

City of Fort Walton Beach, Florida



Investment Performance Review Quarter Ended September 30, 2016

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Tab I

- Market Update

Tab II

- Executive Summary
- Investment Portfolio
- Short Term Portfolio

Tab III

- Asset Allocation Chart
- Important Disclosures

Tab I

Summary

- The volatile effects of Britain's Brexit vote to leave the European Union (EU) quickly dissipated at the beginning of the third quarter as investors concluded that any effects could take up to two years to play out. Investors turned their focus back to fundamental economic factors, such as growth, inflation, and the timing of future rate hikes by the Federal Reserve (Fed).
- The Fed left rates unchanged at its third quarter meetings and lowered rate expectations in September. Given the upcoming U.S. presidential election, the market expects no action at the Fed's November meeting, but holds roughly a 60% chance of a rate hike in December.
- Other central banks continued to implement accommodative monetary policy. The European Central Bank (ECB) kept its benchmark interest rate near 0% and continued its 80-billion-euro monthly bond-buying program. Meanwhile, the Bank of Japan (BoJ) introduced two policies: one keeps 10-year Japanese government bond yields near zero percent; the other expands money supply until inflation remains above the 2% target. The Bank of England (BoE) joined the easing by cutting its interest rate to 0.25% from 0.50% and enacting a bond purchase program to the tune of 10 billion pounds a month.

Economic Snapshot

- The U.S. economy continued to grow at a slow but steady pace. Consumers drove growth in the first half of the year, while business investment lagged. The labor market remained strong, with the unemployment rate remaining below 5% throughout most of the third quarter. The housing market was arguably the economy's strongest sector as home sales rose to levels not seen since before the 2008 financial crisis.
- U.S. gross domestic product (GDP) grew at a 1.4% rate in the second quarter, a modest rebound from the first quarter's 0.8% rate. Consumer spending drove growth in the second quarter, contributing the most to GDP since 2014, while weakness in business investment detracted the most since 2009. Economic growth is expected to rebound in the third quarter to between 2.5% and 3%.
- The unemployment rate ticked up to 5.0% by the end of the third quarter, as the pace of hiring aligned with the pace of economic growth. September's modest addition of 156,000 jobs rounded out a quarter that added 575,000 jobs, the most jobs added since the first quarter of 2016.

Weekly unemployment filings continued to fall to levels not seen since the early 1970s, while job openings reached record levels. Both were positive indications of labor market strength.

- Inflation pressures firmed slightly over the third quarter as the personal consumption expenditure (PCE) price index, the Fed's favored inflation metric, rose 1.7% for the year ended August 31. Housing and medical costs continued to rise. Average hourly earnings, an important measure of wages in the manufacturing sector, grew 2.6% over the 12 months ended September, the 19th consecutive month of greater than 2% year-over-year (YoY) growth.

Interest Rates

- Interest rates rose significantly in the third quarter, reversing second-quarter declines spurred by Brexit. Short-term yields led the rise, as expectations rebounded for a Fed rate hike this year, slightly flattening the yield curve. The two-year Treasury yield climbed 18 basis points (bps), while the yield on the 10-year Treasury rose 12 bps.
- In the money market space, shorter-term Treasury yields rebounded from their second-quarter compression. Short-term credit instruments, like commercial paper and negotiable bank certificates of deposit (CDs), continued to offer significant added income as yields remained elevated ahead of the Securities and Exchange Commission's money market reform effective October 14.

Sector Performance

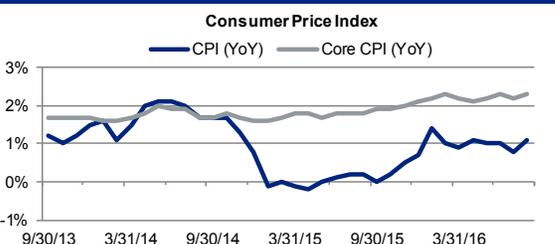
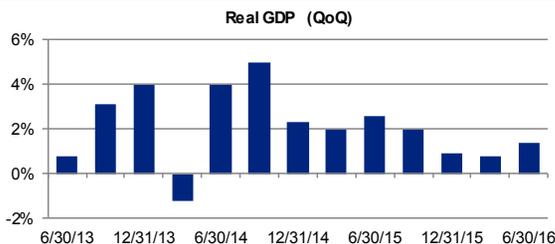
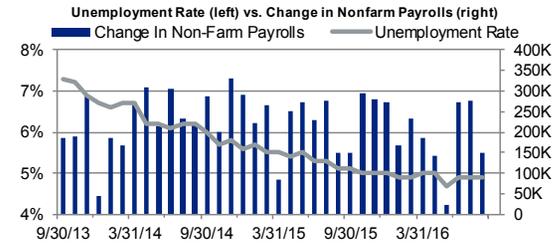
- Returns declined for U.S. Treasury indexes for the third quarter as yields rose, decreasing market values. The declines offset second quarter gains. Shorter maturity issues outperformed longer maturities.
- Non-callable federal agency spreads drifted tighter during the quarter, leading to the sector's modest outperformance relative to comparable-maturity Treasuries.
- Corporate yield spreads tightened throughout most of the third quarter, reaching their lowest levels of the year, as Brexit fears abated and investors' search for yield continued. The sector once again outperformed Treasuries.
- Mortgage-backed (MBS) and asset-backed securities (ABS) outperformed Treasuries for the first quarter this year as rising interest rates decreased prepayment risk.

Economic Snapshot

Labor Market	Latest	Jun 2016	Sep 2015	
Unemployment Rate	Aug'16	4.9%	4.9%	5.1%
Change In Non-Farm Payrolls	Aug'16	151,000	271,000	149,000
Average Hourly Earnings (YoY)	Aug'16	2.4%	2.6%	2.4%
Personal Income (YoY)	Aug'16	3.1%	3.1%	4.0%
Initial Jobless Claims (week)	9/23/16	254,000	270,000	277,000

Growth	Latest	Jun 2016	Sep 2015	
Real GDP (QoQ SAAR)	2016Q2	1.4%	0.8% ¹	2.6% ²
GDP Personal Consumption (QoQ SAAR)	2016Q2	4.3%	1.6% ¹	2.9% ²
Retail Sales (YoY)	Aug'16	1.9%	2.8%	2.1%
ISM Manufacturing Survey (month)	Aug'16	49.4	53.2	50.0
Existing Home Sales SAAR (month)	Aug'16	5.33 mil.	5.57 mil.	5.44 mil.

Inflation / Prices	Latest	Jun 2016	Sep 2015	
Personal Consumption Expenditures (YoY)	Aug'16	1.0%	0.9%	0.2%
Consumer Price Index (YoY)	Aug'16	1.1%	1.0%	0.0%
Consumer Price Index Core (YoY)	Aug'16	2.3%	2.3%	1.9%
Crude Oil Futures (WTI, per barrel)	Sep 30	\$48.24	\$48.33	\$45.09
Gold Futures (oz.)	Sep 30	\$1,313	\$1,321	\$1,116



1. Data as of Fourth Quarter 2015

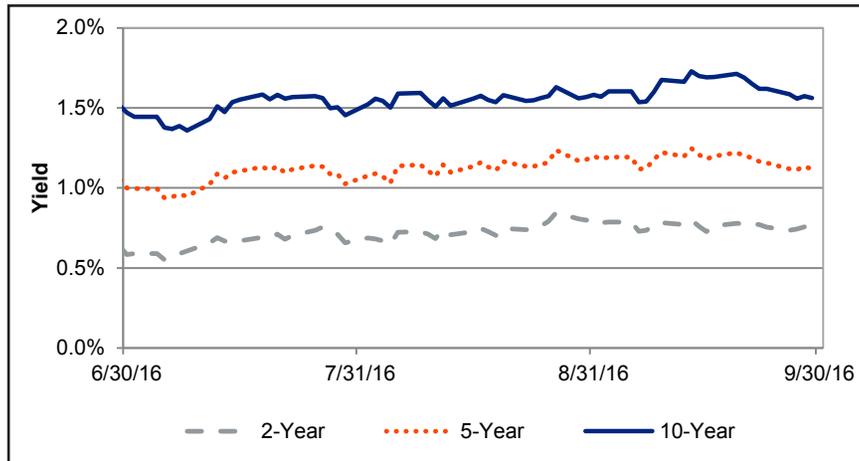
2. Data as of First Quarter 2015

Note: YoY = year over year, QoQ = quarter over quarter, SAAR = seasonally adjusted annual rate, WTI = West Texas Intermediate crude oil

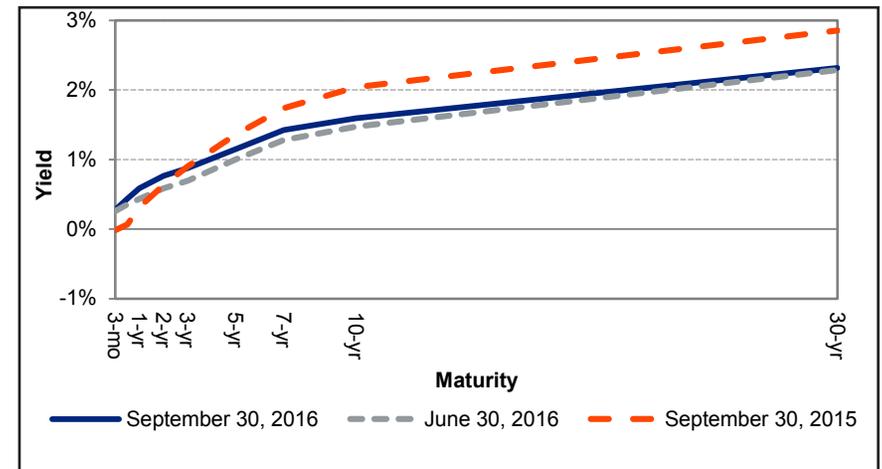
Source: Bloomberg

Interest Rate Overview

U.S. Treasury Note Yields



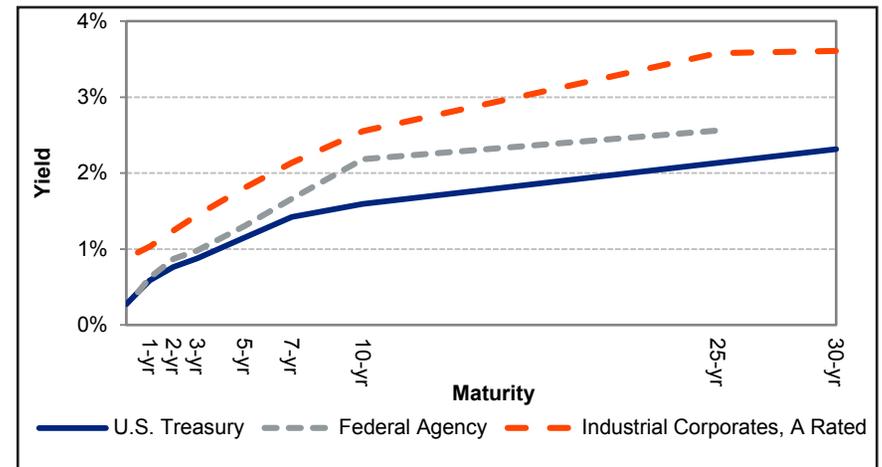
U.S. Treasury Yield Curve



U.S. Treasury Yields

Maturity	9/30/16	6/30/16	Change over Quarter	9/30/15	Change over Year
3-month	0.28%	0.26%	0.02%	(0.02%)	0.30%
1-year	0.59%	0.44%	0.15%	0.31%	0.28%
2-year	0.76%	0.58%	0.18%	0.63%	0.13%
5-year	1.15%	1.00%	0.15%	1.36%	(0.21%)
10-year	1.60%	1.47%	0.13%	2.04%	(0.44%)
30-year	2.32%	2.29%	0.03%	2.85%	(0.53%)

Yield Curves as of 9/30/2016



Source: Bloomberg

QUARTERLY MARKET SUMMARY

BofA Merrill Lynch Index Returns

	As of 9/30/16		Returns for Periods ended 9/30/16		
	Duration	Yield	3 Month	1 Year	3 Years
1-3 Year Indices					
U.S. Treasury	1.90	0.78%	(0.11%)	0.88%	0.85%
Federal Agency	1.69	0.90%	0.03%	0.94%	0.95%
U.S. Corporates, A-AAA rated	1.90	1.48%	0.17%	2.04%	1.60%
Agency MBS (0 to 3 years)	2.22	1.40%	0.29%	2.43%	1.67%
Taxable Municipals	1.99	1.95%	0.56%	3.44%	2.71%
1-5 Year Indices					
U.S. Treasury	2.73	0.90%	(0.19%)	1.52%	1.43%
Federal Agency	2.14	0.98%	0.00%	1.36%	1.41%
U.S. Corporates, A-AAA rated	2.76	1.66%	0.30%	3.01%	2.44%
Agency MBS (0 to 5 years)	3.29	1.81%	0.61%	3.29%	2.91%
Taxable Municipals	2.64	1.90%	0.52%	4.16%	3.64%
Master Indices (Maturities 1 Year or Greater)					
U.S. Treasury	6.59	1.28%	(0.33%)	4.33%	3.70%
Federal Agency	3.90	1.27%	0.13%	2.98%	2.82%
U.S. Corporates, A-AAA rated	7.16	2.46%	0.89%	7.52%	5.38%
Agency MBS (0 to 30 years)	3.49	1.90%	0.61%	3.66%	3.57%
Taxable Municipals	4.09	2.43%	0.09%	5.53%	5.19%

Returns for periods greater than one year are annualized.

Source: BofA Merrill Lynch Indices

Disclosures

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Tab II

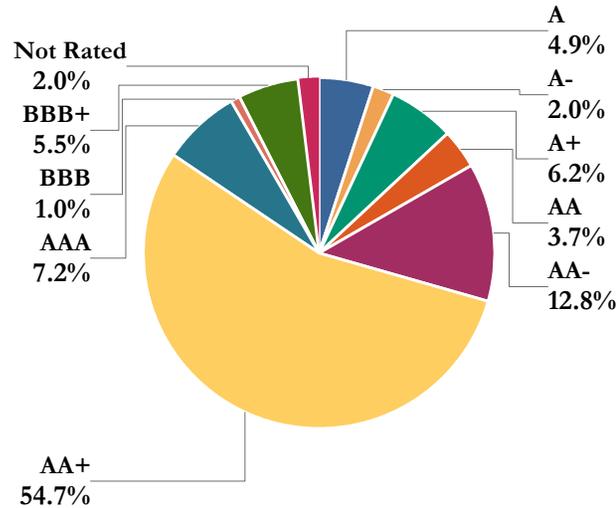
- The Portfolios are of high credit quality and invested in U.S. Treasury, Federal Agency/GSE, municipal obligations, asset backed securities, corporate notes and commercial paper securities.
- The Investment Portfolio's quarterly total return performance of -0.08% outperformed the benchmark performance of -0.19% by 0.11%.
- PFM continued to actively manage the Portfolio during the third quarter and found value in the market, taking advantage of market inefficiencies or changes in economic outlook. As a result, the Portfolio realized \$36,647.06 in gains on sales (based on amortized cost) during the quarter. PFM is continually in the market monitoring for opportunities to add value to the Portfolio.
- The Short Term Portfolio's quarter ending yield to maturity at cost of 0.82% outperformed the benchmark's yield of 0.43% by 0.39%.
- Yields drifted modestly higher during the third quarter as early-quarter Brexit fears faded and U.S. economic data rebounded, bringing the Fed closer to an eventual rate hike, perhaps in December.
- We sought to generally maintain portfolio durations and maturity distributions comparable to those of benchmarks to reduce potential performance mismatches given the uncertain rate environment.
- We will continue to monitor incoming economic data to assess and confirm the prospect for a Fed rate hike by year-end. In the near-term, the upcoming U.S. Presidential election could be a source of market volatility.
- PFM will continue to navigate the market environment with a keen focus on relative value sector analysis, prudent duration management, and efficient yield curve placement. While producing strong investment returns remains a priority, it is secondary to maintaining safety and liquidity, particularly in the current environment where we expect yields to trend higher.

