



Item No. 11 Town of Atherton

CITY COUNCIL STAFF REPORT – CONSENT AGENDA

**TO: HONORABLE MAYOR AND CITY COUNCIL
GEORGE RODERICKS, CITY MANAGER**

FROM: ROBERT BARRON III, FINANCE DIRECTOR

DATE: MAY 19, 2021

**SUBJECT: ACCEPTANCE OF TREASURER’S REPORT FOR THE THIRD
QUARTER ENDED MARCH 31, 2021**

RECOMMENDATION

Accept the Treasurer’s Report for the second Quarter Ended March 31, 2021.

BACKGROUND

The Treasurer’s Report provides an update on the cash and investment position of the Town of Atherton.

The Third Quarter Treasurer’s report for FY 2020/21 as of March 31, 2021 is attached. The total cash and investments for the Town is \$45,125,306. Of the total amount, \$28,742,723 is listed as “non-restricted” and although may be listed as such, this amount is not all available for spending. “Non-restricted” is to mean not legally restricted but the Town does have obligations and unfunded liabilities that must or may be met with non-restricted funds. Also attached is the PARS Trust account available balance as of March 31, 2021. The total amount in the PARS account is \$8,363,355. This is a “restricted” investment that is used for the Town’s OPEB liabilities.

Insight Asset Management provides non-discretionary investment advisory services to the Town for investments. Staff is working in conjunction with Insight to ensure cash and investments adhere to our goals of safety, liquidity, and yield. To facilitate the trading and safekeeping of securities, Wells Fargo Bank serves as the safe-keeping agent for the Town.

As the Town is in the construction phase of Town Center project, staff forecasts cash flow needs to ensure cash liquidity of funds are readily available. The Town has used all its COP proceeds of \$7.516 million toward paying for project construction. As the project nears completion, and with a reduced need for liquidity, staff anticipates reinvesting maturing funds. LAIF offers the most liquidity and as of March 31, 2021 holds \$27,636,817.

POLICY FOCUS

The Town's Statement of Investment Policy requires the City Manager or designee to submit quarterly and annual Treasurer's Report to the City Council. The California Government Code Section 53646, Subsection B (1) requires that the quarterly Treasurer's Report be submitted to the legislative body within 30 days of the close of a given quarter or within a reasonable time of scheduled council meetings. Staff strives to make this deadline. The current reporting quarter closed on March 31, 2021.

FISCAL IMPACT

None.

PUBLIC NOTICE

Public notification was achieved by posting the agenda, with this agenda item being listed, at least 72 hours prior to the meeting in print and electronically. Information about the project is also disseminated via the Town's electronic News Flash and Atherton Online. There are approximately 1,200 subscribers to the Town's electronic News Flash publications. Subscribers include residents as well as stakeholders – to include, but be not limited to, media outlets, school districts, Menlo Park Fire District, service provides (water, power, and sewer), and regional elected officials.

In addition, the Town keeps its financial information up to date via a transparency webpage.

<https://ca-atherton.civicplus.com/index.aspx?NID=269>

COMMISSION/COMMITTEE FEEDBACK/REFERRAL

This item ___ has or X has not been before a Town Committee or Commission.

- Audit/Finance Committee (meets every other month)
- Bicycle/Pedestrian Committee (meets as needed)
- Civic Center Advisory Committee (meets as needed)
- Environmental Programs Committee (meets every other month)
- Park and Recreation Committee (meets each month)
- Planning Commission (meets each month)
- Rail Committee (meets every other month)
- Transportation Committee (meets every other month)
- Tree Committee (meets each month)

ATTACHMENTS

Treasurer's Report for Third Quarter Ended March 31, 2021

**Town of Atherton
Quarterly Treasurer's Report
Portfolio Summary
March 31, 2021**

	Par Value	Market Value	Book Value	% of Portfolio
Cash In Bank (Schedule A)	6,220,119	6,220,119	6,220,119	13.8%
LAIF Statement	27,636,817	27,699,589	27,636,817	61.2%
Investments (Schedule B)	11,095,000	11,218,249	11,268,370	25.0%
Total Cash and Investments	44,951,936	45,137,957	45,125,306	100%

The above investments are consistent with the Town's Statement of Investment Policy and are allowable under current legislation of the State of California. Investments are selected using safety, liquidity, and yield as the criteria. The Town has sufficient cash flow to cover anticipated expenditures through the next six months.



Robert Barron, Finance Director

3/31/2021

Date

**Town of Atherton
Quarterly Treasurer's Report
Portfolio Details - Cash In Bank
March 31, 2021**

Schedule A

<u>Name of Depository</u>	<u>Investment Type</u>	<u>Reconciled Bank Balance</u>
Wells Fargo	General Account	887,414
Wells Fargo	Wells Fargo Trust MMF-Cash	5,332,706
Total		<u>6,220,119</u>

**Town of Atherton
Treasurer's Report Schedule B
Portfolio Details - Investments
March 31, 2021**

Schedule B

See next pages Cutwater Report

**Town of Atherton
Quarterly Treasurer's Report
Cash & Investments Balance By Fund
March 31, 2021**

Fund No.	Fund Name	March Balance
101	General Fund	23,768,717
105	Tennis Fund	222,990
610	Equipment Replacement Fund	737,716
614	Worker's Compensation	1,598,539
615	General Liability	681,908
616	Employee Benefits	1,732,852
	Total Non-Restricted	<u>28,742,723</u>
201	Special Tax Fund	1,461,556
202	County Measure A Fund	598,345
203	Gas Tax Fund	186,042
204	Measure M	294,131
205	Measure W	247,833
209	SLES/COPS Grant	141,169
210	Road Constructions Impact Fee	-
213	Library Fund	9,131,906
215	Evans Creative Design (formerly fund 715)	1,824
221	Refuse Rate and Stabilization	302,238
401	GF Projects	1,433,972
402	Storm Drainage	31,924
403	Atherton Channel Drainage District	568,095
406	Facilities Construction	1,146,550
730	H-P Park Improvement	6,475
740	Tree Committee	26,763
	Total Restricted	<u>15,578,823</u>
	Total Cash & Investments	<u><u>44,321,546</u></u>

