



# INVESTMENT ADVISORY COMMITTEE AGENDA

**Monday, October 22, 2018**

**10:00 AM**

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

**CHAIR:** Mayor Pro Tem Christine Marick

**ALTERNATE:** Council Member Marty Simonoff

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

## CALL TO ORDER / ROLL CALL

1. Matters from the Audience

**CONSENT CALENDAR** – The Investment Advisory Committee approves all Consent Calendar matters with one motion unless Investment Advisory Members or Staff requests further discussion of a particular item. Items of concern regarding Consent Calendar matters should be presented during "Matters from the Audience."

## CONSENT

2. Approval of Action Minutes for July 23, 2018 Meeting

### **Attachments**

Minutes

3. Monthly Report of Investments for the City of Brea for Period Ending September 30, 2018

### **Attachments**

Attachment A

4. Monthly Report of Investments for the Successor Agency to the Brea Redevelopment Agency for Period Ending September 30, 2018

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

**Attachments**

Attachment A

**DISCUSSION**

5. Review Quarterly Investment Report Period Ending September 30, 2018 from Chandler Asset Management - Presented by Martin (Marty) Cassell and Mia Corral

**Attachments**

Investment Report

6. Schedule Next Meeting: January 28, 2019

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

**Special Accommodations**

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

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

City of Brea

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**COMMUNICATION**

**TO:** Honorable Chair and Members  
**FROM:** Bill Gallardo  
**DATE:** 10/22/2018  
**SUBJECT:** Approval of Action Minutes for July 23, 2018 Meeting

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**Attachments**

Minutes

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# INVESTMENT ADVISORY COMMITTEE MEETING MINUTES

**Monday, July 23, 2018**

**10:00 AM**

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

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## CALL TO ORDER / ROLL CALL

ATTENDEES: Christine Marick, Gary Terrazas, Rick Rios, Scott Fujioka, Ho-El Park, Cindy Russell, Faith Madrazo, Alicia Brenner, Ana Conrique

OTHER ATTENDEES: Jeff Probst (Chandler), Mia Corral (Chandler), Keith Stribling (HignMark), Jennifer Meza (PARS)

1. Matters from the Audience – *None*.

## CONSENT

2. Approval of Action Minutes for April 23, 2018 Meeting – *Receive and file*.
3. Monthly Report of Investments for the City of Brea for Period Ending June 30, 2018 – *Recommended for City Council approval*.
4. Monthly Report of Investments for the Successor Agency to the Brea Redevelopment Agency for Period Ending June 30, 2018 – *Recommended for City Council approval*.
5. City of Brea/Successor Agency to the Brea Redevelopment Agency Statement of Investment Policy – *Recommended for City Council approval*.
6. Review the Investment Policy Guidelines for the City of Brea's Employee Benefit Fund Pension Plan – *Recommended for City Council approval*.
7. Adoption of the City of Brea Resolution Authorizing Investment of Monies in the Local Agency Investment Fund (LAIF) – *Recommended for City Council approval*.
8. Adoption of the Successor Agency Resolution Authorizing Investment in the Local Agency Investment Fund for the Successor Agency to the Brea Redevelopment Agency – *Recommended for City Council approval*.

## DISCUSSION

9. Review Quarterly Investment Report Period Ending June 30, 2018 from Chandler Asset Management - Presentation by Jeff Probst – *The Committee reviewed the quarterly report as presented and recommended forwarding to the City Council*.

10. Review of PARS Post Employment Benefit Trust Investment Report for Period Ending June 30, 2018 - Presentation by PARS and HighMark Capital Management – *The Committee reviewed the quarterly report as presented and recommended forwarding to the City Council.*
11. Schedule Next Meeting: October 22, 2018

Meeting Adjourned: 10:52 a.m.



City of Brea

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**INVESTMENT ADVISORY COMMITTEE COMMUNICATION**

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**TO:** Honorable Chair and Committee Members

**FROM:** Bill Gallardo, City Manager

**DATE:** 10/22/2018

**SUBJECT:** Monthly Report of Investments for the City of Brea for Period Ending September 30, 2018

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**RECOMMENDATION**

Receive and file.

**BACKGROUND/DISCUSSION**

The Monthly Report of Investments is in accordance with Government Code Section 53607 and contains information on the investment activities for the month of September. Cash for day-to-day activities is deposited in the demand and interest-bearing checking accounts.

The Local Agency Investment Fund (LAIF) is used for short term investment and functions like a savings account. The City's managed investment portfolio is for longer-term investments which are managed through Chandler Asset Management. Together, the short and long-term investment accounts represent the City's investment portfolio. Attachment A includes a Portfolio Summary, Holdings Report, Book Value Report and Compliance with Investment Policy Statement prepared by Chandler Asset Management for the invested funds. The book value is the cost, plus or minus amortization/accretion.

As of September 30, 2018, the total market value of the managed investment portfolio, including accrued interest, was \$57,345,499.04 as compared to \$57,445,939.76 at August 31, 2018. The weighted average investment yield for September 2018 was 2.01%, which was the same as the prior month. The City's Local Agency Investment Fund (LAIF) had a total market value, including accrued interest of \$22,611,172.89 at September 30, 2018. This brings the total value of the City's investment portfolio as of September 30, 2018 to \$79,956,671.93 as compared to \$79,245,196.73 at August 31, 2018.

Restricted cash and investments are held in the post-employment benefits trust account administered by PARS (PARS account) and managed by HighMark Capital and the City's various bond reserve accounts which are managed by Chandler Asset Management.

Attachment A includes a monthly statement from US Bank for the PARS account as well as a portfolio report from Chandler Asset Management for each bond reserve account that is invested. As of September 30, 2018, the market value of the PARS account, including short-term cash and accrued interest was \$7,562,278.20 as compared to \$7,568,629.91 from the prior month. All other restricted cash investments (bond reserve accounts), including short-term cash and accrued interest was \$5,098,505.13 in comparison to \$6,166,034.87 from the prior month.

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

### **FISCAL IMPACT/SUMMARY**

During the month of September the total value of the City's investment portfolio increased by \$711,475.20. This is primarily due to the receipt of sales tax during the month. The City's PARS account decreased by \$6,351.71 primarily due to market rate adjustments and the City's bond reserve accounts decreased by \$1,067,529.74 primarily due to debt service payments for the 2005 Olinda Ranch Public Improvements CFD Bond, 2017 Brea Plaza Public Improvements CFD Bond and the 2014 Downtown Brea Public Improvements CFD Bond.

### **RESPECTFULLY SUBMITTED**

William Gallardo, City Manager

Prepared by: Alicia Brenner, Senior Management Analyst

Concurrence: Cindy Russell, Administrative Services Director

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### **Attachments**

Attachment A

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**City of Brea**  
**Cash and Investment Information**  
September 30, 2018

		<b>Cost Value</b>	<b>Market Value*</b>
<b>Demand and Interest-Bearing Checking Accounts</b>	Citizen's Bank	\$ 2,544,727.82	\$ 2,544,727.82
<b>Local Agency Investment Fund</b>	LAIF	\$ 22,506,200.36	\$ 22,611,172.89
<b>Managed Investment Portfolio - CHANDLER</b>	Chandler	\$ 58,237,643.84	\$ 57,345,499.04
<b>PARS Post-Employment Benefits Trust**</b>	US Bank	\$ 6,800,152.39	\$ 7,562,278.20
<b><u>Fiscal Agent Cash &amp; Investments**</u></b>			
2005 Olinda Ranch Public Improvements Bonds (CFD 1997-1)	Chandler/BNY	\$ 458,284.22	\$ 449,762.45
2009 Water Revenue Bonds	Chandler/BNY	\$ 2,097,686.12	\$ 2,030,123.49
2010 Water Revenue Bonds	Chandler/BNY	\$ 1,478,252.13	\$ 1,433,028.22
2010 Lease Revenue Bonds	Chandler/BNY	\$ 361,632.59	\$ 352,629.20
2014 Downtown Brea Public Improvements CFD Bonds	Chandler/BNY	\$ 164,647.12	\$ 164,647.12
2014 Water Revenue Bonds	Chandler/BNY	\$ 217.37	\$ 217.37
2017 Brea Plaza Public Improvements CFD Bonds (CFD 2008-2)	Chandler/BNY	\$ 668,844.18	\$ 668,097.28
<b>Sub-total - Fiscal Agent Cash &amp; Investments</b>		<b>\$ 5,229,563.73</b>	<b>\$ 5,098,505.13</b>
<b>Report Grand Total</b>		<b>\$ 95,318,288.14</b>	<b>\$ 95,162,183.08</b>

\* Includes accrued interest on invested funds

\*\* Reserve Fund

**City of Brea**  
**Cash and Investment Information**  
September 30, 2018

<b>Fiscal Agent Cash &amp; Investments Detail</b>		<b>Cost Value</b>	<b>Market Value</b>
10103	2005 Olinda Ranch Public Improvements Bonds (CFD 1997-1) - <b>CHANDLER</b>	\$ 457,828.03	\$ 449,306.26
	Short-Term Treasury Funds - <b>BNY</b>	\$ 456.19	\$ 456.19
	<b>Sub-total</b>	<b>\$ 458,284.22</b>	<b>\$ 449,762.45</b>
10073	2009 Water Revenue Bonds - <b>CHANDLER</b>	\$ 1,953,998.42	\$ 1,886,435.79
	Short-Term Treasury Funds - <b>BNY</b>	\$ 143,687.70	\$ 143,687.70
		<b>\$ 2,097,686.12</b>	<b>\$ 2,030,123.49</b>
10128	2010 Water Revenue Bonds - <b>CHANDLER</b>	\$ 1,375,110.63	\$ 1,329,886.72
	Short-Term Treasury Funds - <b>BNY</b>	\$ 103,141.50	\$ 103,141.50
	<b>Sub-total</b>	<b>\$ 1,478,252.13</b>	<b>\$ 1,433,028.22</b>
10129	2010 Lease Revenue Bonds - <b>CHANDLER</b>	\$ 267,578.39	\$ 258,575.00
	Short-Term Treasury Funds - <b>BNY</b>	\$ 94,054.20	\$ 94,054.20
	<b>Sub-total</b>	<b>\$ 361,632.59</b>	<b>\$ 352,629.20</b>
	2014 Downtown Brea Public Improvements CFD Bonds - <b>CHANDLER</b>	\$ -	\$ -
	Short-Term Treasury Funds - <b>BNY</b>	\$ 164,647.12	\$ 164,647.12
	<b>Sub-total</b>	<b>\$ 164,647.12</b>	<b>\$ 164,647.12</b>
	2014 Water Revenue Bonds - <b>CHANDLER</b>	\$ -	\$ -
	Short-Term Treasury Funds - <b>BNY</b>	\$ 217.37	\$ 217.37
	<b>Sub-total</b>	<b>\$ 217.37</b>	<b>\$ 217.37</b>
10600	2017 Brea Plaza Public Improvements CFD Bonds (CFD 2008-2) - <b>CHANDLER</b>	\$ 666,148.82	\$ 665,401.92
	Short-Term Treasury Funds - <b>BNY</b>	\$ 2,695.36	\$ 2,695.36
	<b>Sub-total</b>	<b>\$ 668,844.18</b>	<b>\$ 668,097.28</b>
<b>Report Grand Total</b>		<b>\$ 5,229,563.73</b>	<b>\$ 5,098,505.13</b>

PORTFOLIO CHARACTERISTICS

Average Modified Duration	0.00
Average Coupon	2.09%
Average Purchase YTM	2.09%
Average Market YTM	2.09%
Average S&P/Moody Rating	NR/NR
Average Final Maturity	0.00 yrs
Average Life	0.00 yrs

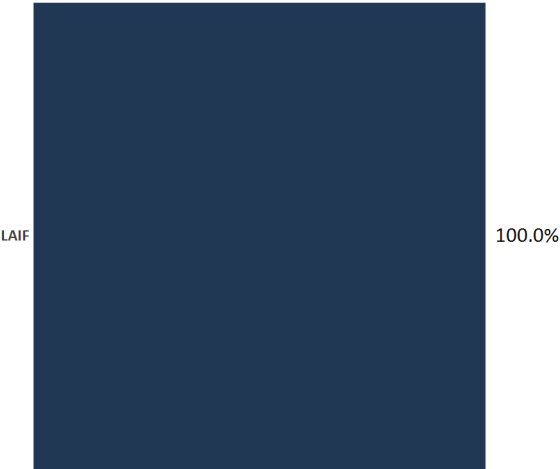
ACCOUNT SUMMARY

	Beg. Values as of 8/31/18	End Values as of 9/30/18
Market Value	21,731,200	22,506,200
Accrued Interest	68,057	104,973
Total Market Value	21,799,257	22,611,173
Income Earned	31,797	36,916
Cont/WD		775,000
Par	21,731,200	22,506,200
Book Value	21,731,200	22,506,200
Cost Value	21,731,200	22,506,200

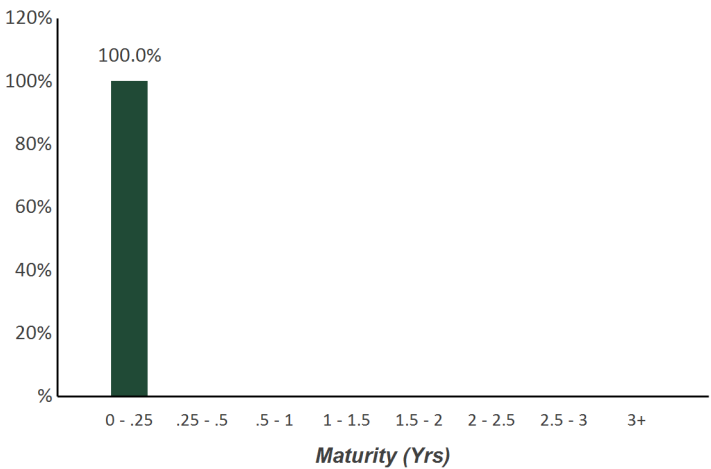
TOP ISSUERS

Local Agency Investment Fund	100.0%
Total	100.0%

SECTOR ALLOCATION



MATURITY DISTRIBUTION



CREDIT QUALITY (S&P)



PERFORMANCE REVIEW

TOTAL RATE OF RETURN	1M	3M	YTD	1YR	Annualized				
					2YRS	3YRS	5YRS	10YRS	2/28/2012
City of Brea Laif	0.17%	0.53%	1.34%	1.64%	1.24%	0.99%	0.70%	N/A	N/A

Holdings Report  
As of September 30, 2018

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
LAIF									
90LAIF\$00	Local Agency Investment Fund State Pool	22,506,200.36	Various 2.09%	22,506,200.36 22,506,200.36	1.00 2.09%	22,506,200.36 104,972.53	100.00% 0.00	NR / NR NR	0.00 0.00
Total LAIF		22,506,200.36	2.09%	22,506,200.36 22,506,200.36	2.09%	22,506,200.36 104,972.53	100.00% 0.00	NR / NR NR	0.00 0.00
TOTAL PORTFOLIO		22,506,200.36	2.09%	22,506,200.36 22,506,200.36	2.09%	22,506,200.36 104,972.53	100.00% 0.00	NR / NR NR	0.00 0.00
TOTAL MARKET VALUE PLUS ACCRUED						22,611,172.89			



## PORTFOLIO CHARACTERISTICS

Average Modified Duration	2.36
Average Coupon	1.90%
Average Purchase YTM	2.01%
Average Market YTM	2.90%
Average S&P/Moody Rating	AA/Aa1
Average Final Maturity	2.60 yrs
Average Life	2.47 yrs

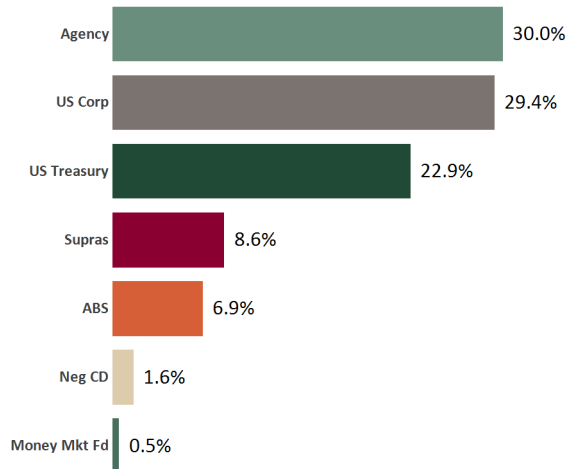
## ACCOUNT SUMMARY

	Beg. Values as of 8/31/18	End Values as of 9/30/18
Market Value	57,206,616	57,104,112
Accrued Interest	239,323	241,387
Total Market Value	<b>57,445,940</b>	<b>57,345,499</b>
Income Earned	94,996	97,845
Cont/WD		0
Par	58,421,169	58,511,995
Book Value	58,214,635	58,310,417
Cost Value	58,146,809	58,237,644

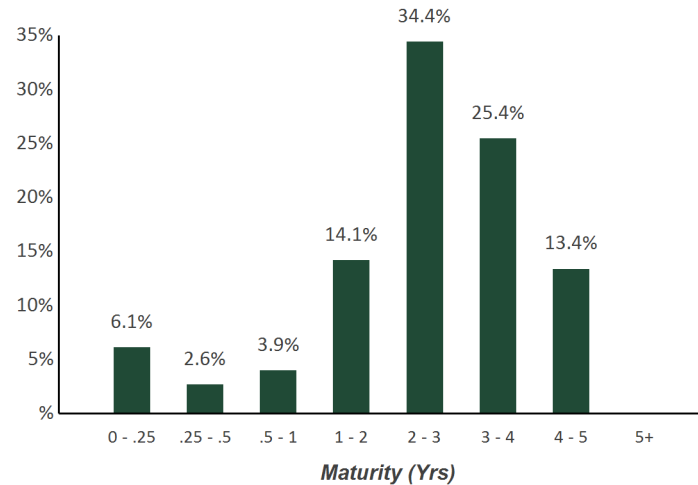
## TOP ISSUERS

Government of United States	22.9%
Federal National Mortgage Assoc	17.7%
Federal Home Loan Mortgage Corp	7.1%
Inter-American Dev Bank	5.3%
Federal Home Loan Bank	5.3%
Intl Bank Recon and Development	2.6%
John Deere ABS	2.0%
US Bancorp	1.9%
<b>Total</b>	<b>64.8%</b>

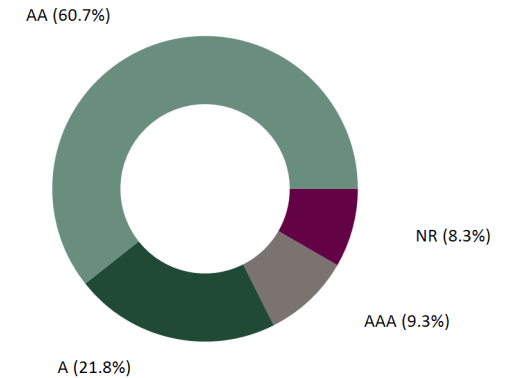
## SECTOR ALLOCATION



## MATURITY DISTRIBUTION



## CREDIT QUALITY (S&amp;P)



## PERFORMANCE REVIEW

TOTAL RATE OF RETURN	1M	3M	YTD	1YR	Annualized				
					2YRS	3YRS	5YRS	10YRS	4/30/1996
City of Brea	-0.17%	0.27%	0.10%	-0.18%	0.15%	0.69%	1.04%	2.03%	3.78%
ICE BAML 1-5 Yr US Treasury/Agency Index*	-0.27%	0.06%	-0.18%	-0.55%	-0.29%	0.30%	0.74%	1.64%	3.40%
ICE BAML 1-5 Yr US Issuers Corp/Govt Rtd AAA-A Idx	-0.25%	0.14%	-0.13%	-0.47%	-0.16%	0.46%	0.87%	1.97%	N/A

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

# Statement of Compliance

As of September 30, 2018

ATTACHMENT A



## City of Brea

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

Category	Standard	Comment
Treasury Issues	No limitations	Complies
US Agencies	25% per issuer	Complies
Supranationals	"AA" rated by a NRSRO; 15% maximum; 5% max per issuer	Complies*
Municipal Securities	5% max issuer	Complies
Banker's Acceptances	40% maximum; 5% max issuer; 180 days max maturity	Complies
Commercial Paper	A-1/P-1 by S&P and Moody's; 25% maximum; 5% max per issuer; 270 days max maturity	Complies
Certificates of Deposit(CDs)/ Time Deposits (TDs)	5% max issuer; FDIC Insured and/or Collateralized	Complies
Negotiable CDs	30% maximum; 5% max per issuer	Complies
Medium Term Notes	"A" rated or better by a NRSRO; 30% maximum; 5% max per issuer	Complies
Pass Through Securities, Asset-Backed Securities (ABS), CMOs	"AA" or higher by a NRSRO; "A" rated issuer by a NRSRO; 20% maximum (combined), 10% maximum (ABS); 5% max per issuer; CMOs must pass FFIEC test	Complies
Money Market Funds	Highest rating by two NRSROs; 20% maximum; 5% max per fund	Complies
LAIF	40%;<60%, with OCIP	Complies
OCIP	40%;<60%, with LAIF	Complies
Repurchase Agreements	5% max issuer; 1 year max maturity	Complies
Range notes	Prohibited	Complies
Interest-only strips	Prohibited	Complies
Zero interest accruals	Prohibited	Complies
Agency Callable notes	5% maximum	Complies
Max Per Issuer	5% per issuer for all non government issuers and agencies	Complies
Maximum Maturity	5 years	Complies

\*IADB is in compliance on a consolidated portfolio basis.

## Reconciliation Summary

As of September 30, 2018



BOOK VALUE RECONCILIATION		
<b>BEGINNING BOOK VALUE</b>		<b>\$58,214,635.12</b>
<u><b>Acquisition</b></u>		
+ Security Purchases	\$0.00	
+ Money Market Fund Purchases	\$226,364.99	
+ Money Market Contributions	\$0.00	
+ Security Contributions	\$0.00	
+ Security Transfers	\$0.00	
<b>Total Acquisitions</b>		<b>\$226,364.99</b>
<u><b>Dispositions</b></u>		
- Security Sales	\$0.00	
- Money Market Fund Sales	\$0.00	
- MMF Withdrawals	\$0.00	
- Security Withdrawals	\$0.00	
- Security Transfers	\$0.00	
- Other Dispositions	\$0.00	
- Maturities	\$0.00	
- Calls	\$0.00	
- Principal Paydowns	\$135,539.39	
<b>Total Dispositions</b>		<b>\$135,539.39</b>
<u><b>Amortization/Accretion</b></u>		
+/- Net Accretion	\$4,956.13	
		\$4,956.13
<u><b>Gain/Loss on Dispositions</b></u>		
+/- Realized Gain/Loss	\$0.00	
		\$0.00
<b>ENDING BOOK VALUE</b>		<b>\$58,310,416.85</b>

CASH TRANSACTION SUMMARY		
<b>BEGINNING BALANCE</b>		<b>\$61,285.04</b>
<u><b>Acquisition</b></u>		
Contributions	\$0.00	
Security Sale Proceeds	\$0.00	
Accrued Interest Received	\$0.00	
Interest Received	\$89,772.73	
Dividend Received	\$1,052.87	
Principal on Maturities	\$0.00	
Interest on Maturities	\$0.00	
Calls/Redemption (Principal)	\$0.00	
Interest from Calls/Redemption	\$0.00	
Principal Paydown	\$135,539.39	
<b>Total Acquisitions</b>	<b>\$226,364.99</b>	
<u><b>Dispositions</b></u>		
Withdrawals	\$0.00	
Security Purchase	\$0.00	
Accrued Interest Paid	\$0.00	
<b>Total Dispositions</b>	<b>\$0.00</b>	
<b>ENDING BOOK VALUE</b>		<b>\$287,650.03</b>

## Holdings Report

As of September 30, 2018



CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
<b>ABS</b>									
89238MAB4	Toyota Auto Receivables Owner 2017-A 1.42% Due 9/16/2019	46,263.25	03/07/2017 1.43%	46,258.78 46,261.54	99.93 2.56%	46,232.59 29.20	0.08% (28.95)	Aaa / AAA NR	0.96 0.06
47787XAB3	John Deere Owner Trust 2017-A A2 1.5% Due 10/15/2019	38,983.77	02/22/2017 1.50%	38,983.62 38,983.71	99.93 2.65%	38,956.13 25.99	0.07% (27.58)	Aaa / NR AAA	1.04 0.06
654747AB0	Nissan Auto Receivables 2017-A A2A 1.47% Due 1/15/2020	68,621.59	03/21/2017 1.47%	68,621.24 68,621.43	99.87 2.46%	68,532.49 44.83	0.12% (88.94)	Aaa / NR AAA	1.29 0.13
47788MAC4	John Deere Owner Trust 2016-A A3 1.36% Due 4/15/2020	162,088.25	02/23/2016 1.37%	162,062.74 162,078.72	99.68 2.62%	161,565.97 97.97	0.28% (512.75)	Aaa / NR AAA	1.54 0.26
47788BAB0	John Deere Owner Trust 2017-B A2A 1.59% Due 4/15/2020	84,387.95	07/11/2017 1.60%	84,380.62 84,383.84	99.74 2.58%	84,166.99 59.63	0.15% (216.85)	Aaa / NR AAA	1.54 0.26
89238BAB8	Toyota Auto Receivables Owner 2018-A A2A 2.1% Due 10/15/2020	715,000.00	01/23/2018 2.12%	714,926.93 714,944.90	99.70 2.70%	712,872.88 667.33	1.24% (2,072.02)	Aaa / AAA NR	2.04 0.50
654747AD6	Nissan Auto Receivables 2017-A A3 1.74% Due 8/16/2021	500,000.00	12/27/2017 2.10%	496,816.41 497,479.06	98.83 2.94%	494,147.00 362.50	0.86% (3,332.06)	Aaa / NR AAA	2.88 0.98
43811BAC8	Honda Auto Receivables 2017-2 A3 1.68% Due 8/16/2021	450,000.00	04/27/2018 2.62%	443,003.91 443,898.76	98.74 2.91%	444,349.80 336.00	0.78% 451.04	Aaa / AAA NR	2.88 1.03
47788BAD6	John Deere Owner Trust 2017-B A3 1.82% Due 10/15/2021	130,000.00	07/11/2017 1.83%	129,990.48 129,993.18	98.63 3.01%	128,218.73 105.16	0.22% (1,774.45)	Aaa / NR AAA	3.04 1.16
47788CAC6	John Deere Owner Trust 2016-B A4 2.66% Due 4/18/2022	185,000.00	02/21/2018 2.68%	184,986.70 184,988.59	99.27 3.13%	183,643.21 218.71	0.32% (1,345.38)	Aaa / NR AAA	3.55 1.62
43815HAC1	Honda Auto Receivables Owner 2018-3 A3 2.95% Due 8/22/2022	495,000.00	08/21/2018 2.98%	494,932.09 494,933.68	99.67 3.12%	493,372.94 405.63	0.86% (1,560.74)	Aaa / NR AAA	3.90 2.10
02587AAJ3	American Express Credit 2017-1 1.93% Due 9/15/2022	550,000.00	06/21/2018 2.92%	541,449.22 541,992.30	98.61 2.98%	542,375.34 471.78	0.95% 383.04	Aaa / NR AAA	3.96 1.33
47788EAC2	John Deere Owner Trust 2018-B A3 3.08% Due 11/15/2022	575,000.00	07/18/2018 3.10%	574,956.42 574,958.30	99.83 3.18%	574,039.16 787.11	1.00% (919.14)	Aaa / NR AAA	4.13 2.11
<b>Total ABS</b>		<b>4,000,344.81</b>	<b>2.48%</b>	<b>3,981,369.16</b> <b>3,983,518.01</b>	<b>2.93%</b>	<b>3,972,473.23</b> <b>3,611.84</b>	<b>6.93%</b> <b>(11,044.78)</b>	<b>Aaa / AAA</b> <b>AAA</b>	<b>3.07</b> <b>1.21</b>