Portfolio Statistics

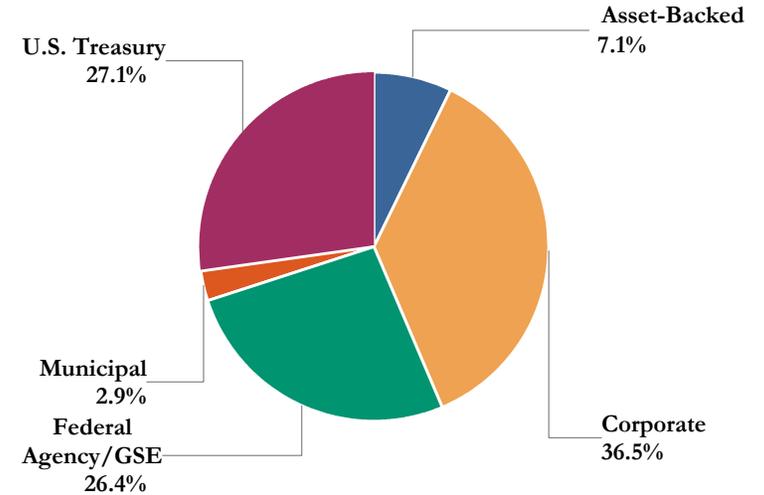
As of September 30, 2016

Par Value:	16,550,000
Total Market Value:	16,860,182
Security Market Value:	16,779,941
Accrued Interest:	61,674
Cash:	18,567
PFM	-
Amortized Cost:	16,636,478
Yield at Market:	1.18%
Yield at Cost:	1.53%
Effective Duration:	2.66 Years
Duration to Worst:	2.74 Years
Average Maturity:	2.88 Years
Average Credit: **	AA

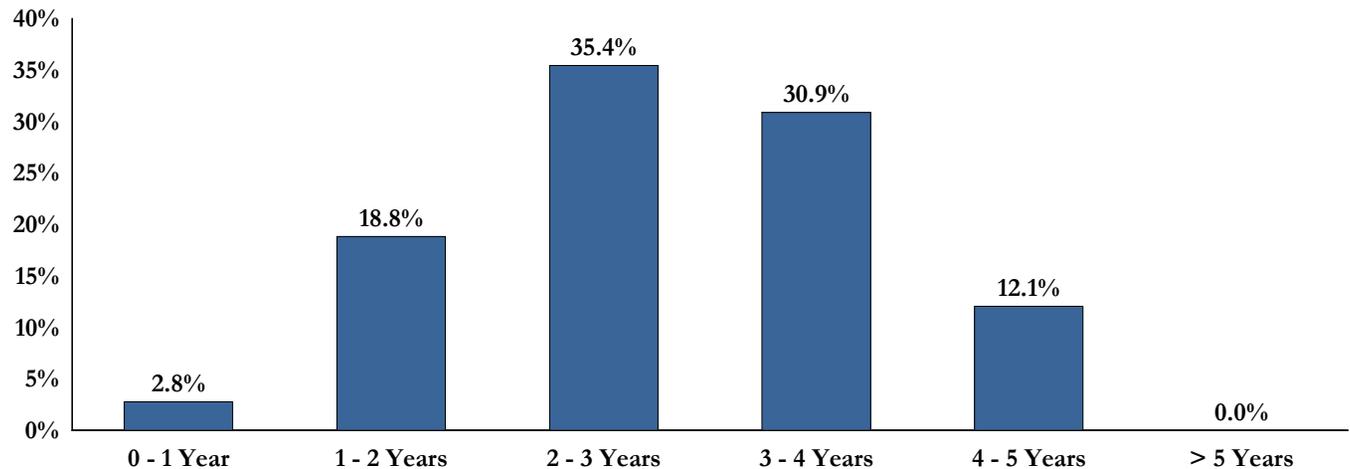
Credit Quality (S&P Ratings)



Sector Allocation



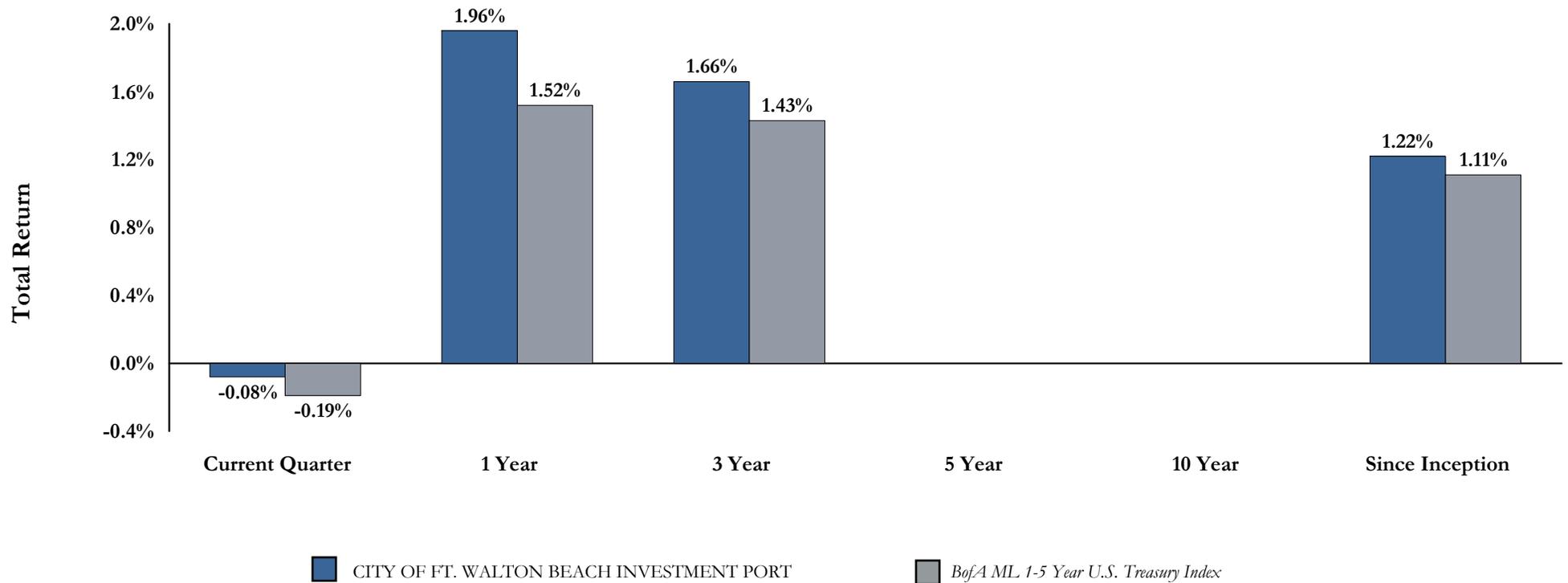
Maturity Distribution



** An average of each security's credit rating assigned a numeric value and adjusted for its relative weighting in the portfolio.

Portfolio Performance (Total Return)

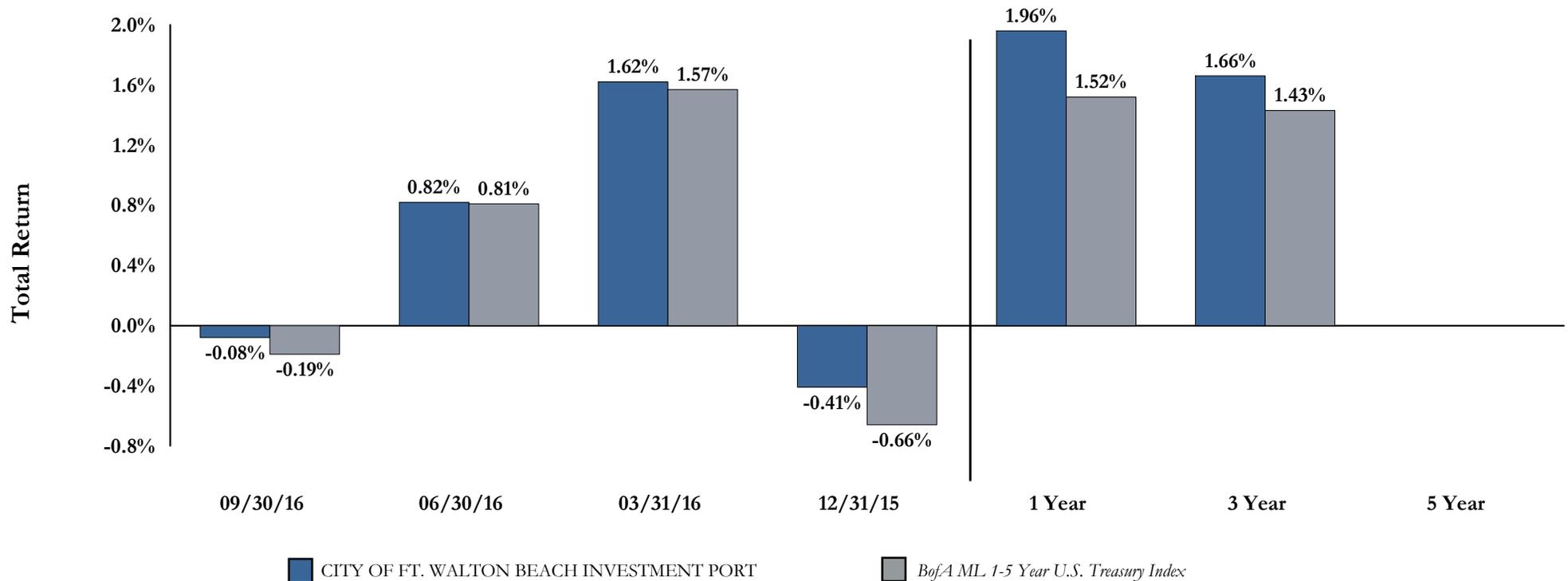
Portfolio/Benchmark	Effective Duration	Current Quarter	1 Year	Annualized Return			Since Inception (06/30/12) **
				3 Year	5 Year	10 Year	
CITY OF FT. WALTON BEACH INVESTMENT PORT	2.66	-0.08%	1.96%	1.66%	-	-	1.22%
<i>BofA ML 1-5 Year U.S. Treasury Index</i>	2.66	-0.19%	1.52%	1.43%	-	-	1.11%
Difference		0.11%	0.44%	0.23%	-	-	0.11%



Portfolio performance is gross of fees unless otherwise indicated. **Since Inception performance is not shown for periods less than one year.

Portfolio Performance (Total Return)

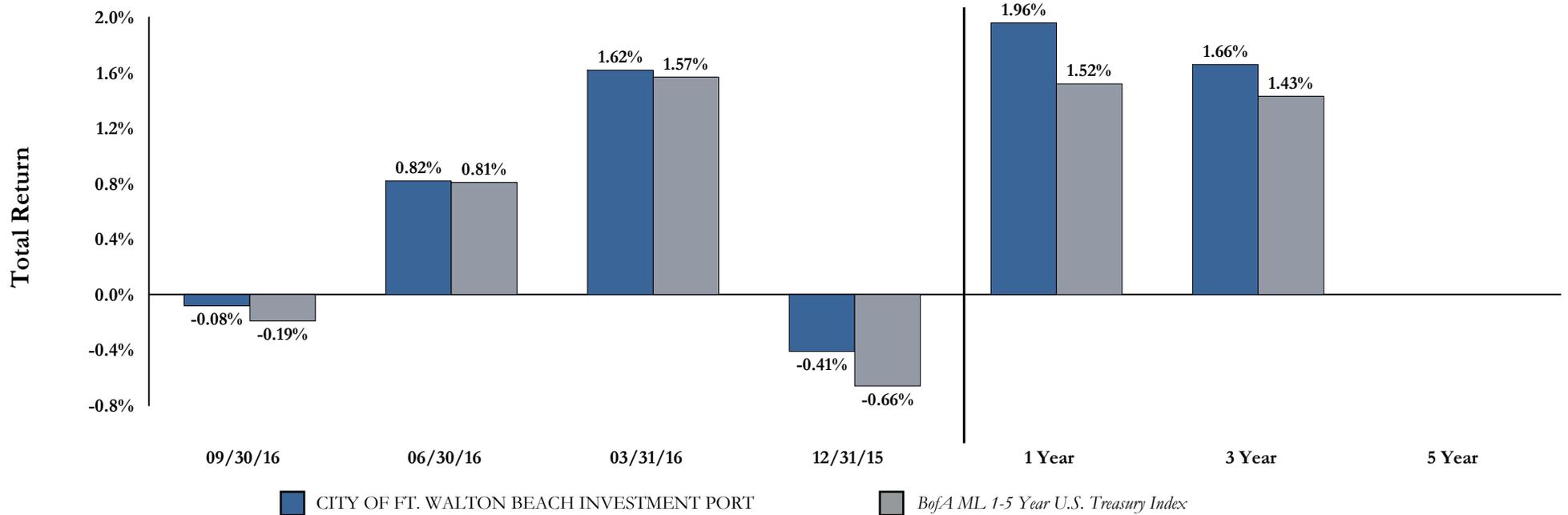
Portfolio/Benchmark	Effective Duration	Quarter Ended				1 Year	Annualized Return	
		09/30/16	06/30/16	03/31/16	12/31/15		3 Year	5 Year
CITY OF FT. WALTON BEACH INVESTMENT PORT	2.66	-0.08%	0.82%	1.62%	-0.41%	1.96%	1.66%	-
<i>BofA ML 1-5 Year U.S. Treasury Index</i>	2.66	-0.19%	0.81%	1.57%	-0.66%	1.52%	1.43%	-
Difference		0.11%	0.01%	0.05%	0.25%	0.44%	0.23%	-



Portfolio performance is gross of fees unless otherwise indicated.

