



# City of Winter Springs, Florida



## Investment Performance Review For the Quarter Ended March 31, 2018

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# Tab I

## QUARTERLY MARKET SUMMARY

### SUMMARY

- The first quarter was characterized by a spike in volatility associated with an equity market correction, talks of tariffs and trade wars, a modest uptick in inflation, and a panoply of geopolitical concerns. Despite healthy fundamentals and a robust global economic backdrop, “risk-off” sentiment began to take hold of the financial markets. For the first time in nearly 10 years, both the stock market and bond market posted losses for the quarter.
- During the quarter, President Trump signed a \$1.3 trillion omnibus spending bill which averted a government shutdown, significantly increased military spending, and increased funding in a variety of discretionary areas, including background checks for gun purchases, election security, infrastructure, the opioid crisis, child care, low-income housing, the National Park Service, veterans’ hospitals, pay raises for the troops, school safety, and border security. As a result, the Congressional Budget Office (CBO) now estimates that the federal budget deficit will exceed \$1 trillion per year by 2020.
- Under new Federal Reserve (Fed) chair Jay Powell, the Federal Open Market Committee (FOMC) raised the short-term federal funds target rate 0.25% to a new range of 1.50 to 1.75% at its March meeting. While widely anticipated, the March rate hike indicates the Fed remains committed to its well-defined and well-telegraphed path of monetary policy tightening. Expectations point to two or three more rate hikes over the balance of 2018, with additional hikes likely in 2019 and 2020 as well.
- Bond yields continued their ascent over the quarter, with the two-year Treasury reaching a near-decade high. Meanwhile, the S&P 500 index dipped into negative territory for the quarter – the first negative quarter for the headline index since the third quarter of 2015. International indices also posted declines for the quarter, but a weaker U.S. dollar helped temper those relative losses.

### ECONOMIC SNAPSHOT

- Economic data continues to support growth and optimism (both business and consumer) as a myriad of indicators reached or remained at multi-year bests during the quarter, including the unemployment rate, consumer confidence, productivity, and manufacturing.
- The U.S. economy posted solid results last year, as the Gross Domestic Product (GDP) for the fourth quarter was revised up to show a real growth rate of 2.9%, after back-to-back readings in excess of 3.0% the prior two quarters. In the midst of eight straight years of domestic economic expansion, global growth is now in synchrony, with nearly every advanced economy around the globe, including the Eurozone, Japan, and China, showing positive growth rates.
- The U.S. labor market remained strong as the unemployment rate hovered at a 17-year low of 4.1%. The economy also posted positive net job gains for consecutive months dating back to the fourth quarter of 2010. Meanwhile, wages are beginning to gain some traction, as average hourly earnings – an important measure of wage growth – increased 2.7% over the past year.

### INTEREST RATES

- U.S. Treasury yields rose across the yield curve, as the yield on the 2-year increased 38 basis points (bps) from 1.88 to 2.26%, while the yield on a 10-year increased 33 bps from 2.40 to 2.73%. Although the yield curve initially steepened early in the quarter, as longer-term rates moved up in response to a modest uptick in inflation expectations, the flattening trend ultimately resumed, retreating to post-recession tightness by quarter-end.
- Money market investors have reaped the benefits of the Fed’s rate increases, as yields on securities with maturities less than one year continued to reflect rising short-term rates. In addition, a huge surge in the supply of U.S. Treasury bills pushed shorter-term yields higher still.
- After years of tightening yield spreads, the spike in market volatility caused spreads on corporates and other non-government sectors to widen sharply.

### SECTOR PERFORMANCE

- The continued federal fund rate hikes resulted in negative returns for most bond indices, with longer maturities performing worst. Although higher yields provide greater income over time, that income was not sufficient to offset the adverse impact of increasing interest rates on fixed income prices.
- Although Federal Agency returns were also negative, they generated returns slightly more positive than similar duration Treasuries, as their modest incremental income was a slight benefit.
- The municipal sector provided some reprieve for fixed income investors during the quarter, as returns were positive and outperformed most other investment-grade (IG) alternatives. The large decline in new issuance in the first quarter, caused by tax changes enacted in the fourth quarter, created a supply/demand imbalance that benefited the sector.
- IG corporate yield spreads ended the quarter wider, resulting in the sector being one of the worst performing fixed-income sectors in the first quarter. Despite the poor quarter, trailing returns over longer time periods remain strong, and the underlying strength of corporate fundamentals remains intact.
- The mortgage-backed securities (MBS) sector struggled to find footing during the quarter as low yield spreads, upcoming seasonal supply, and Fed balance sheet unwinding continued to weigh on investor demand. As a result, the sector generated a negative excess return for the quarter.
- Short-term commercial paper (CP) and bank Certificates of Deposits (CDs) offered even greater incremental value in the first quarter as short-term yields rose in response to the burgeoning Treasury supply, and credit spreads widened. The incremental yield advantage offered in these sectors continues to be a valuable return attribute in the face of rising rates.

### Economic Snapshot

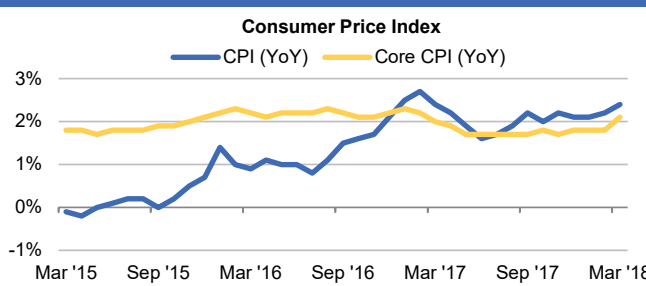
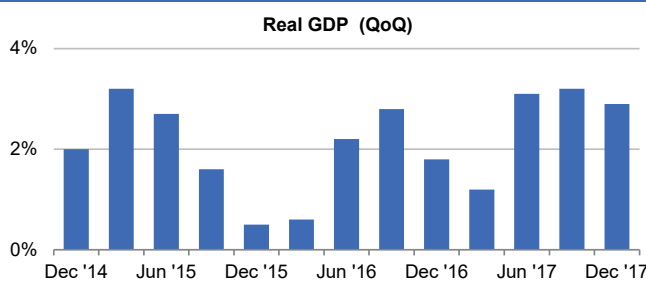
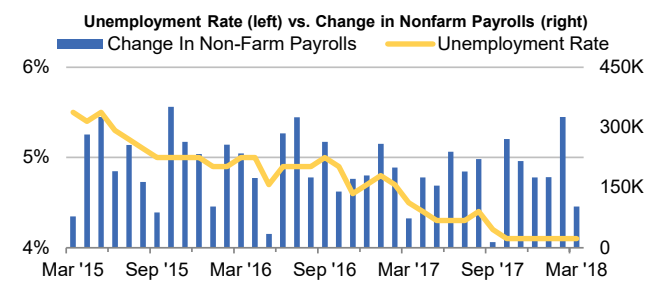
Labor Market		Latest	Dec '17	Mar '17
Unemployment Rate	Mar '18	4.1%	4.1%	4.5%
Change In Non-Farm Payrolls	Mar '18	103,000	175,000	73,000
Average Hourly Earnings (YoY)	Mar '18	2.7%	2.7%	2.6%
Personal Income (YoY)	Feb '18	3.7%	4.3%	3.4%
Initial Jobless Claims (week)	4/7/18	233,000	248,000	241,000

Growth				
Real GDP (QoQ SAAR)	2017 Q4	2.9%	3.2% <sup>1</sup>	1.8% <sup>2</sup>
GDP Personal Consumption (QoQ SAAR)	2018 Q4	4.0%	2.2% <sup>1</sup>	2.9% <sup>2</sup>
Retail Sales (YoY)	Mar '18	4.5%	5.1%	4.9%
ISM Manufacturing Survey (month)	Mar '18	59.3	59.3	56.6
Existing Home Sales SAAR (month)	Feb '18	5.54 mil.	5.56 mil.	5.67 mil.

