



# City of Naperville

Quarterly Performance Report  
March 31, 2024

## Total Fund Composite

Manager Status

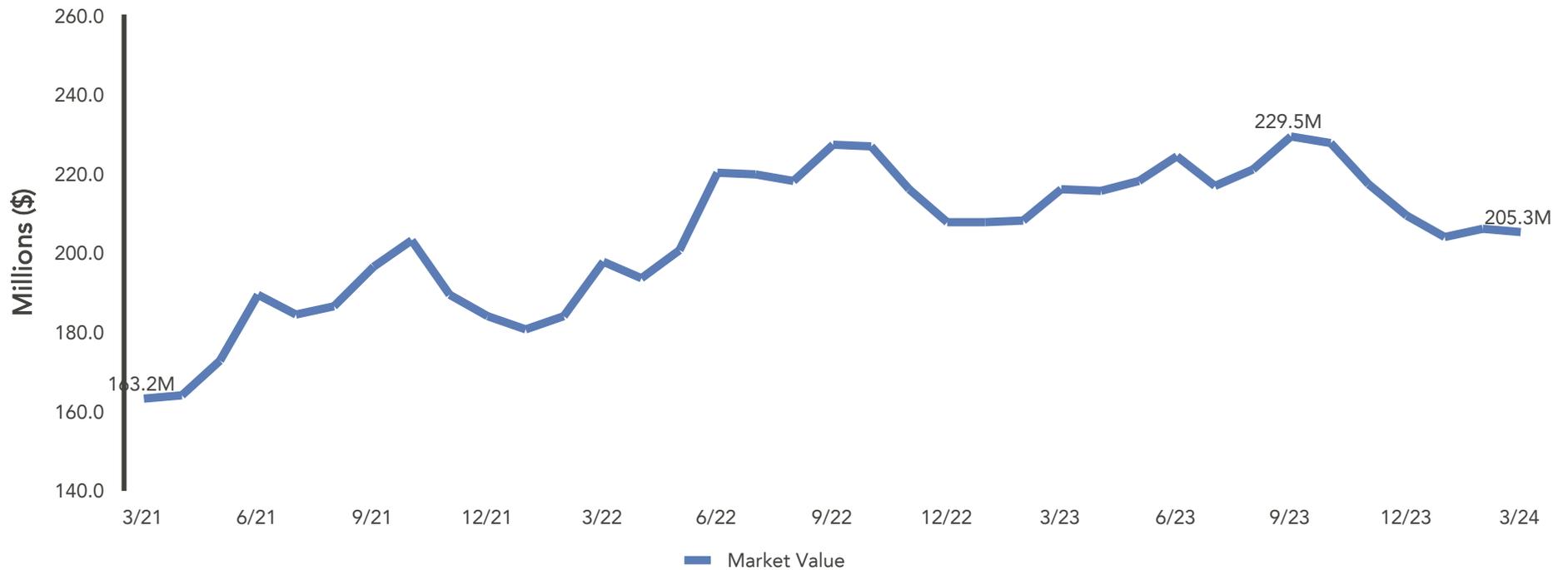
Investment Manager	Asset Class	Status	Reason
PFM	Int. Govt. Fixed Income	In Compliance	--
Mesirow	Int. Govt. Fixed Income	In Compliance	--
Wintrust MFT Account - 6092	Cash & Equivalents	In Compliance	--
Wintrust General Account - 3763	Cash & Equivalents	In Compliance	--

## Total Fund Composite

Portfolio Allocation  
As of March 31, 2024

	Asset Class	Current Balance	Current Allocation	Policy	Difference
<b>Total Fund Composite</b>		<b>205,271,724</b>	<b>100.0</b>	<b>100.0</b>	
<b>Fixed Income Composite</b>		<b>184,013,994</b>	<b>89.6</b>	<b>85.0</b>	<b>9,533,029</b>
PFM	Int. Govt. Fixed Income	100,192,632	48.8	42.5	12,952,149
Mesirow	Int. Govt. Fixed Income	83,821,362	40.8	42.5	-3,419,120
<b>Cash Equivalents Composite</b>		<b>21,257,730</b>	<b>10.4</b>	<b>15.0</b>	<b>-9,533,029</b>
Wintrust MFT Account - 6092	Cash & Equivalents	14,495,501	7.1		
Wintrust General Account - 3763	Cash & Equivalents	6,762,229	3.3		

Market Value History

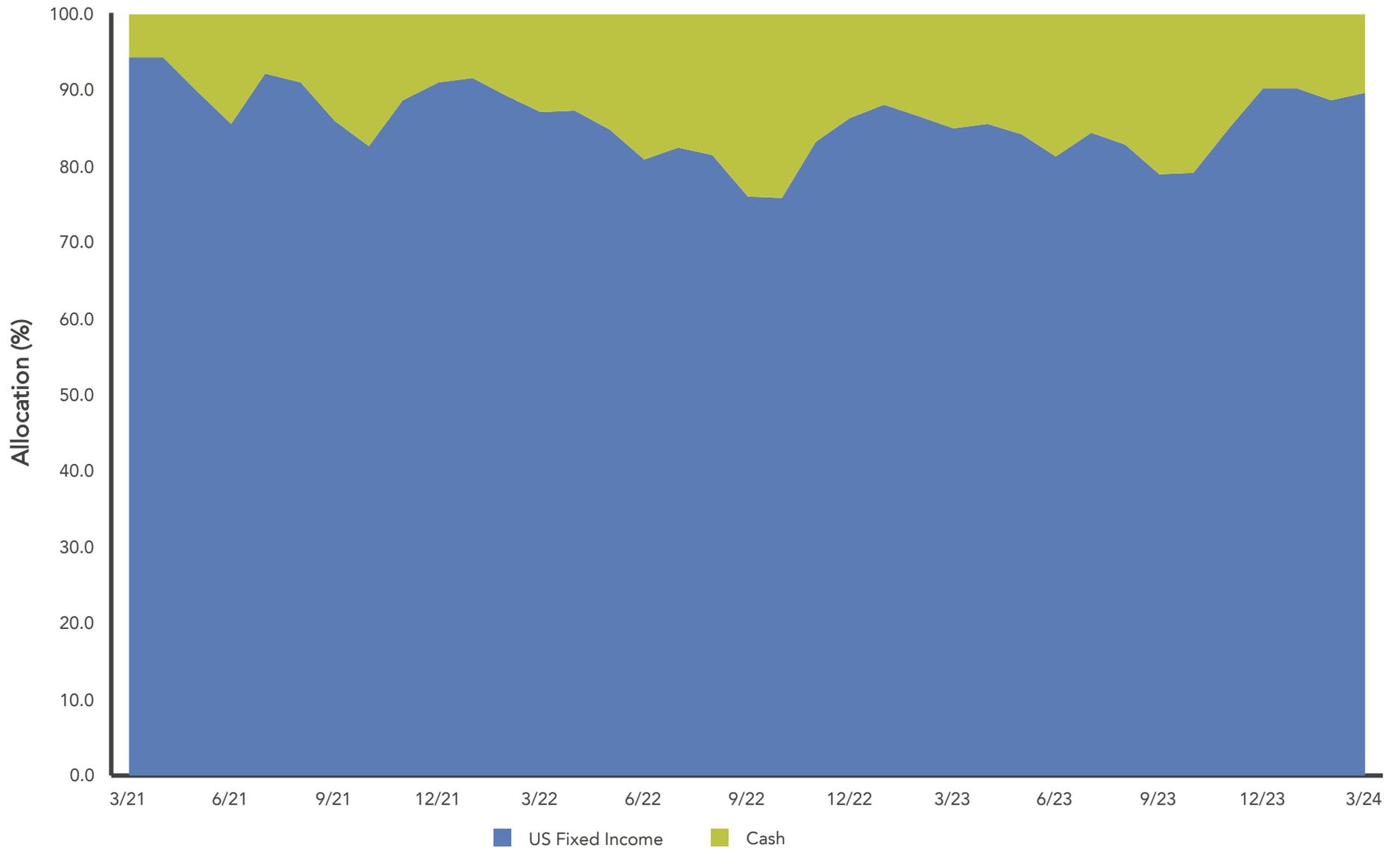


Summary of Cash Flows

	1 Quarter (\$)	1 Year (\$)	3 Years (\$)	5 Years (\$)
Beginning Market Value	209,396,795	216,213,657	163,170,782	116,703,785
Net Cash Flow	-4,586,113	-17,836,226	44,387,240	82,094,610
Net Investment Change	160,768	5,213,219	-4,611,819	3,923,916
Ending Market Value	205,271,724	205,271,724	205,271,724	205,271,724

# Total Fund Composite

Historical Asset Allocation  
3 Years Ending March 31, 2024



## Total Fund Composite

Annualized Performance (Net of Fees)

As of March 31, 2024

	3 Mo (%)	1 Yr (%)	2 Yrs (%)	3 Yrs (%)	4 Yrs (%)	5 Yrs (%)	7 Yrs (%)	10 Yrs (%)
<b>Total Fund Composite</b>	<b>0.2</b>	<b>3.2</b>	<b>1.1</b>	<b>-0.6</b>	<b>-0.1</b>	<b>1.0</b>	<b>1.2</b>	<b>1.1</b>
Custom Primary Benchmark	-0.2	2.2	0.3	-1.2	-0.8	0.9	1.2	1.4
Legacy Benchmark	-0.1	2.2	0.6	-0.8	-0.8	0.9	1.1	1.2
<b>Fixed Income Composite</b>	<b>0.1</b>	<b>2.8</b>	<b>0.5</b>	<b>-1.1</b>	<b>-0.5</b>	<b>0.9</b>	<b>1.2</b>	<b>1.3</b>
Custom Primary Benchmark	-0.2	2.2	0.3	-1.2	-0.8	0.9	1.2	1.4
Blmbg. U.S. Government: Intermediate Index	-0.3	1.6	0.1	-1.4	-1.3	0.6	1.0	1.1
eV US Interm Duration Fixed Inc Rank	44	66	45	56	81	74	84	89
<b>Cash Equivalents Composite</b>	<b>1.4</b>	<b>5.3</b>	<b>3.6</b>	<b>2.4</b>	<b>1.8</b>	<b>1.6</b>	<b>1.2</b>	<b>0.8</b>
ICE BofA 3 Month U.S. T-Bill	1.3	5.2	3.9	2.6	2.0	2.0	1.9	1.4

## Total Fund Composite

Calendar Performance (Net of Fees)  
As of March 31, 2024

	2023 (%)	2022 (%)	2021 (%)	2020 (%)	2019 (%)	2018 (%)	2017 (%)	2016 (%)	2015 (%)
<b>Total Fund Composite</b>	<b>5.0</b>	<b>-6.7</b>	<b>-1.7</b>	<b>5.4</b>	<b>5.1</b>	<b>0.7</b>	<b>1.1</b>	<b>0.6</b>	<b>0.7</b>
Custom Primary Benchmark	4.8	-8.0	-1.6	6.1	6.1	1.1	1.6	1.6	1.1
Legacy Benchmark	4.4	-6.4	-1.4	5.0	4.8	1.5	1.1	0.9	1.0
<b>Fixed Income Composite</b>	<b>4.9</b>	<b>-8.0</b>	<b>-1.8</b>	<b>6.1</b>	<b>6.1</b>	<b>0.8</b>	<b>1.4</b>	<b>1.1</b>	<b>1.1</b>
Custom Primary Benchmark	4.8	-8.0	-1.6	6.1	6.1	1.1	1.6	1.6	1.1
Blmbg. U.S. Government: Intermediate Index	4.3	-7.7	-1.7	5.7	5.2	1.4	1.1	1.1	1.2
eV US Interm Duration Fixed Inc Rank	85	20	87	72	81	34	92	95	45
<b>Cash Equivalents Composite</b>	<b>4.9</b>	<b>0.9</b>	<b>0.0</b>	<b>0.1</b>	<b>0.6</b>	<b>0.3</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>
ICE BofA 3 Month U.S. T-Bill	5.0	1.5	0.0	0.7	2.3	1.9	0.9	0.3	0.1

## Total Fund Composite

Annualized Performance (Net of Fees)

As of March 31, 2024

	3 Mo (%)	1 Yr (%)	2 Yrs (%)	3 Yrs (%)	4 Yrs (%)	5 Yrs (%)	7 Yrs (%)	10 Yrs (%)
<b>Total Fund Composite</b>	<b>0.2</b>	<b>3.2</b>	<b>1.1</b>	<b>-0.6</b>	<b>-0.1</b>	<b>1.0</b>	<b>1.2</b>	<b>1.1</b>
Custom Primary Benchmark	-0.2	2.2	0.3	-1.2	-0.8	0.9	1.2	1.4
Legacy Benchmark	-0.1	2.2	0.6	-0.8	-0.8	0.9	1.1	1.2
<b>Fixed Income Composite</b>	<b>0.1</b>	<b>2.8</b>	<b>0.5</b>	<b>-1.1</b>	<b>-0.5</b>	<b>0.9</b>	<b>1.2</b>	<b>1.3</b>
Custom Primary Benchmark	-0.2	2.2	0.3	-1.2	-0.8	0.9	1.2	1.4
Blmbg. U.S. Government: Intermediate Index	-0.3	1.6	0.1	-1.4	-1.3	0.6	1.0	1.1
eV US Interm Duration Fixed Inc Rank	44	66	45	56	81	74	84	89
<b>PFM</b>	<b>0.1</b>	<b>3.1</b>	<b>0.8</b>	<b>-1.0</b>	<b>-0.3</b>	<b>1.0</b>	<b>1.3</b>	<b>-</b>
Blmbg. U.S. Government: Intermediate Index	-0.3	1.6	0.1	-1.4	-1.3	0.6	1.0	1.1
Custom Primary Benchmark	-0.2	2.2	0.3	-1.2	-0.8	0.9	1.2	1.4
eV US Interm Duration Fixed Inc Rank	45	51	29	51	69	64	76	-
<b>Mesirow</b>	<b>0.1</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Blmbg. U.S. Government: Intermediate Index	-0.3	1.6	0.1	-1.4	-1.3	0.6	1.0	1.1
Custom Primary Benchmark	-0.2	2.2	0.3	-1.2	-0.8	0.9	1.2	1.4
eV US Interm Duration Fixed Inc Rank	43	-	-	-	-	-	-	-
<b>Cash Equivalents Composite</b>	<b>1.4</b>	<b>5.3</b>	<b>3.6</b>	<b>2.4</b>	<b>1.8</b>	<b>1.6</b>	<b>1.2</b>	<b>0.8</b>
ICE BofA 3 Month U.S. T-Bill	1.3	5.2	3.9	2.6	2.0	2.0	1.9	1.4
<b>Wintrust MFT Account - 6092</b>	<b>1.4</b>	<b>5.5</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
ICE BofA 3 Month U.S. T-Bill	1.3	5.2	3.9	2.6	2.0	2.0	1.9	1.4
<b>Wintrust General Account - 3763</b>	<b>1.5</b>	<b>5.2</b>	<b>3.5</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
ICE BofA 3 Month U.S. T-Bill	1.3	5.2	3.9	2.6	2.0	2.0	1.9	1.4

## Total Fund Composite

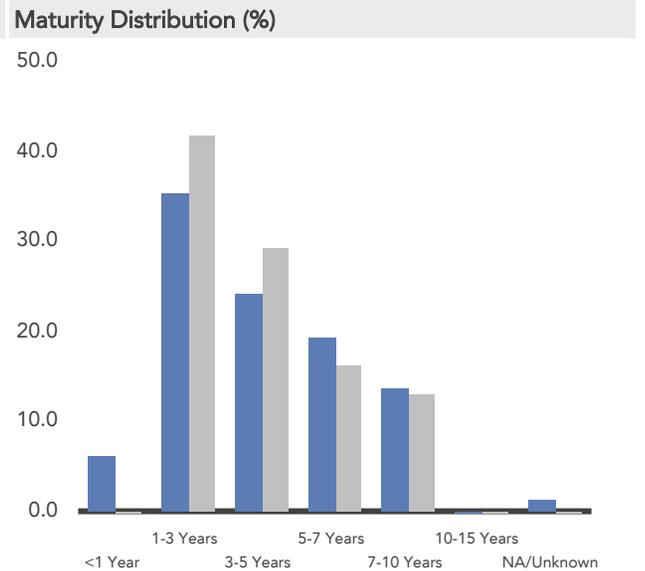
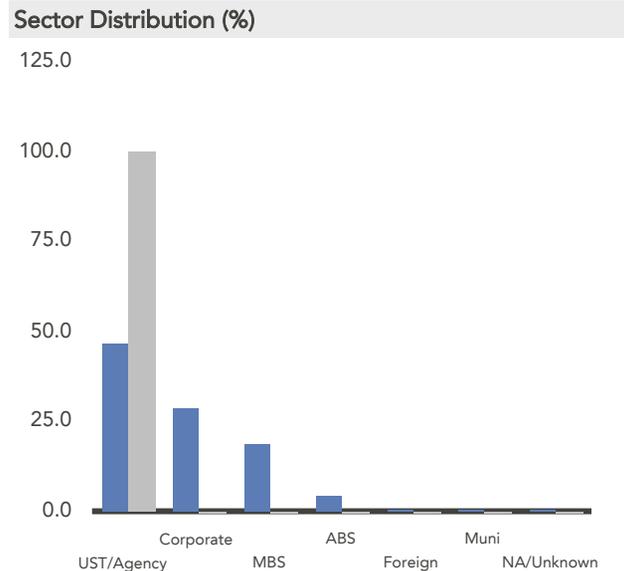
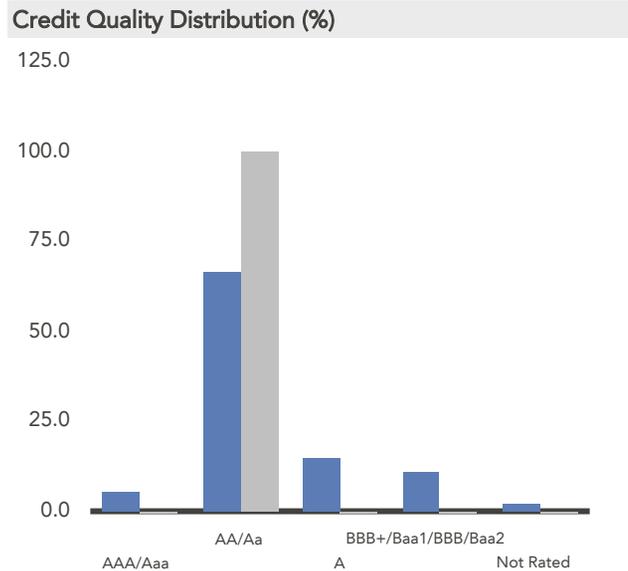
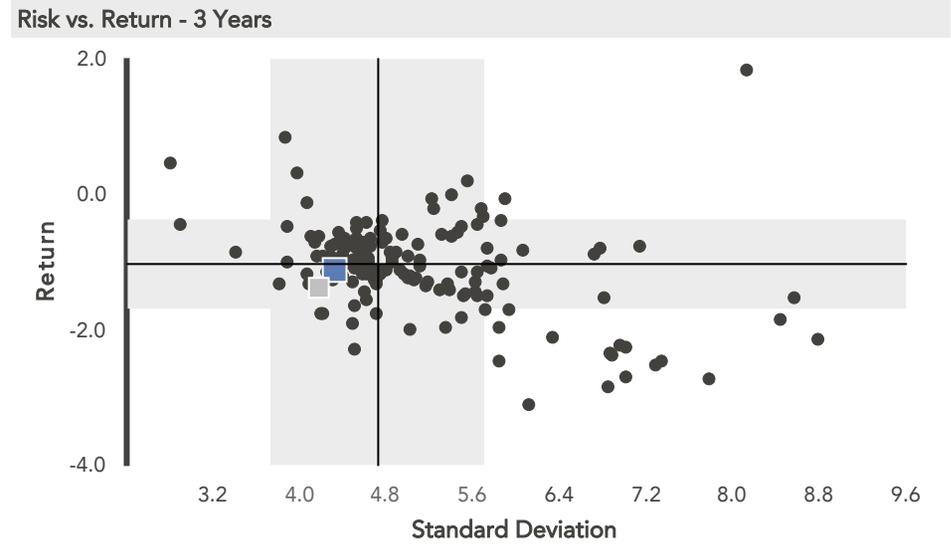
Calendar Performance (Net of Fees)  
As of March 31, 2024

	2023 (%)	2022 (%)	2021 (%)	2020 (%)	2019 (%)	2018 (%)	2017 (%)	2016 (%)	2015 (%)
<b>Total Fund Composite</b>	<b>5.0</b>	<b>-6.7</b>	<b>-1.7</b>	<b>5.4</b>	<b>5.1</b>	<b>0.7</b>	<b>1.1</b>	<b>0.6</b>	<b>0.7</b>
Custom Primary Benchmark	4.8	-8.0	-1.6	6.1	6.1	1.1	1.6	1.6	1.1
Legacy Benchmark	4.4	-6.4	-1.4	5.0	4.8	1.5	1.1	0.9	1.0
<b>Fixed Income Composite</b>	<b>4.9</b>	<b>-8.0</b>	<b>-1.8</b>	<b>6.1</b>	<b>6.1</b>	<b>0.8</b>	<b>1.4</b>	<b>1.1</b>	<b>1.1</b>
Custom Primary Benchmark	4.8	-8.0	-1.6	6.1	6.1	1.1	1.6	1.6	1.1
Blmbg. U.S. Government: Intermediate Index	4.3	-7.7	-1.7	5.7	5.2	1.4	1.1	1.1	1.2
eV US Interm Duration Fixed Inc Rank	85	20	87	72	81	34	92	95	45
<b>PFM</b>	<b>5.3</b>	<b>-7.8</b>	<b>-1.7</b>	<b>5.9</b>	<b>6.2</b>	<b>1.2</b>	<b>1.3</b>	<b>-</b>	<b>-</b>
Blmbg. U.S. Government: Intermediate Index	4.3	-7.7	-1.7	5.7	5.2	1.4	1.1	1.1	1.2
Custom Primary Benchmark	4.8	-8.0	-1.6	6.1	6.1	1.1	1.6	1.6	1.1
eV US Interm Duration Fixed Inc Rank	66	17	80	78	80	9	94	-	-
<b>Mesirow</b>	<b>-</b>								
Blmbg. U.S. Government: Intermediate Index	4.3	-7.7	-1.7	5.7	5.2	1.4	1.1	1.1	1.2
Custom Primary Benchmark	4.8	-8.0	-1.6	6.1	6.1	1.1	1.6	1.6	1.1
eV US Interm Duration Fixed Inc Rank	-	-	-	-	-	-	-	-	-
<b>Cash Equivalents Composite</b>	<b>4.9</b>	<b>0.9</b>	<b>0.0</b>	<b>0.1</b>	<b>0.6</b>	<b>0.3</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>
ICE BofA 3 Month U.S. T-Bill	5.0	1.5	0.0	0.7	2.3	1.9	0.9	0.3	0.1
<b>Wintrust MFT Account - 6092</b>	<b>5.2</b>	<b>-</b>							
ICE BofA 3 Month U.S. T-Bill	5.0	1.5	0.0	0.7	2.3	1.9	0.9	0.3	0.1
<b>Wintrust General Account - 3763</b>	<b>4.7</b>	<b>-</b>							
ICE BofA 3 Month U.S. T-Bill	5.0	1.5	0.0	0.7	2.3	1.9	0.9	0.3	0.1

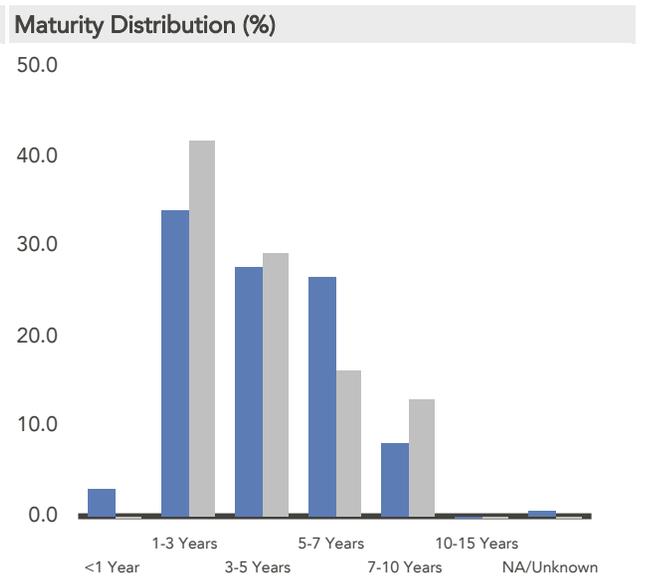
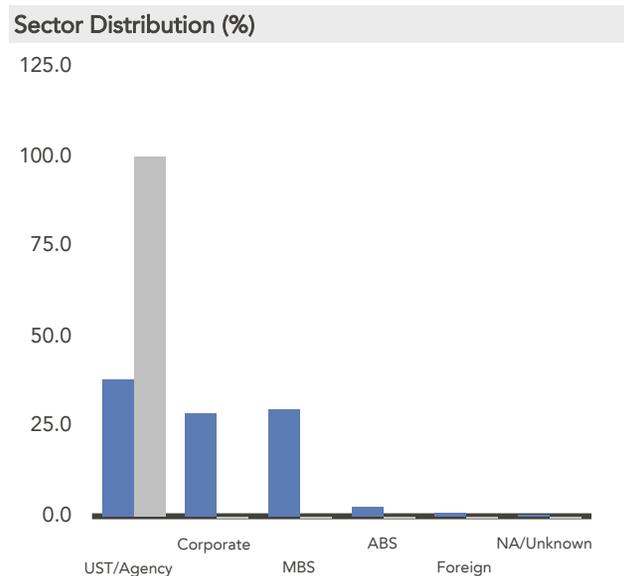
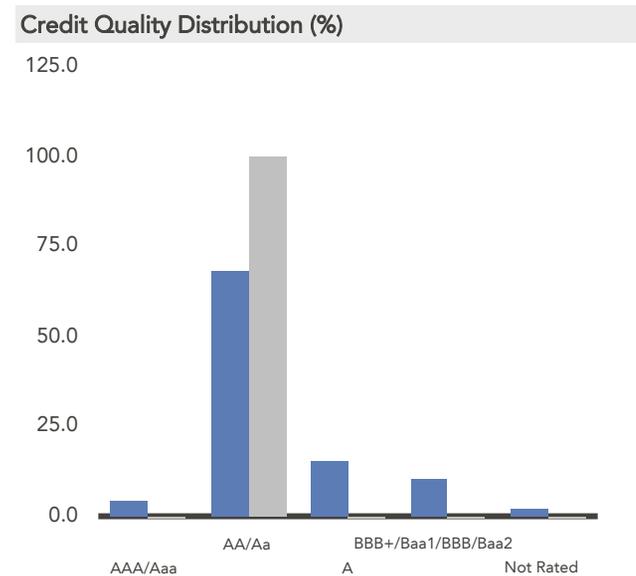
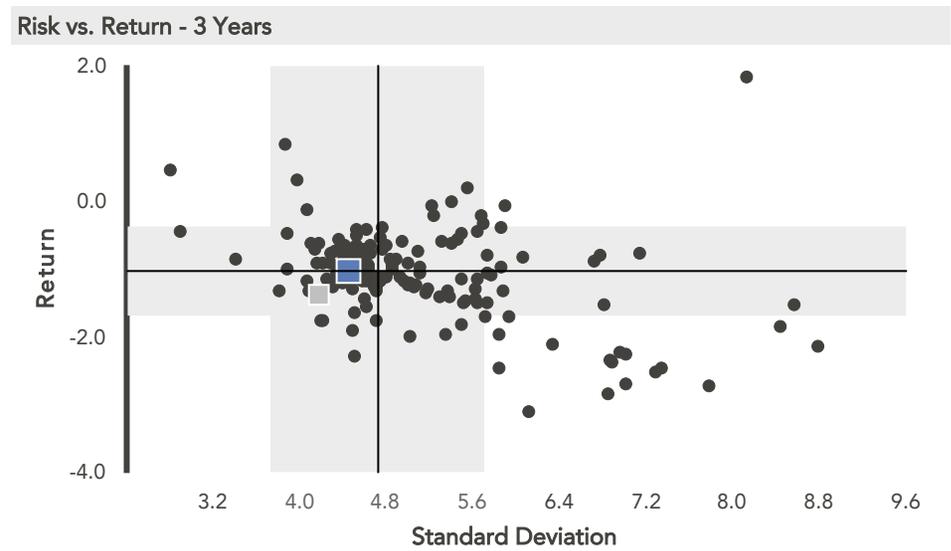
# Fixed Income Composite

