



Report to City Council

TO: Mayor and City Council

FROM: Brian Mohan, Assistant City Manager

AGENDA DATE: May 17, 2022

TITLE: RECEIPT OF QUARTERLY INVESTMENT REPORT FOR THE QUARTER ENDED MARCH 31, 2022

RECOMMENDED ACTION

Recommendation:

1. Receive and file the Quarterly Investment Report for quarter ended March 31, 2022, in compliance with the City's Investment Policy.

SUMMARY

The attached Quarterly Investment Report presents the City's cash and investments for the quarter that ended March 31, 2022. This report is in compliance with California Government Code Section 53646 regarding the reporting of detailed information on all securities, investments, and monies of the City, as well as the reporting of the market value of the investments held. All of the investments contained within the portfolio are in full compliance with the City's Investment Policy and Government Code Section 53601 as to the types of investments allowed. It is recommended that the City Council receive and file the attached Quarterly Investment Report.

DISCUSSION

The City maintains a portfolio of investments in order to earn interest on cash balances that are not currently required to fund operations. California Government Code Sections 53601 and 53646 establish the types of investments allowed, the governing restrictions on these investments, the third-party custodian arrangement for certain investments, and the reporting practices related to the portfolios of local agencies. In keeping with best practices, the City has implemented an Investment Policy, which was last reviewed by the City Council on April 7, 2020. The policy is in full compliance with the requirements of both of the above-mentioned Code Sections.

The attached Quarterly Investment Report presents the City’s cash and investments for the quarter that ended March 31, 2022. The report complies with California Government Code Section 53646 regarding the reporting of detailed information on all securities, investments, and monies of the City, as well as the reporting of the market value of the investments held. All of the investments contained within the portfolio are in full compliance with the City’s Investment Policy and Government Code Section 53601 as to the types of investments allowed. As stated in the attached report, there is more than adequate liquidity within the portfolio for the City to meet its budgeted expenditures over the next six months.

The City’s investment policy has set the primary goals of the portfolio management as Safety and Liquidity followed by Yield. The City’s cash flow requirements are evaluated on an ongoing basis, with short-term needs accommodated through the City’s pooled investment funds with the Local Agency Investment Fund (LAIF). LAIF is a pool of public funds managed by the State Treasurer of California, providing 24-hour liquidity while yielding a rate of return approximately equivalent to a one-year treasury bill. With the combined use of a conservative approach to evaluating cash flow needs and LAIF liquidity, the City will not have to liquidate securities at current market rates that are intended to be held for longer-term investment.

The table shows some of the key portfolio measures for the month.

	Portfolio Balance	Avg. Yield to Maturity Trends		
		Mar 2022	Feb 2022	Mar 2021
Investments	\$206,012,398	1.35%	1.34%	1.64%
LAIF	\$107,658,252	0.365%	0.278%	0.357%

Bond proceeds are held and invested by a Trustee. The investment of these funds is governed by an investment policy approved by the City Council as a part of the governing documents for each specific bond issue. Deferred Compensation Plan funds are not included in the report since these funds are held and invested by the respective plan administrators based on the direction of the participating employees. These funds are placed in a trust separate from City funds.

ALTERNATIVES

1. Receive and file the Quarterly Investment Report for March 31, 2022. **Staff recommends this alternative as it accomplishes timely investment reporting.**
2. Do not accept and file the Quarterly Investment Report and provide staff with additional direction. **Staff does not recommend this alternative as it will not accomplish timely investment reporting.**

FISCAL IMPACT

For additional information regarding the bond market, please see the attached Bond

Market Review provided by Chandler Asset Management.

NOTIFICATION

Publication of the agenda

PREPARATION OF STAFF REPORT

Prepared By:
Dena Heald
Deputy Finance Director

Department Head Approval:
Brian Mohan
Assistant City Manager/Chief Financial Officer/City
Treasurer

CITY COUNCIL GOALS

Revenue Diversification and Preservation. Develop a variety of City revenue sources and policies to create a stable revenue base and fiscal policies to support essential City services, regardless of economic climate.

CITY COUNCIL STRATEGIC PRIORITIES

1. Economic Development
2. Public Safety
3. Library
4. Infrastructure
5. Beautification, Community Engagement, and Quality of Life
6. Youth Programs

ATTACHMENTS

To view large attachments, please click your “bookmarks”  on the left hand side of this document for the necessary attachment.

1. Investment Report - March 2022

APPROVALS

Budget Officer Approval	<u>✓ Approved</u>	5/09/22 8:07 AM
City Attorney Approval	<u>✓ Approved</u>	
City Manager Approval	<u>✓ Approved</u>	5/09/22 8:44 AM

RESULT: **APPROVED BY CONSENT VOTE [UNANIMOUS]**
MOVER: Elena Baca-Santa Cruz, Council Member
SECONDER: David Marquez, Council Member
AYES: Delgado, Baca-Santa Cruz, Gutierrez, Marquez, Cabrera

CITY OF MORENO VALLEY

Treasurer's Cash and Investments Report

March 2022

General Portfolio	Cost Value	Market Value	Par Value	Average Maturity (in years)	Average Yield to Maturity	Average Duration (in years)
Bank Accounts	11,460,646	11,460,646	11,460,646			
State of California LAIF Pool	107,658,252	106,447,477	107,658,252	0.86	0.365%	
Investments	207,611,762	200,098,496	206,012,398	2.64	1.35%	2.55
Total General Portfolio	326,730,660	318,006,619	325,131,296			
Total Funds with Fiscal Agents		5,626,818				
Total Investment Portfolio		323,633,437				

1. I hereby certify that the investments are in compliance with the investment policy adopted by the City Council. There are no items of non-compliance for this period.
2. The market values for the investments in the General Portfolio are provided by the City's investment advisors.
3. The market value for LAIF is provided by the State Treasurer's Office.
4. The market values for investments held by fiscal agents are provided by each respective trustee or fiscal agent.
5. The City has the ability to meet its budgeted expenditures for the next six months pending any future action by City Council or any unforeseen catastrophic event.

/S/ Brian Mohan
City Treasurer

PORTFOLIO PERFORMANCE - 36 MONTH TREND

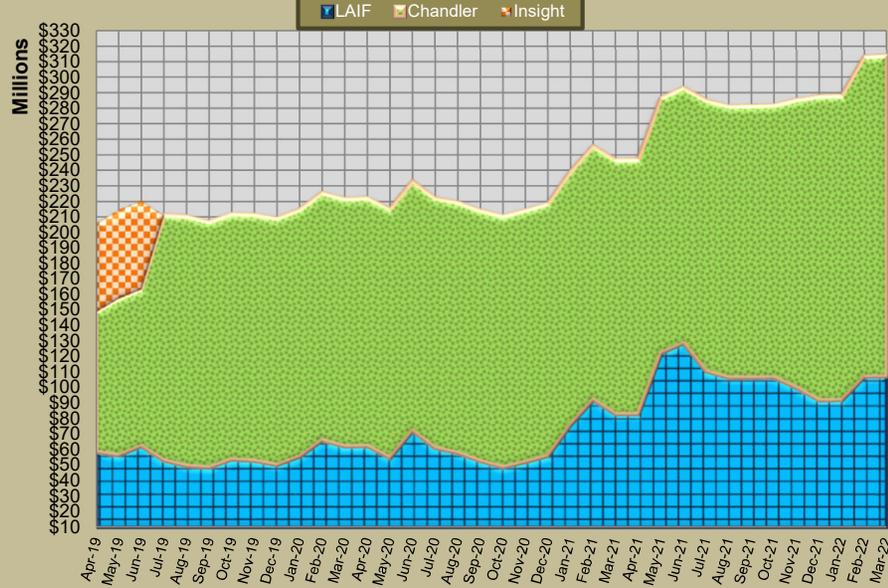
Period	Total General Portfolio (1)		Local Agency Investment Fund (LAIF)		Chandler Asset Management (CAM)				Insight Asset Management			
	Asset Balance (par)	Avg YTM (2)	Balance	Yield	Asset Balance (par)	Weighted Avg YTM (2)	Rate of Return (3)		Asset Balance (par)	Weighted Avg YTM (2)	Rate of Return (3)	
							Investment Portfolio (4)	Benchmark 1-3 Gov(5)			Investment Portfolio (4)	Benchmark 1-3 Gov(5)
Apr-19	206,696,569		59,210,262	2.445%	89,757,226	2.23%	3.83%	3.76%	56,986,412	2.10%	1.12%	3.08%
May-19	217,014,248		56,910,262	2.449%	100,691,487	2.25%	4.22%	4.27%	57,041,732	2.06%	1.51%	2.52%
Jun-19	225,003,102		62,910,263	2.428%	100,533,542	2.19%	4.88%	5.01%	57,126,387	1.98%	1.85%	2.57%
Jul-19	215,879,596	2.16%	53,598,980	2.379%	157,563,906	2.15%	-0.05%	-0.15%				
Aug-19	209,798,005	2.17%	50,148,980	2.341%	160,310,760	2.15%	5.44%	5.65%				
Sep-19	211,426,202	2.14%	49,048,980	2.280%	157,687,693	2.13%	5.46%	5.69%				
Oct-19	214,964,798	2.12%	54,181,584	2.190%	157,861,930	2.14%	5.77%	5.93%				
Nov-19	214,680,646	2.08%	53,481,584	2.103%	158,054,077	2.13%	5.33%	5.39%				
Dec-19	212,612,925	2.06%	50,681,584	2.043%	158,388,112	2.12%	4.48%	4.44%				
Jan-20	229,167,101	1.94%	55,970,504	1.967%	158,699,920	2.12%	4.87%	4.91%				
Feb-20	230,049,439	1.99%	66,570,054	1.912%	158,969,268	2.09%	5.79%	6.00%				
Mar-20	225,363,037	1.94%	62,570,054	1.787%	159,105,226	2.06%	5.56%	6.45%				
Apr-20	225,445,326	1.85%	62,878,795	1.648%	159,403,581	2.04%	6.06%	6.63%				
May-20	219,117,777	1.77%	55,278,795	1.363%	159,679,729	1.97%	5.69%	5.90%				
Jun-20	236,772,134	1.68%	72,778,795	1.217%	160,035,042	1.95%	5.34%	5.32%				
Jul-20	226,372,547	1.60%	61,612,184	0.920%	160,406,297	1.93%	5.67%	5.70%				
Aug-20	223,935,560	1.57%	58,612,184	0.784%	160,692,610	1.90%	4.65%	4.45%				
Sep-20	218,568,986	1.54%	53,112,184	0.685%	161,062,847	1.87%	4.82%	4.68%				
Oct-20	215,409,591	1.53%	49,242,648	0.620%	161,363,505	1.85%	4.43%	4.23%				
Nov-20	219,911,125	1.45%	52,542,648	0.576%	161,645,491	1.79%	4.60%	4.43%				
Dec-20	222,707,950	1.41%	56,542,648	0.540%	162,067,058	1.75%	4.59%	4.36%				
Jan-21	247,976,895	1.26%	76,625,187	0.458%	162,426,675	1.72%	3.70%	3.42%				
Feb-21	261,300,356	1.19%	92,625,187	0.407%	162,768,446	1.68%	2.27%	1.89%				
Mar-21	252,962,115	1.18%	83,325,187	0.357%	163,251,768	1.64%	1.56%	0.49%				
Apr-21	258,986,067	1.14%	83,309,833	0.339%	163,515,676	1.64%	1.10%	0.34%				
May-21	293,505,179	1.01%	122,550,449	0.315%	163,706,976	1.59%	0.83%	0.25%				
Jun-21	300,785,514	0.95%	129,050,449	0.262%	164,046,885	1.54%	0.31%	-0.09%				
Jul-21	289,495,404	0.96%	110,832,982	0.221%	174,080,540	1.45%	0.39%	0.04%				
Aug-21	286,942,097	0.93%	106,832,983	0.221%	174,309,851	1.40%	0.29%	0.01%				
Sep-21	288,344,781	0.92%	106,832,983	0.206%	174,624,047	1.38%	0.02%	-0.27%				
Oct-21	288,711,262	0.91%	106,900,067	0.203%	174,923,444	1.38%	-0.42%	-0.63%				
Nov-21	294,654,846	0.92%	100,300,067	0.203%	184,906,704	1.35%	-0.62%	-0.71%				
Dec-21	294,627,511	0.94%	92,300,067	0.212%	195,311,898	1.32%	-0.95%	-1.05%				
Jan-22	294,969,319	0.94%	92,358,252	0.234%	195,595,521	1.30%	-1.88%	-1.92%				
Feb-22	324,897,541	0.98%	107,358,252	0.278%	205,732,226	1.34%	-2.02%	-2.01%				
Mar-22	325,131,296	0.99%	107,658,252	0.365%	206,012,398	1.35%	-3.64%	-3.70%				

Notes:

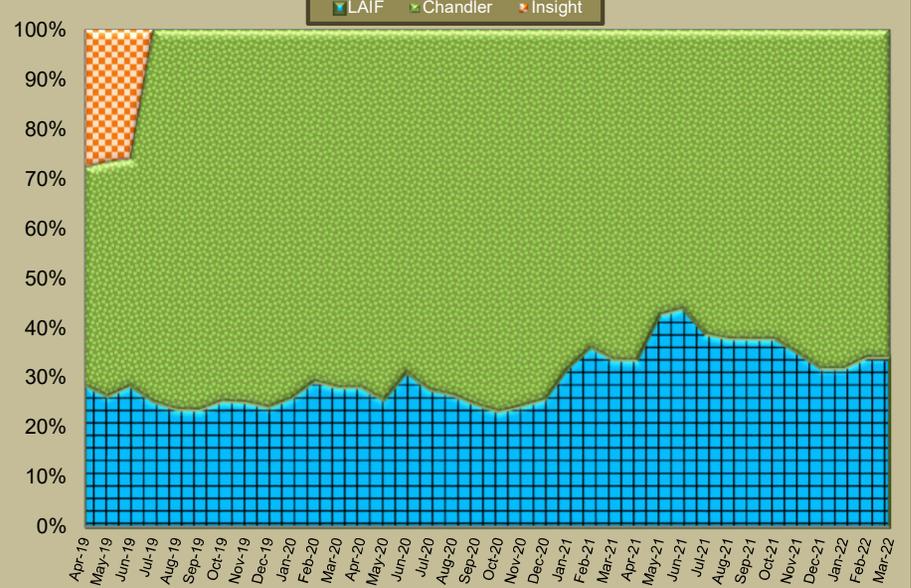
- (1) Total General Portfolio includes all assets that comprise the City's Investment Portfolio which is LAIF as well as assets managed by Chandler Asset Management.
- (2) Yield to Maturity (YTM): The rate of return on an investment or security if it were to be held until maturity. This yield does not reflect changes in the market value of a security
- (3) Rate of Return represents the gain or loss on an investment or portfolio of investments over a specified period, expressed as a percentage of increase over the initial investment cost. Gains on investments are considered to be any income received from the security or portfolio plus any realized capital gain. This measure of return recognizes the changes in market values of a security or portfolio of securities.
- (4) The Rate of Return for the investment portfolio reflects the performance of the portfolio during the past twelve months.
- (5) The portfolio benchmark is the ICE Bank of America-Merrill Lynch 1 to 5 year Government Index

PORTFOLIO PERFORMANCE - 36 MONTH TREND

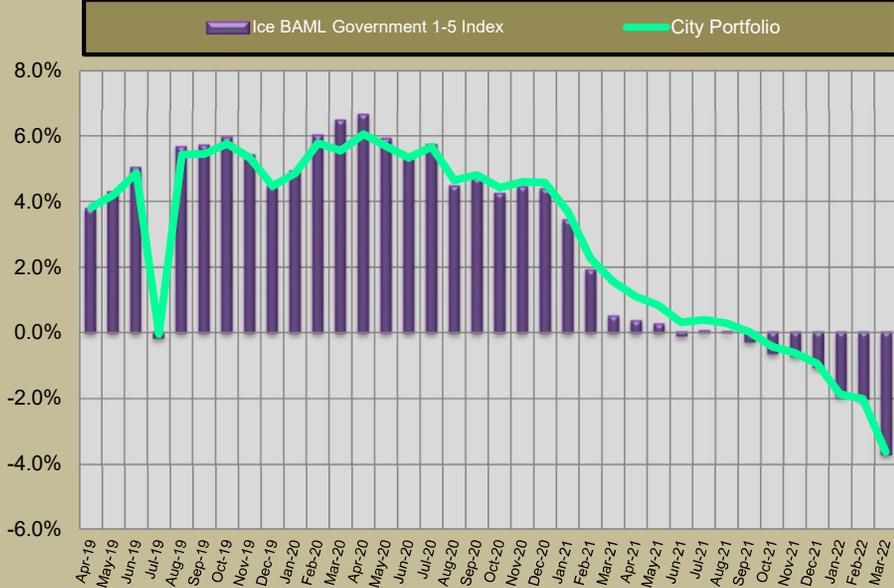
Portfolio Balances Trend (\$)



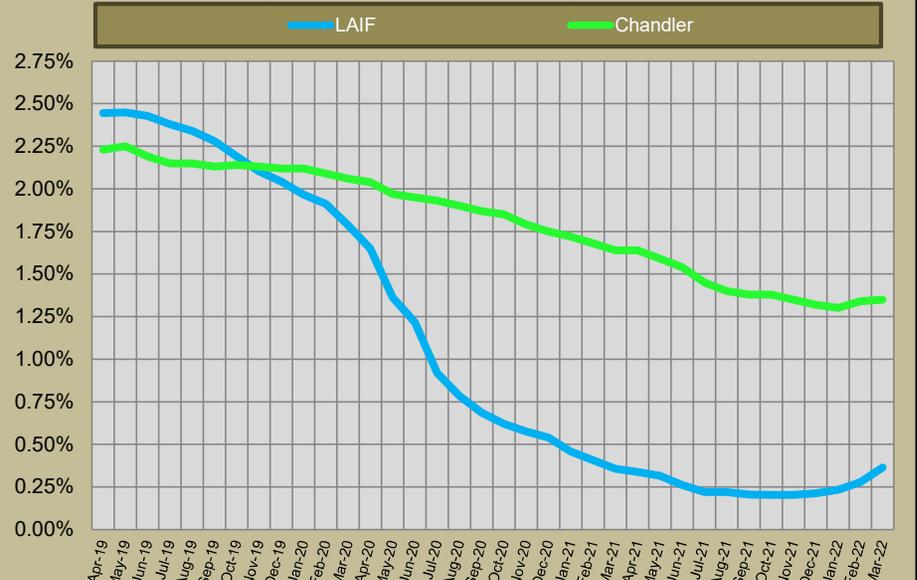
Portfolio Balances Trend (%)



Benchmark Comparison



Avg Yield to Maturity Trend



PORTFOLIO CHARACTERISTICS

The portfolio invested in LAIF represents the City's immediate cash liquidity needs and is managed by City staff in a manner to fund the day to day operations of the City.

The portfolio managed by Chandler is comprised of idle cash balances related to funds that generally expect to expend cash with the next 12 to 60 months.

FUNDS WITH FISCAL AGENTS

By Investment Type

Trustee	Bond Description	Investment Type	Issuer	Value Date	Maturity Date	Market Value	Stated Rate	Yield	Price	% of Portfolio
Wells Fargo	CFD # 5	Money Market	WF Government Fund	1/31/2022	2/1/2022	\$ -	0.00%	0.00%	1.00	0.00%
Wells Fargo	Community Facilities District 87-1 (IA-1)	Money Market	WF Government Fund	1/31/2022	2/1/2022	\$ 562,758	0.01%	0.00%	1.00	10.00%
Wells Fargo	2013 Partial Refunding of the 2005 Lease Revenue Bonds	Money Market	WF Government Fund	1/31/2022	2/1/2022	\$ 12	0.01%	0.01%	1.00	0.00%
Wells Fargo	2014 Partial Refunding of the 2005 Lease Revenue Bonds	Money Market	WF Government Fund	1/31/2022	2/1/2022	\$ 4	0.01%	0.01%	1.00	0.00%
Wells Fargo	2016 Community Facilities District 7 Improvement Area 1	Money Market	WF Government Fund	1/31/2022	2/1/2022	\$ 263,493	0.01%	0.01%	1.00	4.68%
Wells Fargo	2017 Refunding of the 2007 RDA TABs	Money Market	WF Government Fund	1/31/2022	2/1/2022	\$ 94	0.01%	0.01%	1.00	0.00%
Wells Fargo	2019 Taxable Lease Revenue Bonds (Electric Utility)	Money Market	WF Government Fund	1/31/2022	2/1/2022	\$ 4,799,644	0.01%	0.01%	1.00	85.30%
Wilmington Trust	2020 Taxable Refunding of the 2013 TRIP COPs	Money Market	Federated Hermes Gov Fund	1/31/2022	2/1/2022	\$ 806	0.01%	0.00%	1.00	0.01%
Wells Fargo	2021 Taxable Refunding Lease Revenue Bonds (Electric Utility)	Money Market	WF Government Fund	1/31/2022	2/1/2022	\$ 5	0.01%	0.01%	1.00	0.00%
Total						\$ 5,626,818				100%

By Fund Purpose

Trustee	Bond Description	Construction fund	Debt Service	Reserve & Other	Total
Wells Fargo	CFD # 5	\$0	\$0	\$0	\$0
Wells Fargo	Community Facilities District 87-1 (IA-1)	\$0	\$562,758	\$0	\$562,758
Wells Fargo	2013 Partial Refunding of the 2005 Lease Revenue Bonds	\$0	\$12	\$0	\$12
Wells Fargo	2014 Partial Refunding of the 2005 Lease Revenue Bonds	\$0	\$4	\$0	\$4
Wells Fargo	2016 Community Facilities District 7 Improvement Area 1	\$0	\$23	\$263,469	\$263,493
Wells Fargo	2017 Refunding of the 2007 RDA TABs	\$0	\$94	\$0	\$94
Wells Fargo	2019 Taxable Lease Revenue Bonds (Electric Utility)	\$4,799,641	\$3	\$0	\$4,799,644
Wilmington Trust	2020 Taxable Refunding of the 2013 TRIP COPs	\$0	\$806	\$0	\$806
Wells Fargo	2021 Taxable Refunding Lease Revenue Bonds (Electric Utility)	\$0	\$5	\$0	\$5
Total		\$4,799,641	\$563,707	\$263,469	\$5,626,818

CITY OF MORENO VALLEY
Treasurer's Cash and Investments Report

FUNDS WITH FISCAL AGENTS

Account Name	Account Number	Investment	Value Date	Maturity Date	Market Value	Stated Rate	Yield	Price	% of Portfolio
Wells Fargo		CFD # 5							
Series B Revenue	22333500	Cash	01/31/22	02/01/22	0	0.00%	0.00%	1.000	0.000%
Series B Revenue	22333500	Money Market	01/31/22	02/01/22	0	0.00%	0.00%	1.000	0.000%
Series A Principal	22333501	Money Market	01/31/22	02/01/22	0	0.00%	0.00%	1.000	0.000%
Series A reserve	22333502	Money Market	01/31/22	02/01/22	0	0.00%	0.00%	1.000	0.000%
Series B reserve	22333503	Money Market	01/31/22	02/01/22	0	0.00%	0.00%	1.000	0.000%
Series A interest	22333503	Cash	01/31/22	02/01/22	0	0.00%	0.00%	1.000	0.000%
Series B admin fund	22333504	Money Market	01/31/22	02/01/22	0	0.00%	0.00%	1.000	0.000%
Series B interest	22333504	Cash	01/31/22	02/01/22	0	0.00%	0.00%	1.000	0.000%
Series B interest	22333505	Money Market	01/31/22	02/01/22	0	0.00%	0.00%	1.000	0.000%
Series A Revenue	22333505	Cash	01/31/22	02/01/22	0	0.00%	0.00%	1.000	0.000%
Series B interest	22333506	Money Market	01/31/22	02/01/22	0	0.00%	0.00%	1.000	0.000%
Series A Revenue	22333506	Cash	01/31/22	02/01/22	0	0.00%	0.00%	1.000	0.000%
Series B interest	22333507	Money Market	01/31/22	02/01/22	0	0.00%	0.00%	1.000	0.000%
Series A Revenue	22333507	Cash	01/31/22	02/01/22	0	0.00%	0.00%	1.000	0.000%
Series B interest	22333508	Money Market	01/31/22	02/01/22	0	0.00%	0.00%	1.000	0.000%
Series A Revenue	22333508	Cash	01/31/22	02/01/22	0	0.00%	0.00%	1.000	0.000%
					0				
Wells Fargo		Community Facilities District 87-1 (IA-1)							
Special tax funds	22631800	Cash	01/31/22	02/01/22	0	0.00%	0.00%	1.000	0.000%
Special tax funds	22631800	Money Market	01/31/22	02/01/22	0	0.00%	0.00%	1.000	0.000%
Interest acct	22631801	Money Market	01/31/22	02/01/22	0	0.00%	0.00%	1.000	0.000%
Reserve fund	22631802	Money Market	01/31/22	02/01/22	0	0.00%	0.00%	1.000	0.000%
Reserve fund	22631804	Money Market	01/31/22	02/01/22	0	0.00%	0.00%	1.000	0.000%
Admin exp acct	22631805	Money Market	01/31/22	02/01/22	0	0.00%	0.00%	1.000	0.000%
Surplus acct	22631810	Money Market	01/31/22	02/01/22	0	0.00%	0.00%	1.000	0.000%
Special tax funds	22631900	Money Market	01/31/22	02/01/22	162,271	0.01%	0.01%	1.000	2.884%
Interest acct	22631901	Money Market	01/31/22	02/01/22	16,387	0.01%	0.01%	1.000	0.291%
Principal fund	22631902	Money Market	01/31/22	02/01/22	1	0.01%	0.01%	1.000	0.000%
Reserve fund	22631904	Money Market	01/31/22	02/01/22	362,659	0.01%	0.01%	1.000	6.445%
Admin exp acct	22631905	Money Market	01/31/22	02/01/22	19,792	0.01%	0.01%	1.000	0.352%
Surplus acct	22631907	Money Market	01/31/22	02/01/22	1,649	0.01%	0.01%	1.000	0.029%
					562,758				
Wells Fargo		2013 Partial Refunding of the 2005 Lease Revenue Bond							
Revenue fund	48360700	Money Market	01/31/22	02/01/22	12	0.01%	0.01%	1.000	0.000%
Interest fund	48360701	Money Market	01/31/22	02/01/22	0	0.00%	0.00%	1.000	0.000%
Principal fund	48360702	Money Market	01/31/22	02/01/22	0	0.00%	0.00%	1.000	0.000%
					12				



City of Moreno Valley -

MONTHLY ACCOUNT STATEMENT

MARCH 1, 2022 THROUGH MARCH 31, 2022

Chandler Team:

For questions about your account, please call (800) 317-4747,
or contact operations@chandlerasset.com

Custodian

US Bank
Alex Bazan
(503) 464-3685

CHANDLER ASSET MANAGEMENT
chandlerasset.com

Information contained herein is confidential. We urge you to compare this statement to the one you receive from your qualified custodian. Please see Important Disclosures.