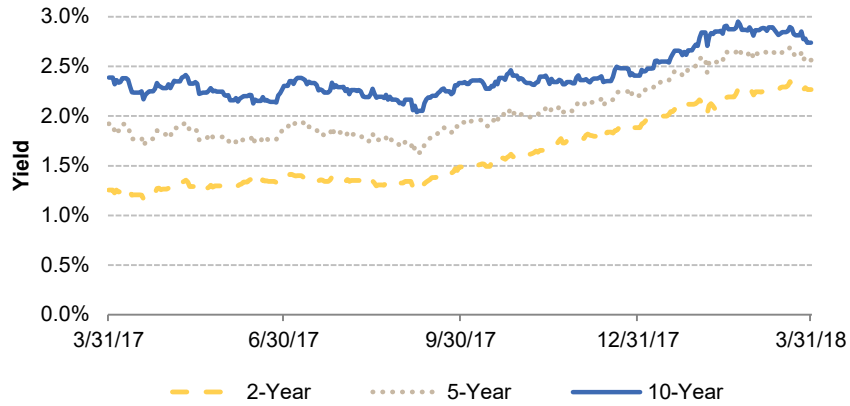
Inflation / Prices				
Personal Consumption Expenditures (YoY)	Feb '18	1.8%	1.7%	1.8%
Consumer Price Index (YoY)	Mar '18	2.4%	2.1%	2.4%
Consumer Price Index Core (YoY)	Mar '18	2.1%	1.8%	2.0%
Crude Oil Futures (WTI, per barrel)	Mar 31	\$64.94	\$60.42	\$50.60
Gold Futures (oz.)	Mar 31	\$1,323	\$1,309	\$1,247



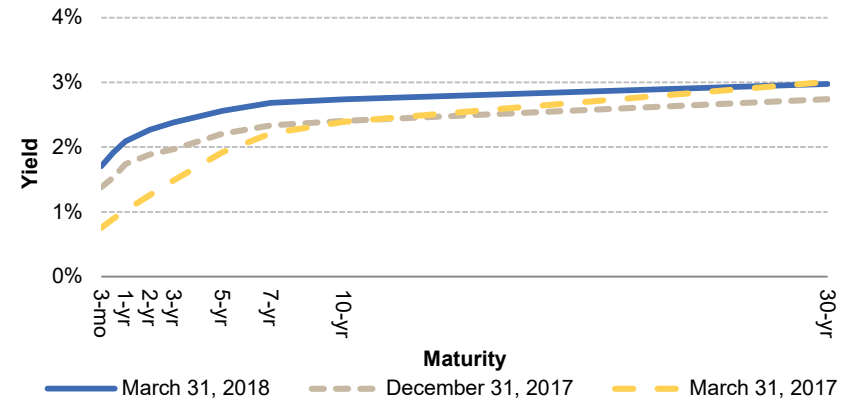
1. Data as of Third Quarter 2017.  
2. Data as of Fourth Quarter 2016.  
Note: YoY = year-over-year, QoQ = quarter over quarter, SAAR = seasonally adjusted annual rate, WTI = West Texas Intermediate crude oil.  
Source: Bloomberg.

### Interest Rate Overview

U.S. Treasury Note Yields



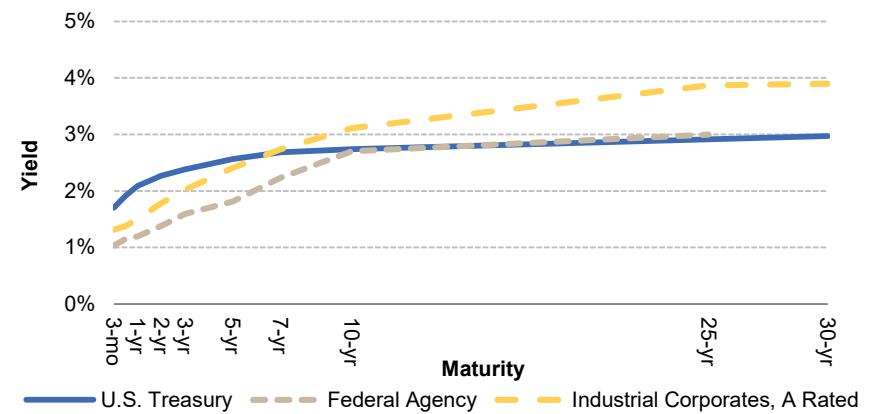
U.S. Treasury Yield Curve



U.S. Treasury Yields

Maturity	Mar '18	Dec '17	Change over Quarter	Mar '17	Change over Year
3-month	1.71%	1.38%	0.33%	0.75%	0.96%
1-year	2.09%	1.74%	0.35%	1.02%	1.07%
2-year	2.27%	1.89%	0.38%	1.26%	1.01%
5-year	2.56%	2.21%	0.35%	1.92%	0.64%
10-year	2.74%	2.41%	0.33%	2.39%	0.35%
30-year	2.97%	2.74%	0.23%	3.01%	(0.04%)

Yield Curves as of 3/31/18



Source: Bloomberg.

ICE BofAML Index Returns

March 31, 2018	As of 3/31/18	Yield	Returns for Periods ended 3/31/18		
	Duration		3-Month	1-Year	3-Years
<b>1-3 Year Indices</b>					
U.S. Treasury	1.80	2.27%	(0.13%)	0.03%	0.40%
Federal Agency	1.74	2.31%	(0.02%)	0.32%	0.58%
U.S. Corporates, A-AAA rated	1.81	2.90%	(0.41%)	0.65%	1.15%
Agency MBS (0 to 3 years)	2.38	2.57%	0.01%	0.99%	1.05%
Taxable Municipals	1.49	2.76%	0.25%	1.69%	1.83%
<b>1-5 Year Indices</b>					
U.S. Treasury	2.59	2.36%	(0.38%)	(0.10%)	0.47%
Federal Agency	2.10	2.36%	(0.18%)	0.26%	0.65%
U.S. Corporates, A-AAA rated	2.61	3.04%	(0.80%)	0.62%	1.31%
Agency MBS (0 to 5 years)	3.27	2.75%	(0.61%)	0.52%	0.92%
Taxable Municipals	2.23	2.84%	0.13%	1.62%	1.99%
<b>Master Indices (Maturities 1 Year or Greater)</b>					
U.S. Treasury	6.24	2.55%	(1.21%)	0.51%	0.47%
Federal Agency	3.86	2.53%	(0.53%)	0.85%	0.94%
U.S. Corporates, A-AAA rated	6.97	3.50%	(2.31%)	2.11%	1.96%
Agency MBS (0 to 30 years)	5.03	3.26%	(1.21%)	0.74%	1.10%
Taxable Municipals	10.63	3.88%	(1.73%)	6.82%	3.73%

Returns for periods greater than one year are annualized.

Source: ICE BofAML Indices.

## QUARTERLY MARKET SUMMARY

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### DISCLOSURES

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# Tab II

- The Portfolio is of high credit quality and invested in U.S. Treasury, Federal Agency/GSE, and commercial paper securities.
- The Portfolio's quarterly total return performance of 0.23% underperformed the benchmark return of 0.25% by 0.02%. Over the past year, the Portfolio earned 0.81% versus 0.66% for the benchmark.
- New Fed Chair Jay Powell made his first public address at February's semi-annual monetary policy report to Congress. His maiden testimony hinted at a continuance of gradual rate hikes, while acknowledging that "the economic outlook remains strong" and the expectation for inflation to increase and closely approach the FOMC's 2% objective remains intact.
- The combined effects of less predictable U.S. politics and policy (e.g. tariffs, trade wars, Facebook, global relations, budget deficits, etc.) created an environment of heightened volatility. The "risk off" sentiment triggered wider credit spreads.
- Wider spreads caused corporate-related investments to underperform for the quarter. While portfolios typically benefit from increased credit allocations, returns in Q1 were negatively affected.
- Federal agency yield spreads remained very narrow throughout the quarter. New issue agencies continued to be our preferred – in some cases only -- outlet to add exposure at relatively attractive yields. Generally, the agency sector added modest positive excess returns in Q1 (returns in excess of similar duration Treasuries) across much of the yield curve, benefitting portfolio performance.
- The economic themes that carried over into 2018 remain: healthy job production, consistent GDP growth, positive corporate guidance, and heightened consumer confidence. However, where complacency had characterized the global markets quarter after quarter, volatility roared back in Q1. While rising volatility increases some market risks, it can also create investment opportunities.

