

# The School District of Osceola County



## Investment Performance Review Quarter Ended December 31, 2016

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- Market Update

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- Executive Summary
- Surplus Portfolio

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- Asset Allocation Chart
- Important Disclosures

# Tab I

## QUARTERLY MARKET SUMMARY

**Summary**

- Bond yields and equity prices soared following the U.S. presidential election in November, as President-elect Donald Trump's proposed policies and his intentions to ramp up government spending boosted inflation expectations and growth forecasts. Major stock indexes including the S&P 500, NASDAQ, and Dow Jones Industrial Average closed at record highs during the quarter.
- On December 14, the Federal Open Market Committee (FOMC) raised the federal funds target range by 0.25% to a range of 0.50% to 0.75%. The unanimous decision, in line with market expectations, was the first rate hike since December 2015. The FOMC also released updated economic forecasts and a new "dot plot," forecasting three rate hikes in 2017.
- Central banks outside the U.S. continued to pursue accommodative monetary policy amid slow growth and low inflation. The European Central Bank (ECB) kept its benchmark interest rate at 0% and continued its asset purchase program, as did the Bank of England (BOE). At the same time, the Bank of Japan (BOJ) continued its quantitative easing programs aimed at keeping the 10-year Japanese government bond yield near 0% and expanding money supply until inflation remains above the 2% target.
- The Organization of the Petroleum Exporting Countries (OPEC) agreed in late November to a combined reduction in daily production. The agreement caused the price of oil to increase more than 10% during the fourth quarter.

**Economic Snapshot**

- The U.S. economy gained momentum during the latter half of the year. The labor market continued to show strength, booking a solid quarter of job gains. The housing market also strengthened in the fourth quarter as Americans continued to take advantage of historically low interest rates, driving home sales to decade-high levels.
- U.S. gross domestic product (GDP) grew at a 3.5% rate in the third quarter, rebounding from modest growth during the first half of 2016. (Fourth quarter GDP data is not yet available.) Consumer spending and exports contributed to the pick-up in expansion, while private inventories grew for the first time since the start of 2015.
- The unemployment rate fell to 4.6% during the fourth quarter — a post-recession low. In another positive sign, job openings remained near record highs, while initial unemployment filings remained near record lows.

- December's addition of 156,000 jobs finished a year of solid job growth performance in which the U.S. added 2.2 million net new jobs. For the year, wages rose 2.9%, the fastest pace since 2009.
- Americans continued to feel more confident about the economy as the Conference Board's December reading climbed to a 15-year high, and sentiment strengthened further as the University of Michigan's Consumer Sentiment Index reached its highest level since January 2004.

**Interest Rates**

- Interest rates surged in the fourth quarter, ending the year with net increases and a steeper yield curve. The two-year Treasury yield increased 43 basis points (bps) for the quarter, while the yield on the 10-year Treasury rose 85 bps — a considerable rebound from July's record-low yield.
- In the money market space, shorter-term Treasury yields rose alongside expectations of a Federal Reserve rate hike. Money market reforms took effect in October, significantly altering the supply-demand dynamic in the money markets. Yields on short-term credit instruments, such as commercial paper and negotiable bank certificates of deposit (CDs), continued to remain elevated and offer significant incremental yield.

**Sector Performance**

- U.S. Treasury indexes posted losses for the fourth quarter, declining for the second straight quarter as yields rose. For the year, returns were positive but muted. Shorter maturity issues outperformed longer maturities as the yield curve steepened.
- Federal agency yield spreads drifted tighter during the quarter as supply diminished, leading to the sector's modest outperformance relative to comparable-maturity Treasuries.
- Corporate yield spreads remained mostly unchanged until the November 8 presidential election, after which they tightened, reaching new lows for the year. Corporates outperformed Treasuries every quarter in 2016, resulting in the sector's best year since 2012.
- Mortgage-backed securities (MBS) generally underperformed Treasuries amid increased extension risk due to the rise in interest rates. Asset-backed securities (ABS) outperformed Treasuries due to declining prepayment risk.

### Economic Snapshot

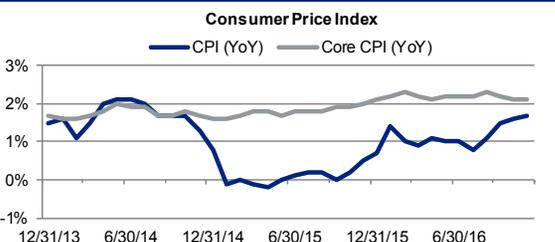
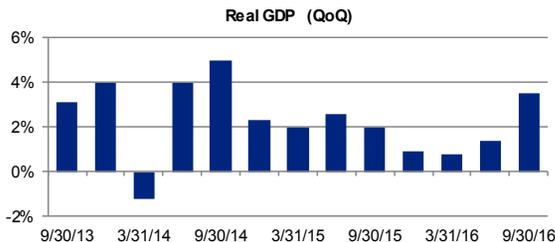
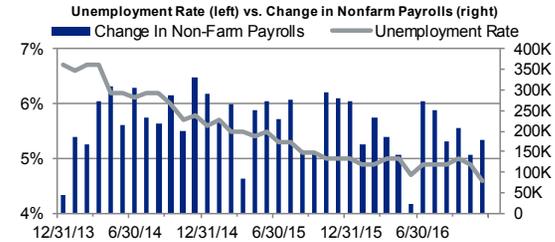
Labor Market		Latest	Sep 2016	Dec 2015
Unemployment Rate	Nov16	4.6%	5.0%	5.0%
Change In Non-Farm Payrolls	Nov16	178,000	208,000	271,000
Average Hourly Earnings (YoY)	Nov16	2.5%	2.7%	2.6%
Personal Income (YoY)	Nov16	3.5%	3.6%	4.0%
Initial Jobless Claims (week)	12/24/16	265,000	246,000	285,000

Growth		Latest	Sep 2016	Dec 2015
Real GDP (QoQ SAAR)	2016Q3	3.5%	1.4% <sup>1</sup>	2.0% <sup>2</sup>
GDP Personal Consumption (QoQ SAAR)	2016Q3	3.0%	4.3% <sup>1</sup>	2.7% <sup>2</sup>
Retail Sales (YoY)	Nov16	3.8%	3.3%	2.8%
ISM Manufacturing Survey (month)	Nov16	53.2	51.5	48.0
Existing Home Sales SAAR (month)	Nov16	5.61 mil.	5.49 mil.	5.45 mil.

Inflation / Prices		Latest	Sep 2016	Dec 2015
Personal Consumption Expenditures (YoY)	Nov16	1.4%	1.2%	0.6%
Consumer Price Index (YoY)	Nov16	1.7%	1.5%	0.7%
Consumer Price Index Core (YoY)	Nov16	2.1%	2.2%	2.1%
Crude Oil Futures (WTI, per barrel)	Dec 31	\$53.72	\$48.24	\$37.04
Gold Futures (oz.)	Dec 31	\$1,152	\$1,313	\$1,060



1. Data as of Second Quarter 2016

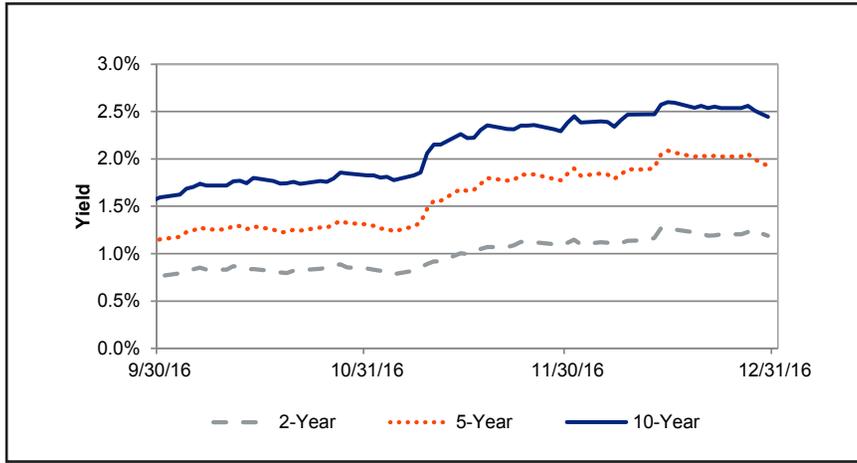
2. Data as of Third Quarter 2015

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

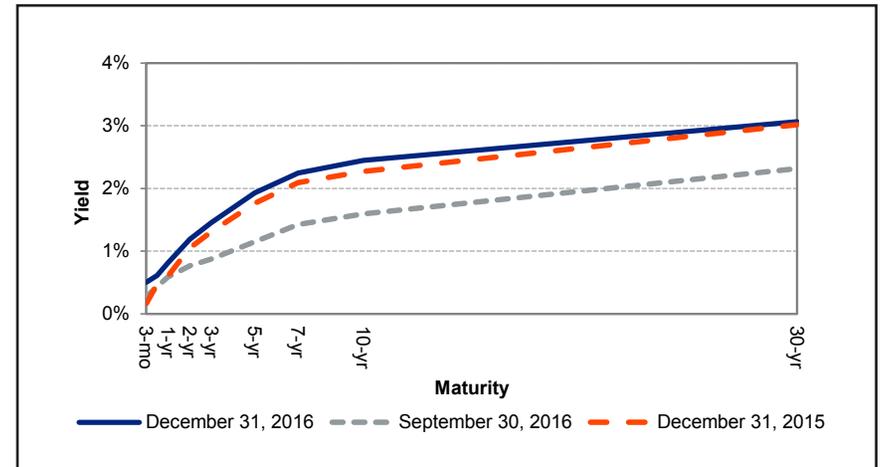
Source: Bloomberg.

### Interest Rate Overview

U.S. Treasury Note Yields



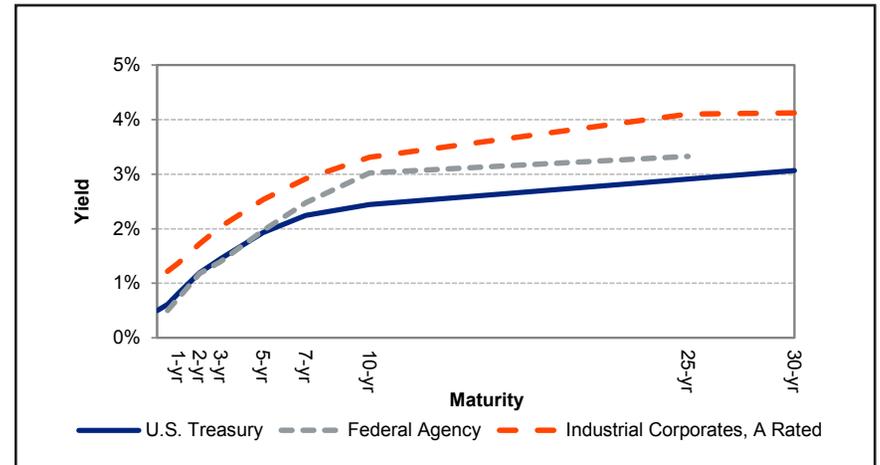
U.S. Treasury Yield Curve



U.S. Treasury Yields

Maturity	12/31/16	9/30/16	Change over Quarter	12/31/15	Change over Year
3-month	0.50%	0.28%	0.22%	0.17%	0.33%
1-year	0.81%	0.59%	0.22%	0.60%	0.21%
2-year	1.19%	0.76%	0.43%	1.05%	0.14%
5-year	1.93%	1.15%	0.78%	1.76%	0.17%
10-year	2.45%	1.60%	0.85%	2.27%	0.18%
30-year	3.07%	2.32%	0.75%	3.02%	0.05%

Yield Curves as of 12/31/16



Source: Bloomberg.

