City of Reno

March 31, 2026

(480) 271-0432

pfm asset management

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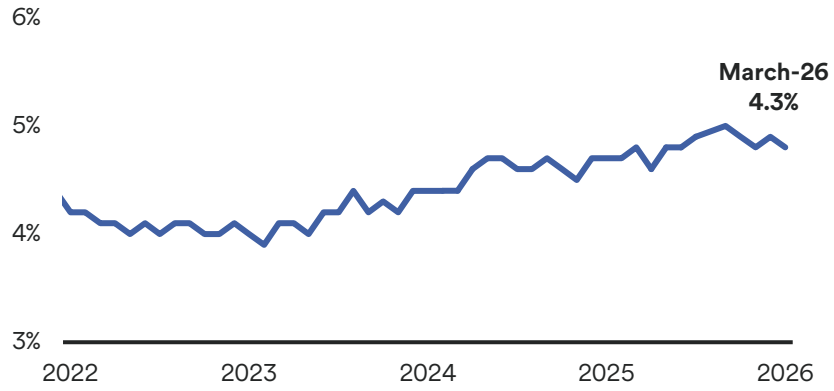
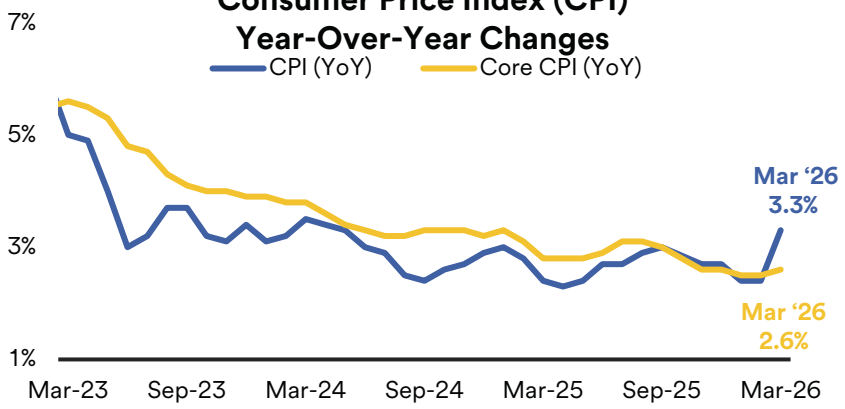
Labor Market Showed Renewed Resilience in March

City of Reno as of 3/31/2026

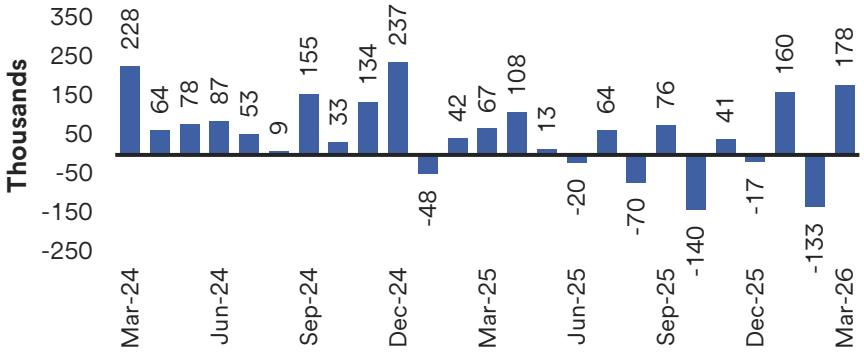
Unemployment Rate



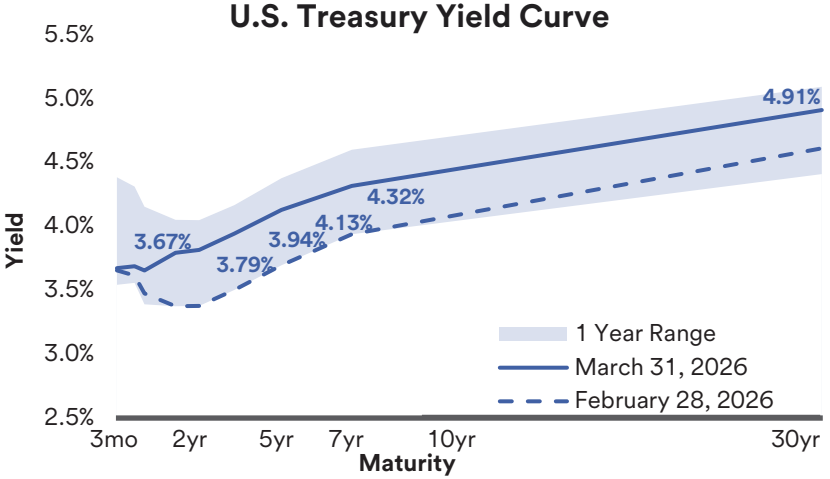
Consumer Price Index (CPI) Year-Over-Year Changes



