City of Reno

January 31, 2026

(480) 271-0432

pfm asset management

A Division of U.S. Bancorp Asset Management, Inc.

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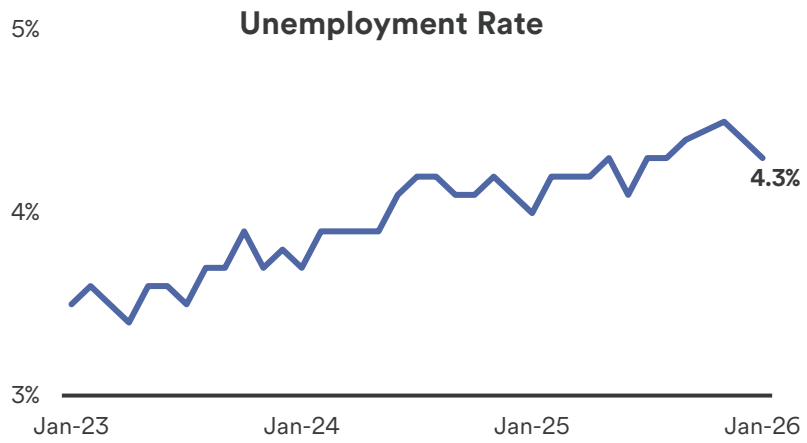
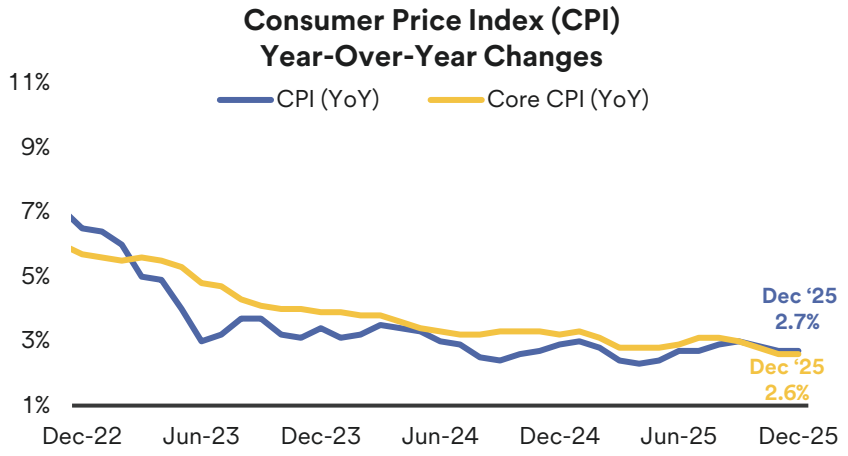
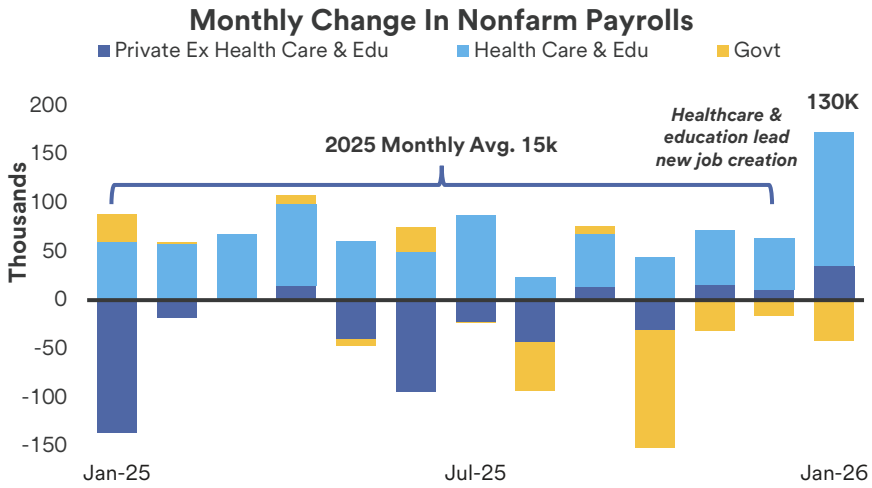
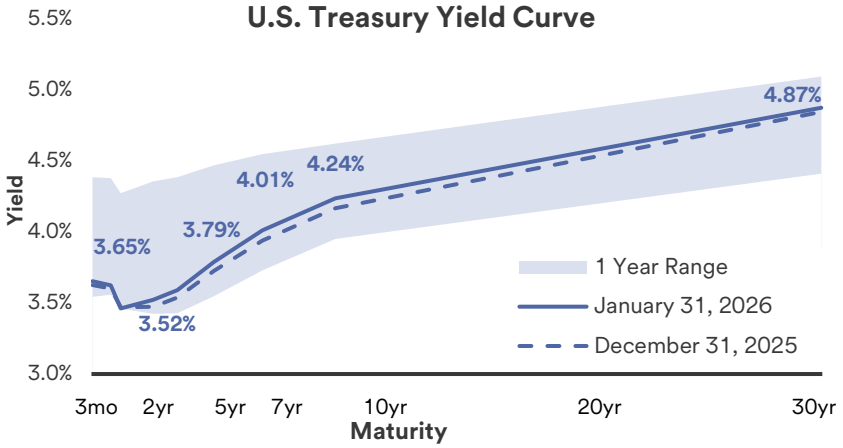
Headline January Labor Market Data Better Than Expected









