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CITY OF ANN ARBOR

March 2019

Part of  BNY MELLON

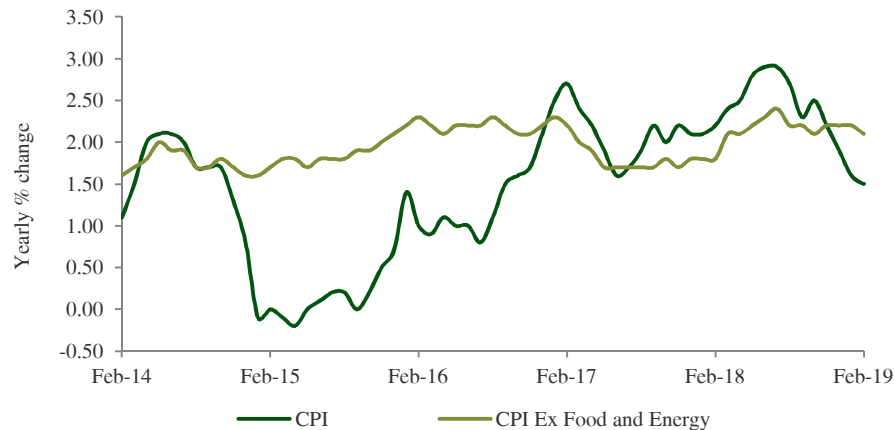


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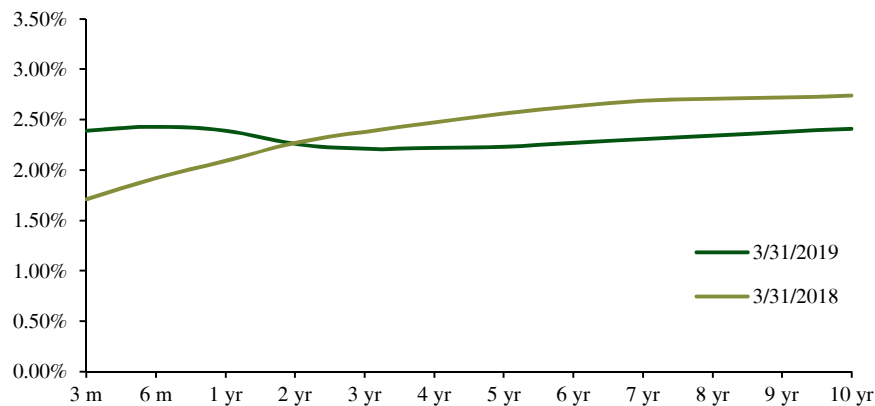
As of March 31, 2019

Chart 1: Consumer Price Index: 02/28/2014—02/28/2019



Source: Bloomberg Finance LP, March 31, 2019.

Chart 2: Treasury yield curve: 03/31/2018 and 03/31/2019



Source: Bloomberg Finance LP, March 31, 2019.

Economic Indicators and Monetary Policy

Although interest rates started the month with a stable tone, rates ultimately fell across the curve during March. Weakness in certain economic indicators domestically, continuing political turmoil and softening manufacturing data in Europe, along with dovish comments from the Federal Reserve drove rates lower. The yield on the 2-year US Treasury note was 2.56% on March 1 and ended the month 30 bp lower.

The employment report on March 8 disappointed, showing that non-farm payrolls increased by 20,000 compared to market expectations of 180,000 new jobs. Meanwhile the prior month's gain of 304,000 jobs was increased to 311,000. The unemployment rate decreased in February to 3.8% and the underemployment rate fell to 7.3%. Average hourly earnings increased 0.4% in February for an annual gain of 3.4%.

On March 12 the February Consumer Price Index data reflected a 0.2% monthly increase which was in line with expectations. On a year-over-year basis, the CPI increased 1.5% in February, compared to the prior reading of 1.6%. February was the first monthly increase in US consumer prices since October, and the modest size of the increase resulted in the smallest annual gain in well over two years. For the prior three months the monthly CPI reading was zero. Excluding the volatile food and energy components, the core CPI increased 0.1% in February for an annual gain of 2.1%. The prior and expected core CPI readings were both 2.2% on an annual basis. (See Chart 1.)

On March 20 the Federal Open Market Committee (FOMC) voted unanimously to hold the Fed funds target rate in a range of 2.25% to 2.50%. The FOMC updated its median policy rate projections to reflect no expected hikes this year, down from two anticipated rate increases projected last quarter. The FOMC still forecasts the next move to be a rate increase, with a single 25 bp hike projected in 2020. The FOMC also announced its intention to reduce the pace of its balance sheet reduction and halt the reduction in September.

Interest Rate Summary

At the end of March, the 3-month US Treasury bill yielded 2.39%, the 6-month US Treasury bill yielded 2.43%, the 2-year US Treasury note yielded 2.26%, the 5-year US Treasury note yielded 2.23% and the 10-year US Treasury note yielded 2.41%. (See Chart 2).

ACTIVITY AND PERFORMANCE SUMMARY

For the period March 1, 2019 - March 31, 2019

<u>Amortized Cost Basis Activity Summary</u>	
Opening balance	250,219,135.96
Income received	232,000.00
Total receipts	232,000.00
Total disbursements	0.00
Interportfolio transfers	(277,900.65)
Total Interportfolio transfers	(277,900.65)
Realized gain (loss)	0.00
Total amortization expense	(33,612.66)
Total OID/MKT accretion income	47,972.42
Return of capital	0.00
Closing balance	250,187,595.07
Ending fair value	249,204,969.75
Unrealized gain (loss)	(982,625.32)

<u>Detail of Amortized Cost Basis Return</u>				
	Interest earned	Accretion (amortization)	Realized gain (loss)	Total income
Commercial Paper	0.00	35,193.55	0.00	35,193.55
Government Agencies	208,636.12	2,678.07	0.00	211,314.19
Government Bonds	200,062.64	(23,511.86)	0.00	176,550.78
Total	408,698.76	14,359.76	0.00	423,058.52

<u>Comparative Rates of Return (%)</u>			
	* Twelve month trailing	* Six month trailing	* One month
Fed Funds	2.07	1.14	0.20
Overnight Repo	2.16	1.20	0.21
Merrill Lynch 3m US Treas Bill	2.13	1.16	0.20
Merrill Lynch 6m US Treas Bill	2.25	1.21	0.20
ML 1 Year US Treasury Note	2.48	1.29	0.21
ML 2 Year US Treasury Note	2.61	1.31	0.20
ML 5 Year US Treasury Note	2.73	1.32	0.20

