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CITY OF SAN PABLO

March 2019

Part of  BNY MELLON



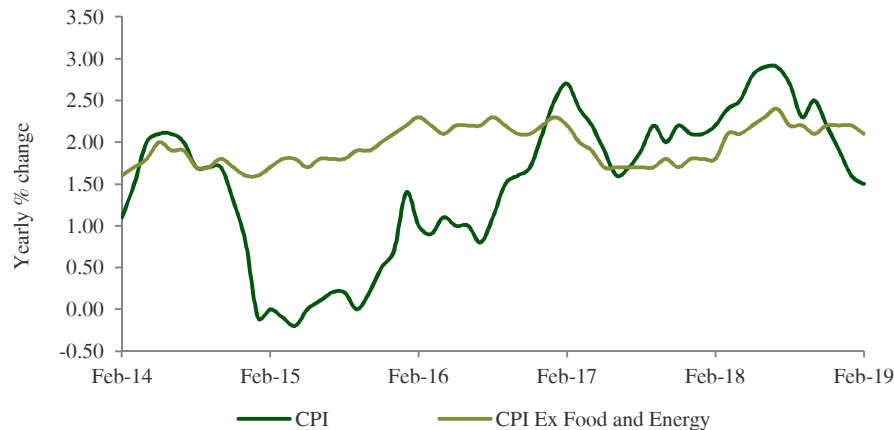
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FIXED INCOME MARKET REVIEW

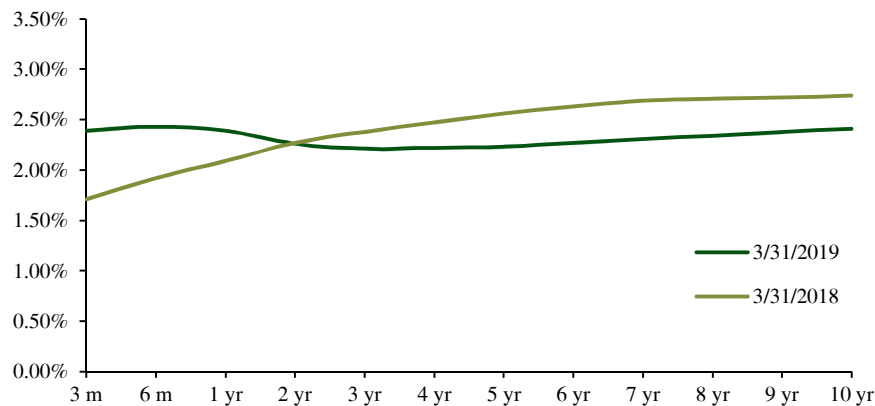
As of March 31, 2019

Chart 1: Consumer Price Index: 02/28/2014—02/28/2019



Source: Bloomberg Finance LP, March 31, 2019.

Chart 2: Treasury yield curve: 03/31/2018 and 03/31/2019



Source: Bloomberg Finance LP, March 31, 2019.

Economic Indicators and Monetary Policy

Although interest rates started the month with a stable tone, rates ultimately fell across the curve during March. Weakness in certain economic indicators domestically, continuing political turmoil and softening manufacturing data in Europe, along with dovish comments from the Federal Reserve drove rates lower. The yield on the 2-year US Treasury note was 2.56% on March 1 and ended the month 30 bp lower.

The employment report on March 8 disappointed, showing that non-farm payrolls increased by 20,000 compared to market expectations of 180,000 new jobs. Meanwhile the prior month's gain of 304,000 jobs was increased to 311,000. The unemployment rate decreased in February to 3.8% and the underemployment rate fell to 7.3%. Average hourly earnings increased 0.4% in February for an annual gain of 3.4%.

On March 12 the February Consumer Price Index data reflected a 0.2% monthly increase which was in line with expectations. On a year-over-year basis, the CPI increased 1.5% in February, compared to the prior reading of 1.6%. February was the first monthly increase in US consumer prices since October, and the modest size of the increase resulted in the smallest annual gain in well over two years. For the prior three months the monthly CPI reading was zero. Excluding the volatile food and energy components, the core CPI increased 0.1% in February for an annual gain of 2.1%. The prior and expected core CPI readings were both 2.2% on an annual basis. (See Chart 1.)

On March 20 the Federal Open Market Committee (FOMC) voted unanimously to hold the Fed funds target rate in a range of 2.25% to 2.50%. The FOMC updated its median policy rate projections to reflect no expected hikes this year, down from two anticipated rate increases projected last quarter. The FOMC still forecasts the next move to be a rate increase, with a single 25 bp hike projected in 2020. The FOMC also announced its intention to reduce the pace of its balance sheet reduction and halt the reduction in September.

Interest Rate Summary

At the end of March, the 3-month US Treasury bill yielded 2.39%, the 6-month US Treasury bill yielded 2.43%, the 2-year US Treasury note yielded 2.26%, the 5-year US Treasury note yielded 2.23% and the 10-year US Treasury note yielded 2.41%. (See Chart 2).