Portfolio Characteristics  
As of March 31, 2024

Portfolio Characteristics	Portfolio	Blmbg. U.S. Government: Intermediate Index
Avg. Maturity (yrs.)	4.3	4.1
Avg. Quality	AA	AA
Coupon Rate (%)	3.2	2.7
Modified Duration (yrs.)	3.6	3.7
Effective Duration (yrs.)	3.6	3.7
Yield To Maturity (%)	4.8	4.4
Yield To Worst (%)	4.8	4.5

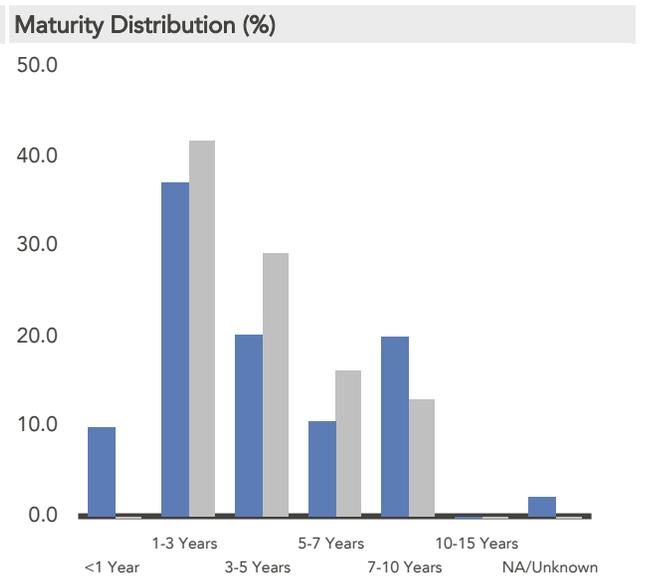
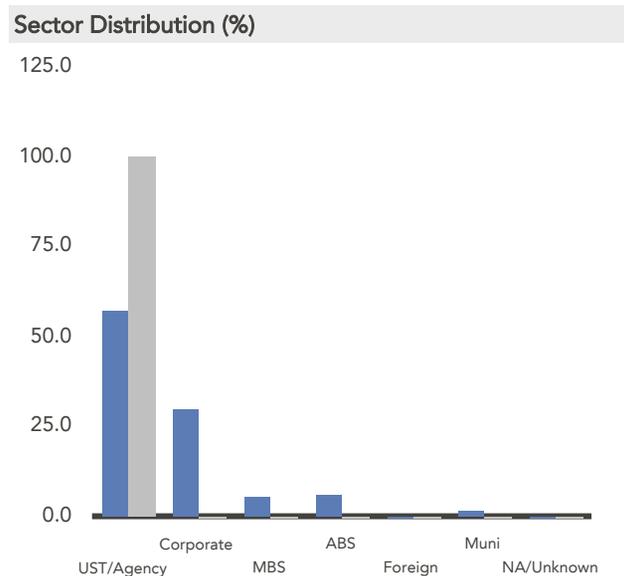
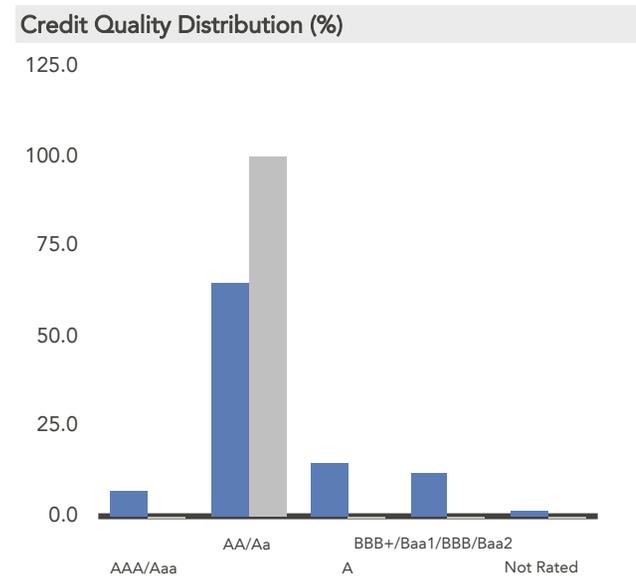
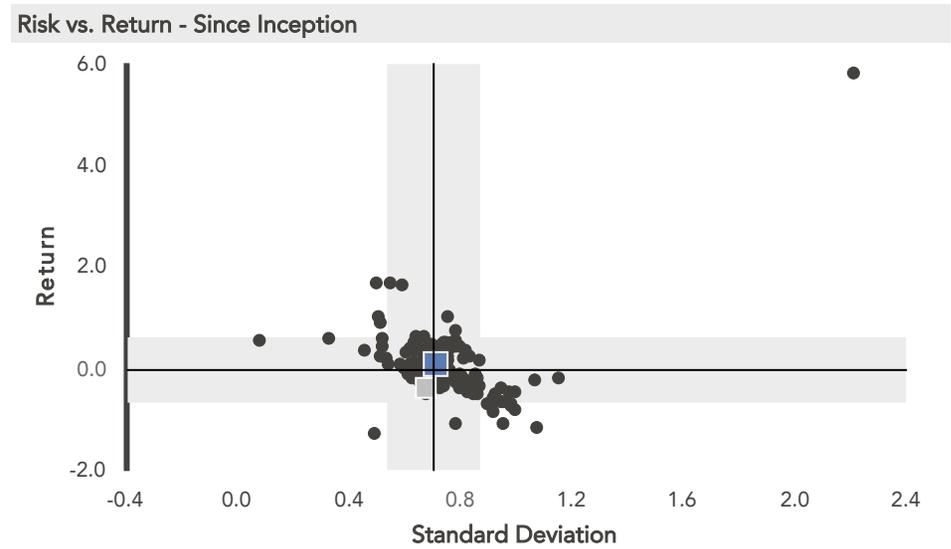


Portfolio Characteristics	Portfolio	Blmbg. U.S. Government: Intermediate Index
Avg. Maturity (yrs.)	4.1	4.1
Avg. Quality	AA	AA
Coupon Rate (%)	2.8	2.7
Modified Duration (yrs.)	3.3	3.7
Effective Duration (yrs.)	3.4	3.7
Yield To Maturity (%)	4.8	4.4
Yield To Worst (%)	4.8	4.5



■ Portfolio ■ Benchmark

Portfolio Characteristics	Portfolio	Blmbg. U.S. Government: Intermediate Index
Avg. Maturity (yrs.)	4.5	4.1
Avg. Quality	AA	AA
Coupon Rate (%)	3.8	2.7
Modified Duration (yrs.)	3.8	3.7
Effective Duration (yrs.)	3.8	3.7
Yield To Maturity (%)	4.8	4.4
Yield To Worst (%)	4.8	4.5



## Total Fund Composite

Fee Schedule  
As of March 31, 2024

Asset Class	Investment Manager	Fee Schedule	Est. Annual Fee <sup>1</sup>	Expense Ratio	Industry Median <sup>2</sup>
Int. Govt. Fixed Income	PFM	0.10% on the first \$25 million 0.08% on the next \$25 million 0.07% on the next \$50 million 0.06% on the balance	\$80,116	0.08%	0.25%
Int. Govt. Fixed Income	Mesirow	0.075% on the first \$50 million 0.05% on the balance	\$54,411	0.06%	0.25%
<b>Total Investment Management Fees</b>			<b>\$134,526</b>	<b>0.07%</b>	<b>0.44%</b>
Investment Consultant	Marquette Associates, Inc.	\$30,000 Annual Fee	\$30,000	0.00%	N/A
<b>Total Fund</b>	<b>Total Fund</b>		<b>\$164,526</b>	<b>0.00%</b>	

<sup>1</sup> Expense Ratio & Estimated Annual Fee are Based on Market Value at Quarter End.

<sup>2</sup> Source: Marquette Associates Investment Management Fee Study.

## Total Fund Composite

Custom Primary Benchmark	Weight (%)
Custom Primary Benchmark : Jan-1900	
Blmbg. U.S. Government: Intermediate Index	80.00
Blmbg. U.S. Intermediate Credit	20.00

## Benchmark Composition As of March 31, 2024

Custom Primary Benchmark	Weight (%)
Legacy Benchmark : Jan-2000	
Blmbg. U.S. Government: Intermediate Index	85.00
ICE BofA 3 Month U.S. T-Bill	15.00

## DISCLOSURE

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# CITY OF NAPERVILLE

## Investment Performance Review For the Quarter Ended March 31, 2024

### Client Management Team

Michelle Binns, Director  
Jeffrey K. Schroeder, Managing Director  
Michael P. Downs, Portfolio Manager  
Chris Harris, Director

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717-232-2723

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# Agenda

- Market Update
- Portfolio Review

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# Market Update

## Current Market Themes



- ▶ The U.S. economy is characterized by:
  - ▶ Robust growth that continues to show surprising strength
  - ▶ Sticky inflation that remains above the Federal Reserve (Fed)'s 2% target
  - ▶ Labor markets continuing to show impressive job gains and low unemployment
  - ▶ Resilient consumer spending supported by wage growth that is outpacing inflation



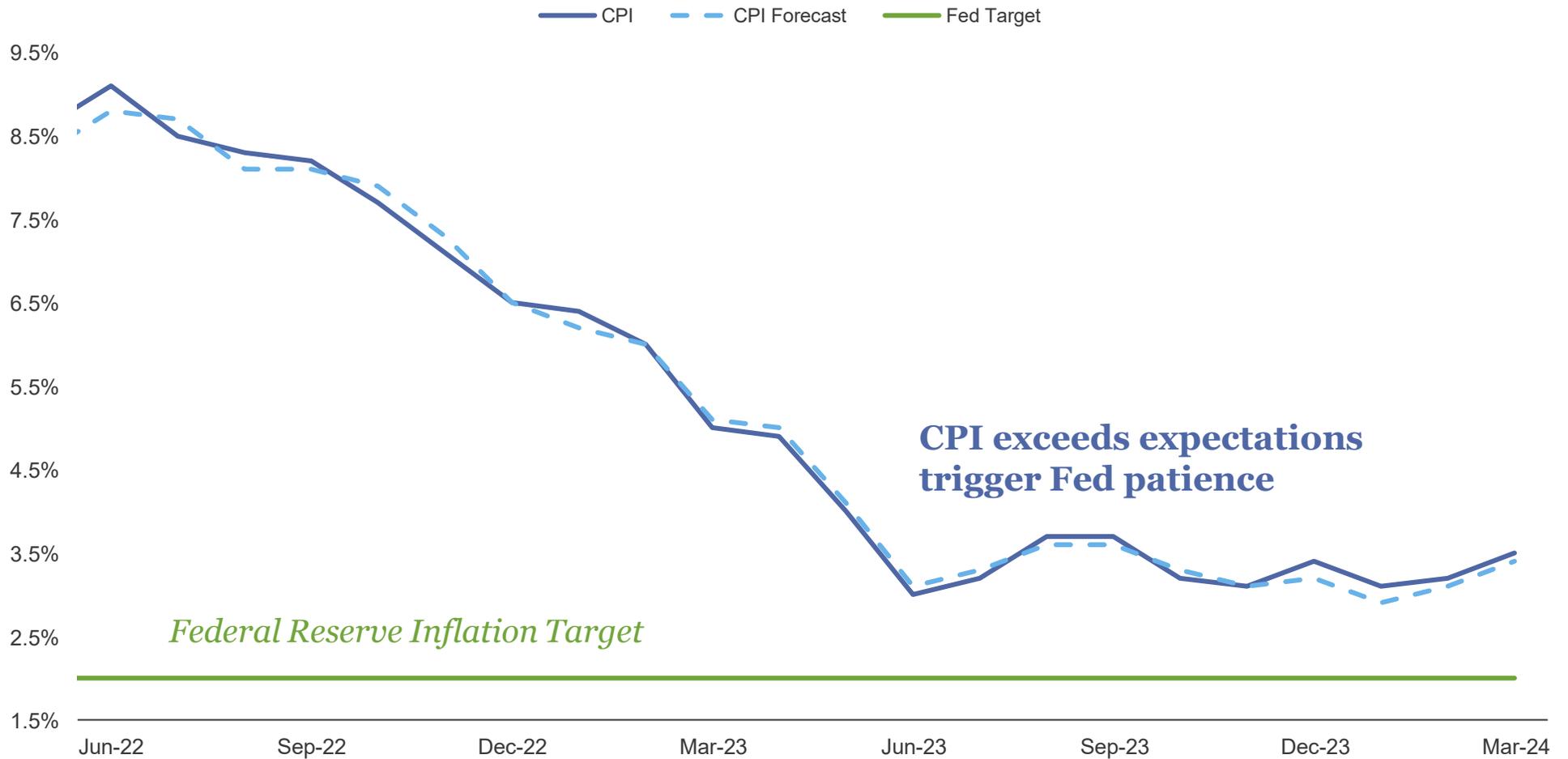
- ▶ Federal Reserve reaffirms rate cut expectations
  - ▶ Forecast of 75 basis points of cuts this year
  - ▶ After entering the year expecting 6 cuts in 2024, markets have adjusted their expectations to only 2 to 3 cuts in 2024
  - ▶ Fed officials reaffirm that restoring price stability is the priority, but further confidence in inflation moving toward the 2% target is needed, which may delay the timing of rate cuts



- ▶ Treasury yields increase following the change in market expectations
  - ▶ Yields on maturities between 2 and 10 years rose 30-40 basis points during the quarter
  - ▶ Yield curve inversion persists
  - ▶ Spreads in most sectors fell to multi-year lows given the strong economic environment

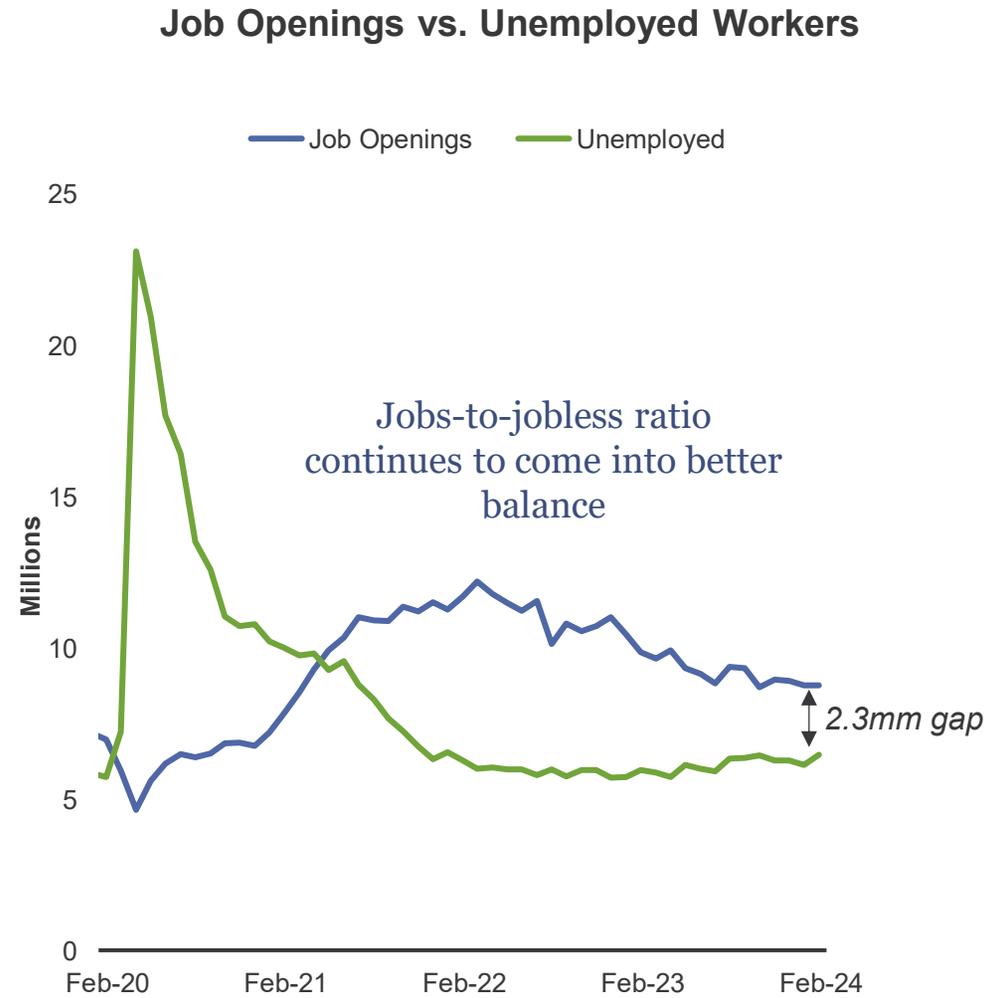
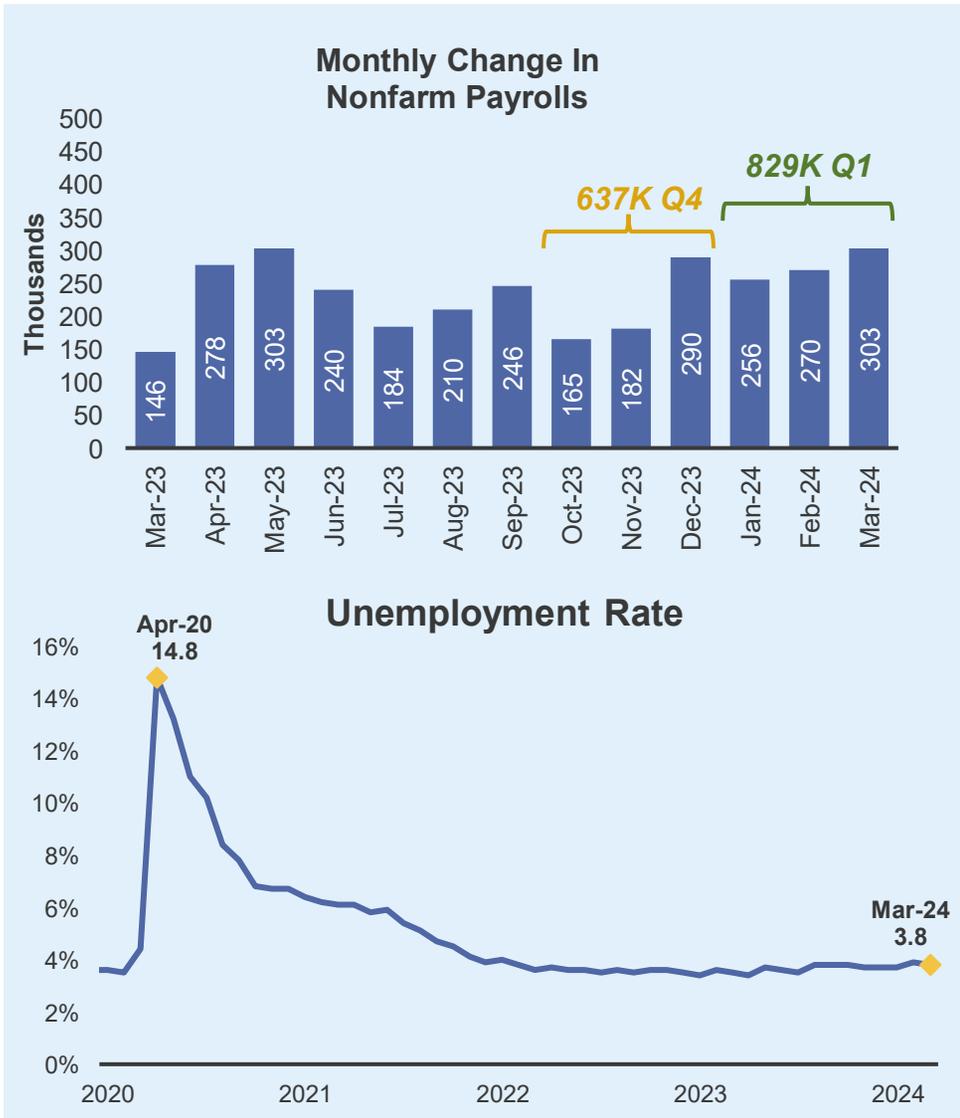
## Inflation Remains Range Bound After Significant Decline in CPI in 2022 and Early 2023

### Consumer Price Index Year-Over-Year Changes



Source: Bloomberg, as of 3/31/2024.

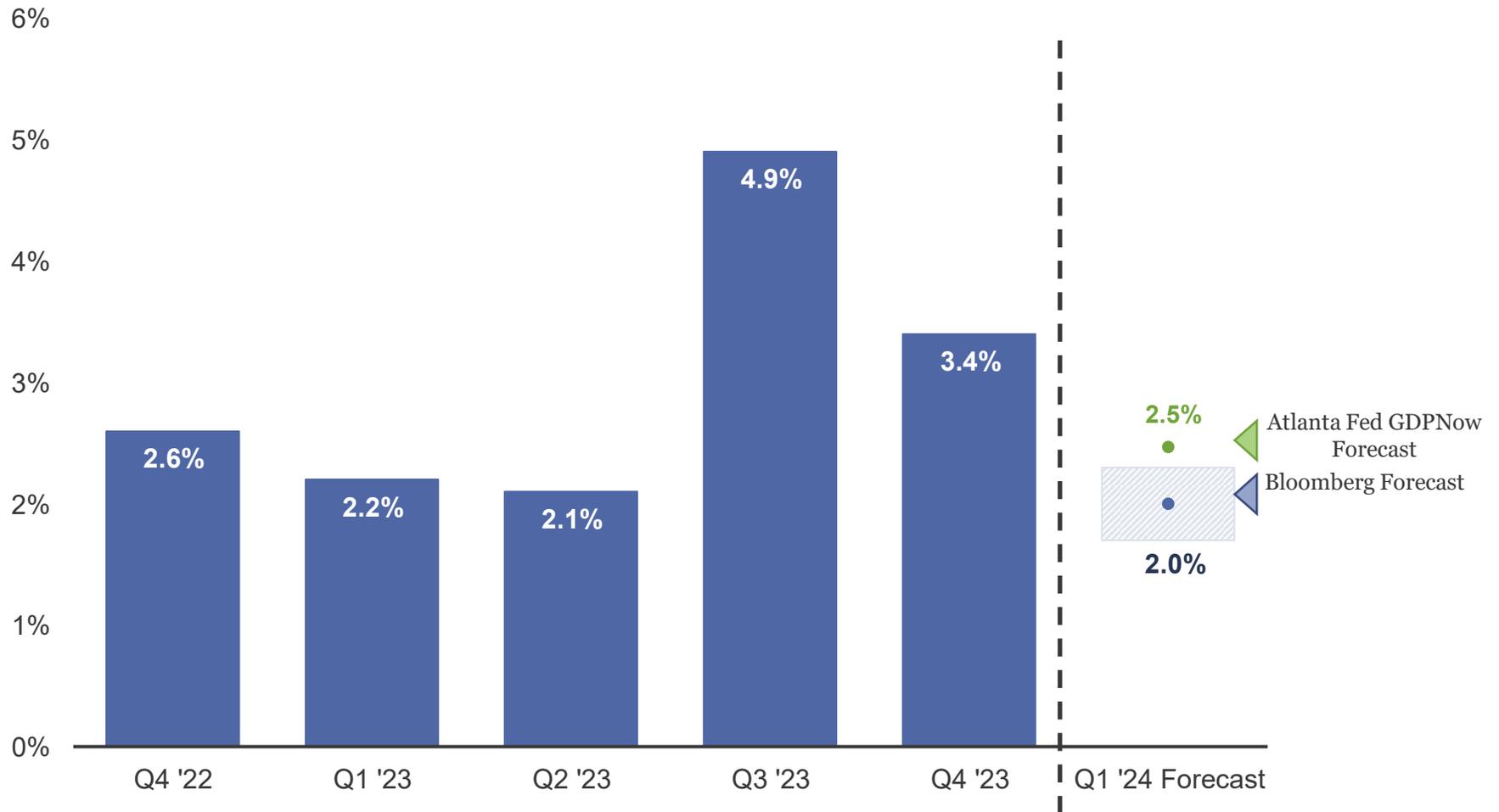
## Labor Market Remains Strong



Source: Bloomberg. Job openings as of February 2024. Monthly change in nonfarm payrolls and unemployment rate as of March 2024. Data is seasonally adjusted.

## Consumer Spending Continues to Drive Strong Economic Growth

### U.S. GDP

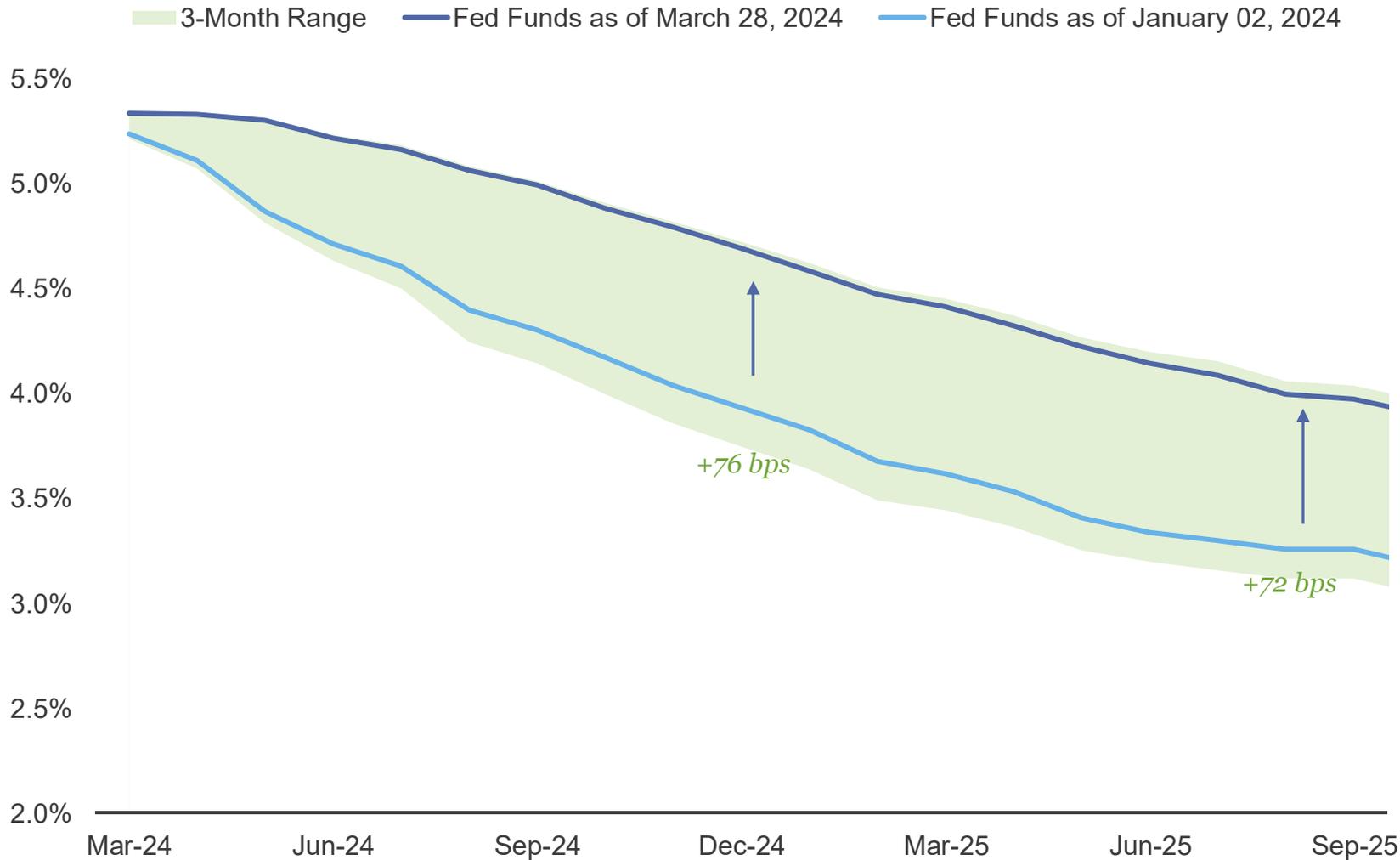


Source: Bureau of Economic Analysis, U.S. Department of Commerce; as of March 28, 2024.

GDPNow estimates provided by the Federal Reserve Bank of Atlanta; as of April 4, 2024. The Atlanta Fed GDPNow estimate is a model-based projection not subject to judgmental adjustments. It is not an official forecast of the Atlanta Fed, its president, the Federal Reserve System, or the Federal Open Market Committee. Bloomberg Forecasts as of March 2024.

