



# INVESTMENT ADVISORY COMMITTEE AGENDA

**Monday, March 14, 2016**

**10:00 AM**

Executive Conference Room, Level Three  
Brea Civic & Cultural Center, 1 Civic Center Circle, Brea, California

**CHAIR:** Mayor Pro Tem Christine Marick  
**ALTERNATE:** Council Member Marty Simonoff

Materials related to an item on this agenda submitted to the Investment Advisory Committee after distribution of the agenda packet are available for public inspection in the third floor lobby of the Civic and Cultural Center at 1 Civic Center Circle, Brea, CA during normal business hours. Such documents may also be available on the City's website subject to staff's ability to post documents before the meeting.

## CALL TO ORDER / ROLL CALL

1. Matters from the Audience

## CONSENT

2. Approval of Action Minutes for December 14, 2015 Meeting

### Attachments

Minutes

3. Review February 2016 Treasurer's Report

### Attachments

Attachment A

4. Review February 2016 Treasurer's Report for the Successor Agency to the Brea Redevelopment Agency

***NOTE: This agenda is subject to amendments up to 72 hours prior to the meeting date.***

**DISCUSSION**

5. Review Quarterly Report from Chandler Asset Management - Presentation by Bill Dennehy

**Attachments**

Quarterly Report - Period Ending February 29, 2016

6. Updates on Employee Benefits Fund Pension Plan through PARS - Oral Report
7. Schedule Next Meeting: June 13, 2016

cc: Mayor Pro Tem Cecilia Hupp  
Council Member Glenn Parker  
Council Member Steven Vargas

**Special Accommodations**

In compliance with the Americans with Disabilities Act, if you need special assistance to participate in this meeting, please contact the City Clerk's Office at (714) 990-7757. Notification 48 hours prior to the meeting will enable City staff to make reasonable arrangements to ensure accessibility. (28 CFR 35.102.35.104 ADA Title II)

***NOTE: This agenda is subject to amendments up to 72 hours prior to the meeting date.***

City of Brea

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**COMMITTEE COMMUNICATION**

**FROM:** City Manager

**DATE:** 03/14/2016

**SUBJECT:** Approval of Action Minutes for December 14, 2015 Meeting

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**Attachments**

Minutes

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# INVESTMENT ADVISORY COMMITTEE MEETING MINUTES

**Monday, December 14, 2015**

**10:00 AM**

Executive Conference Room, Level Three

Brea Civic & Cultural Center, 1 Civic Center Circle, Brea, California

## CALL TO ORDER / ROLL CALL

ATTENDEES: Christine Marick, William Christensen, Gary Terrazas, Christian Bettenhausen, Bill Gallardo, Chris Emeterio, Faith Madrazo, Alicia Brenner,

OTHER ATTENDEES: Mia Corral (Chandler), Bill Dennehy (Chandler), Keith Stribling (HighMark), Dennis Yu (PARS)

1. Matters from the Audience – *None.*

## CONSENT

2. Approval of Action Minutes for November 13, 2015 Special Meeting – *Approved.*
3. Review Investment Policy Guidelines for City of Brea Employee Benefits Fund Pension Plan – *The Committee reviewed the proposed Investment Policy Guidelines and requested HighMark Capital Management to make minor revisions related to diversification of the portfolio and the responsibilities related to the Plan Sponsor. The Committee recommended forwarding the updated Investment Policy Guidelines to the City Council.*
4. Treasurer’s Report for the City of Brea for Period Ending November 30, 2015 - *Approved.*
5. Treasurer’s Report for the Successor Agency to the Brea Redevelopment Agency for Period Ending November 30, 2015 - *Approved.*

## DISCUSSION

6. Review Quarterly Report from Chandler Asset Management – Presentation by Bill Dennehy - *The Committee reviewed the quarterly report as presented and recommended forwarding to the City Council.*
7. Schedule Next Meeting: March 14, 2016

Meeting Adjourned: 10:50 a.m.

City of Brea

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**INVESTMENT ADVISORY COMMITTEE COMMUNICATION**

**TO:** Honorable Chair and Committee Members  
**FROM:** City Manager,  
**DATE:** 03/14/2016  
**SUBJECT:** Review February 2016 Treasurer's Report

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**RECOMMENDATION**

Receive and file.

**BACKGROUND/DISCUSSION**

The Treasurer's Report contains information on the investment activities for the month of February 2016. The source of the reported current value of City investments is data obtained from Interactive Data Services. Attachment A contains information prepared by Chandler Asset Management, and includes a Portfolio Summary, Holdings Report, Book Value Report and Compliance with Investment Policy statement. The book value is the cost, plus or minus amortization/accretion.

As of February 29, 2016, the total market value of the investment portfolio, including accrued interest, was \$63,468,165.48 as compared to \$63,337,606.02 at January 31, 2016. The weighted average investment yield for February 2016 was 1.35%, which was slightly higher than the prior month of 1.33%. The City's Local Agency Investment Fund (LAIF), which is used for short term investment and functions like a savings account, had a balance of \$7,584,189.55 at February 29, 2016. This brings the total portfolio value as of February 29, 2016 to \$71,052,355.03, as compared to \$74,121,795.57 at January 31, 2016. Furthermore, the City of Brea holds 2,106.5 shares of water common stock with Cal Domestic totaling \$6,692,116.02 and 687.85 shares of Class A preferred stock with Pellissier Co-Tenancy, totaling \$8,444,403.67.

All City investments are GASB rated No. 1, where the custodian (The Bank of New York Mellon Trust Company, N.A.) acts as an agent of the City, and is not a counterparty to the investment transaction, and all securities are held in the name of the City of Brea. The custodial account at Bank of New York and account records with Chandler Asset Management have been reconciled to par value for the month. The City of Brea has sufficient cash flow to meet its expected expenditures for the next six months.

### **FISCAL IMPACT/SUMMARY**

During the month of February, the total value of the City's investment portfolio decreased by \$3,069,440.54. The decrease was primarily due to the City's first \$2,000,000.00 contribution to the PARS trust, to address the City's unfunded liability and three debt service payments made during the month. The debt service payments included the Olinda Heights, Downtown Brea and Brea Plaza Community Facilities Districts (CFDs).

### **SIGNATURE BLOCK**

William Gallardo, City Manager

Prepared by: Ana Conrique, Senior Accountant

Concurrence: William Christensen, City Treasurer

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### **Attachments**

Attachment A

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PORTFOLIO CHARACTERISTICS

Average Duration	2.41
Average Coupon	1.29 %
Average Purchase YTM	1.35 %
Average Market YTM	1.08 %
Average S&P/Moody Rating	AA+/Aa1
Average Final Maturity	2.54 yrs
Average Life	2.47 yrs

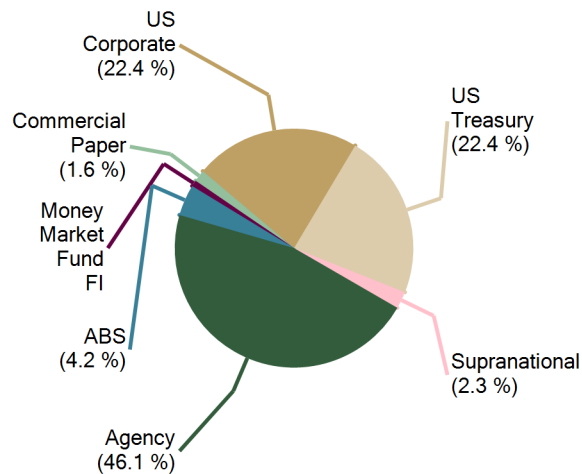
ACCOUNT SUMMARY

	Beg. Values as of 1/31/16	End Values as of 2/29/16
<b>Market Value</b>	63,143,975	63,271,458
<b>Accrued Interest</b>	193,631	196,708
<b>Total Market Value</b>	<b>63,337,606</b>	<b>63,468,165</b>
<b>Income Earned</b>	70,249	69,326
<b>Cont/WD</b>		0
<b>Par</b>	62,873,474	62,940,788
<b>Book Value</b>	62,687,151	62,752,659
<b>Cost Value</b>	62,690,815	62,754,433

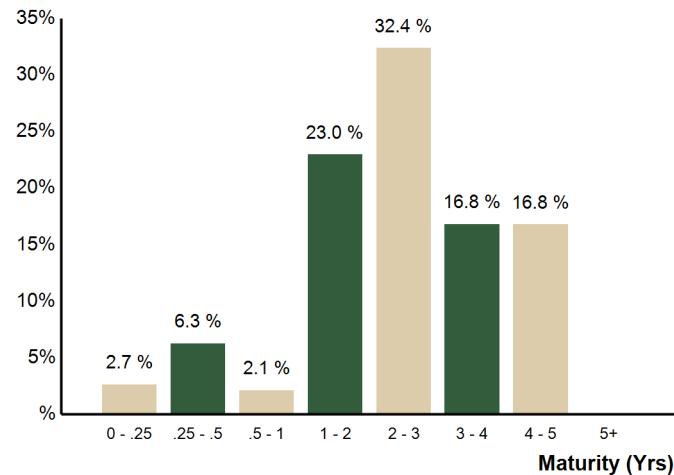
TOP ISSUERS

Issuer	% Portfolio
Government of United States	22.4 %
Federal Home Loan Bank	16.1 %
Federal National Mortgage Assoc	15.1 %
Federal Home Loan Mortgage Corp	12.5 %
Intl Bank Recon and Development	2.3 %
Tennessee Valley Authority	1.6 %
Bank of Tokyo-Mit UFJ	1.6 %
Honda ABS	1.4 %
	<b>73.0 %</b>

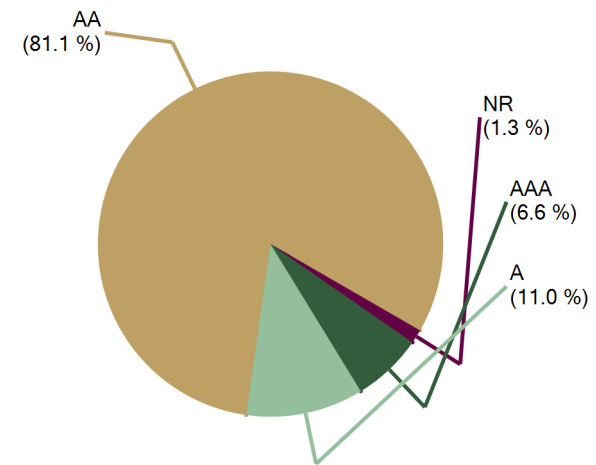
SECTOR ALLOCATION



MATURITY DISTRIBUTION



CREDIT QUALITY (S&P)



PERFORMANCE REVIEW

Total Rate of Return As of 2/29/2016	Current Month	Latest 3 Months	Year To Date	1 Yr	Annualized			4/30/1996	Since 4/30/1996
					3 Yrs	5 Yrs	10 Yrs		
City of Brea	0.21 %	1.04 %	1.14 %	1.74 %	1.23 %	1.74 %	3.31 %	4.21 %	126.74 %
BAML 1-5 Yr US Treasury/Agency Index*	0.24 %	1.16 %	1.31 %	1.79 %	1.08 %	1.48 %	3.17 %	3.84 %	111.00 %
BAML 1-5 Yr US Issuers Corp/Govt Rated AAA-A Index	0.22 %	1.06 %	1.23 %	1.75 %	1.16 %	1.62 %	3.21 %	N/A	N/A

\*BAML 1-Yr US Treasury Bill Index to 9/30/01,



**City of Brea**  
**February 29, 2016**

## COMPLIANCE WITH INVESTMENT POLICY

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

Category	Standard	Comment
Treasury Issues	No limitations	Complies
US Agencies	25% per issuer limit	Complies
Supranationals	15% maximum; 5% max per issuer; "AA" rated by a NRSRO	Complies
Municipal Securities	5% max issuer	Complies
Banker's Acceptances	40% maximum; 5% max issuer; 180 days max maturity	Complies
Commercial Paper	A-1/P-1 by S&P and Moody; 25% maximum; 5% max issuer; 270 days max maturity	Complies
Certificates of Deposit(CDs)/ Time Deposits (TDs)	5% max issuer; FDIC Insured and/or Collateralized	Complies
Negotiable CDs	30% maximum; 5% max issuer	Complies
Medium Term Notes	30% maximum; 5% max issuer; "A" rated or better by a NRSRO	Complies
LAIF	40%;<60%, with OCIP	Complies
OCIP	40%;<60%, with LAIF	Complies
Money Market Funds	20% maximum; 5% max issuer; Highest rating by two NRSROs or SEC registered	Complies
Pass Through Securities, Asset- Backed Securities (ABS), CMOs	20% maximum (all), 5% maximum (ABS); 5% max issuer; CMOs must pass FFIEC test; "AA" or higher by a NRSRO; "A" rated issuer by a NRSRO	Complies
Agency Callable notes	5% maximum	Complies
Repurchase Agreements	5% max issuer; 1 year max maturity	Complies
Range notes	Prohibited	Complies
Interest-only strips	Prohibited	Complies
Zero interest accruals	Prohibited	Complies
Per issuer max	5% per issuer for all non government issuers and agencies	Complies
Maximum Maturity	5 years	Complies





## Reconciliation Summary

As of 2/29/2016

BOOK VALUE RECONCILIATION	
<b>Beginning Book Value</b>	<b>\$62,687,150.54</b>
<b>Acquisition</b>	
+ Security Purchases	\$2,573,279.15
+ Money Market Fund Purchases	\$1,479,859.52
+ Money Market Contributions	\$0.00
+ Security Contributions	\$0.00
+ Security Transfers	\$0.00
<b>Total Acquisitions</b>	<b>\$4,053,138.67</b>
<b>Dispositions</b>	
- Security Sales	\$1,098,922.10
- Money Market Fund Sales	\$1,507,601.95
- MMF Withdrawals	\$0.00
- Security Withdrawals	\$0.00
- Security Transfers	\$0.00
- Other Dispositions	\$0.00
- Maturities	\$1,258,362.00
- Calls	\$0.00
- Principal Paydowns	\$124,943.71
<b>Total Dispositions</b>	<b>\$3,989,829.76</b>
<b>Amortization/Accretion</b>	
+/- Net Accretion	\$2,940.49
	\$2,940.49
<b>Gain/Loss on Dispositions</b>	
+/- Realized Gain/Loss	(\$740.85)
	(\$740.85)
<b>Ending Book Value</b>	<b>\$62,752,659.09</b>

CASH TRANSACTION SUMMARY	
<b>BEGINNING BALANCE</b>	<b>\$565,330.71</b>
<b>Acquisition</b>	
Contributions	\$0.00
Security Sale Proceeds	\$1,098,922.10
Accrued Interest Received	\$1,502.73
Interest Received	\$60,165.56
Dividend Received	\$2.62
Principal on Maturities	\$1,258,362.00
Interest on Maturities	\$1,638.00
Calls/Redemption (Principal)	\$0.00
Interest from Calls/Redemption	\$0.00
Principal Paydown	\$124,943.71
<b>Total Acquisitions</b>	<b>\$2,545,536.72</b>
<b>Disposition</b>	
Withdrawals	\$0.00
Security Purchase	\$2,573,279.15
Accrued Interest Paid	\$0.00
<b>Total Dispositions</b>	<b>\$2,573,279.15</b>
<b>Ending Book Value</b>	<b>\$537,588.28</b>

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
<b>ABS</b>									
43813JAC9	Honda Auto Receivables 2014-1 A3 0.67% Due 11/21/2017	388,731.52	01/22/2015 0.90 %	387,547.10 388,228.06	99.87 0.97 %	388,226.56 72.35	0.61 % (1.50)	Aaa / NR AAA	1.73 0.44
89231MAC9	Toyota Auto Receivables Owner 2014-A 0.67% Due 12/15/2017	333,133.77	03/11/2014 0.69 %	333,072.21 333,114.62	99.90 0.91 %	332,784.98 99.20	0.52 % (329.64)	Aaa / AAA NR	1.79 0.45
47787VAC5	John Deere Owner Trust 2014-A A3 0.92% Due 4/16/2018	441,334.27	04/02/2014 0.93 %	441,263.58 441,307.97	99.88 1.13 %	440,800.70 180.46	0.69 % (507.27)	Aaa / NR AAA	2.13 0.58
43814NAB1	Honda Auto Receivables 2016-1 A2 1.01% Due 6/18/2018	495,000.00	02/16/2016 1.02 %	494,950.55 494,950.84	99.88 1.13 %	494,418.38 83.33	0.78 % (532.46)	NR / AAA AAA	2.30 0.99
161571GC2	Chase CHAIT Pool #2013-A8 1.01% Due 10/15/2018	495,000.00	09/03/2015 0.95 %	495,676.76 495,570.22	100.09 0.87 %	495,453.42 222.20	0.78 % (116.80)	Aaa / AAA AAA	2.63 0.62
89236WAC2	Toyota Auto Receivables Owner 2015-A 1.12% Due 2/15/2019	530,000.00	02/24/2015 1.13 %	529,919.86 529,946.82	100.04 1.09 %	530,204.58 263.82	0.84 % 257.76	Aaa / AAA NR	2.96 1.16
<b>Total ABS</b>		<b>2,683,199.56</b>	<b>0.96 %</b>	<b>2,682,430.06</b> <b>2,683,118.53</b>	<b>1.02 %</b>	<b>2,681,888.62</b> <b>921.36</b>	<b>4.23 %</b> <b>(1,229.91)</b>	<b>Aaa / AAA</b> <b>Aaa</b>	<b>2.32</b> <b>0.74</b>
<b>AGENCY</b>									
3136FPDC8	FNMA Callable Note 1X 3/8/2011 2% Due 3/8/2016	675,000.00	08/24/2011 1.22 %	698,193.00 675,097.98	100.02 1.01 %	675,164.70 6,487.50	1.07 % 66.72	Aaa / AA+ AAA	0.02 0.02
313373SZ6	FHLB Note 2.125% Due 6/10/2016	910,000.00	07/19/2011 1.75 %	925,943.20 910,901.10	100.46 0.49 %	914,168.71 4,350.94	1.45 % 3,267.61	Aaa / AA+ AAA	0.28 0.28
313383R78	FHLB Note 0.75% Due 7/18/2016	925,000.00	07/22/2013 0.68 %	926,951.75 925,248.89	100.11 0.47 %	925,993.45 828.65	1.46 % 744.56	Aaa / AA+ AAA	0.38 0.39
3135G0YE7	FNMA Note 0.625% Due 8/26/2016	1,125,000.00	09/29/2014 0.59 %	1,125,810.00 1,125,207.16	100.00 0.63 %	1,124,948.25 97.66	1.77 % (258.91)	Aaa / AA+ AAA	0.49 0.49
3130A2T97	FHLB Note 0.5% Due 9/28/2016	600,000.00	09/30/2014 0.68 %	597,894.00 599,390.44	99.92 0.63 %	599,536.20 1,275.00	0.95 % 145.76	Aaa / AA+ AAA	0.58 0.58
3133782N0	FHLB Note 0.875% Due 3/10/2017	890,000.00	03/13/2013 0.70 %	896,043.10 891,552.28	100.17 0.71 %	891,488.08 3,699.06	1.41 % (64.20)	Aaa / AA+ AAA	1.03 1.02
3137EADF3	FHLMC Note 1.25% Due 5/12/2017	1,240,000.00	Various 1.00 %	1,251,183.63 1,243,632.97	100.57 0.77 %	1,247,092.80 4,693.06	1.97 % 3,459.83	Aaa / AA+ AAA	1.20 1.19
3130A5EP0	FHLB Note 0.625% Due 5/30/2017	1,250,000.00	05/20/2015 0.70 %	1,248,187.50 1,248,885.56	99.84 0.75 %	1,248,003.75 1,974.83	1.97 % (881.81)	Aaa / AA+ AAA	1.25 1.24
313379FW4	FHLB Note 1% Due 6/9/2017	1,075,000.00	Various 0.81 %	1,084,565.00 1,077,554.86	100.24 0.81 %	1,077,598.28 2,448.61	1.70 % 43.42	Aaa / AA+ AAA	1.28 1.27
3137EADH9	FHLMC Note 1% Due 6/29/2017	540,000.00	07/27/2012 0.85 %	543,915.00 541,057.81	100.27 0.80 %	541,444.50 930.00	0.85 % 386.69	Aaa / AA+ AAA	1.33 1.32
3137EADJ5	FHLMC Note 1% Due 7/28/2017	540,000.00	08/06/2012 0.84 %	544,141.80 541,173.59	100.27 0.81 %	541,467.18 495.00	0.85 % 293.59	Aaa / AA+ AAA	1.41 1.40
313380EC7	FHLB Note 0.75% Due 9/8/2017	625,000.00	10/25/2012 0.92 %	620,106.25 623,466.22	99.89 0.82 %	624,305.63 2,252.60	0.99 % 839.41	Aaa / AA+ AAA	1.53 1.51