ACTIVITY AND PERFORMANCE SUMMARY

For the period March 1, 2019 - March 31, 2019

Amortized Cost Basis Activity Summary

Opening balance	27,620,861.53
Income received	50,638.19
Total receipts	50,638.19
Total disbursements	0.00
Interportfolio transfers	0.00
Total Interportfolio transfers	0.00
Realized gain (loss)	0.00
Total amortization expense	(4,674.24)
Total OID/MKT accretion income	10,994.28
Return of capital	0.00
Closing balance	27,677,819.76
Ending fair value	27,617,918.20
Unrealized gain (loss)	(59,901.56)

Detail of Amortized Cost Basis Return

	Interest earned	Accretion (amortization)	Realized gain (loss)	Total income
Cash and Cash Equivalents	162.07	0.00	0.00	162.07
Corporate Bonds	14,962.39	1,322.48	0.00	16,284.87
Government Agencies	23,673.10	2,009.55	0.00	25,682.65
Government Bonds	4,756.75	2,988.01	0.00	7,744.76
Total	43,554.31	6,320.04	0.00	49,874.35

Comparative Rates of Return (%)

	* Twelve month trailing	* Six month trailing	* One month
Fed Funds	2.07	1.14	0.20
Overnight Repo	2.16	1.20	0.21
Merrill Lynch 3m US Treas Bill	2.13	1.16	0.20
Merrill Lynch 6m US Treas Bill	2.25	1.21	0.20
ML 1 Year US Treasury Note	2.48	1.29	0.21
ML 2 Year US Treasury Note	2.61	1.31	0.20
ML 5 Year US Treasury Note	2.73	1.32	0.20

* rates reflected are cumulative

Summary of Amortized Cost Basis Return for the Period

	Total portfolio
Interest earned	43,554.31
Accretion (amortization)	6,320.04
Realized gain (loss) on sales	0.00
Total income on portfolio	49,874.35
Average daily amortized cost	27,648,252.53
Period return (%)	0.18
YTD return (%)	0.48
Weighted average final maturity in days	300

ACTIVITY AND PERFORMANCE SUMMARY

CITY OF SAN PABLO

For the period March 1, 2019 - March 31, 2019

Fair Value Basis Activity Summary

Opening balance	27,518,329.36
Income received	50,638.19
Total receipts	50,638.19
Total disbursements	0.00
Interportfolio transfers	0.00
Total Interportfolio transfers	0.00
Unrealized gain (loss) on security movements	0.00
Return of capital	0.00
Change in fair value for the period	48,950.65
Ending fair value	27,617,918.20

Detail of Fair Value Basis Return

	Interest earned	Change in fair value	Total income
Cash and Cash Equivalents	162.07	0.00	162.07
Corporate Bonds	14,962.39	15,416.15	30,378.54
Government Agencies	23,673.10	26,375.00	50,048.10
Government Bonds	4,756.75	7,159.50	11,916.25
Total	43,554.31	48,950.65	92,504.96

Comparative Rates of Return (%)

	* Twelve month trailing	* Six month trailing	* One month
Fed Funds	2.07	1.14	0.20
Overnight Repo	2.16	1.20	0.21
ICE ML 3m US Treas Bill	2.12	1.17	0.22
ICE ML 6m US Treas Bill	2.26	1.27	0.24
ICE ML 1 Year US Treasury Note	2.44	1.61	0.35
ICE ML US Treasury 1-3	2.72	2.29	0.61
ICE ML US Treasury 1-5	3.14	2.96	0.85

* rates reflected are cumulative

Summary of Fair Value Basis Return for the Period

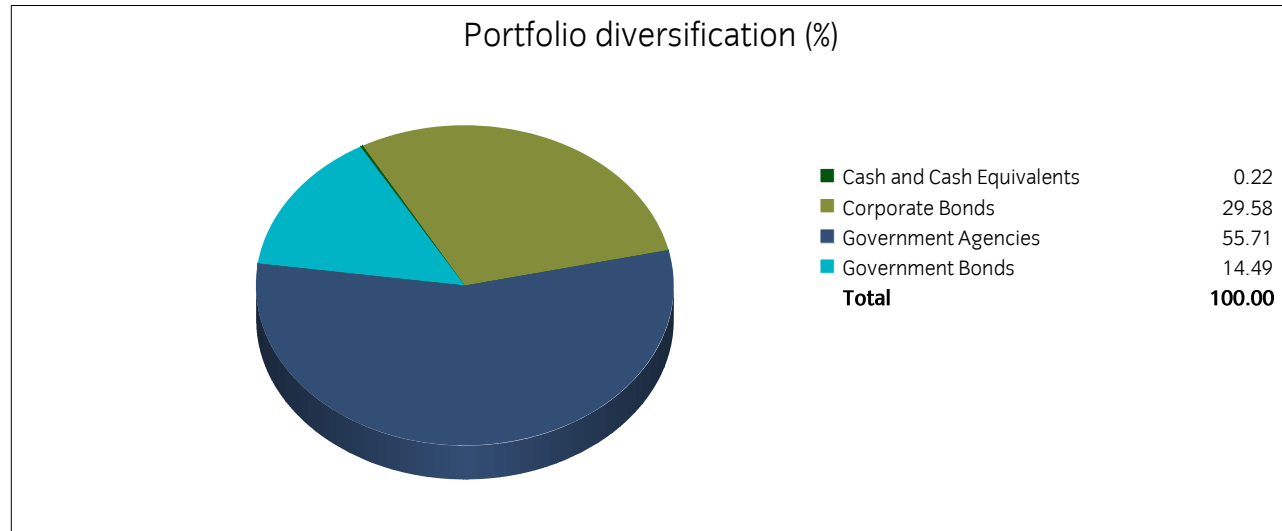
	Total portfolio
Interest earned	43,554.31
Change in fair value	48,950.65
Total income on portfolio	92,504.96
Average daily total value *	27,683,624.46
Period return (%)	0.33
YTD return (%)	0.83
Weighted average final maturity in days	300