Portfolio Performance (Total Return)

Portfolio/Benchmark	Effective Duration	Quarter Ended				1 Year	Annualized Return	
		09/30/16	06/30/16	03/31/16	12/31/15		3 Year	5 Year
CITY OF FT. WALTON BEACH INVESTMENT PORT	2.66	-0.08%	0.82%	1.62%	-0.41%	1.96%	1.66%	-
<i>Net of Fees **</i>	-	-0.10%	0.80%	1.60%	-0.43%	1.86%	1.56%	-
<i>BofA ML 1-5 Year U.S. Treasury Index</i>	2.66	-0.19%	0.81%	1.57%	-0.66%	1.52%	1.43%	-
Difference (Gross)		0.11%	0.01%	0.05%	0.25%	0.44%	0.23%	-
Difference (Net)		0.09%	-0.01%	0.03%	0.23%	0.34%	0.13%	-



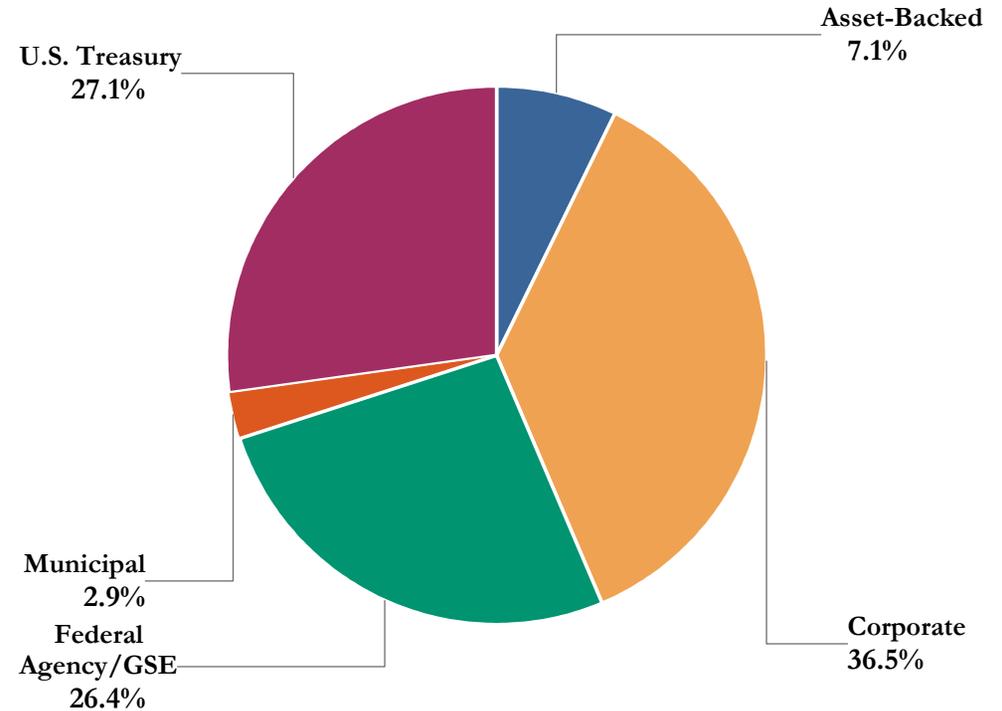
Portfolio performance is gross of fees unless otherwise indicated. ** Fees were calculated based on average assets during the period at the contractual rate.

Portfolio Earnings
Quarter-Ended September 30, 2016

	<u>Market Value Basis</u>	<u>Accrual (Amortized Cost) Basis</u>
Beginning Value (06/30/2016)	\$16,761,244.95	\$16,504,828.13
Net Purchases/Sales	\$101,065.17	\$101,065.17
Change in Value	(\$82,369.25)	\$30,584.31
Ending Value (09/30/2016)	\$16,779,940.87	\$16,636,477.61
Interest Earned	\$69,898.60	\$69,898.60
Portfolio Earnings	(\$12,470.65)	\$100,482.91

Sector Allocation
As of September 30, 2016

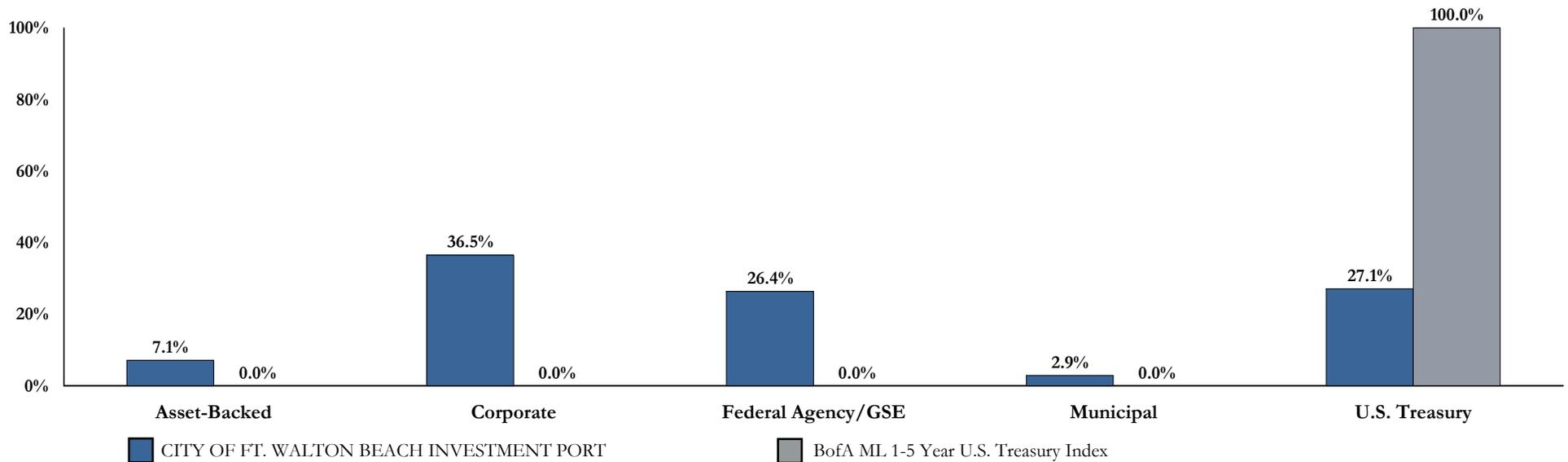
Sector	Market Value (\$)	% of Portfolio
Corporate	6,121,750	36.5%
U.S. Treasury	4,545,471	27.1%
Federal Agency/GSE	4,434,790	26.4%
Asset-Backed	1,191,468	7.1%
Municipal	486,463	2.9%
Total	16,779,941	100.0%



Detail may not add to total due to rounding.

Sector Allocation
As of September 30, 2016

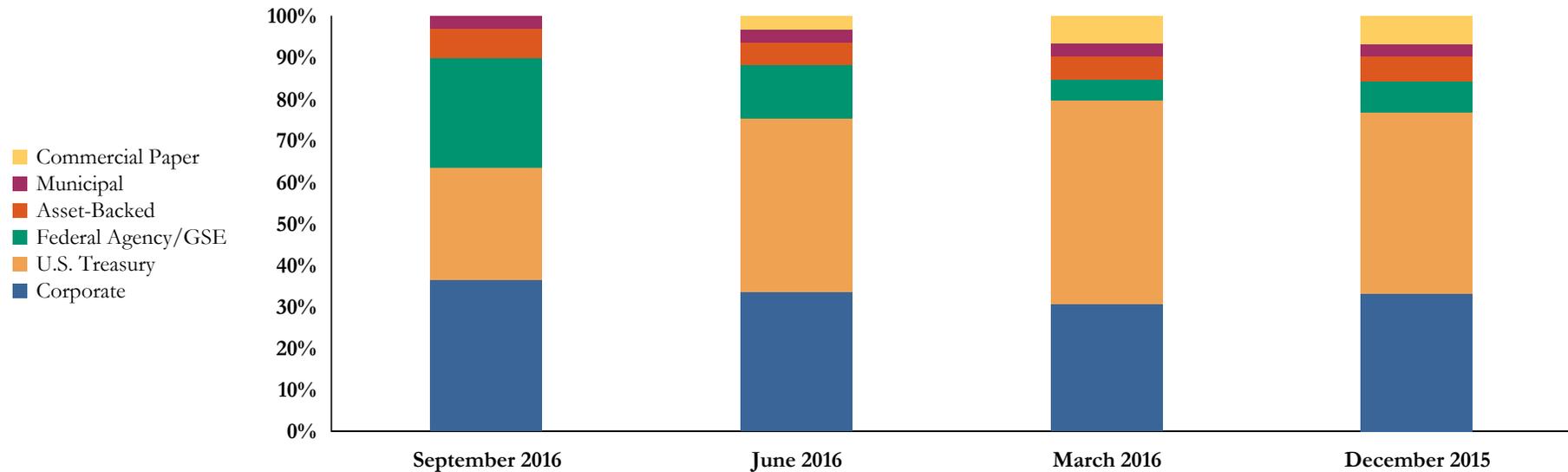
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Asset-Backed	1,191,468	7.1%	-
Municipal	486,463	2.9%	-
Total	16,779,941	100.0%	100.0%



Detail may not add to total due to rounding.

Sector Allocation

Sector	September 30, 2016		June 30, 2016		March 31, 2016		December 31, 2015	
	MV (\$MM)	% of Total	MV (\$MM)	% of Total	MV (\$MM)	% of Total	MV (\$MM)	% of Total
Corporate	6.1	36.5%	5.6	33.6%	5.1	30.8%	5.4	33.1%
U.S. Treasury	4.5	27.1%	7.0	41.7%	8.1	48.9%	7.1	43.7%
Federal Agency/GSE	4.4	26.4%	2.2	12.9%	0.8	5.0%	1.2	7.5%
Asset-Backed	1.2	7.1%	0.9	5.6%	0.9	5.7%	1.0	6.0%
Municipal	0.5	2.9%	0.5	2.9%	0.5	3.0%	0.5	3.0%
Commercial Paper	0.0	0.0%	0.5	3.3%	1.1	6.6%	1.1	6.7%
Total	\$16.8	100.0%	\$16.8	100.0%	\$16.6	100.0%	\$16.3	100.0%

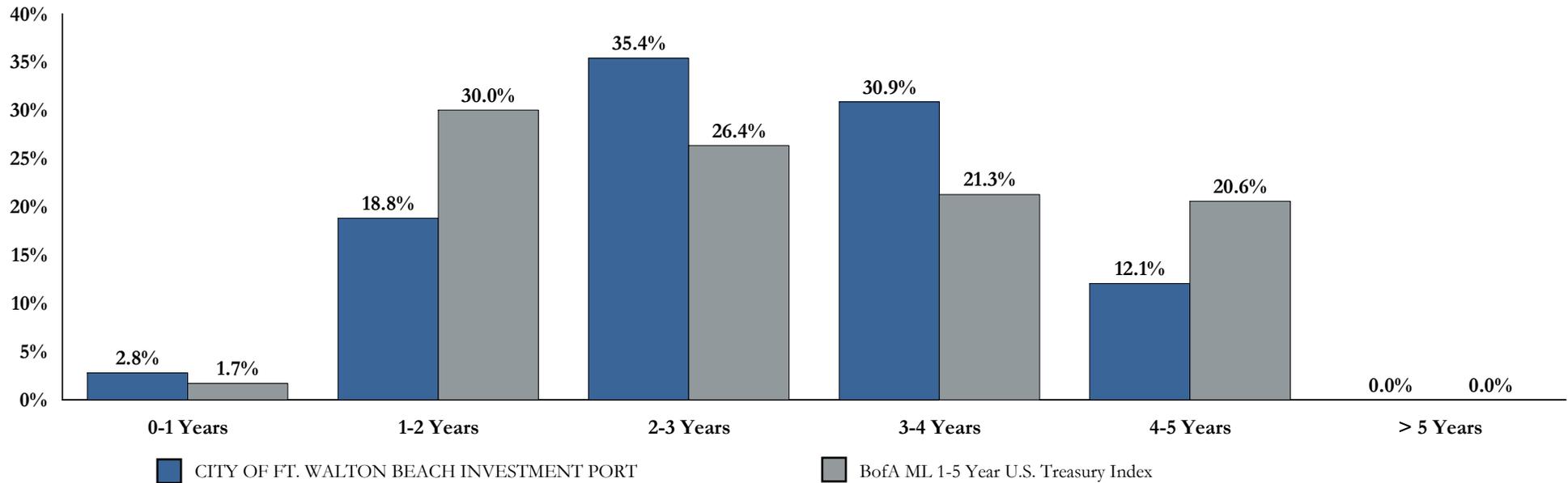


Detail may not add to total due to rounding.

Maturity Distribution

As of September 30, 2016

Portfolio/Benchmark	Yield at Market	Average Maturity	0-1 Years	1-2 Years	2-3 Years	3-4 Years	4-5 Years	>5 Years
CITY OF FT. WALTON BEACH INVESTMENT PORT	1.18%	2.88 yrs	2.8%	18.8%	35.4%	30.9%	12.1%	0.0%
BofA ML 1-5 Year U.S. Treasury Index	0.90%	2.83 yrs	1.7%	30.0%	26.4%	21.3%	20.6%	0.0%

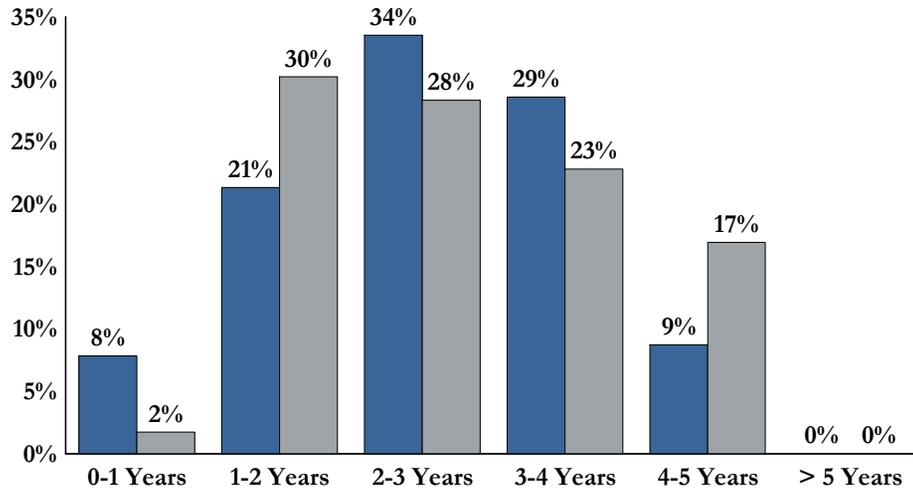


Duration Distribution

As of September 30, 2016

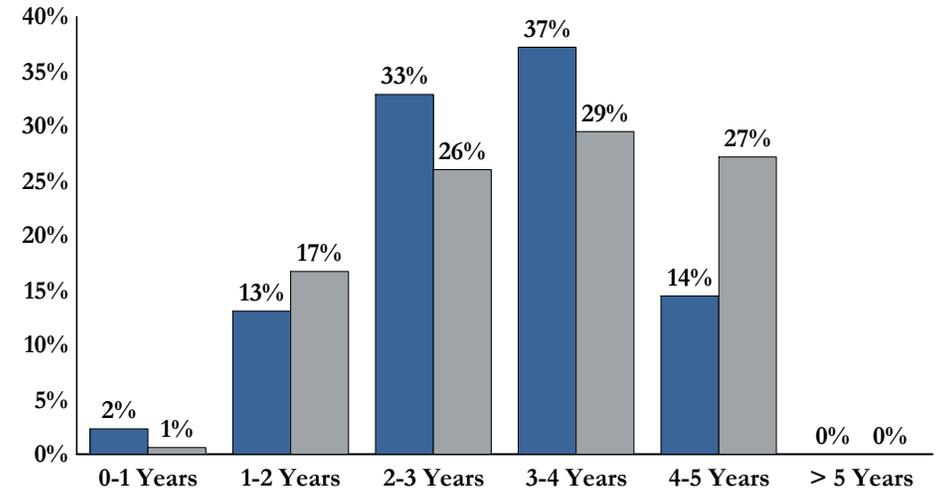
Portfolio / Benchmark	Effective Duration	0-1 YEARS	1-2 YEARS	2-3 YEARS	3-4 YEARS	4-5 YEARS	> 5 YEARS
CITY OF FT. WALTON BEACH INVESTMENT PORT	2.66	7.84%	21.33%	33.53%	28.58%	8.73%	0.00%
BofA ML 1-5 Year U.S. Treasury Index	2.66	1.72%	30.20%	28.33%	22.82%	16.93%	0.00%

Distribution by Effective Duration



■ CITY OF FT. WALTON BEACH INVESTMENT PORT
■ BofA ML 1-5 Year U.S. Treasury Index