# Holdings Report

As of 2/29/16

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
<b>AGENCY</b>									
3133EAY28	FFCB Note 0.83% Due 9/21/2017	550,000.00	09/18/2012 0.83 %	550,000.00 550,000.00	99.94 0.87 %	549,677.15 2,028.89	0.87 % (322.85)	Aaa / AA+ AAA	1.56 1.54
313381B20	FHLB Note 0.75% Due 12/8/2017	550,000.00	01/04/2013 0.91 %	545,671.50 548,438.94	99.79 0.87 %	548,819.70 951.04	0.87 % 380.76	Aaa / AA+ AAA	1.78 1.76
3137EADN6	FHLMC Note 0.75% Due 1/12/2018	630,000.00	Various 1.14 %	618,582.21 625,523.68	99.81 0.85 %	628,787.25 643.13	0.99 % 3,263.57	Aaa / AA+ AAA	1.87 1.85
313378A43	FHLB Note 1.375% Due 3/9/2018	1,125,000.00	09/04/2014 1.31 %	1,127,430.00 1,126,403.24	100.93 0.91 %	1,135,491.75 7,390.63	1.80 % 9,088.51	Aaa / AA+ AAA	2.02 1.98
3130A4GJ5	FHLB Note 1.125% Due 4/25/2018	1,135,000.00	03/20/2015 1.02 %	1,138,723.94 1,137,589.28	100.52 0.88 %	1,140,871.36 4,469.06	1.80 % 3,282.08	Aaa / AA+ AAA	2.15 2.12
3135G0WJ8	FNMA Note 0.875% Due 5/21/2018	1,145,000.00	Various 1.53 %	1,113,053.45 1,128,892.70	99.91 0.92 %	1,143,988.97 2,782.98	1.81 % 15,096.27	Aaa / AA+ AAA	2.22 2.20
3135G0E33	FNMA Note 1.125% Due 7/20/2018	775,000.00	06/04/2015 1.19 %	773,581.75 773,914.50	100.46 0.93 %	778,599.88 992.97	1.23 % 4,685.38	Aaa / AA+ AAA	2.39 2.35
880591EQ1	Tennessee Valley Authority Note 1.75% Due 10/15/2018	1,005,000.00	Various 1.58 %	1,013,173.05 1,009,324.00	101.96 0.99 %	1,024,716.09 6,644.17	1.63 % 15,392.09	Aaa / AA+ AAA	2.63 2.55
3135G0YT4	FNMA Note 1.625% Due 11/27/2018	1,125,000.00	Various 1.69 %	1,121,455.75 1,123,028.60	101.73 0.99 %	1,144,428.75 4,773.43	1.81 % 21,400.15	Aaa / AA+ AAA	2.75 2.67
3135G0ZA4	FNMA Note 1.875% Due 2/19/2019	1,120,000.00	Various 1.71 %	1,128,376.70 1,125,162.36	102.36 1.07 %	1,146,398.40 700.00	1.81 % 21,236.04	Aaa / AA+ AAA	2.98 2.89
3137EADG1	FHLMC Note 1.75% Due 5/30/2019	1,125,000.00	09/04/2014 1.74 %	1,125,572.63 1,125,393.37	102.00 1.12 %	1,147,451.63 4,976.56	1.82 % 22,058.26	Aaa / AA+ AAA	3.25 3.14
3137EADK2	FHLMC Note 1.25% Due 8/1/2019	1,270,000.00	Various 1.81 %	1,237,124.88 1,246,855.50	100.49 1.10 %	1,276,272.53 1,322.92	2.01 % 29,417.03	Aaa / AA+ AAA	3.42 3.34
3137EADM8	FHLMC Note 1.25% Due 10/2/2019	1,250,000.00	05/26/2015 1.48 %	1,237,873.75 1,240,002.90	100.22 1.19 %	1,252,703.75 6,467.01	1.98 % 12,700.85	Aaa / AA+ AAA	3.59 3.49
3135G0A78	FNMA Note 1.625% Due 1/21/2020	1,250,000.00	Various 1.46 %	1,260,040.40 1,257,909.39	101.48 1.24 %	1,268,447.50 2,256.95	2.00 % 10,538.11	Aaa / AA+ AAA	3.90 3.76
3137EADR7	FHLMC Note 1.375% Due 5/1/2020	1,250,000.00	05/28/2015 1.52 %	1,241,437.50 1,242,755.91	100.73 1.19 %	1,259,147.50 5,729.17	1.99 % 16,391.59	Aaa / AA+ AAA	4.17 4.03
3135G0D75	FNMA Note 1.5% Due 6/22/2020	1,030,000.00	Various 1.57 %	1,026,700.60 1,027,054.76	100.90 1.28 %	1,039,278.24 2,961.25	1.64 % 12,223.48	Aaa / AA+ AAA	4.32 4.16
3135G0F73	FNMA Note 1.5% Due 11/30/2020	1,225,000.00	12/16/2015 1.90 %	1,201,847.50 1,202,806.86	100.45 1.40 %	1,230,478.20 4,644.79	1.95 % 27,671.34	Aaa / AA+ AAA	4.76 4.56
3130A7CV5	FHLB Note 1.375% Due 2/18/2021	1,070,000.00	02/17/2016 1.46 %	1,065,677.20 1,065,705.59	99.77 1.42 %	1,067,524.02 531.28	1.68 % 1,818.43	Aaa / AA+ AAA	4.98 4.78
<b>Total Agency</b>		<b>29,025,000.00</b>	<b>1.27 %</b>	<b>28,989,257.04</b> <b>28,959,930.44</b>	<b>0.96 %</b>	<b>29,194,294.20</b> <b>89,799.14</b>	<b>46.14 %</b> <b>234,363.76</b>	<b>Aaa / AA+</b> <b>Aaa</b>	<b>2.37</b> <b>2.31</b>

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
<b>COMMERCIAL PAPER</b>									
06538BFQ1	Bank of Tokyo Mitsubishi NY Discount CP 0.7% Due 6/24/2016	1,015,000.00	02/25/2016 0.71 %	1,012,651.40 1,012,651.40	99.77 0.71 %	1,012,651.40 78.94	1.60 % 0.00	P-1 / A-1 F-1	0.32 0.32
<b>Total Commercial Paper</b>		<b>1,015,000.00</b>	<b>0.71 %</b>	<b>1,012,651.40</b> <b>1,012,651.40</b>	<b>0.71 %</b>	<b>1,012,651.40</b> <b>78.94</b>	<b>1.60 %</b> <b>0.00</b>	<b>P-1 / A-1</b> <b>F-1</b>	<b>0.32</b> <b>0.32</b>
<b>MONEY MARKET FUND FI</b>									
316175884	Fidelity Institutional Money Market Fund 696	537,588.28	Various 0.01 %	537,588.28 537,588.28	1.00 0.01 %	537,588.28 0.00	0.85 % 0.00	Aaa / AAA AAA	0.00 0.00
<b>Total Money Market Fund FI</b>		<b>537,588.28</b>	<b>0.01 %</b>	<b>537,588.28</b> <b>537,588.28</b>	<b>0.01 %</b>	<b>537,588.28</b> <b>0.00</b>	<b>0.85 %</b> <b>0.00</b>	<b>Aaa / AAA</b> <b>Aaa</b>	<b>0.00</b> <b>0.00</b>
<b>SUPRANATIONAL</b>									
459058ER0	Intl. Bank Recon & Development Note 1% Due 10/5/2018	1,460,000.00	09/30/2015 1.06 %	1,457,518.00 1,457,849.24	100.14 0.94 %	1,462,086.34 5,840.00	2.31 % 4,237.10	Aaa / AAA AAA	2.60 2.55
<b>Total Supranational</b>		<b>1,460,000.00</b>	<b>1.06 %</b>	<b>1,457,518.00</b> <b>1,457,849.24</b>	<b>0.94 %</b>	<b>1,462,086.34</b> <b>5,840.00</b>	<b>2.31 %</b> <b>4,237.10</b>	<b>Aaa / AAA</b> <b>Aaa</b>	<b>2.60</b> <b>2.55</b>
<b>US CORPORATE</b>									
38259PAC6	Google Inc Note 2.125% Due 5/19/2016	460,000.00	11/15/2012 0.75 %	481,753.65 461,346.82	100.33 0.65 %	461,501.44 2,769.58	0.73 % 154.62	Aa2 / AA NR	0.22 0.22
674599CB9	Occidental Petroleum Note 1.75% Due 2/15/2017	740,000.00	Various 1.09 %	755,408.20 744,574.01	99.71 2.06 %	737,822.18 575.56	1.16 % (6,751.83)	A3 / A A	0.96 0.95
68389XAN5	Oracle Corp Note 1.2% Due 10/15/2017	755,000.00	11/01/2013 1.48 %	746,959.25 751,686.47	100.27 1.03 %	757,014.34 3,422.67	1.20 % 5,327.87	A1 / AA- A+	1.63 1.60
458140AL4	Intel Corp Note 1.35% Due 12/15/2017	785,000.00	Various 1.27 %	787,534.60 786,075.85	100.62 1.00 %	789,836.38 2,237.25	1.25 % 3,760.53	A1 / A+ A+	1.79 1.77
89236TCA1	Toyota Motor Credit Corp Note 1.45% Due 1/12/2018	780,000.00	Various 1.31 %	782,765.40 781,981.88	100.21 1.34 %	781,634.88 1,539.42	1.23 % (347.00)	Aa3 / AA- A	1.87 1.84
459200HZ7	IBM Corp Note 1.125% Due 2/6/2018	725,000.00	02/03/2015 1.23 %	722,788.75 723,573.58	99.80 1.23 %	723,540.58 566.41	1.14 % (33.00)	Aa3 / AA- A+	1.94 1.91
084670BH0	Berkshire Hathaway Note 1.55% Due 2/9/2018	700,000.00	09/18/2014 1.65 %	697,725.00 698,692.11	100.72 1.18 %	705,016.90 663.06	1.11 % 6,324.79	Aa2 / AA A+	1.95 1.91
166764AV2	Chevron Corp Note 1.365% Due 3/2/2018	700,000.00	02/24/2015 1.37 %	700,000.00 700,000.00	99.37 1.69 %	695,591.40 4,750.96	1.10 % (4,408.60)	Aa1 / AA- NR	2.01 1.96
931142DF7	Wal-Mart Stores Note 1.125% Due 4/11/2018	400,000.00	04/04/2013 1.14 %	399,632.00 399,844.62	100.17 1.04 %	400,674.80 1,750.00	0.63 % 830.18	Aa2 / AA AA	2.12 2.08

# Holdings Report

As of 2/29/16

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
<b>US CORPORATE</b>									
037833AJ9	Apple Inc Note 1% Due 5/3/2018	810,000.00	Various 1.20 %	802,722.10 806,540.37	99.74 1.12 %	807,872.14 2,655.00	1.28 % 1,331.77	Aa1 / AA+ NR	2.18 2.14
02665WAC5	American Honda Finance Note 2.125% Due 10/10/2018	800,000.00	Various 1.90 %	807,073.15 804,501.49	101.03 1.72 %	808,219.20 6,658.33	1.28 % 3,717.71	A1 / A+ NR	2.61 2.51
74005PBH6	Praxair Note 1.25% Due 11/7/2018	810,000.00	Various 1.67 %	797,684.40 801,259.66	99.15 1.57 %	803,116.62 3,206.25	1.27 % 1,856.96	A2 / A NR	2.69 2.62
24422ESF7	John Deere Capital Corp Note 1.95% Due 12/13/2018	430,000.00	12/10/2013 1.99 %	429,084.10 429,489.88	100.67 1.70 %	432,877.99 1,816.75	0.68 % 3,388.11	A2 / A NR	2.79 2.69
36962G7G3	General Electric Capital Corp Note 2.3% Due 1/14/2019	800,000.00	Various 2.27 %	800,569.30 800,686.25	103.25 1.15 %	825,984.00 2,402.23	1.31 % 25,297.75	A1 / AA+ NR	2.88 2.78
17275RAR3	Cisco Systems Note 2.125% Due 3/1/2019	715,000.00	Various 2.04 %	717,853.05 716,715.17	101.98 1.45 %	729,143.42 7,596.88	1.16 % 12,428.25	A1 / AA- NR	3.00 2.88
91159HHH6	US Bancorp Callable Note Cont 3/25/2019 2.2% Due 4/25/2019	700,000.00	Various 2.08 %	703,858.75 702,499.38	101.43 1.72 %	710,000.20 5,390.00	1.13 % 7,500.82	A1 / A+ AA	3.15 2.94
06406HCW7	Bank of New York Callable Note Cont 8/11/2019 2.3% Due 9/11/2019	705,000.00	Various 2.29 %	705,272.60 705,190.59	101.03 1.99 %	712,289.00 7,657.08	1.13 % 7,098.41	A1 / A AA-	3.53 3.27
94974BGF1	Wells Fargo Corp Note 2.15% Due 1/30/2020	735,000.00	01/26/2015 2.17 %	734,204.40 734,375.91	99.73 2.22 %	733,002.27 1,360.77	1.16 % (1,373.64)	A2 / A AA-	3.92 3.73
22160KAG0	Costco Wholesale Corp Note 1.75% Due 2/15/2020	465,000.00	02/05/2015 1.77 %	464,511.75 464,612.93	100.71 1.57 %	468,288.95 361.67	0.74 % 3,676.02	A1 / A+ A+	3.96 3.81
747525AD5	Qualcomm Inc Note 2.25% Due 5/20/2020	750,000.00	06/11/2015 2.49 %	741,693.75 742,888.93	101.03 1.99 %	757,757.26 4,734.38	1.20 % 14,868.33	A1 / A+ NR	4.22 3.99
594918BG8	Microsoft Callable Note Cont. 10/03/20 2% Due 11/3/2020	325,000.00	10/29/2015 2.02 %	324,740.00 324,756.93	101.70 1.61 %	330,536.70 2,130.56	0.52 % 5,779.77	Aaa / AAA AA+	4.68 4.35
<b>Total US Corporate</b>		<b>14,090,000.00</b>	<b>1.68 %</b>	<b>14,103,834.20</b> <b>14,081,292.83</b>	<b>1.49 %</b>	<b>14,171,720.65</b> <b>64,244.81</b>	<b>22.43 %</b> <b>90,427.82</b>	<b>A1 / AA- A+</b>	<b>2.54</b> <b>2.44</b>
<b>US TREASURY</b>									
912828TB6	US Treasury Note 0.75% Due 6/30/2017	1,075,000.00	Various 0.66 %	1,078,784.85 1,076,202.46	100.01 0.74 %	1,075,083.85 1,351.14	1.70 % (1,118.61)	Aaa / AA+ AAA	1.33 1.32
912828TG5	US Treasury Note 0.5% Due 7/31/2017	1,100,000.00	02/25/2013 0.73 %	1,089,132.59 1,096,523.24	99.63 0.76 %	1,095,917.90 453.30	1.73 % (605.34)	Aaa / AA+ AAA	1.42 1.41
912828UU2	US Treasury Note 0.75% Due 3/31/2018	300,000.00	07/29/2013 1.28 %	292,805.69 296,793.15	99.89 0.80 %	299,671.80 940.57	0.47 % 2,878.65	Aaa / AA+ AAA	2.08 2.06
912828VE7	US Treasury Note 1% Due 5/31/2018	1,150,000.00	09/04/2014 1.37 %	1,134,775.34 1,140,815.98	100.38 0.83 %	1,154,312.50 2,890.71	1.82 % 13,496.52	Aaa / AA+ AAA	2.25 2.22
912828WD8	US Treasury Note 1.25% Due 10/31/2018	1,000,000.00	Various 1.34 %	995,120.54 997,758.18	100.99 0.87 %	1,009,922.00 4,189.56	1.60 % 12,163.82	Aaa / AA+ AAA	2.67 2.61

# Holdings Report

As of 2/29/16

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
<b>US TREASURY</b>									
912828SD3	US Treasury Note 1.25% Due 1/31/2019	1,150,000.00	09/04/2014 1.59 %	1,133,472.60 1,139,029.76	101.01 0.90 %	1,161,634.55 1,184.75	1.83 % 22,604.79	Aaa / AA+ AAA	2.92 2.86
912828SH4	US Treasury Note 1.375% Due 2/28/2019	1,140,000.00	Various 1.71 %	1,122,272.76 1,129,118.42	101.30 0.93 %	1,154,873.59 42.60	1.82 % 25,755.17	Aaa / AA+ AAA	3.00 2.94
912828ST8	US Treasury Note 1.25% Due 4/30/2019	1,150,000.00	Various 1.67 %	1,127,845.65 1,135,507.44	100.89 0.96 %	1,160,241.90 4,818.00	1.84 % 24,734.46	Aaa / AA+ AAA	3.17 3.09
912828UB4	US Treasury Note 1% Due 11/30/2019	1,165,000.00	12/18/2014 1.67 %	1,128,097.07 1,137,042.00	99.66 1.09 %	1,161,086.77 2,928.42	1.83 % 24,044.77	Aaa / AA+ AAA	3.75 3.66
912828J84	US Treasury Note 1.375% Due 3/31/2020	1,250,000.00	10/23/2015 1.35 %	1,251,224.89 1,251,128.75	100.87 1.16 %	1,260,888.75 7,184.94	2.00 % 9,760.00	Aaa / AA+ AAA	4.09 3.94
912828VF4	US Treasury Note 1.375% Due 5/31/2020	1,100,000.00	07/10/2015 1.62 %	1,087,585.72 1,089,200.13	100.81 1.18 %	1,108,894.60 3,801.91	1.75 % 19,694.47	Aaa / AA+ AAA	4.25 4.11
912828L32	US Treasury Note 1.375% Due 8/31/2020	1,250,000.00	09/29/2015 1.37 %	1,250,394.81 1,250,361.20	100.79 1.19 %	1,259,863.75 46.71	1.99 % 9,502.55	Aaa / AA+ AAA	4.51 4.35
912828L99	US Treasury Note 1.375% Due 10/31/2020	1,300,000.00	11/23/2015 1.71 %	1,279,641.07 1,280,747.66	100.68 1.22 %	1,308,836.10 5,991.07	2.07 % 28,088.44	Aaa / AA+ AAA	4.67 4.49
<b>Total US Treasury</b>		<b>14,130,000.00</b>	<b>1.40 %</b>	<b>13,971,153.58</b> <b>14,020,228.37</b>	<b>0.99 %</b>	<b>14,211,228.06</b> <b>35,823.68</b>	<b>22.45 %</b> <b>190,999.69</b>	<b>Aaa / AA+</b> <b>Aaa</b>	<b>3.20</b> <b>3.11</b>
<b>TOTAL PORTFOLIO</b>		<b>62,940,787.84</b>	<b>1.35 %</b>	<b>62,754,432.56</b> <b>62,752,659.09</b>	<b>1.08 %</b>	<b>63,271,457.55</b> <b>196,707.93</b>	<b>100.00 %</b> <b>518,798.46</b>	<b>Aa1 / AA+</b> <b>Aaa</b>	<b>2.54</b> <b>2.41</b>
<b>TOTAL MARKET VALUE PLUS ACCRUED</b>						<b>63,468,165.48</b>			



**Book Value Report**  
As of 2/29/2016 12:00:00 AM

<b>MIG</b>	<b>Book Value</b>	<b>12 Months or less</b>	<b>13 to 24 Months</b>	<b>25 to 60 Months</b>	<b>Total Holdings</b>
ABS	\$2,683,118.53	\$1,692,597.47	\$495,570.22	\$494,950.84	\$2,683,118.53
Agency	\$28,959,930.44	\$4,235,845.57	\$7,891,285.91	\$16,832,798.96	\$28,959,930.44
Commercial Paper	\$1,012,651.40	\$1,012,651.40	\$0.00	\$0.00	\$1,012,651.40
Money Market Fund FI	\$537,588.28	\$537,588.28	\$0.00	\$0.00	\$537,588.28
Supranational	\$1,457,849.24	\$0.00	\$0.00	\$1,457,849.24	\$1,457,849.24
US Corporate	\$14,081,292.83	\$1,205,920.83	\$3,742,009.89	\$9,133,362.11	\$14,081,292.83
US Treasury	\$14,020,228.37	\$0.00	\$2,172,725.70	\$11,847,502.67	\$14,020,228.37
<b>Total</b>	<b>\$62,752,659.09</b>	<b>\$8,684,603.55</b>	<b>\$14,301,591.72</b>	<b>\$39,766,463.82</b>	<b>\$62,752,659.09</b>

City of Brea

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**INVESTMENT ADVISORY COMMITTEE COMMUNICATION**

**TO:** Honorable Chair and Committee Members

**FROM:** City Manager,

**DATE:** 03/14/2016

**SUBJECT:** Review February 2016 Treasurer's Report for the Successor Agency to the Brea Redevelopment Agency

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**RECOMMENDATION**

Receive and file.

**BACKGROUND/DISCUSSION**

In July 2013, the Successor Agency to the Brea Redevelopment Agency account with Bank of New York Mellon (BNY) was officially closed due to investments being liquidated and transferred to the Successor Agency's Local Agency Investment Fund (LAIF) to meet anticipated expenditure needs. This report contains information on the investment activities for the month of February 2016. As of February 29, 2016, the Successor Agency's Local Agency Investment Fund (LAIF), which is used for short term investment and functions like a savings account, had a balance of \$1,596,473.59. The total portfolio value as of February 29, 2016, was \$1,596,473.59, and is unchanged from the prior month. The Successor Agency to the Brea Redevelopment Agency has sufficient cash flow to meet its expected expenditures for the next six months.

**FISCAL IMPACT/SUMMARY**

During the month of February 2016, the total value of the Successor Agency to the Brea Redevelopment Agency's investment portfolio remained unchanged from prior the month.



**SIGNATURE BLOCK**

William Gallardo, City Manager

Prepared by: Ana Conrique, Senior Accountant

Concurrence: William Christensen, City Treasurer

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City of Brea

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**COMMITTEE COMMUNICATION**

**FROM:** City Manager

**DATE:** 03/14/2016

**SUBJECT:** Review Quarterly Report from Chandler Asset Management -  
Presentation by Bill Dennehy

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**Attachments**

Quarterly Report - Period Ending February 29, 2016

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# City of Brea

Period Ending  
February 29, 2016



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## SECTION 1

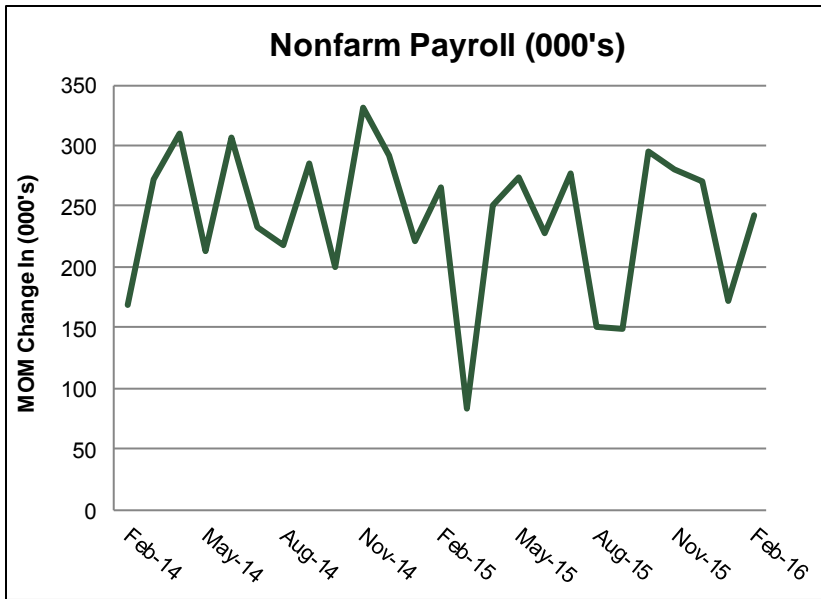
# Economic Update



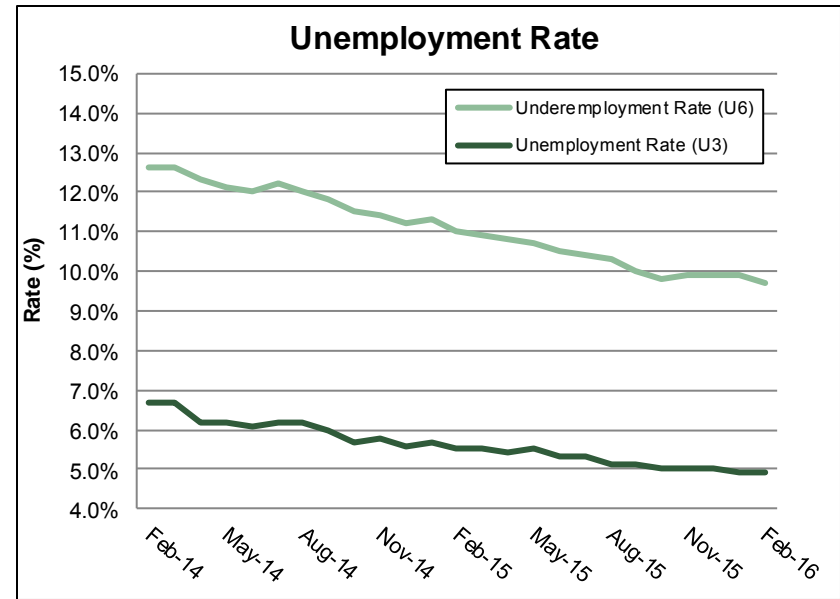
- We believe the Federal Reserve (Fed) is likely to keep monetary policy on hold this month, but the implied probability (based on fed funds futures) of another fed funds rate hike at mid-year has increased. Currently, the implied probability of a rate hike around mid-year is approximately 45% and the implied probability of a rate hike in September is greater than 50%. However, the implied probability of a rate hike at the upcoming March 15-16 Federal Open Market Committee (FOMC) meeting remains very low, and we do not believe the FOMC is likely to shock the market. In February, Fed Chair Yellen testified before Congress and provided the Fed's semi-annual Monetary Policy Report. Yellen noted the economy made further progress toward maximum employment and inflation is expected to rise toward the Fed's 2% objective over the medium-term. Nevertheless, we expect the Fed to keep policy rates on hold until at least this summer in light of global economic concerns. Chair Yellen conceded the economic outlook is uncertain and foreign economic developments pose risks to the domestic economy.
- Economic data is mixed. Labor market conditions continue to improve and consumer confidence is strong. Housing trends remain healthy. However, the manufacturing sector continues to be weak. The ISM manufacturing index has been below 50.0 since October, suggesting the manufacturing sector is contracting. Nevertheless, payrolls have increased by an average of 228,000 per month over the past three months, and the unemployment rate has declined to 4.9%, which should provide a tailwind for economic growth this year. Fourth quarter 2015 GDP grew at an annualized pace of 1.0%, following growth of 2.0% in the third quarter. Market participants are currently forecasting GDP growth of about 2.0% in the first quarter of 2016, and 2.0-2.5% for the full year 2016. Based on recent economic data, we believe 2016 GDP growth is likely to be at the lower end of the 2.0%-2.5% range.
- In February, the Treasury yield curve flattened, with the yield on 2-year Treasuries unchanged and the yield on 10-year Treasuries down nearly 20 basis points. This flattening is consistent with historical Fed tightening cycles. The FOMC's "dot plot", which depicts the FOMC's assessment of appropriate monetary policy, suggests that the Federal Reserve could raise the fed funds rate three or four times before year-end. We believe the "dot plot" will likely move closer to market expectations over the medium term. Although fed funds futures prices currently indicate investors expect the Fed to raise rates once this year, we believe two 25 basis point rate hikes before year-end is a distinct possibility. Ongoing uncertainty about monetary policy and how the Fed communicates its economic projections will likely continue to fuel financial market volatility.



