City of Pittsburg
Finance Division
65 Civic Avenue
Pittsburg, California 94565

February 5, 2019

Honorable Mayor and City Council:

I have reviewed the City of Pittsburg's Treasury Report for the quarter ending December 31, 2018 and find that it complies with the Investment Policy established by my office.

Sincerely,

Nancy Parent

Nancy Parent
City Treasurer

Office of the City Manager / Executive Director
65 Civic Avenue
Pittsburg, California 94565

DATE: February 19, 2019

TO: Mayor and Council Members

FROM: Garrett D. Evans, City Manager

SUBJECT: Receive and File the Treasurer's Report for the Quarter Ending December 31, 2018

EXECUTIVE SUMMARY

Attached is the Treasurer's Report for the fiscal quarter ending December 31, 2018, which includes the combined detailed information of the City and the Successor Agency's (Agency) investments, which are compliant with the City's and Agency's Investment Policies.

FISCAL IMPACT

Net investment income for the quarter was $787,400, which includes regular earnings and market value adjustments as required by Governmental Accounting Standards Board Statement Number 31.

The City's and Agency's expenditure requirements for the next six months are covered by anticipated revenues from operations and maturing investments.

RECOMMENDATION:

City Council accepts the Treasurer's Report for the quarter ending December 30, 2018 for information purposes only.

BACKGROUND

Each fiscal quarter, an Investment Summary Report is required to be provided, by policy, to the City Council for review.

STAFF ANALYSIS

The City's objective in order of priority, are to provide safety ensuring the preservation of capital, provide sufficient liquidity for cash needs and earn a competitive rate of return (yield) within the confines of the California Government Code and the investment policy. Chandler Asset Management is responsible for managing investments in accordance with the City's investment policy. All portfolio holdings were held with investment grade securities.

The City and the Agency's investment portfolio increased by $14.9 million during the second quarter of FY 2018-19, from $98.2 million on September 30, 2018 to $113.1 million on December 31, 2018. The primary increase was due to: 1.) receiving $19.2 million in various taxes and fees: property, sales/use tax, special assessments taxes and franchise fees; 2.) normal operating expenses of $4.3 million.

DESCRIPTION	BALANCE 09/30/18	BALANCE 12/31/18	Variance
CASH & INVESTMENTS:			
City Managed	$ 17,079,529	$ 31,857,488	$ 14,777,959
Advisor Managed	81,119,744	81,228,472	108,728
TOTAL	**$ 98,199,273**	**$ 113,085,960**	**$ 14,886,687**

The portfolio's total return for the quarter was 1.45%, comparing to the benchmark of 1.5% as established by the City performance benchmark, Bank of America Merrill Lynch 1-3 Year U.S. Treasury Index.

Governmental Accounting Standards Board Statement 40 requires the City to recognize the fair market value of its investments at the end of each fiscal year. The market values of investments included in this report were obtained from the State Controller's office for LAIF and from the City's registered investment advisors and bond trustees for longer-term investments. These market valuations are subject to daily changes in market value. The change in market value is considered temporary in nature, as it is the City's general intention to hold its investments until maturity, when they would be redeemed at market value.

Attached is the CAM Investment Report detailing an economic update, account profile and investment activity for the quarter ending December 31, 2018.

Report Prepared By: Priscilla Wong-O'Rourke - Accountant

Report Reviewed By: Laura Mendez, Finance Manager - Reporting

Brad Farmer, Director of Finance

Attachments:

Letter from City Treasurer

Investment Report by Chandler Asset Management

INVESTMENT REPORT

CHANDLER ASSET MANAGEMENT

City of Pittsburg

Period Ending December 31, 2018

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

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As of December 31, 2018

Section 1 | Economic Update

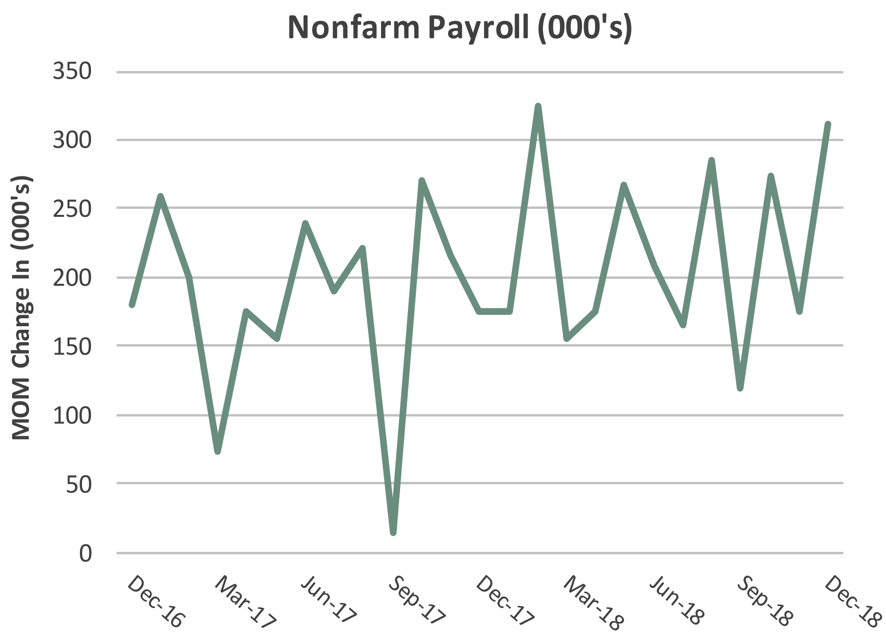
Economic Update

- The Federal Open Market Committee (FOMC) raised the fed funds target rate by 25 basis points in December to a range of 2.25%-2.50%. Although recent economic data has softened, the rate hike was widely expected. The Fed's long run fed funds rate target was lowered to 2.8% from the previous estimate of 3.0%. However, the Fed did little to acknowledge the changing market dynamics and tightening financial conditions, reaffirming their strong economic forecast for 2019 and emphasizing the balance sheet reduction strategy remains on track. Although the modest adjustment in the Fed's projections was a step in the right direction, some market participants were expecting a more dovish tone from the Fed Chair. We continue to believe the terminal fed funds rate will be below 3.0% and believe the Fed is at risk of making a policy error if monetary policy continues to tighten at the same quarterly pace of 2018. We believe there is a high probability that the Fed will keep monetary policy on hold at least through the first quarter.

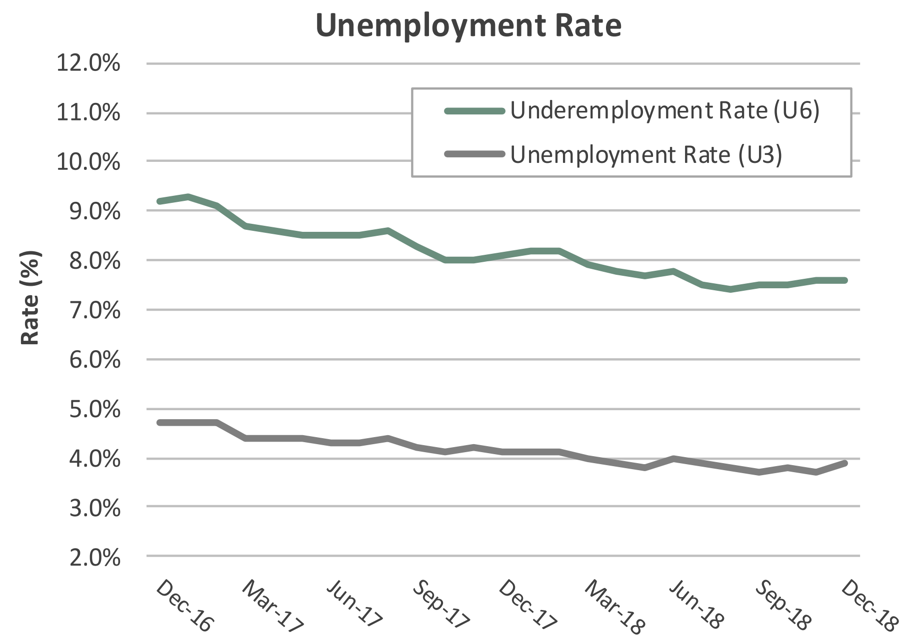
- Interest rate sensitive sectors such as housing and autos have softened, and financial conditions have tightened in recent months as equity prices have declined, borrowing costs have increased, and the US dollar has strengthened. Although labor market conditions remain tight, we expect the pace of job growth is likely to slow as the economy is at or near full employment. Meanwhile, inflation pressures remain subdued. Though we don't foresee a recession in the near-term, economic growth has eased. The economy is expected to grow 2.5% this year versus 2.9% in 2018.

- Treasury yields declined in December. At month-end, the 2-year Treasury yield was down nearly 30 basis points to 2.49%, while the 10-year Treasury yield was down slightly more than 30 basis points to 2.68%. The spread between 2- and 10-year Treasury yields was just 20 basis points at year-end.

Employment



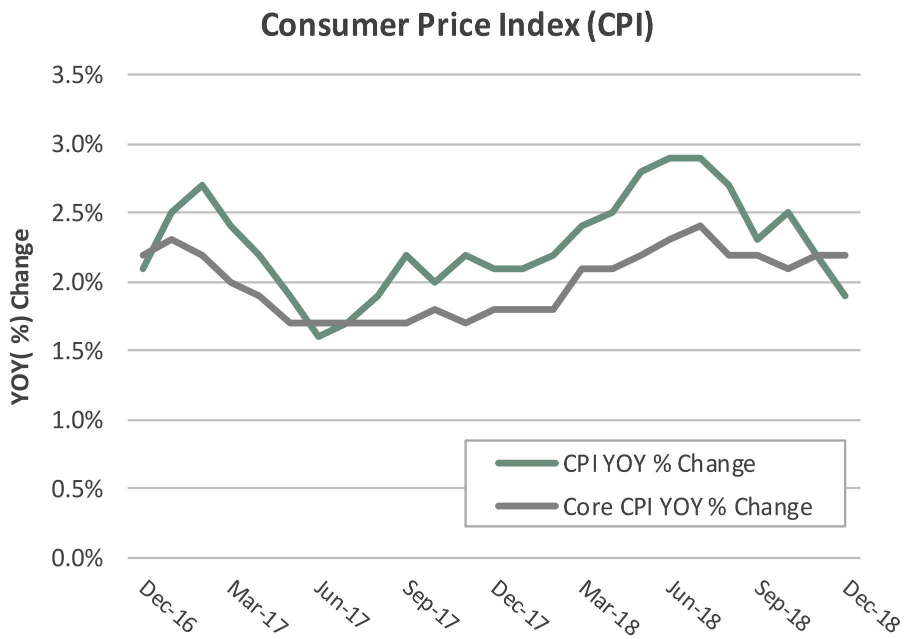
Source: US Department of Labor



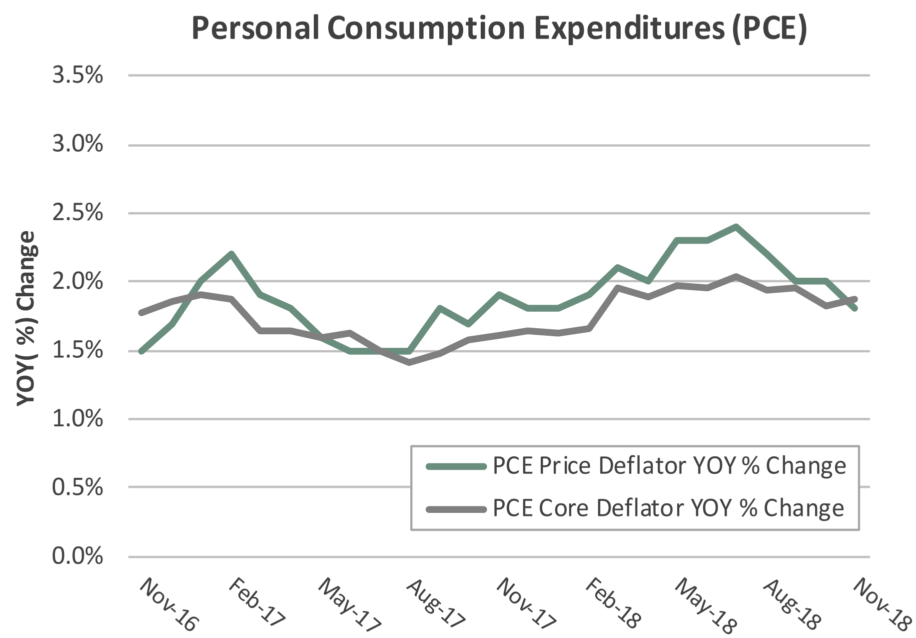
Source: US Department of Labor

U.S. payrolls rose by 312,000 in December, well above the consensus forecast of 184,000. October and November payrolls were revised up by a total of 58,000. On a trailing 3-month and 6-month basis payrolls increased by an average of 254,000 and 222,000 per month, respectively, more than enough to absorb new entrants into the labor market. The unemployment rate increased to 3.9% in December from 3.7% in November as the labor participation rate increased to 63.1% from 62.9%. 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, was unchanged at 7.6%. Wages jumped 0.4% in December on a month-over-month basis, exceeding expectations of 0.3%. Wages were up 3.2% on a year-over-year basis in December, versus up 3.1% year-over-year in November. The average workweek increased to 34.5 hours in December from 34.4 hours in November.