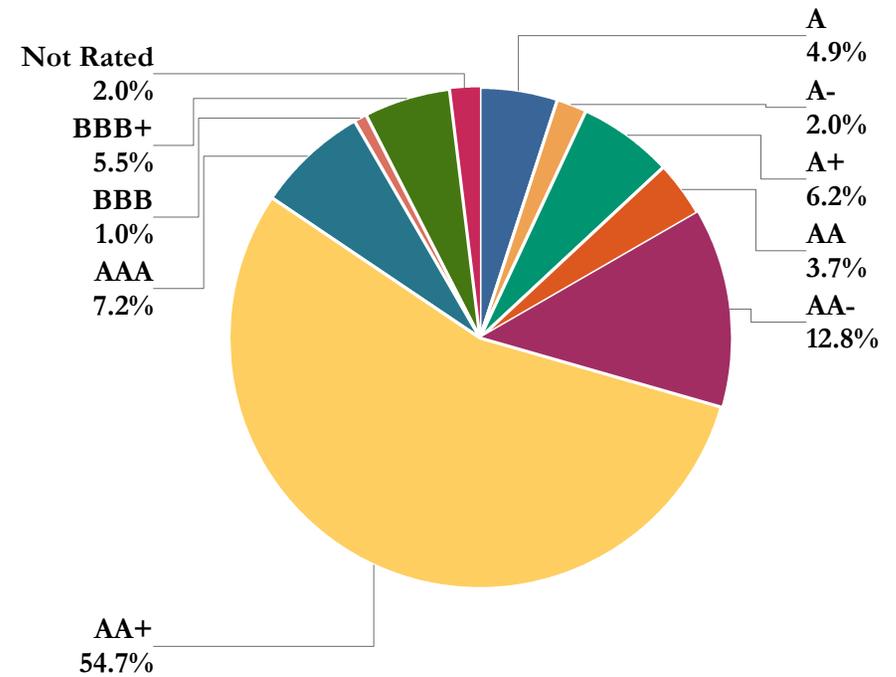
Contribution to Portfolio Duration



■ CITY OF FT. WALTON BEACH INVESTMENT PORT
■ BofA ML 1-5 Year U.S. Treasury Index

Credit Quality
As of September 30, 2016

S&P Rating	Market Value (\$)	% of Portfolio
AA+	\$9,184,733	54.7%
AA-	\$2,152,748	12.8%
AAA	\$1,216,963	7.3%
A+	\$1,031,594	6.2%
BBB+	\$915,714	5.5%
A	\$827,444	4.9%
AA	\$617,330	3.7%
A-	\$333,359	2.0%
Not Rated	\$330,301	2.0%
BBB	\$169,755	1.0%
Totals	\$16,779,941	100.0%



Detail may not add to total due to rounding.

Issuer Distribution

As of September 30, 2016

Issuer	Market Value (\$)	% of Portfolio
UNITED STATES TREASURY	4,545,471	27.1%
FEDERAL HOME LOAN BANKS	2,557,267	15.2%
FANNIE MAE	1,574,240	9.4%
GENERAL ELECTRIC CO	451,963	2.7%
BANK OF NOVA SCOTIA	401,812	2.4%
WELLS FARGO & COMPANY	377,729	2.3%
CISCO SYSTEMS INC	371,010	2.2%
MICROSOFT CORP	355,796	2.1%
CITIGROUP INC	352,650	2.1%
TOYOTA MOTOR CORP	329,973	2.0%
AMERICAN HONDA FINANCE	327,940	2.0%
HONDA AUTO RECEIVABLES	310,160	1.9%
CITY OF NEW YORK CITY, NY	305,073	1.8%
GOLDMAN SACHS GROUP INC	291,931	1.7%
AMERICAN EXPRESS CO	252,523	1.5%
WESTPAC BANK CORP NY	250,910	1.5%
TOYOTA AUTO RECEIVABLES	240,353	1.4%
PFIZER INC	236,180	1.4%

Top 5 = 56.8%

Top 10 = 67.5%

Issuer	Market Value (\$)	% of Portfolio
NISSAN AUTO RECEIVABLES	230,155	1.4%
APPLE INC	204,473	1.2%
TENNESSEE VALLEY AUTHORITY NOTES	203,373	1.2%
BANK ON MONTREAL CHI	199,577	1.2%
CHEVRON CORP	196,719	1.2%
CATERPILLAR INC	183,563	1.1%
STATE OF CALIFORNIA	181,390	1.1%
ROYAL BANK OF CANADA NY	179,773	1.1%
FORD MOTOR COMPANY	169,755	1.0%
VERIZON COMMUNICATIONS	169,180	1.0%
CARMAX AUTO OWNER TRUST	150,128	0.9%
IBM CORP	130,446	0.8%
BOEING COMPANY	115,139	0.7%
UNILEVER PLC	102,265	0.6%
BANK OF AMERICA CO	101,952	0.6%
FORD CREDIT AUTO OWNER TRUST	100,146	0.6%
FREDDIE MAC	99,910	0.6%
BB&T CORPORATION	80,835	0.5%
ALLY AUTO RECEIVABLES TRUST	80,422	0.5%
HYUNDAI AUTO RECEIVABLES	80,104	0.5%
BERKSHIRE HATHAWAY INC	76,076	0.5%

Issuer	Market Value (\$)	% of Portfolio
ROYAL DUTCH SHELL PLC	76,044	0.5%
HSBC HOLDINGS PLC	74,971	0.5%
NEW YORK UNIVERSITY	60,564	0.4%
Grand Total:	16,779,941	100.0%

Sector/Issuer Distribution

As of September 30, 2016

Sector / Issuer	Market Value (\$)	% of Sector	% of Total Portfolio
Asset-Backed			
ALLY AUTO RECEIVABLES TRUST	80,422	6.7%	0.5%
CARMAX AUTO OWNER TRUST	150,128	12.6%	0.9%
FORD CREDIT AUTO OWNER TRUST	100,146	8.4%	0.6%
HONDA AUTO RECEIVABLES	310,160	26.0%	1.8%
HYUNDAI AUTO RECEIVABLES	80,104	6.7%	0.5%
NISSAN AUTO RECEIVABLES	230,155	19.3%	1.4%
TOYOTA AUTO RECEIVABLES	240,353	20.2%	1.4%
Sector Total	1,191,468	100.0%	7.1%
Corporate			
AMERICAN EXPRESS CO	252,523	4.1%	1.5%
AMERICAN HONDA FINANCE	327,940	5.4%	2.0%
APPLE INC	204,473	3.3%	1.2%
BANK OF AMERICA CO	101,952	1.7%	0.6%
BANK OF NOVA SCOTIA	401,812	6.6%	2.4%
BANK ON MONTREAL CHI	199,577	3.3%	1.2%
BB&T CORPORTATION	80,835	1.3%	0.5%
BERKSHIRE HATHAWAY INC	76,076	1.2%	0.5%
BOEING COMPANY	115,139	1.9%	0.7%
CATERPILLAR INC	183,563	3.0%	1.1%

Sector / Issuer	Market Value (\$)	% of Sector	% of Total Portfolio
CHEVRON CORP	196,719	3.2%	1.2%
CISCO SYSTEMS INC	371,010	6.1%	2.2%
CITIGROUP INC	352,650	5.8%	2.1%
FORD MOTOR COMPANY	169,755	2.8%	1.0%
GENERAL ELECTRIC CO	451,963	7.4%	2.7%
GOLDMAN SACHS GROUP INC	291,931	4.8%	1.7%
HSBC HOLDINGS PLC	74,971	1.2%	0.4%
IBM CORP	130,446	2.1%	0.8%
MICROSOFT CORP	355,796	5.8%	2.1%
NEW YORK UNIVERSITY	60,564	1.0%	0.4%
PFIZER INC	236,180	3.9%	1.4%
ROYAL BANK OF CANADA NY	179,773	2.9%	1.1%
ROYAL DUTCH SHELL PLC	76,044	1.2%	0.5%
TOYOTA MOTOR CORP	329,973	5.4%	2.0%
UNILEVER PLC	102,265	1.7%	0.6%
VERIZON COMMUNICATIONS	169,180	2.8%	1.0%
WELLS FARGO & COMPANY	377,729	6.2%	2.3%
WESTPAC BANK CORP NY	250,910	4.1%	1.5%
Sector Total	6,121,750	100.0%	36.5%
Federal Agency/GSE			
FANNIE MAE	1,574,240	35.5%	9.4%
FEDERAL HOME LOAN BANKS	2,557,267	57.7%	15.2%
FREDDIE MAC	99,910	2.3%	0.6%
TENNESSEE VALLEY AUTHORITY NOTES	203,373	4.6%	1.2%

Sector / Issuer	Market Value (\$)	% of Sector	% of Total Portfolio
Sector Total	4,434,790	100.0%	26.4%
Municipal			
CITY OF NEW YORK CITY, NY	305,073	62.7%	1.8%
STATE OF CALIFORNIA	181,390	37.3%	1.1%
Sector Total	486,463	100.0%	2.9%
U.S. Treasury			
UNITED STATES TREASURY	4,545,471	100.0%	27.1%
Sector Total	4,545,471	100.0%	27.1%
Portfolio Total	16,779,941	100.0%	100.0%

Quarterly Portfolio Transactions

Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amt (\$)	Yield at Market	Realized G/L (BV)
BUY									
7/6/16	7/8/16	550,000	3130A8DB6	FHLB GLOBAL NOTE	1.12%	6/21/19	555,803.19	0.78%	
7/13/16	7/18/16	200,000	06367THQ6	BANK OF MONTREAL	1.50%	7/18/19	199,808.00	1.53%	
7/14/16	7/15/16	350,000	3130A8QS5	FHLB GLOBAL NOTE	1.12%	7/14/21	347,889.94	1.25%	
7/14/16	7/20/16	150,000	14314EAB7	CARMAX ABS 2016-3 A2	1.17%	8/15/19	149,987.76	1.18%	
7/25/16	7/29/16	180,000	78012KRK5	ROYAL BANK OF CANADA CORP NOTES	1.50%	7/29/19	179,794.80	1.54%	
7/27/16	8/1/16	170,000	92343VDF8	VERIZON COMMUNICATIONS CORP NOTES	1.37%	8/15/19	169,984.70	1.38%	
8/1/16	8/10/16	50,000	89237WAD9	TOYOTA ABS 2016-C A3	1.14%	8/15/20	49,998.66	1.14%	
8/2/16	8/10/16	50,000	65478WAD7	NISSAN ABS 2016-C A3	1.18%	1/15/21	49,995.22	1.18%	
8/3/16	8/4/16	500,000	3130A8Y72	FHLB GLOBAL NOTE	0.87%	8/5/19	499,040.00	0.94%	
8/8/16	8/12/16	170,000	345397YD9	FORD MOTOR CREDIT CO LLC CORPORATE NOTES	1.89%	8/12/19	170,000.00	1.90%	
8/12/16	8/15/16	690,000	3130A8Y72	FHLB GLOBAL NOTE	0.87%	8/5/19	688,638.88	0.95%	
8/15/16	8/23/16	100,000	438124AC3	HAROT 2016-3 A3 ABS	1.16%	6/18/19	99,986.09	1.17%	
8/31/16	9/2/16	205,000	3135G0P49	FNMA NOTES	1.00%	8/28/19	204,680.20	1.05%	
9/1/16	9/2/16	400,000	912828B90	US TREASURY NOTES	2.00%	2/28/21	413,903.58	1.21%	
9/14/16	9/21/16	80,000	44891EAC3	HYUNDAI AUTO RECEIVABLES TRUST	1.29%	4/15/21	79,989.23	1.30%	
Total BUY		3,845,000					3,859,500.25		

INTEREST

7/1/16	7/1/16	0	MONEY0002	MONEY MARKET FUND			17.14		
7/1/16	7/1/16	60,000	650119AF7	NEW YORK UNIVERSITY CORPORATE NOTE	1.76%	7/1/19	530.10		
7/8/16	7/8/16	400,000	36962G4J0	GENERAL ELECTRIC CAP CORP NOTES	5.50%	1/8/20	11,000.00		
7/14/16	7/14/16	195,000	06366RVD4	BANK OF MONTREAL CORP NOTES (CALLABLE)	1.30%	7/14/17	1,267.50		
7/15/16	7/15/16	190,000	89237CAD3	TOYOTA ABS 2015-B A3	1.27%	5/15/19	201.08		
7/15/16	7/15/16	180,000	65477UAC4	NISSAN ABS 2015-A A3	1.05%	10/15/19	157.50		

CITY OF FT. WALTON BEACH INVESTMENT PORT

Portfolio Activity

Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amt (\$)	Yield at Market	Realized G/L (BV)
7/15/16	7/15/16	100,000	06051GEX3	BANK OF AMERICA CORP NOTES	2.60%	1/15/19	1,300.00		
7/15/16	7/15/16	25,276	43814KAB7	HONDA ABS 2015-1 A2	0.70%	6/15/17	14.74		
7/15/16	7/15/16	100,000	34530VAD1	FORD ABS 2015-B A3	1.16%	11/15/19	96.67		
7/15/16	7/15/16	80,000	02007LAC6	ALLY ABS 2016-3 A3	1.44%	8/15/20	96.00		
7/17/16	7/17/16	100,000	89236TBB0	TOYOTA MOTOR CREDIT CORP CORP NOTES	2.10%	1/17/19	1,050.00		
7/18/16	7/18/16	100,000	43814NAC9	HONDA ABS 2016-1 A3	1.22%	12/18/19	101.67		
7/20/16	7/20/16	500,000	3135G0E33	FNMA NOTES	1.12%	7/20/18	2,812.50		
7/21/16	7/21/16	110,000	43813NAC0	HONDA ABS 2015-2 A3	1.04%	2/21/19	95.33		
7/27/16	7/27/16	50,000	0258M0DJ5	AMERICAN EXPRESS CREDIT CORP NOTES	2.12%	7/27/18	531.25		
7/29/16	7/29/16	115,000	097023BF1	BOEING COMPANY (FLOATING) NOTE	0.87%	10/30/17	221.90		
7/30/16	7/30/16	250,000	94974BGF1	WELLS FARGO & CO	2.15%	1/30/20	2,687.50		
7/30/16	7/30/16	125,000	94974BGF1	WELLS FARGO & CO	2.15%	1/30/20	1,343.75		
7/31/16	7/31/16	115,000	912828B33	US TREASURY NOTES	1.50%	1/31/19	862.50		
7/31/16	7/31/16	500,000	912828VP2	US TREASURY NOTES	2.00%	7/31/20	5,000.00		
7/31/16	7/31/16	750,000	912828VP2	US TREASURY NOTES	2.00%	7/31/20	7,500.00		
7/31/16	7/31/16	250,000	912828VP2	US TREASURY NOTES	2.00%	7/31/20	2,500.00		
8/1/16	8/1/16	0	MONEY0002	MONEY MARKET FUND			22.25		
8/10/16	8/10/16	75,000	822582AW2	SHELL INTERNATIONAL FIN GLOBAL NOTES	1.90%	8/10/18	712.50		
8/12/16	8/12/16	350,000	594918AY0	MICROSOFT CORP NOTE	1.85%	2/12/20	3,237.50		
8/15/16	8/15/16	190,000	89237CAD3	TOYOTA ABS 2015-B A3	1.27%	5/15/19	201.08		
8/15/16	8/15/16	14,578	43814KAB7	HONDA ABS 2015-1 A2	0.70%	6/15/17	8.50		
8/15/16	8/15/16	100,000	02665WAH4	AMERICAN HONDA FINANCE GLOBAL NOTES	2.25%	8/15/19	1,125.00		
8/15/16	8/15/16	75,000	084664BY6	BERKSHIRE HATHAWAY FIN GLOBAL NOTES	2.00%	8/15/18	750.00		
8/15/16	8/15/16	80,000	02007LAC6	ALLY ABS 2016-3 A3	1.44%	8/15/20	96.00		
8/15/16	8/15/16	220,000	02665WAH4	AMERICAN HONDA FINANCE GLOBAL NOTES	2.25%	8/15/19	2,475.00		
8/15/16	8/15/16	150,000	14314EAB7	CARMAX ABS 2016-3 A2	1.17%	8/15/19	121.87		
8/15/16	8/15/16	100,000	34530VAD1	FORD ABS 2015-B A3	1.16%	11/15/19	96.67		
8/15/16	8/15/16	180,000	65477UAC4	NISSAN ABS 2015-A A3	1.05%	10/15/19	157.50		
8/18/16	8/18/16	100,000	43814NAC9	HONDA ABS 2016-1 A3	1.22%	12/18/19	101.67		
8/18/16	8/18/16	100,000	14912L6D8	CATERPILLAR FINANCIAL SE	1.25%	8/18/17	625.00		

