

# GOVERNMENT PORTFOLIO ADVISORS

## Monthly Report

Account  
Walla Walla County

1/31/2019

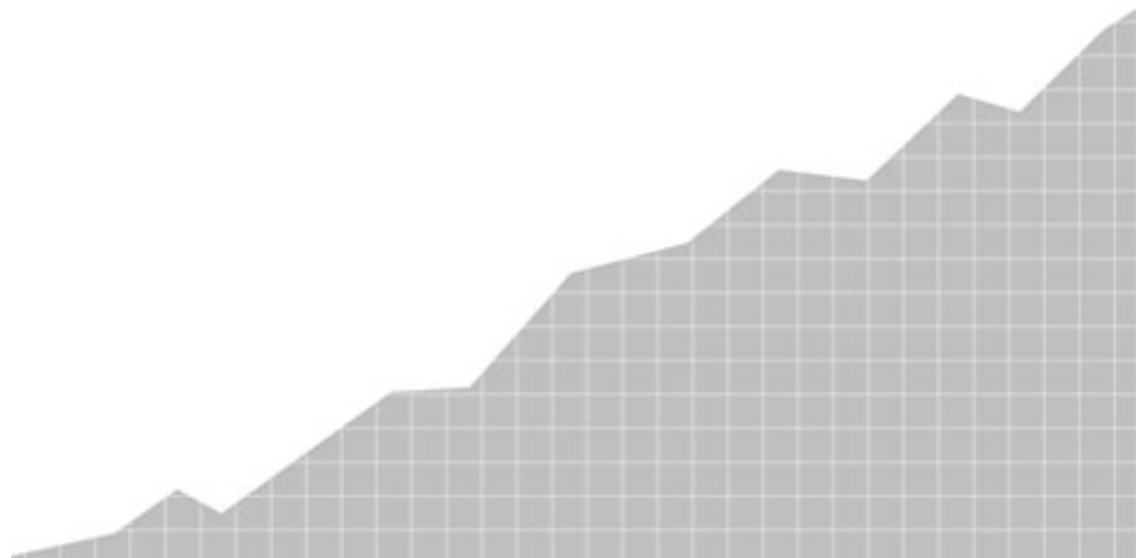




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## MONTH END COMMENTARY- JANUARY 2019

Two-year Treasury note yields were little changed in January and showed little interest in retracing any of the substantial declines in yields that took place in December. The two-year Treasury yield closed 2018 at a yield of 2.49 and finished January down three basis points at a yield of 2.46. The lack of any bounce in yields was largely due to the Fed moderating their stance on monetary policy. The Fed announced that “further gradual increases” in short term interest rates are no longer necessary and they “will be patient as it determines what future adjustments” are needed. The move to “patience” from “autopilot” has instilled a sense of completion for this interest rate cycle. Fixed income investors have reacted by buying three to five-year notes at yields that are several basis points less than the one-year Treasury note. Thus, investors are pricing in a potential decline in yields during the latter part of 2019 and are trying to lock in yields at the same level as the current fund's rate.

The employment report for January (announced on 2/1) has potentially created an awkward moment for a “patient” Fed. The report was exceptionally strong with non-farm payrolls growing by over 300,000 while annual earnings maintained a 3.2% YOY growth. On the same day as the employment report, the ISM reported that its manufacturing index rebounded from December's sharp drop. Did the Fed prematurely announce a pause in their fed fund increases? The Fed's decision was based on slowing global growth and trade issues which are weighing on economic strength. The government shutdown is going to obscure the true growth of the economy until back data can be brought up to date.

### Strategy Going Forward:

Portfolios should be positioned with a neutral duration relative to their respective benchmarks with a close watch on economic data as the Fed has become much more sensitive to economic conditions and potential momentum shifts. If the fixed income markets are reading the economy correctly, we are moving closer to an economic slowdown and a potential recession. As such, market yields close to the existing fed funds rate are deemed to be relatively attractive. We are recommending corporate securities as relative spreads have risen, but we are cautious of the late economic cycle. Our credit selections are overweighted to higher quality and shorter maturities. The yield curve is expected to stay fairly flat in the near term and should eventually normalize to a steeper curve as the tightening cycle moves to an easing cycle.

### TREASURY YIELD CURVE TOTAL RETURNS LAST 12 MONTHS:\*

3month bill	2.035
1 year note	2.070
2 year note	2.047
3 year note	2.223
5 year note	3.321

### TREASURY BENCHMARK TOTAL RETURNS IN MONTH\*

Benchmark	Period Return	Duration
BAML 0-3 Year Treasury	0.26%	1.40
BAML 1-3 Year Treasury	0.27%	1.82
BAML 0-5 Year Treasury	0.31%	2.10
BAML 1-5 Year Treasury	0.32%	2.57

### Changes in the Treasury Market (absolute yield levels): \*

	12/31/2017	11/30/2018	12/31/2018	1/31/2019	Change from Last Month	Change from Prior Year
3 month bill	1.38	2.37	2.42	2.38	-0.04	1.00
1 year note	1.81	2.76	2.62	2.54	-0.08	0.73
2 year note	1.87	2.81	2.50	2.46	-0.04	0.59
3 year note	1.98	2.83	2.47	2.43	-0.04	0.45
5 year note	2.20	2.85	2.51	2.44	-0.07	0.24
10 year note	2.41	3.01	2.69	2.52	-0.17	0.11

\*Source: Bloomberg



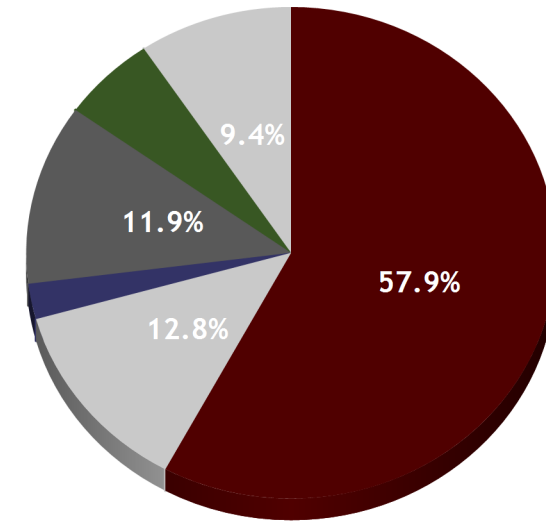
## Weighted Averages

Book Yield	2.14
Maturity	1.33
Coupon	2.19
Moody	Aa1
S&P	AA

## Fixed Income Totals

Par Value	84,643,964
Market Value	84,354,133.89
Amortized Book Value	84,575,177.88
Unrealized Gain/Loss	-221,043.99
Estimated Annual Cash Flow	1,845,983.74