Monthly Change In Nonfarm Payrolls



U.S. Treasury Yield Curve



Source: Bureau of Labor Statistics and Bloomberg Finance L.P. as of March 2026. (Top & Bottom Left) Bureau of Labor Statistics and Bloomberg Finance L.P. as of March 2026. (Top Right) Bloomberg Finance L.P., as of 3/31/2026. (Bottom Right).

Summary of the City's Funds

City of Reno as of 3/31/2026

City of Reno Funds	Market Value[1]
Core Portfolio	$386,532,182
Liquidity Portfolio	$25,108,166
Liquid Funds	$127,559,009
Nevada LGIP	*$110,066,340*
U.S. Bank	*$1,306,835*
Wells Fargo	*$16,185,835*
Managed Account Subtotal	**$539,199,357**
Reserve Fund Portfolios	$12,973,479
Total	**$552,172,837**

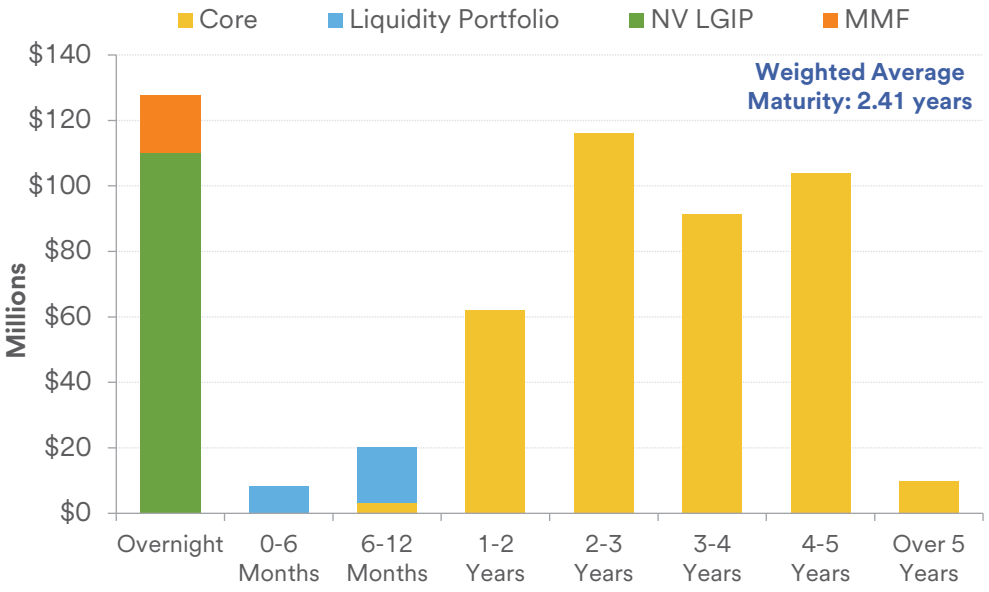
1. *Market Values exclude accrued interest*

Executive Summary[1,2,3]