* rates reflected are cumulative

<u>Summary of Amortized Cost Basis Return for the Period</u>	
	Total portfolio
Interest earned	408,698.76
Accretion (amortization)	14,359.76
Realized gain (loss) on sales	0.00
Total income on portfolio	423,058.52
Average daily amortized cost	250,222,643.30
Period return (%)	0.17
YTD return (%)	0.47
Weighted average final maturity in days	497

ACTIVITY AND PERFORMANCE SUMMARY

For the period March 1, 2019 - March 31, 2019

<u>Fair Value Basis Activity Summary</u>	
Opening balance	248,489,064.15
Income received	232,000.00
Total receipts	232,000.00
Total disbursements	0.00
Interportfolio transfers	(277,900.65)
Total Interportfolio transfers	(277,900.65)
Unrealized gain (loss) on security movements	0.00
Return of capital	0.00
Change in fair value for the period	761,806.25
Ending fair value	249,204,969.75

<u>Detail of Fair Value Basis Return</u>			
	Interest earned	Change in fair value	Total income
Commercial Paper	0.00	31,651.25	31,651.25
Government Agencies	208,636.12	390,195.00	598,831.12
Government Bonds	200,062.64	339,960.00	540,022.64
Total	408,698.76	761,806.25	1,170,505.01

<u>Comparative Rates of Return (%)</u>			
	* Twelve month trailing	* Six month trailing	* One month
Fed Funds	2.07	1.14	0.20
Overnight Repo	2.16	1.20	0.21
ICE ML 3m US Treas Bill	2.12	1.17	0.22
ICE ML 6m US Treas Bill	2.26	1.27	0.24
ICE ML 1 Year US Treasury Note	2.44	1.61	0.35
ICE ML US Treasury 1-3	2.72	2.29	0.61
ICE ML US Treasury 1-5	3.14	2.96	0.85

* rates reflected are cumulative

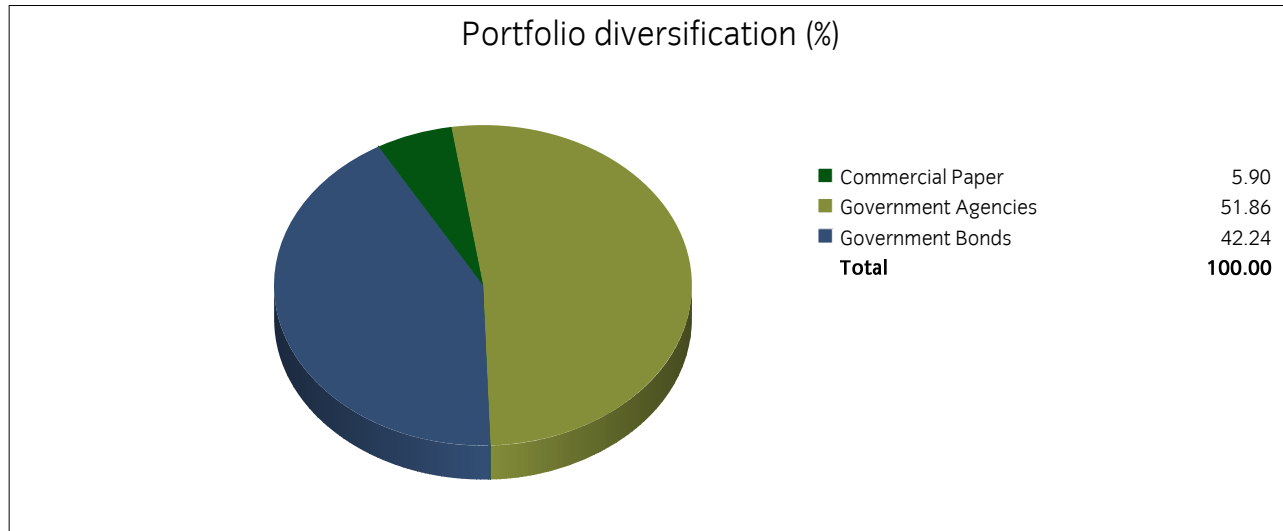
<u>Summary of Fair Value Basis Return for the Period</u>	
	Total portfolio
Interest earned	408,698.76
Change in fair value	761,806.25
Total income on portfolio	1,170,505.01
Average daily total value *	250,017,137.93
Period return (%)	0.47
YTD return (%)	0.90
Weighted average final maturity in days	497

* Total value equals market value and accrued interest

RECAP OF SECURITIES HELD

As of March 31, 2019

	Historical cost	Amortized cost	Fair value	Unrealized gain (loss)	Weighted average final maturity (days)	Percent of portfolio	Weighted average effective duration (years)
Commercial Paper	14,787,702.80	14,961,490.54	14,962,967.25	1,476.71	35	5.90	0.09
Government Agencies	129,907,341.25	129,905,636.52	129,317,480.00	(588,156.52)	503	51.86	1.29
Government Bonds	105,795,234.46	105,320,468.01	104,924,522.50	(395,945.51)	554	42.24	1.46
Total	250,490,278.51	250,187,595.07	249,204,969.75	(982,625.32)	497	100.00	1.29

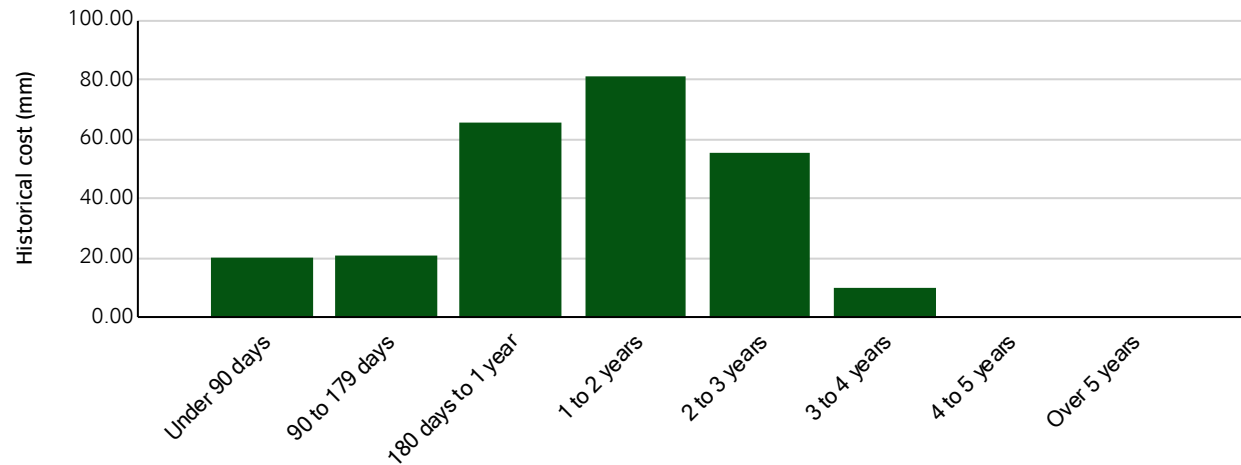


MATURITY DISTRIBUTION OF SECURITIES HELD

As of March 31, 2019

Maturity	Historic cost	Percent
Under 90 days	19,787,702.80	7.90
90 to 179 days	20,106,340.63	8.03
180 days to 1 year	65,081,706.95	25.98
1 to 2 years	80,480,028.38	32.13
2 to 3 years	55,168,504.44	22.02
3 to 4 years	9,865,995.31	3.94
4 to 5 years	0.00	0.00
Over 5 years	0.00	0.00
	250,490,278.51	100.00