Town of Atherton
Quarterly Treasurer's Report
Local Agency Investment Fund Summary (LAIF)
March 31, 2021

Date	Begin \$\$\$	Contribution	Earnings	Expenses	Distribution	Ending \$\$\$	Date
3/1/2021	27,636,817		-	-		27,636,817	3/31/2020

**Town of Atherton
 Quarterly Treasurer's Report
 PARS Trust Account Summary
 March 31, 2021**

Date	Begin \$\$\$	Contribution	Earnings	Expenses	Distribution	Ending \$\$\$	Date
3/1/2021	8,262,902	33,971	104,283	(3,829)	(33,971)	8,363,355	3/31/2021 (*)

* Recent available PARS report

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TOWN OF ATHERTON

Treasurers Report Schedule B

March 2021

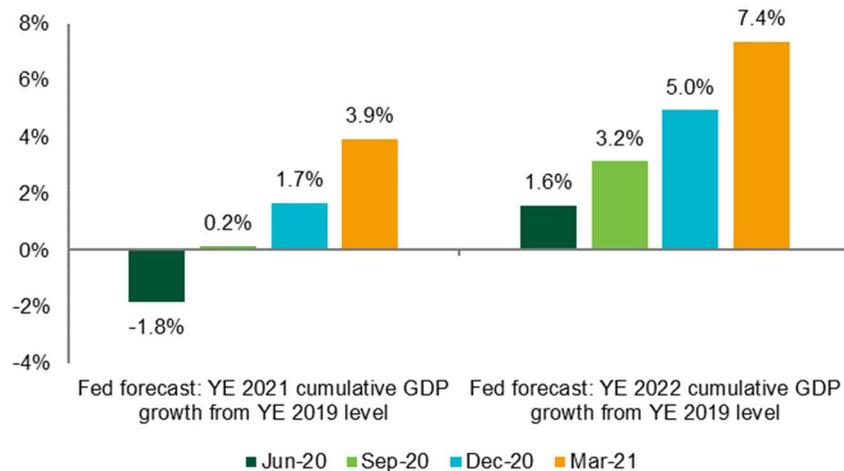


Contents

Fixed income market review	3
Activity and performance summary	4
Recap of securities held	6
Maturity distribution of securities held	7
Securities held	8
GASB 40 - Deposit and investment risk disclosure	10
Securities purchased	12
Securities sold and matured	13
Detail of return and interest received	14
Transaction report	16
Additional information	18

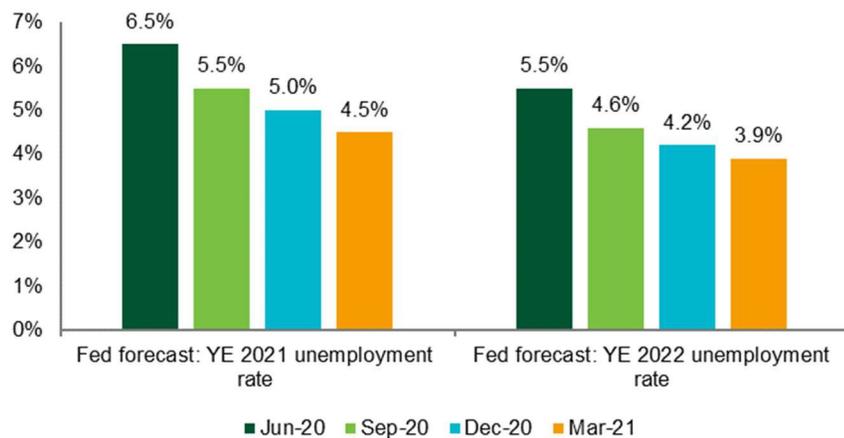
As of March 31, 2021

Chart 1: The Federal Reserve's economic forecasts continue to rise



Source: Federal Reserve, March 31, 2021.

Chart 2: The Federal Reserve's unemployment forecasts continue to fall



Source: Federal Reserve, March 31, 2021.

Economic Indicators and Monetary Policy

At perhaps the most anticipated FOMC meeting since last spring, the Fed significantly revised its economic projections to reflect the \$1.9bn stimulus package signed by President Biden and the accelerating pace of US COVID-19 vaccinations.

After the US economy performed significantly better than feared last year, the Fed now forecasts GDP growth at 6.5% this year (from 4.2% previously), unemployment below 4% by the end of 2022 and perhaps most notably, core PCE at or above its 2% target over the next three years. The Fed's closely watched dot plot was unchanged, reflecting a median expectation of no policy rate hikes through 2023.

The US continued to ramp up COVID-19 vaccinations, performing around ~3m per day. At the end of the month, close to 100 million American residents received at least one dose of a vaccine – close to 40% of the adult population. Economic restrictions continued to be scaled back as COVID cases, hospitalizations and mortalities declined. Business restrictions were even removed outright in Texas and Mississippi.

Economic data was generally encouraging. The Conference Board's index of consumer confidence rose to 109.7 in March, the highest reading in one year. Retail sales declined in February, but was more than forecast at -3%, and was fully offset by large upward revisions to prior months, particularly January at 7.6% from 5.3%. The ISM services index fell in February to 55.3 from 58.7, weaker than consensus expectations but still in expansionary territory.

At the start of the month, the February jobs report was strong: nonfarm payrolls increased by an impressive 379,000 and the unemployment rate dropped to 6.2%. But labor market slack remains, and the economy is still far from maximum employment.

Interest Rate Summary

The Treasury yield curve continued to steepen over the month, with long-dated yields pushing higher. At the end of February, the 3-month US Treasury bill yielded 0.02%, the 6-month US Treasury bill yielded 0.04%, the 2-year US Treasury note yielded 0.16%, the 5-year US Treasury note yielded 0.94% and the 10-year US Treasury note yielded 1.74%.