## **Custom Benchmark Definitions**

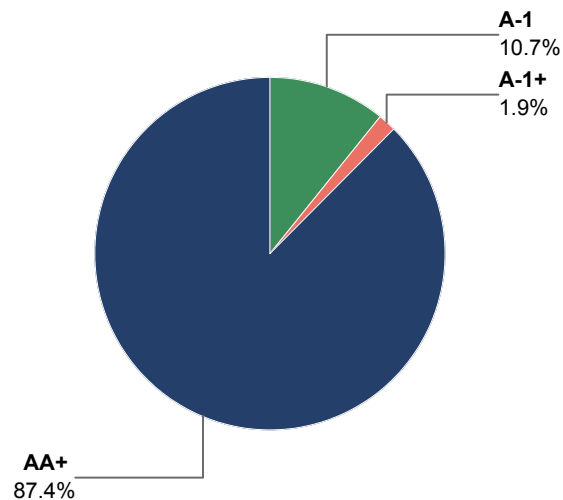
- ◆ The Winter Springs General City Account's benchmark was originally the Merrill Lynch 1-3 Year Government Index. On June 30, 2011, the benchmark was moved to the Merrill Lynch 1 Year U.S. Treasury Note Index. The benchmark's total return performance is a blended performance of the benchmarks for time periods that include dates prior to June 30, 2011

**Portfolio Statistics**

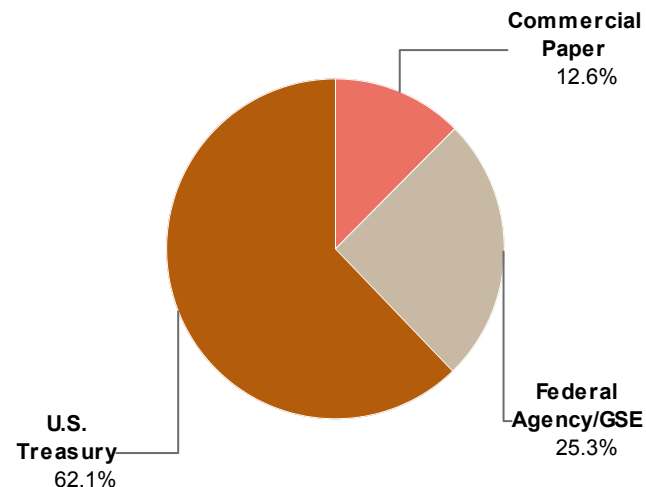
As of March 31, 2018

<b>Par Value:</b>	\$52,450,000
<b>Total Market Value:</b>	\$52,242,649
<b>Security Market Value:</b>	\$52,102,805
<b>Accrued Interest:</b>	\$100,554
<b>Cash:</b>	\$39,290
<b>Amortized Cost:</b>	\$52,325,448
<b>Yield at Market:</b>	2.03%
<b>Yield at Cost:</b>	1.32%
<b>Effective Duration:</b>	0.66 Years
<b>Duration to Worst:</b>	0.65 Years
<b>Average Maturity:</b>	0.67 Years
<b>Average Credit: *</b>	AA

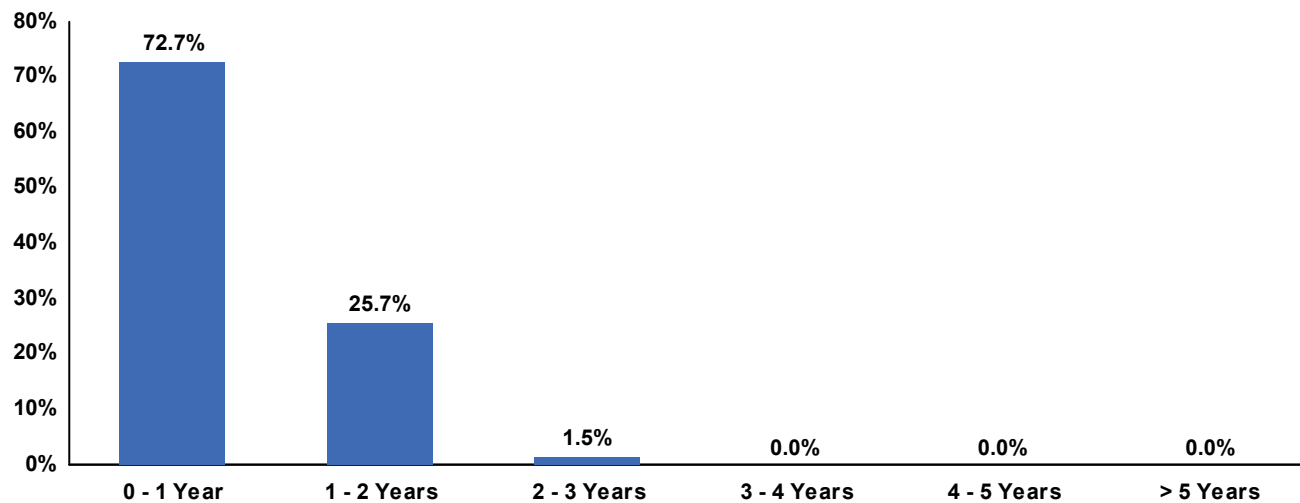
**Credit Quality (S&P Ratings)**



**Sector Allocation**



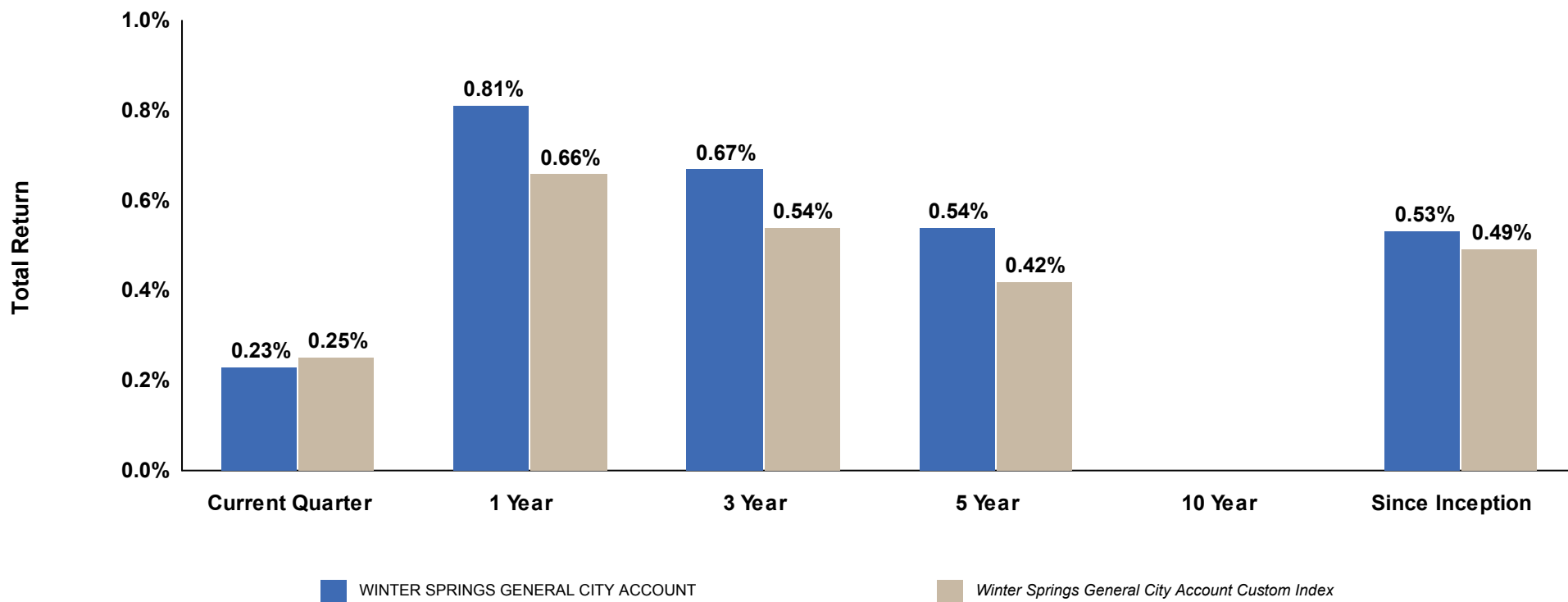
**Maturity Distribution**



\* 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)

