



SAN RAFAEL CITY COUNCIL AGENDA REPORT

Department: Finance

Prepared by: Paul Navazio, Finance Director

City Manager Approval: _____

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TOPIC: CITY QUARTERLY INVESTMENT REPORT

SUBJECT: ACCEPTANCE OF CITY OF SAN RAFAEL QUARTERLY INVESTMENT REPORT FOR THE QUARTER ENDING SEPTEMBER 30, 2023

RECOMMENDATION: Accept the investment report for the quarter ending September 30, 2023.

BACKGROUND:

Pursuant to the State of California Government Code Section 53601 and the City's investment policy, last approved by the City Council on [June 21, 2022](#), staff provides the City Council with a quarterly report on the City's investment activities and liquidity. Included in the report are the cost of each investment, the interest rates (yield), maturity dates, and market value. Separate reports are prepared for the City and the Successor Agency to San Rafael Redevelopment Agency.

The City invests a portion of its pooled funds in the [Local Agency Investment Fund \(LAIF\)](#), a State-run investment pool. Beginning in March 2014, the City incorporated an investment strategy that added purchases of securities outside of LAIF with the assistance of an investment advisor. The City's current investment advisor is Chandler Asset Management.

ANALYSIS:

As of September 30, 2023, the City's Treasury consisted of investments with a total market value of \$96,915,772, consisting of \$51,292,954 in the City's primary Local Agency Investment Fund (LAIF) account, and \$45,622,818,092 in externally managed investments (which includes \$986,700 of Pt. San Pedro Assessment District bonds). An additional \$7,044,405 represent cash balances in the City's various operating bank accounts, including Westamerica Bank (\$5,464,319), Bank of the Marin (\$933,450) and Bank of Montreal (formerly Bank of the West - \$646,637).

The overall return on the total portfolio for the quarter ending September 30, 2023, was 3.40%, with a weighted average maturity of 0.99 years. The yield on the portfolio results from an effective yield of 3.61% for the City's investments in the Local Agency Investment Fund and a yield of 3.15% for the externally managed investments. While the performance of the overall portfolio has improved over the prior quarter, the performance falls short of the established benchmark (1-year Treasury Bill) yield of 5.46%. This

FOR CITY CLERK ONLY

Council Meeting:

Disposition:

unfavorable variance is typical of a rising interest environment and the performance of the portfolio is expected to continue to improve in the near-term as holdings mature and are reinvested at higher rates of return.

The City's investment portfolio continues to maintain strong diversification and is experiencing growth of interest income as a result of higher market rates. All investments continue to comply with the City's investment policy and California Government Code.

Economic Outlook:

As expected, at the September meeting, the Federal Open Market Committee voted to maintain the target Federal rate in the range of 5.25 - 5.50%. The Fed's Summary of Economic Projections (SEP) also revealed expectations of higher economic growth, reduced unemployment, and a gradual easing of inflation compared to earlier forecasts.

The City will continue to monitor market trends and refine its investment strategy, as appropriate, to improve the performance of the investment portfolio while ensuring its primary goals of preservation of principal, liquidity and yield.

Attachment A is composed of three parts: (1) Quarterly Investment Portfolio Report; (2) Historical Activity by Quarter summarizing the City's investments; and (3) the City's Investment Report from Chandler Asset Management for the period ending September 30, 2023, which includes a listing of all holdings as well as transaction activity details for the reporting period.

FISCAL IMPACT:

No financial impact occurs by adopting the report. The City continues to meet the priority principles of investing - safety, liquidity, yield, and diversification. The portfolio remains conservatively invested and sufficient liquidity exists to meet daily operating and capital project requirements for the next six months. Operating funds, as defined for this report, exclude cash held with fiscal agents for the payment of bond principal and interest.

RECOMMENDED ACTION:

Accept investment report for the quarter ending September 30, 2023.

ATTACHMENTS:

Exhibit A:

1. Quarterly Investment Portfolio Report
2. Historical Activity by Quarter Report
3. Chandler Asset Management – Investment Report: Period Ending September 30, 2023

TREASURER'S CERTIFICATION

I CERTIFY THAT ALL INVESTMENTS MADE ARE IN CONFORMANCE WITH THE CITY'S APPROVED INVESTMENT POLICY AND STATE INVESTMENT REGULATIONS. THE CITY HAS SUFFICIENT LIQUIDITY TO MEET ALL OF THE OBLIGATIONS REQUIRED DURING THE NEXT SIX-MONTH PERIOD.

Paul Navazio
Finance Director

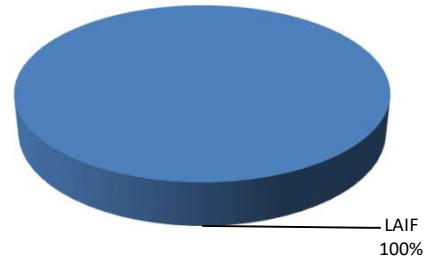
City of San Rafael

Quarterly Investment Portfolio Report

September 30, 2023

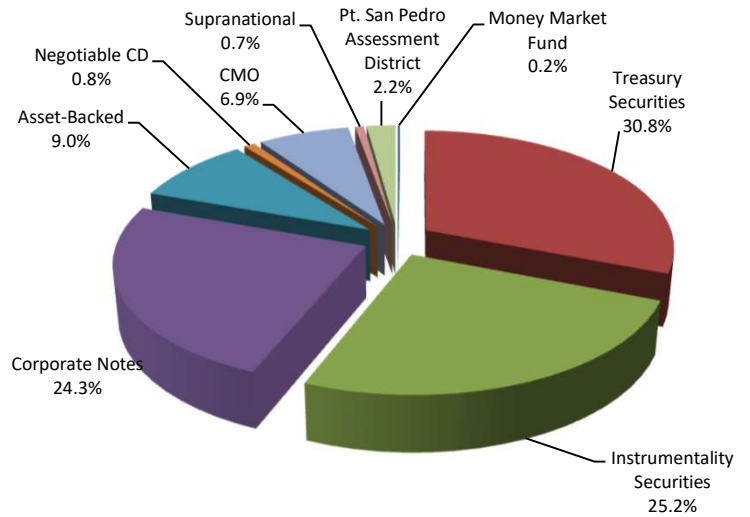
Internally Managed Assets			%	Yield
LAIF	\$ 51,292,954	100.0%	3.61%	
Total Internally Managed	\$ 51,292,954	52.9%		

Weighted Average Yield	3.61%
	Days
Effective Average Duration - Internal	1
Weighted Average Maturity - Internal	1



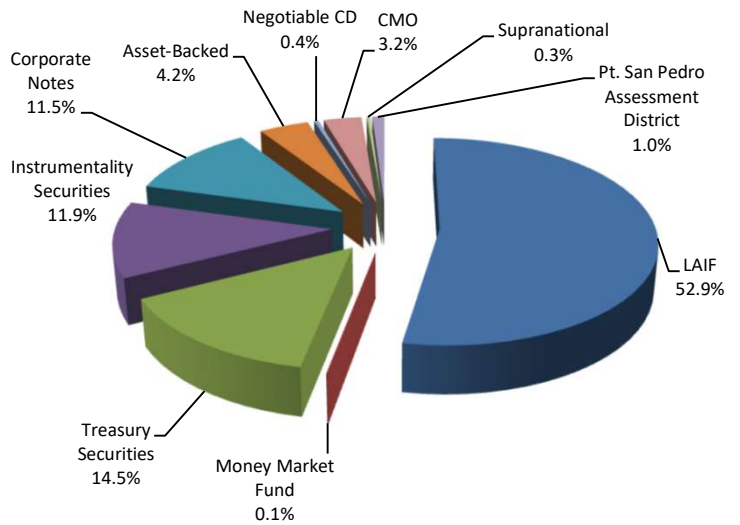
Externally Managed Assets			%	Yield
Money Market Fund	\$ 74,981	0.2%	4.95%	
Treasury Securities	\$ 14,031,449	30.8%	2.14%	
Instrumentality Securities	\$ 11,497,923	25.2%	2.86%	
Corporate Notes	\$ 11,108,352	24.3%	3.48%	
Asset-Backed	\$ 4,112,279	9.0%	4.97%	
Negotiable CD	\$ 374,472	0.8%	5.34%	
CMO	\$ 3,135,264	6.9%	4.57%	
Supranational	\$ 301,398	0.7%	4.53%	
Pt. San Pedro Assessment District	\$ 986,700	2.2%	5.25%	
Total Externally Managed	\$ 45,622,818	47.1%		

Weighted Average Yield	3.15%
	Years
Effective Average Duration - External	1.63
Weighted Average Maturity - External	1.92



Total Portfolio Assets			%	Yield
LAIF	\$ 51,292,954	52.9%	3.61%	
Money Market Fund	\$ 74,981	0.1%	4.95%	
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Pt. San Pedro Assessment District	\$ 986,700	1.0%	5.25%	
Total Portfolio Assets	\$ 96,915,772	100.0%		

Weighted Average Yield	3.40%
	Years
Effective Average Duration - Total	0.81
Weighted Average Maturity - Total	0.99



Based on Market Values

City of San Rafael Historical Activity-By Quarter

	September 30, 2023			June 30, 2023			March 31, 2023			December 31, 2022			September 30, 2022		
Internally Managed Assets		%	Return		%	Return		%	Return		%	Return		%	Return
LAIF	\$ 51,292,954	100.0%	3.61%	\$ 50,929,996	100.0%	3.26%	\$ 36,644,876	100.0%	2.87%	\$ 27,557,309	99.4%	2.17%	\$ 33,407,538	99.5%	1.51%
LAIF - Housing	\$ -	0.0%	0.00%	\$ -	0.0%	0.00%	\$ -	0.0%	0.00%	\$ 156,195	0.6%	2.17%	\$ 155,665	0.5%	1.51%
Total Internally Managed	\$ 51,292,954	52.9%		\$ 50,929,996	52.9%		\$ 36,644,876	44.6%		\$ 27,713,504	38.2%		\$ 33,563,203	43.0%	
Weighted Average Yield			3.61%			3.26%			2.87%			2.17%			1.51%
Externally Managed Assets		%	Return		%	Return		%	Return		%	Return		%	Return
Cash	\$ 74,981	0.2%	4.95%	\$ 844,916	1.9%	4.72%	\$ 2,967,302	6.5%	4.40%	\$ 2,947,890	6.6%	3.00%	\$ 94,380	0.2%	1.00%
Treasury Securities	\$ 14,031,449	30.8%	2.14%	\$ 15,306,595	33.7%	1.75%	\$ 17,159,389	37.8%	1.64%	\$ 18,206,234	40.6%	1.17%	\$ 19,352,963	43.5%	1.20%
Instrumentality Securities	\$ 11,497,923	25.2%	2.86%	\$ 11,496,767	25.3%	2.72%	\$ 10,748,119	23.7%	2.36%	\$ 9,984,055	22.3%	1.27%	\$ 10,891,851	24.5%	0.95%
Corporate Notes	\$ 11,108,352	24.3%	3.48%	\$ 10,100,915	22.2%	2.41%	\$ 11,251,043	24.8%	1.46%	\$ 12,590,810	28.1%	0.92%	\$ 13,054,253	29.4%	0.90%
Asset Backed	\$ 4,112,279	9.0%	4.97%	\$ 3,048,660	6.7%	4.86%	\$ 1,862,018	4.1%	5.02%	\$ -	0.0%	0.00%	\$ -	0.0%	0.00%
Negotiable CD	\$ 374,472	0.8%	5.34%	\$ 373,787	0.8%	5.34%	\$ 375,224	0.8%	5.34%	\$ -	0.0%	0.00%	\$ -	0.0%	0.00%
Collateralized Mortgage Obligations (CMO)	\$ 3,135,264	6.9%	4.57%	\$ 3,185,252	7.0%	4.57%	\$ -	0.0%	0.00%	\$ -	0.0%	0.00%	\$ -	0.0%	0.00%
Supranational	\$ 301,398	0.7%	4.53%												
Municipal/Assessment District	\$ 986,700	2.2%	5.25%	\$ 1,075,200	2.4%	5.25%	\$ 1,075,200	2.4%	5.25%	\$ 1,075,200	2.4%	5.25%	\$ 1,075,200	2.4%	5.25%
Total Externally Managed	\$ 45,622,818	47.1%		\$ 45,432,092	47.1%		\$ 45,438,295	55.4%		\$ 44,804,189	61.8%		\$ 44,468,648	57.0%	
Weighted Average Yield			3.15%			2.72%			2.16%			1.34%			1.15%
Effective Average Duration - External			1.63			1.63			1.56			1.12			1.56
Weighted Average Maturity - External			1.92			1.92			1.72			1.35			1.72
Total Portfolio Assets		%	Return		%	Return		%	Return		%	Return		%	Return
LAIF	\$ 51,292,954	52.9%	3.61%	\$ 50,929,996	52.9%	3.26%	\$ 36,644,876	44.6%	2.87%	\$ 27,713,504	38.2%	2.17%	\$ 33,563,203	43.0%	1.51%
Cash	\$ 74,981	0.1%	4.95%	\$ 844,916	0.9%	4.72%	\$ 2,967,302	3.6%	4.40%	\$ 2,947,890	4.1%	3.00%	\$ 94,380	0.1%	1.00%
Treasury Securities	\$ 14,031,449	14.5%	2.14%	\$ 15,306,595	15.9%	1.75%	\$ 17,159,389	20.9%	1.64%	\$ 18,206,234	25.1%	1.17%	\$ 19,352,963	24.8%	1.20%
Instrumentality Securities	\$ 11,497,923	11.9%	2.86%	\$ 11,496,767	11.9%	2.72%	\$ 10,748,119	13.1%	2.36%	\$ 9,984,055	13.8%	1.27%	\$ 10,891,851	14.0%	0.95%
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Asset Backed	\$ 4,112,279	4.2%	4.97%	\$ 3,048,660	3.2%	4.86%	\$ 1,862,018	2.3%	5.02%	\$ -	0.0%	0.00%	\$ -	0.0%	0.00%
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Total Portfolio Assets	\$ 96,915,772	100%		\$ 96,362,087	100%		\$ 82,083,170	100%		\$ 72,517,693	100%		\$ 78,031,850	100%	
Weighted Average Yield			3.40%			3.00%			2.47%			1.66%			1.30%
Effective Average Duration - Total			0.81			0.76			0.80			0.69			0.79
Weighted Average Maturity - Total			0.99			0.89			0.71			0.84			0.87

Performance Recap

- The weighted average quarterly portfolio yield increased from 3.00% to 3.40% during the past quarter. Yields are rising as the Federal Reserve increases interest rates to combat inflation.
- The effective average duration decreased, from 0.80 to 0.76 years since last quarter, this is a result of the decrease in effective average duration of the City's externally managed portfolio.
- The total portfolio assets increased by approximately \$0.55 million during the quarter. This is reflective of improved yields across most categories of holdings throughout the portfolio.

