



Town of Palm Beach, Florida



Investment Performance Review For the Quarter Ended June 30, 2017

Investment Advisors

PFM Asset Management LLC

Steven Alexander, CTP, CGFO, CPPT, Managing Director
Robert Cheddar, CFA, Chief Credit Officer, Managing Director
D. Scott Stitcher, CFA, Director
Rebecca Geyer, CTP, Senior Analyst
Sean Gannon, Analyst

One Keystone Plaza, Suite 300
North Front & Market Streets
Harrisburg, PA 17101-2044
717.232.2723
717.233.6073 fax

300 South Orange Avenue
Suite 1170
Orlando, FL 32801
407.648.2208
407.648.1323 fax

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Tab I

QUARTERLY MARKET SUMMARY

SUMMARY

- Despite mixed economic data, and political and policy difficulties in the U.S., market conditions were characterized by investor optimism amid very low volatility. Bond yields were relatively well behaved during the quarter, credit spreads narrowed further, and equity markets moved higher still.
- For the second time this year, the Federal Open Market Committee (FOMC) raised the federal funds rate by 0.25%, setting a new target range of 1.00% to 1.25% for the overnight benchmark rate. The FOMC's latest economic forecasts and "dot plot" were largely unchanged. The Federal Reserve (the Fed) is still forecasting one more rate hike this year, although market-implied probabilities show only about a 50% chance of a hike in the second half of the year.
- Perhaps just as important, the Fed announced plans to gradually reduce the size of its balance sheet by decreasing its reinvestment of principal payments on existing holdings. The reduction will be \$10 billion per month initially, and will increase in steps of \$10 billion per month at three-month intervals, until it reaches \$50 billion per month. The specific timetable is likely to be announced later this year.
- U.S. equity markets had another strong quarter. In the past three months, all three major U.S. indices hit new all-time highs. The S&P 500 Index (S&P 500) returned 3.1% and is up 9.3% for the first half of the year. The Health Care and Industrial sectors were the strongest performers during the quarter.

ECONOMIC SNAPSHOT

- U.S. economic data released in June was below expectations. While business investment accelerated, it was partly offset by weak consumer spending and a slowdown in government spending and inventories. On the positive side, the labor market remained strong, consumer confidence remained high, business surveys were optimistic and the housing market returned to near pre-crisis levels. Second quarter gross domestic product (GDP) growth is expected to show a rebound from the weak 1.4% growth rate of the first quarter.
- The labor market remained strong in the second quarter as the U.S. economy added 581,000 net new jobs, the most since the third quarter of 2016. The unemployment rate declined to a 16-year low, ending the quarter at 4.4%, but the labor force participation rate remained suppressed. At the same time, wage growth remained tepid, as average hourly earnings rose only 2.5% year-over-year (YoY) in June. The lack of wage pressures — a key driver of inflation — seems to indicate further slack remains in the labor market despite strong job gains.

INTEREST RATES

- Short-term (three years and under) yields ended the second quarter higher, reflecting the Fed's June rate hike, while medium- to long-term yields declined amid subdued inflation expectations and fading prospects for near-term stimulus from tax reform or infrastructure spending.
- The two-year Treasury note yield ended the quarter 13 basis points (bps) (0.13%) higher at 1.38%, while the 10-year Treasury yield fell 8 bps (0.08%) to 2.30%. The result was a notably flatter yield curve, which reduced the incentive to invest in longer maturities.
- In the money market space, shorter-term Treasury yields continued to rise, reflecting the Fed's June rate hike, but beyond 6-month maturities, yields flattened out. Yield spreads on commercial paper (CP) and certificates of deposit (CD) relative to U.S. Treasuries continued to narrow from their exceptionally wide levels of late 2016 and early 2017. CP/CD spreads now offer only modest incremental yield, similar to long-standing averages, and are considered fair value.

SECTOR PERFORMANCE

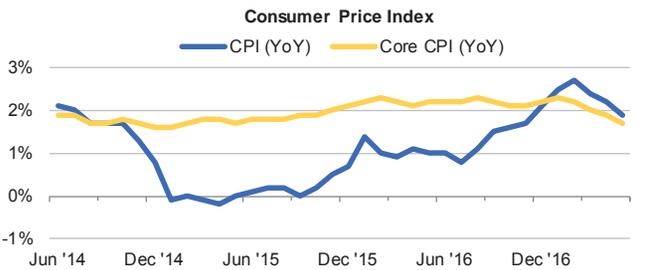
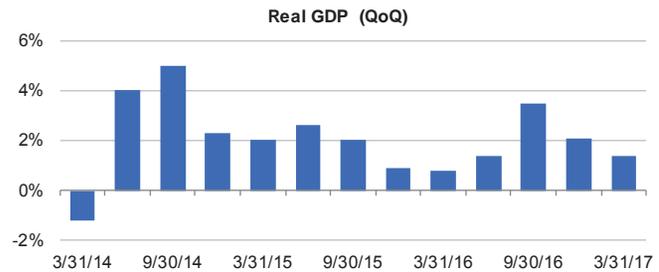
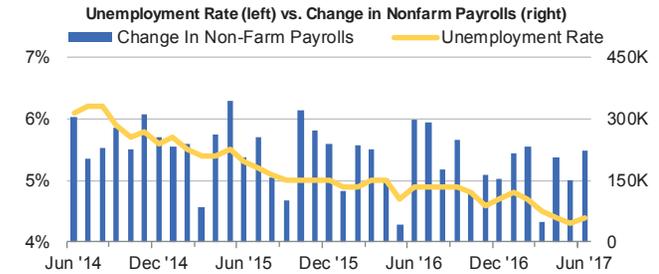
- U.S. Treasury indices posted positive returns in the second quarter. Returns for shorter indices were generated mostly by income, offset by modest price depreciation as yields on shorter maturities increased. Returns on longer Treasury indices were quite strong, benefitting from both income return and price appreciation from falling long-term rates and a flattening yield curve.
- Federal agency yield spreads ground tighter during the quarter as demand continued to outpace supply. The sector modestly outperformed comparable-duration Treasuries for the fourth quarter in a row.
- Corporate yield spreads tightened further during the quarter, reaching their narrowest levels since 2014 as the reach for yield continued globally. The sector generated strong outperformance relative to comparable-maturity Treasuries, its seventh straight quarter of outperformance.
- Shorter-duration mortgage-backed securities (MBS) outperformed Treasuries, but longer-duration structures could not keep pace. MBS remains at risk from the expected reduction in the Fed's balance sheet holdings later this year.
- For the second quarter in a row, asset-backed securities (ABS) posted strong outperformance versus Treasuries. Spreads across nearly all credit sectors tightened, including ABS.

Economic Snapshot

Labor Market		Latest	Mar '17	Jun '16
Unemployment Rate	Jun'17	4.4%	4.5%	4.9%
Change In Non-Farm Payrolls	Jun'17	222,000	50,000	297,000
Average Hourly Earnings (YoY)	Jun'17	2.5%	2.6%	2.6%
Personal Income (YoY)	May'17	3.5%	3.9%	3.4%
Initial Jobless Claims (week)	7/1/17	248,000	235,000	267,000

Growth				
Real GDP (QoQ SAAR)	2017Q1	1.4%	1.4% ¹	1.4% ²
GDP Personal Consumption (QoQ SAAR)	2017Q1	1.1%	1.1% ¹	4.3% ²
Retail Sales (YoY)	May'17	3.8%	4.8%	3.0%
ISM Manufacturing Survey (month)	Jun'17	57.8	57.2	52.8
Existing Home Sales SAAR (month)	May'17	5.62 mil.	5.70 mil.	5.48 mil.

Inflation / Prices				
Personal Consumption Expenditures (YoY)	May'17	1.4%	1.8%	0.9%
Consumer Price Index (YoY)	May'17	1.9%	2.4%	1.0%
Consumer Price Index Core (YoY)	May'17	1.7%	2.0%	2.2%
Crude Oil Futures (WTI, per barrel)	Jun 30	\$46.04	\$50.60	\$48.33
Gold Futures (oz.)	Jun 30	\$1,242	\$1,247	\$1,321



1. Data as of First Quarter 2017.

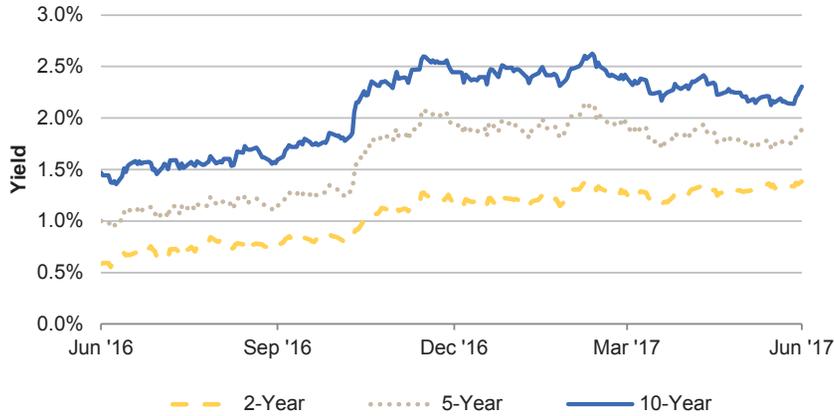
2. Data as of Second Quarter 2016.

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

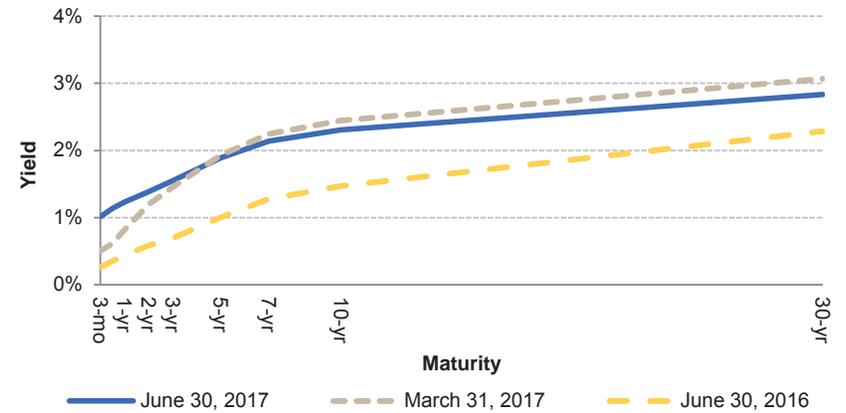
Source: Bloomberg.

Interest Rate Overview

U.S. Treasury Note Yields



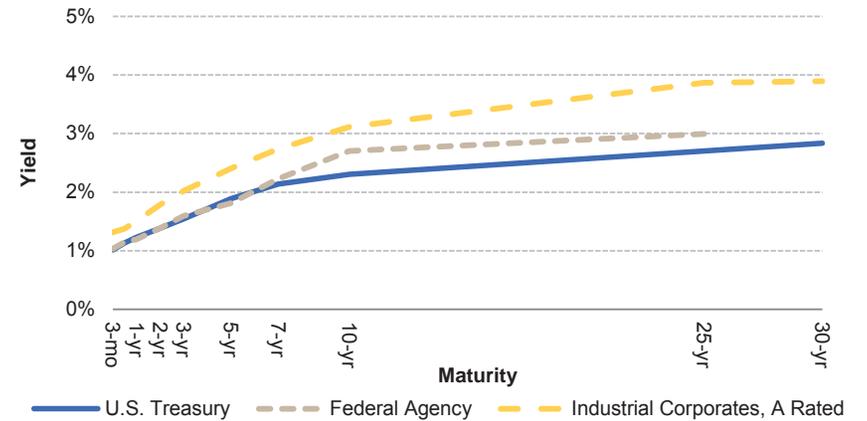
U.S. Treasury Yield Curve



U.S. Treasury Yields

Maturity	Jun '17	Mar '17	Change over Quarter	Jun '16	Change over Year
3-month	1.01%	0.75%	0.26%	0.26%	0.75%
1-year	1.23%	1.02%	0.21%	0.44%	0.79%
2-year	1.38%	1.26%	0.12%	0.58%	0.80%
5-year	1.89%	1.92%	(0.03%)	1.00%	0.89%
10-year	2.31%	2.39%	(0.08%)	1.47%	0.84%
30-year	2.84%	3.01%	(0.17%)	2.29%	0.55%

Yield Curves as of 6/30/17



Source: Bloomberg.

BofA Merrill Lynch Index Returns

June 30, 2017	As of 6/30/17		Returns for Periods ended 6/30/17		
	Duration	Yield	3-month	1-year	3-years
1-3 Year Indices					
U.S. Treasury	1.89	1.40%	0.17%	(0.11%)	0.69%
Federal Agency	1.78	1.48%	0.25%	0.25%	0.83%
U.S. Corporates, A-AAA rated	1.95	1.95%	0.55%	1.04%	1.43%
Agency MBS (0 to 3 years)	2.25	1.88%	0.60%	0.35%	1.15%
Taxable Municipals	1.74	2.34%	0.34%	1.20%	1.77%
1-5 Year Indices					
U.S. Treasury	2.69	1.54%	0.38%	(0.53%)	1.08%
Federal Agency	2.24	1.58%	0.37%	0.06%	1.10%
U.S. Corporates, A-AAA rated	2.80	2.16%	0.84%	0.99%	1.91%
Agency MBS (0 to 5 years)	3.33	2.32%	0.66%	0.04%	1.65%
Taxable Municipals	2.65	2.41%	0.56%	0.88%	2.27%
Master Indices (Maturities 1 Year or Greater)					
U.S. Treasury	6.36	1.91%	1.22%	(2.45%)	2.20%
Federal Agency	3.99	1.87%	0.88%	(0.35%)	1.88%
U.S. Corporates, A-AAA rated	7.16	2.91%	2.21%	0.98%	3.49%
Agency MBS (0 to 30 years)	4.69	2.76%	0.90%	(0.03%)	2.15%
Taxable Municipals	4.18	2.86%	0.94%	(0.16%)	2.74%

Returns for periods greater than one year are annualized.

Source: BofA Merrill Lynch Indices.

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 supranational securities.
- The 1-5 Year Investment Portfolio's quarterly total return performance of 0.47% outperformed the benchmark performance of 0.38% by 0.09%. Over the past year, the Portfolio earned -0.06% versus -0.49% for the benchmark.
- The Short Term Portfolio provided the Town with a Yield to Maturity at Cost of 1.48%, exceeding the Yield to Maturity of its benchmark the S&P GIP All 30 Day Index of 1.07% by 0.41%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.
- Key drivers of market conditions in the 2nd quarter included:
 - An additional Federal Reserve (Fed) rate hike,
 - Mixed readings on key economic data in the U.S.,
 - Persistently subdued inflation readings,
 - Narrowing credit spreads, and
 - Stronger growth readings and higher yields in Europe and elsewhere.
- Short-term and long-term Treasury yields diverged during the second quarter as short-term (three years and under) yields moved higher, pricing in the Fed's June rate hike, while yields on longer-term maturities fell amid muted inflation and fading prospects for stimulative fiscal policy. As a result, the yield curve flattened, retracing all the steepening that took place following the U.S. presidential election.
- Our duration strategy is to remain largely in line with benchmark durations unless we have a strong conviction that rates are not appropriately reflecting market risks and expectations. Since market conditions were consistent with moderate growth and a Fed on track to gradually raise rates, we positioned portfolios to be "neutral" – that is with durations equal to benchmark durations – to start the second quarter. During May and June, however, we allowed durations to drift shorter as we believed that rates were not adequately pricing in the likelihood of a near-term Fed rate increase. When the Fed did raise rates in June, shorter-term portfolios benefited as yields adjusted to reflect a higher Fed funds rate.
- Our outlook for the third quarter is for continued modest growth in the U.S. economy. But, the future path of Fed tightening is less certain, as recent economic data has been disappointing, fiscal policy initiatives have stalled, and inflation remains below the Fed's 2% target.
- With rates priced for the current level of uncertainty, we are once again positioning portfolio durations to match that of benchmarks. We will continue to assess our duration positioning during the quarter as we gain more clarity surrounding Fed policy and trajectory of the U.S. and global economy.

