



DESERT HEALTHCARE
DISTRICT & FOUNDATION

To achieve optimal health at all stages of life for all District residents

DESERT HEALTHCARE DISTRICT
Finance, Legal, Administration, & Real Estate Committee
November 13, 2024

The Finance, Legal, Administration, & Real Estate Committee of the Desert Healthcare District will be held at 5:00 PM, Wednesday, November 13, 2024, via Zoom using the following link:

<https://us02web.zoom.us/j/83743788340?pwd=VXljcEdUMWtLa3NvdHd3SGRXa0Mzd09>

Password: 108761

Members of the public can also participate by telephone, using the following dial in information:

Dial in #:(669) 900-6833 or (888) 788-0099

Webinar ID: 837 4378 8340

Password: 108761

I. CALL TO ORDER

II. APPROVAL OF AGENDA

III. PUBLIC COMMENT

At this time, comments from the audience may be made on items not listed on the agenda that are of public interest and within the subject-matter jurisdiction of the District. The Committee has a policy of limiting speakers to not more than three minutes. The Committee cannot take action on items not listed on the agenda. Public input may be offered on an agenda item when it comes up for discussion and/or action.

IV. APPROVAL OF MINUTES

- 1. F&A Meeting Minutes – October 09, 2024 – Pgs. 3-6

ACTION

V. INVESTMENT PORTFOLIO PRESENTATION

- 1. District Portfolio Investments Review - Keith Stribling, CFA, Senior Portfolio Manager, PFM Asset Management LLC – Q1, Q2, & Q3 2024 – Pgs. 7 - 118

Information

VI. CHIEF EXECUTIVE OFFICER’S REPORT

- 1. Temporary Employee – Belen Navarro
- 2. Annual Holiday Staff Luncheon – December 12th
- 3. Mitrastech - Trakstar Performance Management Platform – 3-year agreement – Pgs.119 - 120

Information

VII. CHIEF ADMINISTRATION OFFICER’S REPORT

- 1. LPMP Leasing Update – Pgs. 121-122

Information

VIII. FINANCIAL REPORTS

- 1. District and LPMP Financial Statements – Pgs. 123 - 134
- 2. Accounts Receivable Aging Summary – Pg. 135
- 3. District - Deposits – Pg. 136
- 4. District - Property tax receipts – Pg. 137
- 5. LPMP – Deposits – Pgs. 138-139
- 6. District – Check Register – Pgs. 140 - 141
- 7. Credit Card – Detail of Expenditures – Pgs. 142 - 143
- 8. LPMP – Check Register – Pg. 144
- 9. CEO Discretionary Fund – Pg. 145
- 10. Retirement Protection Plan Update – Pg. 146
- 11. Grant Payment Schedule – Pg. 147

ACTION



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IX. OTHER MATTERS

ACTIONS

1. Annual Holiday Office Closure – December 26-31, 2024 – Pg. 148
2. Annual Employee Holiday Gift Card Purchase – NTE \$2,500 – Pg. 149
3. Annual Holiday Board & Staff Dinner – NTE \$5,000 – Pg. 150
4. \$10,000 Sponsorship of the 2025 Palm Springs Health Run and Wellness Festival – Pg. 151
5. Cohen, Musch, & Thomas Medical Group – Las Palmas Medical Plaza – Suite 3E-101 – Addendum #2 – Expiration May 31, 2025 -Pgs. 152 - 153
6. Desert Oasis Healthcare – Las Palmas Medical Plaza – Suite 2W-107 – Addendum #2 – Pgs. 154 - 155
7. Dr. Wolfson – Las Palmas Medical Plaza – Suite 2W-101 – Lease transfer to Inland Urology PC LLC – Pgs. 156 - 158
8. Policy BOD-21 – Meeting & Insurance Compensation – FY 24-25 – \$3,250 increase from \$13,000 to \$16,250 – Pgs. 159 - 165

X. ADJOURNMENT

The undersigned certifies that a copy of this agenda was posted in the front entrance to the Desert Healthcare District offices located at 1140 North Indian Canyon Drive, Palm Springs, Ca and the front entrance of the Desert Healthcare District office located at the Regional Access Project Foundation, 41550 Eclectic Street, Suite G 100, Palm Desert, California at least 72 hours prior to the meeting.

If you have any disability which would require accommodation to enable you to participate in this meeting or translation services, please email Andrea S. Hayles, Special Assistant to the CEO and Board Relations Officer, at ahayles@dhcd.org or call (760) 567-0298 at least 24 hours prior to the meeting.

Eric Taylor

Eric Taylor, Chief Administration Officer



DESERT HEALTHCARE DISTRICT
FINANCE, ADMINISTRATION, REAL ESTATE, AND LEGAL COMMITTEE
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Directors Present via Video Conferencing	District Staff Present via Video Conferencing	Absent
Vice-President Carmina Zavala, PsyD Chair/Treasurer Arthur Shorr Director Leticia De Lara, MPA	Chris Christensen, CPA, Chief Executive Officer Eric Taylor, CPA, Chief Administration Officer Donna Craig, Chief Program Officer Alejandro Espinoza, MPH, Chief of Community Engagement Jorge Rodriguez, Accounting Manager Andrea S. Hayles, MBA, Board Relations Officer	

AGENDA ITEMS	DISCUSSION	ACTION
I. Call to Order	Chair Shorr called the meeting to order at 5:02 p.m.	
II. Approval of Agenda	Chair Shorr asked for a motion to approve the agenda moving item 8.1. following approval of the meeting minutes.	Moved and seconded by Vice-President Zavala and Director De Lara to approve the agenda. Motion passed unanimously.
III. Public Comment	There was no public comment.	
IV. Approval of Minutes 1. F&A Minutes – Meeting September 11, 2024	Chair Shorr asked for a motion to approve the September 11, 2024, meeting minutes.	Moved and seconded by Director De Lara and Director Shorr and to approve the September 11, 2024, meeting minutes. Motion passed unanimously.
V. Chief Executive Officer’s Report	Chris Christensen, CEO, introduced Jorge Rodriguez, the new accounting manager. Mr. Christensen also described that staff would present a \$10k sponsorship request for the Palm Springs Health & Wellness Festival at the November committee meeting.	
VI. Chief Administration Officer’s Report 1. LPMP Leasing Update	Eric Taylor, CAO, described the FY 2023-2024 clean audit reports presented by Craig Hartzheim. Mr. Taylor also provided an update on the occupancy status of the Las Palmas Medical Plaza rental unit, which is currently 94.6% occupied, with two vacant	

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	<p>suites available. The most recent vacancy is being prepared for marketing.</p>	
<p>VII. Financial Reports</p> <ol style="list-style-type: none"> 1. District and LPMP Financial Statements 2. Accounts Receivable Aging Summary 3. District - Deposits 4. District - Property tax receipts 5. LPMP – Deposits 6. District – Check Register 7. Credit Card – Detail of Expenditures 8. LPMP – Check Register 9. CEO Discretionary Fund 10. Retirement Protection Plan Update 11. Grant Payment Schedule 	<p>Chair Shorr reviewed the financials with the committee. Mr. Taylor provided an overview and answered questions from the committee on the Year to Date Variance Analysis, Property Tax Receipts, and Check Register.</p>	<p>Moved and seconded by Director De Lara and Director Shorr to approve the September 2024 financial reports and forward to the Board for approval. Motion passed unanimously.</p>
<p>IX. Other Matters</p> <ol style="list-style-type: none"> 1. Craig Hartzheim – Moss Levy & Hartzheim – FY 2024 Audit Reports – District & RPP <ol style="list-style-type: none"> a. Management Letter, Communication Letter, Internal Controls Report b. District Audit Report c. RPP Audit Report d. Foundation Audit Report – (Information – Consideration for Approval during the Foundation Committee meeting) 	<p>Craig Hartzheim, Partner at Moss Levy & Hartzheim, commenced his overview of the audit reports by emphasizing the yearly concerns related to having a small finance staff but also highlighting the significant role of the board in overseeing the financials. Mr. Hartzheim reported that the District, Foundation, and RPP received an unmodified, clean opinion. He addressed questions from the committee regarding the Foundation's single audit with the county agreements, highlighting that the Foundation was operating as a contractor, not as a sub-</p>	<p>Moved and seconded by Director De Lara and Director Shorr to approve the FY 2024 District and RPP Audit Reports and forward to the Board for approval. Motion passed unanimously.</p>

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<p>2. Consulting Services Agreement – Deveau Burr Group, LLC – Addendum #1 – Cost Decrease from \$9,500 to \$4,500 per month and Term November 1, 2024 – December 31, 2025</p>	<p>recipient, which is a single audit requirement for agreements over \$750k. Additionally, Mr. Hartzheim encouraged the committee members to review the Management’s Discussion and Analysis, which provides a summary of the reports.</p> <p>Mr. Christensen, CEO, discussed Deveau Burr’s Group’s involvement with seismic legislation bills AB 869 and SB 1432, recommending extending Deveau Burr’s services while reducing the monthly fees by \$5k in the consulting services agreement addendum from November 2024 through December 2025.</p> <p>The committee discussed the consulting services vague description, which is due to ongoing unidentified and undetermined legislative issues. After further discussion, Director De Lara motioned to modify the amendment for six months at the reduced rate with additional clarity for the ongoing legislative issues.</p>	<p>Moved and seconded by Director De Lara and Vice-President Zavala to approve the Consulting Services Agreement – Deveau Burr Group, LLC – Addendum #1 – Cost Decrease from \$9,500 to \$4,500 per month with a 6-month Term from November 1, 2024 – April 30, 2025, with additional clarity for the ongoing legislative issues, and forward to the Board for approval. Motion passed unanimously.</p>
<p>3. Consulting Services Agreement – NPO Centric – Addendum #4 – Time Extension to February 28, 2025</p>	<p>Director De Lara recused herself from the NPO Centric discussion.</p> <p>Donna Craig, Chief Program Officer, provided an overview of the background of the prior work on Results-Based Accountability and Clear</p>	<p>Moved and seconded by Vice-President Zavala and Director Shorr to approve the Consulting Services Agreement – NPO Centric – Addendum #4 – Time Extension</p>

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<p>4. Resolution 24-04 and Ordinance 24-01 – 5% Increase to the Director’s monthly meeting stipend from \$115.76 to \$121.55</p>	<p>Impact related to the strategic plan. Ms. Craig also discussed the consulting services agreement addendum scope of work and the time extension not to exceed \$12k through February 2025. Ms. Craig and Stephanie Minor, consultant, NPO Centric, also answered questions from the committee.</p> <p>Mr. Christensen, CEO, described resolution 24-04 and the accompanying ordinance of the 5% increase to the director’s monthly meeting stipend in accordance with the yearly allowable increase requirement.</p> <p>The committee inquired about the \$13k healthcare costs for the fiscal year. Staff will present the details of the insurance cost increase at the November committee meeting.</p>	<p>to February 28, 2025, and forward to the Board for approval. Motion passed unanimously.</p> <p>Moved and seconded by Director Shorr and Director De Lara to approve Resolution 24-04 and Ordinance 24-01 – 5% Increase to the Director’s monthly meeting stipend from \$115.76 to \$121.55 and forward to the Board for approval. Motion passed unanimously.</p>
<p>IX. Adjournment</p>	<p>Chair Shorr adjourned the meeting at 5:52 p.m.</p>	<p>Audio recording available on the website at http://dhcd.org/Agendas-and-Documents</p>

ATTEST: _____
 Arthur Shorr, Chair/Treasurer, Board of Directors
 Finance & Administration Committee Chair
 Desert Healthcare District Board of Directors

Minutes respectfully submitted by Andrea S. Hayles, MBA, Board Relations Officer



Investment Performance Review For the Quarter Ended September 30, 2024

NOT FDIC INSURED : NO BANK GUARANTEE : MAY LOSE VALUE

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Financial Markets & Investment Strategy Review

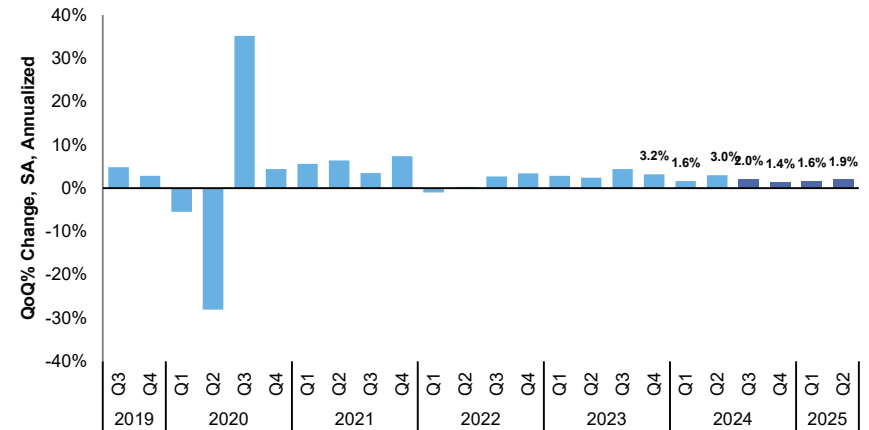
THE ECONOMY

► In the second quarter, U.S. gross domestic product (GDP) grew at an annualized rate of 3.0%, nearly double the 1.6% recorded in the first quarter of 2024, pointing to a still resilient economy. Within this reading, we saw domestic demand remain strong at 2.8% growth. The U.S. economy once again outperformed many other developed markets including the United Kingdom, which grew 1.8%; Japan, which grew 2.9%; and the Euro Area, which grew a meager 1.1% in the second quarter.

► The U.S. unemployment rate ended the quarter at 4.1%, in line with the end of second quarter, but still relatively higher than the 3.7% low at the beginning of the year. While the labor market appears to be cooling overall, there are several signs pointing to continued health as jobless claims remain firmly below their long-term averages and layoff rates continue to hold very low.