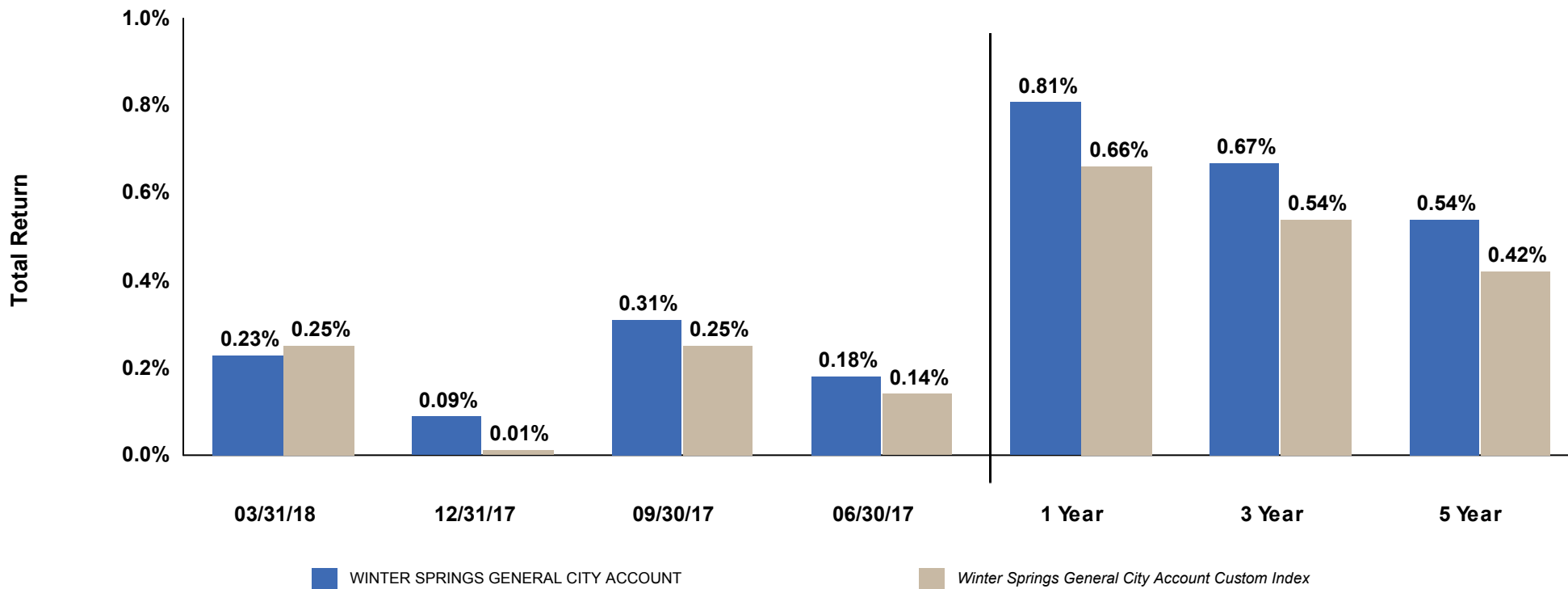
Portfolio/Benchmark	Effective Duration	Current Quarter	Annualized Return				Since Inception (03/31/11) **
			1 Year	3 Year	5 Year	10 Year	
WINTER SPRINGS GENERAL CITY ACCOUNT	0.66	0.23%	0.81%	0.67%	0.54%	-	0.53%
Winter Springs General City Account Custom Index	0.90	0.25%	0.66%	0.54%	0.42%	-	0.49%
Difference		-0.02%	0.15%	0.13%	0.12%	-	0.04%



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)

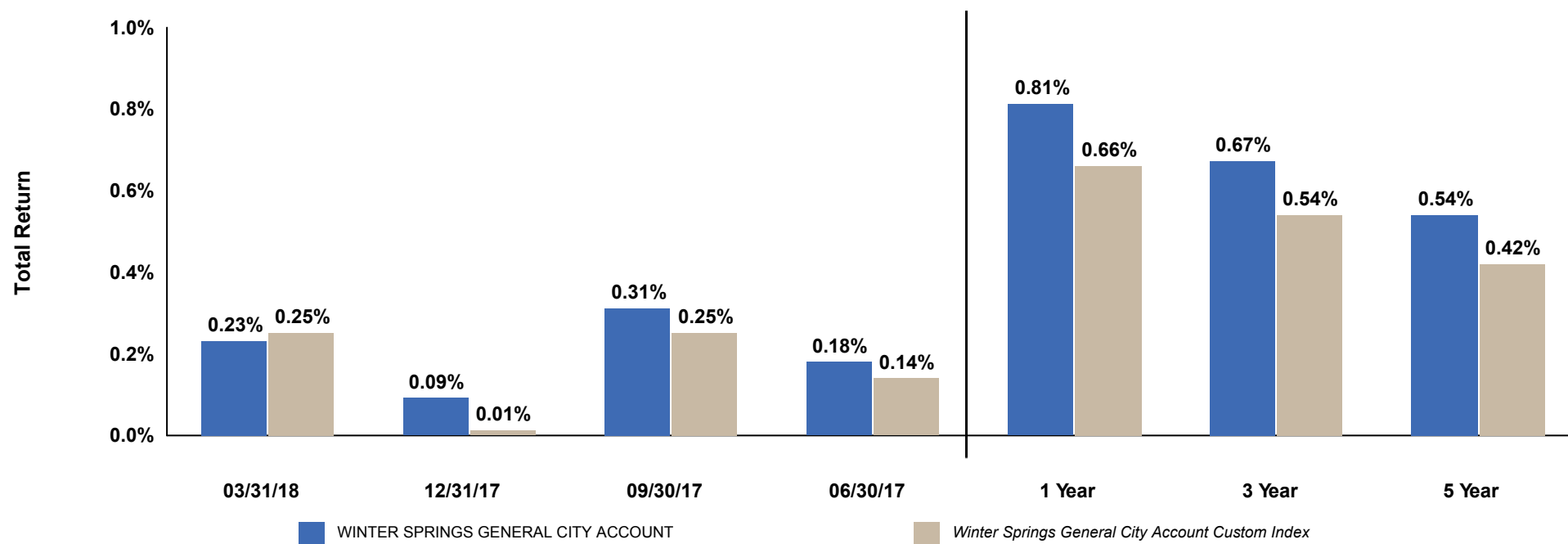
Portfolio/Benchmark	Effective Duration	Quarter Ended				1 Year	Annualized Return	
		03/31/18	12/31/17	09/30/17	06/30/17		3 Year	5 Year
WINTER SPRINGS GENERAL CITY ACCOUNT	0.66	0.23%	0.09%	0.31%	0.18%	0.81%	0.67%	0.54%
Winter Springs General City Account Custom Index	0.90	0.25%	0.01%	0.25%	0.14%	0.66%	0.54%	0.42%
Difference		-0.02%	0.08%	0.06%	0.04%	0.15%	0.13%	0.12%



Portfolio performance is gross of fees unless otherwise indicated.