## Market Reversed Course and Now Expects a Slower Pace of Rate Cuts

### Implied Fed Funds Rate



Market reprices expectations for number of cuts in 2024 in response to hotter than expected inflation and a resilient labor market

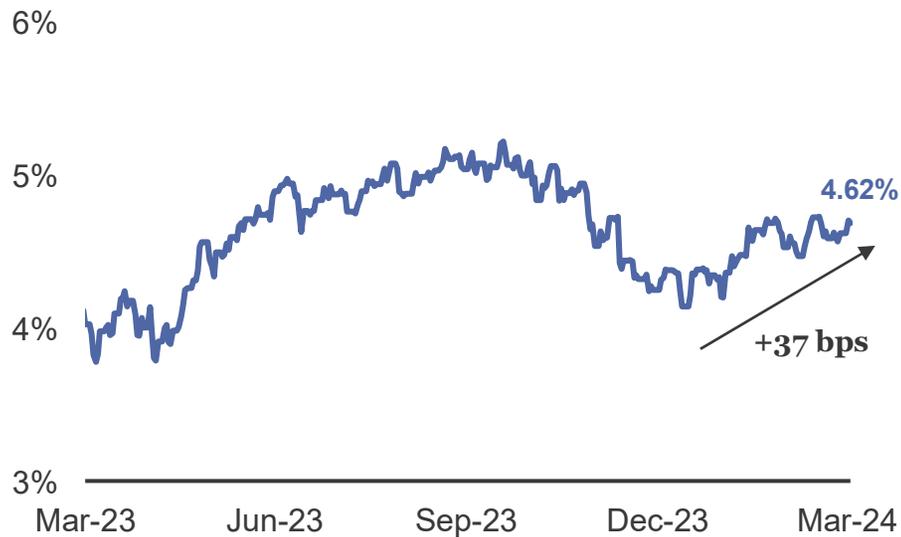
Source: Bloomberg, as of March 2024.

## Yields Reprice on Fed Patience

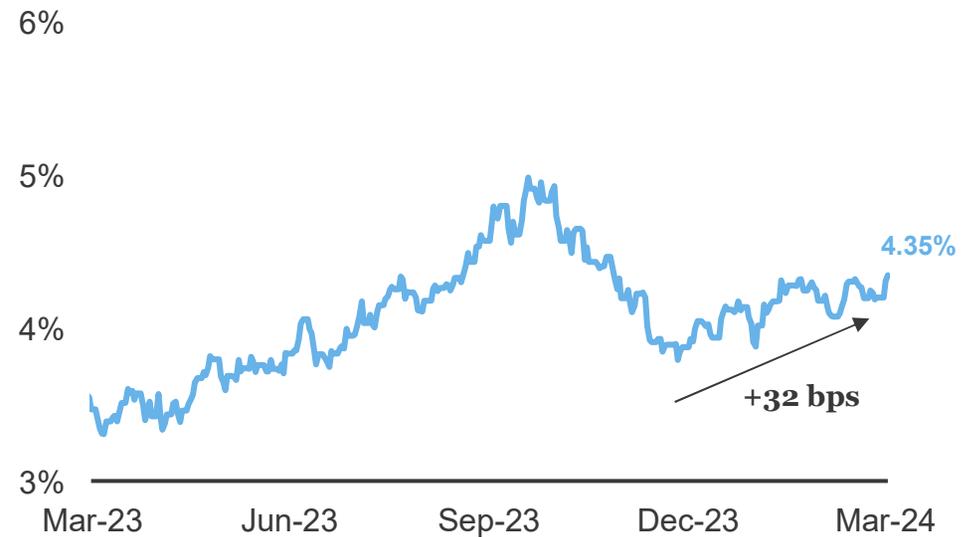
**From the  
March 24 FOMC  
Meeting  
Press Conference**

“...the Committee needs to see **more evidence** to build our **confidence** that inflation is moving down sustainably toward our 2 percent goal, and **we don’t expect that it will be appropriate to begin to reduce rates until we’re more confident** that that is the case”

### 2-Year Treasury Yield



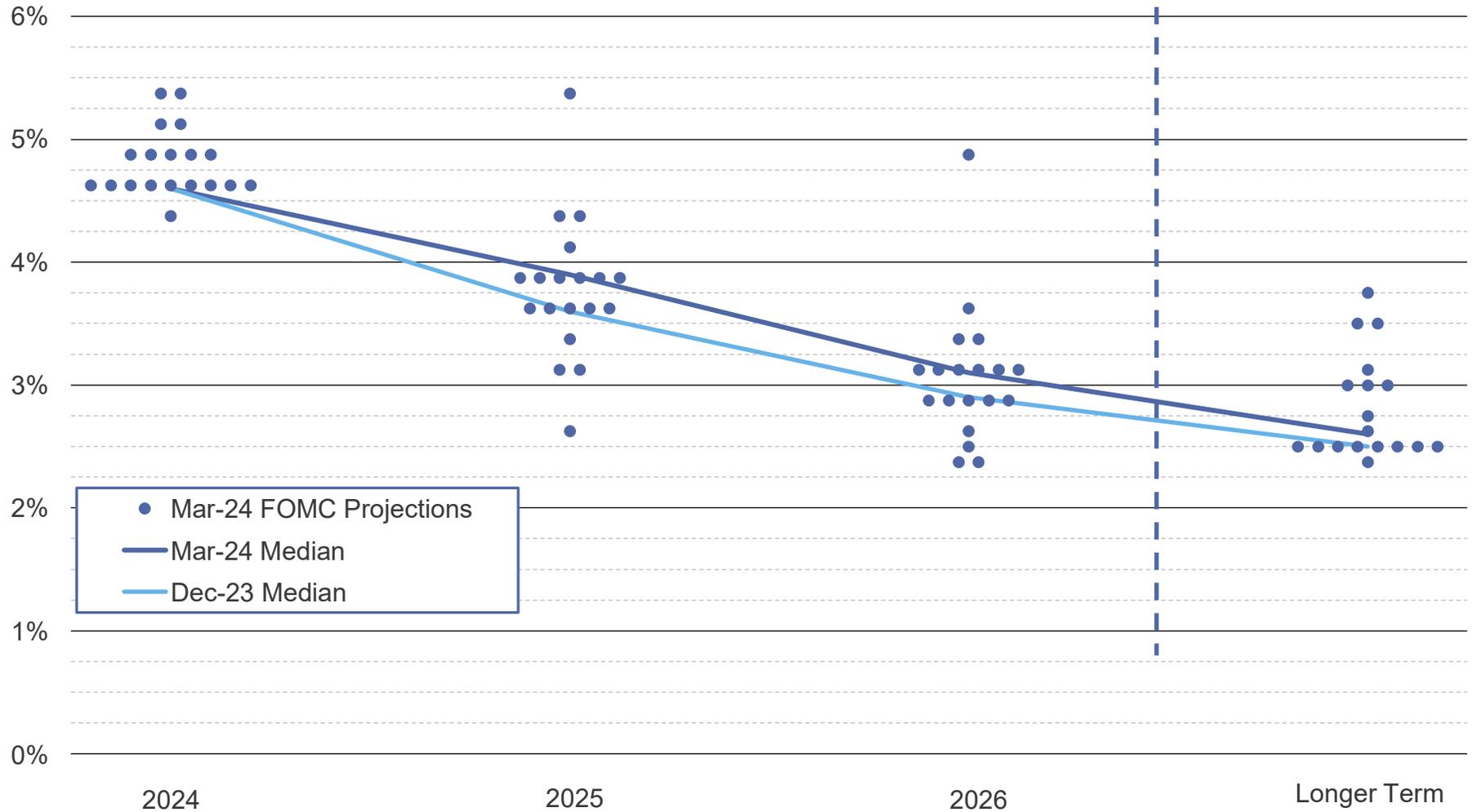
### 10-Year Treasury Yield



Source: Federal Reserve, Bloomberg, as of 3/31/2024.

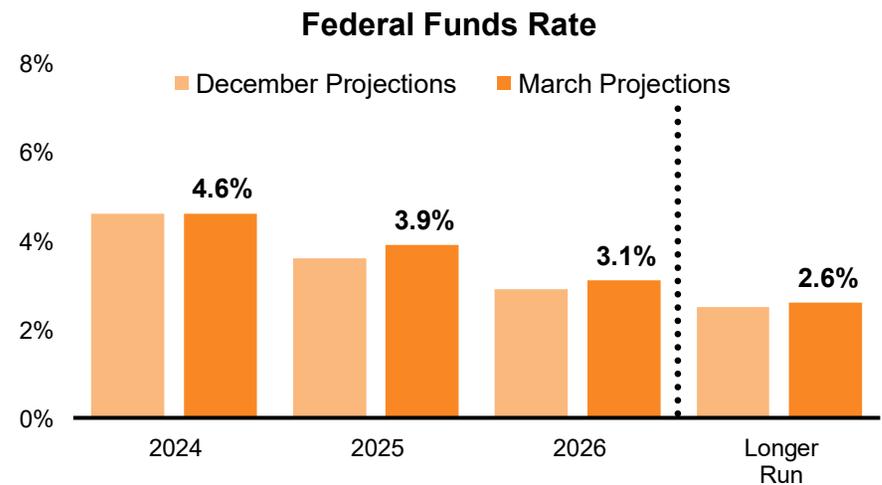
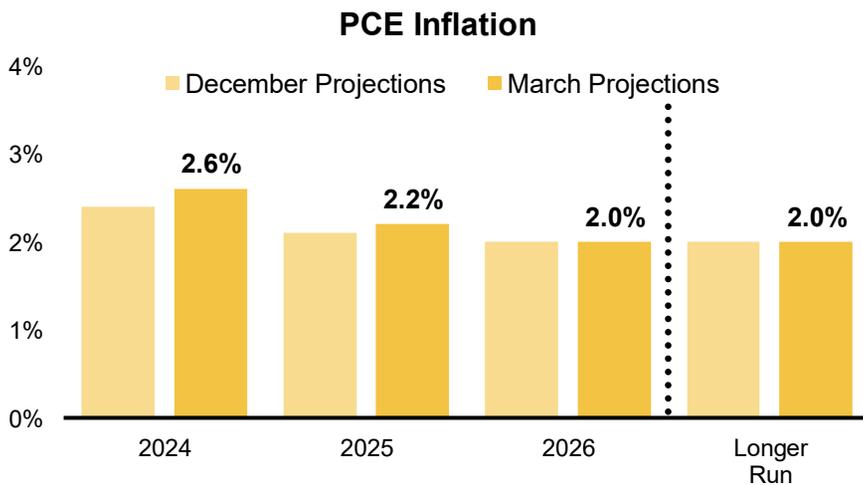
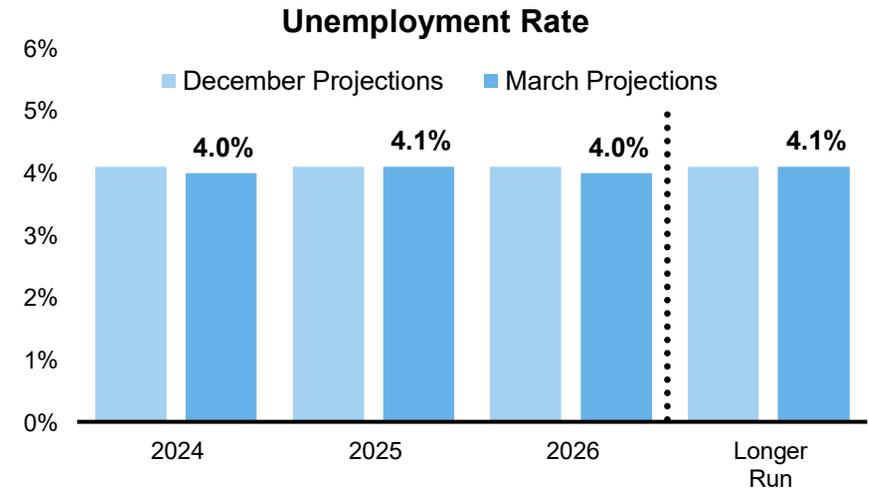
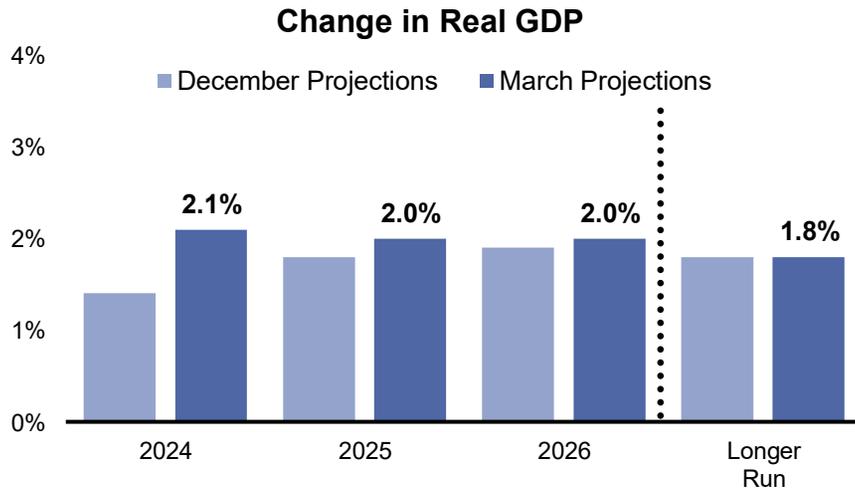
## Fed's Updated "Dot Plot" Shows Little Change in 2024 Expectation

### Fed Participants' Assessments of 'Appropriate' Monetary Policy



Source: Federal Reserve. Individual dots represent each Fed members' judgement of the midpoint of the appropriate target range for the federal funds rate at each year-end.

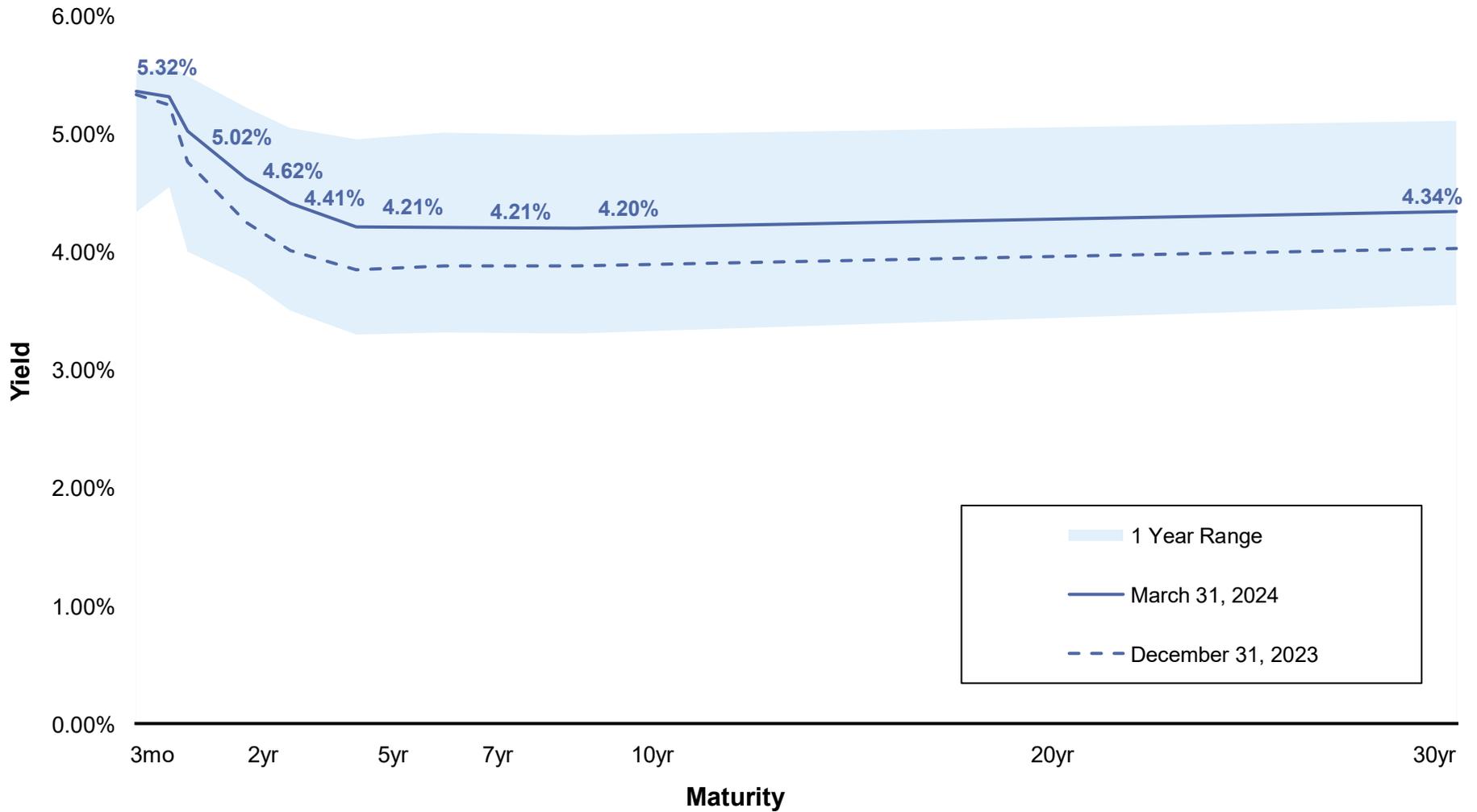
## Summary of Economic Projections Show Stronger Economic Story



Source: Federal Reserve, latest economic projections as of March 2024.

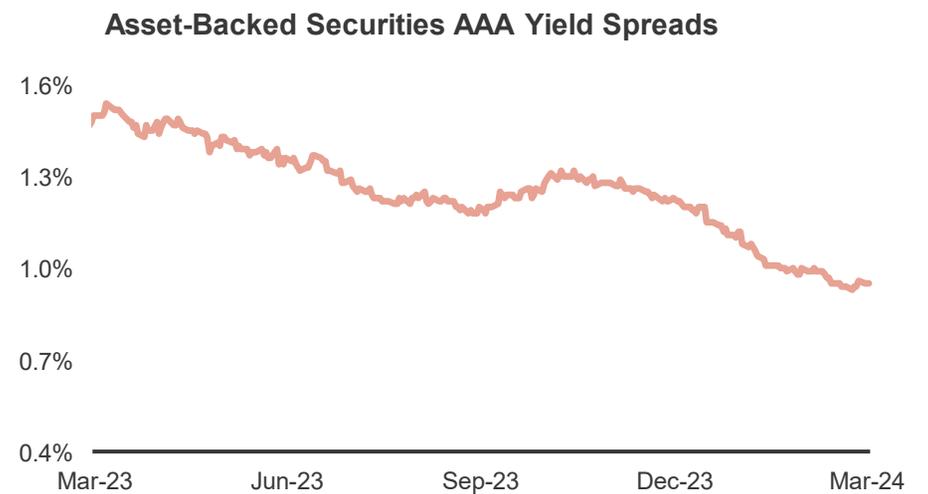
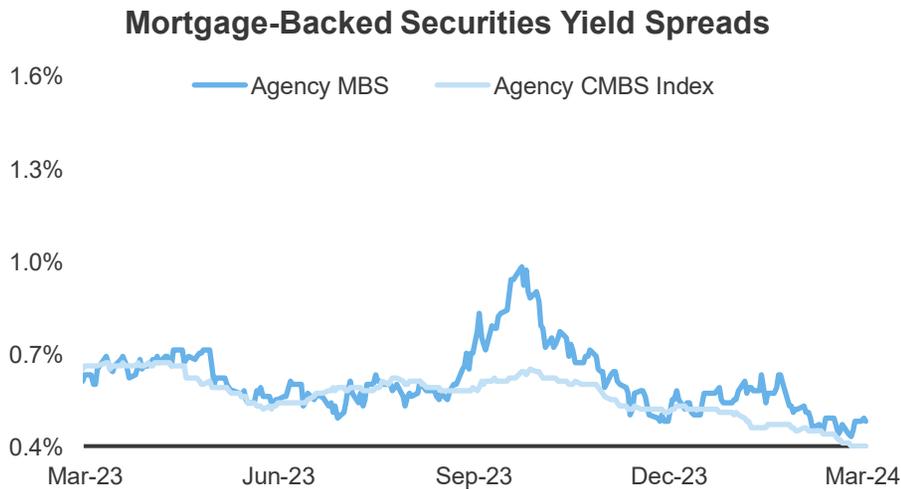
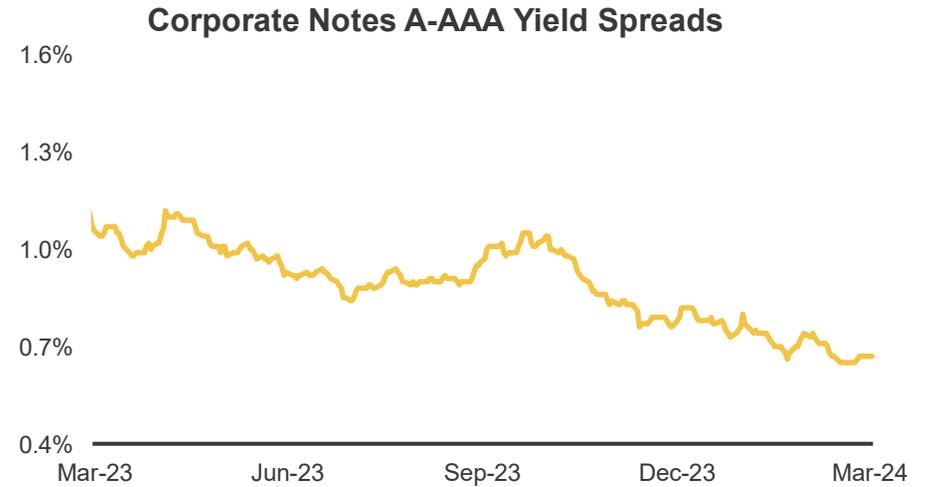
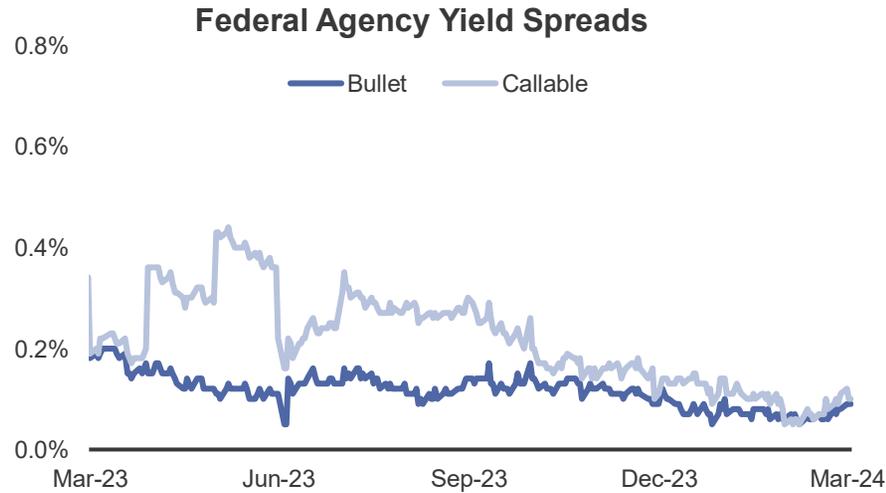
### Treasury Yields Move Higher as Market Evolves to Revised Fed Expectations

#### U.S. Treasury Yield Curve



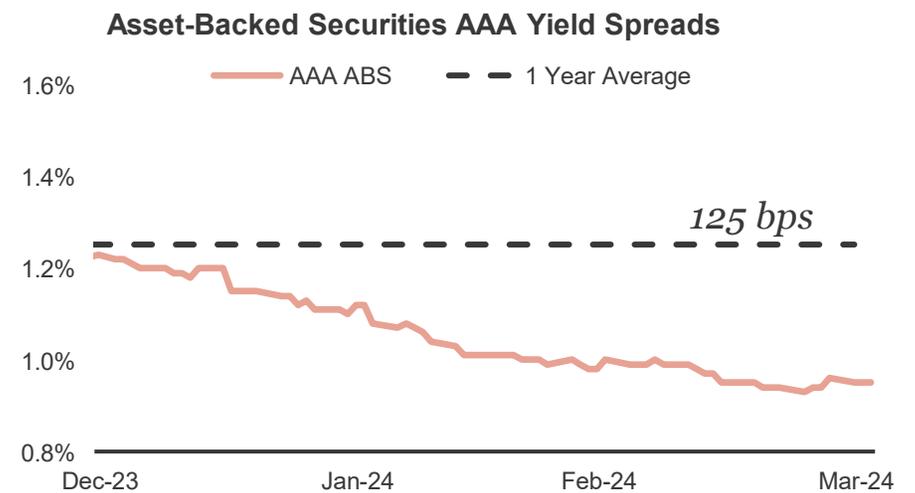
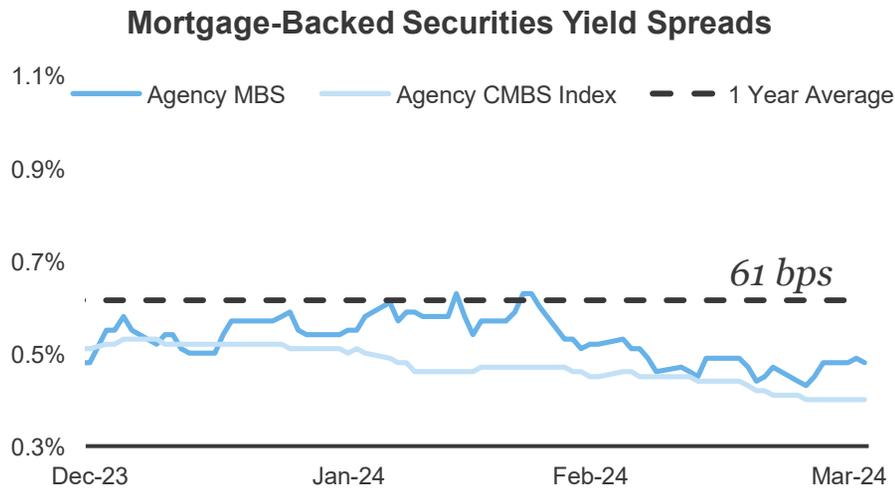
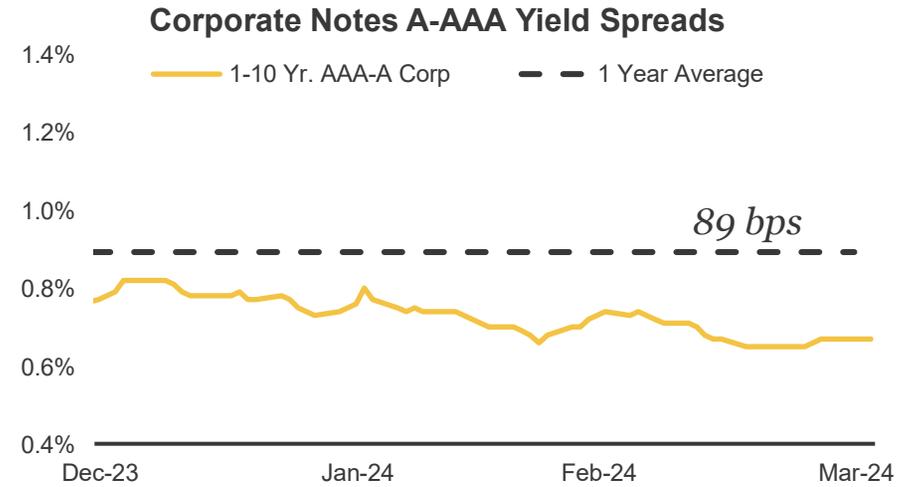
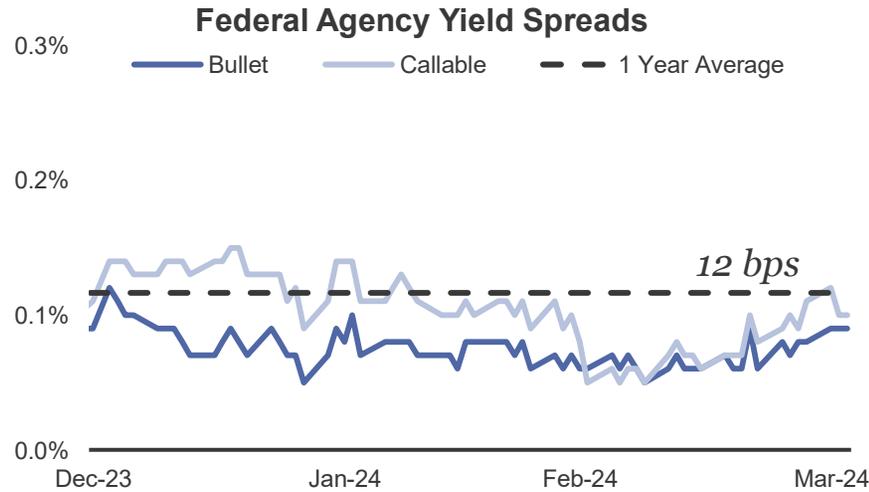
Source: Bloomberg, as of 3/31/2024.