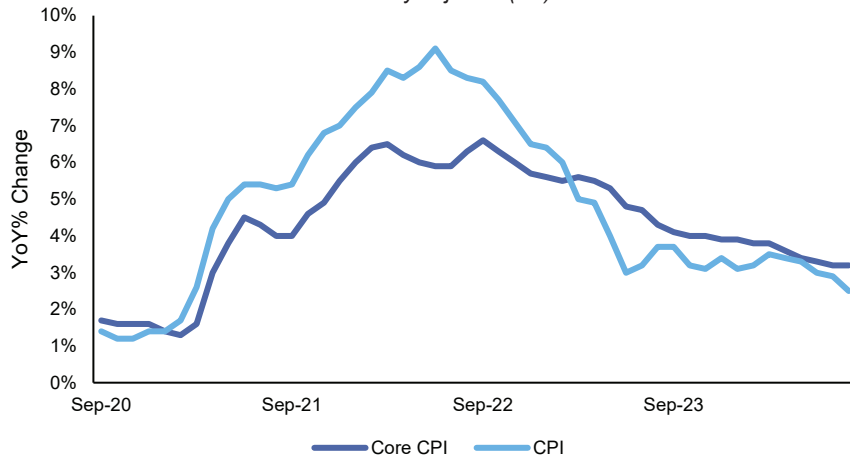
► Inflation continued to moderate in the second quarter. Headline inflation (CPI) grew at a year-over-year rate of 2.5% in August, down from the 3.0% growth in June. Core CPI, which excludes volatile food and energy, eased to a three year low of 3.2%. Both mark the lowest readings in more than three years and point to the progress made toward the Federal Reserve’s (Fed) inflation target of 2%.

U.S. GDP Growth



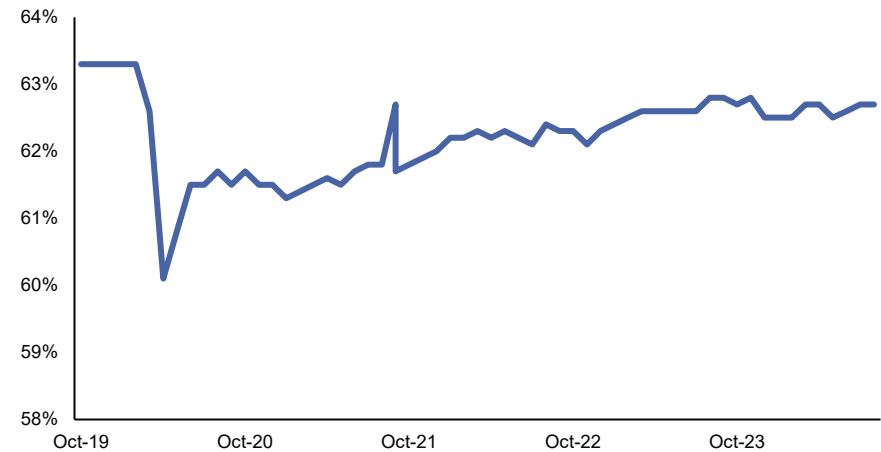
Source: Bloomberg. Light blue bars indicate actual numbers; dark blue bars indicate forecasted estimates.

U.S. Inflation Rate
Seasonally Adjusted (SA)



Source: Bureau of Labor Statistics.

Labor Force Participation Rate
Seasonally Adjusted (SA)



Source: Bureau of Labor Statistics.

DOMESTIC EQUITY

▶ The S&P 500 Index (S&P) posted a 5.9% return for the third quarter of 2024. As of September 30, 2024, the trailing one-year return for the index was 36.2%.

▶ During the quarter, equity performance broadened beyond mega-cap stocks as the S&P 500 equal-weighted index outperformed its capitalization-weighted counterpart. Across market cap segments, value indices outperformed growth indices for the quarter.

▶ Within S&P 500, only one of 11 GICS sectors posted negative returns over the quarter. The worst performing sectors were Energy (-2.3%), Information Technology (1.6%), and Communication Services (1.7%). The best performing sectors were Utilities (19.4%), Real Estate (17.2%), and Industrials (11.6%).

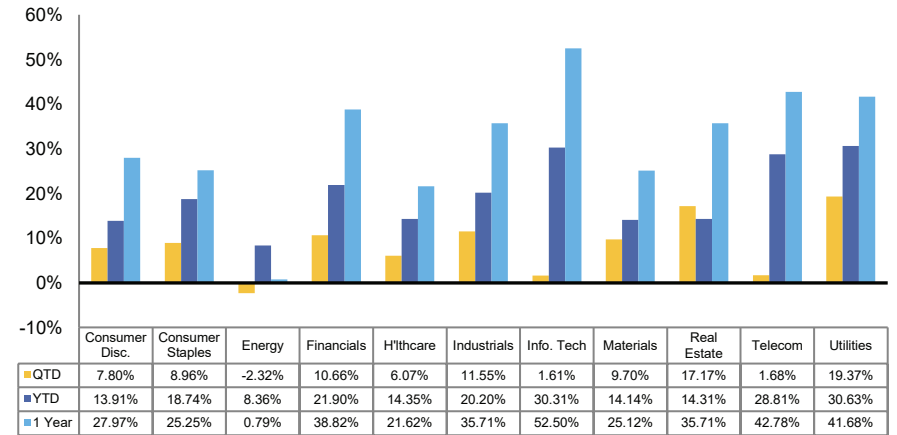
▶ Small-caps, as represented by the Russell 2000 Index, returned 9.3% during the quarter, and outperformed both mid-caps and large-caps. The Russell Midcap and Russell 1000 indices returned 9.2% and 6.1%, respectively.

▶ According to FactSet Earnings Insight (as of September 27, 2024), the expected year-over-year earnings growth rate for the S&P 500 for Q3 2024 was 4.6%, down from the June 30 estimate of 7.8%. At the sector level, Energy (-0.6% to -18.3%) and Materials (7.6% to -1.9%) saw the biggest downward revisions in YoY earnings growth estimates from June 30 to September 27. Conversely, the only sectors revised upward during this period were Information Technology (15.2% to 15.6%) and Communication Services (10.0% to 10.4%).

▶ As of the end of the quarter, the S&P 500 forward P/E (price-to-earnings) ratio was 26.0, above its five-year average of 22.7. By comparison, the Russell 2000 had a forward P/E ratio of 19.9, above its five-year average of 17.8.

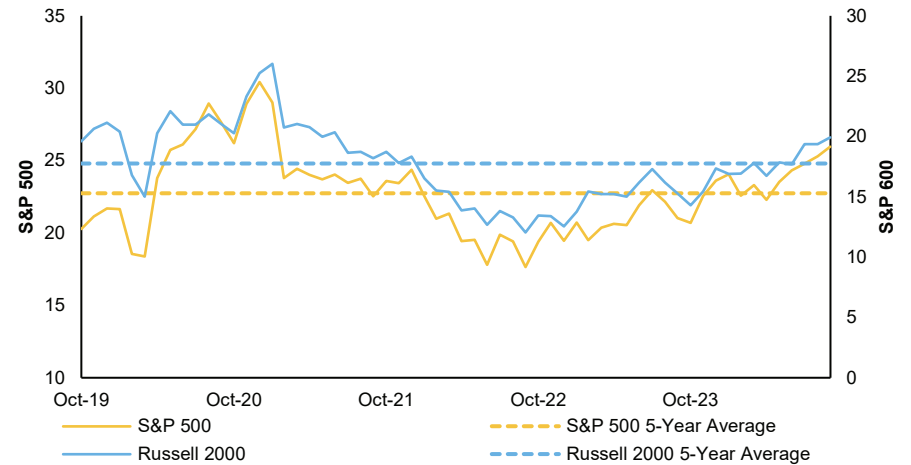
S&P 500 Index Performance by Sector

Periods Ended September 30, 2024



Source: Bloomberg.

P/E Ratios of Major Stock Indices*



Source: Bloomberg.

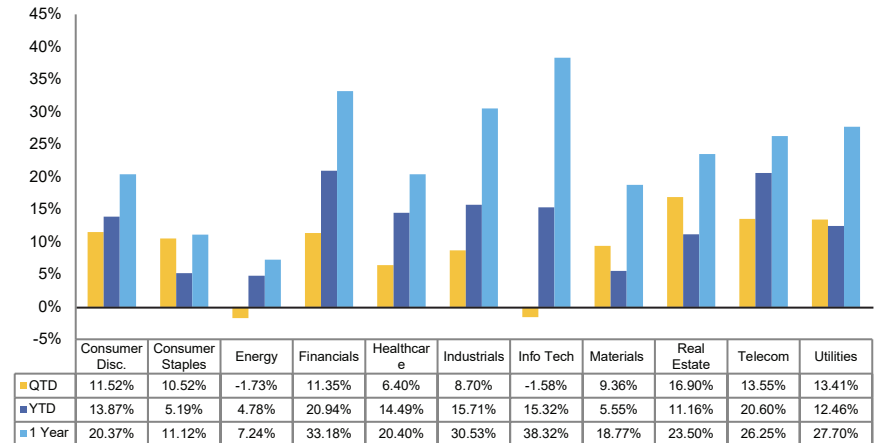
*P/E ratios are calculated based on one-year forward estimates and adjusted to include only positive earnings results for consistency.

NON-U.S. EQUITY

- ▶ Markets outside of the United States, as measured by the MSCI ACWI ex-U.S. Index, significantly outperformed their U.S. counterparts, returning 8.06% for the quarter. The weaker dollar was a tailwind to these returns.
- ▶ Nine of the 11 sectors posted positive returns for the quarter, with Real Estate (16.90%) leading the way, followed by Communication Services (13.55%) and Utilities (13.41%). Energy (-1.73%) and Information Technology (-1.58%) were the worst performers for the quarter.
- ▶ Developed ex-U.S. Markets, as represented by the MSCI EAFE Index, underperformed emerging markets (EM), represented by the MSCI Emerging Market Index, returning 7.26% versus 8.72% for the quarter.
- ▶ MSCI Australia (11.32%) outperformed the MSCI EAFE Index on the back of cooling inflation. Of the five largest-weighted countries in the index, MSCI Japan (5.80%) was the worst performer. The surprise July rate hike and subsequent yen's appreciation reduced the prospects of higher profits for Japanese exporters.
- ▶ Within EM, EM Asia (9.47%) was the largest contributor to overall returns during the quarter, benefitting from MSCI China's strong return of 23.49%. Chinese equities experienced a sharp rally in September, powered by the injection of additional stimulus. MSCI Korea on the other hand, declined 5.94% during the quarter as the technology sell-off impacted index heavyweights - Samsung and SK Hynix.
- ▶ Value stocks outperformed growth stocks for the quarter, as represented by the broad benchmark. MSCI AC World ex-USA Value returned 9.26%, while MSCI AC World ex-USA Growth returned 6.92%. Within EM, growth outperformed value, returning 9.26% versus 8.12%.
- ▶ Small-caps, as represented by MSCI ACWI ex-U.S. Small Cap Index, outperformed within the international equity markets, returning 8.90% for the quarter.
- ▶ Valuations of non-U.S. equities have moved closer to their long-term average across international equity markets. As of September 30, MSCI EAFE's forward P/E stood at 15.77 versus a five-year average of 16.06. MSCI EM ended the quarter with a forward P/E ratio of 14.02, slightly higher than its five-year average of 13.32.

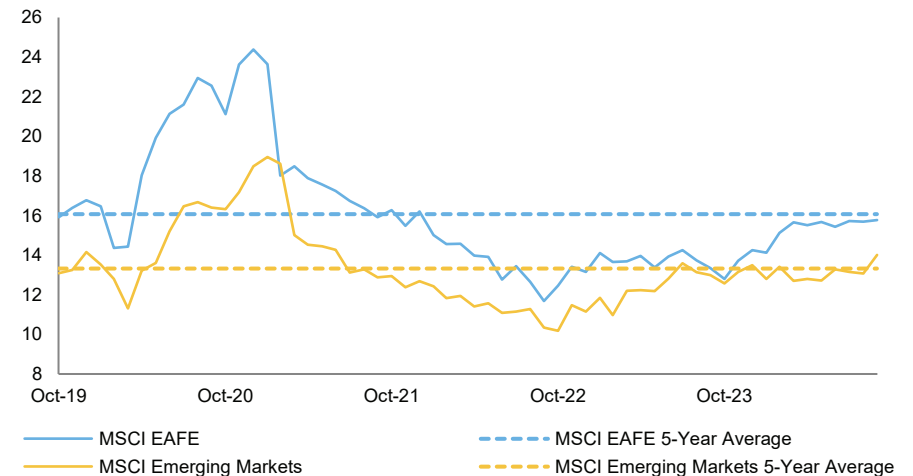
MSCI ACWI ex-U.S. Sectors

Periods Ended September 30, 2024



Source: Bloomberg.

P/E Ratios of MSCI Equity Indices*



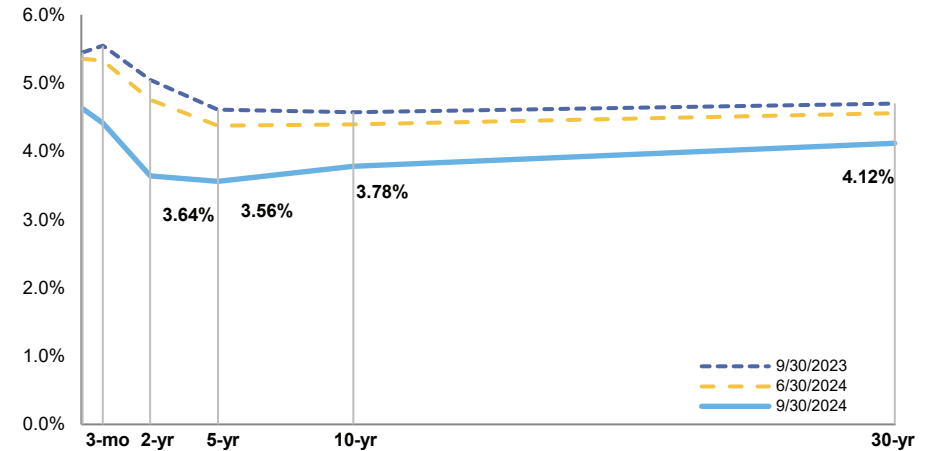
Source: Bloomberg.

*P/E ratios are calculated based on one-year forward estimates and adjusted to include only positive earnings results for consistency.