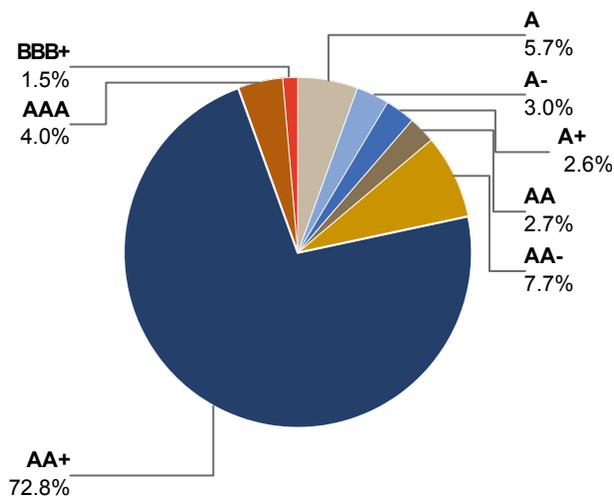
1. According to the Town's investment policy the short term benchmark is the S&P GIP All 30 Day Gross of Fees. However, due to system limitations the 3 month T-Bill is utilized for comparative purposes for the short term portfolio.

Portfolio Statistics

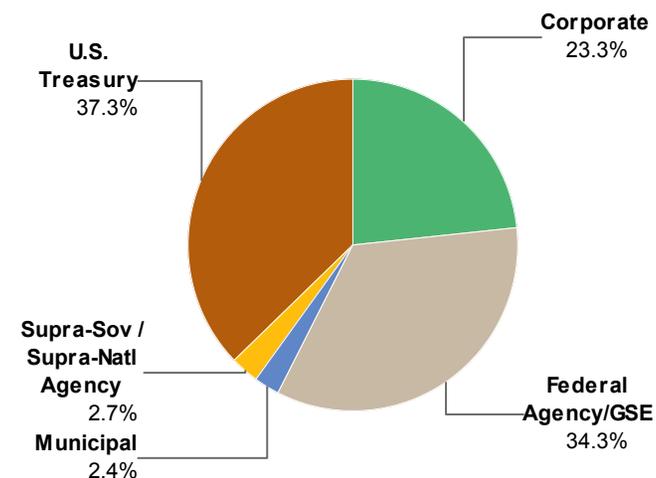
As of June 30, 2017

Par Value:	\$18,354,000
Total Market Value:	\$18,648,024
Security Market Value:	\$18,405,372
Accrued Interest:	\$86,841
Cash:	\$155,811
Amortized Cost:	\$18,473,426
Yield at Market:	1.65%
Yield at Cost:	1.49%
Effective Duration:	2.58 Years
Duration to Worst:	2.58 Years
Average Maturity:	2.69 Years
Average Credit: **	AA

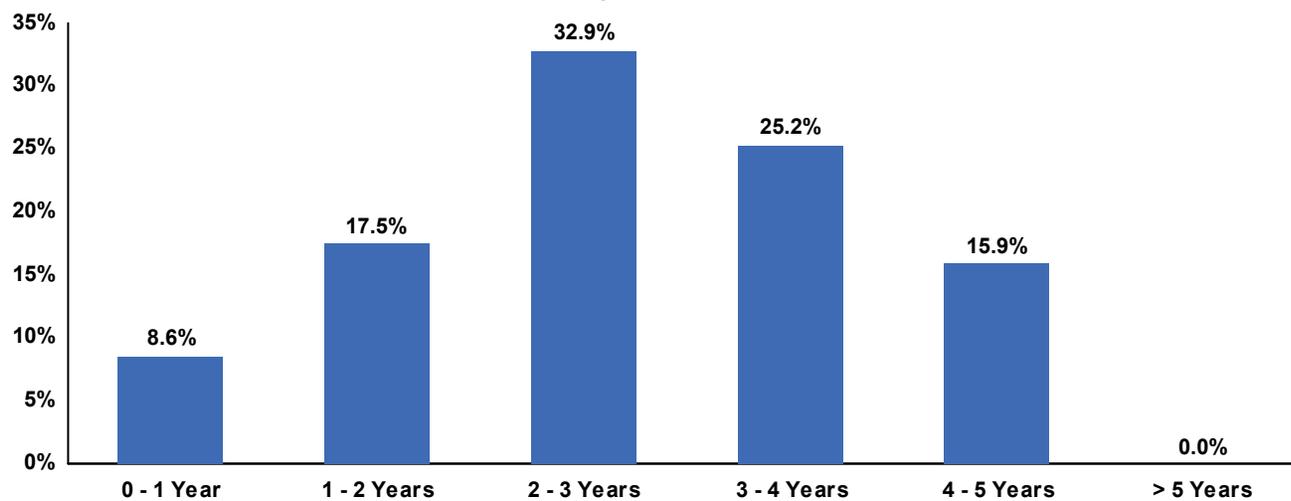
Credit Quality (S&P Ratings)



Sector Allocation



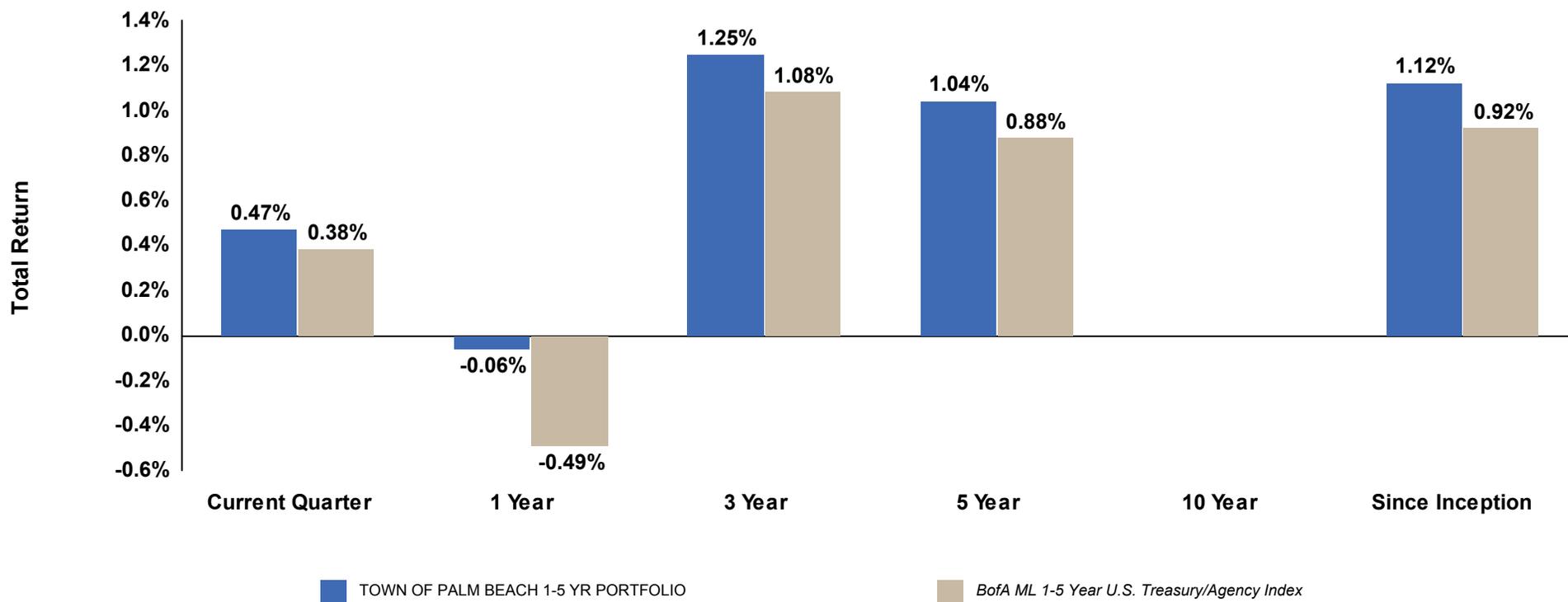
Maturity Distribution



* 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)

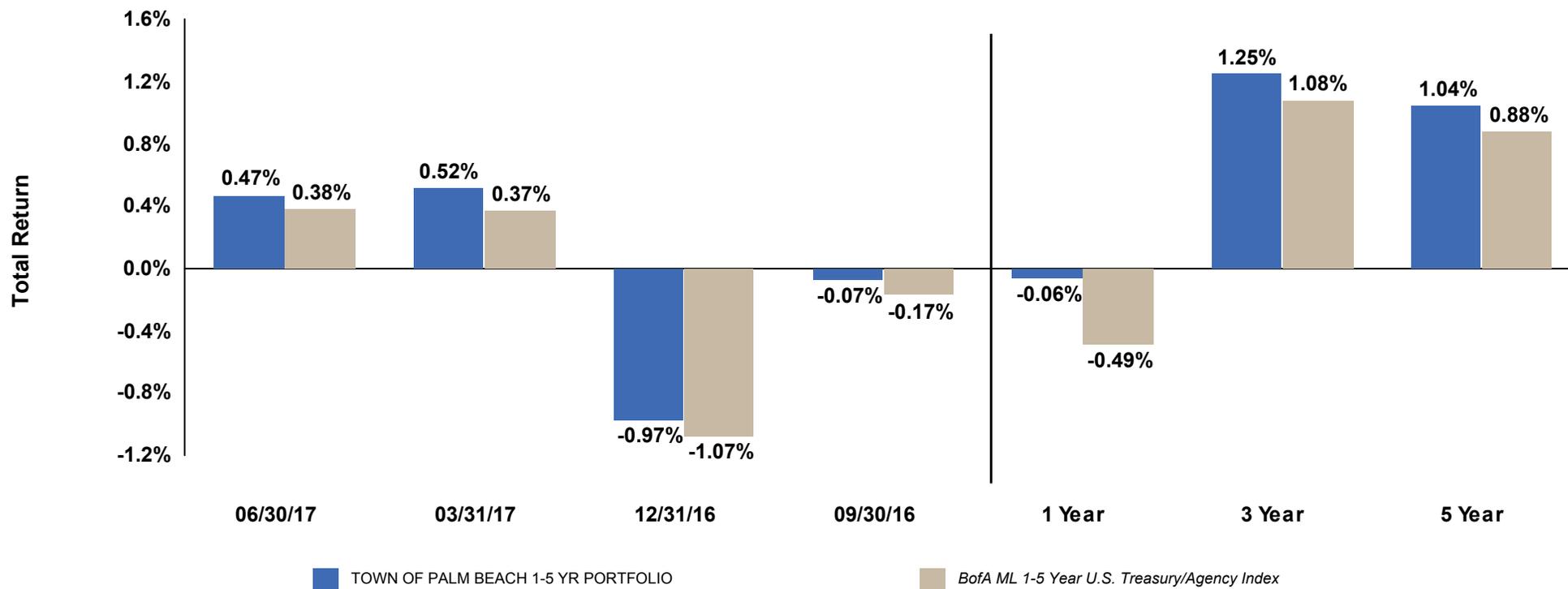
Portfolio/Benchmark	Effective Duration	Current Quarter	Annualized Return				Since Inception (09/30/11) **
			1 Year	3 Year	5 Year	10 Year	
TOWN OF PALM BEACH 1-5 YR PORTFOLIO	2.58	0.47%	-0.06%	1.25%	1.04%	-	1.12%
BofA ML 1-5 Year U.S. Treasury/Agency Index	2.60	0.38%	-0.49%	1.08%	0.88%	-	0.92%
Difference		0.09%	0.43%	0.17%	0.16%	-	0.20%



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)

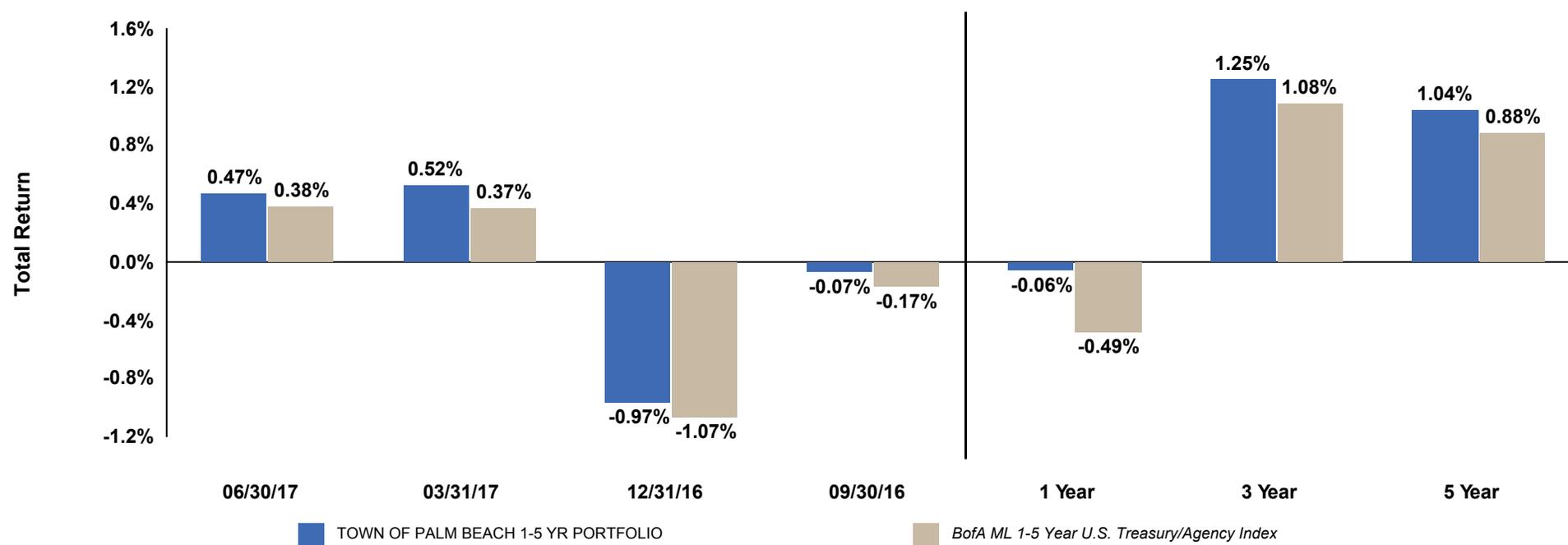
Portfolio/Benchmark	Effective Duration	Quarter Ended				1 Year	Annualized Return	
		06/30/17	03/31/17	12/31/16	09/30/16		3 Year	5 Year
TOWN OF PALM BEACH 1-5 YR PORTFOLIO	2.58	0.47%	0.52%	-0.97%	-0.07%	-0.06%	1.25%	1.04%
BofA ML 1-5 Year U.S. Treasury/Agency Index	2.60	0.38%	0.37%	-1.07%	-0.17%	-0.49%	1.08%	0.88%
Difference		0.09%	0.15%	0.10%	0.10%	0.43%	0.17%	0.16%



Portfolio performance is gross of fees unless otherwise indicated.

