



CITY OF KIRKLAND
FINANCE AND ADMINISTRATION
123 Fifth Avenue, Kirkland, WA 98033
425-587-3000

MEMORANDUM

To: Kurt Triplett, City Manager

From: Michael L Olson, Director of Finance and Administration

Date: March 17, 2025

Subject: February 2025 Investment Report

RECOMMENDATION:

Staff recommends that the City Council receives the February 2025 Investment Report.

EXECUTIVE SUMMARY:

- City Staff recommends that Council receives the February 2025 Investment Report. No action by Council is required.
- The Monthly Investment Report appears on the Consent Calendar presenting all City investment activity for the noted month.
- The attached report is prepared by the City's contracted investment advisor.

BACKGROUND:

This Monthly Investment report is provided on the Consent Calendar following each month.

The Monthly Investment report is prepared by the City's Investment Advisor. The City began contracting with an investment advisor in late 2014 to supplement limited internal resources, provide for dedicated resources in managing the portfolio and provide for more active trading in the portfolio to ensure the most advantageous yield. The Investment Advisor assists City staff with the management of the City's investment portfolio by providing non-discretionary advisory services for the City's investment portfolio and investment policy. Non-discretionary service means that the City retains control of the portfolio and authorizes all transactions.

Kirkland's Investment Policy, adopted by resolution from the City Council, establishes standards and guidelines for the direction, management, and oversight for all the City's investable funds. Government revenues are collected and spent for public purposes and their use must be legal, transparent, and accountable to the public. Public funds that are invested must be strongly protected against loss and must be available to be spent if the need arises. Therefore, the primary objectives for the City of Kirkland's investment activities are legality, safety, liquidity, and, finally, yield. Additionally, the City diversifies its investments according to established maximum allowable exposure limits so that reliance on any one issuer will not place an undue financial burden on the City.

Investments are limited to those securities and deposits authorized by statute (chapters 39.58, 39.59, 43.250 RCW and RCW 43.84.080). The current investment portfolio consists primarily of U.S. Treasury obligations, Government Sponsored Enterprises (GSE's) such as the Federal Home Loan Banks (FHLB), the Washington State Local Government Investment Pool, and deposits in banks approved by the Public Deposit Protection Commission (PDPC) where those funds are 100% collateralized and protected by other assets.

The City issued a request for proposals in early 2024 for the investment advisor, as the original contract and authorized extensions for Government Portfolio Advisors were completed. Although the City did receive multiple qualified submittals for the contract, Government Portfolio Advisors provided the best combination of services and expertise and began their new three-year contract on September 1, 2024.

DISCUSSION/ANALYSIS:

The attached Monthly Investment Report includes a brief market commentary at the beginning of the report on page 3. Following that, the status of compliance to Kirkland's Investment Policy is on pages 4 and 5. A summary of Portfolio characteristics, structure, activity, and returns can be found on pages 6 through 8. The report also includes details on each of the security holdings in Kirkland's Portfolio on pages 12 through 15.

NEXT STEPS:

None

ATTACHMENTS:

Attachment 1 – Monthly Investment Report City of Kirkland February 28, 2025

Monthly Investment Report City of Kirkland

February 28, 2025

Total Aggregate Portfolio

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Month End Commentary - February 2025

February saw a "risk-off" sentiment dominate the markets, as equities retreated while safe-haven assets gained traction. All three major stock indexes ended the month in negative territory, led by the tech-heavy NASDAQ Composite, which declined 2.8%. U.S. Treasuries rallied across the curve, with 2-year Treasury yields dropping 21 basis points to 3.99%, and 5-year yields plunging 31 basis points to 4.02%.

Despite yields finishing lower, the price action revealed a shifting narrative among market participants, as yields initially rose during the first half of the month. This early climb was driven by robust labor market data and further supported by a CPI report indicating faster-than-expected price increases. The core CPI for January rose at an annual rate of 3.3%, up from 3.2% in December and exceeding the 3.1% forecast by economists. However, inflation concerns were short-lived, as the Producer Price Index (PPI) provided some relief the following day. The core PPI value decelerated in January, dropping from 3.7% to 3.6%. Notably, several components of the PPI report that feed into the Fed's preferred PCE gauge showed subdued price gains. This was validated when the core PCE index took a significant step down in January, falling from 2.9% to 2.6%.

