

### City of San Leandro

Meeting Date: May 16, 2016

**Staff Report** 

File Number: 16-232 Agenda Section: CONSENT CALENDAR

Agenda Number: 8.M.

TO: City Council

FROM: Chris Zapata

City Manager

BY: David Baum

**Finance Director** 

FINANCE REVIEW: David Baum

**Finance Director** 

TITLE: Staff Report for Resolution Approving the Investment Report for the Quarter

Ended March 31, 2016

#### SUMMARY AND RECOMMENDATIONS

Staff recommends that the City Council review and accept the investment report for the quarter ended March 31, 2016.

#### **OVERVIEW**

On March 31, 2016, the City's investment portfolio had a market value of \$98.5 million. Of the total \$98.5M, \$53.9 million was placed with the Local Agency Investment Fund (LAIF) bank accounts and \$44.6 million was placed in the Chandler Asset Management portfolio. In this quarter (January 2016) an additional \$5M was contributed to the portfolio and invested in ten new securities (five Treasury notes, four Agency notes and one corporate note), and \$2.6 million of maturing securities were reinvested and scheduled to mature from May 2018 through March 2020.

The rate of return for LAIF for the quarter was 0.46%, while the average book yield for the Chandler managed funds was 1.12%. The City's investment policy establishes three bases for the performance standard: the LAIF rate of return and the rate of return on 2-year and 5-year U.S. Treasury securities. Amounts invested in LAIF meet this performance standard. The Chandler managed funds average book yield was 1.12%, which exceeds the benchmark rate of return on the 2-year U.S. Treasury securities of 0.73%, and is close to the 5-year U.S. Treasury securities of 1.21%.

Amounts invested with LAIF are essentially liquid; funds can be withdrawn with minimal notice as City operations require. The rate of return earned by LAIF generally follows fixed income security rates.

The balance of the City's portfolio is with Chandler Asset Management. These investments range from one to four years in maturity. The report notes that the City is in compliance with

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all provisions of the City's Investment Policy, and the City is able to meet its cash obligations during the next six-month period. The basic strategy recommended by Chandler is to gradually lengthen the average maturity of the portfolio in order to gain higher interest rates. Staff is in agreement with this approach, and carefully monitors maturity dates to ensure that both short and long-term liquidity needs are met.

#### **ATTACHMENT**

#### **Attachment to Resolution**

Investment Report

PREPARED BY: David Baum, Finance Director, Finance



# City of San Leandro

Meeting Date: May 16, 2016

**Resolution - Council** 

File Number: 16-233 Agenda Section: CONSENT CALENDAR

**Agenda Number:** 

TO: City Council

FROM: Chris Zapata

City Manager

BY: David Baum

**Finance Director** 

FINANCE REVIEW: David Baum

**Finance Director** 

TITLE: RESOLUTION Accepting Investment Report for the Quarter Ended March 31,

2016 (reviews the activities of the City's investment portfolio)

WHEREAS, the City of San Leandro Quarterly Investment Report for the quarter ended March 31, 2016, a copy of which is attached, is presented to this Council; and

WHEREAS, the City Council is familiar with the contents thereof.

NOW, THEREFORE, the City Council of the City of San Leandro does RESOLVE as follows:

That said document is hereby accepted.





# **City of San Leandro** City Council Investment Report

**Quarter Ending** March 31, 2016





#### City of San Leandro March 31, 2016

#### **COMPLIANCE WITH INVESTMENT POLICY**

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 limitations	Complies		
Agency Issues	No limitations	Complies		
Supranationals	lssued by IBRD, IFC or IADB only; "AA" rated or higher by a NRSRO; 30% maximum; 10% max per issuer	Complies		
Municipal Securities	Issued by City of San Leandro and its Agencies	Complies		
Banker's Acceptances	"A" or higher by a NRSRO; 40% maximum; 30% per issuer; 180 days max maturity	Complies		
Commercial Paper	A-1/P-1 or highest rating by a NRSRO; Issuer rating by S&P and Moody's; Issuer must be a domestic corporation having assets in excess of \$500 million; 25% maximum; 10% per issuer; 270days max maturity	Complies		
Negotiable Certificates of Deposit (including CDARS)	30% maximum (including CDARS); FDIC Insured or Collateralized 110%	Complies		
Time Deposits (TD)/ Cerfiticates of Deposit (CD)	Collateralized 110%	Complies		
Medium Term Notes	"A" or better by a NRSRO; 30% maximum; Issuers must be corporations organized and operating in the U.S.	Complies		
Money Market Funds Highest rating by two NRSROs or SEC registered adviser with assets greater than \$500 million; 20% maximum		Complies		
Repurchase Agreements	20% maximum; 360 days max maturity; 102% collateralized; Not used by IA	Complies		
Reverse Repurchase Agreements	20% maximum; 92 days max maturity; Not used by IA	Complies		
LAIF	Maximum program limit; Not used by IA	Complies		
Maximum Maturity	5 years	Complies		

The City of San Leandro is able to meet its pool's expenditure requirement for the next six months.

### City of San Leandro

The investment goals of the City of San Leandro are to preserve principal, to provide liquidity, and to attain a rate of return commensurate with the City's investment risk constraints and cash flow needs. Furthermore, the City is able to meet its cash obligations during the next six-month period.

### **Investment Report Performance Objectives**

The performance objective for the City of San Leandro's portfolio managed by Chandler is to attain a rate of return greater than the benchmark 1-3 Year Treasury/Agency securities over a market cycle.

### Strategy

In order to achieve these objectives, the City of San Leandro invests in US Treasury securities, federal agency securities, high quality money market instruments and high quality corporate medium term notes in accordance with the City's investment policy and California Government Code Section 53600 et seq.