CITY OF FT. WALTON BEACH INVESTMENT PORT

Portfolio Activity

Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amt (\$)	Yield at Market	Realized G/L (BV)
8/21/16	8/21/16	110,000	43813NAC0	HONDA ABS 2015-2 A3	1.04%	2/21/19	95.33		
8/31/16	8/31/16	500,000	912828UQ1	US TREASURY NOTES	1.25%	2/29/20	3,125.00		
8/31/16	8/31/16	300,000	912828UQ1	US TREASURY NOTES	1.25%	2/29/20	1,875.00		
8/31/16	8/31/16	100,000	912828UQ1	US TREASURY NOTES	1.25%	2/29/20	625.00		
8/31/16	8/31/16	100,000	912828UR9	US TREASURY NOTES	0.75%	2/28/18	375.00		
9/1/16	9/1/16	0	MONEY0002	MONEY MARKET FUND			26.55		
9/1/16	9/1/16	80,000	14912L3K5	CATERPILLAR FINANCIAL SE GROUP CORP NOTE	5.85%	9/1/17	2,340.00		
9/1/16	9/1/16	110,000	17275RAR3	CISCO SYSTEMS INC GLOBAL NOTES	2.12%	3/1/19	1,168.75		
9/1/16	9/1/16	225,000	717081AQ6	PFIZER INC GLOBAL NOTES	4.65%	3/1/18	5,231.25		
9/6/16	9/6/16	100,000	904764AQ0	UNILEVER CAP GLOBAL NOTE	2.20%	3/6/19	1,100.00		
9/14/16	9/14/16	125,000	459200GJ4	IBM CORP NOTES	5.70%	9/14/17	3,562.50		
9/15/16	9/15/16	100,000	34530VAD1	FORD ABS 2015-B A3	1.16%	11/15/19	96.67		
9/15/16	9/15/16	50,000	65478WAD7	NISSAN ABS 2016-C A3	1.18%	1/15/21	57.36		
9/15/16	9/15/16	150,000	14314EAB7	CARMAX ABS 2016-3 A2	1.17%	8/15/19	146.25		
9/15/16	9/15/16	80,000	02007LAC6	ALLY ABS 2016-3 A3	1.44%	8/15/20	96.00		
9/15/16	9/15/16	4,303	43814KAB7	HONDA ABS 2015-1 A2	0.70%	6/15/17	2.51		
9/15/16	9/15/16	180,000	65477UAC4	NISSAN ABS 2015-A A3	1.05%	10/15/19	157.50		
9/15/16	9/15/16	50,000	89237WAD9	TOYOTA ABS 2016-C A3	1.14%	8/15/20	55.42		
9/15/16	9/15/16	190,000	89237CAD3	TOYOTA ABS 2015-B A3	1.27%	5/15/19	201.08		
9/18/16	9/18/16	100,000	43814NAC9	HONDA ABS 2016-1 A3	1.22%	12/18/19	101.67		
9/18/16	9/18/16	100,000	438124AC3	HAROT 2016-3 A3 ABS	1.16%	6/18/19	80.56		
9/21/16	9/21/16	110,000	43813NAC0	HONDA ABS 2015-2 A3	1.04%	2/21/19	95.33		
Total INTEREST		8,894,157					69,732.40		

PAYDOWNS

7/15/16	7/15/16	10,699	43814KAB7	HONDA ABS 2015-1 A2	0.70%	6/15/17	10,698.73		0.00
8/15/16	8/15/16	10,275	43814KAB7	HONDA ABS 2015-1 A2	0.70%	6/15/17	10,274.53		0.00
9/15/16	9/15/16	4,303	43814KAB7	HONDA ABS 2015-1 A2	0.70%	6/15/17	4,303.17		0.00

CITY OF FT. WALTON BEACH INVESTMENT PORT

Portfolio Activity

Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amt (\$)	Yield at Market	Realized G/L (BV)
Total PAYDOWNS		25,276					25,276.43		0.00
SELL									
7/7/16	7/8/16	550,000	09659BL40	BNP PARIBAS NY BRANCH COMM PAPER	0.00%	11/4/16	548,563.74	0.79%	290.89
7/13/16	7/18/16	195,000	06366RVD4	BANK OF MONTREAL CORP NOTES (CALLABLE)	1.30%	7/14/17	195,509.82	1.05%	483.60
7/14/16	7/20/16	150,000	17305EFN0	CITIBANK ABS 2014-A2 A2	1.02%	2/22/19	150,763.77	0.95%	281.02
7/14/16	7/15/16	175,000	912828B90	US TREASURY NOTES	2.00%	2/28/21	183,637.95	1.07%	2,612.24
7/14/16	7/15/16	145,000	912828B90	US TREASURY NOTES	2.00%	2/28/21	152,157.16	1.07%	1,611.33
7/25/16	7/29/16	165,000	912828KQ2	US TREASURY NOTES	3.12%	5/15/19	176,550.29	0.82%	3,420.27
7/25/16	7/29/16	15,000	912828KQ2	US TREASURY NOTES	3.12%	5/15/19	16,050.02	0.82%	289.33
7/27/16	8/1/16	125,000	912828F39	US TREASURY NOTES	1.75%	9/30/19	129,157.99	0.87%	2,184.19
8/3/16	8/4/16	115,000	912828B33	US TREASURY NOTES	1.50%	1/31/19	117,152.54	0.75%	2,104.47
8/3/16	8/4/16	40,000	912828D23	US TREASURY NOTES	1.62%	4/30/19	41,100.82	0.76%	832.75
8/3/16	8/4/16	230,000	912828A34	US TREASURY NOTES	1.25%	11/30/18	233,331.68	0.72%	3,660.35
8/3/16	8/4/16	60,000	912828KQ2	US TREASURY NOTES	3.12%	5/15/19	64,338.48	0.74%	1,280.34
8/4/16	8/4/16	10,000	912828TW0	US TREASURY NOTES	0.75%	10/31/17	10,035.98	0.62%	14.54
8/8/16	8/15/16	180,000	912828VE7	US TREASURY NOTES	1.00%	5/31/18	181,238.61	0.73%	903.25
8/10/16	8/10/16	100,000	912828TW0	US TREASURY NOTES	0.75%	10/31/17	100,313.35	0.66%	87.01
8/12/16	8/12/16	180,000	912828TW0	US TREASURY NOTES	0.75%	10/31/17	180,620.58	0.64%	205.99
8/12/16	8/15/16	675,000	912828F39	US TREASURY NOTES	1.75%	9/30/19	698,063.22	0.85%	12,031.83
8/15/16	8/22/16	85,000	912828VE7	US TREASURY NOTES	1.00%	5/31/18	85,587.88	0.74%	413.07
8/31/16	9/2/16	205,000	912828TR1	US TREASURY NOTES	1.00%	9/30/19	206,204.50	0.95%	3,006.13
9/1/16	9/2/16	165,000	912828UA6	US TREASURY NOTES	0.62%	11/30/17	165,026.38	0.74%	888.04
9/1/16	9/2/16	60,000	912828TW0	US TREASURY NOTES	0.75%	10/31/17	60,169.26	0.73%	5.90
9/21/16	9/21/16	50,000	912828UR9	US TREASURY NOTES	0.75%	2/28/18	49,990.50	0.79%	40.52
Total SELL		3,675,000					3,745,564.52		36,647.06

Quarterly Portfolio Transactions

Tran. Type	Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amt (\$)	Yield	Realized G/L (BV)
INTEREST	7/1/16	7/1/16	0.00	MONEY0002	MONEY MARKET FUND			17.14		
INTEREST	7/1/16	7/1/16	60,000.00	650119AF7	NEW YORK UNIVERSITY CORPORATE NOTE	1.76%	7/1/19	530.10		
BUY	7/6/16	7/8/16	550,000.00	3130A8DB6	FHLB GLOBAL NOTE	1.12%	6/21/19	(555,803.19)	0.78%	
SELL	7/7/16	7/8/16	550,000.00	09659BL40	BNP PARIBAS NY BRANCH COMM PAPER	0.00%	11/4/16	548,563.74	0.79%	290.89
INTEREST	7/8/16	7/8/16	400,000.00	36962G4J0	GENERAL ELECTRIC CAP CORP NOTES	5.50%	1/8/20	11,000.00		
BUY	7/13/16	7/18/16	200,000.00	06367THQ6	BANK OF MONTREAL	1.50%	7/18/19	(199,808.00)	1.53%	
SELL	7/13/16	7/18/16	195,000.00	06366RVD4	BANK OF MONTREAL CORP NOTES (CALLABLE)	1.30%	7/14/17	195,509.82	1.05%	483.60
INTEREST	7/14/16	7/14/16	195,000.00	06366RVD4	BANK OF MONTREAL CORP NOTES (CALLABLE)	1.30%	7/14/17	1,267.50		
BUY	7/14/16	7/15/16	350,000.00	3130A8QS5	FHLB GLOBAL NOTE	1.12%	7/14/21	(347,889.94)	1.25%	
SELL	7/14/16	7/15/16	175,000.00	912828B90	US TREASURY NOTES	2.00%	2/28/21	183,637.95	1.07%	2,612.24
SELL	7/14/16	7/15/16	145,000.00	912828B90	US TREASURY NOTES	2.00%	2/28/21	152,157.16	1.07%	1,611.33
BUY	7/14/16	7/20/16	150,000.00	14314EAB7	CARMAX ABS 2016-3 A2	1.17%	8/15/19	(149,987.76)	1.18%	
SELL	7/14/16	7/20/16	150,000.00	17305EFN0	CITIBANK ABS 2014-A2 A2	1.02%	2/22/19	150,763.77	0.95%	281.02
INTEREST	7/15/16	7/15/16	190,000.00	89237CAD3	TOYOTA ABS 2015-B A3	1.27%	5/15/19	201.08		
INTEREST	7/15/16	7/15/16	180,000.00	65477UAC4	NISSAN ABS 2015-A A3	1.05%	10/15/19	157.50		
INTEREST	7/15/16	7/15/16	100,000.00	06051GEX3	BANK OF AMERICA CORP NOTES	2.60%	1/15/19	1,300.00		
INTEREST	7/15/16	7/15/16	25,276.43	43814KAB7	HONDA ABS 2015-1 A2	0.70%	6/15/17	14.74		
INTEREST	7/15/16	7/15/16	100,000.00	34530VAD1	FORD ABS 2015-B A3	1.16%	11/15/19	96.67		
INTEREST	7/15/16	7/15/16	80,000.00	02007LAC6	ALLY ABS 2016-3 A3	1.44%	8/15/20	96.00		
PAYDOWNS	7/15/16	7/15/16	10,698.73	43814KAB7	HONDA ABS 2015-1 A2	0.70%	6/15/17	10,698.73		0.00

CITY OF FT. WALTON BEACH INVESTMENT PORT

Portfolio Activity

Tran. Type	Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amt (\$)	Yield	Realized G/L (BV)
INTEREST	7/17/16	7/17/16	100,000.00	89236TBB0	TOYOTA MOTOR CREDIT CORP CORP NOTES	2.10%	1/17/19	1,050.00		
INTEREST	7/18/16	7/18/16	100,000.00	43814NAC9	HONDA ABS 2016-1 A3	1.22%	12/18/19	101.67		
INTEREST	7/20/16	7/20/16	500,000.00	3135G0E33	FNMA NOTES	1.12%	7/20/18	2,812.50		
INTEREST	7/21/16	7/21/16	110,000.00	43813NAC0	HONDA ABS 2015-2 A3	1.04%	2/21/19	95.33		
BUY	7/25/16	7/29/16	180,000.00	78012KRK5	ROYAL BANK OF CANADA CORP NOTES	1.50%	7/29/19	(179,794.80)	1.54%	
SELL	7/25/16	7/29/16	165,000.00	912828KQ2	US TREASURY NOTES	3.12%	5/15/19	176,550.29	0.82%	3,420.27
SELL	7/25/16	7/29/16	15,000.00	912828KQ2	US TREASURY NOTES	3.12%	5/15/19	16,050.02	0.82%	289.33
INTEREST	7/27/16	7/27/16	50,000.00	0258M0DJ5	AMERICAN EXPRESS CREDIT CORP NOTES	2.12%	7/27/18	531.25		
BUY	7/27/16	8/1/16	170,000.00	92343VDF8	VERIZON COMMUNICATIONS CORP NOTES	1.37%	8/15/19	(169,984.70)	1.38%	
SELL	7/27/16	8/1/16	125,000.00	912828F39	US TREASURY NOTES	1.75%	9/30/19	129,157.99	0.87%	2,184.19
INTEREST	7/29/16	7/29/16	115,000.00	097023BF1	BOEING COMPANY (FLOATING) NOTE	0.87%	10/30/17	221.90		
INTEREST	7/30/16	7/30/16	250,000.00	94974BGF1	WELLS FARGO & CO	2.15%	1/30/20	2,687.50		
INTEREST	7/30/16	7/30/16	125,000.00	94974BGF1	WELLS FARGO & CO	2.15%	1/30/20	1,343.75		
INTEREST	7/31/16	7/31/16	115,000.00	912828B33	US TREASURY NOTES	1.50%	1/31/19	862.50		
INTEREST	7/31/16	7/31/16	500,000.00	912828VP2	US TREASURY NOTES	2.00%	7/31/20	5,000.00		
INTEREST	7/31/16	7/31/16	750,000.00	912828VP2	US TREASURY NOTES	2.00%	7/31/20	7,500.00		
INTEREST	7/31/16	7/31/16	250,000.00	912828VP2	US TREASURY NOTES	2.00%	7/31/20	2,500.00		
INTEREST	8/1/16	8/1/16	0.00	MONEY0002	MONEY MARKET FUND			22.25		
BUY	8/1/16	8/10/16	50,000.00	89237WAD9	TOYOTA ABS 2016-C A3	1.14%	8/15/20	(49,998.66)	1.14%	
BUY	8/2/16	8/10/16	50,000.00	65478WAD7	NISSAN ABS 2016-C A3	1.18%	1/15/21	(49,995.22)	1.18%	
BUY	8/3/16	8/4/16	500,000.00	3130A8Y72	FHLB GLOBAL NOTE	0.87%	8/5/19	(499,040.00)	0.94%	
SELL	8/3/16	8/4/16	115,000.00	912828B33	US TREASURY NOTES	1.50%	1/31/19	117,152.54	0.75%	2,104.47