## Sector Yield Spreads



Source: ICE BofA 1-10 year Indices via Bloomberg, MarketAxess and PFMAM as of March 31, 2024. Spreads on ABS and MBS are option-adjusted spreads of 0-10 year indices based on weighted average life; spreads on agencies are relative to comparable maturity Treasuries. CMBS is Commercial Mortgage-Backed Securities and represented by the ICE BofA Agency CMBS Index.

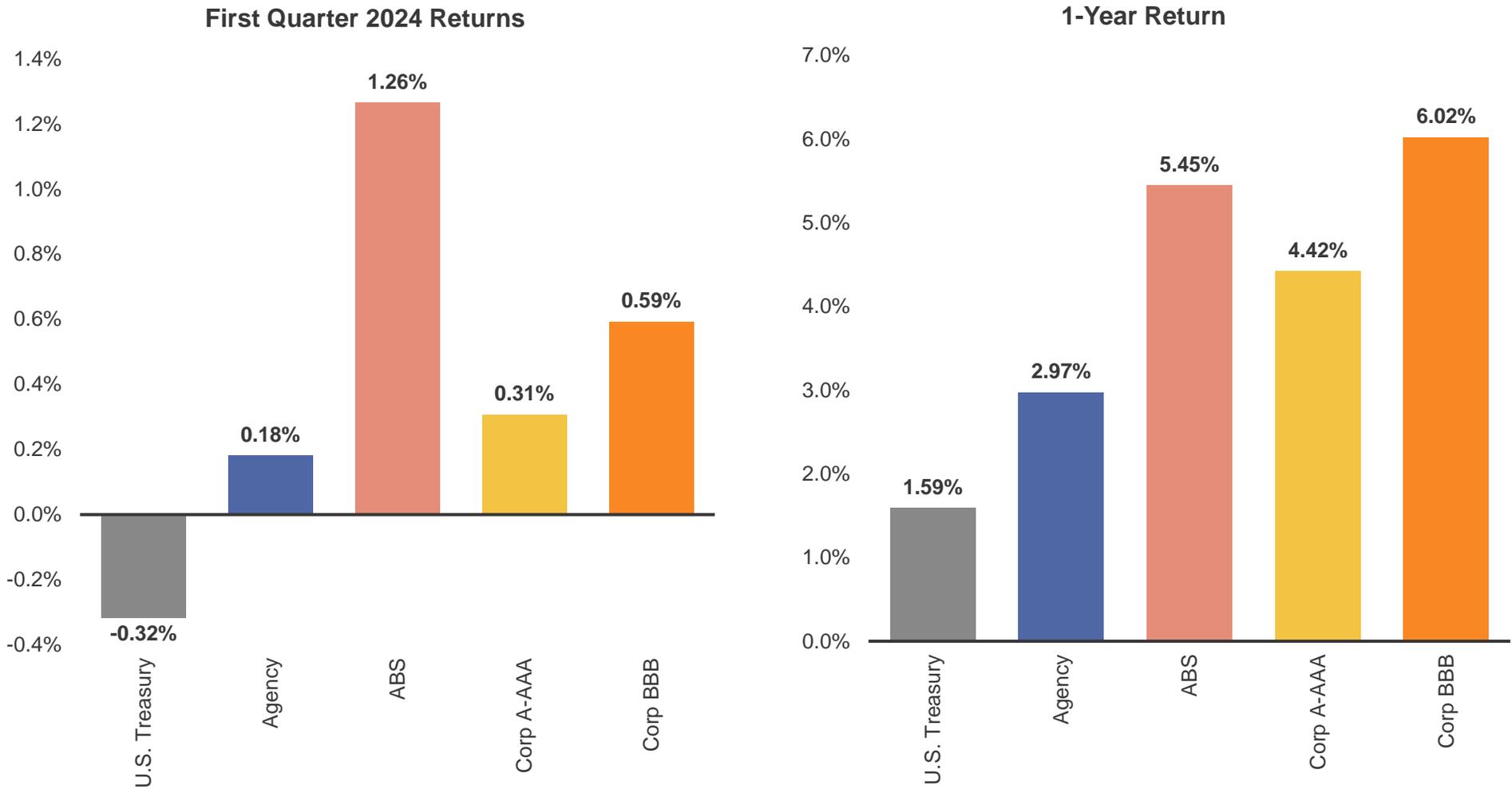
## Sector Yield Spreads



Source: ICE BofA 1-10 year Indices via Bloomberg, MarketAxess and PFMAM as of March 31, 2024. Spreads on ABS and MBS are option-adjusted spreads of 0-10 year indices based on weighted average life; spreads on agencies are relative to comparable maturity Treasuries. CMBS is Commercial Mortgage-Backed Securities and represented by the ICE BofA Agency CMBS Index.

## Fixed-Income Index Total Returns in 1Q 2024

### 1-10 Year Indices



Source: ICE BofA Indices. ABS and MBS indices are 0-10 year, based on weighted average life. As of March 31, 2024.

## Factors to Consider for 6-12 Months

<p><b>Monetary Policy:</b></p>  <ul style="list-style-type: none"> <li>• Fed guidance implies a soft landing and 3 rate cuts for 2024. Market expectations have been volatile but recently converged to Fed projections.</li> <li>• Globally, central banks are nearing the start of cutting cycles with the Swiss central bank being the first to cut.</li> </ul>	<p><b>Economic Growth:</b></p>  <ul style="list-style-type: none"> <li>• U.S. resiliency continues as expectations for a soft-landing command center stage. Strength is led by consumers supported by a robust labor market.</li> <li>• Eurozone growth set to improve in 2024 H2. Although Chinese growth targets seem aspirational, emerging economies are expected to grow.</li> </ul>	<p><b>Inflation:</b></p>  <ul style="list-style-type: none"> <li>• Inflation continued to moderate but has proven to be stickier than expected, predominantly in housing and other service sectors.</li> <li>• Further upside surprises in inflation indicators may complicate the Fed's path for monetary policy.</li> </ul>
<p><b>Financial Conditions:</b></p>  <ul style="list-style-type: none"> <li>• Financial conditions continue to soften as the "Fed pivot" remains in play amid sustained strength in various economic indicators.</li> <li>• With interest rates elevated, we continue to focus on identifying potential pockets of stress within financial markets.</li> </ul>	<p><b>Consumer Spending (U.S.):</b></p>  <ul style="list-style-type: none"> <li>• Consumer confidence reached a multi-year high following strong wage growth, a resilient labor market, and slowly moderating inflation.</li> <li>• Hiring and wage growth have played a role in boosting personal income, which combined with record U.S. household net worth, supported spending.</li> </ul>	<p><b>Labor Markets:</b></p>  <ul style="list-style-type: none"> <li>• The labor market remains strong, but a few indicators are moderating from the extreme tightness of 2022.</li> <li>• No sign of weakness in typical economically-sensitive industries, like retail, leisure and hospitality, and construction.</li> </ul>

● **Current outlook**    ○ **Outlook one quarter ago**



Statements and opinions expressed about the next 6-12 months were developed based on our independent research with information obtained from Bloomberg. The views expressed within this material constitute the perspective and judgment of PFM Asset Management LLC at the time of distribution (3/31/2024) and are subject to change. Information is 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.

## Fixed-Income Sector Commentary – 1Q 2024

- ▶ **U.S. Treasuries** markets spent the quarter adjusting its expectations as strong economic data and Fed commentary pushed back on the notion that a rate cut was imminent. Yields reflected the repricing and are higher by over 30 basis points for maturities greater than a year.
- ▶ **Federal Agency, Municipal, and Supranational** yield spreads remained low and range bound. These sectors eked out positive excess returns, mostly from their modest incremental income. Callable agencies outperformed bullet agencies, as bond market volatility generally waned from recent multi-year highs.
- ▶ **Investment-Grade (IG) Corporates** produced strong excess returns on robust market demand and continued spread tightening in the sector. IG corporates finished the quarter at their tightest spread levels in over two years. Lower rated issues performed best. With spreads near historical tights, some caution in the sector is warranted.
- ▶ **Asset-Backed Securities** were the strongest-performing fixed income sector. The rally in the sector was led by ongoing optimism regarding the strength of the American consumer and, like IG corporates, robust appetite for investment opportunities in the sector. Incremental income from ABS remains attractive and our fundamental outlook for the economy is supportive for the sector.
- ▶ **Mortgage-Backed Securities** performance was mixed with spreads widening in longer maturity structures. Volatility was relatively muted compared to Q4 and helped bolster returns in the sector. Agency commercial mortgage-backed security spreads tightened more aggressively relative to pass-throughs, resulting in strong relative performance.
- ▶ **Short-term credit** (commercial paper and negotiable bank CDs) yield spreads continued to tighten over the quarter while the credit curve has steepened. Shorter-term maturities are less attractive and we prefer issues with maturities between 6 and 12 months.

### Fixed-Income Sector Outlook – 2Q 2024

Sector	Our Investment Preferences
COMMERCIAL PAPER / CD	
TREASURIES	
T-Bill	
T-Note	
FEDERAL AGENCIES	
Bullets	
Callables	
SUPRANATIONALS	
CORPORATES	
Financials	
Industrials	
SECURITIZED	
Asset-Backed	
Agency Mortgage-Backed	
Agency CMBS	
MUNICIPALS	

● Current outlook

○ Outlook one quarter ago



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# Portfolio Review: CITY OF NAPERVILLE

## Q1 2024 Commentary

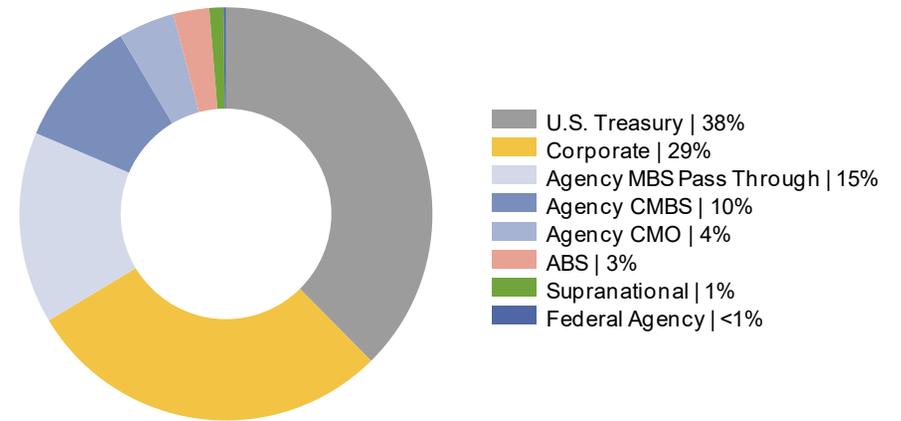
For the second consecutive quarter, the Fed maintained the federal funds rate in the 5.25% - 5.50% range. In addition, Fed officials recently signaled a dampening in the pace and number of projected rate cuts this year. Also, the Fed continued to decrease their holdings of MBS and U.S. Treasury securities. Correspondingly, the yield on the 10-yr. Treasury rose 32 basis points after plunging 69 basis points during the fourth quarter of 2023. Our allocation to the MBS sector detracted from the portfolio's performance, as that sector generated a negative 14 basis point excess return during the first quarter. Conversely, the portfolio benefitted from our allocations to the corporate and agency CMBS sectors, as those areas outperformed Treasuries on a duration-neutral basis by 62 and 63 basis points, respectively. As a result, the portfolio exceeded the benchmark by 32 basis points in the first quarter. Over the past five years, the portfolio has outperformed the benchmark by an annualized 44 basis points.

## Portfolio Snapshot - CITY OF NAPERVILLE<sup>1</sup>

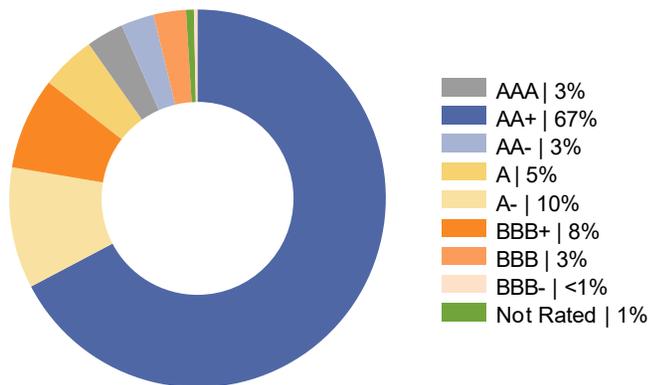
### Portfolio Statistics

<b>Total Market Value</b>	\$100,137,029.00
<i>Securities Sub-Total</i>	\$98,181,166.49
<i>Accrued Interest</i>	\$554,966.67
<i>Cash</i>	\$1,400,895.84
<b>Portfolio Effective Duration</b>	3.51 years
<b>Benchmark Effective Duration</b>	3.65 years
<b>Yield At Cost</b>	2.86%
<b>Yield At Market</b>	4.54%
<b>Portfolio Credit Quality</b>	AA

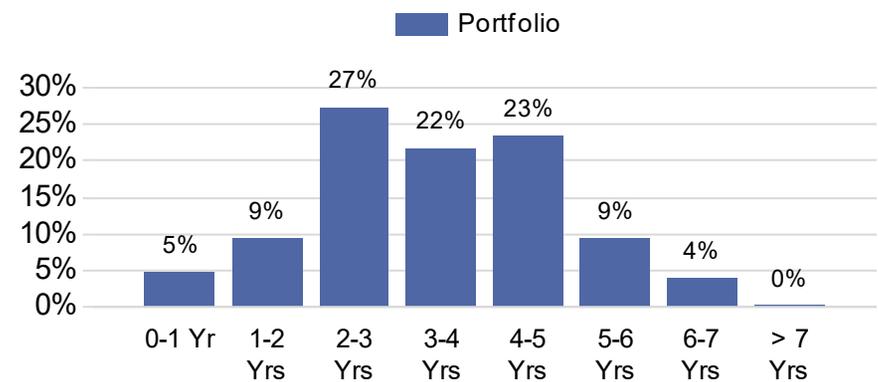
### Sector Allocation



### Credit Quality - S&P

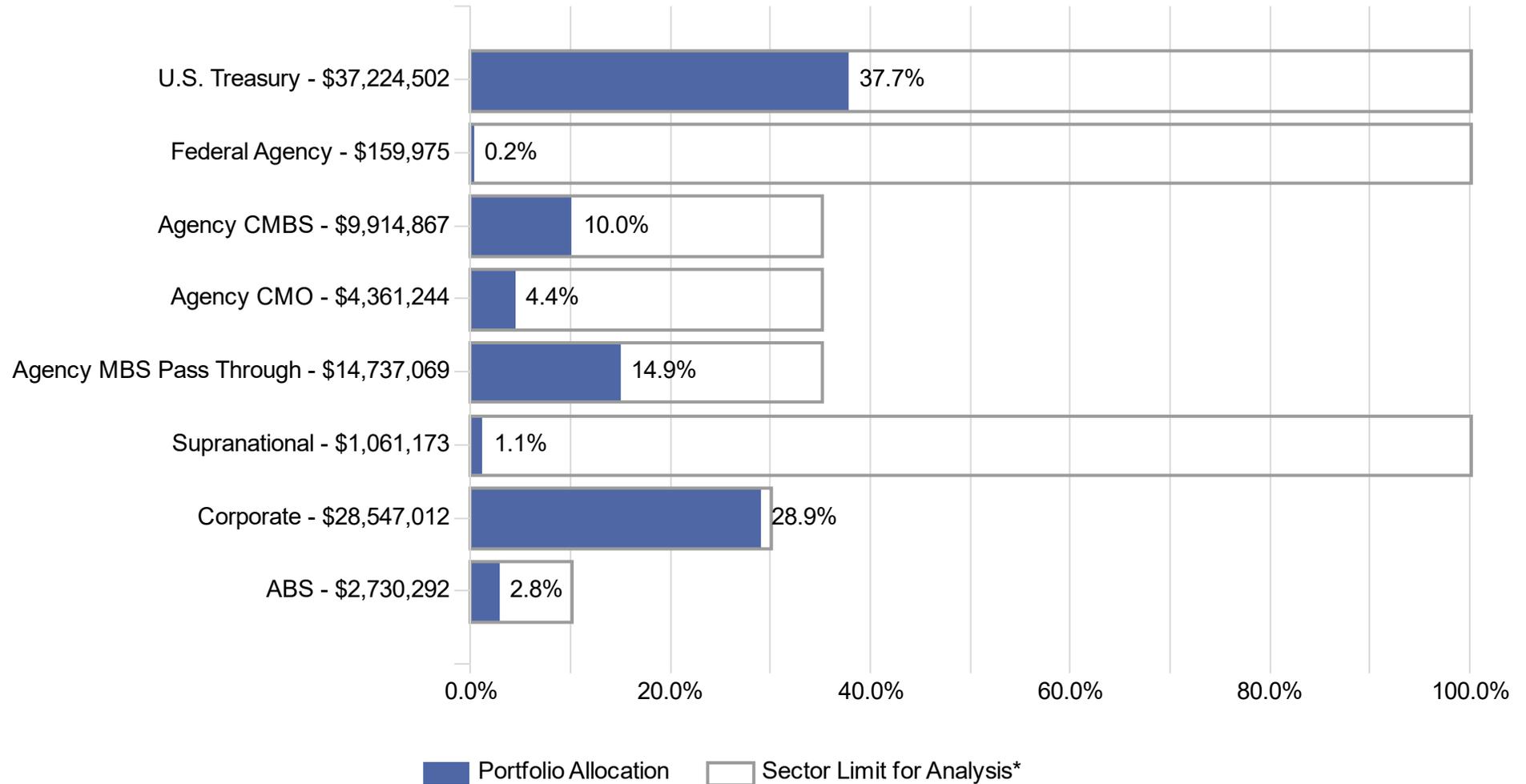


### Duration Distribution



1. Yield and duration calculations exclude cash and cash equivalents. Sector allocation includes market values and accrued interest. The portfolio's benchmark is Bloomberg Barclays Intermediate U.S. Government Index. Source: Bloomberg. An average of each security's credit rating was assigned a numeric value and adjusted for its relative weighting in the portfolio.

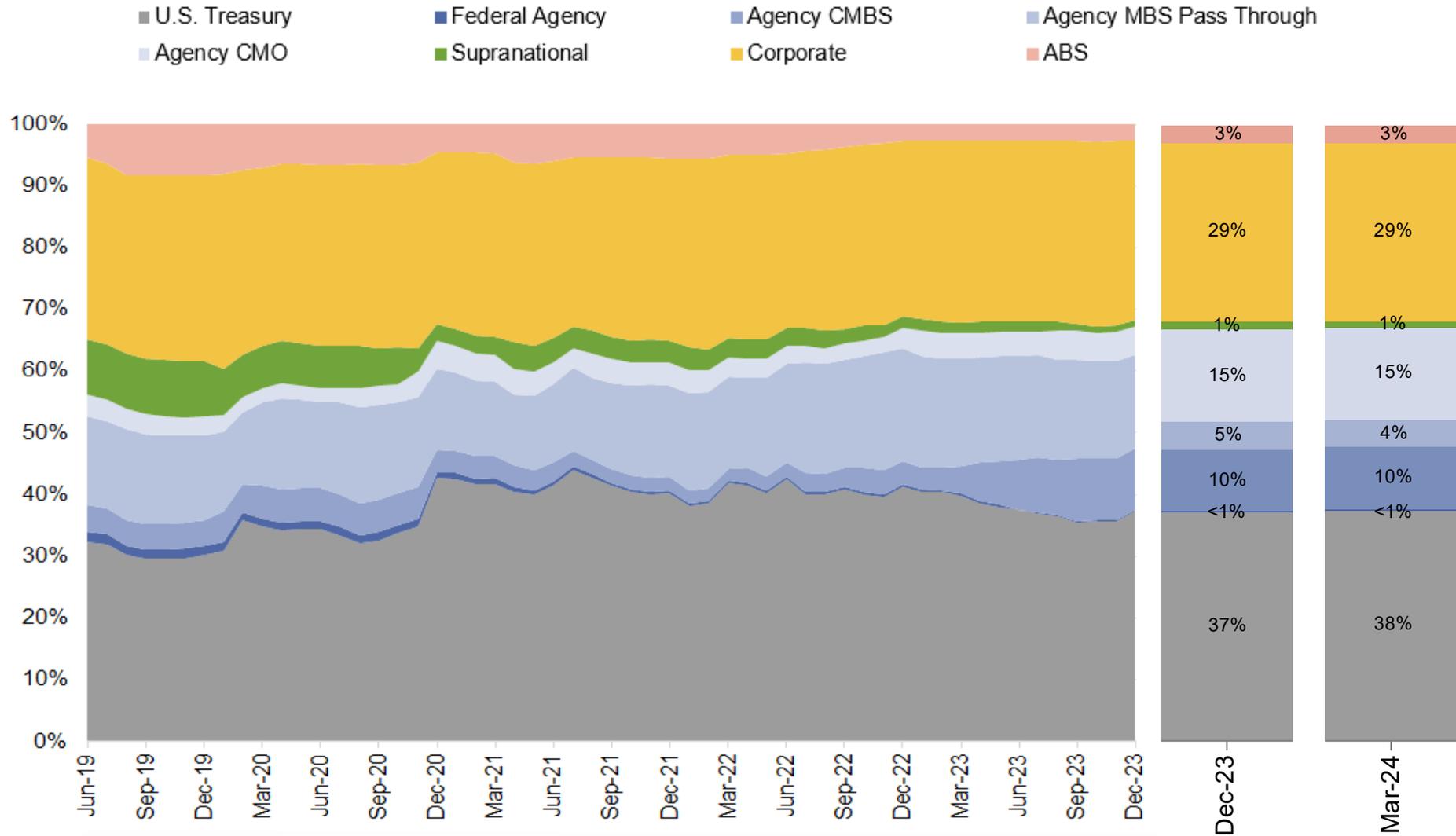
### Sector Allocation Analytics



*For informational/analytical purposes only and is not provided for compliance assurance. Includes accrued interest.*

*\*Sector Limit for Analysis is as derived from our interpretation of your most recent Investment Policy as provided.*

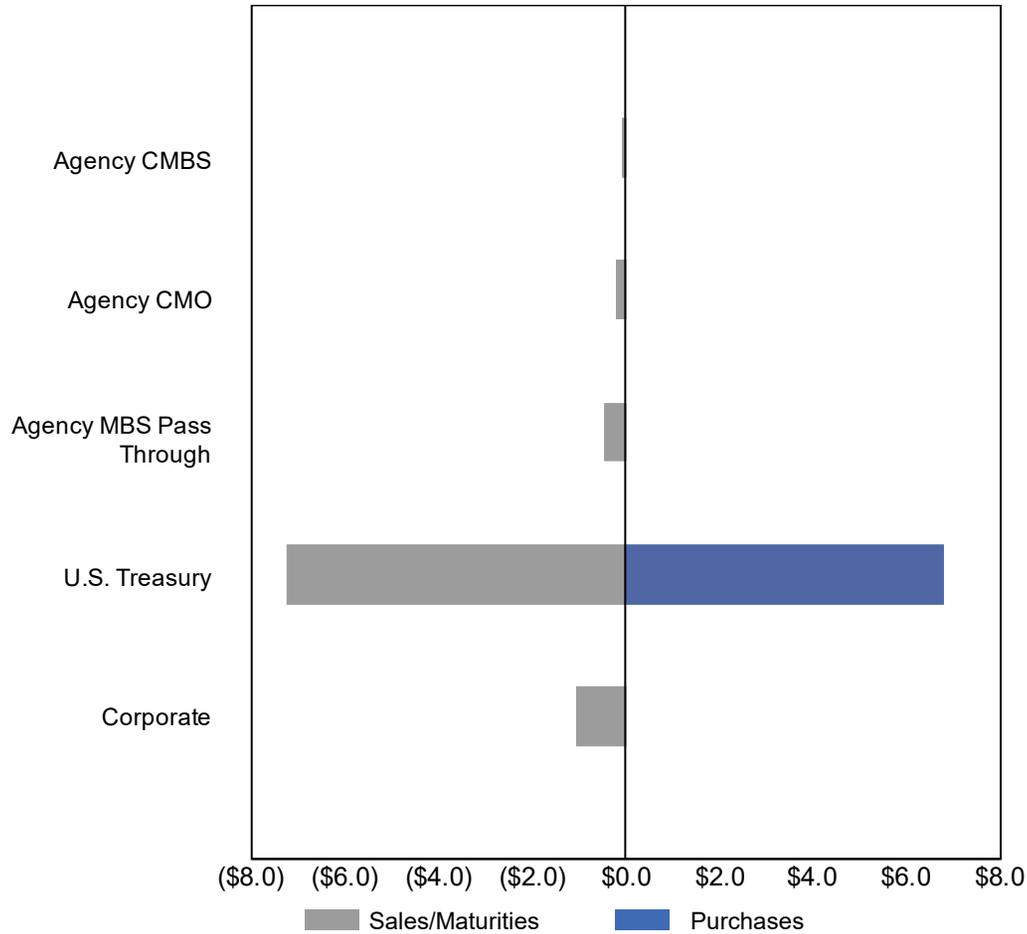
### Historical Sector Allocation - CITY OF NAPERVILLE



Only includes fixed-income securities held within the separately managed account(s) and LGIPs managed by PFAMM.

### Portfolio Activity - CITY OF NAPERVILLE

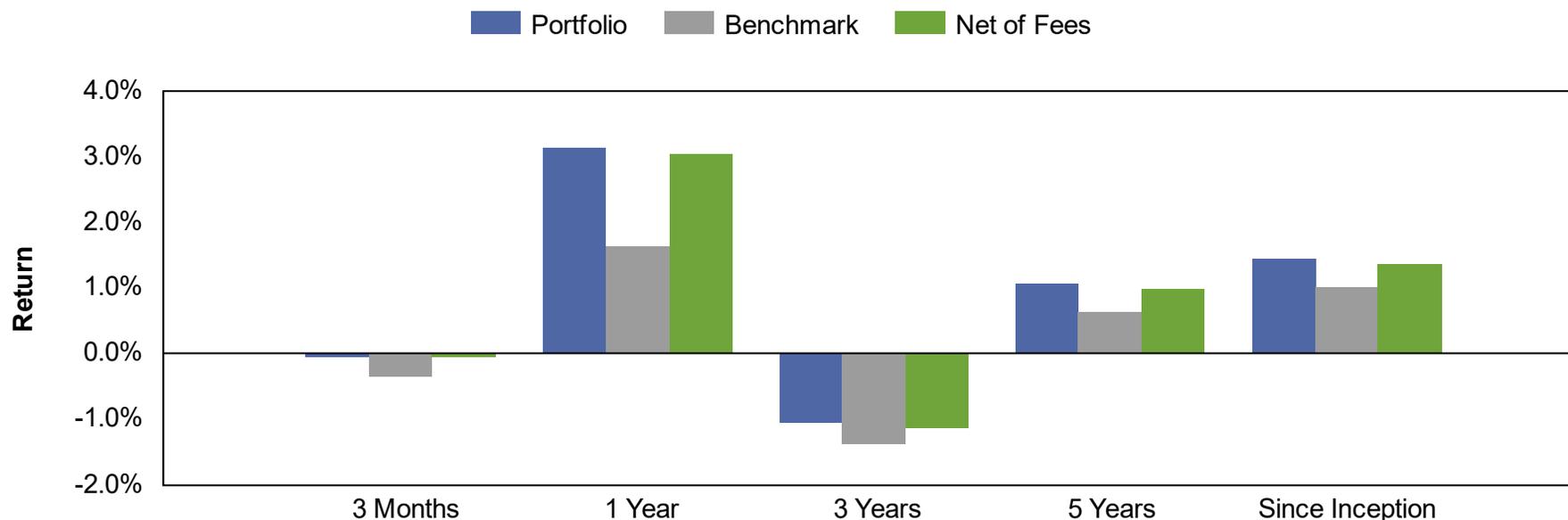
**Net Activity by Sector**  
(\$ millions)



Sector	Net Activity
Agency CMBS	(\$39,390)
Agency CMO	(\$174,313)
Agency MBS Pass Through	(\$425,940)
U.S. Treasury	(\$428,011)
Corporate	(\$1,039,787)
<b>Total Net Activity</b>	<b>(\$2,107,441)</b>

Based on total proceeds (principal and accrued interest) of buys, sells, maturities, and principal paydowns. Detail may not add to total due to rounding.