# **Portfolio Characteristics**

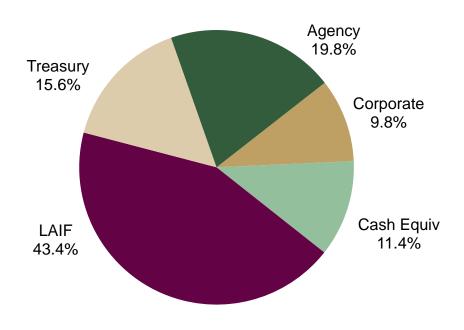
	3/31/2016	12/31/2015		
LAIF - City Pool #98-01-809	\$40,145,977	\$29,216,419		
LAIF - Successor Agency	2,624,038	2,621,611		
LAIF - RDA 1999 Bond Proceeds #11-01-001	0	0		
LAIF - RDA 2008 Bond Proceeds #11-01-038	0	0		
LAIF - Economic Development Agency	2	2		
Passbook/Checking Accounts	11,096,658	14,700,568		
Total LAIF and Bank Accounts	\$53,866,675	\$46,538,601		
Investment Portfolio Market Value	\$44,618,975	\$39,192,913		
Total Market Value	\$98,485,650	\$85,731,514		
LAIF Quarterly Apportionment Rate	0.46%	0.37%		
2 year US Treasury Yield to Maturity	0.73%	1.06%		
5 year US Treasury Yield to Maturity	1.21%	1.76%		
Investment Portfolio:				
Average Maturity (yrs)	1.76	1.65		
Modified Duration	1.72	1.62		
Average Book Yield	1.12%	1.04%		
Average Yield to Maturity at Market	0.82%	1.13%		
Average Quality S&P/Moody	AA/Aa1	AA/Aa1		

## **Portfolio Activity**

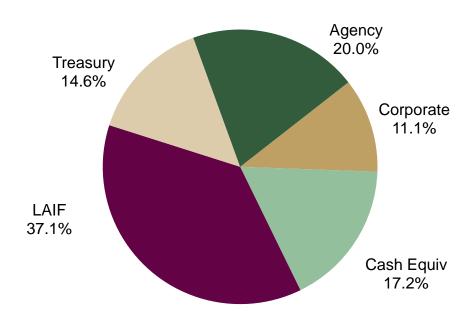
Four securities with a total par value of 2.60 million matured during the quarter; additionally \$5 million was contributed to the portfolio in January. The Chandler team reinvested the proceeds into a total of ten new securities, five Treasury notes, four Agency notes, and one Corporate note. The purchased securities ranged in maturity from May 2018 to March 2020. The current duration of the portfolio is 1.72, close to the 1-3 year Treasury and Agency benchmark.