Another factor influencing the market narrative in February was consumer spending. The Valentine's Day release of January's retail sales data was anything but romantic, as the headline figure contracted by a substantial -0.9%, compared to the expected -0.2%. Real personal spending also declined by -0.5%, marking a full percentage point drop from December. Adding to the unease were several disappointing sentiment indicators, including the University of Michigan Consumer Sentiment Survey, the Conference Board Consumer Confidence Index, and the ISM Global Composite Purchasing Manager Index—all of which declined from previous readings and fell short of expectations. Sentiment has likely been impacted by the wave of tariffs imposed by the current administration, raising fears of an escalating trade war that economists warn could lead to higher prices and slower growth. That said, forecasts remain speculative, and the impact of these policies will only become clear over time as they work their way through the economic landscape.

While fiscal policy has dominated the headlines, monetary policy has taken a backseat. However, the upcoming FOMC meeting in a few weeks is expected to provide fresh insights. Although the Fed is likely to keep short-term rates unchanged, this meeting will include the first economic projections of 2025, offering potential clues about the future path of interest rates. The market is currently pricing in three rate cuts for the remainder of the year, up from two a month ago. Amid this policy uncertainty, corporate credit spreads have widened but remain at historically compressed levels. We continue to manage portfolio durations in line with their respective benchmarks, while closely monitoring credit and agency spreads to identify opportunities for adding value.

Treasury Curve Total Returns Last 12 Months

Treasuries	Total Return
3 month bill	5.09%
1 year note	5.01%
2 year note	4.99%
3 year note	5.13%
5 year note	4.88%

Treasury Benchmark Total Returns In Month

Benchmark	Period Return	YTM	Duration (Years)
ICE BAML 90 Day Bill	0.32%	4.26%	0.23
ICE BAML 0-1 Year Treasury	0.34%	4.26%	0.51
ICE BAML 0-3 Year Treasury	0.58%	4.09%	1.42
ICE BAML 0-5 Year Treasury	0.85%	4.06%	2.12

Changes In The Treasury Market (Absolute Yield Levels)

Treasuries	02/29/2024	12/31/2024	01/31/2025	02/28/2025	1 Month Change	12 Month Change
3 month bill	5.39%	4.31%	4.28%	4.29%	0.01%	-1.10%
6 month bill	5.33%	4.27%	4.30%	4.27%	-0.03%	-1.05%
1 year note	5.00%	4.14%	4.15%	4.08%	-0.07%	-0.92%
2 year note	4.64%	4.24%	4.20%	3.99%	-0.21%	-0.65%
3 year note	4.43%	4.27%	4.24%	3.97%	-0.27%	-0.47%
5 year note	4.26%	4.38%	4.33%	4.02%	-0.31%	-0.24%
10 year note	4.26%	4.57%	4.54%	4.21%	-0.33%	-0.06%

Compliance Report

City of Kirkland | Total Aggregate Portfolio



February 28, 2025

Category

Policy Diversification Constraint	Policy Limit	Actual Value*	Status
US Treasury Obligations Maximum % of Holdings	100.000	49.207	Compliant
US Agency Callable Securities Maximum % of Total Portfolio	25.000	0.000	Compliant
US Agency FFCB Issuer Concentration	30.000	21.626	Compliant
US Agency FHLB Issuer Concentration	30.000	10.588	Compliant
US Agency FHLMC Issuer Concentration	30.000	3.436	Compliant
US Agency FNMA Issuer Concentration	30.000	4.301	Compliant
US Agency Obligations - All Other Issuers Combined	35.000	0.000	Compliant
Municipal Bonds Issuer Concentration	5.000	0.000	Compliant
Municipal Bonds Maximum % of Holdings	30.000	0.000	Compliant
Municipal Bonds WA issues GO/Local and GO only Outside WA	0.000	0.000	Compliant
Certificates of Deposit Issuer Concentration	5.000	0.000	Compliant
Certificates of Deposit Maximum % of Holdings	10.000	0.000	Compliant
LGIP Maximum % of Holdings	100.000	8.852	Compliant
PDPC Bank Deposits Issuer Concentration	30.000	1.989	Compliant
PDPC Bank Deposits Maximum % of Holdings	50.000	1.989	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



February 28, 2025

Category

Policy Maturity Structure Constraint	Policy Limit	Actual %	Status
Maturity Constraints Under 30 days Minimum % of Total Portfolio	10.000	10.841	Compliant
Maturity Constraints Under 1 year Minimum % of Total Portfolio	25.000	30.144	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	4.995	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
Certificates of Deposit Maximum Maturity At Time of Purchase (years)	5.000	0.000	Compliant
Weighted Average Maturity (years)	2.500	1.867	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.