Portfolio Performance (Total Return)

Portfolio/Benchmark	Effective Duration	Quarter Ended				Annualized Return		
		06/30/17	03/31/17	12/31/16	09/30/16	1 Year	3 Year	5 Year
TOWN OF PALM BEACH 1-5 YR PORTFOLIO	2.58	0.47%	0.52%	-0.97%	-0.07%	-0.06%	1.25%	1.04%
<i>Net of Fees **</i>	0.00	0.45%	0.50%	-0.99%	-0.09%	-0.12%	1.19%	0.98%
BofA ML 1-5 Year U.S. Treasury/Agency Index	2.60	0.38%	0.37%	-1.07%	-0.17%	-0.49%	1.08%	0.88%
Difference (Gross)		0.09%	0.15%	0.10%	0.10%	0.43%	0.17%	0.16%
Difference (Net)		0.07%	0.13%	0.08%	0.08%	0.37%	0.11%	0.10%



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

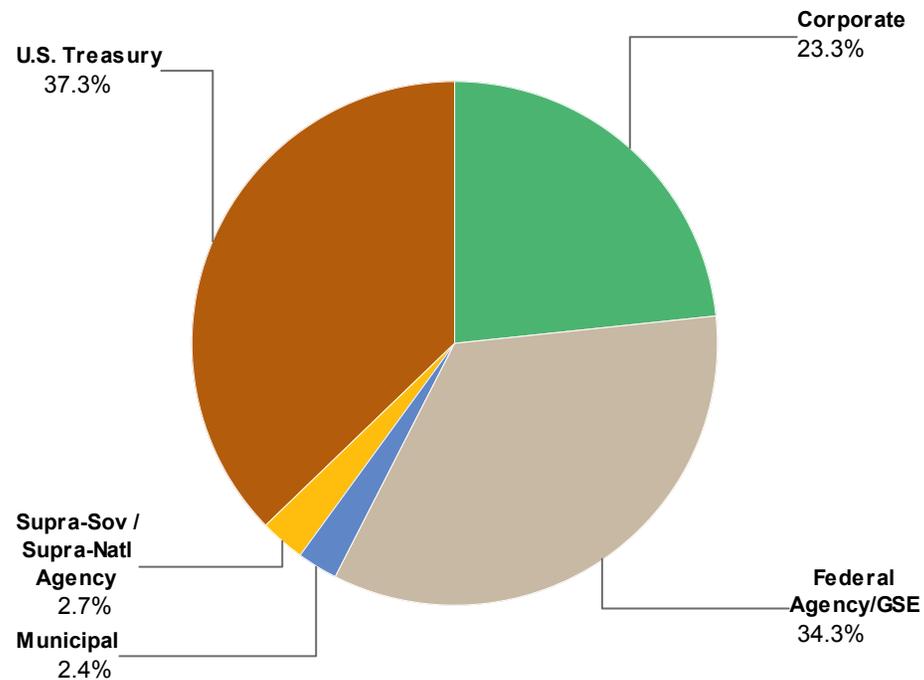
Portfolio Earnings*Quarter-Ended June 30, 2017*

	Market Value Basis	Accrual (Amortized Cost) Basis
Beginning Value (03/30/2017)	\$18,365,872.66	\$18,443,858.53
Net Purchases/Sales	\$27,161.01	\$27,161.01
Change in Value	\$12,338.80	\$2,406.00
Ending Value (06/30/2017)	\$18,405,372.47	\$18,473,425.54
Interest Earned	\$74,088.51	\$74,088.51
Portfolio Earnings	\$86,427.31	\$76,494.51

Sector Allocation

As of June 30, 2017

Sector	Market Value (\$)	% of Portfolio
U.S. Treasury	6,872,223	37.3%
Federal Agency/GSE	6,308,166	34.3%
Corporate	4,282,183	23.3%
Supra-Sov / Supra-Natl Agency	497,437	2.7%
Municipal	445,365	2.4%
Total	\$18,405,372	100.0%

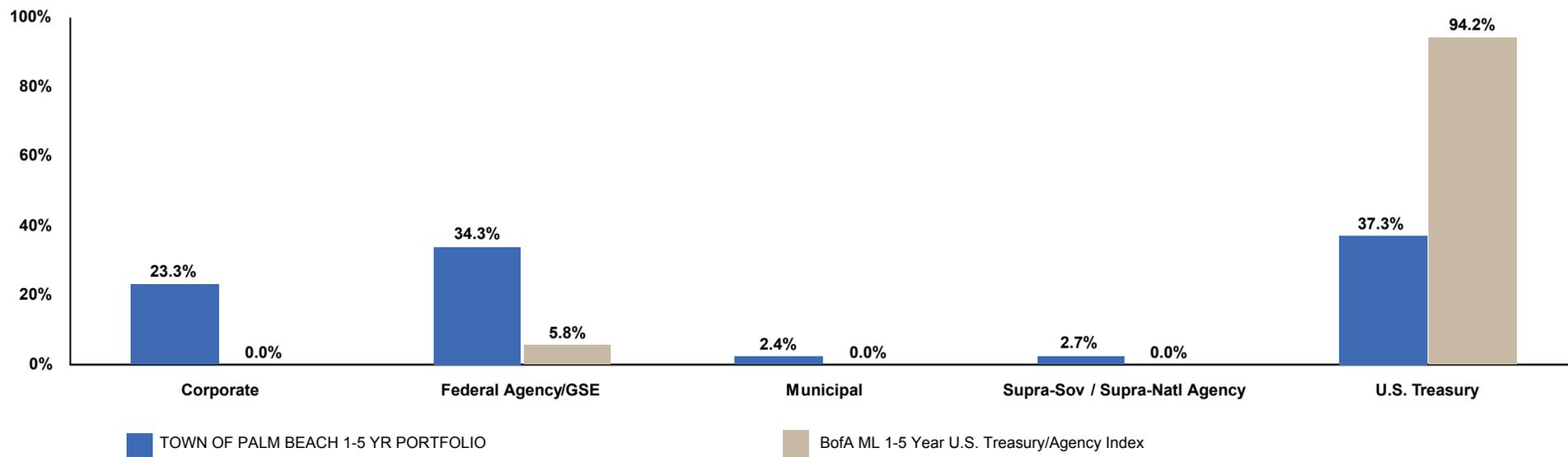


Detail may not add to total due to rounding.

Sector Allocation

As of June 30, 2017

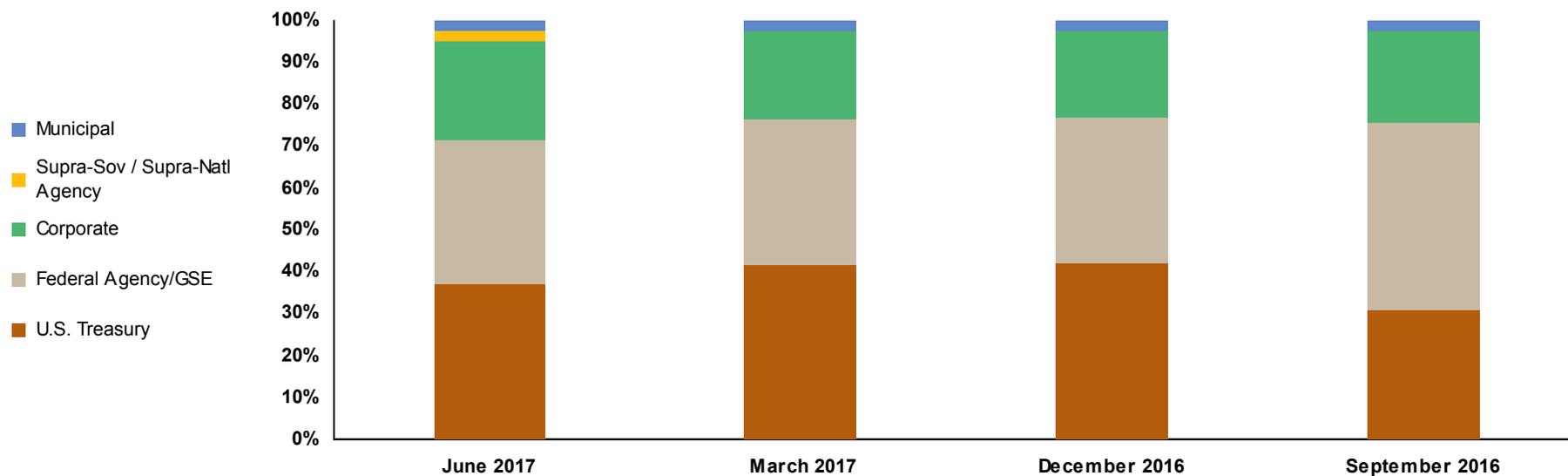
Sector	Market Value (\$)	% of Portfolio	% of Benchmark
U.S. Treasury	6,872,223	37.3%	94.2%
Federal Agency/GSE	6,308,166	34.3%	5.8%
Corporate	4,282,183	23.3%	-
Supra-Sov / Supra-Natl Agency	497,437	2.7%	-
Municipal	445,365	2.4%	-
Total	\$18,405,372	100.0%	100.0%



Detail may not add to total due to rounding.

Sector Allocation

Sector	June 30, 2017		March 31, 2017		December 31, 2016		September 30, 2016	
	MV (\$MM)	% of Total	MV (\$MM)	% of Total	MV (\$MM)	% of Total	MV (\$MM)	% of Total
U.S. Treasury	6.9	37.3%	7.7	41.9%	7.7	42.1%	5.8	31.1%
Federal Agency/GSE	6.3	34.3%	6.3	34.3%	6.4	34.8%	8.3	44.6%
Corporate	4.3	23.3%	3.9	21.4%	3.8	20.7%	4.1	21.9%
Supra-Sov / Supra-Natl Agency	0.5	2.7%	0.0	0.0%	0.0	0.0%	0.0	0.0%
Municipal	0.4	2.4%	0.4	2.4%	0.4	2.4%	0.5	2.4%
Total	\$18.4	100.0%	\$18.4	100.0%	\$18.4	100.0%	\$18.6	100.0%

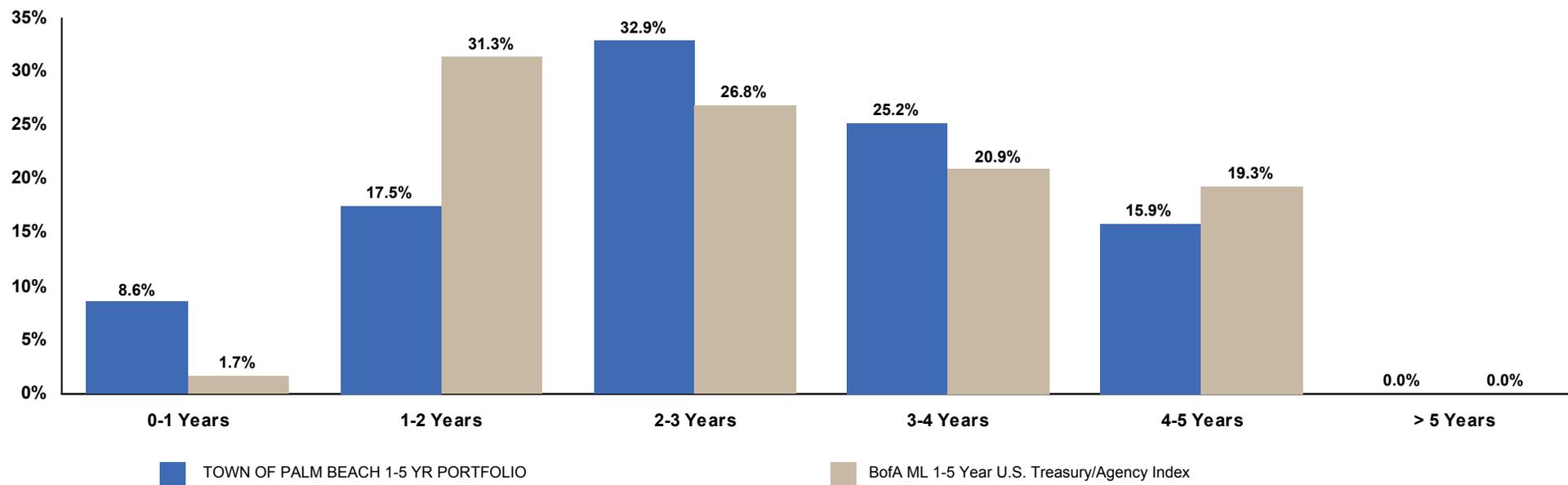


Detail may not add to total due to rounding.

Maturity Distribution

As of June 30, 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	1.65%	2.69 yrs	8.6%	17.5%	32.9%	25.2%	15.9%	0.0%
BofA ML 1-5 Year U.S. Treasury/Agency Index	1.55%	2.78 yrs	1.7%	31.3%	26.8%	20.9%	19.3%	0.0%

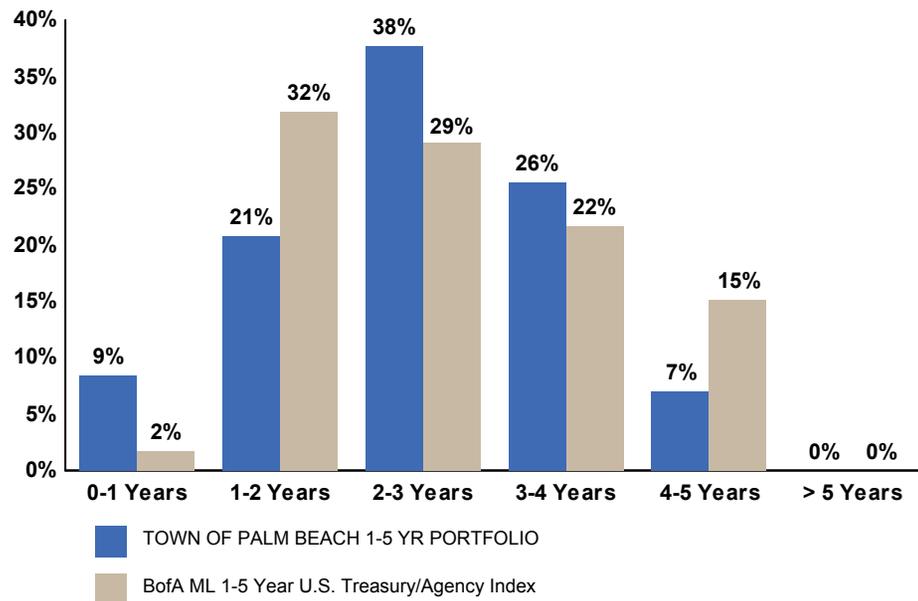


Duration Distribution

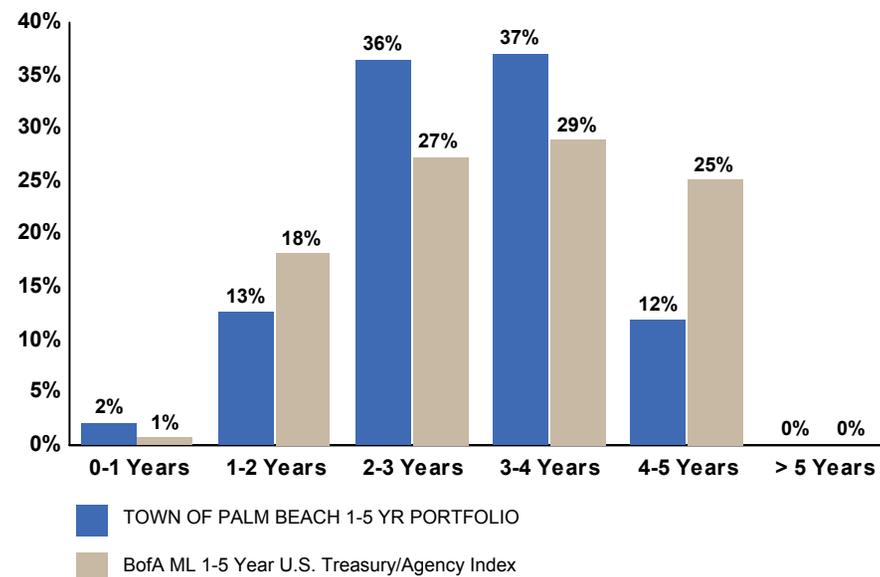
As of June 30, 2017

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	8.6%	20.8%	37.8%	25.7%	7.1%	0.0%
BofA ML 1-5 Year U.S. Treasury/Agency Index	2.60	1.9%	32.0%	29.1%	21.8%	15.3%	0.0%

