



# CITY OF CUPERTINO

## AGENDA

### AUDIT COMMITTEE

This is a teleconference meeting without a physical location.

Monday, June 27, 2022

4:00 PM

Regular Meeting

#### TELECONFERENCE / PUBLIC PARTICIPATION INFORMATION TO HELP STOP THE SPREAD OF COVID-19

In accordance with Government Code 54953(e), this will be a teleconference meeting without a physical location to help stop the spread of COVID-19. Members of the public wishing comment on an item on the agenda may do so in the following ways:

- 1) E-mail comments by 9:00 a.m. on Monday, June 27 to the Audit Committee at [AuditCommittee@cupertino.org](mailto:AuditCommittee@cupertino.org). These e-mail comments will be received by the Audit Committee members before the meeting and posted to the City's website after the meeting.
- 2) E-mail comments during the times for public comment during the meeting to the Audit Committee at [AuditCommittee@cupertino.org](mailto:AuditCommittee@cupertino.org). The staff liaison will read the emails into the record, and display any attachments on the screen, for up to 3 minutes (subject to the Chair's discretion to shorten time for public comments). Members of the public that wish to share a document must email [AuditCommittee@cupertino.org](mailto:AuditCommittee@cupertino.org) prior to speaking.

#### 3) Teleconferencing Instructions

Members of the public may observe the teleconference meeting or provide oral public comments as follows:

Oral public comments will be accepted during the teleconference meeting. Comments may be made during "oral communications" for matters not on the agenda, and during the public comment period for each agenda item.

To address the Audit Committee, click on the link below to register in advance and access the meeting:

Register in advance for this webinar:

[https://cityofcupertino.zoom.us/webinar/register/WN\\_zvWCxpfcQ2ig\\_ZN7UxzrnQ](https://cityofcupertino.zoom.us/webinar/register/WN_zvWCxpfcQ2ig_ZN7UxzrnQ)

**Phone**

Dial: 669-900-6833 and enter Webinar ID: 981 3691 2750 (Type \*9 to raise hand to speak, \*6 to unmute yourself). Unregistered participants will be called on by the last four digits of their phone number.

Or an H.323/SIP room system:

H.323:

162.255.37.11 (US West)

Meeting ID: 981 3691 2750

SIP: 98136912750@zoomcrc.com

After registering, you will receive a confirmation email containing information about joining the webinar.

Please read the following instructions carefully:

1. You can directly download the teleconference software or connect to the meeting in your internet browser. If you are using your browser, make sure you are using a current and up-to-date browser: Chrome 30+, Firefox 27+, Microsoft Edge 12+, Safari 7+. Certain functionality may be disabled in older browsers, including Internet Explorer.
2. You will be asked to enter an email address and a name, followed by an email with instructions on how to connect to the meeting. Your email address will not be disclosed to the public. If you wish to make an oral public comment but do not wish to provide your name, you may enter "Cupertino Resident" or similar designation.
3. When the Chair calls for the item on which you wish to speak, click on "raise hand." Speakers will be notified shortly before they are called to speak.
4. When called, please limit your remarks to the time allotted and the specific agenda topic. In compliance with the Americans with Disabilities Act (ADA), anyone who is planning to attend this teleconference 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 6 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.

**ROLL CALL**

**ORDERS OF THE DAY****APPROVAL OF MINUTES**

1. Subject: ACTION ITEM Approve Minutes of Regular Meeting on May 23, 2022  
Recommended Action: Approve Minutes of Regular Meeting on May 23, 2022  
[A - Draft Minutes](#)
2. Subject: ACTION ITEM Approve Minutes of Regular Meeting on May 24, 2022  
Recommended Action: Approve Minutes of Regular Meeting on May 24, 2022  
[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.*

**PUBLIC HEARINGS****OLD BUSINESS****NEW BUSINESS**

3. Subject: INFORMATION ITEM Consider the FY 2022-23 Internal Audit Program  
Recommended Action: Receive the FY 2022-23 Internal Audit Program and provide input  
Presenter: Moss Adams  
[A - City of Cupertino FY 22-23 Internal Audit Program](#)
4. Subject: INFORMATION ITEM Consider an update on the Fraud, Waste, and Abuse Program  
Recommended Action: Receive an update on the Fraud, Waste, and Abuse Program  
Presenter: Moss Adams
5. Subject: ACTION ITEM Consider the Monthly Treasurer's Investment Report for May 2022  
Recommended Action: Review the Monthly Treasurer's Investment Report for May 2022 and recommend filing with City Council  
Presenter: Thomas Leung, Acting Finance Manager

[Staff Report](#)[A - Chandler Investment Report May 2022](#)[B - Chandler Custodial Statement May 2022](#)[C - PARS Pension and OPEB Statement May 2022](#)[D - LAIF Statement May 2022](#)[E - Wells Fargo Operating Checking Account Statement May 2022](#)[F - Wells Fargo Payroll Checking Account Statement May 2022](#)[G - Wells Fargo Workers' Compensation Checking Account Statement May 2022](#)[H - Wells Fargo Employee Benefits Checking Account Statement May 2022](#)[I - BNY Mellon Statement May 2022](#)

6. **Subject:** ACTION ITEM Consider the Monthly Treasurer's Report for May 2022  
**Recommended Action:** Review Monthly Treasurer's Report for May 2022 and recommend filing with City Council  
**Presenter:** Thomas Leung, Acting Finance Manager  
[Staff Report](#)  
[A - Report of City-wide Receipts, Disbursements, and Cash Balances May 2022](#)  
[B - Report of City-wide Fund Balances May 2022](#)
7. **Subject:** INFORMATION ITEM Consider an update on the FY 2021-22 Audit and AUP Engagements  
**Recommended Action:** Receive an update on the FY 2021-22 Audit and AUP Engagements  
**Presenter:** Thomas Leung, Acting Finance Manager
8. **Subject:** INFORMATION ITEM Consider an update on Budget Format Review  
**Recommended Action:** Receive an update on Budget Format Review  
**Presenter:** Thomas Leung, Acting Finance Manager
9. **Subject:** INFORMATION ITEM Consider the Audit Committee 2022 Schedule and Work Plan  
**Recommended Action:** Receive Audit Committee 2022 Schedule and Work Plan and provide direction to staff  
**Presenter:** Thomas Leung, Acting Finance Manager  
[A - Proposed Audit Committee 2022 Schedule and Work Plan - 6.27.2022](#)

**STAFF AND COMMITTEE REPORTS****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 6 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 agenda 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

---

**22-11154**

**Agenda Date: 6/27/2022**  
**Agenda #: 1.**

---

Subject: ACTION ITEM Approve Minutes of Regular Meeting on May 23, 2022

Approve Minutes of Regular Meeting on May 23, 2022

City of Cupertino  
**Audit Committee Regular Meeting**  
Minutes  
May 23, 2022

**CALL TO ORDER**

At 4:00 p.m., Chair Moore called the regular meeting to order. This was a teleconference meeting with no physical location.

**ROLL CALL**

Committee Members Present: Chair Kitty Moore, Vice Chair Angela Chen, Mayor Darcy Paul, Committeemember Hammer

City Staff Present: Dianne Thompson, Kristina Alfaro, Thomas Leung, Beth Viajar

Absent: Committeemember Song

Guests: Matt Morley, Susan Michael, Chelsea Ritchie (Moss Adams), Chris McCarry (Chandler), Annie Rose Favreau (Moss Adams), Colleen Rozillis (Moss Adams)

**ORDERS OF THE DAY**

Chair Moore asked to move item 8 after item 2 and item 3, 4, and 5 ahead of item 2 so the meeting would begin with item 3, 4, and 5, then 2 and 8. No public comment. Mayor Paul moved the item and Vice Chair Chen seconded. The motion carried unanimously.

**1. APPROVAL OF MINUTES**

Vice Chair Chen moved to approve the minutes with the edit. Mayor Paul seconded. The motion carried unanimously with Committeemember Hammer abstaining.

**ORAL COMMUNICATIONS**

None.

**NEW BUSINESS**

**3. Receive Internal Audit Status Report and provide direction**

Rozillis provided an overview of the internal audit status reports. She noted that they would present a proposed work program for next year at the next meeting. No public comment. Mayor Paul asked if there was a presentation or timetable in the packet for them to review. Rozillis confirmed that a memo was provided. Mayor Paul inquired if they would be looking to involve this Committee or Council in any policy-making activities between now and the beginning of next year. Rozillis said no, as these were the City's internal financial policies. If any policy updates came to the Committee for approval, they would be at the governance level. Mayor Paul asked if now was the time to provide policy recommendations. Rozillis noted that they did an inventory of the City's financial policies and looked at where they were compared to best practices. They did a gap analysis and provided recommendations for prioritized updates of those policies. In terms of building next year's internal audit work program, they had some ideas. They have a

regular meeting on Friday to discuss with management. The next step would be to reach out to members of the Committee to ask for input on potential projects they would like to see for the next fiscal year.

Mayor Paul inquired if the Procurement Officer was a part of the Fraud, Waste, and Abuse Program or separate. Rozillis confirmed it would be separate as this was about establishing policy, procedures, and training for more preventive and detective controls around fraud, waste, and abuse. Mayor Paul asked if they would be recommending any personnel adjustments or significant training. Rozillis said probably not personnel adjustments as these were easily absorbed in the regular workflow. She also stated that they regularly administered these hotlines for clients. They would work with the City to determine the appropriate ownership and develop training. Mayor Paul asked if the Capital Program Effectiveness Study was where they should expect discussion of a Procurement Officer. Rozillis said that procurement was a piece of the effectiveness of the capital program. Mayor Paul asked if the capital program was where we should be focusing on procurement or if we should be tracking it separately. Rozillis noted that the capital program depended on the City's procurement function. It was important to keep in mind their procurement report and recommendations. She said that if the City did not do some of the procurement stuff, it would hamper the ability to deliver some of the capital programs.

Mayor Paul asked if they should internalize the recommendations with existing staff. Mayor Paul asked if the recommendations were actionable, and should they start implementing training or looking for appropriate personnel for the function. Rozillis confirmed that the reports were actionable. Rozillis said they recommended a Procurement Manager, and the City could either add an FTE or find pieces from across the City. Mayor Paul asked if their firm would be available to help with identifying training programs for existing personnel or hiring personnel. Rozillis said that their firm helped clients with this all the time. Mayor Paul asked if they could agendize this item or how the Committee could have a more active role in formulating the job descriptions or identifying training. Rozillis noted that they would pull examples from other cities they liked, and the HR department would come up with the job description that the Committee would want. She noted that it would be up to the City Manager to come up with the job description as Council would not hire the Procurement Manager. Mayor Paul asked if it wouldn't be unusual for Council to interface with the City Manager's Office to get a sense of the best job descriptions. Rozillis said they could check in on the procurement study's implementation and status to see if the City was moving forward. It would be appropriate to ask for status updates. Chair Moore asked if this status update would go to City Council. Rozillis stated that status updates haven't typically been provided to the Council, but they could be provided. For other clients, they provide reports and an annual program update. Chair Moore noted that it was her preference that it goes to Council.

Chair Moore noted her concerns about the addition of a legislative strategy consultant in the City Manager's Office. Chair Moore wanted to ensure that a Procurement Officer was in the next budget. Alfaro noted that the position was being requested in the Administrative Services Department under the Finance division. Leung confirmed that it was a position under finance. Mayor Paul asked if the Purchasing Officer could be placed under the City Manager's Office. Rozillis noted that it could be. They see it more commonly within finance or equally with finance.

She noted that they want to ensure that whoever is in charge of procurement has appropriate authority to partner with departments. The Administrative Services Department behaved that way. Mayor Paul asked if half an FTE could be placed in the City Manager's Office. He noted the 14-year embezzlement and how he wanted more access to the staff accountant that discovered it. He was told by the Administrative Services Department/Finance Manager that the Mayor would not be able to talk to that person and would have to go through a transmittal of information. He stated that the municipal code said they could get direct information from any employee. To ensure that the public has a little more transparency into this function, he asked if the position should be within the City Manager's Office or should it be clarified that they can get that information from City staff. Rozillis noted that when this position is established, the job description should clearly state the Procurement Officer's level of authority, and that the position, if it reported to the Director of Administrative Services, had a dotted line relationship to the Assistant City Manager or City Manager. Chair Moore noted that this was direction from the Mayor to delineate the level of authority in the Procurement Officer's relationship with the Assistant City Manager. She noted that the City of Chico's budget policies were nice and concise and asked if Moss Adams could provide a comparison between their pages 8 and 14. Chair Moore mentioned that the City of Chico included a policy related to the movement of money within the budget and that the City of Cupertino was light on policies.

#### **4. Receive Capital Program Effectiveness Study Report and provide direction**

Favreau provided an overview of the report. She pointed out that the CIP division experienced significant staff turnover before this assessment. Current city staff is stabilized and making admirable progress towards improving the consistency and efficiency of their operations. Favreau provided an overview of the recommendations. No public comment. Mayor Paul asked what the redundancy in the Capital Program Manager's knowledge would look like. Would that be in a different department or multiple people within Public Works? Favreau stated the key one referenced was the Public Works Senior Management Analyst position, as the role supported much of the CIP division's work. Mayor Paul asked if that position would be in Public Works, somewhere else, or if it was not critical where this position was placed. Favreau confirmed that the recommendation would be within Public Works. Mayor Paul noted that we were losing opportunities if we did not have decent mobility in grant fundraising and asked if this was covered in the report. Favreau confirmed it was covered. They recommended having at least one enterprise-wide grant-related position, ideally with a background in Public Works. Mayor Paul inquired if the recommendation could be interpreted as a more general city-wide position out of the City Manager's Office. Favreau confirmed that they saw this as an enterprise-wide position that could support the City as a whole. Mayor Paul inquired if we had lost expertise in grant writing, as there was a Public Works position and an employee that was writing some grants. He noted that we were not systematically looking for these funding opportunities.

Favreau noted that grant writing and identification is currently a decentralized process where members of the team have expertise in this area, but it's not their singular job focus. If it were centralized, there would be benefits similar to centralized coordination for procurement. Mayor Paul agreed, adding that it is an added benefit not just logistically but also from the perspective of neutrality and completeness. He noted that in Community Development, a grant was obtained

a year ago and not brought back to the Council until a month and a half ago. During that time, we lost all our opportunities to go ahead with the grant. He inquired if centralization would help offset that tendency. Favreau noted that she was unsure. The primary benefit of centralization is increased consistency and dedicated time to focus on the topic. Mayor Paul asked if they had concerns about the grants, could they add to the administrative requirements that grant updates be provided every two or three months. Director Alfaro noted that in the Administrative Services budget under finance, we included a one-time special project for grant management using a portion of an analyst for the first year to help identify city-wide grants. Administrative Services would take the financial reporting piece, and the departments would take the operational reporting piece until we knew what would happen with our budget in the wake of the CDTFA Audit. Once we know the status of the audit, if appropriate, staff would ask for a Contract Analyst position who would work under the Purchasing Officer. Chair Moore noted a contract under the former Public Works Director for \$100k for grant writing. She didn't know if it was utilized much and whether a new contract had been initiated.

Chair Moore inquired about the recommendation to pursue retaining the two limited-term Project Managers as full-time city employees. She also noted that the report said to hire support for the Public Works Senior Management Analyst immediately. To her, this report should go to City Council ahead of the June 7 meeting for budget adoption so that the positions could be accounted for properly. Chair Moore also noted an issue with the policy, saying we were supposed to have a five-year plan. The plan is supposed to indicate where the funding will come from for various projects, and Council is supposed to prioritize these items. That piece of the policy hasn't been brought forward to Council or focused on. Director Alfaro noted that one of the limited-term positions was extended as part of the mid-year financial report. Because it is vacant, the second position will be brought forward next year after the status of the CDTFA audit is known. The Management Analyst position for Public Works is one of the 12 positions being recommended for the Council's consideration. Director Alfaro noted that it is recommended as a Management Analyst and not a Senior Management Analyst to provide that entry level.

Chair Moore inquired if there were any recommendations to the five-year plan as the policy states shall. Shall ordinarily means that we must do it. Favreau noted that the interpretation of policies would be left to the legal team and that it is best practice to have this because it will give the team a clearer insight into what is coming up and the major expenses anticipated in the next 5 to 10 years. Chair Moore wondered if funding was available or if funding strategies were planned for some of the CIP items as they are big-ticket items. She pointed out that there was a work plan and a CIP budget, and the work plan had some CIP projects. She encouraged those items to be removed to not muddy the waters. She noted that other cities did not have CIP projects embedded in the work plan and asked for guidance. When the CIP moved forward, she would like more information about how to know if we had adequate funding available, which would help the decision-making process. Director Alfaro noted that Leung covered this in his portion of the proposed budget presentation. There was a change in how we normally show transfers to the capital reserve. Historically, it was not shown in the budget, making it more difficult for CIP to do longer-term planning. We would transfer funds as part of mid-year once we closed out the previous fiscal year and identified how much fund balance we had. To make the CIP a better

planning tool, \$2.5 million is included annually for Council's consideration in the long-term forecast and the operating budget. CIP has planned that in their CIP budget as well.

Mayor Paul noted that we have a specialized, localized economy and inquired how we would conduct a localized economic analysis. In our forecasts, there is an assumption of recessions every so many years with the loss of fund balance. There is no historical precedence for that type of loss. If we look at the CIP, there are three houses where nothing is being done. We could be deriving income from that. Some of our peer jurisdictions have capital asset strategies to purchase properties as an income stream. He inquired how we would get the requisite evaluations done, whether these recommendations could be provided, and, budgetarily, what we should be setting aside. Mayor Paul noted that Mountain View had a Strategic Acquisition program, which is a significant revenue source for them. What kind of consultancy would be appropriate in this context? Rozillis noted there are folks who work with municipal real estate, and they have a real estate advisory director on the team to whom they can connect the City. The number one way that they have seen it is clients have commercial property. They provide subsidized rent to not-for-profits, community groups, and sometimes lower-income housing or affordable housing as ways to perpetuate community culture. She provided Santa Monica as an example of how they rent out a large portion of their real estate to arts organizations. Higher education also acquires real estate near campus like the private sector because they are often landlocked. She mentioned that the other piece is if these investments align with the City's mission and vision. As a Council, that is a good policy direction to think about. She recommended putting clear policy language around when to spend the money, what it's for, who gets to spend it, and how it's authorized as a future set of elected officials will spend it. Mayor Paul asked whether that began and ended with policy statements. Rozillis noted that at the policy level, they could look at the City's property inventory on an annual basis and see if it is at its highest and best use, currently vacant, or underutilized. Mayor Paul said it sounded like the recommendation would be to examine the policies first and determine the reason for the delay. If it wasn't one of those situations, then we should implement a policy related to real estate owned by the City. Rozillis confirmed and noted that a holistic approach is needed as it is also related to reserves and investments.

Chair Moore wanted to hear comments on funding for Enterprise Funds because the proposed budget revenues and expenditures for all four are negative. She would like guidance and advice on those. She noted that the Capital Improvement Fund, Stevens Creek Corridor Park Fund, and the Capital Reserve had \$42.8 million in the proposed budget ending fund balance. She also noted some IT improvements within Public Works. Because it's specialized project management, would someone from our IT department be best suited to select software or improvements? She mentioned that we funded this in our budget so Public Works can make these improvements. Favreau noted that the funding question is outside the scope of this assessment. Regarding the IT question, Public Works is actively working with IT to develop an in-house solution. Michael noted that they were working on developing new software, which is being managed by IT. Alfaro confirmed that the item for additional software was approved as part of the mid-year financial report. Leung added that the Enterprise Funds built up fund balance during the pandemic, which is why the transfers are slightly lower this year. Chair Moore mentioned that there was a policy



regarding how the fees would or would not cover what was provided and noted that in the future, this is something that they could look at with Moss Adams.

## **5. Receive Fiscal Policy Inventory and Gap Analysis Report and provide direction**

Leung stated that policies and procedures are currently being reviewed by the City Manager and Director of Administrative Services and should be finalized by the end of this fiscal year. Ritchie provided an overview of the report and noted that management was proactive in completing and updating policies and procedures. Chair Moore wanted to see the prioritized work plan. Alfaro agreed with Moss Adams's comments and noted that staff had been documenting existing non-formalized procedures or security setups in our system and formalizing them. Once the policies were approved, staff would provide training sessions in July and August and refresher courses. No public comment.

Committeemember Hammer asked how the risk assessments were measured or evaluated: was it based on the risk of the area or the gap in the documentation. Ritchie noted that it was a mixture of both, and page 4 of the document explained this in further detail. Chair Moore pointed out that many high-risk areas were related to budgeting and wanted the Audit Committee to have full access to this report. Ritchie screen shared and provided an overview of the recommendations. Chair Moore wondered if the report mentioned the staffing level and if more staff was needed to implement these changes. Alfaro noted that, aside from the Purchasing Manager, the Budget Manager was requested to help alleviate the Finance Manager. Mayor Paul stated that the management responses were the same response pasted seven times over and inquired as to where the public was in this process and the Audit Committee's role. Ritchie noted that these are policies and procedures on what staff should be doing on a day-to-day basis. The Audit Committee has oversight but does not have to dabble that deep into management. They don't need to be as worried about the processes if the financial policies are being done correctly and they have reasonable assurances that the financial statements are correct. Mayor Paul noted that seven categories are being presented as high risk, and all they had to understand the corrective action is a statement that it is being worked on. How would they be able to get more of an understanding? He asked if he needed to submit a PRA asking for details. Rozillis noted that they have a recommendation tracking process where they provide the findings, recommendations, and status quarterly or annually. Mayor Paul asked if quarterly was the most frequent she had seen these types of updates. Rozillis confirmed. It hadn't been started for the Audit Committee because this is their first year. They could build it into the program for the next fiscal year. Chair Moore would like to see this item go to City Council. She was thinking of a budget audit, where someone would see, in regards to the entire budget, if funds coming in were attributed to departments correctly. Rozillis noted that there's a very important role that the external auditor plays in looking at how the City's funds are managed. Some of the questions are covered in that. She added that they could add value by looking at the City's budget process. Leung said that staff intended to bring both internal audit reports to City Council in June.

## **2. Review and consider accepting the Monthly Treasurer's Investment Report for April 2022**

Leung provided an overview of how to review the reports. Chair Moore asked for the BNY Mellon statement and the Petty Cash and Change reports. Leung noted that staff would provide



the BNY Mellon statement moving forward and the Petty Cash and Change reports if requested. Chair Moore inquired about LAIF. She asked why the account value was not moving and for staff to provide any missing statements. Leung responded that the BNY Mellon account would be provided moving forward. Leung showed the bank statement balances. LAIF deposits interest quarterly, so the balance changes every quarter. McCarry provided an overview of their report and noted no recessionary trends. Mayor Paul motioned. Vice Chair Chen seconded. Motion carried unanimously by all members present.

#### **8. Review Monthly Treasurer's Report for April 2022 and recommend filing with City Council**

Leung provided an overview of the April 2022 reports. No public comment. Mayor Paul thanked Chair Moore for getting this information to the Audit Committee. Chair Moore asked how the accounts fit in with the fund statements and balances and how she should interpret them. She thinks the investment fund should be covering the \$228 million. The March report for workers' compensation had an ending balance of \$4 million. When she tried to compare it to the Wells Fargo account, it showed \$720k. Where is that \$4 million? She noted the same with parkland fees of \$22 million. We don't have a separate account somewhere for it. Where is that money sitting? Leung said that the City pooled funds for all of its accounts. All the funds, General Fund, Enterprise Funds, and Internal Services Funds, are pooled in the \$228 million. For example, worker's compensation funds would be transferred from the main checking account into those funds if transactions needed to be made. Chair Moore noted that the actual balance isn't high enough. Where would the money come from? We seemed to have more funds earmarked in the statement than in assets that could cover it. Leung noted that for all funds combined, the City has \$228.4 million. \$31.9 million is in cash in operating accounts, \$21 million is in cash equivalents in LAIF, and \$156.9 million was in our investment accounts with Chandler. Pooling the accounts allows the City to have greater liquidity and earn higher returns by allowing more funds to be allocated towards investments. Chair Moore noted that staff should anticipate that these questions may be asked again at City Council. Committeemember Hammer asked if Chair Moore was asking about cash flow and how we were monitoring it. Chair Moore confirmed.

Chair Moore asked how to interpret these fund balances when deciding on next year's budget. Alfaro noted that the \$43 million in fund balance was already tied up in existing projects because of how CIP was funded. CIP is funded completely in year one, and the funds are carried over to the next year. Staff will work with CIP to show the \$43 million and which projects have been allocated towards the remaining balance. Leung added that neither of these reports showed how much money was available to spend. Cash balance is different from fund balance because it is measured on a cash basis. Fund balance is the total fund balance for the entire fund, so it's not showing if funds have been earmarked for other projects. Monthly fund balances are based on what's been received and spent to date. Chair Moore requested if Special Revenue Funds 210, 215, and 230 should be rolled together. She requested if the funds could show the source of how the funds came to be (ex. resolution or municipal code by ordinance). She noted having the same question for Special Revenue Fund 270. She wondered how the Enterprise Funds were being kept in the black as it seemed they operated at a loss. Leung confirmed that the City transfers funds to these funds if they have a low fund balance on an annual basis as part of the proposed and

adopted budget process. Alfaro added that the fee study from Matrix Consulting recommended raising Parks and Recreation fees, but the City did not do that based on Council direction. Since then, they have been increasing it based on market data from the Parks and Recreation department. Leung added that for Parks and Recreation, fees are not increased based on CPI or other escalators. In 2016, Council voted to maintain the fees below cost-recovery levels. Mayor Paul motioned. Vice Chair Chen seconded. Motion carried unanimously by all members present.

**6. Receive report on Interim Audit and AUP Engagements and provide direction**

Chair Moore moved items 6, 7 (to include similar format to the April 2022 report) and 9 to a 5/24/22 continuation meeting. Mayor Paul seconded. Motion carried unanimously by all members present.

**7. Review Monthly Treasurer's Report for March 2022 and recommend filing with City Council**

Chair Moore moved items 6, 7 (to include similar format to the April 2022 report) and 9 to a 5/24/22 continuation meeting. Mayor Paul seconded. Motion carried unanimously by all members present.

**9. Receive Audit Committee 2022 Schedule and Work Plan and provide direction to staff**

Chair Moore moved items 6, 7 (to include similar format to the April 2022 report) and 9 to a 5/24/22 continuation meeting. Mayor Paul seconded. Motion carried unanimously by all members present.

**OLD BUSINESS**

None.

**STAFF AND COMMITTEE REPORTS**

**FUTURE AGENDA SETTING**

**ADJOURNMENT**

The meeting adjourned at 6:30 p.m.

Recording Secretary:

Janet Liang, Administrative Assistant



# CITY OF CUPERTINO

## Agenda Item

---

**22-11162**

**Agenda Date: 6/27/2022**  
**Agenda #: 2.**

---

Subject: ACTION ITEM Approve Minutes of Regular Meeting on May 24, 2022

Approve Minutes of Regular Meeting on May 24, 2022

City of Cupertino  
**Audit Committee Regular Meeting**  
Minutes  
May 24, 2022

**CALL TO ORDER**

At 4:00 p.m., Chair Moore called the regular meeting to order. This was a teleconference meeting with no physical location.

**ROLL CALL**

Committee Members Present: Chair Kitty Moore, Mayor Darcy Paul, Committeemember Hammer

City Staff Present: Thomas Leung, Beth Viajar

Absent: Committeemember Song, Vice Chair Angela Chen

Guests:

**ORDERS OF THE DAY**

**APPROVAL OF MINUTES**

**ORAL COMMUNICATIONS**

None.

**NEW BUSINESS**

**6. Receive report on Interim Audit and AUP Engagements and provide direction**

Staff recommended that this item be postponed until the next meeting because the ACFR was delayed due to the single audit. Chair Moore asked for a reminder of what the single audit was. Leung noted that the single audit was conducted for FY 2021 due to the grant revenues received from the American Rescue Plan Act. The expenditures were over a certain threshold, so the auditors conducted a single audit. Mayor Paul moved this item to a date uncertain. Committeemember Hammer seconded. Motion carried unanimously by all members present. Vice Chair Chen and Committeemember Song absent.

**7. Review Monthly Treasurer's Report for March 2022 and recommend filing with City Council**

Leung noted that this item was presented at the April meeting and would answer any questions. Chair Moore asked Leung to pull up the reports for journal adjustments and asked what those were. Leung noted that we had journal adjustments in March due to the mid-year report that went to Council in March, which included a \$10 million transfer to the Capital Reserve and other adjustments requested by departments. Committeemember Hammer inquired if these adjustments were made due to the review of closed results or for budgetary or funding reasons prior to the close of the books. Leung noted that the adjustments were made prior to the close of the books. Leung showed a report of receipts, disbursements, and journal adjustments. Journal adjustments include transactions that take place in other systems. For example, revenues received

in the Parks and Recreation system would not be recorded in the financial system but as journal adjustments. Chair Moore said that the Environmental Management Clean Creek Storm Drain Special Revenue Fund had a journal adjustment of \$104k. What does this mean? Leung noted that he would have to look into the details for that specific adjustment. Adjustments may have been due to transfers between funds. Chair Moore said this should be looked into as Special Revenue Funds are for a designated purpose. The same with BMR Housing and Transportation funds. She requested that the budget have the mechanism which created them. She said she could locate some within the municipal code. For example, the purpose of the Tree Fund wasn't clear. She noted that the Park Dedication Fund had a policy associated with this fund. The fees came from a certain zone. The money would benefit the zone, and if there were no projects within that area, it would go out to a wider area. She inquired where that policy exists and, as this item is going to City Council to include a table that will explain these funds in the staff report. She noted statutory requirements for some of these Special Revenue Funds. If you have not expended the money or identified where it will be spent within five years of receiving the funds, it would need to be refunded. Mayor Paul motioned. Committeemember Hammer seconded. Motion carried unanimously by all members present. Vice Chair Chen and Committeemember Song absent.

