



INVESTMENT ADVISORY COMMITTEE AGENDA

Monday, January 27, 2020, 10:00 AM

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

CHAIR: Council Member Christine Marick

ALTERNATE: Mayor Pro Tem Steven Vargas

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

CALL TO ORDER / ROLL CALL

1. Matters from the Audience

CONSENT

2. Approval of Action Minutes for October 28, 2019 Meeting

Attachments

IAC Minutes

DISCUSSION

3. Review Quarterly Investment Report Period Ending December 31, 2019 from Chandler Asset Management - Presented by Chris McCarry and Mia Corral

Attachments

Investment Report

4. Review of PARS Post Employment Benefit Trust Investment Report for Period Ending December 31, 2019 - Presented by PARS and HighMark Capital Management

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

Attachments

Investment Report

5. Monthly Report of Investments for the City of Brea for Period Ending December 31, 2019

Attachments

Attachment A

6. Monthly Report of Investments for the Successor Agency to the Brea Redevelopment Agency for Period Ending December 31, 2019

Attachments

Attachment A

7. Schedule Next Meeting: April 27, 2020

cc: Mayor Marty Simonoff
Council Member Cecilia Hupp
Council Member Glenn Parker

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

COMMUNICATION

TO: Honorable Chair and Members
FROM: Bill Gallardo
DATE: 01/27/2020
SUBJECT: Approval of Action Minutes for October 28, 2019 Meeting

Attachments

IAC Minutes



INVESTMENT ADVISORY COMMITTEE MEETING MINUTES

Monday, October 28, 2019, 10:00 AM

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

CALL TO ORDER / ROLL CALL

ATTENDEES: Christine Marick, Scott Fujioka, Ho-El Park, Gary Terrazas, Cindy Russell, and Ana Conrique

OTHER ATTENDEES: Bill Dennehy (Chandler), Mia Corral (Chandler) and Chris McCarry (Chandler)

1. Matters from the Audience – *None*.

CONSENT

2. Approval of Action Minutes for July 22, 2019 Meeting – *Approved*.

DISCUSSION

3. Review Quarterly Investment Report Period Ending September 30, 2019 from Chandler Asset Management - Presentation by Bill Dennehy and Chris McCarry – *The Committee reviewed the quarterly report as presented and recommended to receive and file.*
4. Monthly Report of Investments for the City of Brea Ending September 30, 2019 – *Recommended for City Council approval.*
5. Monthly Report of Investments for the Successor Agency to the Brea Redevelopment Agency for Period Ending September 30, 2019 – *Recommended for City Council approval.*

Schedule Next Meeting: January 27, 2020

Meeting Adjourned: 10:37 a.m.

City of Brea

COMMUNICATION

TO: Honorable Chair and Members

FROM: Bill Gallardo

DATE: 01/27/2020

SUBJECT: Review Quarterly Investment Report Period Ending December 31, 2019 from
Chandler Asset Management - Presented by Chris McCarry and Mia Corral

Attachments

Investment Report

City of Brea

Period Ending December 31, 2019

CHANDLER ASSET MANAGEMENT, INC. | 800.317.4747 | www.chandlerasset.com



SECTION 1	Economic Update
SECTION 2	Account Profile
SECTION 3	Portfolio Holdings
SECTION 4	Transactions

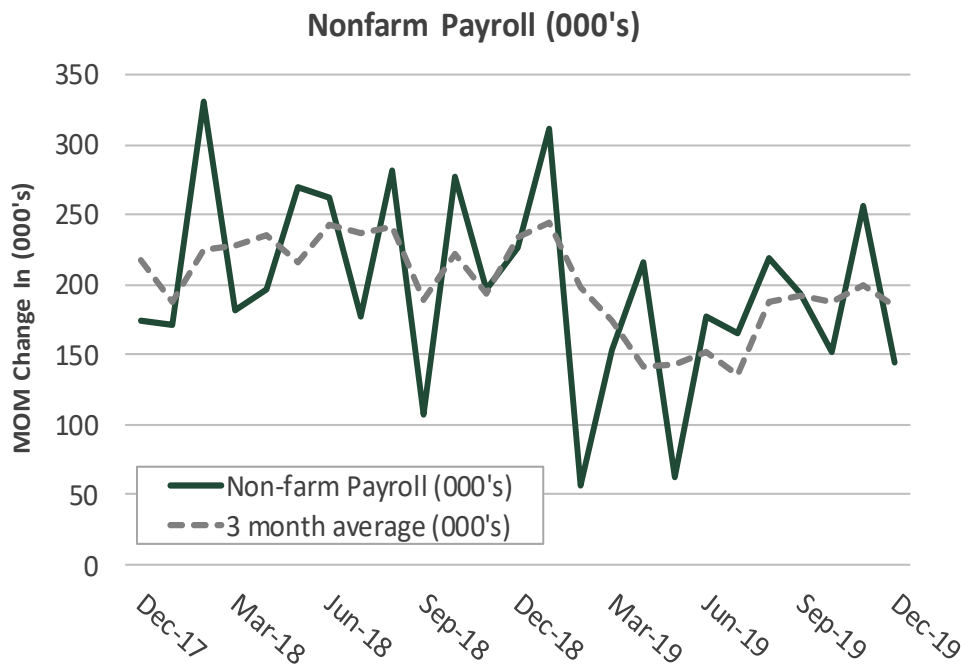


Section 1 | Economic Update

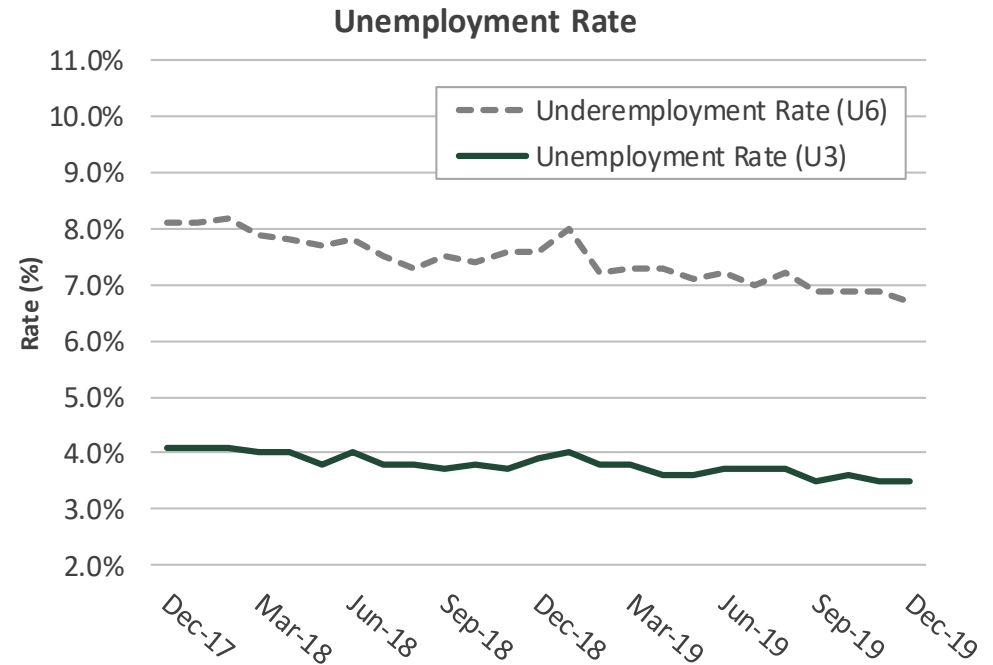
Economic Update

- Economic growth has slowed over the past year and the consensus forecast calls for GDP growth of 1.8% in 2020 versus 2.3% in 2019. We are not anticipating a recession within our 6-month outlook horizon. We believe the impact of monetary policy on economic growth is somewhat lagged, and the more accommodative monetary policy stance of the Federal Reserve and other global central banks throughout 2019 should provide a tailwind for an ongoing slow economic growth environment in 2020. However, an uncertain outlook on the future path of global central bank policy, lingering uncertainty about trade policy and Brexit, and the upcoming US presidential election potentially sets the stage for a continued volatile financial market environment this year. The recent confirmation of a phase one trade deal is consistent with our view that there will be modest incremental progress on trade in front of the presidential election cycle.
- The Federal Open Market Committee (FOMC) kept the target fed funds rate unchanged in December in a range of 1.50%-1.75%. The vote to keep policy unchanged was unanimous and the Fed's quarterly update on their Summary of Economic Projections was little changed from the September 2019 forecast. Notably the Fed's forecast calls for no change to the fed funds rate in 2020. We believe the hurdle rate to tighten policy remains high, as market-based measures of inflation are still too low. Conversely, if market-based inflation metrics fail to improve, and/or the domestic or global economy experiences an exogenous shock, we believe the Fed has left the door open for additional policy accommodation.
- The Treasury yield curve steepened slightly in December. The 2-year Treasury yield decreased about 4 basis points to 1.57%, the 5-year Treasury yield increased almost seven basis points to 1.69%, and the 10-year Treasury yield increased about fourteen basis points to 1.92%. We believe the increase in longer-term yields were driven by more favorable developments with regard to global trade and Brexit.

Employment



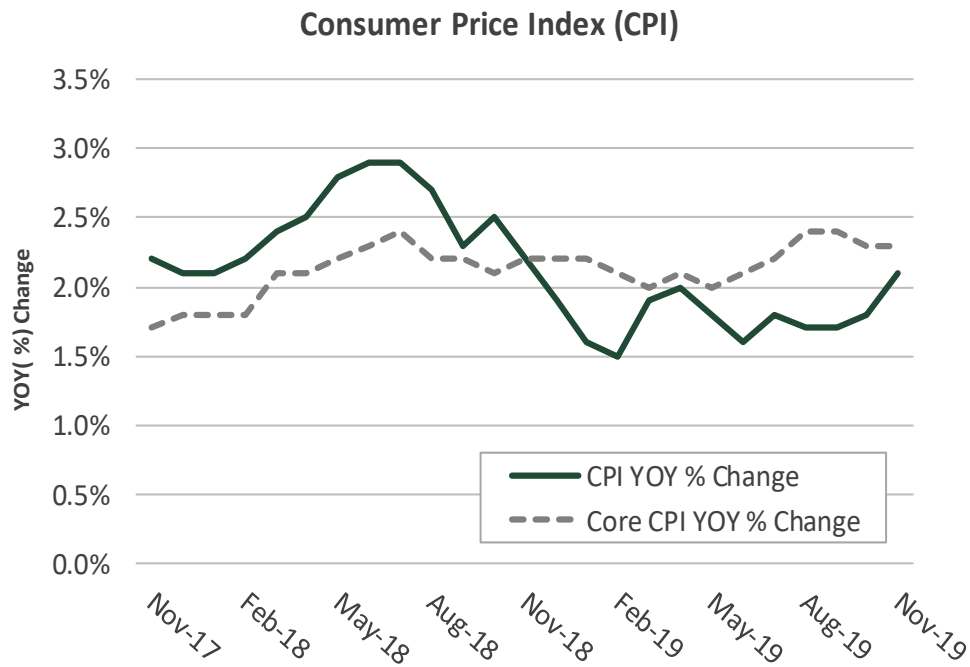
Source: US Department of Labor



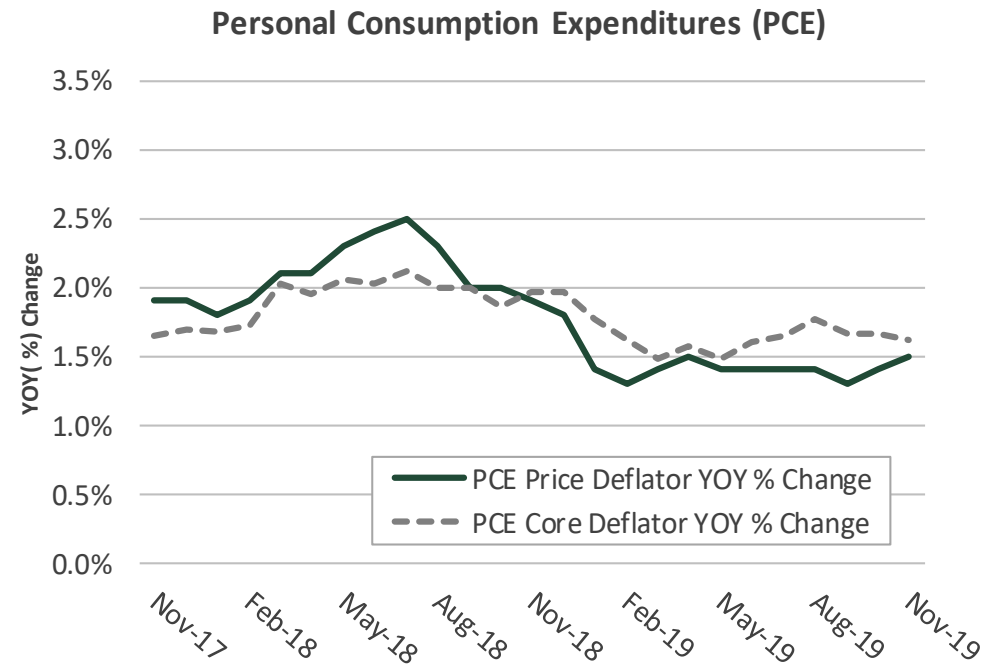
Source: US Department of Labor

U.S. nonfarm payrolls rose by 145,000 in December, below expectations of 160,000. Payrolls for October and November were revised down by a total of 14,000. On a trailing 3-month and 6-month basis, payrolls increased an average of about 184,000 and 189,000 per month, respectively. The unemployment rate was unchanged at 3.5% and the participation rate held steady at 63.2%. 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, declined to 6.7% in December from 6.9% in November. Wages edged up 0.1% in December, below expectations of 0.3%, but the November increase in wages was revised up slightly to 0.3% from 0.2%. The average workweek was unchanged at 34.3 hours. On a year-over-year basis, wages were up 2.9% in December, versus up 3.1% in November.

Inflation



Source: US Department of Labor

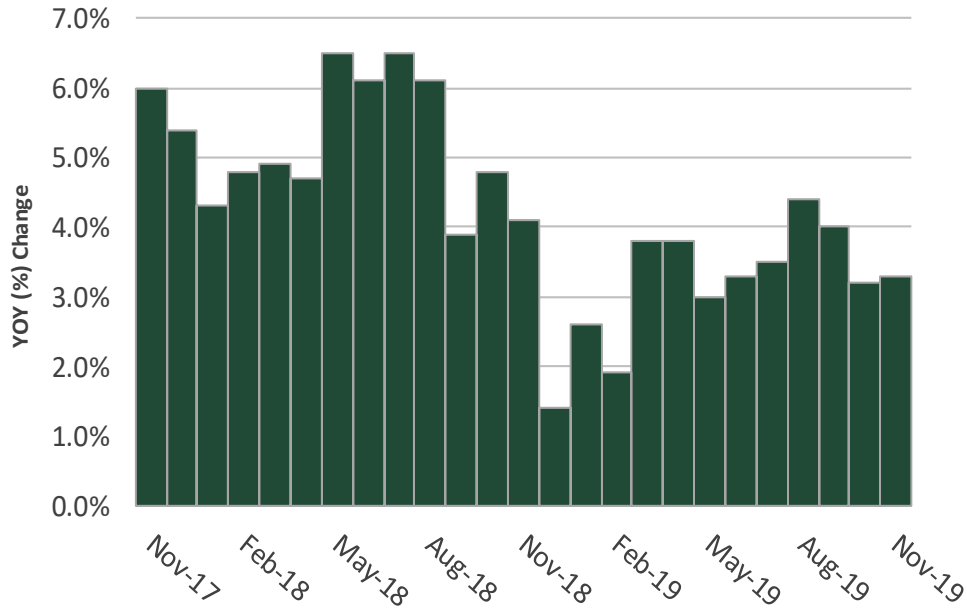


Source: US Department of Commerce

The Consumer Price Index (CPI) was up 2.1% year-over-year in November, up from 1.8% in October. Core CPI (CPI less food and energy) was up 2.3% year-over-year in November, unchanged from October. The Personal Consumption Expenditures (PCE) index was up 1.5% year-over-year in November versus up 1.4% year-over-year in October. Core PCE, which is the Fed's primary inflation gauge, was up 1.6% year-over-year in November versus 1.7% year-over-year in October. Core PCE softened and remains below the Fed's 2.0% inflation target.

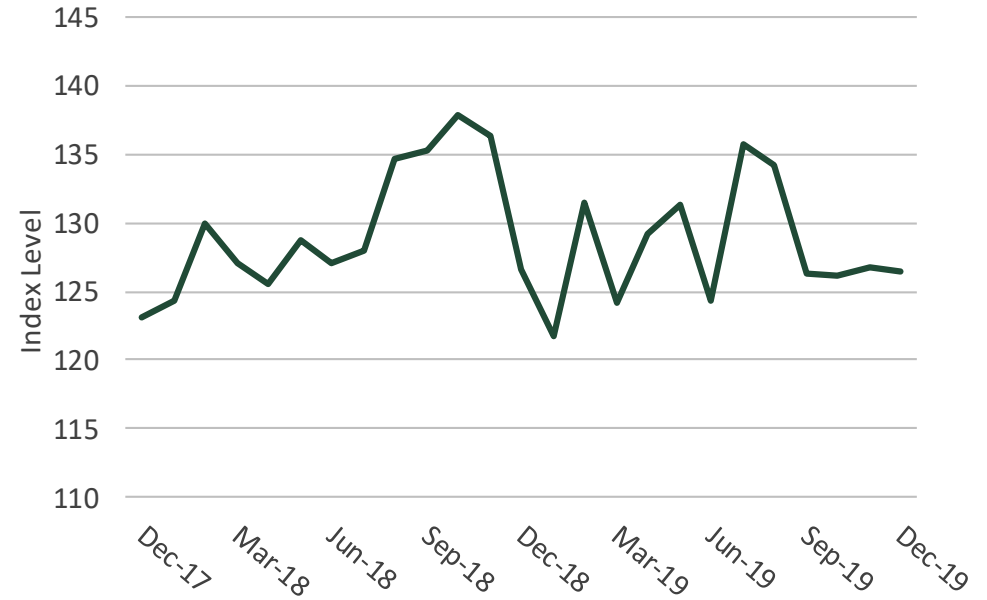
Consumer

Retail Sales YOY % Change



Source: US Department of Commerce

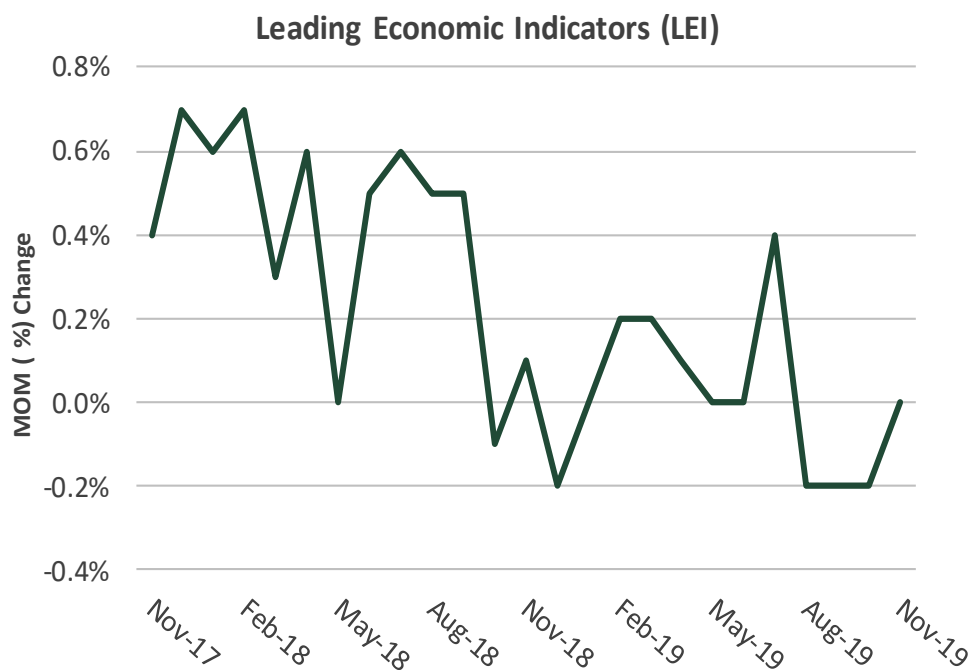
Consumer Confidence



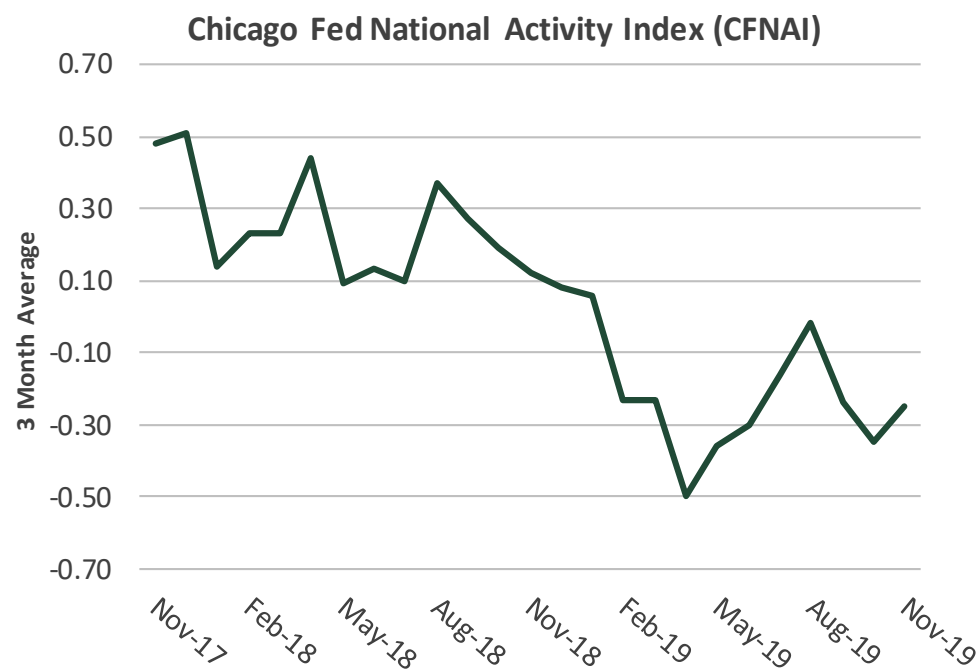
Source: The Conference Board

Retail sales increased 0.2% in November, following growth of 0.4% in October. Excluding auto and gas, retail sales were flat in November, below expectations of 0.4%. On a year-over-year basis, retail sales increased 3.3% in November, versus 3.2% in October. The Consumer Confidence Index was nearly unchanged at 126.5 in December versus 126.8 in November. Overall, the index remains at a strong level.

Economic Activity



Source: The Conference Board

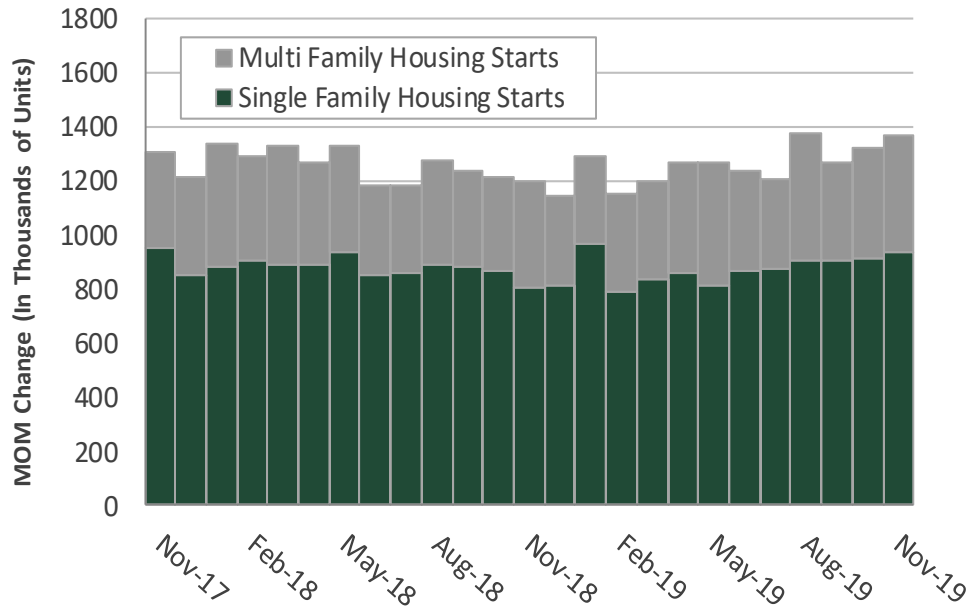


Source: Federal Reserve Bank of Chicago

The Leading Economic Index (LEI) was flat in November, following a downwardly-revised 0.2% decline in October. Although the index remains slightly positive on a year-over-year basis, up 0.1%, the year-over-year rate of change has decelerated. The Conference Board believes the index points to roughly 2.0% GDP growth in 2020. The Chicago Fed National Activity Index (CFNAI) jumped to +0.56 in November from -0.76 in October. Weakness in vehicle production related to the GM strike (which ended on October 25) contributed to the October decline. On a 3-month moving average basis, the index improved to -0.25 in November versus -0.35 in October. Negative values are generally consistent with below-average growth, but the index suggests that trends are improving. Periods of economic contraction have historically been associated with values below -0.70 on a 3-month moving average basis.

