

# Children's Services Council of Broward County Finance Committee Meeting

August 9, 2022 @ 8:00am  
*Virtual Zoom Webinar*

## Agenda

- |      |                               |                 |                                       |
|------|-------------------------------|-----------------|---------------------------------------|
| I.   | Welcome/Call To Order         |                 | Dr. Paula Thaqi, Committee Chair      |
| II.  | Approve Joint Finance Minutes | <b>(Tab 29)</b> |                                       |
| III. | Investment Quarterly Report   | <b>(Tab 30)</b> | PFM Representatives                   |
| IV.  | Millage Rate Discussion       | <b>(Tab 31)</b> | Cindy Arenberg Seltzer, President/CEO |
| V.   | Public & Members' Comments    |                 | Dr. Paula Thaqi, Committee Chair      |
| VI.  | Adjourn                       |                 |                                       |

**TAB 29**

**DRAFT**

**CHILDREN'S SERVICES COUNCIL OF BROWARD COUNTY**

**Joint Finance/Program Planning Committee Meeting**

**Virtual Zoom Meeting  
June 6, 2022 @ 3:30 p.m.  
Minutes**

**CSC Members in Attendance:**

Governor Appointee Cathy Donnelly (PPC Chair); Governor Appointee David H. Kenton; DCF Community Development Administrator Dawn Liberta; Health Department Director Paula Thaqi, M.D. (Finance Committee Chair); Governor Appointee Jeffrey S. Wood

**Staff in Attendance:**

Cindy Arenberg Seltzer, President/CEO; Monti Larsen, COO; Maria Juarez, CPO; Sharetta Remikie, CECEO; Sue Gallagher, CIO; Kathleen Campbell; Amy Jacques; Maddy Jones; Andria Dewson; Lisa Bayne

**Guests in Attendance:** Rebecca McGuire (Human Services Administrator, Homeless Initiative Partnership, Broward County), Steve Werthman (COO, HOPE South Florida), Natalie Eccleston (HOPE South Florida), Gisselle Williams (Vice President, Housing & Case Management, HOPE South Florida), Richard Pengelly (PFM Asset Management)

**Agenda:**

**I. Call to Order**

Ms. Donnelly called the meeting to order at 3:34 p.m.

**II. Finance and Program Planning Committee Minutes**

**ACTION: Ms. Liberta made a motion to approve the Program Planning Committee (January 10, 2022) and Finance Committee (March 7, 2022) meeting minutes as presented. The motion was seconded by Dr. Thaqi and passed with no opposing votes.**

**III. HOPE South Florida Leverage Request**

Ms. Maria Juarez, Chief Program Officer, highlighted the proposal to add four additional positions at HOPE South Florida to ensure homeless families can be expeditiously connected to housing options. She explained that the goal is to improve coordination and access to services for homeless families with children

## **DRAFT**

and to address the current waitlist of 397 families and then to be able to serve families as needed. The contract leverages the County's funding with CSC funded services beginning October 1, 2022. CSC will fund four staff and Broward County will fund two, for a total of six staff assisting homeless families.

Ms. Rebecca McGuire (Broward County) spoke in favor of the proposal, explained that the homeless population has changed significantly – with a dramatic increase in homeless families with children. She went on to explain efforts to build a street outreach process and the potential for this program to make a significant difference to building a continuum of care for families with children.

**ACTION: Ms. Liberta made a motion to recommend to the full Council approval of the Hope South Florida leverage request for the Family Outreach Team, as presented. The motion was seconded by Dr. Thaqi and passed with no opposing votes.**

#### **IV. Investment Monthly Statements**

Ms. Larsen introduced Mr. Richard Pengelly, Managing Director for PFM Asset Management, to explain the monthly financial statements for the Council's newly established Managed Investment Fund, which consists of longer-term securities for the core investments. PFM Asset Management advises the custodial bank, US Bank, on how to invest the proceeds. Mr. Pengelly highlighted the notable items in which Council Members could gauge the monthly statement activity. He mentioned that by May, three-quarters of the fund was invested in government securities, mostly Treasury securities. He shared that the average yield in May was 2.57%, noting that the yield will change over time as investments are balanced. Mr. Pengelly reminded the Committee that each quarter, PFM Asset Management will present to the Finance Committee a Fund Performance report that is tied to major financial benchmarks. Ms. Larsen asked the Finance Committee if it would be acceptable to only present the summaries of the two monthly statements to the full Council each month since they are so voluminous, with the caveat that the full statements would be available to any Council Member or member of the Public upon request, and the Committee agreed.

#### **V. Revenue Update**

Ms. Arenberg Seltzer announced that the preliminary property values were released and indicated an 8.9% increase in property values from the prior year. She noted that while the final property values are not released until July 1<sup>st</sup>, the preliminary numbers usually do not differ significantly from the final values. She noted that with the significant increase in this year's property values, it allowed for the tentative roll-back rate to substantially decrease to 0.4343. That would

## **DRAFT**

give the Council room to increase the millage rate in future years when the property values begin to dip. She presented different millage rate scenarios using varying values over the next few years to demonstrate how the Council will be able to maintain service levels through the careful use of increases in millage and the use of Fund Balance.

### **VI. Fund Balance**

Ms. Arenberg Seltzer walked the Committee through several visual graphs depicting the growth and use of Fund Balance over the years. These graphs highlight the allocation of Fund Balance and how the Council uses it to increase the budget without increasing the millage rate. She explained that although using one-time funds for ongoing programs could be an issue, the graphs illustrate that while the amount of fund balance allocated for the budget has grown significantly over the past few years, actual expenditures and additional revenue have resulted in a significant portion of the budgeted fund balance remaining unspent and therefore still available for future years.

As requested during the May Budget Retreat, Ms. Arenberg Seltzer outlined the proposed revision to CSC's Fund Balance Policy to increase the minimum fund balance allocation from 10% of the annual operating budget to 17%. She explained that the Governmental Accounting Standards Board (GASB) recognizes setting aside two months of the annual budget as a Best Practice model for governments.

**ACTION: Ms. Donnelly made a motion to recommend to the full Council approval of the revised Fund Balance Policy, as presented. The motion was seconded by Ms. Liberta and passed with no opposing votes.**

### **VII. Budget Retreat Follow-Up**

Ms. Arenberg Seltzer drew Members' attention to the detailed Budget Retreat follow-up paper in their meeting packet, explaining that everything raised by Council Members at the May Retreat can be accommodated within the approved tentative budget. She highlighted a few of the items including the building reserve. She suggested that this allocation be revisited at year-end once the ending Fund Balance is determined. The Committee agreed and expressed appreciation for the detailed answers and information and agreed with how staff planned to proceed.

Mr. Wood departed meeting.

### **VIII. Draft Tentative FY 22/23 Budget**

## **DRAFT**

Ms. Arenberg Seltzer presented the total FY 22/23 Budget, which incorporates the Program Support and Administrative budget. She noted that this includes six new positions to manage the increased workload, a 5% staff COLA as well as an increase for health insurance.

**ACTION:** Ms. Liberta made a motion to recommend to the full Council approval of the Draft Tentative FY 22/23 Budget, approval of the Tentative Millage Rate, as well as authorization to the staff to adjust the budget based upon the Property Appraiser's final report and to submit the necessary forms to the appropriate officials, all as presented. The motion was seconded by Dr. Kenton and passed with no opposing votes.

### **IX. Public & Members' Comments**

There were none.

### **X. Adjourn**

**ACTION:** The meeting was adjourned at 4:48 p.m. with a motion from Ms. Liberta.





# CHILDREN'S SERVICES COUNCIL OF BROWARD COUNTY

## Investment Performance Review For the Quarter Ended June 30, 2022

### Client Management Team

Scott Sweeten, BCM, CFS, Sr. Managing Consultant  
Ed Polansky, Key Account Manager  
Richard Pengelly, CFA, CIMA, CTP, Managing Director

### PFM Asset Management LLC

225 E. Robinson Street  
Orlando, FL 32801  
407-406-5754

213 Market Street  
Harrisburg, PA 17101-2141  
717-232-2723

**NOT FDIC INSURED : NO BANK GUARANTEE : MAY LOSE VALUE**

*For Institutional Investor or Investment Professional Use Only - This material is not for inspection by, distribution to, or quotation to the general public*



---

# Agenda

- Market Update
- Portfolio Review

---

# Market Update

## Current Market Themes



- ▶ The U.S. economy is characterized by:
  - ▶ High inflation
  - ▶ A strong labor market
  - ▶ Depressed consumer confidence
  - ▶ Growing potential for economic recession



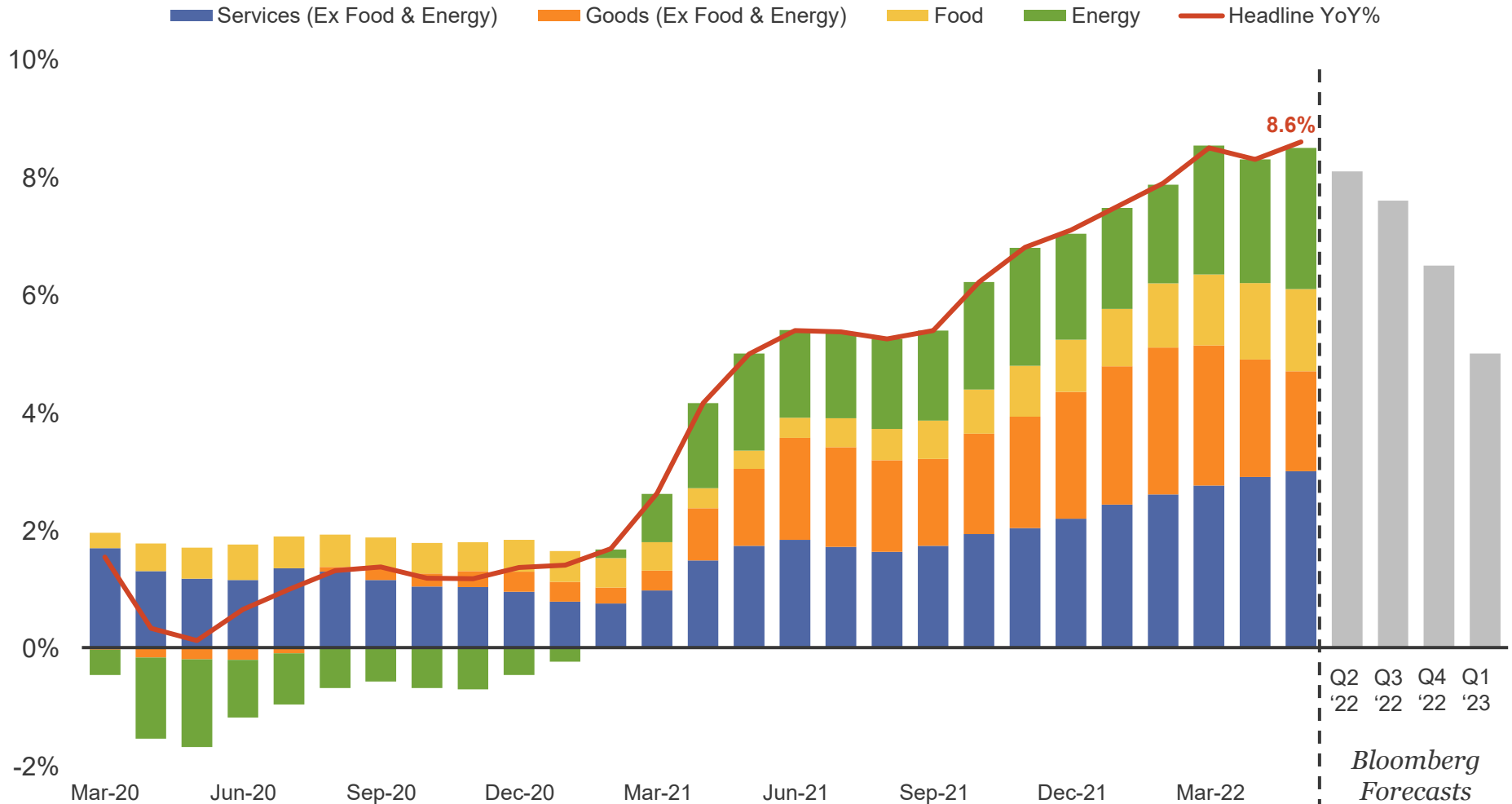
- ▶ The Federal Reserve is tightening monetary policy
  - ▶ More aggressive rate hikes to battle persistent inflation
  - ▶ Short-term fed funds rate projected to reach 3.25% to 3.75% by year-end
  - ▶ Start of balance sheet reduction; pace to double beginning in September



- ▶ Asset prices have fallen sharply in 2022 as a result of:
  - ▶ The impact of higher rates on bond prices and equity valuations
  - ▶ Wider credit spreads
  - ▶ High commodity prices, rising labor costs, and the continuing conflict in Ukraine
  - ▶ High levels of volatility and uncertainty

## U.S. Inflation Hit a New Four-Decade High in May

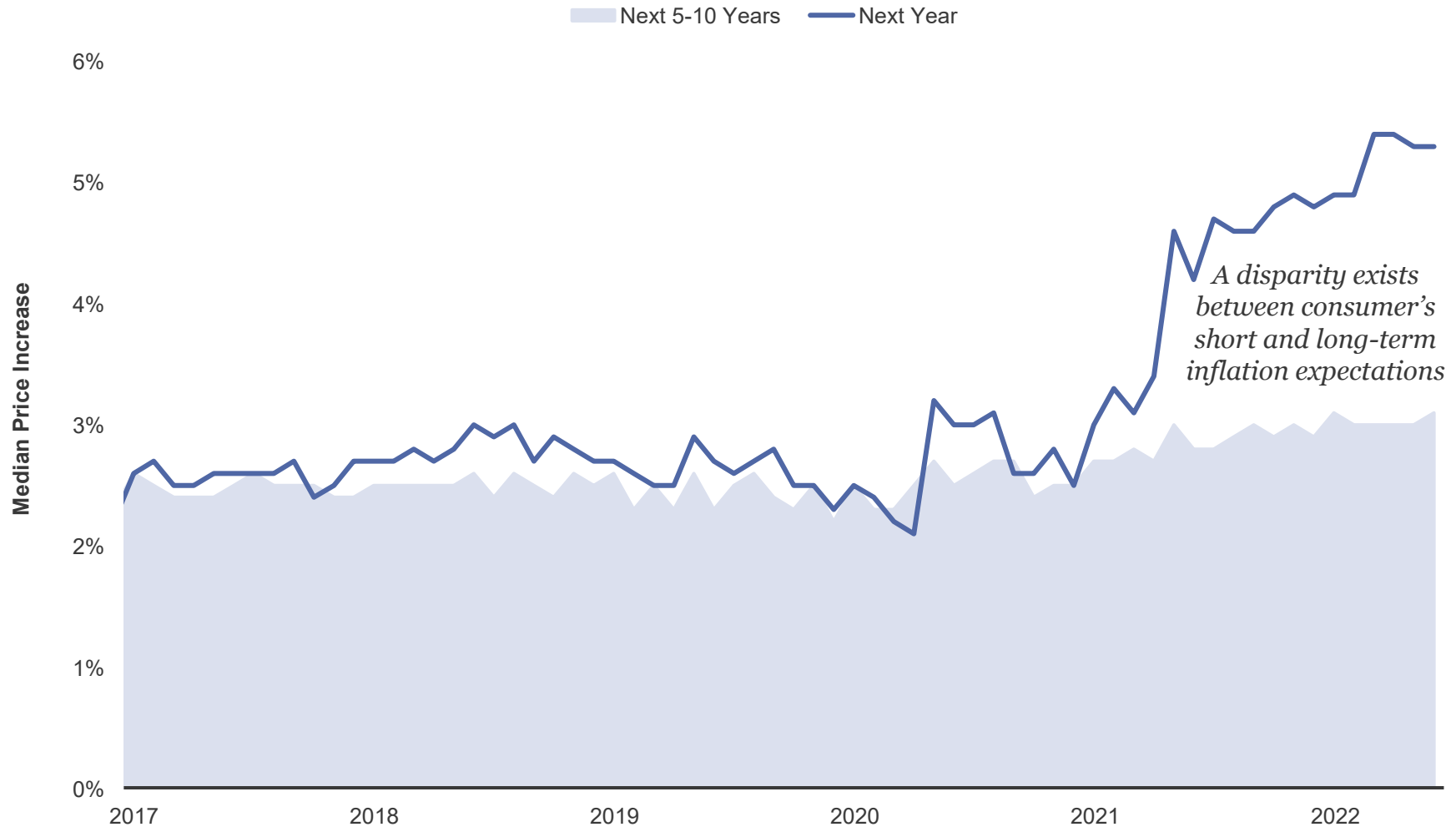
### Consumer Prices (CPI) Top-Line Contributions and Year-over-Year Reading



Source: Bloomberg, as of May 2022.

## Consumers Expect High Inflation in the Near Term, But Moderation Longer Term

### University of Michigan Survey of Consumers Expected Change in Prices

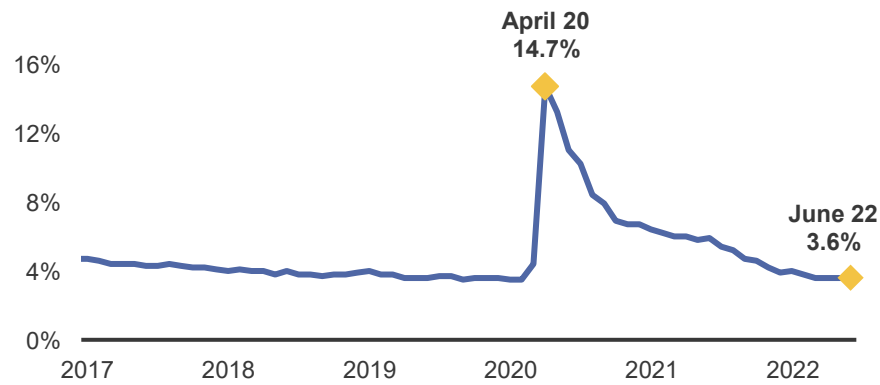


Source: Bloomberg, as of June 2022.