* Total value equals market value and accrued interest

RECAP OF SECURITIES HELD

As of March 31, 2019

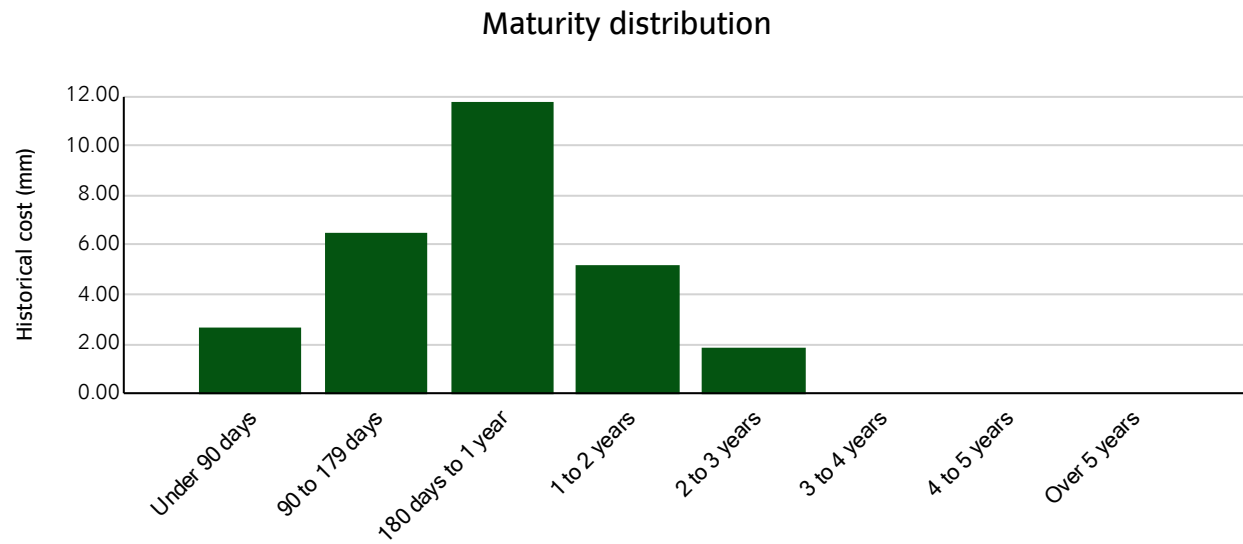
	Historical cost	Amortized cost	Fair value	Unrealized gain (loss)	Weighted average final maturity (days)	Percent of portfolio	Weighted average effective duration (years)
Cash and Cash Equivalents	60,869.05	60,869.05	60,869.05	0.00	1	0.22	0.00
Corporate Bonds	8,175,702.50	8,174,966.77	8,153,978.90	(20,987.87)	338	29.58	0.90
Government Agencies	15,401,094.41	15,416,840.36	15,381,676.00	(35,164.36)	292	55.71	0.78
Government Bonds	4,006,002.01	4,025,143.58	4,021,394.25	(3,749.33)	257	14.49	0.69
Total	27,643,667.97	27,677,819.76	27,617,918.20	(59,901.56)	300	100.00	0.80



MATURITY DISTRIBUTION OF SECURITIES HELD

As of March 31, 2019

Maturity	Historic cost	Percent
Under 90 days	2,583,394.05	9.35
90 to 179 days	6,418,329.89	23.22
180 days to 1 year	11,757,146.61	42.53
1 to 2 years	5,115,607.42	18.51
2 to 3 years	1,769,190.00	6.40
3 to 4 years	0.00	0.00
4 to 5 years	0.00	0.00
Over 5 years	0.00	0.00
	27,643,667.97	100.00



SECURITIES HELD

As of March 31, 2019

Cusip/ Description	Coupon	Maturity/ Call date	Par value or shares	Historical cost/ Accrued interest purchased	Amortized cost/ Accretion (amortization)	Fair value/ Change in fair value	Unrealized gain (loss)	Interest received	Interest earned	Total accrued interest	% Port cost
Cash and Cash Equivalents											
Cash and Cash Equivalents	0.000		60,869.05	60,869.05 0.00	60,869.05 0.00	60,869.05 0.00	0.00	0.00	0.00	0.00	0.22
Total Cash and Cash Equivalents			60,869.05	60,869.05 0.00	60,869.05 0.00	60,869.05 0.00	0.00	0.00	0.00	0.00	0.22
Corporate Bonds											
14912L6R7 CATERPILLAR FINL SERVICE 1.35% 18MAY2019	1.350	05/18/2019	1,000,000.00	999,260.00 0.00	999,963.27 22.96	998,269.00 1,279.00	(1,694.27)	0.00	1,237.50	4,987.50	3.61
68389XAG0 ORACLE CORP 5% 08JUL2019	5.000	07/08/2019	450,000.00	462,735.00 0.00	452,915.96 (892.64)	452,764.35 (827.10)	(151.61)	0.00	2,062.50	5,187.50	1.67
25468PDL7 TWDC ENTERPRISES 18 CORP 0.875% 12JUL2019	0.875	07/12/2019	500,000.00	490,240.00 0.00	497,807.22 644.93	497,567.50 557.00	(239.72)	0.00	401.04	960.07	1.77
90331HML4 US BANK NA CINCINNATI 2.125% 28OCT2019 (CALLABLE 28SEP19)	2.125	10/28/2019 09/28/2019	550,000.00	545,732.00 0.00	547,251.57 396.41	548,693.20 798.60	1,441.63	0.00	1,071.36	4,967.19	1.97
0258M0EC9 AMERICAN EXPRESS CREDIT 1.7% 30OCT2019 (CALLABLE 30SEP19)	1.700	10/30/2019 09/29/2019	500,000.00	491,775.00 0.00	496,801.39 456.95	497,416.50 983.50	615.11	0.00	755.56	3,541.67	1.78
594918AY0 MICROSOFT CORP 1.85% 12FEB2020 (CALLABLE 12JAN20)	1.850	02/12/2020 01/12/2020	1,000,000.00	1,002,170.00 0.00	1,000,636.11 (67.67)	995,239.00 2,732.00	(5,397.11)	0.00	1,695.84	2,518.06	3.63
166764AR1 CHEVRON CORP 1.961% 03MAR2020 (CALLABLE 03FEB20)	1.961	03/03/2020 02/03/2020	500,000.00	501,625.00 0.00	500,591.80 (58.59)	496,699.00 0.00	(3,892.80)	4,902.50	898.79	762.61	1.81

