



Town of Palm Beach, Florida



Investment Performance Review For the Quarter Ended March 31, 2017

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Tab I

- ◆ Market Update

Tab II

- ◆ Executive Summary
- ◆ 1-5 Year Investment Portfolio
- ◆ Short Term and Bond Proceed Portfolio Summary
- ◆ Short Term Portfolio
- ◆ 2013 Bond Fund

Tab III

- ◆ Asset Allocation
- ◆ Important Disclosures

Tab I

QUARTERLY MARKET SUMMARY

SUMMARY

- The “Trump trade” dominated markets for much of the quarter pushing interest rate and equity prices higher, as the Trump administration and the Republican Party continued to push a bold agenda that promised new jobs, lower taxes, deregulation, and massive infrastructure spending.
- On March 15, with almost unanimous certainty from the market, the Federal Open Market Committee (FOMC) raised the federal funds target range by 0.25% to a range of 0.75% to 1.00%. The FOMC also released updated economic forecasts and a new “dot plot.” These were largely unchanged from the forecasts released in December.
- Central banks in the developed world outside of the United States continued to apply highly accommodative monetary policies as economic growth and inflation remained subdued. As a result, sovereign bond yields were at or near historic lows, with yields throughout Europe and Japan below 0%. Emerging markets experienced a resurgence this past quarter, after reeling from lack of positive investor sentiment, turning in a strong beginning to 2017.

ECONOMIC SNAPSHOT

- The pace of U.S. economic expansion slowed in the fourth quarter of 2016. Measurements of growth in the first quarter 2017 are forecasted to slow further, however, the labor market remained strong, consumer confidence continued to soar, business surveys picked up, and the housing market returned to near pre-crisis levels as the market continues to digest the size and scope of the Trump administration’s proposed policies.
- U.S. gross domestic product (GDP) grew at a rate of 2.1% in the fourth quarter of 2016, a slowdown from the third quarter’s pace of 3.5%. The deceleration reflected downturns in exports and federal government spending, and a deceleration in business investment. First quarter estimates are calling for further slowing in the pace of expansion to below 1.5% as consumer spending declines and business investment remains muted.
- The labor market added over 500,000 jobs in the first quarter as the unemployment rate declined to a decade low of 4.5% with the labor force participation rate rising to 63% for the first time in a year. Wage growth remained firm in the quarter, increasing at an annual rate of more than 2.5% during all three months.
- Confidence among Americans grew as the Conference Board’s March reading increased to its highest level since the end of 2000. Manufacturing extended its expansion during the quarter with the ISM manufacturing PMI rebounding,

after contracting over 2016 year-end, to its highest level since the end of 2014. On the housing front, existing home sales reached pre-crisis levels, selling at an annual rate of 5.69 million to start the year.

INTEREST RATES

- Short-term (under five years) yields ended the first quarter higher, reflecting the Fed’s March rate hike, while medium to long-term yields declined amid subdued inflation expectations. For much of the quarter, yields remained range bound until entering an upward trend at the start of March in anticipation of the expected FOMC March rate hike. They declined as the Fed reiterated its expectation for gradual tightening and the ability of the Trump administration to enact bold, pro-growth policies came into question. The 2-year Treasury yield ended the quarter only seven basis points over December 31, while the yield on the 10-year Treasury fell 6 basis points.
- In the money market space, shorter-term Treasury yields rose as the expectation for a Fed rate hike gained certainty. Yields on commercial paper and certificates of deposit did not increase. However, yields on short-term credit instruments remained elevated and offered incremental yield.

SECTOR PERFORMANCE

- U.S. Treasury indexes posted positive returns in the first quarter of the year, the first positive quarter since the second quarter of 2016. Returns were largely generated by income rather than price appreciation as yields were little changed.
- Federal agency yield spreads remained near historically tight levels throughout the quarter as the supply-demand imbalance continued. The sector outperformed comparable maturity Treasuries for the third quarter in a row.
- Corporate yield spreads continued to tighten during the quarter, reaching multi-year lows, before drifting mildly wider at the end of March. The sector generated strong outperformance relative to comparable maturity Treasuries, as the sector turned in the sixth straight quarter of outperformance.
- Mortgage-backed securities (MBS) generally underperformed Treasuries due to duration extensions, and headline risk surrounding the potential reduction in the Fed’s balance sheet holdings.
- Asset-backed securities (ABS) strongly outperformed Treasuries, as AAA-rated tranches, in our view, continued to offer good value, adding to returns and diversification.

Economic Snapshot

Labor Market		Latest	Dec '16	Mar '16
Unemployment Rate	Feb'17	4.7%	4.7%	5.0%
Change In Non-Farm Payrolls	Feb'17	235,000	155,000	225,000
Average Hourly Earnings (YoY)	Feb'17	2.8%	2.9%	2.5%
Personal Income (YoY)	Feb'17	4.6%	3.6%	3.6%
Initial Jobless Claims (week)	3/24/17	258,000	241,000	275,000
Growth				
Real GDP (QoQ SAAR)	2017Q4	2.1%	3.5% ¹	0.9% ²
GDP Personal Consumption (QoQ SAAR)	2017Q4	3.5%	3.0% ¹	2.3% ²
Retail Sales (YoY)	Feb'17	5.7%	4.4%	1.7%
ISM Manufacturing Survey (month)	Mar'17	57.2	54.5	51.7
Existing Home Sales SAAR (month)	Feb'17	5.48 mil.	5.51 mil.	5.39 mil.
Inflation / Prices				
Personal Consumption Expenditures (YoY)	Feb'17	2.1%	1.6%	0.8%
Consumer Price Index (YoY)	Feb'17	2.7%	2.1%	0.9%
Consumer Price Index Core (YoY)	Feb'17	2.2%	2.2%	2.2%
Crude Oil Futures (WTI, per barrel)	Mar'17	\$50.60	\$53.72	\$38.34
Gold Futures (oz.)	Mar'17	\$1,247	\$1,152	\$1,234

1. Data as of Second Quarter 2016

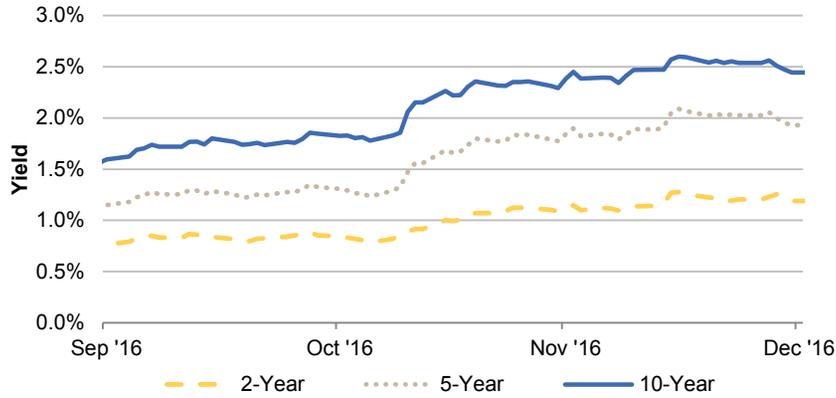
2. Data as of Third Quarter 2015

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

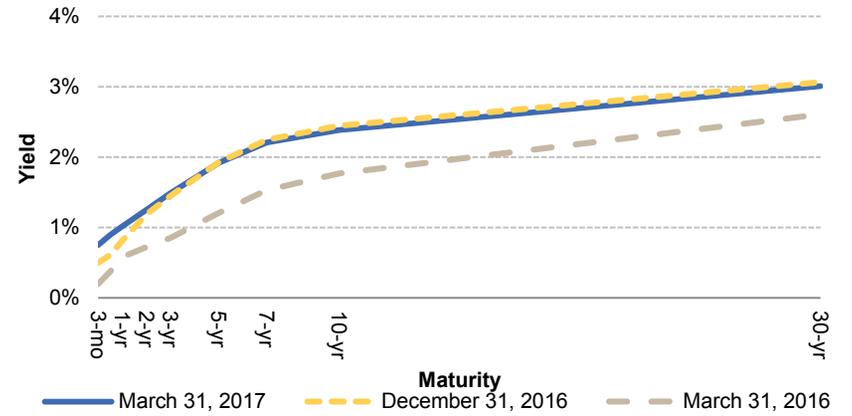
Source: Bloomberg.

Interest Rate Overview

U.S. Treasury Note Yields



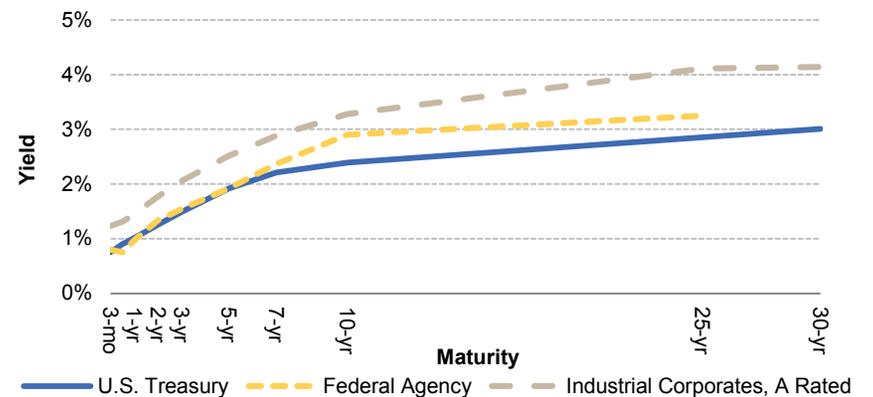
U.S. Treasury Yield Curve



U.S. Treasury Yields

Maturity	March 31, 2017	December 31, 2016	Change over Quarter	March 31, 2016	Change over Year
3-month	0.75%	0.50%	0.25%	0.20%	0.55%
1-year	1.02%	0.81%	0.21%	0.58%	0.44%
2-year	1.26%	1.19%	0.07%	0.72%	0.54%
5-year	1.92%	1.93%	(0.01%)	1.21%	0.71%
10-year	2.39%	2.45%	(0.06%)	1.77%	0.62%
30-year	3.01%	3.07%	(0.06%)	2.61%	0.40%

Yield Curves as of 3/31/17



Source: Bloomberg.

BofA Merrill Lynch Index Returns

<i>March 31, 2017</i>	<i>Duration</i>	<i>Yield</i>	<i>Returns for Periods ended 3/31/17</i>		
			<i>3 Month</i>	<i>1 Year</i>	<i>3 Years</i>
1-3 Year Indices					
U.S. Treasury	1.89	1.27%	0.26%	0.25%	0.72%
Federal Agency	1.79	1.37%	0.30%	0.41%	0.83%
U.S. Corporates, A-AAA rated	1.93	1.92%	0.60%	1.32%	1.41%
Agency MBS (0 to 3 years)	2.08	1.98%	0.38%	0.40%	1.13%
Taxable Municipals	1.89	2.24%	0.70%	2.26%	1.92%
1-5 Year Indices					
U.S. Treasury	2.70	1.48%	0.37%	(0.10%)	1.14%
Federal Agency	2.27	1.51%	0.41%	0.28%	1.16%
U.S. Corporates, A-AAA rated	2.77	2.19%	0.80%	1.29%	1.96%
Agency MBS (0 to 5 years)	3.29	2.25%	0.59%	0.39%	2.00%
Taxable Municipals	2.67	2.36%	0.61%	2.12%	2.49%
Master Indices (Maturities 1 Year or Greater)					
U.S. Treasury	6.25	1.92%	0.68%	(1.47%)	2.32%
Federal Agency	3.91	1.84%	0.74%	0.11%	2.00%
U.S. Corporates, A-AAA rated	6.98	3.01%	1.11%	1.65%	3.54%
Agency MBS (0 to 30 years)	4.90	2.81%	0.46%	0.18%	2.66%
Taxable Municipals	3.81	2.81%	0.59%	1.49%	3.13%

Returns for periods greater than one year are annualized.

Source: BofA Merrill Lynch Indices.