Source: Bureau of Labor Statistics and Bloomberg Finance L.P. as of January 2026. (Top & Bottom Left) Bureau of Labor Statistics and Bloomberg Finance L.P. as of December 2025. (Top Right) Bloomberg Finance L.P., as of 1/31/2026. (Bottom Right).

Summary of the City's Funds

City of Reno as of 1/31/2026

City of Reno Funds	Market Value[1]
Core Portfolio	$379,050,641
Liquidity Portfolio	$25,152,264
Liquid Funds	$115,636,461
Nevada LGIP	*$94,281,315*
U.S. Bank	*$2,353,163*
Wells Fargo	*$19,001,983*
Managed Account Subtotal	**$519,839,367**
Reserve Fund Portfolios	$12,930,489
Total	**$532,769,856**

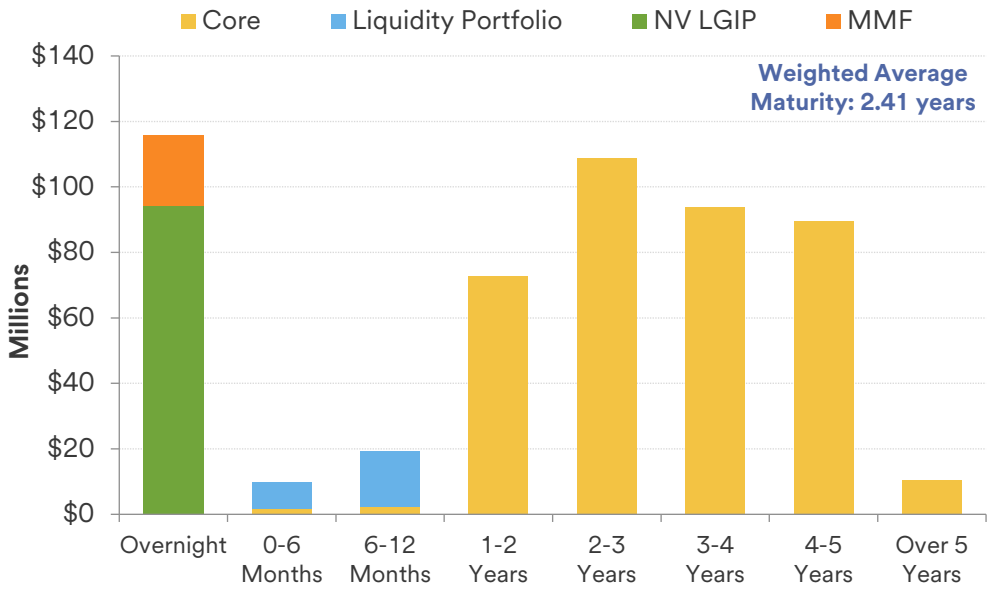
1. *Market Values exclude accrued interest*