## Fixed Income Allocation



Security Type	Market Value	% Assets
US Agency (USD)	48,817,832.29	57.9
Municipal (USD)	10,781,326.55	12.8
US Treasury (USD)	1,968,124.00	2.3
LGIP State Pool (USD)	10,025,040.03	11.9
Bank or Cash Deposit (USD)	4,842,711.02	5.7
Supranationals (USD)	7,919,100.00	9.4
<b>Fixed Income Total</b>	<b>84,354,133.89</b>	<b>100.0</b>

# Portfolio Summary

January 31, 2019

Portfolio Name	Par Amount	Total Original Cost	Total Adjusted Cost	Market Value	Unrealized Gain/Loss	Yield At Cost	Mod Dur	Eff Dur	Bench Dur	Benchmark
Walla Walla County	84,643,963	84,791,115.66	84,575,177.88	84,354,133.89	-221,043.99	2.14	1.26	1.00	1.40	BofA Merrill 0-3 Treasury
<b>TOTAL PORTFOLIO</b>	<b>84,643,963</b>	<b>84,791,115.66</b>	<b>84,575,177.88</b>	<b>84,354,133.89</b>	<b>-221,043.99</b>	<b>2.14</b>	<b>1.26</b>	<b>1.00</b>	<b>1.40</b>	



## Cost Basis Summary

	Month End Ending 1/31/2019	Fiscal Year-to-Date 12/31/2018
Beginning Amortized Cost	93,788,181.83	93,788,181.83
Investment Purchases	0.00	0.00
Investment Maturities/Sells/Calls	(4,000,000.00)	(4,000,000.00)
Amortization	(2,342.09)	(2,342.09)
Change in Cash Equivalents	(5,210,661.86)	(5,210,661.86)
Realized Gains / Losses	0.00	0.00
<b>Ending Amortized Costs</b>	<b>84,575,177.88</b>	<b>84,575,177.88</b>

## Accrual Earnings Summary

	Month End Ending 1/31/2019	Fiscal Year-to-Date 12/31/2018
Amortization/Accretion	(2,342.09)	(2,342.09)
Interest Earned	160,595.77	160,595.77
Realized Gain (Loss)	0.00	0.00
Total Income	158,253.68	158,253.68
Average Portfolio Balance	91,773,408.02	91,773,408.02
<b>Earnings Yield</b>	<b>2.03%</b>	<b>2.03%</b>

## MarketValue Summary

	As of 1/31/2019
Ending Market Value	84,354,133.89
Unrealized Gain/Loss	(221,043.99)
Net Asset Value (NAV)	0.9974

## Interest Earnings Summary

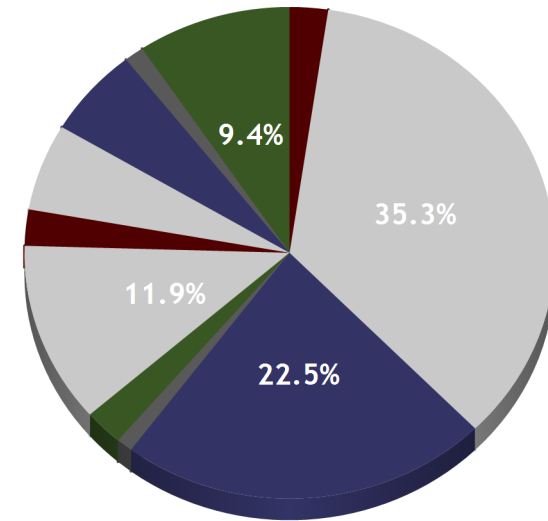
	Month End Ending 1/31/2019	Fiscal Year-to-Date 12/31/2018
Beginning Accrued Interest	389,952.91	389,952.91
Coupons Paid	104,616.05	104,616.05
Purchased Accrued Interest	0.00	0.00
Sold Accrued Interest	19,000.00	19,000.00
Ending Accrued Interest	426,932.63	426,932.63
<b>Interest Earned</b>	<b>160,595.77</b>	<b>160,595.77</b>



## Total Return For Period

	Since 12/31/2018
<b>Beginning Principal Value</b>	<b>93,500,355.47</b>
Beginning Accrued Interest	389,952.91
Net Contributions/Withdrawals	-9,334,277.91
Market Value Change	64,440.28
Interest Earnings	160,595.77
<b>Ending Principal Value</b>	<b>84,354,133.89</b>
Accrued Interest	426,932.63
<b>Total Return</b>	<b>225,036.05</b>
Advisory Fees for Period	-1,000.00
<b>Net Total Return</b>	<b>224,036.05</b>

## Portfolio Allocation as of 1/31/2019



Industry Group	Market Value	% Assets	Yield
US Treasury	1,968,124.00	2.3	2.8
US Agency Bullet	29,805,092.17	35.3	1.7
US Agency Callable	19,012,740.12	22.5	2.7
Bank Deposit	838,384.02	1.0	0.1
Certificate of Deposit	2,000,000.00	2.4	1.5
State Investment Pool	10,025,040.03	11.9	2.5
Money Market Fund	2,004,327.00	2.4	2.3
Muni GO	4,821,961.10	5.7	1.5
Muni Rev	4,943,153.00	5.9	1.8
Municipal Direct	1,016,212.45	1.2	2.0
Supranationals	7,919,100.00	9.4	2.7
<b>Total</b>	<b>84,354,133.89</b>	<b>100.0</b>	<b>2.1</b>