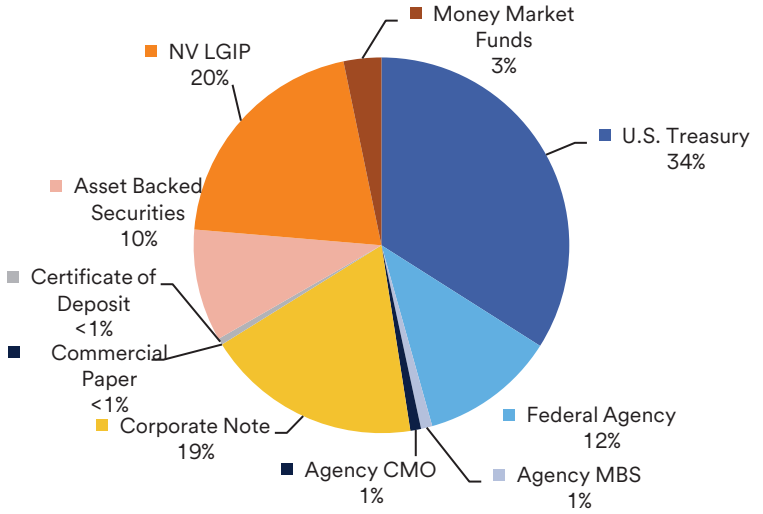
City of Reno as of 3/31/2026

Account Summary	Ending Values as of 2/28/2026	Ending Values as of 3/31/2026
Market Value	$513,964,965	$539,199,357
Book Value	$508,787,214	$538,455,970
Unrealized Gain/(Loss)	$5,177,751	$743,387
Yield at Market	3.79%	4.03%
Yield at Cost	4.24%	4.23%

Maturity Distribution

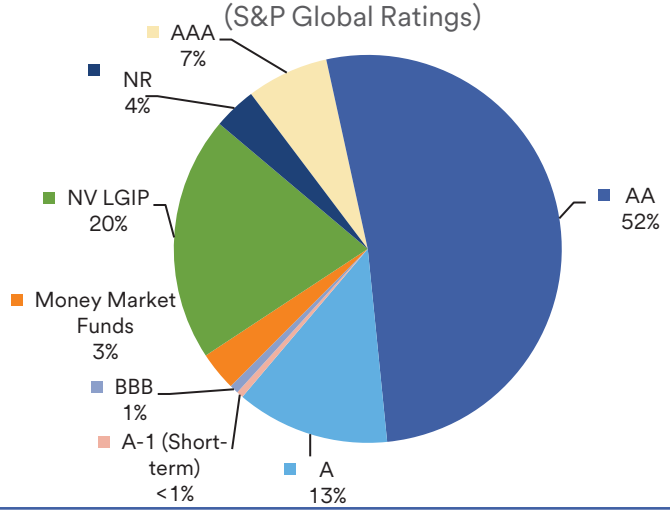


Allocation by Security Type



Credit Quality

(S&P Global Ratings)



1. *Summary data includes Core Portfolio, Liquidity Portfolio and Liquid Funds, excluding accrued interest; excludes Reserve Fund Portfolios.*
2. *Money Market Funds include U.S. Bank, and Wells Fargo balances.*
3. *The weighted average yield at market and yield at cost excludes Liquid Funds.*

Security Type and Maturity Analytics[1,2,3,4]

City of Reno as of 3/31/2026

Security Type	Market Value	% of Portfolio	Permitted by Policy
U.S. Treasury	$183,294,199	34.0%	100%
Federal Agency	$62,801,815	11.6%	100%
Agency Commercial MBS	$5,254,361	1.0%	20%
Agency Collateralized Mortgage Obligation	$4,972,880	0.9%	20%
Corporate Note	$100,324,438	18.6%	25%
Certificate of Deposit	$3,012,492	0.6%	30%
Asset Backed Securities	$51,980,163	9.6%	30%
NV LGIP	$110,066,340	20.4%	100%
Money Market Funds	$17,492,670	3.2%	100%
Total Market Value	**$539,199,357**	**100%**	

Maturity	Market Value	% of Portfolio	Permitted by Policy
Overnight	$127,559,009	23.7%	No Limit
0-6 Months	$8,193,480	1.5%	No Limit
6-12 Months	$20,270,054	3.8%	No Limit
1-2 Years	$62,050,480	11.5%	No Limit
2-3 Years	$116,151,009	21.5%	No Limit
3-4 Years	$91,291,638	16.9%	No Limit
4-5 Years	$103,717,670	19.2%	No Limit
Over 5 Years	$9,966,017	1.8%	No Limit
Total Market Value	**$539,199,357**	**100.00%**	

Accrual Basis Earnings[4]	3/1/26 through 3/31/26
Total Estimated Earnings	**$1,597,319**

