

Addendum # 1
Investment Advisory Services
RFP 15-24-FA
Answers to Questions

Q: One question we have for the City is regarding the page limit and what is included in the page limit. Is Attachment E considered to be part of the page limit or an attachment that is in addition to the page limit?

Attachment E will not count towards the 20-page limit.

Q: Are you able to share your most recent performance report on the portfolio and the IPS?

Yes. We have included it with this addendum.

Q: Can you also let me if you have liquid funds that are not included in the RFP description of potential AUM? Perhaps in the state LGIP?

Yes. The liquid funds are included within the performance report that is included in this addendum.

Quarterly Investment Report City of Kirkland

December 31, 2023

Total Aggregate Portfolio

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Market Commentary

Market Yields: Market anticipation of continued softening of inflation along with potential Fed easing in 2024 helped to push yields lower across the full spectrum of short end fixed income markets. The two-year Treasury note declined in the fourth quarter by 80 basis points to end 2023 at a yield of 4.25%, while fed funds held steady at a range of 5.25% to 5.50%.

FOMC: The Federal Open Market Committee held their final meeting of 2023 on December 13th, in which they decided to keep interest rates unchanged while signaling the end of the rate hike cycle. FOMC members communicated their expectations of three-quarter point cuts by the end of 2024 but noted a high level of uncertainty as to the timing. The consensus for longer term expectations amongst FOMC members are for cuts over the next three years to result in a fed funds rate closer to their long-term target of 2%.

Employment and Inflation: The job market ended 2023 with unemployment near 50-year lows and wages growing at 4.1%. Wage growth is expected to continue growing in 2024 with still more than 1.5 available jobs for every unemployed person. However ongoing strength in the labor market likely provides consumers the ability to maintain higher spending levels, which could risk halting or reversing recent progress on inflation. 12-month CPI announced in December for the month ending November 30th was 3.1% while the Core CPI rate held steady at 4%. Both headline and Core inflation are slowly improving but continue to hold above the Fed's target. The Fed has done an outstanding job in lowering inflation in 2023 while avoiding an economic recession. Further progress will need to be made in 2024 to meet the market's current expectation of a fed funds rate of 3.75% at the end of 2024.

Market Outlook

GDP: Q4 2023 growth is forecasted to be above trend at 2.5% but is expected to slow considerably in 2024. Ongoing economic resiliency could be tested in the next few quarters with lagged effects of higher rates from the current interest rate cycle. Consumption should closely follow wage growth as excess cumulative savings continue to decline. The expectation of inflation trending towards the Fed's target has pushed yields lower as investors discount the process of transitioning from a tightening cycle to an easing cycle. The market has priced in 150 basis points of Fed easing over the eight Fed meetings scheduled for 2024 with a year-ending fed funds rate of 3.75%.

Fed Funds: The fed funds rate held steady during the quarter at 5.25% to 5.50% The three rate cuts communicated by the FOMC for 2024 are three fewer than the market is currently discounting into market yields. Transitional periods in Fed policy are often anticipated by investors and usually lead the Fed in the magnitude of expected changes coming out of the transition. GPA suspects that this time will be no different and markets are correctly anticipating a move to lower rates, but the markets expectation will only be realized with further progress lowering the inflation rate or a significant decline in economic growth.

Two-year Yield Expectations: Two-year Treasury yields traded at 4.23% on the close of 2023. With expectations for the fed funds rate to drop to 4.5% in Q2, the two-year note should trend lower and should continue to discount the expectations of lower yields over the next few quarters. We expect two-year yields to possibly break through the 4% level as early as Q2 as investors anticipate a lower fed funds rate towards the second half of 2024.

Portfolio Positioning: GPA believes that the Fed will continue to pivot towards a lower fed funds rate and investors should favor slightly longer durations than their respective benchmark durations. The yield curve should begin to normalize from its inversion with the short end of the curve declining faster in yield versus longer maturities. We maintain a cautious position in credit with a focus on quality, and believe higher quality AA & AAA corporate issues will help capture additional yield while providing credit protection from a possible weakening economy.

Quarterly Yield Change

	03/31/23	06/30/23	09/30/23	12/31/23
3 month bill	4.69	5.28	5.45	5.33
2 year note	4.03	4.9	5.05	4.25
5 year note	3.57	4.16	4.61	3.85
10 year note	3.47	3.84	4.57	3.88

Economists' Survey Projections

	Q1-24	Q2-24	Q3-24	Q4-24
Real GDP	0.5	0.4	1.0	1.5
Core PCE (YOY%)	2.8	2.5	2.5	2.4
Unemployment	4.0	4.2	4.3	4.3

Economists' Survey Projections for Rates

	Q1-24	Q2-24	Q3-24	Q4-24
Fed Funds	5.45	5.15	4.7	4.3
2 Year	4.42	4.14	3.87	3.68
10 year	4.07	3.95	3.84	3.8

Compliance Report

City of Kirkland | Total Aggregate Portfolio



December 31, 2023

Category

Policy Diversification Constraint	Policy Limit	Actual Value*	Status
US Treasury Obligations Maximum % of Holdings	100.000	41.759	Compliant
US Agency Callable Securities Maximum % of Total Portfolio	25.000	0.000	Compliant
US Agency FFCB Issuer Concentration	30.000	18.673	Compliant
US Agency FHLB Issuer Concentration	30.000	10.802	Compliant
US Agency FHLMC Issuer Concentration	30.000	5.060	Compliant
US Agency FNMA Issuer Concentration	30.000	2.524	Compliant
US Agency Obligations - Primary FHLB, FNMA, FHLMC, FFCB Maximum % of Holdings	100.000	37.058	Compliant
US Agency Obligations - Secondary FICO, FARMER MAC etc. Maximum % of Holdings	20.000	0.000	Compliant
US Agency Obligations Issuer Concentration - Secondary FICO, FARMER MAC etc.	10.000	0.000	Compliant
Municipal Bonds Issuer Concentration	5.000	0.000	Compliant
Municipal Bonds Maximum % of Holdings	20.000	0.000	Compliant
Municipal Bonds WA issues GO/Local and GO only Outside WA	0.000	0.000	Compliant
Commercial Paper Issuer Concentration	3.000	0.000	Compliant
Commercial Paper Maximum % of Holdings	25.000	0.000	Compliant
Certificates of Deposit Issuer Concentration	5.000	0.000	Compliant
Certificates of Deposit Maximum % of Holdings	10.000	0.000	Compliant
Banker's Acceptance Issuer Concentration	5.000	0.000	Compliant
Banker's Acceptance Maximum % of Holdings	5.000	0.000	Compliant
LGIP Maximum % of Holdings	100.000	19.167	Compliant
PDPC Bank Deposits Issuer Concentration	100.000	0.000	Compliant
PDPC Bank Deposits Maximum % of Holdings	50.000	0.000	Compliant

1) Actual values are based on market value.