QUARTERLY MARKET SUMMARY

DISCLOSURES

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Tab II

- ◆ The Town's 1-5 Year Investment, Short Term and Bond Proceed Portfolios are of high credit quality and invested in U.S. Treasury, Federal Agency/GSE, corporate, commercial paper, municipal securities, and the Florida Education Investment Trust Fund.
- ◆ The 1-5 Year Investment Portfolio's quarterly total return performance of 0.52% outperformed the benchmark performance of 0.37% by 0.15%. Over the past year, the Portfolio earned 0.20% versus -0.08% for the benchmark.
- ◆ The Short Term and Bond Proceeds Portfolios continue to provide the Town with favorable yield relative to the benchmark. At quarter end, the Short Term portfolio had a Yield to Maturity at Cost of 1.25%, exceeding the Yield to Maturity of its benchmark the S&P GIP All 30 Day Index of 0.89% by 0.36%¹.
- ◆ The 2013 Bond Fund Portfolio had a Yield to Maturity at Cost of 0.99%, exceeding the Yield to Maturity of its benchmark the BofA Merrill Lynch 3 month T-Bill Index of 0.71% by 0.28%¹.
- ◆ Yields remained within a narrow range through the first couple months before rising strongly in anticipation of the March FOMC rate hike as Fed officials made a concerted effort to telegraph expectations. Yields on the short-end of the curve ended the quarter higher, reflecting the rate hike, while long-term yields declined alongside future inflation expectations.
- ◆ We expect the Fed to remain on track to make two additional rate hikes in 2017, matching the three hikes projected for 2017 by the Committee's "dot plot." In addition, a potential reduction in the size of the Fed's balance sheet later in the year could have significant implications for the markets.
- ◆ Since yields are currently stable and we expect no action at the next FOMC meeting in May, we are targeting portfolio durations to closely match that of benchmarks. We will continue to revisit this position regularly, especially in light of the potential for higher yields later in the year.
- ◆ We will continue to monitor incoming economic data, Fed policy, and market relationships. This will include monitoring and assessing the policies of the incoming Trump administration for their impact on economic and market conditions.

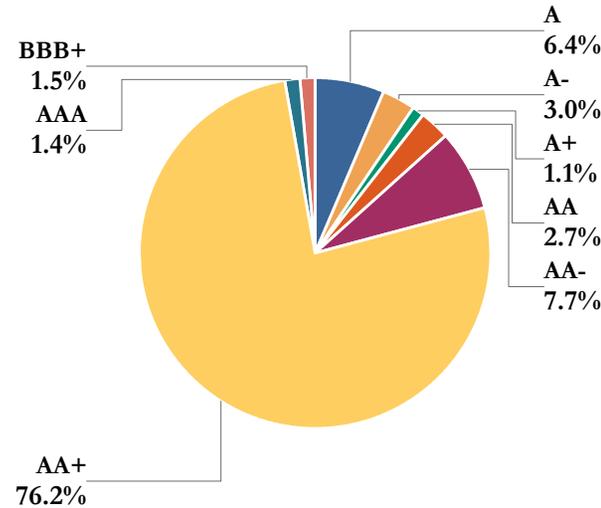
1. According to the Town's investment policy the short term benchmark is the S&P GIP All 30 Day Gross of Fees. However, due to system limitations the 3 month T-Bill is utilized for comparative purposes for the short term portfolio.

Portfolio Statistics

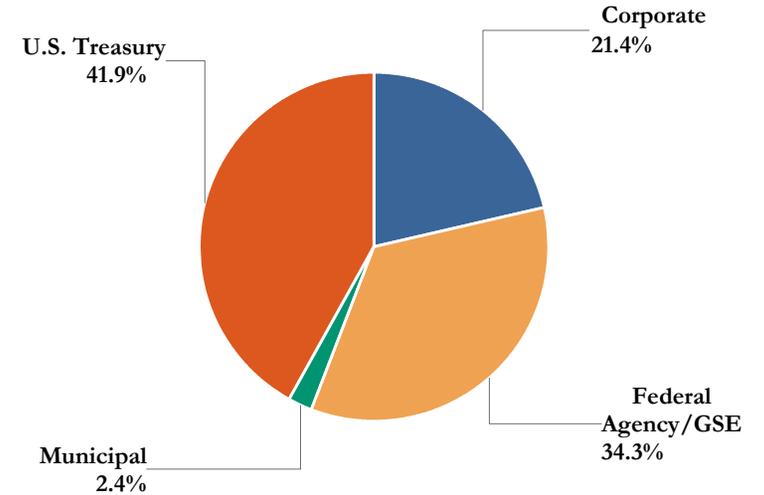
As of March 31, 2017

Par Value:	18,354,000
Total Market Value:	18,561,597
Security Market Value:	18,365,873
Accrued Interest:	62,115
Cash:	133,609
PFM	-
Amortized Cost:	18,443,859
Yield at Market:	1.59%
Yield at Cost:	1.43%
Effective Duration:	2.58 Years
Duration to Worst:	2.58 Years
Average Maturity:	2.68 Years
Average Credit: **	AA

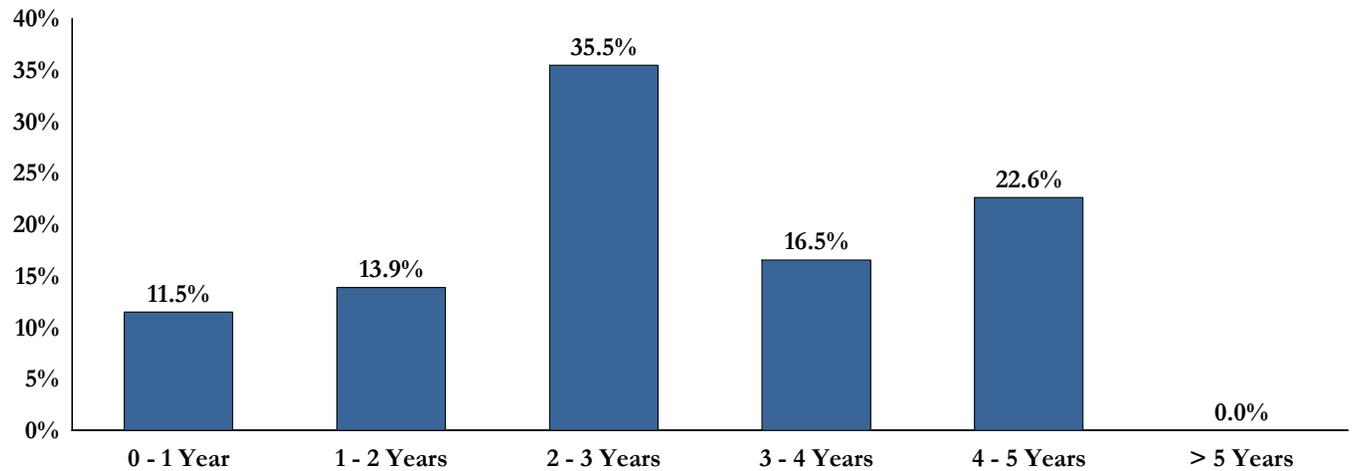
Credit Quality (S&P Ratings)



Sector Allocation



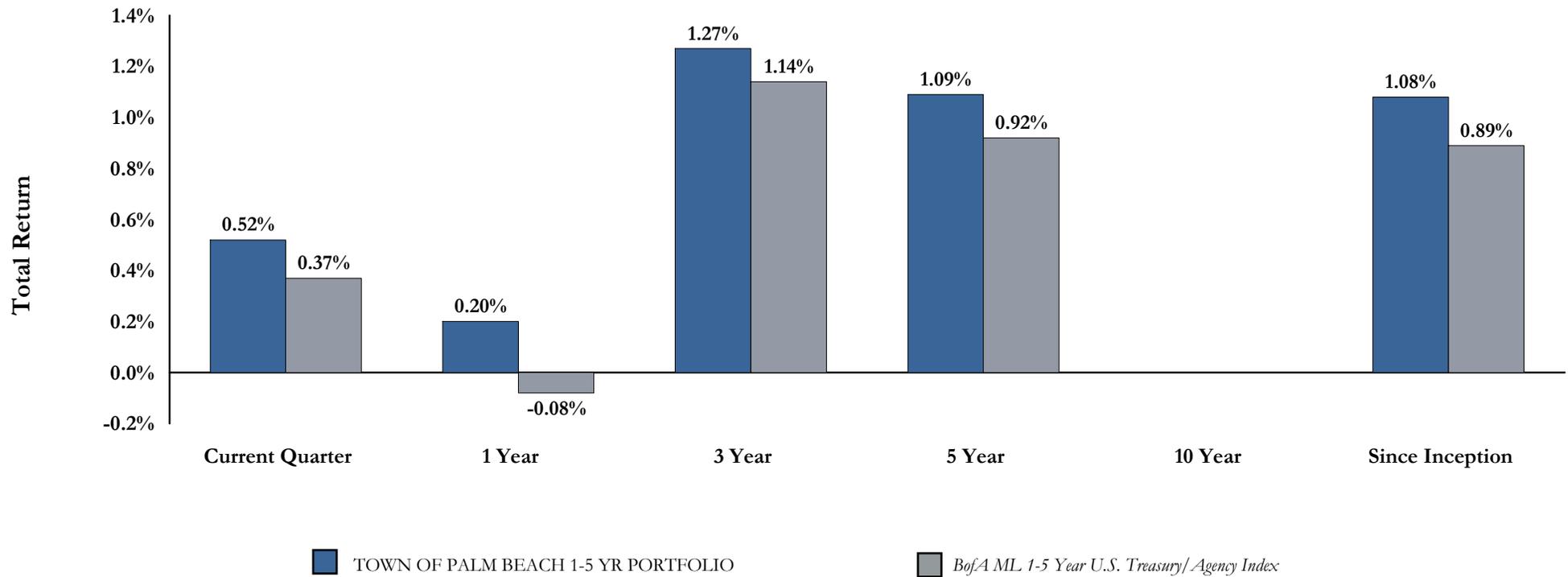
Maturity Distribution



* 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)

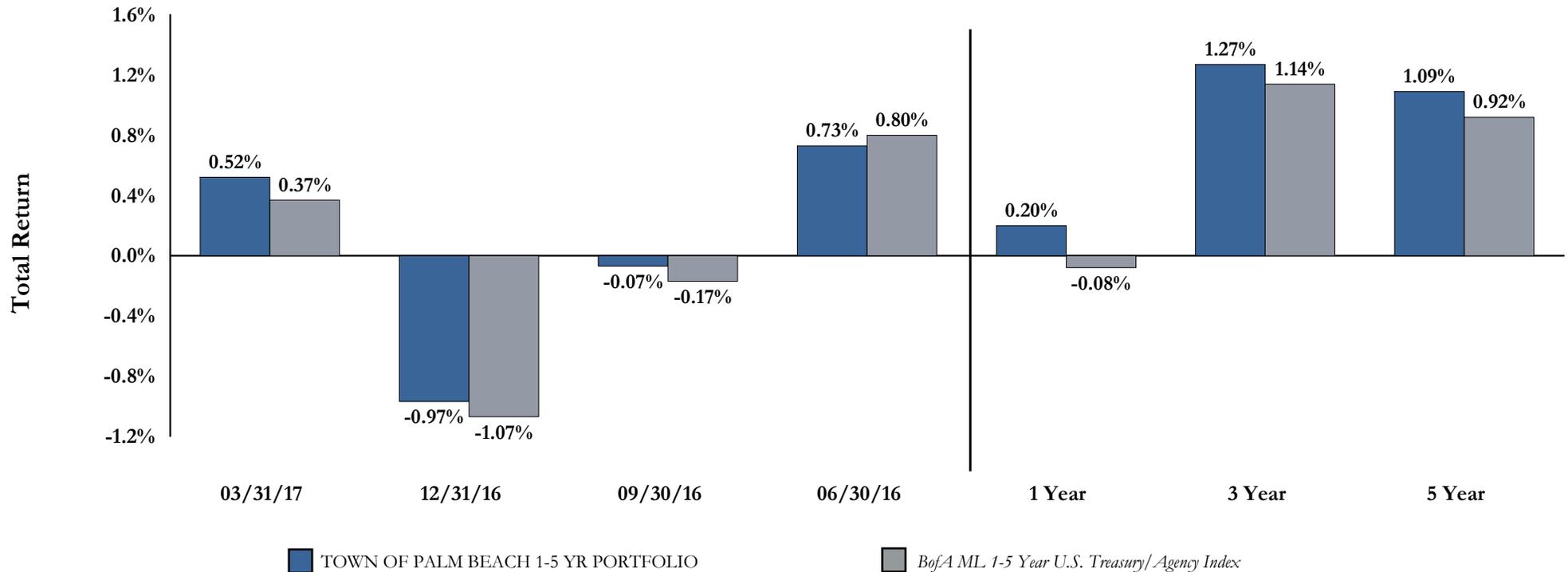
Portfolio/Benchmark	Effective Duration	Current Quarter	1 Year	Annualized Return			Since Inception (09/30/11) **
				3 Year	5 Year	10 Year	
TOWN OF PALM BEACH 1-5 YR PORTFOLIO	2.58	0.52%	0.20%	1.27%	1.09%	-	1.08%
<i>BofA ML 1-5 Year U.S. Treasury/Agency Index</i>	2.61	0.37%	-0.08%	1.14%	0.92%	-	0.89%
Difference		0.15%	0.28%	0.13%	0.17%	-	0.19%



