

City of Stockton

Period Ending
December 31, 2015



CITY OF STOCKTON

ADMINISTRATIVE SERVICES

City Hall • 425 N. El Dorado Street • Stockton, CA 95202-1997 • 209/937-8460 • Fax 209/937-8844
www.stocktongov.com

MEMORANDUM

January 4, 2016

**SUBJECT: CERTIFICATION OF QUARTERLY INVESTMENT REPORT FOR
QUARTER ENDED DECEMBER 31, 2015**

I hereby certify:

- 7) All investment actions executed since the last quarterly report have been made in full compliance with California Government Code (CGC) 53601; and
- 8) That the City of Stockton will meet its expenditure obligations for the next six months, as described in CGC 53646(b)(2) and (3) respectively.

SCOTT R. CARNEY.
DEPUTY CITY MANAGER
INTERIM CHIEF FINANCIAL OFFICER



SECTION 1	Economic Update
SECTION 2	Account Profile
SECTION 3	Consolidated Information
SECTION 4	Portfolio Holdings
SECTION 5	Quarterly Transactions



SECTION 1

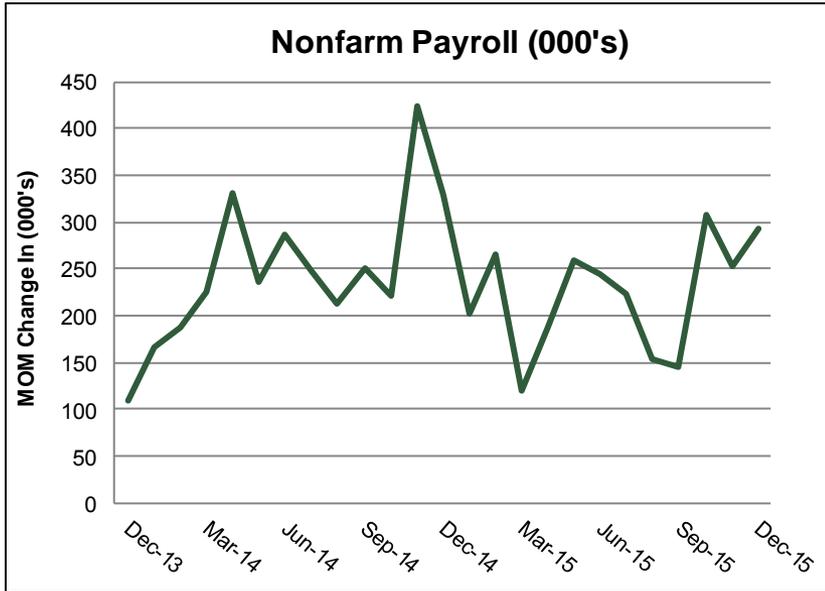
Economic Update



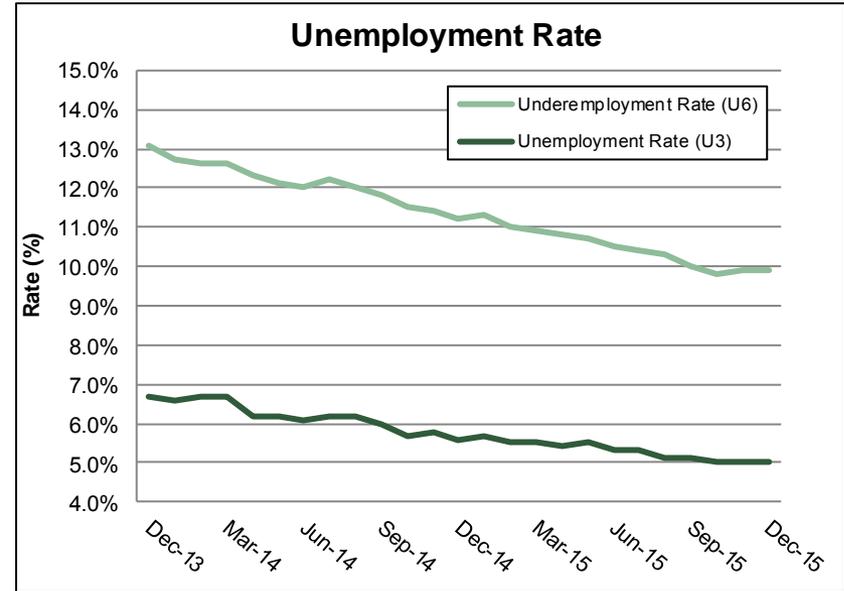
- As expected, in December the Federal Open Market Committee (FOMC) increased the fed funds target rate by 25 basis points. It was the first fed funds target rate increase since June 2006. Although the Fed took its first step toward normalizing monetary policy, the tone of the FOMC statement was dovish, suggesting the pace of additional policy tightening will be slower than historical Fed tightening cycles. Policymakers' median projection for the fed funds rate at the end of 2016 is 1.375%. In the longer-run, the target fed funds rate is roughly 3.5%. However, the FOMC has emphasized that monetary policy adjustments will be gradual and the path of the fed funds rate will depend on the economic outlook. Notably, the FOMC will continue to reinvest principal payments from its holdings of Agency and Mortgage-Backed securities and will continue rolling over maturing Treasury securities until normalization of the fed funds rate is well underway. Overall, monetary policy remains highly accommodative and the Fed is proceeding with caution as it moves toward a more normalized policy stance.
- Economic data is mixed. Trends in the labor market remain favorable, and consumer confidence rebounded in December. However, the manufacturing sector remains weak and housing sector data has been volatile. The ISM manufacturing index declined to 48.2 in December, to the weakest level since July 2009. In terms of housing, new and existing home sales were recently weaker than expected, but home prices remain firm. Nevertheless, payrolls have increased by an average of 284,000 per month over the past three months, with the unemployment rate at 5.0%, which should provide a strong tailwind for economic growth this year. Third quarter 2015 GDP grew at an annualized pace of 2.0%, following growth of 3.9% in the second quarter. Last month, the consensus forecast called for GDP growth of 2.1% in the fourth quarter of 2015, but some economists have since lowered their forecast. We are expecting GDP growth of about 2.0%-2.5% in 2016.
- During 2015, 2-year Treasury yields increased nearly 40 basis points, while 10-year Treasuries increased roughly 10 basis points. This bear flattening (with short-term rates rising more than long-term rates), is consistent with previous Fed tightening cycles and we expect this trend to continue. Over much of the past year, financial market volatility has been elevated due to mixed US economic data, the uncertain timing of the first rate hike, weak global economic growth, divergent global central bank monetary policies, turmoil in Asian stock markets, and geopolitical concerns. Ongoing uncertainty about the future pace of monetary policy normalization, and how the Fed communicates its economic projections, will likely continue to fuel financial market volatility.



Employment

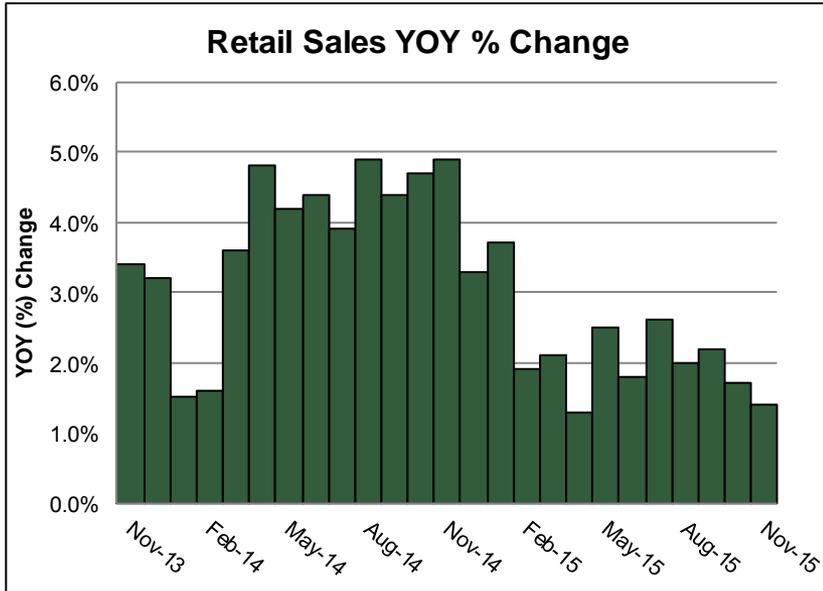


Source: US Department of Labor



Source: US Department of Labor

The December employment report was mostly stronger than expected. Nonfarm payrolls rose by 292,000 in December, above the consensus forecast of 200,000. October and November payrolls were also revised up by a total of 50,000. The unemployment rate was unchanged at 5.0%. The participation rate inched up to 62.6% from 62.5%. However, wages were flat, missing expectations for a 0.2% increase. 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 from November at 9.9%. Over the past three months, payrolls have increased by an average of 284,000 per month, compared to the trailing six-month average of 229,000.



Source: US Department of Commerce

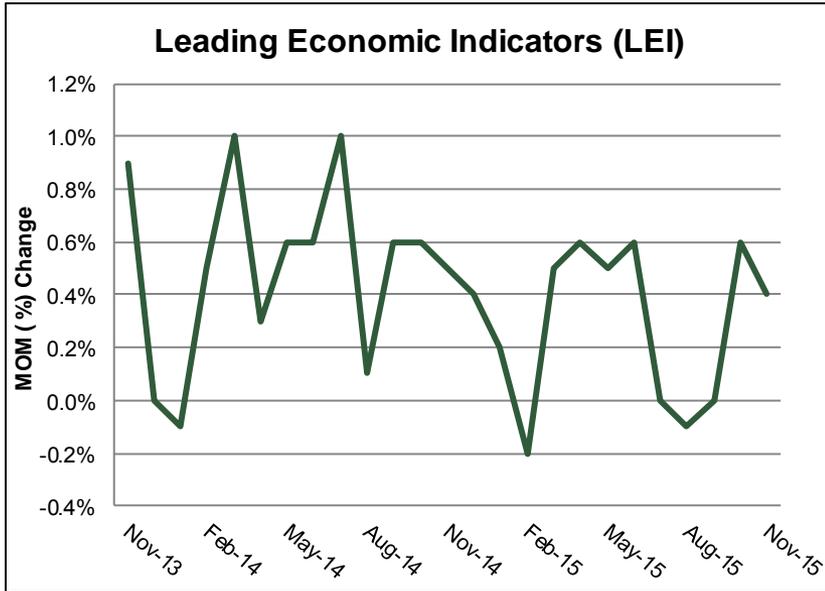


Source: Federal Reserve

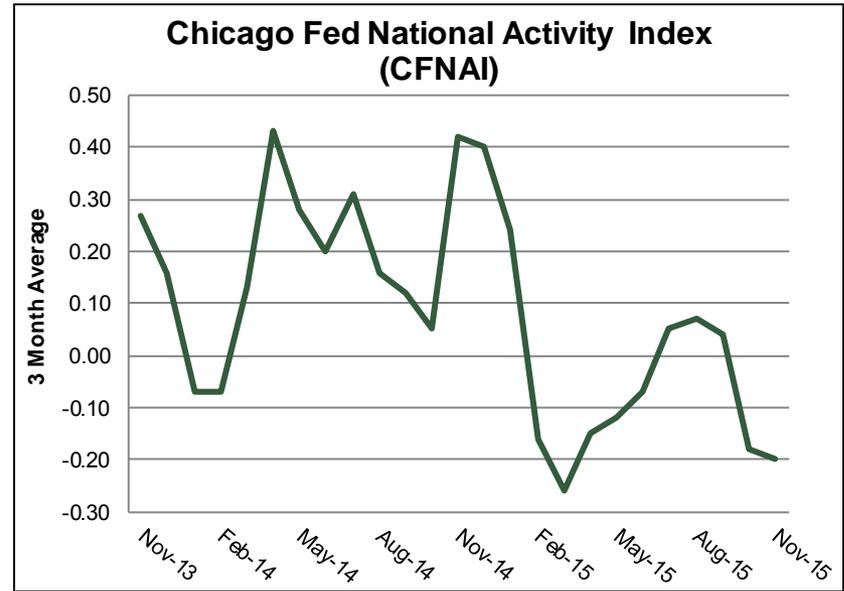
On a year-over-year basis, retail sales were up 1.4% in November, versus growth of 1.7% in October. On a month-over-month basis, retail sales rose 0.2% in November, below the consensus forecast of 0.3%. However, excluding autos and gas, the figure was up 0.5%, stronger than the consensus forecast. Discretionary categories like restaurants, electronics & appliances, and clothing & accessories posted healthy gains. Online sales were also strong in November. The consumer confidence index rebounded to 96.5 in December after declining to 90.4 in November, which should bode well for retailers' fourth quarter holiday sales. Ongoing improvement in the labor market, low gas prices, and relatively strong consumer confidence should continue to benefit consumer spending.