City of San Rafael

Period Ending September 30, 2023

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



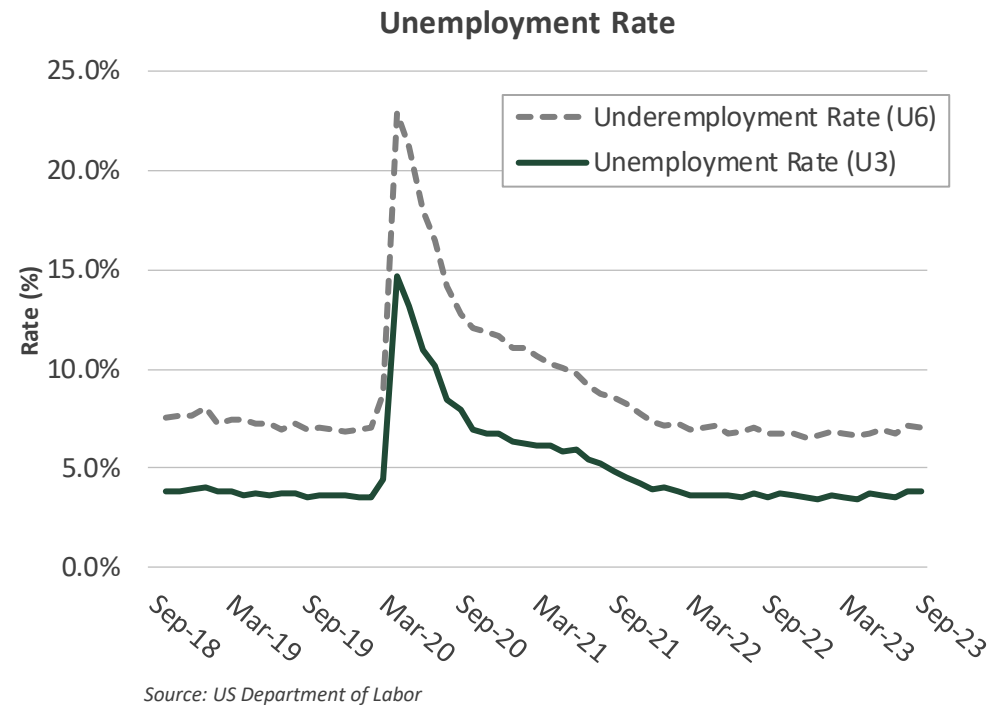
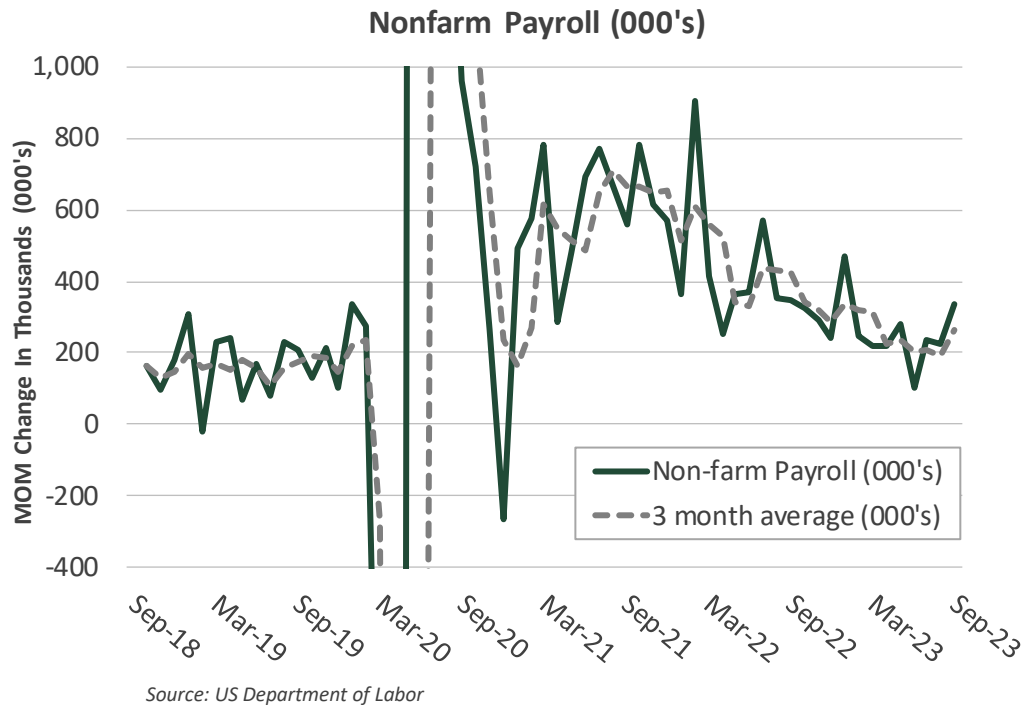
SECTION 1	Economic Update
SECTION 2	Account Profile
SECTION 3	Portfolio Holdings
SECTION 4	Transactions

Section 1 | Economic Update

Economic Update

- Recent economic data continues to suggest positive but below trend growth this year. Labor markets remain solid, and the U.S. consumer has demonstrated resiliency. Inflationary trends are subsiding, but core levels remain well above the Fed's target. Given the cumulative effects of restrictive monetary policy and tighter financial conditions, we believe the economy will gradually soften and the Fed will remain data dependent as they tread cautiously going forward.
- As anticipated at the September meeting, the Federal Open Market Committee voted unanimously to maintain the target Federal Funds at the range of 5.25 - 5.50%. The Fed's Summary of Economic Projections (SEP) also revealed expectations of higher economic growth, reduced unemployment, and a gradual easing of inflation compared to earlier forecasts. The Fed is continuing to focus on achieving price stability and bringing inflation down toward their 2% policy objective, while leaving the option open for the possibility of additional rate hikes in the future if needed.
- The yield curve remained inverted in September. The 2-year Treasury yield increased 18 basis points to 5.05%, the 5-year Treasury yield rose 36 basis points to 4.61%, and the 10-year Treasury yield increased 46 basis points to 4.57%. The inversion between the 2-year Treasury yield and 10-year Treasury yield narrowed to -48 basis points at September month-end versus -76 basis points at August month-end. The spread between the 2-year Treasury and 10-year Treasury yield one year ago was -45 basis points. The inversion between 3-month and 10-year Treasuries narrowed to -88 basis points in September from -134 basis points in August. The shape of the yield curve indicates that the probability of recession persists.

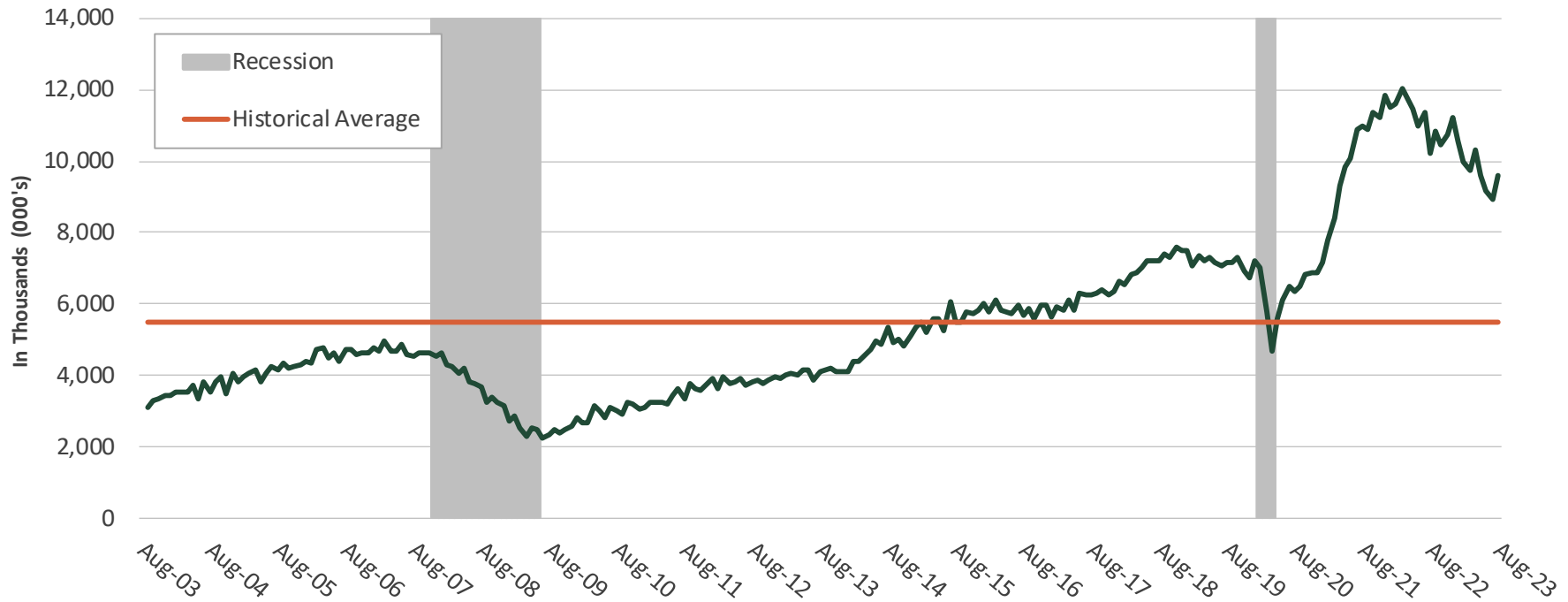
Employment



The U.S. economy added 336,000 jobs in September, exceeding consensus expectations of 170,000, and the last two months were revised upward by 119,000 jobs. The largest gains came from leisure and hospitality, bringing restaurant and bar employment back in-line with pre-pandemic levels. The pace of job growth has picked up recently, with the three-month moving average payrolls at 266,000 and the six-month moving average at 234,000. The unemployment rate was unchanged at 3.8%, and the labor participation rate was consistent with last month's report at 62.8%. The U-6 underemployment rate, which includes those who are marginally attached to the labor force and employed part time for economic reasons declined slightly to 7.0% from the prior month at 7.1%. Average hourly earnings declined to 4.2% year-over-year in September from 4.3% in August. Employment remains strong by historical standards.

Job Openings & Labor Turnover Survey

Job Openings

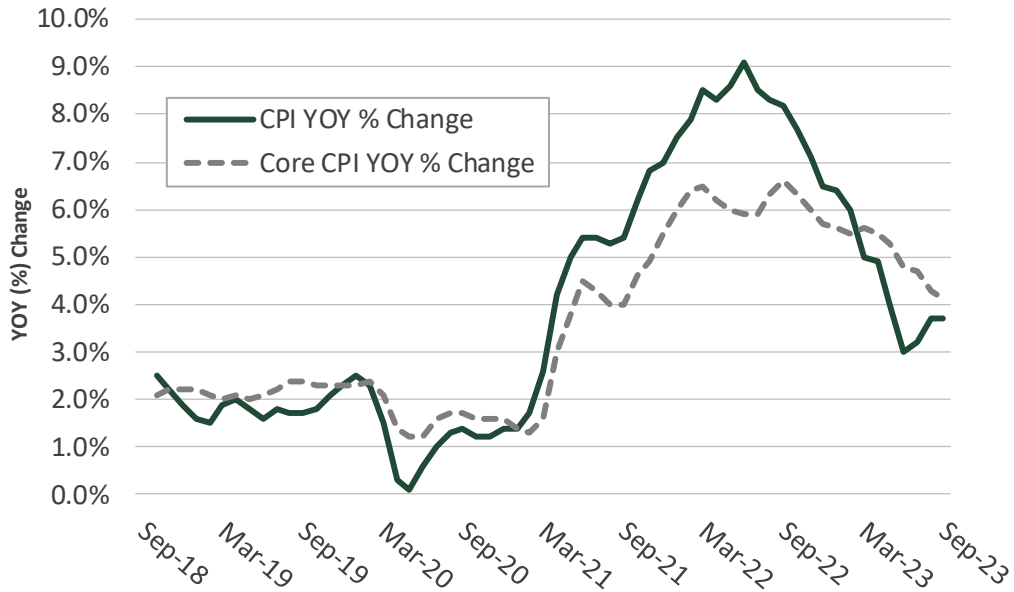


Source: US Department of Labor

The Labor Department's Job Openings and Labor Turnover Survey (JOLTS) unexpectedly increased to 9.61 million in August from a revised 8.92 million in July. The level significantly surpassed the survey of Bloomberg economists' expectations of 8.82 million and reflects approximately 1.5 job openings per available worker. Although JOLTS was an upside surprise, the quits rate remained at a benign 2.3% for August, well below its 3.0% peak in April 2022. Fewer quits can imply that workers are less confident in their ability to find another job in the current market. The current level of job openings remains elevated from a historical perspective.

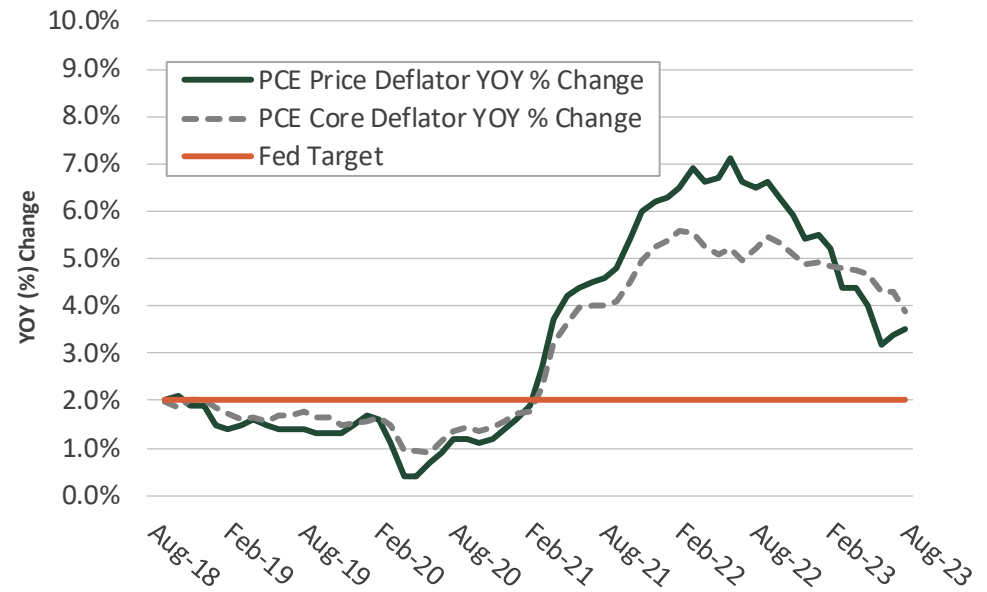
Inflation

Consumer Price Index (CPI)



Source: US Department of Labor

Personal Consumption Expenditures (PCE)

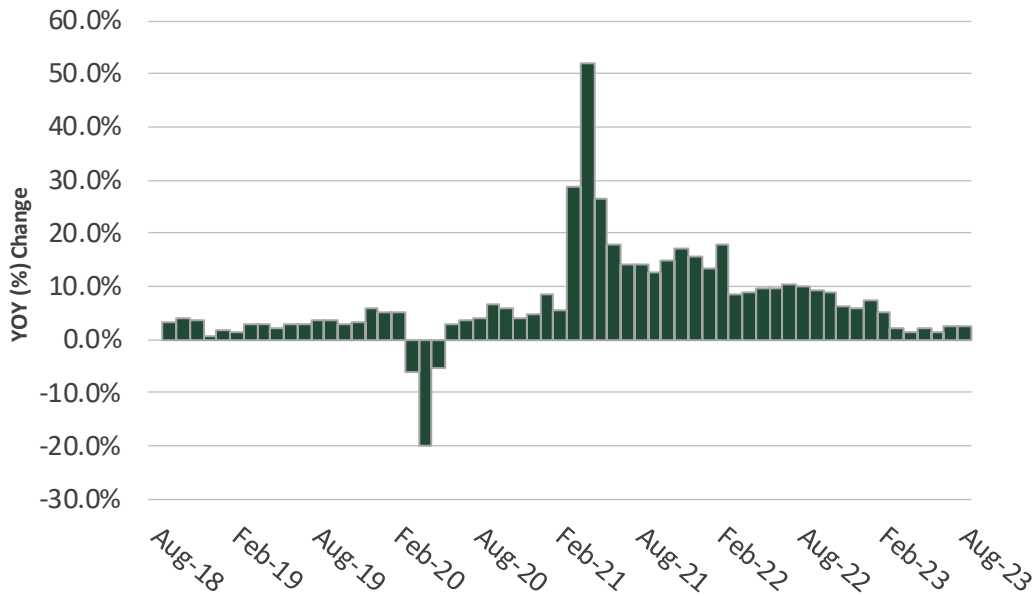


Source: US Department of Commerce

The Consumer Price Index (CPI) increased in September by 0.4% month-over-month and 3.7% year-over-year, slightly higher than expected. Gains in shelter and energy costs accounted for a large part of the monthly increase. The Core CPI, which excludes volatile food and energy components, was up 0.3% month-over-month and 4.1% year-over-year, decelerating from 4.3% last month. The Personal Consumption Expenditures (PCE) index rose 0.4% month-over-month and 3.5% year-over-year in August, up from a 3.4% year-over-year gain in July. Core PCE, the Federal Reserve’s preferred inflation gauge, increased just 0.1% month-over-month and 3.9% year-over-year in August, down from a 4.3% increase in July. Personal income and spending remained relatively healthy, but the personal savings rate continued its declining trend to 3.9% in August from 4.1% in July. Inflation remains above the Fed's 2% target.