# Holdings Report

As of September 30, 2018



CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
<b>AGENCY</b>									
3135G0A78	FNMA Note 1.625% Due 1/21/2020	1,000,000.00	Various 1.46%	1,008,032.32	98.58	985,769.00	1.72%	Aaa / AA+ AAA	1.31
				1,002,124.01	2.74%	3,159.72	(16,355.01)		1.28
3137EADR7	FHLMC Note 1.375% Due 5/1/2020	1,250,000.00	05/28/2015 1.52%	1,241,437.50	97.82	1,222,775.00	2.14%	Aaa / AA+ AAA	1.59
				1,247,248.96	2.79%	7,161.46	(24,473.96)		1.54
3135G0D75	FNMA Note 1.5% Due 6/22/2020	1,030,000.00	Various 1.57%	1,026,700.60	97.86	1,008,007.44	1.77%	Aaa / AA+ AAA	1.73
				1,028,821.16	2.77%	4,248.75	(20,813.72)		1.68
3137EAEK1	FHLMC Note 1.875% Due 11/17/2020	450,000.00	11/21/2017 1.96%	448,833.97	98.00	441,009.90	0.77%	Aaa / AA+ AAA	2.13
				449,168.50	2.85%	3,140.63	(8,158.60)		2.05
3135G0F73	FNMA Note 1.5% Due 11/30/2020	1,225,000.00	12/16/2015 1.90%	1,201,847.50	97.19	1,190,576.28	2.09%	Aaa / AA+ AAA	2.17
				1,214,881.97	2.85%	6,176.04	(24,305.69)		2.10
3130A7CV5	FHLB Note 1.375% Due 2/18/2021	1,070,000.00	02/17/2016 1.46%	1,065,677.20	96.58	1,033,355.71	1.81%	Aaa / AA+ AAA	2.39
				1,067,939.16	2.87%	1,757.33	(34,583.45)		2.32
3135G0J20	FNMA Note 1.375% Due 2/26/2021	1,275,000.00	Various 1.46%	1,269,953.70	96.54	1,230,890.10	2.15%	Aaa / AA+ AAA	2.41
				1,272,499.54	2.87%	1,704.42	(41,609.44)		2.34
3135G0K69	FNMA Note 1.25% Due 5/6/2021	400,000.00	05/27/2016 1.48%	395,724.00	95.94	383,746.40	0.67%	Aaa / AA+ AAA	2.60
				397,749.22	2.88%	2,013.89	(14,002.82)		2.52
3135G0U35	FNMA Note 2.75% Due 6/22/2021	500,000.00	06/28/2018 2.70%	500,740.00	99.52	497,585.50	0.87%	Aaa / AA+ AAA	2.73
				500,676.12	2.93%	3,666.67	(3,090.62)		2.59
3130A8QS5	FHLB Note 1.125% Due 7/14/2021	1,285,000.00	10/04/2016 1.33%	1,273,126.60	95.35	1,225,309.18	2.14%	Aaa / AA+ AAA	2.79
				1,278,068.17	2.87%	3,092.03	(52,758.99)		2.71
3137EAEK9	FHLMC Note 1.125% Due 8/12/2021	1,250,000.00	08/30/2016 1.33%	1,237,737.50	95.17	1,189,562.50	2.08%	Aaa / AA+ AAA	2.87
				1,242,901.73	2.89%	1,914.06	(53,339.23)		2.78
3135G0N82	FNMA Note 1.25% Due 8/17/2021	1,285,000.00	Various 1.29%	1,282,305.71	95.52	1,227,476.98	2.14%	Aaa / AA+ AAA	2.88
				1,283,409.51	2.88%	1,963.20	(55,932.53)		2.79
3135G0S38	FNMA Note 2% Due 1/5/2022	1,350,000.00	04/25/2017 1.92%	1,354,927.50	97.11	1,311,028.20	2.30%	Aaa / AA+ AAA	3.27
				1,353,426.83	2.93%	6,450.00	(42,398.63)		3.11
3135G0T45	FNMA Note 1.875% Due 4/5/2022	1,315,000.00	06/19/2017 1.88%	1,314,801.44	96.47	1,268,538.42	2.23%	Aaa / AA+ AAA	3.52
				1,314,854.54	2.94%	12,054.17	(46,316.12)		3.33
3130A3KM5	FHLB Note 2.5% Due 12/9/2022	775,000.00	08/28/2018 2.83%	764,808.75	98.10	760,256.40	1.34%	Aaa / AA+ NR	4.19
				765,023.92	2.99%	6,027.78	(4,767.52)		3.91
3135G0T94	FNMA Note 2.375% Due 1/19/2023	1,000,000.00	03/14/2018 2.73%	984,140.00	97.49	974,867.00	1.71%	Aaa / AA+ AAA	4.31
				985,923.13	3.00%	4,750.00	(11,056.13)		4.03

## Holdings Report

As of September 30, 2018



CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
<b>AGENCY</b>									
3137EAEN5	FHLMC Note 2.75% Due 6/19/2023	1,200,000.00	07/20/2018 2.86%	1,193,976.00 1,194,211.31	98.77 3.03%	1,185,247.20 10,083.33	2.08% (8,964.11)	Aaa / AA+ AAA	4.72 4.35
<b>Total Agency</b>		<b>17,660,000.00</b>	<b>1.81%</b>	<b>17,564,770.29</b> <b>17,598,927.78</b>	<b>2.89%</b>	<b>17,136,001.21</b> <b>79,363.48</b>	<b>30.02%</b> <b>(462,926.57)</b>	<b>Aaa / AA+ AAA</b>	<b>2.82</b> <b>2.70</b>
<b>MONEY MARKET FUND FI</b>									
316175884	Fidelity Institutional Money Market Fund 696	287,650.03	Various 1.65%	287,650.03 287,650.03	1.00 1.65%	287,650.03 0.00	0.50% 0.00	Aaa / AAA NR	0.00 0.00
<b>Total Money Market Fund FI</b>		<b>287,650.03</b>	<b>1.65%</b>	<b>287,650.03</b> <b>287,650.03</b>	<b>1.65%</b>	<b>287,650.03</b> <b>0.00</b>	<b>0.50%</b> <b>0.00</b>	<b>Aaa / AAA NR</b>	<b>0.00</b> <b>0.00</b>
<b>NEGOTIABLE CD</b>									
06371ETT4	Bank of Montreal Chicago Yankee CD 1.76% Due 11/7/2018	920,000.00	11/06/2017 1.76%	920,000.00 920,000.00	100.00 1.76%	920,000.00 14,752.71	1.63% 0.00	P-1 / A-1 F-1+	0.10 0.10
<b>Total Negotiable CD</b>		<b>920,000.00</b>	<b>1.76%</b>	<b>920,000.00</b> <b>920,000.00</b>	<b>1.76%</b>	<b>920,000.00</b> <b>14,752.71</b>	<b>1.63%</b> <b>0.00</b>	<b>P-1 / A-1 F-1+</b>	<b>0.10</b> <b>0.10</b>
<b>SUPRANATIONAL</b>									
459058ER0	Intl. Bank Recon & Development Note 1% Due 10/5/2018	1,460,000.00	09/30/2015 1.06%	1,457,518.00 1,459,990.93	99.99 1.78%	1,459,839.40 7,137.78	2.56% (151.53)	Aaa / AAA AAA	0.01 0.01
4581X0CX4	Inter-American Dev Bank Note 1.625% Due 5/12/2020	1,065,000.00	04/05/2017 1.70%	1,062,475.95 1,063,679.69	98.04 2.87%	1,044,161.15 6,682.14	1.83% (19,518.54)	Aaa / AAA AAA	1.62 1.57
45950KCM0	International Finance Corp Note 2.25% Due 1/25/2021	410,000.00	01/18/2018 2.35%	408,794.60 409,068.45	98.42 2.96%	403,501.91 1,691.25	0.71% (5,566.54)	Aaa / AAA NR	2.32 2.23
4581X0CW6	Inter-American Dev Bank Note 2.125% Due 1/18/2022	1,275,000.00	01/10/2017 2.15%	1,273,431.75 1,273,965.09	97.15 3.04%	1,238,677.80 5,494.01	2.17% (35,287.29)	Aaa / NR AAA	3.30 3.14

## Holdings Report

As of September 30, 2018



CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
<b>SUPRANATIONAL</b>									
4581X0CZ9	Inter-American Dev Bank Note 1.75% Due 9/14/2022	800,000.00	Various 2.40%	777,732.00 780,731.39	95.18 3.05%	761,470.40 661.12	1.33% (19,260.99)	NR / NR AAA	3.96 3.77
<b>Total Supranational</b>		<b>5,010,000.00</b>	<b>1.79%</b>	<b>4,979,952.30</b> <b>4,987,435.55</b>	<b>2.63%</b>	<b>4,907,650.66</b> <b>21,666.30</b>	<b>8.60%</b> <b>(79,784.89)</b>	<b>Aaa / AAA</b> <b>AAA</b>	<b>1.99</b> <b>1.90</b>
<b>US CORPORATE</b>									
74005PBH6	Praxair Note 1.25% Due 11/7/2018	810,000.00	Various 1.67%	797,684.40 809,670.34	99.85 2.73%	808,761.51 4,050.00	1.42% (908.83)	A2 / A NR	0.10 0.10
36962G7G3	General Electric Capital Corp Note 2.3% Due 1/14/2019	800,000.00	Various 2.27%	800,569.30 800,068.69	99.90 2.63%	799,210.41 3,935.56	1.40% (858.28)	A2 / A A	0.29 0.29
17275RAR3	Cisco Systems Note 2.125% Due 3/1/2019	715,000.00	Various 2.04%	717,853.05 715,236.53	99.85 2.48%	713,919.64 1,266.16	1.25% (1,316.89)	A1 / AA- NR	0.42 0.42
91159HHH6	US Bancorp Callable Note Cont 3/25/2019 2.2% Due 4/25/2019	700,000.00	Various 2.08%	703,858.75 700,390.87	99.75 2.64%	698,258.40 6,673.33	1.23% (2,132.47)	A1 / A+ AA-	0.57 0.56
40434CAC9	HSBC USA Inc Note 2.25% Due 6/23/2019	800,000.00	06/20/2017 1.99%	804,088.00 801,484.00	99.67 2.71%	797,326.40 4,900.00	1.40% (4,157.60)	A2 / A AA-	0.73 0.72
06406HCW7	Bank of New York Callable Note Cont 8/11/2019 2.3% Due 9/11/2019	705,000.00	Various 2.29%	705,272.60 705,046.44	99.52 2.82%	701,587.80 900.84	1.23% (3,458.64)	A1 / A AA-	0.95 0.93
94974BGF1	Wells Fargo Corp Note 2.15% Due 1/30/2020	735,000.00	01/26/2015 2.17%	734,204.40 734,787.90	98.82 3.06%	726,299.81 2,677.65	1.27% (8,488.09)	A2 / A- A+	1.33 1.30
22160KAG0	Costco Wholesale Corp Note 1.75% Due 2/15/2020	465,000.00	02/05/2015 1.77%	464,511.75 464,865.62	98.38 2.96%	457,480.49 1,039.79	0.80% (7,385.13)	A1 / A+ A+	1.38 1.34
747525AD5	Qualcomm Inc Note 2.25% Due 5/20/2020	750,000.00	06/11/2015 2.49%	741,693.75 747,245.10	98.69 3.07%	740,184.00 6,140.62	1.30% (7,061.10)	A2 / A- NR	1.64 1.58
437076BQ4	Home Depot Note 1.8% Due 6/5/2020	330,000.00	05/24/2017 1.82%	329,808.60 329,892.95	98.40 2.78%	324,724.95 1,914.00	0.57% (5,168.00)	A2 / A A	1.68 1.63
594918BG8	Microsoft Callable Note Cont. 10/03/20 2% Due 11/3/2020	325,000.00	10/29/2015 2.02%	324,740.00 324,891.28	98.23 2.88%	319,246.85 2,672.22	0.56% (5,644.43)	Aaa / AAA AA+	2.10 2.01

# Holdings Report

As of September 30, 2018

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<b>US CORPORATE</b>									
00440EAT4	Chubb INA Holdings Inc Callable Note Cont 10/3/2020 2.3% Due 11/3/2020	800,000.00	02/06/2017 2.16%	803,768.00 802,073.53	98.18 3.21%	785,448.00 7,564.44	1.38% (16,625.53)	A3 / A A	2.10 2.00
78012KKU0	Royal Bank of Canada Note 2.5% Due 1/19/2021	700,000.00	01/24/2018 2.64%	697,130.00 697,783.59	98.37 3.24%	688,575.30 3,500.00	1.21% (9,208.29)	Aa2 / AA- AA	2.31 2.21
30231GAV4	Exxon Mobil Corp Callable Note Cont 2/1/2021 2.222% Due 3/1/2021	875,000.00	Various 1.97%	884,992.10 880,044.67	98.01 3.08%	857,612.88 1,620.21	1.50% (22,431.79)	Aaa / AA+ NR	2.42 2.33
24422ESL4	John Deere Capital Corp Note 2.8% Due 3/4/2021	315,000.00	05/24/2017 2.12%	322,663.95 319,936.39	99.16 3.16%	312,354.32 661.50	0.55% (7,582.07)	A2 / A A	2.43 2.32
369550BE7	General Dynamics Corp Note 3% Due 5/11/2021	410,000.00	05/08/2018 3.24%	407,150.50 407,522.29	99.47 3.21%	407,807.32 4,783.33	0.72% 285.03	A2 / A+ NR	2.61 2.47
857477AV5	State Street Bank Note 1.95% Due 5/19/2021	440,000.00	05/16/2016 1.96%	439,771.20 439,879.59	96.75 3.25%	425,706.16 3,146.00	0.75% (14,173.43)	A1 / A AA-	2.64 2.52
594918BP8	Microsoft Callable Note Cont 7/8/21 1.55% Due 8/8/2021	590,000.00	Various 1.57%	589,298.90 589,599.92	95.98 3.03%	566,297.34 1,346.35	0.99% (23,302.58)	Aaa / AAA AA+	2.86 2.76
68389XBK0	Oracle Corp Callable Note Cont 8/01/21 1.9% Due 9/15/2021	804,000.00	11/29/2016 2.40%	785,998.44 792,877.75	96.55 3.13%	776,282.10 678.93	1.35% (16,595.65)	A1 / AA- A+	2.96 2.84
89236TDP7	Toyota Motor Credit Corp Note 2.6% Due 1/11/2022	450,000.00	05/16/2018 3.34%	438,612.75 439,773.67	97.85 3.30%	440,308.35 2,600.00	0.77% 534.68	Aa3 / AA- A	3.28 3.10
91159HHP8	US Bancorp Callable Cont 12/23/2021 2.625% Due 1/24/2022	390,000.00	01/19/2017 2.66%	389,329.20 389,555.13	97.76 3.34%	381,265.95 1,905.31	0.67% (8,289.18)	A1 / A+ AA-	3.32 3.13
674599CK9	Occidental Petroleum Callable Note Cont 3/15/2022 2.6% Due 4/15/2022	700,000.00	06/18/2018 3.27%	683,298.00 684,531.19	97.30 3.42%	681,076.90 8,392.22	1.20% (3,454.29)	A3 / A A	3.54 3.31
69353RFE3	PNC Bank Callable Note Cont 6/28/2022 2.45% Due 7/28/2022	890,000.00	07/25/2017 2.45%	889,919.90 889,938.76	96.25 3.50%	856,632.12 3,815.88	1.50% (33,306.64)	A2 / A A+	3.83 3.60
44932HAC7	IBM Credit Corp Note 2.2% Due 9/8/2022	700,000.00	11/29/2017 2.58%	688,156.00 690,222.92	95.68 3.38%	669,786.60 983.89	1.17% (20,436.32)	A1 / A+ A+	3.94 3.72
48128BAB7	JP Morgan Chase & Co Callable Note 1X 1/15/2022 2.972% Due 1/15/2023	625,000.00	02/09/2018 3.19%	618,968.75 619,740.70	97.40 3.63%	608,728.13 3,921.39	1.07% (11,012.57)	A3 / A- AA-	4.30 3.96
24422ETG4	John Deere Capital Corp Note 2.8% Due 3/6/2023	450,000.00	06/13/2018 3.44%	437,485.50 438,269.02	97.76 3.35%	439,918.65 875.00	0.77% 1,649.63	A2 / A A	4.43 4.12

## Holdings Report

As of September 30, 2018



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<b>US CORPORATE</b>									
02665WCJ8	American Honda Finance Note 3.45% Due 7/14/2023	225,000.00	07/11/2018 3.49%	224,610.75 224,627.18	99.85 3.48%	224,657.33 1,617.19	0.39% 30.15	A2 / A+ NR	4.79 4.35
69371RP59	Paccar Financial Corp Note 3.4% Due 8/9/2023	560,000.00	08/06/2018 3.41%	559,770.40 559,777.06	99.54 3.50%	557,409.44 2,750.22	0.98% (2,367.62)	A1 / A+ NR	4.86 4.42
<b>Total US Corporate</b>		<b>17,059,000.00</b>	<b>2.40%</b>	<b>16,985,208.94</b> <b>16,999,733.08</b>	<b>3.08%</b>	<b>16,766,867.15</b> <b>86,332.03</b>	<b>29.39%</b> <b>(232,865.93)</b>	<b>A1 / A+ A+</b>	<b>2.26</b> <b>2.14</b>
<b>US TREASURY</b>									
912828L32	US Treasury Note 1.375% Due 8/31/2020	1,250,000.00	09/29/2015 1.37%	1,250,394.81 1,250,153.79	97.32 2.82%	1,216,503.75 1,471.86	2.12% (33,650.04)	Aaa / AA+ AAA	1.92 1.87
912828L99	US Treasury Note 1.375% Due 10/31/2020	800,000.00	11/23/2015 1.71%	787,471.43 794,712.01	97.06 2.84%	776,468.80 4,603.26	1.36% (18,243.21)	Aaa / AA+ AAA	2.09 2.02
912828N89	US Treasury Note 1.375% Due 1/31/2021	1,300,000.00	03/09/2016 1.40%	1,298,734.82 1,299,396.08	96.67 2.86%	1,256,684.00 3,011.55	2.20% (42,712.08)	Aaa / AA+ AAA	2.34 2.27
912828B90	US Treasury Note 2% Due 2/28/2021	1,250,000.00	04/26/2016 1.40%	1,285,111.61 1,267,506.13	98.00 2.86%	1,224,951.25 2,140.88	2.14% (42,554.88)	Aaa / AA+ AAA	2.42 2.33
912828Q37	US Treasury Note 1.25% Due 3/31/2021	800,000.00	12/13/2016 1.81%	781,471.43 789,223.18	96.14 2.86%	769,156.00 27.47	1.34% (20,067.18)	Aaa / AA+ AAA	2.50 2.43
912828T34	US Treasury Note 1.125% Due 9/30/2021	1,300,000.00	11/09/2016 1.48%	1,278,016.07 1,286,514.06	94.97 2.89%	1,234,594.40 40.18	2.15% (51,919.66)	Aaa / AA+ AAA	3.00 2.91
912828F96	US Treasury Note 2% Due 10/31/2021	1,025,000.00	01/27/2017 1.94%	1,027,686.05 1,026,743.22	97.39 2.89%	998,213.68 8,578.80	1.76% (28,529.54)	Aaa / AA+ AAA	3.09 2.94
912828J43	US Treasury Note 1.75% Due 2/28/2022	1,360,000.00	03/13/2017 2.14%	1,335,407.68 1,343,080.05	96.26 2.91%	1,309,106.08 2,038.12	2.29% (33,973.97)	Aaa / AA+ AAA	3.42 3.28
912828XG0	US Treasury Note 2.125% Due 6/30/2022	1,100,000.00	08/15/2017 1.82%	1,115,601.34 1,112,003.73	97.19 2.92%	1,069,062.50 5,907.27	1.87% (42,941.23)	Aaa / AA+ AAA	3.75 3.55
912828L24	US Treasury Note 1.875% Due 8/31/2022	1,000,000.00	09/26/2017 1.87%	1,000,433.04 1,000,344.22	96.11 2.93%	961,133.00 1,605.66	1.68% (39,211.22)	Aaa / AA+ AAA	3.92 3.73
912828L57	US Treasury Note 1.75% Due 9/30/2022	1,240,000.00	10/17/2017 1.99%	1,226,243.75 1,228,891.52	95.56 2.93%	1,184,926.64 59.62	2.07% (43,964.88)	Aaa / AA+ AAA	4.00 3.82

Holdings Report  
As of September 30, 2018

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
US TREASURY									
912828N30	US Treasury Note 2.125% Due 12/31/2022	1,150,000.00	01/25/2018 2.46%	1,132,121.09 1,134,584.41	96.75 2.94%	1,112,669.85 6,175.78	1.95% (21,914.56)	Aaa / AA+ AAA	4.25 4.00
Total US Treasury		13,575,000.00	1.77%	13,518,693.12 13,533,152.40	2.89%	13,113,469.95 35,660.45	22.93% (419,682.45)	Aaa / AA+ AAA	3.07 2.94
TOTAL PORTFOLIO		58,511,994.84	2.01%	58,237,643.84 58,310,416.85	2.90%	57,104,112.23 241,386.81	100.00% (1,206,304.62)	Aa1 / AA AAA	2.60 2.36
TOTAL MARKET VALUE PLUS ACCRUED						57,345,499.04			

## Book Value Report

As of September 30, 2018



MIG	Book Value	12 Months or Less	13 to 24 Months	25 to 60 Months	Total Holdings
ABS	\$3,983,518.01	\$1,115,274.14	\$2,293,285.57	\$574,958.30	\$3,983,518.01
Agency	\$17,598,927.78	\$0.00	\$3,278,194.13	\$14,320,733.65	\$17,598,927.78
Money Market Fund FI	\$287,650.03	\$287,650.03	\$0.00	\$0.00	\$287,650.03
Negotiable CD	\$920,000.00	\$920,000.00	\$0.00	\$0.00	\$920,000.00
Supranational	\$4,987,435.55	\$1,459,990.93	\$1,063,679.69	\$2,463,764.93	\$4,987,435.55
US Corporate	\$16,999,733.08	\$4,531,896.87	\$2,276,791.57	\$10,191,044.64	\$16,999,733.08
US Treasury	\$13,533,152.40	\$0.00	\$1,250,153.79	\$12,282,998.61	\$13,533,152.40
<b>TOTAL</b>	<b>\$58,310,416.85</b>	<b>\$8,314,811.97</b>	<b>\$10,162,104.75</b>	<b>\$39,833,500.13</b>	<b>\$58,310,416.85</b>

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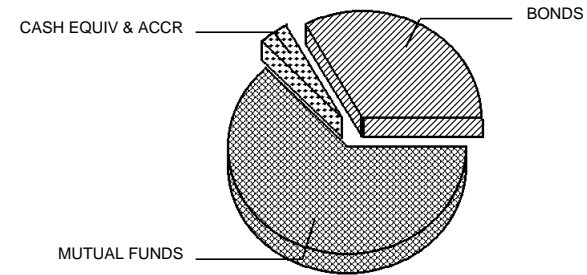
PARS/CITY OF BREA 115P  
 ACCOUNT 6746050800

Page 5 of 32  
 Period from September 1, 2018 to September 30, 2018

## ASSET SUMMARY

ASSETS	09/30/2018 MARKET	09/30/2018 BOOK VALUE	% OF MARKET
Cash And Equivalents	203,404.73	203,404.73	2.69
Corporate Issues	2,543,303.25	2,732,139.25	33.63
Mutual Funds-Equity	4,607,322.62	3,679,032.28	60.93
Mutual Funds-Fixed Income	184,695.71	185,576.13	2.44
<b>Total Assets</b>	<b>7,538,726.31</b>	<b>6,800,152.39</b>	<b>99.69</b>
Accrued Income	23,551.89	23,551.89	0.31
<b>Grand Total</b>	<b>7,562,278.20</b>	<b>6,823,704.28</b>	<b>100.00</b>

**Estimated Annual Income**                      **168,024.78**





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ATTACHMENT A



PARS/CITY OF BREA 115P  
ACCOUNT 6746050800

Page 6 of 32  
Period from September 1, 2018 to September 30, 2018

## ASSET DETAIL

DESCRIPTION	SHARES/ FACE AMOUNT	MARKET PRICE/UNIT	BOOK VALUE	UNREALIZED GAIN (LOSS) SINCE INCEPTION/ CURRENT PERIOD	ENDING ACCRUAL	YIELD ON MARKET
<b>Cash And Equivalents</b>						
<b>Money Markets</b>						
First Am Govt Ob Fd Cl Z 31846V567 Asset Minor Code 1	203,100.950	203,100.95 1.0000	203,100.95	.00 .00	322.40	2.00
<b>Total Money Markets</b>	<b>203,100.950</b>	<b>203,100.95</b>	<b>203,100.95</b>	<b>.00 .00</b>	<b>322.40</b>	<b>2.00</b>
<b>Cash</b>						
Cash		303.78	303.78			
<b>Total Cash</b>	<b>.000</b>	<b>303.78</b>	<b>303.78</b>	<b>.00 .00</b>	<b>.00</b>	<b>0.00</b>
<b>Total Cash And Equivalents</b>	<b>203,100.950</b>	<b>203,404.73</b>	<b>203,404.73</b>	<b>.00 .00</b>	<b>322.40</b>	<b>2.00</b>
<b>Corporate Issues</b>						
Apple Inc 2.850% 2/23/23 Standard & Poors Rating: AA+ Moodys Rating: Aa1 037833BU3 Asset Minor Code 28	150,000.000	147,663.00 98.4420	158,403.00	- 10,740.00 - 918.00	451.25	2.90
Bank Ny Mellon Mtn 5.450% 5/15/19 Standard & Poors Rating: A Moodys Rating: A1 06406HBM0 Asset Minor Code 28	200,000.000	203,354.00 101.6770	223,052.00	- 19,698.00 - 564.00	4,117.78	5.36

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PARS/CITY OF BREA 115P  
ACCOUNT 6746050800

Page 7 of 32  
Period from September 1, 2018 to September 30, 2018

## ASSET DETAIL (continued)

DESCRIPTION	SHARES/ FACE AMOUNT	MARKET PRICE/UNIT	BOOK VALUE	UNREALIZED GAIN (LOSS) SINCE INCEPTION/ CURRENT PERIOD	ENDING ACCRUAL	YIELD ON MARKET
Cisco Systems Inc 2.900% 3/04/21 Standard & Poors Rating: AA- Moody's Rating: A1 17275RAP7 Asset Minor Code 28	200,000.000	199,288.00 99.6440	207,884.00	- 8,596.00 - 406.00	435.00	2.91
Gen Elec Cap Crp Mtn 6.000% 8/07/19 Standard & Poors Rating: BBB+ Moody's Rating: A2 36962G4D3 Asset Minor Code 28	175,000.000	179,534.25 102.5910	200,947.25	- 21,413.00 - 654.50	1,575.00	5.85
Gen Elec Cap Crp Mtn 5.500% 1/08/20 Standard & Poors Rating: BBB+ Moody's Rating: A2 36962G4J0 Asset Minor Code 28	200,000.000	205,778.00 102.8890	228,930.00	- 23,152.00 - 650.00	2,536.11	5.35
General Elec Cap Mtn 3.100% 1/09/23 Standard & Poors Rating: BBB+ Moody's Rating: A2 36962G6S8 Asset Minor Code 28	100,000.000	97,932.00 97.9320	106,031.00	- 8,099.00 - 736.00	706.11	3.17
Intercontinental 3.750% 12/01/25 Standard & Poors Rating: A Moody's Rating: A2 45866FAD6 Asset Minor Code 28	100,000.000	99,850.00 99.8500	104,231.00	- 4,381.00 - 1,033.00	1,250.00	3.76
Jp Morgan Chase Co 2.700% 5/18/23 Standard & Poors Rating: A- Moody's Rating: A3 46625HRL6 Asset Minor Code 28	75,000.000	72,119.25 96.1590	74,970.75	- 2,851.50 - 366.00	748.13	2.81
Kimberly Clark Corp 2.750% 2/15/26 Standard & Poors Rating: A Moody's Rating: A2 494368BU6 Asset Minor Code 28	100,000.000	93,818.00 93.8180	103,111.00	- 9,293.00 - 719.00	351.39	2.93

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ATTACHMENT A



PARS/CITY OF BREA 115P  
ACCOUNT 6746050800

Page 8 of 32  
Period from September 1, 2018 to September 30, 2018

### ASSET DETAIL (continued)

DESCRIPTION	SHARES/ FACE AMOUNT	MARKET PRICE/UNIT	BOOK VALUE	UNREALIZED GAIN (LOSS) SINCE INCEPTION/ CURRENT PERIOD	ENDING ACCRUAL	YIELD ON MARKET
Medtronic Inc 3.125% 3/15/22 Standard & Poors Rating: A Moody's Rating: A3 585055AX4 Asset Minor Code 28	200,000.000	198,632.00 99.3160	208,046.00	- 9,414.00 - 522.00	277.78	3.15
Mondelez Int 4.000% 2/01/24 Standard & Poors Rating: BBB Moody's Rating: Baa1 609207AB1 Asset Minor Code 28	100,000.000	100,612.00 100.6120	109,303.00	- 8,691.00 - 605.00	666.67	3.98
Nike Inc 2.375% 11/01/26 Standard & Poors Rating: AA- Moody's Rating: A1 654106AF0 Asset Minor Code 28	100,000.000	90,718.00 90.7180	94,613.00	- 3,895.00 - 1,021.00	989.58	2.62
Pepsico Inc 2.750% 4/30/25 Standard & Poors Rating: A+ Moody's Rating: A1 713448CT3 Asset Minor Code 28	75,000.000	71,709.75 95.6130	73,932.75	- 2,223.00 - 798.00	865.10	2.88
Suntrust Banks Inc 2.700% 1/27/22 Standard & Poors Rating: BBB+ Moody's Rating: Baa1 867914BM4 Asset Minor Code 28	75,000.000	72,981.00 97.3080	75,130.50	- 2,149.50 - 257.25	360.00	2.77
Verizon 5.150% 9/15/23 Standard & Poors Rating: BBB+ Moody's Rating: Baa1 92343VBR4 Asset Minor Code 28	200,000.000	214,090.00 107.0450	230,048.00	- 15,958.00 - 508.00	457.78	4.81
Visa Inc 2.200% 12/14/20 Standard & Poors Rating: A+ Moody's Rating: A1 92826CAB8 Asset Minor Code 28	200,000.000	196,540.00 98.2700	204,764.00	- 8,224.00 - 646.00	1,307.78	2.24