SECURITIES HELD

As of March 31, 2019

Cusip/ Description	Coupon	Maturity/ Call date	Par value or shares	Historical cost/ Accrued interest purchased	Amortized cost/ Accretion (amortization)	Fair value/ Change in fair value	Unrealized gain (loss)	Interest received	Interest earned	Total accrued interest	% Port cost
Corporate Bonds											
25468PDP8 TWDC ENTERPRISES 18 CORP 1.95% 04MAR2020	1.950	03/04/2020	450,000.00	451,624.50 0.00	450,535.09 (48.06)	446,976.45 162.00	(3,558.64)	4,387.50	804.38	658.13	1.63
30231GAG7 EXXON MOBIL CORPORATION 1.912% 06MAR2020 (CALLABLE 06FEB20)	1.912	03/06/2020 02/06/2020	550,000.00	552,255.00 0.00	550,699.83 (68.61)	546,689.00 713.90	(4,010.83)	5,258.00	963.97	730.28	2.00
89236TDU6 TOYOTA MOTOR CREDIT CORP 1.95% 17APR2020	1.950	04/17/2020	500,000.00	501,915.00 0.00	500,770.50 (61.31)	496,686.50 1,520.00	(4,084.00)	0.00	893.75	4,441.67	1.82
24422ETS8 JOHN DEERE CAPITAL CORP 1.95% 22JUN2020	1.950	06/22/2020	500,000.00	503,120.00 0.00	501,376.29 (93.41)	496,107.50 1,570.50	(5,268.79)	0.00	893.75	2,681.25	1.82
02665WBT7 AMERICAN HONDA FINANCE 1.95% 20JUL2020	1.950	07/20/2020	500,000.00	492,655.00 0.00	493,813.35 394.89	494,963.50 2,024.00	1,150.15	0.00	893.75	1,922.92	1.78
06051GFT1 BANK OF AMERICA CORP 2.625% 19OCT2020	2.625	10/19/2020	500,000.00	495,170.00 0.00	495,826.94 223.96	498,754.50 1,220.00	2,927.56	0.00	1,203.12	5,906.25	1.79
17275RBJ0 CISCO SYSTEMS INC 1.85% 20SEP2021 (CALLABLE 20AUG21)	1.850	09/20/2021	700,000.00	685,426.00 0.00	685,977.45 472.67	687,152.90 2,682.75	1,175.45	6,475.00	1,187.08	395.69	2.48
Total Corporate Bonds			8,200,000.00	8,175,702.50 0.00	8,174,966.77 1,322.48	8,153,978.90 15,416.15	(20,987.87)	21,023.00	14,962.39	39,660.79	29.58

Government Agencies

3137EADZ9 FREDDIE MAC 1.125% 15APR2019	1.125	04/15/2019	500,000.00	502,545.00 0.00	500,038.99 (77.99)	499,740.50 503.00	(298.49)	0.00	515.62	2,593.75	1.82
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SECURITIES HELD

As of March 31, 2019

Cusip/ Description	Coupon	Maturity/ Call date	Par value or shares	Historical cost/ Accrued interest purchased	Amortized cost/ Accretion (amortization)	Fair value/ Change in fair value	Unrealized gain (loss)	Interest received	Interest earned	Total accrued interest	% Port cost
Government Agencies											
313379EE5 FEDERAL HOME LOAN BANK 1.625% 14JUN2019	1.625	06/14/2019	1,000,000.00	1,020,720.00 0.00	1,001,487.18 (602.91)	998,420.00 851.00	(3,067.18)	0.00	1,489.58	4,829.86	3.69
3137EAEB1 FREDDIE MAC 0.875% 19JUL2019	0.875	07/19/2019	1,500,000.00	1,478,462.20 0.00	1,495,023.49 1,369.69	1,492,851.00 1,788.00	(2,172.49)	0.00	1,203.12	2,625.00	5.35
3135G0N33 FANNIE MAE 0.875% 02AUG2019	0.875	08/02/2019	1,000,000.00	981,984.00 0.00	995,698.72 1,057.69	994,712.00 1,571.00	(986.72)	0.00	802.09	1,434.03	3.55
3133X8AS1 FEDERAL HOME LOAN BANK 5.125% 15AUG2019	5.125	08/15/2019	1,000,000.00	1,023,150.00 0.00	1,009,385.14 (2,085.58)	1,009,964.00 (2,135.00)	578.86	0.00	4,697.92	6,548.61	3.70
3133EGSCO FEDERAL FARM CREDIT BANK 1% 26AUG2019	1.000	08/26/2019	1,000,000.00	998,204.00 0.00	999,753.79 50.59	994,610.00 1,610.00	(5,143.79)	0.00	916.66	972.22	3.61
3130A9MF5 FEDERAL HOME LOAN BANK 1.125% 03OCT2019 (CALLABLE 10APR19)	1.125	10/03/2019	1,000,000.00	999,000.00 0.00	999,830.24 27.83	993,370.00 1,490.00	(6,460.24)	0.00	1,031.25	5,562.50	3.61
3135G0R39 FANNIE MAE 1% 24OCT2019	1.000	10/24/2019	1,000,000.00	980,380.00 0.00	993,250.46 992.58	991,827.00 1,754.00	(1,423.46)	0.00	916.67	4,361.11	3.55
3133EGJ30 FEDERAL FARM CREDIT BANK 1.1% 18NOV2019	1.100	11/18/2019	600,000.00	595,032.00 0.00	598,742.84 165.42	595,308.00 1,230.00	(3,434.84)	0.00	605.00	2,438.33	2.15
3136G4DA8 FANNIE MAE 1.2% 30DEC2019 (CALLABLE 30JUN19) #0001	1.200	12/30/2019 06/30/2019	700,000.00	699,125.00 0.00	699,797.21 22.53	693,784.00 1,176.00	(6,013.21)	0.00	746.67	2,100.00	2.53
3135G0VY6 FANNIE MAE 1.7% 27MAR2020 CALLABLE	1.700	03/27/2020	1,000,000.00	1,004,795.61 0.00	1,001,875.17 (157.58)	992,990.00 1,970.00	(8,885.17)	8,500.00	1,558.33	188.89	3.63