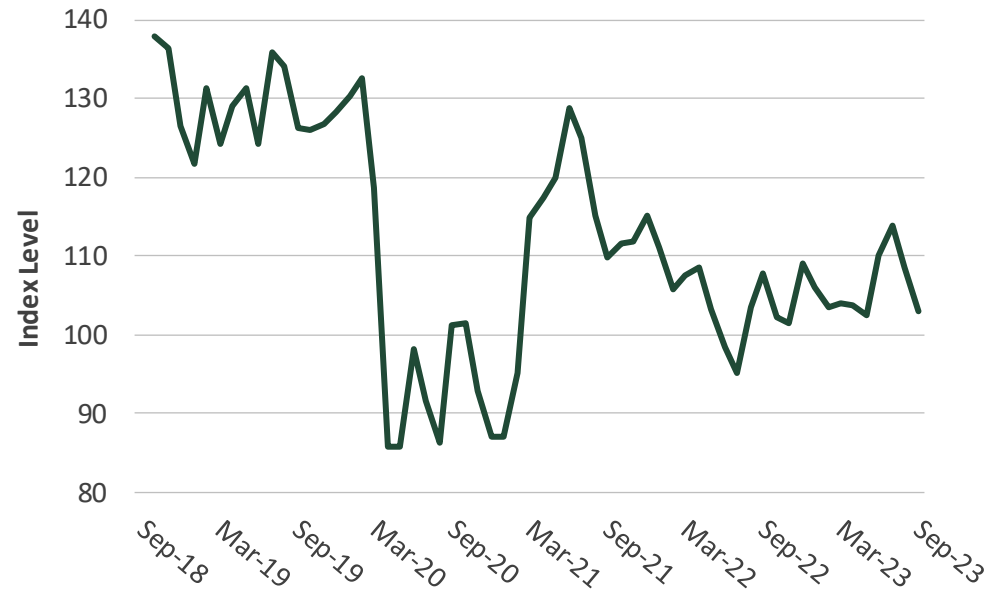
Consumer

Retail Sales YOY % Change



Source: US Department of Commerce

Consumer Confidence

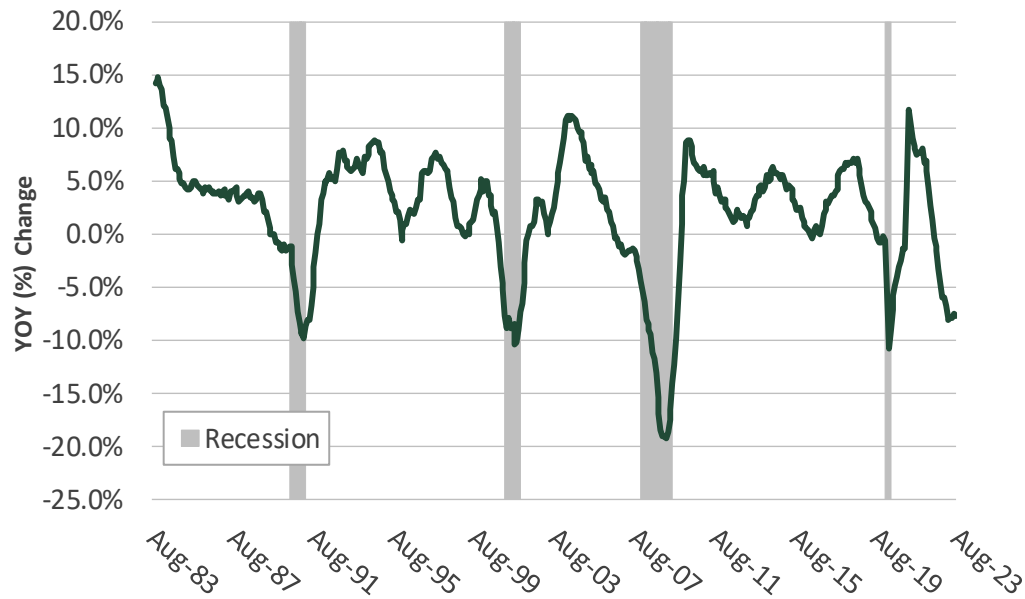


Source: The Conference Board

Retail Sales rose 0.6% in August, exceeding the consensus forecast. Sales of motor vehicles and higher gasoline prices drove greater than expected gains. However, Control Group Sales, which are used to calculate gross domestic product and exclude food services, auto dealers, building materials stores and gasoline stations, rose just 0.1%, the smallest advance in five months. On a year-over-year basis, retail sales growth decelerated to a 2.5% gain in August versus a downwardly revised 2.6% gain in July. The Conference Board's Consumer Confidence Index dropped more than expected to 103.0 in September from an upwardly revised 108.7 in August, primarily due to significantly weaker future expectations for employment. While the consumer has been resilient, dwindling excess savings, rising credit card balances, and the resumption of student loan payments pose potential headwinds to future economic growth.

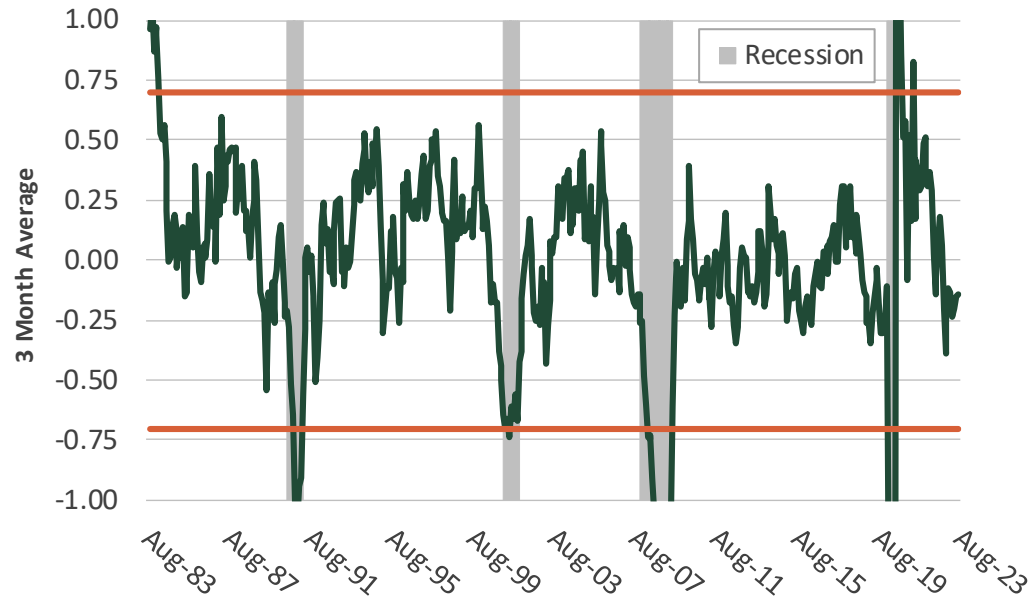
Leading Indicators of Economic Activity

Leading Economic Indicators (LEI)



Source: The Conference Board

Chicago Fed National Activity Index (CFNAI)

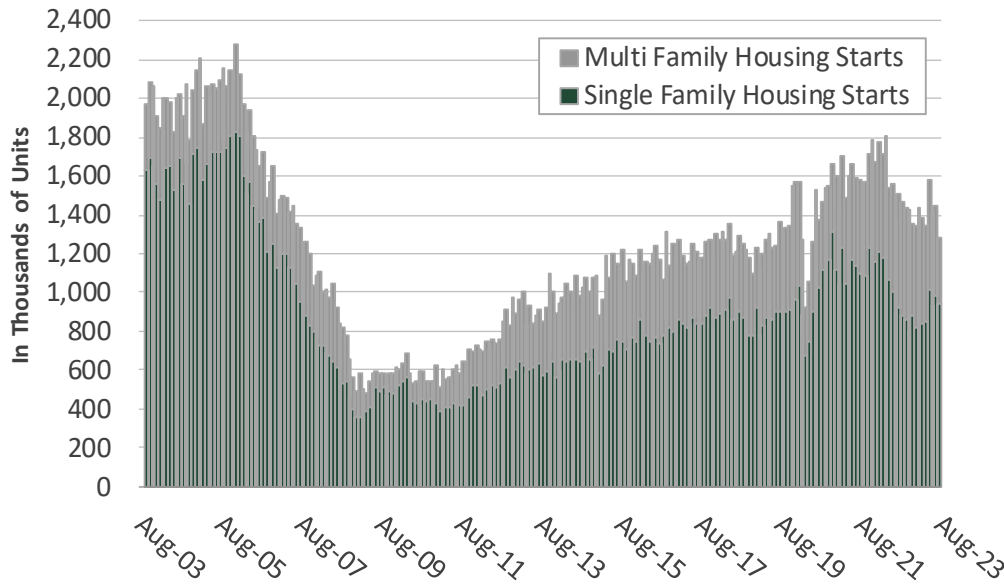


Source: Federal Reserve Bank of Chicago

The Conference Board's Leading Economic Index (LEI) remained in negative territory for the seventeenth consecutive month at -0.4% in August due to weak new orders, deteriorating consumer expectations of business conditions, high interest rates, and tight credit conditions. The index declined 7.6% year-over-year. The consistent decline month-over-month continues to signal future contraction in the economy. The Chicago Fed National Activity Index (CFNAI) surprised to the downside at -0.16 in August from downwardly revised 0.07 in July. On a 3-month moving average basis, the CFNAI remained negative at -0.14 in August, indicating a rate of growth below the historical average trend.

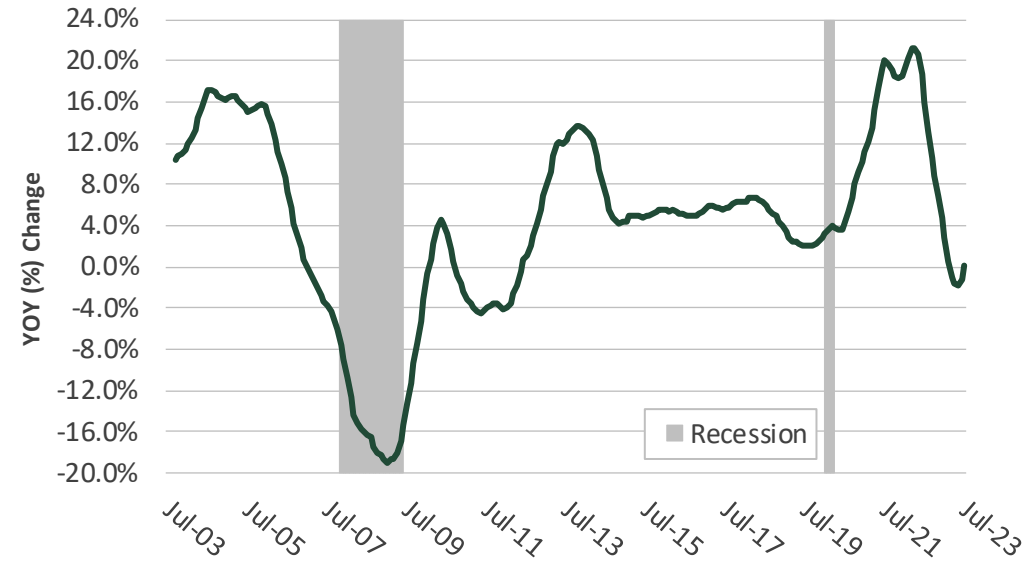
Housing

Annualized Housing Starts



Source: US Department of Commerce

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

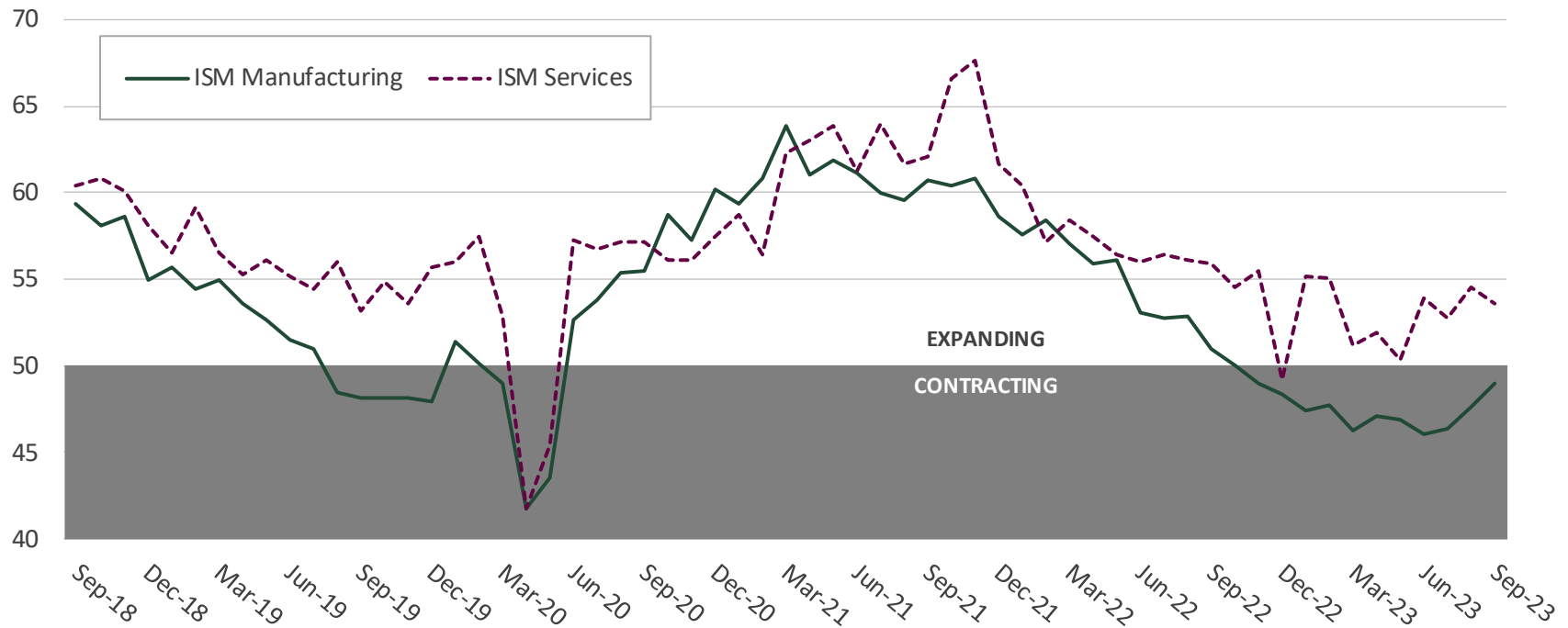


Source: S&P

Starts of new homes slowed -11.3% to 1.283 million units at a seasonally adjusted annual rate in August after a downward revision to 1.447 million units in July. The slower starts came from both a 4.3% decline in single-family home starts and 26.3% decline in multi-family homes, continuing the reversal of strong multi-family homebuilding in the second half of 2022 and early 2023. Total starts of new homes are down 14.8% year-over-year. According to Freddie Mac, average 30-year fixed rate mortgage rates increased to 7.35% as of September 28th. Rising mortgage rates are prompting homebuilders to offer incentives to attract buyers and has caused homebuilder sentiment to reach a five-month low. According to the Case-Shiller 20-City Home Price Index, housing prices rose 0.1% year-over-year in July, improving from a 1.2% decline in June. Tight inventories and higher mortgage rates continue to impact affordability.