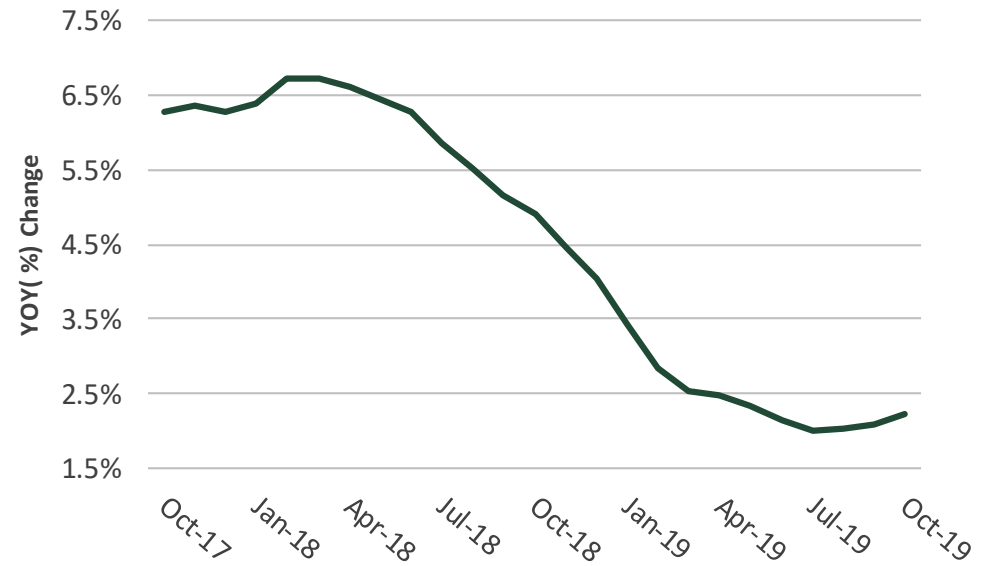
Housing

Housing Starts



Source: US Department of Commerce

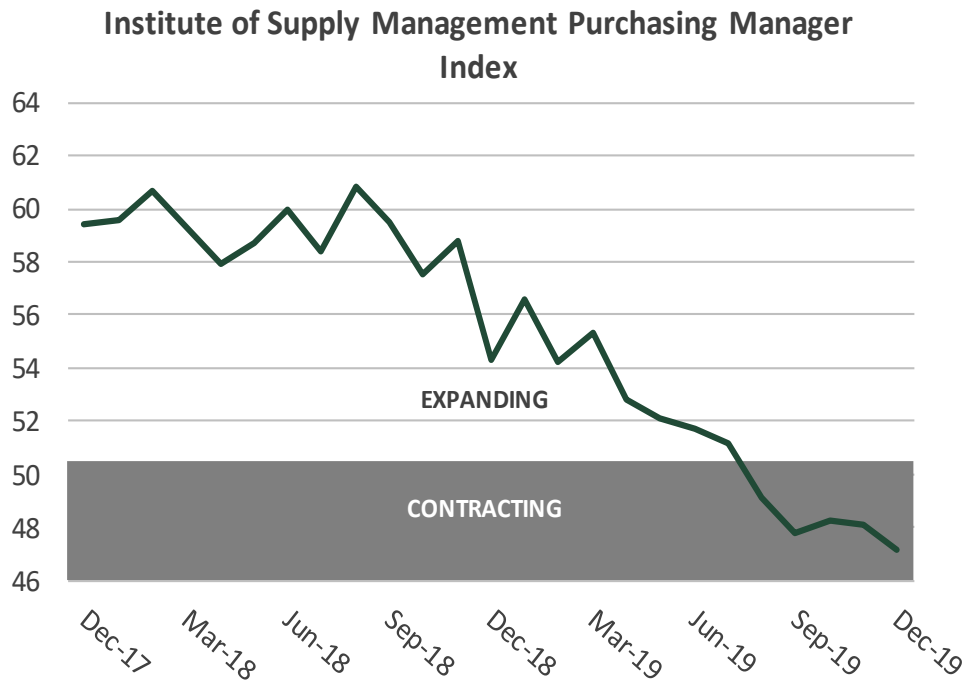
S&P/Case-Shiller 20 City Composite Home Price Index



Source: S&P

Housing starts increased 3.2% in November to a 1.365 million annualized rate and starts in the prior month were revised higher. Permits were also stronger than expected in November, up 1.4%. Multi-family starts rose 4.9% month-over-month in November to an annualized rate of 427,000. Single-family starts rose 2.4% in November to an annualized rate of 938,000. The trends suggest that low mortgage rates and a strong labor market continue to drive housing activity. According to the Case-Shiller 20-City home price index, home prices were up 2.2% year-over-year in October, versus up 2.1% year-over-year in September. The year-over-year pace of price appreciation remains low but suggests that pricing in the sector may be gaining momentum.

Manufacturing



Source: Institute for Supply Management



Source: Federal Reserve

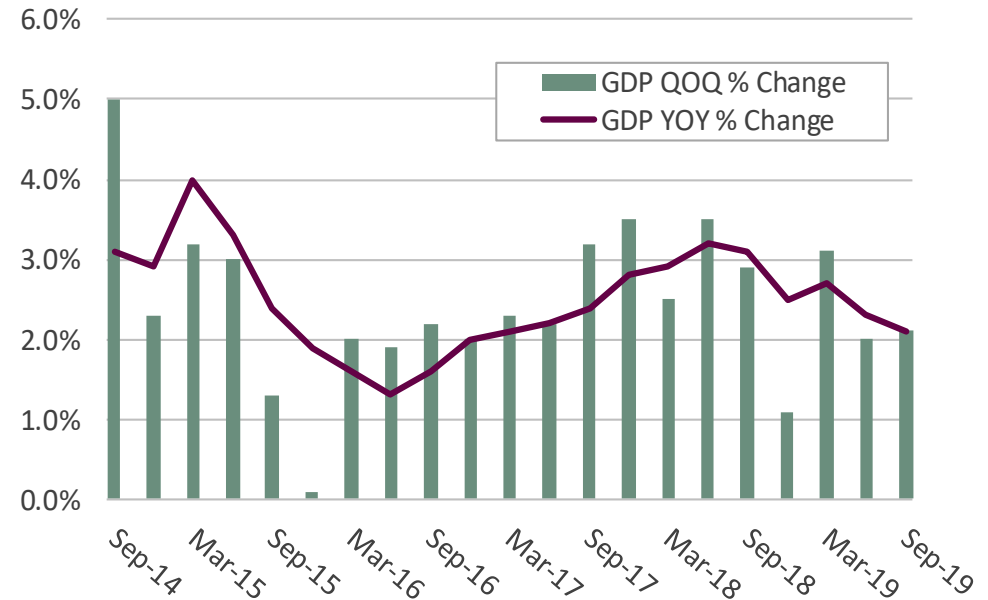
The Institute for Supply Management (ISM) manufacturing index decreased to 47.2 in December from 48.1 in November. The reading was below expectations and suggests the manufacturing sector remains in contraction. The Industrial Production index declined 0.8% year-over-year in November versus down 1.3% year-over-year in October. On a month-over-month basis, the index rose 1.1% in November, greater than the consensus forecast of 0.9%, following a 0.9% decline in October. The manufacturing component of the index also rose 1.1% in November, following a 0.7% decline in October. The GM strike negatively impacted manufacturing volumes in October. Capacity Utilization increased to 77.3% in November from 76.6% in October, 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	12/18	3/19	6/19	9/19
Personal Consumption Expenditures	1.0%	0.8%	3.0%	2.1%
Gross Private Domestic Investment	0.5%	1.1%	-1.2%	-0.2%
Net Exports and Imports	-0.4%	0.7%	-0.7%	-0.1%
Federal Government Expenditures	0.1%	0.1%	0.5%	0.2%
State and Local (Consumption and Gross Investment)	-0.1%	0.4%	0.3%	0.1%
Total	1.1%	3.1%	2.0%	2.1%

Source: US Department of Commerce

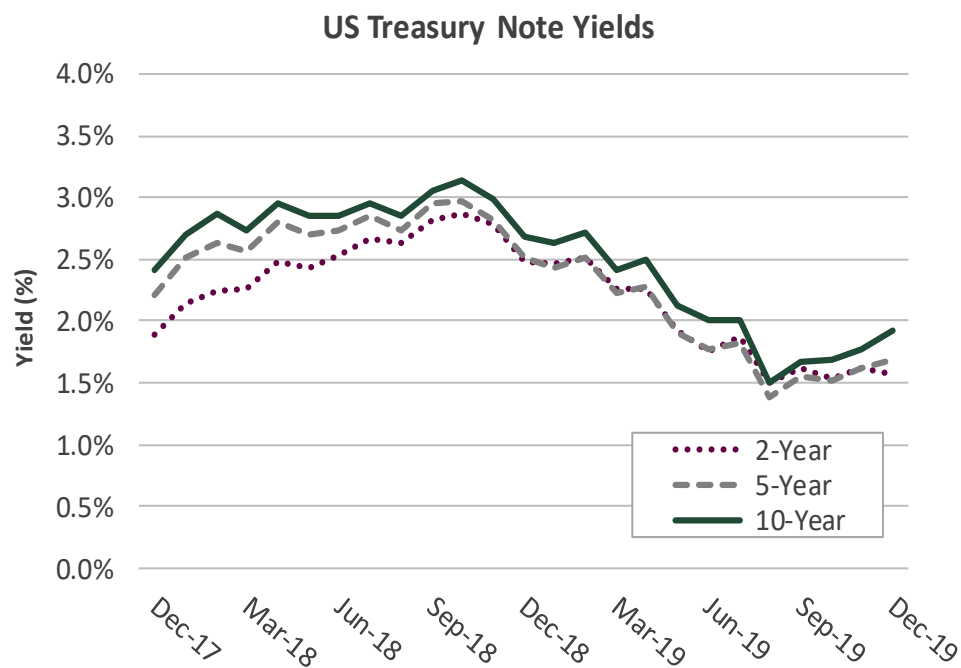
Gross Domestic Product (GDP)



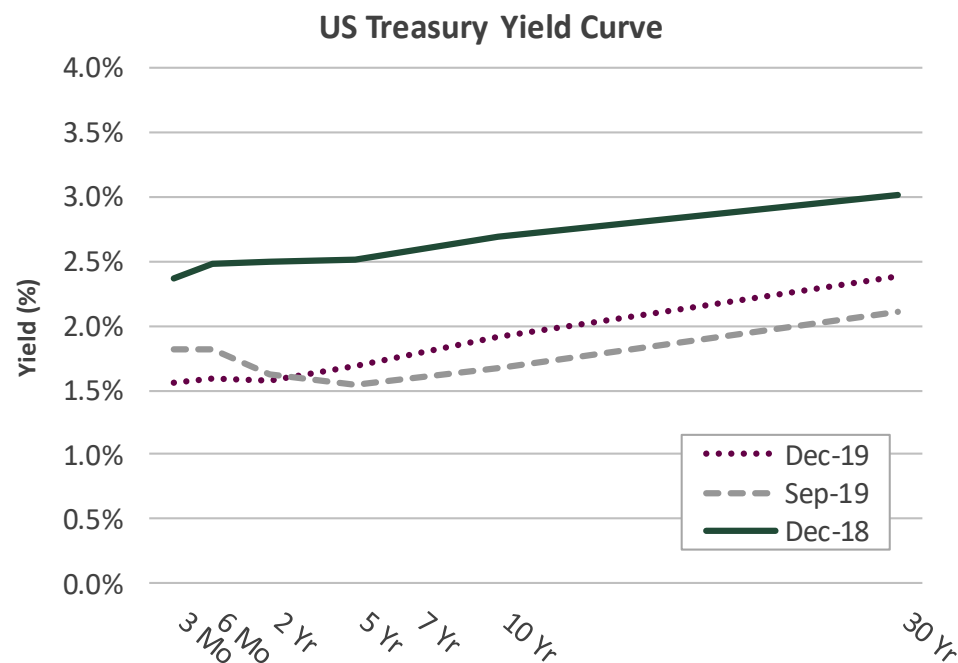
Source: US Department of Commerce

According to the third estimate, third quarter 2019 GDP grew at a 2.1% annualized rate. This follows growth of 3.1% in the first quarter, and 2.0% in the second quarter on 2019. Third quarter growth was fueled by consumer spending which contributed 2.1% to GDP in the quarter, while business investment and exports were a drag on the economy. The consensus estimate for the fourth quarter signals a slowdown to 1.9% growth. The consensus forecast calls for GDP growth of 1.6% in the current quarter and 1.8% for the full year 2020.

Bond Yields



Source: Bloomberg



Source: Bloomberg

Treasury yields declined meaningfully in 2019. At year-end, the 3-month T-bill yield was down 81 basis points, the 2-Year Treasury yield was down 92 basis points, and the 10-Year Treasury yield was down 77 basis points. We believe the year-over-year decline in long-term Treasury yields largely reflects a decline in global economic growth and inflation expectations, while the decline in shorter-term rates is in line with the Fed's three 25 basis point rate cuts in 2019.



Section 2 | 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

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

City of Brea

	12/31/2019	9/30/2019
	Benchmark*	Portfolio
Average Maturity (yrs)	2.65	2.76
Average Modified Duration	2.53	2.47
Average Purchase Yield	n/a	2.19%
Average Market Yield	1.62%	1.75%
Average Quality**	AAA	AA/Aa1
Total Market Value		76,325,704
		75,928,779

*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.

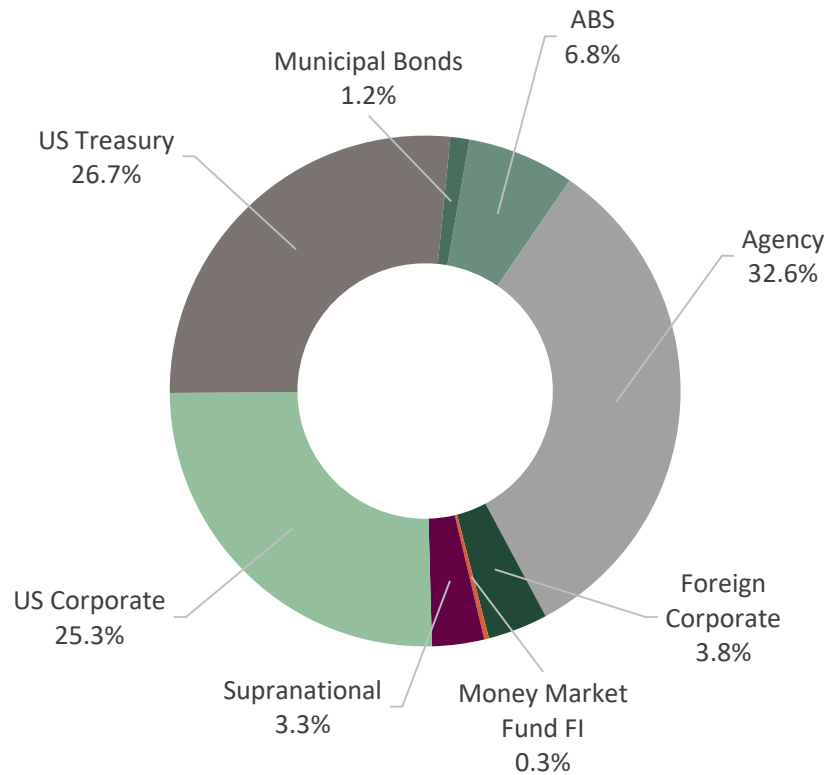
Several securities were purchased across the Treasury, Agency, Municipal, Asset Backed and Corporate sectors of the market to keep the portfolio structure in-line with Chandler targets. The purchased securities ranged in maturity from April 2024 to November 2024. To facilitate the new holdings in the portfolio the Chandler team sold several shorter maturity securities in the Treasury, Agency, Supranational and Corporates sectors of the market.

Sector Distribution

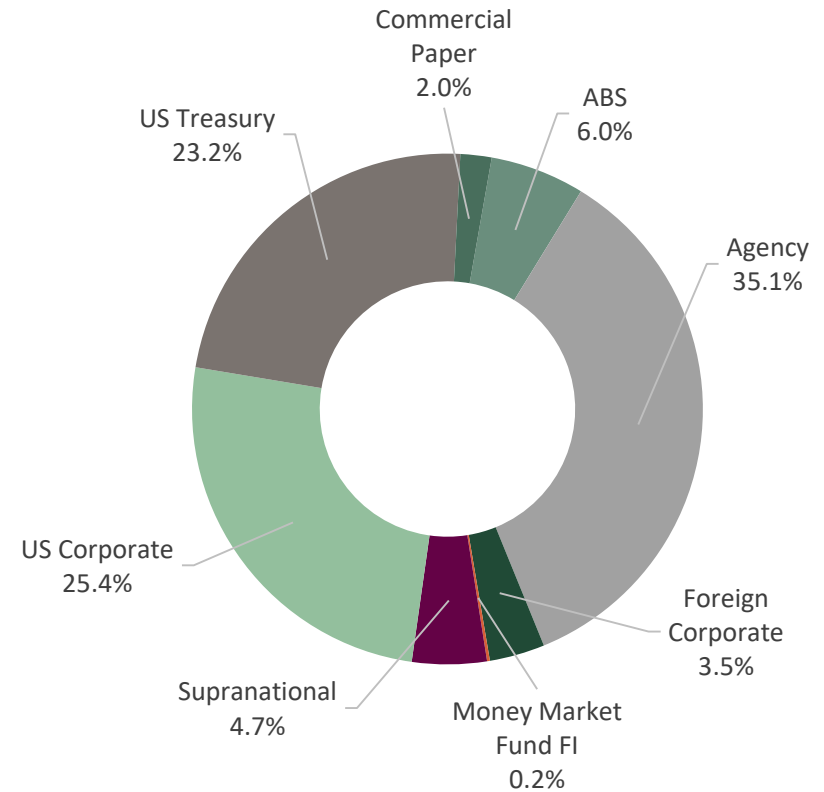
As of December 31, 2019

City of Brea

December 31, 2019



September 30, 2019



City of Brea – Account #120

Issue Name	Investment Type	% Portfolio
Government of United States	US Treasury	26.69%
Federal Home Loan Bank	Agency	14.91%
Federal National Mortgage Association	Agency	13.84%
Federal Home Loan Mortgage Corp	Agency	3.86%
Inter-American Dev Bank	Supranational	2.76%
Honda ABS	ABS	1.61%
Bank of New York	US Corporate	1.45%
John Deere ABS	ABS	1.42%
American Express ABS	ABS	1.38%
Honda Motor Corporation	US Corporate	1.36%
Toronto Dominion Holdings	Foreign Corporate	1.32%
Paccar Financial	US Corporate	1.31%
Deere & Company	US Corporate	1.30%
IBM Corp	US Corporate	1.26%
JP Morgan Chase & Co	US Corporate	1.25%
HSBC Holdings PLC	Foreign Corporate	1.25%
Wal-Mart Stores	US Corporate	1.25%
Bank of America Corp	US Corporate	1.24%
State Street Bank	US Corporate	1.24%
Microsoft	US Corporate	1.20%
Apple Inc	US Corporate	1.20%
State of California	Municipal Bonds	1.20%
PNC Financial Services Group	US Corporate	1.19%
Royal Bank of Canada	Foreign Corporate	1.19%
Exxon Mobil Corp	US Corporate	1.16%
Oracle Corp	US Corporate	1.06%
Chubb Corporation	US Corporate	1.06%
Charles Schwab Corp/The	US Corporate	1.01%
Toyota Motor Corp	US Corporate	1.01%
Nissan ABS	ABS	1.00%
Qualcomm Inc	US Corporate	0.99%
Wells Fargo Corp	US Corporate	0.97%
Toyota ABS	ABS	0.93%
Boeing Company	US Corporate	0.65%
Costco Wholesale Corporation	US Corporate	0.61%
General Dynamics Corp	US Corporate	0.55%
International Finance Corp	Supranational	0.55%
US Bancorp	US Corporate	0.52%

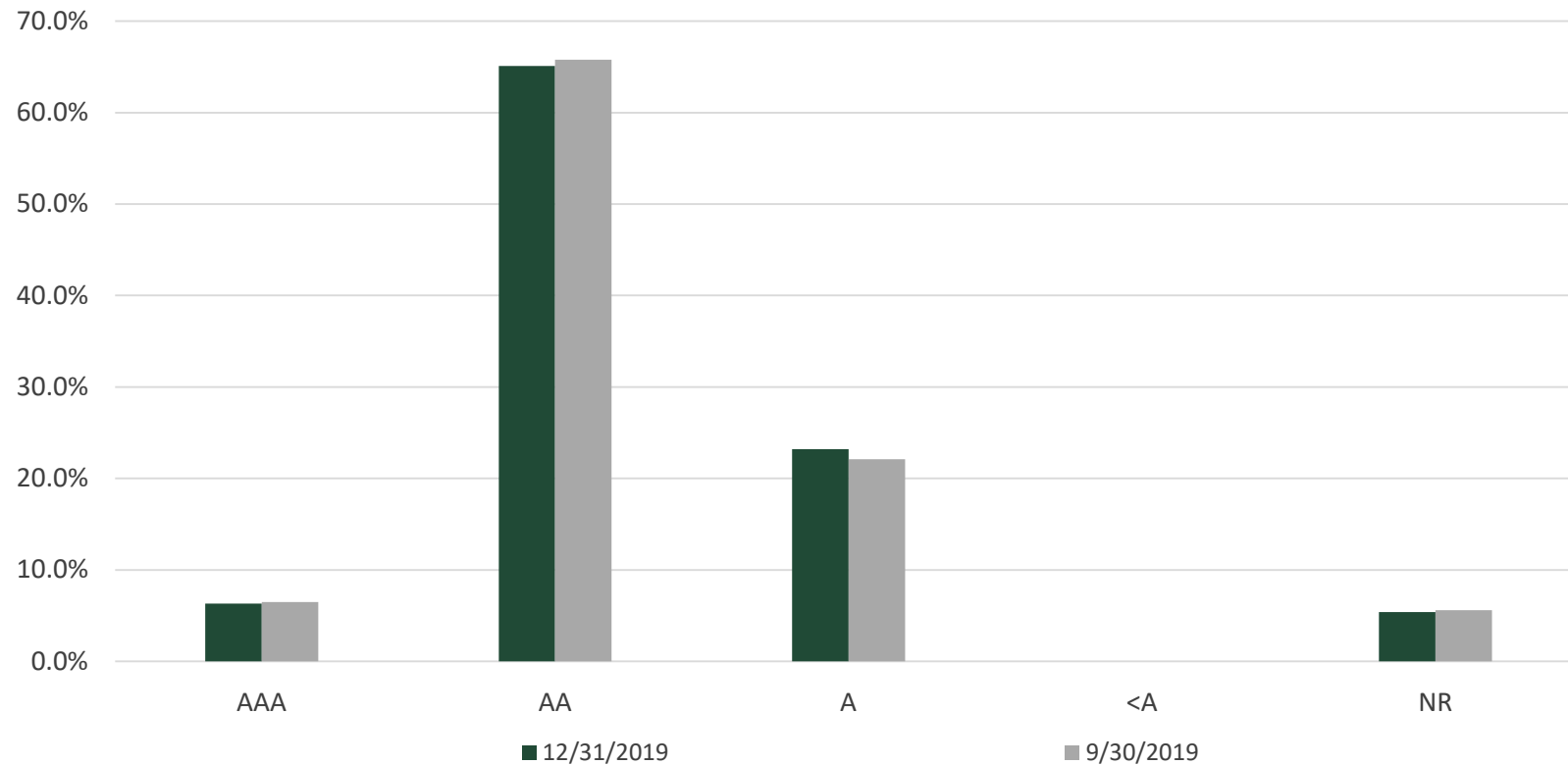
City of Brea – Account #120

Issue Name	Investment Type	% Portfolio
Verizon Owner Trust	ABS	0.48%
Home Depot	US Corporate	0.43%
Fidelity Institutional Treasury Portfolio	Money Market Fund FI	0.34%
TOTAL		100.00%

Quality Distribution

As of December 31, 2019

City of Brea
December 31, 2019 vs. September 30, 2019



	AAA	AA	A	<A	NR
12/31/19	6.3%	65.1%	23.2%	0.0%	5.4%
09/30/19	6.5%	65.8%	22.1%	0.0%	5.6%

Source: S&P Ratings

Agency

- Agency spreads continue to trade in a tight range in the secondary market. In early January 2020 Fannie Mae issued a five-year benchmark note with a spread of +8 basis points to the five-year Treasury note. The Chandler team participated in the deal and included an allocation to the City of Brea portfolio.
- Federal Home Loan Bank spreads have recently gapped in and no longer offer much of a concession to the rest of the Agency market in maturities between three to five years.
- The Chandler team continues to monitor the political developments in the Agency sector closely. Post the news in Q3 2019 indicating both Fannie Mae and Freddie Mac will be able to retain earnings until their capital buffers reach \$25 billion and \$20 billion, respectively, no new material information has been released.
 - o Fannie Mae and Freddie Mac will remain far short of the capital cushions that are required to take the companies out of conservatorship.
 - o Both the US Treasury and the Federal Housing Finance Agency believe the two entities will ultimately need to raise private capital.

Investment Grade Credit

- Investment grade spreads grinded tighter during the fourth quarter as risk assets continued to perform well. The new issue investment grade calendar went dormant late in the year, per the usual seasonal pattern, which helped to accentuate the tightening of spreads.
- Although secondary market valuations are currently expensive the Chandler team anticipates relative value opportunities to arise as the new issue calendar comes back to life in Q1 2020.

Asset Backed

- Relative value and the underlying credit quality within the higher quality segments of the Asset Backed sector remain compelling in Chandler's judgement.
- The Chandler team will continue to be active in keeping exposure to the sector between 5-10% of the City's portfolio.