#### **9. Receive Audit Committee 2022 Schedule and Work Plan and provide direction to staff**

Leung provided an overview of the 2022 Schedule and Work Plan. No public comment. Chair Moore commented on how the budget format review is shown for May 23<sup>rd</sup>, but it was not shown on the agenda yesterday. She asked if the internal audit update would take place in June. Leung noted they planned to bring the two internal audit policies to Council in June and would work with the auditors to bring the work plan in June or July. Chair Moore asked if recommendations regarding the budget review, such as having a budget auditor, would be under future agenda-setting or the work plan. Leung noted that input could be provided when the internal auditors come in June or July to discuss the work plan. It could also be stated here, and staff has noted that recommendation. Chair Moore commented on the budget format review from 1995 when the head of the finance department was the chair. They had a discussion and decided the budget format review was one of the Audit Committee's duties. The rationale was that the City Council did the budget review. She said the budget format review should be a budget review and a budget format review. She added that it was a severe handicap. She hoped it could be remedied when it went to Council. Committeemember Hammer asked if the Audit Committee looked at budget versus actuals on a regular basis. Leung noted that the Audit Committee did not. City Council reviewed budget versus actuals as part of the quarterly financial reports. Committeemember Hammer asked if we reviewed the budget, would we consider also looking at the performance of the budget on a regular basis. Leung noted that he would check with the City Attorney to see if a budget review could be added. Chair Moore asked about the frequency of the appointment of auditors. Leung noted that it was approximately every 4-5 years and believed that the Audit Committee would be reviewing the appointment of an auditor in FY 2024. Chair Moore asked for confirmation regarding whether the review of the City's investment policies and internal controls is around the Chandler account investments and the US bank accounts. Leung confirmed. The Audit Committee reviews the pension and OPEB investment policies in September/October and the City Investment Policy, which governs the Chandler investments, in April. Chair Moore asked the difference between recommending the appointment of auditors and the appointment of

internal auditors. Leung noted that one was for external auditors and one was for internal auditors. Chair Moore asked if they suggested a budget audit would that be something Moss Adams would apply for or make a bid for. Leung said he would need to confirm with the City Attorney. Chair Moore asked if we could bring this back to the June 27<sup>th</sup> meeting as a potential work plan item to investigate having a budget audit. Leung noted that staff would check with the City Manager to see what he recommended. Currently, the external auditor audits budget versus actuals, and the internal auditor audits the City's budget policies. Committeemember Hammer noted that the external auditors audit budget versus actuals and if we can request results of that audit on a regular basis. Leung confirmed that it can be requested and will bring the external auditors back for further discussion. Chair Moore asked if the external auditors could look at it quarterly. Leung noted that staff would look into it.

#### **OLD BUSINESS**

None.

#### **STAFF AND COMMITTEE REPORTS**

#### **FUTURE AGENDA SETTING**

#### **ADJOURNMENT**

The meeting adjourned at 4:30 p.m.

Recording Secretary:

Janet Liang, Administrative Assistant



# CITY OF CUPERTINO

## Agenda Item

---

**22-11155**

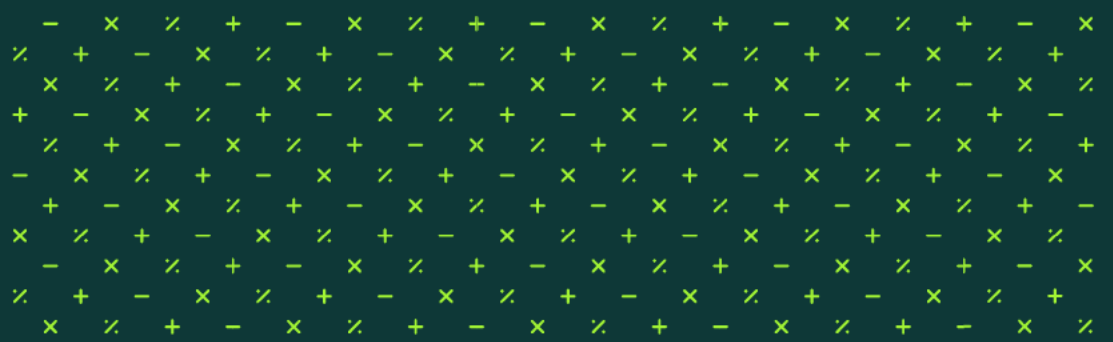
**Agenda Date: 6/27/2022**  
**Agenda #: 3.**

---

Subject: INFORMATION ITEM Consider the FY 2022-23 Internal Audit Program

Receive the FY 2022-23 Internal Audit Program and provide input

Presenter: Moss Adams



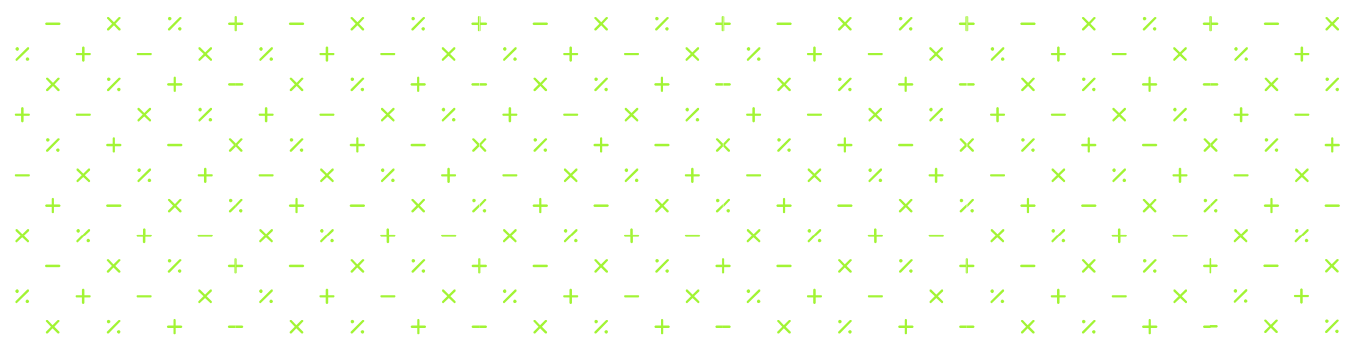
# City of Cupertino FY 22-23 Internal Audit Program

---

**Audit Committee Meeting**

**June 27, 2022**





## Overview

---

1. Introduction
2. Internal Audit Program Components
3. Internal Audit Program Review
4. Internal Audit Departments Covered
5. Potential Internal Audit Projects
6. Recommended Internal Audit Plan

# 1. Introduction

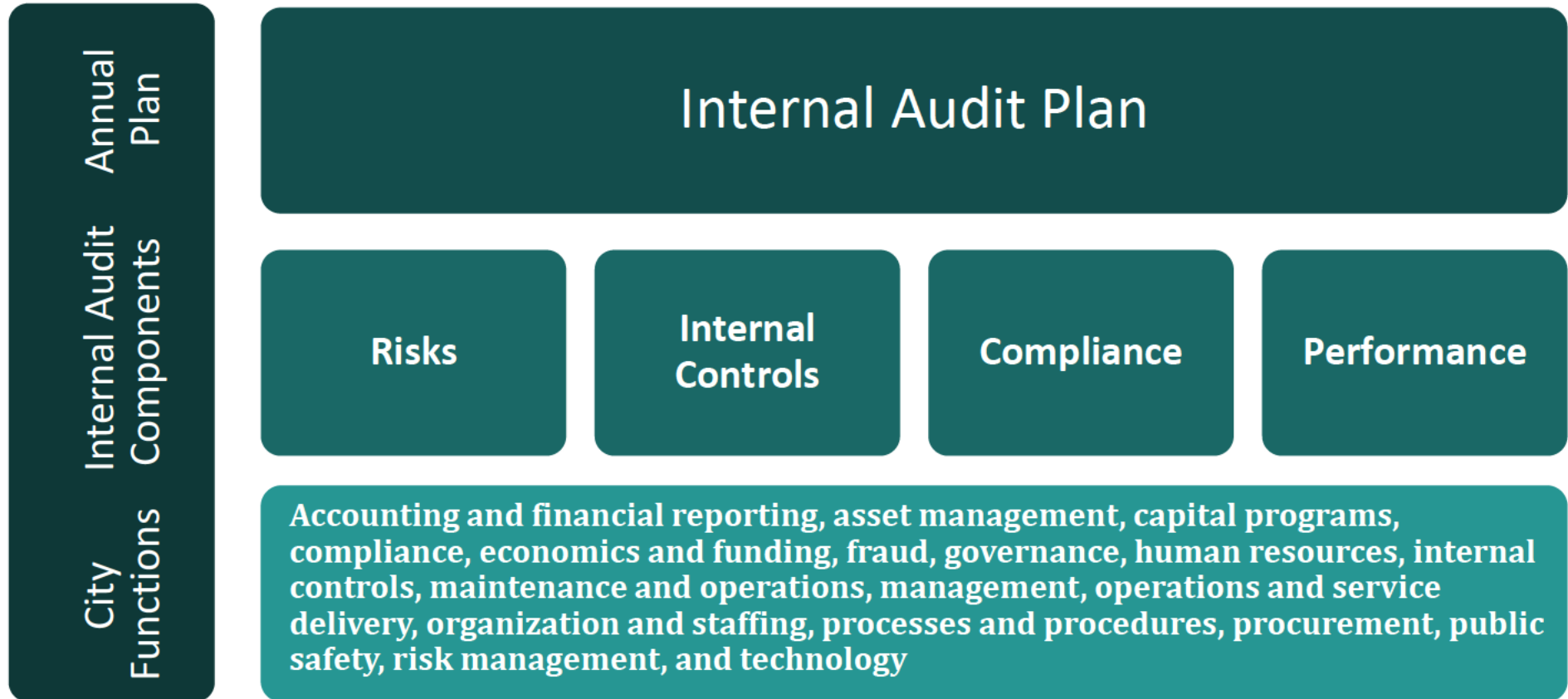
- The City retained Moss Adams to serve as the designated Internal Auditor and conduct projects focusing on:
  - Risks
  - Internal controls
  - Efficiency and effectiveness
  - Best practices
  - Compliance
- Work is being completed under appropriate industry standards



## 2. Internal Audit Program Components



4



### 3. Internal Audit Program Review

<b><u>Focus</u></b>	<b><u>Accomplishments</u></b>
• Enterprise Risk Assessments	2021
• Internal Controls Projects Completed	1
• Performance/Efficiency Projects Completed	2
• Policies Reviewed	<i>To Come</i>
• Recommendations Delivered	27
• Ethics Hotline	<i>To Come</i>
• Recommendations Validated	<i>To Come</i>



## 4. Internal Audit Departments Covered

Department	Projects
Administrative Services	Procurement (22), Finance P&Ps (22)
City Clerk	
City Manager's Office	FWA Program (22)
Community Development	
Communications	
Innovation & Technology	
Parks & Recreation	
Public Works	Capital Program (22)

Enterprise Projects: Risk Assessment (21)

## 5. Potential Internal Audit Projects

1. *Library Construction Audit (\$30,000)*
2. *Enterprise Leadership Effectiveness Study (\$35,000)*
3. *Budget Process Review (\$15,000)*
4. *Policy Review Ongoing Support (\$10,000)*
5. *Ongoing Internal Audit Services (\$10,000)*
6. Grants Management Performance Audit (\$35,000)
7. IT General Controls or Cybersecurity Review (\$30,000)
8. Performance Management or Succession Planning Study (\$35,000)
9. Contract/Vendor Management Performance Audit (\$30,000)

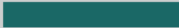
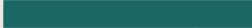
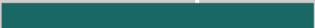



*Items in italics are recommended*



## 6. Recommended Internal Audit Plan

1. **Library Construction Audit:** Perform mid-point audit of library construction to review reporting, project accounting consistency controls, and related construction controls; identify non-compliant project charges and change orders and control improvement opportunities. (8 weeks)
2. **Enterprise Leadership Effectiveness Study:** Assess the effectiveness of the City's management and governance collaboration framework and provide recommendations to strengthen and streamline procedures to align with best practices for municipal leadership. (15 weeks)
3. **Budget Process Review:** Document and review the City's budget process, compare to best practice, and provide recommendations for improvements in efficiency and effectiveness. (6 weeks)
4. **Policy Review Ongoing Support:** As the City updates and develops draft financial policies based on the prioritized inventory, review drafts and provide recommendations to align policies with best practice. (52 weeks)
5. **Ongoing Internal Audit Services:** Attend Audit Committee and Council meetings; prepare status reports, manage internal audit program, and prepare FY 23-24 internal audit plan. (52 weeks)

## 6. Recommended Internal Audit Plan Timing

#	Project	7-9/22	10-12/22	1-3/23	4-6/23
	Fraud, Waste, & Abuse Program (carryover)				
1	Library Construction Audit				
2	Enterprise Leadership Effectiveness Study				
3	Budget Process Review				
4	Policy Review Ongoing Support				
5	Ongoing Internal Audit Services				







The material appearing in this presentation is for informational purposes only and is not legal or accounting advice. Communication of this information is not intended to create, and receipt does not constitute, a legal relationship, including, but not limited to, an accountant-client relationship. Although these materials may have been prepared by professionals, they should not be used as a substitute for professional services. If legal, accounting, or other professional advice is required, the services of a professional should be sought.



# CITY OF CUPERTINO

## Agenda Item

---

**22-11156**

**Agenda Date: 6/27/2022**  
**Agenda #: 4.**

---

Subject: INFORMATION ITEM Consider an update on the Fraud, Waste, and Abuse Program

Receive an update on the Fraud, Waste, and Abuse Program

Presenter: Moss Adams



# CITY OF CUPERTINO

## Agenda Item

---

**22-11157**

**Agenda Date: 6/27/2022**  
**Agenda #: 5.**

---

Subject: ACTION ITEM Consider the Monthly Treasurer's Investment Report for May 2022

Review the Monthly Treasurer's Investment Report for May 2022 and recommend filing with City Council

Presenter: Thomas Leung, Acting Finance Manager



## 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: June 27, 2022

#### Subject

Consider the Monthly Treasurer's Investment Report for May 2022

#### Recommended Action

Review the Monthly Treasurer's Investment Report for May 2022 and recommend filing with City Council

#### Discussion

##### **Background**

On May 19, 2022, the City Council approved the City Investment Policy. Per the City's Investment Policy, the Treasurer shall submit monthly transaction reports to the City Council within 30 days of the end of the reporting period per California Government Code Section 53607. In addition to the monthly transaction reports, quarterly investment reports are submitted to the City Council approximately 45 days following the end of the quarter. 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. 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 monthly Treasurer's report."

Per the referenced code provisions, a Treasurer's Investment Report shall be submitted to the Audit Committee and City Council every month.

##### **Treasurer's Investment Report**

The report provides an update on the City's investment portfolio for the month ending May 31, 2022. The attached statements include balances and transactions of the City's investments with the Local Agency Investment Fund (LAIF) and Chandler Asset Management.

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

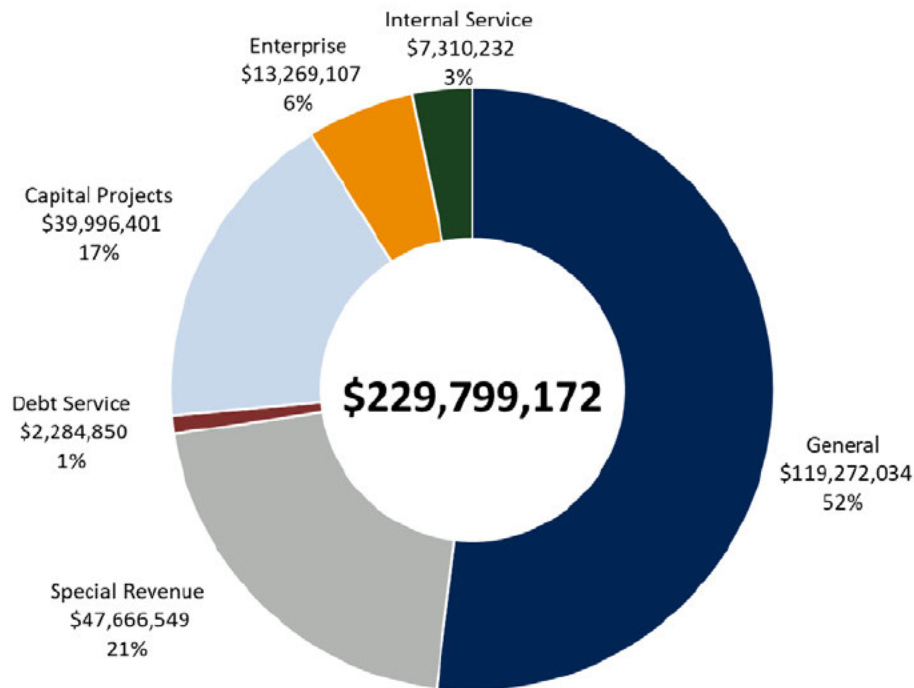
As of May 31, 2022, the City's General Ledger cash and investments balance was \$229.8 million, a \$1.5 million increase from the prior month due to receipts of \$8.5 million, disbursements of (\$7.5) million, and journal adjustments of \$0.4 million.

#### Cash and Investments – General Ledger Balance

Fund Type	Month Ending April 30, 2022	Receipts	Disbursements	Journal Adjustments*	Month Ending May 31, 2022
General Fund	117,686,174	6,702,004	(5,152,788)	36,643	119,272,034
Special Revenue	48,468,249	272,065	(968,530)	(105,235)	47,666,549
Debt Service	2,284,850	-	-	-	2,284,850
Capital Projects	38,923,074	1,402,454	(459,362)	130,235	39,996,401
Enterprise	13,154,490	140,361	(439,104)	413,360	13,269,107
Internal Service	7,816,682	-	(473,354)	(33,096)	7,310,232
<b>Total</b>	<b>\$ 228,333,518</b>	<b>\$ 8,516,884</b>	<b>\$ (7,493,138)</b>	<b>\$ 441,907</b>	<b>\$ 229,799,172</b>

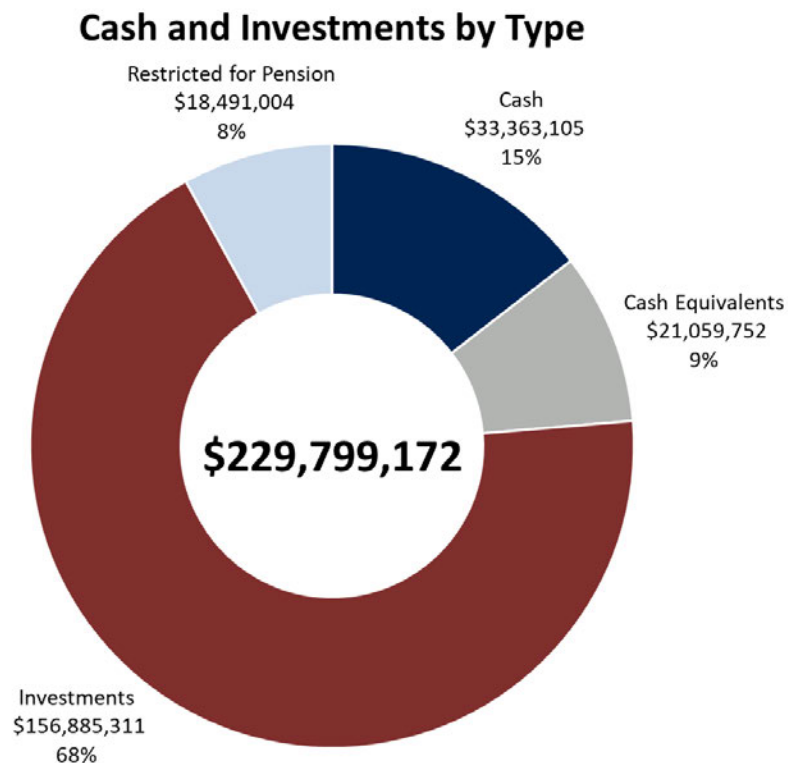
\*Journal adjustments include transactions recorded in other systems and imported into the financial system, Council-approved budget adjustments, quarterly Cost Allocation Plan (CAP) charges, and quarterly interest earnings.

#### Cash and Investments by Fund



The \$229.8 million in cash and investments includes \$33.4 million in cash, \$21.1 million in cash equivalents, \$156.9 million in investments, and \$18.5 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 – General Ledger Balance

	Month Ending April 30, 2022	Month Ending May 31, 2022	% of Portfolio
<b>Cash in banks and on hand</b>			
Operating Checking (Wells Fargo)	31,879,299	31,045,048	14%
Workers' Compensation Checking (Wells Fargo)	4,719	26,623	0%
Payroll Checking (Wells Fargo)	-	-	0%
Restricted for Bond Repayments <sup>1</sup> (BNY Mellon)	8,333	2,286,333	1%
Petty Cash and Change	5,100	5,100	0%
<b>Cash Equivalents</b>			
Local Agency Investment Fund	21,059,752	21,059,752	9%
<b>Investments</b>			
Investments (Chandler)	156,885,311	156,885,311	68%
Restricted for Pension <sup>2</sup> (PARS)	18,491,004	18,491,004	8%
<b>Total Cash and Investments<sup>3</sup></b>	<b>\$ 228,333,518</b>	<b>\$ 229,799,172</b>	<b>100%</b>

<sup>1</sup> Cash held by fiscal agent for bond repayments

<sup>2</sup> 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.

<sup>3</sup> 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 updated annually with the year-end investment market values.

### Cash and Investments – Bank Balance

	Month Ending April 30, 2022	Month Ending May 31, 2022	% of Portfolio
<b>Cash in banks and on hand</b>			
Operating Checking (Wells Fargo)	31,788,785	30,519,591	14%
Workers' Compensation Checking (Wells Fargo)	7,279	26,922	0%
Payroll Checking (Wells Fargo)	-	-	0%
Restricted for Bond Repayments <sup>1</sup> (BNY Mellon)	8,333	2,286,333	1%
<b>Cash Equivalents</b>			
Local Agency Investment Fund	21,059,752	21,059,752	10%
<b>Investments</b>			
Investments (Chandler)	148,861,823	149,697,509	68%
Restricted for Pension <sup>2</sup> (PARS)	16,368,261	16,302,481	7%
<b>Total Cash and Investments<sup>3</sup></b>	<b>\$ 218,094,232</b>	<b>\$ 219,892,588</b>	<b>100%</b>

<sup>1</sup> Cash held by fiscal agent for bond repayments

<sup>2</sup> 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.

<sup>3</sup> 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.

As of May 31, 2022, the City's LAIF account had a balance of \$21.1 million, no change from the prior month. Interest is deposited quarterly and was most recently deposited in April 2022. The City did not make any deposits or withdrawals in May 2022.

#### *Investment Portfolio*

In FY 2018-19, the City selected Chandler Asset Management for investment management services through a Request for Proposal (RFP). 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.

As of May 31, 2022, the portfolio's market value was \$149.7 million, compared to \$148.9 million at the end of the previous month. The portfolio's book value was \$154.9 million, compared to \$154.8 million at the end of the prior month. The average maturity was 2.84 years, and the average modified duration was 2.49. The rate of return was 0.57% for the month.

Below are historical monthly comparisons for the City's portfolio:

	April 30, 2022	May 31, 2022
Market Value	148,861,823	149,697,509
Par Value	154,612,129	154,801,899
Book Value	154,828,347	154,937,218
Average Maturity	2.83 years	2.84 years
Average Modified Duration	2.50	2.49
Average Purchase Yield	1.37%	1.41%
Average Market Yield	2.94%	2.86%
Average Quality <sup>1</sup>	AA/Aa1	AA/Aa1

<sup>1</sup> 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, so changes in market price do not affect the City's investment principal. The market values 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. A Section 115 Trust is a tax-exempt investment tool that allows local governments to pre-fund pension and retiree health costs. Once contributions are placed into the trust, assets from the trust can only be used to fund retirement plans.

The Section 115 Trusts are not governed by the City's Investment Policy but by separate investment policies. On December 7, 2021, City Council approved the Pension Trust Investment Policy and OPEB Trust Investment Policy. Public Agency Retirement Services

(PARS) administers the trust, and US Bank manages the investments per the 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. It is recommended for investors with a long-term time horizon. The strategic asset allocation ranges for this 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%

As of May 31, 2022, the Section 115 Pension Trust had a balance of \$16.3 million, a decrease of \$0.1 million from the prior month. The Section 115 OPEB Trust had a balance of \$33.5 million, a decrease of \$0.1 million from the prior month. The investment returns for the Section 115 Trusts were -0.37% for the month. The City did not make any contributions or receive any distributions in May 2022.

#### **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.

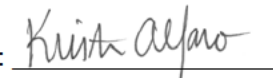
---

**Prepared by:**



Thomas Leung  
Acting Finance Manager

**Reviewed by:**



Kristina Alfaro  
Director of Administrative Services and City Treasurer

Approved for Submission by:   
\_\_\_\_\_  
Jim Throop  
City Manager

Attachments:

- A – Chandler Investment Report May 2022
- B – Chandler Custodial Statement May 2022
- C – PARS Pension and OPEB Statement May 2022
- D – LAIF Statement May 2022
- E – Wells Fargo Operating Checking Account Statement May 2022
- F – Wells Fargo Payroll Checking Account Statement May 2022
- G – Wells Fargo Workers' Compensation Checking Account Statement May 2022
- H – Wells Fargo Employee Benefits Checking Account Statement May 2022
- I – BNY Mellon Statement May 2022

# City of Cupertino

*Period Ending May 31, 2022*

CHANDLER ASSET MANAGEMENT, INC. | 800.317.4747 | [www.chandlerasset.com](http://www.chandlerasset.com)



<b>SECTION 1</b>	<b>Economic Update</b>
<b>SECTION 2</b>	<b>Account Profile</b>
<b>SECTION 3</b>	<b>Portfolio Holdings</b>
<b>SECTION 4</b>	<b>Transactions</b>



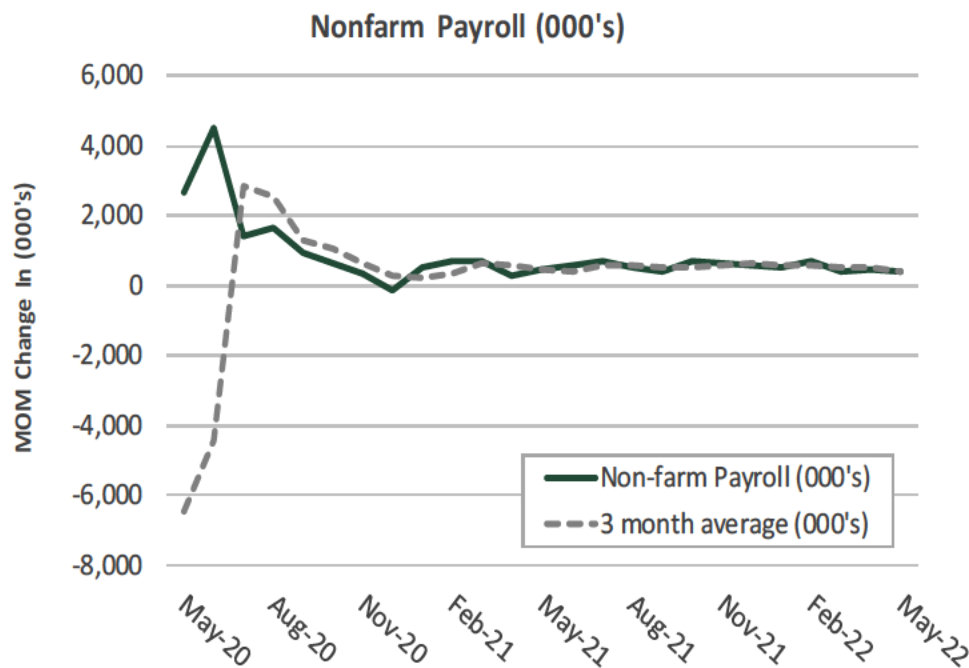
## Section 1 | Economic Update

## Economic Update

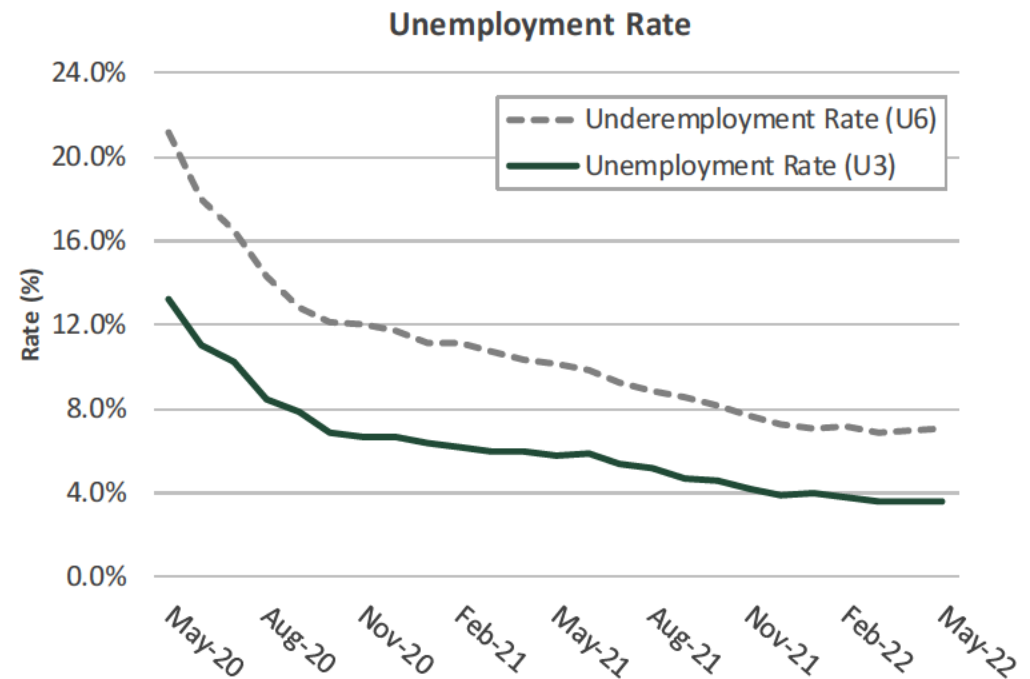
- Financial markets are experiencing heightened volatility and tighter conditions as central banks employ more restrictive monetary policies to combat persistent inflation. The conflict between Russia and Ukraine has exacerbated inflationary pressures, particularly with energy and commodities, and strict COVID lockdowns in China are intensifying distressed supply chains. Inflation is weighing heavily on consumer sentiment and beginning to impact discretionary spending. Labor markets remain strong, but wage gains are not keeping up with inflation. While we expect the Fed to continue to tighten monetary policy, the FOMC has very little margin for error as it attempts to combat inflation without pushing the economy into a recession. We continue to believe the risk of an economic slowdown later this year has increased. Over the near-term, we expect financial market volatility to remain intensified and conditions to remain tighter with persistent inflation, geopolitical risk, supply chain bottlenecks, and the Fed's shift to a more hawkish monetary policy.
- As expected at the May meeting, the Federal Open Market Committee (FOMC) announced it would raise the federal funds rate by 0.50% to a range of 0.75% - 1.00% and begin shrinking its \$9 trillion balance sheet starting June 1st. Federal Reserve Chair Powell indicated that a 75-basis point increase is not currently under consideration, and the Treasury yield curve steepened after the announcement. We are anticipating additional rate hikes by the Fed in the near term, but we believe that monetary policy is not on a pre-set course, and the timing and magnitude of rate hikes in the second half of this year will be dependent on how economic and geopolitical conditions continue to transpire.
- In May, yields fell and the curve steepened. The 2-year Treasury yield declined 16 basis points to 2.56%, the 5-year Treasury yield fell 14 basis points to 2.82%, and the 10-year Treasury yield dropped 9 basis points to 2.85%. The spread between the 2-year and 10-year Treasury yield increased to 29 basis points at May month-end versus 22 basis points at April month-end, but down from 145 basis points one year ago. While the flat yield curve bears watching over the longer run, the spread between 3-month and 10-year treasuries is still steep at about 179 basis points, which indicates likely economic growth in the coming year.



