

**ADMINISTRATION AND FINANCE  
COMMITTEE MEETING  
AND  
SPECIAL MEETING OF THE  
BOARD OF DIRECTORS**

**Tuesday, July 11, 2023  
4:00 P.M.**

**Committee Members:**

Jennifer Santana, Chair  
Charles Treviño, Vice-Chair



248 E. Foothill Blvd, Room 103  
Monrovia, CA 91016

(626) 443-2297  
[www.upperdistrict.org](http://www.upperdistrict.org)

\*The Administration and Finance Committee meeting is noticed as a joint committee meeting with the Board of Directors for the purpose of compliance with the Brown Act. Members of the Board who are not assigned to the Administration and Finance Committee may attend and participate as members of the Board, whether or not a quorum of the Board is present. To preserve the function of the Committee as advisory to the Board, members of the Board who are not assigned to the Administration and Finance Committee will not vote on matters before the Committee.

**Communications**

1. Call to Order
2. Public Comment

**Discussion/Action**

3. Quarterly Investment Update – June 30, 2023 (*Quarterly report enclosed. A representative from Chandler Asset Management will provide a presentation.*)

**Oral Reports**

4. Financial Report – June 30, 2023

**Other Matters**

- 5.

**Adjournment**

**Next Meeting:** Tuesday, September 5, 2023 at 4:00 p.m.



**American Disabilities Act Compliance** (*Government Code Section 54954.2(a)*)

To request special assistance to participate in this meeting, please contact the Upper District office at (626) 443-2297 or [venessa@usgvmwd.org](mailto:venessa@usgvmwd.org) at least 24 hours prior to meeting.



# Upper San Gabriel Valley Municipal Water District

*Period Ending June 30, 2023*

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



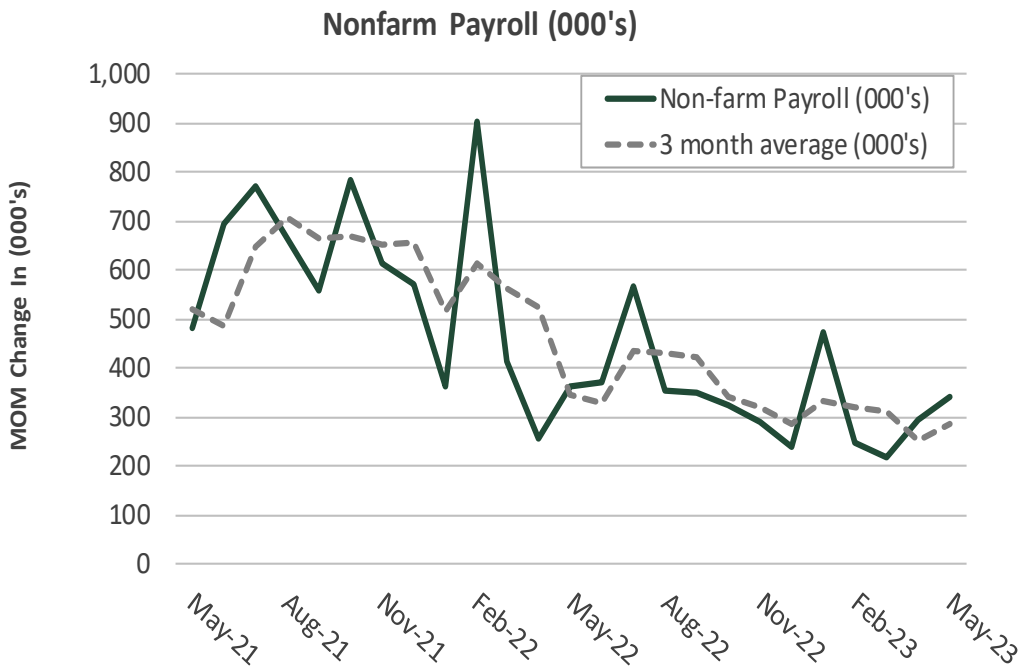
|                  |                           |
|------------------|---------------------------|
| <b>SECTION 1</b> | <b>Economic Update</b>    |
| <b>SECTION 2</b> | <b>Account Profile</b>    |
| <b>SECTION 3</b> | <b>Portfolio Holdings</b> |
| <b>SECTION 4</b> | <b>Transactions</b>       |

# Section 1 | Economic Update

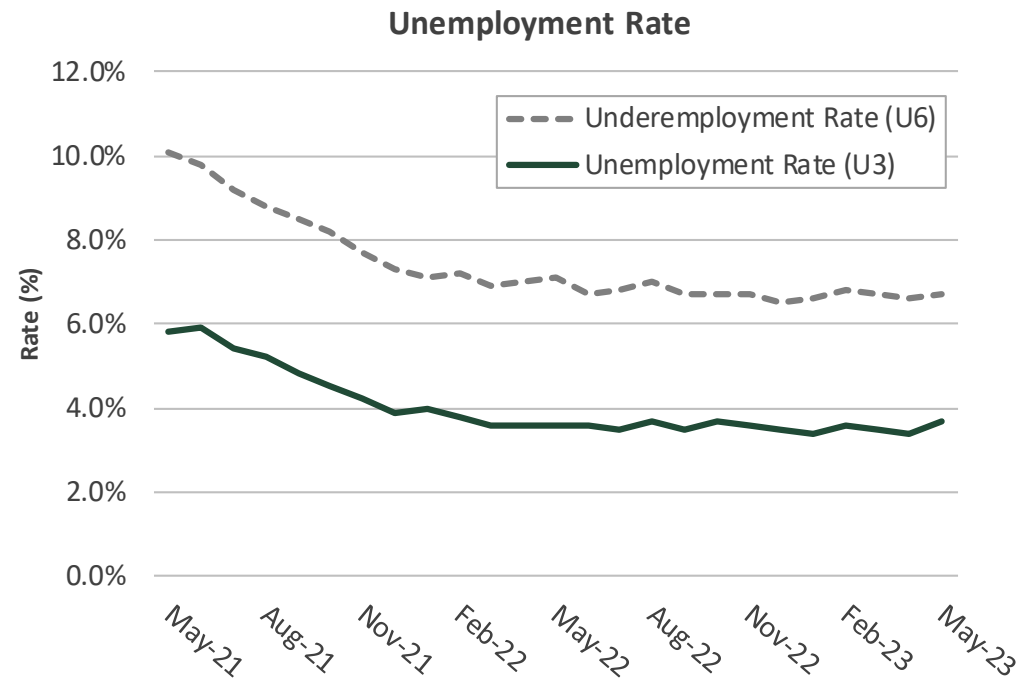
## Economic Update

- Recent economic data continues to suggest positive but below trend growth this year. Although the pace of job growth is moderating, labor markets remain solid, and the U.S. consumer has demonstrated resiliency. Inflationary trends are subsiding, but core levels remain well above the Fed's target. Given the cumulative effects of restrictive monetary policy and tighter financial conditions, we believe the economy will gradually soften and the Fed will remain data dependent as they tread cautiously going forward.
- At the June meeting, the Federal Open Market Committee paused in their rate hiking campaign after ten straight rate increases and left the target Federal Funds rate in the current range of 5.00 - 5.25%. Market participants viewed the FOMC's decision as a 'hawkish' pause, expecting further tightening in the future, primarily based on the updated release of the FOMC's Summary of Economic Projections (SEP) forecast which reflected a stronger economic outlook and higher rates compared to the March forecast. We believe the resiliency of future economic data will determine if the Federal Reserve can stay on hold for a period of time or will be forced to tighten policy further to bring inflation back down towards their 2% policy objective.
- The yield curve remained inverted in June. The 2-year Treasury yield surged 50 basis points to 4.90%, the 5-year Treasury yield rose 40 basis points to 4.16%, and the 10-year Treasury yield increased 19 basis points to 3.84%. The inversion between the 2-year Treasury yield and 10-year Treasury yield widened to -106 basis points at June month-end versus -76 basis points at May month-end. The spread between the 2-year Treasury and 10-year Treasury yield one year ago was +6 basis points. The inversion between 3-month and 10-year Treasuries narrowed to -146 basis points in June from -176 basis points in May. The shape of the yield curve indicates that the probability of recession is increasing.

# Employment



Source: US Department of Labor

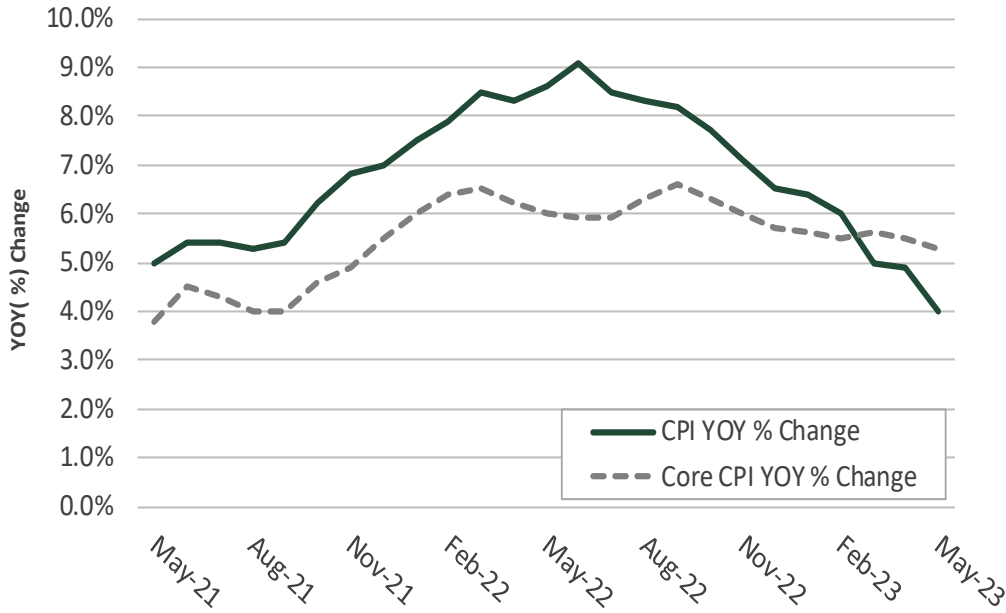


Source: US Department of Labor

The latest US jobs report showed mixed signals regarding the state of the labor market in May. The U.S. economy added 339,000 jobs in May, following an upward revision of 41,000 to 294,000 jobs for the month of April. The pace of job growth remains healthy with the three-month moving average payrolls at 283,000 and the six-month moving average at 302,000. The unemployment rate increased to 3.7% on a decline in household employment, while the labor force participation rate remained at 62.6% in May. The U-6 underemployment rate, which includes those who are marginally attached to the labor force and employed part time for economic reasons, increased to 6.7% from the prior month at 6.6%. Average hourly earnings decelerated to 4.3% year-over-year in May, down from a 4.4% increase in March. Job Openings in April edged up to 10.1 million and separations decreased to 5.7 million, indicating continuing demand for labor. While the longer-term trend of hiring is slowing, levels remain consistent with a solid labor market.

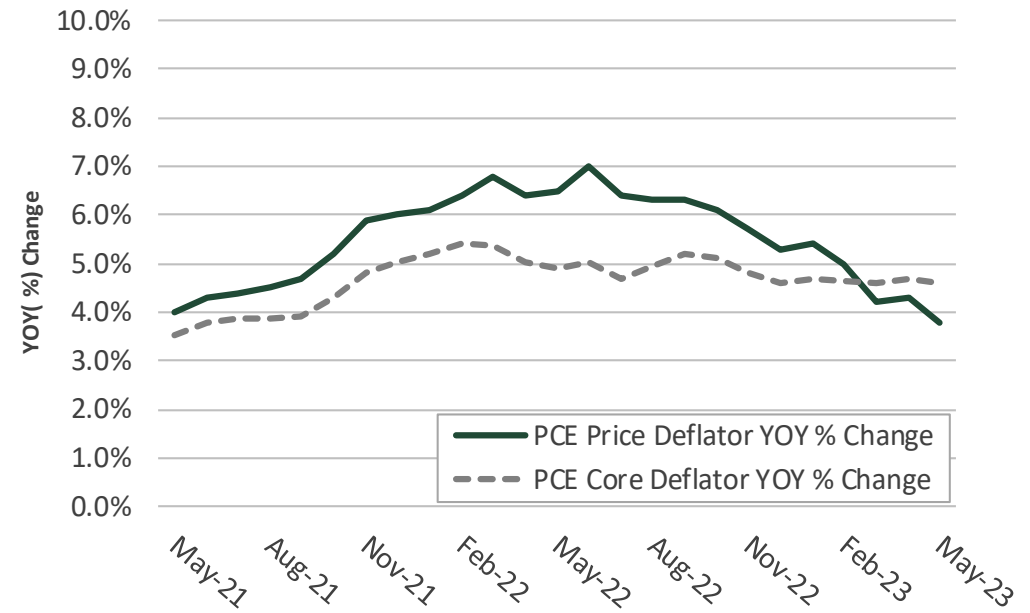
# Inflation

### Consumer Price Index (CPI)



Source: US Department of Labor

### Personal Consumption Expenditures (PCE)

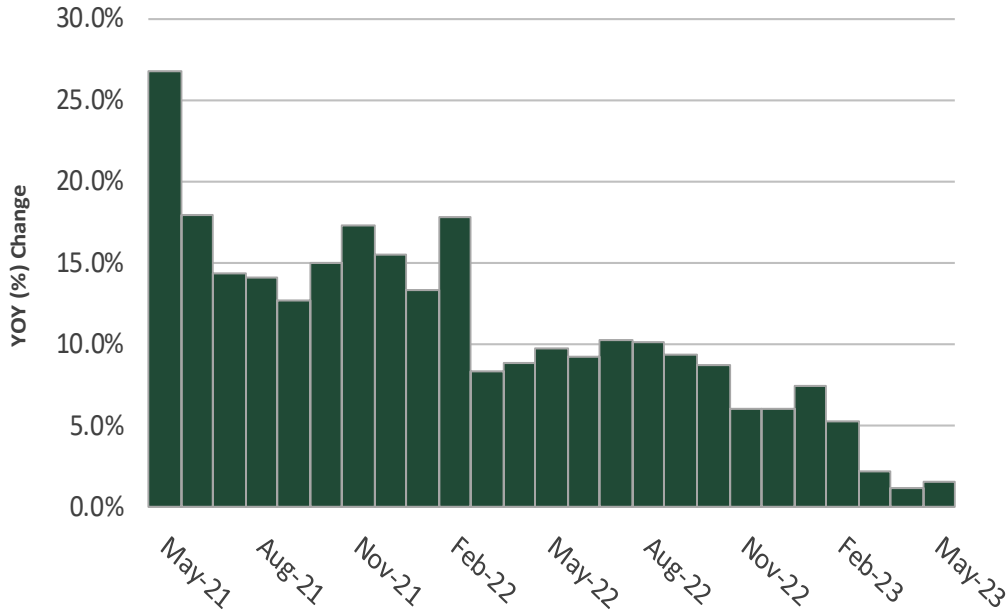


Source: US Department of Commerce

The Consumer Price Index (CPI) increased in May by 0.1% month-over-month and 4.0% year-over-year, down from 4.9% in April. The Core CPI, which excludes volatile food and energy components, remained firm at 0.4% month-over-month and 5.3% year-over-year, decelerating modestly from 5.5% in April. The Personal Consumption Expenditures (PCE) index rose 3.8% year-over-year in May, down from a 4.3% gain in April. Core PCE, the Federal Reserve’s preferred inflation gauge, increased 4.6% year-over-year in May, down slightly from a 4.7% increase in April. Core inflation remains stubbornly elevated above the Fed's 2% target, with service-sector inflation and strong wage growth as headwinds.