Maturity distribution



SECURITIES HELD

As of March 31, 2019

Cusip/ Description	Coupon	Maturity/ Call date	Par value or shares	Historical cost/ Accrued interest purchased	Amortized cost/ Accretion (amortization)	Fair value/ Change in fair value	Unrealized gain (loss)	Interest received	Interest earned	Total accrued interest	% Port cost
Commercial Paper											
89233HRA4 CP TOYOTA MOTOR CREDIT CORP - TOYOT 0% 10/04/2019	0.000	04/10/2019	5,000,000.00	4,955,150.00 0.00	4,996,231.09 11,683.61	4,996,013.35 9,577.50	(217.74)	0.00	0.00	0.00	1.98
46640QS28 CP J.P. MORGAN SECURITIES LLC - ARRANGING BROKER 0% 02/05/2019	0.000	05/02/2019	5,000,000.00	4,905,052.80 0.00	4,988,620.56 11,023.83	4,988,203.90 10,603.90	(416.66)	0.00	0.00	0.00	1.96
46640QSU6 CP J.P. MORGAN SECURITIES LLC - ARRANGING BROKER 0% 28/05/2019	0.000	05/28/2019	5,000,000.00	4,927,500.00 0.00	4,976,638.89 12,486.11	4,978,750.00 11,469.85	2,111.11	0.00	0.00	0.00	1.97
Total Commercial Paper			15,000,000.00	14,787,702.80 0.00	14,961,490.54 35,193.55	14,962,967.25 31,651.25	1,476.71	0.00	0.00	0.00	5.90
Government Agencies											
3136G3RW7 FANNIE MAE 1.27% 30MAY2019 CALLABLE	1.270	05/30/2019	5,000,000.00	5,000,000.00 0.00	5,000,000.00 0.00	4,990,200.00 5,450.00	(9,800.00)	0.00	5,644.45	21,166.67	2.00
3136G3K87 FANNIE MAE 1.18% 25JUL2019 (CALLABLE 25APR19)	1.180	07/25/2019 04/25/2019	5,000,000.00	4,996,250.00 0.00	4,999,603.27 103.50	4,979,850.00 6,450.00	(19,753.27)	0.00	5,408.34	10,816.67	1.99
3134G3JM3 FREDDIE MAC 2% 30JUL2019 CALLABLE	2.000	07/30/2019	5,000,000.00	5,025,300.00 0.00	5,001,548.98 (387.24)	4,992,450.00 2,710.00	(9,098.98)	0.00	8,888.89	16,666.67	2.01
3136G34F9 FANNIE MAE 1.125% 28AUG2019 CALLABLE #0001	1.125	08/28/2019	5,000,000.00	4,996,900.00 0.00	4,999,577.92 85.56	4,972,650.00 6,700.00	(26,927.92)	0.00	5,156.25	5,156.25	1.99
3135G0Q30 FANNIE MAE 1.18% 27SEP2019 CALLABLE	1.180	09/27/2019	5,000,000.00	4,962,000.00 0.00	4,993,379.92 1,122.05	4,968,750.00 7,250.00	(24,629.92)	29,500.00	5,408.34	655.56	1.98

SECURITIES HELD

As of March 31, 2019

Cusip/ Description	Coupon	Maturity/ Call date	Par value or shares	Historical cost/ Accrued interest purchased	Amortized cost/ Accretion (amortization)	Fair value/ Change in fair value	Unrealized gain (loss)	Interest received	Interest earned	Total accrued interest	% Port cost
Government Agencies											
3134G8PD5 FREDDIE MAC 1.35% 30SEP2019 CALLABLE	1.350	09/30/2019	5,000,000.00	5,000,000.00 0.00	5,000,000.00 0.00	4,972,100.00 6,350.00	(27,900.00)	0.00	6,000.00	33,750.00	2.00
3137EADM8 FREDDIE MAC 1.25% 02OCT2019	1.250	10/02/2019	5,000,000.00	5,013,050.00 0.00	5,001,967.77 (324.36)	4,969,650.00 6,625.00	(32,317.77)	0.00	5,729.17	31,076.39	2.00
3136G0T68 FANNIE MAE 1.33% 24OCT2019 CALLABLE	1.330	10/24/2019	5,000,000.00	4,991,700.00 0.00	4,998,848.95 169.28	4,968,100.00 7,450.00	(30,748.95)	0.00	6,095.83	29,001.39	1.99
3136G2YA9 FANNIE MAE 1.4% 26NOV2019 (CALLABLE 26MAY19)	1.400	11/26/2019 05/26/2019	5,000,000.00	4,998,750.00 0.00	4,999,781.64 27.75	4,966,850.00 8,050.00	(32,931.64)	0.00	6,416.67	6,805.56	2.00
3130ADN32 FEDERAL HOME LOAN BANK 2.125% 11FEB2020	2.125	02/11/2020	5,000,000.00	4,979,650.00 0.00	4,990,801.09 887.35	4,986,030.00 5,655.00	(4,771.09)	0.00	9,739.58	14,756.94	1.99
3133EFZT7 FEDERAL FARM CREDIT BANK 1.4% 24FEB2020 (CALLABLE 09APR19)	1.400	02/24/2020	5,000,000.00	5,000,000.00 0.00	5,000,000.00 0.00	4,956,100.00 11,350.00	(43,900.00)	0.00	6,416.66	7,194.44	2.00
3137EAEM7 FREDDIE MAC 2.5% 23APR2020	2.500	04/23/2020	5,000,000.00	4,987,950.00 0.00	4,993,340.33 521.64	5,002,695.00 4,460.00	9,354.67	0.00	11,458.33	54,861.11	1.99
3134GABM5 FREDDIE MAC 1.3% 28AUG2020 CALLABLE	1.300	08/28/2020	5,000,000.00	5,000,000.00 0.00	5,000,000.00 0.00	4,923,850.00 17,400.00	(76,150.00)	0.00	5,958.33	5,958.33	2.00
3134G3K90 FREDDIE MAC 1.7% 25SEP2020 CALLABLE	1.700	09/25/2020	5,000,000.00	5,000,000.00 0.00	5,000,000.00 0.00	4,949,050.00 17,900.00	(50,950.00)	42,500.00	7,791.67	1,416.67	2.00
3133EGXX8 FEDERAL FARM CREDIT BANK 1.34% 13OCT2020 (CALLABLE 09APR19)	1.340	10/13/2020	5,000,000.00	4,988,750.00 0.00	4,995,703.56 233.08	4,923,650.00 21,400.00	(72,053.56)	0.00	6,141.67	31,266.67	1.99