# Employment



Source: US Department of Labor



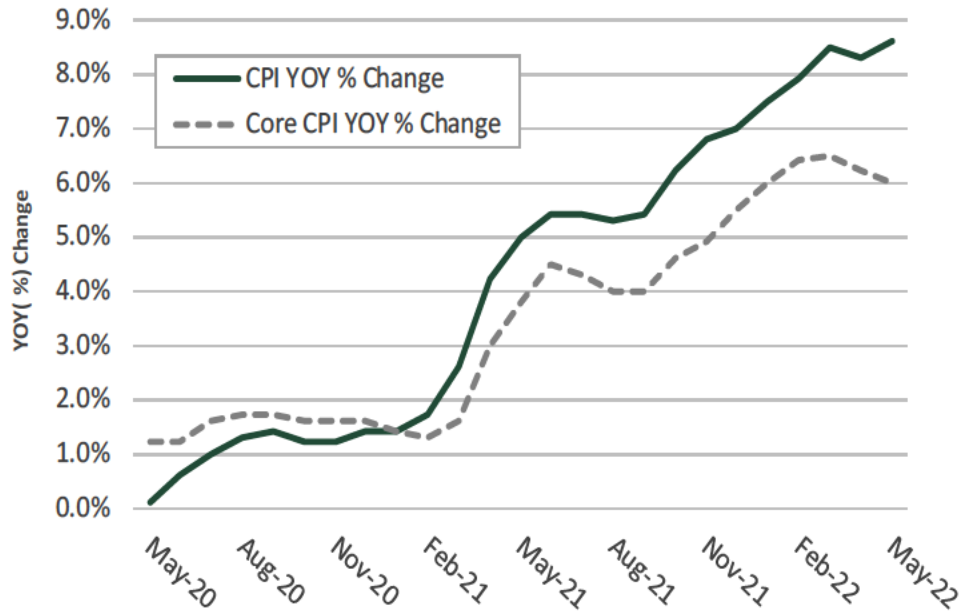
Source: US Department of Labor

The U.S. economy added 390,000 jobs in May, and job gains in April were revised upward from 428,000 to 436,000. Trends in employment remain strong, with the three-month moving average payrolls at 408,000 and the six-month moving average at 505,000. Hiring was led by leisure and hospitality, responsible for more than a quarter of payroll gains for the month, followed by professional and business services. The unemployment rate remained unchanged at 3.6%, and the U-6 underemployment rate, which includes those who are marginally attached to the labor force and employed part time for economic reasons, was 7.1%. Average hourly earnings rose 5.2% year-over-year in May, easing from a 5.5% year-over-year gain in April, which may reflect the beginning of a deceleration in wage growth that could help ease broad cyclical price pressures. The labor participation rate ticked up to 62.3% from 62.2%, a possible sign that higher wages and number of available jobs are compelling enough to draw workers back into the labor force.



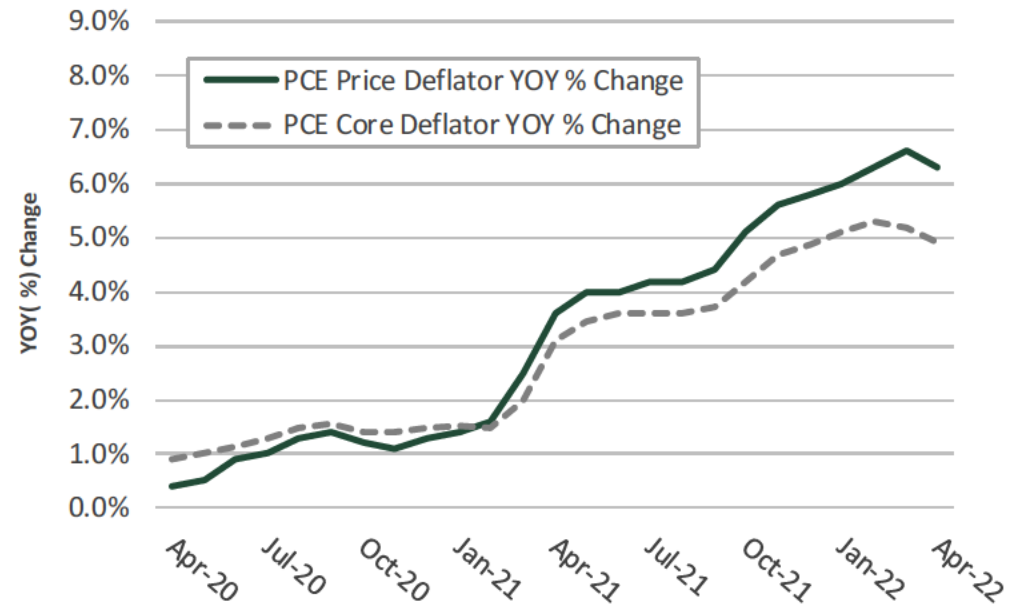
# Inflation

Consumer Price Index (CPI)



Source: US Department of Labor

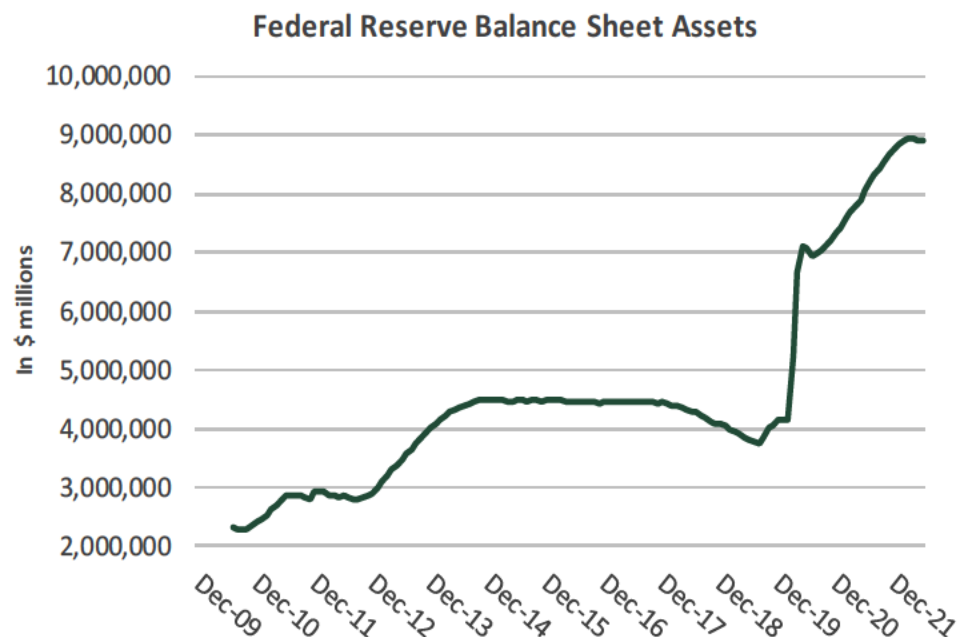
Personal Consumption Expenditures (PCE)



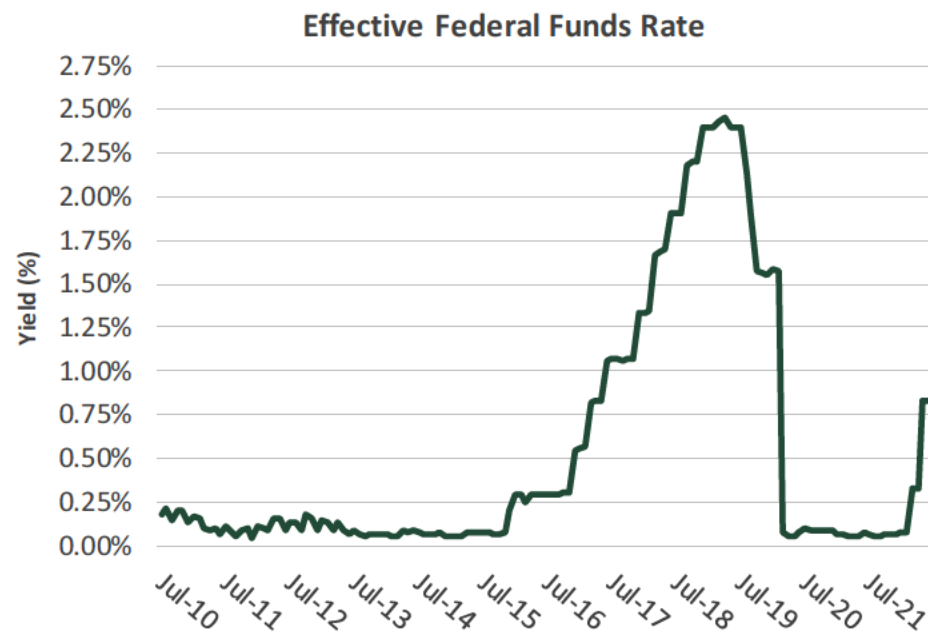
Source: US Department of Commerce

The Consumer Price Index (CPI) hit a 40-year high in May with broad-based price increases for most goods and services. Headline CPI was up 8.6% year-over-year in May, up from 8.3% year-over-year in April. Core CPI (CPI less food and energy) was up 6.0% in May, down from 6.2% in April. Shelter, food, and gasoline were the largest contributors to the increase. The Personal Consumption Expenditures (PCE) index was up 6.3% year-over-year in April, moderating from a 6.6% year-over-year increase in March. Core PCE was up 4.9% year-over-year in April, versus up 5.2% year-over-year in March. Persistently elevated levels of inflation are likely to keep the Federal Reserve on the path of tightening monetary policy as long as they continue to run well above the Fed's longer-run target of around 2.0%.

## Federal Reserve



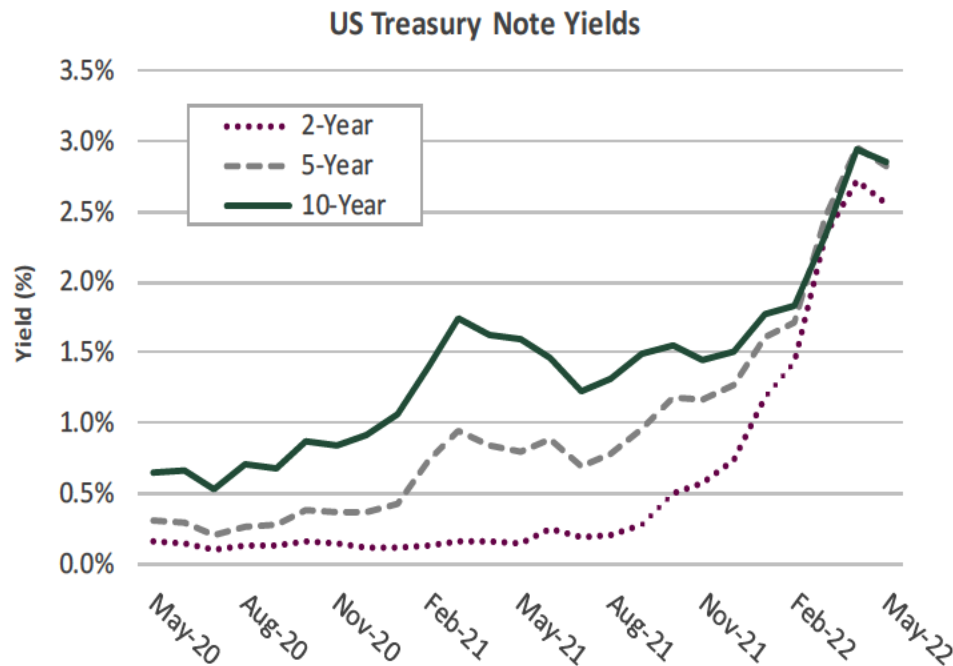
Source: Federal Reserve



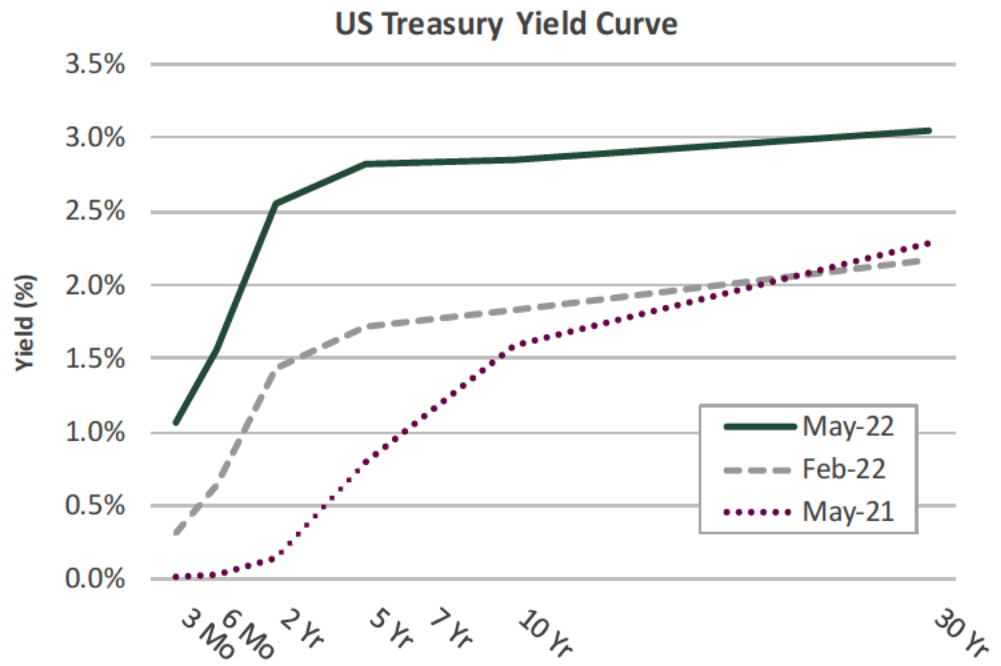
Source: Bloomberg

As expected at the May meeting, the Federal Open Market Committee (FOMC) announced it would raise the federal funds rate by 0.50% to a range of 0.75%- 1.00% and begin shrinking its \$9 trillion balance sheet starting June 1st. The FOMC will initially reduce its balance sheet by \$47.5 billion per month, increasing to \$95 billion per month after three months with a combination of US Treasury, agency debt, and agency mortgage-backed securities. Federal Reserve Chair Powell indicated that a 75-basis point increase is not currently under consideration, and the Treasury yield curve steepened after the announcement. We are anticipating additional rate hikes by the Fed in the near term, but we believe that monetary policy is not on a pre-set course, and the timing and magnitude of rate hikes in the second half of this year will be dependent on how economic and geopolitical conditions continue to transpire.

# Bond Yields



Source: Bloomberg



Source: Bloomberg

At the end of May, the 2-year Treasury yield was 242 basis points higher, and the 10-Year Treasury yield was about 125 basis points higher, year-over-year. The spread between the 2-year Treasury yield and 10-year Treasury yield was 29 basis points at May month-end, up from 22 basis points at the end of April, but narrow compared to the average historical spread (since 2003) of about 130 basis points. While the flat yield curve bears watching over the longer run, the spread between 3-month and 10-year treasuries is still steep at about 179 basis points, which indicates likely economic growth in the coming year.



## 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	<i>Complies</i>
Agency Issues	25% per Agency/GSE issuer; 20% max agency callable securities; Issued by Federal Agencies or U.S. Government Sponsored Enterprise obligations.	<i>Complies</i>
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.	<i>Complies</i>
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.	<i>Complies</i>
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.	<i>Complies</i>
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 .	<i>Complies</i>
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.	<i>Complies</i>
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.	<i>Complies</i>
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	<i>Complies</i>
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.	<i>Complies</i>
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.	<i>Complies</i>
Local Agency Investment Fund (LAIF)	Maximum amount permitted by LAIF; Not used by investment adviser	<i>Complies</i>
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	<i>Complies</i>

## 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
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.	<i>Complies</i>
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	<i>Complies</i>
Max Per Issuer	5% per issuer, unless otherwise specified in the policy	<i>Complies</i>
Maximum maturity	5 years	<i>Complies</i>



# Portfolio Summary – City of Cupertino # 10659

As of May 31, 2022

## PORTFOLIO CHARACTERISTICS

Average Modified Duration	2.49
Average Coupon	1.54%
Average Purchase YTM	1.41%
Average Market YTM	2.86%
Average S&P/Moody Rating	AA/Aa1
Average Final Maturity	2.84 yrs
Average Life	2.58 yrs

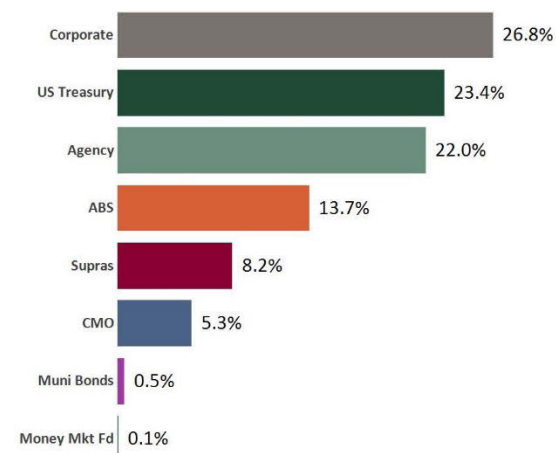
## ACCOUNT SUMMARY

	Beg. Values as of 4/30/22	End Values as of 5/31/22
Market Value	148,407,642	149,184,906
Accrued Interest	454,180	512,603
Total Market Value	148,861,823	149,697,509
Income Earned	170,882	178,569
Cont/WD		-9,143
Par	154,612,129	154,801,899
Book Value	154,828,347	154,937,218
Cost Value	155,530,364	155,594,563

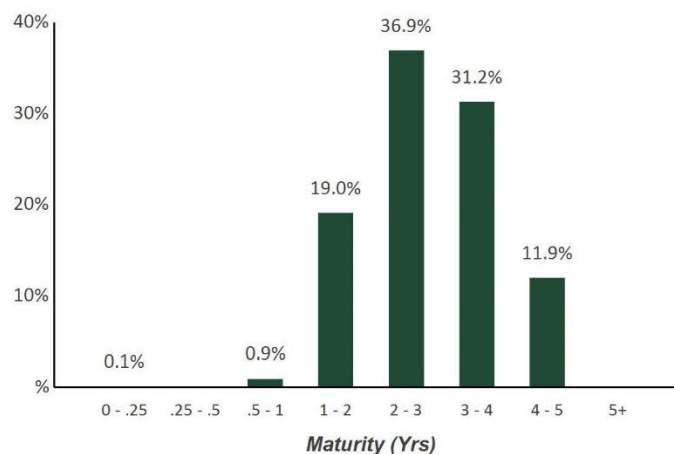
## TOP ISSUERS

Government of United States	23.4%
Federal Home Loan Mortgage Corp	11.2%
Federal National Mortgage Assoc	10.0%
Federal Home Loan Bank	6.2%
International Finance Corp	3.4%
Inter-American Dev Bank	3.3%
American Express ABS	1.9%
Hyundai Auto Receivables	1.8%
Total	61.2%

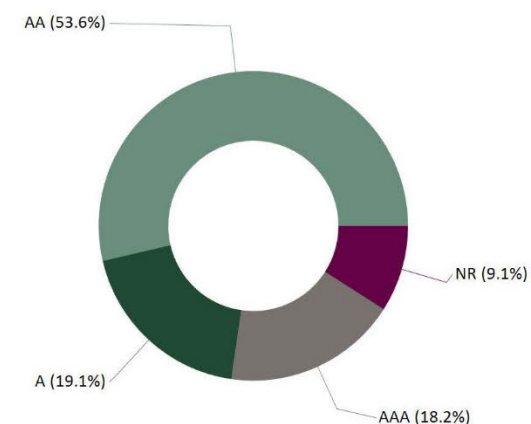
## SECTOR ALLOCATION



## MATURITY DISTRIBUTION



## CREDIT QUALITY (S&P)



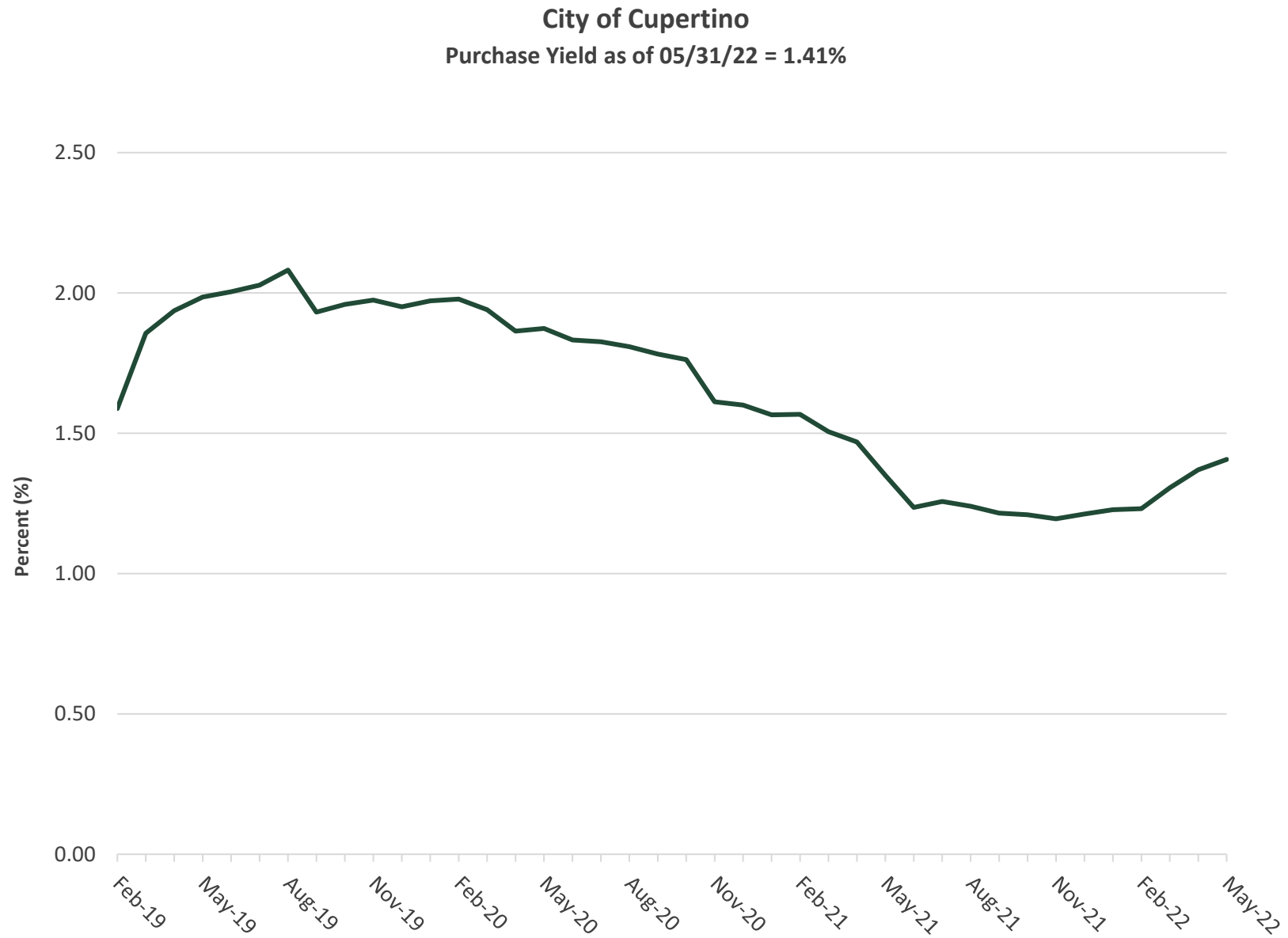
## PERFORMANCE REVIEW

TOTAL RATE OF RETURN	1M	3M	YTD	1YR	Annualized				
					2YRS	3YRS	5YRS	10YRS	1/31/2019
City of Cupertino	0.57%	-2.06%	-3.48%	-4.32%	-1.75%	0.73%	N/A	N/A	1.06%
ICE BofA 1-5 Yr US Treasury & Agency Index	0.61%	-2.09%	-3.39%	-4.26%	-2.14%	0.45%	N/A	N/A	1.02%



# Historical Average Purchase Yield

As of May 31, 2022





## Section 3 | Portfolio Holdings

## City of Cupertino – Account #10659

Issue Name	Investment Type	% Portfolio
Government of United States	US Treasury	23.35%
Federal National Mortgage Association	Agency	9.97%
Federal Home Loan Bank	Agency	6.18%
Federal Home Loan Mortgage Corp	Agency	5.88%
Federal Home Loan Mortgage Corp	CMO	5.31%
International Finance Corp	Supranational	3.38%
Inter-American Dev Bank	Supranational	3.34%
American Express ABS	ABS	1.93%
Hyundai Auto Receivables	ABS	1.85%
Royal Bank of Canada	Corporate	1.70%
Toyota Motor Corp	Corporate	1.63%
Bank of America Corp	Corporate	1.63%
Bank of New York	Corporate	1.60%
Honda ABS	ABS	1.55%
JP Morgan Chase & Co	Corporate	1.54%
Intl Bank Recon and Development	Supranational	1.48%
Toronto Dominion Holdings	Corporate	1.45%
Paccar Financial	Corporate	1.26%
Toyota ABS	ABS	1.25%
GM Financial Automobile Leasing Trust	ABS	1.24%
Toyota Lease Owner Trust	ABS	1.21%
Bank of Montreal Chicago	Corporate	1.17%
Metlife Inc	Corporate	1.16%
Amazon.com Inc	Corporate	1.16%
Air Products & Chemicals	Corporate	1.14%
Salesforce.com Inc	Corporate	1.12%
Prudential Financial Inc	Corporate	1.12%
United Health Group Inc	Corporate	1.09%
New York Life Global Funding	Corporate	1.08%
Berkshire Hathaway	Corporate	1.04%
John Deere ABS	ABS	0.99%
Hyundai Auto Lease Securitization	ABS	0.87%
Guardian Life Global Funding	Corporate	0.85%
US Bancorp	Corporate	0.83%
Caterpillar Inc	Corporate	0.72%
GM Financial Securitized Term Auto Trust	ABS	0.68%
Deere & Company	Corporate	0.66%
Verizon Owner Trust	ABS	0.66%

## City of Cupertino – Account #10659

Issue Name	Investment Type	% Portfolio
Charles Schwab Corp/The	Corporate	0.61%
Mass Mutual Insurance	Corporate	0.61%
BMW Vehicle Lease Trust	ABS	0.57%
Northwestern Mutual Gbl	Corporate	0.52%
State of California	Municipal Bonds	0.50%
Northern Trust Corp	Corporate	0.46%
Morgan Stanley	Corporate	0.42%
Nissan ABS	ABS	0.36%
BMW ABS	ABS	0.35%
Wal-Mart Stores	Corporate	0.22%
Mercedes-Benz Auto Lease Trust	ABS	0.20%
Wells Fargo 100% Treasury MMKT Fund	Money Market Fund	0.07%
<b>TOTAL</b>		<b>100.00%</b>

# Holdings Report

As of May 31, 2022

## 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
<b>ABS</b>									
47789JAD8	John Deere Owner Trust 2019-A A3 2.910% Due 07/17/2023	3,665.03	Various 1.94%	3,737.01 3,670.08	100.03 2.12%	3,666.08 4.74	0.00% (4.00)	Aaa / NR AAA	1.13 0.04
43815NAC8	Honda Auto Receivables Trust 2019-3 A3 1.780% Due 08/15/2023	246,021.44	Various 1.93%	245,607.87 245,979.93	99.94 2.06%	245,879.73 194.63	0.16% (100.20)	Aaa / AAA NR	1.21 0.21
58769EAC2	Mercedes-Benz Auto Lease Trust 2020-B A3 0.400% Due 11/15/2023	298,951.22	09/15/2020 0.40%	298,936.06 298,947.12	99.39 2.14%	297,121.93 53.15	0.20% (1,825.19)	NR / AAA AAA	1.46 0.35
477870AC3	John Deere Owner Trust 2019-B A3 2.210% Due 12/15/2023	154,040.88	08/27/2019 1.79%	155,466.96 154,551.69	100.09 1.87%	154,175.82 151.30	0.10% (375.87)	Aaa / NR AAA	1.54 0.25
92348AAA3	Verizon Owner Trust 2019-C A1A 1.940% Due 04/22/2024	206,363.29	10/01/2019 1.95%	206,347.38 206,356.66	100.00 1.96%	206,354.83 122.33	0.14% (1.83)	NR / AAA AAA	1.90 0.30
89238EAC0	Toyota Lease Owner Trust 2021-A A3 0.390% Due 04/22/2024	700,000.00	03/23/2022 2.16%	686,000.00 687,750.00	97.90 2.92%	685,281.80 83.42	0.46% (2,468.20)	Aaa / AAA NR	1.90 0.84
44891VAC5	Hyundai Auto Lease Trust 2021-B A3 0.330% Due 06/17/2024	790,000.00	06/08/2021 0.34%	789,881.50 789,932.02	97.79 2.73%	772,559.96 115.87	0.52% (17,372.06)	Aaa / AAA NR	2.05 0.92
65479JAD5	Nissan Auto Receivables Owner 2019-C A3 1.930% Due 07/15/2024	533,989.82	Various 1.70%	536,638.84 535,319.49	99.91 2.22%	533,503.36 458.04	0.36% (1,816.13)	Aaa / AAA NR	2.13 0.32
43813DAC2	Honda Auto Receivables 2020-2 A3 0.820% Due 07/15/2024	112,790.54	05/18/2020 0.83%	112,781.67 112,785.99	99.16 2.41%	111,843.33 41.11	0.07% (942.66)	Aaa / AAA NR	2.13 0.53
47789KAC7	John Deere Owner Trust 2020-A A3 1.100% Due 08/15/2024	156,284.79	03/04/2020 1.11%	156,275.23 156,280.03	99.33 2.53%	155,236.90 76.41	0.10% (1,043.13)	Aaa / NR AAA	2.21 0.47
43813KAC6	Honda Auto Receivables Trust 2020-3 A3 0.370% Due 10/18/2024	515,799.55	09/22/2020 0.38%	515,723.78 515,764.15	98.69 2.46%	509,030.71 68.92	0.34% (6,733.44)	NR / AAA AAA	2.39 0.63
36262XAC8	GM Financial Auto Lease Trust 2021-3 A2 0.390% Due 10/21/2024	965,000.00	08/10/2021 0.39%	964,986.88 964,991.13	97.19 2.83%	937,897.01 115.00	0.63% (27,094.12)	NR / AAA AAA	2.39 1.16
47787NAC3	John Deere Owner Trust 2020-B A3 0.510% Due 11/15/2024	172,857.42	07/14/2020 0.52%	172,831.08 172,845.14	98.78 2.47%	170,740.78 39.18	0.11% (2,104.36)	Aaa / NR AAA	2.46 0.63
09690AAC7	BMW Vehicle Lease Trust 2021-2 A3 0.330% Due 12/26/2024	425,000.00	09/08/2021 0.34%	424,956.14 424,969.81	97.55 2.74%	414,571.78 23.38	0.28% (10,398.03)	Aaa / NR AAA	2.58 1.03
89236XAC0	Toyota Auto Receivables 2020-D A3 0.350% Due 01/15/2025	400,759.46	10/06/2020 0.36%	400,684.80 400,713.42	98.78 2.51%	395,851.36 62.34	0.26% (4,862.06)	NR / AAA AAA	2.63 0.57
44891WAC3	Hyundai Auto Lease Trust 2022-A A3 1.160% Due 01/15/2025	540,000.00	01/11/2022 1.16%	539,988.07 539,990.01	97.23 3.07%	525,017.70 278.40	0.35% (14,972.31)	Aaa / AAA NR	2.63 1.47
92290BAA9	Verizon Owner Trust 2020-B A 0.470% Due 02/20/2025	800,000.00	08/04/2020 0.48%	799,832.00 799,898.87	98.55 2.61%	788,363.20 114.89	0.53% (11,535.67)	Aaa / NR AAA	2.73 0.68