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PARS/CITY OF BREA 115P  
ACCOUNT 6746050800

Page 9 of 32  
Period from September 1, 2018 to September 30, 2018

## ASSET DETAIL (continued)

DESCRIPTION	SHARES/ FACE AMOUNT	MARKET PRICE/UNIT	BOOK VALUE	UNREALIZED GAIN (LOSS) SINCE INCEPTION/ CURRENT PERIOD	ENDING ACCRUAL	YIELD ON MARKET
Wells Fargo Mtn 3.300% 9/09/24 Standard & Poors Rating: A- Moody's Rating: A2 94974BGA2 Asset Minor Code 28	100,000.000	96,938.00 96.9380	103,890.00	- 6,952.00 - 984.00	201.67	3.40
Xto Energy Inc 6.500% 12/15/18 Standard & Poors Rating: AA+ Moody's Rating: Aaa 98385XAT3 Asset Minor Code 28	200,000.000	201,746.00 100.8730	224,852.00	- 23,106.00 - 566.00	3,827.78	6.44
<b>Total Corporate Issues</b>	<b>2,550,000.000</b>	<b>2,543,303.25</b>	<b>2,732,139.25</b>	<b>- 188,836.00 - 11,953.75</b>	<b>21,124.91</b>	<b>4.00</b>

## Mutual Funds

### Mutual Funds-Equity

Columbia Contrarian Core Fd Instl 19765P406 Asset Minor Code 98	.000	.00 27.6400	.00	.00 139.75	.00	0.00
Columbia Contrarian Core Fund 19766M709 Asset Minor Code 98	13,353.548	375,501.77 28.1200	289,572.84	85,928.93 435.30	.00	1.00
Dodge & Cox International Stock Fund 256206103 Asset Minor Code 98	4,228.040	183,327.81 43.3600	154,300.31	29,027.50 550.28	.00	2.06
Dodge & Cox Stock Fund 256219106 Asset Minor Code 98	2,796.132	599,239.05 214.3100	494,001.43	105,237.62 - 3,421.96	.00	1.25
Harbor Capital Appreciaton CI R 411512528 Asset Minor Code 98	2,783.436	228,854.11 82.2200	163,932.47	64,921.64 1,296.14	.00	0.20

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ATTACHMENT A



PARS/CITY OF BREA 115P  
ACCOUNT 6746050800

Page 10 of 32  
Period from September 1, 2018 to September 30, 2018

## ASSET DETAIL (continued)

DESCRIPTION	SHARES/ FACE AMOUNT	MARKET PRICE/UNIT	BOOK VALUE	UNREALIZED GAIN (LOSS) SINCE INCEPTION/ CURRENT PERIOD	ENDING ACCRUAL	YIELD ON MARKET
Hartford Schroders Emerging Markets 41665H797 Asset Minor Code 98	20,183.988	311,842.61 15.4500	240,719.26	71,123.35 462.20	.00	1.00
Ishares Russell Mid Cap Etf 464287499 Asset Minor Code 94	1,701.000	375,070.50 220.5000	296,193.87	78,876.63 - 5,208.64	2,104.58	1.69
Mfs International Growth R6 552746356 Asset Minor Code 98	5,325.115	185,846.51 34.9000	141,598.96	44,247.55 - 279.54	.00	1.01
Nationwide Bailard Intl Equities R6 63868B815 Asset Minor Code 98	30,132.372	251,906.63 8.3600	225,195.33	26,711.30 2,649.58	.00	2.44
Price T Rowe Growth Stk Fd Inc 741479406 Asset Minor Code 98	3,148.493	227,761.98 72.3400	167,784.13	59,977.85 - 370.67	.00	0.36
T Rowe Price New Horizons Fund I 779562206 Asset Minor Code 98	5,174.652	341,837.51 66.0600	224,965.56	116,871.95 - 3,003.64	.00	0.00
Undiscovered Mgrs Behavioral Value 904504479 Asset Minor Code 98	5,842.938	435,941.60 74.6100	369,444.51	66,497.09 - 6,486.22	.00	1.11
Undiscovered Managers Behavioral 904504842 Asset Minor Code 98	.000	.00 74.4600	.00	.00 - 2,355.35	.00	0.00
Vanguard Growth & Income Adm Shs#593 921913208 Asset Minor Code 98	11,345.554	966,187.38 85.1600	786,521.33	179,666.05 - 1,451.94	.00	1.39
Vanguard Real Estate Etf 922908553 Asset Minor Code 94	1,537.000	124,005.16 80.6800	124,802.28	- 797.12 - 4,987.44	.00	4.77

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PARS/CITY OF BREA 115P  
ACCOUNT 6746050800

Page 11 of 32  
Period from September 1, 2018 to September 30, 2018

## ASSET DETAIL (continued)

DESCRIPTION	SHARES/ FACE AMOUNT	MARKET PRICE/UNIT	BOOK VALUE	UNREALIZED GAIN (LOSS) SINCE INCEPTION/ CURRENT PERIOD	ENDING ACCRUAL	YIELD ON MARKET
<b>Total Mutual Funds-Equity</b>	<b>107,552.268</b>	<b>4,607,322.62</b>	<b>3,679,032.28</b>	<b>928,290.34 - 22,032.15</b>	<b>2,104.58</b>	<b>1.25</b>
<b>Mutual Funds-Fixed Income</b>						
Vanguard Short Term Invst Grade #539 922031836 Asset Minor Code 99	17,674.231	184,695.71 10.4500	185,576.13	- 880.42 - 286.82	.00	2.54
<b>Total Mutual Funds-Fixed Income</b>	<b>17,674.231</b>	<b>184,695.71</b>	<b>185,576.13</b>	<b>- 880.42 - 286.82</b>	<b>.00</b>	<b>2.53</b>
<b>Total Mutual Funds</b>	<b>125,226.499</b>	<b>4,792,018.33</b>	<b>3,864,608.41</b>	<b>927,409.92 - 22,318.97</b>	<b>2,104.58</b>	<b>1.30</b>
<b>Total Assets</b>	<b>2,878,327.449</b>	<b>7,538,726.31</b>	<b>6,800,152.39</b>	<b>738,573.92 - 34,272.72</b>	<b>23,551.89</b>	<b>2.23</b>
<b>Accrued Income</b>	<b>.000</b>	<b>23,551.89</b>	<b>23,551.89</b>			
<b>Grand Total</b>	<b>2,878,327.449</b>	<b>7,562,278.20</b>	<b>6,823,704.28</b>			

## ASSET DETAIL MESSAGES

Time of trade execution and trading party (if not disclosed) will be provided upon request.



## PORTFOLIO CHARACTERISTICS

Average Modified Duration	2.68
Average Coupon	1.76%
Average Purchase YTM	1.84%
Average Market YTM	2.85%
Average S&P/Moody Rating	AA+/Aaa
Average Final Maturity	2.81 yrs
Average Life	2.81 yrs

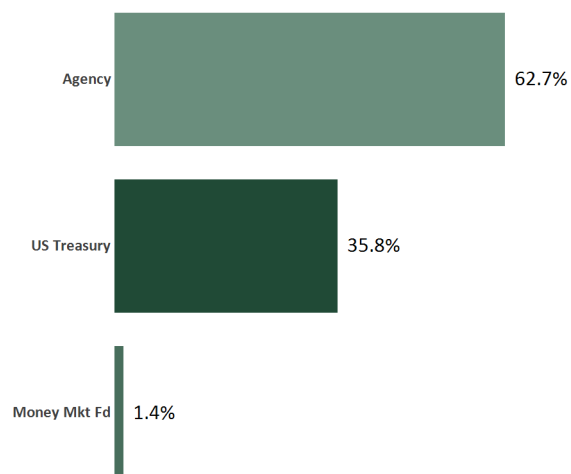
## ACCOUNT SUMMARY

	Beg. Values as of 8/31/18	End Values as of 9/30/18
Market Value	448,686	446,917
Accrued Interest	1,707	2,389
Total Market Value	<b>450,393</b>	<b>449,306</b>
Income Earned	674	684
Cont/WD		0
Par	459,735	459,383
Book Value	458,817	458,287
Cost Value	458,182	457,828

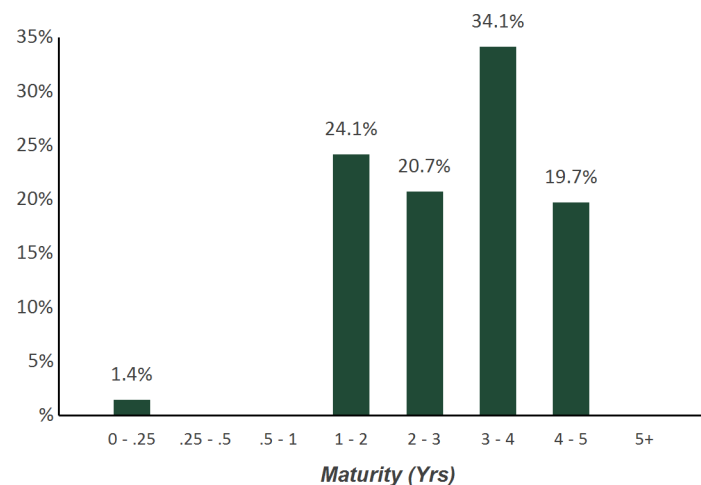
## TOP ISSUERS

Government of United States	35.8%
Federal National Mortgage Assoc	30.9%
Federal Home Loan Bank	16.3%
Federal Home Loan Mortgage Corp	15.5%
AIM STIT-Treasury Portfolio	1.4%
<b>Total</b>	<b>100.0%</b>

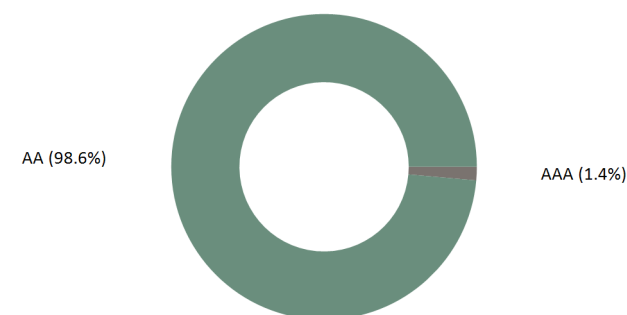
## SECTOR ALLOCATION



## MATURITY DISTRIBUTION



## CREDIT QUALITY (S&amp;P)



## PERFORMANCE REVIEW

TOTAL RATE OF RETURN	1M	3M	YTD	1YR	Annualized				
					2YRS	3YRS	5YRS	10YRS	11/30/2009
Brea 05 CFD 97-1 Spec Tax Reserve Fund	-0.24%	0.10%	-0.27%	-0.72%	-0.37%	0.40%	1.10%	N/A	1.78%
ICE BAML 3-Month US Treasury Bill Index	0.15%	0.49%	1.30%	1.59%	1.12%	0.84%	0.52%	N/A	0.34%



BOOK VALUE RECONCILIATION		
<b>BEGINNING BOOK VALUE</b>		<b>\$458,816.83</b>
<b><u>Acquisition</u></b>		
+ Security Purchases	\$29,707.20	
+ Money Market Fund Purchases	\$176.51	
+ Money Market Contributions	\$0.00	
+ Security Contributions	\$0.00	
+ Security Transfers	\$0.00	
<b>Total Acquisitions</b>		<b>\$29,883.71</b>
<b><u>Dispositions</u></b>		
- Security Sales	\$29,381.25	
- Money Market Fund Sales	\$528.34	
- MMF Withdrawals	\$0.00	
- Security Withdrawals	\$0.00	
- Security Transfers	\$0.00	
- Other Dispositions	\$0.00	
- Maturities	\$0.00	
- Calls	\$0.00	
- Principal Paydowns	\$0.00	
<b>Total Dispositions</b>		<b>\$29,909.59</b>
<b><u>Amortization/Accretion</u></b>		
+/- Net Accretion	\$27.30	
		\$27.30
<b><u>Gain/Loss on Dispositions</u></b>		
+/- Realized Gain/Loss	(\$531.72)	
		(\$531.72)
<b>ENDING BOOK VALUE</b>		<b>\$458,286.53</b>

CASH TRANSACTION SUMMARY		
<b>BEGINNING BALANCE</b>		<b>\$6,734.68</b>
<b><u>Acquisition</u></b>		
Contributions	\$0.00	
Security Sale Proceeds	\$29,381.25	
Accrued Interest Received	\$17.61	
Interest Received	\$168.75	
Dividend Received	\$7.76	
Principal on Maturities	\$0.00	
Interest on Maturities	\$0.00	
Calls/Redemption (Principal)	\$0.00	
Interest from Calls/Redemption	\$0.00	
Principal Paydown	\$0.00	
<b>Total Acquisitions</b>	<b>\$29,575.37</b>	
<b><u>Dispositions</u></b>		
Withdrawals	\$0.00	
Security Purchase	\$29,707.20	
Accrued Interest Paid	\$220.00	
<b>Total Dispositions</b>	<b>\$29,927.20</b>	
<b>ENDING BOOK VALUE</b>		<b>\$6,382.85</b>



## Holdings Report

As of September 30, 2018



CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
<b>AGENCY</b>									
3137EADM8	FHLMC Note 1.25% Due 10/2/2019	40,000.00	03/25/2015 1.40%	39,735.60 39,941.39	98.62 2.65%	39,448.84 248.61	8.84% (492.55)	Aaa / AA+ AAA	1.01 0.98
313383HU8	FHLB Note 1.75% Due 6/12/2020	40,000.00	06/26/2015 1.87%	39,779.20 39,924.37	98.19 2.84%	39,277.64 211.94	8.79% (646.73)	Aaa / AA+ NR	1.70 1.65
3130A7CV5	FHLB Note 1.375% Due 2/18/2021	35,000.00	03/11/2016 1.64%	34,566.00 34,790.23	96.58 2.87%	33,801.36 57.48	7.54% (988.87)	Aaa / AA+ AAA	2.39 2.32
3135G0Q89	FNMA Note 1.375% Due 10/7/2021	43,000.00	10/27/2016 1.50%	42,738.13 42,840.12	95.54 2.93%	41,080.09 285.77	9.21% (1,760.03)	Aaa / AA+ AAA	3.02 2.90
3135G0S38	FNMA Note 2% Due 1/5/2022	40,000.00	04/24/2017 1.92%	40,142.40 40,098.97	97.11 2.93%	38,845.28 191.11	8.69% (1,253.69)	Aaa / AA+ AAA	3.27 3.11
3135G0T78	FNMA Note 2% Due 10/5/2022	30,000.00	01/09/2018 2.36%	29,518.50 29,592.02	96.19 3.01%	28,858.32 293.33	6.49% (733.70)	Aaa / AA+ AAA	4.02 3.78
3135G0T94	FNMA Note 2.375% Due 1/19/2023	30,000.00	06/13/2018 2.91%	29,319.90 29,364.03	97.49 3.00%	29,246.01 142.50	6.54% (118.02)	Aaa / AA+ AAA	4.31 4.03
3137EAEN5	FHLMC Note 2.75% Due 6/19/2023	30,000.00	09/14/2018 2.97%	29,707.20 29,709.56	98.77 3.03%	29,631.18 252.08	6.65% (78.38)	Aaa / AA+ AAA	4.72 4.35
<b>Total Agency</b>		<b>288,000.00</b>	<b>2.00%</b>	<b>285,506.93</b> <b>286,260.69</b>	<b>2.90%</b>	<b>280,188.72</b> <b>1,682.82</b>	<b>62.73%</b> <b>(6,071.97)</b>	<b>Aaa / AA+</b> <b>AAA</b>	<b>2.93</b> <b>2.78</b>
<b>MONEY MARKET FUND FI</b>									
825252109	Invesco Treasury MMFD Private Class	6,382.85	Various 0.60%	6,382.85 6,382.85	1.00 0.60%	6,382.85 0.00	1.42% 0.00	Aaa / AAA AAA	0.00 0.00
<b>Total Money Market Fund FI</b>		<b>6,382.85</b>	<b>0.60%</b>	<b>6,382.85</b> <b>6,382.85</b>	<b>0.60%</b>	<b>6,382.85</b> <b>0.00</b>	<b>1.42%</b> <b>0.00</b>	<b>Aaa / AAA</b> <b>AAA</b>	<b>0.00</b> <b>0.00</b>
<b>US TREASURY</b>									
912828UV0	US Treasury Note 1.125% Due 3/31/2020	30,000.00	05/07/2015 1.57%	29,379.01 29,810.13	97.61 2.77%	29,281.65 0.93	6.52% (528.48)	Aaa / AA+ AAA	1.50 1.47
912828WC0	US Treasury Note 1.75% Due 10/31/2020	30,000.00	11/04/2015 1.63%	30,166.51 30,069.55	97.81 2.84%	29,342.58 219.70	6.58% (726.97)	Aaa / AA+ AAA	2.09 2.01
912828WN6	US Treasury Note 2% Due 5/31/2021	30,000.00	07/11/2016 1.01%	31,406.35 30,767.03	97.77 2.88%	29,329.68 201.64	6.57% (1,437.35)	Aaa / AA+ AAA	2.67 2.56

## Holdings Report

As of September 30, 2018



CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
<b>US TREASURY</b>									
912828G53	US Treasury Note 1.875% Due 11/30/2021	35,000.00	01/18/2017 1.89%	34,974.14 34,983.17	96.95 2.89%	33,932.22 220.54	7.60% (1,050.95)	Aaa / AA+ AAA	3.17 3.02
912828J43	US Treasury Note 1.75% Due 2/28/2022	10,000.00	04/24/2017 1.84%	9,960.58 9,972.23	96.26 2.91%	9,625.78 14.99	2.15% (346.45)	Aaa / AA+ AAA	3.42 3.28
912828L24	US Treasury Note 1.875% Due 8/31/2022	30,000.00	09/18/2017 1.84%	30,051.66 30,040.88	96.11 2.93%	28,833.99 48.17	6.43% (1,206.89)	Aaa / AA+ AAA	3.92 3.73
<b>Total US Treasury</b>		<b>165,000.00</b>	<b>1.61%</b>	<b>165,938.25</b> <b>165,642.99</b>	<b>2.86%</b>	<b>160,345.90</b> <b>705.97</b>	<b>35.84%</b> <b>(5,297.09)</b>	<b>Aaa / AA+</b> <b>AAA</b>	<b>2.73</b> <b>2.61</b>
<b>TOTAL PORTFOLIO</b>		<b>459,382.85</b>	<b>1.84%</b>	<b>457,828.03</b> <b>458,286.53</b>	<b>2.85%</b>	<b>446,917.47</b> <b>2,388.79</b>	<b>100.00%</b> <b>(11,369.06)</b>	<b>Aaa / AA+</b> <b>AAA</b>	<b>2.81</b> <b>2.68</b>
<b>TOTAL MARKET VALUE PLUS ACCRUED</b>						<b>449,306.26</b>			

## Portfolio Summary

As of September 30, 2018



## PORTFOLIO CHARACTERISTICS

Average Modified Duration	2.40
Average Coupon	1.83%
Average Purchase YTM	1.44%
Average Market YTM	2.80%
Average S&P/Moody Rating	AA+/Aaa
Average Final Maturity	2.51 yrs
Average Life	2.51 yrs

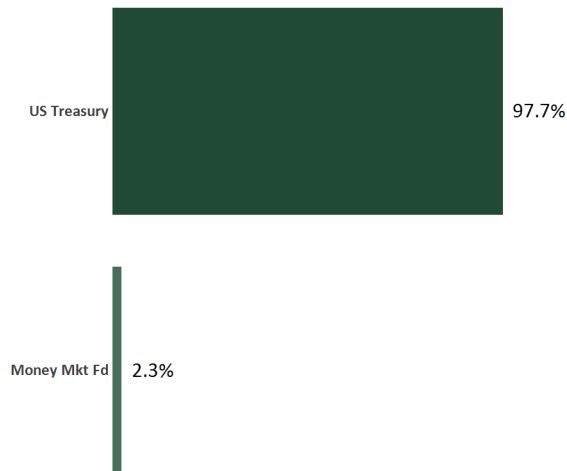
## ACCOUNT SUMMARY

	Beg. Values as of 8/31/18	End Values as of 9/30/18
Market Value	1,884,139	1,880,951
Accrued Interest	7,049	5,485
Total Market Value	<b>1,891,188</b>	<b>1,886,436</b>
Income Earned	2,383	2,324
Cont/WD		0
Par	1,918,883	1,923,358
Book Value	1,935,252	1,939,140
Cost Value	1,949,524	1,953,998

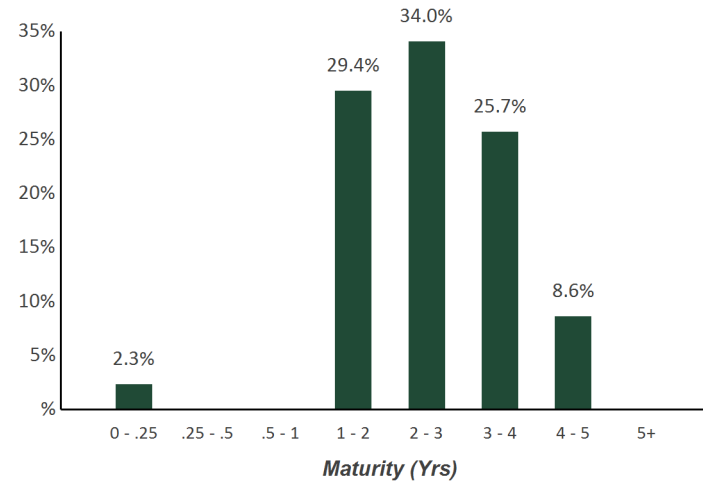
## TOP ISSUERS

Government of United States	97.7%
AIM STIT-Treasury Portfolio	2.3%
<b>Total</b>	<b>100.0%</b>

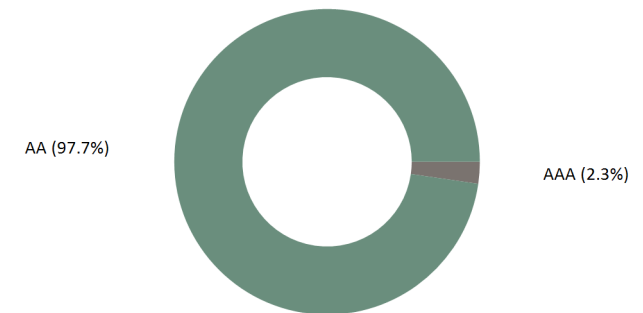
## SECTOR ALLOCATION



## MATURITY DISTRIBUTION



## CREDIT QUALITY (S&amp;P)



## PERFORMANCE REVIEW

TOTAL RATE OF RETURN	1M	3M	YTD	1YR	Annualized				6/30/2009
					2YRS	3YRS	5YRS	10YRS	
Brea 2009 Water Revenue Bond Reserve Fund	-0.25%	0.07%	-0.24%	-0.70%	-0.54%	0.27%	1.03%	N/A	2.08%
ICE BAML 3-Month US Treasury Bill Index	0.15%	0.49%	1.30%	1.59%	1.12%	0.84%	0.52%	N/A	0.33%



BOOK VALUE RECONCILIATION		
<b>BEGINNING BOOK VALUE</b>		<b>\$1,935,251.77</b>
<b><u>Acquisition</u></b>		
+ Security Purchases	\$0.00	
+ Money Market Fund Purchases	\$4,474.27	
+ Money Market Contributions	\$0.00	
+ Security Contributions	\$0.00	
+ Security Transfers	\$0.00	
<b>Total Acquisitions</b>		<b>\$4,474.27</b>
<b><u>Dispositions</u></b>		
- Security Sales	\$0.00	
- Money Market Fund Sales	\$0.00	
- MMF Withdrawals	\$0.00	
- Security Withdrawals	\$0.00	
- Security Transfers	\$0.00	
- Other Dispositions	\$0.00	
- Maturities	\$0.00	
- Calls	\$0.00	
- Principal Paydowns	\$0.00	
<b>Total Dispositions</b>		<b>\$0.00</b>
<b><u>Amortization/Accretion</u></b>		
+/- Net Accretion	(\$585.77)	
		(\$585.77)
<b><u>Gain/Loss on Dispositions</u></b>		
+/- Realized Gain/Loss	\$0.00	
		\$0.00
<b>ENDING BOOK VALUE</b>		<b>\$1,939,140.27</b>

CASH TRANSACTION SUMMARY		
<b>BEGINNING BALANCE</b>		<b>\$38,883.26</b>
<b><u>Acquisition</u></b>		
Contributions	\$0.00	
Security Sale Proceeds	\$0.00	
Accrued Interest Received	\$0.00	
Interest Received	\$4,431.25	
Dividend Received	\$43.02	
Principal on Maturities	\$0.00	
Interest on Maturities	\$0.00	
Calls/Redemption (Principal)	\$0.00	
Interest from Calls/Redemption	\$0.00	
Principal Paydown	\$0.00	
<b>Total Acquisitions</b>	<b>\$4,474.27</b>	
<b><u>Dispositions</u></b>		
Withdrawals	\$0.00	
Security Purchase	\$0.00	
Accrued Interest Paid	\$0.00	
<b>Total Dispositions</b>	<b>\$0.00</b>	
<b>ENDING BOOK VALUE</b>		<b>\$43,357.53</b>

## Holdings Report

As of September 30, 2018



CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
<b>MONEY MARKET FUND FI</b>									
825252109	Invesco Treasury MMFD Private Class	43,357.53	Various 0.60%	43,357.53 43,357.53	1.00 0.60%	43,357.53 0.00	2.30% 0.00	Aaa / AAA AAA	0.00 0.00
<b>Total Money Market Fund FI</b>		<b>43,357.53</b>	<b>0.60%</b>	<b>43,357.53</b> <b>43,357.53</b>	<b>0.60%</b>	<b>43,357.53</b> <b>0.00</b>	<b>2.30%</b> <b>0.00</b>	<b>Aaa / AAA</b> <b>AAA</b>	<b>0.00</b> <b>0.00</b>
<b>US TREASURY</b>									
912828G61	US Treasury Note 1.5% Due 11/30/2019	165,000.00	08/24/2016 0.92%	168,081.41 166,098.66	98.63 2.70%	162,737.69 831.76	8.67% (3,360.97)	Aaa / AA+ AAA	1.17 1.14
912828UQ1	US Treasury Note 1.25% Due 2/29/2020	135,000.00	Various 1.60%	132,834.83 134,356.53	97.92 2.75%	132,194.57 144.51	7.02% (2,161.96)	Aaa / AA+ AAA	1.42 1.39
912828UV0	US Treasury Note 1.125% Due 3/31/2020	100,000.00	05/07/2015 1.57%	97,930.02 99,367.09	97.61 2.77%	97,605.50 3.09	5.17% (1,761.59)	Aaa / AA+ AAA	1.50 1.47
912828XM7	US Treasury Note 1.625% Due 7/31/2020	165,000.00	08/24/2016 1.03%	168,796.84 166,768.86	97.88 2.82%	161,506.62 451.73	8.59% (5,262.24)	Aaa / AA+ AAA	1.84 1.78
912828WC0	US Treasury Note 1.75% Due 10/31/2020	160,000.00	Various 1.46%	161,991.55 160,942.80	97.81 2.84%	156,493.76 1,171.74	8.36% (4,449.04)	Aaa / AA+ AAA	2.09 2.01
912828A83	US Treasury Note 2.375% Due 12/31/2020	165,000.00	08/24/2016 1.08%	174,062.66 169,688.17	98.97 2.85%	163,304.96 990.34	8.71% (6,383.21)	Aaa / AA+ AAA	2.25 2.16
912828B90	US Treasury Note 2% Due 2/28/2021	165,000.00	08/24/2016 1.10%	171,516.76 168,483.78	98.00 2.86%	161,693.57 282.60	8.59% (6,790.21)	Aaa / AA+ AAA	2.42 2.33
912828WN6	US Treasury Note 2% Due 5/31/2021	160,000.00	Various 1.04%	167,290.77 163,992.91	97.77 2.88%	156,424.96 1,075.41	8.35% (7,567.95)	Aaa / AA+ AAA	2.67 2.56
912828F21	US Treasury Note 2.125% Due 9/30/2021	170,000.00	10/27/2016 1.38%	175,983.77 173,644.18	97.81 2.89%	166,281.25 9.92	8.82% (7,362.93)	Aaa / AA+ AAA	3.00 2.88
912828J43	US Treasury Note 1.75% Due 2/28/2022	165,000.00	04/24/2017 1.84%	164,349.58 164,541.87	96.26 2.91%	158,825.37 247.27	8.43% (5,716.50)	Aaa / AA+ AAA	3.42 3.28
912828L24	US Treasury Note 1.875% Due 8/31/2022	165,000.00	09/18/2017 1.84%	165,284.15 165,224.87	96.11 2.93%	158,586.95 264.93	8.42% (6,637.92)	Aaa / AA+ AAA	3.92 3.73