FIXED INCOME

- ▶ The U.S. bond market, as represented by the Bloomberg U.S. Aggregate (Aggregate) Index, had a strong third quarter, and ended 5.20% higher. The trailing one-year period return is 11.54%.
- ▶ The Bloomberg U.S. Treasury Index closed the quarter with a gain of 4.74%. During the period, the Federal Open Market Committee (FOMC) initiated its first rate cut of the cycle, lowering the Fed funds Rate by 50 bps. This was more than many market participants had anticipated. Treasury rates beyond the one-year range generally fell during the period. The yield curve steepened during the quarter and dis-inverted for the first time in over two years as the Fed funds rate is targeted at 5.0%. Meanwhile, the 10-year fell to 3.78%, and the 2-year ended at 3.64%.
- ▶ Corporate credit had mixed results for the quarter on the falling rates but spots of widening spreads. The investment grade Bloomberg U.S. Corporate (IG Corp) Index gained 5.84% while high yield bonds, as represented by the Bloomberg U.S. Corporate High Yield (HY) Index, gained 1.09%. Spreads tightened in the “CCC” category, but “BB” performed the worst in the high yield category.
- ▶ The fixed-rate mortgage market, as measured by the Bloomberg U.S. Mortgage-Backed Securities (MBS) Index, gained 5.53%. On the commercial side, returns were positive, with the Bloomberg U.S. Agency CMBS Index up 4.74%, while the non-agency CMBS index gained 4.55%.
- ▶ Emerging market USD sovereign bonds, as represented by the JP Morgan EMBI Global Diversified index, gained 6.15% and were supported by sovereign names. Latin America saw the strongest returns for the quarter.

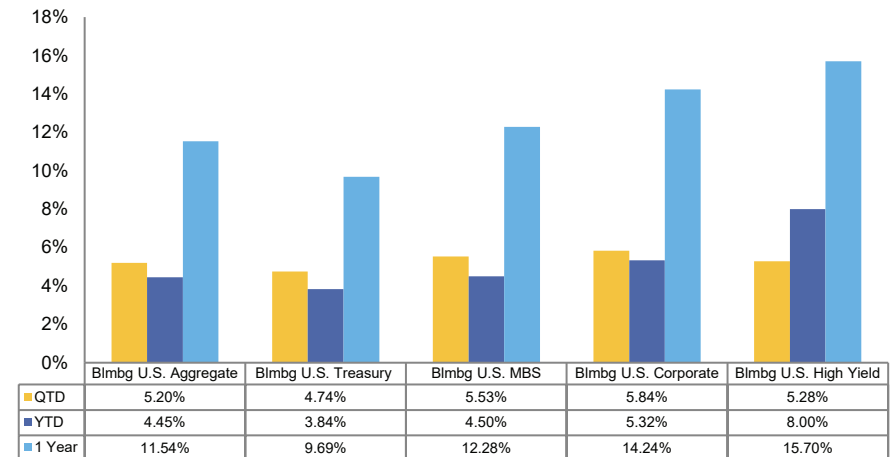
U.S. Treasury Yield Curve



Source: Bloomberg.

Returns for Fixed-Income Segments

Periods Ended September 30, 2024



Source: Bloomberg.

ALTERNATIVES

► Public REITs, as measured by the FTSE NAREIT Equity REITs Index, returned 16.09% in the third quarter of 2024, compared to a 0.06% return in the prior quarter. All major sectors saw positive returns. The strong performance can be attributed to expectations of monetary policy easing and falling real interest rates. Private real estate, as measured by the NCREIF Property Index, fell -0.22% in the second quarter of 2024. Weak performance has been driven by property value declines stemming from weak demand and oversupply, primarily within the Office and Apartment sectors. However, value declines are leveling off, and the income component of total returns continues to be positive.

► Listed infrastructure, as measured by the S&P Global Infrastructure Index, gained 13.43% in the third quarter of 2024, compared to a 2.67% increase in the prior quarter. Performance was mostly positive across the major sectors. In the first half of 2024, 25 infrastructure funds raised \$42.24 billion, a modest figure despite the broad slowdown seen in private markets fundraising. The asset class has received increased attention in recent years due to its potential to generate resilient, inflation-sensitive returns. Artificial intelligence and its prospective applications across industries have also contributed to the positive sentiment, especially for data center and utilities. According to PitchBook, infrastructure funds posted a return of 2.77% in Q1 2024. The asset class has generated an annualized return of 10.08% for the five years ended Q1 2024.

► In the first half of 2024, 59 private debt funds raised \$90.77 billion and rebounded from a slow start to the year. The asset class has performed well relative to public fixed income over the long-term. However, competition between private debt managers and a resurgence of the broadly syndicated loan market against the backdrop of a declining rate environment may keep future asset class returns in check. According to the Cliffwater Direct Lending Index, U.S. middle market loans, a proxy for private debt, posted a return of 3.02% in Q1 2024. The asset class has also generated an annualized return of 9.15% for the five years ended Q1 2024.

► In the first half of 2024, 250 private equity funds raised \$295.64 billion, a strong pace despite a challenging macroeconomic environment. Private equity performance has been muted due to high borrowing costs, limited debt availability, and reduced deal flow. Recent trailing performance has lagged public equity indices; however, longer term performance relative to public equities remains strong. According to Cambridge Associates, U.S. private equity posted a return of 1.75% in Q1 2024. The asset class has generated an annualized return of 17.01% for the five years ended Q1 2024.

Returns for Private Capital Assets



Source: NCREIF, PitchBook, Cliffwater, Cambridge Associates.
As of March 31, 2024, the most recent period for which all index data is available.

Private Capital Fundraising & Dry Powder



Sources: Pitchbook.

* Total capital raised in 2024 as of June 30, 2024 - most recent period for which ALL fundraising data is available.

** Cumulative dry powder as of December 31, 2023, unless specified otherwise.

*** Excluding open-end, evergreen fund vehicles.

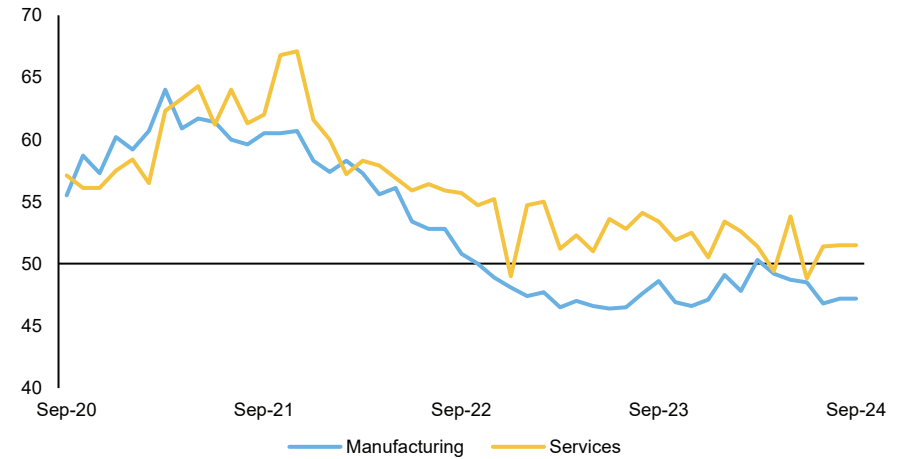
	QTD	YTD	One Year	Three Year	Five Year	Seven Year	Ten Year
DOMESTIC EQUITY							
S&P 500 (TR)	5.89%	22.08%	36.19%	11.88%	15.91%	14.44%	13.33%
Russell 3000	6.23%	20.63%	35.04%	10.26%	15.20%	13.69%	12.78%
Russell 1000 Growth	3.19%	24.55%	42.00%	11.99%	19.66%	18.14%	16.46%
Russell 1000	6.08%	21.18%	35.52%	10.80%	15.58%	14.13%	13.06%
Russell 1000 Value	9.43%	16.68%	27.64%	9.00%	10.65%	9.50%	9.20%
Russell Midcap	9.21%	14.63%	29.20%	5.74%	11.25%	10.44%	10.16%
Russell Midcap Growth	6.54%	12.91%	29.21%	2.31%	11.43%	11.84%	11.26%
Russell Midcap Value	10.08%	15.08%	28.89%	7.37%	10.29%	8.79%	8.90%
Russell 2000 Growth	8.41%	13.22%	27.54%	-0.35%	8.78%	7.57%	8.92%
Russell 2000	9.27%	11.17%	26.65%	1.84%	9.35%	7.34%	8.75%
Russell 2000 Value	10.15%	9.22%	25.77%	3.76%	9.25%	6.58%	8.19%
INTERNATIONAL EQUITY							
MSCI EAFE	7.26%	12.99%	24.66%	5.47%	8.17%	5.97%	5.69%
MSCI AC World	6.61%	18.66%	31.62%	8.07%	12.14%	10.20%	9.35%
MSCI AC World ex-USA	8.06%	14.21%	25.24%	4.13%	7.56%	5.42%	5.20%
MSCI AC World ex-USA Small Cap	8.90%	11.93%	23.15%	1.39%	8.18%	5.18%	6.05%
MSCI EM (Emerging Markets)	8.72%	16.86%	25.94%	0.40%	5.73%	3.64%	4.01%
ALTERNATIVES							
FTSE Nareit/Equity REITs - INV	16.09%	15.93%	34.58%	5.06%	5.43%	6.95%	7.80%
MSCI US REIT INDEX	16.12%	15.84%	34.23%	4.97%	5.45%	6.94%	7.74%
FTSE Global Core Infrastructure 50/50 Index	13.59%	16.20%	28.68%	6.69%	5.22%	6.16%	6.33%
Bloomberg Commodity Index	0.68%	5.86%	0.95%	3.65%	7.76%	4.85%	0.03%
FIXED INCOME							
Bloomberg U.S. Aggregate	5.20%	4.45%	11.52%	-1.38%	0.33%	1.47%	1.84%
Bloomberg U.S. Government/Credit	5.10%	4.39%	11.27%	-1.50%	0.41%	1.63%	1.99%
Bloomberg U.S. Intermediate Government/Credit	4.17%	4.68%	9.41%	0.17%	1.25%	1.89%	1.96%
Bloomberg U.S. Treasury (1-3 Y)	2.91%	4.13%	6.76%	1.26%	1.48%	1.67%	1.40%
ICE BofA U.S. High Yield	5.31%	8.05%	15.62%	3.07%	4.53%	4.55%	4.94%
Bloomberg Global Aggregate ex-USD	8.52%	2.81%	12.23%	-4.40%	-1.85%	-0.80%	-0.50%
CASH EQUIVALENT							
Bloomberg 3 Month T-Bill	1.38%	4.06%	5.48%	3.56%	2.36%	2.25%	1.67%

Source: Investment Metrics. Returns are expressed as percentages. Please refer to the last page of this document for important disclosures relating to this material.

WHAT WE'RE WATCHING

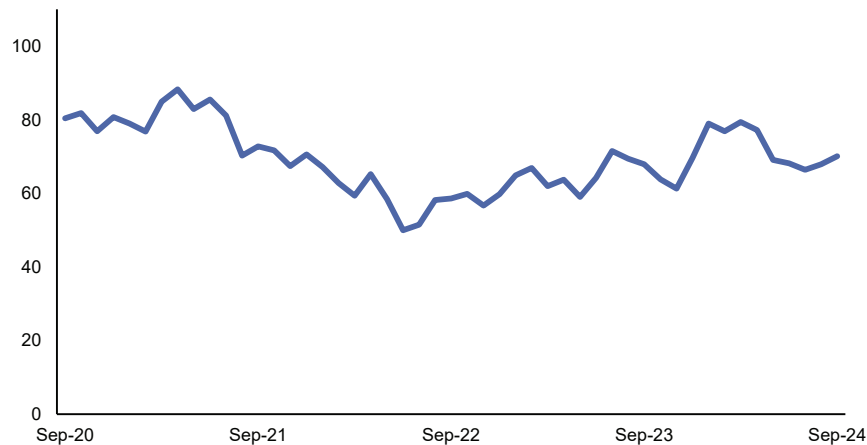
- ▶ The Fed cut the overnight rate by 50 basis points (bps) (0.50%) to a new target range of 4.75% to 5.00% at its September 18 meeting, marking the first rate cut in more than four years. Looking forward, the Fed's updated "dot plot" points to an additional 50 bps of rate cuts by the end of 2024 and 100 bps of cuts in 2025. Outside of the U.S., other major central banks also made rate changes during the quarter, with the European Central Bank (ECB) cutting rates and the Bank of Japan (BOJ) hiking rates for the second time this year.
- ▶ U.S. manufacturing activity dipped back into contraction during the second quarter, with the ISM U.S. Manufacturing PMI reading at 47.2 in September, signaling weak demand. The services sector crept up into expansion territory, with the Services PMI rising to 51.5 in September.
- ▶ Consumer confidence, as measured by the University of Michigan's Consumer Sentiment survey, rose in September after a dip earlier in the quarter, and ended at 70.1, up from the 68.2 reading at the end of the first quarter.
- ▶ In response to the weakness across the economy, China's central bank unveiled several new monetary and fiscal policies to restore consumer confidence and boost growth. They include lowering bank reserve requirements, cutting its key policy rate, and pledging support to relieve local government debt, among other measures.

U.S. ISM Manufacturing & Services PMI



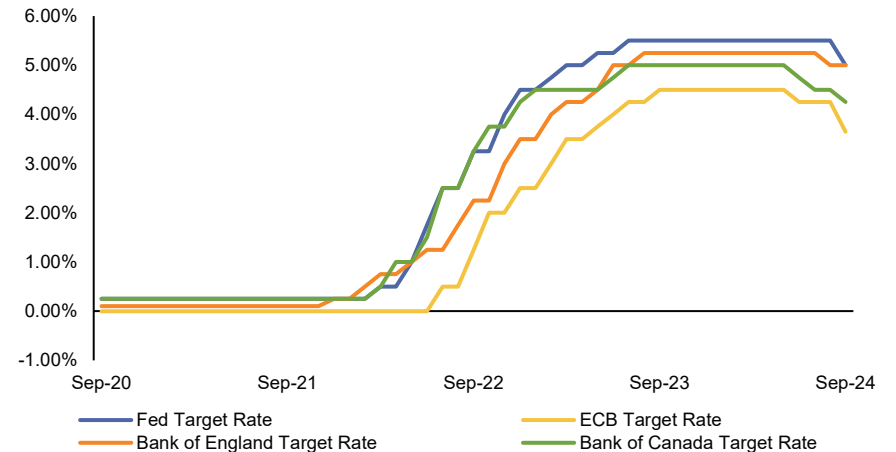
Source: Bloomberg.

University of Michigan Consumer Sentiment



Source: Bloomberg.

Global Central Bank Rates



Source: Bloomberg.

Factors to Consider for 6-12 Months

Monetary Policy (Global):



- The Fed has begun its easing cycle with a 50 basis point (bp) cut with expectation of an additional 50 bps in rate cuts by year end.
- The global easing cycle is underway with nearly all major central banks (excluding BoJ) completing multiple rate cuts.