## Strong Labor Market and Spending Provide Momentum Against Signs of Economic Slowing

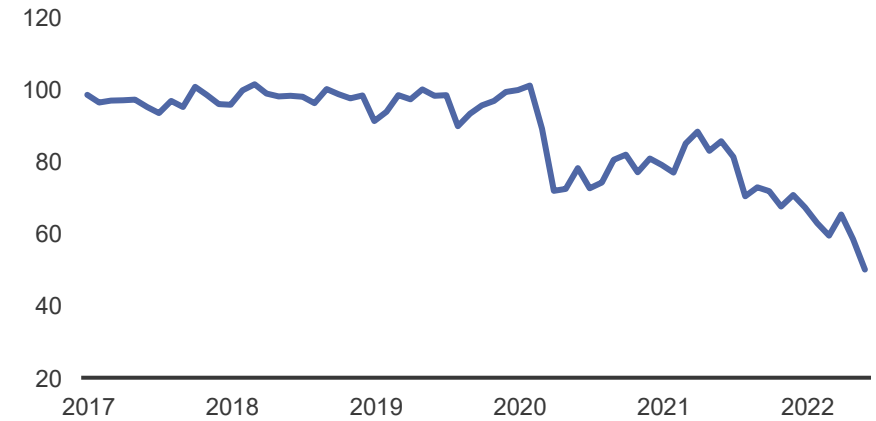
### Tailwinds

U.S. Unemployment Rate

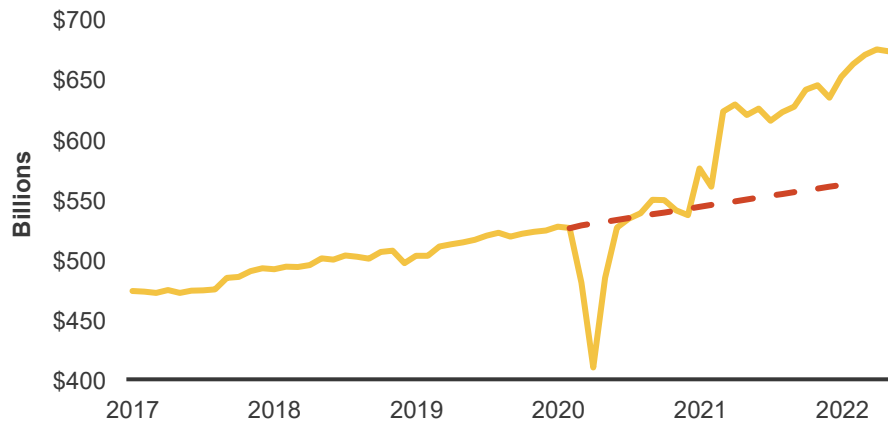


### Headwinds

Index of Consumer Sentiment



Retail Sales (Monthly)



Existing Home Sales



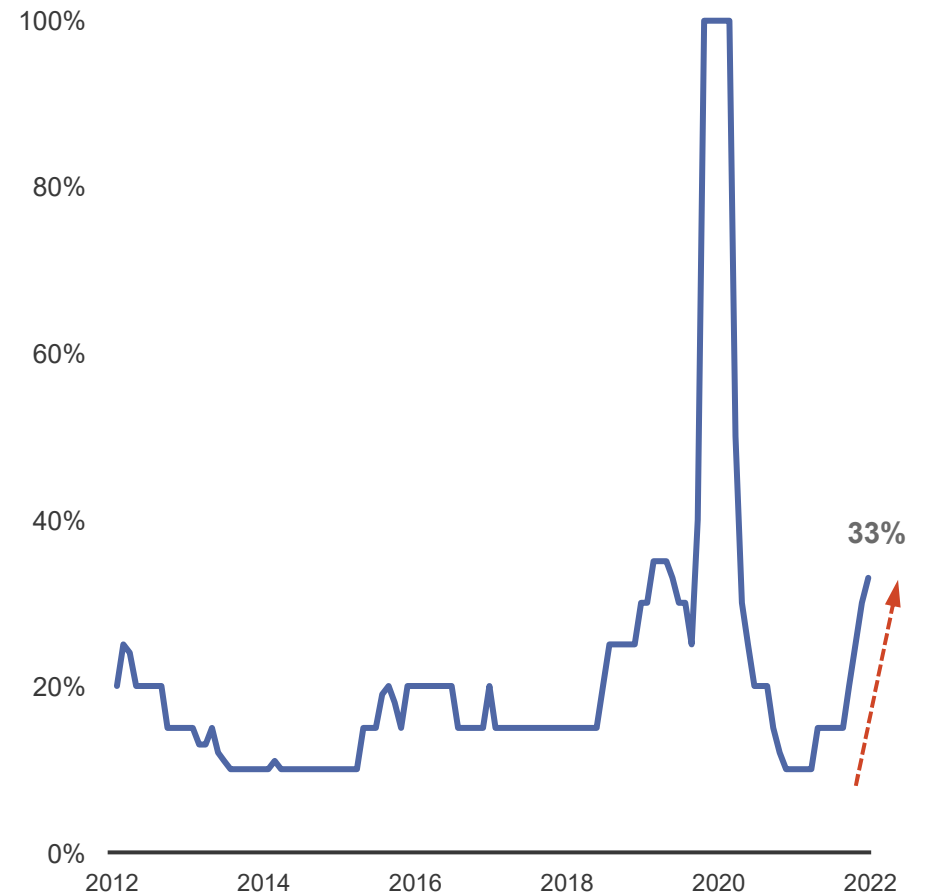
Source: Bloomberg, as of June 2022.

## Uncertainty Grows Around Economic Outlook

### GDP Contributors

	Q2 2021	Q3 2021	Q4 2021	Q1 2022
<b>U.S. Real GDP</b>	<b>6.7%</b>	<b>2.3%</b>	<b>6.9%</b>	<b>-1.6%</b>
<i>Personal Consumption</i>	7.9%	1.4%	1.8%	1.2%
<i>Fixed Investment</i>	0.6%	-0.2%	0.5%	1.3%
<i>Private Inventories</i>	-1.3%	2.2%	5.3%	-0.4%
<i>Net Exports</i>	-0.2%	-1.3%	-0.2%	-3.2%
<i>Gov't Expenditures</i>	-0.3%	0.2%	-0.5%	-0.5%

### U.S. 1-Year Recession Probability (Bloomberg Median Economist Forecast)

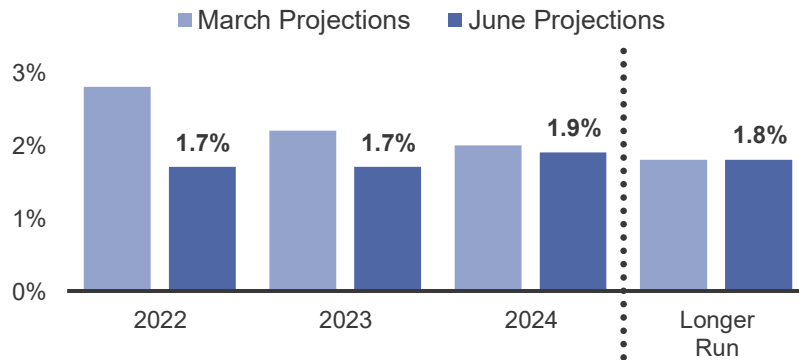


*Following a negative Q1 reading, economists expect positive yet decelerating growth amid an increasingly cautious consumer*

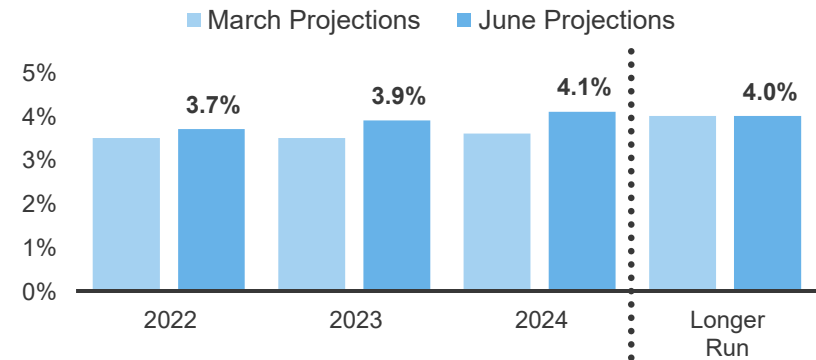
Source: Bloomberg, as of June 2022.

## Fed's Updated Projections Show More Expected Inflation, Lower Growth

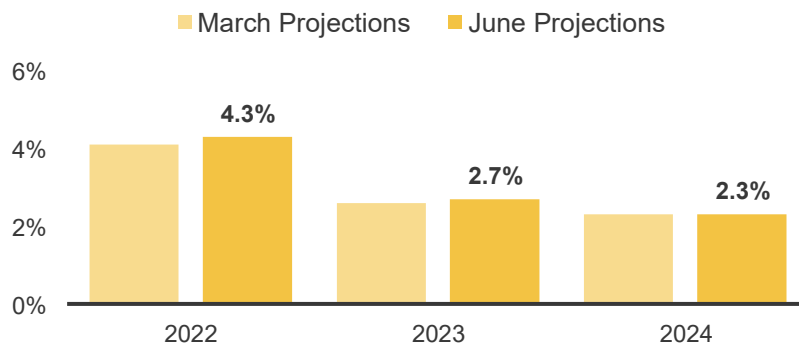
### Change in Real GDP



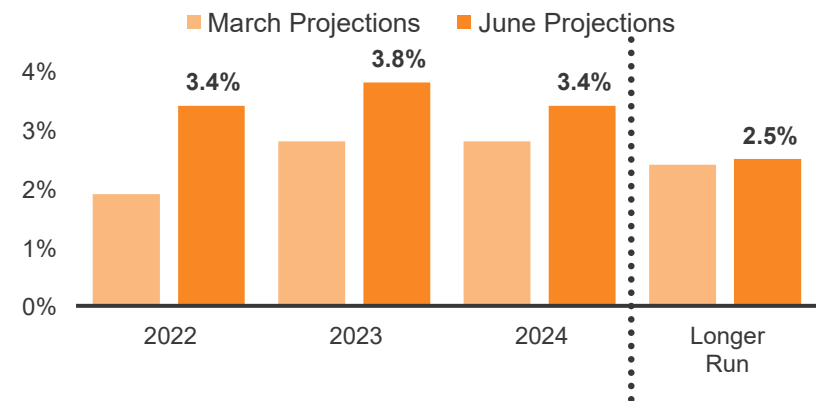
### Unemployment Rate



### Core PCE Inflation



### Federal Funds Rate

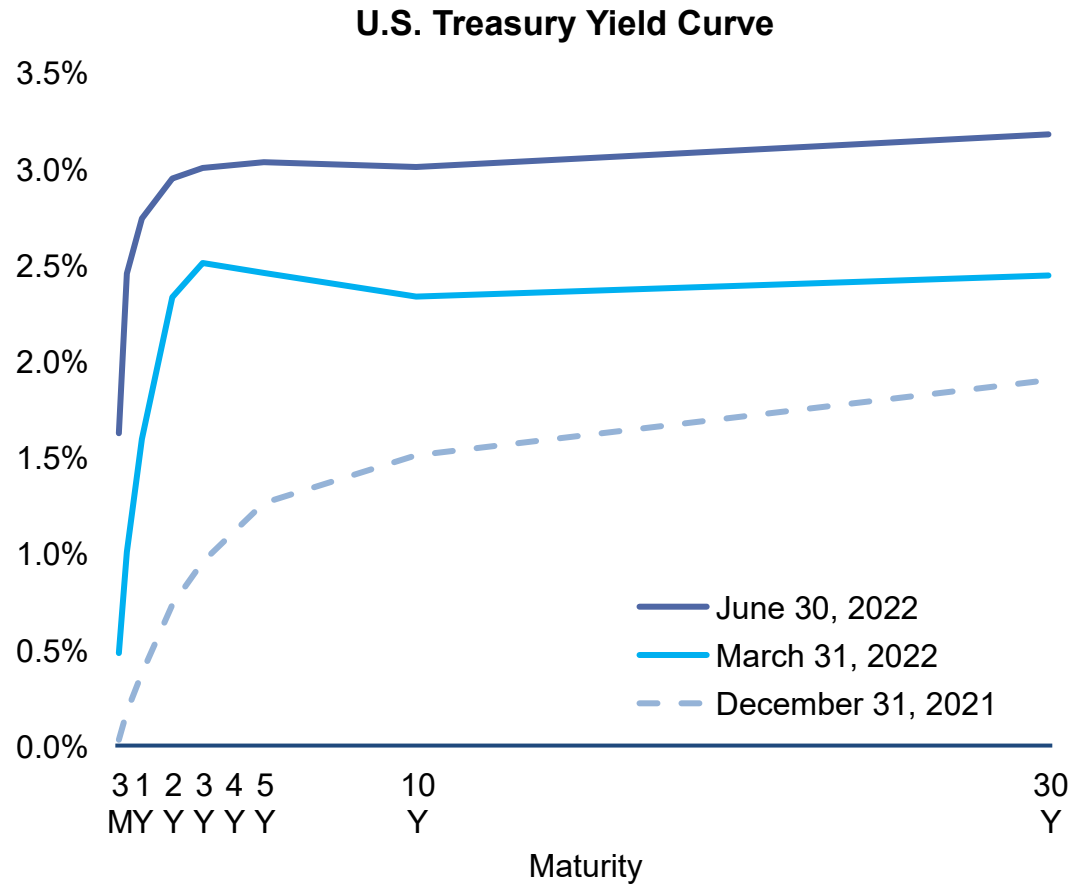


Source: Federal Reserve, latest economic projections as of June 2022.



### Treasury Yields Move Higher Across the Curve; Curve Remains Flat Beyond 2-Years

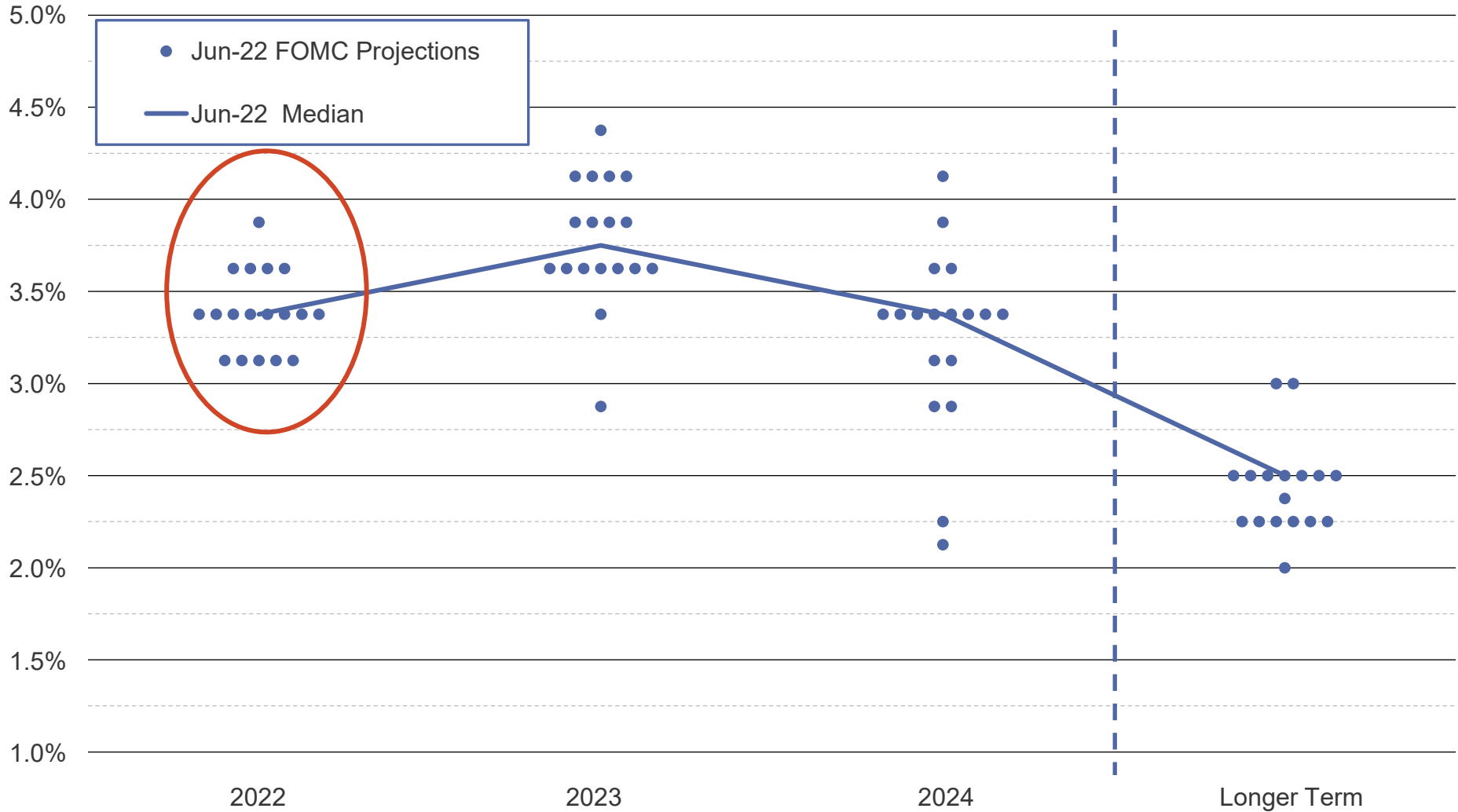
	2Q2022 6/30/22	1Q2022 3/31/22	QoQ Change
3-month	1.63%	0.48%	+1.15%
1-year	2.74%	1.60%	+1.14%
2-year	2.95%	2.33%	+0.62%
3-year	3.01%	2.51%	+0.50%
5-year	3.04%	2.46%	+0.58%
10-year	3.01%	2.34%	+0.67%
30-year	3.18%	2.45%	+0.73%



Source: Bloomberg, as of 6/30/2022.