Executive Summary[1,2,3]

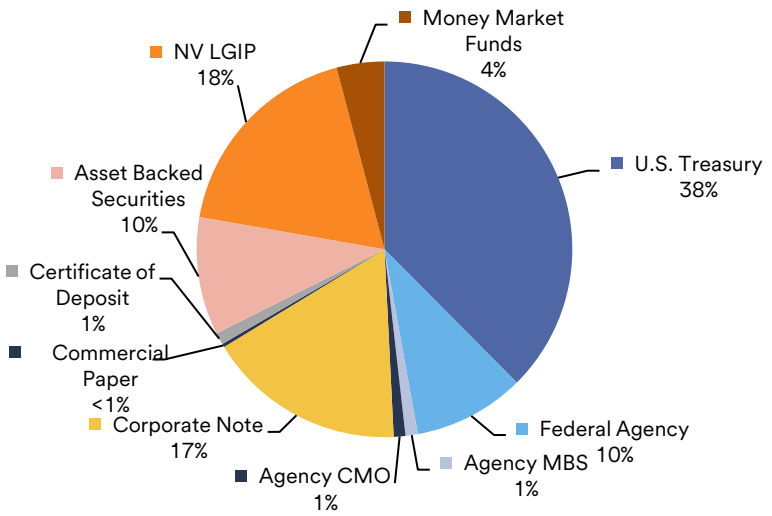
City of Reno as of 1/31/2026

Account Summary	Ending Values as of 12/31/2025	Ending Values as of 1/31/2026
Market Value	$496,807,941	$519,839,367
Book Value	$492,396,570	$516,125,879
Unrealized Gain/(Loss)	$4,411,371	$3,713,487
Yield at Market	3.74%	3.82%
Yield at Cost	4.28%	4.27%

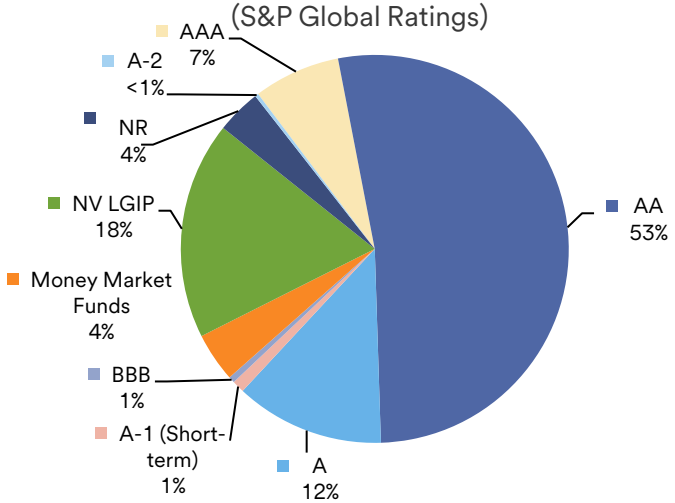
Maturity Distribution



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 1/31/2026

Security Type	Market Value	% of Portfolio	Permitted by Policy
U.S. Treasury	$195,244,065	37.6%	100%
Federal Agency	$49,867,001	9.6%	100%
Agency Commercial MBS	$5,507,908	1.1%	20%
Agency Collateralized Mortgage Obligation	$5,217,572	1.0%	20%
Corporate Note	$88,805,210	17.1%	25%
Commercial Paper	$1,485,338	0.3%	20%
Certificate of Deposit	$5,350,945	1.0%	30%
Asset Backed Securities	$52,724,868	10.1%	30%
NV LGIP	$94,281,315	18.1%	100%
Money Market Funds	$21,355,146	4.1%	100%
Total Market Value	**$519,839,367**	**100%**	

Maturity	Market Value	% of Portfolio	Permitted by Policy
Overnight	$115,636,461	22.2%	No Limit
0-6 Months	$9,713,317	1.9%	No Limit
6-12 Months	$19,275,603	3.7%	No Limit
1-2 Years	$72,881,526	14.0%	No Limit
2-3 Years	$108,718,426	20.9%	No Limit
3-4 Years	$93,671,602	18.0%	No Limit
4-5 Years	$89,524,440	17.2%	No Limit
Over 5 Years	$10,417,992	2.0%	No Limit
Total Market Value	**$519,839,367**	**100.00%**	