Economic Growth (Global):



- U.S. economic growth remains strong reflecting a consumer who continues to spend at elevated levels.
- Economic growth outside the U.S. remains mixed. China recent stimulus measures are aimed to boost growth, which is conducive to global growth.

Inflation (U.S.):



- Inflation continues its trend lower but has been buoyed by stubborn housing costs. We expect this inflation to further trend lower.
- The broad-based inflation cooling helped fuel the Fed's decision to cut by 50 bps but policy makers note they are not declaring victory on price stability.

Financial Conditions (U.S.):



- The continuation of stable market measures, such as narrow corporate yield spreads, record equity index levels and low volatility, reflect economic confidence.
- We remain focused on the cooling labor market and effects this might have on the consumer as potential catalysts for a broader slow down.

Consumer Spending (U.S.):



- The consumer continues to spend and support economic strength. Upward revisions to the personal savings rate paint the consumer in better light.
- Moderation in the pace of overall spending is expected given slowing wage growth and labor market conditions.

Labor Markets:



- The labor market continues to moderate from extremely strong levels seen in prior quarters. The recent downward revisions to nonfarm payrolls further emphasized the cooling.
- Other labor metrics remain well positioned such as the layoffs and discharge rate pointing towards moderation rather than deterioration.

Corporate Fundamentals:



- Fed rate cuts are a positive for economic growth and corporate earnings, but any tax/tariff changes need to be closely monitored for any impact on profit margins.
- Higher cash levels especially across S&P 500 companies along with broad based earnings growth are positive.

Valuations:



- U.S. equity and credit markets have experienced a run up in valuations. Any negative shock relating to economic growth could lead to sell-off.
- International equities look attractive, but continued economic and geopolitical uncertainty is leading to increased volatility.

Political Risks:



- Geopolitical risks continue to remain elevated. Broadening of middle east conflict, U.S. and China trade and tariff tensions, China's moves in South China Sea and Taiwan Strait further add to risks.
- Policy uncertainty related to US elections outcome is also expected to increase short term volatility.

● Current outlook ○ Outlook one quarter ago

Stance Unfavorable to Risk Assets

Negative

Slightly Negative

Neutral

Slightly Positive

Positive

Stance Favorable to Risk Assets

Statements and opinions expressed about the next 6-12 months were developed based on our independent research with information obtained from Bloomberg and FactSet. The views expressed within this material constitute the perspective and judgment of PFM Asset Management at the time of distribution (9/30/2024) and are subject to change. Information is obtained from sources generally believed to be reliable and available to the public; however, PFM Asset Management cannot guarantee its accuracy, completeness, or suitability.

Asset Class	Our Q4 2024 Investment Outlook	Comments
U.S. Equities		<ul style="list-style-type: none"> Moderate economic growth coupled with Fed easing should result in continued positive performance for US equities. We are concerned about the high valuations, but believe that soft landing economic scenario and earnings growth strength will provide tailwinds. Equity markets experienced a period of volatility during Q3 which we expect to continue amidst slowing growth, geopolitical tensions and election related uncertainty. Small-caps have lagged large caps since the sell off in first week of August pointing to lack of fundamental support to rally in July, but we expect fundamentals to improve as rate cuts take hold. Worries from the Banking Crisis on regional banks seems to be in our rearview mirror.
Large-Caps		
Small-Caps		
Non-U.S. Equities		<ul style="list-style-type: none"> International equities continue to trade at a discount to U.S. and have been recently helped by ECB rate cuts and weakening dollar. BoJ continues to tighten while other central banks are embarking on rate cuts. EM equity performance is reliant on Indian and Chinese equities, which constitute roughly 45% of the MSCI Emerging Market Index. Indian equities are trading at expensive valuations, and we don't expect a sustained recovery in Chinese equities due to stimulus unless there are structural/geopolitical changes addressing debt overhang and geopolitical stability.
Developed Markets		
Emerging Markets		
Fixed Income		<ul style="list-style-type: none"> Slowing inflation and softening labor markets led to Fed cutting by 50 bps at their September meeting. Further rate cuts are expected which is positive for fixed income investors. About \$6.3 trillion is sitting in money market funds which could flow into fixed income as the rates becomes more attractive. Credit markets remain attractive due to strong corporate fundamentals. We remain positive on investment grade but are staying closer to targets on high yield given tighter spreads. We continue to closely watch for signs for any distress in the corporate credit space.
Core Bonds		
Investment Grade Credit		
High Yield Credit		
Diversifying Assets		<ul style="list-style-type: none"> Continued economic growth, falling rates, strengthening fundamentals along with attractive valuations relative to equities are tailwinds to listed real estate performance leading us to overweight the exposure. Transition to renewable energy and increase in AI led data center infrastructure spend are tailwinds for listed infrastructure. Utilities which make up about ~50% of the universe have been performing well recently due to lower rates.
Listed Real Estate		
Listed Global Infrastructure		

● Current outlook ○ Outlook one quarter ago



The view expressed within this material constitute the perspective and judgment of PFM Asset Management at the time of distribution (9/30/2024) and are subject to change.

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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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Account Investment Performance Review

Important Notice:

Account information, including market values and performance returns, found on the following pages have been made available by U.S. Bank, as custodian of the account assets.

PFM Asset Management LLC, as investment advisor to the account, will provide market values and performance returns when available. Values may vary from custodian based on a variety of factors, including but not limited to, differences in asset pricing, accruals, and trade/settlement date portfolio accounting methodologies.



DESERT HEALTHCARE DISTRICT

09/30/2024

Selected Period Performance

Selected Period Performance

	Market Value	1 Month	3 Months	Year to Date (9 Months)	1 Year	3 Years	5 Years	Inception to Date 07/01/1998
Total Portfolio Gross of Fees	68,520,820	.73	2.56	4.14	6.70	1.67	1.65	2.92
Total Portfolio Net of Fees	68,520,820	.71	2.54	4.07	6.60	1.55	1.52	2.73
Total Fixed Income	66,900,071	.73	2.57	4.14	6.71			
Taxable Investment Grade	66,900,071	.73	2.57	4.14	6.71			
BBARC 1-5 Year US Government Index		.88	3.41	4.16	7.49	.67	1.24	3.06
ICE BofAML 1-Year US Treasury Note Index		.66	2.03	4.01	5.87	2.48	1.99	2.38
Total Cash Equivalents	1,620,748	.40	1.14	3.68	5.05			
Pending Cash	0	.00	.00	.00	.00			

Portfolio Holdings

Portfolio Holdings

	ID	Units	Unit Cost	Total Cost	Price	Market Value	Accrual	% of Mkt Val	Unrealized Gain/Loss	
Total Fixed Income										
Gov/Agency Bonds										
	U S TREASURY BD 4.375% 7/15/27	91282CKZ3	5,000,000.000	100.44	5,021,875.00	102.094	5,104,700.00	46,365.49	7.5	82,825.00
	U S TREASURY NT 0.250% 5/31/25	912828ZT0	3,000,000.000	97.83	2,934,843.75	97.419	2,922,570.00	2,520.49	4.3	-12,273.75
	U S TREASURY NT 0.250% 6/30/25	912828ZW3	3,000,000.000	97.66	2,929,921.88	97.163	2,914,890.00	1,895.38	4.3	-15,031.88
	U S TREASURY NT 0.375% 4/30/25	912828ZL7	1,500,000.000	99.29	1,489,277.34	97.757	1,466,355.00	2,366.80	2.2	-22,922.34
	U S TREASURY NT 0.500% 3/31/25	912828ZF0	1,500,000.000	99.61	1,494,199.22	98.109	1,471,635.00	20.60	2.2	-22,564.22
	U S TREASURY NT 0.625% 10/15/24	91282CDB4	1,500,000.000	99.36	1,490,390.63	99.837	1,497,555.00	4,328.89	2.2	7,164.37
	U S TREASURY NT 1.125% 2/28/25	912828ZC7	1,000,000.000	100.83	1,008,291.46	98.647	986,470.00	963.40	1.4	-21,821.46
	U S TREASURY NT 1.500% 11/30/24	912828YV6	1,500,000.000	100.40	1,505,937.31	99.458	1,491,870.00	7,581.52	2.2	-14,067.31
	U S TREASURY NT 1.500% 8/15/26	9128282A7	5,000,000.000	94.22	4,710,937.50	96.102	4,805,100.00	9,578.80	7.1	94,162.50
	U S TREASURY NT 1.750% 12/31/24	912828YY0	1,500,000.000	100.02	1,500,313.34	99.281	1,489,215.00	6,633.83	2.2	-11,098.34
	U S TREASURY NT 2.000% 11/15/26	912828U24	1,000,000.000	92.77	927,695.31	96.680	966,800.00	7,554.35	1.4	39,104.69
	U S TREASURY NT 2.125% 5/31/26	9128286X3	2,500,000.000	93.90	2,347,500.00	97.453	2,436,325.00	17,853.48	3.6	88,825.00
	U S TREASURY NT 2.250% 3/31/26	9128286L9	3,000,000.000	93.70	2,811,093.75	97.809	2,934,270.00	185.44	4.3	123,176.25
	U S TREASURY NT 2.500% 1/31/25	9128283V0	2,000,000.000	99.83	1,996,640.63	99.324	1,986,480.00	8,423.91	2.9	-10,160.63
	U S TREASURY NT 2.500% 3/31/27	91282CEF4	2,000,000.000	95.53	1,910,625.00	97.430	1,948,600.00	137.36	2.9	37,975.00
	U S TREASURY NT 2.875% 5/31/25	9128284R8	500,000.000	97.94	489,707.03	99.129	495,645.00	4,830.94	.7	5,937.97
	U S TREASURY NT 2.875% 6/15/25	91282CEU1	3,500,000.000	98.75	3,456,289.07	99.103	3,468,605.00	29,692.62	5.1	12,315.93
	U S TREASURY NT 3.125% 8/15/25	91282CFE6	1,500,000.000	99.30	1,489,570.31	99.202	1,488,030.00	5,986.75	2.2	-1,540.31
	U S TREASURY NT 3.125% 8/31/27	91282CFH9	2,000,000.000	97.26	1,945,195.31	98.762	1,975,240.00	5,352.21	2.9	30,044.69
	U S TREASURY NT 3.250% 6/30/27	91282CEW7	1,000,000.000	99.00	990,000.00	99.156	991,560.00	8,213.32	1.5	1,560.00
	U S TREASURY NT 3.875% 12/31/27	91282CGC9	1,500,000.000	98.24	1,473,632.81	100.953	1,514,295.00	14,689.20	2.2	40,662.19
	U S TREASURY NT 4.000% 12/15/25	91282CGA3	1,000,000.000	100.49	1,004,888.56	100.160	1,001,600.00	11,803.28	1.5	-3,288.56
	U S TREASURY NT 4.000% 2/29/28	91282CGP0	2,000,000.000	98.30	1,965,937.50	101.359	2,027,180.00	6,850.83	3.0	61,242.50
	U S TREASURY NT 4.125% 10/31/27	91282CFU0	1,200,000.000	100.13	1,201,522.92	101.582	1,218,984.00	20,714.67	1.8	17,461.08
	U S TREASURY NT 4.125% 9/30/27	91282CFM8	2,000,000.000	99.43	1,988,593.75	101.606	2,032,120.00	226.65	3.0	43,526.25
	U S TREASURY NT 4.250% 2/28/29	91282CKD2	3,100,000.000	101.91	3,159,078.13	102.777	3,186,087.00	11,282.46	4.7	27,008.87
	U S TREASURY NT 4.375% 8/31/28	91282CHX2	1,500,000.000	100.36	1,505,337.02	102.887	1,543,305.00	5,619.82	2.3	37,967.98
	U S TREASURY NT 4.500% 11/15/25	91282CFW6	500,000.000	100.05	500,257.62	100.641	503,205.00	8,498.64	.7	2,947.38
	U S TREASURY NT 4.500% 7/15/26	91282CHM6	500,000.000	100.07	500,330.10	101.383	506,915.00	4,769.02	.7	6,584.90
	U S TREASURY NT 4.625% 6/30/26	91282CKY6	10,000,000.000	100.24	10,023,828.13	101.539	10,153,900.00	115,625.00	14.9	130,071.87
	Total: Gov/Agency Bonds				65,773,710.38		66,529,506.00	370,565.15	97.9	755,795.62
	Total: Total Fixed Income				65,773,710.38		66,529,506.00	370,565.15	97.9	755,795.62

Portfolio Holdings

Portfolio Holdings

	<u>ID</u>	<u>Units</u>	<u>Unit Cost</u>	<u>Total Cost</u>	<u>Price</u>	<u>Market Value</u>	<u>Accrual</u>	<u>% of Mkt Val</u>	<u>Unrealized Gain/Loss</u>
Total Cash Equivalents									
Money Market Funds									
FIDELITY GOVT PORT INST	31607A703	1,615,288.160	1.00	1,615,288.16	1.000	1,615,288.16	5,460.31	2.4	.00
Total: Money Market Funds				1,615,288.16		1,615,288.16	5,460.31	2.4	.00
Total: Total Cash Equivalents				1,615,288.16		1,615,288.16	5,460.31	2.4	.00
Total				67,388,998.54		68,144,794.16	376,025.46	100.0	755,795.62