## Federal Reserve Officials Project 1.75% More in Rate Hikes in 2022

### Fed Participants' Assessments of 'Appropriate' Monetary Policy

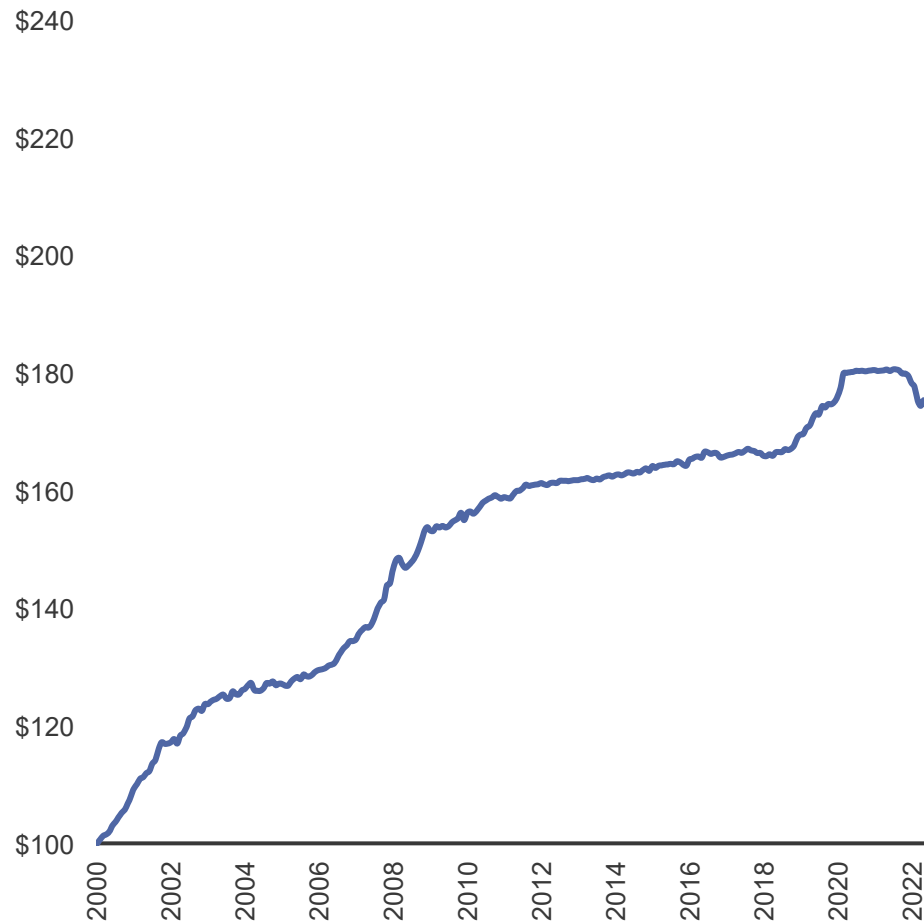


Source: Federal Reserve and Bloomberg. Individual dots represent each Fed members' judgement of the midpoint of the appropriate target range for the federal funds rate at each year-end.

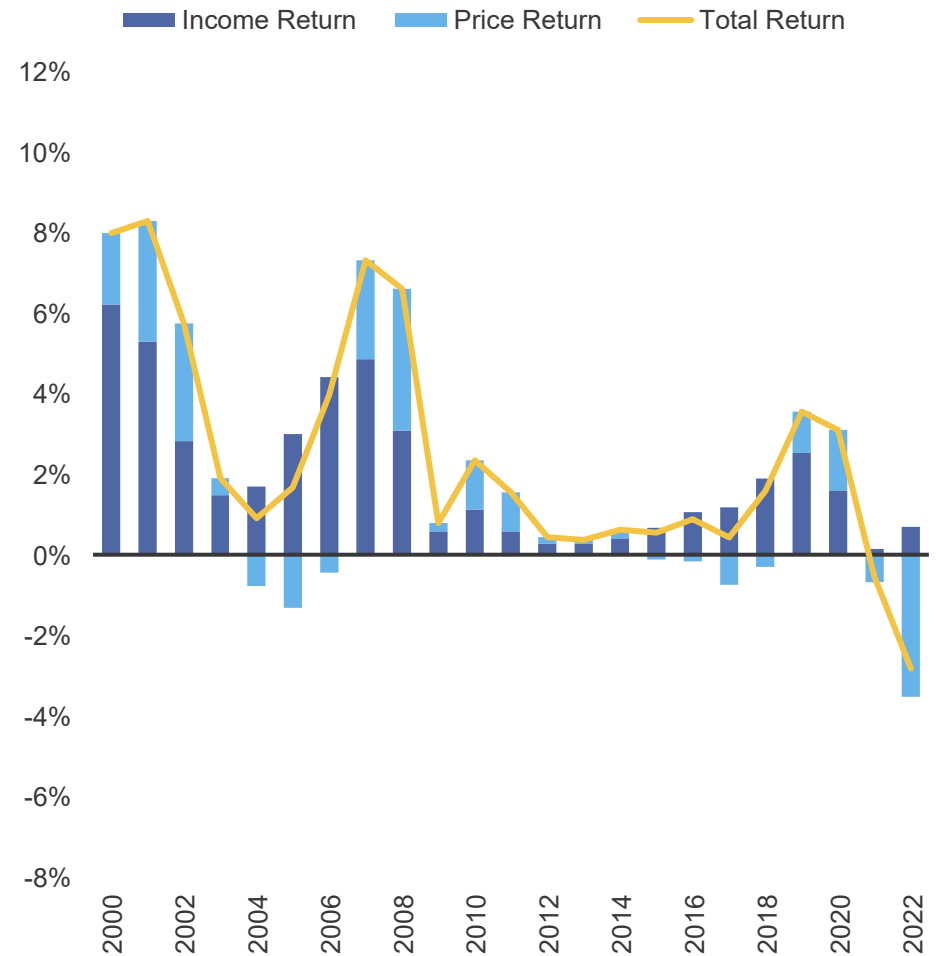
## Surging Yields Give Back Pandemic Gains

### ICE BofA 1-3 Year Treasury Index

**Growth of \$100**  
(1/1/2000 - 6/30/2022)



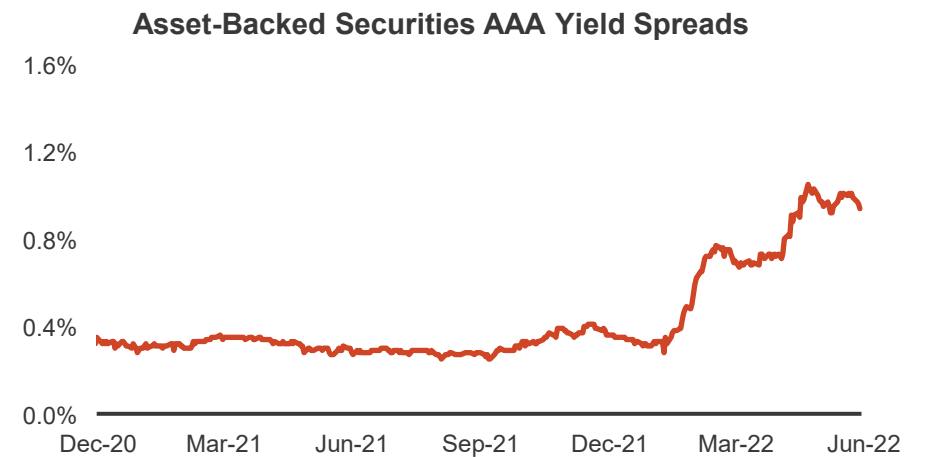
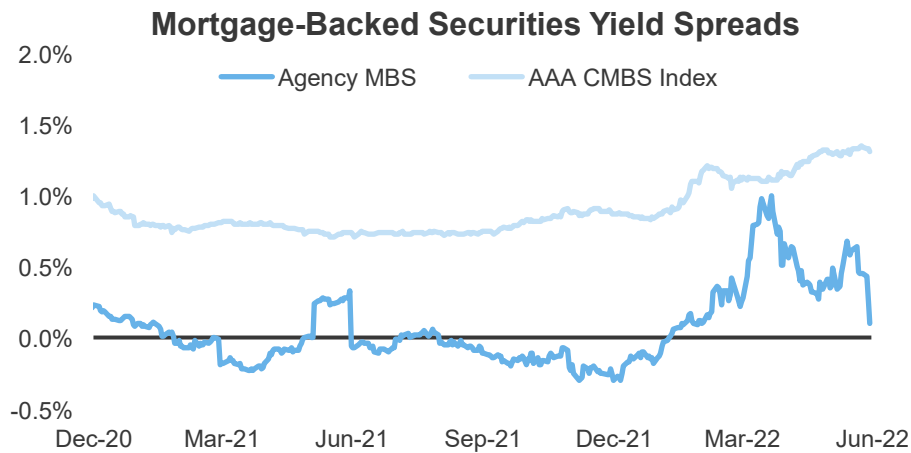
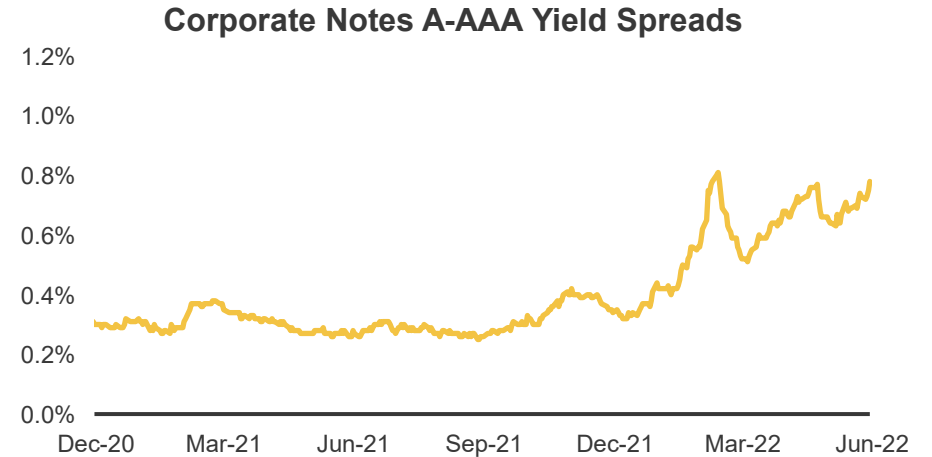
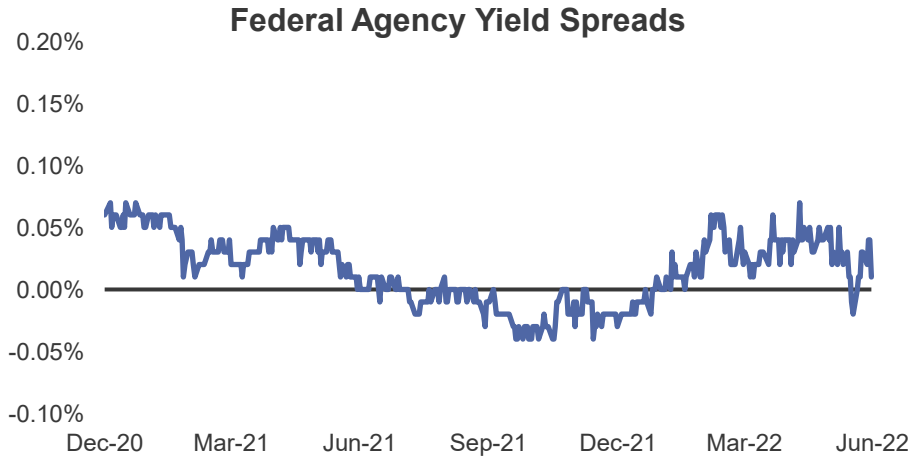
**Annual Price & Income Returns**



Source: ICE BofAML Indices via Bloomberg, as of 6/30/2022; PFMAM calculations. 2022 Price, income, and total return is YTD as of 6/30/2022.

## Sector Yield Spreads Widened in Q2 2022

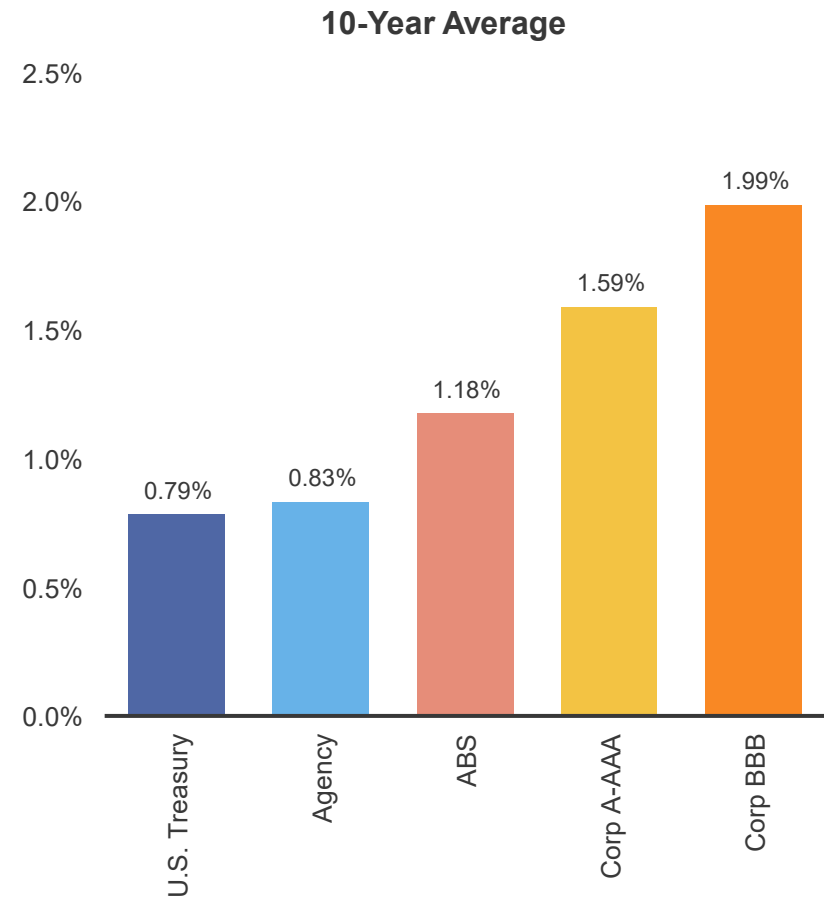
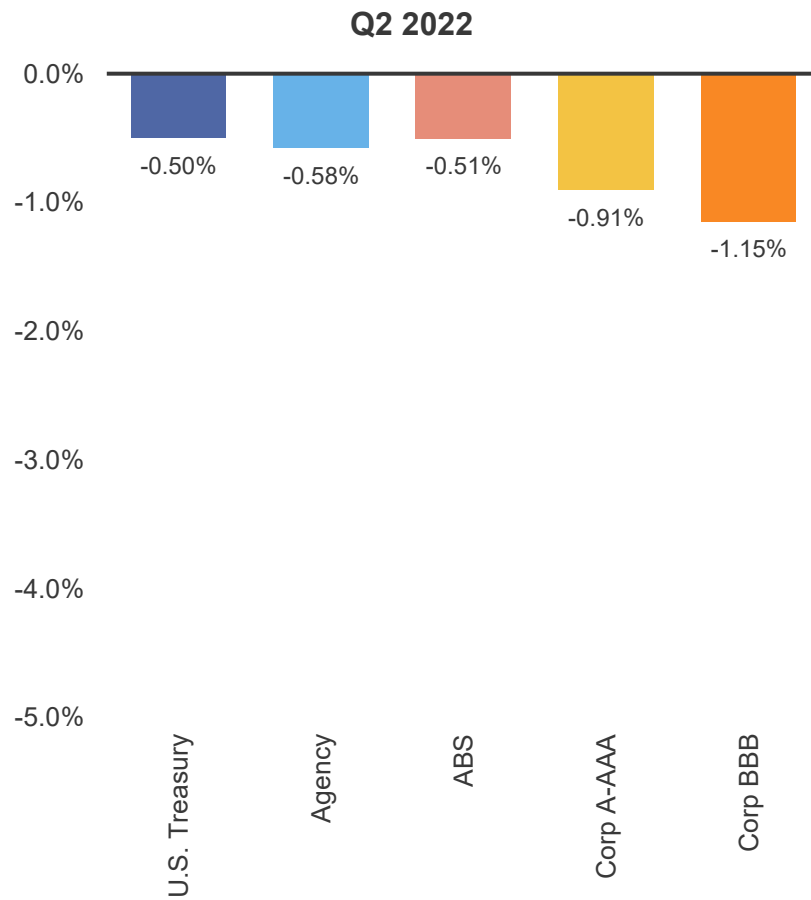
### 1-3 Year Indices



Source: ICE BofAML 1-3 year Indices via Bloomberg, MarketAxess and PFMAM as of 6/30/2022. Spreads on ABS and MBS are option-adjusted spreads of 0-3 year indices based on weighted average life; spreads on agencies are relative to comparable maturity Treasuries. CMBS is Commercial Mortgage-Backed Securities.

## Rising Rates and Wider Spreads Hurt Fixed-Income Returns in Q2 2022

### 1-3 Year Indices



Source: ICE BofAML Indices. ABS indices are 0-3 year, based on weighted average life. As of 6/30/2022.