# Employment

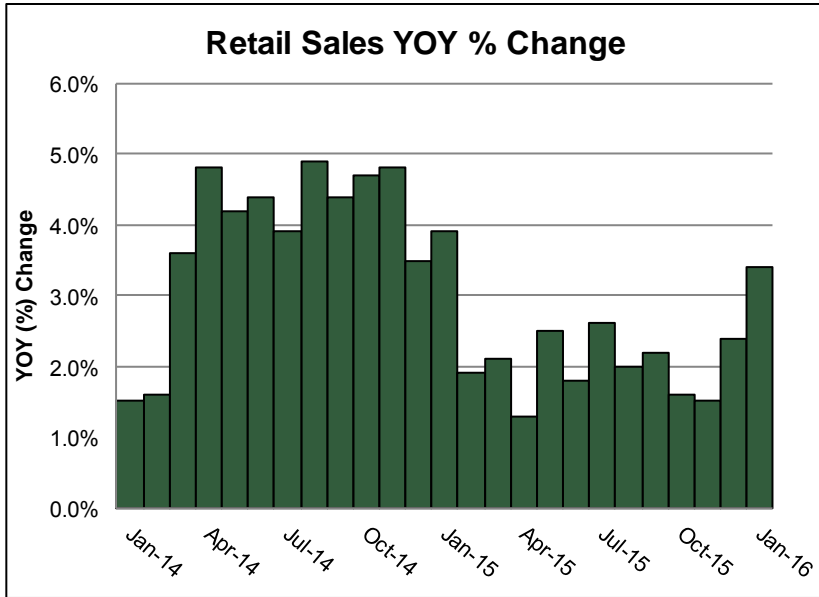


Source: US Department of Labor

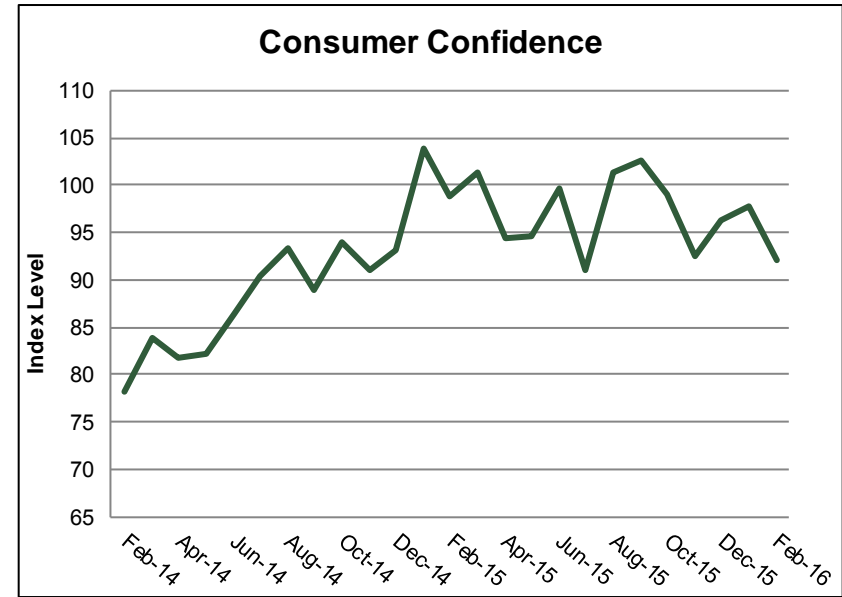


Source: US Department of Labor

Nonfarm payrolls rose by 242,000 in February, exceeding the consensus forecast of 195,000. December and January payrolls were also revised up by a total of 30,000. The unemployment rate was unchanged at a low level of 4.9% in February, while the participation rate continued to inch up to 62.9% from 62.7%. A broader measure of unemployment called the U-6, which includes those whom are marginally attached to the labor force and employed part time for economic reasons, declined to 9.7% from 9.9%. Wages declined 0.1% in February, missing expectations for a 0.2% increase, but this follows a strong 0.5% surge in wages in January. Over the past three months, payrolls have increased by an average of 228,000 per month, compared to the trailing six-month average of 235,000.



Source: US Department of Commerce



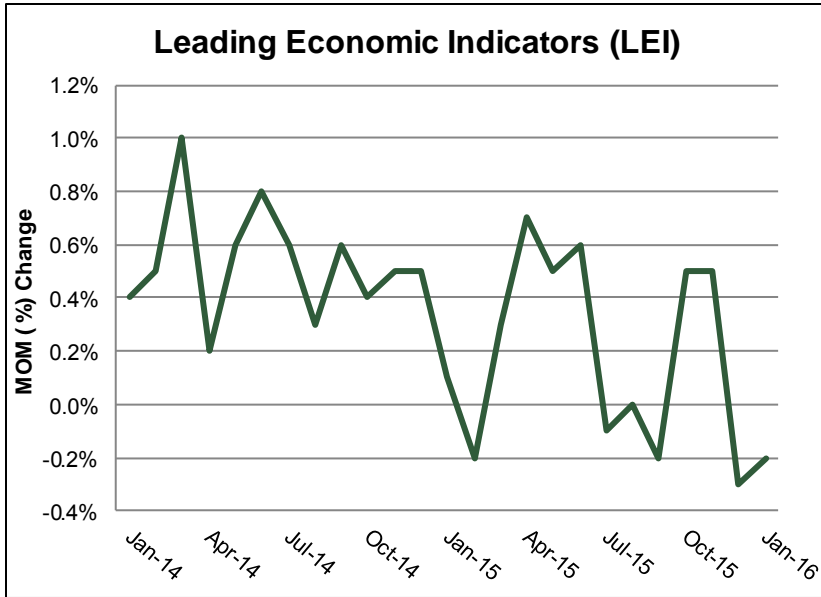
Source: Federal Reserve

The precipitous decline in oil prices may finally be providing a tailwind for consumer spending. On a year-over-year basis, retail sales were up 3.4% in January, vs. up 2.4% in December, suggesting that consumers were relatively undeterred by financial market volatility in January. On a month-over-month basis, retail sales, excluding autos and gas, were stronger than expected in January, up 0.4% on a month-over-month basis. Expectations were for a 0.3% gain. Overall retail sales, including autos and gas, were up 0.2% in the month. The consumer confidence index declined to 92.2 in February from 97.8 in January. The present conditions index remained solid but the index for six-month expectations declined meaningfully from 85.3 to 78.9. Nevertheless, we believe ongoing improvement in the labor market and low gas prices should benefit consumer spending this year.

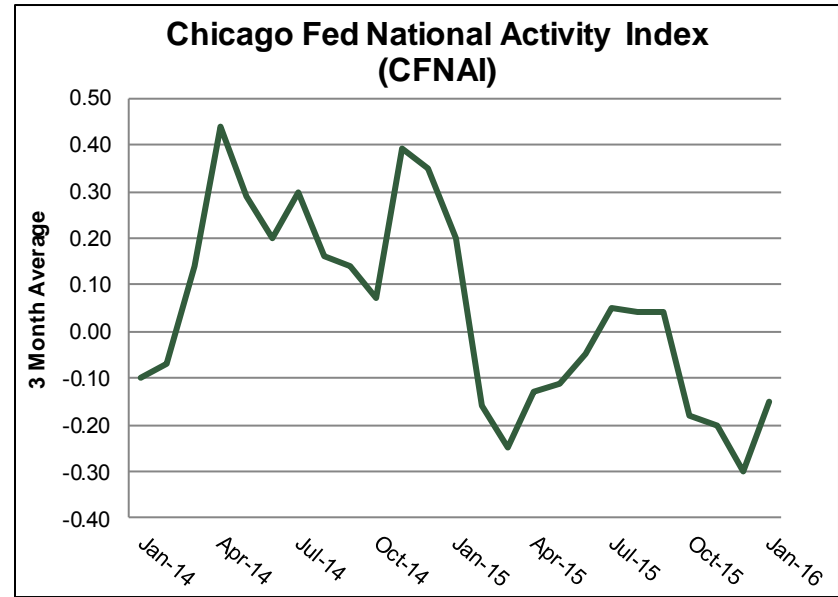




# Economic Activity

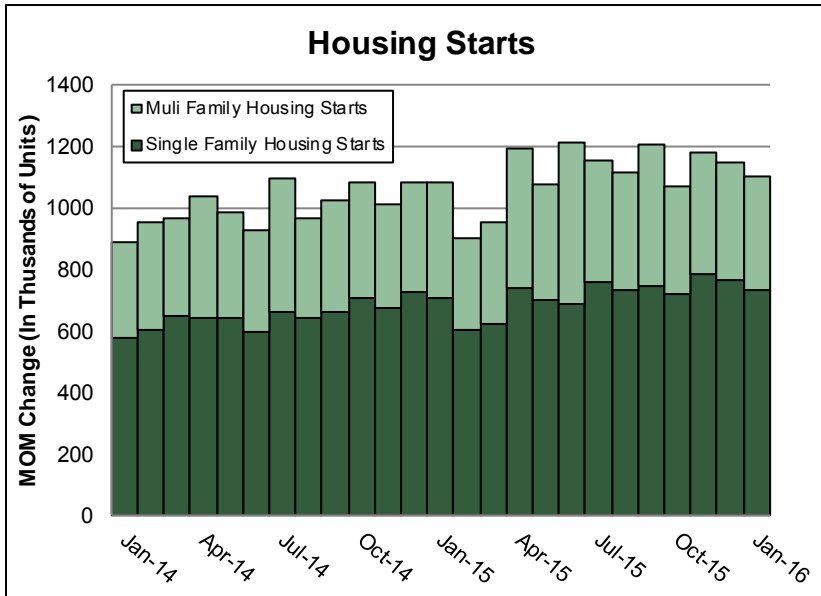


Source: The Conference Board

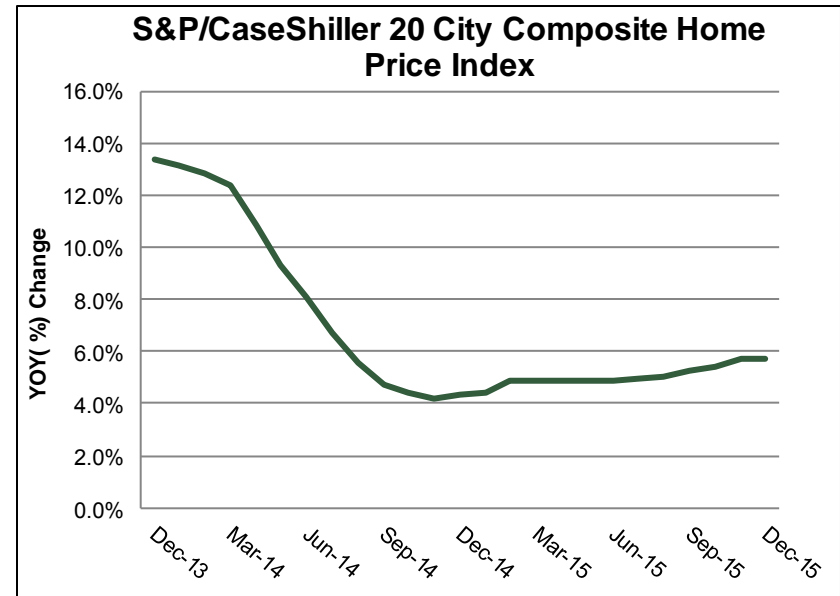


Source: Federal Reserve Bank of Chicago

The index of Leading Economic Indicators (LEI) declined 0.2% in January, following a revised 0.3% decline in December. However, five of the ten components of the index made positive contributions, four made negative contributions, and one was steady. The biggest negatives were from stock prices and weekly initial jobless claims. On a year-over-year basis, the LEI was up 2.1% in January vs. up 2.4% in December. Although the index indicates a modest slowdown in January from December, the underlying trend still points to moderate economic growth in the months ahead. The Chicago Fed National Activity Index (CFNAI) 3-month moving average improved to -0.15 in January from -0.30 in December. Overall, this index is indicative of below-average economic activity. A reading below -0.70 on a 3-month moving average basis has historically corresponded with the onset of a recession; fortunately the CFNAI remains safely above that level.



Source: US Census Bureau

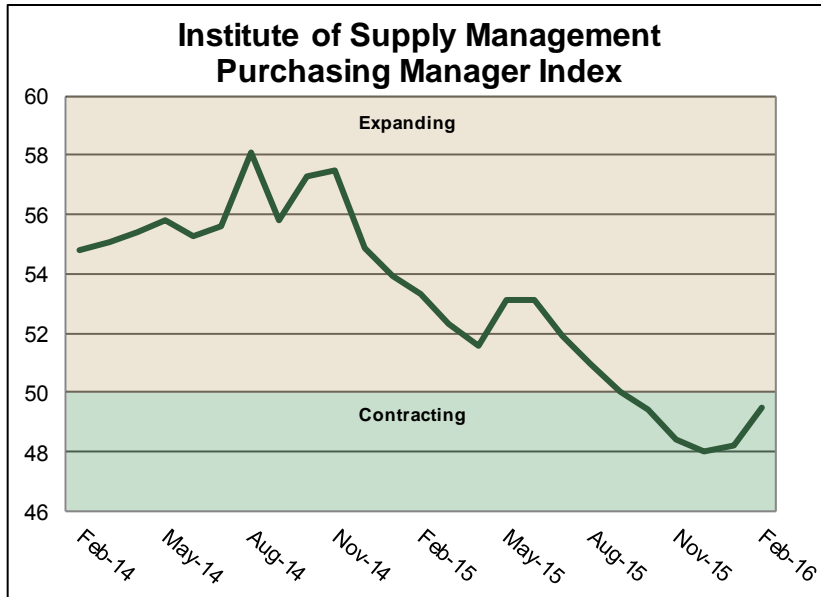


Source: S&P

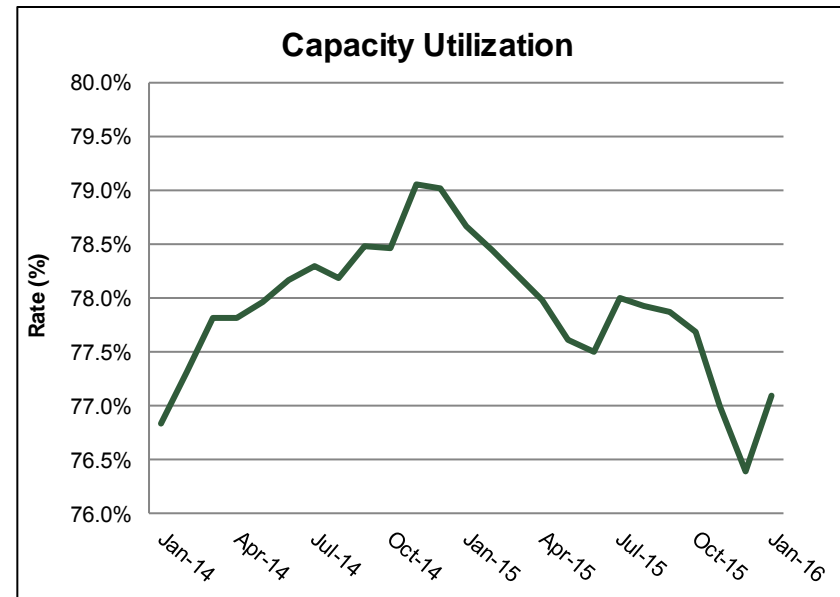
Total housing starts declined 3.8% on a month-over-month basis in January, missing expectations. Single-family housing starts fell 3.9% while multi-family starts fell 3.7%. Housing starts tend to be volatile on a month-to-month basis, but the underlying trend remains modestly positive with total housing starts up 1.8% on a year-over-year basis. Overall, we believe housing market trends remain healthy. Meanwhile, home pricing has remained firm. According to the Case-Shiller 20-City home price index, home prices were up about 5.7% year-over-year in December.



# Manufacturing



Source: Institute for Supply Management



Source: Federal Reserve

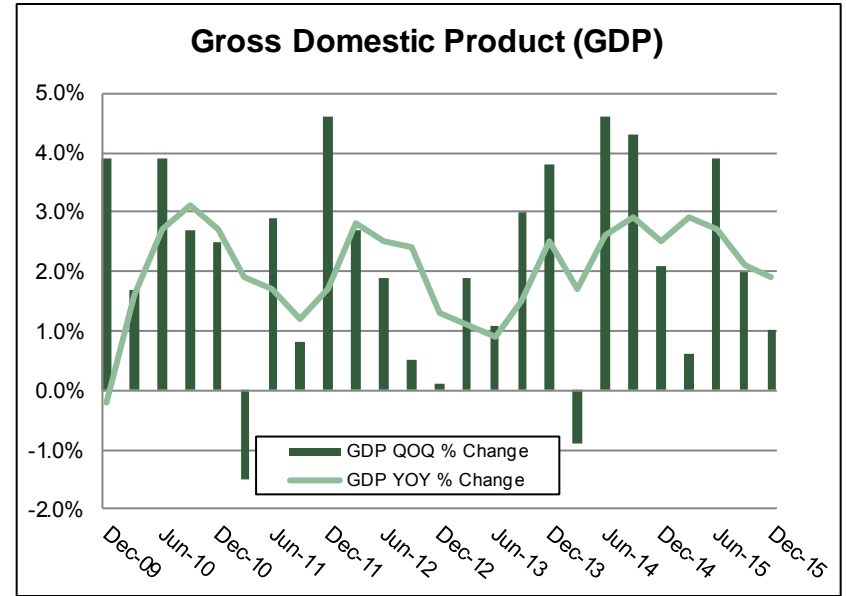
The Institute for Supply Management (ISM) manufacturing index improved to 49.5 in February from 48.2 in January. Although the composite index remains below the breakeven level of 50.0, which suggests that the manufacturing sector still contracting, the index for new orders was unchanged at a modestly positive level of 51.5 in the month. The composite index fell below 50.0 in October 2015, for the first time since November 2012. Notably, a reading above 43.1 over a period of time is generally indicative of overall economic expansion, based on the historical relationship between the index and GDP growth. Meanwhile, capacity utilization, which is production divided by capacity, increased to 77.1% in January from 76.4% in December. The capacity utilization rate is lower than the long-run average of 80.0% (1972-2015), suggesting there is still excess capacity in the industrial sector. Overall, growth in the US manufacturing sector continues to be hindered by the strong US dollar and a sluggish global economy.