Economic Activity

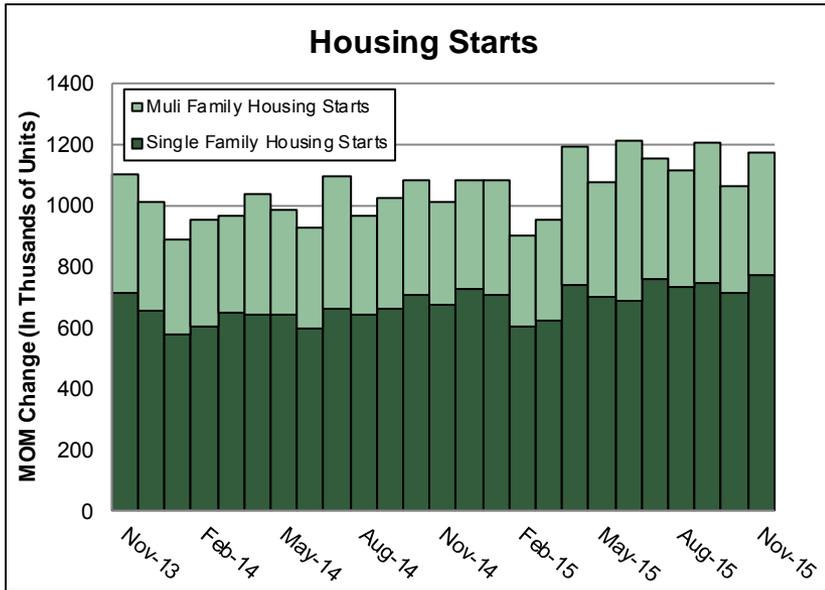


Source: The Conference Board

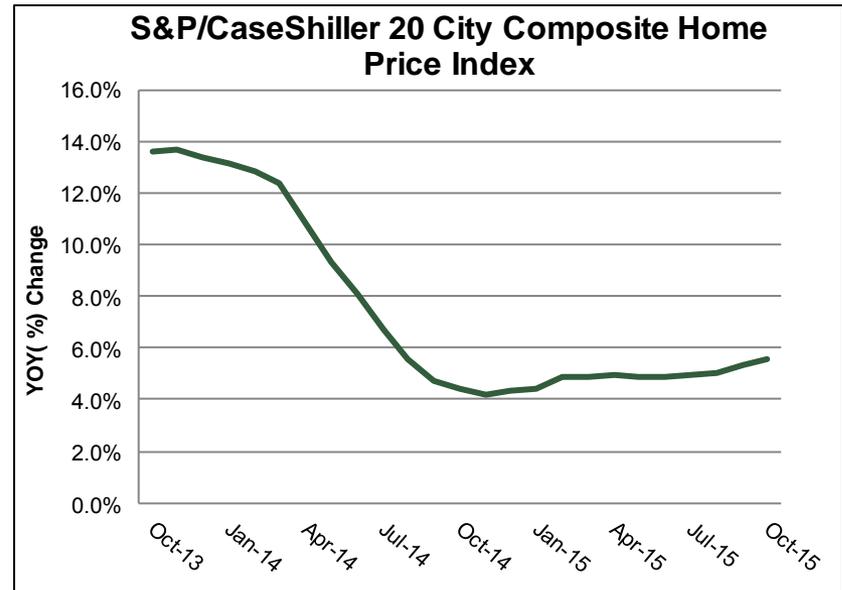


Source: Federal Reserve Bank of Chicago

The index of leading economic indicators rose 0.4% in November, following a 0.6% increase in October. This index points to modest economic activity in the months ahead. The Chicago Fed National Activity Index (CFNAI) 3-month moving average declined to -0.20 in November from -0.18 in October. Overall, this index is indicative of below-average economic activity. A reading below -0.70 on a 3-month moving average basis has historically corresponded with the onset of a recession, so fortunately the CFNAI remains safely above that level.



Source: US Census Bureau

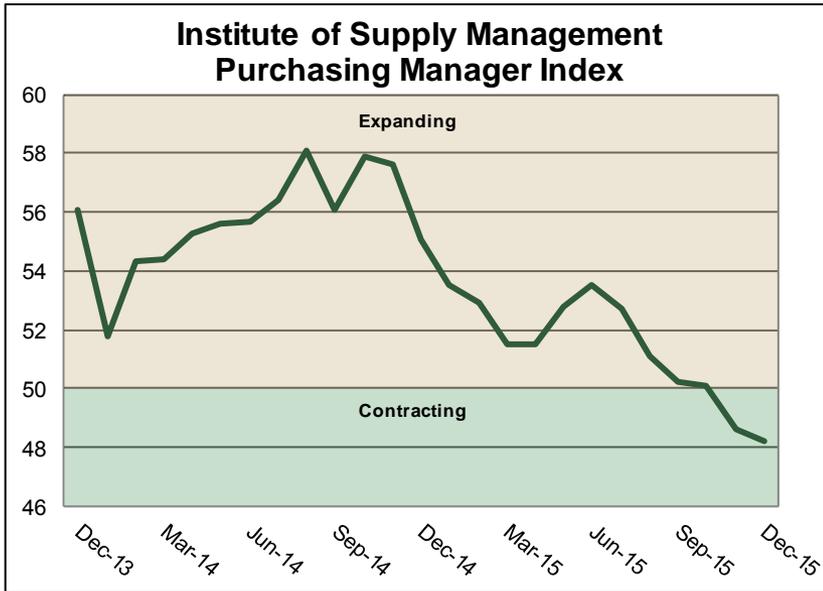


Source: S&P

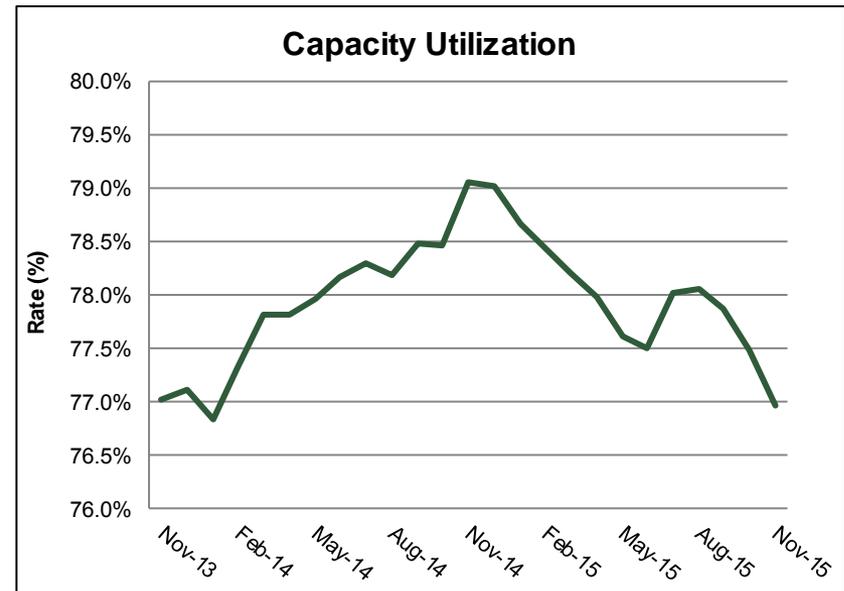
Total housing starts rose 10.5% in November, exceeding expectations. Single-family housing starts rose 7.6% while multi-family starts rose 16.4%. Housing starts tend to be volatile on a month-to-month basis, but the trend is favorable. Housing permits rose 11.0% in November, also exceeding expectations. However, new and existing home sales were both weaker than expected in November. Pricing has remained firm, which may be keeping some first-time home buyers on the sidelines. The S&P Case-Shiller home price index was up 5.5% year-over-year in October.



Manufacturing



Source: Institute for Supply Management



Source: Federal Reserve

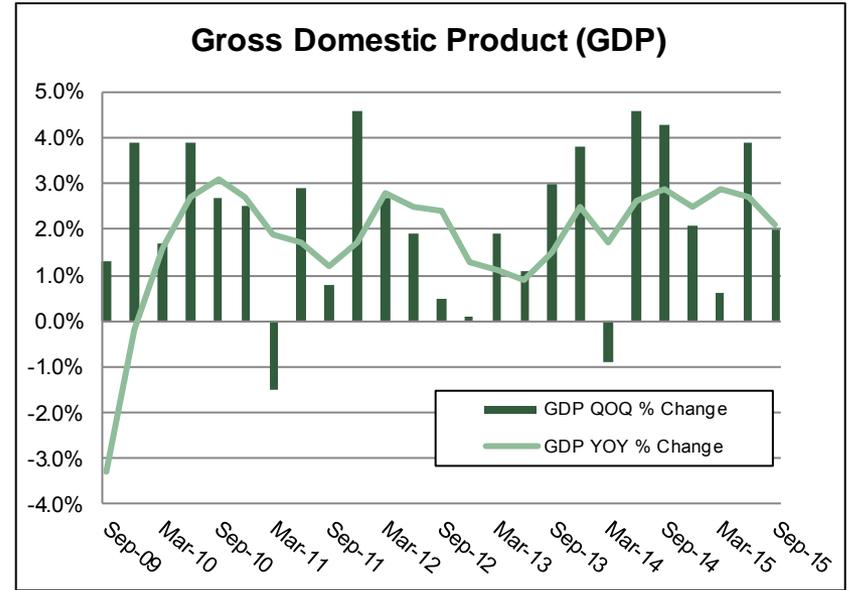
In December, the Institute for Supply Management (ISM) manufacturing index declined to 48.2 from 48.6 in November. Overall, manufacturing trends remain under pressure. A reading below 50.0 suggests the manufacturing sector is contracting. The index fell below 50.0 in November 2015, for the first time since November 2012. Notably, a reading above 43.1 over a period of time is generally indicative of overall economic expansion, based on the historical relationship between the index and GDP growth. Meanwhile, capacity utilization, which is production divided by capacity, declined to 77.0% in November from 77.5% in October. The capacity utilization rate is lower than the long-run average of 80.1% (1972-2014), suggesting there is excess capacity in the industrial sector. Overall, growth in the US manufacturing sector continues to be hindered by the strong US dollar and a sluggish global economy.



Gross Domestic Product (GDP)

Components of GDP	12/14	3/15	6/15	9/15
Personal Consumption Expenditures	2.9%	1.2%	2.4%	2.0%
Gross Private Domestic Investment	0.4%	1.4%	0.9%	-0.1%
Net Exports and Imports	-0.9%	-1.9%	0.2%	-0.3%
Federal Government Expenditures	-0.4%	0.1%	0.0%	0.0%
State and Local (Consumption and Gross Investment)	0.2%	-0.1%	0.5%	0.3%
Total	2.1%	0.7%	3.9%	2.0%

Source: US Department of Commerce

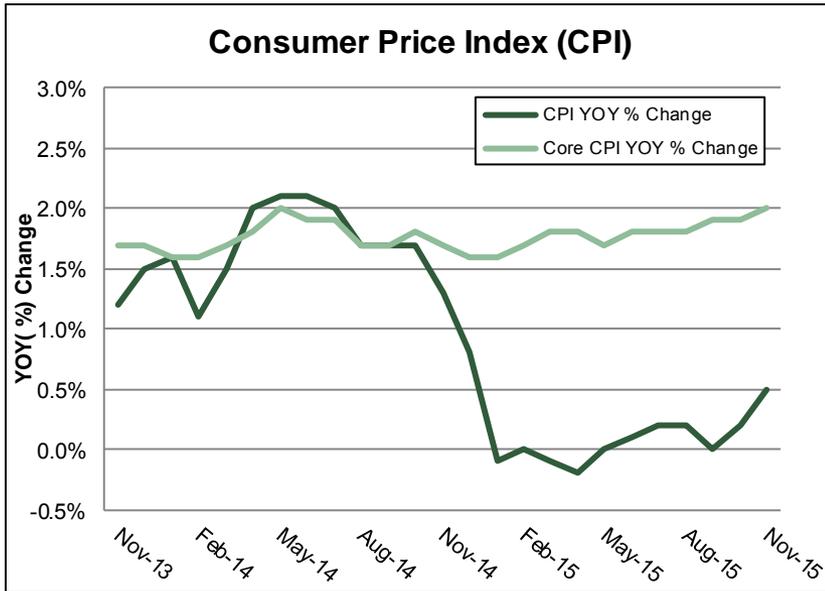


Source: US Department of Commerce

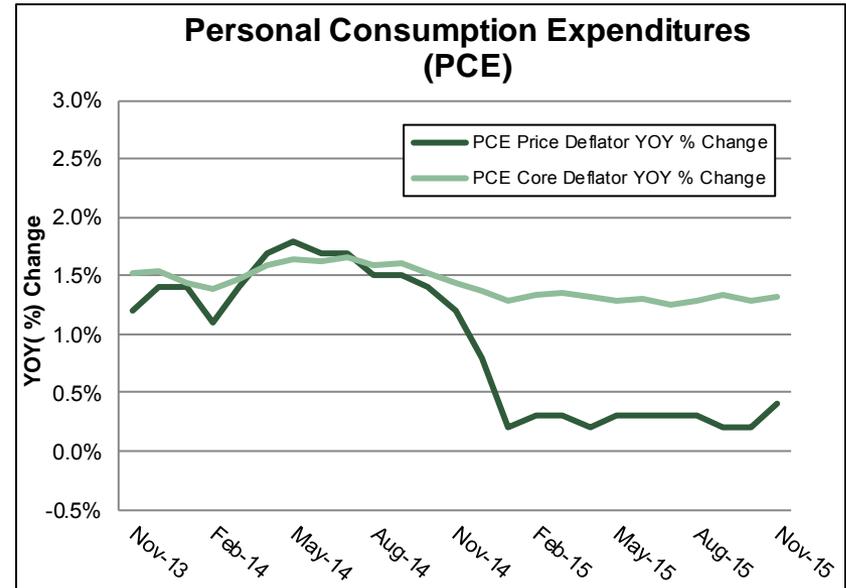
Third quarter GDP grew at an annualized pace of 2.0% (revised down from the second estimate of 2.1%, and up from the advance estimate of 1.5%). This follows growth of 3.9% in the second quarter. Last month, the consensus forecast called for GDP growth of 2.1% in the fourth quarter, but some economists have since lowered their forecast.