**BofA Merrill Lynch Index Returns**

	As of 12/31/16		Returns for Periods ended 12/31/16		
	Duration	Yield	3 Month	1 Year	3 Years
<b>1-3 Year Indices</b>					
U.S. Treasury	1.89	1.18%	(0.43%)	0.89%	0.68%
Federal Agency	1.86	1.29%	(0.34%)	0.96%	0.78%
U.S. Corporates, A-AAA rated	1.85	1.89%	(0.28%)	1.81%	1.35%
Agency MBS (0 to 3 years)	2.10	1.95%	(0.91%)	0.52%	1.09%
Taxable Municipals	1.85	2.34%	(0.40%)	2.47%	2.34%
<b>1-5 Year Indices</b>					
U.S. Treasury	2.71	1.42%	(1.09%)	1.09%	1.10%
Federal Agency	2.33	1.45%	(0.72%)	1.12%	1.13%
U.S. Corporates, A-AAA rated	2.72	2.20%	(0.95%)	2.19%	1.94%
Agency MBS (0 to 5 years)	3.31	2.20%	(1.81%)	1.26%	2.12%
Taxable Municipals	2.53	2.41%	(0.80%)	3.15%	3.06%
<b>Master Indices (Maturities 1 Year or Greater)</b>					
U.S. Treasury	6.23	1.90%	(3.96%)	1.14%	2.63%
Federal Agency	3.97	1.82%	(2.08%)	1.50%	2.17%
U.S. Corporates, A-AAA rated	6.91	3.03%	(3.15%)	4.23%	4.04%
Agency MBS (0 to 30 years)	4.88	2.76%	(1.98%)	1.67%	3.04%
Taxable Municipals	3.86	2.96%	(1.77%)	3.64%	4.19%

Returns for periods greater than one year are annualized.

Source: BofA Merrill Lynch Indices.

**Disclosures**

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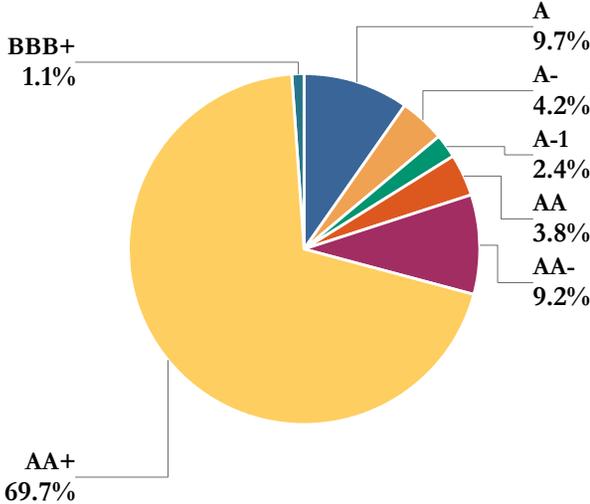
# Tab II

- The Portfolio is of high credit quality and invested in U.S. Treasury, Federal Agency, Agency Mortgage Backed Securities, municipal obligations, Federal Agency CMOs, corporate notes and commercial paper securities.
- The Portfolio's quarterly total return performance of -0.31% outperformed the benchmark performance of -0.43% by 0.12%. The Portfolio's annual total return performance of 1.24% outperformed the benchmark of 0.89% by 0.35%.
- PFM continued to actively manage the Portfolio during the fourth quarter and found value in the market, taking advantage of market inefficiencies or changes in economic outlook. As a result, the Portfolio realized \$19,272 in gains on sales (based on amortized cost) during the quarter. PFM is continually in the market monitoring for opportunities to add value to the Portfolio.
- Yields surged in the post-election period as expectations for U.S. economic growth and inflationary expectations rose, and in anticipation of a December FOMC rate hike.
- As 2017 starts with the highest yields in several years, we plan to initially position the portfolio duration to be aligned with the benchmark.
- We will continue to monitor incoming economic data, Fed policy, and market relationships, adjusting portfolio positioning as needed. This will include monitoring and assessing the policies of the incoming Trump administration for their impact on economic and market conditions.

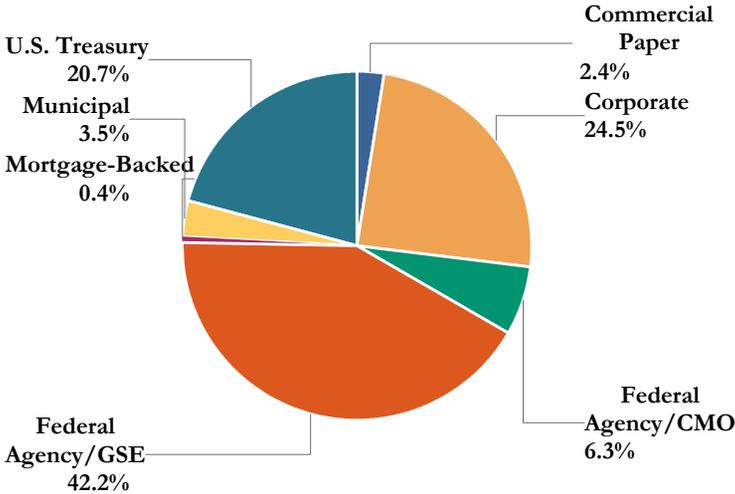
**Portfolio Statistics**  
As of December 31, 2016

Par Value:	101,791,818
Total Market Value:	102,408,420
Security Market Value:	101,688,991
Accrued Interest:	309,312
Cash:	410,117
PFM	-
Amortized Cost:	102,004,737
Yield at Market:	1.37%
Yield at Cost:	1.20%
Effective Duration:	1.77 Years
Duration to Worst:	1.86 Years
Average Maturity:	2.07 Years
Average Credit: **	AA