Distribution by Effective Duration



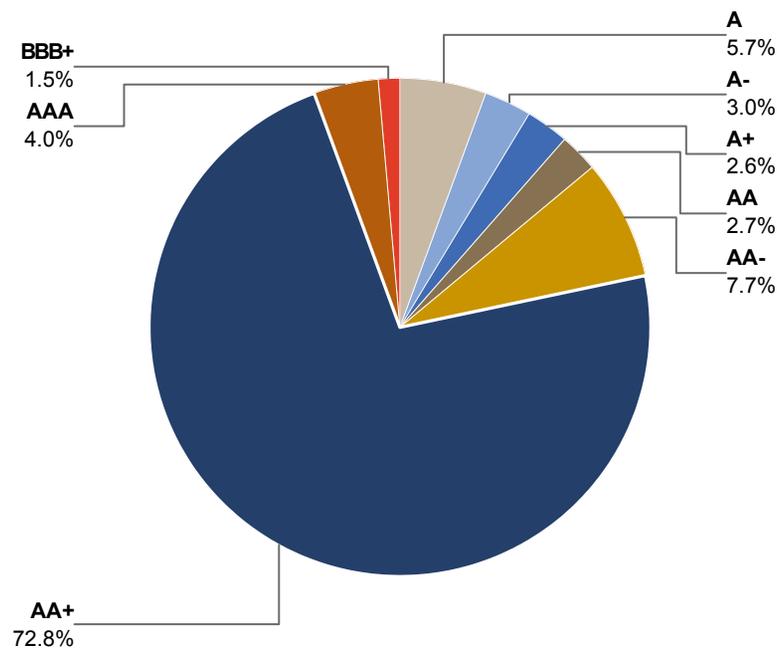
Contribution to Portfolio Duration



Credit Quality

As of June 30, 2017

S&P Rating	Market Value (\$)	% of Portfolio
AA+	\$13,398,951	72.8%
AA-	\$1,409,615	7.7%
A	\$1,039,999	5.7%
AAA	\$746,202	4.1%
A-	\$550,213	3.0%
AA	\$495,002	2.7%
A+	\$485,512	2.6%
BBB+	\$279,878	1.5%
Totals	\$18,405,372	100.0%



Detail may not add to total due to rounding.

Issuer Distribution

As of June 30, 2017

Issuer	Market Value (\$)	% of Portfolio
UNITED STATES TREASURY	6,872,223	37.3%
FANNIE MAE	2,994,056	16.3%
FEDERAL HOME LOAN BANKS	2,720,650	14.8%
FREDDIE MAC	593,460	3.2%
ASIAN DEVELOPMENT BANK	497,437	2.7%
GENERAL ELECTRIC CO	490,160	2.7%
THE BANK OF NEW YORK MELLON CORPORATION	454,435	2.5%
TOYOTA MOTOR CORP	453,123	2.5%
WELLS FARGO & COMPANY	451,157	2.5%
CITY OF NEW YORK CITY, NY	445,365	2.4%
CISCO SYSTEMS INC	406,419	2.2%
JP MORGAN CHASE & CO	351,086	1.9%
GOLDMAN SACHS GROUP INC	279,878	1.5%
MICROSOFT CORP	248,765	1.4%
APPLE INC	218,562	1.2%
AMERICAN HONDA FINANCE	209,060	1.1%
UNITED PARCEL SERVICE INC	150,496	0.8%
THE WALT DISNEY CORPORATION	125,956	0.7%

Top 5 = 74.3%

Top 10 = 86.8%

Issuer	Market Value (\$)	% of Portfolio
AMERICAN EXPRESS CO	109,830	0.6%
BB&T CORPORATION	89,298	0.5%
HOME DEPOT INC	85,039	0.5%
NEW YORK UNIVERSITY	59,912	0.3%
BERKSHIRE HATHAWAY INC	49,637	0.3%
STATE STREET CORPORATION	49,369	0.3%
Grand Total:	18,405,372	100.0%

Sector/Issuer Distribution

As of June 30, 2017

Sector / Issuer	Market Value (\$)	% of Sector	% of Total Portfolio
Corporate			
AMERICAN EXPRESS CO	109,830	2.6%	0.6%
AMERICAN HONDA FINANCE	209,060	4.9%	1.1%
APPLE INC	218,562	5.1%	1.2%
BB&T CORPORATION	89,298	2.1%	0.5%
BERKSHIRE HATHAWAY INC	49,637	1.2%	0.3%
CISCO SYSTEMS INC	406,419	9.5%	2.2%
GENERAL ELECTRIC CO	490,160	11.4%	2.7%
GOLDMAN SACHS GROUP INC	279,878	6.5%	1.5%
HOME DEPOT INC	85,039	2.0%	0.5%
JP MORGAN CHASE & CO	351,086	8.2%	1.9%
MICROSOFT CORP	248,765	5.8%	1.4%
NEW YORK UNIVERSITY	59,912	1.4%	0.3%
STATE STREET CORPORATION	49,369	1.2%	0.3%
THE BANK OF NEW YORK MELLON CORPORATION	454,435	10.6%	2.5%
THE WALT DISNEY CORPORATION	125,956	2.9%	0.7%
TOYOTA MOTOR CORP	453,123	10.6%	2.5%
UNITED PARCEL SERVICE INC	150,496	3.5%	0.8%
WELLS FARGO & COMPANY	451,157	10.5%	2.5%
Sector Total	4,282,183	100.0%	23.3%

TOWN OF PALM BEACH 1-5 YR PORTFOLIO

Portfolio Composition

Sector / Issuer	Market Value (\$)	% of Sector	% of Total Portfolio
Federal Agency/GSE			
FANNIE MAE	2,994,056	47.5%	16.3%
FEDERAL HOME LOAN BANKS	2,720,650	43.1%	14.8%
FREDDIE MAC	593,460	9.4%	3.2%
Sector Total	6,308,166	100.0%	34.3%
Municipal			
CITY OF NEW YORK CITY, NY	445,365	100.0%	2.4%
Sector Total	445,365	100.0%	2.4%
Supra-Sov / Supra-Natl Agency			
ASIAN DEVELOPMENT BANK	497,437	100.0%	2.7%
Sector Total	497,437	100.0%	2.7%
U.S. Treasury			
UNITED STATES TREASURY	6,872,223	100.0%	37.3%
Sector Total	6,872,223	100.0%	37.3%
Portfolio Total	18,405,372	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									
4/3/17	4/6/17	220,000	037833AY6	APPLE INC CORP NOTES	2.15%	2/9/22	218,702.92	2.35%	
4/3/17	4/6/17	165,000	912828U65	US TREASURY N/B	1.75%	11/30/21	165,208.23	1.86%	
5/1/17	5/4/17	125,000	25468PDQ6	WALT DISNEY COMPANY CORP NOTES	2.45%	3/4/22	126,555.90	2.26%	
5/24/17	6/5/17	85,000	437076BQ4	HOME DEPOT INC CORP NOTES	1.80%	6/5/20	84,950.70	1.82%	
5/31/17	6/8/17	500,000	045167EA7	ASIAN DEVELOPMENT BANK NOTE	1.75%	6/8/21	498,885.00	1.81%	
6/6/17	6/9/17	150,000	911312BC9	UNITED PARCEL SERVICE CORP NOTES	2.35%	5/16/22	151,863.21	2.12%	
6/26/17	6/28/17	800,000	912828G87	US TREASURY NOTES	2.12%	12/31/21	822,468.58	1.72%	
Total BUY		2,045,000					2,068,634.54		
INTEREST									
4/1/17	4/1/17	625,000	3130A9AE1	FHLB GLOBAL NOTE	0.87%	10/1/18	2,734.38		
4/1/17	4/1/17	265,000	64966LZC8	NYC, NY TXBL GO BONDS	1.65%	10/1/18	2,186.25		
4/3/17	4/3/17	0	MONEY0002	MONEY MARKET FUND			38.20		
4/25/17	4/25/17	240,000	38141GVT8	GOLDMAN SACHS GRP INC CORP NT (CALLABLE)	2.00%	4/25/19	2,400.00		
4/25/17	4/25/17	40,000	38141GVT8	GOLDMAN SACHS GRP INC CORP NT (CALLABLE)	2.00%	4/25/19	400.00		
4/26/17	4/26/17	500,000	3135G0PQ0	FANNIE MAE GLOBAL NOTES	0.87%	10/26/17	2,187.50		
4/30/17	4/30/17	345,000	912828T67	US TREASURY NOTES	1.25%	10/31/21	2,156.25		
4/30/17	4/30/17	265,000	912828T67	US TREASURY NOTES	1.25%	10/31/21	1,656.25		
5/1/17	5/1/17	0	MONEY0002	MONEY MARKET FUND			55.90		
5/5/17	5/5/17	110,000	0258M0EB1	AMERICAN EXPRESS CREDIT CORP NOTES	2.25%	5/5/21	1,237.50		
5/6/17	5/6/17	475,000	3135G0K69	FNMA BENCHMARK NOTE	1.25%	5/6/21	2,968.75		
5/10/17	5/10/17	90,000	05531FAV5	BRANCH BANKING & TRUST CORP NOTE	2.05%	5/10/21	922.50		
5/19/17	5/19/17	50,000	857477AV5	STATE STREET CORP NOTES	1.95%	5/19/21	487.50		
5/21/17	5/21/17	485,000	3135G0WJ8	FANNIE MAE GLOBAL NOTES	0.87%	5/21/18	2,121.88		

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)
5/31/17	5/31/17	270,000	912828A42	US TREASURY NOTE	2.00%	11/30/20	2,700.00		
5/31/17	5/31/17	165,000	912828U65	US TREASURY N/B	1.75%	11/30/21	1,443.75		
5/31/17	5/31/17	390,000	912828WL0	US TREASURY NOTES	1.50%	5/31/19	2,925.00		
5/31/17	5/31/17	370,000	912828A42	US TREASURY NOTE	2.00%	11/30/20	3,700.00		
5/31/17	5/31/17	410,000	912828WN6	US TREASURY NOTES	2.00%	5/31/21	4,100.00		
5/31/17	5/31/17	240,000	912828UB4	US TREASURY NOTES	1.00%	11/30/19	1,200.00		
6/1/17	6/1/17	0	MONEY0002	MONEY MARKET FUND			64.63		
6/1/17	6/1/17	180,000	64966LN49	NYC, NY TXBL GO BONDS	1.80%	6/1/19	1,620.00		
6/15/17	6/15/17	400,000	17275RAX0	CISCO SYSTEMS INC CORP NOTES	2.45%	6/15/20	4,900.00		
6/21/17	6/21/17	470,000	3130A8DB6	FHLB GLOBAL NOTE	1.12%	6/21/19	2,643.75		
6/30/17	6/30/17	800,000	912828G87	US TREASURY NOTES	2.12%	12/31/21	8,500.00		
Total INTEREST		7,185,000					55,349.99		

SELL

4/3/17	4/6/17	165,000	912828UZ1	US TREASURY NOTES	0.62%	4/30/18	164,609.36	1.11%	(509.93)
4/4/17	4/6/17	220,000	097023BF1	BOEING COMPANY (FLOATING) NOTE	1.29%	10/30/17	220,611.16	1.06%	141.68
5/1/17	5/4/17	125,000	912828T67	US TREASURY NOTES	1.25%	10/31/21	122,111.71	1.79%	803.97
5/26/17	6/5/17	85,000	912828UQ1	US TREASURY NOTES	1.25%	2/29/20	84,921.47	1.41%	122.72
6/1/17	6/8/17	345,000	912828T67	US TREASURY NOTES	1.25%	10/31/21	338,678.32	1.72%	5,669.00
6/1/17	6/8/17	140,000	912828T67	US TREASURY NOTES	1.25%	10/31/21	137,434.68	1.72%	1,318.93
6/6/17	6/9/17	165,000	912828U65	US TREASURY N/B	1.75%	11/30/21	165,715.53	1.66%	1,413.42
6/26/17	6/28/17	800,000	912828UE8	US TREASURY NOTES	0.75%	12/31/17	801,404.35	1.14%	14.05
Total SELL		2,045,000					2,035,486.58		8,973.84

Quarterly Portfolio Transactions

Tran. Type	Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amt (\$)	Yield	Realized G/L (BV)
INTEREST	4/1/17	4/1/17	625,000.00	3130A9AE1	FHLB GLOBAL NOTE	0.87%	10/1/18	2,734.38		
INTEREST	4/1/17	4/1/17	265,000.00	64966LZC8	NYC, NY TXBL GO BONDS	1.65%	10/1/18	2,186.25		
INTEREST	4/3/17	4/3/17	0.00	MONEY0002	MONEY MARKET FUND			38.20		
BUY	4/3/17	4/6/17	220,000.00	037833AY6	APPLE INC CORP NOTES	2.15%	2/9/22	(218,702.92)	2.35%	
BUY	4/3/17	4/6/17	165,000.00	912828U65	US TREASURY N/B	1.75%	11/30/21	(165,208.23)	1.86%	
SELL	4/3/17	4/6/17	165,000.00	912828UZ1	US TREASURY NOTES	0.62%	4/30/18	164,609.36	1.11%	(509.93)
SELL	4/4/17	4/6/17	220,000.00	097023BF1	BOEING COMPANY (FLOATING) NOTE	1.29%	10/30/17	220,611.16	1.06%	141.68
INTEREST	4/25/17	4/25/17	240,000.00	38141GVT8	GOLDMAN SACHS GRP INC CORP NT (CALLABLE)	2.00%	4/25/19	2,400.00		
INTEREST	4/25/17	4/25/17	40,000.00	38141GVT8	GOLDMAN SACHS GRP INC CORP NT (CALLABLE)	2.00%	4/25/19	400.00		
INTEREST	4/26/17	4/26/17	500,000.00	3135G0PQ0	FANNIE MAE GLOBAL NOTES	0.87%	10/26/17	2,187.50		
INTEREST	4/30/17	4/30/17	345,000.00	912828T67	US TREASURY NOTES	1.25%	10/31/21	2,156.25		
INTEREST	4/30/17	4/30/17	265,000.00	912828T67	US TREASURY NOTES	1.25%	10/31/21	1,656.25		
INTEREST	5/1/17	5/1/17	0.00	MONEY0002	MONEY MARKET FUND			55.90		
BUY	5/1/17	5/4/17	125,000.00	25468PDQ6	WALT DISNEY COMPANY CORP NOTES	2.45%	3/4/22	(126,555.90)	2.26%	
SELL	5/1/17	5/4/17	125,000.00	912828T67	US TREASURY NOTES	1.25%	10/31/21	122,111.71	1.79%	803.97
INTEREST	5/5/17	5/5/17	110,000.00	0258M0EB1	AMERICAN EXPRESS CREDIT CORP NOTES	2.25%	5/5/21	1,237.50		
INTEREST	5/6/17	5/6/17	475,000.00	3135G0K69	FNMA BENCHMARK NOTE	1.25%	5/6/21	2,968.75		
INTEREST	5/10/17	5/10/17	90,000.00	05531FAV5	BRANCH BANKING & TRUST CORP NOTE	2.05%	5/10/21	922.50		
INTEREST	5/19/17	5/19/17	50,000.00	857477AV5	STATE STREET CORP NOTES	1.95%	5/19/21	487.50		
INTEREST	5/21/17	5/21/17	485,000.00	3135G0WJ8	FANNIE MAE GLOBAL NOTES	0.87%	5/21/18	2,121.88		