Inflation



Source: US Department of Labor

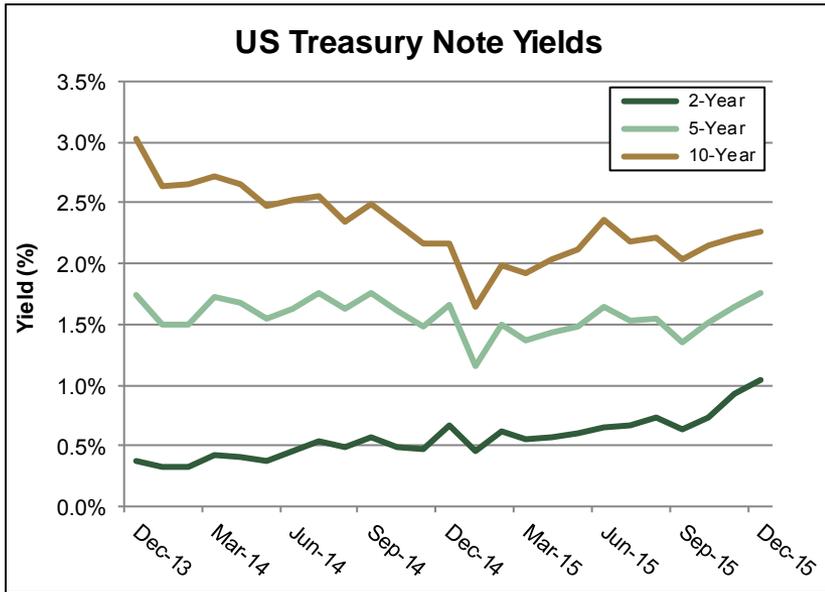


Source: US Department of Labor

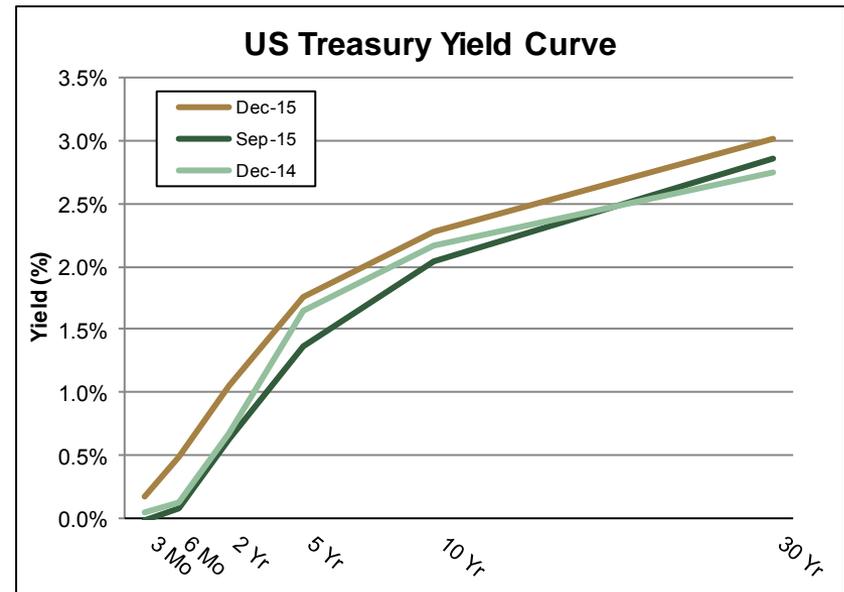
In November, the Consumer Price Index (CPI) rose 0.5% on a year-over-year basis, up from 0.2% in October. Year-over-year comparisons have become easier, given the precipitous decline in energy prices at the end of 2014. Meanwhile, Core CPI (CPI less food and energy) was up 2.0% in November on a year-over-year basis, vs. up 1.9% in October. The Personal Consumption Expenditures (PCE) price index was up 0.4% on a year-over-year basis in November, up from 0.2% in October. Core PCE (excluding food and energy) was unchanged in November, up 1.3% on a year-over-year basis. Overall, inflation isn't showing signs up significant upward pressure and remains below the Fed's 2.0% target.



Bond Yields



Source: Bloomberg



Source: Bloomberg

The yield on the two-year Treasury note rose roughly 12 basis points in December to 1.05%. Meanwhile, the yield on the ten-year Treasury note rose just six basis points in December to 2.27%. Overall, the Treasury yield curve flattened during 2015 in anticipation of monetary policy normalization by the Federal Reserve and we expect this trend to continue. Looking ahead, we believe the pace of subsequent rate hikes will be slower than historical Fed tightening cycles, in light of ongoing sluggishness in the global economy.



SECTION 2

Account Profile



Investment Objectives

The investment objectives of the City of Stockton are first, to provide safety of principal to ensure the preservation of capital in the overall portfolio; second, to provide sufficient liquidity to meet all operating requirements; and third, to earn a commensurate rate of return consistent with the constraints imposed by the safety and liquidity objectives.

Chandler Asset Management Performance Objectives

The performance objective for the portfolio is to earn a total rate of return over a market cycle that equals or exceeds the market index, the Bank of America Merrill Lynch Index of 1-5 Year Government securities.

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.



COMPLIANCE WITH INVESTMENT POLICY

Assets managed by Chandler Asset Management are in full compliance with State law and with the City's investment policy.

Category	Standard	Comment
Local Agency Bonds	No Limitation; 5 year maximum maturity	Complies
Treasury Issues	No Limitation; 10 year maximum maturity	Complies
Agency Issues	No Limitation; 10 year maximum maturity	Complies
Banker's Acceptances	40% maximum; <180 days maturity	Complies
Commercial Paper	25% maximum; <270 days maturity; A-1/P-1/F-1 minimum ratings	Complies
Negotiable Certificates of Deposit	30% maximum; 5 years maximum maturity	Complies
Repurchase Agreements	No limitation; 1 year maximum maturity	Complies
Reverse Repurchase Agreements	20% maximum; <92 days maturity	Complies
Medium Term Notes	30% maximum; 5 years maximum maturity; A-rated or better	Complies
Money Market Mutual Funds	AAA/Aaa rated by two NRSRO; 20% maximum	Complies
Collateralized Certificates of Deposits	5 years maximum maturity	Complies
Time Deposits	5 years maximum maturity	Complies
Mortgage Pass-through and Asset Backed Securities	20% maximum; AA-rated issue; A-rated issuer	Complies
Local Agency Investment Fund - L.A.I.F.	\$50 million program limitation	Complies
Per issuer maximum	5% per issuer; except for Treasury and Agency issuers and MM Funds	Complies
Maximum maturity	5 years; except 15% of assets can have a max. maturity of between 5 and 10 years	Complies



City of Stockton Consolidated December 31, 2015

COMPLIANCE WITH INVESTMENT POLICY

This portfolio is a consolidation of assets managed by Chandler Asset Management and assets managed internally by Client. Chandler relies on Client to provide accurate information for reporting assets and producing this compliance statement.

Category	Standard	Comment
Local Agency Bonds	No Limitation; 5 year maximum maturity	Complies
Treasury Issues	No Limitation; 10 year maximum maturity	Complies
Agency Issues	No Limitation; 10 year maximum maturity	Complies
Banker's Acceptances	40% maximum; <180 days maturity	Complies
Commercial Paper	25% maximum; <270 days maturity; A-1/P-1/F-1 minimum ratings	Complies
Negotiable Certificates of Deposit	30% maximum; 5 years maximum maturity	Complies
Repurchase Agreements	No limitation; 1 year maximum maturity	Complies
Reverse Repurchase Agreements	20% maximum; <92 days maturity	Complies
Medium Term Notes	30% maximum; 5 years maximum maturity; A-rated or better	Complies
Money Market Mutual Funds	AAA/Aaa rated by two NRSRO; 20% maximum	Complies
Collateralized Certificates of Deposits	5 years maximum maturity	Complies
Time Deposits	5 years maximum maturity	Complies
Mortgage Pass-through and Asset Backed Securities	20% maximum; AA-rated issue; A-rated issuer	Complies
Local Agency Investment Fund - L.A.I.F.	\$50 million program limitation	Complies
Per issuer maximum	5% per issuer; except for Treasury and Agency issuers and money market funds	Complies
Maximum maturity	5 years; except 15% of assets can have a max. maturity of between 5 and 10 years	Complies



Portfolio Characteristics

City of Stockton Reserve Portfolio

	12/31/2015		09/30/2015
	Benchmark*	Portfolio	Portfolio
Average Maturity (yrs)	2.69	2.69	2.65
Modified Duration	2.58	2.48	2.46
Average Purchase Yield	n/a	1.34 %	1.27 %
Average Market Yield	1.27 %	1.40 %	1.03 %
Average Quality**	AAA	AA/Aa1	AA/Aa1
Total Market Value		293,528,615	294,809,010

* 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.

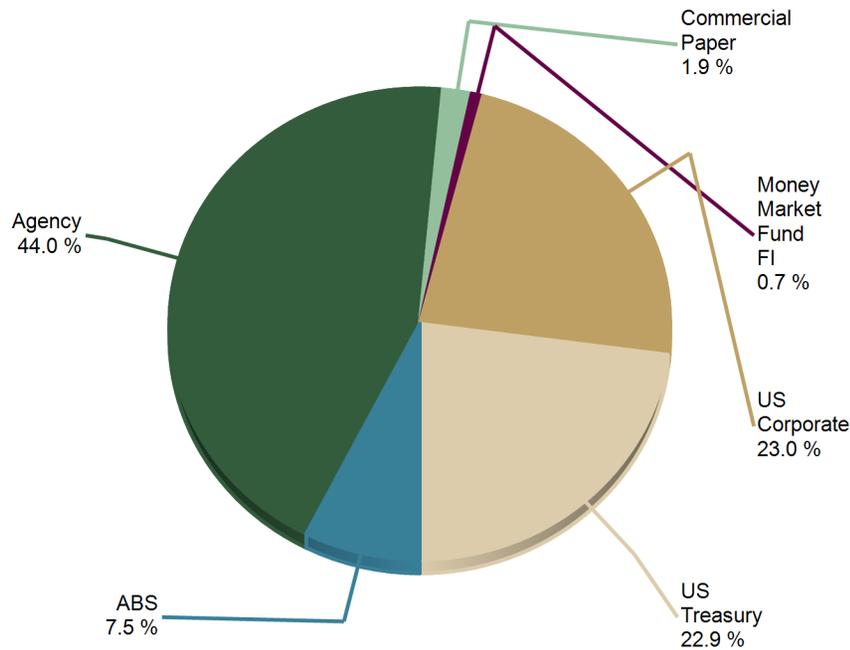
During the reporting period, we maintained the City's portfolio characteristics close to the strategy benchmark by purchasing approximately \$26 million of new securities into the portfolio. New purchases included a diversified mix of Treasury, Agency, Asset Backed, Corporate and Commercial Paper securities. The portfolio gained exposure to several high quality issuers, such as Microsoft. Securities were purchased with maturities ranging from February 2016 to November 2020.



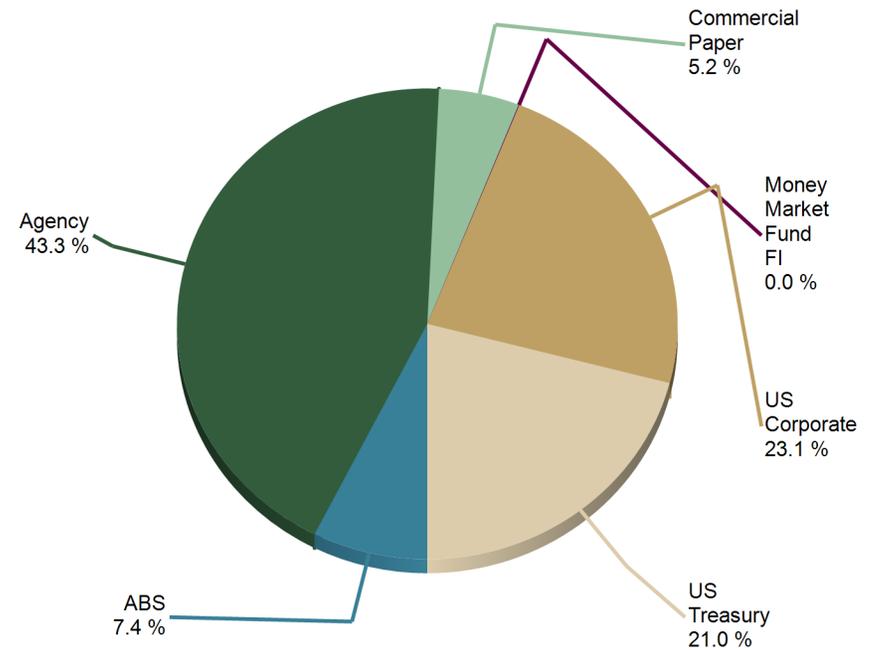
Sector Distribution

City of Stockton Reserve Portfolio

December 31, 2015



September 30, 2015



The sector allocation changed slightly over the period. The portfolio's exposure increased in the Treasury and Agency sectors while the Commercial Paper decline from recent portfolio restructuring. We expect the allocation to Corporate and Asset Backed securities to increase as we continue to look for opportunities to purchase this sector at attractive yields relative to government securities.