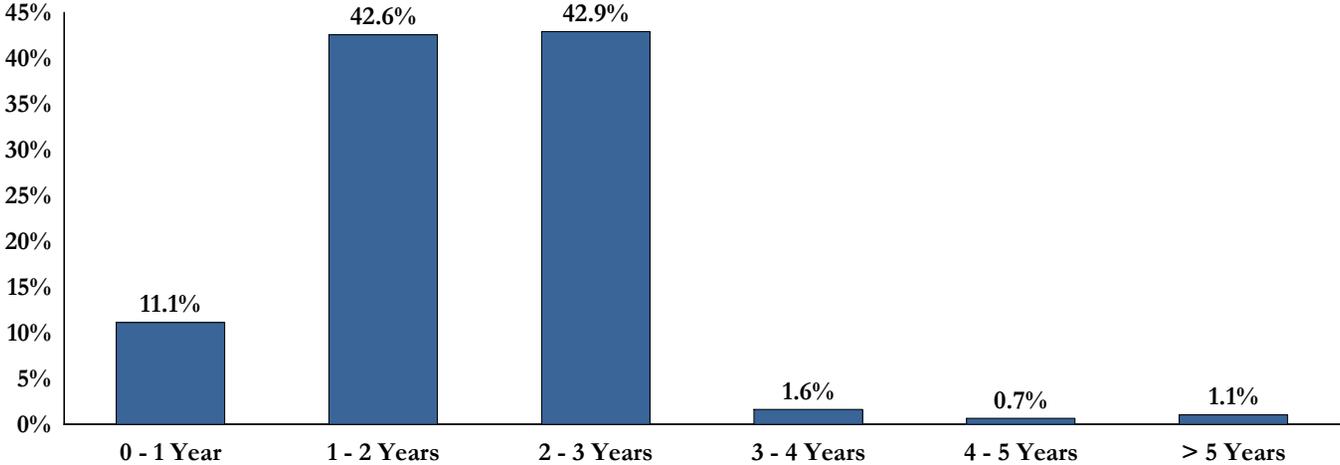
**Credit Quality (S&P Ratings)**



**Sector Allocation**



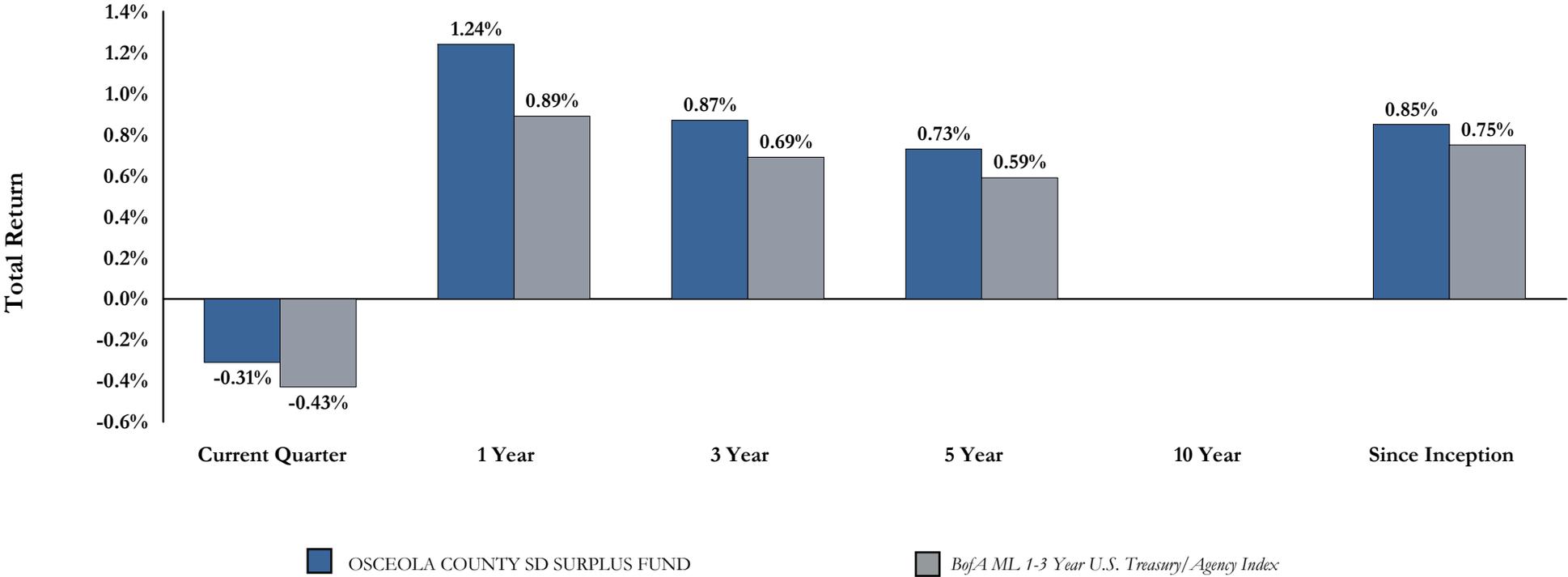
**Maturity Distribution**



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

**Portfolio Performance (Total Return)**

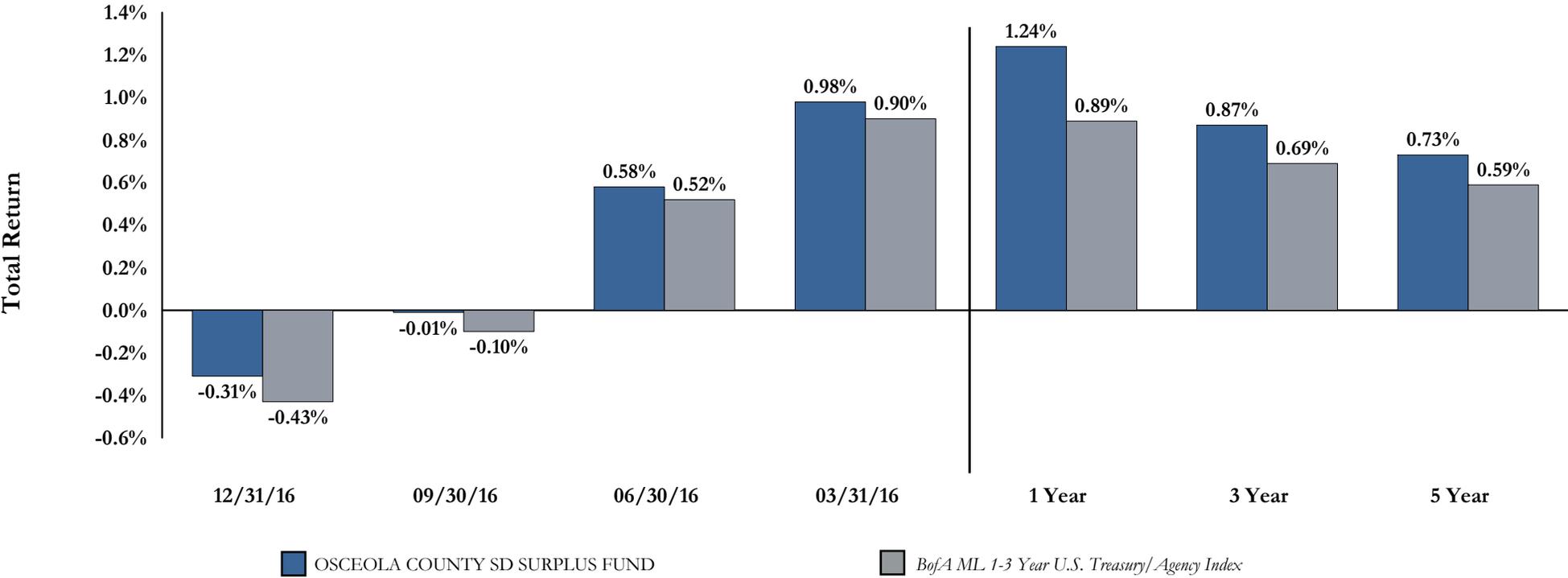
Portfolio/Benchmark	Effective Duration	Current Quarter	1 Year	Annualized Return			Since Inception (12/31/10) **
				3 Year	5 Year	10 Year	
OSCEOLA COUNTY SD SURPLUS FUND	1.77	-0.31%	1.24%	0.87%	0.73%	-	0.85%
<i>BofA ML 1-3 Year U.S. Treasury/Agency Index</i>	1.82	-0.43%	0.89%	0.69%	0.59%	-	0.75%
<b>Difference</b>		0.12%	0.35%	0.18%	0.14%	-	0.10%



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)

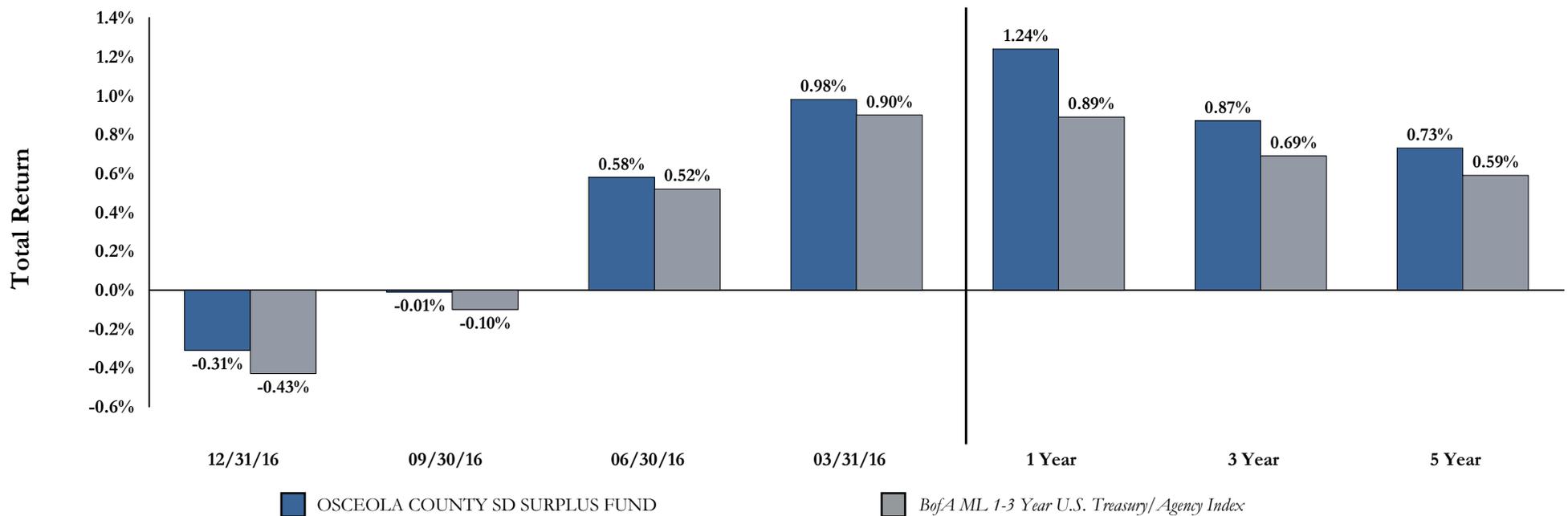
Portfolio/Benchmark	Effective Duration	Quarter Ended				1 Year	Annualized Return	
		12/31/16	09/30/16	06/30/16	03/31/16		3 Year	5 Year
<b>OSCEOLA COUNTY SD SURPLUS FUND</b>	1.77	-0.31%	-0.01%	0.58%	0.98%	1.24%	0.87%	0.73%
<i>BofA ML 1-3 Year U.S. Treasury/Agency Index</i>	1.82	-0.43%	-0.10%	0.52%	0.90%	0.89%	0.69%	0.59%
<b>Difference</b>		0.12%	0.09%	0.06%	0.08%	0.35%	0.18%	0.14%



Portfolio performance is gross of fees unless otherwise indicated.

**Portfolio Performance (Total Return)**

Portfolio/Benchmark	Effective Duration	Quarter Ended				Annualized Return		
		12/31/16	09/30/16	06/30/16	03/31/16	1 Year	3 Year	5 Year
<b>OSCEOLA COUNTY SD SURPLUS FUND</b>	1.77	-0.31%	-0.01%	0.58%	0.98%	1.24%	0.87%	0.73%
<i>Net of Fees **</i>	-	-0.33%	-0.03%	0.56%	0.96%	1.16%	0.79%	0.65%
<b>BofA ML 1-3 Year U.S. Treasury/Agency Index</b>	1.82	-0.43%	-0.10%	0.52%	0.90%	0.89%	0.69%	0.59%
<b>Difference (Gross)</b>		0.12%	0.09%	0.06%	0.08%	0.35%	0.18%	0.14%
<b>Difference (Net)</b>		0.10%	0.07%	0.04%	0.06%	0.27%	0.10%	0.06%



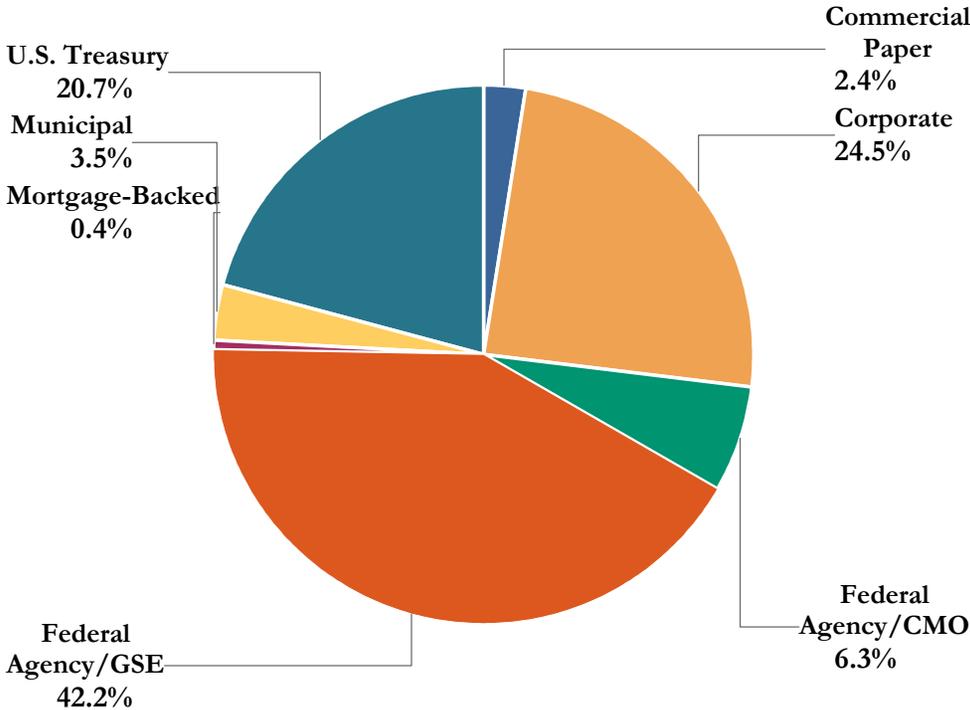
Portfolio performance is gross of fees unless otherwise indicated. \*\* Fees were calculated based on average assets during the period at the contractual rate.