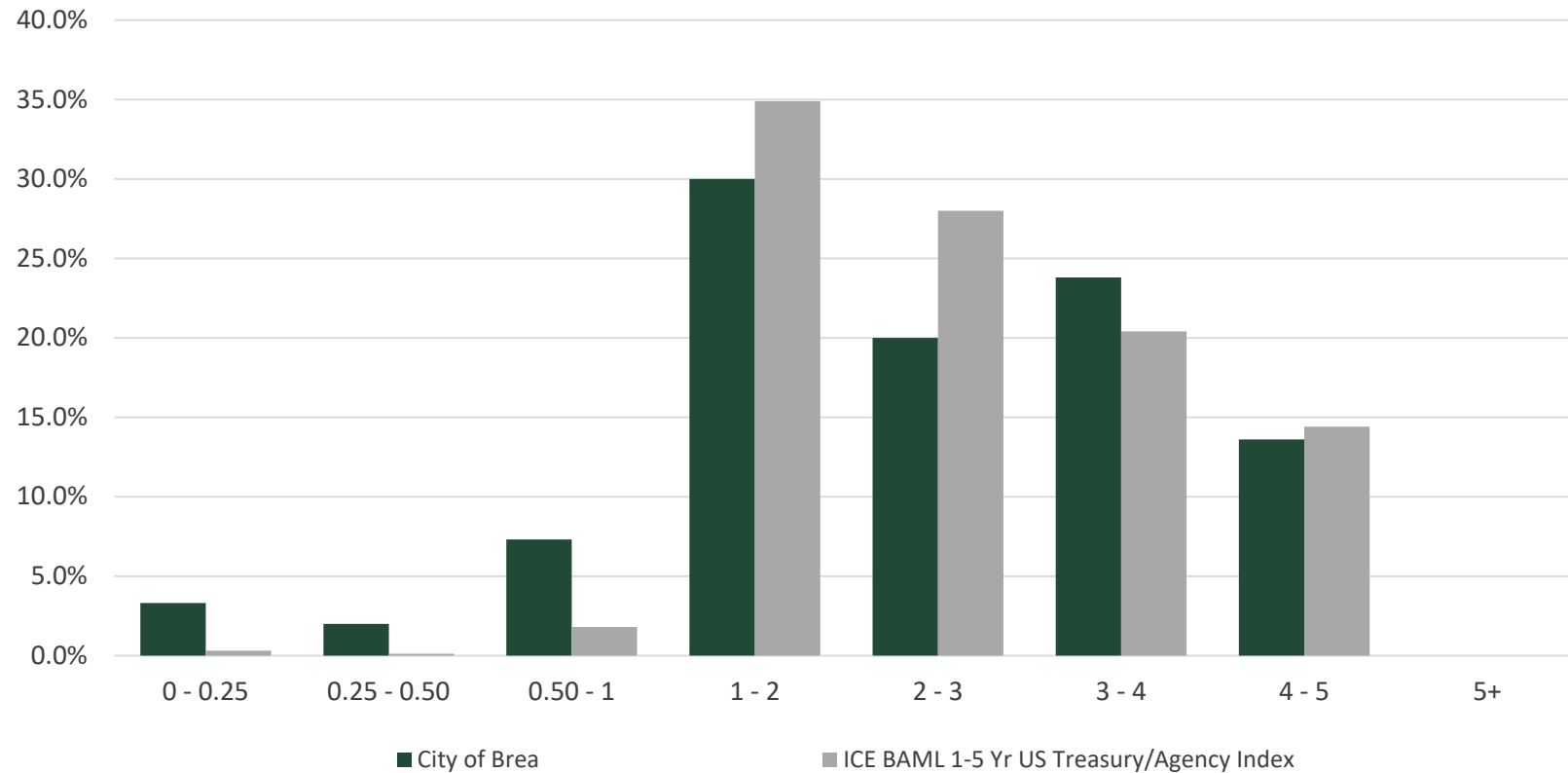
Municipal

- In aggregate valuations remains challenging however the Chandler team was able to add one attractively priced taxable Municipal security to add to the City's portfolio in Q4 2020.
- The Chandler team will continue to monitor the Municipal market closely to identify other municipal securities that have a high credit quality and attractive relative value to consider adding to the City's portfolio.

Duration Distribution

As of December 31, 2019

City of Brea
Portfolio Compared to the Benchmark as of December 31, 2019



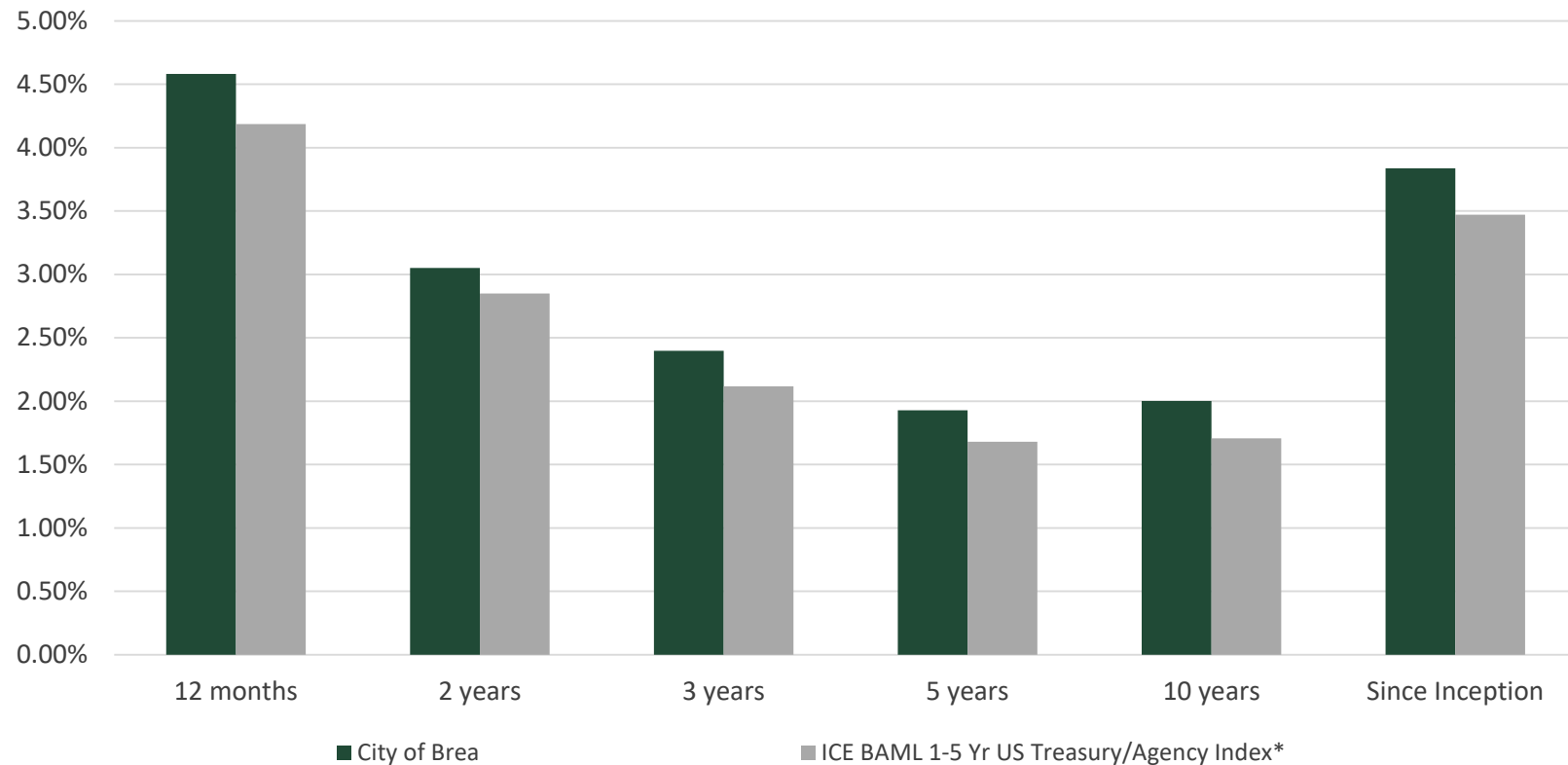
	0 - 0.25	0.25 - 0.50	0.50 - 1	1 - 2	2 - 3	3 - 4	4 - 5	5+
Portfolio	3.3%	2.0%	7.3%	30.0%	20.0%	23.8%	13.6%	0.0%
Benchmark*	0.3%	0.1%	1.8%	34.9%	28.0%	20.4%	14.4%	0.0%

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

Investment Performance

As of December 31, 2019

City of Brea Total Rate of Return Annualized Since Inception 04/30/1996



Annualized

TOTAL RATE OF RETURN	3 months	12 months	2 years	3 years	5 years	10 years	Since Inception
City of Brea	0.52%	4.58%	3.05%	2.40%	1.93%	2.00%	3.84%
ICE BAML 1-5 Yr US Treasury/Agency Index	0.36%	4.19%	2.85%	2.12%	1.68%	1.71%	3.47%

*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

As of December 31, 2019

City of Brea Laif

	12/31/2019 Portfolio	9/30/2019 Portfolio
Average Maturity (yrs)	0.00	0.00
Modified Duration	0.00	0.00
Average Purchase Yield	2.03%	2.25%
Average Market Yield	2.03%	2.25%
Average Quality*	NR/NR	NR/NR
Total Market Value	16,011,717	14,621,912

**Portfolio is S&P and Moody's, respectively.*

Portfolio Characteristics

As of December 31, 2019

Successor Agency to the Brea RDA LAIF

	12/31/2019 Portfolio	9/30/2019 Portfolio
Average Maturity (yrs)	0.00	0.00
Modified Duration	0.00	0.00
Average Purchase Yield	2.03%	2.25%
Average Market Yield	2.03%	2.25%
Average Quality*	NR/NR	NR/NR
Total Market Value	18,693	18,524

**Portfolio is S&P and Moody's, respectively.*

City Brea Bond Reserve Funds
Portfolio Characteristics
Summary of Accounts Managed

Name of Account	Average Maturity (Years)	Average Book Yield	Market Value	Average Quality
Brea Lease Revenue Bonds, Reserve Account	2.15	1.67%	269,458	AA+/Aaa
Brea CFD 2008 2 17 Reserve Fund	2.51	2.56%	683,723	AA+/Aaa
Total	2.31	2.31%	\$953,181	



Section 3 | Portfolio Holdings

Holdings Report

As of December 31, 2019

City of Brea - Account #120

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
ABS									
654747AD6	Nissan Auto Receivables Trust 2017-A A3 1.740% Due 08/16/2021	183,292.64	12/27/2017 2.10%	182,125.58 182,770.72	99.94 1.96%	183,175.51 132.89	0.24% 404.79	Aaa / NR AAA	1.63 0.30
43811BAC8	Honda Auto Receivables Trust 2017-2 A3 1.680% Due 08/16/2021	183,456.74	04/27/2018 2.62%	180,604.56 182,051.97	99.91 1.92%	183,286.28 136.98	0.24% 1,234.31	Aaa / AAA NR	1.63 0.40
47788BAD6	John Deere Owner Trust 2017-B A3 1.820% Due 10/15/2021	62,406.98	07/11/2017 1.83%	62,402.41 62,405.05	99.91 2.11%	62,351.34 50.48	0.08% (53.71)	Aaa / NR AAA	1.79 0.31
47788CAC6	John Deere Owner Trust 2018-A A3 2.660% Due 04/18/2022	153,687.07	02/21/2018 2.68%	153,676.02 153,680.94	100.38 1.95%	154,266.12 181.69	0.20% 585.18	Aaa / NR AAA	2.30 0.52
43815HAC1	Honda Auto Receivables Trust 2018-3 A3 2.950% Due 08/22/2022	495,000.00	08/21/2018 2.98%	494,932.09 494,955.01	101.01 1.91%	499,988.61 405.63	0.66% 5,033.60	Aaa / NR AAA	2.64 0.95
02587AAJ3	American Express Credit Trust 2017-1 A 1.930% Due 09/15/2022	1,050,000.00	Various 2.61%	1,039,535.16 1,043,159.43	100.00 1.98%	1,049,952.75 900.67	1.38% 6,793.32	Aaa / NR AAA	2.71 0.11
89238TAD5	Toyota Auto Receivables Trust 2018-B A3 2.960% Due 09/15/2022	700,000.00	07/25/2019 1.48%	707,410.16 706,399.68	100.98 1.89%	706,872.60 920.89	0.93% 472.92	Aaa / AAA NR	2.71 0.90
47788EAC2	John Deere Owner Trust 2018-B A3 3.080% Due 11/15/2022	575,000.00	07/18/2018 3.10%	574,956.42 574,970.96	101.03 2.00%	580,905.25 787.11	0.76% 5,934.29	Aaa / NR AAA	2.88 0.93
43815NAC8	Honda Auto Receivables Trust 2019-3 A3 1.780% Due 08/15/2023	545,000.00	08/20/2019 1.79%	544,995.48 544,995.99	99.77 1.89%	543,762.85 431.16	0.71% (1,233.14)	Aaa / AAA NR	3.62 2.16
477870AC3	John Deere Owner Trust 2019-B A3 2.210% Due 12/15/2023	280,000.00	07/16/2019 2.23%	279,940.56 279,946.52	100.65 1.92%	281,831.48 275.02	0.37% 1,884.96	Aaa / NR AAA	3.96 2.19
92348AAA3	Verizon Owner Trust 2019-C A1A 1.940% Due 04/22/2024	370,000.00	10/01/2019 1.95%	369,971.47 369,972.93	99.91 1.99%	369,650.72 219.33	0.48% (322.21)	NR / AAA AAA	4.31 2.19
65479JAD5	Nissan Auto Receivables Owner 2019-C A3 1.930% Due 07/15/2024	580,000.00	10/16/2019 1.94%	579,969.38 579,970.62	100.04 1.92%	580,230.26 497.51	0.76% 259.64	Aaa / AAA NR	4.54 2.45
TOTAL ABS		5,177,843.43	2.29%	5,170,519.29 5,175,279.82	1.94%	5,196,273.77 4,939.36	6.81% 20,993.95	Aaa / AAA Aaa	3.10 1.16
Agency									
3137EAEK1	FHLMC Note 1.875% Due 11/17/2020	450,000.00	11/21/2017 1.96%	448,833.97 449,656.92	100.20 1.65%	450,883.35 1,031.25	0.59% 1,226.43	Aaa / AA+ AAA	0.88 0.87
3135G0F73	FNMA Note 1.500% Due 11/30/2020	1,225,000.00	12/16/2015 1.90%	1,201,847.50 1,220,727.66	99.97 1.54%	1,224,573.70 1,582.29	1.61% 3,846.04	Aaa / AA+ AAA	0.92 0.91
3130A7CV5	FHLB Note 1.375% Due 02/18/2021	1,070,000.00	02/17/2016 1.46%	1,065,677.20 1,069,020.45	99.75 1.60%	1,067,363.52 5,435.45	1.41% (1,656.93)	Aaa / AA+ AAA	1.14 1.11

Holdings Report

As of December 31, 2019

City of Brea - Account #120

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
3135G0J20	FNMA Note 1.375% Due 02/26/2021	1,275,000.00	Various 1.46%	1,269,953.70 1,273,799.56	99.75 1.60%	1,271,793.38 6,087.24	1.67% (2,006.18)	Aaa / AA+ AAA	1.16 1.13
3135G0K69	FNMA Note 1.250% Due 05/06/2021	400,000.00	05/27/2016 1.48%	395,724.00 398,834.25	99.53 1.60%	398,114.00 763.89	0.52% (720.25)	Aaa / AA+ AAA	1.35 1.33
3135G0U35	FNMA Note 2.750% Due 06/22/2021	500,000.00	06/28/2018 2.70%	500,740.00 500,365.58	101.69 1.59%	508,456.00 343.75	0.67% 8,090.42	Aaa / AA+ AAA	1.48 1.44
3130A8QS5	FHLB Note 1.125% Due 07/14/2021	1,285,000.00	10/04/2016 1.33%	1,273,126.60 1,281,183.06	99.25 1.62%	1,275,399.77 6,706.09	1.68% (5,783.29)	Aaa / AA+ AAA	1.54 1.51
3137EAEC9	FHLMC Note 1.125% Due 08/12/2021	1,250,000.00	08/30/2016 1.33%	1,237,737.50 1,246,002.98	99.26 1.59%	1,240,778.75 5,429.69	1.63% (5,224.23)	Aaa / AA+ AAA	1.62 1.58
3135G0N82	FNMA Note 1.250% Due 08/17/2021	1,285,000.00	Various 1.29%	1,282,305.71 1,284,101.09	99.47 1.58%	1,278,211.35 5,978.82	1.68% (5,889.74)	Aaa / AA+ AAA	1.63 1.60
3130AF5B9	FHLB Note 3.000% Due 10/12/2021	1,350,000.00	11/29/2018 2.91%	1,353,402.00 1,352,112.03	102.45 1.60%	1,383,021.00 8,887.50	1.82% 30,908.97	Aaa / AA+ NR	1.78 1.72
3135G0S38	FNMA Note 2.000% Due 01/05/2022	1,350,000.00	04/25/2017 1.92%	1,354,927.50 1,352,113.02	100.77 1.61%	1,360,404.45 13,200.00	1.80% 8,291.43	Aaa / AA+ AAA	2.02 1.95
3135G0T45	FNMA Note 1.875% Due 04/05/2022	1,315,000.00	06/19/2017 1.88%	1,314,801.44 1,314,906.39	100.64 1.58%	1,323,472.55 5,890.10	1.74% 8,566.16	Aaa / AA+ AAA	2.26 2.20
3130A3KM5	FHLB Note 2.500% Due 12/09/2022	775,000.00	08/28/2018 2.83%	764,808.75 768,003.70	102.48 1.63%	794,239.38 1,184.03	1.04% 26,235.68	Aaa / AA+ NR	2.94 2.83
3135G0T94	FNMA Note 2.375% Due 01/19/2023	1,000,000.00	03/14/2018 2.73%	984,140.00 990,018.06	102.26 1.61%	1,022,580.00 10,687.50	1.35% 32,561.94	Aaa / AA+ AAA	3.05 2.91
3137EAEN5	FHLMC Note 2.750% Due 06/19/2023	1,200,000.00	07/20/2018 2.86%	1,193,976.00 1,195,747.57	103.86 1.60%	1,246,317.60 1,100.00	1.63% 50,570.03	Aaa / AA+ AAA	3.47 3.30
313383YJ4	FHLB Note 3.375% Due 09/08/2023	1,200,000.00	10/29/2018 3.08%	1,215,756.00 1,211,961.41	106.09 1.66%	1,273,090.80 12,712.50	1.68% 61,129.39	Aaa / AA+ NR	3.69 3.44
3135G0U43	FNMA Note 2.875% Due 09/12/2023	1,500,000.00	06/21/2019 1.89%	1,559,805.00 1,552,392.44	104.39 1.65%	1,565,785.50 13,057.29	2.07% 13,393.06	Aaa / AA+ AAA	3.70 3.48
3130A0F70	FHLB Note 3.375% Due 12/08/2023	1,075,000.00	Various 2.74%	1,106,057.50 1,099,941.21	106.23 1.73%	1,141,946.70 2,317.97	1.50% 42,005.49	Aaa / AA+ AAA	3.94 3.69
3130AB3H7	FHLB Note 2.375% Due 03/08/2024	1,500,000.00	04/29/2019 2.37%	1,500,105.00 1,500,090.44	102.94 1.64%	1,544,136.00 11,182.29	2.04% 44,045.56	Aaa / AA+ NR	4.19 3.95
3130A1XJ2	FHLB Note 2.875% Due 06/14/2024	1,500,000.00	06/18/2019 1.96%	1,564,890.20 1,557,909.70	105.00 1.71%	1,574,931.00 2,036.46	2.07% 17,021.30	Aaa / AA+ NR	4.46 4.18
3130A2UW4	FHLB Note 2.875% Due 09/13/2024	1,200,000.00	09/13/2019 1.79%	1,262,028.00 1,258,389.30	105.23 1.71%	1,262,796.00 10,350.00	1.67% 4,406.70	Aaa / AA+ AAA	4.71 4.37

Holdings Report

As of December 31, 2019

City of Brea - Account #120

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
3135G0W66	FNMA Note 1.625% Due 10/15/2024	555,000.00	10/17/2019 1.66%	554,050.95 554,089.97	99.54 1.72%	552,469.76 1,828.80	0.73% (1,620.21)	Aaa / AA+ AAA	4.79 4.57
TOTAL Agency		24,260,000.00	2.07%	24,404,694.52 24,431,366.79	1.63%	24,760,764.56 127,792.91	32.61% 329,397.77	Aaa / AA+ Aaa	2.69 2.56
Foreign Corporate									
89114QCB2	Toronto Dominion Bank Note 3.250% Due 03/11/2024	950,000.00	Various 2.94%	963,259.00 961,303.80	104.72 2.07%	994,799.15 9,434.03	1.32% 33,495.35	Aa3 / A AA-	4.20 3.89
404280BS7	HSBC Holdings PLC Callable Note 1X 5/18/2023 3.950% Due 05/18/2024	900,000.00	08/28/2019 2.45%	945,756.00 942,463.06	105.22 2.31%	946,943.10 4,246.25	1.25% 4,480.04	A2 / A A+	4.38 4.02
78015K7C2	Royal Bank of Canada Note 2.250% Due 11/01/2024	900,000.00	12/05/2019 2.26%	899,532.00 899,538.02	100.42 2.16%	903,820.50 3,768.75	1.19% 4,282.48	A2 / A AA	4.84 4.54
TOTAL Foreign Corporate		2,750,000.00	2.56%	2,808,547.00 2,803,304.88	2.18%	2,845,562.75 17,449.03	3.75% 42,257.87	A1 / A AA-	4.46 4.14
Money Market Fund FI									
316175884	Fidelity Institutional Money Market Fund 696	257,885.62	Various 1.25%	257,885.62 257,885.62	1.00 1.25%	257,885.62 0.00	0.34% 0.00	Aaa / AAA NR	0.00 0.00
TOTAL Money Market Fund FI		257,885.62	1.25%	257,885.62 257,885.62	1.25%	257,885.62 0.00	0.34% 0.00	Aaa / AAA NR	0.00 0.00
Municipal Bonds									
13063DRK6	California St TE-GO 2.400% Due 10/01/2024	900,000.00	10/16/2019 1.91%	920,673.00 919,882.29	101.44 2.08%	912,951.00 4,020.00	1.20% (6,931.29)	Aa2 / AA- AA	4.76 4.45
TOTAL Municipal Bonds		900,000.00	1.91%	920,673.00 919,882.29	2.08%	912,951.00 4,020.00	1.20% (6,931.29)	Aa2 / AA- AA	4.76 4.45
Supranational									
45950KCM0	International Finance Corp Note 2.250% Due 01/25/2021	410,000.00	01/18/2018 2.35%	408,794.60 409,571.07	100.60 1.68%	412,457.54 3,997.50	0.55% 2,886.47	Aaa / AAA NR	1.07 1.04
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 1,274,357.58	100.86 1.69%	1,286,027.48 12,267.45	1.70% 11,669.90	Aaa / NR AAA	2.05 1.98

Holdings Report

As of December 31, 2019

City of Brea - Account #120

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
4581X0CZ9	Inter-American Dev Bank Note 1.750% Due 09/14/2022	800,000.00	Various 2.40%	777,732.00 786,829.55	100.23 1.66%	801,872.00 4,161.12	1.06% 15,042.45	Aaa / AAA AAA	2.71 2.62
TOTAL Supranational		2,485,000.00	2.26%	2,459,958.35 2,470,758.20	1.68%	2,500,357.02 20,426.07	3.30% 29,598.82	Aaa / AAA Aaa	2.10 2.03
US Corporate									
94974BGF1	Wells Fargo Corp Note 2.150% Due 01/30/2020	735,000.00	01/26/2015 2.17%	734,204.40 734,987.34	100.02 1.95%	735,110.25 6,628.27	0.97% 122.91	A2 / A- A+	0.08 0.08
22160KAG0	Costco Wholesale Corp Note 1.750% Due 02/15/2020	465,000.00	02/05/2015 1.77%	464,511.75 464,987.95	99.99 1.81%	464,961.41 3,074.17	0.61% (26.54)	Aa3 / A+ NR	0.13 0.12
747525AD5	Qualcomm Inc Note 2.250% Due 05/20/2020	750,000.00	06/11/2015 2.49%	741,693.75 749,353.96	100.11 1.96%	750,824.26 1,921.88	0.99% 1,470.30	A2 / A- NR	0.39 0.38
437076BQ4	Home Depot Note 1.800% Due 06/05/2020	330,000.00	05/24/2017 1.82%	329,808.60 329,972.76	99.95 1.92%	329,823.12 429.00	0.43% (149.64)	A2 / A A	0.43 0.42
594918BG8	Microsoft Callable Note Cont. 10/3/2020 2.000% Due 11/03/2020	325,000.00	10/29/2015 2.02%	324,740.00 324,956.31	100.21 1.71%	325,688.02 1,047.22	0.43% 731.71	Aaa / AAA AA+	0.84 0.75
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%	803,768.00 800,780.76	100.35 1.82%	802,833.60 2,964.44	1.06% 2,052.84	A3 / A A	0.84 0.75
30231GAV4	Exxon Mobil Corp Callable Note Cont 2/1/2021 2.222% Due 03/01/2021	875,000.00	Various 1.97%	884,992.10 877,430.82	100.59 1.71%	880,165.12 6,480.83	1.16% 2,734.30	Aaa / AA+ NR	1.17 1.14
24422ESL4	John Deere Capital Corp Note 2.800% Due 03/04/2021	315,000.00	05/24/2017 2.12%	322,663.95 317,387.31	101.24 1.73%	318,903.48 2,866.50	0.42% 1,516.17	A2 / A A	1.18 1.14
369550BE7	General Dynamics Corp Note 3.000% Due 05/11/2021	410,000.00	05/08/2018 3.24%	407,150.50 408,710.45	101.68 1.74%	416,899.89 1,708.33	0.55% 8,189.44	A2 / A+ NR	1.36 1.33
857477AV5	State Street Bank Note 1.950% Due 05/19/2021	940,000.00	Various 2.32%	932,971.20 935,355.03	100.21 1.80%	941,948.62 2,138.50	1.24% 6,593.59	A1 / A AA-	1.38 1.36
594918BP8	Microsoft Callable Note Cont 7/8/2021 1.550% Due 08/08/2021	590,000.00	Various 1.57%	589,298.90 589,775.39	99.87 1.63%	589,219.43 3,632.60	0.78% (555.96)	Aaa / AAA AA+	1.61 1.57
68389XBK0	Oracle Corp Callable Note Cont 8/15/2021 1.900% Due 09/15/2021	804,000.00	11/29/2016 2.40%	785,998.44 797,584.11	100.21 1.77%	805,684.38 4,497.93	1.06% 8,100.27	A1 / A+ A	1.71 1.59
89236TDP7	Toyota Motor Credit Corp Note 2.600% Due 01/11/2022	750,000.00	Various 3.16%	736,272.75 742,009.05	101.51 1.84%	761,343.75 9,208.33	1.01% 19,334.70	Aa3 / AA- A+	2.03 1.95
91159HHP8	US Bancorp Callable Cont 12/23/2021 2.625% Due 01/24/2022	390,000.00	01/19/2017 2.66%	389,329.20 389,723.01	101.59 1.80%	396,185.40 4,464.69	0.52% 6,462.39	A1 / A+ AA-	2.07 1.90