SECURITIES HELD

As of March 31, 2019

Cusip/ Description	Coupon	Maturity/ Call date	Par value or shares	Historical cost/ Accrued interest purchased	Amortized cost/ Accretion (amortization)	Fair value/ Change in fair value	Unrealized gain (loss)	Interest received	Interest earned	Total accrued interest	% Port cost
Government Agencies											
3134GBTF9 FREDDIE MAC 1.625% 27MAR2020 (CALLABLE 27JUN19)	1.625	03/27/2020 06/27/2019	1,500,000.00	1,499,445.00 0.00	1,499,782.98 18.23	1,488,000.00 2,730.00	(11,782.98)	12,187.50	2,234.37	270.83	5.42
3133EHEZ2 FEDERAL FARM CREDIT BANK 1.6% 06APR2020	1.600	04/06/2020	950,000.00	934,788.60 0.00	938,473.35 944.81	942,590.00 2,384.50	4,116.65	0.00	1,393.33	7,388.89	3.38
3130AECJ7 FEDERAL HOME LOAN BANK 2.625% 28MAY2020	2.625	05/28/2020	500,000.00	500,810.00 0.00	500,476.20 (34.18)	501,077.50 666.50	601.30	0.00	1,203.13	4,484.38	1.81
3133EKAJ5 FEDERAL FARM CREDIT BANK 2.5% 11FEB2021	2.500	02/11/2021	1,100,000.00	1,098,889.00 0.00	1,098,963.17 46.36	1,103,839.00 3,927.00	4,875.83	0.00	2,520.83	3,819.44	3.98
313379RB7 FEDERAL HOME LOAN BANK 1.875% 11JUN2021	1.875	06/11/2021	1,100,000.00	1,083,764.00 (4,984.38)	1,084,261.43 497.43	1,088,593.00 4,829.00	4,331.57	0.00	1,317.70	6,302.08	3.92
Total Government Agencies			15,450,000.00	15,401,094.41 (4,984.38)	15,416,840.36 2,234.92	15,381,676.00 26,345.00	(35,164.36)	20,687.50	23,152.27	55,919.92	55.71
Government Bonds											
9128282G4 USA TREASURY 0.875% 15SEP2019	0.875	09/15/2019	1,000,000.00	983,554.69 0.00	992,173.34 1,444.21	992,969.00 1,758.00	795.66	4,375.00	743.01	380.44	3.56
912828F39 USA TREASURY 1.75% 30SEP2019	1.750	09/30/2019	600,000.00	605,460.94 0.00	601,182.67 (200.34)	597,820.20 609.00	(3,362.47)	0.00	894.23	5,250.00	2.19
9128283H1 USA TREASURY 1.75% 30NOV2019	1.750	11/30/2019	750,000.00	742,089.84 0.00	746,044.92 502.49	746,601.75 1,054.50	556.83	0.00	1,117.79	4,362.98	2.68

SECURITIES HELD

As of March 31, 2019

Cusip/ Description	Coupon	Maturity/ Call date	Par value or shares	Historical cost/ Accrued interest purchased	Amortized cost/ Accretion (amortization)	Fair value/ Change in fair value	Unrealized gain (loss)	Interest received	Interest earned	Total accrued interest	% Port cost
Government Bonds											
912828UL2 USA TREASURY 1.375% 31JAN2020	1.375	01/31/2020	1,100,000.00	1,086,636.72 0.00	1,094,547.78 552.35	1,090,589.50 2,191.20	(3,958.28)	0.00	1,295.23	2,465.12	3.93
912828K58 USA TREASURY 1.375% 30APR2020	1.375	04/30/2020	600,000.00	588,259.82 0.00	591,194.87 689.30	593,413.80 1,546.80	2,218.93	0.00	706.49	3,441.30	2.13
Total Government Bonds			4,050,000.00	4,006,002.01 0.00	4,025,143.58 2,988.01	4,021,394.25 7,159.50	(3,749.33)	4,375.00	4,756.75	15,899.84	14.49
Grand total			27,760,869.05	27,643,667.97 (4,984.38)	27,677,819.76 6,545.41	27,617,918.20 48,920.65	(59,901.56)	46,085.50	42,871.41	111,480.55	100.00