Summary Overview

City of Kirkland | Total Aggregate Portfolio

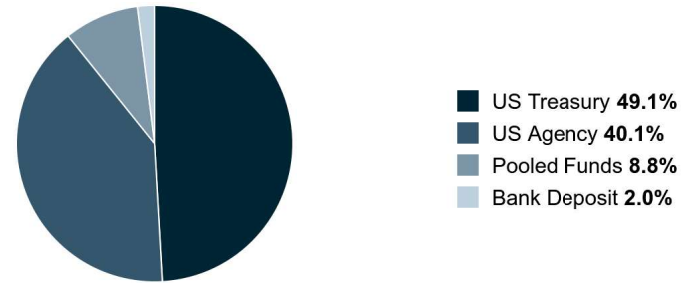


February 28, 2025

Portfolio Characteristics

Metric	Value
Cash and Cash Equivalents	30,958,427.79
Investments	256,679,742.59
Book Yield	3.55%
Market Yield	4.17%
Effective Duration	1.74
Years to Maturity	1.87
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	257,500,000.00	255,944,548.40	254,854,622.83	254,601,434.05	(1,343,114.34)	2,078,308.54	3.44%	1.95	2.12	ICE BofA 0-5 Year US Treasury Index
KIRK-Liquidity	30,958,427.79	30,958,427.79	30,958,427.79	30,958,427.79	0.00	0.00	4.43%	0.01	0.08	ICE BofA US 1-Month Treasury Bill Index
Total	288,458,427.79	286,902,976.19	285,813,050.62	285,559,861.84	(1,343,114.34)	2,078,308.54	3.55%	1.74	0.95	

Portfolio Activity

City of Kirkland | Total Aggregate Portfolio



February 28, 2025

Accrual Activity Summary

	Month to Date	Fiscal Year to Date (01/01/2025)
Beginning Book Value	287,829,062.11	297,406,569.00
Maturities/Calls	0.00	(5,000,000.00)
Purchases	0.00	4,901,367.19
Sales	0.00	0.00
Change in Cash, Payables, Receivables	(1,007,122.35)	(10,573,442.08)
Amortization/Accretion	81,036.43	168,482.08
Realized Gain (Loss)	0.00	0.00
Ending Book Value	286,902,976.19	286,902,976.19

Fair Market Activity Summary

	Month to Date	Fiscal Year to Date (01/01/2025)
Beginning Market Value	285,591,226.75	294,690,568.35
Maturities/Calls	0.00	(5,000,000.00)
Purchases	0.00	4,901,367.19
Sales	0.00	0.00
Change in Cash, Payables, Receivables	(1,007,122.35)	(10,573,442.08)
Amortization/Accretion	81,036.43	168,482.08
Change in Net Unrealized Gain (Loss)	894,721.02	1,372,886.30
Net Realized Gain (Loss)	0.00	0.00
Ending Market Value	285,559,861.85	285,559,861.85

Maturities/Calls	Market Value
Month to Date	0.00
Fiscal Year to Date	(5,000,000.00)

Purchases	Market Value
Month to Date	0.00
Fiscal Year to Date	4,901,367.19

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

Return Management-Income Detail

City of Kirkland | Total Aggregate Portfolio



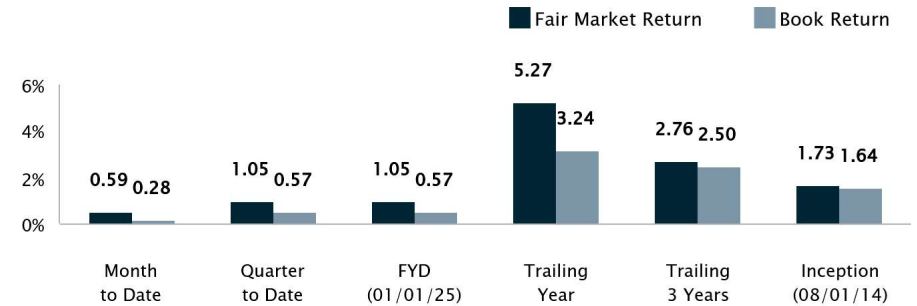
February 28, 2025

Accrued Book Return

	Month to Date	Fiscal Year to Date (01/01/2025)
Amortization/Accretion	81,036.43	168,482.08
Interest Earned	716,424.10	1,494,063.40
Realized Gain (Loss)	0.00	0.00
Book Income	797,460.53	1,662,545.49
Average Portfolio Balance	285,622,870.30	290,316,323.72
Book Return for Period	0.28%	0.57%