Sector Distribution March 31, 2016



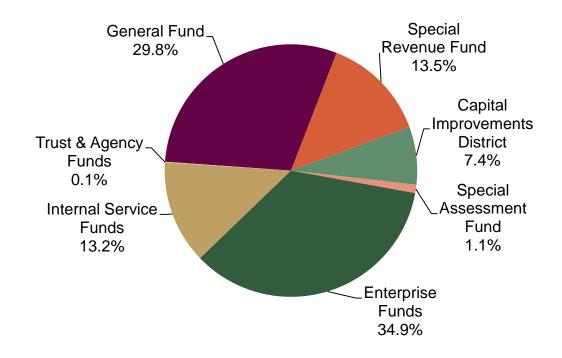
# **December 31, 2015**



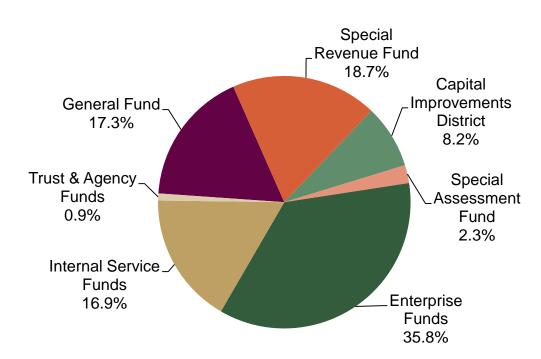


# **City Fund Allocation**

### March 31, 2016



### **December 31, 2015**





#### City of San Leandro Investments by All Types Active Investments March 31, 2016

LAF - Economic Development Agency	March 31, 2016									
SYSTIAL   LAIF - City Pool   Substant   Su	CUSIP	Issuer	Coupon		Par	Purchase Price			MVACC	
SYSTIN   LAIF - Successor Agentory   Subtool		LAIF - City Pool			\$40 145 977 23	100,00000	\$40 145 977 23		\$40 145 977 23	
Passbook/Checking Accounts Public Funds Checking Public Funds Chec									\$2,624,037.75	
Passbook/Checking Accounts		LAIF - Economic Development Agency		-		-		_	\$2.34	
Public Funds Checking	Passbook/Ch	nocking Accounts		subtotal	\$42,770,017.32		\$42,770,017.32		\$42,770,017.32	
60939M104   COVT OBLIG MMF Federated Prime Value Chilg   Cap.	Passbook/CII	-		subtotal		100.00000		-		
1335GAPA Note FNMA										
0.7883.434   Non Apple Inc										
9.12828/90   Note US Treasury   1,750   31-May-16   76,000.00   100,1783   781,683.25   0.41   768,272.38   333737520   Note PFLEB   2,125   10-May-16   850,000.00   100,17840   401,005.50   0.71   402,1031	037833AH3								500,881.00	
33375500   Note PitLB									253,002.78	
3273FACVP   Note Pricing & Gamble Co										
9.32828RP   Note US Treasury									402,103.11	
0.2665WARP   Note American Honda Finance   1.125   07-Oct-16   475,000.00   100,17866   07-8   478,094.60   0.00									745,865.98	
31350GES Note PMMA  1.375 15-Nov-16 15-000.00 100.24442 100.00 100.24442 100.00 100.23891 100.23891										
0946708D9	3135G0ES8								656,810.99	
9.12828SCS Note US Transury									779,125.77	
674599CB9   Note Occidental Petroleum										
12725RAT9   Note Cisco Systems										
33335202B Note FHLB 3335602B Note FMAR 3135602B Note FMAR 3135607B Not	17275RAT9								501,904.78	
3135G0ZB2 9159HIDD (Callable Note Cont 4/15/2017 US Bancorp 1.650   20-April 7   1,000,000.00   99.94020   999.402.03   0.81   1,003,722.17   912828SY7 Note US Treasury 0.625   31-May-17   775,000.00   99.74035   773,057.43   0.84   776,173.67   913379D8   Note Us Treasury 0.625   31-May-17   775,000.00   99.74035   773,057.43   0.84   776,173.67   913379D8   Note Us Treasury 0.625   31-May-17   775,000.00   99.74035   773,057.43   0.84   776,173.67   913379D8   Note Us Treasury 0.625   31-May-17   775,000.00   99.7703   798,198.25   1.19   805,241.42   91333EVB1   Note Us Treasury 0.625   90.9408   90.9408   90.9408   90.9408   90.9408   913282BVA5   Note FFCB   1.125   22-Sep-17   475,000.00   99.97656   746,074.09   99.9408										
91159H1PJD Callable Note Cort 4/15/2017 US Bancorp 1,650 15-May-17 500,000.00 10,16932 500,846.81 1,48 605,741.67 1,910.00 10,16932 500,846.81 1,48 605,741.67 1,910.00 10,16932 500,846.81 1,48 605,741.67 1,910.00 1,910.										
9.13282877 Note US Treasury 0.625 31-May-17 775,000.00 99.74935 773,057.43 0.84 7776,173.67 313379D08 Note FHLB 1.000 01-Jun-17 800,000.00 99.77103 798,168.25 1.19 805,241.42 313379D08 Note FHLB 1.000 021-Jun-17 800,000.00 99.77103 798,168.25 1.19 805,241.42 43126EA45 Note FHLB 1.000 021-Jun-17 800,000.00 99.77103 798,168.25 1.19 805,241.42 43126EA45 Note FHLB 1.000 021-Jun-17 800,000.00 99.77103 798,168.25 1.19 805,241.42 43126EA45 Note FHLB 1.000 021-Jun-17 800,000.00 99.77103 798,168.25 1.19 805,241.42 94.48 100.673.08 10.673.08 10.94 804,290.40 43126EA45 Note US Treasury 0.625 31-Aug-17 475,000.00 100.62349 477.466.58 1.61 480,859.49 43133EDVIS Note FFCB 1.125 02-Sep-17 750,000.00 99.87656 749,074.21 1.21 754,386.19 1.333EDVIS Note FFCB 1.125 02-Sep-17 750,000.00 99.87656 749,074.21 1.22 754,386.19 1.333EDVIS Note FFCB 1.125 02-Sep-17 750,000.00 99.87656 749,074.21 1.21 754,386.19 1.333EDVIS Note FFCB 1.125 02-Sep-17 750,000.00 99.87656 749,074.21 1.22 754,386.19 1.22 74005EA7 1.000 1.000 99.87666 749,074.21 1.22 754,386.19 1.000 99.87666 749,074.21 1.22 754,3				•						
313379DBS Note FHLIB		Note US Treasury		31-May-17	775,000.00	99.74935	773,057.43		776,173.67	
3137EADJS   Note FHLMC   1,000   28-Jul-17   800,000,00   100,08414   800,673.08   0.94   804,289.46   3134EADS   Note US Treasury   0.625   31-Aug-17   475,000,00   100,08414   477,486.58   1.61   480,895.49   3128ZBTMZ   3134EDVAS   Note US Treasury   0.625   31-Aug-17   825,000,00   99.56727   821,429.96   0.94   824,449.81   3134EDVAS   Note FFCB   1.150   10-Ct-17   775,000,00   100,18989   776,471.62   1.02   783,542.45   3134EDVAS   Note Oracle Corp   1.200   15-Ct-17   400,000,00   99.98698   399,796,72   1.32   404,548.54   340,740.57										