2) The compliance report allows for resolutions to be documented if an actual value exceeds a limit. The specific resolution can be found on the client portal site.

Compliance Report

City of Kirkland | Total Aggregate Portfolio



December 31, 2023

Category

Policy Maturity Structure Constraint	Policy Limit	Actual %	Status
Maturity Constraints Under 30 days Minimum % of Total Portfolio	10.000	21.103	Compliant
Maturity Constraints Under 1 year Minimum % of Total Portfolio	25.000	39.750	Compliant
Maturity Constraints Under 5 years Minimum % of Total Portfolio	100.000	100.000	Compliant
Policy Maturity Constraint	Policy Limit	Actual Term	Status
US Treasury Maximum Maturity At Time of Purchase (years)	5.000	4.986	Compliant
US Agency Maximum Maturity At Time of Purchase (years)	5.000	5.003	Compliant
US Agency Obligations - Secondary Must be rated by Atleast one	0.000	0.000	Compliant
Municipals Maximum Maturity At Time of Purchase (years)	5.000	0.000	Compliant
Commercial Paper Days to Final Maturity (days)	270.000	0.000	Compliant
Commercial Paper Maximum Maturity At Time of Purchase (days)	270.000	0.000	Compliant
Banker's Acceptance Maximum Maturity At Time of Purchase (days)	180.000	0.000	Compliant
Weighted Average Maturity (years)	3.000	1.785	Compliant
Policy Credit Constraint			Status
US Agency Obligations - Secondary Minimum Ratings AA-/Aa3/AA- if rated			Compliant
Municipal Bonds Ratings Minimum AA-/Aa3/AA- (Rated by 1 NRSRO)			Compliant
Commercial Paper Minimum Long Term Rating AA-/Aa3/AA- (Rated by 1 NRSRO)			Compliant
Commercial Paper Ratings Minimum A1+/P1/F1+ (Rated by 2 NRSRO)			Compliant
Banker's Acceptance Ratings Minimum A-/A3/A- by all if rated			Compliant

1) Actual values are based on market value.

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Strategic Outlook

- Real GDP growth ended Q3 2023 on strong footing advancing at an annual rate of 4.9% however, growth is expected to slow to around 2.5% for Q4 and continue to slow in 2024 as higher rates flow through to the real economy further restricting growth.
- The Fed forecasts three rate cuts this year while markets are anticipating six. How many and the timing will ultimately be a function of the future path of inflation, economic growth, and stability of the labor market.
- With the FOMC and markets in agreement that the latest tightening cycle has concluded, we believe it is a favorable time to lock in yield and be neutral to overweight duration relative to strategic targets.

Portfolio Positioning

- For core portfolios, we are focused on moving to a neutral to long duration position relative to the benchmark based on the Fed's outlook for interest rate cuts in 2024.
- Asset class diversification remains a key component of the portfolio strategy and we are looking to maintain or add spread exposure as opportunities arise.
- The total portfolio book yield increased from 2.758 to 2.973.
- The total portfolio unrealized loss ended the quarter at -\$6,074,716.
- The core portfolio duration increased over the quarter from 2.067 last quarter to 2.112 this quarter. The benchmark duration ended the quarter at 2.089.
- Net total return for the core portfolio, which includes change in market value and interest income, was 2.80%. The benchmark total return for the period was 2.72%.

Strategic Quarterly Update

City of Kirkland | Total Aggregate Portfolio



December 31, 2023

Metric	Previous	Current
Strategy	09/30/2023	12/31/2023
Effective Duration		
Investment Core	2.07	2.11
Benchmark Duration	2.05	2.09
Total Effective Duration	1.68	1.70
Total Return (Net of Fees %)*		
Investment Core	0.46	2.80
Benchmark Return	0.50	2.72
Total Portfolio Performance	0.64	2.44
<i>*Changes in Market Value include net unrealized and realized gains/losses.</i>		
Maturity Total Portfolio		
Average Maturity Total Holdings	1.76	1.79

Metric	Previous	Current
Book Yield	09/30/2023	12/31/2023
Ending Book Yield		
Investment Core	2.07%	2.32%
Liquidity	5.42%	5.44%
Total Book Yield	2.76%	2.97%
Values		
	09/30/2023	12/31/2023
Market Value + Accrued		
Investment Core	217,393,317	222,441,860
Liquidity	56,124,256	59,098,071
Total MV + Accrued	273,517,573	281,539,931
Net Unrealized Gain/Loss		
Total Net Unrealized Gain/Loss	(10,931,296)	(6,074,716)