Return Comparisons

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



Fair Market Return

	Month to Date	Fiscal Year to Date (01/01/2025)
Fair Value Change	894,721.02	1,372,886.30
Amortization/Accretion	81,036.43	168,482.08
Interest Earned	716,424.10	1,494,063.40
Fair Market Earned Income	1,692,181.55	3,035,431.79
Average Portfolio Balance	285,622,870.30	290,316,323.72
Fair Market Return for Period	0.59%	1.05%

Interest Income

	Month to Date	Fiscal Year to Date (01/01/2025)
Beginning Accrued Interest	1,907,664.19	1,749,366.02
Coupons Paid	545,779.75	1,181,712.74
Purchased Accrued Interest	0.00	16,591.85
Sold Accrued Interest	0.00	0.00
Ending Accrued Interest	2,078,308.54	2,078,308.54
Interest Earned	716,424.10	1,494,063.40

Security Type Distribution

City of Kirkland | Total Aggregate Portfolio

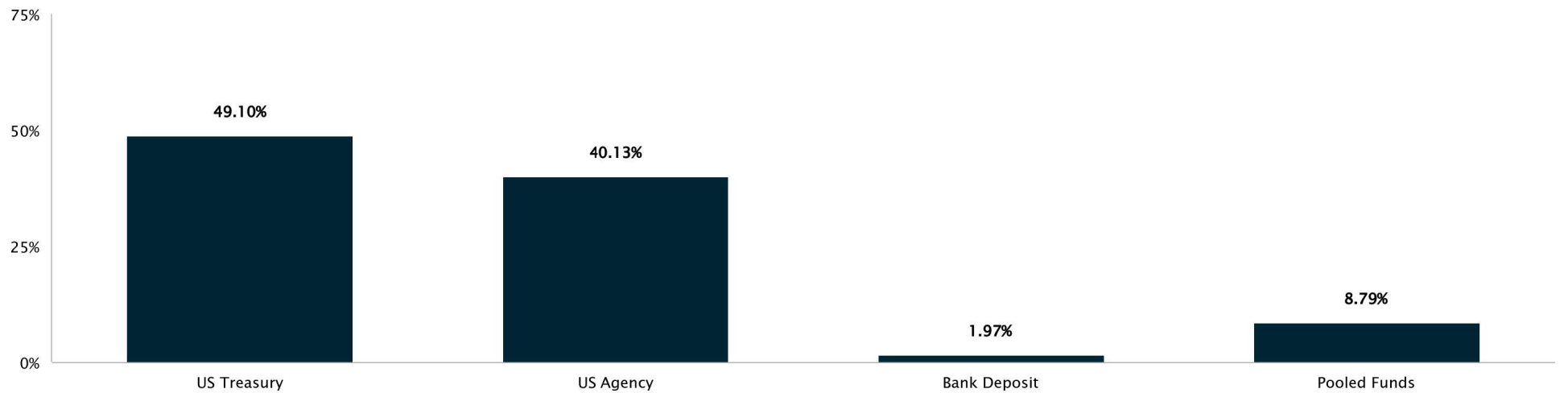


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Security Type Distribution

Security Type	Par Amount	Book Yield	Market Value + Accrued	% of Market Value + Accrued
US Treasury	143,500,000.00	3.15%	141,243,773.35	49.10%
US Agency	114,000,000.00	3.80%	115,435,969.25	40.13%
Bank Deposit	5,679,825.02	4.44%	5,679,825.02	1.97%
Pooled Funds	25,278,602.77	4.43%	25,278,602.77	8.79%
Total	288,458,427.79	3.55%	287,638,170.38	100.00%

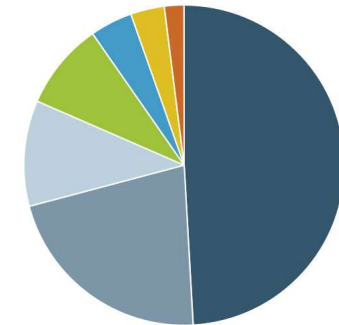
Security Type Distribution



Credit Rating S&P/Moody's/Fitch

	Market Value + Accrued	%
S&P		
AA+	256,679,742.59	89.24
NA	30,958,427.79	10.76
Moody's		
Aaa	256,679,742.59	89.24
NA	30,958,427.79	10.76
Fitch		
AA+	256,679,742.59	89.24
NA	30,958,427.79	10.76
Total	287,638,170.38	100.00