Survey Based Measures

Institute of Supply Management (ISM) Surveys



Source: Institute for Supply Management

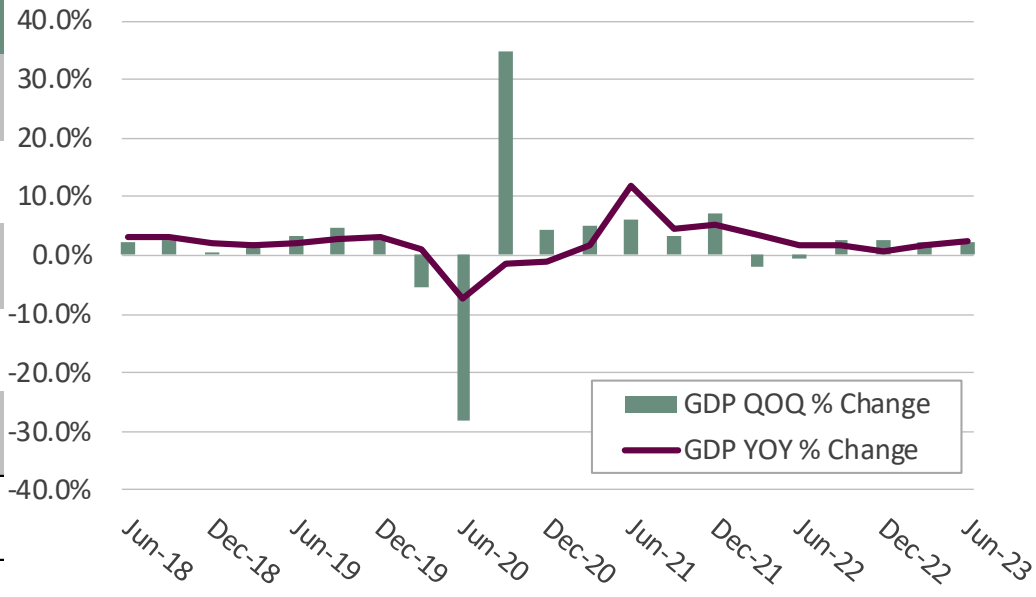
The Institute for Supply Management (ISM) Manufacturing index remained in contraction territory at 49.0 in September, up from 47.6 in August. This is the eleventh consecutive month of readings below 50.0, which is indicative of contraction in the manufacturing sector. However, this is the highest reading since November 2022, as both employment and new orders improved, while prices paid subsided. The ISM Services Index eased to 53.6 in September from the six-month high of 54.5 in August. The prices paid component continued to grow primarily due to high labor costs and an uptick in energy costs, but new orders reflected a significant slowdown.

Gross Domestic Product (GDP)

Components of GDP	9/22	12/22	3/23	6/23
Personal Consumption Expenditures	1.1%	0.8%	2.5%	0.6%
Gross Private Domestic Investment	-1.5%	0.6%	-1.7%	0.9%
Net Exports and Imports	2.6%	0.3%	0.6%	0.0%
Federal Government Expenditures	0.1%	0.6%	0.3%	0.1%
State and Local (Consumption and Gross Investment)	0.4%	0.3%	0.5%	0.5%
Total	2.7%	2.6%	2.3%	2.1%

Source: US Department of Commerce

Gross Domestic Product (GDP)

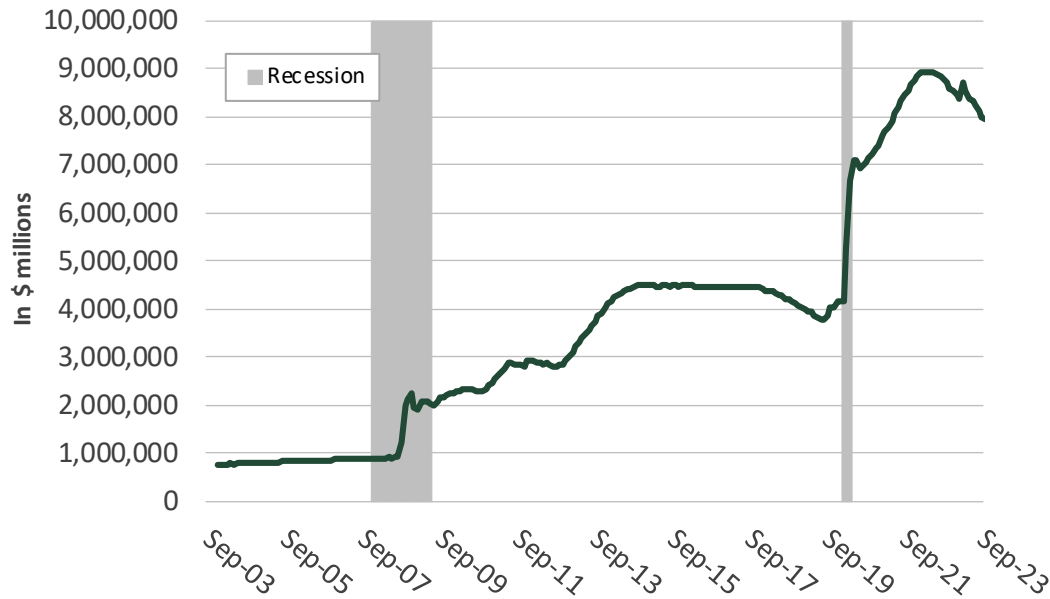


Source: US Department of Commerce

According to the third estimate, second quarter annualized GDP growth remained unchanged at 2.1%. A material decline in consumer spending was offset by improvement in business investment. Historically low unemployment, wage growth and savings built up during the pandemic has supported consumer spending at a level to keep economic growth intact, but there are signs the consumer is beginning to show signs of stress. The consensus estimate calls for 3.0% growth for the third quarter and 2.1% for the full year 2023.

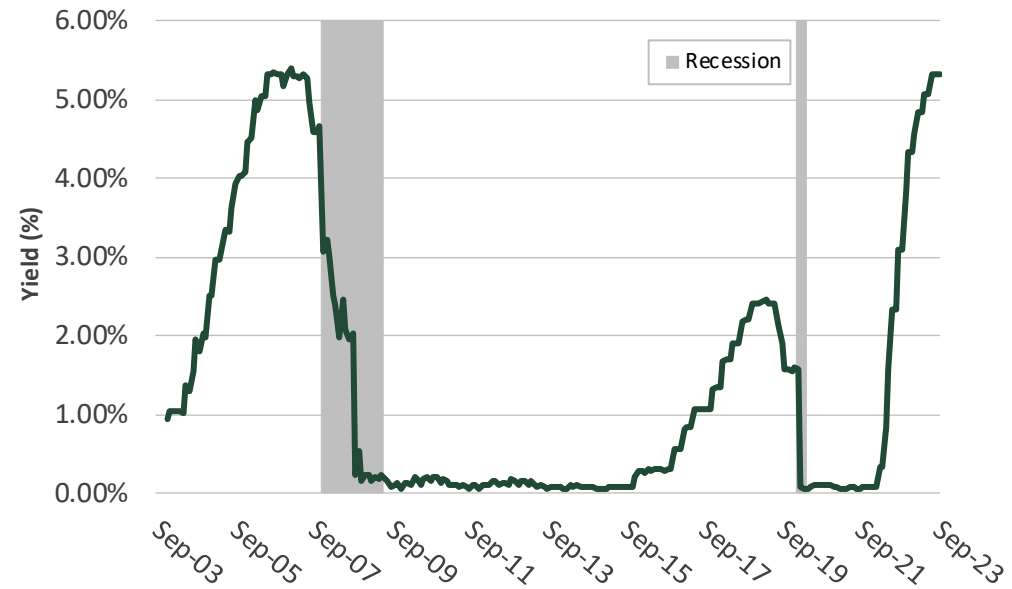
Federal Reserve

Federal Reserve Balance Sheet Assets



Source: Federal Reserve

Effective Federal Funds Rate

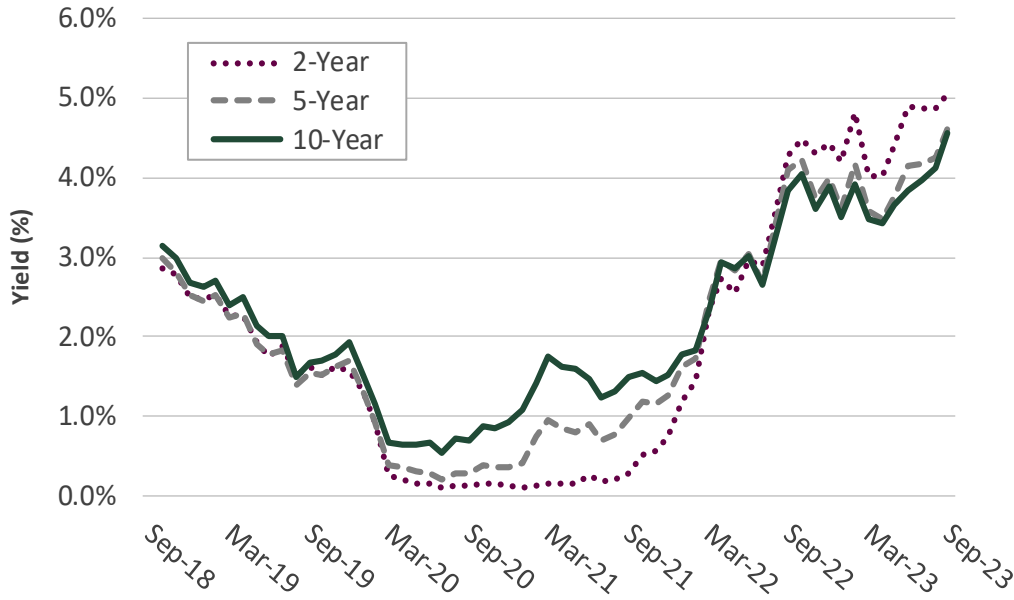


Source: Bloomberg

At the September meeting, the Federal Open Market Committee voted unanimously to leave the Federal Funds rate unchanged at a target range of 5.25 - 5.50%. Nonetheless, the Fed conveyed a consensus view that another rate hike is possible later in the year, along with its commitment to keeping rates at their current level until inflation subsides closer to its 2% target, endorsing a data-dependent 'higher-for-longer' strategy. The Fed's Summary of Economic Projections (SEP) also revealed expectations of higher economic growth, reduced unemployment, and a gradual easing of inflation compared to earlier forecasts. We believe the resiliency of future economic data will determine if the Federal Reserve can stay on hold for or will tighten policy further to curb inflation. Since the Federal Reserve began its Quantitative Tightening campaign in June 2022, securities holdings have declined by over \$1 trillion to \$8.024T.

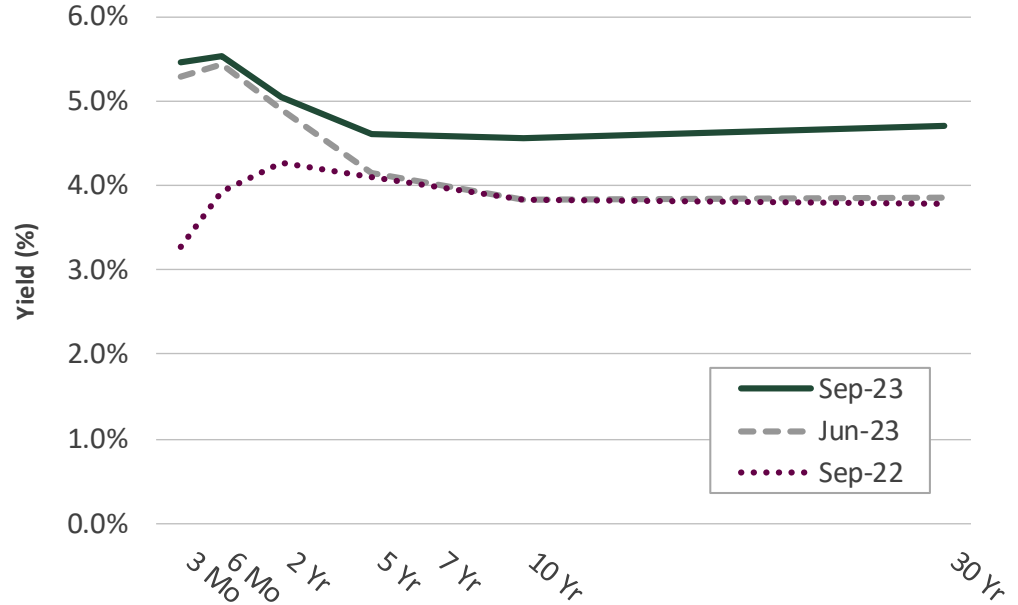
Bond Yields

US Treasury Note Yields



Source: Bloomberg

US Treasury Yield Curve



Source: Bloomberg

At the end of September, the 2-year Treasury yield was 77 basis points higher, and the 10-Year Treasury yield was about 74 basis points higher, year-over-year. The inversion between the 2-year Treasury yield and 10-year Treasury yield narrowed to -48 basis points at September month-end versus -76 basis points at August month-end. The average historical spread (since 2003) is about +130 basis points. The inversion between 3-month and 10-year Treasuries narrowed to -88 basis points in September from -134 basis points in August. The shape of the yield curve indicates that the probability of recession persists.



Section 2 | Account Profile

Investment Objectives

Safety of principal is the foremost objective of the investment program. The investment portfolio shall remain sufficiently liquid to meet all requirements that may be reasonably anticipated. The investment portfolio shall be designed with the objective of attaining a market rate of return throughout budgetary and economic cycles, taking into account the investment risk constraints and liquidity needs.