# Holdings Report

As of May 31, 2022

## 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
89238LAC4	Toyota Lease Owner Trust 2022-A A3 1.960% Due 02/20/2025	1,150,000.00	02/23/2022 1.98%	1,149,818.99 1,149,838.96	97.97 3.17%	1,126,623.95 688.72	0.75% (23,215.01)	NR / AAA AAA	2.73 1.70
36265MAC9	GM Financial Auto Lease Trust 2022-1 A3 1.900% Due 03/20/2025	945,000.00	02/15/2022 1.91%	944,991.87 944,992.88	97.88 3.25%	924,985.85 548.63	0.62% (20,007.03)	Aaa / NR AAA	2.81 1.59
05601XAC3	BMW Vehicle Lease Trust 2022-1 A3 1.100% Due 03/25/2025	450,000.00	01/11/2022 1.11%	449,932.73 449,943.97	97.26 3.13%	437,677.65 82.50	0.29% (12,266.32)	NR / AAA AAA	2.82 1.36
43813GAC5	Honda Auto Receivables Trust 2021-1 A3 0.270% Due 04/21/2025	295,000.00	02/17/2021 0.27%	294,994.60 294,996.83	97.85 2.96%	288,656.32 22.13	0.19% (6,340.51)	Aaa / NR AAA	2.89 0.80
89240BAC2	Toyota Auto Receivables Owners 2021-A A3 0.260% Due 05/15/2025	1,090,000.00	02/02/2021 0.27%	1,089,797.70 1,089,883.20	97.99 2.72%	1,068,076.83 125.96	0.71% (21,806.37)	Aaa / NR AAA	2.96 0.82
44933LAC7	Hyundai Auto Receivables Trust 2021-A A3 0.380% Due 09/15/2025	515,000.00	04/20/2021 0.38%	514,945.82 514,965.24	97.14 3.00%	500,267.40 86.98	0.33% (14,697.84)	NR / AAA AAA	3.30 1.10
43815GAC3	Honda Auto Receivables Trust 2021-4 A3 0.880% Due 01/21/2026	460,000.00	11/16/2021 0.89%	459,903.03 459,918.50	96.10 3.20%	442,068.74 112.44	0.30% (17,849.76)	Aaa / NR AAA	3.65 1.70
47789QAC4	John Deere Owner Trust 2021-B A3 0.520% Due 03/16/2026	580,000.00	07/13/2021 0.52%	579,948.26 579,960.49	95.16 3.53%	551,904.22 134.04	0.37% (28,056.27)	Aaa / NR AAA	3.79 1.63
89238JAC9	Toyota Auto Receivables Trust 2021-D A3 0.710% Due 04/15/2026	430,000.00	11/09/2021 0.71%	429,990.84 429,992.37	95.88 3.71%	412,300.77 135.69	0.28% (17,691.60)	NR / AAA AAA	3.88 1.39
43815BAC4	Honda Auto Receivables Trust 2022-1 A3 1.880% Due 05/15/2026	740,000.00	02/15/2022 1.89%	739,888.70 739,897.97	97.03 3.37%	717,987.23 618.31	0.48% (21,910.74)	Aaa / AAA NR	3.96 2.02
44935FAD6	Hyundai Auto Receivables Trust 2021-C A3 0.740% Due 05/15/2026	1,330,000.00	Various 2.02%	1,296,371.65 1,298,697.14	95.92 3.22%	1,275,736.00 437.42	0.85% (22,961.14)	NR / AAA AAA	3.96 1.67
05602RAD3	BMW Vehicle Owner Trust 2022-A A3 3.210% Due 08/25/2026	530,000.00	05/10/2022 3.23%	529,972.44 529,972.78	99.89 3.28%	529,428.66 614.36	0.35% (544.12)	Aaa / AAA NR	4.24 2.04
362554AC1	GM Financial Securitized Term 2021-4 A3 0.680% Due 09/16/2026	350,000.00	10/13/2021 0.68%	349,991.08 349,992.68	96.24 3.15%	336,850.50 99.17	0.23% (13,142.18)	Aaa / AAA NR	4.30 1.54
47787JAC2	John Deere Owner Trust 2022-A A3 2.320% Due 09/16/2026	450,000.00	03/10/2022 2.34%	449,900.46 449,906.45	97.52 3.69%	438,833.70 464.00	0.29% (11,072.75)	Aaa / NR AAA	4.30 1.84
448977AD0	Hyundai Auto Receivables Trust 2022-A A3 2.220% Due 10/15/2026	1,010,000.00	03/09/2022 2.23%	1,009,961.12 1,009,963.64	97.76 3.36%	987,348.74 996.53	0.66% (22,614.90)	NR / AAA AAA	4.38 2.00
380146AC4	GM Financial Auto Receivables 2022-1 A3 1.260% Due 11/16/2026	295,000.00	01/11/2022 1.27%	294,974.36 294,977.17	96.82 3.29%	285,622.84 154.88	0.19% (9,354.33)	NR / AAA AAA	4.47 1.58
362585AC5	GM Financial Securitized ART 2022-2 A3 3.100% Due 02/16/2027	390,000.00	04/05/2022 3.13%	389,918.49 389,921.68	99.64 3.28%	388,600.68 503.75	0.26% (1,321.00)	Aaa / AAA NR	4.72 2.20
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 1,525,687.73	97.50 3.17%	1,506,413.63 1,517.53	1.01% (19,274.10)	Aaa / NR AAA	4.79 2.66

# Holdings Report

As of May 31, 2022

## 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
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 1,374,698.09	100.51 3.23%	1,382,034.50 906.35	0.92% 7,336.41	NR / AAA AAA	4.96 2.77
<b>TOTAL ABS</b>		<b>20,951,523.44</b>	<b>1.53%</b>	<b>20,885,033.03</b> <b>20,888,953.31</b>	<b>3.01%</b>	<b>20,508,514.49</b> <b>10,252.50</b>	<b>13.71%</b> <b>(380,438.82)</b>	<b>Aaa / AAA</b> <b>Aaa</b>	<b>3.33</b> <b>1.48</b>
<b>Agency</b>									
3137EAER6	FHLMC Note 0.375% Due 05/05/2023	1,350,000.00	05/05/2020 0.39%	1,349,433.00 1,349,824.66	98.38 2.15%	1,328,135.40 365.63	0.89% (21,689.26)	Aaa / AA+ AAA	0.93 0.92
3130A3DL5	FHLB Note 2.375% Due 09/08/2023	2,000,000.00	09/06/2019 1.52%	2,066,320.00 2,021,077.04	100.10 2.29%	2,002,096.00 10,951.39	1.34% (18,981.04)	Aaa / AA+ NR	1.27 1.24
3135G0U43	FNMA Note 2.875% Due 09/12/2023	1,500,000.00	06/21/2019 1.89%	1,559,805.00 1,518,162.71	100.71 2.30%	1,510,701.00 9,463.54	1.02% (7,461.71)	Aaa / AA+ AAA	1.28 1.25
3137EAF2	FHLMC Note 0.250% Due 12/04/2023	1,755,000.00	12/02/2020 0.28%	1,753,262.55 1,754,125.72	96.89 2.36%	1,700,386.16 2,157.19	1.14% (53,739.56)	Aaa / AA+ AAA	1.51 1.49
3130A0F70	FHLB Note 3.375% Due 12/08/2023	2,100,000.00	Various 1.75%	2,222,418.00 2,150,034.89	101.40 2.43%	2,129,414.70 34,059.38	1.45% (20,620.19)	Aaa / AA+ AAA	1.52 1.45
3130A0XE5	FHLB Note 3.250% Due 03/08/2024	1,500,000.00	03/28/2019 2.27%	1,568,115.00 1,524,364.50	101.26 2.52%	1,518,868.50 11,239.58	1.02% (5,496.00)	Aaa / AA+ NR	1.77 1.70
3130A1XJ2	FHLB Note 2.875% Due 06/14/2024	1,500,000.00	06/18/2019 1.96%	1,564,890.20 1,526,497.42	100.60 2.57%	1,508,935.50 20,005.21	1.02% (17,561.92)	Aaa / AA+ NR	2.04 1.94
3135G0V75	FNMA Note 1.750% Due 07/02/2024	1,500,000.00	07/16/2019 1.96%	1,484,895.00 1,493,647.90	98.44 2.52%	1,476,619.50 10,864.58	0.99% (17,028.40)	Aaa / AA+ AAA	2.09 2.02
3130A2UW4	FHLB Note 2.875% Due 09/13/2024	2,000,000.00	09/13/2019 1.79%	2,103,380.00 2,047,325.82	100.46 2.67%	2,009,106.00 12,458.33	1.35% (38,219.82)	Aaa / AA+ AAA	2.29 2.18
3135G0W66	FNMA Note 1.625% Due 10/15/2024	1,975,000.00	Various 1.73%	1,965,802.75 1,970,509.76	97.51 2.72%	1,925,777.08 4,100.87	1.29% (44,732.68)	Aaa / AA+ AAA	2.38 2.30
3135G0X24	FNMA Note 1.625% Due 01/07/2025	1,295,000.00	Various 1.38%	1,309,953.95 1,303,085.55	97.32 2.70%	1,260,249.97 8,417.50	0.85% (42,835.58)	Aaa / AA+ AAA	2.61 2.51
3137EAEPO	FHLMC Note 1.500% Due 02/12/2025	2,365,000.00	02/13/2020 1.52%	2,363,178.95 2,364,015.14	96.78 2.75%	2,288,733.48 10,741.04	1.54% (75,281.66)	Aaa / AA+ AAA	2.71 2.60
3135G03U5	FNMA Note 0.625% Due 04/22/2025	1,860,000.00	04/22/2020 0.67%	1,856,168.40 1,857,781.71	94.09 2.77%	1,750,003.32 1,259.38	1.17% (107,778.39)	Aaa / AA+ AAA	2.90 2.83
3135G04Z3	FNMA Note 0.500% Due 06/17/2025	2,500,000.00	Various 0.50%	2,499,227.30 2,499,657.63	93.41 2.77%	2,335,192.50 5,694.44	1.56% (164,465.13)	Aaa / AA+ AAA	3.05 2.98
3137EAEU9	FHLMC Note 0.375% Due 07/21/2025	1,250,000.00	07/21/2020 0.48%	1,243,775.00 1,246,088.90	92.86 2.76%	1,160,807.50 1,692.71	0.78% (85,281.40)	Aaa / AA+ AAA	3.14 3.08

# Holdings Report

As of May 31, 2022

## 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
3135G05X7	FNMA Note 0.375% Due 08/25/2025	2,500,000.00	Various 0.48%	2,487,983.75 2,491,995.51	92.57 2.79%	2,314,287.51 2,500.00	1.55% (177,708.00)	Aaa / AA+ AAA	3.24 3.17
3137EAXE3	FHLMC Note 0.375% Due 09/23/2025	2,500,000.00	Various 0.46%	2,489,362.80 2,492,795.88	92.41 2.79%	2,310,125.00 1,770.83	1.54% (182,670.88)	Aaa / AA+ AAA	3.32 3.25
3135G06G3	FNMA Note 0.500% Due 11/07/2025	2,500,000.00	Various 0.56%	2,492,700.00 2,494,967.51	92.56 2.79%	2,314,000.00 833.33	1.55% (180,967.51)	Aaa / AA+ AAA	3.44 3.36
				<b>34,380,671.65</b>		<b>32,843,439.12</b>	<b>22.04%</b>	<b>Aaa / AA+</b>	<b>2.37</b>
<b>TOTAL Agency</b>		<b>33,950,000.00</b>	<b>1.15%</b>	<b>34,105,958.25</b>	<b>2.61%</b>	<b>148,574.93</b>	<b>(1,262,519.13)</b>	<b>Aaa</b>	<b>2.30</b>
<b>CMO</b>									
3137B4WB8	FHLMC K033 A2 3.060% Due 07/25/2023	1,000,000.00	08/13/2019 2.02%	1,037,656.25 1,010,964.54	100.64 2.22%	1,006,446.00 510.00	0.67% (4,518.54)	Aaa / NR NR	1.15 0.98
3137B5JM6	FHLMC K034 A2 3.531% Due 07/25/2023	1,000,000.00	09/26/2019 2.00%	1,053,867.19 1,016,202.69	100.86 2.47%	1,008,648.00 2,942.50	0.68% (7,554.69)	NR / NR AAA	1.15 1.01
3137B7MZ9	FHLMC K036 A2 3.527% Due 10/25/2023	1,000,000.00	08/19/2019 1.92%	1,061,914.06 1,020,746.29	100.85 2.66%	1,008,495.00 587.83	0.67% (12,251.29)	Aaa / NR AAA	1.40 1.21
3137BFE98	FHLMC K041 A2 3.171% Due 10/25/2024	1,300,000.00	07/01/2021 0.72%	1,398,414.06 1,371,021.31	100.25 2.98%	1,303,277.30 3,435.25	0.87% (67,744.01)	Aaa / AAA AAA	2.41 2.19
3137BLMZ8	FHLMC K049 A2 3.010% Due 07/25/2025	1,000,000.00	07/01/2021 0.87%	1,079,687.50 1,061,668.81	99.71 3.06%	997,148.00 2,508.33	0.67% (64,520.81)	NR / NR AAA	3.15 2.85
3137BLW95	FHLMC K050 A2 3.334% Due 08/25/2025	950,000.00	11/16/2021 1.17%	1,018,132.81 1,008,349.12	100.64 3.06%	956,069.62 2,639.42	0.64% (52,279.50)	NR / NR AAA	3.24 2.89
3137BM7C4	FHLMC K051 A2 3.308% Due 09/25/2025	440,000.00	03/15/2022 2.21%	453,079.69 452,302.99	100.57 3.07%	442,521.20 1,212.93	0.30% (9,781.79)	NR / NR AAA	3.32 2.97
3137BN6G4	FHLMC K053 2.995% Due 12/25/2025	570,000.00	03/15/2022 2.29%	582,001.17 581,347.99	99.60 3.08%	567,721.14 1,422.63	0.38% (13,626.85)	NR / NR AAA	3.57 3.19
3137BSP72	FHLMC K058 A2 2.653% Due 08/25/2026	650,000.00	11/12/2021 1.35%	687,451.17 683,178.51	97.98 3.15%	636,851.80 1,437.04	0.43% (46,326.71)	NR / NR AAA	4.24 3.90
				<b>8,372,203.90</b>		<b>7,927,178.06</b>	<b>5.31%</b>	<b>Aaa / AAA</b>	<b>2.44</b>
<b>TOTAL CMO</b>		<b>7,910,000.00</b>	<b>1.51%</b>	<b>8,205,782.25</b>	<b>2.82%</b>	<b>16,695.93</b>	<b>(278,604.19)</b>	<b>Aaa</b>	<b>2.18</b>
<b>Corporate</b>									
24422EVN6	John Deere Capital Corp Note 0.450% Due 01/17/2024	1,030,000.00	03/01/2021 0.47%	1,029,268.70 1,029,585.20	96.44 2.70%	993,288.74 1,725.25	0.66% (36,296.46)	A2 / A A	1.63 1.60



# Holdings Report

As of May 31, 2022

## 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
06051GHF9	Bank of America Corp Callable Note 1X 3/5/2023 3.550% Due 03/05/2024	1,200,000.00	Various 2.61%	1,226,303.25 1,207,823.89	100.42 2.73%	1,204,980.00 10,176.68	0.81% (2,843.89)	A2 / A- AA-	1.76 1.69
89114QCA4	Toronto Dominion Bank Note 2.650% Due 06/12/2024	1,500,000.00	09/11/2019 2.24%	1,527,255.00 1,511,662.75	99.12 3.10%	1,486,864.50 18,660.42	1.01% (24,798.25)	A1 / A AA-	2.04 1.94
06367TQW3	Bank of Montreal Note 0.625% Due 07/09/2024	600,000.00	02/09/2022 1.89%	582,216.00 584,441.53	94.87 3.16%	569,243.40 1,479.17	0.38% (15,198.13)	A2 / A- AA-	2.11 2.06
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 1,751,045.88	95.40 2.88%	1,678,996.00 4,155.56	1.12% (72,049.88)	A2 / A+ NR	2.13 2.08
78013XZU5	Royal Bank of Canada Note 2.550% Due 07/16/2024	1,500,000.00	Various 1.98%	1,533,359.18 1,517,227.19	98.83 3.12%	1,482,508.50 14,343.76	1.00% (34,718.69)	A1 / A AA-	2.13 2.03
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 1,258,057.61	98.77 2.99%	1,234,628.75 10,083.33	0.83% (23,428.86)	A2 / A+ A+	2.17 2.08
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 1,713,964.19	100.91 2.86%	1,690,240.83 18,860.03	1.14% (23,723.36)	A2 / A NR	2.17 1.83
69371RR40	Paccar Financial Corp Note 0.500% Due 08/09/2024	680,000.00	08/03/2021 0.52%	679,632.80 679,731.97	94.80 2.97%	644,631.84 1,057.78	0.43% (35,100.13)	A1 / A+ NR	2.19 2.14
69371RQ25	Paccar Financial Corp Note 2.150% Due 08/15/2024	370,000.00	08/08/2019 2.20%	369,182.30 369,639.26	98.15 3.02%	363,139.46 2,342.31	0.24% (6,499.80)	A1 / A+ NR	2.21 2.12
14913Q3B3	Caterpillar Finl Service Note 2.150% Due 11/08/2024	1,100,000.00	01/28/2020 1.92%	1,111,517.00 1,105,883.97	98.20 2.92%	1,080,214.30 1,510.97	0.72% (25,669.67)	A2 / A A	2.44 2.35
74153WCQ0	Pricoa Global Funding Note 1.150% Due 12/06/2024	885,000.00	12/01/2021 1.19%	884,088.45 884,234.26	95.03 3.22%	841,050.02 4,890.85	0.57% (43,184.24)	Aa3 / AA- AA-	2.52 2.43
89114TZL9	Toronto-Dominion Bank Note 1.450% Due 01/10/2025	700,000.00	03/15/2022 2.79%	674,737.00 676,601.07	95.39 3.31%	667,754.50 3,919.03	0.45% (8,846.57)	A1 / A NR	2.62 2.51
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 1,213,578.38	96.01 3.05%	1,166,491.12 6,753.38	0.78% (47,087.26)	A1 / A+ A+	2.62 2.52
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 1,678,414.06	95.82 3.12%	1,609,750.80 9,270.33	1.08% (68,663.26)	Aaa / AA+ AAA	2.63 2.52
69371RR73	Paccar Financial Corp Note 2.850% Due 04/07/2025	885,000.00	03/31/2022 2.86%	884,769.90 884,781.45	99.07 3.19%	876,774.81 3,783.38	0.59% (8,006.64)	A1 / A+ NR	2.85 2.70
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 1,049,628.51	99.65 3.50%	1,046,353.35 4,626.56	0.70% (3,275.16)	A1 / A AA-	2.87 2.70
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 1,369,814.51	100.13 3.30%	1,371,827.58 4,462.01	0.92% 2,013.07	A1 / A AA-	2.90 2.66

# Holdings Report

As of May 31, 2022

## 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 1,275,389.00	95.35 3.54%	1,182,367.28 1,911.67	0.79% (93,021.72)	A2 / A- AA-	2.92 2.80
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 1,371,183.14	94.72 2.84%	1,297,618.80 5,644.40	0.87% (73,564.34)	A2 / A- AA-	3.01 2.91
46647PCK0	JP Morgan Chase & Co Callable Note Cont 6/23/2024 0.969% Due 06/23/2025	655,000.00	Various 0.95%	655,406.85 655,279.78	94.62 2.95%	619,772.79 2,785.61	0.42% (35,506.99)	A2 / A- AA-	3.07 2.97
74153WCM9	Prcoa Global Funding Note 0.800% Due 09/01/2025	904,000.00	04/06/2022 3.26%	832,972.72 836,060.86	91.50 3.60%	827,127.46 1,808.00	0.55% (8,933.40)	Aa3 / AA- AA-	3.26 3.15
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 1,023,847.95	101.86 3.36%	1,018,582.00 1,426.39	0.68% (5,265.95)	A1 / A AA-	3.47 3.14
40139LBC6	Guardian Life Glob Fun Note 0.875% Due 12/10/2025	1,400,000.00	Various 1.12%	1,385,860.00 1,388,075.24	90.80 3.68%	1,271,176.20 5,818.76	0.85% (116,899.04)	Aa2 / AA+ NR	3.53 3.40
66815L2A6	Northwestern Mutual Gbl Note 0.800% Due 01/14/2026	850,000.00	12/06/2021 1.47%	827,449.50 830,083.90	90.93 3.49%	772,907.55 2,587.78	0.52% (57,176.35)	Aaa / AA+ AAA	3.63 3.50
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%	620,988.00 615,258.38	95.07 3.51%	570,412.20 3,627.00	0.38% (44,846.18)	A2 / A- AA-	3.71 3.50
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%	415,969.33 412,062.01	95.07 3.59%	381,241.53 904.89	0.26% (30,820.48)	A2 / A- AA-	3.90 3.68
6174468Q5	Morgan Stanley Callable Note Cont 4/28/2025 2.188% Due 04/28/2026	650,000.00	05/23/2022 3.80%	615,699.50 615,866.94	95.42 3.61%	620,197.50 1,303.68	0.42% 4,330.56	A1 / A- A	3.91 3.69
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 1,868,607.83	92.26 3.10%	1,729,935.00 989.58	1.16% (138,672.83)	A1 / AA AA-	3.95 3.82
91324PEC2	United Health Group Inc Callable Note Cont 4/15/2026 1.150% Due 05/15/2026	1,035,000.00	Various 1.37%	1,025,051.35 1,026,071.38	92.13 3.29%	953,518.59 529.00	0.64% (72,552.79)	A3 / A+ A	3.96 3.81
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 1,384,506.74	91.45 3.40%	1,266,557.57 7,054.84	0.85% (117,949.17)	A1 / A+ A+	4.05 3.88
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%	701,274.00 700,992.47	92.48 3.47%	647,370.50 4,154.85	0.44% (53,621.97)	A2 / A- AA-	4.05 3.86
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 1,001,878.29	91.00 3.56%	910,018.00 4,500.00	0.61% (91,860.29)	Aa3 / AA+ AA+	4.13 3.94

# Holdings Report

As of May 31, 2022

## 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
58989V2D5	Met Tower Global Funding Note 1.250% Due 09/14/2026	770,000.00	09/07/2021 1.27%	769,291.60 769,392.47	90.29 3.72%	695,212.98 2,058.68	0.47% (74,179.49)	Aa3 / AA- AA-	4.29 4.09
931142ER0	Wal-Mart Stores Callable Note Cont 08/17/2026 1.050% Due 09/17/2026	350,000.00	09/08/2021 1.09%	349,338.50 349,431.60	91.82 3.10%	321,369.65 755.42	0.22% (28,061.95)	Aa2 / AA AA	4.30 4.13
59217GER6	Metlife Note 1.875% Due 01/11/2027	1,115,000.00	01/03/2022 1.90%	1,113,728.90 1,113,827.05	92.68 3.61%	1,033,348.55 8,130.21	0.70% (80,478.50)	Aa3 / AA- AA-	4.62 4.32
808513BY0	Charles Schwab Corp Callable Note Cont 2/3/2027 2.450% Due 03/03/2027	960,000.00	03/01/2022 2.46%	959,729.90 959,742.97	95.27 3.54%	914,615.04 5,749.33	0.61% (45,127.93)	A2 / A A	4.76 4.41
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 1,614,706.26	96.02 3.20%	1,550,774.68 7,841.72	1.04% (63,931.58)	Aa2 / AA A+	4.79 4.46
665859AW4	Northern Trust Company Callable Note Cont 4/10/2027 4.000% Due 05/10/2027	670,000.00	05/05/2022 4.04%	668,914.60 668,927.68	102.52 3.43%	686,875.29 1,563.33	0.46% 17,947.61	A2 / A+ A+	4.95 4.39
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%	675,316.70 675,314.61	101.02 3.47%	681,887.70 763.12	0.46% 6,573.09	A3 / A+ A	4.96 4.43
<b>TOTAL Corporate</b>		<b>41,670,000.00</b>	<b>1.85%</b>	<b>41,769,264.58</b> <b>41,642,622.23</b>	<b>3.22%</b>	<b>39,961,625.36</b> <b>194,009.06</b>	<b>26.82%</b> <b>(1,680,996.87)</b>	<b>A1 / A+</b> <b>AA-</b>	<b>3.13</b> <b>2.96</b>
<b>Money Market Fund</b>									
94975H270	Wells Fargo 100% Treasury Money Mkt Fund	105,375.61	Various 0.24%	105,375.61 105,375.61	1.00 0.24%	105,375.61 0.00	0.07% 0.00	Aaa / AAA NR	0.00 0.00
<b>TOTAL Money Market Fund</b>		<b>105,375.61</b>	<b>0.24%</b>	<b>105,375.61</b> <b>105,375.61</b>	<b>0.24%</b>	<b>105,375.61</b> <b>0.00</b>	<b>0.07%</b> <b>0.00</b>	<b>Aaa / AAA</b> <b>NR</b>	<b>0.00</b> <b>0.00</b>
<b>Municipal Bonds</b>									
13063DRK6	California State Taxable GO 2.400% Due 10/01/2024	755,000.00	10/16/2019 1.91%	772,342.35 763,200.12	98.31 3.15%	742,270.70 3,020.00	0.50% (20,929.42)	Aa2 / AA- AA	2.34 2.24
<b>TOTAL Municipal Bonds</b>		<b>755,000.00</b>	<b>1.91%</b>	<b>772,342.35</b> <b>763,200.12</b>	<b>3.15%</b>	<b>742,270.70</b> <b>3,020.00</b>	<b>0.50%</b> <b>(20,929.42)</b>	<b>Aa2 / AA-</b> <b>AA</b>	<b>2.34</b> <b>2.24</b>
<b>Supranational</b>									
45950KCP3	International Finance Corp Note 2.875% Due 07/31/2023	2,700,000.00	07/01/2021 0.31%	2,842,425.00 2,780,173.01	100.56 2.38%	2,715,206.40 26,090.63	1.83% (64,966.61)	Aaa / AAA NR	1.17 1.13