Issuer Concentration



- Government of The United States **49.1%**
- Farm Credit System **21.8%**
- Federal Home Loan Banks **10.7%**
- WASHINGTON LGIP **8.8%**
- Federal National Mortgage Association **4.3%**
- Federal Home Loan Mortgage Corporation **3.4%**
- Cathay Bank **2.0%**

Risk Management-Maturity/Duration

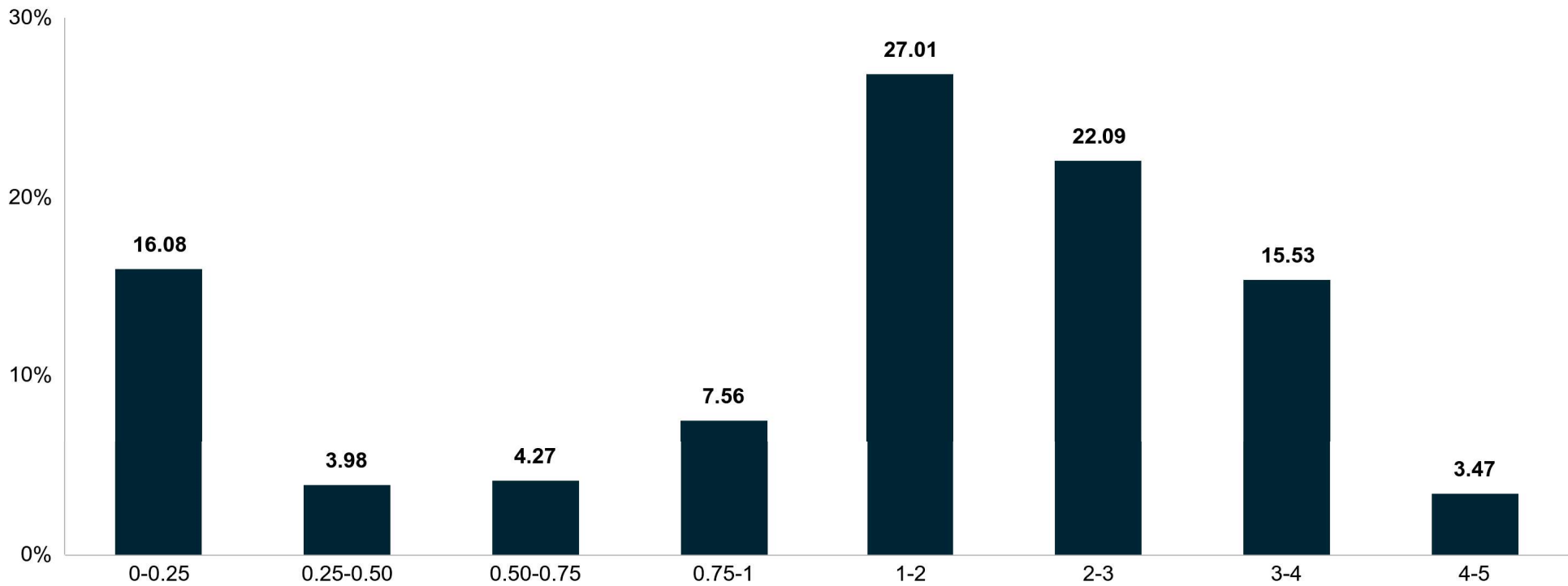
City of Kirkland | Total Aggregate Portfolio