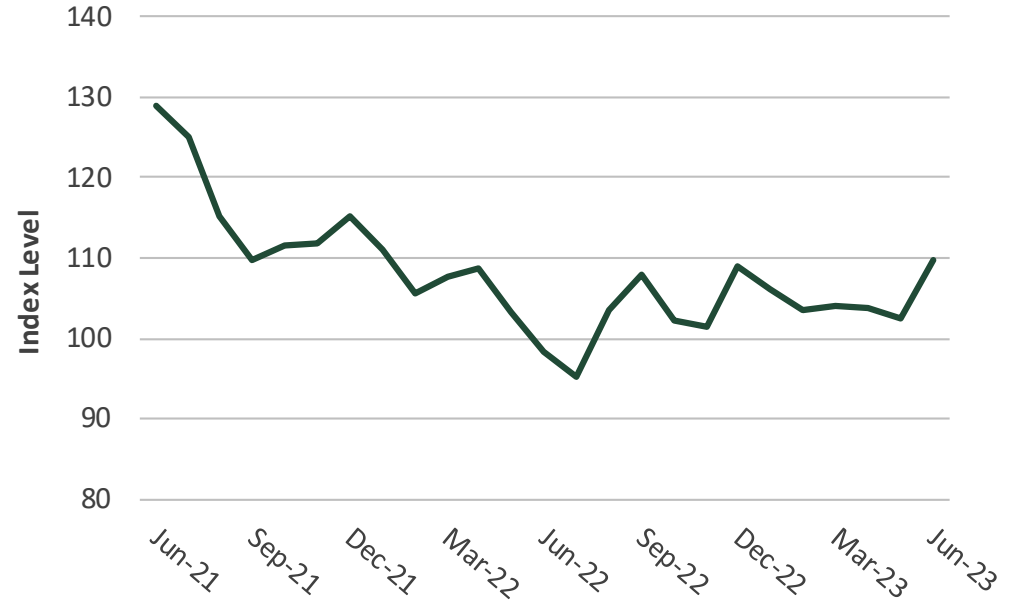
# Consumer

### Retail Sales YOY % Change



Source: US Department of Commerce

### Consumer Confidence



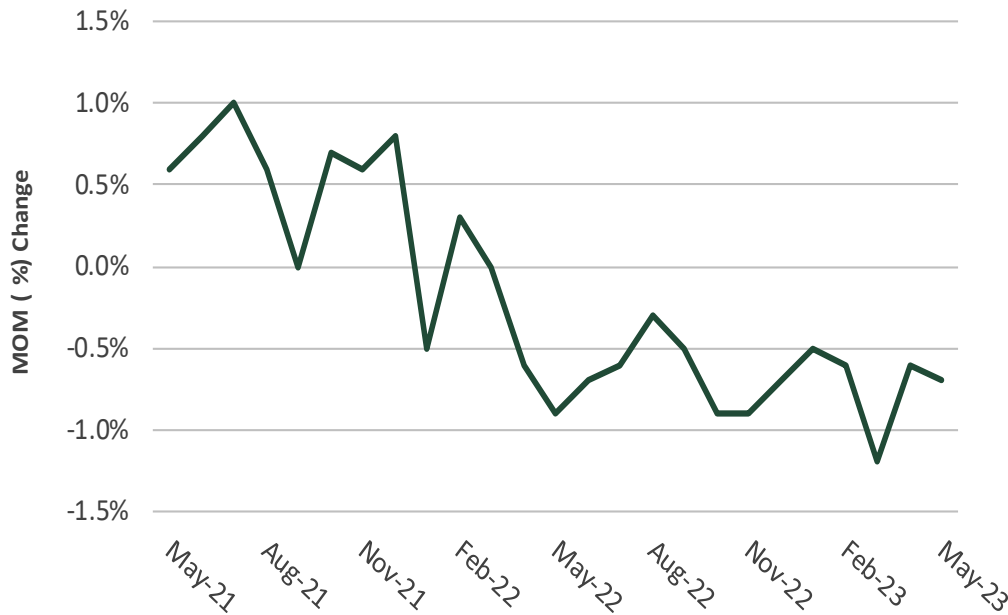
Source: The Conference Board

Advance Retail Sales rose 0.3% month-over-month in May, beating expectations but slowing from a 0.4% increase in April. Gains were broad-based and translated to a year-over-year increase of 1.5% in May versus a downwardly revised 1.2% increase in April. The Conference Board's Consumer Confidence Index surged to a better than expected 109.7 in June from 102.5 in May. Both current conditions and future expectations gained strength.



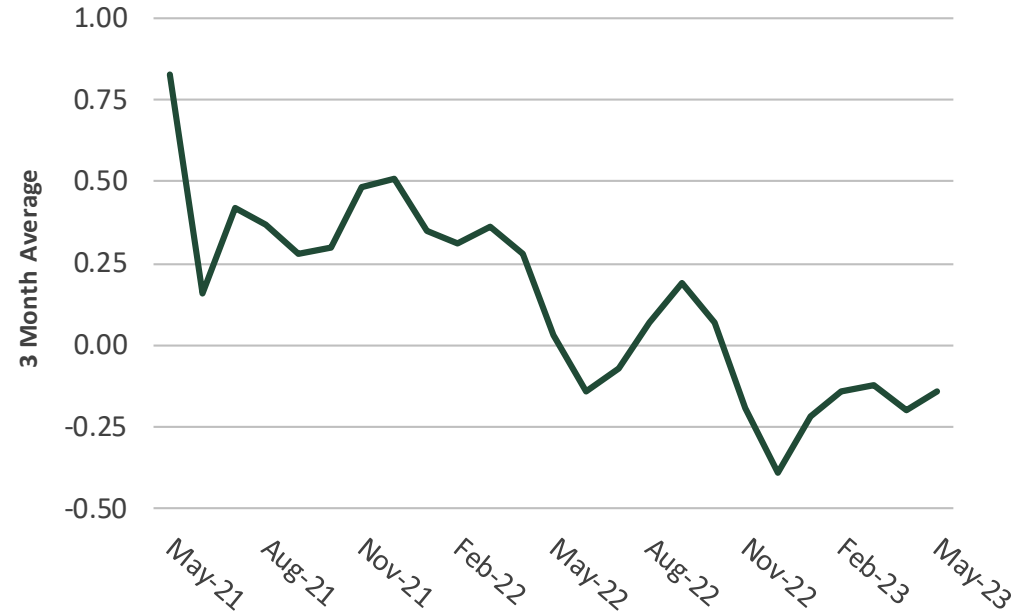
# Economic Activity

### Leading Economic Indicators (LEI)



Source: The Conference Board

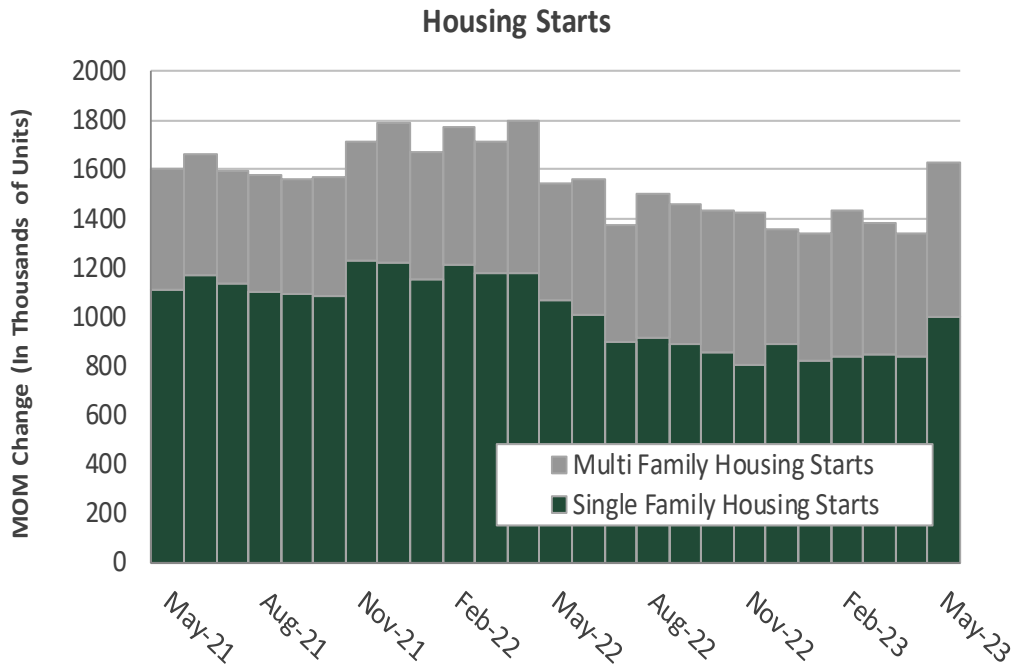
### Chicago Fed National Activity Index (CFNAI)



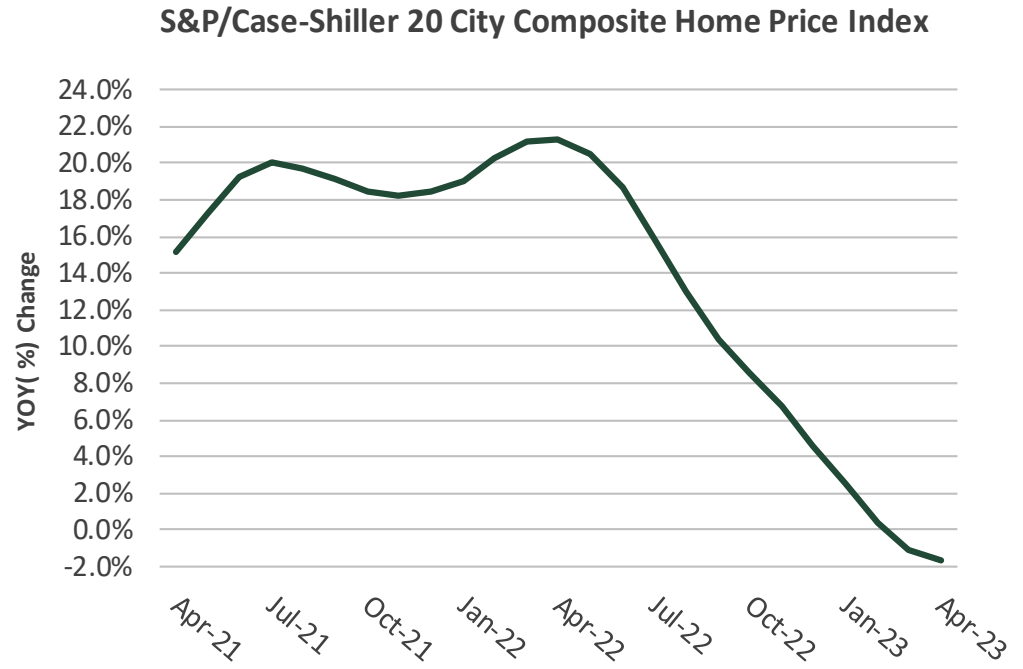
Source: Federal Reserve Bank of Chicago

The Conference Board's Leading Economic Index (LEI) remained in negative territory for the fourteenth consecutive month at -0.7% in May, versus -0.6% in April and was down 7.9% year-over-year in May. The consistent decline month-over-month continues to signal future contraction in the economy. The Chicago Fed National Activity Index (CFNAI) fell to -0.15 in May from 0.14 in April. On a 3-month moving average basis, the CFNAI remained negative at -0.14 in May, indicating a rate of growth below the historical average trend.