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)

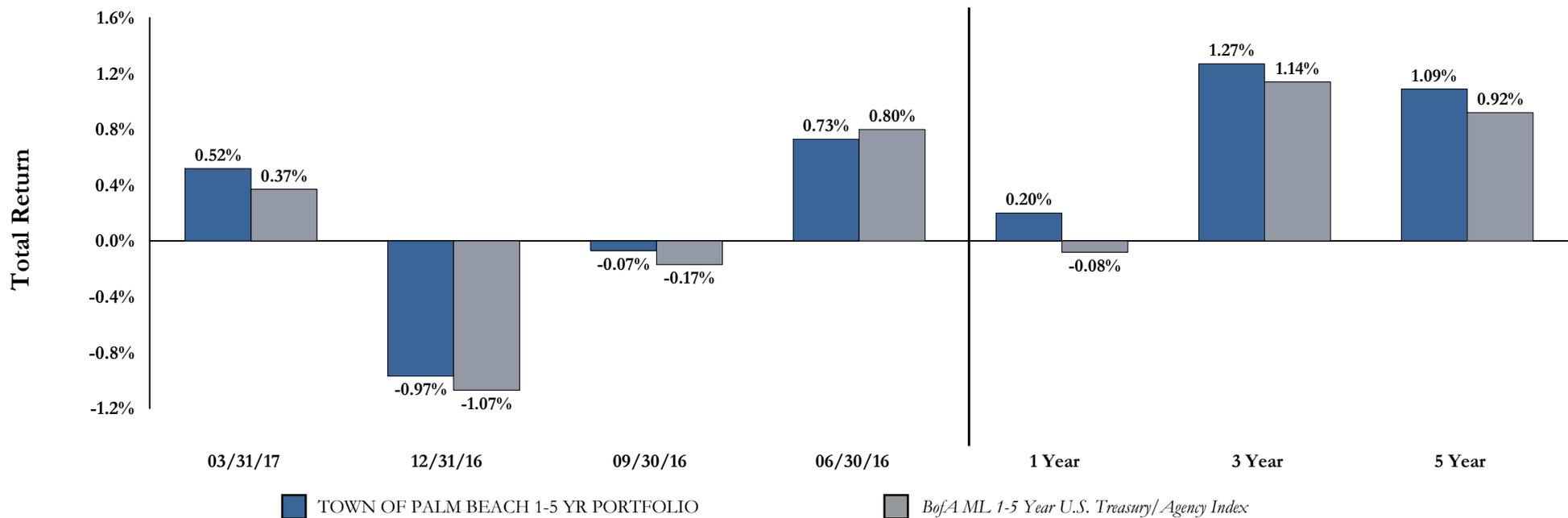
Portfolio/Benchmark	Effective Duration	Quarter Ended				1 Year	Annualized Return	
		03/31/17	12/31/16	09/30/16	06/30/16		3 Year	5 Year
TOWN OF PALM BEACH 1-5 YR PORTFOLIO	2.58	0.52%	-0.97%	-0.07%	0.73%	0.20%	1.27%	1.09%
<i>BofA ML 1-5 Year U.S. Treasury/Agency Index</i>	2.61	0.37%	-1.07%	-0.17%	0.80%	-0.08%	1.14%	0.92%
Difference		0.15%	0.10%	0.10%	-0.07%	0.28%	0.13%	0.17%



Portfolio performance is gross of fees unless otherwise indicated.

Portfolio Performance (Total Return)

Portfolio/Benchmark	Effective Duration	Quarter Ended				Annualized Return		
		03/31/17	12/31/16	09/30/16	06/30/16	1 Year	3 Year	5 Year
TOWN OF PALM BEACH 1-5 YR PORTFOLIO	2.58	0.52%	-0.97%	-0.07%	0.73%	0.20%	1.27%	1.09%
<i>Net of Fees **</i>	-	0.50%	-0.99%	-0.09%	0.71%	0.14%	1.21%	1.03%
BofA ML 1-5 Year U.S. Treasury/Agency Index	2.61	0.37%	-1.07%	-0.17%	0.80%	-0.08%	1.14%	0.92%
Difference (Gross)		0.15%	0.10%	0.10%	-0.07%	0.28%	0.13%	0.17%
Difference (Net)		0.13%	0.08%	0.08%	-0.09%	0.22%	0.07%	0.11%



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

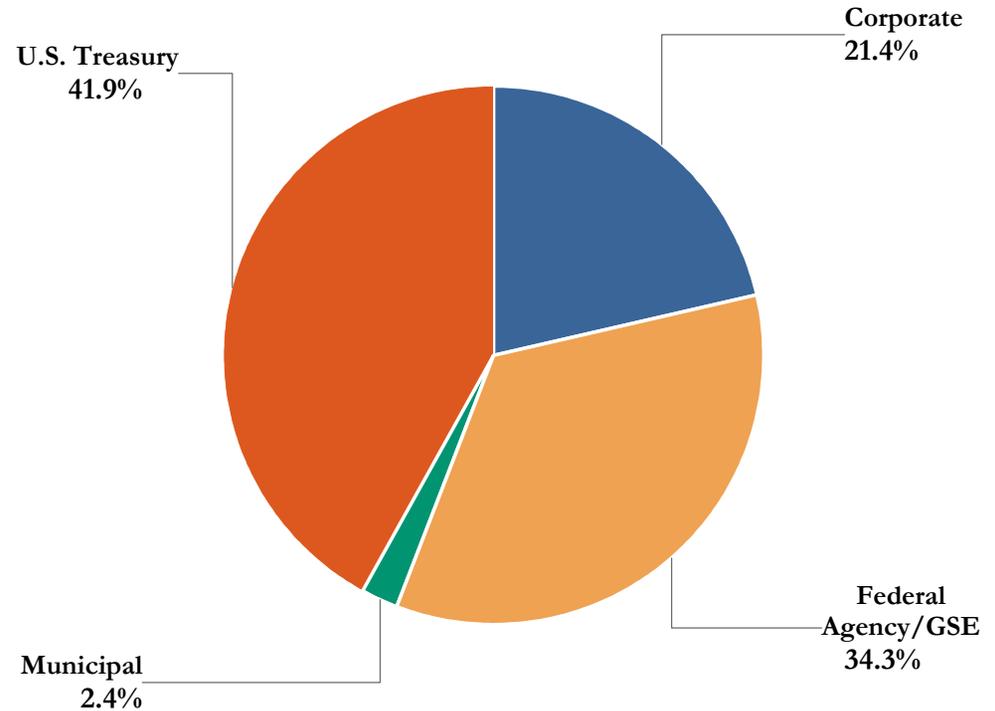
Portfolio Earnings
Quarter-Ended March 31, 2017

	<u>Market Value Basis</u>	<u>Accrual (Amortized Cost) Basis</u>
Beginning Value (12/31/2016)	\$18,352,716.02	\$18,460,704.83
Net Purchases/Sales	(\$12,052.44)	(\$12,052.44)
Change in Value	\$25,209.08	(\$4,793.86)
Ending Value (03/31/2017)	\$18,365,872.66	\$18,443,858.53
Interest Earned	\$71,189.89	\$71,189.89
Portfolio Earnings	\$96,398.97	\$66,396.03

Sector Allocation

As of March 31, 2017

Sector	Market Value (\$)	% of Portfolio
U.S. Treasury	7,694,484	41.9%
Federal Agency/GSE	6,302,639	34.3%
Corporate	3,922,333	21.4%
Municipal	446,417	2.4%
Total	18,365,873	100.0%

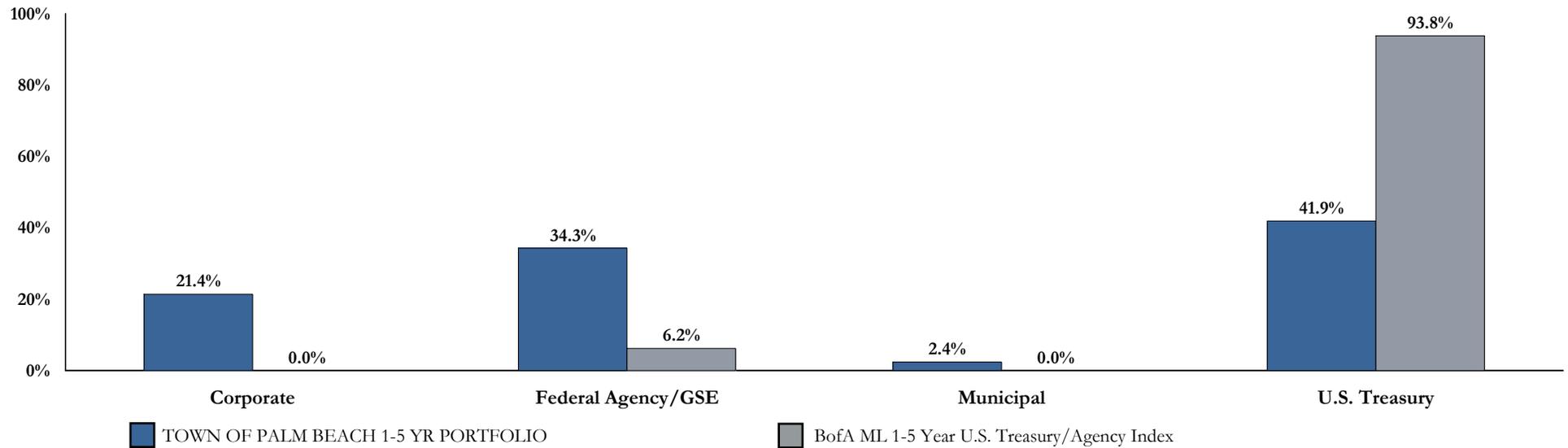


Detail may not add to total due to rounding.

