



CITY OF CUPERTINO

AGENDA

AUDIT COMMITTEE

10300 Torre Avenue, City Hall Conference Room A

Monday, April 22, 2024

4:00 PM

Regular Meeting

ROLL CALL

ORDERS OF THE DAY

APPROVAL OF MINUTES

1. Subject: Approve Minutes of Special Meeting on March 21, 2024
Recommended Action: Approve Minutes of Special Meeting on March 21, 2024
[A - Draft Minutes](#)

POSTPONEMENTS

ORAL COMMUNICATIONS

This portion of the meeting is reserved for persons wishing to address the Committee on any matter within the jurisdiction of the Committee and not on the agenda. Speakers are limited to three (3) minutes. In most cases, State law will prohibit the Commission from making any decisions with respect to a matter not on the agenda.

OLD BUSINESS

NEW BUSINESS

2. Subject: INFORMATIONAL ITEM Receive the Internal Audit and Fraud, Waste, and Abuse programs update
Recommended Action: Receive the Internal Audit and Fraud, Waste, and Abuse programs update
Presenter: Moss Adams
4:15(10)
[A - City of Cupertino Internal Audit Status Report 04-15-24](#)
3. Subject: INFORMATIONAL ITEM Receive OPEB & Pension Section 115 Trust Performance Report for Quarter Ending December 31, 2023 and March 31, 2024

- Recommended Action: Receive OPEB & Pension Section 115 Trust Performance Report for Quarter Ending December 31, 2023 and March 31, 2024
Presenter: PARS and US Bank
4:25(15)
[A - OPEB Pension Section 115 Trust Performance Report for Quarter Ending December 31 2023](#)
[B - OPEB Pension Section 115 Trust Performance Report for Quarter Ending March 31 2024](#)
4. Subject: INFORMATIONAL ITEM Receive the Treasurer's Investment Report for the Quarter Ending December 31, 2023 and March 31, 2024
Recommended Action: Receive the Treasurer's Investment Report for the Quarter Ending December 31, 2023 and March 31, 2024
Presenter: Jonathan Orozco, Finance Manager and Chandler
4:40(15)
Staff Report
[A – Chandler Investment Report March 2024](#)
[B – Chandler Custodial Statement March 2024](#)
[C – PARS Pension and OPEB Account Statement March 2024](#)
[D – LAIF Account Statement March 2024](#)
[E - Treasurer's Investment Report for the Quarter Ending December 31, 2023](#)
5. Subject: INFORMATIONAL ITEM Annual Review of the City's Investment Policy
Recommended Action: Annual Review of the City's Investment Policy
Presenter: Jonathan Orozco, Finance Manager, and Chandler
4:55(10)
Staff Report
[A - Cupertino Investment Policy \(redline\)](#)
[B - Cupertino Investment Policy Statement Review Memo](#)
6. Subject: INFORMATIONAL ITEM Update on FY 2022-23 ACFR and Supplemental Reports
Recommended Action: Update on FY 2022-23 ACFR and Supplemental Reports
Presenter: Jonathan Orozco, Finance Manager
5:05(15)
[A - ACFR - TPG Memo](#)
7. Subject: INFORMATIONAL ITEM Receive the proposed Audit Committee 2024 Schedule and Workplan
Recommended Action: Receive the proposed Audit Committee 2024 Schedule and Workplan
Presenter: Jonathan Orozco, Finance Manager
5:20(10)
[A - Proposed Audit Committee 2024 Schedule and Work Plan](#)

STAFF AND COMMITTEE REPORTS**COMMITTEEMEMBER ATTENDANCE AT UPCOMING MEETINGS AND EVENTS****FUTURE AGENDA SETTING****ADJOURNMENT**

In compliance with the Americans with Disabilities Act (ADA), anyone who is planning to attend this meeting who is visually or hearing impaired or has any disability that needs special assistance should call the City Clerk's Office at 408-777-3223, at least 48 hours in advance of the meeting to arrange for assistance. In addition, upon request, in advance, by a person with a disability, meeting agendas and writings distributed for the meeting that are public records will be made available in the appropriate alternative format.

Any writings or documents provided to a majority of the members after publication of the agenda will be made available for public inspection. Please contact the City Clerk's Office in City Hall located at 10300 Torre Avenue, Cupertino, California 95014, during normal business hours.

IMPORTANT NOTICE: Please be advised that pursuant to Cupertino Municipal Code section 2.08.100 written communications sent to the Cupertino City Council, Commissioners or City staff concerning a matter on the agenda are included as supplemental material to the agendized item. These written communications are accessible to the public through the City's website and kept in packet archives. Do not include any personal or private information in written communications to the City that you do not wish to make public, as written communications are considered public records and will be made publicly available on the City website.

Members of the public are entitled to address the members concerning any item that is described in the notice or agenda for this meeting, before or during consideration of that item. If you wish to address the members on any other item not on the agenda, you may do so during the public comment.



CITY OF CUPERTINO

Agenda Item

24-13115

Agenda Date: 4/22/2024
Agenda #: 1.

Subject: Approve Minutes of Special Meeting on March 21, 2024

Approve Minutes of Special Meeting on March 21, 2024

City of Cupertino
Audit Committee Special Meeting
Minutes
March 21, 2024

CALL TO ORDER

At 4:00 p.m., Chair Chen called the special meeting to order in the City of Cupertino Conference Room A, 10300 Torre Avenue.

ROLL CALL

Committee Members Present: Chair Eno Schmidt, Vice Chair Sheila Mohan, Committee member Angela Chen, Committee member Hanyan Wu, Committee member Hung Wei

City Staff Present: Kristina Alfaro, Thomas Leung, Janet Liang, Matt Morley, Jonathan Orozco

Absent:

Guests: Carlos Oblites (Chandler), Colleen Rozillis (Moss Adams), Chelsea Ritchie (Moss Adams), Sophia Kuo (The Pun Group), Kenneth Pun (The Pun Group), Ryan Maxey (U.S. Bank), Jennifer Meza (PARS), Dennis Mullins (U.S. Bank)

ORDERS OF THE DAY

1. APPROVE MINUTES OF REGULAR MEETING ON OCTOBER 23, 2023

Vice Chair Mohan motioned; Chair Chen seconded. No public comment. The motion passes unanimously.

POSTPONEMENTS

ORAL COMMUNICATIONS

Peggy Griffin provided comments.

NEW BUSINESS

2. Appointment of Audit Committee Chair and Vice Chair

Chair Chen nominated Committee member Schmidt as Chair and Vice Chair Mohan to continue as Vice Chair. Committee member Wei seconded. The motion passes unanimously.

No public comment.

3. Receive the Committee's Roles and Responsibilities ([CMC 2.88.100](#))

Orozco provided an overview of the report.

No Public Comment.

4. Receive PARS Presentation

Meza provided an overview of PARS. Mullins provided an overview of PFM Asset Management. Chair Schmidt asked when the change was effective. Mullins confirmed that it was effective July 1, 2023. Chair Schmidt asked if they follow the city's procedures and policy. Mullins confirmed that PFM Management is a wholly owned subsidiary of U.S. Bank and allowed them to keep all existing paperwork.

No public comment.

5. Receive Chandler Investments Presentation

Oblites provided an overview of Chandler. Chair Schmidt asked how often are cash needs updated. Oblites noted that they communicate with the city no less than a quarterly basis and the analysis is revisited every year as they are long-term decisions. Chair Schmidt noted that relative to the benchmark the duration is much shorter, and is it related to the cash needs. Oblites confirmed and one of the communications with staff is that there may be an increased need for available cash for financial reasons and as a result the strategy was revisited to generate cash and lowering the duration target to make sure there is cash available.

Committee member Wu asked about the fee structure with Chandler and PFM. Orozco noted that it is negotiated within the contract. Oblites added that it is a fixed fee based on assets that they manage and averages around 5 (0.05%) or 6 (0.06%) basis points, less than a tenth of the percentage per year.

Committee member Wei asked if the investments they do for the city has rules to follow with CA government codes. Oblites confirmed. Committee member Wei asked about the cash flow and if it is done once a year with the City. Oblites noted that Chandler is in communication with staff and the city is focused on building up cash due to a tax event that the city is facing resulting in a need to build up cash.

Committee member Chen asked with all the changes in the market, how does Chandler plan to adjust the investment strategy. Oblites noted that reports are provided monthly and quarterly, and they anticipate that the Federal Reserve will be lowering interest rates later in the year.

Peggy Griffin provided public comment. Rhonda Fry provided public comment. Orozco noted that the fees from Chandler are remitted to the custodian, which is paid directly to them, the City does not directly pay them. He added that the City is working on looking into the BMR transactions.

Vice Chair Mohan asked if the investments follow a benchmark and what is included in the benchmarks. Oblites noted that the biggest driver of risk and return in this portfolio is the duration and measures the sensitivity of the market value of the portfolio to a given interest rate shift. As a result, a benchmark is selected with a similar duration and is shifting to a 1-3 year treasury and agency benchmark.

6. Receive The Pun Group Presentation

Pun provided an overview of The Pun Group. Chair Schmidt asked if they are getting cooperation from the previous auditor in terms of getting the necessary documents. Pun noted that they have a good relationship and are getting the necessary information. Committee member Wu asked if the external audit has identified issues and how does the oversight work. Pun noted that if there are any findings there is always a follow-up in the next audit and every 3 years a CPA firm goes through peer review. Vice Chair Mohan asked when will the first draft be expected. Orozco noted that it will come at the next Audit Committee meeting.

No public comment.

7. Receive Moss Adams Presentation

Rozillis provided an overview on Moss Adams. Ritchie provided an overview. Chair Schmidt asked what the volume for FWA is. Rozillis noted that the hotline activity is consistent, a couple of reports a month. Committee member Chen asked if they can include how many of the issues get addressed and how long it takes to get addressed into the report. Rozillis noted that the report identifies closed reports.

Peggy Griffin provided public comment.

8. Receive Budget Feedback on the City's current recommended Service Level Reductions (SLRs)

Alfaro provided an overview.

Rhoda Fry provided public comment.

9. Budget Format Review

Alfaro provided an overview. Committee member Wei asked how often is it best practice to look at the budget format. Alfaro noted that it is reviewed every year and is submitted for budget awards.

Peggy Griffin provided public comment.

10. Receive the proposed Audit Committee 2024 Schedule and Workplan

Orozco presented the committee's work plan.

Peggy Griffin provided public comment.

STAFF AND COMMITTEE REPORTS

COMMITTEEMEMBER ATTENDANCE AT UPCOMING MEETINGS AND EVENTS

FUTURE AGENDA SETTING

ADJOURNMENT

The meeting adjourned at 6:15 p.m.

Recording Secretary:

Janet Liang, Management Analyst



CITY OF CUPERTINO

Agenda Item

24-13116

Agenda Date: 4/22/2024
Agenda #: 2.

Subject: INFORMATIONAL ITEM Receive the Internal Audit and Fraud, Waste, and Abuse programs update

Receive the Internal Audit and Fraud, Waste, and Abuse programs update

Presenter: Moss Adams

4:15(10)

April 15, 2024

To: City of Cupertino Audit Committee
 From: Moss Adams LLP
 Subject: Internal Audit Status Report January 15, 2024 through April 15, 2024

FY22-23 INTERNAL AUDIT PROGRAM	ENTERPRISE RISK ASSESSMENT	CITYWIDE POLICY REVIEW	ONGOING INTERNAL AUDIT SERVICES
Objective	To identify, analyze, and measure the City's overarching areas of risk by the level of inherent vulnerability, the level of preparedness to mitigate them, and the impact such negative events could have on the City should they occur. This assessment serves as management's and the internal auditor's basis for determining possible actions for managing and mitigating uncertainty, both on an inherent and a residual basis, and informs the three-year internal audit work program.	Inventory City policies in each department, identify gaps, and review policies for opportunities for update and alignment with best practice. Provide a prioritized implementation plan for policy update.	Manage the annual internal audit program.
Schedule	December 2023 through May 2024	September 2023 through June 2024	July 2023 through June 2024
Activities for This Period	<ul style="list-style-type: none"> Collected and reviewed data and documents from the City Scheduled and conducted interviews with City staff and Council Administered an all-staff survey Drafted and finalized preliminary risk ratings and observations and reviewed them with management 	Collected and inventoried policies for the following departments/function: <ul style="list-style-type: none"> Council and Commission Parks and Recreation Information Technology. Administrative Services City Manager's Office Public Works Provided initial feedback to the departments/functions listed above based on the policies that have been received.	Met biweekly with City staff, monitored FWA hotline, and provided assistance at the City's request.
Activities for Next Period	<ul style="list-style-type: none"> Review additional data and documents from the City Analyze survey results Draft the final report and review it with management Finalize and present the final report 	<ul style="list-style-type: none"> Incorporate feedback from departments/functions into policy review. Draft final report and review it with management Finalize and present the final report 	Continue to monitor FWA hotline and provide ongoing support to City.
Issues	None	None	None

FRAUD, WASTE, AND ABUSE HOTLINE STATISTICS: QUARTERLY				
Complaint Type	Complaints Received This Quarter	Under Review	Referred to Appropriate City Official(s)	Closed
Compliance & Ethics	6	3	6	3
Fraud	0	0	0	0
Employment Matters	0	0	0	0

HOTLINE STATISTICS: LIFETIME (OCTOBER 2022-PRESENT)	
Total Reports	18
Reports Closed	15
Reports Open	3



CITY OF CUPERTINO

Agenda Item

24-13117

Agenda Date: 4/22/2024
Agenda #: 3.

Subject: INFORMATIONAL ITEM Receive OPEB & Pension Section 115 Trust Performance Report for Quarter Ending December 31, 2023 and March 31, 2024

Receive OPEB & Pension Section 115 Trust Performance Report for Quarter Ending December 31, 2023 and March 31, 2024

Presenter: PARS and US Bank

4:25(15)

PUBLIC
AGENCY
RETIREMENT
SERVICES

PARS

TRUSTED SOLUTIONS. LASTING RESULTS.



CITY OF CUPERTINO

PARS 115 Trust – OPEB Prefunding Program &
Pension Rate Stabilization Program Plan Client Review
As of December 31, 2023

PARS TRUST TEAM

Trust Administrator & Consultant



- Serves as record-keeper, consultant, and central-point of contact
- Record-keeping/account valuations
- Monitors contributions
- Processes disbursements
- Handles all agency/participant inquiries
- Ongoing plan compliance

Corporate Experience

39 years (1984-2023)

Dollars under Administration

Over \$7.1 billion

Investment Manager & Trustee



- Safeguard and Oversight of Plan Assets
- Investment Fiduciary
- Manage Program Portfolios
- Investment Policy Assistance
- Open Architecture with Active and Index Investments

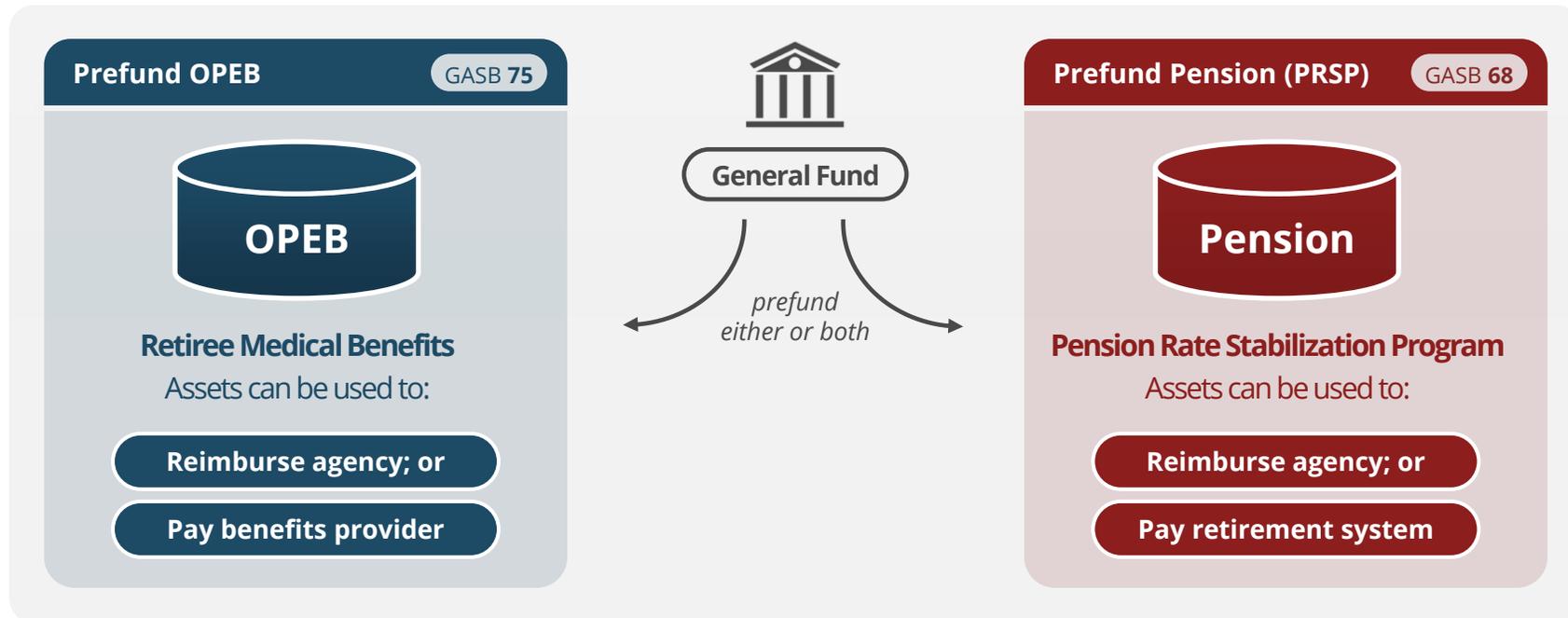
Corporate Experience

160 years (1863-2023)

Dollars under Trust Custody

Over \$9.5 trillion

PARS IRS-APPROVED SECTION 115 TRUST



Subaccounts
 OPEB and pension assets are individually sub-accounted, and can be divided by dept., bargaining group, or cost center.

Financial Stability
 Assets in the PARS Section 115 Combination Trust can be used to address unfunded liabilities.

Flexible Investing
 Allows separate investment strategies for OPEB and pension subaccounts.

Anytime Access
 Trust funds are available anytime; OPEB for OPEB and pension for pension.

Economies-of-Scale
 OPEB and pension assets aggregate and reach lower fees on tiered schedule sooner – saving money!

No Set Up Cost or Minimums
 No set-up costs, no minimum annual contribution amounts, and no fees until assets are added.



PARS/CITY OF CUPERTINO 115P

OPEB & PENSION ACCOUNTS

December 31, 2023

Your U.S. Bank Team

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Table of Contents

- Section 1 – PORTFOLIO REVIEW
 - PARS/CITY OF CUPERTINO 115P - OPEB (X9600)
 - Portfolio Overview
 - Equity Analysis
 - Fixed Income Analysis
 - Performance (AGG460596)
 - Holdings
 - PARS/CITY OF CUPERTINO 115P – PENSION (X9601)
 - Portfolio Overview
 - Equity Analysis
 - Fixed Income Analysis
 - Performance
 - Holdings
- Section 2 – MARKET SUMMARY
- Section 3 – DISCLOSURES, DEFINITIONS, DESCRIPTIONS

PORTFOLIO REVIEW



Account: XXXXXX9600

Holdings Method: Direct

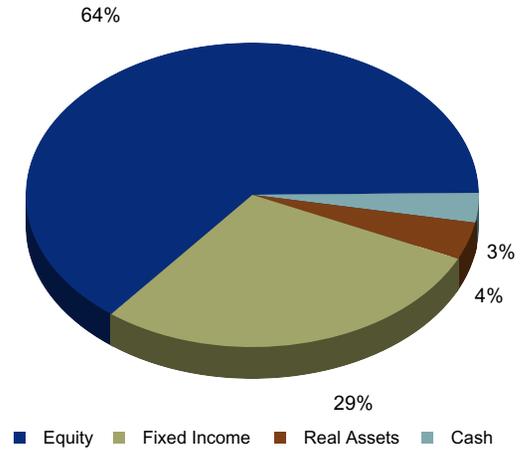
Report Date: 12/29/2023

Portfolio Summary

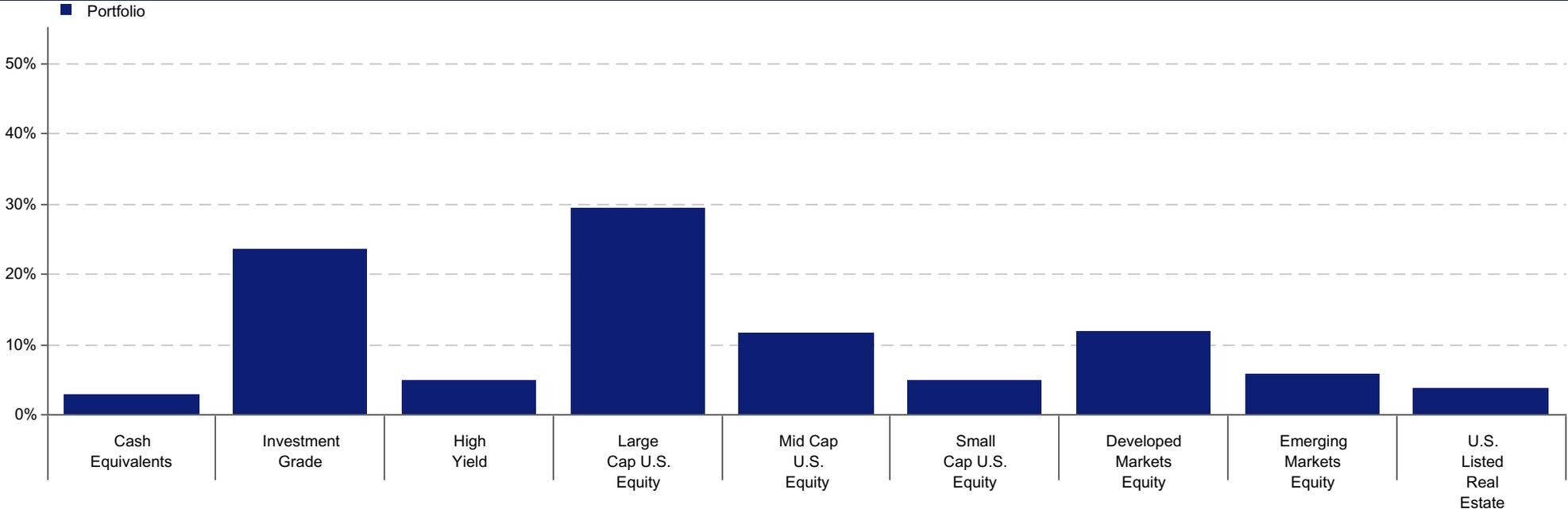
Inv. Objective	Balanced/Nontaxable-1
Total Portfolio Value	\$37,032,790
Net Realized Cap Gains YTD	\$357,150
Annual Income Projected	\$948,700
Current Yield	2.56%
Number of Securities	10
Portfolio Mgr.	Rick Rosenthal

Portfolio Asset Allocation

Equity	\$23,848,495	64.40%
Fixed Income	\$10,626,771	28.70%
Real Assets	\$1,463,767	3.95%
Cash	\$1,093,757	2.95%
Invested Total	\$37,032,790	100.00%



Portfolio Model Allocation



Account: XXXXXX9600

Holdings Method: Direct and Indirect

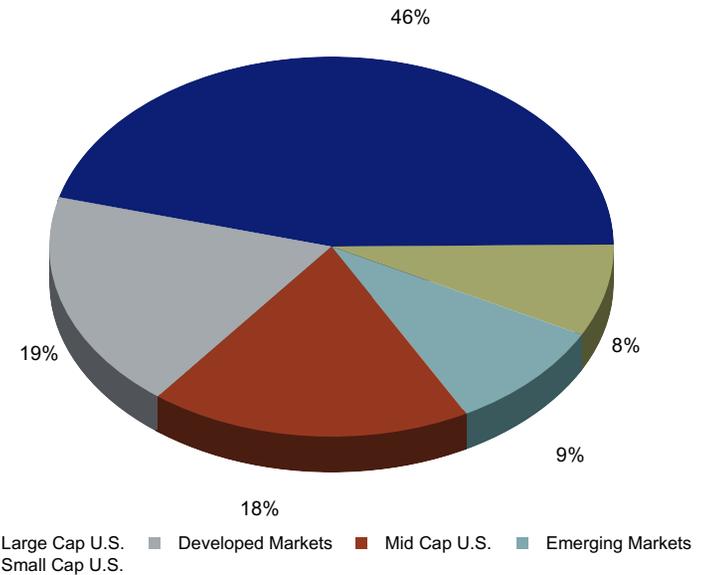
Report Date: 12/29/2023

Equity Summary

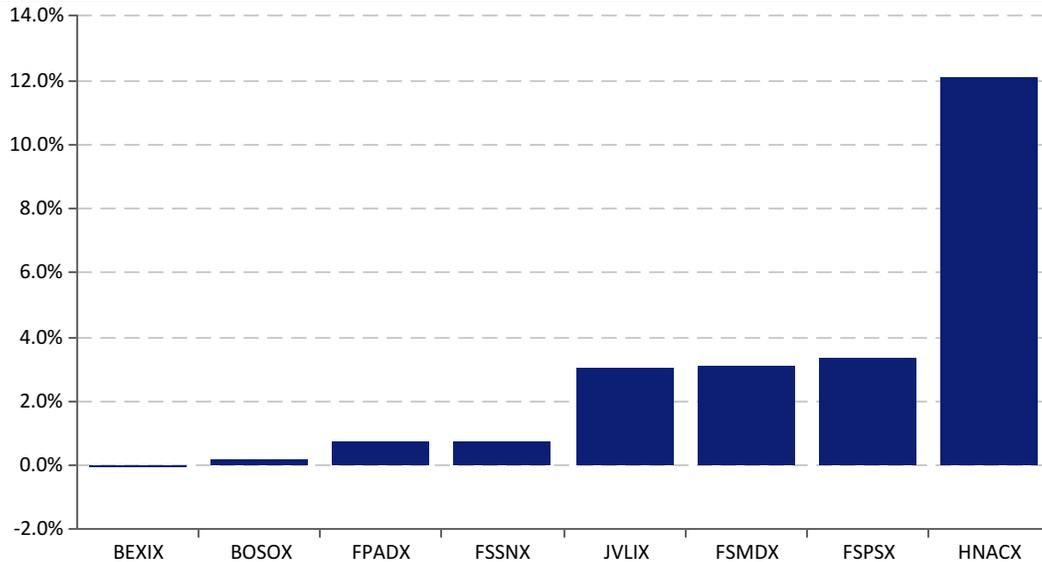
Inv. Objective	Balanced/Nontaxable-1
Total Equity Value	\$23,848,495
Current Yield	1.91%
Annual Income Projected	\$455,967
Number of Securities	6
Portfolio Mgr.	Rick Rosenthal

Equity Asset Allocation

Large Cap U.S.	\$10,950,323	45.92%
Developed Markets	\$4,447,538	18.65%
Mid Cap U.S.	\$4,386,842	18.39%
Emerging Markets	\$2,234,248	9.37%
Small Cap U.S.	\$1,829,544	7.67%



Bottom 5/ Top 5 Contributors (Trailing 12 Months)



Equity Global Distribution

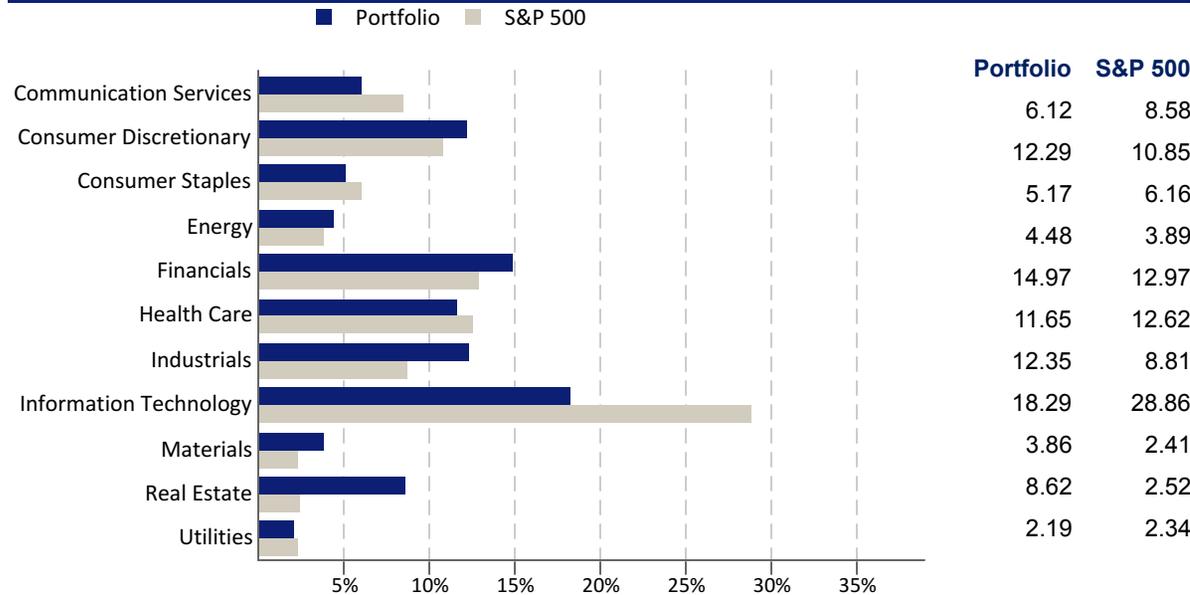


Equity Country Distribution

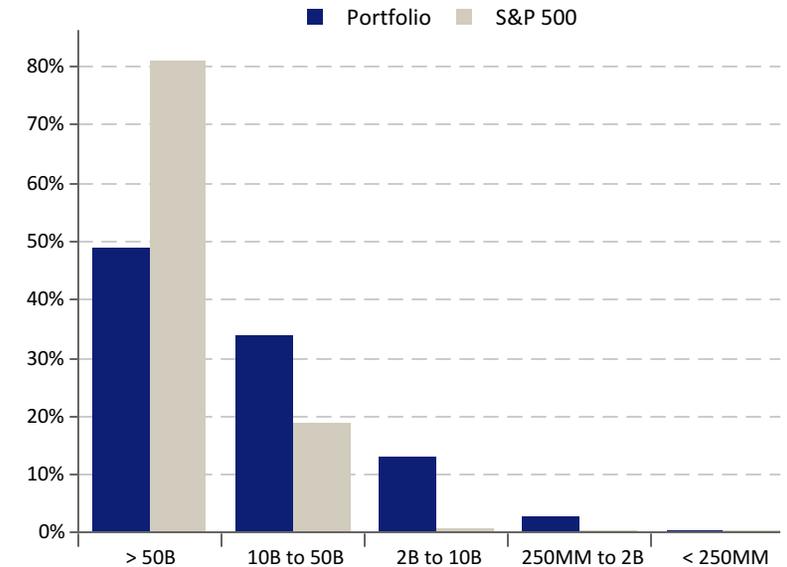


Top 10 Common Stock Holdings

	Stock Wt. (%)	Full Port Wt. (%)	Yield (%)	YTD Return* (%)	52 Wk Return* (%)
Microsoft Corporation	1.83	1.20	0.77	58.2	57.4
NVIDIA Corporation	1.78	1.17	0.03	239.0	239.3
Amazon.com, Inc.	1.64	1.08	0.00	80.9	80.5
Alphabet Inc. Class A	1.28	0.84	0.00	58.3	57.9
Apple Inc.	1.12	0.74	0.52	49.0	49.4
Advanced Micro Devices, Inc.	1.12	0.74	0.00	127.6	127.4
JPMorgan Chase & Co.	0.95	0.62	2.48	30.6	31.5
Tesla, Inc.	0.95	0.62	0.00	101.7	104.0
Eli Lilly and Company	0.82	0.54	0.81	60.9	60.4
Meta Platforms Inc. Class A	0.82	0.54	0.00	194.1	194.3

Common Stock Sector Exposures

Common Stock Characteristics

	Portfolio	S&P 500
Market Cap - Wtd Avg	\$265.3B	\$721.6B
Market Cap - Median	\$4.8B	\$33.2B
Dividend Yield (%)	1.82	1.48
P/E NTM	16.7	19.7
P/E LTM	18.1	23.8
ROE (%)	17.3	23.7
1 Yr Beta vs. S&P Composite	.91	1.03
Est 3-5 Yr EPS Growth (%)	14.4	13.1
Hist 3 Yr EPS Growth (%)	21.0	19.9
Number of Securities	5134	503

Common Stock Market Cap Distribution


*Specific to the security - does not represent performance in the portfolio.

Account: XXXXXX9600

Holdings Method: Direct

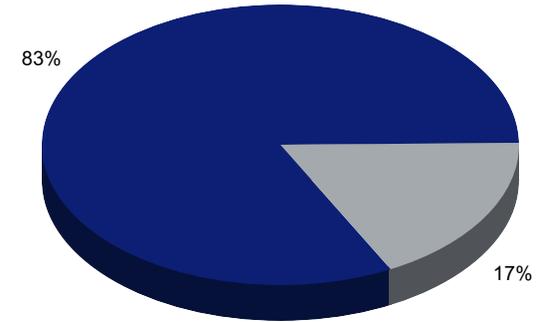
Report Date: 12/29/2023

Fixed Income Summary

Inv. Objective	Balanced/Nontaxable-1
Total Fixed Income Value	\$10,626,771
Current Yield	3.65%
Annual Income Projected	\$388,213
Number of Securities	2
Portfolio Mgr.	Rick Rosenthal

Fixed Income Asset Allocation

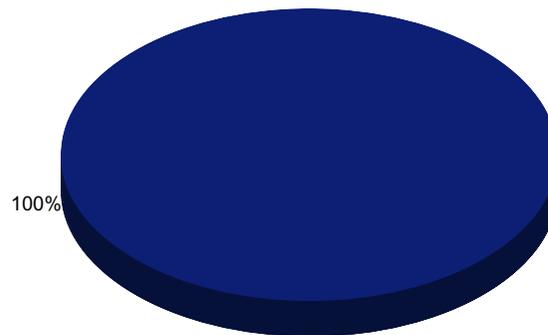
Investment Grade	\$8,791,883	82.73%
High Yield	\$1,834,888	17.27%



■ Investment Grade ■ High Yield

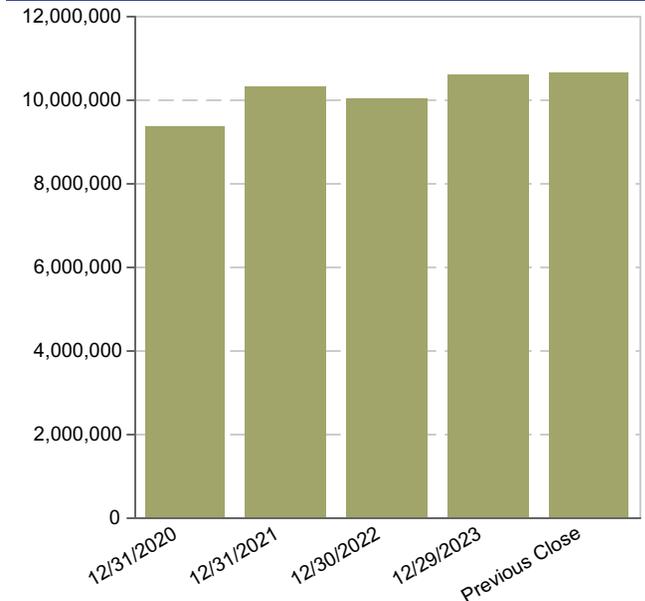
Fixed Income Sector Exposures

Mutual Funds & ETFs	\$10,626,771	100.00%
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■ Mutual Funds & ETFs

Fixed Income Market Value



Custom Benchmark

CITY OF CUPERTINO

Asset Class	Benchmark	Range	Target	Actual
Equities	MSCI AC World Free Index	50%-70%	63%	64.3%
Fixed Income	BBARC Global Aggregate Index	20%-40%	29%	28.8%
Real Estate	S&P Global REIT TR USD	0%-15%	5%	3.9%
Commodities	S&P GSCI Commodity Index	0%-10%	2%	0%
Cash	FTSE 3-Mo US T-Bill Index	0%-10%	1%	3.0%

Selected Period Performance

	Market Value	3 Months	1 Year	3 Years	5 Years	116 Months	Inception to Date 07/01/2010
Total Portfolio Gross of Fees	37,071,683	10.30	17.58	2.26	7.85	5.67	6.47
Total Portfolio Net of Fees	37,071,683	10.26	17.37	2.08	7.65	5.46	
City of Cupertino		9.95	16.43	3.00	8.27	5.50	7.13
Total Equity	23,848,495	11.95	23.31	3.76	12.31	8.97	11.20
MSCI ACWI (Net)		11.03	22.20	5.75	11.72	7.98	9.77
U.S. Equity	17,166,709	12.78	26.88	6.74	13.25	10.54	
S&P 500 Index (Total Return)		11.69	26.29	10.00	15.69	12.18	14.22
S&P MidCap 400 Index		11.67	16.44	8.09	12.62	9.45	12.36
S&P SmallCap 600 Index		15.12	16.05	7.28	11.03	9.16	12.41
Developed Markets Equity	4,447,538	10.74	18.30	-.95	13.88	6.91	
MSCI EAFE Index (Net)		10.42	18.24	4.02	8.16	4.20	6.66
Emerging Markets Equity	2,234,248	7.68	6.92	-9.35	1.97	.58	
MSCI Emerging Markets Index (Net)		7.86	9.83	-5.08	3.68	2.77	3.29
Total Fixed Income	10,661,464	6.66	6.81	-1.84	.33	.64	1.64
BBARC Global Aggregate Index		8.10	5.72	-5.51	-.32	.03	1.24
BBARC US Aggregate Bond Index		6.82	5.53	-3.31	1.10	1.59	2.15
Total Real Assets	1,463,767	16.33	13.73	6.24	6.79		
Real Estate	1,463,767	16.33	13.73	6.24	6.74	6.06	
S&P Global REIT Index (Gross)		15.81	11.53	4.13	5.25	4.89	8.09
S&P GSCI Index		-10.73	-4.27	19.18	8.72	-4.09	-1.36
Total Cash Equivalents	1,097,958	1.33	4.99	2.14	1.75	1.18	.85
ICE BofAML US 3-Month Treasury Bill Index		1.37	5.01	2.15	1.88	1.29	.95
Pending Cash	0	.00	.00	.00	.00	.00	.00

For performance and rate of return methodologies, as well as other important information, please refer to the Appendix/Disclosures provided.

Investment products and services are:
NOT A DEPOSIT • NOT FDIC INSURED • MAY LOSE VALUE • NOT BANK GUARANTEED • NOT INSURED BY ANY FEDERAL GOVERNMENT AGENCY



Account: XXXXXX9600

Holdings Method: Direct

Report Date: 12/29/2023

	Symbol	% of Port.	Price	Shares/ Units	Portfolio Value	Cost Basis	Unrealized Gain/Loss	Current Yield	Projected Annual Income
Total		100.0			37,032,790	33,020,233	4,012,558	2.56	948,700
Cash		2.95			1,093,757	1,093,757	0	5.30	57,956
Cash Equivalents		2.95			1,093,757	1,093,757	0	5.30	57,956
FIRST AM GOVT OB FD CL X	31846V336	2.95	1.00	1,093,757	1,093,757	1,093,757	0	5.30	57,956
Fixed Income		28.70			10,626,771	9,457,131	1,169,641	3.65	388,213
Investment Grade		23.74			8,791,883	7,488,385	1,303,498	2.88	252,883
Mutual Funds & ETFs		23.74			8,791,883	7,488,385	1,303,498	2.88	252,883
Fidelity U.S. Bond Index Fund	FXNAX	23.74	10.43	842,942	8,791,883	7,488,385	1,303,498	2.88	252,883
High Yield		4.95			1,834,888	1,968,746	-133,858	7.38	135,331
Mutual Funds & ETFs		4.95			1,834,888	1,968,746	-133,858	7.38	135,331
Artisan High Income Fund - Institutional Sh...	APHFX	4.95	9.03	203,199	1,834,888	1,968,746	-133,858	7.38	135,331
Equity		64.40			23,848,495	20,863,544	2,984,951	1.91	455,967
Large Cap U.S. Equity		29.57			10,950,323	11,121,411	-171,088	0.55	60,508
Mutual Funds & ETFs		29.57			10,950,323	11,121,411	-171,088	0.55	60,508
Harbor Capital Appreciation Fund - Retire...	HNACX	14.72	96.76	56,351	5,452,563	5,185,625	266,938	0.00	0
John Hancock Fds III Disciplined Value Fu...	JVLIX	14.85	22.17	247,982	5,497,760	5,935,786	-438,026	1.10	60,508
Mid Cap U.S. Equity		11.85			4,386,842	1,551,236	2,835,606	1.39	61,079
Mutual Funds & ETFs		11.85			4,386,842	1,551,236	2,835,606	1.39	61,079
Fidelity Mid Cap Index Fund	FSMDX	11.85	29.95	146,472	4,386,842	1,551,236	2,835,606	1.39	61,079
Small Cap U.S. Equity		4.94			1,829,544	1,679,816	149,728	1.43	26,230
Mutual Funds & ETFs		4.94			1,829,544	1,679,816	149,728	1.43	26,230
Fidelity Small Cap Index Fund	FSSNX	4.94	25.04	73,065	1,829,544	1,679,816	149,728	1.43	26,230
Developed Markets Equity		12.01			4,447,538	4,354,616	92,922	5.58	248,348
Mutual Funds & ETFs		12.01			4,447,538	4,354,616	92,922	5.58	248,348
Fidelity International Index Fund	FSPSX	12.01	47.35	93,929	4,447,538	4,354,616	92,922	5.58	248,348
Emerging Markets Equity		6.03			2,234,248	2,156,464	77,784	2.68	59,802
Mutual Funds & ETFs		6.03			2,234,248	2,156,464	77,784	2.68	59,802
Fidelity Emerging Markets Index Fund	FPADX	6.03	10.05	222,313	2,234,248	2,156,464	77,784	2.68	59,802
Real Assets		3.95			1,463,767	1,605,801	-142,034	3.18	46,563
U.S. Listed Real Estate		3.95			1,463,767	1,605,801	-142,034	3.18	46,563



Account: XXXXXX9600

Holdings Method: Direct

Report Date: 12/29/2023

	Symbol	% of Port.	Price	Shares/ Units	Portfolio Value	Cost Basis	Unrealized Gain/Loss	Current Yield	Projected Annual Income
iShares Core U.S. REIT ETF	USRT	3.95	54.29	26,962	1,463,767	1,605,801	-142,034	3.18	46,563

Account: XXXXXX9601

Holdings Method: Direct

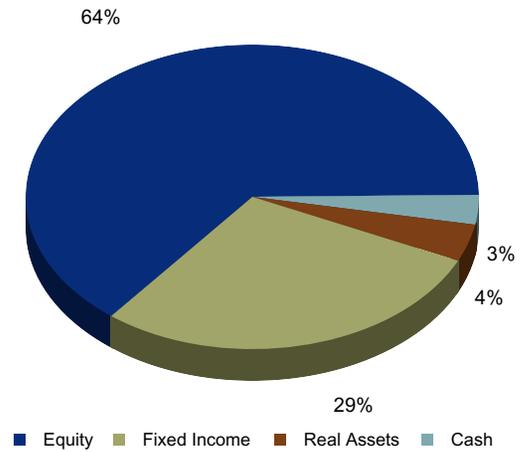
Report Date: 12/29/2023

Portfolio Summary

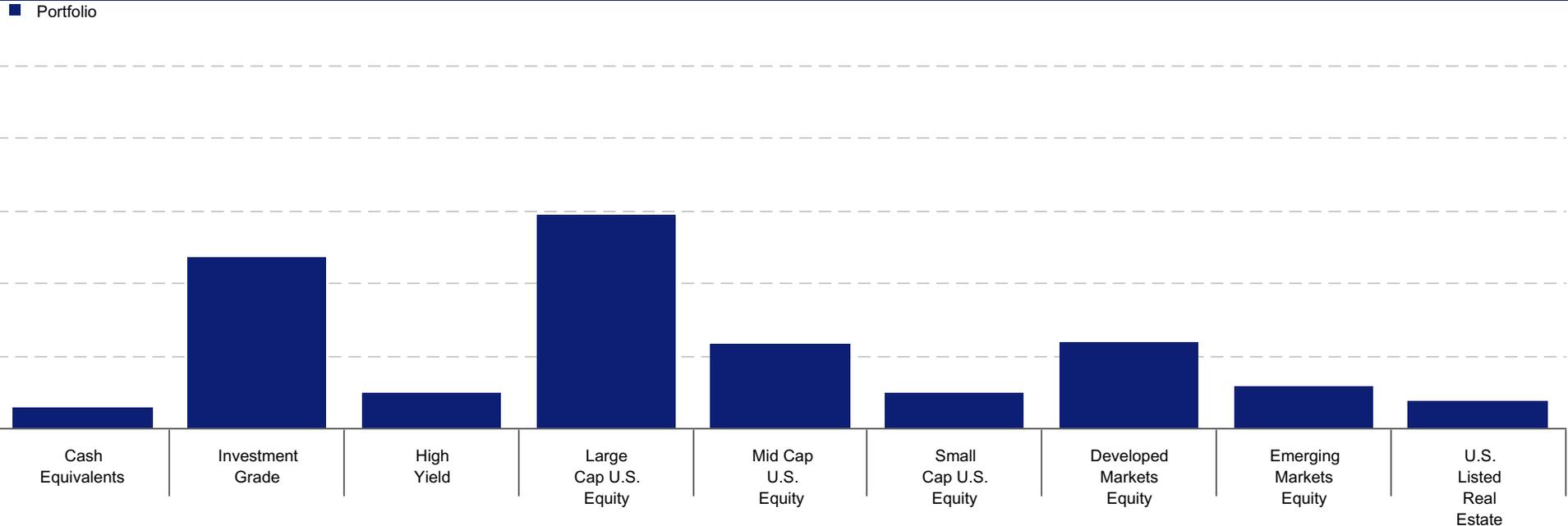
Inv. Objective	Balanced/Nontaxable-1
Total Portfolio Value	\$20,367,491
Net Realized Cap Gains YTD	-\$37,779
Annual Income Projected	\$521,773
Current Yield	2.56%
Number of Securities	10
Portfolio Mgr.	Rick Rosenthal

Portfolio Asset Allocation

Equity	\$13,116,298	64.40%
Fixed Income	\$5,844,595	28.70%
Real Assets	\$805,012	3.95%
Cash	\$601,586	2.95%
Invested Total	\$20,367,491	100.00%



Portfolio Model Allocation



Account: XXXXXX9601

Holdings Method: Direct and Indirect

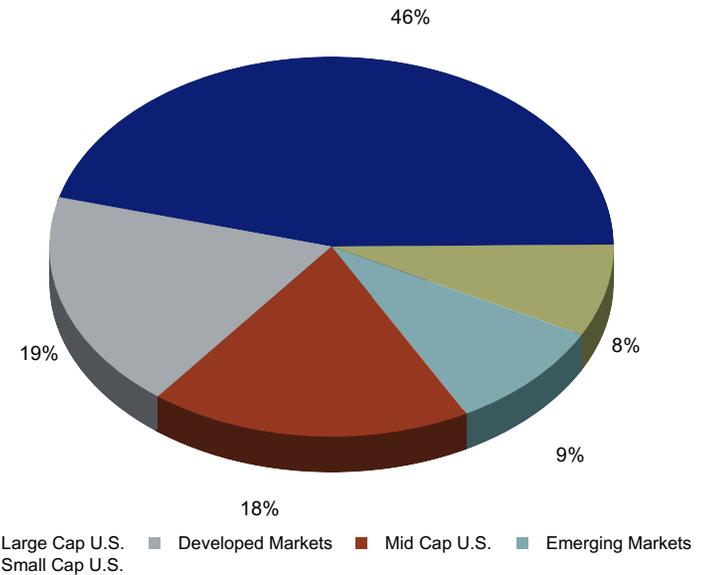
Report Date: 12/29/2023

Equity Summary

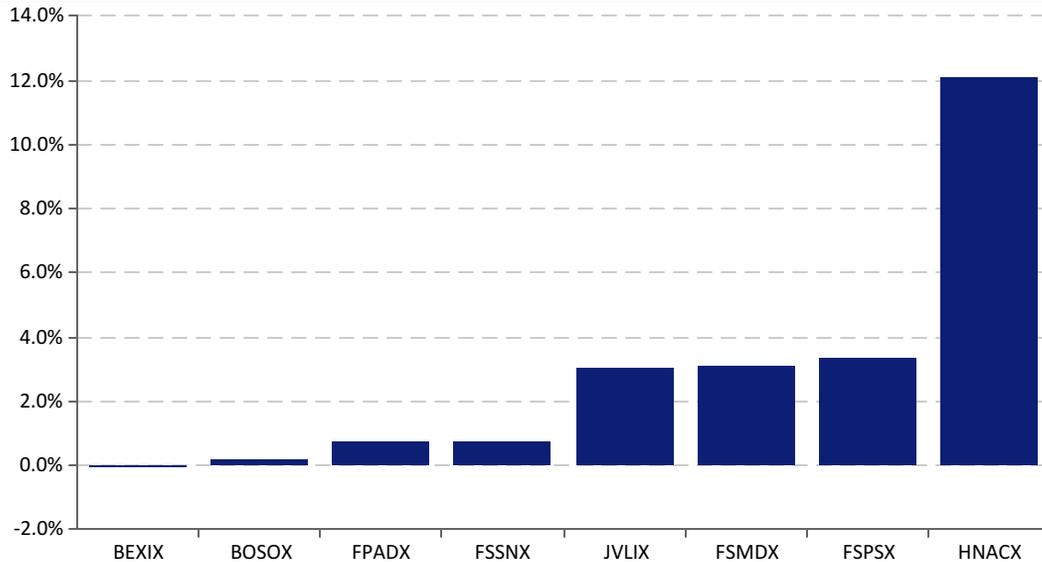
Inv. Objective	Balanced/Nontaxable-1
Total Equity Value	\$13,116,298
Current Yield	1.91%
Annual Income Projected	\$250,775
Number of Securities	6
Portfolio Mgr.	Rick Rosenthal

Equity Asset Allocation

Large Cap U.S.	\$6,022,506	45.92%
Developed Markets	\$2,446,076	18.65%
Mid Cap U.S.	\$2,412,694	18.39%
Emerging Markets	\$1,228,801	9.37%
Small Cap U.S.	\$1,006,221	7.67%



Bottom 5/ Top 5 Contributors (Trailing 12 Months)



Equity Global Distribution

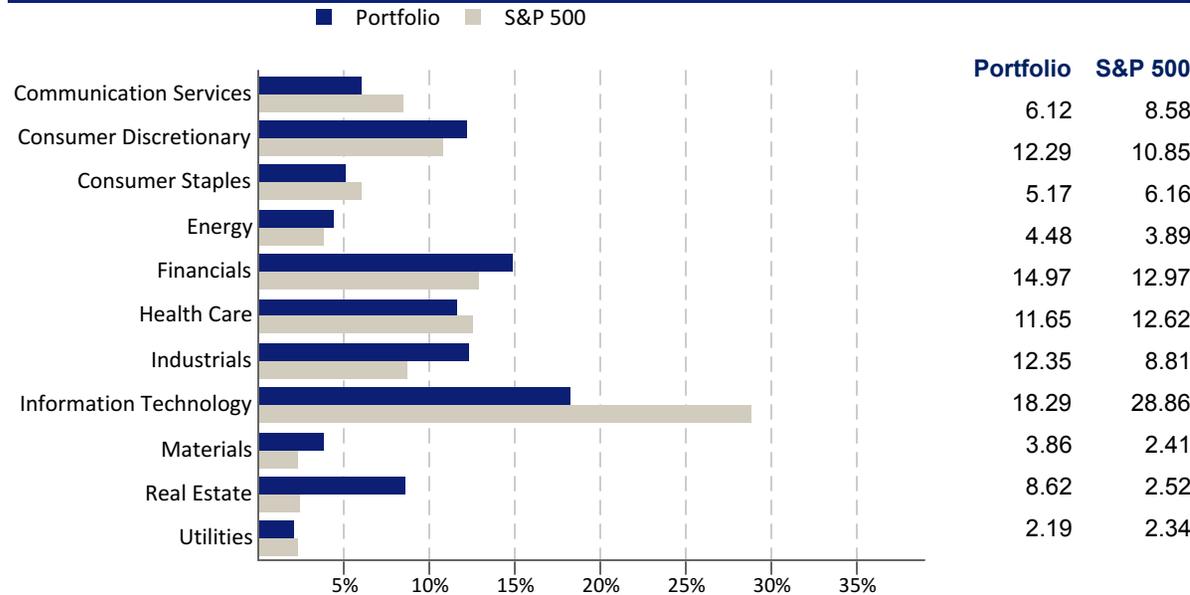


Equity Country Distribution

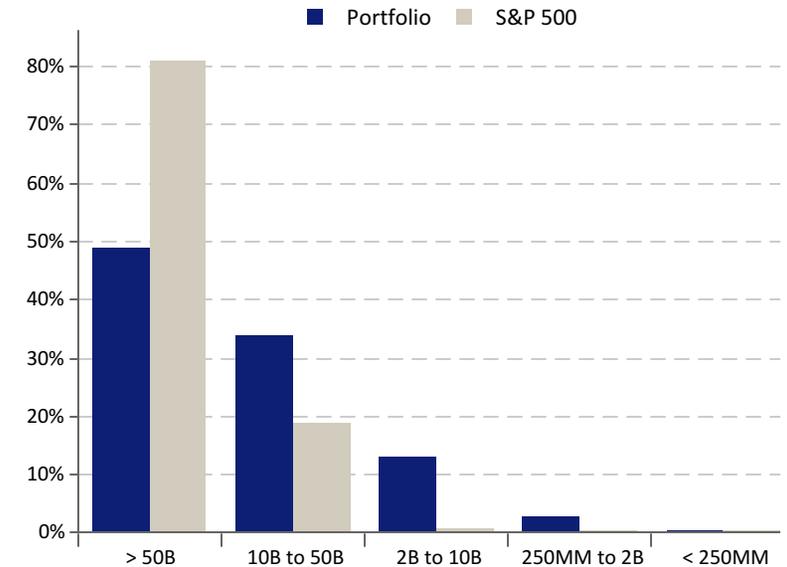


Top 10 Common Stock Holdings

	Stock Wt. (%)	Full Port Wt. (%)	Yield (%)	YTD Return* (%)	52 Wk Return* (%)
Microsoft Corporation	1.83	1.20	0.77	58.2	57.4
NVIDIA Corporation	1.78	1.17	0.03	239.0	239.3
Amazon.com, Inc.	1.64	1.08	0.00	80.9	80.5
Alphabet Inc. Class A	1.28	0.84	0.00	58.3	57.9
Apple Inc.	1.12	0.74	0.52	49.0	49.4
Advanced Micro Devices, Inc.	1.12	0.74	0.00	127.6	127.4
JPMorgan Chase & Co.	0.95	0.62	2.48	30.6	31.5
Tesla, Inc.	0.95	0.62	0.00	101.7	104.0
Eli Lilly and Company	0.82	0.54	0.81	60.9	60.4
Meta Platforms Inc. Class A	0.82	0.54	0.00	194.1	194.3

Common Stock Sector Exposures

Common Stock Characteristics

	Portfolio	S&P 500
Market Cap - Wtd Avg	\$265.3B	\$721.6B
Market Cap - Median	\$4.8B	\$33.2B
Dividend Yield (%)	1.82	1.48
P/E NTM	16.7	19.7
P/E LTM	18.1	23.8
ROE (%)	17.3	23.7
1 Yr Beta vs. S&P Composite	.91	1.03
Est 3-5 Yr EPS Growth (%)	14.4	13.1
Hist 3 Yr EPS Growth (%)	21.0	19.9
Number of Securities	5134	503

Common Stock Market Cap Distribution


*Specific to the security - does not represent performance in the portfolio.

Account: XXXXXX9601

Holdings Method: Direct

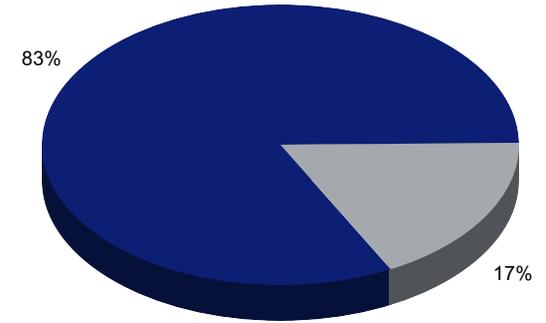
Report Date: 12/29/2023

Fixed Income Summary

Inv. Objective	Balanced/Nontaxable-1
Total Fixed Income Value	\$5,844,595
Current Yield	3.65%
Annual Income Projected	\$213,514
Number of Securities	2
Portfolio Mgr.	Rick Rosenthal

Fixed Income Asset Allocation

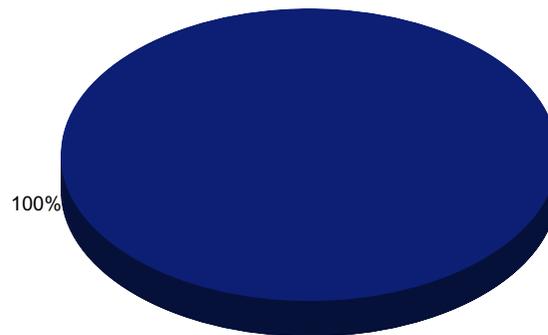
Investment Grade	\$4,835,398	82.73%
High Yield	\$1,009,197	17.27%



■ Investment Grade ■ High Yield

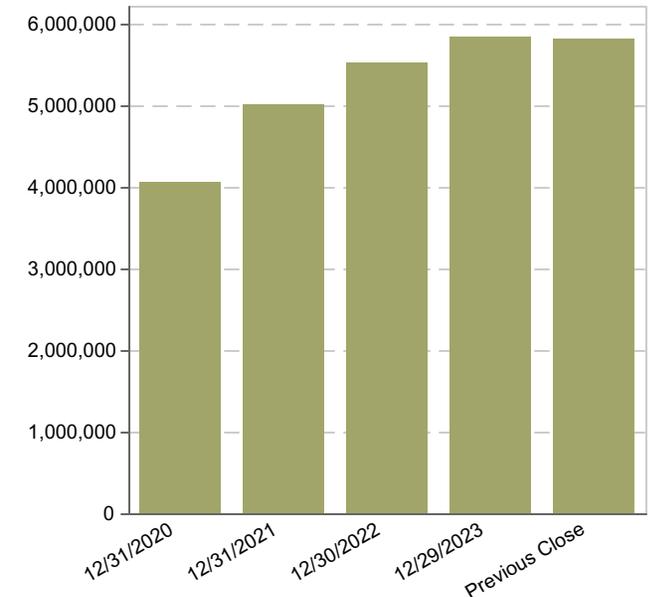
Fixed Income Sector Exposures

Mutual Funds & ETFs	\$5,844,595	100.00%
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■ Mutual Funds & ETFs

Fixed Income Market Value



Custom Benchmark

CITY OF CUPERTINO

Asset Class	Benchmark	Range	Target	Actual
Equities	MSCI AC World Free Index	50%-70%	63%	64.3%
Fixed Income	BBARC Global Aggregate Index	20%-40%	29%	28.8%
Real Estate	S&P Global REIT TR USD	0%-15%	5%	3.9%
Commodities	S&P GSCI Commodity Index	0%-10%	2%	0%
Cash	FTSE 3-Mo US T-Bill Index	0%-10%	1%	3.0%

Selected Period Performance

	Market Value	3 Months	1 Year	3 Years	Inception to Date 05/01/2019
Total Portfolio Gross of Fees	20,388,904	10.30	17.58	2.20	6.53
Total Portfolio Net of Fees	20,388,904	10.26	17.37	2.01	6.34
City of Cupertino		9.95	16.43	3.00	6.34
Total Equity	13,116,298	11.95	23.31	3.76	9.51
MSCI ACWI (Net)		11.03	22.20	5.75	9.09
U.S. Equity	9,441,421	12.78	26.88	6.73	10.42
S&P 500 Index (Total Return)		11.69	26.29	10.00	12.77
S&P MidCap 400 Index		11.67	16.44	8.09	9.40
S&P SmallCap 600 Index		15.12	16.05	7.28	8.37
Developed Markets Equity	2,446,076	10.74	18.30	-.95	10.72
MSCI EAFE Index (Net)		10.42	18.24	4.02	5.95
Emerging Markets Equity	1,228,801	7.68	6.92	-9.35	-.16
MSCI Emerging Markets Index (Net)		7.86	9.83	-5.08	1.41
Total Fixed Income	5,863,703	6.66	6.81	-1.85	-.51
BBARC Global Aggregate Index		8.10	5.72	-5.51	-.74
BBARC US Aggregate Bond Index		6.82	5.53	-3.31	.55
Total Real Assets	805,012	16.33	13.73	6.31	4.32
Real Estate	805,012	16.33	13.73	6.31	4.32
S&P Global REIT Index (Gross)		15.81	11.53	4.13	2.71
S&P GSCI Index		-10.73	-4.27	19.18	5.51
Total Cash Equivalents	603,891	1.33	4.99	2.10	1.69
ICE BofAML US 3-Month Treasury Bill Index		1.37	5.01	2.15	1.84
Pending Cash	0	.00	.00	.00	.00

For performance and rate of return methodologies, as well as other important information, please refer to the Appendix/Disclosures provided.

Investment products and services are:
 NOT A DEPOSIT • NOT FDIC INSURED • MAY LOSE VALUE • NOT BANK GUARANTEED • NOT INSURED BY ANY FEDERAL GOVERNMENT AGENCY



Account: XXXXXX9601

Holdings Method: Direct

Report Date: 12/29/2023

	Symbol	% of Port.	Price	Shares/ Units	Portfolio Value	Cost Basis	Unrealized Gain/Loss	Current Yield	Projected Annual Income
Total		100.0			20,367,491	19,133,556	1,233,934	2.56	521,773
Cash		2.95			601,586	601,586	0	5.30	31,877
Cash Equivalents		2.95			601,586	601,586	0	5.30	31,877
FIRST AM GOVT OB FD CL X	31846V336	2.95	1.00	601,586	601,586	601,586	0	5.30	31,877
Fixed Income		28.70			5,844,595	5,939,483	-94,888	3.65	213,514
Investment Grade		23.74			4,835,398	4,869,170	-33,772	2.88	139,081
Mutual Funds & ETFs		23.74			4,835,398	4,869,170	-33,772	2.88	139,081
Fidelity U.S. Bond Index Fund	FXNAX	23.74	10.43	463,605	4,835,398	4,869,170	-33,772	2.88	139,081
High Yield		4.95			1,009,197	1,070,313	-61,116	7.38	74,432
Mutual Funds & ETFs		4.95			1,009,197	1,070,313	-61,116	7.38	74,432
Artisan High Income Fund - Institutional Sh...	APHFX	4.95	9.03	111,760	1,009,197	1,070,313	-61,116	7.38	74,432
Equity		64.40			13,116,298	11,731,424	1,384,874	1.91	250,775
Large Cap U.S. Equity		29.57			6,022,506	5,923,792	98,714	0.55	33,278
Mutual Funds & ETFs		29.57			6,022,506	5,923,792	98,714	0.55	33,278
Harbor Capital Appreciation Fund - Retire...	HNACX	14.72	96.76	30,992	2,998,824	2,710,461	288,363	0.00	0
John Hancock Fds III Disciplined Value Fu...	JVLIX	14.85	22.17	136,386	3,023,682	3,213,332	-189,650	1.10	33,278
Mid Cap U.S. Equity		11.85			2,412,694	1,352,237	1,060,457	1.39	33,592
Mutual Funds & ETFs		11.85			2,412,694	1,352,237	1,060,457	1.39	33,592
Fidelity Mid Cap Index Fund	FSMDX	11.85	29.95	80,557	2,412,694	1,352,237	1,060,457	1.39	33,592
Small Cap U.S. Equity		4.94			1,006,221	923,873	82,348	1.43	14,426
Mutual Funds & ETFs		4.94			1,006,221	923,873	82,348	1.43	14,426
Fidelity Small Cap Index Fund	FSSNX	4.94	25.04	40,185	1,006,221	923,873	82,348	1.43	14,426
Developed Markets Equity		12.01			2,446,076	2,345,501	100,576	5.58	136,588
Mutual Funds & ETFs		12.01			2,446,076	2,345,501	100,576	5.58	136,588
Fidelity International Index Fund	FSPSX	12.01	47.35	51,659	2,446,076	2,345,501	100,576	5.58	136,588
Emerging Markets Equity		6.03			1,228,801	1,186,021	42,780	2.68	32,890
Mutual Funds & ETFs		6.03			1,228,801	1,186,021	42,780	2.68	32,890
Fidelity Emerging Markets Index Fund	FPADX	6.03	10.05	122,269	1,228,801	1,186,021	42,780	2.68	32,890
Real Assets		3.95			805,012	861,064	-56,052	3.18	25,608
U.S. Listed Real Estate		3.95			805,012	861,064	-56,052	3.18	25,608



Account: XXXXXX9601

Holdings Method: Direct

Report Date: 12/29/2023

	Symbol	% of Port.	Price	Shares/ Units	Portfolio Value	Cost Basis	Unrealized Gain/Loss	Current Yield	Projected Annual Income
iShares Core U.S. REIT ETF	USRT	3.95	54.29	14,828	805,012	861,064	-56,052	3.18	25,608

MARKET SUMMARY

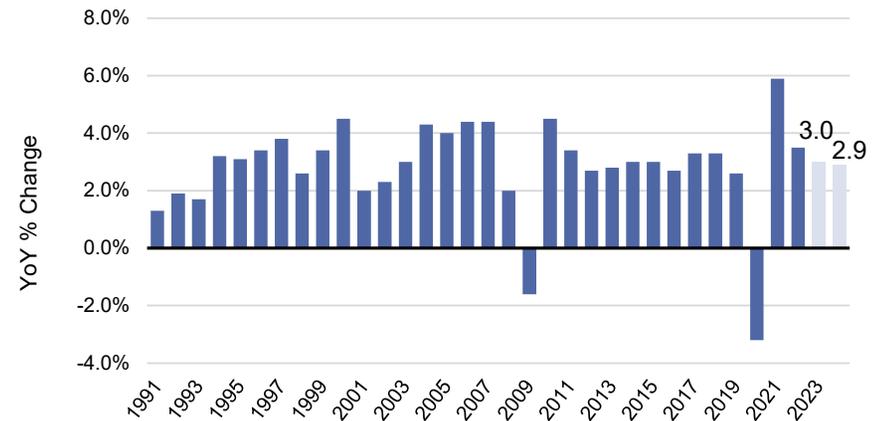
Provided by Sub-Advisor - PFM Asset Management LLC



THE ECONOMY

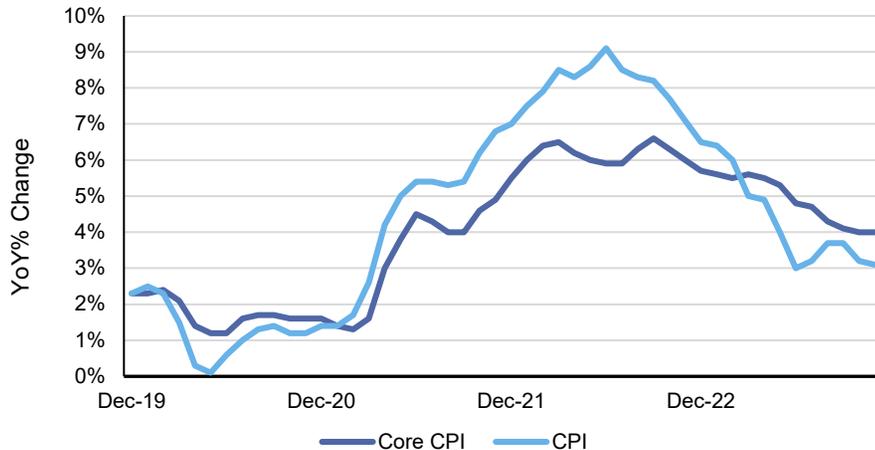
- ▶ In the third quarter, U.S. gross domestic product (GDP) grew at an annualized rate of 4.9%, marking the strongest growth since the fourth quarter of 2021, as resilient consumer spending drove the economy. This is above global growth estimates of 3.0%, which have been buoyed by emerging markets (EM) and developing economies.
- ▶ The U.S. labor market remains strong, ending the quarter with 3.7% unemployment rate that is in line with September’s reading and a 62.5% participation rate, which is a slight decrease from last quarter. The number of job openings to unemployed ratio fell to 1.40, down from its high of 2.0 in 2022.
- ▶ Headline inflation (CPI) cooled over the quarter, with a year-over-year (YoY) rate of 3.1% in November, down from 3.7% at the end of the second quarter. These cooler readings came in large part from falling energy prices which dropped 5.4% in November, the less volatile core inflation reading (which excludes food and energy) still tells the same story of cooling over the quarter but shows a slightly higher level of inflation at 4.0% YoY.
- ▶ Through the strong labor market and continued growth, consumer confidence saw relative improvement. The Michigan Consumer Sentiment survey ended the quarter at 69.7, up 8.4 year-to-date, though below the long-term average. Consumers savings and income standpoint remain strong, but debt levels and defaults are increasing.

Global GDP Growth



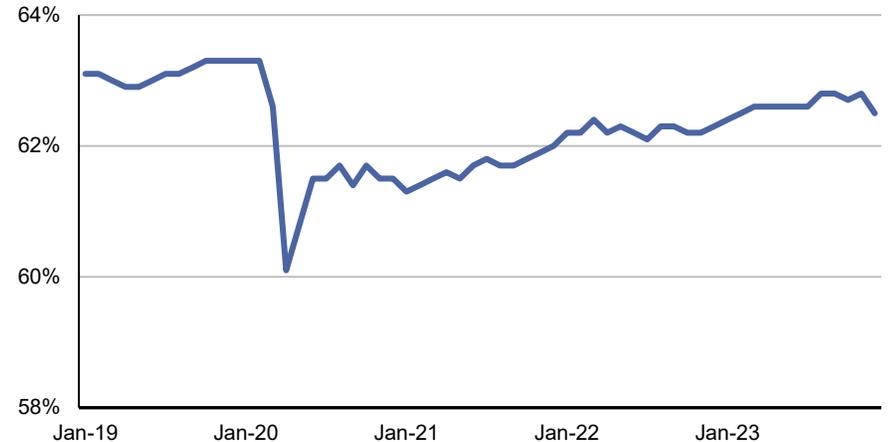
Source: IMF. Dark blue bars indicate actual numbers; light blue bars indicate forecasted estimates.

U.S. Inflation Rate



Source: Bureau of Labor Statistics.

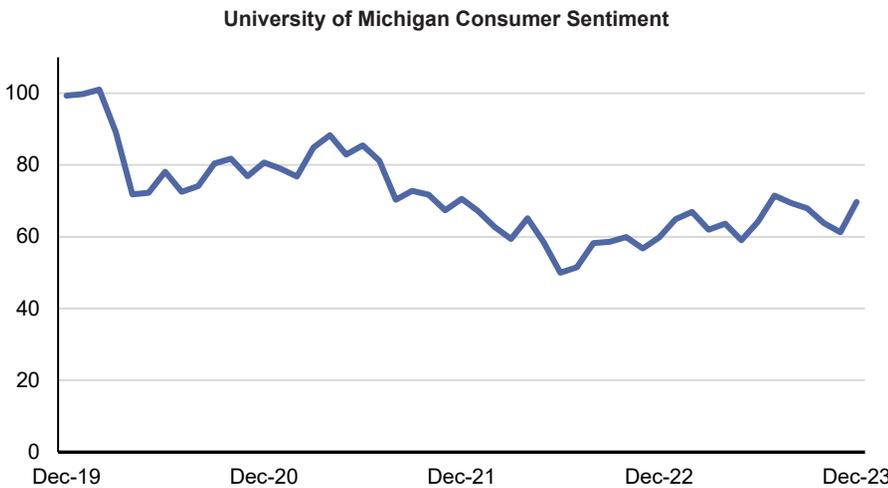
U.S. Prime Age Labor Force Participation Rate 25-53 Years
Seasonally Adjusted (SA)



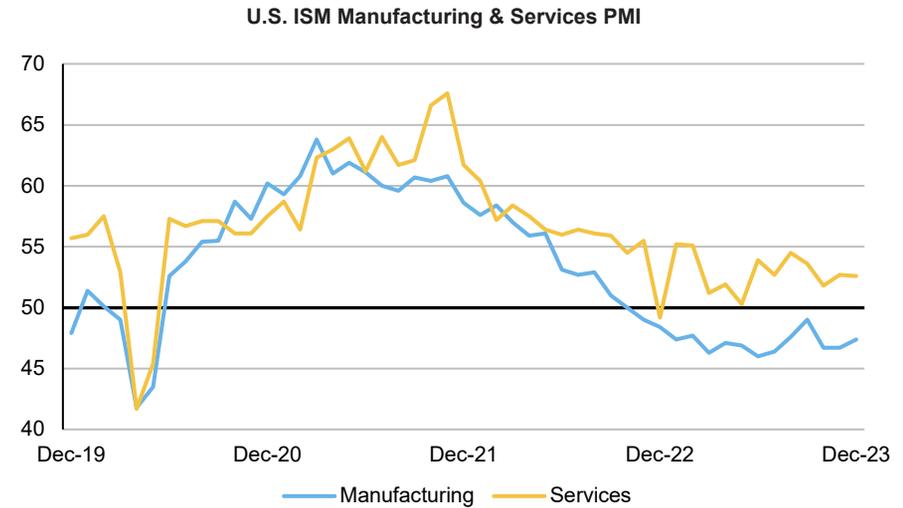
Source: Bureau of Labor Statistics.

WHAT WE'RE WATCHING

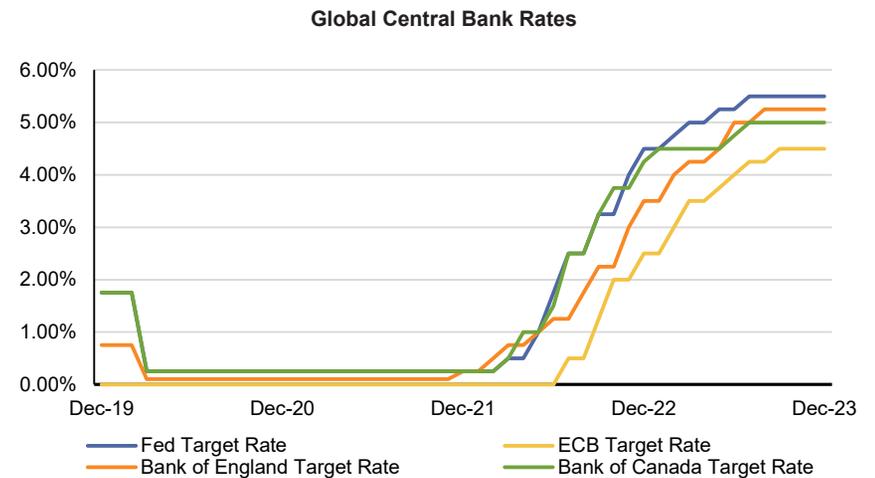
- ▶ After a total of four hikes this year, the final quarter closed out with the Federal Open Market Committee (FOMC) on pause with member expectations that the policy rate is at or near its peak. Looking forward, the median dot plot projection shows 75 basis points (bps) of cuts for 2024 as inflation and economic growth slow. Globally, most major central banks also held rates steady, with European Central Bank (ECB) and Bank of England (BOE) both pausing despite increasing pressure from poor economic growth.
- ▶ The U.S. saw manufacturing conditions worsen during the quarter as ISM U.S. Manufacturing fell to 47.4 in December, marking the fourteenth month of contractionary readings as producers saw diminishing demand for their goods, amid high borrowing costs and continued inflation. Services weakened slightly over the quarter but remain expansionary at 50.6.
- ▶ Globally, conditions varied. The HCOB Eurozone manufacturing PMI improved over the quarter but remained in sharply contractionary territory, at 44.4. The Eurozone services PMI continued to struggle, remaining flat at 48.8 for year end. Meanwhile, China's Caxin manufacturing PMI inched up over the quarter, with an expansionary reading of 50.8 after a dip into contractionary in October. China's services sectors saw a rebound over the quarter as the Caixin Service PMI rose to 52.9, marking the fastest expansion since July as new business grew solidly.



Source: Bloomberg.



Source: Bloomberg.



Source: Bloomberg.

DOMESTIC EQUITY

▶ The S&P 500 Index (S&P) posted an 11.69% return for the fourth quarter of 2023. As of December 31, 2023, the trailing 1-year return for the index was 26.29%.

▶ After being dominated by the Magnificent Seven for the first three quarters of the year, domestic equity markets saw a broadening of performance, as indicated by the S&P 500 Equal-Weighted index performing in line with the market capitalization-weighted index for the fourth quarter. Throughout the year, the equal-weighted index had significantly lagged the market capitalization-weighted index.

▶ Within S&P 500, the only GICS sector to post a negative return for the quarter was Energy (-6.99%). The next worst performers were Consumer Staples (5.54%) and Healthcare (6.41%). The sectors that led performance over the quarter were Real Estate (18.83%), Information Technology (17.17%) and Financials (13.98%).

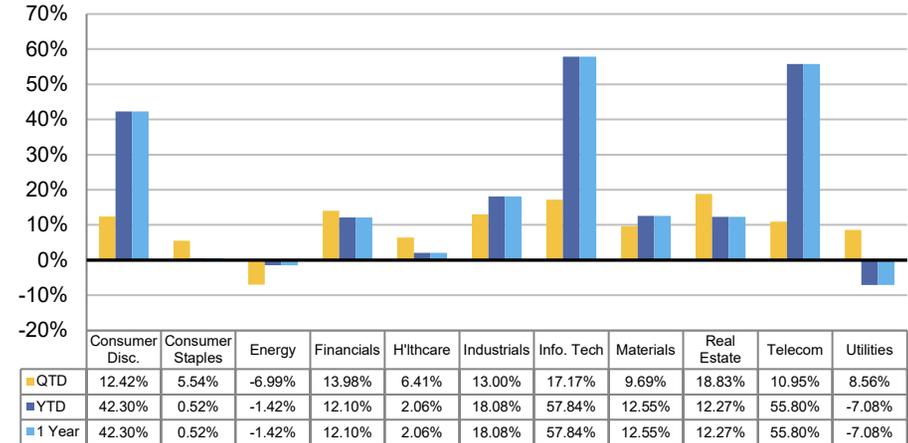
▶ Small-caps, as represented by the Russell 2000 Index, returned 14.03% during the quarter, outperforming mid- and large-caps. The Russell Midcap and Russell 1000 indices returned 12.82% and 11.96%, respectively.

▶ According to FactSet Earnings Insight (as of December 18, 2023), the expected YoY earnings growth rate for S&P 500 for calendar year 2023 is 0.6%, which is below the 10-year average of 8.4%.

▶ As of the end of the quarter, the S&P 500 P/E ratio was 23.85, above its 5-year average of 21.91. By comparison, the S&P 600, which represents small-cap stocks, had a P/E ratio of 16.0, below its 5-year average of 16.96.

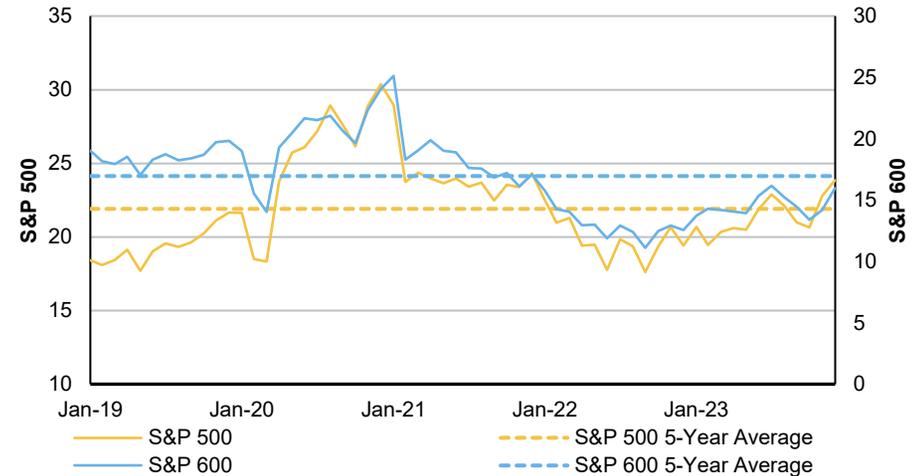
S&P 500 Index Performance by Sector

Periods Ended December 31, 2023



Source: Bloomberg.

P/E Ratios of Major Stock Indices*



Source: Bloomberg.

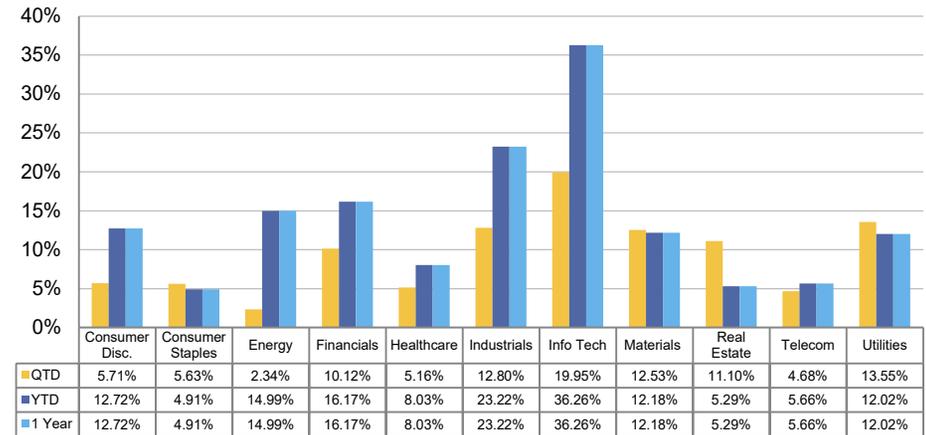
*P/E ratios are calculated based on one-year forward estimates and adjusted to include only positive earnings results for consistency.

NON-U.S. EQUITY

- ▶ Markets outside of the United States, as measured by the MSCI ACWI ex-U.S. Index, underperformed their U.S. counterparts, returning 9.75% for the quarter.
- ▶ Developed ex-U.S. Markets, as represented by the MSCI EAFE Index, outperformed emerging markets (EM), represented by the MSCI Emerging Market Index, returning 10.42% versus 7.87% for the quarter.
- ▶ Stocks in the Eurozone fared better amid signs of falling inflation and increased manufacturing activity, leading to the outperformance of MSCI EMU (12.43%) versus the MSCI EAFE Index. The UK (6.48%) was the worst performer of the five largest-weighted countries in the index. The country continues to grapple with falling yet stubbornly high inflation.
- ▶ Within EM, MSCI Brazil outperformed the index. Brazilian equities soared 17.84% during the quarter as inflation slowed in line with expectations, inching toward the central bank’s target range. Conversely, MSCI China (-4.22%) lagged the index despite better retail sales and industrial production data.
- ▶ Value stocks underperformed growth stocks for the quarter as represented by the broad benchmark, a reversal of the trend observed during the first three quarters of the year. MSCI AC World ex-USA Value returned 8.43% while MSCI AC World ex-USA Growth returned 11.13%. Within EM, value continued to outperform growth returning 8.05% versus 7.72%.
- ▶ Small-caps, as represented by MSCI ACWI ex-U.S. Small Cap Index, outperformed within the international equity markets, returning 10.12% for the quarter.
- ▶ Non-U.S. equities valuations have moved closer to their long-term average across international equity markets. As of December 31, 2023, MSCI EM’s P/E stood at 13.67 versus a 5-year average of 13.21. MSCI EAFE ended the year with a P/E ratio of 14.25, slightly lower than its 5-year average of 15.92.

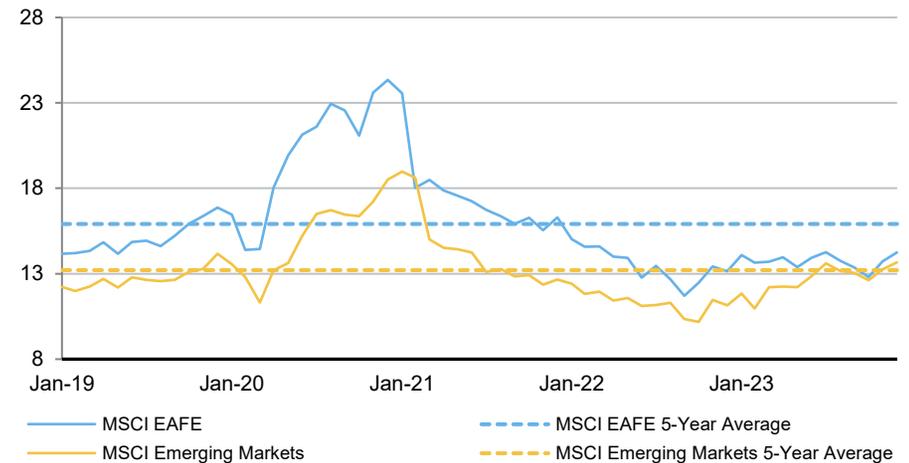
MSCI ACWI ex-U.S. Sectors

Periods Ended December 31, 2023



Source: Bloomberg.

P/E Ratios of MSCI Equity Indices*



Source: Bloomberg.

*P/E ratios are calculated based on one-year forward estimates and adjusted to include only positive earnings results for consistency.

FIXED INCOME

▶ The U.S. bond market represented by the Bloomberg U.S. Aggregate Index (Aggregate) had sharp gains in the quarter, rising 6.82%. The calendar year return for the U.S. Aggregate Index is 5.53%.

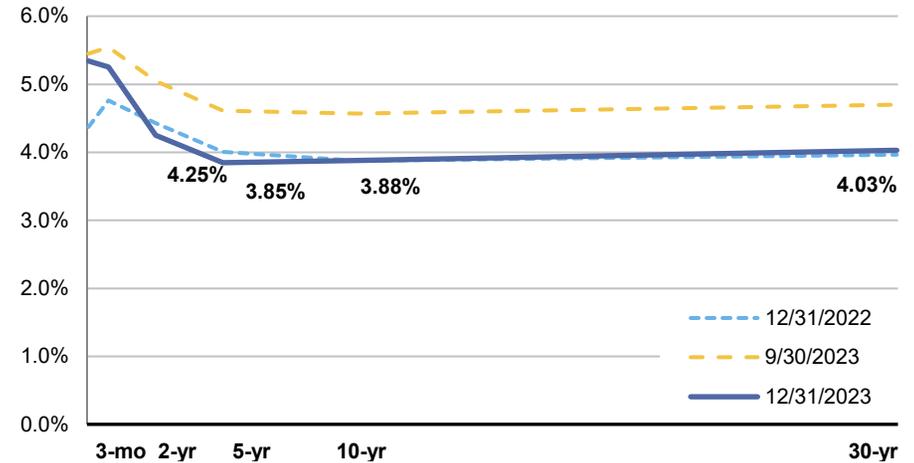
▶ The Bloomberg U.S. Treasury Index closed the quarter with a gain of 5.66%. During the period, the FOMC maintained interest rate levels and signaled several cuts for 2024. Long rates dropped anticipating a pivot on tightening. The curve remains inverted as the Fed Funds rate remains targeted at 5.5%. The 10-year declined about 69 bps in the quarter, ending at 3.88%, while the 2-year ended at 4.25%.

▶ Corporate credit had strong results for the quarter on the declining rates. The investment-grade (IG) Bloomberg U.S. Corporate (IG Corp) Index surged 8.50% higher while high yield bonds, as represented by the Bloomberg U.S. Corporate High Yield (HY) Index, posted a significant gain of 7.16%. Spreads declined across all quality buckets, but BBB-rated bonds outperformed the high yield space.

▶ The fixed-rate mortgage market, as measured by the Bloomberg U.S. Mortgage-Backed Securities (MBS) Index, gained 7.48%, aided by rates falling. On the commercial side, the Bloomberg U.S. Agency CMBS Index rose 5.60%.

▶ Emerging market USD sovereign bonds, as represented by the JP Morgan EMBI Global Diversified index, gained 9.16% led by some of the largest weighted countries.

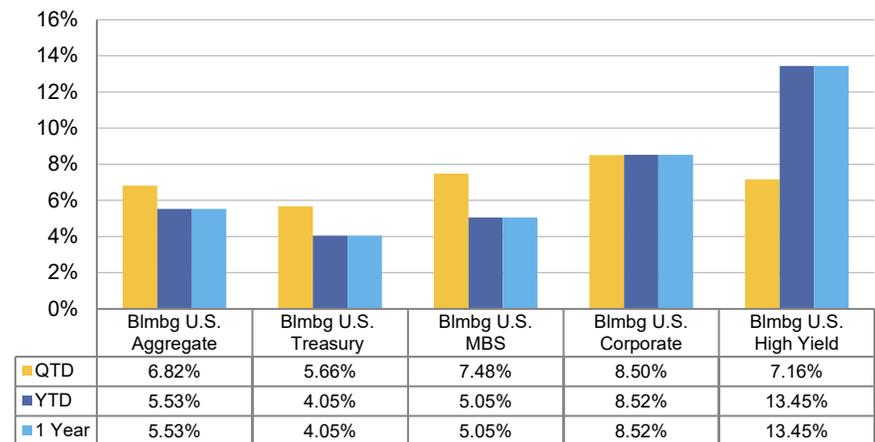
U.S. Treasury Yield Curve



Source: Bloomberg.

Returns for Fixed-Income Segments

Periods Ended December 31, 2023



Source: Bloomberg.

ALTERNATIVES

▶ REITs, as measured by the FTSE NAREIT Equity REITs Index, gained 16.22% in the fourth quarter of 2023, compared to a -7.13% return in the prior quarter. All major sectors posted gains during the quarter as market participants now expect falling interest rates in the near-term. The best performers were the Office and Self-Storage sectors, which posted returns of 23.54% and 23.51%, respectively. The worst performers during the quarter were the Apartments and Healthcare sectors, which posted returns of 8.89% and 10.47%, respectively.

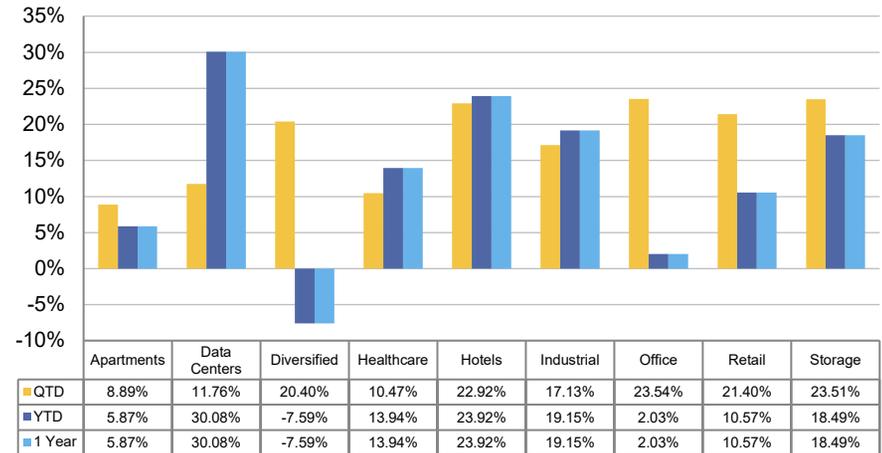
▶ Listed infrastructure, as measured by the FTSE Global Core Infrastructure 50/50 Index, gained 11.11% in the fourth quarter of 2023, compared to a -7.80% decrease in the prior quarter. Most major sectors had positive returns during the quarter as interest rates fell from their highs. The best performing industry groups were Telecom Towers and Specialized, which posted returns of 30.67% and 25.66%, respectively. The worst performing industry groups during the quarter were Cable & Satellite Communications and Alternative Carriers, which posted returns of -5.07% and 3.29%, respectively.