1. *Data includes Core Portfolio, Liquidity Portfolio and Liquid Funds, excluding accrued interest; excludes Reserve Fund Portfolios.*
2. *Money Market Funds include U.S. Bank, and Wells Fargo balances.*
3. *Investment policy dated September 2023.*
4. *Excludes earnings on Liquid Funds.*

Issuer Diversification[1,2,3,4]

City of Reno as of 3/31/2026

Issuer	Market Value	% of Portfolio	Permitted by Policy
U.S. Treasury	$183,294,199	34.0%	100%
Nevada LGIP	$110,066,340	20.4%	100%
Federal Home Loan Mortgage Corporation	$66,456,418	12.3%	100%
Money Market Funds	$17,492,670	3.2%	100%
American Express Co	$9,993,748	1.9%	30%
Wells Fargo Card Issuance Trust	$6,988,806	1.3%	30%
Toyota Motor Corp	$6,215,411	1.2%	30%
National Rural Utilities Co Finance Corp	$5,842,436	1.1%	25%
META Platforms Inc	$5,629,368	1.0%	25%
Adobe Inc	$5,380,611	1.0%	25%
Toronto-Dominion Bank	$5,268,139	1.0%	25%
Ford Credit Auto Owner Trust	$5,173,200	1.0%	30%
Hyundai Auto Receivables	$4,987,951	0.9%	30%
Federal National Mortgage Association	$4,932,336	0.9%	100%
Novartis Capital Corp	$4,693,064	0.9%	25%
Caterpillar Inc	$3,809,322	0.7%	25%
Salesforce.Com Inc	$3,507,249	0.7%	25%
Canadian Imperial Bank Of Commerce	$3,491,800	0.6%	25%
Kubota Credit Owners Trust	$3,488,547	0.6%	30%
Volkswagen Auto	$3,345,544	0.6%	30%
BMW Financial Services NA LLC	$3,176,382	0.6%	25%
Alphabet Inc.	$3,157,359	0.6%	25%
Credit Agricole SA	$3,012,492	0.6%	5%
Morgan Stanley	$2,978,777	0.6%	25%
Mercedes-Benz Group AG	$2,729,765	0.5%	25%
Truist Financial Corp	$2,575,251	0.5%	25%
Royal Bank Of Canada	$2,549,540	0.5%	25%
HSBC Holdings PLC	$2,515,570	0.5%	25%
Blackrock Inc.	$2,321,415	0.4%	25%
National Australia Bank Ltd	$2,295,094	0.4%	25%
Verizon Master Trust	$2,275,120	0.4%	30%
Northern Trust Corp	$2,197,373	0.4%	25%
Amazon.Com Inc	$2,193,854	0.4%	25%
Bank Of New York Mellon	$2,171,496	0.4%	25%
Analog Devices Inc	$2,164,134	0.4%	25%
Capital One Financial Corp	$2,067,428	0.4%	30%
Hershey Company	$2,031,600	0.4%	25%
Toyota Lease Owner Trust	$1,961,760	0.4%	30%
Paccar Financial Corp	$1,908,465	0.4%	25%
JPMorgan Chase & Co	$1,868,698	0.3%	25%
BP PLC	$1,838,824	0.3%	25%
Cisco Systems Inc	$1,649,667	0.3%	25%
Government National Mortgage Association	$1,640,302	0.3%	100%
USAA Auto Owner Trust	$1,585,696	0.3%	30%
Bank of America Auto Trust	$1,579,601	0.3%	30%
Mercedes-Benz Auto Receivables	$1,557,650	0.3%	30%
Sumitomo Mitsui Financial Group Inc	$1,545,422	0.3%	25%
BMW Financial Services	$1,492,942	0.3%	30%
UnitedHealth Group Inc	$1,455,858	0.3%	25%
Goldman Sachs Group Inc	$1,386,937	0.3%	25%
PNC Financial Services Group	$1,352,823	0.3%	25%
American Honda Finance	$1,344,163	0.2%	25%
Wells Fargo & Company	$1,284,643	0.2%	25%
Cintas Corporation No. 2	$1,038,233	0.2%	25%
Abbvie Inc	$1,023,076	0.2%	25%
Citigroup Inc	$1,013,306	0.2%	25%
Lockheed Martin Corp	$1,005,954	0.2%	25%
State Street Corporation	$1,002,015	0.2%	25%
Honda Auto Receivables	$872,706	0.2%	30%
GM Financial Securitized Term	$796,863	0.1%	30%
Capital One Prime Auto Rec Trust	$780,986	0.1%	30%
Depository Trust Company	$720,542	0.1%	25%
PepsiCo Inc	$709,094	0.1%	25%
Ally Auto Receivables Trust	$704,249	0.1%	30%
Resources Inc.	$611,231	0.1%	30%
John Deere Owner Trust	$489,738	0.1%	30%
Daimler Truck	$332,860	0.1%	30%
Cummins Inc	$175,247	0.0%	25%
Total	**$539,199,357**		