Issue Name	Investment Type	% Portfolio
Government of United States	US Treasury	22.90 %
Federal National Mortgage Association	Agency	17.43 %
Federal Home Loan Mortgage Corp	Agency	12.63 %
Federal Home Loan Bank	Agency	11.56 %
Honda ABS	ABS	2.78 %
Toyota ABS	ABS	1.99 %
Bank of Tokyo-Mit UFJ	Commercial Paper	1.86 %
John Deere ABS	ABS	1.85 %
Tennessee Valley Authority	Agency	1.30 %
Bank of New York	US Corporate	1.25 %
Wells Fargo Corp	US Corporate	1.25 %
Qualcomm Inc	US Corporate	1.24 %
Honda Motor Corporation	US Corporate	1.24 %
Charles Schwab Corp/The	US Corporate	1.24 %
HSBC USA Corp	US Corporate	1.23 %
General Electric Co	US Corporate	1.22 %
IBM Corp	US Corporate	1.17 %
Occidental Petroleum Corporation	US Corporate	1.14 %
United Technology Corp	US Corporate	1.07 %
Federal Farm Credit Bank	Agency	1.06 %
Apple Inc	US Corporate	1.02 %
Toyota Motor Corp	US Corporate	1.01 %
Praxair	US Corporate	1.01 %
ChevronTexaco Corp	US Corporate	0.98 %
JP Morgan ABS	ABS	0.87 %
Pepsico Inc	US Corporate	0.86 %
Intel Corp	US Corporate	0.85 %
Cisco Systems	US Corporate	0.83 %
Oracle Corp	US Corporate	0.81 %
US Bancorp	US Corporate	0.79 %
Federated GOVT Obligation MMF	Money Market Fund FI	0.74 %
Costco Wholesale Corporation	US Corporate	0.53 %
Microsoft	US Corporate	0.52 %



City of Stockton Reserve Portfolio
Account #10020

Issuer Report

As of 12/31/2015

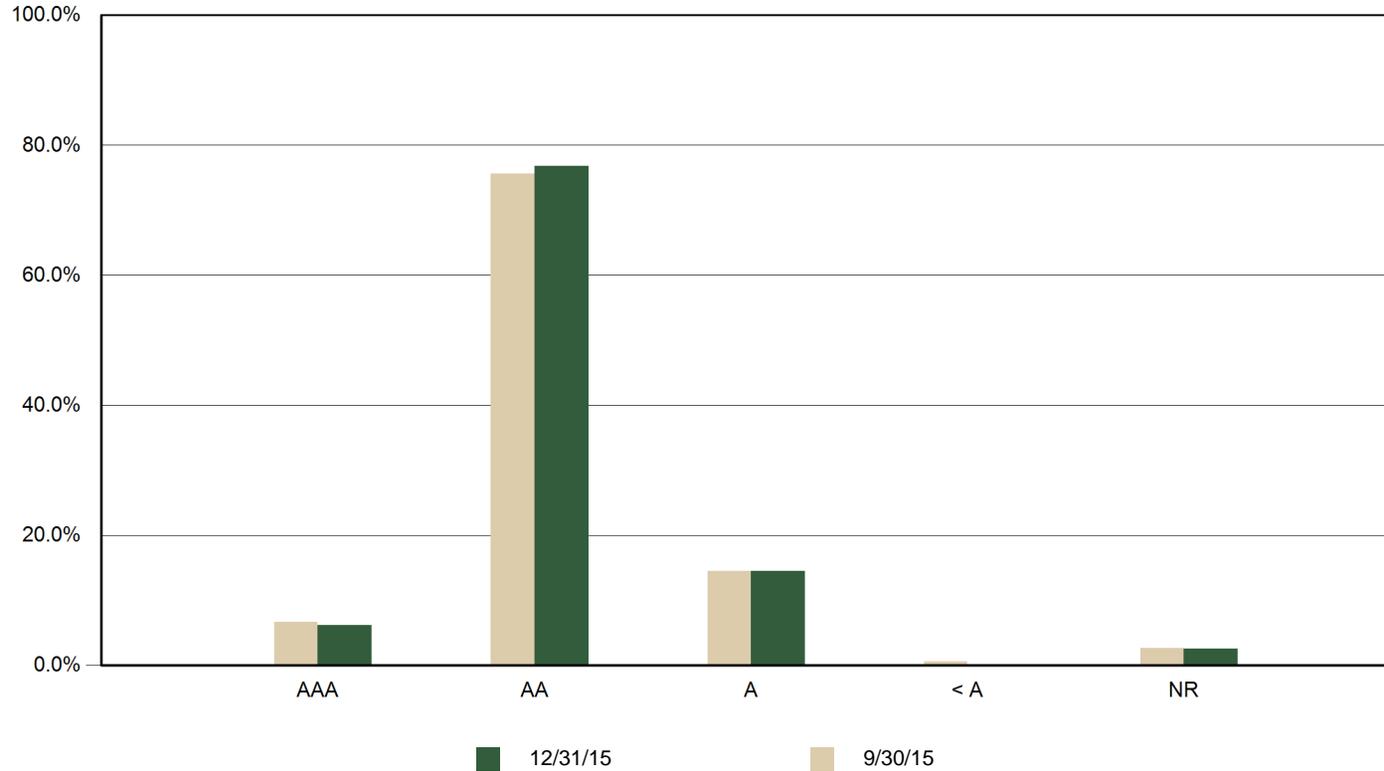
Issue Name	Investment Type	% Portfolio
Deere & Company	US Corporate	0.51 %
Google Inc	US Corporate	0.40 %
Wal-Mart Stores	US Corporate	0.36 %
Paccar Financial	US Corporate	0.28 %
Pfizer Inc.	US Corporate	0.23 %
Total		100.00 %



Quality Distribution

City of Stockton Reserve Portfolio

December 31, 2015 vs. September 30, 2015



	AAA	AA	A	<A	NR
12/31/15	6.2 %	76.8 %	14.5 %	0.0 %	2.6 %
9/30/15	6.7 %	75.6 %	14.5 %	0.5 %	2.7 %

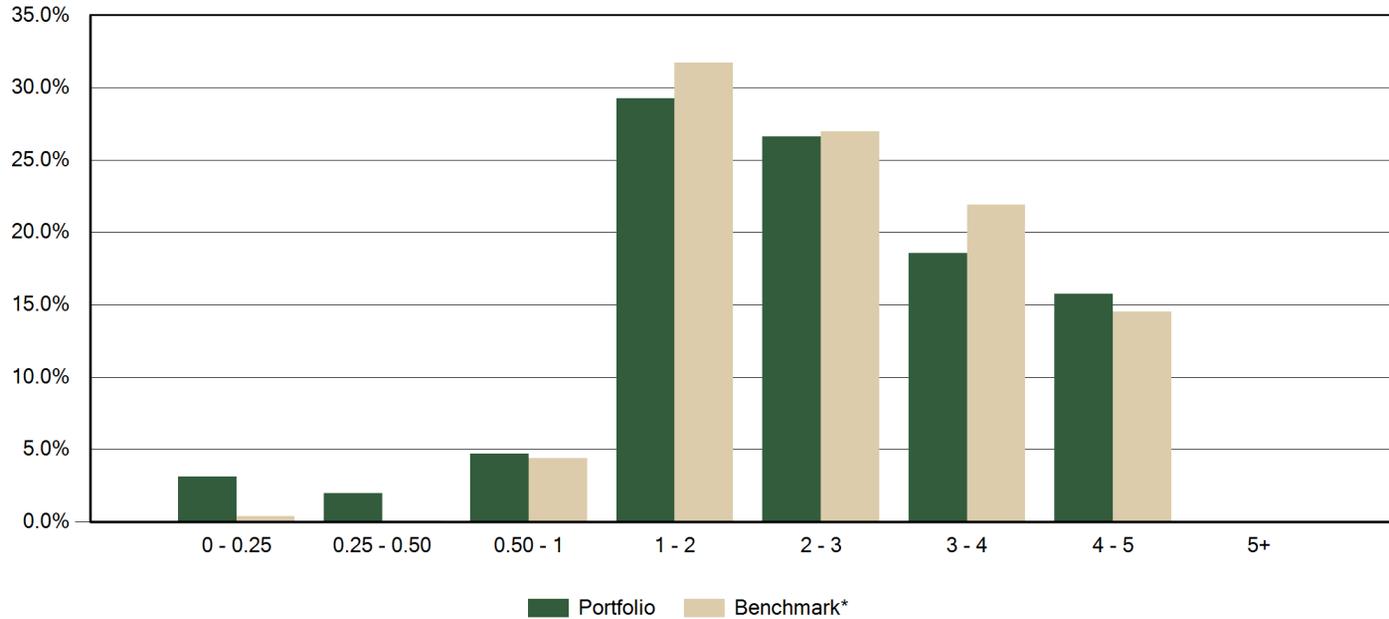
Source: S&P Ratings



Duration Distribution

City of Stockton Reserve Portfolio

Portfolio Compared to the Benchmark as of December 31, 2015



	0 - 0.25	0.25 - 0.50	0.50 - 1	1 - 2	2 - 3	3 - 4	4 - 5	5+
Portfolio	3.1 %	2.0 %	4.7 %	29.3 %	26.6 %	18.6 %	15.8 %	0.0 %
Benchmark*	0.4 %	0.1 %	4.4 %	31.7 %	26.9 %	21.9 %	14.5 %	0.0 %

* BAML 1-5 Yr US Treasury/Agency Index

Financial markets are likely to remain volatile after the Federal Reserve raised the fed funds rate to a range of 25-50 basis points (bps). The Fed's forecasts show they are prepared to raise rates roughly four times this year (given 25 bps increases). Global economic headwinds, stubbornly low inflation and weak commodity prices may make it difficult for the Fed to execute their forecast. We anticipate keeping the duration close to the benchmark in the coming quarter using the proceeds from maturities and sales to extend the duration of the portfolio to the strategy target.



Investment Performance

City of Stockton Reserve Portfolio

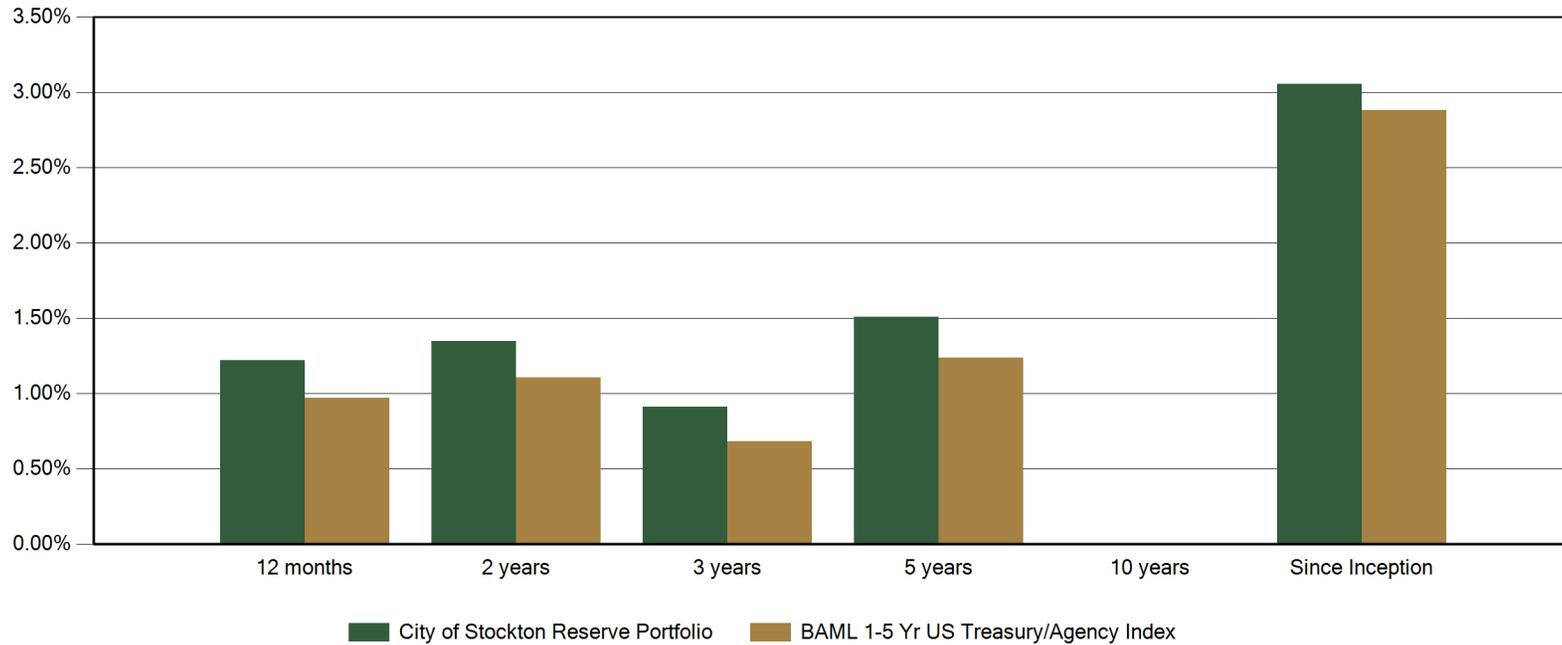
Period Ending

December 31, 2015

Total Rate of Return

Annualized Since Inception

June 30, 2007



	3 months	12 months	Annualized				Since Inception
			2 years	3 years	5 years	10 years	
City of Stockton Reserve Portfolio	-0.42 %	1.22 %	1.35 %	0.91 %	1.51 %	N/A	3.06 %
BAML 1-5 Yr US Treasury/Agency Index	-0.65 %	0.97 %	1.11 %	0.68 %	1.24 %	N/A	2.88 %