▶ Commodity futures, represented by the Bloomberg Commodity Total Return Index, fell 4.63% in the fourth quarter of 2023, compared to a 4.71% gain in the prior quarter. The U.S. Dollar Index (DXY) fell 4.56% during the same period. The price of gold increased 11.60% in Q4, due to expectations of falling yields and rising geopolitical tensions. Gold finished the quarter at \$2,062.98 per ounce, up from \$1,848.63 at the end of the previous quarter. The West Texas Intermediate (WTI) Crude Oil spot price fell 21.08% from \$90.79 to \$71.65 per barrel as the impacts of high supplies and falling demand outweighed potential price tailwinds arising from concerns in the Middle East.

▶ Private real estate, as measured by the NCREIF Property Index, fell -1.37% in the third quarter of 2023, resulting in a -8.40% return over the twelve-month period ended September 2023. This was the fourth consecutive quarter of negative returns for the index. Weak performance has been driven by property value declines across sectors; although, Office has seen the most significant decline. Hotel properties were again the top performers, with a total return of 1.86% in the third quarter, comprised of 2.12% in income return and -0.25% in appreciation return. Office properties were again the worst performers with total return of -3.67%, comprised of 1.30% in income return and -4.97% in appreciation return.

FTSE NAREIT Sectors

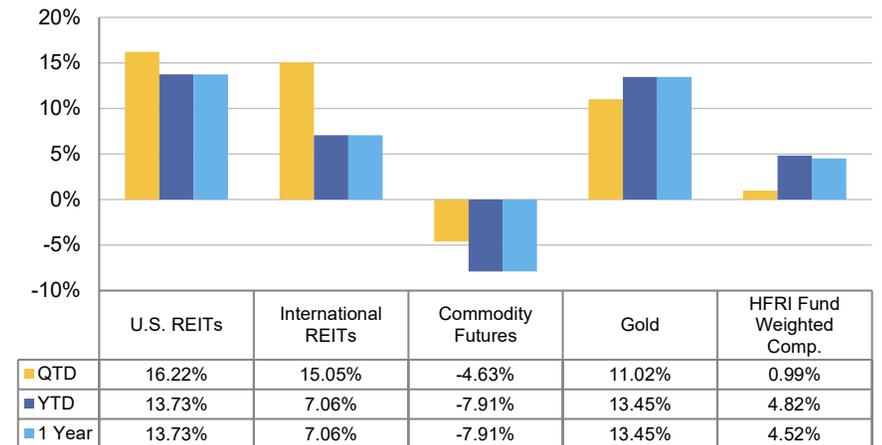
Periods Ended December 31, 2023



Source: Bloomberg.

Returns for Liquid and Semi-Liquid Alternative Assets

Periods Ended December 31, 2023



Sources: Bloomberg and Hedge Fund Research, Inc.

ALTERNATIVES (continued)

► In the third quarter of 2023, infrastructure funds raised \$10.25 billion. While this is up from the prior quarter, 2023 has seen a sharp decline in fundraising with fewer funds raising capital. Infrastructure dry powder has also fallen from previous years and stands at \$244.06 billion as of Q1 2023. The asset class has received attention from investors in recent years due to expectations that it could provide steady returns during periods of volatility, inflation, and recession. According to PitchBook, infrastructure funds posted a return of 5.97% in Q1 2023. The asset class has generated an annualized return of 10.53% for the 5 years ended Q1 2023.

► In the third quarter of 2023, private debt funds raised \$31.70 billion, down from the prior quarter. Private debt dry powder has fallen to \$449.00 billion as of Q1 2023; although, it remains above the long-term average. The asset class has performed well relative to public fixed income over the long-term and may see more opportunities emerge in the near-term as tightening lending standards continue to push banks out of the private lending space. According to Cliffwater Direct Lending Index, U.S. middle market loans, a proxy for private debt, posted a return of 3.17% in Q3 2023. The asset class has also generated an annualized return of 8.64% for the 5 years ended Q3 2023.

► In the third quarter of 2023, private capital fundraising was led by private equity funds, which closed on \$133.40 billion, up from the prior quarter. Global private equity dry powder, which accounts for the bulk of private capital dry powder, remains high at \$1.55 trillion as of Q1 2023. Recent private equity performance has weakened as a result of increasing cost of leverage, slowing deal flow, and macroeconomic uncertainty; however, longer term performance relative to public equities remains strong. According to Cambridge Associates, U.S. private equity posted a return of 2.76% in Q2 2023. The asset class has generated an annualized return of 17.77% for the 5 years ended Q2 2023.

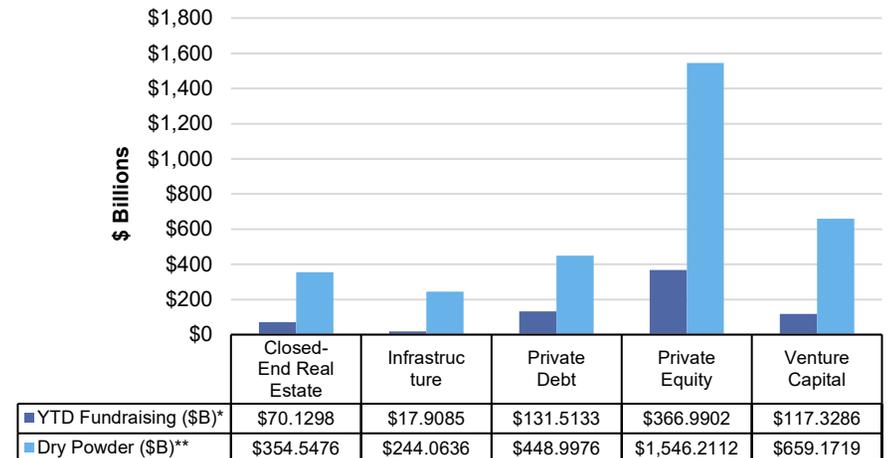
► Hedge fund returns were mostly positive quarter-to-date through November 2023 with the HFRI Fund Weighted Composite Index returning 0.99%. During the same period, the HFRI Macro (Total) Index returned -1.67%. The HFRI Equity Hedge (Total) Index and the HFRI Fund of Funds Index returned 1.82% and 1.15%, respectively.

Returns for Private Capital Assets



Source: NCREIF, PitchBook, Cliffwater, Cambridge Associates, manual inputs.
As of March 31, 2023 - most recent period for which all performance data is available.

Private Capital Fundraising & Dry Powder



Sources: Pitchbook.

* Total capital raised in 2023 as of September 30, 2023 - most recent period for which ALL fundraising data is available.

** Cumulative dry powder as of most recent - March 31, 2022.

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Important disclosures, definitions of terms and index descriptions

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Important disclosures (page 1 of 4)

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For use in one-on-one meetings/presentations.

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U.S. Bank and its representatives do not provide tax or legal advice. Your tax and financial situation is unique. You should consult your tax and/or legal advisor for advice and information concerning your particular situation.

Past performance is no guarantee of future results. All performance data, while obtained from sources deemed to be reliable, are not guaranteed for accuracy. Indexes shown are unmanaged and are not available for direct investment, nor are they subject to fees and expenses.

Performance reports included may show performance results gross of fees and expenses. If fees and expenses were included, the performance would be lower. If you have any questions, please speak with your relationship manager for additional information.

Based on our strategic approach to creating diversified portfolios, guidelines are in place concerning the construction of portfolios and how investments should be allocated to specific asset classes based on client goals, objectives and tolerance for risk. Not all recommended asset classes will be suitable for every portfolio. **Diversification and asset allocation do not guarantee returns or protect against losses.**

Important disclosures (page 2 of 4)

Equity securities are subject to stock market fluctuations that occur in response to economic and business developments. **Stocks of small-capitalization companies** involve substantial risk. These stocks historically have experienced greater price volatility than stocks of larger companies and may be expected to do so in the future. **Stocks of mid-capitalization companies** can be expected to be slightly less volatile than those of small-capitalization companies, but still involve substantial risk and may be subject to more abrupt or erratic movements than large-capitalization companies. The value of **large-capitalization stocks** will rise and fall in response to the activities of the company that issued them, general market conditions and/or economic conditions. **Growth investments** focus on stocks of companies whose earnings/profitability are accelerating in the short term or have grown consistently over the long term. Such investments may provide minimal dividends, which could otherwise cushion stock prices in a market decline. Stock value may rise and fall significantly based, in part, on investors' perceptions of the company, rather than on fundamental analysis of the stocks. Investors should carefully consider the additional risks involved in growth investments. **Value investments** focus on stocks of income-producing companies whose price is low relative to one or more valuation factors, such as earnings or book value. Such investments are subject to risks that their intrinsic values may never be realized by the market, or such stocks may turn out not to have been undervalued. Investors should carefully consider the additional risks involved in value investments.

International investing involves special risks, including foreign taxation, currency risks, risks associated with possible differences in financial standards and other risks associated with future political and economic developments. Investing in **emerging markets** may involve greater risks than investing in more developed countries. In addition, concentration of investments in a single region may result in greater volatility.

Investments in **real estate securities** can be subject to fluctuations in the value of the underlying properties, the effect of economic conditions on real estate values, changes in interest rates and risks related to renting properties (such as rental defaults). There are special risks associated with an investment in **commodities**, including market price fluctuations, regulatory changes, interest rate changes, credit risk, economic changes and the impact of adverse political or financial factors.

Investments in **fixed income securities** are subject to various risks, including changes in interest rates, credit quality, market valuations, liquidity, prepayments, early redemption, corporate events, tax ramifications and other factors. Investment in fixed income securities typically decrease in value when interest rates rise. This risk is usually greater for longer-term securities. Investments in lower-rated and non-rated securities present a greater risk of loss to principal and interest than higher-rated securities. Investments in **high yield bonds** offer the potential for high current income and attractive total return, but involve certain risks. Changes in economic conditions or other circumstances may adversely affect a bond issuer's ability to make principal and interest payments.

Important disclosures (page 3 of 4)

The **municipal bond** market is volatile and can be significantly affected by adverse tax, legislative or political changes and the financial condition of the issues of municipal securities. Interest rate increases can cause the price of a bond to decrease. Income on municipal bonds is free from federal taxes, but may be subject to the federal alternative minimum tax (AMT), state and local taxes. **Treasury Inflation-Protected Securities (TIPS)** offer a lower return compared to other similar investments and the principal value may increase or decrease with the rate of inflation. Gains in principal are taxable in that year, even though not paid out until maturity.

Non-financial **specialty assets**, such as real estate, farm, ranch and timber properties, oil, gas and mineral interests or closely-held business interests are complex and involve unique risks specific to each asset type, including the total loss of value. Special risk considerations may include natural events or disasters, complex tax considerations and lack of liquidity. Specialty assets may not be suitable for all investors.

Alternative investments very often use speculative investment and trading strategies. There is no guarantee that the investment program will be successful. Alternative investments are designed only for investors who are able to tolerate the full loss of an investment. These products are not suitable for every investor even if the investor does meet the financial requirements. It is important to consult with your investment professional to determine how these investments might fit your asset allocation, risk profile and tax situation. **Hedge funds** are speculative and involve a high degree of risk. An investment in a hedge fund involves a substantially more complicated set of risk factors than traditional investments in stocks or bonds, including the risks of using derivatives, leverage and short sales, which can magnify potential losses or gains. Restrictions exist on the ability to redeem or transfer interests in a fund. **Exchange-traded funds (ETFs)** are baskets of securities that are traded on an exchange like individual stocks at negotiated prices and are not individually redeemable. ETFs are designed to generally track a market index and shares may trade at a premium or a discount to the net asset value of the underlying securities. **Private equity** investments provide investors and funds the potential to invest directly into private companies or participate in buyouts of public companies that result in a delisting of the public equity. Investors considering an investment in private equity must be fully aware that these investments are illiquid by nature, typically represent a long-term binding commitment and are not readily marketable. The valuation procedures for these holdings are often subjective in nature. **Private debt** investments may be either direct or indirect and are subject to significant risks, including the possibility of default, limited liquidity and the infrequent availability of independent credit ratings for private companies. **Structured products** are subject to market risk and/or principal loss if sold prior to maturity or if the issuer defaults on the security. Investors should request and review copies of Structured Products Pricing Supplements and Prospectuses prior to approving or directing an investment in these securities.

Important disclosures (page 4 of 4)

Mutual fund investing involves risk and principal loss is possible. Investing in certain funds involves special risks, such as those related to investments in small- and mid-capitalization stocks, foreign, debt and high-yield securities and funds that focus their investments in a particular industry. Please refer to the fund prospectus for additional details pertaining to these risks. An investment in **money market funds** is not insured or guaranteed by the Federal Deposit Insurance Corporation (FDIC) or any other government agency. Although these funds seek to preserve the value of an investment at \$1.00 per share, it is possible to lose money by investing in these funds.

Holdings of First American Funds: U.S. Bancorp Asset Management, Inc. is a registered investment advisor and subsidiary of U.S. Bank National Association. U.S. Bank National Association is a separate entity and wholly owned subsidiary of U.S. Bancorp. U.S. Bank is not responsible for and does not guarantee the products, performance or services of U.S. Bancorp Asset Management. U.S. Bancorp Asset Management, Inc. serves as an investment advisor to First American Funds. **Holdings of Nuveen mutual funds:** Firststar Capital Corporation (Firststar Capital), an affiliate of U.S. Bancorp, holds a less-than-10 percent ownership interest in Windy City Investments Holdings, LLC which was formerly the parent of Windy City Investment Inc. and the indirect parent of Nuveen Fund Advisors, LLC which is the investment advisor to the Nuveen Mutual Funds. On October 1, 2014, Windy City Investments, Inc. was sold to Teachers Insurance and Annuity Association of America. As a result of the sale, U.S. Bancorp no longer has an indirect ownership interest in Nuveen Fund Advisors, LLC. Depending on the outcome of certain factors, Firststar Capital might in the future receive an earn-out payment in respect of its interest in Windy City Investment Holdings, LLC, under the terms of the sale. **Non-proprietary mutual funds:** U.S. Bank may enter into agreements with other non-proprietary mutual funds or their service providers whereby U.S. Bank provides shareholder services and/or sub-transfer agency, custodial and other administrative support services and receives compensation for these services. Compensation received by U.S. Bank directly or indirectly from mutual funds does not increase fund fees and expenses beyond what is disclosed in the fund prospectuses. For more information, review the fund prospectus.

Definitions of report and statement terms (page 1 of 5)

Accredited Investor: Private placement securities generally require that investors be accredited due to the additional risks and speculative nature of the securities. For natural persons, the criteria is met by a net worth of more than \$1 million (excluding primary residence) or an income of more than \$200,000 individually (\$300,000 jointly) for the two most recent years and a reasonable expectation for the same in the current year. For other entities, such as corporations, partnerships, trusts and employee benefit plans, the criteria is met with at least \$5 million in assets. See full definition in Rule 501 of Regulation D under the Securities Act of 1933.

Alpha: A measure of risk-adjusted performance. A statistic measuring that portion of a stock, fund or composite's total return attributable to specific or non-market risk. Alpha measures non-market return and indicates how much value has been added or lost. A positive Alpha indicates the fund or composite has performed better than its Beta would predict (i.e., the manager has added value above the benchmark). A negative Alpha indicates a fund or composite has underperformed given the composite's Beta.

Alternative Investments: As used by U.S. Bank, an investment considered to be outside of the traditional asset classes of long-only stocks, bonds and cash. Examples of alternative investments include hedge funds, private equity, options and financial derivatives.

Annualized Excess Return: Shows the difference between the annualized linked returns of a portfolio and the model benchmark. Performance reports provided annualize only periods greater than one year.

Annualized or Annual Rate of Return: Represents the average annual change in the value of an investment over the periods indicated.

Batting Average: Shows how consistently the portfolio return met or beat the market.

Beta: A measure of your portfolio's risk relative to a benchmark. A portfolio with a beta of 1.5, for example, would be expected to return roughly 1.5 times the benchmark's return. A high Beta indicates a riskier portfolio.

Bond Credit Rating: A grade given to bonds by a private independent rating service that indicates their credit quality. Ratings are the opinion of Standard & Poor's or other agencies as noted and not the opinion of U.S. Bank.

Consumer Price Index (CPI): A measure of the average change in prices over time in a market basket of goods and services and is one of the most frequently used statistics for identifying periods of inflation and deflation.

Convexity to Stated Maturity: A measure of the curvature in the relationship between bond prices and bond yields that demonstrates how the duration of a bond changes as the interest rate changes. Convexity is used as a risk-management tool and helps to measure and manage the amount of market risk to which a portfolio of bonds is exposed. This version of convexity measures the rate change in duration of a bond as the yield to (stated) maturity changes.

Definitions of report and statement terms (page 2 of 5)

Cost basis/book value: The original value of an asset at the time it was acquired. This is normally the purchase price or appraised value at the time of acquisition. This data is for information purposes only.

Cumulative Excess Return: Shows the difference between the annualized linked returns of a portfolio and the model benchmark. Performance reports provided use unannualized returns in periods up to one year, but annualized returns for periods exceeding one year.

Downside Capture: The downside capture ratio reflects how a portfolio compares to a benchmark during periods when the benchmark is down. A downside capture ratio of 0.80 (or 80 percent) means the portfolio has historically declined only 80 percent as much as the benchmark during down markets.

Downside Deviation: The deviation of returns that fall below a minimum acceptable return (MAR). Although the numerator includes only returns below the MAR, the denominator includes all returns in the performance period. This risk statistic is similar to the downside standard deviation except the sum is restricted to returns less than the MAR instead of the mean.

Downside Standard Deviation: The deviation of returns that fall below the mean return. Although the numerator includes only returns below the mean, the denominator includes all returns in the performance period. This risk statistic is similar to the downside deviation except the sum is restricted to returns less than the mean instead of the minimum acceptable return (MAR).

Effective Maturity: The date of a bond's most likely redemption, given current market conditions, taking into consideration the optional and mandatory calls, the optional, mandatory and recurring puts, and the stated maturity.

Estimated annual income: The amount of income a particular asset is anticipated to earn over the period indicated. The shares multiplied by the annual income rate.

Gain/loss calculation: If an asset was sold, the difference between the proceeds received from the sale compared to the cost of acquiring the asset. If the value of the proceeds is the higher of the two numbers, then a gain was realized. If the value of the proceeds is the lower of the two numbers, a loss was incurred. This data is for information purposes only.

Gross of Fees: Represents all assets included in the calculation of the portfolio -- before the deduction of trust and asset management fees -- and is inclusive of all applicable third party security fees and expenses. Details of those fees and expenses are provided in the security's prospectus or offering documents.

Information Ratio: The information ratio compares the average excess return of the portfolio over its associated benchmark divided by the tracking error.

M-Squared: The hypothetical return of the portfolio after its risk has been adjusted to match a benchmark.

Definitions of report and statement terms (page 3 of 5)

Market Value: Publicly traded assets are valued using market quotations or valuation methods from financial industry services believed by us to be reliable. Assets, that are not publicly traded, may be reflected at values from other external sources or special valuations prepared by us. Assets for which a current value is not available may be reflected as not valued, at par value, or at a nominal value. Values shown do not necessarily reflect prices at which assets could have been bought or sold. Values are updated based on internal policy and may be updated less frequently than statement generation.

Market Value Over Time: Many factors can impact the portfolio value over time, such as contributions to the account, distributions from the account, the investment of dividends and interest, the deduction of fees and expenses, and market performance.

Modified Duration to Effective Maturity: A formula that expresses the measurable change in the value of a security in response to a change in interest rates. This version of Modified Duration takes into consideration a “horizon date/price” that is, given current conditions, the most likely redemption date/price using the set of calls/puts, as well as stated maturity.

Modified Duration to Stated Maturity: A formula that expresses the measurable change in the value of a security in response to a change in interest rates. This version of Modified Duration uses stated maturity as the “horizon date/price” and ignores any potential call/put/pre-refunding, even if they are mandatory.

Net of Fees: Represents all assets included in the calculation of the portfolio -- after the deduction of trust and asset management fees. Please refer to the client fee schedule for additional information.

Price/Earnings Ratio (P/E): The P/E ratio of a company is calculated by dividing the price of the company’s stock by its trailing 12-month earnings per share. A high P/E usually indicates that the market is paying a premium for current earnings because it believes in the firm’s ability to grow its earnings. A low P/E indicates the market has less confidence that the company’s earnings will increase. Within a portfolio, P/E is the weighted average of the price/earnings ratios of the stocks in the portfolio.

Qualified Purchaser: Some private placement securities require that investors be Qualified Purchasers in addition to being Accredited Investors. For natural persons, the criteria is generally met when the client (individually or jointly) owns at least \$5 million in investments. For other entities, such as corporations, partnerships, trusts and employee benefit plans, the criteria is met with at least \$25 million in investments though there are other eligibility tests that may apply. See full definition in Section 2(a)(51) of the Investment Company Act of 1940.

R-Squared: Measures the portion of the risk in your portfolio that can be attributed to the risk in the benchmark.

Realized and Unrealized Gains/Losses: Are calculated for individual tax lots based on the records we have available. Some data may be incomplete or differ from what you are required to report on your tax return. Some data used in these calculations may have been obtained from outside sources and cannot be verified by U.S. Bank. The data is intended for informational purposes only and should not be used for tax reporting purposes. Please consult with your tax or legal advisor for questions concerning your personal tax or financial situation.

Definitions of report and statement terms (page 4 of 5)

Residual Risk: The amount of risk specific to the assets in a portfolio distinct from the market, represented by a benchmark.

Return: An indication of the past performance of your portfolio.

Sharpe Ratio: Measures of risk-adjusted return that calculates the return per unit of risk, where risk is the Standard Deviation of your portfolio. A high Sharpe ratio indicates that the portfolio is benefiting from taking risk.

Sortino Ratio: Intended to differentiate between good and bad volatility. Similar to the Sharpe ratio, except it uses downside deviation for the denominator instead of standard deviation, the use of which doesn't discriminate between up and down volatility.

Spread: The difference between the yields of two bonds with differing credit ratings (most often, a corporate bond with a certain amount of risk is compared to a standard traditionally lower risk Treasury bond). The bond spread will show the additional yield that could be earned from a bond which has a higher risk.

Standard Deviation: A measure of the volatility and risk of your portfolio. A low standard deviation indicates a portfolio with less volatile returns and therefore less inherent risk.

Time-weighted Return: The method used to calculate performance. Time-weighted return calculates period by period returns that negates the effect of external cash flows. Returns for periods of greater than one year are reported as an annualized (annual) rate of return. Returns of less than one year are reported on a cumulative return basis. Cumulative return is the aggregate amount an investment has gained or lost over time, independent of the period involved.

Tracking Error: A divergence between the price behavior of a position or a portfolio and the price behavior of a benchmark. This is often in the context of a hedge or mutual fund that did not work as effectively as intended, creating an unexpected profit or loss instead.

Traditional Investments: As used by U.S. Bank, an investment made in equity, fixed income or cash securities, mutual funds or exchange-traded funds (ETFs) where the investor buys at a price with the goal that the investment will go up in value.

Top 10 Holdings: The 10 assets with the highest market values in the account.

Total Portfolio Gross of Fees: Represents all assets included in the calculation of the portfolio, before the deduction of trust and asset management fees, and is inclusive of all applicable third-party security fees and expenses. Details of those fees and expenses are provided in the security's prospectus or offering documents.

Definitions of report and statement terms (page 5 of 5)

Total Return: The rate of return that includes the realized and unrealized gains and losses plus income for the measurement period.

Treynor Ratio: Measures the performance of a sector relative to risk by dividing the return of the sector in excess of the risk-free return by the sector's Beta. The higher the Treynor ratio, the better the return relative to risk.

Turnover Percent: Indicates how frequently asset are bought and sold within a portfolio.

Turnover Ratio: The percentage of a mutual fund's or other investment vehicle's holdings that have been "turned over" or replaced with other holdings in a given year.

Unrealized gain (loss) — The difference between the current market value (at the end of the statement period) and the cost to acquire the asset. If the current market value is higher than the cost, a gain is reflected. If the current market value is lower than the cost paid, a loss is reflected. This data is for information purposes only.

Upside Capture: The upside capture ratio reflects how a portfolio compares to the selected model benchmark during periods when the benchmark is up. An upside capture ratio of 1.15 (or 115 percent) means the portfolio has historically beat the benchmark by 15 percent during up markets.

Yield: The annual rate of return on an investment, expressed as a percentage. For bonds, it is the coupon rate divided by the market price. For stocks, it is the annual dividend divided by the market price.

Frequently used indexes (page 1 of 5)

Bloomberg Barclays 1-3 year U.S. Treasury Index: Measures the performance of the U.S. government bond market and includes public obligations of the U.S. Treasury with a maturity between one year and up to (but not including) three years.

Bloomberg Barclays 1-5 year U.S. Treasury Index: Includes all publicly issued, U.S. Treasury securities that have a remaining maturity of greater than or equal to one year and less than five years, are rated investment grade and have \$250 million or more of outstanding face value.

The Bloomberg Barclays 1-5 year Municipal Index: Measures the performance of municipal bonds with time to maturity of more than one year and less than five years.

Bloomberg Barclays 7-year Municipal Index: Includes municipal bonds with a minimum credit rating of Baa that have been issued as part of a transaction of at least \$50 million, have a maturity value of at least \$5 million and a maturity range of four to six years.

Bloomberg Barclays Global Aggregate Index ex-U.S. Index: Measure of global investment grade debt from 24 local currency markets. This multi-currency benchmark includes Treasury, government-related, corporate and securitized fixed-rate bonds from both developed and emerging markets issuers.

Bloomberg Barclays Global Treasury ex-U.S. Index: Includes government bonds issued by investment-grade countries outside the United States, in local currencies, that have a remaining maturity of one year or more and are rated investment grade.

Bloomberg Barclays High Yield Municipal Bond Index: An unmanaged index made up of bonds that are non-investment grade, unrated or below Ba1 bonds.

Bloomberg Barclays Intermediate Aggregate Index: Consists of one- to 10-year governments, one- to 10-year corporate bonds, all mortgages and all asset-backed securities within the Aggregate Index.

Bloomberg Barclays Mortgage-Backed Securities Index: Covers agency mortgage-backed pass-through securities (both fixed-rate and hybrid adjustable-rate mortgages) issued by Ginnie Mae (GNMA), Fannie Mae (FNMA), and Freddie Mac (FHLMC).

Bloomberg Barclays U.S. Aggregate Bond Index: Measures the investment grade, U.S. dollar-denominated, fixed-rate taxable bond market, including Treasuries, government-related and corporate securities, mortgage-backed securities, asset-backed securities and commercial mortgage-backed securities.

Bloomberg Barclays U.S. Corporate Bond Index: Measures the investment grade, fixed-rate, taxable corporate bond market and includes U.S. dollar-denominated securities publicly issued by U.S. and non-U.S. industrial, utility and financial issuers.

Frequently used indexes (page 2 of 5)

Bloomberg Barclays U.S. Corporate High Yield Bond Index: Measures the U.S. dollar denominated, high yield, fixed-rate corporate bond market.

Bloomberg Barclays U.S. Municipal Bond Index: Measures the investment grade, U.S. dollar-denominated, fixed tax-exempt bond market. The index includes state and local general obligation, revenue, insured and pre-refunded bonds.

Bloomberg Barclays U.S. Treasury Index: Measures U.S. dollar-denominated, fixed-rate, nominal debt issued by the U.S. Treasury.

Bloomberg Barclays U.S. Treasury Inflation-Protected Securities (TIPS) Index: An unmanaged index includes all publicly issued, U.S. TIPS that have at least one year remaining to maturity, are rated investment grade, and have \$250 million or more of outstanding face value.

Cambridge U.S. Private Equity Index: This index is based on returns data compiled for U.S. private equity funds (including buyout, growth equity and mezzanine funds) that represent the majority of institutional capital raised by private equity partnerships formed since 1986. Returns may be delayed by up to six months. Quarterly performance is prorated based on the cube root for the months of the quarter.

Citigroup 3-Month Treasury Bills: An unmanaged index and represents monthly return equivalents of yield averages of the last three-month Treasury Bill issues.

Citigroup 6-Month Treasury Bills: An unmanaged index and represents monthly return equivalents of yield averages of the last six-month Treasury Bill issues.

Credit Suisse Leverage Loan Index: Represents tradable, senior-secured, U.S. dollar-denominated non-investment grade loans.

Dow Jones Industrial Average (DJIA): The price-weighted average of 30 significant U.S. stocks traded on the New York Stock Exchange and NASDAQ. The DJIA is the oldest and single most watched index in the world.

Dow Jones Select REIT Index: Measures the performance of publicly traded REITs and REIT-like securities in the U.S. and is a proxy for direct real estate investment, in part by excluding companies whose performance may be driven by factors other than the value of real estate.

HFRI Indices: The Hedge Fund Research, Inc. (HFRI) indexes are a series of benchmarks designed to reflect hedge fund industry performance by constructing composites of constituent funds, as reported by the hedge fund managers listed within the HFR Database.

Frequently used indexes (page 3 of 5)

HFRI Equity Hedge Total Index: Uses the HFR (Hedge Fund Research) database and consists only of equity hedge funds with a minimum of \$50 million assets under management or a 12-month track record and that reported assets in U.S. dollars.

HFRI Relative Value Fixed Income Corporate Index: Uses the HFR (Hedge Fund Research) database and consists of only relative value fixed income corporate funds with a minimum of \$50 million assets under management or a 12-month track record and that reported assets in U.S. dollars.

ICE BofAML 1-3 Year Corporate Index: Tracks U.S. dollar-denominated investment grade public debt issued in the U.S. bond market with maturities of one to three years.

ICE BofAML 1-5 Year Corporate and Government Index: Tracks the performance of short-term U.S. investment grade government and corporate securities with maturities between one and five years.

ICE BofAML U.S. 7-10 Year Index: Tracks the performance of U.S. dollar denominated investment grade rated corporate debt publicly issued in the U.S. domestic market and includes all securities with a remaining term to maturity of greater than or equal to seven years and less than 10 years.

ICE BofAML Global Broad Market Index: Tracks the performance of investment grade public debt issued in the major domestic and Eurobond markets, including global bonds.

ICE BofAML U.S. High Yield Master II Index: Commonly used benchmark index for high yield corporate bonds and measures the broad high yield market.

J.P. Morgan Emerging Markets Bond Index Global (EMBI Global): Tracks total returns for traded external debt instruments in the emerging markets.

London Interbank Offered Rate (LIBOR) 3-months: The interest rate offered by a specific group of London banks for U.S. dollar deposits with a three-month maturity.

London Interbank Offered Rate (LIBOR) 9-months: The interest rate offered by a specific group of London banks for U.S. dollar deposits with a nine-month maturity.

MSCI All Country World Index (ACWI): Designed to measure the equity market performance of developed and emerging markets.

Frequently used indexes (page 4 of 5)

Russell 2000 Value Index: Measures companies in the Russell 2000 Index having lower price-to-book ratios and lower forecasted growth values. The Russell 2000 Index includes the 2,000 firms from the Russell 3000 Index with the smallest market capitalizations.

Russell 3000 Index: Measures the performance of the 3,000 largest U.S. securities based on total market capitalization.

Russell Midcap Index: Measures the 800 smallest companies in the Russell 3000 Index.

Russell Midcap Growth Index: Measures companies in the Russell Midcap Index having higher price-to-book ratios and higher forecasted growth values.

Russell Midcap Value Index: Measures companies in the Russell Midcap Index having lower price-to-book ratios and lower forecasted growth values.

MSCI All County World ex-U.S. Index (ACWI, excluding United States): Tracks the performance of stocks representing developed and emerging markets around the world that collectively comprise most foreign stock markets. U.S. stocks are excluded from the index.

MSCI EAFE Index: Includes approximately 1,000 companies representing the stock markets of 21 countries in Europe, Australasia and the Far East.

MSCI Emerging Markets (EM) Index: Designed to measure equity market performance in global emerging markets.

MSCI World Index: Tracks equity market performance of developed markets through individual country indices.

NAREIT Index: Includes REITs (Real Estate Investment Trusts) listed on the New York Stock Exchange, NASDAQ and American Stock Exchange.

NASDAQ Composite Index: A market capitalization-weighted average of roughly 5,000 stocks that are electronically traded in the NASDAQ market.

NCREIF Property Index (NPI): Measures the investment performance of a very large pool of individual commercial real estate properties acquired in the private market for investment purposes only.

Russell 1000 Index: Measures the performance of the 1,000 largest companies in the Russell 3000 Index and is representative of the U.S. large capitalization securities market.

Frequently used indexes (page 5 of 5)

Russell 1000 Growth Index: Measures companies in the Russell 1000 Index with higher price-to-book ratios and higher forecasted growth values. It includes the largest 1,000 firms in the Russell 3000 Index.

Russell 1000 Value Index: Measures companies in the Russell 1000 Index with lower price-to-book ratios and lower forecasted growth values. It includes the largest 1,000 firms in the Russell 3000 Index.

Russell 2000 Index: Measures the performance of the 2,000 smallest companies in the Russell 3000 Index and is representative of the U.S. small capitalization securities market.

Russell 2000 Growth Index: Measures companies in the Russell 2000 Index having higher price-to-book ratios and higher forecasted growth values, and is representative of U.S. securities exhibiting growth characteristics. The Russell 2000 Index includes the 2,000 firms from the Russell 3000 Index with the smallest market capitalizations.

S&P 500 Index: Consists of 500 widely traded stocks that are considered to represent the performance of the U.S. stock market.

S&P Global ex-U.S. Property Index: Measures the investable universe of publicly traded property companies domiciled in developed and emerging markets excluding the United States. The companies included are engaged in real estate related activities such as property ownership, management, development, rental and investment.

S&P GSCI: A composite index of commodity sector returns, representing an unleveraged, long-only investment in commodity futures that is broadly diversified across the spectrum of commodities.

S&P/Case-Shiller Home Price Indexes: A group of indexes that track changes in home prices throughout the United States. Case-Shiller produces indexes representing certain metropolitan statistical areas (MSA) as well as a national index.

Swiss Re Global Cat Bond Total Return Index: Tracks the aggregate performance of all U.S. dollar-denominated euros and Japanese yen-denominated catastrophe bonds, capturing all ratings, perils and triggers.

U.S. Dollar Index: Indicates the general international value of the U.S. dollar by averaging the exchange rates between the U.S. dollar and six major world currencies.

Wilshire 5000 Index: Composed of more than 6,700 publicly-traded U.S. companies and is designed to track the overall performance of the American stock markets.

PUBLIC
AGENCY
RETIREMENT
SERVICES

PARS

TRUSTED SOLUTIONS. LASTING RESULTS.



CITY OF CUPERTINO

PARS 115 Trust – OPEB Prefunding Program &
Pension Rate Stabilization Program Plan Client Review
April 15, 2024

PARS 115 TRUST TEAM

Trust Administrator & Consultant



- Serves as record-keeper, consultant, and central point of contact
- Sub-trust accounting
- Coordinates all agency services
- Monitors plan compliance (IRS/GASB/State Government Code)
- Processes contributions/disbursements
- Hands-on, dedicated support teams

40	2,000+	1,000+	500+	500K+	\$7.6B
Years of Experience (1984-2024)	Plans under Administration	Public Agency Clients	115 Trust Clients	Plan Participants	Assets under Administration

Trustee



- 5th largest commercial bank and one of the nation's largest trustees for Section 115 trusts
- Safeguard plan assets
- Oversight protection as plan fiduciary
- Custodian of assets

161	\$10.3T
Years of Experience (1863-2024)	Assets under Administration

Investment Manager

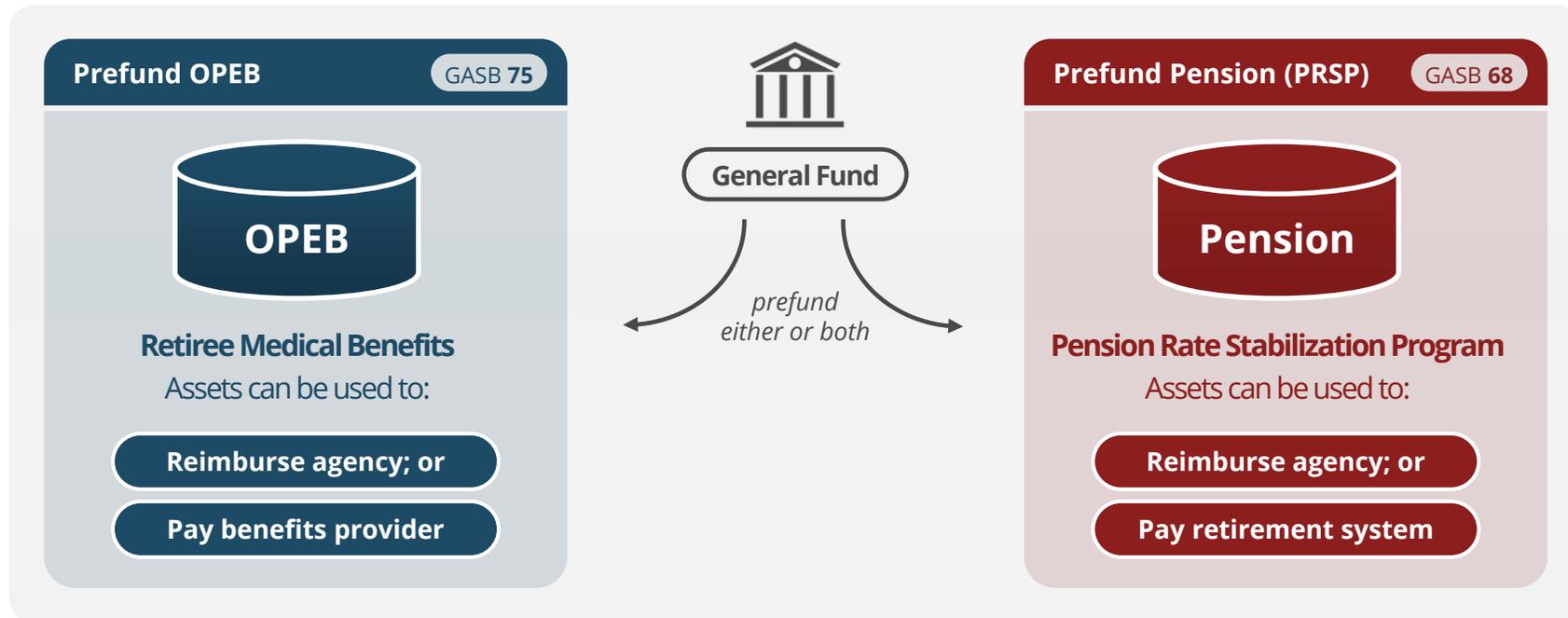


- Investment sub-advisor to trustee U.S. Bank
- Institutional asset management solutions
- Fixed income and multi asset portfolios
- Active and passive platform options
- Customized portfolios (with minimum asset level)

40+	\$229.8B*
Years of Experience (As of 12/31/23)	Assets under Management & Advisement

* Assets under management and advisement as of December 31, 2023 includes fixed income and multi asset class portfolios

PARS IRS-APPROVED SECTION 115 TRUST



Subaccounts
 OPEB and pension assets are individually sub-accounted, and can be divided by dept., bargaining group, or cost center.

Financial Stability
 Assets in the PARS Section 115 Combination Trust can be used to address unfunded liabilities.

Flexible Investing
 Allows separate investment strategies for OPEB and pension subaccounts.

Anytime Access
 Trust funds are available anytime; OPEB for OPEB and pension for pension.

Economies-of-Scale
 OPEB and pension assets aggregate and reach lower fees on tiered schedule sooner – saving money!

No Set Up Cost or Minimums
 No set-up costs, no minimum annual contribution amounts, and no fees until assets are added.



PARS/CITY OF CUPERTINO 115P

OPEB & PENSION ACCOUNTS

March 31, 2024

Your U.S. Bank Team

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Table of Contents

- Section 1 – PORTFOLIO REVIEW
 - PARS/CITY OF CUPERTINO 115P - OPEB (X9600)
 - Portfolio Overview
 - Equity Analysis
 - Fixed Income Analysis
 - Performance (AGG460596)
 - Holdings
 - PARS/CITY OF CUPERTINO 115P – PENSION (X9601)
 - Portfolio Overview
 - Equity Analysis
 - Fixed Income Analysis
 - Performance
 - Holdings
- Section 2 – MARKET SUMMARY
- Section 3 – DISCLOSURES, DEFINITIONS, DESCRIPTIONS

PORTFOLIO REVIEW



Account: XXXXXX9600

Holdings Method: Direct

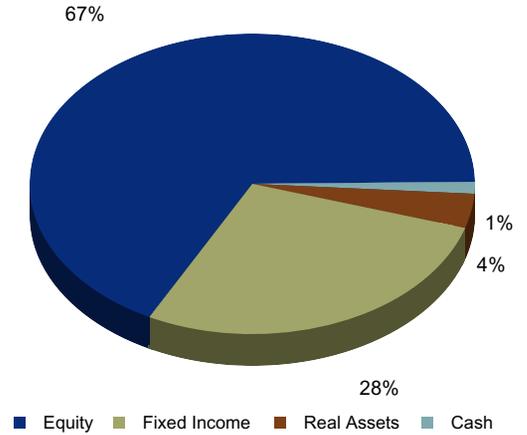
Report Date: 03/29/2024

Portfolio Summary

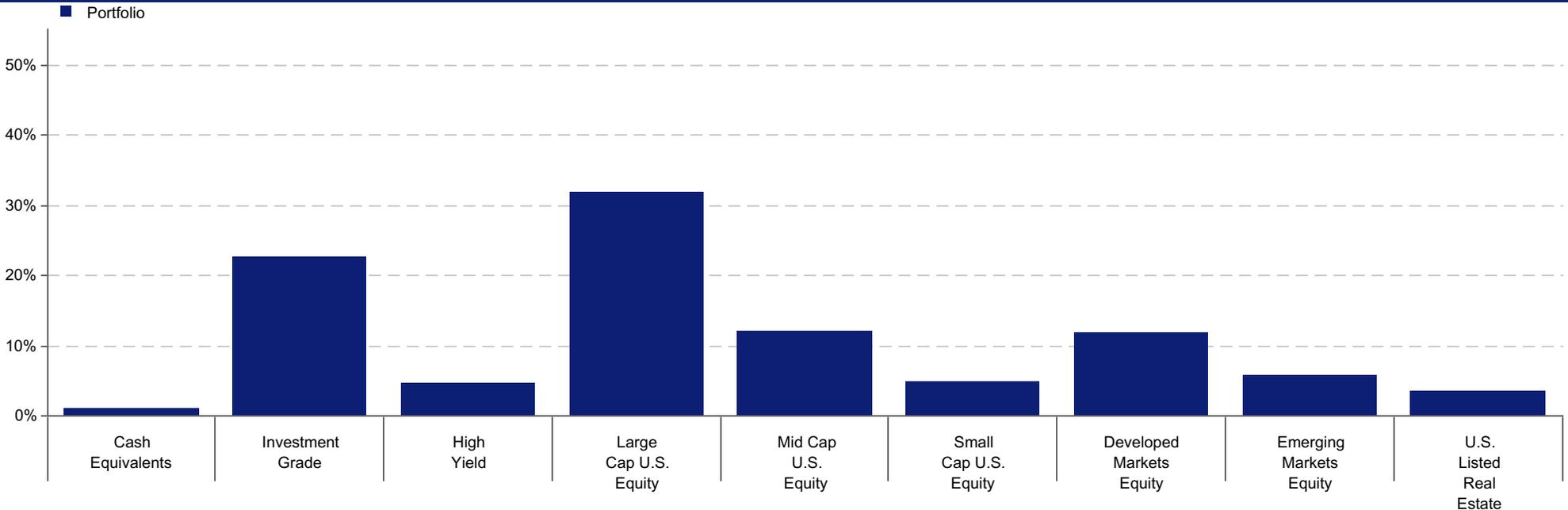
Inv. Objective	Balanced/Nontaxable-1
Total Portfolio Value	\$39,172,491
Net Realized Cap Gains YTD	\$357,150
Annual Income Projected	\$948,451
Current Yield	2.42%
Number of Securities	10
Portfolio Mgr.	Rick Rosenthal

Portfolio Asset Allocation

Equity	\$26,425,065	67.46%
Fixed Income	\$10,855,728	27.71%
Real Assets	\$1,450,556	3.70%
Cash	\$441,141	1.13%
Invested Total	\$39,172,491	100.00%



Portfolio Model Allocation



Account: XXXXXX9600

Holdings Method: Direct and Indirect

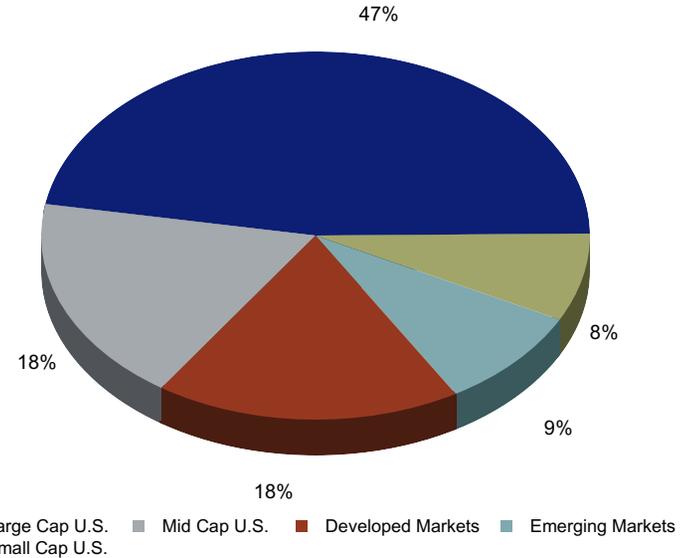
Report Date: 03/29/2024

Equity Summary

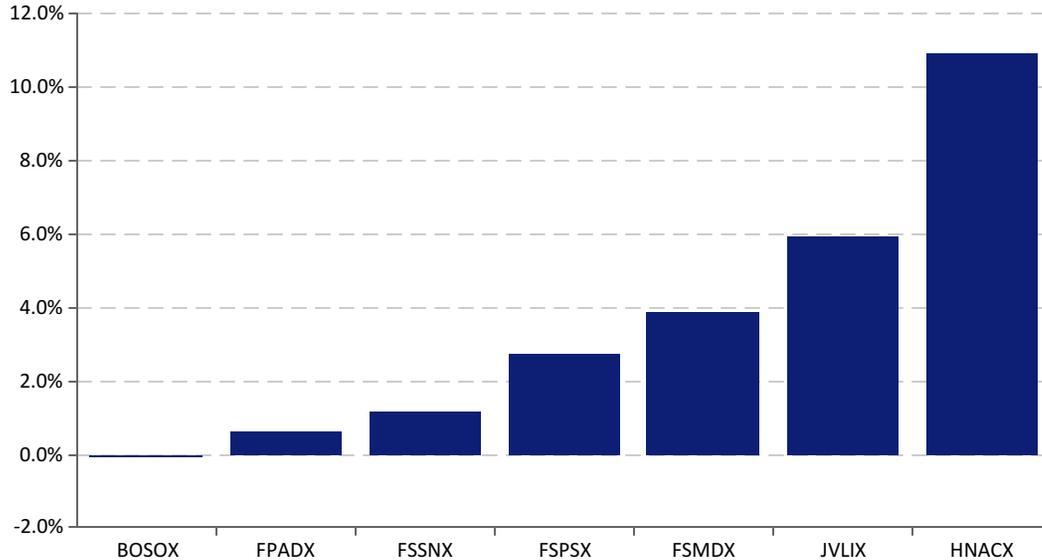
Inv. Objective	Balanced/Nontaxable-1
Total Equity Value	\$26,425,065
Current Yield	1.75%
Annual Income Projected	\$461,556
Number of Securities	6
Portfolio Mgr.	Rick Rosenthal

Equity Asset Allocation

Large Cap U.S.	\$12,508,255	47.33%
Mid Cap U.S.	\$4,833,485	18.29%
Developed Markets	\$4,725,648	17.88%
Emerging Markets	\$2,342,502	8.86%
Small Cap U.S.	\$2,015,175	7.63%



Bottom 5/ Top 5 Contributors (Trailing 12 Months)



Equity Global Distribution



Equity Country Distribution



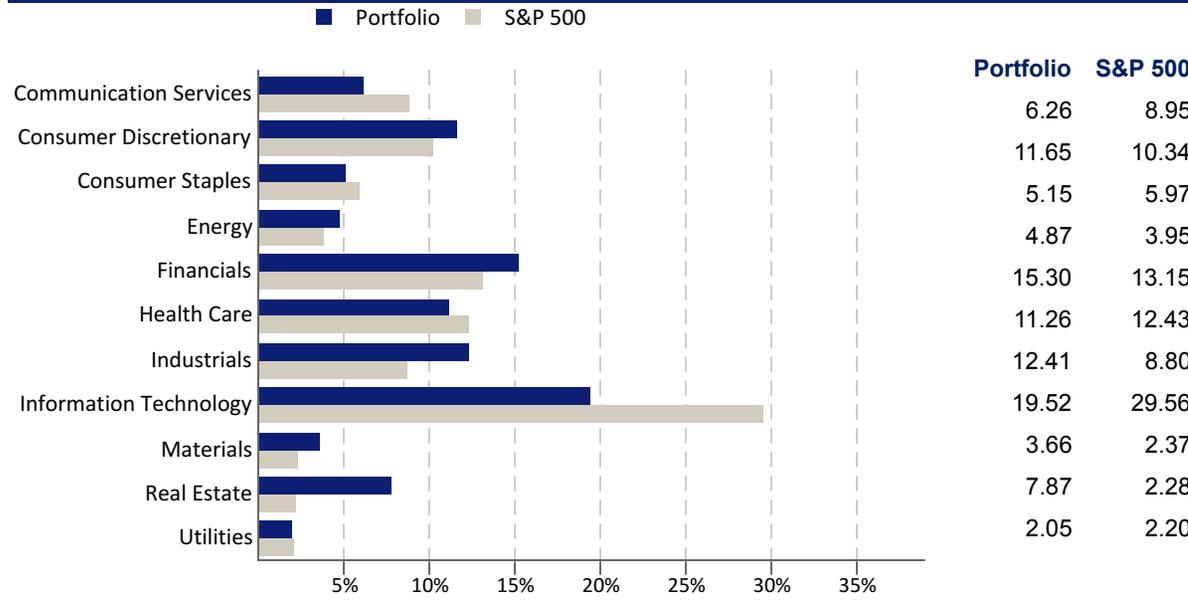
Top 10 Common Stock Holdings

	Stock Wt. (%)	Full Port Wt. (%)	Yield (%)	YTD Return* (%)	52 Wk Return* (%)
NVIDIA Corporation	2.24	1.53	0.02	82.5	235.0
Amazon.com, Inc.	1.92	1.31	0.00	18.7	79.9
Microsoft Corporation	1.91	1.30	0.71	12.1	51.2
Advanced Micro Devices, Inc.	1.28	0.87	0.00	22.4	87.8
Alphabet Inc. Class A	1.21	0.83	0.00	8.0	48.9
Meta Platforms Inc Class A	1.08	0.74	0.38	37.3	136.7
JPMorgan Chase & Co.	1.00	0.68	2.35	18.5	59.5
Eli Lilly and Company	0.95	0.65	0.68	33.7	133.5
Apple Inc.	0.86	0.58	0.57	-10.8	7.2
Berkshire Hathaway Inc. Class...	0.82	0.56	0.00	17.9	37.7

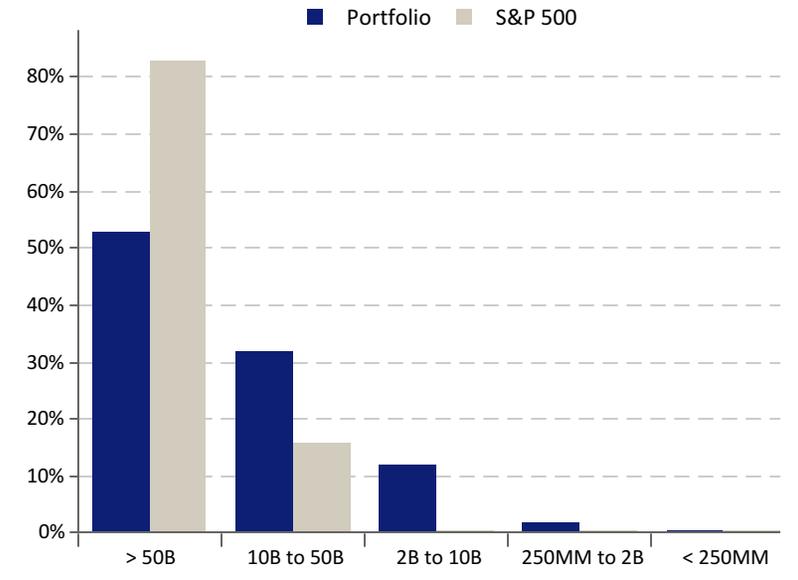
Common Stock Characteristics

	Portfolio	S&P 500
Market Cap - Wtd Avg	\$317.7B	\$803.7B
Market Cap - Median	\$4.9B	\$35.2B
Dividend Yield (%)	1.72	1.40
P/E NTM	18.0	21.1
P/E LTM	20.1	25.7
ROE (%)	20.8	28.5
1 Yr Beta vs. S&P Composite	.95	1.02
Est 3-5 Yr EPS Growth (%)	13.5	13.8
Hist 3 Yr EPS Growth (%)	26.1	23.8
Number of Securities	5047	504

Common Stock Sector Exposures



Common Stock Market Cap Distribution



*Specific to the security - does not represent performance in the portfolio.

Account: XXXXXX9600

Holdings Method: Direct

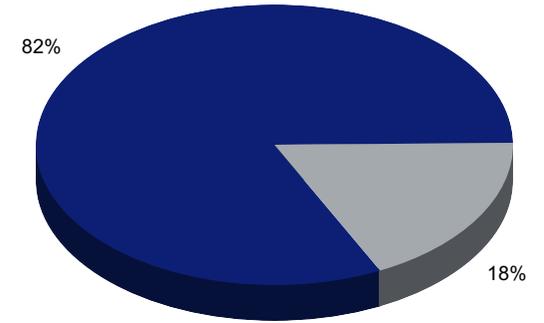
Report Date: 03/29/2024

Fixed Income Summary

Inv. Objective	Balanced/Nontaxable-1
Total Fixed Income Value	\$10,855,728
Current Yield	3.84%
Annual Income Projected	\$417,234
Number of Securities	2
Portfolio Mgr.	Rick Rosenthal

Fixed Income Asset Allocation

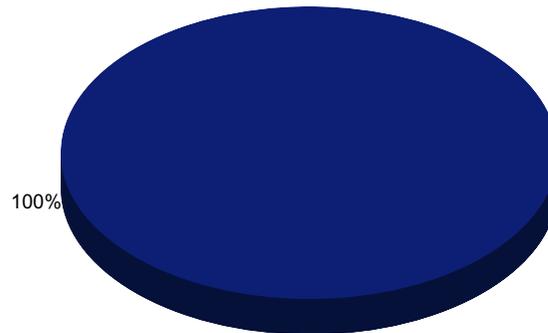
Investment Grade	\$8,936,792	82.32%
High Yield	\$1,918,937	17.68%



■ Investment Grade ■ High Yield

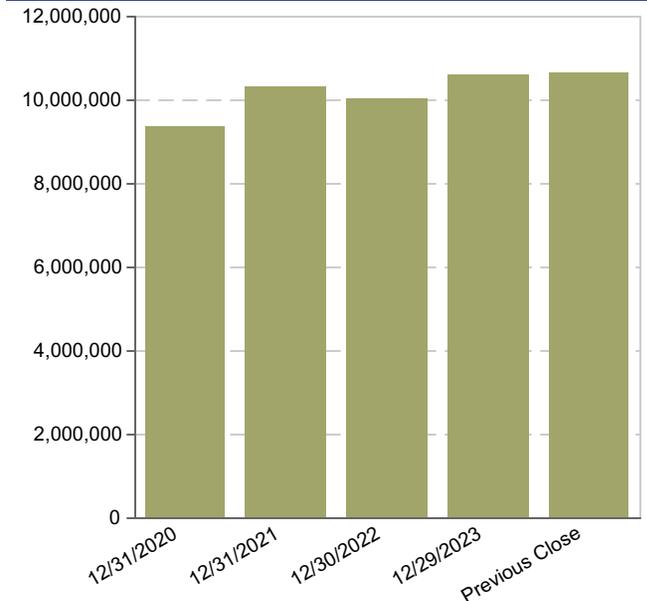
Fixed Income Sector Exposures

Mutual Funds & ETFs	\$11,296,870	100.00%
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■ Mutual Funds & ETFs

Fixed Income Market Value



Custom Benchmark

CITY OF CUPERTINO

Asset Class	Benchmark	Range	Target	Actual
Equities	MSCI AC World Free Index	50%-70%	63%	67.5%
Fixed Income	BBARC Global Aggregate Index	20%-40%	29%	27.7%
Real Estate	S&P Global REIT TR USD	0%-15%	5%	3.7%
Commodities	S&P GSCI Commodity Index	0%-10%	2%	0%
Cash	FTSE 3-Mo US T-Bill Index	0%-10%	1%	1.1%

Selected Period Performance

	Market Value	Year to Date (3 Months)	1 Year	3 Years	5 Years	119 Months	Inception to Date 07/01/2010
Total Portfolio Gross of Fees	39,236,603	5.93	18.10	3.47	7.08	6.14	6.80
Total Portfolio Net of Fees	39,236,603	5.88	17.89	3.28	6.89	5.93	
City of Cupertino		4.74	15.54	3.85	7.33	5.85	7.36
Total Equity	26,425,065	9.11	25.97	5.47	11.52	9.69	11.69
MSCI ACWI (Net)		8.20	23.22	6.96	10.92	8.63	10.22
U.S. Equity	19,356,916	10.87	31.33	8.44	12.79	11.41	
S&P 500 Index (Total Return)		10.56	29.88	11.49	15.05	12.99	14.78
S&P MidCap 400 Index		9.95	23.33	6.96	11.71	10.25	12.89
S&P SmallCap 600 Index		2.46	15.93	2.28	9.15	9.19	12.37
Developed Markets Equity	4,725,648	5.79	15.24	1.27	12.16	7.34	
MSCI EAFE Index (Net)		5.78	15.32	4.78	7.33	4.69	6.98
Emerging Markets Equity	2,342,502	2.19	7.35	-8.64	.52	.78	
MSCI Emerging Markets Index (Net)		2.37	8.15	-5.05	2.22	2.94	3.40
Total Fixed Income	10,892,217	-.15	3.55	-1.06	-.39	.60	1.60
BBARC Global Aggregate Index		-2.08	.49	-4.73	-1.17	-.18	1.06
BBARC US Aggregate Bond Index		-.78	1.70	-2.46	.36	1.47	2.05
Total Real Assets	1,450,556	-.40	10.68	3.22	3.89		
Real Estate	1,450,556	-.40	10.68	3.22	3.84	5.86	
S&P Global REIT Index (Gross)		-.91	8.71	1.67	2.27	4.67	7.87
S&P GSCI Index		10.36	11.14	18.05	7.83	-3.02	-.63
Total Cash Equivalents	444,251	1.30	5.25	2.58	1.92	1.28	.93
ICE BofAML US 3-Month Treasury Bill Index		1.29	5.24	2.58	2.02	1.39	1.03
Pending Cash	24,514	.00	.00	.00	.00	.00	.00

For performance and rate of return methodologies, as well as other important information, please refer to the Appendix/Disclosures provided.

Investment products and services are:
NOT A DEPOSIT • NOT FDIC INSURED • MAY LOSE VALUE • NOT BANK GUARANTEED • NOT INSURED BY ANY FEDERAL GOVERNMENT AGENCY



Account: XXXXXX9600

Holdings Method: Direct

Report Date: 03/29/2024

	Symbol	% of Port.	Price	Shares/ Units	Portfolio Value	Cost Basis	Unrealized Gain/Loss	Current Yield	Projected Annual Income
Total		100.0			39,172,491	33,112,525	6,059,966	2.42	948,451
Cash		1.13			441,141	441,141	0	5.24	23,098
Cash Equivalents		1.13			441,141	441,141	0	5.24	23,098
FIRST AM GOVT OB FD CL X	31846V336	1.13	1.00	441,141	441,141	441,141	0	5.24	23,098
Fixed Income		27.71			10,855,728	9,830,525	1,025,203	3.84	417,234
Investment Grade		22.81			8,936,792	7,767,334	1,169,457	3.04	271,498
Mutual Funds & ETFs		22.81			8,936,792	7,767,334	1,169,457	3.04	271,498
Fidelity U.S. Bond Index Fund	FXNAX	22.81	10.27	870,184	8,936,792	7,767,334	1,169,457	3.04	271,498
High Yield		4.90			1,918,937	2,063,191	-144,254	7.59	145,737
Mutual Funds & ETFs		4.90			1,918,937	2,063,191	-144,254	7.59	145,737
Artisan High Income Fund - Institutional Sh...	APHFX	4.90	8.98	213,690	1,918,937	2,063,191	-144,254	7.59	145,737
Equity		67.46			26,425,065	21,235,058	5,190,008	1.75	461,556
Large Cap U.S. Equity		31.93			12,508,255	11,266,253	1,242,002	0.49	61,331
Mutual Funds & ETFs		31.93			12,508,255	11,266,253	1,242,002	0.49	61,331
Harbor Capital Appreciation Fund - Retire...	HNACX	16.04	110.06	57,103	6,284,708	5,256,128	1,028,581	0.00	0
John Hancock Fds III Disciplined Value Fu...	JVLIX	15.89	24.76	251,355	6,223,546	6,010,125	213,422	0.99	61,331
Mid Cap U.S. Equity		12.34			4,833,485	1,613,156	3,220,330	1.28	61,960
Mutual Funds & ETFs		12.34			4,833,485	1,613,156	3,220,330	1.28	61,960
Fidelity Mid Cap Index Fund	FSMDX	12.34	32.53	148,585	4,833,485	1,613,156	3,220,330	1.28	61,960
Small Cap U.S. Equity		5.14			2,015,175	1,766,867	248,308	1.36	27,466
Mutual Funds & ETFs		5.14			2,015,175	1,766,867	248,308	1.36	27,466
Fidelity Small Cap Index Fund	FSSNX	5.14	26.34	76,506	2,015,175	1,766,867	248,308	1.36	27,466
Developed Markets Equity		12.06			4,725,648	4,373,923	351,725	5.28	249,443
Mutual Funds & ETFs		12.06			4,725,648	4,373,923	351,725	5.28	249,443
Fidelity International Index Fund	FSPSX	12.06	50.09	94,343	4,725,648	4,373,923	351,725	5.28	249,443
Emerging Markets Equity		5.98			2,342,502	2,214,859	127,643	2.62	61,357
Mutual Funds & ETFs		5.98			2,342,502	2,214,859	127,643	2.62	61,357
Fidelity Emerging Markets Index Fund	FPADX	5.98	10.27	228,092	2,342,502	2,214,859	127,643	2.62	61,357
Real Assets		3.70			1,450,556	1,605,801	-155,245	3.21	46,563
U.S. Listed Real Estate		3.70			1,450,556	1,605,801	-155,245	3.21	46,563



Account: XXXXXX9600

Holdings Method: Direct

Report Date: 03/29/2024

	Symbol	% of Port.	Price	Shares/ Units	Portfolio Value	Cost Basis	Unrealized Gain/Loss	Current Yield	Projected Annual Income
iShares Core U.S. REIT ETF	USRT	3.70	53.80	26,962	1,450,556	1,605,801	-155,245	3.21	46,563

Account: XXXXXX9601

Holdings Method: Direct

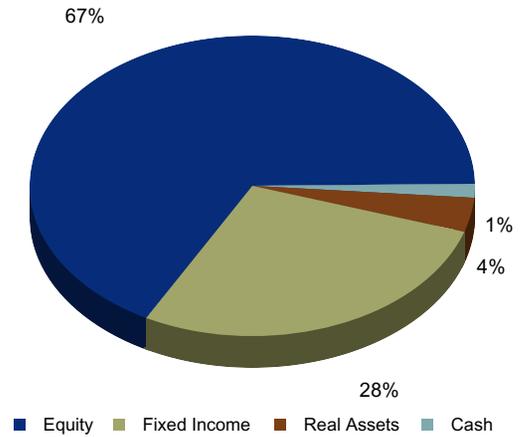
Report Date: 03/29/2024

Portfolio Summary

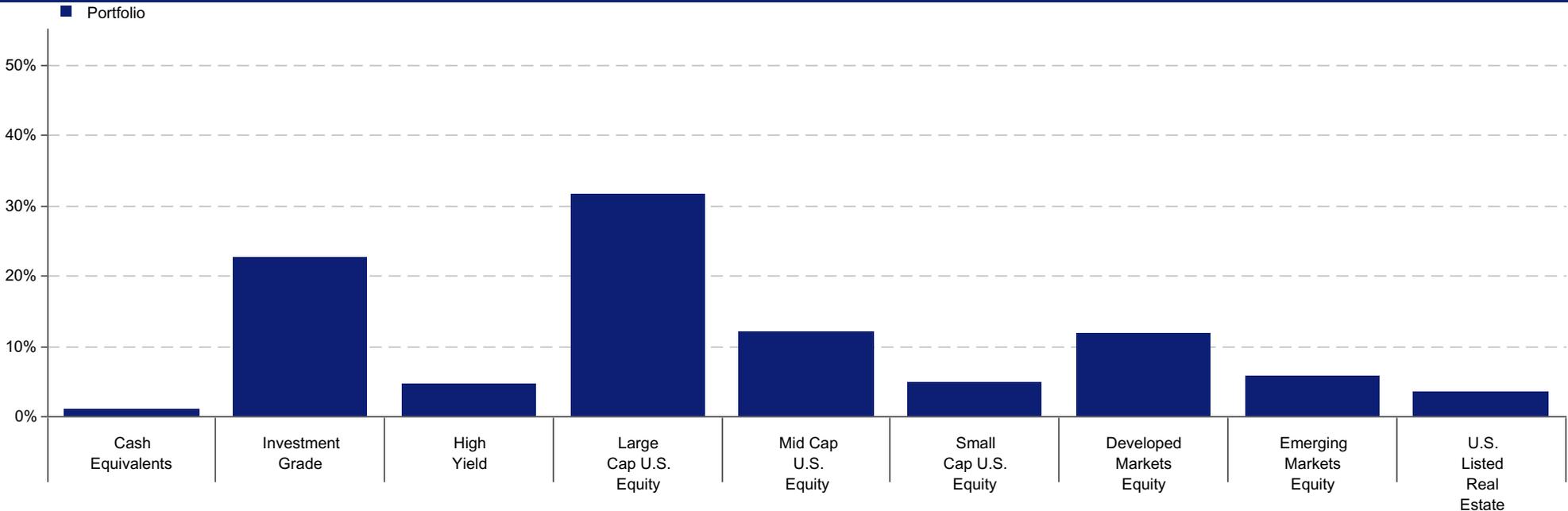
Inv. Objective	Balanced/Nontaxable-1
Total Portfolio Value	\$21,539,290
Net Realized Cap Gains YTD	-\$37,779
Annual Income Projected	\$523,362
Current Yield	2.43%
Number of Securities	10
Portfolio Mgr.	Rick Rosenthal

Portfolio Asset Allocation

Equity	\$14,486,821	67.26%
Fixed Income	\$5,969,451	27.71%
Real Assets	\$797,746	3.70%
Cash	\$285,271	1.32%
Invested Total	\$21,539,290	100.00%



Portfolio Model Allocation



Account: XXXXXX9601

Holdings Method: Direct and Indirect

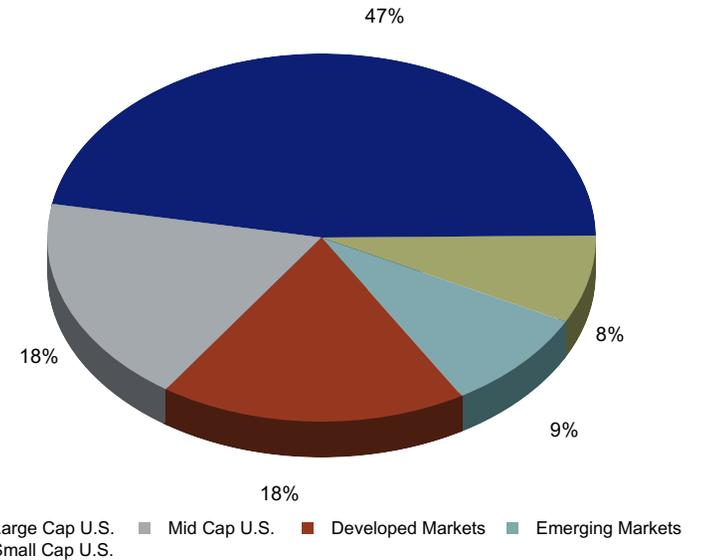
Report Date: 03/29/2024

Equity Summary

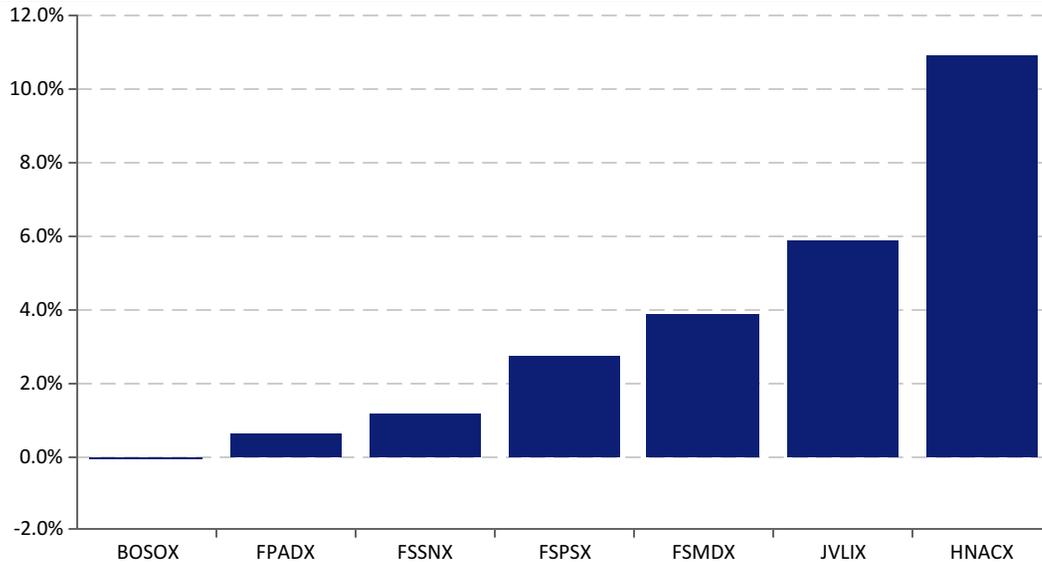
Inv. Objective	Balanced/Nontaxable-1
Total Equity Value	\$14,486,821
Current Yield	1.75%
Annual Income Projected	\$253,385
Number of Securities	6
Portfolio Mgr.	Rick Rosenthal

Equity Asset Allocation

Large Cap U.S.	\$6,833,420	47.17%
Mid Cap U.S.	\$2,658,346	18.35%
Developed Markets	\$2,599,037	17.94%
Emerging Markets	\$1,288,127	8.89%
Small Cap U.S.	\$1,107,892	7.65%



Bottom 5/ Top 5 Contributors (Trailing 12 Months)



Equity Global Distribution

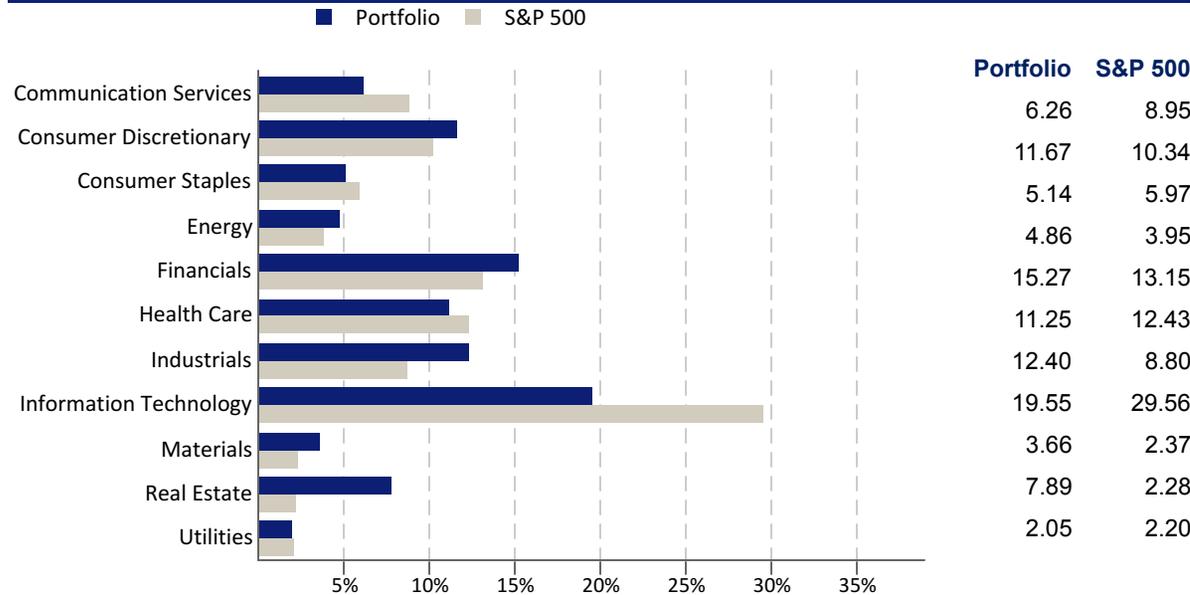


Equity Country Distribution

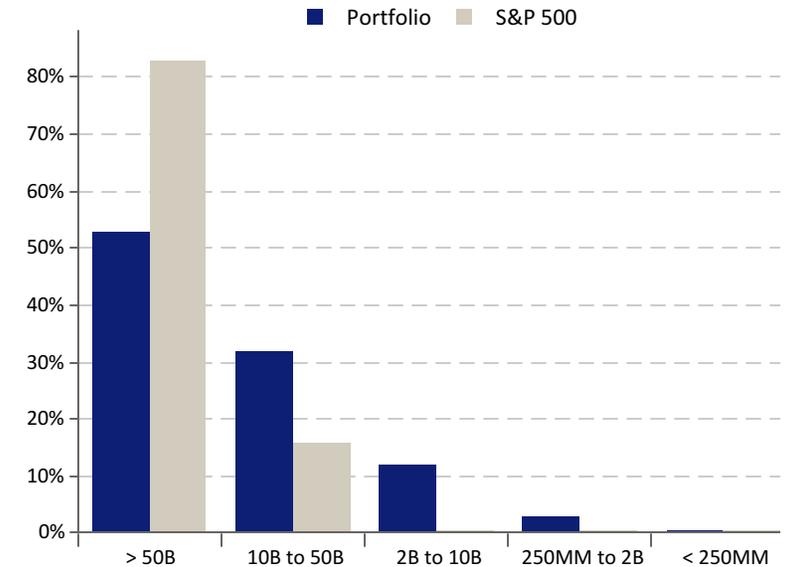


Top 10 Common Stock Holdings

	Stock Wt. (%)	Full Port Wt. (%)	Yield (%)	YTD Return* (%)	52 Wk Return* (%)
NVIDIA Corporation	2.25	1.53	0.02	82.5	235.0
Amazon.com, Inc.	1.93	1.31	0.00	18.7	79.9
Microsoft Corporation	1.92	1.30	0.71	12.1	51.2
Advanced Micro Devices, Inc.	1.28	0.87	0.00	22.4	87.8
Alphabet Inc. Class A	1.21	0.82	0.00	8.0	48.9
Meta Platforms Inc Class A	1.08	0.74	0.38	37.3	136.7
JPMorgan Chase & Co.	0.99	0.68	2.35	18.5	59.5
Eli Lilly and Company	0.95	0.65	0.68	33.7	133.5
Apple Inc.	0.86	0.58	0.57	-10.8	7.2
Berkshire Hathaway Inc. Class...	0.81	0.55	0.00	17.9	37.7

Common Stock Sector Exposures

Common Stock Characteristics

	Portfolio	S&P 500
Market Cap - Wtd Avg	\$318.1B	\$803.7B
Market Cap - Median	\$4.9B	\$35.2B
Dividend Yield (%)	1.72	1.40
P/E NTM	18.0	21.1
P/E LTM	20.1	25.7
ROE (%)	20.8	28.5
1 Yr Beta vs. S&P Composite	.95	1.02
Est 3-5 Yr EPS Growth (%)	13.5	13.8
Hist 3 Yr EPS Growth (%)	26.1	23.8
Number of Securities	5047	504

Common Stock Market Cap Distribution


*Specific to the security - does not represent performance in the portfolio.

Account: XXXXXX9601

Holdings Method: Direct

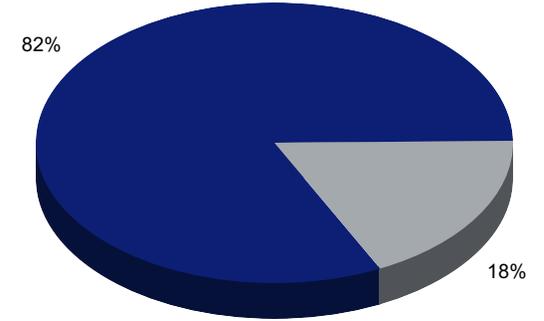
Report Date: 03/29/2024

Fixed Income Summary

Inv. Objective	Balanced/Nontaxable-1
Total Fixed Income Value	\$5,969,451
Current Yield	3.84%
Annual Income Projected	\$229,433
Number of Securities	2
Portfolio Mgr.	Rick Rosenthal

Fixed Income Asset Allocation

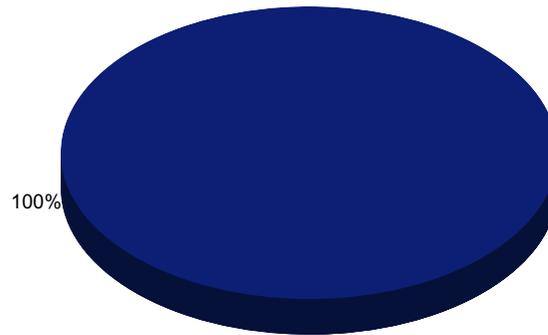
Investment Grade	\$4,914,243	82.32%
High Yield	\$1,055,208	17.68%



■ Investment Grade ■ High Yield

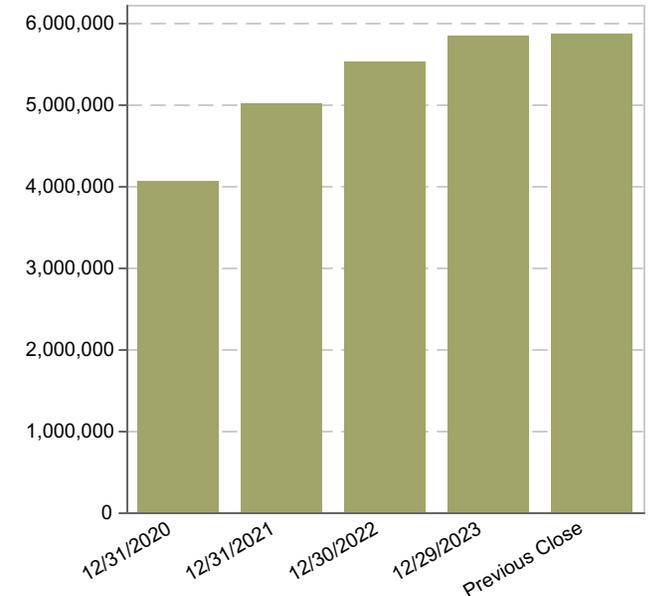
Fixed Income Sector Exposures

Mutual Funds & ETFs	\$6,254,723	100.00%
---------------------	-------------	---------



■ Mutual Funds & ETFs

Fixed Income Market Value



Custom Benchmark

CITY OF CUPERTINO

Asset Class	Benchmark	Range	Target	Actual
Equities	MSCI AC World Free Index	50%-70%	63%	67.3%
Fixed Income	BBARC Global Aggregate Index	20%-40%	29%	27.7%
Real Estate	S&P Global REIT TR USD	0%-15%	5%	3.7%
Commodities	S&P GSCI Commodity Index	0%-10%	2%	0%
Cash	FTSE 3-Mo US T-Bill Index	0%-10%	1%	1.3%

Selected Period Performance

	Market Value	Year to Date (3 Months)	1 Year	3 Years	Inception to Date 05/01/2019
Total Portfolio Gross of Fees	21,574,744	5.90	18.08	3.39	7.44
Total Portfolio Net of Fees	21,574,744	5.86	17.87	3.21	7.24
City of Cupertino		4.74	15.54	3.85	7.01
Total Equity	14,486,821	9.12	25.97	5.47	10.96
MSCI ACWI (Net)		8.20	23.22	6.96	10.36
U.S. Equity	10,599,658	10.88	31.35	8.45	12.20
S&P 500 Index (Total Return)		10.56	29.88	11.49	14.40
S&P MidCap 400 Index		9.95	23.33	6.96	11.03
S&P SmallCap 600 Index		2.46	15.93	2.28	8.47
Developed Markets Equity	2,599,037	5.79	15.24	1.27	11.42
MSCI EAFE Index (Net)		5.78	15.32	4.78	6.85
Emerging Markets Equity	1,288,127	2.19	7.35	-8.64	.29
MSCI Emerging Markets Index (Net)		2.37	8.15	-5.05	1.83
Total Fixed Income	5,989,459	-.15	3.55	-1.07	-.51
BBARC Global Aggregate Index		-2.08	.49	-4.73	-1.13
BBARC US Aggregate Bond Index		-.78	1.70	-2.46	.36
Total Real Assets	797,746	-.40	10.68	3.29	4.01
Real Estate	797,746	-.40	10.68	3.29	4.01
S&P Global REIT Index (Gross)		-.91	8.71	1.67	2.38
S&P GSCI Index		10.36	11.14	18.05	7.35
Total Cash Equivalents	287,297	1.30	5.25	2.54	1.87
ICE BofAML US 3-Month Treasury Bill Index		1.29	5.24	2.58	2.01
Pending Cash	13,421	.00	.00	.00	.00

For performance and rate of return methodologies, as well as other important information, please refer to the Appendix/Disclosures provided.

Investment products and services are:
 NOT A DEPOSIT • NOT FDIC INSURED • MAY LOSE VALUE • NOT BANK GUARANTEED • NOT INSURED BY ANY FEDERAL GOVERNMENT AGENCY





PARS/CITY OF CUPERTINO 115P- PENSION

Portfolio Holdings

Account: XXXXXX9601

Holdings Method: Direct

Report Date: 03/29/2024

	Symbol	% of Port.	Price	Shares/ Units	Portfolio Value	Cost Basis	Unrealized Gain/Loss	Current Yield	Projected Annual Income
Total		100.0			21,539,290	19,184,864	2,354,426	2.43	523,362
Cash		1.32			285,271	285,271	0	5.24	14,936
Cash Equivalents		1.32			285,271	285,271	0	5.24	14,936
FIRST AM GOVT OB FD CL X	31846V336	1.32	1.00	285,271	285,271	285,271	0	5.24	14,936
Fixed Income		27.71			5,969,451	6,143,489	-174,037	3.84	229,433
Investment Grade		22.82			4,914,243	5,021,447	-107,204	3.04	149,293
Mutual Funds & ETFs		22.82			4,914,243	5,021,447	-107,204	3.04	149,293
Fidelity U.S. Bond Index Fund	FXNAX	22.82	10.27	478,505	4,914,243	5,021,447	-107,204	3.04	149,293
High Yield		4.90			1,055,208	1,122,042	-66,833	7.59	80,139
Mutual Funds & ETFs		4.90			1,055,208	1,122,042	-66,833	7.59	80,139
Artisan High Income Fund - Institutional Sh...	APHFX	4.90	8.98	117,506	1,055,208	1,122,042	-66,833	7.59	80,139
Equity		67.26			14,486,821	11,895,040	2,591,781	1.75	253,385
Large Cap U.S. Equity		31.73			6,833,420	5,962,573	870,846	0.49	33,278
Mutual Funds & ETFs		31.73			6,833,420	5,962,573	870,846	0.49	33,278
Harbor Capital Appreciation Fund - Retire...	HNACX	16.05	110.06	31,406	3,456,498	2,749,242	707,256	0.00	0
John Hancock Fds III Disciplined Value Fu...	JVLIX	15.68	24.76	136,386	3,376,922	3,213,332	163,591	0.99	33,278
Mid Cap U.S. Equity		12.34			2,658,346	1,386,296	1,272,050	1.28	34,077
Mutual Funds & ETFs		12.34			2,658,346	1,386,296	1,272,050	1.28	34,077
Fidelity Mid Cap Index Fund	FSMDX	12.34	32.53	81,720	2,658,346	1,386,296	1,272,050	1.28	34,077
Small Cap U.S. Equity		5.14			1,107,892	972,122	135,770	1.36	15,100
Mutual Funds & ETFs		5.14			1,107,892	972,122	135,770	1.36	15,100
Fidelity Small Cap Index Fund	FSSNX	5.14	26.34	42,061	1,107,892	972,122	135,770	1.36	15,100
Developed Markets Equity		12.07			2,599,037	2,356,124	242,913	5.28	137,190
Mutual Funds & ETFs		12.07			2,599,037	2,356,124	242,913	5.28	137,190
Fidelity International Index Fund	FSPSX	12.07	50.09	51,887	2,599,037	2,356,124	242,913	5.28	137,190
Emerging Markets Equity		5.98			1,288,127	1,217,925	70,201	2.62	33,740
Mutual Funds & ETFs		5.98			1,288,127	1,217,925	70,201	2.62	33,740
Fidelity Emerging Markets Index Fund	FPADX	5.98	10.27	125,426	1,288,127	1,217,925	70,201	2.62	33,740
Real Assets		3.70			797,746	861,064	-63,317	3.21	25,608
U.S. Listed Real Estate		3.70			797,746	861,064	-63,317	3.21	25,608

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 Material is based on data from sources deemed to be reliable, accuracy/completeness is not guaranteed.



Account: XXXXXX9601

Holdings Method: Direct

Report Date: 03/29/2024

	Symbol	% of Port.	Price	Shares/ Units	Portfolio Value	Cost Basis	Unrealized Gain/Loss	Current Yield	Projected Annual Income
iShares Core U.S. REIT ETF	USRT	3.70	53.80	14,828	797,746	861,064	-63,317	3.21	25,608

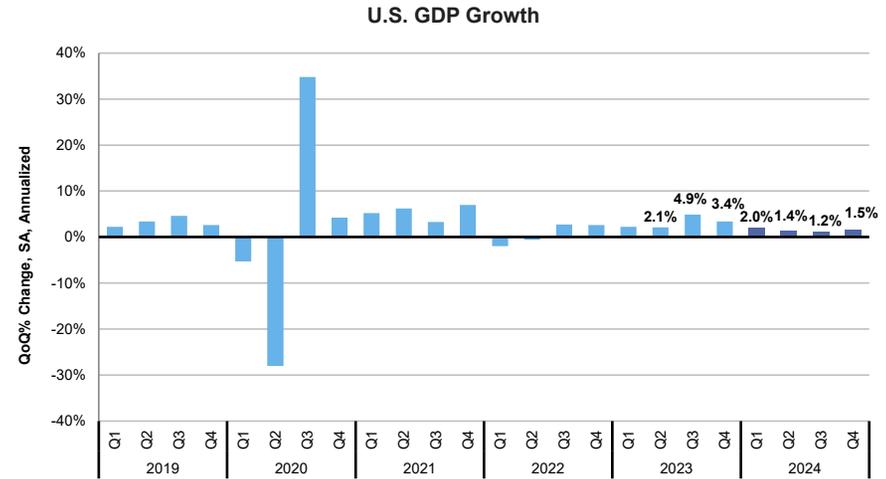
MARKET SUMMARY

Provided by Sub-Advisor - PFM Asset Management LLC

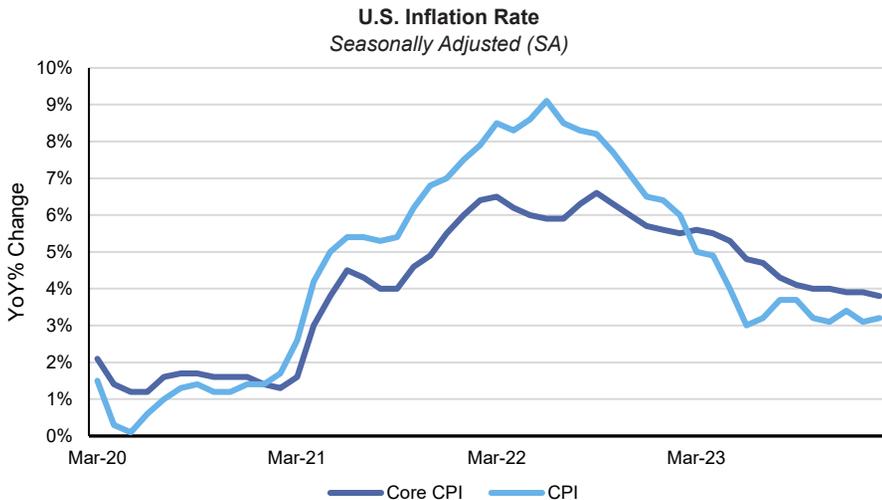


THE ECONOMY

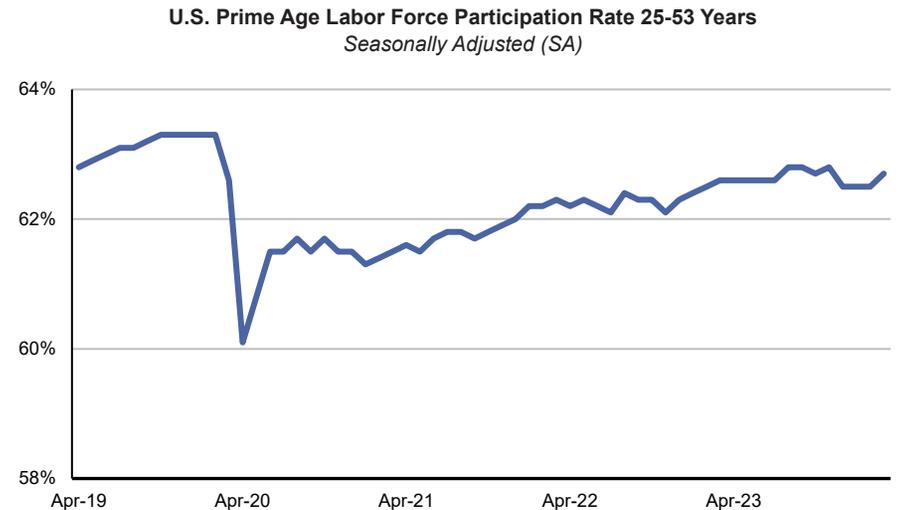
- ▶ In the fourth quarter, U.S. gross domestic product (GDP) grew at an annualized rate of 3.4%, cooling somewhat from the third quarter’s 4.9% growth. This growth was supported by both non-residential business investment and consumer spending. Consumer spending added 2.2% and was the largest contributing sector to GDP growth. The continued strength of the U.S. economy is a sharp contrast to other developed markets such as the euro area which stagnated at 0.1% growth and Japan which expanded just 0.4% during the quarter.
- ▶ The U.S. labor market remains strong. While the unemployment rate ticked up slightly it remains at historical lows, ending the quarter at 3.8%. The labor participation rate rose slightly to 62.7%, while average hourly earnings year-over-year (YoY) growth cooled to 4.1%, which bodes well for easing wage pressures on inflation without a large increase in unemployment.
- ▶ Inflation remains somewhat “sticky” as headline inflation (CPI) grew at a YoY rate of 3.2% in February, down from the 3.4% growth at the end of the fourth quarter, but up slightly from January. Core CPI, which excludes volatile food and energy, eased to a near three year low of 3.8%. Both readings remain well above the Fed target of 2%, likely reinforcing the Federal Reserve’s (Fed) wait and see approach to rate cuts.



Source: Bloomberg. Light blue bars indicate actual numbers; dark blue bars indicate forecasted estimates.



Source: Bureau of Labor Statistics.