Holdings Report

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City of Brea - Account #120

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
69353RFE3	PNC Bank Callable Note Cont 6/28/2022 2.450% Due 07/28/2022	890,000.00	07/25/2017 2.45%	889,919.90 889,958.81	101.37 1.88%	902,160.07 9,267.13	1.19% 12,201.26	A2 / A A+	2.58 2.39
44932HAC7	IBM Credit Corp Note 2.200% Due 09/08/2022	950,000.00	Various 2.65%	932,933.50 939,074.89	100.79 1.90%	957,469.85 6,560.28	1.26% 18,394.96	A2 / A NR	2.69 2.58
48128BAB7	JP Morgan Chase & Co Callable Note 1X 1/15/2022 2.972% Due 01/15/2023	925,000.00	Various 3.11%	919,202.75 921,450.26	101.89 2.02%	942,509.33 12,676.41	1.25% 21,059.07	A2 / A- AA-	3.04 1.95
808513AT2	Charles Schwab Corp Callable Note Cont 12/25/2022 2.650% Due 01/25/2023	750,000.00	05/20/2019 2.73%	748,027.50 748,356.25	101.96 1.97%	764,694.00 8,612.50	1.01% 16,337.75	A2 / A A	3.07 2.83
24422ETG4	John Deere Capital Corp Note 2.800% Due 03/06/2023	650,000.00	Various 3.23%	637,699.50 641,760.88	102.62 1.95%	667,044.30 5,813.89	0.88% 25,283.42	A2 / A A	3.18 3.01
06406RAG2	Bank of NY Mellon Corp Note 3.500% Due 04/28/2023	800,000.00	05/16/2019 2.78%	821,248.00 817,910.93	104.92 1.97%	839,320.00 4,900.00	1.11% 21,409.07	A1 / A AA-	3.33 3.12
037833AK6	Apple Inc Note 2.400% Due 05/03/2023	900,000.00	Various 3.18%	871,569.25 878,269.64	101.71 1.87%	915,357.60 3,480.00	1.20% 37,087.96	Aa1 / AA+ NR	3.34 3.19
097023BQ7	Boeing Co Callable Note Cont 4/15/2023 1.875% Due 06/15/2023	500,000.00	02/13/2019 2.98%	477,785.00 482,281.39	99.38 2.06%	496,875.50 416.67	0.65% 14,594.11	A3 / A- A	3.46 3.32
931142EK5	Wal-Mart Stores Callable Note Cont 5/26/2023 3.400% Due 06/26/2023	904,000.00	04/26/2019 2.68%	928,769.60 924,671.87	105.15 1.83%	950,555.10 426.89	1.25% 25,883.23	Aa2 / AA AA	3.49 3.22
02665WCJ8	American Honda Finance Note 3.450% Due 07/14/2023	225,000.00	07/11/2018 3.49%	224,610.75 224,724.71	104.69 2.07%	235,558.58 3,600.94	0.31% 10,833.87	A2 / A NR	3.54 3.28
69371RP59	Paccar Financial Corp Note 3.400% Due 08/09/2023	760,000.00	Various 3.28%	763,588.40 763,092.95	104.52 2.09%	794,368.72 10,192.44	1.05% 31,275.77	A1 / A+ NR	3.61 3.35
06406RAJ6	Bank of NY Mellon Corp Note 3.450% Due 08/11/2023	250,000.00	05/16/2019 2.79%	256,575.00 255,612.60	105.13 1.97%	262,817.75 3,354.17	0.35% 7,205.15	A1 / A AA-	3.61 3.36
02665WCQ2	American Honda Finance Note 3.625% Due 10/10/2023	750,000.00	Various 3.38%	757,259.00 756,287.46	105.60 2.07%	792,028.50 6,117.19	1.05% 35,741.04	A2 / A NR	3.78 3.51
06051GHF9	Bank of America Corp Callable Note 1X 3/5/2023 3.550% Due 03/05/2024	900,000.00	Various 3.29%	905,512.00 904,673.26	103.79 2.30%	934,069.50 10,295.00	1.24% 29,396.24	A2 / A- A+	4.18 2.97
69371RQ25	Paccar Financial Corp Note 2.150% Due 08/15/2024	195,000.00	08/08/2019 2.20%	194,569.05 194,601.84	99.91 2.17%	194,827.62 1,583.83	0.26% 225.78	A1 / A+ NR	4.63 4.34
TOTAL US Corporate		18,828,000.00	2.67%	18,776,672.74 18,805,741.99	1.91%	19,169,247.15 138,360.03	25.30% 363,505.16	A1 / A+ A+	2.35 2.12

Holdings Report

As of December 31, 2019

City of Brea - Account #120

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									
912828L99	US Treasury Note 1.375% Due 10/31/2020	800,000.00	11/23/2015 1.71%	787,471.43 797,887.58	99.77 1.65%	798,156.00 1,873.63	1.05% 268.42	Aaa / AA+ AAA	0.84 0.82
912828N89	US Treasury Note 1.375% Due 01/31/2021	1,285,000.00	03/09/2016 1.40%	1,283,749.42 1,284,722.87	99.72 1.63%	1,281,436.70 7,393.99	1.69% (3,286.17)	Aaa / AA+ AAA	1.09 1.07
912828B90	US Treasury Note 2.000% Due 02/28/2021	1,250,000.00	04/26/2016 1.40%	1,285,111.61 1,258,425.20	100.41 1.64%	1,255,127.50 8,447.80	1.66% (3,297.70)	Aaa / AA+ AAA	1.16 1.14
912828Q37	US Treasury Note 1.250% Due 03/31/2021	375,000.00	12/13/2016 1.81%	366,314.73 372,479.72	99.54 1.62%	373,286.25 1,191.09	0.49% 806.53	Aaa / AA+ AAA	1.25 1.23
912828T34	US Treasury Note 1.125% Due 09/30/2021	1,300,000.00	11/09/2016 1.48%	1,278,016.07 1,292,142.44	99.20 1.59%	1,289,538.90 3,716.19	1.69% (2,603.54)	Aaa / AA+ AAA	1.75 1.72
912828F96	US Treasury Note 2.000% Due 10/31/2021	1,025,000.00	01/27/2017 1.94%	1,027,686.05 1,026,035.72	100.75 1.58%	1,032,647.53 3,491.76	1.36% 6,611.81	Aaa / AA+ AAA	1.84 1.79
912828J43	US Treasury Note 1.750% Due 02/28/2022	1,360,000.00	03/13/2017 2.14%	1,335,407.68 1,349,285.84	100.38 1.57%	1,365,100.00 8,042.31	1.80% 15,814.16	Aaa / AA+ AAA	2.16 2.11
912828XG0	US Treasury Note 2.125% Due 06/30/2022	1,100,000.00	08/15/2017 1.82%	1,115,601.34 1,107,993.71	101.32 1.58%	1,114,523.30 64.22	1.46% 6,529.59	Aaa / AA+ AAA	2.50 2.43
912828L24	US Treasury Note 1.875% Due 08/31/2022	1,000,000.00	09/26/2017 1.87%	1,000,433.04 1,000,234.21	100.73 1.59%	1,007,344.00 6,335.85	1.33% 7,109.79	Aaa / AA+ AAA	2.67 2.58
912828L57	US Treasury Note 1.750% Due 09/30/2022	1,240,000.00	10/17/2017 1.99%	1,226,243.75 1,232,368.63	100.40 1.60%	1,244,988.52 5,513.93	1.64% 12,619.89	Aaa / AA+ AAA	2.75 2.66
912828N30	US Treasury Note 2.125% Due 12/31/2022	1,150,000.00	01/25/2018 2.46%	1,132,121.09 1,139,123.66	101.52 1.60%	1,167,519.10 67.14	1.53% 28,395.44	Aaa / AA+ AAA	3.00 2.90
912828T91	US Treasury Note 1.625% Due 10/31/2023	1,500,000.00	05/29/2019 2.05%	1,472,988.28 1,476,600.99	99.91 1.65%	1,498,653.00 4,151.79	1.97% 22,052.01	Aaa / AA+ AAA	3.84 3.69
912828V23	US Treasury Note 2.250% Due 12/31/2023	1,250,000.00	06/21/2019 1.80%	1,274,560.55 1,271,719.20	102.28 1.66%	1,278,466.25 77.27	1.68% 6,747.05	Aaa / AA+ AAA	4.00 3.82
912828B66	US Treasury Note 2.750% Due 02/15/2024	1,500,000.00	04/29/2019 2.31%	1,529,648.44 1,525,485.47	104.31 1.66%	1,564,629.00 15,580.84	2.07% 39,143.53	Aaa / AA+ AAA	4.13 3.86
912828X70	US Treasury Note 2.000% Due 04/30/2024	1,000,000.00	06/10/2019 1.92%	1,003,515.63 1,003,113.84	101.37 1.67%	1,013,711.00 3,406.59	1.33% 10,597.16	Aaa / AA+ AAA	4.33 4.13
912828XX3	US Treasury Note 2.000% Due 06/30/2024	1,450,000.00	12/12/2019 1.74%	1,466,595.70 1,466,405.86	101.39 1.68%	1,470,107.15 79.67	1.93% 3,701.29	Aaa / AA+ AAA	4.50 4.29

Holdings Report

As of December 31, 2019

City of Brea - Account #120

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
9128283D0	US Treasury Note 2.250% Due 10/31/2024	1,500,000.00	11/07/2019 1.77%	1,533,925.78 1,532,918.64	102.62 1.68%	1,539,258.00 5,748.63	2.02% 6,339.36	Aaa / AA+ AAA	4.84 4.56
TOTAL US Treasury		20,085,000.00	1.87%	20,119,390.59 20,136,943.58	1.63%	20,294,492.20 75,182.70	26.69% 157,548.62	Aaa / AA+ Aaa	2.92 2.80
TOTAL PORTFOLIO		74,743,729.05	2.20%	74,918,341.11 75,001,163.17	1.75%	75,937,534.07 388,170.10	100.00% 936,370.90	Aa1 / AA Aaa	2.76 2.47
TOTAL MARKET VALUE PLUS ACCRUALS						76,325,704.17			

Holdings Report

As of December 31, 2019

Brea Lease Revenue Bonds, Reserve Account - Account #10129

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
Money Market Fund FI									
825252109	Invesco Treasury MMFD Private Class	1,850.82	Various 1.19%	1,850.82 1,850.82	1.00 1.19%	1,850.82 0.00	0.69% 0.00	Aaa / AAA AAA	0.00 0.00
TOTAL Money Market Fund FI		1,850.82	1.19%	1,850.82	1.19%	1,850.82 0.00	0.69% 0.00	Aaa / AAA Aaa	0.00 0.00
US Treasury									
912828XM7	US Treasury Note 1.625% Due 07/31/2020	22,000.00	08/24/2016 1.03%	22,506.25 22,074.74	100.00 1.63%	21,999.14 149.61	8.22% (75.60)	Aaa / AA+ AAA	0.58 0.58
912828WC0	US Treasury Note 1.750% Due 10/31/2020	22,000.00	Various 1.45%	22,276.59 22,052.36	100.08 1.65%	22,018.04 65.58	8.20% (34.32)	Aaa / AA+ AAA	0.84 0.82
912828A83	US Treasury Note 2.375% Due 12/31/2020	22,000.00	08/24/2016 1.08%	23,208.35 22,277.56	100.71 1.66%	22,155.54 1.44	8.22% (122.02)	Aaa / AA+ AAA	1.00 0.99
912828B90	US Treasury Note 2.000% Due 02/28/2021	22,000.00	08/24/2016 1.10%	22,868.90 22,223.55	100.41 1.64%	22,090.24 148.68	8.25% (133.31)	Aaa / AA+ AAA	1.16 1.14
912828WN6	US Treasury Note 2.000% Due 05/31/2021	20,000.00	07/11/2016 1.01%	20,937.57 20,271.18	100.55 1.60%	20,110.16 34.97	7.48% (161.02)	Aaa / AA+ AAA	1.42 1.39
912828F21	US Treasury Note 2.125% Due 09/30/2021	25,000.00	10/27/2016 1.38%	25,879.97 25,312.25	100.89 1.60%	25,223.63 134.99	9.41% (88.62)	Aaa / AA+ AAA	1.75 1.70
912828J43	US Treasury Note 1.750% Due 02/28/2022	24,000.00	04/24/2017 1.84%	23,905.39 23,957.80	100.38 1.57%	24,090.00 141.92	8.99% 132.20	Aaa / AA+ AAA	2.16 2.11
912828L24	US Treasury Note 1.875% Due 08/31/2022	23,000.00	09/18/2017 1.84%	23,039.61 23,021.33	100.73 1.59%	23,168.91 145.72	8.65% 147.58	Aaa / AA+ AAA	2.67 2.58
912828N30	US Treasury Note 2.125% Due 12/31/2022	20,000.00	01/09/2018 2.31%	19,825.00 19,894.48	101.52 1.60%	20,304.68 1.17	7.54% 410.20	Aaa / AA+ AAA	3.00 2.90
9128284D9	US Treasury Note 2.500% Due 03/31/2023	22,000.00	06/13/2018 2.84%	21,669.14 21,776.09	102.77 1.62%	22,610.15 139.75	8.44% 834.06	Aaa / AA+ AAA	3.25 3.10
912828T91	US Treasury Note 1.625% Due 10/31/2023	20,000.00	02/21/2019 2.52%	19,214.84 19,358.39	99.91 1.65%	19,982.04 55.36	7.44% 623.65	Aaa / AA+ AAA	3.84 3.69
912828WJ5	US Treasury Note 2.500% Due 05/15/2024	22,000.00	06/18/2019 1.84%	22,676.33 22,602.36	103.47 1.67%	22,763.99 71.02	8.47% 161.63	Aaa / AA+ AAA	4.38 4.13
TOTAL US Treasury		264,000.00	1.68%	268,007.94 264,822.09	1.62%	266,516.52 1,090.21	99.31% 1,694.43	Aaa / AA+ Aaa	2.16 2.09
TOTAL PORTFOLIO		265,850.82	1.68%	269,858.76 266,672.91	1.62%	268,367.34 1,090.21	100.00% 1,694.43	Aaa / AA+ Aaa	2.15 2.07
TOTAL MARKET VALUE PLUS ACCRUALS						269,457.55			

Holdings Report

As of December 31, 2019

City of Brea Laif - Account #10164

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	15,928,003.53	Various 2.03%	15,928,003.53 15,928,003.53	1.00 2.03%	15,928,003.53 83,713.63	100.00% 0.00	NR / NR NR	0.00 0.00
TOTAL LAIF		15,928,003.53	2.03%	15,928,003.53	2.03%	15,928,003.53 83,713.63	100.00% 0.00	NR / NR NR	0.00 0.00
TOTAL PORTFOLIO		15,928,003.53	2.03%	15,928,003.53 15,928,003.53	2.03%	15,928,003.53 83,713.63	100.00% 0.00	NR / NR NR	0.00 0.00
TOTAL MARKET VALUE PLUS ACCRUALS						16,011,717.16			

Holdings Report

As of December 31, 2019

Successor Agency to the Brea RDA LAIF - Account #10166

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	18,594.97	Various 2.03%	18,594.97 18,594.97	1.00 2.03%	18,594.97 98.27	100.00% 0.00	NR / NR NR	0.00 0.00
TOTAL LAIF		18,594.97	2.03%	18,594.97 18,594.97	2.03%	18,594.97 98.27	100.00% 0.00	NR / NR NR	0.00 0.00
TOTAL PORTFOLIO		18,594.97	2.03%	18,594.97 18,594.97	2.03%	18,594.97 98.27	100.00% 0.00	NR / NR NR	0.00 0.00
TOTAL MARKET VALUE PLUS ACCRUALS						18,693.24			

Holdings Report

As of December 31, 2019

Brea CFD 2008 2 17 Reserve Fund - Account #10600

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
Money Market Fund FI									
825252109	Invesco Treasury MMFD Private Class	10,868.07	Various 1.19%	10,868.07 10,868.07	1.00 1.19%	10,868.07 0.00	1.59% 0.00	Aaa / AAA AAA	0.00 0.00
TOTAL Money Market Fund FI		10,868.07	1.19%	10,868.07 10,868.07	1.19%	10,868.07 0.00	1.59% 0.00	Aaa / AAA Aaa	0.00 0.00
US Treasury									
912828A83	US Treasury Note 2.375% Due 12/31/2020	110,000.00	06/28/2018 2.58%	109,467.19 109,787.69	100.71 1.66%	110,777.70 7.18	16.20% 990.01	Aaa / AA+ AAA	1.00 0.99
912828F21	US Treasury Note 2.125% Due 09/30/2021	110,000.00	06/28/2018 2.64%	108,242.58 109,056.99	100.89 1.60%	110,983.95 593.95	16.32% 1,926.96	Aaa / AA+ AAA	1.75 1.70
912828J43	US Treasury Note 1.750% Due 02/28/2022	110,000.00	06/13/2018 2.79%	105,986.72 107,663.12	100.38 1.57%	110,412.50 650.48	16.24% 2,749.38	Aaa / AA+ AAA	2.16 2.11
912828L24	US Treasury Note 1.875% Due 08/31/2022	110,000.00	06/13/2018 2.82%	105,887.89 107,400.21	100.73 1.59%	110,807.84 696.94	16.31% 3,407.63	Aaa / AA+ AAA	2.67 2.58
9128284D9	US Treasury Note 2.500% Due 03/31/2023	110,000.00	06/13/2018 2.84%	108,345.70 108,880.44	102.77 1.62%	113,050.74 698.77	16.64% 4,170.30	Aaa / AA+ AAA	3.25 3.10
912828WJ5	US Treasury Note 2.500% Due 05/15/2024	110,000.00	06/18/2019 1.84%	113,381.64 113,011.77	103.47 1.67%	113,819.97 355.08	16.70% 808.20	Aaa / AA+ AAA	4.38 4.13
TOTAL US Treasury		660,000.00	2.58%	651,311.72 655,800.22	1.62%	669,852.70 3,002.40	98.41% 14,052.48	Aaa / AA+ Aaa	2.55 2.44
TOTAL PORTFOLIO		670,868.07	2.56%	662,179.79 666,668.29	1.61%	680,720.77 3,002.40	100.00% 14,052.48	Aaa / AA+ Aaa	2.51 2.40
TOTAL MARKET VALUE PLUS ACCRUALS						683,723.17			



Section 4 | Transactions

Transaction Ledger

As of December 31, 2019

City of Brea - Account #120

September 30, 2019 through December 31, 2019

Transaction Type	Settlement Date	CUSIP	Quantity	Security Description	Price	Acq/Disp Yield	Amount	Interest Pur/Sold	Total Amount	Gain/Loss
ACQUISITIONS										
Purchase	10/08/2019	92348AAA3	370,000.00	Verizon Owner Trust 2019-C A1A 1.94% Due: 04/22/2024	99.992	1.95%	369,971.47	0.00	369,971.47	0.00
Purchase	10/18/2019	3135G0W66	555,000.00	FNMA Note 1.625% Due: 10/15/2024	99.829	1.66%	554,050.95	0.00	554,050.95	0.00
Purchase	10/23/2019	65479JAD5	580,000.00	Nissan Auto Receivables Owner 2019-C A3 1.93% Due: 07/15/2024	99.995	1.94%	579,969.38	0.00	579,969.38	0.00
Purchase	10/24/2019	13063DRK6	900,000.00	California St TE-GO 2.4% Due: 10/01/2024	102.297	1.91%	920,673.00	0.00	920,673.00	0.00
Purchase	11/08/2019	9128283D0	1,500,000.00	US Treasury Note 2.25% Due: 10/31/2024	102.262	1.77%	1,533,925.78	741.76	1,534,667.54	0.00
Purchase	12/09/2019	78015K7C2	900,000.00	Royal Bank of Canada Note 2.25% Due: 11/01/2024	99.948	2.26%	899,532.00	2,531.25	902,063.25	0.00
Purchase	12/13/2019	912828XX3	1,450,000.00	US Treasury Note 2% Due: 06/30/2024	101.145	1.74%	1,466,595.70	13,081.52	1,479,677.22	0.00
Subtotal			6,255,000.00				6,324,718.28	16,354.53	6,341,072.81	0.00
TOTAL ACQUISITIONS			6,255,000.00				6,324,718.28	16,354.53	6,341,072.81	0.00
DISPOSITIONS										
Sale	10/03/2019	3137EADR7	240,000.00	FHLMC Note 1.375% Due: 05/01/2020	99.752	1.81%	239,404.80	1,393.33	240,798.13	-402.38
Sale	10/17/2019	3137EADR7	1,010,000.00	FHLMC Note 1.375% Due: 05/01/2020	99.846	1.66%	1,008,444.60	6,403.68	1,014,848.28	-797.79
Sale	11/08/2019	3135G0D75	1,030,000.00	FNMA Note 1.5% Due: 06/22/2020	99.910	1.65%	1,029,073.00	5,836.67	1,034,909.67	-502.24
Sale	12/09/2019	78012KKU0	700,000.00	Royal Bank of Canada Note 2.5% Due: 01/19/2021	100.679	1.88%	704,753.00	6,805.56	711,558.56	5,825.63
Sale	12/13/2019	4581X0CX4	1,065,000.00	Inter-American Dev Bank Note 1.625% Due: 05/12/2020	99.956	1.73%	1,064,531.40	1,490.26	1,066,021.66	-130.12

Transaction Ledger

As of December 31, 2019

City of Brea - Account #120

September 30, 2019 through December 31, 2019

Transaction Type	Settlement Date	CUSIP	Quantity	Security Description	Price	Acq/Disp Yield	Amount	Interest Pur/Sold	Total Amount	Gain/Loss
Sale	12/13/2019	912828L32	240,000.00	US Treasury Note 1.375% Due: 08/31/2020	99.820	1.63%	239,568.75	942.86	240,511.61	-442.30
Subtotal			4,285,000.00				4,285,775.55	22,872.36	4,308,647.91	3,550.80
Maturity	10/22/2019	62479MXN8	1,500,000.00	MUFG Bank Ltd/NY Discount CP 2.27% Due: 10/22/2019	99.262		1,488,933.75	11,066.25	1,500,000.00	0.00
Subtotal			1,500,000.00				1,488,933.75	11,066.25	1,500,000.00	0.00
TOTAL DISPOSITIONS			5,785,000.00				5,774,709.30	33,938.61	5,808,647.91	3,550.80

Important Disclosures

As of December 31, 2019

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

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

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

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

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

ICE BAML 3-Month US Treasury Bill Index

The ICE BAML US 3-Month Treasury Bill Index is comprised of a single issue purchased at the beginning of the month and held for a full month. At the end of the month that issue is sold and rolled into a newly selected issue. The issue selected at each month-end rebalancing is the outstanding Treasury Bill that matures closest to, but not beyond, three months from the rebalancing date. (Index: G001. Please visit www.mlindex.ml.com for more information)

0-3 yr Treasury*

The ICE BAML 0-3 Year US Treasury Index tracks the performance of US Dollar denominated Sovereign debt publically issued by the US government in its domestic market with maturities less than three years. Qualifying securities must have at least 18 months to maturity at point of issuance, at least one month and less than three years remaining term to final maturity, a fixed coupon schedule and a minimum amount outstanding of \$1 billion. (Index: G1QA. Please visit www.mlindex.ml.com for more information)

The ICE BAML US 1-Year Treasury Bill Index is comprised of a single issue purchased at the beginning of the month and held for a full month. At the end of the month that issue is sold and rolled into a newly selected issue. The issue selected at each month-end rebalancing is the outstanding Treasury Bill that matures closest to, but not beyond, three months from the rebalancing date. (Index: G003. Please visit www.mlindex.ml.com for more information)

The ICE BAML US 3-Month Treasury Bill Index is comprised of a single issue purchased at the beginning of the month and held for a full month. At the end of the month that issue is sold and rolled into a newly selected issue. The issue selected at each month-end rebalancing is the outstanding Treasury Bill that matures closest to, but not beyond, three months from the rebalancing date. (Index: G001. Please visit www.mlindex.ml.com for more information)

The ICE BAML US 6-Month Treasury Bill Index is comprised of a single issue purchased at the beginning of the month and held for a full month. At the end of the month that issue is sold and rolled into a newly selected issue. The issue selected at each month-end rebalancing is the outstanding Treasury Bill that matures closest to, but not beyond, three months from the rebalancing date. (Index: G002. Please visit www.mlindex.ml.com for more information)

The ICE BAML 1-3 Year US Treasury Index tracks the performance of US dollar denominated sovereign debt publicly issued by the US government in its domestic market. Qualifying securities must have at least one year remaining term to final maturity and less than three years remaining term to final maturity, a fixed coupon schedule and a minimum amount outstanding of \$1 billion. Qualifying securities must have at least 18 months to final maturity at the time of issuance. (Index: G1O2. Please visit www.mlindex.ml.com for more information)

ICE BAML 3-5 Yr US Treasury/Agency Index

The ICE BAML 3-5 Year US Treasury & Agency Index tracks the performance of US dollar denominated US Treasury and nonsubordinated US agency debt issued in the US domestic market. Qualifying securities must have an investment grade rating (based on an average of Moody's, S&P and Fitch). Qualifying securities must have at least three years remaining term to final maturity and less than five years remaining term to final maturity, at least three years to maturity at time of issuance, a fixed coupon schedule and a minimum amount outstanding of \$1 billion for sovereigns and \$250 million for agencies. (Index: G2A0. Please visit www.mlindex.ml.com for more information)

ICE BAML 1-5 Yr US Issuers Corp/Govt Rtd AAA-A Idx

The ICE BAML US Issuers 1-5 Year AAA-A US Corporate & Government Index tracks the performance of US dollar denominated investment grade debt publicly issued in the US domestic market, including US Treasury, US agency, foreign government, supranational and corporate securities. Qualifying securities must issued from US issuers and be rated AAA through A3 (based on an average of Moody's, S&P and Fitch). In addition, qualifying securities must have at least one year remaining term to final maturity and less than five years remaining term to final maturity, at least 18 months to final maturity at point of issuance, a fixed coupon schedule and a minimum amount outstanding of \$1 billion for US Treasuries and \$250 million for all other securities. (Index: GU10. Please visit www.mlindex.ml.com for more information)

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

The ICE BAML 1-5 Year US Treasury & Agency Index tracks the performance of US dollar denominated US Treasury and nonsubordinated US agency debt issued in the US domestic market. Qualifying securities must have an investment grade rating (based on an average of Moody's, S&P and Fitch). Qualifying securities must have at least one year remaining term to final maturity and less than five years remaining term to final maturity, at least 18 months to maturity at time of issuance, a fixed coupon schedule and a minimum amount outstanding of \$1 billion for sovereigns and \$250 million for agencies. (Index: GVA0. Please visit www.mlindex.ml.com for more information)

The ICE BAML US 1-Year Treasury Bill Index is comprised of a single issue purchased at the beginning of the month and held for a full month. At the end of the month that issue is sold and rolled into a newly selected issue. The issue selected at each month-end rebalancing is the outstanding Treasury Bill that matures closest to, but not beyond, three months from the rebalancing date. (Index: G003. Please visit www.mlindex.ml.com for more information)

City of Brea

COMMUNICATION

TO: Honorable Chair and Members

FROM: Bill Gallardo

DATE: 01/27/2020

SUBJECT: Review of PARS Post Employment Benefit Trust Investment Report for Period
Ending December 31, 2019 - Presented by PARS and HighMark Capital
Management

Attachments

Investment Report



PUBLIC
AGENCY
RETIREMENT
SERVICES

PARS

TRUSTED SOLUTIONS. LASTING RESULTS.