Asset Allocation Change over Quarter

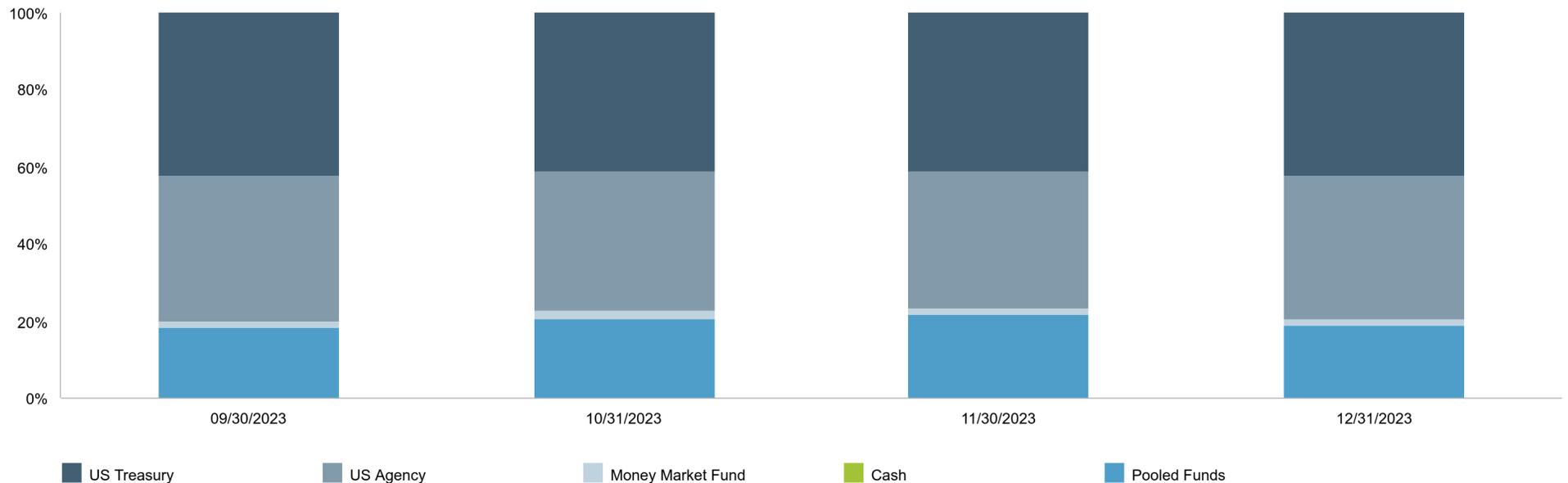
City of Kirkland | Total Aggregate Portfolio



December 31, 2023

Asset Allocation Changes

Security Type	09/30/2023		12/31/2023		Change	
	Market Value + Accrued	% of Portfolio	Market Value + Accrued	% of Portfolio	Market Value + Accrued	% of Portfolio
US Treasury	114,972,675.04	42.03%	117,469,252.90	41.72%	2,496,577.87	(0.31%)
US Agency	102,209,392.13	37.37%	104,689,759.64	37.18%	2,480,367.51	(0.18%)
Money Market Fund	5,296,757.69	1.94%	5,367,671.02	1.91%	70,913.33	(0.03%)
Cash	211,250.00	0.08%	282,847.22	0.10%	71,597.22	0.02%
Pooled Funds	50,827,497.95	18.58%	53,730,399.95	19.08%	2,902,902.00	0.50%
Total	273,517,572.80	100.00%	281,539,930.73	100.00%	8,022,357.92	



If negative cash balance is showing, it is due to a pending trade payable at the end of period.

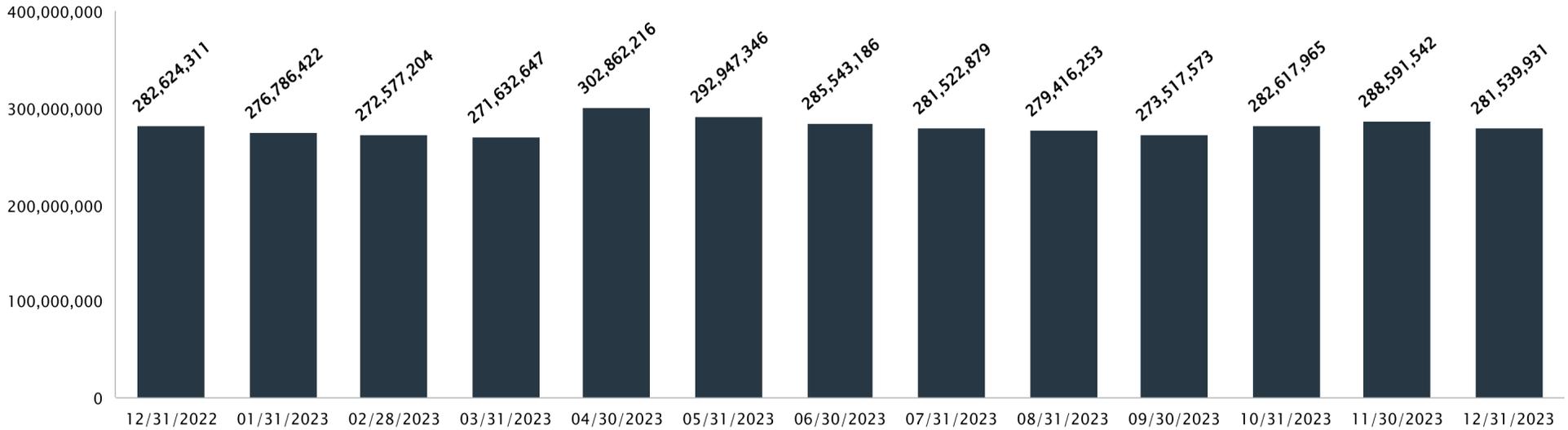
Historical Balances

City of Kirkland | Total Aggregate Portfolio



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Market Value



Market Value and Return

Period Begin	Period End	Market Value + Accrued	Earned Income	Book Yield	Effective Duration	Maturity in Years
12/01/2022	12/31/2022	282,624,311	525,145	2.19%	1.54	1.58
01/01/2023	01/31/2023	276,786,422	529,316	2.19%	1.57	1.62
02/01/2023	02/28/2023	272,577,204	482,719	2.30%	1.57	1.62
03/01/2023	03/31/2023	271,632,647	534,208	2.36%	1.62	1.67
04/01/2023	04/30/2023	302,862,216	550,720	2.57%	1.50	1.55
05/01/2023	05/31/2023	292,947,346	673,336	2.75%	1.55	1.62
06/01/2023	06/30/2023	285,543,186	647,090	2.77%	1.52	1.58
07/01/2023	07/31/2023	281,522,879	644,060	2.74%	1.56	1.63
08/01/2023	08/31/2023	279,416,253	640,771	2.76%	1.58	1.66
09/01/2023	09/30/2023	273,517,573	635,496	2.76%	1.68	1.76
10/01/2023	10/31/2023	282,617,965	660,977	2.92%	1.64	1.73
11/01/2023	11/30/2023	288,591,542	711,324	2.99%	1.61	1.70
12/01/2023	12/31/2023	281,539,931	685,558	2.97%	1.70	1.79