### Portfolio Performance

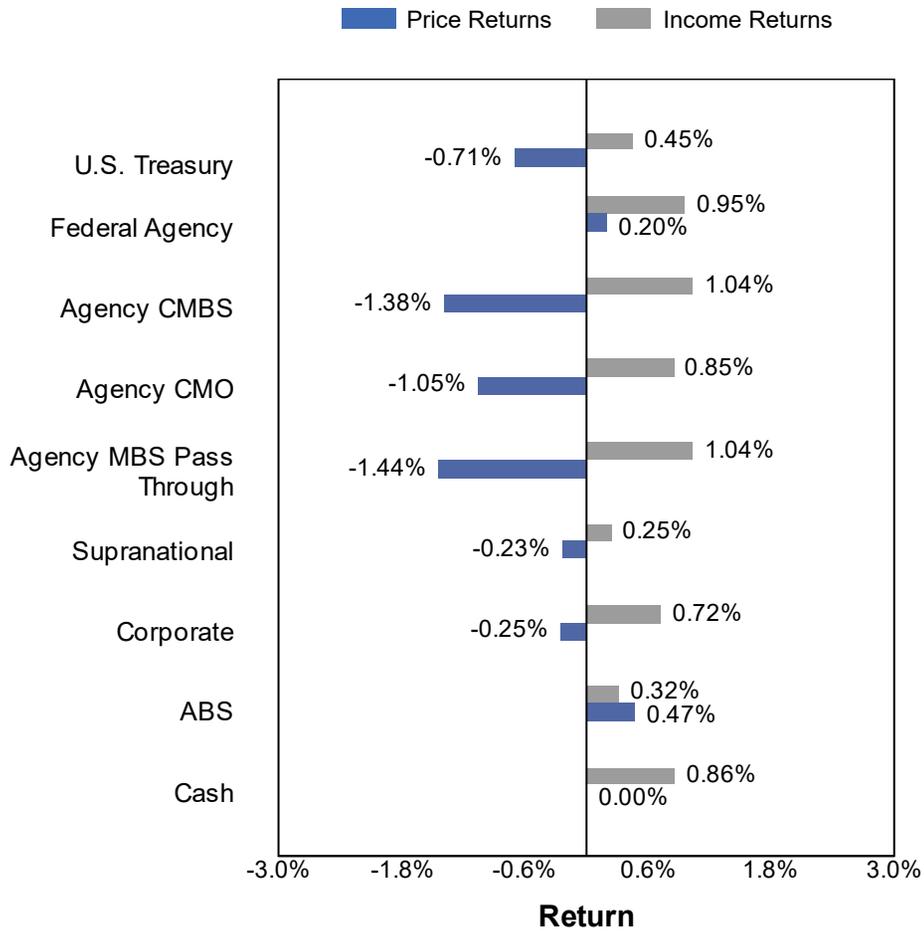


Market Value Basis Earnings	3 Months	1 Year	3 Years	5 Years	Since Inception <sup>1</sup>
Interest Earned <sup>2</sup>	\$696,071	\$2,538,133	\$6,158,866	\$8,875,857	\$10,375,876
Change in Market Value	(\$727,656)	\$559,335	(\$8,664,215)	(\$7,094,320)	(\$6,685,220)
<b>Total Dollar Return</b>	<b>(\$31,585)</b>	<b>\$3,097,468</b>	<b>(\$2,505,349)</b>	<b>\$1,781,537</b>	<b>\$3,690,656</b>
<b>Total Return<sup>3</sup></b>					
Portfolio	-0.03%	3.12%	-1.06%	1.08%	1.44%
Benchmark <sup>4</sup>	-0.35%	1.65%	-1.37%	0.64%	1.01%
<b>Basis Point Fee</b>	<b>0.02%</b>	<b>0.08%</b>	<b>0.08%</b>	<b>0.08%</b>	<b>0.08%</b>
<b>Net of Fee Return</b>	<b>-0.06%</b>	<b>3.04%</b>	<b>-1.14%</b>	<b>0.99%</b>	<b>1.36%</b>

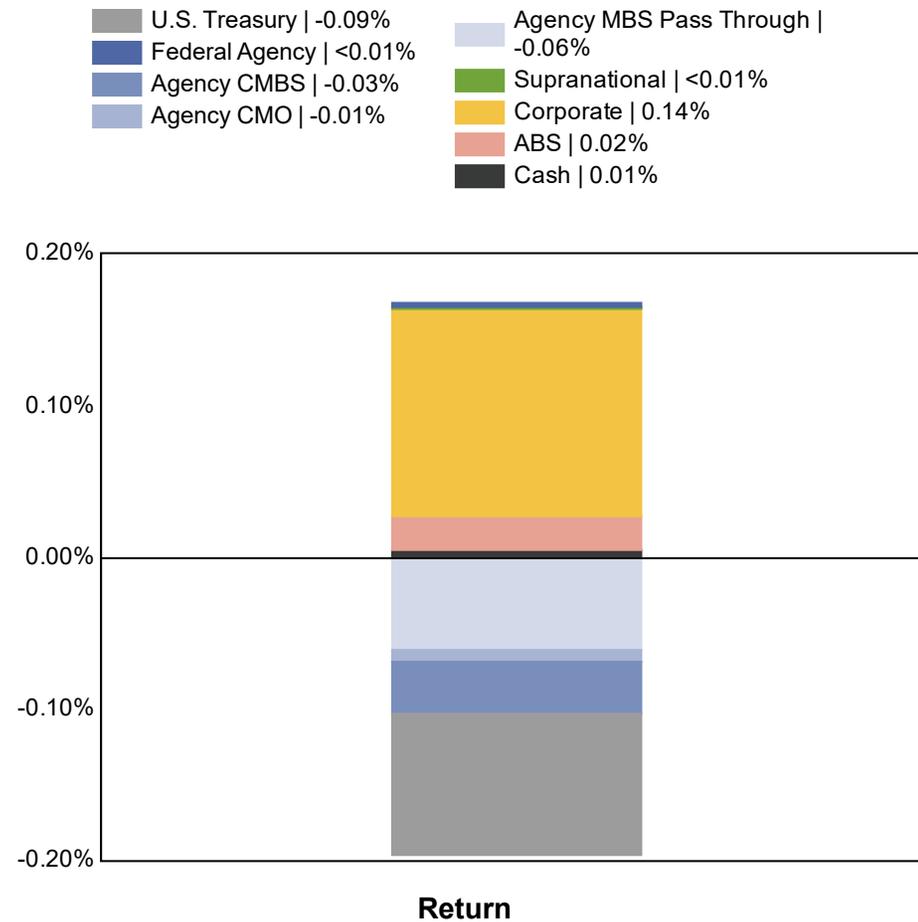
1. The lesser of 10 years or since inception is shown. Since inception returns for periods one year or less are not shown. Performance inception date is December 31, 2016.  
 2. Interest earned calculated as the ending accrued interest less beginning accrued interest, plus net interest activity.  
 3. Returns for periods one year or less are presented on a periodic basis. Returns for periods greater than one year are presented on an annualized basis.  
 4. The portfolio's benchmark is Bloomberg Barclays Intermediate U.S. Government Index. Source: Bloomberg.

### Quarterly Sector Performance

**Total Return by Sector**

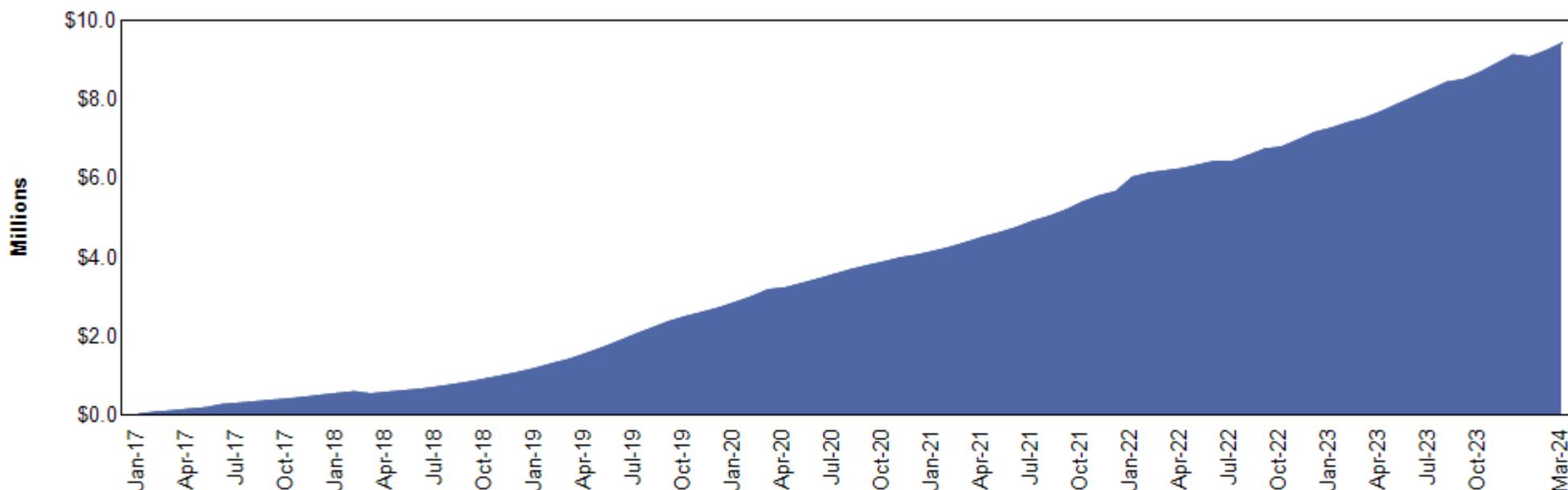


**Contribution to Total Return**



1. Performance on trade-date basis, gross (i.e., before fees), in accordance with the CFA Institute's Global Investment Performance Standards (GIPS).
2. Income returns calculated as interest earned on investments during the period.
3. Price returns calculated as the change in market value of each security for the period.
4. Returns are presented on a periodic basis.

## Accrual Basis Earnings - CITY OF NAPERVILLE



Accrual Basis Earnings	3 Months	1 Year	3 Years	5 Year	Since Inception <sup>1</sup>
Interest Earned <sup>2</sup>	\$696,071	\$2,538,133	\$6,158,866	\$8,875,857	\$10,375,876
Realized Gains / (Losses) <sup>3</sup>	(\$402,204)	(\$716,686)	(\$936,957)	(\$609,021)	(\$802,924)
Change in Amortized Cost	\$14,033	\$91,494	(\$169,735)	(\$253,691)	(\$134,582)
<b>Total Earnings</b>	<b>\$307,900</b>	<b>\$1,912,941</b>	<b>\$5,052,174</b>	<b>\$8,013,145</b>	<b>\$9,438,369</b>

1. The lesser of 10 years or since inception is shown. Performance inception date is December 31, 2016.

2. Interest earned calculated as the ending accrued interest less beginning accrued interest, plus net interest activity.

3. Realized gains / (losses) are shown on an amortized cost basis.

## Issuer Diversification

Security Type / Issuer	Market Value (%)	S&P / Moody's / Fitch
<b>U.S. Treasury</b>	<b>37.7%</b>	
UNITED STATES TREASURY	37.7%	AA / Aaa / AA
<b>Federal Agency</b>	<b>0.2%</b>	
FEDERAL HOME LOAN BANKS	0.2%	AA / Aaa / NR
<b>Agency CMBS</b>	<b>10.0%</b>	
FREDDIE MAC	10.0%	AA / Aaa / AA
<b>Agency CMO</b>	<b>4.4%</b>	
FANNIE MAE	1.5%	AA / Aaa / AA
FREDDIE MAC	2.0%	AA / Aaa / AA
GOVERNMENT NATIONAL MORTGAGE ASSOCIATION	0.9%	AA / Aaa / AA
<b>Agency MBS Pass Through</b>	<b>14.9%</b>	
FANNIE MAE	10.9%	AA / Aaa / AA
FREDDIE MAC	4.0%	AA / Aaa / AA
GOVERNMENT NATIONAL MORTGAGE ASSOCIATION	0.0%	AA / Aaa / AA
<b>Supranational</b>	<b>1.1%</b>	
ASIAN DEVELOPMENT BANK	0.4%	AAA / Aaa / AAA
INTER-AMERICAN DEVELOPMENT BANK	0.7%	AAA / Aaa / AAA
<b>Corporate</b>	<b>28.9%</b>	
Allstate Corp/The	0.3%	BBB / A / BBB
AMERICAN EXPRESS CO	0.6%	BBB / A / A
AMGEN INC	0.5%	BBB / Baa / BBB
ANZ BANKING GROUP LTD	0.7%	AA / A / A
ASTRAZENECA PLC	0.5%	A / A / A
BANK OF AMERICA CO	1.5%	A / A / AA
BANK OF MONTREAL	0.6%	A / A / AA
BANK OF NEW ZEALAND	0.7%	AA / A / NR

Security Type / Issuer	Market Value (%)	S&P / Moody's / Fitch
<b>Corporate</b>	<b>28.9%</b>	
BANK OF NOVA SCOTIA	0.7%	A / A / AA
BARCLAYS PLC	0.4%	BBB / Baa / A
BLACKROCK INC	0.2%	AA / Aa / NR
BMW FINANCIAL SERVICES NA LLC	0.7%	A / A / NR
BOEING COMPANY	0.3%	BBB / Baa / BBB
BP PLC	0.3%	A / A / A
BRISTOL-MYERS SQUIBB CO	0.6%	A / A / NR
CAPITAL ONE FINANCIAL CORP	0.4%	BBB / Baa / A
CHARLES SCHWAB	0.6%	A / A / A
CITIGROUP INC	0.5%	BBB / A / A
Commonwealth Bank of Australia	0.7%	AA / A / NR
CVS HEALTH CORP	0.5%	BBB / Baa / NR
DNB ASA	0.5%	A / A / NR
ELEVANCE HEALTH INC	0.2%	A / Baa / BBB
EMERSON ELECTRIC COMPANY	0.3%	A / A / NR
FIFTH THIRD BANCORP	0.4%	BBB / Baa / A
GENERAL MOTORS CORP CO	0.3%	BBB / Baa / BBB
GOLDMAN SACHS GROUP INC	0.6%	BBB / A / A
HEWLETT PACKARD	0.4%	BBB / Baa / BBB
HOME DEPOT INC	0.5%	A / A / A
HSBC HOLDINGS PLC	0.6%	A / A / A
HUNTINGTON NATL BANK	0.5%	BBB / Baa / A
HYUNDAI CAPITAL AMERICA	0.5%	BBB / A / NR
IBM CORP	0.6%	A / A / A
INTEL CORPORATION	0.6%	A / A / A
JP MORGAN CHASE & CO	1.2%	A / A / AA

Ratings shown are calculated by assigning a numeral value to each security rating, then calculating a weighted average rating for each security type / issuer category using all available security ratings, excluding Not-Rated (NR) ratings. For security type / issuer categories where a rating from the applicable NRSRO is not available, a rating of NR is assigned. Includes accrued interest and excludes balances invested in overnight funds.

## Issuer Diversification

Security Type / Issuer	Market Value (%)	S&P / Moody's / Fitch
<b>Corporate</b>	<b>28.9%</b>	
KEY BANK	0.4%	BBB / Baa / BBB
LLOYDS BANKING GROUP PLC	0.3%	BBB / A / A
LOWE'S COMPANIES INC	0.4%	BBB / Baa / NR
MACQUARIE GROUP LTD	0.4%	BBB / A / A
MCCORMICK & CO	0.4%	BBB / Baa / NR
MITSUBISHI UFJ FINANCIAL GROUP INC	0.6%	A / A / A
MORGAN STANLEY	0.7%	A / A / A
NATIONAL RURAL UTILITIES CO FINANCE CORP	0.2%	A / A / A
NORDEA BANK ABP	0.6%	A / A / AA
PARKER-HANNIFIN CORP	0.4%	BBB / Baa / BBB
PRINCIPAL FINANCIAL GROUP INC	0.3%	A / Baa / A
SIEMENS AG	0.5%	AA / Aa / A
SOCIETE GENERALE	0.4%	BBB / Baa / A
STARBUCKS CORP	0.4%	BBB / Baa / NR
SUMITOMO MITSUI FINANCIAL GROUP INC	0.6%	A / A / NR
TORONTO-DOMINION BANK	0.8%	A / A / AA
TRUIST FIN CORP	0.7%	A / A / A
US BANCORP	0.5%	A / A / A
VERIZON COMMUNICATIONS	0.3%	BBB / Baa / A
Volkswagen AG	0.5%	BBB / A / A
WELLS FARGO & COMPANY	0.8%	BBB / A / A
<b>ABS</b>	<b>2.8%</b>	
CAPITAL ONE FINANCIAL CORP	0.9%	AAA / NR / AAA
CARMAX AUTO OWNER TRUST	0.7%	AAA / NR / AAA
GM FINANCIAL CONSUMER AUTOMOBILE TRUST	0.2%	AAA / Aaa / NR

Security Type / Issuer	Market Value (%)	S&P / Moody's / Fitch
<b>ABS</b>	<b>2.8%</b>	
JOHN DEERE OWNER TRUST	0.3%	NR / Aaa / AAA
KUBOTA CREDIT OWNER TRUST	0.4%	NR / Aaa / AAA
WORLD OMNI AUTO REC TRUST	0.2%	AAA / NR / AAA
<b>Total</b>	<b>100.0%</b>	

Ratings shown are calculated by assigning a numeral value to each security rating, then calculating a weighted average rating for each security type / issuer category using all available security ratings, excluding Not-Rated (NR) ratings. For security type / issuer categories where a rating from the applicable NRSRO is not available, a rating of NR is assigned. Includes accrued interest and excludes balances invested in overnight funds.

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It is not possible to invest directly in an index. The index returns shown throughout this material do not represent the results of actual trading of investor assets. Third-party providers maintain the indices shown and calculate the index levels and performance shown or discussed. Index returns do not reflect payment of any sales charges or fees an investor would pay to purchase the securities they represent. The imposition of these fees and charges would cause investment performance to be lower than the performance shown.

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- In accordance with generally accepted accounting principles, information is presented on a trade date basis; forward settling purchases are included in the monthly balances, and forward settling sales are excluded.
- Performance is presented in accordance with the CFA Institute's Global Investment Performance Standards (GIPS). Unless otherwise noted, performance is shown gross of fees. Quarterly returns are presented on an unannualized basis. Returns for periods greater than one year are presented on an annualized basis. Past performance is not indicative of future returns.
- Bank of America/Merrill Lynch Indices provided by Bloomberg Financial Markets.
- Money market fund/cash balances are included in performance and duration computations.
- Standard & Poor's is the source of the credit ratings. Distribution of credit rating is exclusive of money market fund/LGIP holdings.
- Callable securities in the portfolio are included in the maturity distribution analysis to their stated maturity date, although, they may be called prior to maturity.
- MBS maturities are represented by expected average life.

## Glossary

- **Accrued Interest:** Interest that is due on a bond or other fixed income security since the last interest payment was made.
- **Agencies:** Federal agency securities and/or Government-sponsored enterprises.
- **Amortized Cost:** The original cost of the principal of the security is adjusted for the amount of the periodic reduction of any discount or premium from the purchase date until the date of the report. Discount or premium with respect to short-term securities (those with less than one year to maturity at time of issuance) is amortized on a straight line basis. Such discount or premium with respect to longer-term securities is amortized using the constant yield basis.
- **Asset-Backed Security:** A financial instrument collateralized by an underlying pool of assets – usually ones that generate a cash flow from debt, such as loans, leases, credit card balances, and receivables.
- **Bankers' Acceptance:** A draft or bill of exchange accepted by a bank or trust company. The accepting institution guarantees payment of the bill as well as the insurer.
- **Commercial Paper:** An unsecured obligation issued by a corporation or bank to finance its short-term credit needs, such as accounts receivable and inventory.
- **Contribution to Total Return:** The weight of each individual security multiplied by its return, then summed for each sector to determine how much each sector added or subtracted from the overall portfolio performance.
- **Effective Duration:** A measure of the sensitivity of a security's price to a change in interest rates, stated in years.
- **Effective Yield:** The total yield an investor receives in relation to the nominal yield or coupon of a bond. Effective yield takes into account the power of compounding on investment returns, while nominal yield does not.
- **FDIC:** Federal Deposit Insurance Corporation. A federal agency that insures bank deposits to a specified amount.
- **Interest Rate:** Interest per year divided by principal amount and expressed as a percentage.
- **Market Value:** The value that would be received or paid for an investment in an orderly transaction between market participants at the measurement date.
- **Maturity:** The date upon which the principal or stated value of an investment becomes due and payable.
- **Negotiable Certificates of Deposit:** A CD with a very large denomination, usually \$1 million or more, that can be traded in secondary markets.
- **Par Value:** The nominal dollar face amount of a security.
- **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.

## Glossary

- **Repurchase Agreements:** A holder of securities sells these securities to an investor with an agreement to repurchase them at a fixed price on a fixed date.
- **Settle Date:** The date on which the transaction is settled and monies/securities are exchanged. If the settle date of the transaction (i.e., coupon payments and maturity proceeds) occurs on a non-business day, the funds are exchanged on the next business day.
- **Supranational:** A multinational union or association in which member countries cede authority and sovereignty on at least some internal matters to the group, whose decisions are binding on its members.
- **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.

MESIROW STRATEGIC FIXED INCOME

# City of Naperville

## 1Q2024

**David D. Nirtaut**  
Senior Managing Director  
[david.nirtaut@mesirow.com](mailto:david.nirtaut@mesirow.com)

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Managing Director  
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4. Macroeconomic overview
5. Portfolio characteristics
6. Inventories

# About Mesirow

**Mesirow Strategic Fixed Income (SFI) capitalizes on the strength and resources of parent firm Mesirow, an independent financial services firm founded in 1937 and owned by employees.<sup>1</sup>**

- Global headquarters in Chicago with offices worldwide; more than 500 employees
- Strong balance sheet with \$367M in capital<sup>2</sup> and no debt
- Diversified institutional investment teams with specialized expertise with \$15.5B in assets under management



## GLOBAL INVESTMENT MANAGEMENT

- **Strategic Fixed Income**
- High Yield Management
- Equity Management
- Currency Management
- Private Equity
- Institutional Real Estate Direct



## CAPITAL MARKETS & INVESTMENT BANKING

- Capital Markets
  - CTL and Structured Debt Products
  - Institutional Sales and Trading
  - Public Finance
  - Sale-Leaseback Capital
- Investment Banking
  - Mergers and Acquisitions
  - Private Capital



## ADVISORY SERVICES

- Fiduciary Solutions
- Wealth Management

As of 3.31.2024 unless otherwise noted. | 1. Mesirow Financial Investment Management, Inc. ("MFIM") is an investment advisory and management services firm and is an SEC-registered investment adviser, CFTC-registered commodity trading advisor ("CTA") and member of the NFA. Investment management services are provided through MFIM, Mesirow Institutional Investment Management, Inc. ("MIIM"), and Mesirow Financial Private Equity Advisors, Inc. ("MFPEA"), all SEC-registered investment advisors. Currency-related services are provided through MFIM (Currency Division), in its capacity as a registered CTA. | 2. As of fiscal year end, 3.31.23.

# Mesirow Strategic Fixed Income team



**Peter Hegel**  
Senior Managing Director,  
Co-Chief Investment Officer,  
Portfolio Manager

- **Industry start:** 1981
- **Coverage:** Agencies/Government Owned



**David Nirtaut**  
Senior Managing Director,  
Co-Chief Investment Officer,  
Portfolio Manager

- **Industry start:** 1997
- **Coverage:** REITs, Utilities, Local Auth., Securitized



**Todd Kurisu, CFA**  
Managing Director,  
Portfolio Manager

- **Industry start:** 1990
- **Coverage:** Energy, Sovereigns,  
Supernational



**Michael Coutré, CFA**  
Managing Director,  
Director of Research

- **Industry start:** 1990
- **Coverage:** Banking, Finance  
Companies, Aerospace / Defense,  
Comms & Tech



**Anne Tremmel, CFA**  
Senior Managing Director,  
Credit Research, Senior Analyst

- **Industry start:** 1988
- **Coverage:** Brokerage, Asset  
Managers, Insurance, Consumer  
Cyclical, & Consumer Non-Cyclical



**Michael Budd**  
CFA Certificate in ESG Investing  
Managing Director,  
Credit and Research Strategy

- **Industry start:** 1983



**Noah Doble, CFA**  
Assistant Vice President,  
Credit Analyst

- **Industry start:** 2020
- **Coverage:** Basic industries, Capital  
goods, Automotive



**Luis Villarejo**  
Managing Director

- **Industry start:** 1979



**Andrzej Stukin**  
Vice President, Portfolio Analyst

- **Industry start:** 2003



**Jean Paul Lambino**  
Assistant Vice President,  
Portfolio Administrator

- **Industry start:** 2004



**Debra Reid**  
Assistant Vice President,  
Senior Operations Associate,  
Portfolio Administrator

- **Industry start:** 1995

---

# Portfolio performance

# Portfolio review<sup>1</sup>

City of Naperville as of March 31, 2024

## Change in portfolio (\$)

Portfolio value on 12.31.2023	0.00
Accrued interest	0.00
Net additions/withdrawals	83,253,648.62
Gains/losses	-303,429.30
Income received	673,617.88
Change in accrued interest	549,514.00
Portfolio value on 3.31.2024	83,623,837.20
Accrued interest	549,514.15
<b>Total</b>	<b>84,173,351.35</b>

## Portfolio composition

	Market value (\$)	Assets (%)
Fixed Income	82,453,769.35	97.9
Cash & equivalents	1,719,582.00	2.1
<b>Total</b>	<b>84,173,351.35</b>	<b>100.0</b>

## Performance

	MTD	QTD	Inception (1.1.2024)
Total return			
<b>Portfolio gross (%)</b>	<b>0.53</b>	<b>0.48</b>	<b>0.48</b>
Bloomberg US Govt/Credit TR (%)	0.64	-0.15	-0.15
Difference (bps)	-11	+63	+63

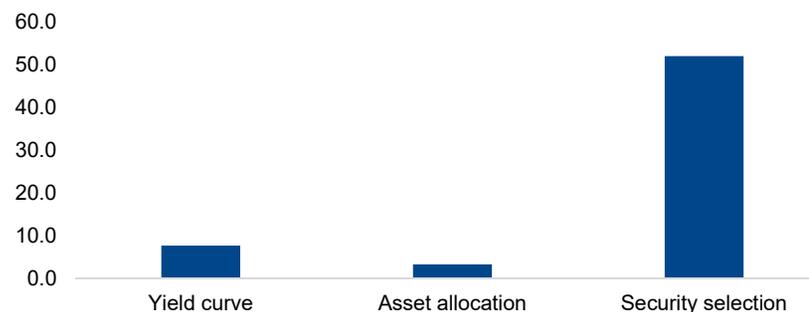
1. Past performance is not indicative of future results. Account performance returns are gross of fees. All returns over 1-year periods are annualized.

# Attribution

City of Naperville from December 31, 2023 to March 31, 2024

## Total outperformance (bps)

Portfolio return	48.2
Benchmark return	-15.0
<b>Outperformance</b>	<b>63.2</b>



## Outperformance details

<b>Yield curve</b>	<b>7.7</b>
Duration	3.3
Curve	4.3
Carry	0.1
<b>Asset allocation</b>	<b>3.3</b>
<b>Security selection</b>	<b>52.1</b>

## Best/Worst instrument by security selection contribution

Instrument	Issuer	Bucket	%MV	Outperf
MU 5.3 01/15/31	MICRON TECHNOLOGY INC	Industrial	0.52	0.96
GPC 1 7/8 11/01/30	GENUINE PARTS CO	Industrial	0.48	0.70
T 1 3/4 12/31/24	US TREASURY N/B	Treasury	5.38	0.61
T 4 1/8 02/15/27	US TREASURY N/B	Treasury	6.78	0.59
BAC 5.288 04/25/34	BANK OF AMERICA CORP	Financial Institutions	0.51	0.56
KSSTRN 4.596 09/01/35	KANSAS ST DEPT OF TRANSPRTN HI	Local Authority	0.35	-0.64
PEP 4.7 02/16/34	PEPSICO SINGAPORE FIN	Industrial	0.27	-0.68
T 4 02/15/34	US TREASURY N/B	Treasury	3.55	-0.99
TXSTRN 5.178 04/01/30	TEXAS ST TRANSPRTN COMMISSIONS	Local Authority	0.49	-1.07
CPT 4.9 01/15/34	CAMDEN PROPERTY TRUST	Financial Institutions	1.31	-1.74

Past performance is not indicative of future results. Account performance returns are gross of fees. All returns over 1-year periods are annualized.