CITY OF BREA

Pension Rate Stabilization Program (PRSP) Client Review
January 27, 2020

CONTACTS



DENNIS YU

Executive Vice President



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Senior Portfolio Manager



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JENNIFER MEZA

Manager, Consulting



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PARS TRUST TEAM

Trust Administrator & Consultant



- Recordkeeping
- Sub-trust accounting
- Monitors plan compliance
- Processes contributions/disbursements
- Hands-on, dedicated support teams
- Coordinates all agency services

36

Years of Experience
(1984-2020)

1,400+

Plans under
Administration

900+

Public Agency
Clients

500K+

Plan Participants

\$4.1B

Assets under
Administration

Trustee



- 5th largest commercial bank and one of the nation's largest trustees for Section 115 trusts.
- Safeguard plan assets,
- Oversight protection as plan fiduciary
- Custodian of assets

157

Years of Experience
(1863-2020)

\$5.0T

Assets under
Administration

Investment Manager



- Investment sub-advisor to trustee U.S. Bank
- Investment policy assistance
- Uses open architecture
- Active and passive platform options
- Customized portfolios (with minimum asset level)

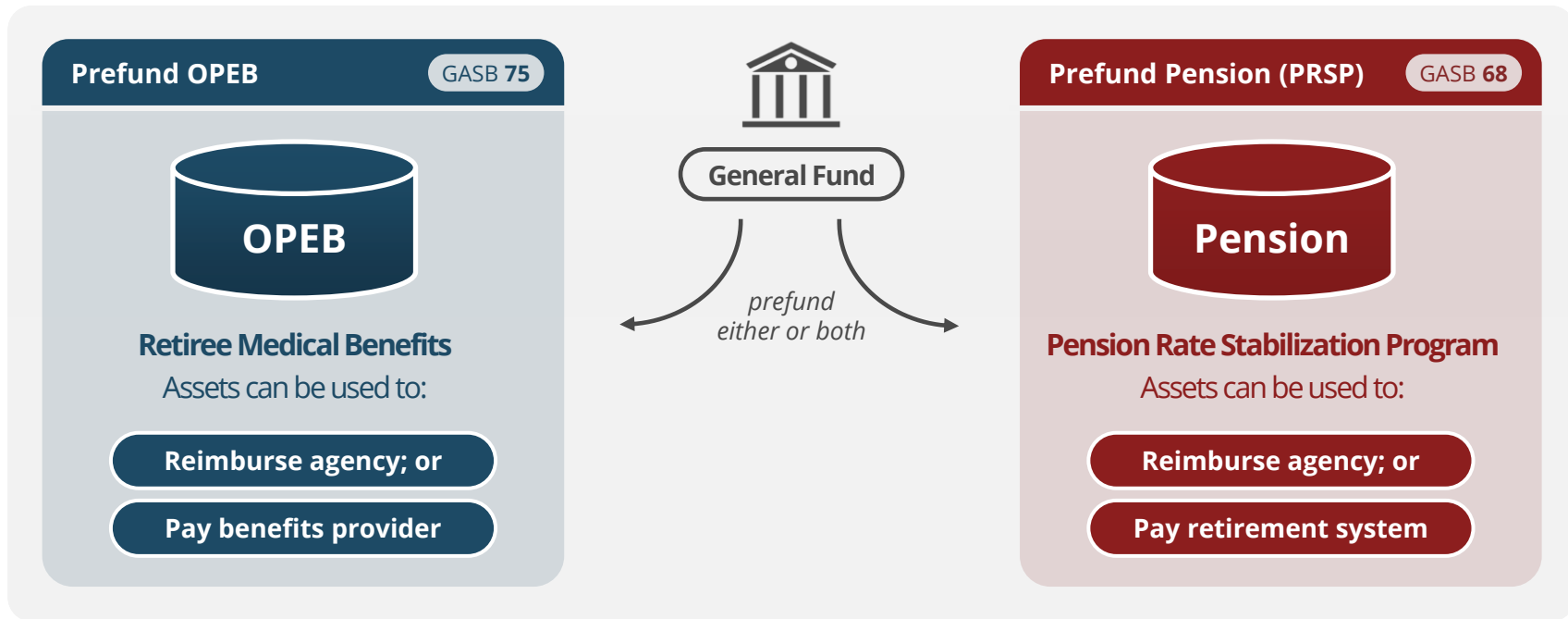
101

Years of Experience
(1919-2020)

\$16.4B

Assets under
Management

PARS 115 TRUST STRUCTURE & BENEFITS



Subaccounts

OPEB and pension assets are individually sub-accounted, and can be divided by dept., bargaining group, or cost center



Financial Stability

Assets in the PARS Section 115 Combination Trust can be used to address unfunded liabilities.



Flexible Investing

Allows separate investment strategies for OPEB and pension subaccounts.



Anytime Access

Trust funds are available anytime; OPEB for OPEB and pension for pension.



Economies-of-Scale

OPEB and pension assets aggregate and reach lower fees on tiered schedule sooner – saving money!



No Set Up Cost or Minimums

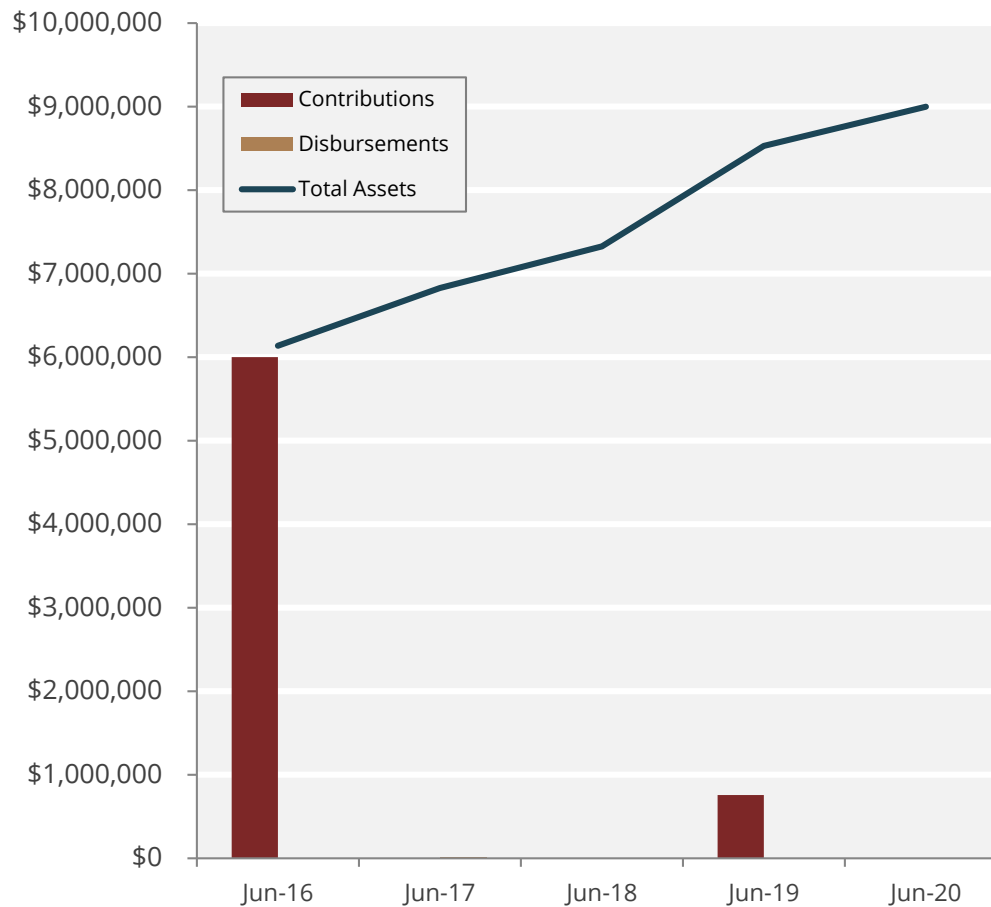
No set-up costs, no minimum annual contribution amounts, and no fees until assets are added.

SUMMARY OF AGENCY'S PRSP PLAN

Type of Plan:	IRC Section 115 Irrevocable Exclusive Benefit Trust
Trustee Approach:	Discretionary
Plan Effective Date:	November 17, 2015
Plan Administrator:	Bill Gallardo - City Manager
Current Investment Strategy:	Balanced HighMark PLUS (Active) – Individual Acct - Selected on 01/20/2016
Total Contributions:	\$6,756,800
Distributions:	(\$7,802)
Net Earnings:	\$2,249,663

SUMMARY OF AGENCY'S PENSION PLAN

CONTRIBUTIONS, DISBURSEMENTS, AND TOTAL ASSETS AS OF DECEMBER 31, 2019:



Year	Contributions	Disbursements	Total Assets
Jun-16	\$6,000,000	\$0	\$6,136,584
Jun-17	\$0	\$7,802	\$6,827,779
Jun-18	\$0	\$0	\$7,325,249
Jun-19	\$756,800	\$0	\$8,529,618
Jun-20	\$0	\$0	\$8,998,661

Plan Year Ending

PARS Plan: City of Brea

January 27, 2020

**Presented by
Keith Stribling, CFA**

DISCUSSION HIGHLIGHTS – City of Brea

Investment objective – Balanced

Asset Allocation: PARS/Balanced (As of 12/31/2019)

- Allocation Target – 60.14% stocks (50-70% range), 37% bonds (30-50% range), 2.87% cash (0-20% range)
- Large cap 32.2%, Mid-cap 4.71%, Small cap 9.01%, International 10.95%; REIT 3.36%

Performance: City of Brea

(as of 12/31/2019) gross of investment management fees, net of fund fees

- 3 Months: 5.50%
- 6 Months: 5.81%
- 1 Year (YTD): 19.18%
- 3 Years: 9.28%
- ITD (2/1/2016): 9.76%

12-Month Changes

- Asset Allocation:
 - Recently re-established modest over weight to value style

DISCUSSION HIGHLIGHTS – City of Brea

Economic Review

- Trade disagreements still ongoing
- Brexit & a new Prime Minister in the UK
- EU economies struggling so ECB ramps up its QE
 - Negative rates in Europe
- ECB monetary policy & a slowing growth rate alters Fed direction
- Interest rates – yield curve no longer inverted.
- Consumer well positioned & employment remains strong

2020 Outlook

- Modest GDP growth
 - 2020E 1.8% - 2.4%
 - 10-yr yield 2.0% - 2.5%
- Fed Funds 1.75% - 2.25%

As of: December 31, 2019

Account Name: PARS/ CITY OF BREA PRSP

Account ID: xxxxxx0800



Performance Report

	3 Months	6 Months	Year to Date (1 Year)	3 Years	Inception to Date 02/01/2016
Cash Equivalents	.40	.92	2.08	1.51	1.19
Total Fixed Income	.57	1.79	7.02	3.42	
BBG Barclays US Aggregate Bd Index (USD)	.18	2.45	8.72	4.03	3.40
Total Equities	9.10	8.87	28.34	13.32	15.09
Large Cap Funds	9.68	10.35	29.57	14.78	16.25
S&P 500 Composite Index	9.07	10.92	31.49	15.27	16.26
Mid Cap Funds	7.03	7.68	30.26	11.71	14.31
Russell Midcap Index	7.06	7.58	30.54	12.06	14.74
Small Cap Funds	10.33	5.77	29.66	13.40	16.47
Russell 2000 Index (USD)	9.94	7.30	25.53	8.59	14.56
International Equities	9.92	8.32	23.52	10.77	11.71
MSCI EAFE Index (Net)	8.17	7.01	22.01	9.56	9.60
MSCI EM Free Index (Net USD)	11.84	7.09	18.42	11.57	13.66
Real Estate - ETFs / Sctr Fds	.55	8.07	28.92	8.37	
Wilshire REIT Index	-1.14	6.65	25.76	7.63	8.81
Total Managed Portfolio	5.50	5.81	19.18	9.28	9.76

Returns are gross of account level investment advisory fees and net of any fees including fees to manage mutual fund or exchange traded fund holdings. Returns for periods over one year are annualized. The information presented has been obtained from sources believed to be accurate and reliable. Past performance is not indicative of future returns. Securities are not FDIC insured have no bank guarantee and may lose value.

ASSET ALLOCATION- City of Brea

Current Asset Allocation	Weight	Ticker	Investment Vehicle	Market Value
Equity	60.14%		Range: 50%-70%	\$ 5,394,549.81
Large Cap Core	5.03%	COFYX	Columbia Contrarian Core Cl Y	\$450,812.65
	13.03%	VGIAX	Vanguard Gro & Inc Admiral Shares	\$1,169,072.60
Large Cap Value	6.03%	DODGX	Dodge & Cox International Stock Fund	\$541,340.44
	2.00%	IVE	iShares S&P 500 Value ETF	\$179,394.11
Large Cap Growth	3.00%	HNACX	Harbor CP Appre Rtrmt Cl	\$269,439.92
	3.01%	PRUFX	T. Rowe Price Growth Stock Fund	\$270,076.45
Mid Cap Core	4.71%	IWR	iShares Russell Mid Cap ETF	\$422,169.22
Small Cap Value	4.49%	UBVFX	Undiscovered Mgrs Behavrl R6	\$402,427.56
Small Cap Growth	4.52%	RSEJX	Victory RS Small Cap Growth	\$405,624.25
International Core	3.07%	DFALX	DFA Large Cap International Port	\$275,666.34
International Value	1.98%	DODFX	Dodge & Cox International Stock Fund	\$177,248.30
International Growth	1.98%	MGRDX	MFS International Growth Fund	\$177,771.44
Emerging Markets	3.92%	HHHYX	Hartford Schrodr Mkts Eq	\$352,031.82
REIT	3.36%	VNQ	Vngrd Index Tr Reit Viper Shs	\$301,474.71
Fixed Income	37.00%		Range: 30%-50%	\$ 3,318,874.12
Individual Fixed Income	30.36%		Corporate Bonds	\$ 2,723,244.75
Short Term	6.64%	VFSUX	Vngrd St Term Invmt Grade ADM	\$595,629.37
Cash	2.87%		Range: 0%-20%	\$ 257,055.87
	2.87%	FGZXX	FIRST AMERN GOVT OBLIG FD CL Z	\$257,055.87
TOTAL	100.00%			8,970,479.80

ASSET ALLOCATION- City of Brea

Current Asset Allocation		Weight	Ticker	Investment Vehicle		Market Value
Fixed Income		95.94%		Range: 30%-50%		
1-3 yrs	25.83%					
	AA+	7.35%	GE	GE Credit Corp	5.50% 01/08/20	\$200,072.00
	A	3.67%	DIS	Walt Disney Co	1.95% 3/04/20	\$99,997.00
	A+	7.37%	V	Visa Inc	2.20% 12/14/20	\$200,796.00
	AA-	7.44%	CSCO	Cisco Systems	2.90% 3/04/21	\$202,666.00
3-5 yrs	33.85%					
	A-	3.72%	STI	Suntrust Banks	2.700% 1/27/22	\$101,384.00
	AA+	5.67%	AAPL	Apple	2.85% 02/23/23	\$154,290.00
	A-	2.80%	JPM	JP Morgan Chase & Co	2.70% 5/18/23	\$76,365.00
	BBB+	8.17%	VZ	Verizon Communications	5.15% 9/15/23	\$222,382.00
	A-	3.87%	PNC	PNC Finl Svcs Group	3.50% 1/23/24	\$105,320.00
	BBB	3.91%	MDLZ	Mondelez Inc	4.0% 2/01/24	\$106,493.00
	BBB+	1.86%	HBAN	Huntington Bancshar	2.63% 8/06/24	\$50,714.50
	A	3.85%	WFC	Wells Fargo Corp	3.30% 9/09/24	\$104,803.00
5-7 yrs	36.25%					
	AA+	3.80%	XOM	Exxon Mobil Sr Nt	2.71% 3/06/25	\$103,389.00
	A+	2.85%	PEP	Pepsico Inc	2.75% 4/30/25	\$77,713.50
	A-	3.89%	SYK	Stryker Corp	3.38% 11/01/25	\$106,008.00
	A	3.95%	ICE	Intercontinental Exchange	3.75% 12/01/25	\$107,580.00
	BBB	2.93%	MDLZ	Mondelez Intl Inc	3.625% 2/13/26	\$79,859.25
	A	3.78%	KMB	Kimberly Clark	2.75% 2/15/26	\$103,006.00
	A+	5.55%	KO	Coca Cola Co	2.25% 9/01/26	\$151,009.50
	AA-	5.60%	NKE	Nike Inc NT	2.375% 11/01/26	\$152,511.00
	BBB	3.90%	STZ	Constellation Brands	3.70% 12/06/26	\$106,192.00
7-10 yrs	4.06%					
	BBB+	4.06%	EPD	Enterprise Prods Ope	4.15% 10/16/28	\$110,694.00
TOTAL	100.00%					2,723,244.75

City of Brea

For Period Ending December 31, 2019

LARGE CAP EQUITY FUNDS							
Fund Name	1-Month Return	3-Month Return	Year-to- Date	1-Year Return	3-Year Return	5-Year Return	10-Year Return
Columbia Contrarian Core Inst3	3.65	9.21	33.08	33.08	13.94	10.69	13.33
Vanguard Growth & Income Adm	2.94	8.79	29.77	29.77	14.35	11.33	13.57
Harbor Capital Appreciation Retirement	2.58	12.45	33.39	33.39	21.77	14.68	14.58
T. Rowe Price Growth Stock I	2.36	10.08	30.98	30.98	20.22	14.38	15.11
Dodge & Cox Stock	3.40	10.09	24.83	24.83	11.13	9.72	12.60
S&P 500 TR USD	3.02	9.07	31.49	31.49	15.27	11.70	13.56
MID CAP EQUITY FUNDS							
iShares Russell Mid-Cap ETF	2.28	7.04	30.31	30.31	11.90	9.17	13.02
SMALL CAP EQUITY FUNDS							
Undiscovered Managers Behavioral Val R6	3.37	7.29	23.34	23.34	5.90	8.26	13.28
Victory RS Small Cap Growth R6	3.64	13.46	38.38	38.38	20.10	11.83	15.11
Russell 2000 TR USD	2.88	9.94	25.52	25.52	8.59	8.23	11.83
REAL ESTATE FUNDS							
Vanguard Real Estate ETF	0.80	0.60	28.91	28.91	8.36	7.17	11.97
INTERNATIONAL EQUITY FUNDS							
Fund Name	1-Month Return	3-Month Return	Year-to- Date	1-Year Return	3-Year Return	5-Year Return	10-Year Return
Dodge & Cox International Stock	4.99	10.61	22.77	22.77	7.66	3.67	5.76
DFA Large Cap International I	3.11	8.02	22.04	22.04	9.52	5.65	5.44
MFS International Growth R6	3.35	9.03	27.31	27.31	15.47	9.70	7.79
MSCI EAFE NR USD	3.25	8.17	22.01	22.01	9.56	5.67	5.50
Hartford Schroders Emerging Mkts Eq F	7.38	11.32	22.32	22.32	13.40	7.05	4.19
MSCI EM Free Index	7.46	11.84	18.42	18.42	11.57	5.61	3.68
BOND FUNDS							
DoubleLine Core Fixed Income I	0.23	0.32	7.99	7.99	4.16	3.44	--
PGIM Total Return Bond R6	0.08	0.35	11.13	11.13	5.62	4.33	5.52
PIMCO Total Return Instl	-0.25	-0.30	8.26	8.26	4.31	3.25	4.19
Vanguard Short-Term Investment-Grade Adm	0.25	0.63	5.84	5.84	2.96	2.56	2.76
BBgBarc US Agg Bond TR USD	-0.07	0.18	8.72	8.72	4.03	3.05	3.75

Source: SEI Investments, Morningstar Investments

Returns less than one year are not annualized. Past performance is no indication of future results. The information presented has been obtained from sources believed to be accurate and reliable. Securities are not FDIC insured, have no bank guarantee and may lose value.

City of Brea

INVESTMENT ADVISORY COMMITTEE COMMUNICATION

TO: Honorable Chair and Committee Members

FROM: Bill Gallardo, City Manager

DATE: 01/27/2020

SUBJECT: Monthly Report of Investments for the City of Brea for Period Ending December 31, 2019

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 December. 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 December 31, 2019, the total market value of the managed investment portfolio, including accrued interest, was \$76,325,704.17 as compared to \$75,756,318.01 at November 30, 2019. The weighted average investment yield for December 2019 was 2.19%, which was slightly lower than prior month. The City's Local Agency Investment Fund (LAIF) had a total market value, including accrued interest of \$16,011,717.16 at December 31, 2019. This brings the total value of the City's investment portfolio as of December 31, 2019 to \$92,337,421.33 as compared to \$91,740,377.17 at November 30, 2019.

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 December 31, 2019, the market value of the PARS account, including short-term cash and accrued interest was \$8,998,660.28 as compared to \$8,823,266.78 from the prior month. All other restricted cash investments (bond reserve accounts), including short-term cash and accrued interest was \$1,964,522.28 in comparison to \$1,208,649.31 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 December, the total value of the City's investment portfolio increased by \$597,044.16. This increase was primarily due to market rate adjustments. The City's PARS account increased by \$175,393.50 from market rate adjustments. The City's bond reserve accounts increased by \$755,872.97 in preparation of bond payments due in January.