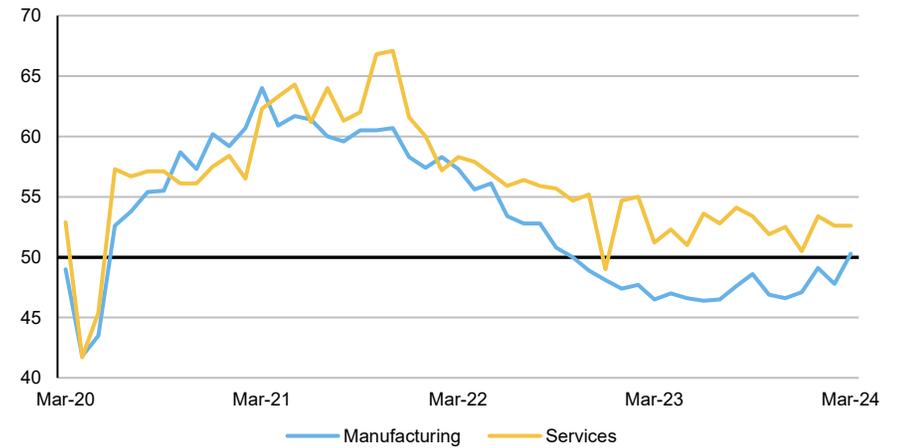


Source: Bureau of Labor Statistics.

WHAT WE'RE WATCHING

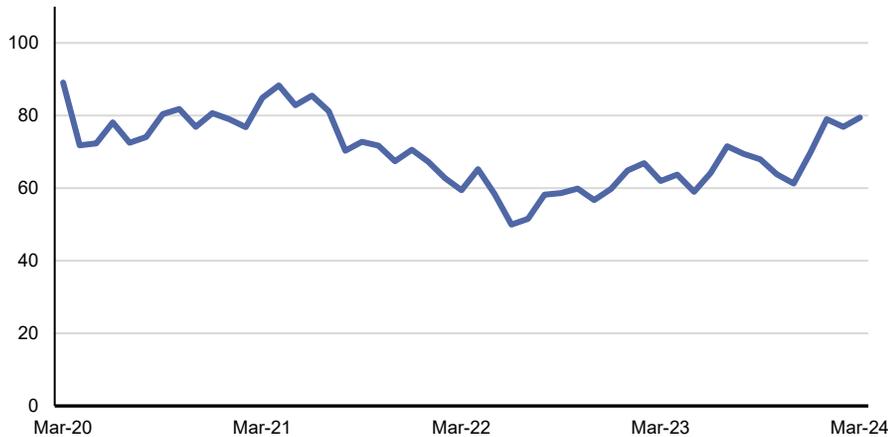
- ▶ The Federal Open Market Committee (FOMC) continued to hold rates steady in the first quarter at 5.50% as Fed officials need “greater confidence” that inflation is slowing sustainably to 2%. Looking forward, while the committee revised both their projections for growth and inflation slightly higher, three rate cuts are still expected for 2024. Globally, most major central banks also held rates steady, with the European Central Bank (ECB) and the Bank of England (BOE) both pausing despite increasing pressure from poor economic growth. The Central Bank of Japan bucked this trend, raising its key interest rate for the first time in 17 years in March.
- ▶ The U.S. saw manufacturing conditions improve during the quarter as U.S. ISM Manufacturing Index turned expansionary with a reading of 50.3 in March, the first non-contractionary result in over a year, as demand increased. The service sector continued to expand through the quarter, though at a slowing pace with a March reading of 51.4.
- ▶ The Michigan Consumer Sentiment survey ended the quarter at 79.4, the highest reading since July 2021 as consumer assessments of both current conditions and the economic outlook brightened. This positive outlook suggests continued strength in consumer spending though at what rate is to be determined. The personal savings rate fell in February to 3.6% while consumer debt and delinquency rates steadily increased in the fourth quarter, though overall delinquency rates remain lower than pre-COVID rates.

U.S. ISM Manufacturing & Services PMI



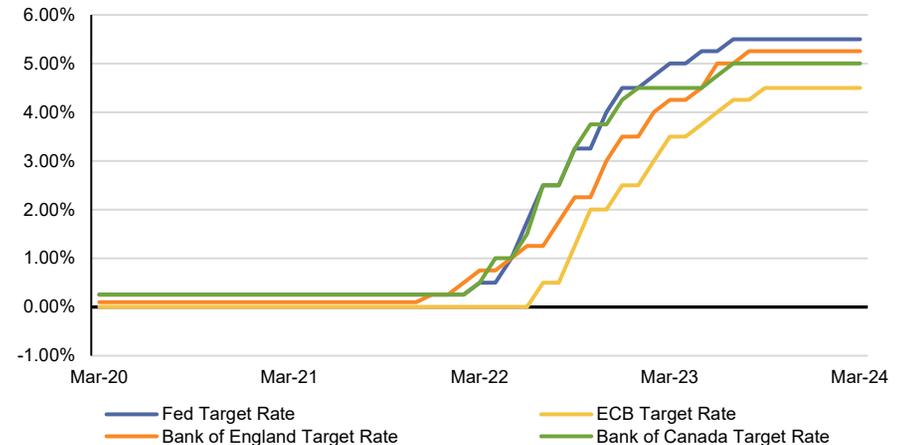
Source: Bloomberg.

University of Michigan Consumer Sentiment



Source: Bloomberg.

Global Central Bank Rates



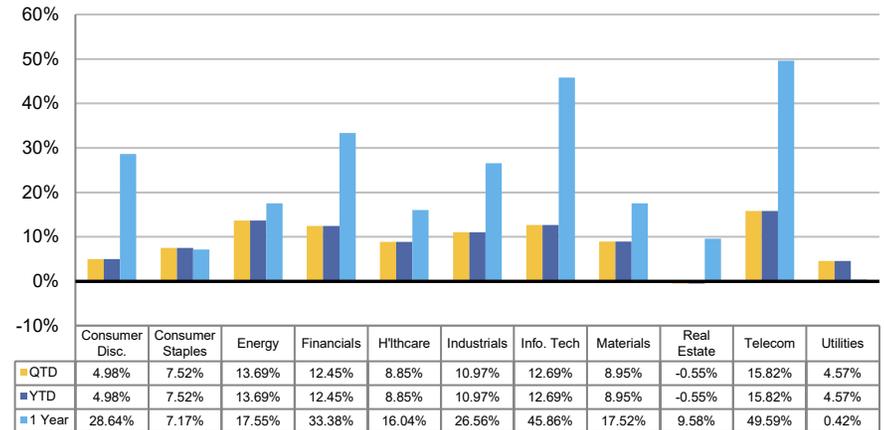
Source: Bloomberg.

DOMESTIC EQUITY

- ▶ The S&P 500 Index (S&P) posted a 10.56% return for the first quarter of 2024. As of March 31, 2024, the trailing 1-year return for the index was 29.88%.
- ▶ The market capitalization-weighted S&P 500 continued its outperformance over the equal-weighted S&P 500 Index, though the difference was not as wide as we saw in 2023. During the quarter, there were periods of broadening in performance outside of the Magnificent Seven names, but they started to see cracks as Apple and Tesla posted negative returns. Additionally, mid-caps outperformed large-caps in February and March but finished the quarter behind large-caps.
- ▶ Within S&P 500, the only GICS sector to post a negative return for the quarter was Real Estate (-0.55%). The next worst performers were Utilities (4.57%), Consumer Discretionary (4.98%) and Healthcare (8.85%). The sectors that led performance over the quarter were Communication Services (15.82%), Energy (13.69%) and Information Technology (12.69%).
- ▶ Small-caps, as represented by the Russell 2000 Index, returned 5.2% during the quarter and underperformed mid- and large-caps. The Russell Midcap and Russell 1000 indices returned 8.60% and 10.30%, respectively.
- ▶ According to FactSet Earnings Insight (as of March 28, 2024), the expected YoY earnings growth rate for the S&P for the first quarter of 2024 is 3.6%, a slight decline from the December 31, 2023 estimate. For calendar year 2024, analysts are calling for YoY earnings growth of 11.0%.
- ▶ As of the end of the quarter, the forward S&P 500 P/E ratio was 23.3, above its 5-year average of 22.2. By comparison the forward S&P 500 P/E ratio was 20.3 in March 2023.

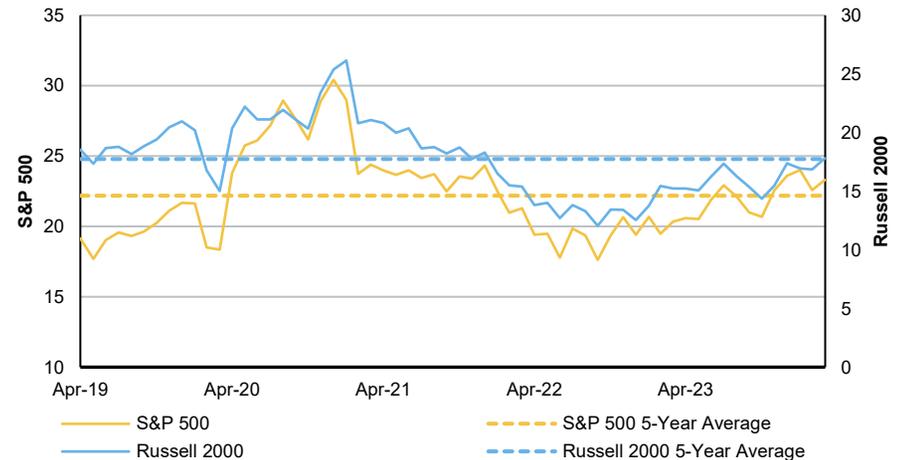
S&P 500 Index Performance by Sector

Periods Ended March 31, 2024



Source: Bloomberg.

P/E Ratios of Major Stock Indices*



Source: Bloomberg.

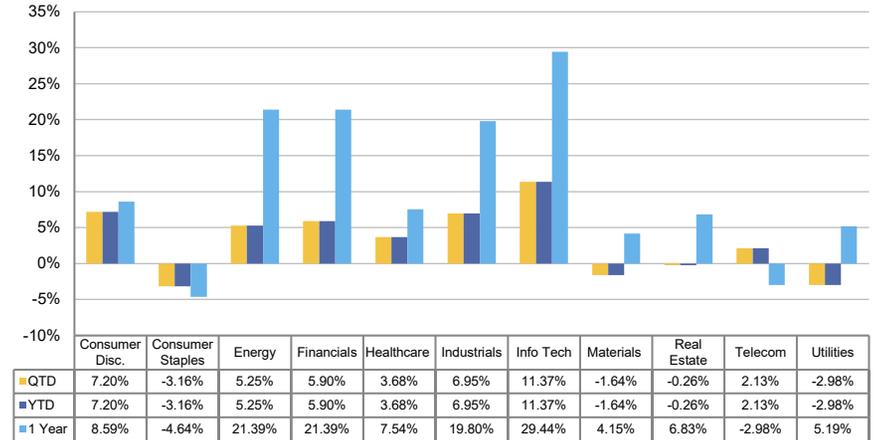
*P/E ratios are calculated based on one-year forward estimates and adjusted to include only positive earnings results for consistency.

NON-U.S. EQUITY

- ▶ Markets outside of the United States, as measured by the MSCI ACWI ex-U.S. Index, underperformed their U.S. counterparts, returning 4.69% for the quarter.
- ▶ Seven of the 11 sectors posted strong positive returns for the quarter, with Information Technology (11.37%) leading the way, followed by Consumer Discretionary (7.20%) and Industrials (6.95%). Consumer Staples (-3.16%) was the worst performer followed by Utilities (-2.98%) and Materials (-1.64%) for the quarter.
- ▶ Developed ex-U.S. Markets, as represented by the MSCI EAFE Index, outperformed emerging markets (EM), represented by the MSCI Emerging Market Index, returning 5.78% versus 2.37% for the quarter.
- ▶ MSCI Japan (11.01%) outperformed the MSCI EAFE Index. Japanese equities rose as better corporate governance practices, strong corporate earnings, and the Bank of Japan accommodative policy stance reinforced positive investor sentiment. Switzerland (-1.24%) was the worst performer of the five largest-weighted countries in the index. The country's strong currency dampened exports, resulting in a drag on many large Swiss firms' earnings.
- ▶ Within EM, MSCI Taiwan outperformed the index, soaring 12.50% during the quarter. TSMC and other semiconductor names within the country fared well, bolstered by strong demand for artificial intelligence-enabling processors. Conversely, MSCI China (-0.63%) lagged the index. Despite the rebound in February and the Chinese government's willingness to unleash more stimulus in the economy, investor sentiment remains negative and challenges in the property sector persist.
- ▶ Value stocks underperformed growth stocks for the quarter as represented by the broad benchmark. MSCI AC World ex-USA Value returned 3.40% while MSCI AC World ex-USA Growth returned 5.91%.
- ▶ Small-caps, as represented by MSCI ACWI ex-U.S. Small Cap Index, underperformed within the international equity markets, returning 2.11% for the quarter.
- ▶ Non-US equities valuations have moved closer to their long-term average across international equity markets. As of March 31, 2024, MSCI EAFE's forward P/E stood at 15.61 versus a five-year average of 15.96. MSCI EM ended the year with a forward P/E ratio of 12.63, slightly lower than its five-year average of 13.26.

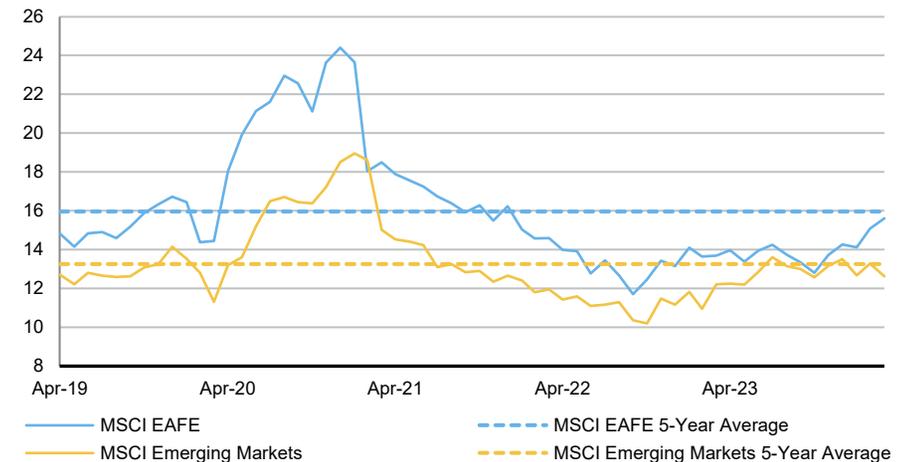
MSCI ACWI ex-U.S. Sectors

Periods Ended March 31, 2024



Source: Bloomberg.

P/E Ratios of MSCI Equity Indices*



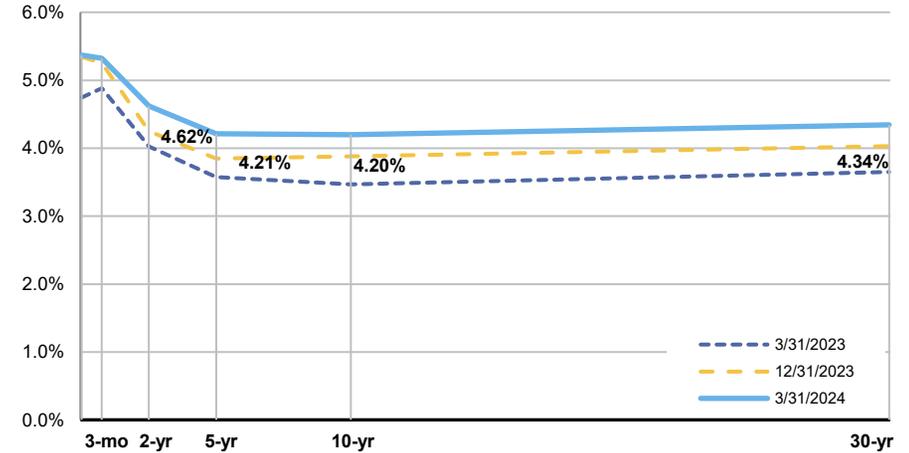
Source: Bloomberg.

*P/E ratios are calculated based on one-year forward estimates and adjusted to include only positive earnings results for consistency.

FIXED INCOME

- ▶ The U.S. bond market represented by the Bloomberg U.S. Aggregate (Aggregate) Index was down -0.78% in the quarter. The trailing one-year period return is 1.69%.
- ▶ The Bloomberg U.S. Treasury Index closed the quarter with a loss of -96%. During the period, the FOMC maintained interest rate levels and continued to signal fewer cuts for 2024 than the market anticipated on the back of some stickier inflationary data. All rates beyond one year rose with the largest increases in intermediate maturities. The curve remains inverted as the Fed Funds rate remains targeted at 5.5%. The 10-year rose to 4.2%, while the 2-year ended at 4.6%.
- ▶ Corporate credit had positive relative results for the quarter on the rising rates. The investment-grade (IG) Bloomberg U.S. Corporate (IG Corp) Index lost 0.40% while high yield bonds, as represented by the Bloomberg U.S. Corporate High Yield (HY) Index, gained 1.47%, continuing strong performance from 2023. Spreads declined across all quality buckets with the lowest quality high yield performing best.
- ▶ The fixed-rate mortgage market, as measured by the Bloomberg U.S. Mortgage-Backed Securities (MBS) Index, lost 1.04%, on rates rising with much of the market being in lower coupons with higher duration. On the commercial side, the Bloomberg U.S. Agency CMBS Index was relatively better, down 0.29%.
- ▶ EM USD sovereign bonds, as represented by the JP Morgan EMBI Global Diversified index, gained 2.04% supported by strong returns in select high yield rated countries.

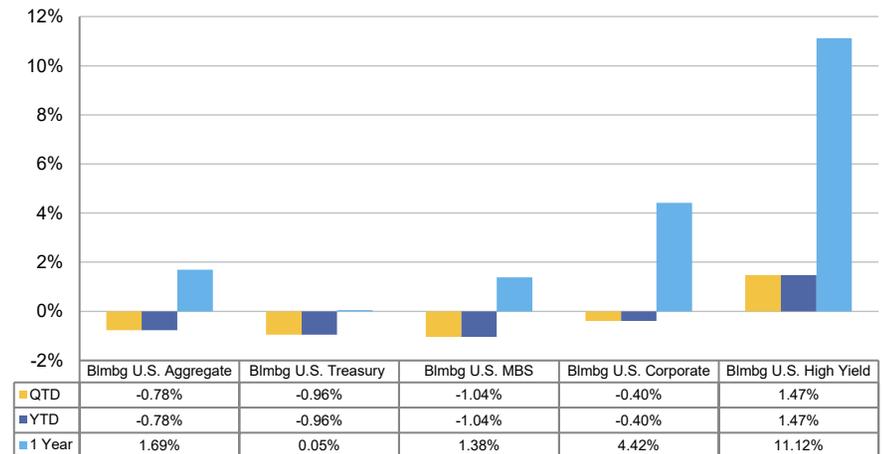
U.S. Treasury Yield Curve



Source: Bloomberg.

Returns for Fixed-Income Segments

Periods Ended March 31, 2024



Source: Bloomberg.

ALTERNATIVES

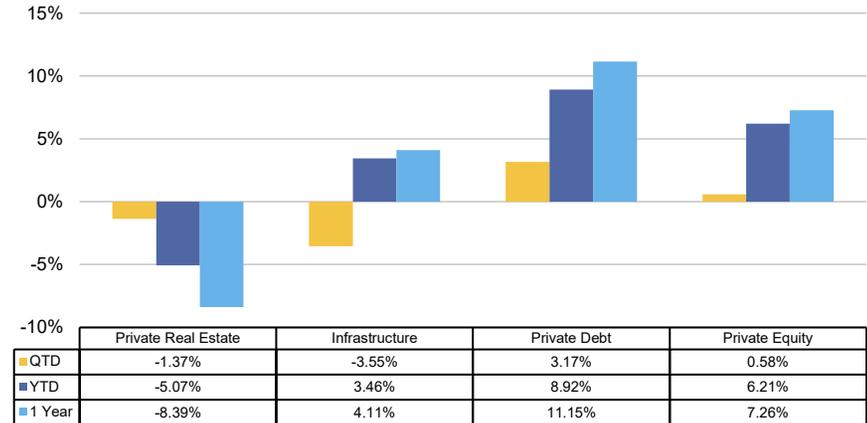
► Public REITs, as measured by the FTSE NAREIT Equity REITs Index, returned -0.20% in the first quarter of 2024, compared to a 16.22% return in the prior quarter while private real estate, as measured by the NCREIF Property Index, fell -3.02% in the fourth quarter of 2023, resulting in a -7.90% return over the twelve-month period ended December 2023. This was the fifth consecutive quarter of negative returns for the index. Weak performance has been driven by property value declines across sectors.

► Listed infrastructure, as measured by the FTSE Global Core Infrastructure 50/50 Index, gained 1.75% in the first quarter of 2024, compared to a 11.11% increase in the prior quarter with mixed performance across the major sectors. In 2023, private infrastructure funds raised \$65.36 billion, a sharp decline from the \$110.91 billion raised in the prior year. The asset class has received attention from investors in recent years due to expectations of stable returns in uncertain market environments, inflation hedging potential, and secular demand tailwinds such as decarbonization and digitization. According to PitchBook, private infrastructure funds posted a return of -3.55% in Q3 2023. The asset class has generated an annualized return of 8.45% for the five years ended Q3 2023.

► In 2023, private debt funds raised \$190.93 billion but experienced a sharp slowdown in fundraising during the second half of the year. The asset class has performed well relative to public fixed income over the long-term and may see more opportunities emerge as tightening lending standards continue to push banks out of the private lending space. According to Cliffwater Direct Lending Index, U.S. middle market loans, a proxy for private debt, posted a return of 2.95% in Q4 2023. The asset class has also generated an annualized return of 9.09% for the five years ended Q4 2023.

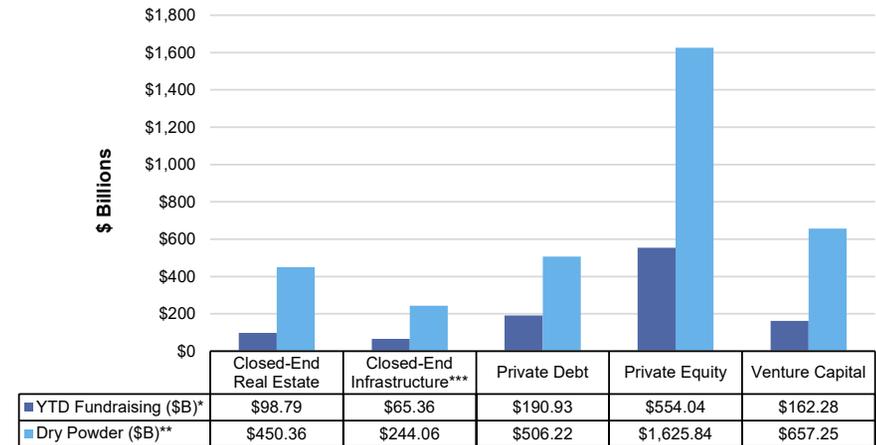
► In 2023, private equity funds raised \$554.04 billion, with a majority of the total raised in the second half of the year as inflation eased and monetary tightening flattened. Recent private equity performance has weakened due to increasing leverage costs, slow deal flow and macroeconomic uncertainty. However, longer term performance relative to public equities remains strong. According to Cambridge Associates, U.S. private equity posted a return of 0.58% in Q3 2023. The asset class has generated an annualized return of 16.98% for the five years ended Q3 2023.

Returns for Private Capital Assets



Source: NCREIF, PitchBook, Cliffwater, Cambridge Associates.
As of September 30, 2023, the most recent period for which all index data is available.

Private Capital Fundraising & Dry Powder



Sources: Pitchbook.

* Total capital raised in 2023 as of December 31, 2023 - most recent period for which ALL fundraising data is available.

** Cumulative dry powder as of June 30, 2023, unless specified otherwise.

*** Closed-End Infrastructure dry powder as of March 31, 2023.

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Important disclosures, definitions of terms and index descriptions

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Important disclosures (page 1 of 4)

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Past performance is no guarantee of future results. All performance data, while obtained from sources deemed to be reliable, are not guaranteed for accuracy. Indexes shown are unmanaged and are not available for direct investment, nor are they subject to fees and expenses.

Performance reports included may show performance results gross of fees and expenses. If fees and expenses were included, the performance would be lower. If you have any questions, please speak with your relationship manager for additional information.

Based on our strategic approach to creating diversified portfolios, guidelines are in place concerning the construction of portfolios and how investments should be allocated to specific asset classes based on client goals, objectives and tolerance for risk. Not all recommended asset classes will be suitable for every portfolio. **Diversification and asset allocation do not guarantee returns or protect against losses.**

Important disclosures (page 2 of 4)

Equity securities are subject to stock market fluctuations that occur in response to economic and business developments. **Stocks of small-capitalization companies** involve substantial risk. These stocks historically have experienced greater price volatility than stocks of larger companies and may be expected to do so in the future. **Stocks of mid-capitalization companies** can be expected to be slightly less volatile than those of small-capitalization companies, but still involve substantial risk and may be subject to more abrupt or erratic movements than large-capitalization companies. The value of **large-capitalization stocks** will rise and fall in response to the activities of the company that issued them, general market conditions and/or economic conditions. **Growth investments** focus on stocks of companies whose earnings/profitability are accelerating in the short term or have grown consistently over the long term. Such investments may provide minimal dividends, which could otherwise cushion stock prices in a market decline. Stock value may rise and fall significantly based, in part, on investors' perceptions of the company, rather than on fundamental analysis of the stocks. Investors should carefully consider the additional risks involved in growth investments. **Value investments** focus on stocks of income-producing companies whose price is low relative to one or more valuation factors, such as earnings or book value. Such investments are subject to risks that their intrinsic values may never be realized by the market, or such stocks may turn out not to have been undervalued. Investors should carefully consider the additional risks involved in value investments.

International investing involves special risks, including foreign taxation, currency risks, risks associated with possible differences in financial standards and other risks associated with future political and economic developments. Investing in **emerging markets** may involve greater risks than investing in more developed countries. In addition, concentration of investments in a single region may result in greater volatility.

Investments in **real estate securities** can be subject to fluctuations in the value of the underlying properties, the effect of economic conditions on real estate values, changes in interest rates and risks related to renting properties (such as rental defaults). There are special risks associated with an investment in **commodities**, including market price fluctuations, regulatory changes, interest rate changes, credit risk, economic changes and the impact of adverse political or financial factors.

Investments in **fixed income securities** are subject to various risks, including changes in interest rates, credit quality, market valuations, liquidity, prepayments, early redemption, corporate events, tax ramifications and other factors. Investment in fixed income securities typically decrease in value when interest rates rise. This risk is usually greater for longer-term securities. Investments in lower-rated and non-rated securities present a greater risk of loss to principal and interest than higher-rated securities. Investments in **high yield bonds** offer the potential for high current income and attractive total return, but involve certain risks. Changes in economic conditions or other circumstances may adversely affect a bond issuer's ability to make principal and interest payments.

Important disclosures (page 3 of 4)

The **municipal bond** market is volatile and can be significantly affected by adverse tax, legislative or political changes and the financial condition of the issues of municipal securities. Interest rate increases can cause the price of a bond to decrease. Income on municipal bonds is free from federal taxes, but may be subject to the federal alternative minimum tax (AMT), state and local taxes. **Treasury Inflation-Protected Securities (TIPS)** offer a lower return compared to other similar investments and the principal value may increase or decrease with the rate of inflation. Gains in principal are taxable in that year, even though not paid out until maturity.

Non-financial **specialty assets**, such as real estate, farm, ranch and timber properties, oil, gas and mineral interests or closely-held business interests are complex and involve unique risks specific to each asset type, including the total loss of value. Special risk considerations may include natural events or disasters, complex tax considerations and lack of liquidity. Specialty assets may not be suitable for all investors.

Alternative investments very often use speculative investment and trading strategies. There is no guarantee that the investment program will be successful. Alternative investments are designed only for investors who are able to tolerate the full loss of an investment. These products are not suitable for every investor even if the investor does meet the financial requirements. It is important to consult with your investment professional to determine how these investments might fit your asset allocation, risk profile and tax situation. **Hedge funds** are speculative and involve a high degree of risk. An investment in a hedge fund involves a substantially more complicated set of risk factors than traditional investments in stocks or bonds, including the risks of using derivatives, leverage and short sales, which can magnify potential losses or gains. Restrictions exist on the ability to redeem or transfer interests in a fund. **Exchange-traded funds (ETFs)** are baskets of securities that are traded on an exchange like individual stocks at negotiated prices and are not individually redeemable. ETFs are designed to generally track a market index and shares may trade at a premium or a discount to the net asset value of the underlying securities. **Private equity** investments provide investors and funds the potential to invest directly into private companies or participate in buyouts of public companies that result in a delisting of the public equity. Investors considering an investment in private equity must be fully aware that these investments are illiquid by nature, typically represent a long-term binding commitment and are not readily marketable. The valuation procedures for these holdings are often subjective in nature. **Private debt** investments may be either direct or indirect and are subject to significant risks, including the possibility of default, limited liquidity and the infrequent availability of independent credit ratings for private companies. **Structured products** are subject to market risk and/or principal loss if sold prior to maturity or if the issuer defaults on the security. Investors should request and review copies of Structured Products Pricing Supplements and Prospectuses prior to approving or directing an investment in these securities.

Important disclosures (page 4 of 4)

Mutual fund investing involves risk and principal loss is possible. Investing in certain funds involves special risks, such as those related to investments in small- and mid-capitalization stocks, foreign, debt and high-yield securities and funds that focus their investments in a particular industry. Please refer to the fund prospectus for additional details pertaining to these risks. An investment in **money market funds** is not insured or guaranteed by the Federal Deposit Insurance Corporation (FDIC) or any other government agency. Although these funds seek to preserve the value of an investment at \$1.00 per share, it is possible to lose money by investing in these funds.

Holdings of First American Funds: U.S. Bancorp Asset Management, Inc. is a registered investment advisor and subsidiary of U.S. Bank National Association. U.S. Bank National Association is a separate entity and wholly owned subsidiary of U.S. Bancorp. U.S. Bank is not responsible for and does not guarantee the products, performance or services of U.S. Bancorp Asset Management. U.S. Bancorp Asset Management, Inc. serves as an investment advisor to First American Funds. **Holdings of Nuveen mutual funds:** Firststar Capital Corporation (Firststar Capital), an affiliate of U.S. Bancorp, holds a less-than-10 percent ownership interest in Windy City Investments Holdings, LLC which was formerly the parent of Windy City Investment Inc. and the indirect parent of Nuveen Fund Advisors, LLC which is the investment advisor to the Nuveen Mutual Funds. On October 1, 2014, Windy City Investments, Inc. was sold to Teachers Insurance and Annuity Association of America. As a result of the sale, U.S. Bancorp no longer has an indirect ownership interest in Nuveen Fund Advisors, LLC. Depending on the outcome of certain factors, Firststar Capital might in the future receive an earn-out payment in respect of its interest in Windy City Investment Holdings, LLC, under the terms of the sale. **Non-proprietary mutual funds:** U.S. Bank may enter into agreements with other non-proprietary mutual funds or their service providers whereby U.S. Bank provides shareholder services and/or sub-transfer agency, custodial and other administrative support services and receives compensation for these services. Compensation received by U.S. Bank directly or indirectly from mutual funds does not increase fund fees and expenses beyond what is disclosed in the fund prospectuses. For more information, review the fund prospectus.

Definitions of report and statement terms (page 1 of 5)

Accredited Investor: Private placement securities generally require that investors be accredited due to the additional risks and speculative nature of the securities. For natural persons, the criteria is met by a net worth of more than \$1 million (excluding primary residence) or an income of more than \$200,000 individually (\$300,000 jointly) for the two most recent years and a reasonable expectation for the same in the current year. For other entities, such as corporations, partnerships, trusts and employee benefit plans, the criteria is met with at least \$5 million in assets. See full definition in Rule 501 of Regulation D under the Securities Act of 1933.

Alpha: A measure of risk-adjusted performance. A statistic measuring that portion of a stock, fund or composite's total return attributable to specific or non-market risk. Alpha measures non-market return and indicates how much value has been added or lost. A positive Alpha indicates the fund or composite has performed better than its Beta would predict (i.e., the manager has added value above the benchmark). A negative Alpha indicates a fund or composite has underperformed given the composite's Beta.

Alternative Investments: As used by U.S. Bank, an investment considered to be outside of the traditional asset classes of long-only stocks, bonds and cash. Examples of alternative investments include hedge funds, private equity, options and financial derivatives.

Annualized Excess Return: Shows the difference between the annualized linked returns of a portfolio and the model benchmark. Performance reports provided annualize only periods greater than one year.

Annualized or Annual Rate of Return: Represents the average annual change in the value of an investment over the periods indicated.

Batting Average: Shows how consistently the portfolio return met or beat the market.

Beta: A measure of your portfolio's risk relative to a benchmark. A portfolio with a beta of 1.5, for example, would be expected to return roughly 1.5 times the benchmark's return. A high Beta indicates a riskier portfolio.

Bond Credit Rating: A grade given to bonds by a private independent rating service that indicates their credit quality. Ratings are the opinion of Standard & Poor's or other agencies as noted and not the opinion of U.S. Bank.

Consumer Price Index (CPI): A measure of the average change in prices over time in a market basket of goods and services and is one of the most frequently used statistics for identifying periods of inflation and deflation.

Convexity to Stated Maturity: A measure of the curvature in the relationship between bond prices and bond yields that demonstrates how the duration of a bond changes as the interest rate changes. Convexity is used as a risk-management tool and helps to measure and manage the amount of market risk to which a portfolio of bonds is exposed. This version of convexity measures the rate change in duration of a bond as the yield to (stated) maturity changes.

Definitions of report and statement terms (page 2 of 5)

Cost basis/book value: The original value of an asset at the time it was acquired. This is normally the purchase price or appraised value at the time of acquisition. This data is for information purposes only.

Cumulative Excess Return: Shows the difference between the annualized linked returns of a portfolio and the model benchmark. Performance reports provided use unannualized returns in periods up to one year, but annualized returns for periods exceeding one year.

Downside Capture: The downside capture ratio reflects how a portfolio compares to a benchmark during periods when the benchmark is down. A downside capture ratio of 0.80 (or 80 percent) means the portfolio has historically declined only 80 percent as much as the benchmark during down markets.

Downside Deviation: The deviation of returns that fall below a minimum acceptable return (MAR). Although the numerator includes only returns below the MAR, the denominator includes all returns in the performance period. This risk statistic is similar to the downside standard deviation except the sum is restricted to returns less than the MAR instead of the mean.

Downside Standard Deviation: The deviation of returns that fall below the mean return. Although the numerator includes only returns below the mean, the denominator includes all returns in the performance period. This risk statistic is similar to the downside deviation except the sum is restricted to returns less than the mean instead of the minimum acceptable return (MAR).

Effective Maturity: The date of a bond's most likely redemption, given current market conditions, taking into consideration the optional and mandatory calls, the optional, mandatory and recurring puts, and the stated maturity.

Estimated annual income: The amount of income a particular asset is anticipated to earn over the period indicated. The shares multiplied by the annual income rate.

Gain/loss calculation: If an asset was sold, the difference between the proceeds received from the sale compared to the cost of acquiring the asset. If the value of the proceeds is the higher of the two numbers, then a gain was realized. If the value of the proceeds is the lower of the two numbers, a loss was incurred. This data is for information purposes only.

Gross of Fees: Represents all assets included in the calculation of the portfolio -- before the deduction of trust and asset management fees -- and is inclusive of all applicable third party security fees and expenses. Details of those fees and expenses are provided in the security's prospectus or offering documents.

Information Ratio: The information ratio compares the average excess return of the portfolio over its associated benchmark divided by the tracking error.

M-Squared: The hypothetical return of the portfolio after its risk has been adjusted to match a benchmark.

Definitions of report and statement terms (page 3 of 5)

Market Value: Publicly traded assets are valued using market quotations or valuation methods from financial industry services believed by us to be reliable. Assets, that are not publicly traded, may be reflected at values from other external sources or special valuations prepared by us. Assets for which a current value is not available may be reflected as not valued, at par value, or at a nominal value. Values shown do not necessarily reflect prices at which assets could have been bought or sold. Values are updated based on internal policy and may be updated less frequently than statement generation.

Market Value Over Time: Many factors can impact the portfolio value over time, such as contributions to the account, distributions from the account, the investment of dividends and interest, the deduction of fees and expenses, and market performance.

Modified Duration to Effective Maturity: A formula that expresses the measurable change in the value of a security in response to a change in interest rates. This version of Modified Duration takes into consideration a “horizon date/price” that is, given current conditions, the most likely redemption date/price using the set of calls/puts, as well as stated maturity.

Modified Duration to Stated Maturity: A formula that expresses the measurable change in the value of a security in response to a change in interest rates. This version of Modified Duration uses stated maturity as the “horizon date/price” and ignores any potential call/put/pre-refunding, even if they are mandatory.

Net of Fees: Represents all assets included in the calculation of the portfolio -- after the deduction of trust and asset management fees. Please refer to the client fee schedule for additional information.

Price/Earnings Ratio (P/E): The P/E ratio of a company is calculated by dividing the price of the company’s stock by its trailing 12-month earnings per share. A high P/E usually indicates that the market is paying a premium for current earnings because it believes in the firm’s ability to grow its earnings. A low P/E indicates the market has less confidence that the company’s earnings will increase. Within a portfolio, P/E is the weighted average of the price/earnings ratios of the stocks in the portfolio.

Qualified Purchaser: Some private placement securities require that investors be Qualified Purchasers in addition to being Accredited Investors. For natural persons, the criteria is generally met when the client (individually or jointly) owns at least \$5 million in investments. For other entities, such as corporations, partnerships, trusts and employee benefit plans, the criteria is met with at least \$25 million in investments though there are other eligibility tests that may apply. See full definition in Section 2(a)(51) of the Investment Company Act of 1940.

R-Squared: Measures the portion of the risk in your portfolio that can be attributed to the risk in the benchmark.

Realized and Unrealized Gains/Losses: Are calculated for individual tax lots based on the records we have available. Some data may be incomplete or differ from what you are required to report on your tax return. Some data used in these calculations may have been obtained from outside sources and cannot be verified by U.S. Bank. The data is intended for informational purposes only and should not be used for tax reporting purposes. Please consult with your tax or legal advisor for questions concerning your personal tax or financial situation.

Definitions of report and statement terms (page 4 of 5)

Residual Risk: The amount of risk specific to the assets in a portfolio distinct from the market, represented by a benchmark.

Return: An indication of the past performance of your portfolio.

Sharpe Ratio: Measures of risk-adjusted return that calculates the return per unit of risk, where risk is the Standard Deviation of your portfolio. A high Sharpe ratio indicates that the portfolio is benefiting from taking risk.

Sortino Ratio: Intended to differentiate between good and bad volatility. Similar to the Sharpe ratio, except it uses downside deviation for the denominator instead of standard deviation, the use of which doesn't discriminate between up and down volatility.

Spread: The difference between the yields of two bonds with differing credit ratings (most often, a corporate bond with a certain amount of risk is compared to a standard traditionally lower risk Treasury bond). The bond spread will show the additional yield that could be earned from a bond which has a higher risk.

Standard Deviation: A measure of the volatility and risk of your portfolio. A low standard deviation indicates a portfolio with less volatile returns and therefore less inherent risk.

Time-weighted Return: The method used to calculate performance. Time-weighted return calculates period by period returns that negates the effect of external cash flows. Returns for periods of greater than one year are reported as an annualized (annual) rate of return. Returns of less than one year are reported on a cumulative return basis. Cumulative return is the aggregate amount an investment has gained or lost over time, independent of the period involved.

Tracking Error: A divergence between the price behavior of a position or a portfolio and the price behavior of a benchmark. This is often in the context of a hedge or mutual fund that did not work as effectively as intended, creating an unexpected profit or loss instead.

Traditional Investments: As used by U.S. Bank, an investment made in equity, fixed income or cash securities, mutual funds or exchange-traded funds (ETFs) where the investor buys at a price with the goal that the investment will go up in value.

Top 10 Holdings: The 10 assets with the highest market values in the account.

Total Portfolio Gross of Fees: Represents all assets included in the calculation of the portfolio, before the deduction of trust and asset management fees, and is inclusive of all applicable third-party security fees and expenses. Details of those fees and expenses are provided in the security's prospectus or offering documents.

Definitions of report and statement terms (page 5 of 5)

Total Return: The rate of return that includes the realized and unrealized gains and losses plus income for the measurement period.

Treynor Ratio: Measures the performance of a sector relative to risk by dividing the return of the sector in excess of the risk-free return by the sector's Beta. The higher the Treynor ratio, the better the return relative to risk.

Turnover Percent: Indicates how frequently asset are bought and sold within a portfolio.

Turnover Ratio: The percentage of a mutual fund's or other investment vehicle's holdings that have been "turned over" or replaced with other holdings in a given year.

Unrealized gain (loss) — The difference between the current market value (at the end of the statement period) and the cost to acquire the asset. If the current market value is higher than the cost, a gain is reflected. If the current market value is lower than the cost paid, a loss is reflected. This data is for information purposes only.

Upside Capture: The upside capture ratio reflects how a portfolio compares to the selected model benchmark during periods when the benchmark is up. An upside capture ratio of 1.15 (or 115 percent) means the portfolio has historically beat the benchmark by 15 percent during up markets.

Yield: The annual rate of return on an investment, expressed as a percentage. For bonds, it is the coupon rate divided by the market price. For stocks, it is the annual dividend divided by the market price.

Frequently used indexes (page 1 of 5)

Bloomberg Barclays 1-3 year U.S. Treasury Index: Measures the performance of the U.S. government bond market and includes public obligations of the U.S. Treasury with a maturity between one year and up to (but not including) three years.

Bloomberg Barclays 1-5 year U.S. Treasury Index: Includes all publicly issued, U.S. Treasury securities that have a remaining maturity of greater than or equal to one year and less than five years, are rated investment grade and have \$250 million or more of outstanding face value.

The Bloomberg Barclays 1-5 year Municipal Index: Measures the performance of municipal bonds with time to maturity of more than one year and less than five years.

Bloomberg Barclays 7-year Municipal Index: Includes municipal bonds with a minimum credit rating of Baa that have been issued as part of a transaction of at least \$50 million, have a maturity value of at least \$5 million and a maturity range of four to six years.

Bloomberg Barclays Global Aggregate Index ex-U.S. Index: Measure of global investment grade debt from 24 local currency markets. This multi-currency benchmark includes Treasury, government-related, corporate and securitized fixed-rate bonds from both developed and emerging markets issuers.

Bloomberg Barclays Global Treasury ex-U.S. Index: Includes government bonds issued by investment-grade countries outside the United States, in local currencies, that have a remaining maturity of one year or more and are rated investment grade.

Bloomberg Barclays High Yield Municipal Bond Index: An unmanaged index made up of bonds that are non-investment grade, unrated or below Ba1 bonds.

Bloomberg Barclays Intermediate Aggregate Index: Consists of one- to 10-year governments, one- to 10-year corporate bonds, all mortgages and all asset-backed securities within the Aggregate Index.

Bloomberg Barclays Mortgage-Backed Securities Index: Covers agency mortgage-backed pass-through securities (both fixed-rate and hybrid adjustable-rate mortgages) issued by Ginnie Mae (GNMA), Fannie Mae (FNMA), and Freddie Mac (FHLMC).

Bloomberg Barclays U.S. Aggregate Bond Index: Measures the investment grade, U.S. dollar-denominated, fixed-rate taxable bond market, including Treasuries, government-related and corporate securities, mortgage-backed securities, asset-backed securities and commercial mortgage-backed securities.

Bloomberg Barclays U.S. Corporate Bond Index: Measures the investment grade, fixed-rate, taxable corporate bond market and includes U.S. dollar-denominated securities publicly issued by U.S. and non-U.S. industrial, utility and financial issuers.

Frequently used indexes (page 2 of 5)

Bloomberg Barclays U.S. Corporate High Yield Bond Index: Measures the U.S. dollar denominated, high yield, fixed-rate corporate bond market.

Bloomberg Barclays U.S. Municipal Bond Index: Measures the investment grade, U.S. dollar-denominated, fixed tax-exempt bond market. The index includes state and local general obligation, revenue, insured and pre-refunded bonds.

Bloomberg Barclays U.S. Treasury Index: Measures U.S. dollar-denominated, fixed-rate, nominal debt issued by the U.S. Treasury.

Bloomberg Barclays U.S. Treasury Inflation-Protected Securities (TIPS) Index: An unmanaged index includes all publicly issued, U.S. TIPS that have at least one year remaining to maturity, are rated investment grade, and have \$250 million or more of outstanding face value.

Cambridge U.S. Private Equity Index: This index is based on returns data compiled for U.S. private equity funds (including buyout, growth equity and mezzanine funds) that represent the majority of institutional capital raised by private equity partnerships formed since 1986. Returns may be delayed by up to six months. Quarterly performance is prorated based on the cube root for the months of the quarter.

Citigroup 3-Month Treasury Bills: An unmanaged index and represents monthly return equivalents of yield averages of the last three-month Treasury Bill issues.

Citigroup 6-Month Treasury Bills: An unmanaged index and represents monthly return equivalents of yield averages of the last six-month Treasury Bill issues.

Credit Suisse Leverage Loan Index: Represents tradable, senior-secured, U.S. dollar-denominated non-investment grade loans.

Dow Jones Industrial Average (DJIA): The price-weighted average of 30 significant U.S. stocks traded on the New York Stock Exchange and NASDAQ. The DJIA is the oldest and single most watched index in the world.

Dow Jones Select REIT Index: Measures the performance of publicly traded REITs and REIT-like securities in the U.S. and is a proxy for direct real estate investment, in part by excluding companies whose performance may be driven by factors other than the value of real estate.

HFRI Indices: The Hedge Fund Research, Inc. (HFRI) indexes are a series of benchmarks designed to reflect hedge fund industry performance by constructing composites of constituent funds, as reported by the hedge fund managers listed within the HFR Database.

Frequently used indexes (page 3 of 5)

HFRI Equity Hedge Total Index: Uses the HFR (Hedge Fund Research) database and consists only of equity hedge funds with a minimum of \$50 million assets under management or a 12-month track record and that reported assets in U.S. dollars.

HFRI Relative Value Fixed Income Corporate Index: Uses the HFR (Hedge Fund Research) database and consists of only relative value fixed income corporate funds with a minimum of \$50 million assets under management or a 12-month track record and that reported assets in U.S. dollars.

ICE BofAML 1-3 Year Corporate Index: Tracks U.S. dollar-denominated investment grade public debt issued in the U.S. bond market with maturities of one to three years.

ICE BofAML 1-5 Year Corporate and Government Index: Tracks the performance of short-term U.S. investment grade government and corporate securities with maturities between one and five years.

ICE BofAML U.S. 7-10 Year Index: Tracks the performance of U.S. dollar denominated investment grade rated corporate debt publicly issued in the U.S. domestic market and includes all securities with a remaining term to maturity of greater than or equal to seven years and less than 10 years.

ICE BofAML Global Broad Market Index: Tracks the performance of investment grade public debt issued in the major domestic and Eurobond markets, including global bonds.

ICE BofAML U.S. High Yield Master II Index: Commonly used benchmark index for high yield corporate bonds and measures the broad high yield market.

J.P. Morgan Emerging Markets Bond Index Global (EMBI Global): Tracks total returns for traded external debt instruments in the emerging markets.

London Interbank Offered Rate (LIBOR) 3-months: The interest rate offered by a specific group of London banks for U.S. dollar deposits with a three-month maturity.

London Interbank Offered Rate (LIBOR) 9-months: The interest rate offered by a specific group of London banks for U.S. dollar deposits with a nine-month maturity.

MSCI All Country World Index (ACWI): Designed to measure the equity market performance of developed and emerging markets.

Frequently used indexes (page 4 of 5)

Russell 2000 Value Index: Measures companies in the Russell 2000 Index having lower price-to-book ratios and lower forecasted growth values. The Russell 2000 Index includes the 2,000 firms from the Russell 3000 Index with the smallest market capitalizations.

Russell 3000 Index: Measures the performance of the 3,000 largest U.S. securities based on total market capitalization.

Russell Midcap Index: Measures the 800 smallest companies in the Russell 3000 Index.

Russell Midcap Growth Index: Measures companies in the Russell Midcap Index having higher price-to-book ratios and higher forecasted growth values.

Russell Midcap Value Index: Measures companies in the Russell Midcap Index having lower price-to-book ratios and lower forecasted growth values.

MSCI All County World ex-U.S. Index (ACWI, excluding United States): Tracks the performance of stocks representing developed and emerging markets around the world that collectively comprise most foreign stock markets. U.S. stocks are excluded from the index.

MSCI EAFE Index: Includes approximately 1,000 companies representing the stock markets of 21 countries in Europe, Australasia and the Far East.

MSCI Emerging Markets (EM) Index: Designed to measure equity market performance in global emerging markets.

MSCI World Index: Tracks equity market performance of developed markets through individual country indices.

NAREIT Index: Includes REITs (Real Estate Investment Trusts) listed on the New York Stock Exchange, NASDAQ and American Stock Exchange.

NASDAQ Composite Index: A market capitalization-weighted average of roughly 5,000 stocks that are electronically traded in the NASDAQ market.

NCREIF Property Index (NPI): Measures the investment performance of a very large pool of individual commercial real estate properties acquired in the private market for investment purposes only.

Russell 1000 Index: Measures the performance of the 1,000 largest companies in the Russell 3000 Index and is representative of the U.S. large capitalization securities market.

Frequently used indexes (page 5 of 5)

Russell 1000 Growth Index: Measures companies in the Russell 1000 Index with higher price-to-book ratios and higher forecasted growth values. It includes the largest 1,000 firms in the Russell 3000 Index.

Russell 1000 Value Index: Measures companies in the Russell 1000 Index with lower price-to-book ratios and lower forecasted growth values. It includes the largest 1,000 firms in the Russell 3000 Index.

Russell 2000 Index: Measures the performance of the 2,000 smallest companies in the Russell 3000 Index and is representative of the U.S. small capitalization securities market.

Russell 2000 Growth Index: Measures companies in the Russell 2000 Index having higher price-to-book ratios and higher forecasted growth values, and is representative of U.S. securities exhibiting growth characteristics. The Russell 2000 Index includes the 2,000 firms from the Russell 3000 Index with the smallest market capitalizations.

S&P 500 Index: Consists of 500 widely traded stocks that are considered to represent the performance of the U.S. stock market.

S&P Global ex-U.S. Property Index: Measures the investable universe of publicly traded property companies domiciled in developed and emerging markets excluding the United States. The companies included are engaged in real estate related activities such as property ownership, management, development, rental and investment.

S&P GSCI: A composite index of commodity sector returns, representing an unleveraged, long-only investment in commodity futures that is broadly diversified across the spectrum of commodities.

S&P/Case-Shiller Home Price Indexes: A group of indexes that track changes in home prices throughout the United States. Case-Shiller produces indexes representing certain metropolitan statistical areas (MSA) as well as a national index.

Swiss Re Global Cat Bond Total Return Index: Tracks the aggregate performance of all U.S. dollar-denominated euros and Japanese yen-denominated catastrophe bonds, capturing all ratings, perils and triggers.

U.S. Dollar Index: Indicates the general international value of the U.S. dollar by averaging the exchange rates between the U.S. dollar and six major world currencies.

Wilshire 5000 Index: Composed of more than 6,700 publicly-traded U.S. companies and is designed to track the overall performance of the American stock markets.



CITY OF CUPERTINO

Agenda Item

24-13118

Agenda Date: 4/22/2024
Agenda #: 4.

Subject: INFORMATIONAL ITEM Receive the Treasurer's Investment Report for the Quarter Ending December 31, 2023 and March 31, 2024

Receive the Treasurer's Investment Report for the Quarter Ending December 31, 2023 and March 31, 2024

Presenter: Jonathan Orozco, Finance Manager and Chandler

4:40(15)



ADMINISTRATIVE SERVICES DEPARTMENT

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CUPERTINO.ORG

AUDIT COMMITTEE STAFF REPORT

Meeting: April 22, 2024

Subject

Receive the Treasurer's Investment Report for the Quarter Ending March 31, 2024

Recommended Action

Receive the Treasurer's Investment Report for the Quarter Ending March 31, 2024

Reasons for Recommendation

Background

On May 16, 2023, the City Council approved the City Investment Policy. Per the City's Investment Policy, the Treasurer shall submit a quarterly investment report to the City Council approximately 45 days following the end of the quarter. In addition to the quarterly investment reports, monthly transaction reports are submitted to the City Council within 30 days of the end of the reporting period per California Government Code Section 53607. The quarterly investment report offers a more extensive discussion of the City's economy, cash flow, and investments.

The City's Municipal Code Section 2.24.050 Investment Authority states that the Treasurer shall make a monthly report of all investment transactions to the City Council. The City's Municipal Code Section 2.48.020(A)(3) states that the Director of Administrative Services also shall be appointed Treasurer and also shall act as ex officio Assessor and shall assess and collect all City taxes save and except for those collected by State and County officers for the City. Lastly, the City's Municipal Code Section 2.88.100 Duties–Powers–Responsibilities lists one of the powers and functions of the Audit Committee is "to review the quarterly Treasurer's Investment report."

Per the referenced code provisions, a Treasurer's Investment Report is made available to the City Council quarterly.

Treasurer's Investment Report

The report provides an update on the City's investment portfolio for the month ending March 31, 2024. The report is as of April 16, 2024.

The attached statements include balances and transactions of the City's investments with the Local Agency Investment Fund (LAIF) and Chandler Asset Management. The Chandler investment report provides information on the investment type, issuer, purchase date, maturity date, cost value, par value, and market value for each security, as well as the weighted average maturity and weighted average yield of all investments.

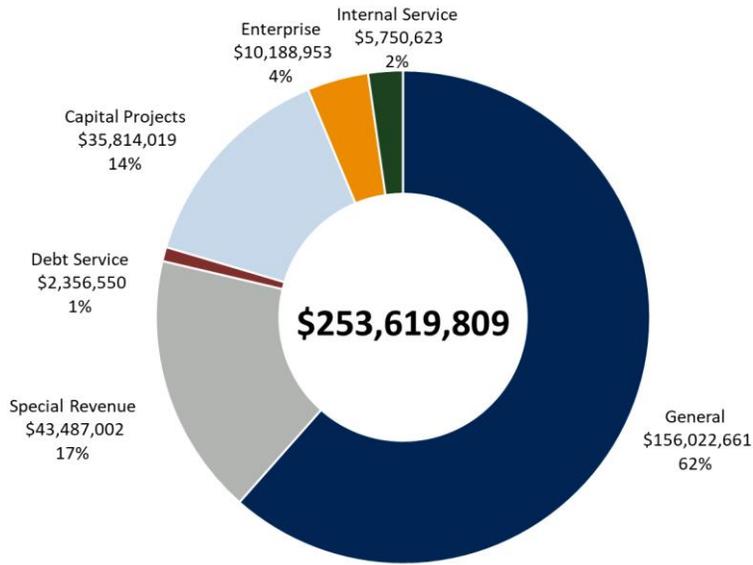
While not governed by the City's Investment Policy, statements for the Public Agency Retirement Services (PARS) Section 115 Trusts are also attached per a request from the Treasurer's Report sub-committee.

The City's General Ledger cash and investments balance was \$253.6 million, a \$14.7 million increase from the prior quarter.

Cash and Investments – General Ledger Balance

Fund Type	Quarter Ending December 31, 2023	Quarter Ending March 31, 2024
General Fund	141,499,792	156,022,661
Special Revenue	41,412,237	43,487,002
Debt Service	2,356,550	2,356,550
Capital Projects	36,107,366	35,814,019
Enterprise	10,016,565	10,188,953
Internal Service	7,567,025	5,750,623
Total	\$238,959,536	\$253,619,809

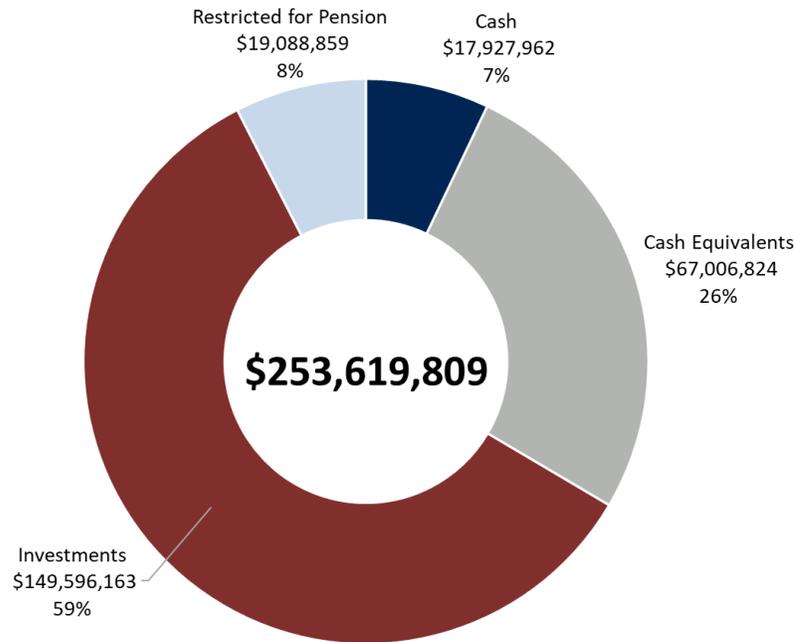
Cash and Investments by Fund



The \$253.6 million in cash and investments include \$17.9 million in cash, \$67.0 million in cash equivalents, \$149.6 million in investments, and \$19.1 million restricted for funding pension costs.

The City pools cash for all funds except restricted funds. However, the City accounts for interest earnings, revenues, and expenditures separately for each fund to adequately meet the purpose and restrictions of each funding source. Pooling funds is a common and appropriate practice used in public agencies. By pooling funds, the City can benefit from economies of scale, diversification, liquidity, and ease of administration.

Cash and Investments by Type



Cash and Investments – General Ledger Balance

	Quarter Ending December 31, 2023	Quarter Ending March 31, 2024	% of Portfolio
Cash in banks and on hand			
Operating Checking (Wells Fargo)	48,460,978	17,890,177	7%
Workers' Compensation Checking (Wells Fargo)	22,010	34,199	0%
Payroll Checking (Wells Fargo)	-	-	0%
Restricted for Bond Repayments ¹ (BNY Mellon)	-	-	0%
Petty Cash and Change	3,586	3,586	0%
Cash Equivalents			
Local Agency Investment Fund	21,787,939	67,006,824	26%
Investments			
Investments (Chandler)	149,596,163	149,596,163	59%
Restricted for Pension ² (PARS)	19,088,859	19,088,859	8%
Total Cash and Investments³	\$238,959,536	\$253,619,809	100%

¹ Cash held by fiscal agent for bond repayments

² In accordance with GASB 67/68, the assets in the Section 115 Pension Trust are reported as restricted cash and investments in the General Fund. The assets can only be used to fund CalPERS costs.

³ Assets in the Section 115 OPEB Trust are excluded as the City cannot use these assets to fund its own operations. The assets are held in trust for retirees' post-employment health benefits.

The table below shows the bank balances for the City's cash and investments. Bank and General Ledger balances differ due to timing. Bank balances do not include outstanding checks and deposits in transit. The General Ledger is updated quarterly with interest earnings and annually with the year-end investment market values.

Cash and Investments – Bank Balance

	Quarter Ending December 31, 2023	Quarter Ending March 31, 2024	% of Portfolio
Cash in banks and on hand			
Operating Checking (Wells Fargo)	49,177,441	20,797,662	8%
Workers' Compensation Checking (Wells Fargo)	23,013	27,369	0%
Payroll Checking (Wells Fargo)	-	-	0%
Restricted for Bond Repayments ¹ (BNY Mellon)	-	-	0%
Cash Equivalents			
Local Agency Investment Fund	21,787,939	67,006,824	25%
Investments			
Investments (Chandler)	153,958,566	154,774,606	59%
Restricted for Pension ² (PARS)	20,389,010	21,561,323	8%
Total Cash and Investments³	\$245,335,970	\$264,167,784	100%

¹ Cash held by fiscal agent for bond repayments

² In accordance with GASB 67/68, the assets in the Section 115 Pension Trust are reported as restricted cash and investments in the General Fund. The assets can only be used to fund CalPERS costs.

³ Assets in the Section 115 OPEB Trust are excluded as the City cannot use these assets to fund its own operations. The assets are held in trust for retirees' post-employment health benefits.

Local Agency Investment Fund (LAIF)

LAIF is an investment pool administered by the State of California Treasurer and governed by California Government Code. The City can withdraw funds from LAIF at any time. As a result, the City uses LAIF for short-term investment, liquidity, and yield.

The City's LAIF account had a balance of \$67.0 million. The quarterly interest rate was 4.30%. The City deposited roughly \$45 million to earn interest on the City's cash equivalents in the quarter ending March 2024.

Investment Portfolio

In FY 2018-19, the City conducted a Request for Proposal (RFP) for investment management services and selected Chandler Asset Management. Under the City's Treasurer's direction, Chandler Asset Management manages the City's investment portfolio in accordance with the City's investment objectives. The City's investment objectives, in order of priority, are to provide:

- Safety to ensure the preservation of capital in the overall portfolio
- Sufficient liquidity for cash needs
- A market rate of return consistent with the investment program

The performance objective is to earn a total rate of return through a market cycle equal to or above the return on the benchmark index. Chandler Asset Management invests in high-quality fixed-income securities consistent with the City's Investment Policy and California Government Code to achieve the objective.

The portfolio's market value was \$154.8 million, compared to \$154.0 million at the end of the previous quarter. The table below includes historical comparisons of the City's portfolio:

	December 31, 2023	March 31, 2024
Market Value	153,958,566	154,139,738
Par Value	158,767,712	159,493,887
Book Value	158,476,712	159,262,128
Average Maturity	2.10 years	2.10 years
Average Modified Duration	1.86	1.75
Average Purchase Yield	2.19%	2.44%
Average Market Yield	4.69%	5.14%
Average Quality ¹	AA/Aa1	AA+

¹ S&P and Moody's respectively

The portfolio's market value fluctuates depending on interest rates. When interest rates decrease after an investment is purchased, the market value of the investment increases. In contrast, when interest rates increase after an investment is purchased, the market value of the investment decreases. At the time of purchase, the City intends to hold all investments until maturity, meaning that changes in market value will not impact the City's investment principal. If the market value decreases, the City will incur an unrealized loss. However, the loss will only be realized if the City sells its investments before their maturity. The market values for the portfolio were provided by Chandler Asset Management.

Section 115 Trust Investment Portfolio

The City established Section 115 Trusts to reduce pension rate volatility and pre-fund Other Post-Employment Benefits (OPEB) costs. These trusts are a tax-exempt investment tool that local governments can use to set aside funds for pension and retiree health costs. Contributions made to the trust can only be used to fund retirement plans.

Investments in the Section 115 Trusts are governed by separate investment policies, which are distinct from the City's Investment Policy. On December 5, 2023, City Council

approved the Pension Trust Investment Policy and OPEB Trust Investment Policy. Public Agency Retirement Services (PARS) administers the trust, while US Bank manages the investments in accordance with the approved investment policies.

Both Section 115 Trusts are invested in "balanced" portfolios. The investment objective is designed to provide a moderate amount of current income with moderate growth of capital. This type of investment strategy is generally recommended for investors with a long-term horizon. The strategic asset allocation ranges for this investment objective are:

Asset Class	Range	Target
Equities	50-70%	63%
Fixed Income	20-40%	29%
Real Estate	0-15%	5%
Commodities	0-10%	2%
Cash	0-10%	1%

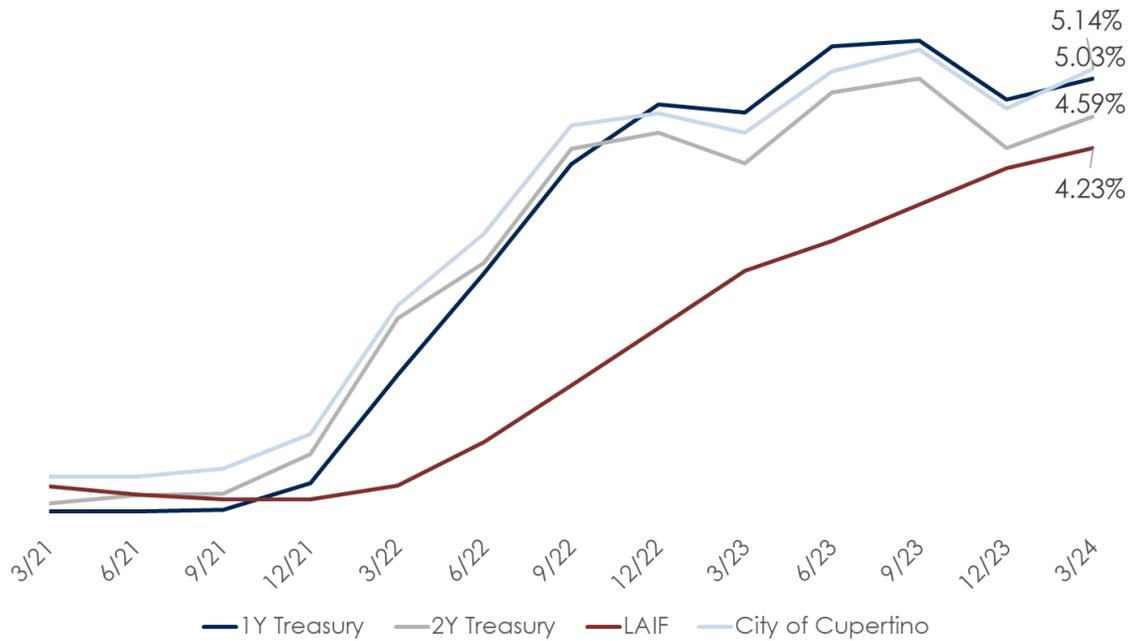
The Section 115 Pension Trust had a balance of \$21.6 million, an increase of \$1.2 million from the prior quarter due to investment gains. The Section 115 OPEB Trust had a balance of \$39.2 million, an increase of \$2.1 million from the prior quarter due to investment gains. The quarterly investment return for OPEB Trust was 5.86% and Pension Trust was 5.84%.

Analysis

The City compares its portfolio to LAIF and one-year and two-year Treasury yields. Yield comparisons for the one-year Treasury, two-year Treasury, LAIF, and City average are presented below:

Yield Comparisons

1-Year Treasury, 2-Year Treasury, LAIF and City Average

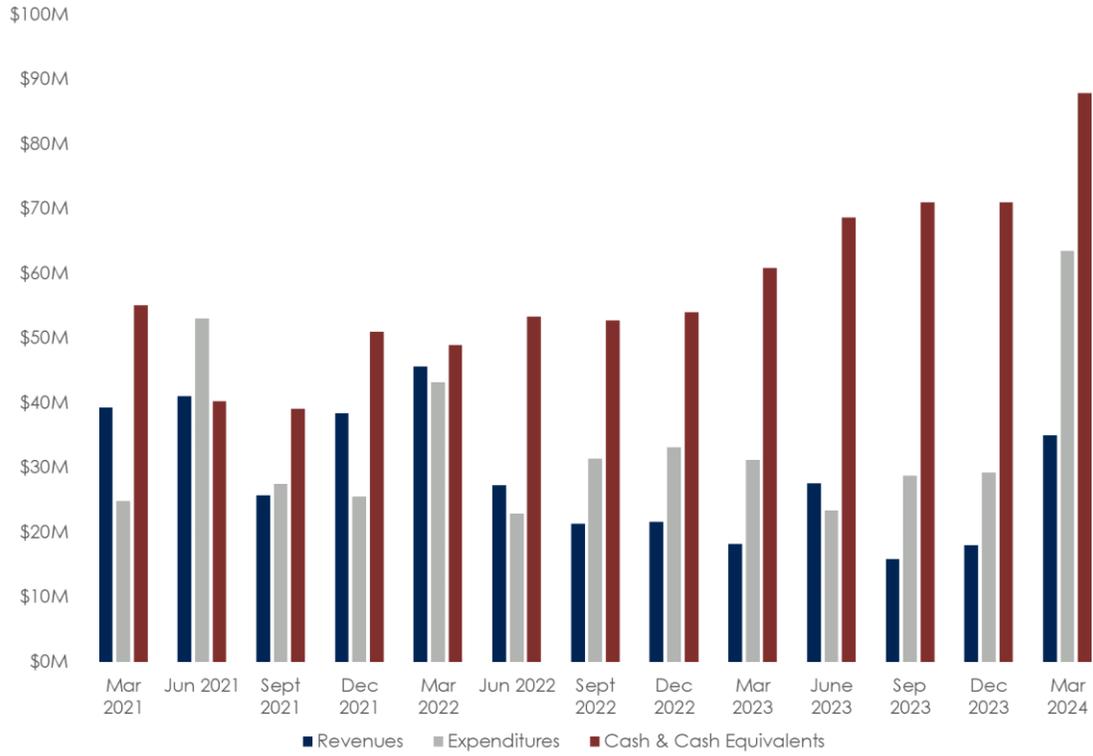


In June, one-year and two-year Treasury yields increased. The yield curve remained inverted and the spread between the two-year and 10-year Treasury yield became more inverted. The one-year and two-year Treasury yields were 5.03% and 4.59%, respectively. The one-year Treasury yield increased by 24 basis points, and the two-year Treasury yield increased by 36 basis points from December 31, 2023. The yield of the City's investment portfolio was 5.14%, higher than the one-year Treasury yield, two-year Treasury yield and LAIF.

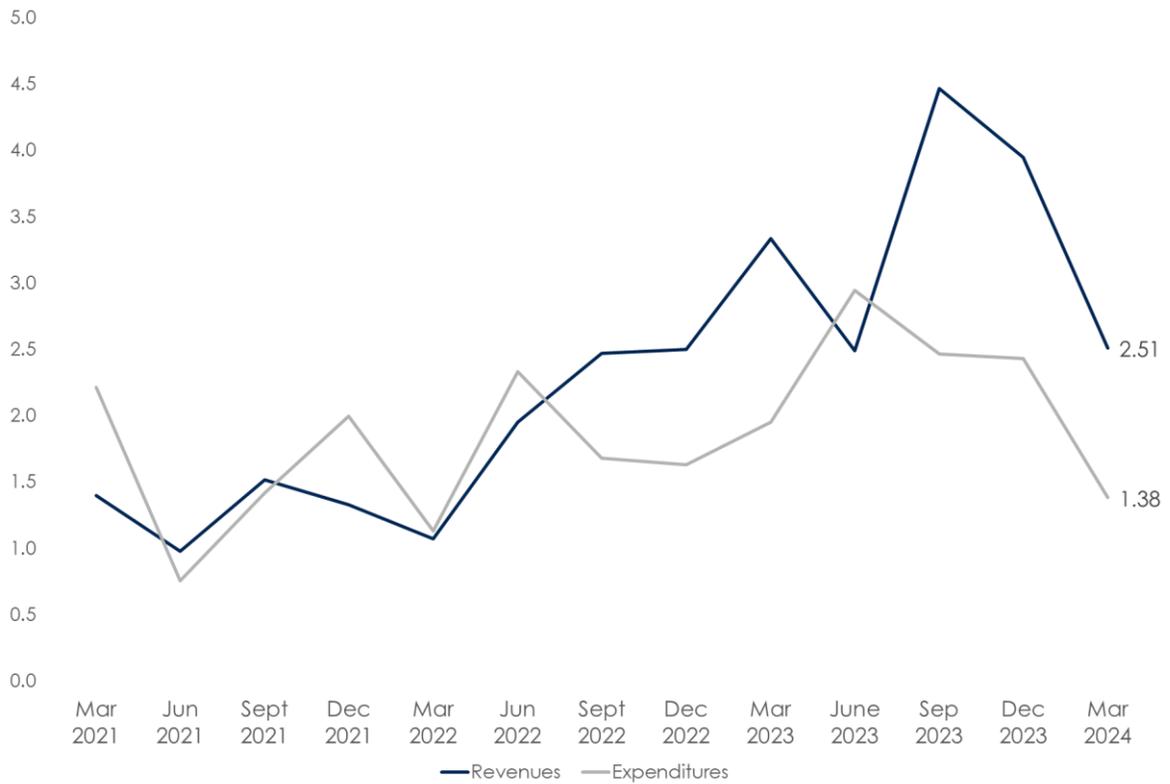
Cash Flow History

Historical revenues, expenditures, and liquidity ratios are presented below:

Revenues, Expenditures, Cash & Cash Equivalents



Liquidity Ratios



As the City's portfolio becomes more or less liquid over time, the ratio of cash and cash equivalents to revenues and expenditures will increase or decrease, respectively. The portfolio's investment structure is complete, so the City anticipates the ratio of cash and cash equivalents to revenues and expenditures to continue to flatten out moving forward. While a formal liquidity level has not been established, significant and consistent fluctuations in the ratio may indicate that additional funds should be invested or, conversely, that investments should be liquidated. In recent years, sufficient liquidity levels for operating revenues and expenditures have approximated a ratio of 1.0. In March 2022, the City transferred \$15.0 million from the operating account to the investment portfolio, which reduced the March 2022 liquidity ratios. Liquidity ratios have been higher in FY 2023-24 due to increased cash and investment balances as the City anticipated an adverse decision from a California Department of Tax and Fee Administration (CDTFA) audit of a City taxpayer. On October 10, 2023, the City established a Sales Tax Repayment Reserve with an initial allocation of \$56.5 million to set aside disputed sales tax revenue.

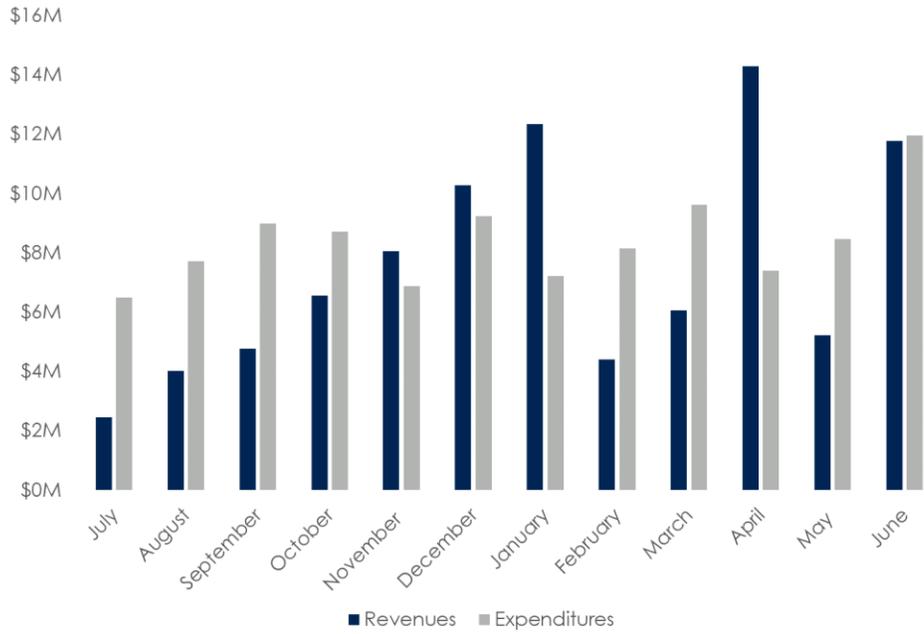
As of March 31, 2024, the liquidity ratio was 2.5 and 1.4 for revenues and expenditures, respectively. The City will monitor inflows and outflows during FY 2023-24 and bring recommendations for the City's investment portfolio as necessary and applicable.

As of March 31, 2024, the City had \$87.8 million in cash and cash equivalents in the bank and on hand. Based on the cash flow forecast, the City maintains the ability to meet its expenditure requirements for the next six months.

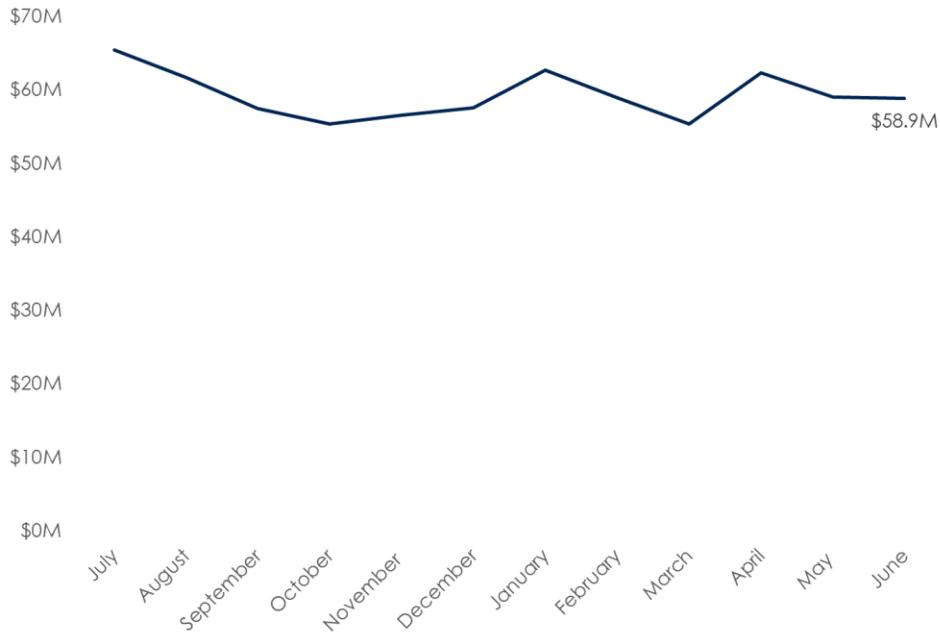
Cash Flow Forecast

Applying three-year historical trend data for each of the City's revenue and expenditure line items to the FY 2023-24 Adopted Budget, the City estimated the following cash flow forecast for FY 2023-24:

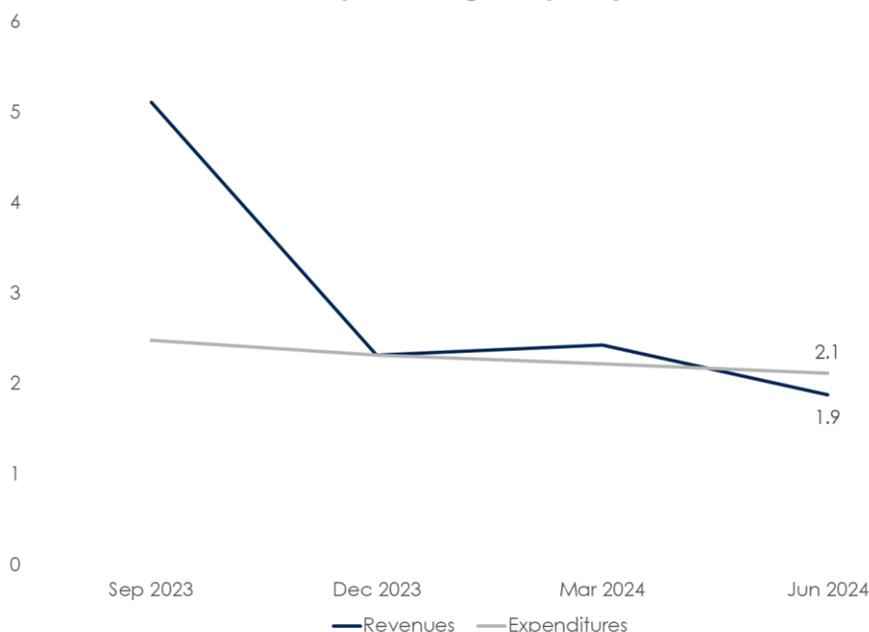
FY 2023-24 Adopted Budget Cash Flow Forecast



FY 2023-24 Adopted Budget Liquidity Balance Forecast



FY 2023-24 Adopted Budget Liquidity Ratio Forecast



The purpose of this cash flow and liquidity forecast is to illustrate the timing of the City's revenues and expenditures throughout a fiscal year using historical trend data. The first quarter of the fiscal year experiences expenditures exceeding revenues since the City begins receiving its property tax distributions in November and April of the respective fiscal year. In January and April, the City receives additional property tax revenues due to the Vehicle License Fee (VLF) swap. In June, the City tends to experience higher activities, particularly expenditures, due to the year-end close and accrual process. From one fiscal year to the next, the City typically incurs one-time special project or capital expenditure costs. The timing of these costs is more difficult to pinpoint in a particular month.

From a cash flow analysis perspective, the Adopted and Amended Budgets are efficient planning tools for determining cash flow needs for a single fiscal year. If a budget is adopted at a position in which revenues and expenditures are balanced, then it is reasonable to conclude cash flow is unlikely to be of concern. Beyond one fiscal year, a City prepares a long-term forward-looking forecast using historical and prospective assumptions. This forecast model is incorporated and presented to the City Council as part of the City's Adopted Budget.

Compliance

All of the City's investments comply with state law and the City's Investment Policy. In compliance with California Government Code 53646 (b)(3), the City maintains the ability to meet its expenditure requirements for the next six months.

Sustainability Impact

No sustainability impact.

Fiscal Impact

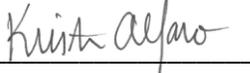
No fiscal impact.

California Environmental Quality Act

Not applicable.

Prepared by: 

Thomas Leung
Budget Manager

Reviewed by: 

Kristina Alfaro
Director of Administrative Services and City Treasurer

Approved for Submission by: 

Matt Morley
Assistant City Manager

Attachments:

- A – Chandler Investment Report March 2024
- B – Chandler Custodial Statement March 2024
- C – PARS Pension and OPEB Account Statement March 2024
- D – LAIF Account Statement March 2024

City of Cupertino

Period Ending March 31, 2024

CHANDLER ASSET MANAGEMENT, INC. | 800.317.4747 | www.chandlerasset.com



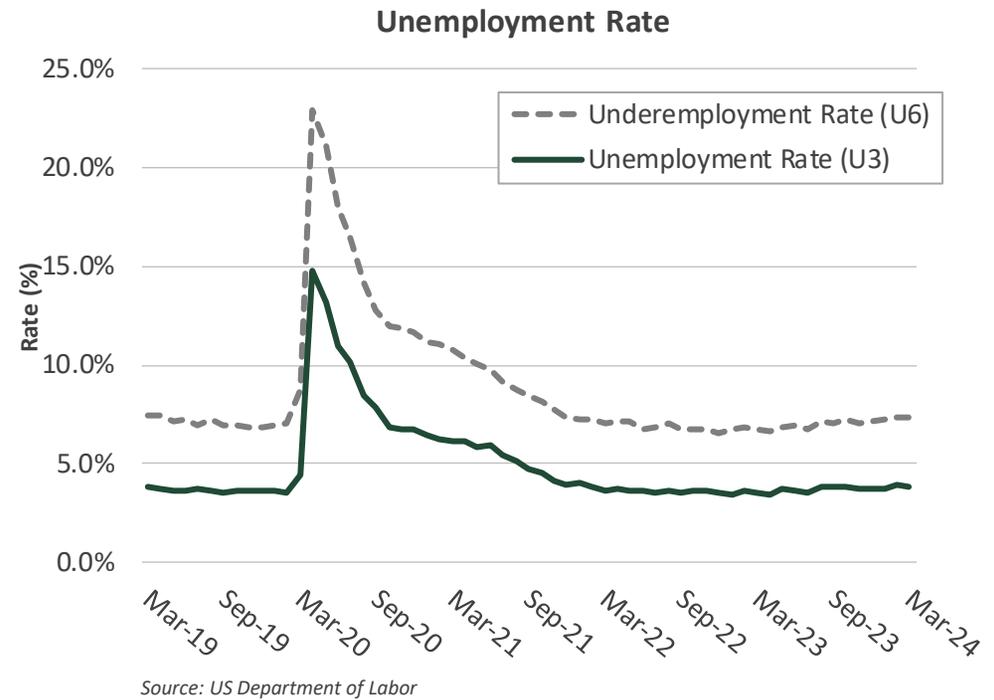
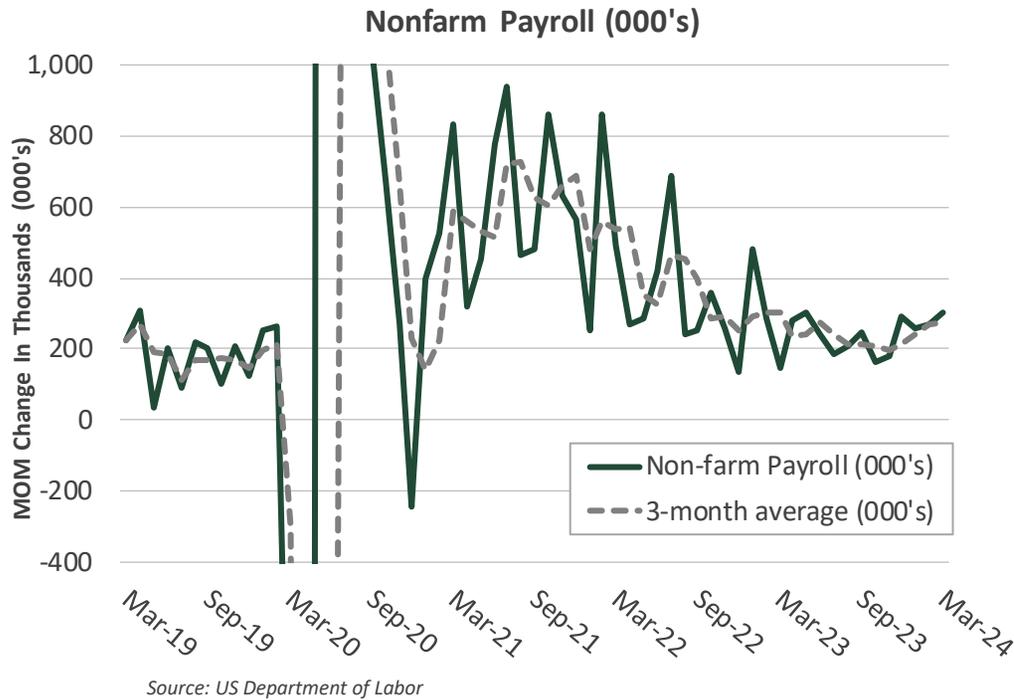
SECTION 1	Economic Update
SECTION 2	Account Profile
SECTION 3	Portfolio Holdings
SECTION 4	Transactions

Section 1 | Economic Update

Economic Update

- Recent economic data has shown above trend growth fueled by a rise in consumer spending and a continuing healthy US job market. Inflationary trends are subsiding, but core levels remain above the Fed's target. Given the cumulative effects of restrictive monetary policy and tighter financial conditions, we believe the economy will gradually soften and the Fed will loosen monetary policy in 2024.
- As expected at the March meeting, the Federal Open Market Committee voted unanimously to leave the Federal Funds rate unchanged at a target range of 5.25 - 5.50%. The March Summary of Economic Projections (SEP) showed stronger real GDP growth outlook and higher core inflation projections for 2024 on resilient labor market and consumer data. The median projection for Federal Funds rate by year-end remained the same at 4.625%, implying three 0.25% cuts. We continue to believe the FOMC will loosen monetary policy in mid-2024 as inflation and economic growth continue to moderate.
- The US Treasury yield curve stabilized in March as the FOMC left the Federal Funds rate unchanged. The 2-year Treasury yield was unchanged at 4.62%, the 5-year Treasury fell 4 basis points to 4.21%, and the 10-year Treasury yield dropped 5 basis points to 4.20%. The inversion between the 2-year Treasury yield and 10-year Treasury yield widened to -42 basis points at March month-end versus -37 basis points at February month-end. The spread between the 2-year Treasury and 10-year Treasury yield one year ago was -56 basis points. The inversion between 3-month and 10-year Treasuries widened to -117 basis points in March from -113 basis points in February.

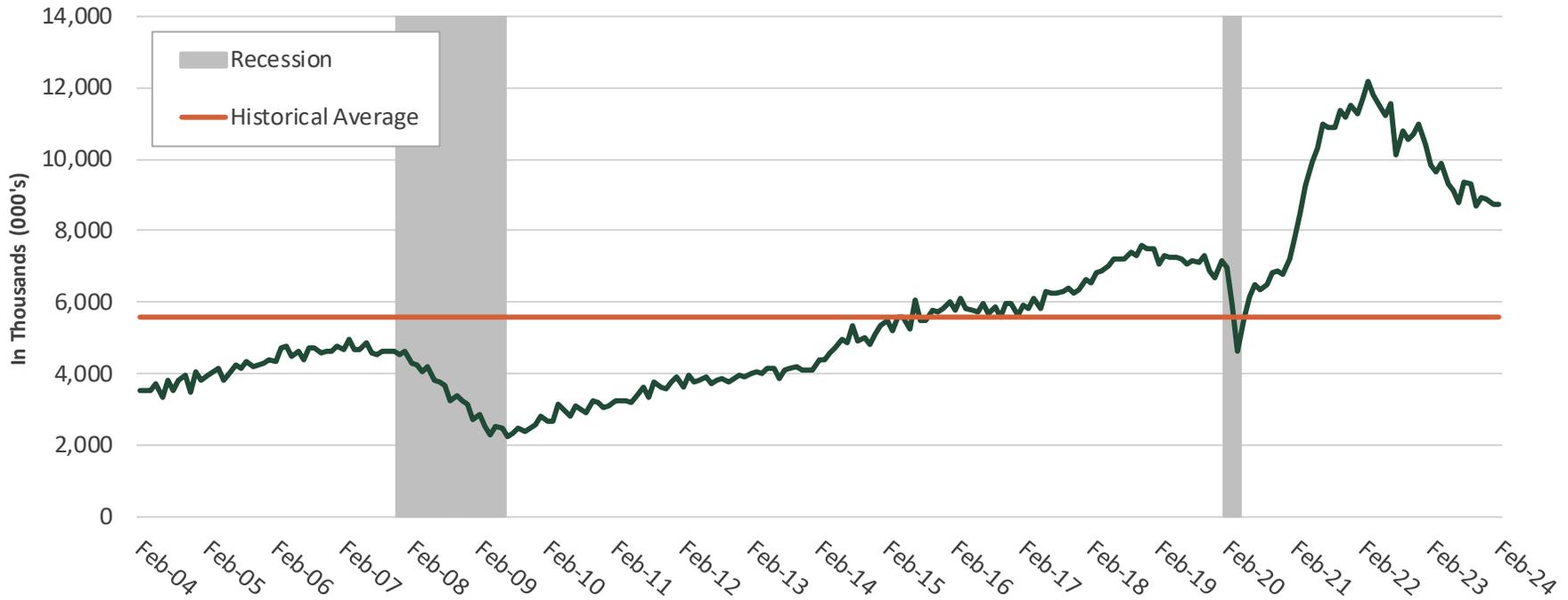
Employment



The U.S. economy added a better-than-expected 303,000 jobs in March, and the prior two months were revised up by 22,000. Leading sectors included healthcare and government. Job creation remains healthy, with the three-month moving average payrolls at 276,000 and the six-month moving average at 244,000. The unemployment rate edged down to 3.8% in March. The labor participation rate ticked up to 62.7% but remained below the pre-pandemic level of 63.3%. The U-6 underemployment rate, which includes those who are marginally attached to the labor force and employed part time for economic reasons was unchanged at 7.3%. Average hourly earnings rose 4.1% year-over-year in March, down from 4.3% last month. Employment remains strong by historical standards.