Holdings Report  
As of September 30, 2018

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
US TREASURY									
9128284D9	US Treasury Note 2.5% Due 3/31/2023	165,000.00	06/13/2018	162,518.55	98.14	161,938.43	8.58%	Aaa / AA+	4.50
			2.84%	162,673.02	2.94%	11.33	(734.59)	AAA	4.22
Total US Treasury		1,880,000.00	1.46%	1,910,640.89 1,895,782.74	2.85%	1,837,593.63 5,484.63	97.70% (58,189.11)	Aaa / AA+ AAA	2.57 2.46
TOTAL PORTFOLIO		1,923,357.53	1.44%	1,953,998.42 1,939,140.27	2.80%	1,880,951.16 5,484.63	100.00% (58,189.11)	Aaa / AA+ AAA	2.51 2.40
TOTAL MARKET VALUE PLUS ACCRUED						1,886,435.79			

## Portfolio Summary

As of September 30, 2018



### PORTFOLIO CHARACTERISTICS

Average Modified Duration	2.60
Average Coupon	1.85%
Average Purchase YTM	1.55%
Average Market YTM	2.81%
Average S&P/Moody Rating	AA+/Aaa
Average Final Maturity	2.72 yrs
Average Life	2.72 yrs

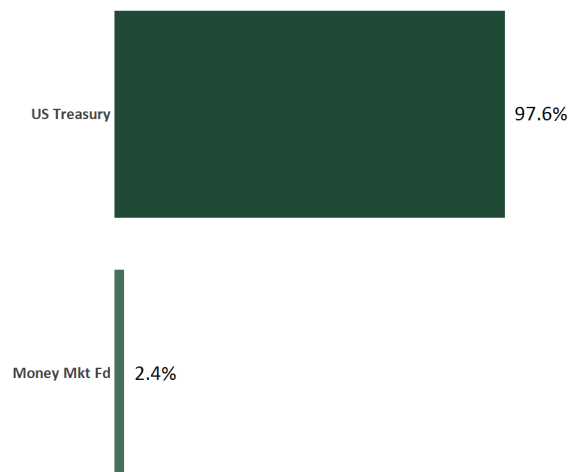
### ACCOUNT SUMMARY

	Beg. Values as of 8/31/18	End Values as of 9/30/18
Market Value	1,328,949	1,326,257
Accrued Interest	4,840	3,630
Total Market Value	<b>1,333,789</b>	<b>1,329,887</b>
Income Earned	1,807	1,762
Cont/WD		0
Par	1,355,017	1,358,303
Book Value	1,363,940	1,366,912
Cost Value	1,371,825	1,375,111

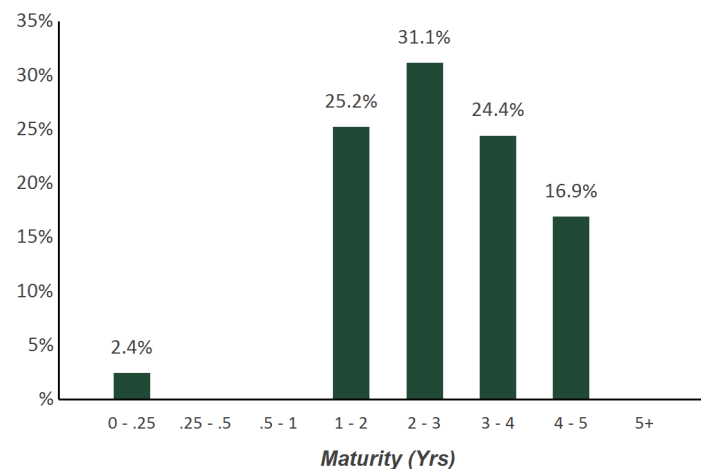
### TOP ISSUERS

Government of United States	97.6%
AIM STIT-Treasury Portfolio	2.4%
<b>Total</b>	<b>100.0%</b>

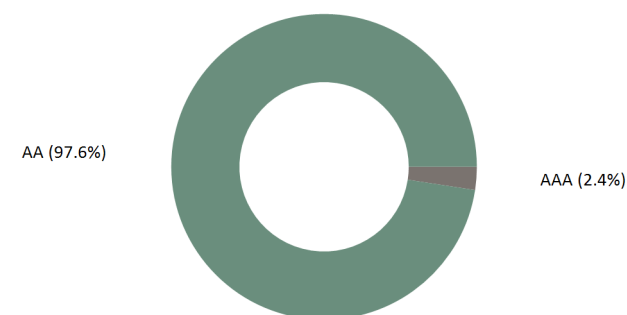
### SECTOR ALLOCATION



### MATURITY DISTRIBUTION



### CREDIT QUALITY (S&P)



### PERFORMANCE REVIEW

TOTAL RATE OF RETURN	1M	3M	YTD	1YR	Annualized				
					2YRS	3YRS	5YRS	10YRS	5/31/2010
Brea Water Revenue Bonds, Series B, Reserve Account	-0.29%	0.03%	-0.37%	-0.82%	-0.60%	0.23%	1.00%	N/A	1.67%
ICE BAML 3-Month US Treasury Bill Index	0.15%	0.49%	1.30%	1.59%	1.12%	0.84%	0.52%	N/A	0.35%

## Reconciliation Summary

As of September 30, 2018

ATTACHMENT A



BOOK VALUE RECONCILIATION		
<b>BEGINNING BOOK VALUE</b>		<b>\$1,363,939.82</b>
<u><b>Acquisition</b></u>		
+ Security Purchases	\$0.00	
+ Money Market Fund Purchases	\$3,285.49	
+ Money Market Contributions	\$0.00	
+ Security Contributions	\$0.00	
+ Security Transfers	\$0.00	
<b>Total Acquisitions</b>		<b>\$3,285.49</b>
<u><b>Dispositions</b></u>		
- Security Sales	\$0.00	
- Money Market Fund Sales	\$0.00	
- MMF Withdrawals	\$0.00	
- Security Withdrawals	\$0.00	
- Security Transfers	\$0.00	
- Other Dispositions	\$0.00	
- Maturities	\$0.00	
- Calls	\$0.00	
- Principal Paydowns	\$0.00	
<b>Total Dispositions</b>		<b>\$0.00</b>
<u><b>Amortization/Accretion</b></u>		
+/- Net Accretion	(\$313.50)	
		(\$313.50)
<u><b>Gain/Loss on Dispositions</b></u>		
+/- Realized Gain/Loss	\$0.00	
		\$0.00
<b>ENDING BOOK VALUE</b>		<b>\$1,366,911.81</b>

CASH TRANSACTION SUMMARY		
<b>BEGINNING BALANCE</b>		<b>\$29,017.18</b>
<u><b>Acquisition</b></u>		
Contributions	\$0.00	
Security Sale Proceeds	\$0.00	
Accrued Interest Received	\$0.00	
Interest Received	\$3,253.13	
Dividend Received	\$32.36	
Principal on Maturities	\$0.00	
Interest on Maturities	\$0.00	
Calls/Redemption (Principal)	\$0.00	
Interest from Calls/Redemption	\$0.00	
Principal Paydown	\$0.00	
<b>Total Acquisitions</b>	<b>\$3,285.49</b>	
<u><b>Dispositions</b></u>		
Withdrawals	\$0.00	
Security Purchase	\$0.00	
Accrued Interest Paid	\$0.00	
<b>Total Dispositions</b>	<b>\$0.00</b>	
<b>ENDING BOOK VALUE</b>		<b>\$32,302.67</b>



# Holdings Report

As of September 30, 2018

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
<b>MONEY MARKET FUND FI</b>									
825252109	Invesco Treasury MMFD Private Class	32,302.67	Various 0.60%	32,302.67 32,302.67	1.00 0.60%	32,302.67 0.00	2.43% 0.00	Aaa / AAA AAA	0.00 0.00
<b>Total Money Market Fund FI</b>		<b>32,302.67</b>	<b>0.60%</b>	<b>32,302.67</b> <b>32,302.67</b>	<b>0.60%</b>	<b>32,302.67</b> <b>0.00</b>	<b>2.43%</b> <b>0.00</b>	<b>Aaa / AAA</b> <b>AAA</b>	<b>0.00</b> <b>0.00</b>
<b>US TREASURY</b>									
912828UQ1	US Treasury Note 1.25% Due 2/29/2020	112,000.00	Various 1.40%	111,138.03 111,766.06	97.92 2.75%	109,672.54 119.90	8.26% (2,093.52)	Aaa / AA+ AAA	1.42 1.39
912828UV0	US Treasury Note 1.125% Due 3/31/2020	115,000.00	Various 1.47%	113,111.52 114,433.45	97.61 2.77%	112,246.34 3.55	8.44% (2,187.11)	Aaa / AA+ AAA	1.50 1.47
912828XM7	US Treasury Note 1.625% Due 7/31/2020	115,000.00	08/24/2016 1.03%	117,646.28 116,232.84	97.88 2.82%	112,565.22 314.84	8.49% (3,667.62)	Aaa / AA+ AAA	1.84 1.78
912828WC0	US Treasury Note 1.75% Due 10/31/2020	88,000.00	11/04/2015 1.63%	88,488.42 88,204.00	97.81 2.84%	86,071.57 644.46	6.52% (2,132.43)	Aaa / AA+ AAA	2.09 2.01
912828A83	US Treasury Note 2.375% Due 12/31/2020	115,000.00	08/24/2016 1.08%	121,316.40 118,267.51	98.97 2.85%	113,818.61 690.23	8.61% (4,448.90)	Aaa / AA+ AAA	2.25 2.16
912828B90	US Treasury Note 2% Due 2/28/2021	115,000.00	08/24/2016 1.10%	119,541.99 117,428.09	98.00 2.86%	112,695.52 196.96	8.49% (4,732.57)	Aaa / AA+ AAA	2.42 2.33
912828WN6	US Treasury Note 2% Due 5/31/2021	101,000.00	Various 1.03%	105,664.79 103,549.69	97.77 2.88%	98,743.26 678.85	7.48% (4,806.43)	Aaa / AA+ AAA	2.67 2.56
912828F21	US Treasury Note 2.125% Due 9/30/2021	110,000.00	10/27/2016 1.38%	113,871.85 112,358.00	97.81 2.89%	107,593.75 6.42	8.09% (4,764.25)	Aaa / AA+ AAA	3.00 2.88
912828J43	US Treasury Note 1.75% Due 2/28/2022	110,000.00	04/24/2017 1.84%	109,566.38 109,694.58	96.26 2.91%	105,883.58 164.85	7.97% (3,811.00)	Aaa / AA+ AAA	3.42 3.28
912828L24	US Treasury Note 1.875% Due 8/31/2022	115,000.00	09/18/2017 1.84%	115,198.04 115,156.72	96.11 2.93%	110,530.30 184.65	8.33% (4,626.42)	Aaa / AA+ AAA	3.92 3.73
912828N30	US Treasury Note 2.125% Due 12/31/2022	115,000.00	01/09/2018 2.31%	113,993.75 114,140.03	96.75 2.94%	111,266.99 617.58	8.41% (2,873.04)	Aaa / AA+ AAA	4.25 4.00

Holdings Report  
As of September 30, 2018

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
US TREASURY									
9128284D9	US Treasury Note 2.5% Due 3/31/2023	115,000.00	06/13/2018	113,270.51	98.14	112,866.18	8.49%	Aaa / AA+	4.50
			2.84%	113,378.17	2.94%	7.90	(511.99)	AAA	4.22
Total US Treasury		1,326,000.00	1.58%	1,342,807.96 1,334,609.14	2.87%	1,293,953.86 3,630.19	97.57% (40,655.28)	Aaa / AA+ AAA	2.78 2.66
TOTAL PORTFOLIO		1,358,302.67	1.55%	1,375,110.63 1,366,911.81	2.81%	1,326,256.53 3,630.19	100.00% (40,655.28)	Aaa / AA+ AAA	2.72 2.60
TOTAL MARKET VALUE PLUS ACCRUED						1,329,886.72			

## Brea Lease Revenue Bonds, Reserve Account

Account #10129

## Portfolio Summary

As of August 31, 2018

ATTACHMENT A



### PORTFOLIO CHARACTERISTICS

Average Modified Duration	2.71
Average Coupon	1.87%
Average Purchase YTM	1.56%
Average Market YTM	2.64%
Average S&P/Moody Rating	AA+/Aaa
Average Final Maturity	2.84 yrs
Average Life	2.84 yrs

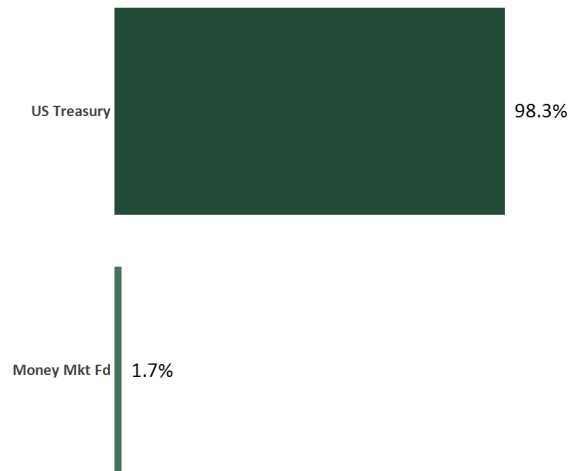
### ACCOUNT SUMMARY

	Beg. Values as of 7/31/18	End Values as of 8/31/18
Market Value	256,863	258,384
Accrued Interest	1,321	964
Total Market Value	<b>258,184</b>	<b>259,348</b>
Income Earned	352	352
Cont/WD		0
Par	262,709	263,484
Book Value	264,648	265,357
Cost Value	266,162	266,937

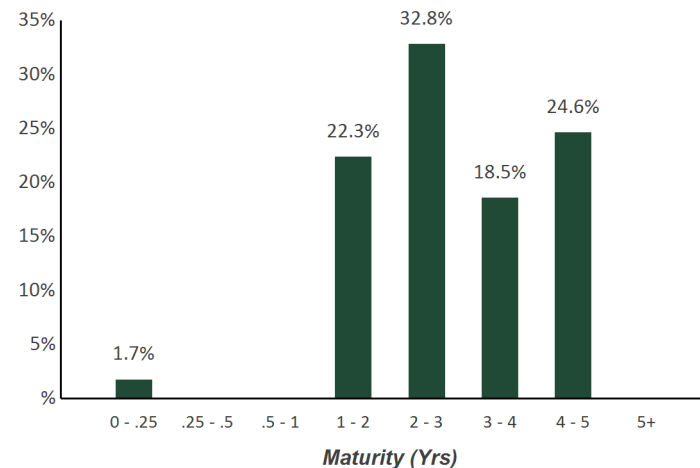
### TOP ISSUERS

Government of United States	98.3%
AIM STIT-Treasury Portfolio	1.7%
<b>Total</b>	<b>100.0%</b>

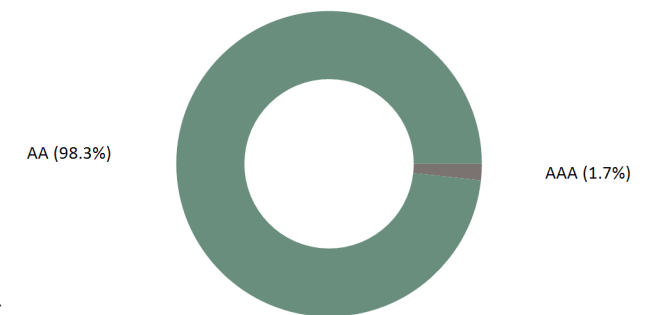
### SECTOR ALLOCATION



### MATURITY DISTRIBUTION



### CREDIT QUALITY (S&P)



### PERFORMANCE REVIEW

TOTAL RATE OF RETURN	1M	3M	YTD	1YR	Annualized				
					2YRS	3YRS	5YRS	10YRS	5/31/2010
Brea Lease Revenue Bonds, Reserve Account	0.45%	0.35%	-0.09%	-0.95%	-0.37%	0.55%	1.21%	N/A	1.74%
ICE BAML 3-Month US Treasury Bill Index	0.18%	0.51%	1.15%	1.52%	1.07%	0.79%	0.49%	N/A	0.34%



BOOK VALUE RECONCILIATION		
BEGINNING BOOK VALUE		\$264,647.94
<b><u>Acquisition</u></b>		
+ Security Purchases	\$0.00	
+ Money Market Fund Purchases	\$775.00	
+ Money Market Contributions	\$0.00	
+ Security Contributions	\$0.00	
+ Security Transfers	\$0.00	
<b>Total Acquisitions</b>		<b>\$775.00</b>
<b><u>Dispositions</u></b>		
- Security Sales	\$0.00	
- Money Market Fund Sales	\$0.00	
- MMF Withdrawals	\$0.00	
- Security Withdrawals	\$0.00	
- Security Transfers	\$0.00	
- Other Dispositions	\$0.00	
- Maturities	\$0.00	
- Calls	\$0.00	
- Principal Paydowns	\$0.00	
<b>Total Dispositions</b>		<b>\$0.00</b>
<b><u>Amortization/Accretion</u></b>		
+/- Net Accretion	(\$66.17)	
		(\$66.17)
<b><u>Gain/Loss on Dispositions</u></b>		
+/- Realized Gain/Loss	\$0.00	
		\$0.00
ENDING BOOK VALUE		<b>\$265,356.77</b>

CASH TRANSACTION SUMMARY		
BEGINNING BALANCE		\$3,708.96
<b><u>Acquisition</u></b>		
Contributions	\$0.00	
Security Sale Proceeds	\$0.00	
Accrued Interest Received	\$0.00	
Interest Received	\$770.63	
Dividend Received	\$4.37	
Principal on Maturities	\$0.00	
Interest on Maturities	\$0.00	
Calls/Redemption (Principal)	\$0.00	
Interest from Calls/Redemption	\$0.00	
Principal Paydown	\$0.00	
<b>Total Acquisitions</b>	<b>\$775.00</b>	
<b><u>Dispositions</u></b>		
Withdrawals	\$0.00	
Security Purchase	\$0.00	
Accrued Interest Paid	\$0.00	
<b>Total Dispositions</b>	<b>\$0.00</b>	
ENDING BOOK VALUE		<b>\$4,483.96</b>

## Holdings Report

As of August 31, 2018



CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
<b>MONEY MARKET FUND FI</b>									
825252109	Invesco Treasury MMFD Private Class	4,483.96	Various 0.60%	4,483.96 4,483.96	1.00 0.60%	4,483.96 0.00	1.73% 0.00	Aaa / AAA AAA	0.00 0.00
<b>Total Money Market Fund FI</b>		<b>4,483.96</b>	<b>0.60%</b>	<b>4,483.96</b> <b>4,483.96</b>	<b>0.60%</b>	<b>4,483.96</b> <b>0.00</b>	<b>1.73%</b> <b>0.00</b>	<b>Aaa / AAA</b> <b>AAA</b>	<b>0.00</b> <b>0.00</b>
<b>US TREASURY</b>									
912828UQ1	US Treasury Note 1.25% Due 2/29/2020	20,000.00	Various 1.59%	19,688.54 19,902.34	98.08 2.56%	19,615.63 0.69	7.56% (286.71)	Aaa / AA+ AAA	1.50 1.47
912828UV0	US Treasury Note 1.125% Due 3/31/2020	17,000.00	05/07/2015 1.57%	16,648.10 16,886.50	97.75 2.58%	16,618.16 80.47	6.44% (268.34)	Aaa / AA+ AAA	1.58 1.55
912828XM7	US Treasury Note 1.625% Due 7/31/2020	22,000.00	08/24/2016 1.03%	22,506.25 22,246.43	98.14 2.63%	21,590.07 31.09	8.34% (656.36)	Aaa / AA+ AAA	1.92 1.87
912828WC0	US Treasury Note 1.75% Due 10/31/2020	22,000.00	Various 1.45%	22,276.59 22,136.23	98.13 2.65%	21,587.50 129.73	8.37% (548.73)	Aaa / AA+ AAA	2.17 2.09
912828A83	US Treasury Note 2.375% Due 12/31/2020	22,000.00	08/24/2016 1.08%	23,208.35 22,647.90	99.37 2.66%	21,860.78 89.45	8.46% (787.12)	Aaa / AA+ AAA	2.34 2.24
912828B90	US Treasury Note 2% Due 2/28/2021	22,000.00	08/24/2016 1.10%	22,868.90 22,480.32	98.38 2.67%	21,643.36 1.22	8.35% (836.96)	Aaa / AA+ AAA	2.50 2.42
912828WN6	US Treasury Note 2% Due 5/31/2021	20,000.00	07/11/2016 1.01%	20,937.57 20,527.12	98.20 2.68%	19,639.84 101.64	7.61% (887.28)	Aaa / AA+ AAA	2.75 2.64
912828F21	US Treasury Note 2.125% Due 9/30/2021	25,000.00	10/27/2016 1.38%	25,879.97 25,550.59	98.30 2.70%	24,576.18 223.53	9.56% (974.41)	Aaa / AA+ AAA	3.08 2.93
912828J43	US Treasury Note 1.75% Due 2/28/2022	24,000.00	04/24/2017 1.84%	23,905.39 23,931.76	96.80 2.71%	23,233.13 1.16	8.96% (698.63)	Aaa / AA+ AAA	3.50 3.36
912828L24	US Treasury Note 1.875% Due 8/31/2022	23,000.00	09/18/2017 1.84%	23,039.61 23,032.00	96.77 2.73%	22,257.88 1.19	8.58% (774.12)	Aaa / AA+ AAA	4.00 3.82
912828N30	US Treasury Note 2.125% Due 12/31/2022	20,000.00	01/09/2018 2.31%	19,825.00 19,847.55	97.50 2.74%	19,500.78 72.76	7.55% (346.77)	Aaa / AA+ AAA	4.34 4.09

Holdings Report

As of August 31, 2018

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
US TREASURY									
9128284D9	US Treasury Note 2.5% Due 3/31/2023	22,000.00	06/13/2018	21,669.14	98.98	21,776.57	8.49%	Aaa / AA+	4.58
			2.84%	21,684.07	2.74%	231.42	92.50	AAA	4.25
Total US Treasury		259,000.00	1.58%	262,453.41 260,872.81	2.67%	253,899.88 964.35	98.27% (6,972.93)	Aaa / AA+ AAA	2.89 2.76
TOTAL PORTFOLIO		263,483.96	1.56%	266,937.37 265,356.77	2.64%	258,383.84 964.35	100.00% (6,972.93)	Aaa / AA+ AAA	2.84 2.71
TOTAL MARKET VALUE PLUS ACCRUED						259,348.19			

## Portfolio Summary

As of August 31, 2018



## PORTFOLIO CHARACTERISTICS

Average Modified Duration	2.94
Average Coupon	1.92%
Average Purchase YTM	2.64%
Average Market YTM	2.63%
Average S&P/Moody Rating	AA+/Aaa
Average Final Maturity	3.09 yrs
Average Life	3.09 yrs

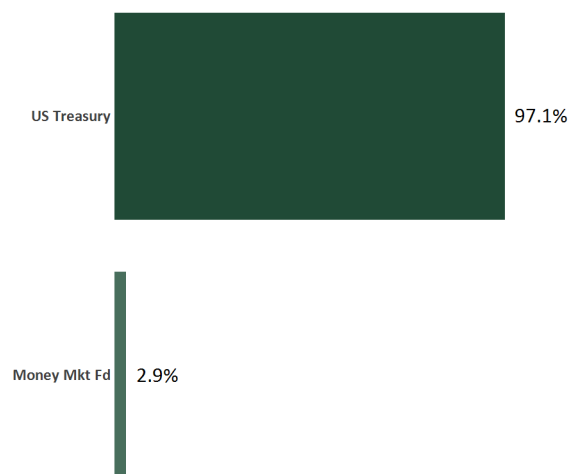
## ACCOUNT SUMMARY

	Beg. Values as of 7/31/18	End Values as of 8/31/18
Market Value	662,294	666,421
Accrued Interest	4,021	3,120
Total Market Value	666,316	669,540
Income Earned	2,079	1,518
Cont/WD		0
Par	677,613	679,634
Book Value	663,362	665,781
Cost Value	662,775	664,797

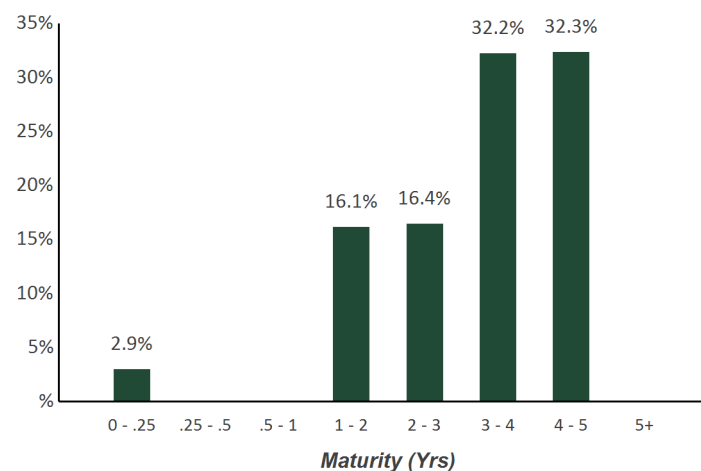
## TOP ISSUERS

Government of United States	97.1%
AIM STIT-Treasury Portfolio	2.9%
<b>Total</b>	<b>100.0%</b>

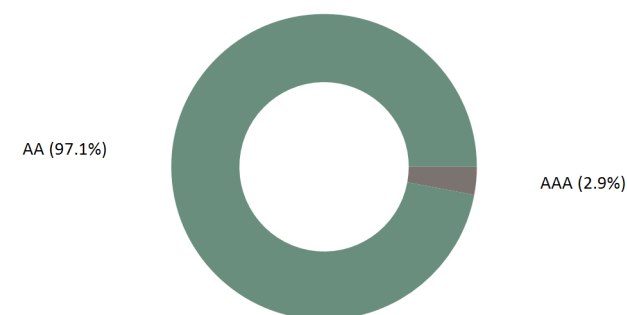
## SECTOR ALLOCATION



## MATURITY DISTRIBUTION



## CREDIT QUALITY (S&amp;P)



## PERFORMANCE REVIEW

TOTAL RATE OF RETURN	1M	3M	YTD	1YR	Annualized				
					2YRS	3YRS	5YRS	10YRS	6/30/2018
Brea CFD 2008 2 17 Reserve Fund	0.48%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
ICE BAML 3-5 Yr US Treasury/Agency Index	0.58%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A



BOOK VALUE RECONCILIATION		
<b>BEGINNING BOOK VALUE</b>		<b>\$663,361.62</b>
<u><b>Acquisition</b></u>		
+ Security Purchases	\$0.00	
+ Money Market Fund Purchases	\$2,021.11	
+ Money Market Contributions	\$0.00	
+ Security Contributions	\$0.00	
+ Security Transfers	\$0.00	
<b>Total Acquisitions</b>		<b>\$2,021.11</b>
<u><b>Dispositions</b></u>		
- Security Sales	\$0.00	
- Money Market Fund Sales	\$0.00	
- MMF Withdrawals	\$0.00	
- Security Withdrawals	\$0.00	
- Security Transfers	\$0.00	
- Other Dispositions	\$0.00	
- Maturities	\$0.00	
- Calls	\$0.00	
- Principal Paydowns	\$0.00	
<b>Total Dispositions</b>		<b>\$0.00</b>
<u><b>Amortization/Accretion</b></u>		
+/- Net Accretion	\$398.54	
		\$398.54
<u><b>Gain/Loss on Dispositions</b></u>		
+/- Realized Gain/Loss	\$0.00	
		\$0.00
<b>ENDING BOOK VALUE</b>		<b>\$665,781.27</b>

CASH TRANSACTION SUMMARY		
<b>BEGINNING BALANCE</b>		<b>\$17,612.50</b>
<u><b>Acquisition</b></u>		
Contributions	\$0.00	
Security Sale Proceeds	\$0.00	
Accrued Interest Received	\$0.00	
Interest Received	\$1,993.75	
Dividend Received	\$27.36	
Principal on Maturities	\$0.00	
Interest on Maturities	\$0.00	
Calls/Redemption (Principal)	\$0.00	
Interest from Calls/Redemption	\$0.00	
Principal Paydown	\$0.00	
<b>Total Acquisitions</b>	<b>\$2,021.11</b>	
<u><b>Dispositions</b></u>		
Withdrawals	\$0.00	
Security Purchase	\$0.00	
Accrued Interest Paid	\$0.00	
<b>Total Dispositions</b>	<b>\$0.00</b>	
<b>ENDING BOOK VALUE</b>		<b>\$19,633.61</b>



## Holdings Report

As of August 31, 2018



CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
<b>MONEY MARKET FUND FI</b>									
825252109	Invesco Treasury MMFD Private Class	19,633.61	Various 0.60%	19,633.61 19,633.61	1.00 0.60%	19,633.61 0.00	2.93% 0.00	Aaa / AAA AAA	0.00 0.00
<b>Total Money Market Fund FI</b>		<b>19,633.61</b>	<b>0.60%</b>	<b>19,633.61</b> <b>19,633.61</b>	<b>0.60%</b>	<b>19,633.61</b> <b>0.00</b>	<b>2.93%</b> <b>0.00</b>	<b>Aaa / AAA</b> <b>AAA</b>	<b>0.00</b> <b>0.00</b>
<b>US TREASURY</b>									
912828UV0	US Treasury Note 1.125% Due 3/31/2020	110,000.00	06/13/2018 2.57%	107,232.81 107,566.05	97.75 2.58%	107,529.29 520.70	16.14% (36.76)	Aaa / AA+ AAA	1.58 1.55
912828A83	US Treasury Note 2.375% Due 12/31/2020	110,000.00	06/28/2018 2.58%	109,467.19 109,504.42	99.37 2.66%	109,303.92 447.25	16.39% (200.50)	Aaa / AA+ AAA	2.34 2.24
912828F21	US Treasury Note 2.125% Due 9/30/2021	110,000.00	06/28/2018 2.64%	108,242.58 108,337.18	98.30 2.70%	108,135.17 983.54	16.30% (202.01)	Aaa / AA+ AAA	3.08 2.93
912828J43	US Treasury Note 1.75% Due 2/28/2022	110,000.00	06/13/2018 2.79%	105,986.72 106,220.70	96.80 2.71%	106,485.17 5.32	15.91% 264.47	Aaa / AA+ AAA	3.50 3.36
912828L24	US Treasury Note 1.875% Due 8/31/2022	110,000.00	06/13/2018 2.82%	105,887.89 106,098.97	96.77 2.73%	106,450.74 5.70	15.90% 351.77	Aaa / AA+ AAA	4.00 3.82
9128284D9	US Treasury Note 2.5% Due 3/31/2023	110,000.00	06/13/2018 2.84%	108,345.70 108,420.34	98.98 2.74%	108,882.84 1,157.10	16.44% 462.50	Aaa / AA+ AAA	4.58 4.25
<b>Total US Treasury</b>		<b>660,000.00</b>	<b>2.70%</b>	<b>645,162.89</b> <b>646,147.66</b>	<b>2.69%</b>	<b>646,787.13</b> <b>3,119.61</b>	<b>97.07%</b> <b>639.47</b>	<b>Aaa / AA+</b> <b>AAA</b>	<b>3.18</b> <b>3.02</b>
<b>TOTAL PORTFOLIO</b>		<b>679,633.61</b>	<b>2.64%</b>	<b>664,796.50</b> <b>665,781.27</b>	<b>2.63%</b>	<b>666,420.74</b> <b>3,119.61</b>	<b>100.00%</b> <b>639.47</b>	<b>Aaa / AA+</b> <b>AAA</b>	<b>3.09</b> <b>2.94</b>
<b>TOTAL MARKET VALUE PLUS ACCRUED</b>						<b>669,540.35</b>			

City of Brea

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**INVESTMENT ADVISORY COMMITTEE COMMUNICATION**

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**TO:** Honorable Chair and Committee Members  
**FROM:** Bill Gallardo, City Manager  
**DATE:** 10/22/2018  
**SUBJECT:** Monthly Report of Investments for the Successor Agency to the Brea  
Redevelopment Agency for Period Ending September 30, 2018

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**RECOMMENDATION**

Receive and file.