**Portfolio Earnings**  
*Quarter-Ended December 31, 2016*

	<u>Market Value Basis</u>	<u>Accrual (Amortized Cost) Basis</u>
<b>Beginning Value (09/30/2016)</b>	\$102,164,903.33	\$101,833,965.93
<b>Net Purchases/Sales</b>	\$197,011.26	\$197,011.26
<b>Change in Value</b>	(\$672,924.04)	(\$26,239.70)
<b>Ending Value (12/31/2016)</b>	\$101,688,990.55	\$102,004,737.49
<b>Interest Earned</b>	\$350,374.07	\$350,374.07
<b>Portfolio Earnings</b>	(\$322,549.97)	\$324,134.37

**Sector Allocation**  
*As of December 31, 2016*

Sector	Market Value (\$)	% of Portfolio
Federal Agency/GSE	43,033,970	42.2%
Corporate	24,864,024	24.5%
U.S. Treasury	21,035,289	20.7%
Federal Agency/CMO	6,408,670	6.3%
Municipal	3,553,499	3.5%
Commercial Paper	2,395,961	2.4%
Mortgage-Backed	397,578	0.4%
<b>Total</b>	<b>101,688,991</b>	<b>100.0%</b>

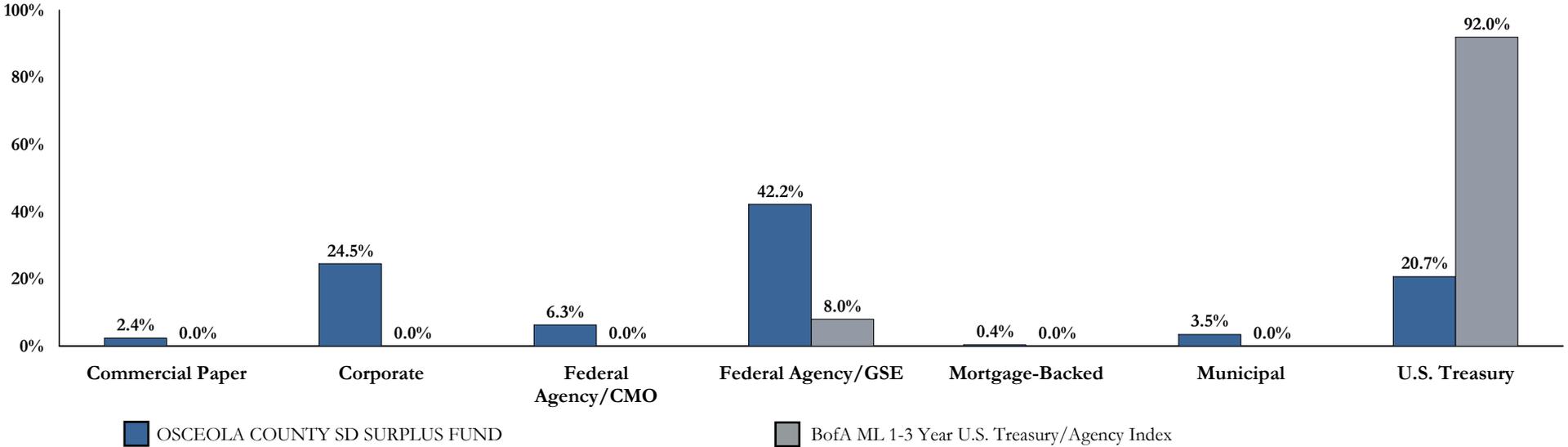


Detail may not add to total due to rounding.

**Sector Allocation**

*As of December 31, 2016*

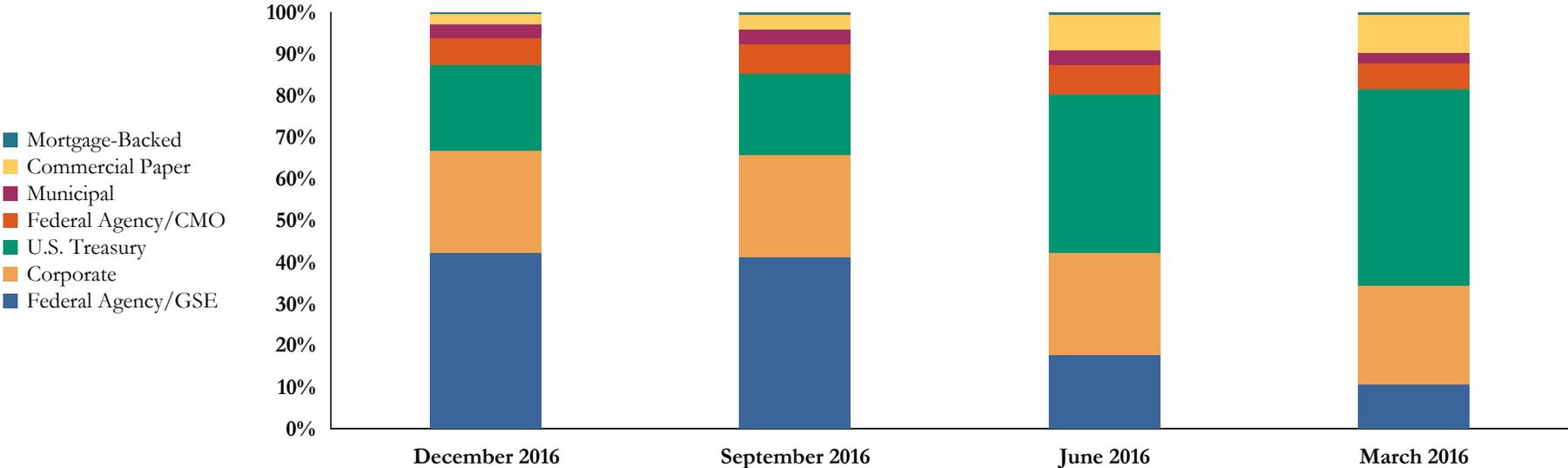
Sector	Market Value (\$)	% of Portfolio	% of Benchmark
Federal Agency/GSE	43,033,970	42.2%	8.0%
Corporate	24,864,024	24.5%	-
U.S. Treasury	21,035,289	20.7%	92.0%
Federal Agency/CMO	6,408,670	6.3%	-
Municipal	3,553,499	3.5%	-
Commercial Paper	2,395,961	2.4%	-
Mortgage-Backed	397,578	0.4%	-
<b>Total</b>	<b>101,688,991</b>	<b>100.0%</b>	<b>100.0%</b>



Detail may not add to total due to rounding.

Sector Allocation

Sector	December 31, 2016		September 30, 2016		June 30, 2016		March 31, 2016	
	MV (\$MM)	% of Total	MV (\$MM)	% of Total	MV (\$MM)	% of Total	MV (\$MM)	% of Total
Federal Agency/GSE	43.0	42.2%	42.0	41.2%	18.2	17.8%	10.9	10.7%
Corporate	24.9	24.5%	25.0	24.5%	25.1	24.5%	23.9	23.5%
U.S. Treasury	21.0	20.7%	20.1	19.7%	38.8	37.8%	48.3	47.5%
Federal Agency/CMO	6.4	6.3%	7.2	7.0%	7.4	7.3%	6.2	6.1%
Municipal	3.6	3.5%	3.6	3.5%	3.6	3.5%	2.5	2.5%
Commercial Paper	2.4	2.4%	3.8	3.7%	8.8	8.6%	9.4	9.2%
Mortgage-Backed	0.4	0.4%	0.4	0.4%	0.5	0.5%	0.5	0.5%
<b>Total</b>	<b>\$101.7</b>	<b>100.0%</b>	<b>\$102.2</b>	<b>100.0%</b>	<b>\$102.4</b>	<b>100.0%</b>	<b>\$101.8</b>	<b>100.0%</b>

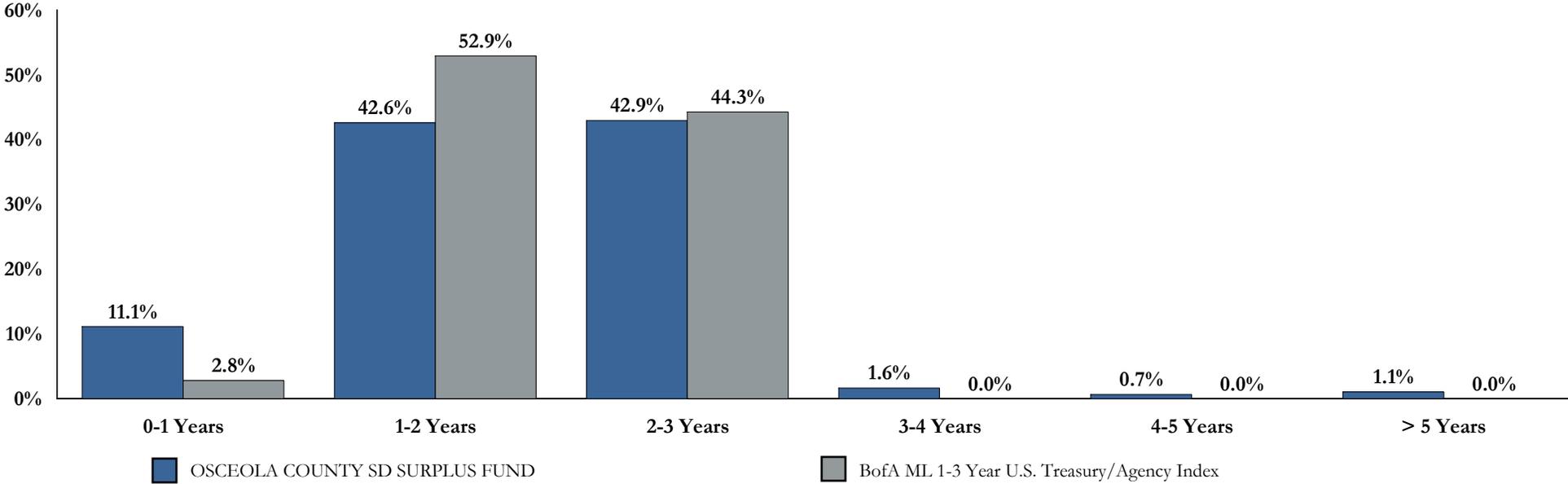


Detail may not add to total due to rounding.

**Maturity Distribution**

*As of December 31, 2016*

Portfolio/Benchmark	Yield at Market	Average Maturity	0-1 Years	1-2 Years	2-3 Years	3-4 Years	4-5 Years	>5 Years
<b>OSCEOLA COUNTY SD SURPLUS FUND</b>	1.37%	2.07 yrs	11.1%	42.6%	42.9%	1.6%	0.7%	1.1%
<b>BofA ML 1-3 Year U.S. Treasury/Agency Index</b>	1.19%	1.94 yrs	2.8%	52.9%	44.3%	0.0%	0.0%	0.0%

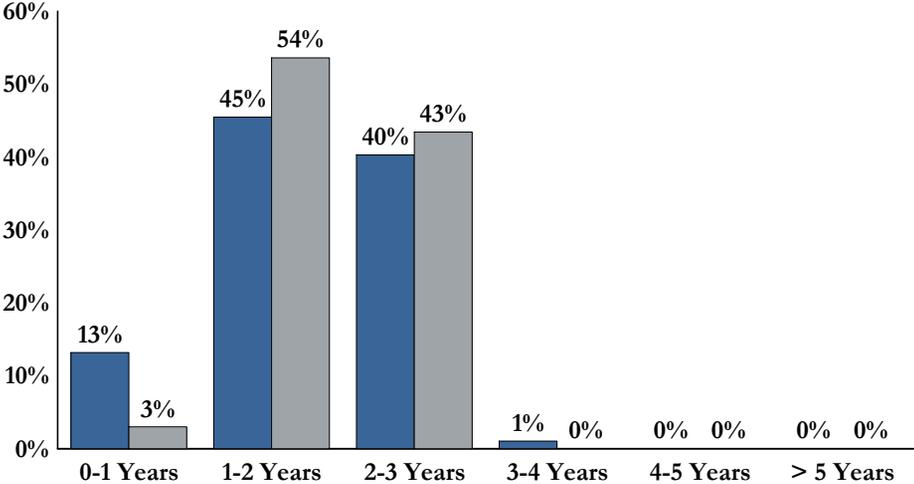


### Duration Distribution

As of December 31, 2016

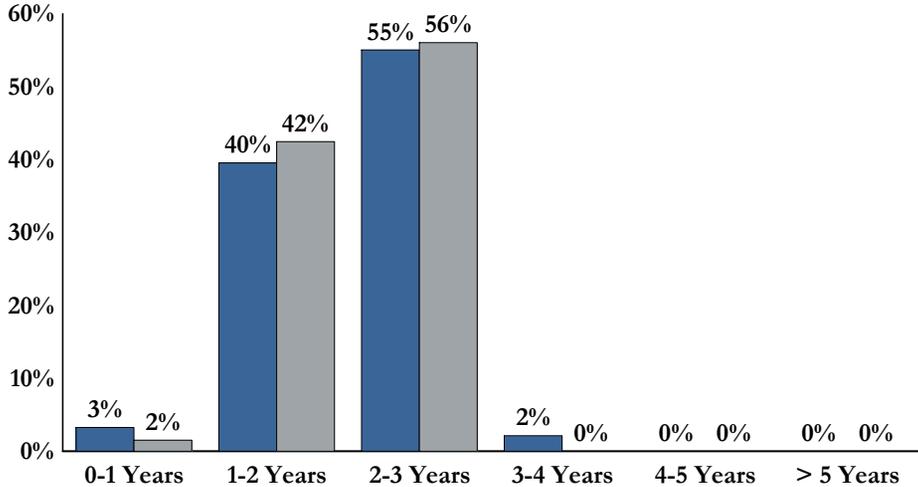
Portfolio / Benchmark	Effective Duration	0-1 YEARS	1-2 YEARS	2-3 YEARS	3-4 YEARS	4-5 YEARS	> 5 YEARS
OSCEOLA COUNTY SD SURPLUS FUND	1.77	13.16%	45.48%	40.30%	1.06%	0.00%	0.00%
BofA ML 1-3 Year U.S. Treasury/Agency Index	1.82	2.98%	53.62%	43.40%	0.00%	0.00%	0.00%