48126FAA5 Note JP Morgan 2.000 15-Aug-17 475.000.00 100.52349 477.486.58 1.61 480.885.49 4912828TM2 Note JF Treasury 0.625 31-Aug-17 825.000.00 99.56727 821.42.99 6.94 824.449.30 3133EDVJ 3133EDVJ 313EDVJ 31.50 Note FFCB 1.125 22-Sep-17 750.000.00 99.87655 749.074.21 1.21 754.386.19 3133EDXA5 Note FFCB 1.126 10-Oct-17 775.000.00 100.18989 776.471.62 1.02 783.542.44 68389XAN5 Note Oracle Corp 1.200 15-Oct-17 450.000.00 99.94918 399.796.72 1.23 404.548.53 6005874 Note JP Treasury 1.000 15-Oct-17 450.000.00 99.94918 399.796.72 1.23 404.548.53 6005874 Note JP Treasury 1.000 16.00										
3133EDVU3 Note FFCB 1.125 22-Sep-17 750,000.00 99,87656 749,074.21 1.21 754,386.19 3133EDXAS Note FFCB 1.150 10-C-01-17 75,000.00 100.18989 776,471.62 1.02 78,542.44 68389XAN5 Note Oracle Corp 1.200 15-C-01-17 400,000.00 99,94918 399,796.72 1.23 404,548.53 674,74005PBC7 Note Praxisir 1.050 07+Nov-17 450,000.00 99,94918 399,796.72 1.23 404,548.53 674,74005PBC7 Note Praxisir 1.050 07+Nov-17 450,000.00 99,94918 399,796.72 1.23 404,548.53 674,74005PBC7 Note Praxisir 1.050 07+Nov-17 450,000.00 99,94918 399,796.72 1.23 404,548.53 674,74005PBC7 Note Praxisir 1.050 07+Nov-17 450,000.00 99,56827 1.015,596.36 0.89 1.020,508.38 1056764AAS Callable Note Cont 11/5/17 Chevron Corp 1.164 05-Dec-17 650,000.00 99,56827 1.015,596.36 0.89 1.020,508.34 40428HPH9 Note HSBC USA Inc 1.625 16-Jan-18 500,000.00 100.03784 500,189.18 1.60 500,824.71 Note John Dece Capital Corp 1.350 16-Jan-18 500,000.00 100.03784 500,189.18 1.60 500,824.71 Note John Dece Capital Corp 1.500 16-Jan-18 700,000.00 100.23784 500,149.18 1.60 500,824.71 Note US Treasury 0.875 31-Jan-18 1.157,000.00 99,4321 1.169,632.66 1.13 1.179,752.10 1.335GOTG8 Note FMMA 0.875 31-Jan-18 1.157,000.00 99,46286 959,816.57 1.16 967,004.63 13133F3AA41 915,000.00 15-Feb-18 1.000,000.00 99,46286 959,816.57 1.16 967,004.63 13133F3A43 Note FHLMC 0.875 07+Mar-18 965,000.00 99,46286 959,816.57 1.16 967,004.63 13133F3A43 912222BLS Note FMMA 0.875 02-Apr-18 128,000.00 100.02887 128,036.95 1.16 130,609.13 1335GOV18 Note US Treasury 0.750 15-Apr-18 800,000.00 99,4826 959,816.57 1.16 967,004.63 1335GOV18 Note FMMA 0.875 12-Mar-18 18,000.00 99,4826 959,816.57 1.16 967,914.85 Note FMLB 1.126 02-Apr-18 128,000.00 99,4826 959,816.57 1.16 967,914.85 Note FMMA 0.875 12-Mar-18 18,000.00 99,4826 959,816.57 1.16 967,914.85 Note FMMA 0.875 12-Mar-18 18,000.00 99,4826 959,816.57 1.16 967,914.85 Note FMMA 0.875 12-Mar-18 18,000.00 99,4826 959,816.57 1.16 967,914.85 Note FMLB 0.126 0.1									480,895.49	
3133EDAPS Note FFCB 63898YANF) Note Oracle Corp 1.20 15-Cerl-17 40,000.00 99.4918 399.796.72 1.23 404.548.53 74,005.00 1.00 15.00.00 1.00 1.00.18989 776.471.62 1.02 783.542.44 68389YANF) Note Oracle Corp 1.20 15-Cerl-17 450,000.00 99.89418 399.796.72 1.23 404.548.53 74,005.00 1.00 19.80 1.00 1.00 1.00 1.00 1.00 1.00 1.00 1									824,449.30	
63389XAN5										
74005PBCT										
166764AAB Callable Note Cont 11/s/17 Chevron Corp 1.104 05-Dec-17 850,000.00 99.28822 645,377.35 1.54 851.186.47 244422EST7 Note JABRC USA Inc 1.625 16-Jan-18 500,000.00 100.03784 500.189.18 1.60 500.824.71 24422EST7 Note John Deere Capital Corp 1.550 16-Jan-18 500,000.00 100.03835 500.446.73 1.30 502.548.25 912828UJ7 Note US Treasury 0.875 912828UJ7 Note US Treasury 0.875 912828UJ7 Note US Treasury 0.875 91282B17 Note US Treasury 0.875 91282B181 Note FHLM 0.875 0.875 0.875 0.876 0.875 0.876 0.875 0.876 0.875 0.876 0.876 0.875 0.876 0			1.050						450,244.80	
40428HPH9 Note HSBC USA Inc 1.625 16-Jan-18 500.000.00 100.03784 500.189.18 1.60 500.284.75 94974BFG0 94974BFG0 94974BFG0 Note Wells Fargo Corp 1.500 16-Jan-18 700.000.00 100.03935 500.466.73 1.30 502.548.25 94974BFG0 Note Wells Fargo Corp 1.500 16-Jan-18 700.000.00 100.21113 701,477.91 1.38 706,297.90 912828UI7 Note US Treasury 0.875 31-Jan-18 1,175,000.00 99.54321 1,169,632.66 1.13 1,179,752.10 3135GOTGS Note FINA Note Callable Note Cont 2/10/2018 Charles Schwab Corp Note US Treasury Note FINA Note US Treasury Note FINA Note US Treasury Note FINA Note FINA Note US Treasury Note FINA Note FINA Note FINA Note US Treasury Note										
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3135GOTG8 Note PMMA Note US Treasury Not									706,297.90	
912828H94 Note US Treasury 1.000 15-Fb-18 1,000.000.00 99.9864.1 999.684.14 1.02 1,005.990.74 131378A91 Note FHLMC 0.875 07-Mar-18 965,000.00 99.46286 959,816.57 1.16 967,004.63 131378A43 Note FHLB 1.276 09-Mar-18 800,000.00 100.19808 801,584.61 1.27 809,456.22 808513AK1 0.2161ble Note Cont 2/10/2018 Charles Schwab Corp 1.500 10-Mar-18 500,000.00 100.07360 500,368.00 1.46 503,518.00 Note US Treasury 1.000 15-Mar-18 500,000.00 100.07360 500,368.00 1.46 503,518.00 Note General Electric Capital Corp 1.625 02-Apr-18 128,000.00 100.02887 128,036.95 1.61 130,609.13 128,036.95 1.61 130,609.13 128,036.95 1.61 130,609.13 128,036.95 1.61 130,609.13 128,036.95 1.61 130,609.13 128,036.95 1.61 130,609.13 128,036.95 1.61 130,609.13 128,036.95 1.62 1.40 130,609.13 128,036.95 1.62 1.40 130,609.13 128,036.95 1.40 128,03										