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)
BUY	5/24/17	6/5/17	85,000.00	437076BQ4	HOME DEPOT INC CORP NOTES	1.80%	6/5/20	(84,950.70)	1.82%	
SELL	5/26/17	6/5/17	85,000.00	912828UQ1	US TREASURY NOTES	1.25%	2/29/20	84,921.47	1.41%	122.72
INTEREST	5/31/17	5/31/17	270,000.00	912828A42	US TREASURY NOTE	2.00%	11/30/20	2,700.00		
INTEREST	5/31/17	5/31/17	165,000.00	912828U65	US TREASURY N/B	1.75%	11/30/21	1,443.75		
INTEREST	5/31/17	5/31/17	390,000.00	912828WL0	US TREASURY NOTES	1.50%	5/31/19	2,925.00		
INTEREST	5/31/17	5/31/17	370,000.00	912828A42	US TREASURY NOTE	2.00%	11/30/20	3,700.00		
INTEREST	5/31/17	5/31/17	410,000.00	912828WN6	US TREASURY NOTES	2.00%	5/31/21	4,100.00		
INTEREST	5/31/17	5/31/17	240,000.00	912828UB4	US TREASURY NOTES	1.00%	11/30/19	1,200.00		
BUY	5/31/17	6/8/17	500,000.00	045167EA7	ASIAN DEVELOPMENT BANK NOTE	1.75%	6/8/21	(498,885.00)	1.81%	
INTEREST	6/1/17	6/1/17	0.00	MONEY0002	MONEY MARKET FUND			64.63		
INTEREST	6/1/17	6/1/17	180,000.00	64966LN49	NYC, NY TXBL GO BONDS	1.80%	6/1/19	1,620.00		
SELL	6/1/17	6/8/17	345,000.00	912828T67	US TREASURY NOTES	1.25%	10/31/21	338,678.32	1.72%	5,669.00
SELL	6/1/17	6/8/17	140,000.00	912828T67	US TREASURY NOTES	1.25%	10/31/21	137,434.68	1.72%	1,318.93
BUY	6/6/17	6/9/17	150,000.00	911312BC9	UNITED PARCEL SERVICE CORP NOTES	2.35%	5/16/22	(151,863.21)	2.12%	
SELL	6/6/17	6/9/17	165,000.00	912828U65	US TREASURY N/B	1.75%	11/30/21	165,715.53	1.66%	1,413.42
INTEREST	6/15/17	6/15/17	400,000.00	17275RAX0	CISCO SYSTEMS INC CORP NOTES	2.45%	6/15/20	4,900.00		
INTEREST	6/21/17	6/21/17	470,000.00	3130A8DB6	FHLB GLOBAL NOTE	1.12%	6/21/19	2,643.75		
BUY	6/26/17	6/28/17	800,000.00	912828G87	US TREASURY NOTES	2.12%	12/31/21	(822,468.58)	1.72%	
SELL	6/26/17	6/28/17	800,000.00	912828UE8	US TREASURY NOTES	0.75%	12/31/17	801,404.35	1.14%	14.05
INTEREST	6/30/17	6/30/17	800,000.00	912828G87	US TREASURY NOTES	2.12%	12/31/21	8,500.00		
TOTALS								22,202.03		8,973.84

Short Term and Bond Proceed Portfolios Statistics

<u>Account Name</u>	<u>Amortized Cost^{1,2,3} June 30, 2017</u>	<u>Amortized Cost^{1,2,3} March 31, 2017</u>	<u>Market Value^{1,2,3} June 30, 2017</u>	<u>Market Value^{1,2,3} March 31, 2017</u>	<u>Duration (Years)⁴ June 30, 2017</u>
Short Term Portfolio - 4245	\$2,970,313	\$5,492,242	\$2,969,846	\$5,493,890	0.67
2013 Bond Fund - 4265	\$6,246,982	\$14,810,614	\$6,247,129	\$14,814,592	0.18
LGIP - FEITF Excess Funds - 174 ⁸	\$4,730,510	\$10,155,373	\$4,730,510	\$10,155,373	54 Days
LGIP -FEITF 2013 Bond Fund - 357 ⁸	\$2,092,830	\$3,191,082	\$2,092,830	\$3,191,082	54 Days
Money Market Account -Bank United 1280 -Short Term	\$10,734,684	\$0	\$10,734,684	\$0	0.003
Money Market Fund - Goldman Sachs Financial Squares Government Fund (TD Bank) - Short Term	\$44,736	\$10,327	\$44,736	\$10,327	0.003
Money Market Fund - Goldman Sachs Financial Squares Government Fund (TD Bank) - 2013 Bond Fund	\$15,176	\$36,598	\$15,176	\$36,598	0.003
Total	\$26,835,230.89	\$33,696,236.43	\$26,834,910.89	\$33,701,861.18	

<u>Account Name</u>	<u>Yield to Maturity at Cost^{5,6} June 30, 2017</u>	<u>Yield to Maturity at Cost^{5,6} March 31, 2017</u>	<u>Yield to Maturity at Market^{5,6} June 30, 2017</u>	<u>Yield to Maturity at Market^{5,6} March 31, 2017</u>	<u>Duration (Years)⁴ March 31, 2017</u>
Short Term Portfolio - 4245	1.48%	1.25%	1.49%	0.95%	0.11
2013 Bond Fund - 4265	0.99%	0.99%	0.94%	0.85%	0.23
LGIP - FEITF Excess Funds - 174 ^{8,8}	1.09%	0.98%	1.09%	0.98%	51 Days
LGIP - FEITF 2013 Bond Fund - 3576, ⁸	1.09%	0.98%	1.09%	0.98%	51 Days
Money Market Account -Bank United 1280 -Short Term	0.06%	0.06%	0.06%	0.06%	0.003
Money Market Fund - Goldman Sachs Financial Squares Government Fund (TD Bank) - Short Term	0.86%	0.62%	0.86%	0.62%	0.003
Money Market Fund - Goldman Sachs Financial Squares Government Fund (TD Bank) - 2013 Bond Fund	0.86%	0.62%	0.86%	0.62%	0.003
Weighted Average Yield	0.70%	1.03%	0.69%	0.92%	

Benchmarks

	<u>June 30, 2017</u>	<u>March 31, 2017</u>
S&P GIP All 30 Day Index ⁷	1.07%	0.89%

Notes:

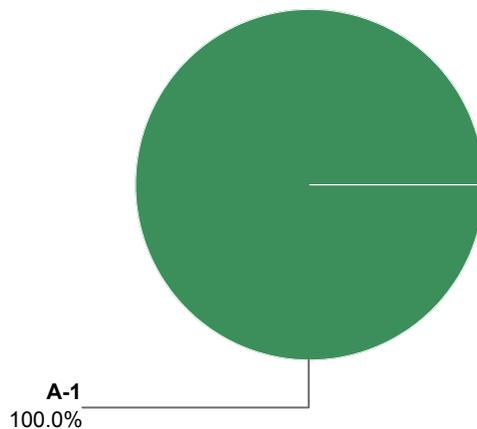
- End of quarter trade-date market values of portfolio holdings, including accrued interest.
- In order to comply with GASB accrual accounting reporting requirements; forward settling trades are included in the monthly balances.
- Includes any money market fund/cash balances held in custodian account.
- 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

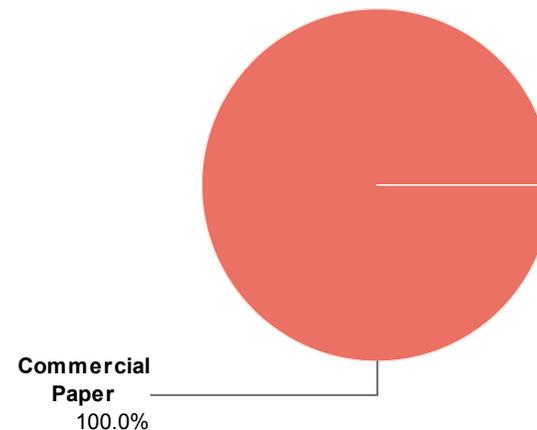
As of June 30, 2017

Par Value:	\$3,000,000
Total Market Value:	\$3,014,581
Security Market Value:	\$2,969,846
Accrued Interest:	-
Cash:	\$44,736
Amortized Cost:	\$2,970,313
Yield at Market:	1.49%
Yield at Cost:	1.48%
Effective Duration:	0.67 Years
Duration to Worst:	0.67 Years
Average Maturity:	0.67 Years
Average Credit: **	A
Benchmark Eff. Yield:	0.88%

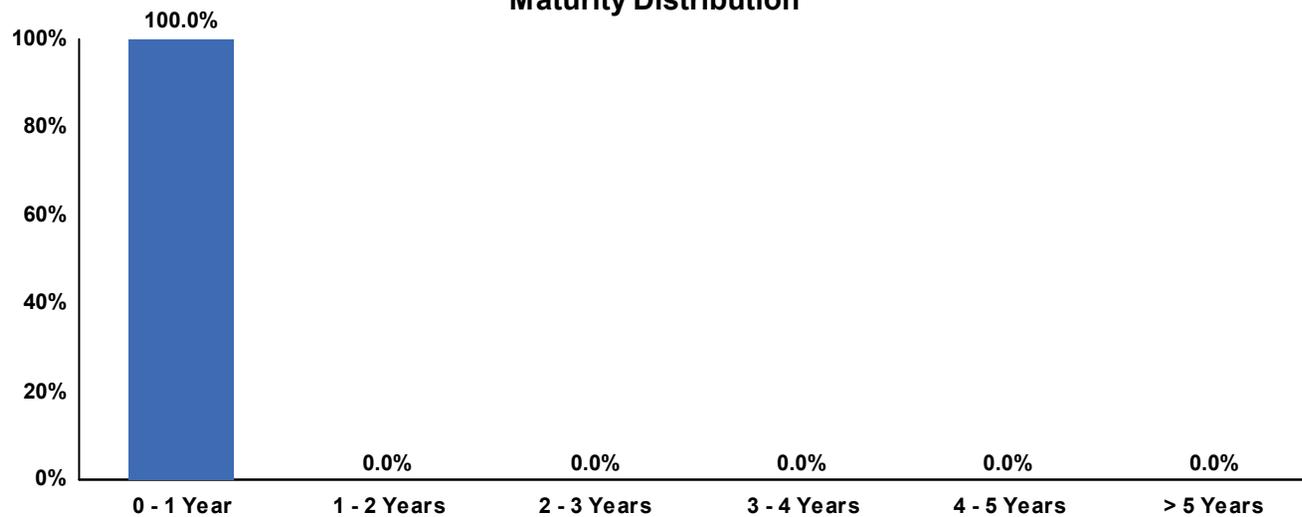
Credit Quality (S&P Ratings)



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.

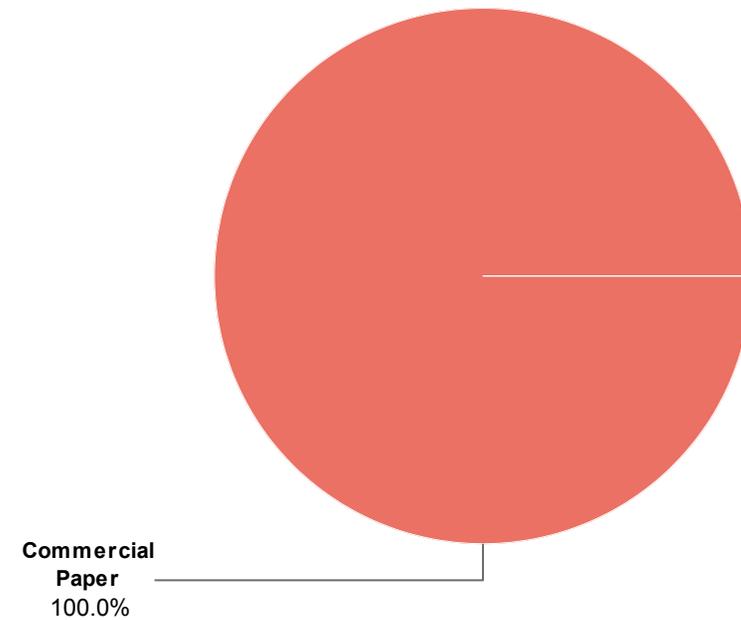
Portfolio Earnings*Quarter-Ended June 30, 2017*

	Market Value Basis	Accrual (Amortized Cost) Basis
Beginning Value (03/31/2017)	\$5,493,889.50	\$5,492,242.09
Net Purchases/Sales	(\$2,532,850.00)	(\$2,532,850.00)
Change in Value	\$8,806.00	\$10,921.25
Ending Value (06/30/2017)	\$2,969,845.50	\$2,970,313.34
Interest Earned	\$1,558.63	\$1,558.63
Portfolio Earnings	\$10,364.63	\$12,479.88

Sector Allocation

As of June 30, 2017

Sector	Market Value (\$)	% of Portfolio
Commercial Paper	2,969,846	100.0%
Total	\$2,969,846	100.0%

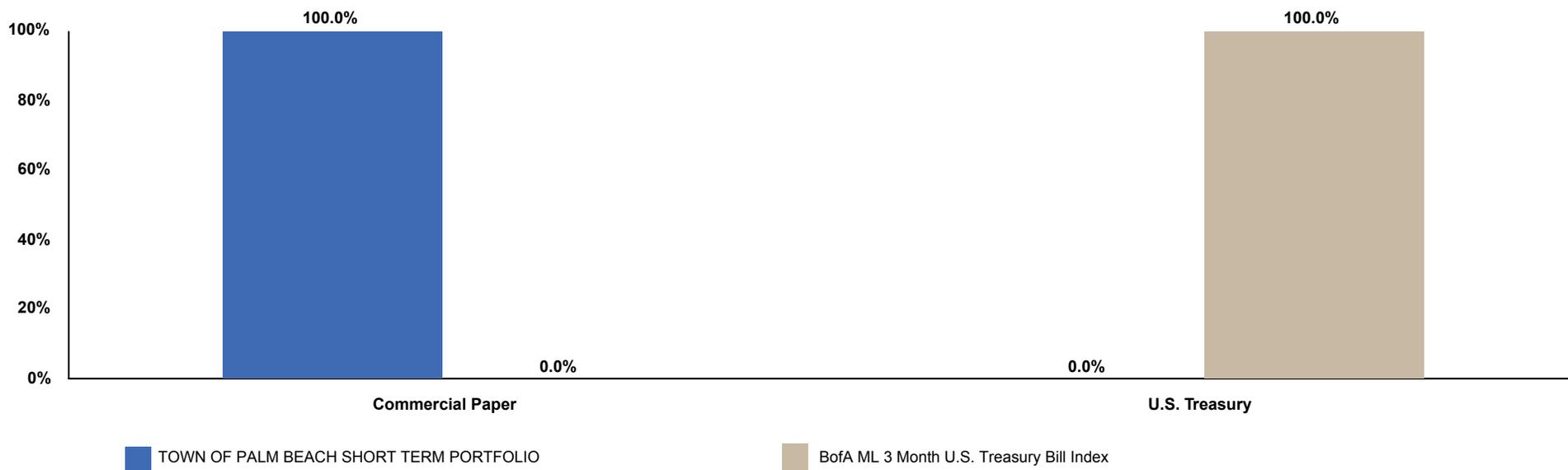


Detail may not add to total due to rounding.