**BACKGROUND/DISCUSSION**

The Monthly Report of Investments is in accordance with Government Code Section 53607 and contains information on the investment activities for the month of September 2018. Funds received by the Successor Agency are typically spent within three to six months; therefore are not invested long-term. The Successor Agency's Local Agency Investment Fund (LAIF) is used for short-term investments and functions like a savings account until funds are required to meet expenditures needs. Attachment A includes a Portfolio Summary and Holdings Report prepared by Chandler Asset Management for the funds invested on behalf of the Successor Agency. As of September 30, 2018, the market value, including accrued interest on the Successor Agency's Local Agency Investment Fund (LAIF), was \$1,133,625.81 in comparison to \$1,131,712.03 at August 31, 2018. The Successor Agency to the Brea Redevelopment Agency has sufficient cash flow to meet its expected expenditures for the next six months.

The Successor Agency also has restricted (fiscal agent) cash and investment accounts related to its various bond reserve accounts which are managed by Chandler Asset Management. Attachment A includes a portfolio report from Chandler Asset Management for each bond reserve account that is invested. As of September 30, 2018, the market value of these funds, including short-term cash and accrued interest was \$176,373.10 as compared to \$1,509,223.51 as of August 31, 2018.

**FISCAL IMPACT/SUMMARY**

During the month of September, the total value of the Successor Agency to the Brea Redevelopment Agency's investment portfolio increased by \$1,913.78 due to changes in market value. The total value of the restricted cash and investments decreased by \$1,332,850.41 primarily due to debt service payment for the 2016 Tax Allocation Bond.

**RESPECTFULLY SUBMITTED**

William Gallardo, City Manager

Prepared by: Alicia Brenner, Senior Management Analyst

Concurrence: Cindy Russell, Administrative Services Director

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### **Attachments**

Attachment A

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**Successor Agency to the Brea Redevelopment Agency**  
**Cash and Investment Information**  
September 30, 2018

			<b>Cost Value</b>	<b>Market Value*</b>
<b>Demand and Interest-Bearing Checking Accounts</b>				
	Citizen's Bank		<b>\$ 1,009,575.25</b>	<b>\$ 1,009,575.25</b>
<b>Local Agency Investment Fund</b>				
	LAIF		<b>\$ 1,127,939.66</b>	<b>\$ 1,133,625.81</b>
<b><u>Fiscal Agent Cash &amp; Investments</u></b>				
2003	Tax Allocation Bonds	Chandler/BNY	\$ 899.13	\$ 899.13
2004	Brea Public Financing Authority Lease Revenue Bond	Chandler/BNY	\$ 23,191.00	\$ 23,191.00
2010	Brea Public Financing Authority Lease Revenue Bond	Chandler/BNY	\$ 66,632.83	\$ 66,632.83
2013	Tax Allocation Bonds	Chandler/BNY	\$ 62,553.95	\$ 62,553.95
2016	Tax Allocation Refunding Bonds, Series A & B	Chandler/BNY	\$ 11,149.99	\$ 11,149.99
2017	Tax Allocation Refunding Bonds, Series A & B	Chandler/BNY	\$ 11,946.20	\$ 11,946.20
<b>Sub-total - Fiscal Agent Cash &amp; Investments</b>			<b>\$ 176,373.10</b>	<b>\$ 176,373.10</b>
<b>Grand Total</b>			<b>\$ 2,313,888.01</b>	<b>\$ 2,319,574.16</b>

\* Includes accrued interest on invested funds

# Successor Agency to the Brea Redevelopment Agency

## Cash and Investment Information

September 30, 2018

<b>Fiscal Agent Cash &amp; Investments Detail</b>	<b>Cost Value</b>	<b>Market Value</b>
2003 Tax Allocation Bonds - <b>CHANDLER</b>	\$ -	\$ -
Short-Term Treasury Funds - <b>BNY</b>	\$ 899.13	\$ 899.13
<b>Sub-total</b>	<b>\$ 899.13</b>	<b>\$ 899.13</b>
2004 Brea Public Financing Authority Lease Revenue Bond - <b>CHANDLER</b>	\$ -	\$ -
Short-Term Treasury Funds - <b>BNY</b>	\$ 23,191.00	\$ 23,191.00
<b>Sub-total</b>	<b>\$ 23,191.00</b>	<b>\$ 23,191.00</b>
2010 Brea Public Financing Authority Lease Revenue Bond - <b>CHANDLER</b>	\$ -	\$ -
Short-Term Treasury Funds - <b>BNY</b>	\$ 66,632.83	\$ 66,632.83
<b>Sub-total</b>	<b>\$ 66,632.83</b>	<b>\$ 66,632.83</b>
2013 Tax Allocation Bonds - <b>CHANDLER</b>	\$ -	\$ -
Short-Term Treasury Funds - <b>BNY</b>	\$ 62,553.95	\$ 62,553.95
<b>Sub-total</b>	<b>\$ 62,553.95</b>	<b>\$ 62,553.95</b>
2016 Tax Allocation Refunding Bonds, Series A & B - <b>CHANDLER</b>	\$ -	\$ -
Short-Term Treasury Funds - <b>BNY</b>	\$ 11,149.99	\$ 11,149.99
<b>Sub-total</b>	<b>\$ 11,149.99</b>	<b>\$ 11,149.99</b>
2017 Tax Allocation Refunding Bonds, Series A & B - <b>CHANDLER</b>	\$ -	\$ -
Short-Term Treasury Funds - <b>BNY</b>	\$ 11,946.20	\$ 11,946.20
<b>Sub-total</b>	<b>\$ 11,946.20</b>	<b>\$ 11,946.20</b>
<b>Report Grand Total</b>	<b>\$ 176,373.10</b>	<b>\$ 176,373.10</b>

Portfolio Summary

As of September 30, 2018



PORTFOLIO CHARACTERISTICS

Average Modified Duration	0.00
Average Coupon	2.09%
Average Purchase YTM	2.09%
Average Market YTM	2.09%
Average S&P/Moody Rating	NR/NR
Average Final Maturity	0.00 yrs
Average Life	0.00 yrs

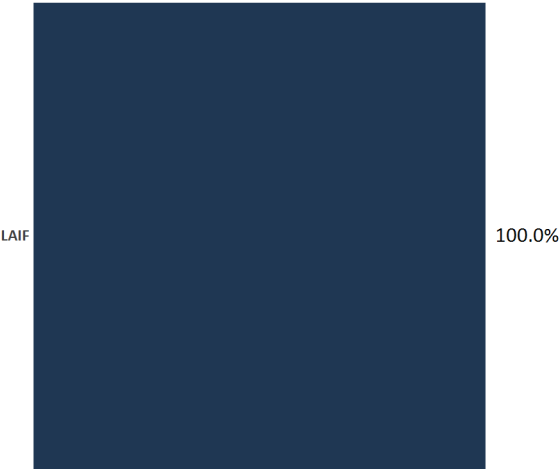
ACCOUNT SUMMARY

	Beg. Values as of 8/31/18	End Values as of 9/30/18
Market Value	1,127,940	1,127,940
Accrued Interest	3,772	5,686
Total Market Value	1,131,712	1,133,626
Income Earned	1,915	1,914
Cont/WD		0
Par	1,127,940	1,127,940
Book Value	1,127,940	1,127,940
Cost Value	1,127,940	1,127,940

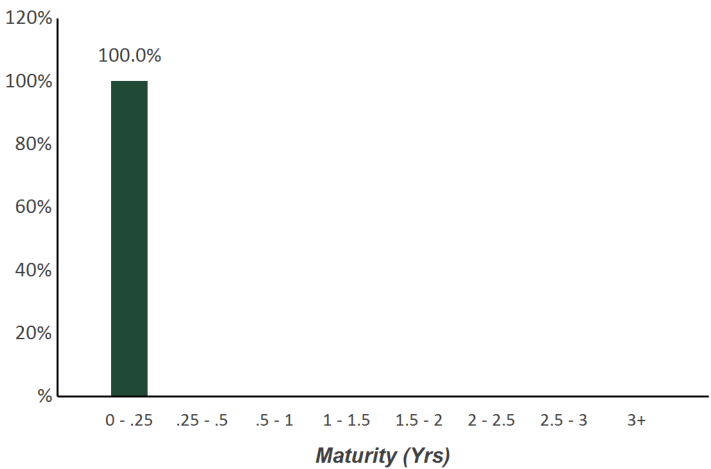
TOP ISSUERS

Local Agency Investment Fund	100.0%
Total	100.0%

SECTOR ALLOCATION



MATURITY DISTRIBUTION



CREDIT QUALITY (S&P)



Holdings Report  
As of September 30, 2018



CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
LAIF									
90LAIF\$00	Local Agency Investment Fund State Pool	1,127,939.66	Various 2.09%	1,127,939.66 1,127,939.66	1.00 2.09%	1,127,939.66 5,686.15	100.00% 0.00	NR / NR NR	0.00 0.00
Total LAIF		1,127,939.66	2.09%	1,127,939.66 1,127,939.66	2.09%	1,127,939.66 5,686.15	100.00% 0.00	NR / NR NR	0.00 0.00
TOTAL PORTFOLIO		1,127,939.66	2.09%	1,127,939.66 1,127,939.66	2.09%	1,127,939.66 5,686.15	100.00% 0.00	NR / NR NR	0.00 0.00
TOTAL MARKET VALUE PLUS ACCRUED						1,133,625.81			

City of Brea

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**COMMUNICATION**

**TO:** Honorable Chair and Members

**FROM:** Bill Gallardo

**DATE:** 10/22/2018

**SUBJECT:** Review Quarterly Investment Report Period Ending September 30, 2018 from  
Chandler Asset Management - Presented by Martin (Marty) Cassell and Mia  
Corral

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**Attachments**

Investment Report

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# City of Brea

Period Ending  
September 30, 2018



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

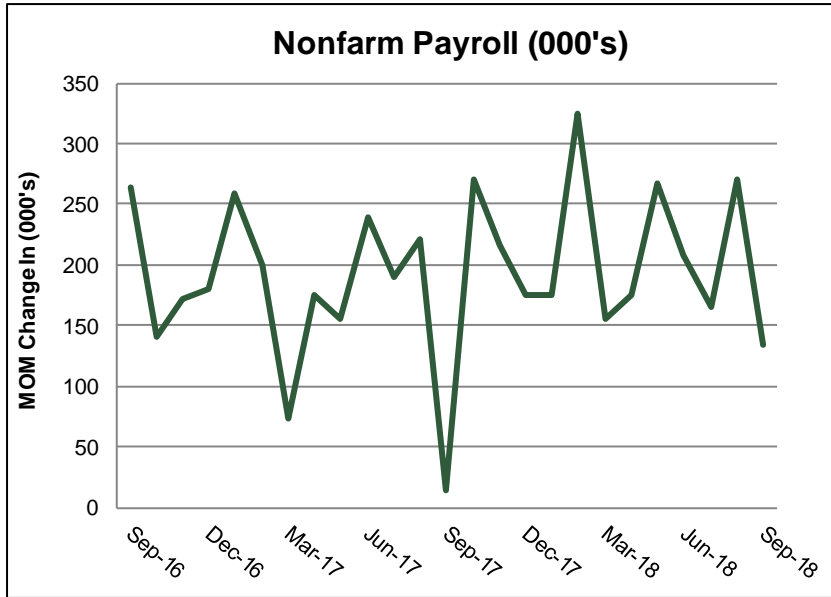
## **SECTION 1**

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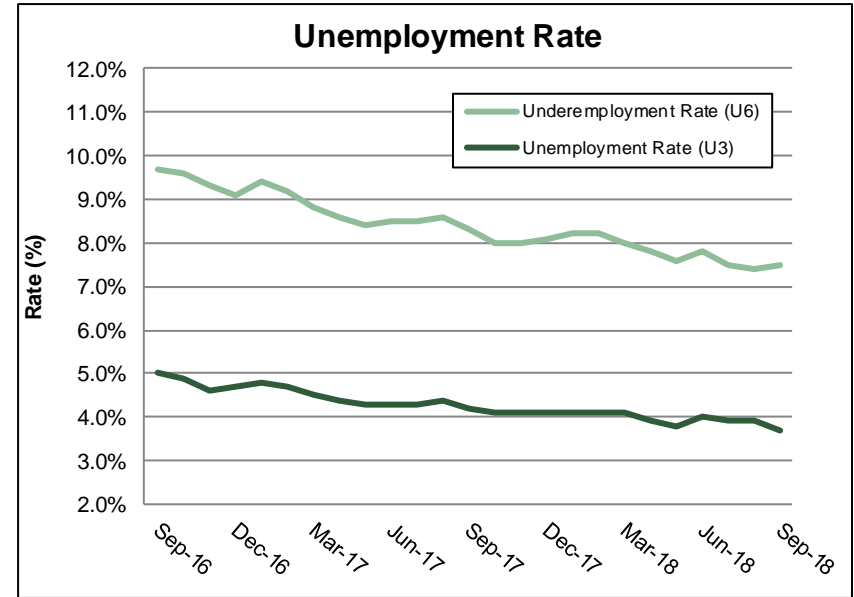
# **Economic Update**



- As expected, the Federal Open Market Committee (FOMC) voted to raise the fed funds target rate by 25 basis points to a range of 2.00%-2.25% at the September 26th meeting. The vote was unanimous, including a vote from the new Board of Governors Vice Chair, Richard Clarida. The Fed raised its median forecast for GDP growth in 2018 and 2019 and left its forecasts for unemployment and inflation relatively unchanged. The Fed also kept its fed funds rate forecasts unchanged with the exception of the longer-run target which increased slightly to 3.0%. The Fed's forecast points to one more fed funds rate hike this year and three more hikes next year. Once again, in its policy statement, the FOMC noted that economic activity has been rising at a "strong rate" and policymakers expect that further gradual increases in the fed funds rate will be appropriate. The FOMC continues to believe risks to the economic outlook are roughly balanced. Market participants believe there is a very high probability that there will be another rate hike in December.
- Economic data remains favorable but predictive economic indicators suggest that economic growth is unlikely to accelerate. Although the labor market is strong and consumer confidence is high, we do not believe the economy is close to overheating. The Core PCE Index suggests that inflation is in line with the Fed's 2.0% target. Market participants are forecasting annualized GDP growth of about 3.0% in the third quarter, 2.8% in the fourth quarter, and 2.5% next year.
- Treasury yields increased in September. At month-end, the 2-year Treasury yield was up 19 basis points to 2.82%, while the 10-year Treasury yield was up 20 basis points to 3.06%. The spread between 2- and 10-year Treasury yields remained narrow at just 24 basis points at month-end. Over the past 20 years, the average spread between 2- and 10-year Treasuries has been about 140 basis points. We foresee an upward bias to rates across the Treasury yield curve but believe that the yield curve will remain quite flat over the intermediate-term.

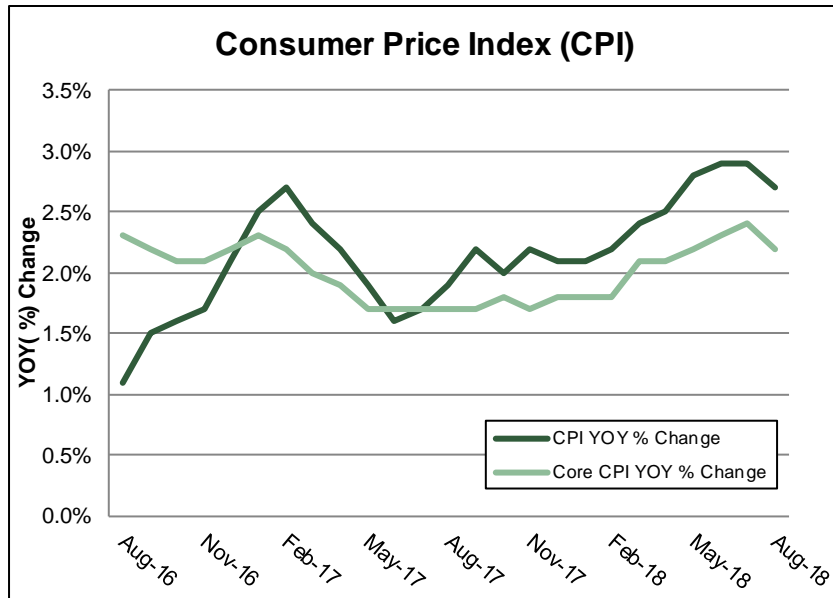


Source: US Department of Labor

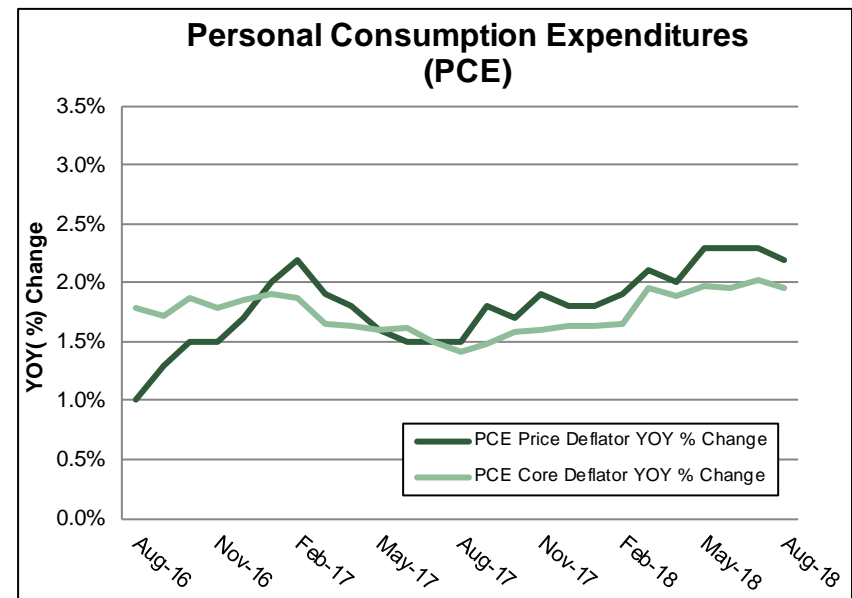


Source: US Department of Labor

U.S. payrolls rose by 134,000 in September, below the consensus forecast of 185,000. However, July and August payrolls were revised up by a total of 87,000. On a trailing 3-month and 6-month basis payrolls increased by an average of 190,000 and 203,000 per month, respectively, more than enough to absorb new entrants into the labor market. The unemployment rate declined further in September to 3.7% from 3.8% in August. The labor participation rate was unchanged month-over-month at 62.7%. A broader measure of unemployment called the U-6, which includes those who are marginally attached to the labor force and employed part time for economic reasons, increased to 7.5% from 7.4% in August. Wages rose 0.3% in September on a month-over-month basis, in line with expectations. Wages were up 2.8% on a year-over-year basis in September, versus up 2.9% year-over-year in August. The average workweek was unchanged at 34.5 hours. Overall, the September employment report indicates the labor market remains strong, and there is steady but modest upward pressure on wages.

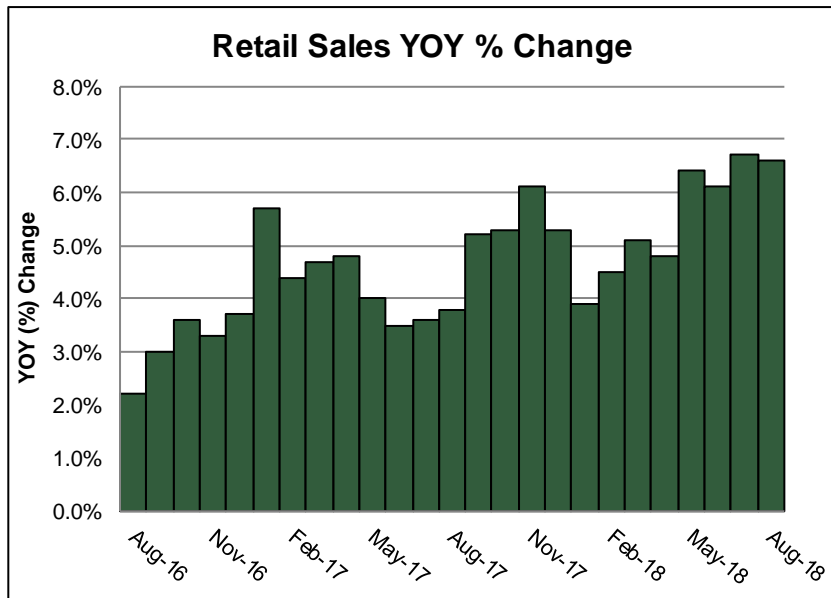


Source: US Department of Labor



Source: US Department of Commerce

The Consumer Price Index (CPI) was up 2.7% year-over-year in August, versus up 2.9% year-over-year in July. Core CPI (CPI less food and energy) was up 2.2% year-over-year in August, down from 2.4% year-over-year in July. The Personal Consumption Expenditures (PCE) index was up 2.2% year-over-year in August, down slightly from 2.3% year-over-year in July. Core PCE (excluding food and energy) was up 2.0% on a year-over-year basis in August, unchanged from 2.0% in July. Core PCE inflation, which is the Fed's primary inflation gauge, remains in line with the Fed's 2.0% target.



Source: US Department of Commerce

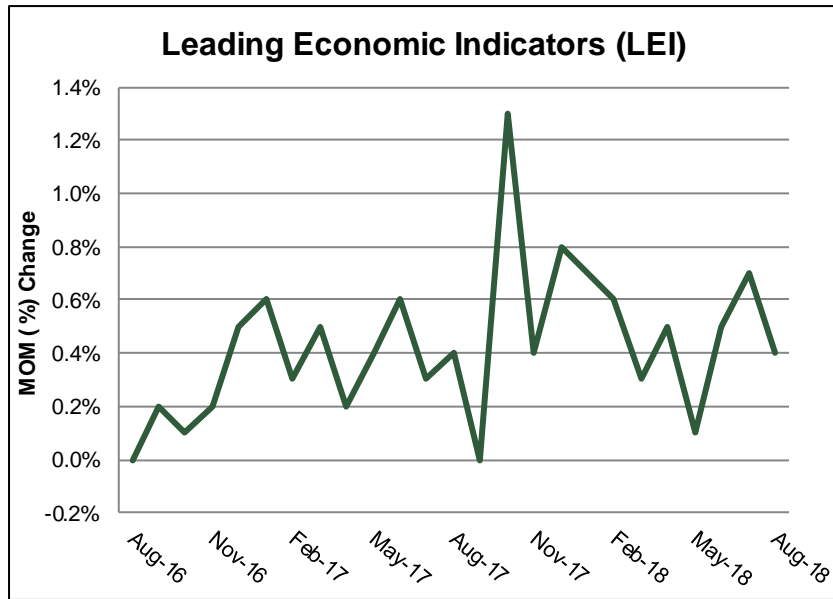


Source: The Conference Board

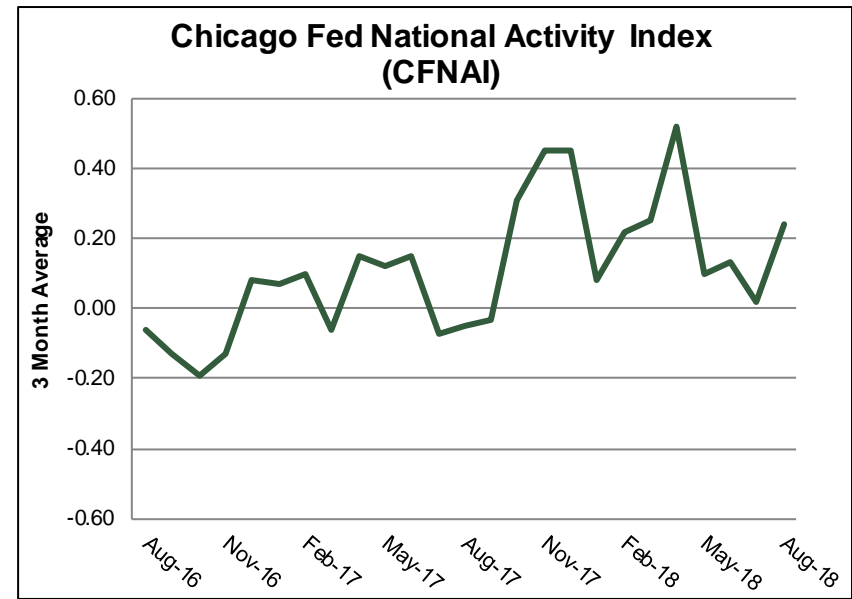
On a year-over-year basis, retail sales were up 6.6% in August, versus up 6.7% year-over-year in July. On a month-over-month basis, retail sales increased just 0.1% in August, following an upwardly revised increase of 0.7% in July. Strong sales in July were somewhat offset by softer trends in August, but the overall pace of consumer spending in the third quarter appears solid. The Consumer Confidence Index remains very strong at 138.4 in September, up from 134.7 in August. Ongoing strength in the labor market continues to support consumer confidence and spending trends.