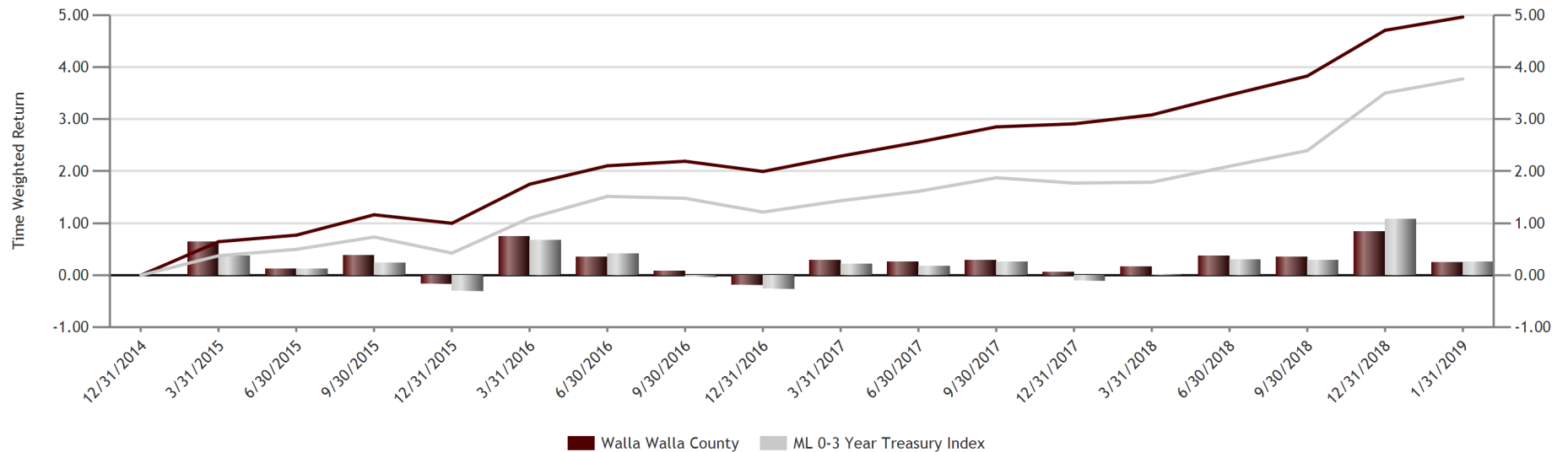


## Performance History

Portfolio	Month To Date	Quarter To Date	Fiscal Year To Date	Annualized Inception To Date
Account	0.24	0.24	0.24	1.19

Index				
ML 0-3 Year Treasury Index	0.26	0.26	0.26	0.91

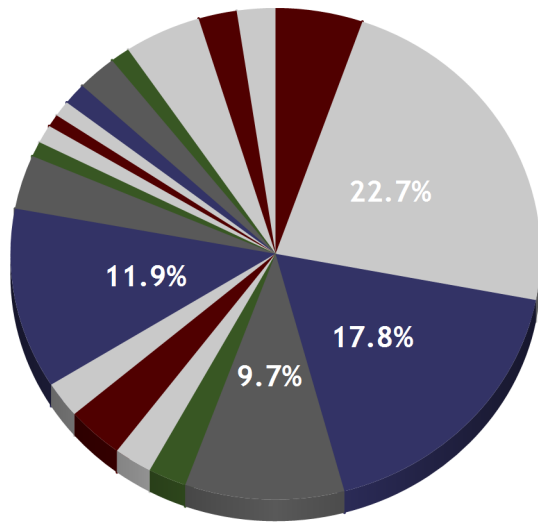
## Time Weighted Return Inception (12/31/2014) to Date







## Portfolio Allocation as of 1/31/2019



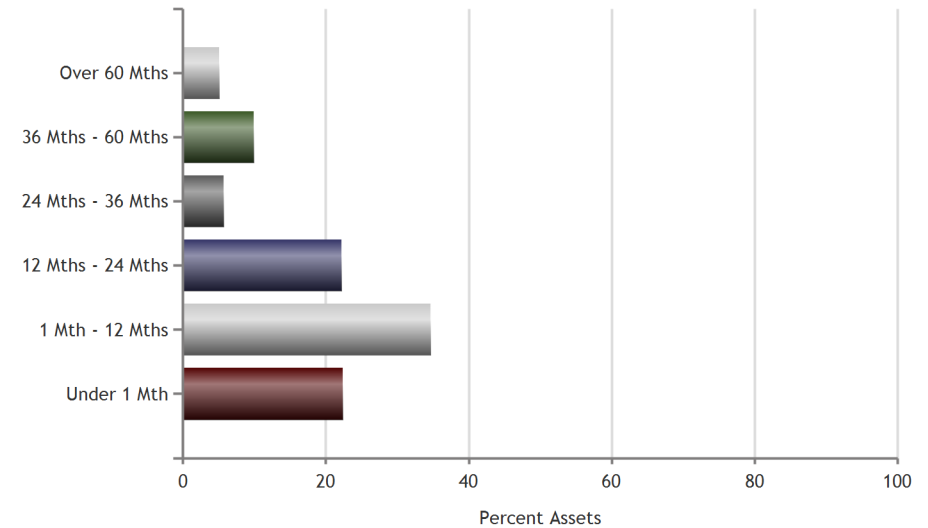
Issuer	Market Value	% Assets	Yield
FEDERAL NATL MTG ASSN	4,482,356.50	5.3	1.5
FEDERAL HOME LOAN BANKS	19,148,775.42	22.7	2.3
FEDERAL FARM CR BKS	15,015,802.12	17.8	2.4
FEDERAL HOME LN MTG CORP	8,197,910.25	9.7	1.4
FEDERAL AGRIC MTG CORP	1,972,988.00	2.3	2.1
UNITED STATES TREAS NTS	1,968,124.00	2.3	2.8
UNIV OF WASHINGTON	2,949,633.00	3.5	1.8
ENERGY NORTHWEST WASH ELEC REV	1,993,520.00	2.4	1.8
WA LGIP	10,025,040.03	11.9	2.5
UMPQUA BANK	3,001,916.91	3.6	1.8
BAKER BOYER	838,384.02	1.0	0.1
WALLA WALLA COUNTY BONDS	1,016,212.45	1.2	2.0
OREGON SCHOOL BOARD	692,181.00	0.8	1.5
THURSTON COUNTY	873,715.95	1.0	2.9
NORTH SLOPE BORO ALASKA	1,201,104.15	1.4	1.1
TACOMA METROPOLITAN PARK DISTRICT	2,054,960.00	2.4	1.1
WASHINGTON FEDERAL BANK	1,002,410.09	1.2	2.3
INTL BK RECON & DEVELOP	3,965,020.00	4.7	2.8
INTL FINANCE CORP	1,973,300.00	2.3	2.6
INTER-AMERICAN DEVELOP BK	1,980,780.00	2.3	2.6
<b>Total</b>	<b>84,354,133.89</b>	<b>100.0</b>	<b>2.1</b>



## Distribution by Maturity

Maturity	Number	Market Value	% FI Holdings	Average YTM	Average Coupon	Average Duration
Under 1 Mth	7	18,866,507.05	22.4	2.3	2.190%	0.1
1 Mth - 12 Mths	17	29,268,055.32	34.7	2.3	1.873%	0.5
12 Mths - 24 Mths	10	18,747,773.95	22.2	2.7	2.245%	1.5
24 Mths - 36 Mths	3	4,812,054.41	5.7	2.6	2.275%	2.7
36 Mths - 60 Mths	5	8,401,610.00	10.0	2.7	2.341%	3.3
Over 60 Mths	3	4,258,133.16	5.0	3.6	3.660%	5.2

## Distribution by Maturity



## Distribution by S&P Rating

S&P Rating	Number	Market Value	% FI Holdings	Average YTM	Average Coupon	Average Duration
AAA	4	7,919,100.00	9.4	2.6	1.922%	1.5
AA+	27	51,762,601.29	61.4	2.6	2.035%	1.5
AA	3	4,129,780.10	4.9	1.9	4.788%	0.9
AA-	2	2,685,701.00	3.2	2.8	1.969%	1.1
N/A	8	15,883,963.50	18.8	2.2	2.183%	0.3
NR	1	1,972,988.00	2.3	2.6	2.100%	2.9