Portfolio Performance (Total Return)

Portfolio/Benchmark	Effective Duration	Quarter Ended				Annualized Return		
		03/31/18	12/31/17	09/30/17	06/30/17	1 Year	3 Year	5 Year
WINTER SPRINGS GENERAL CITY ACCOUNT	0.66	0.23%	0.09%	0.31%	0.18%	0.81%	0.67%	0.54%
<i>Net of Fees **</i>	-							
Winter Springs General City Account Custom Index	0.90	0.25%	0.01%	0.25%	0.14%	0.66%	0.54%	0.42%
Difference (Gross)		-0.02%	0.08%	0.06%	0.04%	0.15%	0.13%	0.12%
Difference (Net)		-0.25%	-0.01%	-0.25%	-0.14%	-0.66%	-0.54%	-0.42%



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 March 31, 2018**

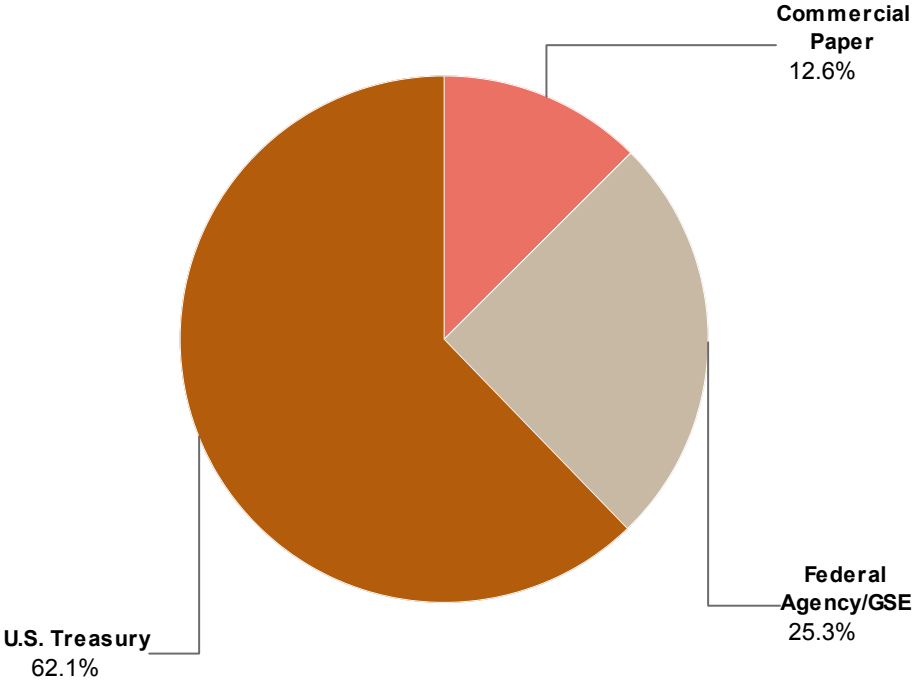
	<b>Market Value Basis</b>	<b>Accrual (Amortized Cost) Basis</b>
<b>Beginning Value (12/31/2017)</b>	\$51,921,163.03	\$52,096,438.18
<b>Net Purchases/Sales</b>	\$179,060.59	\$179,060.59
<b>Change in Value</b>	\$2,581.41	\$49,948.82
<b>Ending Value (03/31/2018)</b>	\$52,102,805.03	\$52,325,447.59
<b>Interest Earned</b>	\$117,951.15	\$117,951.15
<b>Portfolio Earnings</b>	\$120,532.56	\$167,899.97



**Sector Allocation**

*As of March 31, 2018*

Sector	Market Value (\$)	% of Portfolio
U.S. Treasury	32,349,441	62.1%
Federal Agency/GSE	13,178,561	25.3%
Commercial Paper	6,574,804	12.6%
<b>Total</b>	<b>\$52,102,805</b>	<b>100.0%</b>

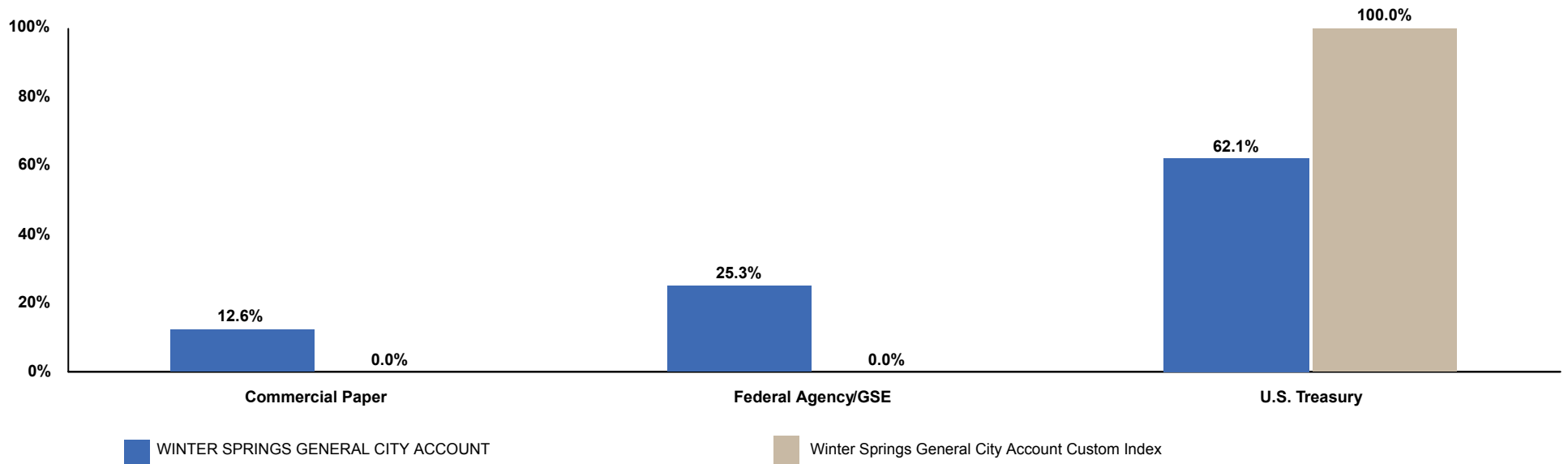


Detail may not add to total due to rounding.

**Sector Allocation**

*As of March 31, 2018*

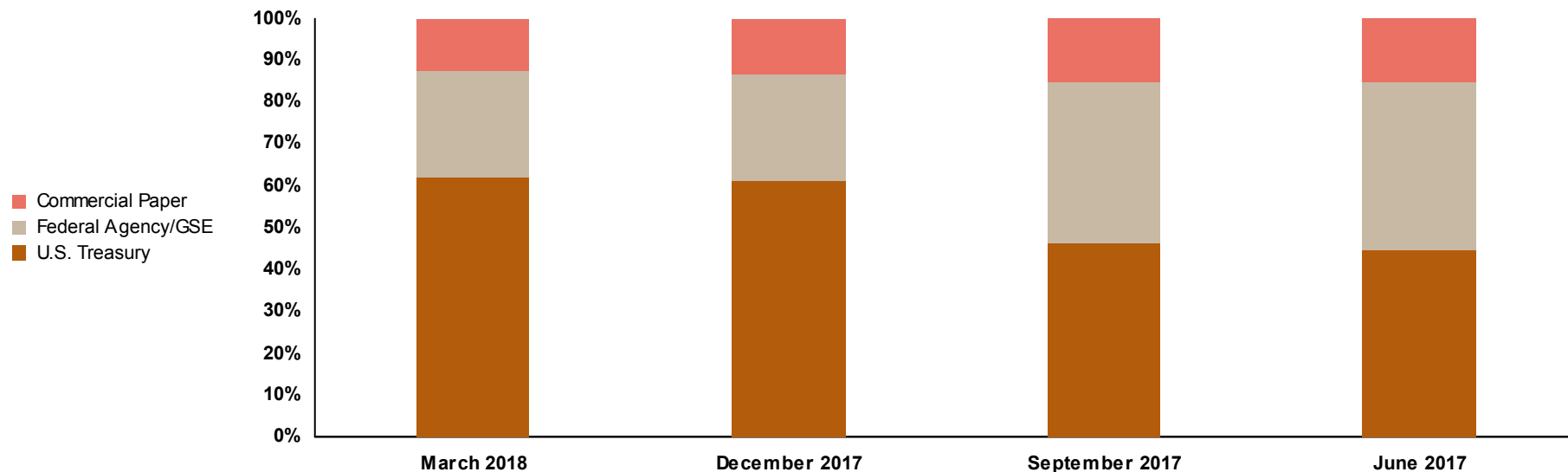
Sector	Market Value (\$)	% of Portfolio	% of Benchmark
U.S. Treasury	32,349,441	62.1%	100.0%
Federal Agency/GSE	13,178,561	25.3%	-
Commercial Paper	6,574,804	12.6%	-
<b>Total</b>	<b>\$52,102,805</b>	<b>100.0%</b>	<b>100.0%</b>



Detail may not add to total due to rounding.