Job Openings & Labor Turnover Survey

Job Openings

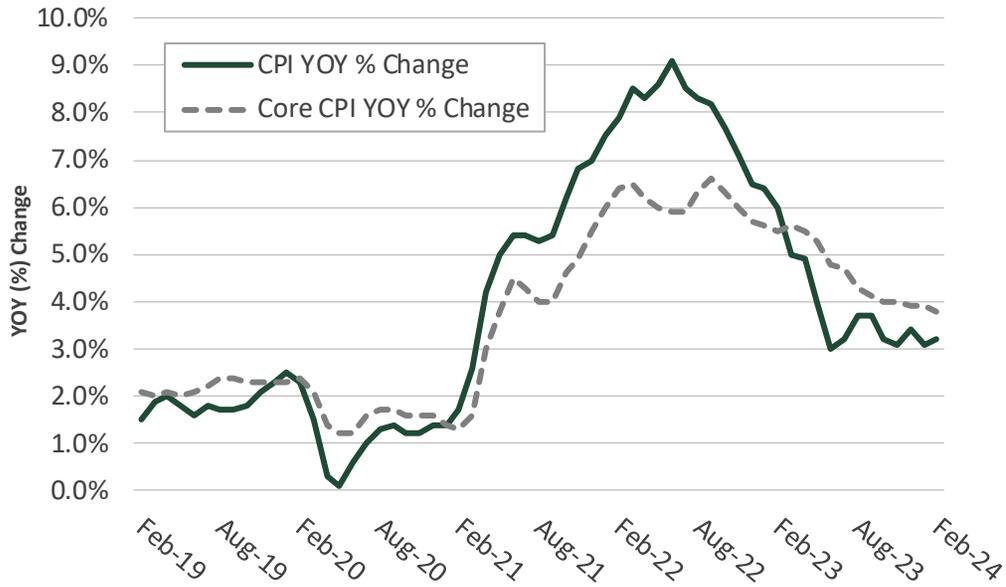


Source: US Department of Labor

The Labor Department's Job Openings and Labor Turnover Survey (JOLTS) edged up to 8.756 million in February compared to a downwardly revised 8.748 million in January. Job openings still represent a healthy ratio of around 1.4 jobs for each unemployed individual. While the current level of job openings remains elevated from a historical perspective, the trend is decelerating.

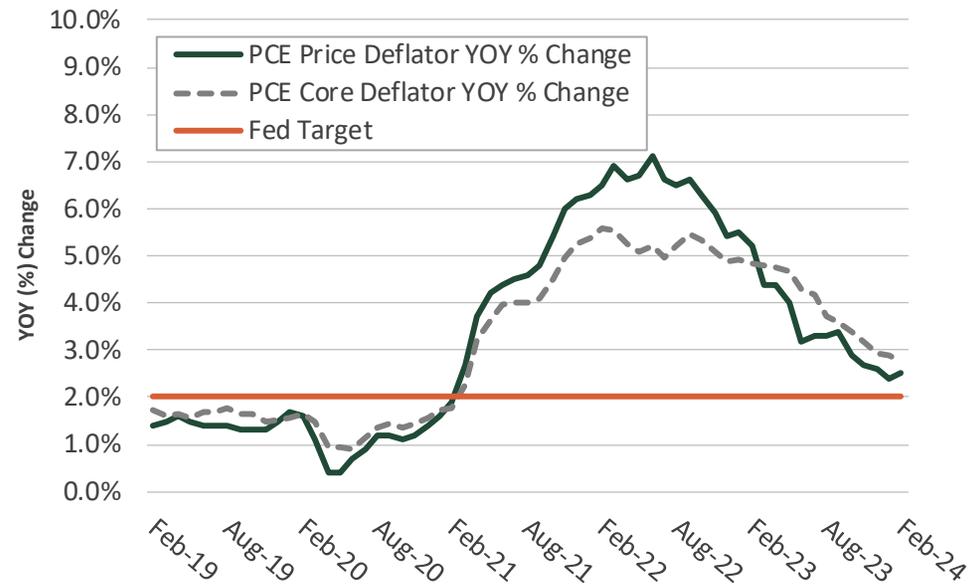
Inflation

Consumer Price Index (CPI)



Source: US Department of Labor

Personal Consumption Expenditures (PCE)

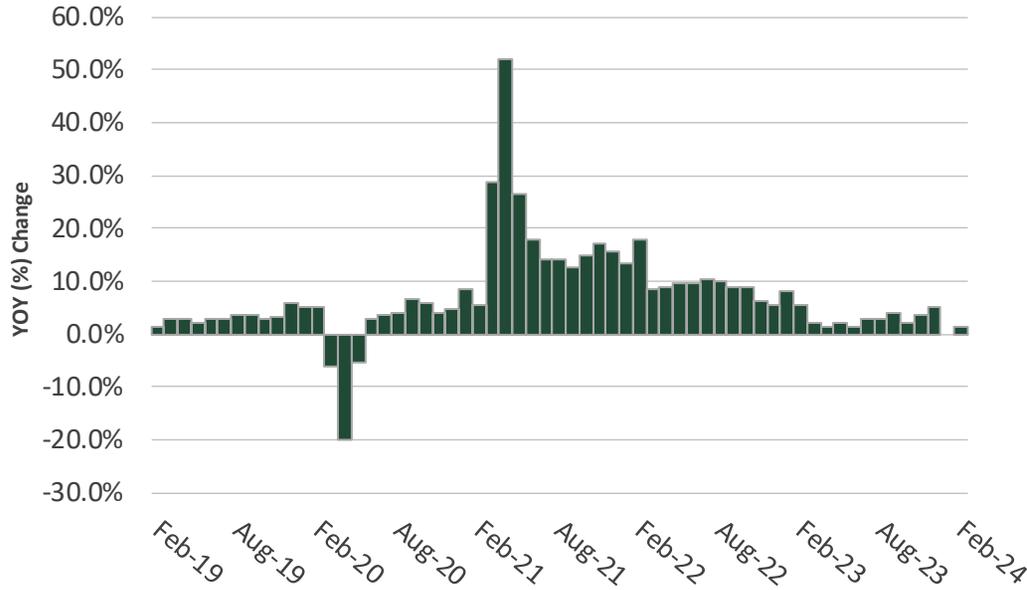


Source: US Department of Commerce

The Consumer Price Index (CPI) came in higher than expected in February, increasing 0.4% month-over-month and 3.2% year-over-year. The Core CPI, which excludes volatile food and energy components, was up 0.4% month-over-month and 3.8% year-over-year in February, falling from 3.9% last month. Shelter costs remain elevated, accounting for about two-thirds of the year-over-year increase. The Personal Consumption Expenditures (PCE) Index headline inflation increased 0.3% month-over-month and rose 2.5% year-over-year in February, in line with expectations. Core PCE, the Federal Reserve's preferred inflation gauge, increased 0.3% month-over-month and rose 2.8% year-over-year. While the trend is moderating, the path to the Fed's 2% inflation target remains uneven.

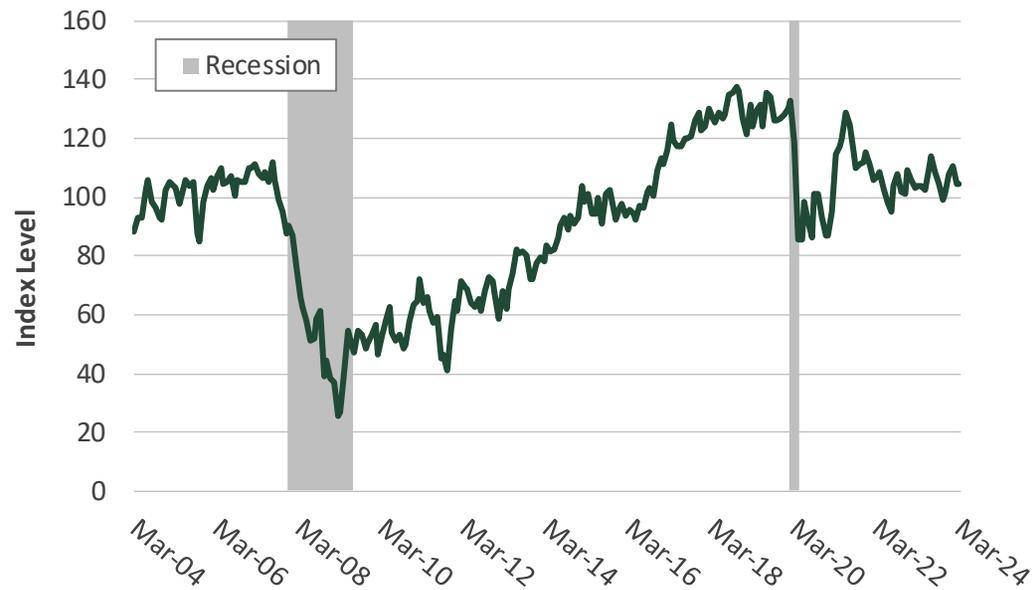
Consumer

Retail Sales YOY % Change



Source: US Department of Commerce

Consumer Confidence

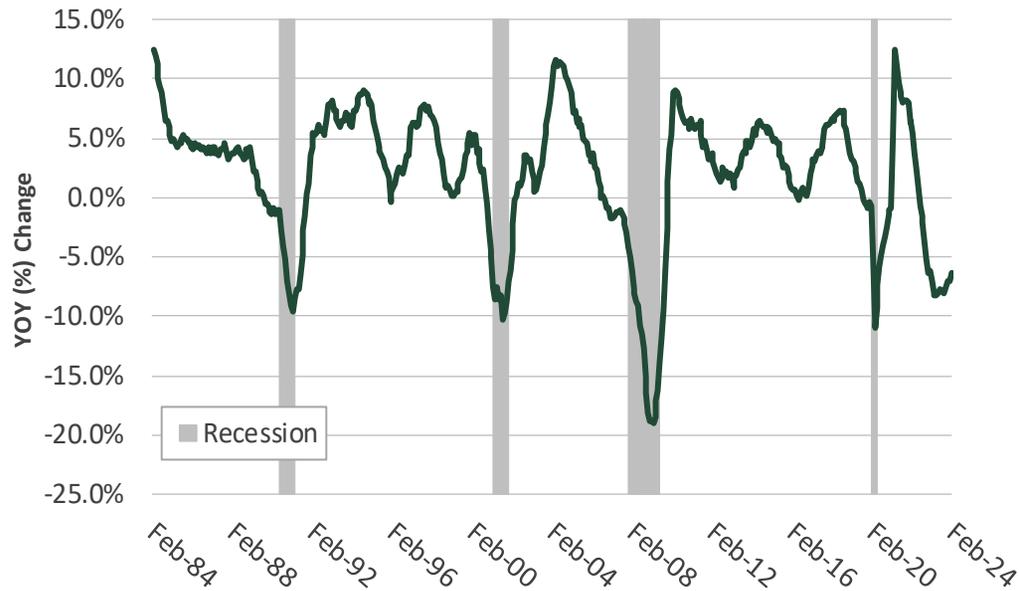


Source: The Conference Board
All time high is 144.70 (1/31/00); All time low is 25.30 (2/28/09)

February Retail Sales fell short of expectations but rebounded 0.6% month-over-month from a downwardly revised 1.1% decline last month. On a year-over-year basis, Retail Sales growth increased just 1.5% for February. Sales got a boost in the month from building materials and garden equipment stores, motor vehicles, and higher prices at the pump. Control-group sales, which are used to calculate gross domestic product, were unchanged in February after falling in the prior month, suggesting weaker economic activity in the first quarter. The Conference Board’s Consumer Confidence Index edged down to 104.7 in March after a sizeable downward revision to 104.8 in February. The lower reading was largely due to a deteriorating view of the labor market and future business conditions, along with concerns about the highly polarized political environment. While the consumer has been resilient, dwindling excess savings, rising credit card balances, and the resumption of student loan payments pose potential headwinds to future economic growth.

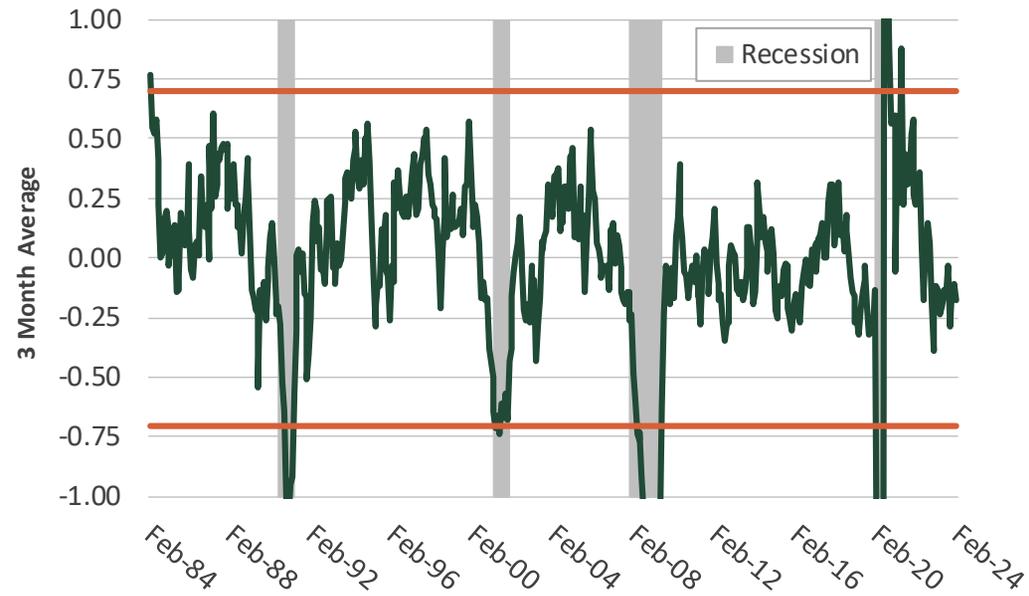
Leading Indicators of Economic Activity

Leading Economic Indicators (LEI)



Source: The Conference Board

Chicago Fed National Activity Index (CFNAI)

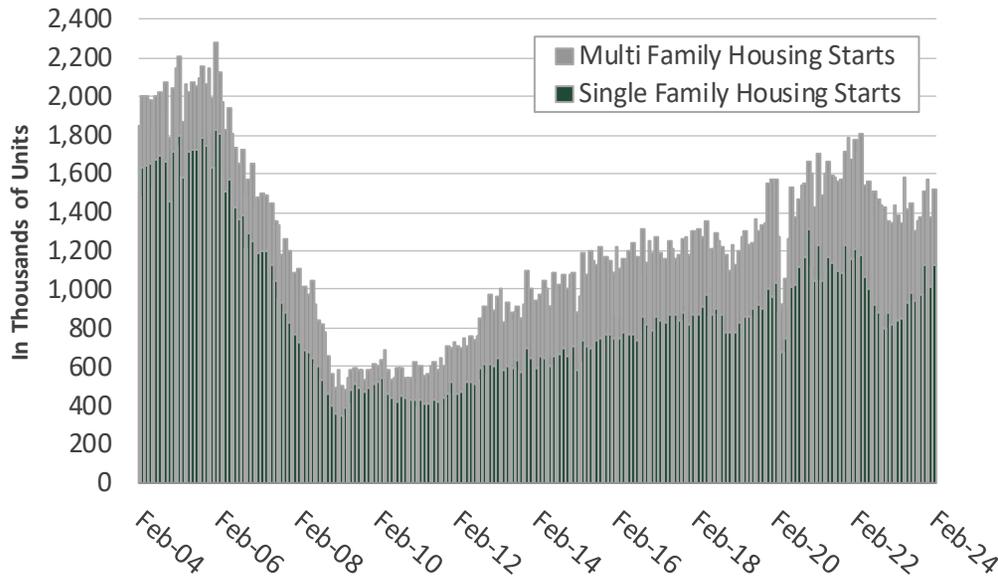


Source: Federal Reserve Bank of Chicago

The Conference Board's Leading Economic Index (LEI) rose to 0.1% month-over-month in February ending its 2-year uninterrupted contraction since February 2022. The index declined 6.3% year-over-year. The Conference Board is no longer calling for recession but expects GDP growth to slow to near zero this year. The Chicago Fed National Activity Index (CFNAI) increased +0.05 in February from a downwardly revised -0.54 in January. On a 3-month moving average basis, the CFNAI decreased to -0.18 in February from -0.11 in January, indicating moderating economic growth.

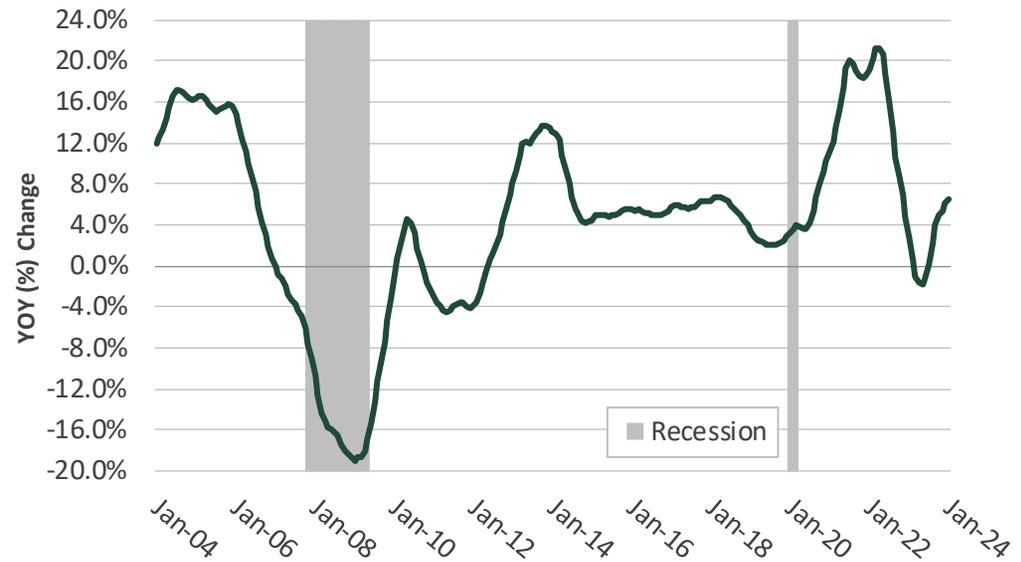
Housing

Annualized Housing Starts



Source: US Department of Commerce

S&P/Case-Shiller 20 City Composite Home Price Index

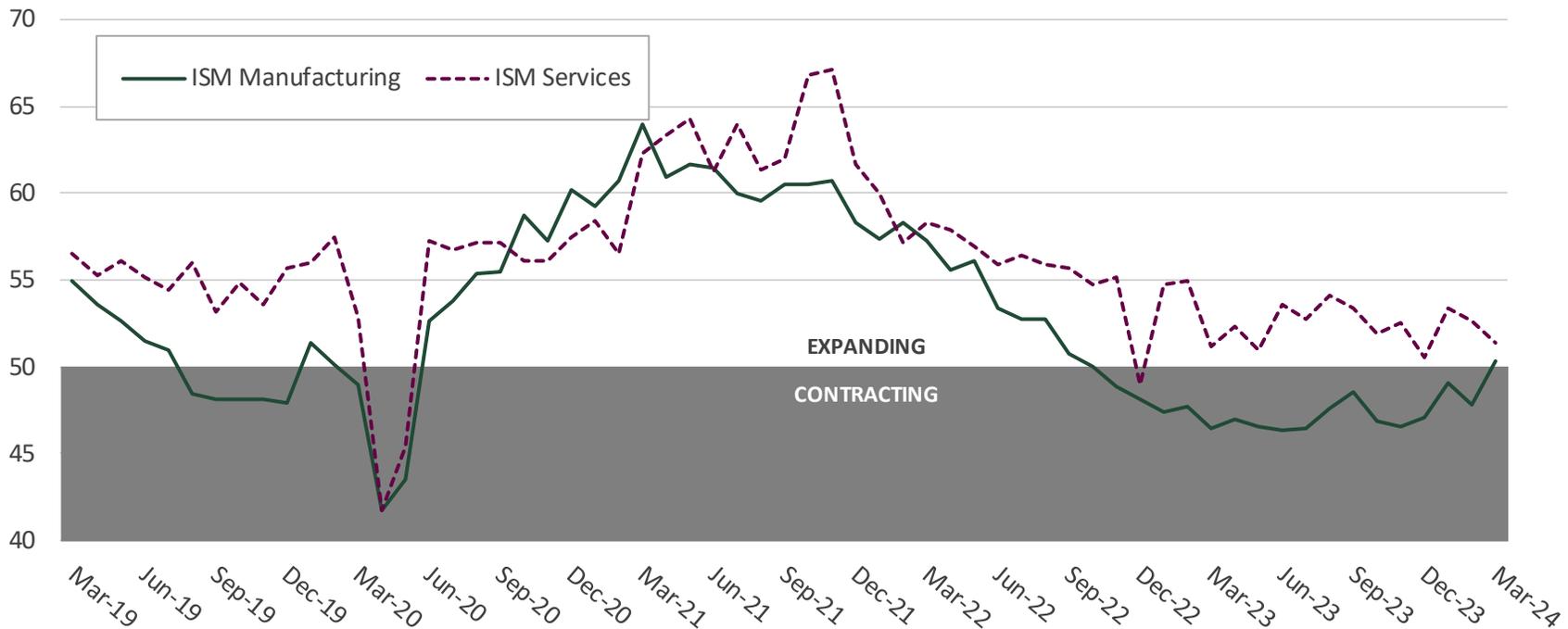


Source: S&P

Housing Starts increased 10.7% month-over-month in February to 1.521 million units, due to milder weather than seen in January and some rising confidence among homebuilders as mortgage rates fell below 7%. Starts for multi-family homes increased 8.6%, while single family homes increased 11.6% for the month. Total starts of new single-family homes are up 35.2% year-over-year. According to Freddie Mac, 30-year fixed mortgage rates averaged 6.79% as of March 31st. According to the Case-Shiller 20-City Home Price Index, housing prices rose 6.59% year-over-year in January, accelerating from a 6.15% year-over-year gain in December. Tight inventories and higher mortgage rates continue to impact affordability.

Survey Based Measures

Institute of Supply Management (ISM) Surveys



Source: Institute for Supply Management

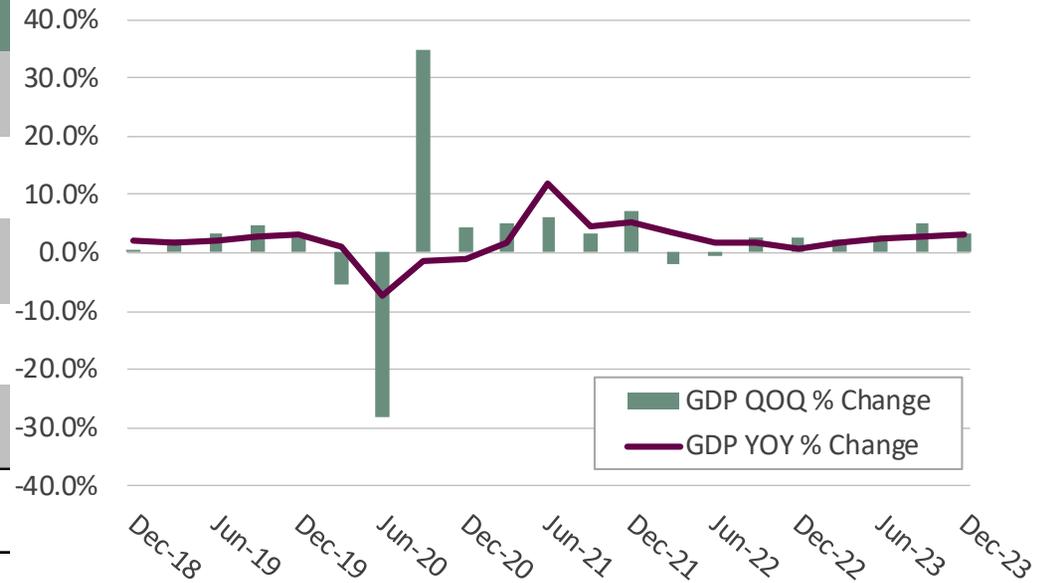
The Institute for Supply Management (ISM) Manufacturing index unexpectedly expanded to 50.3 in March from 47.8 in February, marking the first month of expansion in factory activity above a reading of 50 since 2022. Production and new orders surged, while employment improved and prices paid increased. The ISM Services Index fell to 51.4 in March from 52.6 in February but remained in expansion territory for the 15th consecutive month. The survey reflected slower growth in new orders, a contraction in employment, faster supplier deliveries, and declining price pressures.

Gross Domestic Product (GDP)

Components of GDP	3/23	6/23	9/23	12/23
Personal Consumption Expenditures	2.5%	0.6%	2.1%	2.2%
Gross Private Domestic Investment	-1.7%	0.9%	1.7%	0.2%
Net Exports and Imports	0.6%	0.0%	0.0%	0.3%
Federal Government Expenditures	0.3%	0.1%	0.5%	0.2%
State and Local (Consumption and Gross Investment)	0.5%	0.5%	0.5%	0.6%
Total	2.3%	2.1%	4.9%	3.4%

Source: US Department of Commerce

Gross Domestic Product (GDP)

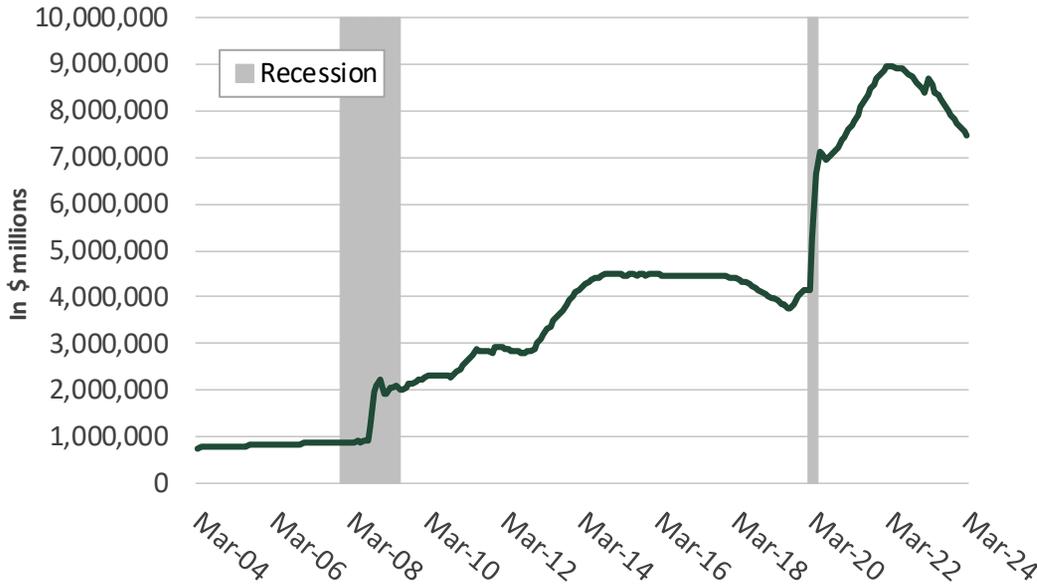


Source: US Department of Commerce

According to the third estimate, fourth quarter GDP increased at an annualized rate of 3.4%, revised up from the second estimate of 3.2%. The upward revision was due mainly to stronger personal consumption expenditures and nonresidential investment. GDP growth for the full year 2023 is estimated at 2.5%. The consensus projection calls for 2.0% growth in the first quarter and 2.2% growth for the full year 2024.

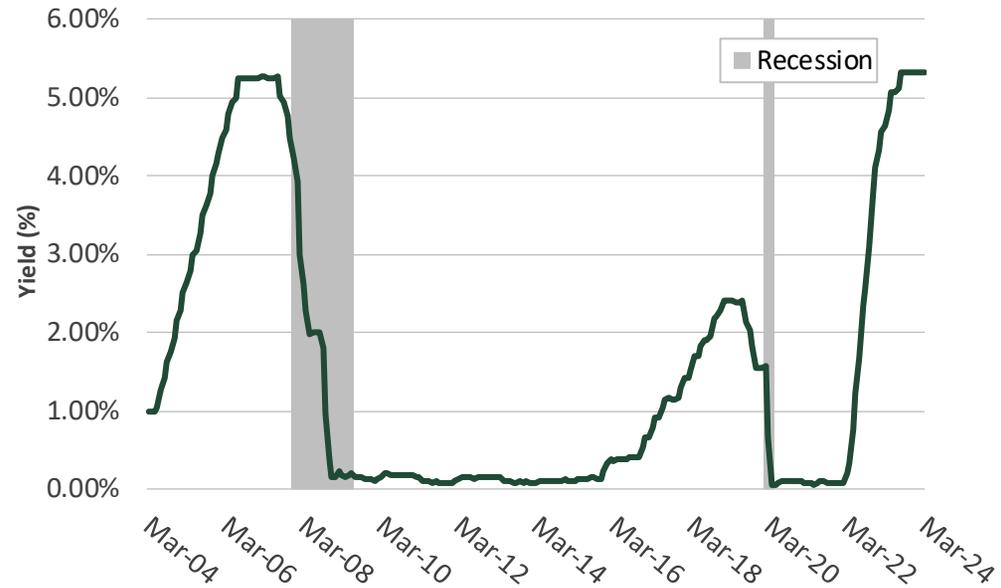
Federal Reserve

Federal Reserve Balance Sheet Assets



Source: Federal Reserve

Effective Federal Funds Rate

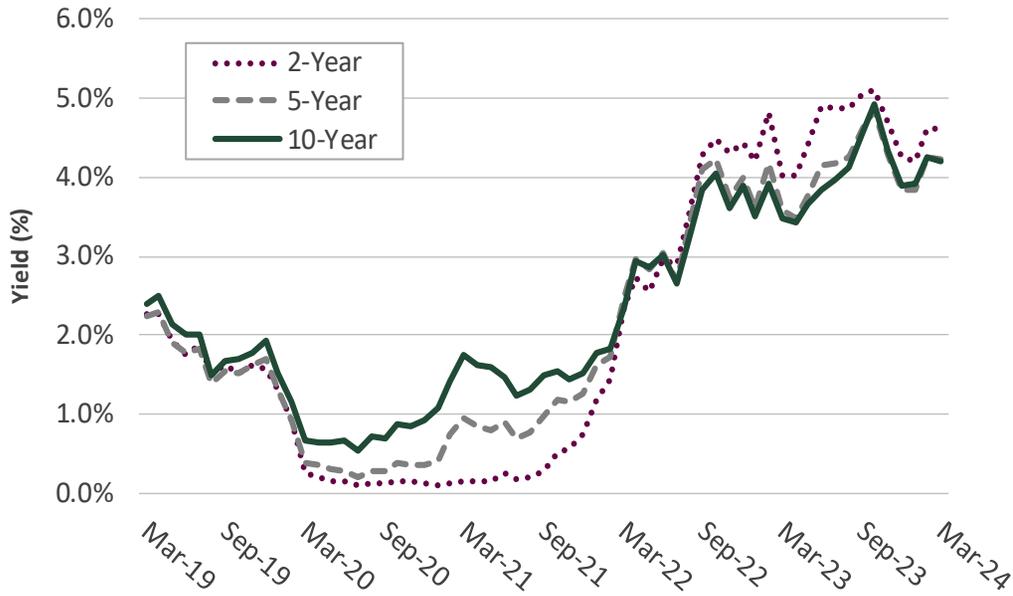


Source: Bloomberg

As expected at the March meeting, the Federal Open Market Committee voted unanimously to leave the federal funds rate unchanged at a target range of 5.25-5.50%. The FOMC Statement and Summary of Economic Projections (SEP) was minimally changed from January. The Fed assesses the progress to achieving its employment and inflation goals are moving into better balance, yet changes to monetary policy remain data dependent. For 2024, the March SEP showed stronger real GDP growth outlook of 2.1% from 1.4% in December as labor market and consumer data have been resilient. Core inflation projections nudged up from 2.4% to 2.6%. The median projection for the Federal Funds rate by the end of the year remained the same at 4.625%, implying three 0.25% cuts in 2024, three cuts in 2025 and three cuts in 2026. We believe the FOMC will loosen monetary policy in mid-2024 as inflation and economic growth continue to moderate. Since the Fed began its Quantitative Tightening campaign in June 2022, securities holdings have declined by over \$1.5T to approximately \$7.5T.

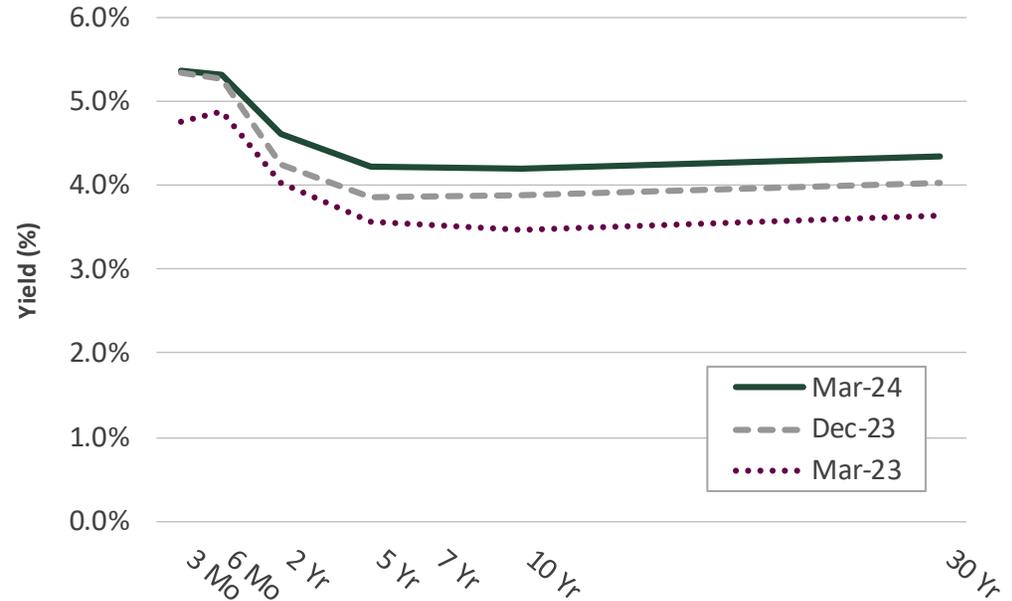
Bond Yields

US Treasury Note Yields



Source: Bloomberg

US Treasury Yield Curve



Source: Bloomberg

At the end of March, the 2-year Treasury yield was 59 basis point higher, and the 10-Year Treasury yield was 73 basis points higher, year-over-year. The inversion between the 2-year Treasury yield and 10-year Treasury yield widened to -42 basis points at March month-end versus -37 basis points at February month-end. The average historical spread (since 2003) is about +130 basis points. The inversion between 3-month and 10-year Treasuries widened to -117 basis points in March from -113 basis points in February.

Section 2 | Account Profile

Investment Objectives

The City of Cupertino's investment objectives, in order of priority, are to provide safety to ensure the preservation of capital in the overall portfolio, provide sufficient liquidity for cash needs and a market rate of return consistent with the investment program.

Chandler Asset Management Performance Objective

The performance objective for the portfolio is to earn a total rate of return through a market cycle that is equal to or above the return on the benchmark index.

Strategy

In order to achieve these objectives, the portfolio invests in high quality fixed incomes securities consistent with the investment policy and California Government Code.

City of Cupertino

Assets managed by Chandler Asset Management are in full compliance with state law and with the City's investment policy.

Category	Standard	Comment
Treasury Issues	No Limitation	Complies
Agency Issues	25% per Agency/GSE issuer; 20% max agency callable securities; Issued by Federal Agencies or U.S. Government Sponsored Enterprise obligations.	Complies
Supranational	"AA" rating category or better by a NRSRO; 30% maximum; 10% max per issuer; USD denominated senior unsecured unsubordinated obligations issued or unconditionally guaranteed by IBRD, IFC, or IADB.	Complies
Municipal Securities	"A" rating category or better by a NRSRO; 30% maximum; 5% max per issuer; Obligations of the City, State of California, and any local agency within the State of California; Obligations of any of the other 49 states in addition to California, including bonds payable solely out of the revenues from a revenue-producing property owned, controlled, or operated by a state or by a department, board, agency, or authority of any of the other 49 states in addition to California.	Complies
Corporate Medium Term Notes	"A" rating category or better by a NRSRO; 30% maximum; 5% max per issuer; Issued by corporations organized and operating within the U.S. or by depository institutions licensed by the U.S. or any state and operating within the U.S.	Complies
Asset Backed/ Mortgage Backed/ Collateralized Mortgage Obligation	"AA" rating category or better by a NRSRO; 20% maximum; 5% max per issuer on Asset-Backed or Commercial Mortgage security; There is no issuer limitation on any Mortgage security where the issuer is the U.S. Treasury or a Federal Agency/GSE.	Complies
Negotiable Certificates of Deposit (NCDs)	No rating required if amount of the NCD is insured up to the FDIC limit; If above FDIC insured limit, requires "A-1" short-term rated or "A" long-term rating category or better by a NRSRO; 30% maximum; 5% max per issuer; Issued by nationally or state chartered banks, state or federal savings associations, or state or federal credit unions, or by a federally licensed or state-licensed branch of a foreign bank.	Complies
Certificates of Deposit (CDs)/Time Deposit (TDs)	30% maximum; 5% max per issuer; Certificates of Deposit, Time Deposit, non-negotiable, and collateralized in accordance with California Government Code.	Complies
Banker's Acceptances	"A-1" short-term rated or better by a NRSRO; or "A" long-term rating category or better by a NRSRO; 40% maximum; 5% max per issuer; 180 days max maturity	Complies
Commercial Paper	"A-1" short term rated or better a NRSRO; "A" long-term issuer rating category or better by a NRSRO; 25% maximum; 5% max per issuer; 270 days max maturity; Issued by corporations organized and operating in the U.S. with assets > \$500 million; 10% max outstanding paper of the issuing corporation.	Complies
Money Market Funds	20% maximum; Daily money market funds administered for or by trustees, paying agents and custodian banks contracted by a City of Cupertino as allowed under California Government Code; Only funds holding U.S. Treasury obligations, Government agency obligations or repurchase agreements collateralized by U.S. Treasury or Government agency obligations can be utilized.	Complies
Local Agency Investment Fund (LAIF)	Maximum amount permitted by LAIF; Not used by investment adviser	Complies

City of Cupertino

Assets managed by Chandler Asset Management are in full compliance with state law and with the City's investment policy.

Category	Standard	Comment
Repurchase Agreements	1 year max maturity; 102% collateralized; A PSA Master Repurchase Agreement is required between City of Cupertino and the broke/dealer or financial institution for all repurchase agreements; Not used by investment adviser	Complies
Prohibited Securities	Reverse Repurchase Agreement; Common stocks; Long-term (> 5 years maturity) notes and bonds; Special circumstances arise that necessitate purchase of securities beyond the 5-year limitation. On such occasions, request must be approved by City Council prior to purchase; Futures/Options; Inverse floaters; Ranges notes, Mortgage-derived, Interest-only strips; Zero interest accrual securities; Purchasing/selling securities on margin; Foreign currency denominated securities.	Complies
Minimum Budgeted Operating Expenditures in Short Term Investments	Minimum 6 months of budgeted operating expenditures in short term investments to provide sufficient liquidity for expected disbursements	Complies
Max Per Issuer	5% per issuer, unless otherwise specified in the policy	Complies
Maximum maturity	5 years	Complies

Portfolio Summary

As of March 31, 2024

Portfolio Characteristics

Average Modified Duration	1.75
Average Coupon	2.30%
Average Purchase YTM	2.44%
Average Market YTM	5.14%
Average Quality	AA+
Average Final Maturity	2.03
Average Life	1.89

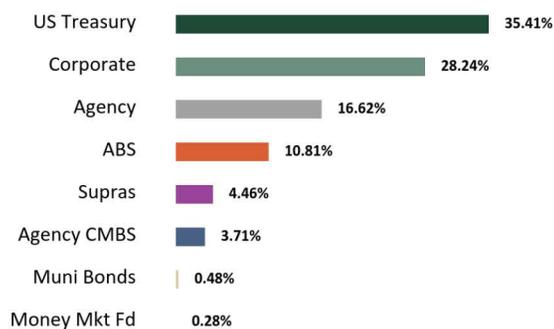
Account Summary

	Beg. Values as of 03/01/2024	End Values as of 03/31/2024
Market Value	153,559,255.07	154,139,738.35
Accrued Interest	628,204.39	634,868.01
Total Market Value	154,187,459.46	154,774,606.36
Income Earned	294,411.24	231,522.12
Cont/WD	0.00	0.00
Par	159,295,777.84	159,493,886.88
Book Value	159,043,840.47	159,262,127.89
Cost Value	159,143,601.10	159,177,151.83

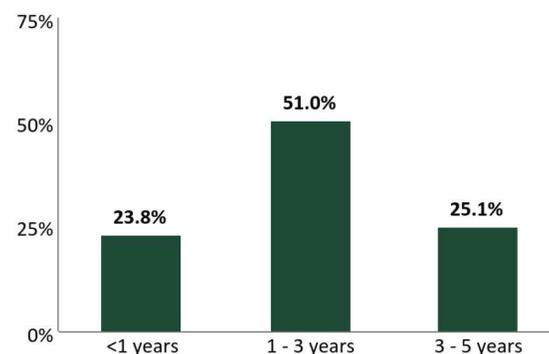
Top Issuers

United States	35.41%
FNMA	8.77%
FHLMC	7.48%
JPMorgan Chase & Co.	2.73%
Federal Home Loan Banks	2.25%
American Express Company	1.85%
Farm Credit System	1.83%
Toyota Motor Corporation	1.59%

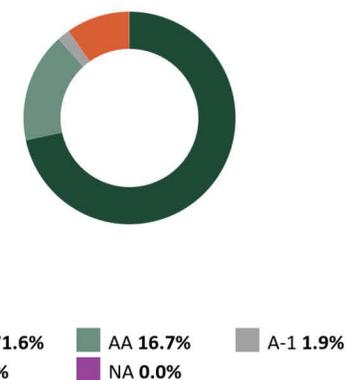
Sector Allocation



Maturity Distribution



Credit Quality



*See Footnote

Performance Review

Total Rate of Return	1M	3M	YTD	1YR	2YRS	3YRS	5YRS	10YRS	Since Inception (02/01/19)
City of Cupertino	0.39%	0.54%	0.54%	3.49%	1.59%	(0.17%)	1.30%	--	1.36%
Benchmark Return*	0.32%	0.30%	0.30%	2.99%	1.58%	0.09%	1.16%	--	1.26%

Portfolio Characteristics

As of March 31, 2024

City of Cupertino

	03/31/24		12/31/23
	Benchmark*	Portfolio	Portfolio
Average Maturity (yrs)	1.85	2.03	2.10
Average Modified Duration	1.76	1.75	1.76
Average Purchase Yield	n/a	2.44%	2.19%
Average Market Yield	4.73%	5.14%	4.69%
Average Quality**	AA+	AA+	AA/Aa1
Total Market Value		154,774,606	153,958,566

*ICE BofA 1-3 Yr US Treasury & Agency Index

**Benchmark is a blended rating of S&P, Moody's, and Fitch. Portfolio is S&P and Moody's respectively.

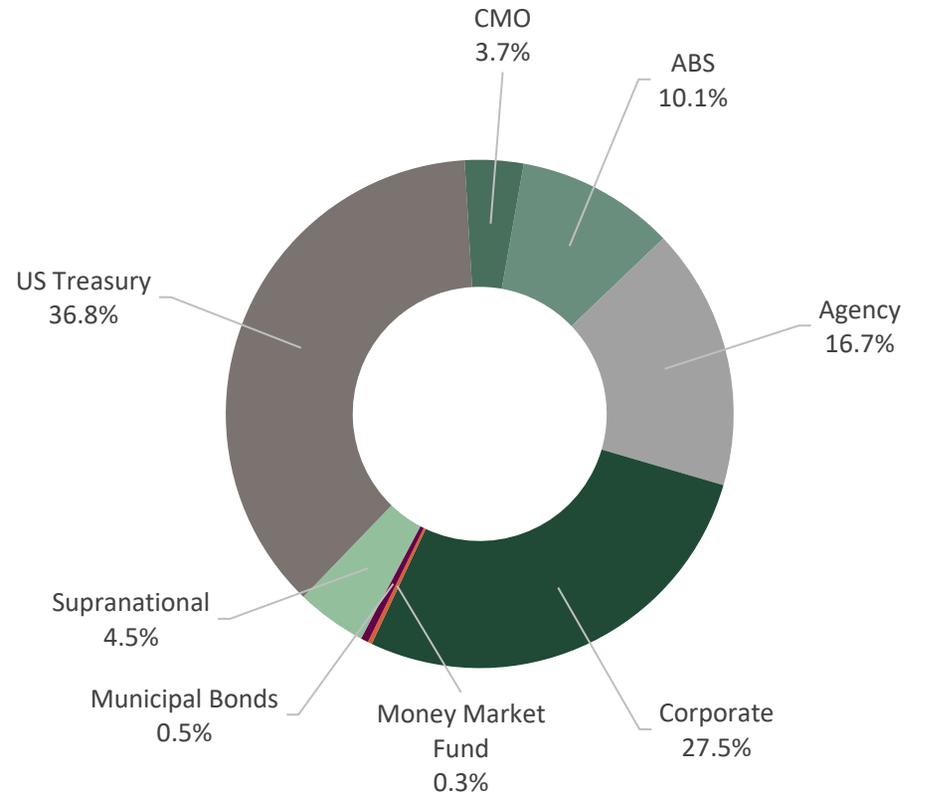
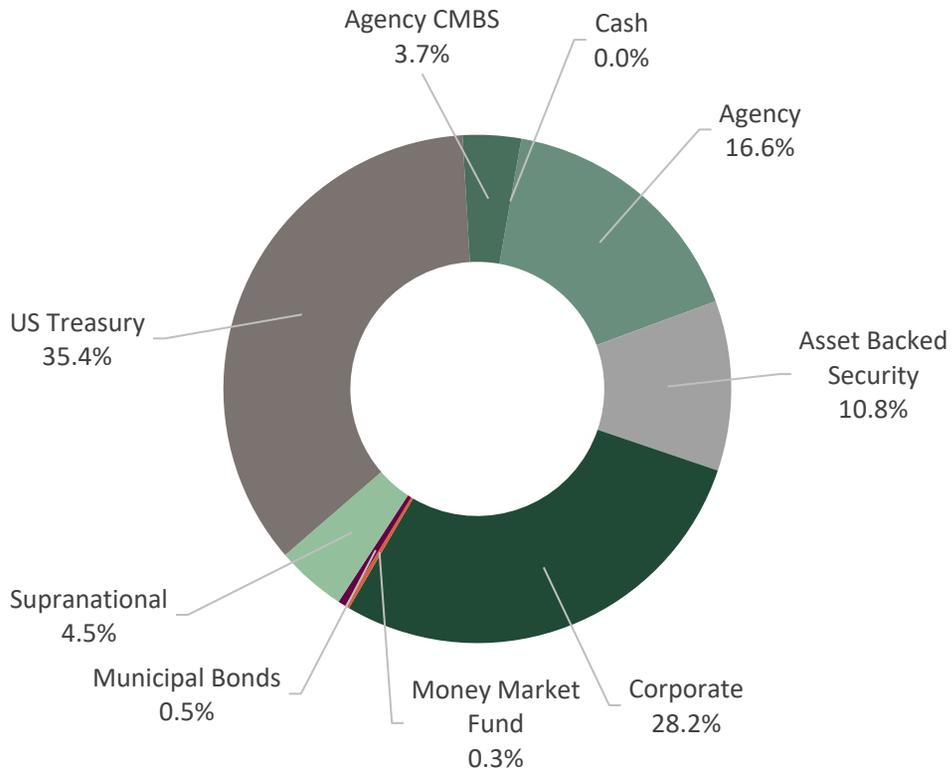
Sector Distribution

As of March 31, 2024

City of Cupertino

March 31, 2024

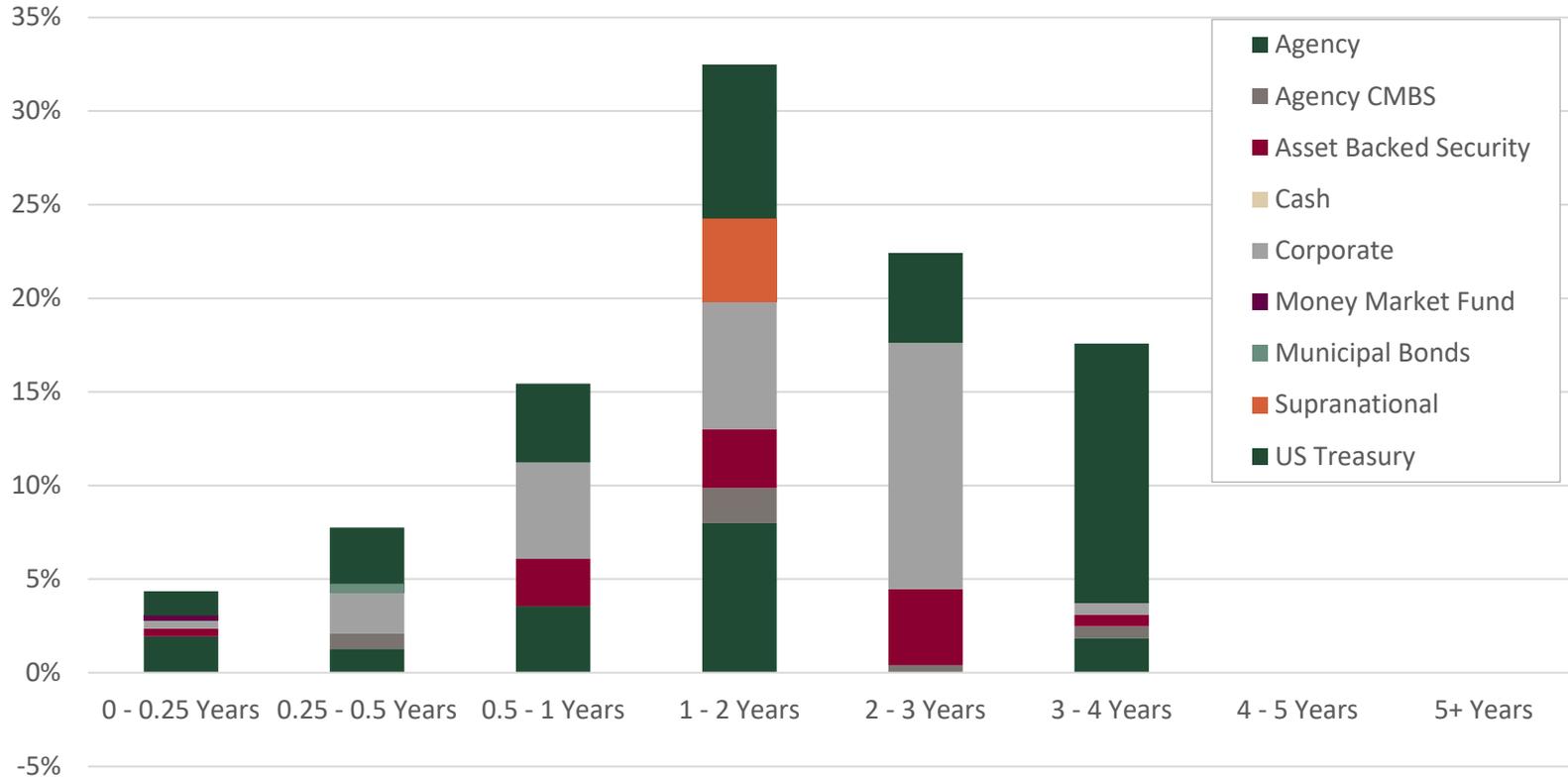
December 31, 2023



Duration Allocation

As of March 31, 2024

City of Cupertino



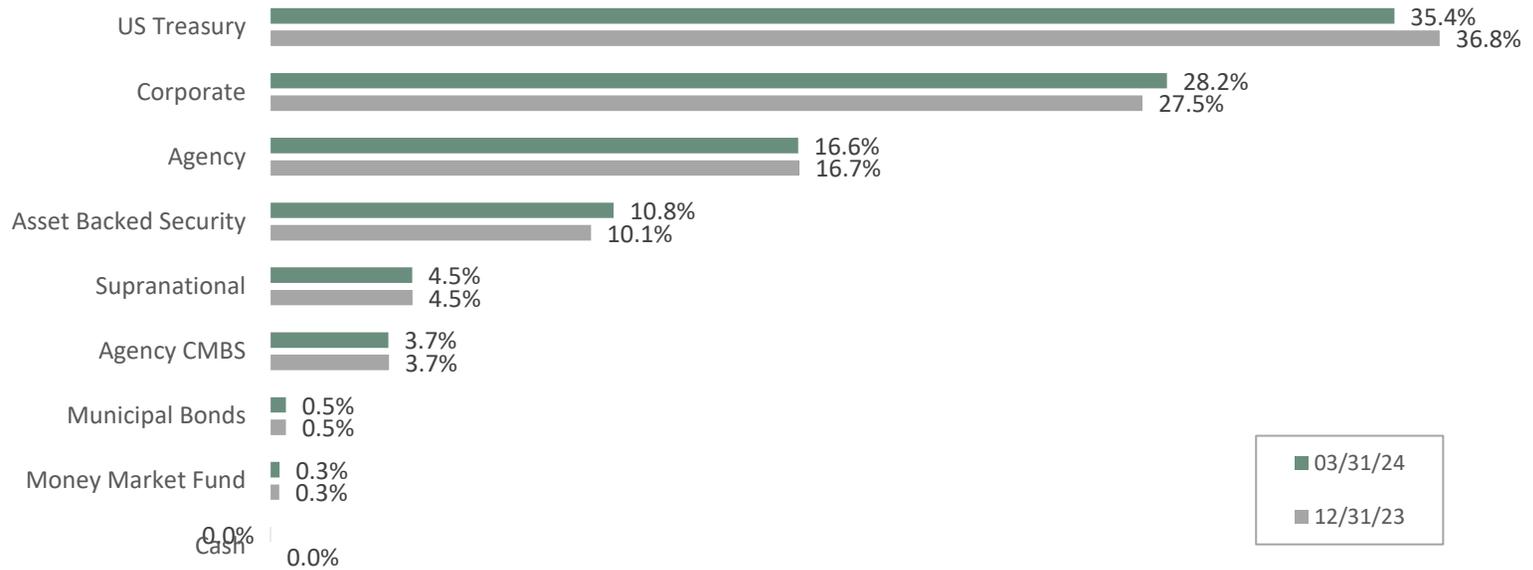
	0 - 0.25	0.25 - 0.50	0.50 - 1	1 - 2	2 - 3	3 - 4	4 - 5	5+
03/31/24	4.3%	7.7%	15.4%	32.5%	22.4%	17.6%	0.0%	0.0%

Portfolio Allocation & Duration Changes

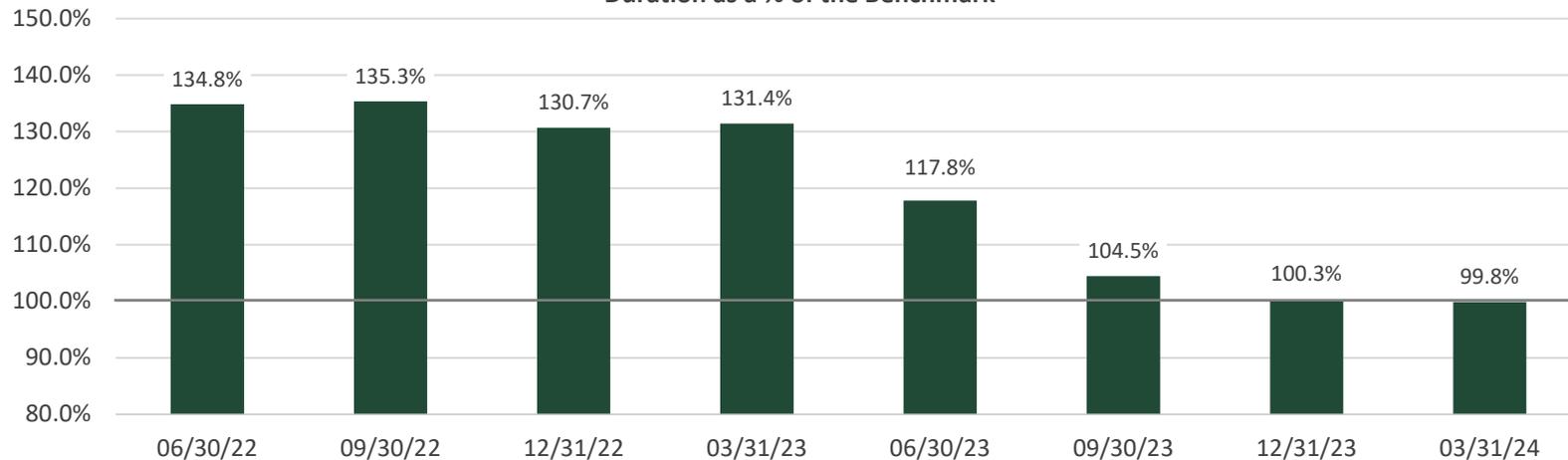
As of March 31, 2024

City of Cupertino

Portfolio Allocation



Duration as a % of the Benchmark



Benchmark: ICE BofA 1-3 Yr US Treasury & Agency Index

City of Cupertino – Account #10659

Issue Name	Investment Type	% Portfolio
United States Government	US Treasury	35.41%
Federal National Mortgage Association	Agency	8.76%
Federal Home Loan Mortgage Corp	Agency	3.76%
Federal Home Loan Mortgage Corp	Agency CMBS	3.70%
Federal Home Loan Bank	Agency	2.25%
US Treasury	US Treasury	1.90%
Federal Farm Credit Bank	Agency	1.85%
American Express ABS	Asset Backed Security	1.84%
John Deere ABS	Asset Backed Security	1.78%
JP Morgan Chase & Co	Corporate	1.65%
Toyota Motor Corp	Corporate	1.59%
Bank of America Corp	Corporate	1.54%
International Finance Corp	Supranational	1.53%
Bank of New York	Corporate	1.52%
Inter-American Dev Bank	Supranational	1.48%
Intl Bank Recon and Development	Supranational	1.45%
Toronto Dominion Holdings	Corporate	1.30%
Cisco Systems	Corporate	1.30%
Deere & Company	Corporate	1.30%
Northwestern Mutual Gbl	Corporate	1.26%
Paccar Financial	Corporate	1.24%
Bank of Montreal Chicago	Corporate	1.16%
State Street Bank	Corporate	1.14%
Amazon.com Inc	Corporate	1.12%
Salesforce.com Inc	Corporate	1.12%
Metlife Inc	Corporate	1.12%
Prudential Financial Inc	Corporate	1.11%
GM Financial Securitized Term Auto Trust	Asset Backed Security	1.09%
JP Morgan ABS	Asset Backed Security	1.09%
Morgan Stanley	Corporate	1.08%
Honda ABS	Asset Backed Security	1.07%
New York Life Global Funding	Corporate	1.06%
United Health Group Inc	Corporate	1.05%
Toyota ABS	Asset Backed Security	1.04%
Hyundai Auto Receivables	Asset Backed Security	1.01%
Berkshire Hathaway	Corporate	0.98%
Guardian Life Global Funding	Corporate	0.84%
Mercedes-Benz	Asset Backed Security	0.73%

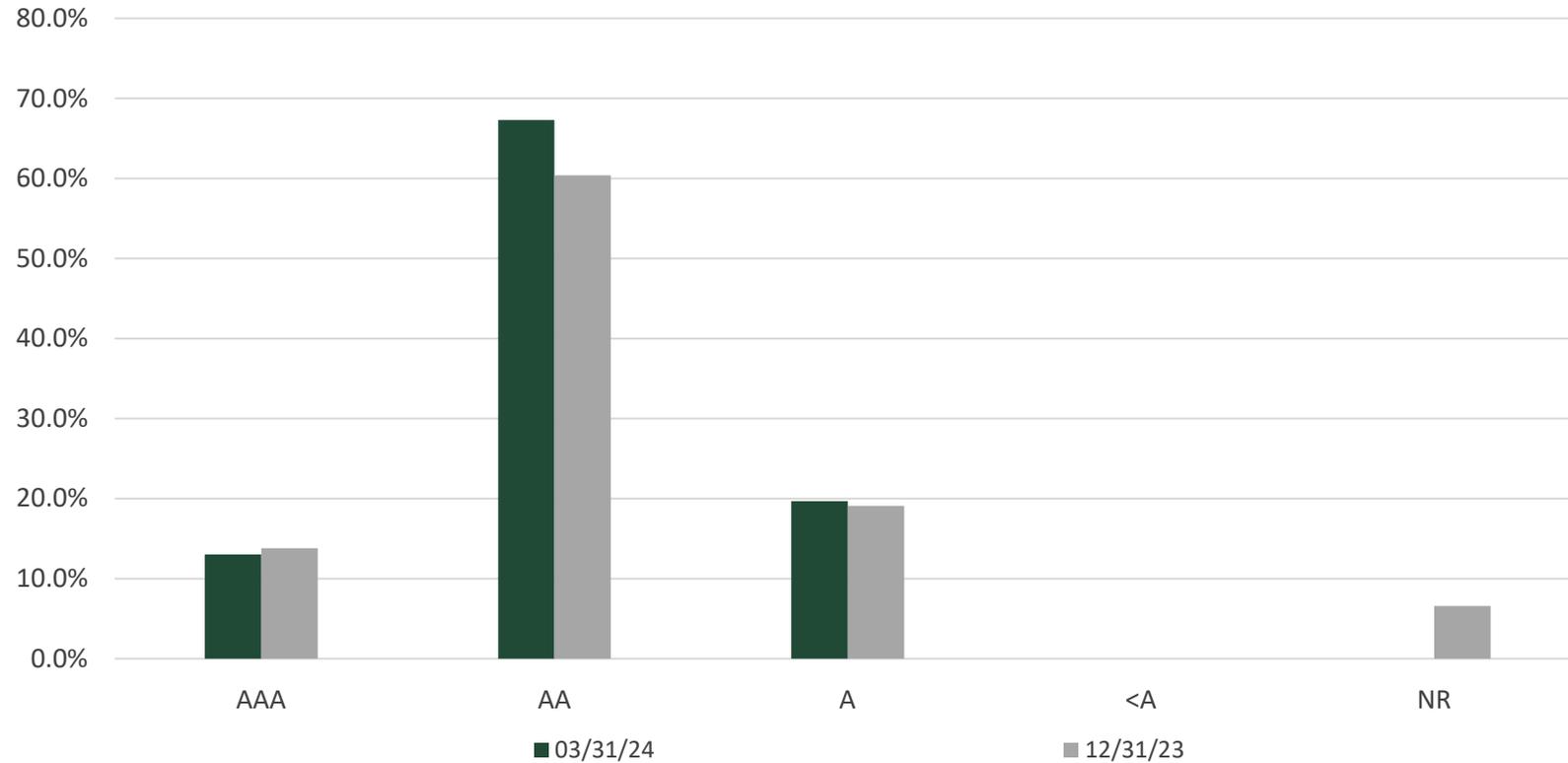
City of Cupertino – Account #10659

Issue Name	Investment Type	% Portfolio
Caterpillar Inc	Corporate	0.70%
Royal Bank of Canada	Corporate	0.68%
MasterCard Inc	Corporate	0.62%
Mass Mutual Insurance	Corporate	0.59%
Charles Schwab Corp/The	Corporate	0.58%
Bank of America Credit Card Trust	Asset Backed Security	0.55%
State of California	Municipal Bonds	0.49%
Northern Trust Corp	Corporate	0.43%
BMW ABS	Asset Backed Security	0.27%
WC MMF Sweep	Money Market Fund	0.24%
Wal-Mart Stores	Corporate	0.21%
Toyota Lease Owner Trust	Asset Backed Security	0.19%
GM Financial Automobile Leasing Trust	Asset Backed Security	0.08%
Hyundai Auto Lease Securitization	Asset Backed Security	0.04%
Wells Fargo Bank	Money Market Fund	0.03%
Account Receivable Payable	Cash	-0.01%
TOTAL		100.00%

Quality Distribution

As of March 31, 2024

City of Cupertino March 31, 2024 vs. December 31, 2023



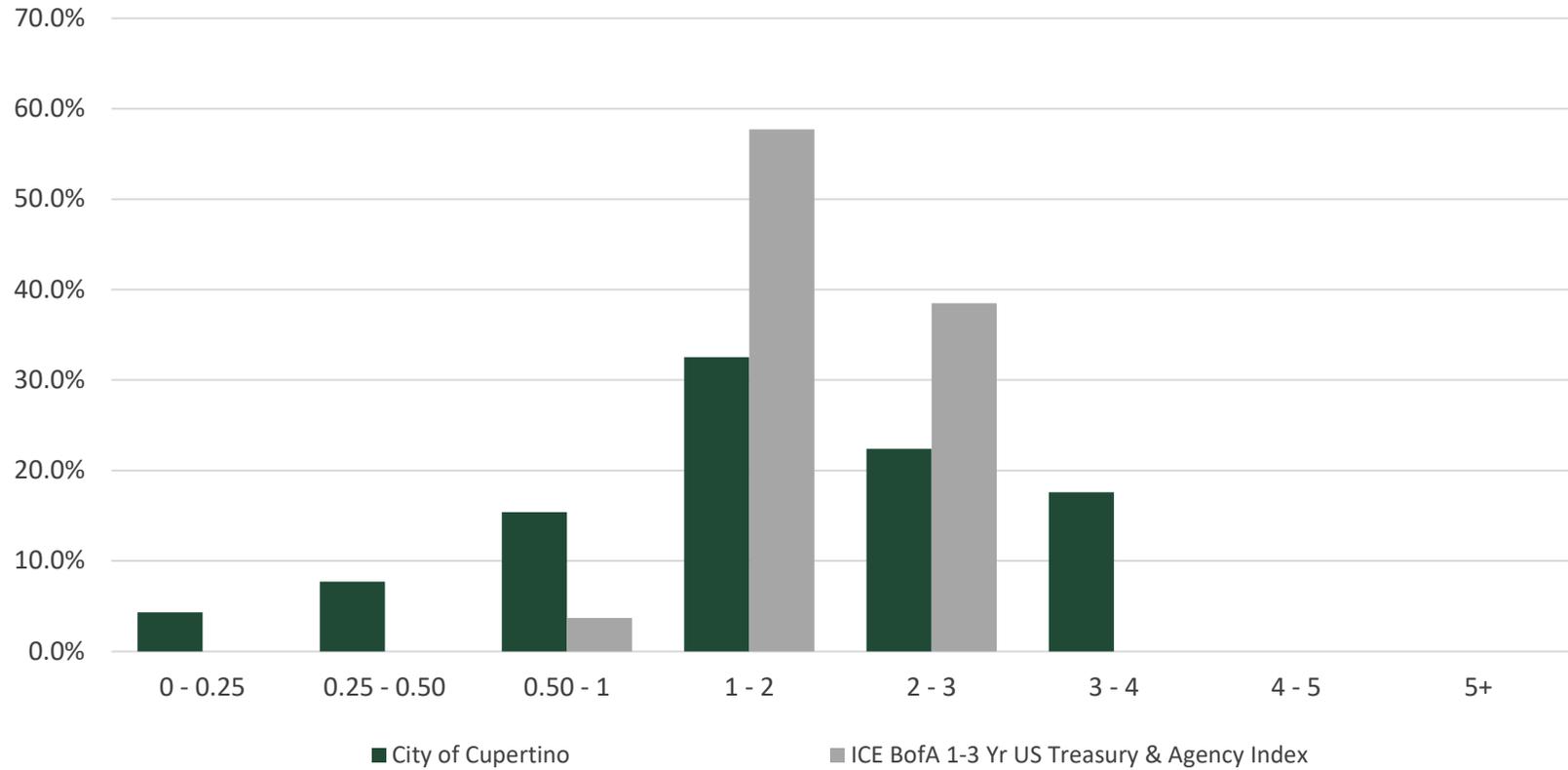
	AAA	AA	A	<A	NR
03/31/24	13.0%	67.3%	19.7%	0.0%	0.0%
12/31/23	13.8%	60.4%	19.1%	0.0%	6.6%

Source: S&P Ratings

Duration Distribution

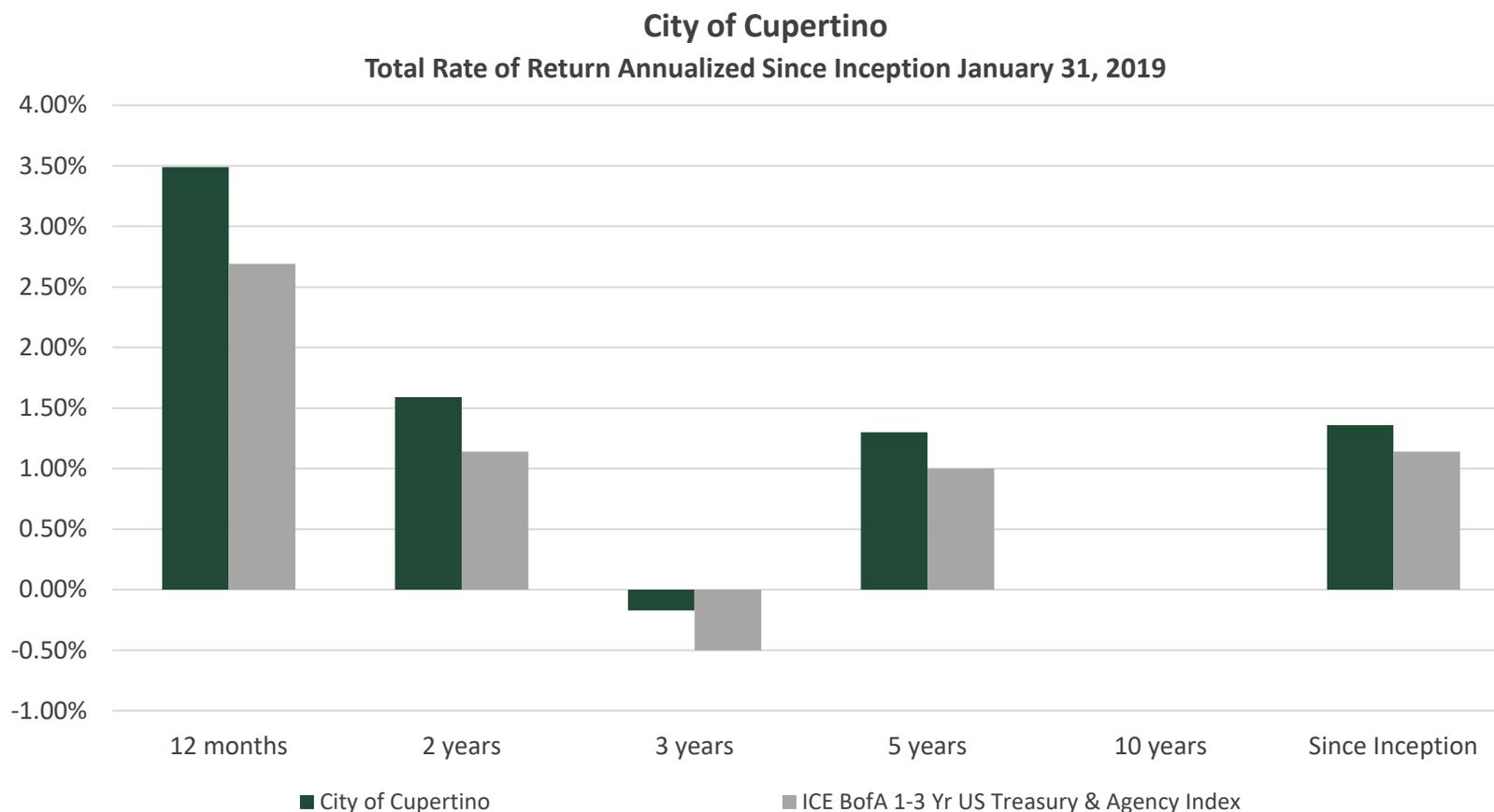
As of March 31, 2024

City of Cupertino
Portfolio Compared to the Benchmark



	0 - 0.25	0.25 - 0.50	0.50 - 1	1 - 2	2 - 3	3 - 4	4 - 5	5+
Portfolio	4.3%	7.7%	15.4%	32.5%	22.4%	17.6%	0.0%	0.0%
Benchmark*	0.0%	0.0%	3.7%	57.7%	38.5%	0.0%	0.0%	0.0%

*ICE BofA 1-3 Yr US Treasury & Agency Index



TOTAL RATE OF RETURN	Annualized						
	3 months	12 months	2 years	3 years	5 years	10 years	Since Inception
City of Cupertino Gross of Fees	0.54%	3.49%	1.59%	-0.17%	1.30%	N/A	1.36%
ICE BofA 1-3 Yr US Treasury & Agency Index	0.30%	2.69%	1.14%	-0.50%	1.00%	N/A	1.14%
City of Cupertino Net of Fees	0.54%	3.42%	1.52%	-0.24%	1.23%	N/A	1.29%

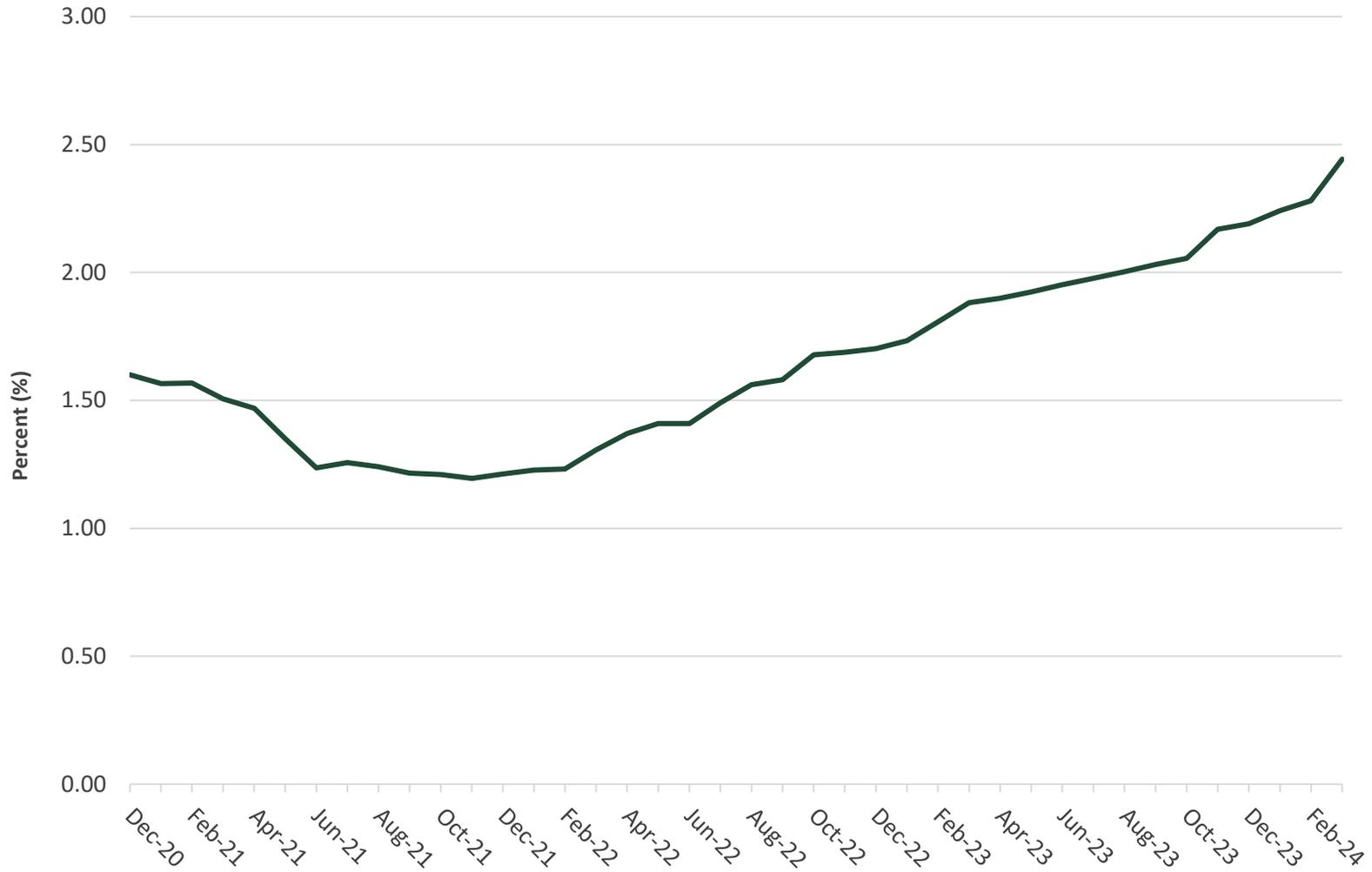
*ICE BofA 1-5 Yr US Treasury & Agency Index to 06/08/2023.

Total rate of return: A measure of a portfolio's performance over time. It is the internal rate of return, which equates the beginning value of the portfolio with the ending value; it includes interest earnings, realized and unrealized gains and losses in the portfolio.

Historical Average Purchase Yield

As of March 31, 2024

City of Cupertino
Purchase Yield as of 03/31/24 = 2.44%





Section 3 | Portfolio Holdings

Holdings Report

As of March 31, 2024

City of Cupertino - Account #10659

Cusip	Security Description	Par Value/ Units	Purchase Date Purchase Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody's/ S&P Fitch	Maturity Duration
ABS									
44891WAC3	HALST 2022-A A3 1.16 01/15/2025	54,901.51	01/11/2022 1.16%	54,900.30 54,901.24	99.81 10.03%	54,799.02 28.30	0.04% (102.22)	Aaa/AAA NA	0.79 0.04
89238LAC4	TLOT 2022-A A3 1.96 02/20/2025	292,917.96	02/23/2022 1.96%	292,871.86 292,905.76	99.65 6.93%	291,897.35 175.43	0.19% (1,008.42)	NA/AAA AAA	0.89 0.11
02589BAA8	AMXCA 2022-1 A 2.21 03/17/2025	1,545,000.00	03/21/2022 2.69%	1,524,359.77 1,538,376.70	97.11 5.33%	1,500,324.01 1,517.53	0.97% (38,052.69)	Aaa/NA AAA	0.96 1.46
36265MAC9	GMALT 2022-1 A3 1.9 03/20/2025	131,051.38	02/15/2022 1.91%	131,050.25 131,051.08	99.76 7.67%	130,732.71 76.08	0.08% (318.37)	Aaa/NA AAA	0.97 0.07
43813GAC5	HAROT 2021-1 A3 0.27 04/21/2025	19,248.69	02/17/2021 0.27%	19,248.34 19,248.63	99.43 5.97%	19,138.62 1.44	0.01% (110.01)	Aaa/NA AAA	1.06 0.15
89240BAC2	TAOT 2021-A A3 0.26 05/15/2025	76,835.04	02/02/2021 0.27%	76,820.77 76,832.42	99.49 5.97%	76,443.39 8.88	0.05% (389.03)	Aaa/NA AAA	1.12 0.14
02582JIT8	AMXCA 2022-2 A 05/17/2027	1,375,000.00	05/17/2022 3.42%	1,374,695.85 1,374,834.89	97.93 5.33%	1,346,593.60 2,071.67	0.87% (28,241.29)	NA/AAA AAA	1.12 1.60
44933LAC7	HART 2021-A A3 0.38 09/15/2025	81,208.13	04/20/2021 0.39%	81,199.58 81,206.06	99.18 4.94%	80,542.64 13.72	0.05% (663.42)	NA/AAA AAA	1.46 0.24
43815GAC3	HAROT 2021-4 A3 0.88 01/21/2026	249,940.28	11/16/2021 0.89%	249,887.59 249,919.72	97.56 4.99%	243,849.16 61.10	0.16% (6,070.56)	Aaa/NA AAA	1.81 0.67
47789QAC4	JDOT 2021-B A3 0.52 03/16/2026	259,813.28	07/13/2021 0.52%	259,790.10 259,804.74	97.64 5.45%	253,694.10 60.05	0.16% (6,110.64)	Aaa/NA AAA	1.96 0.53
89238JAC9	TAOT 2021-D A3 0.71 04/15/2026	240,313.24	11/09/2021 0.71%	240,308.12 240,311.17	97.44 4.51%	234,161.22 75.83	0.15% (6,149.95)	NA/AAA AAA	2.04 0.72
43815BAC4	HAROT 2022-1 A3 1.88 05/15/2026	587,241.38	02/15/2022 1.89%	587,153.05 587,200.53	97.68 4.97%	573,593.77 490.67	0.37% (13,606.76)	Aaa/AAA NA	2.12 0.81
44935FAD6	HART 2021-C A3 0.74 05/15/2026	707,823.98	-- 2.17%	689,927.02 699,680.10	97.77 4.53%	692,033.49 232.80	0.45% (7,646.62)	NA/AAA AAA	2.12 0.66
05602RAD3	BMWOT 2022-A A3 3.21 08/25/2026	420,955.28	05/10/2022 3.23%	420,933.39 420,943.77	98.48 4.87%	414,573.17 225.21	0.27% (6,370.60)	Aaa/AAA NA	2.40 0.93
47787JAC2	JDOT 2022 A3 0.36 09/15/2026	312,457.37	03/10/2022 2.34%	312,388.25 312,421.97	97.90 5.26%	305,896.58 322.18	0.20% (6,525.40)	Aaa/NA AAA	2.46 0.77
362554AC1	GMCAR 2021-4 A3 0.68 09/16/2026	204,474.64	10/13/2021 0.68%	204,469.43 204,472.40	97.10 4.44%	198,552.04 57.93	0.13% (5,920.37)	Aaa/AAA NA	2.46 0.85
448977AD0	HART 2022-A A3 2.22 10/15/2026	808,931.61	03/09/2022 2.23%	808,900.47 808,915.85	97.85 4.81%	791,542.89 798.15	0.51% (17,372.96)	NA/AAA AAA	2.54 0.91

Holdings Report

As of March 31, 2024

City of Cupertino - Account #10659

Cusip	Security Description	Par Value/ Units	Purchase Date Purchase Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody's/ S&P Fitch	Maturity Duration
380146AC4	GMCAR 2022-1 A3 1.23 11/16/2026	202,553.59	01/11/2022 1.27%	202,535.99 202,545.07	97.54 4.53%	197,574.14 106.34	0.13% (4,970.94)	NA/AAA AAA	2.63 0.90
05522RDH8	BACCT 2023-2 A 4.98 11/16/2026	850,000.00	01/24/2024 4.58%	858,798.83 858,231.75	100.24 4.97%	852,036.18 1,881.33	0.55% (6,195.57)	Aaa/NA AAA	2.63 2.40
362585AC5	GMCAR 2022-2 A3 3.1 02/16/2027	354,988.18	04/05/2022 3.13%	354,913.99 354,947.31	98.21 4.82%	348,626.48 458.53	0.23% (6,320.83)	Aaa/AAA NA	2.88 1.12
47800AAC4	JDOT 2022-B A3 3.74 02/16/2027	655,000.00	07/12/2022 3.77%	654,937.45 654,961.89	98.54 5.32%	645,409.62 1,088.76	0.42% (9,552.27)	Aaa/NA AAA	2.88 1.04
47800BAC2	JDOT 2022-C A3 5.09 06/15/2027	1,050,000.00	10/12/2022 5.15%	1,049,918.52 1,049,944.62	99.65 5.44%	1,046,296.86 2,375.33	0.68% (3,647.76)	Aaa/NA AAA	3.21 1.33
89231FAD2	TAOT 2023-C A3 5.16 04/17/2028	1,300,000.00	11/21/2023 5.40%	1,294,718.75 1,295,142.96	100.09 5.18%	1,301,180.79 2,981.33	0.84% 6,037.83	NA/AAA AAA	4.05 2.47
438123AC5	HAROT 2023-4 A3 5.67 06/21/2028	805,000.00	-- 5.64%	806,992.67 806,790.04	101.21 5.30%	814,741.55 1,267.88	0.53% 7,951.50	Aaa/NA AAA	4.22 2.50
47800RAD5	JDOT 2024 A3 4.96 11/15/2028	500,000.00	03/25/2024 5.13%	499,765.63 499,766.32	99.98 5.45%	499,921.15 826.67	0.32% 154.83	Aaa/NA AAA	4.63 2.28
58769FAC9	MBART 2023-2 A3 5.95 11/15/2028	1,100,000.00	11/29/2023 5.18%	1,123,289.06 1,121,406.32	101.76 5.37%	1,119,380.57 2,908.89	0.73% (2,025.75)	NA/AAA AAA	4.63 2.78
36268GAD7	GMCAR 2024-1 A3 4.85 12/18/2028	950,000.00	01/23/2024 4.90%	950,074.22 950,070.80	99.72 5.05%	947,383.60 1,919.79	0.61% (2,687.19)	Aaa/NA AAA	4.72 3.05
161571HV9	CHAIT 241 A 4.6 01/16/2029	1,690,000.00	01/24/2024 4.61%	1,689,742.61 1,689,751.27	99.44 4.86%	1,680,492.57 3,455.11	1.09% (9,258.71)	NR/AAA AAA	4.80 2.71
Total ABS		16,825,655.52	3.73%	16,814,591.86 16,836,585.39	99.04 5.18%	16,661,411.25 25,486.92	10.81% (175,174.14)	Aaa/AAA AAA	2.98 1.74

AGENCY

3130A1XJ2	FEDERAL HOME LOAN BANKS 2.875 06/14/2024	1,500,000.00	06/18/2019 1.99%	1,564,890.20 1,502,635.50	99.52 6.30%	1,492,776.78 12,817.71	0.97% (9,858.72)	Aaa/AA+ AA+	0.21 0.21
3135G0V75	FEDERAL NATIONAL MORTGAGE ASSOCIATION 1.75 07/02/2024	1,500,000.00	07/16/2019 1.96%	1,484,895.00 1,499,233.08	99.09 6.61%	1,486,321.34 6,489.58	0.96% (12,911.74)	Aaa/AA+ AA+	0.25 0.25
3130A2UW4	FEDERAL HOME LOAN BANKS 2.875 09/13/2024	2,000,000.00	09/13/2019 1.82%	2,103,380.00 2,009,351.81	98.93 5.75%	1,978,565.76 2,875.00	1.28% (30,786.05)	Aaa/AA+ AA+	0.45 0.44
3135G0W66	FEDERAL NATIONAL MORTGAGE ASSOCIATION 1.625 10/15/2024	1,975,000.00	-- 1.72%	1,965,802.75 1,973,979.72	98.11 5.90%	1,937,605.96 14,798.78	1.26% (36,373.76)	Aaa/AA+ AA+	0.54 0.52
3135G0X24	FEDERAL NATIONAL MORTGAGE ASSOCIATION 1.625 01/07/2025	1,295,000.00	-- 1.38%	1,309,953.95 1,297,389.11	97.36 5.48%	1,260,816.55 4,910.21	0.82% (36,572.56)	Aaa/AA+ AA+	0.77 0.75

Holdings Report

As of March 31, 2024

City of Cupertino - Account #10659

Cusip	Security Description	Par Value/ Units	Purchase Date Purchase Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody's/ S&P Fitch	Maturity Duration
3137EAEPO	FEDERAL HOME LOAN MORTGAGE CORP 1.5 02/12/2025	2,365,000.00	02/13/2020 1.52%	2,363,178.95 2,364,683.68	96.91 5.48%	2,291,939.69 4,828.54	1.49% (72,744.00)	Aaa/AA+ AA+	0.87 0.84
3135G03U5	FEDERAL NATIONAL MORTGAGE ASSOCIATION 0.625 04/22/2025	1,860,000.00	04/22/2020 0.67%	1,856,168.40 1,859,189.15	95.48 5.38%	1,775,949.35 5,134.38	1.15% (83,239.80)	Aaa/AA+ AA+	1.06 1.03
3135G04Z3	FEDERAL NATIONAL MORTGAGE ASSOCIATION 0.5 06/17/2025	2,500,000.00	-- 0.50%	2,499,227.30 2,499,863.92	94.84 5.21%	2,370,876.00 3,611.11	1.54% (128,987.92)	Aaa/AA+ AA+	1.21 1.18
3137EAEU9	FEDERAL HOME LOAN MORTGAGE CORP 0.375 07/21/2025	1,250,000.00	07/21/2020 0.48%	1,243,775.00 1,248,375.49	94.34 5.23%	1,179,232.22 911.46	0.77% (69,143.27)	Aaa/AA+ AA+	1.31 1.27
3135G05X7	FEDERAL NATIONAL MORTGAGE ASSOCIATION 0.375 08/25/2025	2,500,000.00	-- 0.47%	2,487,983.75 2,496,536.58	93.93 5.17%	2,348,325.00 937.50	1.52% (148,211.58)	Aaa/AA+ AA+	1.40 1.37
3137EAEX3	FEDERAL HOME LOAN MORTGAGE CORP 0.375 09/23/2025	2,500,000.00	-- 0.46%	2,489,362.80 2,496,784.93	93.67 5.11%	2,341,747.02 208.33	1.52% (155,037.91)	Aaa/AA+ AA+	1.48 1.44
3135G06G3	FEDERAL NATIONAL MORTGAGE ASSOCIATION 0.5 11/07/2025	2,500,000.00	-- 0.56%	2,492,700.00 2,497,654.18	93.47 4.98%	2,336,821.02 5,000.00	1.52% (160,833.15)	Aaa/AA+ AA+	1.61 1.56
3133EPC60	FEDERAL FARM CREDIT BANKS FUNDING CORP 4.625 11/15/2027	2,800,000.00	11/09/2023 4.73%	2,789,612.00 2,790,593.21	100.55 4.39%	2,815,293.63 48,922.22	1.83% 24,700.42	Aaa/AA+ AA+	3.63 3.26
Total Agency		26,545,000.00	1.48%	26,650,930.10 26,536,270.36	96.56 5.37%	25,616,270.33 111,444.83	16.62% (920,000.03)	Aaa/AA+ AA+	1.27 1.21
AGENCY CMBS									
3137BFE98	FHMS K-041 A2 3.171 10/25/2024	1,277,224.35	07/01/2021 0.66%	1,373,914.22 1,292,194.10	98.68 2.76%	1,260,308.54 3,375.07	0.82% (31,885.57)	Aaa/AA+ AAA	0.57 0.49
3137BLMZ8	FHMS K-049 A2 3.01 07/25/2025	1,000,000.00	07/01/2021 0.87%	1,079,687.50 1,024,974.22	97.38 5.32%	973,771.00 2,508.33	0.63% (51,203.22)	Aaa/AA+ AAA	1.32 1.15
3137BLW95	FHMS K-050 A2 3.334 08/25/2025	950,000.00	11/16/2021 1.22%	1,018,132.81 974,560.09	97.64 5.26%	927,563.94 2,639.42	0.60% (46,996.14)	Aaa/AA+ AAA	1.40 1.21
3137BM7C4	FHMS K-051 A2 3.308 09/25/2025	440,000.00	03/15/2022 2.32%	453,079.69 445,364.43	97.51 5.23%	429,032.91 1,212.93	0.28% (16,331.52)	Aaa/AA+ AAA	1.49 1.29
3137BN6G4	FHMS K-053 A2 2.995 12/25/2025	570,000.00	03/15/2022 2.32%	582,001.17 575,423.38	96.83 5.16%	551,957.73 1,422.62	0.36% (23,465.64)	Aaa/AA+ AAA	1.74 1.51
3137BSP72	FHMS K-058 A2 2.653 08/25/2026	650,000.00	11/12/2021 1.36%	687,451.17 668,572.99	95.21 4.94%	618,860.19 1,437.04	0.40% (49,712.80)	Aaa/AA+ AAA	2.40 2.24
3137FBBX3	FHMS K-068 A2 3.244 08/25/2027	1,000,000.00	09/28/2022 4.36%	950,664.06 965,943.37	95.60 4.80%	955,961.00 2,703.33	0.62% (9,982.37)	Aaa/AA+ AA+	3.40 3.08
Total Agency CMBS		5,887,224.35	1.77%	6,144,930.62 5,947,032.58	97.13 4.60%	5,717,455.32 15,298.75	3.71% (229,577.27)	Aaa/AA+ AAA	1.69 1.50