ACTIVITY AND PERFORMANCE SUMMARY

For the period March 1, 2021 - March 31, 2021

<u>Amortized Cost Basis Activity Summary</u>	
Opening balance	15,747,326.02
Income received	4,331.63
Total receipts	4,331.63
Total disbursements	0.00
Interportfolio transfers	0.00
Total Interportfolio transfers	0.00
Realized gain (loss)	68.71
Change in accruals from security movement	0.00
Total amortization expense	(12,254.72)
Total OID/MKT accretion income	71.16
Return of capital	0.00
Closing balance	15,739,542.80
Ending fair value	15,740,341.73
Unrealized gain (loss)	798.93

<u>Detail of Amortized Cost Basis Return</u>				
	Interest earned	Accretion (amortization)	Realized gain (loss)	Total income
Cash and Cash Equivalents	43.66	0.00	0.00	43.66
Corporate Bonds	9,559.15	(6,943.09)	68.71	2,684.77
Government Agencies	10,180.43	(5,227.08)	0.00	4,953.35
Government Bonds	25.75	(13.39)	0.00	12.36
Total	19,808.99	(12,183.56)	68.71	7,694.14

<u>Comparative Rates of Return (%)</u>			
	* Twelve month trailing	* Six month trailing	* One month
Fed Funds	0.08	0.04	0.01
Overnight Repo	0.09	0.04	0.00
Merrill Lynch 3m US Treas Bill	0.07	0.03	0.00
Merrill Lynch 6m US Treas Bill	0.09	0.03	0.00
ML 1 Year US Treasury Note	0.13	0.05	0.01
ML 2 Year US Treasury Note	0.15	0.07	0.01
ML 5 Year US Treasury Note	0.40	0.24	0.07

* rates reflected are cumulative

<u>Summary of Amortized Cost Basis Return for the Period</u>	
	Total portfolio
Interest earned	19,808.99
Accretion (amortization)	(12,183.56)
Realized gain (loss) on sales	68.71
Total income on portfolio	7,694.14
Average daily amortized cost	15,747,541.09
Period return (%)	0.05
YTD return (%)	0.13
Weighted average final maturity in days	208

ACTIVITY AND PERFORMANCE SUMMARY

For the period March 1, 2021 - March 31, 2021

<u>Fair Value Basis Activity Summary</u>		
Opening balance		15,754,838.38
Income received	4,331.63	
Total receipts		4,331.63
Total disbursements		0.00
Interportfolio transfers	0.00	
Total Interportfolio transfers		0.00
Unrealized gain (loss) on security movements		0.00
Change in accruals from security movement		0.00
Return of capital		0.00
Change in fair value for the period		(18,828.28)
Ending fair value		15,740,341.73

<u>Detail of Fair Value Basis Return</u>			
	Interest earned	Change in fair value	Total income
Cash and Cash Equivalents	43.66	0.00	43.66
Corporate Bonds	9,559.15	(8,885.14)	674.01
Government Agencies	10,180.43	(9,559.77)	620.66
Government Bonds	25.75	(383.37)	(357.62)
Total	19,808.99	(18,828.28)	980.71

<u>Comparative Rates of Return (%)</u>			
	* Twelve month trailing	* Six month trailing	* One month
Fed Funds	0.08	0.04	0.01
Overnight Repo	0.09	0.04	0.00
ICE Bofa 3 Months US T-BILL	0.12	0.06	0.01
ICE Bofa 6m US Treas Bill	0.16	0.09	0.02
ICE Bofa 1 Yr US Treasury Note	0.17	0.12	0.02
ICE BofA US Treasury 1-3	0.24	0.00	0.02
ICE BofA US Treasury 1-5	(0.09)	(0.50)	(0.10)

* rates reflected are cumulative

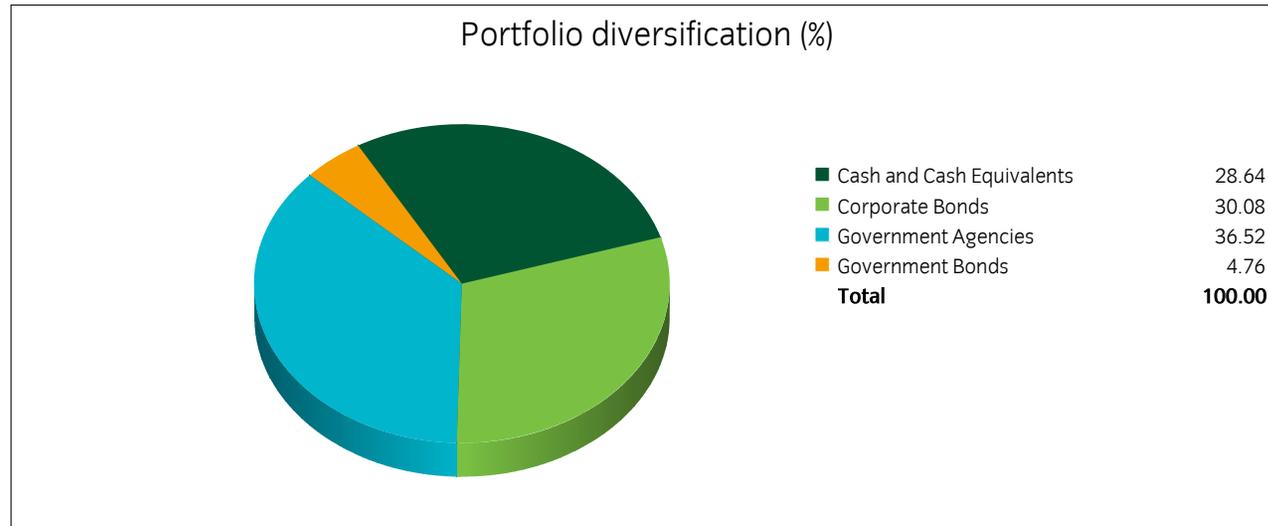
<u>Summary of Fair Value Basis Return for the Period</u>	
	Total portfolio
Interest earned	19,808.99
Change in fair value	(18,828.28)
Total income on portfolio	980.71
Average daily total value *	15,820,721.15
Period return (%)	0.01
YTD return (%)	0.03
Weighted average final maturity in days	208