**Sector Allocation**

Sector	March 31, 2018		December 31, 2017		September 30, 2017		June 30, 2017	
	MV (\$MM)	% of Total	MV (\$MM)	% of Total	MV (\$MM)	% of Total	MV (\$MM)	% of Total
U.S. Treasury	32.3	62.1%	31.7	61.1%	21.1	46.2%	20.3	44.6%
Federal Agency/GSE	13.2	25.3%	13.2	25.4%	17.6	38.5%	18.3	40.1%
Commercial Paper	6.6	12.6%	7.0	13.5%	7.0	15.3%	7.0	15.3%
<b>Total</b>	<b>\$52.1</b>	<b>100.0%</b>	<b>\$51.9</b>	<b>100.0%</b>	<b>\$45.7</b>	<b>100.0%</b>	<b>\$45.6</b>	<b>100.0%</b>

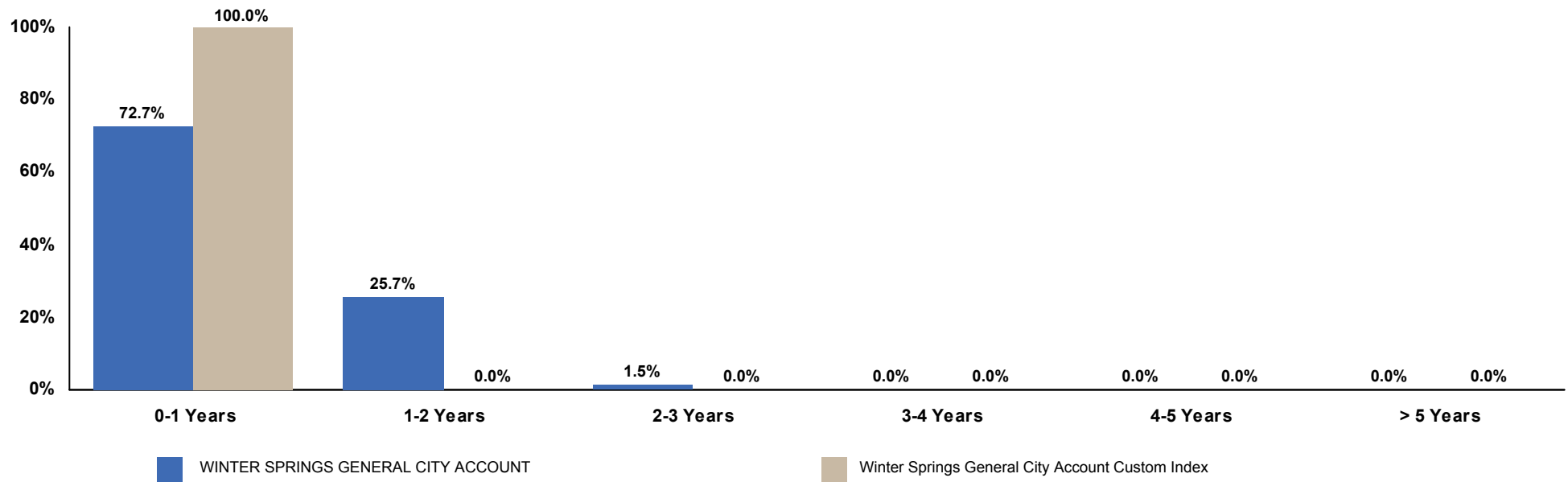


Detail may not add to total due to rounding.

**Maturity Distribution**

*As of March 31, 2018*

Portfolio/Benchmark	Yield at Market	Average Maturity	0-1 Years	1-2 Years	2-3 Years	3-4 Years	4-5 Years	>5 Years
WINTER SPRINGS GENERAL CITY ACCOUNT	2.03%	0.67 yrs	72.7%	25.7%	1.5%	0.0%	0.0%	0.0%
Winter Springs General City Account Custom Index	2.14%	1.00 yrs	100.0%	0.0%	0.0%	0.0%	0.0%	0.0%

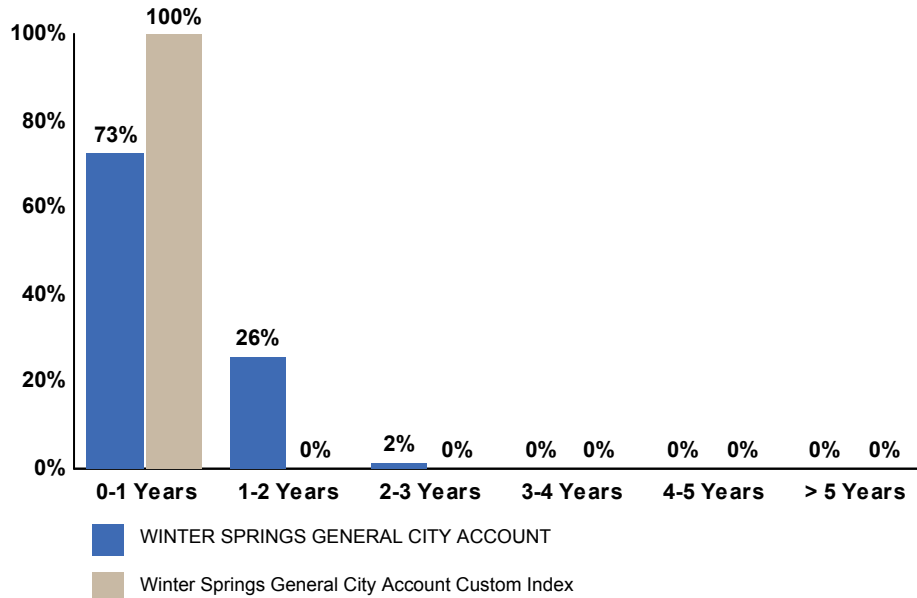


**Duration Distribution**

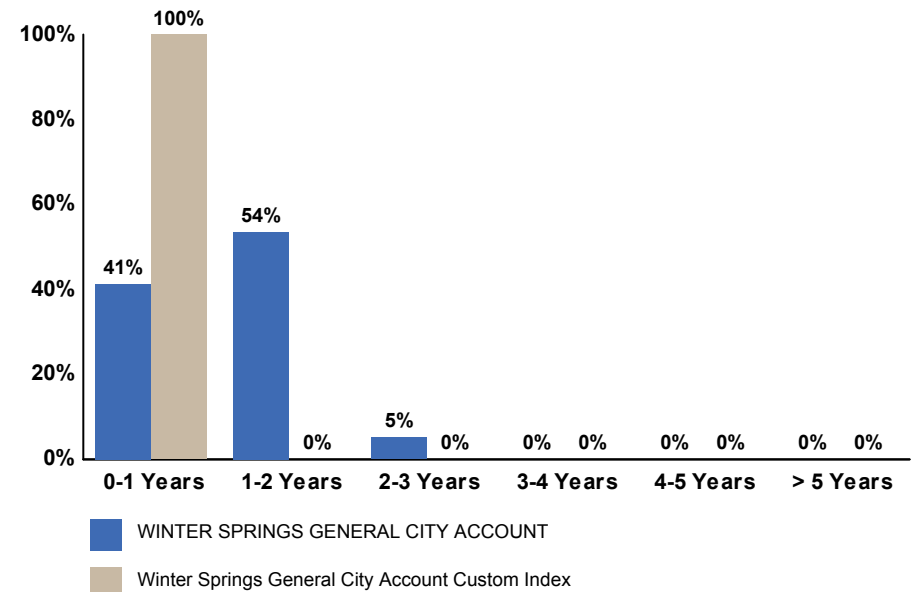
*As of March 31, 2018*

Portfolio / Benchmark	Effective Duration	0-1 YEARS	1-2 YEARS	2-3 YEARS	3-4 YEARS	4-5 YEARS	> 5 YEARS
WINTER SPRINGS GENERAL CITY ACCOUNT	0.66	72.7%	25.7%	1.5%	0.0%	0.0%	0.0%
Winter Springs General City Account Custom Index	0.90	100.0%	0.0%	0.0%	0.0%	0.0%	0.0%