# Gross Domestic Product (GDP)

Components of GDP	3/15	6/15	9/15	12/15
Personal Consumption Expenditures	1.2%	2.4%	2.0%	1.4%
Gross Private Domestic Investment	1.4%	0.9%	-0.1%	-0.1%
Net Exports and Imports	-1.9%	0.2%	-0.3%	-0.3%
Federal Government Expenditures	0.1%	0.0%	0.0%	0.2%
State and Local (Consumption and Gross Investment)	-0.1%	0.5%	0.3%	-0.2%
<b>Total</b>	<b>0.7%</b>	<b>3.9%</b>	<b>2.0%</b>	<b>1.0%</b>

Source: US Department of Commerce

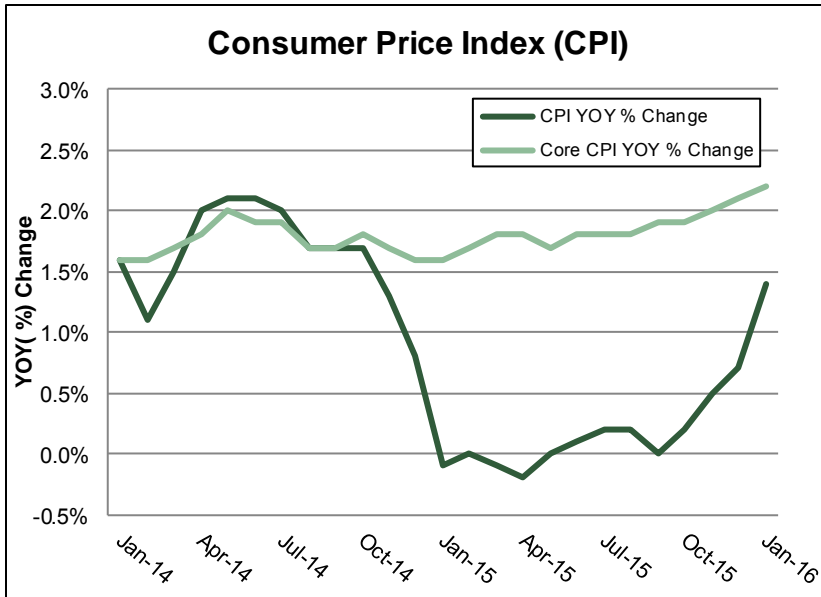


Source: US Department of Commerce

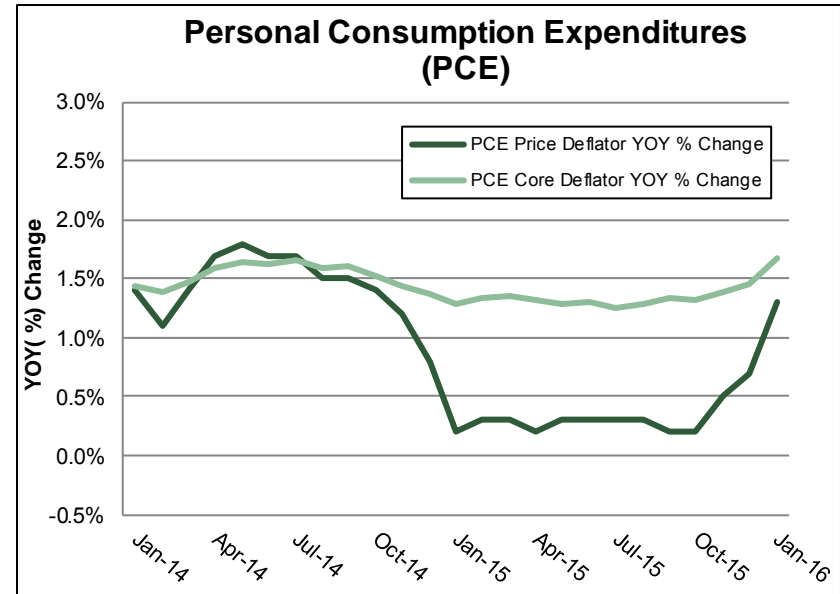
Fourth quarter GDP growth was revised up to 1.0% from the initial estimate of 0.7%, exceeding expectations for a downward revision. However, the upward revision was largely driven by inventories (potentially unwanted inventories). Personal consumption expenditures, meanwhile, were revised down. As such, even though fourth quarter GDP was revised higher, the details of the report are lackluster. Fortunately, market participants expect that economic growth bounced higher in the current quarter and the consensus estimate calls for 1Q16 GDP growth of about 2.0%.



# Inflation



Source: US Department of Labor

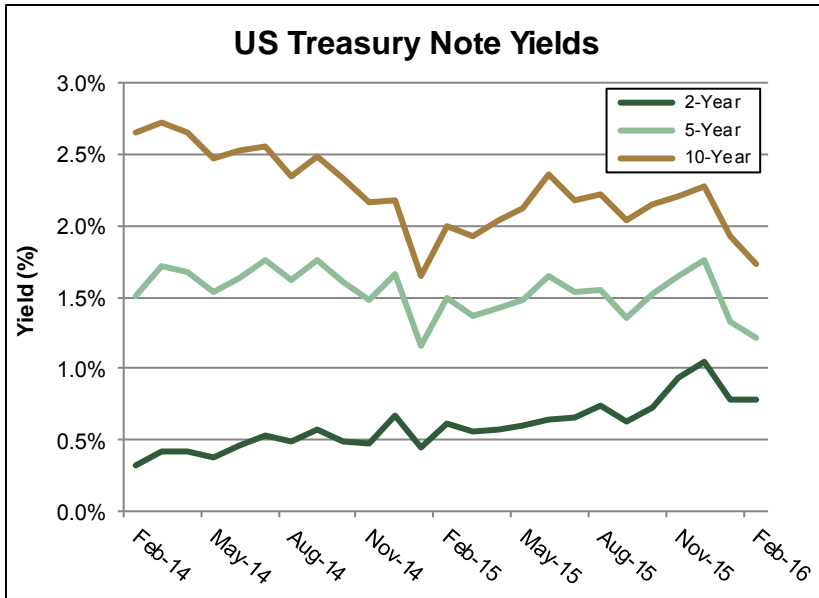


Source: US Department of Labor

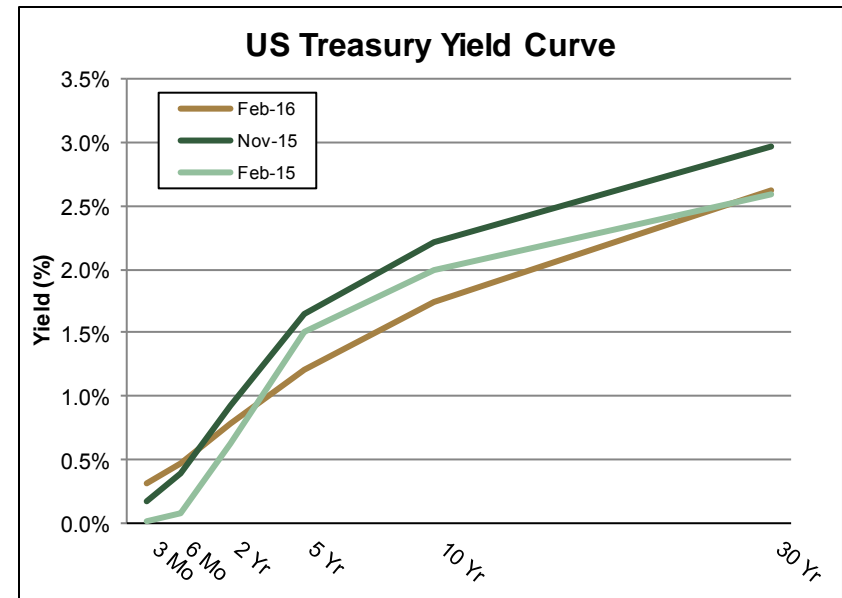
Although energy and commodity prices remain weak, overall inflation pressures are beginning to creep higher. The Consumer Price Index (CPI) rose 1.4% year-over-year in January, up from 0.7% in December. Year-over-year comparisons have become easier, given the precipitous decline in energy prices at the end of 2014. Core CPI (CPI less food and energy) rose 2.2% in January, up from 2.1% in December. The Personal Consumption Expenditures (PCE) index was up 1.3% year-over-year in January, up from 0.6% in December. Core PCE (excluding food and energy) was up 1.7% in January, versus 1.4% in December. Though PCE remains below the Fed's 2.0% target for now, the trend suggests that inflation is moving slowly toward the Fed's target.



# Bond Yields



Source: Bloomberg



Source: Bloomberg

Over the past 3 months, the yield curve flattened with the yield on 2-year Treasuries down about 15 basis points and the yield on 10-year Treasuries down nearly 50 basis points. Over much of the past year, financial market volatility has been elevated due to weak global economic growth, declining commodity prices, and divergent global central bank monetary policy. These concerns will likely continue to fuel financial market volatility over the medium-term.



## SECTION 2

### Account Profile

## Investment Objectives

The investment objectives of the City of Brea and the Successor Agency to the Brea Redevelopment Agency are first, to preserve principal in the overall portfolio; second, to provide adequate liquidity to meet operating requirements; and third, to earn a return that is commensurate with the first two objectives.

## Chandler Asset Management Performance Objectives

The performance objective for both accounts is to achieve a rate of return over a market cycle that equals or exceeds the return on a market index of similar duration and sector allocation.

## 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.





**City of Brea**  
February 29, 2016

## COMPLIANCE WITH INVESTMENT POLICY

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

Category	Standard	Comment
Treasury Issues	No limitations	Complies
US Agencies	25% per issuer limit	Complies
Supranationals	15% maximum; 5% max per issuer; "AA" rated by a NRSRO	Complies
Municipal Securities	5% max issuer	Complies
Banker's Acceptances	40% maximum; 5% max issuer; 180 days max maturity	Complies
Commercial Paper	A-1/P-1 by S&P and Moody; 25% maximum; 5% max issuer; 270 days max maturity	Complies
Certificates of Deposit(CDs)/ Time Deposits (TDs)	5% max issuer; FDIC Insured and/or Collateralized	Complies
Negotiable CDs	30% maximum; 5% max issuer	Complies
Medium Term Notes	30% maximum; 5% max issuer; "A" rated or better by a NRSRO	Complies
LAIF	40%; <60%, with OCIP	Complies
OCIP	40%; <60%, with LAIF	Complies
Money Market Funds	20% maximum; 5% max issuer; Highest rating by two NRSROs or SEC registered	Complies
Pass Through Securities, Asset- Backed Securities (ABS), CMOs	20% maximum (all), 5% maximum (ABS); 5% max issuer; CMOs must pass FFIEC test; "AA" or higher by a NRSRO; "A" rated issuer by a NRSRO	Complies
Agency Callable notes	5% maximum	Complies
Repurchase Agreements	5% max issuer; 1 year max maturity	Complies
Range notes	Prohibited	Complies
Interest-only strips	Prohibited	Complies
Zero interest accruals	Prohibited	Complies
Per issuer max	5% per issuer for all non government issuers and agencies	Complies
Maximum Maturity	5 years	Complies



## Portfolio Characteristics

### City of Brea

	02/29/2016		11/30/2015
	Benchmark*	Portfolio	Portfolio
Average Maturity (yrs)	2.66	2.54	2.66
Modified Duration	2.57	2.41	2.51
Average Purchase Yield	n/a	1.35 %	1.33 %
Average Market Yield	0.92 %	1.08 %	1.26 %
Average Quality**	AAA	AA+/Aa1	AA+/Aa1
Total Market Value		63,468,165	62,813,691

\* BAML 1-5 Yr US Treasury/Agency Index

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

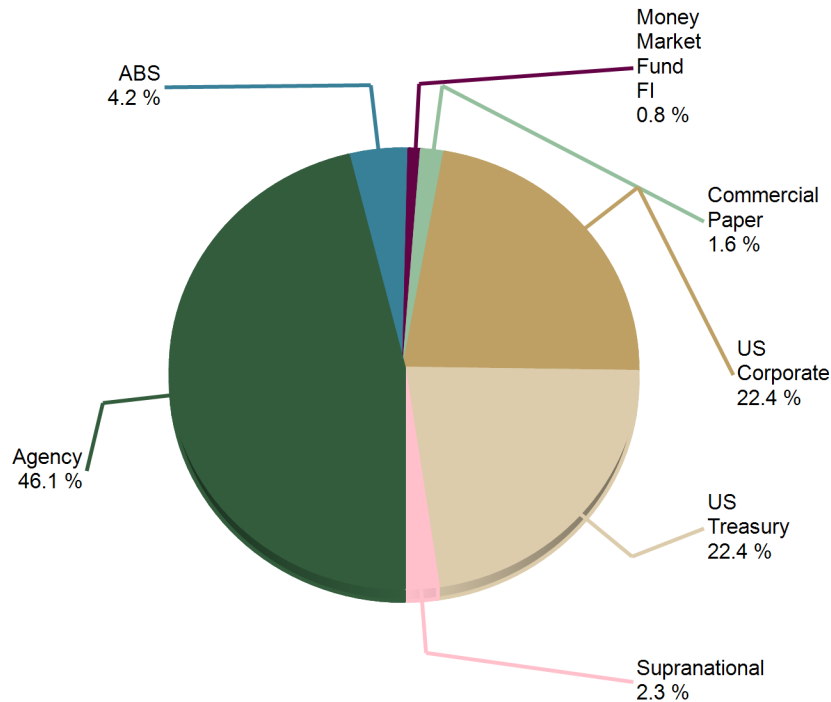
Several securities were purchased across the Agency, Asset Backed, and Commercial Paper sectors of the market to keep the portfolio structure and duration in-line with Chandler objectives. The purchased securities ranged in maturity from June 2016 to February 2021. Two securities were sold and two matured to help facilitate the additions to the portfolio.



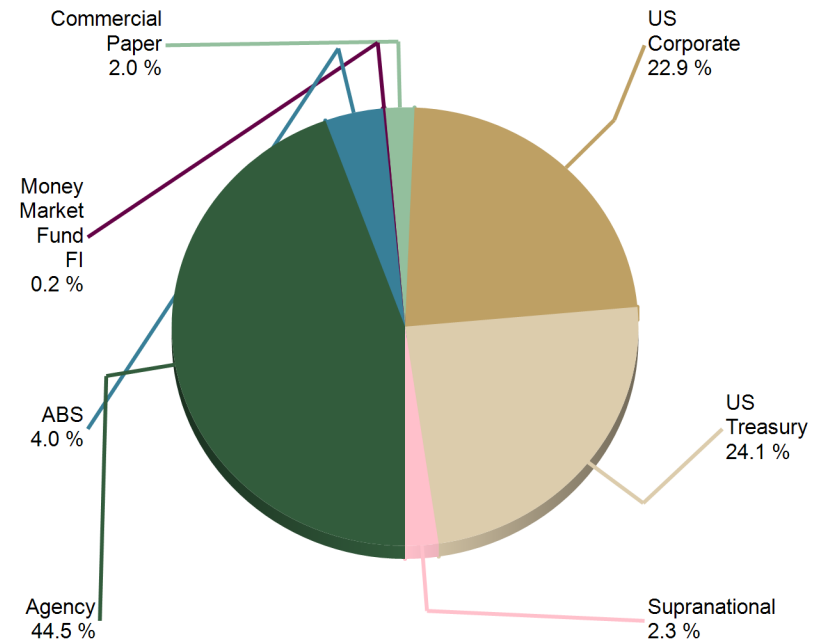
# Sector Distribution

## City of Brea

February 29, 2016



November 30, 2015



The sector allocation was relatively stable. The two largest changes occurred in the Agency and Treasury sectors with the Agency allocation increased by 1.6% to 46.1% of the portfolio, offset by the 1.7% decline in the Treasury allocation, to 22.4% of the portfolio.



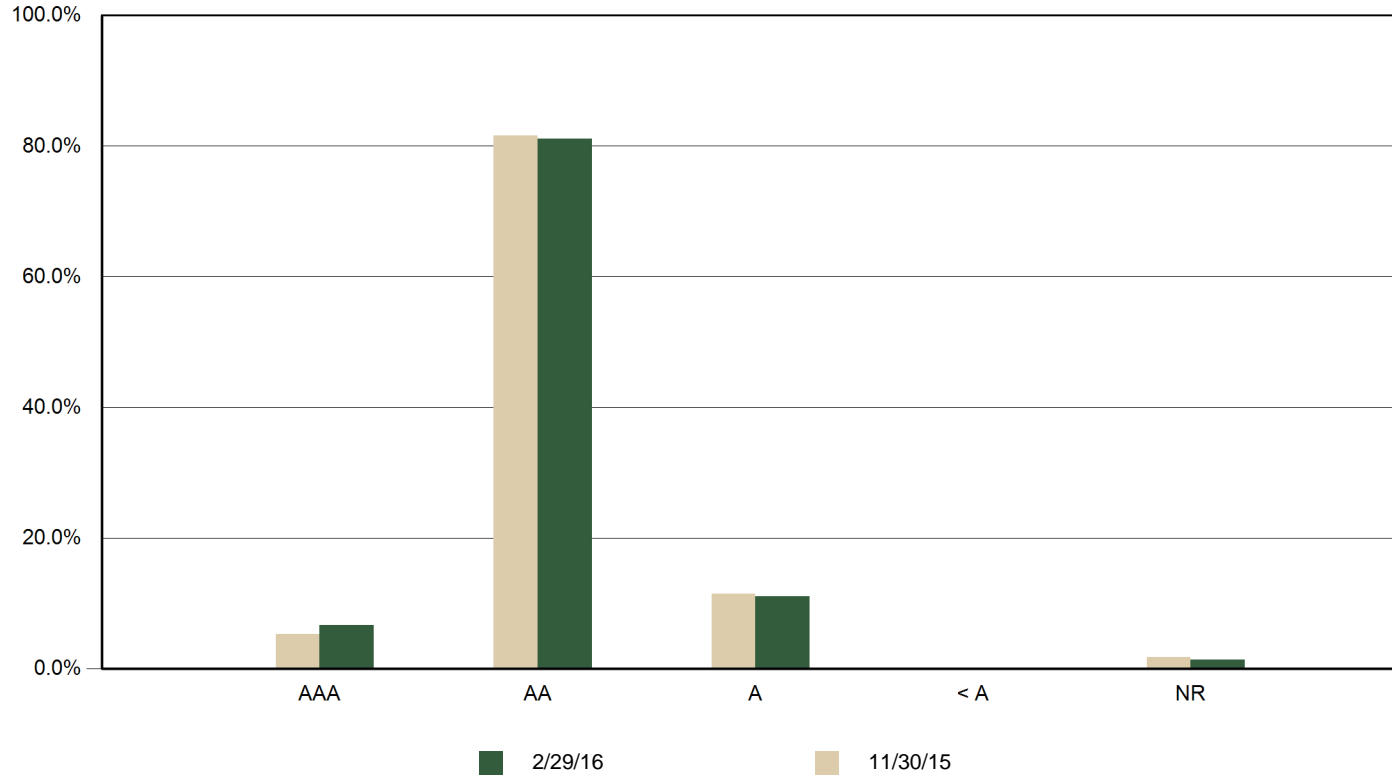
Issue Name	Investment Type	% Portfolio
Government of United States	US Treasury	22.45 %
Federal Home Loan Bank	Agency	16.08 %
Federal National Mortgage Association	Agency	15.09 %
Federal Home Loan Mortgage Corp	Agency	12.48 %
Intl Bank Recon and Development	Supranational	2.31 %
Tennessee Valley Authority	Agency	1.63 %
Bank of Tokyo-Mit UFJ	Commercial Paper	1.60 %
Honda ABS	ABS	1.39 %
Toyota ABS	ABS	1.36 %
General Electric Co	US Corporate	1.31 %
Honda Motor Corporation	US Corporate	1.28 %
Apple Inc	US Corporate	1.28 %
Praxair	US Corporate	1.27 %
Intel Corp	US Corporate	1.25 %
Toyota Motor Corp	US Corporate	1.23 %
Qualcomm Inc	US Corporate	1.20 %
Oracle Corp	US Corporate	1.20 %
Occidental Petroleum Corporation	US Corporate	1.16 %
Cisco Systems	US Corporate	1.16 %
Wells Fargo Corp	US Corporate	1.16 %
IBM Corp	US Corporate	1.14 %
Bank of New York	US Corporate	1.13 %
US Bancorp	US Corporate	1.13 %
Berkshire Hathaway	US Corporate	1.11 %
ChevronTexaco Corp	US Corporate	1.10 %
Federal Farm Credit Bank	Agency	0.87 %
Fidelity Institutional Treasury Portfolio	Money Market Fund FI	0.85 %
JP Morgan ABS	ABS	0.78 %
Costco Wholesale Corporation	US Corporate	0.74 %
Google Inc	US Corporate	0.73 %
John Deere ABS	ABS	0.69 %
Deere & Company	US Corporate	0.68 %
Wal-Mart Stores	US Corporate	0.63 %
Microsoft	US Corporate	0.52 %
<b>Total</b>		<b>100.00 %</b>



# Quality Distribution

## City of Brea

February 29, 2016 vs. November 30, 2015



	AAA	AA	A	<A	NR
<b>2/29/16</b>	6.6 %	81.1 %	11.0 %	0.0 %	1.3 %
<b>11/30/15</b>	5.3 %	81.6 %	11.4 %	0.0 %	1.7 %

Source: S&P Ratings

## Agencies

- Fannie Mae and Federal Home Loan Bank have been more frequent issuers, new issue benchmark deals from Freddie Mac infrequent.
- Spread curve remains relatively flat in the two to five year maturity range.
- Callable spreads continue to look expensive and Chandler continues to mostly avoid the sub sector.

## Investment Grade Corporate

- New issue supply is forecasted to remain elevated, but not quite as high as in 2015. Until new issue supply moderates, the market will remain under technical pressure.
- Event risk remains elevated and is unlikely to dissipate, particularly for entities with weak equity performance.
- Spread widening has been much more pronounced in the BBB rating category versus higher quality spreads.



## **Asset-Backed Securities**

- Credit quality trends remain solid in the auto, credit card, and equipment sectors.
- New issuance has begun to pick up, providing Chandler with opportunities to adjust exposure to the sector.
- Chandler continues to favor shorter maturity ABS where the spread differential versus other alternative assets is most favorable.

## **Municipal Securities**

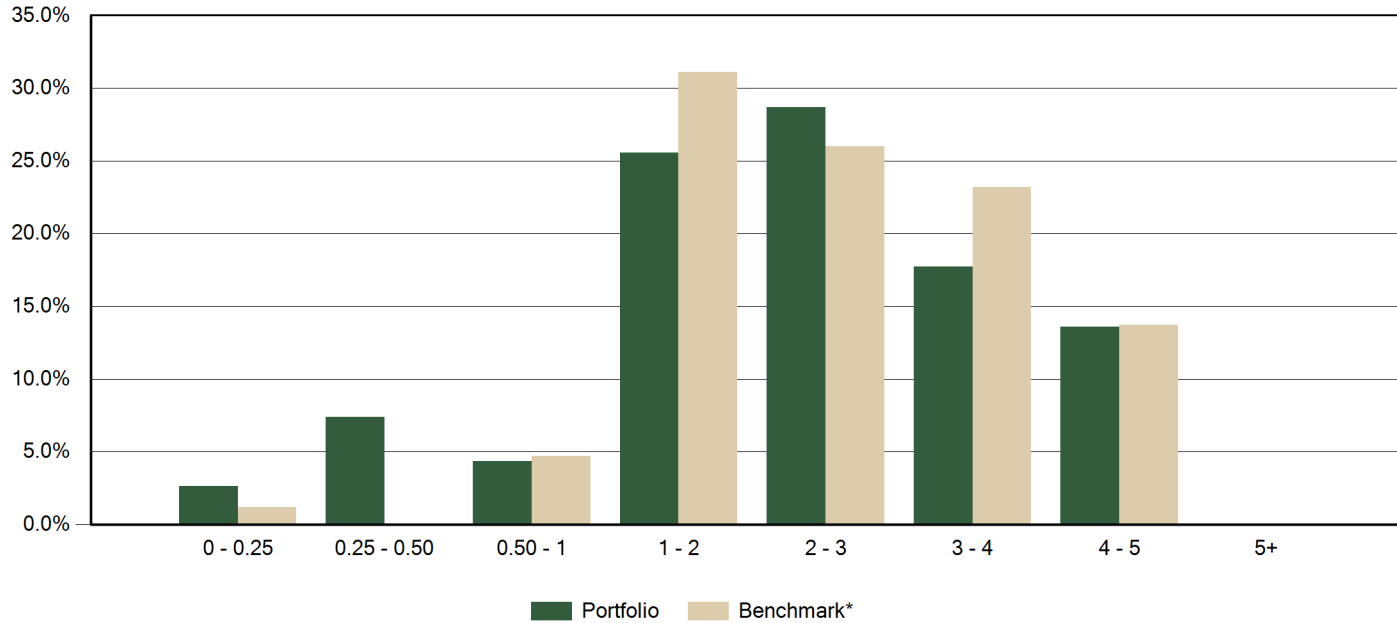
- Chandler favors general obligation bonds and essential service credits such as water, sewer, and transportation for municipal mandates.
- Municipal/Treasury yield rates do not offer attractive relative value in our view.
- Generally, the credit quality of municipal issuers has improved over the last several years due to the improvement in state and local government finances.