DESERT HOSPITAL RETIREMENT PLAN

09/30/2024

Selected Period Performance

Selected Period Performance

	Market Value	1 Month	3 Months	Year to Date (9 Months)	1 Year	3 Years	5 Years	Inception to Date 05/01/1998
Total Portfolio Gross of Fees	4,716,302	1.69	6.21	13.02	22.95	5.89	8.62	6.08
Total Portfolio Net of Fees	4,716,302	1.57	6.04	12.48	22.14	5.21	7.92	
Total Equity	2,531,835	1.76	6.09	17.79	31.28	8.80	12.81	7.53
Large Cap U.S. Equity	1,635,261	1.98	5.56	21.50	35.63	11.82	15.61	
S&P 500 Index (Total Return)		2.14	5.89	22.08	36.35	11.91	15.98	8.41
S&P MidCap 400 Index		1.16	6.94	13.54	26.79	7.47	11.78	9.89
Small Cap U.S. Equity	145,388	.65	9.23	11.13	26.76	1.78	9.09	
S&P SmallCap 600 Index		.85	10.13	9.33	25.86	3.99	10.21	8.97
Developed Markets Equity	606,311	.49	6.55	12.34	23.79	5.97	8.35	
MSCI EAFE Index (Net)		.92	7.26	12.99	24.77	5.48	8.20	4.82
Emerging Markets Equity	144,875	5.94	8.05	15.81	24.48	.49	5.62	
MSCI Emerging Markets Index (Net)		6.68	8.72	16.86	26.05	.40	5.75	
Total Fixed Income	1,776,635	1.38	5.26	5.50	11.62	1.10	1.82	3.65
Taxable Investment Grade	1,635,537	1.37	5.33	5.43	11.51	.95	1.70	
BBARC 1-3 Year US Government/Credit Index		.83	2.96	4.38	7.19	1.50	1.70	3.02
BBARC Intermediate US Government/Credit Index		1.08	4.17	4.68	9.45	.17	1.26	3.86
BBARC US Aggregate Bond Index		1.34	5.20	4.45	11.57	-1.39	.33	4.06
High Yield Taxable	141,098	1.47	4.64	6.39	12.35	2.64	3.65	
Total Real Assets	302,291	3.34	15.32	9.55	28.64	1.23	5.80	
Real Estate	152,085	2.62	16.32	13.79	33.62	2.52	6.60	
Dow Jones US Select REIT Index		2.64	15.56	14.92	33.71	4.36	4.41	8.56
Commodities	150,205	4.08	14.33					
Total Cash Equivalents	105,542	.41	1.30	3.95	5.16	3.26	2.10	1.96
FTSE 1 Month Treasury Bill Index		.44	1.36	4.13	5.56	3.57	2.31	1.91
Pending Cash	0	.00	.00	.00	.00	.00	.00	

Account: XXXXXX8600

Holdings Method: Direct

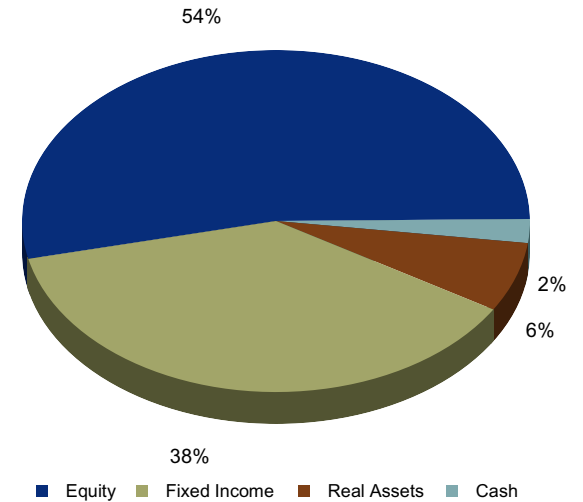
Report Date: 09/30/2024

Portfolio Summary

Inv. Objective	Customer Directed
Total Portfolio Value	\$4,712,397
Net Realized Cap Gains YTD	\$371,722
Annual Income Projected	\$145,913
Current Yield	2.68%
Number of Securities	24
Portfolio Mgr.	Ts Stl Rc #3 - Auto

Portfolio Asset Allocation

Equity	\$2,530,948	53.71%
Fixed Income	\$1,774,653	37.66%
Real Assets	\$301,684	6.40%
Cash	\$105,112	2.23%
Invested Total	\$4,712,397	100.00%



Account: XXXXXX8600

Holdings Method: Direct

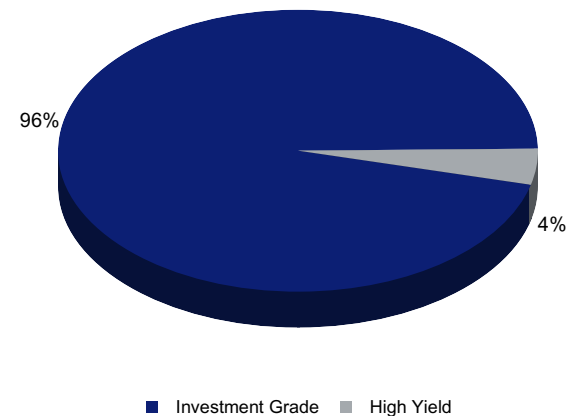
Report Date: 09/30/2024

Fixed Income Summary

Inv. Objective	Customer Directed
Total Fixed Income Value	\$1,774,653
Current Yield	4.08%
Annual Income Projected	\$72,355
Number of Securities	11

Fixed Income Asset Allocation

Investment Grade	\$1,704,258	96.03%
High Yield	\$70,394	3.97%



Portfolio Holdings

Portfolio Holdings

	ID	Units	Unit Cost	Total Cost	Price	Market Value	Accrual	% of Mkt Val	Unrealized Gain/Loss
Total Equity									
Large Cap MF + ETF/ETNs									
DODGE COX STOCK FUND I	256219106	1,031.664	238.94	246,509.33	274.290	282,975.12	.00	6.0	36,465.79
ISHARES S P 500 GROWTH ETF	464287309	2,848.000	46.88	133,527.92	95.750	272,696.00	.00	5.8	139,168.08
SCHWAB U S LARGE CAP ETF	808524201	11,691.000	66.30	775,113.30	67.850	793,234.35	.00	16.8	18,121.05
VANGUARD S P 500 ETF	922908363	541.000	218.88	118,416.45	527.670	285,469.47	886.48	6.1	167,053.02
Total: Large Cap MF + ETF/ETNs				1,273,567.00		1,634,374.94	886.48	34.7	360,807.94
SC MF + ETF/ETNs									
ISHARES RUSSELL 2000 GROWTH ETF	464287648	257.000	168.51	43,308.33	284.000	72,988.00	.00	1.5	29,679.67
ISHARES RUSSELL 2000 VALUE ETF	464287630	434.000	117.63	51,052.76	166.820	72,399.88	.00	1.5	21,347.12
Total: SC MF + ETF/ETNs				94,361.09		145,387.88	.00	3.0	51,026.79
Dev Fgn Equity MF + ETF/ETNs									
FIDELITY INTERNATIONAL INDEX FUND	315911727	7,960.683	51.63	411,000.00	53.400	425,100.47	.00	9.0	14,100.47
GOLDMAN SACHS GQG PTNRS INTL OPPTS IN	38147N293	3,767.267	23.89	90,000.00	23.240	87,551.29	.00	1.9	-2,448.71
ISHARES MSCI EAFE VALUE ETF	464288877	1,628.000	50.60	82,373.84	57.530	93,658.84	.00	2.0	11,285.00
Total: Dev Fgn Equity MF + ETF/ETNs				583,373.84		606,310.60	.00	12.9	22,936.76
Em Fgn Eq MF+ETF/ETN									
FIDELITY EMERGING MARKETS INDEX FUND	316146331	12,500.000	11.20	140,000.00	11.590	144,875.00	.00	3.1	4,875.00
Total: Em Fgn Eq MF+ETF/ETN				140,000.00		144,875.00	.00	3.1	4,875.00
Total: Total Equity				2,091,301.93		2,530,948.42	886.48	53.7	439,646.49
Total Fixed Income									
Invest Gr MF + ETF/ETNs									
BAIRD AGGREGATE BOND FD INSTL	057071854	35,084.380	9.68	339,735.21	10.070	353,299.71	.00	7.5	13,564.50
DODGE COX INCOME	256210105	21,552.712	12.20	262,955.96	12.940	278,892.09	.00	5.9	15,936.13
DOUBLELINE CORE FIX INCOME I	258620301	19,342.271	8.98	173,690.17	9.490	183,558.15	.00	3.9	9,867.98
ISHARES CORE U.S. AGGREGATE BOND ETF	464287226	2,792.000	94.34	263,406.21	101.270	282,745.84	.00	6.0	19,339.63
ISHARES TRUST ISHARES 5 10 YEAR ETF	464288638	2,203.000	50.01	110,172.03	53.720	118,345.16	.00	2.5	8,173.13
ISHARES US TREASURY BOND ETF	46429B267	3,744.000	22.26	83,322.72	23.450	87,796.80	.00	1.9	4,474.08
PGIM TOTAL RETURN BOND CL R6	74440B884	26,775.554	13.77	368,593.87	12.310	329,607.07	1,290.29	7.0	-38,986.80
PIMCO INCOME FUND INS	72201F490	.062	10.48	.65	10.806	.67	.00	.0	.02
VANGUARD SHORT TERM INVT GRADE #539	922031836	.079	10.25	.81	10.506	.83	.00	.0	.02

Portfolio Holdings

Portfolio Holdings

	ID	Units	Unit Cost	Total Cost	Price	Market Value	Accrual	% of Mkt Val	Unrealized Gain/Loss
Total: Invest Gr MF + ETF/ETNs				1,601,877.63		1,634,246.32	1,290.29	34.7	32,368.69
HY Tax MF + ETF/ETNs									
ARTISAN HIGH INCOME FUND	04314H568	7,668.156	8.89	68,193.99	9.180	70,393.67	415.06	1.5	2,199.68
BLACKROCK STRATEGIC INCOME	09260B374	7,255.202	9.90	71,820.00	9.650	70,012.70	276.88	1.5	-1,807.30
Total: HY Tax MF + ETF/ETNs				140,013.99		140,406.37	691.94	3.0	392.38
Total: Total Fixed Income				1,741,891.62		1,774,652.69	1,982.23	37.7	32,761.07
Total Real Assets									
REIT MF ETF/ETNs									
COHEN & STEERS INSTL REALTY SHARES	19247U106	2,880.403	45.49	131,037.72	52.800	152,085.28	.00	3.2	21,047.56
Total: REIT MF ETF/ETNs				131,037.72		152,085.28	.00	3.2	21,047.56
Commodity MF ETF/ETNs									
NYLI CBRE GLOBAL INFRASTRUCTURE FD I	56064L298	10,778.001	12.88	138,792.56	13.880	149,598.65	606.80	3.2	10,806.09
Total: Commodity MF ETF/ETNs				138,792.56		149,598.65	606.80	3.2	10,806.09
Total: Total Real Assets				269,830.28		301,683.93	606.80	6.4	31,853.65
Total Cash Equivalents									
Money Market Funds									
FIRST AM GOVT OB FD CL X	31846V336	105,111.730	1.00	105,111.73	1.000	105,111.73	430.11	2.2	.00
Total: Money Market Funds				105,111.73		105,111.73	430.11	2.2	.00
Total: Total Cash Equivalents				105,111.73		105,111.73	430.11	2.2	.00
Total				4,208,135.56		4,712,396.77	3,905.62	100.0	504,261.21

Important disclosures, definitions of terms and index descriptions

If you have questions regarding this information or wish to receive definitions of any additional terms or indexes used in this report, please contact your Portfolio Manager.

Important disclosures (page 1 of 4)

The information provided here is not intended to replace your account statement. Your account statement is the official record of your account.



Equal Housing Lender. Credit products are offered by U.S. Bank National Association and subject to normal credit approval. Deposit products offered by U.S. Bank National Association. Member FDIC.

For use in one-on-one meetings/presentations.

This information represents the opinion of U.S. Bank. The views are subject to change at any time based on market or other conditions and are current as of the date indicated on the materials. This is not intended to be a forecast of future events or guarantee of future results. The factual information provided has been obtained from sources believed to be reliable but is not guaranteed as to accuracy or completeness.

U.S. Bank and its representatives do not provide tax or legal advice. Your tax and financial situation is unique. You should consult your tax and/or legal advisor for advice and information concerning your particular situation.

Past performance is no guarantee of future results. All performance data, while obtained from sources deemed to be reliable, are not guaranteed for accuracy. Indexes shown are unmanaged and are not available for direct investment, nor are they subject to fees and expenses.

Performance reports included may show performance results gross of fees and expenses. If fees and expenses were included, the performance would be lower. If you have any questions, please speak with your relationship manager for additional information.

Based on our strategic approach to creating diversified portfolios, guidelines are in place concerning the construction of portfolios and how investments should be allocated to specific asset classes based on client goals, objectives and tolerance for risk. Not all recommended asset classes will be suitable for every portfolio. **Diversification and asset allocation do not guarantee returns or protect against losses.**

Important disclosures (page 2 of 4)

Equity securities are subject to stock market fluctuations that occur in response to economic and business developments. **Stocks of small-capitalization companies** involve substantial risk. These stocks historically have experienced greater price volatility than stocks of larger companies and may be expected to do so in the future. **Stocks of mid-capitalization companies** can be expected to be slightly less volatile than those of small-capitalization companies, but still involve substantial risk and may be subject to more abrupt or erratic movements than large-capitalization companies. The value of **large-capitalization stocks** will rise and fall in response to the activities of the company that issued them, general market conditions and/or economic conditions. **Growth investments** focus on stocks of companies whose earnings/profitability are accelerating in the short term or have grown consistently over the long term. Such investments may provide minimal dividends, which could otherwise cushion stock prices in a market decline. Stock value may rise and fall significantly based, in part, on investors' perceptions of the company, rather than on fundamental analysis of the stocks. Investors should carefully consider the additional risks involved in growth investments. **Value investments** focus on stocks of income-producing companies whose price is low relative to one or more valuation factors, such as earnings or book value. Such investments are subject to risks that their intrinsic values may never be realized by the market, or such stocks may turn out not to have been undervalued. Investors should carefully consider the additional risks involved in value investments.

International investing involves special risks, including foreign taxation, currency risks, risks associated with possible differences in financial standards and other risks associated with future political and economic developments. Investing in **emerging markets** may involve greater risks than investing in more developed countries. In addition, concentration of investments in a single region may result in greater volatility.

Investments in **real estate securities** can be subject to fluctuations in the value of the underlying properties, the effect of economic conditions on real estate values, changes in interest rates and risks related to renting properties (such as rental defaults). There are special risks associated with an investment in **commodities**, including market price fluctuations, regulatory changes, interest rate changes, credit risk, economic changes and the impact of adverse political or financial factors.

Investments in **fixed income securities** are subject to various risks, including changes in interest rates, credit quality, market valuations, liquidity, prepayments, early redemption, corporate events, tax ramifications and other factors. Investment in fixed income securities typically decrease in value when interest rates rise. This risk is usually greater for longer-term securities. Investments in lower-rated and non-rated securities present a greater risk of loss to principal and interest than higher-rated securities. Investments in **high yield bonds** offer the potential for high current income and attractive total return, but involve certain risks. Changes in economic conditions or other circumstances may adversely affect a bond issuer's ability to make principal and interest payments.