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



Portfolio Characteristics

City of Stockton Liquid Account

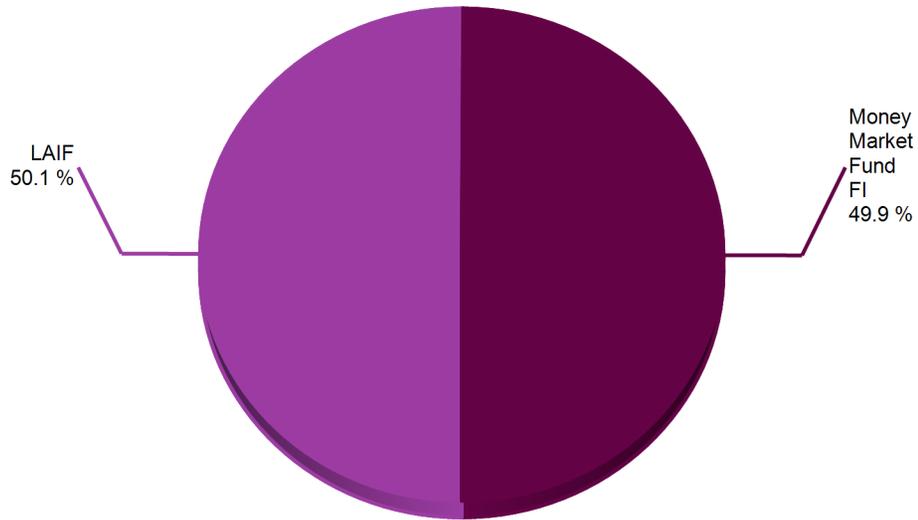
	12/31/2015	09/30/2015
	Portfolio	Portfolio
Average Maturity (yrs)	0.00	0.00
Modified Duration	0.00	0.00
Average Purchase Yield	0.25 %	0.22 %
Average Market Yield	0.25 %	0.22 %
Average Quality**	AAA/Aaa	AAA/Aaa
Total Market Value	90,011,070	70,109,713



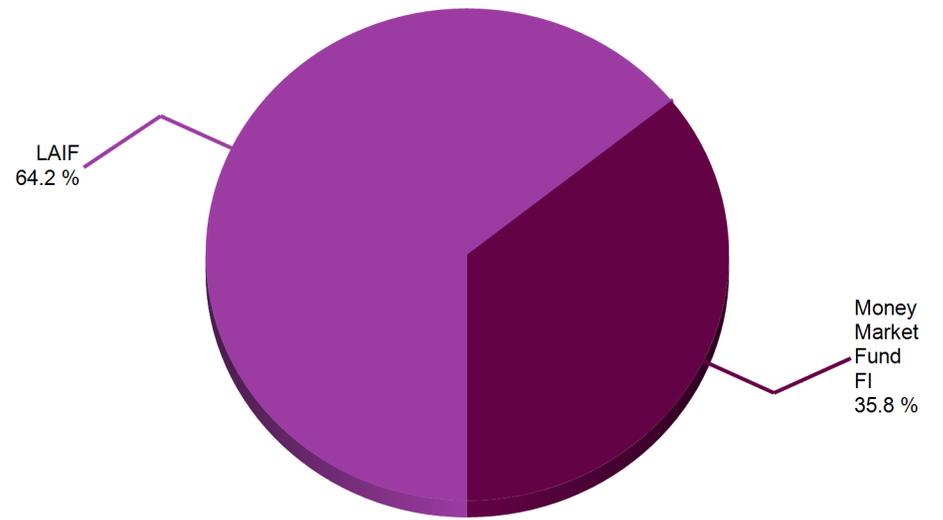
Sector Distribution

City of Stockton Liquid Account

December 31, 2015



September 30, 2015





City of Stockton Liquid Account
Account #10019

Issuer Report

As of 12/31/2015

Issue Name	Investment Type	% Portfolio
Local Agency Investment Fund	LAIF	50.09 %
Wells Fargo Advantage Govt #1751 MMKT	Money Market Fund FI	49.91 %
Total		100.00 %



SECTION 3

Consolidated Information



City of Stockton Consolidated

	12/31/2015	09/30/2015
	Portfolio	Portfolio
Average Maturity (yrs)	2.06	2.14
Modified Duration	1.90	1.99
Average Purchase Yield	1.09 %	1.07 %
Average Market Yield	1.13 %	0.88 %
Average Quality**	AA+/Aa1	AA+/Aa1
Total Market Value	383,539,685	364,918,723

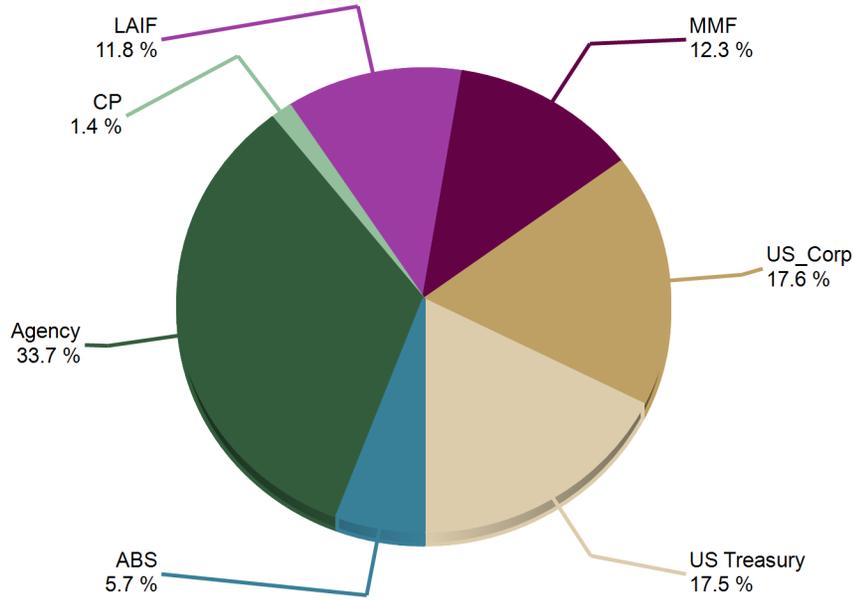
Stockton Consolidated Portfolio		
	%	US \$
3 Month	-0.33%	\$ (1,198,975.56)
1 Year	0.81%	\$ 2,790,299.39



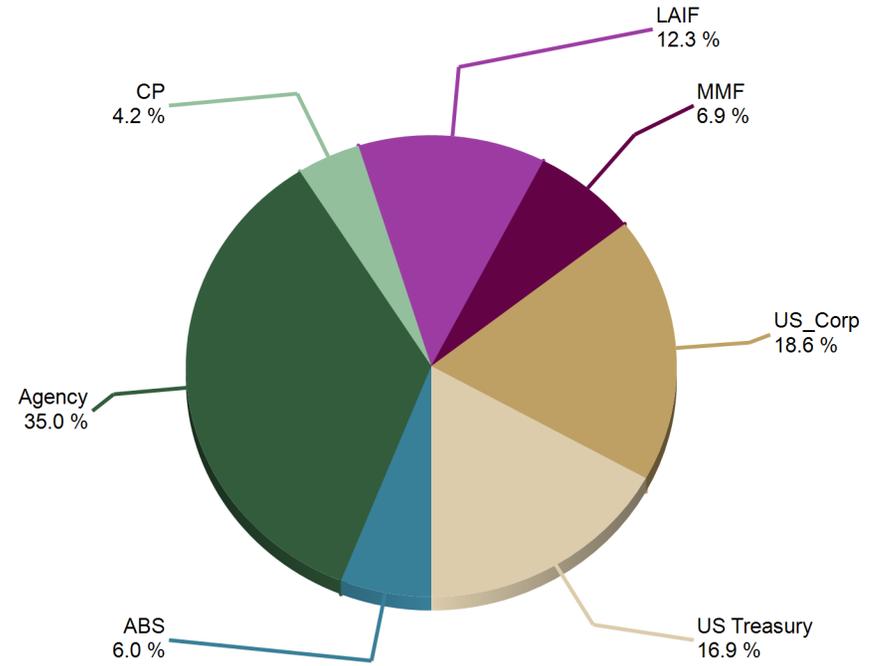
Sector Distribution

City of Stockton Consolidated

December 31, 2015



September 30, 2015





Investment Performance

City of Stockton Consolidated

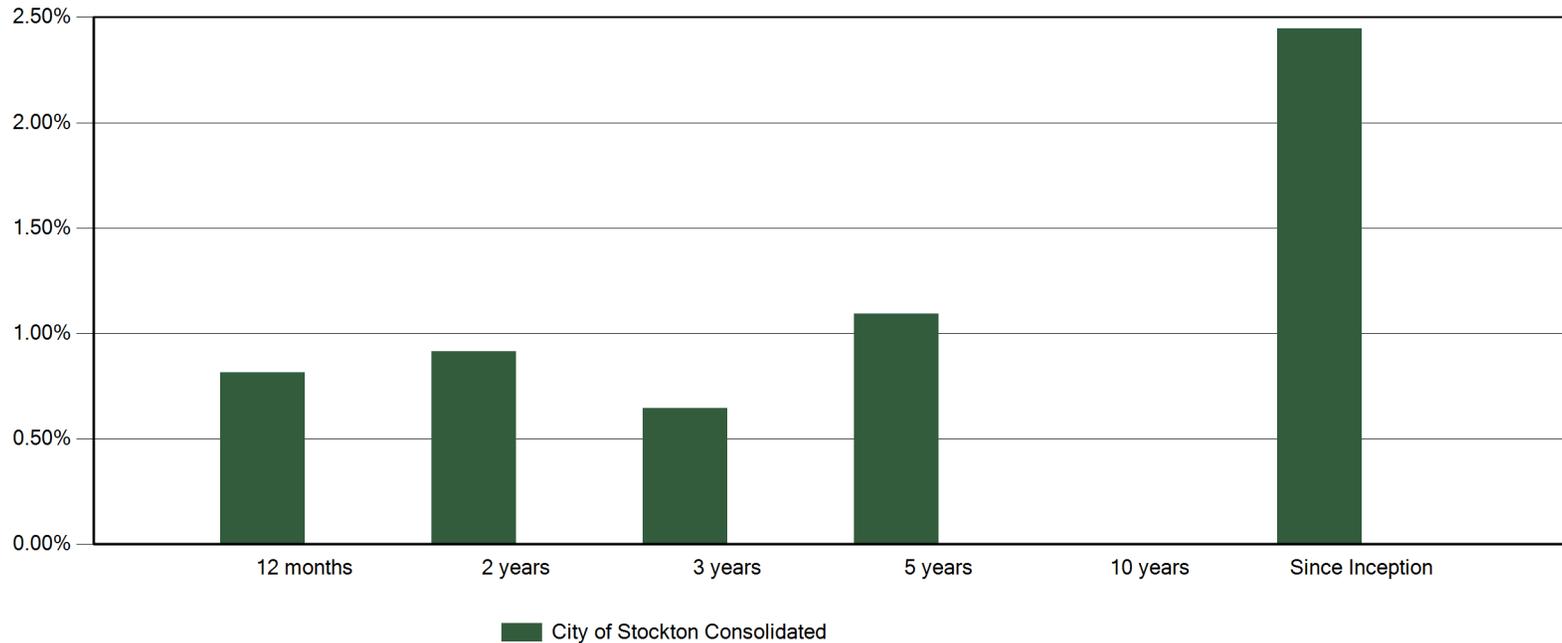
Period Ending

December 31, 2015

Total Rate of Return

Annualized Since Inception

July 31, 2007



	3 months	12 months	Annualized				Since Inception
			2 years	3 years	5 years	10 years	
City of Stockton Consolidated	-0.33 %	0.81 %	0.91 %	0.65 %	1.09 %	N/A	2.45 %

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.