GASB 40 - DEPOSIT AND INVESTMENT RISK DISCLOSURE

As of March 31, 2019

Cusip	Description	Coupon	Maturity date	Call date	S&P rating	Moody rating	Par value or shares	Historical cost	% Portfolio hist cost	Market value	% Portfolio mkt value	Effective dur (yrs)
Federal Home Loan Banks												
313379EE5	FEDERAL HOME LOAN	1.625	06/14/2019		AA+	Aaa	1,000,000.00	1,020,720.00	3.69	998,420.00	3.62	0.21
3133X8AS1	FEDERAL HOME LOAN	5.125	08/15/2019		AA+	Aaa	1,000,000.00	1,023,150.00	3.70	1,009,964.00	3.66	0.38
3130A9MF5	FEDERAL HOME LOAN	1.125	10/03/2019		AA+	Aaa	1,000,000.00	999,000.00	3.61	993,370.00	3.60	0.51
3130AECJ7	FEDERAL HOME LOAN	2.625	05/28/2020		AA+	Aaa	500,000.00	500,810.00	1.81	501,077.50	1.81	1.12
313379RB7	FEDERAL HOME LOAN	1.875	06/11/2021		AA+	Aaa	1,100,000.00	1,083,764.00	3.92	1,088,593.00	3.94	2.12
Issuer total							4,600,000.00	4,627,444.00	16.74	4,591,424.50	16.62	0.86
United States Treasury Note/Bond												
9128282G4	USA TREASURY 0.875%	0.875	09/15/2019		AA+	Aaa	1,000,000.00	983,554.69	3.56	992,969.00	3.60	0.46
912828F39	USA TREASURY 1.75%	1.750	09/30/2019		AA+	Aaa	600,000.00	605,460.94	2.19	597,820.20	2.16	0.50
9128283H1	USA TREASURY 1.75%	1.750	11/30/2019		AA+	Aaa	750,000.00	742,089.84	2.68	746,601.75	2.70	0.66
912828UL2	USA TREASURY 1.375%	1.375	01/31/2020		AA+	Aaa	1,100,000.00	1,086,636.72	3.93	1,090,589.50	3.95	0.83
912828K58	USA TREASURY 1.375%	1.375	04/30/2020		AA+	Aaa	600,000.00	588,259.82	2.13	593,413.80	2.15	1.06
Issuer total							4,050,000.00	4,006,002.01	14.49	4,021,394.25	14.56	0.69
Federal National Mortgage Association												
3135G0N33	FANNIE MAE 0.875%	0.875	08/02/2019		AA+	Aaa	1,000,000.00	981,984.00	3.55	994,712.00	3.60	0.34
3135G0R39	FANNIE MAE 1%	1.000	10/24/2019		AA+	Aaa	1,000,000.00	980,380.00	3.55	991,827.00	3.59	0.56
3136G4DA8	FANNIE MAE 1.2%	1.200	12/30/2019	06/30/2019	AA+	Aaa	700,000.00	699,125.00	2.53	693,784.00	2.51	0.74
3135G0VY6	FANNIE MAE 1.7%	1.700	03/27/2020		AA+	Aaa	1,000,000.00	1,004,795.61	3.63	992,990.00	3.60	0.98
Issuer total							3,700,000.00	3,666,284.61	13.26	3,673,313.00	13.30	0.65
Federal Farm Credit Banks												
3133EGSC0	FEDERAL FARM CREDIT	1.000	08/26/2019		AA+	Aaa	1,000,000.00	998,204.00	3.61	994,610.00	3.60	0.41
3133EGJ30	FEDERAL FARM CREDIT	1.100	11/18/2019		AA+	Aaa	600,000.00	595,032.00	2.15	595,308.00	2.16	0.63
3133EHEZ2	FEDERAL FARM CREDIT	1.600	04/06/2020		AA+	Aaa	950,000.00	934,788.60	3.38	942,590.00	3.41	1.00

GASB 40 - DEPOSIT AND INVESTMENT RISK DISCLOSURE

CITY OF SAN PABLO

As of March 31, 2019

Cusip	Description	Coupon	Maturity date	Call date	S&P rating	Moody rating	Par value or shares	Historical cost	% Portfolio hist cost	Market value	% Portfolio mkt value	Effective dur (yrs)
Federal Farm Credit Banks												
3133EKAJ5	FEDERAL FARM CREDIT	2.500	02/11/2021		AA+	Aaa	1,100,000.00	1,098,889.00	3.98	1,103,839.00	4.00	1.82
Issuer total							3,650,000.00	3,626,913.60	13.12	3,636,347.00	13.17	1.03
Federal Home Loan Mortgage Corp												
3137EADZ9	FREDDIE MAC 1.125%	1.125	04/15/2019		AA+	Aaa	500,000.00	502,545.00	1.82	499,740.50	1.81	0.05
3137EAEB1	FREDDIE MAC 0.875%	0.875	07/19/2019		AA+	Aaa	1,500,000.00	1,478,462.20	5.35	1,492,851.00	5.41	0.30
3134GBTF9	FREDDIE MAC 1.625%	1.625	03/27/2020	06/27/2019	AA+	Aaa	1,500,000.00	1,499,445.00	5.42	1,488,000.00	5.39	0.97
Issuer total							3,500,000.00	3,480,452.20	12.59	3,480,591.50	12.60	0.55
Caterpillar Financial Services Corp												
14912L6R7	CATERPILLAR FINL	1.350	05/18/2019		A	A3	1,000,000.00	999,260.00	3.61	998,269.00	3.61	0.14
Issuer total							1,000,000.00	999,260.00	3.61	998,269.00	3.61	0.14
Microsoft Corp												
594918AY0	MICROSOFT CORP 1.85%	1.850	02/12/2020	01/12/2020	AAA	Aaa	1,000,000.00	1,002,170.00	3.63	995,239.00	3.60	0.85
Issuer total							1,000,000.00	1,002,170.00	3.63	995,239.00	3.60	0.85
TWDC Enterprises 18 Corp												
25468PDL7	TWDC ENTERPRISES 18	0.875	07/12/2019		A	A2	500,000.00	490,240.00	1.77	497,567.50	1.80	0.29
25468PDP8	TWDC ENTERPRISES 18	1.950	03/04/2020		A	A2	450,000.00	451,624.50	1.63	446,976.45	1.62	0.96
Issuer total							950,000.00	941,864.50	3.41	944,543.95	3.42	0.61
Cisco Systems Inc												
17275RBJ0	CISCO SYSTEMS INC	1.850	09/20/2021		AA-	A1	700,000.00	685,426.00	2.48	687,152.90	2.49	2.37
Issuer total							700,000.00	685,426.00	2.48	687,152.90	2.49	2.37