# Holdings Report

As of May 31, 2022

## 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
4581X0DP0	Inter-American Dev Bank Note 0.250% Due 11/15/2023	2,800,000.00	07/01/2021 0.37%	2,792,300.00 2,795,247.80	96.91 2.42%	2,713,499.60 311.11	1.81% (81,748.20)	Aaa / AAA NR	1.46 1.44
45950KCT5	International Finance Corp Note 0.375% Due 07/16/2025	2,500,000.00	05/27/2021 0.66%	2,471,150.00 2,478,142.20	92.83 2.79%	2,320,850.00 3,515.63	1.55% (157,292.20)	Aaa / AAA NR	3.13 3.06
459058JL8	Intl. Bank Recon & Development Note 0.500% Due 10/28/2025	2,400,000.00	Various 0.60%	2,388,859.25 2,391,921.01	92.44 2.84%	2,218,670.40 1,100.00	1.48% (173,250.61)	Aaa / AAA AAA	3.41 3.33
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 2,451,244.47	92.57 2.91%	2,277,202.32 2,451.46	1.52% (174,042.15)	Aaa / AAA AAA	3.89 3.77
<b>TOTAL Supranational</b>		<b>12,860,000.00</b>	<b>0.57%</b>	<b>12,943,467.45</b> <b>12,896,728.49</b>	<b>2.65%</b>	<b>12,245,428.72</b> <b>33,468.83</b>	<b>8.20%</b> <b>(651,299.77)</b>	<b>Aaa / AAA</b> <b>Aaa</b>	<b>2.51</b> <b>2.45</b>
<b>US Treasury</b>									
912828T91	US Treasury Note 1.625% Due 10/31/2023	650,000.00	Various 1.94%	641,405.27 647,253.48	99.05 2.31%	643,830.20 918.48	0.43% (3,423.28)	Aaa / AA+ AAA	1.42 1.39
912828V23	US Treasury Note 2.250% Due 12/31/2023	1,500,000.00	06/21/2019 1.80%	1,529,472.66 1,510,318.11	99.82 2.37%	1,497,246.00 14,171.27	1.01% (13,072.11)	Aaa / AA+ AAA	1.59 1.53
912828B66	US Treasury Note 2.750% Due 02/15/2024	2,000,000.00	Various 2.14%	2,053,613.28 2,019,888.52	100.54 2.43%	2,010,704.00 16,104.97	1.35% (9,184.52)	Aaa / AA+ AAA	1.71 1.65
91282CBR1	US Treasury Note 0.250% Due 03/15/2024	1,450,000.00	03/30/2021 0.33%	1,446,488.28 1,447,876.71	96.18 2.45%	1,394,549.10 768.34	0.93% (53,327.61)	Aaa / AA+ AAA	1.79 1.77
912828X70	US Treasury Note 2.000% Due 04/30/2024	1,700,000.00	06/10/2019 1.92%	1,705,976.56 1,702,340.40	99.09 2.49%	1,684,460.30 2,956.52	1.13% (17,880.10)	Aaa / AA+ AAA	1.92 1.86
912828XX3	US Treasury Note 2.000% Due 06/30/2024	2,000,000.00	Various 1.80%	2,018,574.22 2,007,995.90	98.90 2.55%	1,977,968.00 16,795.59	1.33% (30,027.90)	Aaa / AA+ AAA	2.08 2.01
912828D56	US Treasury Note 2.375% Due 08/15/2024	1,700,000.00	09/18/2019 1.71%	1,753,191.41 1,723,924.26	99.51 2.60%	1,691,632.60 11,822.51	1.14% (32,291.66)	Aaa / AA+ AAA	2.21 2.12
912828YY0	US Treasury Note 1.750% Due 12/31/2024	2,100,000.00	03/15/2022 1.97%	2,087,203.13 2,088,168.22	97.71 2.67%	2,051,847.00 15,430.94	1.38% (36,321.22)	Aaa / AA+ AAA	2.59 2.48
912828ZC7	US Treasury Note 1.125% Due 02/28/2025	1,500,000.00	03/18/2020 0.81%	1,523,144.53 1,512,846.69	95.88 2.69%	1,438,125.00 4,264.61	0.96% (74,721.69)	Aaa / AA+ AAA	2.75 2.67
91282CED9	US Treasury Note 1.750% Due 03/15/2025	3,100,000.00	Various 2.23%	3,057,617.20 3,059,980.96	97.43 2.71%	3,020,320.70 11,498.64	2.03% (39,660.26)	Aaa / AA+ AAA	2.79 2.69
912828ZL7	US Treasury Note 0.375% Due 04/30/2025	2,500,000.00	03/21/2022 2.24%	2,360,839.85 2,369,545.02	93.44 2.73%	2,336,035.00 815.22	1.56% (33,510.02)	Aaa / AA+ AAA	2.92 2.86
91282CAB7	US Treasury Note 0.250% Due 07/31/2025	1,500,000.00	03/12/2021 0.72%	1,469,765.63 1,478,142.01	92.43 2.76%	1,386,387.00 1,253.45	0.93% (91,755.01)	Aaa / AA+ AAA	3.17 3.11

# Holdings Report

As of May 31, 2022

## 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
91282CAM3	US Treasury Note 0.250% Due 09/30/2025	2,400,000.00	Various 0.56%	2,366,140.63 2,375,337.97	92.01 2.78%	2,208,187.20 1,016.39	1.48% (167,150.77)	Aaa / AA+ AAA	3.34 3.27
91282CAT8	US Treasury Note 0.250% Due 10/31/2025	2,450,000.00	Various 0.49%	2,422,492.19 2,430,322.09	91.82 2.78%	2,249,501.80 532.61	1.50% (180,820.29)	Aaa / AA+ AAA	3.42 3.36
91282CAZ4	US Treasury Note 0.375% Due 11/30/2025	2,250,000.00	03/26/2021 0.77%	2,209,658.20 2,219,796.82	91.97 2.80%	2,069,385.75 23.05	1.38% (150,411.07)	Aaa / AA+ AAA	3.50 3.43
91282CBH3	US Treasury Note 0.375% Due 01/31/2026	2,500,000.00	05/27/2021 0.75%	2,456,445.31 2,465,849.45	91.59 2.80%	2,289,745.00 3,133.63	1.53% (176,104.45)	Aaa / AA+ AAA	3.67 3.59
91282CBW0	US Treasury Note 0.750% Due 04/30/2026	2,500,000.00	05/27/2021 0.80%	2,493,652.34 2,494,955.06	92.42 2.81%	2,310,547.50 1,630.43	1.54% (184,407.56)	Aaa / AA+ AAA	3.92 3.81
91282CCZ2	US Treasury Note 0.875% Due 09/30/2026	1,400,000.00	10/18/2021 1.19%	1,379,054.68 1,381,662.70	92.07 2.83%	1,289,038.80 2,075.14	0.86% (92,623.90)	Aaa / AA+ AAA	4.34 4.19
91282CDG3	US Treasury Note 1.125% Due 10/31/2026	1,400,000.00	11/15/2021 1.25%	1,391,468.75 1,392,393.09	92.97 2.83%	1,301,563.20 1,369.57	0.87% (90,829.89)	Aaa / AA+ AAA	4.42 4.25
<b>TOTAL US Treasury</b>		<b>36,600,000.00</b>	<b>1.34%</b>	<b>36,366,204.12</b> <b>36,328,597.46</b>	<b>2.67%</b>	<b>34,851,074.15</b> <b>106,581.36</b>	<b>23.35%</b> <b>(1,477,523.31)</b>	<b>Aaa / AA+</b> <b>Aaa</b>	<b>2.88</b> <b>2.80</b>
<b>TOTAL PORTFOLIO</b>		<b>154,801,899.05</b>	<b>1.41%</b>	<b>155,594,562.69</b> <b>154,937,217.72</b>	<b>2.86%</b>	<b>149,184,906.21</b> <b>512,602.61</b>	<b>100.00%</b> <b>(5,752,311.51)</b>	<b>Aa1 / AA</b> <b>Aaa</b>	<b>2.84</b> <b>2.49</b>
<b>TOTAL MARKET VALUE PLUS ACCRUALS</b>						<b>149,697,508.82</b>			



## Section 4 | Transactions

# Transaction Ledger

As of May 31, 2022

## City of Cupertino - Account #10659

February 28, 2022 through May 31, 2022

Transaction Type	Settlement Date	CUSIP	Quantity	Security Description	Price	Acq/Disp Yield	Amount	Interest Pur/Sold	Total Amount	Gain/Loss
<b>ACQUISITIONS</b>										
Purchase	03/03/2022	808513BY0	550,000.00	Charles Schwab Corp Callable Note Cont 2/3/2027 2.45% Due: 03/03/2027	99.892	2.47%	549,406.00	0.00	549,406.00	0.00
Purchase	03/03/2022	808513BY0	410,000.00	Charles Schwab Corp Callable Note Cont 2/3/2027 2.45% Due: 03/03/2027	100.079	2.43%	410,323.90	0.00	410,323.90	0.00
Purchase	03/15/2022	084664CZ2	1,615,000.00	Berkshire Hathaway Callable Note Cont 2/15/2027 2.3% Due: 03/15/2027	99.981	2.30%	1,614,693.15	0.00	1,614,693.15	0.00
Purchase	03/15/2022	91282CED9	2,100,000.00	US Treasury Note 1.75% Due: 03/15/2025	99.258	2.01%	2,084,414.07	0.00	2,084,414.07	0.00
Purchase	03/16/2022	448977AD0	1,010,000.00	Hyundai Auto Receivables Trust 2022-A A3 2.22% Due: 10/15/2026	99.996	2.23%	1,009,961.12	0.00	1,009,961.12	0.00
Purchase	03/16/2022	47787JAC2	450,000.00	John Deere Owner Trust 2022-A A3 2.32% Due: 09/16/2026	99.978	2.34%	449,900.46	0.00	449,900.46	0.00
Purchase	03/16/2022	912828YY0	2,100,000.00	US Treasury Note 1.75% Due: 12/31/2024	99.391	1.97%	2,087,203.13	7,613.95	2,094,817.08	0.00
Purchase	03/17/2022	89114TZL9	700,000.00	Toronto-Dominion Bank Note 1.45% Due: 01/10/2025	96.391	2.79%	674,737.00	1,832.64	676,569.64	0.00
Purchase	03/18/2022	3137BM7C4	440,000.00	FHLMC K051 A2 3.308% Due: 09/25/2025	102.973	2.21%	453,079.69	687.33	453,767.02	0.00
Purchase	03/18/2022	3137BN6G4	570,000.00	FHLMC K053 2.995% Due: 12/25/2025	102.105	2.29%	582,001.17	806.15	582,807.32	0.00
Purchase	03/22/2022	44935FAD6	1,000,000.00	Hyundai Auto Receivables Trust 2021-C A3 0.74% Due: 05/15/2026	96.645	2.46%	966,445.31	143.89	966,589.20	0.00
Purchase	03/22/2022	912828ZL7	2,500,000.00	US Treasury Note 0.375% Due: 04/30/2025	94.434	2.24%	2,360,839.85	3,677.49	2,364,517.34	0.00
Purchase	03/23/2022	02589BAA8	1,545,000.00	American Express Credit Accoun 22-1 A 2.21% Due: 03/15/2027	98.664	2.69%	1,524,359.77	474.23	1,524,834.00	0.00
Purchase	03/25/2022	89238EAC0	700,000.00	Toyota Lease Owner Trust 2021-A A3 0.39% Due: 04/22/2024	98.000	2.16%	686,000.00	37.92	686,037.92	0.00



# Transaction Ledger

As of May 31, 2022

## City of Cupertino - Account #10659

February 28, 2022 through May 31, 2022

Transaction Type	Settlement Date	CUSIP	Quantity	Security Description	Price	Acq/Disp Yield	Amount	Interest Pur/Sold	Total Amount	Gain/Loss
Purchase	04/07/2022	06406HCQ0	1,000,000.00	Bank of New York Callable Note Cont 10/18/2025 3.95% Due: 11/18/2025	102.491	3.21%	1,024,910.00	15,251.39	1,040,161.39	0.00
Purchase	04/07/2022	69371RR73	885,000.00	Paccar Financial Corp Note 2.85% Due: 04/07/2025	99.974	2.86%	884,769.90	0.00	884,769.90	0.00
Purchase	04/08/2022	74153WCM9	904,000.00	Priscoa Global Funding Note 0.8% Due: 09/01/2025	92.143	3.26%	832,972.72	743.29	833,716.01	0.00
Purchase	04/12/2022	91282CED9	1,000,000.00	US Treasury Note 1.75% Due: 03/15/2025	97.320	2.71%	973,203.13	1,331.52	974,534.65	0.00
Purchase	04/13/2022	362585AC5	390,000.00	GM Financial Securitized ART 2022-2 A3 3.1% Due: 02/16/2027	99.979	3.13%	389,918.49	0.00	389,918.49	0.00
Purchase	04/14/2022	78016EZ59	1,050,000.00	Royal Bank of Canada Note 3.375% Due: 04/14/2025	99.963	3.39%	1,049,611.50	0.00	1,049,611.50	0.00
Purchase	04/26/2022	06406RBC0	1,370,000.00	Bank of NY Mellon Corp Callable Note Cont 3/25/2025 3.35% Due: 04/25/2025	99.986	3.35%	1,369,808.20	0.00	1,369,808.20	0.00
Purchase	05/10/2022	665859AW4	670,000.00	Northern Trust Company Callable Note Cont 4/10/2027 4% Due: 05/10/2027	99.838	4.04%	668,914.60	0.00	668,914.60	0.00
Purchase	05/18/2022	05602RAD3	530,000.00	BMW Vehicle Owner Trust 2022-A A3 3.21% Due: 08/25/2026	99.995	3.23%	529,972.44	0.00	529,972.44	0.00
Purchase	05/20/2022	91324PEG3	260,000.00	United Health Group Inc Callable Note Cont 4/15/2027 3.7% Due: 05/15/2027	100.077	3.68%	260,200.20	0.00	260,200.20	0.00
Purchase	05/20/2022	91324PEG3	260,000.00	United Health Group Inc Callable Note Cont 4/15/2027 3.7% Due: 05/15/2027	100.077	3.68%	260,200.20	0.00	260,200.20	0.00
Purchase	05/20/2022	91324PEG3	155,000.00	United Health Group Inc Callable Note Cont 4/15/2027 3.7% Due: 05/15/2027	99.946	3.71%	154,916.30	0.00	154,916.30	0.00
Purchase	05/24/2022	02582JIT8	1,375,000.00	American Express Credit Trust 2022-2 A 3.39% Due: 05/17/2027	99.978	3.42%	1,374,695.85	0.00	1,374,695.85	0.00



# Transaction Ledger

As of May 31, 2022

## City of Cupertino - Account #10659

February 28, 2022 through May 31, 2022

Transaction Type	Settlement Date	CUSIP	Quantity	Security Description	Price	Acq/Disp Yield	Amount	Interest Pur/Sold	Total Amount	Gain/Loss
Purchase	05/25/2022	6174468Q5	650,000.00	Morgan Stanley Callable Note Cont 4/28/2025 2.188% Due: 04/28/2026	94.723	3.80%	615,699.50	1,066.65	616,766.15	0.00
<b>Subtotal</b>			<b>26,189,000.00</b>				<b>25,843,157.65</b>	<b>33,666.45</b>	<b>25,876,824.10</b>	<b>0.00</b>
<b>TOTAL ACQUISITIONS</b>			<b>26,189,000.00</b>				<b>25,843,157.65</b>	<b>33,666.45</b>	<b>25,876,824.10</b>	<b>0.00</b>
<b>DISPOSITIONS</b>										
Sale	03/03/2022	3137EAER6	150,000.00	FHLMC Note 0.375% Due: 05/05/2023	99.057	0.39%	148,585.80	184.38	148,770.18	-1,389.53
Sale	03/03/2022	912828N30	750,000.00	US Treasury Note 2.125% Due: 12/31/2022	100.953	1.69%	757,148.44	2,729.63	759,878.07	4,448.62
Sale	03/08/2022	3137EAEN5	250,000.00	FHLMC Note 2.75% Due: 06/19/2023	101.717	1.83%	254,292.50	1,508.68	255,801.18	1,447.86
Sale	03/08/2022	912828T91	1,350,000.00	US Treasury Note 1.625% Due: 10/31/2023	100.156	1.82%	1,352,109.38	7,756.91	1,359,866.29	8,751.54
Sale	04/04/2022	69371RP59	435,000.00	Paccar Financial Corp Note 3.4% Due: 08/09/2023	101.510	2.56%	441,568.50	2,259.58	443,828.08	1,907.08
Sale	04/07/2022	06406RAG2	1,000,000.00	Bank of NY Mellon Corp Note 3.5% Due: 04/28/2023	101.441	3.15%	1,014,410.00	15,458.33	1,029,868.33	10,927.58
Sale	04/12/2022	037833AK6	1,000,000.00	Apple Inc Note 2.4% Due: 05/03/2023	100.336	2.79%	1,003,360.00	10,600.00	1,013,960.00	7,230.21
Sale	04/12/2022	24422ETG4	1,000,000.00	John Deere Capital Corp Note 2.8% Due: 03/06/2023	100.708	2.60%	1,007,080.00	2,800.00	1,009,880.00	5,351.04
Sale	05/09/2022	931142EK5	1,000,000.00	Wal-Mart Stores Callable Note Cont 5/26/2023 3.4% Due: 06/26/2023	100.893	2.80%	1,008,930.00	12,561.11	1,021,491.11	3,041.77
Sale	05/19/2022	3137EAEN5	550,000.00	FHLMC Note 2.75% Due: 06/19/2023	100.505	1.83%	552,777.50	6,302.08	559,079.58	-2,517.91
Sale	05/23/2022	02665WCQ2	700,000.00	American Honda Finance Note 3.625% Due: 10/10/2023	100.908	2.52%	706,356.00	3,030.90	709,386.90	-1,428.72

# Transaction Ledger

As of May 31, 2022

## City of Cupertino - Account #10659

February 28, 2022 through May 31, 2022

Transaction Type	Settlement Date	CUSIP	Quantity	Security Description	Price	Acq/Disp Yield	Amount	Interest Pur/Sold	Total Amount	Gain/Loss
Sale	05/25/2022	02665WCQ2	600,000.00	American Honda Finance Note 3.625% Due: 10/10/2023	100.903	2.52%	605,418.00	2,718.75	608,136.75	-1,228.19
<b>Subtotal</b>			<b>8,785,000.00</b>				<b>8,852,036.12</b>	<b>67,910.35</b>	<b>8,919,946.47</b>	<b>36,541.35</b>
Maturity	04/28/2022	89114W7M1	350,000.00	Toronto Dominion Yankee CD 0.24% Due: 04/28/2022	100.000		350,000.00	851.66	350,851.66	0.00
<b>Subtotal</b>			<b>350,000.00</b>				<b>350,000.00</b>	<b>851.66</b>	<b>350,851.66</b>	<b>0.00</b>
<b>TOTAL DISPOSITIONS</b>			<b>9,135,000.00</b>				<b>9,202,036.12</b>	<b>68,762.01</b>	<b>9,270,798.13</b>	<b>36,541.35</b>

# Important Disclosures

*As of May 31, 2022*

2022 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.

Source ICE Data Indices, LLC ("ICE"), used with permission. ICE permits use of the ICE indices and related data on an "as is" basis; ICE, its affiliates and their respective third party suppliers disclaim any and all warranties and representations, express and/or implied, including any warranties of merchantability or fitness for a particular purpose or use, including the indices, index data and any data included in, related to, or derived therefrom. Neither ICE data, its affiliates or their respective third party providers guarantee the quality, adequacy, accuracy, timeliness or completeness of the indices or the index data or any component thereof, and the indices and index data and all components thereof are provided on an "as is" basis and licensee's use it at licensee's own risk. ICE data, its affiliates and their respective third party do not sponsor, endorse, or recommend chandler asset management, or any of its products or services.

This report is provided for informational purposes only and should not be construed as a specific investment or legal advice. The information contained herein was obtained from sources believed to be reliable as of the date of publication, but may become outdated or superseded at any time without notice. Any opinions or views expressed are based on current market conditions and are subject to change. This report may contain forecasts and forward-looking statements which are inherently limited and should not be relied upon as indicator of future results. Past performance is not indicative of future results. This report is not intended to constitute an offer, solicitation, recommendation or advice regarding any securities or investment strategy and should not be regarded by recipients as a substitute for the exercise of their own judgment.

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.

## ICE BofA 1-5 Yr US Treasury & Agency Index

*The ICE BofA 1-5 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 five 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  
MAY 1, 2022 THROUGH MAY 31, 2022

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

PFGEDD

INVESTMENT CONTACT: IMR/CONNOR GAFKJEN  
TELEPHONE NUMBER:

ADMINISTRATOR: LEEANN MICHAEL  
TELEPHONE NUMBER: 254-262-3243

15222 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

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

REPORT NAME	PAGE NUMBER
ASSET SUMMARY .....	1
STATEMENT OF ASSETS AND LIABILITIES .....	2
CASH SUMMARY .....	21
STATEMENT OF TRANSACTIONS .....	22

ASSET SUMMARY  
AS OF MAY 31, 2022

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	105,375.61	105,375.61	0.07	0.00	259	0.25	85.53
BONDS AND NOTES	155,489,187.08	149,060,639.02	99.93	6,428,548.06-	2,378,049	1.60	516,926.46
TOTAL INVESTMENTS	155,594,562.69	149,166,014.63	100.00	6,428,548.06-	2,378,308	1.59	517,011.99
TOTAL ACCRUALS	517,011.99	517,011.99					
<b>TOTAL ACCRUALS AND INVESTMENTS</b>	<b>156,111,574.68</b>	<b>149,683,026.62</b>		<b>6,428,548.06-</b>	<b>2,378,308</b>	<b>1.59</b>	<b>517,011.99</b>



STATEMENT OF ASSETS AND LIABILITIES  
AS OF MAY 31, 2022

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
CASH EQUIVALENTS						
56,327.65	ALLSPRING 100% TREASURY MONEY MARKET FUND - #008	56,327.65 1.0000	56,327.65 1.0000	0.04	0.00	77.70
49,047.96	PRINCIPAL PUBLIC DEPOSIT SWEEP PROGRAM	49,047.96 1.0000	49,047.96 1.0000	0.03	0.00	7.83
TOTAL CASH EQUIVALENTS		105,375.61	105,375.61	0.07	0.00	85.53
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	1,689,924.25 100.8910	1.13	81,287.75-	18,860.03
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	1,729,293.75 92.2290	1.16	137,606.25-	989.58
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	1,381,820.00 100.4960	0.93	7,124.15	906.35
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	1,506,143.25 97.4850	1.01	18,216.52-	1,517.53
1,200,000	BANK OF AMERICA CORP DTD 03/05/18 03/05/2024 MOODY'S RATING A2 CUSIP 06051GHF9	1,226,303.25 102.1920	1,204,740.00 100.3950	0.81	21,563.25-	10,176.67

STATEMENT OF ASSETS AND LIABILITIES  
AS OF MAY 31, 2022

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
600,000	BANK OF AMERICA CORP MED TERM NOTE DTD 02/13/20 02/13/2026 MOODY'S RATING A2 CUSIP 06051GHY8	620,988.00 103.4980	570,438.00 95.0730	0.38	50,550.00-	3,627.00
700,000	BANK OF AMERICA CORP MED TERM NOTE DTD 06/19/20 06/19/2026 MOODY'S RATING A2 CUSIP 06051GJD2	701,274.00 100.1820	645,890.00 92.2700	0.43	55,384.00-	4,154.85
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	569,124.00 94.8540	0.38	13,092.00-	1,479.17
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	1,182,178.80 95.3370	0.79	103,478.00-	1,911.67
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	1,018,420.00 101.8420	0.68	6,490.00-	1,426.39
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	1,371,794.70 100.1310	0.92	1,986.50	4,462.01
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	1,552,531.80 96.1320	1.04	62,161.35-	7,841.72

STATEMENT OF ASSETS AND LIABILITIES  
AS OF MAY 31, 2022

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
450,000	BMW VEHICLE LEASE TRUST SER 2022-1 CL A3 *0 DAY DELAY* DTD 01/19/22 1.100 03/25/2025 CUSIP 05601XAC3	449,932.73 99.9851	437,611.50 97.2470	0.29	12,321.23-	82.50
425,000	BMW VEHICLE LEASE TRUST SER 2021-2 CL A3 *0 DAY DELAY* DTD 09/15/21 0.330 12/26/2024 MOODY'S RATING AAA CUSIP 09690AAC7	424,956.14 99.9897	414,523.75 97.5350	0.28	10,432.39-	19.48
530,000	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	529,972.44 99.9948	529,326.90 99.8730	0.35	645.54-	614.36
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	742,270.70 98.3140	0.50	30,071.65-	3,020.00
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	1,079,606.00 98.1460	0.72	31,911.00-	1,510.97
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	913,123.20 95.1170	0.61	46,606.70-	5,749.33
2,100,000	FED HOME LN BK DTD 12/09/13 3.375 12/08/2023 MOODY'S RATING AAA CUSIP 3130A0F70	2,222,418.00 105.8294	2,129,127.00 101.3870	1.43	93,291.00-	34,059.38

STATEMENT OF ASSETS AND LIABILITIES  
AS OF MAY 31, 2022

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
1,500,000	FED HOME LN BK DTD 02/12/14 3.250 03/08/2024 MOODY'S RATING AAA CUSIP 3130A0XE5	1,568,115.00 104.5410	1,518,615.00 101.2410	1.02	49,500.00-	11,239.58
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	1,508,280.00 100.5520	1.01	56,610.20-	20,005.21
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	2,008,760.00 100.4380	1.35	94,620.00-	12,458.33
2,000,000	FED HOME LN BK DTD 10/17/14 2.375 09/08/2023 MOODY'S RATING AAA CUSIP 3130A3DL5	2,066,320.00 103.3160	2,001,860.00 100.0930	1.34	64,460.00-	10,951.39
1,300,000	FED HOME LN MTG CORP SER KO41 CL A2 *24 DAY DELAY* DTD 12/01/14 3.171 10/25/2024 CUSIP 3137BFE98	1,398,414.06 107.5703	1,303,029.00 100.2330	0.87	95,385.06-	3,435.25
1,000,000	FED HOME LN MTG CORP SER K033 CL A2 *24 DAY DELAY* DTD 10/01/13 07/25/2023 MOODY'S RATING AAA CUSIP 3137B4WB8	1,037,656.25 103.7656	1,006,330.00 100.6330	0.67	31,326.25-	2,550.00
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	2,288,397.65 96.7610	1.53	74,781.30-	10,741.04
1,350,000	FED HOME LN MTG CORP DTD 05/07/20 0.375 05/05/2023 MOODY'S RATING AAA CUSIP 3137EAER6	1,349,433.00 99.9580	1,328,022.00 98.3720	0.89	21,411.00-	365.62

STATEMENT OF ASSETS AND LIABILITIES  
AS OF MAY 31, 2022

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
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	1,160,612.50 92.8490	0.78	83,162.50-	1,692.71
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	2,310,550.00 92.4220	1.55	178,812.80-	1,770.83
1,755,000	FED HOME LN MTG CORP DTD 12/04/20 0.250 12/04/2023 MOODY'S RATING AAA CUSIP 3137EAF2	1,753,262.55 99.9010	1,700,138.70 96.8740	1.14	53,123.85-	2,157.19
1,500,000	FED NATL MTG ASSN DTD 09/14/18 2.875 09/12/2023 MOODY'S RATING AAA CUSIP 3135G0U43	1,559,805.00 103.9870	1,510,215.00 100.6810	1.01	49,590.00-	9,463.54
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	1,476,315.00 98.4210	0.99	8,580.00-	10,864.58
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	1,925,328.75 97.4850	1.29	40,474.00-	4,100.87
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	1,260,073.85 97.3030	0.84	49,880.10-	8,417.50
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	1,749,739.20 94.0720	1.17	106,429.20-	1,259.37

STATEMENT OF ASSETS AND LIABILITIES  
AS OF MAY 31, 2022

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 NATL MTG ASSN DTD 06/19/20 0.500 06/17/2025 MOODY'S RATING AAA CUSIP 3135G04Z3	2,499,227.30 99.9691	2,334,800.00 93.3920	1.57	164,427.30-	5,694.44
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	2,313,875.00 92.5550	1.55	174,108.75-	2,500.00
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	2,312,050.00 92.4820	1.55	180,650.00-	833.33
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	996,990.00 99.6990	0.67	82,697.50-	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	955,909.00 100.6220	0.64	62,223.81-	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	442,446.40 100.5560	0.30	10,633.29-	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	567,611.70 99.5810	0.38	14,389.47-	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	636,668.50 97.9490	0.43	50,782.67-	1,437.04

STATEMENT OF ASSETS AND LIABILITIES  
AS OF MAY 31, 2022

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
1,000,000	FHLMC MULTIFAMILY STRUCTURED P SER K034 CL A2 *24 DAY DELAY* DTD 11/01/13 07/25/2023 CUSIP 3137B5JM6	1,053,867.19 105.3867	1,008,530.00 100.8530	0.68	45,337.19-	2,942.50
1,000,000	FHLMC MULTIFAMILY STRUCTURED P SER K036 CL A2 *24 DAY DELAY* DTD 02/01/14 10/25/2023 MOODY'S RATING AAA CUSIP 3137B7MZ9	1,061,914.06 106.1914	1,008,360.00 100.8360	0.68	53,554.06-	2,939.17
965,000	GM FINANCIAL AUTOMOBILE LEASIN SER 2021-3 CL A3 *0 DAY DELAY* DTD 08/18/21 0.390 10/21/2024 CUSIP 36262XAC8	964,986.88 99.9987	937,767.70 97.1780	0.63	27,219.18-	104.54
945,000	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	944,991.87 99.9992	924,824.25 97.8650	0.62	20,167.62-	534.19
350,000	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	349,991.08 99.9975	336,798.00 96.2280	0.23	13,193.08-	99.17
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	388,525.80 99.6220	0.26	1,392.69-	503.75
295,000	GM FINANCIAL SECURITIZED TERM SER 2022-1 CL A3 *0 DAY DELAY* DTD 01/19/22 1.260 11/16/2026 CUSIP 380146AC4	294,974.36 99.9913	285,568.85 96.8030	0.19	9,405.51-	154.88

STATEMENT OF ASSETS AND LIABILITIES  
AS OF MAY 31, 2022

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
1,400,000	GUARDIAN LIFE GLOB FUND 144A PRIV PLCMT 0.875 12/10/2025 MOODY'S RATING AA2 CUSIP 40139LBC6	1,385,860.00 98.9900	1,270,934.00 90.7810	0.85	114,926.00-	5,818.75
112,790.54	HONDA AUTO RECEIVABLES OWNER T SER 2020-2 CL A3 *0 DAY DELAY* DTD 05/27/20 0.820 07/15/2024 MOODY'S RATING AAA CUSIP 43813DAC2	112,781.67 99.9922	111,844.23 99.1610	0.07	937.44-	41.11
295,000	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	294,994.60 99.9982	288,639.80 97.8440	0.19	6,354.80-	22.13
515,799.55	HONDA AUTO RECEIVABLES OWNER T SER 2020-3 CL A3 *0 DAY DELAY* DTD 09/29/20 0.370 10/18/2024 CUSIP 43813KAC6	515,723.78 99.9853	509,027.10 98.6870	0.34	6,696.68-	68.92
740,000	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	739,888.70 99.9850	717,844.40 97.0060	0.48	22,044.30-	618.31
460,000	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	459,903.03 99.9789	441,991.00 96.0850	0.30	17,912.03-	112.44
246,021.44	HONDA AUTO RECEIVABLES OWNER T SER 2019-3 CL A3 *0 DAY DELAY* DTD 08/27/19 1.780 08/15/2023 MOODY'S RATING AAA CUSIP 43815NAC8	245,607.87 99.8319	245,881.21 99.9430	0.16	273.34	194.63