Holdings Report

As of March 31, 2024

City of Cupertino - Account #10659

Cusip	Security Description	Par Value/ Units	Purchase Date Purchase Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody's/ S&P Fitch	Maturity Duration
CASH									
CCYUSD	Payable	(1,340,000.00)	-- 0.00%	(1,340,000.00) (1,340,000.00)	1.00 0.00%	(1,340,000.00) 0.00	(0.87%) 0.00	Aaa/AAA AAA	0.00 0.00
CCYUSD	Receivable	1,324,050.19	-- 0.00%	1,324,050.19 1,324,050.19	1.00 0.00%	1,324,050.19 0.00	0.86% 0.00	Aaa/AAA AAA	0.00 0.00
Total Cash		(15,949.81)	0.00%	(15,949.81)	1.00 0.00%	(15,949.81) 0.00	(0.01%) 0.00	Aaa/AAA AAA	0.00 0.00
CORPORATE									
06367TQW3	BANK OF MONTREAL 0.625 07/09/2024	600,000.00	02/09/2022 1.88%	582,216.00 597,997.02	98.64 6.77%	591,852.81 854.17	0.38% (6,144.21)	A2/A- AA-	0.27 0.27
79466LAG9	SALESFORCE INC 0.625 07/15/2024	1,760,000.00	-- 0.87%	1,748,937.40 1,758,786.86	98.61 6.93%	1,735,575.64 2,322.22	1.13% (23,211.22)	A1/A+ NA	0.29 0.29
69371RR40	PACCAR FINANCIAL CORP 0.5 08/09/2024	680,000.00	08/03/2021 0.52%	679,632.80 679,956.45	98.22 6.77%	667,870.66 491.11	0.43% (12,085.78)	A1/A+ NA	0.36 0.35
69371RQ25	PACCAR FINANCIAL CORP 2.15 08/15/2024	370,000.00	08/08/2019 2.19%	369,182.30 369,939.13	98.77 6.40%	365,463.51 1,016.47	0.24% (4,475.62)	A1/A+ NA	0.38 0.37
14913Q3B3	CATERPILLAR FINANCIAL SERVICES CORP 2.15 11/08/2024	1,100,000.00	01/28/2020 1.93%	1,111,517.00 1,101,459.44	98.09 5.87%	1,078,936.30 9,394.31	0.70% (22,523.14)	A2/A A+	0.61 0.59
74153WCQ0	PRICOA GLOBAL FUNDING I 1.15 12/06/2024	885,000.00	12/01/2021 1.18%	884,088.45 884,792.53	97.11 6.01%	859,437.47 3,251.15	0.56% (25,355.05)	Aa3/AA- AA-	0.68 0.66
89114TZL9	TORONTO-DOMINION BANK 1.45 01/10/2025	700,000.00	03/15/2022 2.78%	674,737.00 693,034.28	96.98 5.77%	678,868.97 2,283.75	0.44% (14,165.30)	A1/A NA	0.78 0.76
89236TJT3	TOYOTA MOTOR CREDIT CORP 1.45 01/13/2025	1,215,000.00	01/10/2022 1.50%	1,213,371.90 1,214,573.66	97.05 5.70%	1,179,184.12 3,817.12	0.77% (35,389.54)	A1/A+ A+	0.79 0.76
64952WEK5	NEW YORK LIFE GLOBAL FUNDING 1.45 01/14/2025	1,680,000.00	01/11/2022 1.49%	1,678,185.60 1,679,523.22	97.06 5.85%	1,630,678.21 5,210.33	1.06% (48,845.02)	Aaa/AA+ AAA	0.79 0.77
69371RR73	PACCAR FINANCIAL CORP 2.85 04/07/2025	885,000.00	03/31/2022 2.86%	884,769.90 884,922.11	97.71 5.28%	864,750.80 12,190.88	0.56% (20,171.31)	A1/A+ NA	1.02 0.98
78016EZ59	ROYAL BANK OF CANADA 3.375 04/14/2025	1,050,000.00	04/07/2022 3.39%	1,049,611.50 1,049,866.01	98.04 5.44%	1,029,410.69 16,439.06	0.67% (20,455.32)	A1/A AA-	1.04 0.99
06406RBC0	BANK OF NEW YORK MELLON CORP 3.35 04/25/2025	1,370,000.00	04/19/2022 3.35%	1,369,808.20 1,369,931.86	97.99 5.54%	1,342,397.80 19,887.83	0.87% (27,534.06)	A1/A AA-	1.07 1.02
06367WB85	BANK OF MONTREAL 1.85 05/01/2025	1,240,000.00	07/23/2021 0.86%	1,285,656.80 1,253,125.50	96.30 5.62%	1,194,136.44 9,558.33	0.77% (58,989.05)	A2/A- AA-	1.08 1.05

Holdings Report

As of March 31, 2024

City of Cupertino - Account #10659

Cusip	Security Description	Par Value/ Units	Purchase Date Purchase Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody's/ S&P Fitch	Maturity Duration
46647PCK0	JPMORGAN CHASE & CO 0.969 06/23/2025	655,000.00	-- 0.95%	655,406.85 655,030.84	98.84 6.33%	647,392.90 1,727.78	0.42% (7,637.94)	A1/A- AA-	1.23 0.23
66815L2J7	NORTHWESTERN MUTUAL GLOBAL FUNDING 4.0 07/01/2025	1,170,000.00	06/27/2022 4.01%	1,169,602.20 1,169,834.49	98.65 5.19%	1,154,252.40 11,700.00	0.75% (15,582.09)	Aaa/AA+ AAA	1.25 1.20
74153WCM9	PRICOA GLOBAL FUNDING I 0.8 09/01/2025	904,000.00	04/06/2022 3.23%	832,972.72 874,376.71	93.92 5.56%	849,033.16 602.67	0.55% (25,343.55)	Aa3/AA- AA-	1.42 1.38
06406HCQ0	BANK OF NEW YORK MELLON CORP 3.95 11/18/2025	1,000,000.00	04/05/2022 3.21%	1,024,910.00 1,010,910.19	97.95 5.32%	979,515.14 14,593.06	0.64% (31,395.05)	A1/A AA-	1.64 1.54
40139LBC6	GUARDIAN LIFE GLOBAL FUNDING 0.875 12/10/2025	1,400,000.00	-- 1.12%	1,385,860.00 1,394,278.34	92.96 5.64%	1,301,464.18 3,777.08	0.84% (92,814.16)	Aa1/AA+ NA	1.70 1.64
66815L2A6	NORTHWESTERN MUTUAL GLOBAL FUNDING 0.8 01/14/2026	850,000.00	12/06/2021 1.46%	827,449.50 840,169.91	92.78 5.35%	788,652.89 1,454.44	0.51% (51,517.02)	Aaa/AA+ AAA	1.79 1.73
06051GHY8	BANK OF AMERICA CORP 2.015 02/13/2026	600,000.00	05/24/2021 1.06%	620,988.00 604,911.10	96.88 6.14%	581,263.66 1,612.00	0.38% (23,647.44)	A1/A- AA-	1.87 0.84
46647PBK1	JPMORGAN CHASE & CO 2.083 04/22/2026	401,000.00	05/20/2021 1.11%	415,969.33 405,043.50	96.36 6.49%	386,388.46 3,689.17	0.25% (18,655.04)	A1/A- AA-	2.06 1.02
6174468Q5	MORGAN STANLEY 2.188 04/28/2026	650,000.00	05/23/2022 4.22%	615,699.50 636,587.73	96.48 6.47%	627,088.46 6,044.35	0.41% (9,499.27)	A1/A- A+	2.08 1.03
023135BX3	AMAZON.COM INC 1.0 05/12/2026	1,875,000.00	05/10/2021 1.09%	1,866,900.00 1,871,579.90	92.34 4.96%	1,731,436.67 7,239.58	1.12% (140,143.23)	A1/AA AA-	2.11 2.04
91324PEC2	UNITEDHEALTH GROUP INC 1.15 05/15/2026	1,035,000.00	-- 1.37%	1,025,051.35 1,030,205.61	92.49 5.03%	957,322.05 4,496.50	0.62% (72,883.56)	A2/A+ A	2.12 2.05
89236TJK2	TOYOTA MOTOR CREDIT CORP 1.125 06/18/2026	1,385,000.00	06/15/2021 1.13%	1,384,390.60 1,384,730.34	92.04 5.09%	1,274,792.64 4,457.97	0.83% (109,937.70)	A1/A+ A+	2.22 2.14
06051GJD2	BANK OF AMERICA CORP 1.319 06/19/2026	700,000.00	07/16/2021 1.27%	701,274.00 700,395.56	95.06 6.16%	665,392.42 2,616.02	0.43% (35,003.14)	A1/A- AA-	2.22 1.18
57629WDE7	MASSMUTUAL GLOBAL FUNDING II 1.2 07/16/2026	1,000,000.00	08/19/2021 1.15%	1,002,230.00 1,001,042.66	91.55 5.42%	915,511.88 2,500.00	0.59% (85,530.78)	Aa3/AA+ AA+	2.29 2.21
58989V2D5	MET TOWER GLOBAL FUNDING 1.25 09/14/2026	770,000.00	09/07/2021 1.27%	769,291.60 769,652.40	91.04 5.42%	700,971.09 454.51	0.45% (68,681.31)	Aa3/AA- AA-	2.46 2.36
931142ERO	WALMART INC 1.05 09/17/2026	350,000.00	09/08/2021 1.09%	349,338.50 349,674.32	91.68 4.82%	320,863.04 142.92	0.21% (28,811.28)	Aa2/AA AA	2.47 2.38
61690U7W4	MORGAN STANLEY BANK NA 5.882 10/30/2026	1,000,000.00	-- 5.88%	1,000,082.50 1,000,070.78	101.93 5.08%	1,019,278.40 24,508.33	0.66% 19,207.62	Aa3/A+ AA-	2.58 2.25
59217GER6	METROPOLITAN LIFE GLOBAL FUNDING I 1.875 01/11/2027	1,115,000.00	01/03/2022 1.90%	1,113,728.90 1,114,293.45	91.85 5.30%	1,024,155.04 4,645.83	0.66% (90,138.41)	Aa3/AA- AA-	2.78 2.64

Holdings Report

As of March 31, 2024

City of Cupertino - Account #10659

Cusip	Security Description	Par Value/ Units	Purchase Date Purchase Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody's/ S&P Fitch	Maturity Duration
17275RBQ4	CISCO SYSTEMS INC 4.8 02/26/2027	2,000,000.00	-- 4.71%	2,004,911.40 2,004,837.36	100.16 4.80%	2,003,217.04 9,333.33	1.30% (1,620.32)	A1/AA- NA	2.91 2.67
808513BY0	CHARLES SCHWAB CORP 2.45 03/03/2027	960,000.00	03/01/2022 2.46%	959,729.90 959,840.22	93.19 5.16%	894,612.80 1,829.33	0.58% (65,227.42)	A2/A- A	2.92 2.76
24422EXM6	JOHN DEERE CAPITAL CORP 4.85 03/05/2027	2,000,000.00	03/11/2024 4.77%	2,004,220.00 2,004,146.24	100.04 4.77%	2,000,865.50 6,466.67	1.30% (3,280.74)	A1/A A+	2.93 2.70
084664CZ2	BERKSHIRE HATHAWAY FINANCE CORP 2.3 03/15/2027	1,615,000.00	03/07/2022 2.30%	1,614,693.15 1,614,818.85	94.16 4.63%	1,520,763.86 1,650.89	0.99% (94,054.99)	Aa2/AA A+	2.96 2.81
857477CL5	STATE STREET CORP 4.993 03/18/2027	1,760,000.00	03/13/2024 4.99%	1,760,000.00 1,760,000.00	100.19 4.99%	1,763,409.24 3,173.33	1.14% 3,409.24	NA/A AA-	2.96 2.72
89115A2W1	TORONTO-DOMINION BANK 4.98 04/05/2027	1,340,000.00	03/26/2024 4.98%	1,340,000.00 1,340,000.00	99.85 4.98%	1,338,009.14 0.00	0.87% (1,990.86)	A1/A NA	3.01 2.75
06051GHT9	BANK OF AMERICA CORP 3.559 04/23/2027	1,150,000.00	-- 4.29%	1,114,222.54 1,126,767.92	96.49 5.83%	1,109,661.91 17,963.06	0.72% (17,106.01)	A1/A- AA-	3.06 1.93
665859AW4	NORTHERN TRUST CORP 4.0 05/10/2027	670,000.00	05/05/2022 4.03%	668,914.60 669,325.93	97.42 4.92%	652,739.73 10,496.67	0.42% (16,586.21)	A2/A+ A+	3.11 2.84
91324PEG3	UNITEDHEALTH GROUP INC 3.7 05/15/2027	675,000.00	05/17/2022 3.69%	675,316.70 675,196.16	96.96 4.74%	654,483.73 9,435.00	0.42% (20,712.43)	A2/A+ A	3.12 2.87
46647PEAO	JPMORGAN CHASE & CO 5.04 01/23/2028	1,500,000.00	03/11/2024 5.02%	1,500,780.00 1,500,765.83	99.66 5.49%	1,494,827.62 14,280.00	0.97% (5,938.21)	A1/A- AA-	3.82 2.57
57636QAW4	MASTERCARD INC 4.875 03/09/2028	945,000.00	03/06/2023 4.90%	944,083.35 944,278.52	101.31 4.49%	957,378.54 2,815.31	0.62% 13,100.02	Aa3/A+ NA	3.94 3.48
Total Corporate		45,010,000.00	2.75%	44,879,732.04 44,950,672.94	96.81 5.45%	43,533,307.00 260,422.54	28.24% (1,417,365.94)	A1/A+ AA-	1.99 1.75
MONEY MARKET FUND									
992995944	WC MMF SWEEP	50,725.58	-- 2.85%	50,725.58 50,725.58	1.00 2.85%	50,725.58 0.00	0.03% 0.00	NA/NA NA	0.00 0.00
VP4520004	WF ADV 100% TREAS MM FD-SVC CL #008	376,231.24	-- 0.01%	376,231.24 376,231.24	1.00 0.01%	376,231.24 0.00	0.24% 0.00	Aaa/ AAAm NA	0.00 0.00
Total Money Market Fund		426,956.82	0.35%	426,956.82 426,956.82	1.00 0.35%	426,956.82 0.00	0.28% 0.00	Aaa/AAA NA	0.00 0.00

Holdings Report

As of March 31, 2024

City of Cupertino - Account #10659

Cusip	Security Description	Par Value/ Units	Purchase Date Purchase Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody's/ S&P Fitch	Maturity Duration
MUNICIPAL BONDS									
13063DRK6	CALIFORNIA ST 2.4 10/01/2024	755,000.00	10/16/2019 1.92%	772,342.35 756,759.23	98.53 5.33%	743,901.50 9,060.00	0.48% (12,857.73)	Aa2/AA- AA	0.50 0.49
Total Municipal Bonds		755,000.00	10/16/2019 1.92%	772,342.35 756,759.23	98.53 5.33%	743,901.50 9,060.00	0.48% (12,857.73)	Aa2/AA- AA	0.50 0.49
SUPRANATIONAL									
45950KCT5	INTERNATIONAL FINANCE CORP 0.375 07/16/2025	2,500,000.00	05/27/2021 0.66%	2,471,150.00 2,490,977.19	94.34 5.32%	2,358,536.20 1,953.12	1.53% (132,440.99)	Aaa/AAA NA	1.29 1.26
459058JL8	INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPM 0.5 10/28/2025	2,400,000.00	-- 0.60%	2,388,859.25 2,396,268.74	93.53 5.14%	2,244,801.67 5,100.00	1.46% (151,467.07)	Aaa/AAA NA	1.58 1.53
4581X0DV7	INTER-AMERICAN DEVELOPMENT BANK 0.875 04/20/2026	2,460,000.00	04/13/2021 0.97%	2,448,733.20 2,455,378.51	92.58 4.87%	2,277,569.70 9,626.46	1.48% (177,808.82)	Aaa/AAA NA	2.05 1.99
Total Supranational		7,360,000.00	0.74%	7,308,742.45 7,342,624.45	93.50 5.11%	6,880,907.57 16,679.58	4.46% (461,716.88)	Aaa/AAA NA	1.64 1.59
US TREASURY									
912828XX3	UNITED STATES TREASURY 2.0 06/30/2024	2,000,000.00	-- 1.80%	2,018,574.22 2,000,946.88	99.15 6.52%	1,983,098.96 10,109.89	1.29% (17,847.92)	Aaa/AA+ AA+	0.25 0.25
912797GB7	UNITED STATES TREASURY 07/11/2024	1,000,000.00	07/27/2023 5.41%	950,378.99 985,639.76	98.56 4.89%	985,565.42 0.00	0.64% (74.34)	P-1/A-1+ F1+	0.28 0.28
912797GK7	UNITED STATES TREASURY 08/08/2024	1,000,000.00	08/30/2023 5.40%	951,232.07 981,658.71	98.16 4.99%	981,639.90 0.00	0.64% (18.81)	P-1/A-1+ F1+	0.36 0.35
912828D56	UNITED STATES TREASURY 2.375 08/15/2024	1,700,000.00	09/18/2019 1.73%	1,753,191.41 1,704,036.85	98.90 5.93%	1,681,323.24 5,102.34	1.09% (22,713.61)	Aaa/AA+ AA+	0.38 0.37
912797GL5	UNITED STATES TREASURY 09/05/2024	1,000,000.00	09/25/2023 5.45%	950,526.04 977,485.76	97.77 4.91%	977,675.47 0.00	0.63% 189.71	P-1/A-1+ F1+	0.43 0.43
912828YY0	UNITED STATES TREASURY 1.75 12/31/2024	2,100,000.00	03/15/2022 1.97%	2,087,203.13 2,096,565.78	97.51 5.53%	2,047,664.05 9,288.46	1.33% (48,901.73)	Aaa/AA+ AA+	0.75 0.73
912828ZC7	UNITED STATES TREASURY 1.125 02/28/2025	1,500,000.00	03/18/2020 0.81%	1,523,144.53 1,504,265.15	96.49 5.41%	1,447,397.46 1,467.39	0.94% (56,867.69)	Aaa/AA+ AA+	0.91 0.89
91282CED9	UNITED STATES TREASURY 1.75 03/15/2025	3,100,000.00	-- 2.23%	3,057,617.20 3,086,319.62	96.94 5.35%	3,005,006.48 2,506.11	1.95% (81,313.14)	Aaa/AA+ AA+	0.96 0.93

Holdings Report

As of March 31, 2024

City of Cupertino - Account #10659

Cusip	Security Description	Par Value/ Units	Purchase Date Purchase Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody's/ S&P Fitch	Maturity Duration
91282ZL7	UNITED STATES TREASURY 0.375 04/30/2025	2,500,000.00	03/21/2022 2.22%	2,360,839.85 2,451,692.42	95.18 5.33%	2,379,492.20 3,940.59	1.54% (72,200.22)	Aaa/AA+ AA+	1.08 1.06
91282CAB7	UNITED STATES TREASURY 0.25 07/31/2025	1,500,000.00	03/12/2021 0.72%	1,469,765.63 1,490,810.57	94.08 5.17%	1,411,171.88 628.43	0.92% (79,638.69)	Aaa/AA+ AA+	1.33 1.31
91282CAM3	UNITED STATES TREASURY 0.25 09/30/2025	2,400,000.00	-- 0.56%	2,366,140.63 2,388,915.26	93.45 5.08%	2,242,781.26 16.39	1.46% (146,134.00)	Aaa/AA+ AA+	1.50 1.46
91282CAT8	UNITED STATES TREASURY 0.25 10/31/2025	2,450,000.00	-- 0.49%	2,422,492.19 2,440,886.35	93.15 5.04%	2,282,136.73 2,574.52	1.48% (158,749.62)	Aaa/AA+ AA+	1.59 1.55
91282CAZ4	UNITED STATES TREASURY 0.375 11/30/2025	2,250,000.00	03/26/2021 0.76%	2,209,658.20 2,235,631.04	93.04 4.99%	2,093,291.01 2,835.55	1.36% (142,340.03)	Aaa/AA+ AA+	1.67 1.63
91282CBH3	UNITED STATES TREASURY 0.375 01/31/2026	2,500,000.00	05/27/2021 0.75%	2,456,445.31 2,482,924.73	92.46 4.91%	2,311,425.78 1,571.09	1.50% (171,498.95)	Aaa/AA+ AA+	1.84 1.79
91282CBW0	UNITED STATES TREASURY 0.75 04/30/2026	2,500,000.00	05/27/2021 0.80%	2,493,652.34 2,497,320.42	92.38 4.78%	2,309,570.30 7,881.18	1.50% (187,750.12)	Aaa/AA+ AA+	2.08 2.02
91282CCZ2	UNITED STATES TREASURY 0.875 09/30/2026	1,400,000.00	10/18/2021 1.19%	1,379,054.68 1,389,428.81	91.52 4.63%	1,281,273.43 33.47	0.83% (108,155.38)	Aaa/AA+ AA+	2.50 2.41
91282CDG3	UNITED STATES TREASURY 1.125 10/31/2026	1,400,000.00	11/15/2021 1.25%	1,391,468.75 1,395,552.81	91.84 4.63%	1,285,812.50 6,620.19	0.83% (109,740.31)	Aaa/AA+ AA+	2.59 2.49
91282CJP7	UNITED STATES TREASURY 4.375 12/15/2026	2,500,000.00	12/28/2023 4.01%	2,525,097.66 2,522,917.27	99.75 4.48%	2,493,847.65 32,274.59	1.62% (29,069.62)	Aaa/AA+ AA+	2.71 2.50
91282CEW7	UNITED STATES TREASURY 3.25 06/30/2027	3,250,000.00	-- 3.18%	3,260,312.50 3,256,521.77	96.57 4.44%	3,138,535.14 26,696.43	2.04% (117,986.63)	Aaa/AA+ AA+	3.25 3.02
91282CFB2	UNITED STATES TREASURY 2.75 07/31/2027	400,000.00	08/22/2022 3.12%	393,218.75 395,426.51	94.97 4.45%	379,875.00 1,843.41	0.25% (15,551.51)	Aaa/AA+ AA+	3.33 3.13
91282CFH9	UNITED STATES TREASURY 3.125 08/31/2027	4,500,000.00	-- 3.28%	4,468,902.34 4,478,649.97	96.06 4.44%	4,322,812.50 12,228.26	2.80% (155,837.47)	Aaa/AA+ AA+	3.42 3.19
91282CFM8	UNITED STATES TREASURY 4.125 09/30/2027	3,450,000.00	-- 4.31%	3,421,152.34 3,429,496.97	99.22 4.40%	3,423,181.63 388.83	2.22% (6,315.34)	Aaa/AA+ AA+	3.50 3.16
91282CFZ9	UNITED STATES TREASURY 3.875 11/30/2027	850,000.00	12/05/2022 3.81%	852,656.25 851,952.78	98.38 4.40%	836,253.90 11,069.16	0.54% (15,698.88)	Aaa/AA+ AA+	3.67 3.34
91282CGC9	UNITED STATES TREASURY 3.875 12/31/2027	2,750,000.00	-- 3.67%	2,775,107.42 2,769,116.89	98.39 4.34%	2,705,634.77 26,933.38	1.76% (63,482.12)	Aaa/AA+ AA+	3.75 3.42
91282CGH8	UNITED STATES TREASURY 3.5 01/31/2028	3,000,000.00	02/07/2023 3.81%	2,957,929.69 2,967,602.62	97.07 4.39%	2,912,226.57 17,596.15	1.89% (55,376.05)	Aaa/AA+ AA+	3.84 3.53
91282CGP0	UNITED STATES TREASURY 4.0 02/29/2028	3,700,000.00	-- 4.01%	3,699,113.28 3,699,410.21	98.83 4.37%	3,656,785.15 12,869.57	2.37% (42,625.06)	Aaa/AA+ AA+	3.92 3.58

Holdings Report

As of March 31, 2024

City of Cupertino - Account #10659

Cusip	Security Description	Par Value/ Units	Purchase Date Purchase Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody's/ S&P Fitch	Maturity Duration
	Total US Treasury	56,700,000.00	2.57%	56,194,875.40 56,481,175.93	96.32 4.86%	54,575,478.38 196,475.39	35.41% (1,905,697.55)	Aaa/AA+ AA+	2.24 2.10
	Total Portfolio	159,493,886.88	2.44%	159,177,151.83 159,262,127.89	96.45 5.14%	154,139,738.35 634,868.01	100.00% (5,122,389.53)	Aa2/AA- AA	2.03 1.75
	Total Market Value + Accrued					154,774,606.36			



Section 4 | Transactions

Transaction Ledger

As of March 31, 2024

City of Cupertino - Account #10659

Transaction Type	Settlement Date	CUSIP	Quantity	Security Description	Price	Acq/Disp Yield	Amount	Interest Pur/Sold	Total Amount	Gain/Loss
ACQUISITIONS										
Purchase	01/25/2024	36268GAD7	950,000.00	GM Financial Securitized Term 2024-1 A3 4.85% Due: 12/18/2028	100.008	4.90%	950,074.22	1,023.89	951,098.11	0.00
Purchase	01/26/2024	05522RDH8	850,000.00	Bank of America Credit Card Tr BACCT 2023-A2 A2 4.98% Due: 11/15/2028	101.035	4.28%	858,798.83	1,293.42	860,092.25	0.00
Purchase	01/31/2024	161571HV9	1,690,000.00	Chase Issuance Trust 2024-A1 A 4.6% Due: 01/16/2029	99.985	4.66%	1,689,742.61	0.00	1,689,742.61	0.00
Subtotal			3,490,000.00				3,498,615.66	2,317.31	3,500,932.97	0.00
TOTAL ACQUISITIONS			3,490,000.00				3,498,615.66	2,317.31	3,500,932.97	0.00
DISPOSITIONS										
Sale	01/29/2024	912828X70	1,700,000.00	US Treasury Note 2% Due: 04/30/2024	99.172	1.92%	1,685,921.88	8,406.59	1,694,328.47	-14,386.16
Subtotal			1,700,000.00				1,685,921.88	8,406.59	1,694,328.47	-14,386.16
TOTAL DISPOSITIONS			1,700,000.00				1,685,921.88	8,406.59	1,694,328.47	-14,386.16

Transaction Ledger

As of March 31, 2024

City of Cupertino - Account #10659

Transaction Type	Settlement Date	CUSIP	Quantity	Security Description	Price	Acq/Disp Yield	Amount	Interest Pur/Sold	Total Amount	Gain/Loss
ACQUISITIONS										
Purchase	02/26/2024	17275RBQ4	830,000.00	CISCO SYSTEMS INC 4.8 02/26/2027	99.870	4.85%	828,921.00	0.00	(828,921.00)	0.00
Purchase	03/13/2024	17275RBQ4	1,170,000.00	CISCO SYSTEMS INC 4.8 02/26/2027	100.512		1,175,990.40	(2,652.00)	(1,178,642.40)	0.00
Purchase	03/13/2024	24422EXM6	2,000,000.00	JOHN DEERE CAPITAL CORP 4.85 03/05/2027	100.211		2,004,220.00	(1,616.67)	(2,005,836.67)	0.00
Purchase	03/13/2024	46647PEA0	1,500,000.00	JPMORGAN CHASE & CO 5.04 01/23/2028	100.052		1,500,780.00	(10,500.00)	(1,511,280.00)	0.00
Purchase	03/18/2024	857477CL5	1,760,000.00	STATE STREET CORP 4.993 03/18/2027	100.000	4.99%	1,760,000.00	0.00	(1,760,000.00)	0.00
Purchase	03/27/2024	47800RAD5	500,000.00	JDOT 2024 A3 4.96 11/15/2028	99.953	5.03%	499,765.63	(551.11)	(500,316.74)	0.00
Purchase	04/05/2024	89115A2W1	1,340,000.00	TORONTO-DOMINION BANK 4.98 04/05/2027	100.000	4.98%	1,340,000.00	0.00	(1,340,000.00)	0.00
Total Purchase			9,100,000.00				9,109,677.03	(15,319.78)	(9,124,996.81)	0.00
TOTAL ACQUISITIONS			9,100,000.00				9,109,677.03	(15,319.78)	(9,124,996.81)	0.00
DISPOSITIONS										
Sale	03/13/2024	46647PCH7	(1,370,000.00)	JPMORGAN CHASE & CO 0.824 06/01/2025	98.890		(1,354,793.00)	(3,198.49)	1,357,991.49	(15,336.48)
Sale	03/13/2024	78013XZU5	(1,500,000.00)	ROYAL BANK OF CANADA 2.55 07/16/2024	98.941		(1,484,115.00)	(6,056.25)	1,490,171.25	(18,660.00)
Sale	03/13/2024	89114QCA4	(1,500,000.00)	TORONTO-DOMINION BANK 2.65 06/12/2024	99.252		(1,488,780.00)	(10,047.92)	1,498,827.92	(12,650.34)
Sale	03/18/2024	009158AV8	(1,675,000.00)	AIR PRODUCTS AND CHEMICALS INC 3.35 07/31/2024	99.142	5.71%	(1,660,628.50)	(7,481.67)	1,668,110.17	(16,768.44)
Sale	04/01/2024	91159HHX1	(1,250,000.00)	US BANCORP 2.4 07/30/2024	98.921	5.70%	(1,236,512.50)	(5,083.33)	1,241,595.83	(14,422.95)
Total Sale			(7,295,000.00)				(7,224,829.00)	(31,867.66)	7,256,696.66	(77,838.20)

Transaction Ledger

As of March 31, 2024

City of Cupertino - Account #10659

Transaction Type	Settlement Date	CUSIP	Quantity	Security Description	Price	Acq/Disp Yield	Amount	Interest Pur/Sold	Total Amount	Gain/Loss
TOTAL DISPOSITIONS			(7,295,000.00)				(7,224,829.00)	(31,867.66)	7,256,696.66	(77,838.20)
OTHER TRANSACTIONS										
Coupon	01/31/2024	009158AV8	0.00	AIR PRODUCTS AND CHEMICALS INC 3.35 07/31/2024			28,056.25	0.00	28,056.25	0.00
Coupon	01/31/2024	91282CAB7	0.00	UNITED STATES TREASURY 0.25 07/31/2025			1,875.00	0.00	1,875.00	0.00
Coupon	01/31/2024	91282CBH3	0.00	UNITED STATES TREASURY 0.375 01/31/2026			4,687.50	0.00	4,687.50	0.00
Coupon	01/31/2024	91282CFB2	0.00	UNITED STATES TREASURY 2.75 07/31/2027			5,500.00	0.00	5,500.00	0.00
Coupon	01/31/2024	91282CGH8	0.00	UNITED STATES TREASURY 3.5 01/31/2028			52,500.00	0.00	52,500.00	0.00
Coupon	02/01/2024	3137BFE98	0.00	FHMS K-041 A2 3.171 10/25/2024			3,391.03	0.00	3,391.03	0.00
Coupon	02/01/2024	3137BLMZ8	0.00	FHMS K-049 A2 3.01 07/25/2025			2,508.33	0.00	2,508.33	0.00
Coupon	02/01/2024	3137BLW95	0.00	FHMS K-050 A2 3.334 08/25/2025			2,639.42	0.00	2,639.42	0.00
Coupon	02/01/2024	3137BM7C4	0.00	FHMS K-051 A2 3.308 09/25/2025			1,212.93	0.00	1,212.93	0.00
Coupon	02/01/2024	3137BN6G4	0.00	FHMS K-053 A2 2.995 12/25/2025			1,422.62	0.00	1,422.62	0.00
Coupon	02/01/2024	3137BSP72	0.00	FHMS K-058 A2 2.653 08/25/2026			1,437.04	0.00	1,437.04	0.00
Coupon	02/01/2024	3137FBBX3	0.00	FHMS K-068 A2 3.244 08/25/2027			2,703.33	0.00	2,703.33	0.00

Transaction Ledger

As of March 31, 2024

City of Cupertino - Account #10659

Transaction Type	Settlement Date	CUSIP	Quantity	Security Description	Price	Acq/Disp Yield	Amount	Interest Pur/Sold	Total Amount	Gain/Loss
Coupon	02/09/2024	69371RR40	0.00	PACCAR FINANCIAL CORP 0.5 08/09/2024			1,700.00	0.00	1,700.00	0.00
Coupon	02/12/2024	3137EAEP0	0.00	FEDERAL HOME LOAN MORTGAGE CORP 1.5 02/12/2025			17,737.50	0.00	17,737.50	0.00
Coupon	02/13/2024	06051GHY8	0.00	BANK OF AMERICA CORP 2.015 02/13/2026			6,045.00	0.00	6,045.00	0.00
Coupon	02/15/2024	02582JIT8	0.00	AMXCA 2022-2 A 3.39 05/15/2025			3,884.38	0.00	3,884.38	0.00
Coupon	02/15/2024	02589BAA8	0.00	AMXCA 2022-1 A 2.21 03/17/2025			2,845.38	0.00	2,845.38	0.00
Coupon	02/15/2024	05522RDH8	0.00	BACCT 2023-2 A 4.98 11/16/2026			3,527.50	0.00	3,527.50	0.00
Coupon	02/15/2024	161571HV9	0.00	CHAIT 241 A 4.6 01/16/2029			3,239.17	0.00	3,239.17	0.00
Coupon	02/15/2024	43815BAC4	0.00	HAROT 2022-1 A3 1.88 05/15/2026			1,060.39	0.00	1,060.39	0.00
Coupon	02/15/2024	44891WAC3	0.00	HALST 2022-A A3 1.16 01/15/2025			164.38	0.00	164.38	0.00
Coupon	02/15/2024	448977AD0	0.00	HART 2022-A A3 2.22 10/15/2026			1,705.74	0.00	1,705.74	0.00
Coupon	02/15/2024	44933LAC7	0.00	HART 2021-A A3 0.38 09/15/2025			39.87	0.00	39.87	0.00
Coupon	02/15/2024	44935FAD6	0.00	HART 2021-C A3 0.74 05/15/2026			522.72	0.00	522.72	0.00
Coupon	02/15/2024	47787JAC2	0.00	JDOT 2022 A3 0.36 09/15/2026			688.04	0.00	688.04	0.00
Coupon	02/15/2024	47789QAC4	0.00	JDOT 2021-B A3 0.52 03/16/2026			140.17	0.00	140.17	0.00
Coupon	02/15/2024	47800AAC4	0.00	JDOT 2022-B A3 3.74 02/16/2027			2,041.42	0.00	2,041.42	0.00
Coupon	02/15/2024	47800BAC2	0.00	JDOT 2022-C A3 5.09 06/15/2027			4,453.75	0.00	4,453.75	0.00

Transaction Ledger

As of March 31, 2024

City of Cupertino - Account #10659

Transaction Type	Settlement Date	CUSIP	Quantity	Security Description	Price	Acq/Disp Yield	Amount	Interest Pur/Sold	Total Amount	Gain/Loss
Coupon	02/15/2024	58769FAC9	0.00	MBART 2023-2 A3 5.95 11/15/2028			5,454.17	0.00	5,454.17	0.00
Coupon	02/15/2024	69371RQ25	0.00	PACCAR FINANCIAL CORP 2.15 08/15/2024			3,977.50	0.00	3,977.50	0.00
Coupon	02/15/2024	89231FAD2	0.00	TAOT 2023-C A3 5.16 04/17/2028			5,590.00	0.00	5,590.00	0.00
Coupon	02/15/2024	89238JAC9	0.00	TAOT 2021-D A3 0.71 04/15/2026			167.67	0.00	167.67	0.00
Coupon	02/15/2024	89240BAC2	0.00	TAOT 2021-A A3 0.26 05/15/2025			32.54	0.00	32.54	0.00
Coupon	02/15/2024	912828D56	0.00	UNITED STATES TREASURY 2.375 08/15/2024			20,187.50	0.00	20,187.50	0.00
Coupon	02/16/2024	362554AC1	0.00	GMCAR 2021-4 A3 0.68 09/16/2026			133.89	0.00	133.89	0.00
Coupon	02/16/2024	362585AC5	0.00	GMCAR 2022-2 A3 3.1 02/16/2027			1,007.50	0.00	1,007.50	0.00
Coupon	02/16/2024	36268GAD7	0.00	GMCAR 2024-1 A3 4.85 12/18/2028			3,711.60	0.00	3,711.60	0.00
Coupon	02/16/2024	380146AC4	0.00	GMCAR 2022-1 A3 1.23 11/16/2026			242.96	0.00	242.96	0.00
Coupon	02/20/2024	36265MAC9	0.00	GMALT 2022-1 A3 1.9 03/20/2025			580.49	0.00	580.49	0.00
Coupon	02/20/2024	89238LAC4	0.00	TLOT 2022-A A3 1.96 02/20/2025			924.12	0.00	924.12	0.00
Coupon	02/21/2024	438123AC5	0.00	HAROT 2023-4 A3 5.67 06/21/2028			3,803.63	0.00	3,803.63	0.00
Coupon	02/21/2024	43813GAC5	0.00	HAROT 2021-1 A3 0.27 04/21/2025			8.76	0.00	8.76	0.00
Coupon	02/21/2024	43815GAC3	0.00	HAROT 2021-4 A3 0.88 01/21/2026			217.44	0.00	217.44	0.00
Coupon	02/25/2024	05601XAC3	0.00	BMWLT 2022-1 A3 1.03 03/25/2025			64.85	0.00	64.85	0.00

Transaction Ledger

As of March 31, 2024

City of Cupertino - Account #10659

Transaction Type	Settlement Date	CUSIP	Quantity	Security Description	Price	Acq/Disp Yield	Amount	Interest Pur/Sold	Total Amount	Gain/Loss
Coupon	02/25/2024	05602RAD3	0.00	BMWOT 2022-A A3 3.21 08/25/2026			1,296.52	0.00	1,296.52	0.00
Coupon	02/25/2024	3135G05X7	0.00	FEDERAL NATIONAL MORTGAGE ASSOCIATION 0.375 08/25/2025			4,687.50	0.00	4,687.50	0.00
Coupon	02/29/2024	912828ZC7	0.00	UNITED STATES TREASURY 1.125 02/28/2025			8,437.50	0.00	8,437.50	0.00
Coupon	02/29/2024	91282CFH9	0.00	UNITED STATES TREASURY 3.125 08/31/2027			70,312.50	0.00	70,312.50	0.00
Coupon	02/29/2024	91282CGP0	0.00	UNITED STATES TREASURY 4.0 02/29/2028			74,000.00	0.00	74,000.00	0.00
Coupon	03/01/2024	3137BFE98	0.00	FHMS K-041 A2 3.171 10/25/2024			3,383.47	0.00	3,383.47	0.00
Coupon	03/01/2024	3137BLMZ8	0.00	FHMS K-049 A2 3.01 07/25/2025			2,508.33	0.00	2,508.33	0.00
Coupon	03/01/2024	3137BLW95	0.00	FHMS K-050 A2 3.334 08/25/2025			2,639.42	0.00	2,639.42	0.00
Coupon	03/01/2024	3137BM7C4	0.00	FHMS K-051 A2 3.308 09/25/2025			1,212.93	0.00	1,212.93	0.00
Coupon	03/01/2024	3137BN6G4	0.00	FHMS K-053 A2 2.995 12/25/2025			1,422.62	0.00	1,422.62	0.00
Coupon	03/01/2024	3137BSP72	0.00	FHMS K-058 A2 2.653 08/25/2026			1,437.04	0.00	1,437.04	0.00
Coupon	03/01/2024	3137FBBX3	0.00	FHMS K-068 A2 3.244 08/25/2027			2,703.33	0.00	2,703.33	0.00
Coupon	03/01/2024	74153WCM9	0.00	PRICOA GLOBAL FUNDING I 0.8 09/01/2025			3,616.00	0.00	3,616.00	0.00
Coupon	03/03/2024	808513BY0	0.00	CHARLES SCHWAB CORP 2.45 03/03/2027			11,760.00	0.00	11,760.00	0.00
Coupon	03/09/2024	57636QAW4	0.00	MASTERCARD INC 4.875 03/09/2028			23,034.38	0.00	23,034.38	0.00



Transaction Ledger

As of March 31, 2024

City of Cupertino - Account #10659

Transaction Type	Settlement Date	CUSIP	Quantity	Security Description	Price	Acq/Disp Yield	Amount	Interest Pur/Sold	Total Amount	Gain/Loss
Coupon	03/13/2024	3130A2UW4	0.00	FEDERAL HOME LOAN BANKS 2.875 09/13/2024			28,750.00	0.00	28,750.00	0.00
Coupon	03/14/2024	58989V2D5	0.00	MET TOWER GLOBAL FUNDING 1.25 09/14/2026			4,812.50	0.00	4,812.50	0.00
Coupon	03/15/2024	02582JIT8	0.00	AMXCA 2022-2 A 3.39 05/15/2025			3,884.38	0.00	3,884.38	0.00
Coupon	03/15/2024	02589BAA8	0.00	AMXCA 2022-1 A 2.21 03/17/2025			2,845.38	0.00	2,845.38	0.00
Coupon	03/15/2024	05522RDH8	0.00	BACCT 2023-2 A 4.98 11/16/2026			3,527.50	0.00	3,527.50	0.00
Coupon	03/15/2024	084664CZ2	0.00	BERKSHIRE HATHAWAY FINANCE CORP 2.3 03/15/2027			18,572.50	0.00	18,572.50	0.00
Coupon	03/15/2024	161571HV9	0.00	CHAIT 241 A 4.6 01/16/2029			6,478.33	0.00	6,478.33	0.00
Coupon	03/15/2024	43815BAC4	0.00	HAROT 2022-1 A3 1.88 05/15/2026			989.64	0.00	989.64	0.00
Coupon	03/15/2024	44891WAC3	0.00	HALST 2022-A A3 1.16 01/15/2025			108.50	0.00	108.50	0.00
Coupon	03/15/2024	448977AD0	0.00	HART 2022-A A3 2.22 10/15/2026			1,599.68	0.00	1,599.68	0.00
Coupon	03/15/2024	44933LAC7	0.00	HART 2021-A A3 0.38 09/15/2025			32.65	0.00	32.65	0.00
Coupon	03/15/2024	44935FAD6	0.00	HART 2021-C A3 0.74 05/15/2026			478.57	0.00	478.57	0.00
Coupon	03/15/2024	47787JAC2	0.00	JDOT 2022 A3 0.36 09/15/2026			635.84	0.00	635.84	0.00
Coupon	03/15/2024	47789QAC4	0.00	JDOT 2021-B A3 0.52 03/16/2026			123.83	0.00	123.83	0.00
Coupon	03/15/2024	47800AAC4	0.00	JDOT 2022-B A3 3.74 02/16/2027			2,041.42	0.00	2,041.42	0.00
Coupon	03/15/2024	47800BAC2	0.00	JDOT 2022-C A3 5.09 06/15/2027			4,453.75	0.00	4,453.75	0.00

Transaction Ledger

As of March 31, 2024

City of Cupertino - Account #10659

Transaction Type	Settlement Date	CUSIP	Quantity	Security Description	Price	Acq/Disp Yield	Amount	Interest Pur/Sold	Total Amount	Gain/Loss
Coupon	03/15/2024	58769FAC9	0.00	MBART 2023-2 A3 5.95 11/15/2028			5,454.17	0.00	5,454.17	0.00
Coupon	03/15/2024	89231FAD2	0.00	TAOT 2023-C A3 5.16 04/17/2028			5,590.00	0.00	5,590.00	0.00
Coupon	03/15/2024	89238JAC9	0.00	TAOT 2021-D A3 0.71 04/15/2026			154.54	0.00	154.54	0.00
Coupon	03/15/2024	89240BAC2	0.00	TAOT 2021-A A3 0.26 05/15/2025			24.24	0.00	24.24	0.00
Coupon	03/15/2024	91282CED9	0.00	UNITED STATES TREASURY 1.75 03/15/2025			27,125.00	0.00	27,125.00	0.00
Coupon	03/16/2024	362554AC1	0.00	GMCAR 2021-4 A3 0.68 09/16/2026			124.90	0.00	124.90	0.00
Coupon	03/16/2024	362585AC5	0.00	GMCAR 2022-2 A3 3.1 02/16/2027			970.52	0.00	970.52	0.00
Coupon	03/16/2024	36268GAD7	0.00	GMCAR 2024-1 A3 4.85 12/18/2028			3,839.58	0.00	3,839.58	0.00
Coupon	03/16/2024	380146AC4	0.00	GMCAR 2022-1 A3 1.23 11/16/2026			227.79	0.00	227.79	0.00
Coupon	03/17/2024	931142ER0	0.00	WALMART INC 1.05 09/17/2026			1,837.50	0.00	1,837.50	0.00
Coupon	03/20/2024	36265MAC9	0.00	GMALT 2022-1 A3 1.9 03/20/2025			398.56	0.00	398.56	0.00
Coupon	03/20/2024	89238LAC4	0.00	TLOT 2022-A A3 1.96 02/20/2025			689.22	0.00	689.22	0.00
Coupon	03/21/2024	438123AC5	0.00	HAROT 2023-4 A3 5.67 06/21/2028			3,803.63	0.00	3,803.63	0.00
Coupon	03/21/2024	43813GAC5	0.00	HAROT 2021-1 A3 0.27 04/21/2025			6.51	0.00	6.51	0.00
Coupon	03/21/2024	43815GAC3	0.00	HAROT 2021-4 A3 0.88 01/21/2026			199.99	0.00	199.99	0.00

Transaction Ledger

As of March 31, 2024

City of Cupertino - Account #10659

Transaction Type	Settlement Date	CUSIP	Quantity	Security Description	Price	Acq/Disp Yield	Amount	Interest Pur/Sold	Total Amount	Gain/Loss
Coupon	03/23/2024	3137EAEX3	0.00	FEDERAL HOME LOAN MORTGAGE CORP 0.375 09/23/2025			4,687.50	0.00	4,687.50	0.00
Coupon	03/25/2024	05601XAC3	0.00	BMWLT 2022-1 A3 1.03 03/25/2025			26.39	0.00	26.39	0.00
Coupon	03/25/2024	05602RAD3	0.00	BMWOT 2022-A A3 3.21 08/25/2026			1,207.96	0.00	1,207.96	0.00
Coupon	03/31/2024	91282CAM3	0.00	UNITED STATES TREASURY 0.25 09/30/2025			3,000.00	0.00	3,000.00	0.00
Coupon	03/31/2024	91282CCZ2	0.00	UNITED STATES TREASURY 0.875 09/30/2026			6,125.00	0.00	6,125.00	0.00
Coupon	03/31/2024	91282CFM8	0.00	UNITED STATES TREASURY 4.125 09/30/2027			71,156.25	0.00	71,156.25	0.00
Total Coupon			0.00				632,268.74	0.00	632,268.74	0.00
Management Fee	02/08/2024	CCYUSD	0.00	US DOLLAR			0.00	0.00	(88.01)	0.00
Management Fee	02/09/2024	CCYUSD	0.00	US DOLLAR			0.00	0.00	(9,380.44)	0.00
Management Fee	03/12/2024	CCYUSD	0.00	US DOLLAR			0.00	0.00	(9,386.16)	0.00
Total Management Fee			0.00				0.00	0.00	(18,854.61)	0.00
Principal Paydown	02/01/2024	3137BFE98	(2,860.16)	FHMS K-041 A2 3.171 10/25/2024			(2,860.16)	--	2,860.16	0.00
Principal Paydown	02/15/2024	43815BAC4	(45,160.24)	HAROT 2022-1 A3 1.88 05/15/2026			(45,160.24)	--	45,160.24	(0.00)
Principal Paydown	02/15/2024	44891WAC3	(57,807.77)	HALST 2022-A A3 1.16 01/15/2025			(57,807.77)	--	57,807.77	(0.00)
Principal Paydown	02/15/2024	448977AD0	(57,330.32)	HART 2022-A A3 2.22 10/15/2026			(57,330.32)	--	57,330.32	(0.00)
Principal Paydown	02/15/2024	44933LAC7	(22,808.74)	HART 2021-A A3 0.38 09/15/2025			(22,808.74)	--	22,808.74	(0.00)
Principal Paydown	02/15/2024	44935FAD6	(71,578.86)	HART 2021-C A3 0.74 05/15/2026			(71,578.86)	--	71,578.86	(0.00)

Transaction Ledger

As of March 31, 2024

City of Cupertino - Account #10659

Transaction Type	Settlement Date	CUSIP	Quantity	Security Description	Price	Acq/Disp Yield	Amount	Interest Pur/Sold	Total Amount	Gain/Loss
Principal Paydown	02/15/2024	47787JAC2	(27,004.20)	JDOT 2022 A3 0.36 09/15/2026			(27,004.20)	--	27,004.20	(0.00)
Principal Paydown	02/15/2024	47789QAC4	(37,705.98)	JDOT 2021-B A3 0.52 03/16/2026			(37,705.98)	--	37,705.98	0.00
Principal Paydown	02/15/2024	89238JAC9	(22,192.11)	TAOT 2021-D A3 0.71 04/15/2026			(22,192.11)	--	22,192.11	0.00
Principal Paydown	02/15/2024	89240BAC2	(38,310.95)	TAOT 2021-A A3 0.26 05/15/2025			(38,310.95)	--	38,310.95	0.00
Principal Paydown	02/16/2024	362554AC1	(15,866.07)	GMCAR 2021-4 A3 0.68 09/16/2026			(15,866.07)	--	15,866.07	0.00
Principal Paydown	02/16/2024	362585AC5	(14,316.88)	GMCAR 2022-2 A3 3.1 02/16/2027			(14,316.88)	--	14,316.88	0.00
Principal Paydown	02/16/2024	380146AC4	(14,450.60)	GMCAR 2022-1 A3 1.23 11/16/2026			(14,450.60)	--	14,450.60	(0.00)
Principal Paydown	02/20/2024	36265MAC9	(114,903.33)	GMALT 2022-1 A3 1.9 03/20/2025			(114,903.33)	--	114,903.33	0.00
Principal Paydown	02/20/2024	89238LAC4	(143,816.71)	TLOT 2022-A A3 1.96 02/20/2025			(143,816.71)	--	143,816.71	0.00
Principal Paydown	02/21/2024	43813GAC5	(10,022.60)	HAROT 2021-1 A3 0.27 04/21/2025			(10,022.60)	--	10,022.60	0.00
Principal Paydown	02/21/2024	43815GAC3	(23,791.90)	HAROT 2021-4 A3 0.88 01/21/2026			(23,791.90)	--	23,791.90	(0.00)
Principal Paydown	02/25/2024	05601XAC3	(41,949.05)	BMWLT 2022-1 A3 1.03 03/25/2025			(41,949.05)	--	41,949.05	(0.00)
Principal Paydown	02/25/2024	05602RAD3	(33,107.36)	BMWOT 2022-A A3 3.21 08/25/2026			(33,107.36)	--	33,107.36	0.00
Principal Paydown	03/01/2024	3137BFE98	(3,180.01)	FHMS K-041 A2 3.171 10/25/2024			(3,180.01)	--	3,180.01	0.00
Principal Paydown	03/15/2024	43815BAC4	(44,443.43)	HAROT 2022-1 A3 1.88 05/15/2026			(44,443.43)	--	44,443.43	(0.00)
Principal Paydown	03/15/2024	44891WAC3	(57,340.39)	HALST 2022-A A3 1.16 01/15/2025			(57,340.39)	--	57,340.39	(0.00)

Transaction Ledger

As of March 31, 2024

City of Cupertino - Account #10659

Transaction Type	Settlement Date	CUSIP	Quantity	Security Description	Price	Acq/Disp Yield	Amount	Interest Pur/Sold	Total Amount	Gain/Loss
Principal Paydown	03/15/2024	448977AD0	(55,762.20)	HART 2022-A A3 2.22 10/15/2026			(55,762.20)	--	55,762.20	(0.00)
Principal Paydown	03/15/2024	44933LAC7	(21,891.06)	HART 2021-A A3 0.38 09/15/2025			(21,891.06)	--	21,891.06	0.00
Principal Paydown	03/15/2024	44935FAD6	(68,242.11)	HART 2021-C A3 0.74 05/15/2026			(68,242.11)	--	68,242.11	(0.00)
Principal Paydown	03/15/2024	47787JAC2	(16,422.99)	JDOT 2022 A3 0.36 09/15/2026			(16,422.99)	--	16,422.99	0.00
Principal Paydown	03/15/2024	47789QAC4	(25,946.24)	JDOT 2021-B A3 0.52 03/16/2026			(25,946.24)	--	25,946.24	(0.00)
Principal Paydown	03/15/2024	89238JAC9	(20,887.30)	TAOT 2021-D A3 0.71 04/15/2026			(20,887.30)	--	20,887.30	0.00
Principal Paydown	03/15/2024	89240BAC2	(35,040.33)	TAOT 2021-A A3 0.26 05/15/2025			(35,040.33)	--	35,040.33	(0.00)
Principal Paydown	03/16/2024	362554AC1	(15,937.32)	GMCAR 2021-4 A3 0.68 09/16/2026			(15,937.32)	--	15,937.32	0.00
Principal Paydown	03/16/2024	362585AC5	(20,694.94)	GMCAR 2022-2 A3 3.1 02/16/2027			(20,694.94)	--	20,694.94	0.00
Principal Paydown	03/16/2024	380146AC4	(14,385.77)	GMCAR 2022-1 A3 1.23 11/16/2026			(14,385.77)	--	14,385.77	0.00
Principal Paydown	03/20/2024	36265MAC9	(120,671.37)	GMALT 2022-1 A3 1.9 03/20/2025			(120,671.37)	--	120,671.37	0.00
Principal Paydown	03/20/2024	89238LAC4	(129,055.48)	TLOT 2022-A A3 1.96 02/20/2025			(129,055.48)	--	129,055.48	0.00
Principal Paydown	03/21/2024	43813GAC5	(9,672.49)	HAROT 2021-1 A3 0.27 04/21/2025			(9,672.49)	--	9,672.49	0.00
Principal Paydown	03/21/2024	43815GAC3	(22,778.77)	HAROT 2021-4 A3 0.88 01/21/2026			(22,778.77)	--	22,778.77	0.00
Principal Paydown	03/25/2024	05601XAC3	(28,794.24)	BMWLT 2022-1 A3 1.03 03/25/2025			(28,794.24)	--	28,794.24	(0.00)
Principal Paydown	03/25/2024	05602RAD3	(30,619.03)	BMWOT 2022-A A3 3.21 08/25/2026			(30,619.03)	--	30,619.03	(0.00)

Transaction Ledger

As of March 31, 2024

City of Cupertino - Account #10659

Transaction Type	Settlement Date	CUSIP	Quantity	Security Description	Price	Acq/Disp Yield	Amount	Interest Pur/Sold	Total Amount	Gain/Loss
Total Principal Paydown			(1,536,749.30)				(1,536,749.30)	--	1,536,749.30	0.01
TOTAL OTHER TRANSACTIONS			(1,536,749.30)				(904,480.56)	0.00	2,150,163.43	0.01

Important Disclosures

As of March 31, 2024

2024 Chandler Asset Management, Inc, An Independent Registered Investment Adviser.

Information contained herein is confidential. Prices are provided by ICE Data Services Inc ("IDS"), an independent pricing source. In the event IDS does not provide a price or if the price provided is not reflective of fair market value, Chandler will obtain pricing from an alternative approved third party pricing source in accordance with our written valuation policy and procedures. Our valuation procedures are also disclosed in Item 5 of our Form ADV Part 2A.

Performance results are presented gross-of-advisory fees and represent the client's Total Return. The deduction of advisory fees lowers performance results. These results include the reinvestment of dividends and other earnings. Past performance may not be indicative of future results. Therefore, clients should not assume that future performance of any specific investment or investment strategy will be profitable or equal to past performance levels. All investment strategies have the potential for profit or loss. Economic factors, market conditions or changes in investment strategies, contributions or withdrawals may materially alter the performance and results of your portfolio.

Index returns assume reinvestment of all distributions. Historical performance results for investment indexes generally do not reflect the deduction of transaction and/or custodial charges or the deduction of an investment management fee, the incurrence of which would have the effect of decreasing historical performance results. It is not possible to invest directly in an index.

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Fixed income investments are subject to interest, credit and market risk. Interest rate risk: the value of fixed income investments will decline as interest rates rise. Credit risk: the possibility that the borrower may not be able to repay interest and principal. Low rated bonds generally have to pay higher interest rates to attract investors willing to take on greater risk. Market risk: the bond market in general could decline due to economic conditions, especially during periods of rising interest rates.

Ratings information have been provided by Moody's, S&P and Fitch through data feeds we believe to be reliable as of the date of this statement, however we cannot guarantee its accuracy.

Security level ratings for U.S. Agency issued mortgage-backed securities ("MBS") reflect the issuer rating because the securities themselves are not rated. The issuing U.S. Agency guarantees the full and timely payment of both principal and interest and carries a AA+/Aaa/AAA by S&P, Moody's and Fitch respectively.

Your qualified custodian bank maintains control of all assets reflected in this statement and we urge you to compare this statement to the one you receive from your qualified custodian. Chandler does not have any authority to withdraw or deposit funds from/to the custodian account.

ICE BofA 1-3 Yr US Treasury & Agency Index

The ICE BofA 1-3 Year US Treasury & Agency Index tracks the performance of US dollar denominated US Treasury and nonsubordinated US agency debt issued in the US domestic market. Qualifying securities must have an investment grade rating (based on an average of Moody's, S&P and Fitch). Qualifying securities must have at least one year remaining term to final maturity and less than three years remaining term to final maturity, at least 18 months to maturity at time of issuance, a fixed coupon schedule, and a minimum amount outstanding of \$1 billion for sovereigns and \$250 million for agencies.

**CITY OF CUPERTINO -
CHANDLER ASSET MANAGEMENT**

ACCOUNT NUMBER [REDACTED]
MONTHLY STATEMENT
MARCH 1, 2024 THROUGH MARCH 31, 2024

ACCOUNT MANAGER: MICHAEL J WADE
TELEPHONE NUMBER: 515-878-6110

PFGEDD

INVESTMENT CONTACT: IMR/DOE SLANGER
TELEPHONE NUMBER:

ADMINISTRATOR: BELINDA CONWAY
TELEPHONE NUMBER: 254-265-6137

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INVESTMENT AND INSURANCE PRODUCTS ARE:

- NOT INSURED BY THE FEDERAL DEPOSIT INSURANCE CORPORATION (FDIC) OR ANY FEDERAL GOVERNMENT AGENCY
- NOT A DEPOSIT, OBLIGATION OF, OR GUARANTEED BY ANY BANK OR BANKING AFFILIATE
- SUBJECT TO INVESTMENT RISKS AND MAY LOSE VALUE, INCLUDING POSSIBLE LOSS OF PRINCIPAL AMOUNT INVESTED

Custody and trust services are provided by Principal Bank®, Member FDIC, and/or Principal Trust Company®. These services are provided under the trade name Principal® Custody Solutions. Principal Trust Company is a trade name of Delaware Charter Guarantee & Trust Company. Principal Bank and Principal Trust Company are members of the Principal Financial Group®, Des Moines, IA 50392.

ASSET VALUATION PRACTICES

VALUES REFLECTED FOR PUBLICLY TRADED ASSETS ARE OBTAINED FROM UNAFFILIATED SOURCES. IN SITUATIONS WHERE AN ASSET VALUE CANNOT BE PROVIDED BY OUR UNAFFILIATED PRICING SOURCES, SUCH AS BUT NOT LIMITED TO NON-PUBLICLY TRADED ASSETS, THE CUSTOMER OR THEIR DESIGNATED REPRESENTATIVE MUST PROVIDE THE UPDATED VALUE. IF PRINCIPAL CUSTODY SOLUTIONS DOES NOT RECEIVE AN UPDATED VALUE, OR IS UNABLE TO USE THE VALUE PROVIDED, THE LAST REPORTED VALUE WILL CONTINUE TO BE REPORTED.

TRADE CONFIRMS

PURSUANT TO FEDERAL REGULATION, MONTHLY OR QUARTERLY ACCOUNT STATEMENTS THAT INCLUDE INVESTMENT TRANSACTION DETAILS MAY BE PROVIDED IN LIEU OF SEPARATE TRADE CONFIRMATIONS. SEPARATE TRADE CONFIRMS MAY BE OBTAINED AT NO ADDITIONAL COST UPON WRITTEN REQUEST TO THE ACCOUNT MANAGER.

UNCLAIMED PROPERTY DESIGNATED REPRESENTATIVE NOTIFICATION

YOUR PROPERTY MAY BE TRANSFERRED TO THE APPROPRIATE STATE IF NO ACTIVITY OCCURS IN THE ACCOUNT WITHIN THE TIME PERIOD SPECIFIED BY STATE LAW. IF YOUR STATE OF RESIDENCE ALLOWS, YOU MAY DESIGNATE A REPRESENTATIVE FOR THE PURPOSE OF RECEIVING NOTICE OF ACCOUNT INACTIVITY BY PROVIDING THE NAME AND MAILING OR EMAIL ADDRESS OF A REPRESENTATIVE. THE DESIGNATED REPRESENTATIVE DOES NOT HAVE ANY RIGHTS TO YOUR ACCOUNT. PLEASE REFER TO YOUR STATE'S UNCLAIMED PROPERTY WEBSITE FOR MORE INFORMATION AND INSTRUCTIONS ON HOW TO DESIGNATE A REPRESENTATIVE FOR NOTICE.

<u>REPORT NAME</u>	<u>PAGE NUMBER</u>
ASSET SUMMARY	1
STATEMENT OF ASSETS AND LIABILITIES	2
CASH SUMMARY	20
STATEMENT OF TRANSACTIONS	21
PENDING TRADES SCHEDULE	35

ASSET SUMMARY
AS OF MARCH 31, 2024

CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

ASSET SUMMARY

INVESTMENT CATEGORY	COST VALUE	MARKET VALUE	% TOTAL MARKET	UNREALIZED GAIN/LOSS	ESTIMATED ANNUAL INCOME	CURRENT YIELD	ACCRUED INCOME
CASH	0.00	0.00	0.00				
CASH EQUIVALENTS	3,279,093.92	3,371,846.82	2.19	92,752.90	176,017	5.22	2,173.11
BONDS AND NOTES	155,842,270.15	150,682,642.33	97.81	5,159,627.82-	3,583,093	2.38	720,007.17
=====	=====	=====	=====	=====	=====	=====	=====
TOTAL INVESTMENTS	159,121,364.07	154,054,489.15	100.00	5,066,874.92-	3,759,111	2.44	722,180.28
TOTAL ACCRUALS	722,180.28	722,180.28					
=====	=====	=====	=====	=====	=====	=====	=====
TOTAL ACCRUALS AND INVESTMENTS	159,843,544.35	154,776,669.43		5,066,874.92-	3,759,111	2.44	722,180.28

STATEMENT OF ASSETS AND LIABILITIES
AS OF MARCH 31, 2024

CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF ASSETS AND LIABILITIES

PAR VALUE/SHARES	DESCRIPTION	COST VALUE / UNIT COST	MARKET VALUE / UNIT PRICE	% TOTAL MARKET	UNREALIZED GAIN/LOSS	ACCRUED INCOME
	PRINCIPAL CASH	551.11	551.11	0.00		
	INCOME CASH	551.11-	551.11-	0.00		
CASH EQUIVALENTS						
376,231.24	ALLSPRING 100% TREASURY MONEY MARKET FUND - #008	376,231.24 1.0000	376,231.24 1.0000	0.24	0.00	2,046.37
50,725.58	PRINCIPAL PUBLIC DEPOSIT SWEEP PROGRAM	50,725.58 1.0000	50,725.58 1.0000	0.03	0.00	126.74
1,000,000	UNITED STATES TREASURY BILLS DTD 07/13/2023 DUE 07/11/2024 CUSIP 912797GB7	950,378.99 95.0379	985,570.00 98.5570	0.64	35,191.01	0.00
1,000,000	UNITED STATES TREASURY BILLS DTD 08/10/2023 DUE 08/08/2024 CUSIP 912797GK7	951,232.07 95.1232	981,640.00 98.1640	0.64	30,407.93	0.00
1,000,000	UNITED STATES TREASURY BILLS DTD 09/07/2023 DUE 09/05/2024 CUSIP 912797GL5	950,526.04 95.0526	977,680.00 97.7680	0.63	27,153.96	0.00
=====						
TOTAL CASH EQUIVALENTS		3,279,093.92	3,371,846.82	2.19	92,752.90	2,173.11
BOND & NOTES						
1,875,000	AMAZON.COM INC DTD 05/12/21 1.000 05/12/2026 MOODY'S RATING A1 CUSIP 023135BX3	1,866,900.00 99.5680	1,731,431.25 92.3430	1.12	135,468.75-	7,239.58
1,375,000	AMERICAN EXPRESS CREDIT ACCOUNT ASSET BCKD SEC SER 2022-2 CL A DTD 05/24/2022 3.390% 05/17/2027 NON CALLABLE CUSIP 02582JTT8	1,374,695.85 99.9779	1,346,592.50 97.9340	0.87	28,103.35-	2,071.67

STATEMENT OF ASSETS AND LIABILITIES
AS OF MARCH 31, 2024CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF ASSETS AND LIABILITIES

PAR VALUE/SHARES	DESCRIPTION	COST VALUE / UNIT COST	MARKET VALUE / UNIT PRICE	% TOTAL MARKET	UNREALIZED GAIN/LOSS	ACCRUED INCOME
1,545,000	AMERICAN EXPRESS CREDIT ACCOUNT ASSET BCKD SEC SER 2022-1 CL A DTD 03/18/2022 2.210% 03/15/2027 NON CALLABLE MOODY'S RATING AAA CUSIP 02589BAA8	1,524,359.77 98.6641	1,500,318.60 97.1080	0.97	24,041.17-	1,517.53
1,150,000	BANK OF AMERICA CORP MED TERM NOTE DTD 04/23/19 04/23/2027 MOODY'S RATING A1 CUSIP 06051GHT9	1,114,222.54 96.8889	1,109,658.00 96.4920	0.72	4,564.54-	17,963.06
600,000	BANK OF AMERICA CORP MED TERM NOTE DTD 02/13/20 02/13/2026 MOODY'S RATING A1 CUSIP 06051GHY8	620,988.00 103.4980	581,262.00 96.8770	0.38	39,726.00-	1,612.00
700,000	BANK OF AMERICA CORP MED TERM NOTE DTD 06/19/20 06/19/2026 MOODY'S RATING A1 CUSIP 06051GJD2	701,274.00 100.1820	665,392.00 95.0560	0.43	35,882.00-	2,616.02
850,000	BANK OF AMERICA CREDIT CARD TRUST ASSET BCKD SEC SER 2023-A2 CL A2 DTD 12/14/2023 4.980% 11/15/2028 NON CALLABLE MOODY'S RATING AAA CUSIP 05522RDH8	858,798.83 101.0352	852,040.00 100.2400	0.55	6,758.83-	1,881.33
600,000	BANK OF MONTREAL MED TERM NOTE DTD 07/09/21 0.625 07/09/2024 MOODY'S RATING A2 CUSIP 06367TQW3	582,216.00 97.0360	591,852.00 98.6420	0.38	9,636.00	854.17

STATEMENT OF ASSETS AND LIABILITIES
AS OF MARCH 31, 2024CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF ASSETS AND LIABILITIES

PAR VALUE/SHARES	DESCRIPTION	COST VALUE / UNIT COST	MARKET VALUE / UNIT PRICE	% TOTAL MARKET	UNREALIZED GAIN/LOSS	ACCRUED INCOME
1,240,000	BANK OF MONTREAL MED TERM NOTE DTD 04/27/20 1.850 05/01/2025 MOODY'S RATING A2 CUSIP 06367WB85	1,285,656.80 103.6820	1,194,132.40 96.3010	0.78	91,524.40-	9,558.33
1,000,000	BANK OF NEW YORK MELLON MED TERM NOTE DTD 11/18/13 3.950 11/18/2025 MOODY'S RATING A1 CUSIP 06406HCQ0	1,024,910.00 102.4910	979,520.00 97.9520	0.64	45,390.00-	14,593.06
1,370,000	BANK OF NY MELLON CORP DTD 04/26/2022 3.350% 04/25/2025 CALLABLE MOODY'S RATING A1 CUSIP 06406RBC0	1,369,808.20 99.9860	1,342,394.50 97.9850	0.87	27,413.70-	19,887.83
1,615,000	BERKSHIRE HATHAWAY FIN DTD 03/15/2022 2.300% 03/15/2027 CALLABLE MOODY'S RATING AA2 CUSIP 084664CZ2	1,614,693.15 99.9810	1,520,764.75 94.1650	0.99	93,928.40-	1,650.89
420,955.28	BMW VEHICLE OWNER TRUST ASSET BCKD SEC SER 2022-A CL A3 DTD 05/18/2022 3.210% 08/25/2026 CALLABLE MOODY'S RATING AAA CUSIP 05602RAD3	420,933.38 99.9948	414,573.60 98.4840	0.27	6,359.78-	225.21
755,000	CALIFORNIA ST TXBL-REF DTD 10/24/19 2.400 10/01/2024 MOODY'S RATING AA2 CUSIP 13063DRK6	772,342.35 102.2970	743,901.50 98.5300	0.48	28,440.85-	9,060.00

STATEMENT OF ASSETS AND LIABILITIES
AS OF MARCH 31, 2024CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF ASSETS AND LIABILITIES

PAR VALUE/SHARES	DESCRIPTION	COST VALUE / UNIT COST	MARKET VALUE / UNIT PRICE	% TOTAL MARKET	UNREALIZED GAIN/LOSS	ACCRUED INCOME
1,100,000	CATERPILLAR FINL SERVICE MED TERM NOTE DTD 11/08/19 2.150 11/08/2024 MOODY'S RATING A2 CUSIP 14913Q3B3	1,111,517.00 101.0470	1,078,935.00 98.0850	0.70	32,582.00-	9,394.31
960,000	CHARLES SCHWAB CORP DTD 03/03/2022 2.450% 03/03/2027 CALLABLE MOODY'S RATING A2 CUSIP 808513BY0	959,729.90 99.9719	894,614.40 93.1890	0.58	65,115.50-	1,829.33
1,690,000	CHASE ISSUANCE TRUST ASSET BCKD SEC SER 2024-A1I CL A DTD 01/31/2024 4.600% 01/16/2029 CALLABLE CUSIP 161571HV9	1,689,742.61 99.9848	1,680,485.30 99.4370	1.09	9,257.31-	3,455.11
2,000,000	CISCO SYSTEMS INC DTD 02/26/2024 4.800% 02/26/2027 CALLABLE MOODY'S RATING A1 CUSIP 17275RBQ4	2,004,911.40 100.2456	2,003,220.00 100.1610	1.30	1,691.40-	9,333.33
1,500,000	FED HOME LN BK DTD 05/08/14 2.875 06/14/2024 MOODY'S RATING AAA CUSIP 3130A1XJ2	1,564,890.20 104.3260	1,492,785.00 99.5190	0.97	72,105.20-	12,817.71
2,000,000	FED HOME LN BK DTD 08/15/14 2.875 09/13/2024 MOODY'S RATING AAA CUSIP 3130A2UW4	2,103,380.00 105.1690	1,978,560.00 98.9280	1.28	124,820.00-	2,875.00
1,277,224.34	FED HOME LN MTG CORP SER KO41 CL A2 *24 DAY DELAY* DTD 12/01/14 3.171 10/25/2024 CUSIP 3137BFE98	1,373,914.22 107.5703	1,260,313.89 98.6760	0.82	113,600.33-	3,375.07

STATEMENT OF ASSETS AND LIABILITIES
AS OF MARCH 31, 2024

CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF ASSETS AND LIABILITIES

PAR VALUE/SHARES	DESCRIPTION	COST VALUE / UNIT COST	MARKET VALUE / UNIT PRICE	% TOTAL MARKET	UNREALIZED GAIN/LOSS	ACCRUED INCOME
2,365,000	FED HOME LN MTG CORP DTD 02/14/20 1.500 02/12/2025 MOODY'S RATING AAA CUSIP 3137EAEP0	2,363,178.95 99.9230	2,291,945.15 96.9110	1.49	71,233.80-	4,828.54
1,250,000	FED HOME LN MTG CORP SER USD DTD 07/23/20 0.375 07/21/2025 MOODY'S RATING AAA CUSIP 3137EAEU9	1,243,775.00 99.5020	1,179,237.50 94.3390	0.77	64,537.50-	911.46
2,500,000	FED HOME LN MTG CORP DTD 09/25/20 0.375 09/23/2025 MOODY'S RATING AAA CUSIP 3137EAEX3	2,489,362.80 99.5745	2,341,750.00 93.6700	1.52	147,612.80-	208.33
1,500,000	FED NATL MTG ASSN DTD 07/08/19 1.750 07/02/2024 MOODY'S RATING AAA CUSIP 3135G0V75	1,484,895.00 98.9930	1,486,320.00 99.0880	0.96	1,425.00	6,489.58
1,975,000	FED NATL MTG ASSN DTD 10/18/19 1.625 10/15/2024 MOODY'S RATING AAA CUSIP 3135G0W66	1,965,802.75 99.5343	1,937,613.25 98.1070	1.26	28,189.50-	14,798.78
1,295,000	FED NATL MTG ASSN DTD 01/10/20 1.625 01/07/2025 MOODY'S RATING AAA CUSIP 3135G0X24	1,309,953.95 101.1548	1,260,812.00 97.3600	0.82	49,141.95-	4,910.21
1,860,000	FED NATL MTG ASSN DTD 04/24/20 0.625 04/22/2025 MOODY'S RATING AAA CUSIP 3135G03U5	1,856,168.40 99.7940	1,775,946.60 95.4810	1.15	80,221.80-	5,134.38
2,500,000	FED NATL MTG ASSN DTD 06/19/20 0.500 06/17/2025 MOODY'S RATING AAA CUSIP 3135G04Z3	2,499,227.30 99.9691	2,370,875.00 94.8350	1.54	128,352.30-	3,611.11

STATEMENT OF ASSETS AND LIABILITIES
AS OF MARCH 31, 2024CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF ASSETS AND LIABILITIES

PAR VALUE/SHARES	DESCRIPTION	COST VALUE / UNIT COST	MARKET VALUE / UNIT PRICE	% TOTAL MARKET	UNREALIZED GAIN/LOSS	ACCRUED INCOME
2,500,000	FED NATL MTG ASSN DTD 08/27/20 0.375 08/25/2025 MOODY'S RATING AAA CUSIP 3135G05X7	2,487,983.75 99.5194	2,348,325.00 93.9330	1.52	139,658.75-	937.50
2,500,000	FED NATL MTG ASSN DTD 11/12/20 0.500 11/07/2025 MOODY'S RATING AAA CUSIP 3135G06G3	2,492,700.00 99.7080	2,336,825.00 93.4730	1.52	155,875.00-	5,000.00
2,800,000	FEDERAL FARM CREDIT BANK DTD 11/15/2023 4.625% 11/15/2027 NON CALLABLE MOODY'S RATING AAA CUSIP 3133EPC60	2,789,612.00 99.6290	2,815,288.00 100.5460	1.83	25,676.00	48,922.22
1,000,000	FHLMC MULTIFAMILY STRUCTURED P SER K049 CL A2 *24 DAY DELAY* DTD 10/01/15 3.010 08/25/2025 CUSIP 3137BLMZ8	1,079,687.50 107.9688	973,770.00 97.3770	0.63	105,917.50-	2,508.33
950,000	FHLMC MULTIFAMILY STRUCTURED P SER K050 CL A2 *24 DAY DELAY* DTD 11/01/15 08/25/2025 CUSIP 3137BLW95	1,018,132.81 107.1719	927,561.00 97.6380	0.60	90,571.81-	2,639.42
440,000	FHLMC MULTIFAMILY STRUCTURED P SER K051 CL A2 *24 DAY DELAY* DTD 12/01/15 3.308 09/25/2025 CUSIP 3137BM7C4	453,079.69 102.9727	429,030.80 97.5070	0.28	24,048.89-	1,212.93
570,000	FHLMC MULTIFAMILY STRUCTURED P SER K053 CL A2 *24 DAY DELAY* DTD 03/01/16 2.995 12/25/2025 CUSIP 3137BN6G4	582,001.17 102.1055	551,959.50 96.8350	0.36	30,041.67-	1,422.63
650,000	FHLMC MULTIFAMILY STRUCTURED P SER K058 CL A2 *24 DAY DELAY* DTD 11/01/16 2.653 08/25/2026 CUSIP 3137BSP72	687,451.17 105.7617	618,858.50 95.2090	0.40	68,592.67-	1,437.04

STATEMENT OF ASSETS AND LIABILITIES
AS OF MARCH 31, 2024CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF ASSETS AND LIABILITIES

PAR VALUE/SHARES	DESCRIPTION	COST VALUE / UNIT COST	MARKET VALUE / UNIT PRICE	% TOTAL MARKET	UNREALIZED GAIN/LOSS	ACCRUED INCOME
1,000,000	FHLMC MULTIFAMILY STRUCTURED P SER K068 CL A2 *24 DAY DELAY* DTD 10/01/17 3.244 08/25/2027 MOODY'S RATING AAA CUSIP 3137FBBX3	950,664.06 95.0664	955,960.00 95.5960	0.62	5,295.94	2,703.33
131,051.38	GM FINANCIAL AUTOMOBILE LEASIN SER 2022-1 CL A3 *0 DAY DELAY* DTD 02/23/22 1.850 03/20/2025 MOODY'S RATING AAA CUSIP 36265MAC9	131,050.25 99.9992	130,732.93 99.7570	0.08	317.32-	74.08
204,474.64	GM FINANCIAL SECURITIZED TERM SER 2021-4 CL A3 *0 DAY DELAY* DTD 10/21/21 0.680 09/16/2026 MOODY'S RATING AAA CUSIP 362554AC1	204,469.42 99.9975	198,553.05 97.1040	0.13	5,916.37-	57.93
354,988.18	GM FINANCIAL SECURITIZED TERM ASSET BCKD SEC SER 2022-2 CL A3 DTD 04/13/2022 3.100% 02/16/2027 CALLABLE MOODY'S RATING AAA CUSIP 362585AC5	354,913.99 99.9791	348,626.79 98.2080	0.23	6,287.20-	458.53
950,000	GM FINANCIAL SECURITIZED TERM ASSET BCKD SEC SER 2024-1 CL A3 DTD 01/17/2024 4.850% 12/18/2028 CALLABLE MOODY'S RATING AAA CUSIP 36268GAD7	950,074.22 100.0078	947,387.50 99.7250	0.61	2,686.72-	1,919.79
202,553.6	GM FINANCIAL SECURITIZED TERM SER 2022-1 CL A3 *0 DAY DELAY* DTD 01/19/22 1.260 11/16/2026 CUSIP 380146AC4	202,535.99 99.9913	197,574.83 97.5420	0.13	4,961.16-	106.34

STATEMENT OF ASSETS AND LIABILITIES
AS OF MARCH 31, 2024CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF ASSETS AND LIABILITIES

PAR VALUE/SHARES	DESCRIPTION	COST VALUE / UNIT COST	MARKET VALUE / UNIT PRICE	% TOTAL MARKET	UNREALIZED GAIN/LOSS	ACCRUED INCOME
1,400,000	GUARDIAN LIFE GLOB FUND 144A PRIV PLCMT 0.875 12/10/2025 MOODY'S RATING AA1 CUSIP 40139LBC6	1,385,860.00 98.9900	1,301,468.00 92.9620	0.84	84,392.00-	3,777.08
805,000	HONDA AUTO RECEIVABLES OWNER ASSET BCKD SEC SER 2023-4 CL A3 DTD 11/08/2023 5.670% 06/21/2028 NON CALLABLE MOODY'S RATING AAA CUSIP 438123AC5	806,992.67 100.2476	814,740.50 101.2100	0.53	7,747.83	1,267.88
19,248.67	HONDA AUTO RECEIVABLES OWNER T SER 2021-1 CL A3 *0 DAY DELAY* DTD 02/24/21 0.270 04/21/2025 MOODY'S RATING AAA CUSIP 43813GAC5	19,248.32 99.9982	19,138.57 99.4280	0.01	109.75-	1.44
587,241.38	HONDA AUTO RECEIVABLES OWNER T SER 2022-1 CL A3 *0 DAY DELAY* DTD 02/23/22 1.000 05/15/2026 MOODY'S RATING AAA CUSIP 43815BAC4	587,153.05 99.9850	573,593.89 97.6760	0.37	13,559.16-	490.67
249,940.26	HONDA AUTO RECEIVABLES OWNER T SER 2021-4 CL A3 *0 DAY DELAY* DTD 11/24/21 0.880 01/21/2026 MOODY'S RATING AAA CUSIP 43815GAC3	249,887.57 99.9789	243,849.22 97.5630	0.16	6,038.35-	61.10
54,901.5	HYUNDAI AUTO LEASE SECURITIZAT SER 2022-A CL A3 *0 DAY DELAY* 144A PRIV PLCMT 1.160 01/15/2025 MOODY'S RATING AAA CUSIP 44891WAC3	54,900.29 99.9978	54,798.83 99.8130	0.04	101.46-	28.30
808,931.62	HYUNDAI AUTO RECEIVABLES TRUST ASSET BCKD SEC SER 2022-A CL A3 DTD 03/16/2022 2.220% 10/15/2026 CALLABLE CUSIP 448977AD0	808,900.48 99.9962	791,539.59 97.8500	0.51	17,360.89-	798.15

STATEMENT OF ASSETS AND LIABILITIES
AS OF MARCH 31, 2024CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF ASSETS AND LIABILITIES

PAR VALUE/SHARES	DESCRIPTION	COST VALUE / UNIT COST	MARKET VALUE / UNIT PRICE	% TOTAL MARKET	UNREALIZED GAIN/LOSS	ACCRUED INCOME
81,208.14	HYUNDAI AUTO RECEIVABLES TRUST SER 2021-A CL A3 *0 DAY DELAY* DTD 04/28/21 0.380 09/15/2025 CUSIP 44933LAC7	81,199.59 99.9895	80,543.05 99.1810	0.05	656.54-	13.72
707,823.98	HYUNDAI AUTO RECEIVABLES TRUST SER 2021-C CL A3 *0 DAY DELAY* DTD 11/17/21 0.740 05/15/2026 CUSIP 44935FAD6	689,927.03 97.4716	692,032.43 97.7690	0.45	2,105.40	232.80
2,460,000	INTER-AMERICAN DEVEL BK DTD 04/20/21 0.875 04/20/2026 MOODY'S RATING AAA CUSIP 4581X0DV7	2,448,733.20 99.5420	2,277,566.40 92.5840	1.48	171,166.80-	9,626.46
2,400,000	INTL BK RECON & DEVELOP DTD 10/28/20 0.500 10/28/2025 MOODY'S RATING AAA CUSIP 459058JL8	2,388,859.25 99.5358	2,244,792.00 93.5330	1.46	144,067.25-	5,100.00
2,500,000	INTL FINANCE CORP DTD 07/16/20 0.375 07/16/2025 MOODY'S RATING AAA CUSIP 45950KCT5	2,471,150.00 98.8460	2,358,525.00 94.3410	1.53	112,625.00-	1,953.13
2,000,000	JOHN DEERE CAPITAL CORP MEDIUM TERM NOTE DTD 03/07/2024 4.850% 03/05/2027 NON CALLABLE MOODY'S RATING A1 CUSIP 24422EXM6	2,004,220.00 100.2110	2,000,860.00 100.0430	1.30	3,360.00-	6,466.67
312,457.37	JOHN DEERE OWNER TRUST ASSET BCKD SEC SER 2022-A CL A3 DTD 03/16/2022 2.320% 09/16/2026 NON CALLABLE MOODY'S RATING AAA CUSIP 47787JAC2	312,388.24 99.9779	305,895.77 97.9000	0.20	6,492.47-	322.18

STATEMENT OF ASSETS AND LIABILITIES
AS OF MARCH 31, 2024CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF ASSETS AND LIABILITIES

PAR VALUE/SHARES	DESCRIPTION	COST VALUE / UNIT COST	MARKET VALUE / UNIT PRICE	% TOTAL MARKET	UNREALIZED GAIN/LOSS	ACCRUED INCOME
259,813.28	JOHN DEERE OWNER TRUST SER 2021-B CL A3 *0 DAY DELAY* DTD 07/21/21 0.520 03/16/2026 MOODY'S RATING AAA CUSIP 47789QAC4	259,790.10 99.9911	253,694.68 97.6450	0.16	6,095.42-	56.29
655,000	JOHN DEERE OWNER TRUST ASSET BCKD SEC SER 2022-B CL A3 DTD 07/20/2022 3.740% 02/16/2027 NON CALLABLE MOODY'S RATING AAA CUSIP 47800AAC4	654,937.45 99.9905	645,410.80 98.5360	0.42	9,526.65-	1,088.76
1,050,000	JOHN DEERE OWNER TRUST ASSET BCKD SEC SER 2022-C CL A3 DTD 10/19/2022 5.090% 06/15/2027 CALLABLE MOODY'S RATING AAA CUSIP 47800BAC2	1,049,918.52 99.9923	1,046,293.50 99.6470	0.68	3,625.02-	2,375.33
500,000	JOHN DEERE OWNER TRUST ASSET BCKD SEC SER 2024-A CL A3 DTD 03/19/2024 4.960% 11/15/2028 CALLABLE MOODY'S RATING AAA CUSIP 47800RAD5	499,765.63 99.9531	499,920.00 99.9840	0.32	154.37	826.67
655,000	JPMORGAN CHASE & SER F2F DTD 06/23/21 06/23/2025 MOODY'S RATING A1 CUSIP 46647PCK0	655,406.85 100.0621	647,395.45 98.8390	0.42	8,011.40-	1,727.78
401,000	JPMORGAN CHASE & CO DTD 04/22/20 04/22/2026 MOODY'S RATING A1 CUSIP 46647PBK1	415,969.33 103.7330	386,387.56 96.3560	0.25	29,581.77-	3,689.17

STATEMENT OF ASSETS AND LIABILITIES
AS OF MARCH 31, 2024CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF ASSETS AND LIABILITIES

PAR VALUE/SHARES	DESCRIPTION	COST VALUE / UNIT COST	MARKET VALUE / UNIT PRICE	% TOTAL MARKET	UNREALIZED GAIN/LOSS	ACCRUED INCOME
1,500,000	JPMORGAN CHASE & CO DTD 01/23/2024 VAR CPN 01/23/2028 CALLABLE MOODY'S RATING A1 CUSIP 46647PEA0	1,500,780.00 100.0520	1,494,825.00 99.6550	0.97	5,955.00-	14,280.00
1,000,000	MASSMUTUAL GLOBAL FUNDIN 144A PRIV PLCMT 1.200 07/16/2026 MOODY'S RATING AA3 CUSIP 57629WDE7	1,002,230.00 100.2230	915,510.00 91.5510	0.59	86,720.00-	2,500.00
945,000	MASTERCARD INC DTD 03/09/2023 4.875% 03/09/2028 CALLABLE MOODY'S RATING AA3 CUSIP 57636QAW4	944,083.35 99.9030	957,379.50 101.3100	0.62	13,296.15	2,815.31
1,100,000	MERCEDES-BENZ AUTO RECEIVABLES TRUST ASSET BCKD SEC SER 2023-2 CL A3 DTD 10/25/2023 5.950% 11/15/2028 CALLABLE CUSIP 58769FAC9	1,123,289.06 102.1172	1,119,382.00 101.7620	0.73	3,907.06-	2,908.89
1,115,000	MET LIFE GLOB FUNDING I 144A PRIV PLCMT 1.875 01/11/2027 MOODY'S RATING AA3 CUSIP 59217GER6	1,113,728.90 99.8860	1,024,160.95 91.8530	0.66	89,567.95-	4,645.83
770,000	MET TOWER GLOBAL FUNDING 144A PRIV PLCMT 1.250 09/14/2026 MOODY'S RATING AA3 CUSIP 58989V2D5	769,291.60 99.9080	700,969.50 91.0350	0.46	68,322.10-	454.51
650,000	MORGAN STANLEY DTD 04/28/20 04/28/2026 MOODY'S RATING A1 CUSIP 6174468Q5	615,699.50 94.7230	627,087.50 96.4750	0.41	11,388.00	6,044.35

STATEMENT OF ASSETS AND LIABILITIES
AS OF MARCH 31, 2024CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF ASSETS AND LIABILITIES

PAR VALUE/SHARES	DESCRIPTION	COST VALUE / UNIT COST	MARKET VALUE / UNIT PRICE	% TOTAL MARKET	UNREALIZED GAIN/LOSS	ACCRUED INCOME
1,000,000	MORGAN STANLEY BK DTD 11/01/2023 5.882% 10/30/2026 CALLABLE MOODY'S RATING AA3 CUSIP 61690U7W4	1,000,082.50 100.0083	1,019,280.00 101.9280	0.66	19,197.50	24,508.33
1,680,000	NEW YORK LIFE GLOBAL FDG MEDIUM TERM NOTE 144A PRIV PLCMT 1.450 01/14/2025 MOODY'S RATING AAA CUSIP 64952WEK5	1,678,185.60 99.8920	1,630,675.20 97.0640	1.06	47,510.40-	5,075.00
670,000	NORTHERN TRUST CORP DTD 05/10/2022 4.000% 05/10/2027 CALLABLE MOODY'S RATING A2 CUSIP 665859AW4	668,914.60 99.8380	652,740.80 97.4240	0.42	16,173.80-	10,496.67
850,000	NORTHWESTERN MUTUAL GBL 144A PRIV PLCMT 0.800 01/14/2026 MOODY'S RATING AAA CUSIP 66815L2A6	827,449.50 97.3470	788,655.50 92.7830	0.51	38,794.00-	1,454.44
1,170,000	NORTHWESTERN MUTUAL GBL DTD 07/01/2022 4.000% 07/01/2025 NON CALLABLE 144A PRIVATE PLACEMENT MOODY'S RATING AAA CUSIP 66815L2J7	1,169,602.20 99.9660	1,154,251.80 98.6540	0.75	15,350.40-	11,700.00
370,000	PACCAR FINANCIAL CORP MED TERM NOTE DTD 08/15/19 2.150 08/15/2024 MOODY'S RATING A1 CUSIP 69371RQ25	369,182.30 99.7790	365,463.80 98.7740	0.24	3,718.50-	1,016.47
680,000	PACCAR FINANCIAL CORP MED TERM NOTE DTD 08/09/21 0.500 08/09/2024 MOODY'S RATING A1 CUSIP 69371RR40	679,632.80 99.9460	667,868.80 98.2160	0.43	11,764.00-	491.11

STATEMENT OF ASSETS AND LIABILITIES
AS OF MARCH 31, 2024CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF ASSETS AND LIABILITIES

PAR VALUE/SHARES	DESCRIPTION	COST VALUE / UNIT COST	MARKET VALUE / UNIT PRICE	% TOTAL MARKET	UNREALIZED GAIN/LOSS	ACCRUED INCOME
885,000	PACCAR FINANCIAL CORP MEDIUM TERM NOTE DTD 04/07/2022 2.850% 04/07/2025 NON CALLABLE MOODY'S RATING A1 CUSIP 69371RR73	884,769.90 99.9740	864,751.20 97.7120	0.56	20,018.70-	12,190.88
904,000	PRICOA GLOBAL FUNDING 1 144A PRIV PLCMT 0.800 09/01/2025 MOODY'S RATING AA3 CUSIP 74153WCM9	832,972.72 92.1430	849,036.80 93.9200	0.55	16,064.08	602.67
885,000	PRICOA GLOBAL FUNDING 1 144A PRIV PLCMT 1.150 12/06/2024 MOODY'S RATING AA3 CUSIP 74153WCQ0	884,088.45 99.8970	859,441.20 97.1120	0.56	24,647.25-	3,251.15
1,050,000	ROYAL BANK OF CANADA MEDIUM TERM NOTE CONVERTIBLE DTD 04/14/2022 3.375% 04/14/2025 NON CALLABLE MOODY'S RATING A1 CUSIP 78016EZ59	1,049,611.50 99.9630	1,029,409.50 98.0390	0.67	20,202.00-	16,439.06
1,760,000	SALESFORCE.COM INC DTD 07/12/21 0.625 07/15/2024 MOODY'S RATING A1 CUSIP 79466LAG9	1,748,937.40 99.3715	1,735,571.20 98.6120	1.13	13,366.20-	2,322.22
1,760,000	STATE STR CORP DTD 03/18/2024 4.993% 03/18/2027 CALLABLE CUSIP 857477CL5	1,760,000.00 100.0000	1,763,414.40 100.1940	1.14	3,414.40	3,173.33
700,000	TORONTO-DOMINION BANK MED TERM NOTE SER FXD DTD 01/12/22 1.450 01/10/2025 MOODY'S RATING A1 CUSIP 89114TZL9	674,737.00 96.3910	678,867.00 96.9810	0.44	4,130.00	2,283.75

STATEMENT OF ASSETS AND LIABILITIES
AS OF MARCH 31, 2024CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF ASSETS AND LIABILITIES