CITY OF FT. WALTON BEACH INVESTMENT PORT

Portfolio Activity

Tran. Type	Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amt (\$)	Yield	Realized G/L (BV)
SELL	8/3/16	8/4/16	40,000.00	912828D23	US TREASURY NOTES	1.62%	4/30/19	41,100.82	0.76%	832.75
SELL	8/3/16	8/4/16	230,000.00	912828A34	US TREASURY NOTES	1.25%	11/30/18	233,331.68	0.72%	3,660.35
SELL	8/3/16	8/4/16	60,000.00	912828KQ2	US TREASURY NOTES	3.12%	5/15/19	64,338.48	0.74%	1,280.34
SELL	8/4/16	8/4/16	10,000.00	912828TW0	US TREASURY NOTES	0.75%	10/31/17	10,035.98	0.62%	14.54
BUY	8/8/16	8/12/16	170,000.00	345397YD9	FORD MOTOR CREDIT CO LLC CORPORATE NOTES	1.89%	8/12/19	(170,000.00)	1.90%	
SELL	8/8/16	8/15/16	180,000.00	912828VE7	US TREASURY NOTES	1.00%	5/31/18	181,238.61	0.73%	903.25
INTEREST	8/10/16	8/10/16	75,000.00	822582AW2	SHELL INTERNATIONAL FIN GLOBAL NOTES	1.90%	8/10/18	712.50		
SELL	8/10/16	8/10/16	100,000.00	912828TW0	US TREASURY NOTES	0.75%	10/31/17	100,313.35	0.66%	87.01
INTEREST	8/12/16	8/12/16	350,000.00	594918AY0	MICROSOFT CORP NOTE	1.85%	2/12/20	3,237.50		
SELL	8/12/16	8/12/16	180,000.00	912828TW0	US TREASURY NOTES	0.75%	10/31/17	180,620.58	0.64%	205.99
BUY	8/12/16	8/15/16	690,000.00	3130A8Y72	FHLB GLOBAL NOTE	0.87%	8/5/19	(688,638.88)	0.95%	
SELL	8/12/16	8/15/16	675,000.00	912828F39	US TREASURY NOTES	1.75%	9/30/19	698,063.22	0.85%	12,031.83
INTEREST	8/15/16	8/15/16	190,000.00	89237CAD3	TOYOTA ABS 2015-B A3	1.27%	5/15/19	201.08		
INTEREST	8/15/16	8/15/16	14,577.70	43814KAB7	HONDA ABS 2015-1 A2	0.70%	6/15/17	8.50		
INTEREST	8/15/16	8/15/16	100,000.00	02665WAH4	AMERICAN HONDA FINANCE GLOBAL NOTES	2.25%	8/15/19	1,125.00		
INTEREST	8/15/16	8/15/16	75,000.00	084664BY6	BERKSHIRE HATHAWAY FIN GLOBAL NOTES	2.00%	8/15/18	750.00		
INTEREST	8/15/16	8/15/16	80,000.00	02007LAC6	ALLY ABS 2016-3 A3	1.44%	8/15/20	96.00		
INTEREST	8/15/16	8/15/16	220,000.00	02665WAH4	AMERICAN HONDA FINANCE GLOBAL NOTES	2.25%	8/15/19	2,475.00		
INTEREST	8/15/16	8/15/16	150,000.00	14314EAB7	CARMAX ABS 2016-3 A2	1.17%	8/15/19	121.87		
INTEREST	8/15/16	8/15/16	100,000.00	34530VAD1	FORD ABS 2015-B A3	1.16%	11/15/19	96.67		
INTEREST	8/15/16	8/15/16	180,000.00	65477UAC4	NISSAN ABS 2015-A A3	1.05%	10/15/19	157.50		

CITY OF FT. WALTON BEACH INVESTMENT PORT

Portfolio Activity

Tran. Type	Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amt (\$)	Yield	Realized G/L (BV)
PAYDOWNS	8/15/16	8/15/16	10,274.53	43814KAB7	HONDA ABS 2015-1 A2	0.70%	6/15/17	10,274.53		0.00
SELL	8/15/16	8/22/16	85,000.00	912828VE7	US TREASURY NOTES	1.00%	5/31/18	85,587.88	0.74%	413.07
BUY	8/15/16	8/23/16	100,000.00	438124AC3	HAROT 2016-3 A3 ABS	1.16%	6/18/19	(99,986.09)	1.17%	
INTEREST	8/18/16	8/18/16	100,000.00	43814NAC9	HONDA ABS 2016-1 A3	1.22%	12/18/19	101.67		
INTEREST	8/18/16	8/18/16	100,000.00	14912L6D8	CATERPILLAR FINANCIAL SE	1.25%	8/18/17	625.00		
INTEREST	8/21/16	8/21/16	110,000.00	43813NAC0	HONDA ABS 2015-2 A3	1.04%	2/21/19	95.33		
INTEREST	8/31/16	8/31/16	500,000.00	912828UQ1	US TREASURY NOTES	1.25%	2/29/20	3,125.00		
INTEREST	8/31/16	8/31/16	300,000.00	912828UQ1	US TREASURY NOTES	1.25%	2/29/20	1,875.00		
INTEREST	8/31/16	8/31/16	100,000.00	912828UQ1	US TREASURY NOTES	1.25%	2/29/20	625.00		
INTEREST	8/31/16	8/31/16	100,000.00	912828UR9	US TREASURY NOTES	0.75%	2/28/18	375.00		
BUY	8/31/16	9/2/16	205,000.00	3135G0P49	FNMA NOTES	1.00%	8/28/19	(204,680.20)	1.05%	
SELL	8/31/16	9/2/16	205,000.00	912828TR1	US TREASURY NOTES	1.00%	9/30/19	206,204.50	0.95%	3,006.13
INTEREST	9/1/16	9/1/16	0.00	MONEY0002	MONEY MARKET FUND			26.55		
INTEREST	9/1/16	9/1/16	80,000.00	14912L3K5	CATERPILLAR FINANCIAL SE GROUP CORP NOTE	5.85%	9/1/17	2,340.00		
INTEREST	9/1/16	9/1/16	110,000.00	17275RAR3	CISCO SYSTEMS INC GLOBAL NOTES	2.12%	3/1/19	1,168.75		
INTEREST	9/1/16	9/1/16	225,000.00	717081AQ6	PFIZER INC GLOBAL NOTES	4.65%	3/1/18	5,231.25		
BUY	9/1/16	9/2/16	400,000.00	912828B90	US TREASURY NOTES	2.00%	2/28/21	(413,903.58)	1.21%	
SELL	9/1/16	9/2/16	165,000.00	912828UA6	US TREASURY NOTES	0.62%	11/30/17	165,026.38	0.74%	888.04
SELL	9/1/16	9/2/16	60,000.00	912828TW0	US TREASURY NOTES	0.75%	10/31/17	60,169.26	0.73%	5.90
INTEREST	9/6/16	9/6/16	100,000.00	904764AQ0	UNILEVER CAP GLOBAL NOTE	2.20%	3/6/19	1,100.00		
INTEREST	9/14/16	9/14/16	125,000.00	459200GJ4	IBM CORP NOTES	5.70%	9/14/17	3,562.50		
BUY	9/14/16	9/21/16	80,000.00	44891EAC3	HYUNDAI AUTO RECEIVABLES TRUST	1.29%	4/15/21	(79,989.23)	1.30%	

CITY OF FT. WALTON BEACH INVESTMENT PORT

Portfolio Activity

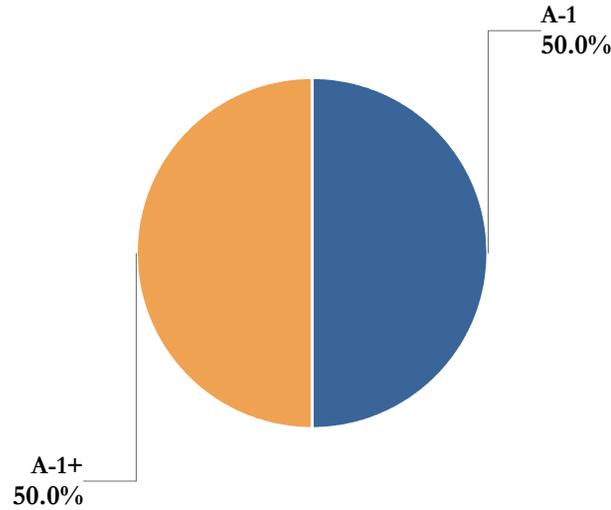
Tran. Type	Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amt (\$)	Yield	Realized G/L (BV)
INTEREST	9/15/16	9/15/16	100,000.00	34530VAD1	FORD ABS 2015-B A3	1.16%	11/15/19	96.67		
INTEREST	9/15/16	9/15/16	50,000.00	65478WAD7	NISSAN ABS 2016-C A3	1.18%	1/15/21	57.36		
INTEREST	9/15/16	9/15/16	150,000.00	14314EAB7	CARMAX ABS 2016-3 A2	1.17%	8/15/19	146.25		
INTEREST	9/15/16	9/15/16	80,000.00	02007LAC6	ALLY ABS 2016-3 A3	1.44%	8/15/20	96.00		
INTEREST	9/15/16	9/15/16	4,303.17	43814KAB7	HONDA ABS 2015-1 A2	0.70%	6/15/17	2.51		
INTEREST	9/15/16	9/15/16	180,000.00	65477UAC4	NISSAN ABS 2015-A A3	1.05%	10/15/19	157.50		
INTEREST	9/15/16	9/15/16	50,000.00	89237WAD9	TOYOTA ABS 2016-C A3	1.14%	8/15/20	55.42		
INTEREST	9/15/16	9/15/16	190,000.00	89237CAD3	TOYOTA ABS 2015-B A3	1.27%	5/15/19	201.08		
PAYDOWNS	9/15/16	9/15/16	4,303.17	43814KAB7	HONDA ABS 2015-1 A2	0.70%	6/15/17	4,303.17		0.00
INTEREST	9/18/16	9/18/16	100,000.00	43814NAC9	HONDA ABS 2016-1 A3	1.22%	12/18/19	101.67		
INTEREST	9/18/16	9/18/16	100,000.00	438124AC3	HAROT 2016-3 A3 ABS	1.16%	6/18/19	80.56		
INTEREST	9/21/16	9/21/16	110,000.00	43813NAC0	HONDA ABS 2015-2 A3	1.04%	2/21/19	95.33		
SELL	9/21/16	9/21/16	50,000.00	912828UR9	US TREASURY NOTES	0.75%	2/28/18	49,990.50	0.79%	40.52
TOTALS								(18,926.90)		36,647.06

Portfolio Statistics

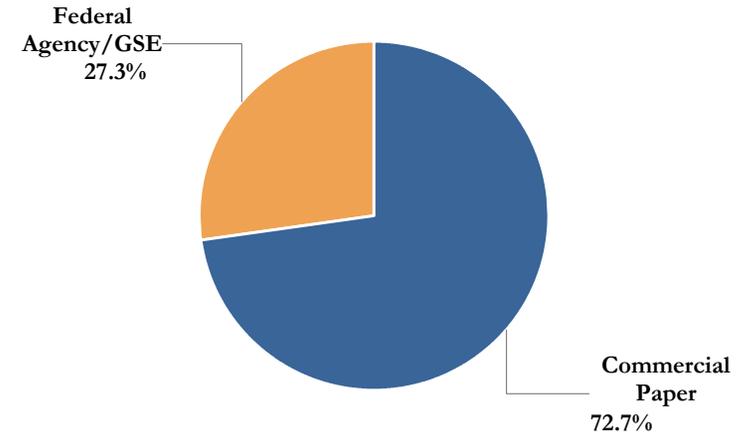
As of September 30, 2016

Par Value:	5,500,000
Total Market Value:	5,489,001
Security Market Value:	5,489,001
Accrued Interest:	0
Cash:	-
PFM	-
Amortized Cost:	5,487,638
Yield at Market:	0.68%
Yield at Cost:	0.82%
Effective Duration:	0.25 Years
Duration to Worst:	0.25 Years
Average Maturity:	0.25 Years
Average Credit: **	AA
Benchmark Eff. Yield:	0.43%

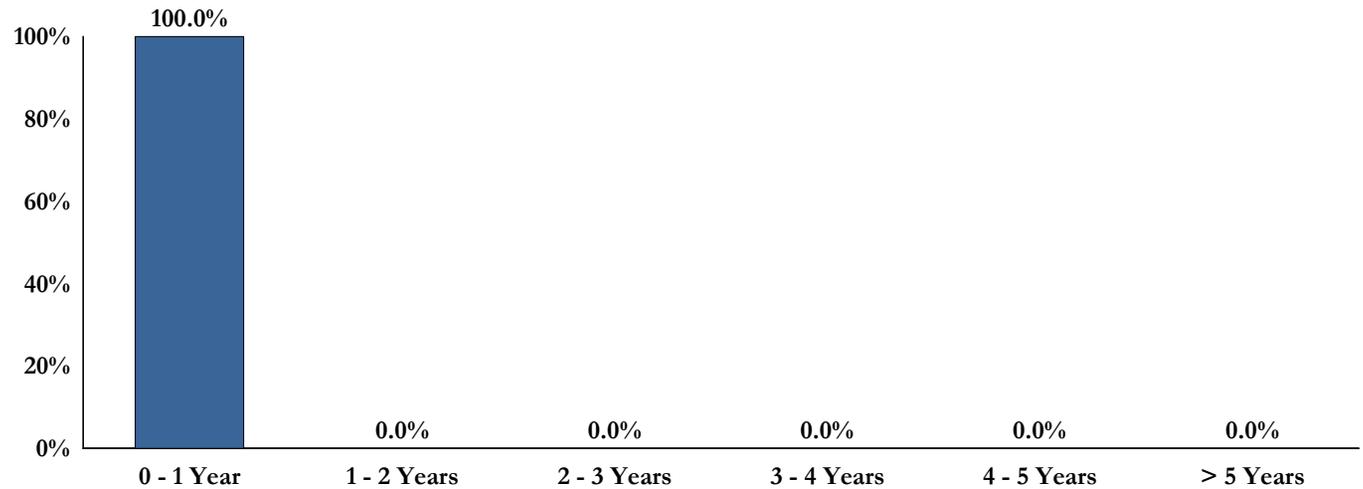
Credit Quality (S&P Ratings)



Sector Allocation



Maturity Distribution



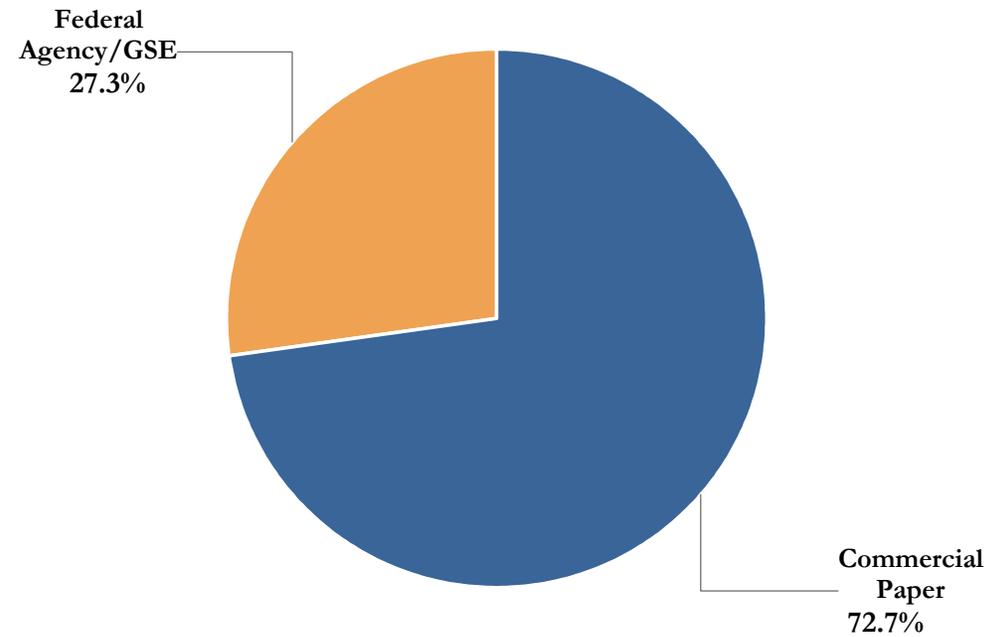
** An average of each security's credit rating assigned a numeric value and adjusted for its relative weighting in the portfolio.