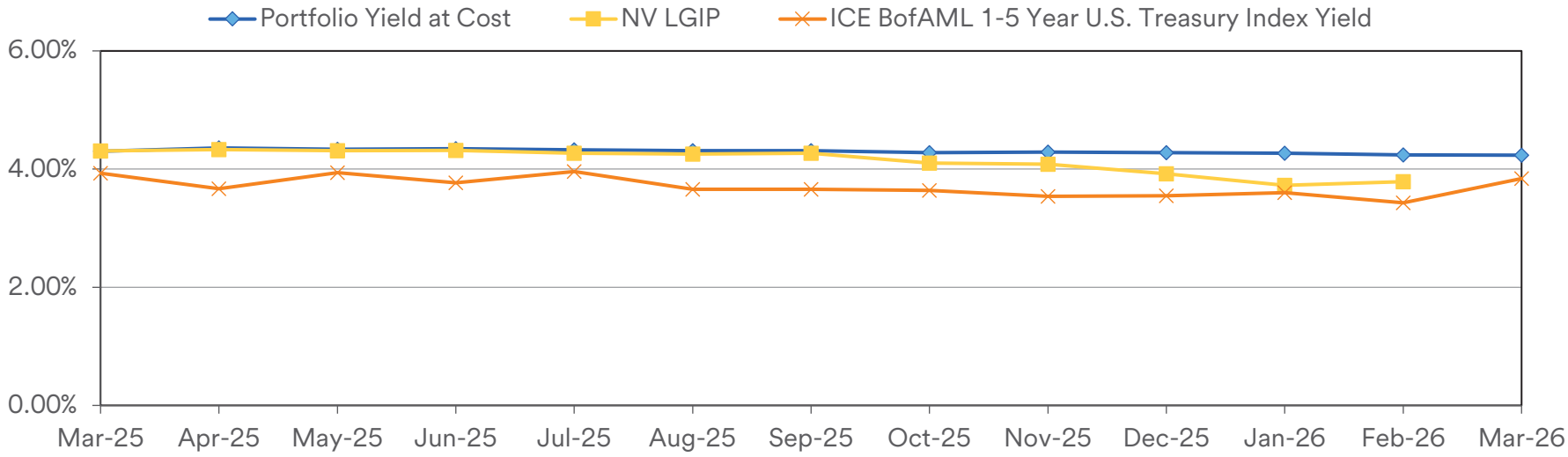
1. Data includes Core Portfolio, Liquidity Portfolio and Liquid Funds, excluding accrued interest; excludes Reserve Fund Portfolios.
2. Money Market Funds include U.S. Bank, and Wells Fargo balances.
3. Investment policy dated September 2025.
4. Securities issued by Asian Development Bank and the African Development are compliant as they were purchased prior to the City's October 2021 investment policy update.