Sector Allocation

As of March 31, 2017

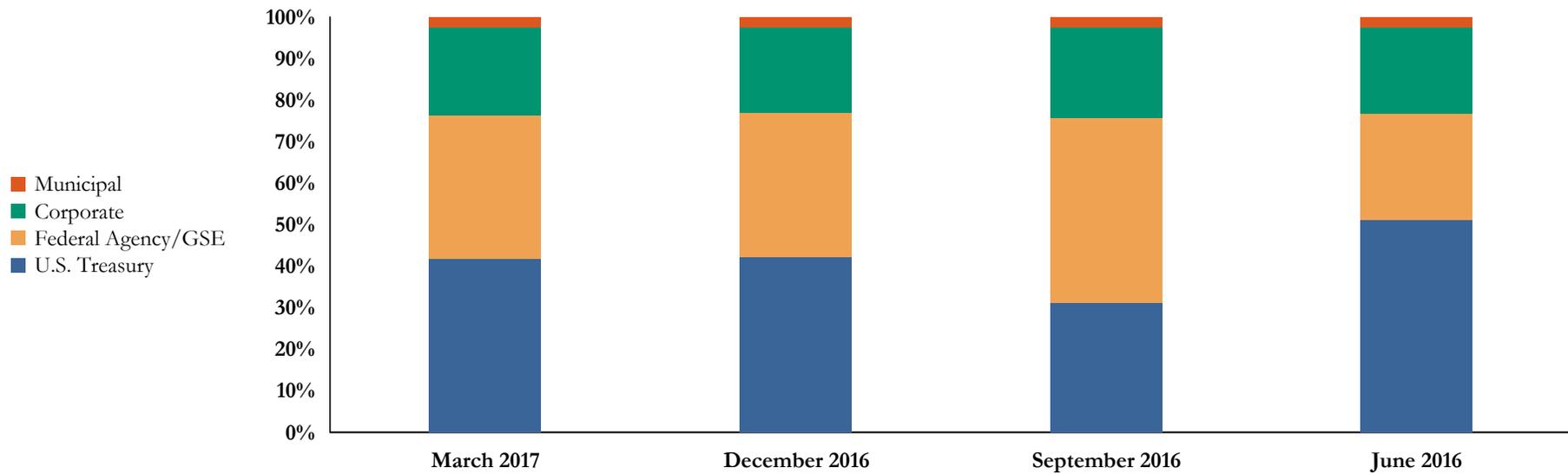
Sector	Market Value (\$)	% of Portfolio	% of Benchmark
U.S. Treasury	7,694,484	41.9%	93.8%
Federal Agency/GSE	6,302,639	34.3%	6.2%
Corporate	3,922,333	21.4%	-
Municipal	446,417	2.4%	-
Total	18,365,873	100.0%	100.0%



Detail may not add to total due to rounding.

Sector Allocation

Sector	March 31, 2017		December 31, 2016		September 30, 2016		June 30, 2016	
	MV (\$MM)	% of Total	MV (\$MM)	% of Total	MV (\$MM)	% of Total	MV (\$MM)	% of Total
U.S. Treasury	7.7	41.9%	7.7	42.1%	5.8	31.1%	9.5	51.1%
Federal Agency/GSE	6.3	34.3%	6.4	34.8%	8.3	44.6%	4.7	25.6%
Corporate	3.9	21.4%	3.8	20.7%	4.1	21.9%	3.8	20.8%
Municipal	0.4	2.4%	0.4	2.4%	0.5	2.4%	0.5	2.5%
Total	\$18.4	100.0%	\$18.4	100.0%	\$18.6	100.0%	\$18.5	100.0%

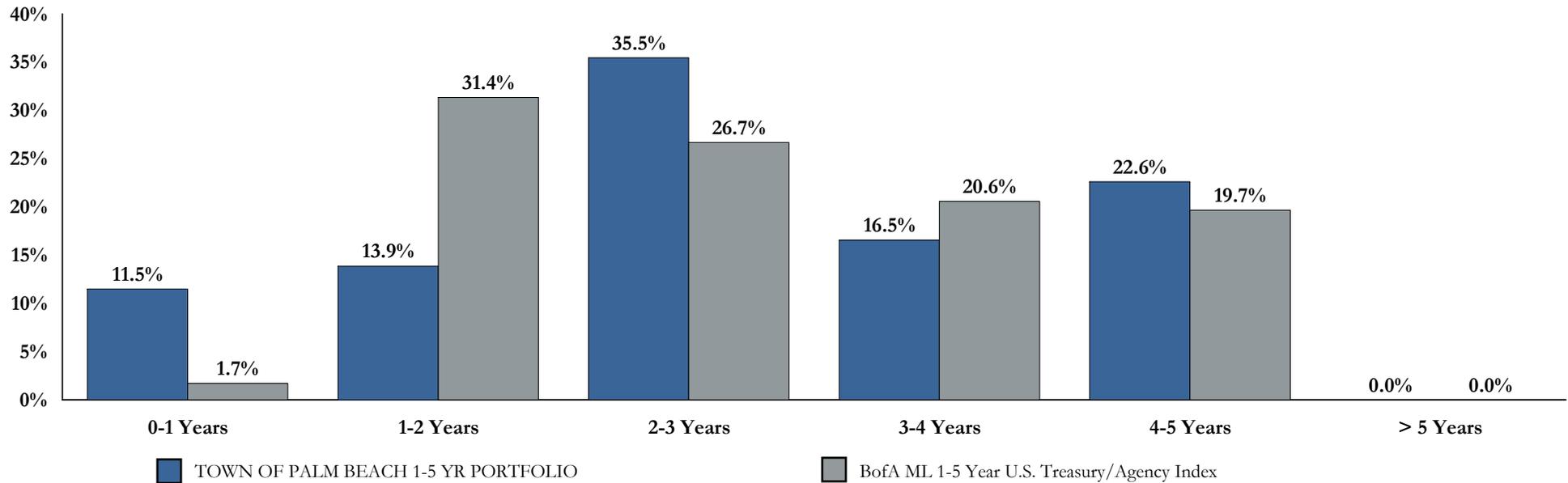


Detail may not add to total due to rounding.

Maturity Distribution

As of March 31, 2017

Portfolio/Benchmark	Yield at Market	Average Maturity	0-1 Years	1-2 Years	2-3 Years	3-4 Years	4-5 Years	>5 Years
TOWN OF PALM BEACH 1-5 YR PORTFOLIO	1.59%	2.68 yrs	11.5%	13.9%	35.5%	16.5%	22.6%	0.0%
BofA ML 1-5 Year U.S. Treasury/Agency Index	1.48%	2.78 yrs	1.7%	31.4%	26.7%	20.6%	19.7%	0.0%

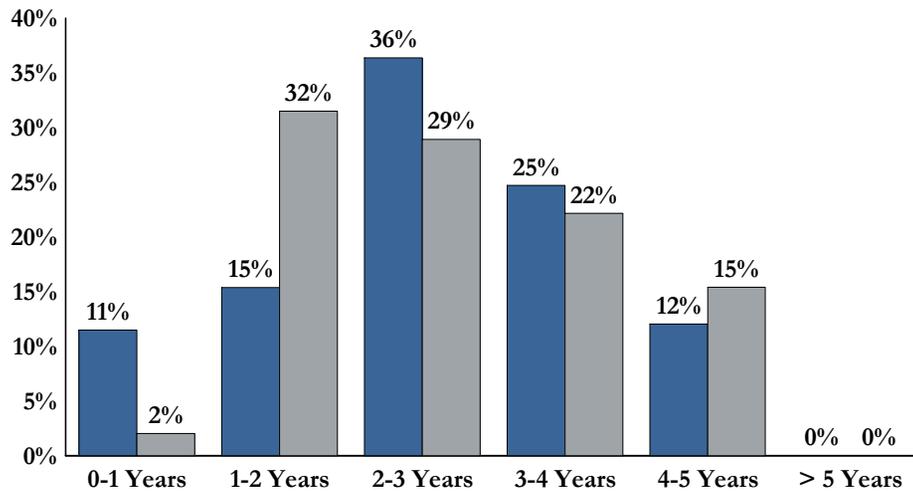


Duration Distribution

As of March 31, 2017

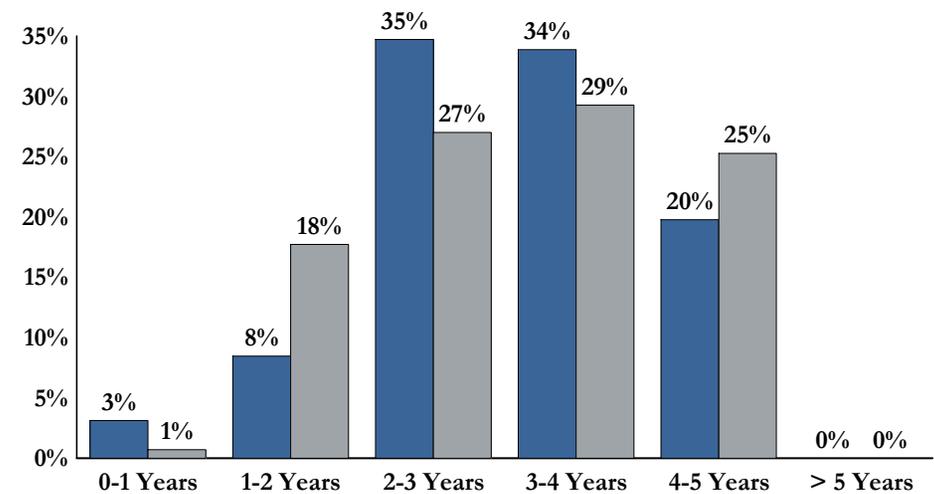
Portfolio / Benchmark	Effective Duration	0-1 YEARS	1-2 YEARS	2-3 YEARS	3-4 YEARS	4-5 YEARS	> 5 YEARS
TOWN OF PALM BEACH 1-5 YR PORTFOLIO	2.58	11.50%	15.38%	36.38%	24.72%	12.03%	0.00%
BofA ML 1-5 Year U.S. Treasury/Agency Index	2.61	2.02%	31.51%	28.92%	22.16%	15.40%	0.00%

Distribution by Effective Duration



■ TOWN OF PALM BEACH 1-5 YR PORTFOLIO
 ■ BofA ML 1-5 Year U.S. Treasury/Agency Index

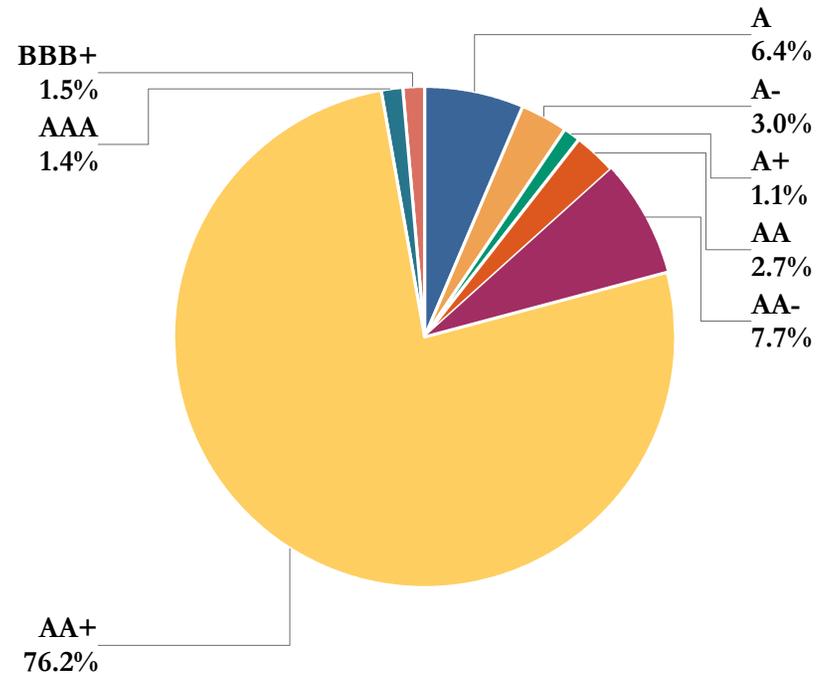
Contribution to Portfolio Duration



■ TOWN OF PALM BEACH 1-5 YR PORTFOLIO
 ■ BofA ML 1-5 Year U.S. Treasury/Agency Index

Credit Quality
As of March 31, 2017

S&P Rating	Market Value (\$)	% of Portfolio
AA+	\$13,997,122	76.2%
AA-	\$1,412,649	7.7%
A	\$1,174,482	6.4%
A-	\$548,834	3.0%
AA	\$495,939	2.7%
BBB+	\$279,483	1.5%
AAA	\$248,953	1.4%
A+	\$208,411	1.1%
Totals	\$18,365,873	100.0%



Detail may not add to total due to rounding.