Sector Allocation

As of June 30, 2017

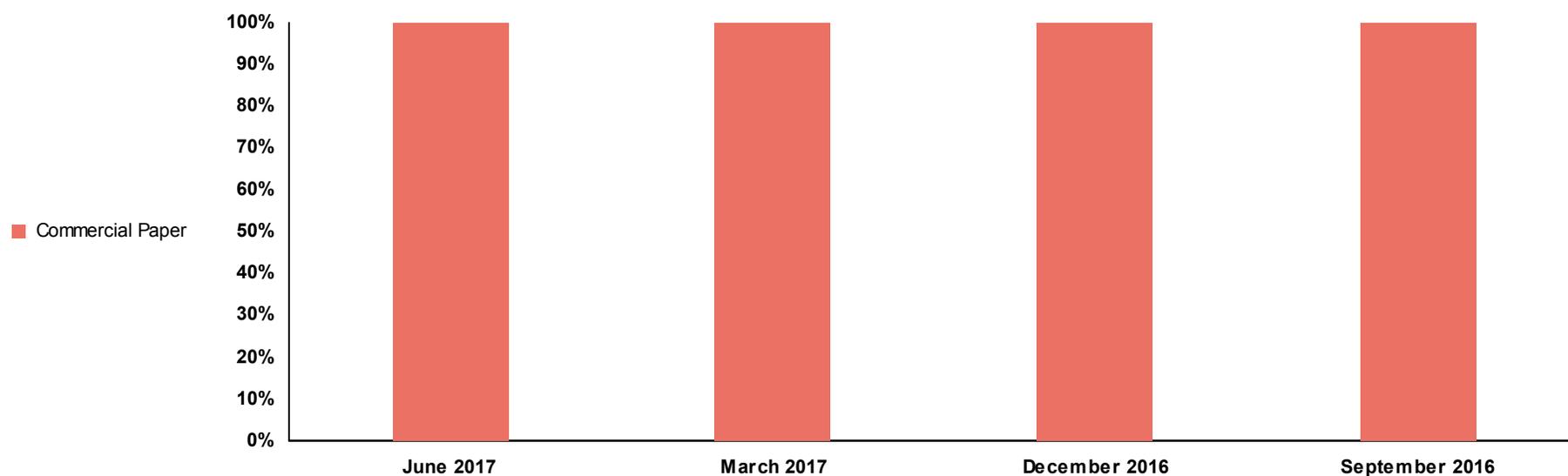
Sector	Market Value (\$)	% of Portfolio	% of Benchmark
Commercial Paper	2,969,846	100.0%	-
U.S. Treasury	-	-	100.0%
Total	\$2,969,846	100.0%	100.0%



Detail may not add to total due to rounding.

Sector Allocation

Sector	June 30, 2017		March 31, 2017		December 31, 2016		September 30, 2016	
	MV (\$MM)	% of Total	MV (\$MM)	% of Total	MV (\$MM)	% of Total	MV (\$MM)	% of Total
Commercial Paper	3.0	100.0%	5.5	100.0%	5.5	100.0%	8.5	100.0%
Total	\$3.0	100.0%	\$5.5	100.0%	\$5.5	100.0%	\$8.5	100.0%

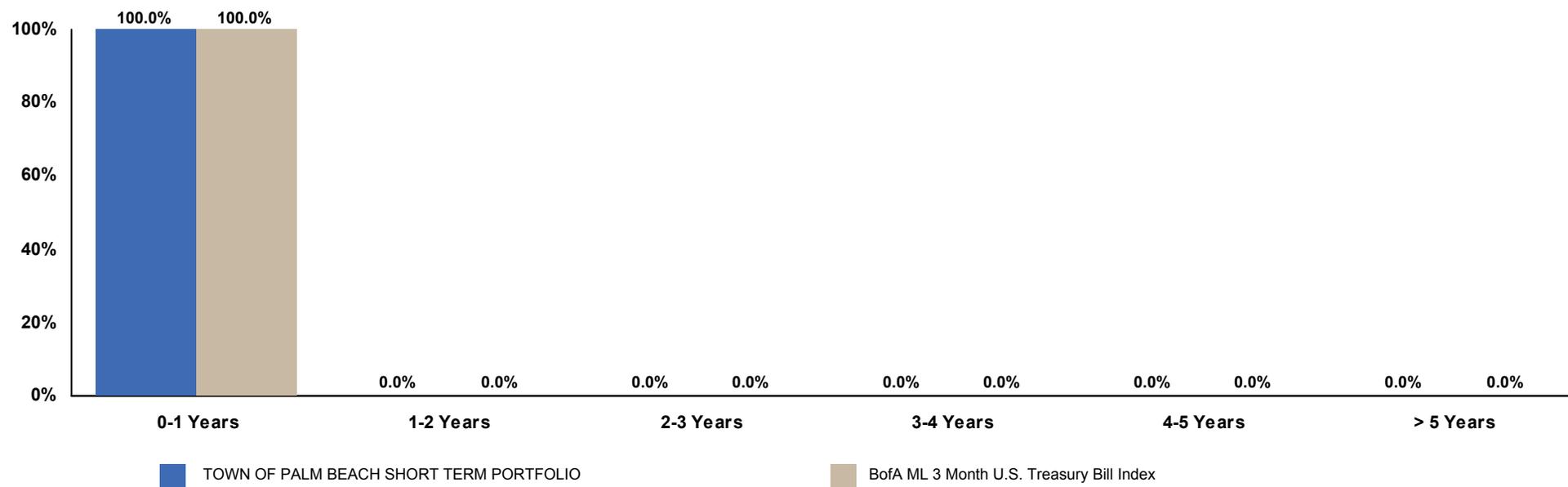


Detail may not add to total due to rounding.

Maturity Distribution

As of June 30, 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 SHORT TERM PORTFOLIO	1.49%	0.67 yrs	100.0%	0.0%	0.0%	0.0%	0.0%	0.0%
BofA ML 3 Month U.S. Treasury Bill Index	1.00%	0.25 yrs	100.0%	0.0%	0.0%	0.0%	0.0%	0.0%

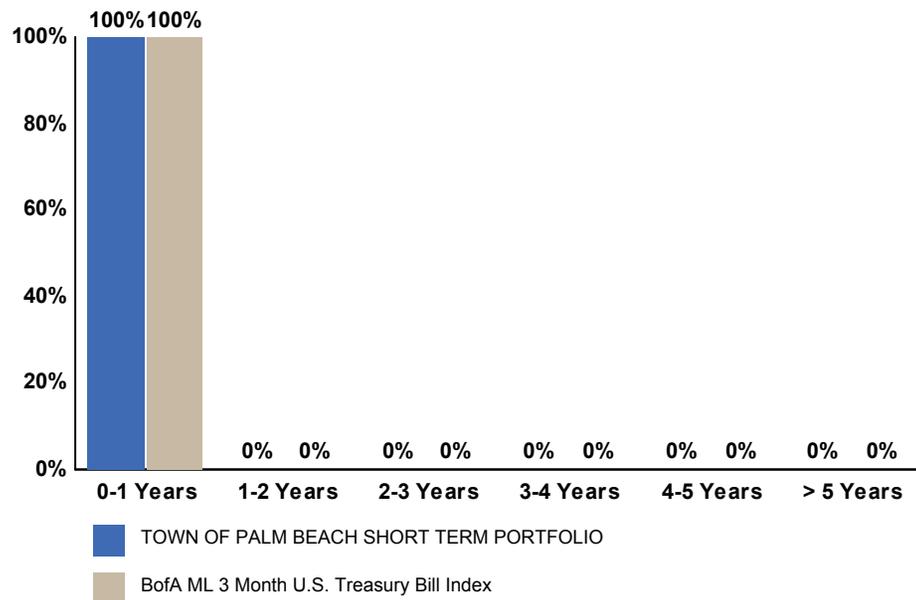


Duration Distribution

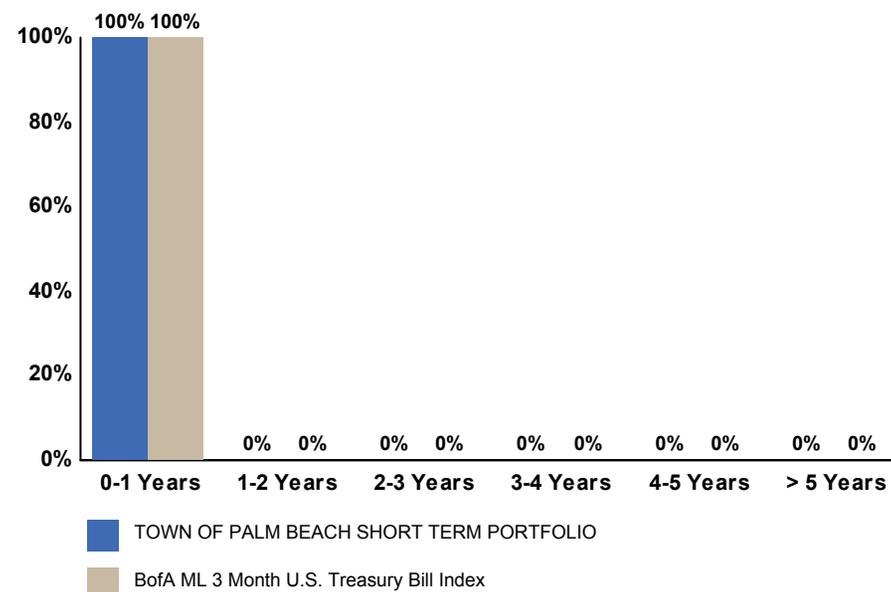
As of June 30, 2017

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 SHORT TERM PORTFOLIO	0.67	100.0%	0.0%	0.0%	0.0%	0.0%	0.0%
BofA ML 3 Month U.S. Treasury Bill Index	0.15	100.0%	0.0%	0.0%	0.0%	0.0%	0.0%

Distribution by Effective Duration



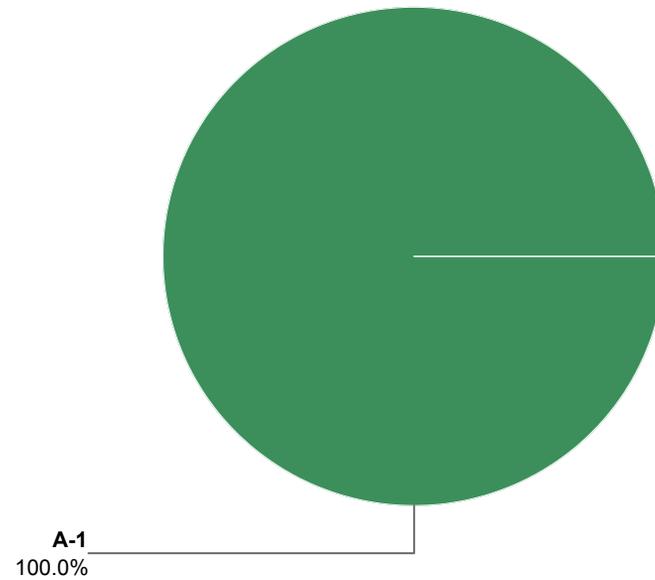
Contribution to Portfolio Duration



Credit Quality

As of June 30, 2017

S&P Rating	Market Value (\$)	% of Portfolio
A-1	\$2,969,846	100.0%
Totals	\$2,969,846	100.0%



Detail may not add to total due to rounding.

Issuer Distribution*As of June 30, 2017*

Issuer	Market Value (\$)	% of Portfolio
MITSUBISHI UFJ FINANCIAL GROUP INC	1,485,005	50.0%
BNP PARIBAS	1,484,841	50.0%
Grand Total:	2,969,846	100.0%

Sector/Issuer Distribution*As of June 30, 2017*

Sector / Issuer	Market Value (\$)	% of Sector	% of Total Portfolio
Commercial Paper			
BNP PARIBAS	1,484,841	50.0%	50.0%
MITSUBISHI UFJ FINANCIAL GROUP INC	1,485,005	50.0%	50.0%
Sector Total	2,969,846	100.0%	100.0%
Portfolio Total	2,969,846	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									
6/5/17	6/5/17	1,500,000	06538CC25	BANK OF TOKYO MITSUBISHI COMM PAPER	0.00%	3/2/18	1,483,462.50	1.49%	
6/5/17	6/5/17	1,500,000	09659CC22	BNP PARIBAS NY BRANCH COMM PAPER	0.00%	3/2/18	1,483,687.50	1.47%	
Total BUY		3,000,000					2,967,150.00		
INTEREST									
4/3/17	4/3/17	0	MONEY0002	MONEY MARKET FUND			3.37		
5/1/17	5/1/17	0	MONEY0002	MONEY MARKET FUND			4.12		
6/1/17	6/1/17	0	MONEY0002	MONEY MARKET FUND			1,551.14		
Total INTEREST		0					1,558.63		
MATURITY									
5/12/17	5/12/17	5,500,000	06366GSC4	BANK OF MONTREAL CHICAGO COMM PAPER	0.00%	5/12/17	5,500,000.00		0.00
Total MATURITY		5,500,000					5,500,000.00		0.00

Quarterly Portfolio Transactions

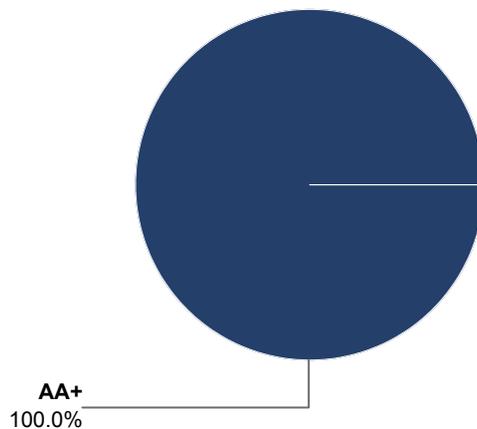
Tran. Type	Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amt (\$)	Yield	Realized G/L (BV)
INTEREST	4/3/17	4/3/17	0.00	MONEY0002	MONEY MARKET FUND			3.37		
INTEREST	5/1/17	5/1/17	0.00	MONEY0002	MONEY MARKET FUND			4.12		
MATURITY	5/12/17	5/12/17	5,500,000.00	06366GSC4	BANK OF MONTREAL CHICAGO COMM PAPER	0.00%	5/12/17	5,500,000.00		0.00
INTEREST	6/1/17	6/1/17	0.00	MONEY0002	MONEY MARKET FUND			1,551.14		
BUY	6/5/17	6/5/17	1,500,000.00	06538CC25	BANK OF TOKYO MITSUBISHI COMM PAPER	0.00%	3/2/18	(1,483,462.50)	1.49%	
BUY	6/5/17	6/5/17	1,500,000.00	09659CC22	BNP PARIBAS NY BRANCH COMM PAPER	0.00%	3/2/18	(1,483,687.50)	1.47%	
TOTALS								2,534,408.63		0.00