# Housing



Source: US Department of Commerce

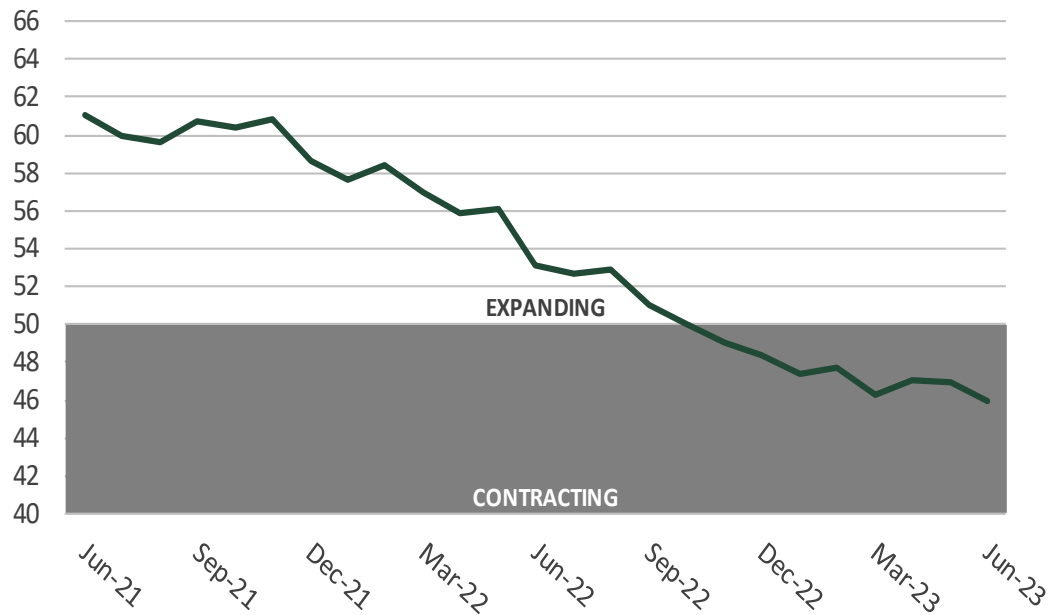


Source: S&P

Total housing starts rose 21.7% month-over-month in May to 1,631,000 units from a downwardly revised 1,340,000 in April and were up 5.7% compared to May 2022. Both single-family and multi-family construction increased as expectations for lower rates and greater availability of construction labor and materials drove the surge in starts. The 30-year fixed rate mortgage stabilized at an average of approximately 6.7% at June month-end according to Freddie Mac. According to the Case-Shiller 20-City Home Price Index, housing prices dropped 1.7% in April after falling 1.1% in March, clearly displaying the impact of higher mortgage rates year-over-year, which have reduced demand for homebuying as affordability has declined. The Southeast remains the strongest region, while the West continues to be the weakest.

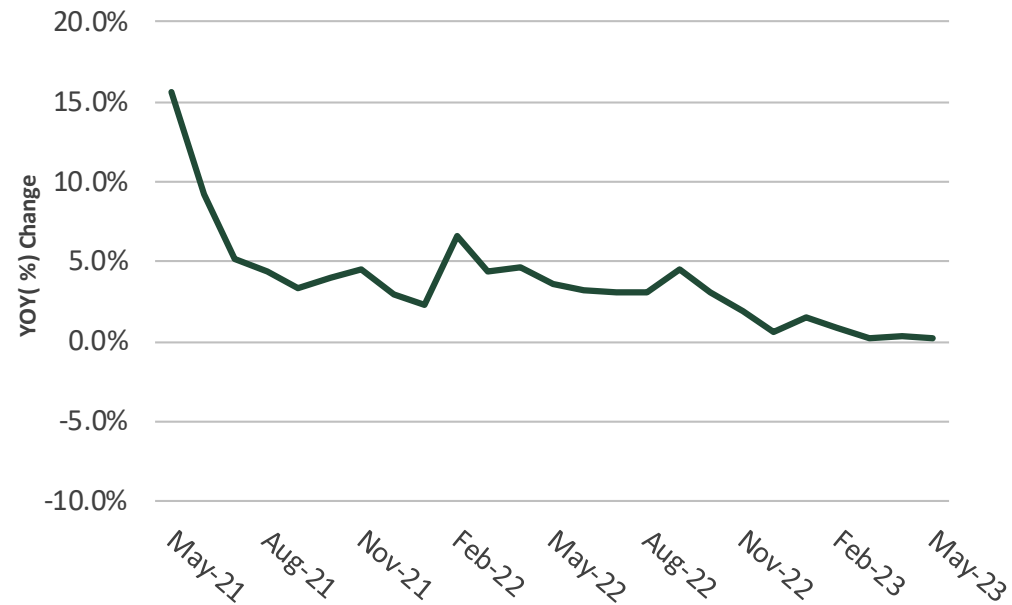
# Manufacturing

## Institute of Supply Management Purchasing Manager Index



Source: Institute for Supply Management

## Industrial Production



Source: Federal Reserve

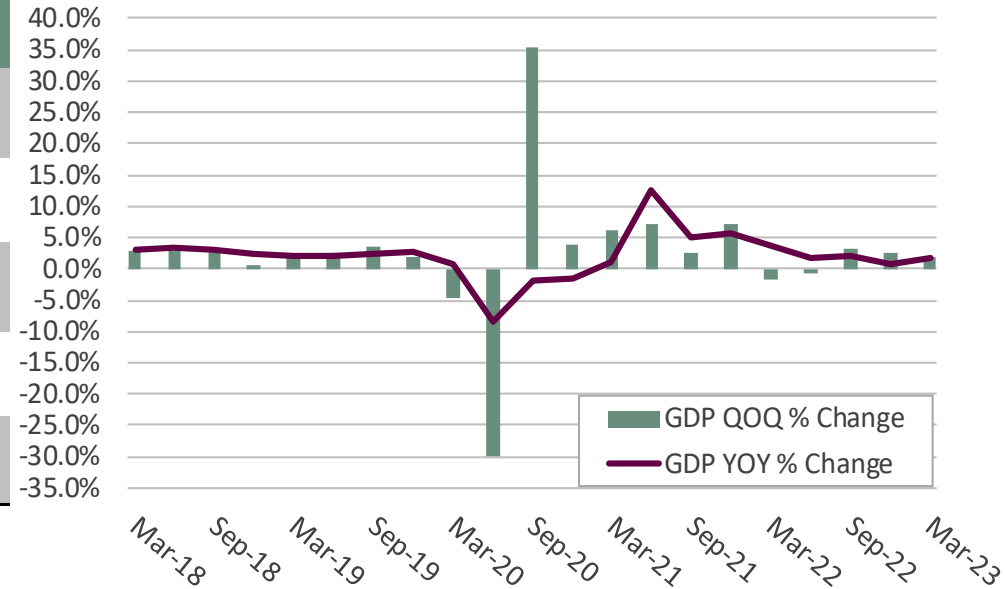
The Institute for Supply Management (ISM) manufacturing index fell to 46.0 in June from 46.9 in May. This is the eighth consecutive month of readings below 50.0, which is indicative of contraction in the manufacturing sector. Industrial production rose 0.5% in April due to increases in manufacturing and mining. This equates to a 0.24% increase in industrial production from the prior year. Capacity utilization increased to 79.7% in April from a downwardly revised 79.4% in March, inching above its 1972-2021 average of 79.6%.

# Gross Domestic Product (GDP)

| Components of GDP                                  | 6/22         | 9/22        | 12/22       | 3/23        |
|--|--------------|-------------|-------------|-------------|
| Personal Consumption Expenditures                  | 1.4%         | 1.5%        | 0.7%        | 2.8%        |
| Gross Private Domestic Investment                  | -2.8%        | -1.8%       | 0.8%        | -2.2%       |
| Net Exports and Imports                            | 1.2%         | 2.9%        | 0.4%        | 0.6%        |
| Federal Government Expenditures                    | -0.2%        | 0.2%        | 0.4%        | 0.4%        |
| State and Local (Consumption and Gross Investment) | -0.1%        | 0.4%        | 0.3%        | 0.5%        |
| <b>Total</b>                                       | <b>-0.6%</b> | <b>3.3%</b> | <b>2.6%</b> | <b>2.0%</b> |

Source: US Department of Commerce

## Gross Domestic Product (GDP)

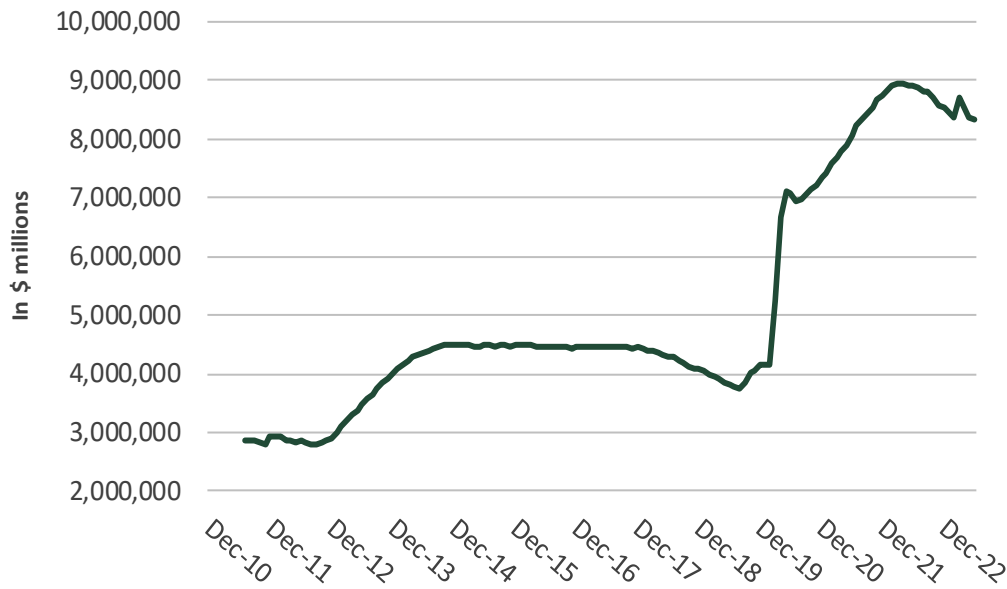


Source: US Department of Commerce

According to the third estimate, first quarter 2023 GDP growth was revised up to 2.0% from 1.3%. Stronger personal consumption expenditures were the primary driver of the upward revision. The consensus estimate calls for 1.2% growth for the second quarter and 1.3% growth for the full year 2023.

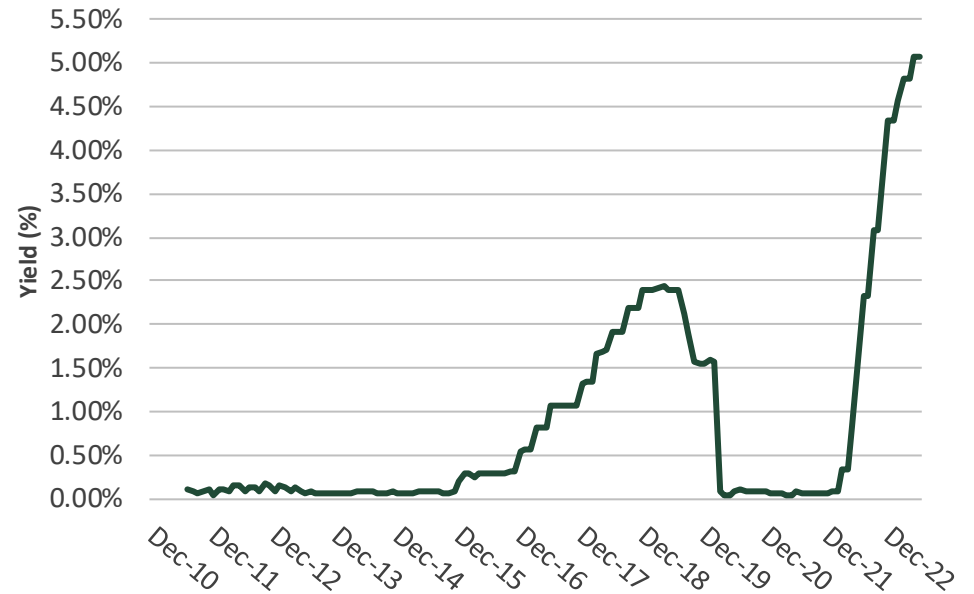
# Federal Reserve

**Federal Reserve Balance Sheet Assets**



Source: Federal Reserve

**Effective Federal Funds Rate**

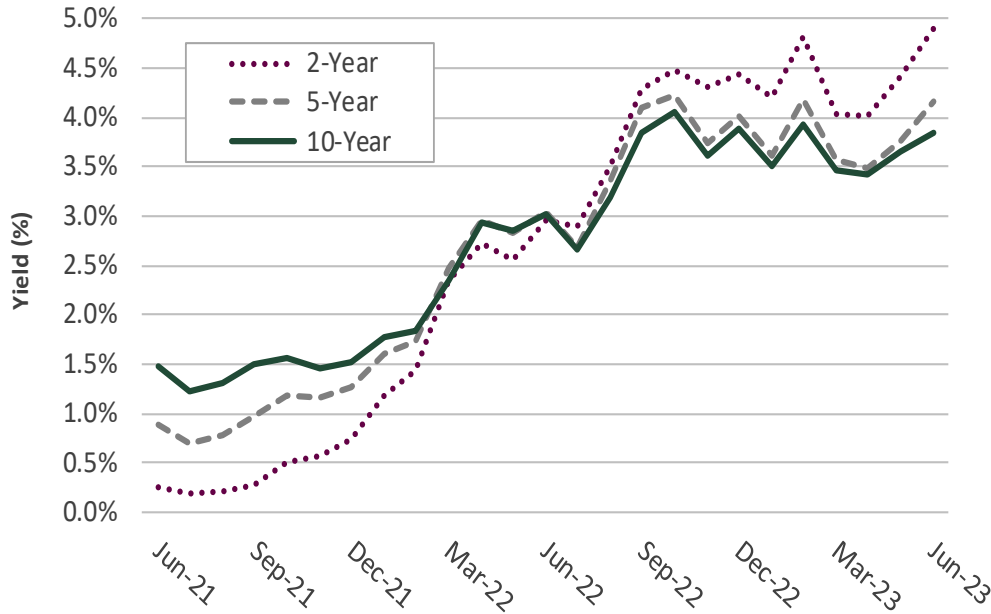


Source: Bloomberg

At the June meeting, the Federal Open Market Committee paused in their rate hiking campaign after ten straight rate increases and left the target Federal Funds rate in the current range of 5.00 - 5.25%. Market participants viewed the FOMC's decision as a 'hawkish' pause, expecting further tightening in the future, primarily based on the updated release of the FOMC's Summary of Economic Projections (SEP) forecast. The SEP is forecasting higher GDP, a lower unemployment rate, and higher PCE inflation compared to the March 2023 forecast. The median forecast for the Fed Funds rate was also increased to 5.6% in June, compared to the prior forecast of 5.1% in March, suggesting another 50 basis points of tightening in 2023. We believe the resiliency of future economic data will determine if the Federal Reserve can stay on hold for a period of time or will be forced to tighten policy further to bring inflation back down towards their 2% policy objective.