Issuer Distribution

As of March 31, 2017

Issuer	Market Value (\$)	% of Portfolio		
UNITED STATES TREASURY	7,694,484	41.9%	Top 5 = 78.9%	Top 10 = 90.9%
FANNIE MAE	2,988,988	16.3%		
FEDERAL HOME LOAN BANKS	2,719,996	14.8%		
FREDDIE MAC	593,654	3.2%		
GENERAL ELECTRIC CO	493,194	2.7%		
BANK OF NEW YORK CO INC	454,266	2.5%		
TOYOTA MOTOR CORP	453,572	2.5%		
WELLS FARGO & COMPANY	450,951	2.5%		
CITY OF NEW YORK CITY, NY	446,417	2.4%		
CISCO SYSTEMS INC	405,862	2.2%		
JP MORGAN CHASE & CO	351,205	1.9%		
GOLDMAN SACHS GROUP INC	279,483	1.5%		
MICROSOFT CORP	248,953	1.4%		
BOEING COMPANY	220,141	1.2%		
AMERICAN HONDA FINANCE	208,411	1.1%		
AMERICAN EXPRESS CO	109,016	0.6%		
BB&T CORPORATION	88,613	0.5%		
NEW YORK UNIVERSITY	60,021	0.3%		

Issuer	Market Value (\$)	% of Portfolio
BERKSHIRE HATHAWAY INC	49,521	0.3%
STATE STREET CORPORATION	49,125	0.3%
Grand Total:	18,365,873	100.0%

Sector/Issuer Distribution

As of March 31, 2017

Sector / Issuer	Market Value (\$)	% of Sector	% of Total Portfolio
Corporate			
AMERICAN EXPRESS CO	109,016	2.8%	0.6%
AMERICAN HONDA FINANCE	208,411	5.3%	1.1%
BANK OF NEW YORK CO INC	454,266	11.6%	2.5%
BB&T CORPORATION	88,613	2.3%	0.5%
BERKSHIRE HATHAWAY INC	49,521	1.3%	0.3%
BOEING COMPANY	220,141	5.6%	1.2%
CISCO SYSTEMS INC	405,862	10.3%	2.2%
GENERAL ELECTRIC CO	493,194	12.6%	2.7%
GOLDMAN SACHS GROUP INC	279,483	7.1%	1.5%
JP MORGAN CHASE & CO	351,205	9.0%	1.9%
MICROSOFT CORP	248,953	6.3%	1.4%
NEW YORK UNIVERSITY	60,021	1.5%	0.3%
STATE STREET CORPORATION	49,125	1.3%	0.3%
TOYOTA MOTOR CORP	453,572	11.6%	2.5%
WELLS FARGO & COMPANY	450,951	11.5%	2.5%
Sector Total	3,922,333	100.0%	21.4%
Federal Agency/GSE			
FANNIE MAE	2,988,988	47.4%	16.3%
FEDERAL HOME LOAN BANKS	2,719,996	43.2%	14.8%

TOWN OF PALM BEACH 1-5 YR PORTFOLIO

Portfolio Composition

Sector / Issuer	Market Value (\$)	% of Sector	% of Total Portfolio
FREDDIE MAC	593,654	9.4%	3.2%
Sector Total	6,302,639	100.0%	34.3%
Municipal			
CITY OF NEW YORK CITY, NY	446,417	100.0%	2.4%
Sector Total	446,417	100.0%	2.4%
U.S. Treasury			
UNITED STATES TREASURY	7,694,484	100.0%	41.9%
Sector Total	7,694,484	100.0%	41.9%
Portfolio Total	18,365,873	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									
1/3/17	1/5/17	410,000	912828WN6	US TREASURY NOTES	2.00%	5/31/21	413,005.13	1.87%	
1/30/17	2/6/17	120,000	594918BV5	MICROSOFT CORP	1.85%	2/6/20	119,919.60	1.87%	
2/1/17	2/3/17	265,000	912828T67	US TREASURY NOTES	1.25%	10/31/21	257,588.05	1.94%	
2/24/17	2/28/17	320,000	3135G0T29	FNMA NOTES	1.50%	2/28/20	319,795.20	1.52%	
3/13/17	3/16/17	345,000	912828T67	US TREASURY NOTES	1.25%	10/31/21	333,547.90	2.11%	
Total BUY		1,460,000					1,443,855.88		
INTEREST									
1/1/17	1/1/17	60,000	650119AF7	NEW YORK UNIVERSITY CORPORATE NOTE	1.76%	7/1/19	530.10		
1/3/17	1/3/17	0	MONEY0002	MONEY MARKET FUND			9.97		
1/8/17	1/8/17	450,000	36962G4J0	GENERAL ELECTRIC CAP CORP NOTES	5.50%	1/8/20	12,375.00		
1/12/17	1/12/17	110,000	02665WBE0	AMERICAN HONDA FINANCE	1.20%	7/12/19	660.00		
1/18/17	1/18/17	450,000	89236TBP9	TOYOTA MOTOR CREDIT CORP NOTES	2.12%	7/18/19	4,781.25		
1/20/17	1/20/17	320,000	3135G0E33	FNMA NOTES	1.12%	7/20/18	1,800.00		
1/23/17	1/23/17	350,000	46625HKA7	JPMORGAN CHASE & CO (CALLABLE)	2.25%	1/23/20	3,937.50		
1/30/17	1/30/17	450,000	94974BGF1	WELLS FARGO & CO	2.15%	1/30/20	4,837.50		
1/30/17	1/30/17	220,000	097023BF1	BOEING COMPANY (FLOATING) NOTE	1.16%	10/30/17	569.15		
1/31/17	1/31/17	95,000	912828B33	US TREASURY NOTES	1.50%	1/31/19	712.50		
1/31/17	1/31/17	620,000	912828VP2	US TREASURY NOTES	2.00%	7/31/20	6,200.00		
1/31/17	1/31/17	490,000	912828WY2	US TREASURY N/B	2.25%	7/31/21	5,512.50		
1/31/17	1/31/17	300,000	912828VP2	US TREASURY NOTES	2.00%	7/31/20	3,000.00		
1/31/17	1/31/17	600,000	912828VP2	US TREASURY NOTES	2.00%	7/31/20	6,000.00		
2/1/17	2/1/17	0	MONEY0002	MONEY MARKET FUND			11.67		
2/5/17	2/5/17	550,000	3130A8Y72	FHLB GLOBAL NOTE	0.87%	8/5/19	2,419.62		

TOWN OF PALM BEACH 1-5 YR PORTFOLIO

Portfolio Activity

Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amt (\$)	Yield at Market	Realized G/L (BV)
2/5/17	2/5/17	600,000	3130A8Y72	FHLB GLOBAL NOTE	0.87%	8/5/19	2,639.58		
2/7/17	2/7/17	500,000	3130A8PK3	FHLB NOTES	0.62%	8/7/18	1,562.50		
2/8/17	2/8/17	130,000	594918BN3	MICROSOFT CORP NOTES	1.10%	8/8/19	715.00		
2/15/17	2/15/17	50,000	084664CK5	BERKSHIRE HATHAWAY INC CORPORATE NOTES	1.30%	8/15/19	325.00		
2/17/17	2/17/17	90,000	3135G0N82	FNMA NOTES	1.25%	8/17/21	556.25		
2/17/17	2/17/17	310,000	3135G0N82	FNMA NOTES	1.25%	8/17/21	1,915.97		
2/22/17	2/22/17	100,000	02665WBA8	AMERICAN HONDA FINANCE CORP NOTES	1.70%	2/22/19	850.00		
2/28/17	2/28/17	725,000	912828D72	US TREASURY NOTES	2.00%	8/31/21	7,250.00		
2/28/17	2/28/17	520,000	3135G0P49	FNMA NOTES	1.00%	8/28/19	2,542.22		
2/28/17	2/28/17	640,000	912828UQ1	US TREASURY NOTES	1.25%	2/29/20	4,000.00		
3/1/17	3/1/17	0	MONEY0002	MONEY MARKET FUND			22.16		
3/7/17	3/7/17	425,000	3137EADP1	FREDDIE MAC GLOBAL NOTES	0.87%	3/7/18	1,859.38		
3/7/17	3/7/17	170,000	3137EADP1	FREDDIE MAC GLOBAL NOTES	0.87%	3/7/18	743.75		
3/11/17	3/11/17	450,000	06406HCW7	BANK OF NEW YORK MELLON NT (CALLABLE)	2.30%	9/11/19	5,175.00		
3/31/17	3/31/17	100,000	912828J84	US TREASURY NOTES	1.37%	3/31/20	687.50		
3/31/17	3/31/17	100,000	912828J84	US TREASURY NOTES	1.37%	3/31/20	687.50		
3/31/17	3/31/17	249,000	912828J84	US TREASURY NOTES	1.37%	3/31/20	1,711.88		
3/31/17	3/31/17	415,000	912828C57	US TREASURY NOTES	2.25%	3/31/21	4,668.75		
3/31/17	3/31/17	375,000	912828Q37	US TREASURY NOTES	1.25%	3/31/21	2,343.75		
3/31/17	3/31/17	35,000	912828Q37	US TREASURY NOTES	1.25%	3/31/21	218.75		
Total INTEREST		11,049,000					93,831.70		

SELL

1/3/17	1/5/17	230,000	3135G0ZL0	FNMA NOTES	1.00%	9/27/17	230,869.91	0.85%	439.83
1/3/17	1/5/17	180,000	3137EADJ5	FREDDIE MAC GLOBAL NOTES	1.00%	7/28/17	181,035.20	0.75%	87.22
2/1/17	2/3/17	260,000	912828TW0	US TREASURY NOTES	0.75%	10/31/17	260,450.80	0.78%	(89.93)
2/3/17	2/6/17	120,000	912828UA6	US TREASURY NOTES	0.62%	11/30/17	119,990.11	0.78%	387.20
2/24/17	2/28/17	320,000	912828UQ1	US TREASURY NOTES	1.25%	2/29/20	318,362.50	1.42%	345.58

TOWN OF PALM BEACH 1-5 YR PORTFOLIO

Portfolio Activity

Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amt (\$)	Yield at Market	Realized G/L (BV)
3/13/17	3/16/17	345,000	912828UA6	US TREASURY NOTES	0.62%	11/30/17	344,590.22	1.05%	309.20
Total SELL		1,455,000					1,455,298.74		1,479.10

Quarterly Portfolio Transactions

Tran. Type	Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amt (\$)	Yield	Realized G/L (BV)
INTEREST	1/1/17	1/1/17	60,000.00	650119AF7	NEW YORK UNIVERSITY CORPORATE NOTE	1.76%	7/1/19	530.10		
INTEREST	1/3/17	1/3/17	0.00	MONEY0002	MONEY MARKET FUND			9.97		
BUY	1/3/17	1/5/17	410,000.00	912828WN6	US TREASURY NOTES	2.00%	5/31/21	(413,005.13)	1.87%	
SELL	1/3/17	1/5/17	230,000.00	3135G0ZL0	FNMA NOTES	1.00%	9/27/17	230,869.91	0.85%	439.83
SELL	1/3/17	1/5/17	180,000.00	3137EADJ5	FREDDIE MAC GLOBAL NOTES	1.00%	7/28/17	181,035.20	0.75%	87.22
INTEREST	1/8/17	1/8/17	450,000.00	36962G4J0	GENERAL ELECTRIC CAP CORP NOTES	5.50%	1/8/20	12,375.00		
INTEREST	1/12/17	1/12/17	110,000.00	02665WBE0	AMERICAN HONDA FINANCE	1.20%	7/12/19	660.00		
INTEREST	1/18/17	1/18/17	450,000.00	89236TBP9	TOYOTA MOTOR CREDIT CORP NOTES	2.12%	7/18/19	4,781.25		
INTEREST	1/20/17	1/20/17	320,000.00	3135G0E33	FNMA NOTES	1.12%	7/20/18	1,800.00		
INTEREST	1/23/17	1/23/17	350,000.00	46625HKA7	JPMORGAN CHASE & CO (CALLABLE)	2.25%	1/23/20	3,937.50		
INTEREST	1/30/17	1/30/17	450,000.00	94974BGF1	WELLS FARGO & CO	2.15%	1/30/20	4,837.50		
INTEREST	1/30/17	1/30/17	220,000.00	097023BF1	BOEING COMPANY (FLOATING) NOTE	1.16%	10/30/17	569.15		
BUY	1/30/17	2/6/17	120,000.00	594918BV5	MICROSOFT CORP	1.85%	2/6/20	(119,919.60)	1.87%	
INTEREST	1/31/17	1/31/17	95,000.00	912828B33	US TREASURY NOTES	1.50%	1/31/19	712.50		
INTEREST	1/31/17	1/31/17	620,000.00	912828VP2	US TREASURY NOTES	2.00%	7/31/20	6,200.00		
INTEREST	1/31/17	1/31/17	490,000.00	912828WY2	US TREASURY N/B	2.25%	7/31/21	5,512.50		
INTEREST	1/31/17	1/31/17	300,000.00	912828VP2	US TREASURY NOTES	2.00%	7/31/20	3,000.00		
INTEREST	1/31/17	1/31/17	600,000.00	912828VP2	US TREASURY NOTES	2.00%	7/31/20	6,000.00		
INTEREST	2/1/17	2/1/17	0.00	MONEY0002	MONEY MARKET FUND			11.67		
BUY	2/1/17	2/3/17	265,000.00	912828T67	US TREASURY NOTES	1.25%	10/31/21	(257,588.05)	1.94%	