February 28, 2025



Distribution by Effective Duration



Holdings by Maturity & Ratings



City of Kirkland | Total Aggregate Portfolio

February 28, 2025

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	5,679,825.02	Cathay Bank	4.440%	02/28/2025		5,679,825.02	0.00	5,679,825.02	4.44%	4.44%	1.97	0.01	0.01	NA NA NA
WA_LGIP	25,278,602.77	WASHINGTON LGIP	4.430%	02/28/2025		25,278,602.77	0.00	25,278,602.77	4.43%	4.43%	8.79	0.01	0.01	NA NA NA
3133EEWP1	10,000,000.00	FEDERAL FARM CREDIT BANKS FUNDING CORP	2.370%	04/01/2025		9,982,862.70	98,750.00	10,081,612.70	5.08%	4.21%	3.50	0.09	0.09	AA+ Aaa AA+
3135G03U5	5,000,000.00	FEDERAL NATIONAL MORTGAGE ASSOCIATION	0.625%	04/22/2025		4,973,128.80	11,197.92	4,984,326.72	0.53%	4.22%	1.73	0.15	0.15	AA+ Aaa AA+
912828ZW3	4,000,000.00	UNITED STATES TREASURY	0.250%	06/30/2025		3,946,406.24	1,657.46	3,948,063.70	0.57%	4.28%	1.37	0.33	0.33	AA+ Aaa AA+
3137EAEU9	5,000,000.00	FEDERAL HOME LOAN MORTGAGE CORP	0.375%	07/21/2025		4,922,909.10	2,083.33	4,924,992.43	0.44%	4.32%	1.71	0.39	0.39	AA+ Aaa AA+
91282CHV6	2,500,000.00	UNITED STATES TREASURY	5.000%	08/31/2025		2,508,027.35	339.67	2,508,367.02	4.78%	4.34%	0.87	0.50	0.49	AA+ Aaa AA+
3137EAEX3	5,000,000.00	FEDERAL HOME LOAN MORTGAGE CORP	0.375%	09/23/2025		4,890,271.35	8,229.17	4,898,500.52	0.42%	4.32%	1.70	0.57	0.56	AA+ Aaa AA+
3135G06G3	7,500,000.00	FEDERAL NATIONAL MORTGAGE ASSOCIATION	0.500%	11/07/2025		7,309,585.43	11,875.00	7,321,460.43	2.83%	4.26%	2.55	0.69	0.68	AA+ Aaa AA+
91282CBC4	4,000,000.00	UNITED STATES TREASURY	0.375%	12/31/2025		3,875,156.24	2,486.19	3,877,642.43	0.63%	4.21%	1.35	0.84	0.82	AA+ Aaa AA+
3133EN6A3	5,000,000.00	FEDERAL FARM CREDIT BANKS FUNDING CORP	4.000%	01/13/2026		4,992,387.90	26,666.67	5,019,054.57	3.82%	4.17%	1.74	0.87	0.85	AA+ Aaa AA+
91282CBH3	5,000,000.00	UNITED STATES TREASURY	0.375%	01/31/2026		4,828,007.80	1,502.07	4,829,509.87	0.47%	4.22%	1.68	0.92	0.90	AA+ Aaa AA+
91282CBQ3	3,000,000.00	UNITED STATES TREASURY	0.500%	02/28/2026		2,891,601.57	40.76	2,891,642.33	0.81%	4.23%	1.01	1.00	0.98	AA+ Aaa AA+
313373B68	5,000,000.00	FEDERAL HOME LOAN BANKS	4.375%	03/13/2026		5,010,426.80	102,083.33	5,112,510.13	4.63%	4.17%	1.78	1.04	0.99	AA+ Aaa AA+