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 this objective, the portfolio invests in high-quality fixed income securities that comply with the investment policy and all regulations governing the funds.

San Rafael Consolidated

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
U.S. Treasuries	No limit; 5 years max maturity	Complies
Federal Agencies	No limit; 5 years max maturity; Federal Agency securities and Federal instrumentality (government sponsored enterprises)	Complies
Supranational Obligations	"AA" rated or higher by a NRSRO; 15% max; 5 years max maturity; USD denominated senior unsecured unsubordinated obligations issued or unconditionally guaranteed by IBRD, IFC, or IADB	Complies
Municipal Securities	Special Assessment District Obligations issued by the City of San Rafael as Limited Obligation Improvement Bonds related to special assessment districts and special tax districts; Investments in such obligations requires the approval of the City Council and maturities may extend to 30 years	Complies
Corporate Medium Term Notes	"A" rated or higher by a NRSRO; 30% max; 5% max per issuer; 5 years max maturity; 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, Mortgage-Backed, Mortgage Pass-Through Securities, and Collateralized Mortgage Obligations	"AA" rating category or better by a NRSRO; "A" issuer rated or better by a NRSRO; 20% max (combined); 5 years max maturity	Complies
Negotiable Certificates of Deposit (NCD)	A-1 rated or equivalent; 30% max (aggregate CDs); 5% max per issuer; 5 years max maturity	Complies
Certificate of Deposit Placement Service (CDARS)	30% max (aggregate CDs); 5% max per private sector entity	Complies
Time Deposits (Non-negotiable CD/TD)	30% max (aggregate CDs); 5% max per issuer; 5 years max maturity; FDIC insured/ Collateralized	Complies
Banker's Acceptances	A-1 short-term debt rated or better by a NRSRO; or A rated or better by a NRSRO, if issuers have senior debt outstanding; 40% max; \$2 million max per commercial bank; 180 days max maturity; Issued by FDIC insured commercial banks	Complies
Commercial Paper	25% max; 5% max per issuer; 270 days maturity; 10% max of the outstanding commercial paper of any single issuer; Issued by an entity that meets all of the following conditions in either (a) or (b): a. (i) organized and operating in the U.S. as general corporation; (ii) have total assets > \$500 million; (iii) "A" rating or better by a NRSRO, if issuer has debt; b. (i) organized within the U.S. as a special purpose corporation, trust, or limited liability company; (ii) have program-wide credit enhancements including, but not limited to, overcollateralization, letters of credit, or a surety bond; (iii) rated "A-1" or better by a NRSRO	Complies

San Rafael Consolidated

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
Money Market Mutual Funds	10% max; Registered under Investment Company Act of 1940 that: 1) are "No load"; 2) have constant daily NAV per share of \$1.00; 3) invest only in US Treasuries, US Agency securities and Federal Instrumentalities; and 4) AAA rating or better by two NRSROs	<i>Complies</i>
Local Agency Investment Fund (LAIF)	Pursuant to California Government Code; Not used by investment adviser	<i>Complies</i>
Repurchase Agreements	1 year max maturity; 102% Collateralized by U.S. Treasuries, Federal Agency securities, or Federal Instrumentality securities; Not used by investment adviser	<i>Complies</i>
Client Directive on Fossil Fuels	Refrain from making direct investments in issuers whose primary business revenue is derived from the exploration , extraction, and processing of fossil fuels (per Client Directive)	<i>Complies *</i>
Maximum Maturity	5 years max maturity, unless the City Council has by resolution granted authority to make such an investment at least three (3) months prior to the date of investment	<i>Complies</i>

Inherited security; Chevron (166764BW9)

Portfolio Characteristics

As of September 30, 2023

City of San Rafael

	09/30/23		06/30/23
	Benchmark*	Portfolio	Portfolio
Average Maturity (yrs)	1.84	2.13	1.92
Average Modified Duration	1.75	1.75	1.63
Average Purchase Yield	n/a	3.14%	2.65%
Average Market Yield	5.15%	5.39%	5.16%
Average Quality**	AA+	AA/Aa1	AA/Aa1
Total Market Value		44,883,155	44,583,366

*ICE BofA 1-3 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.

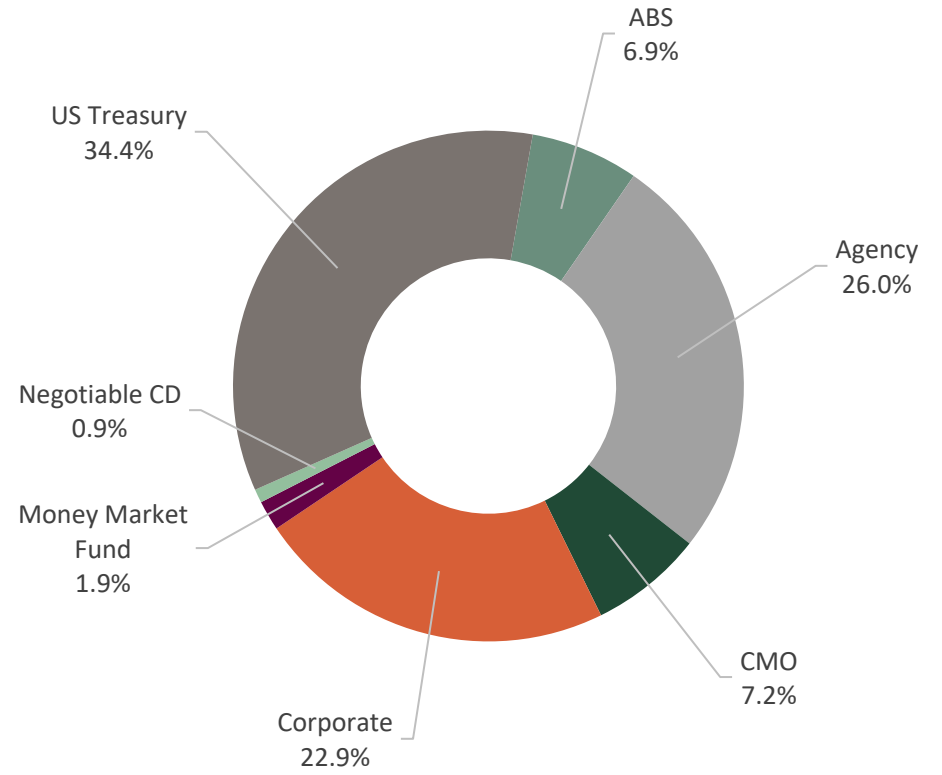
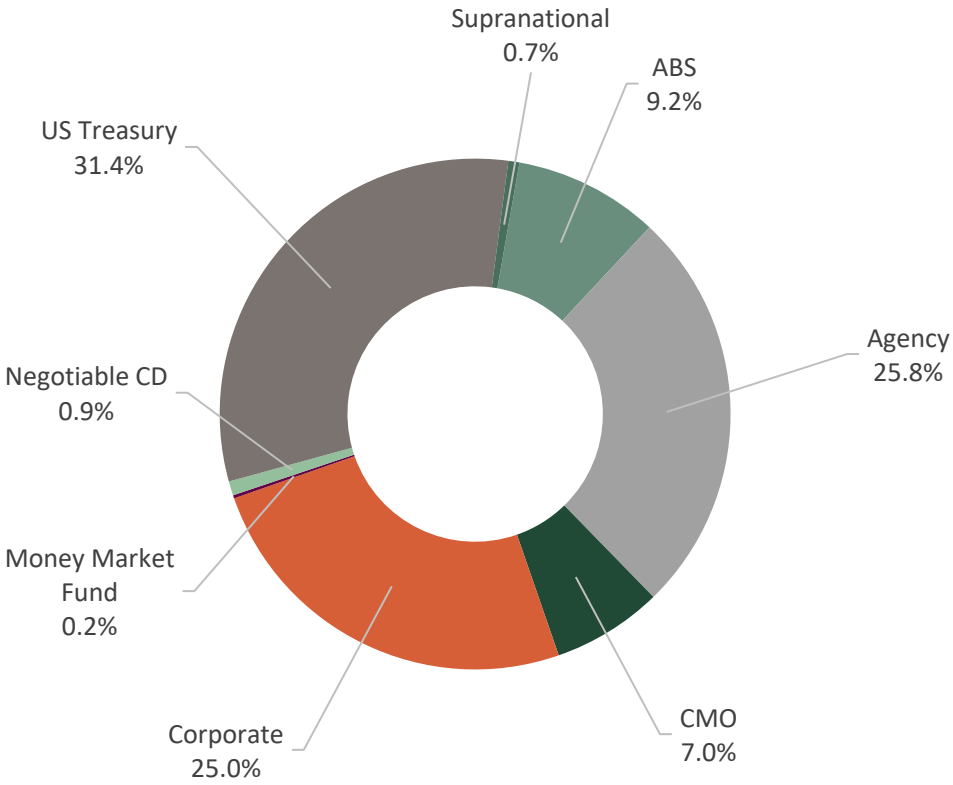
Sector Distribution

As of September 30, 2023

City of San Rafael

September 30, 2023

June 30, 2023



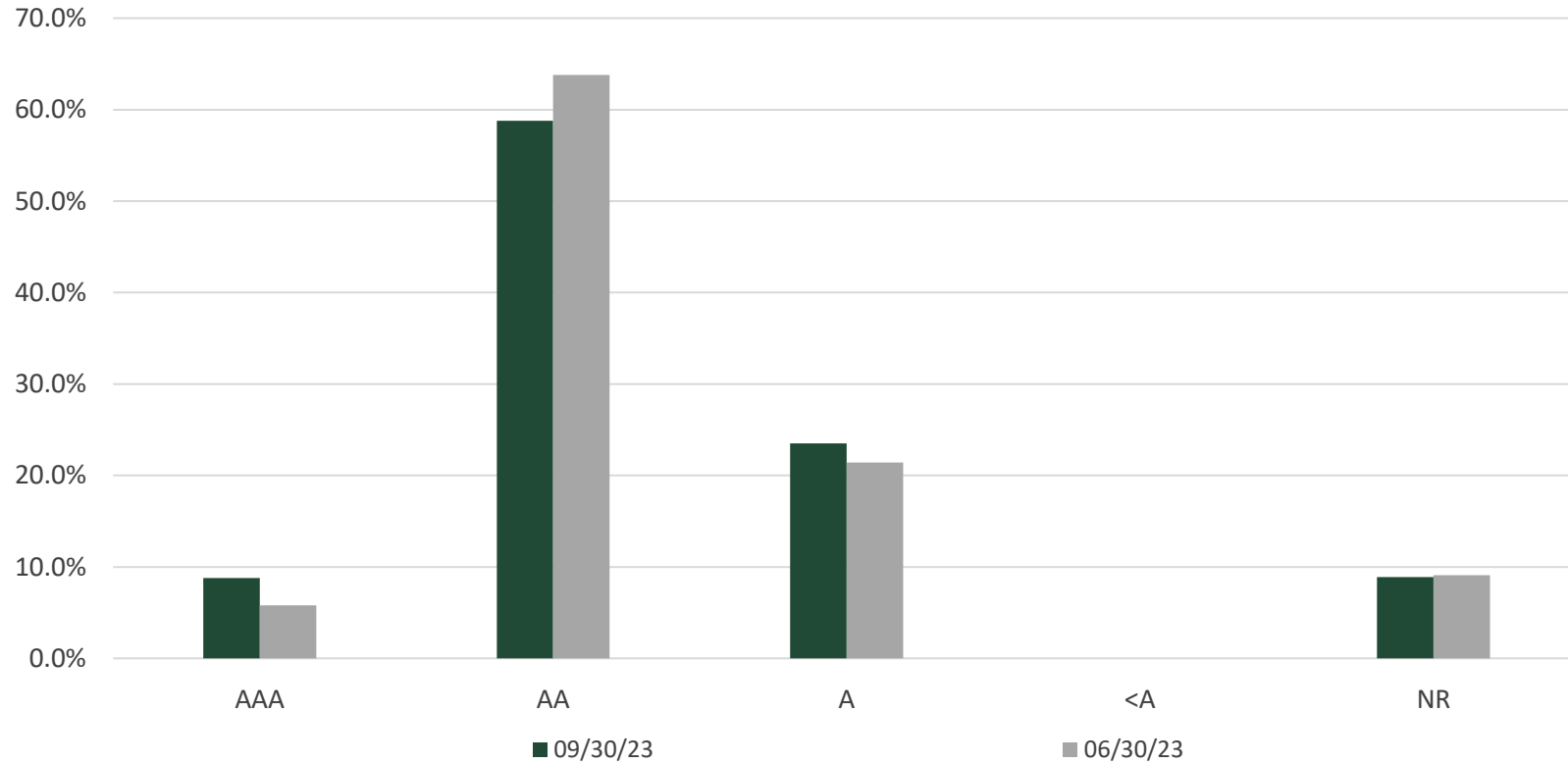
City of San Rafael – Account #11045

Issue Name	Investment Type	% Portfolio
Government of United States	US Treasury	31.38%
Federal Home Loan Bank	Agency	13.72%
Federal Farm Credit Bank	Agency	7.80%
Federal Home Loan Mortgage Corp	CMO	7.00%
Federal National Mortgage Association	Agency	4.23%
American Express ABS	ABS	2.38%
Caterpillar Inc	Corporate	2.25%
PNC Financial Services Group	Corporate	2.00%
John Deere ABS	ABS	1.94%
ChevronTexaco Corp	Corporate	1.48%
Bank of Montreal Chicago	Corporate	1.32%
Paccar Financial	Corporate	1.32%
Toronto Dominion Holdings	Corporate	1.27%
JP Morgan Chase & Co	Corporate	1.26%
Bank of America Corp	Corporate	1.25%
Florida Power and Light	Corporate	1.22%
Royal Bank of Canada	Corporate	1.22%
Deere & Company	Corporate	1.12%
Citigroup Inc	Corporate	1.11%
Pfizer Inc.	Corporate	1.11%
Pepsico Inc	Corporate	1.11%
JP Morgan ABS	ABS	1.10%
Chubb Corporation	Corporate	1.07%
Toyota Motor Corp	Corporate	1.06%
Realty Income Corp	Corporate	1.03%
Morgan Stanley	Corporate	1.02%
Bank of America Credit Card Trust	ABS	0.97%
BMW Vehicle Lease Trust	ABS	0.96%
Westpac Banking Corp NY	Negotiable CD	0.86%
Bank of New York	Corporate	0.78%
Toyota ABS	ABS	0.78%
Public Service El & Gas	Corporate	0.70%
International Finance Corp	Supranational	0.68%
Mercedes-Benz	ABS	0.58%
Merck & Company	Corporate	0.28%
Honda ABS	ABS	0.27%
BMW ABS	ABS	0.20%
First American Treasury MMF Class Y	Money Market Fund	0.17%
TOTAL		100.00%