## Fixed-Income Sector Commentary — 2Q 2022

- ▶ **U.S. Treasury** securities posted negative returns for more than two quarters. Yields continued to move higher on surging inflation data and expectations for aggressive Fed rate hikes over the course of 2022.
- ▶ The **Federal Agency** sector generated modest incremental returns over Treasuries in Q2 but continue to offer narrow yield spreads and limited value.
- ▶ **Supranational** spreads are elevated for shorter maturities but remained historically tight further out the curve. Issuance has been relatively light year-to-date which has helped keep downward pressure on yield spreads.
- ▶ Investment grade **Corporates** appear to have priced in a recession on the horizon, however, fundamentals and ratings are expected to stabilize while also carrying a low default rate. Yield spreads have been driven wider to historically attractive levels as uncertainties persist.
- ▶ **Asset-Backed** yield spreads widened after a volatile start to the year. Some measures of collateral performance are trending worse, but overall are in a good position from a historical perspective and remain within rating agency expectations.
- ▶ **Mortgage-Backed Securities** were hampered by soaring mortgage rates and the looming reduction to the Fed's balance sheet. The sector will likely remain under pressure for the foreseeable future as it faces a myriad of headwinds.
- ▶ **Taxable Municipals** were one of the few investment grade sectors that performed well during the quarter. But while issuance has slowed despite appearing at attractive levels, deals remain heavily oversubscribed, pressuring spreads lower.
- ▶ **Commercial Paper and CD** spreads remain elevated and attractive, particularly on maturities near nine months which have heightened value and a steeper curve.

### Fixed-Income Sector Outlook – 3Q 2022

Sector	Our Investment Preferences
<b>COMMERCIAL PAPER / CD</b>	
<b>TREASURIES</b>	
<b>T-Bill</b>	
<b>T-Note</b>	
<b>FEDERAL AGENCIES</b>	
<b>Bullets</b>	
<b>Callables</b>	
<b>SUPRANATIONALS</b>	
<b>CORPORATES</b>	
<b>Financials</b>	
<b>Industrials</b>	
<b>SECURITIZED</b>	
<b>Asset-Backed</b>	
<b>Agency Mortgage-Backed</b>	
<b>Agency CMBS</b>	
<b>MUNICIPALS</b>	



---

Portfolio Review:  
CSC BROWARD COUNTY CORE PORTFOLIO

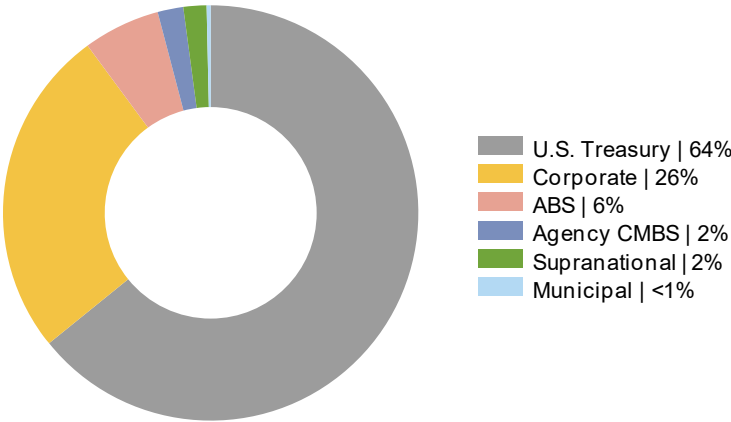


## Portfolio Snapshot - CSC BROWARD COUNTY CORE PORTFOLIO<sup>1</sup>

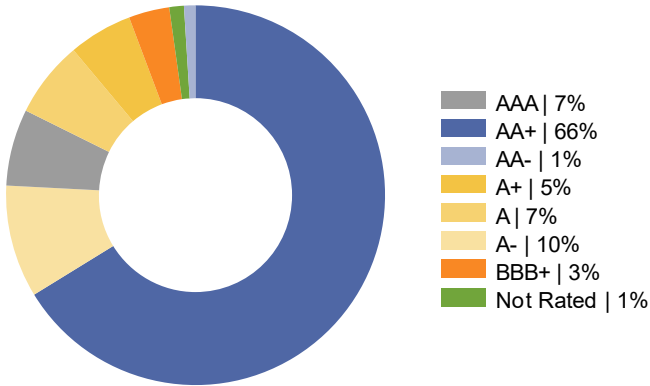
### Portfolio Statistics

<b>Total Market Value</b>	\$24,877,955.20
<i>Securities Sub-Total</i>	\$24,710,807.95
<i>Accrued Interest</i>	\$96,490.84
<i>Cash</i>	\$70,656.41
<b>Portfolio Effective Duration</b>	1.80 years
<b>Benchmark Effective Duration</b>	1.78 years
<b>Yield At Cost</b>	2.58%
<b>Yield At Market</b>	3.19%
<b>Portfolio Credit Quality</b>	AA

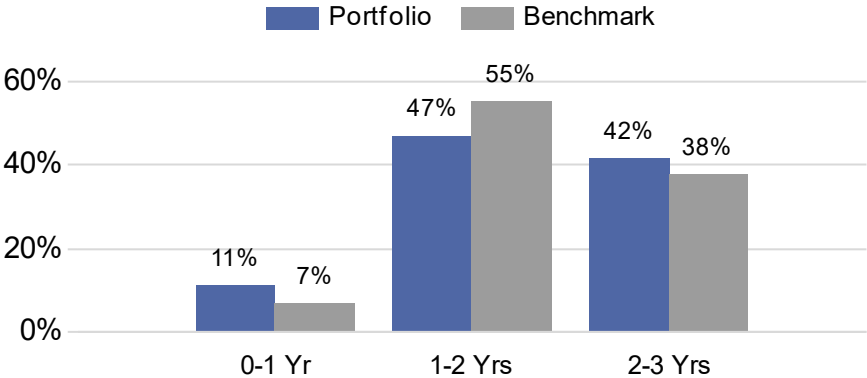
### Sector Allocation



### Credit Quality - S&P



### Duration Distribution



1. Yield and duration calculations exclude cash and cash equivalents. Sector allocation includes market values and accrued interests. The portfolio's benchmark is the ICE BofAML 1-3 Year U.S. Treasury Index. Source: Bloomberg. An average of each security's credit rating was assigned a numeric value and adjusted for its relative weighting in the portfolio.

## Issuer Diversification

Security Type / Issuer	Market Value (%)	S&P / Moody's / Fitch
<b>U.S. Treasury</b>	<b>64.2%</b>	
UNITED STATES TREASURY	64.2%	AA / Aaa / AAA
<b>Agency CMBS</b>	<b>2.0%</b>	
FREDDIE MAC	2.0%	AA / Aaa / AAA
<b>Supranational</b>	<b>1.8%</b>	
ASIAN DEVELOPMENT BANK	1.8%	AAA / Aaa / AAA
<b>Municipal</b>	<b>0.3%</b>	
STATE OF CONNECTICUT	0.3%	A / Aa / AA
<b>Corporate</b>	<b>25.8%</b>	
ADOBE INC	0.4%	A / A / NR
AMERICAN EXPRESS CO	0.6%	BBB / A / A
AMERICAN HONDA FINANCE	0.7%	A / A / NR
BANK OF AMERICA CO	1.5%	BBB / A / A
BANK OF MONTREAL	0.8%	A / A / AA
BANK OF NOVA SCOTIA	0.8%	A / A / AA
CANADIAN IMPERIAL BANK OF COMMERCE	0.6%	A / A / AA
CATERPILLAR INC	0.8%	A / A / A
CINTAS CORPORATION NO. 2	0.2%	A / A / NR
CITIGROUP INC	0.7%	BBB / A / A
COMCAST CORP	0.7%	A / A / A
DEERE & COMPANY	0.7%	A / A / A
EXXON MOBIL CORP	0.4%	AA / Aa / NR
GENERAL DYNAMICS CORP	0.6%	A / A / NR
GOLDMAN SACHS GROUP INC	0.6%	BBB / A / A
HORMEL FOODS CORP	0.8%	A / A / NR
IBM CORP	0.4%	A / A / NR

Security Type / Issuer	Market Value (%)	S&P / Moody's / Fitch
<b>Corporate</b>	<b>25.8%</b>	
INTEL CORPORATION	0.7%	A / A / A
JP MORGAN CHASE & CO	1.5%	A / A / AA
MERCK & CO INC	0.4%	A / A / A
MORGAN STANLEY	0.7%	A / A / A
NATIONAL RURAL UTILITIES CO FINANCE CORP	0.5%	A / A / A
PACCAR FINANCIAL CORP	0.7%	A / A / NR
PEPSICO INC	0.6%	A / A / NR
ROYAL BANK OF CANADA	1.1%	A / A / AA
ROYAL DUTCH SHELL PLC	0.6%	A / Aa / AA
SUMITOMO MITSUI FINANCIAL GROUP INC	0.8%	A / A / NR
THE BANK OF NEW YORK MELLON CORPORATION	1.6%	A / A / AA
TORONTO-DOMINION BANK	1.2%	A / A / AA
TOYOTA MOTOR CORP	0.6%	A / A / A
TRUIST FIN CORP	0.7%	A / A / A
UNILEVER PLC	0.6%	A / A / A
UNITED PARCEL SERVICE INC	0.4%	A / A / NR
UNITEDHEALTH GROUP INC	0.6%	A / A / A
WELLS FARGO & COMPANY	0.6%	BBB / A / A
WESTPAC BANKING CORP	0.6%	AA / Aa / A
<b>ABS</b>	<b>6.0%</b>	
ALLY AUTO RECEIVABLES TRUST	0.6%	AAA / Aaa / NR
AMERICAN EXPRESS CO	0.8%	AAA / NR / AAA
BANK OF AMERICA CO	0.2%	NR / Aaa / AAA
BMW VEHICLE OWNER TRUST	0.3%	AAA / Aaa / NR
CAPITAL ONE FINANCIAL CORP	1.0%	AAA / NR / AAA

Ratings shown are calculated by assigning a numeral value to each security rating, then calculating a weighted average rating for each security type / issuer category using all available security ratings, excluding Not-Rated (NR) ratings. For security type / issuer categories where a rating from the applicable NRSRO is not available, a rating of NR is assigned. Includes accrued interest and excludes balances invested in overnight funds.

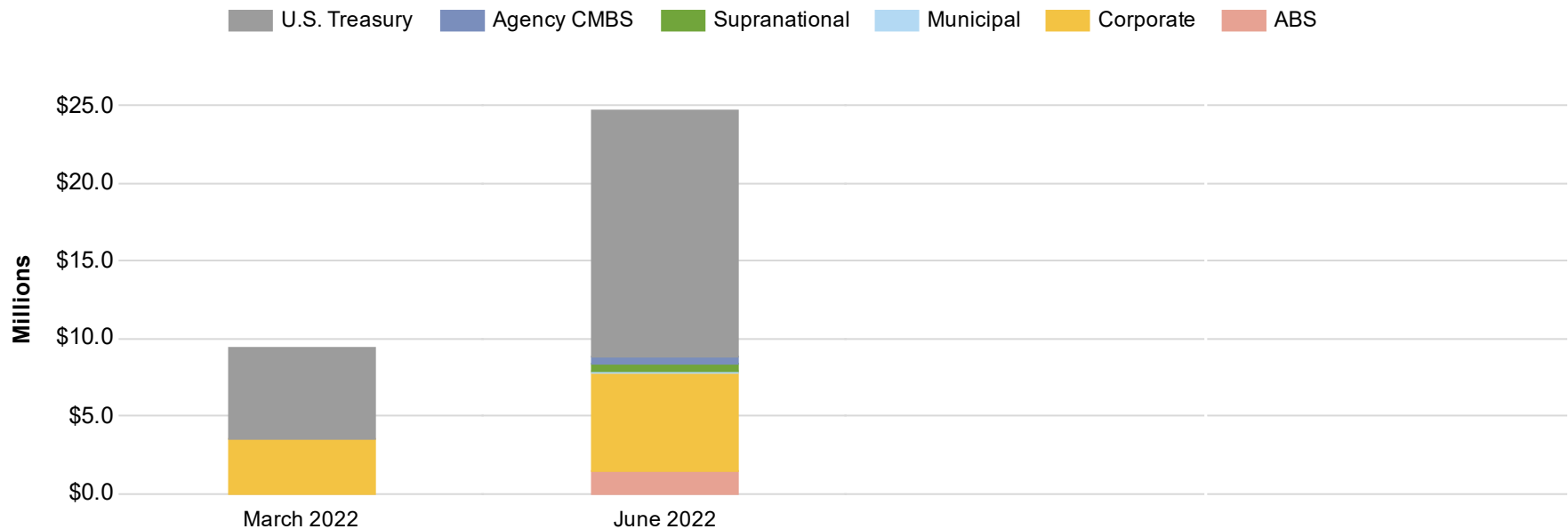
## Issuer Diversification

Security Type / Issuer	Market Value (%)	S&P / Moody's / Fitch
<b>ABS</b>	<b>6.0%</b>	
CARMAX AUTO OWNER TRUST	0.4%	AAA / Aaa / NR
DISCOVER FINANCIAL SERVICES	0.7%	NR / Aaa / AAA
FORD CREDIT AUTO OWNER TRUST	0.3%	NR / Aaa / AAA
GM FINANCIAL CONSUMER AUTOMOBILE TRUST	0.2%	AAA / Aaa / NR
HARLEY-DAVIDSON MOTORCYCLE TRUST	0.4%	AAA / Aaa / NR
TOYOTA MOTOR CORP	0.4%	AAA / Aaa / NR
WORLD OMNI AUTO REC TRUST	0.6%	AAA / NR / AAA
<b>Total</b>	<b>100.0%</b>	

Ratings shown are calculated by assigning a numeral value to each security rating, then calculating a weighted average rating for each security type / issuer category using all available security ratings, excluding Not-Rated (NR) ratings. For security type / issuer categories where a rating from the applicable NRSRO is not available, a rating of NR is assigned. Includes accrued interest and excludes balances invested in overnight funds.

### Sector Allocation Review - CSC BROWARD COUNTY CORE PORTFOLIO

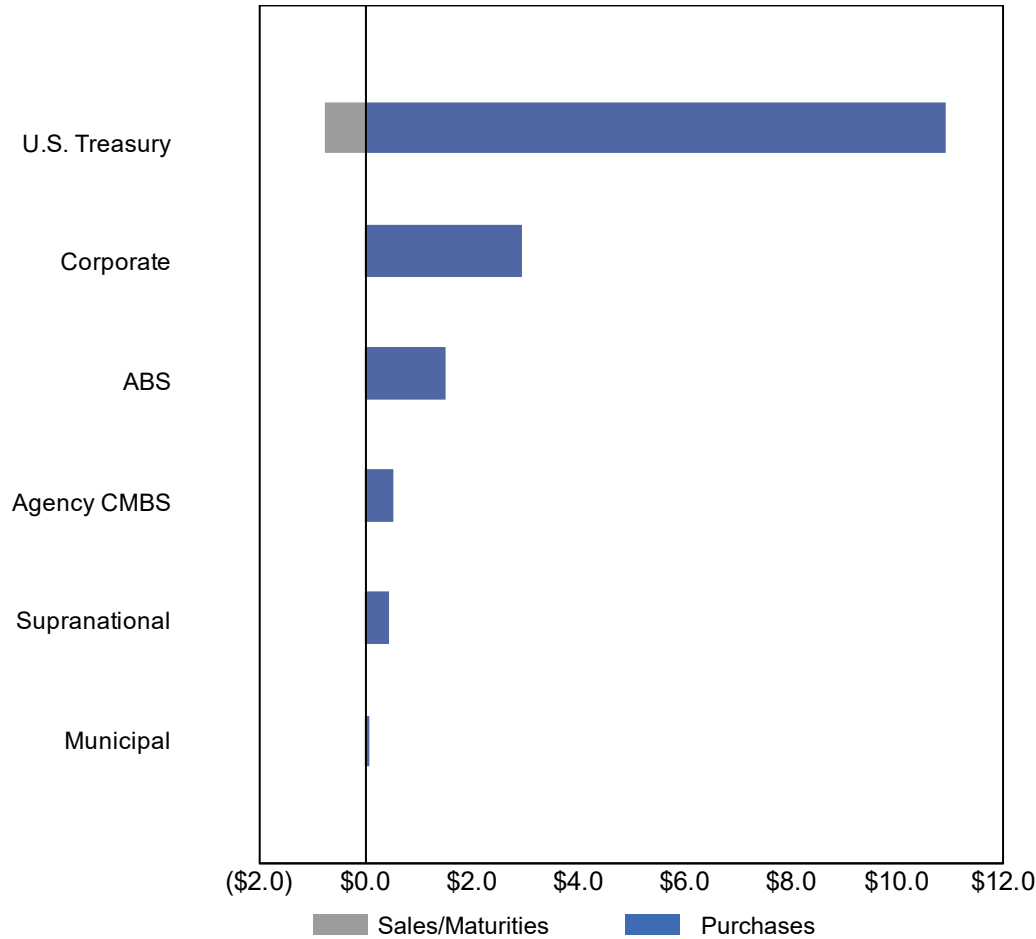
Security Type	Mar-22	% of Total	Jun-22	% of Total
U.S. Treasury	\$5.8	62.2%	\$15.9	64.2%
Agency CMBS	\$0.0	0.0%	\$0.5	2.0%
Supranational	\$0.0	0.0%	\$0.4	1.8%
Municipal	\$0.0	0.0%	\$0.1	0.3%
Corporate	\$3.6	37.8%	\$6.4	25.7%
ABS	\$0.0	0.0%	\$1.5	6.0%
<b>Total</b>	<b>\$9.4</b>	<b>100.0%</b>	<b>\$24.7</b>	<b>100.0%</b>



Market values, excluding accrued interest. Only includes fixed-income securities held within the separately managed account(s) and LGIPs managed by PFMAM. Detail may not add to total due to rounding.