Summary Overview

City of Kirkland | Total Aggregate Portfolio

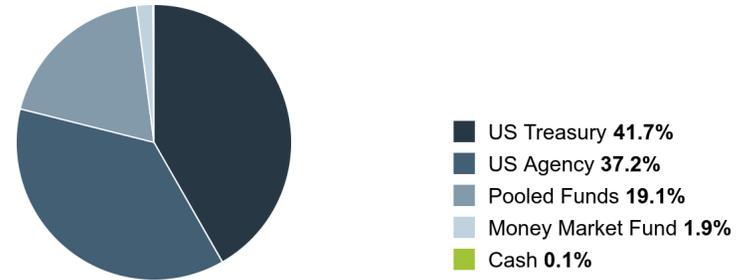


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Portfolio Characteristics

Metric	Value
Cash and Cash Equivalents	59,380,918.19
Investments	222,159,012.54
Book Yield	2.97%
Market Yield	4.65%
Effective Duration	1.70
Years to Maturity	1.79
Avg Credit Rating	AAA

Allocation by Asset Class



Strategic Structure

Account	Par Amount	Book Value	Original Cost	Market Value	Net Unrealized Gain (Loss)	Accrued	Yield at Cost	Effective Duration	Benchmark Duration	Benchmark
KIRK-Investment Core	227,782,847.22	227,303,933.60	227,735,751.48	221,229,217.71	(6,074,715.89)	1,212,642.04	2.32%	2.11	2.09	ICE BofA 0-5 Year US Treasury Index
KIRK-Liquidity	59,098,070.97	59,098,070.97	59,098,070.97	59,098,070.97	0.00	0.00	5.44%	0.01	0.09	ICE BofA US 1-Month Treasury Bill Index
Total	286,880,918.19	286,402,004.57	286,833,822.45	280,327,288.68	(6,074,715.89)	1,212,642.04	2.97%	1.70	0.96	

Portfolio Activity

City of Kirkland | Total Aggregate Portfolio



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Accrual Activity Summary

	Quarter to Date	Fiscal Year to Date (01/01/2023)
Beginning Book Value	283,613,836.56	293,350,916.63
Maturities/Calls	(15,000,000.00)	(63,000,000.00)
Purchases	14,718,314.85	62,816,280.79
Sales	0.00	0.00
Change in Cash, Payables, Receivables	3,045,412.55	(6,864,334.17)
Amortization/Accretion	24,440.61	99,141.32
Realized Gain (Loss)	0.00	0.00
Ending Book Value	286,402,004.57	286,402,004.57

Fair Market Activity Summary

	Quarter to Date	Fiscal Year to Date (01/01/2023)
Beginning Market Value	272,682,540.73	281,783,338.36
Maturities/Calls	(15,000,000.00)	(63,000,000.00)
Purchases	14,718,314.85	62,816,280.79
Sales	0.00	0.00
Change in Cash, Payables, Receivables	3,045,412.55	(6,864,334.17)
Amortization/Accretion	24,440.61	99,141.32
Change in Net Unrealized Gain (Loss)	4,856,579.94	5,492,862.39
Net Realized Gain (Loss)	0.00	0.00
Ending Market Value	280,327,288.68	280,327,288.68

Maturities/Calls	Market Value
Quarter to Date	(15,000,000.00)
Fiscal Year to Date	(63,000,000.00)

Purchases	Market Value
Quarter to Date	14,718,314.85
Fiscal Year to Date	62,816,280.79

Sales	Market Value
Quarter to Date	0.00
Fiscal Year to Date	0.00

Return Management-Income Detail

City of Kirkland | Total Aggregate Portfolio



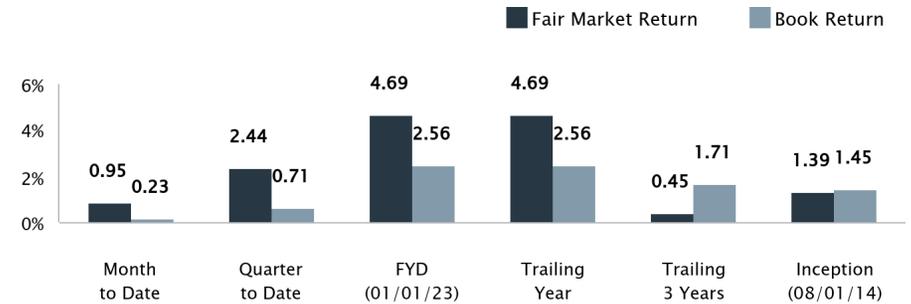
December 31, 2023

Accrued Book Return

	Quarter to Date	Fiscal Year to Date (01/01/2023)
Amortization/Accretion	24,440.61	99,141.32
Interest Earned	2,033,417.91	7,296,433.94
Realized Gain (Loss)	0.00	0.00
Book Income	2,057,858.52	7,395,575.26
Average Portfolio Balance	280,857,370.10	281,355,783.94
Book Return for Period	0.71%	2.56%

Return Comparisons

Periodic for performance less than one year. Annualized for performance greater than one year.