# Index summary

As of March 31, 2024

	1Q2024 Total return	1Q2024 Excess return*	YTD Total return	YTD Excess return*
<b>Bloomberg Aggregate Index</b>	<b>-0.78</b>	<b>0.23</b>	<b>-0.78</b>	<b>0.23</b>
<b>Bloomberg Government/Credit Index</b>	<b>-0.72</b>	<b>0.34</b>	<b>-0.72</b>	<b>0.34</b>
<b>Bloomberg Intermediate Government/Credit Index</b>	<b>-0.15</b>	<b>0.22</b>	<b>-0.15</b>	<b>0.22</b>
<b>Bloomberg Treasury Index</b>	-0.96	0.00	-0.96	0.00
<b>Bloomberg Agency Index</b>	0.08	0.14	0.08	0.14
<b>Bloomberg Mortgage-Backed Securities Index</b>	-1.04	-0.14	-1.04	-0.14
<b>Bloomberg Credit Index</b>	-0.41	0.83	-0.41	0.83
<b>Bloomberg Intermediate Credit Index</b>	0.20	0.62	0.20	0.62
<b>Bloomberg Corporate Index</b>	-0.40	0.89	-0.40	0.89
<b>Bloomberg Asset-Backed Securities Index</b>	0.68	0.54	0.68	0.54
<b>Bloomberg CMBS (Commercial Mortgage-Based Securities Index)</b>	0.85	1.45	0.85	1.45
<b>Bloomberg High Yield Index</b>	1.47	1.59	1.47	1.59

\* Excess return is the difference of the total return versus equal duration US Treasuries.  
Source: Bloomberg

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# Macroeconomic review

# Macro indicators | Top-down

Review of the broader macro environment helps inform and guide sector rotation and bottom-up security selection.

- Each category is scored on a monthly basis indicating the overall risk each macro indicator could have on markets
- A -3 to +3 range is utilized, with -3 being the most bearish (negative) and +3 being the most bullish (positive)

## Topics

**Valuations** | Historical and current spreads

**Rates / duration** | Global yields

**Macroeconomics** | Economic growth outlook

**Monetary policy** | Global central banks

**Geopolitics** | Identify global risks

**Fundamentals** | Corporate leverage and outlooks

**Technicals** | Demand factors

## Scoring

Description	Apr 2024	Bearish ← 0 → Bullish		
		-3	0	+3
Valuations	-2			
Rates / duration	0			
Macroeconomics	-1			
Monetary policy	-1			
Geopolitics	-2			
Fundamentals	0			
Technicals	2			

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# Asset class scoring and portfolio impact

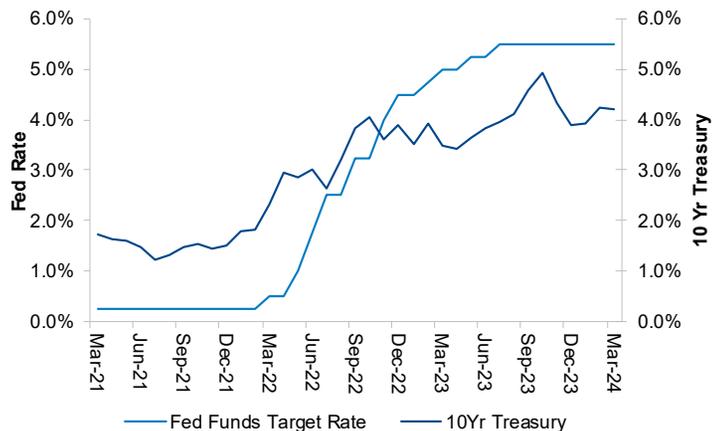
	Rates / Duration	Agency / Supras	Municipals	Corporates	MBS	ABS	CMBS	High Yield	
	<b>Asset class view</b>								
<b>POLICY RANKINGS</b>	<b>Apr 2024</b>	-1	0	1	0	0	1	0	-1

Investment strategy   Portfolio impact			
Sector	Monthly impact	Overall position: OW/N/UW	Comments
Rates / Duration		N	Duration neutral to benchmark with rate volatility expected to remain elevated given uncertainty around the timing and number of Fed cuts
Agency / Supranationals		UW	Valuations offer little upside however we would look to add on widening or primary issuance at a concession; minimal change, if any
Municipals		OW	Given the move tighter in valuations we will reduce exposure but maintain our overweight to the sector as certain issuers compare favorably to select higher rated industrials; avoid adding more BABs until more clarity around ERP redemptions
MBS		N	Neutral agency mortgages given negative technical backdrop with natural buyers still on the sidelines; rising interest rates keeps banks out of the market and the Fed taper won't initially include mortgages given they remain well below their monthly cap
ABS		OW	Remain OW and continue to favor the top of the capital structure; would look to add selectively via the primary market at an attractive concession
CMBS		UW	Remain UW with continued pressure on valuations given rising cap rates and slower growth; favor higher quality REIT assets over CMBS
Corporates		OW	Remain OW but will reduce positions that have reached valuation targets and offer little upside; will continue to add corporates given the strong technical backdrop with a focus on companies with stronger balance sheets and lower event risk

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# Macroeconomic review

## Fed funds target rate vs 10-Year treasury

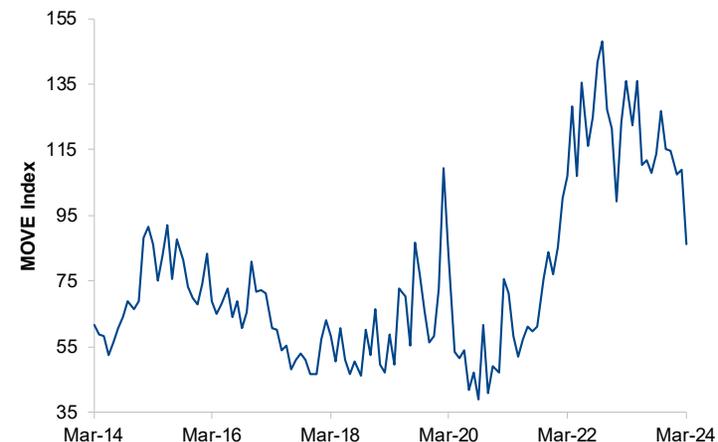


Source: Bloomberg

The FOMC last changed interest rates at its July 2023 meeting, increasing the Fed Funds rate by 25 basis points to 5.25-5.50%. Since that meeting, market speculation has been on when they would cut interest rates.

The minutes from the January FOMC meeting confirmed the sentiment that the Fed would be cautious in cutting rates. The FOMC wants to see inflation continuing to moderate towards its target of 2.00% before taking action. The strong labor market tempers any pressing need to cut rates.

## MOVE Volatility Index



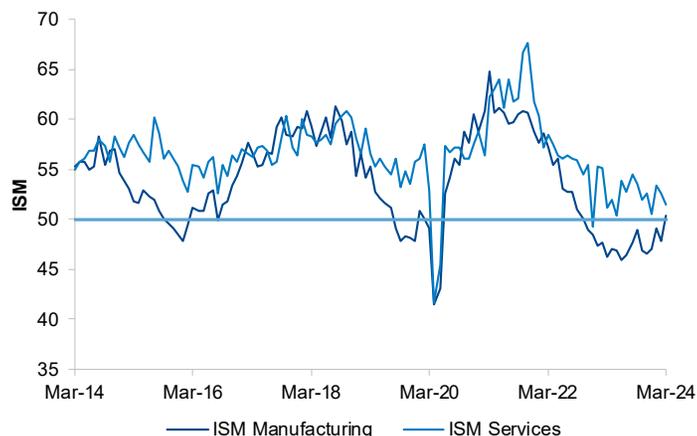
Source: Bloomberg

As shown on the graph above, market volatility peaked in March 2023 after the failures of Silicon Valley Bank (SVB) and Signature Bank (SBNY) and the forced acquisition of Credit Suisse by UBS. Since then, volatility steadily declined as the Fed paused its rate hiking campaign and the market reconciled the timing of future rate cuts. On an historic basis, market volatility remains somewhat elevated as the market continues to be cautious with respect to possible recession driven by higher interest rates and tighter credit conditions. We expect volatility to remain elevated given the market's focus on Fed policy combined with ongoing geopolitical tensions.

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# Macroeconomic review

## ISM Manufacturing & Services



Source: Institute for Supply Management

Throughout 2023 and into 2024, the ISM Services Index remained above 50.0. To start 2024, the Index increased to 53.4 in January before retreating to 52.6 in February and 51.4 in March.

The ISM Manufacturing Index, which had been below 50.0 throughout 2023 and into 2024, improved to 50.3 in March. This was the Index's first reading at or above 50.0 since October 2022.

Generally, a reading of 50.0 is neutral while above 50.0 indicates strength and weakness below 50.0.

## Chain weighted (real) GDP<sup>1</sup>



Source: Bureau of Economic Analysis/Bloomberg

After two negative quarters in the first half of 2022, GDP has been positive for six consecutive quarters. Fourth-quarter 2023 GDP was initially reported at 2.0% and has been revised to 3.4% which follows a third-quarter report of 4.9%. The second half of 2023 showed robust growth allowing the Fed to defer interest rate cuts.

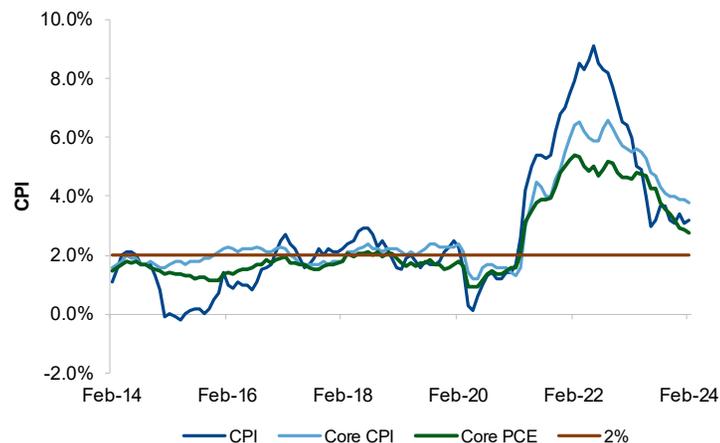
The first GDP report for 1Q24 is on April 25.

1. Updated quarterly.

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# Macroeconomic review

## Inflation indicators



Source: Bureau of Labor Statistics

After peaking in June 2022 at 9.06%, Inflation moderated through 2023 and into the first quarter of 2024, albeit with reports above consensus expectations. The last reports showed CPI slightly higher than expected at 3.5% for March. Core CPI (ex food and energy), was 3.8% for both February and March. Core PCE Inflation (green line) also continued to moderate with its last print at 2.80% at the end of March and its next print on April 26.

All three measures remain well above the Fed's stated inflation target of 2.0%.

## Per barrel price of oil



Source: Bureau of Labor Statistics

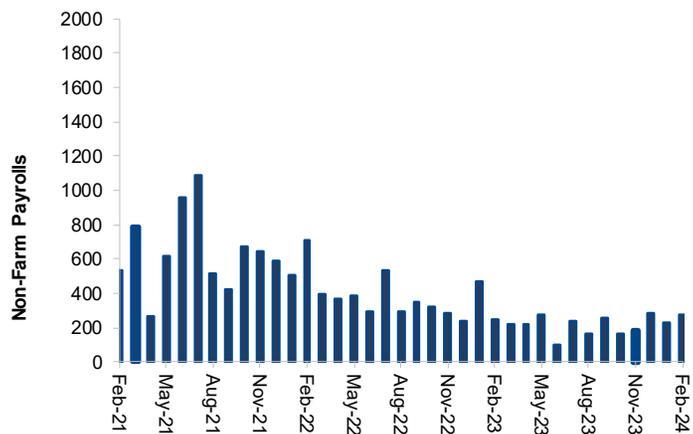
Oil prices have risen steadily during the first quarter of 2024, closing the quarter at a high for the year to date of \$83.17 for West Texas Intermediate (WTI) and \$87.48 for Brent. In the graph above, the peak for Brent prices was in early June 2022 at \$122.

Higher recent prices were driven by rebounding global growth and continued steady growth in the U.S. along with OPEC+ production cuts, inventories still well below peak levels, and ongoing geopolitical risks in Ukraine and the Middle East.

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# Macroeconomic review

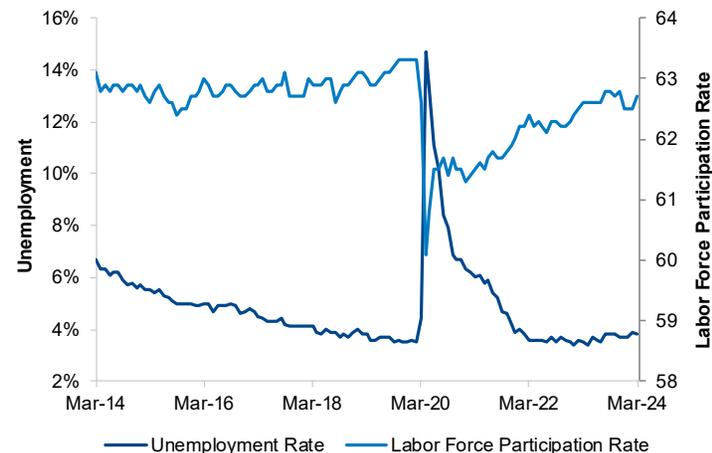
Monthly non-farm payrolls (thousands)



Source: Bureau of Labor Statistics

The labor market continued to show strength throughout 2023 and into 2024. Revised data for December showed the growth of 333k nonfarm payrolls followed by 229k in January and 275 in February (preliminary). Jobs data for March surprised on the upside with non-farm payroll growth of 303k, with private payroll growth of 232k. Both numbers beat market expectations.

Unemployment and participation rate



Source: Bureau of Labor Statistics

After three consecutive months at 3.7%, the unemployment rate increased to 3.9% in February and 3.8% in March. The participation rate had been steady at 62.5% since December but increased to 62.7% in March. Both numbers confirmed the continued strength in the job market.

Since hitting a multi-decade low of 61.5% in 2020, the participation rate has increased steadily, but remains below its pre-Covid levels (63.3%). Leading up to the pandemic, participation rates declined steadily since 2000, when rates were at 67.3%.

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# Macroeconomic review

## Monthly existing Home Sales Index



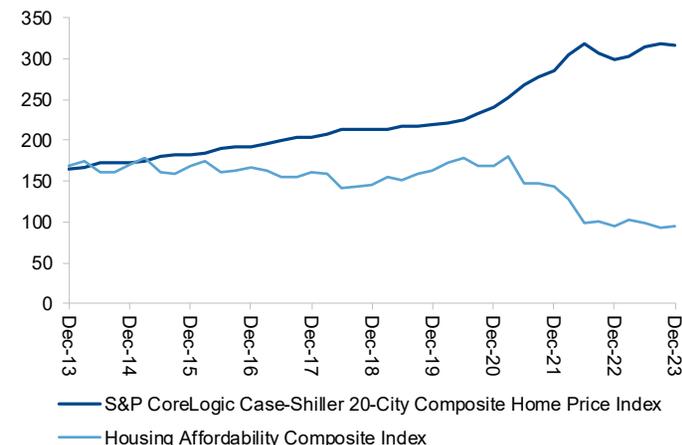
Source: Bloomberg

After closing 2023 at lows, existing home sales increased during the first quarter of 2024. The increase in home sales reflects the lower interest rates in the fourth quarter of 2023.

Interest rates have seen continued volatility during 2024 but are generally higher since the beginning of February which may impact home sales in the near term.

Sales remain well below peak levels reached during the pandemic and below pre-pandemic levels.

## Home prices and affordability



Source: Bloomberg

After rebounding from a near-term dip, home prices rebounded since the beginning of 2023 to return near June 2022 peak levels. The most recent data (January 2024) shows prices to be only slightly below peak levels.

At the end of 2023, the average 30-year mortgage rate was 6.99%. During the first quarter of 2024, mortgage rates hit a high in February at 7.36% before declining slightly by quarter end (7.24%).

Housing Affordability continues to be near historic low levels, reflecting the combined effects of higher house prices with generally high financing costs and median income levels.

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# Macroeconomic review

## Consumer confidence Index



Source: University of Michigan Survey Research

After hitting a low in mid 2022, Consumer Confidence trended higher over 2023 and into 2024. At the end of March, the University of Michigan Consumer Sentiment Index closed at 79.4, the highest level since mid-2021 when it was declining. The April reading for the Index abated modestly to 77.9 as inflation expectations increased from 2.9% to 3.1%.

The volatility likely reflects consumers' uncertainty with the economic outlook including inflation and jobs while improvement from recent lows is likely driven by lower inflation rates coupled with continued strength in the job market.

## Personal consumption



Source: Bureau of Economic Analysis/Bloomberg

While continuing to moderate from early 2022 highs, Personal Consumption Expenditures remain at relatively robust levels on an historic basis. Consumption growth is still notably higher than pre-pandemic levels.

We expect continued moderation as higher borrowing costs and tighter lending standards, along with a lower savings rate to pressure consumer spending growth as we look towards the middle of 2024.

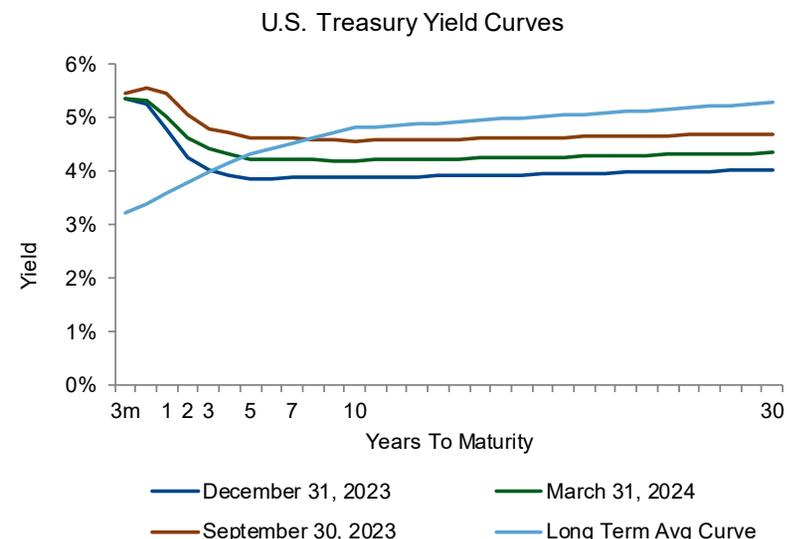
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# Fixed Income market review

# Fixed Income market review | US Treasury

- After a strong rally to end 2023, interest rates rose during the first quarter of 2024 as the market reconciled expectations for future rate action by the FOMC. The last rate hike was at the July 26 meeting, increasing the Fed Funds rate to 5.25-5.50%. In subsequent meetings the FOMC reiterated that its policy would be data dependent and any rate cuts would be driven by inflation returning to its goal of 2.00% combined with maintaining maximum employment.
- At the first FOMC meeting of 2024 on January 31, the FOMC stated that “it does not expect it will be appropriate to reduce the target range until it has gained greater confidence that inflation is moving sustainably toward 2 percent.” Interest rates rose as a result and market participants began reducing expectations for the number of rate cuts. By the end of the quarter, the market’s expectation was for 3 rate cuts during 2024, down from 6 at the beginning of the year, with the first rate cut in the middle of the year (June or July). Interest rates rose by more than 30 basis points across the curve, with the 2-year yield up 37 basis points to 4.62%, and the 10- and 30-year yields each up 32 bps to 4.20% and 4.34%, respectively.
- In addition to anticipating the timing and frequency of interest rate cuts, the market continues to look at the Fed’s balance sheet management and its ongoing quantitative tightening (QT) program of reducing its UST and agency mortgage-backed securities holdings. At the March meeting, the FOMC did not give specifics on tapering QT other than to say that they want to be “highly transparent and predictable” on its balance sheet management.
- The yield curve remained inverted throughout 2024 with slight change in the steepness, closing the first quarter inverted by 42 basis points between the 2-year and the 10-year yield (compared with 37 basis points at the beginning of the year). At its most inverted point in early July 2023, the 2/10 curve was inverted by 108 basis points.



Source: Bloomberg

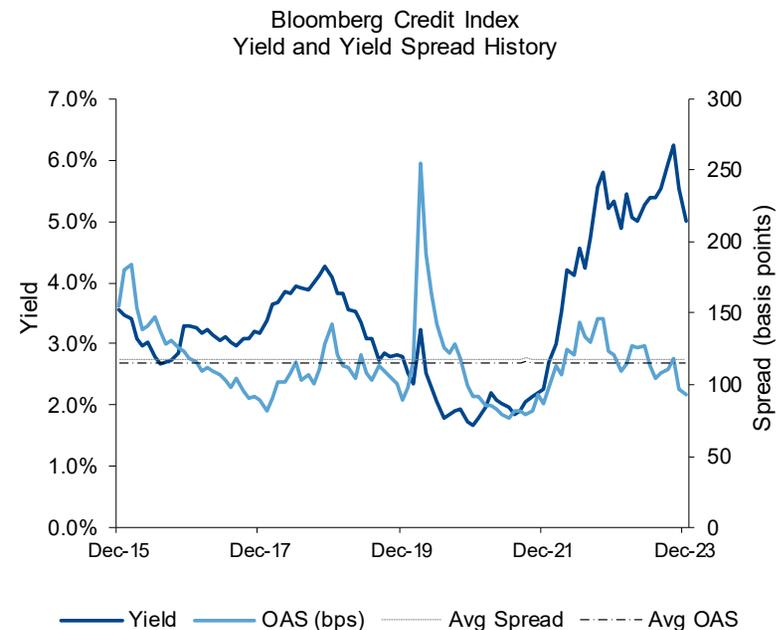
	9.30.2023 (%)	12.31.2023 (%)	3.31.2024 (%)	Change from 12.31.2023 - 3.31.2024
<b>3-Month</b>	5.45	5.34	5.37	3bps
<b>2-Year</b>	5.05	4.25	4.62	37bps
<b>5-Year</b>	4.61	3.85	4.21	37bps
<b>10-Year</b>	4.57	3.88	4.20	32bps
<b>30-Year</b>	4.70	4.03	4.34	32bps

Source: Bloomberg

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# Fixed Income market review | Investment grade corporate bonds

- The Bloomberg Credit Index earned a positive excess return during the first quarter of 2024 (+0.83%) as spreads tightened by 8 basis points from +93 at the beginning of the year to +85 at the end of the quarter. As interest rates rose across the curve, the Index earned a first-quarter total return of -0.41%.
- Over the 2016-2024 period shown in the graph, spreads are well inside of the historic average and approaching the tightest spread levels, which were last reached in June 2021 at +77. Net positive rating agency movements have been supportive of spreads, while yields remain at levels well above the recent historic average.
- The credit market continues to see a dichotomy between tight spread levels and yields that remain attractive at levels not seen since 2009. A positive technical backdrop with strong demand from pension funds and insurance companies, especially for longer-maturity bonds, provides steady demand for corporate bonds.
- In the first quarter of 2024, the best-performing industries were Industrials Other (+254 basis points of excess return), Home Construction (+204), Airlines (+190), and Independent Energy (+179). The worst-performing industries were Aerospace/Defense (-66 basis points excess return), Construction Machinery (-8), Restaurants (-7), and Environmental (-5).
- Within the Investment grade index, lower quality credit lead excess returns for the quarter with BBB rated securities earning +106 bps of excess return versus +74 for A rated and +41 for Aa+. As such, we took the opportunity to reduce exposure to select light-trading, lower-rated (investment grade) bonds into strength thereby improving our overall corporate bond credit quality.

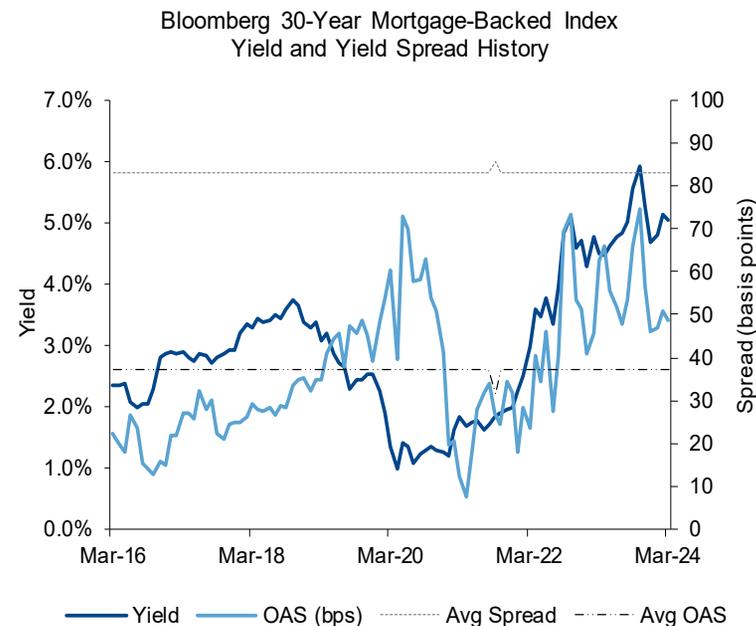


Source: Bloomberg

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# Fixed Income market review | Mortgage-backed securities

- The MBS sector earned a total return of -1.04% and excess return of -14 basis points in the first quarter of 2024. Total returns were impacted by modestly higher yields across the curve. Negative excess returns resulted from a slight increase in option adjusted spreads during the quarter from +47 to +49. MBS underperformed Treasuries in both January and February but had strong performance in March on a sharp decline in implied interest rate volatility. At quarter end MBS valuations appear at fair value.
- 15- and 20-year MBS, which comprise approximately 10% of the index market value, had a positive excess return (+50 BP). The 30-year component, which represents the remaining 90% of the index, had a modest negative excess return of -20 basis points. Across the coupon stack, deep discounts (4% and below) underperformed treasuries, while pass-throughs with coupons 4.5% and higher had positive excess returns. Lower coupon issues (4% and below) continue to dominate the index market value, making up over 75% of the 30-year constituents.
- The MBS index average coupon finished the quarter at 3.12%. Meanwhile current rates for new 30-year fixed rate mortgages finished the quarter in the 7% range, leaving approximately 97% of homeowners with little or no incentive to refinance their mortgage.
- MBS net new supply remains constrained by historical standards. Both refinancing and purchase mortgage originations have been impacted by higher mortgage rates. Existing homeowners, who took advantage of historically low mortgage rates from 2019 – 2022, are reluctant to give up their low rates. Known as the “lock in effect”, the result has greatly affected the inventory of homes available for sale. This in turn has caused unexpectedly strong home price appreciation despite the higher cost of money. The S&P CoreLogic Case-Schiller U.S. National Home Price Index has increased by over 46% since January of 2020.
- Bank holdings of MBS remain well below their peak in December 2021 before the Federal Reserve began raising interest rates. The Federal Reserve continues to hold the equivalent of approximately 30% of the market value of the MBS index.



Source: Bloomberg

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# Portfolio characteristics

# Portfolio characteristics

City of Naperville as of March 31, 2024

## Bloomberg Inter US Govt/Credit Index

Issuance sector <sup>1</sup>	Contribution to duration		Market value	
	Portfolio [%]	Benchmark [%]	Portfolio [%]	Benchmark [%]
Treasury	52.2	60.6	56.0	62.1
Government-Related	2.3	6.4	1.6	7.0
Corporate	33.9	33.0	27.8	30.9
MBS Passthrough	4.7	0.0	5.0	0.0
ABS	6.6	0.0	6.9	0.0
CMBS	0.4	0.0	0.6	0.0
Tax Exempt Municipal	0.0	0.0	0.0	0.0
Other	0.0	0.0	2.1	0.0

	Portfolio	Benchmark
Yield to maturity (%)	4.84	4.73
Average quality	AA	AA
Duration (years)	3.74	3.69
Maturity (years)	4.53	4.32

Quality distribution <sup>2</sup>	Portfolio [%]	Benchmark [%]
Cash	2.1	0.0
AAA	8.2	3.4
AA	63.4	66.4
A	15.9	14.8
BBB	10.5	15.4
BB	0.0	0.0
B	0.0	0.0
Below B	0.0	0.0

Maturity distribution	Portfolio [%]	Benchmark [%]
< 1 year	12.0	0.1
1-5 years	55.2	66.6
5-10 years	31.2	32.3
>10 years	1.6	1.0

1. Other consists of Cash, Money Market & Certificates of Deposit. Government-Related consist of Agencies, Taxable Municipals, Sovereigns, Foreign Agency, Supranational & Other Govt. 2. Split rated securities may be categorized differently in the portfolio versus the benchmark due to client specific guidelines. Cash includes Money Market and Certificates of Deposit. Past performance is not necessarily indicative of future results.