SECURITIES HELD

As of March 31, 2019

Cusip/ Description	Coupon	Maturity/ Call date	Par value or shares	Historical cost/ Accrued interest purchased	Amortized cost/ Accretion (amortization)	Fair value/ Change in fair value	Unrealized gain (loss)	Interest received	Interest earned	Total accrued interest	% Port cost
Government Agencies											
3135G0F73 FANNIE MAE 1.5% 30NOV2020	1.500	11/30/2020	5,000,000.00	5,080,350.00 0.00	5,031,083.17 (1,554.16)	4,928,745.00 19,355.00	(102,338.17)	0.00	6,666.67	25,000.00	2.03
3130A3UQ5 FEDERAL HOME LOAN BANK 1.875% 11DEC2020	1.875	12/11/2020	5,000,000.00	4,981,650.00 0.00	4,989,666.50 507.38	4,960,535.00 19,700.00	(29,131.50)	0.00	8,593.75	28,645.83	1.99
3130ABZQ2 FEDERAL HOME LOAN BANK 1.75% 08FEB2021 CALLABLE #0000	1.750	02/08/2021	5,000,000.00	5,000,000.00 0.00	5,000,000.00 0.00	4,944,200.00 19,350.00	(55,800.00)	0.00	8,020.83	12,881.94	2.00
3133EJXV6 FEDERAL FARM CREDIT BANK 2.7% 23FEB2021	2.700	02/23/2021	5,000,000.00	4,992,450.00 0.00	4,994,238.38 253.07	5,024,400.00 11,900.00	30,161.62	0.00	12,375.00	14,250.00	1.99
3134GBG48 FREDDIE MAC 1.75% 29MAR2021 (CALLABLE 29JUN19)	1.750	03/29/2021 06/29/2019	5,000,000.00	5,000,000.00 0.00	5,000,000.00 0.00	4,939,650.00 23,350.00	(60,350.00)	43,750.00	8,020.83	486.11	2.00
3130ACLQ5 FEDERAL HOME LOAN BANK 2% 30APR2021 (CALLABLE 30APR19) #0000	2.000	04/30/2021 04/30/2019	5,000,000.00	5,000,000.00 0.00	5,000,000.00 0.00	4,951,600.00 21,100.00	(48,400.00)	0.00	8,888.89	41,666.67	2.00
3134GBC75 FREDDIE MAC 1.875% 28MAY2021 (CALLABLE 28MAY19)	1.875	05/28/2021 05/28/2019	5,000,000.00	5,000,000.00 0.00	5,000,000.00 0.00	4,948,150.00 25,100.00	(51,850.00)	0.00	8,593.75	32,031.25	2.00
3133EJTF6 FEDERAL FARM CREDIT BANK 2.7% 02JUL2021	2.700	07/02/2021	5,000,000.00	4,990,450.00 0.00	4,992,772.97 267.01	5,038,550.00 24,650.00	45,777.03	0.00	12,375.00	33,375.00	1.99
313383ZU8 FEDERAL HOME LOAN BANK 3% 10SEP2021	3.000	09/10/2021	5,000,000.00	4,999,000.00 0.00	4,999,161.90 28.57	5,076,645.00 24,360.00	77,483.10	75,000.00	13,750.00	8,750.00	2.00

SECURITIES HELD

As of March 31, 2019

Cusip/ Description	Coupon	Maturity/ Call date	Par value or shares	Historical cost/ Accrued interest purchased	Amortized cost/ Accretion (amortization)	Fair value/ Change in fair value	Unrealized gain (loss)	Interest received	Interest earned	Total accrued interest	% Port cost
Government Agencies											
3133EKBV7 FEDERAL FARM CREDIT BANK 2.55% 01MAR2022	2.550	03/01/2022	5,000,000.00	5,001,091.25 0.00	5,001,055.11 (30.12)	5,033,000.00 36,550.00	31,944.89	0.00	10,625.00	10,625.00	2.00
313380GJ0 FEDERAL HOME LOAN BANK 2% 09SEP2022 #0000	2.000	09/09/2022	5,000,000.00	4,922,050.00 (2,500.00)	4,923,105.06 1,055.06	4,950,030.00 27,980.00	26,924.94	0.00	3,611.11	6,111.11	1.96
Total Government Agencies			130,000,000.00	129,907,341.25 (2,500.00)	129,905,636.52 2,965.42	129,317,480.00 388,595.00	(588,156.52)	190,750.00	203,775.01	484,372.23	51.86
Government Bonds											
912828WS5 USA TREASURY 1.625% 30JUN2019	1.625	06/30/2019	5,000,000.00	5,087,890.63 0.00	5,006,692.93 (2,280.00)	4,988,865.00 3,515.00	(17,827.93)	0.00	6,957.88	20,200.28	2.03
912828F62 USA TREASURY 1.5% 31OCT2019	1.500	10/31/2019	5,000,000.00	5,009,765.63 0.00	5,002,110.95 (305.80)	4,972,070.00 6,640.00	(30,040.95)	0.00	6,422.65	31,284.53	2.00
912828LY4 USA TREASURY 3.375% 15NOV2019	3.375	11/15/2019	5,000,000.00	5,051,579.25 0.00	5,025,456.14 (3,446.03)	5,026,760.00 (1,170.00)	1,303.86	0.00	14,450.97	63,397.79	2.02
9128283N8 USA TREASURY 1.875% 31DEC2019	1.875	12/31/2019	5,000,000.00	4,949,023.44 0.00	4,969,524.88 3,435.37	4,978,915.00 6,455.00	9,390.12	0.00	8,028.31	23,308.01	1.98
912828UL2 USA TREASURY 1.375% 31JAN2020	1.375	01/31/2020	5,000,000.00	4,990,429.69 0.00	4,997,473.24 255.98	4,957,225.00 9,960.00	(40,248.24)	0.00	5,887.43	11,205.11	1.99
912828MP2 USA TREASURY 3.625% 15FEB2020	3.625	02/15/2020	5,000,000.00	5,075,016.75 0.00	5,043,310.03 (4,182.59)	5,050,000.00 975.00	6,689.97	0.00	15,521.41	22,030.39	2.03
912828J50 US TREASURY N/B 1.375% 29FEB2020	1.375	02/29/2020	5,000,000.00	5,060,742.19 0.00	5,016,188.25 (1,498.02)	4,952,345.00 10,355.00	(63,843.25)	0.00	5,791.44	5,791.44	2.02