Portfolio Statistics

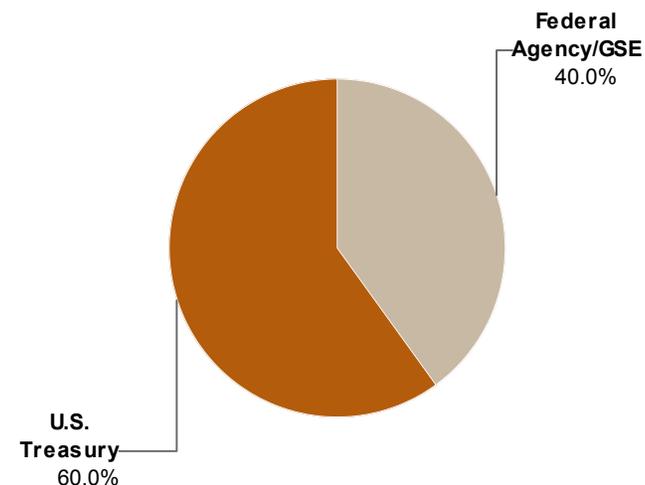
As of June 30, 2017

Par Value:	\$6,250,000
Total Market Value:	\$6,274,076
Security Market Value:	\$6,247,129
Accrued Interest:	\$11,771
Cash:	\$15,176
Amortized Cost:	\$6,246,982
Yield at Market:	0.94%
Yield at Cost:	0.99%
Effective Duration:	0.18 Years
Duration to Worst:	0.18 Years
Average Maturity:	0.18 Years
Average Credit: **	AA
Benchmark Eff. Yield:	0.88%

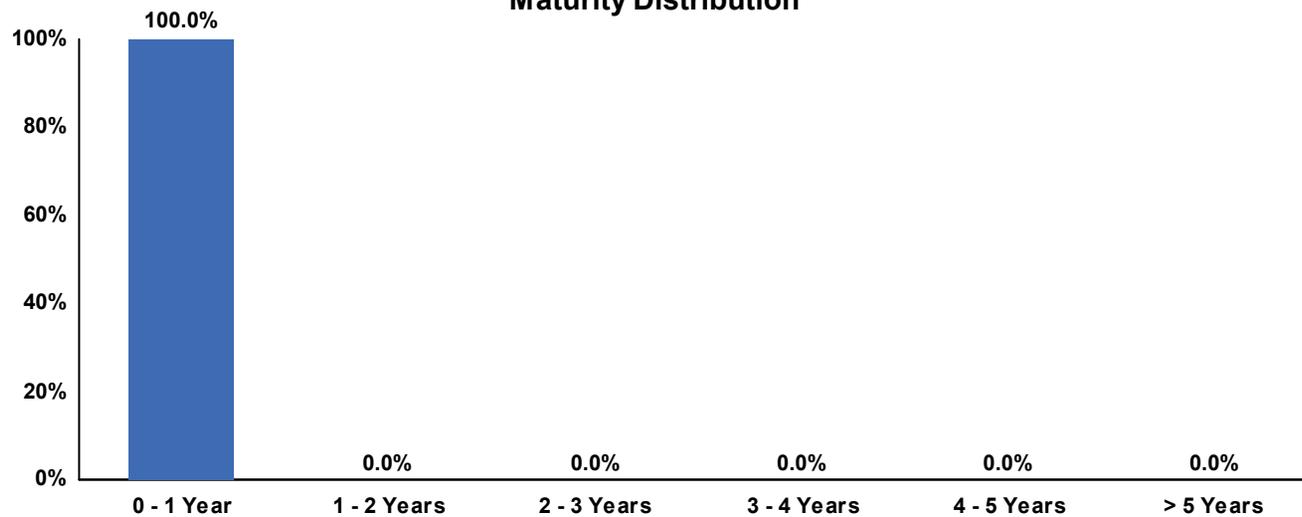
Credit Quality (S&P Ratings)



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

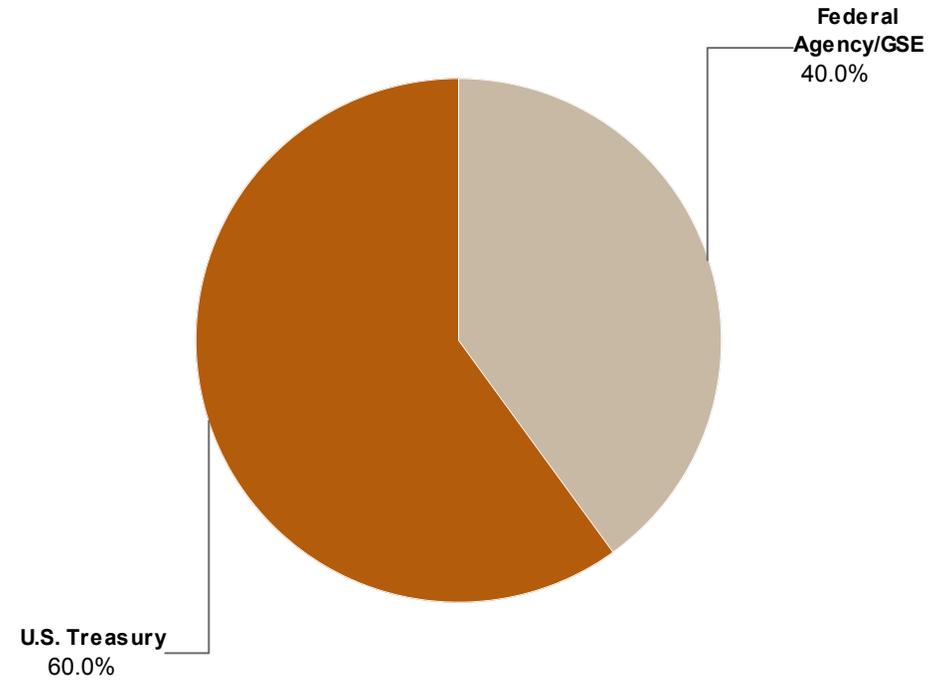
Quarter-Ended June 30, 2017

	<u>Market Value Basis</u>	<u>Accrual (Amortized Cost) Basis</u>
Beginning Value (03/31/2017)	\$14,789,487.40	\$14,785,510.06
Net Purchases/Sales	(\$8,550,000.00)	(\$8,550,000.00)
Change in Value	\$7,641.35	\$11,471.72
Ending Value (06/30/2017)	\$6,247,128.75	\$6,246,981.78
Interest Earned	\$15,244.80	\$15,244.80
Portfolio Earnings	\$22,886.15	\$26,716.52

Sector Allocation

As of June 30, 2017

Sector	Market Value (\$)	% of Portfolio
U.S. Treasury	3,748,894	60.0%
Federal Agency/GSE	2,498,235	40.0%
Total	\$6,247,129	100.0%

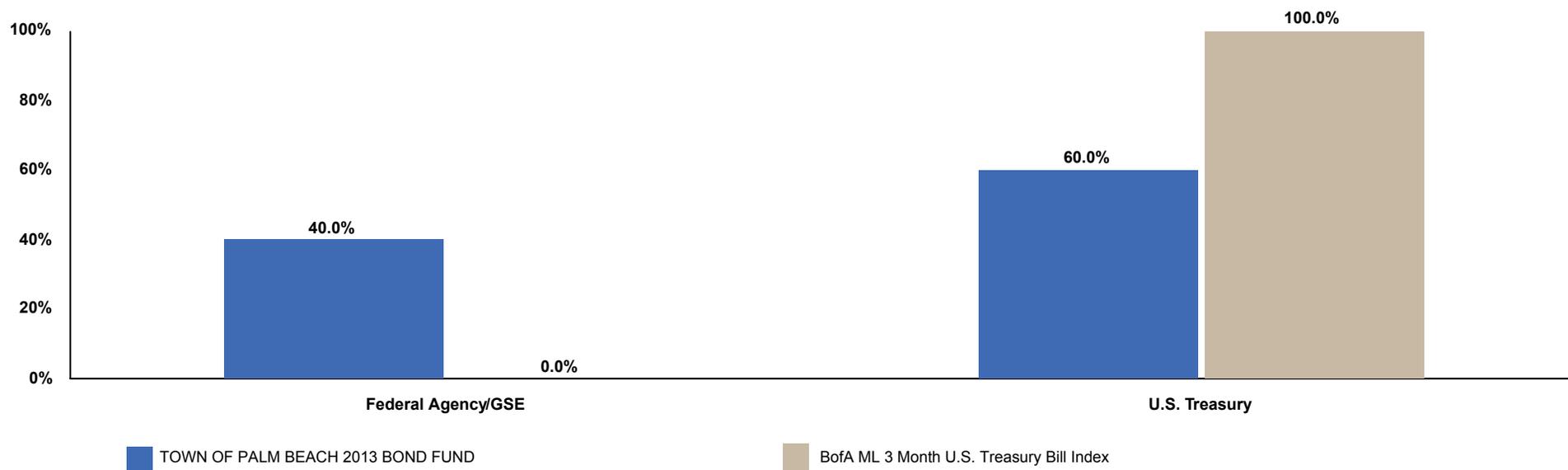


Detail may not add to total due to rounding.

Sector Allocation

As of June 30, 2017

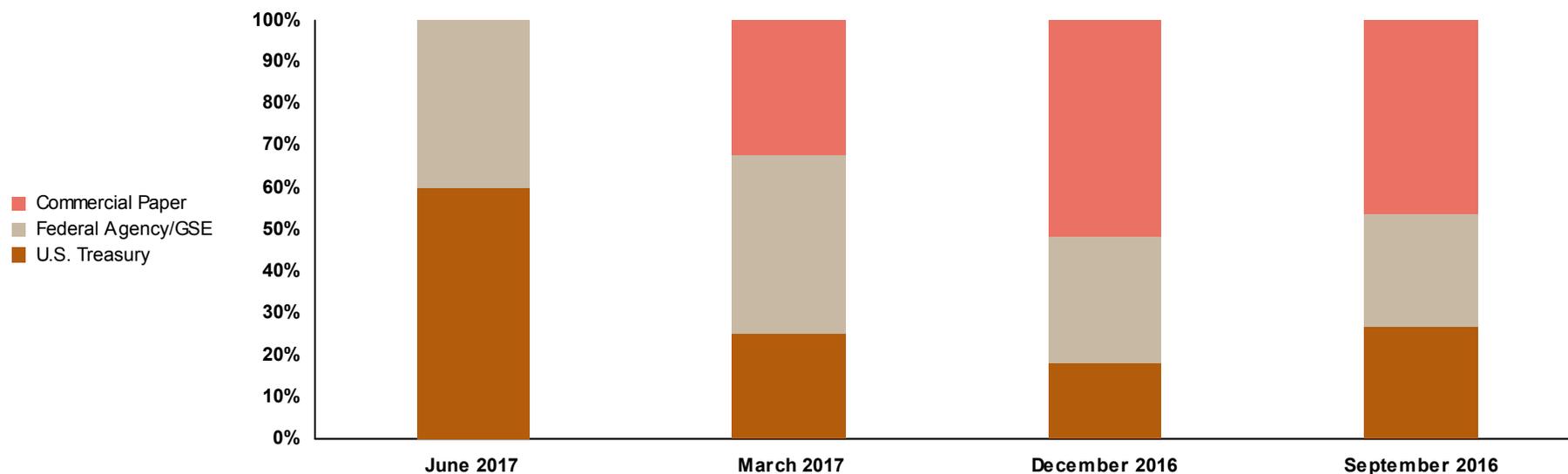
Sector	Market Value (\$)	% of Portfolio	% of Benchmark
U.S. Treasury	3,748,894	60.0%	100.0%
Federal Agency/GSE	2,498,235	40.0%	-
Total	\$6,247,129	100.0%	100.0%



Detail may not add to total due to rounding.

Sector Allocation

Sector	June 30, 2017		March 31, 2017		December 31, 2016		September 30, 2016	
	MV (\$MM)	% of Total	MV (\$MM)	% of Total	MV (\$MM)	% of Total	MV (\$MM)	% of Total
U.S. Treasury	3.7	60.0%	3.7	25.3%	3.7	18.0%	6.2	26.9%
Federal Agency/GSE	2.5	40.0%	6.2	42.3%	6.3	30.1%	6.3	26.9%
Commercial Paper	0.0	0.0%	4.8	32.4%	10.8	51.9%	10.7	46.2%
Total	\$6.2	100.0%	\$14.8	100.0%	\$20.8	100.0%	\$23.3	100.0%

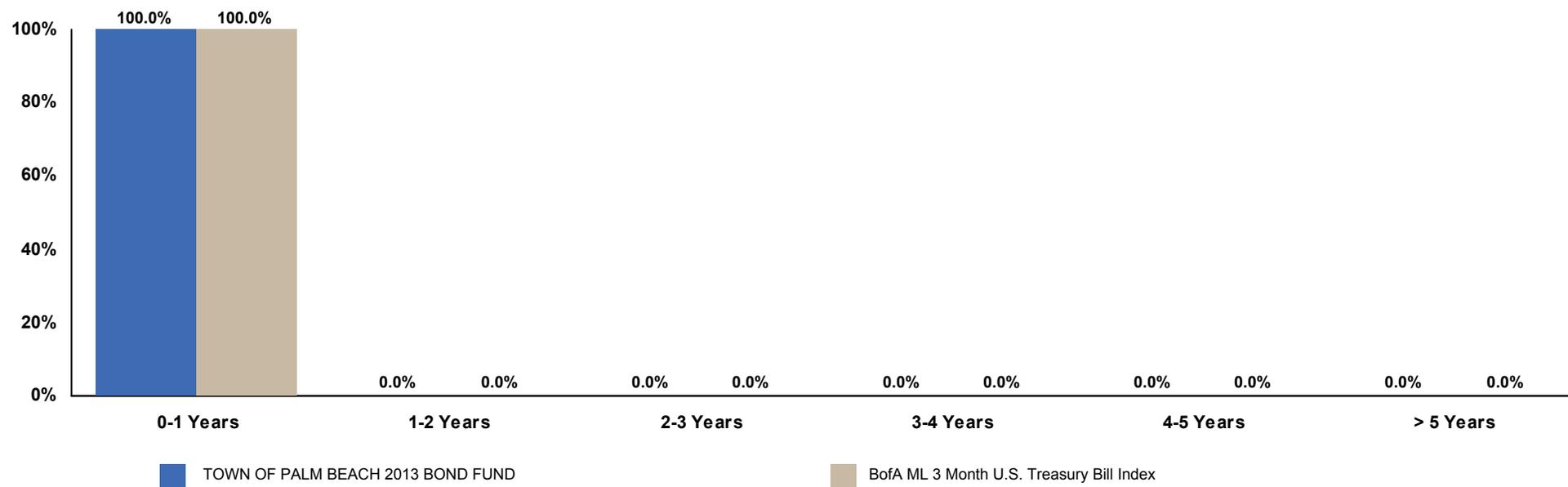


Detail may not add to total due to rounding.