3137FADP1										
Substitute   Sub		Note FHLMC	0.875		965,000.00		959,816.57		967,004.63	
912828I68 Note US Treasury 1.000 15-Mar-18 500,000.00 99.92130 499,606.49 1.04 502,672.48 3069626W9 Note General Electric Capital Corp 1.625 02-Apr-18 128,000.00 100.02887 128,036.95 1.61 130,609.13 802,488.89 Note US Treasury 0.750 15-Apr-18 800,000.00 99.84025 798,722.01 0.83 802,488.89 Note Qualcomm Inc 1.400 18-May-18 550,000.00 99.44816 546,964.90 1.66 555,582.19 13135G0W18 Note FNMA 0.875 21-May-18 1,050,000.00 99.28235 1,042,464.68 1.22 1,054,608.16 313379DT3 Note FNIB 1.250 08-Jun-18 650,000.00 99.72076 651,864.08 1.12 657,951.85 912828XK1 Note US Treasury 0.875 15-Jul-18 725,000.00 99.72076 722,975.52 1.00 727,673.04 1335G0B23 Note FNIMA 1.125 20-Jul-18 400,000.00 100.08825 400,353.00 1.09 403,716.30 06406HCL1 Callable Note Cont 7/2/2018 Bank of New York 2.100 01-Aug-18 500,000.00 100.58164 502,908.22 1.83 509,263.50 1330A6AF7 Note FHLB 1.125 14-Sep-18 1,300,000.00 100.36674 978,757.70 0.97 980,396.87 1912828L40 Note US Treasury 1.000 15-Sep-18 1,300,000.00 100.6803 1,300,884.41 0.97 1,306,796.34 912828L81 Note US Treasury 0.875 15-Oct-18 1,000,000.00 100.6803 1,300,884.41 0.97 1,306,602.30 13376BR5 Note FHLB 1.750 14-Dec-18 1,000,000.00 101.23270 455,547.14 1.51 462,043.90 133376BR5 Note FHLB 1.750 14-Dec-18 1,000,000.00 99.95355 999,535.50 1.27 1,015,016.52 13133782M2 Note US Treasury 1.250 15-Dec-18 1,000,000.00 99.95355 999,535.50 1.27 1,015,016.52 13133782M2 Note US Treasury 1.250 15-Dec-18 1,000,000.00 99.95355 999,535.50 1.27 1,015,016.52 13133782M2 Note US Treasury 1.250 01-Aug-19 775,000.00 101.23525 784,573.20 1.07 788,573.20 13135G0E6 Note FNIMA 1.750 20-Jun-19 1,000,000.00 99.05048 445,727.17 1.54 454,589.25 1313782M2 Note US Treasury 1.250 01-Aug-19 450,000.00 99.05048 445,727.17 1.54 454,589.25 1313782M2 Note US Treasury 1.250 01-Aug-19 450,000.00 99.05048 445,727.17 1.54 454,589.25 1313782M2 Note US Treasury 1.250 01-Aug-19 450,000.00 98.30133 983,013.30 1.57 1,001,788.73 13782M2 Note US Treasury 1.250 01-Aug-19 450,000.00 98.30133 983,013.30 1.57 1,001,788.73 13782M2 Note US Treasury 1.									809,456.22	
3696266W9 Note General Electric Capital Corp 1.625 02-Apr-18 126,000.00 100.02887 126,036.95 1.61 130,609.13 912828K25 Note US Treasury 0.750 15-Apr-18 800,000.00 99.44816 546,964.90 1.66 555,582.19 13155G0W8 Note Gualcomm Inc 1.400 18-May-18 550,000.00 99.44816 546,964.90 1.66 555,582.19 13155G0W8 Note FNMA 0.875 21-May-18 1,050,000.00 99.28235 1,042,464.68 1.22 1,054,608.16 1313379DT3 Note FHLB 1.250 08-Jun-18 650,000.00 100.28678 651,864.08 1.12 657,951.85 912828XK1 Note US Treasury 0.875 15-Jul-18 725,000.00 99.72076 722,975.52 1.00 727,673.04 1.01 1.01 1.01 1.01 1.01 1.01 1.01 1										
747525AG8 Note Qualcomm Inc 1.400 18-May-18 550,000.00 99.44816 546,964.90 1.66 555,582.19 3135GOWB Note FNMA 0.875 21-May-18 1,050,000.00 99.28235 1,042,464.68 1.22 1,054,668.43 1313379DT3 Note FHLB 1.250 08-Jun-18 650,000.00 100.28678 651,864.08 1.12 657,951.85 11.2828XK1 Note US Treasury 0.875 15-Jul-18 725,000.00 99.72076 722,975.52 1.00 727,673.04 3135GOE33 Note FNMA 1.125 20-Jul-18 400,000.00 100.08825 400,353.00 1.09 403,716.30 1.09 40									130,609.13	
3135G0WJ8 Note FNIMA 0.875 21-May-18 1,050,000.00 99.28235 1,042,464.68 1.22 1,054,608.16 313379DT3 Note FHLB 1.250 08-Jun-18 650,000.00 100.28678 651,864.08 1.12 657,951.85 912828K1 Note US Treasury 0.875 15-Jul-18 725,000.00 99.72076 722,975.52 1.00 727,673.04 3135G0E33 Note FNIMA 1.125 20-Jul-18 400,000.00 100.08825 400,353.00 1.09 403,716.30 1.3130A6AE7 Note FHLB 1.251 14-Sep-18 975,000.00 100.586164 502,908.22 1.83 509,263.50 3130A6AE7 Note US Treasury 1.000 15-Sep-18 1,300,000.00 100.68603 1,300,884.41 0.97 1,306,796.34 1.32828L81 Note US Treasury 0.875 15-Oct-18 1,000,000.00 100.6803 1,300,884.41 0.97 1,306,796.34 1.335G8FAY Note Toyota Motor Credit Corp 2.000 24-Oct-18 450,000.00 101.23270 455,547.14 1.51 462,043.90 313376BR5 Note FHLB 1.750 14-Dec-18 1,000,000.00 101.23270 455,547.14 1.51 462,043.90 313376BR5 Note FHLB 1.750 14-Dec-18 1,000,000.00 99.95355 999,535.50 1.27 1,015,016.52 3135G0H63 Note FNIMA 1.375 28-Jan-19 1,000,000.00 99.99057 999,905.68 1.38 1,015,435.25 3135G0ZE6 Note FNIMA 1.750 20-Jun-19 1,000,000.00 101.23525 784,573.20 1.07 788,578.26 912828C65 Note US Treasury 1.625 