STATEMENT OF ASSETS AND LIABILITIES  
AS OF MAY 31, 2022

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
790,000	HYUNDAI AUTO LEASE SECURITIZAT SER 2021-B CL A3 *0 DAY DELAY* 144A PRIV PLCMT 0.330 06/17/2024 MOODY'S RATING AAA CUSIP 44891VAC5	789,881.50 99.9850	772,501.50 97.7850	0.52	17,380.00-	101.38
540,000	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	539,988.07 99.9978	524,939.40 97.2110	0.35	15,048.67-	278.40
1,010,000	HYUNDAI AUTO RECEIVABLES TRUST ASSET BCKD SEC SER 2022-A CL A3 DTD 03/16/2022 2.220% 10/15/2026 CALLABLE CUSIP 448977AD0	1,009,961.12 99.9962	987,153.80 97.7380	0.66	22,807.32-	996.53
515,000	HYUNDAI AUTO RECEIVABLES TRUST SER 2021-A CL A3 *0 DAY DELAY* DTD 04/28/21 0.380 09/15/2025 CUSIP 44933LAC7	514,945.82 99.9895	500,204.05 97.1270	0.34	14,741.77-	86.98
1,330,000	HYUNDAI AUTO RECEIVABLES TRUST SER 2021-C CL A3 *0 DAY DELAY* DTD 11/17/21 0.740 05/15/2026 CUSIP 44935FAD6	1,296,371.65 97.4716	1,275,509.90 95.9030	0.86	20,861.75-	437.42
2,800,000	INTER-AMERICAN DEVEL BK DTD 09/02/20 0.250 11/15/2023 MOODY'S RATING AAA CUSIP 4581X0DP0	2,792,300.00 99.7250	2,713,116.00 96.8970	1.82	79,184.00-	311.11
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	2,276,484.00 92.5400	1.53	172,249.20-	2,451.46

STATEMENT OF ASSETS AND LIABILITIES  
AS OF MAY 31, 2022

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
2,400,000	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	2,218,272.00 92.4280	1.49	170,587.25-	1,100.00
2,700,000	INTL FINANCE CORP DTD 07/31/18 2.875 07/31/2023 MOODY'S RATING AAA CUSIP 45950KCP3	2,842,425.00 105.2750	2,714,904.00 100.5520	1.82	127,521.00-	26,090.62
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	2,319,725.00 92.7890	1.56	151,425.00-	3,515.63
1,030,000	JOHN DEERE CAPITAL CORP MED TERM NOTE DTD 03/04/21 0.450 01/17/2024 MOODY'S RATING A2 CUSIP 24422EVN6	1,029,268.70 99.9290	993,136.30 96.4210	0.67	36,132.40-	1,725.25
450,000	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	449,900.46 99.9779	438,750.00 97.5000	0.29	11,150.46-	464.00
172,857.42	JOHN DEERE OWNER TRUST SER 2020-B CL A3 *0 DAY DELAY* DTD 07/22/20 0.510 11/15/2024 MOODY'S RATING AAA CUSIP 47787NAC3	172,831.08 99.9848	170,739.92 98.7750	0.11	2,091.16-	39.18
154,040.88	JOHN DEERE OWNER TRUST SER 2019-B CL A3 *0 DAY DELAY* DTD 07/24/19 2.210 12/15/2023 MOODY'S RATING AAA CUSIP 477870AC3	155,466.96 100.9258	154,177.98 100.0890	0.10	1,288.98-	151.30

STATEMENT OF ASSETS AND LIABILITIES  
AS OF MAY 31, 2022

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
3,665.03	JOHN DEERE OWNER TRUST SER 2019-A CL A3 *0 DAY DELAY* DTD 03/13/19 2.910 07/17/2023 MOODY'S RATING AAA CUSIP 47789JAD8	3,737.01 101.9640	3,666.09 100.0290	0.00	70.92-	4.15
156,284.79	JOHN DEERE OWNER TRUST SER 2020-A CL A3 *0 DAY DELAY* DTD 03/11/20 1.100 08/15/2024 MOODY'S RATING AAA CUSIP 47789KAC7	156,275.23 99.9939	155,239.24 99.3310	0.10	1,035.99-	76.41
580,000	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	579,948.26 99.9911	551,806.20 95.1390	0.37	28,142.06-	125.67
655,000	JPMORGAN CHASE & SER F2F DTD 06/23/21 06/23/2025 MOODY'S RATING A2 CUSIP 46647PCK0	655,406.85 100.0621	619,806.85 94.6270	0.42	35,600.00-	2,785.61
401,000	JPMORGAN CHASE & CO DTD 04/22/20 04/22/2026 MOODY'S RATING A2 CUSIP 46647PBK1	415,969.33 103.7330	381,266.79 95.0790	0.26	34,702.54-	904.89
1,370,000	JPMORGAN CHASE & CO DTD 06/01/21 06/01/2025 MOODY'S RATING A2 CUSIP 46647PCH7	1,371,773.90 100.1295	1,298,910.70 94.8110	0.87	72,863.20-	5,644.40
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	909,710.00 90.9710	0.61	92,520.00-	4,500.00

STATEMENT OF ASSETS AND LIABILITIES  
AS OF MAY 31, 2022

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
298,951.22	MERCEDES-BENZ AUTO LEASE TRUST SER 2020-B CL A3 *0 DAY DELAY* DTD 09/23/20 0.400 11/15/2023 CUSIP 58769EAC2	298,936.06 99.9949	297,127.62 99.3900	0.20	1,808.44-	53.15
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	1,032,969.45 92.6430	0.69	80,759.45-	8,130.21
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	694,971.20 90.2560	0.47	74,320.40-	2,058.68
650,000	MORGAN STANLEY DTD 04/28/20 04/28/2026 MOODY'S RATING A1 CUSIP 6174468Q5	615,699.50 94.7230	620,977.50 95.5350	0.42	5,278.00	1,303.68
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	1,609,524.00 95.8050	1.08	68,661.60-	9,270.33
533,989.82	NISSAN AUTO RECEIVABLES OWNER SER 2019-C CL A3 *0 DAY DELAY* DTD 10/23/19 1.930 07/15/2024 MOODY'S RATING AAA CUSIP 65479JAD5	536,638.84 100.4961	533,509.23 99.9100	0.36	3,129.61-	458.04
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	687,621.00 102.6300	0.46	18,706.40	1,563.33

STATEMENT OF ASSETS AND LIABILITIES  
AS OF MAY 31, 2022

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
850,000	NORTHWESTERN MUTUAL GBL 144A PRIV PLCMT 0.800 01/14/2026 MOODY'S RATING AAA CUSIP 66815L2A6	827,449.50 97.3470	772,675.50 90.9030	0.52	54,774.00-	2,587.78
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	363,062.50 98.1250	0.24	6,119.80-	2,342.31
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	643,742.40 94.6680	0.43	35,890.40-	1,057.78
885,000	PACCAR FINANCIAL CORP DTD 04/07/2022 2.850% 04/07/2025 NON CALLABLE MOODY'S RATING A1 CUSIP 69371RR73	884,769.90 99.9740	876,654.45 99.0570	0.59	8,115.45-	3,783.38
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	832,213.36 92.0590	0.56	759.36-	1,808.00
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	840,847.35 95.0110	0.56	43,241.10-	4,890.85
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	1,482,090.00 98.8060	0.99	51,269.18-	14,343.75

STATEMENT OF ASSETS AND LIABILITIES  
AS OF MAY 31, 2022

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
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	1,048,236.00 99.8320	0.70	1,375.50-	4,626.56
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	1,678,582.40 95.3740	1.13	70,355.00-	4,155.56
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	1,486,575.00 99.1050	1.00	40,680.00-	18,660.42
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	667,716.00 95.3880	0.45	7,021.00-	3,919.03
400,759.46	TOYOTA AUTO RECEIVABLES OWNER SER 2020-D CL A3 *0 DAY DELAY* DTD 10/13/20 0.350 01/15/2025 CUSIP 89236XAC0	400,684.80 99.9814	395,850.16 98.7750	0.27	4,834.64-	62.34
430,000	TOYOTA AUTO RECEIVABLES OWNER SER 2021-D CL A3 *0 DAY DELAY* DTD 11/15/21 0.710 04/15/2026 CUSIP 89238JAC9	429,990.84 99.9979	412,232.40 95.8680	0.28	17,758.44-	135.69
1,090,000	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	1,089,797.70 99.9815	1,068,003.80 97.9820	0.72	21,793.90-	125.96

STATEMENT OF ASSETS AND LIABILITIES  
AS OF MAY 31, 2022

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
700,000	TOYOTA LEASE OWNER TRUST SER 2021-A CL A3 *0 DAY DELAY* 144A PRIV PLCMT 0.390 04/22/2024 MOODY'S RATING AAA CUSIP 89238EAC0	686,000.00 98.0000	685,244.00 97.8920	0.46	756.00-	68.25
1,150,000	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	1,149,818.99 99.9843	1,126,425.00 97.9500	0.76	23,393.99-	688.72
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	1,265,460.65 91.3690	0.85	118,929.95-	7,054.84
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	1,166,047.65 95.9710	0.78	47,324.25-	6,753.37
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	3,019,834.00 97.4140	2.02	37,783.20-	11,498.64
1,035,000	UNITEDHEALTH GROUP INC DTD 05/19/21 1.150 05/15/2026 MOODY'S RATING A3 CUSIP 91324PEC2	1,025,051.35 99.0388	953,338.50 92.1100	0.64	71,712.85-	529.00
675,000	UNITEDHEALTH GROUP INC DTD 05/20/2022 3.700% 05/15/2027 CALLABLE CUSIP 91324PEG3	675,316.70 100.0469	681,804.00 101.0080	0.46	6,487.30	763.13

STATEMENT OF ASSETS AND LIABILITIES  
AS OF MAY 31, 2022

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
1,250,000	US BANCORP DTD 07/29/19 2.400 07/30/2024 MOODY'S RATING A2 CUSIP 91159HHX1	1,268,262.50 101.4610	1,234,375.00 98.7500	0.83	33,887.50-	10,083.33
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	1,386,210.00 92.4140	0.93	83,555.63-	1,253.45
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	2,207,808.00 91.9920	1.48	158,332.63-	1,016.39
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	2,249,124.50 91.8010	1.51	173,367.69-	532.61
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	2,069,212.50 91.9650	1.39	140,445.70-	23.05
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	2,289,250.00 91.5700	1.53	167,195.31-	3,133.63
1,450,000	US TREASURY NOTE DTD 03/15/21 0.250 03/15/2024 MOODY'S RATING AAA CUSIP 91282CBR1	1,446,488.28 99.7578	1,394,436.00 96.1680	0.93	52,052.28-	768.34
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	2,310,150.00 92.4060	1.55	183,502.34-	1,630.43



STATEMENT OF ASSETS AND LIABILITIES  
AS OF MAY 31, 2022

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
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	1,288,770.00 92.0550	0.86	90,284.68-	2,075.14
1,400,000	US TREASURY NOTE DTD 11/01/21 1.125 10/31/2026 CUSIP 91282CDG3	1,391,468.75 99.3906	1,301,286.00 92.9490	0.87	90,182.75-	1,369.57
2,000,000	US TREASURY NOTE DTD 02/18/14 2.750 02/15/2024 MOODY'S RATING AAA CUSIP 912828B66	2,053,613.28 102.6807	2,010,460.00 100.5230	1.35	43,153.28-	16,104.97
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	1,691,432.00 99.4960	1.13	61,759.41-	11,822.51
650,000	US TREASURY NOTE DTD 10/31/16 1.625 10/31/2023 MOODY'S RATING AAA CUSIP 912828T91	641,405.27 98.6777	643,779.50 99.0430	0.43	2,374.23	918.48
1,500,000	US TREASURY NOTE DTD 01/03/17 2.250 12/31/2023 MOODY'S RATING AAA CUSIP 912828V23	1,529,472.66 101.9649	1,497,075.00 99.8050	1.00	32,397.66-	14,171.27
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	1,977,660.00 98.8830	1.33	40,914.22-	16,795.58
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	1,684,071.00 99.0630	1.13	21,905.56-	2,956.52

STATEMENT OF ASSETS AND LIABILITIES  
AS OF MAY 31, 2022

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
2,100,000	US TREASURY NOTE DTD 12/31/19 1.750 12/31/2024 CUSIP 912828YY0	2,087,203.13 99.3906	2,051,364.00 97.6840	1.38	35,839.13-	15,430.94
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	1,437,945.00 95.8630	0.96	85,199.53-	4,264.61
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	2,335,850.00 93.4340	1.57	24,989.85-	815.22
800,000	VERIZON OWNER TRUST SER 2020-B CL A *0 DAY DELAY* DTD 08/12/20 0.470 02/20/2025 MOODY'S RATING AAA CUSIP 92290BAA9	799,832.00 99.9790	788,344.00 98.5430	0.53	11,488.00-	114.89
206,363.29	VERIZON OWNER TRUST SER 2019-C CL A1A *0 DAY DELAY* 144A PRIV PLCMT 1.940 04/22/2024 CUSIP 92348AAA3	206,347.38 99.9923	206,385.99 100.0110	0.14	38.61	122.33
350,000	WALMART INC DTD 09/17/21 1.050 09/17/2026 MOODY'S RATING AA2 CUSIP 931142ER0	349,338.50 99.8110	321,254.50 91.7870	0.22	28,084.00-	755.42
TOTAL BOND & NOTES		155,489,187.08	149,060,639.02	99.93	6,428,548.06-	516,926.46
TOTAL INVESTMENTS		155,594,562.69	149,166,014.63	100.00	6,428,548.06-	517,011.99
TOTAL ACCRUALS		517,011.99	517,011.99			
TOTAL ACCRUALS AND INVESTMENTS		156,111,574.68	149,683,026.62			

STATEMENT OF ASSETS AND LIABILITIES  
AS OF MAY 31, 2022

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
------------------	-------------	---------------------------	------------------------------	-------------------	-------------------------	----------------

Asset Pricing:

Values reflected for publicly-traded assets are provided by unaffiliated financial industry sources believed to be reliable. Values for non-publicly traded assets may be determined from other unaffiliated sources. Assets for which a current value is unavailable may be reflected at the last reported price, at par, or may be shown as having nominal or no value. Reported values may not be the price at which an asset may be sold. Asset values are updated as pricing becomes available from external sources, and may be updated less frequently than statements are generated.

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 Relationship Manager.

Unclaimed Property Designated Representative Notification:

Except participants in qualified ERISA Plans - 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.

**CASH SUMMARY**  
**FOR THE PERIOD MAY 1, 2022 THROUGH MAY 31, 2022**

**CITY OF CUPERTINO**  
**ACCOUNT NUMBER** XXXXXXXXXX

DESCRIPTION	CASH SUMMARY	
	PRINCIPAL CASH	INCOME CASH
<b>BEGINNING BALANCE</b>	<b>0.00</b>	<b>0.00</b>
RECEIPTS		
NET INTEREST COLLECTED	0.00	187,311.79
TRANSFER RECEIPTS	187,311.79	0.00
SALES	3,276,372.27	0.00
CASH MANAGEMENT SALES	3,163,475.60	0.00
TOTAL CASH RECEIPTS	6,627,159.66	187,311.79
DISBURSEMENTS		
INVESTMENT MANAGEMENT EXPENSES	9,143.28-	0.00
TRANSFER DISBURSEMENTS	0.00	187,311.79-
PURCHASES	3,864,599.09-	0.00
CASH MANAGEMENT PURCHASES	2,753,417.29-	0.00
TOTAL CASH DISBURSEMENTS	6,627,159.66-	187,311.79-
<b>ENDING BALANCE</b>	<b>0.00</b>	<b>0.00</b>

STATEMENT OF TRANSACTIONS  
FOR THE PERIOD MAY 1, 2022 THROUGH MAY 31, 2022

CITY OF CUPERTINO  
ACCOUNT NUMBER [REDACTED]

STATEMENT OF TRANSACTIONS

DATE	PAR VALUE/SHARES	DESCRIPTION	CASH	COST VALUE	REALIZED GAIN/LOSS
		<u>BEGINNING BALANCE</u>	<u>0.00</u>	<u>155,483,083.24</u>	
		CASH EQUIVALENTS			
05/02/22		INTEREST RECEIVED AS 100% TREAS MM FD-SVC CL #008 INTEREST FROM 4/1/22 TO 4/30/22	14.64		
05/02/22		INTEREST RECEIVED PRINCIPAL PUBLIC DEPOSIT SWEEP PRGRM INTEREST FROM 4/1/22 TO 4/30/22	0.40		
05/31/22	2,753,416.89	CASH SWEEP PURCHASES FOR STMT PERIOD AS 100% TREAS MM FD-SVC CL #008 14 TRANSACTIONS	2,753,416.89-	2,753,416.89	
05/31/22	0.4	CASH SWEEP PURCHASES FOR STMT PERIOD PRINCIPAL PUBLIC DEPOSIT SWEEP PRGRM 1 TRANSACTIONS	0.40-	0.40	
05/31/22	3,163,475.6-	CASH SWEEP SALES FOR STMT PERIOD AS 100% TREAS MM FD-SVC CL #008 6 TRANSACTIONS	3,163,475.60	3,163,475.60-	
		BONDS & NOTES			
05/12/22		INTEREST RECEIVED AMAZON.COM INC 1.000% 5/12/26 CUSIP 023135BX3 INTEREST ON 1,875,000.000 UNITS	9,375.00		
05/16/22		INTEREST RECEIVED AMERICAN EXPRES ABS 2.210% 3/15/27 CUSIP 02589BAA8 \$0.00184/PV ON 1,545,000.00 PV DUE 5/15/22	2,845.38		

STATEMENT OF TRANSACTIONS  
FOR THE PERIOD MAY 1, 2022 THROUGH MAY 31, 2022

CITY OF CUPERTINO  
ACCOUNT NUMBER [REDACTED]

STATEMENT OF TRANSACTIONS

DATE	PAR VALUE/SHARES	DESCRIPTION	CASH	COST VALUE	REALIZED GAIN/LOSS
05/24/22	1,375,000	PURCHASED AMERICAN EXPRESS ABS 3.390% 5/17/27 CUSIP 02582JJT8 AT \$99.9779 ON TRADE DATE 05/17/2022 TO SETTLE ON 05/24/2022 BARCLAYS CAPITAL INC. FIXED IN	1,374,695.85-	1,374,695.85	
05/23/22	700,000-	SOLD AMERICAN HONDA FINAN 3.625% 10/10/23 CUSIP 02665WCQ2 AT \$100.9080 ON TRADE DATE 05/19/2022 TO SETTLE ON 05/23/2022 US BANCORP INVESTMENTS, INC.	706,356.00	724,395.54-	18,039.54-
05/23/22		ACCRUED INTEREST ON SALE AMERICAN HONDA FINAN 3.625% 10/10/23 CUSIP 02665WCQ2	3,030.90		
05/25/22	600,000-	SOLD AMERICAN HONDA FINAN 3.625% 10/10/23 CUSIP 02665WCQ2 AT \$100.9030 ON TRADE DATE 05/23/2022 TO SETTLE ON 05/25/2022 MERRILL LYNCH PIERCE FENNER	605,418.00	620,910.46-	15,492.46-
05/25/22		ACCRUED INTEREST ON SALE AMERICAN HONDA FINAN 3.625% 10/10/23 CUSIP 02665WCQ2	2,718.75		
05/03/22		INTEREST RECEIVED BANK OF MONTREAL 1.850% 5/01/25 CUSIP 06367WB85 INTEREST ON 1,240,000.000 UNITS	11,470.00		
05/18/22		INTEREST RECEIVED BANK OF NEW YORK MEL 3.950% 11/18/25 CUSIP 06406HCQ0 INTEREST ON 1,000,000.000 UNITS	19,750.00		

STATEMENT OF TRANSACTIONS  
FOR THE PERIOD MAY 1, 2022 THROUGH MAY 31, 2022

CITY OF CUPERTINO  
ACCOUNT NUMBER [REDACTED]

STATEMENT OF TRANSACTIONS

DATE	PAR VALUE/SHARES	DESCRIPTION	CASH	COST VALUE	REALIZED GAIN/LOSS
05/25/22		INTEREST RECEIVED BMW VEHICLE LEASE TR 0.330% 12/26/24 CUSIP 09690AAC7 \$0.00027/PV ON 425,000.00 PV DUE 5/25/22	116.88		
05/25/22		INTEREST RECEIVED BMW VEHICLE LEASE TR 1.100% 3/25/25 CUSIP 05601XAC3 \$0.00092/PV ON 450,000.00 PV DUE 5/25/22	412.50		
05/18/22	530,000	PURCHASED BMW VEHICLE OWN ABS 3.210% 8/25/26 CUSIP 05602RAD3 AT \$99.9948 ON TRADE DATE 05/10/2022 TO SETTLE ON 05/18/2022 RBC DAIN RAUSCHER INC.	529,972.44-	529,972.44	
05/09/22		INTEREST RECEIVED CATERPILLAR FINL SER 2.150% 11/08/24 CUSIP 14913Q3B3 INTEREST ON 1,100,000.000 UNITS	11,825.00		
05/05/22		INTEREST RECEIVED FED HOME LN MTG CORP 0.375% 5/05/23 CUSIP 3137EAER6 INTEREST ON 1,350,000.000 UNITS	2,531.25		
05/19/22	550,000-	SOLD FED HOME LN MTG CORP 2.750% 6/19/23 CUSIP 3137EAEN5 AT \$100.5050 ON TRADE DATE 05/18/2022 TO SETTLE ON 05/19/2022 MARKETAXESS CORPORATION	552,777.50	569,470.00-	16,692.50-

STATEMENT OF TRANSACTIONS  
FOR THE PERIOD MAY 1, 2022 THROUGH MAY 31, 2022

CITY OF CUPERTINO  
ACCOUNT NUMBER [REDACTED]

STATEMENT OF TRANSACTIONS

DATE	PAR VALUE/SHARES	DESCRIPTION	CASH	COST VALUE	REALIZED GAIN/LOSS
05/19/22		ACCRUED INTEREST ON SALE FED HOME LN MTG CORP 2.750% 6/19/23 CUSIP 3137EAEN5	6,302.08		
05/25/22		INTEREST RECEIVED FED HOME LN MTG CORP 3.171% 10/25/24 CUSIP 3137BFE98 \$0.00264/PV ON 1,300,000.00 PV DUE 5/25/22	3,435.25		
05/09/22		INTEREST RECEIVED FED NATL MTG ASSN 0.500% 11/07/25 CUSIP 3135G06G3 INTEREST ON 2,500,000.000 UNITS	6,250.00		
05/25/22		INTEREST RECEIVED FHLMC MULTIFAMILY ST 2.653% 8/25/26 CUSIP 3137BSP72 \$0.00221/PV ON 650,000.00 PV DUE 5/25/22	1,437.04		
05/25/22		INTEREST RECEIVED FHLMC MULTIFAMILY ST 2.995% 12/25/25 CUSIP 3137BN6G4 \$0.00250/PV ON 570,000.00 PV DUE 5/25/22	1,422.62		
05/25/22		INTEREST RECEIVED FHLMC MULTIFAMILY ST 3.010% 8/25/25 CUSIP 3137BLMZ8 \$0.00251/PV ON 1,000,000.00 PV DUE 5/25/22	2,508.33		
05/05/22		INTEREST RECEIVED FHLMC MULTIFAMILY ST 3.308% 9/25/25 CUSIP 3137BM7C4 \$0.00276/PV ON 440,000.00 PV DUE 4/25/22	1,212.93		



STATEMENT OF TRANSACTIONS  
FOR THE PERIOD MAY 1, 2022 THROUGH MAY 31, 2022

CITY OF CUPERTINO  
ACCOUNT NUMBER [REDACTED]

STATEMENT OF TRANSACTIONS

DATE	PAR VALUE/SHARES	DESCRIPTION	CASH	COST VALUE	REALIZED GAIN/LOSS
05/25/22		INTEREST RECEIVED FHLMC MULTIFAMILY ST 3.308% 9/25/25 CUSIP 3137BM7C4 \$0.00276/PV ON 440,000.00 PV DUE 5/25/22	1,212.93		
05/16/22		INTEREST RECEIVED GM FINANCIAL ABS 3.100% 2/16/27 CUSIP 362585AC5 \$0.00284/PV ON 390,000.00 PV DUE 5/16/22	1,108.25		
05/20/22		INTEREST RECEIVED GM FINANCIAL AUTOMOB 0.390% 10/21/24 CUSIP 36262XAC8 \$0.00032/PV ON 965,000.00 PV DUE 5/20/22	313.63		
05/05/22		REVERSAL INTEREST RECEIVED GM FINANCIAL AUTOMOB 1.850% 3/20/25 CUSIP 36265MAC9	1,456.88-		
05/05/22		INTEREST RECEIVED GM FINANCIAL AUTOMOB 1.850% 3/20/25 CUSIP 36265MAC9 \$0.00158/PV ON 945,000.00 PV DUE 4/20/22	1,496.25		
05/23/22		INTEREST RECEIVED GM FINANCIAL AUTOMOB 1.850% 3/20/25 CUSIP 36265MAC9 \$0.00158/PV ON 945,000.00 PV DUE 5/20/22	1,496.25		

STATEMENT OF TRANSACTIONS  
FOR THE PERIOD MAY 1, 2022 THROUGH MAY 31, 2022

CITY OF CUPERTINO  
ACCOUNT NUMBER [REDACTED]

STATEMENT OF TRANSACTIONS

DATE	PAR VALUE/SHARES	DESCRIPTION	CASH	COST VALUE	REALIZED GAIN/LOSS
05/16/22		INTEREST RECEIVED GM FINANCIAL SECURIT 0.680% 9/16/26 CUSIP 362554AC1 \$0.00057/PV ON 350,000.00 PV DUE 5/16/22	198.33		
05/27/22		INTEREST RECEIVED GM FINANCIAL SECURIT 1.260% 11/16/26 CUSIP 380146AC4	309.75		
05/23/22		INTEREST RECEIVED HONDA AUTO RECEIVABL 0.270% 4/21/25 CUSIP 43813GAC5 \$0.00023/PV ON 295,000.00 PV DUE 5/21/22	66.38		
05/18/22		INTEREST RECEIVED HONDA AUTO RECEIVABL 0.370% 10/18/24 CUSIP 43813KAC6 \$0.00031/PV ON 553,959.92 PV DUE 5/18/22	170.80		
05/18/22	38,160.37-	PAID DOWN HONDA AUTO RECEIVABL 0.370% 10/18/24 CUSIP 43813KAC6	38,160.37	38,154.76-	5.61
05/16/22		INTEREST RECEIVED HONDA AUTO RECEIVABL 0.820% 7/15/24 CUSIP 43813DAC2 \$0.00068/PV ON 122,630.26 PV DUE 5/15/22	83.80		
05/16/22	9,839.72-	PAID DOWN HONDA AUTO RECEIVABL 0.820% 7/15/24 CUSIP 43813DAC2 AT \$1,185.2485 ON TRADE DATE 05/15/2022 TO SETTLE ON 05/16/2022	9,839.72	9,838.95-	0.77

STATEMENT OF TRANSACTIONS  
FOR THE PERIOD MAY 1, 2022 THROUGH MAY 31, 2022

CITY OF CUPERTINO  
ACCOUNT NUMBER [REDACTED]

STATEMENT OF TRANSACTIONS

DATE	PAR VALUE/SHARES	DESCRIPTION	CASH	COST VALUE	REALIZED GAIN/LOSS
05/23/22		INTEREST RECEIVED HONDA AUTO RECEIVABL 0.880% 1/21/26 CUSIP 43815GAC3 \$0.00073/PV ON 460,000.00 PV DUE 5/21/22	337.33		
05/27/22		INTEREST RECEIVED HONDA AUTO RECEIVABL 1.000% 5/15/26 CUSIP 43815BAC4 \$0.00157/PV ON 740,000.00 PV DUE 5/15/22	1,159.33		
05/16/22		INTEREST RECEIVED HONDA AUTO RECEIVABL 1.780% 8/15/23 CUSIP 43815NAC8 \$0.00148/PV ON 296,609.03 PV DUE 5/15/22	439.97		
05/16/22	50,587.59-	PAID DOWN HONDA AUTO RECEIVABL 1.780% 8/15/23 CUSIP 43815NAC8 AT \$456.4711 ON TRADE DATE 05/15/2022 TO SETTLE ON 05/16/2022	50,587.59	50,502.55-	85.04
05/24/22		INTEREST RECEIVED HYUNDAI AUTO LEASE 0.330% 6/17/24 CUSIP 44891VAC5 \$0.00027/PV ON 790,000.00 PV DUE 5/15/22	217.25		
05/16/22		INTEREST RECEIVED HYUNDAI AUTO LEASE 1.160% 1/15/25 CUSIP 44891WAC3 \$0.00097/PV ON 540,000.00 PV DUE 5/15/22	522.00		

STATEMENT OF TRANSACTIONS  
FOR THE PERIOD MAY 1, 2022 THROUGH MAY 31, 2022

CITY OF CUPERTINO  
ACCOUNT NUMBER [REDACTED]

STATEMENT OF TRANSACTIONS

DATE	PAR VALUE/SHARES	DESCRIPTION	CASH	COST VALUE	REALIZED GAIN/LOSS
05/27/22		INTEREST RECEIVED HYUNDAI AUTO REC ABS 2.220% 10/15/26 CUSIP 448977AD0	1,868.50		
05/16/22		INTEREST RECEIVED HYUNDAI AUTO RECEIVA 0.380% 9/15/25 CUSIP 44933LAC7 \$0.00032/PV ON 515,000.00 PV DUE 5/15/22	163.08		
05/16/22		INTEREST RECEIVED HYUNDAI AUTO RECEIVA 0.740% 5/15/26 CUSIP 44935FAD6 \$0.00062/PV ON 1,330,000.00 PV DUE 5/15/22	820.17		
05/16/22		INTEREST RECEIVED INTER-AMERICAN DEVEL 0.250% 11/15/23 CUSIP 4581X0DP0 INTEREST ON 2,800,000.000 UNITS	3,500.00		
05/16/22		INTEREST RECEIVED JOHN DEERE OWNER ABS 2.320% 9/16/26 CUSIP 47787JAC2 \$0.00193/PV ON 450,000.00 PV DUE 5/15/22	870.00		
05/16/22		INTEREST RECEIVED JOHN DEERE OWNER TRU 0.510% 11/15/24 CUSIP 47787NAC3 \$0.00042/PV ON 194,979.08 PV DUE 5/15/22	82.87		
05/16/22	22,121.66-	PAID DOWN JOHN DEERE OWNER TRU 0.510% 11/15/24 CUSIP 47787NAC3 AT \$167.4369 ON TRADE DATE 05/15/2022 TO SETTLE ON 05/16/2022	22,121.66	22,118.29-	3.37

STATEMENT OF TRANSACTIONS  
FOR THE PERIOD MAY 1, 2022 THROUGH MAY 31, 2022

CITY OF CUPERTINO  
ACCOUNT NUMBER [REDACTED]