## Distribution by Moody Rating

Moody Rating	Number	Market Value	% FI Holdings	Average YTM	Average Coupon	Average Duration
Aaa	31	59,681,701.29	70.8	2.6	2.020%	1.5
Aa1	1	1,993,520.00	2.4	2.9	2.653%	1.4
Aa2	4	4,821,961.10	5.7	2.0	4.101%	0.8
N/A	8	15,883,963.50	18.8	2.2	2.183%	0.3
NR	1	1,972,988.00	2.3	2.6	2.100%	2.9

# Portfolio Holdings

Walla Walla County  
January 31, 2019

Cusip	Quantity	Security	Call Date	Trade Date	Amor Price	Book Yield	Market Price	Market Yield	Market Value	Accrued Interest	Total Value	Unrealized Gain/Loss	Pct. Assets	Dur Mat	Eff Dur
<b>US Treasury</b>															
912828M80	2,000,000	UNITED STATES TREAS NTS 2.000% Due 11-30-22		04-26-18	97.18	2.79	98.4062	2.44	1,968,124.00	6,923.08	1,975,047.08	24,482.97	2.3	3.65	3.63
<b>US Agency Bullet</b>															
3133EF3V7	2,000,000	FEDERAL FARM CR BKS 0.875% Due 02-15-19		08-02-16	100.00	0.85	99.9454	2.12	1,998,908.00	8,069.44	2,006,977.44	-1,109.39	2.4	0.04	0.03
3135G0ZA4	2,000,000	FEDERAL NATL MTG ASSN 1.875% Due 02-19-19		04-19-17	100.03	1.23	99.9663	2.41	1,999,326.00	16,875.00	2,016,201.00	-1,294.72	2.4	0.05	0.04
3133782M2	2,000,000	FEDERAL HOME LOAN BANKS 1.500% Due 03-08-19		04-19-17	100.02	1.27	99.9025	2.37	1,998,050.00	11,916.67	2,009,966.67	-2,388.72	2.4	0.11	0.10
3130ABF92	2,000,000	FEDERAL HOME LOAN BANKS 1.375% Due 05-28-19		03-15-18	99.75	2.17	99.6590	2.41	1,993,180.00	4,812.50	1,997,992.50	-1,863.97	2.4	0.33	0.30
313379EE5	2,000,000	FEDERAL HOME LOAN BANKS 1.625% Due 06-14-19		09-27-17	100.04	1.50	99.7024	2.41	1,994,048.00	4,243.06	1,998,291.06	-6,837.89	2.4	0.37	0.35
3134GBEW8	2,250,000	FEDERAL HOME LN MTG CORP 1.500% Due 07-26-19		04-12-17	100.00	1.50	99.5089	2.51	2,238,950.25	8,906.25	2,247,856.50	-11,049.75	2.7	0.48	0.46
3136G3A62	1,500,000	FEDERAL NATL MTG ASSN 1.050% Due 07-26-19		11-01-17	99.73	1.62	99.2925	2.51	1,489,387.50	218.75	1,489,606.25	-6,572.75	1.8	0.48	0.46
3130ABZX7	1,215,000	FEDERAL HOME LOAN BANKS 1.410% Due 08-07-19		09-28-17	99.95	1.52	99.4388	2.50	1,208,181.42	8,280.22	1,216,461.64	-6,161.01	1.4	0.51	0.49
3137EAEH8	2,000,000	FEDERAL HOME LN MTG CORP 1.375% Due 08-15-19		11-01-17	99.87	1.62	99.4110	2.47	1,988,220.00	12,680.56	2,000,900.56	-9,165.43	2.4	0.53	0.51
3134G9KF3	2,000,000	FEDERAL HOME LN MTG CORP 1.200% Due 11-25-19		05-18-16	99.97	1.23	98.8932	2.57	1,977,864.00	4,400.00	1,982,264.00	-21,627.12	2.3	0.81	0.79
3135G0ZY2	1,000,000	FEDERAL NATL MTG ASSN 1.750% Due 11-26-19		10-20-17	100.09	1.64	99.3643	2.53	993,643.00	3,159.72	996,802.72	-7,241.26	1.2	0.81	0.79
3133EJLU1	2,000,000	FEDERAL FARM CR BKS 2.420% Due 01-24-20		05-02-18	99.91	2.52	99.8497	2.57	1,996,994.00	941.11	1,997,935.11	-1,128.99	2.4	0.96	0.95

# Portfolio Holdings

Walla Walla County  
January 31, 2019

Cusip	Quantity	Security	Call Date	Trade Date	Amor Price	Book Yield	Market Price	Market Yield	Market Value	Accrued Interest	Total Value	Unrealized Gain/Loss	Pct. Assets	Dur Mat	Eff Dur
3133EJGM5	2,000,000	FEDERAL FARM CR BKS 2.300% Due 02-19-20		03-16-18	99.92	2.38	99.6899	2.59	1,993,798.00	20,700.00	2,014,498.00	-4,526.44	2.4	1.02	1.01
313378J77	2,000,000	FEDERAL HOME LOAN BANKS 1.875% Due 03-13-20		05-03-18	99.34	2.49	99.2008	2.60	1,984,016.00	14,375.00	1,998,391.00	-2,707.44	2.4	1.09	1.07
3133EHW58	2,000,000	FEDERAL FARM CR BKS 1.900% Due 11-27-20		11-17-17	100.01	1.90	98.8769	2.53	1,977,538.00	6,755.56	1,984,293.56	-22,583.28	2.3	1.77	1.76
3132X0PX3	2,000,000	FEDERAL AGRIC MTG CORP 2.100% Due 02-23-22		02-16-17	100.11	2.06	98.6494	2.56	1,972,988.00	18,433.33	1,991,421.33	-29,154.19	2.3	2.92	2.90
	29,965,000					1.73		2.48	29,805,092.17	144,767.17	29,949,859.34	-135,412.34	35.3	0.77	0.76
<b>US Agency Callable</b>															
3134G9MU8	2,000,000	FEDERAL HOME LN MTG CORP 1.300% Due 05-24-19	02-24-19	05-17-16	100.00	1.30	99.6438	2.42	1,992,876.00	4,838.89	1,997,714.89	-7,124.00	2.4	0.31	0.29
3133EF5V5	1,000,000	FEDERAL FARM CR BKS 1.350% Due 08-02-19	02-02-19	09-28-17	99.91	1.53	99.4503	2.44	994,503.00	6,712.50	1,001,215.50	-4,609.67	1.2	0.50	0.48
3130AFD38	2,000,000	FEDERAL HOME LOAN BANKS 3.000% Due 11-27-20	11-27-19	10-31-18	100.00	3.00	100.3043	2.82	2,006,086.00	10,666.67	2,016,752.67	6,086.00	2.4	1.76	1.09
3130AFCV7	2,000,000	FEDERAL HOME LOAN BANKS 3.120% Due 05-19-21	02-19-19	10-30-18	100.00	3.12	100.0261	2.45	2,000,522.00	12,480.00	2,013,002.00	522.00	2.4	0.05	0.17
3130A9Z46	2,000,000	FEDERAL HOME LOAN BANKS 1.600% Due 11-26-21	02-26-19	11-15-16	99.59	1.75	97.5280	2.51	1,950,560.00	5,777.78	1,956,337.78	-41,257.53	2.3	2.73	2.69
3130AFCU9	2,000,000	FEDERAL HOME LOAN BANKS 3.125% Due 11-26-21	11-26-19	11-16-18	100.00	3.12	100.3162	3.00	2,006,324.00	11,284.72	2,017,608.72	6,324.00	2.4	2.67	1.26
3130AEXG0	2,000,000	FEDERAL HOME LOAN BANKS 3.000% Due 03-25-22	03-25-20	10-09-18	99.74	3.10	100.3904	2.87	2,007,808.00	21,000.00	2,028,808.00	12,930.33	2.4	2.96	1.72
3133EHKT9	2,000,000	FEDERAL FARM CR BKS 2.220% Due 11-25-22	02-25-19	09-21-17	99.93	2.24	97.8485	2.82	1,956,970.00	8,140.00	1,965,110.00	-41,556.27	2.3	3.62	3.32