RESPECTFULLY SUBMITTED

William Gallardo, City Manager

Prepared by: Ana Conrique, Senior Accountant

Concurrence: Cindy Russell, Administrative Services Director

Attachments

Attachment A

City of Brea
Cash and Investment Information
December 31, 2019

		Cost Value	Market Value*
Demand and Interest-Bearing Checking Accounts	Citizen's Bank	\$ 15,399,477.91	\$ 15,399,477.91
Local Agency Investment Fund	LAIF	\$ 15,928,003.53	\$ 16,011,717.16
Managed Investment Portfolio - CHANDLER	Chandler	\$ 74,918,341.11	\$ 76,325,704.17
PARS Post-Employment Benefits Trust**	US Bank	\$ 8,249,537.11	\$ 8,998,660.28
<u>Fiscal Agent Cash & Investments**</u>			
2010 Lease Revenue Bonds	Chandler/BNY	\$ 305,056.17	\$ 304,654.96
2014 Downtown Brea Public Improvements CFD Bonds	Chandler/BNY	\$ 167,114.09	\$ 167,114.09
2014 Water Revenue Bonds	Chandler/BNY	\$ 405,634.68	\$ 405,634.68
2017 Brea Plaza Public Improvements CFD Bonds (CFD 2008-2)	Chandler/BNY	\$ 662,620.33	\$ 684,163.71
2019 Olinda Ranch Public Improvements Bonds (CFD 1997-1)	Chandler/BNY	\$ 25,486.52	\$ 25,486.52
2019 Water Revenue Bonds	Chandler/BNY	\$ 377,468.32	\$ 377,468.32
Sub-total - Fiscal Agent Cash & Investments		\$ 1,943,380.11	\$ 1,964,522.28
Report Grand Total		\$ 116,438,739.77	\$ 118,700,081.80

* Includes accrued interest on invested funds

** Reserve Fund

City of Brea
Cash and Investment Information
December 31, 2019

Fiscal Agent Cash & Investments Detail		Cost Value	Market Value
10129	2010 Lease Revenue Bonds - CHANDLER	\$ 269,858.76	\$ 269,457.55
	Short-Term Treasury Funds - BNY	\$ 35,197.41	\$ 35,197.41
	Sub-total	\$ 305,056.17	\$ 304,654.96
	2014 Downtown Brea Public Improvements CFD Bonds - CHANDLER	\$ -	\$ -
	Short-Term Treasury Funds - BNY	\$ 167,114.09	\$ 167,114.09
	Sub-total	\$ 167,114.09	\$ 167,114.09
	2014 Water Revenue Bonds - CHANDLER	\$ -	\$ -
	Short-Term Treasury Funds - BNY	\$ 405,634.68	\$ 405,634.68
	Sub-total	\$ 405,634.68	\$ 405,634.68
10600	2017 Brea Plaza Public Improvements CFD Bonds (CFD 2008-2) - CHANDLER	\$ 662,179.79	\$ 683,723.17
	Short-Term Treasury Funds - BNY	\$ 440.54	\$ 440.54
	Sub-total	\$ 662,620.33	\$ 684,163.71
	2019 Olinda Ranch Public Improvements Bonds (CFD 1997-1) - CHANDLER	\$ -	\$ -
	Short-Term Treasury Funds - BNY	\$ 25,486.52	\$ 25,486.52
	Sub-total	\$ 25,486.52	\$ 25,486.52
	2019 Water Revenue Bonds - CHANDLER	\$ -	\$ -
	Short-Term Treasury Funds - BNY	\$ 377,468.32	\$ 377,468.32
	Sub-total	\$ 377,468.32	\$ 377,468.32
Report Grand Total		\$ 1,943,380.11	\$ 1,964,522.28



PORTFOLIO CHARACTERISTICS

Average Modified Duration	0.00
Average Coupon	2.03%
Average Purchase YTM	2.03%
Average Market YTM	2.03%
Average S&P/Moody Rating	NR/NR
Average Final Maturity	0.00 yrs
Average Life	0.00 yrs

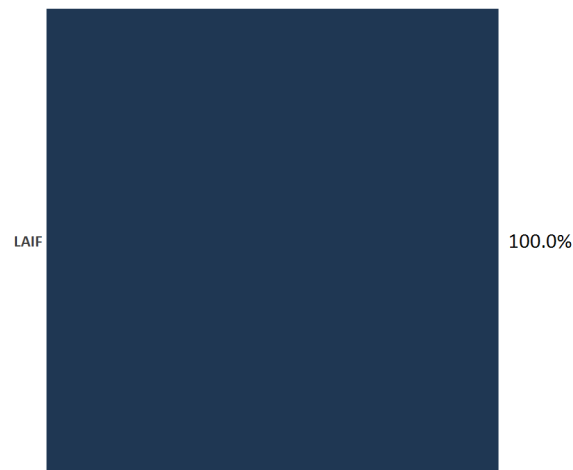
ACCOUNT SUMMARY

	Beg. Values as of 11/30/19	End Values as of 12/31/19
Market Value	15,928,004	15,928,004
Accrued Interest	56,056	83,714
Total Market Value	15,984,059	16,011,717
Income Earned	28,385	27,658
Cont/WD		0
Par	15,928,004	15,928,004
Book Value	15,928,004	15,928,004
Cost Value	15,928,004	15,928,004

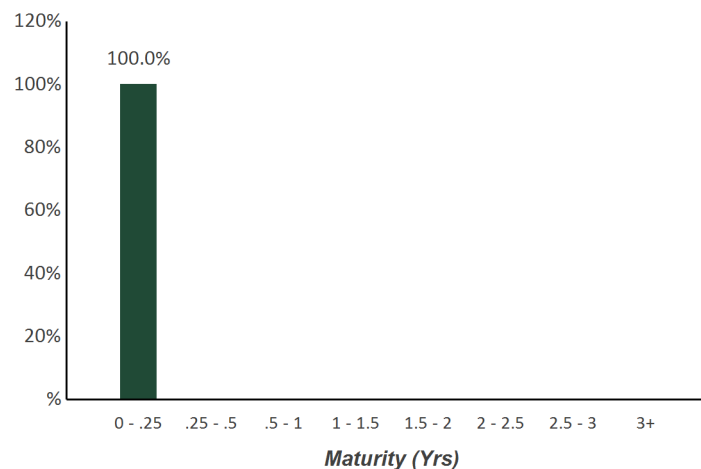
TOP ISSUERS

Local Agency Investment Fund	100.0%
Total	100.0%

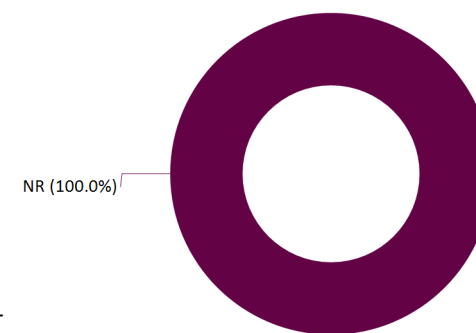
SECTOR ALLOCATION



MATURITY DISTRIBUTION



CREDIT QUALITY (S&P)



PERFORMANCE REVIEW

TOTAL RATE OF RETURN	Annualized								
	1M	3M	YTD	1YR	2YRS	3YRS	5YRS	10YRS	2/28/2012
City of Brea Laif	0.17%	0.58%	2.50%	2.50%	2.23%	1.81%	1.26%	N/A	N/A

Holdings Report
As of December 31, 2019



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	15,928,003.53	Various 2.03%	15,928,003.53 15,928,003.53	1.00 2.03%	15,928,003.53 83,713.63	100.00% 0.00	NR / NR NR	0.00 0.00
Total LAIF		15,928,003.53	2.03%	15,928,003.53	2.03%	15,928,003.53 83,713.63	100.00% 0.00	NR / NR NR	0.00 0.00
TOTAL PORTFOLIO		15,928,003.53	2.03%	15,928,003.53	2.03%	15,928,003.53 83,713.63	100.00% 0.00	NR / NR NR	0.00 0.00
TOTAL MARKET VALUE PLUS ACCRUED						16,011,717.16			



PORTFOLIO CHARACTERISTICS

Average Modified Duration	2.47
Average Coupon	2.25%
Average Purchase YTM	2.19%
Average Market YTM	1.75%
Average S&P/Moody Rating	AA/Aa1
Average Final Maturity	2.76 yrs
Average Life	2.60 yrs

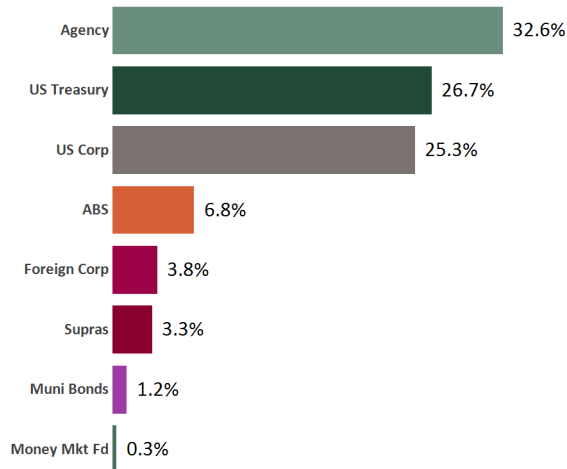
ACCOUNT SUMMARY

	Beg. Values as of 11/30/19	End Values as of 12/31/19
Market Value	75,765,455	75,937,534
Accrued Interest	399,756	388,170
Total Market Value	76,165,211	76,325,704
Income Earned	137,112	138,183
Cont/WD		0
Par	74,603,652	74,743,729
Book Value	74,846,141	75,001,163
Cost Value	74,756,349	74,918,341

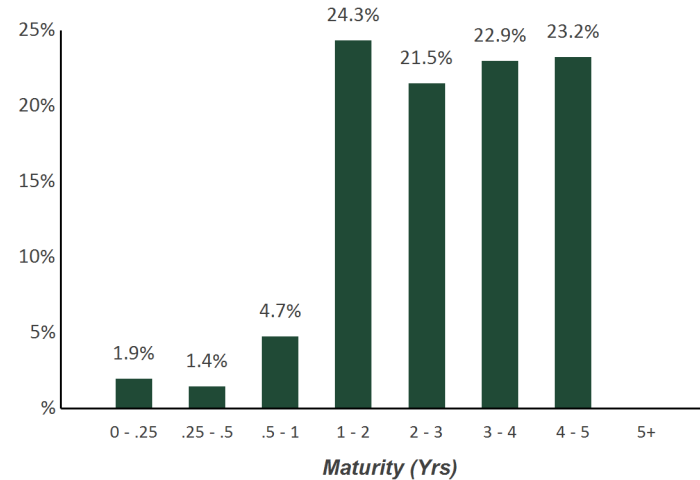
TOP ISSUERS

Government of United States	26.7%
Federal Home Loan Bank	14.9%
Federal National Mortgage Assoc	13.8%
Federal Home Loan Mortgage Corp	3.9%
Inter-American Dev Bank	2.8%
Honda ABS	1.6%
Bank of New York	1.5%
John Deere ABS	1.4%
Total	66.5%

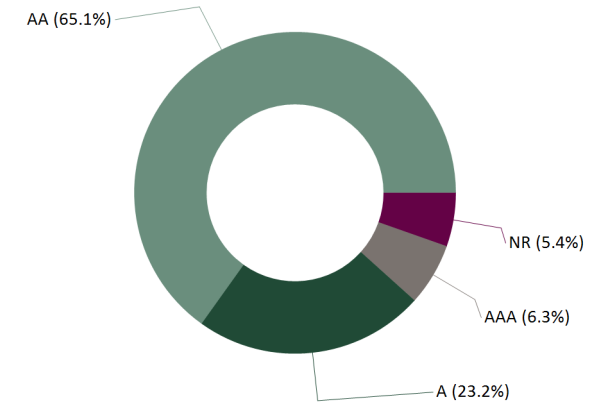
SECTOR ALLOCATION



MATURITY DISTRIBUTION



CREDIT QUALITY (S&P)



PERFORMANCE REVIEW

TOTAL RATE OF RETURN	1M	3M	YTD	1YR	Annualized				
					2YRS	3YRS	5YRS	10YRS	4/30/1996
City of Brea	0.21%	0.52%	4.58%	4.58%	3.05%	2.40%	1.93%	2.00%	3.84%
ICE BAML 1-5 Yr US Treasury/Agency Index*	0.14%	0.36%	4.19%	4.19%	2.85%	2.12%	1.68%	1.71%	3.47%
ICE BAML 1-5 Yr US Issuers Corp/Govt Rtd AAA-A Idx	0.17%	0.41%	4.44%	4.44%	2.95%	2.24%	1.80%	1.87%	N/A

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

Reconciliation Summary

As of December 31, 2019



BOOK VALUE RECONCILIATION		
BEGINNING BOOK VALUE		\$74,846,141.17
<u>Acquisition</u>		
+ Security Purchases	\$2,366,127.70	
+ Money Market Fund Purchases	\$224,598.90	
+ Money Market Contributions	\$0.00	
+ Security Contributions	\$0.00	
+ Security Transfers	\$0.00	
Total Acquisitions		\$2,590,726.60
<u>Dispositions</u>		
- Security Sales	\$2,008,853.15	
- Money Market Fund Sales	\$363,648.64	
- MMF Withdrawals	\$0.00	
- Security Withdrawals	\$0.00	
- Security Transfers	\$0.00	
- Other Dispositions	\$0.00	
- Maturities	\$0.00	
- Calls	\$0.00	
- Principal Paydowns	\$65,873.10	
Total Dispositions		\$2,438,374.89
<u>Amortization/Accretion</u>		
+/- Net Accretion	(\$2,582.92)	
		(\$2,582.92)
<u>Gain/Loss on Dispositions</u>		
+/- Realized Gain/Loss	\$5,253.21	
		\$5,253.21
ENDING BOOK VALUE		\$75,001,163.17

CASH TRANSACTION SUMMARY		
BEGINNING BALANCE		\$396,935.36
<u>Acquisition</u>		
Contributions	\$0.00	
Security Sale Proceeds	\$2,008,853.15	
Accrued Interest Received	\$9,238.68	
Interest Received	\$158,286.62	
Dividend Received	\$439.18	
Principal on Maturities	\$0.00	
Interest on Maturities	\$0.00	
Calls/Redemption (Principal)	\$0.00	
Interest from Calls/Redemption	\$0.00	
Principal Paydown	\$65,873.10	
Total Acquisitions	\$2,242,690.73	
<u>Dispositions</u>		
Withdrawals	\$0.00	
Security Purchase	\$2,366,127.70	
Accrued Interest Paid	\$15,612.77	
Total Dispositions	\$2,381,740.47	
ENDING BOOK VALUE		\$257,885.62

Holdings Report

As of December 31, 2019



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
ABS									
654747AD6	Nissan Auto Receivables Trust 2017-A A3 1.74% Due 8/16/2021	183,292.64	12/27/2017 2.10%	182,125.58 182,770.72	99.94 1.96%	183,175.51 132.89	0.24% 404.79	Aaa / NR AAA	1.63 0.30
43811BAC8	Honda Auto Receivables Trust 2017-2 A3 1.68% Due 8/16/2021	183,456.74	04/27/2018 2.62%	180,604.56 182,051.97	99.91 1.92%	183,286.28 136.98	0.24% 1,234.31	Aaa / AAA NR	1.63 0.40
47788BAD6	John Deere Owner Trust 2017-B A3 1.82% Due 10/15/2021	62,406.98	07/11/2017 1.83%	62,402.41 62,405.05	99.91 2.11%	62,351.34 50.48	0.08% (53.71)	Aaa / NR AAA	1.79 0.31
47788CAC6	John Deere Owner Trust 2018-A A3 2.66% Due 4/18/2022	153,687.07	02/21/2018 2.68%	153,676.02 153,680.94	100.38 1.95%	154,266.12 181.69	0.20% 585.18	Aaa / NR AAA	2.30 0.52
43815HAC1	Honda Auto Receivables Trust 2018-3 A3 2.95% Due 8/22/2022	495,000.00	08/21/2018 2.98%	494,932.09 494,955.01	101.01 1.91%	499,988.61 405.63	0.66% 5,033.60	Aaa / NR AAA	2.64 0.95
02587AAJ3	American Express Credit Trust 2017-1 A 1.93% Due 9/15/2022	1,050,000.00	Various 2.61%	1,039,535.16 1,043,159.43	100.00 1.98%	1,049,952.75 900.67	1.38% 6,793.32	Aaa / NR AAA	2.71 0.11
89238TAD5	Toyota Auto Receivables Trust 2018-B A3 2.96% Due 9/15/2022	700,000.00	07/25/2019 1.48%	707,410.16 706,399.68	100.98 1.89%	706,872.60 920.89	0.93% 472.92	Aaa / AAA NR	2.71 0.90
47788EAC2	John Deere Owner Trust 2018-B A3 3.08% Due 11/15/2022	575,000.00	07/18/2018 3.10%	574,956.42 574,970.96	101.03 2.00%	580,905.25 787.11	0.76% 5,934.29	Aaa / NR AAA	2.88 0.93
43815NAC8	Honda Auto Receivables Trust 2019-3 A3 1.78% Due 8/15/2023	545,000.00	08/20/2019 1.79%	544,995.48 544,995.99	99.77 1.89%	543,762.85 431.16	0.71% (1,233.14)	Aaa / AAA NR	3.62 2.16
477870AC3	John Deere Owner Trust 2019-B A3 2.21% Due 12/15/2023	280,000.00	07/16/2019 2.23%	279,940.56 279,946.52	100.65 1.92%	281,831.48 275.02	0.37% 1,884.96	Aaa / NR AAA	3.96 2.19
92348AAA3	Verizon Owner Trust 2019-C A1A 1.94% Due 4/22/2024	370,000.00	10/01/2019 1.95%	369,971.47 369,972.93	99.91 1.99%	369,650.72 219.33	0.48% (322.21)	NR / AAA AAA	4.31 2.19
65479JAD5	Nissan Auto Receivables Owner 2019-C A3 1.93% Due 7/15/2024	580,000.00	10/16/2019 1.94%	579,969.38 579,970.62	100.04 1.92%	580,230.26 497.51	0.76% 259.64	Aaa / AAA NR	4.54 2.45
Total ABS		5,177,843.43	2.29%	5,170,519.29 5,175,279.82	1.94%	5,196,273.77 4,939.36	6.81% 20,993.95	Aaa / AAA AAA	3.10 1.16

Holdings Report

As of December 31, 2019



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
AGENCY									
3137EAEK1	FHLMC Note 1.875% Due 11/17/2020	450,000.00	11/21/2017 1.96%	448,833.97 449,656.92	100.20 1.65%	450,883.35 1,031.25	0.59% 1,226.43	Aaa / AA+ AAA	0.88 0.87
3135G0F73	FNMA Note 1.5% Due 11/30/2020	1,225,000.00	12/16/2015 1.90%	1,201,847.50 1,220,727.66	99.97 1.54%	1,224,573.70 1,582.29	1.61% 3,846.04	Aaa / AA+ AAA	0.92 0.91
3130A7CV5	FHLB Note 1.375% Due 2/18/2021	1,070,000.00	02/17/2016 1.46%	1,065,677.20 1,069,020.45	99.75 1.60%	1,067,363.52 5,435.45	1.41% (1,656.93)	Aaa / AA+ AAA	1.14 1.11
3135G0J20	FNMA Note 1.375% Due 2/26/2021	1,275,000.00	Various 1.46%	1,269,953.70 1,273,799.56	99.75 1.60%	1,271,793.38 6,087.24	1.67% (2,006.18)	Aaa / AA+ AAA	1.16 1.13
3135G0K69	FNMA Note 1.25% Due 5/6/2021	400,000.00	05/27/2016 1.48%	395,724.00 398,834.25	99.53 1.60%	398,114.00 763.89	0.52% (720.25)	Aaa / AA+ AAA	1.35 1.33
3135G0U35	FNMA Note 2.75% Due 6/22/2021	500,000.00	06/28/2018 2.70%	500,740.00 500,365.58	101.69 1.59%	508,456.00 343.75	0.67% 8,090.42	Aaa / AA+ AAA	1.48 1.44
3130A8QS5	FHLB Note 1.125% Due 7/14/2021	1,285,000.00	10/04/2016 1.33%	1,273,126.60 1,281,183.06	99.25 1.62%	1,275,399.77 6,706.09	1.68% (5,783.29)	Aaa / AA+ AAA	1.54 1.51
3137EAEK9	FHLMC Note 1.125% Due 8/12/2021	1,250,000.00	08/30/2016 1.33%	1,237,737.50 1,246,002.98	99.26 1.59%	1,240,778.75 5,429.69	1.63% (5,224.23)	Aaa / AA+ AAA	1.62 1.58
3135G0N82	FNMA Note 1.25% Due 8/17/2021	1,285,000.00	Various 1.29%	1,282,305.71 1,284,101.09	99.47 1.58%	1,278,211.35 5,978.82	1.68% (5,889.74)	Aaa / AA+ AAA	1.63 1.60
3130AF5B9	FHLB Note 3% Due 10/12/2021	1,350,000.00	11/29/2018 2.91%	1,353,402.00 1,352,112.03	102.45 1.60%	1,383,021.00 8,887.50	1.82% 30,908.97	Aaa / AA+ NR	1.78 1.72
3135G0S38	FNMA Note 2% Due 1/5/2022	1,350,000.00	04/25/2017 1.92%	1,354,927.50 1,352,113.02	100.77 1.61%	1,360,404.45 13,200.00	1.80% 8,291.43	Aaa / AA+ AAA	2.02 1.95
3135G0T45	FNMA Note 1.875% Due 4/5/2022	1,315,000.00	06/19/2017 1.88%	1,314,801.44 1,314,906.39	100.64 1.58%	1,323,472.55 5,890.10	1.74% 8,566.16	Aaa / AA+ AAA	2.26 2.20
3130A3KM5	FHLB Note 2.5% Due 12/9/2022	775,000.00	08/28/2018 2.83%	764,808.75 768,003.70	102.48 1.63%	794,239.38 1,184.03	1.04% 26,235.68	Aaa / AA+ NR	2.94 2.83
3135G0T94	FNMA Note 2.375% Due 1/19/2023	1,000,000.00	03/14/2018 2.73%	984,140.00 990,018.06	102.26 1.61%	1,022,580.00 10,687.50	1.35% 32,561.94	Aaa / AA+ AAA	3.05 2.91
3137EAEN5	FHLMC Note 2.75% Due 6/19/2023	1,200,000.00	07/20/2018 2.86%	1,193,976.00 1,195,747.57	103.86 1.60%	1,246,317.60 1,100.00	1.63% 50,570.03	Aaa / AA+ AAA	3.47 3.30
313383YJ4	FHLB Note 3.375% Due 9/8/2023	1,200,000.00	10/29/2018 3.08%	1,215,756.00 1,211,961.41	106.09 1.66%	1,273,090.80 12,712.50	1.68% 61,129.39	Aaa / AA+ NR	3.69 3.44

Holdings Report

As of December 31, 2019



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
AGENCY									
3135G0U43	FNMA Note 2.875% Due 9/12/2023	1,500,000.00	06/21/2019 1.89%	1,559,805.00 1,552,392.44	104.39 1.65%	1,565,785.50 13,057.29	2.07% 13,393.06	Aaa / AA+ AAA	3.70 3.48
3130A0F70	FHLB Note 3.375% Due 12/8/2023	1,075,000.00	Various 2.74%	1,106,057.50 1,099,941.21	106.23 1.73%	1,141,946.70 2,317.97	1.50% 42,005.49	Aaa / AA+ AAA	3.94 3.69
3130AB3H7	FHLB Note 2.375% Due 3/8/2024	1,500,000.00	04/29/2019 2.37%	1,500,105.00 1,500,090.44	102.94 1.64%	1,544,136.00 11,182.29	2.04% 44,045.56	Aaa / AA+ NR	4.19 3.95
3130A1XJ2	FHLB Note 2.875% Due 6/14/2024	1,500,000.00	06/18/2019 1.96%	1,564,890.20 1,557,909.70	105.00 1.71%	1,574,931.00 2,036.46	2.07% 17,021.30	Aaa / AA+ NR	4.46 4.18
3130A2UW4	FHLB Note 2.875% Due 9/13/2024	1,200,000.00	09/13/2019 1.79%	1,262,028.00 1,258,389.30	105.23 1.71%	1,262,796.00 10,350.00	1.67% 4,406.70	Aaa / AA+ AAA	4.71 4.37
3135G0W66	FNMA Note 1.625% Due 10/15/2024	555,000.00	10/17/2019 1.66%	554,050.95 554,089.97	99.54 1.72%	552,469.76 1,828.80	0.73% (1,620.21)	Aaa / AA+ AAA	4.79 4.57
Total Agency		24,260,000.00	2.06%	24,404,694.52 24,431,366.79	1.63%	24,760,764.56 127,792.91	32.61% 329,397.77	Aaa / AA+ AAA	2.69 2.56
FOREIGN CORPORATE									
89114QCB2	Toronto Dominion Bank Note 3.25% Due 3/11/2024	950,000.00	Various 2.94%	963,259.00 961,303.80	104.72 2.07%	994,799.15 9,434.03	1.32% 33,495.35	Aa3 / A AA-	4.20 3.89
404280BS7	HSBC Holdings PLC Callable Note 1X 5/18/2023 3.95% Due 5/18/2024	900,000.00	08/28/2019 2.45%	945,756.00 942,463.06	105.22 2.31%	946,943.10 4,246.25	1.25% 4,480.04	A2 / A A+	4.38 4.02
78015K7C2	Royal Bank of Canada Note 2.25% Due 11/1/2024	900,000.00	12/05/2019 2.26%	899,532.00 899,538.02	100.42 2.16%	903,820.50 3,768.75	1.19% 4,282.48	A2 / A AA	4.84 4.54
Total Foreign Corporate		2,750,000.00	2.56%	2,808,547.00 2,803,304.88	2.18%	2,845,562.75 17,449.03	3.75% 42,257.87	A1 / A AA-	4.46 4.14
MONEY MARKET FUND FI									
316175884	Fidelity Institutional Money Market Fund 696	257,885.62	Various 1.25%	257,885.62 257,885.62	1.00 1.25%	257,885.62 0.00	0.34% 0.00	Aaa / AAA NR	0.00 0.00
Total Money Market Fund FI		257,885.62	1.25%	257,885.62 257,885.62	1.25%	257,885.62 0.00	0.34% 0.00	Aaa / AAA NR	0.00 0.00

Holdings Report

As of December 31, 2019



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
MUNICIPAL BONDS									
13063DRK6	California St TE-GO 2.4% Due 10/1/2024	900,000.00	10/16/2019 1.91%	920,673.00 919,882.29	101.44 2.08%	912,951.00 4,020.00	1.20% (6,931.29)	Aa2 / AA- AA	4.76 4.45
Total Municipal Bonds		900,000.00	1.91%	920,673.00 919,882.29	2.08%	912,951.00 4,020.00	1.20% (6,931.29)	Aa2 / AA- AA	4.76 4.45
SUPRANATIONAL									
45950KCM0	International Finance Corp Note 2.25% Due 1/25/2021	410,000.00	01/18/2018 2.35%	408,794.60 409,571.07	100.60 1.68%	412,457.54 3,997.50	0.55% 2,886.47	Aaa / AAA NR	1.07 1.04
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 1,274,357.58	100.86 1.69%	1,286,027.48 12,267.45	1.70% 11,669.90	Aaa / NR AAA	2.05 1.98
4581X0CZ9	Inter-American Dev Bank Note 1.75% Due 9/14/2022	800,000.00	Various 2.40%	777,732.00 786,829.55	100.23 1.66%	801,872.00 4,161.12	1.06% 15,042.45	Aaa / AAA AAA	2.71 2.62
Total Supranational		2,485,000.00	2.26%	2,459,958.35 2,470,758.20	1.68%	2,500,357.02 20,426.07	3.30% 29,598.82	Aaa / AAA AAA	2.10 2.03
US CORPORATE									
94974BGF1	Wells Fargo Corp Note 2.15% Due 1/30/2020	735,000.00	01/26/2015 2.17%	734,204.40 734,987.34	100.02 1.95%	735,110.25 6,628.27	0.97% 122.91	A2 / A- A+	0.08 0.08
22160KAG0	Costco Wholesale Corp Note 1.75% Due 2/15/2020	465,000.00	02/05/2015 1.77%	464,511.75 464,987.95	99.99 1.81%	464,961.41 3,074.17	0.61% (26.54)	Aa3 / A+ NR	0.13 0.12
747525AD5	Qualcomm Inc Note 2.25% Due 5/20/2020	750,000.00	06/11/2015 2.49%	741,693.75 749,353.96	100.11 1.96%	750,824.26 1,921.88	0.99% 1,470.30	A2 / A- NR	0.39 0.38
437076BQ4	Home Depot Note 1.8% Due 6/5/2020	330,000.00	05/24/2017 1.82%	329,808.60 329,972.76	99.95 1.92%	329,823.12 429.00	0.43% (149.64)	A2 / A A	0.43 0.42
594918BG8	Microsoft Callable Note Cont. 10/3/2020 2% Due 11/3/2020	325,000.00	10/29/2015 2.02%	324,740.00 324,956.31	100.21 1.71%	325,688.02 1,047.22	0.43% 731.71	Aaa / AAA AA+	0.84 0.75
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%	803,768.00 800,780.76	100.35 1.82%	802,833.60 2,964.44	1.06% 2,052.84	A3 / A A	0.84 0.75