TOWN OF PALM BEACH 1-5 YR PORTFOLIO

Portfolio Activity

Tran. Type	Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amt (\$)	Yield	Realized G/L (BV)
SELL	2/1/17	2/3/17	260,000.00	912828TW0	US TREASURY NOTES	0.75%	10/31/17	260,450.80	0.78%	(89.93)
SELL	2/3/17	2/6/17	120,000.00	912828UA6	US TREASURY NOTES	0.62%	11/30/17	119,990.11	0.78%	387.20
INTEREST	2/5/17	2/5/17	550,000.00	3130A8Y72	FHLB GLOBAL NOTE	0.87%	8/5/19	2,419.62		
INTEREST	2/5/17	2/5/17	600,000.00	3130A8Y72	FHLB GLOBAL NOTE	0.87%	8/5/19	2,639.58		
INTEREST	2/7/17	2/7/17	500,000.00	3130A8PK3	FHLB NOTES	0.62%	8/7/18	1,562.50		
INTEREST	2/8/17	2/8/17	130,000.00	594918BN3	MICROSOFT CORP NOTES	1.10%	8/8/19	715.00		
INTEREST	2/15/17	2/15/17	50,000.00	084664CK5	BERKSHIRE HATHAWAY INC CORPORATE NOTES	1.30%	8/15/19	325.00		
INTEREST	2/17/17	2/17/17	90,000.00	3135G0N82	FNMA NOTES	1.25%	8/17/21	556.25		
INTEREST	2/17/17	2/17/17	310,000.00	3135G0N82	FNMA NOTES	1.25%	8/17/21	1,915.97		
INTEREST	2/22/17	2/22/17	100,000.00	02665WBA8	AMERICAN HONDA FINANCE CORP NOTES	1.70%	2/22/19	850.00		
BUY	2/24/17	2/28/17	320,000.00	3135G0T29	FNMA NOTES	1.50%	2/28/20	(319,795.20)	1.52%	
SELL	2/24/17	2/28/17	320,000.00	912828UQ1	US TREASURY NOTES	1.25%	2/29/20	318,362.50	1.42%	345.58
INTEREST	2/28/17	2/28/17	725,000.00	912828D72	US TREASURY NOTES	2.00%	8/31/21	7,250.00		
INTEREST	2/28/17	2/28/17	520,000.00	3135G0P49	FNMA NOTES	1.00%	8/28/19	2,542.22		
INTEREST	2/28/17	2/28/17	640,000.00	912828UQ1	US TREASURY NOTES	1.25%	2/29/20	4,000.00		
INTEREST	3/1/17	3/1/17	0.00	MONEY0002	MONEY MARKET FUND			22.16		
INTEREST	3/7/17	3/7/17	425,000.00	3137EADP1	FREDDIE MAC GLOBAL NOTES	0.87%	3/7/18	1,859.38		
INTEREST	3/7/17	3/7/17	170,000.00	3137EADP1	FREDDIE MAC GLOBAL NOTES	0.87%	3/7/18	743.75		
INTEREST	3/11/17	3/11/17	450,000.00	06406HCW7	BANK OF NEW YORK MELLON NT (CALLABLE)	2.30%	9/11/19	5,175.00		
BUY	3/13/17	3/16/17	345,000.00	912828T67	US TREASURY NOTES	1.25%	10/31/21	(333,547.90)	2.11%	
SELL	3/13/17	3/16/17	345,000.00	912828UA6	US TREASURY NOTES	0.62%	11/30/17	344,590.22	1.05%	309.20

TOWN OF PALM BEACH 1-5 YR PORTFOLIO

Portfolio Activity

Tran. Type	Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amt (\$)	Yield	Realized G/L (BV)
INTEREST	3/31/17	3/31/17	100,000.00	912828J84	US TREASURY NOTES	1.37%	3/31/20	687.50		
INTEREST	3/31/17	3/31/17	100,000.00	912828J84	US TREASURY NOTES	1.37%	3/31/20	687.50		
INTEREST	3/31/17	3/31/17	249,000.00	912828J84	US TREASURY NOTES	1.37%	3/31/20	1,711.88		
INTEREST	3/31/17	3/31/17	415,000.00	912828C57	US TREASURY NOTES	2.25%	3/31/21	4,668.75		
INTEREST	3/31/17	3/31/17	375,000.00	912828Q37	US TREASURY NOTES	1.25%	3/31/21	2,343.75		
INTEREST	3/31/17	3/31/17	35,000.00	912828Q37	US TREASURY NOTES	1.25%	3/31/21	218.75		
TOTALS								105,274.56		1,479.10

Short Term and Bond Proceed Portfolios Statistics

<u>Account Name</u>	<u>Amortized Cost^{1,2,3}</u>	<u>Amortized Cost^{1,2,3}</u>	<u>Market Value^{1,2,3}</u>	<u>Market Value^{1,2,3}</u>	<u>Duration (Years)⁴</u>
	<u>March 31, 2017</u>	<u>December 31, 2017</u>	<u>March 31, 2017</u>	<u>December 31, 2017</u>	<u>March 31, 2017</u>
Short Term Portfolio - 4245	\$5,492,242.09	\$5,475,212.44	\$5,493,889.50	\$5,476,328.00	0.11
2013 Bond Fund - 4265	14,810,614.32	20,777,560.00	14,814,591.66	20,790,441.00	0.23
LGIP - FEITF Excess Funds - 174 ⁸	10,155,372.84	15,588,678.54	10,155,372.84	15,588,678.54	51 Days
LGIP -FEITF 2013 Bond Fund - 357 ⁸	3,191,081.83	1,565,434.53	3,191,081.83	1,565,434.53	51 Days
Money Market Account -Bank United 1280 -Short Term	0.00	8,038,999.00	0.00	8,038,999.00	0.001
Money Market Fund - Goldman Sachs Financial Squares Government Fund (TD Bank) - Short Term	10,327.35	\$10,320.00	10,327.35	\$10,320.00	0.001
Money Market Fund - Goldman Sachs Financial Squares Government Fund (TD Bank) - 2013 Bond Fund	36,598.00	454,833.00	36,598.00	454,833.00	0.001
Total	\$33,696,236.43	\$51,911,037.51	\$33,701,861.18	\$51,925,034.07	

<u>Account Name</u>	<u>Yield to Maturity</u>	<u>Yield to Maturity</u>	<u>Yield to Maturity</u>	<u>Yield to Maturity</u>	<u>Duration (Years)⁴</u>
	<u>at Cost^{5,6}</u>	<u>at Cost^{5,6}</u>	<u>at Market^{5,6}</u>	<u>at Market^{5,6}</u>	<u>December 31, 2017</u>
	<u>March 31, 2017</u>	<u>December 31, 2017</u>	<u>March 31, 2017</u>	<u>December 31, 2017</u>	
Short Term Portfolio - 4245	1.25%	1.25%	0.95%	1.18%	0.36
2013 Bond Fund - 4265	0.99%	1.03%	0.85%	0.83%	0.37
LGIP - FEITF Excess Funds - 174 ^{8,8}	0.98%	0.73%	0.98%	0.73%	44 Days
LGIP - FEITF 2013 Bond Fund - 3576, ⁸	0.98%	0.73%	0.98%	0.73%	44 Days
Money Market Account -Bank United 1280 -Short Term	N/A	0.55%	N/A	0.55%	0.001
Money Market Fund - Goldman Sachs Financial Squares Government Fund (TD Bank) - Short Term	0.30%	0.30%	0.30%	0.30%	0.001
Money Market Fund - Goldman Sachs Financial Squares Government Fund (TD Bank) - 2013 Bond Fund	0.30%	0.30%	0.30%	0.30%	0.001
Weighted Average Yield	1.03%	0.87%	0.92%	0.79%	

Benchmarks

	<u>March 31, 2017</u>	<u>December 31, 2017</u>
S&P GIP All 30 Day Index ⁷	0.89%	0.72%

Notes:

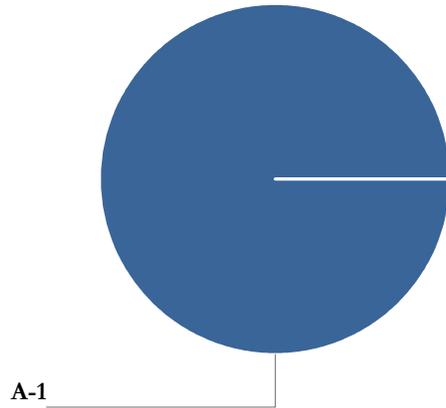
- End of quarter trade-date market values of portfolio holdings, including accrued interest.
- In order to comply with GASB accrual accounting reporting requirements; forward settling trades are included in the monthly balances.
- Includes any money market fund/cash balances held in custodian account.
- Money Market Fund duration is based on weighted average duration in days.
- Past performance is not indicative of future results.
- Seven day yield as of quarter end. The yields shown above represent past performance. Past performance is no guarantee of future results and yields may vary. The current fund performance may be higher or lower than that cited. The current seven-day yield does not include realized gains and losses on the sale of securities. The yields shown above may reflect fee waivers by service providers that subsidize and reduce the total operating expenses of the Funds. Fund yields would be lower if there were no such waivers.
- Monthly yields, source Bloomberg.
- PFM Prime Funds were moved into FEITF during the second quarter of 2016. All March 31, 2016 numbers reflect PFM PRIME balances and statistics.