# Portfolio Holdings

Walla Walla County

January 31, 2019

Cusip	Quantity	Security	Call Date	Trade Date	Amor Price	Book Yield	Market Price	Market Yield	Market Value	Accrued Interest	Total Value	Unrealized Gain/Loss	Pct. Assets	Dur Mat	Eff Dur
3133EJR68	4,080,000	FEDERAL FARM CR BKS 3.680% Due 11-07-24	11-07-19	11-14-18	99.95	3.69	100.4189	3.60	4,097,091.12	35,033.60	4,132,124.72	19,323.12	4.9	5.12	1.73
	19,080,000					2.72		2.88	19,012,740.12	115,934.16	19,128,674.28	-49,362.01	22.5	2.60	1.49
<b>Bank Deposit</b>															
SYS117600	838,384	BAKER BOYER BANK 0.100% Due 02-27-19		10-31-18	100.00	0.10	100.0000	0.10	838,384.02	0.00	838,384.02	0.00	1.0	0.07	0.05
<b>Certificate of Deposit</b>															
SYSUMPQ29	2,000,000	UMPQUA BANK CD 1.510% Due 03-15-19		10-30-17	100.00	1.51	100.0000	1.48	2,000,000.00	37,812.05	2,037,812.05	0.00	2.4	0.12	0.12
<b>State Investment Pool</b>															
WAP00L	10,025,040	WASHINGTON LGIP 2.493% Due 02-27-19		12-31-15	100.00	2.49	100.0000	2.49	10,025,040.03	0.00	10,025,040.03	0.00	11.9	0.07	0.05
<b>Money Market Fund</b>															
SYSUMPQ11	1,001,917	UMPQUA BANK MMF 2.250% Due 02-27-19		12-31-15	100.00	2.26	100.0000	2.26	1,001,916.91	0.00	1,001,916.91	0.00	1.2	0.07	0.05
000WAFED3	1,002,410	WASHINGTON FEDERAL MMF 2.250% Due 02-27-19		03-14-17	100.00	2.26	100.0000	2.26	1,002,410.09	0.00	1,002,410.09	0.00	1.2	0.07	0.05
	2,004,327					2.26		2.26	2,004,327.00	0.00	2,004,327.00	0.00	2.4	0.07	0.05
<b>Muni GO</b>															
662523D55	1,185,000	NORTH SLOP BORO AK 5.000% Due 06-30-19		10-26-16	101.58	1.10	101.3590	1.71	1,201,104.15	5,102.08	1,206,206.23	-2,566.03	1.4	0.41	0.39
686053CJ6	700,000	OREGON ST SCHOOL BOARDS ASSOC 0.000% Due 06-30-19		06-08-17	99.39	1.51	98.8830	2.71	692,181.00	0.00	692,181.00	-3,583.15	0.8	0.41	0.39
592240UE3	2,000,000	MET PARK DIST OF TACOMA WA 5.000% Due 12-01-19		11-04-16	103.19	1.08	102.7480	1.66	2,054,960.00	16,666.67	2,071,626.67	-8,905.21	2.4	0.82	0.80
886100UG9	855,000	THURSTON CNTY WA 4.000% Due 12-01-20		08-21-18	102.00	2.86	102.1890	2.76	873,715.95	5,700.00	879,415.95	1,574.46	1.0	1.75	1.74
	4,740,000					1.47		2.02	4,821,961.10	27,468.75	4,849,429.85	-13,479.92	5.7	0.83	0.81