Fair Market Return

	Quarter to Date	Fiscal Year to Date (01/01/2023)
Market Value Change	4,832,139.33	5,393,721.07
Amortization/Accretion	24,440.61	99,141.32
Interest Earned	2,033,417.91	7,296,433.94
Fair Market Earned Income	6,889,997.85	12,789,296.33
Average Portfolio Balance	280,857,370.10	281,355,783.94
Fair Market Return for Period	2.44%	4.69%

Interest Income

	Quarter to Date	Fiscal Year to Date (01/01/2023)
Beginning Accrued Interest	835,032.07	840,972.84
Coupons Paid	1,939,583.32	7,395,351.57
Purchased Accrued Interest	72,525.38	279,961.83
Sold Accrued Interest	0.00	0.00
Ending Accrued Interest	1,212,642.04	1,212,642.04
Interest Earned	2,033,417.91	7,296,433.94

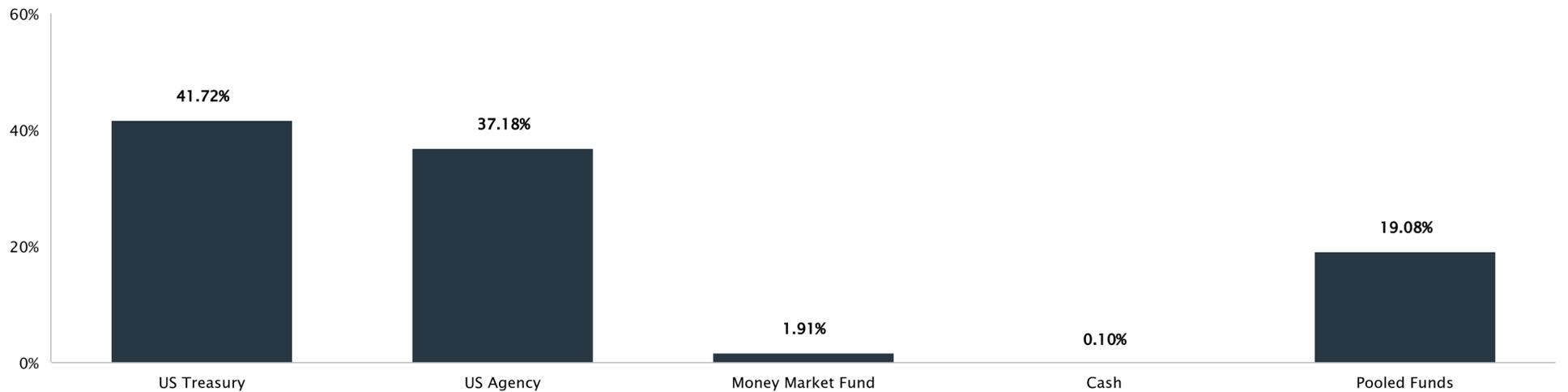
Security Type Distribution

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Security Type Distribution

Security Type	Par Amount	Book Yield	Market Value + Accrued	% of Market Value + Accrued
US Treasury	122,500,000.00	1.66%	117,469,252.90	41.72%
US Agency	105,000,000.00	3.07%	104,689,759.64	37.18%
Money Market Fund	5,367,671.02	5.29%	5,367,671.02	1.91%
Cash	282,847.22	0.00%	282,847.22	0.10%
Pooled Funds	53,730,399.95	5.46%	53,730,399.95	19.08%
Total	286,880,918.19	2.97%	281,539,930.73	100.00%

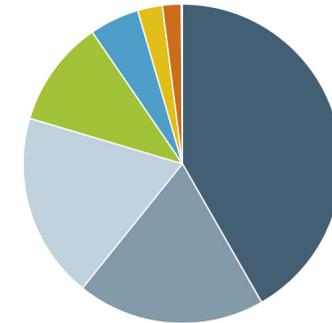
Security Type Distribution



Credit Rating S&P/Moody's/Fitch

	Market Value + Accrued	%
S&P		
AA+	222,159,012.54	78.91
AAA	282,847.22	0.10
NA	59,098,070.97	20.99
Moody's		
Aaa	222,441,859.76	79.01
NA	59,098,070.97	20.99
Fitch		
AA+	222,159,012.54	78.91
AAA	282,847.22	0.10
NA	59,098,070.97	20.99
Total	281,539,930.73	100.00

Issuer Concentration



- United States **41.7%**
- WASHINGTON LGIP **19.1%**
- Farm Credit System **18.8%**
- Federal Home Loan Banks **10.8%**
- Federal Home Loan Mortgage Corporation **5.1%**
- Federal National Mortgage Association **2.5%**
- Cathay Bank **1.9%**
- US Dollar **0.1%**

Risk Management-Maturity/Duration

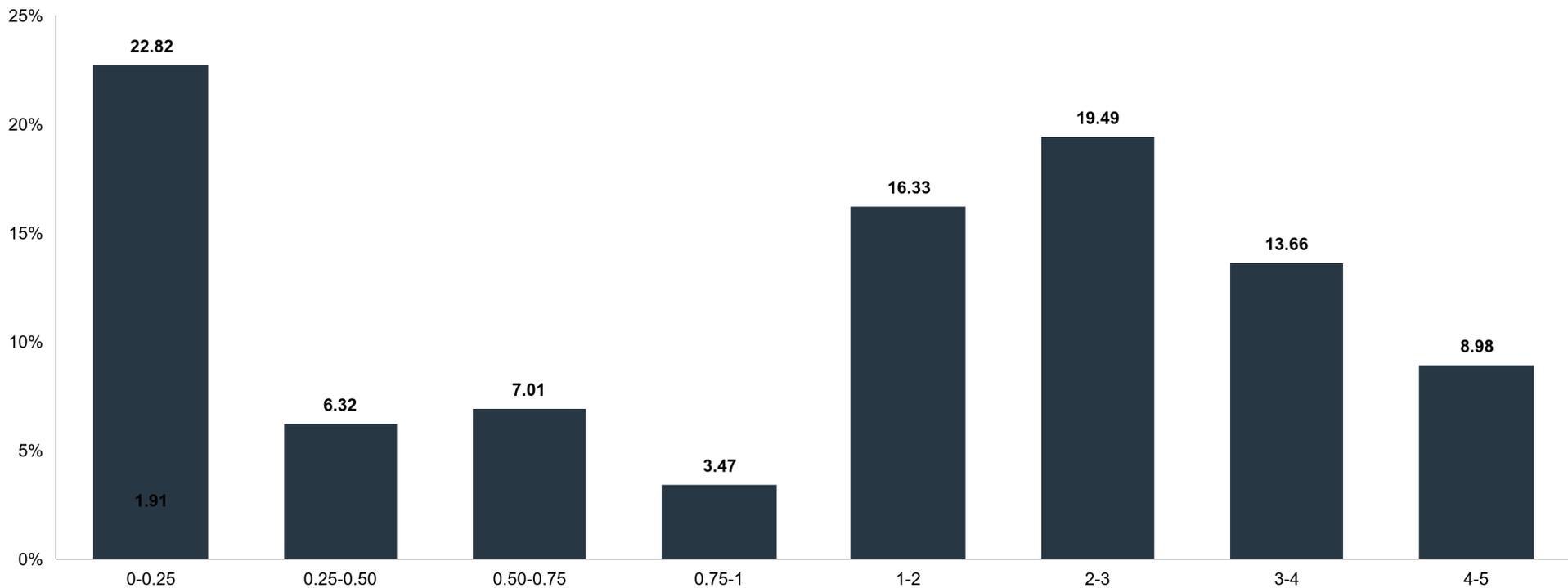
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1.70 Yrs	Effective Duration	1.79 Yrs	Years to Maturity	653	Days to Maturity
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Distribution by Effective Duration