Portfolio Statistics

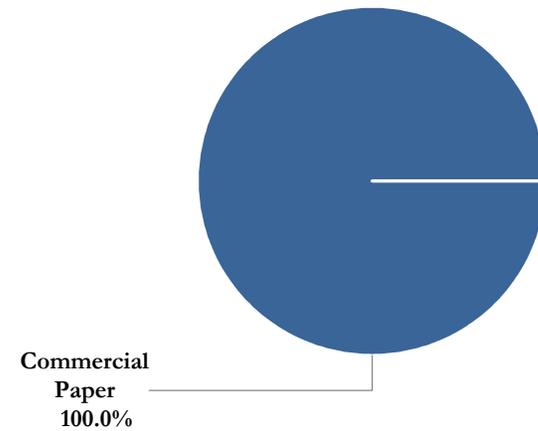
As of March 31, 2017

Par Value:	5,500,000
Total Market Value:	5,504,217
Security Market Value:	5,493,890
Accrued Interest:	0
Cash:	10,327
PFM	-
Amortized Cost:	5,492,242
Yield at Market:	0.95%
Yield at Cost:	1.25%
Effective Duration:	0.11 Years
Duration to Worst:	0.11 Years
Average Maturity:	0.12 Years
Average Credit: **	A
Benchmark Eff. Yield:	0.89%

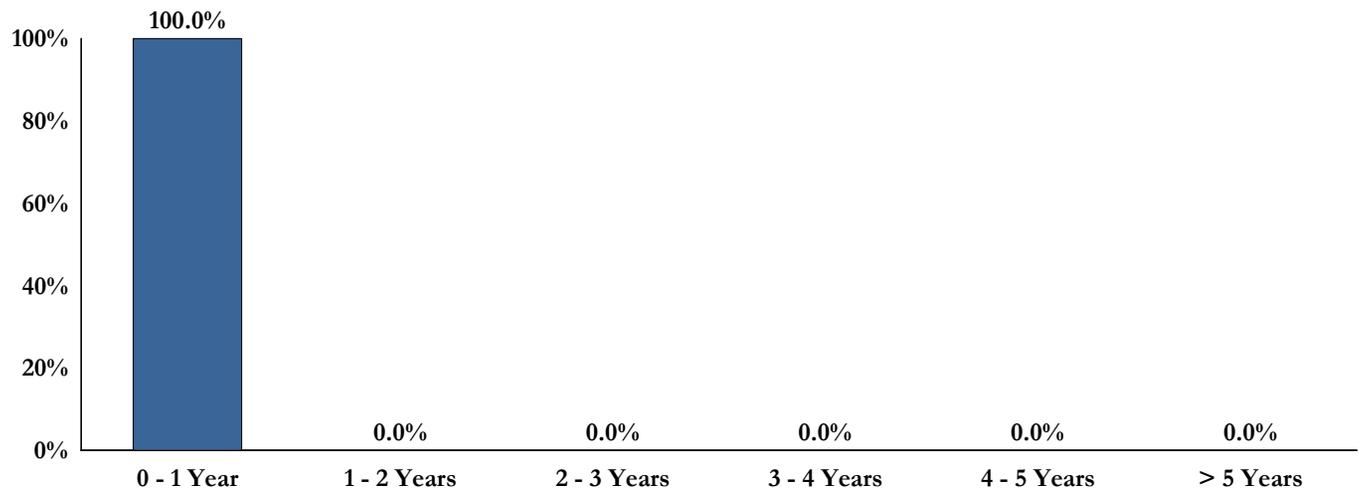
Credit Quality (S&P Ratings)



Sector Allocation



Maturity Distribution



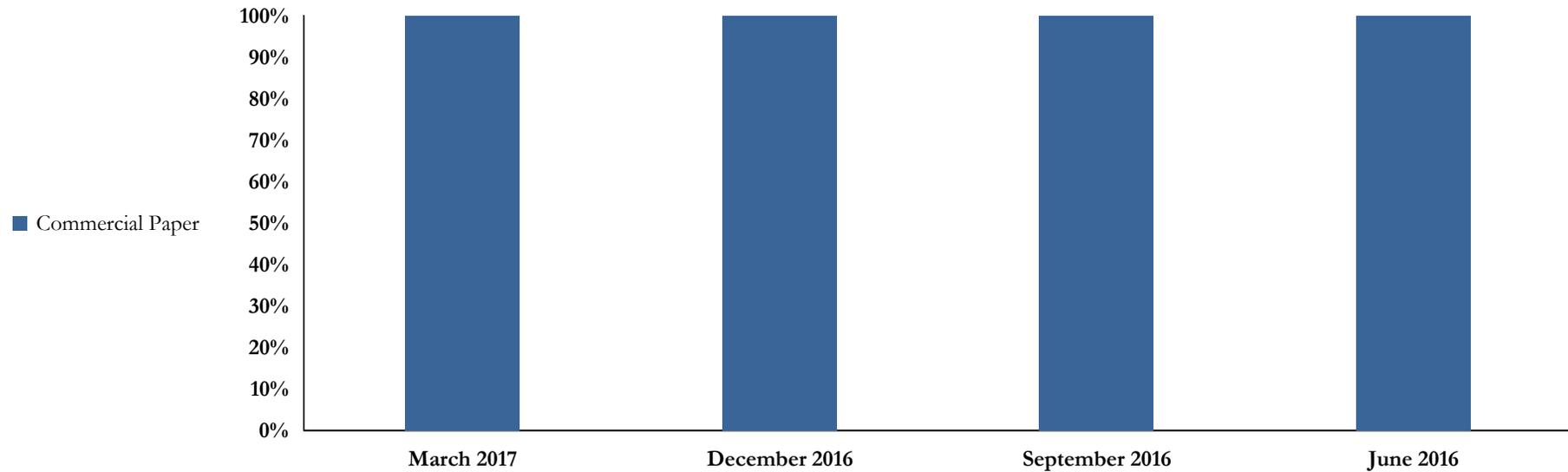
* An average of each security's credit rating assigned a numeric value and adjusted for its relative weighting in the portfolio.

Portfolio Earnings
Quarter-Ended March 31, 2017

	<u>Market Value Basis</u>	<u>Accrual (Amortized Cost) Basis</u>
Beginning Value (12/31/2016)	\$5,476,328.00	\$5,475,212.44
Net Purchases/Sales	\$0.00	\$0.00
Change in Value	\$17,561.50	\$17,029.65
Ending Value (03/31/2017)	\$5,493,889.50	\$5,492,242.09
Interest Earned	\$7.55	\$7.55
Portfolio Earnings	\$17,569.05	\$17,037.20

Sector Allocation

Sector	March 31, 2017		December 31, 2016		September 30, 2016		June 30, 2016	
	MV (\$MM)	% of Total	MV (\$MM)	% of Total	MV (\$MM)	% of Total	MV (\$MM)	% of Total
Commercial Paper	5.5	100.0%	5.5	100.0%	8.5	100.0%	14.0	100.0%
Total	\$5.5	100.0%	\$5.5	100.0%	\$8.5	100.0%	\$14.0	100.0%



Detail may not add to total due to rounding.

Issuer Distribution*As of March 31, 2017*

Issuer	Market Value (\$)	% of Portfolio
BANK OF MONTREAL	5,493,890	100.0%
Grand Total:	5,493,890	100.0%

Sector/Issuer Distribution*As of March 31, 2017*

Sector / Issuer	Market Value (\$)	% of Sector	% of Total Portfolio
Commercial Paper			
BANK OF MONTREAL	5,493,890	100.0%	100.0%
Sector Total	5,493,890	100.0%	100.0%
Portfolio Total	5,493,890	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)
INTEREST									
1/3/17	1/3/17	0	MONEY0002	MONEY MARKET FUND			2.14		
2/1/17	2/1/17	0	MONEY0002	MONEY MARKET FUND			2.83		
3/1/17	3/1/17	0	MONEY0002	MONEY MARKET FUND			2.58		
Total INTEREST		0					7.55		

Quarterly Portfolio Transactions

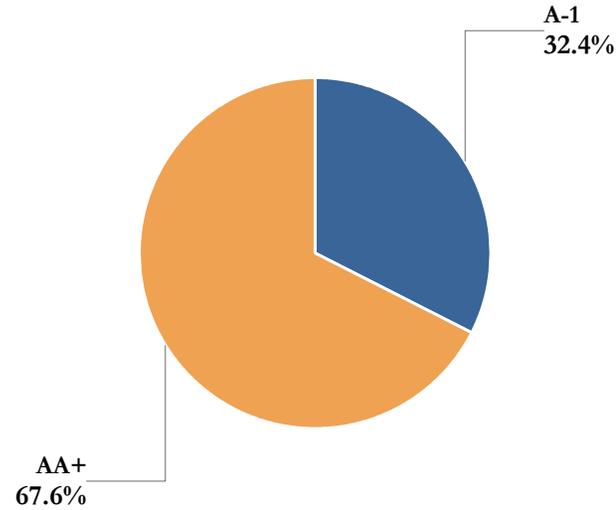
Tran. Type	Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amt (\$)	Yield	Realized G/L (BV)
INTEREST	1/3/17	1/3/17	0.00	MONEY0002	MONEY MARKET FUND			2.14		
INTEREST	2/1/17	2/1/17	0.00	MONEY0002	MONEY MARKET FUND			2.83		
INTEREST	3/1/17	3/1/17	0.00	MONEY0002	MONEY MARKET FUND			2.58		
TOTALS								7.55		

Portfolio Statistics

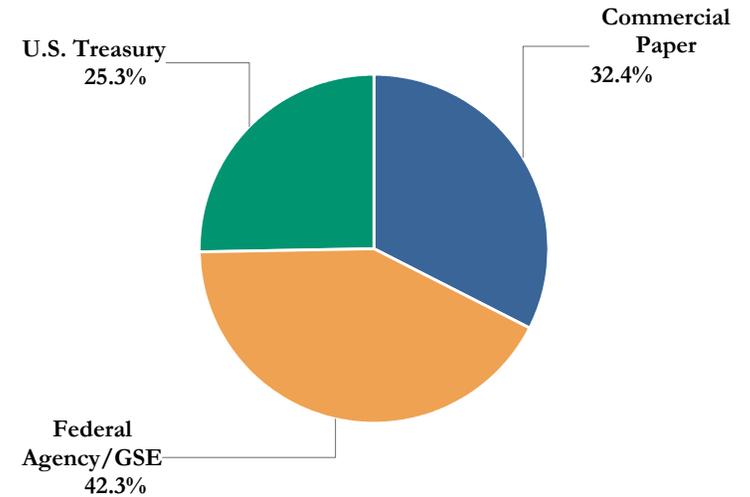
As of March 31, 2017

Par Value:	14,800,000
Total Market Value:	14,851,190
Security Market Value:	14,789,487
Accrued Interest:	25,104
Cash:	36,598
PFM	-
Amortized Cost:	14,785,510
Yield at Market:	0.85%
Yield at Cost:	0.99%
Effective Duration:	0.23 Years
Duration to Worst:	0.23 Years
Average Maturity:	0.23 Years
Average Credit: **	AA
Benchmark Eff. Yield:	0.71%

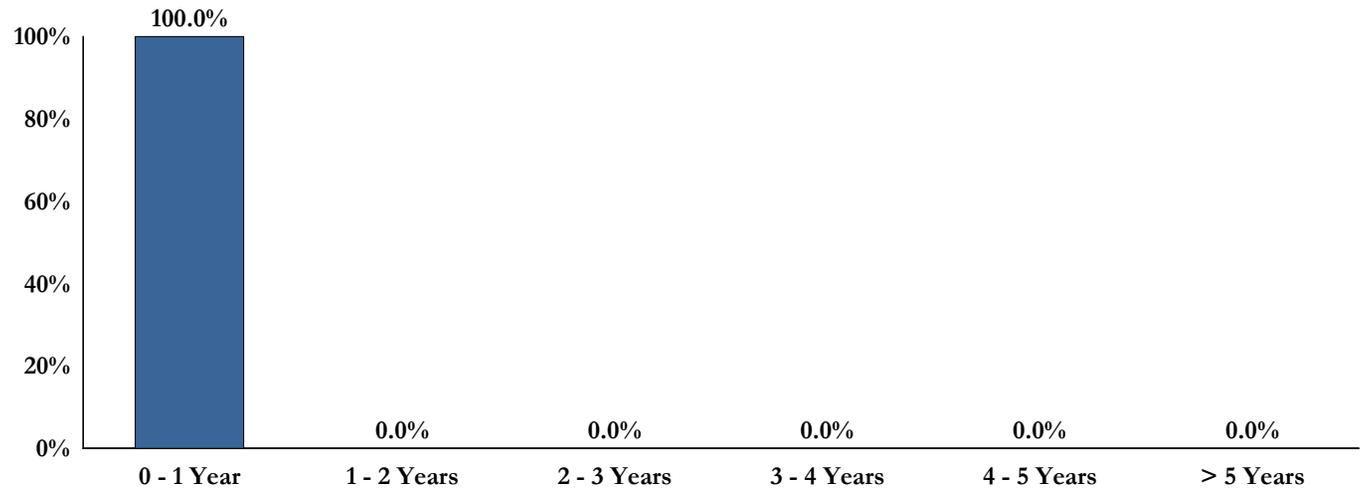
Credit Quality (S&P Ratings)