**Distribution by Effective Duration**



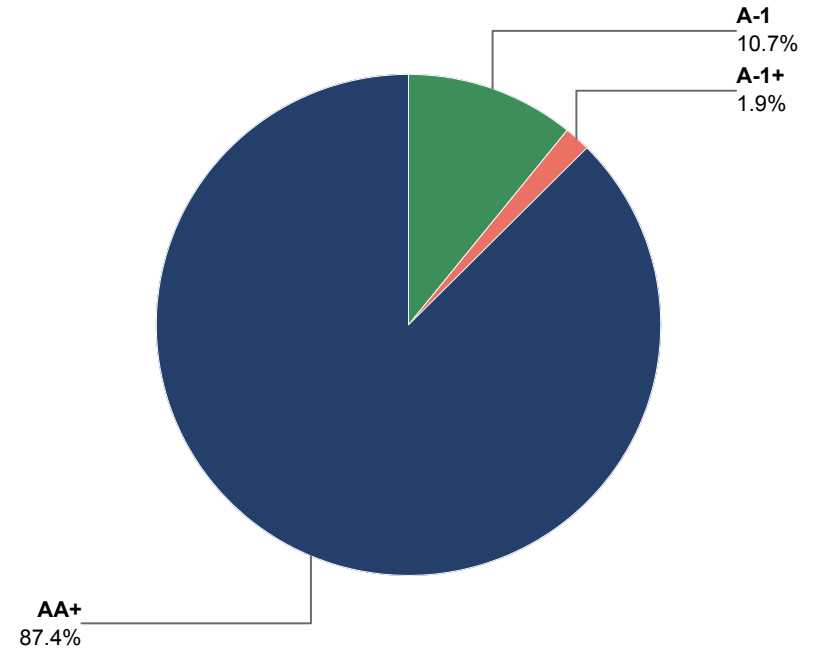
**Contribution to Portfolio Duration**



**Credit Quality**

*As of March 31, 2018*

S&P Rating	Market Value (\$)	% of Portfolio
AA+	\$45,528,001	87.4%
A-1	\$5,575,174	10.7%
A-1+	\$999,630	1.9%
<b>Totals</b>	<b>\$52,102,805</b>	<b>100.0%</b>



Detail may not add to total due to rounding.

**Issuer Distribution****As of March 31, 2018**

<b>Issuer</b>	<b>Market Value (\$)</b>	<b>% of Portfolio</b>
UNITED STATES TREASURY	32,349,441	62.1%
FEDERAL HOME LOAN BANKS	8,362,085	16.1%
FREDDIE MAC	4,816,476	9.2%
MITSUBISHI UFJ FINANCIAL GROUP INC	1,533,468	2.9%
BNP PARIBAS	1,499,733	2.9%
CREDIT AGRICOLE SA	1,296,952	2.5%
JP MORGAN CHASE & CO	1,245,021	2.4%
TOYOTA MOTOR CORP	999,630	1.9%
<b>Grand Total:</b>	<b>52,102,805</b>	<b>100.0%</b>

## Sector/Issuer Distribution

As of March 31, 2018

Sector / Issuer	Market Value (\$)	% of Sector	% of Total Portfolio
<b>Commercial Paper</b>			
BNP PARIBAS	1,499,733	22.8%	2.9%
CREDIT AGRICOLE SA	1,296,952	19.7%	2.5%
JP MORGAN CHASE & CO	1,245,021	18.9%	2.4%
MITSUBISHI UFJ FINANCIAL GROUP INC	1,533,468	23.3%	2.9%
TOYOTA MOTOR CORP	999,630	15.2%	1.9%
<b>Sector Total</b>	<b>6,574,804</b>	<b>100.0%</b>	<b>12.6%</b>
<b>Federal Agency/GSE</b>			
FEDERAL HOME LOAN BANKS	8,362,085	63.5%	16.0%
FREDDIE MAC	4,816,476	36.5%	9.2%
<b>Sector Total</b>	<b>13,178,561</b>	<b>100.0%</b>	<b>25.3%</b>
<b>U.S. Treasury</b>			
UNITED STATES TREASURY	32,349,441	100.0%	62.1%
<b>Sector Total</b>	<b>32,349,441</b>	<b>100.0%</b>	<b>62.1%</b>
<b>Portfolio Total</b>	<b>52,102,805</b>	<b>100.0%</b>	<b>100.0%</b>



## Quarterly Portfolio Transactions

Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amt (\$)	Yield at Market	Realized G/L (BV)
<b>BUY</b>									
3/5/18	3/5/18	1,000,000	06538CHX2	BANK OF TOKYO MITSUBISHI UFJ LTD COMM PA	0.00%	8/31/18	989,011.39	2.23%	
3/19/18	3/20/18	550,000	06538CJE2	BANK OF TOKYO MITSU UFJ LTD COMM PAPER	0.00%	9/14/18	543,527.72	2.41%	
3/21/18	3/22/18	650,000	912828C65	US TREASURY NOTES	1.62%	3/31/19	651,541.57	2.16%	
<b>Total BUY</b>		<b>2,200,000</b>					<b>2,184,080.68</b>		
<b>INTEREST</b>									
1/2/18	1/2/18	0	MONEY0002	MONEY MARKET FUND			797.65		
1/31/18	1/31/18	1,500,000	9128282K5	US TREASURY NOTES	1.37%	7/31/19	10,312.50		
1/31/18	1/31/18	750,000	912828SD3	US TREASURY NOTES	1.25%	1/31/19	4,687.50		
1/31/18	1/31/18	2,220,000	912828WW6	US TREASURY NOTES	1.62%	7/31/19	18,037.50		
1/31/18	1/31/18	825,000	912828QY9	US TREASURY NOTES	2.25%	7/31/18	9,281.25		
2/1/18	2/1/18	0	MONEY0002	MONEY MARKET FUND			73.06		
2/7/18	2/7/18	1,100,000	3130A8PK3	FHLB NOTES	0.62%	8/7/18	3,437.50		
2/15/18	2/15/18	785,000	3137EAEH8	FREDDIE MAC NOTES	1.37%	8/15/19	6,176.42		
2/15/18	2/15/18	3,500,000	912828K82	US TREASURY N/B	1.00%	8/15/18	17,500.00		
2/28/18	2/28/18	750,000	912828T6	US TREASURY N/B NOTES	1.25%	8/31/19	4,687.50		
3/1/18	3/1/18	0	MONEY0002	MONEY MARKET FUND			111.65		
3/15/18	3/15/18	2,525,000	9128282G4	US TREASURY N/B	0.87%	9/15/19	11,046.88		
3/15/18	3/15/18	2,500,000	912828P95	US TREASURY NOTES	1.00%	3/15/19	12,500.00		
3/18/18	3/18/18	600,000	3130AAXX1	FHLB NOTES	1.37%	3/18/19	4,125.00		
3/31/18	3/31/18	2,000,000	912828T42	US TREASURY NOTES	0.75%	9/30/18	7,500.00		
3/31/18	3/31/18	650,000	912828C65	US TREASURY NOTES	1.62%	3/31/19	5,281.25		
3/31/18	3/31/18	3,300,000	912828T42	US TREASURY NOTES	0.75%	9/30/18	12,375.00		
3/31/18	3/31/18	1,700,000	912828T42	US TREASURY NOTES	0.75%	9/30/18	6,375.00		

WINTER SPRINGS GENERAL CITY ACCOUNT

Portfolio Activity

Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amt (\$)	Yield at Market	Realized G/L (BV)
<b>Total INTEREST</b>		<b>24,705,000</b>					<b>134,305.66</b>		
<b>MATURITY</b>									
3/5/18	3/5/18	1,000,000	06538CC58	BANK OF TOKYO MITSUBISHI UFJ COMM PAPER	0.00%	3/5/18	1,000,000.00		0.00
3/14/18	3/14/18	1,000,000	4497W1CE4	ING (US) FUNDING LLC COMM PAPER	0.00%	3/14/18	1,000,000.00		0.00
<b>Total MATURITY</b>		<b>2,000,000</b>					<b>2,000,000.00</b>		<b>0.00</b>