Inflation



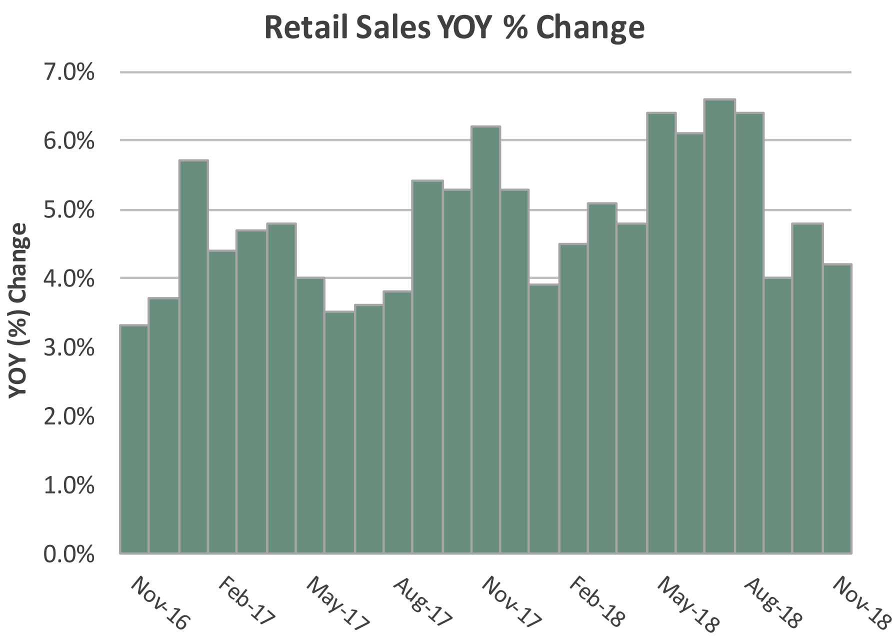
Source: US Department of Labor



Source: US Department of Commerce

The Consumer Price Index (CPI) was up just 1.9% year-over-year in December, versus up 2.2% year-over-year in November, as energy prices pulled down the index month-over-month. Core CPI (CPI less food and energy) was up 2.2% year-over-year in December, unchanged on a year-over-year basis from November. The Personal Consumption Expenditures (PCE) index was up 1.8% year-over-year in November, versus up 2.0% year-over-year in October. Core PCE (excluding food and energy) was up 1.9% on a year-over-year basis in November, versus up 1.8% in October. Core PCE inflation, which is the Fed's primary inflation gauge remains below the Fed’s 2.0% target.

Consumer

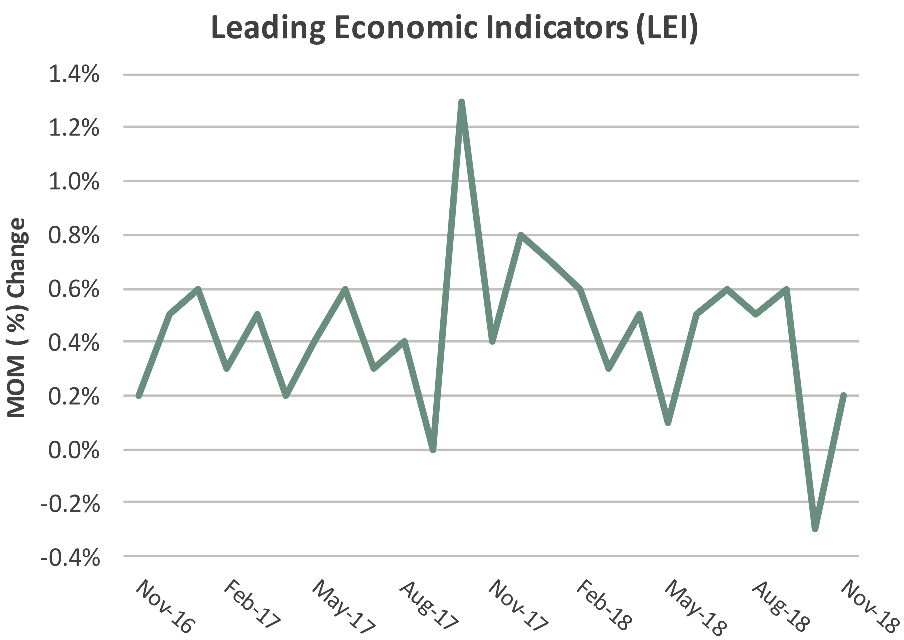


Source: US Department of Commerce

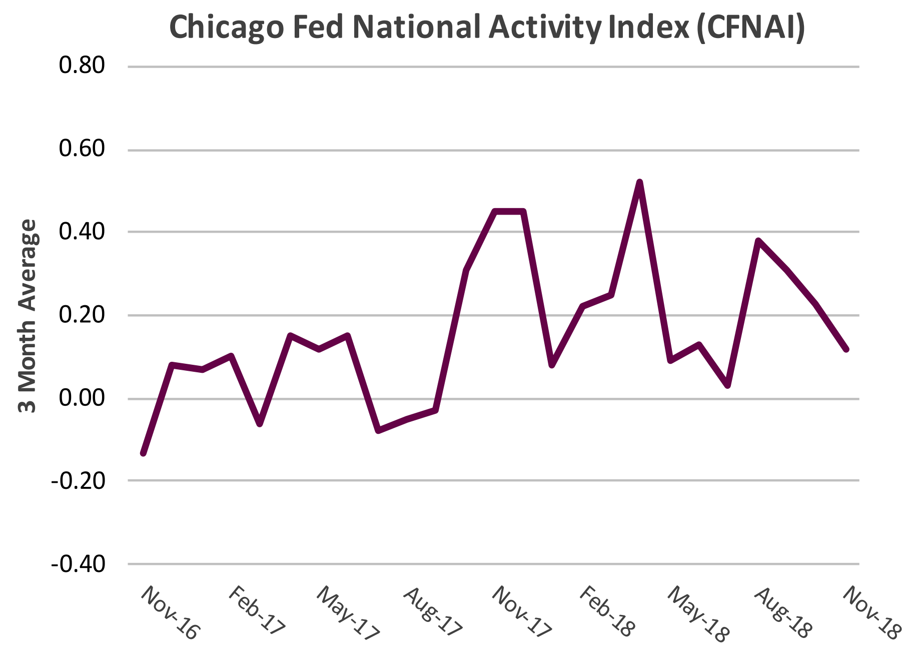
Source: The Conference Board

December retail sales data were delayed due to the government shutdown. On a year-over-year basis, retail sales were up 4.2% in November, versus up 4.8% year-over-year in October. On a month-over-month basis, retail sales increased 0.2% in November, above expectations for a 0.1% increase, following growth of 1.1% in October. October sales were likely boosted in part by a hurricane-related rebound in auto sales and building materials. Lower gas prices held back monthly retail sales growth in November, but sales growth excluding autos and gas was solid. The Consumer Confidence Index remains strong but eased to 128.1 in December from 136.4 in November. Looking ahead, labor market strength should continue to support consumer confidence and spending trends.

Economic Activity



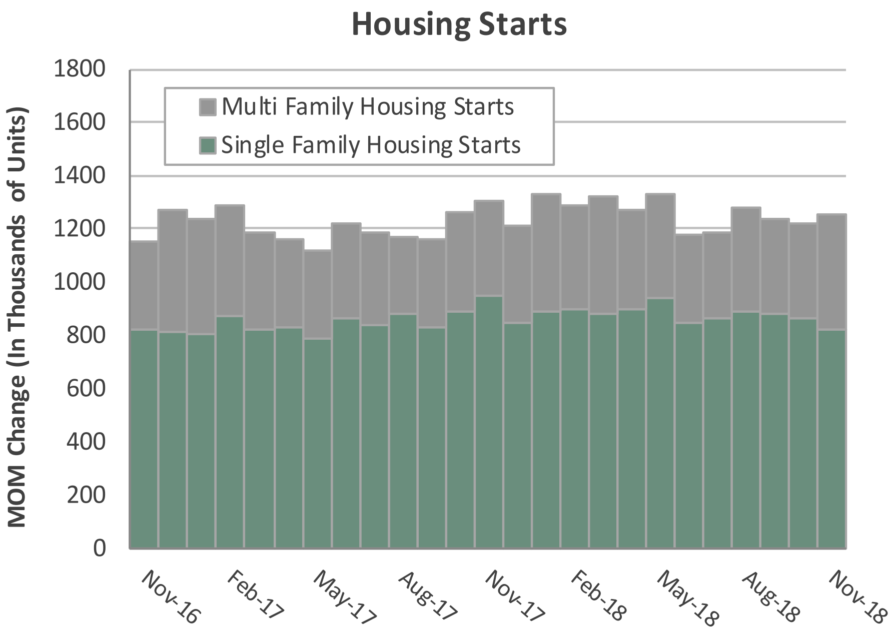
Source: The Conference Board



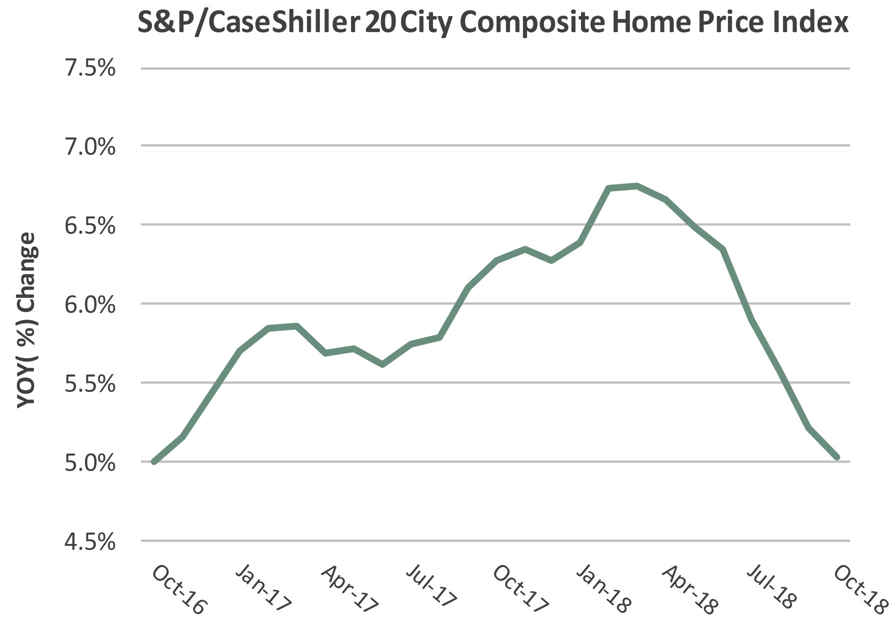
Source: Federal Reserve Bank of Chicago

The Index of Leading Economic Indicators (LEI) rose 0.2% month-over-month in November, following a downwardly revised 0.3% decline in October. Based on the index, the Conference Board believes the US economy will continue to grow at a pace of about 2.8% in early 2019 and then moderate in the second half of the year. The Chicago Fed National Activity Index (CFNAI) increased to 0.22 in November from a sharply downwardly revised 0.0 in October (previously 0.24). On a 3-month moving average basis, the index declined to 0.12 in November from 0.23 in October.

Housing



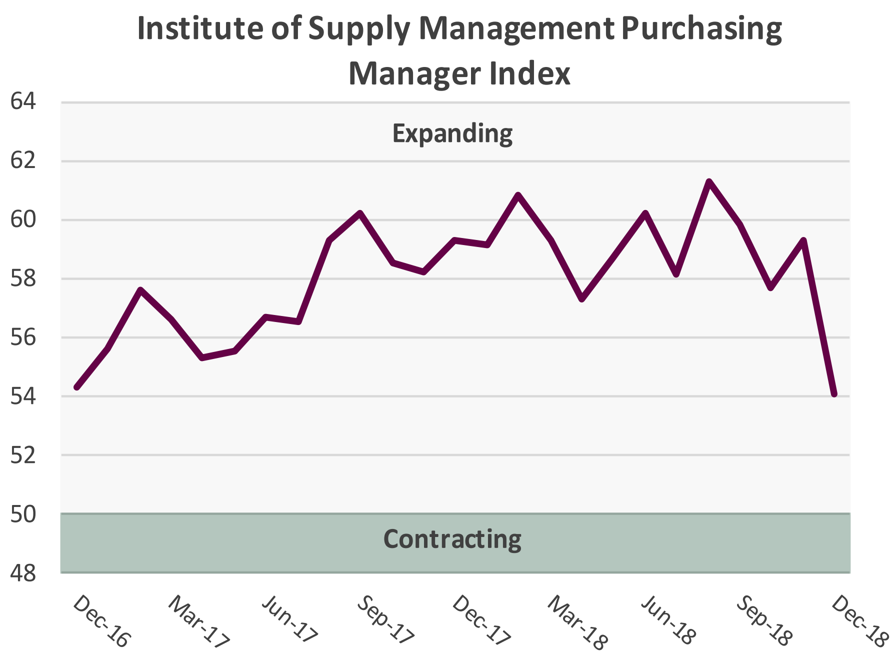
Source: US Department of Commerce



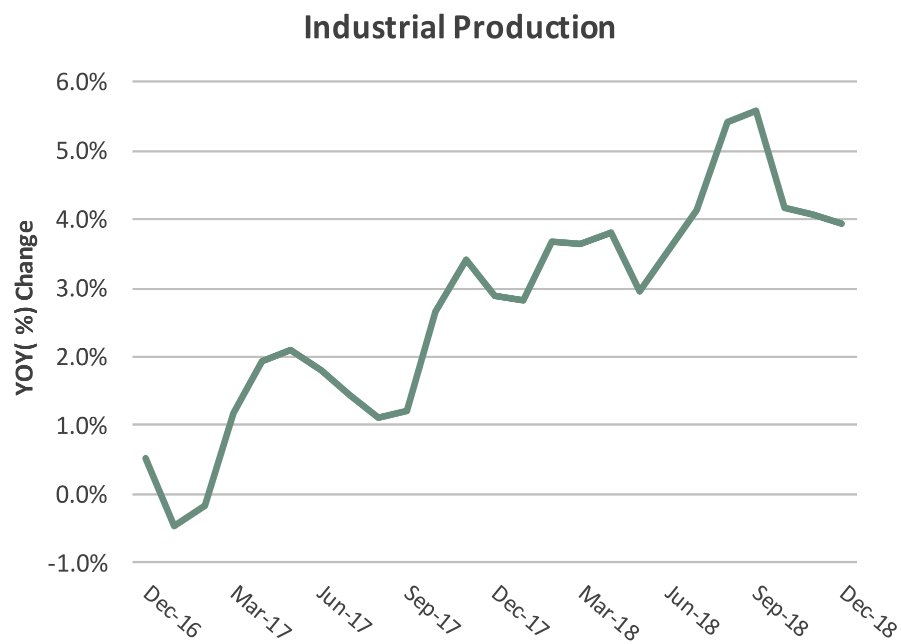
Source: S&P

December housing starts data were delayed due to the government shutdown. In November, total housing starts were stronger than expected, up 3.2% to a 1.256 million annualized rate. The growth was driven by multi-family starts which rose 22.4%. Single-family starts declined 4.6% in November. Permits rose 5.0% in the month. According to the Case-Shiller 20-City home price index, home prices were up 5.0% year-over-year in October, versus up 5.2% in September. The housing sector has softened as mortgage rates have increased.