Holdings Report

As of December 31, 2019



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 CORPORATE									
30231GAV4	Exxon Mobil Corp Callable Note Cont 2/1/2021 2.222% Due 3/1/2021	875,000.00	Various 1.97%	884,992.10 877,430.82	100.59 1.71%	880,165.12 6,480.83	1.16% 2,734.30	Aaa / AA+ NR	1.17 1.14
24422ESL4	John Deere Capital Corp Note 2.8% Due 3/4/2021	315,000.00	05/24/2017 2.12%	322,663.95 317,387.31	101.24 1.73%	318,903.48 2,866.50	0.42% 1,516.17	A2 / A A	1.18 1.14
369550BE7	General Dynamics Corp Note 3% Due 5/11/2021	410,000.00	05/08/2018 3.24%	407,150.50 408,710.45	101.68 1.74%	416,899.89 1,708.33	0.55% 8,189.44	A2 / A+ NR	1.36 1.33
857477AV5	State Street Bank Note 1.95% Due 5/19/2021	940,000.00	Various 2.32%	932,971.20 935,355.03	100.21 1.80%	941,948.62 2,138.50	1.24% 6,593.59	A1 / A AA-	1.38 1.36
594918BP8	Microsoft Callable Note Cont 7/8/2021 1.55% Due 8/8/2021	590,000.00	Various 1.57%	589,298.90 589,775.39	99.87 1.63%	589,219.43 3,632.60	0.78% (555.96)	Aaa / AAA AA+	1.61 1.57
68389XBK0	Oracle Corp Callable Note Cont 8/15/2021 1.9% Due 9/15/2021	804,000.00	11/29/2016 2.40%	785,998.44 797,584.11	100.21 1.77%	805,684.38 4,497.93	1.06% 8,100.27	A1 / A+ A	1.71 1.59
89236TDP7	Toyota Motor Credit Corp Note 2.6% Due 1/11/2022	750,000.00	Various 3.16%	736,272.75 742,009.05	101.51 1.84%	761,343.75 9,208.33	1.01% 19,334.70	Aa3 / AA- A+	2.03 1.95
91159HHP8	US Bancorp Callable Cont 12/23/2021 2.625% Due 1/24/2022	390,000.00	01/19/2017 2.66%	389,329.20 389,723.01	101.59 1.80%	396,185.40 4,464.69	0.52% 6,462.39	A1 / A+ AA-	2.07 1.90
69353RFE3	PNC Bank Callable Note Cont 6/28/2022 2.45% Due 7/28/2022	890,000.00	07/25/2017 2.45%	889,919.90 889,958.81	101.37 1.88%	902,160.07 9,267.13	1.19% 12,201.26	A2 / A A+	2.58 2.39
44932HAC7	IBM Credit Corp Note 2.2% Due 9/8/2022	950,000.00	Various 2.65%	932,933.50 939,074.89	100.79 1.90%	957,469.85 6,560.28	1.26% 18,394.96	A2 / A NR	2.69 2.58
48128BAB7	JP Morgan Chase & Co Callable Note 1X 1/15/2022 2.972% Due 1/15/2023	925,000.00	Various 3.11%	919,202.75 921,450.26	101.89 2.02%	942,509.33 12,676.41	1.25% 21,059.07	A2 / A- AA-	3.04 1.95
808513AT2	Charles Schwab Corp Callable Note Cont 12/25/2022 2.65% Due 1/25/2023	750,000.00	05/20/2019 2.73%	748,027.50 748,356.25	101.96 1.97%	764,694.00 8,612.50	1.01% 16,337.75	A2 / A A	3.07 2.83
24422ETG4	John Deere Capital Corp Note 2.8% Due 3/6/2023	650,000.00	Various 3.23%	637,699.50 641,760.88	102.62 1.95%	667,044.30 5,813.89	0.88% 25,283.42	A2 / A A	3.18 3.01
06406RAG2	Bank of NY Mellon Corp Note 3.5% Due 4/28/2023	800,000.00	05/16/2019 2.78%	821,248.00 817,910.93	104.92 1.97%	839,320.00 4,900.00	1.11% 21,409.07	A1 / A AA-	3.33 3.12
037833AK6	Apple Inc Note 2.4% Due 5/3/2023	900,000.00	Various 3.18%	871,569.25 878,269.64	101.71 1.87%	915,357.60 3,480.00	1.20% 37,087.96	Aa1 / AA+ NR	3.34 3.19

Holdings Report

As of December 31, 2019



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 CORPORATE									
097023BQ7	Boeing Co Callable Note Cont 4/15/2023 1.875% Due 6/15/2023	500,000.00	02/13/2019 2.98%	477,785.00 482,281.39	99.38 2.06%	496,875.50 416.67	0.65% 14,594.11	A3 / A- A	3.46 3.32
931142EK5	Wal-Mart Stores Callable Note Cont 5/26/2023 3.4% Due 6/26/2023	904,000.00	04/26/2019 2.68%	928,769.60 924,671.87	105.15 1.83%	950,555.10 426.89	1.25% 25,883.23	Aa2 / AA AA	3.49 3.22
02665WCJ8	American Honda Finance Note 3.45% Due 7/14/2023	225,000.00	07/11/2018 3.49%	224,610.75 224,724.71	104.69 2.07%	235,558.58 3,600.94	0.31% 10,833.87	A2 / A NR	3.54 3.28
69371RP59	Paccar Financial Corp Note 3.4% Due 8/9/2023	760,000.00	Various 3.28%	763,588.40 763,092.95	104.52 2.09%	794,368.72 10,192.44	1.05% 31,275.77	A1 / A+ NR	3.61 3.35
06406RAJ6	Bank of NY Mellon Corp Note 3.45% Due 8/11/2023	250,000.00	05/16/2019 2.79%	256,575.00 255,612.60	105.13 1.97%	262,817.75 3,354.17	0.35% 7,205.15	A1 / A AA-	3.61 3.36
02665WCQ2	American Honda Finance Note 3.625% Due 10/10/2023	750,000.00	Various 3.38%	757,259.00 756,287.46	105.60 2.07%	792,028.50 6,117.19	1.05% 35,741.04	A2 / A NR	3.78 3.51
06051GHF9	Bank of America Corp Callable Note 1X 3/5/2023 3.55% Due 3/5/2024	900,000.00	Various 3.29%	905,512.00 904,673.26	103.79 2.30%	934,069.50 10,295.00	1.24% 29,396.24	A2 / A- A+	4.18 2.97
69371RQ25	Paccar Financial Corp Note 2.15% Due 8/15/2024	195,000.00	08/08/2019 2.20%	194,569.05 194,601.84	99.91 2.17%	194,827.62 1,583.83	0.26% 225.78	A1 / A+ NR	4.63 4.34
Total US Corporate		18,828,000.00	2.66%	18,776,672.74 18,805,741.99	1.91%	19,169,247.15 138,360.03	25.30% 363,505.16	A1 / A+ A+	2.35 2.12
US TREASURY									
912828L99	US Treasury Note 1.375% Due 10/31/2020	800,000.00	11/23/2015 1.71%	787,471.43 797,887.58	99.77 1.65%	798,156.00 1,873.63	1.05% 268.42	Aaa / AA+ AAA	0.84 0.82
912828N89	US Treasury Note 1.375% Due 1/31/2021	1,285,000.00	03/09/2016 1.40%	1,283,749.42 1,284,722.87	99.72 1.63%	1,281,436.70 7,393.99	1.69% (3,286.17)	Aaa / AA+ AAA	1.09 1.07
912828B90	US Treasury Note 2% Due 2/28/2021	1,250,000.00	04/26/2016 1.40%	1,285,111.61 1,258,425.20	100.41 1.64%	1,255,127.50 8,447.80	1.66% (3,297.70)	Aaa / AA+ AAA	1.16 1.14
912828Q37	US Treasury Note 1.25% Due 3/31/2021	375,000.00	12/13/2016 1.81%	366,314.73 372,479.72	99.54 1.62%	373,286.25 1,191.09	0.49% 806.53	Aaa / AA+ AAA	1.25 1.23
912828T34	US Treasury Note 1.125% Due 9/30/2021	1,300,000.00	11/09/2016 1.48%	1,278,016.07 1,292,142.44	99.20 1.59%	1,289,538.90 3,716.19	1.69% (2,603.54)	Aaa / AA+ AAA	1.75 1.72

Holdings Report

As of December 31, 2019



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									
912828F96	US Treasury Note 2% Due 10/31/2021	1,025,000.00	01/27/2017 1.94%	1,027,686.05 1,026,035.72	100.75 1.58%	1,032,647.53 3,491.76	1.36% 6,611.81	Aaa / AA+ AAA	1.84 1.79
912828J43	US Treasury Note 1.75% Due 2/28/2022	1,360,000.00	03/13/2017 2.14%	1,335,407.68 1,349,285.84	100.38 1.57%	1,365,100.00 8,042.31	1.80% 15,814.16	Aaa / AA+ AAA	2.16 2.11
912828XG0	US Treasury Note 2.125% Due 6/30/2022	1,100,000.00	08/15/2017 1.82%	1,115,601.34 1,107,993.71	101.32 1.58%	1,114,523.30 64.22	1.46% 6,529.59	Aaa / AA+ AAA	2.50 2.43
912828L24	US Treasury Note 1.875% Due 8/31/2022	1,000,000.00	09/26/2017 1.87%	1,000,433.04 1,000,234.21	100.73 1.59%	1,007,344.00 6,335.85	1.33% 7,109.79	Aaa / AA+ AAA	2.67 2.58
912828L57	US Treasury Note 1.75% Due 9/30/2022	1,240,000.00	10/17/2017 1.99%	1,226,243.75 1,232,368.63	100.40 1.60%	1,244,988.52 5,513.93	1.64% 12,619.89	Aaa / AA+ AAA	2.75 2.66
912828N30	US Treasury Note 2.125% Due 12/31/2022	1,150,000.00	01/25/2018 2.46%	1,132,121.09 1,139,123.66	101.52 1.60%	1,167,519.10 67.14	1.53% 28,395.44	Aaa / AA+ AAA	3.00 2.90
912828T91	US Treasury Note 1.625% Due 10/31/2023	1,500,000.00	05/29/2019 2.05%	1,472,988.28 1,476,600.99	99.91 1.65%	1,498,653.00 4,151.79	1.97% 22,052.01	Aaa / AA+ AAA	3.84 3.69
912828V23	US Treasury Note 2.25% Due 12/31/2023	1,250,000.00	06/21/2019 1.80%	1,274,560.55 1,271,719.20	102.28 1.66%	1,278,466.25 77.27	1.68% 6,747.05	Aaa / AA+ AAA	4.00 3.82
912828B66	US Treasury Note 2.75% Due 2/15/2024	1,500,000.00	04/29/2019 2.31%	1,529,648.44 1,525,485.47	104.31 1.66%	1,564,629.00 15,580.84	2.07% 39,143.53	Aaa / AA+ AAA	4.13 3.86
912828X70	US Treasury Note 2% Due 4/30/2024	1,000,000.00	06/10/2019 1.92%	1,003,515.63 1,003,113.84	101.37 1.67%	1,013,711.00 3,406.59	1.33% 10,597.16	Aaa / AA+ AAA	4.33 4.13
912828XX3	US Treasury Note 2% Due 6/30/2024	1,450,000.00	12/12/2019 1.74%	1,466,595.70 1,466,405.86	101.39 1.68%	1,470,107.15 79.67	1.93% 3,701.29	Aaa / AA+ AAA	4.50 4.29
9128283D0	US Treasury Note 2.25% Due 10/31/2024	1,500,000.00	11/07/2019 1.77%	1,533,925.78 1,532,918.64	102.62 1.68%	1,539,258.00 5,748.63	2.02% 6,339.36	Aaa / AA+ AAA	4.84 4.56
Total US Treasury		20,085,000.00	1.86%	20,119,390.59 20,136,943.58	1.63%	20,294,492.20 75,182.70	26.69% 157,548.62	Aaa / AA+ AAA	2.92 2.80
TOTAL PORTFOLIO		74,743,729.05	2.19%	74,918,341.11 75,001,163.17	1.75%	75,937,534.07 388,170.10	100.00% 936,370.90	Aa1 / AA AAA	2.76 2.47
TOTAL MARKET VALUE PLUS ACCRUED						76,325,704.17			

Book Value Report

As of December 31, 2019



MIG	Book Value	12 Months or Less	13 to 24 Months	25 to 60 Months	Total Holdings
ABS	\$5,175,279.82	\$2,671,741.86	\$1,273,647.89	\$1,229,890.07	\$5,175,279.82
Agency	\$24,431,366.79	\$1,670,384.58	\$8,405,419.00	\$14,355,563.21	\$24,431,366.79
Foreign Corporate	\$2,803,304.88	\$0.00	\$0.00	\$2,803,304.88	\$2,803,304.88
Money Market Fund FI	\$257,885.62	\$257,885.62	\$0.00	\$0.00	\$257,885.62
Municipal Bonds	\$919,882.29	\$0.00	\$0.00	\$919,882.29	\$919,882.29
Supranational	\$2,470,758.20	\$0.00	\$409,571.07	\$2,061,187.13	\$2,470,758.20
US Corporate	\$18,805,741.99	\$3,405,039.08	\$4,315,966.12	\$11,084,736.79	\$18,805,741.99
US Treasury	\$20,136,943.58	\$797,887.58	\$5,233,805.95	\$14,105,250.05	\$20,136,943.58
TOTAL	\$75,001,163.17	\$8,802,938.72	\$19,638,410.03	\$46,559,814.42	\$75,001,163.17

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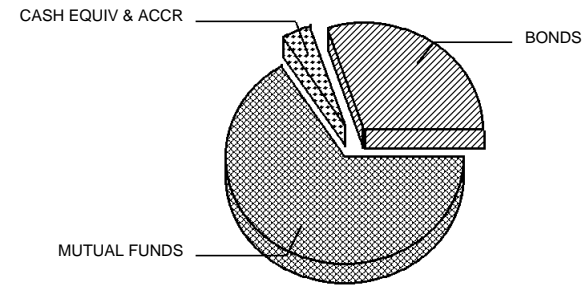
PARS/CITY OF BREA 115P
ACCOUNT 6746050800

Period from December 1, 2019 to December 31, 2019

ASSET SUMMARY

ASSETS	12/31/2019 MARKET	12/31/2019 BOOK VALUE	% OF MARKET
Cash And Equivalents	258,521.33	258,521.33	2.87
Corporate Issues	2,723,915.75	2,755,106.00	30.27
Mutual Funds-Equity	5,394,549.81	4,645,480.38	59.95
Mutual Funds-Fixed Income	595,629.37	590,429.40	6.62
Total Assets	8,972,616.26	8,249,537.11	99.71
Accrued Income	26,044.02	26,044.02	0.29
Grand Total	8,998,660.28	8,275,581.13	100.00

Estimated Annual Income **192,495.06**



ASSET SUMMARY MESSAGES

Estimated Annual Income is an estimate provided for informational purposes only and should not be relied on for making investment, trading, or tax decisions. The estimates may not represent the actual value earned by your investments and they provide no guarantee of what your investments may earn in the future.

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PARS/CITY OF BREA 115P
ACCOUNT 6746050800

Period from December 1, 2019 to December 31, 2019

ASSET DETAIL

DESCRIPTION	SHARES/ FACE AMOUNT	MARKET PRICE/UNIT	BOOK VALUE	UNREALIZED GAIN (LOSS) SINCE INCEPTION/ CURRENT PERIOD	ENDING ACCRUAL	YIELD ON MARKET
Cash And Equivalents						
Money Markets						
First Am Govt Ob Fd Cl Z 31846V567 Asset Minor Code 1	257,055.870	257,055.87 1.0000	257,055.87	.00 .00	312.41	1.47
Total Money Markets	257,055.870	257,055.87	257,055.87	.00 .00	312.41	1.47
Cash						
Cash		1,465.46	1,465.46			
Total Cash	.000	1,465.46	1,465.46	.00 .00	.00	0.00
Total Cash And Equivalents	257,055.870	258,521.33	258,521.33	.00 .00	312.41	1.46
Corporate Issues						
Apple Inc 2.850% 2/23/23 Standard & Poors Rating: AA+ Moodys Rating: Aa1 037833BU3 Asset Minor Code 28	150,000.000	154,290.00 102.8600	158,403.00	- 4,113.00 307.50	1,520.00	2.77
Becton Dickinson 2.675% 12/15/19 Standard & Poors Rating: N/R Moodys Rating: WR 075887BE8 Asset Minor Code 28	.000	.00 100.0000	.00	.00 - 82.88	.00	0.00

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PARS/CITY OF BREA 115P
ACCOUNT 6746050800

Period from December 1, 2019 to December 31, 2019

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	202,666.00 101.3330	207,884.00	- 5,218.00 96.00	1,885.00	2.86
Coca Cola Co The 2.250% 9/01/26 Standard & Poors Rating: A+ Moody's Rating: A1 191216BZ2 Asset Minor Code 28	150,000.000	151,009.50 100.6730	152,353.50	- 1,344.00 - 1,048.50	1,125.00	2.23
Constellation Brands 3.700% 12/06/26 Standard & Poors Rating: BBB Moody's Rating: Baa3 21036PAQ1 Asset Minor Code 28	100,000.000	106,192.00 106.1920	107,276.00	- 1,084.00 - 739.00	256.94	3.48
Walt Disney Mtn 1.950% 3/04/20 Standard & Poors Rating: A Moody's Rating: A2 25468PDP8 Asset Minor Code 28	100,000.000	99,997.00 99.9970	99,904.00	93.00 - 5.00	633.75	1.95
Enterprise Products 4.150% 10/16/28 Standard & Poors Rating: BBB+ Moody's Rating: Baa1 29379VBT9 Asset Minor Code 28	100,000.000	110,694.00 110.6940	111,471.00	- 777.00 1,373.00	864.58	3.75
Exxon Mobil Corp 2.709% 3/06/25 Standard & Poors Rating: AA+ Moody's Rating: Aaa 30231GAF9 Asset Minor Code 28	100,000.000	103,389.00 103.3890	102,857.00	532.00 209.00	865.38	2.62
Gen Elec Cap Crp Mtn 5.500% 1/08/20 Standard & Poors Rating: BBB+ Moody's Rating: Baa1 36962G4J0 Asset Minor Code 28	200,000.000	200,072.00 100.0360	228,930.00	- 28,858.00 - 532.00	5,286.11	5.50

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PARS/CITY OF BREA 115P
ACCOUNT 6746050800

Period from December 1, 2019 to December 31, 2019

ASSET DETAIL (continued)

DESCRIPTION	SHARES/ FACE AMOUNT	MARKET PRICE/UNIT	BOOK VALUE	UNREALIZED GAIN (LOSS) SINCE INCEPTION/ CURRENT PERIOD	ENDING ACCRUAL	YIELD ON MARKET
Huntington 2.625% 8/06/24 Standard & Poors Rating: BBB+ Moody's Rating: Baa1 446150AQ7 Asset Minor Code 28	50,000.000	50,714.50 101.4290	50,542.50	172.00 179.50	528.65	2.59
Intercontinental 3.750% 12/01/25 Standard & Poors Rating: A Moody's Rating: A2 45866FAD6 Asset Minor Code 28	100,000.000	108,251.00 108.2510	104,231.00	4,020.00 399.00	312.50	3.46
Jp Morgan Chase Co 2.700% 5/18/23 Standard & Poors Rating: A- Moody's Rating: A2 46625HRL6 Asset Minor Code 28	75,000.000	76,365.00 101.8200	74,970.75	1,394.25 39.75	241.88	2.65
Kimberly Clark Corp 2.750% 2/15/26 Standard & Poors Rating: A Moody's Rating: A2 494368BU6 Asset Minor Code 28	100,000.000	103,006.00 103.0060	103,111.00	- 105.00 - 327.00	1,038.89	2.67
Mondelez Int 4.000% 2/01/24 Standard & Poors Rating: BBB Moody's Rating: Baa1 609207AB1 Asset Minor Code 28	100,000.000	106,493.00 106.4930	109,303.00	- 2,810.00 - 46.00	1,666.67	3.76
Mondelez 3.625% 2/13/26 Standard & Poors Rating: BBB Moody's Rating: Baa1 609207AR6 Asset Minor Code 28	75,000.000	79,859.25 106.4790	80,224.50	- 365.25 - 186.75	1,042.19	3.40
Nike Inc 2.375% 11/01/26 Standard & Poors Rating: AA- Moody's Rating: A1 654106AF0 Asset Minor Code 28	150,000.000	152,511.00 101.6740	144,841.00	7,670.00 - 792.00	593.75	2.34

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ACCOUNT 6746050800

Period from December 1, 2019 to December 31, 2019

ASSET DETAIL (continued)

DESCRIPTION	SHARES/ FACE AMOUNT	MARKET PRICE/UNIT	BOOK VALUE	UNREALIZED GAIN (LOSS) SINCE INCEPTION/ CURRENT PERIOD	ENDING ACCRUAL	YIELD ON MARKET
Pnc Financial 3.500% 1/23/24 Standard & Poors Rating: A- Moody's Rating: A3 693475AV7 Asset Minor Code 28	100,000.000	105,320.00 105.3200	105,422.00	- 102.00 27.00	1,536.11	3.32
Pepsico Inc 2.750% 4/30/25 Standard & Poors Rating: A+ Moody's Rating: A1 713448CT3 Asset Minor Code 28	75,000.000	77,713.50 103.6180	73,932.75	3,780.75 - 386.25	349.48	2.65
Stryker Corp 3.375% 11/01/25 Standard & Poors Rating: A- Moody's Rating: Baa1 863667AH4 Asset Minor Code 28	100,000.000	106,008.00 106.0080	100,401.00	5,607.00 401.00	562.50	3.18
Suntrust Banks Inc 2.700% 1/27/22 Standard & Poors Rating: A- Moody's Rating: A3 867914BM4 Asset Minor Code 28	100,000.000	101,384.00 101.3840	100,346.00	1,038.00 284.00	1,155.00	2.66
Verizon 5.150% 9/15/23 Standard & Poors Rating: BBB+ Moody's Rating: Baa1 92343VBR4 Asset Minor Code 28	200,000.000	222,382.00 111.1910	230,048.00	- 7,666.00 - 130.00	3,032.78	4.63
Visa Inc 2.200% 12/14/20 Standard & Poors Rating: AA- Moody's Rating: Aa3 92826CAB8 Asset Minor Code 28	200,000.000	200,796.00 100.3980	204,764.00	- 3,968.00 36.00	207.78	2.19
Wells Fargo Mtn 3.300% 9/09/24 Standard & Poors Rating: A- Moody's Rating: A2 94974BGA2 Asset Minor Code 28	100,000.000	104,803.00 104.8030	103,890.00	913.00 487.00	1,026.67	3.15

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ACCOUNT 6746050800

Period from December 1, 2019 to December 31, 2019

ASSET DETAIL (continued)

DESCRIPTION	SHARES/ FACE AMOUNT	MARKET PRICE/UNIT	BOOK VALUE	UNREALIZED GAIN (LOSS) SINCE INCEPTION/ CURRENT PERIOD	ENDING ACCRUAL	YIELD ON MARKET
Total Corporate Issues	2,625,000.000	2,723,915.75	2,755,106.00	- 31,190.25 - 436.63	25,731.61	3.18
Mutual Funds						
Mutual Funds-Equity						
Columbia Contrarian Core Fund 19766M709 Asset Minor Code 98	16,435.022	450,812.65 27.4300	366,084.74	84,727.91 - 10,152.22	.00	1.18
Dfa Large Cap Intl Port. 233203868 Asset Minor Code 98	11,646.233	275,666.34 23.6700	246,285.55	29,380.79 6,633.55	.00	2.88
Dodge & Cox International Stock Fund 256206103 Asset Minor Code 98	4,065.328	177,248.30 43.6000	151,095.18	26,153.12 1,770.71	.00	3.93
Dodge & Cox Stock Fund 256219106 Asset Minor Code 98	2,793.871	541,340.44 193.7600	496,823.23	44,517.21 - 20,415.59	.00	1.88
Harbor Capital Appreciaton CI R 411512528 Asset Minor Code 98	3,559.312	269,439.92 75.7000	222,774.58	46,665.34 - 22,418.37	.00	0.15
Hartford Schroders Emerging Markets 41665X859 Asset Minor Code 98	21,232.317	352,031.82 16.5800	289,672.09	62,359.73 14,624.52	.00	2.33
Ishares S P 500 Value Etf 464287408 Asset Minor Code 94	1,379.000	179,394.11 130.0900	179,279.52	114.59 114.59	.00	2.11
Ishares Russell Mid Cap Etf 464287499 Asset Minor Code 94	7,081.000	422,169.22 59.6200	320,333.96	101,835.26 7,202.32	.00	1.43

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Period from December 1, 2019 to December 31, 2019

ASSET DETAIL (continued)

DESCRIPTION	SHARES/ FACE AMOUNT	MARKET PRICE/UNIT	BOOK VALUE	UNREALIZED GAIN (LOSS) SINCE INCEPTION/ CURRENT PERIOD	ENDING ACCRUAL	YIELD ON MARKET
Mfs International Growth R6 552746356 Asset Minor Code 98	4,791.683	177,771.44 37.1000	132,426.74	45,344.70 3,096.79	.00	1.03
Price T Rowe Growth Stk Fd Inc 741479406 Asset Minor Code 98	3,680.017	270,076.45 73.3900	209,134.27	60,942.18 - 7,997.13	.00	0.33
Undiscovered Mgrs Behavioral Value 904504479 Asset Minor Code 98	6,407.062	402,427.56 62.8100	394,400.56	8,027.00 - 6,580.53	.00	0.89
Vanguard Growth & Income Adm Shs#593 921913208 Asset Minor Code 98	13,781.358	1,169,072.60 84.8300	975,189.21	193,883.39 - 6,668.67	.00	1.67
Vanguard Real Estate Etf 922908553 Asset Minor Code 94	3,249.000	301,474.71 92.7900	278,213.64	23,261.07 - 667.72	.00	3.39
Victory Rs Small Cap Growth Fund 92647Q363 Asset Minor Code 98	4,992.913	405,624.25 81.2400	383,767.11	21,857.14 - 18,682.71	.00	0.00
Total Mutual Funds-Equity	105,094.116	5,394,549.81	4,645,480.38	749,069.43 - 60,140.46	.00	1.57
Mutual Funds-Fixed Income						
Vanguard Short Term Invst Grade #539 922031836 Asset Minor Code 99	55,510.659	595,629.37 10.7300	590,429.40	5,199.97 .00	.00	2.93
Total Mutual Funds-Fixed Income	55,510.659	595,629.37	590,429.40	5,199.97 .00	.00	2.92
Total Mutual Funds	160,604.775	5,990,179.18	5,235,909.78	754,269.40 - 60,140.46	.00	1.70

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0102 -19-02877-04

ATTACHMENT A



PARS/CITY OF BREA 115P
ACCOUNT 6746050800

Period from December 1, 2019 to December 31, 2019

ASSET DETAIL (continued)

DESCRIPTION	SHARES/ FACE AMOUNT	MARKET PRICE/UNIT	BOOK VALUE	UNREALIZED GAIN (LOSS) SINCE INCEPTION/ CURRENT PERIOD	ENDING ACCRUAL	YIELD ON MARKET
Total Assets	3,042,660.645	8,972,616.26	8,249,537.11	723,079.15 - 60,577.09	26,044.02	2.14
Accrued Income	.000	26,044.02	26,044.02			
Grand Total	3,042,660.645	8,998,660.28	8,275,581.13			

ASSET DETAIL MESSAGES

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

Publicly traded assets are valued in accordance with market quotations or valuation methodologies from financial industry services believed by us to be reliable. Assets that are not publicly traded may be reflected at values from other external sources. Assets for which a current value is not available may be reflected at a previous value or as not valued, at par value, or at a nominal value. Values shown do not necessarily reflect prices at which assets could be bought or sold. Values are updated based on internal policy and may be updated less frequently than statement generation.