31-Mar-19 1,000,000.00 101.23525 784,573.20 1.07 788,578.26 912828C65 Note US Treasury 1.550 02-Oct-19 850,000.00 101.18516 1,011,851.62 1.37 1,027,230.72 3137EADK8 Note FNIMA 1.750 20-Jun-19 1,000,000.00 99.90548 445,727.17 1.54 454,589.25 3137EADK8 Note FNIMA 1.750 20-Jun-19 1,000,000.00 99.90548 445,727.17 1.54 454,589.25 3137EADK8 Note FNIMA 1.750 20-Jun-19 450,000.00 99.90548 445,727.17 1.54 454,589.25 3137EADK8 Note FNIMA 1.750 31-Mar-20 1,000,000.00 99.90548 445,727.17 1.54 454,589.25 3137EADK8 Note FNIMA 1.750 31-Mar-20 1,000,000.00 99.90548 445,727.17 1.54 454,589.25 3137EADK8 Note FNIMA 1.250 01-Aug-19 450,000.00 99.90548 445,727.17 1.54 454,589.25 3137EADK8 Note FNIMA 1.250 01-Aug-19 450,000.00 99.90548 445,727.17 1.54 454,589.25 3137EADK8 Note FNIMA 1.250 01-Aug-19 450,000.00 99.90548 445,727.17 1.54 454,589.25 3137EADM8 Note US Treasury 1.125 01-Aug-19 450,000.00 99.90548 445,727.17 1.54 454,589.25 3137EA									802,488.89	
313379DT3 Note FHLB 1.250 08-Jun-18 650,000.00 100.28678 651,864.08 1.12 657,951.85 912828XK1 Note US Treasury 0.875 15-Jul-18 725,000.00 99.72076 722,975.52 1.00 727,673.04 3135G0E33 Note FNMA 1.125 20-Jul-18 400,000.00 100.08825 400,353.00 1.09 403,716.30 06406HCL1 Callable Note Cont 7/2/2018 Bank of New York 2.100 01-Aug-18 500,000.00 100.58164 502,908.22 1.83 509,263.50 3130A6AE7 Note FHLB 1.125 14-Sep-18 975,000.00 100.36674 978,575.70 0.97 980,396.87 912828140 Note US Treasury 1.000 15-Sep-18 1,300,000.00 100.06803 1,300,884.41 0.97 1,306,796.34 912828141 Note US Treasury 0.875 15-Oct-18 1,000,000.00 99.29590 992,958.99 1.16 1,005,602.30 89236TAY1 Note Toyota Motor Credit Corp 2.000 24-Oct-18 450,000.00 101.032270 455,547.14 1.51 462,043.90 313376BR5 Note FHLB 1.750 14-Dec-18 1,000,000.00 101.06342 1,010,634.19 1.35 1,028,470.39 912828N22 Note US Treasury 1.250 15-Dec-18 1,000,000.00 99.99505 999,535.50 1.27 1,015,016.52 3133782M2 Note FMLB 1.350 08-Mar-19 775,000.00 101.23255 784,573.20 1.07 788,578.26 912828C65 Note FMMA 1.375 28-Jan-19 1,000,000.00 101.23525 784,573.20 1.07 788,578.26 912828C65 Note US Treasury 1.625 31-Mar-19 1,000,000.00 100.77598 1,007,759.82 1.36 1,021,685.40 3137EADK2 Note FHLMC 1.250 01-Aug-19 450,000.00 99.05048 445,727.17 1.54 454,549.25 3137EADM8 Note FHLMC 1.250 01-Aug-19 450,000.00 98.30133 983,013.30 1.57 1,001,788.73										
912828XX1 Note US Treasury 0.875 15-Jul-18 725,000.00 99.72076 722,975.52 1.00 727,673.04 3135GDE33 Note FNMA 1.125 20-Jul-18 400,000.00 100.08825 400,353.00 1.09 403,716.30 6406HCL1 Callable Note Cont 7/2/2018 Bank of New York 2.100 01-Aug-18 500,000.00 100.58164 502,908.22 1.83 509,263.50 3130A6AE7 Note FHLB 1.125 14-Sep-18 975,000.00 100.36674 978,575.70 0.97 980,396.87 912828L81 Note US Treasury 1.000 15-Sep-18 1,300,000.00 100.06803 1,300,884.41 0.97 1,306,796.34 912828L81 Note US Treasury 0.875 15-Oct-18 1,000,000.00 99.29590 992,958.99 1.16 1,005,602.30 982,935TAY1 Note Toyota Motor Credit Corp 2.000 24-Oct-18 450,000.00 101.23270 455,547.14 1.51 462,043.90 313376BR5 Note FHLB 1.750 14-Dec-18 1,000,000.00 99.95355 999,535.50 1.27 1,015,016.52 31353C0H63 Note FNMA 1.375 28-Jan-19 1,000,000.00 99.99057 999,905.68 1.38 1,015,435.25 3133782M2 Note US Treasury 1.625 31-Mar-19 1,000,000.00 101.23525 784,573.20 1.07 788,578.26 912828C5 Note US Treasury 1.625 31-Mar-19 1,000,000.00 101.23525 784,573.20 1.07 788,578.26 912828C5 Note FNMA 1.750 20-Jun-19 1,000,000.00 101.7598 1,007,759.82 1.36 1,021,685.40 3137EADK2 Note FHLMC 1.250 01-Aug-19 450,000.00 101.18516 1,011,851.62 1.37 1,027,230.72 3137EADM8 Note FHLMC 1.250 02-Oct-19 850,000.00 98.30133 983,013.30 1.57 1,001,788.73 subtotal \$40,488,000.00 \$41,977,095.47 \$44,618,975.47									657,951.85	
06406HCL1 Callable Note Cont 7/2/2018 Bank of New York 2.100 01-Aug-18 500,000.00 100.58164 502,908.22 1.83 509,263.50 3130A6AE7 Note FHLB 1.125 14-Sep-18 975,000.00 100.36674 978,575.70 0.97 980,396.87 912828L81 Note US Treasury 1.000 15-Sep-18 1,300,000.00 100.06803 1,300,884.41 0.97 1,306,796.23 912828L81 Note US Treasury 0.875 15-Oct-18 1,000,000.00 99.29590 992,958.99 1.16 1,005,602.30 89236TAY1 Note Toyota Motor Credit Corp 2.000 24-Oct-18 450,000.00 101.23270 455,547.14 1.51 462,043.90 313376BR5 Note FHLB 1.750 14-Dec-18 1,000,000.00 99.95355 999.535.50 1.27 1,015,016.52 3133782M2 Note US Treasury 1.250 15-Dec-18 1,000,000.00 99.99555 999.535.50 1.27 1,015,016.52 3133782M2 Note FHLB 1.500 08-Mar-19 775,000.00 101.23255 784,573.20 1.07 788,578.26 912828055 Note US Treasury 1.625 31-Mar-19 1,000,000.00 100.77598 1,007,759.82 1.36 1,021,685.40 3137EADK2 Note FHLMC 1.250 01-Aug-19 450,000.00 99.950548 445,727.17 1.54 454,589.25 3137EADM8 Note FHLMC 1.250 01-Aug-19 450,000.00 99.80133 983,013.30 1.57 1,001,788.73			0.875			99.72076		1.00	727,673.04	