Important disclosures (page 3 of 4)

The **municipal bond** market is volatile and can be significantly affected by adverse tax, legislative or political changes and the financial condition of the issues of municipal securities. Interest rate increases can cause the price of a bond to decrease. Income on municipal bonds is free from federal taxes, but may be subject to the federal alternative minimum tax (AMT), state and local taxes. **Treasury Inflation-Protected Securities (TIPS)** offer a lower return compared to other similar investments and the principal value may increase or decrease with the rate of inflation. Gains in principal are taxable in that year, even though not paid out until maturity.

Non-financial **specialty assets**, such as real estate, farm, ranch and timber properties, oil, gas and mineral interests or closely-held business interests are complex and involve unique risks specific to each asset type, including the total loss of value. Special risk considerations may include natural events or disasters, complex tax considerations and lack of liquidity. Specialty assets may not be suitable for all investors.

Alternative investments very often use speculative investment and trading strategies. There is no guarantee that the investment program will be successful. Alternative investments are designed only for investors who are able to tolerate the full loss of an investment. These products are not suitable for every investor even if the investor does meet the financial requirements. It is important to consult with your investment professional to determine how these investments might fit your asset allocation, risk profile and tax situation. **Hedge funds** are speculative and involve a high degree of risk. An investment in a hedge fund involves a substantially more complicated set of risk factors than traditional investments in stocks or bonds, including the risks of using derivatives, leverage and short sales, which can magnify potential losses or gains. Restrictions exist on the ability to redeem or transfer interests in a fund. **Exchange-traded funds (ETFs)** are baskets of securities that are traded on an exchange like individual stocks at negotiated prices and are not individually redeemable. ETFs are designed to generally track a market index and shares may trade at a premium or a discount to the net asset value of the underlying securities. **Private equity** investments provide investors and funds the potential to invest directly into private companies or participate in buyouts of public companies that result in a delisting of the public equity. Investors considering an investment in private equity must be fully aware that these investments are illiquid by nature, typically represent a long-term binding commitment and are not readily marketable. The valuation procedures for these holdings are often subjective in nature. **Private debt** investments may be either direct or indirect and are subject to significant risks, including the possibility of default, limited liquidity and the infrequent availability of independent credit ratings for private companies. **Structured products** are subject to market risk and/or principal loss if sold prior to maturity or if the issuer defaults on the security. Investors should request and review copies of Structured Products Pricing Supplements and Prospectuses prior to approving or directing an investment in these securities.

Important disclosures (page 4 of 4)

Mutual fund investing involves risk and principal loss is possible. Investing in certain funds involves special risks, such as those related to investments in small- and mid-capitalization stocks, foreign, debt and high-yield securities and funds that focus their investments in a particular industry. Please refer to the fund prospectus for additional details pertaining to these risks. An investment in **money market funds** is not insured or guaranteed by the Federal Deposit Insurance Corporation (FDIC) or any other government agency. Although these funds seek to preserve the value of an investment at \$1.00 per share, it is possible to lose money by investing in these funds.

Holdings of First American Funds: U.S. Bancorp Asset Management, Inc. is a registered investment advisor and subsidiary of U.S. Bank National Association. U.S. Bank National Association is a separate entity and wholly owned subsidiary of U.S. Bancorp. U.S. Bank is not responsible for and does not guarantee the products, performance or services of U.S. Bancorp Asset Management. U.S. Bancorp Asset Management, Inc. serves as an investment advisor to First American Funds. **Holdings of Nuveen mutual funds:** Firststar Capital Corporation (Firststar Capital), an affiliate of U.S. Bancorp, holds a less-than-10 percent ownership interest in Windy City Investments Holdings, LLC which was formerly the parent of Windy City Investment Inc. and the indirect parent of Nuveen Fund Advisors, LLC which is the investment advisor to the Nuveen Mutual Funds. On October 1, 2014, Windy City Investments, Inc. was sold to Teachers Insurance and Annuity Association of America. As a result of the sale, U.S. Bancorp no longer has an indirect ownership interest in Nuveen Fund Advisors, LLC. Depending on the outcome of certain factors, Firststar Capital might in the future receive an earn-out payment in respect of its interest in Windy City Investment Holdings, LLC, under the terms of the sale. **Non-proprietary mutual funds:** U.S. Bank may enter into agreements with other non-proprietary mutual funds or their service providers whereby U.S. Bank provides shareholder services and/or sub-transfer agency, custodial and other administrative support services and receives compensation for these services. Compensation received by U.S. Bank directly or indirectly from mutual funds does not increase fund fees and expenses beyond what is disclosed in the fund prospectuses. For more information, review the fund prospectus.

Definitions of report and statement terms (page 1 of 5)

Accredited Investor: Private placement securities generally require that investors be accredited due to the additional risks and speculative nature of the securities. For natural persons, the criteria is met by a net worth of more than \$1 million (excluding primary residence) or an income of more than \$200,000 individually (\$300,000 jointly) for the two most recent years and a reasonable expectation for the same in the current year. For other entities, such as corporations, partnerships, trusts and employee benefit plans, the criteria is met with at least \$5 million in assets. See full definition in Rule 501 of Regulation D under the Securities Act of 1933.

Alpha: A measure of risk-adjusted performance. A statistic measuring that portion of a stock, fund or composite's total return attributable to specific or non-market risk. Alpha measures non-market return and indicates how much value has been added or lost. A positive Alpha indicates the fund or composite has performed better than its Beta would predict (i.e., the manager has added value above the benchmark). A negative Alpha indicates a fund or composite has underperformed given the composite's Beta.

Alternative Investments: As used by U.S. Bank, an investment considered to be outside of the traditional asset classes of long-only stocks, bonds and cash. Examples of alternative investments include hedge funds, private equity, options and financial derivatives.

Annualized Excess Return: Shows the difference between the annualized linked returns of a portfolio and the model benchmark. Performance reports provided annualize only periods greater than one year.

Annualized or Annual Rate of Return: Represents the average annual change in the value of an investment over the periods indicated.

Batting Average: Shows how consistently the portfolio return met or beat the market.

Beta: A measure of your portfolio's risk relative to a benchmark. A portfolio with a beta of 1.5, for example, would be expected to return roughly 1.5 times the benchmark's return. A high Beta indicates a riskier portfolio.

Bond Credit Rating: A grade given to bonds by a private independent rating service that indicates their credit quality. Ratings are the opinion of Standard & Poor's or other agencies as noted and not the opinion of U.S. Bank.

Consumer Price Index (CPI): A measure of the average change in prices over time in a market basket of goods and services and is one of the most frequently used statistics for identifying periods of inflation and deflation.

Convexity to Stated Maturity: A measure of the curvature in the relationship between bond prices and bond yields that demonstrates how the duration of a bond changes as the interest rate changes. Convexity is used as a risk-management tool and helps to measure and manage the amount of market risk to which a portfolio of bonds is exposed. This version of convexity measures the rate change in duration of a bond as the yield to (stated) maturity changes.

Definitions of report and statement terms (page 2 of 5)

Cost basis/book value: The original value of an asset at the time it was acquired. This is normally the purchase price or appraised value at the time of acquisition. This data is for information purposes only.

Cumulative Excess Return: Shows the difference between the annualized linked returns of a portfolio and the model benchmark. Performance reports provided use unannualized returns in periods up to one year, but annualized returns for periods exceeding one year.

Downside Capture: The downside capture ratio reflects how a portfolio compares to a benchmark during periods when the benchmark is down. A downside capture ratio of 0.80 (or 80 percent) means the portfolio has historically declined only 80 percent as much as the benchmark during down markets.

Downside Deviation: The deviation of returns that fall below a minimum acceptable return (MAR). Although the numerator includes only returns below the MAR, the denominator includes all returns in the performance period. This risk statistic is similar to the downside standard deviation except the sum is restricted to returns less than the MAR instead of the mean.

Downside Standard Deviation: The deviation of returns that fall below the mean return. Although the numerator includes only returns below the mean, the denominator includes all returns in the performance period. This risk statistic is similar to the downside deviation except the sum is restricted to returns less than the mean instead of the minimum acceptable return (MAR).

Effective Maturity: The date of a bond's most likely redemption, given current market conditions, taking into consideration the optional and mandatory calls, the optional, mandatory and recurring puts, and the stated maturity.

Estimated annual income: The amount of income a particular asset is anticipated to earn over the period indicated. The shares multiplied by the annual income rate.

Gain/loss calculation: If an asset was sold, the difference between the proceeds received from the sale compared to the cost of acquiring the asset. If the value of the proceeds is the higher of the two numbers, then a gain was realized. If the value of the proceeds is the lower of the two numbers, a loss was incurred. This data is for information purposes only.

Gross of Fees: Represents all assets included in the calculation of the portfolio -- before the deduction of trust and asset management fees -- and is inclusive of all applicable third party security fees and expenses. Details of those fees and expenses are provided in the security's prospectus or offering documents.

Information Ratio: The information ratio compares the average excess return of the portfolio over its associated benchmark divided by the tracking error.

M-Squared: The hypothetical return of the portfolio after its risk has been adjusted to match a benchmark.

Definitions of report and statement terms (page 3 of 5)

Market Value: Publicly traded assets are valued using market quotations or valuation methods from financial industry services believed by us to be reliable. Assets, that are not publicly traded, may be reflected at values from other external sources or special valuations prepared by us. Assets for which a current value is not available may be reflected as not valued, at par value, or at a nominal value. Values shown do not necessarily reflect prices at which assets could have been bought or sold. Values are updated based on internal policy and may be updated less frequently than statement generation.

Market Value Over Time: Many factors can impact the portfolio value over time, such as contributions to the account, distributions from the account, the investment of dividends and interest, the deduction of fees and expenses, and market performance.

Modified Duration to Effective Maturity: A formula that expresses the measurable change in the value of a security in response to a change in interest rates. This version of Modified Duration takes into consideration a “horizon date/price” that is, given current conditions, the most likely redemption date/price using the set of calls/puts, as well as stated maturity.

Modified Duration to Stated Maturity: A formula that expresses the measurable change in the value of a security in response to a change in interest rates. This version of Modified Duration uses stated maturity as the “horizon date/price” and ignores any potential call/put/pre-refunding, even if they are mandatory.

Net of Fees: Represents all assets included in the calculation of the portfolio -- after the deduction of trust and asset management fees. Please refer to the client fee schedule for additional information.

Price/Earnings Ratio (P/E): The P/E ratio of a company is calculated by dividing the price of the company’s stock by its trailing 12-month earnings per share. A high P/E usually indicates that the market is paying a premium for current earnings because it believes in the firm’s ability to grow its earnings. A low P/E indicates the market has less confidence that the company’s earnings will increase. Within a portfolio, P/E is the weighted average of the price/earnings ratios of the stocks in the portfolio.

Qualified Purchaser: Some private placement securities require that investors be Qualified Purchasers in addition to being Accredited Investors. For natural persons, the criteria is generally met when the client (individually or jointly) owns at least \$5 million in investments. For other entities, such as corporations, partnerships, trusts and employee benefit plans, the criteria is met with at least \$25 million in investments though there are other eligibility tests that may apply. See full definition in Section 2(a)(51) of the Investment Company Act of 1940.

R-Squared: Measures the portion of the risk in your portfolio that can be attributed to the risk in the benchmark.

Realized and Unrealized Gains/Losses: Are calculated for individual tax lots based on the records we have available. Some data may be incomplete or differ from what you are required to report on your tax return. Some data used in these calculations may have been obtained from outside sources and cannot be verified by U.S. Bank. The data is intended for informational purposes only and should not be used for tax reporting purposes. Please consult with your tax or legal advisor for questions concerning your personal tax or financial situation.

Definitions of report and statement terms (page 4 of 5)

Residual Risk: The amount of risk specific to the assets in a portfolio distinct from the market, represented by a benchmark.

Return: An indication of the past performance of your portfolio.

Sharpe Ratio: Measures of risk-adjusted return that calculates the return per unit of risk, where risk is the Standard Deviation of your portfolio. A high Sharpe ratio indicates that the portfolio is benefiting from taking risk.

Sortino Ratio: Intended to differentiate between good and bad volatility. Similar to the Sharpe ratio, except it uses downside deviation for the denominator instead of standard deviation, the use of which doesn't discriminate between up and down volatility.

Spread: The difference between the yields of two bonds with differing credit ratings (most often, a corporate bond with a certain amount of risk is compared to a standard traditionally lower risk Treasury bond). The bond spread will show the additional yield that could be earned from a bond which has a higher risk.

Standard Deviation: A measure of the volatility and risk of your portfolio. A low standard deviation indicates a portfolio with less volatile returns and therefore less inherent risk.

Time-weighted Return: The method used to calculate performance. Time-weighted return calculates period by period returns that negates the effect of external cash flows. Returns for periods of greater than one year are reported as an annualized (annual) rate of return. Returns of less than one year are reported on a cumulative return basis. Cumulative return is the aggregate amount an investment has gained or lost over time, independent of the period involved.

Tracking Error: A divergence between the price behavior of a position or a portfolio and the price behavior of a benchmark. This is often in the context of a hedge or mutual fund that did not work as effectively as intended, creating an unexpected profit or loss instead.

Traditional Investments: As used by U.S. Bank, an investment made in equity, fixed income or cash securities, mutual funds or exchange-traded funds (ETFs) where the investor buys at a price with the goal that the investment will go up in value.

Top 10 Holdings: The 10 assets with the highest market values in the account.

Total Portfolio Gross of Fees: Represents all assets included in the calculation of the portfolio, before the deduction of trust and asset management fees, and is inclusive of all applicable third-party security fees and expenses. Details of those fees and expenses are provided in the security's prospectus or offering documents.

Definitions of report and statement terms (page 5 of 5)

Total Return: The rate of return that includes the realized and unrealized gains and losses plus income for the measurement period.

Treynor Ratio: Measures the performance of a sector relative to risk by dividing the return of the sector in excess of the risk-free return by the sector's Beta. The higher the Treynor ratio, the better the return relative to risk.

Turnover Percent: Indicates how frequently asset are bought and sold within a portfolio.

Turnover Ratio: The percentage of a mutual fund's or other investment vehicle's holdings that have been "turned over" or replaced with other holdings in a given year.

Unrealized gain (loss) — The difference between the current market value (at the end of the statement period) and the cost to acquire the asset. If the current market value is higher than the cost, a gain is reflected. If the current market value is lower than the cost paid, a loss is reflected. This data is for information purposes only.

Upside Capture: The upside capture ratio reflects how a portfolio compares to the selected model benchmark during periods when the benchmark is up. An upside capture ratio of 1.15 (or 115 percent) means the portfolio has historically beat the benchmark by 15 percent during up markets.