Accrual Basis Earnings[4]	1/1/26 through 1/31/26
Total Estimated Earnings	**$1,698,355**

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 1/31/2026

Issuer	Market Value	% of Portfolio	Permitted by Policy
U.S. Treasury	$195,244,065	37.6%	100%
Nevada LGIP	$94,281,315	18.1%	100%
Federal Home Loan Mortgage Corporation	$53,691,977	10.3%	100%
Money Market Funds	$21,355,146	4.1%	100%
American Express Co	$8,763,152	1.7%	30%
Wells Fargo Card Issuance Trust	$7,025,245	1.4%	30%
National Rural Utilities Co Finance Corp	$5,900,744	1.1%	25%
META Platforms Inc	$5,672,973	1.1%	25%
Toronto-Dominion Bank	$5,314,115	1.0%	25%
Federal National Mortgage Association	$5,204,147	1.0%	100%
Novartis Capital Corp	$4,743,072	0.9%	25%
Toyota Motor Corp	$4,081,596	0.8%	30%
Hyundai Auto Receivables	$4,009,384	0.8%	30%
Ford Credit Auto Owner Trust	$3,972,638	0.8%	30%
Caterpillar Inc	$3,841,525	0.7%	25%
Kubota Credit Owners Trust	$3,604,064	0.7%	30%
Canadian Imperial Bank Of Commerce	$3,521,297	0.7%	25%
Goldman Sachs Group Inc	$3,392,826	0.7%	25%
Volkswagen Auto	$3,364,134	0.6%	30%
BMW Financial Services NA LLC	$3,210,789	0.6%	25%
Credit Agricole SA	$3,028,545	0.6%	5%
Morgan Stanley	$3,006,482	0.6%	25%
Adobe Inc	$2,637,335	0.5%	25%
Chase Issuance	$2,631,465	0.5%	30%
Truist Financial Corp	$2,598,482	0.5%	25%
Royal Bank Of Canada	$2,576,910	0.5%	25%
HSBC Holdings PLC	$2,538,830	0.5%	25%
Blackrock Inc.	$2,340,190	0.5%	25%
Natixis NY Branch	$2,322,400	0.4%	5%
National Australia Bank Ltd	$2,305,129	0.4%	25%
Verizon Master Trust	$2,282,853	0.4%	30%
State Street Corporation	$2,223,097	0.4%	25%
Northern Trust Corp	$2,206,532	0.4%	25%
Bank Of New York Mellon	$2,188,827	0.4%	25%
Analog Devices Inc	$2,175,464	0.4%	25%
Capital One Financial Corp	$2,081,057	0.4%	30%
Hershey Company	$2,048,586	0.4%	25%
Paccar Financial Corp	$1,925,825	0.4%	25%
Bank of America Auto Trust	$1,920,931	0.4%	30%

Issuer	Market Value	% of Portfolio	Permitted by Policy
JPMorgan Chase & Co	$1,883,669	0.4%	25%
BP PLC	$1,851,402	0.4%	25%
USAA Auto Owner Trust	$1,832,312	0.4%	30%
Bank Of America Co	$1,830,616	0.4%	25%
BMW Financial Services	$1,715,152	0.3%	30%
Mercedes-Benz Auto Receivables	$1,705,698	0.3%	30%
Government National Mortgage Association	$1,696,357	0.3%	100%
Cisco Systems Inc	$1,661,432	0.3%	25%
Sumitomo Mitsui Financial Group Inc	$1,562,393	0.3%	25%
Charles Schwab	$1,485,338	0.3%	5%
UnitedHealth Group Inc	$1,461,680	0.3%	25%
American Honda Finance	$1,364,710	0.3%	25%
PNC Financial Services Group	$1,361,916	0.3%	25%
Mercedes-Benz Group AG	$1,332,507	0.3%	25%
Wells Fargo & Company	$1,290,810	0.2%	25%
GM Financial Securitized Term	$1,161,594	0.2%	30%
Cintas Corporation No. 2	$1,045,951	0.2%	25%
Citigroup Inc	$1,023,587	0.2%	25%
Honda Auto Receivables	$1,022,610	0.2%	30%
Lockheed Martin Corp	$1,012,795	0.2%	25%
Bank Of Montreal	$1,003,438	0.2%	25%
Capital One Prime Auto Rec Trust	$785,320	0.2%	30%
John Deere Owner Trust	$725,786	0.1%	30%
PepsiCo Inc	$715,371	0.1%	25%
Ally Auto Receivables Trust	$707,131	0.1%	30%
Resources Inc.	$615,959	0.1%	30%
Daimler Truck	$489,734	0.1%	30%
Cummins Inc	$176,747	0.0%	25%
CarMax Auto Owner Trust	$84,215	0.0%	30%
Nissan Auto Receivables	$0	0.0%	30%
Total	**$519,839,367**		