Sector Allocation



Maturity Distribution



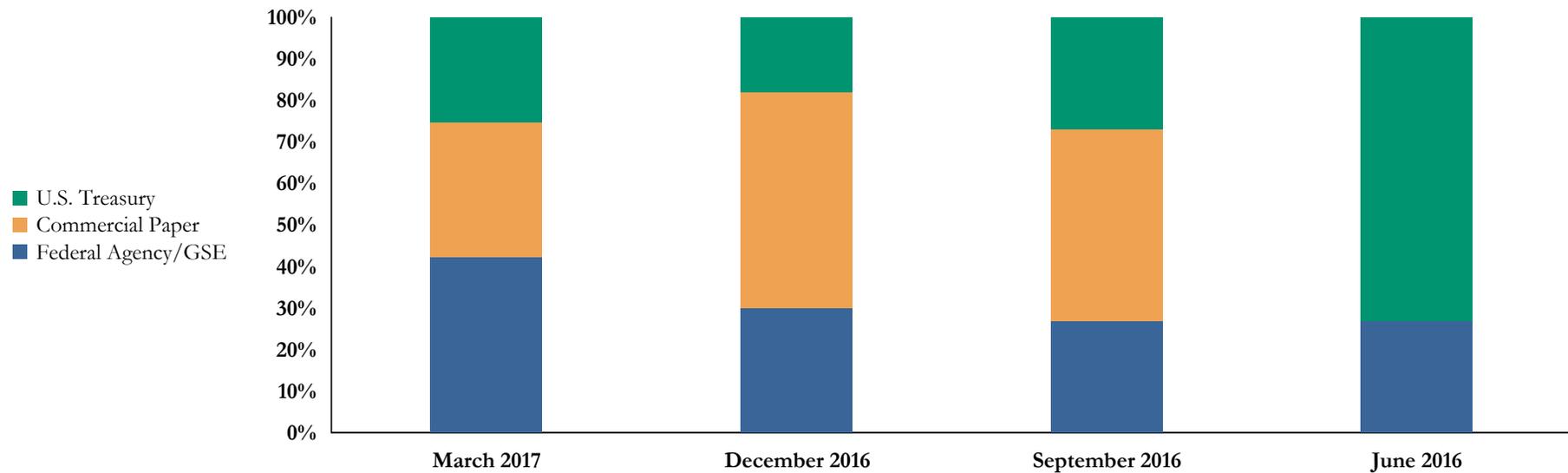
* An average of each security's credit rating assigned a numeric value and adjusted for its relative weighting in the portfolio.

Portfolio Earnings
Quarter-Ended March 31, 2017

	<u>Market Value Basis</u>	<u>Accrual (Amortized Cost) Basis</u>
Beginning Value (12/31/2016)	\$20,773,097.55	\$20,760,217.00
Net Purchases/Sales	(\$6,000,000.00)	(\$6,000,000.00)
Change in Value	\$16,389.85	\$25,293.06
Ending Value (03/31/2017)	\$14,789,487.40	\$14,785,510.06
Interest Earned	\$17,615.10	\$17,615.10
Portfolio Earnings	\$34,004.95	\$42,908.16

Sector Allocation

Sector	March 31, 2017		December 31, 2016		September 30, 2016		June 30, 2016	
	MV (\$MM)	% of Total	MV (\$MM)	% of Total	MV (\$MM)	% of Total	MV (\$MM)	% of Total
Federal Agency/GSE	6.2	42.3%	6.3	30.1%	6.3	26.9%	6.3	26.9%
Commercial Paper	4.8	32.4%	10.8	51.9%	10.7	46.2%	0.0	0.0%
U.S. Treasury	3.7	25.3%	3.7	18.0%	6.2	26.9%	17.0	73.1%
Total	\$14.8	100.0%	\$20.8	100.0%	\$23.3	100.0%	\$23.3	100.0%



Detail may not add to total due to rounding.

Issuer Distribution*As of March 31, 2017*

Issuer	Market Value (\$)	% of Portfolio
FANNIE MAE	6,248,110	42.3%
JP MORGAN CHASE & CO	4,794,902	32.4%
UNITED STATES TREASURY	3,746,475	25.3%
Grand Total:	14,789,487	100.0%

Sector/Issuer Distribution

As of March 31, 2017

Sector / Issuer	Market Value (\$)	% of Sector	% of Total Portfolio
Commercial Paper			
IP MORGAN CHASE & CO	4,794,902	100.0%	32.4%
Sector Total	4,794,902	100.0%	32.4%
Federal Agency/GSE			
FANNIE MAE	6,248,110	100.0%	42.2%
Sector Total	6,248,110	100.0%	42.2%
U.S. Treasury			
UNITED STATES TREASURY	3,746,475	100.0%	25.3%
Sector Total	3,746,475	100.0%	25.3%
Portfolio Total	14,789,487	100.0%	100.0%

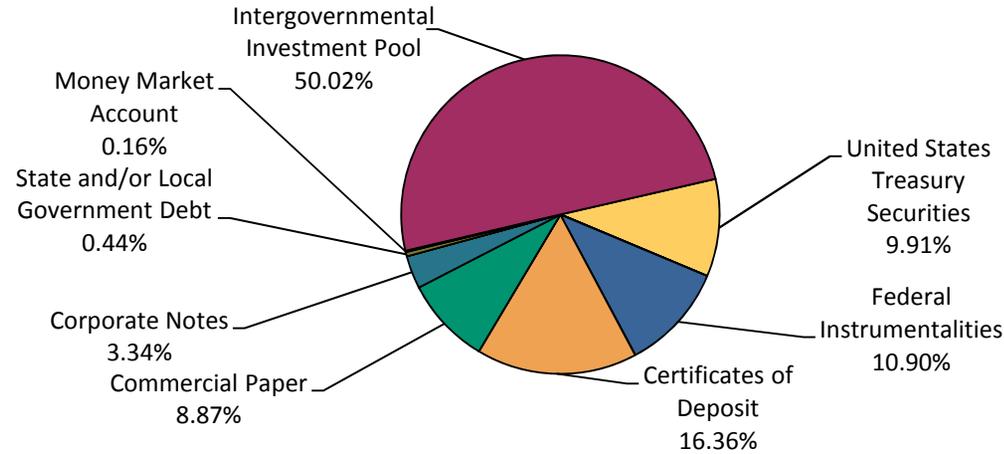
Quarterly Portfolio Transactions

Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amt (\$)	Yield at Market	Realized G/L (BV)
INTEREST									
1/3/17	1/3/17	0	MONEY0002	MONEY MARKET FUND			94.52		
1/31/17	1/31/17	3,750,000	912828TG5	US TREASURY NOTES	0.50%	7/31/17	9,375.00		
2/1/17	2/1/17	0	MONEY0002	MONEY MARKET FUND			124.94		
3/1/17	3/1/17	0	MONEY0002	MONEY MARKET FUND			259.38		
Total INTEREST		3,750,000					9,853.84		
MATURITY									
2/3/17	2/3/17	6,000,000	06538BP31	BANK OF TOKYO MITSUBISHI UFJ COMM PAPER	0.00%	2/3/17	6,000,000.00		0.00
Total MATURITY		6,000,000					6,000,000.00		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)
INTEREST	1/3/17	1/3/17	0.00	MONEY0002	MONEY MARKET FUND			94.52		
INTEREST	1/31/17	1/31/17	3,750,000.00	912828TG5	US TREASURY NOTES	0.50%	7/31/17	9,375.00		
INTEREST	2/1/17	2/1/17	0.00	MONEY0002	MONEY MARKET FUND			124.94		
MATURITY	2/3/17	2/3/17	6,000,000.00	06538BP31	BANK OF TOKYO MITSUBISHI UFJ COMM PAPER	0.00%	2/3/17	6,000,000.00		0.00
INTEREST	3/1/17	3/1/17	0.00	MONEY0002	MONEY MARKET FUND			259.38		
TOTALS								6,009,853.84		0.00

Tab III



Security Type ¹	Amortized Cost (Includes Interest)	Allocation Percentage	Notes	Permitted by Policy	In Compliance
Florida Prime (SBA)	-	0.00%		0%	YES
United States Treasury Securities	11,498,278.78	9.91%		100%	YES
United States Government Agency Securities	-	0.00%	4	100%	YES
Federal Instrumentalities	12,639,145.52	10.90%		75%	YES
Certificates of Deposit	18,970,097.00	16.36%	5	50%	YES
Repurchase Agreements	-	0.00%		40%	YES
Commercial Paper	10,286,338.09	8.87%	2,3	50%	YES
Corporate Notes	3,876,536.68	3.34%	2,3	50%	YES
Bankers' Acceptances	-	0.00%		10%	YES
State and/or Local Government Debt	508,531.30	0.44%		25%	YES
Money Market Account	180,534.06	0.16%		50%	YES
Intergovernmental Investment Pool	58,014,313.58	50.02%	5,6	50%	NO
Total	\$115,973,775.01	100.00%			

Notes:

1. End of month trade-date amortized cost of portfolio holdings, including accrued interest.
2. Maximum allocation to all corporate and bank credit instruments is 50% combined. As of March 31, 2017 the allocation is 12.21%.
3. The industry limit for credit is 15%. The largest allocation as of 3/31/2017 is 10.46% in the Financial industry.
4. The maximum exposure to any one Federal agency, including the combined holdings of Agency debt and Agency MBS, is 40%. As of March 31, 2017 the allocation is 10.90%.
5. Balances allocated by the town.
6. The Town is temporarily keeping additional funds in FEITF and FMIvT to meet cash flow liquidity needs.

*All Funds

Individual Issuer Breakdown	Amortized Cost (Includes Interest)	Allocation Percentage	Notes	Permitted by Policy	In Compliance
Government National Mortgage Association (GNMA)	-	0.00%		40%	YES
Federal Farm Credit Bank (FFCB)	-	0.00%		40%	YES
Federal Home Loan Bank (FHLB)	2,747,672.31	2.37%		40%	YES
Federal National Mortgage Association (FNMA)	9,296,354.14	8.02%		40%	YES
Federal Home Loan Mortgage Corporation (FHLMC)	595,119.07	0.51%		40%	YES
JP Morgan Commercial Paper	4,794,096.00	4.13%		5%	YES
Bank of Montreal Chicago Commercial Paper	5,492,242.09	4.74%		5%	YES
American Express Credit Corporate Notes	111,502.57	0.10%		5%	YES
American Honda Corporate Notes	210,377.11	0.18%		5%	YES
Bank of New York Mellon Corporate Notes	453,831.85	0.39%		5%	YES
Berkshire Hathaway Corporate Notes	50,044.56	0.04%		5%	YES
Boeing Corporate Notes	220,446.29	0.19%		5%	YES
Branch Banking & Trust Corporate Notes	90,623.95	0.08%		5%	YES
Cisco Systems Corporate Notes	403,572.54	0.35%		5%	YES
General Electric Corporate Notes	494,094.15	0.43%		5%	YES
Goldman Sachs Corporate Notes	282,242.49	0.24%		5%	YES
Microsoft Corporate Notes	250,367.92	0.22%		5%	YES
JP Morgan Corporate Notes	350,606.36	0.30%		5%	YES
State Street Corporate Notes	50,199.56	0.04%		5%	YES
Toyota Corporate Notes	456,077.51	0.39%		5%	YES
Wells Fargo & Company Corporate Notes	452,549.82	0.39%		5%	YES
New York University Municipal Notes	60,265.05	0.05%		5%	YES
New York City, New York Taxable G.O Bonds	448,266.25	0.39%		5%	YES
Florida Education Investment Trust Fund	21,395,937.58	18.45%	5,6	50%	YES
FMLvT 1-3	25,059,962.00	21.61%	5,6	50%	YES
FMLvT Intermediate	11,558,414.00	9.97%	5,6	50%	YES
Bank United CD's	7,059,412.00	6.09%	5	100%	YES
TD Bank CD's	11,910,685.00	10.27%	5	100%	YES

Notes:

1. End of month trade-date amortized cost of portfolio holdings, including accrued interest.
2. Maximum allocation to all corporate and bank credit instruments is 50% combined. As of March 31, 2017 the allocation is 12.21%. (See previous page)
3. The industry limit for credit is 15%. The largest allocation as of 3/31/2017 is 10.46% in the Financial industry. (See previous page)
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*All Funds

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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 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 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 or 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.