Manufacturing



Source: Institute for Supply Management



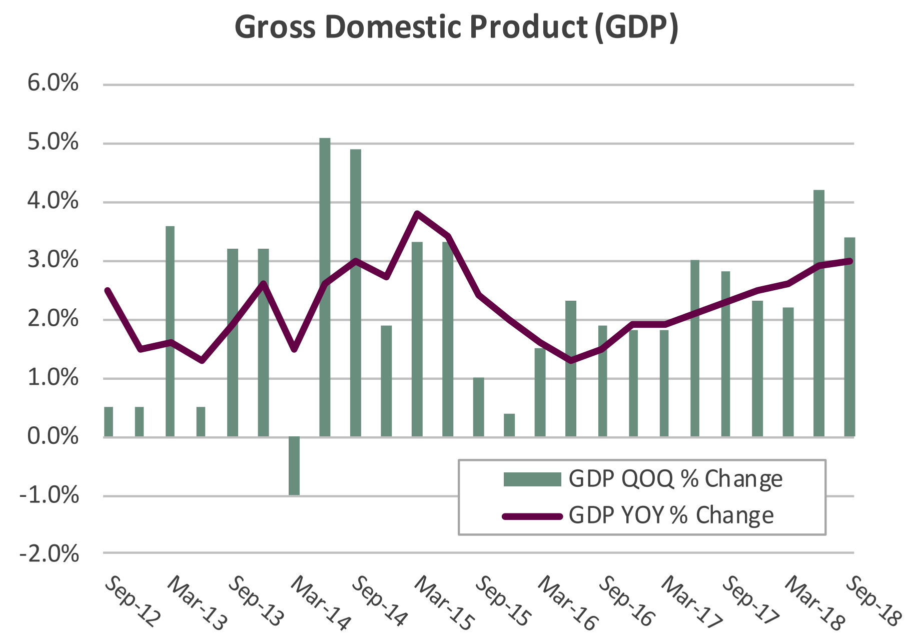
Source: Federal Reserve

The Institute for Supply Management (ISM) manufacturing index fell to 54.1 in December from 59.3 in November. Despite the large decline, a reading above 50.0 suggests the manufacturing sector is expanding. The Industrial Production index was up 4.0% year-over-year in December versus up 4.1% year-over-year in November. On a month-over-month basis, the manufacturing component of the index jumped 1.1% in December, following a 0.1% increase in November. Capacity Utilization increased to 78.7% in December from 78.6% in November, 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	12/17	3/18	6/18	9/18
Personal Consumption Expenditures	2.6%	0.4%	2.6%	2.4%
Gross Private Domestic Investment	0.1%	1.6%	-0.1%	2.5%
Net Exports and Imports	-0.9%	0.0%	1.2%	-2.0%
Federal Government Expenditures	0.3%	0.2%	0.2%	0.2%
State and Local (Consumption and Gross Investment)	0.2%	0.1%	0.2%	0.2%
Total	**2.3%**	**2.2%**	**4.2%**	**3.4%**

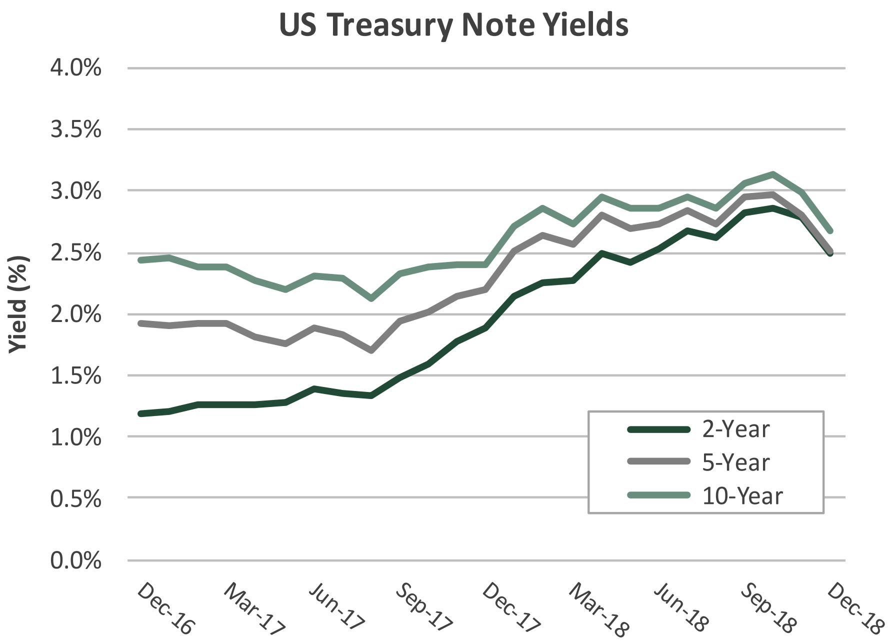
Source: US Department of Commerce



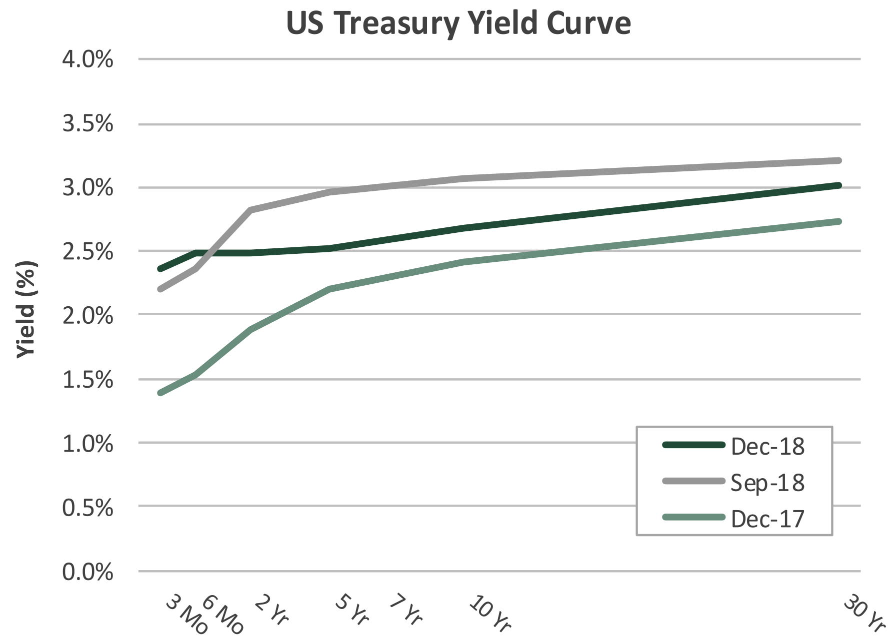
Source: US Department of Commerce

Third quarter GDP grew at an annualized rate of 3.4% (revised down slightly from the second estimate of 3.5%). This follows growth of 4.2% in the second quarter. Inventories and consumer spending drove growth in the third quarter, while net exports were a drag. The consensus forecast calls for GDP growth of 2.6% in the fourth quarter of 2018, 2.1% in the current quarter, and 2.5% for the full year 2019.

Bond Yields



Source: Bloomberg



Source: Bloomberg

On a year-over-year basis, Treasury yields have increased and the Treasury yield curve has flattened. The spread between 2-Year and 10-year Treasury yields narrowed from 52 basis points to 20 basis points in 2018. Rate hikes by the Federal Reserve have put upward pressure on rates, while supply and demand imbalances, technical factors, weakening global economic growth, and subdued inflation expectations have contributed to the curve flattening.

Section 2 | Account Profile

Objectives

Investment Objectives

The investment objectives for the City of Pittsburg, 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 the portfolio is to earn a total rate of return through a market cycle that is equal to or above the return on the benchmark index.

Strategy

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

As of December 31, 2018

City of Pittsburg Managed Consolidated

This portfolio is a consolidation of assets managed by Chandler Asset Management. Assets managed by Chandler Asset Management are in full compliance with state law and Client's investment policy. Chandler relies on City to provide accurate information for reporting assets and producing this compliance statement.

Category	Standard	Comment
Treasury Issues	No limit	*Complies*
Agency Issues	No limit	*Complies*
Supranationals	"AA" rated or one of the two highest rating categories by a NRSRO; 30% maximum; 5% max per issuer; USD denominated senior unsecured unsubordinated obligations issued or unconditionally guaranteed by IBRD, IFC, IADB	*Complies*
Municipal Obligations	"A" rated or one of the top three rating categories by a NRSRO; 30% maximum; 5% max per issuer	*Complies*
Banker's Acceptances	"A-1" rated or highest short-term rating category by a NRSRO; 40% maximum; 5% max per issuer; 180 days max maturity	*Complies*
Commercial Paper	"A-1" rated or higher by a NRSRO; "A" long-term rated issuer or higher by a NRSRO, if any; 25% maximum; 5% max per issuer; 270 days max maturity; Issuer is a corporation organized and operating in the U.S. with assets >$500 million; 10% max of the outstanding commercial paper of any single issuer.	*Complies*
Negotiable Certificates of Deposit (NCD)	AA- rated or one of the two highest rating categories by a NRSRO; 30% maximum; 5% max per issuer; Issued by nationally or state-chartered bank, a savings association or federal association, a state or federal credit union, or by a federally licensed or state-licensed branch of a foreign bank.	*Complies*
Time Deposits/Certificates of Deposit (CD)	"A" rated or one of the three highest rating categories by a NRSRO; 30% maximum; 5% max per issuer; 1 year max maturity; FDIC insured or fully collateralized in financial institutions located in California, including US branches of foreign banks licensed to do business in California	*Complies*
Corporate Medium Term Notes	"A" rated or one of the three highest categories by a NRSRO; 30% maximum; 5% max per issuer; Issued by corporations organized and operating within the U.S. or by depository institutions licensed by the U.S. or any state and operating within the U.S.	*Complies*
Asset-Backed (ABS), Mortgage-Backed Securities; Pass-Throughs, CMOs	"AA" rated or one of the two highest rating categories by a NRSRO; "A" rated issuer or one of two highest rating categories by a NRSRO; 20% maximum; 5% max per issuer	*Complies*
Money Market Mutual Funds	Highest rating or "AAA" rated by two NRSROs; or SEC registered adviser with AUM >$500 million and experience greater than 5 years; 20% maximum; 10% max per fund	*Complies*
Local Agency Investment Fund (LAIF)	$50 million maximum; Not used by IA	*Complies*
California Asset Management Program (CAMP)	pursuant to CGC 53601; Not used by IA	*Complies*
Repurchase Agreements	"A" rated or one of the three highest categories by two NRSROs; 15% maximum; 5% max per issuer; 90 days max maturity; 102% collateralized; Not used by IA	*Complies*
Prohibited	Common stocks, Futures contracts, Options, Inverse floaters, Range notes, Mortgage derived Interest-only strips, Zero interest accrual securities, Any purchase of any security not listed in Section 8-Eligible Investments of the Investment Policy, unless approved by the City Council	*Complies*
Max Per Fund	10% per fund, with the exception of US Treasuries, Federal Agencies, and authorized pools	*Complies*
Max Per Issuer	5% of portfolio per issuer, with the exception of US Treasuries, Federal Agencies, and authorized pools	*Complies*
Diversification	With the exception of US Treasury securities, Federal Agency securities, and authorized pools, no more than 30% of the total portfolio, and less where stated, will be invested in a single security type with no more than 5% invested with a single issuer.	*Complies*
Maximum maturity	5 years	*Complies*

City of Pittsburg Account Structure

As of December 31, 2018

	Original Cost	Market Value	% of Portfolio
Funds Managed Internally			
Cash Equivalents	10,674,725.21	10,674,725.21	9.5%
Investment Pools	20,031,808.83	20,012,801.19	17.7%
Additional Bonded Debt Funds	1,150,954.21	1,150,954.21	1.0%
Total	**31,857,488.25**	**31,838,480.61**	**28.2%**
Funds Managed by City's Investment Advisor			
Operating Funds	61,066,859.97	60,735,790.08	53.8%
Bond Managed Reserve	20,161,612.43	20,312,731.95	18.0%
Total	**81,228,472.40**	**81,048,522.03**	**71.8%**
Total City Funds	**113,085,960.65**	**112,887,002.64**	**100.0%**

City of Pittsburg Sector Allocation

As of December 31, 2018

Security Type	Original Cost	Market Value	% of Portfolio	Average Maturity	Average Yield
Operating Funds					
Cash Equivalents[1]	10,674,725.21	10,674,725.21	11.7%	1	N/A
Money Market Funds	275,791.49	275,791.49	0.3%	1	2.26%
Investment Pools[2]	20,031,808.83	20,012,801.19	21.9%	1	N/A
Total Liquidity	**30,982,325.53**	**30,963,317.89**	**33.9%**	**1**	**2.26%**
U.S. Treasury Notes	13,549,946.67	13,482,076.14	14.7%	361	2.31%
Federal Agency Securities	5,120,496.70	5,145,356.26	5.6%	606	2.71%
Negotiable Certificates of Deposit	11,193,589.63	11,156,253.45	12.2%	234	2.29%
Medium-Term Corporate Notes	13,650,269.45	13,430,804.00	14.7%	694	2.29%
Asset-Backed Securities	9,255,942.90	9,222,563.62	10.1%	1,022	2.16%
Commercial Paper	2,954,805.83	2,976,661.95	3.3%	110	2.56%
Supranationals	3,878,615.26	3,863,134.66	4.2%	726	2.07%
Collateralized Mortgage Obligations	662,381.04	658,610.51	0.7%	1,190	2.62%
Municipal Bonds	525,021.00	524,538.00	0.6%	821	2.80%
Total Securities	**60,791,068.48**	**60,459,998.59**	**66.1%**	**557**	**2.32%**
Total Operating Funds	**91,773,394.01**	**91,423,316.48**	**100.0%**	**369**	**2.30%**
Bonded Debt Funds					
Pittsburg Pension Bond	3,663,569.82	3,685,329.81	17.2%	47	2.29%
Pittsburg AD Auto Mall	315,911.67	318,171.50	1.5%	58	2.28%
Pittsburg AD Vista DM	728,107.50	733,429.04	3.4%	58	2.28%
Pittsburg 2011A PIFA AD Ser	1,494,721.42	1,505,656.08	7.0%	58	2.28%
Pittsburg 2011B PIFA AD Ser	225,229.46	226,833.21	1.1%	58	2.28%
Pitts Succ Ag RDA '99 TAB	465,742.99	469,075.58	2.2%	29	2.24%
Pitts Succ Ag RDA 14 TAR	12,341,032.39	12,430,044.81	57.9%	29	2.24%
Pitts Succ Ag RDA 06 HB	927,297.18	944,191.92	4.4%	29	4.55%
Additional Bonded Debt Funds[3]	1,150,954.21	1,150,954.21	5.4%	N/A	N/A
Total Bonded Debt Funds	**21,312,566.64**	**21,463,686.16**	**100.0%**	**37**	**2.36%**
Total City Funds	**113,085,960.65**	**112,887,002.64**			

[1, 2] Funds not managed by City's investment adviser. [3] Bonded Debt Funds not managed, nor tracked by City's investment adviser.