## Quarterly Portfolio Transactions

Tran. Type	Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amt (\$)	Yield	Realized G/L (BV)
INTEREST	1/2/18	1/2/18	0.00	MONEY0002	MONEY MARKET FUND			797.65		
INTEREST	1/31/18	1/31/18	1,500,000.00	9128282K5	US TREASURY NOTES	1.37%	7/31/19	10,312.50		
INTEREST	1/31/18	1/31/18	750,000.00	912828SD3	US TREASURY NOTES	1.25%	1/31/19	4,687.50		
INTEREST	1/31/18	1/31/18	2,220,000.00	912828WW6	US TREASURY NOTES	1.62%	7/31/19	18,037.50		
INTEREST	1/31/18	1/31/18	825,000.00	912828QY9	US TREASURY NOTES	2.25%	7/31/18	9,281.25		
INTEREST	2/1/18	2/1/18	0.00	MONEY0002	MONEY MARKET FUND			73.06		
INTEREST	2/7/18	2/7/18	1,100,000.00	3130A8PK3	FHLB NOTES	0.62%	8/7/18	3,437.50		
INTEREST	2/15/18	2/15/18	785,000.00	3137EAEH8	FREDDIE MAC NOTES	1.37%	8/15/19	6,176.42		
INTEREST	2/15/18	2/15/18	3,500,000.00	912828K82	US TREASURY N/B	1.00%	8/15/18	17,500.00		
INTEREST	2/28/18	2/28/18	750,000.00	9128282T6	US TREASURY N/B NOTES	1.25%	8/31/19	4,687.50		
INTEREST	3/1/18	3/1/18	0.00	MONEY0002	MONEY MARKET FUND			111.65		
BUY	3/5/18	3/5/18	1,000,000.00	06538CHX2	BANK OF TOKYO MITSUBISHI UFJ LTD COMM PA	0.00%	8/31/18	(989,011.39)	2.23%	
MATURITY	3/5/18	3/5/18	1,000,000.00	06538CC58	BANK OF TOKYO MITSUBISHI UFJ COMM PAPER	0.00%	3/5/18	1,000,000.00		0.00
MATURITY	3/14/18	3/14/18	1,000,000.00	4497W1CE4	ING (US) FUNDING LLC COMM PAPER	0.00%	3/14/18	1,000,000.00		0.00
INTEREST	3/15/18	3/15/18	2,525,000.00	9128282G4	US TREASURY N/B	0.87%	9/15/19	11,046.88		
INTEREST	3/15/18	3/15/18	2,500,000.00	912828P95	US TREASURY NOTES	1.00%	3/15/19	12,500.00		
INTEREST	3/18/18	3/18/18	600,000.00	3130AAXX1	FHLB NOTES	1.37%	3/18/19	4,125.00		
BUY	3/19/18	3/20/18	550,000.00	06538CJE2	BANK OF TOKYO MITSU UFJ LTD COMM PAPER	0.00%	9/14/18	(543,527.72)	2.41%	
BUY	3/21/18	3/22/18	650,000.00	912828C65	US TREASURY NOTES	1.62%	3/31/19	(651,541.57)	2.16%	
INTEREST	3/31/18	3/31/18	2,000,000.00	912828T42	US TREASURY NOTES	0.75%	9/30/18	7,500.00		

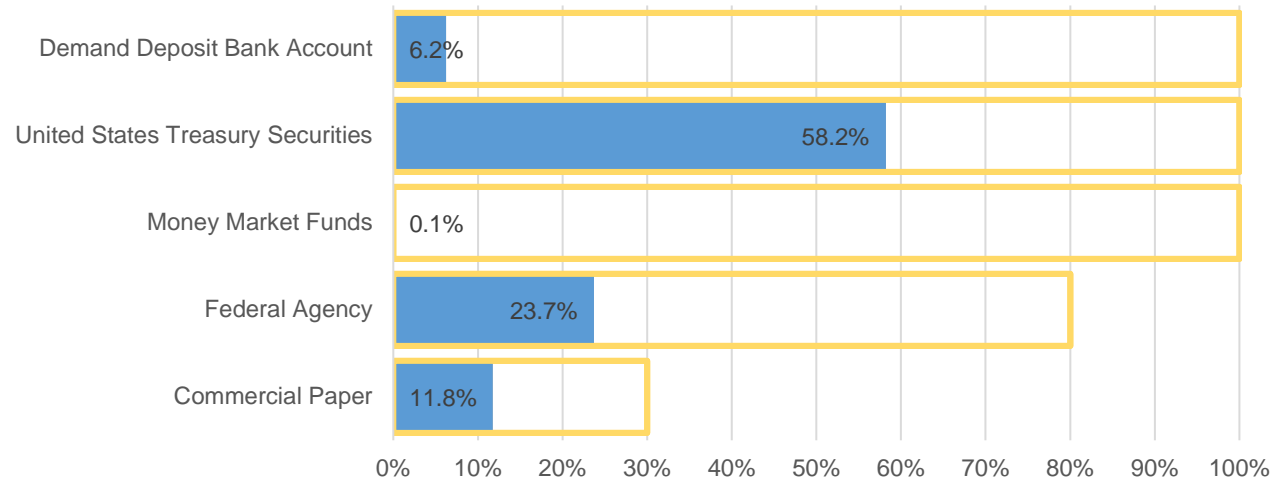
WINTER SPRINGS GENERAL CITY ACCOUNT

Portfolio Activity

Tran. Type	Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amt (\$)	Yield	Realized G/L (BV)
INTEREST	3/31/18	3/31/18	650,000.00	912828C65	US TREASURY NOTES	1.62%	3/31/19	5,281.25		
INTEREST	3/31/18	3/31/18	3,300,000.00	912828T42	US TREASURY NOTES	0.75%	9/30/18	12,375.00		
INTEREST	3/31/18	3/31/18	1,700,000.00	912828T42	US TREASURY NOTES	0.75%	9/30/18	6,375.00		
<b>TOTALS</b>								<b>(49,775.02)</b>		<b>0.00</b>

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# Tab III



Security Type	Amortized Cost (Includes Interest)	Allocation Percentage	Permitted by Policy	In Compliance
United States Treasury Securities	32,575,481.67	58.22%	100%	YES
United States Government Agency Securities	-	0.00%	75%	YES
Federal Agency	13,272,493.85	23.72%	80%	YES
Corporate Notes	-	0.00%	50%	YES
Municipals	-	0.00%	20%	YES
Certificates of Deposit and Savings Accounts	-	0.00%	25%	YES
Demand Deposit Bank Account	3,487,238.38	6.23%	100%	YES
Commercial Paper	6,578,025.72	11.76%	30%	YES
Bankers' Acceptances	-	0.00%	30%	YES
Repurchase Agreements	-	0.00%	50%	YES
Money Market Funds	39,290.14	0.07%	100%	YES
Intergovernmental Pools	-	0.00%	25%	YES

End of month trade-date amortized cost of portfolio holdings, including accrued interest.

Sector	Individual Issuer Breakdown	Amortized Cost (Includes Interest)	Allocation Percentage	Permitted by Policy	In Compliance
Us Tsy Bond/Note	UNITED STATES TREASURY	32,575,481.67	58.22%	100%	YES
Mny Mkt/Mutual Fnd	MONEY MARKET FUND	39,403.63	0.07%	25%	YES
Fed Agy Bond/Note	FEDERAL HOME LOAN BANKS	8,421,649.59	15.05%	25%	YES
Fed Agy Bond/Note	FREDDIE MAC	4,850,844.26	8.67%	25%	YES
Demand Deposit Bank Account	5/3 Bank Cash for Operation - Depository	3,487,238.38	6.23%	100%	YES
Commercial Paper	TOYOTA MOTOR CREDIT CORP	999,797.22	1.79%	10%	YES
Commercial Paper	BNP PARIBAS NY BRANCH	1,499,940.00	2.68%	10%	YES
Commercial Paper	CREDIT AGRICOLE CIB NY	1,297,500.02	2.32%	10%	YES
Commercial Paper	JP MORGAN SECURITIES LLC	1,246,155.55	2.23%	10%	YES
Commercial Paper	MUFG BANK, LTD	1,534,632.93	2.74%	10%	YES

End of month trade-date amortized cost of portfolio holdings, including accrued interest.

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**IMPORTANT DISCLOSURES**

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- Market values that include accrued interest are derived from closing bid prices as of the last business day of the month as supplied by Interactive Data, Bloomberg, or Telerate. 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 the 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 and 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.

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**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 (i.e., coupon payments and maturity proceeds) occurs on a non-business day, 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.