## Portfolio Activity - CSC BROWARD COUNTY CORE PORTFOLIO

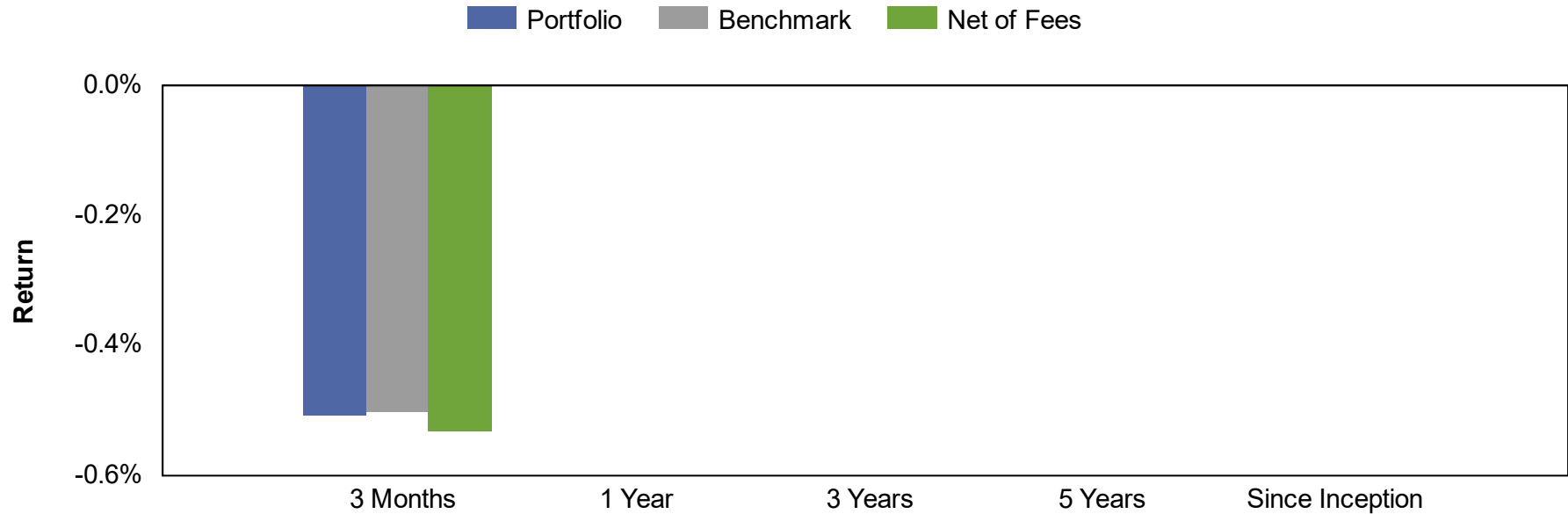
**Net Activity by Sector**  
(\$ millions)



Sector	Net Activity
U.S. Treasury	\$10,165,626
Corporate	\$2,917,120
ABS	\$1,494,791
Agency CMBS	\$498,607
Supranational	\$439,481
Municipal	\$65,000
<b>Total Net Activity</b>	<b>\$15,580,625</b>

Based on total proceeds (principal and accrued interest) of buys, sells, maturities, and principal paydowns. Detail may not add to total due to rounding.

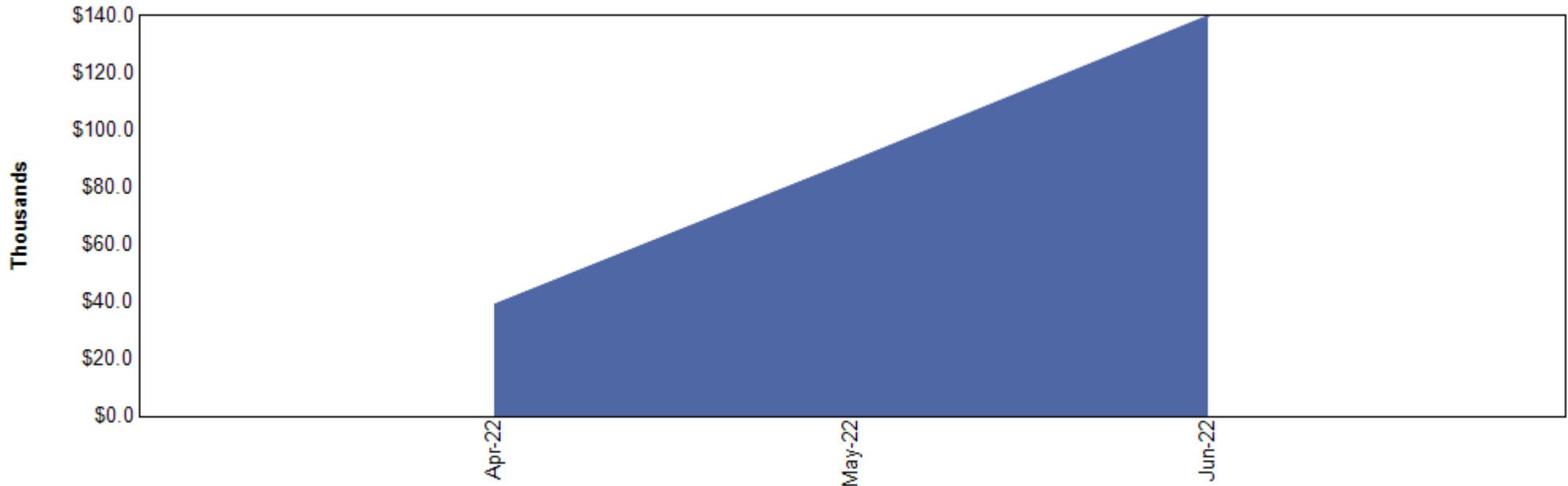
### Portfolio Performance



Market Value Basis Earnings	3 Months	1 Year	3 Years	5 Years	Since Inception <sup>1</sup>
Interest Earned <sup>2</sup>	\$96,740	-	-	-	-
Change in Market Value	(\$223,468)	-	-	-	-
<b>Total Dollar Return</b>	<b>(\$126,728)</b>	-	-	-	-
<b>Total Return<sup>3</sup></b>					
Portfolio	-0.51%	-	-	-	-
Benchmark <sup>4</sup>	-0.50%	-	-	-	-
<b>Basis Point Fee</b>	<b>0.03%</b>	-	-	-	-
<b>Net of Fee Return</b>	<b>-0.53%</b>	-	-	-	-

1. The lesser of 10 years or since inception is shown. Since inception returns for periods one year or less are not shown. Performance inception date is March 31, 2022.  
 2. Interest earned calculated as the ending accrued interest less beginning accrued interest, plus net interest activity.  
 3. Returns for periods one year or less are presented on a periodic basis. Returns for periods greater than one year are presented on an annualized basis.  
 4. The portfolio's benchmark is the ICE BofAML 1-3 Year U.S. Treasury Index. Source: Bloomberg.

### Accrual Basis Earnings - CSC BROWARD COUNTY CORE PORTFOLIO



Accrual Basis Earnings	3 Months	1 Year	3 Years	5 Year	Since Inception <sup>1</sup>
Interest Earned <sup>2</sup>	\$96,740	-	-	-	\$96,740
Realized Gains / (Losses) <sup>3</sup>	(\$4,111)	-	-	-	(\$4,111)
Change in Amortized Cost	\$47,350	-	-	-	\$47,350
<b>Total Earnings</b>	<b>\$139,979</b>	-	-	-	<b>\$139,979</b>

1. The lesser of 10 years or since inception is shown. Performance inception date is March 31, 2022.  
 2. Interest earned calculated as the ending accrued interest less beginning accrued interest, plus net interest activity.  
 3. Realized gains / (losses) are shown on an amortized cost basis.

### Issuer Distribution As of June 30, 2022

Issuer	Market Value (\$)	% of Portfolio
UNITED STATES TREASURY	15,872,906	64.22%
FREDDIE MAC	493,698	2.00%
ASIAN DEVELOPMENT BANK	437,207	1.77%
BANK OF AMERICA CO	432,183	1.75%
THE BANK OF NEW YORK MELLON CORPORATION	381,443	1.54%
JP MORGAN CHASE & CO	370,829	1.50%
AMERICAN EXPRESS CO	335,672	1.36%
TORONTO-DOMINION BANK	290,711	1.18%
ROYAL BANK OF CANADA	281,081	1.14%
CAPITAL ONE FINANCIAL CORP	249,592	1.01%
TOYOTA MOTOR CORP	234,949	0.95%
SUMITOMO MITSUI FINANCIAL GROUP INC	194,671	0.79%
BANK OF MONTREAL	190,948	0.77%
HORMEL FOODS CORP	189,823	0.77%
CATERPILLAR INC	188,529	0.76%
BANK OF NOVA SCOTIA	187,526	0.76%
CITIGROUP INC	184,378	0.75%
PACCAR FINANCIAL CORP	182,174	0.74%
MORGAN STANLEY	180,186	0.73%
COMCAST CORP	179,458	0.73%
INTEL CORPORATION	179,453	0.73%
TRUIST FIN CORP	178,679	0.72%
DISCOVER FINANCIAL SERVICES	178,563	0.72%
DEERE & COMPANY	175,996	0.71%



Issuer	Market Value (\$)	% of Portfolio
AMERICAN HONDA FINANCE	173,136	0.70%
ALLY AUTO RECEIVABLES TRUST	158,529	0.64%
WORLD OMNI AUTO REC TRUST	157,411	0.64%
UNITEDHEALTH GROUP INC	150,669	0.61%
GENERAL DYNAMICS CORP	149,574	0.61%
ROYAL DUTCH SHELL PLC	148,331	0.60%
GOLDMAN SACHS GROUP INC	147,949	0.60%
PEPSICO INC	147,626	0.60%
WELLS FARGO & COMPANY	146,628	0.59%
WESTPAC BANKING CORP	144,613	0.59%
CANADIAN IMPERIAL BANK OF COMMERCE	143,876	0.58%
UNILEVER PLC	141,440	0.57%
NATIONAL RURAL UTILITIES CO FINANCE CORP	120,565	0.49%
UNITED PARCEL SERVICE INC	100,778	0.41%
CARMAX AUTO OWNER TRUST	99,545	0.40%
IBM CORP	99,252	0.40%
HARLEY-DAVIDSON MOTORCYCLE TRUST	98,721	0.40%
MERCK & CO INC	98,687	0.40%
EXXON MOBIL CORP	97,814	0.40%
ADOBE INC	96,099	0.39%
FORD CREDIT AUTO OWNER TRUST	70,191	0.28%
BMW VEHICLE OWNER TRUST	69,290	0.28%
STATE OF CONNECTICUT	64,910	0.26%
GM FINANCIAL CONSUMER AUTOMOBILE TRUST	59,439	0.24%
CINTAS CORPORATION NO. 2	55,079	0.22%
<b>Grand Total</b>	<b>24,710,808</b>	<b>100.00%</b>

## Managed Account Detail of Securities Held

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
<b>U.S. Treasury</b>											
US TREASURY NOTES DTD 03/31/2016 1.500% 03/31/2023	912828Q29	700,000.00	AA+	Aaa	4/20/2022	4/21/2022	697,429.69	1.89	2,639.34	697,960.19	693,218.75
US TREASURY N/B NOTES DTD 05/31/2021 0.125% 05/31/2023	91282CCD1	1,000,000.00	AA+	Aaa	4/5/2022	4/6/2022	978,632.81	2.01	105.87	983,008.00	975,156.20
US TREASURY NOTES DTD 06/30/2016 1.375% 06/30/2023	912828S35	1,000,000.00	AA+	Aaa	3/29/2022	3/30/2022	992,460.94	1.99	37.36	993,995.15	984,843.80
US TREASURY N/B NOTES DTD 07/31/2021 0.125% 07/31/2023	91282CCN9	1,000,000.00	AA+	Aaa	3/29/2022	3/30/2022	974,296.88	2.08	521.41	979,195.22	970,000.00
US TREASURY NOTES DTD 08/31/2016 1.375% 08/31/2023	912828D1	1,000,000.00	AA+	Aaa	4/1/2022	4/5/2022	989,062.50	2.17	4,595.79	990,917.40	981,562.50
US TREASURY NOTES DTD 09/30/2021 0.250% 09/30/2023	91282CDA6	1,000,000.00	AA+	Aaa	3/29/2022	3/30/2022	971,679.69	2.18	628.42	976,477.12	966,875.00
US TREASURY NOTES DTD 10/31/2016 1.625% 10/31/2023	912828T91	1,000,000.00	AA+	Aaa	4/4/2022	4/5/2022	990,234.38	2.26	2,737.77	991,714.53	982,343.80
US TREASURY N/B NOTES DTD 11/30/2021 0.500% 11/30/2023	91282CDM0	1,000,000.00	AA+	Aaa	4/1/2022	4/5/2022	970,195.31	2.35	423.50	974,488.37	965,937.50
US TREASURY NOTES DTD 01/03/2017 2.250% 12/31/2023	912828V23	1,000,000.00	AA+	Aaa	4/5/2022	4/6/2022	996,992.19	2.43	61.14	997,400.19	989,062.50
US TREASURY N/B NOTES DTD 01/31/2022 0.875% 01/31/2024	91282CDV0	1,000,000.00	AA+	Aaa	4/1/2022	4/5/2022	972,382.81	2.43	3,649.86	975,990.46	967,500.00
US TREASURY NOTES DTD 02/28/2017 2.125% 02/29/2024	912828W48	1,000,000.00	AA+	Aaa	4/4/2022	4/5/2022	994,570.31	2.42	7,102.58	995,250.00	986,250.00
US TREASURY NOTES DTD 03/15/2021 0.250% 03/15/2024	91282CBR1	1,000,000.00	AA+	Aaa	3/29/2022	3/30/2022	959,531.25	2.38	733.70	964,787.67	954,531.20
US TREASURY N/B NOTES DTD 04/30/2022 2.500% 04/30/2024	91282CEK3	1,000,000.00	AA+	Aaa	5/2/2022	5/4/2022	995,546.88	2.73	4,211.96	995,902.15	991,250.00
US TREASURY NOTES DTD 08/31/2017 1.875% 08/31/2024	912828U3	1,000,000.00	AA+	Aaa	4/4/2022	4/5/2022	983,593.75	2.58	6,266.98	985,217.58	976,250.00
US TREASURY NOTES DTD 09/30/2019 1.500% 09/30/2024	912828YH7	1,000,000.00	AA+	Aaa	3/29/2022	3/30/2022	975,312.50	2.52	3,770.49	977,821.72	967,187.50

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
<b>U.S. Treasury</b>											
US TREASURY NOTES DTD 10/31/2017 2.250% 10/31/2024	9128283D0	1,000,000.00	AA+	Aaa	4/1/2022	4/5/2022	990,898.44	2.62	3,790.76	991,740.82	982,812.50
US TREASURY N/B NOTES DTD 02/15/2022 1.500% 02/15/2025	91282CDZ1	560,000.00	AA+	Aaa	3/29/2022	3/30/2022	543,593.76	2.56	3,155.80	545,042.74	538,125.00
<b>Security Type Sub-Total</b>		<b>16,260,000.00</b>					<b>15,976,414.09</b>	<b>2.33</b>	<b>44,432.73</b>	<b>16,016,909.31</b>	<b>15,872,906.25</b>
<b>Supranational</b>											
ASIAN DEVELOPMENT BANK NOTES DTD 04/27/2022 2.875% 05/06/2025	045167FM0	440,000.00	AAA	Aaa	4/20/2022	4/27/2022	439,480.80	2.92	2,248.89	439,511.34	437,207.32
<b>Security Type Sub-Total</b>		<b>440,000.00</b>					<b>439,480.80</b>	<b>2.92</b>	<b>2,248.89</b>	<b>439,511.34</b>	<b>437,207.32</b>
<b>Municipal</b>											
CONNECTICUT ST-A-TXBL MUNICIPAL BONDS DTD 06/22/2022 3.292% 06/15/2025	20772KQH5	65,000.00	A+	Aa3	5/26/2022	6/22/2022	65,000.00	3.29	53.50	65,000.00	64,910.30
<b>Security Type Sub-Total</b>		<b>65,000.00</b>					<b>65,000.00</b>	<b>3.29</b>	<b>53.50</b>	<b>65,000.00</b>	<b>64,910.30</b>
<b>Corporate</b>											
UNITEDHEALTH GROUP INC CORP NOTES DTD 12/17/2018 3.500% 02/15/2024	91324PDM1	150,000.00	A+	A3	4/4/2022	4/6/2022	152,553.00	2.56	1,983.33	152,230.12	150,668.85
COMCAST CORP (CALLABLE) CORPORATE NOTES DTD 10/05/2018 3.700% 04/15/2024	20030NCR0	80,000.00	A-	A3	4/4/2022	4/6/2022	81,522.40	2.73	624.89	81,337.74	80,228.64
MORGAN STANLEY CORP NOTES DTD 04/28/2014 3.875% 04/29/2024	61746BDQ6	80,000.00	A-	A1	4/5/2022	4/7/2022	81,480.80	2.94	533.89	81,313.64	80,211.60
IBM CORP NOTES DTD 05/15/2019 3.000% 05/15/2024	459200JY8	100,000.00	A-	A3	3/29/2022	3/31/2022	100,629.00	2.69	383.33	100,554.43	99,251.80
HORMEL FOODS CORP NOTES (CALLABLE) DTD 06/03/2021 0.650% 06/03/2024	440452AG5	100,000.00	A	A1	3/29/2022	3/31/2022	96,042.00	2.53	50.56	96,500.03	94,911.60