Portfolio Yield Summary

City of Reno as of 3/31/2026

Date	Book Value[1]	Portfolio Yield (Cost)[4]	Portfolio Duration[4]	NV LGIP Yield (Monthly)[3]	1-5 Year Treasury Index Yield[2]
Oct-25	470,630,016	4.28%	2.36	4.10%	3.64%
Nov-25	498,529,274	4.29%	2.42	4.08%	3.54%
Dec-25	492,396,570	4.28%	2.38	3.92%	3.55%
Jan-26	516,125,879	4.27%	2.34	3.72%	3.60%
Feb-26	508,787,214	4.24%	2.36	3.79%	3.43%
Mar-26	538,455,970	4.23%	2.41	-	3.84%

Comparison of Combined Portfolio Yield, BAML 1-5 Year Treasury Index[2], and NV LGIP[3]



1. *Security book values include Core Portfolio, Liquid Portfolio, and Liquid Funds, excluding accrued interest and balances in the reserve funds.*
2. *Source: ICE Bank of America/Merrill Lynch Global Bond Indices*
3. *Source: Nevada State Treasurer's website. Monthly net distributed interest rate.*
4. *The portfolio yield and duration exclude Liquid Funds.*

Certificate of Compliance

During the reporting period for the month ended March 31, 2026, the account(s) managed by PFM Asset Management ("PFMAM") were in compliance with the applicable investment policy and guidelines as furnished to PFMAM.

Acknowledged : *PFM Asset Management, a division of U.S. Bancorp Asset Management, Inc.*

City's Investment Objectives

- **Investment Objectives:** In accordance with the City's Investment Policy, the City's primary objectives in order of priority are:
  - **Safety** – Safety of principal is the foremost objective of the investment program. Investments for the City will be made in a manner that seeks to ensure the preservation of capital in the overall portfolio.
  - **Liquidity** – The City's investment portfolio will remain sufficiently liquid to enable the City to meet all operating requirements which might be reasonably anticipated.
  - **Yield** – The City's investment portfolio shall be designed with the objective of attaining a market rate of return throughout budgetary and economic cycles, taking into account the investment risk constraints, liquidity needs, and cash flow characteristics of the portfolio.
- **Certification:** The City has sufficient funds to meet expenditures for the following six-month period.

City of Reno Investment Policy dated September 2023.

Portfolio Information Summary

Funds Included in Report

- The following report includes the City's funds held in overnight investment vehicles (savings accounts, money market funds, and Nevada Local Government Investment Pool) and portfolios of individual fixed income securities (Core Portfolio and Liquidity Portfolio).

Portfolio Summary and Characteristics

- Funds are shown on an amortized cost, and market value basis.
  - Amortized Cost Value (Book Value). Represents the original cost of an investment adjusted for amortization of premium or accretion of discount.
  - Market Value. The current price at which that security is trading between buyers and sellers. Valuation is highly dependent on interest rate movements.
- The investment sector, maturity, and credit ratings distribution is shown based on market value basis.
- Demonstrates level of diversification by investment type and credit quality. Additionally, illustrates active management of funds to optimize value in the current market.

Investment Program Maturity Summary

- The maturity distribution of the City's funds (market value plus accrued interest) from one-day to the ten-year mandated limit.
- Demonstrates level of diversification by maturity date. Shows placement of funds to take advantage of opportunities while ensuring that
  the City has funds to meet its cash flow needs.

Portfolio Yield Summary

- The historical yield and duration of the City's funds, monthly net distribution rate for the Nevada Local Government Investment Pool (NV LGIP), and the monthly yield for the Bank of America/Merrill Lynch 1 – 5 year Treasury Index is shown for the trailing six months.
- A historical record of the City's overall fund balance and earnings rates.

Investment Guidelines

- The City invests in permitted securities consistent with Nevada Revised Statutes (NRS) Chapter 355.170 – 355.200 and the Reno Municipal Code. The City's Investment Policy includes additional sector allocation and maturity restrictions that reflect the City's risk tolerances.

Security Type	Nevada Government Code	City's Investment Policy
U.S. Treasury Notes	✓	✓
Federal Agencies	✓	✓
Supranationals	✓	✓
State and Local Municipal Obligations	✓	✓
Corporate Notes	✓	✓
Mortgage-Backed Securities	✓	✓
Commercial Paper	✓	✓
Time Certificates of Deposit	✓	✓
Negotiable Certificates of Deposit	✓	✓
Bankers' Acceptances	✓	✓
Repurchase Agreements	✓	✓
Reverse Repurchase Agreements	✓	✓
Mutual Funds	✓	✓
Money Market Funds	✓	✓
Nevada Local Government Investment Pool (NV LGIP)	✓	✓

City of Reno Investment Policy dated September 2025.

Disclaimer

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