Holdings by Maturity & Ratings



City of Kirkland | Total Aggregate Portfolio

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Cusip	Par Amount	Security	Coupon Rate	Maturity Date	Call Date	Market Value	Accrued	Market Value + Accrued	Book Yield	Market Yield	% of Portfolio	Years to Maturity	Eff Duration	S&P, Moody, Fitch
KIRK_CATHA Y_MMF	5,367,671.02	Cathay Bank	5.290%	12/31/2023		5,367,671.02	0.00	5,367,671.02	5.29%	5.29%	1.91	0.00		NA NA NA
CCYUSD	282,847.22	Receivable	0.000%	12/31/2023		282,847.22	0.00	282,847.22	0.00%	0.00%	0.10	0.00	0.00	AAA Aaa AAA
WA_LGIP	53,730,399.95	WASHINGTON LGIP	5.457%	12/31/2023		53,730,399.95	0.00	53,730,399.95	5.46%	5.46%	19.08	0.01	0.01	NA NA NA
912828V80	5,000,000.00	UNITED STATES TREASURY	2.250%	01/31/2024		4,985,822.55	47,078.80	5,032,901.35	1.60%	5.38%	1.79	0.08	0.09	AA+ Aaa AA+
3133EKBW5	5,000,000.00	FEDERAL FARM CREDIT BANKS FUNDING CORP	2.610%	02/27/2024		4,974,706.25	44,950.00	5,019,656.25	2.57%	5.73%	1.78	0.16	0.16	AA+ Aaa AA+
91282CBV2	5,000,000.00	UNITED STATES TREASURY	0.375%	04/15/2024		4,927,929.70	3,995.90	4,931,925.60	0.29%	5.33%	1.75	0.29	0.29	AA+ Aaa AA+
91282CCC3	8,000,000.00	UNITED STATES TREASURY	0.250%	05/15/2024		7,851,250.00	2,582.42	7,853,832.42	1.15%	5.25%	2.79	0.37	0.37	AA+ Aaa AA+
3130A1XJ2	5,000,000.00	FEDERAL HOME LOAN BANKS	2.875%	06/14/2024		4,942,945.15	6,788.19	4,949,733.34	2.03%	5.42%	1.76	0.45	0.45	AA+ Aaa AA+
3133EKWV4	10,000,000.00	FEDERAL FARM CREDIT BANKS FUNDING CORP	1.850%	07/26/2024		9,811,651.00	79,652.78	9,891,303.78	1.92%	5.21%	3.51	0.57	0.56	AA+ Aaa AA+
912828U3	5,000,000.00	UNITED STATES TREASURY	1.875%	08/31/2024		4,893,945.30	31,679.26	4,925,624.56	0.37%	5.13%	1.75	0.67	0.65	AA+ Aaa AA+
3133ENL40	5,000,000.00	FEDERAL FARM CREDIT BANKS FUNDING CORP	3.500%	09/13/2024		4,947,352.70	52,500.00	4,999,852.70	4.47%	5.03%	1.78	0.70	0.68	AA+ Aaa AA+
912828G38	5,000,000.00	UNITED STATES TREASURY	2.250%	11/15/2024		4,885,351.55	14,526.10	4,899,877.65	1.69%	4.94%	1.74	0.88	0.85	AA+ Aaa AA+
912828YY0	5,000,000.00	UNITED STATES TREASURY	1.750%	12/31/2024		4,849,804.70	240.38	4,850,045.08	0.44%	4.85%	1.72	1.00	0.97	AA+ Aaa AA+
912828Z52	5,000,000.00	UNITED STATES TREASURY	1.375%	01/31/2025		4,821,679.70	28,770.38	4,850,450.08	1.22%	4.77%	1.72	1.08	1.05	AA+ Aaa AA+