Portfolio Earnings
Quarter-Ended September 30, 2016

	<u>Market Value Basis</u>	<u>Accrual (Amortized Cost) Basis</u>
Beginning Value (06/30/2016)	\$5,496,781.51	\$5,495,922.09
Net Purchases/Sales	(\$18,705.55)	(\$18,705.55)
Change in Value	\$10,925.44	\$10,421.38
Ending Value (09/30/2016)	\$5,489,001.40	\$5,487,637.92
Interest Earned	\$0.00	\$0.00
Portfolio Earnings	\$10,925.44	\$10,421.38

Sector Allocation
As of September 30, 2016

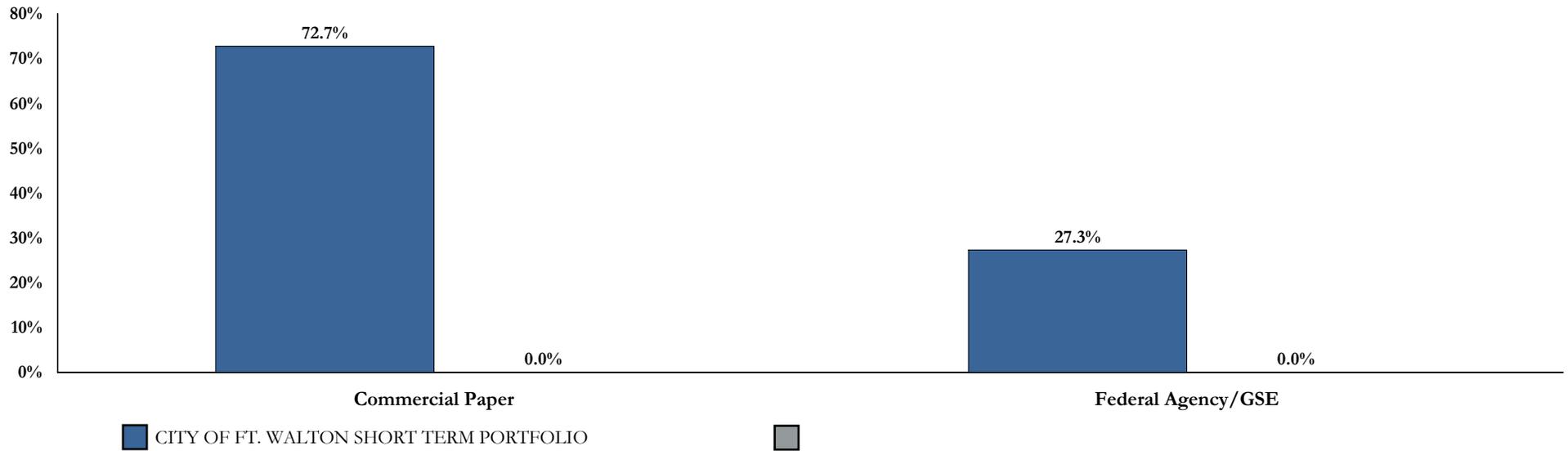
Sector	Market Value (\$)	% of Portfolio
Commercial Paper	3,989,335	72.7%
Federal Agency/GSE	1,499,667	27.3%
Total	5,489,001	100.0%



Detail may not add to total due to rounding.

Sector Allocation
As of September 30, 2016

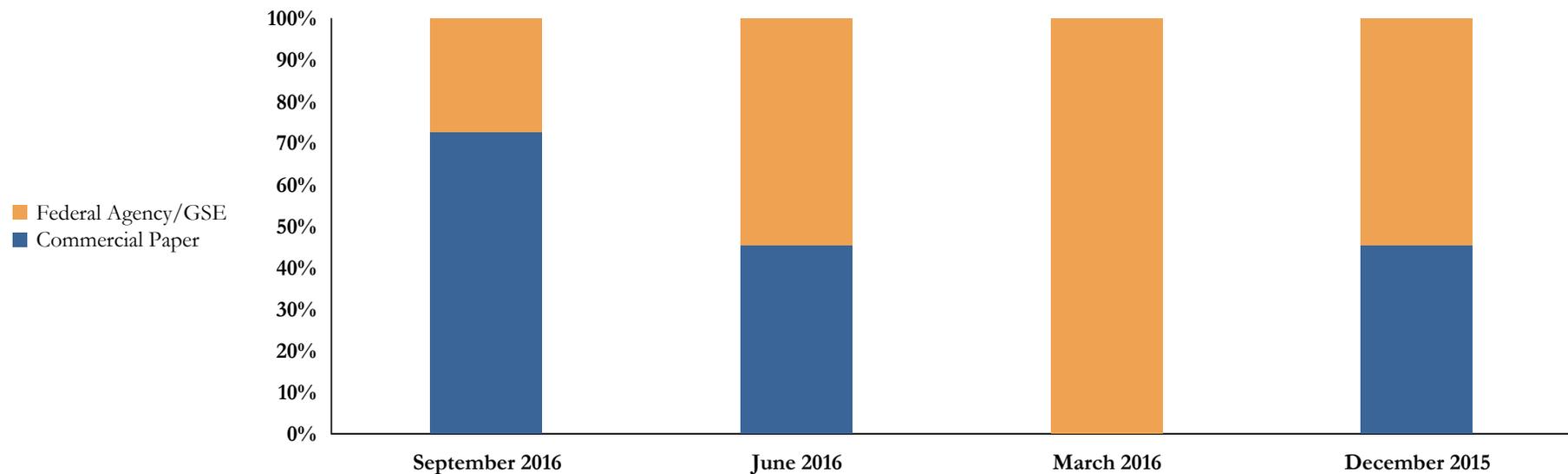
Sector	Market Value (\$)	% of Portfolio	% of Benchmark
Commercial Paper	3,989,335	72.7%	-
Federal Agency/GSE	1,499,667	27.3%	-
Total	5,489,001	100.0%	0.0%



Detail may not add to total due to rounding.

Sector Allocation

Sector	September 30, 2016		June 30, 2016		March 31, 2016		December 31, 2015	
	MV (\$MM)	% of Total	MV (\$MM)	% of Total	MV (\$MM)	% of Total	MV (\$MM)	% of Total
Commercial Paper	4.0	72.7%	2.5	45.5%	0.0	0.0%	2.5	45.5%
Federal Agency/GSE	1.5	27.3%	3.0	54.5%	3.0	100.0%	3.0	54.5%
Total	\$5.5	100.0%	\$5.5	100.0%	\$3.0	100.0%	\$5.5	100.0%

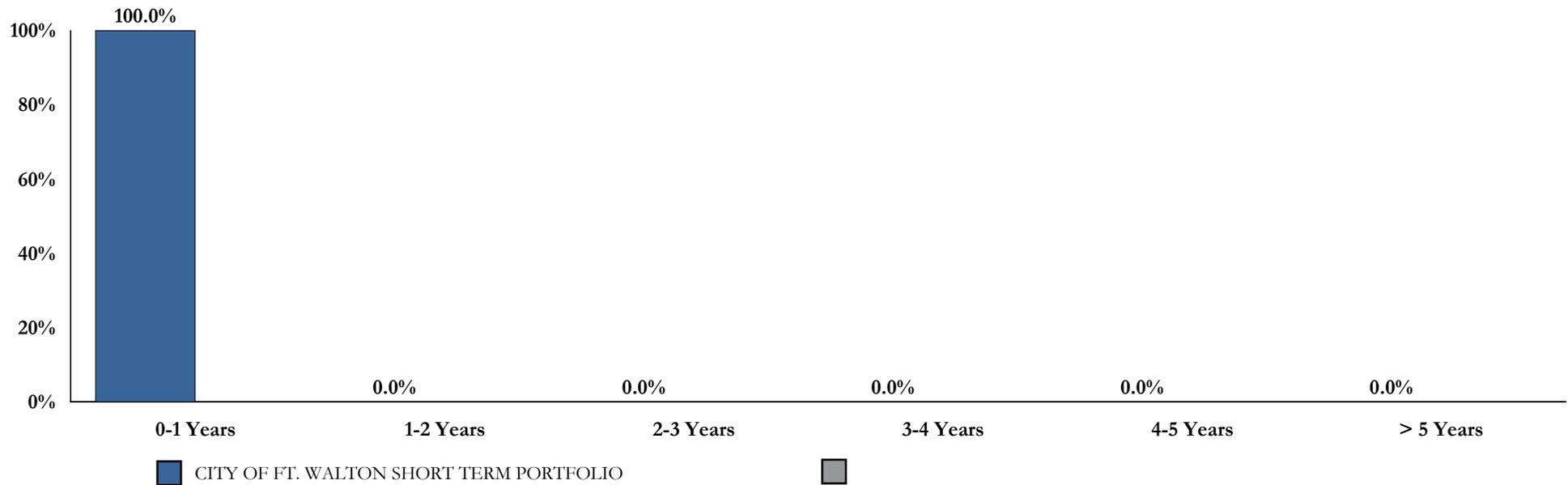


Detail may not add to total due to rounding.

Maturity Distribution

As of September 30, 2016

Portfolio/Benchmark	Yield at Market	Average Maturity	0-1 Years	1-2 Years	2-3 Years	3-4 Years	4-5 Years	>5 Years
CITY OF FT. WALTON SHORT TERM PORTFOLIO	0.68%	0.25 yrs	100.0%	0.0%	0.0%	0.0%	0.0%	0.0%

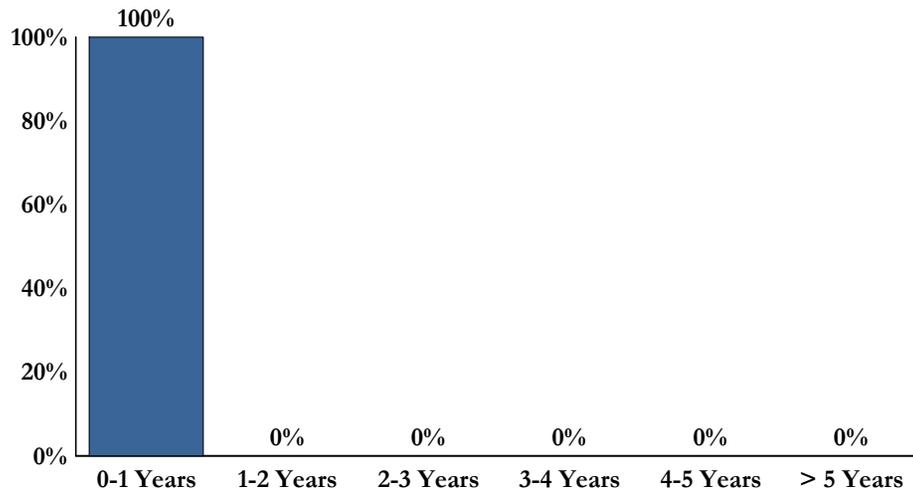


Duration Distribution

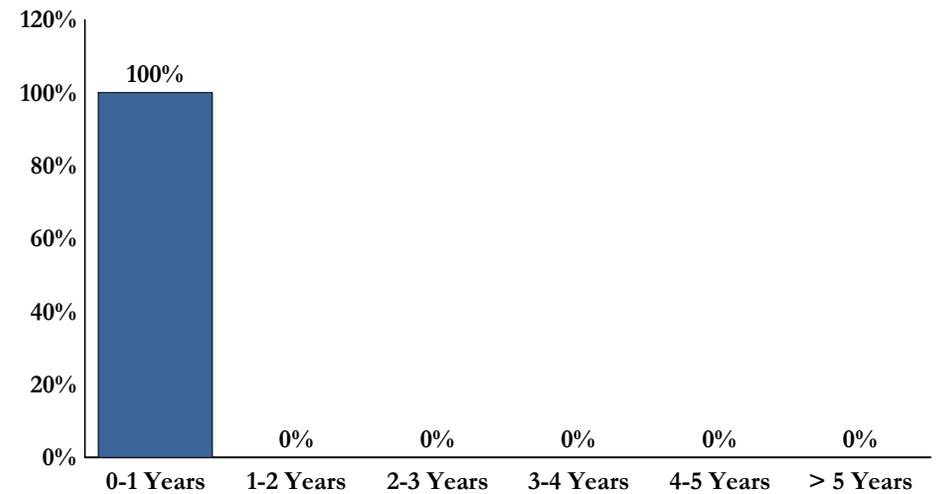
As of September 30, 2016

Portfolio / Benchmark	Effective Duration	0-1 YEARS	1-2 YEARS	2-3 YEARS	3-4 YEARS	4-5 YEARS	> 5 YEARS
CITY OF FT. WALTON SHORT TERM PORTFOLIO	0.25	100.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Distribution by Effective Duration

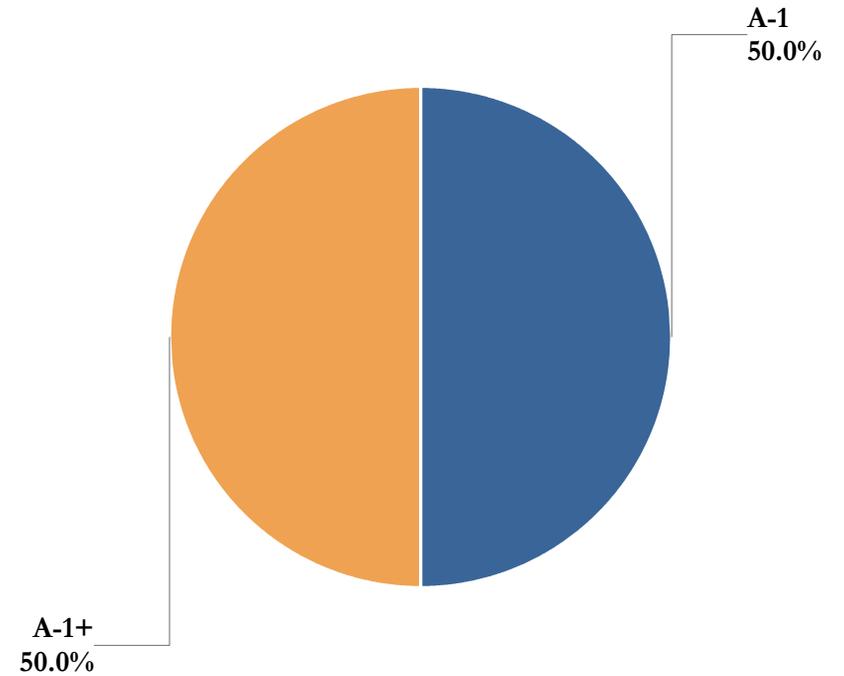


Contribution to Portfolio Duration



Credit Quality
As of September 30, 2016

S&P Rating	Market Value (\$)	% of Portfolio
A-1+	\$2,746,244	50.0%
A-1	\$2,742,757	50.0%
Totals	\$5,489,001	100.0%



Detail may not add to total due to rounding.