SECTION 4

Portfolio Holdings



Holdings Report

As of 12/31/15

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									
43814CAC3	Honda Auto Receivables 2013-1 A3 0.48% Due 11/21/2016	95,901.92	01/16/2013 0.48 %	95,896.89 95,901.92	99.98 1.07 %	95,880.15 12.79	0.03 % (21.77)	NR / AAA AAA	0.89 0.04
477879AC4	John Deere Owner Trust 2013-B A3 0.87% Due 8/15/2017	267,812.45	08/27/2013 0.88 %	267,775.94 267,797.45	99.89 1.24 %	267,514.11 103.55	0.09 % (283.34)	Aaa / NR AAA	1.62 0.30
43813JAC9	Honda Auto Receivables 2014-1 A3 0.67% Due 11/21/2017	2,063,126.23	Various 0.89 %	2,058,864.22 2,060,315.78	99.82 1.04 %	2,059,416.73 383.97	0.70 % (899.05)	Aaa / NR AAA	1.89 0.49
89231MAC9	Toyota Auto Receivables Owner 2014-A 0.67% Due 12/15/2017	1,536,812.50	Various 0.70 %	1,536,325.22 1,536,563.08	99.79 1.08 %	1,533,566.75 457.63	0.52 % (2,996.33)	Aaa / AAA NR	1.96 0.51
89231TAB6	Toyota Auto Receivables Owner 2015-C 0.92% Due 2/15/2018	1,780,000.00	08/18/2015 0.93 %	1,779,856.89 1,779,877.15	99.85 1.14 %	1,777,296.18 727.82	0.61 % (2,580.97)	Aaa / AAA NR	2.13 0.71
43814GAC4	Honda Auto Receivables 2014-2 A3 0.77% Due 3/19/2018	1,360,409.61	05/13/2014 0.78 %	1,360,246.09 1,360,334.36	99.72 1.21 %	1,356,614.07 378.27	0.46 % (3,720.29)	Aaa / AAA NR	2.22 0.64
47787VAC5	John Deere Owner Trust 2014-A A3 0.92% Due 4/16/2018	2,127,961.31	Various 0.92 %	2,128,101.62 2,128,033.97	99.79 1.28 %	2,123,405.34 870.10	0.72 % (4,628.63)	Aaa / NR AAA	2.29 0.60
43814HAC2	Honda Auto Receivables 2014-3 A3 0.88% Due 6/15/2018	1,540,000.00	08/12/2014 0.89 %	1,539,702.93 1,539,842.78	99.75 1.19 %	1,536,174.64 602.31	0.52 % (3,668.14)	NR / AAA AAA	2.46 0.80
161571GC2	Chase CHAIT Pool #2013-A8 1.01% Due 10/15/2018	2,545,000.00	Various 0.95 %	2,548,390.63 2,548,036.47	99.91 1.13 %	2,542,722.23 1,142.43	0.87 % (5,314.24)	Aaa / AAA AAA	2.79 0.76
477877AD6	John Deere Owner Trust 2014-B A3 1.07% Due 11/15/2018	3,060,000.00	Various 1.07 %	3,059,892.02 3,059,938.98	99.53 1.53 %	3,045,743.46 1,455.20	1.04 % (14,195.52)	Aaa / NR AAA	2.88 1.01
89236WAC2	Toyota Auto Receivables Owner 2015-A 1.12% Due 2/15/2019	2,540,000.00	Various 1.19 %	2,538,205.91 2,538,360.13	99.73 1.31 %	2,533,197.88 1,264.35	0.86 % (5,162.25)	Aaa / AAA NR	3.13 1.42
43813NAC0	Honda Auto Receivables 2015-2 A3 1.04% Due 2/21/2019	3,115,000.00	Various 1.12 %	3,111,531.78 3,111,837.58	99.43 1.42 %	3,097,331.72 899.89	1.06 % (14,505.86)	NR / AAA AAA	3.15 1.51
Total ABS		22,032,024.02	0.97 %	22,024,790.14 22,026,839.65	1.26 %	21,968,863.26 8,298.31	7.49 % (57,976.39)	Aaa / AAA Aaa	2.57 0.90
AGENCY									
313372YS7	FHLB Note 2.45% Due 3/30/2016	1,400,000.00	07/07/2011 1.87 %	1,436,876.00 1,401,900.38	100.52 0.38 %	1,407,226.80 8,670.28	0.48 % 5,326.42	Aaa / AA+ AAA	0.25 0.25
313373SZ6	FHLB Note 2.125% Due 6/10/2016	2,275,000.00	Various 1.79 %	2,310,348.00 2,278,190.67	100.65 0.66 %	2,289,678.30 2,820.05	0.78 % 11,487.63	Aaa / AA+ AAA	0.44 0.44
3130A0C65	FHLB Note 0.625% Due 12/28/2016	2,950,000.00	Various 0.75 %	2,939,154.29 2,946,326.11	99.78 0.85 %	2,943,533.60 153.64	1.00 % (2,792.51)	Aaa / AA+ AAA	0.99 0.99
3133787M7	FHLB Note 1.05% Due 2/27/2017	1,240,000.00	02/27/2012 1.03 %	1,241,140.80 1,240,264.27	100.21 0.87 %	1,242,560.60 4,484.67	0.42 % 2,296.33	Aaa / AA+ AAA	1.16 1.14
313378WF4	FHLB Note 1.125% Due 3/10/2017	2,485,000.00	04/24/2012 1.05 %	2,493,846.60 2,487,156.98	100.27 0.90 %	2,491,602.65 8,619.84	0.85 % 4,445.67	Aaa / AA+ AAA	1.19 1.18
3133782N0	FHLB Note 0.875% Due 3/10/2017	2,300,000.00	03/13/2013 0.70 %	2,315,617.00 2,304,655.07	99.93 0.93 %	2,298,373.90 6,205.21	0.79 % (6,281.17)	Aaa / AA+ AAA	1.19 1.18



Holdings Report

As of 12/31/15

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									
3130A5EPO	FHLB Note 0.625% Due 5/30/2017	5,900,000.00	Various 0.68 %	5,893,650.20 5,895,274.83	99.53 0.96 %	5,872,388.00 3,175.35	2.00 % (22,886.83)	Aaa / AA+ AAA	1.41 1.41
313379VE6	FHLB Note 1.01% Due 6/19/2017	665,000.00	07/26/2012 0.82 %	671,078.10 666,818.67	100.06 0.97 %	665,380.38 223.88	0.23 % (1,438.29)	Aaa / AA+ AAA	1.47 1.45
313379DD8	FHLB Note 1% Due 6/21/2017	1,500,000.00	12/27/2012 0.72 %	1,518,390.00 1,506,036.33	99.94 1.04 %	1,499,170.50 416.67	0.51 % (6,865.83)	Aaa / AA+ AAA	1.47 1.46
3137EADH9	FHLMC Note 1% Due 6/29/2017	2,600,000.00	Various 0.98 %	2,604,786.56 2,600,892.67	99.99 1.01 %	2,599,742.60 144.45	0.89 % (1,150.07)	Aaa / AA+ AAA	1.50 1.48
3137EADJ5	FHLMC Note 1% Due 7/28/2017	3,350,000.00	Various 0.83 %	3,377,014.50 3,358,723.20	99.83 1.11 %	3,344,428.95 14,237.50	1.14 % (14,294.25)	Aaa / AA+ AAA	1.58 1.55
3135G0MZ3	FNMA Note 0.875% Due 8/28/2017	5,300,000.00	Various 1.05 %	5,265,204.00 5,284,687.46	99.66 1.08 %	5,281,942.90 15,844.79	1.80 % (2,744.56)	Aaa / AA+ AAA	1.66 1.64
3133EAY28	FFCB Note 0.83% Due 9/21/2017	3,115,000.00	Various 0.79 %	3,120,957.00 3,117,059.90	99.58 1.08 %	3,101,954.38 7,181.81	1.06 % (15,105.52)	Aaa / AA+ AAA	1.73 1.70
3137EADL0	FHLMC Note 1% Due 9/29/2017	4,000,000.00	Various 1.15 %	3,977,747.00 3,989,936.45	99.72 1.16 %	3,988,984.00 10,222.22	1.36 % (952.45)	Aaa / AA+ AAA	1.75 1.72
3135G0RT2	FNMA Note 0.875% Due 12/20/2017	5,350,000.00	Various 0.93 %	5,339,554.00 5,344,531.61	99.52 1.12 %	5,324,330.70 1,430.38	1.81 % (20,200.91)	Aaa / AA+ AAA	1.97 1.95
3137EADN6	FHLMC Note 0.75% Due 1/12/2018	5,800,000.00	07/28/2015 0.94 %	5,773,186.60 5,777,844.61	99.20 1.15 %	5,753,321.60 20,420.83	1.97 % (24,523.01)	Aaa / AA+ AAA	2.04 2.00
3137EADP1	FHLMC Note 0.875% Due 3/7/2018	3,200,000.00	Various 1.32 %	3,138,060.00 3,169,984.96	99.30 1.20 %	3,177,545.60 8,866.66	1.09 % 7,560.64	Aaa / AA+ AAA	2.18 2.15
313378A43	FHLB Note 1.375% Due 3/9/2018	5,285,000.00	Various 1.30 %	5,286,263.15 5,293,108.57	100.31 1.23 %	5,301,600.19 22,608.05	1.81 % 8,491.62	Aaa / AA+ AAA	2.19 2.14
3130A4GJ5	FHLB Note 1.125% Due 4/25/2018	5,335,000.00	Various 1.11 %	5,336,466.54 5,336,304.99	99.74 1.24 %	5,321,091.66 11,003.44	1.82 % (15,213.33)	Aaa / AA+ AAA	2.32 2.27
3135G0WJ8	FNMA Note 0.875% Due 5/21/2018	5,300,000.00	Various 1.31 %	5,203,598.59 5,247,124.35	99.06 1.27 %	5,250,317.80 5,152.78	1.79 % 3,193.45	Aaa / AA+ AAA	2.39 2.35
3135G0E33	FNMA Note 1.125% Due 7/20/2018	5,300,000.00	Various 1.16 %	5,294,309.80 5,295,336.44	99.59 1.29 %	5,278,381.30 26,665.64	1.81 % (16,955.14)	Aaa / AA+ AAA	2.55 2.49
880591EQ1	Tennessee Valley Authority Note 1.75% Due 10/15/2018	3,775,000.00	Various 1.59 %	3,803,947.65 3,791,603.41	101.01 1.38 %	3,813,142.60 13,946.53	1.30 % 21,539.19	Aaa / AA+ AAA	2.79 2.71
3135G0YT4	FNMA Note 1.625% Due 11/27/2018	3,750,000.00	Various 1.67 %	3,741,970.80 3,745,482.87	100.73 1.37 %	3,777,292.50 5,755.21	1.29 % 31,809.63	Aaa / AA+ AAA	2.91 2.83
313376BR5	FHLB Note 1.75% Due 12/14/2018	2,500,000.00	01/29/2014 1.62 %	2,515,350.00 2,509,301.46	100.95 1.42 %	2,523,742.50 2,065.97	0.86 % 14,441.04	Aaa / AA+ AAA	2.96 2.87
3135G0ZA4	FNMA Note 1.875% Due 2/19/2019	3,700,000.00	Various 1.71 %	3,727,352.70 3,718,119.65	101.34 1.44 %	3,749,654.00 25,437.50	1.29 % 31,534.35	Aaa / AA+ AAA	3.14 3.02
3137EADG1	FHLMC Note 1.75% Due 5/30/2019	5,275,000.00	Various 1.62 %	5,303,450.18 5,297,937.35	100.75 1.52 %	5,314,541.40 7,949.12	1.81 % 16,604.05	Aaa / AA+ AAA	3.41 3.30



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									
3135G0ZE6	FNMA Note 1.75% Due 6/20/2019	5,300,000.00	Various 1.56 %	5,341,513.00 5,333,588.56	100.77 1.52 %	5,340,603.30 2,834.03	1.82 % 7,014.74	Aaa / AA+ AAA	3.47 3.35
3137EADK2	FHLMC Note 1.25% Due 8/1/2019	5,400,000.00	Various 1.73 %	5,282,340.35 5,310,631.97	98.89 1.57 %	5,339,941.20 28,125.00	1.83 % 29,309.23	Aaa / AA+ AAA	3.59 3.47
3135G0ZG1	FNMA Note 1.75% Due 9/12/2019	5,300,000.00	Various 1.67 %	5,318,673.00 5,315,385.67	100.53 1.60 %	5,327,968.10 28,082.64	1.82 % 12,582.43	Aaa / AA+ AAA	3.70 3.55
3137EADM8	FHLMC Note 1.25% Due 10/2/2019	5,350,000.00	Various 1.71 %	5,239,378.60 5,261,025.98	98.64 1.63 %	5,277,074.15 16,532.99	1.80 % 16,048.17	Aaa / AA+ AAA	3.76 3.64
3137EADR7	FHLMC Note 1.375% Due 5/1/2020	2,200,000.00	08/26/2015 1.56 %	2,182,030.40 2,183,365.77	98.46 1.75 %	2,166,056.20 5,041.67	0.74 % (17,309.57)	Aaa / AA+ AAA	4.34 4.17
3135G0D75	FNMA Note 1.5% Due 6/22/2020	5,900,000.00	07/17/2015 1.78 %	5,823,134.80 5,830,184.69	98.75 1.79 %	5,826,533.20 2,212.50	1.99 % (3,651.49)	Aaa / AA+ AAA	4.48 4.30
3135G0F73	FNMA Note 1.5% Due 11/30/2020	6,000,000.00	12/16/2015 1.90 %	5,886,600.00 5,887,539.78	98.22 1.88 %	5,893,410.00 7,750.00	2.01 % 5,870.22	Aaa / AA+ AAA	4.92 4.71
Total Agency		129,100,000.00	1.32 %	128,702,990.21 128,726,325.68	1.30 %	128,783,515.56 324,281.30	43.98 % 57,189.88	Aaa / AA+ Aaa	2.59 2.51
COMMERCIAL PAPER									
06538BBR3	Bank of Tokyo Mitsubishi NY Discount CP 0.39% Due 2/25/2016	5,460,000.00	10/27/2015 0.40 %	5,452,902.00 5,456,746.75	99.94 0.40 %	5,456,746.75 0.00	1.86 % 0.00	P-1 / A-1 F-1	0.15 0.15
Total Commercial Paper		5,460,000.00	0.40 %	5,452,902.00 5,456,746.75	0.40 %	5,456,746.75 0.00	1.86 % 0.00	P-1 / A-1 F-1	0.15 0.15
MONEY MARKET FUND FI									
60934N104	Federated GOVT OBLIG MMF	2,165,531.17	Various 0.11 %	2,165,531.17 2,165,531.17	1.00 0.11 %	2,165,531.17 0.00	0.74 % 0.00	Aaa / AAA AAA	0.00 0.00
Total Money Market Fund FI		2,165,531.17	0.11 %	2,165,531.17 2,165,531.17	0.11 %	2,165,531.17 0.00	0.74 % 0.00	Aaa / AAA Aaa	0.00 0.00
US CORPORATE									
38259PAC6	Google Inc Note 2.125% Due 5/19/2016	1,150,000.00	11/15/2012 0.75 %	1,204,383.90 1,155,924.27	100.58 0.60 %	1,156,684.95 2,851.04	0.40 % 760.68	Aa2 / AA NR	0.38 0.38
24422ERL5	John Deere Capital Corp Note 2% Due 1/13/2017	910,000.00	09/11/2012 1.05 %	946,500.10 918,721.26	100.75 1.27 %	916,789.51 8,493.33	0.32 % (1,931.75)	A2 / A NR	1.04 1.01
674599CB9	Occidental Petroleum Note 1.75% Due 2/15/2017	3,325,000.00	Various 1.16 %	3,378,142.50 3,346,590.99	100.20 1.57 %	3,331,653.33 21,981.94	1.14 % (14,937.66)	A2 / A A	1.13 1.10
69371RK54	Paccar Financial Corp Note 1.6% Due 3/15/2017	830,000.00	03/10/2015 1.08 %	838,507.50 835,095.21	100.20 1.43 %	831,639.25 3,910.22	0.28 % (3,455.96)	A1 / A+ NR	1.21 1.19