* Total value equals market value and accrued interest

RECAP OF SECURITIES HELD

As of March 31, 2021

	Historical cost	Amortized cost	Fair value	Unrealized gain (loss)	Weighted average final maturity (days)	Percent of portfolio	Weighted average effective duration (years)
Cash and Cash Equivalents	4,522,093.10	4,522,093.10	4,522,093.10	0.00	1	28.64	0.00
Corporate Bonds	4,750,533.00	4,736,563.10	4,735,884.28	(678.82)	264	30.08	0.56
Government Agencies	5,766,398.60	5,729,461.93	5,731,309.66	1,847.73	255	36.52	0.68
Government Bonds	751,438.06	751,424.67	751,054.69	(369.98)	745	4.76	2.03
Total	15,790,462.76	15,739,542.80	15,740,341.73	798.93	208	100.00	0.52

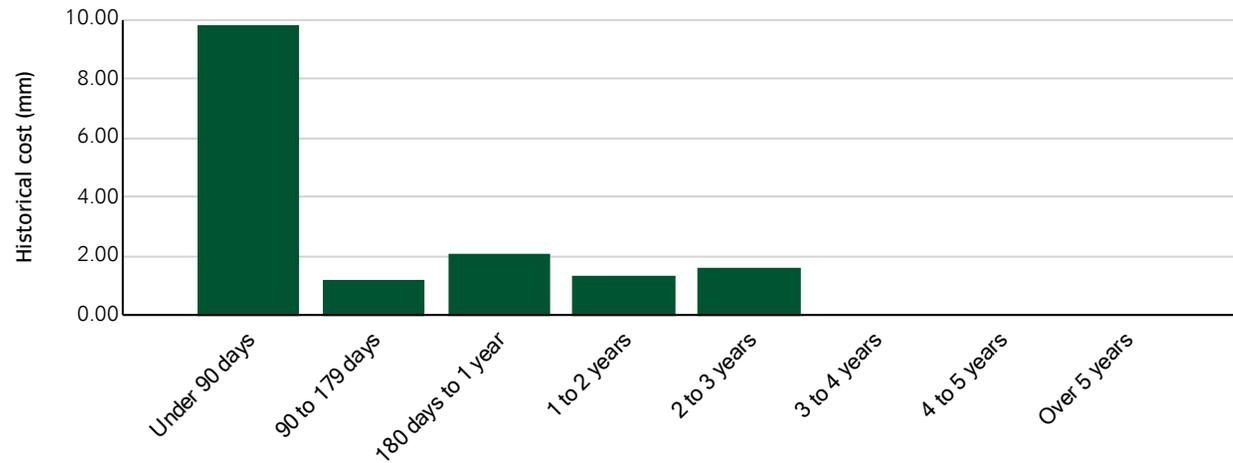


MATURITY DISTRIBUTION OF SECURITIES HELD

As of March 31, 2021

Maturity	Historic cost	Percent
Under 90 days	9,768,767.20	61.87
90 to 179 days	1,161,133.50	7.35
180 days to 1 year	2,040,291.50	12.92
1 to 2 years	1,265,072.50	8.01
2 to 3 years	1,555,198.06	9.85
3 to 4 years	0.00	0.00
4 to 5 years	0.00	0.00
Over 5 years	0.00	0.00
	15,790,462.76	100.00

Maturity distribution



SECURITIES HELD

As of March 31, 2021

Cusip	Description	Coupon	Maturity/ Call date	Par value or shares	Historical cost	Amortized cost	Fair value	Unrealized gain (loss)	Total accrued interest	% Port cost
Cash and Cash Equivalents										
	Cash and Cash Equivalents	0.000		4,522,093.10	4,522,093.10	4,522,093.10	4,522,093.10	0.00	0.00	28.64
Total Cash and Cash Equivalents				4,522,093.10	4,522,093.10	4,522,093.10	4,522,093.10	0.00	0.00	28.64
Corporate Bonds										
06051GFW4	BANK OF AMERICA CORP 2.625% 19APR2021	2.625	04/19/2021	600,000.00	605,436.00	600,776.57	600,557.06	(219.51)	7,087.50	3.83
89236TBJ3	TOYOTA MOTOR CREDIT CORP 2.75% 17MAY2021	2.750	05/17/2021	425,000.00	428,247.00	426,400.08	426,348.78	(51.30)	4,350.35	2.71
68389XBA2	ORACLE CORP 2.8% 08JUL2021	2.800	07/08/2021	650,000.00	658,248.50	654,466.04	654,273.56	(192.48)	4,196.11	4.17
02665WBF7	AMERICAN HONDA FINANCE 1.65% 12JUL2021	1.650	07/12/2021	500,000.00	502,885.00	502,043.54	501,837.93	(205.61)	1,810.42	3.18
037833AY6	APPLE INC 2.15% 09FEB2022	2.150	02/09/2022	650,000.00	661,901.50	660,945.13	660,691.10	(254.03)	2,018.61	4.19
0258M0EG0	AMERICAN EXPRESS CREDIT 2.7% 03MAR2022 (CALLABLE 31JAN22)	2.700	03/03/2022 01/31/2022	700,000.00	715,078.00	714,179.94	714,174.41	(5.53)	1,470.00	4.53
14912L5F4	CATERPILLAR FINL SERVICE 2.85% 01JUN2022	2.850	06/01/2022	500,000.00	515,425.00	514,758.92	514,920.00	161.08	4,750.00	3.26
48128BAB7	JPMORGAN CHASE & CO 2.972% 15JAN2023 (CALLABLE 15JAN22)	2.972	01/15/2023 01/15/2022	650,000.00	663,312.00	662,992.88	663,081.44	88.56	4,078.24	4.20
Total Corporate Bonds				4,675,000.00	4,750,533.00	4,736,563.10	4,735,884.28	(678.82)	29,761.23	30.08