STATEMENT OF TRANSACTIONS

DATE	PAR VALUE/SHARES	DESCRIPTION	CASH	COST VALUE	REALIZED GAIN/LOSS
05/16/22		INTEREST RECEIVED JOHN DEERE OWNER TRU 0.520% 3/16/26 CUSIP 47789QAC4 \$0.00043/PV ON 580,000.00 PV DUE 5/15/22	251.33		
05/16/22		INTEREST RECEIVED JOHN DEERE OWNER TRU 1.100% 8/15/24 CUSIP 47789KAC7 \$0.00092/PV ON 177,030.71 PV DUE 5/15/22	162.28		
05/16/22	20,745.92-	PAID DOWN JOHN DEERE OWNER TRU 1.100% 8/15/24 CUSIP 47789KAC7 AT \$562.1594 ON TRADE DATE 05/15/2022 TO SETTLE ON 05/16/2022	20,745.92	20,744.65-	1.27
05/16/22		INTEREST RECEIVED JOHN DEERE OWNER TRU 2.210% 12/15/23 CUSIP 477870AC3 \$0.00184/PV ON 207,296.29 PV DUE 5/15/22	381.77		
05/16/22	53,255.41-	PAID DOWN JOHN DEERE OWNER TRU 2.210% 12/15/23 CUSIP 477870AC3 TO SETTLE ON 05/16/2022	53,255.41	53,748.44-	493.03-
05/16/22		INTEREST RECEIVED JOHN DEERE OWNER TRU 2.910% 7/17/23 CUSIP 47789JAD8 \$0.00242/PV ON 57,586.04 PV DUE 5/15/22	139.65		

STATEMENT OF TRANSACTIONS  
FOR THE PERIOD MAY 1, 2022 THROUGH MAY 31, 2022

CITY OF CUPERTINO  
ACCOUNT NUMBER [REDACTED]

STATEMENT OF TRANSACTIONS

DATE	PAR VALUE/SHARES	DESCRIPTION	CASH	COST VALUE	REALIZED GAIN/LOSS
05/16/22	53,921.01-	PAID DOWN JOHN DEERE OWNER TRU 2.910% 7/17/23 CUSIP 47789JAD8 AT \$757.0111 ON TRADE DATE 05/15/2022 TO SETTLE ON 05/16/2022	53,921.01	54,979.87-	1,058.86-
05/16/22		INTEREST RECEIVED MERCEDES-BENZ AUTO 0.400% 11/15/23 CUSIP 58769EAC2 \$0.00033/PV ON 324,386.81 PV DUE 5/15/22	108.13		
05/16/22	25,435.59-	PAID DOWN MERCEDES-BENZ AUTO 0.400% 11/15/23 CUSIP 58769EAC2 AT \$458.5116 ON TRADE DATE 05/15/2022 TO SETTLE ON 05/16/2022	25,435.59	25,434.30-	1.29
05/16/22		INTEREST RECEIVED NISSAN AUTO RECEIVAB 1.930% 7/15/24 CUSIP 65479JAD5 \$0.00161/PV ON 598,178.11 PV DUE 5/15/22	962.07		
05/16/22	64,188.29-	PAID DOWN NISSAN AUTO RECEIVAB 1.930% 7/15/24 CUSIP 65479JAD5 AT \$140.4324 ON TRADE DATE 05/15/2022 TO SETTLE ON 05/16/2022	64,188.29	64,506.71-	318.42-
05/10/22	670,000	PURCHASED NORTHERN TRUST CORP 4.000% 5/10/27 CUSIP 665859AW4 AT \$99.8380 ON TRADE DATE 05/05/2022 TO SETTLE ON 05/10/2022 WACHOVIA CAPITAL MARKETS, LLC.	668,914.60-	668,914.60	

STATEMENT OF TRANSACTIONS  
FOR THE PERIOD MAY 1, 2022 THROUGH MAY 31, 2022

CITY OF CUPERTINO  
ACCOUNT NUMBER [REDACTED]

STATEMENT OF TRANSACTIONS

DATE	PAR VALUE/SHARES	DESCRIPTION	CASH	COST VALUE	REALIZED GAIN/LOSS
05/18/22		INTEREST RECEIVED TOYOTA AUTO RECEIVAB 0.260% 5/15/25 CUSIP 89240BAC2 \$0.00022/PV ON 1,090,000.00 PV DUE 5/15/22	236.17		
05/16/22	31,269.06-	PAID DOWN TOYOTA AUTO RECEIVAB 0.350% 1/15/25 CUSIP 89236XAC0 TO SETTLE ON 05/16/2022	31,269.06	31,263.23-	5.83
05/19/22		INTEREST RECEIVED TOYOTA AUTO RECEIVAB 0.350% 1/15/25 CUSIP 89236XAC0 INTEREST PAYMENT 5/15/22	126.01		
05/25/22		INTEREST RECEIVED TOYOTA AUTO RECEIVAB 0.710% 4/15/26 CUSIP 89238JAC9	254.42		
05/31/22		INTEREST RECEIVED TOYOTA LEASE OWN ABS 1.960% 2/20/25 CUSIP 89238LAC4 \$0.00163/PV ON 1,150,000.00 PV DUE 5/20/22	1,878.33		
05/06/22		INTEREST RECEIVED TOYOTA LEASE OWNER 0.390% 4/22/24 CUSIP 89238EAC0 \$0.00032/PV ON 700,000.00 PV DUE 4/20/22	227.50		
05/20/22		INTEREST RECEIVED TOYOTA LEASE OWNER 0.390% 4/22/24 CUSIP 89238EAC0 \$0.00032/PV ON 700,000.00 PV DUE 5/20/22	227.50		

STATEMENT OF TRANSACTIONS  
FOR THE PERIOD MAY 1, 2022 THROUGH MAY 31, 2022

CITY OF CUPERTINO  
ACCOUNT NUMBER [REDACTED]

STATEMENT OF TRANSACTIONS

DATE	PAR VALUE/SHARES	DESCRIPTION	CASH	COST VALUE	REALIZED GAIN/LOSS
05/16/22		INTEREST RECEIVED UNITEDHEALTH GROUP 1.150% 5/15/26 CUSIP 91324PEC2 INTEREST ON 1,035,000.000 UNITS	5,951.25		
05/20/22	155,000	PURCHASED UNITEDHEALTH GRP INC 3.700% 5/15/27 CUSIP 91324PEG3 AT \$99.9460 ON TRADE DATE 05/17/2022 TO SETTLE ON 05/20/2022 BANC OF AMERICA SECURITIES LLC	154,916.30-	154,916.30	
05/20/22	260,000	PURCHASED UNITEDHEALTH GRP INC 3.700% 5/15/27 CUSIP 91324PEG3 AT \$100.0770 ON TRADE DATE 05/17/2022 TO SETTLE ON 05/20/2022 STIFEL NICOLAUS & CO., INC.	260,200.20-	260,200.20	
05/20/22	260,000	PURCHASED UNITEDHEALTH GRP INC 3.700% 5/15/27 CUSIP 91324PEG3 AT \$100.0770 ON TRADE DATE 05/17/2022 TO SETTLE ON 05/20/2022 PIERPONT SECURITIES LLC	260,200.20-	260,200.20	
05/02/22		INTEREST RECEIVED US TREASURY NOTE 0.250% 10/31/25 CUSIP 91282CAT8 INTEREST ON 2,450,000.000 UNITS	3,062.50		
05/02/22		INTEREST RECEIVED US TREASURY NOTE 0.375% 4/30/25 CUSIP 912828ZL7 INTEREST ON 2,500,000.000 UNITS	4,687.50		



STATEMENT OF TRANSACTIONS  
FOR THE PERIOD MAY 1, 2022 THROUGH MAY 31, 2022

CITY OF CUPERTINO  
ACCOUNT NUMBER [REDACTED]

STATEMENT OF TRANSACTIONS

DATE	PAR VALUE/SHARES	DESCRIPTION	CASH	COST VALUE	REALIZED GAIN/LOSS
05/31/22		INTEREST RECEIVED US TREASURY NOTE 0.375% 11/30/25 CUSIP 91282CAZ4 INTEREST ON 2,250,000.000 UNITS	4,218.75		
05/02/22		INTEREST RECEIVED US TREASURY NOTE 0.750% 4/30/26 CUSIP 91282CBW0 INTEREST ON 2,500,000.000 UNITS	9,375.00		
05/18/22		INTEREST RECEIVED US TREASURY NOTE 1.125% 10/31/26 CUSIP 91282CDG3 INTEREST ON 1,400,000.000 UNITS	7,875.00		
05/18/22		INTEREST RECEIVED US TREASURY NOTE 1.625% 10/31/23 CUSIP 912828T91 INTEREST ON 650,000.000 UNITS	5,281.25		
05/02/22		INTEREST RECEIVED US TREASURY NOTE 2.000% 4/30/24 CUSIP 912828X70 INTEREST ON 1,700,000.000 UNITS	17,000.00		
05/20/22		INTEREST RECEIVED VERIZON OWNER TRUST 0.470% 2/20/25 CUSIP 92290BAA9 \$0.00039/PV ON 800,000.00 PV DUE 5/20/22	313.33		
05/20/22		INTEREST RECEIVED VERIZON OWNER TRUST 1.940% 4/22/24 CUSIP 92348AAA3 \$0.00162/PV ON 239,729.44 PV DUE 5/20/22	387.56		

STATEMENT OF TRANSACTIONS  
FOR THE PERIOD MAY 1, 2022 THROUGH MAY 31, 2022

CITY OF CUPERTINO  
ACCOUNT NUMBER [REDACTED]

STATEMENT OF TRANSACTIONS

DATE	PAR VALUE/SHARES	DESCRIPTION	CASH	COST VALUE	REALIZED GAIN/LOSS
05/20/22	33,366.15-	PAID DOWN VERIZON OWNER TRUST 1.940% 4/22/24 CUSIP 92348AAA3 AT \$251.6254 ON TRADE DATE 05/20/2022	33,366.15	33,363.58-	2.57
05/11/22		REVERSAL INTEREST RECEIVED VR FED HOME LN MTG 3.060% 7/25/23 CUSIP 3137B4WB8 AP10 INCORRECT POSTING	2,550.00-		
05/11/22		INTEREST RECEIVED VR FED HOME LN MTG 3.060% 7/25/23 CUSIP 3137B4WB8	2,550.00		
05/25/22		INTEREST RECEIVED VR FED HOME LN MTG 3.060% 7/25/23 CUSIP 3137B4WB8	2,550.00		
05/25/22		INTEREST RECEIVED VR FHLMC MULTIFAMI 3.334% 8/25/25 CUSIP 3137BLW95 \$0.00278/PV ON 950,000.00 PV DUE 5/25/22	2,639.42		
05/25/22		INTEREST RECEIVED VR FHLMC MULTIFAMILY 3.527% 10/25/23 CUSIP 3137B7MZ9 \$0.00294/PV ON 1,000,000.00 PV DUE 5/25/22	2,939.17		
05/25/22		INTEREST RECEIVED VR FHLMC MULTIFAMILY 3.531% 7/25/23 CUSIP 3137B5JM6 \$0.00294/PV ON 1,000,000.00 PV DUE 5/25/22	2,942.50		

STATEMENT OF TRANSACTIONS  
FOR THE PERIOD MAY 1, 2022 THROUGH MAY 31, 2022

CITY OF CUPERTINO  
ACCOUNT NUMBER [REDACTED]

STATEMENT OF TRANSACTIONS

DATE	PAR VALUE/SHARES	DESCRIPTION	CASH	COST VALUE	REALIZED GAIN/LOSS
05/25/22	650,000	PURCHASED VR MORGAN STANLEY 2.188% 4/28/26 CUSIP 6174468Q5 AT \$94.7230 ON TRADE DATE 05/23/2022 TO SETTLE ON 05/25/2022 MERRILL LYNCH PIERCE FENNER	615,699.50-	615,699.50	
05/25/22		ACCRUED INTEREST ON PURCHASE VR MORGAN STANLEY 2.188% 4/28/26 CUSIP 6174468Q5	1,066.65-		
05/09/22	1,000,000-	SOLD WALMART INC 3.400% 6/26/23 CUSIP 931142EK5 AT \$100.8930 ON TRADE DATE 05/05/2022 TO SETTLE ON 05/09/2022 RBC DAIN RAUSCHER INC.	1,008,930.00	1,023,630.00-	14,700.00-
05/09/22		ACCRUED INTEREST ON SALE WALMART INC 3.400% 6/26/23 CUSIP 931142EK5	12,561.11		
		TRANSFER RECEIPTS			
05/02/22		ADDITION TO ACCOUNT TRANSFER FROM INCOME	47,281.65		
05/03/22		ADDITION TO ACCOUNT TRANSFER FROM INCOME	14.64		
05/04/22		ADDITION TO ACCOUNT TRANSFER FROM INCOME	11,470.00		
05/05/22		ADDITION TO ACCOUNT TRANSFER FROM INCOME	2,531.25		

STATEMENT OF TRANSACTIONS  
FOR THE PERIOD MAY 1, 2022 THROUGH MAY 31, 2022

CITY OF CUPERTINO  
ACCOUNT NUMBER [REDACTED]

STATEMENT OF TRANSACTIONS

DATE	PAR VALUE/SHARES	DESCRIPTION	CASH	COST VALUE	REALIZED GAIN/LOSS
05/06/22		ADDITION TO ACCOUNT TRANSFER FROM INCOME	1,252.30		
05/09/22		ADDITION TO ACCOUNT TRANSFER FROM INCOME	30,863.61		
05/12/22		ADDITION TO ACCOUNT TRANSFER FROM INCOME	9,375.00		
05/16/22		ADDITION TO ACCOUNT TRANSFER FROM INCOME	22,635.75		
05/18/22		ADDITION TO ACCOUNT TRANSFER FROM INCOME	19,920.80		
05/19/22		ADDITION TO ACCOUNT TRANSFER FROM INCOME	6,302.08		
05/20/22		ADDITION TO ACCOUNT TRANSFER FROM INCOME	3,246.36		
05/23/22		ADDITION TO ACCOUNT TRANSFER FROM INCOME	4,930.86		
05/25/22		ADDITION TO ACCOUNT TRANSFER FROM INCOME	20,718.74		
05/26/22		ADDITION TO ACCOUNT TRANSFER FROM INCOME	2,550.00		
05/31/22		ADDITION TO ACCOUNT TRANSFER FROM INCOME	4,218.75		

STATEMENT OF TRANSACTIONS  
FOR THE PERIOD MAY 1, 2022 THROUGH MAY 31, 2022

CITY OF CUPERTINO  
ACCOUNT NUMBER [REDACTED]

STATEMENT OF TRANSACTIONS

DATE	PAR VALUE/SHARES	DESCRIPTION	CASH	COST VALUE	REALIZED GAIN/LOSS
		INVESTMENT MANAGEMENT EXPENSES			
05/04/22		INVESTMENT MGMT FEE PAID TO BRIDGE BANK CHANDLER ASSET MGMT FEE INV 2204CUPERTIN PD 4/1-30/2022	9,143.28-		
		TRANSFER DISBURSEMENTS			
05/02/22		TRANSFER TO PRINCIPAL	47,281.65-		
05/03/22		TRANSFER TO PRINCIPAL	14.64-		
05/04/22		TRANSFER TO PRINCIPAL	11,470.00-		
05/05/22		TRANSFER TO PRINCIPAL	2,531.25-		
05/06/22		TRANSFER TO PRINCIPAL	1,252.30-		
05/09/22		TRANSFER TO PRINCIPAL	30,863.61-		
05/12/22		TRANSFER TO PRINCIPAL	9,375.00-		
05/16/22		TRANSFER TO PRINCIPAL	22,635.75-		
05/18/22		TRANSFER TO PRINCIPAL	19,920.80-		
05/19/22		TRANSFER TO PRINCIPAL	6,302.08-		
05/20/22		TRANSFER TO PRINCIPAL	3,246.36-		
05/23/22		TRANSFER TO PRINCIPAL	4,930.86-		
05/25/22		TRANSFER TO PRINCIPAL	20,718.74-		

STATEMENT OF TRANSACTIONS  
FOR THE PERIOD MAY 1, 2022 THROUGH MAY 31, 2022

CITY OF CUPERTINO  
ACCOUNT NUMBER [REDACTED]

### STATEMENT OF TRANSACTIONS

DATE	PAR VALUE/SHARES	DESCRIPTION	CASH	COST VALUE	REALIZED GAIN/LOSS
05/26/22		TRANSFER TO PRINCIPAL	2,550.00-		
05/31/22		TRANSFER TO PRINCIPAL	4,218.75-		
<u>ENDING BALANCE</u>			<u>0.00</u>	<u>155,594,562.69</u>	

**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 TrustAccount Report for the Period  
5/1/2022 to 5/31/2022Kristina Alfaro  
Director of Administrative Services  
City of Cupertino  
10300 Torre Ave.  
Cupertino, CA 95014

## Account Summary

Source	Balance as of 5/1/2022	Contributions	Earnings	Expenses	Distributions	Transfers	Balance as of 5/31/2022
OPEB	\$33,660,246.78	\$0.00	-\$125,228.91	\$10,045.80	\$0.00	\$0.00	\$33,524,972.07
PENSION	\$16,368,260.73	\$0.00	-\$60,894.49	\$4,885.04	\$0.00	\$0.00	\$16,302,481.20
<b>Totals</b>	<b>\$50,028,507.51</b>	<b>\$0.00</b>	<b>-\$186,123.40</b>	<b>\$14,930.84</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$49,827,453.27</b>

## 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	-0.37%	-6.52%	-9.74%	6.76%	5.97%	6.62%	6/21/2010
PENSION	-0.37%	-6.52%	-9.87%	8.02%	-	-	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

June 01, 2022

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

CITY OF CUPERTINO

FINANCE MANAGER  
10300 TORRE AVENUE  
CUPERTINO, CA 95014

[Tran Type Definitions](#)



Account Number: [REDACTED]

May 2022 Statement

Account Summary

Total Deposit	0 00	Beginning Balance	21,059,751 91
Total Withdrawal:	0.00	Ending Balance:	21,059,751.91



100

101

102

103

104

105

106

107

108

109

110

111

112

113

114

115

116

117

118

119

120

121

122

123

124

125

126

127

128

129

130

131

132

133

134

135

136

137

138

139

140

141

142

143

144

145

146

147

148

149

150

151

152

153

154

155

156

157

158

159

160

161

162

163

164

165

166

167

168

169

170

171

172

173

174

175

176

177

178

179

180

181

182

183

184

185

186

187

188

189

190

191

192

193

194

195

196

197

198

199

200

201

202

203

204

205

206

207

208

209

210

211

212

213

214

215

216

217

218

219

220

221

222

223

224

225

226

227

228

229

230

231

232

233

234

235

236

237

238

239

240

241

242

243

244

245

246

247

248

249

250

251

252

253

254

255

256

257

258

259

260

261

262

263

264

265

266

267

268

269

270

271

272

273

274

275

276

277

278

279

280

281

282

283

284

285

286

287

288

289

290

291

292

293

294

295

296

297

298

299

300

301

302

303

304

305

306

307

308

309

310

311

312

313

314

315

316

317

318

319

320

321

322

323

324

325

326

327

328

329

330

331

332

333

334

335

336

337

338

339

340

341

342

343

344

345

346

347

348

349

350

351

352

353

354

355

356

357

358

359

360

361

362

363

364

365

366

367

368

369

370

371

372

373

374

375

376

377

378

379

380

381

382

383

384

385

386

387

388

389

390

391

392

393

394

395

396

397

398

399

400

401

402

403

404

405

406

407

408

409

410

411

412

413

414

415

416

417

418

419

420

421

422

423

424

425

426

427

428

429

430

431

432

433

434

435

436

437

438

439

440

441

442

443

444

445

446

447

448

449

450

451

452

453

454

455

456

457

458

459

460

461

462

463

464

465

466

467

468

469

470

471

472

473

474

475

476

477

478

479

480

481

482

483

484

485

486

487

488

489

490

491

492

493

494

495

496

497

498

499

500

501

502

503

504

505

506

507

508

509

510

511

512

513

514

515

516

517

518

519

520

521

522

523

524

525

526

527

528

529

530

531

532

533

534

535

536

537

538

539

540

541

542

543

544

545

546

547

548

549

550

551

552

553

554

555

556

557

558

559

560

561

562

563

564

565

566

567

568

569

570

571

572

573

574

575

576

577

578

579

580

581

582

583

584

585

586

587

588

589

590

591

592

593

594

595

596

597

598

599

600

601

602

603

604

605

606

607

608

609

610

611

612

613

614

615

616

617

618

619

620

621

622

623

624

625

626

627

628

629

630

631

632

633

634

635

636

637

638

639

640

641

642

643

644

645

646

647

648

649

650

651

652

653

654

655

656

657

658

659

660

661

662

663

664

665

666

667

668

669

670

671

672

673

674

675

676

677

678

679

680

681

682

683

684

685

686

687

688

689

690

691

692

693

694

695

696

697

698

699

700

701

702

703

704

705

706

707

708

709

710

711

712

713

714

715

716

717

718

719

720

721

722

723

724

725

726

727

728

729

730

731

732

733

734

735

736

737

738

739

740

741

742

743

744

745

746

747

748

749

750

751

752

753

754

755

756

757

758

759

760

761

762

763

764

765

766

767

768

769

770

771

772

773

774

775

776

777

778

779

780

781

782

783

784

785

786

787

788

789

790

791

792

793

794

795

796

797

798

799

800

801

802

803

804

805

806

807

808

809

810

811

812

813

814

815

816

817

818

819

820

821

822

823

824

825

826

827

828

829

830

831

832

833

834

835

836

837

838

839

840

841

842

843

844

845

846

847

848

849

850

851

852

853

854

855

856

857

858

859

860

861

862

863

864

865

866

867

868

869

870

871

872

873

874

875

876

877

878

879

880

881

882

883

884

885

886

887

888

889

890

891

892

893

894

895

896

897

898

899

900

901

902

903

904

905

906

907

908

909

910

911

912

913

914

915

916

917

918

919

920

921

922

923

924

925

926

927

928

929

930

931

932

933

934

935

936

937

938

939

940

941

942

943

944

945

946

947

948

949

950

951

952

953

954

955

956

957

958

959

960

961

962

963

964

965

966

967

968

969

970

971

972

973

974

975

976

977

978

979

980

981

982

983

984

985

986

987

988

989

990

991

992

993

994

995

996

997

998

999

1000

100

101

102

103

104

105

106

107

108

109

110

111

112

113

114

115

116

117

118

119

120

121

122

123

124

125

126

127

128

129

130

131

132

133

134

135

136

137

138

139

140

141

142

143

144

145

146

147

148

149

150

151

152

153

154

155

156

157

158

159

160

161

162

163

164

165

166

167

168

169

170

171

172

173

174

175

176

177

178

179

180

181

182

183

184

185

186

187

188

189

190

191

192

193

194

195

196

197

198

199

200

201

202

203

204

205

206

207

208

209

210

211

212

213

214

215

216

217

218

219

220

221

222

223

224

225

226

227

228

229

230

231

232

233

234

235

236

237

238

239

240

241

242

243

244

245

246

247

248

249

250

251

252

253

254

255

256

257

258

259

260

261

262

263

264

265

266

267

268

269

270

271

272

273

274

275

276

277

278

279

280

281

282

283

284

285

286

287

288

289

290

291

292

293

294

295

296

297

298

299

300

301

302

303

304

305

306

307

308

309

310

311

312

313

314

315

316

317

318

319

320

321

322

323

324

325

326

327

328

329

330

331

332

333

334

335

336

337

338

339

340

341

342

343

344

345

346

347

348

349

350

351

352

353

354

355

356

357

358

359

360

361

362

363

364

365

366

367

368

369

370

371

372

373

374

375

376

377

378

379

380

381

382

383

384

385

386

387

388

389

390

391

392

393

394

395

396

397

398

399

400

401

402

403

404

405

406

407

408

409

410

411

412

413

414

415

416

417

418

419

420

421

422

423

424

425

426

427

428

429

430

431

432

433

434

435

436

437

438

439

440

441

442

443

444

445

446

447

448

449

450

451

452

453

454

455

456

457

458

459

460

461

462

463

464

465

466

467

468

469

470

471

472

473

474

475

476

477

478

479

480

481

482

483

484

485

486

487

488

489

490

491

492

493

494

495

496

497

498

499

500

501

502

503

504

505

506

507

508

509

510

511

512

513

514

515

516

517

518

519

520

521

522

523

524

525

526

527

528

529

530

531

532

533

534

535

536

537

538

539

540

541

542

543

544

545

546

547

548

549

550

551

552

553

554

555

556

557

558

559

560

561

562

563

564

565

566

567

568

569

570

571

572

573

574

575

576

577

578

579

580

581

582

583

584

585

586

587

588

589

590

591

592

593

594

595

596

597

598

599

600

601

602

603

604

605

606

607

608

609

610

611

612

613

614

615

616

617

618

619

620

621

622

623

624

625

626

627

628

629

630

631

632

633

634

635

636

637

638

639

640

641

642

643

644

645

646

647

648

649

650

651

652

653

654

655

656

657

658

659

660

661

662

663

664

665

666

667

668

669

670

671

672

673

674

675

676

677

678

679

680

681

682

683

684

685

686

687

688

689

690

691

692

693

694

695

696

697

698

699

700

701

702

703

704

705

706

707

708

709

710

711

712

713

714

715

716

717

718

719

720

721

722

723

724

725

726

727

728

729

730

731

732

733

734

735

736

737

738

739

740

741

742

743

744

745

746

747

748

749

750

751

752

753

754

755

756

757

758

759

760

761

762

763

764

765

766

767

768

769

770

771

772

773

774

775

776

777

778

779

780

781

782

783

784

785

786

787

788

789

790

791

792

793

794

795

796

797

798

799

800

801

802

803

804

805

806

807

808

809

810

811

812

813

814

815

816

817

818

819

820

821

822

823

824

825

826

827

828

829

830

831

832

833

834

835

836

837

838

839

840

841

842

843

844

845

846

847

848

849

850

851

852

853

854

855

856

857

858

859

860

861

862

863

864

865

866

867

868

869

870

871

872

873

874

875

876

877

878

879

880

881

882

883

884

885

886

887

888

889

890

891

892

893

894

895

896

897

898

899

900

901

902

903

904

905

906

907

908

909

910

911

912

913

914

915

916

917

918

919

920

921

922

923

924

925

926

927

928

929

930

931

932

933

934

935

936

937

938

939

940

941

942

943

944

945

946

947

948

949

950

951

952

953

954

955

956

957

958

959

960

961

962

963

964

965

966

967

968

969

970

971

972

973

974

975

976

977

978

979

980

981

982

983

984

985

986

987

988

989

990

991

992

993

994

995

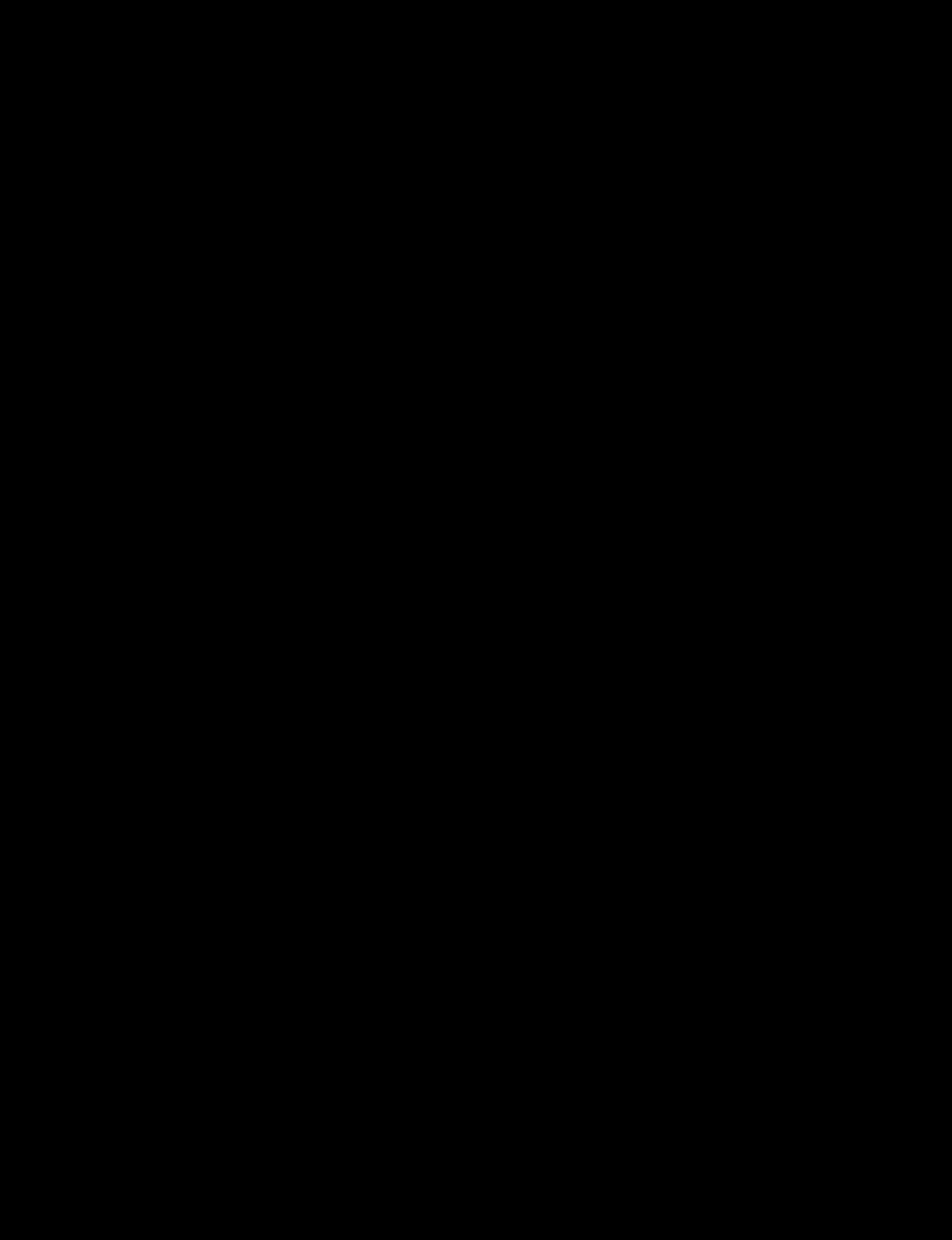
996

997

998

999

1000

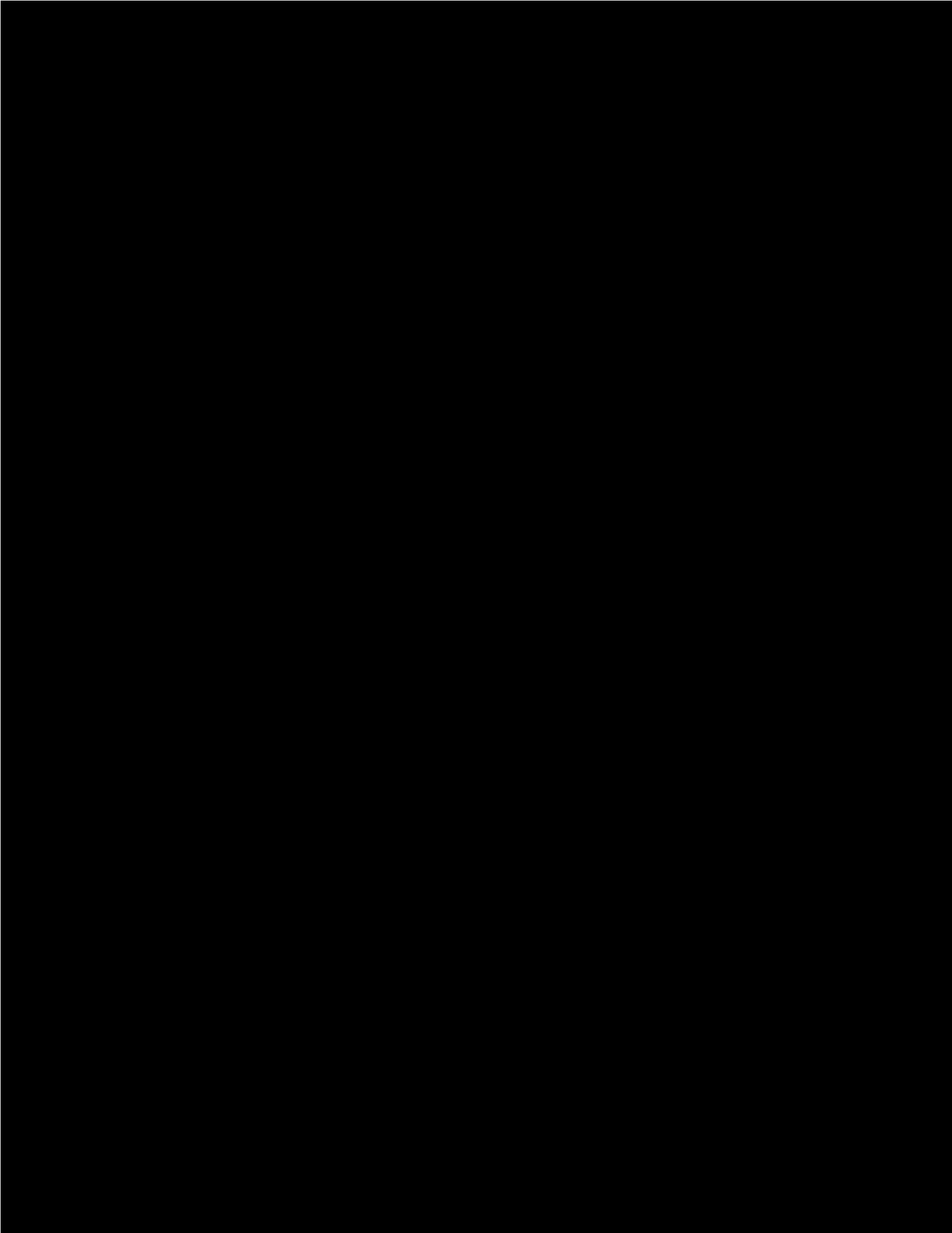


[The page contains a large, faint watermark that reads "Copyright Clearance Center".]