PORTFOLIO CHARACTERISTICS

Average Modified Duration	2.55
Average Coupon	1.56%
Average Purchase YTM	1.35%
Average Market YTM	2.47%
Average S&P/Moody Rating	AA/Aa1
Average Final Maturity	2.85 yrs
Average Life	2.64 yrs

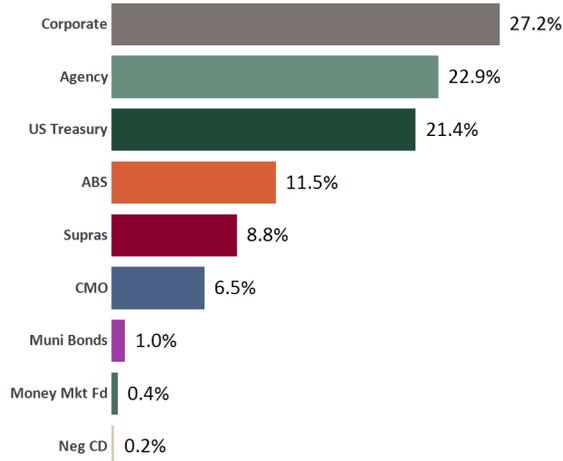
ACCOUNT SUMMARY

	Beg. Values as of 2/28/22	End Values as of 3/31/22
Market Value	203,706,856	200,098,496
Accrued Interest	697,829	671,751
Total Market Value	204,404,685	200,770,247
Income Earned	224,043	233,017
Cont/WD		0
Par	205,732,226	206,012,398
Book Value	206,492,860	206,767,212
Cost Value	207,288,653	207,611,762

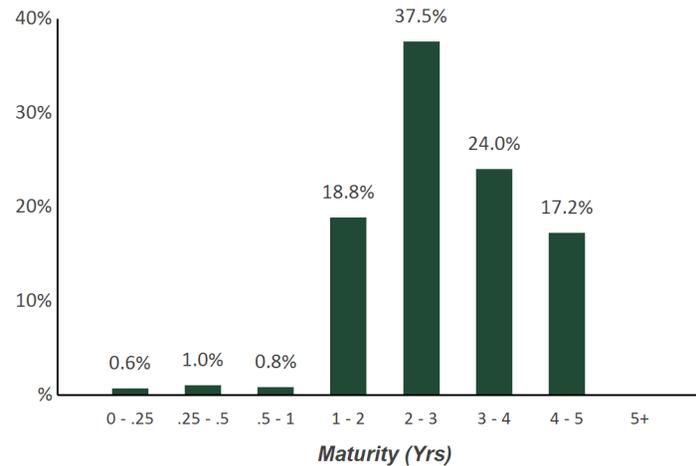
TOP ISSUERS

Government of United States	21.4%
Federal Home Loan Mortgage Corp	13.9%
Federal National Mortgage Assoc	9.6%
Federal Home Loan Bank	6.0%
Inter-American Dev Bank	3.0%
International Finance Corp	3.0%
Intl Bank Recon and Development	2.8%
Bank of America Corp	2.0%
Total	61.6%

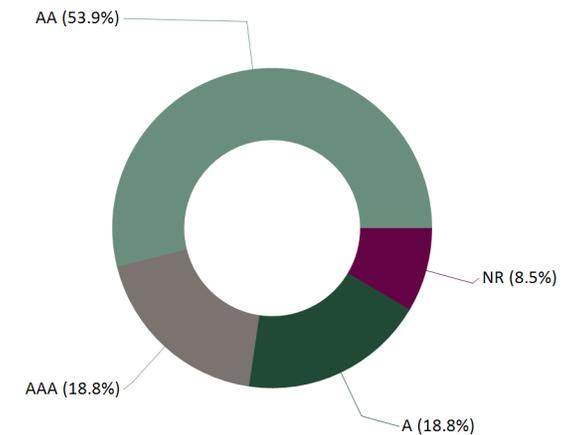
SECTOR ALLOCATION



MATURITY DISTRIBUTION



CREDIT QUALITY (S&P)



PERFORMANCE REVIEW

TOTAL RATE OF RETURN	Annualized								
	1M	3M	YTD	1YR	2YRS	3YRS	5YRS	10YRS	5/31/2010
City of Moreno Valley	-1.78%	-3.19%	-3.19%	-3.64%	-1.07%	1.09%	1.37%	1.29%	1.53%
ICE BofA 1-5 Yr US Treasury & Agency Index	-1.86%	-3.16%	-3.16%	-3.71%	-1.91%	0.91%	1.15%	1.04%	1.25%
ICE BofA 1-5 Yr AAA-A US Corp & Govt Index	-1.84%	-3.20%	-3.20%	-3.70%	-1.63%	0.99%	1.25%	1.16%	1.40%

Statement of Compliance

As of March 31, 2022



City of Moreno Valley

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

Category	Standard	Comment
Treasury Issues	No Limitation	Complies
U.S. Agency Issues	No Limitation	Complies
Supranational Securities	"AA" rating by a NRSRO; 30% maximum; 5% max per issuer; Issued by International Bank for Reconstruction (IBRD), International Finance Corporation (IFC), or Inter-American Development Bank (IADB) only	Complies
Municipal Securities (Local Agency/State-CA and others)	No Limitation	Complies
Banker's Acceptances	40% maximum; 5% max per issuer; 180 days max maturity	Complies
Commercial Paper	"A-1/P-1/F-1" minimum ratings; "A" rated issuer or higher, if long term debt issued; 25% maximum; 5% max per issuer; 270 days max maturity	Complies
Negotiable Certificates of Deposit	30% maximum; 5% max per issuer	Complies
Medium Term Notes	"A" rating or better by a NRSRO; 30% maximum; 5% max per issuer	Complies
Money Market Mutual Funds and Mutual Funds	AAA/Aaa or Highest rating by two NRSROs; 20% maximum	Complies
Certificates of Deposit (CD)/ Time Deposit (TD)/ Bank Deposit (Collateralized/FDIC insured)	5% max per issuer	Complies
Asset-Backed Securities, Mortgage Pass-Through Securities, Collateralized Mortgage Backed Securities	"AA" rating or better by a NRSRO; 20% maximum (combined MBS/ABS/CMO); 5% max per issuer	Complies
Repurchase Agreements	1 year max maturity	Complies
Local Agency Investment Fund (LAIF)	Maximum program limitation; Not used by investment adviser	Complies
County Pooled Investment Funds; Joint Powers Authority Pool	Not used by investment adviser	Complies
Prohibited Securities	Reverse repurchase agreements; Futures or Option contracts; Securities lending; Zero interest accrual securities; Derivatives including but not limited to: Inverse floaters, Interest only strips from mortgages, residual securities, structured notes, forward based derivatives, forward contracts, forward rate agreements, interest rate futures, foreign currency futures contracts, option based derivatives, interest rate caps, interest rate floors, swap contracts, interest rate swaps, interest rate collars, foreign currency swaps, cross currency exchange agreements, fixed rate currency swaps, basis swaps, equity swaps, fixed rate equity swaps, floating rate equity swaps and commodity swaps.	Complies
Max Per Issuer	5% of portfolio per issuer, except US Government, its agencies and instrumentalities	Complies
Maximum Maturity	5 years	Complies
Weighted Average Maturity	3 years	Complies



CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
ABS									
58770FAC6	Mercedes Benz Auto Lease Trust 2020-A A3 1.84% Due 12/15/2022	69,678.00	01/21/2020 1.85%	69,668.81 69,675.74	100.03 0.91%	69,701.34 56.98	0.03% 25.60	Aaa / AAA NR	0.71 0.04
47789JAD8	John Deere Owner Trust 2019-A A3 2.91% Due 7/17/2023	111,685.27	08/27/2019 1.90%	114,010.59 111,977.55	100.16 1.13%	111,861.39 144.45	0.06% (116.16)	Aaa / NR AAA	1.30 0.09
43815NAC8	Honda Auto Receivables Trust 2019-3 A3 1.78% Due 8/15/2023	409,732.51	08/20/2019 1.79%	409,729.11 409,732.00	100.08 1.48%	410,072.18 324.14	0.20% 340.18	Aaa / AAA NR	1.38 0.29
58769EAC2	Mercedes-Benz Auto Lease Trust 2020-B A3 0.4% Due 11/15/2023	525,000.00	09/15/2020 0.40%	524,973.38 524,990.88	99.39 1.72%	521,795.40 93.33	0.26% (3,195.48)	NR / AAA AAA	1.63 0.46
477870AC3	John Deere Owner Trust 2019-B A3 2.21% Due 12/15/2023	152,241.51	07/16/2019 2.23%	152,209.18 152,228.96	100.27 1.25%	152,647.39 149.53	0.08% 418.43	Aaa / NR AAA	1.71 0.28
92348AAA3	Verizon Owner Trust 2019-C A1A 1.94% Due 4/22/2024	424,097.84	10/01/2019 1.95%	424,065.14 424,083.01	100.13 1.59%	424,644.08 251.40	0.21% 561.07	NR / AAA AAA	2.06 0.38
44891VAC5	Hyundai Auto Lease Trust 2021-B A3 0.33% Due 6/17/2024	1,020,000.00	06/08/2021 0.34%	1,019,847.00 1,019,900.86	97.86 2.28%	998,167.92 149.60	0.50% (21,732.94)	Aaa / AAA NR	2.22 1.11
65479JAD5	Nissan Auto Receivables Owner 2019-C A3 1.93% Due 7/15/2024	602,794.68	10/16/2019 1.94%	602,762.85 602,779.27	100.19 1.42%	603,962.29 517.06	0.30% 1,183.02	Aaa / AAA NR	2.29 0.38
43813DAC2	Honda Auto Receivables 2020-2 A3 0.82% Due 7/15/2024	400,889.55	05/18/2020 0.83%	400,858.00 400,872.08	99.32 1.99%	398,151.88 146.10	0.20% (2,720.20)	Aaa / AAA NR	2.29 0.58
47789KAC7	John Deere Owner Trust 2020-A A3 1.1% Due 8/15/2024	585,078.65	03/04/2020 1.11%	585,042.89 585,059.49	99.68 1.69%	583,224.54 286.04	0.29% (1,834.95)	Aaa / NR AAA	2.38 0.53
43813KAC6	Honda Auto Receivables Trust 2020-3 A3 0.37% Due 10/18/2024	870,000.00	09/22/2020 0.38%	869,872.20 869,933.48	98.74 2.13%	859,063.23 116.24	0.43% (10,870.25)	NR / AAA AAA	2.55 0.71
36262XAC8	GM Financial Auto Lease Trust 2021-3 A2 0.39% Due 10/21/2024	1,220,000.00	08/10/2021 0.39%	1,219,983.41 1,219,987.65	97.13 2.54%	1,184,960.38 145.38	0.59% (35,027.27)	NR / AAA AAA	2.56 1.35
47787NAC3	John Deere Owner Trust 2020-B A3 0.51% Due 11/15/2024	331,877.42	07/14/2020 0.52%	331,826.85 331,851.42	98.89 2.22%	328,183.63 75.23	0.16% (3,667.79)	Aaa / NR AAA	2.63 0.65
09690AAC7	BMW Vehicle Lease Trust 2021-2 A3 0.33% Due 12/26/2024	540,000.00	09/08/2021 0.34%	539,944.27 539,957.55	97.49 2.43%	526,431.96 29.70	0.26% (13,525.59)	Aaa / NR AAA	2.74 1.20



CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
ABS									
89236XAC0	Toyota Auto Receivables 2020-D A3 0.35% Due 1/15/2025	695,000.00	10/06/2020 0.36%	694,870.52 694,915.07	98.85 2.14%	686,999.16 108.11	0.34% (7,915.91)	NR / AAA AAA	2.80 0.64
44891WAC3	Hyundai Auto Lease Trust 2022-A A3 1.16% Due 1/15/2025	765,000.00	01/11/2022 1.16%	764,983.09 764,984.58	97.64 2.61%	746,943.71 394.40	0.37% (18,040.87)	Aaa / AAA NR	2.80 1.64
92290BAA9	Verizon Owner Trust 2020-B A 0.47% Due 2/20/2025	1,215,000.00	08/04/2020 0.48%	1,214,744.85 1,214,837.00	98.62 2.09%	1,198,201.41 174.49	0.60% (16,635.59)	Aaa / NR AAA	2.90 0.86
89238LAC4	Toyota Lease Owner Trust 2022-A A3 1.96% Due 2/20/2025	1,710,000.00	02/23/2022 1.98%	1,709,730.85 1,709,741.07	98.31 2.87%	1,681,157.43 1,024.10	0.84% (28,583.64)	NR / AAA AAA	2.90 1.88
36265MAC9	GM Financial Auto Lease Trust 2022-1 A3 1.9% Due 3/20/2025	1,400,000.00	02/15/2022 1.91%	1,399,987.96 1,399,988.53	98.80 2.58%	1,383,158.00 812.78	0.69% (16,830.53)	Aaa / NR AAA	2.97 1.78
05601XAC3	BMW Vehicle Lease Trust 2022-1 A3 1.1% Due 3/25/2025	635,000.00	01/11/2022 1.11%	634,905.07 634,913.66	97.51 2.72%	619,206.92 116.42	0.31% (15,706.74)	NR / AAA AAA	2.99 1.55
43813GAC5	Honda Auto Receivables Trust 2021-1 A3 0.27% Due 4/21/2025	415,000.00	02/17/2021 0.27%	414,992.41 414,995.13	97.92 2.54%	406,353.48 31.13	0.20% (8,641.65)	Aaa / NR AAA	3.06 0.92
44891RAC4	Hyundai Auto Receivables Trust 2020-C A3 0.38% Due 5/15/2025	880,000.00	10/20/2020 0.39%	879,797.34 879,884.79	98.22 2.31%	864,361.52 148.62	0.43% (15,523.27)	NR / AAA AAA	3.13 0.92
89240BAC2	Toyota Auto Receivables Owners 2021- A A3 0.26% Due 5/15/2025	1,520,000.00	02/02/2021 0.27%	1,519,717.89 1,519,821.90	98.10 2.26%	1,491,164.08 175.64	0.74% (28,657.82)	Aaa / NR AAA	3.13 0.95
44933LAC7	Hyundai Auto Receivables Trust 2021-A A3 0.38% Due 9/15/2025	720,000.00	04/20/2021 0.38%	719,924.26 719,947.26	97.50 2.34%	701,999.29 121.60	0.35% (17,947.97)	NR / AAA AAA	3.46 1.29
43815GAC3	Honda Auto Receivables Trust 2021-4 A3 0.88% Due 1/21/2026	615,000.00	11/16/2021 0.89%	614,870.36 614,884.36	96.82 2.58%	595,461.45 150.33	0.30% (19,422.91)	Aaa / NR AAA	3.81 1.89
47789QAC4	John Deere Owner Trust 2021-B A3 0.52% Due 3/16/2026	735,000.00	07/13/2021 0.52%	734,934.44 734,946.93	95.82 2.82%	704,275.53 169.87	0.35% (30,671.40)	Aaa / NR AAA	3.96 1.85
89238JAC9	Toyota Auto Receivables Trust 2021-D A3 0.71% Due 4/15/2026	575,000.00	11/09/2021 0.71%	574,987.75 574,989.16	96.22 2.82%	553,288.00 181.44	0.28% (21,701.16)	NR / AAA AAA	4.04 1.81



CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
ABS									
44935FAD6	Hyundai Auto Receivables Trust 2021-C A3 0.74% Due 5/15/2026	440,000.00	11/09/2021 0.75%	439,901.79 439,913.27	96.10 2.82%	422,839.12 144.71	0.21% (17,074.15)	NR / AAA AAA	4.13 1.90
43815BAC4	Honda Auto Receivables Trust 2022-1 A3 1.88% Due 5/15/2026	1,095,000.00	02/15/2022 1.89%	1,094,835.31 1,094,840.49	98.21 2.68%	1,075,394.04 914.93	0.54% (19,446.45)	Aaa / AAA NR	4.13 2.26
362554AC1	GM Financial Securitized Term 2021-4 A3 0.68% Due 9/16/2026	445,000.00	10/13/2021 0.68%	444,988.65 444,990.13	96.60 2.67%	429,857.10 126.08	0.21% (15,133.03)	Aaa / AAA NR	4.47 1.73
47787JAC2	John Deere Owner Trust 2022-A A3 2.32% Due 9/16/2026	840,000.00	03/10/2022 2.34%	839,814.19 839,816.51	98.70 2.91%	829,106.88 812.00	0.41% (10,709.63)	Aaa / NR AAA	4.47 2.22
448977AD0	Hyundai Auto Receivables Trust 2022-A A3 2.22% Due 10/15/2026	1,200,000.00	03/09/2022 2.23%	1,199,953.80 1,199,954.42	98.75 2.79%	1,185,036.00 1,110.00	0.59% (14,918.42)	NR / AAA AAA	4.55 2.21
380146AC4	GM Financial Auto Receivables 2022-1 A3 1.26% Due 11/16/2026	420,000.00	01/11/2022 1.27%	419,963.50 419,965.67	96.81 3.09%	406,606.62 220.50	0.20% (13,359.05)	NR / AAA AAA	4.63 1.76
Total ABS		23,583,075.43	1.06%	23,582,697.71 23,581,359.87	2.40%	23,154,277.35 9,422.33	11.54% (427,082.52)	Aaa / AAA AAA	3.11 1.33
AGENCY									
3137EAEN5	FHLMC Note 2.75% Due 6/19/2023	3,000,000.00	Various 2.40%	3,038,014.00 3,012,313.81	100.96 1.95%	3,028,704.00 23,375.00	1.52% 16,390.19	Aaa / AA+ AAA	1.22 1.19
3137EAEV7	FHLMC Note 0.25% Due 8/24/2023	1,925,000.00	08/19/2020 0.28%	1,923,036.50 1,924,087.99	97.49 2.08%	1,876,695.98 494.62	0.93% (47,392.01)	Aaa / AA+ AAA	1.40 1.38
3130A0F70	FHLB Note 3.375% Due 12/8/2023	1,700,000.00	01/16/2019 2.73%	1,749,623.00 1,717,115.21	101.82 2.27%	1,730,909.40 18,009.38	0.87% 13,794.19	Aaa / AA+ AAA	1.69 1.62
3130AB3H7	FHLB Note 2.375% Due 3/8/2024	1,400,000.00	04/29/2019 2.37%	1,400,098.00 1,400,039.06	100.13 2.30%	1,401,852.20 2,124.31	0.70% 1,813.14	Aaa / AA+ NR	1.94 1.88
3130A1XJ2	FHLB Note 2.875% Due 6/14/2024	3,000,000.00	Various 1.94%	3,131,160.00 3,058,414.77	101.01 2.40%	3,030,354.00 25,635.41	1.52% (28,060.77)	Aaa / AA+ NR	2.21 2.11
3135G0V75	FNMA Note 1.75% Due 7/2/2024	3,000,000.00	07/16/2019 1.96%	2,969,790.00 2,986,278.79	98.70 2.34%	2,961,060.00 12,979.17	1.48% (25,218.79)	Aaa / AA+ AAA	2.26 2.18



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
AGENCY									
3130A2UW4	FHLB Note 2.875% Due 9/13/2024	3,000,000.00	09/13/2019 1.79%	3,155,070.00 3,076,174.74	101.05 2.43%	3,031,593.00 4,312.50	1.51% (44,581.74)	Aaa / AA+ AAA	2.46 2.35
3135G0W66	FNMA Note 1.625% Due 10/15/2024	1,180,000.00	10/17/2019 1.66%	1,177,982.20 1,178,973.40	98.07 2.41%	1,157,227.18 8,841.81	0.58% (21,746.22)	Aaa / AA+ AAA	2.55 2.45
3135G0X24	FNMA Note 1.625% Due 1/7/2025	3,210,000.00	Various 1.18%	3,276,100.10 3,247,903.41	97.73 2.48%	3,137,165.10 12,171.25	1.57% (110,738.31)	Aaa / AA+ AAA	2.78 2.67
3137EAEP0	FHLMC Note 1.5% Due 2/12/2025	3,590,000.00	02/13/2020 1.52%	3,587,235.70 3,588,412.61	97.29 2.49%	3,492,696.64 7,329.58	1.74% (95,715.97)	Aaa / AA+ AAA	2.87 2.77
3130A4CH3	FHLB Note 2.375% Due 3/14/2025	2,750,000.00	03/19/2020 1.18%	2,908,867.50 2,844,098.44	99.84 2.43%	2,745,671.50 3,084.20	1.37% (98,426.94)	Aaa / AA+ AAA	2.96 2.83
3135G03U5	FNMA Note 0.625% Due 4/22/2025	2,830,000.00	04/22/2020 0.67%	2,824,170.20 2,826,429.89	94.55 2.49%	2,675,671.61 7,811.98	1.34% (150,758.28)	Aaa / AA+ AAA	3.06 2.99
3135G04Z3	FNMA Note 0.5% Due 6/17/2025	3,400,000.00	Various 0.51%	3,398,324.20 3,399,087.68	93.84 2.51%	3,190,437.60 4,911.11	1.59% (208,650.08)	Aaa / AA+ AAA	3.22 3.14
3137EAEU9	FHLMC Note 0.375% Due 7/21/2025	3,400,000.00	Various 0.45%	3,388,108.00 3,391,946.99	93.36 2.48%	3,174,161.80 2,479.17	1.58% (217,785.19)	Aaa / AA+ AAA	3.31 3.24
3135G05X7	FNMA Note 0.375% Due 8/25/2025	3,150,000.00	12/16/2020 0.43%	3,141,904.50 3,144,126.98	93.18 2.48%	2,935,308.60 1,181.25	1.46% (208,818.38)	Aaa / AA+ AAA	3.41 3.34
3137EAEX3	FHLMC Note 0.375% Due 9/23/2025	3,385,000.00	Various 0.44%	3,374,969.55 3,377,883.85	92.94 2.51%	3,145,886.99 282.08	1.57% (231,996.86)	Aaa / AA+ AAA	3.48 3.41
3135G06G3	FNMA Note 0.5% Due 11/7/2025	3,400,000.00	Various 0.56%	3,389,186.80 3,392,180.99	93.23 2.48%	3,169,711.20 6,800.00	1.58% (222,469.79)	Aaa / AA+ AAA	3.61 3.52
Total Agency		47,320,000.00	1.21%	47,833,640.25 47,565,468.61	2.40%	45,885,106.80 141,822.82	22.93% (1,680,361.81)	Aaa / AA+ AAA	2.70 2.62
CMO									
3137BM6P6	FHLMC K721 A2 3.09% Due 8/25/2022	2,039,350.16	Various 2.19%	2,103,031.08 2,045,759.93	100.20 1.35%	2,043,467.64 5,251.33	1.02% (2,292.29)	Aaa / NR NR	0.40 0.24
3137B5JM6	FHLMC K034 A2 3.531% Due 7/25/2023	1,500,000.00	08/28/2018 3.03%	1,531,816.41 1,508,536.54	101.40 2.18%	1,521,016.50 4,413.75	0.76% 12,479.96	NR / NR AAA	1.32 1.19
3137B4WB8	FHLMC K033 A2 3.06% Due 7/25/2023	1,500,000.00	08/19/2019 1.90%	1,562,812.50 1,521,039.78	100.97 2.06%	1,514,616.00 765.00	0.75% (6,423.78)	Aaa / NR NR	1.32 1.16



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CMO									
3137B7MZ9	FHLMC K036 A2 3.527% Due 10/25/2023	2,145,000.00	Various 2.79%	2,209,267.38 2,167,702.49	101.35 2.41%	2,174,051.88 1,260.90	1.08% 6,349.39	Aaa / NR AAA	1.57 1.39
3137B7YY9	FHLMC K037 A2 3.49% Due 1/25/2024	3,000,000.00	11/05/2021 0.58%	3,163,242.19 3,134,315.75	101.32 2.52%	3,039,699.00 8,725.00	1.52% (94,616.75)	NR / AAA NR	1.82 1.57
3137BYPQ7	FHLMC K726 A2 2.905% Due 4/25/2024	1,231,637.83	04/22/2019 2.72%	1,240,442.14 1,235,276.17	100.52 2.53%	1,238,101.47 2,981.59	0.62% 2,825.30	NR / AAA NR	2.07 1.83
3137BLW95	FHLMC K050 A2 3.334% Due 8/25/2025	588,000.00	02/07/2022 1.74%	616,389.38 615,269.92	101.80 2.70%	598,581.06 1,633.66	0.30% (16,688.86)	NR / NR AAA	3.41 3.06
3137BSP72	FHLMC K058 A2 2.653% Due 8/25/2026	950,000.00	11/12/2021 1.35%	1,004,736.33 1,000,435.16	99.66 2.71%	946,770.00 2,100.29	0.47% (53,665.16)	NR / NR AAA	4.41 4.07
Total CMO		12,953,987.99	1.94%	13,431,737.41 13,228,335.74	2.25%	13,076,303.55 27,131.52	6.53% (152,032.19)	Aaa / AAA AAA	1.72 1.51
CORPORATE									
808513AT2	Charles Schwab Corp Callable Note Cont 12/25/2022 2.65% Due 1/25/2023	665,000.00	08/01/2019 2.27%	673,179.50 666,770.68	100.73 1.64%	669,864.48 3,230.79	0.34% 3,093.80	A2 / A A	0.82 0.72
24422ETG4	John Deere Capital Corp Note 2.8% Due 3/6/2023	780,000.00	Various 2.50%	786,043.20 782,115.42	100.88 1.85%	786,835.14 1,516.66	0.39% 4,719.72	A2 / A A	0.93 0.92
037833AK6	Apple Inc Note 2.4% Due 5/3/2023	715,000.00	11/28/2018 3.54%	681,959.85 706,878.06	100.57 1.87%	719,088.37 7,054.67	0.36% 12,210.31	Aaa / AA+ NR	1.09 1.06
02665WCJ8	American Honda Finance Note 3.45% Due 7/14/2023	335,000.00	07/11/2018 3.49%	334,420.45 334,850.98	101.41 2.33%	339,723.84 2,472.02	0.17% 4,872.86	A3 / A- A	1.29 1.25
06406RAJ6	Bank of NY Mellon Corp Note 3.45% Due 8/11/2023	1,900,000.00	Various 2.64%	1,960,162.00 1,919,765.04	101.38 2.41%	1,926,191.50 9,104.16	0.96% 6,426.46	A1 / A AA-	1.36 1.32
02665WCQ2	American Honda Finance Note 3.625% Due 10/10/2023	1,635,000.00	Various 3.02%	1,673,579.30 1,649,066.63	101.40 2.68%	1,657,916.16 28,152.66	0.84% 8,849.53	A3 / A- A	1.53 1.45
24422EVN6	John Deere Capital Corp Note 0.45% Due 1/17/2024	2,300,000.00	03/01/2021 0.47%	2,298,367.00 2,298,978.79	96.74 2.32%	2,224,990.10 2,127.50	1.11% (73,988.69)	A2 / A A	1.80 1.77
69371RR24	Paccar Financial Corp Note 0.35% Due 2/2/2024	665,000.00	01/28/2021 0.39%	664,228.60 664,526.59	96.38 2.38%	640,927.67 381.45	0.32% (23,598.92)	A1 / A+ NR	1.84 1.81



CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
CORPORATE									
06051GHF9	Bank of America Corp Callable Note 1X 3/5/2023 3.55% Due 3/5/2024	1,500,000.00	Various 2.78%	1,528,695.00 1,511,851.76	100.70 2.33%	1,510,489.50 3,845.83	0.75% (1,362.26)	A2 / A- AA-	1.93 1.86
89114QCB2	Toronto Dominion Bank Note 3.25% Due 3/11/2024	1,900,000.00	Various 2.77%	1,940,554.00 1,916,561.34	101.27 2.58%	1,924,054.00 3,430.56	0.96% 7,492.66	A1 / A AA-	1.95 1.87
808513BN4	Charles Schwab Corp Callable Note Cont 2/18/2024 0.75% Due 3/18/2024	955,000.00	03/16/2021 0.77%	954,522.50 954,687.62	96.75 2.46%	923,921.44 258.65	0.46% (30,766.18)	A2 / A A	1.97 1.93
79466LAG9	Salesforce.com Inc Callable Note Cont 7/15/2022 0.625% Due 7/15/2024	2,000,000.00	Various 0.91%	1,985,486.00 1,987,301.32	95.83 2.51%	1,916,528.00 2,638.88	0.96% (70,773.32)	A2 / A+ NR	2.29 2.24
91159HHX1	US Bancorp Callable Note Cont 6/28/2024 2.4% Due 7/30/2024	1,750,000.00	10/10/2019 2.07%	1,775,567.50 1,762,188.46	99.43 2.65%	1,739,970.75 7,116.67	0.87% (22,217.71)	A2 / A+ A+	2.33 2.24
009158AV8	Air Products & Chemicals Callable Note Cont 4/30/2024 3.35% Due 7/31/2024	500,000.00	08/07/2019 2.11%	527,750.00 512,219.00	101.31 2.70%	506,527.50 2,838.19	0.25% (5,691.50)	A2 / A NR	2.34 1.99
69371RR40	Paccar Financial Corp Note 0.5% Due 8/9/2024	865,000.00	08/03/2021 0.52%	864,532.90 864,633.05	95.54 2.46%	826,453.01 624.72	0.41% (38,180.04)	A1 / A+ NR	2.36 2.31
69371RQ25	Paccar Financial Corp Note 2.15% Due 8/15/2024	670,000.00	08/08/2019 2.20%	668,519.30 669,297.34	98.94 2.62%	662,865.17 1,840.64	0.33% (6,432.17)	A1 / A+ NR	2.38 2.29
78015K7C2	Royal Bank of Canada Note 2.25% Due 11/1/2024	1,900,000.00	12/05/2019 2.26%	1,899,012.00 1,899,478.11	98.67 2.78%	1,874,823.10 17,812.50	0.94% (24,655.01)	A1 / A AA-	2.59 2.47
14913Q3B3	Caterpillar Finl Service Note 2.15% Due 11/8/2024	2,020,000.00	Various 1.88%	2,044,446.00 2,033,423.83	99.19 2.47%	2,003,609.72 17,251.36	1.01% (29,814.11)	A2 / A A	2.61 2.49
74153WCQ0	Pricoa Global Funding Note 1.15% Due 12/6/2024	1,185,000.00	12/01/2021 1.19%	1,183,779.45 1,183,906.64	95.67 2.84%	1,133,736.90 4,277.52	0.57% (50,169.74)	Aa3 / AA- AA-	2.69 2.60
89236TJT3	Toyota Motor Credit Corp Note 1.45% Due 1/13/2025	1,715,000.00	01/10/2022 1.50%	1,712,701.90 1,712,865.45	96.45 2.78%	1,654,139.80 5,387.96	0.83% (58,725.65)	A1 / A+ A+	2.79 2.69
90331HPL1	US Bank NA Callable Note Cont 12/21/2024 2.05% Due 1/21/2025	810,000.00	01/16/2020 2.10%	808,274.70 809,031.11	98.01 2.79%	793,854.27 3,228.75	0.40% (15,176.84)	A1 / AA- AA-	2.81 2.69
002824BB5	Abbott Laboratories Callable Note Cont 12/15/2024 2.95% Due 3/15/2025	2,000,000.00	02/07/2022 1.83%	2,061,720.00 2,058,693.35	100.77 2.65%	2,015,352.00 2,622.22	1.01% (43,341.35)	A1 / AA- NR	2.96 2.59



CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
CORPORATE									
87612EBL9	Target Corp Callable Note Cont 4/15/25 2.25% Due 4/15/2025	2,000,000.00	02/07/2022 1.88%	2,022,420.00 2,021,408.12	98.61 2.73%	1,972,156.00 20,750.00	0.99% (49,252.12)	A2 / A A	3.04 2.88
06367WB85	Bank of Montreal Note 1.85% Due 5/1/2025	1,571,000.00	07/23/2021 0.85%	1,628,844.22 1,618,403.63	96.21 3.15%	1,511,487.38 12,109.79	0.76% (106,916.25)	A2 / A- AA-	3.09 2.94
46647PCH7	JP Morgan Chase & Co Callable Note Cont 6/1/2024 0.824% Due 6/1/2025	1,770,000.00	05/24/2021 0.78%	1,772,292.35 1,771,656.52	95.43 2.33%	1,689,180.04 4,861.60	0.84% (82,476.48)	A2 / A- AA-	3.17 3.09
46647PCK0	JP Morgan Chase & Co Callable Note Cont 6/23/2024 0.969% Due 6/23/2025	840,000.00	Various 0.93%	840,520.15 840,420.04	95.56 2.37%	802,662.85 2,215.78	0.40% (37,757.19)	A2 / A- AA-	3.23 3.14
64952WDQ3	New York Life Global Note 0.95% Due 6/24/2025	950,000.00	11/17/2021 1.29%	938,543.00 939,703.53	93.49 3.08%	888,200.60 2,431.74	0.44% (51,502.93)	Aaa / AA+ AAA	3.24 3.13
40139LBC6	Guardian Life Glob Fun Note 0.875% Due 12/10/2025	1,700,000.00	Various 1.12%	1,682,830.00 1,684,834.15	92.29 3.10%	1,569,011.60 4,586.46	0.78% (115,822.55)	Aa2 / AA+ NR	3.70 3.57
66815L2A6	Northwestern Mutual Gbl Note 0.8% Due 1/14/2026	1,100,000.00	12/06/2021 1.47%	1,070,817.00 1,073,037.87	92.15 3.01%	1,013,631.30 1,882.22	0.51% (59,406.57)	Aaa / AA+ AAA	3.79 3.67
06051GHY8	Bank of America Corp Callable Note Cont 2/13/2025 2.015% Due 2/13/2026	750,000.00	02/17/2022 2.36%	737,512.50 737,839.31	96.36 2.92%	722,694.00 2,015.00	0.36% (15,145.31)	A2 / A- AA-	3.88 3.67
46647PBK1	JP Morgan Chase & Co Callable Note Cont 4/22/2025 2.083% Due 4/22/2026	1,034,000.00	Various 1.36%	1,061,039.22 1,056,071.08	96.61 2.99%	998,956.71 9,512.72	0.50% (57,114.37)	A2 / A- AA-	4.06 3.82
78016EZQ3	Royal Bank of Canada Note 1.2% Due 4/27/2026	1,000,000.00	07/09/2021 1.13%	1,003,440.00 1,002,924.69	92.67 3.13%	926,656.00 5,133.33	0.46% (76,268.69)	A1 / A AA-	4.08 3.90
023135BX3	Amazon.com Inc Callable Note Cont 4/12/2026 1% Due 5/12/2026	2,615,000.00	05/10/2021 1.09%	2,603,703.20 2,605,707.67	93.86 2.58%	2,454,365.78 10,096.81	1.23% (151,341.89)	A1 / AA AA-	4.12 3.97
91324PEC2	United Health Group Inc Callable Note Cont 4/15/2026 1.15% Due 5/15/2026	430,000.00	Various 1.08%	431,391.30 431,163.57	93.05 2.95%	400,093.94 1,868.11	0.20% (31,069.63)	A3 / A+ A	4.13 3.96
89236TJK2	Toyota Motor Credit Corp Note 1.125% Due 6/18/2026	1,785,000.00	06/15/2021 1.13%	1,784,214.60 1,784,338.04	92.90 2.93%	1,658,329.26 5,745.47	0.83% (126,008.78)	A1 / A+ A+	4.22 4.05
06051GJD2	Bank of America Corp Callable Note Cont 6/19/2025 1.319% Due 6/19/2026	1,800,000.00	Various 1.23%	1,805,843.00 1,804,747.20	93.83 2.91%	1,688,952.60 6,726.89	0.84% (115,794.60)	A2 / A- AA-	4.22 4.04



CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
CORPORATE									
57629WDE7	Mass Mutual Global funding Note 1.2% Due 7/16/2026	1,250,000.00	08/19/2021 1.15%	1,252,787.50 1,252,442.96	92.44 3.09%	1,155,523.75 3,125.00	0.58% (96,919.21)	Aa3 / AA+ AA+	4.30 4.12
58989V2D5	Met Tower Global Funding Note 1.25% Due 9/14/2026	975,000.00	09/07/2021 1.27%	974,103.00 974,200.76	92.42 3.08%	901,130.10 575.52	0.45% (73,070.66)	Aa3 / AA- AA-	4.46 4.27
931142ER0	Wal-Mart Stores Callable Note Cont 08/17/2026 1.05% Due 9/17/2026	445,000.00	09/08/2021 1.09%	444,158.95 444,249.23	93.10 2.70%	414,287.44 181.71	0.21% (29,961.79)	Aa2 / AA AA	4.47 4.31
59217GER6	Metlife Note 1.875% Due 1/11/2027	1,575,000.00	01/03/2022 1.90%	1,573,204.50 1,573,283.16	94.08 3.22%	1,481,794.65 6,562.50	0.74% (91,488.51)	Aa3 / AA- AA-	4.79 4.49
808513BY0	Charles Schwab Corp Callable Note Cont 2/3/2027 2.45% Due 3/3/2027	1,425,000.00	03/01/2022 2.46%	1,424,601.70 1,424,607.91	97.21 3.06%	1,385,285.25 2,715.42	0.69% (39,322.66)	A2 / A A	4.93 4.58
084664CZ2	Berkshire Hathaway Callable Note Cont 2/15/2027 2.3% Due 3/15/2027	2,395,000.00	03/07/2022 2.30%	2,394,544.95 2,394,549.19	98.28 2.67%	2,353,844.32 2,448.22	1.17% (40,704.87)	Aa2 / AA A+	4.96 4.64
Total Corporate		56,175,000.00	1.67%	56,474,312.29 56,334,679.20	2.68%	54,440,105.99 232,758.65	27.23% (1,894,573.21)	A1 / A+ AA-	3.02 2.88
MONEY MARKET FUND									
60934N104	Federated Investors Government Obligations Fund	900,334.97	Various 0.13%	900,334.97 900,334.97	1.00 0.13%	900,334.97 0.00	0.45% 0.00	Aaa / AAA AAA	0.00 0.00
Total Money Market Fund		900,334.97	0.13%	900,334.97	0.13%	900,334.97 0.00	0.45% 0.00	Aaa / AAA AAA	0.00 0.00
MUNICIPAL BONDS									
13063DRK6	California State Taxable GO 2.4% Due 10/1/2024	1,915,000.00	10/16/2019 1.91%	1,958,987.55 1,937,286.38	99.41 2.64%	1,903,758.95 22,980.00	0.96% (33,527.43)	Aa2 / AA- AA	2.51 2.38
Total Municipal Bonds		1,915,000.00	1.91%	1,958,987.55 1,937,286.38	2.64%	1,903,758.95 22,980.00	0.96% (33,527.43)	Aa2 / AA- AA	2.51 2.38



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
NEGOTIABLE CD									
89114W7M1	Toronto Dominion Yankee CD 0.24% Due 4/28/2022	400,000.00	04/29/2021 0.24%	399,999.99 400,000.00	99.99 0.33%	399,972.00 901.33	0.20% (28.00)	P-1 / A-1 F-1+	0.08 0.08
Total Negotiable CD		400,000.00	0.24%	399,999.99 400,000.00	0.33%	399,972.00 901.33	0.20% (28.00)	P-1 / A-1 F-1+	0.08 0.08
SUPRANATIONAL									
45950KCR9	International Finance Corp Note 1.375% Due 10/16/2024	2,500,000.00	07/12/2021 0.54%	2,567,250.00 2,552,500.21	97.46 2.41%	2,436,600.00 15,755.21	1.22% (115,900.21)	Aaa / AAA NR	2.55 2.46
459058HT3	Intl. Bank Recon & Development Note 1.625% Due 1/15/2025	2,500,000.00	07/12/2021 0.56%	2,592,325.00 2,573,514.05	97.62 2.51%	2,440,555.00 8,576.39	1.22% (132,959.05)	Aaa / AAA AAA	2.80 2.69
4581X0DL9	Inter-American Dev Bank Note 0.875% Due 4/3/2025	3,000,000.00	12/14/2021 1.08%	2,980,230.00 2,981,970.55	95.23 2.53%	2,856,996.00 12,979.17	1.43% (124,974.55)	Aaa / AAA NR	3.01 2.92
459058JL8	Intl. Bank Recon & Development Note 0.5% Due 10/28/2025	3,400,000.00	Various 0.60%	3,384,848.15 3,388,483.14	92.91 2.59%	3,158,950.21 7,225.01	1.58% (229,532.93)	Aaa / AAA AAA	3.58 3.49
4581X0DV7	Inter-American Dev Bank Note 0.875% Due 4/20/2026	3,435,000.00	04/13/2021 0.97%	3,419,267.70 3,422,248.74	93.40 2.60%	3,208,375.88 13,441.82	1.60% (213,872.86)	Aaa / AAA AAA	4.06 3.92
45950KCX6	International Finance Corp Note 0.75% Due 10/8/2026	3,800,000.00	11/08/2021 1.15%	3,728,332.00 3,734,007.88	92.68 2.47%	3,521,680.40 16,070.83	1.76% (212,327.48)	Aaa / AAA NR	4.53 4.37
Total Supranational		18,635,000.00	0.84%	18,672,252.85 18,652,724.57	2.52%	17,623,157.49 74,048.43	8.81% (1,029,567.08)	Aaa / AAA AAA	3.51 3.40
US TREASURY									
912828T91	US Treasury Note 1.625% Due 10/31/2023	1,000,000.00	07/30/2019 1.84%	991,367.19 996,787.02	99.21 2.13%	992,109.00 6,823.20	0.50% (4,678.02)	Aaa / AA+ AAA	1.59 1.54
912828V23	US Treasury Note 2.25% Due 12/31/2023	3,150,000.00	Various 1.81%	3,209,369.15 3,173,134.21	100.04 2.23%	3,151,231.65 17,816.65	1.58% (21,902.56)	Aaa / AA+ AAA	1.75 1.70
912828B66	US Treasury Note 2.75% Due 2/15/2024	3,150,000.00	Various 1.81%	3,279,865.24 3,202,789.53	100.83 2.29%	3,176,208.00 10,768.30	1.59% (26,581.53)	Aaa / AA+ AAA	1.88 1.82