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3137EAEPO	5,000,000.00	FEDERAL HOME LOAN MORTGAGE CORP	1.500%	02/12/2025		4,823,990.95	28,958.33	4,852,949.28	0.55%	4.77%	1.72	1.12	1.08	AA+ Aaa AA+
912828ZF0	5,000,000.00	UNITED STATES TREASURY	0.500%	03/31/2025		4,750,390.60	6,352.46	4,756,743.06	0.43%	4.64%	1.69	1.25	1.22	AA+ Aaa AA+
3135G03U5	5,000,000.00	FEDERAL NATIONAL MORTGAGE ASSOCIATION	0.625%	04/22/2025		4,746,745.60	5,989.58	4,752,735.18	0.53%	4.64%	1.69	1.31	1.28	AA+ Aaa AA+
912828ZW3	4,000,000.00	UNITED STATES TREASURY	0.250%	06/30/2025		3,753,593.76	27.47	3,753,621.23	0.57%	4.53%	1.33	1.50	1.47	AA+ Aaa AA+
3137EAEU9	5,000,000.00	FEDERAL HOME LOAN MORTGAGE CORP	0.375%	07/21/2025		4,695,450.00	8,333.33	4,703,783.33	0.44%	4.46%	1.67	1.55	1.52	AA+ Aaa AA+
91282CHV6	2,500,000.00	UNITED STATES TREASURY	5.000%	08/31/2025		2,521,972.65	42,239.01	2,564,211.66	4.78%	4.44%	0.91	1.67	1.56	AA+ Aaa AA+
3137EAEX3	5,000,000.00	FEDERAL HOME LOAN MORTGAGE CORP	0.375%	09/23/2025		4,664,322.10	5,104.17	4,669,426.27	0.42%	4.44%	1.66	1.73	1.69	AA+ Aaa AA+
3135G06G3	2,500,000.00	FEDERAL NATIONAL MORTGAGE ASSOCIATION	0.500%	11/07/2025		2,327,550.00	1,875.00	2,329,425.00	0.52%	4.41%	0.83	1.85	1.81	AA+ Aaa AA+
91282CBC4	4,000,000.00	UNITED STATES TREASURY	0.375%	12/31/2025		3,702,812.48	41.21	3,702,853.69	0.63%	4.28%	1.32	2.00	1.95	AA+ Aaa AA+
3133EN6A3	5,000,000.00	FEDERAL FARM CREDIT BANKS FUNDING CORP	4.000%	01/13/2026		4,959,464.35	93,333.33	5,052,797.68	3.82%	4.42%	1.79	2.04	1.90	AA+ Aaa AA+
91282CBH3	5,000,000.00	UNITED STATES TREASURY	0.375%	01/31/2026		4,614,648.45	7,846.47	4,622,494.92	0.47%	4.27%	1.64	2.08	2.04	AA+ Aaa AA+
91282CBQ3	3,000,000.00	UNITED STATES TREASURY	0.500%	02/28/2026		2,769,609.36	5,068.68	2,774,678.04	0.81%	4.24%	0.99	2.16	2.11	AA+ Aaa AA+
313373B68	5,000,000.00	FEDERAL HOME LOAN BANKS	4.375%	03/13/2026		5,007,081.85	65,625.00	5,072,706.85	4.63%	4.30%	1.80	2.20	2.06	AA+ Aaa AA+
91282CBT7	3,000,000.00	UNITED STATES TREASURY	0.750%	03/31/2026		2,780,742.18	5,717.21	2,786,459.39	0.76%	4.18%	0.99	2.25	2.19	AA+ Aaa AA+

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3133EPHH1	4,000,000.00	FEDERAL FARM CREDIT BANKS FUNDING CORP	4.000%	04/28/2026		3,980,582.52	28,000.00	4,008,582.52	3.95%	4.22%	1.42	2.32	2.19	AA+ Aaa AA+
91282CBW0	4,000,000.00	UNITED STATES TREASURY	0.750%	04/30/2026		3,696,562.48	5,109.89	3,701,672.37	0.76%	4.19%	1.31	2.33	2.27	AA+ Aaa AA+
91282CCF6	4,000,000.00	UNITED STATES TREASURY	0.750%	05/31/2026		3,688,750.00	2,622.95	3,691,372.95	0.78%	4.16%	1.31	2.41	2.35	AA+ Aaa AA+
91282CCJ8	5,000,000.00	UNITED STATES TREASURY	0.875%	06/30/2026		4,619,921.90	120.19	4,620,042.09	2.62%	4.10%	1.64	2.50	2.42	AA+ Aaa AA+
91282CCP4	5,000,000.00	UNITED STATES TREASURY	0.625%	07/31/2026		4,576,171.90	13,077.45	4,589,249.35	0.80%	4.11%	1.63	2.58	2.51	AA+ Aaa AA+
3133EPUW3	5,000,000.00	FEDERAL FARM CREDIT BANKS FUNDING CORP	4.750%	09/01/2026		5,072,498.45	79,166.67	5,151,665.12	4.75%	4.17%	1.83	2.67	2.45	AA+ Aaa AA+
91282CCZ2	5,000,000.00	UNITED STATES TREASURY	0.875%	09/30/2026		4,594,531.25	11,116.80	4,605,648.05	1.05%	4.01%	1.64	2.75	2.67	AA+ Aaa AA+
91282CDK4	5,000,000.00	UNITED STATES TREASURY	1.250%	11/30/2026		4,625,000.00	5,464.48	4,630,464.48	1.26%	4.00%	1.64	2.91	2.82	AA+ Aaa AA+
91282CDQ1	5,000,000.00	UNITED STATES TREASURY	1.250%	12/31/2026		4,617,578.10	171.70	4,617,749.80	1.35%	3.98%	1.64	3.00	2.88	AA+ Aaa AA+
91282CEF4	5,000,000.00	UNITED STATES TREASURY	2.500%	03/31/2027		4,776,562.50	31,762.30	4,808,324.80	2.99%	3.98%	1.71	3.25	3.06	AA+ Aaa AA+
91282CEW7	5,000,000.00	UNITED STATES TREASURY	3.250%	06/30/2027		4,883,984.40	446.43	4,884,430.83	3.29%	3.97%	1.73	3.50	3.22	AA+ Aaa AA+
91282CFM8	5,000,000.00	UNITED STATES TREASURY	4.125%	09/30/2027		5,029,492.20	52,407.79	5,081,899.99	4.19%	3.95%	1.81	3.75	3.42	AA+ Aaa AA+
3133EPYM1	2,500,000.00	FEDERAL FARM CREDIT BANKS FUNDING CORP	4.750%	10/13/2027		2,565,552.32	25,729.17	2,591,281.49	4.71%	4.00%	0.92	3.78	3.42	AA+ Aaa AA+
3133EN3S7	7,000,000.00	FEDERAL FARM CREDIT BANKS FUNDING CORP	3.750%	12/07/2027		6,927,533.83	17,500.00	6,945,033.83	3.81%	4.04%	2.47	3.93	3.62	AA+ Aaa AA+