Portfolio Characteristics

As of December 31, 2018

City of Pittsburg Managed Consolidated

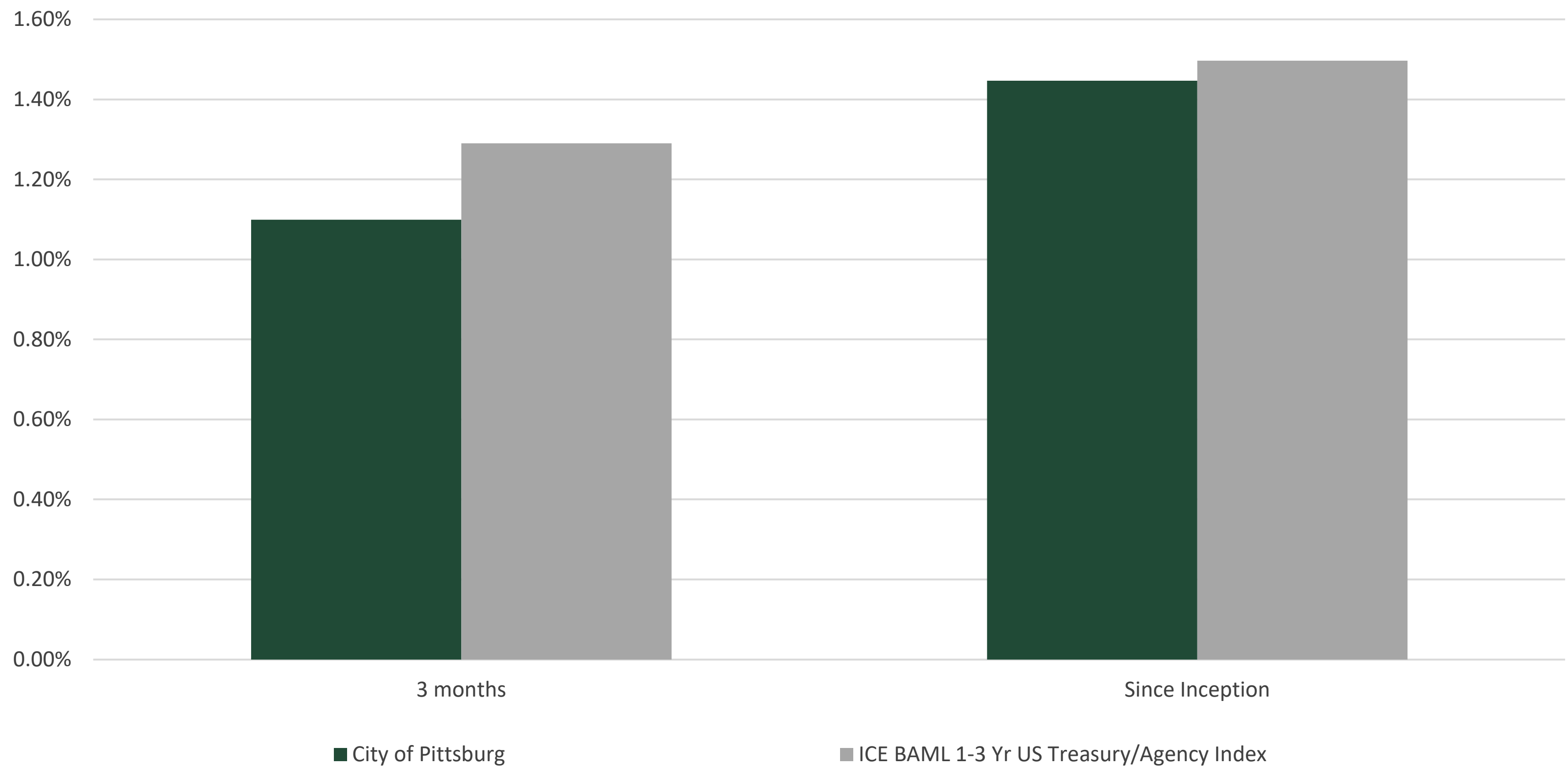
	12/31/2018 Portfolio	9/30/2018 Portfolio
Average Maturity (yrs)	1.80	1.92
Modified Duration	1.44	1.55
Average Purchase Yield	2.30%	2.23%
Average Market Yield	2.76%	2.82%
Average Quality*	AA/Aa2	AA/Aa2
Market Value**	60,735,790	60,198,391

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

As of December 31, 2018

City of Pittsburg

Total Rate of Return Since Inception 07/31/2018



TOTAL RATE OF RETURN	Latest 3 months	Since Inception
City of Pittsburg	1.10%	1.45%
ICE BAML 1-3 Yr US Treasury/Agency Index	1.29%	1.50%

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, 2018

City of Pittsburg Bond Reserve Consolidated

	12/31/2018 Portfolio	9/30/2018 Portfolio
Average Maturity (yrs)	0.10	0.36
Modified Duration	0.10	0.35
Average Purchase Yield	2.36%	2.35%
Average Market Yield	2.36%	2.35%
Average Quality*	AAA/Aaa	AAA/Aaa
Market Value**	20,312,732	20,189,775

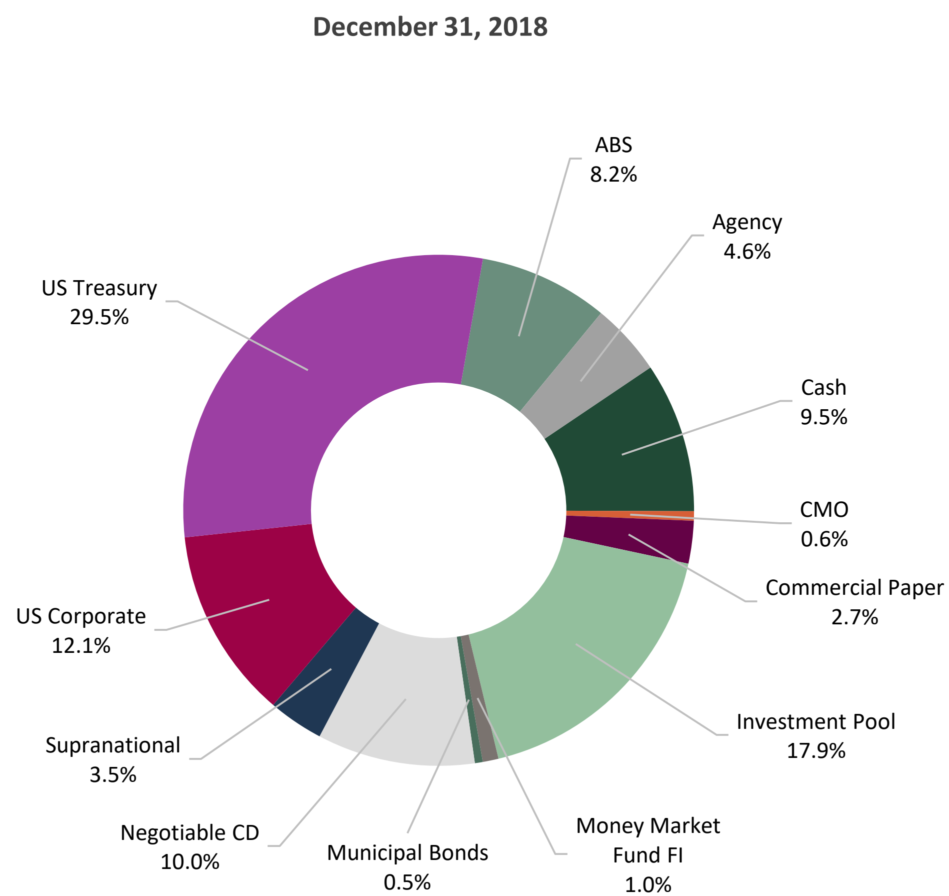
**Portfolio is S&P and Moody's, respectively.*
*** Excludes accrued interest.*

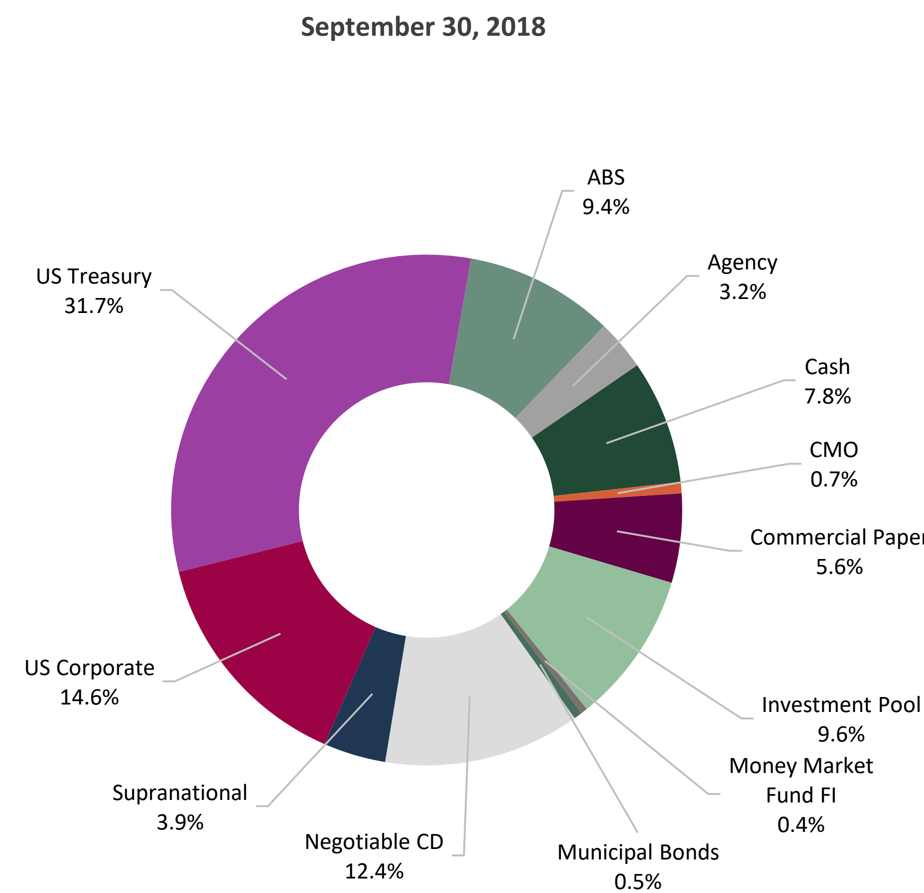
Section 3 | Consolidated Information

Sector Distribution

As of December 31, 2018

City of Pittsburg Total Consolidated





Issuers

As of December 31, 2018

City of Pittsburg Total Consolidated – Account #10638

Issue Name	Investment Type	S&P Rating	Moody Rating	% Portfolio
City of Pittsburg	Investment Pool	NR	NR	17.86%
Government of United States	US Treasury	A-1+	P-1	17.37%
Government of United States	US Treasury	AA+	Aaa	12.09%
City of Pittsburg	Cash	NR	NR	8.50%
Federal Home Loan Bank	Agency	AA+	Aaa	3.02%
JP Morgan Chase & Co	US Corporate	A-	A2	1.78%
Intl Bank Recon and Development	Supranational	AAA	Aaa	1.61%
Svenska Handelsbanken NY	Negotiable CD	AA-	Aa2	1.35%
Toronto Dominion Holdings	Negotiable CD	A-1+	P-1	1.35%
Royal Bank of Canada	Negotiable CD	A-1+	P-1	1.35%
Rabobank Nederland NV NY	Commercial Paper	A-1	P-1	1.32%
Citibank ABS	ABS	AAA	NR	1.31%
Wells Fargo Corp	US Corporate	A-	A2	1.27%
JP Morgan ABS	ABS	AAA	NR	1.20%
Federal Home Loan Mortgage Corp	Agency	AA+	Aaa	1.15%
Toyota ABS	ABS	AAA	Aaa	1.11%
Inter-American Dev Bank	Supranational	AAA	Aaa	1.09%
City of Pittsburg	Additional Bonded Debt Funds	NR	NR	1.03%
Bank of Nova Scotia	Negotiable CD	A+	Aa2	1.03%
Toyota Motor Corp	US Corporate	AA-	Aa3	0.93%
Skandinaviskaens Bank	Negotiable CD	A+	Aa3	0.89%
MUFG Bank Ltd/NY	Commercial Paper	A-1	P-1	0.89%
Bank of New York	US Corporate	A	A1	0.89%
Bank of Montreal Chicago	Negotiable CD	A+	A1	0.85%
Nordea Bank AB New York	Negotiable CD	AA-	Aa3	0.85%
Wal-Mart Stores	US Corporate	AA	Aa2	0.83%
Swedbank Inc	Negotiable CD	AA-	Aa3	0.83%
Honda ABS	ABS	AAA	Aaa	0.79%
WestPac Banking Corp	Negotiable CD	AA-	Aa3	0.77%
UBS Corp	Negotiable CD	A+	Aa3	0.76%
Wells Fargo Adv Tsy Plus Money Market Fund	Money Market Fund FI	AAA	Aaa	0.73%
BB&T Corp	US Corporate	A-	A2	0.63%
Deere & Company	US Corporate	A	A2	0.62%
John Deere ABS	ABS	NR	Aaa	0.61%
Hyundai Auot Receivables	ABS	AAA	Aaa	0.57%
Ally Auto Receivables	ABS	NR	Aaa	0.52%
American Express ABS	ABS	NR	Aaa	0.52%
American Express ABS	ABS	AAA	NR	0.48%
State of California	Municipal Bonds	AA-	Aa3	0.47%