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
<b>Corporate</b>											
HORMEL FOODS CORP NOTES (CALLABLE) DTD 06/03/2021 0.650% 06/03/2024	440452AG5	100,000.00	A	A1	4/20/2022	4/22/2022	95,636.00	2.79	50.56	96,031.19	94,911.60
TORONTO-DOMINION BANK DTD 06/12/2019 2.650% 06/12/2024	89114QCA4	200,000.00	A	A1	3/29/2022	3/31/2022	199,556.00	2.75	279.72	199,606.81	196,155.40
PACCAR FINANCIAL CORP CORPORATE NOTES DTD 06/13/2022 3.150% 06/13/2024	69371RR81	85,000.00	A+	A1	6/6/2022	6/13/2022	84,980.45	3.16	133.88	84,980.93	84,648.19
SUMITOMO MITSUI FINL GRP CORP BONDS DTD 07/16/2019 2.696% 07/16/2024	86562MBM1	200,000.00	A-	A1	3/29/2022	3/31/2022	198,042.00	3.14	2,471.33	198,256.96	194,671.00
AMERICAN EXPRESS CO CORP NOTES (CALLABLE) DTD 07/30/2019 2.500% 07/30/2024	025816CG2	150,000.00	BBB+	A2	3/29/2022	3/31/2022	149,266.50	2.72	1,572.92	149,345.70	146,104.80
BANK OF NOVA SCOTIA CORPORATE NOTES DTD 08/03/2021 0.650% 07/31/2024	064159E1	200,000.00	A-	A2	3/29/2022	3/31/2022	189,552.00	2.98	545.28	190,678.87	187,526.20
UNILEVER CAPITAL CORP (CALLABLE) CORPORA DTD 08/12/2021 0.626% 08/12/2024	904764BN6	150,000.00	A+	A1	4/27/2022	4/29/2022	142,701.00	2.84	362.56	143,251.04	141,440.10
PACCAR FINANCIAL CORP NOTES DTD 08/15/2019 2.150% 08/15/2024	69371RQ25	100,000.00	A+	A1	3/29/2022	3/31/2022	98,744.00	2.70	812.22	98,877.12	97,525.40
BONY MELLON CORP NOTES (CALLABLE) DTD 09/11/2014 3.250% 09/11/2024	06406HCX5	200,000.00	A	A1	3/29/2022	3/31/2022	202,222.00	2.78	1,986.11	201,985.40	198,534.20
TOYOTA MOTOR CREDIT CORP CORPORATE NOTES DTD 09/13/2021 0.625% 09/13/2024	89236TJN6	150,000.00	A+	A1	4/4/2022	4/6/2022	142,480.50	2.77	281.25	143,206.29	141,027.75
CATERPILLAR FINL SERVICE CORPORATE NOTES DTD 09/14/2021 0.600% 09/13/2024	14913R2P1	100,000.00	A	A2	3/29/2022	3/31/2022	95,202.00	2.63	180.00	95,694.10	94,105.10
JPMORGAN CHASE & CO CORPORATE NOTES (CAL DTD 09/16/2020 0.653% 09/16/2024	46647PBS4	150,000.00	A-	A2	3/29/2022	3/31/2022	145,635.00	1.87	285.69	146,081.20	144,152.25

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
<b>Corporate</b>											
ROYAL BANK OF CANADA CORPORATE NOTES DTD 10/07/2021 0.750% 10/07/2024	78016EZX8	200,000.00	A	A1	3/29/2022	3/31/2022	189,440.00	2.94	350.00	190,494.85	186,530.80
BANK OF AMERICA CORP (CALLABLE) CORPORAT DTD 10/21/2020 0.810% 10/24/2024	06051GJH3	150,000.00	A-	A2	3/29/2022	3/31/2022	144,883.50	2.18	226.13	145,385.33	143,058.45
TRUIST FIN CORP NOTES (CALLABLE) DTD 10/26/2017 2.850% 10/26/2024	05531FBB8	80,000.00	A-	A3	4/5/2022	4/7/2022	79,702.40	3.00	411.67	79,729.51	78,429.04
TORONTO-DOMINION BANK CORPORATE NOTES DTD 01/12/2022 1.450% 01/10/2025	89114TZL9	100,000.00	A	A1	4/6/2022	4/8/2022	95,525.00	3.16	680.69	95,897.92	94,555.20
BANK OF MONTREAL CORPORATE NOTES DTD 01/10/2022 1.500% 01/10/2025	06368FAE9	150,000.00	A-	A2	3/29/2022	3/31/2022	143,973.00	3.02	1,068.75	144,518.75	141,426.00
ROYAL BANK OF CANADA CORPORATE NOTES DTD 01/21/2022 1.600% 01/21/2025	78016EYM3	100,000.00	A	A1	4/6/2022	4/8/2022	96,195.00	3.03	711.11	96,508.66	94,550.20
BANK OF AMERICA CORP NOTES DTD 01/22/2015 4.000% 01/22/2025	06051GFM6	80,000.00	BBB+	Baa1	4/20/2022	4/22/2022	80,687.20	3.67	1,413.33	80,639.38	79,716.88
BANK OF AMERICA CORP NOTES DTD 01/22/2015 4.000% 01/22/2025	06051GFM6	150,000.00	BBB+	Baa1	3/29/2022	3/31/2022	152,590.50	3.35	2,650.00	152,358.67	149,469.15
GOLDMAN SACHS GROUP INC CORP NOTES (CALL DTD 01/23/2015 3.500% 01/23/2025	38148LAC0	150,000.00	BBB+	A2	3/29/2022	3/31/2022	151,290.00	3.18	2,304.17	151,163.34	147,949.05
JPMORGAN CHASE & CO CORP NOTES DTD 01/23/2015 3.125% 01/23/2025	46625HKC3	150,000.00	A-	A2	3/29/2022	3/31/2022	150,720.00	2.95	2,057.29	150,649.31	147,848.55
CANADIAN IMPERIAL BANK DTD 01/28/2020 2.250% 01/28/2025	13607GLZ5	150,000.00	A-	A2	3/29/2022	3/31/2022	146,374.50	3.15	1,434.38	146,697.08	143,875.50
ADOBE INC (CALLABLE) CORP NOTE DTD 02/03/2020 1.900% 02/01/2025	00724PAB5	100,000.00	A+	A2	3/29/2022	3/31/2022	97,539.00	2.81	791.67	97,757.12	96,098.80
NATIONAL RURAL UTIL COOP CORPORATE NOTES DTD 02/07/2022 1.875% 02/07/2025	63743HFC1	100,000.00	A-	A2	3/29/2022	3/31/2022	96,777.00	3.06	750.00	97,061.02	95,707.30

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
<b>Corporate</b>											
MERCK & CO INC CORP NOTES DTD 02/10/2015 2.750% 02/10/2025	58933YAR6	100,000.00	A+	A1	3/29/2022	3/31/2022	100,098.00	2.71	1,077.08	100,088.56	98,687.00
COMCAST CORP (CALLABLE) NOTE DTD 08/12/2014 3.375% 02/15/2025	20030NBL4	100,000.00	A-	A3	3/29/2022	3/31/2022	101,371.00	2.87	1,275.00	101,239.61	99,229.80
WESTPAC BANKING CORP CORPORATE NOTES DTD 11/19/2019 2.350% 02/19/2025	961214EH2	150,000.00	AA-	Aa3	3/29/2022	3/31/2022	147,616.50	2.93	1,292.50	147,824.15	144,612.75
WELLS FARGO & COMPANY NOTES DTD 02/19/2015 3.000% 02/19/2025	94974BGH7	150,000.00	BBB+	A1	3/29/2022	3/31/2022	149,997.00	3.00	1,650.00	149,997.26	146,628.30
EXXON MOBIL CORP CORPORATE NT (CALLABLE) DTD 03/06/2015 2.709% 03/06/2025	30231GAF9	100,000.00	AA-	Aa2	3/29/2022	3/31/2022	99,669.00	2.83	865.38	99,697.43	97,814.20
HONDA MOTOR CO CORP NOTES (CALLABLE) DTD 03/10/2022 2.271% 03/10/2025	438127AA0	180,000.00	A-	A3	4/6/2022	4/8/2022	176,713.20	2.93	1,260.41	176,971.95	173,135.52
INTEL CORP CORPORATE NOTES DTD 03/25/2020 3.400% 03/25/2025	458140BP4	80,000.00	A+	A1	4/6/2022	4/8/2022	80,822.40	3.03	725.33	80,758.55	79,756.96
INTEL CORP CORPORATE NOTES DTD 03/25/2020 3.400% 03/25/2025	458140BP4	100,000.00	A+	A1	3/29/2022	3/31/2022	101,575.00	2.85	906.67	101,442.06	99,696.20
UNITED PARCEL SERVICE CORPORATE NOTES DTD 03/24/2020 3.900% 04/01/2025	911312BX3	100,000.00	A	A2	3/29/2022	3/31/2022	102,957.00	2.87	975.00	102,709.01	100,778.10
DEERE & COMPANY CORPORATE NOTES (CALLABL DTD 03/30/2020 2.750% 04/15/2025	244199BH7	180,000.00	A	A2	4/20/2022	4/22/2022	177,719.40	3.20	1,045.00	177,866.00	175,995.72
BANK OF NY MELLON CORP (CALLABLE) CORP N DTD 04/26/2022 3.350% 04/25/2025	06406RBC0	185,000.00	A	A1	4/19/2022	4/26/2022	184,974.10	3.36	1,118.99	184,975.66	182,908.76
PEPSICO INCMCORP NOTES (CALLABLE) DTD 04/30/2015 2.750% 04/30/2025	713448CT3	150,000.00	A+	A1	4/20/2022	4/22/2022	148,953.00	2.99	698.96	149,019.39	147,626.25
CINTAS CORPORATION NO. 2 CORP NOTE (CALL DTD 05/03/2022 3.450% 05/01/2025	17252MAP5	55,000.00	A-	A3	4/26/2022	5/3/2022	54,987.90	3.46	305.71	54,988.55	55,079.09

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
<b>Corporate</b>											
SUNTRUST BANKS INC (CALLABLE) CORP NOTE DTD 04/26/2018 4.000% 05/01/2025	867914BS1	100,000.00	A-	A3	4/5/2022	4/7/2022	102,376.00	3.18	666.67	102,185.29	100,249.80
SHELL INTERNATIONAL FIN CORPORATE NOTES DTD 05/11/2015 3.250% 05/11/2025	822582BD3	150,000.00	A+	Aa2	4/4/2022	4/6/2022	151,617.00	2.88	677.08	151,494.05	148,330.65
CATERPILLAR FINL SERVICE CORPORATE NOTES DTD 05/15/2020 1.450% 05/15/2025	14913R2C0	100,000.00	A	A2	4/20/2022	4/22/2022	95,063.00	3.15	185.28	95,371.84	94,424.10
GENERAL DYNAMICS CORP (CALLABLE) CORP NO DTD 05/11/2018 3.500% 05/15/2025	369550BG2	150,000.00	A-	A3	4/5/2022	4/7/2022	152,328.00	2.97	670.83	152,143.58	149,574.45
CITIGROUP INC CORPORATE NOTES DTD 05/24/2022 4.140% 05/24/2025	172967NQ0	185,000.00	BBB+	A3	5/17/2022	5/24/2022	185,000.00	4.14	787.18	185,000.00	184,378.22
BANK OF MONTREAL CORPORATE NOTES DTD 06/07/2022 3.700% 06/07/2025	06368D3S1	50,000.00	A-	A2	5/31/2022	6/7/2022	49,988.50	3.71	123.33	49,988.75	49,521.90
NATIONAL RURAL UTIL COOP CORPORATE NOTES DTD 05/04/2022 3.450% 06/15/2025	63743HFE7	25,000.00	A-	A2	4/27/2022	5/4/2022	24,993.25	3.46	136.56	24,993.59	24,857.78
MORGAN STANLEY CORP NOTES DTD 07/23/2015 4.000% 07/23/2025	6174468C6	100,000.00	A-	A1	4/5/2022	4/7/2022	101,885.00	3.39	1,755.56	101,751.81	99,974.70
JPMORGAN CHASE & CO (CALLABLE) CORPORATE DTD 04/26/2022 4.080% 04/26/2026	46647PCZ7	80,000.00	A-	A2	4/19/2022	4/26/2022	80,000.00	4.08	589.33	80,000.00	78,828.56
<b>Security Type Sub-Total</b>		<b>6,525,000.00</b>					<b>6,452,646.00</b>	<b>2.98</b>	<b>46,174.56</b>	<b>6,459,299.60</b>	<b>6,357,378.21</b>
<b>Agency CMBS</b>											
FHLMC MULTIFAMILY STRUCTURED POOL DTD 11/01/2017 3.064% 08/01/2024	3137FBTA4	250,542.75	AA+	Aaa	5/25/2022	5/31/2022	250,875.50	3.00	639.72	250,862.49	248,885.26

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
<b>Agency CMBS</b>											
FHMS K047 A2 DTD 07/30/2015 3.329% 05/01/2025	3137BKRJ1	245,000.00	AA+	Aaa	5/19/2022	5/24/2022	246,569.53	3.10	679.67	246,569.53	244,813.19
<b>Security Type Sub-Total</b>		<b>495,542.75</b>					<b>497,445.03</b>	<b>3.05</b>	<b>1,319.39</b>	<b>497,432.02</b>	<b>493,698.45</b>
<b>ABS</b>											
BMWOT 2022-A A3 DTD 05/18/2022 3.210% 08/25/2026	05602RAD3	70,000.00	AAA	Aaa	5/10/2022	5/18/2022	69,996.36	3.21	37.45	69,996.46	69,290.24
FORDO 2022-B A3 DTD 06/27/2022 3.740% 09/15/2026	34534LAD9	70,000.00	NR	Aaa	6/22/2022	6/27/2022	69,996.21	3.74	29.09	69,996.22	70,190.98
TAOT 2022-B A3 DTD 04/13/2022 2.930% 09/15/2026	89238FAD5	95,000.00	AAA	Aaa	4/7/2022	4/13/2022	94,997.78	2.93	123.71	94,997.89	93,920.98
ALLYA 2022-1 A3 DTD 05/18/2022 3.310% 11/15/2026	02008JAC0	160,000.00	AAA	Aaa	5/10/2022	5/18/2022	159,969.02	3.31	235.38	159,969.85	158,528.61
HDMOT 2022-A A3 DTD 04/20/2022 3.060% 02/15/2027	41284YAD8	100,000.00	AAA	Aaa	4/12/2022	4/20/2022	99,983.35	3.06	136.00	99,984.03	98,720.83
GMCAR 2022-2 A3 DTD 04/13/2022 3.100% 02/16/2027	362585AC5	60,000.00	AAA	Aaa	4/5/2022	4/13/2022	59,987.46	3.10	77.50	59,988.02	59,439.49
CARMX 2022-2 A3 DTD 04/28/2022 3.490% 02/16/2027	14317HAC5	100,000.00	AAA	Aaa	4/21/2022	4/28/2022	99,984.79	3.49	155.11	99,985.34	99,545.29
COPAR 2022-1 A3 DTD 05/04/2022 3.170% 04/15/2027	14043QAC6	75,000.00	AAA	NR	4/26/2022	5/4/2022	74,983.61	3.17	105.67	74,984.14	74,241.26
COMET 2022-A2 A DTD 06/14/2022 3.490% 05/15/2027	14041NGA3	175,000.00	AAA	NR	6/6/2022	6/14/2022	174,972.04	3.49	288.41	174,972.30	175,350.52
DCENT 2022-A2 A DTD 05/26/2022 3.320% 05/17/2027	254683CS2	180,000.00	NR	Aaa	5/19/2022	5/26/2022	179,985.37	3.32	265.60	179,985.66	178,562.65
AMXCA 2022-2 A DTD 05/24/2022 3.390% 05/17/2027	02582JJT8	190,000.00	AAA	NR	5/17/2022	5/24/2022	189,957.97	3.39	286.27	189,958.85	189,567.28
WOART 2022-B A3 DTD 06/01/2022 3.250% 07/15/2027	98163QAD1	160,000.00	AAA	NR	5/24/2022	6/1/2022	159,980.59	3.25	433.33	159,980.90	157,410.77



Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
<b>ABS</b>											
BACCT 2022-A1 A1 DTD 06/16/2022 3.530% 11/15/2027	05522RDE5	60,000.00	NR	Aaa	6/9/2022	6/16/2022	59,996.26	3.53	88.25	59,996.29	59,938.52
<b>Security Type Sub-Total</b>		<b>1,495,000.00</b>					<b>1,494,790.81</b>	<b>3.32</b>	<b>2,261.77</b>	<b>1,494,795.95</b>	<b>1,484,707.42</b>
<b>Managed Account Sub Total</b>		<b>25,280,542.75</b>					<b>24,925,776.73</b>	<b>2.58</b>	<b>96,490.84</b>	<b>24,972,948.22</b>	<b>24,710,807.95</b>
<b>Securities Sub Total</b>		<b>\$25,280,542.75</b>					<b>\$24,925,776.73</b>	<b>2.58%</b>	<b>\$96,490.84</b>	<b>\$24,972,948.22</b>	<b>\$24,710,807.95</b>
<b>Accrued Interest</b>											<b>\$96,490.84</b>
<b>Total Investments</b>											<b>\$24,807,298.79</b>