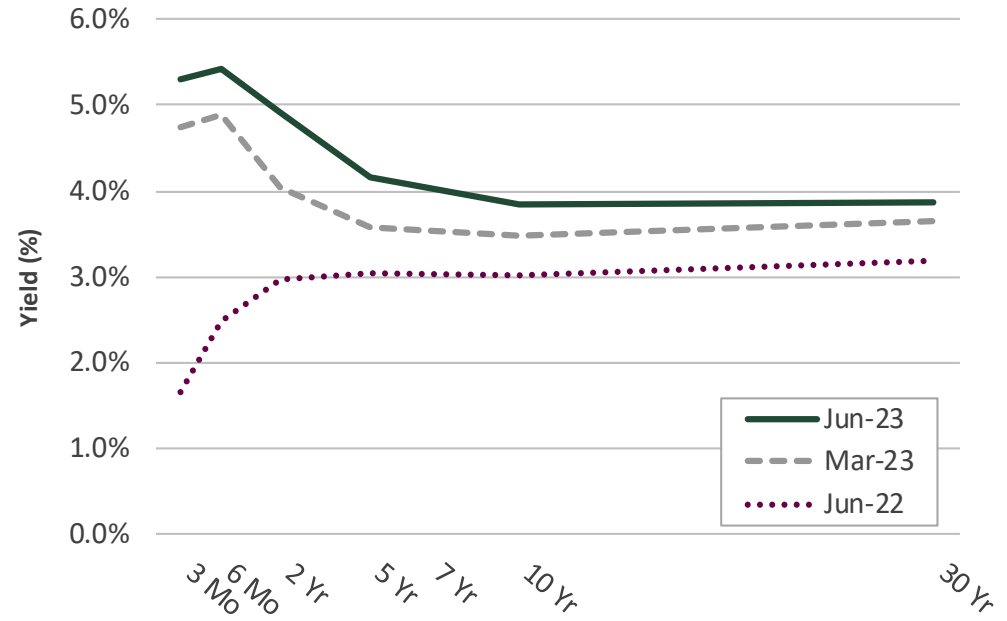
# Bond Yields

### US Treasury Note Yields



Source: Bloomberg

### US Treasury Yield Curve



Source: Bloomberg

At the end of June, the 2-year Treasury yield was 194 basis points higher, and the 10-Year Treasury yield was about 82 basis points higher, year-over-year. The inversion between the 2-year Treasury yield and 10-year Treasury yield widened to -106 basis points at June month-end versus -76 basis points at May month-end. The average historical spread (since 2003) is about +130 basis points. The inversion between 3-month and 10-year Treasuries narrowed to -146 basis points in June from -176 basis points in May. The shape of the yield curve indicates that the probability of recession is increasing.



## Section 2 | Account Profile

## Investment Objectives

The investment objectives of the Upper San Gabriel Valley Municipal Water District are first, to provide safety of principal to ensure the preservation of capital in the overall portfolio; second, to provide sufficient liquidity to meet all disbursement requirements; and third, to earn an acceptable rate of return after first considering safety of principal and liquidity.

## Chandler Asset Management Performance Objective

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

## Strategy

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



## Upper San Gabriel Valley Municipal Water District

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

| Category                               | Standard   | Comment         |
|--|--|-----------------|
| U.S. Treasuries                        | No limitation; 5 year max maturity   | <i>Complies</i> |
| Federal Agencies                       | 60% max for Federal Agency obligations that do not have a guarantee by the U.S. Government; No limitation for Federal Agencies guaranteed by the U.S. Government; 5 year maximum maturity  | <i>Complies</i> |
| Supranational Obligations              | "AA" rating category or higher by a NRSRO; 30% max; 10% max per issuer; USD denominated senior unsecured unsubordinated obligations; Issued or unconditionally guaranteed by IBRD, IFC, or IADB  | <i>Complies</i> |
| Corporate Notes and Bonds              | "A" rating category or better by a NRSRO for maturities 2 years or less; "AA" rated or better by a NRSRO for maturities greater than 2 years; 30% max; 5% max per issuer; Corporations organized and operating within the U.S. or by depository institutions licensed by the U.S. or any state and operating within the U.S.; 5 years max maturity           | <i>Complies</i> |
| Negotiable Certificates of Deposit     | "F1" or higher rating by Fitch; 1 year maximum maturity; Credit requirements may be waived for any time deposit that is FDIC insured   | <i>Complies</i> |
| Certificates of Deposit/ Time Deposits | "F1" or higher rating by Fitch; 1 year max maturity; Credit requirements may be waived for any time deposit that is FDIC insured   | <i>Complies</i> |
| Local Agency Investment Fund (LAIF)    | Maximum amount permitted by State Treasury policy  | <i>Complies</i> |
| Local Government Investment Pools      |  | <i>Complies</i> |
| Money Market Mutual Funds              | Registered with SEC under Investment Company Act of 1940, provided that Funds meet either of the following criteria: (i) Highest rating by two NRSROs; or (ii) Retained an investment adviser registered or exempt from SEC registration with > 5 years experience managing money market mutual funds with AUM >\$500 million; 20% max in Money Market Funds | <i>Complies</i> |
| Maximum Maturity                       | 5 years  | <i>Complies</i> |

# Portfolio Characteristics

As of June 30, 2023

## Upper San Gabriel Valley Municipal Water District

|                                  | 06/30/23   |           | 03/31/23  |
|----------------------------------|------------|-----------|-----------|
|                                  | Benchmark* | Portfolio | Portfolio |
| <b>Average Maturity (yrs)</b>    | 1.34       | 1.24      | 1.30      |
| <b>Average Modified Duration</b> | 1.28       | 1.17      | 1.24      |
| <b>Average Purchase Yield</b>    | n/a        | 2.08%     | 1.80%     |
| <b>Average Market Yield</b>      | 5.00%      | 5.17%     | 4.43%     |
| <b>Average Quality**</b>         | AAA        | AA+/Aaa   | AA+/Aaa   |
| <b>Total Market Value</b>        |            | 5,127,034 | 5,120,972 |

\*ICE BofA 0-3 Yr US Treasury Index

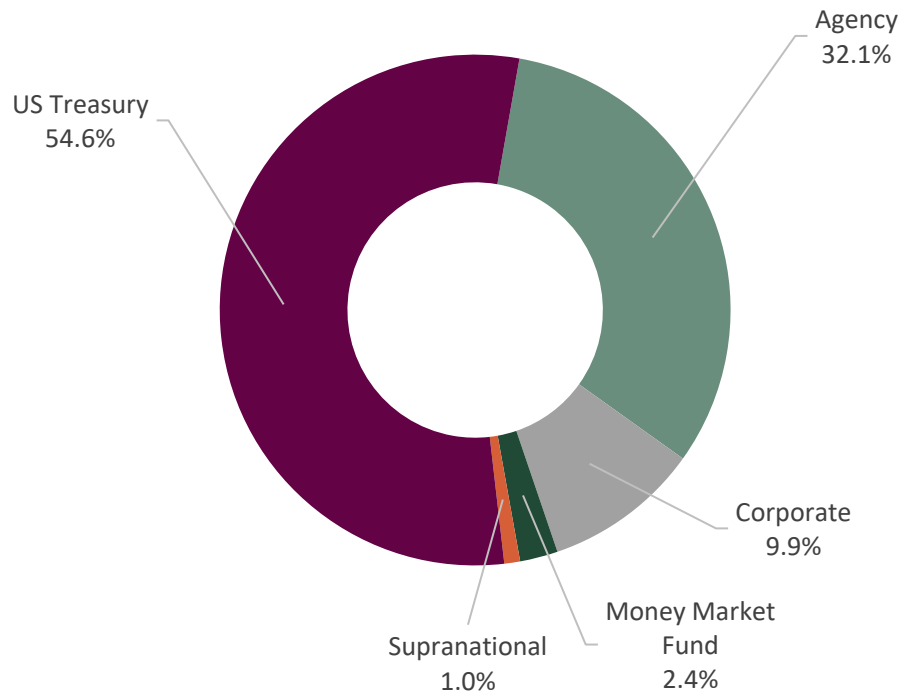
\*\*Benchmark is a blended rating of S&P, Moody's, and Fitch. Portfolio is S&P and Moody's respectively.