Issuers

As of December 31, 2018

City of Pittsburg Total Consolidated – Account #10638

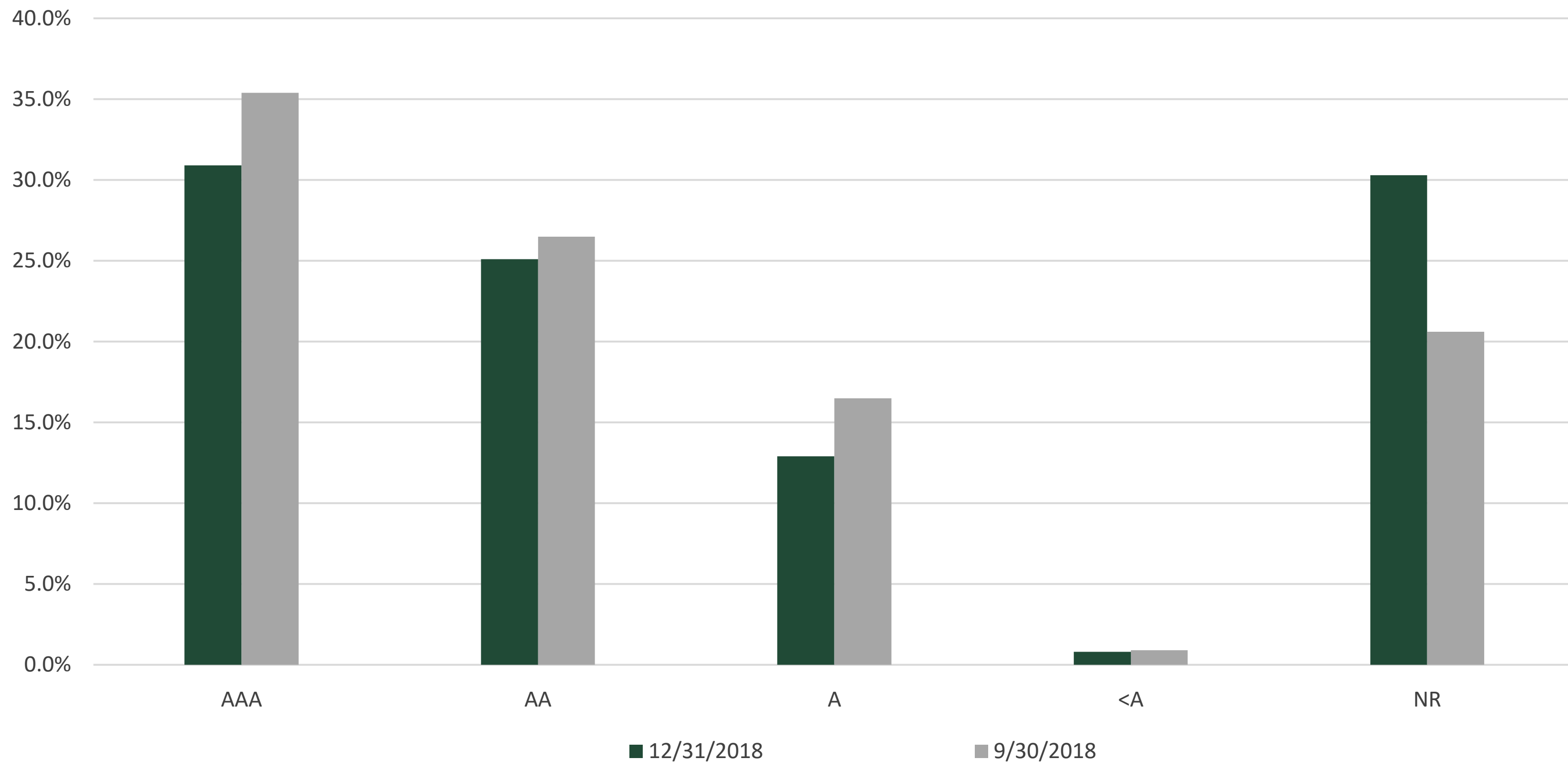
Issue Name	Investment Type	S&P Rating	Moody Rating	% Portfolio
Federal National Mortgage Association	Agency	AA+	Aaa	0.45%
Toyota Motor Corp	Commercial Paper	A-1+	P-1	0.44%
Honda Motor Corporation	US Corporate	A+	A2	0.43%
Inter-American Dev Bank	Supranational	NR	NR	0.42%
IBM Corp	US Corporate	A	A1	0.42%
Goldman Sachs Inc.	US Corporate	BBB+	A3	0.41%
State Street Bank	US Corporate	A	A1	0.41%
Citigroup Inc	US Corporate	BBB+	Baa1	0.40%
American Express Credit	US Corporate	A-	A2	0.38%
National Rural Utilities	US Corporate	A	A2	0.36%
Paccar Financial	US Corporate	A+	A1	0.34%
International Finance Corp	Supranational	AAA	Aaa	0.34%
Federal Home Loan Mortgage Corp	CMO	NR	Aaa	0.34%
United Parcel Service	US Corporate	A+	A1	0.33%
Pepsico Inc	US Corporate	A+	A1	0.32%
Caterpillar Inc	US Corporate	A	A3	0.31%
Ally Auto Receivables	ABS	AAA	NR	0.30%
Hyundai Auot Receivables	ABS	AAA	NR	0.27%
Ford ABS	ABS	NR	Aaa	0.26%
Federal National Mortgage Association	CMO	NR	NR	0.25%
General Dynamics Corp	US Corporate	A+	A2	0.25%
Wells Fargo Advantage Govt Money Market Fund	Money Market Fund FI	AAA	Aaa	0.25%
Nissan ABS	ABS	AAA	Aaa	0.23%
Home Depot	US Corporate	A	A2	0.21%
Hershey Foods Company	US Corporate	A	A1	0.18%
Walt Disney Company	US Corporate	A+	A2	0.13%
Berkshire Hathaway	US Corporate	AA	Aa2	0.13%
Honeywell Corp	US Corporate	A	A2	0.12%
CNH Equipment Trust	ABS	AAA	NR	0.08%
Dreyfus Prime Cash Management Fund	Money Market Fund FI	AAA	Aaa	0.03%
TOTAL				**100%**

Quality Distribution

As of December 31, 2018

City of Pittsburg Total Consolidated

December 31, 2018 vs. September 30, 2018



	AAA	AA	A	<A	NR
12/31/18	30.9%	25.1%	12.9%	0.8%	30.3%
09/30/18	35.4%	26.5%	16.5%	0.9%	20.6%

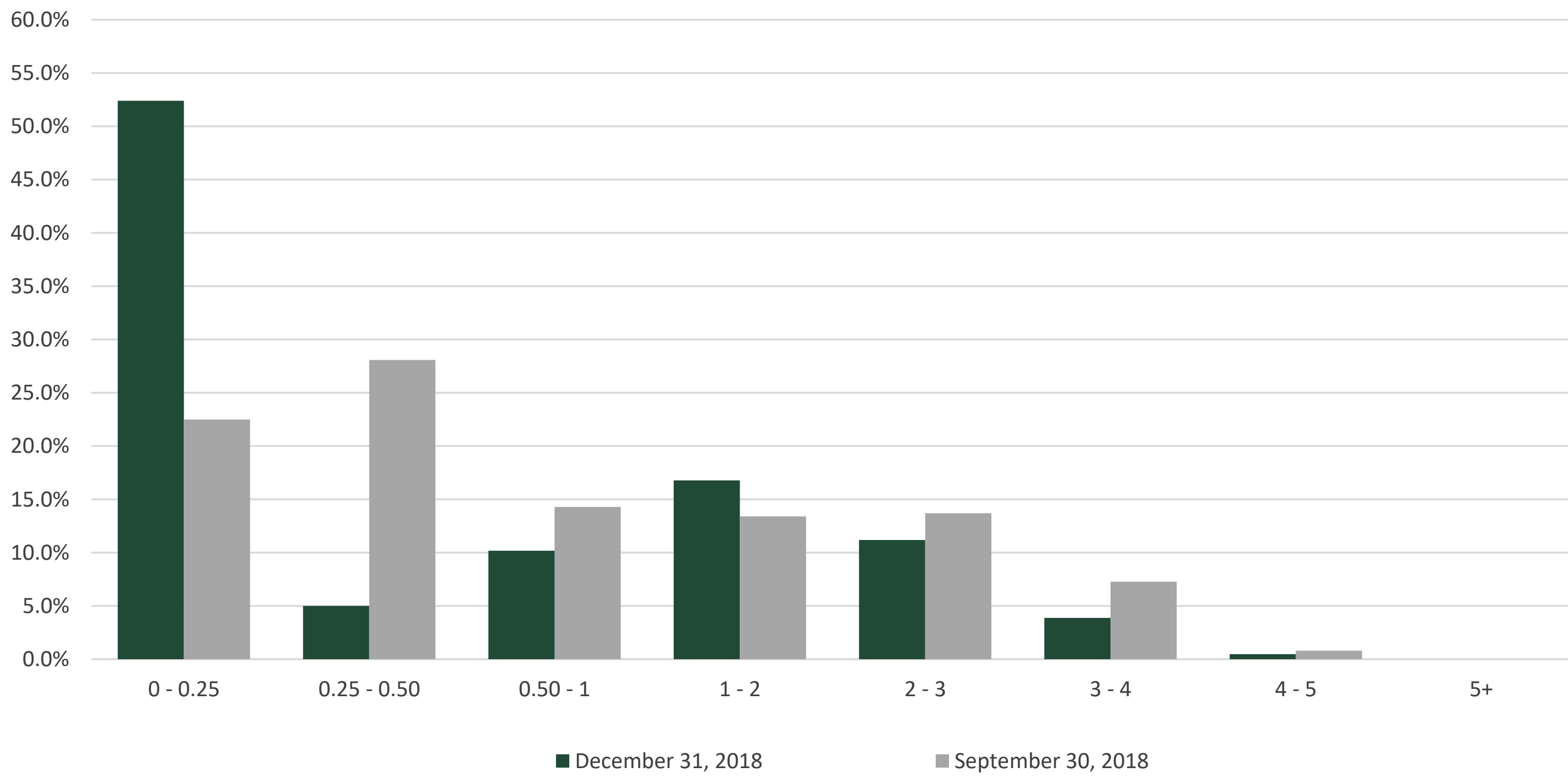
Source: S&P Ratings

Duration Distribution

As of December 31, 2018

City of Pittsburg Total Consolidated

December 31, 2018 vs. September 30, 2018



	0 - 0.25	0.25 - 0.50	0.50 - 1	1 - 2	2 - 3	3 - 4	4 - 5	5+
12/31/18	52.4%	5.0%	10.2%	16.8%	11.2%	3.9%	0.5%	0.0%
09/30/18	22.5%	28.1%	14.3%	13.4%	13.7%	7.3%	0.8%	0.0%