Issuer Distribution*As of September 30, 2016*

Issuer	Market Value (\$)	% of Portfolio
FEDERAL HOME LOAN BANKS	1,499,667	27.3%
JP MORGAN CHASE & CO	1,496,622	27.3%
TOYOTA MOTOR CORP	1,246,578	22.7%
MITSUBISHI UFJ FINANCIAL GROUP INC	1,246,135	22.7%
Grand Total:	5,489,001	100.0%

Sector/Issuer Distribution*As of September 30, 2016*

Sector / Issuer	Market Value (\$)	% of Sector	% of Total Portfolio
Commercial Paper			
JP MORGAN CHASE & CO	1,496,622	37.5%	27.3%
MITSUBISHI UFJ FINANCIAL GROUP INC	1,246,135	31.2%	22.7%
TOYOTA MOTOR CORP	1,246,578	31.2%	22.7%
Sector Total	3,989,335	100.0%	72.7%
Federal Agency/GSE			
FEDERAL HOME LOAN BANKS	1,499,667	100.0%	27.3%
Sector Total	1,499,667	100.0%	27.3%
Portfolio Total	5,489,001	100.0%	100.0%

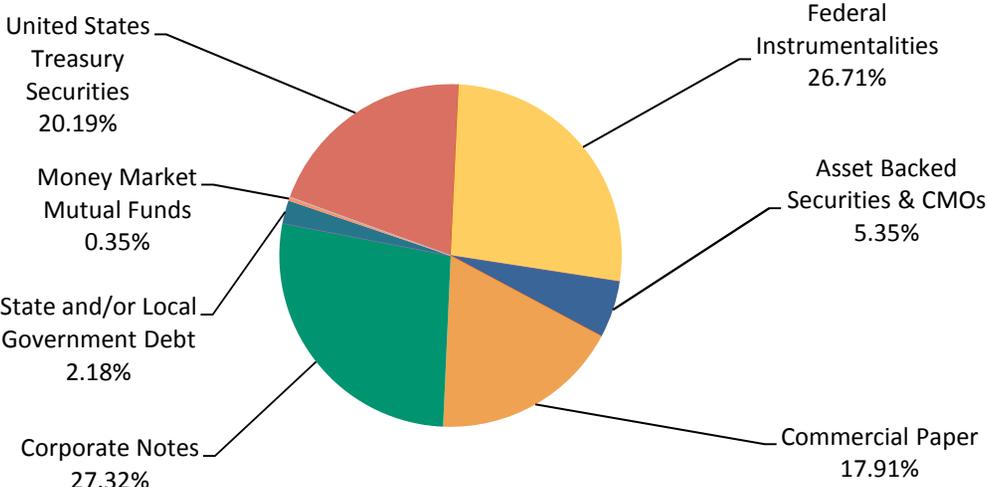
Quarterly Portfolio Transactions

Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amt (\$)	Yield at Market	Realized G/L (BV)
BUY									
7/22/16	7/22/16	1,500,000	46640PNL3	JP MORGAN SECURITIES LLC COMM PAPER	0.00%	1/20/17	1,493,175.00	0.90%	
7/25/16	7/25/16	1,250,000	06538BNP4	BANK OF TOKYO MITSUBISHI COMM PAPER	0.00%	1/23/17	1,243,554.17	1.03%	
7/25/16	7/25/16	1,250,000	89233GNP7	TOYOTA MOTOR CREDIT CORP COMM PAPER	0.00%	1/23/17	1,244,565.28	0.86%	
Total BUY		4,000,000					3,981,294.45		
MATURITY									
7/20/16	7/20/16	1,500,000	313384ZQ5	FEDERAL HOME LOAN BANKS DISC NOTE	0.00%	7/20/16	1,500,000.00		0.00
7/25/16	7/25/16	1,250,000	06538BGR8	BANK OF TOKYO MITSUBISHI UFJ COMM PAPER	0.00%	7/25/16	1,250,000.00		0.00
7/25/16	7/25/16	1,250,000	89233GGR1	TOYOTA MOTOR CREDIT CORP COMM PAPER	0.00%	7/25/16	1,250,000.00		0.00
Total MATURITY		4,000,000					4,000,000.00		0.00

Quarterly Portfolio Transactions

Tran. Type	Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amt (\$)	Yield	Realized G/L (BV)
MATURITY	7/20/16	7/20/16	1,500,000.00	313384ZQ5	FEDERAL HOME LOAN BANKS DISC NOTE	0.00%	7/20/16	1,500,000.00		0.00
BUY	7/22/16	7/22/16	1,500,000.00	46640PNL3	JP MORGAN SECURITIES LLC COMM PAPER	0.00%	1/20/17	(1,493,175.00)	0.90%	
BUY	7/25/16	7/25/16	1,250,000.00	06538BNP4	BANK OF TOKYO MITSUBISHI COMM PAPER	0.00%	1/23/17	(1,243,554.17)	1.03%	
BUY	7/25/16	7/25/16	1,250,000.00	89233GNP7	TOYOTA MOTOR CREDIT CORP COMM PAPER	0.00%	1/23/17	(1,244,565.28)	0.86%	
MATURITY	7/25/16	7/25/16	1,250,000.00	06538BGR8	BANK OF TOKYO MITSUBISHI UFJ COMM PAPER	0.00%	7/25/16	1,250,000.00		0.00
MATURITY	7/25/16	7/25/16	1,250,000.00	89233GGR1	TOYOTA MOTOR CREDIT CORP COMM PAPER	0.00%	7/25/16	1,250,000.00		0.00
TOTALS								18,705.55		0.00

Tab III



Security Type ¹	Amortized Cost (Includes Interest)	Allocation Percentage	Notes	Permitted by Policy	In Compliance
Local Government Surplus Funds Trust Fund	-	0.00%		25%	YES
United States Treasury Securities	4,494,621.15	20.19%		100%	YES
United States Government Agency Securities	-	0.00%		50%	YES
Federal Instrumentalities	5,945,865.77	26.71%		75%	YES
Mortgage-Backed Securities	-	0.00%	2	75%	YES
Asset Backed Securities & CMOs	1,190,463.59	5.35%	2	75%	YES
Interest Bearing Time Deposits	-	0.00%		75%	YES
Repurchase Agreements	-	0.00%		50%	YES
Commercial Paper	3,988,395.84	17.91%		25%	YES
Corporate Notes	6,081,951.64	27.32%	2	75%	YES
Bankers' Acceptances	-	0.00%		35%	YES
State and/or Local Government Debt	484,491.14	2.18%	2	75%	YES
Money Market Mutual Funds	77,528.99	0.35%		50%	YES
Intergovernmental Investment Pool	-	0.00%		25%	YES

Notes:
 1. End of month trade-date amortized cost of portfolio holdings, including accrued interest. PFMAM managed assets included.
 2. Individual and Combined security types cannot be greater than 75%.

Individual Issuer Breakdown	Amortized Cost (Includes Interest)	Allocation Percentage	Notes	Permitted by Policy	In Compliance
Government National Mortgage Association (GNMA)	-	0.00%		25%	YES
Federal Farm Credit Bank (FFCB)	-	0.00%		40%	YES
Federal Home Loan Bank (FHLB)	4,065,404.76	18.26%		40%	YES
Federal National Mortgage Association (FNMA)	1,579,079.29	7.09%		40%	YES
Federal Home Loan Mortgage Corporation (FHLMC)	100,163.14	0.45%		40%	YES
Tennessee Valley Authority	201,218.58	0.90%		40%	YES
City of New York City Municipal Bonds	303,000.00	1.36%		3%	YES
State of California Municipal Bonds	181,491.14	0.82%		3%	YES
American Express Company Corporate Notes	252,116.98	1.13%		3%	YES
American Honda Finance Corporate Notes	320,615.99	1.44%		3%	YES
Apple, Inc. Corporate Notes	201,306.45	0.90%		3%	YES
Bank of America Corporate Notes	100,651.03	0.45%		3%	YES
Bank of Montreal Corporate Notes	200,429.06	0.90%		3%	YES
Bank of Nova Scotia Corporate Notes	401,970.44	1.81%		3%	YES
Berkshire Hathaway, Inc. Corporate Notes	75,139.52	0.34%		3%	YES
Boeing Company Corporate Notes	115,173.60	0.52%		3%	YES
Caterpillar, Inc. Corporate Notes	180,985.29	0.81%		3%	YES
Chevron Corporation Corporate Notes	195,902.66	0.88%		3%	YES
Cisco Systems, Inc. Corporate Notes	363,918.05	1.63%		3%	YES
Citigroup, Inc. Corporate Notes	352,236.13	1.58%		3%	YES
Ford Motor Company Corporate Notes	170,438.94	0.77%		3%	YES
General Electric Capital Corporation Corporate Notes	448,447.51	2.01%		3%	YES
Goldman Sachs Group, Inc. Corporate Notes	292,280.25	1.31%		3%	YES
HSBC Holdings plc Corporate Notes	75,237.36	0.34%		3%	YES
IBM Corporation Corporate Notes	126,264.70	0.57%		3%	YES
Microsoft Corporation Corporate Notes	351,341.78	1.58%		3%	YES
New York University Corporate Notes	60,265.05	0.27%		3%	YES
Pfizer, Inc. Corporate Notes	235,273.46	1.06%		3%	YES
Royal Bank of Canada Corporate Notes	180,271.36	0.81%		3%	YES
Royal Dutch Shell plc Corporate Notes	75,182.90	0.34%		3%	YES
Toyota Motor Corporation Corporate Notes	327,331.12	1.47%		3%	YES
Unilever plc Corporate Notes	99,627.19	0.45%		3%	YES

CITY OF FORT WALTON BEACH, FLORIDA

Asset Allocation

Verizon Communications Corporate Notes	170,375.19	0.77%	3%	YES
Wells Fargo & Company Corporate Notes	377,050.53	1.69%	3%	YES
Westpac Banking Corp Corporate Notes	251,574.69	1.13%	3%	YES
BB&T Corporation Corporate Note	80,544.41	0.36%	3%	YES
Bank of Tokyo Mitsubishi, Inc. Commercial Paper	1,245,962.50	5.60%	15%	YES
JP Morgan Chase & Company Commercial Paper	1,495,837.50	6.72%	15%	YES
Toyota Motor Corporation Commercial Paper	1,246,595.84	5.60%	15%	YES
Ally Auto Receivables Trust ABS	80,044.09	0.36%	10%	YES
Carmax Auto Owner Trust ABS	150,066.59	0.67%	10%	YES
Ford Credit Auto Owner Trust ABS	100,045.34	0.45%	10%	YES
Honda Auto Receivables ABS	310,083.01	1.39%	10%	YES
Hyundai Auto Receivables ABS	80,017.90	0.36%	10%	YES
Nissan Auto Receivables ABS	230,081.62	1.03%	10%	YES
Toyota Auto Receivables ABS	240,125.04	1.08%	10%	YES
Money Market Fund - Sweep Account	77,528.99	0.35%	25%	YES

Important Disclosures

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- Market values which include accrued interest, are derived from closing bid prices as of the last business day of the month as supplied by a third party vendor. Where prices are not available from generally recognized sources the securities are priced using a yield based matrix system to arrive at an estimated market value.
- In accordance with generally accepted accounting principles, information is presented on a trade date basis; forward settling purchases are included in the monthly balances and forward settling sales are excluded.
- Performance is presented in accordance with the CFA Institute's Global Investment Performance Standards (GIPS). Unless otherwise noted, performance is shown gross of fees. Quarterly returns are presented on an unannualized basis. Returns for periods greater than one year are presented on an annualized basis. Past performance is not indicative of future returns.
- Bank of America/Merrill Lynch Indices provided by Bloomberg Financial Markets.
- Money market fund/cash balances are included in performance and duration computations.
- Standard & Poor's is the source of the credit ratings. Distribution of credit rating is exclusive of money market fund/LGIP holdings.
- Callable securities in portfolio are included in the maturity distribution analysis to their stated maturity date, although they may be called prior to maturity.
- MBS maturities are represented by expected average life.

Glossary

- **ACCRUED INTEREST:** Interest that is due on a bond or other fixed income security since the last interest payment was made.
- **AGENCIES:** Federal agency securities and/or Government-sponsored enterprises.
- **AMORTIZED COST:** The original cost of the principal of the security is adjusted for the amount of the periodic reduction of any discount or premium from the purchase date until the date of the report. Discount or premium with respect to short term securities (those with less than one year to maturity at time of issuance) is amortized on a straight line basis. Such discount or premium with respect to longer term securities is amortized using the constant yield basis.
- **BANKERS' ACCEPTANCE:** A draft or bill of exchange accepted by a bank or trust company. The accepting institution guarantees payment of the bill, as well as the insurer.
- **COMMERCIAL PAPER:** An unsecured obligation issued by a corporation or bank to finance its short-term credit needs, such as accounts receivable and inventory.
- **CONTRIBUTION TO DURATION:** Represents each sector or maturity range's relative contribution to the overall duration of the portfolio measured as a percentage weighting. Since duration is a key measure of interest rate sensitivity, the contribution to duration measures the relative amount or contribution of that sector or maturity range to the total rate sensitivity of the portfolio.
- **DURATION TO WORST:** A measure of the sensitivity of a security's price to a change in interest rates, stated in years, computed from cash flows to the maturity date or to the put date, whichever results in the highest yield to the investor.
- **EFFECTIVE DURATION:** A measure of the sensitivity of a security's price to a change in interest rates, stated in years.
- **EFFECTIVE YIELD:** The total yield an investor receives in relation to the nominal yield or coupon of a bond. Effective yield takes into account the power of compounding on investment returns, while nominal yield does not.
- **FDIC:** Federal Deposit Insurance Corporation. A federal agency that insures bank deposits to a specified amount.
- **INTEREST RATE:** Interest per year divided by principal amount, expressed as a percentage.
- **MARKET VALUE:** The value that would be received or paid for an investment in an orderly transaction between market participants at the measurement date.
- **MATURITY:** The date upon which the principal or stated value of an investment becomes due and payable.
- **NEGOTIABLE CERTIFICATES OF DEPOSIT:** A CD with a very large denomination, usually \$1 million or more that can be traded in secondary markets.
- **PAR VALUE:** The nominal dollar face amount of a security.

Glossary

- **PASS THROUGH SECURITY:** A security representing pooled debt obligations that passes income from debtors to its shareholders. The most common type is the mortgage-backed security.
- **REPURCHASE AGREEMENTS:** A holder of securities sells these securities to an investor with an agreement to repurchase them at a fixed price on a fixed date.
- **SETTLE DATE:** The date on which the transaction is settled and monies/securities are exchanged. If the settle date of the transaction occurs on a non-business day (i.e. coupon payments and maturity proceeds), the funds are exchanged on the next business day.
- **TRADE DATE:** The date on which the transaction occurred however the final consummation of the security transaction and payment has not yet taken place.
- **UNSETTLED TRADE:** A trade which has been executed however the final consummation of the security transaction and payment has not yet taken place.
- **U.S. TREASURY:** The department of the U.S. government that issues Treasury securities.
- **YIELD:** The rate of return based on the current market value, the annual interest receipts, maturity value and the time period remaining until maturity, stated as a percentage, on an annualized basis.
- **YTM AT COST:** The yield to maturity at cost is the expected rate of return, based on the original cost, the annual interest receipts, maturity value and the time period from purchase date to maturity, stated as a percentage, on an annualized basis.
- **YTM AT MARKET:** The yield to maturity at market is the rate of return, based on the current market value, the annual interest receipts, maturity value and the time period remaining until maturity, stated as a percentage, on an annualized basis.