GASB 40 - DEPOSIT AND INVESTMENT RISK DISCLOSURE

CITY OF SAN PABLO

As of March 31, 2019

Cusip	Description	Coupon	Maturity date	Call date	S&P rating	Moody rating	Par value or shares	Historical cost	% Portfolio hist cost	Market value	% Portfolio mkt value	Effective dur (yrs)
US Bank NA/Cincinnati OH												
90331HML4	US BANK NA CINCINNATI	2.125	10/28/2019	09/28/2019	AA-	A1	550,000.00	545,732.00	1.97	548,693.20	1.99	0.56
Issuer total							550,000.00	545,732.00	1.97	548,693.20	1.99	0.56
Exxon Mobil Corp												
30231GAG7	EXXON MOBIL	1.912	03/06/2020	02/06/2020	AA+	Aaa	550,000.00	552,255.00	2.00	546,689.00	1.98	0.96
Issuer total							550,000.00	552,255.00	2.00	546,689.00	1.98	0.96
Bank of America Corp												
06051GFT1	BANK OF AMERICA CORP	2.625	10/19/2020		A-	A2	500,000.00	495,170.00	1.79	498,754.50	1.81	1.49
Issuer total							500,000.00	495,170.00	1.79	498,754.50	1.81	1.49
American Express Credit Corp												
0258M0EC9	AMERICAN EXPRESS	1.700	10/30/2019	09/29/2019	A-	A2	500,000.00	491,775.00	1.78	497,416.50	1.80	0.58
Issuer total							500,000.00	491,775.00	1.78	497,416.50	1.80	0.58
Chevron Corp												
166764AR1	CHEVRON CORP 1.961%	1.961	03/03/2020	02/03/2020	AA	Aa2	500,000.00	501,625.00	1.81	496,699.00	1.80	0.95
Issuer total							500,000.00	501,625.00	1.81	496,699.00	1.80	0.95
Toyota Motor Credit Corp												
89236TDU6	TOYOTA MOTOR CREDIT	1.950	04/17/2020		AA-	Aa3	500,000.00	501,915.00	1.82	496,686.50	1.80	1.02
Issuer total							500,000.00	501,915.00	1.82	496,686.50	1.80	1.02
John Deere Capital Corp												
24422ETS8	JOHN DEERE CAPITAL	1.950	06/22/2020		A	A2	500,000.00	503,120.00	1.82	496,107.50	1.80	1.20
Issuer total							500,000.00	503,120.00	1.82	496,107.50	1.80	1.20

GASB 40 - DEPOSIT AND INVESTMENT RISK DISCLOSURE

CITY OF SAN PABLO

As of March 31, 2019

Cusip	Description	Coupon	Maturity date	Call date	S&P rating	Moody rating	Par value or shares	Historical cost	% Portfolio hist cost	Market value	% Portfolio mkt value	Effective dur (yrs)
American Honda Finance Corp												
02665WBT7	AMERICAN HONDA	1.950	07/20/2020		A	A2	500,000.00	492,655.00	1.78	494,963.50	1.79	1.27
Issuer total							500,000.00	492,655.00	1.78	494,963.50	1.79	1.27
Oracle Corp												
68389XAG0	ORACLE CORP 5%	5.000	07/08/2019		AA-	A1	450,000.00	462,735.00	1.67	452,764.35	1.64	0.27
Issuer total							450,000.00	462,735.00	1.67	452,764.35	1.64	0.27
Cash and Cash Equivalents												
	INVESTED CASH	0.000					60,869.05	60,869.05	0.22	60,869.05	0.22	0.00
Issuer total							60,869.05	60,869.05	0.22	60,869.05	0.22	0.00
Grand total							27,760,869.05	27,643,667.97	100.00	27,617,918.20	100.00	0.80

SECURITIES PURCHASED

For the period March 1, 2019 - March 31, 2019

Cusip / Description / Broker	Trade date Settle date	Coupon	Maturity/ Call date	Par value or shares	Unit cost	Principal cost	Accrued interest purchased
Government Agencies							
313379RB7	03/06/2019	1.875	06/11/2021	1,100,000.00	98.52	(1,083,764.00)	(4,984.38)
FEDERAL HOME LOAN BANK 1.875% 11JUN2021	03/08/2019						
WELLS FARGO BANK, N.A.							
Total Government Agencies				1,100,000.00		(1,083,764.00)	(4,984.38)
Grand total				1,100,000.00		(1,083,764.00)	(4,984.38)

SECURITIES SOLD AND MATURED

CITY OF SAN PABLO

For the period March 1, 2019 - March 31, 2019

Cusip/ Description/ Broker	Trade date Settle date	Coupon	Maturity/ Call date	Par value or shares	Historical cost	Amortized cost at sale or maturity /Accr (amort)	Price	Fair value at sale or maturity / Chg.in fair value	Realized gain (loss)	Accrued interest sold	Interest received	Interest earned
Government Agencies												
313378QK0	03/08/2019	1.875		(1,000,000.00)	1,026,340.00	1,000,000.00	0.00	1,000,000.00	0.00	0.00	9,375.00	520.83
FHLB CONS BD 1.875	03/08/2019					(225.37)		30.00				
03-08-2019												
Total (Government Agencies)				(1,000,000.00)	1,026,340.00	1,000,000.00		1,000,000.00	0.00	0.00	9,375.00	520.83
						(225.37)		30.00				
Grand total				(1,000,000.00)	1,026,340.00	1,000,000.00		1,000,000.00	0.00	0.00	9,375.00	520.83
						(225.37)		30.00				