# Economic Activity



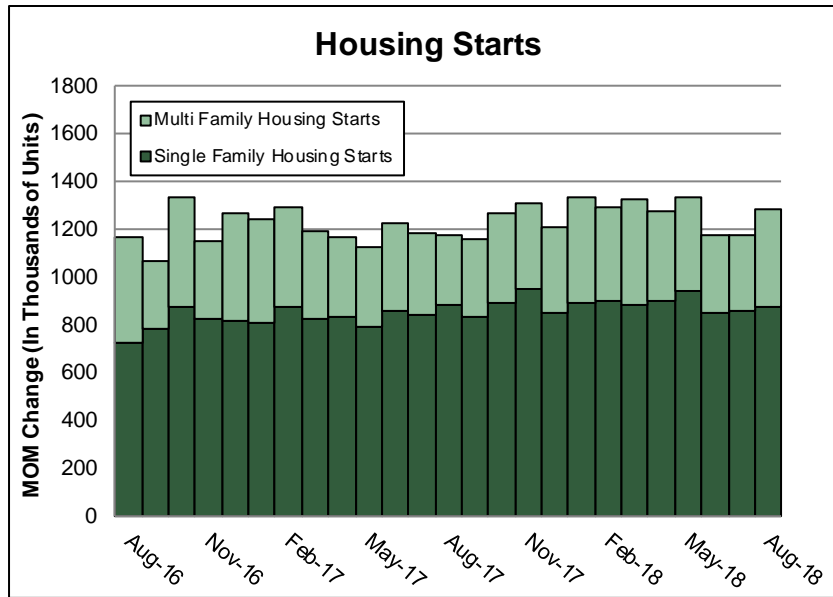
Source: The Conference Board



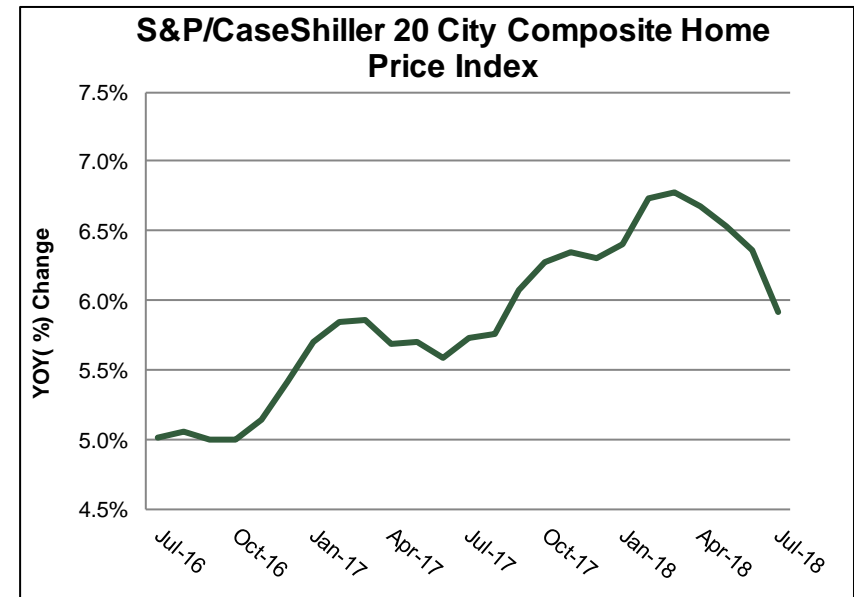
Source: Federal Reserve Bank of Chicago

The Index of Leading Economic Indicators (LEI) rose 0.4% month-over-month in August, following a 0.7% increase in July. According to the Conference Board, the index points to solid US economic growth for the remainder of the year. However, the Conference Board also warns that industrial companies that are more sensitive to business cycles should prepare for a possible moderation in economic growth next year. The Chicago Fed National Activity Index (CFNAI) was unchanged month-over-month in August at 0.18, suggesting that economic activity remains steady. On a 3-month moving average basis, the index increased to 0.24 in August from 0.02 in July.





Source: US Department of Commerce

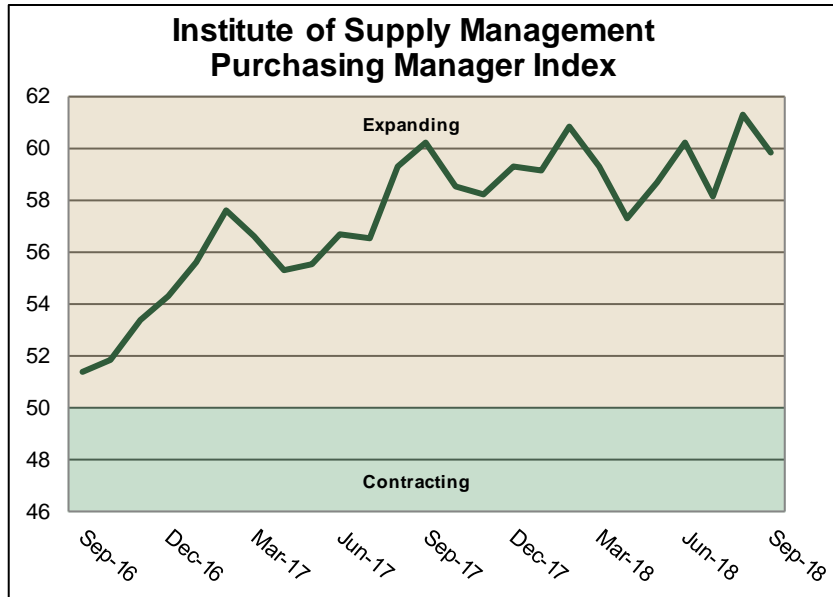


Source: S&P

Total housing starts increased 9.2% in August. Single-family starts increased 1.9% in August while multi-family starts surged 29%. However, permits fell 5.7% in August. According to the Case-Shiller 20-City home price index, home prices were up 5.9% year-over-year in July, versus 6.4% in June. Housing data tends to be volatile on a month-over-month basis. Broadly speaking, the housing sector is facing a few different headwinds including supply constraints, rising mortgage interest rates, and a shortage of skilled labor, and housing trends have softened.



# Manufacturing



Source: Institute for Supply Management



Source: Federal Reserve

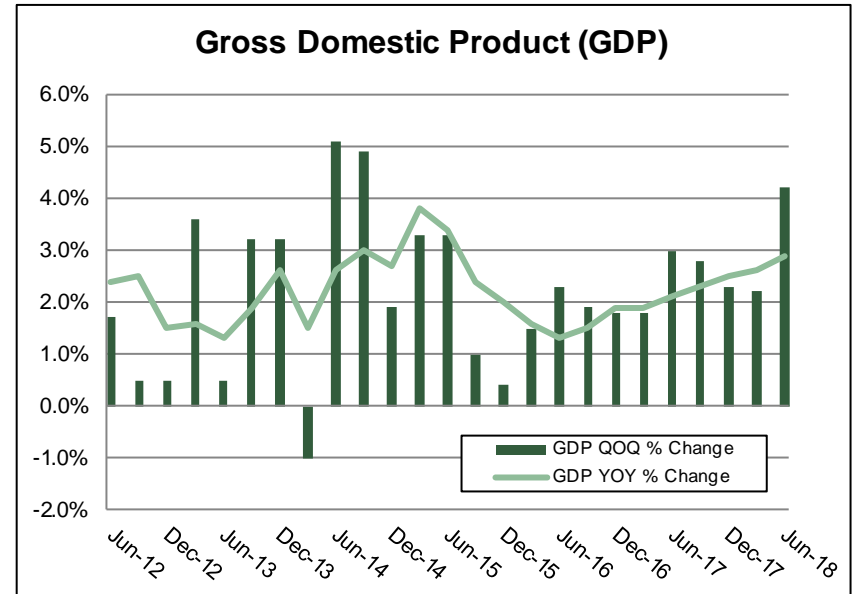
The Institute for Supply Management (ISM) manufacturing index edged down to 59.8 in September from 61.3 in August (the highest level since May 2004). A reading above 50.0 suggests the manufacturing sector is expanding. The Industrial Production index was up 4.9% year-over-year in August versus up 4.0% year-over-year in July. On a month-over-month basis, the manufacturing component of the index edged up just 0.2% in August, following a 0.3% increase in July, pointing to modest growth in the sector. Capacity Utilization increased to 78.1% in August from 77.9% in July, but remains below the long-run average of 79.8% indicating there is still excess capacity for growth.



# Gross Domestic Product (GDP)

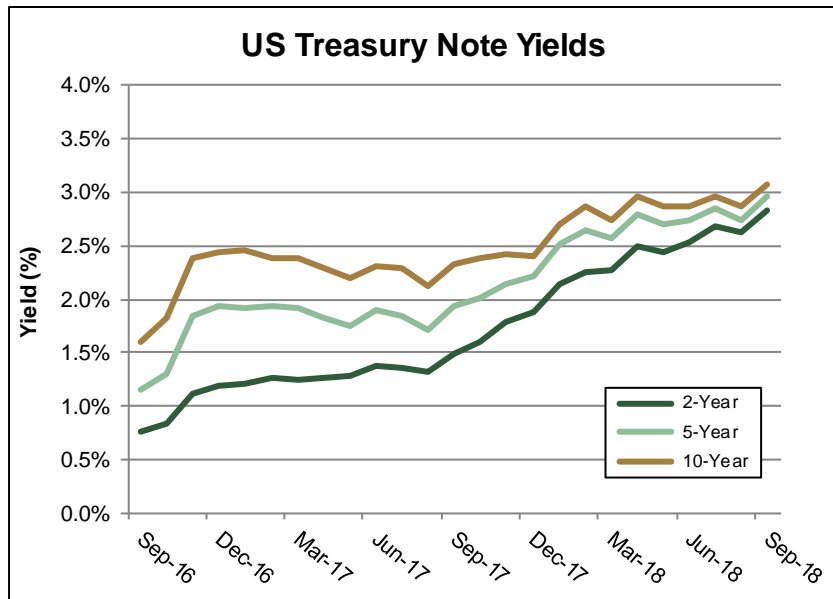
Components of GDP	9/17	12/17	3/18	6/18
Personal Consumption Expenditures	1.5%	2.6%	0.4%	2.6%
Gross Private Domestic Investment	1.5%	0.1%	1.6%	-0.1%
Net Exports and Imports	0.0%	-0.9%	0.0%	1.2%
Federal Government Expenditures	-0.1%	0.3%	0.2%	0.2%
State and Local (Consumption and Gross Investment)	-0.1%	0.2%	0.1%	0.2%
Total	2.8%	2.3%	2.2%	4.2%

Source: US Department of Commerce

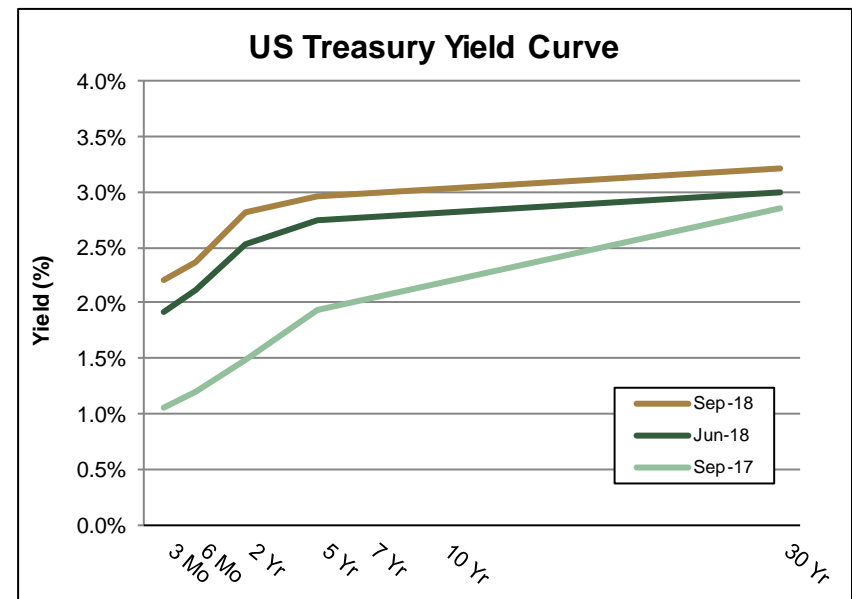


Source: US Department of Commerce

Annualized second quarter GDP grew at an annualized pace of 4.2%, according to the third estimate, following growth of 2.2% in the first quarter. Consumer spending and exports were particularly strong in the second quarter. Market participants estimate the economy grew 3.0% in the third quarter. GDP growth is expected to ease back toward the 2.5%-3.0% range in the fourth quarter.



Source: Bloomberg



Source: Bloomberg

On a year-over-year basis, Treasury yields have increased and the Treasury yield curve has flattened. The spread between 2-Year and 10-year Treasury yields has narrowed from 85 basis points to 24 basis points, year-over-year as of September month-end. Rate hikes by the Federal Reserve have put upward pressure on rates, while supply and demand imbalances, technical factors, and subdued inflation expectations have contributed to the curve flattening.

## **SECTION 2**

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### **Account Profile**

## **Investment Objectives**

The City of Brea and the Successor Agency to the Brea Redevelopment Agency's investment objectives, in order of priority, are to provide safety to ensure the preservation of capital in the overall portfolio, provide sufficient liquidity for cash needs and a market rate of return consistent with the investment program.

## **Chandler Asset Management Performance Objective**

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

## **Strategy**

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



City of Brea  
September 30, 2018

## COMPLIANCE WITH INVESTMENT POLICY

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

Category	Standard	Comment
Treasury Issues	No limitations	Complies
US Agencies	25% per issuer	Complies
Supranationals	"AA" rated by a NRSRO; 15% maximum; 5% max per issuer	Complies*
Municipal Securities	5% max issuer	Complies
Banker's Acceptances	40% maximum; 5% max issuer; 180 days max maturity	Complies
Commercial Paper	A-1/P-1 by S&P and Moody's; 25% maximum; 5% max per issuer; 270 days max maturity	Complies
Certificates of Deposit(CDs)/ Time Deposits (TDs)	5% max issuer; FDIC Insured and/or Collateralized	Complies
Negotiable CDs	30% maximum; 5% max per issuer	Complies
Medium Term Notes	"A" rated or better by a NRSRO; 30% maximum; 5% max per issuer	Complies
Pass Through Securities, Asset- Backed Securities (ABS), CMOs	"AA" or higher by a NRSRO; "A" rated issuer by a NRSRO; 20% maximum (combined), 10% maximum (ABS); 5% max per issuer; CMOs must pass FFIEC test	Complies
Money Market Funds	Highest rating by two NRSROs; 20% maximum; 5% max per fund	Complies
LAIF	40%; <60%, with OCIP	Complies
OCIP	40%; <60%, with LAIF	Complies
Repurchase Agreements	5% max issuer; 1 year max maturity	Complies
Range notes	Prohibited	Complies
Interest-only strips	Prohibited	Complies
Zero interest accruals	Prohibited	Complies
Agency Callable notes	5% maximum	Complies
Max Per Issuer	5% per issuer for all non government issuers and agencies	Complies
Maximum Maturity	5 years	Complies

\*IADB is in compliance on a consolidated portfolio basis.



# Portfolio Characteristics

## City of Brea

	9/30/2018	6/30/2018
	Benchmark*	Portfolio
Average Maturity (yrs)	2.68	2.60
Modified Duration	2.55	2.36
Average Purchase Yield	n/a	2.01%
Average Market Yield	2.85%	2.90%
Average Quality**	AAA	AA/Aa2
Total Market Value		57,345,499

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

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

Multiple securities were purchased across the Agency, Asset Backed and Corporate sectors of the market to keep the portfolio structure in-line with Chandler objectives. The purchased securities ranged in maturity from August 2022 to August 2023. Three securities were sold and two matured to help facilitate the new holdings in the City's portfolio.

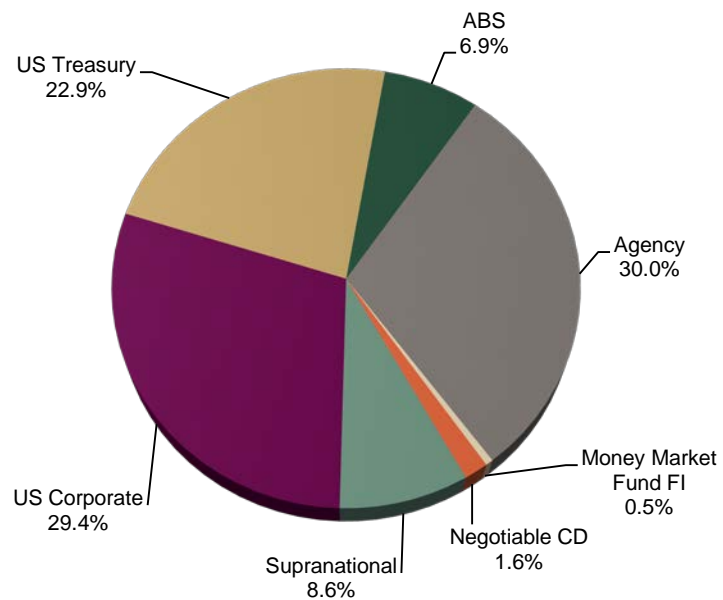




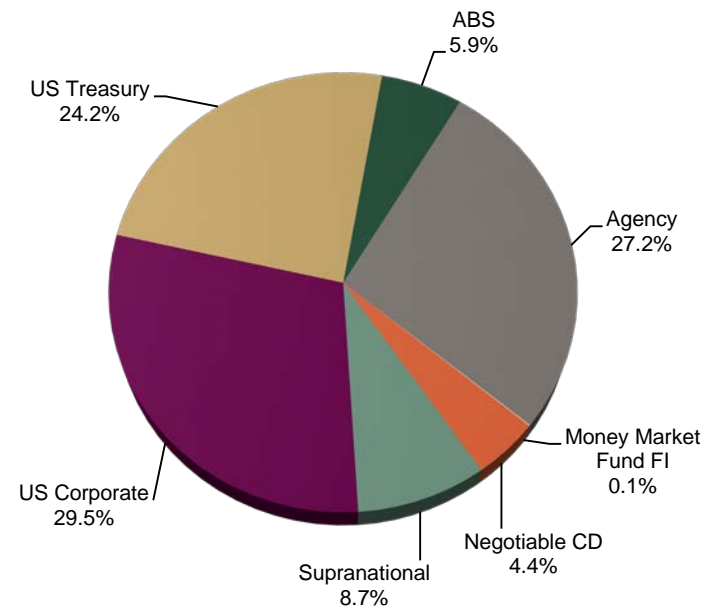
# Sector Distribution

## City of Brea

September 30, 2018



June 30, 2018



## City of Brea – Account #120

As of 9/30/2018

Issue Name	Investment Type	% Portfolio
Government of United States	US Treasury	22.93%
Federal National Mortgage Association	Agency	17.66%
Federal Home Loan Mortgage Corp	Agency	7.08%
Inter-American Dev Bank	Supranational	5.33%
Federal Home Loan Bank	Agency	5.28%
Intl Bank Recon and Development	Supranational	2.56%
John Deere ABS	ABS	2.04%
US Bancorp	US Corporate	1.90%
Honda ABS	ABS	1.64%
Bank of Montreal Chicago	Negotiable CD	1.63%
Microsoft	US Corporate	1.55%
PNC Financial Services Group	US Corporate	1.50%
Exxon Mobil Corp	US Corporate	1.50%
Praxair	US Corporate	1.42%
General Electric Co	US Corporate	1.40%
HSBC Holdings PLC	US Corporate	1.40%
Chubb Corporation	US Corporate	1.38%
Oracle Corp	US Corporate	1.35%
Toyota ABS	ABS	1.32%
Deere & Company	US Corporate	1.31%
Qualcomm Inc	US Corporate	1.30%
Wells Fargo Corp	US Corporate	1.27%
Cisco Systems	US Corporate	1.25%
Bank of New York	US Corporate	1.23%
Royal Bank of Canada	US Corporate	1.21%
Occidental Petroleum Corporation	US Corporate	1.20%
IBM Corp	US Corporate	1.17%
JP Morgan Chase & Co	US Corporate	1.07%
Nissan ABS	ABS	0.98%
Paccar Financial	US Corporate	0.98%

## City of Brea – Account #120

As of 9/30/2018

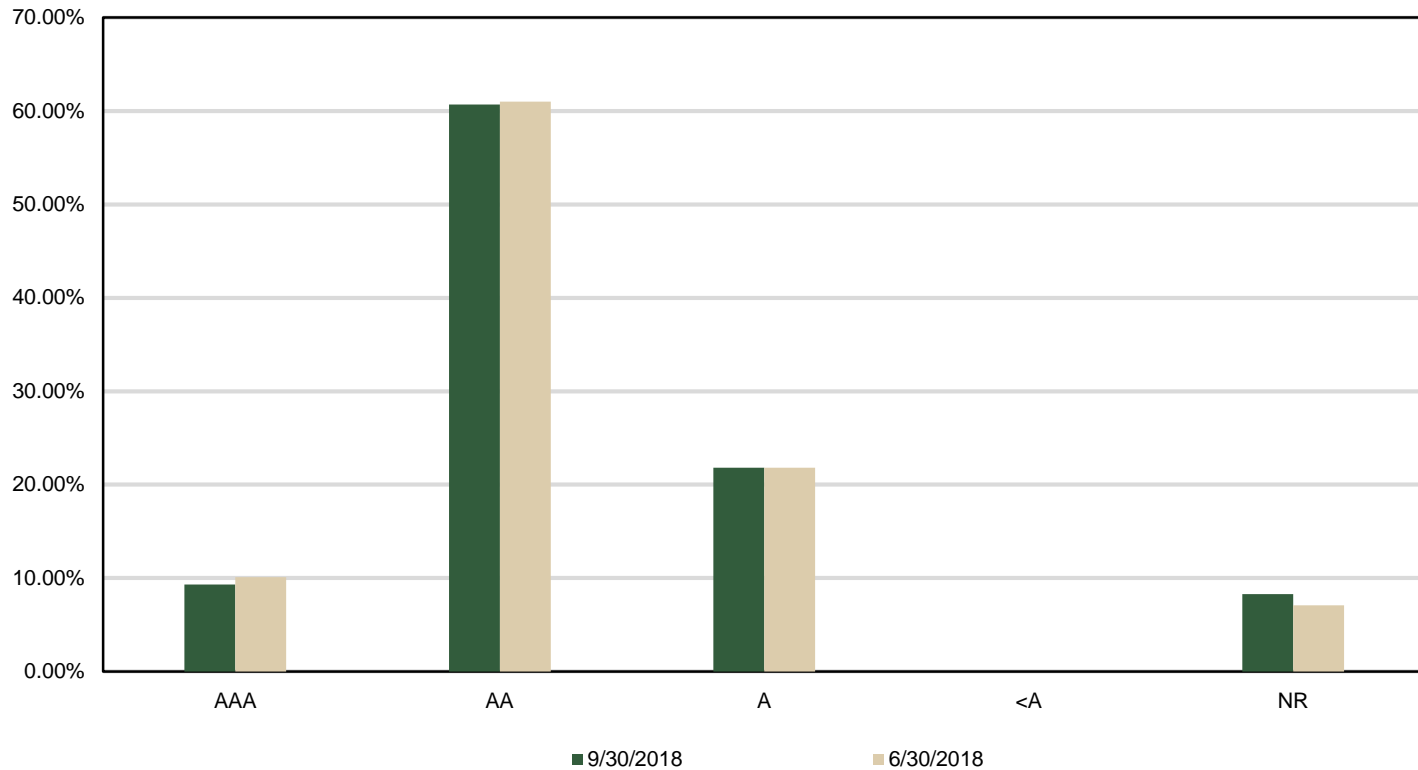
Issue Name	Investment Type	% Portfolio
American Express ABS	ABS	0.95%
Costco Wholesale Corporation	US Corporate	0.80%
Toyota Motor Corp	US Corporate	0.77%
State Street Bank	US Corporate	0.75%
General Dynamics Corp	US Corporate	0.72%
International Finance Corp	Supranational	0.71%
Home Depot	US Corporate	0.57%
Fidelity Institutional Treasury Portfolio	Money Market Fund FI	0.50%
Honda Motor Corporation	US Corporate	0.39%
<b>Total</b>		<b>100.00%</b>



# Quality Distribution

## City of Brea

September 30, 2018 vs. June 30, 2018



	AAA	AA	A	<A	NR
09/30/18	9.3%	60.7%	21.8%	0.0%	8.3%
06/30/18	10.1%	61.0%	21.8%	0.0%	7.1%

Source: S&P Ratings

## Agency

- Although spreads in the Agency sector remain expensive compared to historical measures, valuations moved moderately wider during the quarter. Reasonable valuation can be found at new issuance.
- Fannie Mae and Freddie Mac remain in conservatorship and is not a topic either political party wants to address. Several different plans have been proposed but they cannot gather enough momentum to become a key priority. No firm details or guidance have been provided, but the Chandler team will remain focused on new legislative developments and the impact on spreads in the sector.

## Investment Grade Credit

- Spreads moved tighter during the quarter, coinciding with solid economic and employment figures.
- The solid economic backdrop has allowed issuers to price new issues at tight levels, though with patience, pockets of value can be found.



## Asset Backed

- Valuations in the sector remain attractive compared to other high quality alternatives. Chandler finds the shorter maturity tranches with approximately one to two-year durations to be compelling investments in the current environment.
- Issuance trends in 2018 shifted with additional supply in more esoteric issuers and less supply from the traditional players.

## Municipal

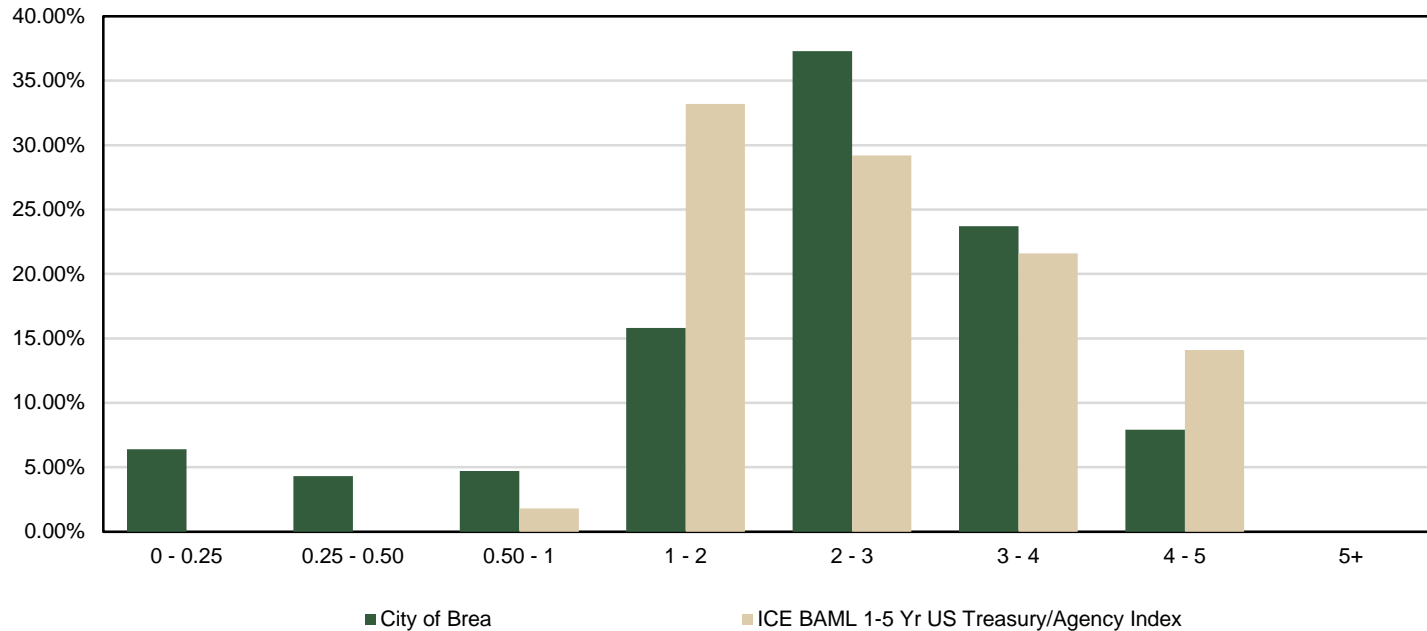
- Supply peaked in December as issuers rushed to the market in anticipation of tax reform. However, net supply has tightened again as redemptions and calls far outpace new issuance.
- The reduction in the corporate tax rate from 35% to 21% could reduce corporate, bank, and insurance company demand for municipal securities.