SECURITIES HELD

As of March 31, 2019

Cusip/ Description	Coupon	Maturity/ Call date	Par value or shares	Historical cost/ Accrued interest purchased	Amortized cost/ Accretion (amortization)	Fair value/ Change in fair value	Unrealized gain (loss)	Interest received	Interest earned	Total accrued interest	% Port cost
Government Bonds											
912828ND8 USA TREASURY 3.5% 15MAY2020	3.500	05/15/2020	5,000,000.00	5,072,868.31 0.00	5,046,360.49 (3,496.77)	5,060,547.50 4,687.50	14,187.01	0.00	14,986.19	65,745.86	2.03
912828XH8 USA TREASURY 1.625% 30JUN2020	1.625	06/30/2020	5,000,000.00	5,119,531.25 0.00	5,037,960.93 (2,575.03)	4,952,345.00 13,480.00	(85,615.93)	0.00	6,957.88	20,200.28	2.04
912828L65 USA TREASURY 1.375% 30SEP2020	1.375	09/30/2020	5,000,000.00	5,064,062.50 0.00	5,023,446.87 (1,323.96)	4,927,345.00 18,555.00	(96,101.87)	0.00	5,855.08	34,375.00	2.02
912828WC0 USA TREASURY 1.75% 31OCT2020	1.750	10/31/2020	5,000,000.00	5,000,195.31 0.00	5,000,104.02 (5.56)	4,953,125.00 18,750.00	(46,979.02)	0.00	7,493.09	36,498.62	2.00
912828L99 USA TREASURY 1.375% 31OCT2020	1.375	10/31/2020	5,000,000.00	5,036,328.13 0.00	5,014,431.72 (771.35)	4,924,415.00 20,315.00	(90,016.72)	0.00	5,887.43	28,677.49	2.01
912828PC8 USA TREASURY 2.625% 15NOV2020	2.625	11/15/2020	5,000,000.00	4,997,673.00 0.00	4,998,313.56 87.86	5,022,557.50 15,917.50	24,243.94	0.00	11,239.64	49,309.39	2.00
912828N89 USA TREASURY 1.375% 31JAN2021	1.375	01/31/2021	5,000,000.00	5,072,656.25 0.00	5,029,862.39 (1,377.58)	4,915,625.00 24,220.00	(114,237.39)	0.00	5,887.43	11,205.11	2.03
912828PX2 USA TREASURY 3.625% 15FEB2021	3.625	02/15/2021	5,000,000.00	5,085,563.63 0.00	5,071,511.21 (3,226.85)	5,120,702.50 15,625.00	49,191.29	0.00	15,521.41	22,030.39	2.03
912828C57 USA TREASURY 2.25% 31MAR2021	2.250	03/31/2021	5,000,000.00	5,108,789.06 0.00	5,060,064.05 (2,547.18)	4,997,655.00 25,390.00	(62,409.05)	0.00	9,581.04	56,250.00	2.04
912828WG1 USA TREASURY 2.25% 30APR2021	2.250	04/30/2021	5,000,000.00	5,108,789.06 0.00	5,061,143.63 (2,490.74)	4,996,485.00 24,610.00	(64,658.63)	0.00	9,633.98	46,926.80	2.04

SECURITIES HELD

As of March 31, 2019

Cusip/ Description	Coupon	Maturity/ Call date	Par value or shares	Historical cost/ Accrued interest purchased	Amortized cost/ Accretion (amortization)	Fair value/ Change in fair value	Unrealized gain (loss)	Interest received	Interest earned	Total accrued interest	% Port cost
Government Bonds											
912828QN3 US TREASURY N/B 3.125% 15MAY2021	3.125	05/15/2021	5,000,000.00	5,034,196.44 0.00	5,029,128.91 (1,163.66)	5,085,155.00 20,310.00	56,026.09	0.00	13,380.53	58,701.66	2.01
912828F21 US TREASURY N/B 2.125% 30SEP2021	2.125	09/30/2021	5,000,000.00	4,914,860.50 0.00	4,931,739.03 2,315.19	4,983,595.00 30,665.00	51,855.97	0.00	9,048.76	53,125.00	1.96
9128285F3 USA TREASURY 2.875% 15OCT2021	2.875	10/15/2021	5,000,000.00	5,011,328.13 0.00	5,010,138.57 (338.31)	5,075,780.00 28,905.00	65,641.43	0.00	12,242.45	65,951.24	2.00
912828XG0 USA TREASURY 2.125% 30JUN2022	2.125	06/30/2022	5,000,000.00	4,943,945.31 0.00	4,945,506.21 1,423.17	4,983,010.00 41,800.00	37,503.79	0.00	9,098.76	26,415.75	1.97
Total Government Bonds			105,000,000.00	105,795,234.46 0.00	105,320,468.01 (23,511.86)	104,924,522.50 339,960.00	(395,945.51)	0.00	199,873.76	752,630.14	42.24
Grand total			250,000,000.00	250,490,278.51 (2,500.00)	250,187,595.07 14,647.11	249,204,969.75 760,206.25	(982,625.32)	190,750.00	403,648.77	1,237,002.37	100.00