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
US TREASURY									
91282CBR1	US Treasury Note 0.25% Due 3/15/2024	1,000,000.00	03/30/2021 0.33%	997,578.13 998,398.87	96.13 2.29%	961,250.00 115.49	0.48% (37,148.87)	Aaa / AA+ AAA	1.96 1.93
912828X70	US Treasury Note 2% Due 4/30/2024	3,100,000.00	Various 1.86%	3,119,312.50 3,108,324.98	99.31 2.34%	3,078,566.60 26,033.15	1.55% (29,758.38)	Aaa / AA+ AAA	2.08 2.01
912828XX3	US Treasury Note 2% Due 6/30/2024	3,000,000.00	07/30/2019 1.87%	3,018,867.19 3,008,624.70	99.16 2.39%	2,974,686.00 15,082.87	1.49% (33,938.70)	Aaa / AA+ AAA	2.25 2.18
91282CCL3	US Treasury Note 0.375% Due 7/15/2024	2,500,000.00	07/13/2021 0.46%	2,493,359.38 2,494,934.71	95.52 2.39%	2,387,987.50 1,968.23	1.19% (106,947.21)	Aaa / AA+ AAA	2.29 2.26
912828D56	US Treasury Note 2.375% Due 8/15/2024	3,000,000.00	08/29/2019 1.45%	3,133,007.81 3,063,641.15	99.86 2.44%	2,995,665.00 8,857.04	1.50% (67,976.15)	Aaa / AA+ AAA	2.38 2.29
9128283D0	US Treasury Note 2.25% Due 10/31/2024	2,900,000.00	Various 1.76%	2,966,847.66 2,935,026.89	99.48 2.46%	2,884,934.50 27,397.79	1.45% (50,092.39)	Aaa / AA+ AAA	2.59 2.47
912828YV6	US Treasury Note 1.5% Due 11/30/2024	3,000,000.00	02/04/2022 1.47%	3,002,343.75 3,002,222.80	97.50 2.47%	2,925,117.00 15,082.42	1.46% (77,105.80)	Aaa / AA+ AAA	2.67 2.58
91282CDN8	US Treasury Note 1% Due 12/15/2024	3,000,000.00	12/14/2021 0.98%	3,001,640.63 3,001,480.46	96.20 2.46%	2,885,859.00 8,818.68	1.44% (115,621.46)	Aaa / AA+ AAA	2.71 2.64
91282CAM3	US Treasury Note 0.25% Due 9/30/2025	3,300,000.00	03/29/2021 0.74%	3,228,199.22 3,244,218.00	92.48 2.51%	3,051,856.50 22.54	1.52% (192,361.50)	Aaa / AA+ AAA	3.50 3.44
91282CAT8	US Treasury Note 0.25% Due 10/31/2025	3,400,000.00	02/22/2021 0.54%	3,354,046.88 3,364,843.58	92.30 2.51%	3,138,227.20 3,569.06	1.56% (226,616.38)	Aaa / AA+ AAA	3.59 3.52
91282CAZ4	US Treasury Note 0.375% Due 11/30/2025	2,200,000.00	03/26/2021 0.77%	2,160,554.69 2,169,058.42	92.55 2.51%	2,036,203.40 2,765.11	1.02% (132,855.02)	Aaa / AA+ AAA	3.67 3.59
91282CCZ2	US Treasury Note 0.875% Due 9/30/2026	1,780,000.00	10/18/2021 1.19%	1,753,369.53 1,755,786.46	93.20 2.48%	1,659,015.18 42.55	0.83% (96,771.28)	Aaa / AA+ AAA	4.50 4.36
91282CDK4	US Treasury Note 1.25% Due 11/30/2026	3,500,000.00	12/16/2021 1.17%	3,512,714.84 3,511,976.83	94.74 2.45%	3,315,977.00 14,663.46	1.66% (195,999.83)	Aaa / AA+ AAA	4.67 4.47

Holdings Report

As of March 31, 2022



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	
US TREASURY										
912828Z78	US Treasury Note 1.5% Due 1/31/2027	1,150,000.00	02/07/2022 1.77%	1,135,355.47 1,135,774.35	95.70 2.45%	1,100,585.65 2,859.12	0.55% (35,188.70)	Aaa / AA+ AAA	4.84 4.61	
Total US Treasury		44,130,000.00	1.30%	44,357,799.26 44,167,022.96	2.41%	42,715,479.18 162,685.66	21.36% (1,451,543.78)	Aaa / AA+ AAA	2.84 2.75	
TOTAL PORTFOLIO				206,012,398.39	1.35%	207,611,762.28 206,767,212.30	2.47%	100.00% (6,668,716.02)	Aa1 / AA AAA	2.85 2.55
TOTAL MARKET VALUE PLUS ACCRUED						200,770,247.02				



Transaction Type	Settlement Date	CUSIP	Quantity	Security Description	Price	Acq/Disp Yield	Amount	Interest Pur/Sold	Total Amount	Gain/Loss
ACQUISITIONS										
Purchase	03/01/2022	60934N104	68.96	Federated Investors Government Obligations Fund	1.000	0.03%	68.96	0.00	68.96	0.00
Purchase	03/03/2022	60934N104	1,261,690.28	Federated Investors Government Obligations Fund	1.000	0.03%	1,261,690.28	0.00	1,261,690.28	0.00
Purchase	03/03/2022	808513BY0	815,000.00	Charles Schwab Corp Callable Note Cont 2/3/2027 2.45% Due 3/3/2027	99.892	2.47%	814,119.80	0.00	814,119.80	0.00
Purchase	03/03/2022	808513BY0	610,000.00	Charles Schwab Corp Callable Note Cont 2/3/2027 2.45% Due 3/3/2027	100.079	2.43%	610,481.90	0.00	610,481.90	0.00
Purchase	03/05/2022	60934N104	26,625.00	Federated Investors Government Obligations Fund	1.000	0.03%	26,625.00	0.00	26,625.00	0.00
Purchase	03/06/2022	60934N104	10,920.00	Federated Investors Government Obligations Fund	1.000	0.03%	10,920.00	0.00	10,920.00	0.00
Purchase	03/08/2022	60934N104	16,625.00	Federated Investors Government Obligations Fund	1.000	0.03%	16,625.00	0.00	16,625.00	0.00
Purchase	03/09/2022	60934N104	1,828,193.75	Federated Investors Government Obligations Fund	1.000	0.03%	1,828,193.75	0.00	1,828,193.75	0.00
Purchase	03/10/2022	60934N104	473,486.62	Federated Investors Government Obligations Fund	1.000	0.03%	473,486.62	0.00	473,486.62	0.00
Purchase	03/11/2022	60934N104	2,212,421.53	Federated Investors Government Obligations Fund	1.000	0.03%	2,212,421.53	0.00	2,212,421.53	0.00
Purchase	03/11/2022	60934N104	30,875.00	Federated Investors Government Obligations Fund	1.000	0.03%	30,875.00	0.00	30,875.00	0.00
Purchase	03/13/2022	60934N104	43,125.00	Federated Investors Government Obligations Fund	1.000	0.03%	43,125.00	0.00	43,125.00	0.00
Purchase	03/14/2022	60934N104	38,750.00	Federated Investors Government Obligations Fund	1.000	0.03%	38,750.00	0.00	38,750.00	0.00
Purchase	03/15/2022	084664CZ2	2,395,000.00	Berkshire Hathaway Callable Note Cont 2/15/2027 2.3% Due 3/15/2027	99.981	2.30%	2,394,544.95	0.00	2,394,544.95	0.00
Purchase	03/15/2022	60934N104	30,750.00	Federated Investors Government Obligations Fund	1.000	0.03%	30,750.00	0.00	30,750.00	0.00



Transaction Type	Settlement Date	CUSIP	Quantity	Security Description	Price	Acq/Disp Yield	Amount	Interest Pur/Sold	Total Amount	Gain/Loss
ACQUISITIONS										
Purchase	03/15/2022	60934N104	202.71	Federated Investors Government Obligations Fund	1.000	0.03%	202.71	0.00	202.71	0.00
Purchase	03/15/2022	60934N104	175.00	Federated Investors Government Obligations Fund	1.000	0.03%	175.00	0.00	175.00	0.00
Purchase	03/15/2022	60934N104	318.50	Federated Investors Government Obligations Fund	1.000	0.03%	318.50	0.00	318.50	0.00
Purchase	03/15/2022	60934N104	329.33	Federated Investors Government Obligations Fund	1.000	0.03%	329.33	0.00	329.33	0.00
Purchase	03/15/2022	60934N104	340.21	Federated Investors Government Obligations Fund	1.000	0.03%	340.21	0.00	340.21	0.00
Purchase	03/15/2022	60934N104	1,258.03	Federated Investors Government Obligations Fund	1.000	0.03%	1,258.03	0.00	1,258.03	0.00
Purchase	03/15/2022	60934N104	278.67	Federated Investors Government Obligations Fund	1.000	0.03%	278.67	0.00	278.67	0.00
Purchase	03/15/2022	60934N104	739.50	Federated Investors Government Obligations Fund	1.000	0.03%	739.50	0.00	739.50	0.00
Purchase	03/15/2022	60934N104	228.00	Federated Investors Government Obligations Fund	1.000	0.03%	228.00	0.00	228.00	0.00
Purchase	03/15/2022	60934N104	271.33	Federated Investors Government Obligations Fund	1.000	0.03%	271.33	0.00	271.33	0.00
Purchase	03/15/2022	60934N104	280.50	Federated Investors Government Obligations Fund	1.000	0.03%	280.50	0.00	280.50	0.00
Purchase	03/15/2022	60934N104	30,408.69	Federated Investors Government Obligations Fund	1.000	0.03%	30,408.69	0.00	30,408.69	0.00
Purchase	03/15/2022	60934N104	61,031.99	Federated Investors Government Obligations Fund	1.000	0.03%	61,031.99	0.00	61,031.99	0.00
Purchase	03/15/2022	60934N104	29,498.60	Federated Investors Government Obligations Fund	1.000	0.03%	29,498.60	0.00	29,498.60	0.00
Purchase	03/15/2022	60934N104	26,989.75	Federated Investors Government Obligations Fund	1.000	0.03%	26,989.75	0.00	26,989.75	0.00
Purchase	03/15/2022	60934N104	45,247.28	Federated Investors Government Obligations Fund	1.000	0.03%	45,247.28	0.00	45,247.28	0.00



Transaction Type	Settlement Date	CUSIP	Quantity	Security Description	Price	Acq/Disp Yield	Amount	Interest Pur/Sold	Total Amount	Gain/Loss
ACQUISITIONS										
Purchase	03/15/2022	60934N104	45,979.80	Federated Investors Government Obligations Fund	1.000	0.03%	45,979.80	0.00	45,979.80	0.00
Purchase	03/15/2022	60934N104	67,970.96	Federated Investors Government Obligations Fund	1.000	0.03%	67,970.96	0.00	67,970.96	0.00
Purchase	03/15/2022	60934N104	14,335.94	Federated Investors Government Obligations Fund	1.000	0.03%	14,335.94	0.00	14,335.94	0.00
Purchase	03/15/2022	60934N104	59,643.23	Federated Investors Government Obligations Fund	1.000	0.03%	59,643.23	0.00	59,643.23	0.00
Purchase	03/16/2022	448977AD0	1,200,000.00	Hyundai Auto Receivables Trust 2022-A A3 2.22% Due 10/15/2026	99.996	2.23%	1,199,953.80	0.00	1,199,953.80	0.00
Purchase	03/16/2022	47787JAC2	840,000.00	John Deere Owner Trust 2022-A A3 2.32% Due 9/16/2026	99.978	2.34%	839,814.19	0.00	839,814.19	0.00
Purchase	03/16/2022	60934N104	441.00	Federated Investors Government Obligations Fund	1.000	0.03%	441.00	0.00	441.00	0.00
Purchase	03/16/2022	60934N104	252.17	Federated Investors Government Obligations Fund	1.000	0.03%	252.17	0.00	252.17	0.00
Purchase	03/17/2022	60934N104	2,336.25	Federated Investors Government Obligations Fund	1.000	0.03%	2,336.25	0.00	2,336.25	0.00
Purchase	03/18/2022	60934N104	3,581.25	Federated Investors Government Obligations Fund	1.000	0.03%	3,581.25	0.00	3,581.25	0.00
Purchase	03/18/2022	60934N104	267.52	Federated Investors Government Obligations Fund	1.000	0.03%	267.52	0.00	267.52	0.00
Purchase	03/21/2022	60934N104	396.50	Federated Investors Government Obligations Fund	1.000	0.03%	396.50	0.00	396.50	0.00
Purchase	03/21/2022	60934N104	93.38	Federated Investors Government Obligations Fund	1.000	0.03%	93.38	0.00	93.38	0.00
Purchase	03/21/2022	60934N104	451.00	Federated Investors Government Obligations Fund	1.000	0.03%	451.00	0.00	451.00	0.00
Purchase	03/21/2022	60934N104	1,862.00	Federated Investors Government Obligations Fund	1.000	0.03%	1,862.00	0.00	1,862.00	0.00
Purchase	03/21/2022	60934N104	475.88	Federated Investors Government Obligations Fund	1.000	0.03%	475.88	0.00	475.88	0.00