Distribution by Effective Duration



■ OSCEOLA COUNTY SD SURPLUS FUND  
 ■ BofA ML 1-3 Year U.S. Treasury/Agency Index

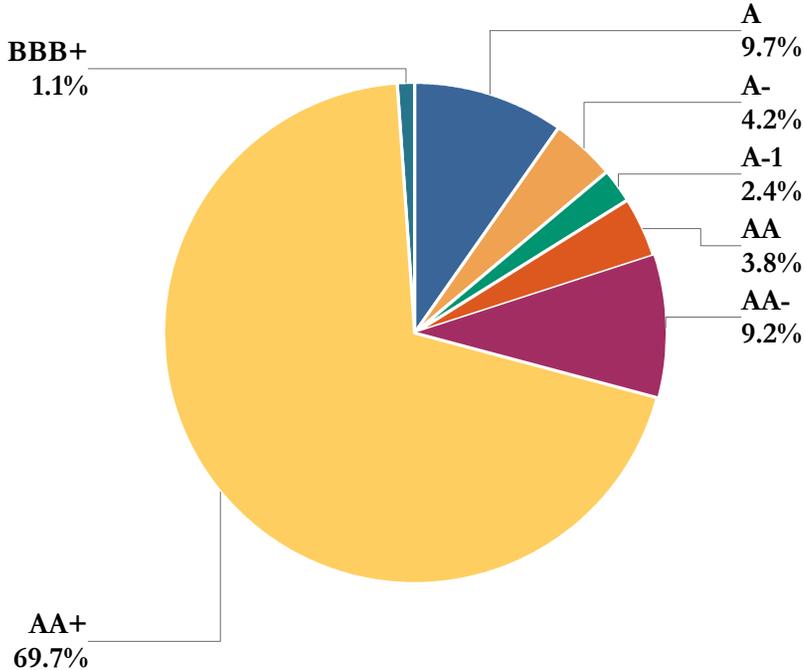
Contribution to Portfolio Duration



■ OSCEOLA COUNTY SD SURPLUS FUND  
 ■ BofA ML 1-3 Year U.S. Treasury/Agency Index

Credit Quality
As of December 31, 2016

Table with 3 columns: S&P Rating, Market Value (\$), and % of Portfolio. Rows include AA+, A, AA-, A-, AA, A-1, BBB+, and Totals.



Detail may not add to total due to rounding.

### Issuer Distribution

As of December 31, 2016

Issuer	Market Value (\$)	% of Portfolio
FANNIE MAE	21,938,880	21.6%
UNITED STATES TREASURY	21,035,289	20.7%
FEDERAL HOME LOAN BANKS	20,060,557	19.7%
FREDDIE MAC	7,840,782	7.7%
JP MORGAN CHASE & CO	4,654,299	4.6%
IBM CORP	2,501,068	2.5%
BANK OF NEW YORK CO INC	2,501,055	2.5%
HSBC HOLDINGS PLC	2,498,595	2.5%
WELLS FARGO & COMPANY	2,332,708	2.3%
TOYOTA MOTOR CORP	2,184,752	2.2%
CISCO SYSTEMS INC	2,166,517	2.1%
FLORIDA ST HURRICAN CAT FUND	2,036,342	2.0%
GENERAL ELECTRIC CO	2,034,563	2.0%
AMERICAN EXPRESS CO	2,000,977	2.0%
DEERE & COMPANY	1,693,169	1.7%
GOLDMAN SACHS GROUP INC	1,095,631	1.1%
REGIONAL TRANS AUTH, IL	1,016,287	1.0%
PEPSICO, INC	509,358	0.5%

Top 5 = 74.3%

Top 10 = 86.1%

Issuer	Market Value (\$)	% of Portfolio
UNIVERSITY OF CALIFORNIA	500,870	0.5%
NEW YORK UNIVERSITY	437,733	0.4%
BERKSHIRE HATHAWAY INC	329,253	0.3%
THE WALT DISNEY CORPORATION	320,308	0.3%
<b>Grand Total:</b>	<b>101,688,991</b>	<b>100.0%</b>

## Sector/Issuer Distribution

As of December 31, 2016

Sector / Issuer	Market Value (\$)	% of Sector	% of Total Portfolio
<b>Commercial Paper</b>			
IP MORGAN CHASE & CO	2,395,961	100.0%	2.4%
<b>Sector Total</b>	<b>2,395,961</b>	<b>100.0%</b>	<b>2.4%</b>
<b>Corporate</b>			
AMERICAN EXPRESS CO	2,000,977	8.0%	2.0%
BANK OF NEW YORK CO INC	2,501,055	10.1%	2.5%
BERKSHIRE HATHAWAY INC	329,253	1.3%	0.3%
CISCO SYSTEMS INC	2,166,517	8.7%	2.1%
DEERE & COMPANY	1,693,169	6.8%	1.7%
GENERAL ELECTRIC CO	2,034,563	8.2%	2.0%
GOLDMAN SACHS GROUP INC	1,095,631	4.4%	1.1%
HSBC HOLDINGS PLC	2,498,595	10.0%	2.5%
IBM CORP	2,501,068	10.1%	2.5%
JP MORGAN CHASE & CO	2,258,339	9.1%	2.2%
NEW YORK UNIVERSITY	437,733	1.8%	0.4%
PEPSICO, INC	509,358	2.0%	0.5%
THE WALT DISNEY CORPORATION	320,308	1.3%	0.3%
TOYOTA MOTOR CORP	2,184,752	8.8%	2.1%
WELLS FARGO & COMPANY	2,332,708	9.4%	2.3%

Sector / Issuer	Market Value (\$)	% of Sector	% of Total Portfolio
<b>Sector Total</b>	<b>24,864,024</b>	<b>100.0%</b>	<b>24.5%</b>
<b>Federal Agency/CMO</b>			
FANNIE MAE	5,282,042	82.4%	5.2%
FREDDIE MAC	1,126,628	17.6%	1.1%
<b>Sector Total</b>	<b>6,408,670</b>	<b>100.0%</b>	<b>6.3%</b>
<b>Federal Agency/GSE</b>			
FANNIE MAE	16,259,259	37.8%	16.0%
FEDERAL HOME LOAN BANKS	20,060,557	46.6%	19.7%
FREDDIE MAC	6,714,154	15.6%	6.6%
<b>Sector Total</b>	<b>43,033,970</b>	<b>100.0%</b>	<b>42.3%</b>
<b>Mortgage-Backed</b>			
FANNIE MAE	397,578	100.0%	0.4%
<b>Sector Total</b>	<b>397,578</b>	<b>100.0%</b>	<b>0.4%</b>
<b>Municipal</b>			
FLORIDA ST HURRICAN CAT FUND	2,036,342	57.3%	2.0%
REGIONAL TRANS AUTH, IL	1,016,287	28.6%	1.0%
UNIVERSITY OF CALIFORNIA	500,870	14.1%	0.5%
<b>Sector Total</b>	<b>3,553,499</b>	<b>100.0%</b>	<b>3.5%</b>
<b>U.S. Treasury</b>			

## OSCEOLA COUNTY SD SURPLUS FUND

## Portfolio Composition

Sector / Issuer	Market Value (\$)	% of Sector	% of Total Portfolio
UNITED STATES TREASURY	21,035,289	100.0%	20.7%
<b>Sector Total</b>	<b>21,035,289</b>	<b>100.0%</b>	<b>20.7%</b>
<b>Portfolio Total</b>	<b>101,688,991</b>	<b>100.0%</b>	<b>100.0%</b>

## Quarterly Portfolio Transactions

Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amt (\$)	Yield at Market	Realized G/L (BV)
<b>BUY</b>									
10/3/16	10/5/16	4,500,000	3135G0J53	FNMA BENCHMARK NOTE	1.00%	2/26/19	4,510,635.00	0.95%	
10/13/16	10/18/16	1,150,000	89236TDH5	TOYOTA MOTOR CORP NOTES	1.55%	10/18/19	1,149,425.00	1.57%	
10/26/16	10/31/16	330,000	0258M0EC9	AMERICAN EXPRESS CREDIT CORP	1.70%	10/30/19	329,607.30	1.74%	
12/1/16	12/5/16	5,450,000	912828G61	US TREASURY NOTES	1.50%	11/30/19	5,457,935.44	1.46%	
12/7/16	12/8/16	750,000	3130AAE46	FHLB NOTES	1.25%	1/16/19	749,970.00	1.25%	
<b>Total BUY</b>		<b>12,180,000</b>					<b>12,197,572.74</b>		
<b>INTEREST</b>									
10/1/16	10/1/16	5,200,000	3130A9AE1	FHLB GLOBAL NOTE	0.87%	10/1/18	4,423.61		
10/1/16	10/1/16	1,020,000	7599112M1	REGIONAL TRANS AUTH, IL TXBL REV BONDS	1.25%	5/4/18	5,206.25		
10/1/16	10/15/16	689,435	3137A9QP4	FREDDIE MAC SERIES 3842	4.00%	4/1/41	2,298.12		
10/1/16	10/25/16	430,000	3136AQS1	FNMA SERIES 2015-M15 ASQ2	1.89%	1/1/19	680.15		
10/1/16	10/25/16	569,898	3137BNMZ4	FHLMC SERIES KP03 A1	1.73%	3/1/19	825.40		
10/1/16	10/25/16	416,015	3138AUQ42	FNMA POOL #AJ3174	3.50%	10/1/26	1,213.38		
10/1/16	10/25/16	790,000	3136ASPX8	FNMA SERIES 2016-M9 ASQ2	1.78%	6/1/19	1,175.13		
10/1/16	10/25/16	934,475	3136A8G38	FNMA SERIES 2012-M13 ASQ2	1.24%	8/1/17	1,044.35		
10/1/16	10/25/16	1,865,142	3136AP3Z3	FNMA SERIES 2015-M12 FA	0.90%	4/1/20	1,327.53		
10/1/16	10/25/16	400,125	3136ANMF1	FNMA SERIES 2015-M8 FA	0.70%	11/1/18	228.11		
10/1/16	10/25/16	690,000	3136AQDQ0	FANNIE MAE SERIES 2015-M13 ASQ2	1.64%	9/1/19	946.45		
10/1/16	10/25/16	692,919	31398MJW7	FNMA SERIES 2010-18 LV	4.50%	4/1/21	2,598.45		
10/3/16	10/3/16	0	MONEY0002	MONEY MARKET FUND			34.83		
10/9/16	10/9/16	3,070,000	3137EAEA3	FHLMC REFERENCE NOTE	0.75%	4/9/18	11,640.42		
10/25/16	10/25/16	200,000	38141GVT8	GOLDMAN SACHS GRP INC CORP NT (CALLABLE)	2.00%	4/25/19	2,000.00		
10/25/16	10/25/16	900,000	38141GVT8	GOLDMAN SACHS GRP INC CORP NT (CALLABLE)	2.00%	4/25/19	9,000.00		