## Quarterly Portfolio Transactions

Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amount (\$)	Yield at Market	Realized G/L (BV)
<b>BUY</b>									
4/1/2022	4/5/2022	1,000,000.00	9128282D1	US TREASURY NOTES	1.37%	8/31/2023	990,407.61	2.17%	
4/1/2022	4/5/2022	1,000,000.00	91282CDM0	US TREASURY N/B NOTES	0.50%	11/30/2023	971,926.08	2.35%	
4/1/2022	4/5/2022	1,000,000.00	9128283D0	US TREASURY NOTES	2.25%	10/31/2024	1,000,594.57	2.62%	
4/1/2022	4/5/2022	1,000,000.00	91282CDV0	US TREASURY N/B NOTES	0.87%	1/31/2024	973,929.77	2.43%	
4/4/2022	4/5/2022	1,000,000.00	912828T91	US TREASURY NOTES	1.62%	10/31/2023	997,237.14	2.26%	
4/4/2022	4/5/2022	1,000,000.00	9128282U3	US TREASURY NOTES	1.87%	8/31/2024	985,427.99	2.58%	
4/4/2022	4/5/2022	1,000,000.00	912828W48	US TREASURY NOTES	2.12%	2/29/2024	996,649.11	2.42%	
4/4/2022	4/6/2022	80,000.00	20030NCR0	COMCAST CORP (CALLABLE) CORPORATE NOTES	3.70%	4/15/2024	82,928.40	2.73%	
4/4/2022	4/6/2022	150,000.00	89236TJN6	TOYOTA MOTOR CREDIT CORP CORPORATE NOTES	0.62%	9/13/2024	142,540.40	2.77%	
4/4/2022	4/6/2022	150,000.00	822582BD3	SHELL INTERNATIONAL FIN CORPORATE NOTES	3.25%	5/11/2025	153,580.54	2.88%	
4/4/2022	4/6/2022	150,000.00	91324PDM1	UNITEDHEALTH GROUP INC CORP NOTES	3.50%	2/15/2024	153,296.75	2.56%	
4/5/2022	4/6/2022	1,000,000.00	91282CCD1	US TREASURY N/B NOTES	0.12%	5/31/2023	979,068.94	2.01%	
4/5/2022	4/6/2022	1,000,000.00	912828V23	US TREASURY NOTES	2.25%	12/31/2023	1,002,959.04	2.43%	
4/5/2022	4/7/2022	80,000.00	05531FBB8	TRUIST FIN CORP NOTES (CALLABLE)	2.85%	10/26/2024	80,722.07	3.00%	
4/5/2022	4/7/2022	100,000.00	6174468C6	MORGAN STANLEY CORP NOTES	4.00%	7/23/2025	102,707.22	3.39%	
4/5/2022	4/7/2022	80,000.00	61746BDQ6	MORGAN STANLEY CORP NOTES	3.87%	4/29/2024	82,841.36	2.94%	
4/5/2022	4/7/2022	100,000.00	867914BS1	SUNTRUST BANKS INC (CALLABLE) CORP NOTE	4.00%	5/1/2025	104,109.33	3.18%	

## Quarterly Portfolio Transactions

Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amount (\$)	Yield at Market	Realized G/L (BV)
<b>BUY</b>									
4/5/2022	4/7/2022	150,000.00	369550BG2	GENERAL DYNAMICS CORP (CALLABLE) CORP NO	3.50%	5/15/2025	154,398.83	2.97%	
4/5/2022	4/13/2022	60,000.00	362585AC5	GMCAR 2022-2 A3	3.10%	2/16/2027	59,987.46	3.10%	
4/6/2022	4/8/2022	100,000.00	89114TZL9	TORONTO-DOMINION BANK CORPORATE NOTES	1.45%	1/10/2025	95,871.39	3.16%	
4/6/2022	4/8/2022	100,000.00	78016EYM3	ROYAL BANK OF CANADA CORPORATE NOTES	1.60%	1/21/2025	96,537.22	3.03%	
4/6/2022	4/8/2022	180,000.00	438127AA0	HONDA MOTOR CO CORP NOTES (CALLABLE)	2.27%	3/10/2025	177,031.14	2.93%	
4/6/2022	4/8/2022	80,000.00	458140BP4	INTEL CORP CORPORATE NOTES	3.40%	3/25/2025	80,920.62	3.03%	
4/7/2022	4/13/2022	95,000.00	89238FAD5	TAOT 2022-B A3	2.93%	9/15/2026	94,997.78	2.93%	
4/12/2022	4/20/2022	100,000.00	41284YAD8	HDMOT 2022-A A3	3.06%	2/15/2027	99,983.35	3.06%	
4/19/2022	4/26/2022	185,000.00	06406RBC0	BANK OF NY MELLON CORP (CALLABLE) CORP N	3.35%	4/25/2025	184,974.10	3.35%	
4/19/2022	4/26/2022	80,000.00	46647PCZ7	JPMORGAN CHASE & CO (CALLABLE) CORPORATE	4.08%	4/26/2026	80,000.00	4.08%	
4/20/2022	4/21/2022	1,000,000.00	912828Q29	US TREASURY NOTES	1.50%	3/31/2023	997,188.79	1.89%	
4/20/2022	4/22/2022	100,000.00	440452AG5	HORMEL FOODS CORP NOTES (CALLABLE)	0.65%	6/3/2024	95,886.97	2.79%	
4/20/2022	4/22/2022	150,000.00	713448CT3	PEPSICO INCMCORP NOTES (CALLABLE)	2.75%	4/30/2025	150,923.83	2.99%	
4/20/2022	4/22/2022	180,000.00	244199BH7	DEERE & COMPANY CORPORATE NOTES (CALLABL	2.75%	4/15/2025	177,815.65	3.20%	
4/20/2022	4/22/2022	100,000.00	14913R2C0	CATERPILLAR FINL SERVICE CORPORATE NOTES	1.45%	5/15/2025	95,695.36	3.15%	
4/20/2022	4/22/2022	80,000.00	06051GFM6	BANK OF AMERICA CORP NOTES	4.00%	1/22/2025	81,487.20	3.67%	
4/20/2022	4/27/2022	440,000.00	045167FM0	ASIAN DEVELOPMENT BANK NOTES	2.87%	5/6/2025	439,480.80	2.92%	

## Quarterly Portfolio Transactions

Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amount (\$)	Yield at Market	Realized G/L (BV)
<b>BUY</b>									
4/21/2022	4/28/2022	100,000.00	14317HAC5	CARMX 2022-2 A3	3.49%	2/16/2027	99,984.79	3.49%	
4/26/2022	5/3/2022	55,000.00	17252MAP5	CINTAS CORPORATION NO. 2 CORP NOTE (CALL	3.45%	5/1/2025	54,987.90	3.46%	
4/26/2022	5/4/2022	75,000.00	14043QAC6	COPAR 2022-1 A3	3.17%	4/15/2027	74,983.61	3.17%	
4/27/2022	4/29/2022	150,000.00	904764BN6	UNILEVER CAPITAL CORP (CALLABLE) CORPORA	0.62%	8/12/2024	142,901.84	2.84%	
4/27/2022	5/4/2022	25,000.00	63743HFE7	NATIONAL RURAL UTIL COOP CORPORATE NOTES	3.45%	6/15/2025	24,993.25	3.46%	
5/2/2022	5/4/2022	1,000,000.00	91282CEK3	US TREASURY N/B NOTES	2.50%	4/30/2024	995,818.62	2.73%	
5/10/2022	5/18/2022	160,000.00	02008JAC0	ALLYA 2022-1 A3	3.31%	11/15/2026	159,969.02	3.31%	
5/10/2022	5/18/2022	70,000.00	05602RAD3	BMWOT 2022-A A3	3.21%	8/25/2026	69,996.36	3.21%	
5/17/2022	5/24/2022	185,000.00	172967NQ0	CITIGROUP INC CORPORATE NOTES	4.14%	5/24/2025	185,000.00	4.14%	
5/17/2022	5/24/2022	190,000.00	02582JJT8	AMXCA 2022-2 A	3.39%	5/17/2027	189,957.97	3.39%	
5/19/2022	5/24/2022	245,000.00	3137BKRJ1	FHMS K047 A2	3.32%	5/1/2025	247,090.61	3.10%	
5/19/2022	5/26/2022	180,000.00	254683CS2	DCENT 2022-A2 A	3.32%	5/17/2027	179,985.37	3.32%	
5/24/2022	6/1/2022	160,000.00	98163QAD1	WOART 2022-B A3	3.25%	7/15/2027	159,980.59	3.25%	
5/25/2022	5/31/2022	250,834.67	3137FBTA4	FHLMC MULTIFAMILY STRUCTURED POOL	3.06%	8/1/2024	251,808.27	3.00%	
5/26/2022	6/22/2022	65,000.00	20772KQH5	CONNECTICUT ST-A-TXBL MUNICIPAL BONDS	3.29%	6/15/2025	65,000.00	3.29%	
5/31/2022	6/7/2022	50,000.00	06368D3S1	BANK OF MONTREAL CORPORATE NOTES	3.70%	6/7/2025	49,988.50	3.71%	
6/6/2022	6/13/2022	85,000.00	69371RR81	PACCAR FINANCIAL CORP CORPORATE NOTES	3.15%	6/13/2024	84,980.45	3.16%	

## Quarterly Portfolio Transactions

Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amount (\$)	Yield at Market	Realized G/L (BV)
<b>BUY</b>									
6/6/2022	6/14/2022	175,000.00	14041NGA3	COMET 2022-A2 A	3.49%	5/15/2027	174,972.04	3.49%	
6/9/2022	6/16/2022	60,000.00	05522RDE5	BACCT 2022-A1 A1	3.53%	11/15/2027	59,996.26	3.53%	
6/22/2022	6/27/2022	70,000.00	34534LAD9	FORDO 2022-B A3	3.74%	9/15/2026	69,996.21	3.74%	
<b>Total BUY</b>		<b>16,420,834.67</b>					<b>16,306,498.47</b>		<b>0.00</b>
<b>INTEREST</b>									
4/1/2022	4/1/2022		MONEY0002	MONEY MARKET FUND			244.78		
4/1/2022	4/1/2022	100,000.00	911312BX3	UNITED PARCEL SERVICE CORPORATE NOTES	3.90%	4/1/2025	1,950.00		
4/7/2022	4/7/2022	200,000.00	78016EZ8	ROYAL BANK OF CANADA CORPORATE NOTES	0.75%	10/7/2024	750.00		
4/15/2022	4/15/2022	80,000.00	20030NCR0	COMCAST CORP (CALLABLE) CORPORATE NOTES	3.70%	4/15/2024	1,480.00		
4/24/2022	4/24/2022	150,000.00	06051GJH3	BANK OF AMERICA CORP (CALLABLE) CORPORAT	0.81%	10/24/2024	607.50		
4/26/2022	4/26/2022	80,000.00	05531FBB8	TRUIST FIN CORP NOTES (CALLABLE)	2.85%	10/26/2024	1,140.00		
4/29/2022	4/29/2022	80,000.00	61746BDQ6	MORGAN STANLEY CORP NOTES	3.87%	4/29/2024	1,550.00		
4/30/2022	4/30/2022	150,000.00	713448CT3	PEPSICO INCMCORP NOTES (CALLABLE)	2.75%	4/30/2025	2,062.50		
4/30/2022	4/30/2022	1,000,000.00	9128283D0	US TREASURY NOTES	2.25%	10/31/2024	11,250.00		
4/30/2022	4/30/2022	1,000,000.00	912828T91	US TREASURY NOTES	1.62%	10/31/2023	8,125.00		
5/1/2022	5/1/2022	100,000.00	867914BS1	SUNTRUST BANKS INC (CALLABLE) CORP NOTE	4.00%	5/1/2025	2,000.00		
5/2/2022	5/2/2022		MONEY0002	MONEY MARKET FUND			807.41		

## Quarterly Portfolio Transactions

Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amount (\$)	Yield at Market	Realized G/L (BV)
<b>INTEREST</b>									
5/11/2022	5/11/2022	150,000.00	822582BD3	SHELL INTERNATIONAL FIN CORPORATE NOTES	3.25%	5/11/2025	2,437.50		
5/15/2022	5/15/2022	95,000.00	89238FAD5	TAOT 2022-B A3	2.93%	9/15/2026	247.42		
5/15/2022	5/15/2022	100,000.00	14317HAC5	CARMX 2022-2 A3	3.49%	2/16/2027	164.81		
5/15/2022	5/15/2022	100,000.00	459200JY8	IBM CORP NOTES	3.00%	5/15/2024	1,500.00		
5/15/2022	5/15/2022	100,000.00	41284YAD8	HDMOT 2022-A A3	3.06%	2/15/2027	212.50		
5/15/2022	5/15/2022	100,000.00	14913R2C0	CATERPILLAR FINL SERVICE CORPORATE NOTES	1.45%	5/15/2025	725.00		
5/15/2022	5/15/2022	150,000.00	369550BG2	GENERAL DYNAMICS CORP (CALLABLE) CORP NO	3.50%	5/15/2025	2,625.00		
5/16/2022	5/16/2022	60,000.00	362585AC5	GMCAR 2022-2 A3	3.10%	2/16/2027	170.50		
5/31/2022	5/31/2022	1,000,000.00	91282CCD1	US TREASURY N/B NOTES	0.12%	5/31/2023	625.00		
5/31/2022	5/31/2022	1,000,000.00	91282CDM0	US TREASURY N/B NOTES	0.50%	11/30/2023	2,500.00		
6/1/2022	6/1/2022		MONEY0002	MONEY MARKET FUND			472.96		
6/1/2022	6/25/2022	245,000.00	3137BKRJ1	FHMS K047 A2	3.32%	5/1/2025	679.67		
6/1/2022	6/25/2022	250,834.67	3137FBTA4	FHLMC MULTIFAMILY STRUCTURED POOL	3.06%	8/1/2024	640.46		
6/3/2022	6/3/2022	200,000.00	440452AG5	HORMEL FOODS CORP NOTES (CALLABLE)	0.65%	6/3/2024	650.00		
6/12/2022	6/12/2022	200,000.00	89114QCA4	TORONTO-DOMINION BANK	2.65%	6/12/2024	2,650.00		
6/15/2022	6/15/2022	180,000.00	254683CS2	DCENT 2022-A2 A	3.32%	5/17/2027	315.40		
6/15/2022	6/15/2022	95,000.00	89238FAD5	TAOT 2022-B A3	2.93%	9/15/2026	231.96		

## Quarterly Portfolio Transactions

Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amount (\$)	Yield at Market	Realized G/L (BV)
<b>INTEREST</b>									
6/15/2022	6/15/2022	190,000.00	02582JJT8	AMXCA 2022-2 A	3.39%	5/17/2027	375.73		
6/15/2022	6/15/2022	75,000.00	14043QAC6	COPAR 2022-1 A3	3.17%	4/15/2027	270.77		
6/15/2022	6/15/2022	100,000.00	14317HAC5	CARMX 2022-2 A3	3.49%	2/16/2027	290.83		
6/15/2022	6/15/2022	160,000.00	02008JAC0	ALLYA 2022-1 A3	3.31%	11/15/2026	397.20		
6/15/2022	6/15/2022	100,000.00	41284YAD8	HDMOT 2022-A A3	3.06%	2/15/2027	255.00		
6/16/2022	6/16/2022	60,000.00	362585AC5	GMCAR 2022-2 A3	3.10%	2/16/2027	155.00		
6/25/2022	7/12/2022	70,000.00	05602RAD3	BMWOT 2022-A A3	3.21%	8/25/2026	230.94		
6/30/2022	6/30/2022	1,000,000.00	912828S35	US TREASURY NOTES	1.37%	6/30/2023	6,875.00		
6/30/2022	6/30/2022	1,000,000.00	912828V23	US TREASURY NOTES	2.25%	12/31/2023	11,250.00		
<b>Total INTEREST</b>		<b>9,720,834.67</b>					<b>68,915.84</b>		<b>0.00</b>
<b>PAYDOWNS</b>									
6/1/2022	6/25/2022	291.92	3137FBTA4	FHLMC MULTIFAMILY STRUCTURED POOL	3.06%	8/1/2024	291.92		
<b>Total PAYDOWNS</b>		<b>291.92</b>					<b>291.92</b>		<b>0.00</b>
<b>SELL</b>									
5/17/2022	5/24/2022	190,000.00	91282CDZ1	US TREASURY N/B NOTES	1.50%	2/15/2025	183,765.30		-1,730.58
5/25/2022	5/31/2022	250,000.00	912828Q29	US TREASURY NOTES	1.50%	3/31/2023	249,794.92		-18.85
6/7/2022	6/9/2022	250,000.00	91282CDZ1	US TREASURY N/B NOTES	1.50%	2/15/2025	242,294.22		-2,056.35

### Quarterly Portfolio Transactions

Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amount (\$)	Yield at Market	Realized G/L (BV)
<b>SELL</b>									
6/27/2022	6/27/2022	50,000.00	912828Q29	US TREASURY NOTES	1.50%	3/31/2023	49,727.21		-305.29
<b>Total SELL</b>		<b>740,000.00</b>					<b>725,581.65</b>		<b>-4,111.07</b>



## Important Disclosures

This material is for general information purposes only and is not intended to provide specific advice or a specific recommendation, as it was prepared without regard to any specific objectives or financial circumstances.

Investment advisory services are provided by PFM Asset Management LLC ("PFMAM"), an investment adviser registered with the U.S. Securities and Exchange Commission and a subsidiary of U.S. Bancorp Asset Management, Inc. ("USBAM"). USBAM is a subsidiary of U.S. Bank National Association ("U.S. Bank"). U.S. Bank is a separate entity and subsidiary of U.S. Bancorp. U.S. Bank is not responsible for and does not guarantee the products, services or performance of PFMAM. The information contained is not an offer to purchase or sell any securities. Additional applicable regulatory information is available upon request.

PFMAM professionals have exercised reasonable professional care in the preparation of this performance report. Information in this report is obtained from sources external to PFMAM and is generally believed to be reliable and available to the public; however, we cannot guarantee its accuracy, completeness or suitability. We rely on the client's custodian for security holdings and market values. Transaction dates reported by the custodian may differ from money manager statements. While efforts are made to ensure the data contained herein is accurate and complete, we disclaim all responsibility for any errors that may occur. References to particular issuers are for illustrative purposes only and are not intended to be recommendations or advice regarding such issuers. Fixed income manager and index characteristics are gathered from external sources. When average credit quality is not available, it is estimated by taking the market value weights of individual credit tiers on the portion of the strategy rated by a NRSRO.

It is not possible to invest directly in an index. The index returns shown throughout this material do not represent the results of actual trading of investor assets. Third-party providers maintain the indices shown and calculate the index levels and performance shown or discussed. Index returns do not reflect payment of any sales charges or fees an investor would pay to purchase the securities they represent. The imposition of these fees and charges would cause investment performance to be lower than the performance shown.