# Sector Distribution

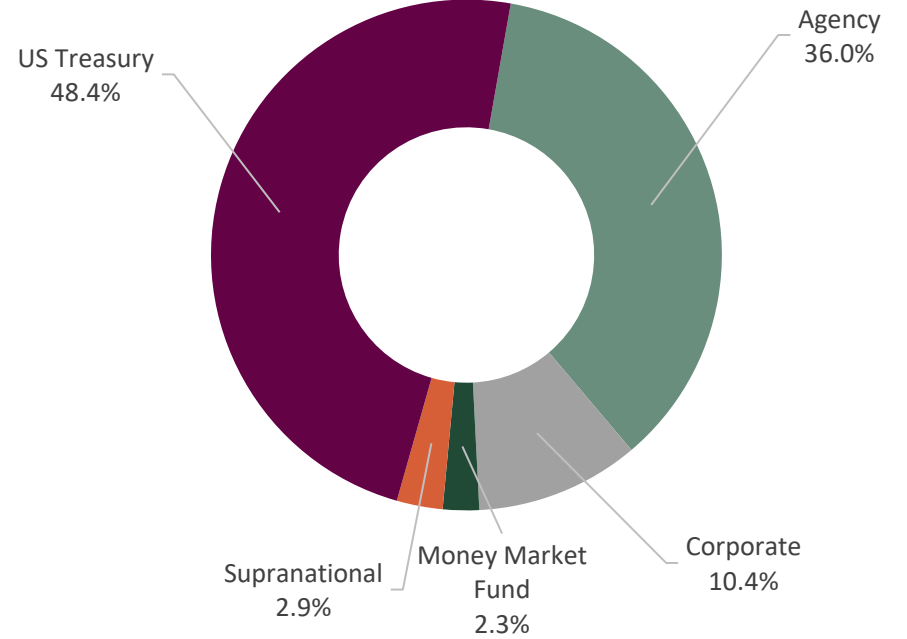
As of June 30, 2023

## Upper San Gabriel Valley Municipal Water District

June 30, 2023



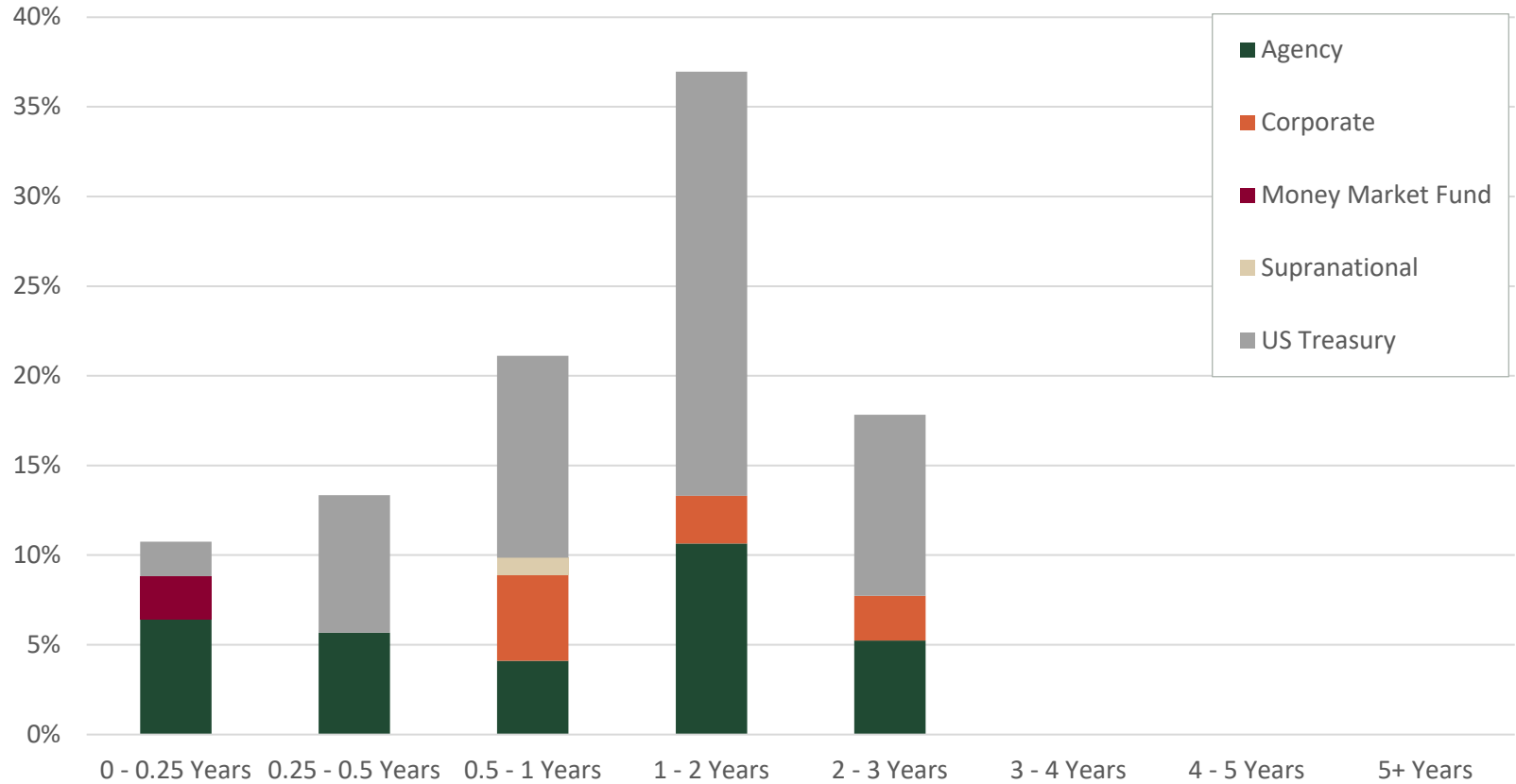
March 31, 2023



# Duration Allocation

As of June 30, 2023

## Upper San Gabriel Valley Municipal Water District



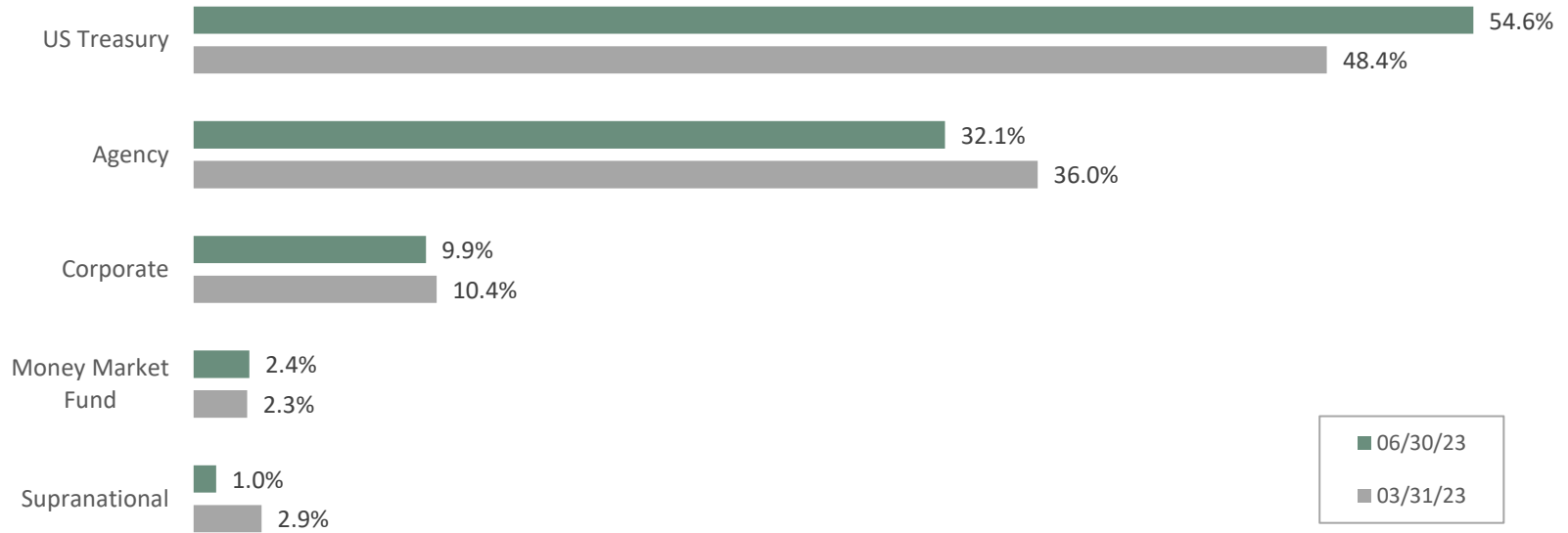
|          | 0 - 0.25 | 0.25 - 0.50 | 0.50 - 1 | 1 - 2 | 2 - 3 | 3 - 4 | 4 - 5 | 5+   |
|----------|----------|-------------|----------|-------|-------|-------|-------|------|
| 06/30/23 | 10.8%    | 13.3%       | 21.1%    | 37.0% | 17.8% | 0.0%  | 0.0%  | 0.0% |

# Portfolio Allocation & Duration Changes

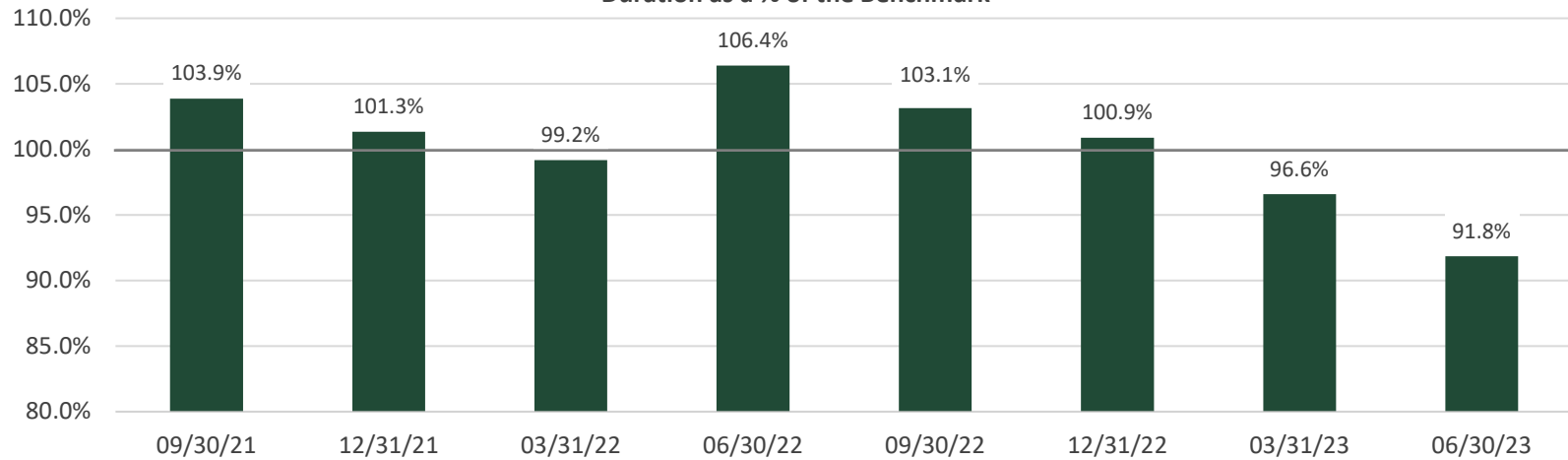
As of June 30, 2023

## Upper San Gabriel Valley Municipal Water District

Portfolio Allocation



Duration as a % of the Benchmark

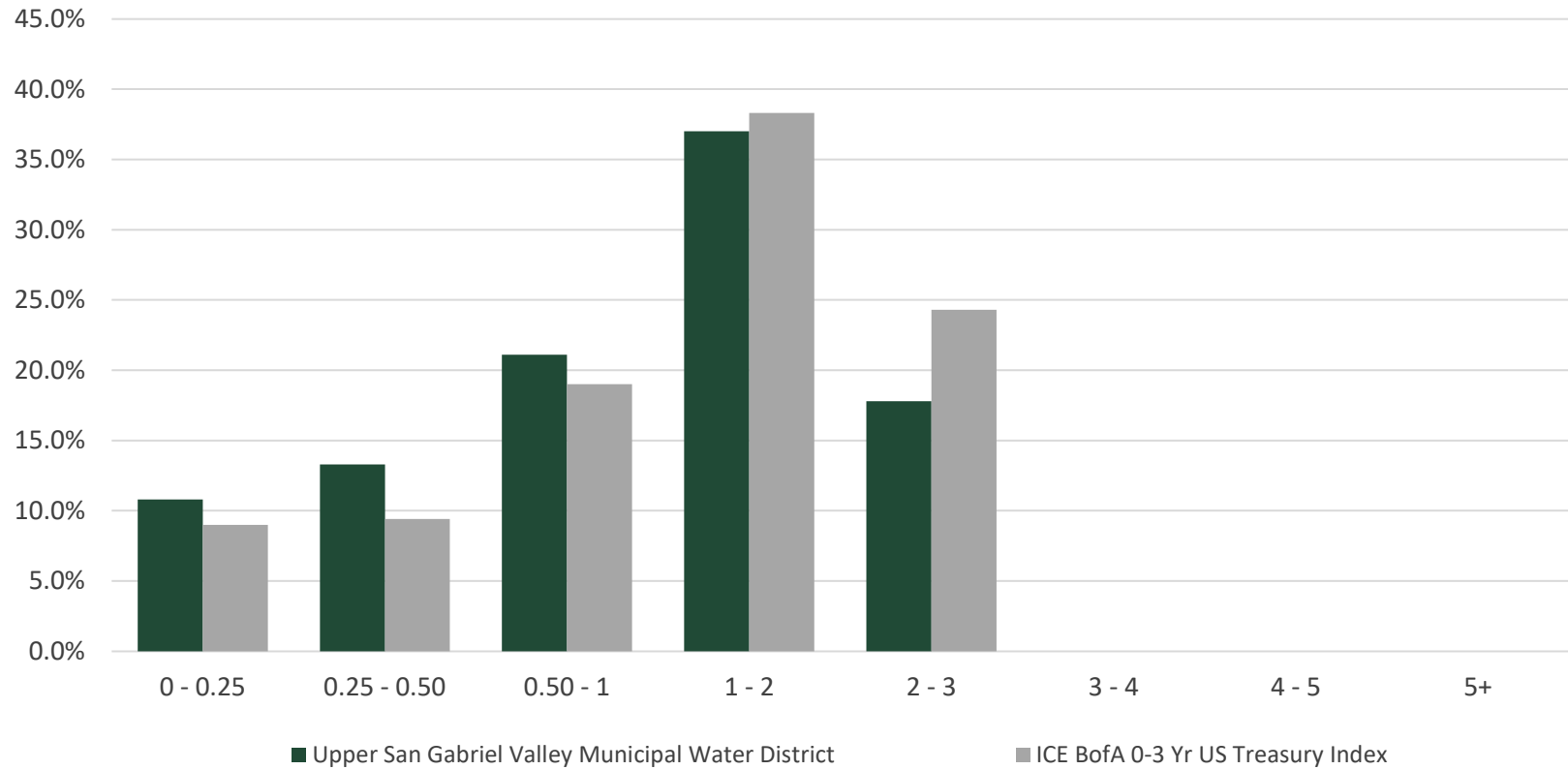


Benchmark: ICE BofA 0-3 Yr US Treasury Index

# Duration Distribution

As of June 30, 2023

## Upper San Gabriel Valley Municipal Water District Portfolio Compared to the Benchmark



|            | 0 - 0.25 | 0.25 - 0.50 | 0.50 - 1 | 1 - 2 | 2 - 3 | 3 - 4 | 4 - 5 | 5+   |
|------------|----------|-------------|----------|-------|-------|-------|-------|------|
| Portfolio  | 10.8%    | 13.3%       | 21.1%    | 37.0% | 17.8% | 0.0%  | 0.0%  | 0.0% |
| Benchmark* | 9.0%     | 9.4%        | 19.0%    | 38.3% | 24.3% | 0.0%  | 0.0%  | 0.0% |

\*ICE BofA 0-3 Yr US Treasury Index

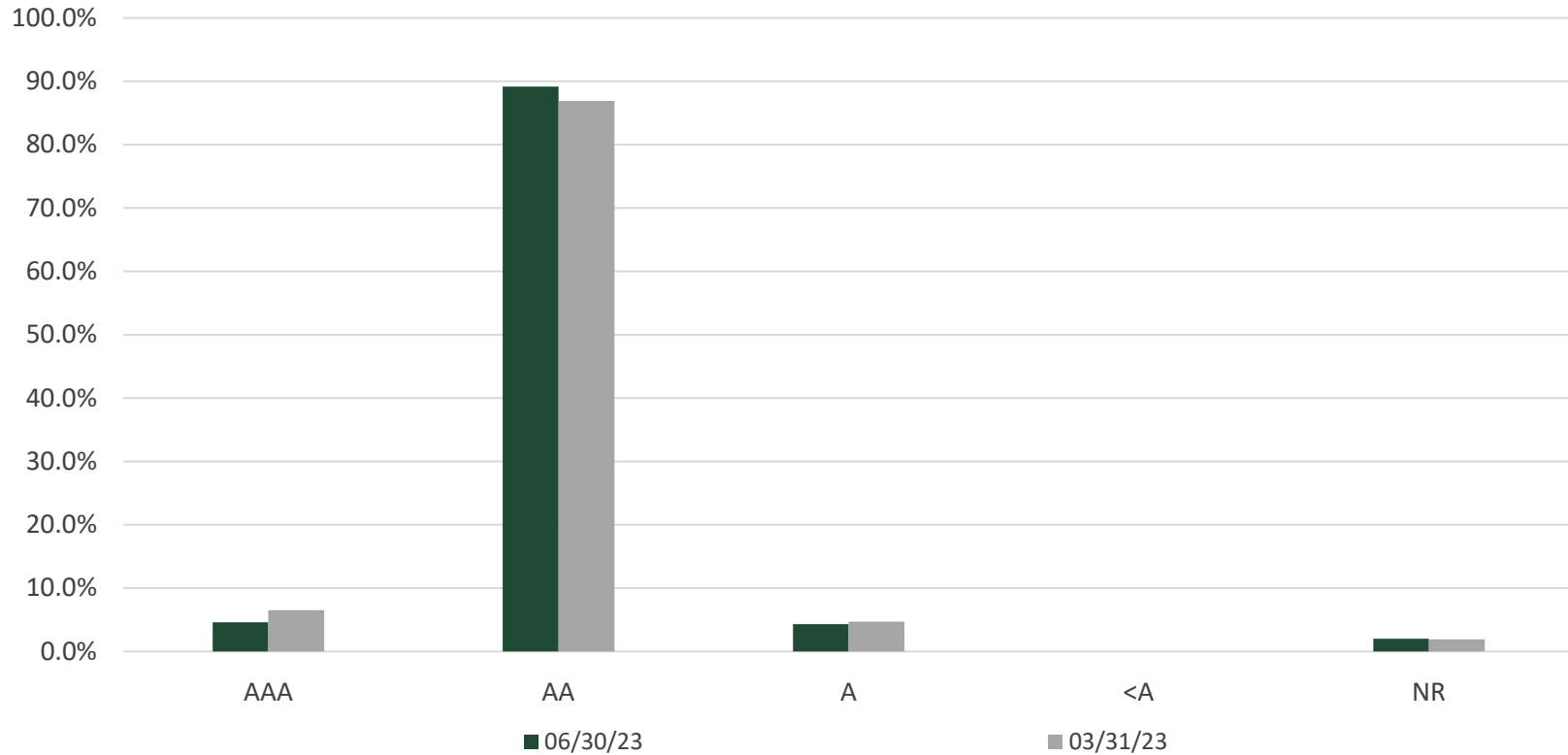
## Upper San Gabriel Valley Municipal Water District – Account #10214