Yield: The annual rate of return on an investment, expressed as a percentage. For bonds, it is the coupon rate divided by the market price. For stocks, it is the annual dividend divided by the market price.

Frequently used indexes (page 1 of 5)

Bloomberg Barclays 1-3 year U.S. Treasury Index: Measures the performance of the U.S. government bond market and includes public obligations of the U.S. Treasury with a maturity between one year and up to (but not including) three years.

Bloomberg Barclays 1-5 year U.S. Treasury Index: Includes all publicly issued, U.S. Treasury securities that have a remaining maturity of greater than or equal to one year and less than five years, are rated investment grade and have \$250 million or more of outstanding face value.

The Bloomberg Barclays 1-5 year Municipal Index: Measures the performance of municipal bonds with time to maturity of more than one year and less than five years.

Bloomberg Barclays 7-year Municipal Index: Includes municipal bonds with a minimum credit rating of Baa that have been issued as part of a transaction of at least \$50 million, have a maturity value of at least \$5 million and a maturity range of four to six years.

Bloomberg Barclays Global Aggregate Index ex-U.S. Index: Measure of global investment grade debt from 24 local currency markets. This multi-currency benchmark includes Treasury, government-related, corporate and securitized fixed-rate bonds from both developed and emerging markets issuers.

Bloomberg Barclays Global Treasury ex-U.S. Index: Includes government bonds issued by investment-grade countries outside the United States, in local currencies, that have a remaining maturity of one year or more and are rated investment grade.

Bloomberg Barclays High Yield Municipal Bond Index: An unmanaged index made up of bonds that are non-investment grade, unrated or below Ba1 bonds.

Bloomberg Barclays Intermediate Aggregate Index: Consists of one- to 10-year governments, one- to 10-year corporate bonds, all mortgages and all asset-backed securities within the Aggregate Index.

Bloomberg Barclays Mortgage-Backed Securities Index: Covers agency mortgage-backed pass-through securities (both fixed-rate and hybrid adjustable-rate mortgages) issued by Ginnie Mae (GNMA), Fannie Mae (FNMA), and Freddie Mac (FHLMC).

Bloomberg Barclays U.S. Aggregate Bond Index: Measures the investment grade, U.S. dollar-denominated, fixed-rate taxable bond market, including Treasuries, government-related and corporate securities, mortgage-backed securities, asset-backed securities and commercial mortgage-backed securities.

Bloomberg Barclays U.S. Corporate Bond Index: Measures the investment grade, fixed-rate, taxable corporate bond market and includes U.S. dollar-denominated securities publicly issued by U.S. and non-U.S. industrial, utility and financial issuers.

Frequently used indexes (page 2 of 5)

Bloomberg Barclays U.S. Corporate High Yield Bond Index: Measures the U.S. dollar denominated, high yield, fixed-rate corporate bond market.

Bloomberg Barclays U.S. Municipal Bond Index: Measures the investment grade, U.S. dollar-denominated, fixed tax-exempt bond market. The index includes state and local general obligation, revenue, insured and pre-refunded bonds.

Bloomberg Barclays U.S. Treasury Index: Measures U.S. dollar-denominated, fixed-rate, nominal debt issued by the U.S. Treasury.

Bloomberg Barclays U.S. Treasury Inflation-Protected Securities (TIPS) Index: An unmanaged index includes all publicly issued, U.S. TIPS that have at least one year remaining to maturity, are rated investment grade, and have \$250 million or more of outstanding face value.

Cambridge U.S. Private Equity Index: This index is based on returns data compiled for U.S. private equity funds (including buyout, growth equity and mezzanine funds) that represent the majority of institutional capital raised by private equity partnerships formed since 1986. Returns may be delayed by up to six months. Quarterly performance is prorated based on the cube root for the months of the quarter.

Citigroup 3-Month Treasury Bills: An unmanaged index and represents monthly return equivalents of yield averages of the last three-month Treasury Bill issues.

Citigroup 6-Month Treasury Bills: An unmanaged index and represents monthly return equivalents of yield averages of the last six-month Treasury Bill issues.

Credit Suisse Leverage Loan Index: Represents tradable, senior-secured, U.S. dollar-denominated non-investment grade loans.

Dow Jones Industrial Average (DJIA): The price-weighted average of 30 significant U.S. stocks traded on the New York Stock Exchange and NASDAQ. The DJIA is the oldest and single most watched index in the world.

Dow Jones Select REIT Index: Measures the performance of publicly traded REITs and REIT-like securities in the U.S. and is a proxy for direct real estate investment, in part by excluding companies whose performance may be driven by factors other than the value of real estate.

HFRI Indices: The Hedge Fund Research, Inc. (HFRI) indexes are a series of benchmarks designed to reflect hedge fund industry performance by constructing composites of constituent funds, as reported by the hedge fund managers listed within the HFR Database.

Frequently used indexes (page 3 of 5)

HFRI Equity Hedge Total Index: Uses the HFR (Hedge Fund Research) database and consists only of equity hedge funds with a minimum of \$50 million assets under management or a 12-month track record and that reported assets in U.S. dollars.

HFRI Relative Value Fixed Income Corporate Index: Uses the HFR (Hedge Fund Research) database and consists of only relative value fixed income corporate funds with a minimum of \$50 million assets under management or a 12-month track record and that reported assets in U.S. dollars.

ICE BofAML 1-3 Year Corporate Index: Tracks U.S. dollar-denominated investment grade public debt issued in the U.S. bond market with maturities of one to three years.

ICE BofAML 1-5 Year Corporate and Government Index: Tracks the performance of short-term U.S. investment grade government and corporate securities with maturities between one and five years.

ICE BofAML U.S. 7-10 Year Index: Tracks the performance of U.S. dollar denominated investment grade rated corporate debt publicly issued in the U.S. domestic market and includes all securities with a remaining term to maturity of greater than or equal to seven years and less than 10 years.

ICE BofAML Global Broad Market Index: Tracks the performance of investment grade public debt issued in the major domestic and Eurobond markets, including global bonds.

ICE BofAML U.S. High Yield Master II Index: Commonly used benchmark index for high yield corporate bonds and measures the broad high yield market.

J.P. Morgan Emerging Markets Bond Index Global (EMBI Global): Tracks total returns for traded external debt instruments in the emerging markets.

London Interbank Offered Rate (LIBOR) 3-months: The interest rate offered by a specific group of London banks for U.S. dollar deposits with a three-month maturity.

London Interbank Offered Rate (LIBOR) 9-months: The interest rate offered by a specific group of London banks for U.S. dollar deposits with a nine-month maturity.

MSCI All Country World Index (ACWI): Designed to measure the equity market performance of developed and emerging markets.

Frequently used indexes (page 4 of 5)

Russell 2000 Value Index: Measures companies in the Russell 2000 Index having lower price-to-book ratios and lower forecasted growth values. The Russell 2000 Index includes the 2,000 firms from the Russell 3000 Index with the smallest market capitalizations.

Russell 3000 Index: Measures the performance of the 3,000 largest U.S. securities based on total market capitalization.

Russell Midcap Index: Measures the 800 smallest companies in the Russell 3000 Index.

Russell Midcap Growth Index: Measures companies in the Russell Midcap Index having higher price-to-book ratios and higher forecasted growth values.

Russell Midcap Value Index: Measures companies in the Russell Midcap Index having lower price-to-book ratios and lower forecasted growth values.

MSCI All County World ex-U.S. Index (ACWI, excluding United States): Tracks the performance of stocks representing developed and emerging markets around the world that collectively comprise most foreign stock markets. U.S. stocks are excluded from the index.

MSCI EAFE Index: Includes approximately 1,000 companies representing the stock markets of 21 countries in Europe, Australasia and the Far East.

MSCI Emerging Markets (EM) Index: Designed to measure equity market performance in global emerging markets.

MSCI World Index: Tracks equity market performance of developed markets through individual country indices.

NAREIT Index: Includes REITs (Real Estate Investment Trusts) listed on the New York Stock Exchange, NASDAQ and American Stock Exchange.

NASDAQ Composite Index: A market capitalization-weighted average of roughly 5,000 stocks that are electronically traded in the NASDAQ market.

NCREIF Property Index (NPI): Measures the investment performance of a very large pool of individual commercial real estate properties acquired in the private market for investment purposes only.

Russell 1000 Index: Measures the performance of the 1,000 largest companies in the Russell 3000 Index and is representative of the U.S. large capitalization securities market.

Frequently used indexes (page 5 of 5)

Russell 1000 Growth Index: Measures companies in the Russell 1000 Index with higher price-to-book ratios and higher forecasted growth values. It includes the largest 1,000 firms in the Russell 3000 Index.

Russell 1000 Value Index: Measures companies in the Russell 1000 Index with lower price-to-book ratios and lower forecasted growth values. It includes the largest 1,000 firms in the Russell 3000 Index.

Russell 2000 Index: Measures the performance of the 2,000 smallest companies in the Russell 3000 Index and is representative of the U.S. small capitalization securities market.

Russell 2000 Growth Index: Measures companies in the Russell 2000 Index having higher price-to-book ratios and higher forecasted growth values, and is representative of U.S. securities exhibiting growth characteristics. The Russell 2000 Index includes the 2,000 firms from the Russell 3000 Index with the smallest market capitalizations.

S&P 500 Index: Consists of 500 widely traded stocks that are considered to represent the performance of the U.S. stock market.

S&P Global ex-U.S. Property Index: Measures the investable universe of publicly traded property companies domiciled in developed and emerging markets excluding the United States. The companies included are engaged in real estate related activities such as property ownership, management, development, rental and investment.

S&P GSCI: A composite index of commodity sector returns, representing an unleveraged, long-only investment in commodity futures that is broadly diversified across the spectrum of commodities.

S&P/Case-Shiller Home Price Indexes: A group of indexes that track changes in home prices throughout the United States. Case-Shiller produces indexes representing certain metropolitan statistical areas (MSA) as well as a national index.

Swiss Re Global Cat Bond Total Return Index: Tracks the aggregate performance of all U.S. dollar-denominated euros and Japanese yen-denominated catastrophe bonds, capturing all ratings, perils and triggers.

U.S. Dollar Index: Indicates the general international value of the U.S. dollar by averaging the exchange rates between the U.S. dollar and six major world currencies.

Wilshire 5000 Index: Composed of more than 6,700 publicly-traded U.S. companies and is designed to track the overall performance of the American stock markets.



Investment Performance Review For the Quarter Ended June 30, 2024

NOT FDIC INSURED : NO BANK GUARANTEE : MAY LOSE VALUE

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Financial Markets & Investment Strategy Review

	QTD	YTD	1 Year	3 Years	5 Years	7 Years	10 Years
DOMESTIC EQUITY							
S&P 500	4.28%	15.29%	24.56%	10.01%	15.05%	14.28%	12.86%
Russell 3000 Index	3.22%	13.56%	23.12%	8.05%	14.14%	13.48%	12.15%
Russell 1000 Value Index	-2.17%	6.62%	13.06%	5.52%	9.01%	8.61%	8.23%
Russell 1000 Index	3.57%	14.24%	23.88%	8.74%	14.61%	13.93%	12.51%
Russell 1000 Growth Index	8.33%	20.70%	33.48%	11.28%	19.34%	18.64%	16.33%
Russell Midcap Index	-3.35%	4.96%	12.88%	2.37%	9.46%	9.63%	9.04%
Russell 2000 Value Index	-3.64%	-0.85%	10.90%	-0.53%	7.07%	5.89%	6.23%
Russell 2000 Index	-3.28%	1.73%	10.06%	-2.58%	6.94%	6.85%	7.00%
Russell 2000 Growth Index	-2.92%	4.44%	9.14%	-4.86%	6.17%	7.28%	7.39%
INTERNATIONAL EQUITY							
MSCI EAFE (Net)	-0.42%	5.34%	11.54%	2.89%	6.46%	5.73%	4.33%
MSCI AC World Index (Net)	2.87%	11.30%	19.38%	5.43%	10.76%	10.02%	8.43%
MSCI AC World ex USA (Net)	0.96%	5.69%	11.62%	0.46%	5.55%	5.17%	3.84%
MSCI AC World ex USA Small Cap (Net)	0.66%	2.78%	11.26%	-1.45%	6.13%	4.92%	4.44%
MSCI EM (Net)	5.00%	7.49%	12.55%	-5.07%	3.10%	3.54%	2.79%
ALTERNATIVES							
FTSE NAREIT Equity REIT Index	0.06%	-0.13%	7.79%	0.30%	3.90%	4.86%	5.90%
MSCI US REIT INDEX	-0.22%	-0.84%	6.25%	-0.97%	2.68%	3.59%	4.55%
FTSE Global Core Infrastructure 50/50 Index (Net)	0.73%	2.29%	4.34%	2.18%	3.07%	4.71%	4.79%
Bloomberg Commodity Index Total Return	2.89%	5.14%	5.00%	5.65%	7.25%	5.14%	-1.29%
FIXED INCOME							
Blmbg. U.S. Aggregate	0.07%	-0.71%	2.63%	-3.02%	-0.23%	0.86%	1.35%
Blmbg. U.S. Government/Credit	0.05%	-0.68%	2.74%	-3.11%	-0.07%	1.04%	1.51%
Blmbg. Intermed. U.S. Government/Credit	0.64%	0.49%	4.19%	-1.18%	0.71%	1.39%	1.55%
Blmbg. U.S. Treasury: 1-3 Year	0.91%	1.19%	4.51%	0.33%	1.02%	1.30%	1.12%
ICE BofA U.S. High Yield	1.09%	2.62%	10.45%	1.65%	3.73%	4.10%	4.21%
Blmbg. Global Aggregate Ex USD	-2.11%	-5.26%	-0.66%	-7.48%	-3.56%	-1.61%	-1.86%
JPM EMBI Global Diversified	0.30%	2.34%	9.23%	-2.60%	-0.03%	1.44%	2.60%
CASH EQUIVALENT							
90 Day U.S. Treasury Bill	1.32%	2.63%	5.40%	3.03%	2.16%	2.07%	1.50%

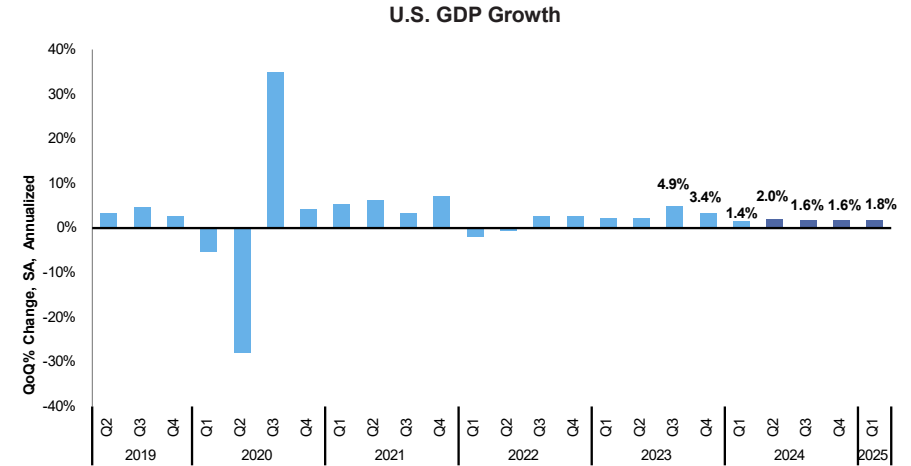
Source: Investment Metrics. Returns are expressed as percentages. Please refer to the last page of this document for important disclosures relating to this material.