Section 4 | Portfolio Holdings

Holdings Report

As of December 31, 2018

City of Pittsburg Total Consolidated - Account #10638

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									
47788NAC2	John Deere Owner Trust 2016-B A3 1.250% Due 06/15/2020	32,411.47	07/19/2016 1.26%	32,408.89 32,410.50	99.55 2.93%	32,264.29 18.01	0.03% (146.21)	Aaa / NR AAA	1.46 0.27
12636WAB2	CNH Equipment 2017-A A2 1.640% Due 07/15/2020	95,214.00	03/15/2017 1.65%	95,210.34 95,212.30	99.90 3.19%	95,118.12 69.40	0.08% (94.18)	NR / AAA AAA	1.54 0.06
44930UAD8	Hyundai Auto Receivables Trust 2016-A A3 1.560% Due 09/15/2020	53,641.88	03/22/2016 1.58%	53,631.47 53,637.90	99.62 3.02%	53,440.08 37.19	0.05% (197.82)	Aaa / AAA NR	1.71 0.26
44891EAC3	Hyundai Auto Receivables Trust 2016-B A3 1.290% Due 04/15/2021	191,328.68	09/14/2016 1.30%	191,302.92 191,315.78	99.03 3.07%	189,473.37 109.70	0.17% (1,842.41)	Aaa / AAA NR	2.29 0.54
47787XAC1	John Deere Owner Trust 2017-A A3 1.780% Due 04/15/2021	83,666.57	02/22/2017 1.79%	83,654.65 83,659.96	99.29 3.05%	83,068.77 66.19	0.07% (591.19)	Aaa / NR AAA	2.29 0.56
34531EAD8	Ford Credit Auto Owners Trust 2017-A A3 1.670% Due 06/15/2021	289,443.27	01/18/2017 1.68%	289,442.20 289,442.67	99.22 2.97%	287,176.35 214.83	0.26% (2,266.32)	Aaa / NR AAA	2.46 0.60
02007PAC7	Ally Auto Receivables 17-1 A3 1.700% Due 06/15/2021	92,314.75	01/24/2017 1.71%	92,306.68 92,310.22	99.31 2.98%	91,676.39 69.75	0.08% (633.83)	Aaa / NR AAA	2.46 0.54
89190BAD0	Toyota Auto Receivables Owner 2017-B A3 1.760% Due 07/15/2021	965,000.00	Various 2.77%	953,782.62 954,833.41	99.08 2.95%	956,097.88 754.84	0.85% 1,264.47	Aaa / AAA NR	2.54 0.78
161571HF4	Chase CHAIT 2016-A5 1.270% Due 07/15/2021	1,350,000.00	Various 2.10%	1,334,427.74 1,335,876.68	99.12 2.95%	1,338,167.25 762.00	1.20% 2,290.57	NR / AAA AAA	2.54 0.52
02007HAC5	Ally Auto Receivables Trust 17-2 A3 1.780% Due 08/16/2021	498,404.79	03/21/2017 1.79%	498,346.03 498,369.63	99.24 3.11%	494,626.37 394.29	0.44% (3,743.26)	Aaa / NR AAA	2.63 0.57
44931PAD8	Hyundai Auto Receivables Trust 2017-A A3 1.760% Due 08/16/2021	305,000.00	03/22/2017 1.77%	304,975.33 304,985.24	99.01 3.11%	301,989.04 223.67	0.27% (2,996.20)	NR / AAA AAA	2.63 0.74
43811BAC8	Honda Auto Receivables 2017-2 A3 1.680% Due 08/16/2021	470,000.00	06/20/2017 1.69%	469,959.35 469,974.23	98.97 2.95%	465,140.20 350.93	0.42% (4,834.03)	Aaa / AAA NR	2.63 0.82
17305EGH2	Citibank Credit Card Issuance 2017-A9 A9 1.800% Due 09/20/2021	475,000.00	09/25/2017 1.80%	474,964.61 474,975.75	99.19 2.95%	471,169.13 2,398.75	0.42% (3,806.62)	NR / AAA AAA	2.72 0.70
17305EGH2	Citibank Credit Card Issuance 2017-A9 A9 1.800% Due 09/20/2021	1,000,000.00	09/26/2018 2.39%	990,117.19 990,980.12	99.19 2.95%	991,935.00 5,050.00	0.89% 954.88	NR / AAA AAA	2.72 0.70
47788BAD6	John Deere Owner Trust 2017-B A3 1.820% Due 10/15/2021	95,000.00	07/11/2017 1.83%	94,993.05 94,995.44	98.87 2.99%	93,926.69 76.84	0.08% (1,068.75)	Aaa / NR AAA	2.79 0.97
02582JHG8	American Express Credit 2017-4 A 1.640% Due 12/15/2021	540,000.00	05/22/2017 1.65%	539,913.49 539,943.77	99.53 2.95%	537,478.20 393.60	0.48% (2,465.57)	NR / AAA AAA	2.96 0.36
02007FAC9	Ally Auto Receivables Trust 2017-4 A3 1.750% Due 12/15/2021	340,000.00	08/15/2017 1.76%	339,995.61 339,996.99	99.02 2.94%	336,671.40 264.44	0.30% (3,325.59)	NR / AAA AAA	2.96 0.83

Holdings Report

As of December 31, 2018

City of Pittsburg Total Consolidated - Account #10638

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
44932GAD7	Hyundai Auto Receivables Trust 2017-B A3 1.770% Due 01/18/2022	395,000.00	08/09/2017 1.79%	394,931.55 394,952.86	98.66 2.97%	389,722.41 310.73	0.35% (5,230.45)	Aaa / AAA NR	3.05 1.12
89238KAD4	Toyota Auto Receivables Owner 2017-D A3 1.930% Due 01/18/2022	290,000.00	11/07/2017 1.94%	289,973.26 289,980.48	98.61 3.01%	285,959.43 202.11	0.26% (4,021.05)	Aaa / AAA NR	3.05 1.30
43814UAC3	Honda Auto Receivables 2018-1 A3 2.640% Due 02/15/2022	425,000.00	02/22/2018 2.66%	424,945.05 424,956.70	99.41 3.07%	422,472.95 498.67	0.38% (2,483.75)	Aaa / AAA NR	3.13 1.44
47788CAC6	John Deere Owner Trust 2016-B A4 2.660% Due 04/18/2022	475,000.00	Various 3.07%	471,757.36 471,934.49	99.68 2.90%	473,461.46 561.56	0.42% 1,526.97	Aaa / NR AAA	3.30 1.42
65478DAD9	Nissan Auto Receivables Trust 2018-A A3 2.650% Due 05/16/2022	255,000.00	02/21/2018 2.67%	254,970.85 254,976.67	99.52 2.97%	253,786.20 300.33	0.23% (1,190.47)	Aaa / AAA NR	3.38 1.57
02582JHQ6	American Express Credit 2018-1 A 2.670% Due 10/17/2022	580,000.00	03/14/2018 2.69%	579,932.66 579,944.19	99.61 3.02%	577,742.64 688.27	0.52% (2,201.55)	Aaa / NR AAA	3.80 1.16
TOTAL ABS		**9,296,425.41**	**2.16%**	**9,255,942.90 9,259,665.98**	**2.98%**	**9,222,563.62 13,816.10**	**8.24% (37,102.36)**	**Aaa / AAA Aaa**	**2.80 0.81**
Agency									
3137EADM8	FHLMC Note 1.250% Due 10/02/2019	1,300,000.00	08/07/2018 2.54%	1,281,059.00 1,287,643.25	98.97 2.64%	1,286,567.10 4,017.36	1.15% (1,076.15)	Aaa / AA+ AAA	0.75 0.74
313378J77	FHLB Note 1.875% Due 03/13/2020	490,000.00	07/30/2018 2.70%	483,622.65 485,284.43	99.14 2.60%	485,808.54 2,756.25	0.44% 524.11	Aaa / AA+ NR	1.20 1.17
3135G0T60	FNMA Note 1.500% Due 07/30/2020	200,000.00	08/30/2017 1.51%	199,966.00 199,981.59	98.35 2.57%	196,693.00 1,258.33	0.18% (3,288.59)	Aaa / AA+ AAA	1.58 1.54
313370US5	FHLB Note 2.875% Due 09/11/2020	850,000.00	08/23/2018 2.67%	853,493.50 852,887.15	100.53 2.55%	854,496.50 7,467.01	0.77% 1,609.35	Aaa / AA+ AAA	1.70 1.63
3130AF2D8	FHLB Note 2.860% Due 10/15/2020	1,000,000.00	10/23/2018 2.94%	998,550.00 998,688.57	100.65 2.48%	1,006,505.00 7,150.00	0.90% 7,816.43	Aaa / AA+ AAA	1.79 1.72
3135G0U27	FNMA Note 2.500% Due 04/13/2021	305,000.00	04/12/2018 2.55%	304,545.55 304,654.60	99.92 2.54%	304,751.12 1,652.08	0.27% 96.52	Aaa / AA+ AAA	2.28 2.19
313383ZU8	FHLB Note 3.000% Due 09/10/2021	1,000,000.00	10/04/2018 3.03%	999,260.00 999,320.80	101.05 2.59%	1,010,535.00 9,250.00	0.91% 11,214.20	Aaa / AA+ NR	2.70 2.55
TOTAL Agency		**5,145,000.00**	**2.71%**	**5,120,496.70 5,128,460.39**	**2.57%**	**5,145,356.26 33,551.03**	**4.62% 16,895.87**	**Aaa / AA+ Aaa**	**1.66 1.59**
Cash									
90PITT$00	City of Pittsburg Cash Equivalents	9,523,771.00	Various 0.00%	9,523,771.00 9,523,771.00	1.00 0.00%	9,523,771.00 0.00	8.50% 0.00	NR / NR NR	0.00 0.00

Holdings Report

As of December 31, 2018

City of Pittsburg Total Consolidated - Account #10638

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
90PITT$02	City of Pittsburg Additional Bonded Debt Funds	1,150,954.21	Various 0.00%	1,150,954.21 1,150,954.21	1.00 0.00%	1,150,954.21 0.00	1.03% 0.00	NR / NR NR	0.00 0.00
TOTAL Cash		**10,674,725.21**	**0.00%**	**10,674,725.21 10,674,725.21**	**0.00%**	**10,674,725.21 0.00**	**9.53% 0.00**	**NR / NR NR**	**0.00 0.00**
CMO									
3136B1XP4	FNMA 2018-M5 A2 3.560% Due 09/25/2021	278,645.14	04/11/2018 2.33%	284,187.68 283,091.65	101.12 2.93%	281,774.88 165.33	0.25% (1,316.77)	NR / NR NR	2.74 2.08
3137BM6P6	FHLMC K721 A2 3.090% Due 08/25/2022	375,000.00	04/04/2018 2.84%	378,193.36 377,660.13	100.49 2.89%	376,835.63 965.63	0.34% (824.50)	Aaa / NR NR	3.65 3.22
TOTAL CMO		**653,645.14**	**2.63%**	**662,381.04 660,751.78**	**2.91%**	**658,610.51 1,130.96**	**0.59% (2,141.27)**	**Aaa / NR NR**	**3.26 2.73**
Commercial Paper									
62479MNH2	MUFG Bank Ltd/NY Discount CP 2.370% Due 01/17/2019	1,000,000.00	09/17/2018 2.42%	991,968.33 998,946.67	99.89 2.42%	998,946.67 0.00	0.89% 0.00	P-1 / A-1 NR	0.05 0.05
21687BT43	Rabobank Nederland NV NY Discount CP 2.550% Due 06/04/2019	1,500,000.00	09/17/2018 2.62%	1,472,587.50 1,483,637.50	98.91 2.62%	1,483,637.50 0.00	1.32% 0.00	P-1 / A-1 NR	0.42 0.42
89233HTE4	Toyota Motor Credit Discount CP 2.600% Due 06/14/2019	500,000.00	09/17/2018 2.68%	490,250.00 494,077.78	98.82 2.68%	494,077.78 0.00	0.44% 0.00	P-1 / A-1+ NR	0.45 0.45
TOTAL Commercial Paper		**3,000,000.00**	**2.56%**	**2,954,805.83 2,976,661.95**	**2.56%**	**2,976,661.95 0.00**	**2.66% 0.00**	**P-1 / A-1 NR**	**0.30 0.30**
Investment Pool									
90PITT$01	City of Pittsburg Investment Pools	20,031,808.83	12/31/2018 0.00%	20,031,808.83 20,031,808.83	1.00 0.00%	20,012,801.19 0.00	17.86% (19,007.64)	NR / NR NR	0.00 0.00
TOTAL Investment Pool		**20,031,808.83**	**0.00%**	**20,031,808.83 20,031,808.83**	**0.00%**	**20,012,801.19 0.00**	**17.86% (19,007.64)**	**NR / NR NR**	**0.00 0.00**
Money Market Fund FI									
94975H296	Wells Fargo Treasury Plus MMFD 453	7,621.50	Various 2.35%	7,621.50 7,621.50	1.00 2.35%	7,621.50 0.00	0.01% 0.00	Aaa / AAA NR	0.00 0.00
94975H296	Wells Fargo Treasury Plus MMFD 453	9,282.27	Various 2.35%	9,282.27 9,282.27	1.00 2.35%	9,282.27 0.00	0.01% 0.00	Aaa / AAA NR	0.00 0.00
94975H296	Wells Fargo Treasury Plus MMFD 453	6,044.71	Various 2.35%	6,044.71 6,044.71	1.00 2.35%	6,044.71 0.00	0.01% 0.00	Aaa / AAA NR	0.00 0.00

Holdings Report

As of December 31, 2018

City of Pittsburg Total Consolidated - Account #10638

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
94975H296	Wells Fargo Treasury Plus MMFD 453	11,030.75	Various 2.35%	11,030.75 11,030.75	1.00 2.35%	11,030.75 0.00	0.01% 0.00	Aaa / AAA NR	0.00 0.00
94975H296	Wells Fargo Treasury Plus MMFD 453	4,922.85	Various 2.35%	4,922.85 4,922.85	1.00 2.35%	4,922.85 0.00	0.00% 0.00	Aaa / AAA NR	0.00 0.00
261941108	Dreyfus Treas PR Cash Mgt Inst Money Market Fund	32,675.08	Various 2.20%	32,675.08 32,675.08	1.00 2.20%	32,675.08 0.00	0.03% 0.00	Aaa / AAA NR	0.00 0.00
94975H296	Wells Fargo Treasury Plus MMFD 453	68,526.41	Various 2.35%	68,526.41 68,526.41	1.00 2.35%	68,526.41 0.00	0.06% 0.00	Aaa / AAA NR	0.00 0.00
94975H296	Wells Fargo Treasury Plus MMFD 453	711,025.40	Various 2.35%	711,025.40 711,025.40	1.00 2.35%	711,025.40 0.00	0.63% 0.00	Aaa / AAA NR	0.00 0.00
94975H254	Wells Fargo Money Market Fund #743	40,455.35	Various 2.01%	40,455.35 40,455.35	1.00 2.01%	40,455.35 0.00	0.04% 0.00	Aaa / AAA NR	0.00 0.00
94975H254	Wells Fargo Money Market Fund #743	235,336.14	Various 2.01%	235,336.14 235,336.14	1.00 2.01%	235,336.14 0.00	0.21% 0.00	Aaa / AAA NR	0.00 0.00
TOTAL Money Market Fund FI		**1,126,920.46**	**2.26%**	**1,126,920.46** **1,126,920.46**	**2.26%**	**1,126,920.46** **0.00**	**1.01%** **0.00**	**Aaa / AAA** **NR**	**0.00** **0.00**
Municipal Bonds									
13063DGA0	California St GE-GO 2.800% Due 04/01/2021	525,000.00	04/18/2018 2.80%	525,021.00 525,016.08	99.91 2.84%	524,538.00 3,675.00	0.47% (478.08)	Aa3 / AA- AA-	2.25 2.15
TOTAL Municipal Bonds		**525,000.00**	**2.80%**	**525,021.00** **525,016.08**	**2.84%**	**524,538.00** **3,675.00**	**0.47%** **(478.08)**	**Aa3 / AA-** **AA-**	**2.25** **2.15**
Negotiable CD									
86958JHB8	Svenska Handelsbanken Yankee CD 1.890% Due 01/10/2019	750,000.00	01/10/2017 1.89%	750,000.00 750,000.00	100.00 1.89%	750,000.00 6,890.63	0.68% 0.00	Aa2 / AA- NR	0.03 0.03
86958JHB8	Svenska Handelsbanken Yankee CD 1.890% Due 01/10/2019	750,000.00	09/17/2018 2.33%	748,933.55 749,916.54	99.99 2.33%	749,916.54 6,890.63	0.68% 0.00	Aa2 / AA- NR	0.03 0.03
06427KRC3	Bank of Montreal Yankee CD 1.880% Due 02/07/2019	945,000.00	02/08/2017 1.88%	945,000.00 945,000.00	99.96 2.27%	944,616.33 7,106.40	0.85% (383.67)	A1 / A+ AA-	0.10 0.10
89114MCU9	Toronto Dominion Bank Yankee CD 2.460% Due 02/28/2019	1,500,000.00	09/17/2018 2.45%	1,500,046.08 1,500,016.30	100.00 2.45%	1,500,016.30 12,812.50	1.35% 0.00	P-1 / A-1+ F-1+	0.16 0.16
06417GUE6	Bank of Nova Scotia Yankee CD 1.910% Due 04/05/2019	1,150,000.00	04/05/2017 1.91%	1,150,000.00 1,150,000.00	99.75 2.86%	1,147,104.30 5,369.22	1.03% (2,895.70)	Aa2 / A+ NR	0.26 0.26