# Duration Distribution

## City of Brea

Portfolio Compared to the Benchmark as of September 30, 2018



	0 - 0.25	0.25 - 0.50	0.50 - 1	1 - 2	2 - 3	3 - 4	4 - 5	5+
Portfolio	6.4%	4.3%	4.7%	15.8%	37.3%	23.7%	7.9%	0.0%
Benchmark*	0.0%	0.0%	1.8%	33.2%	29.2%	21.6%	14.1%	0.0%

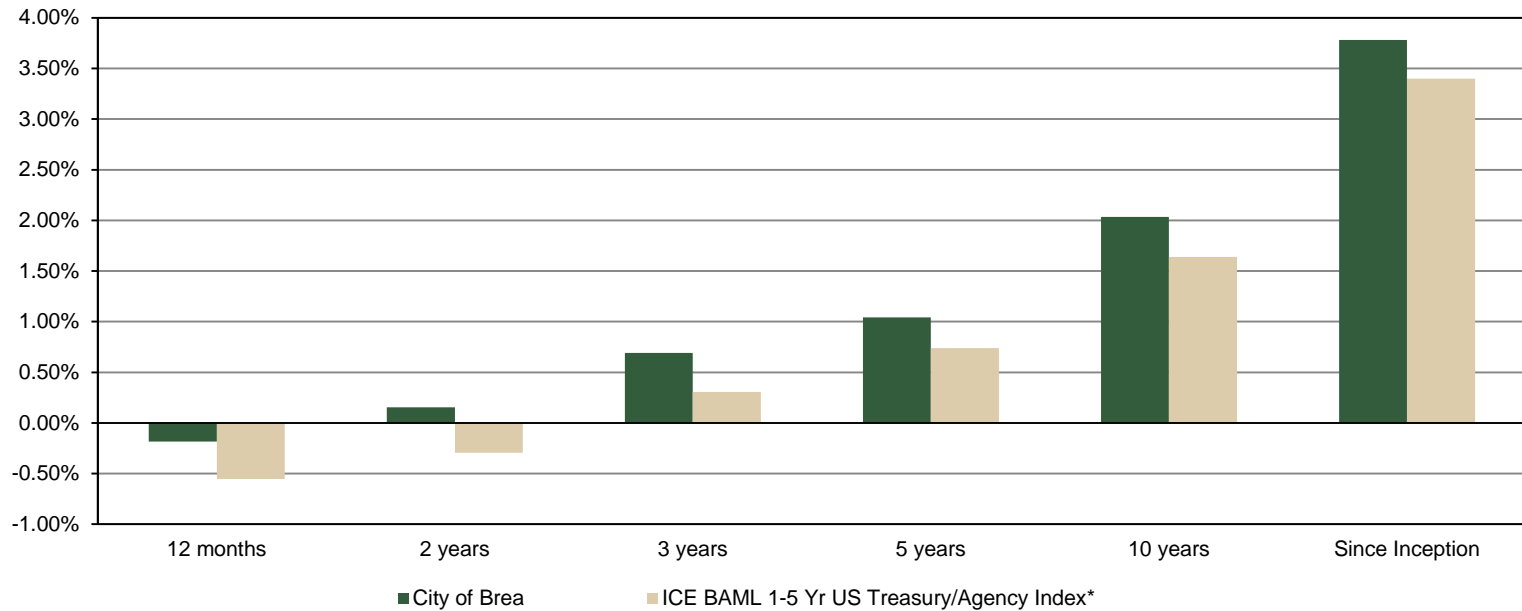
\*ICE BAML 1-5 Yr US Treasury/Agency Index



# Investment Performance

## City of Brea Period Ending September 30, 2018

Total Rate of Return  
Annualized Since Inception  
April 30, 1996



	Annualized						
	3 months	12 months	2 years	3 years	5 years	10 years	Since Inception
City of Brea	0.27%	-0.18%	0.15%	0.69%	1.04%	2.03%	3.78%
ICE BAML 1-5 Yr US Treasury/Agency Index	0.06%	-0.55%	-0.29%	0.30%	0.74%	1.64%	3.40%

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

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





# Portfolio Characteristics

## City of Brea Laif

	9/30/2018	6/30/2018
	Portfolio	Portfolio
Average Maturity (yrs)	0.00	0.00
Modified Duration	0.00	0.00
Average Purchase Yield	2.09%	1.90%
Average Market Yield	2.09%	1.90%
Average Quality	NR/NR	NR/NR
Total Market Value	22,611,173	21,075,459



## Successor Agency to the Brea RDA LAIF

	9/30/2018	6/30/2018
	Portfolio	Portfolio
Average Maturity (yrs)	0.00	0.00
Modified Duration	0.00	0.00
Average Purchase Yield	2.09%	1.90%
Average Market Yield	2.09%	1.90%
Average Quality	NR/NR	NR/NR
Total Market Value	1,133,626	1,127,526



## City of Brea Bond Reserve Funds Portfolio Characteristics

### Summary of Accounts Under Management

September 30, 2018

Name of Account	Average Maturity (Years)	Average Book Yield	Market Value	Average Quality
Brea 2009 Water Revenue Bond Reserve Fund	2.51	1.44%	1,886,436	AA+/Aaa
Brea 05 CDF 97-1 Spec Tax reserve Fund	2.81	1.84%	449,306	AA+/Aaa
Brea Water Revenue Bonds, Series B, Reserve Account	2.72	1.55%	1,329,887	AA+/Aaa
Brea Lease Revenue Bonds, Reserve Account	2.75	1.56%	258,575	AA+/Aaa
Brea CFD 2008 2 17 Reserve Fund	3.00	2.64%	665,402	AA+/Aaa
<b>Total</b>	<b>2.56</b>	<b>1.69%</b>	<b>\$4,589,606</b>	

## **SECTION 3**

# **Portfolio Holdings**



# Holdings Report

City of Brea - Account #120

For the Month Ending 9/30/2018

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
<b>ABS</b>									
89238MAB4	Toyota Auto Receivables Owner 2017-A 1.420% Due 09/16/2019	46,263.25	03/07/2017 1.43%	46,258.78 46,261.54	99.93 2.56%	46,232.59 29.20	0.08% (28.95)	Aaa / AAA NR	0.96 0.06
47787XAB3	John Deere Owner Trust 2017-A A2 1.500% Due 10/15/2019	38,983.77	02/22/2017 1.50%	38,983.62 38,983.71	99.93 2.65%	38,956.13 25.99	0.07% (27.58)	Aaa / NR AAA	1.04 0.06
654747AB0	Nissan Auto Receivables 2017-A A2A 1.470% Due 01/15/2020	68,621.59	03/21/2017 1.47%	68,621.24 68,621.43	99.87 2.46%	68,532.49 44.83	0.12% (88.94)	Aaa / NR AAA	1.29 0.13
47788MAC4	John Deere Owner Trust 2016-A A3 1.360% Due 04/15/2020	162,088.25	02/23/2016 1.37%	162,062.74 162,078.72	99.68 2.62%	161,565.97 97.97	0.28% (512.75)	Aaa / NR AAA	1.54 0.26
47788BAB0	John Deere Owner Trust 2017-B A2A 1.590% Due 04/15/2020	84,387.95	07/11/2017 1.60%	84,380.62 84,383.84	99.74 2.58%	84,166.99 59.63	0.15% (216.85)	Aaa / NR AAA	1.54 0.26
89238BAB8	Toyota Auto Receivables Owner 2018-A A2A 2.100% Due 10/15/2020	715,000.00	01/23/2018 2.12%	714,926.93 714,944.90	99.70 2.70%	712,872.88 667.33	1.24% (2,072.02)	Aaa / AAA NR	2.04 0.50
654747AD6	Nissan Auto Receivables 2017-A A3 1.740% Due 08/16/2021	500,000.00	12/27/2017 2.10%	496,816.41 497,479.06	98.83 2.94%	494,147.00 362.50	0.86% (3,332.06)	Aaa / NR AAA	2.88 0.98
43811BAC8	Honda Auto Receivables 2017-2 A3 1.680% Due 08/16/2021	450,000.00	04/27/2018 2.62%	443,003.91 443,898.76	98.74 2.91%	444,349.80 336.00	0.78% 451.04	Aaa / AAA NR	2.88 1.03
47788BAD6	John Deere Owner Trust 2017-B A3 1.820% Due 10/15/2021	130,000.00	07/11/2017 1.83%	129,990.48 129,993.18	98.63 3.01%	128,218.73 105.16	0.22% (1,774.45)	Aaa / NR AAA	3.04 1.16
47788CAC6	John Deere Owner Trust 2016-B A4 2.660% Due 04/18/2022	185,000.00	02/21/2018 2.68%	184,986.70 184,988.59	99.27 3.13%	183,643.21 218.71	0.32% (1,345.38)	Aaa / NR AAA	3.55 1.62
43815HAC1	Honda Auto Receivables Owner 2018-3 A3 2.950% Due 08/22/2022	495,000.00	08/21/2018 2.98%	494,932.09 494,933.68	99.67 3.12%	493,372.94 405.63	0.86% (1,560.74)	Aaa / NR AAA	3.90 2.10
02587AAJ3	American Express Credit 2017-1 1.930% Due 09/15/2022	550,000.00	06/21/2018 2.92%	541,449.22 541,992.30	98.61 2.98%	542,375.34 471.78	0.95% 383.04	Aaa / NR AAA	3.96 1.33
47788EAC2	John Deere Owner Trust 2018-B A3 3.080% Due 11/15/2022	575,000.00	07/18/2018 3.10%	574,956.42 574,958.30	99.83 3.18%	574,039.16 787.11	1.00% (919.14)	Aaa / NR AAA	4.13 2.11
<b>Total ABS</b>		<b>4,000,344.81</b>	<b>2.48%</b>	<b>3,981,369.16</b> <b>3,983,518.01</b>	<b>2.93%</b>	<b>3,972,473.23</b> <b>3,611.84</b>	<b>6.93%</b> <b>(11,044.78)</b>	<b>Aaa / AAA</b> <b>Aaa</b>	<b>3.07</b> <b>1.21</b>

<b>Agency</b>									
3135G0A78	FNMA Note 1.625% Due 01/21/2020	1,000,000.00	Various 1.46%	1,008,032.32 1,002,124.01	98.58 2.74%	985,769.00 3,159.72	1.72% (16,355.01)	Aaa / AA+ AAA	1.31 1.28
3137EADR7	FHLMC Note 1.375% Due 05/01/2020	1,250,000.00	05/28/2015 1.52%	1,241,437.50 1,247,248.96	97.82 2.79%	1,222,775.00 7,161.46	2.14% (24,473.96)	Aaa / AA+ AAA	1.59 1.54
3135G0D75	FNMA Note 1.500% Due 06/22/2020	1,030,000.00	Various 1.57%	1,026,700.60 1,028,821.16	97.86 2.77%	1,008,007.44 4,248.75	1.77% (20,813.72)	Aaa / AA+ AAA	1.73 1.68
3137EAEK1	FHLMC Note 1.875% Due 11/17/2020	450,000.00	11/21/2017 1.96%	448,833.97 449,168.50	98.00 2.85%	441,009.90 3,140.63	0.77% (8,158.60)	Aaa / AA+ AAA	2.13 2.05
3135G0F73	FNMA Note 1.500% Due 11/30/2020	1,225,000.00	12/16/2015 1.90%	1,201,847.50 1,214,881.97	97.19 2.85%	1,190,576.28 6,176.04	2.09% (24,305.69)	Aaa / AA+ AAA	2.17 2.10



# Holdings Report

## City of Brea - Account #120

For the Month Ending 9/30/2018

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
3130A7CV5	FHLB Note 1.375% Due 02/18/2021	1,070,000.00	02/17/2016 1.46%	1,065,677.20 1,067,939.16	96.58 2.87%	1,033,355.71 1,757.33	1.81% (34,583.45)	Aaa / AA+ AAA	2.39 2.32
3135G0J20	FNMA Note 1.375% Due 02/26/2021	1,275,000.00	Various 1.46%	1,269,953.70 1,272,499.54	96.54 2.87%	1,230,890.10 1,704.42	2.15% (41,609.44)	Aaa / AA+ AAA	2.41 2.34
3135G0K69	FNMA Note 1.250% Due 05/06/2021	400,000.00	05/27/2016 1.48%	395,724.00 397,749.22	95.94 2.88%	383,746.40 2,013.89	0.67% (14,002.82)	Aaa / AA+ AAA	2.60 2.52
3135G0U35	FNMA Note 2.750% Due 06/22/2021	500,000.00	06/28/2018 2.70%	500,740.00 500,676.12	99.52 2.93%	497,585.50 3,666.67	0.87% (3,090.62)	Aaa / AA+ AAA	2.73 2.59
3130A8QS5	FHLB Note 1.125% Due 07/14/2021	1,285,000.00	10/04/2016 1.33%	1,273,126.60 1,278,068.17	95.35 2.87%	1,225,309.18 3,092.03	2.14% (52,758.99)	Aaa / AA+ AAA	2.79 2.71
3137EAEC9	FHLMC Note 1.125% Due 08/12/2021	1,250,000.00	08/30/2016 1.33%	1,237,737.50 1,242,901.73	95.17 2.89%	1,189,562.50 1,914.06	2.08% (53,339.23)	Aaa / AA+ AAA	2.87 2.78
3135G0N82	FNMA Note 1.250% Due 08/17/2021	1,285,000.00	Various 1.29%	1,282,305.71 1,283,409.51	95.52 2.88%	1,227,476.98 1,963.20	2.14% (55,932.53)	Aaa / AA+ AAA	2.88 2.79
3135G0S38	FNMA Note 2.000% Due 01/05/2022	1,350,000.00	04/25/2017 1.92%	1,354,927.50 1,353,426.83	97.11 2.93%	1,311,028.20 6,450.00	2.30% (42,398.63)	Aaa / AA+ AAA	3.27 3.11
3135G0T45	FNMA Note 1.875% Due 04/05/2022	1,315,000.00	06/19/2017 1.88%	1,314,801.44 1,314,854.54	96.47 2.94%	1,268,538.42 12,054.17	2.23% (46,316.12)	Aaa / AA+ AAA	3.52 3.33
3130A3KM5	FHLB Note 2.500% Due 12/09/2022	775,000.00	08/28/2018 2.83%	764,808.75 765,023.92	98.10 2.99%	760,256.40 6,027.78	1.34% (4,767.52)	Aaa / AA+ NR	4.19 3.91
3135G0T94	FNMA Note 2.375% Due 01/19/2023	1,000,000.00	03/14/2018 2.73%	984,140.00 985,923.13	97.49 3.00%	974,867.00 4,750.00	1.71% (11,056.13)	Aaa / AA+ AAA	4.31 4.03
3137EAEN5	FHLMC Note 2.750% Due 06/19/2023	1,200,000.00	07/20/2018 2.86%	1,193,976.00 1,194,211.31	98.77 3.03%	1,185,247.20 10,083.33	2.08% (8,964.11)	Aaa / AA+ AAA	4.72 4.35
<b>Total Agency</b>		<b>17,660,000.00</b>	<b>1.82%</b>	<b>17,564,770.29</b> <b>17,598,927.78</b>	<b>2.89%</b>	<b>17,136,001.21</b> <b>79,363.48</b>	<b>30.02%</b> <b>(462,926.57)</b>	<b>Aaa / AA+ Aaa</b>	<b>2.82</b> <b>2.70</b>

### Money Market Fund FI

316175884	Fidelity Institutional Money Market Fund 696	287,650.03	Various 1.65%	287,650.03 287,650.03	1.00 1.65%	287,650.03 0.00	0.50% 0.00	Aaa / AAA NR	0.00 0.00
<b>Total Money Market Fund FI</b>		<b>287,650.03</b>	<b>1.65%</b>	<b>287,650.03</b> <b>287,650.03</b>	<b>1.65%</b>	<b>287,650.03</b> <b>0.00</b>	<b>0.50%</b> <b>0.00</b>	<b>Aaa / AAA</b> <b>NR</b>	<b>0.00</b> <b>0.00</b>

### Negotiable CD

06371ETT4	Bank of Montreal Chicago Yankee CD 1.760% Due 11/07/2018	920,000.00	11/06/2017 1.76%	920,000.00 920,000.00	100.00 1.76%	920,000.00 14,752.71	1.63% 0.00	P-1 / A-1 F-1+	0.10 0.10
<b>Total Negotiable CD</b>		<b>920,000.00</b>	<b>1.76%</b>	<b>920,000.00</b> <b>920,000.00</b>	<b>1.76%</b>	<b>920,000.00</b> <b>14,752.71</b>	<b>1.63%</b> <b>0.00</b>	<b>Aaa / AA</b> <b>Aaa</b>	<b>0.10</b> <b>0.10</b>

### Supranational

459058ER0	Intl. Bank Recon & Development Note 1.000% Due 10/05/2018	1,460,000.00	09/30/2015 1.06%	1,457,518.00 1,459,990.93	99.99 1.78%	1,459,839.40 7,137.78	2.56% (151.53)	Aaa / AAA AAA	0.01 0.01
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# Holdings Report

## City of Brea - Account #120

For the Month Ending 9/30/2018

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
4581X0CX4	Inter-American Dev Bank Note 1.625% Due 05/12/2020	1,065,000.00	04/05/2017 1.70%	1,062,475.95 1,063,679.69	98.04 2.87%	1,044,161.15 6,682.14	1.83% (19,518.54)	Aaa / AAA AAA	1.62 1.57
45950KCM0	International Finance Corp Note 2.250% Due 01/25/2021	410,000.00	01/18/2018 2.35%	408,794.60 409,068.45	98.42 2.96%	403,501.91 1,691.25	0.71% (5,566.54)	Aaa / AAA NR	2.32 2.23
4581X0CW6	Inter-American Dev Bank Note 2.125% Due 01/18/2022	1,275,000.00	01/10/2017 2.15%	1,273,431.75 1,273,965.09	97.15 3.04%	1,238,677.80 5,494.01	2.17% (35,287.29)	Aaa / NR AAA	3.30 3.14
4581X0CZ9	Inter-American Dev Bank Note 1.750% Due 09/14/2022	800,000.00	Various 2.40%	777,732.00 780,731.39	95.18 3.05%	761,470.40 661.12	1.33% (19,260.99)	NR / NR AAA	3.96 3.77
<b>Total Supranational</b>		<b>5,010,000.00</b>	<b>1.78%</b>	<b>4,979,952.30 4,987,435.55</b>	<b>2.63%</b>	<b>4,907,650.66 21,666.30</b>	<b>8.60% (79,784.89)</b>	<b>Aaa / AAA Aaa</b>	<b>1.99 1.90</b>

## US Corporate

74005PBH6	Praxair Note 1.250% Due 11/07/2018	810,000.00	Various 1.67%	797,684.40 809,670.34	99.85 2.73%	808,761.51 4,050.00	1.42% (908.83)	A2 / A NR	0.10 0.10
36962G7G3	General Electric Capital Corp Note 2.300% Due 01/14/2019	800,000.00	Various 2.27%	800,569.30 800,068.69	99.90 2.63%	799,210.41 3,935.56	1.40% (858.28)	A2 / A A	0.29 0.29
17275RAR3	Cisco Systems Note 2.125% Due 03/01/2019	715,000.00	Various 2.04%	717,853.05 715,236.53	99.85 2.48%	713,919.64 1,266.16	1.25% (1,316.89)	A1 / AA- NR	0.42 0.42
91159HHH6	US Bancorp Callable Note Cont 3/25/2019 2.200% Due 04/25/2019	700,000.00	Various 2.08%	703,858.75 700,390.87	99.75 2.64%	698,258.40 6,673.33	1.23% (2,132.47)	A1 / A+ AA-	0.57 0.56
40434CAC9	HSBC USA Inc Note 2.250% Due 06/23/2019	800,000.00	06/20/2017 1.99%	804,088.00 801,484.00	99.67 2.71%	797,326.40 4,900.00	1.40% (4,157.60)	A2 / A AA-	0.73 0.72
06406HCW7	Bank of New York Callable Note Cont 8/11/2019 2.300% Due 09/11/2019	705,000.00	Various 2.29%	705,272.60 705,046.44	99.52 2.82%	701,587.80 900.84	1.23% (3,458.64)	A1 / A AA-	0.95 0.93
94974BGF1	Wells Fargo Corp Note 2.150% Due 01/30/2020	735,000.00	01/26/2015 2.17%	734,204.40 734,787.90	98.82 3.06%	726,299.81 2,677.65	1.27% (8,488.09)	A2 / A- A+	1.33 1.30
22160KAG0	Costco Wholesale Corp Note 1.750% Due 02/15/2020	465,000.00	02/05/2015 1.77%	464,511.75 464,865.62	98.38 2.96%	457,480.49 1,039.79	0.80% (7,385.13)	A1 / A+ A+	1.38 1.34
747525AD5	Qualcomm Inc Note 2.250% Due 05/20/2020	750,000.00	06/11/2015 2.49%	741,693.75 747,245.10	98.69 3.07%	740,184.00 6,140.62	1.30% (7,061.10)	A2 / A- NR	1.64 1.58
437076BQ4	Home Depot Note 1.800% Due 06/05/2020	330,000.00	05/24/2017 1.82%	329,808.60 329,892.95	98.40 2.78%	324,724.95 1,914.00	0.57% (5,168.00)	A2 / A A	1.68 1.63
594918BG8	Microsoft Callable Note Cont. 10/03/20 2.000% Due 11/03/2020	325,000.00	10/29/2015 2.02%	324,740.00 324,891.28	98.23 2.88%	319,246.85 2,672.22	0.56% (5,644.43)	Aaa / AAA AA+	2.10 2.01
00440EAT4	Chubb INA Holdings Inc Callable Note Cont 10/3/2020 2.300% Due 11/03/2020	800,000.00	02/06/2017 2.16%	803,768.00 802,073.53	98.18 3.21%	785,448.00 7,564.44	1.38% (16,625.53)	A3 / A A	2.10 2.00
78012KKU0	Royal Bank of Canada Note 2.500% Due 01/19/2021	700,000.00	01/24/2018 2.64%	697,130.00 697,783.59	98.37 3.24%	688,575.30 3,500.00	1.21% (9,208.29)	Aa2 / AA- AA	2.31 2.21
30231GAV4	Exxon Mobil Corp Callable Note Cont 2/1/2021 2.222% Due 03/01/2021	875,000.00	Various 1.97%	884,992.10 880,044.67	98.01 3.08%	857,612.88 1,620.21	1.50% (22,431.79)	Aaa / AA+ NR	2.42 2.33
24422ESL4	John Deere Capital Corp Note 2.800% Due 03/04/2021	315,000.00	05/24/2017 2.12%	322,663.95 319,936.39	99.16 3.16%	312,354.32 661.50	0.55% (7,582.07)	A2 / A A	2.43 2.32



# Holdings Report

## City of Brea - Account #120

For the Month Ending 9/30/2018

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
369550BE7	General Dynamics Corp Note 3.000% Due 05/11/2021	410,000.00	05/08/2018 3.24%	407,150.50 407,522.29	99.47 3.21%	407,807.32 4,783.33	0.72% 285.03	A2 / A+ NR	2.61 2.47
857477AV5	State Street Bank Note 1.950% Due 05/19/2021	440,000.00	05/16/2016 1.96%	439,771.20 439,879.59	96.75 3.25%	425,706.16 3,146.00	0.75% (14,173.43)	A1 / A AA-	2.64 2.52
594918BP8	Microsoft Callable Note Cont 7/8/21 1.550% Due 08/08/2021	590,000.00	Various 1.57%	589,298.90 589,599.92	95.98 3.03%	566,297.34 1,346.35	0.99% (23,302.58)	Aaa / AAA AA+	2.86 2.76
68389XBK0	Oracle Corp Callable Note Cont 8/01/21 1.900% Due 09/15/2021	804,000.00	11/29/2016 2.40%	785,998.44 792,877.75	96.55 3.13%	776,282.10 678.93	1.35% (16,595.65)	A1 / AA- A+	2.96 2.84
89236TDP7	Toyota Motor Credit Corp Note 2.600% Due 01/11/2022	450,000.00	05/16/2018 3.34%	438,612.75 439,773.67	97.85 3.30%	440,308.35 2,600.00	0.77% 534.68	Aa3 / AA- A	3.28 3.10
91159HHP8	US Bancorp Callable Cont 12/23/2021 2.625% Due 01/24/2022	390,000.00	01/19/2017 2.66%	389,329.20 389,555.13	97.76 3.34%	381,265.95 1,905.31	0.67% (8,289.18)	A1 / A+ AA-	3.32 3.13
674599CK9	Occidental Petroleum Callable Note Cont 3/15/2022 2.600% Due 04/15/2022	700,000.00	06/18/2018 3.27%	683,298.00 684,531.19	97.30 3.42%	681,076.90 8,392.22	1.20% (3,454.29)	A3 / A A	3.54 3.31
69353RFE3	PNC Bank Callable Note Cont 6/28/2022 2.450% Due 07/28/2022	890,000.00	07/25/2017 2.45%	889,919.90 889,938.76	96.25 3.50%	856,632.12 3,815.88	1.50% (33,306.64)	A2 / A A+	3.83 3.60
44932HAC7	IBM Credit Corp Note 2.200% Due 09/08/2022	700,000.00	11/29/2017 2.58%	688,156.00 690,222.92	95.68 3.38%	669,786.60 983.89	1.17% (20,436.32)	A1 / A+ A+	3.94 3.72
48128BAB7	JP Morgan Chase & Co Callable Note 1X 1/15/2022 2.972% Due 01/15/2023	625,000.00	02/09/2018 3.19%	618,968.75 619,740.70	97.40 3.63%	608,728.13 3,921.39	1.07% (11,012.57)	A3 / A- AA-	4.30 3.96
24422ETG4	John Deere Capital Corp Note 2.800% Due 03/06/2023	450,000.00	06/13/2018 3.44%	437,485.50 438,269.02	97.76 3.35%	439,918.65 875.00	0.77% 1,649.63	A2 / A A	4.43 4.12
02665WCJ8	American Honda Finance Note 3.450% Due 07/14/2023	225,000.00	07/11/2018 3.49%	224,610.75 224,627.18	99.85 3.48%	224,657.33 1,617.19	0.39% 30.15	A2 / A+ NR	4.79 4.35
69371RP59	Paccar Financial Corp Note 3.400% Due 08/09/2023	560,000.00	08/06/2018 3.41%	559,770.40 559,777.06	99.54 3.50%	557,409.44 2,750.22	0.98% (2,367.62)	A1 / A+ NR	4.86 4.42
<b>Total US Corporate</b>		<b>17,059,000.00</b>	<b>2.40%</b>	<b>16,985,208.94</b> <b>16,999,733.08</b>	<b>3.08%</b>	<b>16,766,867.15</b> <b>86,332.03</b>	<b>29.39%</b> <b>(232,865.93)</b>	<b>A1 / A+</b> <b>A+</b>	<b>2.26</b> <b>2.14</b>

US Treasury									
912828L32	US Treasury Note 1.375% Due 08/31/2020	1,250,000.00	09/29/2015 1.37%	1,250,394.81 1,250,153.79	97.32 2.82%	1,216,503.75 1,471.86	2.12% (33,650.04)	Aaa / AA+ AAA	1.92 1.87
912828L99	US Treasury Note 1.375% Due 10/31/2020	800,000.00	11/23/2015 1.71%	787,471.43 794,712.01	97.06 2.84%	776,468.80 4,603.26	1.36% (18,243.21)	Aaa / AA+ AAA	2.09 2.02
912828N89	US Treasury Note 1.375% Due 01/31/2021	1,300,000.00	03/09/2016 1.40%	1,298,734.82 1,299,396.08	96.67 2.86%	1,256,684.00 3,011.55	2.20% (42,712.08)	Aaa / AA+ AAA	2.34 2.27
912828B90	US Treasury Note 2.000% Due 02/28/2021	1,250,000.00	04/26/2016 1.40%	1,285,111.61 1,267,506.13	98.00 2.86%	1,224,951.25 2,140.88	2.14% (42,554.88)	Aaa / AA+ AAA	2.42 2.33
912828Q37	US Treasury Note 1.250% Due 03/31/2021	800,000.00	12/13/2016 1.81%	781,471.43 789,223.18	96.14 2.86%	769,156.00 27.47	1.34% (20,067.18)	Aaa / AA+ AAA	2.50 2.43
912828T34	US Treasury Note 1.125% Due 09/30/2021	1,300,000.00	11/09/2016 1.48%	1,278,016.07 1,286,514.06	94.97 2.89%	1,234,594.40 40.18	2.15% (51,919.66)	Aaa / AA+ AAA	3.00 2.91





# Holdings Report

## City of Brea - Account #120

For the Month Ending 9/30/2018

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
912828F96	US Treasury Note 2.000% Due 10/31/2021	1,025,000.00	01/27/2017 1.94%	1,027,686.05 1,026,743.22	97.39 2.89%	998,213.68 8,578.80	1.76% (28,529.54)	Aaa / AA+ AAA	3.09 2.94
912828J43	US Treasury Note 1.750% Due 02/28/2022	1,360,000.00	03/13/2017 2.14%	1,335,407.68 1,343,080.05	96.26 2.91%	1,309,106.08 2,038.12	2.29% (33,973.97)	Aaa / AA+ AAA	3.42 3.28
912828XG0	US Treasury Note 2.125% Due 06/30/2022	1,100,000.00	08/15/2017 1.82%	1,115,601.34 1,112,003.73	97.19 2.92%	1,069,062.50 5,907.27	1.87% (42,941.23)	Aaa / AA+ AAA	3.75 3.55
912828L24	US Treasury Note 1.875% Due 08/31/2022	1,000,000.00	09/26/2017 1.87%	1,000,433.04 1,000,344.22	96.11 2.93%	961,133.00 1,605.66	1.68% (39,211.22)	Aaa / AA+ AAA	3.92 3.73
912828L57	US Treasury Note 1.750% Due 09/30/2022	1,240,000.00	10/17/2017 1.99%	1,226,243.75 1,228,891.52	95.56 2.93%	1,184,926.64 59.62	2.07% (43,964.88)	Aaa / AA+ AAA	4.00 3.82
912828N30	US Treasury Note 2.125% Due 12/31/2022	1,150,000.00	01/25/2018 2.46%	1,132,121.09 1,134,584.41	96.75 2.94%	1,112,669.85 6,175.78	1.95% (21,914.56)	Aaa / AA+ AAA	4.25 4.00
<b>Total US Treasury</b>		<b>13,575,000.00</b>	<b>1.77%</b>	<b>13,518,693.12</b> <b>13,533,152.40</b>	<b>2.89%</b>	<b>13,113,469.95</b> <b>35,660.45</b>	<b>22.93%</b> <b>(419,682.45)</b>	<b>Aaa / AA+</b> <b>Aaa</b>	<b>3.07</b> <b>2.94</b>
<b>TOTAL PORTFOLIO</b>		<b>58,511,994.84</b>	<b>2.02%</b>	<b>58,237,643.84</b> <b>58,310,416.85</b>	<b>2.90%</b>	<b>57,104,112.23</b> <b>241,386.81</b>	<b>100.00%</b> <b>(1,206,304.62)</b>	<b>Aa1 / AA</b> <b>Aaa</b>	<b>2.60</b> <b>2.36</b>
<b>TOTAL MARKET VALUE PLUS ACCRUALS</b>						<b>57,345,499.04</b>			