Maturity Distribution

As of June 30, 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 2013 BOND FUND	0.94%	0.18 yrs	100.0%	0.0%	0.0%	0.0%	0.0%	0.0%
BofA ML 3 Month U.S. Treasury Bill Index	1.00%	0.25 yrs	100.0%	0.0%	0.0%	0.0%	0.0%	0.0%

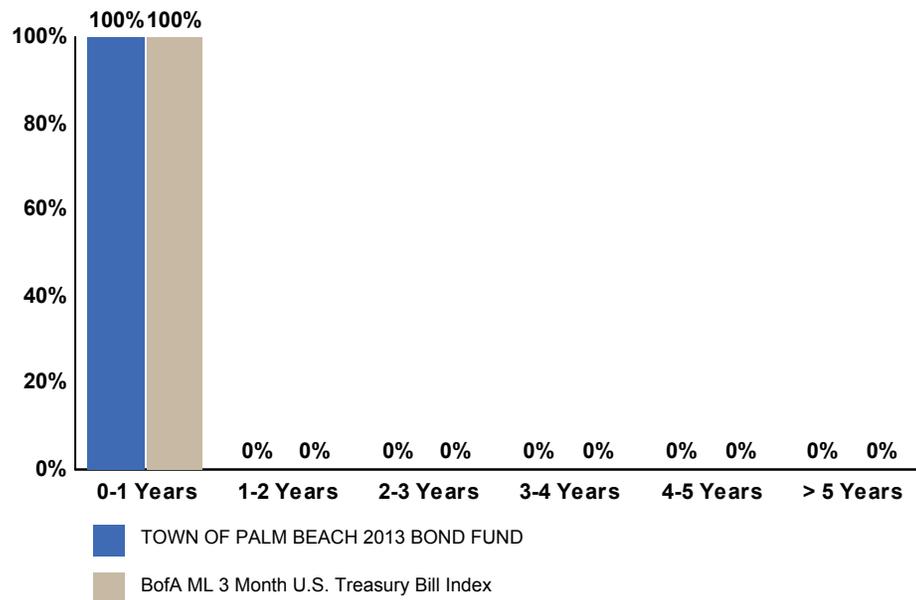


Duration Distribution

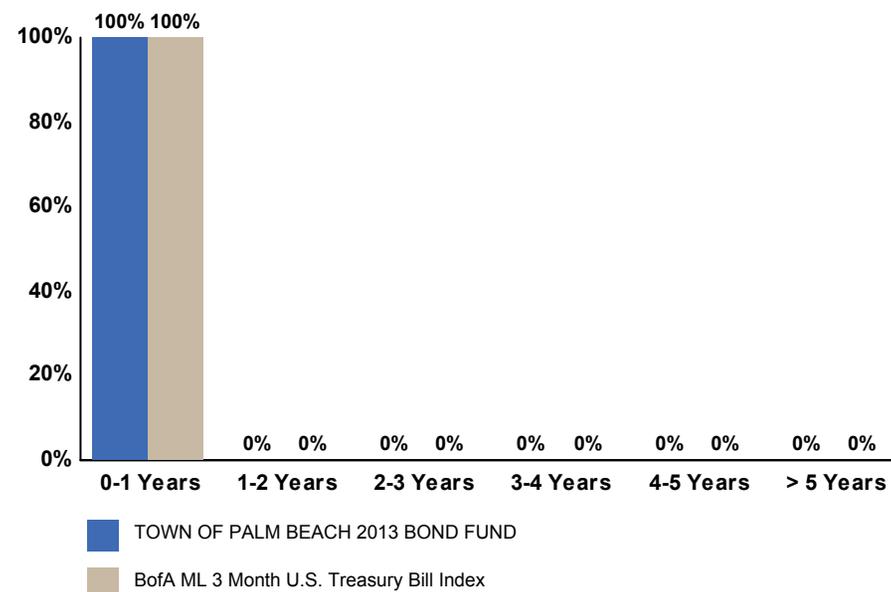
As of June 30, 2017

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 2013 BOND FUND	0.18	100.0%	0.0%	0.0%	0.0%	0.0%	0.0%
BofA ML 3 Month U.S. Treasury Bill Index	0.15	100.0%	0.0%	0.0%	0.0%	0.0%	0.0%

Distribution by Effective Duration



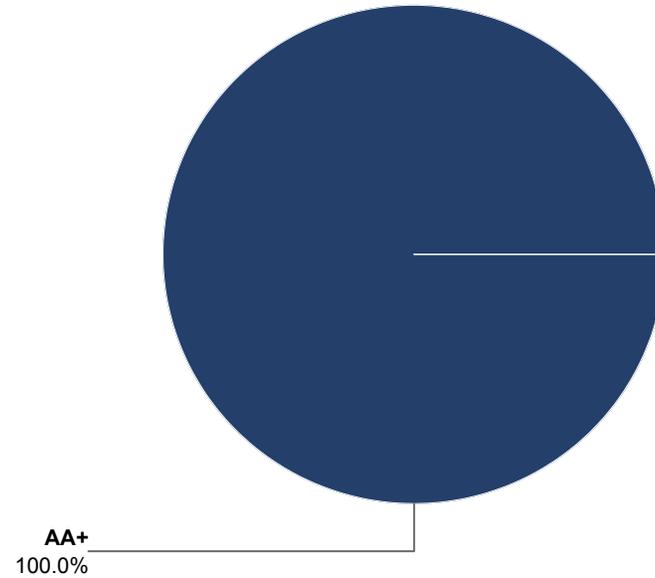
Contribution to Portfolio Duration



Credit Quality

As of June 30, 2017

S&P Rating	Market Value (\$)	% of Portfolio
AA+	\$6,247,129	100.0%
Totals	\$6,247,129	100.0%



Detail may not add to total due to rounding.

Issuer Distribution*As of June 30, 2017*

Issuer	Market Value (\$)	% of Portfolio
UNITED STATES TREASURY	3,748,894	60.0%
FANNIE MAE	2,498,235	40.0%
Grand Total:	6,247,129	100.0%

Sector/Issuer Distribution

As of June 30, 2017

Sector / Issuer	Market Value (\$)	% of Sector	% of Total Portfolio
Federal Agency/GSE			
FANNIE MAE	2,498,235	100.0%	40.0%
Sector Total	2,498,235	100.0%	40.0%
U.S. Treasury			
UNITED STATES TREASURY	3,748,894	100.0%	60.0%
Sector Total	3,748,894	100.0%	60.0%
Portfolio Total	6,247,129	100.0%	100.0%

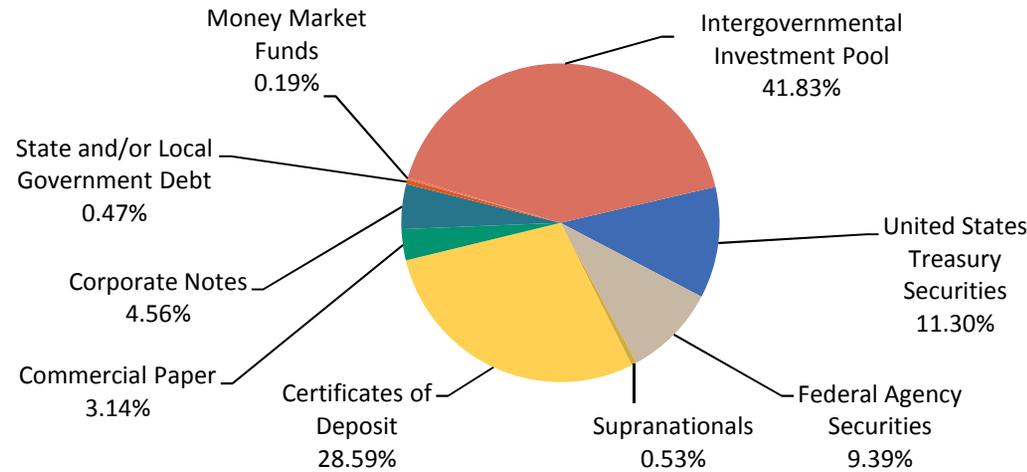
Quarterly Portfolio Transactions

Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amt (\$)	Yield at Market	Realized G/L (BV)
INTEREST									
4/3/17	4/3/17	0	MONEY0002	MONEY MARKET FUND			11.94		
4/20/17	4/20/17	3,750,000	3135G0ZB2	FNMA NOTES	0.75%	4/20/17	14,062.50		
4/26/17	4/26/17	2,500,000	3135G0PQ0	FANNIE MAE GLOBAL NOTES	0.87%	10/26/17	10,937.50		
5/1/17	5/1/17	0	MONEY0002	MONEY MARKET FUND			574.72		
6/1/17	6/1/17	0	MONEY0002	MONEY MARKET FUND			2,991.62		
Total INTEREST		6,250,000					28,578.28		
MATURITY									
4/20/17	4/20/17	3,750,000	3135G0ZB2	FNMA NOTES	0.75%	4/20/17	3,750,000.00		0.00
5/12/17	5/12/17	4,800,000	46640PSC8	JP MORGAN SECURITIES LLC COMM PAPER	0.00%	5/12/17	4,800,000.00		0.00
Total MATURITY		8,550,000					8,550,000.00		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	4/3/17	4/3/17	0.00	MONEY0002	MONEY MARKET FUND			11.94		
INTEREST	4/20/17	4/20/17	3,750,000.00	3135G0ZB2	FNMA NOTES	0.75%	4/20/17	14,062.50		
MATURITY	4/20/17	4/20/17	3,750,000.00	3135G0ZB2	FNMA NOTES	0.75%	4/20/17	3,750,000.00		0.00
INTEREST	4/26/17	4/26/17	2,500,000.00	3135G0PQ0	FANNIE MAE GLOBAL NOTES	0.87%	10/26/17	10,937.50		
INTEREST	5/1/17	5/1/17	0.00	MONEY0002	MONEY MARKET FUND			574.72		
MATURITY	5/12/17	5/12/17	4,800,000.00	46640PSC8	JP MORGAN SECURITIES LLC COMM PAPER	0.00%	5/12/17	4,800,000.00		0.00
INTEREST	6/1/17	6/1/17	0.00	MONEY0002	MONEY MARKET FUND			2,991.62		
TOTALS								8,578,578.28		0.00

Tab III



Security Type ¹	Amortized Cost (Includes Interest)	Allocation Percentage	Notes	Permitted by Policy	In Compliance
United States Treasury Securities	10,688,109.41	11.30%		100%	YES
Federal Agency Securities	8,876,361.54	9.39%	4	75%	YES
Supranationals	499,461.29	0.53%		25%	YES
Certificates of Deposit	27,036,145.57	28.59%	5	50%	YES
Asset-Backed Securities	-	0.00%		25%	YES
Agency Mortgage-Backed Securities	-	0.00%	4	25%	YES
Commercial Paper	2,970,313.34	3.14%	2,3	50%	YES
Corporate Notes	4,308,723.63	4.56%	2,3	50%	YES
Bankers' Acceptances	-	0.00%		10%	YES
Repurchase Agreements	-	0.00%		40%	YES
State and/or Local Government Debt	446,363.13	0.47%		25%	YES
Money Market Funds	180,534.06	0.19%		50%	YES
Intergovernmental Investment Pool	39,556,342.59	41.83%	5	50%	YES
Total	\$94,562,354.56	100.00%			

Notes:

- End of month trade-date amortized cost of portfolio holdings, including accrued interest.
 - Maximum allocation to all corporate and bank credit instruments is 50% combined. As of June 30, 2017 the allocation is 7.7%.
 - The industry limit for credit is 15%. The largest allocation as of 06/30/17 is 5.09% in the Financial industry.
 - The maximum exposure to any one Federal agency, including the combined holdings of Agency debt and Agency MBS, is 40%. As of June 30, 2017 the allocation is 9.39%.
 - Balances allocated by the town.
- *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)	2,748,772.09	2.91%		40%	YES
Federal National Mortgage Association (FNMA)	5,531,107.90	5.85%		40%	YES
Federal Home Loan Mortgage Corporation (FHLMC)	596,481.55	0.63%		40%	YES
BNP Paribas Commercial Paper	1,485,258.33	1.57%		5%	YES
Bank of Tokyo Mitsubishi Commercial Paper	1,485,055.01	1.57%		5%	YES
American Express Credit Corporate Notes	110,854.57	0.12%		5%	YES
American Honda Corporate Notes	211,142.86	0.22%		5%	YES
Apple Inc. Corporate Notes	219,916.26	0.23%		5%	YES
Bank of New York Mellon Corporate Notes	456,081.52	0.48%		5%	YES
Berkshire Hathaway Corporate Notes	50,211.06	0.05%		5%	YES
Branch Banking & Trust Corporate Notes	90,168.47	0.10%		5%	YES
Cisco Systems Corporate Notes	401,070.91	0.42%		5%	YES
General Electric Corporate Notes	496,922.67	0.53%		5%	YES
Goldman Sachs Corporate Notes	280,864.40	0.30%		5%	YES
Home Depot Corporate Notes	85,062.36	0.09%		5%	YES
Microsoft Corporate Notes	251,298.02	0.27%		5%	YES
New York University Corporate Notes	60,530.10	0.05%		5%	YES
JP Morgan Corporate Notes	352,651.06	0.37%		5%	YES
State Street Corporate Notes	49,965.00	0.05%		5%	YES
Toyota Corporate Notes	458,026.08	0.48%		5%	YES
United Parcel Service Corporate Notes	152,059.43	0.16%		5%	YES
Walt Disney Corporate Notes	127,008.52	0.13%		5%	YES
Wells Fargo & Company Corporate Notes	454,890.34	0.48%		5%	YES
Asian Development Bank Notes	499,461.29	0.53%		10%	YES
New York City, New York Taxable G.O Bonds	446,363.13	0.47%		5%	YES
Florida Education Investment Trust Fund	2,793,494.59	2.95%	5	50%	YES
FMLvT 1-3	25,115,984.00	26.56%	5	50%	YES
FMLvT Intermediate	11,646,864.00	12.32%	5	50%	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 June 30, 2017 the allocation is 7.7%. (See previous page)
3. The industry limit for credit is 15%. The largest allocation as of 06/30/17 is 5.09% in the Financial industry. (See previous page)
4. The maximum exposure to any one Federal agency, including the combined holdings of Agency debt and Agency MBS, is 40%. As of June 30, 2017 the allocation is 9.39%. (See previous page)
5. Balances allocated by the town.

*All Funds

Corporate Industry Allocations	Portfolio Holdings		Compliance
	Corporate Industry Allocation	Industry Limit	
Communications	0.00%	15.00%	Yes
Consumer Discretionary	0.51%	15.00%	Yes
Consumer Staples	0.16%	15.00%	Yes
Energy	0.00%	15.00%	Yes
Financials	5.09%	15.00%	Yes
Health Care	0.00%	15.00%	Yes
Industrials	1.23%	15.00%	Yes
Materials	0.00%	15.00%	Yes
Technology	0.69%	15.00%	Yes
Utilities	0.00%	15.00%	Yes
Aerospace & Defense	0.00%	15.00%	Yes

IMPORTANT DISCLOSURES

This material is based on information obtained from sources generally believed to be reliable and available to the public; however, PFM Asset Management LLC cannot guarantee its accuracy, completeness or suitability. This material is for general information purposes only and is not intended to provide specific advice or a specific recommendation. All statements as to what will or may happen under certain circumstances are based on assumptions, some, but not all of which, are noted in the presentation. Assumptions may or may not be proven correct as actual events occur, and results may depend on events outside of your or our control. Changes in assumptions may have a material effect on results. Past performance does not necessarily reflect and is not a guaranty of future results. The information contained in this presentation is not an offer to purchase or sell any securities.

- 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.

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.