## OSCEOLA COUNTY SD SURPLUS FUND

Portfolio Activity

Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amt (\$)	Yield at Market	Realized G/L (BV)
10/27/16	10/27/16	1,000,000	36962G5W0	GENERAL ELECTRIC CAPITAL CORP NOTES	2.30%	4/27/17	11,500.00		
10/30/16	10/30/16	510,000	713448CR7	PEPSICO, INC CORP NOTES	1.25%	4/30/18	3,187.50		
10/31/16	10/31/16	610,000	912828WD8	US TREASURY NOTES	1.25%	10/31/18	3,812.50		
10/31/16	10/31/16	3,330,000	912828WD8	US TREASURY NOTES	1.25%	10/31/18	20,812.50		
11/1/16	11/1/16	0	MONEY0002	MONEY MARKET FUND			49.33		
11/1/16	11/15/16	673,422	3137A9QP4	FREDDIE MAC SERIES 3842	4.00%	4/1/41	2,244.74		
11/1/16	11/25/16	392,582	3138AUQ42	FNMA POOL #AJ3174	3.50%	10/1/26	1,145.03		
11/1/16	11/25/16	831,560	3136A8G38	FNMA SERIES 2012-M13 ASQ2	1.24%	8/1/17	1,109.12		
11/1/16	11/25/16	561,209	3137BNMZ4	FHLMC SERIES KP03 A1	1.73%	3/1/19	812.82		
11/1/16	11/25/16	790,000	3136ASPX8	FNMA SERIES 2016-M9 ASQ2	1.78%	6/1/19	1,175.13		
11/1/16	11/25/16	399,327	3136ANMF1	FNMA SERIES 2015-M8 FA	0.70%	11/1/18	241.32		
11/1/16	11/25/16	430,000	3136QSW1	FNMA SERIES 2015-M15 ASQ2	1.89%	1/1/19	680.15		
11/1/16	11/25/16	681,096	31398MJW7	FNMA SERIES 2010-18 LV	4.50%	4/1/21	2,554.11		
11/1/16	11/25/16	690,000	3136AQDQ0	FANNIE MAE SERIES 2015-M13 ASQ2	1.64%	9/1/19	946.45		
11/1/16	11/25/16	1,862,684	3136AP3Z3	FNMA SERIES 2015-M12 FA	0.90%	4/1/20	1,398.30		
11/15/16	11/15/16	500,000	91412GWU5	UNIV OF CAL TXBL REV BONDS	1.41%	5/15/18	3,545.00		
11/17/16	11/17/16	2,500,000	459200JE2	IBM CORP NOTES	1.80%	5/17/19	33,500.00		
11/22/16	11/22/16	2,500,000	06406HDB2	BANK OF NEW YORK MELLON CORP (CALLABLE)	1.60%	5/22/18	20,000.00		
12/1/16	12/1/16	0	MONEY0002	MONEY MARKET FUND			102.66		
12/1/16	12/25/16	690,000	3136AQDQ0	FANNIE MAE SERIES 2015-M13 ASQ2	1.64%	9/1/19	946.45		
12/1/16	12/25/16	790,000	3136ASPX8	FNMA SERIES 2016-M9 ASQ2	1.78%	6/1/19	1,175.13		
12/1/16	12/25/16	384,339	3138AUQ42	FNMA POOL #AJ3174	3.50%	10/1/26	1,120.99		
12/1/16	12/25/16	669,228	31398MJW7	FNMA SERIES 2010-18 LV	4.50%	4/1/21	2,509.61		
12/1/16	12/25/16	398,582	3136ANMF1	FNMA SERIES 2015-M8 FA	0.70%	11/1/18	231.81		
12/1/16	12/25/16	710,785	3136A8G38	FNMA SERIES 2012-M13 ASQ2	1.24%	8/1/17	831.51		
12/1/16	12/25/16	430,000	3136QSW1	FNMA SERIES 2015-M15 ASQ2	1.89%	1/1/19	680.15		
12/1/16	12/25/16	454,328	3137BNMZ4	FHLMC SERIES KP03 A1	1.73%	3/1/19	658.02		
12/1/16	12/25/16	1,785,526	3136AP3Z3	FNMA SERIES 2015-M12 FA	0.90%	4/1/20	1,291.37		
12/1/16	12/15/16	658,456	3137A9QP4	FREDDIE MAC SERIES 3842	4.00%	4/1/41	2,194.85		
12/11/16	12/11/16	2,250,000	949746NX5	WELLS FARGO & COMPANY NOTES	5.62%	12/11/17	63,281.25		

## OSCEOLA COUNTY SD SURPLUS FUND

Portfolio Activity

Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amt (\$)	Yield at Market	Realized G/L (BV)
12/15/16	12/15/16	2,160,000	17275RAU6	CISCO SYSTEMS INC CORP NOTE	1.65%	6/15/18	17,820.00		
12/21/16	12/21/16	2,630,000	3130A8DB6	FHLB GLOBAL NOTE	1.12%	6/21/19	14,793.75		
12/31/16	12/31/16	3,970,000	912828A75	US TREASURY NOTES	1.50%	12/31/18	29,775.00		
12/31/16	12/31/16	1,850,000	912828A75	US TREASURY NOTES	1.50%	12/31/18	13,875.00		
<b>Total INTEREST</b>		<b>55,961,133</b>					<b>304,643.73</b>		
<b>MATURITY</b>									
10/4/16	10/4/16	1,400,000	06538BK44	BANK OF TOKYO MITSUBISHI LTD COMM PAPER	0.00%	10/4/16	1,400,000.00		0.00
<b>Total MATURITY</b>		<b>1,400,000</b>					<b>1,400,000.00</b>		<b>0.00</b>
<b>PAYDOWNS</b>									
10/1/16	10/25/16	11,823	31398MJW7	FNMA SERIES 2010-18 LV	4.50%	4/1/21	11,823.11		0.00
10/1/16	10/25/16	102,915	3136A8G38	FNMA SERIES 2012-M13 ASQ2	1.24%	8/1/17	102,914.72		0.00
10/1/16	10/25/16	798	3136ANMF1	FNMA SERIES 2015-M8 FA	0.70%	11/1/18	797.78		0.00
10/1/16	10/25/16	2,458	3136AP3Z3	FNMA SERIES 2015-M12 FA	0.90%	4/1/20	2,458.36		0.00
10/1/16	10/25/16	23,432	3138AUQ42	FNMA POOL #AJ3174	3.50%	10/1/26	23,432.16		0.00
10/1/16	10/25/16	8,689	3137BNMZ4	FHLMC SERIES KP03 A1	1.73%	3/1/19	8,689.37		0.00
10/1/16	10/15/16	16,013	3137A9QP4	FREDDIE MAC SERIES 3842	4.00%	4/1/41	16,012.60		0.00
11/1/16	11/15/16	14,966	3137A9QP4	FREDDIE MAC SERIES 3842	4.00%	4/1/41	14,966.12		0.00
11/1/16	11/25/16	77,158	3136AP3Z3	FNMA SERIES 2015-M12 FA	0.90%	4/1/20	77,157.58		0.00
11/1/16	11/25/16	11,867	31398MJW7	FNMA SERIES 2010-18 LV	4.50%	4/1/21	11,867.44		0.00
11/1/16	11/25/16	120,776	3136A8G38	FNMA SERIES 2012-M13 ASQ2	1.24%	8/1/17	120,775.64		0.00
11/1/16	11/25/16	745	3136ANMF1	FNMA SERIES 2015-M8 FA	0.70%	11/1/18	744.83		0.00
11/1/16	11/25/16	8,243	3138AUQ42	FNMA POOL #AJ3174	3.50%	10/1/26	8,243.23		0.00
11/1/16	11/25/16	106,880	3137BNMZ4	FHLMC SERIES KP03 A1	1.73%	3/1/19	106,880.48		0.00
12/1/16	12/15/16	14,311	3137A9QP4	FREDDIE MAC SERIES 3842	4.00%	4/1/41	14,310.52		0.00

## OSCEOLA COUNTY SD SURPLUS FUND

Portfolio Activity

Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amt (\$)	Yield at Market	Realized G/L (BV)
12/1/16	12/25/16	115,320	3136AP3Z3	FNMA SERIES 2015-M12 FA	0.90%	4/1/20	115,319.72		0.00
12/1/16	12/25/16	11,912	31398MJW7	FNMA SERIES 2010-18 LV	4.50%	4/1/21	11,911.95		0.00
12/1/16	12/25/16	90,149	3136A8G38	FNMA SERIES 2012-M13 ASQ2	1.24%	8/1/17	90,148.63		0.00
12/1/16	12/25/16	806	3136ANMF1	FNMA SERIES 2015-M8 FA	0.70%	11/1/18	805.54		0.00
12/1/16	12/25/16	3,303	3138AUQ42	FNMA POOL #AJ3174	3.50%	10/1/26	3,302.98		0.00
12/1/16	12/25/16	8,627	3137BNMZ4	FHLMC SERIES KP03 A1	1.73%	3/1/19	8,627.34		0.00
<b>Total PAYDOWNS</b>		<b>751,190</b>					<b>751,190.10</b>		<b>0.00</b>
<b>SELL</b>									
10/3/16	10/5/16	2,360,000	3137EADJ5	FREDDIE MAC GLOBAL NOTES	1.00%	7/28/17	2,371,071.02	0.65%	6,722.13
10/3/16	10/5/16	500,000	3137EADJ5	FREDDIE MAC GLOBAL NOTES	1.00%	7/28/17	502,345.56	0.65%	1,432.11
10/13/16	10/18/16	1,150,000	89233P7E0	TOYOTA MOTORS CREDIT CORP	1.37%	1/10/18	1,155,500.51	1.29%	2,450.81
10/26/16	10/31/16	330,000	0258M0DD8	AMERICAN EXPRESS CREDIT CORP NOTES	2.37%	3/24/17	332,640.32	0.96%	60.88
12/1/16	12/5/16	1,070,000	3135G0ZL0	FNMA NOTES	1.00%	9/27/17	1,073,305.11	0.85%	2,300.01
12/1/16	12/5/16	2,695,000	912828TM2	US TREASURY NOTES	0.62%	8/31/17	2,696,519.19	0.77%	4,363.58
12/1/16	12/5/16	360,000	912828TG5	US TREASURY NOTES	0.50%	7/31/17	360,086.83	0.73%	(240.79)
12/1/16	12/5/16	635,000	912828TG5	US TREASURY NOTES	0.50%	7/31/17	635,153.14	0.73%	953.66
12/7/16	12/8/16	730,000	912828A75	US TREASURY NOTES	1.50%	12/31/18	740,180.08	1.14%	1,229.55
<b>Total SELL</b>		<b>9,830,000</b>					<b>9,866,801.76</b>		<b>19,271.94</b>