# Portfolio Holdings

Walla Walla County

January 31, 2019

Cusip	Quantity	Security	Call Date	Trade Date	Amor Price	Book Yield	Market Price	Market Yield	Market Value	Accrued Interest	Total Value	Unrealized Gain/Loss	Pct. Assets	Dur Mat	Eff Dur
<b>Muni Rev</b>															
91523NQE9	2,475,000	UNIV OF WASHINGTON 1.750% Due 12-01-19		09-10-15	100.00	1.75	99.1480	2.78	2,453,913.00	7,218.75	2,461,131.75	-21,087.00	2.9	0.82	0.80
29270CYN9	2,000,000	ENERGY NW WA ELEC REVENUE-COLUMBIA 2.653% Due 07-01-20		02-27-17	101.16	1.80	99.6760	2.88	1,993,520.00	4,421.67	1,997,941.67	-29,621.44	2.4	1.38	1.36
91523NMU7	500,000	UNIV OF WASH TXBL REVENUE 2.462% Due 12-01-22		09-22-17	100.63	2.29	99.1440	2.70	495,720.00	2,051.67	497,771.67	-7,435.52	0.6	3.62	3.60
	4,975,000					1.83		2.81	4,943,153.00	13,692.08	4,956,845.08	-58,143.96	5.9	1.33	1.31
<b>Municipal Direct</b>															
JAIL 2016	855,170	WALLA WALLA COUNTY 1.820% Due 12-01-21		12-01-16	100.00	1.82	100.0000	1.75	855,170.41	33,722.22	888,892.63	0.00	1.0	2.70	2.67
FAIR12820	76,027	WALLA WALLA COUNTY 3.067% Due 12-08-26		12-08-16	100.00	3.07	100.0000	2.88	76,026.70	5,006.76	81,033.46	0.00	0.1	6.41	6.39
FAIR2012B	85,015	WALLA WALLA COUNTY 3.240% Due 04-30-27		04-30-17	100.00	3.24	100.0000	3.07	85,015.34	4,828.02	89,843.36	0.00	0.1	6.58	6.56
	1,016,212					2.03		1.95	1,016,212.45	43,557.00	1,059,769.45	0.00	1.2	3.30	3.27
<b>Supranationals</b>															
4581X0CP1	2,000,000	INTER-AMERICAN DEVELOP BK 1.875% Due 06-16-20		05-10-18	98.98	2.64	99.0390	2.58	1,980,780.00	4,687.50	1,985,467.50	1,114.29	2.3	1.35	1.33
45950KCG3	2,000,000	INTL FINANCE CORP 1.625% Due 07-16-20		05-10-18	98.58	2.63	98.6650	2.56	1,973,300.00	1,354.17	1,974,654.17	1,759.55	2.3	1.43	1.41
45905US54	2,000,000	INTL BK RECON & DEVELOPMENT 2.235% Due 08-05-20		05-03-18	99.35	2.68	99.4390	2.61	1,988,780.00	21,853.33	2,010,633.33	1,859.96	2.4	1.46	1.46
45905UQ80	2,000,000	INTL BK RECON & DEVELOPMENT 1.950% Due 11-09-20		05-15-18	98.51	2.82	98.8120	2.64	1,976,240.00	8,883.33	1,985,123.33	6,137.46	2.3	1.72	1.71
	8,000,000					2.69		2.60	7,919,100.00	36,778.33	7,955,878.33	10,871.26	9.4	1.49	1.48
<b>TOTAL</b>	<b>84,643,963</b>					<b>2.14</b>		<b>2.51</b>	<b>84,354,133.89</b>	<b>426,932.63</b>	<b>84,781,066.52</b>	<b>-221,043.99</b>	<b>100.0</b>	<b>1.26</b>	<b>1.00</b>



## Interest

Trade Date	Settle Date	Symbol	Security	Amount
1/1/2019	1/1/2019	29270CYN9	ENERGY NW WA ELEC REVENUE- COLUMBIA 2.653% Due 07-01-20	26,530
1/7/2019	1/7/2019	3133EFX51	FEDERAL FARM CR BKS 1.000% Due 01-07-19	10,000
1/16/2019	1/16/2019	45950KCG3	INTL FINANCE CORP 1.625% Due 07-16-20	16,260
1/24/2019	1/24/2019	3133EJLU1	FEDERAL FARM CR BKS 2.420% Due 01-24-20	24,200
1/25/2019	1/25/2019	3136G3YL3	FEDERAL NATL MTG ASSN 0.900% Due 01-25-19	9,000
1/26/2019	1/26/2019	3136G3A62	FEDERAL NATL MTG ASSN 1.050% Due 07-26-19	7,875
1/31/2019	1/31/2019	SYS117600054	BAKER BOYER BANK 0.100% Due 02-27-19	384
1/31/2019	1/31/2019	SYS117600054	BAKER BOYER BANK 0.100% Due 02-27-19	0
1/31/2019	1/31/2019	SYSUMPQ1	UMPQUA BANK MMF 2.250% Due 02-27-19	1,917
1/31/2019	1/31/2019	SYSUMPQ1	UMPQUA BANK MMF 2.250% Due 02-27-19	0
1/31/2019	1/31/2019	000WAFED	WASHINGTON FEDERAL MMF 2.250% Due 02-27-19	2,410
1/31/2019	1/31/2019	000WAFED	WASHINGTON FEDERAL MMF 2.250% Due 02-27-19	0
1/31/2019	1/31/2019	WAP00L	WASHINGTON LGIP 2.493% Due 02-27-19	25,040
1/31/2019	1/31/2019	WAP00L	WASHINGTON LGIP 2.493% Due 02-27-19	0
Total Interest				123,616



Walla Walla County

## Transaction Summary

1/1/2019 - 1/31/2019

## Maturities

Trade Date	Settle Date	Quantity	Symbol	Security	Adj Unit Cost	Adjusted Total Cost	Amort. or Accretion	Unit Price	Proceeds	Gain/Loss
1/7/2019	1/7/2019	2,000,000	3133EFX51	FEDERAL FARM CR BKS 1.000% Due 01-07-19	100.14	2,002,860	-2,860	100.00	2,000,000	0
1/25/2019	1/25/2019	2,000,000	3136G3YL3	FEDERAL NATL MTG ASSN 0.900% Due 01-25-19	99.80	1,995,900	4,100	100.00	2,000,000	0
<b>Total Maturities</b>						<b>3,998,760</b>	<b>1,240</b>		<b>4,000,000</b>	<b>0</b>

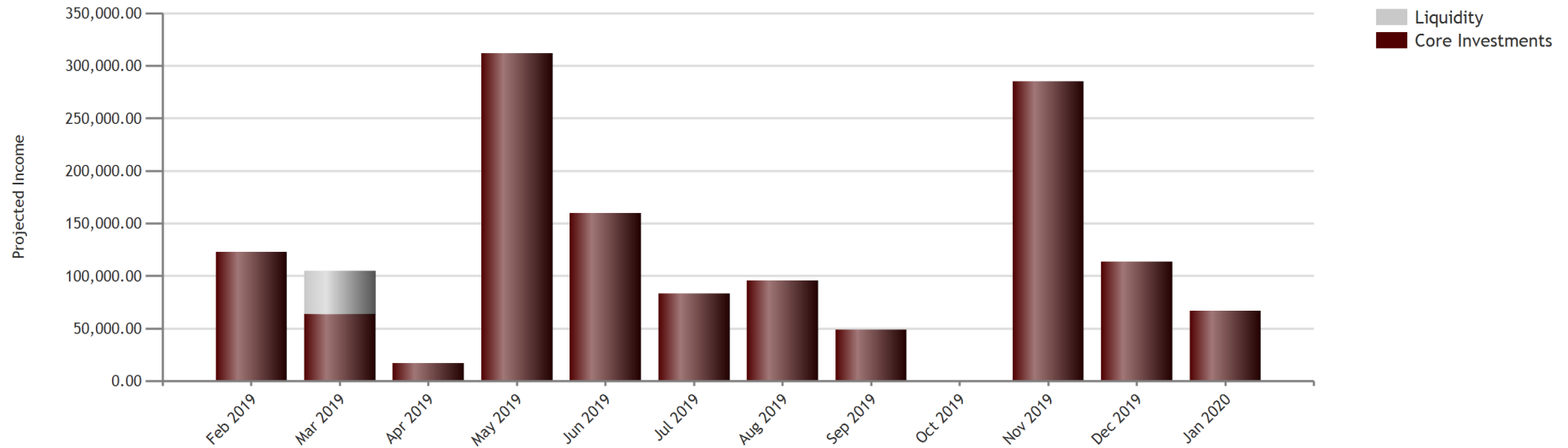
## Expenses

Trade Date	Settle Date	Symbol	Security	Amount
1/31/2019	1/31/2019	manfee	Management Fee	1,000
<b>Total Expenses</b>				<b>1,000</b>