For further information, please contact your account manager or relationship manager.

Yield on Market and Accrued Income are estimates provided for informational purposes only and should not be relied on for making investment, trading, or tax decisions. The estimates may not represent the actual value earned by your investments and they provide no guarantee of what your investments may earn in the future.



PORTFOLIO CHARACTERISTICS

Average Modified Duration	2.07
Average Coupon	2.02%
Average Purchase YTM	1.67%
Average Market YTM	1.62%
Average S&P/Moody Rating	AA+/Aaa
Average Final Maturity	2.15 yrs
Average Life	2.15 yrs

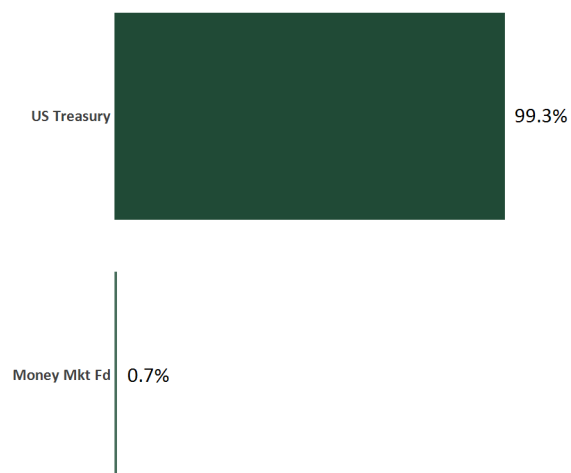
ACCOUNT SUMMARY

	Beg. Values as of 11/30/19	End Values as of 12/31/19
Market Value	267,927	268,367
Accrued Interest	1,111	1,090
Total Market Value	269,039	269,458
Income Earned	366	378
Cont/WD		0
Par	265,376	265,851
Book Value	266,273	266,673
Cost Value	269,384	269,859

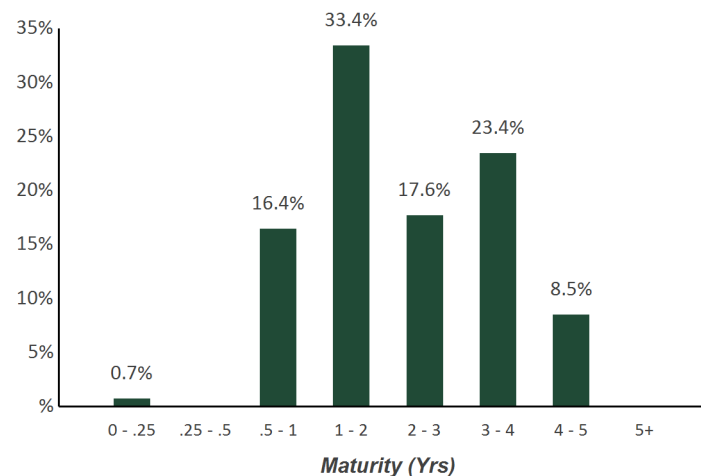
TOP ISSUERS

Government of United States	99.3%
Invesco Treasury Portfolio MMF	0.7%
Total	100.0%

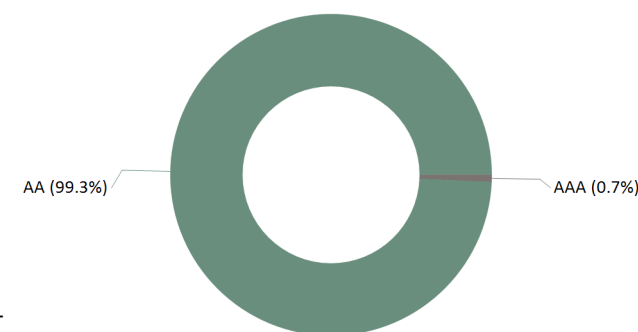
SECTOR ALLOCATION



MATURITY DISTRIBUTION



CREDIT QUALITY (S&P)



PERFORMANCE REVIEW

TOTAL RATE OF RETURN	1M	3M	YTD	1YR	Annualized				
					2YRS	3YRS	5YRS	10YRS	5/31/2010
Brea Lease Revenue Bonds, Reserve Account	0.16%	0.41%	4.09%	4.09%	2.67%	2.03%	1.75%	N/A	2.07%
ICE BAML 3-Month US Treasury Bill Index	0.14%	0.46%	2.28%	2.28%	2.08%	1.67%	1.07%	N/A	0.60%



BOOK VALUE RECONCILIATION		
BEGINNING BOOK VALUE		\$266,273.43
<u>Acquisition</u>		
+ Security Purchases	\$0.00	
+ Money Market Fund Purchases	\$474.79	
+ Money Market Contributions	\$0.00	
+ Security Contributions	\$0.00	
+ Security Transfers	\$0.00	
Total Acquisitions		\$474.79
<u>Dispositions</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	
Total Dispositions		\$0.00
<u>Amortization/Accretion</u>		
+/- Net Accretion	(\$75.31)	
		(\$75.31)
<u>Gain/Loss on Dispositions</u>		
+/- Realized Gain/Loss	\$0.00	
		\$0.00
ENDING BOOK VALUE		\$266,672.91

CASH TRANSACTION SUMMARY		
BEGINNING BALANCE		\$1,376.03
<u>Acquisition</u>		
Contributions	\$0.00	
Security Sale Proceeds	\$0.00	
Accrued Interest Received	\$0.00	
Interest Received	\$473.75	
Dividend Received	\$1.04	
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	
Total Acquisitions	\$474.79	
<u>Dispositions</u>		
Withdrawals	\$0.00	
Security Purchase	\$0.00	
Accrued Interest Paid	\$0.00	
Total Dispositions	\$0.00	
ENDING BOOK VALUE		\$1,850.82

Holdings Report

As of December 31, 2019



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
MONEY MARKET FUND FI									
825252109	Invesco Treasury MMFD Private Class	1,850.82	Various 1.19%	1,850.82 1,850.82	1.00 1.19%	1,850.82 0.00	0.69% 0.00	Aaa / AAA AAA	0.00 0.00
Total Money Market Fund FI		1,850.82	1.19%	1,850.82 1,850.82	1.19%	1,850.82 0.00	0.69% 0.00	Aaa / AAA AAA	0.00 0.00
US TREASURY									
912828XM7	US Treasury Note 1.625% Due 7/31/2020	22,000.00	08/24/2016 1.03%	22,506.25 22,074.74	100.00 1.63%	21,999.14 149.61	8.22% (75.60)	Aaa / AA+ AAA	0.58 0.58
912828WC0	US Treasury Note 1.75% Due 10/31/2020	22,000.00	Various 1.45%	22,276.59 22,052.36	100.08 1.65%	22,018.04 65.58	8.20% (34.32)	Aaa / AA+ AAA	0.84 0.82
912828A83	US Treasury Note 2.375% Due 12/31/2020	22,000.00	08/24/2016 1.08%	23,208.35 22,277.56	100.71 1.66%	22,155.54 1.44	8.22% (122.02)	Aaa / AA+ AAA	1.00 0.99
912828B90	US Treasury Note 2% Due 2/28/2021	22,000.00	08/24/2016 1.10%	22,868.90 22,223.55	100.41 1.64%	22,090.24 148.68	8.25% (133.31)	Aaa / AA+ AAA	1.16 1.14
912828WN6	US Treasury Note 2% Due 5/31/2021	20,000.00	07/11/2016 1.01%	20,937.57 20,271.18	100.55 1.60%	20,110.16 34.97	7.48% (161.02)	Aaa / AA+ AAA	1.42 1.39
912828F21	US Treasury Note 2.125% Due 9/30/2021	25,000.00	10/27/2016 1.38%	25,879.97 25,312.25	100.89 1.60%	25,223.63 134.99	9.41% (88.62)	Aaa / AA+ AAA	1.75 1.70
912828J43	US Treasury Note 1.75% Due 2/28/2022	24,000.00	04/24/2017 1.84%	23,905.39 23,957.80	100.38 1.57%	24,090.00 141.92	8.99% 132.20	Aaa / AA+ AAA	2.16 2.11
912828L24	US Treasury Note 1.875% Due 8/31/2022	23,000.00	09/18/2017 1.84%	23,039.61 23,021.33	100.73 1.59%	23,168.91 145.72	8.65% 147.58	Aaa / AA+ AAA	2.67 2.58
912828N30	US Treasury Note 2.125% Due 12/31/2022	20,000.00	01/09/2018 2.31%	19,825.00 19,894.48	101.52 1.60%	20,304.68 1.17	7.54% 410.20	Aaa / AA+ AAA	3.00 2.90
9128284D9	US Treasury Note 2.5% Due 3/31/2023	22,000.00	06/13/2018 2.84%	21,669.14 21,776.09	102.77 1.62%	22,610.15 139.75	8.44% 834.06	Aaa / AA+ AAA	3.25 3.10
912828T91	US Treasury Note 1.625% Due 10/31/2023	20,000.00	02/21/2019 2.52%	19,214.84 19,358.39	99.91 1.65%	19,982.04 55.36	7.44% 623.65	Aaa / AA+ AAA	3.84 3.69

Holdings Report

As of December 31, 2019



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									
912828WJ5	US Treasury Note 2.5% Due 5/15/2024	22,000.00	06/18/2019	22,676.33	103.47	22,763.99	8.47%	Aaa / AA+	4.38
			1.84%	22,602.36	1.67%	71.02	161.63	AAA	4.13
Total US Treasury		264,000.00	1.67%	268,007.94 264,822.09	1.62%	266,516.52 1,090.21	99.31% 1,694.43	Aaa / AA+ AAA	2.16 2.09
TOTAL PORTFOLIO		265,850.82	1.67%	269,858.76 266,672.91	1.62%	268,367.34 1,090.21	100.00% 1,694.43	Aaa / AA+ AAA	2.15 2.07
TOTAL MARKET VALUE PLUS ACCRUED						269,457.55			

Portfolio Summary

As of December 31, 2019



PORTFOLIO CHARACTERISTICS

Average Modified Duration	2.40
Average Coupon	2.17%
Average Purchase YTM	2.56%
Average Market YTM	1.61%
Average S&P/Moody Rating	AA+/Aaa
Average Final Maturity	2.51 yrs
Average Life	2.51 yrs

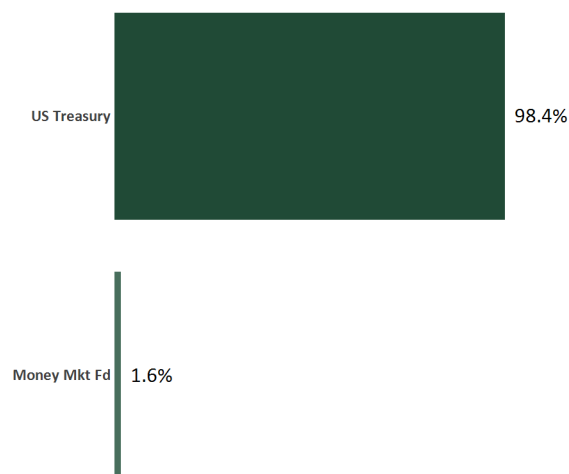
ACCOUNT SUMMARY

	Beg. Values as of 11/30/19	End Values as of 12/31/19
Market Value	679,605	680,721
Accrued Interest	3,084	3,002
Total Market Value	682,689	683,723
Income Earned	1,399	1,445
Cont/WD		0
Par	669,551	670,868
Book Value	665,142	666,668
Cost Value	660,863	662,180

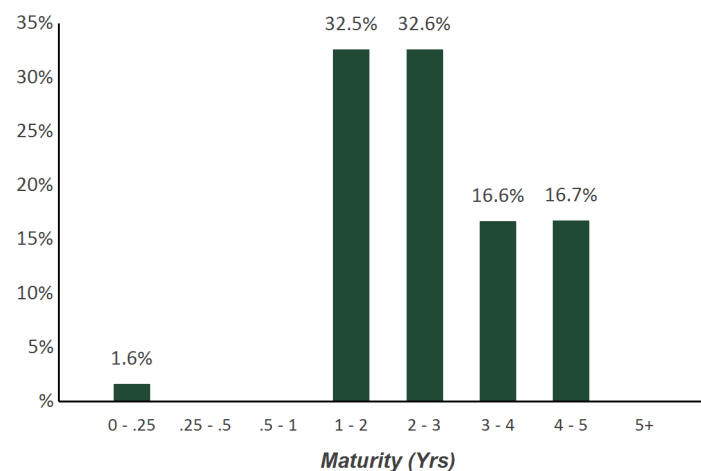
TOP ISSUERS

Government of United States	98.4%
Invesco Treasury Portfolio MMF	1.6%
Total	100.0%

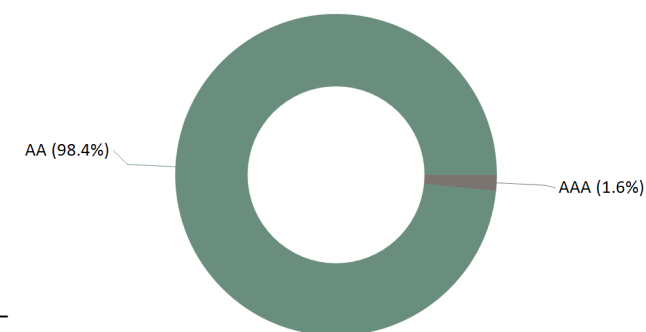
SECTOR ALLOCATION



MATURITY DISTRIBUTION



CREDIT QUALITY (S&P)



PERFORMANCE REVIEW

TOTAL RATE OF RETURN	1M	3M	YTD	1YR	Annualized				
					2YRS	3YRS	5YRS	10YRS	6/30/2018
Brea CFD 2008 2 17 Reserve Fund	0.15%	0.36%	4.15%	4.15%	N/A	N/A	N/A	N/A	4.03%
ICE BAML 3-5 Yr US Treasury/Agency Index	0.03%	0.11%	5.20%	5.20%	N/A	N/A	N/A	N/A	4.96%



BOOK VALUE RECONCILIATION		
BEGINNING BOOK VALUE		\$665,141.71
<u>Acquisition</u>		
+ Security Purchases	\$0.00	
+ Money Market Fund Purchases	\$1,317.29	
+ Money Market Contributions	\$0.00	
+ Security Contributions	\$0.00	
+ Security Transfers	\$0.00	
Total Acquisitions		\$1,317.29
<u>Dispositions</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	
Total Dispositions		\$0.00
<u>Amortization/Accretion</u>		
+/- Net Accretion	\$209.29	
		\$209.29
<u>Gain/Loss on Dispositions</u>		
+/- Realized Gain/Loss	\$0.00	
		\$0.00
ENDING BOOK VALUE		\$666,668.29

CASH TRANSACTION SUMMARY		
BEGINNING BALANCE		\$9,550.78
<u>Acquisition</u>		
Contributions	\$0.00	
Security Sale Proceeds	\$0.00	
Accrued Interest Received	\$0.00	
Interest Received	\$1,306.25	
Dividend Received	\$11.04	
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	
Total Acquisitions	\$1,317.29	
<u>Dispositions</u>		
Withdrawals	\$0.00	
Security Purchase	\$0.00	
Accrued Interest Paid	\$0.00	
Total Dispositions	\$0.00	
ENDING BOOK VALUE		\$10,868.07

Holdings Report

As of December 31, 2019



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
MONEY MARKET FUND FI									
825252109	Invesco Treasury MMFD Private Class	10,868.07	Various 1.19%	10,868.07 10,868.07	1.00 1.19%	10,868.07 0.00	1.59% 0.00	Aaa / AAA AAA	0.00 0.00
Total Money Market Fund FI		10,868.07	1.19%	10,868.07 10,868.07	1.19%	10,868.07 0.00	1.59% 0.00	Aaa / AAA AAA	0.00 0.00
US TREASURY									
912828A83	US Treasury Note 2.375% Due 12/31/2020	110,000.00	06/28/2018 2.58%	109,467.19 109,787.69	100.71 1.66%	110,777.70 7.18	16.20% 990.01	Aaa / AA+ AAA	1.00 0.99
912828F21	US Treasury Note 2.125% Due 9/30/2021	110,000.00	06/28/2018 2.64%	108,242.58 109,056.99	100.89 1.60%	110,983.95 593.95	16.32% 1,926.96	Aaa / AA+ AAA	1.75 1.70
912828J43	US Treasury Note 1.75% Due 2/28/2022	110,000.00	06/13/2018 2.79%	105,986.72 107,663.12	100.38 1.57%	110,412.50 650.48	16.24% 2,749.38	Aaa / AA+ AAA	2.16 2.11
912828L24	US Treasury Note 1.875% Due 8/31/2022	110,000.00	06/13/2018 2.82%	105,887.89 107,400.21	100.73 1.59%	110,807.84 696.94	16.31% 3,407.63	Aaa / AA+ AAA	2.67 2.58
9128284D9	US Treasury Note 2.5% Due 3/31/2023	110,000.00	06/13/2018 2.84%	108,345.70 108,880.44	102.77 1.62%	113,050.74 698.77	16.64% 4,170.30	Aaa / AA+ AAA	3.25 3.10
912828WJ5	US Treasury Note 2.5% Due 5/15/2024	110,000.00	06/18/2019 1.84%	113,381.64 113,011.77	103.47 1.67%	113,819.97 355.08	16.70% 808.20	Aaa / AA+ AAA	4.38 4.13
Total US Treasury		660,000.00	2.58%	651,311.72 655,800.22	1.62%	669,852.70 3,002.40	98.41% 14,052.48	Aaa / AA+ AAA	2.55 2.44
TOTAL PORTFOLIO		670,868.07	2.56%	662,179.79 666,668.29	1.61%	680,720.77 3,002.40	100.00% 14,052.48	Aaa / AA+ AAA	2.51 2.40
TOTAL MARKET VALUE PLUS ACCRUED						683,723.17			

City of Brea

INVESTMENT ADVISORY COMMITTEE COMMUNICATION

TO: Honorable Chair and Committee Members

FROM: Bill Gallardo, City Manager

DATE: 01/27/2020

SUBJECT: Monthly Report of Investments for the Successor Agency to the Brea
Redevelopment Agency for Period Ending December 31, 2019

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 December 2019. 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 December 31, 2019, the market value, including accrued interest on the Successor Agency's Local Agency Investment Fund (LAIF), was \$18,693.24 in comparison to \$18,660.97 at November 30, 2019. 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 December 31, 2019, the market value of these funds, including short-term cash and accrued interest was \$204,841.96 as compared to \$204,630.97 as of November 30, 2019.

FISCAL IMPACT/SUMMARY

During the month of December, the total value of the Successor Agency to the Brea Redevelopment Agency's investment portfolio increased by \$32.27 due to market rate adjustments. The total value of the restricted cash and investments increased by \$210.99 primarily due to market rate adjustments.

RESPECTFULLY SUBMITTED

William Gallardo, City Manager

Prepared by: Ana Conrique, Senior Accountant

Concurrence: Cindy Russell, Administrative Services Director

Attachments

Attachment A

Successor Agency to the Brea Redevelopment Agency
Cash and Investment Information
December 31, 2019

			Cost Value	Market Value*
Demand and Interest-Bearing Checking Accounts	Citizen's Bank	\$	10,045.99	\$ 10,045.99
Local Agency Investment Fund	LAIF	\$	18,594.97	\$ 18,693.24
<u>Fiscal Agent Cash & Investments</u>				
2004 Brea Public Financing Authority Lease Revenue Bond	Chandler/BNY	\$	20,137.43	\$ 20,137.43
2010 Brea Public Financing Authority Lease Revenue Bond	Chandler/BNY	\$	57,634.59	\$ 57,634.59
2013 Tax Allocation Bonds	Chandler/BNY	\$	98,257.75	\$ 98,257.75
2016 Tax Allocation Refunding Bonds, Series A & B	Chandler/BNY	\$	15,125.33	\$ 15,125.33
2017 Tax Allocation Refunding Bonds, Series A & B	Chandler/BNY	\$	13,686.86	\$ 13,686.86
Sub-total - Fiscal Agent Cash & Investments		\$	204,841.96	\$ 204,841.96
Grand Total		\$	233,482.92	\$ 233,581.19

* Includes accrued interest on invested funds

Successor Agency to the Brea Redevelopment Agency **Cash and Investment Information**

December 31, 2019

Fiscal Agent Cash & Investments Detail	Cost Value	Market Value
2004 Brea Public Financing Authority Lease Revenue Bond - CHANDLER	\$ -	\$ -
Short-Term Treasury Funds - BNY	\$ 20,137.43	\$ 20,137.43
Sub-total	\$ 20,137.43	\$ 20,137.43
2010 Brea Public Financing Authority Lease Revenue Bond - CHANDLER	\$ -	\$ -
Short-Term Treasury Funds - BNY	\$ 57,634.59	\$ 57,634.59
Sub-total	\$ 57,634.59	\$ 57,634.59
2013 Tax Allocation Bonds - CHANDLER	\$ -	\$ -
Short-Term Treasury Funds - BNY	\$ 98,257.75	\$ 98,257.75
Sub-total	\$ 98,257.75	\$ 98,257.75
2016 Tax Allocation Refunding Bonds, Series A & B - CHANDLER	\$ -	\$ -
Short-Term Treasury Funds - BNY	\$ 15,125.33	\$ 15,125.33
Sub-total	\$ 15,125.33	\$ 15,125.33
2017 Tax Allocation Refunding Bonds, Series A & B - CHANDLER	\$ -	\$ -
Short-Term Treasury Funds - BNY	\$ 13,686.86	\$ 13,686.86
Sub-total	\$ 13,686.86	\$ 13,686.86
Report Grand Total	\$ 204,841.96	\$ 204,841.96



PORTFOLIO CHARACTERISTICS

Average Modified Duration	0.00
Average Coupon	2.03%
Average Purchase YTM	2.03%
Average Market YTM	2.03%
Average S&P/Moody Rating	NR/NR
Average Final Maturity	0.00 yrs
Average Life	0.00 yrs

ACCOUNT SUMMARY

	Beg. Values as of 11/30/19	End Values as of 12/31/19
Market Value	18,595	18,595
Accrued Interest	66	98
Total Market Value	18,661	18,693
Income Earned	32	32
Cont/WD		0
Par	18,595	18,595
Book Value	18,595	18,595
Cost Value	18,595	18,595

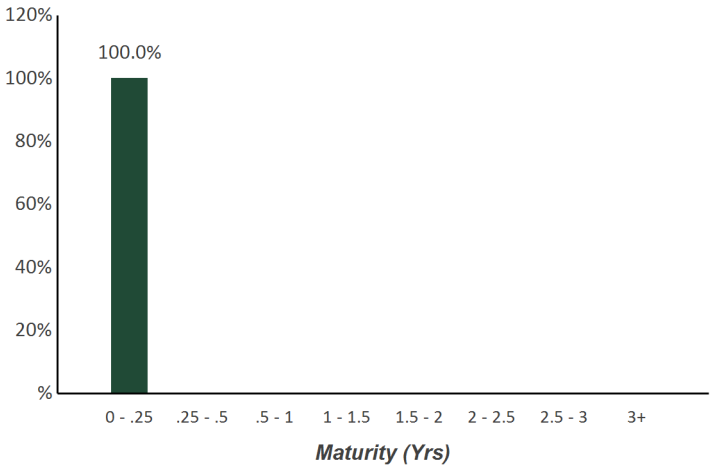
TOP ISSUERS

Local Agency Investment Fund	100.0%
Total	100.0%

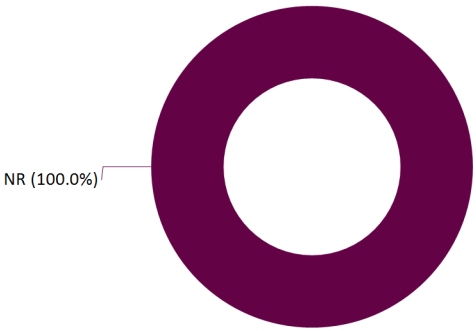
SECTOR ALLOCATION



MATURITY DISTRIBUTION



CREDIT QUALITY (S&P)



Holdings Report
As of December 31, 2019



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	18,594.97	Various 2.03%	18,594.97 18,594.97	1.00 2.03%	18,594.97 98.27	100.00% 0.00	NR / NR NR	0.00 0.00
Total LAIF		18,594.97	2.03%	18,594.97	2.03%	18,594.97 98.27	100.00% 0.00	NR / NR NR	0.00 0.00
TOTAL PORTFOLIO		18,594.97	2.03%	18,594.97	2.03%	18,594.97 98.27	100.00% 0.00	NR / NR NR	0.00 0.00
TOTAL MARKET VALUE PLUS ACCRUED						18,693.24			