SECURITIES HELD

As of March 31, 2021

Cusip	Description	Coupon	Maturity/ Call date	Par value or shares	Historical cost	Amortized cost	Fair value	Unrealized gain (loss)	Total accrued interest	% Port cost
Government Agencies										
3133EJD2	FEDERAL FARM CREDIT BANK 2.54% 05APR2021	2.540	04/05/2021	1,500,000.00	1,507,357.30	1,500,233.79	1,500,414.66	180.87	18,626.67	9.55
3135G0U27	FANNIE MAE 2.5% 13APR2021	2.500	04/13/2021	1,000,000.00	1,018,370.00	1,000,905.56	1,000,819.14	(86.42)	11,666.67	6.45
3133EKPS9	FEDERAL FARM CREDIT BANK 2.125% 07JUN2021	2.125	06/07/2021	500,000.00	506,905.00	501,857.97	501,876.77	18.80	3,364.58	3.21
3130A1W95	FEDERAL HOME LOAN BANK 2.25% 11JUN2021 #0000	2.250	06/11/2021	670,000.00	670,763.80	670,073.38	672,846.28	2,772.90	4,606.25	4.25
3135G0U35	FANNIE MAE 2.75% 22JUN2021	2.750	06/22/2021	500,000.00	509,595.00	502,980.27	503,030.11	49.84	3,781.25	3.23
3130ALRG1	FEDERAL HOME LOAN BANK 0.125% 17MAR2023	0.125	03/17/2023	750,000.00	749,647.50	749,650.96	749,101.63	(549.33)	33.85	4.75
3133EJ2B4	FEDERAL FARM CREDIT BANK 3% 06DEC2023	3.000	12/06/2023	750,000.00	803,760.00	803,760.00	803,221.07	(538.93)	7,437.50	5.09
Total Government Agencies				5,670,000.00	5,766,398.60	5,729,461.93	5,731,309.66	1,847.73	49,516.77	36.52
Government Bonds										
912828ZH6	USA TREASURY 0.25% 15APR2023	0.250	04/15/2023	750,000.00	751,438.06	751,424.67	751,054.69	(369.98)	860.23	4.76
Total Government Bonds				750,000.00	751,438.06	751,424.67	751,054.69	(369.98)	860.23	4.76
Grand total				15,617,093.10	15,790,462.76	15,739,542.80	15,740,341.73	798.93	80,138.23	100.00

GASB 40 - DEPOSIT AND INVESTMENT RISK DISCLOSURE

As of March 31, 2021

Cusip	Description	Coupon	Maturity date	Call date	S&P rating	Moody rating	Par value or shares	Historical cost	% Portfolio hist cost	Market value	% Portfolio mkt value	Effective dur (yrs)
Cash and Cash Equivalents												
	INVESTED CASH	0.000					5,333,290.60	5,333,290.60	0.00	5,333,290.60	33.88	0.00
	PENDING TRADE	0.000					0.00	(811,197.50)	0.00	(811,197.50)	(5.15)	0.00
Issuer total							5,333,290.60	4,522,093.10	0.00	4,522,093.10	28.73	0.00
Federal Farm Credit Banks Funding Corp												
3133EJJD2	FEDERAL FARM CREDIT	2.540	04/05/2021		AA+	Aaa	1,500,000.00	1,507,357.30	9.55	1,500,414.66	9.53	0.01
3133EKPS9	FEDERAL FARM CREDIT	2.125	06/07/2021		AA+	Aaa	500,000.00	506,905.00	3.21	501,876.77	3.19	0.19
3133EJ2B4	FEDERAL FARM CREDIT	3.000	12/06/2023		AA+	Aaa	750,000.00	803,760.00	5.09	803,221.07	5.10	2.58
Issuer total							2,750,000.00	2,818,022.30	17.85	2,805,512.50	17.82	0.78
Federal National Mortgage Association												
3135G0U27	FANNIE MAE 2.5%	2.500	04/13/2021		AA+	Aaa	1,000,000.00	1,018,370.00	6.45	1,000,819.14	6.36	0.04
3135G0U35	FANNIE MAE 2.75%	2.750	06/22/2021		AA+	Aaa	500,000.00	509,595.00	3.23	503,030.11	3.20	0.23
Issuer total							1,500,000.00	1,527,965.00	9.68	1,503,849.25	9.55	0.10
Federal Home Loan Banks												
3130A1W95	FEDERAL HOME LOAN	2.250	06/11/2021		AA+	Aaa	670,000.00	670,763.80	4.25	672,846.28	4.27	0.20
3130ALRG1	FEDERAL HOME LOAN	0.125	03/17/2023		AA+	Aaa	750,000.00	749,647.50	4.75	749,101.63	4.76	1.96
Issuer total							1,420,000.00	1,420,411.30	9.00	1,421,947.91	9.03	1.13
United States Treasury Note/Bond												
912828ZH6	USA TREASURY 0.25%	0.250	04/15/2023		AA+	Aaa	750,000.00	751,438.06	4.76	751,054.69	4.77	2.03
Issuer total							750,000.00	751,438.06	4.76	751,054.69	4.77	2.03
American Express Credit Corp												
0258M0EG0	AMERICAN EXPRESS	2.700	03/03/2022	01/31/2022	A-	A2	700,000.00	715,078.00	4.53	714,174.41	4.54	0.83
Issuer total							700,000.00	715,078.00	4.53	714,174.41	4.54	0.83