# Duration Distribution

## City of Brea

### Portfolio Compared to the Benchmark as of February 29, 2016



	0 - 0.25	0.25 - 0.50	0.50 - 1	1 - 2	2 - 3	3 - 4	4 - 5	5+
<b>Portfolio</b>	2.7 %	7.4 %	4.4 %	25.6 %	28.7 %	17.7 %	13.6 %	0.0 %
<b>Benchmark*</b>	1.2 %	0.0 %	4.7 %	31.1 %	26.0 %	23.2 %	13.7 %	0.0 %

\* BAML 1-5 Yr US Treasury/Agency Index

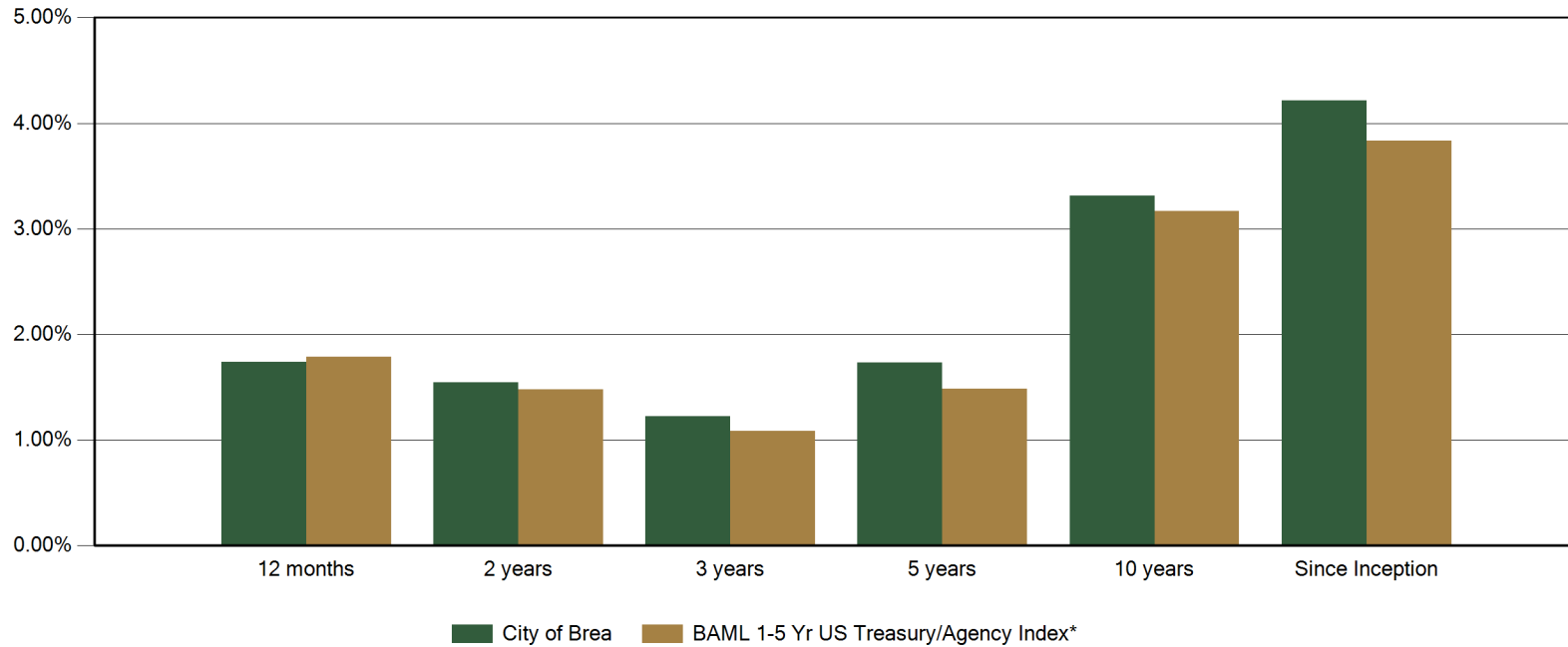
The duration of the portfolio contracted modestly, currently 2.41 versus 2.51 at the end of the prior reporting period. The Chandler team anticipates keeping the duration close to the benchmark in the coming quarter as global economic uncertainty and central bank action abroad is likely to keep any move higher in US interest rates contained.





# Investment Performance

**City of Brea**  
**Period Ending**  
**February 29, 2016**  
 Total Rate of Return  
 Annualized Since Inception  
 April 30, 1996



	3 months	12 months	Annualized				
			2 years	3 years	5 years	10 years	Since Inception
City of Brea	1.04 %	1.74 %	1.55 %	1.23 %	1.74 %	3.31 %	4.21 %
BAML 1-5 Yr US Treasury/Agency Index*	1.16 %	1.79 %	1.48 %	1.08 %	1.48 %	3.17 %	3.84 %

\*BAML 1-Yr US Treasury Bill Index to 9/30/01,

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.



## Portfolio Characteristics

### City of Brea Laif

	02/29/2016	11/30/2015
	Portfolio	Portfolio
Average Maturity (yrs)	0.00	0.00
Modified Duration	0.00	0.00
Average Purchase Yield	0.47 %	0.37 %
Average Market Yield	0.47 %	0.37 %
Average Quality**	NR/NR	NR/NR
Total Market Value	7,590,356	5,932,561



## Portfolio Characteristics

### Successor Agency to the Brea RDA LAIF

	02/29/2016	11/30/2015
	Portfolio	Portfolio
Average Maturity (yrs)	0.00	0.00
Modified Duration	0.00	0.00
Average Purchase Yield	0.47 %	0.37 %
Average Market Yield	0.47 %	0.37 %
Average Quality**	NR/NR	NR/NR
Total Market Value	1,597,209	396,382



## City of Brea Bond Reserve Funds Portfolio Characteristics

### Summary of Accounts Under Management

February 29, 2016

Name of Account	Average Maturity (Years)	Average Book Yield	Market Value	Average Quality
Brea 2008 Series A Reserve Fund	3.11	1.48%	1,975,481	AA+/Aaa
Brea 2008 Series B Reserve Fund	3.24	1.52%	210,176	AA+/Aaa
Brea 2009 Water Revenue Bond Reserve Fund	3.15	1.49%	1,939,549	AA+/Aaa
Brea 05 CDF 97-1 Spec Tax reserve Fund	3.18	1.49%	463,398	AA+/Aaa
Brea CFD No. 2008-2 Reserve Fund	3.15	1.48%	837,426	AA+/Aaa
Brea Water Revenue Bonds, Series A, Reserve Account	3.17	1.50%	268,569	AA+/Aaa
Brea Water Revenue Bonds, Series B, Reserve Account	3.14	1.47%	1,100,700	AA+/Aaa
Brea Lease Revenue Bonds, Reserve Account	3.15	1.47%	268,957	AA+/Aaa
2011A TABS, Successor Agency to the Brea Redevelopment Agency	3.20	1.50%	1,956,391	AA+/Aaa
Brea 2011B TABS Reserve Account, Successor Agency to the Brea Redevelopment Agency	3.23	1.51%	1,063,512	AA+/Aaa
<b>Total</b>	<b>3.07</b>	<b>1.49%</b>	<b>\$10,084,158</b>	



## SECTION 3

# Portfolio Holdings

# Holdings Report

As of 2/29/16

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
<b>ABS</b>									
43813JAC9	Honda Auto Receivables 2014-1 A3 0.67% Due 11/21/2017	388,731.52	01/22/2015 0.90 %	387,547.10 388,228.06	99.87 0.97 %	388,226.56 72.35	0.61 % (1.50)	Aaa / NR AAA	1.73 0.44
89231MAC9	Toyota Auto Receivables Owner 2014-A 0.67% Due 12/15/2017	333,133.77	03/11/2014 0.69 %	333,072.21 333,114.62	99.90 0.91 %	332,784.98 99.20	0.52 % (329.64)	Aaa / AAA NR	1.79 0.45
47787VAC5	John Deere Owner Trust 2014-A A3 0.92% Due 4/16/2018	441,334.27	04/02/2014 0.93 %	441,263.58 441,307.97	99.88 1.13 %	440,800.70 180.46	0.69 % (507.27)	Aaa / NR AAA	2.13 0.58
43814NAB1	Honda Auto Receivables 2016-1 A2 1.01% Due 6/18/2018	495,000.00	02/16/2016 1.02 %	494,950.55 494,950.84	99.88 1.13 %	494,418.38 83.33	0.78 % (532.46)	NR / AAA AAA	2.30 0.99
161571GC2	Chase CHAIT Pool #2013-A8 1.01% Due 10/15/2018	495,000.00	09/03/2015 0.95 %	495,676.76 495,570.22	100.09 0.87 %	495,453.42 222.20	0.78 % (116.80)	Aaa / AAA AAA	2.63 0.62
89236WAC2	Toyota Auto Receivables Owner 2015-A 1.12% Due 2/15/2019	530,000.00	02/24/2015 1.13 %	529,919.86 529,946.82	100.04 1.09 %	530,204.58 263.82	0.84 % 257.76	Aaa / AAA NR	2.96 1.16
<b>Total ABS</b>		<b>2,683,199.56</b>	<b>0.96 %</b>	<b>2,682,430.06</b> <b>2,683,118.53</b>	<b>1.02 %</b>	<b>2,681,888.62</b> <b>921.36</b>	<b>4.23 %</b> <b>(1,229.91)</b>	<b>Aaa / AAA</b> <b>Aaa</b>	<b>2.32</b> <b>0.74</b>
<b>AGENCY</b>									
3136FPDC8	FNMA Callable Note 1X 3/8/2011 2% Due 3/8/2016	675,000.00	08/24/2011 1.22 %	698,193.00 675,097.98	100.02 1.01 %	675,164.70 6,487.50	1.07 % 66.72	Aaa / AA+ AAA	0.02 0.02
313373SZ6	FHLB Note 2.125% Due 6/10/2016	910,000.00	07/19/2011 1.75 %	925,943.20 910,901.10	100.46 0.49 %	914,168.71 4,350.94	1.45 % 3,267.61	Aaa / AA+ AAA	0.28 0.28
313383R78	FHLB Note 0.75% Due 7/18/2016	925,000.00	07/22/2013 0.68 %	926,951.75 925,248.89	100.11 0.47 %	925,993.45 828.65	1.46 % 744.56	Aaa / AA+ AAA	0.38 0.39
3135G0YE7	FNMA Note 0.625% Due 8/26/2016	1,125,000.00	09/29/2014 0.59 %	1,125,810.00 1,125,207.16	100.00 0.63 %	1,124,948.25 97.66	1.77 % (258.91)	Aaa / AA+ AAA	0.49 0.49
3130A2T97	FHLB Note 0.5% Due 9/28/2016	600,000.00	09/30/2014 0.68 %	597,894.00 599,390.44	99.92 0.63 %	599,536.20 1,275.00	0.95 % 145.76	Aaa / AA+ AAA	0.58 0.58
3133782N0	FHLB Note 0.875% Due 3/10/2017	890,000.00	03/13/2013 0.70 %	896,043.10 891,552.28	100.17 0.71 %	891,488.08 3,699.06	1.41 % (64.20)	Aaa / AA+ AAA	1.03 1.02
3137EADF3	FHLMC Note 1.25% Due 5/12/2017	1,240,000.00	Various 1.00 %	1,251,183.63 1,243,632.97	100.57 0.77 %	1,247,092.80 4,693.06	1.97 % 3,459.83	Aaa / AA+ AAA	1.20 1.19
3130A5EP0	FHLB Note 0.625% Due 5/30/2017	1,250,000.00	05/20/2015 0.70 %	1,248,187.50 1,248,885.56	99.84 0.75 %	1,248,003.75 1,974.83	1.97 % (881.81)	Aaa / AA+ AAA	1.25 1.24
313379FW4	FHLB Note 1% Due 6/9/2017	1,075,000.00	Various 0.81 %	1,084,565.00 1,077,554.86	100.24 0.81 %	1,077,598.28 2,448.61	1.70 % 43.42	Aaa / AA+ AAA	1.28 1.27
3137EADH9	FHLMC Note 1% Due 6/29/2017	540,000.00	07/27/2012 0.85 %	543,915.00 541,057.81	100.27 0.80 %	541,444.50 930.00	0.85 % 386.69	Aaa / AA+ AAA	1.33 1.32
3137EADJ5	FHLMC Note 1% Due 7/28/2017	540,000.00	08/06/2012 0.84 %	544,141.80 541,173.59	100.27 0.81 %	541,467.18 495.00	0.85 % 293.59	Aaa / AA+ AAA	1.41 1.40
313380EC7	FHLB Note 0.75% Due 9/8/2017	625,000.00	10/25/2012 0.92 %	620,106.25 623,466.22	99.89 0.82 %	624,305.63 2,252.60	0.99 % 839.41	Aaa / AA+ AAA	1.53 1.51

# Holdings Report

As of 2/29/16

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
<b>AGENCY</b>									
3133EAY28	FFCB Note 0.83% Due 9/21/2017	550,000.00	09/18/2012 0.83 %	550,000.00 550,000.00	99.94 0.87 %	549,677.15 2,028.89	0.87 % (322.85)	Aaa / AA+ AAA	1.56 1.54
313381B20	FHLB Note 0.75% Due 12/8/2017	550,000.00	01/04/2013 0.91 %	545,671.50 548,438.94	99.79 0.87 %	548,819.70 951.04	0.87 % 380.76	Aaa / AA+ AAA	1.78 1.76
3137EADN6	FHLMC Note 0.75% Due 1/12/2018	630,000.00	Various 1.14 %	618,582.21 625,523.68	99.81 0.85 %	628,787.25 643.13	0.99 % 3,263.57	Aaa / AA+ AAA	1.87 1.85
313378A43	FHLB Note 1.375% Due 3/9/2018	1,125,000.00	09/04/2014 1.31 %	1,127,430.00 1,126,403.24	100.93 0.91 %	1,135,491.75 7,390.63	1.80 % 9,088.51	Aaa / AA+ AAA	2.02 1.98
3130A4GJ5	FHLB Note 1.125% Due 4/25/2018	1,135,000.00	03/20/2015 1.02 %	1,138,723.94 1,137,589.28	100.52 0.88 %	1,140,871.36 4,469.06	1.80 % 3,282.08	Aaa / AA+ AAA	2.15 2.12
3135G0WJ8	FNMA Note 0.875% Due 5/21/2018	1,145,000.00	Various 1.53 %	1,113,053.45 1,128,892.70	99.91 0.92 %	1,143,988.97 2,782.98	1.81 % 15,096.27	Aaa / AA+ AAA	2.22 2.20
3135G0E33	FNMA Note 1.125% Due 7/20/2018	775,000.00	06/04/2015 1.19 %	773,581.75 773,914.50	100.46 0.93 %	778,599.88 992.97	1.23 % 4,685.38	Aaa / AA+ AAA	2.39 2.35
880591EQ1	Tennessee Valley Authority Note 1.75% Due 10/15/2018	1,005,000.00	Various 1.58 %	1,013,173.05 1,009,324.00	101.96 0.99 %	1,024,716.09 6,644.17	1.63 % 15,392.09	Aaa / AA+ AAA	2.63 2.55
3135G0YT4	FNMA Note 1.625% Due 11/27/2018	1,125,000.00	Various 1.69 %	1,121,455.75 1,123,028.60	101.73 0.99 %	1,144,428.75 4,773.43	1.81 % 21,400.15	Aaa / AA+ AAA	2.75 2.67
3135G0ZA4	FNMA Note 1.875% Due 2/19/2019	1,120,000.00	Various 1.71 %	1,128,376.70 1,125,162.36	102.36 1.07 %	1,146,398.40 700.00	1.81 % 21,236.04	Aaa / AA+ AAA	2.98 2.89
3137EADG1	FHLMC Note 1.75% Due 5/30/2019	1,125,000.00	09/04/2014 1.74 %	1,125,572.63 1,125,393.37	102.00 1.12 %	1,147,451.63 4,976.56	1.82 % 22,058.26	Aaa / AA+ AAA	3.25 3.14
3137EADK2	FHLMC Note 1.25% Due 8/1/2019	1,270,000.00	Various 1.81 %	1,237,124.88 1,246,855.50	100.49 1.10 %	1,276,272.53 1,322.92	2.01 % 29,417.03	Aaa / AA+ AAA	3.42 3.34
3137EADM8	FHLMC Note 1.25% Due 10/2/2019	1,250,000.00	05/26/2015 1.48 %	1,237,873.75 1,240,002.90	100.22 1.19 %	1,252,703.75 6,467.01	1.98 % 12,700.85	Aaa / AA+ AAA	3.59 3.49
3135G0A78	FNMA Note 1.625% Due 1/21/2020	1,250,000.00	Various 1.46 %	1,260,040.40 1,257,909.39	101.48 1.24 %	1,268,447.50 2,256.95	2.00 % 10,538.11	Aaa / AA+ AAA	3.90 3.76
3137EADR7	FHLMC Note 1.375% Due 5/1/2020	1,250,000.00	05/28/2015 1.52 %	1,241,437.50 1,242,755.91	100.73 1.19 %	1,259,147.50 5,729.17	1.99 % 16,391.59	Aaa / AA+ AAA	4.17 4.03
3135G0D75	FNMA Note 1.5% Due 6/22/2020	1,030,000.00	Various 1.57 %	1,026,700.60 1,027,054.76	100.90 1.28 %	1,039,278.24 2,961.25	1.64 % 12,223.48	Aaa / AA+ AAA	4.32 4.16
3135G0F73	FNMA Note 1.5% Due 11/30/2020	1,225,000.00	12/16/2015 1.90 %	1,201,847.50 1,202,806.86	100.45 1.40 %	1,230,478.20 4,644.79	1.95 % 27,671.34	Aaa / AA+ AAA	4.76 4.56
3130A7CV5	FHLB Note 1.375% Due 2/18/2021	1,070,000.00	02/17/2016 1.46 %	1,065,677.20 1,065,705.59	99.77 1.42 %	1,067,524.02 531.28	1.68 % 1,818.43	Aaa / AA+ AAA	4.98 4.78
<b>Total Agency</b>		<b>29,025,000.00</b>	<b>1.27 %</b>	<b>28,989,257.04</b> <b>28,959,930.44</b>	<b>0.96 %</b>	<b>29,194,294.20</b> <b>89,799.14</b>	<b>46.14 %</b> <b>234,363.76</b>	<b>Aaa / AA+</b> <b>Aaa</b>	<b>2.37</b> <b>2.31</b>

# Holdings Report

As of 2/29/16

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
<b>COMMERCIAL PAPER</b>									
06538BFQ1	Bank of Tokyo Mitsubishi NY Discount CP 0.7% Due 6/24/2016	1,015,000.00	02/25/2016 0.71 %	1,012,651.40 1,012,651.40	99.77 0.71 %	1,012,651.40 78.94	1.60 % 0.00	P-1 / A-1 F-1	0.32 0.32
<b>Total Commercial Paper</b>		<b>1,015,000.00</b>	<b>0.71 %</b>	<b>1,012,651.40</b> <b>1,012,651.40</b>	<b>0.71 %</b>	<b>1,012,651.40</b> <b>78.94</b>	<b>1.60 %</b> <b>0.00</b>	<b>P-1 / A-1</b> <b>F-1</b>	<b>0.32</b> <b>0.32</b>
<b>MONEY MARKET FUND FI</b>									
316175884	Fidelity Institutional Money Market Fund 696	537,588.28	Various 0.01 %	537,588.28 537,588.28	1.00 0.01 %	537,588.28 0.00	0.85 % 0.00	Aaa / AAA AAA	0.00 0.00
<b>Total Money Market Fund FI</b>		<b>537,588.28</b>	<b>0.01 %</b>	<b>537,588.28</b> <b>537,588.28</b>	<b>0.01 %</b>	<b>537,588.28</b> <b>0.00</b>	<b>0.85 %</b> <b>0.00</b>	<b>Aaa / AAA</b> <b>Aaa</b>	<b>0.00</b> <b>0.00</b>
<b>SUPRANATIONAL</b>									
459058ER0	Intl. Bank Recon & Development Note 1% Due 10/5/2018	1,460,000.00	09/30/2015 1.06 %	1,457,518.00 1,457,849.24	100.14 0.94 %	1,462,086.34 5,840.00	2.31 % 4,237.10	Aaa / AAA AAA	2.60 2.55
<b>Total Supranational</b>		<b>1,460,000.00</b>	<b>1.06 %</b>	<b>1,457,518.00</b> <b>1,457,849.24</b>	<b>0.94 %</b>	<b>1,462,086.34</b> <b>5,840.00</b>	<b>2.31 %</b> <b>4,237.10</b>	<b>Aaa / AAA</b> <b>Aaa</b>	<b>2.60</b> <b>2.55</b>
<b>US CORPORATE</b>									
38259PAC6	Google Inc Note 2.125% Due 5/19/2016	460,000.00	11/15/2012 0.75 %	481,753.65 461,346.82	100.33 0.65 %	461,501.44 2,769.58	0.73 % 154.62	Aa2 / AA NR	0.22 0.22
674599CB9	Occidental Petroleum Note 1.75% Due 2/15/2017	740,000.00	Various 1.09 %	755,408.20 744,574.01	99.71 2.06 %	737,822.18 575.56	1.16 % (6,751.83)	A3 / A A	0.96 0.95
68389XAN5	Oracle Corp Note 1.2% Due 10/15/2017	755,000.00	11/01/2013 1.48 %	746,959.25 751,686.47	100.27 1.03 %	757,014.34 3,422.67	1.20 % 5,327.87	A1 / AA- A+	1.63 1.60
458140AL4	Intel Corp Note 1.35% Due 12/15/2017	785,000.00	Various 1.27 %	787,534.60 786,075.85	100.62 1.00 %	789,836.38 2,237.25	1.25 % 3,760.53	A1 / A+ A+	1.79 1.77
89236TCA1	Toyota Motor Credit Corp Note 1.45% Due 1/12/2018	780,000.00	Various 1.31 %	782,765.40 781,981.88	100.21 1.34 %	781,634.88 1,539.42	1.23 % (347.00)	Aa3 / AA- A	1.87 1.84
459200HZ7	IBM Corp Note 1.125% Due 2/6/2018	725,000.00	02/03/2015 1.23 %	722,788.75 723,573.58	99.80 1.23 %	723,540.58 566.41	1.14 % (33.00)	Aa3 / AA- A+	1.94 1.91
084670BH0	Berkshire Hathaway Note 1.55% Due 2/9/2018	700,000.00	09/18/2014 1.65 %	697,725.00 698,692.11	100.72 1.18 %	705,016.90 663.06	1.11 % 6,324.79	Aa2 / AA A+	1.95 1.91
166764AV2	Chevron Corp Note 1.365% Due 3/2/2018	700,000.00	02/24/2015 1.37 %	700,000.00 700,000.00	99.37 1.69 %	695,591.40 4,750.96	1.10 % (4,408.60)	Aa1 / AA- NR	2.01 1.96
931142DF7	Wal-Mart Stores Note 1.125% Due 4/11/2018	400,000.00	04/04/2013 1.14 %	399,632.00 399,844.62	100.17 1.04 %	400,674.80 1,750.00	0.63 % 830.18	Aa2 / AA AA	2.12 2.08