Holdings by Maturity & Ratings



City of Kirkland | Total Aggregate Portfolio

February 28, 2025

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
91282CBT7	3,000,000.00	UNITED STATES TREASURY	0.750%	03/31/2026		2,891,601.57	9,395.60	2,900,997.17	0.76%	4.19%	1.01	1.08	1.06	AA+ Aaa AA+
3133EPHH1	4,000,000.00	FEDERAL FARM CREDIT BANKS FUNDING CORP	4.000%	04/28/2026		3,991,929.96	54,666.67	4,046,596.63	3.95%	4.17%	1.41	1.16	1.11	AA+ Aaa AA+
91282CBW0	4,000,000.00	UNITED STATES TREASURY	0.750%	04/30/2026		3,845,000.00	10,027.62	3,855,027.62	0.76%	4.18%	1.34	1.17	1.14	AA+ Aaa AA+
91282CCF6	4,000,000.00	UNITED STATES TREASURY	0.750%	05/31/2026		3,835,156.24	7,500.00	3,842,656.24	0.78%	4.16%	1.34	1.25	1.22	AA+ Aaa AA+
91282CKS9	6,000,000.00	UNITED STATES TREASURY	4.875%	05/31/2026		6,051,328.14	73,125.00	6,124,453.14	4.74%	4.16%	2.13	1.25	1.19	AA+ Aaa AA+
91282CCJ8	5,000,000.00	UNITED STATES TREASURY	0.875%	06/30/2026		4,789,843.75	7,251.38	4,797,095.13	2.62%	4.14%	1.67	1.33	1.30	AA+ Aaa AA+
91282CCP4	5,000,000.00	UNITED STATES TREASURY	0.625%	07/31/2026		4,760,156.25	2,503.45	4,762,659.70	0.80%	4.13%	1.66	1.42	1.39	AA+ Aaa AA+
91282CHU8	5,000,000.00	UNITED STATES TREASURY	4.375%	08/15/2026		5,017,773.45	8,459.94	5,026,233.39	4.19%	4.12%	1.75	1.46	1.40	AA+ Aaa AA+
3133EPUW3	5,000,000.00	FEDERAL FARM CREDIT BANKS FUNDING CORP	4.750%	09/01/2026		5,040,870.40	118,750.00	5,159,620.40	4.75%	4.18%	1.79	1.51	1.41	AA+ Aaa AA+
91282CCZ2	5,000,000.00	UNITED STATES TREASURY	0.875%	09/30/2026		4,760,156.25	18,269.23	4,778,425.48	1.05%	4.03%	1.66	1.59	1.54	AA+ Aaa AA+
91282CJC6	6,000,000.00	UNITED STATES TREASURY	4.625%	10/15/2026		6,047,812.50	104,443.68	6,152,256.18	4.67%	4.11%	2.14	1.63	1.53	AA+ Aaa AA+
91282CDK4	5,000,000.00	UNITED STATES TREASURY	1.250%	11/30/2026		4,768,554.70	15,625.00	4,784,179.70	1.26%	4.01%	1.66	1.75	1.70	AA+ Aaa AA+
91282CDQ1	5,000,000.00	UNITED STATES TREASURY	1.250%	12/31/2026		4,758,203.10	10,359.12	4,768,562.22	1.35%	4.01%	1.66	1.84	1.78	AA+ Aaa AA+
91282CJT9	6,000,000.00	UNITED STATES TREASURY	4.000%	01/15/2027		5,988,984.36	29,834.25	6,018,818.61	4.62%	4.10%	2.09	1.88	1.78	AA+ Aaa AA+

Holdings by Maturity & Ratings



City of Kirkland | Total Aggregate Portfolio

February 28, 2025

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
91282CEC1	6,000,000.00	UNITED STATES TREASURY	1.875%	02/28/2027		5,746,875.00	305.71	5,747,180.71	4.60%	4.09%	2.00	2.00	1.93	AA+ Aaa AA+
91282CEF4	5,000,000.00	UNITED STATES TREASURY	2.500%	03/31/2027		4,844,726.55	52,197.80	4,896,924.35	2.99%	4.07%	1.70	2.08	1.98	AA+ Aaa AA+
3133ERGF2	6,000,000.00	FEDERAL FARM CREDIT BANKS FUNDING CORP	4.750%	04/30/2027		6,073,155.90	95,791.67	6,168,947.57	4.61%	4.15%	2.14	2.17	2.02	AA+ Aaa AA+
3133ERDS7	4,000,000.00	FEDERAL FARM CREDIT BANKS FUNDING CORP	4.750%	05/06/2027		4,049,484.48	60,694.44	4,110,178.92	4.69%	4.15%	1.43	2.18	2.03	AA+ Aaa AA+
91282CEW7	5,000,000.00	UNITED STATES TREASURY	3.250%	06/30/2027		4,910,742.20	26,933.70	4,937,675.90	3.29%	4.06%	1.72	2.33	2.21	AA+ Aaa AA+
91282CFB2	6,000,000.00	UNITED STATES TREASURY	2.750%	07/31/2027		5,818,125.00	13,218.23	5,831,343.23	4.54%	4.08%	2.03	2.42	2.31	AA+ Aaa AA+
91282CFH9	7,000,000.00	UNITED STATES TREASURY	3.125%	08/31/2027		6,842,500.00	594.43	6,843,094.43	4.45%	4.08%	2.38	2.50	2.37	AA+ Aaa AA+
91282CFM8	5,000,000.00	UNITED STATES TREASURY	4.125%	09/30/2027		5,007,617.20	86,126.37	5,093,743.57	4.19%	4.06%	1.77	2.59	2.39	AA+ Aaa AA+
3133EPYM1	2,500,000.00	FEDERAL FARM CREDIT BANKS FUNDING CORP	4.750%	10/13/2027		2,540,706.10	45,520.83	2,586,226.93	4.71%	4.09%	0.90	2.62	2.41	AA+ Aaa AA+
3133EN3S7	7,000,000.00	FEDERAL FARM CREDIT BANKS FUNDING CORP	3.750%	12/07/2027		6,926,270.26	61,250.00	6,987,520.26	3.81%	4.15%	2.43	2.77	2.59	AA+ Aaa AA+
91282CGH8	7,000,000.00	UNITED STATES TREASURY	3.500%	01/31/2028		6,890,625.00	19,627.07	6,910,252.07	4.40%	4.07%	2.40	2.92	2.74	AA+ Aaa AA+
91282CGP0	5,000,000.00	UNITED STATES TREASURY	4.000%	02/29/2028		4,989,843.75	543.48	4,990,387.23	4.31%	4.07%	1.73	3.00	2.80	AA+ Aaa AA+
3130ATS57	5,000,000.00	FEDERAL HOME LOAN BANKS	4.500%	03/10/2028		5,059,360.10	106,875.00	5,166,235.10	3.79%	4.08%	1.80	3.03	2.76	AA+ Aaa AA+
3133EPGW9	4,000,000.00	FEDERAL FARM CREDIT BANKS FUNDING CORP	3.875%	04/25/2028		3,966,274.52	54,250.00	4,020,524.52	3.71%	4.16%	1.40	3.16	2.90	AA+ Aaa AA+