GASB 40 - DEPOSIT AND INVESTMENT RISK DISCLOSURE

As of March 31, 2021

Cusip	Description	Coupon	Maturity date	Call date	S&P rating	Moody rating	Par value or shares	Historical cost	% Portfolio hist cost	Market value	% Portfolio mkt value	Effective dur (yrs)
JPMorgan Chase & Co												
48128BAB7	JPMORGAN CHASE & CO	2.972	01/15/2023	01/15/2022	A-	A2	650,000.00	663,312.00	4.20	663,081.44	4.21	0.78
Issuer total							650,000.00	663,312.00	4.20	663,081.44	4.21	0.78
Apple Inc												
037833AY6	APPLE INC 2.15%	2.150	02/09/2022		AA+	Aa1	650,000.00	661,901.50	4.19	660,691.10	4.20	0.86
Issuer total							650,000.00	661,901.50	4.19	660,691.10	4.20	0.86
Oracle Corp												
68389XBA2	ORACLE CORP 2.8%	2.800	07/08/2021		A	Baa2	650,000.00	658,248.50	4.17	654,273.56	4.16	0.27
Issuer total							650,000.00	658,248.50	4.17	654,273.56	4.16	0.27
Bank of America Corp												
06051GFW4	BANK OF AMERICA CORP	2.625	04/19/2021		A-	A2	600,000.00	605,436.00	3.83	600,557.06	3.82	0.05
Issuer total							600,000.00	605,436.00	3.83	600,557.06	3.82	0.05
Caterpillar Financial Services Corp												
14912L5F4	CATERPILLAR FINL	2.850	06/01/2022		A	A3	500,000.00	515,425.00	3.26	514,920.00	3.27	1.15
Issuer total							500,000.00	515,425.00	3.26	514,920.00	3.27	1.15
American Honda Finance Corp												
02665WBF7	AMERICAN HONDA	1.650	07/12/2021		A-	A3	500,000.00	502,885.00	3.18	501,837.93	3.19	0.28
Issuer total							500,000.00	502,885.00	3.18	501,837.93	3.19	0.28
Toyota Motor Credit Corp												
89236TBJ3	TOYOTA MOTOR CREDIT	2.750	05/17/2021		A+	A1	425,000.00	428,247.00	2.71	426,348.78	2.71	0.13
Issuer total							425,000.00	428,247.00	2.71	426,348.78	2.71	0.13
Grand total							16,428,290.60	15,790,462.76	100.00	15,740,341.73	100.00	0.52

SECURITIES PURCHASED

For the period March 1, 2021 - March 31, 2021

Cusip	Description / Broker	Trade date Settle date	Coupon	Maturity/ Call date	Par value or shares	Unit cost	Principal cost	Accrued interest
Corporate Bonds								
037833AY6	APPLE INC 2.15% 09FEB2022 GOLDMAN, SACHS AND CO.	03/04/2021 03/08/2021	2.150	02/09/2022	650,000.00	101.83	(661,901.50)	(1,125.76)
0258M0EG0	AMERICAN EXPRESS CREDIT 2.7% RBC CAPITAL MARKETS, LLC	03/12/2021 03/16/2021	2.700	03/03/2022 01/31/2022	700,000.00	102.15	(715,078.00)	(682.50)
14912L5F4	CATERPILLAR FINL SERVICE 2.85% U.S. BANCORP INVESTMENTS, INC.	03/12/2021 03/16/2021	2.850	06/01/2022	500,000.00	103.09	(515,425.00)	(4,156.25)
48128BAB7	JPMORGAN CHASE & CO 2.972% J.P. MORGAN SECURITIES LLC	03/24/2021 03/30/2021	2.972	01/15/2023 01/15/2022	650,000.00	102.05	(663,312.00)	(4,024.58)
Total Corporate Bonds					2,500,000.00		(2,555,716.50)	(9,989.09)
Government Agencies								
3130ALRG1	FEDERAL HOME LOAN BANK 0.125% MORGAN STANLEY AND CO., LLC	03/24/2021 03/26/2021	0.125	03/17/2023	750,000.00	99.95	(749,647.50)	(20.83)
3133EJ2B4	FEDERAL FARM CREDIT BANK 3% JPMORGAN CHASE BANK, N.A.	03/31/2021 04/05/2021	3.000	12/06/2023	750,000.00	107.17	(803,760.00)	(7,437.50)
Total Government Agencies					1,500,000.00		(1,553,407.50)	(7,458.33)
Government Bonds								
912828ZH6	USA TREASURY 0.25% 15APR2023 WELLS FARGO SECURITIES, LLC	03/24/2021 03/26/2021	0.250	04/15/2023	750,000.00	100.19	(751,438.06)	(834.48)
Total Government Bonds					750,000.00		(751,438.06)	(834.48)
Grand total					4,750,000.00		(4,860,562.06)	(18,281.90)

SECURITIES SOLD AND MATURED

For the period March 1, 2021 - March 31, 2021

Cusip	Description / Broker	Trade date Settle date	Coupon	Maturity/ Call date	Par value or shares	Historical cost	Amortized cost at sale or maturity	Price	Fair value at sale or maturity	Realized gain (loss)	Accrued interest sold
Corporate Bonds											
949746RS2	WELLS FARGO & CO 2.5% DUE 03-04-2021	03/04/2021 03/04/2021	2.500		(600,000.00)	607,884.00	600,000.00	0.00	600,000.00	0.00	0.00
084670BQ0	BERKSHIRE HATHAWAY 2.2% DUE 03-15-2021	03/15/2021 03/15/2021	2.200		(680,000.00)	681,604.80	680,000.00	0.00	680,000.00	0.00	0.00
14913Q2H1	CATERPILLAR FINL S FRN SNR MTN 03/2021 USD 'I'	03/15/2021 03/15/2021	0.447		(500,000.00)	500,675.00	500,000.00	0.00	500,000.00	0.00	0.00
69353REW4	PNC BANK NA 2.15% 29APR2021 (CALLABLE 30MAR21)	03/30/2021 03/30/2021	2.150		(650,000.00)	648,557.00	649,931.29	0.00	650,000.00	68.71	0.00
Total (Corporate Bonds)					(2,430,000.00)	2,438,720.80	2,429,931.29		2,430,000.00	68.71	0.00
Government Agencies											
3130AJS65	FEDERAL HOME LOAN BANK 0.18% 26MAR2021	03/26/2021 03/26/2021	0.180		(1,300,000.00)	1,299,987.00	1,300,000.00	0.00	1,300,000.00	0.00	0.00
Total (Government Agencies)					(1,300,000.00)	1,299,987.00	1,300,000.00		1,300,000.00	0.00	0.00
Grand total					(3,730,000.00)	3,738,707.80	3,729,931.29		3,730,000.00	68.71	0.00