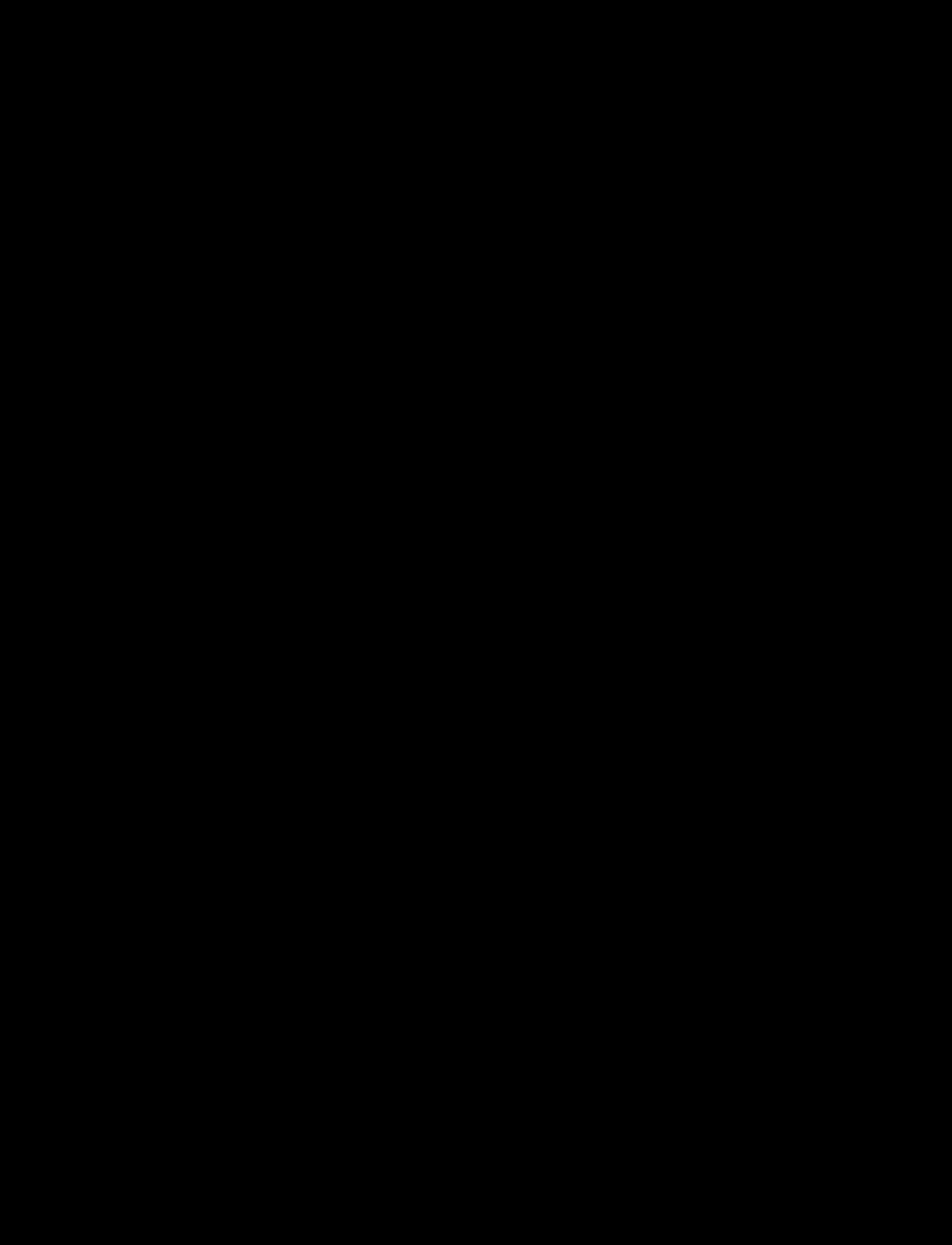
[REDACTED]



[The page contains a large, faint, and mostly illegible watermark or bleed-through from the reverse side. The text is mirrored and difficult to decipher, but appears to be a formal document or letter.]













100

101

102

103

104

105

106

107

108

109

110

111

112

113

114

115

116

117

118

119

120

121

122

123

124

125

126

127

128

129

130

131

132

133

134

135

136

137

138

139

140

141

142

143

144

145

146

147

148

149

150

151

152

153

154

155

156

157

158

159

160

161

162

163

164

165

166

167

168

169

170

171

172

173

174

175

176

177

178

179

180

181

182

183

184

185

186

187

188

189

190

191

192

193

194

195

196

197

198

199

200

201

202

203

204

205

206

207

208

209

210

211

212

213

214

215

216

217

218

219

220

221

222

223

224

225

226

227

228

229

230

231

232

233

234

235

236

237

238

239

240

241

242

243

244

245

246

247

248

249

250

251

252

253

254

255

256

257

258

259

260

261

262

263

264

265

266

267

268

269

270

271

272

273

274

275

276

277

278

279

280

281

282

283

284

285

286

287

288

289

290

291

292

293

294

295

296

297

298

299

300

301

302

303

304

305

306

307

308

309

310

311

312

313

314

315

316

317

318

319

320

321

322

323

324

325

326

327

328

329

330

331

332

333

334

335

336

337

338

339

340

341

342

343

344

345

346

347

348

349

350

351

352

353

354

355

356

357

358

359

360

361

362

363

364

365

366

367

368

369

370

371

372

373

374

375

376

377

378

379

380

381

382

383

384

385

386

387

388

389

390

391

392

393

394

395

396

397

398

399

400

401

402

403

404

405

406

407

408

409

410

411

412

413

414

415

416

417

418

419

420

421

422

423

424

425

426

427

428

429

430

431

432

433

434

435

436

437

438

439

440

441

442

443

444

445

446

447

448

449

450

451

452

453

454

455

456

457

458

459

460

461

462

463

464

465

466

467

468

469

470

471

472

473

474

475

476

477

478

479

480

481

482

483

484

485

486

487

488

489

490

491

492

493

494

495

496

497

498

499

500

501

502

503

504

505

506

507

508

509

510

511

512

513

514

515

516

517

518

519

520

521

522

523

524

525

526

527

528

529

530

531

532

533

534

535

536

537

538

539

540

541

542

543

544

545

546

547

548

549

550

551

552

553

554

555

556

557

558

559

560

561

562

563

564

565

566

567

568

569

570

571

572

573

574

575

576

577

578

579

580

581

582

583

584

585

586

587

588

589

590

591

592

593

594

595

596

597

598

599

600

601

602

603

604

605

606

607

608

609

610

611

612

613

614

615

616

617

618

619

620

621

622

623

624

625

626

627

628

629

630

631

632

633

634

635

636

637

638

639

640

641

642

643

644

645

646

647

648

649

650

651

652

653

654

655

656

657

658

659

660

661

662

663

664

665

666

667

668

669

670

671

672

673

674

675

676

677

678

679

680

681

682

683

684

685

686

687

688

689

690

691

692

693

694

695

696

697

698

699

700

701

702

703

704

705

706

707

708

709

710

711

712

713

714

715

716

717

718

719

720

721

722

723

724

725

726

727

728

729

730

731

732

733

734

735

736

737

738

739

740

741

742

743

744

745

746

747

748

749

750

751

752

753

754

755

756

757

758

759

760

761

762

763

764

765

766

767

768

769

770

771

772

773

774

775

776

777

778

779

780

781

782

783

784

785

786

787

788

789

790

791

792

793

794

795

796

797

798

799

800

801

802

803

804

805

806

807

808

809

810

811

812

813

814

815

816

817

818

819

820

821

822

823

824

825

826

827

828

829

830

831

832

833

834

835

836

837

838

839

840

841

842

843

844

845

846

847

848

849

850

851

852

853

854

855

856

857

858

859

860

861

862

863

864

865

866

867

868

869

870

871

872

873

874

875

876

877

878

879

880

881

882

883

884

885

886

887

888

889

890

891

892

893

894

895

896

897

898

899

900

901

902

903

904

905

906

907

908

909

910

911

912

913

914

915

916

917

918

919

920

921

922

923

924

925

926

927

928

929

930

931

932

933

934

935

936

937

938

939

940

941

942

943

944

945

946

947

948

949

950

951

952

953

954

955

956

957

958

959

960

961

962

963

964

965

966

967

968

969

970

971

972

973

974

975

976

977

978

979

980

981

982

983

984

985

986

987

988

989

990

991

992

993

994

995

996

997

998

999

1000

100

101

102

103

104

105

106

107

108

109

110

111

112

113

114

115

116

117

118

119

120

121

122

123

124

125

126

127

128

129

130

131

132

133

134

135

136

137

138

139

140

141

142

143

144

145

146

147

148

149

150

151

152

153

154

155

156

157

158

159

160

161

162

163

164

165

166

167

168

169

170

171

172

173

174

175

176

177

178

179

180

181

182

183

184

185

186

187

188

189

190

191

192

193

194

195

196

197

198

199

200

201

202

203

204

205

206

207

208

209

210

211

212

213

214

215

216

217

218

219

220

221

222

223

224

225

226

227

228

229

230

231

232

233

234

235

236

237

238

239

240

241

242

243

244

245

246

247

248

249

250

251

252

253

254

255

256

257

258

259

260

261

262

263

264

265

266

267

268

269

270

271

272

273

274

275

276

277

278

279

280

281

282

283

284

285

286

287

288

289

290

291

292

293

294

295

296

297

298

299

300

301

302

303

304

305

306

307

308

309

310

311

312

313

314

315

316

317

318

319

320

321

322

323

324

325

326

327

328

329

330

331

332

333

334

335

336

337

338

339

340

341

342

343

344

345

346

347

348

349

350

351

352

353

354

355

356

357

358

359

360

361

362

363

364

365

366

367

368

369

370

371

372

373

374

375

376

377

378

379

380

381

382

383

384

385

386

387

388

389

390

391

392

393

394

395

396

397

398

399

400

401

402

403

404

405

406

407

408

409

410

411

412

413

414

415

416

417

418

419

420

421

422

423

424

425

426

427

428

429

430

431

432

433

434

435

436

437

438

439

440

441

442

443

444

445

446

447

448

449

450

451

452

453

454

455

456

457

458

459

460

461

462

463

464

465

466

467

468

469

470

471

472

473

474

475

476

477

478

479

480

481

482

483

484

485

486

487

488

489

490

491

492

493

494

495

496

497

498

499

500

501

502

503

504

505

506

507

508

509

510

511

512

513

514

515

516

517

518

519

520

521

522

523

524

525

526

527

528

529

530

531

532

533

534

535

536

537

538

539

540

541

542

543

544

545

546

547

548

549

550

551

552

553

554

555

556

557

558

559

560

561

562

563

564

565

566

567

568

569

570

571

572

573

574

575

576

577

578

579

580

581

582

583

584

585

586

587

588

589

590

591

592

593

594

595

596

597

598

599

600

601

602

603

604

605

606

607

608

609

610

611

612

613

614

615

616

617

618

619

620

621

622

623

624

625

626

627

628

629

630

631

632

633

634

635

636

637

638

639

640

641

642

643

644

645

646

647

648

649

650

651

652

653

654

655

656

657

658

659

660

661

662

663

664

665

666

667

668

669

670

671

672

673

674

675

676

677

678

679

680

681

682

683

684

685

686

687

688

689

690

691

692

693

694

695

696

697

698

699

700

701

702

703

704

705

706

707

708

709

710

711

712

713

714

715

716

717

718

719

720

721

722

723

724

725

726

727

728

729

730

731

732

733

734

735

736

737

738

739

740

741

742

743

744

745

746

747

748

749

750

751

752

753

754

755

756

757

758

759

760

761

762

763

764

765

766

767

768

769

770

771

772

773

774

775

776

777

778

779

780

781

782

783

784

785

786

787

788

789

790

791

792

793

794

795

796

797

798

799

800

801

802

803

804

805

806

807

808

809

810

811

812

813

814

815

816

817

818

819

820

821

822

823

824

825

826

827

828

829

830

831

832

833

834

835

836

837

838

839

840

841

842

843

844

845

846

847

848

849

850

851

852

853

854

855

856

857

858

859

860

861

862

863

864

865

866

867

868

869

870

871

872

873

874

875

876

877

878

879

880

881

882

883

884

885

886

887

888

889

890

891

892

893

894

895

896

897

898

899

900

901

902

903

904

905

906

907

908

909

910

911

912

913

914

915

916

917

918

919

920

921

922

923

924

925

926

927

928

929

930

931

932

933

934

935

936

937

938

939

940

941

942

943

944

945

946

947

948

949

950

951

952

953

954

955

956

957

958

959

960

961

962

963

964

965

966

967

968

969

970

971

972

973

974

975

976

977

978

979

980

981

982

983

984

985

986

987

988

989

990

991

992

993

994

995

996

997

998

999

1000













# CITY OF CUPERTINO

## Agenda Item

---

**22-11158**

**Agenda Date: 6/27/2022**  
**Agenda #: 6.**

---

Subject: ACTION ITEM Consider the Monthly Treasurer's Report for May 2022

Review Monthly Treasurer's Report for May 2022 and recommend filing with City Council

Presenter: Thomas Leung, Acting Finance Manager



## 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: June 27, 2022

#### Subject

Consider the Monthly Treasurer's Report for May 2022

#### Recommended Action

Review the Monthly Treasurer's Report for May 2022 and recommend filing with City Council

#### Discussion

##### **Background**

California Government Code Section 41004 states:

Regularly, at least once each month, the city treasurer shall submit to the city clerk a written report and accounting of all receipts, disbursements, and fund balances. The city treasurer shall file a copy with the legislative body.

The City's Municipal Code Section 2.24.030 Monthly Reports states:

The Treasurer shall make monthly reports which conform to the requirements of Government Code Section 41004. Said reports shall be delivered to the City Council, the City Manager and made available for review by such other persons who may so request.

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 monthly Treasurer's report."

Per the referenced code provisions, a Treasurer's Report (report and accounting of all receipts, disbursements, and fund balances) shall be submitted to the Audit Committee for review and filed with the City Clerk every month.

### **Cash vs. Accrual Basis Accounting**

Cash and accrual basis accounting differ in the timing when revenues and expenses are recognized and recorded. Cash basis accounting recognizes revenues when payment is received and expenses when payment is paid. Accrual basis accounting recognizes revenues when they are earned (but not necessarily received) and expenses when they are incurred (but not necessarily paid).

Receipts, disbursements, and cash balance are measured on a cash basis. The cash balance shows the total cash and investments in the City's accounts. The ending balance is the beginning balance plus receipts minus disbursements. Journal adjustments include transactions recorded in other systems and imported into New World, Council-approved budget adjustments, quarterly Cost Allocation Plan (CAP) charges, and quarterly interest earnings.

Revenues, expenditures, and fund balance are measured on an accrual basis. As a result, the amount in fund balance does not mean the City has that much cash on hand. Instead, fund balance is the difference between assets and liabilities. The ending balance is the beginning balance plus revenues minus expenditures.

### **Treasurer's Report**

The report provides cash and fund balances for the City of Cupertino for May 2022. The report is as of June 23, 2022.

#### *Receipts, Disbursements, and Cash Balance*

The City's General Fund ending cash and investment balance was \$119.3 million, an increase of \$1.6 million from the prior month. Receipts were \$6.7 million, disbursements were (\$5.2) million, and journal adjustments were \$36,643 for the month.

The City's total ending cash and investment balance was \$229.8 million, an increase of \$1.5 million from the prior month. Receipts were \$8.5 million, disbursements were (\$7.5) million, and journal adjustments were \$0.4 million for the month.

#### *Fund Balance/Net Position*

The City's General Fund ending fund balance was \$108.5 million, decreasing by \$2.9 million from the prior month due to revenues of \$1.9 million and expenditures of \$4.7 million.

The City's total ending fund balance was \$210.4 million, decreasing by \$6.7 million from the prior month due to revenues of \$2.8 million and expenditures of \$9.5 million.

### **Sustainability Impact**

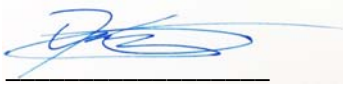
No sustainability impact.

Fiscal Impact

No fiscal impact.

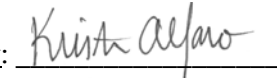
---

Prepared by:



Thomas Leung  
Acting Finance Manager

Reviewed by:



Kristina Alfaro  
Director of Administrative Services and City Treasurer

Approved for Submission by:



Jim Throop  
City Manager

Attachments:

A – Report of City-wide Receipts, Disbursements, and Cash Balances May 2022

B – Report of City-wide Fund Balances/Net Position May 2022

# May 2022 Report of City-wide Receipts, Disbursements, and Cash Balances

## Cash and Investments

Fund Type	Fund Number/Name	Beginning Balance as of April 30, 2022	Receipts	Disbursements	Journal Adjustments	Ending Balance as of May 31, 2022
General Fund	100 General Fund	117,687,374	6,702,004	(5,152,788)	36,643	119,273,234
General Fund	130 Investment Fund	(1,200)	-	-	-	(1,200)
Special Revenue Funds	210 Storm Drain Improvement	2,354,881	-	(3,556)	-	2,351,326
Special Revenue Funds	215 Storm Drain AB1600	1,850,269	5,046	-	-	1,855,315
Special Revenue Funds	230 Env Mgmt Cln Crk Strm Drain	1,118,681	(31,630)	(105,522)	-	981,529
Special Revenue Funds	260 CDBG	478,584	86,229	(38,752)	-	526,060
Special Revenue Funds	261 HCD Loan Rehab	232,280	-	-	-	232,280
Special Revenue Funds	265 BMR Housing	6,082,733	3,000	(40,575)	-	6,045,158
Special Revenue Funds	270 Transportation Fund	13,257,200	209,420	(691,307)	(105,235)	12,670,077
Special Revenue Funds	271 Traffic Impact	750,695	-	-	-	750,695
Special Revenue Funds	280 Park Dedication	22,204,603	-	(88,818)	-	22,115,785
Special Revenue Funds	281 Tree Fund	138,323	-	-	-	138,323
Debt Service Funds	365 Public Facilities Corp	2,284,850	-	-	-	2,284,850
Capital Project Funds	420 Capital Improvement Fund	29,201,248	1,402,454	(458,122)	130,235	30,275,814
Capital Project Funds	427 Stevens Creek Corridor Park	175,258	-	(1,240)	-	174,018
Capital Project Funds	429 Capital Reserve*	9,546,568	-	-	-	9,546,568
Enterprise Funds	520 Resource Recovery	6,299,708	134,646	(225,435)	-	6,208,920
Enterprise Funds	560 Blackberry Farm	1,236,885	-	(36,460)	62,544	1,262,969
Enterprise Funds	570 Sports Center	2,207,525	-	(71,897)	199,182	2,334,810
Enterprise Funds	580 Recreation Program	3,410,371	5,715	(105,311)	151,634	3,462,409
Internal Service Funds	610 Innovation & Technology	2,096,226	-	(287,138)	-	1,809,088
Internal Service Funds	620 Workers Compensation	3,983,867	-	(3,133)	(33,096)	3,947,638
Internal Service Funds	630 Vehicle/Equip Replacement	935,951	-	(69,978)	-	865,973
Internal Service Funds	641 Compensated Absence/LTD	690,476	-	790	-	691,266
Internal Service Funds	642 Retiree Medical	110,162	-	(113,895)	-	(3,732)
<b>Total</b>		<b>\$ 228,333,518</b>	<b>\$ 8,516,884</b>	<b>\$ (7,493,138)</b>	<b>\$ 441,907</b>	<b>\$ 229,799,172</b>

\* For reporting purposes, this fund rolls up/combines with Fund 420

Printed June 23, 2022

## May 2022 Report of City-wide Fund Balances/Net Position

Fund Type	Fund Number/Name	Beginning Fund Balance as of April 30, 2022	Revenues	Expenditures	Ending Fund Balance as of May 31, 2022
General Fund	100 General Fund	111,395,685	1,873,942	4,726,779	108,542,849
General Fund	130 Investment Fund	(1,200)	-	-	(1,200)
Special Revenue Funds	210 Storm Drain Improvement	2,354,881	-	3,556	2,351,326
Special Revenue Funds	215 Storm Drain AB1600	1,850,269	5,046	-	1,855,315
Special Revenue Funds	230 Env Mgmt Cln Crk Strm Drain	1,149,395	(30,450)	106,377	1,012,569
Special Revenue Funds	260 CDBG	978,218	85,742	8,480	1,055,479
Special Revenue Funds	261 HCD Loan Rehab	232,280	-	-	232,280
Special Revenue Funds	265 BMR Housing	6,082,349	3,000	40,191	6,045,158
Special Revenue Funds	270 Transportation Fund	13,252,511	209,420	793,922	12,668,008
Special Revenue Funds	271 Traffic Impact	750,695	-	-	750,695
Special Revenue Funds	280 Park Dedication	22,157,839	-	42,106	22,115,734
Special Revenue Funds	281 Tree Fund	138,323	-	-	138,323
Debt Service Funds	365 Public Facilities Corp	2,284,850	-	2,278,000	6,850
Capital Project Funds	420 Capital Improvement Fund	27,561,509	130,235	426,998	27,264,746
Capital Project Funds	427 Stevens Creek Corridor Park	174,018	-	-	174,018
Capital Project Funds	429 Capital Reserve*	9,546,568	-	-	9,546,568
Enterprise Funds	520 Resource Recovery	5,366,509	134,646	225,435	5,275,720
Enterprise Funds	560 Blackberry Farm	931,299	58,160	20,537	968,922
Enterprise Funds	570 Sports Center	2,315,437	218,832	74,140	2,460,129
Enterprise Funds	580 Recreation Program	2,604,427	94,791	106,984	2,592,234
Internal Service Funds	610 Innovation & Technology	725,746	-	341,156	384,590
Internal Service Funds	620 Workers' Compensation	2,547,454	-	36,229	2,511,225
Internal Service Funds	630 Vehicle/Equip Replacement	1,875,947	-	153,008	1,722,939
Internal Service Funds	641 Compensated Absence/LTD	690,476	8,714	7,925	691,266
Internal Service Funds	642 Retiree Medical	110,162	-	113,895	(3,732)
<b>Total</b>		<b>\$ 217,075,648</b>	<b>\$ 2,792,078</b>	<b>\$ 9,505,716</b>	<b>\$ 210,362,011</b>

\* For reporting purposes, this fund rolls up/combines with Fund 420

Printed June 23, 2022





# CITY OF CUPERTINO

## Agenda Item

---

**22-11159**

**Agenda Date: 6/27/2022**  
**Agenda #: 7.**

---

Subject: INFORMATION ITEM Consider an update on the FY 2021-22 Audit and AUP Engagements

Receive an update on the FY 2021-22 Audit and AUP Engagements

Presenter: Thomas Leung, Acting Finance Manager



# CITY OF CUPERTINO

## Agenda Item

---

**22-11160**

**Agenda Date: 6/27/2022**  
**Agenda #: 8.**

---

Subject: INFORMATION ITEM Consider an update on Budget Format Review

Receive an update on Budget Format Review

Presenter: Thomas Leung, Acting Finance Manager



# CITY OF CUPERTINO

## Agenda Item

---

**22-11161**

**Agenda Date: 6/27/2022**  
**Agenda #: 9.**

---

Subject: INFORMATION ITEM Consider the Audit Committee 2022 Schedule and Work Plan

Receive Audit Committee 2022 Schedule and Work Plan and provide direction to staff

Presenter: Thomas Leung, Acting Finance Manager

CITY OF CUPERTINO - AUDIT COMMITTEE 2022 SCHEDULE AND WORK PLAN											
January 24, 2022	February 24, 2022	March 28, 2022	April 25, 2022	May 23, 2022	June 27, 2022	July 25, 2022	August 22, 2022	September 26, 2022	October 24, 2022	November 28, 2022	December 12, 2022
Approve Prior Meeting Minutes	Approve Prior Meeting Minutes	Approve Prior Meeting Minutes	Approve Prior Meeting Minutes	Approve Prior Meeting Minutes	Approve Prior Meeting Minutes	Approve Prior Meeting Minutes	Approve Prior Meeting Minutes	Approve Prior Meeting Minutes	Approve Prior Meeting Minutes	Approve Prior Meeting Minutes	Approve Prior Meeting Minutes
Treasurer's Report for Quarter Ending December 31, 2021	Internal Audit Update	Monthly Treasurer's Report for January and February 2022	Monthly Treasurer's Report for March 2022	Internal Audit Update	Monthly Treasurer's Report for May 2022	Monthly Treasurer's Report for June 2022	Internal Audit Update	Monthly Treasurer's Report for August 2022	Monthly Treasurer's Report for September 2022	Internal Audit Update	Monthly Treasurer's Report for November 2022
OPEB & Pension Section 115 Trust Performance Report for Quarter Ending December 31, 2021	Budget Format Review		OPEB & Pension Section 115 Trust Performance Report for Quarter Ending March 31, 2022	Budget Format Review	Monthly Treasurer's Investment Report for May 2022	OPEB & Pension Section 115 Trust Performance Report for Quarter Ending June 30, 2022	External Audit Subcommittee and RFP Kickoff	Monthly Treasurer's Investment Report for August 2022	OPEB & Pension Section 115 Trust Performance Report for Quarter Ending September 30, 2022	ACFR and AUP Draft Review/Update	Monthly Treasurer's Investment Report for November 2022
Review of FY 2020-21 ACFR and Supplemental Reports			Annual Review of City Investment Policy	Monthly Treasurer's Report for April 2022	Proposed FY 2022-23 Internal Audit Work Plan	Monthly Treasurer's Investment Report for June 2022	Monthly Treasurer's Report for July 2022		Annual Review of Pension and OPEB Trust Investment Policy	Monthly Treasurer's Report for October 2022	
			Committee Input to Independent Auditor on Interim Audit and AUP Engagements	Monthly Treasurer's Investment Report for April 2022	Budget Format Review	Budget Format Review (Fund Balance Policy)	Monthly Treasurer's Investment Report for July 2022		Monthly Treasurer's Investment Report for September 2022	Monthly Treasurer's Investment Report for October 2022	
			Follow-up on Previous Fiscal Year Management Letter Items and Management Responses			Budget Format Review (OpenGov Data Sources)					

Summary of Duties – Powers – Responsibilities of Cupertino Audit Committee
<p><b>Source: Cupertino, CA Municipal Code, Chapter 2.88.100: Audit Committee</b></p> <p>The powers and functions of the Audit Committee shall be as follows:</p> <ul style="list-style-type: none"> <li>A: To review the annual audit report and management letter;</li> <li>B: To recommend appointment of auditors;</li> <li>C To review the monthly Treasurer's report;</li> <li>D To recommend a budget format;</li> <li>E To review City investment policies and internal controls of such policies</li> <li>F To recommend appointment of internal auditors;</li> <li>G To review internal audit reports (Ord 20-2208, § 1, 2020; Ord 1679, § 1 (part), 1995</li> </ul>