3130A6AE7 Note FHLB 1.125 14-Sep-18 975,000.00 100.36674 978,575.70 0.97 980,396.87 912828140 Note US Treasury 1.000 15-Sep-18 1,300,000.00 100.06803 1,300,884.41 0.97 1,306,796.34 9238TAY1 Note US Treasury 0.875 15-Oct-18 1,000,000.00 99.29590 992,958.99 1.16 1,005,602.30 89236TAY1 Note Toyota Motor Credit Corp 2.000 24-Oct-18 450,000.00 101.23270 455,547.14 1.51 462,043.90 313376BR5 Note FHLB 1.750 14-Dec-18 1,000,000.00 99.95355 999,535.50 1.27 1,015,016.52 3133762M2 Note US Treasury 1.250 15-Dec-18 1,000,000.00 99.99535 999,935.50 1.27 1,015,016.52 3133782M2 Note FHLB 1.500 08-Mar-19 775,000.00 101.23525 784,573.20 1.07 788,578.26 912828055 Note US Treasury 1.625 31-Mar-19 1,000,000.00 100.77598 1,007,759.82 1.36 1,021,685.40 3135GOZE6 Note FNMA 1.750 20-Jun-19 1,000,000.00 101.18516 1,011,851.62 1.37 1,027,230.75 3137EADK2 Note FHLMC 1.250 01-Aug-19 450,000.00 99.905048 445,727,17 1.54 454,589.25 3137EADM8 Note FHLMC 1.250 02-Oct-19 850,000.00 98.30133 983,013.30 1.57 1,001,788.73 subtoal \$40,488,000.00 \$8.30133 983,013.30 1.57 1,001,788.73										
912828L40 Note US Treasury 1.000 15-Sep-18 1,300,000.00 100.06803 1,300,884.41 0.97 1,306,796.34 912828L81 Note US Treasury 0.875 15-Oct-18 1,000,000.00 99.29590 992.958.99 1.16 1,005,602.30 131376BR5 Note FHLB 1.750 14-Dec-18 1,000,000.00 101.23270 455,547.14 1.51 462,043.90 1313376BR5 Note FHLB 1.750 14-Dec-18 1,000,000.00 101.06342 1,010,634.19 1.35 1,028,470.39 12828N22 Note US Treasury 1.250 15-Dec-18 1,000,000.00 99.95355 999,535.50 1.27 1,015,016.52 1313376BR5 Note FNMA 1.375 28-Jan-19 1,000,000.00 99.99057 999,905.68 1.38 1,015,435.25 13133782M2 Note FHLB 1.500 08-Mar-19 775,000.00 101.23275 784,573.20 1.07 788,578.26 12828C65 Note US Treasury 1.625 31-Mar-19 1,000,000.00 100.77598 1,007,759.82 1.36 1,021,685.40 3135G0ZE6 Note FNMA 1.750 20-Jun-19 1,000,000.00 101.18516 1,011,851.62 1.37 1,027,230.72 3137EADK2 Note FHLMC 1.250 01-Aug-19 450,000.00 99.05048 445,727.17 1.54 454,589.25 13137EADM8 Note FHLMC 1.250 01-Aug-19 450,000.00 99.05048 445,727.17 1.54 454,589.25 13137EADM8 Note FHLMC 1.250 01-Aug-19 850,000.00 98.30133 983,013.30 1.57 1,001,788.73 subtotal \$40,488,000.00 \$41,977,095.47 \$44,618,975.47										
89236TAY1         Note Toyota Motor Credit Corp         2.000         24-Oct-18         455,000.00         101.23270         455,547.14         1.51         462,043.90           313376BRS         Note FHLB         1.750         14-Dec-18         1,000,000.00         101.06342         1,010,634.19         1.35         1,028,470.39           912828N22         Note US Treasury         1.250         15-Dec-18         1,000,000.00         99.95355         999,535.50         1.27         1,015,016.32.52           3133782M2         Note FNMA         1.375         28-Jan-19         1,000,000.00         99.99057         999,905.68         1.38         1,015,435.25           3133782M2         Note FHLB         1.500         08-Mar-19         775,000.00         101.23525         784,573.20         1.07         788,578.26           912828C65         Note US Treasury         1.625         31-Mar-19         1,000,000.00         100.77598         1,007,759.82         1.36         1,021,685.40           3137EADK2         Note FHLMC         1.250         01-Aug-19         450,000.00         99.05048         445,727.17         1.54         454,589.25           3137EADM8         Note FHLMC         1.250         02-Oct-19         850,000.00         100.16262         851,382.26	912828L40				•				1,306,796.34	
313376BR5         Note FHLB         1.750         14-Dec-18         1,000,000.00         101.06342         1,010,634.19         1.35         1,028,470.39           912828N22         Note US Treasury         1.250         15-Dec-18         1,000,000.00         99.95355         999,535.50         1.27         1,015,016.52           3133782M2         Note FNMA         1.375         28-Jan-19         1,000,000.00         99.99057         999,905.68         1.38         1,015,435.25           3133782M2         Note FHLB         1.500         08-Mar-19         775,000.00         101.23525         784,573.20         1.07         788,578.26           912828C65         Note US Treasury         1.625         31-Mar-19         1,000,000.00         100.77598         1,007,759.82         1.36         1,021,685.40           3137EADK2         Note FNMA         1.750         20-Jun-19         1,000,000.00         101.1851.6         1,011,851.62         1.37         1,027,230.72           3137EADK2         Note FHLMC         1.250         01-Aug-19         450,000.00         99.05048         445,727.17         1.54         454,589.25           3137EADM8         Note FLIMC         1.250         02-Oct-19         850,000.00         100.16262         851,382.26         1.20									1,005,602.30	