Quality Distribution

As of September 30, 2023

City of San Rafael September 30, 2023 vs. June 30, 2023



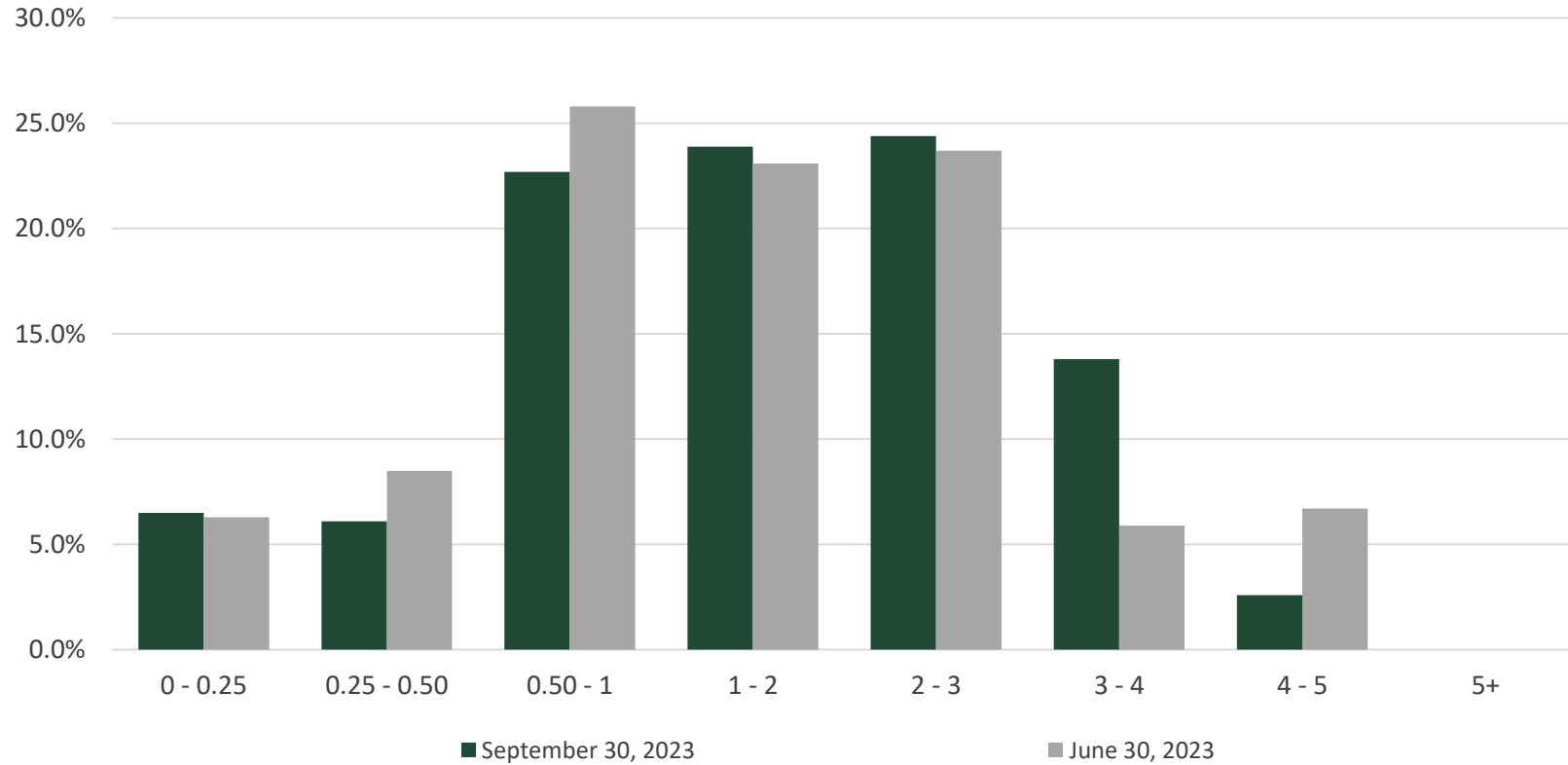
	AAA	AA	A	<A	NR
09/30/23	8.8%	58.8%	23.5%	0.0%	8.9%
06/30/23	5.8%	63.8%	21.4%	0.0%	9.1%

Source: S&P Ratings

Duration Distribution

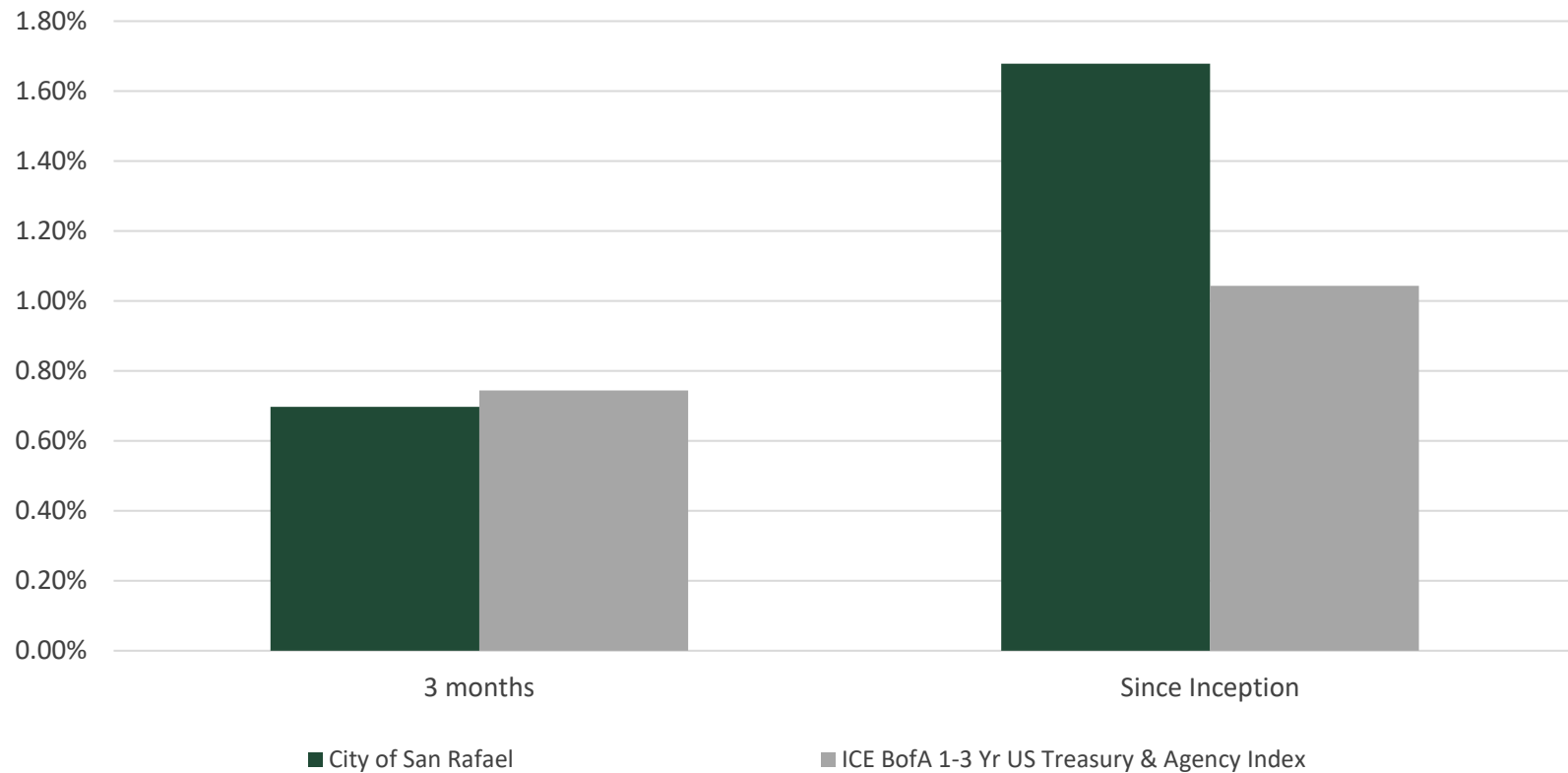
As of September 30, 2023

City of San Rafael
September 30, 2023 vs. June 30, 2023



	0 - 0.25	0.25 - 0.50	0.50 - 1	1 - 2	2 - 3	3 - 4	4 - 5	5+
09/30/23	6.5%	6.1%	22.7%	23.9%	24.4%	13.8%	2.6%	0.0%
06/30/23	6.3%	8.5%	25.8%	23.1%	23.7%	5.9%	6.7%	0.0%

City of San Rafael Total Rate of Return Since Inception January 31, 2023



TOTAL RATE OF RETURN	Latest 3 months	Since Inception
City of San Rafael	0.70%	1.68%
ICE BofA 1-3 Yr US Treasury & Agency Index	0.74%	1.04%

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.

San Rafael Reporting

	09/30/23 Portfolio	06/30/23 Portfolio
Average Maturity (yrs)	0.00	0.00
Modified Duration	0.00	0.00
Average Purchase Yield	3.61%	3.26%
Average Market Yield	3.61%	3.26%
Average Quality*	NR/NR	NR/NR
Total Market Value	51,726,198	51,283,108

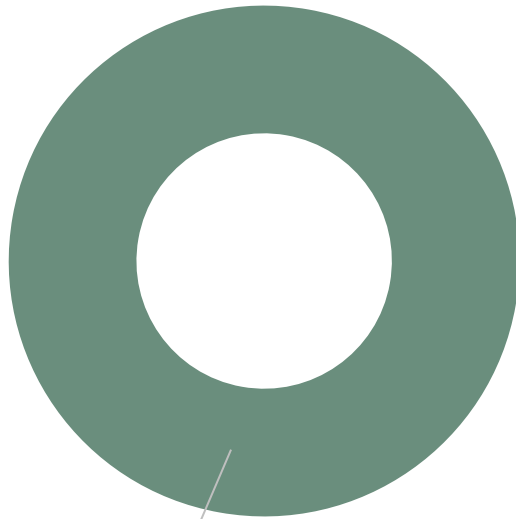
**Portfolio is S&P and Moody's, respectively.*

Sector Distribution

As of September 30, 2023

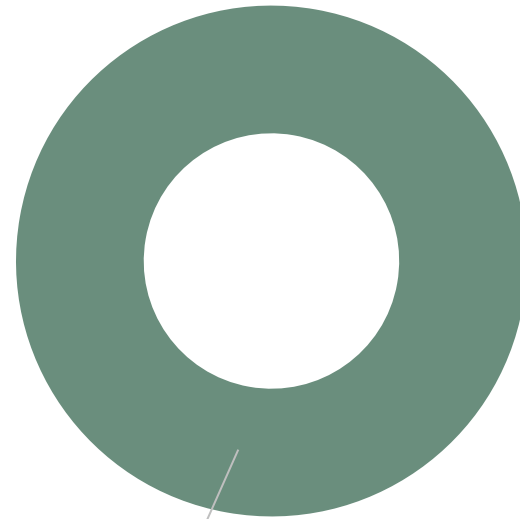
San Rafael Reporting

September 30, 2023



LAIF
100.0%

June 30, 2023



LAIF
100.0%

Portfolio Characteristics

As of September 30, 2023

San Rafael Consolidated

	09/30/23 Portfolio	06/30/23 Portfolio
Average Maturity (yrs)	0.99	0.89
Modified Duration	0.81	0.76
Average Purchase Yield	3.39%	2.97%
Average Market Yield	4.44%	4.14%
Average Quality*	AA/Aa1	AA/Aa1
Total Market Value	96,609,353	95,866,474

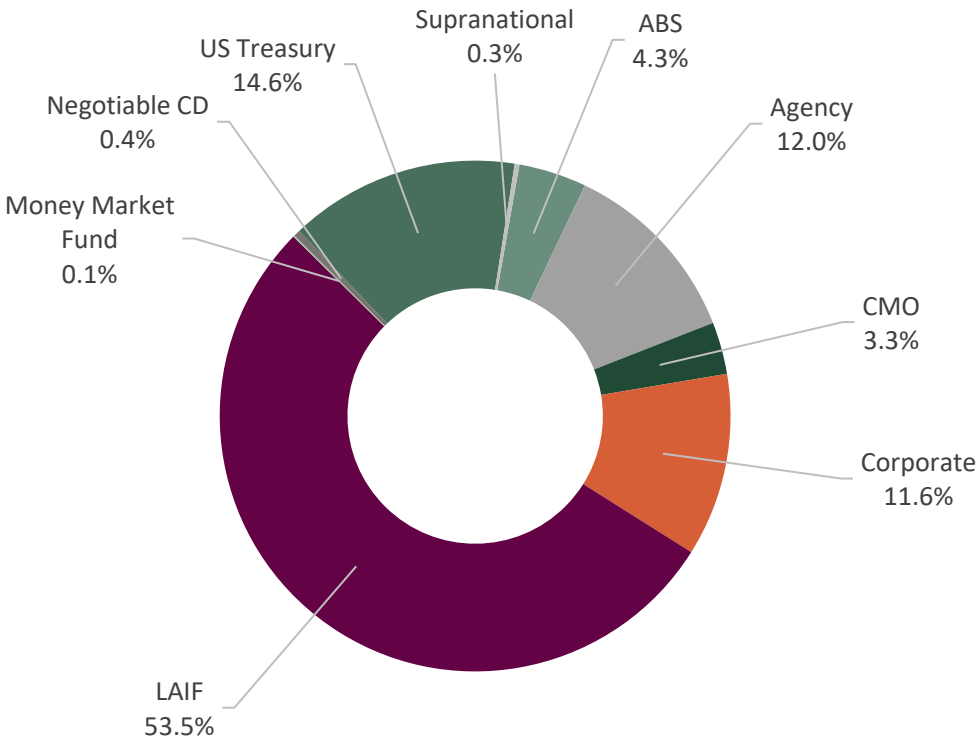
* Portfolio is S&P and Moody's respectively.