Holdings Report

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City of Pittsburg Total Consolidated - Account #10638

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
78012UHW8	Royal Bank of Canada Yankee CD 2.680% Due 06/21/2019	1,500,000.00	09/19/2018 2.68%	1,500,000.00 1,500,000.00	100.00 2.68%	1,500,000.00 11,390.00	1.35% 0.00	P-1 / A-1+ F-1+	0.47 0.47
83050FXT3	Skandinav Enskilda BK NY Yankee CD 1.840% Due 08/02/2019	1,000,000.00	08/03/2017 1.86%	999,610.00 999,885.89	99.44 2.79%	994,413.00 7,768.89	0.89% (5,472.89)	Aa3 / A+ AA-	0.59 0.58
65590ASN7	Nordea Bank Finland NY Yankee CD 2.720% Due 02/20/2020	940,000.00	02/20/2018 2.72%	940,000.00 940,000.00	99.94 2.77%	939,428.48 9,303.91	0.85% (571.52)	Aa3 / AA- NR	1.14 1.10
90275DHG8	UBS Finance Yankee CD 2.900% Due 03/02/2020	845,000.00	03/02/2018 2.90%	845,000.00 845,000.00	100.06 2.85%	845,478.27 8,236.40	0.76% 478.27	Aa3 / A+ NR	1.17 1.15
96121T4A3	Westpac Banking Corp Yankee CD 2.050% Due 08/03/2020	870,000.00	08/03/2017 2.05%	870,000.00 870,000.00	98.64 2.92%	858,199.32 7,134.00	0.77% (11,800.68)	Aa3 / AA- AA-	1.59 1.54
87019U6D6	Swedbank Inc Negotiable CD 2.270% Due 11/16/2020	945,000.00	11/16/2017 2.27%	945,000.00 945,000.00	98.10 3.30%	927,080.91 2,741.03	0.83% (17,919.09)	Aa3 / AA- AA-	1.88 1.84
TOTAL Negotiable CD		**11,195,000.00**	**2.29%**	**11,193,589.63** **11,194,818.73**	**2.66%**	**11,156,253.45** **85,643.61**	**10.03%** **(38,565.28)**	**Aa2 / AA** **AA+**	**0.64** **0.63**
Supranational									
459058FS7	Intl. Bank Recon & Development Note 1.125% Due 11/27/2019	955,000.00	08/18/2017 1.49%	947,167.73 951,870.88	98.70 2.59%	942,558.26 1,014.69	0.84% (9,312.62)	Aaa / AAA AAA	0.91 0.89
459058FZ1	Intl. Bank Recon & Development Note 1.875% Due 04/21/2020	395,000.00	03/14/2017 1.90%	394,656.35 394,854.86	99.07 2.60%	391,343.49 1,440.10	0.35% (3,511.37)	Aaa / AAA AAA	1.31 1.28
459058GA5	Intl. Bank Recon & Development Note 1.625% Due 09/04/2020	475,000.00	08/22/2017 1.63%	474,900.25 474,944.60	98.41 2.60%	467,427.55 2,508.59	0.42% (7,517.05)	Aaa / AAA AAA	1.68 1.63
4581X0CD8	Inter-American Dev Bank Note 2.125% Due 11/09/2020	470,000.00	10/02/2017 1.81%	474,356.48 472,623.17	99.07 2.64%	465,613.49 1,442.64	0.42% (7,009.68)	Aaa / AAA AAA	1.86 1.80
45950KCM0	International Finance Corp Note 2.250% Due 01/25/2021	380,000.00	01/18/2018 2.35%	378,882.80 379,230.40	99.34 2.58%	377,506.06 3,705.00	0.34% (1,724.34)	Aaa / AAA NR	2.07 1.99
4581X0DB1	Inter-American Dev Bank Note 2.625% Due 04/19/2021	510,000.00	04/12/2018 2.70%	508,878.00 509,141.10	100.10 2.58%	510,504.90 2,677.50	0.46% 1,363.80	Aaa / AAA NR	2.30 2.21
4581X0CZ9	Inter-American Dev Bank Note 1.750% Due 09/14/2022	480,000.00	02/21/2018 2.78%	459,004.80 462,941.40	96.81 2.66%	464,704.32 2,496.67	0.42% 1,762.92	NR / NR AAA	3.71 3.53
4581X0DA3	Inter-American Dev Bank Note 2.500% Due 01/18/2023	245,000.00	06/04/2018 2.90%	240,768.85 241,293.04	99.38 2.66%	243,476.59 2,773.26	0.22% 2,183.55	Aaa / AAA NR	4.05 3.78
TOTAL Supranational		**3,910,000.00**	**2.08%**	**3,878,615.26** **3,886,899.45**	**2.61%**	**3,863,134.66** **18,058.45**	**3.46%** **(23,764.79)**	**Aaa / AAA** **Aaa**	**1.99** **1.91**

Holdings Report

As of December 31, 2018

City of Pittsburg Total Consolidated - Account #10638

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									
24422ETE9	John Deere Capital Corp Note 1.950% Due 01/08/2019	200,000.00	01/05/2016 1.95%	199,988.00 199,999.92	99.99 2.61%	199,973.40 1,874.17	0.18% (26.52)	A2 / A A	0.02 0.02
713448DR6	Pepsico Inc. Note 1.550% Due 05/02/2019	355,000.00	04/27/2017 1.59%	354,733.75 354,955.87	99.60 2.75%	353,571.48 901.80	0.32% (1,384.39)	A1 / A+ A	0.33 0.33
89236TBP9	Toyota Motor Credit Corp Note 2.125% Due 07/18/2019	285,000.00	08/01/2014 2.12%	285,105.45 285,011.55	99.46 3.12%	283,466.70 2,742.14	0.26% (1,544.85)	Aa3 / AA- A+	0.55 0.53
084664CK5	Berkshire Hathaway Note 1.300% Due 08/15/2019	145,000.00	08/08/2016 1.33%	144,859.35 144,970.97	98.95 3.01%	143,477.94 712.11	0.13% (1,493.03)	Aa2 / AA A+	0.62 0.61
438516BQ8	Honeywell Intl Note 1.800% Due 10/30/2019	130,000.00	10/23/2017 1.84%	129,898.60 129,958.05	99.02 3.00%	128,726.13 396.50	0.12% (1,231.92)	A2 / A A	0.83 0.82
46625HKA7	JP Morgan Chase Callable Note Cont 12/23/2019 2.250% Due 01/23/2020	1,995,000.00	10/15/2015 2.36%	1,986,281.85 1,992,831.67	99.00 3.21%	1,975,129.80 19,700.63	1.78% (17,701.87)	A2 / A- AA-	1.06 1.03
02665WBM2	American Honda Finance Note 2.000% Due 02/14/2020	300,000.00	02/13/2017 2.05%	299,574.00 299,840.59	98.83 3.07%	296,502.30 2,283.33	0.27% (3,338.29)	A2 / A+ NR	1.12 1.09
0258M0EE5	American Express Credit Callable Note Cont 2/1/2020 2.200% Due 03/03/2020	430,000.00	02/28/2017 2.24%	429,552.80 429,825.77	98.92 3.14%	425,377.07 3,100.78	0.38% (4,448.70)	A2 / A- A	1.17 1.14
25468PDP8	Walt Disney Company Note 1.950% Due 03/04/2020	150,000.00	03/01/2017 1.96%	149,961.00 149,984.74	99.03 2.79%	148,547.70 950.63	0.13% (1,437.04)	A2 / A+ A	1.18 1.14
369550BA5	General Dynamics Corp Note 2.875% Due 05/11/2020	275,000.00	05/08/2018 3.06%	274,026.50 274,339.46	100.07 2.82%	275,188.93 1,098.09	0.25% 849.47	A2 / A+ NR	1.36 1.32
437076BQ4	Home Depot Note 1.800% Due 06/05/2020	235,000.00	05/24/2017 1.82%	234,863.70 234,935.21	98.57 2.83%	231,637.39 305.50	0.21% (3,297.82)	A2 / A A	1.43 1.39
857477AS2	State Street Bank Note 2.550% Due 08/18/2020	455,000.00	06/08/2017 1.94%	463,499.40 459,352.10	99.16 3.08%	451,179.82 4,286.48	0.41% (8,172.28)	A1 / A AA-	1.63 1.57
14913Q2A6	Caterpillar Finl Service Note 1.850% Due 09/04/2020	355,000.00	09/05/2017 1.88%	354,701.80 354,833.03	98.05 3.05%	348,086.38 2,134.44	0.31% (6,746.65)	A3 / A A	1.68 1.62
69371RN85	Paccar Financial Corp Note 2.050% Due 11/13/2020	135,000.00	11/06/2017 2.05%	134,987.85 134,992.44	98.39 2.94%	132,820.83 369.00	0.12% (2,171.61)	A1 / A+ NR	1.87 1.81
94974BGR5	Wells Fargo Corp Note 2.550% Due 12/07/2020	1,440,000.00	05/06/2016 2.04%	1,471,910.40 1,453,474.13	98.59 3.31%	1,419,708.96 2,448.00	1.27% (33,765.17)	A2 / A- A+	1.94 1.86
931142EA7	Wal-Mart Stores Note 1.900% Due 12/15/2020	945,000.00	10/11/2017 1.95%	943,629.75 944,150.73	98.43 2.73%	930,174.84 798.00	0.83% (13,975.89)	Aa2 / AA AA	1.96 1.90
24422ETZ2	John Deere Capital Corp Note 2.350% Due 01/08/2021	245,000.00	01/03/2018 2.37%	244,872.60 244,914.21	98.63 3.06%	241,641.30 2,766.80	0.22% (3,272.91)	A2 / A A	2.02 1.93