GASB 40 - DEPOSIT AND INVESTMENT RISK DISCLOSURE

As of March 31, 2019

Cusip	Description	Coupon	Maturity date	Call date	S&P rating	Moody rating	Par value or shares	Historical cost	% Portfolio hist cost	Market value	% Portfolio mkt value	Effective dur (yrs)
United States Treasury Note/Bond												
912828W55	USA TREASURY 1.625%	1.625	06/30/2019		AA+	Aaa	5,000,000.00	5,087,890.63	2.03	4,988,865.00	2.00	0.25
912828F62	USA TREASURY 1.5%	1.500	10/31/2019		AA+	Aaa	5,000,000.00	5,009,765.63	2.00	4,972,070.00	2.00	0.58
912828LY4	USA TREASURY 3.375%	3.375	11/15/2019		AA+	Aaa	5,000,000.00	5,051,579.25	2.02	5,026,760.00	2.02	0.62
9128283N8	USA TREASURY 1.875%	1.875	12/31/2019		AA+	Aaa	5,000,000.00	4,949,023.44	1.98	4,978,915.00	2.00	0.74
912828UL2	USA TREASURY 1.375%	1.375	01/31/2020		AA+	Aaa	5,000,000.00	4,990,429.69	1.99	4,957,225.00	1.99	0.83
912828MP2	USA TREASURY 3.625%	3.625	02/15/2020		AA+	Aaa	5,000,000.00	5,075,016.75	2.03	5,050,000.00	2.03	0.86
912828J50	US TREASURY N/B 1.375%	1.375	02/29/2020		AA+	Aaa	5,000,000.00	5,060,742.19	2.02	4,952,345.00	1.99	0.91
912828ND8	USA TREASURY 3.5%	3.500	05/15/2020		AA+	Aaa	5,000,000.00	5,072,868.31	2.03	5,060,547.50	2.03	1.08
912828XH8	USA TREASURY 1.625%	1.625	06/30/2020		AA+	Aaa	5,000,000.00	5,119,531.25	2.04	4,952,345.00	1.99	1.22
912828L65	USA TREASURY 1.375%	1.375	09/30/2020		AA+	Aaa	5,000,000.00	5,064,062.50	2.02	4,927,345.00	1.98	1.47
912828WC0	USA TREASURY 1.75%	1.750	10/31/2020		AA+	Aaa	5,000,000.00	5,000,195.31	2.00	4,953,125.00	1.99	1.54
912828L99	USA TREASURY 1.375%	1.375	10/31/2020		AA+	Aaa	5,000,000.00	5,036,328.13	2.01	4,924,415.00	1.98	1.54
912828PC8	USA TREASURY 2.625%	2.625	11/15/2020		AA+	Aaa	5,000,000.00	4,997,673.00	2.00	5,022,557.50	2.02	1.56
912828N89	USA TREASURY 1.375%	1.375	01/31/2021		AA+	Aaa	5,000,000.00	5,072,656.25	2.03	4,915,625.00	1.97	1.79
912828PX2	USA TREASURY 3.625%	3.625	02/15/2021		AA+	Aaa	5,000,000.00	5,085,563.63	2.03	5,120,702.50	2.05	1.80
912828C57	USA TREASURY 2.25%	2.250	03/31/2021		AA+	Aaa	5,000,000.00	5,108,789.06	2.04	4,997,655.00	2.01	1.94
912828WG1	USA TREASURY 2.25%	2.250	04/30/2021		AA+	Aaa	5,000,000.00	5,108,789.06	2.04	4,996,485.00	2.00	2.00
912828QN3	US TREASURY N/B 3.125%	3.125	05/15/2021		AA+	Aaa	5,000,000.00	5,034,196.44	2.01	5,085,155.00	2.04	2.02
912828F21	US TREASURY N/B 2.125%	2.125	09/30/2021		AA+	Aaa	5,000,000.00	4,914,860.50	1.96	4,983,595.00	2.00	2.42
9128285F3	USA TREASURY 2.875%	2.875	10/15/2021		AA+	Aaa	5,000,000.00	5,011,328.13	2.00	5,075,780.00	2.04	2.41
912828XG0	USA TREASURY 2.125%	2.125	06/30/2022		AA+	Aaa	5,000,000.00	4,943,945.31	1.97	4,983,010.00	2.00	3.10
Issuer total							105,000,000.00	105,795,234.46	42.24	104,924,522.50	42.10	1.46
Federal Home Loan Mortgage Corp												
3134G3JM3	FREDDIE MAC 2%	2.000	07/30/2019		AA+	Aaa	5,000,000.00	5,025,300.00	2.01	4,992,450.00	2.00	0.33

GASB 40 - DEPOSIT AND INVESTMENT RISK DISCLOSURE

As of March 31, 2019

Cusip	Description	Coupon	Maturity date	Call date	S&P rating	Moody rating	Par value or shares	Historical cost	% Portfolio hist cost	Market value	% Portfolio mkt value	Effective dur (yrs)
Federal Home Loan Mortgage Corp												
3134G8PD5	FREDDIE MAC 1.35%	1.350	09/30/2019		AA+	Aaa	5,000,000.00	5,000,000.00	2.00	4,972,100.00	2.00	0.50
3137EADM8	FREDDIE MAC 1.25%	1.250	10/02/2019		AA+	Aaa	5,000,000.00	5,013,050.00	2.00	4,969,650.00	1.99	0.50
3137EAEM7	FREDDIE MAC 2.5%	2.500	04/23/2020		AA+	Aaa	5,000,000.00	4,987,950.00	1.99	5,002,695.00	2.01	1.03
3134GABM5	FREDDIE MAC 1.3%	1.300	08/28/2020		AA+	Aaa	5,000,000.00	5,000,000.00	2.00	4,923,850.00	1.98	1.39
3134G3K90	FREDDIE MAC 1.7%	1.700	09/25/2020		AA+	Aaa	5,000,000.00	5,000,000.00	2.00	4,949,050.00	1.99	1.46
3134GBG48	FREDDIE MAC 1.75%	1.750	03/29/2021	06/29/2019	AA+	Aaa	5,000,000.00	5,000,000.00	2.00	4,939,650.00	1.98	1.73
3134GBC75	FREDDIE MAC 1.875%	1.875	05/28/2021	05/28/2019	AA+	Aaa	5,000,000.00	5,000,000.00	2.00	4,948,150.00	1.99	1.74
Issuer total							40,000,000.00	40,026,300.00	15.98	39,697,595.00	15.93	1.08
Federal National Mortgage Association												
3136G3RW7	FANNIE MAE 1.27%	1.270	05/30/2019		AA+	Aaa	5,000,000.00	5,000,000.00	2.00	4,990,200.00	2.00	0.17
3136G3K87	FANNIE MAE 1.18%	1.180	07/25/2019	04/25/2019	AA+	Aaa	5,000,000.00	4,996,250.00	1.99	4,979,850.00	2.00	0.32
3136G34F9	FANNIE MAE 1.125%	1.125	08/28/2019		AA+	Aaa	5,000,000.00	4,996,900.00	1.99	4,972,650.00	2.00	0.41
3135G0Q30	FANNIE MAE 1.18%	1.180	09/27/2019		AA+	Aaa	5,000,000.00	4,962,000.00	1.98	4,968,750.00	1.99	0.49
3136G0T68	FANNIE MAE 1.33%	1.330	10/24/2019		AA+	Aaa	5,000,000.00	4,991,700.00	1.99	4,968,100.00	1.99	0.56
3136G2YA9	FANNIE MAE 1.4%	1.400	11/26/2019	05/26/2019	AA+	Aaa	5,000,000.00	4,998,750.00	2.00	4,966,850.00	1.99	0.65
3135G0F73	FANNIE MAE 1.5%	1.500	11/30/2020		AA+	Aaa	5,000,000.00	5,080,350.00	2.03	4,928,745.00	1.98	1.62
Issuer total							35,000,000.00	35,025,950.00	13.98	34,775,145.00	13.95	0.61
Federal Home Loan Banks												
3130ADN32	FEDERAL HOME LOAN	2.125	02/11/2020		AA+	Aaa	5,000,000.00	4,979,650.00	1.99	4,986,030.00	2.00	0.86
3130A3UQ5	FEDERAL HOME LOAN	1.875	12/11/2020		AA+	Aaa	5,000,000.00	4,981,650.00	1.99	4,960,535.00	1.99	1.64
3130ABZQ2	FEDERAL HOME LOAN	1.750	02/08/2021		AA+	Aaa	5,000,000.00	5,000,000.00	2.00	4,944,200.00	1.98	1.82
3130ACLQ5	FEDERAL HOME LOAN	2.000	04/30/2021	04/30/2019	AA+	Aaa	5,000,000.00	5,000,000.00	2.00	4,951,600.00	1.99	1.67
313383ZU8	FEDERAL HOME LOAN	3.000	09/10/2021		AA+	Aaa	5,000,000.00	4,999,000.00	2.00	5,076,645.00	2.04	2.34