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91282CGP0	5,000,000.00	UNITED STATES TREASURY	4.000%	02/29/2028		5,015,234.40	67,582.42	5,082,816.82	4.31%	3.92%	1.81	4.16	3.76	AA+ Aaa AA+
3130ATS57	5,000,000.00	FEDERAL HOME LOAN BANKS	4.500%	03/10/2028		5,117,629.10	69,375.00	5,187,004.10	3.79%	3.89%	1.84	4.19	3.75	AA+ Aaa AA+
3133EPGW9	4,000,000.00	FEDERAL FARM CREDIT BANKS FUNDING CORP	3.875%	04/25/2028		3,975,408.76	28,416.67	4,003,825.43	3.71%	4.03%	1.42	4.32	3.91	AA+ Aaa AA+
3130AWMN7	5,000,000.00	FEDERAL HOME LOAN BANKS	4.375%	06/09/2028		5,091,334.90	13,368.06	5,104,702.96	4.35%	3.92%	1.81	4.44	4.00	AA+ Aaa AA+
3130AWN63	5,000,000.00	FEDERAL HOME LOAN BANKS	4.000%	06/30/2028		5,028,408.75	555.56	5,028,964.31	4.01%	3.86%	1.79	4.50	4.01	AA+ Aaa AA+
3130AWTR1	5,000,000.00	FEDERAL HOME LOAN BANKS	4.375%	09/08/2028		5,092,556.85	89,322.92	5,181,879.77	4.44%	3.94%	1.84	4.69	4.14	AA+ Aaa AA+
3133EPWK7	5,000,000.00	FEDERAL FARM CREDIT BANKS FUNDING CORP	4.500%	09/22/2028		5,130,575.45	61,875.00	5,192,450.45	4.72%	3.89%	1.84	4.73	4.19	AA+ Aaa AA+
9128285M8	5,000,000.00	UNITED STATES TREASURY	3.125%	11/15/2028		4,829,687.50	20,175.14	4,849,862.64	4.24%	3.90%	1.72	4.88	4.45	AA+ Aaa AA+
Total	286,880,918.19		2.962%			280,327,288.68	1,212,642.04	281,539,930.73	2.97%	4.65%	100.00	1.79	1.70	

This report is for general informational purposes only and is not intended to provide specific advice or recommendations. Government Portfolio Advisors (GPA) is an investment advisor registered with the Securities and Exchange Commission and is required to maintain a written disclosure statement of our background and business experience.

Questions About an Account: GPA's monthly & quarterly reports are intended to detail the investment advisory activity managed by GPA. The custodial bank maintains the control of assets and settles all investment transactions. The custodial statement is the official record of security and cash holdings and transactions. GPA recognizes that clients may use these reports to facilitate record keeping and that the custodial bank statement and the GPA report should be reconciled, and differences documented.

Trade Date versus Settlement Date: Many custodial banks use settlement date basis and post coupons or maturities on the following business days when they occur on weekend. These items may result in the need to reconcile due to a timing difference. GPA reports are on a trade date basis in accordance with GIPS performance standards. GPA can provide all account settings to support the reason for any variance.

Bank Deposits and Pooled Investment Funds Held in Liquidity Accounts Away from the Custodial Bank are Referred to as Line Item Securities: GPA relies on the information provided by clients when reporting pool balances, bank balances and other assets that are not held at the client's custodial bank. GPA does not guarantee the accuracy of information received from third parties. Balances cannot be adjusted once submitted however corrective transactions can be entered as adjustments in the following months activity. Assets held outside the custodial bank that are reported to GPA are included in GPA's oversight compliance reporting and strategic plan.

Account Control: GPA does not have the authority to withdraw or deposit funds from or to any client's custodial account. Clients retain responsibility for the deposit and withdrawal of funds to the custodial account. Our clients retain responsibility for their internal accounting policies, implementing and enforcing internal controls and generating ledger entries or otherwise recording transactions.

Custodial Bank Interface: Our contract provides for the ability for GPA to interface into our client's custodial bank to reconcile transactions, maturities and coupon payments. The GPA client portal will be available to all clients to access this information directly at any time.

Market Price: Generally, GPA has set all securities market pricing to match custodial bank pricing. There may be certain securities that will require pricing override due to inaccurate custodial bank pricing that will otherwise distort portfolio performance returns. GPA may utilize Refinitiv pricing source for commercial paper, discount notes and supranational bonds when custodial bank pricing does not reflect current market levels. The pricing variances are obvious when market yields are distorted from the current market levels.

Performance Calculation: Historical returns are presented as time-weighted total return values and are presented gross and net of fees.

Amortized Cost: The original cost on 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. Discounts or premiums are amortized on a straight-line basis on all securities. This can be changed at the client's request.

Callable Securities: Securities subject to redemption in whole or in part prior to the stated final maturity at the discretion of the security's issuer are referred to as "callable". Certain call dates may not show up on the report if the call date has passed or if the security is continuously callable until maturity date. Bonds purchased at a premium will be amortized to the next call date while all other callable securities will be amortized to maturity. If the bond is amortized to the call date, amortization will be reflected to that date and once the call date passes, the bond will be fully amortized.

Duration: The duration is the effective duration. Duration on callable securities is based on the probability of the security being called given market rates and security characteristics.

Benchmark Duration: The benchmark duration is based on the duration of the stated benchmark that is assigned to each account.

Rating: Information provided for ratings is based upon a good faith inquiry of selected sources, but its accuracy and completeness cannot be guaranteed.

Coupon Payments and Maturities on Weekends: On occasion, coupon payments and maturities occur on a weekend or holiday. GPA's report settings are on the accrual basis so the coupon postings and maturities will be accounted for in the period earned. The bank may be set at a cash basis, which may result in a reconciliation variance.

Cash and Cash Equivalents: GPA has defined cash and cash equivalents to be cash, bank deposits, LGIP pools and repurchase agreements. This may vary from your custodial bank which typically defines cash and equivalents as all securities that mature under 90 days. Check with your custodial bank to understand their methodology.

Account Settings: GPA has the portfolio settings at the lot level, if a security is sold our setting will remove the lowest cost security first. First-in-first-out (FIFO) settings are available at the client's request.

Historical Numbers: Data was transferred from GPA's legacy system, however, variances may exist from the data received due to a change of settings on Clearwater. GPA is utilizing this information for historical return data with the understanding the accrual settings and pricing sources may differ slightly.

Financial Situation: In order to better serve you, GPA should be promptly notified of any material change in your investment objective or financial situation.

No Guarantee: The securities in the portfolio are not guaranteed or otherwise protected by GPA, the FDIC (except for non-negotiable certificates of deposit) or any government agency. Investment in securities involves risks, including the possible loss of the amount invested.