Holdings Report

As of December 31, 2018

City of Pittsburg Total Consolidated - Account #10638

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
44932HAB9	IBM Credit Corp Note 1.800% Due 01/20/2021	475,000.00	09/05/2017 1.86%	474,016.75 474,400.46	97.20 3.22%	461,682.43 3,823.75	0.42% (12,718.03)	A1 / A A	2.06 1.98
02665WCD1	American Honda Finance Note 2.650% Due 02/12/2021	180,000.00	02/12/2018 2.70%	179,748.00 179,821.78	98.87 3.20%	177,972.48 1,841.75	0.16% (1,849.30)	A2 / A+ NR	2.12 2.02
69371RN93	Paccar Financial Corp Note 2.800% Due 03/01/2021	250,000.00	02/22/2018 2.82%	249,877.50 249,911.86	99.09 3.23%	247,736.00 2,333.33	0.22% (2,175.86)	A1 / A+ NR	2.17 2.06
24422EUD9	John Deere Capital Corp Note 2.875% Due 03/12/2021	245,000.00	03/08/2018 2.90%	244,833.40 244,878.13	99.73 3.00%	244,341.93 2,132.69	0.22% (536.20)	A2 / A A	2.20 2.10
63743HER9	National Rural Utilities Note 2.900% Due 03/15/2021	400,000.00	Various 2.99%	398,932.00 399,198.55	99.54 3.11%	398,178.80 3,415.56	0.36% (1,019.75)	A2 / A A	2.21 2.10
911312BP0	UPS Note 2.050% Due 04/01/2021	380,000.00	11/09/2017 2.10%	379,399.60 379,600.54	98.25 2.86%	373,359.88 1,947.50	0.33% (6,240.66)	A1 / A+ NR	2.25 2.17
89236TEU5	Toyota Motor Credit Corp Note 2.950% Due 04/13/2021	295,000.00	04/10/2018 2.96%	294,882.00 294,910.32	100.02 2.94%	295,044.25 1,885.54	0.27% 133.93	Aa3 / AA- A+	2.28 2.18
38141GVU5	Goldman Sachs Group Inc Callable Note Cont 3/25/21 2.625% Due 04/25/2021	470,000.00	10/27/2017 2.50%	471,908.20 471,251.63	97.40 3.81%	457,759.79 2,261.88	0.41% (13,491.84)	A3 / BBB+ A	2.32 2.21
427866BA5	Hershey Foods Corp Note 3.100% Due 05/15/2021	200,000.00	05/03/2018 3.12%	199,862.00 199,891.58	100.89 2.71%	201,770.60 792.22	0.18% 1,879.02	A1 / A NR	2.37 2.27
172967LC3	Citigroup Inc Callable Note Cont 11/8/2021 2.900% Due 12/08/2021	460,000.00	11/15/2017 2.66%	464,103.20 462,944.58	98.38 3.48%	452,560.88 852.28	0.40% (10,383.70)	Baa1 / BBB+ A	2.94 2.78
06406RAA5	Bank of NY Mellon Corp Callable Note Cont 1/7/2022 2.600% Due 02/07/2022	1,000,000.00	02/07/2017 2.59%	1,000,460.00 1,000,285.89	98.23 3.20%	982,299.00 10,400.00	0.89% (17,986.89)	A1 / A AA-	3.11 2.92
05531FAX1	BB & T Corp. Callable Note Cont 3/1/2022 2.750% Due 04/01/2022	710,000.00	04/03/2017 2.59%	715,360.50 713,458.87	98.31 3.30%	697,971.89 4,881.25	0.63% (15,486.98)	A2 / A- A+	3.25 3.06
89236TEC5	Toyota Motor Credit Corp Note 2.150% Due 09/08/2022	475,000.00	09/08/2017 2.18%	474,439.50 474,585.93	95.77 3.38%	454,915.10 3,205.59	0.41% (19,670.83)	Aa3 / AA- A+	3.69 3.48
TOTAL US Corporate		**13,615,000.00**	**2.29%**	**13,650,269.45** **13,633,510.56**	**3.13%**	**13,430,804.00** **86,641.74**	**12.06%** **(202,706.56)**	**A1 / A** **A+**	**1.90** **1.82**
US Treasury									
912796PP8	US Treasury Bill 2.160% Due 01/31/2019	879,000.00	07/31/2018 4.72%	858,770.77 875,665.51	99.62 4.72%	875,665.51 0.00	0.78% 0.00	P-1 / A-1+ F-1+	0.08 0.08
912796PP8	US Treasury Bill 2.187% Due 01/31/2019	12,420,000.00	09/04/2018 2.24%	12,308,357.31 12,397,369.73	99.82 2.24%	12,397,369.73 0.00	11.07% 0.00	P-1 / A-1+ F-1+	0.08 0.08

Holdings Report

As of December 31, 2018

City of Pittsburg Total Consolidated - Account #10638

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
912796PP8	US Treasury Bill 2.187% Due 01/31/2019	465,000.00	09/04/2018 2.24%	460,820.14 464,152.73	99.82 2.24%	464,152.73 0.00	0.41% 0.00	P-1 / A-1+ F-1+	0.08 0.08
912796PT0	US Treasury Bill 2.224% Due 02/28/2019	2,985,000.00	09/04/2018 2.28%	2,952,544.42 2,974,304.41	99.64 2.28%	2,974,304.41 0.00	2.65% 0.00	P-1 / A-1+ F-1+	0.16 0.16
912796PT0	US Treasury Bill 2.224% Due 02/28/2019	310,000.00	09/04/2018 2.28%	306,629.40 308,889.23	99.64 2.28%	308,889.23 0.00	0.28% 0.00	P-1 / A-1+ F-1+	0.16 0.16
912796PT0	US Treasury Bill 2.224% Due 02/28/2019	730,000.00	09/04/2018 2.28%	722,062.79 727,384.33	99.64 2.28%	727,384.33 0.00	0.65% 0.00	P-1 / A-1+ F-1+	0.16 0.16
912796PT0	US Treasury Bill 2.224% Due 02/28/2019	220,000.00	09/04/2018 2.28%	217,607.96 219,211.71	99.64 2.28%	219,211.71 0.00	0.20% 0.00	P-1 / A-1+ F-1+	0.16 0.16
912796PT0	US Treasury Bill 2.224% Due 02/28/2019	1,500,000.00	09/04/2018 2.28%	1,483,690.67 1,494,625.33	99.64 2.28%	1,494,625.33 0.00	1.33% 0.00	P-1 / A-1+ F-1+	0.16 0.16
912828C65	US Treasury Note 1.625% Due 03/31/2019	155,000.00	02/28/2018 2.11%	154,200.78 154,819.92	99.80 2.41%	154,696.36 643.53	0.14% (123.56)	Aaa / AA+ AAA	0.25 0.25
912828W97	US Treasury Note 1.250% Due 03/31/2019	2,000,000.00	09/21/2018 2.41%	1,988,203.13 1,994,415.31	99.71 2.40%	1,994,290.00 6,387.36	1.79% (125.31)	Aaa / AA+ AAA	0.25 0.25
912828TR1	US Treasury Note 1.000% Due 09/30/2019	1,500,000.00	11/29/2018 2.68%	1,479,375.00 1,481,546.05	98.82 2.61%	1,482,246.00 3,832.42	1.33% 699.95	Aaa / AA+ AAA	0.75 0.74
912828VF4	US Treasury Note 1.375% Due 05/31/2020	190,000.00	12/02/2015 1.56%	188,478.52 189,521.29	98.39 2.54%	186,934.73 229.67	0.17% (2,586.56)	Aaa / AA+ AAA	1.42 1.39
912828XU9	US Treasury Note 1.500% Due 06/15/2020	1,000,000.00	10/12/2018 2.82%	978,632.81 981,369.49	98.55 2.52%	985,468.00 700.55	0.88% 4,098.51	Aaa / AA+ AAA	1.46 1.43
912828B90	US Treasury Note 2.000% Due 02/28/2021	25,000.00	10/03/2016 1.15%	25,910.16 25,446.87	98.96 2.50%	24,740.23 169.89	0.02% (706.64)	Aaa / AA+ AAA	2.16 2.09
912828WY2	US Treasury Note 2.250% Due 07/31/2021	775,000.00	11/22/2016 1.78%	791,468.75 784,066.96	99.45 2.47%	770,701.08 7,297.21	0.69% (13,365.88)	Aaa / AA+ AAA	2.58 2.47
912828D72	US Treasury Note 2.000% Due 08/31/2021	2,085,000.00	Various 1.82%	2,100,526.95 2,094,581.10	98.76 2.48%	2,059,100.13 14,168.79	1.85% (35,480.97)	Aaa / AA+ AAA	2.67 2.56
912828T67	US Treasury Note 1.250% Due 10/31/2021	1,075,000.00	Various 1.85%	1,047,376.95 1,057,489.48	96.66 2.48%	1,039,139.07 2,301.45	0.93% (18,350.41)	Aaa / AA+ AAA	2.84 2.75
912828U81	US Treasury Note 2.000% Due 12/31/2021	535,000.00	06/26/2017 1.72%	541,499.41 539,321.10	98.63 2.48%	527,685.48 29.56	0.47% (11,635.62)	Aaa / AA+ AAA	3.00 2.89
912828V72	US Treasury Note 1.875% Due 01/31/2022	1,095,000.00	05/08/2017 1.90%	1,093,802.34 1,094,219.13	98.22 2.48%	1,075,495.86 8,591.88	0.97% (18,723.27)	Aaa / AA+ AAA	3.09 2.95
912828H86	US Treasury Note 1.500% Due 01/31/2022	540,000.00	07/05/2017 1.88%	531,119.53 534,008.74	97.14 2.47%	524,580.30 3,389.67	0.47% (9,428.44)	Aaa / AA+ AAA	3.09 2.97

Holdings Report

As of December 31, 2018

City of Pittsburg Total Consolidated - Account #10638

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
9128282P4	US Treasury Note 1.875% Due 07/31/2022	230,000.00	01/02/2018 2.22%	226,585.94 227,326.44	97.93 2.48%	225,229.34 1,804.69	0.20% (2,097.10)	Aaa / AA+ AAA	3.58 3.41
9128282W9	US Treasury Note 1.875% Due 09/30/2022	1,200,000.00	04/02/2018 2.54%	1,166,109.37 1,171,730.25	97.82 2.49%	1,173,890.40 5,748.63	1.05% 2,160.15	Aaa / AA+ AAA	3.75 3.57
912828L57	US Treasury Note 1.750% Due 09/30/2022	730,000.00	06/04/2018 2.74%	700,857.03 704,719.35	97.36 2.49%	710,723.62 3,263.94	0.64% 6,004.27	Aaa / AA+ AAA	3.75 3.58
912828Q29	US Treasury Note 1.500% Due 03/31/2023	570,000.00	05/01/2018 2.82%	535,800.00 540,451.51	95.99 2.50%	547,155.54 2,184.48	0.49% 6,704.03	Aaa / AA+ AAA	4.25 4.06
TOTAL US Treasury		**33,214,000.00**	**2.31%**	**32,860,430.13** **33,036,635.97**	**2.41%**	**32,943,679.12** **60,743.72**	**29.46%** **(92,956.85)**	**Aaa / AAA** **Aaa**	**0.99** **0.96**
TOTAL PORTFOLIO		**112,387,525.05**	**1.68%**	**111,935,006.44** **112,135,875.39**	**1.93%**	**111,736,048.43** **303,260.61**	**100.00%** **(399,826.96)**	**Aa1 / AA+** **Aaa**	**1.00** **0.81**
TOTAL MARKET VALUE PLUS ACCRUALS						**112,039,309.04**			

Section 5 | Transactions

Transaction Ledger

As of December 31, 2018

City of Pittsburg Total Consolidated - Account #10638

September 30, 2018 through December 31, 2018

Transaction Type	Settlement Date	CUSIP	Quantity	Security Description	Price	Acq/Disp Yield	Amount	Interest Pur/Sold	Total Amount	Gain/Loss
ACQUISITIONS										
Purchase	10/05/2018	313383ZU8	1,000,000.00	FHLB Note 3% Due: 09/10/2021	99.926	3.03%	999,260.00	2,083.33	1,001,343.33	0.00
Purchase	10/15/2018	912828XU9	1,000,000.00	US Treasury Note 1.5% Due: 06/15/2020	97.863	2.82%	978,632.81	5,000.00	983,632.81	0.00
Purchase	10/24/2018	3130AF2D8	1,000,000.00	FHLB Note 2.86% Due: 10/15/2020	99.855	2.94%	998,550.00	1,827.22	1,000,377.22	0.00
Purchase	10/24/2018	47788CAC6	360,000.00	John Deere Owner Trust 2016-B A4 2.66% Due: 04/18/2022	99.102	3.19%	356,765.63	239.40	357,005.03	0.00
Purchase	11/30/2018	912828TR1	1,500,000.00	US Treasury Note 1% Due: 09/30/2019	98.625	2.68%	1,479,375.00	2,513.74	1,481,888.74	0.00
Subtotal			**4,860,000.00**				**4,812,583.44**	**11,663.69**	**4,824,247.13**	**0.00**
Security Contribution	12/31/2018	90PITT$01	20,031,808.83	City of Pittsburg Investment Pools	1.000		20,031,808.83	0.00	20,031,808.83	0.00
Subtotal			**20,031,808.83**				**20,031,808.83**	**0.00**	**20,031,808.83**	**0.00**
TOTAL ACQUISITIONS			**24,891,808.83**				**24,844,392.27**	**11,663.69**	**24,856,055.96**	**0.00**
DISPOSITIONS										
Sale	12/14/2018	912796PT0	700,000.00	US Treasury Bill 2.224% Due: 02/28/2019	99.508	2.38%	696,553.08	0.00	696,553.08	-160.34
Subtotal			**700,000.00**				**696,553.08**	**0.00**	**696,553.08**	**-160.34**
Maturity	10/05/2018	22533UK51	1,000,000.00	Credit Agricole CIB Discount CP 2.43% Due: 10/05/2018	98.799		1,000,000.00	0.00	1,000,000.00	0.00
Maturity	10/12/2018	06538CKC4	500,000.00	Bank of Tokyo Mitsubishi NY Discount CP 2% Due: 10/12/2018	98.502		500,000.00	0.00	500,000.00	0.00
Maturity	10/15/2018	459200GM7	725,000.00	IBM Corp Note 7.625% Due: 10/15/2018	100.000		725,000.00	0.00	725,000.00	0.00

Transaction Ledger

City of Pittsburg Total Consolidated - Account #10638

September 30, 2018 through December 31, 2018

Transaction Type	Settlement Date	CUSIP	Quantity	Security Description	Price	Acq/Disp Yield	Amount	Interest Pur/Sold	Total Amount	Gain/Loss
Maturity	10/19/2018	09659CKK3	1,050,000.00	BNP Paribas Discount CP 2.04% Due: 10/19/2018	98.476		1,050,000.00	0.00	1,050,000.00	0.00
Maturity	11/30/2018	13606A5Z7	940,000.00	Canadian Imperial Bank Yankee CD 1.76% Due: 11/30/2018	100.000		940,000.00	0.00	940,000.00	0.00
Subtotal			**4,215,000.00**				**4,215,000.00**	**0.00**	**4,215,000.00**	**0.00**
Security Withdrawal	12/01/2018	90PITT$01	9,418,756.00	City of Pittsburg Investment Pools	1.000		9,418,756.00	0.00	9,418,756.00	0.00
Subtotal			**9,418,756.00**				**9,418,756.00**	**0.00**	**9,418,756.00**	**0.00**
TOTAL DISPOSITIONS			**14,333,756.00**				**14,330,309.08**	**0.00**	**14,330,309.08**	**-160.34**

Important Disclosures

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.

Index returns assume reinvestment of all distributions. Historical performance results for investment indexes generally do not reflect the deduction of transaction and/or custodial charges or the deduction of an investment management fee, the incurrence of which would have the effect of decreasing historical performance results. It is not possible to invest directly in an index.

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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.

Benchmark Disclosures

As of December 31, 2018

ICE BAML 1-3 Year US Treasury & Agency Index

The ICE BAML 1-3 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 three 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: G1A0. Please visit www.mlindex.ml.com for more information)