DETAIL OF RETURN AND INTEREST RECEIVED

For the period March 1, 2021 - March 31, 2021

Cusip	Description	Accretion (amortization)	Realized gain (loss)	Change in fair value	Interest earned	Interest received
Cash						
	Cash and Cash Equivalents	0.00	0.00	0.00	43.66	43.66
Total Cash		0.00	0.00	0.00	43.66	43.66
Corporate Bonds						
0258M0EG0	AMERICAN EXPRESS CREDIT 2.7% 03MAR2022 (CALLABLE 31JAN22)	(898.06)	0.00	(903.59)	787.50	0.00
02665WBF7	AMERICAN HONDA FINANCE 1.65% 12JUL2021	(601.04)	0.00	(700.79)	756.25	0.00
037833AY6	APPLE INC 2.15% 09FEB2022	(956.37)	0.00	(1,210.40)	892.85	0.00
06051GFW4	BANK OF AMERICA CORP 2.625% 19APR2021	(1,126.03)	0.00	(1,319.08)	1,443.75	0.00
084670BQ0	BERKSHIRE HATHAWAY 2.2% DUE 03-15-2021	0.00	0.00	(505.60)	706.44	7,480.00
14913Q2H1	CATERPILLAR FINL S FRN SNR MTN 03/2021 USD 'I'	(41.84)	0.00	(50.30)	93.03	558.13
14912L5F4	CATERPILLAR FINL SERVICE 2.85% 01JUN2022	(666.08)	0.00	(505.00)	593.75	0.00
48128BAB7	JPMORGAN CHASE & CO 2.972% 15JAN2023 (CALLABLE 15JAN22)	(319.12)	0.00	(230.56)	53.66	0.00
68389XBA2	ORACLE CORP 2.8% 08JUL2021	(1,367.15)	0.00	(1,498.86)	1,668.33	0.00
69353REW4	PNC BANK NA 2.15% 29APR2021 (CALLABLE 30MAR21)	66.43	68.71	(992.53)	1,242.23	5,861.74
89236TBJ3	TOYOTA MOTOR CREDIT CORP 2.75% 17MAY2021	(893.67)	0.00	(890.97)	1,071.36	0.00
949746RS2	WELLS FARGO & CO 2.5% DUE 03-04-2021	(140.16)	0.00	(77.46)	250.00	7,500.00
Total Corporate Bonds		(6,943.09)	68.71	(8,885.14)	9,559.15	21,399.87
Government Agencies						
3135G0U27	FANNIE MAE 2.5% 13APR2021	(1,875.81)	0.00	(2,050.63)	2,291.67	0.00
3135G0U35	FANNIE MAE 2.75% 22JUN2021	(1,090.34)	0.00	(1,057.27)	1,260.42	0.00
3133EKPS9	FEDERAL FARM CREDIT BANK 2.125% 07JUN2021	(831.93)	0.00	(892.00)	973.95	0.00

DETAIL OF RETURN AND INTEREST RECEIVED

For the period March 1, 2021 - March 31, 2021

Cusip	Description	Accretion (amortization)	Realized gain (loss)	Change in fair value	Interest earned	Interest received
Government Agencies						
3133EJD2	FEDERAL FARM CREDIT BANK 2.54% 05APR2021	(1,402.72)	0.00	(3,117.90)	3,492.50	0.00
3133EJ2B4	FEDERAL FARM CREDIT BANK 3% 06DEC2023	0.00	0.00	(538.93)	0.00	0.00
3130ALRG1	FEDERAL HOME LOAN BANK 0.125% 17MAR2023	3.46	0.00	(545.87)	13.02	0.00
3130AJSG5	FEDERAL HOME LOAN BANK 0.18% 26MAR2021	1.27	0.00	(136.03)	767.00	1,170.00
3130A1W95	FEDERAL HOME LOAN BANK 2.25% 11JUN2021 #0000	(31.01)	0.00	(1,221.14)	1,381.87	0.00
Total Government Agencies		(5,227.08)	0.00	(9,559.77)	10,180.43	1,170.00
Government Bonds						
912828ZH6	USA TREASURY 0.25% 15APR2023	(13.39)	0.00	(383.37)	25.75	0.00
Total Government Bonds		(13.39)	0.00	(383.37)	25.75	0.00
Grand total		(12,183.56)	68.71	(18,828.28)	19,808.99	22,613.53