912828N22 Note US Treasury 1.250 15-Dec-18 1,000,000.00 99.95355 999,535.50 1.27 1,015,016.52 313560H63 Note FNMA 1.375 28-Jan-19 1,000,000.00 99.99057 999,905.68 1.38 1,015,435.25 3133782M2 Note FHLB 1.500 08-Mar-19 775,000.00 101.23525 784,573.20 1.07 788,578.26 912828C65 Note US Treasury 1.625 31-Mar-19 1,000,000.00 100.77598 1,007,759.82 1.36 1,021,685.40 3135G0ZE6 Note FNMA 1.750 20-Jun-19 1,000,000.00 101.18516 1,011,851.62 1.37 1,027,230.72 3137EADK2 Note FHLMC 1.250 01-Aug-19 450,000.00 99.05048 445,727.17 1.54 454,589.25 3137EADM8 Note FHLMC 1.250 02-Oct-19 850,000.00 100.16262 851,382.26 1.20 858,942.24 912828UV0 Note US Treasury 1.125 31-Mar-20 1,000,000.00 98.30133 983,013.30 1.57 1,001,788.73										
3135G0H63         Note FNMA         1.375         28-Jan-19         1,000,000.00         99.99057         999,905.68         1.38         1,015,435.25           3133782M2         Note FHLB         1.500         08-Mar-19         775,000.00         101.23525         784,573.20         1.07         788,578.26           912828C65         Note US Treasury         1.625         31-Mar-19         1,000,000.00         100.77598         1,007,759.82         1.36         1,021,685.40           3137EADK2         Note FNMA         1.750         20-Jun-19         1,000,000.00         101.18516         1,011,851.62         1.37         1,027,230.72           3137EADK2         Note FHLMC         1.250         01-Aug-19         450,000.00         99.05048         445,727.17         1.54         454,589.25           3137EADM8         Note FHLMC         1.250         02-Oct-19         850,000.00         100.16262         851,382.26         1.20         858,942.24           912828UV0         Note US Treasury         1.125         31-Mar-20         1,000,000.00         98.30133         983,013.30         1.57         1,001,788.73										
912828C65 Note US Treasury 1.625 31-Mar-19 1,000,000.00 100.77598 1,007,759.82 1.36 1,021,685.40 3135G0ZE6 Note FNMA 1.750 20-Jun-19 1,000,000.00 101.18516 1,011,851.62 1.37 1,027,230.72 3137EADK2 Note FHLMC 1.250 01-Aug-19 450,000.00 99.05048 445,727.17 1.54 454,589.72 3137EADM8 Note FHLMC 1.250 02-Oct-19 850,000.00 100.16262 851,382.26 1.20 858,942.24 912828UV0 Note US Treasury 1.125 31-Mar-20 1,000,000.00 98.30133 983,013.30 1.57 1,001,788.73 subtotal \$40,488,000.00 \$41,977,095.47 \$44,618,975.47	3135G0H63	Note FNMA	1.375	28-Jan-19	1,000,000.00	99.99057	999,905.68	1.38	1,015,435.25	
3135G0ZE6         Note FNMA         1.750         20-Jun-19         1,000,000.00         101.18516         1,011,851.62         1.37         1,027,230.72           3137EADK2         Note FHLMC         1.250         01-Aug-19         450,000.00         99.05048         445,727.17         1.54         454,589.25           3137EADM8         Note FHLMC         1.250         02-Oct-19         850,000.00         100.16262         851,382.26         1.20         858,942.24           912828UV0         Note US Treasury         1.125         31-Mar-20         1,000,000.00         98.30133         983,013.30         1.57         1,001,788.73           subtotal         \$40,488,000.00         \$41,977,095.47         \$44,618,975.47					•				788,578.26	
3137EADK2         Note FHLMC         1.250         01-Aug-19         450,000.00         99.05048         445,727.17         1.54         454,589.25           3137EADM8         Note FHLMC         1.250         02-Oct-19         850,000.00         100.16262         851,382.26         1.20         858,942.24           912828UV0         Note US Treasury         1.125         31-Mar-20         1,000,000.00         98.30133         983,013.30         1.57         1,001,788.73           subtotal         \$40,488,000.00         \$41,977,095.47         \$44,618,975.47										
3137EADM8 Note FHLMC 1.250 02-Oct-19 850,000.00 100.16262 851,382.26 1.20 858,942.24 912828UV0 Note US Treasury 1.125 31-Mar-20 1,000,000.00 98.30133 983,013.30 1.57 1,001,788.73 subtotal \$40,488,000.00 \$41,977,095.47 \$44,618,975.47									454,589.25	
subtotal \$40,488,000.00 \$41,977,095.47 \$44,618,975.47		Note FHLMC	1.250	02-Oct-19	850,000.00	100.16262	851,382.26	1.20	858,942.24	
	912828UV0	Note US Treasury	1.125	31-Mar-20	1,000,000.00	98.30133	983,013.30	1.57	1,001,788.73	
Total \$94,354,675.02 \$95,843,770.49 \$98,485,650.49	subtotal \$40,488,000.00 \$41,977,095.47 \$44,618,975.						\$ 44,618,975.47			
				Total	\$ 94,354,675.02		\$ 95,843,770.49		\$ 98,485,650.49	