# Holdings Report

As of 2/29/16

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
<b>US CORPORATE</b>									
037833AJ9	Apple Inc Note 1% Due 5/3/2018	810,000.00	Various 1.20 %	802,722.10 806,540.37	99.74 1.12 %	807,872.14 2,655.00	1.28 % 1,331.77	Aa1 / AA+ NR	2.18 2.14
02665WAC5	American Honda Finance Note 2.125% Due 10/10/2018	800,000.00	Various 1.90 %	807,073.15 804,501.49	101.03 1.72 %	808,219.20 6,658.33	1.28 % 3,717.71	A1 / A+ NR	2.61 2.51
74005PBH6	Praxair Note 1.25% Due 11/7/2018	810,000.00	Various 1.67 %	797,684.40 801,259.66	99.15 1.57 %	803,116.62 3,206.25	1.27 % 1,856.96	A2 / A NR	2.69 2.62
24422ESF7	John Deere Capital Corp Note 1.95% Due 12/13/2018	430,000.00	12/10/2013 1.99 %	429,084.10 429,489.88	100.67 1.70 %	432,877.99 1,816.75	0.68 % 3,388.11	A2 / A NR	2.79 2.69
36962G7G3	General Electric Capital Corp Note 2.3% Due 1/14/2019	800,000.00	Various 2.27 %	800,569.30 800,686.25	103.25 1.15 %	825,984.00 2,402.23	1.31 % 25,297.75	A1 / AA+ NR	2.88 2.78
17275RAR3	Cisco Systems Note 2.125% Due 3/1/2019	715,000.00	Various 2.04 %	717,853.05 716,715.17	101.98 1.45 %	729,143.42 7,596.88	1.16 % 12,428.25	A1 / AA- NR	3.00 2.88
91159HHH6	US Bancorp Callable Note Cont 3/25/2019 2.2% Due 4/25/2019	700,000.00	Various 2.08 %	703,858.75 702,499.38	101.43 1.72 %	710,000.20 5,390.00	1.13 % 7,500.82	A1 / A+ AA	3.15 2.94
06406HCW7	Bank of New York Callable Note Cont 8/11/2019 2.3% Due 9/11/2019	705,000.00	Various 2.29 %	705,272.60 705,190.59	101.03 1.99 %	712,289.00 7,657.08	1.13 % 7,098.41	A1 / A AA-	3.53 3.27
94974BGF1	Wells Fargo Corp Note 2.15% Due 1/30/2020	735,000.00	01/26/2015 2.17 %	734,204.40 734,375.91	99.73 2.22 %	733,002.27 1,360.77	1.16 % (1,373.64)	A2 / A AA-	3.92 3.73
22160KAG0	Costco Wholesale Corp Note 1.75% Due 2/15/2020	465,000.00	02/05/2015 1.77 %	464,511.75 464,612.93	100.71 1.57 %	468,288.95 361.67	0.74 % 3,676.02	A1 / A+ A+	3.96 3.81
747525AD5	Qualcomm Inc Note 2.25% Due 5/20/2020	750,000.00	06/11/2015 2.49 %	741,693.75 742,888.93	101.03 1.99 %	757,757.26 4,734.38	1.20 % 14,868.33	A1 / A+ NR	4.22 3.99
594918BG8	Microsoft Callable Note Cont. 10/03/20 2% Due 11/3/2020	325,000.00	10/29/2015 2.02 %	324,740.00 324,756.93	101.70 1.61 %	330,536.70 2,130.56	0.52 % 5,779.77	Aaa / AAA AA+	4.68 4.35
<b>Total US Corporate</b>		<b>14,090,000.00</b>	<b>1.68 %</b>	<b>14,103,834.20</b> <b>14,081,292.83</b>	<b>1.49 %</b>	<b>14,171,720.65</b> <b>64,244.81</b>	<b>22.43 %</b> <b>90,427.82</b>	<b>A1 / AA-</b> <b>A+</b>	<b>2.54</b> <b>2.44</b>
<b>US TREASURY</b>									
912828TB6	US Treasury Note 0.75% Due 6/30/2017	1,075,000.00	Various 0.66 %	1,078,784.85 1,076,202.46	100.01 0.74 %	1,075,083.85 1,351.14	1.70 % (1,118.61)	Aaa / AA+ AAA	1.33 1.32
912828TG5	US Treasury Note 0.5% Due 7/31/2017	1,100,000.00	02/25/2013 0.73 %	1,089,132.59 1,096,523.24	99.63 0.76 %	1,095,917.90 453.30	1.73 % (605.34)	Aaa / AA+ AAA	1.42 1.41
912828UU2	US Treasury Note 0.75% Due 3/31/2018	300,000.00	07/29/2013 1.28 %	292,805.69 296,793.15	99.89 0.80 %	299,671.80 940.57	0.47 % 2,878.65	Aaa / AA+ AAA	2.08 2.06
912828VE7	US Treasury Note 1% Due 5/31/2018	1,150,000.00	09/04/2014 1.37 %	1,134,775.34 1,140,815.98	100.38 0.83 %	1,154,312.50 2,890.71	1.82 % 13,496.52	Aaa / AA+ AAA	2.25 2.22
912828WD8	US Treasury Note 1.25% Due 10/31/2018	1,000,000.00	Various 1.34 %	995,120.54 997,758.18	100.99 0.87 %	1,009,922.00 4,189.56	1.60 % 12,163.82	Aaa / AA+ AAA	2.67 2.61

# Holdings Report

As of 2/29/16

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
<b>US TREASURY</b>									
912828SD3	US Treasury Note 1.25% Due 1/31/2019	1,150,000.00	09/04/2014 1.59 %	1,133,472.60 1,139,029.76	101.01 0.90 %	1,161,634.55 1,184.75	1.83 % 22,604.79	Aaa / AA+ AAA	2.92 2.86
912828SH4	US Treasury Note 1.375% Due 2/28/2019	1,140,000.00	Various 1.71 %	1,122,272.76 1,129,118.42	101.30 0.93 %	1,154,873.59 42.60	1.82 % 25,755.17	Aaa / AA+ AAA	3.00 2.94
912828ST8	US Treasury Note 1.25% Due 4/30/2019	1,150,000.00	Various 1.67 %	1,127,845.65 1,135,507.44	100.89 0.96 %	1,160,241.90 4,818.00	1.84 % 24,734.46	Aaa / AA+ AAA	3.17 3.09
912828UB4	US Treasury Note 1% Due 11/30/2019	1,165,000.00	12/18/2014 1.67 %	1,128,097.07 1,137,042.00	99.66 1.09 %	1,161,086.77 2,928.42	1.83 % 24,044.77	Aaa / AA+ AAA	3.75 3.66
912828J84	US Treasury Note 1.375% Due 3/31/2020	1,250,000.00	10/23/2015 1.35 %	1,251,224.89 1,251,128.75	100.87 1.16 %	1,260,888.75 7,184.94	2.00 % 9,760.00	Aaa / AA+ AAA	4.09 3.94
912828VF4	US Treasury Note 1.375% Due 5/31/2020	1,100,000.00	07/10/2015 1.62 %	1,087,585.72 1,089,200.13	100.81 1.18 %	1,108,894.60 3,801.91	1.75 % 19,694.47	Aaa / AA+ AAA	4.25 4.11
912828L32	US Treasury Note 1.375% Due 8/31/2020	1,250,000.00	09/29/2015 1.37 %	1,250,394.81 1,250,361.20	100.79 1.19 %	1,259,863.75 46.71	1.99 % 9,502.55	Aaa / AA+ AAA	4.51 4.35
912828L99	US Treasury Note 1.375% Due 10/31/2020	1,300,000.00	11/23/2015 1.71 %	1,279,641.07 1,280,747.66	100.68 1.22 %	1,308,836.10 5,991.07	2.07 % 28,088.44	Aaa / AA+ AAA	4.67 4.49
<b>Total US Treasury</b>		<b>14,130,000.00</b>	<b>1.40 %</b>	<b>13,971,153.58</b> <b>14,020,228.37</b>	<b>0.99 %</b>	<b>14,211,228.06</b> <b>35,823.68</b>	<b>22.45 %</b> <b>190,999.69</b>	<b>Aaa / AA+</b> <b>Aaa</b>	<b>3.20</b> <b>3.11</b>
<b>TOTAL PORTFOLIO</b>		<b>62,940,787.84</b>	<b>1.35 %</b>	<b>62,754,432.56</b> <b>62,752,659.09</b>	<b>1.08 %</b>	<b>63,271,457.55</b> <b>196,707.93</b>	<b>100.00 %</b> <b>518,798.46</b>	<b>Aa1 / AA+</b> <b>Aaa</b>	<b>2.54</b> <b>2.41</b>
<b>TOTAL MARKET VALUE PLUS ACCRUED</b>						<b>63,468,165.48</b>			



Holdings Report

As of 2/29/16

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
<b>AGENCY</b>									
3137EADN6	FHLMC Note 0.75% Due 1/12/2018	185,000.00	02/13/2013 1.00 %	182,744.85 184,142.21	99.81 0.85 %	184,643.88 188.85	9.36 % 501.67	Aaa / AA+ AAA	1.87 1.85
3135G0TG8	FNMA Note 0.875% Due 2/8/2018	150,000.00	02/13/2013 1.03 %	148,845.00 149,550.06	100.06 0.85 %	150,085.95 83.85	7.60 % 535.89	Aaa / AA+ AAA	1.95 1.92
313378A43	FHLB Note 1.375% Due 3/9/2018	180,000.00	03/13/2013 1.02 %	183,112.21 181,261.29	100.93 0.91 %	181,678.68 1,182.50	9.26 % 417.39	Aaa / AA+ AAA	2.02 1.98
3135G0YM9	FNMA Note 1.875% Due 9/18/2018	175,000.00	10/18/2013 1.54 %	177,733.50 176,419.35	102.29 0.97 %	179,001.55 1,485.68	9.14 % 2,582.20	Aaa / AA+ AAA	2.55 2.47
3135G0ZA4	FNMA Note 1.875% Due 2/19/2019	195,000.00	03/18/2014 1.69 %	196,731.60 196,044.93	102.36 1.07 %	199,596.15 121.88	10.11 % 3,551.22	Aaa / AA+ AAA	2.98 2.89
3137EADK2	FHLMC Note 1.25% Due 8/1/2019	195,000.00	09/09/2014 1.84 %	189,674.55 191,278.74	100.49 1.10 %	195,963.11 203.13	9.93 % 4,684.37	Aaa / AA+ AAA	3.42 3.34
3135G0ZG1	FNMA Note 1.75% Due 9/12/2019	125,000.00	11/17/2014 1.77 %	124,873.75 124,907.41	102.13 1.13 %	127,666.75 1,026.91	6.51 % 2,759.34	Aaa / AA+ AAA	3.54 3.40
3137EADM8	FHLMC Note 1.25% Due 10/2/2019	150,000.00	03/25/2015 1.40 %	149,008.50 149,213.29	100.22 1.19 %	150,324.45 776.04	7.65 % 1,111.16	Aaa / AA+ AAA	3.59 3.49
313383HU8	FHLB Note 1.75% Due 6/12/2020	175,000.00	06/26/2015 1.87 %	174,034.00 174,165.29	101.90 1.29 %	178,332.35 672.05	9.06 % 4,167.06	Aaa / AA+ NR	4.29 4.11
<b>Total Agency</b>		<b>1,530,000.00</b>	<b>1.46 %</b>	<b>1,526,757.96</b> <b>1,526,982.57</b>	<b>1.04 %</b>	<b>1,547,292.87</b> <b>5,740.89</b>	<b>78.62 %</b> <b>20,310.30</b>	<b>Aaa / AA+</b> <b>Aaa</b>	<b>2.90</b> <b>2.81</b>
<b>MONEY MARKET FUND FI</b>									
825252109	Invesco Treasury MMFD Private Class	17,784.98	Various 0.12 %	17,784.98 17,784.98	1.00 0.12 %	17,784.98 0.00	0.90 % 0.00	Aaa / AAA AAA	0.00 0.00
<b>Total Money Market Fund FI</b>		<b>17,784.98</b>	<b>0.12 %</b>	<b>17,784.98</b> <b>17,784.98</b>	<b>0.12 %</b>	<b>17,784.98</b> <b>0.00</b>	<b>0.90 %</b> <b>0.00</b>	<b>Aaa / AAA</b> <b>Aaa</b>	<b>0.00</b> <b>0.00</b>
<b>US TREASURY</b>									
912828SX9	US Treasury Note 1.125% Due 5/31/2019	80,000.00	06/17/2014 1.75 %	77,640.89 78,452.49	100.48 0.97 %	80,384.40 226.23	4.08 % 1,931.91	Aaa / AA+ AAA	3.25 3.18
912828UQ1	US Treasury Note 1.25% Due 2/29/2020	110,000.00	Various 1.46 %	108,918.92 109,092.39	100.43 1.14 %	110,476.96 3.74	5.59 % 1,384.57	Aaa / AA+ AAA	4.00 3.89
912828UV0	US Treasury Note 1.125% Due 3/31/2020	100,000.00	05/07/2015 1.57 %	97,930.02 98,274.82	99.90 1.15 %	99,898.40 470.29	5.08 % 1,623.58	Aaa / AA+ AAA	4.09 3.96



## Holdings Report

As of 2/29/16

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
<b>US TREASURY</b>									
912828WC0	US Treasury Note 1.75% Due 10/31/2020	110,000.00	11/04/2015 1.63 %	110,610.52 110,571.32	102.32 1.24 %	112,556.62 645.19	5.73 % 1,985.30	Aaa / AA+ AAA	4.67 4.45
<b>Total US Treasury</b>		<b>400,000.00</b>	<b>1.59 %</b>	<b>395,100.35</b> <b>396,391.02</b>	<b>1.14 %</b>	<b>403,316.38</b> <b>1,345.45</b>	<b>20.48 %</b> <b>6,925.36</b>	<b>Aaa / AA+</b> <b>Aaa</b>	<b>4.06</b> <b>3.92</b>
<b>TOTAL PORTFOLIO</b>		<b>1,947,784.98</b>	<b>1.48 %</b>	<b>1,939,643.29</b> <b>1,941,158.57</b>	<b>1.05 %</b>	<b>1,968,394.23</b> <b>7,086.34</b>	<b>100.00 %</b> <b>27,235.66</b>	<b>Aaa / AA+</b> <b>Aaa</b>	<b>3.11</b> <b>3.02</b>
<b>TOTAL MARKET VALUE PLUS ACCRUED</b>						<b>1,975,480.57</b>			



Holdings Report

As of 2/29/16

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
<b>AGENCY</b>									
3137EADN6	FHLMC Note 0.75% Due 1/12/2018	5,000.00	02/13/2013 1.00 %	4,939.05 4,976.82	99.81 0.85 %	4,990.38 5.10	2.38 % 13.56	Aaa / AA+ AAA	1.87 1.85
3135G0TG8	FNMA Note 0.875% Due 2/8/2018	10,000.00	02/13/2013 1.03 %	9,923.00 9,970.00	100.06 0.85 %	10,005.73 5.59	4.76 % 35.73	Aaa / AA+ AAA	1.95 1.92
313378A43	FHLB Note 1.375% Due 3/9/2018	25,000.00	03/13/2013 1.02 %	25,432.25 25,175.18	100.93 0.91 %	25,233.15 164.24	12.08 % 57.97	Aaa / AA+ AAA	2.02 1.98
3135G0YM9	FNMA Note 1.875% Due 9/18/2018	20,000.00	10/18/2013 1.54 %	20,312.40 20,162.21	102.29 0.97 %	20,457.32 169.79	9.81 % 295.11	Aaa / AA+ AAA	2.55 2.47
3135G0ZA4	FNMA Note 1.875% Due 2/19/2019	20,000.00	03/18/2014 1.69 %	20,177.60 20,107.17	102.36 1.07 %	20,471.40 12.50	9.75 % 364.23	Aaa / AA+ AAA	2.98 2.89
3137EADK2	FHLMC Note 1.25% Due 8/1/2019	20,000.00	09/09/2014 1.84 %	19,453.80 19,618.33	100.49 1.10 %	20,098.78 20.83	9.57 % 480.45	Aaa / AA+ AAA	3.42 3.34
3135G0ZG1	FNMA Note 1.75% Due 9/12/2019	20,000.00	11/17/2014 1.77 %	19,979.80 19,985.19	102.13 1.13 %	20,426.68 164.31	9.80 % 441.49	Aaa / AA+ AAA	3.54 3.40
3137EADM8	FHLMC Note 1.25% Due 10/2/2019	20,000.00	03/25/2015 1.40 %	19,867.80 19,895.10	100.22 1.19 %	20,043.26 103.47	9.59 % 148.16	Aaa / AA+ AAA	3.59 3.49
313383HU8	FHLB Note 1.75% Due 6/12/2020	15,000.00	06/26/2015 1.87 %	14,917.20 14,928.45	101.90 1.29 %	15,285.63 57.60	7.30 % 357.18	Aaa / AA+ NR	4.29 4.11
<b>Total Agency</b>		<b>155,000.00</b>	<b>1.51 %</b>	<b>155,002.90</b> <b>154,818.45</b>	<b>1.06 %</b>	<b>157,012.33</b> <b>703.43</b>	<b>75.04 %</b> <b>2,193.88</b>	<b>Aaa / AA+</b> <b>Aaa</b>	<b>3.00</b> <b>2.91</b>
<b>MONEY MARKET FUND FI</b>									
825252109	Invesco Treasury MMFD Private Class	1,844.82	Various 0.12 %	1,844.82 1,844.82	1.00 0.12 %	1,844.82 0.00	0.88 % 0.00	Aaa / AAA AAA	0.00 0.00
<b>Total Money Market Fund FI</b>		<b>1,844.82</b>	<b>0.12 %</b>	<b>1,844.82</b> <b>1,844.82</b>	<b>0.12 %</b>	<b>1,844.82</b> <b>0.00</b>	<b>0.88 %</b> <b>0.00</b>	<b>Aaa / AAA</b> <b>Aaa</b>	<b>0.00</b> <b>0.00</b>
<b>US TREASURY</b>									
912828SX9	US Treasury Note 1.125% Due 5/31/2019	10,000.00	Various 1.69 %	9,739.22 9,825.63	100.48 0.97 %	10,048.06 28.28	4.79 % 222.43	Aaa / AA+ AAA	3.25 3.18
912828UQ1	US Treasury Note 1.25% Due 2/29/2020	15,000.00	Various 1.60 %	14,759.43 14,797.71	100.43 1.14 %	15,065.04 0.51	7.17 % 267.33	Aaa / AA+ AAA	4.00 3.89
912828UV0	US Treasury Note 1.125% Due 3/31/2020	10,000.00	05/07/2015 1.57 %	9,793.00 9,827.48	99.90 1.15 %	9,989.84 47.03	4.78 % 162.36	Aaa / AA+ AAA	4.09 3.96



### Holdings Report

As of 2/29/16

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
<b>US TREASURY</b>									
912828WC0	US Treasury Note 1.75% Due 10/31/2020	15,000.00	11/04/2015 1.63 %	15,083.25 15,077.90	102.32 1.24 %	15,348.63 87.98	7.34 % 270.73	Aaa / AA+ AAA	4.67 4.45
<b>Total US Treasury</b>		<b>50,000.00</b>	<b>1.62 %</b>	<b>49,374.90</b> <b>49,528.72</b>	<b>1.14 %</b>	<b>50,451.57</b> <b>163.80</b>	<b>24.08 %</b> <b>922.85</b>	<b>Aaa / AA+</b> <b>Aaa</b>	<b>4.07</b> <b>3.93</b>
<b>TOTAL PORTFOLIO</b>		<b>206,844.82</b>	<b>1.52 %</b>	<b>206,222.62</b> <b>206,191.99</b>	<b>1.07 %</b>	<b>209,308.72</b> <b>867.23</b>	<b>100.00 %</b> <b>3,116.73</b>	<b>Aaa / AA+</b> <b>Aaa</b>	<b>3.24</b> <b>3.13</b>
<b>TOTAL MARKET VALUE PLUS ACCRUED</b>						<b>210,175.95</b>			



CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
<b>AGENCY</b>									
3137EADN6	FHLMC Note 0.75% Due 1/12/2018	160,000.00	02/13/2013 1.00 %	158,049.60 159,258.13	99.81 0.85 %	159,692.00 163.33	8.24 % 433.87	Aaa / AA+ AAA	1.87 1.85
3135G0TG8	FNMA Note 0.875% Due 2/8/2018	140,000.00	02/13/2013 1.03 %	138,922.00 139,580.05	100.06 0.85 %	140,080.22 78.26	7.23 % 500.17	Aaa / AA+ AAA	1.95 1.92
313378A43	FHLB Note 1.375% Due 3/9/2018	180,000.00	03/13/2013 1.02 %	183,112.20 181,261.29	100.93 0.91 %	181,678.68 1,182.50	9.43 % 417.39	Aaa / AA+ AAA	2.02 1.98
3135G0YM9	FNMA Note 1.875% Due 9/18/2018	155,000.00	10/18/2013 1.54 %	157,421.10 156,257.14	102.29 0.97 %	158,544.23 1,315.89	8.24 % 2,287.09	Aaa / AA+ AAA	2.55 2.47
3135G0ZA4	FNMA Note 1.875% Due 2/19/2019	185,000.00	03/18/2014 1.69 %	186,642.80 185,991.34	102.36 1.07 %	189,360.45 115.63	9.77 % 3,369.11	Aaa / AA+ AAA	2.98 2.89
3137EADK2	FHLMC Note 1.25% Due 8/1/2019	185,000.00	09/09/2014 1.84 %	179,947.65 181,469.58	100.49 1.10 %	185,913.72 192.71	9.60 % 4,444.14	Aaa / AA+ AAA	3.42 3.34
3135G0ZG1	FNMA Note 1.75% Due 9/12/2019	130,000.00	11/17/2014 1.77 %	129,868.70 129,903.71	102.13 1.13 %	132,773.42 1,067.99	6.90 % 2,869.71	Aaa / AA+ AAA	3.54 3.40
3137EADM8	FHLMC Note 1.25% Due 10/2/2019	185,000.00	03/25/2015 1.40 %	183,777.15 184,029.72	100.22 1.19 %	185,400.16 957.12	9.61 % 1,370.44	Aaa / AA+ AAA	3.59 3.49
313383HU8	FHLB Note 1.75% Due 6/12/2020	150,000.00	06/26/2015 1.87 %	149,172.00 149,284.53	101.90 1.29 %	152,856.30 576.04	7.91 % 3,571.77	Aaa / AA+ NR	4.29 4.11
<b>Total Agency</b>		<b>1,470,000.00</b>	<b>1.46 %</b>	<b>1,466,913.20</b> <b>1,467,035.49</b>	<b>1.04 %</b>	<b>1,486,299.18</b> <b>5,649.47</b>	<b>76.92 %</b> <b>19,263.69</b>	<b>Aaa / AA+</b> <b>Aaa</b>	<b>2.92</b> <b>2.83</b>
<b>MONEY MARKET FUND FI</b>									
825252109	Invesco Treasury MMFD Private Class	12,791.03	Various 0.12 %	12,791.03 12,791.03	1.00 0.12 %	12,791.03 0.00	0.66 % 0.00	Aaa / AAA AAA	0.00 0.00
<b>Total Money Market Fund FI</b>		<b>12,791.03</b>	<b>0.12 %</b>	<b>12,791.03</b> <b>12,791.03</b>	<b>0.12 %</b>	<b>12,791.03</b> <b>0.00</b>	<b>0.66 %</b> <b>0.00</b>	<b>Aaa / AAA</b> <b>Aaa</b>	<b>0.00</b> <b>0.00</b>
<b>US TREASURY</b>									
912828SX9	US Treasury Note 1.125% Due 5/31/2019	85,000.00	06/17/2014 1.75 %	82,493.45 83,355.77	100.48 0.97 %	85,408.43 240.37	4.42 % 2,052.66	Aaa / AA+ AAA	3.25 3.18
912828UQ1	US Treasury Note 1.25% Due 2/29/2020	135,000.00	Various 1.60 %	132,834.83 133,179.33	100.43 1.14 %	135,585.36 4.59	6.99 % 2,406.03	Aaa / AA+ AAA	4.00 3.89
912828UV0	US Treasury Note 1.125% Due 3/31/2020	100,000.00	05/07/2015 1.57 %	97,930.02 98,274.82	99.90 1.15 %	99,898.40 470.29	5.17 % 1,623.58	Aaa / AA+ AAA	4.09 3.96



**Holdings Report**

As of 2/29/16

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
<b>US TREASURY</b>									
912828WC0	US Treasury Note 1.75% Due 10/31/2020	110,000.00	11/04/2015 1.63 %	110,610.52 110,571.32	102.32 1.24 %	112,556.62 645.19	5.84 % 1,985.30	Aaa / AA+ AAA	4.67 4.45
<b>Total US Treasury</b>		<b>430,000.00</b>	<b>1.63 %</b>	<b>423,868.82</b> <b>425,381.24</b>	<b>1.13 %</b>	<b>433,448.81</b> <b>1,360.44</b>	<b>22.42 %</b> <b>8,067.57</b>	<b>Aaa / AA+</b> <b>Aaa</b>	<b>4.05</b> <b>3.91</b>
<b>TOTAL PORTFOLIO</b>		<b>1,912,791.03</b>	<b>1.49 %</b>	<b>1,903,573.05</b> <b>1,905,207.76</b>	<b>1.06 %</b>	<b>1,932,539.02</b> <b>7,009.91</b>	<b>100.00 %</b> <b>27,331.26</b>	<b>Aaa / AA+</b> <b>Aaa</b>	<b>3.15</b> <b>3.06</b>
<b>TOTAL MARKET VALUE PLUS ACCRUED</b>						<b>1,939,548.93</b>			





Holdings Report

As of 2/29/16

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
<b>AGENCY</b>									
3137EADN6	FHLMC Note 0.75% Due 1/12/2018	35,000.00	02/13/2013 1.00 %	34,573.35 34,837.72	99.81 0.85 %	34,932.63 35.73	7.55 % 94.91	Aaa / AA+ AAA	1.87 1.85
3135G0TG8	FNMA Note 0.875% Due 2/8/2018	25,000.00	02/13/2013 1.03 %	24,807.50 24,925.01	100.06 0.85 %	25,014.33 13.98	5.40 % 89.32	Aaa / AA+ AAA	1.95 1.92
313378A43	FHLB Note 1.375% Due 3/9/2018	45,000.00	03/13/2013 1.02 %	45,778.05 45,315.32	100.93 0.91 %	45,419.67 295.63	9.87 % 104.35	Aaa / AA+ AAA	2.02 1.98
3135G0YM9	FNMA Note 1.875% Due 9/18/2018	45,000.00	10/18/2013 1.54 %	45,702.90 45,364.97	102.29 0.97 %	46,028.97 382.03	10.02 % 664.00	Aaa / AA+ AAA	2.55 2.47
3135G0ZA4	FNMA Note 1.875% Due 2/19/2019	45,000.00	03/18/2014 1.69 %	45,399.60 45,241.14	102.36 1.07 %	46,060.65 28.13	9.95 % 819.51	Aaa / AA+ AAA	2.98 2.89
3137EADK2	FHLMC Note 1.25% Due 8/1/2019	45,000.00	09/09/2014 1.84 %	43,771.05 44,141.25	100.49 1.10 %	45,222.26 46.88	9.77 % 1,081.01	Aaa / AA+ AAA	3.42 3.34
3135G0ZG1	FNMA Note 1.75% Due 9/12/2019	27,000.00	11/17/2014 1.77 %	26,972.73 26,980.00	102.13 1.13 %	27,576.02 221.81	6.00 % 596.02	Aaa / AA+ AAA	3.54 3.40
3137EADM8	FHLMC Note 1.25% Due 10/2/2019	40,000.00	03/25/2015 1.40 %	39,735.60 39,790.21	100.22 1.19 %	40,086.52 206.94	8.70 % 296.31	Aaa / AA+ AAA	3.59 3.49
313383HU8	FHLB Note 1.75% Due 6/12/2020	40,000.00	06/26/2015 1.87 %	39,779.20 39,809.21	101.90 1.29 %	40,761.68 153.61	8.83 % 952.47	Aaa / AA+ NR	4.29 4.11
<b>Total Agency</b>		<b>347,000.00</b>	<b>1.48 %</b>	<b>346,519.98</b> <b>346,404.83</b>	<b>1.05 %</b>	<b>351,102.73</b> <b>1,384.74</b>	<b>76.07 %</b> <b>4,697.90</b>	<b>Aaa / AA+</b> <b>Aaa</b>	<b>2.94</b> <b>2.85</b>
<b>MONEY MARKET FUND FI</b>									
825252109	Invesco Treasury MMFD Private Class	4,681.03	Various 0.12 %	4,681.03 4,681.03	1.00 0.12 %	4,681.03 0.00	1.01 % 0.00	Aaa / AAA AAA	0.00 0.00
<b>Total Money Market Fund FI</b>		<b>4,681.03</b>	<b>0.12 %</b>	<b>4,681.03</b> <b>4,681.03</b>	<b>0.12 %</b>	<b>4,681.03</b> <b>0.00</b>	<b>1.01 %</b> <b>0.00</b>	<b>Aaa / AAA</b> <b>Aaa</b>	<b>0.00</b> <b>0.00</b>
<b>US TREASURY</b>									
912828SX9	US Treasury Note 1.125% Due 5/31/2019	15,000.00	06/17/2014 1.75 %	14,557.67 14,709.84	100.48 0.97 %	15,072.08 42.42	3.26 % 362.24	Aaa / AA+ AAA	3.25 3.18
912828UQ1	US Treasury Note 1.25% Due 2/29/2020	30,000.00	Various 1.46 %	29,709.47 29,760.27	100.43 1.14 %	30,130.08 1.02	6.50 % 369.81	Aaa / AA+ AAA	4.00 3.89
912828UV0	US Treasury Note 1.125% Due 3/31/2020	30,000.00	05/07/2015 1.57 %	29,379.01 29,482.45	99.90 1.15 %	29,969.52 141.09	6.50 % 487.07	Aaa / AA+ AAA	4.09 3.96



**Holdings Report**

As of 2/29/16

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
<b>US TREASURY</b>									
912828WC0	US Treasury Note 1.75% Due 10/31/2020	30,000.00	11/04/2015 1.63 %	30,166.51 30,155.82	102.32 1.24 %	30,697.26 175.96	6.66 % 541.44	Aaa / AA+ AAA	4.67 4.45
<b>Total US Treasury</b>		<b>105,000.00</b>	<b>1.58 %</b>	<b>103,812.66</b> <b>104,108.38</b>	<b>1.15 %</b>	<b>105,868.94</b> <b>360.49</b>	<b>22.92 %</b> <b>1,760.56</b>	<b>Aaa / AA+</b> <b>Aaa</b>	<b>4.12</b> <b>3.97</b>
<b>TOTAL PORTFOLIO</b>		<b>456,681.03</b>	<b>1.49 %</b>	<b>455,013.67</b> <b>455,194.24</b>	<b>1.06 %</b>	<b>461,652.70</b> <b>1,745.23</b>	<b>100.00 %</b> <b>6,458.46</b>	<b>Aaa / AA+</b> <b>Aaa</b>	<b>3.18</b> <b>3.08</b>
<b>TOTAL MARKET VALUE PLUS ACCRUED</b>						<b>463,397.93</b>			



Holdings Report

As of 2/29/16

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
<b>AGENCY</b>									
3137EADN6	FHLMC Note 0.75% Due 1/12/2018	65,000.00	02/13/2013 1.00 %	64,207.65 64,698.62	99.81 0.85 %	64,874.88 66.35	7.75 % 176.26	Aaa / AA+ AAA	1.87 1.85
3135G0TG8	FNMA Note 0.875% Due 2/8/2018	60,000.00	02/13/2013 1.03 %	59,538.00 59,820.02	100.06 0.85 %	60,034.38 33.54	7.17 % 214.36	Aaa / AA+ AAA	1.95 1.92
313378A43	FHLB Note 1.375% Due 3/9/2018	80,000.00	03/13/2013 1.02 %	81,383.20 80,560.57	100.93 0.91 %	80,746.08 525.56	9.70 % 185.51	Aaa / AA+ AAA	2.02 1.98
3135G0YM9	FNMA Note 1.875% Due 9/18/2018	80,000.00	10/18/2013 1.54 %	81,249.60 80,648.84	102.29 0.97 %	81,829.28 679.17	9.85 % 1,180.44	Aaa / AA+ AAA	2.55 2.47
3135G0ZA4	FNMA Note 1.875% Due 2/19/2019	80,000.00	03/18/2014 1.69 %	80,710.40 80,428.69	102.36 1.07 %	81,885.60 50.00	9.78 % 1,456.91	Aaa / AA+ AAA	2.98 2.89
3137EADK2	FHLMC Note 1.25% Due 8/1/2019	80,000.00	09/09/2014 1.84 %	77,815.20 78,473.33	100.49 1.10 %	80,395.12 83.33	9.61 % 1,921.79	Aaa / AA+ AAA	3.42 3.34
3135G0ZG1	FNMA Note 1.75% Due 9/12/2019	45,000.00	11/17/2014 1.77 %	44,954.55 44,966.67	102.13 1.13 %	45,960.03 369.69	5.53 % 993.36	Aaa / AA+ AAA	3.54 3.40
3137EADM8	FHLMC Note 1.25% Due 10/2/2019	50,000.00	03/25/2015 1.40 %	49,669.50 49,737.76	100.22 1.19 %	50,108.15 258.68	6.01 % 370.39	Aaa / AA+ AAA	3.59 3.49
313383HU8	FHLB Note 1.75% Due 6/12/2020	65,000.00	06/26/2015 1.87 %	64,641.20 64,689.97	101.90 1.29 %	66,237.73 249.62	7.94 % 1,547.76	Aaa / AA+ NR	4.29 4.11
<b>Total Agency</b>		<b>605,000.00</b>	<b>1.46 %</b>	<b>604,169.30</b> <b>604,024.47</b>	<b>1.03 %</b>	<b>612,071.25</b> <b>2,315.94</b>	<b>73.37 %</b> <b>8,046.78</b>	<b>Aaa / AA+</b> <b>Aaa</b>	<b>2.87</b> <b>2.79</b>
<b>MONEY MARKET FUND FI</b>									
825252109	Invesco Treasury MMFD Private Class	5,740.09	Various 0.12 %	5,740.09 5,740.09	1.00 0.12 %	5,740.09 0.00	0.69 % 0.00	Aaa / AAA AAA	0.00 0.00
<b>Total Money Market Fund FI</b>		<b>5,740.09</b>	<b>0.12 %</b>	<b>5,740.09</b> <b>5,740.09</b>	<b>0.12 %</b>	<b>5,740.09</b> <b>0.00</b>	<b>0.69 %</b> <b>0.00</b>	<b>Aaa / AAA</b> <b>Aaa</b>	<b>0.00</b> <b>0.00</b>
<b>US TREASURY</b>									
912828SX9	US Treasury Note 1.125% Due 5/31/2019	50,000.00	Various 1.66 %	48,788.64 49,174.50	100.48 0.97 %	50,240.26 141.40	6.02 % 1,065.76	Aaa / AA+ AAA	3.25 3.18
912828UQ1	US Treasury Note 1.25% Due 2/29/2020	55,000.00	Various 1.43 %	54,534.75 54,617.22	100.43 1.14 %	55,238.48 1.87	6.60 % 621.26	Aaa / AA+ AAA	4.00 3.89
912828UV0	US Treasury Note 1.125% Due 3/31/2020	60,000.00	05/07/2015 1.57 %	58,758.01 58,964.89	99.90 1.15 %	59,939.04 282.17	7.19 % 974.15	Aaa / AA+ AAA	4.09 3.96



## Holdings Report

As of 2/29/16

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
<b>US TREASURY</b>									
912828WC0	US Treasury Note 1.75% Due 10/31/2020	50,000.00	11/04/2015 1.63 %	50,277.51 50,259.69	102.32 1.24 %	51,162.10 293.27	6.14 % 902.41	Aaa / AA+ AAA	4.67 4.45
<b>Total US Treasury</b>		<b>215,000.00</b>	<b>1.57 %</b>	<b>212,358.91</b> <b>213,016.30</b>	<b>1.13 %</b>	<b>216,579.88</b> <b>718.71</b>	<b>25.95 %</b> <b>3,563.58</b>	<b>Aaa / AA+</b> <b>Aaa</b>	<b>4.01</b> <b>3.88</b>
<b>TOTAL PORTFOLIO</b>		<b>825,740.09</b>	<b>1.48 %</b>	<b>822,268.30</b> <b>822,780.86</b>	<b>1.05 %</b>	<b>834,391.22</b> <b>3,034.65</b>	<b>100.00 %</b> <b>11,610.36</b>	<b>Aaa / AA+</b> <b>Aaa</b>	<b>3.15</b> <b>3.05</b>
<b>TOTAL MARKET VALUE PLUS ACCRUED</b>						<b>837,425.87</b>			



Holdings Report

As of 2/29/16

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
<b>AGENCY</b>									
3137EADN6	FHLMC Note 0.75% Due 1/12/2018	20,000.00	02/13/2013 1.00 %	19,756.20 19,907.27	99.81 0.85 %	19,961.50 20.42	7.44 % 54.23	Aaa / AA+ AAA	1.87 1.85
3135G0TG8	FNMA Note 0.875% Due 2/8/2018	15,000.00	02/13/2013 1.03 %	14,884.50 14,955.01	100.06 0.85 %	15,008.60 8.39	5.59 % 53.59	Aaa / AA+ AAA	1.95 1.92
313378A43	FHLB Note 1.375% Due 3/9/2018	25,000.00	03/13/2013 1.02 %	25,432.25 25,175.18	100.93 0.91 %	25,233.15 164.24	9.46 % 57.97	Aaa / AA+ AAA	2.02 1.98
3135G0YM9	FNMA Note 1.875% Due 9/18/2018	30,000.00	10/18/2013 1.54 %	30,468.60 30,243.32	102.29 0.97 %	30,685.98 254.69	11.52 % 442.66	Aaa / AA+ AAA	2.55 2.47
3135G0ZA4	FNMA Note 1.875% Due 2/19/2019	25,000.00	03/18/2014 1.69 %	25,222.00 25,133.97	102.36 1.07 %	25,589.25 15.63	9.53 % 455.28	Aaa / AA+ AAA	2.98 2.89
3137EADK2	FHLMC Note 1.25% Due 8/1/2019	25,000.00	09/09/2014 1.84 %	24,317.25 24,522.92	100.49 1.10 %	25,123.48 26.04	9.36 % 600.56	Aaa / AA+ AAA	3.42 3.34
3135G0ZG1	FNMA Note 1.75% Due 9/12/2019	15,000.00	11/17/2014 1.77 %	14,984.85 14,988.89	102.13 1.13 %	15,320.01 123.23	5.75 % 331.12	Aaa / AA+ AAA	3.54 3.40
3137EADM8	FHLMC Note 1.25% Due 10/2/2019	20,000.00	03/25/2015 1.40 %	19,867.80 19,895.10	100.22 1.19 %	20,043.26 103.47	7.50 % 148.16	Aaa / AA+ AAA	3.59 3.49
313383HU8	FHLB Note 1.75% Due 6/12/2020	20,000.00	06/26/2015 1.87 %	19,889.60 19,904.60	101.90 1.29 %	20,380.84 76.81	7.62 % 476.24	Aaa / AA+ NR	4.29 4.11
<b>Total Agency</b>		<b>195,000.00</b>	<b>1.47 %</b>	<b>194,823.05</b> <b>194,726.26</b>	<b>1.04 %</b>	<b>197,346.07</b> <b>792.92</b>	<b>73.78 %</b> <b>2,619.81</b>	<b>Aaa / AA+</b> <b>Aaa</b>	<b>2.90</b> <b>2.81</b>
<b>MONEY MARKET FUND FI</b>									
825252109	Invesco Treasury MMFD Private Class	2,666.19	Various 0.12 %	2,666.19 2,666.19	1.00 0.12 %	2,666.19 0.00	0.99 % 0.00	Aaa / AAA AAA	0.00 0.00
<b>Total Money Market Fund FI</b>		<b>2,666.19</b>	<b>0.12 %</b>	<b>2,666.19</b> <b>2,666.19</b>	<b>0.12 %</b>	<b>2,666.19</b> <b>0.00</b>	<b>0.99 %</b> <b>0.00</b>	<b>Aaa / AAA</b> <b>Aaa</b>	<b>0.00</b> <b>0.00</b>
<b>US TREASURY</b>									
912828SX9	US Treasury Note 1.125% Due 5/31/2019	12,000.00	06/17/2014 1.75 %	11,646.13 11,767.87	100.48 0.97 %	12,057.66 33.93	4.50 % 289.79	Aaa / AA+ AAA	3.25 3.18
912828UQ1	US Treasury Note 1.25% Due 2/29/2020	17,000.00	Various 1.60 %	16,731.07 16,774.16	100.43 1.14 %	17,073.71 0.58	6.36 % 299.55	Aaa / AA+ AAA	4.00 3.89
912828UV0	US Treasury Note 1.125% Due 3/31/2020	20,000.00	Various 1.60 %	19,554.56 19,625.39	99.90 1.15 %	19,979.68 94.05	7.47 % 354.29	Aaa / AA+ AAA	4.09 3.96



**Holdings Report**

As of 2/29/16

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
<b>US TREASURY</b>									
912828WC0	US Treasury Note 1.75% Due 10/31/2020	18,000.00	11/04/2015 1.63 %	18,099.90 18,093.48	102.32 1.24 %	18,418.36 105.58	6.90 % 324.88	Aaa / AA+ AAA	4.67 4.45
<b>Total US Treasury</b>		<b>67,000.00</b>	<b>1.64 %</b>	<b>66,031.66</b> <b>66,260.90</b>	<b>1.14 %</b>	<b>67,529.41</b> <b>234.14</b>	<b>25.23 %</b> <b>1,268.51</b>	<b>Aaa / AA+</b> <b>Aaa</b>	<b>4.08</b> <b>3.94</b>
<b>TOTAL PORTFOLIO</b>		<b>264,666.19</b>	<b>1.50 %</b>	<b>263,520.90</b> <b>263,653.35</b>	<b>1.05 %</b>	<b>267,541.67</b> <b>1,027.06</b>	<b>100.00 %</b> <b>3,888.32</b>	<b>Aaa / AA+</b> <b>Aaa</b>	<b>3.17</b> <b>3.07</b>
<b>TOTAL MARKET VALUE PLUS ACCRUED</b>						<b>268,568.73</b>			



CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
<b>AGENCY</b>									
3137EADN6	FHLMC Note 0.75% Due 1/12/2018	100,000.00	02/13/2013 1.00 %	98,781.00 99,536.33	99.81 0.85 %	99,807.50 102.08	9.08 % 271.17	Aaa / AA+ AAA	1.87 1.85
3135G0TG8	FNMA Note 0.875% Due 2/8/2018	90,000.00	02/13/2013 1.03 %	89,307.00 89,730.03	100.06 0.85 %	90,051.57 50.31	8.19 % 321.54	Aaa / AA+ AAA	1.95 1.92
313378A43	FHLB Note 1.375% Due 3/9/2018	90,000.00	03/13/2013 1.02 %	91,556.10 90,630.64	100.93 0.91 %	90,839.34 591.25	8.31 % 208.70	Aaa / AA+ AAA	2.02 1.98
3135G0YM9	FNMA Note 1.875% Due 9/18/2018	90,000.00	10/18/2013 1.54 %	91,405.80 90,729.95	102.29 0.97 %	92,057.94 764.06	8.43 % 1,327.99	Aaa / AA+ AAA	2.55 2.47
3135G0ZA4	FNMA Note 1.875% Due 2/19/2019	100,000.00	03/18/2014 1.69 %	100,888.00 100,535.86	102.36 1.07 %	102,357.00 62.50	9.30 % 1,821.14	Aaa / AA+ AAA	2.98 2.89
3137EADK2	FHLMC Note 1.25% Due 8/1/2019	100,000.00	09/09/2014 1.84 %	97,269.00 98,091.66	100.49 1.10 %	100,493.90 104.17	9.14 % 2,402.24	Aaa / AA+ AAA	3.42 3.34
3135G0ZG1	FNMA Note 1.75% Due 9/12/2019	65,000.00	11/17/2014 1.77 %	64,934.35 64,951.85	102.13 1.13 %	66,386.71 533.99	6.08 % 1,434.86	Aaa / AA+ AAA	3.54 3.40
3137EADM8	FHLMC Note 1.25% Due 10/2/2019	85,000.00	03/25/2015 1.40 %	84,438.15 84,554.20	100.22 1.19 %	85,183.86 439.76	7.78 % 629.66	Aaa / AA+ AAA	3.59 3.49
313383HU8	FHLB Note 1.75% Due 6/12/2020	85,000.00	06/26/2015 1.87 %	84,530.80 84,594.57	101.90 1.29 %	86,618.57 326.42	7.90 % 2,024.00	Aaa / AA+ NR	4.29 4.11
<b>Total Agency</b>		<b>805,000.00</b>	<b>1.45 %</b>	<b>803,110.20</b> <b>803,355.09</b>	<b>1.03 %</b>	<b>813,796.39</b> <b>2,974.54</b>	<b>74.20 %</b> <b>10,441.30</b>	<b>Aaa / AA+</b> <b>Aaa</b>	<b>2.88</b> <b>2.80</b>
<b>MONEY MARKET FUND FI</b>									
825252109	Invesco Treasury MMFD Private Class	10,905.22	Various 0.12 %	10,905.22 10,905.22	1.00 0.12 %	10,905.22 0.00	0.99 % 0.00	Aaa / AAA AAA	0.00 0.00
<b>Total Money Market Fund FI</b>		<b>10,905.22</b>	<b>0.12 %</b>	<b>10,905.22</b> <b>10,905.22</b>	<b>0.12 %</b>	<b>10,905.22</b> <b>0.00</b>	<b>0.99 %</b> <b>0.00</b>	<b>Aaa / AAA</b> <b>Aaa</b>	<b>0.00</b> <b>0.00</b>
<b>US TREASURY</b>									
912828SX9	US Treasury Note 1.125% Due 5/31/2019	50,000.00	06/17/2014 1.75 %	48,525.56 49,032.81	100.48 0.97 %	50,240.25 141.39	4.58 % 1,207.44	Aaa / AA+ AAA	3.25 3.18
912828UQ1	US Treasury Note 1.25% Due 2/29/2020	75,000.00	Various 1.48 %	74,212.36 74,342.48	100.43 1.14 %	75,325.20 2.55	6.84 % 982.72	Aaa / AA+ AAA	4.00 3.89
912828UV0	US Treasury Note 1.125% Due 3/31/2020	75,000.00	05/07/2015 1.57 %	73,447.52 73,706.12	99.90 1.15 %	74,923.80 352.72	6.84 % 1,217.68	Aaa / AA+ AAA	4.09 3.96



CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
<b>US TREASURY</b>									
912828WC0	US Treasury Note 1.75% Due 10/31/2020	70,000.00	11/04/2015 1.63 %	70,388.52 70,363.57	102.32 1.24 %	71,626.94 410.58	6.54 % 1,263.37	Aaa / AA+ AAA	4.67 4.45
<b>Total US Treasury</b>		<b>270,000.00</b>	<b>1.59 %</b>	<b>266,573.96</b> <b>267,444.98</b>	<b>1.14 %</b>	<b>272,116.19</b> <b>907.24</b>	<b>24.80 %</b> <b>4,671.21</b>	<b>Aaa / AA+</b> <b>Aaa</b>	<b>4.06</b> <b>3.93</b>
<b>TOTAL PORTFOLIO</b>		<b>1,085,905.22</b>	<b>1.47 %</b>	<b>1,080,589.38</b> <b>1,081,705.29</b>	<b>1.05 %</b>	<b>1,096,817.80</b> <b>3,881.78</b>	<b>100.00 %</b> <b>15,112.51</b>	<b>Aaa / AA+</b> <b>Aaa</b>	<b>3.14</b> <b>3.05</b>
<b>TOTAL MARKET VALUE PLUS ACCRUED</b>						<b>1,100,699.58</b>			





CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
<b>AGENCY</b>									
3137EADN6	FHLMC Note 0.75% Due 1/12/2018	20,000.00	02/13/2013 1.00 %	19,756.20 19,907.27	99.81 0.85 %	19,961.50 20.42	7.43 % 54.23	Aaa / AA+ AAA	1.87 1.85
3135G0TG8	FNMA Note 0.875% Due 2/8/2018	20,000.00	02/13/2013 1.03 %	19,846.00 19,940.01	100.06 0.85 %	20,011.46 11.18	7.44 % 71.45	Aaa / AA+ AAA	1.95 1.92
313378A43	FHLB Note 1.375% Due 3/9/2018	30,000.00	03/13/2013 1.02 %	30,518.70 30,210.21	100.93 0.91 %	30,279.78 197.08	11.33 % 69.57	Aaa / AA+ AAA	2.02 1.98
3135G0YM9	FNMA Note 1.875% Due 9/18/2018	25,000.00	10/18/2013 1.54 %	25,390.50 25,202.76	102.29 0.97 %	25,571.65 212.24	9.59 % 368.89	Aaa / AA+ AAA	2.55 2.47
3137EADK2	FHLMC Note 1.25% Due 8/1/2019	25,000.00	09/09/2014 1.84 %	24,317.25 24,522.92	100.49 1.10 %	25,123.48 26.04	9.35 % 600.56	Aaa / AA+ AAA	3.42 3.34
3135G0ZG1	FNMA Note 1.75% Due 9/12/2019	25,000.00	11/17/2014 1.77 %	24,974.75 24,981.48	102.13 1.13 %	25,533.35 205.38	9.57 % 551.87	Aaa / AA+ AAA	3.54 3.40
3137EADM8	FHLMC Note 1.25% Due 10/2/2019	25,000.00	03/25/2015 1.40 %	24,834.75 24,868.88	100.22 1.19 %	25,054.08 129.34	9.36 % 185.20	Aaa / AA+ AAA	3.59 3.49
313383HU8	FHLB Note 1.75% Due 6/12/2020	20,000.00	06/26/2015 1.87 %	19,889.60 19,904.60	101.90 1.29 %	20,380.84 76.81	7.61 % 476.24	Aaa / AA+ NR	4.29 4.11
<b>Total Agency</b>		<b>190,000.00</b>	<b>1.43 %</b>	<b>189,527.75</b> <b>189,538.13</b>	<b>1.04 %</b>	<b>191,916.14</b> <b>878.49</b>	<b>71.68 %</b> <b>2,378.01</b>	<b>Aaa / AA+</b> <b>Aaa</b>	<b>2.90</b> <b>2.82</b>
<b>MONEY MARKET FUND FI</b>									
825252109	Invesco Treasury MMFD Private Class	3,422.84	Various 0.12 %	3,422.84 3,422.84	1.00 0.12 %	3,422.84 0.00	1.27 % 0.00	Aaa / AAA AAA	0.00 0.00
<b>Total Money Market Fund FI</b>		<b>3,422.84</b>	<b>0.12 %</b>	<b>3,422.84</b> <b>3,422.84</b>	<b>0.12 %</b>	<b>3,422.84</b> <b>0.00</b>	<b>1.27 %</b> <b>0.00</b>	<b>Aaa / AAA</b> <b>Aaa</b>	<b>0.00</b> <b>0.00</b>
<b>US TREASURY</b>									
912828SX9	US Treasury Note 1.125% Due 5/31/2019	20,000.00	06/17/2014 1.75 %	19,410.22 19,613.12	100.48 0.97 %	20,096.10 56.56	7.49 % 482.98	Aaa / AA+ AAA	3.25 3.18
912828UQ1	US Treasury Note 1.25% Due 2/29/2020	20,000.00	Various 1.59 %	19,688.54 19,738.84	100.43 1.14 %	20,086.72 0.68	7.47 % 347.88	Aaa / AA+ AAA	4.00 3.89
912828UV0	US Treasury Note 1.125% Due 3/31/2020	17,000.00	05/07/2015 1.57 %	16,648.10 16,706.72	99.90 1.15 %	16,982.73 79.95	6.34 % 276.01	Aaa / AA+ AAA	4.09 3.96
912828WC0	US Treasury Note 1.75% Due 10/31/2020	15,000.00	11/04/2015 1.63 %	15,083.25 15,077.90	102.32 1.24 %	15,348.63 87.98	5.74 % 270.73	Aaa / AA+ AAA	4.67 4.45
<b>Total US Treasury</b>		<b>72,000.00</b>	<b>1.64 %</b>	<b>70,830.11</b> <b>71,136.58</b>	<b>1.12 %</b>	<b>72,514.18</b> <b>225.17</b>	<b>27.04 %</b> <b>1,377.60</b>	<b>Aaa / AA+</b> <b>Aaa</b>	<b>3.96</b> <b>3.83</b>
<b>TOTAL PORTFOLIO</b>		<b>265,422.84</b>	<b>1.47 %</b>	<b>263,780.70</b> <b>264,097.55</b>	<b>1.05 %</b>	<b>267,853.16</b> <b>1,103.66</b>	<b>100.00 %</b> <b>3,755.61</b>	<b>Aaa / AA+</b> <b>Aaa</b>	<b>3.15</b> <b>3.05</b>
<b>TOTAL MARKET VALUE PLUS ACCRUED</b>						<b>268,956.82</b>			



Holdings Report

As of 2/29/16

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
<b>AGENCY</b>									
3137EADN6	FHLMC Note 0.75% Due 1/12/2018	205,000.00	Various 1.12 %	201,699.91 203,634.29	99.81 0.85 %	204,605.38 209.27	10.47 % 971.09	Aaa / AA+ AAA	1.87 1.85
3135G0TG8	FNMA Note 0.875% Due 2/8/2018	100,000.00	02/13/2013 1.03 %	99,230.00 99,700.04	100.06 0.85 %	100,057.30 55.90	5.12 % 357.26	Aaa / AA+ AAA	1.95 1.92
313378A43	FHLB Note 1.375% Due 3/9/2018	205,000.00	Various 1.12 %	207,465.05 206,006.35	100.93 0.91 %	206,911.83 1,346.74	10.65 % 905.48	Aaa / AA+ AAA	2.02 1.98
3135G0YM9	FNMA Note 1.875% Due 9/18/2018	75,000.00	10/18/2013 1.54 %	76,171.50 75,608.29	102.29 0.97 %	76,714.95 636.72	3.95 % 1,106.66	Aaa / AA+ AAA	2.55 2.47
3135G0ZA4	FNMA Note 1.875% Due 2/19/2019	170,000.00	03/18/2014 1.69 %	171,509.60 170,910.97	102.36 1.07 %	174,006.90 106.25	8.90 % 3,095.93	Aaa / AA+ AAA	2.98 2.89
3137EADK2	FHLMC Note 1.25% Due 8/1/2019	175,000.00	09/09/2014 1.84 %	170,220.75 171,660.41	100.49 1.10 %	175,864.33 182.29	9.00 % 4,203.92	Aaa / AA+ AAA	3.42 3.34
3135G0ZG1	FNMA Note 1.75% Due 9/12/2019	150,000.00	11/17/2014 1.77 %	149,848.50 149,888.89	102.13 1.13 %	153,200.10 1,232.29	7.89 % 3,311.21	Aaa / AA+ AAA	3.54 3.40
3137EADM8	FHLMC Note 1.25% Due 10/2/2019	135,000.00	03/25/2015 1.40 %	134,107.65 134,291.96	100.22 1.19 %	135,292.01 698.44	6.95 % 1,000.05	Aaa / AA+ AAA	3.59 3.49
313383HU8	FHLB Note 1.75% Due 6/12/2020	130,000.00	06/26/2015 1.87 %	129,282.40 129,379.93	101.90 1.29 %	132,475.46 499.24	6.80 % 3,095.53	Aaa / AA+ NR	4.29 4.11
<b>Total Agency</b>		<b>1,345,000.00</b>	<b>1.47 %</b>	<b>1,339,535.36</b> <b>1,341,081.13</b>	<b>1.04 %</b>	<b>1,359,128.26</b> <b>4,967.14</b>	<b>69.73 %</b> <b>18,047.13</b>	<b>Aaa / AA+</b> <b>Aaa</b>	<b>2.88</b> <b>2.79</b>
<b>MONEY MARKET FUND FI</b>									
825252109	Invesco Treasury MMFD Private Class	11,412.22	Various 0.12 %	11,412.22 11,412.22	1.00 0.12 %	11,412.22 0.00	0.58 % 0.00	Aaa / AAA AAA	0.00 0.00
<b>Total Money Market Fund FI</b>		<b>11,412.22</b>	<b>0.12 %</b>	<b>11,412.22</b> <b>11,412.22</b>	<b>0.12 %</b>	<b>11,412.22</b> <b>0.00</b>	<b>0.58 %</b> <b>0.00</b>	<b>Aaa / AAA</b> <b>Aaa</b>	<b>0.00</b> <b>0.00</b>
<b>US TREASURY</b>									
912828SX9	US Treasury Note 1.125% Due 5/31/2019	120,000.00	06/17/2014 1.75 %	116,461.34 117,678.73	100.48 0.97 %	120,576.60 339.34	6.18 % 2,897.87	Aaa / AA+ AAA	3.25 3.18
912828UQ1	US Treasury Note 1.25% Due 2/29/2020	165,000.00	Various 1.42 %	163,694.10 163,927.30	100.43 1.14 %	165,715.44 5.61	8.47 % 1,788.14	Aaa / AA+ AAA	4.00 3.89
912828UV0	US Treasury Note 1.125% Due 3/31/2020	165,000.00	05/07/2015 1.57 %	161,584.54 162,153.47	99.90 1.15 %	164,832.36 775.97	8.46 % 2,678.89	Aaa / AA+ AAA	4.09 3.96



**Holdings Report**

As of 2/29/16

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
<b>US TREASURY</b>									
912828WC0	US Treasury Note 1.75% Due 10/31/2020	125,000.00	11/04/2015 1.63 %	125,693.78 125,649.23	102.32 1.24 %	127,905.25 733.17	6.58 % 2,256.02	Aaa / AA+ AAA	4.67 4.45
<b>Total US Treasury</b>		<b>575,000.00</b>	<b>1.58 %</b>	<b>567,433.76</b> <b>569,408.73</b>	<b>1.13 %</b>	<b>579,029.65</b> <b>1,854.09</b>	<b>29.69 %</b> <b>9,620.92</b>	<b>Aaa / AA+</b> <b>Aaa</b>	<b>4.02</b> <b>3.89</b>
<b>TOTAL PORTFOLIO</b>		<b>1,931,412.22</b>	<b>1.50 %</b>	<b>1,918,381.34</b> <b>1,921,902.08</b>	<b>1.06 %</b>	<b>1,949,570.13</b> <b>6,821.23</b>	<b>100.00 %</b> <b>27,668.05</b>	<b>Aaa / AA+</b> <b>Aaa</b>	<b>3.20</b> <b>3.10</b>
<b>TOTAL MARKET VALUE PLUS ACCRUED</b>						<b>1,956,391.36</b>			



CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
<b>AGENCY</b>									
3137EADN6	FHLMC Note 0.75% Due 1/12/2018	80,000.00	Various 1.13 %	78,682.85 79,451.85	99.81 0.85 %	79,846.01 81.67	7.52 % 394.16	Aaa / AA+ AAA	1.87 1.85
3135G0TG8	FNMA Note 0.875% Due 2/8/2018	50,000.00	02/13/2013 1.03 %	49,615.00 49,850.02	100.06 0.85 %	50,028.65 27.95	4.71 % 178.63	Aaa / AA+ AAA	1.95 1.92
313378A43	FHLB Note 1.375% Due 3/9/2018	115,000.00	Various 1.13 %	116,371.55 115,560.04	100.93 0.91 %	116,072.49 755.49	10.99 % 512.45	Aaa / AA+ AAA	2.02 1.98
3135G0YM9	FNMA Note 1.875% Due 9/18/2018	55,000.00	10/18/2013 1.54 %	55,859.10 55,446.08	102.29 0.97 %	56,257.63 466.93	5.33 % 811.55	Aaa / AA+ AAA	2.55 2.47
3135G0ZA4	FNMA Note 1.875% Due 2/19/2019	90,000.00	03/18/2014 1.69 %	90,799.20 90,482.28	102.36 1.07 %	92,121.30 56.25	8.67 % 1,639.02	Aaa / AA+ AAA	2.98 2.89
3137EADK2	FHLMC Note 1.25% Due 8/1/2019	95,000.00	09/09/2014 1.84 %	92,405.55 93,187.08	100.49 1.10 %	95,469.21 98.96	8.99 % 2,282.13	Aaa / AA+ AAA	3.42 3.34
3135G0ZG1	FNMA Note 1.75% Due 9/12/2019	65,000.00	11/17/2014 1.77 %	64,934.35 64,951.85	102.13 1.13 %	66,386.71 533.99	6.29 % 1,434.86	Aaa / AA+ AAA	3.54 3.40
3137EADM8	FHLMC Note 1.25% Due 10/2/2019	75,000.00	03/25/2015 1.40 %	74,504.25 74,606.64	100.22 1.19 %	75,162.23 388.02	7.10 % 555.59	Aaa / AA+ AAA	3.59 3.49
313383HU8	FHLB Note 1.75% Due 6/12/2020	80,000.00	06/26/2015 1.87 %	79,558.40 79,618.42	101.90 1.29 %	81,523.36 307.22	7.69 % 1,904.94	Aaa / AA+ NR	4.29 4.11
<b>Total Agency</b>		<b>705,000.00</b>	<b>1.49 %</b>	<b>702,730.25</b> <b>703,154.26</b>	<b>1.04 %</b>	<b>712,867.59</b> <b>2,716.48</b>	<b>67.28 %</b> <b>9,713.33</b>	<b>Aaa / AA+</b> <b>Aaa</b>	<b>2.92</b> <b>2.83</b>
<b>MONEY MARKET FUND FI</b>									
825252109	Invesco Treasury MMFD Private Class	9,389.59	Various 0.12 %	9,389.59 9,389.59	1.00 0.12 %	9,389.59 0.00	0.88 % 0.00	Aaa / AAA AAA	0.00 0.00
<b>Total Money Market Fund FI</b>		<b>9,389.59</b>	<b>0.12 %</b>	<b>9,389.59</b> <b>9,389.59</b>	<b>0.12 %</b>	<b>9,389.59</b> <b>0.00</b>	<b>0.88 %</b> <b>0.00</b>	<b>Aaa / AAA</b> <b>Aaa</b>	<b>0.00</b> <b>0.00</b>
<b>US TREASURY</b>									
912828SX9	US Treasury Note 1.125% Due 5/31/2019	85,000.00	06/17/2014 1.75 %	82,493.45 83,355.77	100.48 0.97 %	85,408.43 240.37	8.05 % 2,052.66	Aaa / AA+ AAA	3.25 3.18
912828UQ1	US Treasury Note 1.25% Due 2/29/2020	90,000.00	Various 1.41 %	89,314.17 89,430.64	100.43 1.14 %	90,390.24 3.06	8.50 % 959.60	Aaa / AA+ AAA	4.00 3.89
912828UV0	US Treasury Note 1.125% Due 3/31/2020	85,000.00	05/07/2015 1.57 %	83,240.52 83,533.60	99.90 1.15 %	84,913.64 399.74	8.02 % 1,380.04	Aaa / AA+ AAA	4.09 3.96



CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
<b>US TREASURY</b>									
912828WC0	US Treasury Note 1.75% Due 10/31/2020	75,000.00	11/04/2015 1.63 %	75,416.27 75,389.54	102.32 1.24 %	76,743.15 439.90	7.26 % 1,353.61	Aaa / AA+ AAA	4.67 4.45
<b>Total US Treasury</b>		<b>335,000.00</b>	<b>1.59 %</b>	<b>330,464.41</b> <b>331,709.55</b>	<b>1.12 %</b>	<b>337,455.46</b> <b>1,083.07</b>	<b>31.83 %</b> <b>5,745.91</b>	<b>Aaa / AA+</b> <b>Aaa</b>	<b>3.99</b> <b>3.86</b>
<b>TOTAL PORTFOLIO</b>		<b>1,049,389.59</b>	<b>1.51 %</b>	<b>1,042,584.25</b> <b>1,044,253.40</b>	<b>1.06 %</b>	<b>1,059,712.64</b> <b>3,799.55</b>	<b>100.00 %</b> <b>15,459.24</b>	<b>Aaa / AA+</b> <b>Aaa</b>	<b>3.23</b> <b>3.14</b>
<b>TOTAL MARKET VALUE PLUS ACCRUED</b>						<b>1,063,512.19</b>			



### Holdings Report

As of 2/29/16

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
<b>LAIF</b>									
90LAIF\$00	Local Agency Investment Fund State Pool	7,584,189.55	Various 0.47 %	7,584,189.55 7,584,189.55	1.00 0.47 %	7,584,189.55 6,166.53	100.00 % 0.00	NR / NR NR	0.00 0.00
<b>Total LAIF</b>		<b>7,584,189.55</b>	<b>0.47 %</b>	<b>7,584,189.55</b> <b>7,584,189.55</b>	<b>0.47 %</b>	<b>7,584,189.55</b> <b>6,166.53</b>	<b>100.00 %</b> <b>0.00</b>	<b>NR / NR</b> <b>NR</b>	<b>0.00</b> <b>0.00</b>
<b>TOTAL PORTFOLIO</b>		<b>7,584,189.55</b>	<b>0.47 %</b>	<b>7,584,189.55</b> <b>7,584,189.55</b>	<b>0.47 %</b>	<b>7,584,189.55</b> <b>6,166.53</b>	<b>100.00 %</b> <b>0.00</b>	<b>NR / NR</b> <b>NR</b>	<b>0.00</b> <b>0.00</b>
<b>TOTAL MARKET VALUE PLUS ACCRUED</b>						<b>7,590,356.08</b>			



### Holdings Report

As of 2/29/16

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
<b>LAIF</b>									
90LAIF\$00	Local Agency Investment Fund State Pool	1,596,473.59	Various 0.47 %	1,596,473.59 1,596,473.59	1.00 0.47 %	1,596,473.59 735.72	100.00 % 0.00	NR / NR NR	0.00 0.00
<b>Total LAIF</b>		<b>1,596,473.59</b>	<b>0.47 %</b>	<b>1,596,473.59</b> <b>1,596,473.59</b>	<b>0.47 %</b>	<b>1,596,473.59</b> <b>735.72</b>	<b>100.00 %</b> <b>0.00</b>	<b>NR / NR</b> <b>NR</b>	<b>0.00</b> <b>0.00</b>
<b>TOTAL PORTFOLIO</b>		<b>1,596,473.59</b>	<b>0.47 %</b>	<b>1,596,473.59</b> <b>1,596,473.59</b>	<b>0.47 %</b>	<b>1,596,473.59</b> <b>735.72</b>	<b>100.00 %</b> <b>0.00</b>	<b>NR / NR</b> <b>NR</b>	<b>0.00</b> <b>0.00</b>
<b>TOTAL MARKET VALUE PLUS ACCRUED</b>						<b>1,597,209.31</b>			

City of Brea

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**COMMITTEE COMMUNICATION**

**FROM:** City Manager

**DATE:** 03/14/2016

**SUBJECT:** Updates on Employee Benefits Fund Pension Plan through  
PARS - Oral Report

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