# Holdings Report

## Brea 2009 Water Revenue Bond Reserve Fund - Account #10073

For the Month Ending 9/30/2018

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
<b>Money Market Fund FI</b>									
825252109	Invesco Treasury MMFD Private Class	43,357.53	Various 0.60%	43,357.53 43,357.53	1.00 0.60%	43,357.53 0.00	2.30% 0.00	Aaa / AAA AAA	0.00 0.00
<b>Total Money Market Fund FI</b>		<b>43,357.53</b>	<b>0.60%</b>	<b>43,357.53</b>	<b>0.60%</b>	<b>0.00</b>	<b>0.00</b>	<b>Aaa</b>	<b>0.00</b>
<b>US Treasury</b>									
912828G61	US Treasury Note 1.500% Due 11/30/2019	165,000.00	08/24/2016 0.92%	168,081.41 166,098.66	98.63 2.70%	162,737.69 831.76	8.67% (3,360.97)	Aaa / AA+ AAA	1.17 1.14
912828UQ1	US Treasury Note 1.250% Due 02/29/2020	135,000.00	Various 1.60%	132,834.83 134,356.53	97.92 2.75%	132,194.57 144.51	7.02% (2,161.96)	Aaa / AA+ AAA	1.42 1.39
912828UV0	US Treasury Note 1.125% Due 03/31/2020	100,000.00	05/07/2015 1.57%	97,930.02 99,367.09	97.61 2.77%	97,605.50 3.09	5.17% (1,761.59)	Aaa / AA+ AAA	1.50 1.47
912828XM7	US Treasury Note 1.625% Due 07/31/2020	165,000.00	08/24/2016 1.03%	168,796.84 166,768.86	97.88 2.82%	161,506.62 451.73	8.59% (5,262.24)	Aaa / AA+ AAA	1.84 1.78
912828WC0	US Treasury Note 1.750% Due 10/31/2020	160,000.00	Various 1.46%	161,991.55 160,942.80	97.81 2.84%	156,493.76 1,171.74	8.36% (4,449.04)	Aaa / AA+ AAA	2.09 2.01
912828A83	US Treasury Note 2.375% Due 12/31/2020	165,000.00	08/24/2016 1.08%	174,062.66 169,688.17	98.97 2.85%	163,304.96 990.34	8.71% (6,383.21)	Aaa / AA+ AAA	2.25 2.16
912828B90	US Treasury Note 2.000% Due 02/28/2021	165,000.00	08/24/2016 1.10%	171,516.76 168,483.78	98.00 2.86%	161,693.57 282.60	8.59% (6,790.21)	Aaa / AA+ AAA	2.42 2.33
912828WN6	US Treasury Note 2.000% Due 05/31/2021	160,000.00	Various 1.04%	167,290.77 163,992.91	97.77 2.88%	156,424.96 1,075.41	8.35% (7,567.95)	Aaa / AA+ AAA	2.67 2.56
912828F21	US Treasury Note 2.125% Due 09/30/2021	170,000.00	10/27/2016 1.38%	175,983.77 173,644.18	97.81 2.89%	166,281.25 9.92	8.82% (7,362.93)	Aaa / AA+ AAA	3.00 2.88
912828J43	US Treasury Note 1.750% Due 02/28/2022	165,000.00	04/24/2017 1.84%	164,349.58 164,541.87	96.26 2.91%	158,825.37 247.27	8.43% (5,716.50)	Aaa / AA+ AAA	3.42 3.28
912828L24	US Treasury Note 1.875% Due 08/31/2022	165,000.00	09/18/2017 1.84%	165,284.15 165,224.87	96.11 2.93%	158,586.95 264.93	8.42% (6,637.92)	Aaa / AA+ AAA	3.92 3.73
9128284D9	US Treasury Note 2.500% Due 03/31/2023	165,000.00	06/13/2018 2.84%	162,518.55 162,673.02	98.14 2.94%	161,938.43 11.33	8.58% (734.59)	Aaa / AA+ AAA	4.50 4.22
<b>Total US Treasury</b>		<b>1,880,000.00</b>	<b>1.47%</b>	<b>1,910,640.89</b> <b>1,895,782.74</b>	<b>2.85%</b>	<b>1,837,593.63</b> <b>5,484.63</b>	<b>97.70%</b> <b>(58,189.11)</b>	<b>Aaa / AA+</b> <b>Aaa</b>	<b>2.57</b> <b>2.46</b>
<b>TOTAL PORTFOLIO</b>		<b>1,923,357.53</b>	<b>1.45%</b>	<b>1,953,998.42</b> <b>1,939,140.27</b>	<b>2.80%</b>	<b>1,880,951.16</b> <b>5,484.63</b>	<b>100.00%</b> <b>(58,189.11)</b>	<b>Aaa / AA+</b> <b>Aaa</b>	<b>2.51</b> <b>2.40</b>
<b>TOTAL MARKET VALUE PLUS ACCRUALS</b>						<b>1,886,435.79</b>			



# Holdings Report

Brea 05 CFD 97-1 Spec Tax Reserve Fund - Account #10103

For the Month Ending 9/30/2018

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
<b>Agency</b>									
3137EADM8	FHLMC Note 1.250% Due 10/02/2019	40,000.00	03/25/2015 1.40%	39,735.60 39,941.39	98.62 2.65%	39,448.84 248.61	8.84% (492.55)	Aaa / AA+ AAA	1.01 0.98
313383HU8	FHLB Note 1.750% Due 06/12/2020	40,000.00	06/26/2015 1.87%	39,779.20 39,924.37	98.19 2.84%	39,277.64 211.94	8.79% (646.73)	Aaa / AA+ NR	1.70 1.65
3130A7CV5	FHLB Note 1.375% Due 02/18/2021	35,000.00	03/11/2016 1.64%	34,566.00 34,790.23	96.58 2.87%	33,801.36 57.48	7.54% (988.87)	Aaa / AA+ AAA	2.39 2.32
3135G0Q89	FNMA Note 1.375% Due 10/07/2021	43,000.00	10/27/2016 1.50%	42,738.13 42,840.12	95.54 2.93%	41,080.09 285.77	9.21% (1,760.03)	Aaa / AA+ AAA	3.02 2.90
3135G0S38	FNMA Note 2.000% Due 01/05/2022	40,000.00	04/24/2017 1.92%	40,142.40 40,098.97	97.11 2.93%	38,845.28 191.11	8.69% (1,253.69)	Aaa / AA+ AAA	3.27 3.11
3135G0T78	FNMA Note 2.000% Due 10/05/2022	30,000.00	01/09/2018 2.36%	29,518.50 29,592.02	96.19 3.01%	28,858.32 293.33	6.49% (733.70)	Aaa / AA+ AAA	4.02 3.78
3135G0T94	FNMA Note 2.375% Due 01/19/2023	30,000.00	06/13/2018 2.91%	29,319.90 29,364.03	97.49 3.00%	29,246.01 142.50	8.54% (118.02)	Aaa / AA+ AAA	4.31 4.03
3137EAEN5	FHLMC Note 2.750% Due 06/19/2023	30,000.00	09/14/2018 2.97%	29,707.20 29,709.56	98.77 3.03%	29,631.18 252.08	6.65% (78.38)	Aaa / AA+ AAA	4.72 4.35
<b>Total Agency</b>		<b>288,000.00</b>	<b>2.00%</b>	<b>285,506.93</b> <b>286,260.69</b>	<b>2.90%</b>	<b>280,188.72</b> <b>1,682.82</b>	<b>62.73%</b> <b>(6,071.97)</b>	<b>Aaa / AA+</b> <b>Aaa</b>	<b>2.93</b> <b>2.78</b>
<b>Money Market Fund FI</b>									
825252109	Invesco Treasury MMFD Private Class	6,382.85	Various 0.60%	6,382.85 6,382.85	1.00 0.60%	6,382.85 0.00	1.42% 0.00	Aaa / AAA AAA	0.00 0.00
<b>Total Money Market Fund FI</b>		<b>6,382.85</b>	<b>0.60%</b>	<b>6,382.85</b>	<b>0.60%</b>	<b>6,382.85</b> <b>0.00</b>	<b>1.42%</b> <b>0.00</b>	<b>Aaa / AAA</b> <b>Aaa</b>	<b>0.00</b> <b>0.00</b>
<b>US Treasury</b>									
912828UV0	US Treasury Note 1.125% Due 03/31/2020	30,000.00	05/07/2015 1.57%	29,379.01 29,810.13	97.61 2.77%	29,281.65 0.93	6.52% (528.48)	Aaa / AA+ AAA	1.50 1.47
912828WC0	US Treasury Note 1.750% Due 10/31/2020	30,000.00	11/04/2015 1.63%	30,166.51 30,069.55	97.81 2.84%	29,342.58 219.70	6.58% (726.97)	Aaa / AA+ AAA	2.09 2.01
912828WN6	US Treasury Note 2.000% Due 05/31/2021	30,000.00	07/11/2016 1.01%	31,406.35 30,767.03	97.77 2.88%	29,329.68 201.64	6.57% (1,437.35)	Aaa / AA+ AAA	2.67 2.56
912828G53	US Treasury Note 1.875% Due 11/30/2021	35,000.00	01/18/2017 1.89%	34,974.14 34,983.17	96.95 2.89%	33,932.22 220.54	7.60% (1,050.95)	Aaa / AA+ AAA	3.17 3.02
912828J43	US Treasury Note 1.750% Due 02/28/2022	10,000.00	04/24/2017 1.84%	9,960.58 9,972.23	96.26 2.91%	9,625.78 14.99	2.15% (346.45)	Aaa / AA+ AAA	3.42 3.28



# Holdings Report

## Brea 05 CFD 97-1 Spec Tax Reserve Fund - Account #10103

For the Month Ending 9/30/2018

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
912828L24	US Treasury Note 1.875% Due 08/31/2022	30,000.00	09/18/2017 1.84%	30,051.66 30,040.88	96.11 2.93%	28,833.99 48.17	6.43% (1,206.89)	Aaa / AA+ AAA	3.92 3.73
Total US Treasury		165,000.00	1.61%	165,938.25 165,642.99	2.86%	160,345.90 705.97	35.84% (5,297.09)	Aaa / AA+ Aaa	2.73 2.61
TOTAL PORTFOLIO		459,382.85	1.84%	457,828.03 458,286.53	2.85%	446,917.47 2,388.79	100.00% (11,369.06)	Aaa / AA+ Aaa	2.81 2.68
TOTAL MARKET VALUE PLUS ACCRUALS						449,306.26			



# Holdings Report

## Brea Water Revenue Bonds, Series B, Reserve Account - Account #10128

For the Month Ending 9/30/2018

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
<b>Money Market Fund FI</b>									
825252109	Invesco Treasury MMFD Private Class	32,302.67	Various 0.60%	32,302.67 32,302.67	1.00 0.60%	32,302.67 0.00	2.43% 0.00	Aaa / AAA AAA	0.00 0.00
<b>Total Money Market Fund FI</b>		<b>32,302.67</b>	<b>0.60%</b>	<b>32,302.67</b>	<b>0.60%</b>	<b>0.00</b>	<b>0.00</b>	<b>Aaa</b>	<b>0.00</b>
<b>US Treasury</b>									
912828UQ1	US Treasury Note 1.250% Due 02/29/2020	112,000.00	Various 1.40%	111,138.03 111,766.06	97.92 2.75%	109,672.54 119.90	8.26% (2,093.52)	Aaa / AA+ AAA	1.42 1.39
912828UV0	US Treasury Note 1.125% Due 03/31/2020	115,000.00	Various 1.47%	113,111.52 114,433.45	97.61 2.77%	112,246.34 3.55	8.44% (2,187.11)	Aaa / AA+ AAA	1.50 1.47
912828XM7	US Treasury Note 1.625% Due 07/31/2020	115,000.00	08/24/2016 1.03%	117,646.28 116,232.84	97.88 2.82%	112,565.22 314.84	8.49% (3,667.62)	Aaa / AA+ AAA	1.84 1.78
912828WC0	US Treasury Note 1.750% Due 10/31/2020	88,000.00	11/04/2015 1.63%	88,488.42 88,204.00	97.81 2.84%	86,071.57 644.46	6.52% (2,132.43)	Aaa / AA+ AAA	2.09 2.01
912828A83	US Treasury Note 2.375% Due 12/31/2020	115,000.00	08/24/2016 1.08%	121,316.40 118,267.51	98.97 2.85%	113,818.61 690.23	8.61% (4,448.90)	Aaa / AA+ AAA	2.25 2.16
912828B90	US Treasury Note 2.000% Due 02/28/2021	115,000.00	08/24/2016 1.10%	119,541.99 117,428.09	98.00 2.86%	112,695.52 196.96	8.49% (4,732.57)	Aaa / AA+ AAA	2.42 2.33
912828WN6	US Treasury Note 2.000% Due 05/31/2021	101,000.00	Various 1.03%	105,664.79 103,549.69	97.77 2.88%	98,743.26 678.85	7.48% (4,806.43)	Aaa / AA+ AAA	2.67 2.56
912828F21	US Treasury Note 2.125% Due 09/30/2021	110,000.00	10/27/2016 1.38%	113,871.85 112,358.00	97.81 2.89%	107,593.75 6.42	8.09% (4,764.25)	Aaa / AA+ AAA	3.00 2.88
912828J43	US Treasury Note 1.750% Due 02/28/2022	110,000.00	04/24/2017 1.84%	109,566.38 109,694.58	96.26 2.91%	105,883.58 164.85	7.97% (3,811.00)	Aaa / AA+ AAA	3.42 3.28
912828L24	US Treasury Note 1.875% Due 08/31/2022	115,000.00	09/18/2017 1.84%	115,198.04 115,156.72	96.11 2.93%	110,530.30 184.65	8.33% (4,626.42)	Aaa / AA+ AAA	3.92 3.73
912828N30	US Treasury Note 2.125% Due 12/31/2022	115,000.00	01/09/2018 2.31%	113,993.75 114,140.03	96.75 2.94%	111,266.99 617.58	8.41% (2,873.04)	Aaa / AA+ AAA	4.25 4.00
9128284D9	US Treasury Note 2.500% Due 03/31/2023	115,000.00	06/13/2018 2.84%	113,270.51 113,378.17	98.14 2.94%	112,866.18 7.90	8.49% (511.99)	Aaa / AA+ AAA	4.50 4.22
<b>Total US Treasury</b>		<b>1,326,000.00</b>	<b>1.58%</b>	<b>1,342,807.96</b> <b>1,334,609.14</b>	<b>2.87%</b>	<b>1,293,953.86</b> <b>3,630.19</b>	<b>97.57%</b> <b>(40,655.28)</b>	<b>Aaa / AA+</b> <b>Aaa</b>	<b>2.78</b> <b>2.66</b>
<b>TOTAL PORTFOLIO</b>		<b>1,358,302.67</b>	<b>1.56%</b>	<b>1,375,110.63</b> <b>1,366,911.81</b>	<b>2.81%</b>	<b>1,326,256.53</b> <b>3,630.19</b>	<b>100.00%</b> <b>(40,655.28)</b>	<b>Aaa / AA+</b> <b>Aaa</b>	<b>2.72</b> <b>2.60</b>
<b>TOTAL MARKET VALUE PLUS ACCRUALS</b>						<b>1,329,886.72</b>			



# Holdings Report

## Brea Lease Revenue Bonds, Reserve Account - Account #10129

For the Month Ending 9/30/2018

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
<b>Money Market Fund FI</b>									
825252109	Invesco Treasury MMFD Private Class	5,124.98	Various 0.60%	5,124.98 5,124.98	1.00 0.60%	5,124.98 0.00	1.98% 0.00	Aaa / AAA AAA	0.00 0.00
<b>Total Money Market Fund FI</b>		<b>5,124.98</b>	<b>0.60%</b>	<b>5,124.98</b>	<b>0.60%</b>	<b>0.00</b>	<b>0.00</b>	<b>Aaa / AAA</b>	<b>0.00</b>
<b>US Treasury</b>									
912828UQ1	US Treasury Note 1.250% Due 02/29/2020	20,000.00	Various 1.59%	19,688.54 19,907.69	97.92 2.75%	19,584.39 21.41	7.58% (323.30)	Aaa / AA+ AAA	1.42 1.39
912828UV0	US Treasury Note 1.125% Due 03/31/2020	17,000.00	05/07/2015 1.57%	16,648.10 16,892.40	97.61 2.77%	16,592.94 0.53	6.42% (299.46)	Aaa / AA+ AAA	1.50 1.47
912828XM7	US Treasury Note 1.625% Due 07/31/2020	22,000.00	08/24/2016 1.03%	22,506.25 22,235.85	97.88 2.82%	21,534.22 60.23	8.35% (701.63)	Aaa / AA+ AAA	1.84 1.78
912828WC0	US Treasury Note 1.750% Due 10/31/2020	22,000.00	Various 1.45%	22,276.59 22,131.06	97.81 2.84%	21,517.89 161.11	8.38% (613.17)	Aaa / AA+ AAA	2.09 2.01
912828A83	US Treasury Note 2.375% Due 12/31/2020	22,000.00	08/24/2016 1.08%	23,208.35 22,625.09	98.97 2.85%	21,773.99 132.04	8.47% (851.10)	Aaa / AA+ AAA	2.25 2.16
912828B90	US Treasury Note 2.000% Due 02/28/2021	22,000.00	08/24/2016 1.10%	22,868.90 22,464.50	98.00 2.86%	21,559.14 37.68	8.35% (905.36)	Aaa / AA+ AAA	2.42 2.33
912828WN6	US Treasury Note 2.000% Due 05/31/2021	20,000.00	07/11/2016 1.01%	20,937.57 20,511.35	97.77 2.88%	19,553.12 134.43	7.61% (958.23)	Aaa / AA+ AAA	2.67 2.56
912828F21	US Treasury Note 2.125% Due 09/30/2021	25,000.00	10/27/2016 1.38%	25,879.97 25,535.91	97.81 2.89%	24,453.13 1.46	9.46% (1,082.78)	Aaa / AA+ AAA	3.00 2.88
912828J43	US Treasury Note 1.750% Due 02/28/2022	24,000.00	04/24/2017 1.84%	23,905.39 23,933.36	96.26 2.91%	23,101.87 35.97	8.95% (831.49)	Aaa / AA+ AAA	3.42 3.28
912828L24	US Treasury Note 1.875% Due 08/31/2022	23,000.00	09/18/2017 1.84%	23,039.61 23,031.35	96.11 2.93%	22,106.06 36.93	8.56% (925.29)	Aaa / AA+ AAA	3.92 3.73
912828N30	US Treasury Note 2.125% Due 12/31/2022	20,000.00	01/09/2018 2.31%	19,825.00 19,850.44	96.75 2.94%	19,350.78 107.40	7.53% (499.66)	Aaa / AA+ AAA	4.25 4.00
9128284D9	US Treasury Note 2.500% Due 03/31/2023	22,000.00	06/13/2018 2.84%	21,669.14 21,689.74	98.14 2.94%	21,591.79 1.51	8.35% (97.95)	Aaa / AA+ AAA	4.50 4.22
<b>Total US Treasury</b>		<b>259,000.00</b>	<b>1.58%</b>	<b>262,453.41</b> <b>260,808.74</b>	<b>2.87%</b>	<b>252,719.32</b> <b>730.70</b>	<b>98.02%</b> <b>(8,089.42)</b>	<b>Aaa / AA+</b> <b>Aaa</b>	<b>2.81</b> <b>2.68</b>
<b>TOTAL PORTFOLIO</b>		<b>264,124.98</b>	<b>1.56%</b>	<b>267,578.39</b> <b>265,933.72</b>	<b>2.82%</b>	<b>257,844.30</b> <b>730.70</b>	<b>100.00%</b> <b>(8,089.42)</b>	<b>Aaa / AA+</b> <b>Aaa</b>	<b>2.75</b> <b>2.63</b>
<b>TOTAL MARKET VALUE PLUS ACCRUALS</b>						<b>258,575.00</b>			



# Holdings Report

City of Brea Laif - Account #10164

For the Month Ending 9/30/2018

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
<b>LAIF</b>									
90LAIF\$00	Local Agency Investment Fund State Pool	22,506,200.36	Various 2.09%	22,506,200.36 22,506,200.36	1.00 2.09%	22,506,200.36 104,972.53	100.00% 0.00	NR / NR NR	0.00 0.00
<b>Total LAIF</b>		<b>22,506,200.36</b>	<b>2.09%</b>	<b>22,506,200.36</b>	<b>2.09%</b>	<b>104,972.53</b>	<b>0.00</b>	<b>NR</b>	<b>0.00</b>
				<b>22,506,200.36</b>		<b>22,506,200.36</b>	<b>100.00%</b>	<b>NR / NR</b>	<b>0.00</b>
<b>TOTAL PORTFOLIO</b>		<b>22,506,200.36</b>	<b>2.09%</b>	<b>22,506,200.36</b>	<b>2.09%</b>	<b>104,972.53</b>	<b>0.00</b>	<b>NR</b>	<b>0.00</b>
<b>TOTAL MARKET VALUE PLUS ACCRUALS</b>						<b>22,611,172.89</b>			



# Holdings Report

Successor Agency to the Brea RDA LAIF - Account #10166

For the Month Ending 9/30/2018

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
<b>LAIF</b>									
90LAIF\$00	Local Agency Investment Fund State Pool	1,127,939.66	Various 2.09%	1,127,939.66 1,127,939.66	1.00 2.09%	1,127,939.66 5,686.15	100.00% 0.00	NR / NR NR	0.00 0.00
<b>Total LAIF</b>		<b>1,127,939.66</b>	<b>2.09%</b>	<b>1,127,939.66</b>	<b>2.09%</b>	<b>5,686.15</b>	<b>0.00</b>	<b>NR</b>	<b>0.00</b>
				<b>1,127,939.66</b>		<b>1,127,939.66</b>	<b>100.00%</b>	<b>NR / NR</b>	<b>0.00</b>
<b>TOTAL PORTFOLIO</b>		<b>1,127,939.66</b>	<b>2.09%</b>	<b>1,127,939.66</b>	<b>2.09%</b>	<b>5,686.15</b>	<b>0.00</b>	<b>NR</b>	<b>0.00</b>
<b>TOTAL MARKET VALUE PLUS ACCRUALS</b>						<b>1,133,625.81</b>			





# Holdings Report

Brea CFD 2008 2 17 Reserve Fund - Account #10600

For the Month Ending 9/30/2018

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
<b>Money Market Fund FI</b>									
825252109	Invesco Treasury MMFD Private Class	20,985.93	Various 0.60%	20,985.93 20,985.93	1.00 0.60%	20,985.93 0.00	3.15% 0.00	Aaa / AAA AAA	0.00 0.00
<b>Total Money Market Fund FI</b>		<b>20,985.93</b>	<b>0.60%</b>	<b>20,985.93</b>	<b>0.60%</b>	<b>0.00</b>	<b>0.00</b>	<b>Aaa</b>	<b>0.00</b>
<b>US Treasury</b>									
912828UV0	US Treasury Note 1.125% Due 03/31/2020	110,000.00	06/13/2018 2.57%	107,232.81 107,692.60	97.61 2.77%	107,366.05 3.40	16.14% (326.55)	Aaa / AA+ AAA	1.50 1.47
912828A83	US Treasury Note 2.375% Due 12/31/2020	110,000.00	06/28/2018 2.58%	109,467.19 109,521.87	98.97 2.85%	108,869.97 660.22	16.46% (651.90)	Aaa / AA+ AAA	2.25 2.16
912828F21	US Treasury Note 2.125% Due 09/30/2021	110,000.00	06/28/2018 2.64%	108,242.58 108,381.52	97.81 2.89%	107,593.75 6.42	16.17% (787.77)	Aaa / AA+ AAA	3.00 2.88
912828J43	US Treasury Note 1.750% Due 02/28/2022	110,000.00	06/13/2018 2.79%	105,986.72 106,309.56	96.26 2.91%	105,883.58 164.85	15.94% (425.98)	Aaa / AA+ AAA	3.42 3.28
912828L24	US Treasury Note 1.875% Due 08/31/2022	110,000.00	06/13/2018 2.82%	105,887.89 106,179.13	96.11 2.93%	105,724.63 176.62	15.92% (454.50)	Aaa / AA+ AAA	3.92 3.73
9128284D9	US Treasury Note 2.500% Due 03/31/2023	110,000.00	06/13/2018 2.84%	108,345.70 108,448.68	98.14 2.94%	107,958.95 7.55	16.23% (489.73)	Aaa / AA+ AAA	4.50 4.22
<b>Total US Treasury</b>		<b>660,000.00</b>	<b>2.70%</b>	<b>645,162.89</b> <b>646,533.36</b>	<b>2.88%</b>	<b>643,396.93</b> <b>1,019.06</b>	<b>96.85%</b> <b>(3,136.43)</b>	<b>Aaa / AA+</b> <b>Aaa</b>	<b>3.10</b> <b>2.95</b>
<b>TOTAL PORTFOLIO</b>		<b>680,985.93</b>	<b>2.64%</b>	<b>666,148.82</b> <b>667,519.29</b>	<b>2.81%</b>	<b>664,382.86</b> <b>1,019.06</b>	<b>100.00%</b> <b>(3,136.43)</b>	<b>Aaa / AA+</b> <b>Aaa</b>	<b>3.00</b> <b>2.86</b>
<b>TOTAL MARKET VALUE PLUS ACCRUALS</b>						<b>665,401.92</b>			

## **SECTION 4**

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# **Transactions**



# Transaction Ledger

City of Brea - Account #120

June 30, 2018 through September 30, 2018

Transaction Type	Settlement Date	CUSIP	Quantity	Security Description	Price	Acq/Disp Yield	Amount	Interest Pur/Sold	Total Amount	Gain/Loss
<b>ACQUISITIONS</b>										
Purchase	07/16/2018	02665WCJ8	225,000.00	American Honda Finance Note 3.45% Due: 07/14/2023	99.827	3.49%	224,610.75	0.00	224,610.75	0.00
Purchase	07/23/2018	3137EAEN5	1,200,000.00	FHLMC Note 2.75% Due: 06/19/2023	99.498	2.86%	1,193,976.00	3,850.00	1,197,826.00	0.00
Purchase	07/25/2018	47788EAC2	575,000.00	John Deere Owner Trust 2018-B A3 3.08% Due: 11/15/2022	99.992	3.10%	574,956.42	0.00	574,956.42	0.00
Purchase	08/09/2018	69371RP59	560,000.00	Paccar Financial Corp Note 3.4% Due: 08/09/2023	99.959	3.41%	559,770.40	0.00	559,770.40	0.00
Purchase	08/28/2018	43815HAC1	495,000.00	Honda Auto Receivables Owner 2018-3 A3 2.95% Due: 08/22/2022	99.986	2.98%	494,932.09	0.00	494,932.09	0.00
Purchase	08/29/2018	3130A3KM5	775,000.00	FHLB Note 2.5% Due: 12/09/2022	98.685	2.83%	764,808.75	4,305.56	769,114.31	0.00
<b>Subtotal</b>			<b>3,830,000.00</b>				<b>3,813,054.41</b>	<b>8,155.56</b>	<b>3,821,209.97</b>	<b>0.00</b>
<b>TOTAL ACQUISITIONS</b>			<b>3,830,000.00</b>				<b>3,813,054.41</b>	<b>8,155.56</b>	<b>3,821,209.97</b>	<b>0.00</b>
<b>DISPOSITIONS</b>										
Sale	07/16/2018	02665WAC5	300,000.00	American Honda Finance Note 2.125% Due: 10/10/2018	99.943	2.36%	299,829.00	1,700.00	301,529.00	-323.34
Sale	07/23/2018	3135G0A78	250,000.00	FNMA Note 1.625% Due: 01/21/2020	98.623	2.57%	246,557.50	22.57	246,580.07	-4051.43
Sale	07/23/2018	912828VF4	650,000.00	US Treasury Note 1.375% Due: 05/31/2020	97.793	2.60%	635,654.30	1,294.23	636,948.53	-11446.41
Sale	08/09/2018	02665WAC5	500,000.00	American Honda Finance Note 2.125% Due: 10/10/2018	99.969	2.29%	499,845.00	3,512.15	503,357.15	-338.04
<b>Subtotal</b>			<b>1,700,000.00</b>				<b>1,681,885.80</b>	<b>6,528.95</b>	<b>1,688,414.75</b>	<b>-16,159.22</b>
Maturity	07/20/2018	96121T3U0	540,000.00	Westpac Banking Corp Yankee CD 1.51% Due: 07/20/2018	100.000		540,000.00	8,244.60	548,244.60	0.00



# Transaction Ledger

City of Brea - Account #120

June 30, 2018 through September 30, 2018

Transaction Type	Settlement Date	CUSIP	Quantity	Security Description	Price	Acq/Disp Yield	Amount	Interest Pur/Sold	Total Amount	Gain/Loss
Maturity	08/09/2018	06417GXH6	1,040,000.00	Bank of Nova Scotia Yankee CD 1.57% Due: 08/09/2018	100.000		1,040,000.00	16,554.78	1,056,554.78	0.00
	Subtotal		1,580,000.00				1,580,000.00	24,799.38	1,604,799.38	0.00
TOTAL DISPOSITIONS			3,747,190.32				3,729,076.12	49,504.41	3,778,580.53	-16,159.22



# Disclosure

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