## Withdrawals

Trade Date	Settle Date	Quantity	Symbol	Security	Unit Price	Amount
1/2/2019	1/2/2019		cash	CASH ACCOUNT		26,530
1/7/2019	1/7/2019		cash	CASH ACCOUNT		2,010,000
1/16/2019	1/16/2019		cash	CASH ACCOUNT		16,260
1/24/2019	1/24/2019		cash	CASH ACCOUNT		24,200
1/25/2019	1/25/2019		cash	CASH ACCOUNT		2,009,000
1/28/2019	1/28/2019		cash	CASH ACCOUNT		7,875
1/31/2019	1/31/2019	1,118,616	SYS117600054	BAKER BOYER BANK 0.100% Due 02-27-19	100.00	1,118,616
1/31/2019	1/31/2019	14,188	SYSUMPQ1	UMPQUA BANK MMF 2.250% Due 02-27-19	100.00	14,188
1/31/2019	1/31/2019	4,013,762	000WAFED	WASHINGTON FEDERAL MMF 2.250% Due 02-27-19	100.00	4,013,762
1/31/2019	1/31/2019	64,095	WAPOL	WASHINGTON LGIP 2.493% Due 02-27-19	100.00	64,095
<b>Total Withdrawals</b>						<b>9,304,527</b>





	Feb 2019	Mar 2019	Apr 2019	May 2019	Jun 2019	Jul 2019	Aug 2019	Sep 2019	Oct 2019	Nov 2019	Dec 2019	Jan 2020
Core Investments	122,925.75	63,750.00	16,875.00	311,722.00	159,536.25	83,292.50	95,415.75	48,750.00	0.00	284,972.00	113,661.25	66,980.00
US Agency (USD)	100,565.75	63,750.00	16,875.00	272,222.00	16,250.00	40,512.50	73,065.75	48,750.00	0.00	245,472.00	0.00	24,200.00
Municipal (USD)	0.00	0.00	0.00	0.00	124,536.25	26,530.00	0.00	0.00	0.00	0.00	94,911.25	26,530.00
US Treasury (USD)	0.00	0.00	0.00	20,000.00	0.00	0.00	0.00	0.00	0.00	20,000.00	0.00	0.00
Supranationals (USD)	22,360.00	0.00	0.00	19,500.00	18,750.00	16,250.00	22,350.00	0.00	0.00	19,500.00	18,750.00	16,250.00
Liquidity	0.00	41,287.12	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Certificate of Deposit (USD)	0.00	41,287.12	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Total</b>	<b>122,925.75</b>	<b>105,037.12</b>	<b>16,875.00</b>	<b>311,722.00</b>	<b>159,536.25</b>	<b>83,292.50</b>	<b>95,415.75</b>	<b>48,750.00</b>	<b>0.00</b>	<b>284,972.00</b>	<b>113,661.25</b>	<b>66,980.00</b>
<b>Grand Total</b>	<b>1,409,167.62</b>											



## NAV and Sensitivity Analysis

01/31/19

**Weighted Average Maturity (days):** 485  
**Book Value:** \$84,575,177.88  
**Market Value:** \$84,354,133.89  
**Market Value (NAV):** 0.997386  
**Total \$ Unrealized Loss:** \$221,044  
**Total \$ Unrealized Gain:** \$0

<u>Basis Point Shift</u>								Gain (Loss)
300	0.939266	0.952763	0.955249	0.957486	0.959511	0.961351	0.967297	\$ (3,595,594)
250	0.948766	0.960152	0.962249	0.964136	0.965844	0.967397	0.972413	\$ (3,033,169)
200	0.958266	0.967540	0.969249	0.970786	0.972178	0.973442	0.977528	\$ (2,470,744)
150	0.967766	0.974929	0.976249	0.977436	0.978511	0.979488	0.982643	\$ (1,908,319)
100	0.977266	0.982318	0.983249	0.984086	0.984844	0.985533	0.987759	\$ (1,345,894)
50	0.986766	0.989707	0.990249	0.990736	0.991178	0.991579	0.992874	\$ (783,469)
0	<b>0.996266</b>	<b>0.997096</b>	<b>0.997249</b>	<b>0.997386</b>	<b>0.997511</b>	<b>0.997624</b>	<b>0.997990</b>	\$ (221,044)
-50	1.005766	1.004485	1.004249	1.004036	1.003844	1.003669	1.003105	\$ 341,381
-100	1.015266	1.011874	1.011249	1.010686	1.010178	1.009715	1.008220	\$ 903,806
-150	1.024766	1.019263	1.018249	1.017336	1.016511	1.015760	1.013336	\$ 1,466,231
-200	1.034266	0.350000	1.025249	1.023986	1.022844	1.021806	1.018451	\$ 2,028,656
-250	1.043766	1.034040	1.032249	1.030636	1.029178	1.027851	1.023566	\$ 2,591,081
-300	1.053266	1.041429	1.039249	1.037286	1.035511	1.033897	1.028682	\$ 3,153,506

Redemption/Inflow O/S Shares	-30%	-10%	-5%	0%	5%	10%	30%
	59,202,625	76,117,660	80,346,419	84,575,178	88,803,937	93,032,696	109,947,731

**Shift Upon NAV =**  $NAV - (APM/365) * (Bp/10,000)$

**Dilution Upon NAV=**  $(NAV + Change) / (1 + Change)$

**NAV=** Market Value / Book Value

\* Source: S&P rating matrix



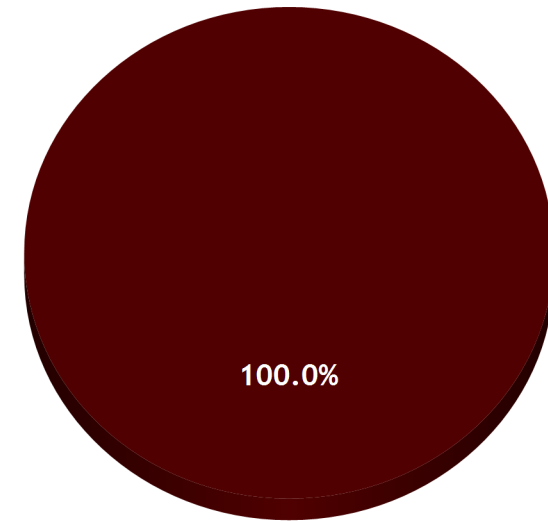
## Weighted Averages


Book Yield	2.49
Maturity	0.07
Coupon	2.49
Moody	Not Rated
S&P	Not Rated

## Fixed Income Totals

Par Value	65,820,628
Market Value	65,820,628.03
Amortized Book Value	65,820,628.03
Unrealized Gain/Loss	0.00
Estimated Annual Cash Flow	1,640,681.18