| Issue Name                            | Investment Type   | % Portfolio    |
|---------------------------------------|-------------------|----------------|
| Government of United States           | US Treasury       | 54.63%         |
| Federal Farm Credit Bank              | Agency            | 14.65%         |
| Federal Home Loan Bank                | Agency            | 8.47%          |
| Federal Home Loan Mortgage Corp       | Agency            | 7.60%          |
| First American Govt Oblig Fund        | Money Market Fund | 2.39%          |
| Federal National Mortgage Association | Agency            | 1.37%          |
| Wal-Mart Stores                       | Corporate         | 1.26%          |
| Bank of New York                      | Corporate         | 1.24%          |
| Microsoft                             | Corporate         | 1.23%          |
| Paccar Financial                      | Corporate         | 1.15%          |
| BlackRock Inc/New York                | Corporate         | 0.97%          |
| Inter-American Dev Bank               | Supranational     | 0.97%          |
| Caterpillar Inc                       | Corporate         | 0.96%          |
| Deere & Company                       | Corporate         | 0.95%          |
| Apple Inc                             | Corporate         | 0.95%          |
| Amazon.com Inc                        | Corporate         | 0.75%          |
| Colgate-Palmolive Co.                 | Corporate         | 0.48%          |
| <b>TOTAL</b>                          |                   | <b>100.00%</b> |

# Quality Distribution

As of June 30, 2023

## Upper San Gabriel Valley Municipal Water District June 30, 2023 vs. March 31, 2023

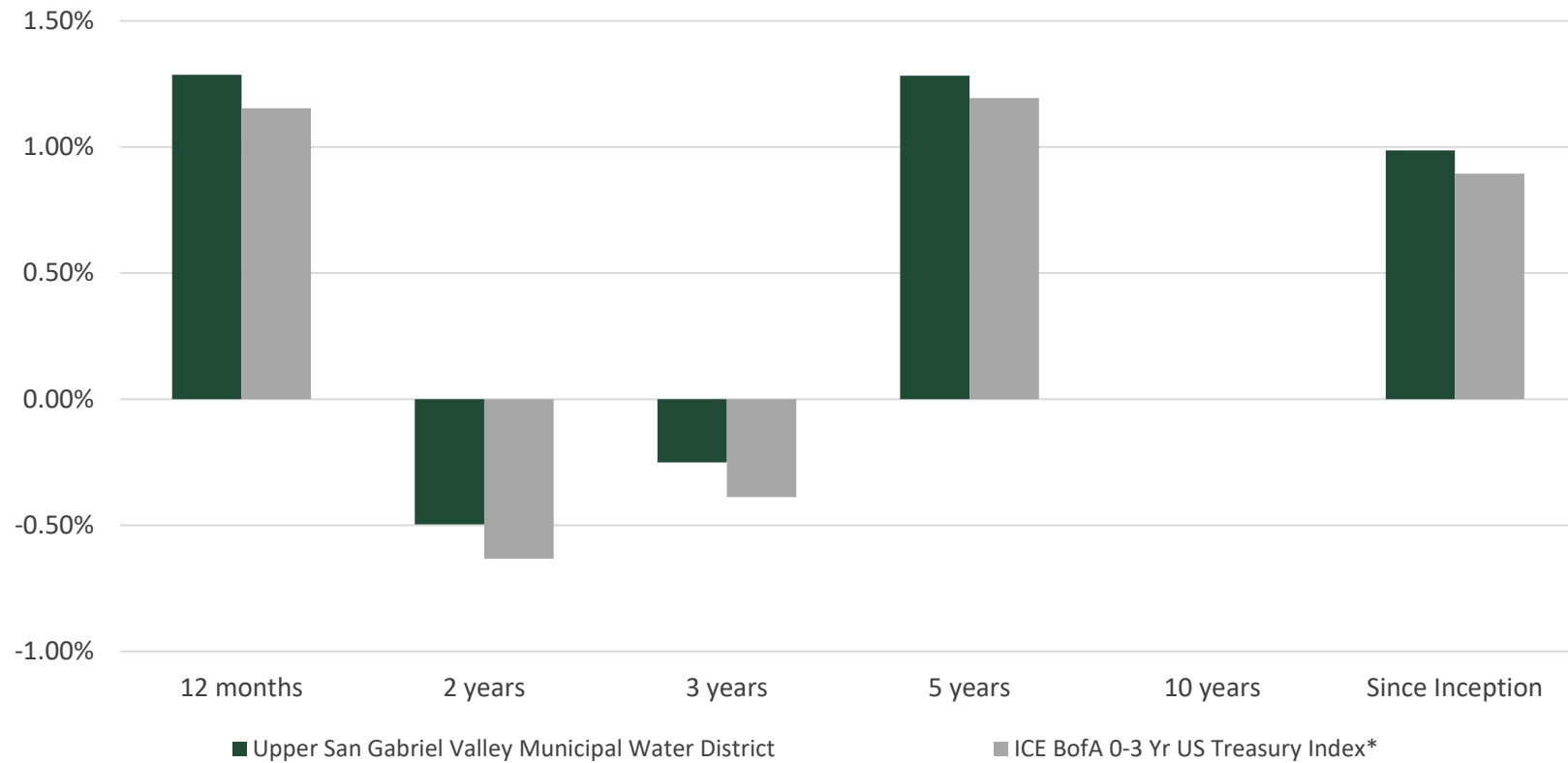


|          | AAA  | AA    | A    | <A   | NR   |
|----------|------|-------|------|------|------|
| 06/30/23 | 4.6% | 89.2% | 4.3% | 0.0% | 2.0% |
| 03/31/23 | 6.5% | 86.9% | 4.7% | 0.0% | 1.9% |

Source: S&P Ratings



## Upper San Gabriel Valley Municipal Water District Total Rate of Return Annualized Since Inception May 31, 2014



| TOTAL RATE OF RETURN                              | Annualized |           |         |         |         |          |                 |
|---|------------|-----------|---------|---------|---------|----------|-----------------|
|   | 3 months   | 12 months | 2 years | 3 years | 5 years | 10 years | Since Inception |
| Upper San Gabriel Valley Municipal Water District | 0.15%      | 1.29%     | -0.50%  | -0.25%  | 1.28%   | N/A      | 0.99%           |
| ICE BofA 0-3 Yr US Treasury Index*                | -0.04%     | 1.15%     | -0.63%  | -0.39%  | 1.19%   | N/A      | 0.89%           |

\*ICE BofA 1-3 Yr US Treasury & Agency Index to 3/31/19

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



## Section 3 | Portfolio Holdings

## Upper San Gabriel Valley Municipal Water District - Account #10214

| CUSIP         | Security Description                | Par Value/Units | Purchase Date<br>Book Yield | Cost Value<br>Book Value | Mkt Price<br>Mkt YTM | Market Value<br>Accrued Int. | % of Port.<br>Gain/Loss | Moody/S&P<br>Fitch | Maturity<br>Duration |
|---------------|-------------------------------------|-----------------|-----------------------------|--------------------------|----------------------|------------------------------|-------------------------|--------------------|----------------------|
| <b>Agency</b> |                                     |                 |                             |                          |                      |                              |                         |                    |                      |
| 3135G05G4     | FNMA Note<br>0.250% Due 07/10/2023  | 70,000.00       | 07/08/2020<br>0.32%         | 69,849.50<br>69,998.76   | 99.91<br>3.51%       | 69,936.65<br>83.13           | 1.37%<br>(62.11)        | Aaa / AA+<br>AAA   | 0.03<br>0.03         |
| 3137EAEV7     | FHLMC Note<br>0.250% Due 08/24/2023 | 95,000.00       | 08/19/2020<br>0.28%         | 94,903.10<br>94,995.23   | 99.30<br>4.95%       | 94,335.10<br>83.78           | 1.84%<br>(660.13)       | Aaa / AA+<br>AAA   | 0.15<br>0.15         |
| 3133ENJ68     | FFCB Note<br>3.250% Due 09/01/2023  | 100,000.00      | 08/29/2022<br>3.44%         | 99,810.00<br>99,967.73   | 99.47<br>6.33%       | 99,471.80<br>1,083.33        | 1.96%<br>(495.93)       | Aaa / NR<br>AAA    | 0.17<br>0.17         |
| 3137EAEW5     | FHLMC Note<br>0.250% Due 09/08/2023 | 65,000.00       | 09/02/2020<br>0.26%         | 64,978.55<br>64,998.65   | 99.09<br>5.10%       | 64,409.80<br>51.01           | 1.26%<br>(588.85)       | Aaa / AA+<br>AAA   | 0.19<br>0.19         |
| 3137EAEY1     | FHLMC Note<br>0.125% Due 10/16/2023 | 80,000.00       | 10/14/2020<br>0.25%         | 79,701.60<br>79,970.84   | 98.46<br>5.43%       | 78,770.16<br>20.83           | 1.54%<br>(1,200.68)     | Aaa / AA+<br>AAA   | 0.30<br>0.29         |
| 3137EAEZ8     | FHLMC Note<br>0.250% Due 11/06/2023 | 105,000.00      | 11/03/2020<br>0.28%         | 104,905.50<br>104,988.96 | 98.27<br>5.28%       | 103,184.13<br>40.10          | 2.01%<br>(1,804.83)     | Aaa / AA+<br>AAA   | 0.35<br>0.34         |
| 3137EAF2      | FHLMC Note<br>0.250% Due 12/04/2023 | 50,000.00       | 12/02/2020<br>0.28%         | 49,950.50<br>49,992.95   | 97.84<br>5.41%       | 48,920.15<br>9.38            | 0.95%<br>(1,072.80)     | Aaa / AA+<br>AAA   | 0.43<br>0.42         |
| 3130AT7D3     | FHLB Note<br>3.500% Due 12/08/2023  | 60,000.00       | 09/27/2022<br>4.51%         | 59,307.54<br>59,745.89   | 99.10<br>5.59%       | 59,459.76<br>134.17          | 1.16%<br>(286.13)       | Aaa / AA+<br>NR    | 0.44<br>0.43         |
| 3133EMRZ7     | FFCB Note<br>0.250% Due 02/26/2024  | 85,000.00       | 02/22/2021<br>0.26%         | 84,969.40<br>84,993.29   | 96.71<br>5.43%       | 82,200.19<br>73.78           | 1.60%<br>(2,793.10)     | Aaa / AA+<br>AAA   | 0.66<br>0.64         |
| 3130A0XE5     | FHLB Note<br>3.250% Due 03/08/2024  | 70,000.00       | 06/13/2022<br>3.23%         | 70,016.80<br>70,006.66   | 98.53<br>5.45%       | 68,969.25<br>714.10          | 1.36%<br>(1,037.41)     | Aaa / AA+<br>NR    | 0.69<br>0.66         |
| 3130ASDS5     | FHLB Note<br>2.750% Due 06/28/2024  | 60,000.00       | 06/09/2022<br>2.87%         | 59,860.80<br>59,932.54   | 97.40<br>5.47%       | 58,439.88<br>13.75           | 1.14%<br>(1,492.66)     | Aaa / AA+<br>NR    | 1.00<br>0.96         |
| 3130ATT31     | FHLB Note<br>4.500% Due 10/03/2024  | 75,000.00       | 10/27/2022<br>4.56%         | 74,918.25<br>74,946.74   | 98.96<br>5.36%       | 74,217.98<br>825.00          | 1.46%<br>(728.76)       | Aaa / AA+<br>NR    | 1.26<br>1.19         |
| 3133ENS43     | FFCB Note<br>4.375% Due 10/17/2024  | 100,000.00      | 10/11/2022<br>4.44%         | 99,875.00<br>99,918.95   | 98.42<br>5.65%       | 98,421.00<br>899.31          | 1.94%<br>(1,497.95)     | Aaa / AA+<br>AAA   | 1.30<br>1.23         |
| 3130AQF40     | FHLB Note<br>1.000% Due 12/20/2024  | 75,000.00       | 12/21/2021<br>1.03%         | 74,934.00<br>74,967.54   | 94.00<br>5.29%       | 70,502.48<br>22.92           | 1.38%<br>(4,465.06)     | Aaa / AA+<br>AAA   | 1.48<br>1.43         |
| 3133ENKS8     | FFCB Note<br>1.125% Due 01/06/2025  | 40,000.00       | 01/06/2022<br>1.20%         | 39,910.00<br>39,954.22   | 94.13<br>5.20%       | 37,652.04<br>218.75          | 0.74%<br>(2,302.18)     | Aaa / AA+<br>AAA   | 1.52<br>1.46         |
| 3133ENPG9     | FFCB Note<br>1.750% Due 02/14/2025  | 70,000.00       | 02/10/2022<br>1.84%         | 69,813.10<br>69,898.61   | 94.82<br>5.12%       | 66,373.30<br>466.18          | 1.30%<br>(3,525.31)     | Aaa / AA+<br>AAA   | 1.63<br>1.56         |
| 3133ENPY0     | FFCB Note<br>1.750% Due 02/25/2025  | 100,000.00      | 03/09/2022<br>1.90%         | 99,578.00<br>99,764.04   | 94.91<br>5.00%       | 94,905.00<br>612.50          | 1.86%<br>(4,859.04)     | Aaa / AA+<br>AAA   | 1.66<br>1.59         |