TRANSACTION REPORT

For the period March 1, 2019 - March 31, 2019

Trade date Settle date	Cusip	Transaction	Sec type	Description	Maturity	Par value or shares	Realized gain(loss)	Principal	Interest	Transaction total
03/03/2019 03/03/2019	166764AR1	Income	Corporate Bonds	CHEVRON CORP 1.961%	03/03/2020	500,000.00	0.00	0.00	4,902.50	4,902.50
03/04/2019 03/04/2019	25468PDP8	Income	Corporate Bonds	TWDC ENTERPRISES 18 CORP	03/04/2020	450,000.00	0.00	0.00	4,387.50	4,387.50
03/06/2019 03/06/2019	30231GAG7	Income	Corporate Bonds	EXXON MOBIL CORPORATION	03/06/2020	550,000.00	0.00	0.00	5,258.00	5,258.00
03/06/2019 03/08/2019	313379RB7	Bought	Government Agencies	FEDERAL HOME LOAN BANK	06/11/2021	1,100,000.00	0.00	(1,083,764.00)	(4,984.38)	(1,088,748.38)
03/08/2019 03/08/2019	313378QK0	Income	Government Agencies	FHLB CONS BD 1.875	03/08/2019	1,000,000.00	0.00	0.00	9,375.00	9,375.00
03/08/2019 03/08/2019	313378QK0	Capital Change	Government Agencies	FHLB CONS BD 1.875	03/08/2019	(1,000,000.00)	0.00	1,000,000.00	0.00	1,000,000.00
03/15/2019 03/15/2019	9128282G4	Income	Government Bonds	USA TREASURY 0.875%	09/15/2019	1,000,000.00	0.00	0.00	4,375.00	4,375.00
03/20/2019 03/20/2019	17275RBJ0	Income	Corporate Bonds	CISCO SYSTEMS INC 1.85%	09/20/2021	700,000.00	0.00	0.00	6,475.00	6,475.00
03/27/2019 03/27/2019	3134GBTF9	Income	Government Agencies	FREDDIE MAC 1.625%	03/27/2020	1,500,000.00	0.00	0.00	12,187.50	12,187.50
03/27/2019 03/27/2019	3135G0VY6	Income	Government Agencies	FANNIE MAE 1.7% 27MAR2020	03/27/2020	1,000,000.00	0.00	0.00	8,500.00	8,500.00
03/31/2019		Income	Cash and Cash Equivalents	Cash		0.00	0.00	0.00	162.07	162.07

ADDITIONAL INFORMATION

As of March 31, 2019

Past performance is not a guide to future performance. The value of investments and any income from them will fluctuate and is not guaranteed (this may partly be due to exchange rate changes) and investors may not get back the amount invested. Transactions in foreign securities may be executed and settled in local markets. Performance comparisons will be affected by changes in interest rates. Investment returns fluctuate due to changes in market conditions. Investment involves risk, including the possible loss of principal. No assurance can be given that the performance objectives of a given strategy will be achieved. The information contained herein is for your reference only and is being provided in response to your specific request and has been obtained from sources believed to be reliable; however, no representation is made regarding its accuracy or completeness. This document must not be used for the purpose of an offer or solicitation in any jurisdiction or in any circumstances in which such offer or solicitation is unlawful or otherwise not permitted. This document should not be duplicated, amended, or forwarded to a third party without consent from Insight. This is a marketing document intended for professional clients only and should not be made available to or relied upon by retail clients.

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Where indicated, performance numbers used in the analysis are gross returns. The performance reflects the reinvestment of all dividends and income. INA charges management fees on all portfolios managed and these fees will reduce the returns on the portfolios. For example, assume that \$30 million is invested in an account with INA, and this account achieves a 5.0% annual return compounded monthly, gross of fees, for a period of five years. At the end of five years that account would have grown to \$38,500,760 before the deduction of management fees. Assuming management fees of 0.25% per year are deducted monthly from the account, the value at the end of the five year period would be \$38,022,447. Actual fees for new accounts are dependent on size and subject to negotiation. INA's investment advisory fees are discussed in Part 2A of its Form ADV.

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For trading activity the Clearing broker will be reflected. In certain cases the Clearing broker will differ from the Executing broker.

In calculating ratings distributions and weighted average portfolio quality, Insight assigns U.S Treasury and U.S agency securities a quality rating based on the methodology used within the respective benchmark index. When Moodys, S&P and Fitch rate a security, Bank of America and Merrill Lynch indexes assign a simple weighted average statistic while Barclays indexes assign the median statistic. Insight assigns all other securities the lower of Moodys and S&P ratings.

Information about the indices shown here is provided to allow for comparison of the performance of the strategy to that of certain well-known and widely recognized indices. There is no representation that such index is an appropriate benchmark for such comparison. You cannot invest directly in an index and the indices represented do not take into account trading commissions and/or other brokerage or custodial costs. The volatility of the indices may be materially different from that of the strategy. In addition, the strategies holdings may differ substantially from the securities that comprise the indices shown.

The BofA Merrill Lynch 3 Mo US T-Bill index is an unmanaged market index of U.S. Treasury securities maturing in 90 days that assumes reinvestment of all income.

The BofA Merrill Lynch 6 Mo US T-Bill index measures the performance of Treasury bills with time to maturity of less than 6 months.

The BofA Merrill Lynch Current 1-Year US Treasury Index is a one-security index comprised of the most recently issued 1-year US Treasury note. The index is rebalanced monthly. In order to qualify for inclusion, a 1-year note must be auctioned on or before the third business day before the last business day of the month.

The BofA Merrill Lynch Current 3-Year US Treasury Index is a one-security index comprised of the most recently issued 3-year US Treasury note. The index is rebalanced monthly. In order to qualify for inclusion, a 3-year note must be auctioned on or before the third business day before the last business day of the month.

The BofA Merrill Lynch Current 5-Year US Treasury Index is a one-security index comprised of the most recently issued 5-year US Treasury note. The index is rebalanced monthly. In order to qualify for inclusion, a 5-year note must be auctioned on or before the third business day before the last business day of the month.

The BofA Merrill Lynch 1-3 US Year Treasury Index is an unmanaged index that tracks the performance of the direct sovereign debt of the U.S. Government having a maturity of at least one year and less than three years.

The BofA Merrill Lynch 1-5 US Year Treasury Index is an unmanaged index that tracks the performance of the direct sovereign debt of the U.S. Government having a maturity of at least one year and less than five years.

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ADDITIONAL INFORMATION

As of March 31, 2019

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