GASB 40 - DEPOSIT AND INVESTMENT RISK DISCLOSURE

As of March 31, 2019

Cusip	Description	Coupon	Maturity date	Call date	S&P rating	Moody rating	Par value or shares	Historical cost	% Portfolio hist cost	Market value	% Portfolio mkt value	Effective dur (yrs)
Federal Home Loan Banks												
313380GJ0	FEDERAL HOME LOAN	2.000	09/09/2022		AA+	Aaa	5,000,000.00	4,922,050.00	1.96	4,950,030.00	1.99	3.30
Issuer total							30,000,000.00	29,882,350.00	11.93	29,869,040.00	11.99	1.94
Federal Farm Credit Banks												
3133EFZT7	FEDERAL FARM CREDIT	1.400	02/24/2020		AA+	Aaa	5,000,000.00	5,000,000.00	2.00	4,956,100.00	1.99	0.89
3133EGXX8	FEDERAL FARM CREDIT	1.340	10/13/2020		AA+	Aaa	5,000,000.00	4,988,750.00	1.99	4,923,650.00	1.98	1.48
3133EJXV6	FEDERAL FARM CREDIT	2.700	02/23/2021		AA+	Aaa	5,000,000.00	4,992,450.00	1.99	5,024,400.00	2.02	1.83
3133EJTF6	FEDERAL FARM CREDIT	2.700	07/02/2021		AA+	Aaa	5,000,000.00	4,990,450.00	1.99	5,038,550.00	2.02	2.17
3133EKBV7	FEDERAL FARM CREDIT	2.550	03/01/2022		AA+	Aaa	5,000,000.00	5,001,091.25	2.00	5,033,000.00	2.02	2.79
Issuer total							25,000,000.00	24,972,741.25	9.97	24,975,700.00	10.02	1.83
JP Morgan Securities LLC												
46640QS28	CP J.P. MORGAN	0.000	05/02/2019		A-1	P-1	5,000,000.00	4,905,052.80	1.96	4,988,203.90	2.00	0.09
46640QSU6	CP J.P. MORGAN	0.000	05/28/2019		A-1	P-1	5,000,000.00	4,927,500.00	1.97	4,978,750.00	2.00	0.16
Issuer total							10,000,000.00	9,832,552.80	3.93	9,966,953.90	4.00	0.13
Toyota Motor Credit Corp												
89233HRA4	CP TOYOTA MOTOR	0.000	04/10/2019		A-1+	P-1	5,000,000.00	4,955,150.00	1.98	4,996,013.35	2.00	0.03
Issuer total							5,000,000.00	4,955,150.00	1.98	4,996,013.35	2.00	0.03
Grand total							250,000,000.00	250,490,278.51	100.00	249,204,969.75	100.00	1.29

SECURITIES PURCHASED

For the period March 1, 2019 - March 31, 2019

Cusip / Description / Broker	Trade date Settle date	Coupon	Maturity/ Call date	Par value or shares	Unit cost	Principal cost	Accrued interest purchased
Government Agencies							
313380GJ0	03/14/2019	2.000	09/09/2022	5,000,000.00	98.44	(4,922,050.00)	(2,500.00)
FEDERAL HOME LOAN BANK 2% 09SEP2022 #0000	03/18/2019						
JEFFERIES LLC.							
Total Government Agencies				5,000,000.00		(4,922,050.00)	(2,500.00)
Grand total				5,000,000.00		(4,922,050.00)	(2,500.00)

SECURITIES SOLD AND MATURED

For the period March 1, 2019 - March 31, 2019

Cusip/ Description/ Broker	Trade date Settle date	Coupon	Maturity/ Call date	Par value or shares	Historical cost	Amortized cost at sale or maturity /Accr (amort)	Price	Fair value at sale or maturity / Chg.in fair value	Realized gain (loss)	Accrued interest sold	Interest received	Interest earned
Government Agencies												
3133EDVK5	03/18/2019	1.750		(5,000,000.00)	5,024,600.00	5,000,000.00	0.00	5,000,000.00	0.00	0.00	43,750.00	4,861.11
FFCB 1.75% 03-18-2019	03/18/2019					(287.35)		1,600.00				
Total (Government Agencies)				(5,000,000.00)	5,024,600.00	5,000,000.00		5,000,000.00	0.00	0.00	43,750.00	4,861.11
Grand total				(5,000,000.00)	5,024,600.00	5,000,000.00		5,000,000.00	0.00	0.00	43,750.00	4,861.11
						(287.35)		1,600.00				