Holdings Report

As of 12/31/15

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									
717081DJ9	Pfizer Inc. Note 1.1% Due 5/15/2017	685,000.00	05/12/2014 1.13 %	684,397.20 684,725.00	99.92 1.16 %	684,445.84 962.81	0.23 % (279.16)	A1 / AA A+	1.37 1.36
913017BU2	United Tech Corp Note 1.8% Due 6/1/2017	3,120,000.00	Various 1.06 %	3,163,696.80 3,151,999.92	100.56 1.40 %	3,137,612.40 4,680.00	1.07 % (14,387.52)	A3 / A- A-	1.42 1.39
68389XAN5	Oracle Corp Note 1.2% Due 10/15/2017	2,375,000.00	Various 1.44 %	2,353,030.25 2,364,952.92	100.05 1.17 %	2,376,258.75 6,016.66	0.81 % 11,305.83	A1 / AA- A+	1.79 1.76
166764AA8	Chevron Corp Callable Note Cont 11/5/17 1.104% Due 12/5/2017	1,550,000.00	Various 1.34 %	1,535,040.10 1,543,138.01	99.31 1.48 %	1,539,342.20 1,235.87	0.52 % (3,795.81)	Aa1 / AA NR	1.93 1.82
02665WAQ4	American Honda Finance Note 1.55% Due 12/11/2017	1,665,000.00	12/08/2014 1.58 %	1,663,451.55 1,663,996.90	100.02 1.54 %	1,665,364.64 1,433.75	0.57 % 1,367.74	A1 / A+ NR	1.95 1.91
458140AL4	Intel Corp Note 1.35% Due 12/15/2017	2,500,000.00	Various 1.31 %	2,504,903.20 2,501,874.90	100.13 1.28 %	2,503,325.00 1,500.00	0.85 % 1,450.10	A1 / A+ A+	1.96 1.92
89236TCA1	Toyota Motor Credit Corp Note 1.45% Due 1/12/2018	2,955,000.00	Various 1.38 %	2,961,029.65 2,959,370.75	99.81 1.55 %	2,949,379.59 20,114.52	1.01 % (9,991.16)	Aa3 / AA- A	2.04 1.98
40428HPH9	HSBC USA Inc Note 1.625% Due 1/16/2018	3,600,000.00	Various 1.74 %	3,586,182.00 3,591,542.88	99.50 1.87 %	3,582,169.20 26,812.51	1.23 % (9,373.68)	A2 / A AA-	2.05 1.98
459200HZ7	IBM Corp Note 1.125% Due 2/6/2018	3,440,000.00	Various 1.26 %	3,427,318.00 3,430,605.42	99.33 1.45 %	3,416,965.76 15,587.50	1.17 % (13,639.66)	Aa3 / AA- A+	2.10 2.05
166764AV2	Chevron Corp Note 1.365% Due 3/2/2018	1,350,000.00	Various 1.40 %	1,348,780.00 1,349,112.22	99.20 1.74 %	1,339,197.30 6,091.31	0.46 % (9,914.92)	Aa1 / AA NR	2.17 2.12
808513AK1	Charles Schwab Corp Callable Note Cont 2/10/2018 1.5% Due 3/10/2018	3,635,000.00	Various 1.43 %	3,642,256.30 3,640,460.99	99.51 1.74 %	3,617,235.76 16,811.88	1.24 % (23,225.23)	A2 / A A	2.19 2.05
931142DF7	Wal-Mart Stores Note 1.125% Due 4/11/2018	1,045,000.00	04/04/2013 1.14 %	1,044,038.60 1,044,562.47	99.58 1.31 %	1,040,638.17 2,612.50	0.36 % (3,924.30)	Aa2 / AA AA	2.28 2.24
713448CR7	PepsiCo Inc Note 1.25% Due 4/30/2018	2,520,000.00	Various 1.28 %	2,517,637.60 2,518,074.96	99.64 1.41 %	2,510,807.04 5,337.50	0.86 % (7,267.92)	A1 / A A	2.33 2.29
037833AJ9	Apple Inc Note 1% Due 5/3/2018	3,000,000.00	Various 1.28 %	2,968,660.25 2,981,211.20	99.19 1.35 %	2,975,625.01 4,833.33	1.02 % (5,586.19)	Aa1 / AA+ NR	2.34 2.30
02665WAC5	American Honda Finance Note 2.125% Due 10/10/2018	1,950,000.00	Various 1.86 %	1,968,709.00 1,963,512.26	100.71 1.86 %	1,963,897.66 9,323.44	0.67 % 385.40	A1 / A+ NR	2.78 2.67
74005PBH6	Praxair Note 1.25% Due 11/7/2018	2,990,000.00	Various 1.65 %	2,946,487.30 2,957,144.99	98.66 1.73 %	2,949,996.79 5,606.25	1.01 % (7,148.20)	A2 / A NR	2.85 2.78
91159HHE3	US Bancorp Callable Note Cont 10/15/2018 1.95% Due 11/15/2018	265,000.00	02/12/2014 1.90 %	265,561.80 265,336.42	100.61 1.72 %	266,627.37 660.29	0.09 % 1,290.95	A1 / A+ AA	2.88 2.70
24422ESF7	John Deere Capital Corp Note 1.95% Due 12/13/2018	565,000.00	12/10/2013 1.99 %	563,796.55 564,290.19	100.43 1.80 %	567,402.94 550.88	0.19 % 3,112.75	A2 / A NR	2.95 2.85
36962G7G3	General Electric Capital Corp Note 2.3% Due 1/14/2019	3,510,000.00	Various 2.08 %	3,538,408.20 3,532,617.91	100.97 1.97 %	3,544,018.92 37,449.74	1.22 % 11,401.01	A1 / AA+ NR	3.04 2.89



Holdings Report

As of 12/31/15

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									
17275RAR3	Cisco Systems Note 2.125% Due 3/1/2019	2,395,000.00	Various 2.04 %	2,404,780.75 2,401,240.48	100.86 1.84 %	2,415,556.30 16,964.59	0.83 % 14,315.82	A1 / AA- NR	3.17 3.03
91159HHH6	US Bancorp Callable Note Cont 3/25/2019 2.2% Due 4/25/2019	2,025,000.00	Various 2.18 %	2,027,001.75 2,026,385.44	100.73 1.96 %	2,039,833.13 8,167.50	0.70 % 13,447.69	A1 / A+ AA	3.32 3.10
06406HCW7	Bank of New York Callable Note Cont 8/11/2019 2.3% Due 9/11/2019	3,625,000.00	Various 2.23 %	3,634,931.45 3,633,107.53	100.29 2.21 %	3,635,664.75 25,475.69	1.25 % 2,557.22	A1 / A AA-	3.70 3.43
94974BGF1	Wells Fargo Corp Note 2.15% Due 1/30/2020	3,660,000.00	Various 2.25 %	3,643,555.40 3,645,499.80	99.12 2.38 %	3,627,934.75 33,006.09	1.25 % (17,565.05)	A2 / A AA-	4.08 3.85
22160KAG0	Costco Wholesale Corp Note 1.75% Due 2/15/2020	1,565,000.00	02/05/2015 1.77 %	1,563,356.75 1,563,643.24	99.19 1.95 %	1,552,354.80 10,346.39	0.53 % (11,288.44)	A1 / A+ A+	4.13 3.93
747525AD5	Qualcomm Inc Note 2.25% Due 5/20/2020	3,675,000.00	Various 2.45 %	3,641,190.55 3,644,879.15	99.03 2.48 %	3,639,282.69 9,417.18	1.24 % (5,596.46)	A1 / A+ NR	4.39 4.14
594918BG8	Microsoft Callable Note Cont. 10/03/20 2% Due 11/3/2020	1,515,000.00	10/29/2015 2.02 %	1,513,788.00 1,513,827.14	100.03 1.99 %	1,515,425.72 4,881.67	0.52 % 1,598.58	Aaa / AAA AA+	4.85 4.50
Total US Corporate		67,395,000.00	1.63 %	67,479,523.00 67,393,444.82	1.72 %	67,293,129.52 313,116.38	23.03 % (100,315.30)	A1 / A+ A+	2.57 2.46
US TREASURY									
912828K66	US Treasury Note 0.5% Due 4/30/2017	5,300,000.00	06/19/2015 0.60 %	5,290,287.27 5,293,082.71	99.48 0.90 %	5,272,259.80 4,513.74	1.80 % (20,822.91)	Aaa / AA+ AAA	1.33 1.32
912828TG5	US Treasury Note 0.5% Due 7/31/2017	5,300,000.00	Various 0.68 %	5,275,705.24 5,285,417.64	99.24 0.98 %	5,259,836.60 11,089.67	1.80 % (25,581.04)	Aaa / AA+ AAA	1.58 1.57
912828TM2	US Treasury Note 0.625% Due 8/31/2017	5,300,000.00	Various 0.74 %	5,284,795.09 5,290,281.18	99.36 1.01 %	5,266,048.20 11,193.34	1.80 % (24,232.98)	Aaa / AA+ AAA	1.67 1.65
912828VQ0	US Treasury Note 1.375% Due 7/31/2018	3,750,000.00	Various 1.33 %	3,757,356.31 3,753,863.63	100.38 1.22 %	3,764,355.00 21,577.78	1.29 % 10,491.37	Aaa / AA+ AAA	2.58 2.52
912828WD8	US Treasury Note 1.25% Due 10/31/2018	4,350,000.00	Various 1.46 %	4,308,809.50 4,325,239.19	99.86 1.30 %	4,343,883.90 9,261.68	1.48 % 18,644.71	Aaa / AA+ AAA	2.84 2.77
912828SD3	US Treasury Note 1.25% Due 1/31/2019	5,350,000.00	Various 1.46 %	5,299,771.84 5,315,840.07	99.66 1.36 %	5,332,029.35 27,985.73	1.83 % 16,189.28	Aaa / AA+ AAA	3.09 3.00
912828ST8	US Treasury Note 1.25% Due 4/30/2019	5,350,000.00	Various 1.60 %	5,264,135.10 5,289,903.33	99.36 1.45 %	5,315,936.55 11,390.80	1.81 % 26,033.22	Aaa / AA+ AAA	3.33 3.24
912828UB4	US Treasury Note 1% Due 11/30/2019	5,475,000.00	Various 1.65 %	5,311,150.17 5,342,421.00	97.74 1.60 %	5,351,171.93 4,786.89	1.82 % 8,750.93	Aaa / AA+ AAA	3.92 3.81
912828UQ1	US Treasury Note 1.25% Due 2/29/2020	5,925,000.00	Various 1.56 %	5,842,603.82 5,851,530.73	98.36 1.66 %	5,828,025.53 25,026.61	1.99 % (23,505.20)	Aaa / AA+ AAA	4.17 4.02
912828J84	US Treasury Note 1.375% Due 3/31/2020	3,900,000.00	Various 1.43 %	3,891,188.84 3,891,351.55	98.77 1.68 %	3,852,010.50 13,626.03	1.32 % (39,341.05)	Aaa / AA+ AAA	4.25 4.09



Holdings Report

As of 12/31/15

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									
912828VF4	US Treasury Note 1.375% Due 5/31/2020	5,925,000.00	Various 1.63 %	5,855,070.65 5,861,744.58	98.56 1.71 %	5,839,828.13 7,122.95	1.99 % (21,916.45)	Aaa / AA+ AAA	4.42 4.26
912828L32	US Treasury Note 1.375% Due 8/31/2020	5,800,000.00	Various 1.38 %	5,799,699.11 5,799,694.23	98.40 1.73 %	5,707,107.20 26,948.49	1.95 % (92,587.03)	Aaa / AA+ AAA	4.67 4.47
912828L99	US Treasury Note 1.375% Due 10/31/2020	6,000,000.00	11/23/2015 1.71 %	5,906,035.73 5,908,016.12	98.23 1.76 %	5,894,064.00 14,052.20	2.01 % (13,952.12)	Aaa / AA+ AAA	4.84 4.64
Total US Treasury		67,725,000.00	1.33 %	67,086,608.67 67,208,385.96	1.42 %	67,026,556.69 188,575.91	22.90 % (181,829.27)	Aaa / AA+ Aaa	3.33 3.22
TOTAL PORTFOLIO		293,877,555.19	1.34 %	292,912,345.19 292,977,274.03	1.40 %	292,694,342.95 834,271.90	100.00 % (282,931.08)	Aa1 / AA Aaa	2.69 2.48
TOTAL MARKET VALUE PLUS ACCRUED						293,528,614.85			



Holdings Report

As of 12/31/15

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	45,039,826.56	Various 0.42 %	45,039,826.56 45,039,826.56	1.00 0.42 %	45,039,826.56 44,451.92	50.09 % 0.00	NR / NR NR	0.00 0.00
Total LAIF		45,039,826.56	0.42 %	45,039,826.56	0.42 %	45,039,826.56 44,451.92	50.09 % 0.00	NR / NR NR	0.00 0.00
MONEY MARKET FUND FI									
94975P405	Wells Fargo Adv Govt #1751 Money Market Fund	44,926,791.20	Various 0.08 %	44,926,791.20 44,926,791.20	1.00 0.08 %	44,926,791.20 0.00	49.91 % 0.00	Aaa / AAA NR	0.00 0.00
Total Money Market Fund FI		44,926,791.20	0.08 %	44,926,791.20	0.08 %	44,926,791.20 0.00	49.91 % 0.00	Aaa / AAA NR	0.00 0.00
TOTAL PORTFOLIO		89,966,617.76	0.25 %	89,966,617.76	0.25 %	89,966,617.76 44,451.92	100.00 % 0.00	Aaa / AAA NR	0.00 0.00
TOTAL MARKET VALUE PLUS ACCRUED						90,011,069.68			