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# Inventories

## Purchases and Sales

**For:** City of Naperville      **From:** 1/1/2024      **To:** 3/31/2024      **Date Type:** Trade/Ex Date      **Report Basis:** Closed Period Investments

Activity	Trade Date	Settle Date	Quantity	Security	CUSIP	Unit Price	Accrued Interest	Net Amount
Buy	01/02/2024	01/04/2024	575,000.00	VERIZON COMMUNICATIONS 2.355 03/15/2032	92343VGN8	82.8280	-4,099.99	-480,360.99
	01/02/2024	01/04/2024	425,000.00	META PLATFORMS INC 4.95 05/15/2033	30303M8N5	102.6330	-2,863.44	-439,053.69
	01/02/2024	01/03/2024	835,000.00	US TREASURY N/B 3.75 12/31/2030	91282CJQ5	98.8711	-258.07	-825,831.70
	01/03/2024	01/04/2024	500,000.00	US TREASURY N/B 3.75 12/31/2028	91282CJR3	99.1680	-206.04	-496,045.88
	01/03/2024	01/05/2024	400,000.00	TEXTRON INC 6.1 11/15/2033	883203CD1	105.9910	-3,795.56	-427,759.56
	01/03/2024	01/05/2024	1,160,000.00	CAMDEN PROPERTY TRUST 4.9 01/15/2034	133131BB7	99.6380	0.00	-1,155,800.80
	01/05/2024	01/09/2024	450,000.00	BANK OF AMERICA CORP FRN 04/25/2034	06051GLH0	98.5570	-4,891.40	-448,397.90
	01/05/2024	01/09/2024	600,000.00	FOX CORP 6.5 10/13/2033	35137LAN5	106.8670	-9,316.67	-650,518.67
	01/08/2024	01/18/2024	330,000.00	REGENCY CENTERS LP 5.25 01/15/2034	75884RBB8	99.6170	0.00	-328,736.10
	01/09/2024	01/11/2024	385,000.00	CONSTELLATION BRANDS INC 4.8 01/15/2029	21036PBQ0	99.8890	0.00	-384,572.65
	01/10/2024	01/12/2024	530,000.00	HOWMET AEROSPACE INC 3 01/15/2029	443201AB4	90.0140	-7,817.50	-484,891.70
	01/10/2024	01/12/2024	165,000.00	MICRON TECHNOLOGY INC 5.3 01/15/2031	595112CD3	99.9300	0.00	-164,884.50
	01/10/2024	01/12/2024	595,000.00	BHP BILLITON FIN USA LTD 5.25 09/08/2033	055451BE7	103.2350	-10,759.58	-625,007.83
	01/11/2024	01/16/2024	655,000.00	AT&T INC 2.25 02/01/2032	00206RKH4	82.1010	-6,754.69	-544,516.24
	01/11/2024	01/17/2024	543,318.84	FN AM8769 2.92 05/01/2027	3138L9W73	95.4922	-705.11	-519,532.16
	01/11/2024	01/16/2024	415,000.00	META PLATFORMS INC 4.8 05/15/2030	30303M8M7	102.0730	-3,375.33	-426,978.28
	01/11/2024	01/16/2024	255,000.00	META PLATFORMS INC 4.8 05/15/2030	30303M8M7	102.0620	-2,074.00	-262,332.10
	01/11/2024	01/12/2024	1,000,000.00	US TREASURY N/B 4.5 11/15/2033	91282CJJ1	103.8125	-7,170.33	-1,045,295.33
	01/11/2024	01/16/2024	245,000.00	CENOVUS ENERGY INC 2.65 01/15/2032	15135UAW9	82.5490	-18.03	-202,263.08
	01/11/2024	01/16/2024	330,000.00	MICRON TECHNOLOGY INC 5.3 01/15/2031	595112CD3	100.0040	-194.33	-330,207.53
	01/11/2024	01/16/2024	130,000.00	CENOVUS ENERGY INC 2.65 01/15/2032	15135UAW9	82.4800	-9.57	-107,233.57
	01/16/2024	01/18/2024	155,000.00	MORGAN STANLEY FRN 01/18/2035	61747YFL4	100.0000	0.00	-155,000.00

## Purchases and Sales

**For:** City of Naperville      **From:** 1/1/2024      **To:** 3/31/2024      **Date Type:** Trade/Ex Date      **Report Basis:** Closed Period Investments

Activity	Trade Date	Settle Date	Quantity	Security	CUSIP	Unit Price	Accrued Interest	Net Amount
	01/16/2024	01/23/2024	170,000.00	CONNECTICUT LIGHT & PWR 4.65 01/01/2029	207597ER2	99.7930	0.00	-169,648.10
	01/17/2024	01/19/2024	500,000.00	ENERGY TRANSFER LP 6.4 12/01/2030	29273VAT7	105.9780	-4,266.67	-534,156.67
	01/17/2024	01/19/2024	365,000.00	CENTERPOINT ENER HOUSTON 5.2 10/01/2028	15189XBD9	101.9570	-6,379.39	-378,522.44
	01/18/2024	01/23/2024	445,000.00	US BANCORP FRN 01/23/2030	91159HJQ4	100.0000	0.00	-445,000.00
	01/19/2024	01/23/2024	585,000.00	DUKE ENERGY FLORIDA LLC 5.875 11/15/2033	26444HAQ4	105.7020	-7,064.69	-625,421.39
	01/19/2024	01/23/2024	380,000.00	US TREASURY N/B 4.5 11/15/2033	91282CJJ1	102.5117	-3,241.48	-392,786.01
	01/22/2024	01/24/2024	395,000.00	SUTTER HEALTH 5.164 08/15/2033	86944BAK9	100.8500	-9,009.03	-407,366.53
	01/22/2024	01/24/2024	850,000.00	DUKE ENERGY FL PROJ FIN 2.858 03/01/2033	26444GAD5	86.9050	-9,649.72	-748,342.22
	01/24/2024	01/26/2024	165,000.00	US TREASURY N/B 4.5 11/15/2033	91282CJJ1	102.5508	-1,468.68	-170,677.47
	01/24/2024	01/31/2024	450,000.00	CHAIT 2024-A2 A 4.63 01/15/2031	161571HW7	99.9997	0.00	-449,998.70
	01/24/2024	01/31/2024	430,000.00	PACCAR FINANCIAL CORP 4.6 01/31/2029	69371RS80	99.8370	0.00	-429,299.10
	01/24/2024	01/26/2024	385,000.00	US TREASURY N/B 4.5 11/15/2033	91282CJJ1	102.5898	-3,426.92	-398,397.82
	01/25/2024	01/30/2024	285,000.00	TAMPA ELECTRIC CO 4.9 03/01/2029	875127BM3	99.9320	0.00	-284,806.20
	01/26/2024	01/30/2024	570,000.00	TX ST TRANSN-1ST TIER 5.178 04/01/2030	88283LHU3	101.9560	-9,756.22	-590,905.42
	01/30/2024	02/02/2024	1,000,000.00	FHR 4159 KB 2.5 09/15/2042	3137AXXD0	91.6250	-69.44	-916,319.44
	01/30/2024	02/01/2024	275,000.00	NYC SER A2 5.206 10/01/2031	64966HMOV9	101.8870	-4,772.17	-284,961.42
	01/31/2024	02/02/2024	500,000.00	COMCAST CORP 4.8 05/15/2033	20030NEE7	100.5150	-5,133.33	-507,708.33
	01/31/2024	02/02/2024	570,000.00	VERALTO CORP 5.45 09/18/2033	92338CAE3	102.4320	-11,563.08	-595,425.48
	01/31/2024	02/02/2024	500,000.00	COMET 2021-A2 A2 1.39 07/15/2030	14041NFX4	87.6602	-328.19	-438,628.97
	01/31/2024	02/02/2024	605,000.00	CHAIT 2023-A2 A 5.08 09/15/2030	161571HU1	102.7773	-1,451.33	-623,254.26
	01/31/2024	02/02/2024	600,000.00	FORDR 2023-1 A 4.85 08/15/2035	34535QAA3	100.6211	-1,374.17	-605,100.73
	02/05/2024	02/08/2024	320,000.00	GENERAL MOTORS FINL CO 5.75 02/08/2031	37045XER3	99.7270	0.00	-319,126.40

## Purchases and Sales

For: City of Naperville      From: 1/1/2024      To: 3/31/2024      Date Type: Trade/Ex Date      Report Basis: Closed Period Investments

Activity	Trade Date	Settle Date	Quantity	Security	CUSIP	Unit Price	Accrued Interest	Net Amount
	02/05/2024	02/14/2024	165,000.00	TMUST 2024-1A A 5.05 09/20/2029	87267RAA3	99.9872	0.00	-164,978.95
	02/05/2024	02/14/2024	290,000.00	VIRGINIA POWER FUEL SEC 4.877 05/01/2031	92808VAB8	99.9965	0.00	-289,989.97
	02/06/2024	02/08/2024	405,000.00	WORKDAY INC 3.8 04/01/2032	98138HAJ0	92.2790	-5,429.25	-379,159.20
	02/07/2024	02/09/2024	65,000.00	SUTTER HEALTH 5.164 08/15/2033	86944BAK9	101.1190	-1,622.36	-67,349.71
	02/08/2024	02/12/2024	280,000.00	US TREASURY N/B 4 01/31/2029	91282CJW2	99.4531	-369.23	-278,837.98
	02/08/2024	02/12/2024	100,000.00	SUTTER HEALTH 5.164 08/15/2033	86944BAK9	100.5860	-2,538.97	-103,124.97
	02/08/2024	02/12/2024	525,000.00	KS DEPT TRN-BABS 4.596 09/01/2035	485424NF8	98.3260	-10,791.03	-527,002.53
	02/09/2024	02/13/2024	10,000.00	COMET 2021-A2 A2 1.39 07/15/2030	14041NFX4	86.5117	-10.81	-8,661.98
	02/12/2024	02/14/2024	50,000.00	US TREASURY N/B 4 01/31/2029	91282CJW2	99.4453	-76.92	-49,799.58
	02/12/2024	02/16/2024	430,000.00	PEPSICO SINGAPORE FIN 4.7 02/16/2034	713466AD2	99.8030	0.00	-429,152.90
	02/13/2024	02/15/2024	625,000.00	AMXCA 2023-4 A 5.15 09/15/2030	02589BAC4	101.4063	0.00	-633,789.06
	02/14/2024	02/16/2024	510,000.00	US TREASURY N/B 4 02/15/2034	91282CJZ5	97.8906	-56.04	-499,298.23
	02/20/2024	02/26/2024	330,000.00	MIZUHO FINANCIAL GROUP FRN 05/26/2030	60687YDD8	100.0000	0.00	-330,000.00
	02/20/2024	02/23/2024	876,133.44	FNR 2019-9 EA 3 07/25/2047	3136B32X7	94.3750	-1,606.24	-828,457.17
	02/20/2024	02/29/2024	355,000.00	DTE ELECTRIC CO 4.85 12/01/2026	23338VAU0	99.9840	0.00	-354,943.20
	02/21/2024	02/22/2024	13,490,000.00	US TREASURY N/B 4.125 02/15/2027	91282CKA8	99.1563	-10,701.20	-13,386,879.33
	02/21/2024	02/22/2024	3,275,000.00	US TREASURY N/B 4 01/31/2031	91282CJX0	98.0625	-7,917.58	-3,219,464.46
	02/21/2024	02/22/2024	6,495,000.00	US TREASURY N/B 4 02/15/2034	91282CJZ5	97.4219	-4,996.15	-6,332,546.93
	02/21/2024	02/22/2024	5,135,000.00	US TREASURY N/B 4 01/31/2029	91282CJW2	98.6953	-12,414.29	-5,080,418.56
	02/21/2024	03/01/2024	385,000.00	WFCIT 2024-A1 A 4.94 02/15/2029	92970QAA3	99.9729	0.00	-384,895.51
	02/21/2024	02/22/2024	8,570,000.00	US TREASURY N/B 4.25 01/31/2026	91282CJV4	99.2617	-22,013.60	-8,528,742.92
	02/21/2024	02/26/2024	630,000.00	ASTRAZENECA FINANCE LLC 4.85 02/26/2029	04636NAL7	99.8950	0.00	-629,338.50

## Purchases and Sales

For: City of Naperville From: 1/1/2024 To: 3/31/2024 Date Type: Trade/Ex Date Report Basis: Closed Period Investments

Activity	Trade Date	Settle Date	Quantity	Security	CUSIP	Unit Price	Accrued Interest	Net Amount
	02/29/2024	03/04/2024	110,000.00	US TREASURY N/B 4 02/15/2034	91282CJZ5	97.8906	-217.58	-107,897.27
	02/29/2024	03/01/2024	840,000.00	US TREASURY N/B 4.25 02/28/2031	91282CKC4	99.9297	-97.01	-839,506.39
	03/01/2024	03/05/2024	415,000.00	RUSH OBLIGATED GROUP 3.922 11/15/2029	78200JAA0	94.1980	-4,973.31	-395,895.01
	03/01/2024	03/05/2024	115,000.00	US TREASURY N/B 4 02/15/2034	91282CJZ5	98.4063	-240.11	-113,407.30
	03/04/2024	03/14/2024	215,000.00	MVWOT 2024-1A A 5.32 02/20/2043	62847RAA5	99.9945	0.00	-214,988.22
	03/05/2024	03/14/2024	175,000.00	NFMOT 2024-1A A2 5.12 03/15/2029	65341KBZ8	99.9807	0.00	-174,966.28
	03/07/2024	03/11/2024	155,000.00	US TREASURY N/B 4 02/15/2034	91282CJZ5	99.4961	-425.82	-154,644.77
	03/13/2024	03/15/2024	635,000.00	US TREASURY N/B 4.25 02/28/2029	91282CKD2	100.2656	-1,100.03	-637,786.75
	03/14/2024	03/18/2024	300,000.00	US TREASURY N/B 4.25 02/28/2031	91282CKC4	100.2188	-623.64	-301,279.89
	03/14/2024	03/18/2024	265,000.00	US TREASURY N/B 4 02/15/2034	91282CJZ5	97.6875	-931.87	-259,803.75
	03/19/2024	03/21/2024	290,000.00	CAMPBELL SOUP CO 5.2 03/21/2029	134429BN8	99.9830	0.00	-289,950.70
	03/26/2024	03/27/2024	1,665,000.00	US TREASURY N/B 4.25 03/15/2027	91282CKE0	99.6367	-2,307.47	-1,661,258.84
<b>Subtotal: Buy</b>							<b>-234,724.66</b>	<b>-68,479,290.17</b>
FullCall	01/03/2024	01/03/2024	-625,000.00	FREDDIE MAC 6 06/03/2026	3134GYTG7	100.0000	3,125.00	628,125.00
<b>Subtotal: FullCall</b>							<b>3,125.00</b>	<b>628,125.00</b>
Mature	02/15/2024	02/15/2024	-650,000.00	MICROCHIP TECHNOLOGY INC 0.972 02/15/2024	595017BB9	100.0000	0.00	650,000.00
<b>Subtotal: Mature</b>							<b>0.00</b>	<b>650,000.00</b>
Sell	01/02/2024	01/04/2024	-450,000.00	REINSURANCE GRP OF AMER 3.15 06/15/2030	759351AP4	89.4330	748.13	403,196.63
	01/02/2024	01/04/2024	-275,000.00	BAXTER INTERNATIONAL INC 2.6 08/15/2026	071813BQ1	94.1890	2,760.69	261,780.44
	01/02/2024	01/04/2024	-275,000.00	ROYALTY PHARMA PLC 1.75 09/02/2027	78081BAJ2	89.5130	1,630.90	247,791.65
	01/02/2024	01/04/2024	-275,000.00	NATWEST GROUP PLC FRN 05/22/2028	780097BP5	92.8210	985.92	256,243.67
	01/03/2024	01/05/2024	-375,000.00	EVERSOURCE ENERGY 2.9 03/01/2027	30040WAQ1	94.2700	3,745.83	357,258.33

## Purchases and Sales

For: City of Naperville      From: 1/1/2024      To: 3/31/2024      Date Type: Trade/Ex Date      Report Basis: Closed Period Investments

Activity	Trade Date	Settle Date	Quantity	Security	CUSIP	Unit Price	Accrued Interest	Net Amount
	01/03/2024	01/05/2024	-500,000.00	LINCOLN NATIONAL CORP 3.625 12/12/2026	534187BF5	96.6280	5,689.24	488,829.24
	01/04/2024	01/04/2024	-1,215,000.00	US TREASURY N/B 3.5 02/15/2033	91282CGM7	96.3438	16,409.10	1,186,985.66
	01/05/2024	01/09/2024	-375,000.00	MARTIN MARIETTA MATERIAL 2.4 07/15/2031	573284AW6	83.9420	4,350.00	319,132.50
	01/05/2024	01/09/2024	-375,000.00	MOHAWK INDUSTRIES INC 5.85 09/18/2028	608190AM6	102.8590	6,764.06	392,485.31
	01/05/2024	01/09/2024	-350,000.00	STATE STREET CORP FRN 05/18/2034	857477CC5	98.9490	2,558.00	348,879.50
	01/05/2024	01/09/2024	-250,000.00	COOPERAT RABOBANK UA/NY 1.375 01/10/2025	21688AAS1	96.2580	1,709.20	242,354.20
	01/05/2024	01/09/2024	-175,000.00	LABORATORY CORP OF AMER 1.55 06/01/2026	50540RAX0	92.1550	286.32	161,557.57
	01/08/2024	01/09/2024	-750,000.00	FREDDIE MAC 4 08/08/2025	3134GXQ64	98.6284	12,583.33	752,296.33
	01/08/2024	01/10/2024	-469,864.28	G2 MA8428 5 11/20/2052	36179XLH7	98.9375	587.33	465,459.30
	01/08/2024	01/10/2024	-123,548.87	FN AS5444 3 07/01/2045	3138WFBN5	89.2813	92.66	110,398.63
	01/08/2024	01/10/2024	-74,223.71	FN MA2771 3 10/01/2046	31418CCH5	88.6250	55.67	65,836.44
	01/08/2024	01/10/2024	-56,135.38	FN MA2806 3 11/01/2046	31418CDL5	88.6250	42.10	49,792.08
	01/08/2024	01/10/2024	-30,320.54	FN MA3834 3 11/01/2049	31418DHL9	87.9375	22.74	26,685.87
	01/08/2024	01/10/2024	-38,105.22	FN AS6815 3 03/01/2046	3138WGS7	88.7500	28.58	33,846.96
	01/08/2024	01/10/2024	-1,248,312.29	FN FS5635 4 11/01/2052	3140XMHM1	93.7500	1,248.31	1,171,541.08
	01/08/2024	01/10/2024	-22,218.28	FN AY6521 3.5 04/01/2045	3138YLG70	91.2500	19.44	20,293.62
	01/08/2024	01/10/2024	-82,594.01	FN MA3644 3 04/01/2049	31418DBN1	88.1250	61.95	72,847.92
	01/08/2024	01/09/2024	-375,000.00	US TREASURY N/B 2.875 05/15/2032	91282CEP2	91.8164	1,629.04	345,940.56
	01/08/2024	01/10/2024	-1,190,918.43	FR RA4524 1.5 02/01/2051	3133KLAZ0	76.6250	446.59	912,987.84
	01/08/2024	01/10/2024	-62,106.20	FN AS8483 3 12/01/2046	3138WJM96	88.6250	46.58	55,088.20
	01/08/2024	01/10/2024	-407,858.94	FN MA4356 2.5 06/01/2051	31418DZW5	84.1250	254.91	343,366.25
	01/08/2024	01/10/2024	-286,046.37	G2 626912 3 02/20/2045	36291FN53	88.6250	214.53	253,723.13

## Purchases and Sales

For: City of Naperville From: 1/1/2024 To: 3/31/2024 Date Type: Trade/Ex Date Report Basis: Closed Period Investments

Activity	Trade Date	Settle Date	Quantity	Security	CUSIP	Unit Price	Accrued Interest	Net Amount
	01/08/2024	01/09/2024	-2,025,067.20	TSY INFL IX N/B 0.5 04/15/2024	9128286N5	98.8594	2,377.91	2,003,279.99
	01/08/2024	01/10/2024	-40,189.23	G2 MA2149 4 08/20/2044	36179QL66	94.7188	40.19	38,106.92
	01/08/2024	01/10/2024	-18,788.94	G2 MA1996 4 06/20/2044	36179QGD7	94.7188	18.79	17,815.43
	01/08/2024	01/10/2024	-96,225.84	FG G08775 4 08/01/2047	3128MJ2H2	94.3125	96.23	90,849.23
	01/08/2024	01/10/2024	-273,140.44	G2 BY0769 2.5 09/20/2050	3617QG2A1	82.0000	170.71	224,145.87
	01/09/2024	01/10/2024	-380,000.00	US TREASURY N/B 3.75 12/31/2028	91282CJR3	98.9805	391.48	376,517.26
	01/10/2024	01/12/2024	-100,000.00	WALGREENS BOOTS ALLIANCE 3.2 04/15/2030	931427AS7	88.5250	773.33	89,298.33
	01/10/2024	01/12/2024	-250,000.00	DICK'S SPORTING GOODS 3.15 01/15/2032	253393AF9	84.5930	3,871.88	215,354.38
	01/11/2024	01/16/2024	-200,000.00	GENERAL MOTORS FINL CO 3.1 01/12/2032	37045XDS2	84.6160	68.89	169,300.89
	01/17/2024	01/18/2024	-385,000.00	US TREASURY N/B 3.25 06/30/2027	91282CEW7	97.3320	618.75	375,347.07
	01/18/2024	01/19/2024	-470,000.00	US TREASURY N/B 2.25 08/15/2027	9128282R0	93.9102	4,511.62	445,889.35
	01/19/2024	01/23/2024	-275,000.00	AMERICAN TOWER CORP 3.65 03/15/2027	03027XBV1	95.8820	3,568.89	267,244.39
	01/19/2024	01/23/2024	-150,000.00	DISCOVERY COMMUNICATIONS 3.625 05/15/2030	25470DBJ7	89.5360	1,027.08	135,331.08
	01/19/2024	01/23/2024	-425,000.00	CITIGROUP INC FRN 05/25/2034	17327CAR4	101.9790	4,227.48	437,638.23
	01/19/2024	01/23/2024	-500,000.00	VERIZON COMMUNICATIONS 1.75 01/20/2031	92343VFR0	80.7370	72.92	403,757.92
	01/22/2024	01/23/2024	-450,000.00	US TREASURY N/B 1.75 12/31/2024	912828YY0	97.1680	497.60	437,753.46
	01/22/2024	01/24/2024	-350,000.00	US TREASURY N/B 4.5 11/15/2033	91282CJJ1	103.1953	3,028.85	364,212.44
	01/23/2024	01/23/2024	-30,000.00	US TREASURY N/B 1.75 12/31/2024	912828YY0	97.1641	33.17	29,182.39
	01/24/2024	01/25/2024	-435,000.00	US TREASURY N/B 2.625 02/15/2029	9128286B1	93.3359	5,057.76	411,069.09
	01/24/2024	01/26/2024	-425,000.00	PFIZER INVESTMENT ENTER 4.75 05/19/2033	716973AE2	98.4930	3,757.12	422,352.37
	01/24/2024	01/26/2024	-250,000.00	BLACKROCK INC 1.9 01/28/2031	09247XAR2	82.7020	2,348.61	209,103.61
	01/25/2024	01/26/2024	-290,000.00	US TREASURY N/B 2.625 02/15/2029	9128286B1	93.5898	3,392.53	274,803.08

## Purchases and Sales

For: City of Naperville From: 1/1/2024 To: 3/31/2024 Date Type: Trade/Ex Date Report Basis: Closed Period Investments

Activity	Trade Date	Settle Date	Quantity	Security	CUSIP	Unit Price	Accrued Interest	Net Amount
	01/26/2024	01/29/2024	-950,000.00	US TREASURY N/B 0.25 10/31/2025	91282CAT8	93.0117	587.23	884,198.56
	01/30/2024	01/30/2024	-100,000.00	US TREASURY N/B 0.25 10/31/2025	91282CAT8	93.0156	62.50	93,078.13
	01/31/2024	02/01/2024	-500,000.00	FEDERAL HOME LOAN BANK 5.875 08/10/2026	3130AWUY4	99.9600	13,953.13	513,753.13
	01/31/2024	02/01/2024	-750,000.00	FREDDIE MAC 4.625 09/30/2024	3134GX3J1	99.5750	11,658.85	758,471.35
	01/31/2024	02/02/2024	-500,000.00	ING GROEP NV FRN 04/01/2027	456837AX1	99.4847	2,735.77	500,159.27
	01/31/2024	02/02/2024	-400,000.00	SUMITOMO MITSUI FINL GRP 0.948 01/12/2026	86562MCD0	92.6810	210.67	370,934.67
	01/31/2024	02/01/2024	-600,000.00	FEDERAL HOME LOAN BANK 6 11/28/2028	3130AXWT1	99.9600	6,300.00	606,060.00
	01/31/2024	02/01/2024	-750,000.00	FREDDIE MAC 4 05/17/2027	3134GXSH8	98.6800	6,166.67	746,266.67
	01/31/2024	02/01/2024	-750,000.00	FEDERAL HOME LOAN BANK 5 10/20/2025	3130ATFY8	99.8000	10,520.83	759,020.83
	01/31/2024	02/02/2024	-275,000.00	CONAGRA BRANDS INC 1.375 11/01/2027	205887CF7	87.7930	955.82	242,386.57
	01/31/2024	01/31/2024	-1,250,000.00	US TREASURY N/B 0.25 10/31/2025	91282CAT8	93.2734	789.84	1,166,707.81
	01/31/2024	02/01/2024	-1,000,000.00	FREDDIE MAC 4.1 08/15/2025	3134GXQ31	99.1100	18,905.56	1,010,005.56
	01/31/2024	02/01/2024	-750,000.00	FEDERAL HOME LOAN BANK 5 09/14/2027	3130AT3P0	99.7000	14,270.83	762,020.83
	02/01/2024	02/02/2024	-250,000.00	US TREASURY N/B 1.625 05/15/2031	91282CCB5	86.3398	881.70	216,731.31
	02/05/2024	02/06/2024	-310,000.00	US TREASURY N/B 3.75 12/31/2030	91282CJQ5	97.5898	1,181.66	303,710.18
	02/06/2024	02/07/2024	-180,000.00	US TREASURY N/B 3.625 05/15/2026	91282CHB0	98.4336	1,505.77	178,686.24
	02/06/2024	02/07/2024	-230,000.00	US TREASURY N/B 3.75 12/31/2030	91282CJQ5	97.7227	900.41	225,662.52
	02/07/2024	02/08/2024	-60,000.00	US TREASURY N/B 4.5 11/15/2033	91282CJJ1	103.0234	630.49	62,444.55
	02/08/2024	02/12/2024	-285,000.00	TAMPA ELECTRIC CO 4.9 03/01/2029	875127BM3	99.8950	465.50	285,166.25
	02/08/2024	02/09/2024	-90,000.00	US TREASURY N/B 4.5 11/15/2033	91282CJJ1	102.6719	956.87	93,361.56
	02/08/2024	02/09/2024	-515,000.00	US TREASURY N/B 4.5 11/15/2033	91282CJJ1	102.6367	5,475.41	534,054.51
	02/12/2024	02/14/2024	-50,000.00	PACCAR FINANCIAL CORP 4.6 01/31/2029	69371RS80	99.8530	89.44	50,015.94

## Purchases and Sales

For: City of Naperville      From: 1/1/2024      To: 3/31/2024      Date Type: Trade/Ex Date      Report Basis: Closed Period Investments