The views expressed within this material constitute the perspective and judgment of PFMAM at the time of distribution and are subject to change. Any forecast, projection, or prediction of the market, the economy, economic trends, and equity or fixed-income markets are based upon certain assumptions and current opinion as of the date of issue and are also subject to change. Some, but not all assumptions are noted in the report. Assumptions may or may not be proven correct as actual events occur, and results may depend on events outside of your or our control. Changes in assumptions may have a material effect on results. Opinions and data presented are not necessarily indicative of future events or expected performance.

For more information regarding PFMAM's services or entities, please visit [www.pfmam.com](http://www.pfmam.com).

© 2022 PFM Asset Management LLC. Further distribution is not permitted without prior written consent.

## Important Disclosures

- Market values that include accrued interest are derived from closing bid prices as of the last business day of the month as supplied by Refinitiv, Bloomberg, or Telerate. Where prices are not available from generally recognized sources, the securities are priced using a yield-based matrix system to arrive at an estimated market value.
- In accordance with generally accepted accounting principles, information is presented on a trade date basis; forward settling purchases are included in the monthly balances, and forward settling sales are excluded.
- Performance is presented in accordance with the CFA Institute's Global Investment Performance Standards (GIPS). Unless otherwise noted, performance is shown gross of fees. Quarterly returns are presented on an unannualized basis. Returns for periods greater than one year are presented on an annualized basis. Past performance is not indicative of future returns.
- Bank of America/Merrill Lynch Indices provided by Bloomberg Financial Markets.
- Money market fund/cash balances are included in performance and duration computations.
- Standard & Poor's is the source of the credit ratings. Distribution of credit rating is exclusive of money market fund/LGIP holdings.
- Callable securities in the portfolio are included in the maturity distribution analysis to their stated maturity date, although, they may be called prior to maturity.
- MBS maturities are represented by expected average life.

## Glossary

- **Accrued Interest:** Interest that is due on a bond or other fixed income security since the last interest payment was made.
- **Agencies:** Federal agency securities and/or Government-sponsored enterprises.
- **Amortized Cost:** The original cost of the principal of the security is adjusted for the amount of the periodic reduction of any discount or premium from the purchase date until the date of the report. Discount or premium with respect to short-term securities (those with less than one year to maturity at time of issuance) is amortized on a straight line basis. Such discount or premium with respect to longer-term securities is amortized using the constant yield basis.
- **Asset-Backed Security:** A financial instrument collateralized by an underlying pool of assets – usually ones that generate a cash flow from debt, such as loans, leases, credit card balances, and receivables.
- **Bankers' Acceptance:** A draft or bill of exchange accepted by a bank or trust company. The accepting institution guarantees payment of the bill as well as the insurer.
- **Commercial Paper:** An unsecured obligation issued by a corporation or bank to finance its short-term credit needs, such as accounts receivable and inventory.
- **Contribution to Total Return:** The weight of each individual security multiplied by its return, then summed for each sector to determine how much each sector added or subtracted from the overall portfolio performance.
- **Effective Duration:** A measure of the sensitivity of a security's price to a change in interest rates, stated in years.
- **Effective Yield:** The total yield an investor receives in relation to the nominal yield or coupon of a bond. Effective yield takes into account the power of compounding on investment returns, while nominal yield does not.
- **FDIC:** Federal Deposit Insurance Corporation. A federal agency that insures bank deposits to a specified amount.
- **Interest Rate:** Interest per year divided by principal amount and expressed as a percentage.
- **Market Value:** The value that would be received or paid for an investment in an orderly transaction between market participants at the measurement date.
- **Maturity:** The date upon which the principal or stated value of an investment becomes due and payable.
- **Negotiable Certificates of Deposit:** A CD with a very large denomination, usually \$1 million or more, that can be traded in secondary markets.
- **Par Value:** The nominal dollar face amount of a security.
- **Pass-through Security:** A security representing pooled debt obligations that passes income from debtors to its shareholders. The most common type is the mortgage-backed security.

## Glossary

- **Repurchase Agreements:** A holder of securities sells these securities to an investor with an agreement to repurchase them at a fixed price on a fixed date.
- **Settle Date:** The date on which the transaction is settled and monies/securities are exchanged. If the settle date of the transaction (i.e., coupon payments and maturity proceeds) occurs on a non-business day, the funds are exchanged on the next business day.
- **Supranational:** A multinational union or association in which member countries cede authority and sovereignty on at least some internal matters to the group, whose decisions are binding on its members.
- **Trade Date:** The date on which the transaction occurred; however, the final consummation of the security transaction and payment has not yet taken place.
- **Unsettled Trade:** A trade which has been executed; however, the final consummation of the security transaction and payment has not yet taken place.
- **U.S. Treasury:** The department of the U.S. government that issues Treasury securities.
- **Yield:** The rate of return based on the current market value, the annual interest receipts, maturity value, and the time period remaining until maturity, stated as a percentage on an annualized basis.
- **YTM at Cost:** The yield to maturity at cost is the expected rate of return based on the original cost, the annual interest receipts, maturity value, and the time period from purchase date to maturity, stated as a percentage on an annualized basis.
- **YTM at Market:** The yield to maturity at market is the rate of return based on the current market value, the annual interest receipts, maturity value, and the time period remaining until maturity, stated as a percentage on an annualized basis.



**For Finance Committee  
August 9, 2022**

---

**Issue:** Millage Rate Discussion for FY 22/23

**Action:** For Discussion Purposes

**Budget Impact:** To Be Determined

---

**Background:** At the June 16, 2022, Council meeting, the Council voted to maintain the current millage rate of .4699 as the advertised rate reflected in the first TRIM notices. Maintaining this rate would allow the Council to assess if unforeseen circumstances would require the Council's action and the need for additional revenue in the upcoming fiscal year. The Council was reminded that they may reduce the millage rate at the TRIM Hearings in September, but it is quite costly to increase it. There was agreement that this decision would be discussed again prior to the TRIM Hearings in September.

**Current Status:** The final property values were released July 1<sup>st</sup> and the overall increase was 11.61%. As of this writing, there have been no unforeseen programmatic needs that came to the staff's attention that cannot be absorbed by the Unallocated budget approved by the Council in May and June. There have been further economic developments with respect to inflation, the threat of recession and the ongoing housing crisis which could have an impact on future budgets. Attached is an analysis highlighting three options for the Council to review and discuss:

- maintain the current millage rate of .4699
- adopt a mid-range millage rate of .4500
- adopt the roll-back rate of .4305

An additional analysis depicts how the millage rate and fund balance work together to build the Budget and to forecast future scenarios. These tools are to aid in the discussion and analysis in setting the millage rate for the TRIM meetings in September.

**Recommended Action:** For Discussion Purposes

**Children's Services Council of Broward County  
Millage Rate Scenarios for FY 2022-23**

		FY 22/23	FY 22/23	FY 22/23
	FY 2021/22	Millage Rate remains the same as Prior Year	Midrange Millage Rate	Roll Back Millage Rate
Property Values	\$222,827,042,332	\$246,758,603,360	\$246,758,603,360	\$246,758,603,360
Millage Rate	0.4699	0.4699	0.4500	0.4305
Net Budget derived from taxes	99,471,106	110,154,274	105,489,303	100,918,100
Budget derived from Taxes	99,471,106	\$110,154,274	\$105,489,303	\$100,918,100
Additional Revenue (Before CRA and other Adjustments)		\$10,683,169	\$6,018,197	\$1,446,994
Millage Rate Change		0.0000	-0.0199	-0.0394
Millage Rate Percent Change			-4.2%	-8.4%
Impact on Use of Fund Balance for FY 22/23 Budget		\$ 13,338,000	\$ 17,829,500	\$ 22,300,000
Unallocated for FY22/23		\$ 2,525,927	\$ 2,508,387	\$ 2,508,753
Impact of Millage Rate on a net \$500k house		\$ 235	\$ 224	\$ 215

**Children's Services Council of Broward  
Revenue Projection FY 23/24 through FY 24/25**

**Roll Back Rate**

	FY 21/22 Current Year	FY 22/23 Roll Back Rate	FY 23/24 MR Flat	FY 24/25 MR Incr	FY 24/25 MR Incr
	Presented at May Budget Retreat Property Values Tax Yr. 21	Property Values Tax Yr. 22 11.61% Increase	Property Values Tax Yr. 23 Assume 3% Increase	Property Values Tax Yr. 24 Assume 1% Decrease	Property Values Tax Yr. 24 Assume 4% Decrease
Gross Taxable Value	\$ 222,827,042,332	\$ 246,758,603,360	\$ 254,161,361,461	\$ 251,619,747,846	\$ 243,994,907,002
Millage Rate (MR)	0.4699	0.4305	0.4305	0.4483	0.4623
Tax Revenue Generated by Taxes @ 95%					
Uncollectible Value	99,471,106	100,918,099	103,945,643	107,161,076	107,158,903
Fund Balance	19,414,037	22,300,000	19,200,000	16,000,000	16,000,000
Other Revenue	2,687,997	2,899,337	2,899,337	2,899,337	2,899,337
Total Estimated Revenue	\$ 121,573,140	\$ 126,117,436	\$ 126,044,980	\$ 126,060,413	\$ 126,058,240
Difference from FY 21/22 Year		\$ 4,544,296	\$ 4,471,840	\$ 4,487,273	

based on FY 23/24  
Property Values  
Assumption

based on FY 23/24  
Property Values  
Assumption

**Mid-Range Millage Rate**

	FY 21/22 Current Year	FY 22/23 Mid-Range MR	FY 23/24 MR Flat	FY 24/25 MR Incr	FY 24/25 MR Incr
	Presented at May Budget Retreat Property Values Tax Yr. 21	Property Values Tax Yr. 22 11.61% Increase	Property Values Tax Yr. 23 Assume 3% Increase	Property Values Tax Yr. 24 Assume 1% Decrease	Property Values Tax Yr. 24 Assume 4% Decrease
Gross Taxable Value	\$ 222,827,042,332	\$ 246,758,603,360	\$ 254,161,361,461	\$ 251,619,747,846	\$ 243,994,907,002
Less: Proposed Tax Impact					
Net Taxable Value	\$ 222,827,042,332	\$ 246,758,603,360	\$ 254,161,361,461	\$ 251,619,747,846	\$ 243,994,907,002
Millage Rate (MR)	0.4699	0.4500	0.4500	0.4545	0.4687
Tax Revenue Generated by Taxes @ 95%					
Uncollectible Value	99,471,106	105,489,302	108,653,982	108,643,117	108,642,392
Fund Balance:					
Fund Balance	19,414,037	17,829,500	14,500,000	14,500,000	14,500,000
Other Revenue	2,687,997	2,899,337	2,899,337	2,899,337	2,899,337
Total Estimated Revenue	\$ 121,573,140	\$ 126,218,139	\$ 126,053,319	\$ 126,042,454	\$ 126,041,729

based on FY 23/24  
Property Values  
Assumption

based on FY 23/24  
Property Values  
Assumption

**Current Millage Rate**

	FY 21/22 Current Year	FY 22/23 Current MR	FY 23/24 MR Flat	FY 24/25 MR Incr	FY 24/25 MR Incr
	Presented at May Budget Retreat Property Values Tax Yr. 21	Property Values Tax Yr. 22 11.61% Increase	Property Values Tax Yr. 23 Assume 3% Increase	Property Values Tax Yr. 24 Assume 1% Decrease	Property Values Tax Yr. 24 Assume 4% Decrease
Gross Taxable Value	\$ 222,827,042,332	\$ 246,758,603,360	\$ 254,161,361,461	\$ 251,619,747,846	\$ 243,994,907,002
Less: Proposed Tax Impact					
Net Taxable Value	\$ 222,827,042,332	\$ 246,758,603,360	\$ 254,161,361,461	\$ 251,619,747,846	\$ 243,994,907,002
Millage Rate (MR)	0.4699	0.4699	0.4699	0.4746	0.4894
Tax Revenue Generated by Taxes @ 95%					
Uncollectible Value	99,471,106	110,154,273	113,458,903	113,447,796	113,440,552
Fund Balance:					
Fund Balance	19,414,037	13,338,000	9,700,000	9,700,000	9,700,000
Other Revenue	2,687,997	2,899,337	2,899,337	2,899,337	2,899,337
Total Estimated Revenue	\$ 121,573,140	\$ 126,391,610	\$ 126,058,240	\$ 126,047,133	\$ 126,039,889

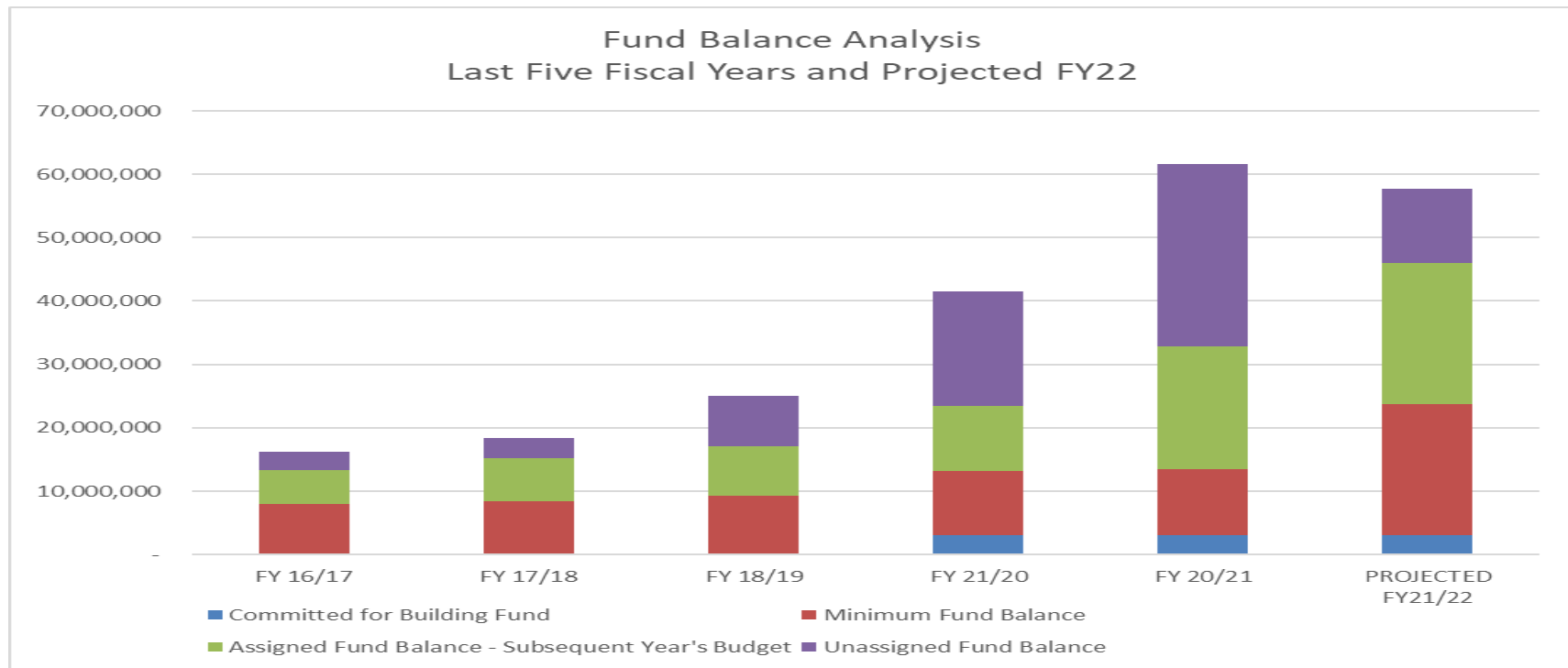
based on FY 23/24  
Property Values  
Assumption

based on FY 23/24  
Property Values  
Assumption

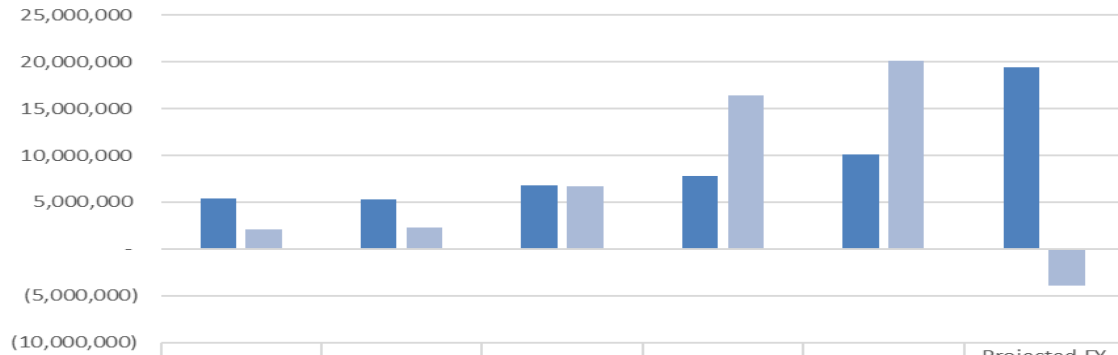


## Fund Balance Estimate

Total Fund Balance 9/30/21	\$61,581,838
Minimum Fund Balance FY 21/22	(\$20,768,053)
Committed for Building	(\$3,000,000)
Unassigned Fund Balance	\$37,813,785
Estimated decrease in Fund Balance FY 21/22	(\$3,900,000)
Estimated Fund Balance at 9/30/2022	\$33,913,785



### Fund Balance Analysis Last Five Fiscal Years and Projected FY22



	FY 16/17	FY 17/18	FY 18/19	FY 19/20	FY 20/21	Projected FY 21/22
Budgeted Fund Balance	5,427,995	5,325,704	6,815,653	7,792,662	10,057,505	19,414,037
Ending Fund Balance Increase(decrease)	2,091,254	2,238,947	6,644,965	16,394,924	20,111,527	(3,900,000)

### Programs Budget Utilization - Last 5 Fiscal Years