Transaction Type	Settlement Date	CUSIP	Quantity	Security Description	Price	Acq/Disp Yield	Amount	Interest Pur/Sold	Total Amount	Gain/Loss
ACQUISITIONS										
Purchase	03/21/2022	60934N104	2,068.89	Federated Investors Government Obligations Fund	1.000	0.03%	2,068.89	0.00	2,068.89	0.00
Purchase	03/21/2022	60934N104	54,660.21	Federated Investors Government Obligations Fund	1.000	0.03%	54,660.21	0.00	54,660.21	0.00
Purchase	03/23/2022	60934N104	6,346.88	Federated Investors Government Obligations Fund	1.000	0.03%	6,346.88	0.00	6,346.88	0.00
Purchase	03/25/2022	60934N104	582.08	Federated Investors Government Obligations Fund	1.000	0.03%	582.08	0.00	582.08	0.00
Purchase	03/25/2022	60934N104	148.50	Federated Investors Government Obligations Fund	1.000	0.03%	148.50	0.00	148.50	0.00
Purchase	03/25/2022	60934N104	3,825.00	Federated Investors Government Obligations Fund	1.000	0.03%	3,825.00	0.00	3,825.00	0.00
Purchase	03/25/2022	60934N104	4,413.75	Federated Investors Government Obligations Fund	1.000	0.03%	4,413.75	0.00	4,413.75	0.00
Purchase	03/25/2022	60934N104	6,304.51	Federated Investors Government Obligations Fund	1.000	0.03%	6,304.51	0.00	6,304.51	0.00
Purchase	03/25/2022	60934N104	2,100.29	Federated Investors Government Obligations Fund	1.000	0.03%	2,100.29	0.00	2,100.29	0.00
Purchase	03/25/2022	60934N104	1,633.66	Federated Investors Government Obligations Fund	1.000	0.03%	1,633.66	0.00	1,633.66	0.00
Purchase	03/25/2022	60934N104	8,725.00	Federated Investors Government Obligations Fund	1.000	0.03%	8,725.00	0.00	8,725.00	0.00
Purchase	03/25/2022	60934N104	67,219.05	Federated Investors Government Obligations Fund	1.000	0.03%	67,219.05	0.00	67,219.05	0.00
Purchase	03/25/2022	60934N104	4,837.99	Federated Investors Government Obligations Fund	1.000	0.03%	4,837.99	0.00	4,837.99	0.00
Purchase	03/31/2022	60934N104	11,912.50	Federated Investors Government Obligations Fund	1.000	0.13%	11,912.50	0.00	11,912.50	0.00
Subtotal			12,403,994.42				12,402,909.06	0.00	12,402,909.06	0.00
Short Sale	03/03/2022	60934N104	-1,424,601.70	Federated Investors Government Obligations Fund	1.000		-1,424,601.70	0.00	-1,424,601.70	0.00



Transaction Type	Settlement Date	CUSIP	Quantity	Security Description	Price	Acq/Disp Yield	Amount	Interest Pur/Sold	Total Amount	Gain/Loss
ACQUISITIONS										
Short Sale	03/15/2022	60934N104	-2,394,544.95	Federated Investors Government Obligations Fund	1.000		-2,394,544.95	0.00	-2,394,544.95	0.00
Subtotal			-3,819,146.65				-3,819,146.65	0.00	-3,819,146.65	0.00
TOTAL ACQUISITIONS			8,584,847.77				8,583,762.41	0.00	8,583,762.41	0.00
DISPOSITIONS										
Closing Purchase	03/03/2022	60934N104	-1,424,601.70	Federated Investors Government Obligations Fund	1.000		-1,424,601.70	0.00	-1,424,601.70	0.00
Closing Purchase	03/15/2022	60934N104	-2,394,544.95	Federated Investors Government Obligations Fund	1.000		-2,394,544.95	0.00	-2,394,544.95	0.00
Subtotal			-3,819,146.65				-3,819,146.65	0.00	-3,819,146.65	0.00
Sale	03/03/2022	60934N104	1,424,601.70	Federated Investors Government Obligations Fund	1.000	0.03%	1,424,601.70	0.00	1,424,601.70	0.00
Sale	03/03/2022	69353RFE3	700,000.00	PNC Bank Callable Note Cont 6/28/2022 2.45% Due 7/28/2022	100.397	2.45%	702,779.00	1,667.36	704,446.36	2,784.07
Sale	03/03/2022	912828N30	550,000.00	US Treasury Note 2.125% Due 12/31/2022	100.953	2.46%	555,242.19	2,001.73	557,243.92	6,681.57
Sale	03/09/2022	912828Z78	1,850,000.00	US Treasury Note 1.5% Due 1/31/2027	98.668	1.77%	1,825,357.42	2,836.33	1,828,193.75	-1,459.79
Sale	03/10/2022	69353RFE3	470,000.00	PNC Bank Callable Note Cont 6/28/2022 2.45% Due 7/28/2022	100.456	2.45%	472,143.20	1,343.42	473,486.62	2,146.44
Sale	03/11/2022	912828T91	2,200,000.00	US Treasury Note 1.625% Due 10/31/2023	99.977	1.81%	2,199,484.38	12,937.15	2,212,421.53	5,104.24
Sale	03/15/2022	60934N104	2,394,544.95	Federated Investors Government Obligations Fund	1.000	0.03%	2,394,544.95	0.00	2,394,544.95	0.00



Transaction Type	Settlement Date	CUSIP	Quantity	Security Description	Price	Acq/Disp Yield	Amount	Interest Pur/Sold	Total Amount	Gain/Loss
DISPOSITIONS										
Sale	03/16/2022	60934N104	1,199,953.80	Federated Investors Government Obligations Fund	1.000	0.03%	1,199,953.80	0.00	1,199,953.80	0.00
Sale	03/16/2022	60934N104	839,814.19	Federated Investors Government Obligations Fund	1.000	0.03%	839,814.19	0.00	839,814.19	0.00
Subtotal			11,628,914.64				11,613,920.83	20,785.99	11,634,706.82	15,256.53
Paydown	03/15/2022	43813DAC2	30,114.17	Honda Auto Receivables 2020-2 A3 0.82% Due 7/15/2024	100.000		30,114.17	294.52	30,408.69	0.00
Paydown	03/15/2022	43815BAC4	0.00	Honda Auto Receivables Trust 2022-1 A3 1.88% Due 5/15/2026	100.000		0.00	1,258.03	1,258.03	0.00
Paydown	03/15/2022	43815NAC8	60,334.72	Honda Auto Receivables Trust 2019-3 A3 1.78% Due 8/15/2023	100.000		60,334.72	697.27	61,031.99	0.00
Paydown	03/15/2022	44891RAC4	0.00	Hyundai Auto Receivables Trust 2020-C A3 0.38% Due 5/15/2025	100.000		0.00	278.67	278.67	0.00
Paydown	03/15/2022	44891VAC5	0.00	Hyundai Auto Lease Trust 2021-B A3 0.33% Due 6/17/2024	100.000		0.00	280.50	280.50	0.00
Paydown	03/15/2022	44891WAC3	0.00	Hyundai Auto Lease Trust 2022-A A3 1.16% Due 1/15/2025	100.000		0.00	739.50	739.50	0.00
Paydown	03/15/2022	44933LAC7	0.00	Hyundai Auto Receivables Trust 2021-A A3 0.38% Due 9/15/2025	100.000		0.00	228.00	228.00	0.00
Paydown	03/15/2022	44935FAD6	0.00	Hyundai Auto Receivables Trust 2021-C A3 0.74% Due 5/15/2026	100.000		0.00	271.33	271.33	0.00
Paydown	03/15/2022	477870AC3	29,164.51	John Deere Owner Trust 2019-B A3 2.21% Due 12/15/2023	100.000		29,164.51	334.09	29,498.60	0.00
Paydown	03/15/2022	47787NAC3	26,837.30	John Deere Owner Trust 2020-B A3 0.51% Due 11/15/2024	100.000		26,837.30	152.45	26,989.75	0.00
Paydown	03/15/2022	47789JAD8	44,867.64	John Deere Owner Trust 2019-A A3 2.91% Due 7/17/2023	100.000		44,867.64	379.64	45,247.28	0.00



Transaction Type	Settlement Date	CUSIP	Quantity	Security Description	Price	Acq/Disp Yield	Amount	Interest Pur/Sold	Total Amount	Gain/Loss
DISPOSITIONS										
Paydown	03/15/2022	47789KAC7	45,401.86	John Deere Owner Trust 2020-A A3 1.1% Due 8/15/2024	100.000		45,401.86	577.94	45,979.80	0.00
Paydown	03/15/2022	47789QAC4	0.00	John Deere Owner Trust 2021-B A3 0.52% Due 3/16/2026	100.000		0.00	318.50	318.50	0.00
Paydown	03/15/2022	58769EAC2	0.00	Mercedes-Benz Auto Lease Trust 2020-B A3 0.4% Due 11/15/2023	100.000		0.00	175.00	175.00	0.00
Paydown	03/15/2022	58770FAC6	67,760.22	Mercedes Benz Auto Lease Trust 2020-A A3 1.84% Due 12/15/2022	100.000		67,760.22	210.74	67,970.96	0.00
Paydown	03/15/2022	65479GAD1	14,299.48	Nissan Auto Receivables Trust 2018-B A3 3.06% Due 3/15/2023	100.000		14,299.48	36.46	14,335.94	0.00
Paydown	03/15/2022	65479JAD5	58,579.52	Nissan Auto Receivables Owner 2019-C A3 1.93% Due 7/15/2024	100.000		58,579.52	1,063.71	59,643.23	0.00
Paydown	03/15/2022	89236XAC0	0.00	Toyota Auto Receivables 2020-D A3 0.35% Due 1/15/2025	100.000		0.00	202.71	202.71	0.00
Paydown	03/15/2022	89238JAC9	0.00	Toyota Auto Receivables Trust 2021-D A3 0.71% Due 4/15/2026	100.000		0.00	340.21	340.21	0.00
Paydown	03/15/2022	89240BAC2	0.00	Toyota Auto Receivables Owners 2021-A A3 0.26% Due 5/15/2025	100.000		0.00	329.33	329.33	0.00
Paydown	03/16/2022	362554AC1	0.00	GM Financial Securitized Term 2021-4 A3 0.68% Due 9/16/2026	100.000		0.00	252.17	252.17	0.00
Paydown	03/16/2022	380146AC4	0.00	GM Financial Auto Receivables 2022-1 A3 1.26% Due 11/16/2026	100.000		0.00	441.00	441.00	0.00
Paydown	03/18/2022	43813KAC6	0.00	Honda Auto Receivables Trust 2020-3 A3 0.37% Due 10/18/2024	100.000		0.00	267.52	267.52	0.00



Transaction Type	Settlement Date	CUSIP	Quantity	Security Description	Price	Acq/Disp Yield	Amount	Interest Pur/Sold	Total Amount	Gain/Loss
DISPOSITIONS										
Paydown	03/21/2022	36262XAC8	0.00	GM Financial Auto Lease Trust 2021-3 A2 0.39% Due 10/21/2024	100.000		0.00	396.50	396.50	0.00
Paydown	03/21/2022	36265MAC9	0.00	GM Financial Auto Lease Trust 2022-1 A3 1.9% Due 3/20/2025	100.000		0.00	2,068.89	2,068.89	0.00
Paydown	03/21/2022	43813GAC5	0.00	Honda Auto Receivables Trust 2021-1 A3 0.27% Due 4/21/2025	100.000		0.00	93.38	93.38	0.00
Paydown	03/21/2022	43815GAC3	0.00	Honda Auto Receivables Trust 2021-4 A3 0.88% Due 1/21/2026	100.000		0.00	451.00	451.00	0.00
Paydown	03/21/2022	89238LAC4	0.00	Toyota Lease Owner Trust 2022-A A3 1.96% Due 2/20/2025	100.000		0.00	1,862.00	1,862.00	0.00
Paydown	03/21/2022	92290BAA9	0.00	Verizon Owner Trust 2020-B A 0.47% Due 2/20/2025	100.000		0.00	475.88	475.88	0.00
Paydown	03/21/2022	92348AAA3	53,887.47	Verizon Owner Trust 2019-C A1A 1.94% Due 4/22/2024	100.000		53,887.47	772.74	54,660.21	0.00
Paydown	03/25/2022	05601XAC3	0.00	BMW Vehicle Lease Trust 2022-1 A3 1.1% Due 3/25/2025	100.000		0.00	582.08	582.08	0.00
Paydown	03/25/2022	09690AAC7	0.00	BMW Vehicle Lease Trust 2021-2 A3 0.33% Due 12/26/2024	100.000		0.00	148.50	148.50	0.00
Paydown	03/25/2022	3137B4WB8	0.00	FHLMC K033 A2Due 7/25/2023	100.000		0.00	3,825.00	3,825.00	0.00
Paydown	03/25/2022	3137B5JM6	0.00	FHLMC K034 A2 3.531% Due 7/25/2023	100.000		0.00	4,413.75	4,413.75	0.00
Paydown	03/25/2022	3137B7MZ9	0.00	FHLMC K036 A2Due 10/25/2023	100.000		0.00	6,304.51	6,304.51	0.00
Paydown	03/25/2022	3137B7YY9	0.00	FHLMC K037 A2 3.49% Due 1/25/2024	100.000		0.00	8,725.00	8,725.00	0.00
Paydown	03/25/2022	3137BLW95	0.00	FHLMC K050 A2 3.334% Due 8/25/2025	100.000		0.00	1,633.66	1,633.66	0.00