Activity	Trade Date	Settle Date	Quantity	Security	CUSIP	Unit Price	Accrued Interest	Net Amount
	02/12/2024	02/13/2024	-415,000.00	US TREASURY N/B 4.5 11/15/2033	91282CJJ1	102.4336	4,617.45	429,716.86
	02/14/2024	02/16/2024	-560,000.00	SUTTER HEALTH 5.164 08/15/2033	86944BAK9	100.5220	80.33	563,003.53
	02/20/2024	02/21/2024	-245,000.00	US TREASURY N/B 2.625 02/15/2029	9128286B1	92.7227	106.01	227,276.52
	02/20/2024	02/21/2024	-310,000.00	US TREASURY N/B 2 02/15/2025	912828J27	97.1367	102.20	301,226.03
	02/20/2024	02/21/2024	-220,000.00	US TREASURY N/B 4.5 11/15/2033	91282CJJ1	101.6406	2,665.38	226,274.76
	02/20/2024	02/21/2024	-380,000.00	US TREASURY N/B 2.25 08/15/2027	9128282R0	93.2695	140.93	354,565.15
	02/20/2024	02/21/2024	-310,000.00	US TREASURY N/B 3.25 06/30/2027	91282CEW7	96.5977	1,439.29	300,892.02
	02/21/2024	02/22/2024	-120,000.00	US TREASURY N/B 3.75 12/31/2028	91282CJR3	97.5508	655.22	117,716.16
	02/21/2024	02/22/2024	-280,000.00	US TREASURY N/B 4.5 11/15/2033	91282CJJ1	101.2734	3,426.92	286,992.55
	02/21/2024	02/22/2024	-1,125,000.00	US TREASURY N/B 2.875 05/15/2032	91282CEP2	89.9219	8,796.79	1,020,417.88
	02/21/2024	02/22/2024	-3,000,000.00	US TREASURY N/B 0.5 10/31/2027	91282CAU5	86.9453	4,697.80	2,613,057.18
	02/21/2024	02/22/2024	-4,690,000.00	US TREASURY N/B 2 02/15/2025	912828J27	97.1094	1,803.85	4,556,233.54
	02/21/2024	02/22/2024	-2,500,000.00	US TREASURY N/B 2.25 11/15/2027	9128283F5	92.7539	15,298.76	2,334,146.42
	02/21/2024	02/22/2024	-295,000.00	US TREASURY N/B 3.75 12/31/2030	91282CJQ5	96.5742	1,610.75	286,504.70
	02/21/2024	02/22/2024	-630,000.00	US TREASURY N/B 4 01/31/2029	91282CJW2	98.7070	1,523.08	623,377.38
	02/21/2024	02/22/2024	-1,000,000.00	US TREASURY N/B 4.125 11/15/2032	91282CFV8	98.4297	11,219.09	995,515.97
	02/21/2024	02/22/2024	-1,495,000.00	US TREASURY N/B 3.625 05/15/2026	91282CHB0	98.0391	14,739.51	1,480,423.49
	02/21/2024	02/22/2024	-2,030,000.00	US TREASURY N/B 2.625 02/15/2029	9128286B1	92.4922	1,024.76	1,878,616.17
	02/21/2024	02/22/2024	-5,910,000.00	US TREASURY N/B 3.5 02/15/2033	91282CGM7	93.7773	3,977.88	5,546,218.90
	02/21/2024	02/22/2024	-2,000,000.00	US TREASURY N/B 0.875 11/15/2030	91282CAV3	80.1602	4,759.62	1,607,962.75
	02/21/2024	02/22/2024	-4,305,000.00	US TREASURY N/B 3.25 06/30/2027	91282CEW7	96.4570	20,371.88	4,172,847.08
	02/21/2024	02/22/2024	-250,000.00	US TREASURY N/B 0.375 04/30/2025	912828ZL7	94.8359	293.61	237,383.45

## Purchases and Sales

For: City of Naperville      From: 1/1/2024      To: 3/31/2024      Date Type: Trade/Ex Date      Report Basis: Closed Period Investments

Activity	Trade Date	Settle Date	Quantity	Security	CUSIP	Unit Price	Accrued Interest	Net Amount
	02/21/2024	02/22/2024	-5,200,000.00	US TREASURY N/B 0.25 10/31/2025	91282CAT8	92.8008	4,071.43	4,829,712.06
	02/21/2024	02/22/2024	-2,150,000.00	US TREASURY N/B 2.25 08/15/2027	9128282R0	93.1563	930.29	2,003,789.67
	02/21/2024	02/22/2024	-3,025,000.00	US TREASURY N/B 2.375 05/15/2029	9128286T2	91.0000	19,539.92	2,772,289.92
	02/22/2024	02/23/2024	-350,000.00	US TREASURY N/B 4 02/15/2034	91282CJZ5	97.4102	307.69	341,243.24
	02/29/2024	03/04/2024	-115,000.00	TEXTRON INC 6.1 11/15/2033	883203CD1	104.0560	2,240.90	121,905.30
	03/01/2024	03/05/2024	-450,000.00	US TREASURY N/B 4 01/31/2029	91282CJW2	99.1250	1,681.32	447,743.82
	03/01/2024	03/05/2024	-120,000.00	TEXTRON INC 6.1 11/15/2033	883203CD1	104.6170	2,358.67	127,899.07
	03/07/2024	03/11/2024	-165,000.00	TEXTRON INC 6.1 11/15/2033	883203CD1	105.2880	3,410.92	177,136.12
	03/13/2024	03/15/2024	-500,000.00	ENERGY TRANSFER LP 6.4 12/01/2030	29273VAT7	105.5610	9,244.44	537,049.44
	03/14/2024	03/18/2024	-375,000.00	CENOVUS ENERGY INC 2.65 01/15/2032	15135UAW9	82.1930	1,739.06	309,962.81
	03/14/2024	03/18/2024	-320,000.00	GENERAL MOTORS FINL CO 5.75 02/08/2031	37045XER3	100.4250	2,044.44	323,404.44
	03/19/2024	03/21/2024	-300,000.00	SOUTHERN CALIF GAS CO 2.6 06/15/2026	842434CQ3	94.8120	2,080.00	286,516.00
	03/19/2024	03/21/2024	-200,000.00	PROGRESSIVE CORP 2.5 03/15/2027	743315AY9	93.3970	83.33	186,877.33
	03/19/2024	03/20/2024	-285,000.00	US TREASURY N/B 4.25 02/28/2029	91282CKD2	99.7852	658.29	285,045.99
<b>Subtotal: Sell</b>							<b>357,869.70</b>	<b>70,058,791.83</b>
<b>Grand Total:</b>								<b>2,857,626.66</b>

**For:** City of Naperville      **As Of:** 3/31/2024      **Report Basis:** Closed Period Investments

Security Type	Total Cost	Market Value	Accrued Interest	Market Value with Accrued Interest	Percent of Assets
Cash	1,719,582.00	1,719,582.00	0.00	1,719,582.00	2.06%
Treasury	46,503,765.34	46,633,031.67	264,138.37	46,897,170.04	55.77%
Municipal Bond - Taxable	1,377,549.95	1,359,700.48	23,926.30	1,383,626.78	1.63%
Corporate Bond	24,199,958.57	24,390,223.48	241,340.81	24,631,564.29	29.17%
Asset-Backed	4,796,498.28	4,789,629.84	9,013.50	4,798,643.34	5.73%
Mortgage Pool	2,354,779.81	2,384,943.58	4,774.69	2,389,718.27	2.85%
CMO: Agency	1,898,430.86	1,869,138.94	4,715.48	1,873,854.42	2.24%
CMBS: Non-Agency	476,079.98	477,587.21	1,605.00	479,192.21	0.57%
<b>Grand Total:</b>	<b>83,326,644.79</b>	<b>83,623,837.20</b>	<b>549,514.15</b>	<b>84,173,351.35</b>	<b>100.00%</b>

For: City of Naperville

As Of: 3/31/2024

Report Basis: Closed Period Investments

Sector	Industry	Security	Cusip	Par Value	Unit Cost	Original Cost	Accrued Interest	Price	Market Value	Market Value + Accr. Int	% of Assets
Cash		U.S. DOLLARS		1,719,582.00	1.00	1,719,582.00	0.00	1.00	1,719,582.00	1,719,582.00	2.06%
<b>Subtotal: Cash</b>				<b>1,719,582.00</b>			<b>0.00</b>		<b>1,719,582.00</b>	<b>1,719,582.00</b>	<b>2.06%</b>
Treasury		US TREASURY N/B 1.5 10/31/2024	912828YM6	2,500,000.00	97.20	2,429,875.00	15,762.36	97.86	2,446,484.38	2,462,246.74	2.93%
		US TREASURY N/B 1.75 12/31/2024	912828YY0	4,520,000.00	96.98	4,383,586.40	19,992.31	97.51	4,407,353.10	4,427,345.41	5.27%
		US TREASURY N/B 4 01/31/2029	91282CJW2	4,385,000.00	98.70	4,327,789.43	29,393.96	98.97	4,339,779.69	4,369,173.65	5.19%
		US TREASURY N/B 4 01/31/2031	91282CJX0	3,275,000.00	98.06	3,211,546.88	21,953.30	98.69	3,232,015.63	3,253,968.93	3.86%
		US TREASURY N/B 4 02/15/2034	91282CJZ5	7,300,000.00	97.51	7,118,113.49	36,901.10	98.34	7,179,093.75	7,215,994.85	8.58%
		US TREASURY N/B 4.125 02/15/2027	91282CKA8	13,490,000.00	99.16	13,376,178.13	70,322.18	99.16	13,376,178.13	13,446,500.31	16.00%
		US TREASURY N/B 4.25 01/31/2026	91282CJV4	8,570,000.00	99.26	8,506,729.32	61,037.71	99.21	8,502,377.39	8,563,415.10	10.17%
		US TREASURY N/B 4.25 02/28/2029	91282CKD2	350,000.00	100.27	350,929.69	1,293.48	100.13	350,464.84	351,758.32	0.42%
		US TREASURY N/B 4.25 02/28/2031	91282CKC4	1,140,000.00	100.01	1,140,065.63	4,213.05	100.17	1,141,959.38	1,146,172.43	1.37%
		US TREASURY N/B 4.25 03/15/2027	91282CKE0	1,665,000.00	99.64	1,658,951.37	3,268.92	99.54	1,657,325.38	1,660,594.30	1.98%
<b>Subtotal: Treasury</b>				<b>47,195,000.00</b>			<b>264,138.37</b>		<b>46,633,031.67</b>	<b>46,897,170.04</b>	<b>55.77%</b>
Municipal Bond - Taxable		KS DEPT TRN-BABS 4.596 09/01/2035	485424NF8	525,000.00	98.33	516,211.50	2,010.75	97.24	510,486.06	512,496.81	0.61%
		NYC SER A2 5.206 10/01/2031	64966HMV9	275,000.00	101.89	280,189.25	7,158.25	0.00	280,114.68	287,272.93	0.33%
		TX ST TRANSN-1ST TIER 5.178 04/01/2030	88283LHU3	570,000.00	101.96	581,149.20	14,757.30	99.84	569,099.74	583,857.04	0.68%
<b>Subtotal: Municipal Bond - Taxable</b>				<b>1,370,000.00</b>			<b>23,926.30</b>		<b>1,359,700.48</b>	<b>1,383,626.78</b>	<b>1.63%</b>
Corporate Bond	Financial	AMERICAN EXPRESS CO 3.95 08/01/2025	025816CY3	600,000.00	98.33	589,986.00	3,950.00	0.00	595,371.38	599,321.38	0.71%
		BANK OF AMERICA CORP FRN 02/04/2028	06051GKH1	400,000.00	99.10	396,404.00	3,989.23	0.00	397,547.52	401,536.75	0.48%
		BANK OF AMERICA CORP FRN 04/25/2034	06051GLH0	450,000.00	98.56	443,506.50	10,311.60	99.70	448,631.82	458,943.42	0.54%
		BANK OF AMERICA CORP FRN 07/22/2027	06051GJS9	750,000.00	91.54	686,542.50	0.00	0.00	715,711.72	715,711.72	0.86%
		CAMDEN PROPERTY TRUST 4.9 01/15/2034	133131BB7	1,160,000.00	99.64	1,155,800.80	13,578.44	97.31	1,128,791.50	1,142,369.94	1.35%
		CITIGROUP INC FRN 04/08/2026	172967MQ1	150,000.00	97.15	145,717.50	2,238.91	97.47	146,203.14	148,442.05	0.17%
		EQUINIX INC 1.55 03/15/2028	29444UBL9	275,000.00	87.71	241,199.75	189.44	0.00	251,593.58	251,783.02	0.30%
		FIDELITY NATL FINANCIAL 3.4 06/15/2030	31620RAJ4	300,000.00	89.34	268,005.00	3,003.33	0.00	277,816.07	280,819.40	0.33%
		FIFTH THIRD BANCORP FRN 07/28/2030	316773DG2	300,000.00	97.89	293,679.00	2,505.30	0.00	294,360.67	296,865.97	0.35%
		HSBC HOLDINGS PLC FRN 05/24/2027	404280CM9	750,000.00	91.62	687,142.50	0.00	0.00	718,877.88	718,877.88	0.86%
		JPMORGAN CHASE & CO FRN 04/22/2027	46647PCB0	500,000.00	92.24	461,220.00	0.00	0.00	479,841.92	479,841.92	0.57%
		KIMCO REALTY OP LLC 3.8 04/01/2027	49446RAS8	250,000.00	95.95	239,862.50	4,750.00	0.00	246,203.17	250,953.17	0.29%
		MIZUHO FINANCIAL GROUP FRN 05/22/2027	60687YBP3	500,000.00	91.06	455,305.00	0.00	0.00	477,010.31	477,010.31	0.57%
		MIZUHO FINANCIAL GROUP FRN 05/26/2030	60687YDD8	330,000.00	100.00	330,000.00	1,724.80	100.45	331,499.27	333,224.07	0.40%
		MORGAN STANLEY BANK NA FRN 07/16/2025	61690U7V6	425,000.00	100.13	425,544.00	5,503.18	0.00	425,385.49	430,888.67	0.51%
		MORGAN STANLEY FRN 01/18/2035	61747YFL4	155,000.00	100.00	155,000.00	1,717.99	100.89	156,385.47	158,103.46	0.19%
		MORGAN STANLEY FRN 05/04/2027	61772BAB9	500,000.00	92.05	460,270.00	3,252.38	92.50	462,496.38	465,748.76	0.55%

For: City of Naperville

As Of: 3/31/2024

Report Basis: Closed Period Investments

Sector	Industry	Security	Cusip	Par Value	Unit Cost	Original Cost	Accrued Interest	Price	Market Value	Market Value + Accr. Int	% of Assets
		REGENCY CENTERS LP 5.25 01/15/2034	75884RBB8	330,000.00	99.62	328,736.10	3,513.13	99.62	328,743.70	332,256.83	0.39%
		ROYAL BANK OF CANADA 2.25 11/01/2024	78015K7C2	250,000.00	97.43	243,567.50	2,343.75	0.00	249,207.46	251,551.21	0.30%
		TRUIST FINANCIAL CORP FRN 03/02/2027	89788MAD4	200,000.00	91.48	182,956.00	204.13	0.00	190,997.10	191,201.23	0.23%
		US BANCORP FRN 01/23/2030	91159HJQ4	445,000.00	100.00	445,000.00	4,525.55	100.44	446,965.65	451,491.20	0.53%
		VENTAS REALTY LP 3 01/15/2030	92277GAU1	500,000.00	88.44	442,185.00	3,166.67	0.00	460,713.50	463,880.17	0.55%
		WELLS FARGO & COMPANY FRN 04/24/2034	95000U3D3	200,000.00	100.61	201,226.00	4,700.41	0.00	201,146.81	205,847.22	0.24%
		WELLS FARGO & COMPANY FRN 05/22/2028	95000U2A0	250,000.00	95.29	238,217.50	3,210.67	0.00	243,860.93	247,071.60	0.29%
		WELLS FARGO BANK NA FRN 08/07/2026	94988J6E2	750,000.00	100.51	753,787.50	7,221.93	0.00	753,162.31	760,384.24	0.90%
	Industrial	ASTRAZENECA FINANCE LLC 4.85 02/26/2029	04636NAL7	630,000.00	99.90	629,338.50	2,970.63	100.28	631,777.27	634,747.90	0.76%
		AT&T INC 2.25 02/01/2032	00206RKH4	655,000.00	82.10	537,761.55	2,456.25	0.00	540,251.68	542,707.93	0.65%
		BHP BILLITON FIN USA LTD 5.25 09/08/2033	055451BE7	595,000.00	103.24	614,248.25	1,995.73	101.13	601,751.87	603,747.60	0.72%
		CAMPBELL SOUP CO 5.2 03/21/2029	134429BN8	290,000.00	99.98	289,950.70	418.89	100.48	291,389.62	291,808.51	0.35%
		COMCAST CORP 4.8 05/15/2033	20030NEE7	500,000.00	100.52	502,575.00	9,066.67	98.66	493,279.05	502,345.72	0.59%
		CONSTELLATION BRANDS INC 4.8 01/15/2029	21036PBQ0	385,000.00	99.89	384,572.65	4,106.67	99.12	381,623.45	385,730.12	0.46%
		ENERGY TRANSFER LP 4.95 05/15/2028	292480AL4	300,000.00	99.50	298,509.00	5,610.00	0.00	299,248.95	304,858.95	0.36%
		FOX CORP 6.5 10/13/2033	35137LAN5	600,000.00	106.87	641,202.00	18,200.00	105.92	635,509.82	653,709.82	0.76%
		GENERAL MOTORS FINL CO 5.4 04/06/2026	37045XEF9	125,000.00	100.55	125,692.50	3,281.25	100.04	125,046.48	128,327.73	0.15%
		GENUINE PARTS CO 1.875 11/01/2030	372460AA3	500,000.00	81.18	405,910.00	3,906.25	0.00	433,448.21	437,354.46	0.52%
		HOWMET AEROSPACE INC 3 01/15/2029	443201AB4	530,000.00	90.01	477,074.20	3,356.67	90.30	478,602.93	481,959.60	0.57%
		HP INC 2.65 06/17/2031	40434LAJ4	250,000.00	85.33	213,325.00	1,913.89	0.00	219,124.83	221,038.72	0.26%
		HUBBELL INC 2.3 03/15/2031	443510AK8	250,000.00	84.16	210,390.00	255.56	0.00	220,762.57	221,018.13	0.26%
		LOWE'S COS INC 1.7 10/15/2030	548661DY0	500,000.00	83.18	415,905.00	3,919.44	0.00	441,047.43	444,966.87	0.53%
		MCCORMICK & CO 4.95 04/15/2033	579780AT4	275,000.00	100.61	276,677.50	6,276.88	0.00	276,549.76	282,826.64	0.33%
		META PLATFORMS INC 4.8 05/15/2030	30303M8M7	670,000.00	102.07	683,861.05	12,149.33	100.55	673,670.89	685,820.22	0.81%
		META PLATFORMS INC 4.95 05/15/2033	30303M8N5	425,000.00	102.63	436,190.25	7,947.50	101.22	430,181.43	438,128.93	0.51%
		MICRON TECHNOLOGY INC 5.3 01/15/2031	595112CD3	495,000.00	99.98	494,897.70	5,757.12	100.58	497,862.84	503,619.96	0.60%
		MPLX LP 4 03/15/2028	55336VAR1	250,000.00	96.41	241,015.00	444.44	0.00	245,991.36	246,435.80	0.29%
		NETAPP INC 1.875 06/22/2025	64110DAL8	75,000.00	95.03	71,274.00	386.72	0.00	74,037.48	74,424.20	0.09%
		PACCAR FINANCIAL CORP 4.6 01/31/2029	69371RS80	380,000.00	99.84	379,380.60	2,961.89	99.33	377,466.49	380,428.38	0.45%
		PEPSICO SINGAPORE FIN 4.7 02/16/2034	713466AD2	430,000.00	99.80	429,152.90	2,526.25	98.73	424,553.31	427,079.56	0.51%
		PHILIP MORRIS INTL INC 5.625 11/17/2029	718172CW7	325,000.00	104.84	340,743.00	6,804.69	0.00	338,049.42	344,854.11	0.40%
		RUSH OBLIGATED GROUP 3.922 11/15/2029	78200JAA0	415,000.00	94.20	390,921.70	6,148.82	95.02	394,333.93	400,482.75	0.47%
		VERALTO CORP 5.45 09/18/2033	92338CAE3	570,000.00	102.43	583,862.40	1,121.79	101.24	577,050.82	578,172.61	0.69%
		VERIZON COMMUNICATIONS 2.355 03/15/2032	92343VGN8	575,000.00	82.83	476,261.00	601.83	82.18	472,532.74	473,134.57	0.57%

For: City of Naperville

As Of: 3/31/2024

Report Basis: Closed Period Investments

Sector	Industry	Security	Cusip	Par Value	Unit Cost	Original Cost	Accrued Interest	Price	Market Value	Market Value + Accr. Int	% of Assets
		WORKDAY INC 3.8 04/01/2032	98138HAJ0	405,000.00	92.28	373,729.95	7,695.00	91.06	368,783.19	376,478.19	0.44%
	Utilities	AMERICAN ELECTRIC POWER 1 11/01/2025	025537AR2	400,000.00	92.80	371,180.00	1,666.67	0.00	390,386.48	392,053.15	0.47%
		AMERICAN WATER CAPITAL C 2.8 05/01/2030	03040WAW5	100,000.00	89.72	89,723.00	1,166.67	0.00	93,293.49	94,460.16	0.11%
		CENTERPOINT ENER HOUSTON 5.2 10/01/2028	15189XBD9	365,000.00	101.96	372,143.05	10,175.39	101.70	371,206.82	381,382.21	0.44%
		CONNECTICUT LIGHT & PWR 4.65 01/01/2029	207597ER2	170,000.00	99.79	169,648.10	1,493.17	98.85	168,050.47	169,543.64	0.20%
		DTE ELECTRIC CO 4.85 12/01/2026	23338VAU0	355,000.00	99.98	354,943.20	1,530.44	99.93	354,764.23	356,294.67	0.42%
		DUKE ENERGY FL PROJ FIN 2.858 03/01/2033	26444GAD5	850,000.00	86.91	738,692.50	2,024.42	86.26	733,245.94	735,270.36	0.88%
		DUKE ENERGY FLORIDA LLC 5.875 11/15/2033	26444HAQ4	585,000.00	105.70	618,356.70	13,556.56	105.66	618,112.04	631,668.60	0.74%
		VIRGINIA POWER FUEL SEC 4.877 05/01/2031	92808VAB8	290,000.00	100.00	289,989.97	1,846.49	99.56	288,711.44	290,557.93	0.35%
<b>Subtotal: Corporate Bond</b>				<b>25,235,000.00</b>			<b>241,340.81</b>		<b>24,390,223.48</b>	<b>24,631,564.29</b>	<b>29.17%</b>
Asset-Backed		AMXCA 2023-4 A 5.15 09/15/2030	02589BAC4	625,000.00	101.41	633,789.06	1,430.56	101.60	634,988.88	636,419.44	0.76%
		BMWLT 2023-1 A3 5.16 11/25/2025	05593AAC3	425,000.00	99.59	423,251.64	365.50	0.00	423,932.99	424,298.49	0.51%
		CHAIT 2023-A2 A 5.08 09/15/2030	161571HU1	605,000.00	102.78	621,802.93	1,365.96	101.36	613,235.32	614,601.28	0.73%
		CHAIT 2024-A2 A 4.63 01/15/2031	161571HW7	450,000.00	100.00	449,998.70	926.00	99.59	448,159.68	449,085.68	0.54%
		COMET 2021-A2 A2 1.39 07/15/2030	14041NFX4	510,000.00	87.64	446,951.95	315.07	86.71	442,213.50	442,528.57	0.53%
		FORDR 2023-1 A 4.85 08/15/2035	34535QAA3	600,000.00	100.62	603,726.56	1,293.33	0.00	603,687.56	604,980.89	0.72%
		GMCAR 2020-4 A3 0.38 08/18/2025	36260KAC8	41,653.92	98.93	41,210.03	6.60	0.00	41,412.45	41,419.05	0.05%
		HART 2021-B A4 0.6 02/16/2027	44934KAD6	200,000.00	93.85	187,695.30	53.33	0.00	191,180.84	191,234.17	0.23%
		HART 2022-A A3 2.22 10/15/2026	448977AD0	460,530.37	97.33	448,243.15	454.39	0.00	450,306.27	450,760.66	0.54%
		MVVOT 2024-1A A 5.32 02/20/2043	62847RAA5	215,000.00	99.99	214,988.22	540.13	100.40	215,852.26	216,392.39	0.26%
		NFMOT 2024-1A A2 5.12 03/15/2029	65341KBZ8	175,000.00	99.98	174,966.28	423.11	99.89	174,800.43	175,223.54	0.21%
		TMUST 2024-1A A 5.05 09/20/2029	87267RAA3	165,000.00	99.99	164,978.95	254.60	99.98	164,964.15	165,218.75	0.20%
		WFCIT 2024-A1 A 4.94 02/15/2029	92970QAA3	385,000.00	99.97	384,895.51	1,584.92	99.97	384,895.51	386,480.43	0.46%
<b>Subtotal: Asset-Backed</b>				<b>4,857,184.29</b>			<b>9,013.50</b>		<b>4,789,629.84</b>	<b>4,798,643.34</b>	<b>5.73%</b>
Mortgage Pool		FG G14713 2.5 04/01/2028	3128MDN66	84,563.52	99.07	83,776.81	176.17	0.00	85,781.50	85,957.67	0.10%
		FN AM8769 2.92 05/01/2027	3138L9W73	540,782.15	95.49	516,404.71	1,359.77	94.62	511,709.27	513,069.04	0.61%
		FN AP7831 2.5 09/01/2027	3138MBVZ6	118,517.76	98.95	117,275.86	246.91	0.00	120,207.89	120,454.80	0.14%
		FN BQ7777 2 03/01/2036	3140KTUB9	1,134,973.84	90.92	1,031,875.70	1,891.62	0.00	1,051,164.93	1,053,056.55	1.26%
		G2 MA7226 2 03/20/2036	36179WA32	660,132.73	91.72	605,446.73	1,100.22	0.00	616,079.99	617,180.21	0.74%
<b>Subtotal: Mortgage Pool</b>				<b>2,538,970.00</b>			<b>4,774.69</b>		<b>2,384,943.58</b>	<b>2,389,718.27</b>	<b>2.85%</b>
CMO: Agency		FHR 2973 EB 5.5 04/15/2035	31395TXY5	876.37	122.79	1,076.06	4.02	0.00	1,078.01	1,082.03	0.00%
		FHR 4159 KB 2.5 09/15/2042	3137AXXD0	1,000,000.00	91.63	916,250.00	2,083.33	88.43	884,260.30	886,343.63	1.06%
		FNR 2011-27 DB 3 04/25/2026	31397SFQ2	87,672.54	103.67	90,889.75	219.18	0.00	92,687.91	92,907.09	0.11%
		FNR 2012-21 PJ 4 03/25/2041	3136A35Z0	47,026.14	99.33	46,710.67	156.75	0.00	47,103.43	47,260.18	0.06%

**For:** City of Naperville

**As Of:** 3/31/2024

**Report Basis:** Closed Period Investments

Sector	Industry	Security	Cusip	Par Value	Unit Cost	Original Cost	Accrued Interest	Price	Market Value	Market Value + Accr. Int	% of Assets
		FNR 2012-28 PT 4 03/25/2042	3136A33E9	23,874.98	97.76	23,339.98	79.58	0.00	23,698.83	23,778.41	0.03%
		FNR 2019-9 EA 3 07/25/2047	3136B32X7	869,048.37	94.38	820,164.40	2,172.62	0.00	820,310.46	822,483.08	0.98%
<b>Subtotal: CMO: Agency</b>				<b>2,028,498.40</b>			<b>4,715.48</b>		<b>1,869,138.94</b>	<b>1,873,854.42</b>	<b>2.24%</b>
CMBS: Non-Agency		CGCMT 2018-B2 A4 4.009 03/10/2051	17327FAD8	250,000.00	94.99	237,481.20	835.21	0.00	238,592.55	239,427.76	0.29%
		WFCM 2015-C31 A4 3.695 11/15/2048	94989WAS6	250,000.00	95.44	238,598.78	769.79	0.00	238,994.66	239,764.45	0.29%
<b>Subtotal: CMBS: Non-Agency</b>				<b>500,000.00</b>			<b>1,605.00</b>		<b>477,587.21</b>	<b>479,192.21</b>	<b>0.57%</b>
<b>Grand Total:</b>				<b>85,444,234.69</b>			<b>549,514.15</b>		<b>83,623,837.20</b>	<b>84,173,351.35</b>	<b>100.00%</b>

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GLOBAL INVESTMENT MANAGEMENT

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