Sector Distribution

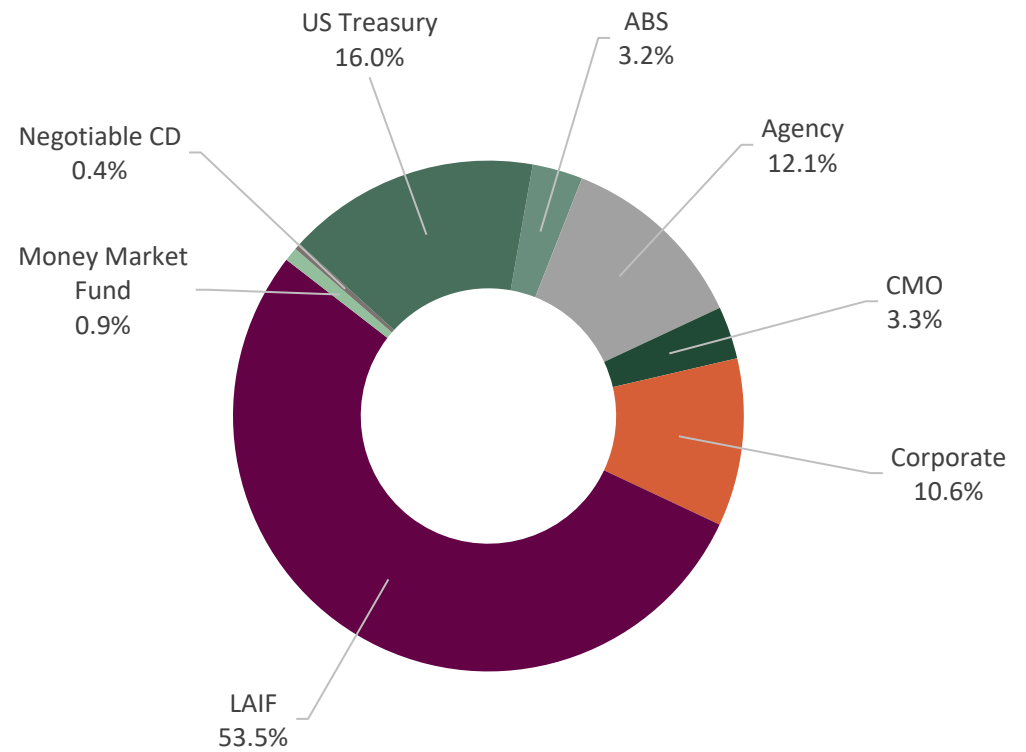
As of September 30, 2023

San Rafael Consolidated

September 30, 2023



June 30, 2023





Section 3 | Portfolio Holdings

Holdings Report

As of September 30, 2023

City of San Rafael - Account #11045

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									
05593AAC3	BMW Vehicle Lease Trust 2023-1 A3 5.160% Due 11/25/2025	435,000.00	Various 5.11%	435,745.64 435,524.56	99.15 6.04%	431,323.38 374.10	0.96% (4,201.18)	Aaa / AAA AAA	2.16 1.03
43815JAC7	Honda Auto Receivables Owner 2023-1 A3 5.040% Due 04/21/2027	120,000.00	02/16/2023 5.10%	119,977.70 119,981.94	98.99 5.69%	118,782.72 168.00	0.27% (1,199.22)	Aaa / NR AAA	3.56 1.72
02582JIT8	American Express Credit Trust 2022-2 A 3.390% Due 05/17/2027	600,000.00	04/17/2023 4.65%	585,632.81 588,764.36	96.51 5.72%	579,041.40 904.00	1.29% (9,722.96)	NR / AAA AAA	3.63 1.53
58768PAC8	Mercedes-Benz Auto Receivables 2022-1 A3 5.210% Due 08/16/2027	260,000.00	02/15/2023 5.02%	261,340.63 261,084.52	99.34 5.76%	258,280.36 602.04	0.58% (2,804.16)	Aaa / AAA NR	3.88 1.35
89239HAD0	Toyota Auto Receivables Owner 2022-D A3 5.300% Due 09/15/2027	350,000.00	02/10/2023 4.82%	354,128.91 353,331.68	99.35 5.74%	347,732.35 824.44	0.78% (5,599.33)	Aaa / NR AAA	3.96 1.72
47800CAC0	John Deere Owner Trust 2023-A A3 5.010% Due 11/15/2027	880,000.00	Various 4.95%	882,243.24 882,016.60	98.83 5.72%	869,724.34 1,959.46	1.94% (12,292.26)	Aaa / NR AAA	4.13 1.79
05592XAD2	BMW Vehicle Owner Trust 2023-A A3 5.470% Due 02/25/2028	90,000.00	07/11/2023 5.54%	89,984.05 89,985.03	99.74 5.67%	89,763.30 82.05	0.20% (221.73)	NR / AAA AAA	4.41 1.88
05522RDF2	Bank of America Credit Card Tr 2022-A2 A2 5.000% Due 04/15/2028	440,000.00	04/18/2023 4.59%	444,812.50 443,972.87	98.96 5.59%	435,420.92 977.78	0.97% (8,551.95)	Aaa / AAA NR	4.55 1.95
161571HT4	Chase Issuance Trust 23-A1 A 5.160% Due 09/15/2028	495,000.00	09/07/2023 5.23%	494,862.79 494,864.79	99.63 5.35%	493,177.41 1,135.20	1.10% (1,687.38)	NR / AAA AAA	4.96 2.66
02582JKD1	American Express Credit Trust 2023-3 A 5.230% Due 09/15/2028	490,000.00	09/12/2023 5.29%	489,978.10 489,978.34	99.80 5.36%	489,033.23 854.23	1.09% (945.11)	NR / AAA AAA	4.96 2.66
TOTAL ABS		4,160,000.00	4.97%	4,158,706.37 4,159,504.69	5.65%	4,112,279.41 7,881.30	9.18% (47,225.28)	Aaa / AAA AAA	4.06 1.87
Agency									
3133EMWV0	FFCB Note 0.350% Due 04/22/2024	1,000,000.00	05/03/2021 0.35%	1,000,000.00 1,000,000.00	97.13 5.61%	971,323.00 1,545.83	2.17% (28,677.00)	Aaa / AA+ AA+	0.56 0.54
3130AMQQ8	FHLB Callable Note Qtrly 12/23/2021 0.350% Due 04/23/2024	1,000,000.00	06/23/2021 0.35%	1,000,000.00 1,000,000.00	97.11 5.63%	971,109.00 952.78	2.17% (28,891.00)	Aaa / AA+ NR	0.56 0.55
3136G46B4	FNMA Callable Note Qtrly 01/26/2024 0.350% Due 04/26/2024	1,200,000.00	10/30/2020 0.36%	1,199,700.00 1,199,951.02	97.07 5.63%	1,164,810.00 1,808.33	2.60% (35,141.02)	Aaa / AA+ AA+	0.57 0.56
3133EMYR7	FFCB Callable Note Cont 5/6/2022 0.375% Due 05/06/2024	1,000,000.00	05/06/2021 0.38%	1,000,000.00 1,000,000.00	96.95 5.62%	969,452.00 1,510.42	2.16% (30,548.00)	Aaa / AA+ AA+	0.60 0.58
3135G0V75	FNMA Note 1.750% Due 07/02/2024	750,000.00	11/05/2019 1.65%	753,426.75 750,554.00	97.24 5.53%	729,271.50 3,244.79	1.63% (21,282.50)	Aaa / AA+ AA+	0.76 0.73

Holdings Report

As of September 30, 2023

City of San Rafael - Account #11045

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
3133EPBF1	FFCB Note 4.875% Due 08/21/2024	1,000,000.00	02/15/2023 4.98%	998,490.00 999,102.83	99.49 5.47%	994,873.00 5,416.67	2.23% (4,229.83)	Aaa / AA+ AA+	0.89 0.86
3130AV7L0	FHLB Note 5.000% Due 02/28/2025	1,100,000.00	03/02/2023 5.07%	1,098,548.00 1,098,970.84	99.50 5.37%	1,094,504.40 5,041.67	2.45% (4,466.44)	Aaa / AA+ NR	1.42 1.34
3130AWER7	FHLB Note 4.625% Due 06/06/2025	775,000.00	06/09/2023 4.67%	774,356.75 774,455.23	99.18 5.14%	768,619.43 10,852.69	1.74% (5,835.80)	Aaa / AA+ NR	1.68 1.58
3130ATH7	FHLB Note 4.375% Due 09/12/2025	1,300,000.00	10/06/2022 4.29%	1,303,159.00 1,302,098.14	98.72 5.07%	1,283,418.50 3,001.74	2.87% (18,679.64)	Aaa / AA+ NR	1.95 1.84
3130ATUC9	FHLB Note 4.500% Due 12/12/2025	1,000,000.00	02/13/2023 4.32%	1,004,720.00 1,003,672.64	98.72 5.12%	987,231.00 13,625.00	2.23% (16,441.64)	Aaa / AA+ NR	2.20 2.04
3130AWGR5	FHLB Note 4.375% Due 06/12/2026	525,000.00	06/28/2023 4.43%	524,165.25 524,237.97	98.59 4.94%	517,588.05 6,380.21	1.17% (6,649.92)	Aaa / AA+ NR	2.70 2.48
3133EPSW6	FFCB Note 4.500% Due 08/14/2026	560,000.00	08/09/2023 4.58%	558,712.00 558,768.41	99.01 4.87%	554,456.56 3,290.00	1.24% (4,311.85)	Aaa / AA+ AA+	2.87 2.65
3130ATUS4	FHLB Note 4.250% Due 12/10/2027	500,000.00	05/15/2023 3.66%	512,310.00 511,292.16	98.25 4.71%	491,267.00 6,552.08	1.11% (20,025.16)	Aaa / AA+ NR	4.20 3.75
TOTAL Agency		11,710,000.00	2.86%	11,727,587.75 11,723,103.24	5.33%	11,497,923.44 63,222.21	25.76% (225,179.80)	Aaa / AA+ AA+	1.43 1.33
CMO									
3137BVZ82	FHLMC K063 3.430% Due 01/25/2027	700,000.00	06/07/2023 4.55%	674,542.97 676,678.82	94.62 5.26%	662,354.70 2,000.83	1.48% (14,324.12)	NR / NR AAA	3.32 2.93
3137F1G44	FHLMC K065 A2 3.243% Due 04/25/2027	450,000.00	06/08/2023 4.42%	431,736.33 433,159.14	93.83 5.18%	422,225.55 1,216.13	0.94% (10,933.59)	NR / NR AAA	3.57 3.20
3137FBBX3	FHLMC K068 A2 3.244% Due 08/25/2027	240,000.00	06/08/2023 4.38%	229,940.63 230,673.43	93.53 5.10%	224,475.60 648.80	0.50% (6,197.83)	Aaa / NR NR	3.90 3.51
3137FBU79	FHLMC K069 A2 3.187% Due 09/25/2027	500,000.00	06/09/2023 4.98%	476,601.56 478,232.27	92.91 5.22%	464,529.00 1,327.92	1.04% (13,703.27)	NR / AAA NR	3.99 3.53
3137FETN0	FHLMC K073 A2 3.350% Due 01/25/2028	670,000.00	05/24/2023 4.34%	643,932.81 645,833.06	93.02 5.19%	623,266.16 374.08	1.39% (22,566.90)	NR / NR AAA	4.32 3.83
3137FG6X8	FHLMC K077 A2 3.850% Due 05/25/2028	780,000.00	05/24/2023 4.65%	765,679.69 766,654.29	94.67 5.16%	738,412.74 500.50	1.65% (28,241.55)	NR / NR AAA	4.65 4.07
TOTAL CMO		3,340,000.00	4.57%	3,222,433.99 3,231,231.01	5.19%	3,135,263.75 6,068.26	7.00% (95,967.26)	Aaa / AAA AAA	4.01 3.54

Holdings Report

As of September 30, 2023

City of San Rafael - Account #11045

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
Corporate									
14912L5X5	Caterpillar Finance Serv Corp Note 3.750% Due 11/24/2023	1,000,000.00	05/05/2021 0.35%	1,086,390.00 1,005,000.06	99.76 5.29%	997,601.00 13,229.17	2.25% (7,399.06)	A2 / A A+	0.15 0.15
89236THU2	Toyota Motor Credit Corp Note 0.450% Due 01/11/2024	480,000.00	09/27/2021 0.51%	479,342.40 479,919.77	98.55 5.69%	473,041.44 480.00	1.06% (6,878.33)	A1 / A+ A+	0.28 0.28
693475AV7	PNC Financial Services Callable Note Cont 12/23/2023 3.500% Due 01/23/2024	900,000.00	07/29/2019 1.99%	957,939.00 904,029.92	99.23 5.95%	893,102.40 5,950.00	2.00% (10,927.52)	A3 / A- A	0.32 0.31
17325FAS7	Citibank Callable Note Cont 12/23/2023 3.650% Due 01/23/2024	500,000.00	05/19/2021 0.53%	541,470.00 504,828.99	99.31 5.84%	496,561.00 3,447.22	1.11% (8,267.99)	Aa3 / A+ A+	0.32 0.31
713448CM8	Pepsico Inc. Callable Note Cont 12/01/2023 3.600% Due 03/01/2024	500,000.00	06/23/2021 0.78%	537,465.00 505,799.06	99.20 5.53%	496,018.00 1,500.00	1.11% (9,781.06)	A1 / A+ NR	0.42 0.41
717081DM2	Pfizer Inc. Note 3.400% Due 05/15/2024	500,000.00	09/27/2021 0.55%	537,160.00 508,777.65	98.56 5.77%	492,818.00 6,422.22	1.11% (15,959.65)	A1 / A+ A	0.62 0.60
166764BW9	Chevron Corp Callable Note Cont 4/11/2025 1.554% Due 05/11/2025	700,000.00	05/12/2022 3.20%	667,380.00 682,483.51	94.09 5.43%	658,606.20 4,230.33	1.48% (23,877.31)	Aa2 / AA- NR	1.61 1.55
78016FZT4	Royal Bank of Canada Note 4.875% Due 01/12/2026	550,000.00	07/19/2023 5.34%	544,197.50 544,658.63	98.14 5.75%	539,770.00 5,883.85	1.22% (4,888.63)	A1 / A AA-	2.29 2.11
46647PBH8	JP Morgan Chase & Co Callable Note Mthly 3/13/2025 2.005% Due 03/13/2026	600,000.00	04/05/2022 4.25%	577,518.00 586,023.01	94.17 6.27%	565,003.20 601.50	1.26% (21,019.81)	A1 / A- AA-	2.45 1.39
69371RS49	Paccar Financial Corp Note 4.450% Due 03/30/2026	600,000.00	03/28/2023 4.47%	599,634.00 599,695.78	98.43 5.13%	590,591.40 74.17	1.32% (9,104.38)	A1 / A+ NR	2.50 2.33
00440EAV9	Chubb INA Holdings Inc Callable Note Cont 2/3/2026 3.350% Due 05/03/2026	500,000.00	03/09/2023 5.09%	475,060.00 479,452.22	94.85 5.51%	474,253.00 6,886.11	1.07% (5,199.22)	A3 / A A	2.59 2.40
341081GR2	Florida Power and Light Callable Note Cont 4/15/2026 4.450% Due 05/15/2026	550,000.00	05/18/2023 4.65%	547,030.00 547,390.00	97.85 5.33%	538,200.85 9,042.15	1.22% (9,189.15)	A1 / A A+	2.62 2.40
24422EWX3	John Deere Capital Corp Note 4.750% Due 06/08/2026	500,000.00	06/05/2023 4.72%	500,470.00 500,420.68	98.66 5.29%	493,284.50 7,454.86	1.12% (7,136.18)	A2 / A A+	2.69 2.45
06406RBQ9	Bank of NY Mellon Corp Callable Note Cont 4/26/2026 4.947% Due 04/26/2027	350,000.00	04/19/2023 5.26%	350,497.00 350,443.25	97.61 5.96%	341,629.75 7,454.85	0.78% (8,813.50)	A1 / A AA-	3.57 2.32