Transaction Type	Settlement Date	CUSIP	Quantity	Security Description	Price	Acq/Disp Yield	Amount	Interest Pur/Sold	Total Amount	Gain/Loss
DISPOSITIONS										
Paydown	03/25/2022	3137BM6P6	61,808.57	FHLMC K721 A2Due 8/25/2022	100.000		61,808.57	5,410.48	67,219.05	0.00
Paydown	03/25/2022	3137BSP72	0.00	FHLMC K058 A2 2.653% Due 8/25/2026	100.000		0.00	2,100.29	2,100.29	0.00
Paydown	03/25/2022	3137BYPQ7	1,851.92	FHLMC K726 A2 2.905% Due 4/25/2024	100.000		1,851.92	2,986.07	4,837.99	0.00
Subtotal			494,907.38				494,907.38	51,379.02	546,286.40	0.00
TOTAL DISPOSITIONS			8,304,675.37				8,289,681.56	72,165.01	8,361,846.57	15,256.53
OTHER TRANSACTIONS										
Interest	03/05/2022	06051GHF9	1,500,000.00	Bank of America Corp Callable Note 1X 3/5/2023 3.55% Due 3/5/2024	0.000		26,625.00	0.00	26,625.00	0.00
Interest	03/06/2022	24422ETG4	780,000.00	John Deere Capital Corp Note 2.8% Due 3/6/2023	0.000		10,920.00	0.00	10,920.00	0.00
Interest	03/08/2022	3130AB3H7	1,400,000.00	FHLB Note 2.375% Due 3/8/2024	0.000		16,625.00	0.00	16,625.00	0.00
Interest	03/11/2022	89114QCB2	1,900,000.00	Toronto Dominion Bank Note 3.25% Due 3/11/2024	0.000		30,875.00	0.00	30,875.00	0.00
Interest	03/13/2022	3130A2UW4	3,000,000.00	FHLB Note 2.875% Due 9/13/2024	0.000		43,125.00	0.00	43,125.00	0.00
Interest	03/14/2022	3130A4CH3	2,750,000.00	FHLB Note 2.375% Due 3/14/2025	0.000		32,656.25	0.00	32,656.25	0.00
Interest	03/14/2022	58989V2D5	975,000.00	Met Tower Global Funding Note 1.25% Due 9/14/2026	0.000		6,093.75	0.00	6,093.75	0.00
Interest	03/15/2022	002824BB5	2,000,000.00	Abbott Laboratories Callable Note Cont 12/15/2024 2.95% Due 3/15/2025	0.000		29,500.00	0.00	29,500.00	0.00
Interest	03/15/2022	91282CBR1	1,000,000.00	US Treasury Note 0.25% Due 3/15/2024	0.000		1,250.00	0.00	1,250.00	0.00



Transaction Type	Settlement Date	CUSIP	Quantity	Security Description	Price	Acq/Disp Yield	Amount	Interest Pur/Sold	Total Amount	Gain/Loss
OTHER TRANSACTIONS										
Interest	03/17/2022	931142ER0	445,000.00	Wal-Mart Stores Callable Note Cont 08/17/2026 1.05% Due 9/17/2026	0.000		2,336.25	0.00	2,336.25	0.00
Interest	03/18/2022	808513BN4	955,000.00	Charles Schwab Corp Callable Note Cont 2/18/2024 0.75% Due 3/18/2024	0.000		3,581.25	0.00	3,581.25	0.00
Interest	03/23/2022	3137EAEX3	3,385,000.00	FHLMC Note 0.375% Due 9/23/2025	0.000		6,346.88	0.00	6,346.88	0.00
Interest	03/31/2022	91282CAM3	3,300,000.00	US Treasury Note 0.25% Due 9/30/2025	0.000		4,125.00	0.00	4,125.00	0.00
Interest	03/31/2022	91282CCZ2	1,780,000.00	US Treasury Note 0.875% Due 9/30/2026	0.000		7,787.50	0.00	7,787.50	0.00
Subtotal			25,170,000.00				221,846.88	0.00	221,846.88	0.00
Dividend	03/01/2022	60934N104	-1,209,346.51	Federated Investors Government Obligations Fund	0.000		68.96	0.00	68.96	0.00
Subtotal			-1,209,346.51				68.96	0.00	68.96	0.00
TOTAL OTHER TRANSACTIONS			23,960,653.49				221,915.84	0.00	221,915.84	0.00

MARCH 2022



Market Data

 World Stock Market Indices
 data as of 2/28/2022

	Change (1/31/2022)	%CHG	
S&P 500	4,373.94	-141.61	-3.14%
NASDAQ	13,751.40	-488.48	-3.43%
DOW JONES	33,892.60	-1,239.26	-3.53%
FTSE (UK)	7,458.25	-6.12	-0.08%
DAX (Germany)	14,461.02	-1,010.18	-6.53%
Hang Seng (Hong Kong)	22,713.02	-1,089.24	-4.58%
Nikkei (Japan)	26,526.82	-475.16	-1.76%

Source: Bloomberg. Please see descriptions of indices on Page 2.

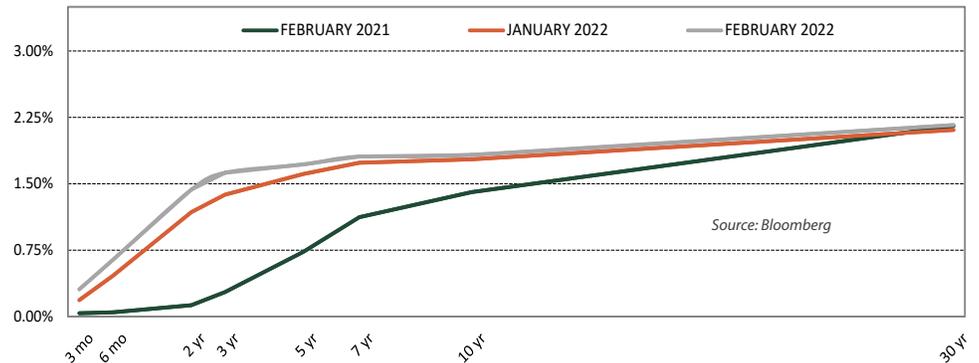
Market Summary

The Russian invasion into Ukraine and resulting Western sanctions on Russia have fueled volatility in financial markets. The latest escalation has exacerbated inflationary pressures, particularly in energy and commodities, and has caused tightening conditions in financial markets. While consumer spending and economic growth remain strong, we believe an extended conflict in Eastern Europe along with elevated energy prices increases the risk of an economic slowdown in the coming months. While we expect the Fed 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. Over the near-term, we expect financial market volatility to remain elevated and conditions to remain tighter with heightened geopolitical risk, supply chain bottlenecks, persistent inflation, and the Fed pivoting to less accommodative monetary policy.

The Federal Open Market Committee (FOMC) raised the federal funds rate by 0.25% at their March 16 meeting to a target range of 0.25% to 0.50%. This was the first increase since 2018, after two years of holding the federal funds rates near zero to insulate the economy from the impacts of the pandemic. The Federal Reserve (Fed) also ended their bond-buying program as expected in March, which included the purchase of treasury and agency mortgage-backed securities. The Fed also mentioned they would begin allowing their \$8.9 trillion balance sheet to shrink, but did not give specific timing, only stating more information will be given at an upcoming meeting. Fed officials released updated economic projections and see inflation increasing at a significantly higher rate than previously anticipated, at 4.3% this year, but retreating to 2.3% in 2024. They also lowered their forecast for economic growth in 2022 from 4.0% to 2.8%, while unemployment projections were little changed. Chair Powell stated at the press conference "The American economy is very strong and well positioned to handle tighter monetary policy." The Fed's policy decisions will be led by incoming economic data and their evolving outlook. We are anticipating additional rate hikes by the Fed this year, but we do not believe that monetary policy is on a pre-set course and expect the Fed's policy adjustments will depend on developments in the economy.

In February, the 2-year Treasury yield increased 25 basis points to 1.43%, the 5-year Treasury yield increased 11 basis points to 1.72%, and the 10-year Treasury yield increased about 5 basis points to 1.83%. On a month-over-month basis, the yield curve continued to flatten. The spread between the 2-year and 10-year Treasury yield was roughly 40 basis points at February month-end, versus 60 basis points one month ago and 128 basis points one year ago.

Treasury Yields Continued To Rise in February



At the end of February, the 2-year Treasury yield was about 130 basis points higher, and the 10-Year Treasury yield was about 42 basis points higher, year-over-year. The spread between the 2-year Treasury yield and 10-year Treasury yield was 40 basis points at February month-end compared to the average historical spread (since 2003) of about 130 basis points.

TREASURY YIELDS	Trend (▲/▼)	2/28/2022	1/31/2022	Change
3-Month	▲	0.31	0.19	0.12
2-Year	▲	1.43	1.18	0.25
3-Year	▲	1.63	1.38	0.25
5-Year	▲	1.72	1.61	0.11
7-Year	▲	1.81	1.74	0.07
10-Year	▲	1.83	1.78	0.05
30-Year	▲	2.16	2.11	0.06

Source: Bloomberg

BOND MARKET REVIEW

Credit Spreads Widened in February

CREDIT SPREADS	Spread to Treasuries (%)	One Month Ago (%)	Change
3-month top rated commercial paper	0.24	0.11	0.13
2-year A corporate note	0.32	0.20	0.13
5-year A corporate note	0.68	0.52	0.16
5-year Agency note	0.12	0.03	0.08

Source: Bloomberg

Data as of 2/28/2022

Supply and Demand Imbalances Continue to Impact Economic Data

ECONOMIC INDICATOR	Current Release	Prior Release	One Year Ago
Trade Balance	(89.69) \$Bln JAN 22	(81.96) \$Bln DEC 21	(65.12) \$Bln JAN 21
Gross Domestic Product	7.00% DEC 21	2.30% SEP 21	4.50% DEC 20
Unemployment Rate	3.80% FEB 22	4.00% JAN 22	6.20% FEB 21
Prime Rate	3.25% FEB 22	3.25% JAN 22	3.25% FEB 21
Commodity Research Bureau Index	269.07 FEB 22	255.12 JAN 22	190.43 FEB 21
Oil (West Texas Int.)	\$95.72 FEB 22	\$76.99 DEC 21	\$61.50 FEB 21
Consumer Price Index (y/o/y)	7.90% FEB 22	7.50% JAN 22	1.70% FEB 21
Producer Price Index (y/o/y)	13.80% FEB 22	12.50% JAN 22	2.50% FEB 21
Euro/Dollar	1.12 FEB 22	1.12 JAN 22	1.21 FEB 21

Source: Bloomberg

Since 1988, Chandler Asset Management has specialized in providing fixed income investment solutions to risk-averse public agencies and institutions. Chandler's mission is to provide fully customizable, client-centered portfolio management that preserves principal, mitigates risk and generates income in our clients' portfolios.

Economic Roundup

Consumer Prices

Although U.S. consumer prices were in line with expectations in February, inflation hit a 40-year high. The Consumer Price Index (CPI) was up 7.9% year-over-year in February, versus a 7.5% year-over-year gain in January. Core CPI (CPI less food and energy) was up 6.4% year-over-year in February, versus up 6.0% in January. Rising food and rent prices were primary contributors to the big increase, as well as the month-end surge in gas prices, which is likely to be even more pronounced in the March report. The Personal Consumption Expenditures (PCE) index was up 6.1% in January, up from 5.8% year-over-year in December. Core PCE was up 5.2% year-over-year in January, versus up 4.9% in December. Current inflation readings continue to run well above the Fed's longer-run target of around 2.0%. We believe pricing pressures are likely to increase in the coming months considering the recent surge in commodity prices and will likely remain elevated longer than anticipated as a result of the conflict in Europe.

Retail Sales

Retail sales edged higher in February, but there are signs that higher gas prices are impacting discretionary spending. On a year-over-year basis, retail sales were up 17.6% in February versus up 14% in January. On a month-over-month basis, retail sales moderated, rising 0.3% in February versus an upwardly revised increase of 4.9% in January. Excluding vehicles and gas, retail sales were down 0.4% month-over-month. Looking further ahead, we believe high levels of consumer savings along with improvement in the health situation and continued improvement in the labor market should provide a healthy tailwind for consumer spending, although inflation threatens to put a dent in expected growth. The Consumer Confidence index eased to 110.5 in February from 111.1 in January.

Labor Market

The February employment report was stronger than expected at 678,000 with upward revisions from the prior months totaling 92,000. The three-month moving average payrolls is 582,000, very close to the six-month moving average, signaling trends in employment remain robust. Job growth was broad-based, and the unemployment rate dropped from 4.0% in January to 3.8% in February. The labor participation rate increased marginally to 62.3% in February from 62.2% in January but remains lower than the pre-pandemic level of 63.4%. The U-6 underemployment rate, which includes those who are marginally attached to the labor force and employed part time for economic reasons, edged up to 7.2% in February from 7.1% in January, and is close to its pre-pandemic level (7.0% in February 2020). Average hourly earnings were surprisingly unchanged month-over-month and were up 5.1% year-over-year in February versus 5.7% in January. As more participants enter the labor force, wage inflation dynamics should start to moderate, helping to lower the current elevated inflation readings.

Housing Starts

Total housing starts rebounded 6.8 percent to an annual rate of 1,769,000 in February. Single-family starts increased 5.7% and multi-family starts increased 9.3%, month-over-month. On a year-over-year basis, total housing starts were up 22.3% in February driven by multi-family starts. According to the Case-Shiller 20-City home price index, home prices were up 18.56% year-over-year in December versus up 18.35% year-over-year in November, suggesting tight supply may be continuing to support prices. Rising mortgage rates and affordability could be headwinds to further price growth.

World Stock Market Index Descriptions

S&P 500—The S&P 500 is a market value weighted index of 500 large-capitalization stocks. The 500 companies included in the index capture approximately 80% of available US market capitalization. NASDAQ—The NASDAQ Composite Index is the market capitalization-weighted index of over 3,300 common stocks listed on the NASDAQ stock exchange. Dow Jones—The Dow Jones Industrial Average is an index that tracks 30 large, publicly-owned companies trading on the New York Stock Exchange and the NASDAQ. The Financial Times Stock Exchange Group (FTSE)—The FTSE is a share index of the 100 companies listed on the London Stock Exchange with the highest market capitalization. DAX—The Deutscher Aktienindex (DAX) is a blue chip stock market index consisting of the 30 major German companies trading on the Frankfurt Stock Exchange. Hang Seng—The Hang Seng Index is a freefloat-adjusted market-capitalization-weighted stock market index in Hong Kong. It is used to record and monitor daily changes of the largest companies of the Hong Kong stock market and is the main indicator of overall market performance in Hong Kong. Nikkei—Japan's Nikkei 225 Stock Average is a price-weighted index composed of Japan's top 225 blue-chip companies traded on the Tokyo Stock Exchange.

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