TRANSACTION REPORT

For the period March 1, 2019 - March 31, 2019

Trade date Settle date	Cusip	Transaction	Sec type	Description	Maturity	Par value or shares	Realized gain(loss)	Principal	Interest	Transaction total
03/10/2019 03/10/2019	313383ZU8	Income	Government Agencies	FEDERAL HOME LOAN BANK 3%	09/10/2021	5,000,000.00	0.00	0.00	75,000.00	75,000.00
03/14/2019 03/18/2019	313380GJ0	Bought	Government Agencies	FEDERAL HOME LOAN BANK 2%	09/09/2022	5,000,000.00	0.00	(4,922,050.00)	(2,500.00)	(4,924,550.00)
03/18/2019 03/18/2019	3133EDVK5	Income	Government Agencies	FFCB 1.75% 03-18-2019	03/18/2019	5,000,000.00	0.00	0.00	43,750.00	43,750.00
03/18/2019 03/18/2019	3133EDVK5	Capital Change	Government Agencies	FFCB 1.75% 03-18-2019	03/18/2019	(5,000,000.00)	0.00	5,000,000.00	0.00	5,000,000.00
03/25/2019 03/25/2019	3134G3K90	Income	Government Agencies	FREDDIE MAC 1.7% 25SEP2020	09/25/2020	5,000,000.00	0.00	0.00	42,500.00	42,500.00
03/27/2019 03/27/2019	3135G0Q30	Income	Government Agencies	FANNIE MAE 1.18% 27SEP2019	09/27/2019	5,000,000.00	0.00	0.00	29,500.00	29,500.00
03/29/2019 03/29/2019	3134GBG48	Income	Government Agencies	FREDDIE MAC 1.75%	03/29/2021	5,000,000.00	0.00	0.00	43,750.00	43,750.00

ADDITIONAL INFORMATION

As of March 31, 2019

Past performance is not a guide to future performance. The value of investments and any income from them will fluctuate and is not guaranteed (this may partly be due to exchange rate changes) and investors may not get back the amount invested. Transactions in foreign securities may be executed and settled in local markets. Performance comparisons will be affected by changes in interest rates. Investment returns fluctuate due to changes in market conditions. Investment involves risk, including the possible loss of principal. No assurance can be given that the performance objectives of a given strategy will be achieved. The information contained herein is for your reference only and is being provided in response to your specific request and has been obtained from sources believed to be reliable; however, no representation is made regarding its accuracy or completeness. This document must not be used for the purpose of an offer or solicitation in any jurisdiction or in any circumstances in which such offer or solicitation is unlawful or otherwise not permitted. This document should not be duplicated, amended, or forwarded to a third party without consent from Insight. This is a marketing document intended for professional clients only and should not be made available to or relied upon by retail clients.

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INA is an investment adviser registered with the Securities and Exchange Commission (SEC), under the Investment Advisers Act of 1940, as amended. Registration with the SEC does not imply a certain level of skill or training. You may request, without charge, additional information about Insight. Moreover, specific information relating to Insights strategies, including investment advisory fees, may be obtained from INA's Form ADV Part 2A, which is available without charge upon request.

Where indicated, performance numbers used in the analysis are gross returns. The performance reflects the reinvestment of all dividends and income. INA charges management fees on all portfolios managed and these fees will reduce the returns on the portfolios. For example, assume that \$30 million is invested in an account with INA, and this account achieves a 5.0% annual return compounded monthly, gross of fees, for a period of five years. At the end of five years that account would have grown to \$38,500,760 before the deduction of management fees. Assuming management fees of 0.25% per year are deducted monthly from the account, the value at the end of the five year period would be \$38,022,447. Actual fees for new accounts are dependent on size and subject to negotiation. INA's investment advisory fees are discussed in Part 2A of its Form ADV.

Unless otherwise stated, the source of information is Insight. Any forecasts or opinions are Insights own at the date of this document (or as otherwise specified) and may change. Material in this publication is for general information only and is not advice, investment advice, or the recommendation of any purchase or sale of any security. Insight makes no implied or expressed recommendations concerning the manner in which an account should or would be handled, as appropriate investment strategies depend upon specific investment guidelines and objectives and should not be construed to be an assurance that any particular security in a strategy will remain in any fund, account, or strategy, or that a previously held security will not be repurchased. It should not be assumed that any of the security transactions or holdings referenced herein have been or will prove to be profitable or that future investment decisions will be profitable or will equal or exceed the past investment performance of the securities listed.

For trading activity the Clearing broker will be reflected. In certain cases the Clearing broker will differ from the Executing broker.

In calculating ratings distributions and weighted average portfolio quality, Insight assigns U.S Treasury and U.S agency securities a quality rating based on the methodology used within the respective benchmark index. When Moodys, S&P and Fitch rate a security, Bank of America and Merrill Lynch indexes assign a simple weighted average statistic while Barclays indexes assign the median statistic. Insight assigns all other securities the lower of Moodys and S&P ratings.

Information about the indices shown here is provided to allow for comparison of the performance of the strategy to that of certain well-known and widely recognized indices. There is no representation that such index is an appropriate benchmark for such comparison. You cannot invest directly in an index and the indices represented do not take into account trading commissions and/or other brokerage or custodial costs. The volatility of the indices may be materially different from that of the strategy. In addition, the strategys holdings may differ substantially from the securities that comprise the indices shown.

The BofA Merrill Lynch 3 Mo US T-Bill index is an unmanaged market index of U.S. Treasury securities maturing in 90 days that assumes reinvestment of all income.

The BofA Merrill Lynch 6 Mo US T-Bill index measures the performance of Treasury bills with time to maturity of less than 6 months.

The BofA Merrill Lynch Current 1-Year US Treasury Index is a one-security index comprised of the most recently issued 1-year US Treasury note. The index is rebalanced monthly. In order to qualify for inclusion, a 1-year note must be auctioned on or before the third business day before the last business day of the month.

The BofA Merrill Lynch Current 3-Year US Treasury Index is a one-security index comprised of the most recently issued 3-year US Treasury note. The index is rebalanced monthly. In order to qualify for inclusion, a 3-year note must be auctioned on or before the third business day before the last business day of the month.

The BofA Merrill Lynch Current 5-Year US Treasury Index is a one-security index comprised of the most recently issued 5-year US Treasury note. The index is rebalanced monthly. In order to qualify for inclusion, a 5-year note must be auctioned on or before the third business day before the last business day of the month.

The BofA Merrill Lynch 1-3 US Year Treasury Index is an unmanaged index that tracks the performance of the direct sovereign debt of the U.S. Government having a maturity of at least one year and less than three years.

The BofA Merrill Lynch 1-5 US Year Treasury Index is an unmanaged index that tracks the performance of the direct sovereign debt of the U.S. Government having a maturity of at least one year and less than five years.

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ADDITIONAL INFORMATION

As of March 31, 2019

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