Holdings Report

As of September 30, 2023

City of San Rafael - Account #11045

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
74456QBS4	Public Service El & Gas Callable Note Cont 2/15/2027 3.000% Due 05/15/2027	337,000.00	04/18/2023 4.48%	318,673.94 320,696.47	92.58 5.28%	311,977.75 3,819.33	0.70% (8,718.72)	A1 / A NR	3.62 3.33
89115A2M3	Toronto-Dominion Bank Note 5.156% Due 01/10/2028	575,000.00	07/12/2023 5.29%	571,929.50 572,077.32	97.60 5.80%	561,194.83 6,670.58	1.27% (10,882.49)	A1 / A AA-	4.28 3.74
756109AU8	Realty Income Corp Callable Note Cont 10/15/2027 3.650% Due 01/15/2028	500,000.00	04/10/2023 4.87%	474,240.00 476,787.86	92.12 5.75%	460,580.50 3,852.78	1.03% (16,207.36)	A3 / A- NR	4.30 3.85
06051GGF0	Bank of America Corp Callable Note 1/20/2027 3.824% Due 01/20/2028	600,000.00	07/12/2023 5.91%	567,738.00 569,281.73	92.86 6.24%	557,184.00 4,525.07	1.25% (12,097.73)	A1 / A- AA-	4.31 3.01
06368LGV2	Bank of Montreal Callable Note Cont 1/1/2028 5.203% Due 02/01/2028	600,000.00	09/05/2023 5.48%	593,520.00 593,616.72	97.61 5.83%	585,650.40 5,203.00	1.32% (7,966.32)	A2 / A- AA-	4.34 3.79
58933YBH7	Merck & Co Callable Note Cont 4/17/2028 4.050% Due 05/17/2028	130,000.00	05/08/2023 4.07%	129,894.70 129,902.60	96.23 4.97%	125,094.06 1,959.75	0.28% (4,808.54)	A1 / A+ NR	4.63 4.09
61744YAK4	Morgan Stanley Callable Note 1X 7/22/2027 3.591% Due 07/22/2028	500,000.00	08/10/2023 5.88%	465,070.00 465,999.40	91.24 6.21%	456,190.00 3,441.38	1.02% (9,809.40)	A1 / A- A+	4.81 3.45
TOTAL Corporate		11,472,000.00	3.48%	11,522,619.04 11,327,284.63	5.67%	11,108,352.28 102,128.32	24.98% (218,932.35)	A1 / A A+	2.24 1.88
Money Market Fund									
31846V807	First American Treasury MMF Class Y	74,981.20	Various 4.95%	74,981.20 74,981.20	1.00 4.95%	74,981.20 0.00	0.17% 0.00	Aaa / AA+ AAA	0.00 0.00
TOTAL Money Market Fund		74,981.20	4.95%	74,981.20	4.95%	74,981.20 0.00	0.17% 0.00	Aaa / AA+ AAA	0.00 0.00
Negotiable CD									
96130ASC3	Westpac Banking Corp NY Yankee CD 5.380% Due 02/16/2024	375,000.00	02/16/2023 5.34%	375,141.03 375,053.47	99.86 5.56%	374,471.63 12,721.46	0.86% (581.84)	P-1 / A-1+ F-1	0.38 0.37
TOTAL Negotiable CD		375,000.00	5.34%	375,141.03 375,053.47	5.56%	374,471.63 12,721.46	0.86% (581.84)	Aaa / AAA AA	0.38 0.37

Holdings Report

As of September 30, 2023

City of San Rafael - Account #11045

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
Supranational									
45950KDD9	International Finance Corp Note 4.500% Due 07/13/2028	305,000.00	07/06/2023 4.53%	304,661.45 304,676.27	98.82 4.78%	301,397.65 2,973.75	0.68% (3,278.62)	Aaa / AAA NR	4.79 4.21
TOTAL Supranational		305,000.00	4.53%	304,661.45 304,676.27	4.78%	301,397.65 2,973.75	0.68% (3,278.62)	Aaa / AAA NR	4.79 4.21
US Treasury									
912828U57	US Treasury Note 2.125% Due 11/30/2023	650,000.00	10/31/2019 1.67%	661,529.52 650,463.96	99.45 5.39%	646,451.65 4,641.91	1.45% (4,012.31)	Aaa / AA+ AA+	0.17 0.17
91282CBA8	US Treasury Note 0.125% Due 12/15/2023	1,200,000.00	10/07/2021 0.33%	1,194,566.52 1,199,489.97	98.95 5.22%	1,187,437.20 442.62	2.65% (12,052.77)	Aaa / AA+ AA+	0.21 0.21
91282CBV2	US Treasury Note 0.375% Due 04/15/2024	1,000,000.00	05/03/2021 0.33%	1,001,175.22 1,000,214.77	97.32 5.48%	973,164.00 1,731.56	2.17% (27,050.77)	Aaa / AA+ AA+	0.54 0.53
91282CCC3	US Treasury Note 0.250% Due 05/15/2024	1,000,000.00	05/17/2021 0.35%	996,878.35 999,352.27	96.81 5.51%	968,086.00 944.29	2.16% (31,266.27)	Aaa / AA+ AA+	0.62 0.61
912828D56	US Treasury Note 2.375% Due 08/15/2024	1,000,000.00	12/28/2021 0.91%	1,038,011.16 1,012,617.65	97.36 5.51%	973,555.00 3,033.29	2.18% (39,062.65)	Aaa / AA+ AA+	0.88 0.85
9128282Y5	US Treasury Note 2.125% Due 09/30/2024	1,000,000.00	08/25/2021 0.44%	1,051,800.23 1,016,702.37	96.80 5.46%	967,969.00 58.06	2.16% (48,733.37)	Aaa / AA+ AA+	1.00 0.97
912828YM6	US Treasury Note 1.500% Due 10/31/2024	1,000,000.00	12/28/2021 0.97%	1,014,925.23 1,005,694.02	95.91 5.44%	959,063.00 6,277.17	2.15% (46,631.02)	Aaa / AA+ AA+	1.09 1.04
912828YV6	US Treasury Note 1.500% Due 11/30/2024	700,000.00	09/10/2021 0.48%	722,889.06 708,284.40	95.68 5.37%	669,730.60 3,528.69	1.50% (38,553.80)	Aaa / AA+ AA+	1.17 1.12
91282CAJ0	US Treasury Note 0.250% Due 08/31/2025	1,200,000.00	06/30/2022 3.15%	1,095,937.50 1,137,095.21	91.25 5.10%	1,094,953.20 255.49	2.44% (42,142.01)	Aaa / AA+ AA+	1.92 1.87
91282CAM3	US Treasury Note 0.250% Due 09/30/2025	500,000.00	07/15/2022 3.12%	456,445.31 472,894.35	91.00 5.04%	455,000.00 3.42	1.01% (17,894.35)	Aaa / AA+ AA+	2.00 1.95
9128285N6	US Treasury Note 2.875% Due 11/30/2025	500,000.00	07/15/2022 3.11%	496,212.61 497,572.26	95.66 5.01%	478,320.50 4,830.94	1.08% (19,251.76)	Aaa / AA+ AA+	2.17 2.04
91282CGE5	US Treasury Note 3.875% Due 01/15/2026	1,000,000.00	02/06/2023 4.13%	992,929.69 994,484.76	97.65 4.97%	976,484.00 8,213.32	2.19% (18,000.76)	Aaa / AA+ AA+	2.30 2.14
91282CBQ3	US Treasury Note 0.500% Due 02/28/2026	500,000.00	07/15/2022 3.09%	455,839.84 470,615.48	90.03 4.92%	450,156.50 212.91	1.00% (20,458.98)	Aaa / AA+ AA+	2.42 2.35
91282CBW0	US Treasury Note 0.750% Due 04/30/2026	500,000.00	09/30/2022 4.17%	443,595.43 459,378.36	90.08 4.88%	450,410.00 1,569.29	1.01% (8,968.36)	Aaa / AA+ AA+	2.58 2.49

Holdings Report

As of September 30, 2023

City of San Rafael - Account #11045

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
9128286X3	US Treasury Note 2.125% Due 05/31/2026	500,000.00	09/30/2022 4.14%	465,958.71 475,263.50	93.21 4.87%	466,035.00 3,570.70	1.05% (9,228.50)	Aaa / AA+ AA+	2.67 2.52
91282CCJ8	US Treasury Note 0.875% Due 06/30/2026	500,000.00	09/30/2022 4.15%	443,595.43 458,675.10	89.98 4.81%	449,883.00 1,105.64	1.00% (8,792.10)	Aaa / AA+ AA+	2.75 2.65
91282CHY0	US Treasury Note 4.625% Due 09/15/2026	900,000.00	09/25/2023 4.81%	895,429.69 895,450.75	99.51 4.80%	895,570.20 1,829.67	2.00% 119.45	Aaa / AA+ AA+	2.96 2.73
91282CGC9	US Treasury Note 3.875% Due 12/31/2027	1,000,000.00	02/06/2023 3.84%	1,001,445.31 1,001,254.54	96.92 4.68%	969,180.00 9,792.80	2.18% (32,074.54)	Aaa / AA+ AA+	4.25 3.83
TOTAL US Treasury		14,650,000.00	2.14%	14,429,164.81 14,455,503.72	5.18%	14,031,448.85 52,041.77	31.38% (424,054.87)	Aaa / AA+ AA+	1.64 1.55
TOTAL PORTFOLIO		46,086,981.20	3.14%	45,815,295.64 45,651,338.23	5.39%	44,636,118.21 247,037.07	100.00% (1,015,220.02)	Aa1 / AA AA+	2.13 1.75
TOTAL MARKET VALUE PLUS ACCRUALS						44,883,155.28			

Holdings Report

As of September 30, 2023

San Rafael Reporting - Account #11046

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	51,292,953.97	Various 3.61%	51,292,953.97 51,292,953.97	1.00 3.61%	51,292,953.97 433,243.56	100.00% 0.00	NR / NR NR	0.00 0.00
TOTAL LAIF		51,292,953.97	3.61%	51,292,953.97	3.61%	433,243.56	0.00	NR	0.00
TOTAL PORTFOLIO		51,292,953.97	3.61%	51,292,953.97	3.61%	433,243.56	0.00	NR	0.00
TOTAL MARKET VALUE PLUS ACCRUALS						51,726,197.53			



Section 4 | Transactions

Transaction Ledger

As of September 30, 2023

City of San Rafael - Account #11045

June 30, 2023 through September 30, 2023

Transaction Type	Settlement Date	CUSIP	Quantity	Security Description	Price	Acq/Disp Yield	Amount	Interest Pur/Sold	Total Amount	Gain/Loss
ACQUISITIONS										
Purchase	07/13/2023	45950KDD9	305,000.00	International Finance Corp Note 4.5% Due: 07/13/2028	99.889	4.53%	304,661.45	0.00	304,661.45	0.00
Purchase	07/14/2023	06051GGF0	600,000.00	Bank of America Corp Callable Note 1/20/2027 3.824% Due: 01/20/2028	94.623	5.91%	567,738.00	11,089.60	578,827.60	0.00
Purchase	07/14/2023	89115A2M3	575,000.00	Toronto-Dominion Bank Note 5.156% Due: 01/10/2028	99.466	5.29%	571,929.50	329.41	572,258.91	0.00
Purchase	07/18/2023	05592XAD2	90,000.00	BMW Vehicle Owner Trust 2023-A A3 5.47% Due: 02/25/2028	99.982	5.54%	89,984.05	0.00	89,984.05	0.00
Purchase	07/21/2023	78016FZT4	550,000.00	Royal Bank of Canada Note 4.875% Due: 01/12/2026	98.945	5.34%	544,197.50	670.31	544,867.81	0.00
Purchase	08/14/2023	3133EPSW6	560,000.00	FFCB Note 4.5% Due: 08/14/2026	99.770	4.58%	558,712.00	0.00	558,712.00	0.00
Purchase	08/14/2023	61744YAK4	500,000.00	Morgan Stanley Callable Note 1X 7/22/2027 3.591% Due: 07/22/2028	93.014	5.88%	465,070.00	1,097.25	466,167.25	0.00
Purchase	09/07/2023	06368LGV2	600,000.00	Bank of Montreal Callable Note Cont 1/1/2028 5.203% Due: 02/01/2028	98.920	5.48%	593,520.00	3,121.80	596,641.80	0.00
Purchase	09/15/2023	161571HT4	495,000.00	Chase Issuance Trust 23-A1 A 5.16% Due: 09/15/2028	99.972	5.23%	494,862.79	0.00	494,862.79	0.00
Purchase	09/19/2023	02582JKD1	490,000.00	American Express Credit Trust 2023-3 A 5.23% Due: 09/15/2028	99.996	5.29%	489,978.10	0.00	489,978.10	0.00
Purchase	09/26/2023	91282CHY0	900,000.00	US Treasury Note 4.625% Due: 09/15/2026	99.492	4.81%	895,429.69	1,257.90	896,687.59	0.00
Subtotal			5,665,000.00				5,576,083.08	17,566.27	5,593,649.35	0.00
TOTAL ACQUISITIONS			5,665,000.00				5,576,083.08	17,566.27	5,593,649.35	0.00

Transaction Ledger

As of September 30, 2023

City of San Rafael - Account #11045

June 30, 2023 through September 30, 2023

Transaction Type	Settlement Date	CUSIP	Quantity	Security Description	Price	Acq/Disp Yield	Amount	Interest Pur/Sold	Total Amount	Gain/Loss
DISPOSITIONS										
Sale	07/13/2023	9128282D1	1,250,000.00	US Treasury Note 1.375% Due: 08/31/2023	99.477	5.31%	1,243,457.03	6,305.20	1,249,762.23	-7,813.39
Sale	08/14/2023	91159HHV5	1,000,000.00	US Bancorp Callable Note Cont 1/5/2024 3.375% Due: 02/05/2024	98.793	5.98%	987,930.00	843.75	988,773.75	-25,821.49
Sale	09/12/2023	91282CAW1	1,000,000.00	US Treasury Note 0.25% Due: 11/15/2023	99.141	5.23%	991,406.25	815.22	992,221.47	-8,602.08
Sale	09/26/2023	3135G0V34	600,000.00	FNMA Note 2.5% Due: 02/05/2024	98.910	5.58%	593,460.00	2,125.00	595,585.00	-8,333.41
Subtotal			3,850,000.00				3,816,253.28	10,089.17	3,826,342.45	-50,570.37
Maturity	08/25/2023	89236THA6	700,000.00	Toyota Motor Credit Corp Note 1.35% Due: 08/25/2023	100.000		700,000.00	0.00	700,000.00	0.00
Subtotal			700,000.00				700,000.00	0.00	700,000.00	0.00
TOTAL DISPOSITIONS			4,550,000.00				4,516,253.28	10,089.17	4,526,342.45	-50,570.37

Transaction Ledger

As of September 30, 2023

San Rafael Reporting - Account #11046

June 30, 2023 through September 30, 2023

Transaction Type	Settlement Date	CUSIP	Quantity	Security Description	Price	Acq/Disp Yield	Amount	Interest Pur/Sold	Total Amount	Gain/Loss
ACQUISITIONS										
Purchase	07/15/2023	90LAIF\$00	369,116.37	Local Agency Investment Fund State Pool	1.000	3.26%	369,116.37	0.00	369,116.37	0.00
Subtotal			369,116.37				369,116.37	0.00	369,116.37	0.00
TOTAL ACQUISITIONS			369,116.37				369,116.37	0.00	369,116.37	0.00
DISPOSITIONS										
Security Withdrawal	07/15/2023	90LAIF\$00	6,158.18	Local Agency Investment Fund State Pool	1.000		6,158.18	0.00	6,158.18	0.00
Subtotal			6,158.18				6,158.18	0.00	6,158.18	0.00
TOTAL DISPOSITIONS			6,158.18				6,158.18	0.00	6,158.18	0.00

Important Disclosures

As of September 30, 2023

2023 Chandler Asset Management, Inc, An Independent Registered Investment Adviser.

Information contained herein is confidential. Prices are provided by ICE Data Services Inc ("IDS"), an independent pricing source. In the event IDS 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.

Your qualified custodian bank maintains control of all assets reflected in this statement and we urge you to compare this statement to the one you receive from your qualified custodian. Chandler does not have any authority to withdraw or deposit funds from/to the custodian account.

ICE BofA 1-3 Yr US Treasury & Agency Index

The ICE BofA 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.