PAR VALUE/SHARES	DESCRIPTION	COST VALUE / UNIT COST	MARKET VALUE / UNIT PRICE	% TOTAL MARKET	UNREALIZED GAIN/LOSS	ACCRUED INCOME
1,300,000	TOYOTA AUTO RECEIVABLES OWNER ASSET BCKD SEC SER 2023-C CL A3 DTD 08/15/2023 5.160% 04/17/2028 CALLABLE CUSIP 89231FAD2	1,294,718.75 99.5938	1,301,183.00 100.0910	0.84	6,464.25	2,981.33
240,313.24	TOYOTA AUTO RECEIVABLES OWNER SER 2021-D CL A3 *0 DAY DELAY* DTD 11/15/21 0.710 04/15/2026 CUSIP 89238JAC9	240,308.11 99.9979	234,161.22 97.4400	0.15	6,146.89-	75.83
76,835.04	TOYOTA AUTO RECEIVABLES OWNER SER 2021-A CL A3 *0 DAY DELAY* DTD 02/08/21 0.260 05/15/2025 MOODY'S RATING AAA CUSIP 89240BAC2	76,820.78 99.9815	76,443.18 99.4900	0.05	377.60-	8.88
292,917.95	TOYOTA LEASE OWNER TRUST ASSET BCKD SEC SER 2022-A CL A3 DTD 02/28/2022 1.960% 02/20/2025 CALLABLE 144A PRIVATE PLACEMENT CUSIP 89238LAC4	292,871.84 99.9843	291,898.60 99.6520	0.19	973.24-	175.43
1,385,000	TOYOTA MOTOR CREDIT CORP MED TERM NOTE DTD 06/18/21 1.125 06/18/2026 MOODY'S RATING A1 CUSIP 89236TJK2	1,384,390.60 99.9560	1,274,795.55 92.0430	0.83	109,595.05-	4,457.97
1,215,000	TOYOTA MOTOR CREDIT CORP DTD 01/13/22 1.450 01/13/2025 MOODY'S RATING A1 CUSIP 89236TJT3	1,213,371.90 99.8660	1,179,181.80 97.0520	0.77	34,190.10-	3,670.31
3,100,000	UNITED STATES TREASURY NOTES DTD 03/15/2022 1.750% 03/15/2025 MOODY'S RATING AAA CUSIP 91282CED9	3,057,617.20 98.6328	3,005,016.00 96.9360	1.95	52,601.20-	2,506.11

STATEMENT OF ASSETS AND LIABILITIES
AS OF MARCH 31, 2024CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF ASSETS AND LIABILITIES

PAR VALUE/SHARES	DESCRIPTION	COST VALUE / UNIT COST	MARKET VALUE / UNIT PRICE	% TOTAL MARKET	UNREALIZED GAIN/LOSS	ACCRUED INCOME
3,250,000	UNITED STATES TREASURY NOTES DTD 06/30/2022 3.250% 06/30/2027 MOODY'S RATING AAA CUSIP 91282CEW7	3,260,312.50 100.3173	3,138,525.00 96.5700	2.04	121,787.50-	26,696.43
400,000	UNITED STATES TREASURY NOTES DTD 07/31/2022 2.750% 07/31/2027 MOODY'S RATING AAA CUSIP 91282CFB2	393,218.75 98.3047	379,876.00 94.9690	0.25	13,342.75-	1,843.41
4,500,000	UNITED STATES TREASURY NOTES DTD 08/31/2022 3.125% 08/31/2027 MOODY'S RATING AAA CUSIP 91282CFH9	4,468,902.34 99.3090	4,322,835.00 96.0630	2.81	146,067.34-	12,228.26
3,450,000	UNITED STATES TREASURY NOTES DTD 09/30/2022 4.125% 09/30/2027 MOODY'S RATING AAA CUSIP 91282CFM8	3,421,152.34 99.1639	3,423,193.50 99.2230	2.22	2,041.16	71,545.08
850,000	UNITED STATES TREASURY NOTES DTD 11/30/2022 3.875% 11/30/2027 MOODY'S RATING AAA CUSIP 91282CFZ9	852,656.25 100.3125	836,255.50 98.3830	0.54	16,400.75-	11,069.16
2,750,000	UNITED STATES TREASURY NOTES DTD 12/31/2022 3.875% 12/31/2027 MOODY'S RATING AAA CUSIP 91282CGC9	2,775,107.42 100.9130	2,705,642.50 98.3870	1.76	69,464.92-	26,933.38
3,000,000	UNITED STATES TREASURY NOTES DTD 01/31/2023 3.500% 01/31/2028 MOODY'S RATING AAA CUSIP 91282CGH8	2,957,929.69 98.5977	2,912,220.00 97.0740	1.89	45,709.69-	17,596.15
3,700,000	UNITED STATES TREASURY NOTES DTD 02/28/2023 4.000% 02/29/2028 MOODY'S RATING AAA CUSIP 91282CGP0	3,699,113.28 99.9760	3,656,784.00 98.8320	2.37	42,329.28-	12,869.57

STATEMENT OF ASSETS AND LIABILITIES
AS OF MARCH 31, 2024CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF ASSETS AND LIABILITIES

PAR VALUE/SHARES	DESCRIPTION	COST VALUE / UNIT COST	MARKET VALUE / UNIT PRICE	% TOTAL MARKET	UNREALIZED GAIN/LOSS	ACCRUED INCOME
2,500,000	UNITED STATES TREASURY NOTES DTD 12/15/2023 4.375% 12/15/2026 MOODY'S RATING AAA CUSIP 91282CJP7	2,525,097.66 101.0039	2,493,850.00 99.7540	1.62	31,247.66-	32,274.59
1,035,000	UNITEDHEALTH GROUP INC DTD 05/19/21 1.150 05/15/2026 MOODY'S RATING A2 CUSIP 91324PEC2	1,025,051.35 99.0388	957,323.25 92.4950	0.62	67,728.10-	4,496.50
675,000	UNITEDHEALTH GROUP INC DTD 05/20/2022 3.700% 05/15/2027 CALLABLE MOODY'S RATING A2 CUSIP 91324PEG3	675,316.70 100.0469	654,486.75 96.9610	0.42	20,829.95-	9,435.00
1,250,000	US BANCORP DTD 07/29/19 2.400 07/30/2024 MOODY'S RATING A3 CUSIP 91159HHX1	1,268,262.50 101.4610	1,236,787.50 98.9430	0.80	31,475.00-	5,083.33
1,500,000	US TREASURY NOTE DTD 07/31/20 0.250 07/31/2025 MOODY'S RATING AAA CUSIP 91282CAB7	1,469,765.63 97.9844	1,411,170.00 94.0780	0.92	58,595.63-	628.43
2,400,000	US TREASURY NOTE DTD 09/30/20 0.250 09/30/2025 MOODY'S RATING AAA CUSIP 91282CAM3	2,366,140.63 98.5892	2,242,776.00 93.4490	1.46	123,364.63-	3,016.39
2,450,000	US TREASURY NOTE DTD 10/31/20 0.250 10/31/2025 MOODY'S RATING AAA CUSIP 91282CAT8	2,422,492.19 98.8772	2,282,126.00 93.1480	1.48	140,366.19-	2,574.52
2,250,000	US TREASURY NOTE DTD 11/30/20 0.375 11/30/2025 MOODY'S RATING AAA CUSIP 91282CAZ4	2,209,658.20 98.2070	2,093,287.50 93.0350	1.36	116,370.70-	2,835.55

STATEMENT OF ASSETS AND LIABILITIES
AS OF MARCH 31, 2024CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF ASSETS AND LIABILITIES

PAR VALUE/SHARES	DESCRIPTION	COST VALUE / UNIT COST	MARKET VALUE / UNIT PRICE	% TOTAL MARKET	UNREALIZED GAIN/LOSS	ACCRUED INCOME
2,500,000	US TREASURY NOTE DTD 02/01/21 0.375 01/31/2026 MOODY'S RATING AAA CUSIP 91282CBH3	2,456,445.31 98.2578	2,311,425.00 92.4570	1.50	145,020.31-	1,571.09
2,500,000	US TREASURY NOTE DTD 04/30/21 0.750 04/30/2026 MOODY'S RATING AAA CUSIP 91282CBW0	2,493,652.34 99.7461	2,309,575.00 92.3830	1.50	184,077.34-	7,881.18
1,400,000	US TREASURY NOTE DTD 09/30/21 0.875 09/30/2026 MOODY'S RATING AAA CUSIP 91282CCZ2	1,379,054.68 98.5039	1,281,280.00 91.5200	0.83	97,774.68-	6,158.47
1,400,000	US TREASURY NOTE DTD 11/01/21 1.125 10/31/2026 CUSIP 91282CDG3	1,391,468.75 99.3906	1,285,816.00 91.8440	0.83	105,652.75-	6,620.19
1,700,000	US TREASURY NOTE DTD 08/15/14 2.375 08/15/2024 MOODY'S RATING AAA CUSIP 912828D56	1,753,191.41 103.1289	1,681,317.00 98.9010	1.09	71,874.41-	5,102.34
2,000,000	US TREASURY NOTE DTD 06/30/17 2.000 06/30/2024 MOODY'S RATING AAA CUSIP 912828XX3	2,018,574.22 100.9287	1,983,100.00 99.1550	1.29	35,474.22-	10,109.89
2,100,000	US TREASURY NOTE DTD 12/31/19 1.750 12/31/2024 CUSIP 912828YY0	2,087,203.13 99.3906	2,047,668.00 97.5080	1.33	39,535.13-	9,288.46
1,500,000	US TREASURY NOTE DTD 03/02/20 1.125 02/28/2025 MOODY'S RATING AAA CUSIP 912828ZC7	1,523,144.53 101.5430	1,447,395.00 96.4930	0.94	75,749.53-	1,529.88

STATEMENT OF ASSETS AND LIABILITIES
AS OF MARCH 31, 2024

CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF ASSETS AND LIABILITIES

PAR VALUE/SHARES	DESCRIPTION	COST VALUE / UNIT COST	MARKET VALUE / UNIT PRICE	% TOTAL MARKET	UNREALIZED GAIN/LOSS	ACCRUED INCOME
2,500,000	US TREASURY NOTE DTD 04/30/20 0.375 04/30/2025 MOODY'S RATING AAA CUSIP 912828ZL7	2,360,839.85 94.4336	2,379,500.00 95.1800	1.54	18,660.15	3,940.59
350,000	WALMART INC DTD 09/17/21 1.050 09/17/2026 MOODY'S RATING AA2 CUSIP 931142ER0	349,338.50 99.8110	320,862.50 91.6750	0.21	28,476.00-	142.92
TOTAL BOND & NOTES		155,842,270.15	150,682,642.33	97.81	5,159,627.82-	720,007.17
TOTAL INVESTMENTS		159,121,364.07	154,054,489.15	100.00	5,066,874.92-	722,180.28
TOTAL ACCRUALS		722,180.28	722,180.28			
TOTAL ACCRUALS AND INVESTMENTS		159,843,544.35	154,776,669.43			

CASH SUMMARY
 FOR THE PERIOD MARCH 1, 2024 THROUGH MARCH 31, 2024

CITY OF CUPERTINO
 ACCOUNT NUMBER [REDACTED]

CASH SUMMARY

DESCRIPTION	PRINCIPAL CASH	INCOME CASH
BEGINNING BALANCE	0.00	0.00
RECEIPTS		
NET INTEREST COLLECTED	0.00	202,685.62
TRANSFER RECEIPTS	203,236.73	0.00
SALES	6,730,081.97	0.00
CASH MANAGEMENT SALES	863,711.11	0.00
TOTAL CASH RECEIPTS	7,797,029.81	202,685.62
DISBURSEMENTS		
INVESTMENT MANAGEMENT EXPENSES	9,386.16-	0.00
TRANSFER DISBURSEMENTS	0.00	203,236.73-
PURCHASES	6,940,756.03-	0.00
CASH MANAGEMENT PURCHASES	846,336.51-	0.00
TOTAL CASH DISBURSEMENTS	7,796,478.70-	203,236.73-
=====		
ENDING BALANCE	551.11	551.11-

STATEMENT OF TRANSACTIONS
FOR THE PERIOD MARCH 1, 2024 THROUGH MARCH 31, 2024

CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF TRANSACTIONS

DATE	PAR VALUE/SHARES	DESCRIPTION	CASH	COST VALUE	REALIZED GAIN/LOSS
		BEGINNING BALANCE	<u>0.00</u>	<u>159,141,799.96</u>	
		CASH EQUIVALENTS			
03/01/24		INTEREST RECEIVED AS 100% TREAS MM FD-SVC CL #008 INTEREST FROM 2/1/24 TO 2/29/24	1,682.79		
03/01/24		INTEREST RECEIVED PRINCIPAL PUBLIC DEPOSIT SWEEP PRGRM INTEREST FROM 2/1/24 TO 2/29/24	118.29		
03/31/24	846,218.22	CASH SWEEP PURCHASES FOR STMT PERIOD AS 100% TREAS MM FD-SVC CL #008 9 TRANSACTIONS	846,218.22-	846,218.22	
03/31/24	118.29	CASH SWEEP PURCHASES FOR STMT PERIOD PRINCIPAL PUBLIC DEPOSIT SWEEP PRGRM 1 TRANSACTIONS	118.29-	118.29	
03/31/24	863,711.11-	CASH SWEEP SALES FOR STMT PERIOD AS 100% TREAS MM FD-SVC CL #008 5 TRANSACTIONS	863,711.11	863,711.11-	
		BONDS & NOTES			
03/18/24	1,675,000-	SOLD AIR PRODUCTS & CHEMI 3.350% 7/31/24 CUSIP 009158AV8 AT \$99.1420 ON TRADE DATE 03/14/2024 TO SETTLE ON 03/18/2024 J.P. MORGAN SECURITIES INC., -	1,660,628.50	1,771,212.00-	110,583.50-
03/18/24		ACCRUED INTEREST ON SALE AIR PRODUCTS & CHEMI 3.350% 7/31/24 CUSIP 009158AV8	7,481.67		

STATEMENT OF TRANSACTIONS
FOR THE PERIOD MARCH 1, 2024 THROUGH MARCH 31, 2024

CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF TRANSACTIONS

DATE	PAR VALUE/SHARES	DESCRIPTION	CASH	COST VALUE	REALIZED GAIN/LOSS
03/15/24		INTEREST RECEIVED AMERICAN EXPRES ABS 2.210% 3/15/27 CUSIP 02589BAA8 \$0.00184/PV ON 1,545,000.00 PV DUE 3/15/24	2,845.38		
03/15/24		INTEREST RECEIVED AMERICAN EXPRESS ABS 3.390% 5/17/27 CUSIP 02582JJT8 \$0.00283/PV ON 1,375,000.00 PV DUE 3/15/24	3,884.38		
03/15/24		INTEREST RECEIVED BERKSHIRE HATH 2.300% 3/15/27 CUSIP 084664CZ2 INTEREST ON 1,615,000.000 UNITS	18,572.50		
03/15/24		INTEREST RECEIVED BK OF AMERICA ABS 4.980% 11/15/28 CUSIP 05522RDH8 \$0.00415/PV ON 850,000.00 PV DUE 3/15/24	3,527.50		
03/22/24	0.01-	SHARE ADJUSTMENT BMW VEHICLE LEASE TR 1.100% 3/25/25 CUSIP 05601XAC3			
03/25/24		INTEREST RECEIVED BMW VEHICLE LEASE TR 1.100% 3/25/25 CUSIP 05601XAC3 \$0.00006/PV ON 28,794.24 PV DUE 3/25/24	26.39		
03/25/24	28,794.24-	PAID DOWN BMW VEHICLE LEASE TR 1.100% 3/25/25 CUSIP 05601XAC3	28,794.24	28,789.94-	4.30

STATEMENT OF TRANSACTIONS
FOR THE PERIOD MARCH 1, 2024 THROUGH MARCH 31, 2024

CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF TRANSACTIONS

DATE	PAR VALUE/SHARES	DESCRIPTION	CASH	COST VALUE	REALIZED GAIN/LOSS
03/25/24		INTEREST RECEIVED BMW VEHICLE OWN ABS 3.210% 8/25/26 CUSIP 05602RAD3 \$0.00228/PV ON 451,574.31 PV DUE 3/25/24	1,207.96		
03/25/24	30,619.03-	PAID DOWN BMW VEHICLE OWN ABS 3.210% 8/25/26 CUSIP 05602RAD3 AT \$911.3975 ON TRADE DATE 03/25/2024	30,619.03	30,617.44-	1.59
03/04/24		INTEREST RECEIVED CHARLES SCHWAB CORP 2.450% 3/03/27 CUSIP 808513BY0 INTEREST ON 960,000.000 UNITS	11,760.00		
03/15/24		INTEREST RECEIVED CHASE ISSUANCE ABS 4.600% 1/16/29 CUSIP 161571HV9 \$0.00383/PV ON 1,690,000.00 PV DUE 3/15/24	6,478.33		
03/13/24	1,170,000	PURCHASED CISCO SYSTEMS INC 4.800% 2/26/27 CUSIP 17275RBQ4 AT \$100.5120 ON TRADE DATE 03/11/2024 TO SETTLE ON 03/13/2024 TORONTO DOMINION SECURITIES (U	1,175,990.40-	1,175,990.40	
03/13/24		ACCRUED INTEREST ON PURCHASE CISCO SYSTEMS INC 4.800% 2/26/27 CUSIP 17275RBQ4	2,652.00-		
03/13/24		INTEREST RECEIVED FED HOME LN BK 2.875% 9/13/24 CUSIP 3130A2UW4 INTEREST ON 2,000,000.000 UNITS	28,750.00		

STATEMENT OF TRANSACTIONS
FOR THE PERIOD MARCH 1, 2024 THROUGH MARCH 31, 2024

CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF TRANSACTIONS

DATE	PAR VALUE/SHARES	DESCRIPTION	CASH	COST VALUE	REALIZED GAIN/LOSS
03/25/24		INTEREST RECEIVED FED HOME LN MTG CORP 0.375% 9/23/25 CUSIP 3137EAEX3 INTEREST ON 2,500,000.000 UNITS	4,687.50		
03/25/24		INTEREST RECEIVED FED HOME LN MTG CORP 3.171% 10/25/24 CUSIP 3137BFE98 \$0.00260/PV ON 1,280,404.35 PV DUE 3/25/24	3,383.47		
03/25/24	3,180.01-	PAID DOWN FED HOME LN MTG CORP 3.171% 10/25/24 CUSIP 3137BFE98	3,180.01	3,420.75-	240.74-
03/25/24		INTEREST RECEIVED FHLMC MULTIFAMILY ST 2.653% 8/25/26 CUSIP 3137BSP72 \$0.00221/PV ON 650,000.00 PV DUE 3/25/24	1,437.04		
03/25/24		INTEREST RECEIVED FHLMC MULTIFAMILY ST 2.995% 12/25/25 CUSIP 3137BN6G4 \$0.00250/PV ON 570,000.00 PV DUE 3/25/24	1,422.62		
03/25/24		INTEREST RECEIVED FHLMC MULTIFAMILY ST 3.010% 8/25/25 CUSIP 3137BLMZ8 \$0.00251/PV ON 1,000,000.00 PV DUE 3/25/24	2,508.33		
03/25/24		INTEREST RECEIVED FHLMC MULTIFAMILY ST 3.244% 8/25/27 CUSIP 3137FBBX3 \$0.00270/PV ON 1,000,000.00 PV DUE 3/25/24	2,703.33		

STATEMENT OF TRANSACTIONS
FOR THE PERIOD MARCH 1, 2024 THROUGH MARCH 31, 2024

CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF TRANSACTIONS

DATE	PAR VALUE/SHARES	DESCRIPTION	CASH	COST VALUE	REALIZED GAIN/LOSS
03/25/24		INTEREST RECEIVED FHLMC MULTIFAMILY ST 3.308% 9/25/25 CUSIP 3137BM7C4 \$0.00276/PV ON 440,000.00 PV DUE 3/25/24	1,212.93		
03/18/24		INTEREST RECEIVED GM FINANCIAL ABS 3.100% 2/16/27 CUSIP 362585AC5 \$0.00249/PV ON 375,683.12 PV DUE 3/16/24	970.52		
03/18/24	20,694.94-	PAID DOWN GM FINANCIAL ABS 3.100% 2/16/27 CUSIP 362585AC5 TO SETTLE ON 03/18/2024	20,694.94	20,690.61-	4.33
03/18/24		INTEREST RECEIVED GM FINANCIAL ABS 4.850% 12/18/28 CUSIP 36268GAD7 \$0.00404/PV ON 950,000.00 PV DUE 3/16/24	3,839.58		
03/20/24		INTEREST RECEIVED GM FINANCIAL AUTOMOB 1.850% 3/20/25 CUSIP 36265MAC9 \$0.00042/PV ON 251,722.75 PV DUE 3/20/24	398.56		
03/20/24	120,671.37-	PAID DOWN GM FINANCIAL AUTOMOB 1.850% 3/20/25 CUSIP 36265MAC9	120,671.37	120,670.33-	1.04
03/18/24		INTEREST RECEIVED GM FINANCIAL SECURIT 0.680% 9/16/26 CUSIP 362554AC1 \$0.00036/PV ON 220,411.96 PV DUE 3/16/24	124.90		

STATEMENT OF TRANSACTIONS
FOR THE PERIOD MARCH 1, 2024 THROUGH MARCH 31, 2024

CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF TRANSACTIONS

DATE	PAR VALUE/SHARES	DESCRIPTION	CASH	COST VALUE	REALIZED GAIN/LOSS
03/18/24	15,937.32-	PAID DOWN GM FINANCIAL SECURIT 0.680% 9/16/26 CUSIP 362554AC1 TO SETTLE ON 03/18/2024	15,937.32	15,936.91-	0.41
03/18/24		INTEREST RECEIVED GM FINANCIAL SECURIT 1.260% 11/16/26 CUSIP 380146AC4 \$0.00077/PV ON 216,939.37 PV DUE 3/16/24	227.79		
03/18/24	14,385.77-	PAID DOWN GM FINANCIAL SECURIT 1.260% 11/16/26 CUSIP 380146AC4 TO SETTLE ON 03/18/2024	14,385.77	14,384.52-	1.25
03/21/24		INTEREST RECEIVED HONDA AUTO RECE ABS 5.670% 6/21/28 CUSIP 438123AC5 \$0.00473/PV ON 805,000.00 PV DUE 3/21/24	3,803.63		
03/21/24		INTEREST RECEIVED HONDA AUTO RECEIVABL 0.270% 4/21/25 CUSIP 43813GAC5 \$0.00002/PV ON 28,921.16 PV DUE 3/21/24	6.51		
03/21/24	9,672.49-	PAID DOWN HONDA AUTO RECEIVABL 0.270% 4/21/25 CUSIP 43813GAC5	9,672.49	9,672.31-	0.18
03/21/24		INTEREST RECEIVED HONDA AUTO RECEIVABL 0.880% 1/21/26 CUSIP 43815GAC3 \$0.00043/PV ON 272,719.03 PV DUE 3/21/24	199.99		

STATEMENT OF TRANSACTIONS
FOR THE PERIOD MARCH 1, 2024 THROUGH MARCH 31, 2024

CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF TRANSACTIONS

DATE	PAR VALUE/SHARES	DESCRIPTION	CASH	COST VALUE	REALIZED GAIN/LOSS
03/21/24	22,778.77-	PAID DOWN HONDA AUTO RECEIVABL 0.880% 1/21/26 CUSIP 43815GAC3	22,778.77	22,773.97-	4.80
03/15/24		INTEREST RECEIVED HONDA AUTO RECEIVABL 1.000% 5/15/26 CUSIP 43815BAC4 \$0.00134/PV ON 631,684.81 PV DUE 3/15/24	989.64		
03/15/24	44,443.43-	PAID DOWN HONDA AUTO RECEIVABL 1.000% 5/15/26 CUSIP 43815BAC4 AT \$372.2697 ON TRADE DATE 03/15/2024	44,443.43	44,436.75-	6.68
03/15/24		INTEREST RECEIVED HYUNDAI AUTO LEASE 1.160% 1/15/25 CUSIP 44891WAC3 \$0.00020/PV ON 112,241.89 PV DUE 3/15/24	108.50		
03/15/24	57,340.39-	PAID DOWN HYUNDAI AUTO LEASE 1.160% 1/15/25 CUSIP 44891WAC3 AT \$288.5391 ON TRADE DATE 03/15/2024	57,340.39	57,339.12-	1.27
03/15/24		INTEREST RECEIVED HYUNDAI AUTO REC ABS 2.220% 10/15/26 CUSIP 448977AD0 \$0.00158/PV ON 864,693.82 PV DUE 3/15/24	1,599.68		
03/15/24	55,762.2-	PAID DOWN HYUNDAI AUTO REC ABS 2.220% 10/15/26 CUSIP 448977AD0 AT \$296.7053 ON TRADE DATE 03/15/2024	55,762.20	55,760.05-	2.15

STATEMENT OF TRANSACTIONS
FOR THE PERIOD MARCH 1, 2024 THROUGH MARCH 31, 2024

CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF TRANSACTIONS

DATE	PAR VALUE/SHARES	DESCRIPTION	CASH	COST VALUE	REALIZED GAIN/LOSS
03/15/24		INTEREST RECEIVED HYUNDAI AUTO RECEIVA 0.380% 9/15/25 CUSIP 44933LAC7 \$0.00006/PV ON 103,099.20 PV DUE 3/15/24	32.65		
03/15/24	21,891.06-	PAID DOWN HYUNDAI AUTO RECEIVA 0.380% 9/15/25 CUSIP 44933LAC7	21,891.06	21,888.76-	2.30
03/15/24		INTEREST RECEIVED HYUNDAI AUTO RECEIVA 0.740% 5/15/26 CUSIP 44935FAD6 \$0.00036/PV ON 776,066.09 PV DUE 3/15/24	478.57		
03/15/24	68,242.11-	PAID DOWN HYUNDAI AUTO RECEIVA 0.740% 5/15/26 CUSIP 44935FAD6 AT \$322.4515 ON TRADE DATE 03/15/2024	68,242.11	66,516.64-	1,725.47
03/13/24	2,000,000	PURCHASED JOHN DEERE CAP MTN 4.850% 3/05/27 CUSIP 24422EXM6 AT \$100.2110 ON TRADE DATE 03/11/2024 TO SETTLE ON 03/13/2024 MERRILL LYNCH, PIERCE, FENNER	2,004,220.00-	2,004,220.00	
03/13/24		ACCRUED INTEREST ON PURCHASE JOHN DEERE CAP MTN 4.850% 3/05/27 CUSIP 24422EXM6	1,616.67-		
03/15/24		INTEREST RECEIVED JOHN DEERE OWNE ABS 5.090% 6/15/27 CUSIP 47800BAC2 \$0.00424/PV ON 1,050,000.00 PV DUE 3/15/24	4,453.75		

STATEMENT OF TRANSACTIONS
FOR THE PERIOD MARCH 1, 2024 THROUGH MARCH 31, 2024

CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF TRANSACTIONS

DATE	PAR VALUE/SHARES	DESCRIPTION	CASH	COST VALUE	REALIZED GAIN/LOSS
03/15/24		INTEREST RECEIVED JOHN DEERE OWNER ABS 2.320% 9/16/26 CUSIP 47787JAC2 \$0.00141/PV ON 328,880.36 PV DUE 3/15/24	635.84		
03/15/24	16,422.99-	PAID DOWN JOHN DEERE OWNER ABS 2.320% 9/16/26 CUSIP 47787JAC2 AT \$1,007.4257 ON TRADE DATE 03/15/2024	16,422.99	16,419.36-	3.63
03/15/24		INTEREST RECEIVED JOHN DEERE OWNER ABS 3.740% 2/16/27 CUSIP 47800AAC4 \$0.00312/PV ON 655,000.00 PV DUE 3/15/24	2,041.42		
03/27/24	500,000	PURCHASED JOHN DEERE OWNER ABS 4.960% 11/15/28 CUSIP 47800RAD5 AT \$99.9531 ON TRADE DATE 03/25/2024 TO SETTLE ON 03/27/2024 MITSUBISHI UFJ SECURITIES (USA)	499,765.63-	499,765.63	
03/27/24		ACCRUED INTEREST ON PURCHASE JOHN DEERE OWNER ABS 4.960% 11/15/28 CUSIP 47800RAD5	551.11-		
03/15/24		INTEREST RECEIVED JOHN DEERE OWNER TRU 0.520% 3/16/26 CUSIP 47789QAC4 \$0.00021/PV ON 285,759.52 PV DUE 3/15/24	123.83		
03/15/24	25,946.24-	PAID DOWN JOHN DEERE OWNER TRU 0.520% 3/16/26 CUSIP 47789QAC4	25,946.24	25,943.93-	2.31

STATEMENT OF TRANSACTIONS
FOR THE PERIOD MARCH 1, 2024 THROUGH MARCH 31, 2024

CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF TRANSACTIONS

DATE	PAR VALUE/SHARES	DESCRIPTION	CASH	COST VALUE	REALIZED GAIN/LOSS
03/13/24	1,500,000	PURCHASED JPMORGAN CHASE V-D 5.040% 1/23/28 CUSIP 46647PEA0 AT \$100.0520 ON TRADE DATE 03/11/2024 TO SETTLE ON 03/13/2024 GOLDMAN SACHS	1,500,780.00-	1,500,780.00	
03/13/24		ACCRUED INTEREST ON PURCHASE JPMORGAN CHASE V-D 5.040% 1/23/28 CUSIP 46647PEA0	10,500.00-		
03/11/24		INTEREST RECEIVED MASTERCARD INC 4.875% 3/09/28 CUSIP 57636QAW4 INTEREST ON 945,000.000 UNITS	23,034.38		
03/15/24		INTEREST RECEIVED MERCEDES-BENZ ABS 5.950% 11/15/28 CUSIP 58769FAC9 \$0.00496/PV ON 1,100,000.00 PV DUE 3/15/24	5,454.17		
03/14/24		INTEREST RECEIVED P/P MET TOWER GLOBAL 1.250% 9/14/26 CUSIP 58989V2D5 INTEREST ON 770,000.000 UNITS	4,812.50		
03/01/24		INTEREST RECEIVED P/P PRICOA GLOBAL FU 0.800% 9/01/25 CUSIP 74153WCM9 INTEREST ON 904,000.000 UNITS	3,616.00		
03/13/24	1,500,000-	SOLD ROYAL BANK OF CANADA 2.550% 7/16/24 CUSIP 78013XZU5 AT \$98.9410 ON TRADE DATE 03/11/2024 TO SETTLE ON 03/13/2024 MARKETAXESS CORPORATION	1,484,115.00	1,533,359.18-	49,244.18-

STATEMENT OF TRANSACTIONS
FOR THE PERIOD MARCH 1, 2024 THROUGH MARCH 31, 2024

CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF TRANSACTIONS

DATE	PAR VALUE/SHARES	DESCRIPTION	CASH	COST VALUE	REALIZED GAIN/LOSS
03/13/24		ACCRUED INTEREST ON SALE ROYAL BANK OF CANADA 2.550% 7/16/24 CUSIP 78013XZU5	6,056.25		
03/18/24	1,760,000	PURCHASED STATE STR CORP 4.993% 3/18/27 CUSIP 857477CL5 AT \$100.0000 ON TRADE DATE 03/13/2024 TO SETTLE ON 03/18/2024 MORGAN STANLEY & CO.	1,760,000.00-	1,760,000.00	
03/13/24	1,500,000-	SOLD TORONTO-DOMINION BAN 2.650% 6/12/24 CUSIP 89114QCA4 AT \$99.2520 ON TRADE DATE 03/11/2024 TO SETTLE ON 03/13/2024 BMOCM/BONDS	1,488,780.00	1,527,255.00-	38,475.00-
03/13/24		ACCRUED INTEREST ON SALE TORONTO-DOMINION BAN 2.650% 6/12/24 CUSIP 89114QCA4	10,047.92		
03/15/24		INTEREST RECEIVED TOYOTA AUTO REC ABS 5.160% 4/17/28 CUSIP 89231FAD2 \$0.00430/PV ON 1,300,000.00 PV DUE 3/15/24	5,590.00		
03/15/24		INTEREST RECEIVED TOYOTA AUTO RECEIVAB 0.260% 5/15/25 CUSIP 89240BAC2 \$0.00002/PV ON 111,875.37 PV DUE 3/15/24	24.24		
03/15/24	35,040.33-	PAID DOWN TOYOTA AUTO RECEIVAB 0.260% 5/15/25 CUSIP 89240BAC2 AT \$472.1686 ON TRADE DATE 03/15/2024	35,040.33	35,033.83-	6.50

STATEMENT OF TRANSACTIONS
FOR THE PERIOD MARCH 1, 2024 THROUGH MARCH 31, 2024

CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF TRANSACTIONS

DATE	PAR VALUE/SHARES	DESCRIPTION	CASH	COST VALUE	REALIZED GAIN/LOSS
03/15/24		INTEREST RECEIVED TOYOTA AUTO RECEIVAB 0.710% 4/15/26 CUSIP 89238JAC9 \$0.00036/PV ON 261,200.54 PV DUE 3/15/24	154.54		
03/15/24	20,887.3-	PAID DOWN TOYOTA AUTO RECEIVAB 0.710% 4/15/26 CUSIP 89238JAC9 AT \$792.1054 ON TRADE DATE 03/15/2024	20,887.30	20,886.85-	0.45
03/20/24		INTEREST RECEIVED TOYOTA LEASE OWN ABS 1.960% 2/20/25 CUSIP 89238LAC4 \$0.00060/PV ON 421,973.43 PV DUE 3/20/24	689.22		
03/20/24	129,055.48-	PAID DOWN TOYOTA LEASE OWN ABS 1.960% 2/20/25 CUSIP 89238LAC4	129,055.48	129,035.17-	20.31
03/15/24		INTEREST RECEIVED U.S. TREASURY NOTES 1.750% 3/15/25 CUSIP 91282CED9 INTEREST ON 3,100,000.000 UNITS	27,125.00		
03/25/24		INTEREST RECEIVED VR FHLMC MULTIFAMI 3.334% 8/25/25 CUSIP 3137BLW95 \$0.00278/PV ON 950,000.00 PV DUE 3/25/24	2,639.42		
03/13/24	1,370,000-	SOLD VR JPMORGAN CHASE & 0.824% 6/01/25 CUSIP 46647PCH7 AT \$98.8900 ON TRADE DATE 03/11/2024 TO SETTLE ON 03/13/2024 MORGAN STANLEY & CO.	1,354,793.00	1,371,773.90-	16,980.90-

STATEMENT OF TRANSACTIONS
FOR THE PERIOD MARCH 1, 2024 THROUGH MARCH 31, 2024

CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF TRANSACTIONS

DATE	PAR VALUE/SHARES	DESCRIPTION	CASH	COST VALUE	REALIZED GAIN/LOSS
03/13/24		ACCRUED INTEREST ON SALE VR JPMORGAN CHASE & 0.824% 6/01/25 CUSIP 46647PCH7	3,198.49		
03/18/24		INTEREST RECEIVED WALMART INC 1.050% 9/17/26 CUSIP 931142ER0 INTEREST ON 350,000.000 UNITS TRANSFER RECEIPTS	1,837.50		
03/01/24		ADDITION TO ACCOUNT TRANSFER FROM INCOME	5,417.08		
03/04/24		ADDITION TO ACCOUNT TRANSFER FROM INCOME	11,760.00		
03/11/24		ADDITION TO ACCOUNT TRANSFER FROM INCOME	23,034.38		
03/13/24		ADDITION TO ACCOUNT TRANSFER FROM INCOME	33,283.99		
03/14/24		ADDITION TO ACCOUNT TRANSFER FROM INCOME	4,812.50		
03/15/24		ADDITION TO ACCOUNT TRANSFER FROM INCOME	80,592.42		
03/18/24		ADDITION TO ACCOUNT TRANSFER FROM INCOME	18,009.46		
03/20/24		ADDITION TO ACCOUNT TRANSFER FROM INCOME	1,087.78		

STATEMENT OF TRANSACTIONS
 FOR THE PERIOD MARCH 1, 2024 THROUGH MARCH 31, 2024

CITY OF CUPERTINO
 ACCOUNT NUMBER [REDACTED]

STATEMENT OF TRANSACTIONS

DATE	PAR VALUE/SHARES	DESCRIPTION	CASH	COST VALUE	REALIZED GAIN/LOSS
03/21/24		ADDITION TO ACCOUNT TRANSFER FROM INCOME	4,010.13		
03/25/24		ADDITION TO ACCOUNT TRANSFER FROM INCOME	21,228.99		
		INVESTMENT MANAGEMENT EXPENSES			
03/12/24		INVESTMENT MGMT FEE PAID TO CHANDLER ASSET MANAGEMENT INC INV 2402CUPERTIN CHANDLER ASSET MGMT FEE FOR PERIOD ENDING 2/1/24-2/29/24	9,386.16-		
		TRANSFER DISBURSEMENTS			
03/01/24		TRANSFER TO PRINCIPAL	5,417.08-		
03/04/24		TRANSFER TO PRINCIPAL	11,760.00-		
03/11/24		TRANSFER TO PRINCIPAL	23,034.38-		
03/13/24		TRANSFER TO PRINCIPAL	33,283.99-		
03/14/24		TRANSFER TO PRINCIPAL	4,812.50-		
03/15/24		TRANSFER TO PRINCIPAL	80,592.42-		
03/18/24		TRANSFER TO PRINCIPAL	18,009.46-		
03/20/24		TRANSFER TO PRINCIPAL	1,087.78-		
03/21/24		TRANSFER TO PRINCIPAL	4,010.13-		
03/25/24		TRANSFER TO PRINCIPAL	21,228.99-		
ENDING BALANCE			0.00	159,121,364.07	

PENDING TRADES SCHEDULE
FOR THE PERIOD MARCH 1, 2024 THROUGH MARCH 31, 2024

CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

PENDING TRADES SCHEDULE

PAR VALUE/SHARES	DESCRIPTION	TRADE DATE	SETTLE DATE	ACCRUED INTEREST	DUE TO/FROM BROKER	MONTH END MARKET VALUE	
PENDING PURCHASES							
1,340,000	TORONTO BK MTN CONV PRICE: 100.0000 CUSIP 89115A2W1	4/05/27	03/26/24	04/05/24	0.00	1,340,000.00-	1,338,003.40
TOTAL PENDING PURCHASES					0.00	1,340,000.00-	1,338,003.40
PENDING SALES							
1,250,000-	US BANCORP PRICE: 98.9210 CUSIP 91159HHX1	7/30/24	03/27/24	04/01/24	5,083.33	1,236,512.50	1,236,787.50-
TOTAL PENDING SALES					5,083.33	1,236,512.50	1,236,787.50-
NET PENDING TRADES					5,083.33	103,487.50-	101,215.90

INVESTMENT AND INSURANCE PRODUCTS ARE:

- NOT INSURED BY THE FEDERAL DEPOSIT INSURANCE CORPORATION (FDIC) OR ANY FEDERAL GOVERNMENT AGENCY
- NOT A DEPOSIT, OBLIGATION OF, OR GUARANTEED BY ANY BANK OR BANKING AFFILIATE
- SUBJECT TO INVESTMENT RISKS AND MAY LOSE VALUE, INCLUDING POSSIBLE LOSS OF PRINCIPAL AMOUNT INVESTED

CITY OF CUPERTINO
PARS Post-Employment Benefits Trust

Account Report for the Period
3/1/2024 to 3/31/2024

Kristina Alfaro
Director of Administrative Services
City of Cupertino
10300 Torre Ave.
Cupertino, CA 95014

Account Summary

Source	Balance as of 3/1/2024	Contributions	Earnings	Expenses	Distributions	Transfers	Balance as of 3/31/2024
OPEB	\$38,233,187.97	\$0.00	\$989,507.52	\$10,606.13	\$0.00	\$0.00	\$39,212,089.36
PENSION	\$21,025,437.75	\$0.00	\$541,705.12	\$5,820.04	\$0.00	\$0.00	\$21,561,322.83
Totals	\$59,258,625.72	\$0.00	\$1,531,212.64	\$16,426.17	\$0.00	\$0.00	\$60,773,412.19

Investment Selection

Source	
OPEB	City of Cupertino - OPEB
PENSION	City of Cupertino - PEN

Investment Objective

Source	
OPEB	Individual account based on US Bank Balanced MM. Dual goals are to provide a moderate amount of current income with moderate capital growth. Income production and longer term growth of capital.
PENSION	Individual account based on US Bank Balanced MM. Dual goals are to provide a moderate amount of current income with moderate capital growth. Income production and longer term growth of capital.

Investment Return

Source	1-Month	3-Months	1-Year	Annualized Return			Plan's Inception Date
				3-Years	5-Years	10-Years	
OPEB	2.59%	5.86%	18.05%	3.44%	7.06%	6.12%	6/21/2010
PENSION	2.58%	5.84%	18.03%	3.39%	7.49%	-	3/26/2019

Information as provided by US Bank, Trustee for PARS; Not FDIC Insured; No Bank Guarantee; May Lose Value

Past performance does not guarantee future results. Performance returns may not reflect the deduction of applicable fees, which could reduce returns. Information is deemed reliable but may be subject to change.
Investment Return: Annualized rate of return is the return on an investment over a period other than one year multiplied or divided to give a comparable one-year return.
Account balances are inclusive of Trust Administration, Trustee and Investment Management fees

California State Treasurer
Fiona Ma, CPA



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

April 16, 2024

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

CITY OF CUPERTINO

FINANCE MANAGER
10300 TORRE AVENUE
CUPERTINO, CA 95014

[Tran Type Definitions](#)

Account Number: [REDACTED]

March 2024 Statement

Effective Date	Transaction Date	Tran Type	Confirm Number	Web Confirm Number	Authorized Caller	Amount
3/11/2024	3/11/2024	RD	1748866	N/A	KRISTINA ALFARO	45,000,000.00

Account Summary

Total Deposit:	45,000,000.00	Beginning Balance:	22,006,824.00
Total Withdrawal:	0.00	Ending Balance:	67,006,824.00



ADMINISTRATIVE SERVICES DEPARTMENT

CITY HALL
10300 TORRE AVENUE • CUPERTINO, CA 95014-3255
TELEPHONE: (408) 777-3220 • FAX: (408) 777-3109
CUPERTINO.ORG

CITY COUNCIL STAFF REPORT

Meeting: February 21, 2024

Subject

Receive the Treasurer's Investment Report for the Quarter Ending December 31, 2023

Recommended Action

Receive the Treasurer's Investment Report for the Quarter Ending December 31, 2023

Reasons for Recommendation

Background

On May 16, 2023, the City Council approved the City Investment Policy. Per the City's Investment Policy, the Treasurer shall submit a quarterly investment report to the City Council approximately 45 days following the end of the quarter. In addition to the quarterly investment reports, monthly transaction reports are submitted to the City Council within 30 days of the end of the reporting period per California Government Code Section 53607. The quarterly investment report offers a more extensive discussion of the City's economy, cash flow, and investments.

The City's Municipal Code Section 2.24.050 Investment Authority states that the Treasurer shall make a monthly report of all investment transactions to the City Council. The City's Municipal Code Section 2.48.020(A)(3) states that the Director of Administrative Services also shall be appointed Treasurer and also shall act as ex officio Assessor and shall assess and collect all City taxes save and except for those collected by State and County officers for the City. Lastly, the City's Municipal Code Section 2.88.100 Duties–Powers–Responsibilities lists one of the powers and functions of the Audit Committee is "to review the quarterly Treasurer's Investment report."

Per the referenced code provisions, a Treasurer's Investment Report is made available to the City Council quarterly.

Treasurer's Investment Report

The report provides an update on the City's investment portfolio for the month ending December 31, 2023. The report is as of January 17, 2024.

The attached statements include balances and transactions of the City's investments with the Local Agency Investment Fund (LAIF) and Chandler Asset Management. The Chandler investment report provides information on the investment type, issuer, purchase date, maturity date, cost value, par value, and market value for each security, as well as the weighted average maturity and weighted average yield of all investments.

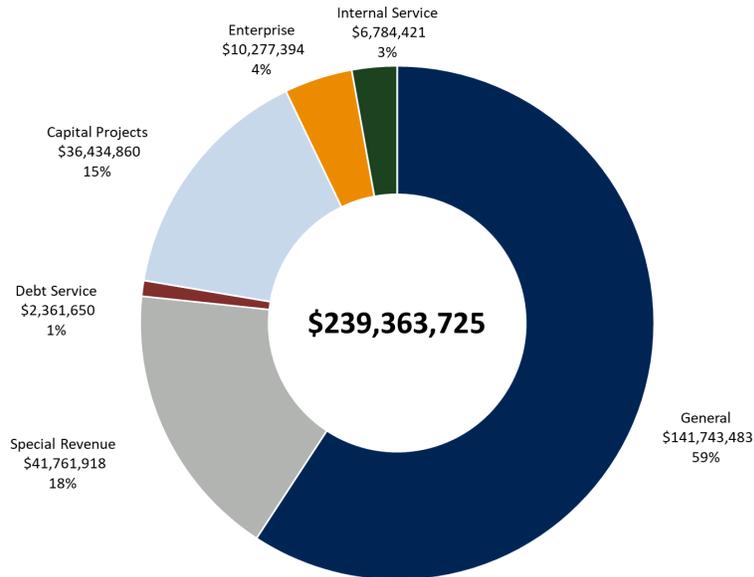
While not governed by the City's Investment Policy, statements for the Public Agency Retirement Services (PARS) Section 115 Trusts are also attached per a request from the Treasurer's Report sub-committee.

The City's General Ledger cash and investments balance was \$239.4 million, a \$4.1 million increase from the prior quarter.

Cash and Investments – General Ledger Balance

Fund Type	Quarter Ending September 30, 2023	Quarter Ending December 31, 2023
General Fund	131,872,784	141,743,483
Special Revenue	42,942,560	41,761,918
Debt Service	2,684,450	2,361,650
Capital Projects	37,978,199	36,434,860
Enterprise	11,167,451	10,277,394
Internal Service	8,615,981	6,784,421
Total	\$235,261,426	\$239,363,725

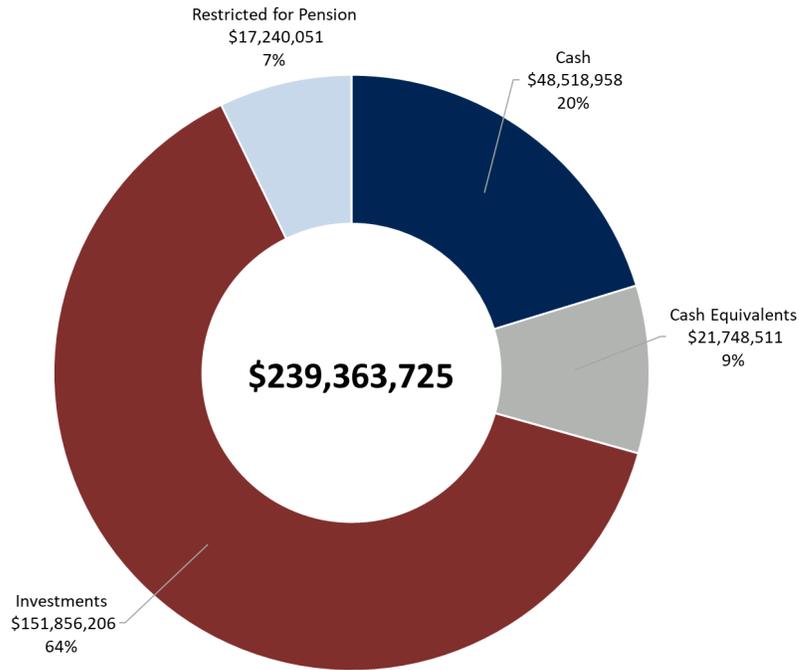
Cash and Investments by Fund



The \$239.4 million in cash and investments includes \$48.5 million in cash, \$21.7 million in cash equivalents, \$151.9 million in investments, and \$17.2 million restricted for funding pension costs.

The City pools cash for all funds except restricted funds. However, the City accounts for interest earnings, revenues, and expenditures separately for each fund to adequately meet the purpose and restrictions of each funding source. Pooling funds is a common and appropriate practice used in public agencies. By pooling funds, the City can benefit from economies of scale, diversification, liquidity, and ease of administration.

Cash and Investments by Type



Cash and Investments – General Ledger Balance

	Quarter Ending September 30, 2023	Quarter Ending December 31, 2023	% of Portfolio
Cash in banks and on hand			
Operating Checking (Wells Fargo)	44,563,856	48,488,626	20%
Workers' Compensation Checking (Wells Fargo)	43,934	26,746	0%
Payroll Checking (Wells Fargo)	-	-	0%
Restricted for Bond Repayments ¹ (BNY Mellon)	-	-	0%
Petty Cash and Change	3,586	3,586	0%
Cash Equivalents			
Local Agency Investment Fund	21,553,792	21,748,511	9%
Investments			
Investments (Chandler)	151,856,206	151,856,206	63%
Restricted for Pension ² (PARS)	17,240,051	17,240,051	7%
Total Cash and Investments³	\$235,261,426	\$239,363,725	100%

¹ Cash held by fiscal agent for bond repayments

² In accordance with GASB 67/68, the assets in the Section 115 Pension Trust are reported as restricted cash and investments in the General Fund. The assets can only be used to fund CalPERS costs.

³ Assets in the Section 115 OPEB Trust are excluded as the City cannot use these assets to fund its own operations. The assets are held in trust for retirees' post-employment health benefits.

The table below shows the bank balances for the City's cash and investments. Bank and General Ledger balances differ due to timing. Bank balances do not include outstanding checks and deposits in transit. The General Ledger is updated quarterly with interest earnings and annually with the year-end investment market values.

Cash and Investments – Bank Balance

	Quarter Ending September 30, 2023	Quarter Ending December 31, 2023	% of Portfolio
Cash in banks and on hand			
Operating Checking (Wells Fargo)	49,304,330	49,177,441	20%
Workers' Compensation Checking (Wells Fargo)	45,984	23,013	0%
Payroll Checking (Wells Fargo)	-	-	0%
Restricted for Bond Repayments ¹ (BNY Mellon)	-	-	0%
Cash Equivalents			
Local Agency Investment Fund	21,593,220	21,787,939	9%
Investments			
Investments (Chandler)	150,093,752	153,958,566	63%
Restricted for Pension ² (PARS)	18,500,105	20,389,010	8%
Total Cash and Investments³	\$239,537,391	\$245,335,970	100%

¹ Cash held by fiscal agent for bond repayments

² In accordance with GASB 67/68, the assets in the Section 115 Pension Trust are reported as restricted cash and investments in the General Fund. The assets can only be used to fund CalPERS costs.

³ Assets in the Section 115 OPEB Trust are excluded as the City cannot use these assets to fund its own operations. The assets are held in trust for retirees' post-employment health benefits.

Local Agency Investment Fund (LAIF)

LAIF is an investment pool administered by the State of California Treasurer and governed by California Government Code. The City can withdraw funds from LAIF at any time. As a result, the City uses LAIF for short-term investment, liquidity, and yield.

The City's LAIF account had a balance of \$21.8 million. The quarterly interest rate was 4.00%. The City did not make any deposits or withdrawals in the quarter ending December 2023.

Investment Portfolio

In FY 2018-19, the City conducted a Request for Proposal (RFP) for investment management services and selected Chandler Asset Management. Under the City's Treasurer's direction, Chandler Asset Management manages the City's investment portfolio in accordance with the City's investment objectives. The City's investment objectives, in order of priority, are to provide:

- Safety to ensure the preservation of capital in the overall portfolio
- Sufficient liquidity for cash needs
- A market rate of return consistent with the investment program

The performance objective is to earn a total rate of return through a market cycle equal to or above the return on the benchmark index. Chandler Asset Management invests in high-quality fixed-income securities consistent with the City's Investment Policy and California Government Code to achieve the objective.

The portfolio's market value was \$154.0 million, compared to \$150.1 million at the end of the previous quarter. The table below includes historical comparisons of the City's portfolio:

	September 30, 2023	December 31, 2023
Market Value	150,093,752	153,958,566
Par Value	158,177,925	158,767,712
Book Value	157,776,718	158,476,712
Average Maturity	2.14 years	2.10 years
Average Modified Duration	1.83	1.86
Average Purchase Yield	2.03%	2.19%
Average Market Yield	5.36%	4.69%
Average Quality ¹	AA/Aa1	AA/Aa1

¹ S&P and Moody's respectively

The portfolio's market value fluctuates depending on interest rates. When interest rates decrease after an investment is purchased, the market value of the investment increases. In contrast, when interest rates increase after an investment is purchased, the market value of the investment decreases. At the time of purchase, the City intends to hold all investments until maturity, meaning that changes in market value will not impact the City's investment principal. If the market value decreases, the City will incur an unrealized loss. However, the loss will only be realized if the City sells its investments before their maturity. The market values for the portfolio were provided by Chandler Asset Management.

Section 115 Trust Investment Portfolio

The City established Section 115 Trusts to reduce pension rate volatility and pre-fund Other Post-Employment Benefits (OPEB) costs. These trusts are a tax-exempt investment tool that local governments can use to set aside funds for pension and retiree health costs. Contributions made to the trust can only be used to fund retirement plans.

Investments in the Section 115 Trusts are governed by separate investment policies, which are distinct from the City's Investment Policy. On December 5, 2023, City Council approved the Pension Trust Investment Policy and OPEB Trust Investment Policy. Public Agency Retirement Services (PARS) administers the trust, while US Bank manages the investments in accordance with the approved investment policies.

Both Section 115 Trusts are invested in "balanced" portfolios. The investment objective is designed to provide a moderate amount of current income with moderate growth of capital. This type of investment strategy is generally recommended for investors with a long-term horizon. The strategic asset allocation ranges for this investment objective are:

Asset Class	Range	Target
Equities	50-70%	63%
Fixed Income	20-40%	29%
Real Estate	0-15%	5%
Commodities	0-10%	2%
Cash	0-10%	1%

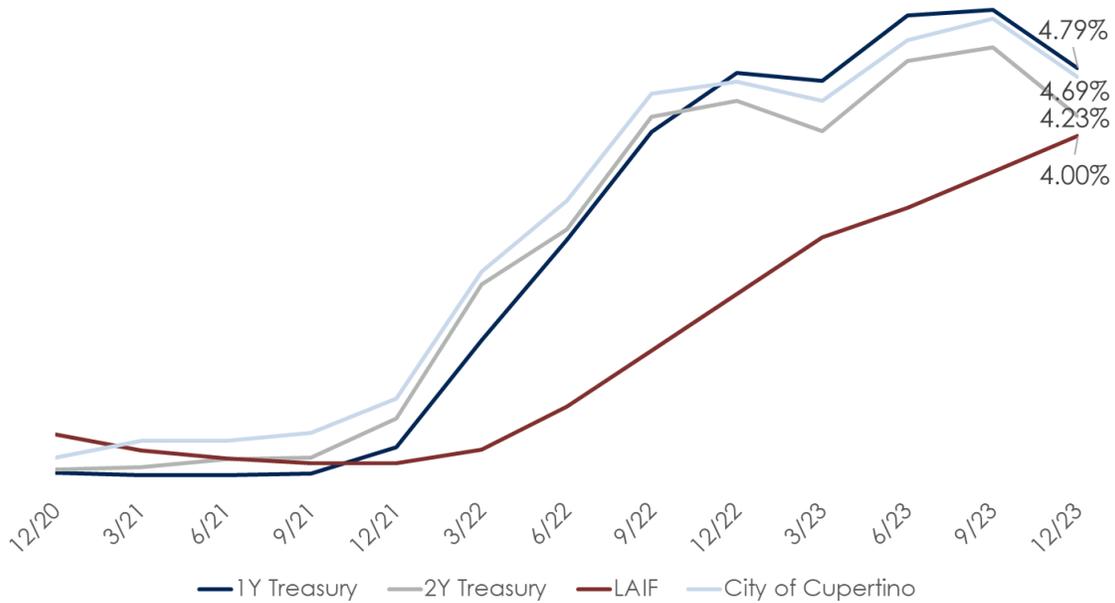
The Section 115 Pension Trust had a balance of \$20.4 million, an increase of \$1.0 million from the prior quarter due to investment gains. The Section 115 OPEB Trust had a balance of \$37.1 million, an increase of \$1.9 million from the prior quarter due to investment gains. The quarterly investment returns were 10.3% for both the Pension Trust and OPEB Trust.

Analysis

The City compares its portfolio to LAIF and one-year and two-year Treasury yields. Yield comparisons for the one-year Treasury, two-year Treasury, LAIF, and City average are presented below:

Yield Comparisons

1-Year Treasury, 2-Year Treasury, LAIF and City Average

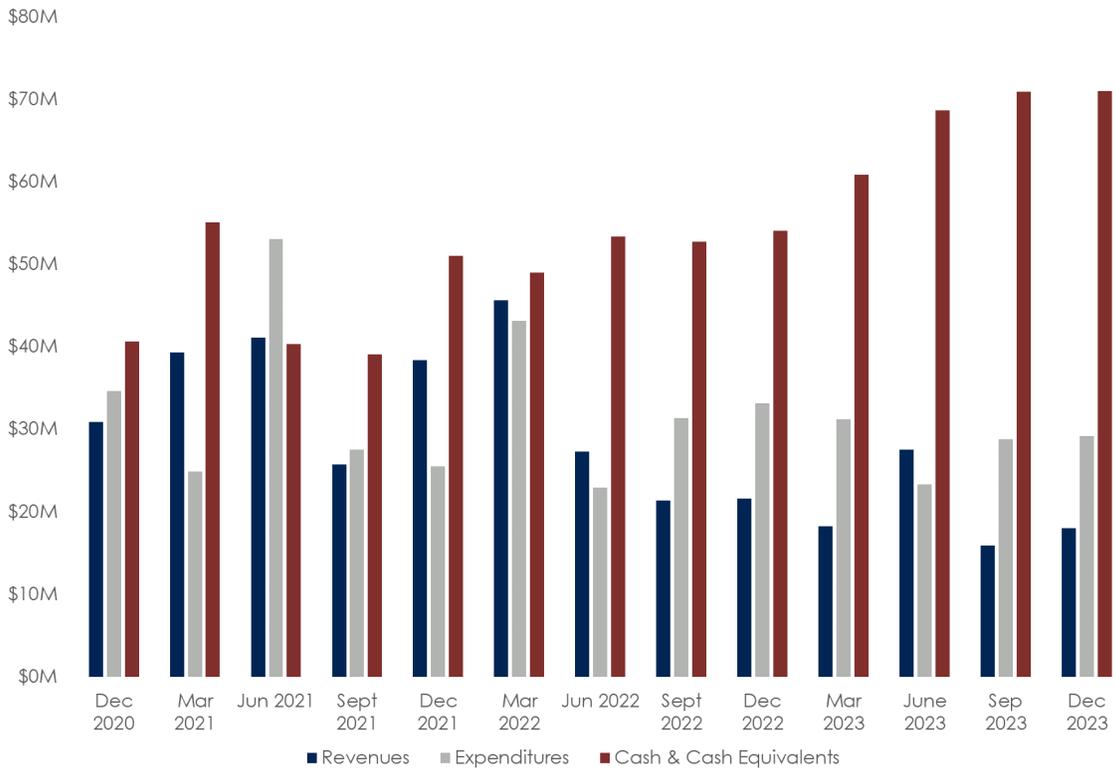


In June, one-year and two-year Treasury yields increased. The yield curve remained inverted and the spread between the two-year and 10-year Treasury yield became more inverted. The one-year and two-year Treasury yields were 4.79% and 4.23%, respectively. The one-year Treasury yield decreased by 67 basis points, and the two-year Treasury yield decreased by 80 basis points from September 30, 2023. The yield of the City's investment portfolio was 4.69%, lower than the one-year Treasury yield but higher than the two-year Treasury yield and LAIF.

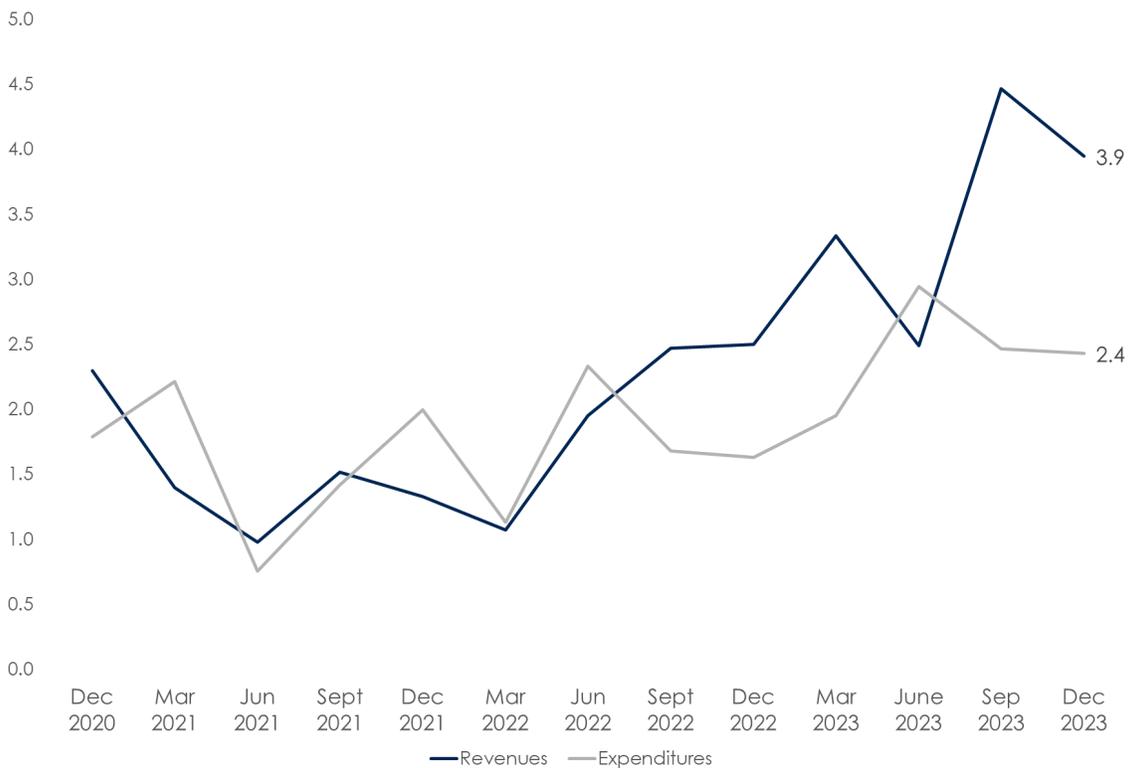
Cash Flow History

Historical revenues, expenditures, and liquidity ratios are presented below:

Revenues, Expenditures, Cash & Cash Equivalents



Liquidity Ratios



As the City's portfolio becomes more or less liquid over time, the ratio of cash and cash equivalents to revenues and expenditures will increase or decrease, respectively. The portfolio's investment structure is complete, so the City anticipates the ratio of cash and cash equivalents to revenues and expenditures to continue to flatten out moving forward. While a formal liquidity level has not been established, significant and consistent fluctuations in the ratio may indicate that additional funds should be invested or, conversely, that investments should be liquidated. In recent years, sufficient liquidity levels for operating revenues and expenditures have approximated a ratio of 1.0. In March 2022, the City transferred \$15.0 million from the operating account to the investment portfolio, which reduced the March 2022 liquidity ratios. Liquidity ratios have been higher in FY 2023-24 due to increased cash and investment balances as the City anticipated an adverse decision from a California Department of Tax and Fee Administration (CDTFA) audit of a City taxpayer. On October 10, 2023, the City established a Sales Tax Repayment Reserve with an initial allocation of \$56.5 million to set aside disputed sales tax revenue.

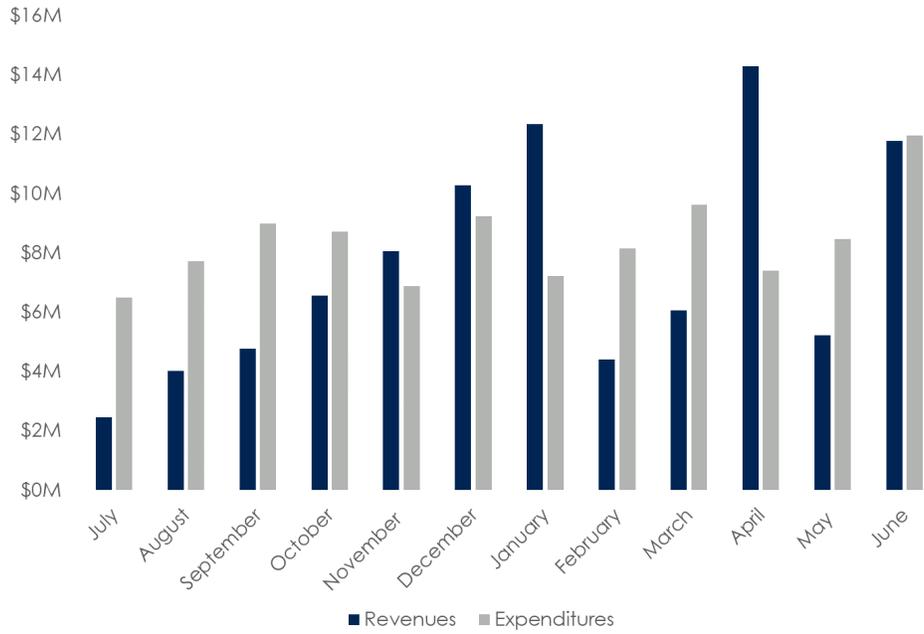
As of December 31, 2023, the liquidity ratio was 3.9 and 2.4 for revenues and expenditures, respectively. The City will monitor inflows and outflows during FY 2023-24 and bring recommendations for the City's investment portfolio as necessary and applicable.

As of December 31, 2023, the City had \$71.0 million in cash and cash equivalents in the bank and on hand. Based on the cash flow forecast, the City maintains the ability to meet its expenditure requirements for the next six months.

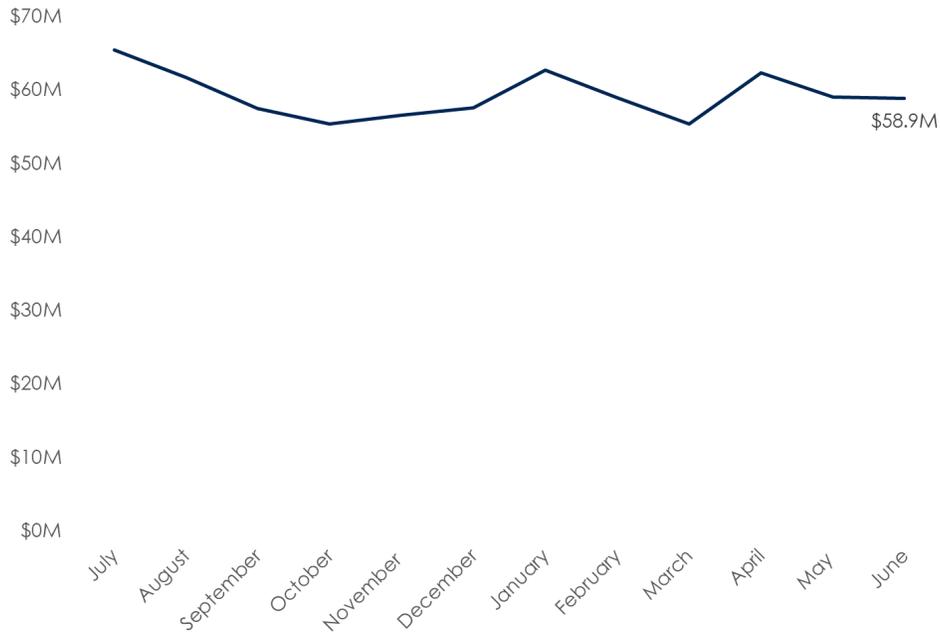
Cash Flow Forecast

Applying three-year historical trend data for each of the City's revenue and expenditure line items to the FY 2023-24 Adopted Budget, the City estimated the following cash flow forecast for FY 2023-24:

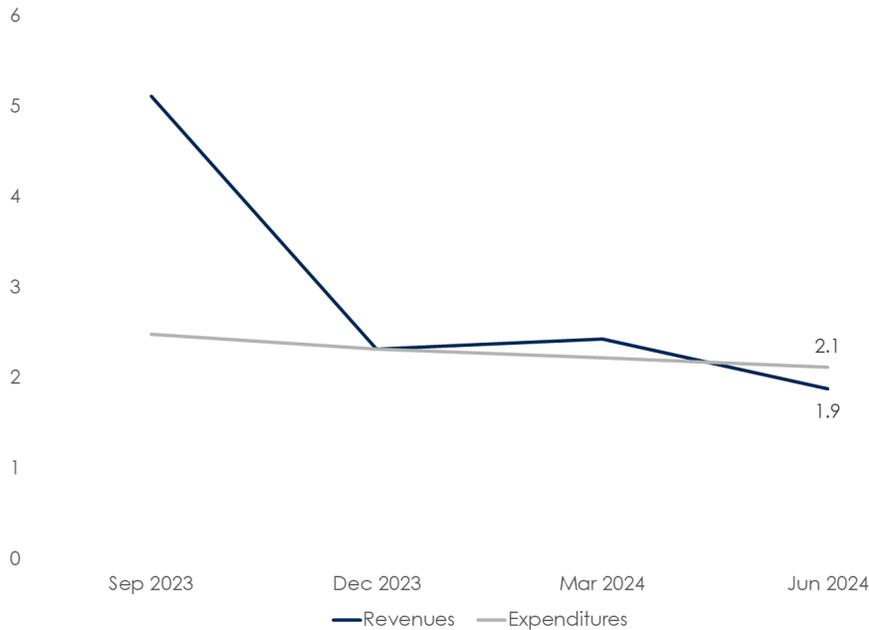
FY 2023-24 Adopted Budget Cash Flow Forecast



FY 2023-24 Adopted Budget Liquidity Balance Forecast



FY 2023-24 Adopted Budget Liquidity Ratio Forecast



The purpose of this cash flow and liquidity forecast is to illustrate the timing of the City's revenues and expenditures throughout a fiscal year using historical trend data. The first quarter of the fiscal year experiences expenditures exceeding revenues since the City begins receiving its property tax distributions in November and April of the respective fiscal year. In January and April, the City receives additional property tax revenues due to the Vehicle License Fee (VLF) swap. In June, the City tends to experience higher activities, particularly expenditures, due to the year-end close and accrual process. From one fiscal year to the next, the City typically incurs one-time special project or capital expenditure costs. The timing of these costs is more difficult to pinpoint in a particular month.

From a cash flow analysis perspective, the Adopted and Amended Budgets are efficient planning tools for determining cash flow needs for a single fiscal year. If a budget is adopted at a position in which revenues and expenditures are balanced, then it is reasonable to conclude cash flow is unlikely to be of concern. Beyond one fiscal year, a City prepares a long-term forward-looking forecast using historical and prospective assumptions. This forecast model is incorporated and presented to the City Council as part of the City's Adopted Budget.

Compliance

All of the City's investments comply with state law and the City's Investment Policy. In compliance with California Government Code 53646 (b)(3), the City maintains the ability to meet its expenditure requirements for the next six months.

Sustainability Impact

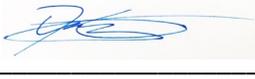
No sustainability impact.

Fiscal Impact

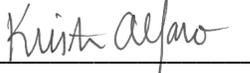
No fiscal impact.

California Environmental Quality Act

Not applicable.

Prepared by: 

Thomas Leung
Budget Manager

Reviewed by: 

Kristina Alfaro
Director of Administrative Services and City Treasurer

Approved for Submission by: 

Matt Morley
Assistant City Manager

Attachments:

- A – Chandler Investment Report December 2023
- B – Chandler Custodial Statement December 2023
- C – PARS Pension and OPEB Account Statement December 2023
- D – LAIF Account Statement December 2023

City of Cupertino

Period Ending December 31, 2023

CHANDLER ASSET MANAGEMENT, INC. | 800.317.4747 | www.chandlerasset.com



SECTION 1	Economic Update
SECTION 2	Account Profile
SECTION 3	Portfolio Holdings
SECTION 4	Transactions

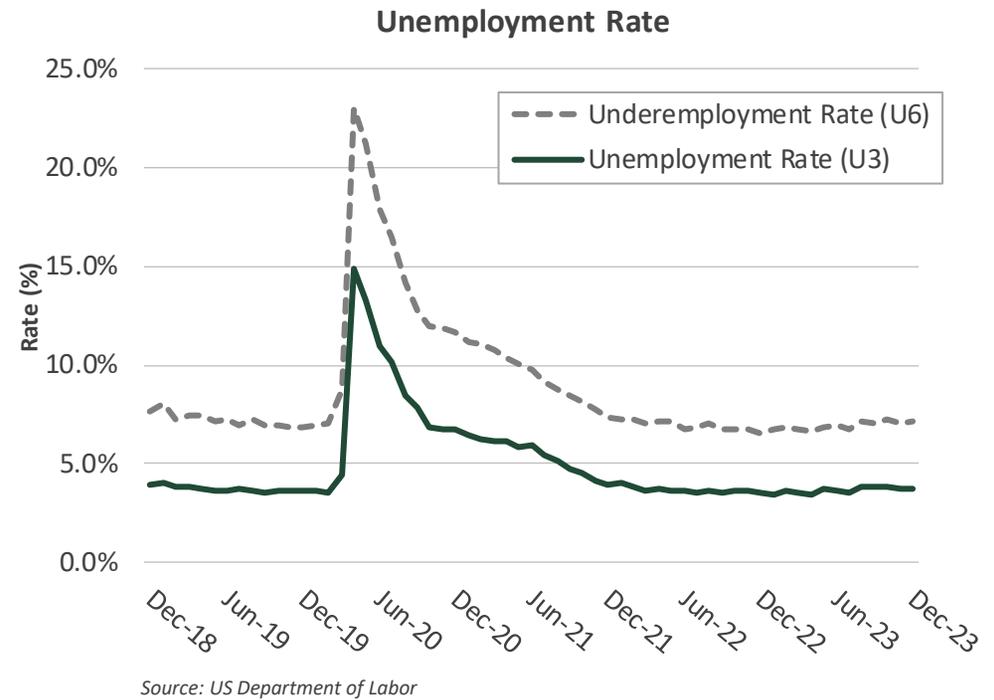
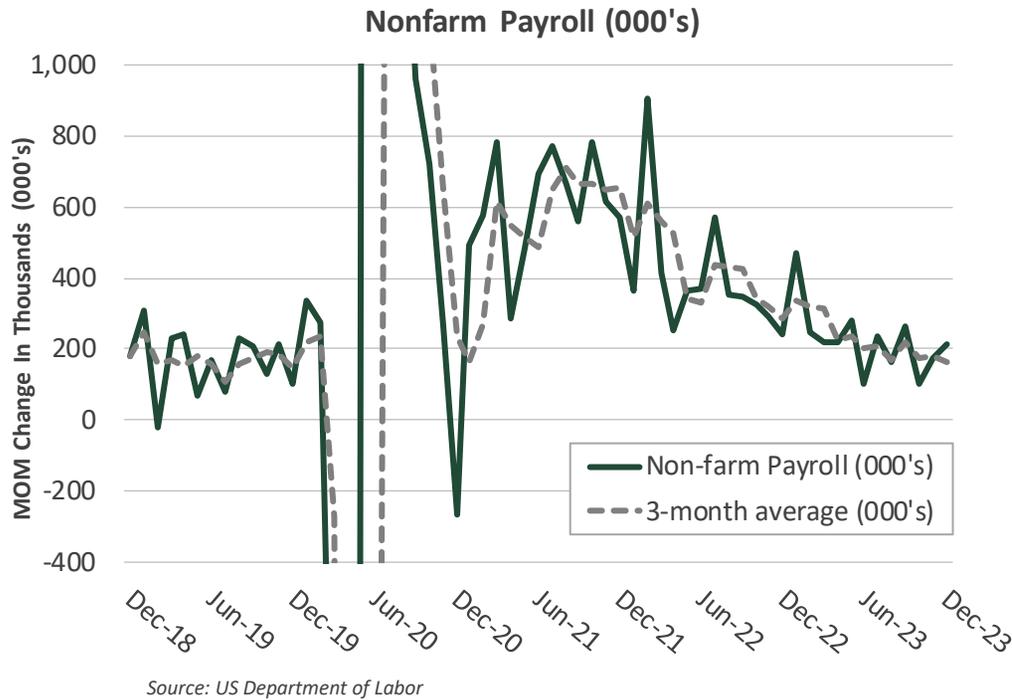


Section 1 | Economic Update

Economic Update

- Recent economic data has shown above trend growth fueled by a rise in consumer spending and a continuing healthy US job market. Inflationary trends are subsiding, but core levels remain above the Fed's target. Given the cumulative effects of restrictive monetary policy and tighter financial conditions, we believe the economy will gradually soften and the Fed will loosen monetary policy in 2024.
- As expected at the December meeting, the Federal Open Market Committee voted unanimously to leave the Federal Funds rate unchanged at a target range of 5.25 - 5.50%. Fed Chair Powell signaled that the federal funds rate is likely at or near its peak. The new Summary of Economic Projections reflected Core PCE inflation reaching the target 2% level in 2026 without a significant increase in unemployment. We believe the FOMC will loosen monetary policy in mid-2024 as inflation and economic growth continue to moderate.
- US Treasury rates fell steeply across the yield curve in December on decelerating inflation readings and a more dovish Federal Reserve outlook. The 2-year Treasury yield declined 43 basis points to 4.25%, the 5-year Treasury yield dropped 42 basis points to 3.85%, and the 10-year Treasury yield decreased 45 basis points to 3.88%. The inversion between the 2-year Treasury yield and 10-year Treasury yield widened to -37 basis points at December month-end versus -35 basis points at November month-end. The spread between the 2-year Treasury and 10-year Treasury yield one year ago was -55 basis points. The inversion between 3-month and 10-year Treasuries widened to -146 basis points in December from -107 basis points in November. Interest rates peaked in 2023 followed by the Fed's dovish pivot late in the year, resulting in a decline in yields across the curve and signaling less restrictive monetary policy in 2024. The shape of the yield curve indicates that the probability of recession persists.

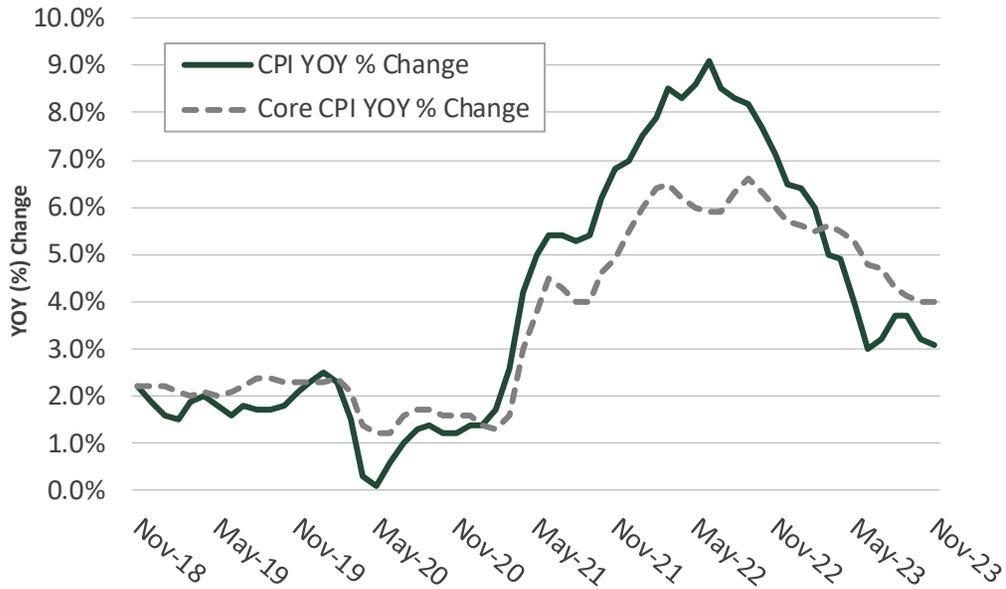
Employment



The U.S. economy added 216,000 jobs in December, exceeding consensus expectations of 175,000, and the last two months were revised down by 71,000 jobs. Leading sectors included government, leisure, hospitality, and healthcare. The trajectory of job creation is gradually moderating, with the three-month moving average payrolls at 165,000 and the six-month moving average at 193,000. The unemployment rate remained unchanged at 3.7%, and the labor participation rate decreased to 62.5% from 62.8%, falling well below the pre-pandemic level of 63.3%. The U-6 underemployment rate, which includes those who are marginally attached to the labor force and employed part time for economic reasons rose to 7.1% from 7.0% last month. Average hourly earnings rose 4.1% year-over-year in December, increasing from a 4.0% gain last month. Employment remains strong by historical standards, but data are trending toward a less robust labor market outlook.

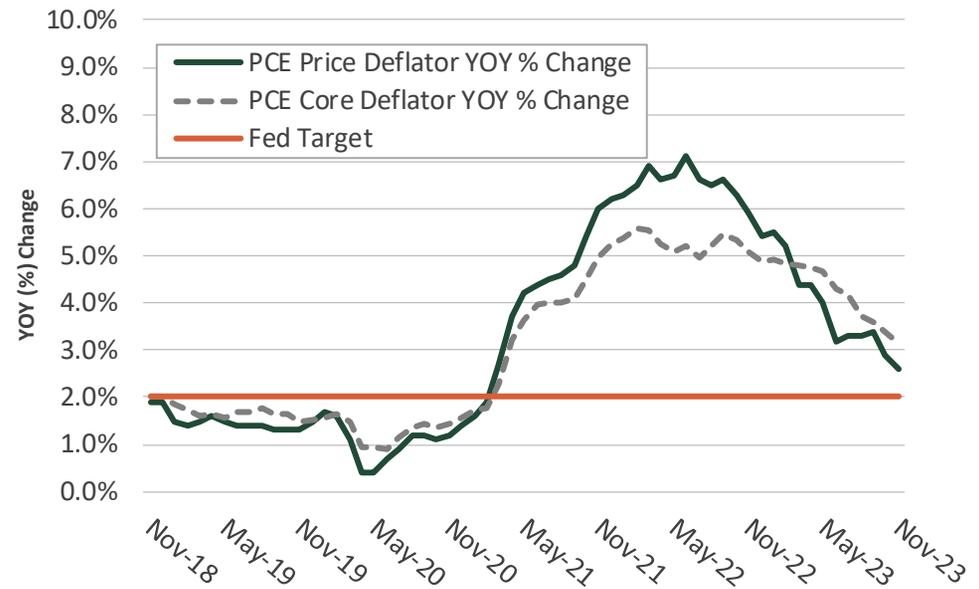
Inflation

Consumer Price Index (CPI)



Source: US Department of Labor

Personal Consumption Expenditures (PCE)

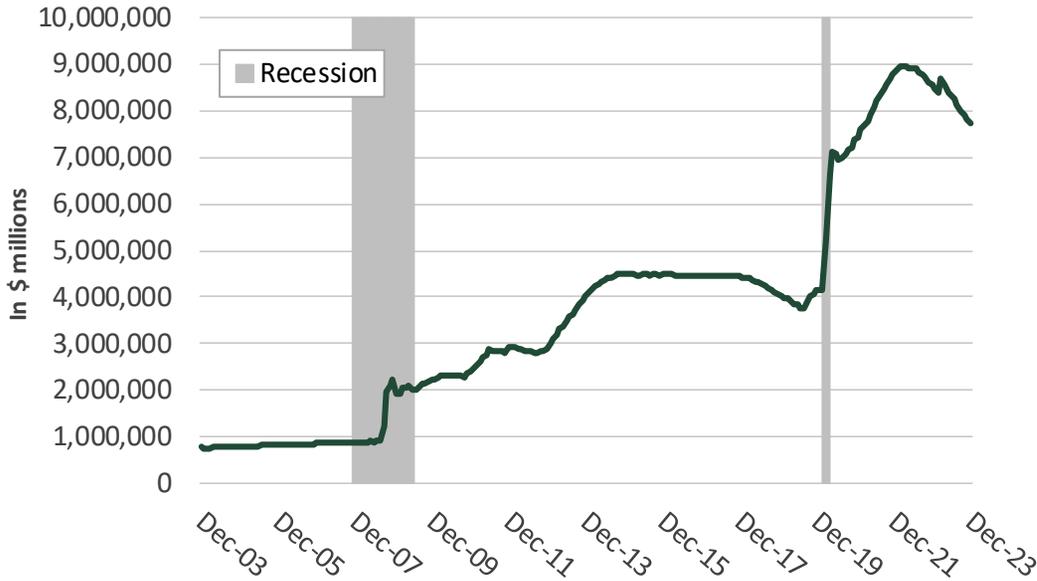


Source: US Department of Commerce

The Consumer Price Index (CPI) increased 0.1% month-over-month and 3.1% year-over-year in November, edging down from 3.2% year-over-year in October. The Core CPI, which excludes volatile food and energy components, was up 0.3% month-over-month and 4.0% year-over-year, unchanged from October as expected. Shelter was the largest contributor to November's Core CPI monthly advance, accounting for 70% of the increase. The Personal Consumption Expenditures (PCE) Index eased more than expected in November, as headline inflation fell 0.1% month-over-month and rose 2.6% year-over-year, down from a 2.9% increase in October. Core PCE, the Federal Reserve's preferred inflation gauge, increased 0.1% month-over-month and decelerated to 3.2% year-over-year in November from a 3.4% year-over-year increase in October. The trend is moderating, but inflation remains above the Fed's 2% target.

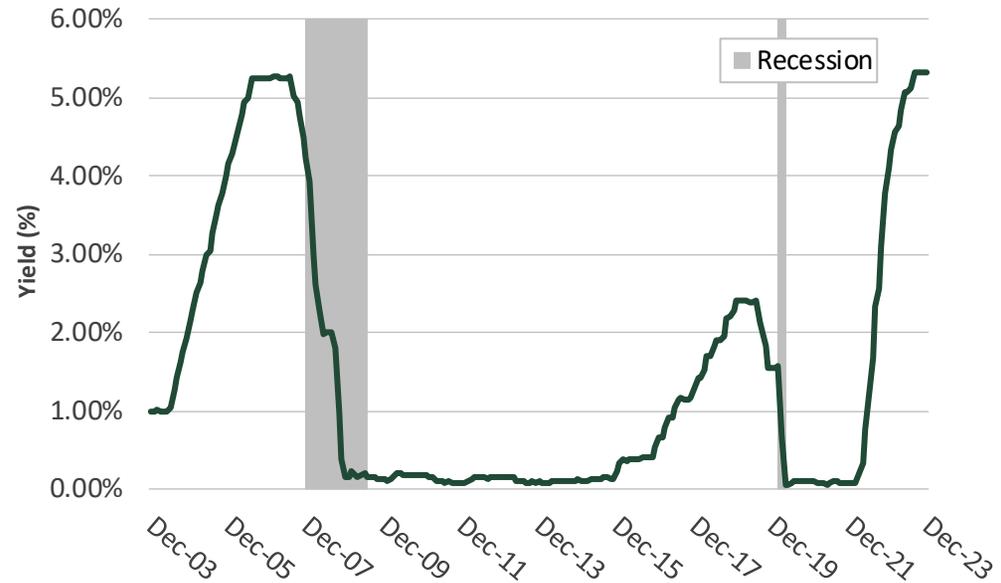
Federal Reserve

Federal Reserve Balance Sheet Assets



Source: Federal Reserve

Effective Federal Funds Rate

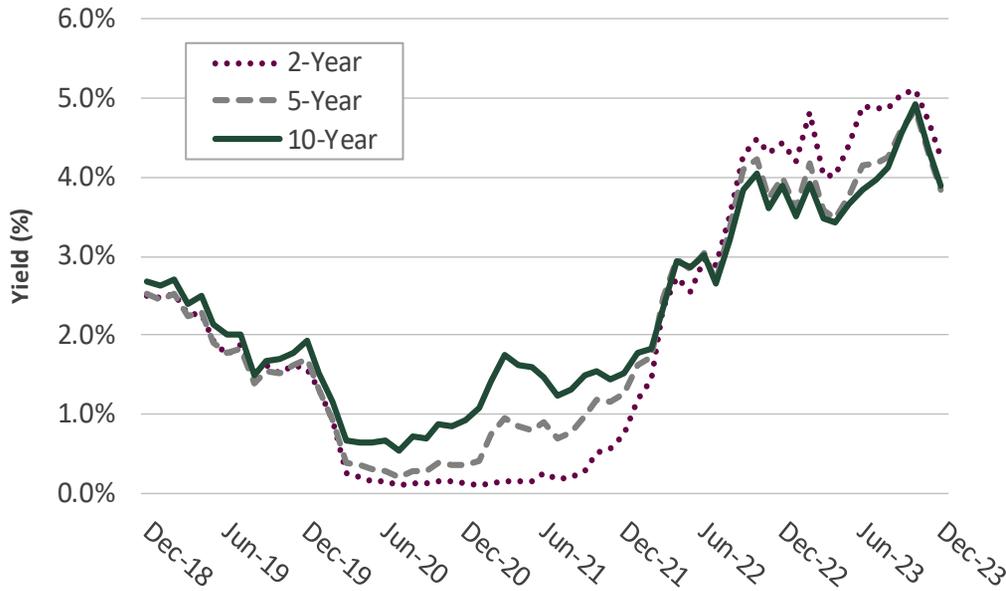


Source: Bloomberg

As expected at the December meeting, the Federal Open Market Committee voted unanimously to leave the federal funds rate unchanged at a target range of 5.25-5.50%. The Fed acknowledged inflation eased over the past year while remaining elevated. Fed Chair Powell signaled that the federal funds rate is likely at or near its peak. The Summary of Economic Projections reflected Core PCE inflation reaching the target 2% level in 2026 without a significant increase in unemployment. The median forecast for the federal funds rate declined to 4.6%, implying three quarter-point cuts next year, four in 2025 and three in 2026, placing the federal funds target rate around 2.9% at the end of the forecast horizon. The market interpreted the statement as dovish, with futures contracts pricing in rate cuts sooner and more aggressively than the Fed's forecasts next year. We believe the FOMC will loosen monetary policy in mid-2024 as inflation and economic growth continue to moderate. Since the Fed began its Quantitative Tightening campaign in June 2022, securities holdings have declined by over \$1.2T to approximately \$7.8T.

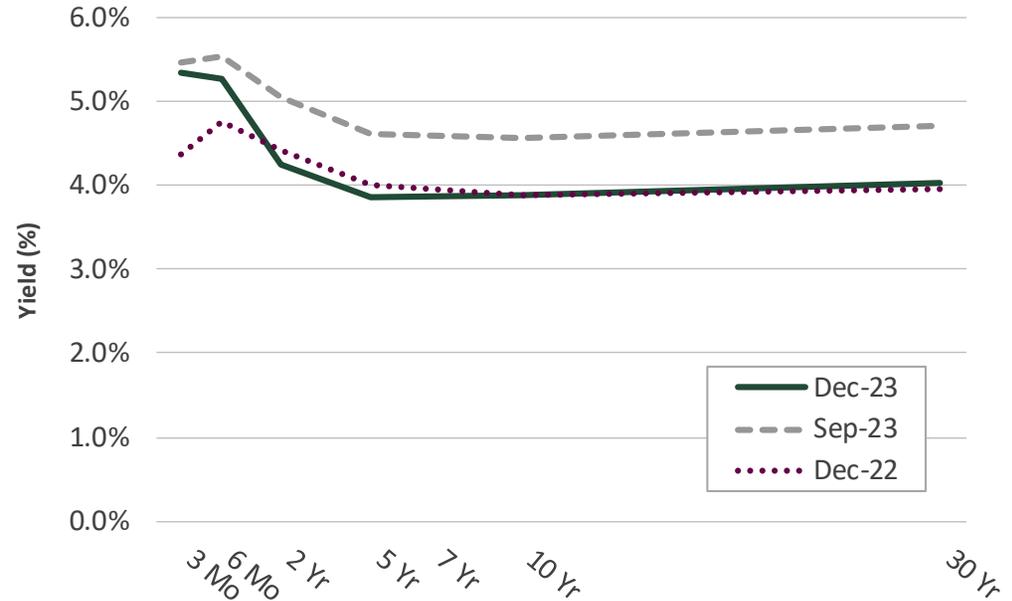
Bond Yields

US Treasury Note Yields



Source: Bloomberg

US Treasury Yield Curve



Source: Bloomberg

At the end of December, the 2-year Treasury yield was 18 basis points lower, and the 10-Year Treasury yield was flat, year-over-year. The inversion between the 2-year Treasury yield and 10-year Treasury yield widened to -37 basis points at December month-end versus -35 basis points at November month-end. The average historical spread (since 2003) is about +130 basis points. The inversion between 3-month and 10-year Treasuries widened to -146 basis points in December from -107 basis points in November. The shape of the yield curve indicates that the probability of recession persists.