Holdings by Maturity & Ratings

City of Kirkland | Total Aggregate Portfolio



February 28, 2025

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
3130AWMN7	5,000,000.00	FEDERAL HOME LOAN BANKS	4.375%	06/09/2028		5,039,012.00	49,826.39	5,088,838.39	4.35%	4.12%	1.77	3.28	3.00	AA+ Aaa AA+
3130AWN63	5,000,000.00	FEDERAL HOME LOAN BANKS	4.000%	06/30/2028		4,988,379.05	33,888.89	5,022,267.94	4.01%	4.07%	1.75	3.34	3.08	AA+ Aaa AA+
3130AWTR1	5,000,000.00	FEDERAL HOME LOAN BANKS	4.375%	09/08/2028		5,046,273.90	105,121.53	5,151,395.43	4.44%	4.09%	1.79	3.53	3.18	AA+ Aaa AA+
3133EPWK7	5,000,000.00	FEDERAL FARM CREDIT BANKS FUNDING CORP	4.500%	09/22/2028		5,062,021.00	99,375.00	5,161,396.00	4.72%	4.12%	1.79	3.57	3.21	AA+ Aaa AA+
91282CJF9	5,000,000.00	UNITED STATES TREASURY	4.875%	10/31/2028		5,143,945.30	81,474.45	5,225,419.75	4.36%	4.02%	1.82	3.67	3.29	AA+ Aaa AA+
9128285M8	5,000,000.00	UNITED STATES TREASURY	3.125%	11/15/2028		4,834,375.00	45,752.76	4,880,127.76	4.24%	4.10%	1.70	3.71	3.43	AA+ Aaa AA+
3133ERAK7	5,000,000.00	FEDERAL FARM CREDIT BANKS FUNDING CORP	4.375%	04/10/2029		5,040,408.90	85,677.08	5,126,085.98	4.63%	4.16%	1.78	4.11	3.68	AA+ Aaa AA+
3133ERDH1	4,000,000.00	FEDERAL FARM CREDIT BANKS FUNDING CORP	4.750%	04/30/2029		4,089,002.40	63,861.11	4,152,863.51	4.54%	4.16%	1.44	4.17	3.70	AA+ Aaa AA+
3130B1BC0	5,000,000.00	FEDERAL HOME LOAN BANKS	4.625%	06/08/2029		5,091,498.20	53,315.97	5,144,814.17	4.47%	4.15%	1.79	4.27	3.82	AA+ Aaa AA+
91282CFT3	5,000,000.00	UNITED STATES TREASURY	4.000%	10/31/2029		4,975,195.30	66,850.83	5,042,046.13	4.33%	4.12%	1.75	4.67	4.16	AA+ Aaa AA+
91282CGB1	5,000,000.00	UNITED STATES TREASURY	3.875%	12/31/2029		4,946,875.00	32,113.26	4,978,988.26	4.32%	4.12%	1.73	4.84	4.34	AA+ Aaa AA+
Total	288,458,427.79		3.166%			285,559,861.85	2,078,308.54	287,638,170.38	3.55%	4.17%	100.00	1.87	1.74	

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.