# Holdings Report

As of June 30, 2023

## Upper San Gabriel Valley Municipal Water District - Account #10214

| CUSIP                  | Security Description   | Par Value/Units     | Purchase Date<br>Book Yield | Cost Value<br>Book Value                   | Mkt Price<br>Mkt YTM | Market Value<br>Accrued Int.            | % of Port.<br>Gain/Loss             | Moody/S&P<br>Fitch             | Maturity<br>Duration       |
|------------------------|--|---------------------|-----------------------------|--|----------------------|---|-------------------------------------|--------------------------------|----------------------------|
| 3130AUZC1              | FHLB Note<br>4.625% Due 03/14/2025   | 100,000.00          | 03/23/2023<br>4.18%         | 100,823.00<br>100,709.99                   | 99.14<br>5.15%       | 99,144.20<br>1,721.53                   | 1.97%<br>(1,565.79)                 | Aaa / AA+<br>NR                | 1.71<br>1.59               |
| 3133EN7J3              | FFCB Note<br>3.875% Due 02/02/2026   | 69,000.00           | 02/15/2023<br>4.51%         | 67,798.71<br>67,948.59                     | 98.01<br>4.70%       | 67,623.45<br>1,106.64                   | 1.34%<br>(325.14)                   | Aaa / AA+<br>AAA               | 2.60<br>2.39               |
| 3133EPCF0              | FFCB Note<br>4.500% Due 03/02/2026   | 100,000.00          | 03/23/2023<br>3.97%         | 101,445.00<br>101,311.80                   | 99.75<br>4.60%       | 99,754.00<br>1,487.50                   | 1.97%<br>(1,557.80)                 | Aaa / AA+<br>AAA               | 2.67<br>2.46               |
| 3133EPFT7              | FFCB Note<br>3.750% Due 04/13/2026   | 100,000.00          | 04/10/2023<br>3.99%         | 99,332.00<br>99,380.15                     | 97.76<br>4.62%       | 97,755.80<br>812.50                     | 1.92%<br>(1,624.35)                 | Aaa / AA+<br>AAA               | 2.79<br>2.59               |
| <b>TOTAL Agency</b>    |  | <b>1,669,000.00</b> | <b>2.35%</b>                | <b>1,666,680.35</b><br><b>1,668,392.13</b> | <b>5.17%</b>         | <b>1,634,446.12</b><br><b>10,480.19</b> | <b>32.08%</b><br><b>(33,946.01)</b> | <b>Aaa / AA+</b><br><b>AAA</b> | <b>1.13</b><br><b>1.07</b> |
| <b>Corporate</b>       |  |                     |                             |  |                      |   |                                     |                                |                            |
| 14913R2S5              | Caterpillar Financial Service Note<br>0.950% Due 01/10/2024                  | 50,000.00           | 01/14/2022<br>1.07%         | 49,886.00<br>49,969.48                     | 97.64<br>5.54%       | 48,821.30<br>225.63                     | 0.96%<br>(1,148.18)                 | A2 / A<br>A+                   | 0.53<br>0.51               |
| 24422EVN6              | John Deere Capital Corp Note<br>0.450% Due 01/17/2024                        | 50,000.00           | 03/09/2022<br>1.98%         | 48,619.50<br>49,592.17                     | 97.30<br>5.54%       | 48,647.60<br>102.50                     | 0.95%<br>(944.57)                   | A2 / A<br>A+                   | 0.55<br>0.53               |
| 09247XAL5              | Blackrock Inc Note<br>3.500% Due 03/18/2024                                  | 50,000.00           | 05/11/2022<br>2.82%         | 50,606.50<br>50,234.51                     | 98.49<br>5.68%       | 49,242.95<br>500.69                     | 0.97%<br>(991.56)                   | Aa3 / AA-<br>NR                | 0.72<br>0.69               |
| 023135BW5              | Amazon.com Inc Note<br>0.450% Due 05/12/2024                                 | 40,000.00           | 05/10/2021<br>0.50%         | 39,941.60<br>39,983.16                     | 95.87<br>5.39%       | 38,349.16<br>24.50                      | 0.75%<br>(1,634.00)                 | A1 / AA<br>AA-                 | 0.87<br>0.84               |
| 69371RR81              | Paccar Financial Corp Note<br>3.150% Due 06/13/2024                          | 60,000.00           | 06/06/2022<br>3.16%         | 59,986.20<br>59,993.43                     | 97.88<br>5.47%       | 58,725.12<br>94.50                      | 1.15%<br>(1,268.31)                 | A1 / A+<br>NR                  | 0.96<br>0.92               |
| 037833BG4              | Apple Inc Note<br>3.200% Due 05/13/2025                                      | 50,000.00           | 05/11/2022<br>3.02%         | 50,260.50<br>50,162.10                     | 96.74<br>5.05%       | 48,371.55<br>213.33                     | 0.95%<br>(1,790.55)                 | Aaa / AA+<br>NR                | 1.87<br>1.78               |
| 06406RBF3              | Bank of NY Mellon Corp Callable Note Cont 6/13/2024<br>3.430% Due 06/13/2025 | 65,000.00           | 06/08/2022<br>3.43%         | 65,000.00<br>65,000.00                     | 97.52<br>5.94%       | 63,390.54<br>111.48                     | 1.24%<br>(1,609.46)                 | A1 / A<br>AA-                  | 1.96<br>1.84               |
| 194162AM5              | Colgate Palmolive Co. Note<br>3.100% Due 08/15/2025                          | 25,000.00           | 08/01/2022<br>3.13%         | 24,977.00<br>24,983.80                     | 96.27<br>4.97%       | 24,068.43<br>292.78                     | 0.48%<br>(915.37)                   | Aa3 / AA-<br>NR                | 2.13<br>2.00               |
| 931142EW9              | Wal-Mart Stores Note<br>3.900% Due 09/09/2025                                | 65,000.00           | Various<br>3.84%            | 65,103.50<br>65,075.65                     | 98.00<br>4.87%       | 63,702.80<br>788.67                     | 1.26%<br>(1,372.85)                 | Aa2 / AA<br>AA                 | 2.20<br>2.05               |
| 594918BJ2              | Microsoft Callable Note Cont 8/3/2025<br>3.125% Due 11/03/2025               | 65,000.00           | 01/24/2023<br>4.28%         | 63,051.30<br>63,351.69                     | 96.26<br>4.83%       | 62,568.61<br>327.26                     | 1.23%<br>(783.08)                   | Aaa / AAA<br>NR                | 2.35<br>2.21               |
| <b>TOTAL Corporate</b> |  | <b>520,000.00</b>   | <b>2.85%</b>                | <b>517,432.10</b><br><b>518,345.99</b>     | <b>5.34%</b>         | <b>505,888.06</b><br><b>2,681.34</b>    | <b>9.92%</b><br><b>(12,457.93)</b>  | <b>Aa3 / AA-</b><br><b>AA-</b> | <b>1.44</b><br><b>1.37</b> |

# Holdings Report

As of June 30, 2023

## Upper San Gabriel Valley Municipal Water District - Account #10214

| CUSIP                          | Security Description                                  | Par Value/Units   | Purchase Date<br>Book Yield | Cost Value<br>Book Value | Mkt Price<br>Mkt YTM | Market Value<br>Accrued Int. | % of Port.<br>Gain/Loss | Moody/S&P<br>Fitch | Maturity<br>Duration |
|--------------------------------|---|-------------------|-----------------------------|--------------------------|----------------------|------------------------------|-------------------------|--------------------|----------------------|
| <b>Money Market Fund</b>       |   |                   |                             |                          |                      |                              |                         |                    |                      |
| 31846V203                      | First American Govt Obligation Fund Class Y           | 122,762.41        | Various<br>4.70%            | 122,762.41<br>122,762.41 | 1.00<br>4.70%        | 122,762.41<br>0.00           | 2.39%<br>0.00           | Aaa / AAA<br>AAA   | 0.00<br>0.00         |
| <b>TOTAL Money Market Fund</b> |   | <b>122,762.41</b> | <b>4.70%</b>                | <b>122,762.41</b>        | <b>4.70%</b>         | <b>122,762.41</b>            | <b>2.39%</b>            | <b>Aaa / AAA</b>   | <b>0.00</b>          |
| <b>Supranational</b>           |   |                   |                             |                          |                      |                              |                         |                    |                      |
| 4581X0EE4                      | Inter-American Dev Bank Note<br>3.250% Due 07/01/2024 | 50,000.00         | 06/22/2022<br>3.26%         | 49,995.00<br>49,997.50   | 97.81<br>5.53%       | 48,902.95<br>812.50          | 0.97%<br>(1,094.55)     | Aaa / AAA<br>AAA   | 1.01<br>0.95         |
| <b>TOTAL Supranational</b>     |   | <b>50,000.00</b>  | <b>3.26%</b>                | <b>49,997.50</b>         | <b>5.53%</b>         | <b>48,902.95</b>             | <b>0.97%</b>            | <b>Aaa / AAA</b>   | <b>1.01</b>          |
| <b>US Treasury</b>             |   |                   |                             |                          |                      |                              |                         |                    |                      |
| 91282CAK7                      | US Treasury Note<br>0.125% Due 09/15/2023             | 100,000.00        | 05/28/2021<br>0.19%         | 99,855.47<br>99,986.92   | 98.98<br>5.05%       | 98,979.80<br>36.68           | 1.93%<br>(1,007.12)     | Aaa / AA+<br>AAA   | 0.21<br>0.21         |
| 91282CAP6                      | US Treasury Note<br>0.125% Due 10/15/2023             | 100,000.00        | 11/09/2020<br>0.24%         | 99,660.16<br>99,966.30   | 98.55<br>5.14%       | 98,554.70<br>26.30           | 1.92%<br>(1,411.60)     | Aaa / AA+<br>AAA   | 0.29<br>0.29         |
| 91282CAW1                      | US Treasury Note<br>0.250% Due 11/15/2023             | 100,000.00        | 06/17/2021<br>0.29%         | 99,906.25<br>99,985.40   | 98.16<br>5.25%       | 98,160.20<br>31.93           | 1.92%<br>(1,825.20)     | Aaa / AA+<br>AAA   | 0.38<br>0.37         |
| 9128285P1                      | US Treasury Note<br>2.875% Due 11/30/2023             | 100,000.00        | 05/31/2023<br>5.24%         | 98,851.56<br>99,040.86   | 98.98<br>5.36%       | 98,980.50<br>243.51          | 1.94%<br>(60.36)        | Aaa / AA+<br>AAA   | 0.42<br>0.41         |
| 91282CBA8                      | US Treasury Note<br>0.125% Due 12/15/2023             | 100,000.00        | 12/17/2020<br>0.19%         | 99,816.41<br>99,971.85   | 97.73<br>5.20%       | 97,726.60<br>5.46            | 1.91%<br>(2,245.25)     | Aaa / AA+<br>AAA   | 0.46<br>0.45         |
| 91282CBE0                      | US Treasury Note<br>0.125% Due 01/15/2024             | 100,000.00        | 01/12/2021<br>0.24%         | 99,644.53<br>99,935.72   | 97.27<br>5.31%       | 97,265.60<br>57.67           | 1.90%<br>(2,670.12)     | Aaa / AA+<br>AAA   | 0.55<br>0.53         |
| 91282CBM2                      | US Treasury Note<br>0.125% Due 02/15/2024             | 100,000.00        | 02/16/2021<br>0.20%         | 99,761.72<br>99,950.08   | 96.80<br>5.38%       | 96,800.80<br>46.96           | 1.89%<br>(3,149.28)     | Aaa / AA+<br>AAA   | 0.63<br>0.61         |
| 91282CBR1                      | US Treasury Note<br>0.250% Due 03/15/2024             | 100,000.00        | 03/10/2021<br>0.33%         | 99,769.53<br>99,945.75   | 96.47<br>5.39%       | 96,468.80<br>73.37           | 1.88%<br>(3,476.95)     | Aaa / AA+<br>AAA   | 0.71<br>0.69         |
| 91282CBV2                      | US Treasury Note<br>0.375% Due 04/15/2024             | 100,000.00        | 04/14/2021<br>0.36%         | 100,035.16<br>100,009.27 | 96.14<br>5.42%       | 96,136.70<br>78.89           | 1.88%<br>(3,872.57)     | Aaa / AA+<br>AAA   | 0.79<br>0.77         |
| 91282CCC3                      | US Treasury Note<br>0.250% Due 05/15/2024             | 100,000.00        | 05/12/2021<br>0.35%         | 99,707.03<br>99,914.57   | 95.62<br>5.44%       | 95,621.10<br>31.93           | 1.87%<br>(4,293.47)     | Aaa / AA+<br>AAA   | 0.88<br>0.85         |
| 91282CCG4                      | US Treasury Note<br>0.250% Due 06/15/2024             | 100,000.00        | 06/09/2021<br>0.31%         | 99,820.31<br>99,942.62   | 95.21<br>5.44%       | 95,214.80<br>10.93           | 1.86%<br>(4,727.82)     | Aaa / AA+<br>AAA   | 0.96<br>0.93         |