Periodic Table of Asset Class Returns

As of December 31, 2023

2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	YTD 2023
US Small Cap Stocks 39.1%	US Real Estate 30.4%	US Real Estate 2.5%	US Small Cap Stocks 20.4%	Emerging Market Stocks 37.3%	International Bonds 3.2%	US Large Cap Stocks 31.5%	US Mid Cap Stocks 19.8%	US Real Estate 43.1%	Diversified Commodities 26.0%	US Large Cap Stocks 26.3%
US Mid Cap Stocks 36.3%	US Large Cap Stocks 13.7%	US Large Cap Stocks 1.4%	US High Yield Bonds 17.5%	International Stocks 25.0%	US Core Bonds 0.0%	US Mid Cap Stocks 30.6%	US Small Cap Stocks 19.2%	Diversified Commodities 40.4%	US High Yield Bonds -11.2%	US Small Cap Stocks 19.1%
US Large Cap Stocks 32.4%	US Mid Cap Stocks 13.4%	International Bonds 1.3%	US Mid Cap Stocks 12.6%	US Large Cap Stocks 21.8%	US High Yield Bonds -2.3%	US Small Cap Stocks 25.9%	US Large Cap Stocks 18.4%	US Large Cap Stocks 28.7%	International Bonds -12.7%	International Stocks 18.2%
International Stocks 22.8%	International Bonds 9.1%	US Core Bonds 0.6%	US Large Cap Stocks 12.0%	US Mid Cap Stocks 20.3%	US Large Cap Stocks -4.4%	US Real Estate 25.8%	Emerging Market Stocks 18.3%	US Mid Cap Stocks 24.0%	US Core Bonds -13.3%	US Mid Cap Stocks 14.5%
US High Yield Bonds 7.4%	US Core Bonds 6.4%	US Mid Cap Stocks -0.6%	Diversified Commodities 11.4%	International Real Estate 20.0%	US Real Estate -4.6%	International Stocks 22.0%	International Stocks 7.8%	US Small Cap Stocks 21.1%	International Stocks -14.5%	US Real Estate 13.7%
International Real Estate 5.8%	US Small Cap Stocks 6.1%	International Stocks -0.8%	Emerging Market Stocks 11.2%	US Small Cap Stocks 15.2%	International Real Estate -6.4%	International Real Estate 21.0%	US Core Bonds 7.6%	International Stocks 11.3%	US Mid Cap Stocks -16.9%	US High Yield Bonds 13.5%
US Real Estate 2.5%	International Real Estate 2.8%	International Real Estate -3.8%	US Real Estate 8.6%	US High Yield Bonds 7.5%	US Mid Cap Stocks -8.1%	Emerging Market Stocks 18.4%	US High Yield Bonds 6.2%	International Real Estate 8.1%	US Small Cap Stocks -17.8%	Emerging Market Stocks 9.8%
International Bonds 1.8%	US High Yield Bonds 2.5%	US Small Cap Stocks -4.1%	International Bonds 4.9%	Diversified Commodities 5.8%	US Small Cap Stocks -11.0%	Diversified Commodities 17.6%	International Bonds 4.7%	US High Yield Bonds 5.4%	US Large Cap Stocks -18.1%	International Bonds 8.7%
Diversified Commodities -1.2%	Emerging Market Stocks -2.2%	High Yield Bonds -4.6%	US Core Bonds 2.6%	US Real Estate 5.1%	International Stocks -13.8%	US High Yield Bonds 14.4%	International Real Estate -7.1%	US Core Bonds -1.6%	Emerging Market Stocks -20.1%	International Real Estate 6.3%
US Core Bonds -2.3%	International Stocks -4.9%	Emerging Market Stocks -14.9%	International Real Estate 1.3%	US Core Bonds 3.6%	Diversified Commodities -13.8%	US Core Bonds 9.0%	US Real Estate -7.6%	International Bonds -2.1%	International Real Estate -24.3%	US Core Bonds 5.4%
Emerging Market Stocks -2.6%	Diversified Commodities -33.1%	Diversified Commodities -32.9%	International Stocks 1.0%	International Bonds 2.6%	Emerging Market Stocks -14.6%	International Bonds 8.1%	Diversified Commodities -23.7%	Emerging Market Stocks -2.5%	US Real Estate -24.5%	Diversified Commodities -4.3%

Index returns as of 12/31/2023. Past performance is not indicative of future results. Index returns assume reinvestment of all distributions and do not reflect fees or expenses. It is not possible to invest directly in an index. This information is not intended to constitute an offer, solicitation, recommendation, or advice regarding securities or investment strategy. Please see attached Asset Class Disclosure.

Section 2 | Account Profile

Investment Objectives

The City of Cupertino's investment objectives, in order of priority, are to provide safety to ensure the preservation of capital in the overall portfolio, provide sufficient liquidity for cash needs and a market rate of return consistent with the investment program.

Chandler Asset Management Performance Objective

The performance objective for the portfolio is to earn a total rate of return through a market cycle that is equal to or above the return on the benchmark index.

Strategy

In order to achieve these objectives, the portfolio invests in high quality fixed incomes securities consistent with the investment policy and California Government Code.

Portfolio Summary – City of Cupertino #10659

As of December 31, 2023

PORTFOLIO CHARACTERISTICS

Average Modified Duration	1.76
Average Coupon	2.17%
Average Purchase YTM	2.19%
Average Market YTM	4.69%
Average S&P/Moody Rating	AA/Aa1
Average Final Maturity	2.10 yrs
Average Life	1.86 yrs

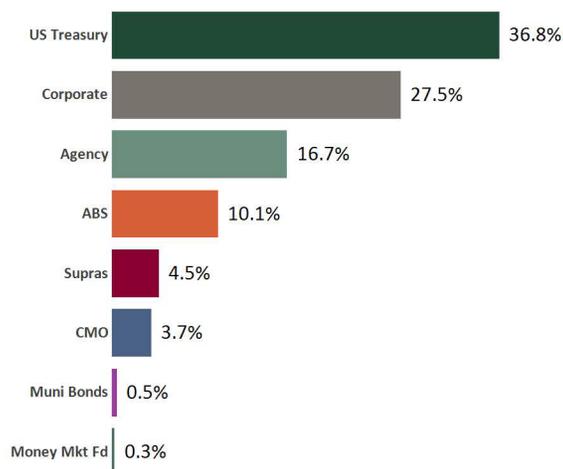
ACCOUNT SUMMARY

	Beg. Values as of 11/30/23	End Values as of 12/31/23
Market Value	151,573,657	153,316,446
Accrued Interest	651,864	642,119
Total Market Value	152,225,522	153,958,566
Income Earned	273,964	292,526
Cont/WD		-9,233
Par	158,544,817	158,767,712
Book Value	158,183,794	158,476,831
Cost Value	158,297,260	158,610,646

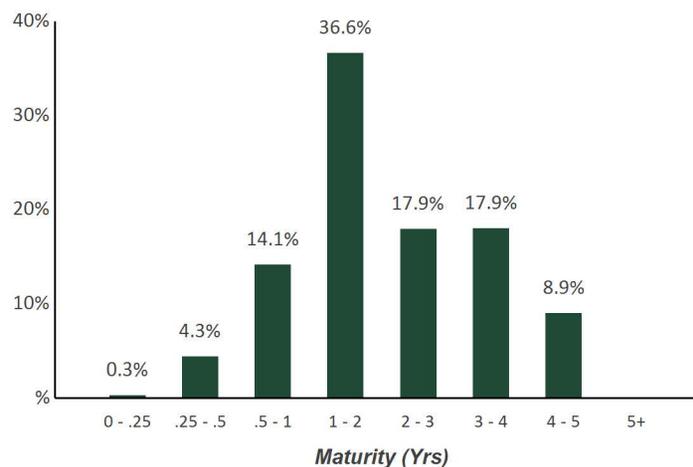
TOP ISSUERS

Government of United States	36.8%
Federal National Mortgage Assoc	8.8%
Federal Home Loan Mortgage Corp	7.5%
Federal Home Loan Bank	2.3%
Federal Farm Credit Bank	1.9%
American Express ABS	1.8%
Royal Bank of Canada	1.6%
Toyota Motor Corp	1.6%
Total	62.3%

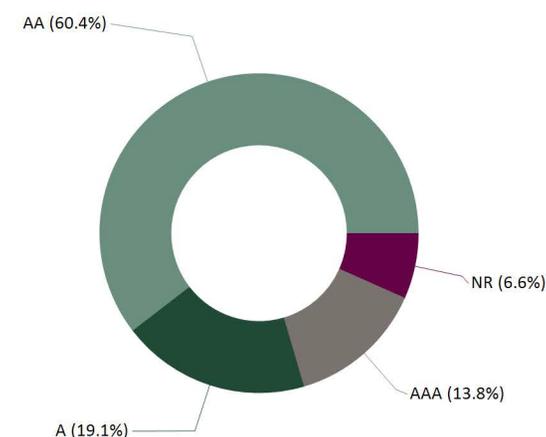
SECTOR ALLOCATION



MATURITY DISTRIBUTION



CREDIT QUALITY (S&P)



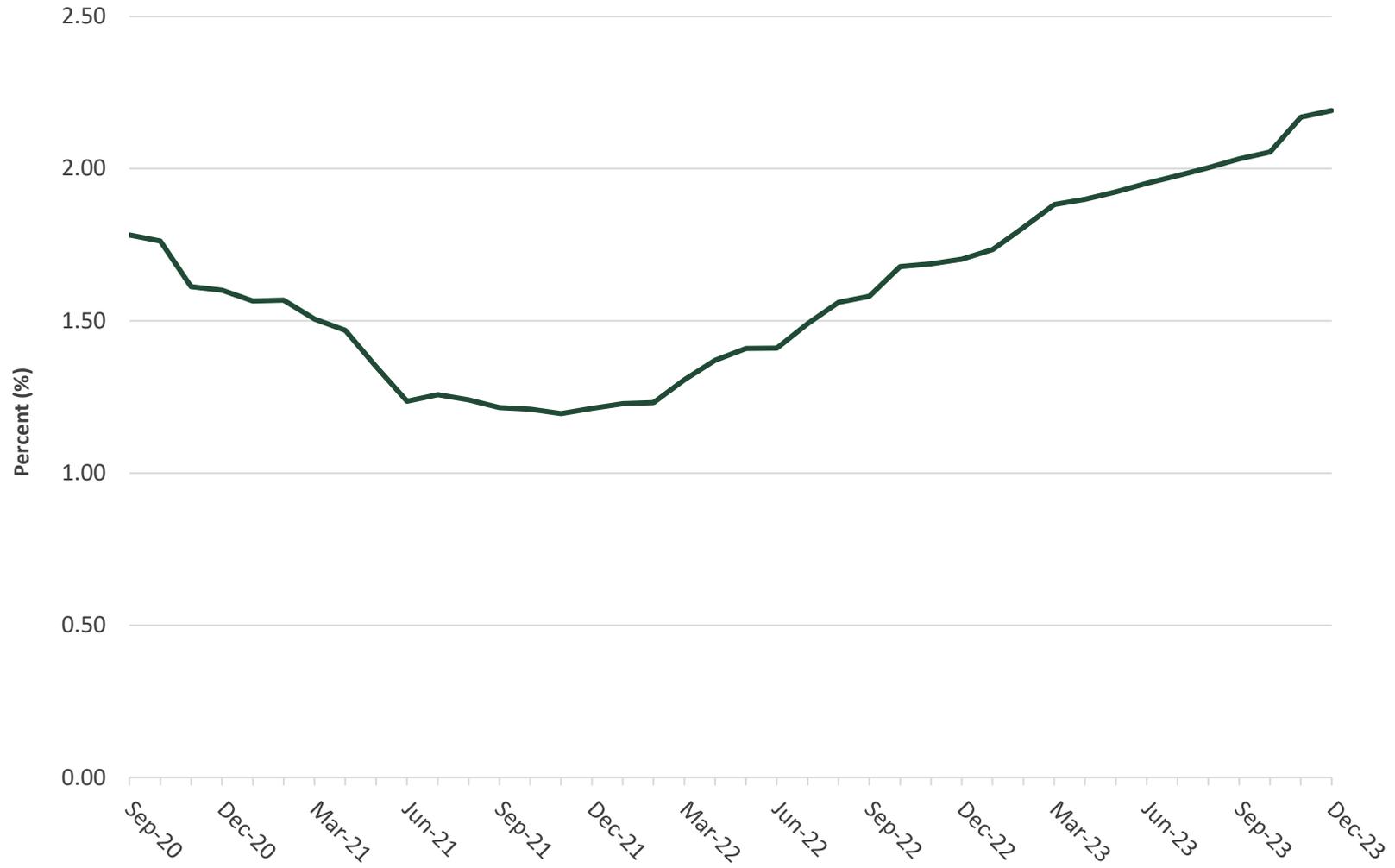
PERFORMANCE REVIEW

TOTAL RATE OF RETURN	1M	3M	YTD	1YR	Annualized				
					2YRS	3YRS	5YRS	10YRS	1/31/2019
City of Cupertino	1.16%	2.60%	4.62%	4.62%	-0.30%	-0.50%	N/A	N/A	1.32%
ICE BofA 1-3 Yr US Treasury & Agency Index	1.12%	2.49%	4.28%	4.28%	0.23%	-0.03%	N/A	N/A	1.26%

Historical Average Purchase Yield

As of December 31, 2023

City of Cupertino
Purchase Yield as of 12/31/23 = 2.19%





Section 3 | Portfolio Holdings

City of Cupertino – Account #10659

Issue Name	Investment Type	% Portfolio
Government of United States	US Treasury	36.84%
Federal National Mortgage Association	Agency	8.76%
Federal Home Loan Mortgage Corp	Agency	3.77%
Federal Home Loan Mortgage Corp	CMO	3.73%
Federal Home Loan Bank	Agency	2.26%
Federal Farm Credit Bank	Agency	1.87%
American Express ABS	ABS	1.85%
Royal Bank of Canada	Corporate	1.64%
Toyota Motor Corp	Corporate	1.60%
John Deere ABS	ABS	1.57%
JP Morgan Chase & Co	Corporate	1.54%
Bank of America Corp	Corporate	1.53%
International Finance Corp	Supranational	1.53%
Bank of New York	Corporate	1.52%
Inter-American Dev Bank	Supranational	1.48%
Intl Bank Recon and Development	Supranational	1.45%
Toronto Dominion Holdings	Corporate	1.40%
Hyundai Auto Receivables	ABS	1.30%
Northwestern Mutual Glbl	Corporate	1.28%
Paccar Financial	Corporate	1.23%
Honda ABS	ABS	1.23%
Toyota ABS	ABS	1.16%
Bank of Montreal Chicago	Corporate	1.16%
Amazon.com Inc	Corporate	1.13%
Metlife Inc	Corporate	1.12%
Salesforce.com Inc	Corporate	1.12%
Prudential Financial Inc	Corporate	1.10%
Air Products & Chemicals	Corporate	1.09%
Morgan Stanley	Corporate	1.08%
New York Life Global Funding	Corporate	1.06%
United Health Group Inc	Corporate	1.05%
Berkshire Hathaway	Corporate	1.00%
Guardian Life Global Funding	Corporate	0.84%
US Bancorp	Corporate	0.81%
Mercedes-Benz	ABS	0.74%
Caterpillar Inc	Corporate	0.70%
MasterCard Inc	Corporate	0.64%
Mass Mutual Insurance	Corporate	0.60%

City of Cupertino – Account #10659

Issue Name	Investment Type	% Portfolio
Charles Schwab Corp/The	Corporate	0.59%
GM Financial Securitized Term Auto Trust	ABS	0.56%
State of California	Municipal Bonds	0.48%
Toyota Lease Owner Trust	ABS	0.45%
Northern Trust Corp	Corporate	0.43%
Verizon Master Trust	ABS	0.37%
BMW ABS	ABS	0.33%
GM Financial Automobile Leasing Trust	ABS	0.30%
Wells Fargo 100% Treasury MMKT Fund	Money Market Fund	0.27%
Wal-Mart Stores	Corporate	0.21%
Hyundai Auto Lease Securitization	ABS	0.15%
BMW Vehicle Lease Trust	ABS	0.08%
TOTAL		100.00%

Holdings Report

As of December 31, 2023

City of Cupertino - Account #10659

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
ABS									
43813KAC6	Honda Auto Receivables Trust 2020-3 A3 0.370% Due 10/18/2024	11,635.70	09/22/2020 0.38%	11,633.99 11,635.70	99.73 7.04%	11,603.98 1.55	0.01% (31.72)	NR / AAA AAA	0.80 0.04
44891WAC3	Hyundai Auto Lease Trust 2022-A A3 1.160% Due 01/15/2025	225,391.76	01/11/2022 1.16%	225,386.79 225,391.12	99.35 5.93%	223,929.19 116.20	0.15% (1,461.93)	Aaa / AAA NR	1.04 0.13
89238LAC4	Toyota Lease Owner Trust 2022-A A3 1.960% Due 02/20/2025	697,356.13	02/23/2022 1.98%	697,246.36 697,333.86	99.26 5.68%	692,178.96 417.64	0.45% (5,154.90)	NR / AAA AAA	1.14 0.20
36265MAC9	GM Financial Auto Lease Trust 2022-1 A3 1.900% Due 03/20/2025	468,695.25	02/15/2022 1.91%	468,691.21 468,694.69	99.37 5.69%	465,733.10 272.10	0.30% (2,961.59)	Aaa / NR AAA	1.22 0.17
05601XAC3	BMW Vehicle Lease Trust 2022-1 A3 1.100% Due 03/25/2025	117,001.40	01/11/2022 1.11%	116,983.91 116,999.55	99.43 6.24%	116,337.42 21.45	0.08% (662.13)	NR / AAA AAA	1.23 0.11
43813GAC5	Honda Auto Receivables Trust 2021-1 A3 0.270% Due 04/21/2025	49,061.52	02/17/2021 0.27%	49,060.62 49,061.46	98.79 6.20%	48,465.82 3.68	0.03% (595.64)	Aaa / NR AAA	1.31 0.20
89240BAC2	Toyota Auto Receivables Owners 2021-A A3 0.260% Due 05/15/2025	187,097.99	02/02/2021 0.27%	187,063.27 187,095.72	98.89 6.00%	185,027.00 21.62	0.12% (2,068.72)	Aaa / NR AAA	1.37 0.19
44933LAC7	Hyundai Auto Receivables Trust 2021-A A3 0.380% Due 09/15/2025	148,939.13	04/20/2021 0.38%	148,923.46 148,937.23	98.59 5.75%	146,831.79 25.15	0.10% (2,105.44)	NR / AAA AAA	1.71 0.26
43815GAC3	Honda Auto Receivables Trust 2021-4 A3 0.880% Due 01/21/2026	320,414.02	11/16/2021 0.89%	320,346.47 320,390.25	97.04 5.75%	310,915.03 78.32	0.20% (9,475.22)	Aaa / NR AAA	2.06 0.61
47789QAC4	John Deere Owner Trust 2021-B A3 0.520% Due 03/16/2026	353,397.32	07/13/2021 0.52%	353,365.80 353,386.94	97.29 5.63%	343,826.26 81.67	0.22% (9,560.68)	Aaa / NR AAA	2.21 0.53
89238JAC9	Toyota Auto Receivables Trust 2021-D A3 0.710% Due 04/15/2026	304,187.35	11/09/2021 0.71%	304,180.86 304,185.10	97.03 5.67%	295,156.03 95.99	0.19% (9,029.07)	NR / AAA AAA	2.29 0.60
43815BAC4	Honda Auto Receivables Trust 2022-1 A3 1.880% Due 05/15/2026	722,168.70	02/15/2022 1.89%	722,060.08 722,122.56	97.33 5.61%	702,901.95 603.41	0.46% (19,220.61)	Aaa / AAA NR	2.37 0.71
44935FAD6	Hyundai Auto Receivables Trust 2021-C A3 0.740% Due 05/15/2026	918,383.73	Various 2.03%	895,162.89 909,818.85	97.28 5.70%	893,447.76 302.04	0.58% (16,371.09)	NR / AAA AAA	2.37 0.55
05602RAD3	BMW Vehicle Owner Trust 2022-A A3 3.210% Due 08/25/2026	517,431.97	05/10/2022 3.23%	517,405.06 517,419.13	98.59 5.24%	510,127.90 276.83	0.33% (7,291.23)	Aaa / AAA NR	2.65 0.70
362554AC1	GM Financial Securitized Term 2021-4 A3 0.680% Due 09/16/2026	252,152.27	10/13/2021 0.68%	252,145.84 252,149.99	96.65 5.81%	243,699.62 71.44	0.16% (8,450.37)	Aaa / AAA NR	2.71 0.65
47787JAC2	John Deere Owner Trust 2022-A A3 2.320% Due 09/16/2026	380,268.74	03/10/2022 2.34%	380,184.62 380,227.77	97.77 5.39%	371,775.06 392.10	0.24% (8,452.71)	Aaa / NR AAA	2.71 0.73
448977AD0	Hyundai Auto Receivables Trust 2022-A A3 2.220% Due 10/15/2026	980,803.64	03/09/2022 2.23%	980,765.88 980,786.75	97.72 5.40%	958,485.45 967.73	0.62% (22,301.30)	NR / AAA AAA	2.79 0.72

Holdings Report

As of December 31, 2023

City of Cupertino - Account #10659

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
380146AC4	GM Financial Auto Receivables 2022-1 A3 1.260% Due 11/16/2026	246,016.07	01/11/2022 1.27%	245,994.68 246,007.24	97.07 5.49%	238,810.02 129.16	0.16% (7,197.22)	NR / AAA AAA	2.88 0.69
362585AC5	GM Financial Securitized ART 2022-2 A3 3.100% Due 02/16/2027	390,000.00	04/05/2022 3.13%	389,918.49 389,959.38	98.06 5.34%	382,426.59 503.75	0.25% (7,532.79)	Aaa / AAA NR	3.13 0.88
47800AAC4	John Deere Owner Trust 2022-B A3 3.740% Due 02/16/2027	655,000.00	07/12/2022 3.77%	654,937.45 654,962.83	98.38 5.27%	644,405.37 1,088.76	0.42% (10,557.46)	Aaa / NR AAA	3.13 1.08
02589BAA8	American Express Credit Accoun 22-1 A 2.210% Due 03/15/2027	1,545,000.00	03/21/2022 2.69%	1,524,359.77 1,536,671.82	96.73 5.07%	1,494,517.13 1,517.53	0.97% (42,154.69)	Aaa / NR AAA	3.21 1.15
02582JIT8	American Express Credit Trust 2022-2 A 3.390% Due 05/17/2027	1,375,000.00	05/17/2022 3.42%	1,374,695.85 1,374,860.10	97.95 4.99%	1,346,866.13 2,071.67	0.88% (27,993.97)	NR / AAA AAA	3.38 1.30
47800BAC2	John Deere Owner Trust 2022-C A3 5.090% Due 06/15/2027	1,050,000.00	10/12/2022 5.15%	1,049,918.52 1,049,945.31	99.99 5.15%	1,049,918.10 2,375.33	0.68% (27.21)	Aaa / NR AAA	3.46 1.30
92348KAV5	Verizon Master Trust 2022-5 A1A 3.720% Due 07/20/2027	570,000.00	08/02/2022 3.75%	569,974.92 569,987.50	99.90 4.58%	569,443.11 647.90	0.37% (544.39)	NR / AAA AAA	3.55 0.62
89231FAD2	Toyota Auto Recievables Owner 2023-C A3 5.160% Due 04/17/2028	1,300,000.00	11/21/2023 5.65%	1,294,718.75 1,295,139.48	100.71 4.87%	1,309,189.70 2,981.33	0.85% 14,050.22	NR / AAA AAA	4.30 2.01
438123AC5	Honda Auto Receivables OT 2023-4 A3 5.670% Due 06/21/2028	805,000.00	Various 5.63%	806,992.67 806,911.22	102.09 3.84%	821,820.48 1,267.88	0.53% 14,909.26	Aaa / NR AAA	4.48 1.09
58769FAC9	Mercedes-Benz Auto Receivables 2023-2 A3 5.950% Due 11/15/2028	1,100,000.00	11/29/2023 3.88%	1,123,289.06 1,121,979.63	102.82 4.68%	1,131,072.80 2,908.89	0.74% 9,093.17	NR / AAA AAA	4.88 2.08
TOTAL ABS		15,690,402.69	3.07%	15,665,407.27 15,692,061.18	5.19%	15,508,911.75 19,241.12	10.09% (183,149.43)	Aaa / AAA AAA	3.07 1.01
Agency									
3130A1XJ2	FHLB Note 2.875% Due 06/14/2024	1,500,000.00	06/18/2019 1.96%	1,564,890.20 1,505,876.44	98.93 5.29%	1,483,933.51 2,036.46	0.97% (21,942.93)	Aaa / AA+ NR	0.45 0.44
3135G0V75	FNMA Note 1.750% Due 07/02/2024	1,500,000.00	07/16/2019 1.96%	1,484,895.00 1,498,474.50	98.33 5.15%	1,474,981.50 13,052.08	0.97% (23,493.00)	Aaa / AA+ AA+	0.50 0.49
3130A2UW4	FHLB Note 2.875% Due 09/13/2024	2,000,000.00	09/13/2019 1.79%	2,103,380.00 2,014,509.47	98.60 4.93%	1,971,924.00 17,250.00	1.29% (42,585.47)	Aaa / AA+ NR	0.70 0.68
3135G0W66	FNMA Note 1.625% Due 10/15/2024	1,975,000.00	Various 1.73%	1,965,802.75 1,973,508.43	97.45 4.96%	1,924,677.00 6,775.35	1.25% (48,831.43)	Aaa / AA+ AA+	0.79 0.77
3135G0X24	FNMA Note 1.625% Due 01/07/2025	1,295,000.00	Various 1.38%	1,309,953.95 1,298,162.80	96.90 4.78%	1,254,867.95 10,171.14	0.82% (43,294.85)	Aaa / AA+ AA+	1.02 0.98
3137EAEP0	FHLMC Note 1.500% Due 02/12/2025	2,365,000.00	02/13/2020 1.52%	2,363,178.95 2,364,592.88	96.54 4.72%	2,283,192.28 13,697.29	1.49% (81,400.60)	Aaa / AA+ AA+	1.12 1.08

Holdings Report

As of December 31, 2023

City of Cupertino - Account #10659

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
3135G03U5	FNMA Note 0.625% Due 04/22/2025	1,860,000.00	04/22/2020 0.67%	1,856,168.40 1,858,997.99	95.08 4.54%	1,768,450.80 2,228.13	1.15% (90,547.19)	Aaa / AA+ AA+	1.31 1.27
3135G04Z3	FNMA Note 0.500% Due 06/17/2025	2,500,000.00	Various 0.50%	2,499,227.30 2,499,835.89	94.36 4.53%	2,359,087.50 486.11	1.53% (140,748.39)	Aaa / AA+ AA+	1.46 1.42
3137EAEU9	FHLMC Note 0.375% Due 07/21/2025	1,250,000.00	07/21/2020 0.48%	1,243,775.00 1,248,064.93	93.97 4.43%	1,174,660.00 2,083.33	0.76% (73,404.93)	Aaa / AA+ AA+	1.56 1.52
3135G05X7	FNMA Note 0.375% Due 08/25/2025	2,500,000.00	Various 0.48%	2,487,983.75 2,495,919.81	93.49 4.51%	2,337,292.50 3,281.25	1.52% (158,627.31)	Aaa / AA+ AA+	1.65 1.61
3137EAEX3	FHLMC Note 0.375% Due 09/23/2025	2,500,000.00	Various 0.46%	2,489,362.80 2,496,243.14	93.33 4.43%	2,333,320.00 2,552.08	1.52% (162,923.14)	Aaa / AA+ AA+	1.73 1.68
3135G06G3	FNMA Note 0.500% Due 11/07/2025	2,500,000.00	Various 0.56%	2,492,700.00 2,497,289.27	93.15 4.40%	2,328,627.50 1,875.00	1.51% (168,661.77)	Aaa / AA+ AA+	1.85 1.80
3133EPC60	FFCB Note 4.625% Due 11/15/2027	2,800,000.00	11/09/2023 4.73%	2,789,612.00 2,789,946.18	102.24 3.99%	2,862,776.00 16,547.22	1.87% 72,829.82	Aaa / AA+ AA+	3.88 3.50
TOTAL Agency		26,545,000.00	1.44%	26,541,421.73	4.62%	25,557,790.54 92,035.44	16.66% (983,631.19)	Aaa / AA+ AA+	1.53 1.45
CMO									
3137BFE98	FHLMC K041 A2 3.171% Due 10/25/2024	1,286,114.81	07/01/2021 0.72%	1,383,477.73 1,308,684.56	98.31 5.31%	1,264,339.60 3,398.56	0.82% (44,344.96)	Aaa / AAA AAA	0.82 0.70
3137BLMZ8	FHLMC K049 A2 3.010% Due 07/25/2025	1,000,000.00	07/01/2021 0.87%	1,079,687.50 1,029,958.12	97.24 4.90%	972,417.33 2,508.33	0.63% (57,540.79)	NR / NR AAA	1.57 1.38
3137BLW95	FHLMC K050 A2 3.334% Due 08/25/2025	950,000.00	11/16/2021 1.17%	1,018,132.81 979,149.34	97.76 4.78%	928,717.22 2,639.42	0.60% (50,432.12)	NR / NR AAA	1.65 1.43
3137BM7C4	FHLMC K051 A2 3.308% Due 09/25/2025	440,000.00	03/15/2022 2.21%	453,079.69 446,306.83	97.54 4.82%	429,182.60 1,212.93	0.28% (17,124.23)	NR / NR AAA	1.74 1.51
3137BN6G4	FHLMC K053 2.995% Due 12/25/2025	570,000.00	03/15/2022 2.29%	582,001.17 576,305.40	96.85 4.74%	552,049.01 1,422.63	0.36% (24,256.39)	NR / NR AAA	1.99 1.73
3137BSP72	FHLMC K058 A2 2.653% Due 08/25/2026	650,000.00	11/12/2021 1.35%	687,451.17 670,556.72	95.42 4.49%	620,209.20 1,437.04	0.40% (50,347.52)	NR / NR AAA	2.65 2.46
3137FBBX3	FHLMC K068 A2 3.244% Due 08/25/2027	1,000,000.00	09/28/2022 4.41%	950,664.06 963,396.82	96.15 4.39%	961,467.00 2,703.33	0.63% (1,929.82)	Aaa / NR NR	3.65 3.31
TOTAL CMO		5,896,114.81	1.75%	6,154,494.13 5,974,357.79	4.82%	5,728,381.96 15,322.24	3.73% (245,975.83)	Aaa / AAA AAA	1.94 1.72

City of Cupertino - Account #10659

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
Corporate									
89114QCA4	Toronto Dominion Bank Note 2.650% Due 06/12/2024	1,500,000.00	09/11/2019 2.24%	1,527,255.00 1,502,562.03	98.75 5.51%	1,481,220.00 2,097.92	0.96% (21,342.03)	A1 / A AA-	0.45 0.44
06367TQW3	Bank of Montreal Note 0.625% Due 07/09/2024	600,000.00	02/09/2022 1.89%	582,216.00 596,155.90	97.56 5.44%	585,334.20 1,791.67	0.38% (10,821.70)	A2 / A- AA-	0.52 0.51
79466LAG9	Salesforce.com Inc Callable Note Cont 7/15/2022 0.625% Due 07/15/2024	1,760,000.00	Various 0.87%	1,748,937.40 1,757,735.47	97.48 5.43%	1,715,633.92 5,072.23	1.12% (42,101.55)	A2 / A+ NR	0.54 0.52
78013XZU5	Royal Bank of Canada Note 2.550% Due 07/16/2024	1,500,000.00	Various 1.99%	1,533,359.18 1,504,373.40	98.47 5.45%	1,477,053.00 17,531.26	0.97% (27,320.40)	A1 / A AA-	0.54 0.52
91159HHX1	US Bancorp Callable Note Cont 6/28/2024 2.400% Due 07/30/2024	1,250,000.00	10/10/2019 2.07%	1,268,262.50 1,251,902.79	98.27 5.45%	1,228,391.25 12,583.33	0.81% (23,511.54)	A3 / A A	0.58 0.56
009158AV8	Air Products & Chemicals Callable Note Cont 4/30/2024 3.350% Due 07/31/2024	1,675,000.00	08/07/2019 2.07%	1,771,212.00 1,681,689.13	98.71 5.62%	1,653,395.85 23,536.08	1.09% (28,293.28)	A2 / A NR	0.58 0.56
69371RR40	Paccar Financial Corp Note 0.500% Due 08/09/2024	680,000.00	08/03/2021 0.52%	679,632.80 679,925.96	97.06 5.50%	660,018.20 1,341.11	0.43% (19,907.76)	A1 / A+ NR	0.61 0.59
69371RQ25	Paccar Financial Corp Note 2.150% Due 08/15/2024	370,000.00	08/08/2019 2.20%	369,182.30 369,898.40	98.00 5.46%	362,599.63 3,005.22	0.24% (7,298.77)	A1 / A+ NR	0.62 0.60
14913Q3B3	Caterpillar Finl Service Note 2.150% Due 11/08/2024	1,100,000.00	01/28/2020 1.92%	1,111,517.00 1,102,060.38	97.51 5.17%	1,072,601.20 3,481.81	0.70% (29,459.18)	A2 / A A+	0.86 0.83
74153WCQ0	Pricoa Global Funding Note 1.150% Due 12/06/2024	885,000.00	12/01/2021 1.19%	884,088.45 884,716.70	96.12 5.48%	850,667.31 706.77	0.55% (34,049.39)	Aa3 / AA- AA-	0.93 0.90
89114TZL9	Toronto-Dominion Bank Note 1.450% Due 01/10/2025	700,000.00	03/15/2022 2.79%	674,737.00 690,802.31	96.37 5.13%	674,577.40 4,821.25	0.44% (16,224.91)	A1 / A NR	1.03 0.99
89236TJT3	Toyota Motor Credit Corp Note 1.450% Due 01/13/2025	1,215,000.00	01/10/2022 1.50%	1,213,371.90 1,214,438.48	96.50 4.96%	1,172,515.10 8,221.50	0.77% (41,923.38)	A1 / A+ A+	1.04 1.00
64952WEK5	New York Life Global Note 1.450% Due 01/14/2025	1,680,000.00	01/11/2022 1.49%	1,678,185.60 1,679,372.58	96.30 5.16%	1,617,905.52 11,300.33	1.06% (61,467.06)	Aaa / AA+ AAA	1.04 1.00
69371RR73	Paccar Financial Corp Note 2.850% Due 04/07/2025	885,000.00	03/31/2022 2.86%	884,769.90 884,903.01	97.72 4.72%	864,823.77 5,885.25	0.57% (20,079.24)	A1 / A+ NR	1.27 1.22
78016EZ59	Royal Bank of Canada Note 3.375% Due 04/14/2025	1,050,000.00	04/07/2022 3.39%	1,049,611.50 1,049,833.75	97.96 5.02%	1,028,629.35 7,579.69	0.67% (21,204.40)	A1 / A AA-	1.29 1.23
06406RBC0	Bank of NY Mellon Corp Callable Note Cont 3/25/2025 3.350% Due 04/25/2025	1,370,000.00	04/19/2022 3.35%	1,369,808.20 1,369,915.92	97.68 5.19%	1,338,181.75 8,414.08	0.87% (31,734.17)	A1 / A AA-	1.32 1.26

Holdings Report

As of December 31, 2023

City of Cupertino - Account #10659

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
06367WB85	Bank of Montreal Note 1.850% Due 05/01/2025	1,240,000.00	07/23/2021 0.85%	1,285,656.80 1,256,149.35	95.88 5.09%	1,188,856.20 3,823.33	0.77% (67,293.15)	A2 / A- AA-	1.33 1.29
46647PCH7	JP Morgan Chase & Co Callable Note Cont 6/1/2024 0.824% Due 06/01/2025	1,370,000.00	05/24/2021 0.78%	1,371,773.90 1,370,246.01	97.86 6.00%	1,340,665.56 940.73	0.87% (29,580.45)	A1 / A- AA-	1.42 1.28
46647PCK0	JP Morgan Chase & Co Callable Note Cont 6/23/2024 0.969% Due 06/23/2025	655,000.00	Various 0.95%	655,406.85 655,064.65	97.66 5.97%	639,684.14 141.05	0.42% (15,380.51)	A1 / A- AA-	1.48 0.47
66815L2J7	Northwestern Mutual Gbl Note 4.000% Due 07/01/2025	1,170,000.00	06/27/2022 4.01%	1,169,602.20 1,169,801.46	99.09 4.64%	1,159,310.88 23,400.00	0.77% (10,490.58)	Aaa / AA+ AAA	1.50 1.41
74153WCM9	Pricoa Global Funding Note 0.800% Due 09/01/2025	904,000.00	04/06/2022 3.26%	832,972.72 869,172.61	93.35 5.01%	843,855.07 2,410.67	0.55% (25,317.54)	Aa3 / AA- AA-	1.67 1.61
06406HCQ0	Bank of New York Callable Note Cont 10/18/2025 3.950% Due 11/18/2025	1,000,000.00	04/05/2022 3.20%	1,024,910.00 1,012,667.41	98.24 4.93%	982,411.00 4,718.06	0.64% (30,256.41)	A1 / A AA-	1.88 1.78
40139LBC6	Guardian Life Glob Fun Note 0.875% Due 12/10/2025	1,400,000.00	Various 1.12%	1,385,860.00 1,393,435.82	92.52 4.96%	1,295,336.00 714.58	0.84% (98,099.82)	Aa1 / AA+ NR	1.95 1.88
66815L2A6	Northwestern Mutual Gbl Note 0.800% Due 01/14/2026	850,000.00	12/06/2021 1.47%	827,449.50 838,800.02	92.46 4.73%	785,881.95 3,154.44	0.51% (52,918.07)	Aaa / AA+ AAA	2.04 1.97
06051GHY8	Bank of America Corp Callable Note Cont 2/13/2025 2.015% Due 02/13/2026	600,000.00	05/24/2021 1.05%	620,988.00 606,316.48	96.09 5.66%	576,549.60 4,634.50	0.38% (29,766.88)	A1 / A- AA-	2.12 1.07
46647PBK1	JP Morgan Chase & Co Callable Note Cont 4/22/2025 2.083% Due 04/22/2026	401,000.00	05/20/2021 1.11%	415,969.33 405,996.76	95.78 5.45%	384,097.45 1,600.96	0.25% (21,899.31)	A1 / A- AA-	2.31 1.26
6174468Q5	Morgan Stanley Callable Note Cont 4/28/2025 2.188% Due 04/28/2026	650,000.00	05/23/2022 4.95%	615,699.50 629,716.30	96.07 5.29%	624,425.75 2,488.85	0.41% (5,290.55)	A1 / A- A+	2.33 1.28
023135BX3	Amazon.com Inc Callable Note Cont 4/12/2026 1.000% Due 05/12/2026	1,875,000.00	05/10/2021 1.09%	1,866,900.00 1,871,176.23	92.38 4.43%	1,732,050.00 2,552.08	1.13% (139,126.23)	A1 / AA AA-	2.36 2.29
91324PEC2	United Health Group Inc Callable Note Cont 4/15/2026 1.150% Due 05/15/2026	1,035,000.00	Various 1.38%	1,025,051.35 1,029,644.09	92.57 4.49%	958,122.27 1,520.88	0.62% (71,521.82)	A2 / A+ A	2.37 2.29
89236TJK2	Toyota Motor Credit Corp Note 1.125% Due 06/18/2026	1,385,000.00	06/15/2021 1.13%	1,384,390.60 1,384,699.97	92.34 4.44%	1,278,902.08 562.66	0.83% (105,797.89)	A1 / A+ A+	2.47 2.38

Holdings Report

As of December 31, 2023

City of Cupertino - Account #10659

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
06051GJD2	Bank of America Corp Callable Note Cont 6/19/2025 1.319% Due 06/19/2026	700,000.00	07/16/2021 1.27%	701,274.00 700,476.64	94.11 5.54%	658,791.70 307.77	0.43% (41,684.94)	A1 / A- AA-	2.47 1.42
57629WDE7	Mass Mutual Global funding Note 1.200% Due 07/16/2026	1,000,000.00	08/19/2021 1.15%	1,002,230.00 1,001,156.16	91.29 4.89%	912,891.00 5,500.00	0.60% (88,265.16)	Aa3 / AA+ AA+	2.54 2.43
58989V2D5	Met Tower Global Funding Note 1.250% Due 09/14/2026	770,000.00	09/07/2021 1.27%	769,291.60 769,617.09	90.96 4.86%	700,395.08 2,860.76	0.46% (69,222.01)	Aa3 / AA- AA-	2.71 2.59
931142ER0	Wal-Mart Stores Callable Note Cont 08/17/2026 1.050% Due 09/17/2026	350,000.00	09/08/2021 1.09%	349,338.50 349,641.36	91.88 4.25%	321,582.10 1,061.67	0.21% (28,059.26)	Aa2 / AA AA	2.72 2.61
61690U7W4	Morgan Stanley Bank NA Callable Note Cont 9/30/2026 5.882% Due 10/30/2026	1,000,000.00	Various 5.88%	1,000,082.50 1,000,077.97	102.82 4.77%	1,028,226.00 9,803.34	0.67% 28,148.03	Aa3 / A+ AA-	2.83 2.50
59217GER6	Metlife Note 1.875% Due 01/11/2027	1,115,000.00	01/03/2022 1.90%	1,113,728.90 1,114,230.10	91.31 5.00%	1,018,145.53 9,872.40	0.67% (96,084.57)	Aa3 / AA- AA-	3.03 2.85
808513BY0	Charles Schwab Corp Callable Note Cont 2/3/2027 2.450% Due 03/03/2027	960,000.00	03/01/2022 2.46%	959,729.90 959,827.01	93.09 4.83%	893,640.00 7,709.34	0.59% (66,187.01)	A2 / A- A	3.17 2.97
084664CZ2	Berkshire Hathaway Callable Note Cont 2/15/2027 2.300% Due 03/15/2027	1,615,000.00	03/07/2022 2.30%	1,614,693.15 1,614,803.56	94.58 4.12%	1,527,462.16 10,937.14	1.00% (87,341.40)	Aa2 / AA A+	3.21 3.02
06051GHT9	Bank of America Corp Callable Note 1X 4/23/2026 3.559% Due 04/23/2027	1,150,000.00	Various 4.93%	1,114,222.54 1,124,875.24	96.24 5.30%	1,106,815.20 7,730.94	0.72% (18,060.04)	A1 / A- AA-	3.31 2.17
665859AW4	Northern Trust Company Callable Note Cont 4/10/2027 4.000% Due 05/10/2027	670,000.00	05/05/2022 4.04%	668,914.60 669,271.84	98.65 4.44%	660,933.56 3,796.67	0.43% (8,338.28)	A2 / A+ A+	3.36 3.09
91324PEG3	United Health Group Inc Callable Note Cont 4/15/2027 3.700% Due 05/15/2027	675,000.00	05/17/2022 3.69%	675,316.70 675,213.92	97.93 4.37%	661,007.93 3,191.25	0.43% (14,205.99)	A2 / A+ A	3.37 3.12
57636QAW4	MasterCard Inc Callable Note Cont 2/9/28 4.875% Due 03/09/2028	945,000.00	03/06/2023 4.90%	944,083.35 944,232.86	103.07 4.05%	974,035.13 14,332.50	0.64% 29,802.27	Aa3 / A+ NR	4.19 3.65
TOTAL Corporate		43,705,000.00	2.17%	43,741,683.22 43,636,597.12	5.05%	42,037,620.79 247,136.07	27.47% (1,598,976.33)	A1 / A+ AA-	1.76 1.57

Holdings Report

As of December 31, 2023

City of Cupertino - Account #10659

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
Money Market Fund									
94975H270	Wells Fargo 100% Treasury Money Mkt Fund	416,194.51	Various 4.94%	416,194.51 416,194.51	1.00 4.94%	416,194.51 0.00	0.27% 0.00	Aaa / AAA NR	0.00 0.00
TOTAL Money Market Fund		416,194.51	4.94%	416,194.51	4.94%	416,194.51	0.27%	Aaa / AAA	0.00
Municipal Bonds									
13063DRK6	California State Taxable GO 2.400% Due 10/01/2024	755,000.00	10/16/2019 1.91%	772,342.35 757,634.04	98.08 5.03%	740,533.45 4,530.00	0.48% (17,100.59)	Aa2 / AA- AA	0.75 0.73
TOTAL Municipal Bonds		755,000.00	1.91%	772,342.35	5.03%	740,533.45	0.48%	Aa2 / AA-	0.75
Supranational									
45950KCT5	International Finance Corp Note 0.375% Due 07/16/2025	2,500,000.00	05/27/2021 0.66%	2,471,150.00 2,489,233.93	93.88 4.53%	2,346,965.00 4,296.88	1.53% (142,268.93)	Aaa / AAA NR	1.54 1.50
459058JL8	Intl. Bank Recon & Development Note 0.500% Due 10/28/2025	2,400,000.00	Various 0.60%	2,388,859.25 2,395,678.23	93.19 4.42%	2,236,651.20 2,100.01	1.45% (159,027.03)	Aaa / AAA AAA	1.83 1.78
4581X0DV7	Inter-American Dev Bank Note 0.875% Due 04/20/2026	2,460,000.00	04/13/2021 0.97%	2,448,733.20 2,454,817.03	92.71 4.23%	2,280,697.98 4,245.21	1.48% (174,119.05)	Aaa / AAA AAA	2.30 2.23
TOTAL Supranational		7,360,000.00	0.74%	7,308,742.45	4.40%	6,864,314.18	4.47%	Aaa / AAA	1.89
US Treasury									
912828X70	US Treasury Note 2.000% Due 04/30/2024	1,700,000.00	06/10/2019 1.92%	1,705,976.56 1,700,401.79	98.95 5.19%	1,682,202.70 5,791.21	1.10% (18,199.09)	Aaa / AA+ AA+	0.33 0.33
912828XX3	US Treasury Note 2.000% Due 06/30/2024	2,000,000.00	Various 1.80%	2,018,574.22 2,001,904.29	98.44 5.20%	1,968,828.00 109.89	1.28% (33,076.29)	Aaa / AA+ AA+	0.50 0.49
912797GB7	US Treasury Bill 5.119% Due 07/11/2024	1,000,000.00	07/27/2023 5.39%	950,378.99 972,701.34	97.27 5.39%	972,701.34 0.00	0.63% 0.00	P-1 / A-1+ F-1+	0.53 0.51
912797GK7	US Treasury Bill 5.119% Due 08/08/2024	1,000,000.00	08/30/2023 5.39%	951,232.07 968,720.28	96.87 5.39%	968,720.28 0.00	0.63% 0.00	P-1 / A-1+ F-1+	0.61 0.59
912828D56	US Treasury Note 2.375% Due 08/15/2024	1,700,000.00	09/18/2019 1.71%	1,753,191.41 1,706,737.97	98.37 5.06%	1,672,242.40 15,250.34	1.10% (34,495.57)	Aaa / AA+ AA+	0.62 0.60
912797GL5	US Treasury Bill 5.162% Due 09/05/2024	1,000,000.00	09/25/2023 5.44%	950,526.04 964,436.11	96.44 5.44%	964,436.11 0.00	0.63% 0.00	P-1 / A-1+ F-1+	0.68 0.66

Holdings Report

As of December 31, 2023

City of Cupertino - Account #10659

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
912828YY0	US Treasury Note 1.750% Due 12/31/2024	2,100,000.00	03/15/2022 1.97%	2,087,203.13 2,095,425.21	97.05 4.81%	2,038,020.60 100.96	1.32% (57,404.61)	Aaa / AA+ AA+	1.00 0.97
912828ZC7	US Treasury Note 1.125% Due 02/28/2025	1,500,000.00	03/18/2020 0.81%	1,523,144.53 1,505,430.70	96.05 4.65%	1,440,762.00 5,702.27	0.94% (64,668.70)	Aaa / AA+ AA+	1.16 1.13
91282CED9	US Treasury Note 1.750% Due 03/15/2025	3,100,000.00	Various 2.23%	3,057,617.20 3,082,742.28	96.63 4.65%	2,995,495.90 16,096.16	1.96% (87,246.38)	Aaa / AA+ AA+	1.21 1.17
912828ZL7	US Treasury Note 0.375% Due 04/30/2025	2,500,000.00	03/21/2022 2.24%	2,360,839.85 2,440,535.09	94.63 4.57%	2,365,820.00 1,596.84	1.54% (74,715.09)	Aaa / AA+ AA+	1.33 1.30
91282CAB7	US Treasury Note 0.250% Due 07/31/2025	1,500,000.00	03/12/2021 0.72%	1,469,765.63 1,489,089.91	93.65 4.44%	1,404,784.50 1,569.29	0.91% (84,305.41)	Aaa / AA+ AA+	1.58 1.55
91282CAM3	US Treasury Note 0.250% Due 09/30/2025	2,400,000.00	Various 0.56%	2,366,140.63 2,387,071.18	93.13 4.38%	2,235,000.00 1,524.59	1.45% (152,071.18)	Aaa / AA+ AA+	1.75 1.71
91282CAT8	US Treasury Note 0.250% Due 10/31/2025	2,450,000.00	Various 0.49%	2,422,492.19 2,439,451.51	92.89 4.33%	2,275,724.15 1,043.27	1.48% (163,727.36)	Aaa / AA+ AA+	1.84 1.79
91282CAZ4	US Treasury Note 0.375% Due 11/30/2025	2,250,000.00	03/26/2021 0.77%	2,209,658.20 2,233,480.42	92.86 4.30%	2,089,424.25 737.70	1.36% (144,056.17)	Aaa / AA+ AA+	1.92 1.87
91282CBH3	US Treasury Note 0.375% Due 01/31/2026	2,500,000.00	05/27/2021 0.75%	2,456,445.31 2,480,605.55	92.39 4.23%	2,309,765.00 3,923.23	1.50% (170,840.55)	Aaa / AA+ AA+	2.09 2.03
91282CBW0	US Treasury Note 0.750% Due 04/30/2026	2,500,000.00	05/27/2021 0.80%	2,493,652.34 2,496,999.16	92.52 4.15%	2,312,890.00 3,193.68	1.50% (184,109.16)	Aaa / AA+ AA+	2.33 2.27
91282CCZ2	US Treasury Note 0.875% Due 09/30/2026	1,400,000.00	10/18/2021 1.19%	1,379,054.68 1,388,374.01	91.85 4.04%	1,285,867.80 3,112.70	0.84% (102,506.21)	Aaa / AA+ AA+	2.75 2.66
91282CDG3	US Treasury Note 1.125% Due 10/31/2026	1,400,000.00	11/15/2021 1.25%	1,391,468.75 1,395,123.65	92.28 4.04%	1,291,882.20 2,682.69	0.84% (103,241.45)	Aaa / AA+ AA+	2.84 2.73
91282CJP7	US Treasury Note 4.375% Due 12/15/2026	2,500,000.00	12/28/2023 4.01%	2,525,097.66 2,525,028.07	100.98 4.02%	2,524,415.00 5,080.26	1.64% (613.07)	Aaa / AA+ AA+	2.96 2.75
91282CEW7	US Treasury Note 3.250% Due 06/30/2027	3,250,000.00	Various 3.18%	3,260,312.50 3,257,022.60	97.72 3.95%	3,175,987.75 290.18	2.06% (81,034.85)	Aaa / AA+ AA+	3.50 3.27
91282CFB2	US Treasury Note 2.750% Due 07/31/2027	400,000.00	08/22/2022 3.12%	393,218.75 395,084.25	95.99 3.96%	383,968.80 4,603.26	0.25% (11,115.45)	Aaa / AA+ AA+	3.58 3.33
91282CFH9	US Treasury Note 3.125% Due 08/31/2027	4,500,000.00	Various 3.28%	4,468,902.34 4,477,091.94	97.19 3.96%	4,373,437.50 47,518.89	2.87% (103,654.44)	Aaa / AA+ AA+	3.67 3.39
91282CFM8	US Treasury Note 4.125% Due 09/30/2027	3,450,000.00	Various 4.31%	3,421,152.34 3,428,035.91	100.63 3.94%	3,471,831.60 36,161.38	2.28% 43,795.69	Aaa / AA+ AA+	3.75 3.41
91282CFZ9	US Treasury Note 3.875% Due 11/30/2027	850,000.00	12/05/2022 3.81%	852,656.25 852,085.59	99.79 3.93%	848,207.35 2,879.78	0.55% (3,878.24)	Aaa / AA+ AA+	3.92 3.59

Holdings Report

As of December 31, 2023

City of Cupertino - Account #10659

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
91282CGC9	US Treasury Note 3.875% Due 12/31/2027	2,750,000.00	Various 3.67%	2,775,107.42 2,770,387.62	99.84 3.92%	2,745,487.25 292.75	1.78% (24,900.37)	Aaa / AA+ AA+	4.00 3.67
91282CGH8	US Treasury Note 3.500% Due 01/31/2028	3,000,000.00	02/07/2023 3.81%	2,957,929.69 2,965,496.79	98.42 3.92%	2,952,657.00 43,940.22	1.95% (12,839.79)	Aaa / AA+ AA+	4.09 3.71
91282CGP0	US Treasury Note 4.000% Due 02/29/2028	3,700,000.00	Various 4.00%	3,699,113.28 3,699,372.65	100.33 3.91%	3,712,139.70 50,010.99	2.44% 12,767.05	Aaa / AA+ AA+	4.17 3.76
TOTAL US Treasury		58,400,000.00	2.52%	57,900,851.96 58,118,835.87	4.33%	56,462,699.18 253,212.53	36.84% (1,656,136.69)	Aaa / AA+ AA+	2.44 2.28
TOTAL PORTFOLIO		158,767,712.01	2.19%	158,610,645.99 158,476,831.43	4.69%	153,316,446.36 642,119.50	100.00% (5,160,385.07)	Aa1 / AA AA+	2.10 1.76
TOTAL MARKET VALUE PLUS ACCRUALS						153,958,565.86			



Section 4 | Transactions

Transaction Ledger

As of December 31, 2023

City of Cupertino - Account #10659

September 30, 2023 through December 31, 2023

Transaction Type	Settlement Date	CUSIP	Quantity	Security Description	Price	Acq/Disp Yield	Amount	Interest Pur/Sold	Total Amount	Gain/Loss
ACQUISITIONS										
Purchase	11/01/2023	61690U7W4	725,000.00	Morgan Stanley Bank NA Callable Note Cont 9/30/2026 5.882% Due: 10/30/2026	100.000	5.88%	725,000.00	0.00	725,000.00	0.00
Purchase	11/02/2023	61690U7W4	275,000.00	Morgan Stanley Bank NA Callable Note Cont 9/30/2026 5.882% Due: 10/30/2026	100.030	5.87%	275,082.50	44.93	275,127.43	0.00
Purchase	11/08/2023	438123AC5	340,000.00	Honda Auto Receivables OT 2023-4 A3 5.67% Due: 06/21/2028	99.982	5.74%	339,940.13	0.00	339,940.13	0.00
Purchase	11/08/2023	438123AC5	465,000.00	Honda Auto Receivables OT 2023-4 A3 5.67% Due: 06/21/2028	100.441	5.55%	467,052.54	0.00	467,052.54	0.00
Purchase	11/15/2023	3133EPC60	2,800,000.00	FFCB Note 4.625% Due: 11/15/2027	99.629	4.73%	2,789,612.00	0.00	2,789,612.00	0.00
Purchase	11/24/2023	89231FAD2	1,300,000.00	Toyota Auto Recievables Owner 2023-C A3 5.16% Due: 04/17/2028	99.594	5.65%	1,294,718.75	1,677.00	1,296,395.75	0.00
Purchase	12/04/2023	58769FAC9	1,100,000.00	Mercedes-Benz Auto Receivables 2023-2 A3 5.95% Due: 11/15/2028	102.117	3.88%	1,123,289.06	3,454.31	1,126,743.37	0.00
Purchase	12/29/2023	91282CJP7	2,500,000.00	US Treasury Note 4.375% Due: 12/15/2026	101.004	4.01%	2,525,097.66	4,183.74	2,529,281.40	0.00
Subtotal			9,505,000.00				9,539,792.64	9,359.98	9,549,152.62	0.00
TOTAL ACQUISITIONS			9,505,000.00				9,539,792.64	9,359.98	9,549,152.62	0.00
DISPOSITIONS										
Maturity	11/02/2023	912796YT0	1,500,000.00	US Treasury Bill 4.888% Due: 11/02/2023	100.000		1,500,000.00	0.00	1,500,000.00	0.00
Maturity	11/15/2023	4581XODP0	2,800,000.00	Inter-American Dev Bank Note 0.25% Due: 11/15/2023	100.000		2,800,000.00	0.00	2,800,000.00	0.00

Transaction Ledger

As of December 31, 2023

City of Cupertino - Account #10659

September 30, 2023 through December 31, 2023

Transaction Type	Settlement Date	CUSIP	Quantity	Security Description	Price	Acq/Disp Yield	Amount	Interest Pur/Sold	Total Amount	Gain/Loss
Maturity	12/04/2023	3137EAF2	855,000.00	FHLMC Note 0.25% Due: 12/04/2023	100.000		855,000.00	0.00	855,000.00	0.00
Maturity	12/28/2023	912796Z2	1,500,000.00	US Treasury Bill 5.228% Due: 12/28/2023	100.000		1,500,000.00	0.00	1,500,000.00	0.00
Subtotal			6,655,000.00				6,655,000.00	0.00	6,655,000.00	0.00
TOTAL DISPOSITIONS			6,655,000.00				6,655,000.00	0.00	6,655,000.00	0.00

Important Disclosures

As of December 31, 2023

2023 Chandler Asset Management, Inc, An Independent Registered Investment Adviser.

Information contained herein is confidential. Prices are provided by ICE Data Services Inc ("IDS"), an independent pricing source. In the event IDS does not provide a price or if the price provided is not reflective of fair market value, Chandler will obtain pricing from an alternative approved third party pricing source in accordance with our written valuation policy and procedures. Our valuation procedures are also disclosed in Item 5 of our Form ADV Part 2A.

Performance results are presented gross-of-advisory fees and represent the client's Total Return. The deduction of advisory fees lowers performance results. These results include the reinvestment of dividends and other earnings. Past performance may not be indicative of future results. Therefore, clients should not assume that future performance of any specific investment or investment strategy will be profitable or equal to past performance levels. All investment strategies have the potential for profit or loss. Economic factors, market conditions or changes in investment strategies, contributions or withdrawals may materially alter the performance and results of your portfolio.

Index returns assume reinvestment of all distributions. Historical performance results for investment indexes generally do not reflect the deduction of transaction and/or custodial charges or the deduction of an investment management fee, the incurrence of which would have the effect of decreasing historical performance results. It is not possible to invest directly in an index.

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Fixed income investments are subject to interest, credit and market risk. Interest rate risk: the value of fixed income investments will decline as interest rates rise. Credit risk: the possibility that the borrower may not be able to repay interest and principal. Low rated bonds generally have to pay higher interest rates to attract investors willing to take on greater risk. Market risk: the bond market in general could decline due to economic conditions, especially during periods of rising interest rates.

Ratings information have been provided by Moody's, S&P and Fitch through data feeds we believe to be reliable as of the date of this statement, however we cannot guarantee its accuracy.

Security level ratings for U.S. Agency issued mortgage-backed securities ("MBS") reflect the issuer rating because the securities themselves are not rated. The issuing U.S. Agency guarantees the full and timely payment of both principal and interest and carries a AA+/Aaa/AAA by S&P, Moody's and Fitch respectively.

Your qualified custodian bank maintains control of all assets reflected in this statement and we urge you to compare this statement to the one you receive from your qualified custodian. Chandler does not have any authority to withdraw or deposit funds from/to the custodian account.

Asset Class 10-Year Snapshot Disclosure

As of December 31, 2023

- **US Small Cap Stocks** – Morgan Stanley Capital International (MSCI) Small Cap 1750 – The MSCI Small Cap 1750 is a market capitalization weighted index that measures the performance of small capitalization U.S. stocks.
- **US Mid Cap Stocks** – Morgan Stanley Capital International (MSCI) Mid Cap 450 – The MSCI Mid Cap 450 is a market capitalization weighted index that measures the performance of mid-capitalization U.S. stocks.
- **US Large Cap Stocks** – Standard & Poor's 500 – The S&P 500 is a market value weighted index of 500 large capitalization stocks. The 500 companies included in the index capture approximately 80% of available U.S. market capitalization.
- **International Stocks** – Morgan Stanley Capital International (MSCI) EAFE – The MSCI EAFE International Equity Index is a market capitalization weighted index that captures international equity performance of large and mid-cap stocks in the developed stock markets of Europe, Australasia, and the Far East.
- **Emerging Market Stocks** – Morgan Stanley Capital International (MSCI) Emerging Markets – The MSCI Emerging Markets Index is a market capitalization weighted index that captures equity performance of large and mid-cap stocks across emerging market countries.
- **U.S. Real Estate** – Morgan Stanley Capital International (MSCI) REIT – The MSCI US REIT Index is a free float-adjusted market capitalization index that is comprised of equity REITs. It represents about 99% of the US REIT universe and securities are classified in the REIT sector according to the Global Industry Classification Standard (GICS®). It excludes Mortgage REITs and selected Specialized REITs.
- **International Real Estate** – S&P Developed Ex-US Property – The S&P Developed Ex-US Property Index is a market capitalization weighted index that captures the performance of a universe of publicly traded property companies based in developing countries outside of the US. The companies included are engaged in real estate related activities, such as property ownership, management, development, rental and investment.
- **US Core Bonds** – ICE BofA US Corporate, Government, Mortgage – The ICE BofA US Corporate, Government, Mortgage index is a broad measure of US investment grade bond performance, including US Treasuries, agencies, investment-grade corporates and mortgage securities.
- **US High Yield Bonds** – ICE BofA US High Yield – The ICE BofA High Yield Bond Index measures the market of USD-denominated, non-investment grade, fixed-rate, taxable corporate bonds.
- **International Bonds** – Bloomberg Barclays Global Aggregate ex-USD Total Return Index Value Unhedged USD – Index from 2/1/2013 – current. This index measures the performance of global investment grade debt from 24 local currency markets. This multi-currency benchmark includes treasury, government-related, corporate and securitized fixed-rate bonds from both developed and emerging markets issuers. S&P Citigroup International Govt Bond – Index from 1/1/2009 – 1/31/2013. This index measures the performance of sovereign bonds of non-U.S. developed countries.

- **Diversified Commodities** – S&P GSCI Commodity Index – The S&P GSCI Commodity Index is a world production-weighted measure of general commodity price movements and inflation in the world economy. It consists of a basket of physical commodity futures contracts.

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All investments contain risk and may lose value. Fixed income investments are subject to interest rate, credit, and market risk. Interest rate risk: the value of fixed income investments will decline as interest rates rise. Credit risk: the possibility that the borrower may not be able to repay interest and principal. Low rated bonds generally have to pay higher interest rates to attract investors willing to take on greater risk. Market risk: the bond market in general could decline due to economic conditions, especially during periods of rising interest rates. International: Non-US markets may be more volatile due to a variety of factors including less liquidity, transparency and oversight of companies and assets. Values of non-US investments may fluctuate due to changes in currency exchange rates. Non-US companies are also subject to risks that come with political and economic stability that may affect their respective countries. These risks may be greater in emerging market countries. Equities: Investments on equities are subject to risks from stock market fluctuations that occur in response to economic and business developments.

ICE BofA 1-3 Yr US Treasury & Agency Index

The ICE BofA 1-3 Year US Treasury & Agency Index tracks the performance of US dollar denominated US Treasury and nonsubordinated US agency debt issued in the US domestic market. Qualifying securities must have an investment grade rating (based on an average of Moody's, S&P and Fitch). Qualifying securities must have at least one year remaining term to final maturity and less than three years remaining term to final maturity, at least 18 months to maturity at time of issuance, a fixed coupon schedule, and a minimum amount outstanding of \$1 billion for sovereigns and \$250 million for agencies.

**CITY OF CUPERTINO -
CHANDLER ASSET MANAGEMENT**

ACCOUNT NUMBER [REDACTED]
MONTHLY STATEMENT
DECEMBER 1, 2023 THROUGH DECEMBER 31, 2023

ACCOUNT MANAGER: MICHAEL J WADE
TELEPHONE NUMBER: 515-878-6110

PFGEDD

INVESTMENT CONTACT: IMR/DOE SLANGER
TELEPHONE NUMBER:

ADMINISTRATOR: BELINDA CONWAY
TELEPHONE NUMBER: 254-265-6137

36423 SE

INVESTMENT AND INSURANCE PRODUCTS ARE:

- NOT INSURED BY THE FEDERAL DEPOSIT INSURANCE CORPORATION (FDIC) OR ANY FEDERAL GOVERNMENT AGENCY
- NOT A DEPOSIT, OBLIGATION OF, OR GUARANTEED BY ANY BANK OR BANKING AFFILIATE
- SUBJECT TO INVESTMENT RISKS AND MAY LOSE VALUE, INCLUDING POSSIBLE LOSS OF PRINCIPAL AMOUNT INVESTED

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ASSET VALUATION PRACTICES

VALUES REFLECTED FOR PUBLICLY TRADED ASSETS ARE OBTAINED FROM UNAFFILIATED SOURCES. IN SITUATIONS WHERE AN ASSET VALUE CANNOT BE PROVIDED BY OUR UNAFFILIATED PRICING SOURCES, SUCH AS BUT NOT LIMITED TO NON-PUBLICLY TRADED ASSETS, THE CUSTOMER OR THEIR DESIGNATED REPRESENTATIVE MUST PROVIDE THE UPDATED VALUE. IF PRINCIPAL CUSTODY SOLUTIONS DOES NOT RECEIVE AN UPDATED VALUE, OR IS UNABLE TO USE THE VALUE PROVIDED, THE LAST REPORTED VALUE WILL CONTINUE TO BE REPORTED.

TRADE CONFIRMS

PURSUANT TO FEDERAL REGULATION, MONTHLY OR QUARTERLY ACCOUNT STATEMENTS THAT INCLUDE INVESTMENT TRANSACTION DETAILS MAY BE PROVIDED IN LIEU OF SEPARATE TRADE CONFIRMATIONS. SEPARATE TRADE CONFIRMS MAY BE OBTAINED AT NO ADDITIONAL COST UPON WRITTEN REQUEST TO THE ACCOUNT MANAGER.

UNCLAIMED PROPERTY DESIGNATED REPRESENTATIVE NOTIFICATION

YOUR PROPERTY MAY BE TRANSFERRED TO THE APPROPRIATE STATE IF NO ACTIVITY OCCURS IN THE ACCOUNT WITHIN THE TIME PERIOD SPECIFIED BY STATE LAW. IF YOUR STATE OF RESIDENCE ALLOWS, YOU MAY DESIGNATE A REPRESENTATIVE FOR THE PURPOSE OF RECEIVING NOTICE OF ACCOUNT INACTIVITY BY PROVIDING THE NAME AND MAILING OR EMAIL ADDRESS OF A REPRESENTATIVE. THE DESIGNATED REPRESENTATIVE DOES NOT HAVE ANY RIGHTS TO YOUR ACCOUNT. PLEASE REFER TO YOUR STATE'S UNCLAIMED PROPERTY WEBSITE FOR MORE INFORMATION AND INSTRUCTIONS ON HOW TO DESIGNATE A REPRESENTATIVE FOR NOTICE.

<u>REPORT NAME</u>	<u>PAGE NUMBER</u>
ASSET SUMMARY	1
STATEMENT OF ASSETS AND LIABILITIES	2
CASH SUMMARY	20
STATEMENT OF TRANSACTIONS	21

ASSET SUMMARY
AS OF DECEMBER 31, 2023

CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

ASSET SUMMARY

INVESTMENT CATEGORY	COST VALUE	MARKET VALUE	% TOTAL MARKET	UNREALIZED GAIN/LOSS	ESTIMATED ANNUAL INCOME	CURRENT YIELD	ACCRUED INCOME
CASH	0.00	0.00	0.00				
CASH EQUIVALENTS	3,123,862.86	3,185,335.76	2.08	61,472.90	168,466	5.29	3,090.01
BONDS AND NOTES	155,342,314.38	149,994,556.45	97.92	5,347,757.93-	3,270,762	2.18	786,651.51
=====	=====	=====	=====	=====	=====	=====	=====
TOTAL INVESTMENTS	158,466,177.24	153,179,892.21	100.00	5,286,285.03-	3,439,229	2.25	789,741.52
TOTAL ACCRUALS	789,741.52	789,741.52					
=====	=====	=====	=====	=====	=====	=====	=====
TOTAL ACCRUALS AND INVESTMENTS	159,255,918.76	153,969,633.73		5,286,285.03-	3,439,229	2.25	789,741.52

STATEMENT OF ASSETS AND LIABILITIES
AS OF DECEMBER 31, 2023

CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF ASSETS AND LIABILITIES

PAR VALUE/SHARES	DESCRIPTION	COST VALUE / UNIT COST	MARKET VALUE / UNIT PRICE	% TOTAL MARKET	UNREALIZED GAIN/LOSS	ACCRUED INCOME
	PRINCIPAL CASH	4,183.74	4,183.74	0.00		
	INCOME CASH	4,183.74-	4,183.74-	0.00		
CASH EQUIVALENTS						
221,366.34	ALLSPRING 100% TREASURY MONEY MARKET FUND - #008	221,366.34 1.0000	221,366.34 1.0000	0.14	0.00	2,968.11
50,359.42	PRINCIPAL PUBLIC DEPOSIT SWEEP PROGRAM	50,359.42 1.0000	50,359.42 1.0000	0.03	0.00	121.90
1,000,000	UNITED STATES TREASURY BILLS DTD 07/13/2023 DUE 07/11/2024 CUSIP 912797GB7	950,378.99 95.0379	974,870.00 97.4870	0.64	24,491.01	0.00
1,000,000	UNITED STATES TREASURY BILLS DTD 08/10/2023 DUE 08/08/2024 CUSIP 912797GK7	951,232.07 95.1232	971,230.00 97.1230	0.63	19,997.93	0.00
1,000,000	UNITED STATES TREASURY BILLS DTD 09/07/2023 DUE 09/05/2024 CUSIP 912797GL5	950,526.04 95.0526	967,510.00 96.7510	0.63	16,983.96	0.00
TOTAL CASH EQUIVALENTS		3,123,862.86	3,185,335.76	2.08	61,472.90	3,090.01
BOND & NOTES						
1,675,000	AIR PRODUCTS & CHEMICALS DTD 07/31/14 3.350 07/31/2024 MOODY'S RATING A2 CUSIP 009158AV8	1,771,212.00 105.7440	1,653,392.50 98.7100	1.08	117,819.50-	23,536.08
1,875,000	AMAZON.COM INC DTD 05/12/21 1.000 05/12/2026 MOODY'S RATING A1 CUSIP 023135BX3	1,866,900.00 99.5680	1,732,050.00 92.3760	1.13	134,850.00-	2,552.08

STATEMENT OF ASSETS AND LIABILITIES
AS OF DECEMBER 31, 2023CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF ASSETS AND LIABILITIES

PAR VALUE/SHARES	DESCRIPTION	COST VALUE / UNIT COST	MARKET VALUE / UNIT PRICE	% TOTAL MARKET	UNREALIZED GAIN/LOSS	ACCRUED INCOME
1,375,000	AMERICAN EXPRESS CREDIT ACCOUNT ASSET BCKD SEC SER 2022-2 CL A DTD 05/24/2022 3.390% 05/17/2027 NON CALLABLE CUSIP 02582JTT8	1,374,695.85 99.9779	1,346,867.50 97.9540	0.88	27,828.35-	2,071.67
1,545,000	AMERICAN EXPRESS CREDIT ACCOUNT ASSET BCKD SEC SER 2022-1 CL A DTD 03/18/2022 2.210% 03/15/2027 NON CALLABLE MOODY'S RATING AAA CUSIP 02589BAA8	1,524,359.77 98.6641	1,494,509.40 96.7320	0.98	29,850.37-	1,517.53
1,150,000	BANK OF AMERICA CORP MED TERM NOTE DTD 04/23/19 04/23/2027 MOODY'S RATING A1 CUSIP 06051GHT9	1,114,222.54 96.8889	1,106,817.50 96.2450	0.72	7,405.04-	7,730.94
600,000	BANK OF AMERICA CORP MED TERM NOTE DTD 02/13/20 02/13/2026 MOODY'S RATING A1 CUSIP 06051GHY8	620,988.00 103.4980	576,552.00 96.0920	0.38	44,436.00-	4,634.50
700,000	BANK OF AMERICA CORP MED TERM NOTE DTD 06/19/20 06/19/2026 MOODY'S RATING A1 CUSIP 06051GJD2	701,274.00 100.1820	658,791.00 94.1130	0.43	42,483.00-	307.77
600,000	BANK OF MONTREAL MED TERM NOTE DTD 07/09/21 0.625 07/09/2024 MOODY'S RATING A2 CUSIP 06367TQW3	582,216.00 97.0360	585,336.00 97.5560	0.38	3,120.00	1,791.67

STATEMENT OF ASSETS AND LIABILITIES
AS OF DECEMBER 31, 2023CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF ASSETS AND LIABILITIES

PAR VALUE/SHARES	DESCRIPTION	COST VALUE / UNIT COST	MARKET VALUE / UNIT PRICE	% TOTAL MARKET	UNREALIZED GAIN/LOSS	ACCRUED INCOME
1,240,000	BANK OF MONTREAL MED TERM NOTE DTD 04/27/20 1.850 05/01/2025 MOODY'S RATING A2 CUSIP 06367WB85	1,285,656.80 103.6820	1,188,862.40 95.8760	0.78	96,794.40-	3,823.33
1,000,000	BANK OF NEW YORK MELLON MED TERM NOTE DTD 11/18/13 3.950 11/18/2025 MOODY'S RATING A1 CUSIP 06406HCQ0	1,024,910.00 102.4910	982,410.00 98.2410	0.64	42,500.00-	4,718.06
1,370,000	BANK OF NY MELLON CORP DTD 04/26/2022 3.350% 04/25/2025 CALLABLE MOODY'S RATING A1 CUSIP 06406RBC0	1,369,808.20 99.9860	1,338,188.60 97.6780	0.87	31,619.60-	8,414.08
1,615,000	BERKSHIRE HATHAWAY FIN DTD 03/15/2022 2.300% 03/15/2027 CALLABLE MOODY'S RATING AA2 CUSIP 084664CZ2	1,614,693.15 99.9810	1,527,467.00 94.5800	1.00	87,226.15-	10,937.14
117,001.4	BMW VEHICLE LEASE TRUST SER 2022-1 CL A3 *0 DAY DELAY* DTD 01/19/22 1.100 03/25/2025 CUSIP 05601XAC3	116,983.91 99.9851	116,338.00 99.4330	0.08	645.91-	21.45
517,431.97	BMW VEHICLE OWNER TRUST ASSET BCKD SEC SER 2022-A CL A3 DTD 05/18/2022 3.210% 08/25/2026 CALLABLE MOODY'S RATING AAA CUSIP 05602RAD3	517,405.06 99.9948	510,125.83 98.5880	0.33	7,279.23-	276.83
755,000	CALIFORNIA ST TXBL-REF DTD 10/24/19 2.400 10/01/2024 MOODY'S RATING AA2 CUSIP 13063DRK6	772,342.35 102.2970	740,534.20 98.0840	0.48	31,808.15-	4,530.00

STATEMENT OF ASSETS AND LIABILITIES
AS OF DECEMBER 31, 2023CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF ASSETS AND LIABILITIES

PAR VALUE/SHARES	DESCRIPTION	COST VALUE / UNIT COST	MARKET VALUE / UNIT PRICE	% TOTAL MARKET	UNREALIZED GAIN/LOSS	ACCRUED INCOME
1,100,000	CATERPILLAR FINL SERVICE MED TERM NOTE DTD 11/08/19 2.150 11/08/2024 MOODY'S RATING A2 CUSIP 14913Q3B3	1,111,517.00 101.0470	1,072,599.00 97.5090	0.70	38,918.00-	3,481.81
960,000	CHARLES SCHWAB CORP DTD 03/03/2022 2.450% 03/03/2027 CALLABLE MOODY'S RATING A2 CUSIP 808513BY0	959,729.90 99.9719	893,644.80 93.0880	0.58	66,085.10-	7,709.33
1,500,000	FED HOME LN BK DTD 05/08/14 2.875 06/14/2024 MOODY'S RATING AAA CUSIP 3130A1XJ2	1,564,890.20 104.3260	1,483,935.00 98.9290	0.97	80,955.20-	2,036.46
2,000,000	FED HOME LN BK DTD 08/15/14 2.875 09/13/2024 MOODY'S RATING AAA CUSIP 3130A2UW4	2,103,380.00 105.1690	1,971,920.00 98.5960	1.29	131,460.00-	17,250.00
1,286,114.81	FED HOME LN MTG CORP SER KO41 CL A2 *24 DAY DELAY* DTD 12/01/14 3.171 10/25/2024 CUSIP 3137BFE98	1,383,477.73 107.5703	1,264,340.89 98.3070	0.83	119,136.84-	3,398.56
2,365,000	FED HOME LN MTG CORP DTD 02/14/20 1.500 02/12/2025 MOODY'S RATING AAA CUSIP 3137EAEPO	2,363,178.95 99.9230	2,283,194.65 96.5410	1.49	79,984.30-	13,697.29
1,250,000	FED HOME LN MTG CORP SER USD DTD 07/23/20 0.375 07/21/2025 MOODY'S RATING AAA CUSIP 3137EAEU9	1,243,775.00 99.5020	1,174,662.50 93.9730	0.77	69,112.50-	2,083.33

STATEMENT OF ASSETS AND LIABILITIES
AS OF DECEMBER 31, 2023

CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF ASSETS AND LIABILITIES

PAR VALUE/SHARES	DESCRIPTION	COST VALUE / UNIT COST	MARKET VALUE / UNIT PRICE	% TOTAL MARKET	UNREALIZED GAIN/LOSS	ACCRUED INCOME
2,500,000	FED HOME LN MTG CORP DTD 09/25/20 0.375 09/23/2025 MOODY'S RATING AAA CUSIP 3137EAEX3	2,489,362.80 99.5745	2,333,325.00 93.3330	1.52	156,037.80-	2,552.08
1,500,000	FED NATL MTG ASSN DTD 07/08/19 1.750 07/02/2024 MOODY'S RATING AAA CUSIP 3135GOV75	1,484,895.00 98.9930	1,474,980.00 98.3320	0.96	9,915.00-	13,052.08
1,975,000	FED NATL MTG ASSN DTD 10/18/19 1.625 10/15/2024 MOODY'S RATING AAA CUSIP 3135GOW66	1,965,802.75 99.5343	1,924,677.00 97.4520	1.26	41,125.75-	6,775.35
1,295,000	FED NATL MTG ASSN DTD 01/10/20 1.625 01/07/2025 MOODY'S RATING AAA CUSIP 3135GOX24	1,309,953.95 101.1548	1,254,867.95 96.9010	0.82	55,086.00-	10,171.15
1,860,000	FED NATL MTG ASSN DTD 04/24/20 0.625 04/22/2025 MOODY'S RATING AAA CUSIP 3135G03U5	1,856,168.40 99.7940	1,768,450.80 95.0780	1.15	87,717.60-	2,228.13
2,500,000	FED NATL MTG ASSN DTD 06/19/20 0.500 06/17/2025 MOODY'S RATING AAA CUSIP 3135G04Z3	2,499,227.30 99.9691	2,359,100.00 94.3640	1.54	140,127.30-	486.11
2,500,000	FED NATL MTG ASSN DTD 08/27/20 0.375 08/25/2025 MOODY'S RATING AAA CUSIP 3135G05X7	2,487,983.75 99.5194	2,337,300.00 93.4920	1.53	150,683.75-	3,281.25
2,500,000	FED NATL MTG ASSN DTD 11/12/20 0.500 11/07/2025 MOODY'S RATING AAA CUSIP 3135G06G3	2,492,700.00 99.7080	2,328,625.00 93.1450	1.52	164,075.00-	1,875.00

STATEMENT OF ASSETS AND LIABILITIES
AS OF DECEMBER 31, 2023CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF ASSETS AND LIABILITIES

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2,800,000	FEDERAL FARM CREDIT BANK DTD 11/15/2023 4.625% 11/15/2027 NON CALLABLE MOODY'S RATING AAA CUSIP 3133EPC60	2,789,612.00 99.6290	2,862,776.00 102.2420	1.87	73,164.00	16,547.22
1,000,000	FHLMC MULTIFAMILY STRUCTURED P SER K049 CL A2 *24 DAY DELAY* DTD 10/01/15 3.010 08/25/2025 CUSIP 3137BLMZ8	1,079,687.50 107.9688	972,420.00 97.2420	0.63	107,267.50-	2,508.33
950,000	FHLMC MULTIFAMILY STRUCTURED P SER K050 CL A2 *24 DAY DELAY* DTD 11/01/15 08/25/2025 CUSIP 3137BLW95	1,018,132.81 107.1719	928,720.00 97.7600	0.61	89,412.81-	2,639.42
440,000	FHLMC MULTIFAMILY STRUCTURED P SER K051 CL A2 *24 DAY DELAY* DTD 12/01/15 3.308 09/25/2025 CUSIP 3137BM7C4	453,079.69 102.9727	429,180.40 97.5410	0.28	23,899.29-	1,212.93
570,000	FHLMC MULTIFAMILY STRUCTURED P SER K053 CL A2 *24 DAY DELAY* DTD 03/01/16 2.995 12/25/2025 CUSIP 3137BN6G4	582,001.17 102.1055	552,050.70 96.8510	0.36	29,950.47-	1,422.63
650,000	FHLMC MULTIFAMILY STRUCTURED P SER K058 CL A2 *24 DAY DELAY* DTD 11/01/16 2.653 08/25/2026 CUSIP 3137BSP72	687,451.17 105.7617	620,210.50 95.4170	0.40	67,240.67-	1,437.04
1,000,000	FHLMC MULTIFAMILY STRUCTURED P SER K068 CL A2 *24 DAY DELAY* DTD 10/01/17 3.244 08/25/2027 MOODY'S RATING AAA CUSIP 3137FBBX3	950,664.06 95.0664	961,470.00 96.1470	0.63	10,805.94	2,703.33

STATEMENT OF ASSETS AND LIABILITIES
AS OF DECEMBER 31, 2023CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF ASSETS AND LIABILITIES

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468,695.25	GM FINANCIAL AUTOMOBILE LEASIN SER 2022-1 CL A3 *0 DAY DELAY* DTD 02/23/22 1.850 03/20/2025 MOODY'S RATING AAA CUSIP 36265MAC9	468,691.21 99.9992	465,733.10 99.3680	0.30	2,958.11-	264.94
252,152.27	GM FINANCIAL SECURITIZED TERM SER 2021-4 CL A3 *0 DAY DELAY* DTD 10/21/21 0.680 09/16/2026 MOODY'S RATING AAA CUSIP 362554AC1	252,145.84 99.9975	243,700.13 96.6480	0.16	8,445.71-	71.44
390,000	GM FINANCIAL SECURITIZED TERM ASSET BCKD SEC SER 2022-2 CL A3 DTD 04/13/2022 3.100% 02/16/2027 CALLABLE MOODY'S RATING AAA CUSIP 362585AC5	389,918.49 99.9791	382,426.20 98.0580	0.25	7,492.29-	503.75
246,016.07	GM FINANCIAL SECURITIZED TERM SER 2022-1 CL A3 *0 DAY DELAY* DTD 01/19/22 1.260 11/16/2026 CUSIP 380146AC4	245,994.68 99.9913	238,810.26 97.0710	0.16	7,184.42-	129.16
1,400,000	GUARDIAN LIFE GLOB FUND 144A PRIV PLCMT 0.875 12/10/2025 MOODY'S RATING AA1 CUSIP 40139LBC6	1,385,860.00 98.9900	1,295,336.00 92.5240	0.85	90,524.00-	714.58
805,000	HONDA AUTO RECEIVABLES OWNER ASSET BCKD SEC SER 2023-4 CL A3 DTD 11/08/2023 5.670% 06/21/2028 NON CALLABLE MOODY'S RATING AAA CUSIP 438123AC5	806,992.67 100.2476	821,824.50 102.0900	0.54	14,831.83	1,267.88
49,061.52	HONDA AUTO RECEIVABLES OWNER T SER 2021-1 CL A3 *0 DAY DELAY* DTD 02/24/21 0.270 04/21/2025 MOODY'S RATING AAA CUSIP 43813GAC5	49,060.62 99.9982	48,465.91 98.7860	0.03	594.71-	3.68

STATEMENT OF ASSETS AND LIABILITIES
AS OF DECEMBER 31, 2023CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF ASSETS AND LIABILITIES

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11,635.7	HONDA AUTO RECEIVABLES OWNER T SER 2020-3 CL A3 *0 DAY DELAY* DTD 09/29/20 0.370 10/18/2024 CUSIP 43813KAC6	11,633.99 99.9853	11,603.93 99.7270	0.01	30.06-	1.55
722,168.7	HONDA AUTO RECEIVABLES OWNER T SER 2022-1 CL A3 *0 DAY DELAY* DTD 02/23/22 1.000 05/15/2026 MOODY'S RATING AAA CUSIP 43815BAC4	722,060.08 99.9850	702,901.24 97.3320	0.46	19,158.84-	603.41
320,414.02	HONDA AUTO RECEIVABLES OWNER T SER 2021-4 CL A3 *0 DAY DELAY* DTD 11/24/21 0.880 01/21/2026 MOODY'S RATING AAA CUSIP 43815GAC3	320,346.47 99.9789	310,913.74 97.0350	0.20	9,432.73-	78.32
225,391.76	HYUNDAI AUTO LEASE SECURITIZAT SER 2022-A CL A3 *0 DAY DELAY* 144A PRIV PLCMT 1.160 01/15/2025 MOODY'S RATING AAA CUSIP 44891WAC3	225,386.79 99.9978	223,928.97 99.3510	0.15	1,457.82-	116.20
980,803.64	HYUNDAI AUTO RECEIVABLES TRUST ASSET BCKD SEC SER 2022-A CL A3 DTD 03/16/2022 2.220% 10/15/2026 CALLABLE CUSIP 448977AD0	980,765.88 99.9962	958,490.36 97.7250	0.63	22,275.52-	967.73
148,939.13	HYUNDAI AUTO RECEIVABLES TRUST SER 2021-A CL A3 *0 DAY DELAY* DTD 04/28/21 0.380 09/15/2025 CUSIP 44933LAC7	148,923.46 99.9895	146,831.64 98.5850	0.10	2,091.82-	25.15
918,383.73	HYUNDAI AUTO RECEIVABLES TRUST SER 2021-C CL A3 *0 DAY DELAY* DTD 11/17/21 0.740 05/15/2026 CUSIP 44935FAD6	895,162.89 97.4716	893,449.61 97.2850	0.58	1,713.28-	302.05

STATEMENT OF ASSETS AND LIABILITIES
AS OF DECEMBER 31, 2023CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF ASSETS AND LIABILITIES

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2,460,000	INTER-AMERICAN DEVEL BK DTD 04/20/21 0.875 04/20/2026 MOODY'S RATING AAA CUSIP 4581X0DV7	2,448,733.20 99.5420	2,280,690.60 92.7110	1.49	168,042.60-	4,245.21
2,400,000	INTL BK RECON & DEVELOP DTD 10/28/20 0.500 10/28/2025 MOODY'S RATING AAA CUSIP 459058JL8	2,388,859.25 99.5358	2,236,656.00 93.1940	1.46	152,203.25-	2,100.00
2,500,000	INTL FINANCE CORP DTD 07/16/20 0.375 07/16/2025 MOODY'S RATING AAA CUSIP 45950KCT5	2,471,150.00 98.8460	2,346,975.00 93.8790	1.53	124,175.00-	4,296.88
380,268.74	JOHN DEERE OWNER TRUST ASSET BCKD SEC SER 2022-A CL A3 DTD 03/16/2022 2.320% 09/16/2026 NON CALLABLE MOODY'S RATING AAA CUSIP 47787JAC2	380,184.62 99.9779	371,773.54 97.7660	0.24	8,411.08-	392.10
353,397.32	JOHN DEERE OWNER TRUST SER 2021-B CL A3 *0 DAY DELAY* DTD 07/21/21 0.520 03/16/2026 MOODY'S RATING AAA CUSIP 47789QAC4	353,365.80 99.9911	343,827.32 97.2920	0.22	9,538.48-	76.57
655,000	JOHN DEERE OWNER TRUST ASSET BCKD SEC SER 2022-B CL A3 DTD 07/20/2022 3.740% 02/16/2027 NON CALLABLE MOODY'S RATING AAA CUSIP 47800AAC4	654,937.45 99.9905	644,408.65 98.3830	0.42	10,528.80-	1,088.76
1,050,000	JOHN DEERE OWNER TRUST ASSET BCKD SEC SER 2022-C CL A3 DTD 10/19/2022 5.090% 06/15/2027 CALLABLE MOODY'S RATING AAA CUSIP 47800BAC2	1,049,918.52 99.9923	1,049,916.00 99.9920	0.69	2.52-	2,375.33

STATEMENT OF ASSETS AND LIABILITIES
AS OF DECEMBER 31, 2023CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF ASSETS AND LIABILITIES

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655,000	JPMORGAN CHASE & SER F2F DTD 06/23/21 06/23/2025 MOODY'S RATING A1 CUSIP 46647PCK0	655,406.85 100.0621	639,686.10 97.6620	0.42	15,720.75-	141.04
401,000	JPMORGAN CHASE & CO DTD 04/22/20 04/22/2026 MOODY'S RATING A1 CUSIP 46647PBK1	415,969.33 103.7330	384,097.85 95.7850	0.25	31,871.48-	1,600.96
1,370,000	JPMORGAN CHASE & CO DTD 06/01/21 06/01/2025 MOODY'S RATING A1 CUSIP 46647PCH7	1,371,773.90 100.1295	1,340,668.30 97.8590	0.88	31,105.60-	940.73
1,000,000	MASSMUTUAL GLOBAL FUNDIN 144A PRIV PLCMT 1.200 07/16/2026 MOODY'S RATING AA3 CUSIP 57629WDE7	1,002,230.00 100.2230	912,890.00 91.2890	0.60	89,340.00-	5,500.00
945,000	MASTERCARD INC DTD 03/09/2023 4.875% 03/09/2028 CALLABLE MOODY'S RATING AA3 CUSIP 57636QAW4	944,083.35 99.9030	974,039.85 103.0730	0.64	29,956.50	14,332.50
1,100,000	MERCEDES-BENZ AUTO RECEIVABLES TRUST ASSET BCKD SEC SER 2023-2 CL A3 DTD 10/25/2023 5.950% 11/15/2028 CALLABLE CUSIP 58769FAC9	1,123,289.06 102.1172	1,131,075.00 102.8250	0.74	7,785.94	2,908.89
1,115,000	MET LIFE GLOB FUNDING I 144A PRIV PLCMT 1.875 01/11/2027 MOODY'S RATING AA3 CUSIP 59217GER6	1,113,728.90 99.8860	1,018,151.10 91.3140	0.66	95,577.80-	9,872.40

STATEMENT OF ASSETS AND LIABILITIES
AS OF DECEMBER 31, 2023CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF ASSETS AND LIABILITIES

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770,000	MET TOWER GLOBAL FUNDING 144A PRIV PLCMT 1.250 09/14/2026 MOODY'S RATING AA3 CUSIP 58989V2D5	769,291.60 99.9080	700,392.00 90.9600	0.46	68,899.60-	2,860.76
650,000	MORGAN STANLEY DTD 04/28/20 04/28/2026 MOODY'S RATING A1 CUSIP 6174468Q5	615,699.50 94.7230	624,429.00 96.0660	0.41	8,729.50	2,488.85
1,000,000	MORGAN STANLEY BK DTD 11/01/2023 5.882% 10/30/2026 CALLABLE MOODY'S RATING AA3 CUSIP 61690U7W4	1,000,082.50 100.0083	1,028,230.00 102.8230	0.67	28,147.50	9,803.33
1,680,000	NEW YORK LIFE GLOBAL FDG 144A PRIV PLCMT 1.450 01/14/2025 MOODY'S RATING AAA CUSIP 64952WEK5	1,678,185.60 99.8920	1,617,907.20 96.3040	1.06	60,278.40-	11,300.33
670,000	NORTHERN TRUST CORP DTD 05/10/2022 4.000% 05/10/2027 CALLABLE MOODY'S RATING A2 CUSIP 665859AW4	668,914.60 99.8380	660,934.90 98.6470	0.43	7,979.70-	3,796.67
850,000	NORTHWESTERN MUTUAL GBL 144A PRIV PLCMT 0.800 01/14/2026 MOODY'S RATING AAA CUSIP 66815L2A6	827,449.50 97.3470	785,884.50 92.4570	0.51	41,565.00-	3,154.44
1,170,000	NORTHWESTERN MUTUAL GBL DTD 07/01/2022 4.000% 07/01/2025 NON CALLABLE 144A PRIVATE PLACEMENT MOODY'S RATING AAA CUSIP 66815L2J7	1,169,602.20 99.9660	1,159,306.20 99.0860	0.76	10,296.00-	23,400.00