## Quarterly Portfolio Transactions

Tran. Type	Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amt (\$)	Yield	Realized G/L (BV)
INTEREST	10/1/16	10/1/16	5,200,000.00	3130A9AE1	FHLB GLOBAL NOTE	0.87%	10/1/18	4,423.61		
INTEREST	10/1/16	10/1/16	1,020,000.00	7599112M1	REGIONAL TRANS AUTH, IL TXBL REV BONDS	1.25%	5/4/18	5,206.25		
INTEREST	10/1/16	10/15/16	689,434.78	3137A9QP4	FREDDIE MAC SERIES 3842	4.00%	4/1/41	2,298.12		
PAYDOWNS	10/1/16	10/15/16	16,012.60	3137A9QP4	FREDDIE MAC SERIES 3842	4.00%	4/1/41	16,012.60		0.00
INTEREST	10/1/16	10/25/16	430,000.00	3136AQSW1	FNMA SERIES 2015-M15 ASQ2	1.89%	1/1/19	680.15		
INTEREST	10/1/16	10/25/16	569,897.90	3137BNMZ4	FHLMC SERIES KP03 A1	1.73%	3/1/19	825.40		
INTEREST	10/1/16	10/25/16	416,014.58	3138AUQ42	FNMA POOL #AJ3174	3.50%	10/1/26	1,213.38		
INTEREST	10/1/16	10/25/16	790,000.00	3136ASPX8	FNMA SERIES 2016-M9 ASQ2	1.78%	6/1/19	1,175.13		
INTEREST	10/1/16	10/25/16	934,475.18	3136A8G38	FNMA SERIES 2012-M13 ASQ2	1.24%	8/1/17	1,044.35		
INTEREST	10/1/16	10/25/16	1,865,141.98	3136AP3Z3	FNMA SERIES 2015-M12 FA	0.90%	4/1/20	1,327.53		
INTEREST	10/1/16	10/25/16	400,124.76	3136ANMF1	FNMA SERIES 2015-M8 FA	0.70%	11/1/18	228.11		
INTEREST	10/1/16	10/25/16	690,000.00	3136AQDQ0	FANNIE MAE SERIES 2015-M13 ASQ2	1.64%	9/1/19	946.45		
INTEREST	10/1/16	10/25/16	692,918.84	31398MJW7	FNMA SERIES 2010-18 LV	4.50%	4/1/21	2,598.45		
PAYDOWNS	10/1/16	10/25/16	11,823.11	31398MJW7	FNMA SERIES 2010-18 LV	4.50%	4/1/21	11,823.11		0.00
PAYDOWNS	10/1/16	10/25/16	102,914.72	3136A8G38	FNMA SERIES 2012-M13 ASQ2	1.24%	8/1/17	102,914.72		0.00
PAYDOWNS	10/1/16	10/25/16	797.78	3136ANMF1	FNMA SERIES 2015-M8 FA	0.70%	11/1/18	797.78		0.00
PAYDOWNS	10/1/16	10/25/16	2,458.36	3136AP3Z3	FNMA SERIES 2015-M12 FA	0.90%	4/1/20	2,458.36		0.00
PAYDOWNS	10/1/16	10/25/16	23,432.16	3138AUQ42	FNMA POOL #AJ3174	3.50%	10/1/26	23,432.16		0.00
PAYDOWNS	10/1/16	10/25/16	8,689.37	3137BNMZ4	FHLMC SERIES KP03 A1	1.73%	3/1/19	8,689.37		0.00
INTEREST	10/3/16	10/3/16	0.00	MONEY0002	MONEY MARKET FUND			34.83		

## OSCEOLA COUNTY SD SURPLUS FUND

Portfolio Activity

Tran. Type	Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amt (\$)	Yield	Realized G/L (BV)
BUY	10/3/16	10/5/16	4,500,000.00	3135G0J53	FNMA BENCHMARK NOTE	1.00%	2/26/19	(4,510,635.00)	0.95%	
SELL	10/3/16	10/5/16	2,360,000.00	3137EADJ5	FREDDIE MAC GLOBAL NOTES	1.00%	7/28/17	2,371,071.02	0.65%	6,722.13
SELL	10/3/16	10/5/16	500,000.00	3137EADJ5	FREDDIE MAC GLOBAL NOTES	1.00%	7/28/17	502,345.56	0.65%	1,432.11
MATURITY	10/4/16	10/4/16	1,400,000.00	06538BK44	BANK OF TOKYO MITSUBISHI LTD COMM PAPER	0.00%	10/4/16	1,400,000.00		0.00
INTEREST	10/9/16	10/9/16	3,070,000.00	3137EAEA3	FHLMC REFERENCE NOTE	0.75%	4/9/18	11,640.42		
BUY	10/13/16	10/18/16	1,150,000.00	89236TDH5	TOYOTA MOTOR CORP NOTES	1.55%	10/18/19	(1,149,425.00)	1.57%	
SELL	10/13/16	10/18/16	1,150,000.00	89233P7E0	TOYOTA MOTORS CREDIT CORP	1.37%	1/10/18	1,155,500.51	1.29%	2,450.81
INTEREST	10/25/16	10/25/16	200,000.00	38141GVT8	GOLDMAN SACHS GRP INC CORP NT (CALLABLE)	2.00%	4/25/19	2,000.00		
INTEREST	10/25/16	10/25/16	900,000.00	38141GVT8	GOLDMAN SACHS GRP INC CORP NT (CALLABLE)	2.00%	4/25/19	9,000.00		
BUY	10/26/16	10/31/16	330,000.00	0258M0EC9	AMERICAN EXPRESS CREDIT CORP	1.70%	10/30/19	(329,607.30)	1.74%	
SELL	10/26/16	10/31/16	330,000.00	0258M0DD8	AMERICAN EXPRESS CREDIT CORP NOTES	2.37%	3/24/17	332,640.32	0.96%	60.88
INTEREST	10/27/16	10/27/16	1,000,000.00	36962G5W0	GENERAL ELECTRIC CAPITAL CORP NOTES	2.30%	4/27/17	11,500.00		
INTEREST	10/30/16	10/30/16	510,000.00	713448CR7	PEPSICO, INC CORP NOTES	1.25%	4/30/18	3,187.50		
INTEREST	10/31/16	10/31/16	610,000.00	912828WD8	US TREASURY NOTES	1.25%	10/31/18	3,812.50		
INTEREST	10/31/16	10/31/16	3,330,000.00	912828WD8	US TREASURY NOTES	1.25%	10/31/18	20,812.50		
INTEREST	11/1/16	11/1/16	0.00	MONEY0002	MONEY MARKET FUND			49.33		
INTEREST	11/1/16	11/15/16	673,422.18	3137A9QP4	FREDDIE MAC SERIES 3842	4.00%	4/1/41	2,244.74		
PAYDOWNS	11/1/16	11/15/16	14,966.12	3137A9QP4	FREDDIE MAC SERIES 3842	4.00%	4/1/41	14,966.12		0.00
INTEREST	11/1/16	11/25/16	392,582.42	3138AUQ42	FNMA POOL #AJ3174	3.50%	10/1/26	1,145.03		
INTEREST	11/1/16	11/25/16	831,560.46	3136A8G38	FNMA SERIES 2012-M13 ASQ2	1.24%	8/1/17	1,109.12		
INTEREST	11/1/16	11/25/16	561,208.53	3137BNMZ4	FHLMC SERIES KP03 A1	1.73%	3/1/19	812.82		

## OSCEOLA COUNTY SD SURPLUS FUND

Portfolio Activity

Tran. Type	Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amt (\$)	Yield	Realized G/L (BV)
INTEREST	11/1/16	11/25/16	790,000.00	3136ASPX8	FNMA SERIES 2016-M9 ASQ2	1.78%	6/1/19	1,175.13		
INTEREST	11/1/16	11/25/16	399,327.18	3136ANMF1	FNMA SERIES 2015-M8 FA	0.70%	11/1/18	241.32		
INTEREST	11/1/16	11/25/16	430,000.00	3136AQS1	FNMA SERIES 2015-M15 ASQ2	1.89%	1/1/19	680.15		
INTEREST	11/1/16	11/25/16	681,095.73	31398MJW7	FNMA SERIES 2010-18 LV	4.50%	4/1/21	2,554.11		
INTEREST	11/1/16	11/25/16	690,000.00	3136AQDQ0	FANNIE MAE SERIES 2015-M13 ASQ2	1.64%	9/1/19	946.45		
INTEREST	11/1/16	11/25/16	1,862,683.62	3136AP3Z3	FNMA SERIES 2015-M12 FA	0.90%	4/1/20	1,398.30		
PAYDOWNS	11/1/16	11/25/16	77,157.58	3136AP3Z3	FNMA SERIES 2015-M12 FA	0.90%	4/1/20	77,157.58		0.00
PAYDOWNS	11/1/16	11/25/16	11,867.44	31398MJW7	FNMA SERIES 2010-18 LV	4.50%	4/1/21	11,867.44		0.00
PAYDOWNS	11/1/16	11/25/16	120,775.64	3136A8G38	FNMA SERIES 2012-M13 ASQ2	1.24%	8/1/17	120,775.64		0.00
PAYDOWNS	11/1/16	11/25/16	744.83	3136ANMF1	FNMA SERIES 2015-M8 FA	0.70%	11/1/18	744.83		0.00
PAYDOWNS	11/1/16	11/25/16	8,243.23	3138AUQ42	FNMA POOL #AJ3174	3.50%	10/1/26	8,243.23		0.00
PAYDOWNS	11/1/16	11/25/16	106,880.48	3137BNMZ4	FHLMC SERIES KP03 A1	1.73%	3/1/19	106,880.48		0.00
INTEREST	11/15/16	11/15/16	500,000.00	91412GWU5	UNIV OF CAL TXBL REV BONDS	1.41%	5/15/18	3,545.00		
INTEREST	11/17/16	11/17/16	2,500,000.00	459200JE2	IBM CORP NOTES	1.80%	5/17/19	33,500.00		
INTEREST	11/22/16	11/22/16	2,500,000.00	06406HDB2	BANK OF NEW YORK MELLON CORP (CALLABLE)	1.60%	5/22/18	20,000.00		
INTEREST	12/1/16	12/1/16	0.00	MONEY0002	MONEY MARKET FUND			102.66		
BUY	12/1/16	12/5/16	5,450,000.00	912828G61	US TREASURY NOTES	1.50%	11/30/19	(5,457,935.44)	1.46%	
SELL	12/1/16	12/5/16	1,070,000.00	3135G0ZL0	FNMA NOTES	1.00%	9/27/17	1,073,305.11	0.85%	2,300.01
SELL	12/1/16	12/5/16	2,695,000.00	912828TM2	US TREASURY NOTES	0.62%	8/31/17	2,696,519.19	0.77%	4,363.58
SELL	12/1/16	12/5/16	360,000.00	912828TG5	US TREASURY NOTES	0.50%	7/31/17	360,086.83	0.73%	(240.79)
SELL	12/1/16	12/5/16	635,000.00	912828TG5	US TREASURY NOTES	0.50%	7/31/17	635,153.14	0.73%	953.66
INTEREST	12/1/16	12/15/16	658,456.06	3137A9QP4	FREDDIE MAC SERIES 3842	4.00%	4/1/41	2,194.85		