## Fixed Income Allocation



Security Type	Market Value	% Assets
 LGIP State Pool (USD)	65,820,628.03	100.0
<b>Fixed Income Total</b>	<b>65,820,628.03</b>	<b>100.0</b>



## Cost Basis Summary

	Month End Ending 1/31/2019	Since 12/27/2018
Beginning Amortized Cost	65,681,609.50	65,681,609.50
Investment Purchases	0.00	0.00
Investment Maturities/Sells/Calls	0.00	0.00
Amortization	0.00	0.00
Change in Cash Equivalents	139,018.53	139,018.53
Realized Gains / Losses	0.00	0.00
<b>Ending Amortized Costs</b>	<b>65,820,628.03</b>	<b>65,820,628.03</b>

## Accrual Earnings Summary

	Month End Ending 1/31/2019	Since 12/27/2018
Amortization/Accretion	0.00	0.00
Interest Earned	139,018.53	166,810.33
Realized Gain (Loss)	0.00	0.00
<b>Total Income</b>	<b>139,018.53</b>	<b>166,810.33</b>
Average Portfolio Balance	65,682,847.30	65,657,296.19
<b>Earnings Yield</b>	<b>2.49%</b>	<b>2.50%</b>

## MarketValue Summary

	As of 1/31/2019
Ending Market Value	65,820,628.03
Unrealized Gain/Loss	0.00

## Interest Earnings Summary

	Month End Ending 1/31/2019	Since 12/27/2018
Beginning Accrued Interest	0.00	0.00
Coupons Paid	139,018.53	166,810.33
Purchased Accrued Interest	0.00	0.00
Sold Accrued Interest	0.00	0.00
Ending Accrued Interest	0.00	0.00
<b>Interest Earned</b>	<b>139,018.53</b>	<b>166,810.33</b>

# Portfolio Holdings

## Walla Walla Public SD 2018 Bonds

January 31, 2019

Cusip	Quantity	Security	Call Date	Trade Date	Amor Price	Book Yield	Market Price	Market Yield	Market Value	Accrued Interest	Total Value	Unrealized Gain/Loss	Pct. Assets	Dur Mat	Eff Dur
<b>State Investment Pool</b>															
WAPOL	65,820,628	WASHINGTON LGIP 2.493% Due 02-27-19		12-27-18	100.00	2.49	100.0000	2.49	65,820,628.03	0.00	65,820,628.03	0.00	100.0	0.07	0.05
<b>TOTAL</b>	<b>65,820,628</b>					<b>2.49</b>		<b>2.49</b>	<b>65,820,628.03</b>	<b>0.00</b>	<b>65,820,628.03</b>	<b>0.00</b>	<b>100.0</b>	<b>0.07</b>	<b>0.05</b>



## Interest

Trade Date	Settle Date	Symbol	Security	Amount
1/31/2019	1/31/2019	WAP00L	WASHINGTON LGIP 2.493% Due 02-27-19	139,019
Total Interest				139,019

## Contributions

Trade Date	Settle Date	Quantity	Symbol	Security	Unit Price	Amount
1/1/2019	1/1/2019	5,482	WAP00L	WASHINGTON LGIP 2.493% Due 02-27-19	100.00	5,482
1/31/2019	1/31/2019	139,019	WAP00L	WASHINGTON LGIP 2.493% Due 02-27-19	100.00	139,019
Total Contributions						144,500

## Withdrawals

Trade Date	Settle Date	Quantity	Symbol	Security	Unit Price	Amount
1/7/2019	1/7/2019	5,482	WAP00L	WASHINGTON LGIP 2.493% Due 02-27-19	100.00	5,482
Total Withdrawals						5,482



# Disclaimer & Terms

1/31/2019

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

**Questions About an Account:** GPA's monthly & quarterly reports are intended to detail the investment advisory activity managed by GPA. The custodian bank maintains the control of assets and executes (ie. Settles) all investment transactions. The custodian statement is the official record of security and cash holdings and transactions. GPA recognizes that clients may use these reports to facilitate record keeping and that the custodian bank statement and the GPA report should be reconciled and differences resolved. Many custodians use a settlement date basis which may result in the need to reconcile due to a timing difference.

GPA relies on the information provided by the client's when reporting pool balances, bank balances and other assets that are not held at the client's custodial bank.

#### **Account Control:**

GPA does not have the authority to withdraw funds from or deposit funds to the custodian. Our clients retain responsibility for their deposit funds to the custodian. Our clients retain responsibility for their internal accounting policies, implementing and enforcing internal controls and generating ledger entries or otherwise recording transactions.

#### **Market Value:**

Generally, market prices in GPA's reports are derived from closing bid prices as of the last business day of the month as supplied by Interactive Data or Bloomberg. Where prices are not available from generally recognized sources the securities are priced using a yield-based matrix system to arrive at an estimated market value. Prices that fall between data points are interpolated. Non-negotiable FDIC-insured bank certificates of deposit are priced at par. Although GPA believes the prices to be reliable, the values of the securities do not always represent the prices at which the securities could have been bought or sold.

#### **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 premiums with respect to short term securities (those with less than one year to maturity at time of issuance) is amortized on a straightline basis. Such discount or premium with respect to longer term securities is amortized using a straight-line basis.

#### **Financial Situation:**

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

#### **Callable Securities:**

Securities subject to redemption prior to maturity may be redeemed in whole or in part before maturity, which could affect the yield represented. Certain call dates may not show up on the report if the call date has passed and it is continuously callable. Bonds purchased at a premium will be amortized to call date versus all others will be amortized to maturity.

#### **Duration:**

The duration listed on the reports is duration to maturity and duration to call. Effective duration is calculated on Bloomberg and imported into these reports and reflects the OAS duration which incorporates the probability of the bond being called. Effective duration is what GPA compares to the benchmark to reflect current market risk.

#### **Benchmark Duration:**

The benchmark duration is the historical weighted average of the benchmark duration over monthly periods. GPA is reporting this number as a static amount period over period.

#### **Portfolio:**

The securities in this portfolio are not guaranteed or otherwise protected by GPA, the FDIC (except for non-negotiable certificates of deposit) or any government agency. Investment in securities involves risks, including the possible loss of the amount invested.

#### **Rating:**

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

#### **Coupon Payments and Maturities on Weekends:**

Oftentimes, coupon payments and maturities will occur on a weekend or holiday. GPA will track these payments on an accrual basis, while the custodian bank may track on a cash basis. The accrual basis allocates the earnings in the period earned.