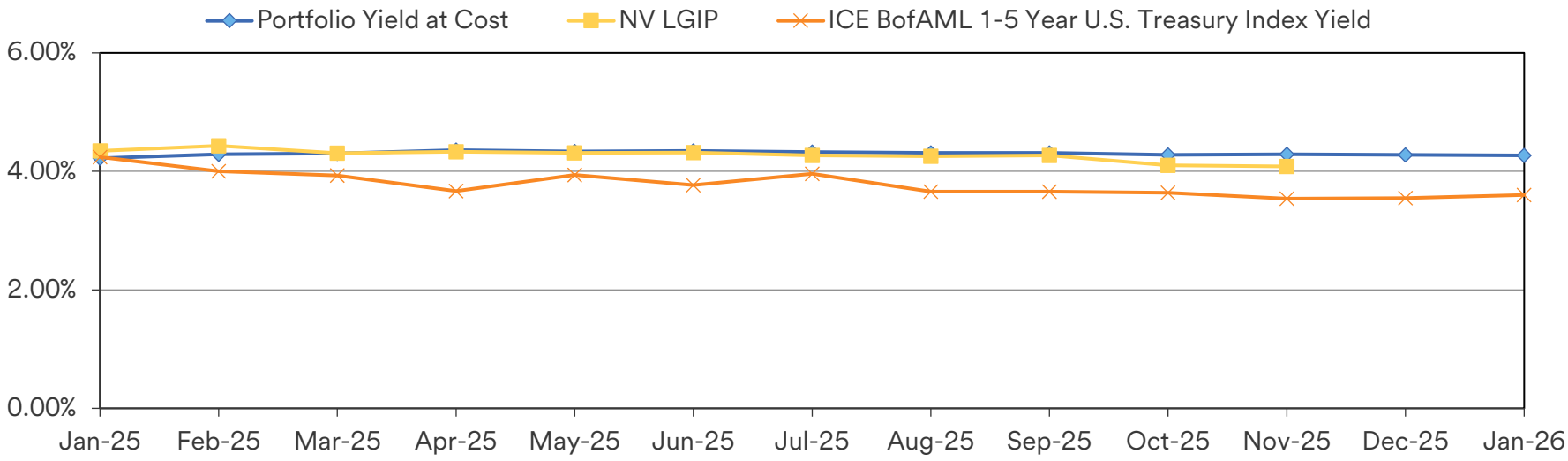
1. Data includes Core Portfolio, Liquidity Portfolio and Liquid Funds, excluding accrued interest; excludes Reserve Fund Portfolios.
2. Money Market Funds include U.S. Bank, and Wells Fargo balances.
3. Investment policy dated September 2023.
4. Securities issued by Asian Development Bank and the African 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 1/31/2026

Date	Book Value[1]	Portfolio Yield (Cost)[4]	Portfolio Duration[4]	NV LGIP Yield (Monthly)[3]	1-5 Year Treasury Index Yield[2]
Aug-25	447,553,830	4.31%	2.33	4.26%	3.66%
Sep-25	456,418,507	4.31%	2.34	4.27%	3.66%
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	-	3.55%
Jan-26	516,125,879	4.27%	2.34	-	3.60%

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 January 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 2023.

Disclaimer

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