TRANSACTION REPORT

For the period March 1, 2021 - March 31, 2021

Trade date Settle date	Cusip	Transaction	Sec type	Description	Maturity	Par value or shares	Realized gain(loss)	Principal	Interest	Transaction total
03/04/2021 03/08/2021	037833AY6	Bought	Corporate Bonds	APPLE INC 2.15% 09FEB2022	02/09/2022	650,000.00	0.00	(661,901.50)	(1,125.76)	(663,027.26)
03/04/2021 03/04/2021	949746RS2	Income	Corporate Bonds	WELLS FARGO & CO 2.5% DUE	03/04/2021	600,000.00	0.00	0.00	7,500.00	7,500.00
03/04/2021 03/04/2021	949746RS2	Capital Change	Corporate Bonds	WELLS FARGO & CO 2.5% DUE	03/04/2021	(600,000.00)	0.00	600,000.00	0.00	600,000.00
03/12/2021 03/16/2021	0258M0EG0	Bought	Corporate Bonds	AMERICAN EXPRESS CREDIT	03/03/2022	700,000.00	0.00	(715,078.00)	(682.50)	(715,760.50)
03/12/2021 03/16/2021	14912L5F4	Bought	Corporate Bonds	CATERPILLAR FINL SERVICE	06/01/2022	500,000.00	0.00	(515,425.00)	(4,156.25)	(519,581.25)
03/15/2021 03/15/2021	084670BQ0	Income	Corporate Bonds	BERKSHIRE HATHAWAY 2.2%	03/15/2021	680,000.00	0.00	0.00	7,480.00	7,480.00
03/15/2021 03/15/2021	084670BQ0	Capital Change	Corporate Bonds	BERKSHIRE HATHAWAY 2.2%	03/15/2021	(680,000.00)	0.00	680,000.00	0.00	680,000.00
03/15/2021 03/15/2021	14913Q2H1	Income	Corporate Bonds	CATERPILLAR FINL S FRN SNR	03/15/2021	500,000.00	0.00	0.00	558.13	558.13
03/15/2021 03/15/2021	14913Q2H1	Capital Change	Corporate Bonds	CATERPILLAR FINL S FRN SNR	03/15/2021	(500,000.00)	0.00	500,000.00	0.00	500,000.00
03/24/2021 03/26/2021	3130ALRG1	Bought	Government Agencies	FEDERAL HOME LOAN BANK	03/17/2023	750,000.00	0.00	(749,647.50)	(20.83)	(749,668.33)
03/24/2021 03/30/2021	48128BAB7	Bought	Corporate Bonds	JPMORGAN CHASE & CO	01/15/2023	650,000.00	0.00	(663,312.00)	(4,024.58)	(667,336.58)
03/24/2021 03/26/2021	912828ZH6	Bought	Government Bonds	USA TREASURY 0.25%	04/15/2023	750,000.00	0.00	(751,438.06)	(834.48)	(752,272.54)
03/26/2021 03/26/2021	3130AJSG5	Income	Government Agencies	FEDERAL HOME LOAN BANK	03/26/2021	1,300,000.00	0.00	0.00	1,170.00	1,170.00
03/26/2021 03/26/2021	3130AJSG5	Capital Change	Government Agencies	FEDERAL HOME LOAN BANK	03/26/2021	(1,300,000.00)	0.00	1,300,000.00	0.00	1,300,000.00
03/30/2021 03/30/2021	69353REW4	Income	Corporate Bonds	PNC BANK NA 2.15%	04/29/2021	650,000.00	0.00	0.00	5,861.74	5,861.74
03/30/2021 03/30/2021	69353REW4	Capital Change	Corporate Bonds	PNC BANK NA 2.15%	04/29/2021	(650,000.00)	68.71	650,000.00	0.00	650,000.00
03/31/2021 04/05/2021	3133EJ2B4	Bought	Government Agencies	FEDERAL FARM CREDIT BANK	12/06/2023	750,000.00	0.00	(803,760.00)	(7,437.50)	(811,197.50)

TRANSACTION REPORT

For the period March 1, 2021 - March 31, 2021

Trade date Settle date	Cusip	Transaction	Sec type	Description	Maturity	Par value or shares	Realized gain(loss)	Principal	Interest	Transaction total
03/31/2021		Income	Cash and Cash Equivalents	Cash		0.00	0.00	0.00	43.66	43.66

As of March 31, 2021

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For trading activity the Clearing broker will be reflected. In certain cases the Clearing broker will differ from the Executing broker.

In calculating ratings distributions and weighted average portfolio quality, Insight assigns U.S Treasury and U.S agency securities a quality rating based on the methodology used within the respective benchmark index. When Moody's, S&P and Fitch rate a security, Bank of America and Merrill Lynch indexes assign a simple weighted average statistic while Barclays indexes assign the median statistic. Insight assigns all other securities the lower of Moody's and S&P ratings.

Information about the indices shown here is provided to allow for comparison of the performance of the strategy to that of certain well-known and widely recognized indices. There is no representation that such index is an appropriate benchmark for such comparison. You cannot invest directly in an index and the indices represented do not take into account trading commissions and/or other brokerage or custodial costs. The volatility of the indices may be materially different from that of the strategy. In addition, the strategy's holdings may differ substantially from the securities that comprise the indices shown.

The ICE BofA 3 Month US T-Bill index is an unmanaged market index of U.S. Treasury securities maturing in 90 days that assumes reinvestment of all income.

The ICE BofA 6 Month US T-Bill index measures the performance of Treasury bills with time to maturity of less than 6 months.

The ICE BofA 1-Year US Treasury Index is a one-security index comprised of the most recently issued 1-year US Treasury note. The index is rebalanced monthly. In order to qualify for inclusion, a 1-year note must be auctioned on or before the third business day before the last business day of the month.

The ICE BofA 3-Year US Treasury Index is a one-security index comprised of the most recently issued 3-year US Treasury note. The index is rebalanced monthly. In order to qualify for inclusion, a 3-year note must be auctioned on or before the third business day before the last business day of the month.

The ICE BofA 5-Year US Treasury Index is a one-security index comprised of the most recently issued 5-year US Treasury note. The index is rebalanced monthly. In order to qualify for inclusion, a 5-year note must be auctioned on or before the third business day before the last business day of the month.

The ICE BofA 1-3 US Year Treasury Index is an unmanaged index that tracks the performance of the direct sovereign debt of the U.S. Government having a maturity of at least one year and less than three years.

The ICE BofA 1-5 US Year Treasury Index is an unmanaged index that tracks the performance of the direct sovereign debt of the U.S. Government having a maturity of at least one year and less than five years.

ADDITIONAL INFORMATION

As of March 31, 2021

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