STATEMENT OF ASSETS AND LIABILITIES
AS OF DECEMBER 31, 2023CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF ASSETS AND LIABILITIES

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370,000	PACCAR FINANCIAL CORP MED TERM NOTE DTD 08/15/19 2.150 08/15/2024 MOODY'S RATING A1 CUSIP 69371RQ25	369,182.30 99.7790	362,600.00 98.0000	0.24	6,582.30-	3,005.22
680,000	PACCAR FINANCIAL CORP MED TERM NOTE DTD 08/09/21 0.500 08/09/2024 MOODY'S RATING A1 CUSIP 69371RR40	679,632.80 99.9460	660,021.60 97.0620	0.43	19,611.20-	1,341.11
885,000	PACCAR FINANCIAL CORP MEDIUM TERM NOTE DTD 04/07/2022 2.850% 04/07/2025 NON CALLABLE MOODY'S RATING A1 CUSIP 69371RR73	884,769.90 99.9740	864,822.00 97.7200	0.56	19,947.90-	5,885.25
904,000	PRICOA GLOBAL FUNDING 1 144A PRIV PLCMT 0.800 09/01/2025 MOODY'S RATING AA3 CUSIP 74153WCM9	832,972.72 92.1430	843,856.88 93.3470	0.55	10,884.16	2,410.67
885,000	PRICOA GLOBAL FUNDING 1 144A PRIV PLCMT 1.150 12/06/2024 MOODY'S RATING AA3 CUSIP 74153WCQ0	884,088.45 99.8970	850,670.85 96.1210	0.56	33,417.60-	706.77
1,500,000	ROYAL BANK OF CANADA DTD 07/16/19 2.550 07/16/2024 MOODY'S RATING A1 CUSIP 78013XZU5	1,533,359.18 102.2240	1,477,050.00 98.4700	0.96	56,309.18-	17,531.25
1,050,000	ROYAL BANK OF CANADA MEDIUM TERM NOTE CONVERTIBLE DTD 04/14/2022 3.375% 04/14/2025 NON CALLABLE MOODY'S RATING A1 CUSIP 78016EZ59	1,049,611.50 99.9630	1,028,632.50 97.9650	0.67	20,979.00-	7,579.69

STATEMENT OF ASSETS AND LIABILITIES
AS OF DECEMBER 31, 2023CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF ASSETS AND LIABILITIES

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1,760,000	SALESFORCE.COM INC DTD 07/12/21 0.625 07/15/2024 MOODY'S RATING A2 CUSIP 79466LAG9	1,748,937.40 99.3715	1,715,630.40 97.4790	1.12	33,307.00-	5,072.22
1,500,000	TORONTO-DOMINION BANK MED TERM NOTE DTD 06/12/19 2.650 06/12/2024 MOODY'S RATING A1 CUSIP 89114QCA4	1,527,255.00 101.8170	1,481,220.00 98.7480	0.97	46,035.00-	2,097.92
700,000	TORONTO-DOMINION BANK MED TERM NOTE SER FXD DTD 01/12/22 1.450 01/10/2025 MOODY'S RATING A1 CUSIP 89114TZL9	674,737.00 96.3910	674,576.00 96.3680	0.44	161.00-	4,821.25
1,300,000	TOYOTA AUTO RECEIVABLES OWNER ASSET BCKD SEC SER 2023-C CL A3 DTD 08/15/2023 5.160% 04/17/2028 CALLABLE CUSIP 89231FAD2	1,294,718.75 99.5938	1,309,191.00 100.7070	0.85	14,472.25	2,981.33
304,187.35	TOYOTA AUTO RECEIVABLES OWNER SER 2021-D CL A3 *0 DAY DELAY* DTD 11/15/21 0.710 04/15/2026 CUSIP 89238JAC9	304,180.86 99.9979	295,156.03 97.0310	0.19	9,024.83-	95.99
187,097.99	TOYOTA AUTO RECEIVABLES OWNER SER 2021-A CL A3 *0 DAY DELAY* DTD 02/08/21 0.260 05/15/2025 MOODY'S RATING AAA CUSIP 89240BAC2	187,063.27 99.9815	185,026.82 98.8930	0.12	2,036.45-	21.62
697,356.13	TOYOTA LEASE OWNER TRUST ASSET BCKD SEC SER 2022-A CL A3 DTD 02/28/2022 1.960% 02/20/2025 CALLABLE 144A PRIVATE PLACEMENT CUSIP 89238LAC4	697,246.36 99.9843	692,181.75 99.2580	0.45	5,064.61-	417.64

STATEMENT OF ASSETS AND LIABILITIES
AS OF DECEMBER 31, 2023CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF ASSETS AND LIABILITIES

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1,385,000	TOYOTA MOTOR CREDIT CORP MED TERM NOTE DTD 06/18/21 1.125 06/18/2026 MOODY'S RATING A1 CUSIP 89236TJK2	1,384,390.60 99.9560	1,278,909.00 92.3400	0.83	105,481.60-	562.66
1,215,000	TOYOTA MOTOR CREDIT CORP DTD 01/13/22 1.450 01/13/2025 MOODY'S RATING A1 CUSIP 89236TJT3	1,213,371.90 99.8660	1,172,511.45 96.5030	0.77	40,860.45-	8,221.50
3,100,000	UNITED STATES TREASURY NOTES DTD 03/15/2022 1.750% 03/15/2025 MOODY'S RATING AAA CUSIP 91282CED9	3,057,617.20 98.6328	2,995,499.00 96.6290	1.96	62,118.20-	16,096.15
3,250,000	UNITED STATES TREASURY NOTES DTD 06/30/2022 3.250% 06/30/2027 MOODY'S RATING AAA CUSIP 91282CEW7	3,260,312.50 100.3173	3,175,997.50 97.7230	2.07	84,315.00-	53,102.68
400,000	UNITED STATES TREASURY NOTES DTD 07/31/2022 2.750% 07/31/2027 MOODY'S RATING AAA CUSIP 91282CFB2	393,218.75 98.3047	383,968.00 95.9920	0.25	9,250.75-	4,603.26
4,500,000	UNITED STATES TREASURY NOTES DTD 08/31/2022 3.125% 08/31/2027 MOODY'S RATING AAA CUSIP 91282CFH9	4,468,902.34 99.3090	4,373,460.00 97.1880	2.86	95,442.34-	47,518.89
3,450,000	UNITED STATES TREASURY NOTES DTD 09/30/2022 4.125% 09/30/2027 MOODY'S RATING AAA CUSIP 91282CFM8	3,421,152.34 99.1639	3,471,838.50 100.6330	2.27	50,686.16	36,161.37
850,000	UNITED STATES TREASURY NOTES DTD 11/30/2022 3.875% 11/30/2027 MOODY'S RATING AAA CUSIP 91282CFZ9	852,656.25 100.3125	848,206.50 99.7890	0.55	4,449.75-	2,879.78

STATEMENT OF ASSETS AND LIABILITIES
AS OF DECEMBER 31, 2023

CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF ASSETS AND LIABILITIES

PAR VALUE/SHARES	DESCRIPTION	COST VALUE / UNIT COST	MARKET VALUE / UNIT PRICE	% TOTAL MARKET	UNREALIZED GAIN/LOSS	ACCRUED INCOME
2,750,000	UNITED STATES TREASURY NOTES DTD 12/31/2022 3.875% 12/31/2027 MOODY'S RATING AAA CUSIP 91282CGC9	2,775,107.42 100.9130	2,745,490.00 99.8360	1.79	29,617.42-	53,574.00
3,000,000	UNITED STATES TREASURY NOTES DTD 01/31/2023 3.500% 01/31/2028 MOODY'S RATING AAA CUSIP 91282CGH8	2,957,929.69 98.5977	2,952,660.00 98.4220	1.93	5,269.69-	43,940.22
3,700,000	UNITED STATES TREASURY NOTES DTD 02/28/2023 4.000% 02/29/2028 MOODY'S RATING AAA CUSIP 91282CGP0	3,699,113.28 99.9760	3,712,136.00 100.3280	2.42	13,022.72	50,010.99
2,500,000	UNITED STATES TREASURY NOTES DTD 12/15/2023 4.375% 12/15/2026 MOODY'S RATING AAA CUSIP 91282CJP7	2,525,097.66 101.0039	2,524,425.00 100.9770	1.65	672.66-	5,080.26
1,035,000	UNITEDHEALTH GROUP INC DTD 05/19/21 1.150 05/15/2026 MOODY'S RATING A2 CUSIP 91324PEC2	1,025,051.35 99.0388	958,120.20 92.5720	0.63	66,931.15-	1,520.88
675,000	UNITEDHEALTH GROUP INC DTD 05/20/2022 3.700% 05/15/2027 CALLABLE MOODY'S RATING A2 CUSIP 91324PEG3	675,316.70 100.0469	661,007.25 97.9270	0.43	14,309.45-	3,191.25
1,250,000	US BANCORP DTD 07/29/19 2.400 07/30/2024 MOODY'S RATING A3 CUSIP 91159HHX1	1,268,262.50 101.4610	1,228,387.50 98.2710	0.80	39,875.00-	12,583.33
1,500,000	US TREASURY NOTE DTD 07/31/20 0.250 07/31/2025 MOODY'S RATING AAA CUSIP 91282CAB7	1,469,765.63 97.9844	1,404,780.00 93.6520	0.92	64,985.63-	1,569.29

STATEMENT OF ASSETS AND LIABILITIES
AS OF DECEMBER 31, 2023CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF ASSETS AND LIABILITIES

PAR VALUE/SHARES	DESCRIPTION	COST VALUE / UNIT COST	MARKET VALUE / UNIT PRICE	% TOTAL MARKET	UNREALIZED GAIN/LOSS	ACCRUED INCOME
2,400,000	US TREASURY NOTE DTD 09/30/20 0.250 09/30/2025 MOODY'S RATING AAA CUSIP 91282CAM3	2,366,140.63 98.5892	2,235,000.00 93.1250	1.46	131,140.63-	1,524.59
2,450,000	US TREASURY NOTE DTD 10/31/20 0.250 10/31/2025 MOODY'S RATING AAA CUSIP 91282CAT8	2,422,492.19 98.8772	2,275,731.50 92.8870	1.49	146,760.69-	1,043.27
2,250,000	US TREASURY NOTE DTD 11/30/20 0.375 11/30/2025 MOODY'S RATING AAA CUSIP 91282CAZ4	2,209,658.20 98.2070	2,089,417.50 92.8630	1.36	120,240.70-	737.70
2,500,000	US TREASURY NOTE DTD 02/01/21 0.375 01/31/2026 MOODY'S RATING AAA CUSIP 91282CBH3	2,456,445.31 98.2578	2,309,775.00 92.3910	1.51	146,670.31-	3,923.23
2,500,000	US TREASURY NOTE DTD 04/30/21 0.750 04/30/2026 MOODY'S RATING AAA CUSIP 91282CBW0	2,493,652.34 99.7461	2,312,900.00 92.5160	1.51	180,752.34-	3,193.68
1,400,000	US TREASURY NOTE DTD 09/30/21 0.875 09/30/2026 MOODY'S RATING AAA CUSIP 91282CCZ2	1,379,054.68 98.5039	1,285,872.00 91.8480	0.84	93,182.68-	3,112.70
1,400,000	US TREASURY NOTE DTD 11/01/21 1.125 10/31/2026 CUSIP 91282CDG3	1,391,468.75 99.3906	1,291,878.00 92.2770	0.84	99,590.75-	2,682.69
1,700,000	US TREASURY NOTE DTD 08/15/14 2.375 08/15/2024 MOODY'S RATING AAA CUSIP 912828D56	1,753,191.41 103.1289	1,672,239.00 98.3670	1.09	80,952.41-	15,250.34

STATEMENT OF ASSETS AND LIABILITIES
AS OF DECEMBER 31, 2023

CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF ASSETS AND LIABILITIES

PAR VALUE/SHARES	DESCRIPTION	COST VALUE / UNIT COST	MARKET VALUE / UNIT PRICE	% TOTAL MARKET	UNREALIZED GAIN/LOSS	ACCRUED INCOME
2,000,000	US TREASURY NOTE DTD 06/30/17 2.000 06/30/2024 MOODY'S RATING AAA CUSIP 912828XX3	2,018,574.22 100.9287	1,968,820.00 98.4410	1.29	49,754.22-	20,109.89
1,700,000	US TREASURY NOTE DTD 05/01/17 2.000 04/30/2024 MOODY'S RATING AAA CUSIP 912828X70	1,705,976.56 100.3516	1,682,201.00 98.9530	1.10	23,775.56-	5,791.21
2,100,000	US TREASURY NOTE DTD 12/31/19 1.750 12/31/2024 CUSIP 912828YY0	2,087,203.13 99.3906	2,038,029.00 97.0490	1.33	49,174.13-	18,475.96
1,500,000	US TREASURY NOTE DTD 03/02/20 1.125 02/28/2025 MOODY'S RATING AAA CUSIP 912828ZC7	1,523,144.53 101.5430	1,440,765.00 96.0510	0.94	82,379.53-	5,777.85
2,500,000	US TREASURY NOTE DTD 04/30/20 0.375 04/30/2025 MOODY'S RATING AAA CUSIP 912828ZL7	2,360,839.85 94.4336	2,365,825.00 94.6330	1.54	4,985.15	1,596.84
570,000	VERIZON MASTER TRUST ASSET BCKD SEC SER 2022-5 CL A1A DTD 08/11/2022 VAR CPN 07/20/2027 CALLABLE CUSIP 92348KAV5	569,974.92 99.9956	569,441.40 99.9020	0.37	533.52-	647.90
350,000	WALMART INC DTD 09/17/21 1.050 09/17/2026 MOODY'S RATING AA2 CUSIP 931142ER0	349,338.50 99.8110	321,583.50 91.8810	0.21	27,755.00-	1,061.67
=====						
TOTAL BOND & NOTES		155,342,314.38	149,994,556.45	97.92	5,347,757.93-	786,651.51

STATEMENT OF ASSETS AND LIABILITIES
AS OF DECEMBER 31, 2023

CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF ASSETS AND LIABILITIES

PAR VALUE/SHARES	DESCRIPTION	COST VALUE / UNIT COST	MARKET VALUE / UNIT PRICE	% TOTAL MARKET	UNREALIZED GAIN/LOSS	ACCRUED INCOME
TOTAL INVESTMENTS		158,466,177.24	153,179,892.21	100.00	5,286,285.03-	789,741.52
TOTAL ACCRUALS		789,741.52	789,741.52			
TOTAL ACCRUALS AND INVESTMENTS		159,255,918.76	153,969,633.73			

CASH SUMMARY
 FOR THE PERIOD DECEMBER 1, 2023 THROUGH DECEMBER 31, 2023

CITY OF CUPERTINO
 ACCOUNT NUMBER [REDACTED]

CASH SUMMARY

DESCRIPTION	PRINCIPAL CASH	INCOME CASH
BEGINNING BALANCE	0.00	0.00
RECEIPTS		
NET INTEREST COLLECTED	0.00	175,688.00
TRANSFER RECEIPTS	179,871.74	0.00
SALES	3,119,402.51	0.00
CASH MANAGEMENT SALES	2,809,306.97	0.00
TOTAL CASH RECEIPTS	6,108,581.22	175,688.00
DISBURSEMENTS		
INVESTMENT MANAGEMENT EXPENSES	9,233.26-	0.00
TRANSFER DISBURSEMENTS	0.00	179,871.74-
PURCHASES	3,648,386.72-	0.00
CASH MANAGEMENT PURCHASES	2,446,777.50-	0.00
TOTAL CASH DISBURSEMENTS	6,104,397.48-	179,871.74-
=====		
ENDING BALANCE	4,183.74	4,183.74-

STATEMENT OF TRANSACTIONS
 FOR THE PERIOD DECEMBER 1, 2023 THROUGH DECEMBER 31, 2023

CITY OF CUPERTINO
 ACCOUNT NUMBER [REDACTED]

STATEMENT OF TRANSACTIONS

DATE	PAR VALUE/SHARES	DESCRIPTION	CASH	COST VALUE	REALIZED GAIN/LOSS
		BEGINNING BALANCE	<u>0.00</u>	<u>158,297,260.16</u>	
		CASH EQUIVALENTS			
12/01/23		INTEREST RECEIVED AS 100% TREAS MM FD-SVC CL #008 INTEREST FROM 11/1/23 TO 11/30/23	4,819.39		
12/01/23		INTEREST RECEIVED PRINCIPAL PUBLIC DEPOSIT SWEEP PRGRM INTEREST FROM 11/1/23 TO 11/30/23	117.69		
12/28/23	1,500,000-	MATURED U.S. TREASURY BILLS 12/28/23 CUSIP 912796ZN2 AT \$100.0000 ON TRADE DATE 12/28/2023	1,460,358.13	1,460,358.13-	
12/28/23		INTEREST RECEIVED U.S. TREASURY BILLS 12/28/23 CUSIP 912796ZN2 INTEREST ON 1,500,000.000 UNITS 1,500,000 PAR VALUE AT 100 %	39,641.87		
12/31/23	2,446,659.81	CASH SWEEP PURCHASES FOR STMT PERIOD AS 100% TREAS MM FD-SVC CL #008 15 TRANSACTIONS	2,446,659.81-	2,446,659.81	
12/31/23	117.69	CASH SWEEP PURCHASES FOR STMT PERIOD PRINCIPAL PUBLIC DEPOSIT SWEEP PRGRM 1 TRANSACTIONS	117.69-	117.69	
12/31/23	2,809,306.97-	CASH SWEEP SALES FOR STMT PERIOD AS 100% TREAS MM FD-SVC CL #008 4 TRANSACTIONS	2,809,306.97	2,809,306.97-	

STATEMENT OF TRANSACTIONS
 FOR THE PERIOD DECEMBER 1, 2023 THROUGH DECEMBER 31, 2023

CITY OF CUPERTINO
 ACCOUNT NUMBER [REDACTED]

STATEMENT OF TRANSACTIONS

DATE	PAR VALUE/SHARES	DESCRIPTION	CASH	COST VALUE	REALIZED GAIN/LOSS
		BONDS & NOTES			
12/15/23		INTEREST RECEIVED AMERICAN EXPRES ABS 2.210% 3/15/27 CUSIP 02589BAA8 \$0.00184/PV ON 1,545,000.00 PV DUE 12/15/23	2,845.38		
12/15/23		INTEREST RECEIVED AMERICAN EXPRESS ABS 3.390% 5/17/27 CUSIP 02582JJT8 \$0.00283/PV ON 1,375,000.00 PV DUE 12/15/23	3,884.38		
12/26/23	8,282.92-	PAID DOWN BMW VEHICLE LEASE TR 0.330% 12/26/24 CUSIP 09690AAC7 TO SETTLE ON 12/26/2023	8,282.92	8,282.06-	0.86
12/26/23		INTEREST RECEIVED BMW VEHICLE LEASE TR 0.330% 12/26/24 CUSIP 09690AAC7 \$0.00001/PV ON 8,282.92 PV DUE 12/25/23	2.28		
12/26/23		INTEREST RECEIVED BMW VEHICLE LEASE TR 1.100% 3/25/25 CUSIP 05601XAC3 \$0.00033/PV ON 159,574.39 PV DUE 12/25/23	146.28		
12/26/23	42,572.99-	PAID DOWN BMW VEHICLE LEASE TR 1.100% 3/25/25 CUSIP 05601XAC3 TO SETTLE ON 12/26/2023	42,572.99	42,566.63-	6.36

STATEMENT OF TRANSACTIONS
FOR THE PERIOD DECEMBER 1, 2023 THROUGH DECEMBER 31, 2023

CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF TRANSACTIONS

DATE	PAR VALUE/SHARES	DESCRIPTION	CASH	COST VALUE	REALIZED GAIN/LOSS
12/26/23		INTEREST RECEIVED BMW VEHICLE OWN ABS 3.210% 8/25/26 CUSIP 05602RAD3 \$0.00268/PV ON 530,000.00 PV DUE 12/25/23	1,417.75		
12/27/23	12,568.03-	PAID DOWN BMW VEHICLE OWN ABS 3.210% 8/25/26 CUSIP 05602RAD3 TO SETTLE ON 12/27/2023	12,568.03	12,567.38-	0.65
12/14/23		INTEREST RECEIVED FED HOME LN BK 2.875% 6/14/24 CUSIP 3130A1XJ2 INTEREST ON 1,500,000.000 UNITS	21,562.50		
12/04/23		INTEREST RECEIVED FED HOME LN MTG CORP 0.250% 12/04/23 CUSIP 3137EAF2 INTEREST ON 855,000.000 UNITS	1,068.75		
12/04/23	855,000-	MATURED FED HOME LN MTG CORP 0.250% 12/04/23 CUSIP 3137EAF2 AT \$100.0000 ON TRADE DATE 12/04/2023	855,000.00	854,153.55-	846.45
12/26/23		INTEREST RECEIVED FED HOME LN MTG CORP 3.171% 10/25/24 CUSIP 3137BFE98 \$0.00262/PV ON 1,289,110.65 PV DUE 12/25/23	3,406.47		
12/26/23	2,995.84-	PAID DOWN FED HOME LN MTG CORP 3.171% 10/25/24 CUSIP 3137BFE98 TO SETTLE ON 12/26/2023	2,995.84	3,222.63-	226.79-

STATEMENT OF TRANSACTIONS
FOR THE PERIOD DECEMBER 1, 2023 THROUGH DECEMBER 31, 2023

CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF TRANSACTIONS

DATE	PAR VALUE/SHARES	DESCRIPTION	CASH	COST VALUE	REALIZED GAIN/LOSS
12/18/23		INTEREST RECEIVED FED NATL MTG ASSN 0.500% 6/17/25 CUSIP 3135G04Z3 INTEREST ON 2,500,000.000 UNITS	6,250.00		
12/26/23		INTEREST RECEIVED FHLMC MULTIFAMILY ST 2.653% 8/25/26 CUSIP 3137BSP72 \$0.00221/PV ON 650,000.00 PV DUE 12/25/23	1,437.04		
12/26/23		INTEREST RECEIVED FHLMC MULTIFAMILY ST 2.995% 12/25/25 CUSIP 3137BN6G4 \$0.00250/PV ON 570,000.00 PV DUE 12/25/23	1,422.62		
12/26/23		INTEREST RECEIVED FHLMC MULTIFAMILY ST 3.010% 8/25/25 CUSIP 3137BLM28 \$0.00251/PV ON 1,000,000.00 PV DUE 12/25/23	2,508.33		
12/26/23		INTEREST RECEIVED FHLMC MULTIFAMILY ST 3.244% 8/25/27 CUSIP 3137FBBX3 \$0.00270/PV ON 1,000,000.00 PV DUE 12/25/23	2,703.33		
12/26/23		INTEREST RECEIVED FHLMC MULTIFAMILY ST 3.308% 9/25/25 CUSIP 3137BM7C4 \$0.00276/PV ON 440,000.00 PV DUE 12/25/23	1,212.93		

STATEMENT OF TRANSACTIONS
FOR THE PERIOD DECEMBER 1, 2023 THROUGH DECEMBER 31, 2023

CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF TRANSACTIONS

DATE	PAR VALUE/SHARES	DESCRIPTION	CASH	COST VALUE	REALIZED GAIN/LOSS
12/18/23		INTEREST RECEIVED GM FINANCIAL ABS 3.100% 2/16/27 CUSIP 362585AC5 \$0.00258/PV ON 390,000.00 PV DUE 12/16/23	1,007.50		
12/19/23	0.01	SHARE ADJUSTMENT GM FINANCIAL AUTOMOB 0.390% 10/21/24 CUSIP 36262XAC8			
12/20/23		INTEREST RECEIVED GM FINANCIAL AUTOMOB 0.390% 10/21/24 CUSIP 36262XAC8 \$0.00003/PV ON 99,705.05 PV DUE 12/20/23	32.40		
12/20/23	99,705.05-	PAID DOWN GM FINANCIAL AUTOMOB 0.390% 10/21/24 CUSIP 36262XAC8 AT \$484.6460 ON TRADE DATE 12/20/2023	99,705.05	99,703.69-	1.36
12/20/23		INTEREST RECEIVED GM FINANCIAL AUTOMOB 1.850% 3/20/25 CUSIP 36265MAC9 \$0.00097/PV ON 578,202.99 PV DUE 12/20/23	915.49		
12/20/23	109,507.74-	PAID DOWN GM FINANCIAL AUTOMOB 1.850% 3/20/25 CUSIP 36265MAC9 AT \$441.2624 ON TRADE DATE 12/20/2023	109,507.74	109,506.80-	0.94
12/18/23		INTEREST RECEIVED GM FINANCIAL SECURIT 0.680% 9/16/26 CUSIP 362554AC1 \$0.00043/PV ON 267,989.87 PV DUE 12/16/23	151.86		

STATEMENT OF TRANSACTIONS
FOR THE PERIOD DECEMBER 1, 2023 THROUGH DECEMBER 31, 2023

CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF TRANSACTIONS

DATE	PAR VALUE/SHARES	DESCRIPTION	CASH	COST VALUE	REALIZED GAIN/LOSS
12/18/23	15,837.6-	PAID DOWN GM FINANCIAL SECURIT 0.680% 9/16/26 CUSIP 362554AC1 TO SETTLE ON 12/18/2023	15,837.60	15,837.20-	0.40
12/18/23		INTEREST RECEIVED GM FINANCIAL SECURIT 1.260% 11/16/26 CUSIP 380146AC4 \$0.00093/PV ON 261,079.43 PV DUE 12/16/23	274.13		
12/18/23	15,063.36-	PAID DOWN GM FINANCIAL SECURIT 1.260% 11/16/26 CUSIP 380146AC4 TO SETTLE ON 12/18/2023	15,063.36	15,062.05-	1.31
12/21/23		INTEREST RECEIVED HONDA AUTO RECE ABS 5.670% 6/21/28 CUSIP 438123AC5 \$0.00677/PV ON 805,000.00 PV DUE 12/21/23	5,451.86		
12/21/23		INTEREST RECEIVED HONDA AUTO RECEIVABL 0.270% 4/21/25 CUSIP 43813GAC5 \$0.00005/PV ON 59,522.37 PV DUE 12/21/23	13.39		
12/21/23	10,460.85-	PAID DOWN HONDA AUTO RECEIVABL 0.270% 4/21/25 CUSIP 43813GAC5	10,460.85	10,460.66-	0.19
12/18/23		INTEREST RECEIVED HONDA AUTO RECEIVABL 0.370% 10/18/24 CUSIP 43813KAC6 \$0.00002/PV ON 29,741.01 PV DUE 12/18/23	9.17		

STATEMENT OF TRANSACTIONS
FOR THE PERIOD DECEMBER 1, 2023 THROUGH DECEMBER 31, 2023

CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF TRANSACTIONS

DATE	PAR VALUE/SHARES	DESCRIPTION	CASH	COST VALUE	REALIZED GAIN/LOSS
12/18/23	18,105.31-	PAID DOWN HONDA AUTO RECEIVABL 0.370% 10/18/24 CUSIP 43813KAC6	18,105.31	18,102.65-	2.66
12/21/23		INTEREST RECEIVED HONDA AUTO RECEIVABL 0.880% 1/21/26 CUSIP 43815GAC3 \$0.00055/PV ON 344,032.15 PV DUE 12/21/23	252.29		
12/21/23	23,618.13-	PAID DOWN HONDA AUTO RECEIVABL 0.880% 1/21/26 CUSIP 43815GAC3	23,618.13	23,613.15-	4.98
12/15/23		INTEREST RECEIVED HONDA AUTO RECEIVABL 1.000% 5/15/26 CUSIP 43815BAC4 \$0.00157/PV ON 740,000.00 PV DUE 12/15/23	1,159.33		
12/15/23	17,831.3-	PAID DOWN HONDA AUTO RECEIVABL 1.000% 5/15/26 CUSIP 43815BAC4 AT \$456.3283 ON TRADE DATE 12/15/2023	17,831.30	17,828.62-	2.68
12/15/23		INTEREST RECEIVED HYUNDAI AUTO LEASE 1.160% 1/15/25 CUSIP 44891WAC3 \$0.00051/PV ON 283,648.76 PV DUE 12/15/23	274.19		
12/15/23	58,257-	PAID DOWN HYUNDAI AUTO LEASE 1.160% 1/15/25 CUSIP 44891WAC3 AT \$139.6729 ON TRADE DATE 12/15/2023	58,257.00	58,255.71-	1.29

STATEMENT OF TRANSACTIONS
FOR THE PERIOD DECEMBER 1, 2023 THROUGH DECEMBER 31, 2023

CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF TRANSACTIONS

DATE	PAR VALUE/SHARES	DESCRIPTION	CASH	COST VALUE	REALIZED GAIN/LOSS
12/15/23		INTEREST RECEIVED HYUNDAI AUTO REC ABS 2.220% 10/15/26 CUSIP 448977AD0 \$0.00185/PV ON 1,010,000.00 PV DUE 12/15/23	1,868.50		
12/15/23	29,196.36-	PAID DOWN HYUNDAI AUTO REC ABS 2.220% 10/15/26 CUSIP 448977AD0 AT \$278.6966 ON TRADE DATE 12/15/2023	29,196.36	29,195.24-	1.12
12/15/23		INTEREST RECEIVED HYUNDAI AUTO RECEIVA 0.380% 9/15/25 CUSIP 44933LAC7 \$0.00011/PV ON 172,686.39 PV DUE 12/15/23	54.68		
12/15/23	23,747.26-	PAID DOWN HYUNDAI AUTO RECEIVA 0.380% 9/15/25 CUSIP 44933LAC7	23,747.26	23,744.76-	2.50
12/15/23		INTEREST RECEIVED HYUNDAI AUTO RECEIVA 0.740% 5/15/26 CUSIP 44935FAD6 \$0.00046/PV ON 988,717.31 PV DUE 12/15/23	609.71		
12/15/23	70,333.58-	PAID DOWN HYUNDAI AUTO RECEIVA 0.740% 5/15/26 CUSIP 44935FAD6 AT \$153.8684 ON TRADE DATE 12/15/2023	70,333.58	68,555.23-	1,778.35
12/15/23		INTEREST RECEIVED JOHN DEERE OWNE ABS 5.090% 6/15/27 CUSIP 47800BAC2 \$0.00424/PV ON 1,050,000.00 PV DUE 12/15/23	4,453.75		

STATEMENT OF TRANSACTIONS
FOR THE PERIOD DECEMBER 1, 2023 THROUGH DECEMBER 31, 2023

CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF TRANSACTIONS

DATE	PAR VALUE/SHARES	DESCRIPTION	CASH	COST VALUE	REALIZED GAIN/LOSS
12/15/23		INTEREST RECEIVED JOHN DEERE OWNER ABS 2.320% 9/16/26 CUSIP 47787JAC2 \$0.00173/PV ON 402,289.78 PV DUE 12/15/23	777.76		
12/15/23	22,021.04-	PAID DOWN JOHN DEERE OWNER ABS 2.320% 9/16/26 CUSIP 47787JAC2 AT \$369.5069 ON TRADE DATE 12/15/2023	22,021.04	22,016.17-	4.87
12/15/23		INTEREST RECEIVED JOHN DEERE OWNER ABS 3.740% 2/16/27 CUSIP 47800AAC4 \$0.00312/PV ON 655,000.00 PV DUE 12/15/23	2,041.42		
12/15/23		INTEREST RECEIVED JOHN DEERE OWNER TRU 0.520% 3/16/26 CUSIP 47789QAC4 \$0.00028/PV ON 374,083.57 PV DUE 12/15/23	162.10		
12/15/23	20,686.25-	PAID DOWN JOHN DEERE OWNER TRU 0.520% 3/16/26 CUSIP 47789QAC4	20,686.25	20,684.40-	1.85
12/04/23	1,100,000	PURCHASED MERCEDES-BENZ ABS 5.950% 11/15/28 CUSIP 58769FAC9 AT \$102.1172 ON TRADE DATE 11/29/2023 TO SETTLE ON 12/04/2023 MITSUBISHI UFJ SECURITIES (USA)	1,123,289.06-	1,123,289.06	
12/04/23		ACCRUED INTEREST ON PURCHASE MERCEDES-BENZ ABS 5.950% 11/15/28 CUSIP 58769FAC9	3,454.31-		

STATEMENT OF TRANSACTIONS
FOR THE PERIOD DECEMBER 1, 2023 THROUGH DECEMBER 31, 2023

CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF TRANSACTIONS

DATE	PAR VALUE/SHARES	DESCRIPTION	CASH	COST VALUE	REALIZED GAIN/LOSS
12/15/23		INTEREST RECEIVED MERCEDES-BENZ ABS 5.950% 11/15/28 CUSIP 58769FAC9 \$0.00496/PV ON 1,100,000.00 PV DUE 12/15/23	5,454.17		
12/11/23		INTEREST RECEIVED P/P GUARDIAN LIFE GL 0.875% 12/10/25 CUSIP 40139LBC6 INTEREST ON 1,400,000.000 UNITS	6,125.00		
12/06/23		INTEREST RECEIVED P/P PRICOA GLOBAL FU 1.150% 12/06/24 CUSIP 74153WCQ0 INTEREST ON 885,000.000 UNITS	5,088.75		
12/12/23		INTEREST RECEIVED TORONTO-DOMINION BAN 2.650% 6/12/24 CUSIP 89114QCA4 INTEREST ON 1,500,000.000 UNITS	19,875.00		
12/15/23		INTEREST RECEIVED TOYOTA AUTO REC ABS 5.160% 4/17/28 CUSIP 89231FAD2 \$0.00430/PV ON 1,300,000.00 PV DUE 12/15/23	5,590.00		
12/15/23		INTEREST RECEIVED TOYOTA AUTO RECEIVAB 0.260% 5/15/25 CUSIP 89240BAC2 \$0.00004/PV ON 224,693.89 PV DUE 12/15/23	48.68		
12/15/23	37,595.9-	PAID DOWN TOYOTA AUTO RECEIVAB 0.260% 5/15/25 CUSIP 89240BAC2 AT \$216.4312 ON TRADE DATE 12/15/2023	37,595.90	37,588.92-	6.98

STATEMENT OF TRANSACTIONS
FOR THE PERIOD DECEMBER 1, 2023 THROUGH DECEMBER 31, 2023

CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF TRANSACTIONS

DATE	PAR VALUE/SHARES	DESCRIPTION	CASH	COST VALUE	REALIZED GAIN/LOSS
12/15/23		INTEREST RECEIVED TOYOTA AUTO RECEIVAB 0.350% 1/15/25 CUSIP 89236XAC0 \$0.00000/PV ON 7,717.40 PV DUE 12/15/23	2.25		
12/15/23	7,717.4-	PAID DOWN TOYOTA AUTO RECEIVAB 0.350% 1/15/25 CUSIP 89236XAC0	7,717.40	7,715.96-	1.44
12/15/23		INTEREST RECEIVED TOYOTA AUTO RECEIVAB 0.710% 4/15/26 CUSIP 89238JAC9 \$0.00045/PV ON 325,983.42 PV DUE 12/15/23	192.87		
12/15/23	21,796.07-	PAID DOWN TOYOTA AUTO RECEIVAB 0.710% 4/15/26 CUSIP 89238JAC9 AT \$373.3208 ON TRADE DATE 12/15/2023	21,796.07	21,795.61-	0.46
12/20/23		INTEREST RECEIVED TOYOTA LEASE OWN ABS 1.960% 2/20/25 CUSIP 89238LAC4 \$0.00118/PV ON 833,500.53 PV DUE 12/20/23	1,361.38		
12/20/23	136,144.4-	PAID DOWN TOYOTA LEASE OWN ABS 1.960% 2/20/25 CUSIP 89238LAC4 AT \$354.9294 ON TRADE DATE 12/20/2023	136,144.40	136,122.97-	21.43
12/18/23		INTEREST RECEIVED TOYOTA MOTOR CREDIT 1.125% 6/18/26 CUSIP 89236TJK2 INTEREST ON 1,385,000.000 UNITS	7,790.63		

STATEMENT OF TRANSACTIONS
 FOR THE PERIOD DECEMBER 1, 2023 THROUGH DECEMBER 31, 2023

CITY OF CUPERTINO
 ACCOUNT NUMBER [REDACTED]

STATEMENT OF TRANSACTIONS

DATE	PAR VALUE/SHARES	DESCRIPTION	CASH	COST VALUE	REALIZED GAIN/LOSS
12/29/23	2,500,000	PURCHASED U.S. TREASURY NOTES 4.375% 12/15/26 CUSIP 91282CJP7 AT \$101.0039 ON TRADE DATE 12/28/2023 TO SETTLE ON 12/29/2023 NOMURA SECURITIES INTERNATIONAL	2,525,097.66-	2,525,097.66	
12/29/23		ACCRUED INTEREST ON PURCHASE U.S. TREASURY NOTES 4.375% 12/15/26 CUSIP 91282CJP7	4,183.74-		
12/20/23		INTEREST RECEIVED VERIZON MAST ABS V-M 3.720% 7/20/27 CUSIP 92348KAV5 \$0.00310/PV ON 570,000.00 PV DUE 12/20/23	1,767.00		
12/19/23		INTEREST RECEIVED VR BANK OF AMERICA 1.319% 6/19/26 CUSIP 06051GJD2 INTEREST ON 700,000.000 UNITS	4,616.50		
12/26/23		INTEREST RECEIVED VR FHLMC MULTIFAMI 3.334% 8/25/25 CUSIP 3137BLW95 \$0.00278/PV ON 950,000.00 PV DUE 12/25/23	2,639.42		
12/01/23		INTEREST RECEIVED VR JPMORGAN CHASE & 0.824% 6/01/25 CUSIP 46647PCH7 INTEREST ON 1,370,000.000 UNITS	5,644.40		
12/26/23		INTEREST RECEIVED VR JPMORGAN CHASE & 0.969% 6/23/25 CUSIP 46647PCK0 INTEREST ON 655,000.000 UNITS	3,173.48		

STATEMENT OF TRANSACTIONS
FOR THE PERIOD DECEMBER 1, 2023 THROUGH DECEMBER 31, 2023

CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF TRANSACTIONS

DATE	PAR VALUE/SHARES	DESCRIPTION	CASH	COST VALUE	REALIZED GAIN/LOSS
		TRANSFER RECEIPTS			
12/01/23		ADDITION TO ACCOUNT TRANSFER FROM INCOME	10,581.48		
12/06/23		ADDITION TO ACCOUNT TRANSFER FROM INCOME	2,703.19		
12/11/23		ADDITION TO ACCOUNT TRANSFER FROM INCOME	6,125.00		
12/12/23		ADDITION TO ACCOUNT TRANSFER FROM INCOME	19,875.00		
12/14/23		ADDITION TO ACCOUNT TRANSFER FROM INCOME	21,562.50		
12/15/23		ADDITION TO ACCOUNT TRANSFER FROM INCOME	29,419.17		
12/18/23		ADDITION TO ACCOUNT TRANSFER FROM INCOME	14,323.93		
12/19/23		ADDITION TO ACCOUNT TRANSFER FROM INCOME	5,775.86		
12/20/23		ADDITION TO ACCOUNT TRANSFER FROM INCOME	4,076.27		
12/21/23		ADDITION TO ACCOUNT TRANSFER FROM INCOME	5,717.54		
12/26/23		ADDITION TO ACCOUNT TRANSFER FROM INCOME	20,069.93		

STATEMENT OF TRANSACTIONS
FOR THE PERIOD DECEMBER 1, 2023 THROUGH DECEMBER 31, 2023

CITY OF CUPERTINO
ACCOUNT NUMBER [REDACTED]

STATEMENT OF TRANSACTIONS

DATE	PAR VALUE/SHARES	DESCRIPTION	CASH	COST VALUE	REALIZED GAIN/LOSS
12/28/23		ADDITION TO ACCOUNT TRANSFER FROM INCOME	39,641.87		
		INVESTMENT MANAGEMENT EXPENSES			
12/06/23		INVESTMENT MGMT FEE PAID TO CHANDLER ASSET MANAGEMENT INC INV 2311CUPERTIN PRD 11/1/23-11/30/23	9,233.26-		
		TRANSFER DISBURSEMENTS			
12/01/23		TRANSFER TO PRINCIPAL	10,581.48-		
12/06/23		TRANSFER TO PRINCIPAL	2,703.19-		
12/11/23		TRANSFER TO PRINCIPAL	6,125.00-		
12/12/23		TRANSFER TO PRINCIPAL	19,875.00-		
12/14/23		TRANSFER TO PRINCIPAL	21,562.50-		
12/15/23		TRANSFER TO PRINCIPAL	29,419.17-		
12/18/23		TRANSFER TO PRINCIPAL	14,323.93-		
12/19/23		TRANSFER TO PRINCIPAL	5,775.86-		
12/20/23		TRANSFER TO PRINCIPAL	4,076.27-		
12/21/23		TRANSFER TO PRINCIPAL	5,717.54-		
12/26/23		TRANSFER TO PRINCIPAL	20,069.93-		
12/28/23		TRANSFER TO PRINCIPAL	39,641.87-		
ENDING BALANCE			0.00	158,466,177.24	

INVESTMENT AND INSURANCE PRODUCTS ARE:

- NOT INSURED BY THE FEDERAL DEPOSIT INSURANCE CORPORATION (FDIC) OR ANY FEDERAL GOVERNMENT AGENCY
- NOT A DEPOSIT, OBLIGATION OF, OR GUARANTEED BY ANY BANK OR BANKING AFFILIATE
- SUBJECT TO INVESTMENT RISKS AND MAY LOSE VALUE, INCLUDING POSSIBLE LOSS OF PRINCIPAL AMOUNT INVESTED

CITY OF CUPERTINO
PARS Post-Employment Benefits Trust

Account Report for the Period
12/1/2023 to 12/31/2023

Kristina Alfaro
Director of Administrative Services
City of Cupertino
10300 Torre Ave.
Cupertino, CA 95014

Account Summary

Source	Balance as of 12/1/2023	Contributions	Earnings	Expenses	Distributions	Transfers	Balance as of 12/31/2023
OPEB	\$35,165,170.39	\$0.00	\$1,916,805.62	\$10,099.55	\$0.00	\$0.00	\$37,071,876.46
PENSION	\$19,340,293.30	\$0.00	\$1,054,271.62	\$5,554.59	\$0.00	\$0.00	\$20,389,010.33
Totals	\$54,505,463.69	\$0.00	\$2,971,077.24	\$15,654.14	\$0.00	\$0.00	\$57,460,886.79

Investment Selection

Source	
OPEB	City of Cupertino - OPEB
PENSION	City of Cupertino - PEN

Investment Objective

Source	
OPEB	Individual account based on US Bank Balanced MM. Dual goals are to provide a moderate amount of current income with moderate capital growth. Income production and longer term growth of capital.
PENSION	Individual account based on US Bank Balanced MM. Dual goals are to provide a moderate amount of current income with moderate capital growth. Income production and longer term growth of capital.

Investment Return

Source	1-Month	3-Months	1-Year	Annualized Return			Plan's Inception Date
				3-Years	5-Years	10-Years	
OPEB	5.45%	10.30%	17.61%	2.26%	7.92%	5.64%	6/21/2010
PENSION	5.45%	10.30%	17.61%	2.21%	-	-	3/26/2019

Information as provided by US Bank, Trustee for PARS; Not FDIC Insured; No Bank Guarantee; May Lose Value

Past performance does not guarantee future results. Performance returns may not reflect the deduction of applicable fees, which could reduce returns. Information is deemed reliable but may be subject to change.
Investment Return: Annualized rate of return is the return on an investment over a period other than one year multiplied or divided to give a comparable one-year return.
Account balances are inclusive of Trust Administration, Trustee and Investment Management fees

California State Treasurer *Fiona Ma, CPA*



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

January 10, 2024

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

CITY OF CUPERTINO

FINANCE MANAGER
10300 TORRE AVENUE
CUPERTINO, CA 95014

[Tran Type Definitions](#)



Account Number: XXXXXXXXXX

December 2023 Statement

Account Summary

Total Deposit:	0.00	Beginning Balance:	21,787,939.00
Total Withdrawal:	0.00	Ending Balance:	21,787,939.00



CITY OF CUPERTINO

Agenda Item

24-13119

Agenda Date: 4/22/2024
Agenda #: 5.

Subject: INFORMATIONAL ITEM Annual Review of the City's Investment Policy

Annual Review of the City's Investment Policy

Presenter: Jonathan Orozco, Finance Manager, and Chandler

4:55(10)



ADMINISTRATIVE SERVICES DEPARTMENT

CITY HALL
10300 TORRE AVENUE • CUPERTINO, CA 95014-3255
TELEPHONE: (408) 777-3220 • FAX: (408) 777-3109
CUPERTINO.ORG

AUDIT COMMITTEE STAFF REPORT

Meeting: April 22, 2024

Subject

Consider the City's Investment Policy

Recommended Action

Review and accept the City's Investment Policy

Reasons for Recommendation

Background

To ensure the City's investment policy is up-to-date and aligned with its investment objectives, the Audit Committee conducts an annual review before presenting it to the City Council. The most recent review and acceptance of the investment policy by the Audit Committee occurred on April 24, 2023, followed by approval from the City Council on May 16, 2023.

The investment policy is the foundation of the City's investment goals and priorities. It can help protect the City's assets if it is carefully researched, effectively drafted, and regularly reviewed to assure that it continues to meet the City's investment objectives. The existence of an approved investment policy demonstrates that the City is performing its fiduciary responsibilities, thereby inspiring trust and confidence among the public that it serves.

The policy also provides guidance on the proper management of the City's temporary idle cash, outlining protocols to maximize cash efficiency.

California Government Code (Code) section 53646(a)(2) states:

[T]he treasurer or chief fiscal officer of the local agency may annually render to the legislative body of that local agency and any oversight committee of that local agency a statement of investment policy, which the legislative body of the local agency shall consider at a public meeting. Any change in the policy shall also be considered by the legislative body of the local agency at a public meeting.

Assembly Bill 2853 (Chapter 889, Statutes of 2004) amended section 53646(a)(2) to make presentation of the investment policy to the City Council optional. While no longer required by Code, the City annually presents the investment policy to the Audit Committee before submitting it to City Council for approval.

Chandler Asset Management

In FY 2018-19, the City conducted a Request for Proposal (RFP) for investment management services and selected Chandler Asset Management. Under the City's Treasurer's direction, Chandler Asset Management manages the City's investment portfolio in accordance with the City's investment objectives. The City's investment objectives, in order of priority, are to provide:

- Safety to ensure the preservation of capital in the overall portfolio
- Sufficient liquidity for cash needs
- A market rate of return consistent with the investment program

The performance objective is to earn a total rate of return through a market cycle equal to or above the return on the benchmark index. To achieve the objective, Chandler Asset Management invests in high-quality fixed-income securities consistent with the City's investment policy and Code.

Investment Policy Review

Chandler Asset Management reviewed the City's investment policy. The review of the policy focused on compliance with the statutes of Code that govern the investment of public funds, as well as on the inclusion of current best practices.

There was a change to Code Section 53601 for 2023 that Chandler Asset Management recommends the City adopt. Pursuant to Senate Bill 1489, effective January 1, 2023, the Code specified that an investment's term or remaining maturity shall be measured from the settlement date to final maturity rather than from the trade date. Chandler Asset Management has added the change in the Maximum Maturities and Mitigating Market Risk in the Portfolio sections. The City's policy continues to be effective as written.

Sustainability Impact

No sustainability impact.

Fiscal Impact

No fiscal impact.

Prepared by: Jonathan Orozco, Finance Manager

Reviewed by: Kristina Alfaro, Director of Administrative Services and City Treasurer

Approved for Submission by: Matt Morley, Assistant City Manager

Attachments:

A – Cupertino Investment Policy (redline)

B – Cupertino Investment Policy Statement Review Memo

 City Investment Policy	Citywide Policy Manual
	Attachments: N/A
Effective Date: May 21 ¹⁶ , 202 4 ³	Responsible Department: Administrative Services
Related Policies & Notes: Pension Investment Policy, OPEB Investment Policy	

POLICY

Under authority granted by the City Council, the City Treasurer and Deputy Treasurer are responsible for investing the surplus funds of the City.

The investment of the funds of the City of Cupertino is directed to the goals of safety, liquidity and yield. The authority governing investments for municipal governments is set forth in the California Government Code, Sections 53600 et seq. [By adopting this Policy, the City Council delegates to the City Treasurer the authority to invest or to reinvest City funds, or to sell or exchange securities so purchased pursuant to Government Code Section 53607.](#)

The primary objective of the investment policy of the City of Cupertino is SAFETY OF PRINCIPAL. Investments shall be placed in those securities as outlined by type and maturity sector in this document. Effective cash flow management and resulting cash investment practices are recognized as essential to good fiscal management and control. The City’s portfolio shall be designed and managed in a manner responsive to the public trust and consistent with state and local law. Portfolio management requires continual analysis and as a result the balance between the various investments and maturities may change in order to give the City of Cupertino the optimum combination of necessary liquidity and optimal yield based on cash flow projections.

SCOPE

The investment policy applies to all financial assets of the City of Cupertino as accounted for in the Annual Comprehensive Financial Report (ACFR). Policy statements outlined in this document focus on the City of Cupertino’s pooled, surplus funds, but will also apply to all other funds under the City Treasurer’s span of control unless specifically exempted by statute or ordinance. This policy is applicable, but not limited to all funds listed below:

- General Fund
- Special Revenue Funds
- Capital Project Funds
- Enterprise Funds

- Internal Service Funds
- Trust and Agency Funds
- Any new fund unless specifically exempted

Investments of bond proceeds shall be governed by the provisions of the related bond indentures and/or cash flow requirements and therefore may extend beyond the maturity limitations as outlined in this document. Other post-employment benefit (OPEB) and Pension trust investments are governed by California Government Code Sections 53620 through 53622 and trust documents. The trusts are governed by separate investment policies entitled Investment Policy Statement City of Cupertino Investment Trust that were reviewed by the City of Cupertino Audit Committee on October 23⁴, 2023² and City Council on December 5⁶, 2023².

PRUDENCE

Pursuant to California Government Code, Section 53600.3, all persons authorized to make investment decisions on behalf of the City are trustees and therefore fiduciaries subject to the Prudent Investor Standard:

“...all governing bodies of local agencies or persons authorized to make investment decisions on behalf of those local agencies investing public funds pursuant to this chapter are trustees and therefore fiduciaries subject to the prudent investor standard. 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. Within the limitations of this section and considering individual investments as part of an overall strategy, investments may be acquired as authorized by law.”

It is the City’s intent, at the time of purchase, to hold all investments until maturity to ensure the return of all invested principal dollars. However, it is realized that market prices of securities will vary depending on economic and interest rate conditions at any point in time. It is further recognized that in a well-diversified investment portfolio, occasional measured losses are inevitable due to economic, bond market, or individual security valuation fluctuations. These occasional losses must be considered within the context of the overall investment program objectives and the resultant long-term rate of return. The City Treasurer and Deputy Treasurer, acting within the intent and scope of the investment policy and other written procedures and exercising due diligence, shall be relieved of personal responsibility and liability for an individual security’s credit risk or market price changes, provided deviations from expectations are reported in a timely manner and appropriate action is taken to control adverse developments.

OBJECTIVES

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

A. Safety of Principal

Safety of principal is the foremost objective of the City of Cupertino. Investments will be undertaken in a manner that seeks to ensure the preservation of capital in the overall portfolio. To attain this objective, the City will diversify its investments by investing funds among a variety of securities with independent returns.

B. Liquidity

The City's investment portfolio will remain sufficiently liquid to meet all operating requirements which might be reasonably anticipated and provide the City with adequate cash flows to pay its obligations over the next six months. Additionally, the portfolio should consist largely of securities with active secondary resale markets.

C. Return

The City's investment portfolio shall be designed with the objective of attaining a rate of return throughout budgetary and economic cycles, commensurate with Cupertino's investment risk constraints and cash flow characteristics of the portfolio.

MAXIMUM MATURITIES

Maturities of investments will be selected based on liquidity requirements to minimize interest rate risk and maximize earnings. Investment of surplus funds shall comply with the maturity limits as set forth in the California Government Code 53600, et seq. Where this section does not specify a limitation on the term or remaining maturity at the time of the investment, no investment shall be made in any security that at the time of the investment has a term remaining to maturity in excess of five years from date of trade settlement, unless the Council has granted express authority to make that investment either specifically or as a part of an investment program approved by the Council no less than three months prior to the investment. Reserve funds may be invested in securities exceeding five years if the maturity of such investments is made to coincide as nearly as practicable with the expected use of the funds.

PERFORMANCE EVALUATION

Investment performance is continually monitored and evaluated by the City Treasurer. Investment performance statistics and activity reports are generated on a quarterly basis for presentation to the oversight (audit) committee, City Manager and City Council. Yield on the City's investment portfolio is of secondary importance compared to the safety and liquidity objectives described above. The City's investment portfolio shall be designed to attain a market average rate of return through economic cycles. The Treasurer shall monitor and evaluate the portfolio's performance relative to the chosen market benchmark(s), which will be included in the Treasurer's quarterly report. The Treasurer shall select an appropriate, readily available index to use as a market benchmark. Whenever possible, and consistent with risk limitations as defined herein and prudent investment principles, the Treasurer shall seek to augment return above the

market average rate of return. The City may select alternative benchmarks for identified pools of City funds that have different objectives.

DELEGATION OF AUTHORITY

Authority to manage the City's investment program is derived from California Government Code, Sections 41006 and 53600 et seq. The Treasurer is responsible for investment management decisions and activities per City Council Resolution.

The Treasurer shall designate a staff person as a liaison/deputy in the event circumstances require timely action and the Treasurer is not present.

No officer or designee may engage in an investment transaction except as provided under terms of this policy and the procedures by the Treasurer and approved by the City Manager/Council. The Treasurer shall be responsible for all transactions undertaken and shall establish a system of controls to regulate the activities of subordinate officials.

If an investment adviser is retained by the City, the investment adviser, registered under the Investment Advisers Act of 1940, must have at least five years' experience investing in the securities and obligations authorized by California Government Code 53601 subdivisions (a) to (k), inclusive, and subdivisions (m) to (q), inclusive, and with assets under management in excess of five hundred million dollars (\$500,000,000). External investment advisers may be granted discretion to purchase and sell investment securities in accordance with this investment policy.

The City's overall investment program shall be designed and managed with a degree of professionalism that is worthy of the public trust. The City recognizes that in a diversified portfolio, occasional measured losses may be inevitable and must be considered within the context of the overall portfolio's return and the cash flow requirements of the City.

OVERSIGHT COMMITTEE

An audit committee consisting of appropriate internal and external members, appointed by the City Council, shall be established to provide general oversight and direction concerning the policies related to management of the City's investment pool, OPEB trust, and Pension Rate Stabilization Program trust. The City Treasurer shall serve in a staff and advisory capacity. The committee shall meet at least quarterly to review policy changes, new legislation and portfolio status.

ETHICS AND CONFLICTS OF INTEREST

Officers and employees involved in the investment process shall refrain from personal business activity that conflicts with proper execution of the investment program, or impairs their ability to make impartial investment decisions. Additionally the City Treasurer and the Deputy Treasurer are required to annually file applicable financial disclosures as required by the Fair Political Practices Commission (FPPC).

SAFEKEEPING OF SECURITIES

To protect against fraud or embezzlement or losses caused by collapse of an individual securities dealer, all securities owned by the City shall be held in safekeeping by a third party custodian acting as agent for the City under the terms of a custody agreement. All trades executed by a dealer will settle delivery versus payment (DVP) through the City's safekeeping agent. In order to verify investment holdings, an external auditor, on an annual basis, shall independently verify securities held in custody for the City. Additionally, the City Treasurer shall include a listing of holdings provided by the City's custodian to the quarterly investment report as verification between annual reviews by the external auditor.

The only exceptions to the foregoing shall be depository accounts and securities purchases made with: (i) local government investment pools; (ii) time certificates of deposit, and, (iii) money mutual funds, since the purchased securities are not deliverable. All other exceptions to this safekeeping policy must be approved by the City Treasurer in written form and included in the quarterly report to City Council.

INTERNAL CONTROL

Separation of duties between the Treasurer's function and Finance is designed to provide proper internal controls to prevent the potential for converting assets or concealing transactions. Dual transaction controls, separate and independent notifications, and reports provided by financial institutions shall be used to help implement these controls.

Wire transfers shall be approved prior to being submitted to the financial institution. Wire transfers initiated by Treasury staff must be reconfirmed by the appropriate financial institution to Finance staff. Proper documentation is required for each investment transaction and must include a broker trade confirmation and a cash disbursement wire transfer confirmation. Timely bank reconciliation is conducted to ensure proper handling of all transactions. The investment portfolio and all related transactions are reviewed and balanced to appropriate general ledger accounts by Finance staff on a monthly basis.

An annual agreed-upon procedures engagement in accordance with the attestation standards established by the American Institute of Certified Public Accountants shall be conducted by an auditor solely to assist management in determining the City's compliance with this investment policy. At the conclusion of such engagement, the agreed-upon procedures report detailing all procedures performed and findings noted (if applicable) shall be provided to the Audit Committee of the City.

REPORTING

Monthly transaction reports will be submitted by the Treasurer to the City Council within 30 days of the end of the reporting period in accordance with California Government Code Section 53607.

The City Treasurer shall also prepare a quarterly investment report, including a succinct management summary that provides a clear picture of the status of the current investment portfolio. The report will be prepared in a manner that will report all information required under this policy and as recommended by California Government Code. The Treasurer will submit the report to Council no later than the second regular council meeting, or approximately 45 days following the end of the quarter covered by the report.

AUTHORIZED FINANCIAL INSTITUTIONS, DEPOSITORIES, AND QUALIFIED BROKER/DEALERS

To the extent practicable, the Treasurer shall endeavor to complete investment transactions using a competitive bid process whenever possible. The City's Treasurer will determine which financial institutions are authorized to provide investment services to the City. It shall be the City's policy to purchase securities only from authorized institutions and firms.

The Treasurer shall maintain procedures for establishing a list of authorized broker/dealers and financial institutions which are approved for investment purposes that are selected through a process of due diligence as determined by the City. Due inquiry shall determine whether such authorized broker/dealers, and the individuals covering the City are reputable and trustworthy, knowledgeable and experienced in Public Agency investing and able to meet all of their financial obligations. These institutions may include "primary" dealers or regional dealers that qualify under Securities and Exchange Commission (SEC) Rule 15c3-1 (uniform net capital rule).

In accordance with Section 53601.5, institutions eligible to transact investment business with the City include:

- Primary government dealers as designated by the Federal Reserve Bank and non-primary government dealers.
- Nationally or state-chartered banks.
- The Federal Reserve Bank.
- Direct issuers of securities eligible for purchase.

Selection of financial institutions and broker/dealers authorized to engage in transactions will be at the sole discretion of the City, except where the City utilizes an external investment adviser in which case the City may rely on the adviser for selection.

All financial institutions which desire to become qualified bidders for investment transactions (and which are not dealing only with the investment adviser) must supply the Treasurer with audited financials and a statement certifying that the institution has reviewed the California Government Code, Section 53600 et seq. and the City's investment policy. The Treasurer will conduct an annual review of the financial condition and registrations of such qualified bidders.

Public deposits will be made only in qualified public depositories as established by State law. Deposits will be insured by the Federal Deposit Insurance Corporation, or, to the extent the amount exceeds the insured maximum, will be collateralized in accordance with State law.

Selection of broker/dealers used by an external investment adviser retained by the City will be at the sole discretion of the adviser. Where possible, transactions with broker/dealers shall be selected on a competitive basis and their bid or offering prices shall be recorded. If there is no other readily available competitive offering, best efforts will be made to document quotations for comparable or alternative securities. When purchasing original issue instrumentality securities, no competitive offerings will be required as all dealers in the selling group offer those securities at the same original issue price.

COLLATERAL REQUIREMENTS

CERTIFICATES OF DEPOSIT (CDS). The City shall require any commercial bank or savings and loan association to deposit eligible securities with an agency of a depository approved by the State Banking Department to secure any uninsured portion of a Non-Negotiable Certificate of Deposit. The value of eligible securities as defined pursuant to California Government Code, Section 53651, pledged against a Certificate of Deposit shall be equal to 150% of the face value of the CD if the securities are classified as mortgages and 110% of the face value of the CD for all other classes of security.

COLLATERALIZATION OF BANK DEPOSITS. This is the process by which a bank or financial institution pledges securities, or other deposits for the purpose of securing repayment of deposited funds. The City shall require any bank or financial institution to comply with the collateralization criteria defined in California Government Code, Section 53651.

REPURCHASE AGREEMENTS. The City requires that Repurchase Agreements be collateralized only by securities authorized in accordance with California Government Code:

- The securities which collateralize the repurchase agreement shall be priced at Market Value, including any Accrued Interest plus a margin. The Market Value of the securities that underlie a repurchase agreement shall be valued at 102% or greater of the funds borrowed against those securities.
- Financial institutions shall mark the value of the collateral to market at least monthly and increase or decrease the collateral to satisfy the ratio requirement described above.
- The City shall receive monthly statements of collateral.

AUTHORIZED INVESTMENTS

Investment of City funds is governed by the California Government Code Sections 53600 et seq. Within the context of the limitations, the following investments are authorized, subject to the restrictions below. In the event a discrepancy is found between this policy and the Code, the more restrictive parameters will take precedence. Percentage holding limits listed in this section apply at the time the security is purchased.

Any investment currently held at the time the policy is adopted which does not meet the new policy guidelines can be held until maturity and shall be exempt from the current policy. At the time of the investment's maturity or liquidation, such funds shall be reinvested only as provided in the current policy.

An appropriate risk level shall be maintained by primarily purchasing securities that are of high quality, liquid, and marketable. The portfolio shall be diversified by security type and institution to avoid incurring unreasonable and avoidable risks regarding specific security types or individual issuers.

1. United States Treasury Bills, Bonds, and Notes or those for which the full faith and credit of the United States are pledged for payment of principal and interest. There is no percentage limitation of the portfolio that can be invested in this category, although a five-year maturity limitation is applicable.
2. Obligations issued by Federal agencies or United States Government-Sponsored Enterprise obligations, participations, or other instruments, including those issued by or fully guaranteed as to principal and interest by federal agencies or United States government-sponsored enterprises. There are no limits on the dollar amount or percentage that the City may invest in Federal Agency or Government-Sponsored Enterprises (GSEs), provided that:
 - No more than 25% of the portfolio may be invested in any single Agency/GSE issuer.
 - The maximum maturity does not exceed five (5) years.
 - The maximum percent of agency callable securities in the portfolio will be 20%.
3. Banker's Acceptances (bills of exchange or time drafts drawn on and accepted by commercial banks) may not exceed 180 days to maturity or 40% of the portfolio.
 - They are issued by institutions which have short-term debt obligations rated "A-1" or its equivalent or better by at least one NRSRO; or long-term debt obligations which are rated in a rating category of "A" or its equivalent or better by at least one NRSRO.
 - No more than 5% of the portfolio may be invested in any single issuer.
4. Local Agency Investment Fund (LAIF), which is a State of California managed investment pool, may be used up to the maximum permitted by California state law. LAIF's investments in instruments prohibited by or not specified in the City's policy do not exclude the investment in LAIF itself from the City's list of allowable investments, provided LAIF's reports allow the Treasurer to adequately judge the risk inherent in LAIF's portfolio..
5. Commercial paper issued by corporations organized and operating in the United States having assets in excess of \$500,000,000, ranked "A-1" or its equivalent or better by at least one Nationally Ranked Statistical Rating Organization (NRSRO), issued by corporations which have long-term obligations rated in a rating category of "A" or its equivalent or better by one NRSRO. Purchases of eligible commercial paper may not exceed 270 days to maturity nor represent more than 10% of the outstanding paper of the issuing corporation.

Purchases of commercial paper may not exceed 25% of the portfolio. Under a provision sunseting on January 1, 2026, no more than 40% of the City's portfolio may be invested in Commercial Paper if the City's investment assets under management are greater than \$100,000,000. No more than 10% of the total investments may be invested the in commercial paper and medium term notes of any single issuer.

6. Negotiable Certificates of Deposits issued by nationally or state-chartered banks, state or federal savings associations, or state or federal credit unions, or by a federally licensed or state-licensed branch of a foreign bank. Purchases of Negotiable Certificates of Deposit may not exceed 30% of the portfolio. No more than 5% of the portfolio may be invested in any single issuer. A maturity limitation of five years is applicable. The amount of the NCD insured up to the FDIC limit does not require any credit ratings. Any amount above the FDIC insured limit must be issued by institutions which have short-term debt obligations rated "A-1" or its equivalent or better by at least one NRSRO; or long-term obligations rated in a rating category of "A" or its equivalent or better by at least one NRSRO.
7. Repurchase agreements that specify terms and conditions may be transacted with banks and broker dealers. The maturity of the repurchase agreements shall not exceed one year. The market value of the securities used as collateral for the repurchase agreements shall be monitored by the investment staff and shall not be allowed to fall below 102% of the value of the repurchase agreement. A PSA Master Repurchase Agreement is required between the City of Cupertino and the broker/dealer or financial institution for all repurchase agreements transacted.
8. Reverse repurchase agreements are not authorized.
9. Certificates of Deposit (time deposits), non-negotiable and collateralized in accordance with the California Government Code, may be purchased through banks, savings and loan associations, or credit unions. Within a limit of 30% of the portfolio, these institutions may use a private sector entity to assist in the placement of the time deposits under the conditions specified by the Government Code.
10. Medium Term Corporate Notes issued by corporations organized and operating in the United States or by depository institutions licensed by the United States or any state and operating within the United States, with a maximum maturity of five years may be purchased. Securities eligible for investment shall be rated in the rating category of "A" or better by at least one NRSRO. Purchase of medium term note s may not exceed 30% of the portfolio. No more than 10% of the total investments may be invested in the commercial paper and medium term notes of any single issuer.
11. Municipal securities, including obligations of the City, the State of California, and any local agency within the State of California, provided that:

- The securities are rated in a rating category of “A” or its equivalent or better by at least one NRSRO.
 - No more than 5% of the portfolio may be invested in any single issuer.
 - No more than 30% of the portfolio may be in Municipal Securities.
 - The maximum maturity does not exceed five (5) years.
12. Municipal securities (Registered Treasury Notes or Bonds) of any of the other 49 states in addition to California, including bonds payable solely out of the revenues from a revenue-producing property owned, controlled, or operated by a state or by a department, board, agency, or authority of any of the other 49 states, in addition to California.
- The securities are rated in a rating category of “A” or its equivalent or better by at least one nationally recognized statistical rating organization (“NRSRO”).
 - No more than 5% of the portfolio may be invested in any single issuer.
 - No more than 30% of the portfolio may be in Municipal Securities.
 - The maximum maturity does not exceed five (5) years.
13. Asset-backed, mortgage-backed, mortgage pass-through securities, and collateralized mortgage obligations, provided that:
- The securities are rated in a rating category of “AA” or its equivalent or better by a NRSRO.
 - No more than 20% of the total portfolio may be invested in these securities.
 - No more than 5% of the portfolio may be invested in any single Asset-Backed or Commercial Mortgage security issuer. There is no issuer limitation on any Mortgage security where the issuer is the US Treasury or a Federal Agency/GSE.
 - The maximum legal final maturity does not exceed five (5) years.
14. Supranationals, provided that:
- Issues are US 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.
 - The securities are rated in a rating category of “AA” or its equivalent or better by a NRSRO.
 - No more than 30% of the total portfolio may be invested in these securities.
 - No more than 10% of the portfolio may be invested in any single issuer.
 - The maximum maturity does not exceed five (5) years.

15. Various daily money market funds administered for or by trustees, paying agents and custodian banks contracted by the City of Cupertino may be purchased as allowed under State of California Government Code. Only funds holding U.S. Treasury obligations, Government agency obligations, or repurchase agreements collateralized by U.S. Treasury or Government agency obligations can be utilized and may not exceed 20% of the cost value of the portfolio.
16. Ineligible investments are those that are not described herein, including but not limited to, common stocks and long-term (over five years in maturity) notes and bonds are prohibited from use in this portfolio. It is noted that special circumstances arise that necessitate the purchase of securities beyond the five-year limitation. On such occasions, requests must be approved by City Council prior to purchase. Additionally:
- State law notwithstanding, any investments not specifically described herein are prohibited, including, but not limited to futures and options.
 - In accordance with Government Code, Section 53601.6, investment in inverse floaters, range notes, or mortgage derived interest-only strips is prohibited.
 - Investment in any security that could result in a zero-interest accrual if held to maturity is prohibited. Under a provision sunseting on January 1, 2026, securities backed by the U.S. Government that could result zero- or negative-interest accrual if held to maturity are permitted.
 - Trading securities for the sole purpose of speculating on the future direction of interest rates is prohibited.
 - Purchasing or selling securities on margin is prohibited.
 - The use of reverse repurchase agreements, securities lending or any other form of borrowing or leverage is prohibited.
 - The purchase of foreign currency denominated securities is prohibited.

RISK MANAGEMENT AND DIVERSIFICATION

Mitigating Credit Risk in the Portfolio

Credit risk is the risk that a security or a portfolio will lose some or all its value due to a real or perceived change in the ability of the issuer to repay its debt. The City will mitigate credit risk by adopting the following strategies:

The diversification requirements included in the “Authorized Investments” section of this policy are designed to mitigate credit risk in the portfolio.

- No more than 5% of the total portfolio may be deposited with or invested in securities issued by any single issuer unless otherwise specified in this policy.
- The City may elect to sell a security prior to its maturity and record a capital gain or loss in order to manage the quality, liquidity or yield of the portfolio in

response to market conditions or City's risk preferences.

- If the credit ratings of any security owned by the City are downgraded to a level below the quality required by this investment policy, it will be the City's policy to review the credit situation and make a determination as to whether to sell or retain such securities in the portfolio.
- If a security is downgraded, the Treasurer will use discretion in determining whether to sell or hold the security based on its current maturity, the economic outlook for the issuer, and other relevant factors.
- If a decision is made to retain a downgraded security in the portfolio, its presence in the portfolio will be monitored and reported monthly to the City Council.

Mitigating Market Risk in the Portfolio

Market risk is the risk that the portfolio value will fluctuate due to changes in the general level of interest rates. The City recognizes that, over time, longer-term portfolios have the potential to achieve higher returns. On the other hand, longer-term portfolios have higher volatility of return. The City will mitigate market risk by providing adequate liquidity for short-term cash needs, and by making longer-term investments only with funds that are not needed for current cash flow purposes.

The City further recognizes that certain types of securities, including variable rate securities, securities with principal paydowns prior to maturity, and securities with embedded options, will affect the market risk profile of the portfolio differently in different interest rate environments. The City, therefore, adopts the following strategies to control and mitigate its exposure to market risk:

- The City will maintain a minimum of six months of budgeted operating expenditures in short term investments to provide sufficient liquidity for expected disbursements.
- The maximum stated final maturity of individual securities in the portfolio will be five (5) years as measured from trade settlement date, except as otherwise stated in this policy.
- The duration of the portfolio will generally be approximately equal to the duration (typically, plus or minus 20%) of a Market Benchmark, an index selected by the City based on the City's investment objectives, constraints and risk tolerances.

DEPOSITS

To be eligible to receive local agency money, a bank, savings association, federal association, or federally insured industrial loan company shall have received an overall rating of not less than "satisfactory" in its most recent evaluation by the appropriate federal financial supervisory agency of its record of meeting the credit needs of California's communities.

INTEREST EARNINGS

All moneys earned and collected from investments authorized in this policy shall be allocated monthly to various fund accounts based on the cash balance in each fund as a percentage of the entire pooled portfolio.

REVIEW OF INVESTMENT PORTFOLIO

The Treasurer shall periodically, but no less than quarterly, review the portfolio to identify investments that do not comply with this investment policy and establish protocols for reporting major and critical incidences of noncompliance to the City Council.

POLICY REVIEW

The City of Cupertino's investment policy shall be adopted by resolution of the City Council on an annual basis. This investment policy shall be reviewed at least annually to ensure its consistency with the overall objectives of preservation of principal, liquidity, and yield, and its relevance to current law and financial and economic trends.

GLOSSARY OF INVESTMENT TERMS

AGENCIES. Shorthand market terminology for any obligation issued by a government-sponsored entity (GSE), or a federally related institution. Most obligations of GSEs are not guaranteed by the full faith and credit of the US government. Examples are:

FFCB. The Federal Farm Credit Bank System provides credit and liquidity in the agricultural industry. FFCB issues discount notes and bonds.

FHLB. The Federal Home Loan Bank provides credit and liquidity in the housing market. FHLB issues discount notes and bonds.

FHLMC. Like FHLB, the Federal Home Loan Mortgage Corporation provides credit and liquidity in the housing market. FHLMC, also called “FreddieMac” issues discount notes, bonds and mortgage pass-through securities.

FNMA. Like FHLB and Freddie Mac, the Federal National Mortgage Association was established to provide credit and liquidity in the housing market. FNMA, also known as “Fannie Mae,” issues discount notes, bonds and mortgage pass-through securities.

GNMA. The Government National Mortgage Association, known as “Ginnie Mae,” issues mortgage pass-through securities, which are guaranteed by the full faith and credit of the US Government.

PEFCO. The Private Export Funding Corporation assists exporters. Obligations of PEFCO are not guaranteed by the full faith and credit of the US government.

TVA. The Tennessee Valley Authority provides flood control and power and promotes development in portions of the Tennessee, Ohio, and Mississippi River valleys. TVA currently issues discount notes and bonds.

ASKED. The price at which a seller offers to sell a security.

ASSET BACKED SECURITIES. Securities supported by pools of installment loans or leases or by pools of revolving lines of credit.

AVERAGE LIFE. In mortgage-related investments, including CMOs, the average time to expected receipt of principal payments, weighted by the amount of principal expected.

BANKER’S ACCEPTANCE. A money market instrument created to facilitate international trade transactions. It is highly liquid and safe because the risk of the trade transaction is transferred to the bank which “accepts” the obligation to pay the investor.

BENCHMARK. A comparison security or portfolio. A performance benchmark is a partial market index, which reflects the mix of securities allowed under a specific investment policy.

BID. The price at which a buyer offers to buy a security.

BROKER. A broker brings buyers and sellers together for a transaction for which the broker receives a commission. A broker does not sell securities from his own position.

CALLABLE. A callable security gives the issuer the option to call it from the investor prior to its maturity. The main cause of a call is a decline in interest rates. If interest rates decline since an issuer issues securities, it will likely call its current securities and reissue them at a lower rate of interest. Callable securities have reinvestment risk as the investor may receive its principal back when interest rates are lower than when the investment was initially made.

CERTIFICATE OF DEPOSIT (CD). A time deposit with a specific maturity evidenced by a certificate. Large denomination CDs may be marketable.

CERTIFICATE OF DEPOSIT ACCOUNT REGISTRY SYSTEM (CDARS). A private placement service that allows local agencies to purchase more than \$250,000 in CDs from a single financial institution (must be a participating institution of CDARS) while still maintaining FDIC insurance coverage. CDARS is currently the only entity providing this service. CDARS facilitates the trading of deposits between the California institution and other participating institutions in amounts that are less than \$250,000 each, so that FDIC coverage is maintained.

COLLATERAL. Securities or cash pledged by a borrower to secure repayment of a loan or repurchase agreement. Also, securities pledged by a financial institution to secure deposits of public monies.

COLLATERALIZED MORTGAGE OBLIGATIONS (CMO). Classes of bonds that redistribute the cash flows of mortgage securities (and whole loans) to create securities that have different levels of repayment risk, as compared to the underlying mortgage securities.

COMMERCIAL PAPER. The short-term unsecured debt of corporations.

COST YIELD. The annual income from an investment divided by the purchase cost. Because it does not give effect to premiums and discounts which may have been included in the purchase cost, it is an incomplete measure of return.

COUPON. The rate of return at which interest is paid on a bond.

CREDIT RISK. The risk that principal and/or interest on an investment will not be paid in a timely manner due to changes in the condition of the issuer.

CURRENT YIELD. The annual income from an investment divided by the current market value. Since the mathematical calculation relies on the current market value rather than the investor's cost, current yield is unrelated to the actual return the investor will earn if the security is held to maturity.

DEALER. A dealer acts as a principal in security transactions, selling securities from and buying securities for his own position.

DEBENTURE. A bond secured only by the general credit of the issuer.

DELIVERY VS. PAYMENT (DVP). A securities industry procedure whereby payment for a security must be made at the time the security is delivered to the purchaser's agent.

DERIVATIVE. Any security that has principal and/or interest payments which are subject to uncertainty (but not for reasons of default or credit risk) as to timing and/or amount, or any security which represents a component of another security which has been separated from other components ("Stripped" coupons and principal). A derivative is also defined as a financial instrument the value of which is totally or partially derived from the value of another instrument, interest rate, or index.

DISCOUNT. The difference between the par value of a bond and the cost of the bond, when the cost is below par. Some short-term securities, such as T-bills and banker's acceptances, are known as discount securities. They sell at a discount from par, and return the par value to the investor at maturity without additional interest. Other securities, which have fixed coupons, trade at a discount when the coupon rate is lower than the current market rate for securities of that maturity and/or quality.

DIVERSIFICATION. Dividing investment funds among a variety of investments to avoid excessive exposure to any one source of risk.

DURATION. The weighted average time to maturity of a bond where the weights are the present values of the future cash flows. Duration measures the price sensitivity of a bond to changes in interest rates. (See modified duration).

FEDERAL FUNDS RATE. The rate of interest charged by banks for short-term loans to other banks. The Federal Reserve Bank through open-market operations establishes it.

FEDERAL OPEN MARKET COMMITTEE. A committee of the Federal Reserve Board that establishes monetary policy and executes it through temporary and permanent changes to the supply of bank reserves.

LEVERAGE. Borrowing funds in order to invest in securities that have the potential to pay earnings at a rate higher than the cost of borrowing.

LIQUIDITY. The speed and ease with which an asset can be converted to cash.

LOCAL AGENCY INVESTMENT FUND (LAIF). A voluntary investment fund open to government entities and certain non-profit organizations in California that is managed by the State Treasurer's Office.

LOCAL GOVERNMENT INVESTMENT POOL. Investment pools that range from the State Treasurer's Office Local Agency Investment Fund (LAIF) to county pools, to Joint Powers Authorities (JPAs). These funds are not subject to the same SEC rules applicable to money market mutual funds.

MAKE WHOLE CALL. A type of call provision on a bond that allows the issuer to pay off the remaining debt early. Unlike a call option, with a make whole call provision, the issuer makes a

lump sum payment that equals the net present value (NPV) of future coupon payments that will not be paid because of the call. With this type of call, an investor is compensated, or "made whole."

MARGIN. The difference between the market value of a security and the loan a broker makes using that security as collateral.

MARKET RISK. The risk that the value of securities will fluctuate with changes in overall market conditions or interest rates.

MARKET VALUE. The price at which a security can be traded.

MARKING TO MARKET. The process of posting current market values for securities in a portfolio.

MATURITY. The final date upon which the principal of a security becomes due and payable.

MEDIUM TERM NOTES. Unsecured, investment-grade senior debt securities of major corporations which are sold in relatively small amounts on either a continuous or an intermittent basis. MTNs are highly flexible debt instruments that can be structured to respond to market opportunities or to investor preferences.

MODIFIED DURATION. The percent change in price for a 100 basis point change in yields. Modified duration is the best single measure of a portfolio's or security's exposure to market risk.

MONEY MARKET. The market in which short-term debt instruments (T-bills, discount notes, commercial paper, and banker's acceptances) are issued and traded.

MORTGAGE PASS-THROUGH SECURITIES. A securitized participation in the interest and principal cash flows from a specified pool of mortgages. Principal and interest payments made on the mortgages are passed through to the holder of the security.

MUNICIPAL SECURITIES. Securities issued by state and local agencies to finance capital and operating expenses.

MUTUAL FUND. An entity which pools the funds of investors and invests those funds in a set of securities which is specifically defined in the fund's prospectus. Mutual funds can be invested in various types of domestic and/or international stocks, bonds, and money market instruments, as set forth in the individual fund's prospectus. For most large, institutional investors, the costs associated with investing in mutual funds are higher than the investor can obtain through an individually managed portfolio.

NATIONALLY RECOGNIZED STATISTICAL RATING ORGANIZATION (NRSRO).

A credit rating agency that the Securities and Exchange Commission in the United States uses for regulatory purposes. Credit rating agencies provide assessments of an investment's risk. The issuers of investments, especially debt securities, pay credit rating agencies to provide them with ratings. The three most prominent NRSROs are Fitch, S&P, and Moody's.

NEGOTIABLE CD. A short-term debt instrument that pays interest and is issued by a bank, savings or federal association, state or federal credit union, or state-licensed branch of a foreign bank. Negotiable CDs are traded in a secondary market and are payable upon order to the bearer or initial depositor (investor).

PREMIUM. The difference between the par value of a bond and the cost of the bond, when the cost is above par.

PREPAYMENT SPEED. A measure of how quickly principal is repaid to investors in mortgage securities.

PREPAYMENT WINDOW. The time period over which principal repayments will be received on mortgage securities at a specified prepayment speed.

PRIMARY DEALER. A financial institution (1) that is a trading counterparty with the Federal Reserve in its execution of market operations to carry out U.S. monetary policy, and (2) that participates for statistical reporting purposes in compiling data on activity in the U.S. Government securities market.

PRUDENT PERSON (PRUDENT INVESTOR) RULE. A standard of responsibility which applies to fiduciaries. In California, the rule is stated as "Investments shall be managed with the care, skill, prudence and diligence, under the circumstances then prevailing, that a prudent person, acting in a like capacity and familiar with such matters, would use in the conduct of an enterprise of like character and with like aims to accomplish similar purposes."

REALIZED YIELD. The change in value of the portfolio due to interest received and interest earned and realized gains and losses. It does not give effect to changes in market value on securities, which have not been sold from the portfolio.

REGIONAL DEALER. A financial intermediary that buys and sells securities for the benefit of its customers without maintaining substantial inventories of securities and that is not a primary dealer.

REPURCHASE AGREEMENT. Short-term purchases of securities with a simultaneous agreement to sell the securities back at a higher price. From the seller's point of view, the same transaction is a reverse repurchase agreement.

SAFEKEEPING. A service to bank customers whereby securities are held by the bank in the customer's name.

STRUCTURED NOTE. A complex, fixed income instrument, which pays interest, based on a formula tied to other interest rates, commodities or indices. Examples include inverse floating rate notes which have coupons that increase when other interest rates are falling, and which fall when other interest rates are rising, and "dual index floaters," which pay interest based on the relationship between two other interest rates - for example, the yield on the ten-year Treasury note minus the Libor rate. Issuers of such notes lock in a reduced cost of borrowing by purchasing interest rate swap agreements.

SUPRANATIONAL. A Supranational is a multi-national organization whereby member states transcend national boundaries or interests to share in the decision making to promote economic development in the member countries.

TOTAL RATE OF RETURN. A measure of a portfolio's performance over time. It is the internal rate of return, which equates the beginning value of the portfolio with the ending value; it includes interest earnings, realized and unrealized gains, and losses in the portfolio.

U.S. TREASURY OBLIGATIONS. Securities issued by the U.S. Treasury and backed by the full faith and credit of the United States. Treasuries are considered to have no credit risk, and are the benchmark for interest rates on all other securities in the US and overseas. The Treasury issues both discounted securities and fixed coupon notes and bonds.

TREASURY BILLS. All securities issued with initial maturities of one year or less are issued as discounted instruments, and are called Treasury bills. The Treasury currently issues three- and six-month T-bills at regular weekly auctions. It also issues "cash management" bills as needed to smooth out cash flows.

TREASURY NOTES. All securities issued with initial maturities of two to ten years are called Treasury notes, and pay interest semi-annually.

TREASURY BONDS. All securities issued with initial maturities greater than ten years are called Treasury bonds. Like Treasury notes, they pay interest semi-annually.

VOLATILITY. The rate at which security prices change with changes in general economic conditions or the general level of interest rates.

YIELD TO MATURITY. The annualized internal rate of return on an investment which equates the expected cash flows from the investment to its cost.

City Manager's signature: _____
Date: _____

Director of Administrative Services' signature: _____
Date: _____

Revisions:

April 18th, 2024

Ms. Kristina Alfaro
Director of Administrative Services
City of Cupertino

Dear Kristina,

The Chandler Team has completed our review of City of Cupertino’s investment policy. Our review of the policy focused on compliance with the statutes of California Government Code (Code) that govern the investment of public funds, as well as on inclusion of current best practices. There were changes to Code for 2024, but the changes involve practices that the City already follows. No changes to the policy are needed for this year. The City’s policy continues to be effective as written.

Please do not hesitate to contact us with any questions you may have, or if further review is needed.

Sincerely,

Carlos Oblites
Senior Portfolio Strategist
Chandler Asset Management



CITY OF CUPERTINO

Agenda Item

24-13120

Agenda Date: 4/22/2024
Agenda #: 6.

Subject: INFORMATIONAL ITEM Update on FY 2022-23 ACFR and Supplemental Reports

Update on FY 2022-23 ACFR and Supplemental Reports

Presenter: Jonathan Orozco, Finance Manager

5:05(15)



Memorandum

Date: April 19, 2024

From: Kenneth H. Pun, Managing Partner

To: Ms. Pamela Wu, City Manager of the City of Cupertino
Kristina Alfaro, Administrative Service Department Director

Subject: Preparation Update on the Annual Comprehensive Financial Report (ACFR) for Fiscal Year Ending on June 30, 2023

Introduction

Pursuant to the Professional Services Agreement approved by the City Council on June 21, 2023, The Pun Group, LLP was contracted to provide auditing services for the City of Cupertino, including the ACFR, a Single Audit, and various Agreed Upon Procedures (AUP). This memorandum outlines the factors that contributed to the delay in the audit process in completing the ACFR for the fiscal year ending June 30, 2023.

Annual Comprehensive Financial Report (ACFR)

The ACFR is a comprehensive report detailing the City's financial activities over a specific period (the City's fiscal year is from July to June). To complete the ACFR, the City must provide accurate financial records, cooperate with the auditor, and maintain internal controls. Meanwhile, the auditor conducts an independent audit of the financial records, ensures compliance with accounting standards, and provides an audit opinion.

Audit Commencement:

The Planning and Risk Assessment phases began in August 2023, approximately 3 months after what is typical and can be attributed to the later contract execution date. This initial stage is crucial for setting the scope and objectives of the audit.

Key Factors Contributing to Audit Delay

1. Implementation of Governmental Accounting Standard Board (GASB) Statement No. 96:

The City was mandated to implement GASB Statement No. 96, related to Subscription-Based Information Technology Arrangements, during this audit period. The requirements for this new standard necessitated significant adjustments in the City's accounting and reporting processes, impacting the audit timeline. This implementation affects every city differently, with Cupertino experiencing greater difficulty than others with City's Finance Manager coming on board late, which delayed staff coordination and the compilation of necessary documents for review, as well as the calculation of complex financial adjustments.

2. First-Year Audit Adjustments:

As this fiscal year marks the commencement of our audit relationship with the City, additional time was essential to thoroughly understand the City's control and operational environment. This foundational understanding is critical to ensure the accuracy and completeness of the audit.

3. Complex Financial Transactions:

Several specific transactions required in-depth discussion and analysis, leading to varied interpretations that further complicated the audit process. Notable discussions included:

- The probable reallocation of sales and use tax revenue as per Revenue and Taxation Code section 7209.
- Accruals related to loan receivable interests.
- Unavailable revenue recorded for the loan receivable related balances.
- Recognition of grant revenues.
- Evaluations concerning claims payable.
- Accounting treatments under new GASB pronouncements.

Conclusion

The combination of implementing new accounting standards and the inherent complexities of initiating a first-year audit relationship have collectively contributed to the delay of the FY2023 audit. We are actively addressing these challenges and working closely with management to expedite the completion of the audit as soon as possible.

We are also implementing measures to streamline the audit process for the subsequent year (FY 2023-24) annual audit and theACFR preparation, beginning with commencing the audit process three months earlier with a desired November/December 2024 completion date with the collaboration between the City and the auditors.

We appreciate your attention to these matters and please free feel to reach out if you have any questions or concerns.



CITY OF CUPERTINO

Agenda Item

24-13121

Agenda Date: 4/22/2024
Agenda #: 7.

Subject: INFORMATIONAL ITEM Receive the proposed Audit Committee 2024 Schedule and Workplan

Receive the proposed Audit Committee 2024 Schedule and Workplan

Presenter: Jonathan Orozco, Finance Manager

5:20(10)

CITY OF CUPERTINO - AUDIT COMMITTEE 2024 SCHEDULE AND WORK PLAN

January 29, 2024	March 21, 2024	April 22, 2024	May/June XX, 2024	July 22, 2024	October 28, 2024	Nov/Dec XX, 2024
	Appoint Audit Committee Chair and Vice Chair	Approve Prior Meeting Minutes	Approve Prior Meeting Minutes	Approve Prior Meeting Minutes	Approve Prior Meeting Minutes	Approve Prior Meeting Minutes
	Receive the committee's roles and responsibilities (CMC 2.88.100)	OPEB & Pension Trust Performance Report for Quarter Ending December 31, 2023 and March 31, 2024	Moss Adams – Citywide Policy Review report	OPEB & Pension Trust Performance Report for Quarter Ending June 30, 2024	OPEB & Pension Trust Performance Report for Quarter Ending September 30, 2024	Review of FY 2023-24 ACFR and Supplemental Reports (tentative)
	Receive PARS Presentation	Quarterly Treasurer's Investment Report for Quarter Ending December 31, 2023 and March 31, 2024	Moss Adams – Enterprise Risk Assessment Report	Quarterly Treasurer's Investment Report for Quarter Ending June 30, 2024	Quarterly Treasurer's Investment Report for Quarter Ending September 30, 2024	
	Receive Chandler Investments Presentation	Internal Audit and Fraud, Waste, and Abuse Programs Update	FY 2022-23 ACFR and Supplemental Reports Review	Internal Audit and Fraud, Waste, and Abuse Program Update	Internal Audit and Fraud, Waste, and Abuse Program Update	
	Receive The Pun Group Presentation	Annual Review of City Investment Policy	GANN Limit Agreed Upon Procedures (AUP) Review	Moss Adams - Citywide Policy Review report	Annual Review of OPEB and Pension Trust Investment Policies	
	Receive Moss Adams Presentation	Review of FY 2022-23 ACFR and Supplemental Reports (tentative)	Investment Policy Agreed Upon Procedures (AUP) Review	Moss Adams - Enterprise Risk Assessment Report		
	Receive Budget Feedback on the City's current recommended Service Level Reductions (SLRs)		Storm Drain Agreed Upon Procedures (AUP) Review	Internal Audit Program		
	Budget Format Review					
	Receive the proposed Audit Committee 2024 Schedule and Workplan					

CANCELLED

**Summary of Duties – Powers – Responsibilities of
Cupertino Audit Committee**

Source: Cupertino, CA Municipal Code, Chapter 2.88.100: Audit Committee

The powers and functions of the Audit Committee shall be as follows:

- A: To review the annual audit report and management letter;
- B: To recommend appointment of auditors;
- C: To review the quarterly Treasurer's Investment report;
- D: To recommend a budget format;
- E: To review City investment policies and internal controls of such policies.
- F: To recommend appointment of internal auditors;
- G: To review internal audit reports.
- H: To review quarterly Fraud, Waste, and Abuse Program reports. (Ord. 22-2243 § 1, 2023; Ord. 20-2208, § 1, 2020; Ord. 1679, § 1 (part), 1995)