SECTION 5

Quarterly Transactions



Transaction Ledger

9/30/15 Thru 12/31/15

Transaction Type	Settlement Date	CUSIP	Quantity	Security Description	Price	Acq/Disp Yield	Amount	Interest Pur/Sold	Total Amount	Gain/Loss
ACQUISITIONS										
Purchase	10/15/2015	30LAIF\$00	39,826.56	Local Agency Investment Fund State Pool	1.000	0.34 %	39,826.56	0.00	39,826.56	0.00
Purchase	10/26/2015	912828J84	2,800,000.00	US Treasury Note 1.375% Due 3/31/2020	100.098	1.35 %	2,802,743.75	2,734.97	2,805,478.72	0.00
Purchase	10/26/2015	912828L32	2,100,000.00	US Treasury Note 1.375% Due 8/31/2020	99.930	1.39 %	2,098,530.46	4,442.31	2,102,972.77	0.00
Purchase	10/28/2015	06538BBR3	5,460,000.00	Bank of Tokyo Mitsubishi NY Discount CP 0.39% Due 2/25/2016	99.870	0.40 %	5,452,902.00	0.00	5,452,902.00	0.00
Purchase	11/03/2015	594918BG8	1,515,000.00	Microsoft Callable Note Cont. 10/03/20 2% Due 11/3/2020	99.920	2.02 %	1,513,788.00	0.00	1,513,788.00	0.00
Purchase	11/20/2015	89236WAC2	750,000.00	Toyota Auto Receivables Owner 2015-A 1.12% Due 2/15/2019	99.797	1.33 %	748,476.56	116.67	748,593.23	0.00
Purchase	11/24/2015	912828J84	1,100,000.00	US Treasury Note 1.375% Due 3/31/2020	98.950	1.63 %	1,088,445.09	2,272.88	1,090,717.97	0.00
Purchase	11/24/2015	912828L99	6,000,000.00	US Treasury Note 1.375% Due 10/31/2020	98.434	1.71 %	5,906,035.73	5,439.56	5,911,475.29	0.00
Purchase	12/04/2015	43813NAC0	350,000.00	Honda Auto Receivables 2015-2 A3 1.04% Due 2/21/2019	99.539	1.38 %	348,386.72	131.44	348,518.16	0.00
Purchase	12/17/2015	3135G0F73	6,000,000.00	FNMA Note 1.5% Due 11/30/2020	98.110	1.90 %	5,886,600.00	4,250.00	5,890,850.00	0.00
	Subtotal		26,114,826.56				25,885,734.87	19,387.83	25,905,122.70	0.00
TOTAL ACQUISITIONS			26,114,826.56				25,885,734.87	19,387.83	25,905,122.70	0.00
DISPOSITIONS										
Sale	11/03/2015	912828QP8	1,500,000.00	US Treasury Note 1.75% Due 5/31/2016	100.812	0.33 %	1,512,182.48	11,188.52	1,523,371.00	1,882.31
Sale	11/19/2015	912828QP8	1,775,000.00	US Treasury Note 1.75% Due 5/31/2016	100.707	0.41 %	1,787,543.85	14,597.68	1,802,141.53	1,283.96
Sale	11/24/2015	3137EADF3	3,300,000.00	FHLMC Note 1.25% Due 5/12/2017	100.559	0.87 %	3,318,430.50	1,375.00	3,319,805.50	7,199.70
Sale	11/24/2015	912828RU6	2,475,000.00	US Treasury Note 0.875% Due 11/30/2016	100.222	0.66 %	2,480,502.44	10,473.10	2,490,975.54	5,800.43
	Subtotal		9,050,000.00				9,098,659.27	37,634.30	9,136,293.57	16,166.40
Paydown	10/15/2015	477877AD6	0.00	John Deere Owner Trust 2014-B A3 1.07% Due 11/15/2018	100.000		0.00	2,728.50	2,728.50	0.00



Transaction Type	Settlement Date	CUSIP	Quantity	Security Description	Price	Acq/Disp Yield	Amount	Interest Pur/Sold	Total Amount	Gain/Loss
DISPOSITIONS										
Paydown	10/15/2015	477879AC4	24,601.30	John Deere Owner Trust 2013-B A3 0.87% Due 8/15/2017	100.000		24,601.30	255.82	24,857.12	0.00
Paydown	10/15/2015	47787VAC5	153,238.05	John Deere Owner Trust 2014-A A3 0.92% Due 4/16/2018	100.000		153,238.05	1,725.00	154,963.05	0.00
Paydown	10/15/2015	47787VAC5	0.00	John Deere Owner Trust 2014-A A3 0.92% Due 4/16/2018	100.000		0.00	1,725.00	1,725.00	0.00
Paydown	10/15/2015	89231MAC9	0.00	Toyota Auto Receivables Owner 2014-A 0.67% Due 12/15/2017	100.000		0.00	996.62	996.62	0.00
Paydown	10/15/2015	39231NAC7	39,717.77	Toyota Auto Receivable 2012-B A3 0.46% Due 7/15/2016	100.000		39,717.77	15.22	39,732.99	0.00
Paydown	10/15/2015	89231TAB6	0.00	Toyota Auto Receivables Owner 2015-C 0.92% Due 2/15/2018	100.000		0.00	1,364.67	1,364.67	0.00
Paydown	10/15/2015	89236WAC2	0.00	Toyota Auto Receivables Owner 2015-A 1.12% Due 2/15/2019	100.000		0.00	1,670.67	1,670.67	0.00
Paydown	10/19/2015	161571GC2	0.00	Chase CHAIT Pool #2013-A8 1.01% Due 10/15/2018	100.000		0.00	2,142.04	2,142.04	0.00
Paydown	10/19/2015	43814HAC2	0.00	Honda Auto Receivables 2014-3 A3 0.88% Due 6/15/2018	100.000		0.00	1,129.33	1,129.33	0.00
Paydown	10/21/2015	43813JAC9	0.00	Honda Auto Receivables 2014-1 A3 0.67% Due 11/21/2017	100.000		0.00	1,233.36	1,233.36	0.00
Paydown	10/21/2015	43813NAC0	0.00	Honda Auto Receivables 2015-2 A3 1.04% Due 2/21/2019	100.000		0.00	2,396.33	2,396.33	0.00
Paydown	10/22/2015	43814CAC3	107,739.79	Honda Auto Receivables 2013-1 A3 0.48% Due 11/21/2016	100.000		107,739.79	160.51	107,900.30	0.00
Paydown	10/22/2015	43814GAC4	0.00	Honda Auto Receivables 2014-2 A3 0.77% Due 3/19/2018	100.000		0.00	891.92	891.92	0.00
Paydown	11/16/2015	477877AD6	0.00	John Deere Owner Trust 2014-B A3 1.07% Due 11/15/2018	100.000		0.00	2,728.50	2,728.50	0.00
Paydown	11/17/2015	161571GC2	0.00	Chase CHAIT Pool #2013-A8 1.01% Due 10/15/2018	100.000		0.00	2,142.04	2,142.04	0.00
Paydown	11/17/2015	43814HAC2	0.00	Honda Auto Receivables 2014-3 A3 0.88% Due 6/15/2018	100.000		0.00	1,129.33	1,129.33	0.00
Paydown	11/17/2015	89231TAB6	0.00	Toyota Auto Receivables Owner 2015-C 0.92% Due 2/15/2018	100.000		0.00	1,364.67	1,364.67	0.00
Paydown	11/17/2015	89236WAC2	0.00	Toyota Auto Receivables Owner 2015-A 1.12% Due 2/15/2019	100.000		0.00	1,670.67	1,670.67	0.00
Paydown	11/18/2015	477879AC4	34,803.06	John Deere Owner Trust 2013-B A3 0.87% Due 8/15/2017	100.000		34,803.06	237.98	35,041.04	0.00



Transaction Ledger

9/30/15 Thru 12/31/15

Transaction Type	Settlement Date	CUSIP	Quantity	Security Description	Price	Acq/Disp Yield	Amount	Interest Pur/Sold	Total Amount	Gain/Loss
DISPOSITIONS										
Paydown	11/18/2015	47787VAC5	0.00	John Deere Owner Trust 2014-A A3 0.92% Due 4/16/2018	100.000		0.00	1,725.00	1,725.00	0.00
Paydown	11/18/2015	89231MAC9	115,781.75	Toyota Auto Receivables Owner 2014-A 0.67% Due 12/15/2017	100.000		115,781.75	996.62	116,778.37	0.00
Paydown	11/19/2015	43814GAC4	0.00	Honda Auto Receivables 2014-2 A3 0.77% Due 3/19/2018	100.000		0.00	891.92	891.92	0.00
Paydown	11/23/2015	43813JAC9	0.00	Honda Auto Receivables 2014-1 A3 0.67% Due 11/21/2017	100.000		0.00	1,233.36	1,233.36	0.00
Paydown	11/23/2015	43813NAC0	0.00	Honda Auto Receivables 2015-2 A3 1.04% Due 2/21/2019	100.000		0.00	2,396.34	2,396.34	0.00
Paydown	11/23/2015	43814CAC3	102,812.30	Honda Auto Receivables 2013-1 A3 0.48% Due 11/21/2016	100.000		102,812.30	117.41	102,929.71	0.00
Paydown	12/16/2015	161571GC2	0.00	Chase CHAIT Pool #2013-A8 1.01% Due 10/15/2018	100.000		0.00	2,142.04	2,142.04	0.00
Paydown	12/16/2015	89231MAC9	132,405.75	Toyota Auto Receivables Owner 2014-A 0.67% Due 12/15/2017	100.000		132,405.75	931.98	133,337.73	0.00
Paydown	12/17/2015	43814HAC2	0.00	Honda Auto Receivables 2014-3 A3 0.88% Due 6/15/2018	100.000		0.00	1,129.33	1,129.33	0.00
Paydown	12/17/2015	477877AD6	0.00	John Deere Owner Trust 2014-B A3 1.07% Due 11/15/2018	100.000		0.00	2,728.50	2,728.50	0.00
Paydown	12/17/2015	477879AC4	25,636.72	John Deere Owner Trust 2013-B A3 0.87% Due 8/15/2017	100.000		25,636.72	212.75	25,849.47	0.00
Paydown	12/17/2015	47787VAC5	122,038.69	John Deere Owner Trust 2014-A A3 0.92% Due 4/16/2018	100.000		122,038.69	1,725.00	123,763.69	0.00
Paydown	12/17/2015	89231TAB6	0.00	Toyota Auto Receivables Owner 2015-C 0.92% Due 2/15/2018	100.000		0.00	1,364.67	1,364.67	0.00
Paydown	12/17/2015	89236WAC2	0.00	Toyota Auto Receivables Owner 2015-A 1.12% Due 2/15/2019	100.000		0.00	2,370.67	2,370.67	0.00
Paydown	12/21/2015	43813JAC9	145,873.77	Honda Auto Receivables 2014-1 A3 0.67% Due 11/21/2017	100.000		145,873.77	1,233.35	147,107.12	0.00
Paydown	12/21/2015	43813NAC0	0.00	Honda Auto Receivables 2015-2 A3 1.04% Due 2/21/2019	100.000		0.00	2,699.67	2,699.67	0.00
Paydown	12/21/2015	43814CAC3	94,817.36	Honda Auto Receivables 2013-1 A3 0.48% Due 11/21/2016	100.000		94,817.36	76.29	94,893.65	0.00
Paydown	12/21/2015	43814GAC4	29,590.39	Honda Auto Receivables 2014-2 A3 0.77% Due 3/19/2018	100.000		29,590.39	891.92	30,482.31	0.00
	Subtotal		1,129,056.70				1,129,056.70	52,575.00	1,181,631.70	0.00



Transaction Ledger

9/30/15 Thru 12/31/15

Transaction Type	Settlement Date	CUSIP	Quantity	Security Description	Price	Acq/Disp Yield	Amount	Interest Pur/Sold	Total Amount	Gain/Loss
DISPOSITIONS										
Reversed Paydown	11/01/2015	47787VAC5	-153,238.05	John Deere Owner Trust 2014-A A3 0.92% Due 4/16/2018	100.000		-153,238.05	-1,725.00	-154,963.05	0.00
		Subtotal	-153,238.05				-153,238.05	-1,725.00	-154,963.05	0.00
Maturity	10/02/2015	89236B4G6	3,000,000.00	Toyota Motor Corp Interest Bearing CP 0.3% Due 10/2/2015	100.000		3,000,000.00	6,137.50	3,006,137.50	0.00
Maturity	10/15/2015	278642AB9	1,590,000.00	Ebay Inc Note 1.625% Due 10/15/2015	100.000		1,590,000.00	0.00	1,590,000.00	0.00
Maturity	10/27/2015	06538CXT3	5,355,000.00	Bank of Tokyo Mitsubishi NY Discount CP 0.3% Due 10/27/2015	99.900		5,355,000.00	0.00	5,355,000.00	0.00
Maturity	12/07/2015	36959JZ71	2,500,000.00	General Electric Capital Corp Discount CP 0.25% Due 12/7/2015	99.906		2,500,000.00	0.00	2,500,000.00	0.00
Maturity	12/11/2015	21687BZB0	4,500,000.00	Rabobank Nederland NV NY Discount CP 0.41% Due 12/11/2015	99.697		4,500,000.00	0.00	4,500,000.00	0.00
		Subtotal	16,945,000.00				16,945,000.00	6,137.50	16,951,137.50	0.00
TOTAL DISPOSITIONS			26,970,818.65				27,019,477.92	94,621.80	27,114,099.72	16,166.40