## OSCEOLA COUNTY SD SURPLUS FUND

Portfolio Activity

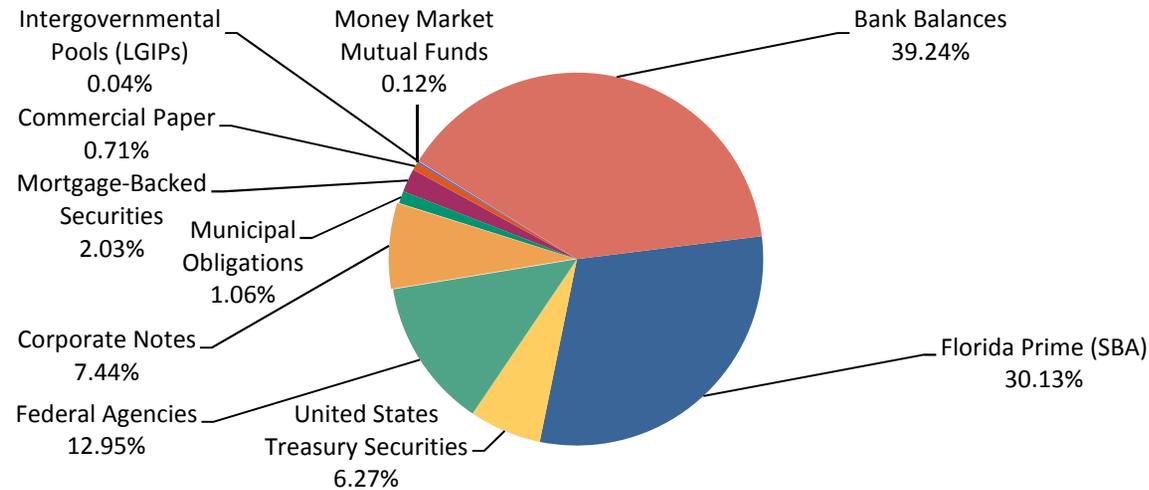
Tran. Type	Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amt (\$)	Yield	Realized G/L (BV)
PAYDOWNS	12/1/16	12/15/16	14,310.52	3137A9QP4	FREDDIE MAC SERIES 3842	4.00%	4/1/41	14,310.52		0.00
INTEREST	12/1/16	12/25/16	690,000.00	3136AQDQ0	FANNIE MAE SERIES 2015-M13 ASQ2	1.64%	9/1/19	946.45		
INTEREST	12/1/16	12/25/16	790,000.00	3136ASPX8	FNMA SERIES 2016-M9 ASQ2	1.78%	6/1/19	1,175.13		
INTEREST	12/1/16	12/25/16	384,339.19	3138AUQ42	FNMA POOL #AJ3174	3.50%	10/1/26	1,120.99		
INTEREST	12/1/16	12/25/16	669,228.29	31398MJW7	FNMA SERIES 2010-18 LV	4.50%	4/1/21	2,509.61		
INTEREST	12/1/16	12/25/16	398,582.35	3136ANMF1	FNMA SERIES 2015-M8 FA	0.70%	11/1/18	231.81		
INTEREST	12/1/16	12/25/16	710,784.82	3136A8G38	FNMA SERIES 2012-M13 ASQ2	1.24%	8/1/17	831.51		
INTEREST	12/1/16	12/25/16	430,000.00	3136AQSW1	FNMA SERIES 2015-M15 ASQ2	1.89%	1/1/19	680.15		
INTEREST	12/1/16	12/25/16	454,328.05	3137BNMZ4	FHLMC SERIES KP03 A1	1.73%	3/1/19	658.02		
INTEREST	12/1/16	12/25/16	1,785,526.04	3136AP3Z3	FNMA SERIES 2015-M12 FA	0.90%	4/1/20	1,291.37		
PAYDOWNS	12/1/16	12/25/16	115,319.72	3136AP3Z3	FNMA SERIES 2015-M12 FA	0.90%	4/1/20	115,319.72		0.00
PAYDOWNS	12/1/16	12/25/16	11,911.95	31398MJW7	FNMA SERIES 2010-18 LV	4.50%	4/1/21	11,911.95		0.00
PAYDOWNS	12/1/16	12/25/16	90,148.63	3136A8G38	FNMA SERIES 2012-M13 ASQ2	1.24%	8/1/17	90,148.63		0.00
PAYDOWNS	12/1/16	12/25/16	805.54	3136ANMF1	FNMA SERIES 2015-M8 FA	0.70%	11/1/18	805.54		0.00
PAYDOWNS	12/1/16	12/25/16	3,302.98	3138AUQ42	FNMA POOL #AJ3174	3.50%	10/1/26	3,302.98		0.00
PAYDOWNS	12/1/16	12/25/16	8,627.34	3137BNMZ4	FHLMC SERIES KP03 A1	1.73%	3/1/19	8,627.34		0.00
BUY	12/7/16	12/8/16	750,000.00	3130AAE46	FHLB NOTES	1.25%	1/16/19	(749,970.00)	1.25%	
SELL	12/7/16	12/8/16	730,000.00	912828A75	US TREASURY NOTES	1.50%	12/31/18	740,180.08	1.14%	1,229.55
INTEREST	12/11/16	12/11/16	2,250,000.00	949746NX5	WELLS FARGO & COMPANY NOTES	5.62%	12/11/17	63,281.25		
INTEREST	12/15/16	12/15/16	2,160,000.00	17275RAU6	CISCO SYSTEMS INC CORP NOTE	1.65%	6/15/18	17,820.00		
INTEREST	12/21/16	12/21/16	2,630,000.00	3130A8DB6	FHLB GLOBAL NOTE	1.12%	6/21/19	14,793.75		
INTEREST	12/31/16	12/31/16	3,970,000.00	912828A75	US TREASURY NOTES	1.50%	12/31/18	29,775.00		

OSCEOLA COUNTY SD SURPLUS FUND

Portfolio Activity

Tran. Type	Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amt (\$)	Yield	Realized G/L (BV)
INTEREST	12/31/16	12/31/16	1,850,000.00	912828A75	US TREASURY NOTES	1.50%	12/31/18	13,875.00		
<b>TOTALS</b>								<b>125,062.85</b>		<b>19,271.94</b>

# Tab III



Security Type <sup>1</sup>	Amortized Cost (Includes Interest)	Allocation Percentage	Notes	Permitted by Policy	In Compliance
Florida Prime (SBA)	101,170,507.40	30.13%		50%	YES
United States Treasury Securities	21,066,315.86	6.27%		100%	YES
Federal Agencies	43,466,719.46	12.95%		75%	YES
Corporate Notes	24,997,826.82	7.44%	2	25%	YES
Municipal Obligations	3,563,346.95	1.06%		25%	YES
Mortgage-Backed Securities	6,824,622.05	2.03%		25%	YES
Non-Negotiable Collateralized Bank Deposits or Savings Accounts	-	0.00%		50%	YES
Commercial Paper	2,395,266.67	0.71%	2	25%	YES
Bankers' Acceptances	-	0.00%	2	10%	YES
Repurchase Agreements	-	0.00%		40%	YES
Money Market Mutual Funds	410,117.13	0.12%		50%	YES
Intergovernmental Pools (LGIPs)	131,252.68	0.04%		50%	YES
Bank Balances	131,747,507.95	39.24%		100%	YES

Notes:

1. End of month trade-date amortized cost of portfolio holdings, including accrued interest.
2. Maximum allocation to all corporate and bank credit instruments is 50% combined.

<b>Individual Issuer Breakdown<sup>1,2</sup></b>	<b>Amortized Cost (Includes Interest)</b>	<b>Allocation Percentage</b>	<b>Notes</b>	<b>Permitted by Policy</b>	<b>In Compliance</b>
Government National Mortgage Association (GNMA)	-	0.00%		<b>40%</b>	YES
Federal Farm Credit Bank (FFCB)	-	0.00%		<b>40%</b>	YES
Federal Home Loan Bank (FHLB)	20,243,387.71	6.03%		<b>40%</b>	YES
Federal National Mortgage Association (FNMA)	22,130,837.49	6.59%		<b>40%</b>	YES
Federal Home Loan Mortgage Corporation (FHLMC)	7,917,116.31	2.36%		<b>40%</b>	YES
Florida State Hurricane Cat Fund Municipal Bonds	2,041,846.30	0.61%		<b>5%</b>	YES
Regional Transportation Authority Municipal Bonds	1,020,594.71	0.30%		<b>5%</b>	YES
University of California Municipal Bonds	500,905.94	0.15%		<b>5%</b>	YES
American Express Company Corporate Notes	2,016,476.92	0.60%		<b>5%</b>	YES
Bank of New York Company Inc. Corporate Notes	2,504,225.58	0.75%		<b>5%</b>	YES
Berkshire Hathaway, Inc. Corporate Notes	331,444.65	0.10%		<b>5%</b>	YES
Cisco Systems, Inc. Corporate Notes	2,161,402.86	0.64%		<b>5%</b>	YES
Deere & Company Corporate Notes	1,700,653.82	0.51%		<b>5%</b>	YES
General Electric Capital Corporation Corporate Notes	2,056,952.80	0.61%		<b>5%</b>	YES
Goldman Sachs Group, Inc. Corporate Notes	1,103,153.10	0.33%		<b>5%</b>	YES
HSBC Holdings plc Corporate Notes	2,512,558.29	0.75%		<b>5%</b>	YES
IBM Corporation Corporate Notes	2,504,797.08	0.75%		<b>5%</b>	YES
JP Morgan Chase & Company Corporate Notes	2,276,417.87	0.68%		<b>5%</b>	YES
New York University Corporate Notes	442,893.00	0.13%		<b>5%</b>	YES
PepsiCo, Inc. Corporate Notes	511,052.79	0.15%		<b>5%</b>	YES
The Walt Disney Corporation Corporate Notes	322,246.31	0.10%		<b>5%</b>	YES
Toyota Motor Corporation Corporate Notes	2,208,977.27	0.66%		<b>5%</b>	YES
Wells Fargo & Company Corporate Notes	2,344,574.48	0.70%		<b>5%</b>	YES
JP Morgan Chase & Company Commercial Paper	2,395,266.67	0.71%		<b>5%</b>	YES
Money Market Fund - Sweep Account	410,117.13	0.12%		<b>25%</b>	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 which include accrued interest, are derived from closing bid prices as of the last business day of the month as supplied by Interactive Data, Bloomberg or Telerate. Where prices are not available from generally recognized sources the securities are priced using a yield based matrix system to arrive at an estimated market value.
- In accordance with generally accepted accounting principles, information is presented on a trade date basis; forward settling purchases are included in the monthly balances and forward settling sales are excluded.
- Performance is presented in accordance with the CFA Institute's Global Investment Performance Standards (GIPS). Unless otherwise noted, performance is shown gross of fees. Quarterly returns are presented on an unannualized basis. Returns for periods greater than one year are presented on an annualized basis. Past performance is not indicative of future returns.
- Bank of America/Merrill Lynch Indices provided by Bloomberg Financial Markets.
- Money market fund/cash balances are included in performance and duration computations.
- Standard & Poor's is the source of the credit ratings. Distribution of credit rating is exclusive of money market fund/LGIP holdings.
- Callable securities in portfolio are included in the maturity distribution analysis to their stated maturity date, although they may be called prior to maturity.
- MBS maturities are represented by expected average life.

## Glossary

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

## Glossary

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