# Holdings Report

As of June 30, 2023

## Upper San Gabriel Valley Municipal Water District - Account #10214

| CUSIP     | Security Description                      | Par Value/Units | Purchase Date<br>Book Yield | Cost Value<br>Book Value | Mkt Price<br>Mkt YTM | Market Value<br>Accrued Int. | % of Port.<br>Gain/Loss | Moody/S&P<br>Fitch | Maturity<br>Duration |
|-----------|---|-----------------|-----------------------------|--------------------------|----------------------|------------------------------|-------------------------|--------------------|----------------------|
| 91282CCL3 | US Treasury Note<br>0.375% Due 07/15/2024 | 100,000.00      | 07/13/2021                  | 99,863.28                | 94.97                | 94,972.70                    | 1.86%                   | Aaa / AA+          | 1.04                 |
|           |   |                 | 0.42%                       | 99,952.60                | 5.40%                | 173.00                       | (4,979.90)              | AAA                | 1.01                 |
| 912828YE4 | US Treasury Note<br>1.250% Due 08/31/2024 | 100,000.00      | 08/05/2021                  | 102,605.47               | 95.38                | 95,378.90                    | 1.87%                   | Aaa / AA+          | 1.17                 |
|           |   |                 | 0.39%                       | 100,992.45               | 5.38%                | 417.80                       | (5,613.55)              | AAA                | 1.13                 |
| 91282CCX7 | US Treasury Note<br>0.375% Due 09/15/2024 | 100,000.00      | 09/10/2021                  | 99,804.69                | 94.25                | 94,253.90                    | 1.84%                   | Aaa / AA+          | 1.21                 |
|           |   |                 | 0.44%                       | 99,921.23                | 5.34%                | 110.05                       | (5,667.33)              | AAA                | 1.17                 |
| 91282CDB4 | US Treasury Note<br>0.625% Due 10/15/2024 | 100,000.00      | 10/14/2021                  | 99,992.19                | 94.21                | 94,214.80                    | 1.84%                   | Aaa / AA+          | 1.30                 |
|           |   |                 | 0.63%                       | 99,996.64                | 5.32%                | 131.49                       | (5,781.84)              | AAA                | 1.25                 |
| 912828YM6 | US Treasury Note<br>1.500% Due 10/31/2024 | 100,000.00      | 09/23/2021                  | 103,003.91               | 95.15                | 95,148.40                    | 1.86%                   | Aaa / AA+          | 1.34                 |
|           |   |                 | 0.52%                       | 101,293.83               | 5.31%                | 252.72                       | (6,145.43)              | AAA                | 1.29                 |
| 91282CDH1 | US Treasury Note<br>0.750% Due 11/15/2024 | 100,000.00      | 11/29/2021                  | 99,816.41                | 94.05                | 94,054.70                    | 1.84%                   | Aaa / AA+          | 1.38                 |
|           |   |                 | 0.81%                       | 99,914.57                | 5.29%                | 95.79                        | (5,859.87)              | AAA                | 1.33                 |
| 912828YV6 | US Treasury Note<br>1.500% Due 11/30/2024 | 75,000.00       | 09/29/2021                  | 77,188.48                | 94.95                | 71,208.98                    | 1.39%                   | Aaa / AA+          | 1.42                 |
|           |   |                 | 0.57%                       | 75,979.80                | 5.24%                | 95.29                        | (4,770.82)              | AAA                | 1.37                 |
| 91282CDN8 | US Treasury Note<br>1.000% Due 12/15/2024 | 100,000.00      | 12/09/2021                  | 100,003.91               | 94.11                | 94,113.30                    | 1.84%                   | Aaa / AA+          | 1.46                 |
|           |   |                 | 1.00%                       | 100,001.90               | 5.24%                | 43.72                        | (5,888.60)              | AAA                | 1.41                 |
| 91282CDS7 | US Treasury Note<br>1.125% Due 01/15/2025 | 100,000.00      | 03/16/2022                  | 97,437.50                | 94.04                | 94,039.10                    | 1.84%                   | Aaa / AA+          | 1.55                 |
|           |   |                 | 2.06%                       | 98,603.62                | 5.20%                | 518.99                       | (4,564.52)              | AAA                | 1.49                 |
| 912828ZF0 | US Treasury Note<br>0.500% Due 03/31/2025 | 100,000.00      | 04/04/2022                  | 93,921.88                | 92.50                | 92,500.00                    | 1.81%                   | Aaa / AA+          | 1.75                 |
|           |   |                 | 2.63%                       | 96,440.04                | 5.03%                | 125.68                       | (3,940.04)              | AAA                | 1.70                 |
| 91282CEH0 | US Treasury Note<br>2.625% Due 04/15/2025 | 100,000.00      | 04/27/2022                  | 99,738.28                | 95.92                | 95,921.90                    | 1.88%                   | Aaa / AA+          | 1.79                 |
|           |   |                 | 2.72%                       | 99,841.95                | 5.03%                | 552.25                       | (3,920.05)              | AAA                | 1.71                 |
| 91282CEQ0 | US Treasury Note<br>2.750% Due 05/15/2025 | 100,000.00      | 06/01/2022                  | 99,738.28                | 96.05                | 96,050.80                    | 1.88%                   | Aaa / AA+          | 1.88                 |
|           |   |                 | 2.84%                       | 99,833.94                | 4.98%                | 351.22                       | (3,783.14)              | AAA                | 1.79                 |
| 91282CEY3 | US Treasury Note<br>3.000% Due 07/15/2025 | 100,000.00      | 09/29/2022                  | 96,667.97                | 96.38                | 96,378.90                    | 1.91%                   | Aaa / AA+          | 2.04                 |
|           |   |                 | 4.28%                       | 97,563.92                | 4.88%                | 1,383.98                     | (1,185.02)              | AAA                | 1.92                 |
| 91282CFE6 | US Treasury Note<br>3.125% Due 08/15/2025 | 100,000.00      | 05/31/2023                  | 97,503.91                | 96.58                | 96,582.00                    | 1.91%                   | Aaa / AA+          | 2.13                 |
|           |   |                 | 4.32%                       | 97,596.82                | 4.83%                | 1,174.03                     | (1,014.82)              | AAA                | 2.00                 |
| 91282CFP1 | US Treasury Note<br>4.250% Due 10/15/2025 | 120,000.00      | 12/12/2022                  | 120,318.75               | 98.88                | 118,659.36                   | 2.34%                   | Aaa / AA+          | 2.30                 |
|           |   |                 | 4.15%                       | 120,257.27               | 4.77%                | 1,072.95                     | (1,597.91)              | AAA                | 2.14                 |
| 91282CGA3 | US Treasury Note<br>4.000% Due 12/15/2025 | 120,000.00      | 12/15/2022                  | 120,150.00               | 98.43                | 118,120.32                   | 2.31%                   | Aaa / AA+          | 2.46                 |
|           |   |                 | 3.96%                       | 120,123.01               | 4.68%                | 209.84                       | (2,002.69)              | AAA                | 2.31                 |
| 91282CGE5 | US Treasury Note<br>3.875% Due 01/15/2026 | 45,000.00       | 01/24/2023                  | 44,977.15                | 98.13                | 44,159.76                    | 0.88%                   | Aaa / AA+          | 2.55                 |
|           |   |                 | 3.89%                       | 44,980.45                | 4.66%                | 804.44                       | (820.69)                | AAA                | 2.35                 |

# Holdings Report

As of June 30, 2023

## Upper San Gabriel Valley Municipal Water District - Account #10214

| CUSIP                                   | Security Description                      | Par Value/Units     | Purchase Date<br>Book Yield | Cost Value<br>Book Value                   | Mkt Price<br>Mkt YTM | Market Value<br>Accrued Int.            | % of Port.<br>Gain/Loss               | Moody/S&P<br>Fitch             | Maturity<br>Duration       |
|---|---|---------------------|-----------------------------|--|----------------------|---|---------------------------------------|--------------------------------|----------------------------|
| 91282CHB0                               | US Treasury Note<br>3.625% Due 05/15/2026 | 140,000.00          | 05/23/2023<br>3.98%         | 138,610.94<br>138,659.50                   | 97.56<br>4.54%       | 136,587.50<br>648.17                    | 2.68%<br>(2,072.00)                   | Aaa / AA+<br>AAA               | 2.88<br>2.68               |
| <b>TOTAL US Treasury</b>                |   | <b>2,900,000.00</b> | <b>1.66%</b>                | <b>2,888,171.13</b><br><b>2,890,602.88</b> | <b>5.15%</b>         | <b>2,792,254.92</b><br><b>8,805.04</b>  | <b>54.63%</b><br><b>(98,347.96)</b>   | <b>Aaa / AA+</b><br><b>AAA</b> | <b>1.32</b><br><b>1.26</b> |
| <b>TOTAL PORTFOLIO</b>                  |   | <b>5,261,762.41</b> | <b>2.08%</b>                | <b>5,245,040.99</b><br><b>5,250,100.91</b> | <b>5.17%</b>         | <b>5,104,254.46</b><br><b>22,779.07</b> | <b>100.00%</b><br><b>(145,846.45)</b> | <b>Aaa / AA+</b><br><b>AAA</b> | <b>1.24</b><br><b>1.17</b> |
| <b>TOTAL MARKET VALUE PLUS ACCRUALS</b> |   |                     |                             |  |                      | <b>5,127,033.53</b>                     |                                       |                                |                            |



## Section 4 | Transactions



# Transaction Ledger

As of June 30, 2023

## Upper San Gabriel Valley Municipal Water District - Account #10214

March 31, 2023 through June 30, 2023

| Transaction Type          | Settlement Date | CUSIP     | Quantity          | Security Description                                  | Price   | Acq/Disp Yield | Amount            | Interest Pur/Sold | Total Amount      | Gain/Loss   |
|---------------------------|-----------------|-----------|-------------------|---|---------|----------------|-------------------|-------------------|-------------------|-------------|
| <b>ACQUISITIONS</b>       |                 |           |                   |   |         |                |                   |                   |                   |             |
| Purchase                  | 04/13/2023      | 3133EPFT7 | 100,000.00        | FFCB Note<br>3.75% Due: 04/13/2026                    | 99.332  | 3.99%          | 99,332.00         | 0.00              | 99,332.00         | 0.00        |
| Purchase                  | 05/24/2023      | 91282CHB0 | 140,000.00        | US Treasury Note<br>3.625% Due: 05/15/2026            | 99.008  | 3.98%          | 138,610.94        | 124.12            | 138,735.06        | 0.00        |
| Purchase                  | 06/01/2023      | 9128285P1 | 100,000.00        | US Treasury Note<br>2.875% Due: 11/30/2023            | 98.852  | 5.24%          | 98,851.56         | 7.86              | 98,859.42         | 0.00        |
| Purchase                  | 06/01/2023      | 91282CFE6 | 100,000.00        | US Treasury Note<br>3.125% Due: 08/15/2025            | 97.504  | 4.32%          | 97,503.91         | 915.06            | 98,418.97         | 0.00        |
| <b>Subtotal</b>           |                 |           | <b>440,000.00</b> |   |         |                | <b>434,298.41</b> | <b>1,047.04</b>   | <b>435,345.45</b> | <b>0.00</b> |
| <b>TOTAL ACQUISITIONS</b> |                 |           | <b>440,000.00</b> |   |         |                | <b>434,298.41</b> | <b>1,047.04</b>   | <b>435,345.45</b> | <b>0.00</b> |
| <b>DISPOSITIONS</b>       |                 |           |                   |   |         |                |                   |                   |                   |             |
| Maturity                  | 04/06/2023      | 89236TJD8 | 20,000.00         | Toyota Motor Credit Corp Note<br>0.4% Due: 04/06/2023 | 100.000 |                | 20,000.00         | 0.00              | 20,000.00         | 0.00        |
| Maturity                  | 05/05/2023      | 3137EAER6 | 95,000.00         | FHLMC Note<br>0.375% Due: 05/05/2023                  | 100.000 |                | 95,000.00         | 0.00              | 95,000.00         | 0.00        |
| Maturity                  | 05/22/2023      | 3135G04Q3 | 105,000.00        | FNMA Note<br>0.25% Due: 05/22/2023                    | 100.000 |                | 105,000.00        | 0.00              | 105,000.00        | 0.00        |
| Maturity                  | 05/24/2023      | 4581X0DM7 | 100,000.00        | Inter-American Dev Bank Note<br>0.5% Due: 05/24/2023  | 100.000 |                | 100,000.00        | 0.00              | 100,000.00        | 0.00        |
| Maturity                  | 06/26/2023      | 3137EAES4 | 100,000.00        | FHLMC Note<br>0.25% Due: 06/26/2023                   | 100.000 |                | 100,000.00        | 0.00              | 100,000.00        | 0.00        |
| <b>Subtotal</b>           |                 |           | <b>420,000.00</b> |   |         |                | <b>420,000.00</b> | <b>0.00</b>       | <b>420,000.00</b> | <b>0.00</b> |
| <b>TOTAL DISPOSITIONS</b> |                 |           | <b>420,000.00</b> |   |         |                | <b>420,000.00</b> | <b>0.00</b>       | <b>420,000.00</b> | <b>0.00</b> |

# Important Disclosures

*As of June 30, 2023*

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

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

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

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

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

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

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

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

## **ICE BofA 0-3 Yr US Treasury Index\***

*The ICE BofA 0-3 Year US Treasury Index tracks the performance of US Dollar denominated Sovereign debt publicly issued by the US government in its domestic market with maturities less than three years. Qualifying securities must have at least 18 months to maturity at point of issuance, at least one month and less than three years remaining term to final maturity, a fixed coupon schedule, and a minimum amount outstanding of \$1 billion.*

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