THE ECONOMY

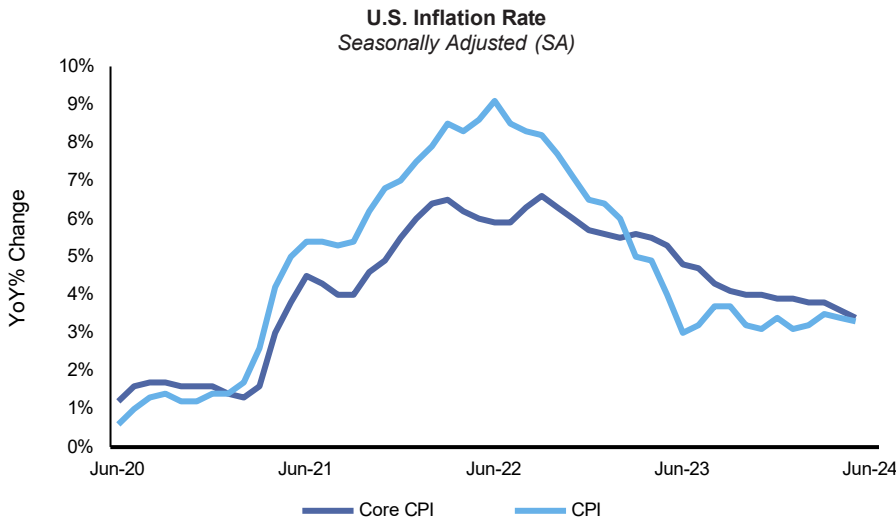
► In the first quarter, U.S. gross domestic product (GDP) grew at an annualized rate of 1.4%, cooling from the outsized gain of 3.4% in the fourth quarter of 2023. Consumer spending remained the main driver of growth, rising 1.5%. Within consumer spending this growth was focused entirely in the services sector as spending on goods fell modestly. While the first quarter’s growth was a significant decline from the end of 2023, the U.S. economy remains significantly stronger than other developed markets such as Japan which shrank 0.5% during the quarter, and the Euro area which barely escaped another quarter of contraction with 0.3% growth.

► The U.S. unemployment rate ticked up slightly ending the quarter at 4.1%. The average hourly earnings year-over-year (YoY) growth cooled to 3.9%. This bodes well for easing wage pressures on inflation without large increases in unemployment as the labor market cools without a marked increase in layoffs.

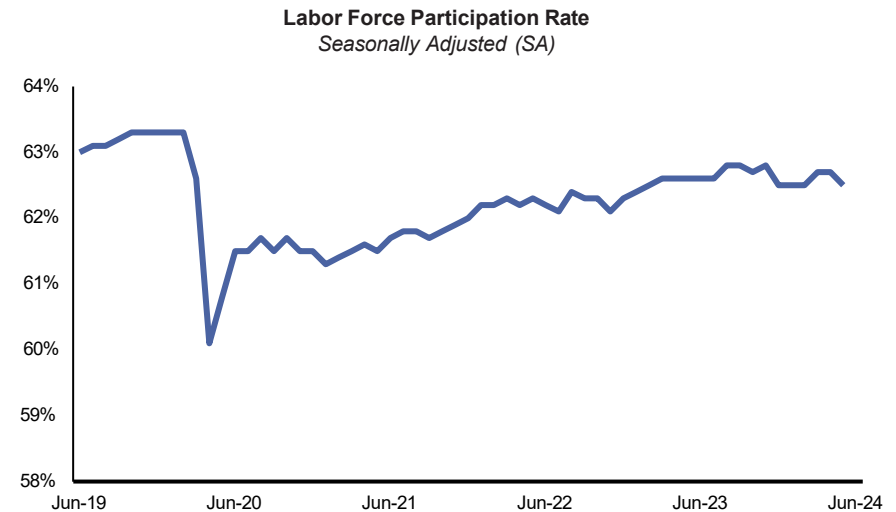
► Inflation moderated from the hot pace experienced in the first quarter. Headline inflation (CPI) grew at a YoY rate of 3.3% in May, down from the 3.5% growth in March. Core CPI which excludes volatile food and energy eased to a three year low of 3.4%. The shelter price growth, which remains a driving force keeping overall inflation elevated, showed some promising deceleration to 5.4%. Both readings remain well above the Federal Reserve (Fed) target of 2%, likely reinforcing the Fed’s wait and see approach to rate cuts.



Source: Bloomberg. Light blue bars indicate actual numbers; dark blue bars indicate forecasted estimates.



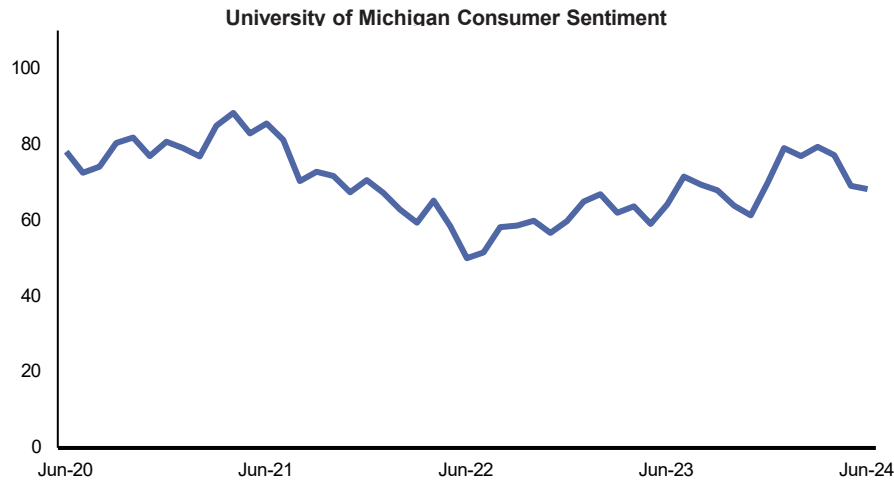
Source: Bureau of Labor Statistics.



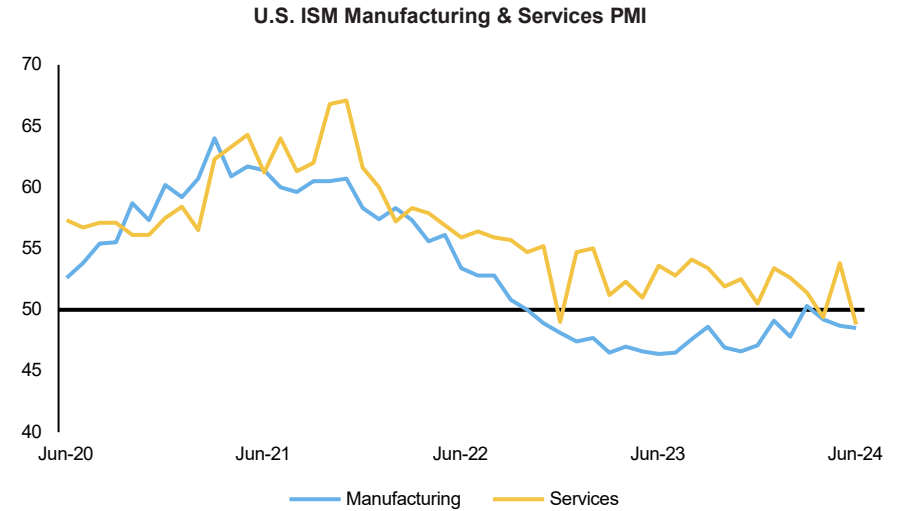
Source: Bureau of Labor Statistics.

WHAT WE'RE WATCHING

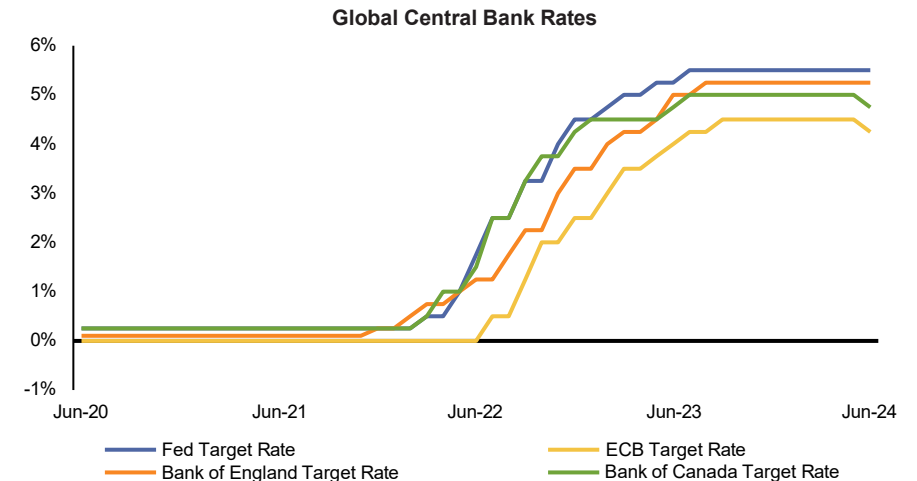
- ▶ The Federal Open Market Committee (FOMC) continued to hold rates steady at 5.50% through the second quarter as Fed officials remain data dependent and are waiting to see signs that inflation is slowing sustainably to 2%. Due to the slower pace of cooling, in their statement of economic projections, the FOMC reduced the expected rate cuts this year down to 25 basis points (bps) from 75 bps. This is in divergence with some of the other major central banks, as the European Central Bank (ECB) and Bank of Canada (BOC) both cut rates in June.
- ▶ U.S. manufacturing activity dipped back into contraction during the second quarter with the ISM U.S. Manufacturing PMI reading at 48.5 in June signaling weak demand. The services sector also fell into contraction with the Services PMI falling to 48.8 in June due to lower business activity and contraction in employment.
- ▶ Consumer confidence, as measured by the University of Michigan's Consumer Sentiment survey, fell during the quarter, posting three consecutive months of decline ending at 68.2 in June down from the 79.4 reading at the end of the first quarter. This decline came as assessments of personal finances dipped, with consumers expressing concerns over the effect of high prices.
- ▶ Looking forward, we continue to watch the evolving geopolitical landscape as countries such as the U.K. and France saw changes in administration following recent elections which may impact domestic economic policy and market returns.



Source: Bloomberg.



Source: Bloomberg.



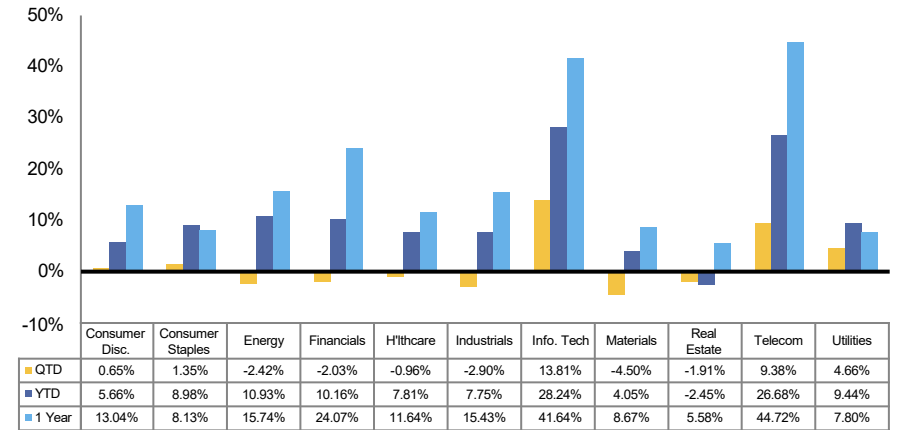
Source: Bloomberg.

DOMESTIC EQUITY

- ▶ The S&P 500 Index (S&P) posted a 4.28% return for the second quarter of 2024. As of June 28, 2024, the trailing 1-year return for the index was 24.56%.
- ▶ The market capitalization-weighted S&P 500 continued its streak of outperformance over the equal-weighted S&P 500 Index. During the quarter, the Magnificent Seven (M7) as a group outperformed, as the index return would have been -0.7% if the M7 were excluded from the benchmark.
- ▶ Within S&P 500, six of eleven GICS sectors posted negative returns over the quarter. The worst performing sectors were Materials (-4.5%), Industrials (-2.9%), and Energy (-2.4%). The best performing sectors were Information Technology (13.8%), Communication Services (9.4%), and Utilities (4.7%).
- ▶ Small-caps, as represented by the Russell 2000 Index, returned -3.3% during the quarter, and slightly outperformed mid-caps but underperformed large-caps. The Russell Midcap and Russell 1000 indices returned -3.4% and 3.6%, respectively.
- ▶ According to FactSet Earnings Insight (as of June 21, 2024), the expected YoY earnings growth rate for S&P 500 for Q2 2024 was 8.8%, slightly down from the March 31 estimate of 9.0%. At the sector level, Energy (11% to 14.7%) and Communication Services (16.3% to 18.5%) saw the best improvement in YoY earnings growth estimates from March 31 and June 21. Conversely, Industrials (0.9% to -3.3%) and Utilities (11.6% to 8.3%) saw the biggest decrease in estimates for this period.
- ▶ As of the end of the quarter, the S&P 500 forward P/E ratio was 24.3, above its 5-year average of 22.4. By comparison, the Russell 2000, which represents small-cap stocks, had a forward P/E ratio of 17.8, above its 5-year average of 17.7.

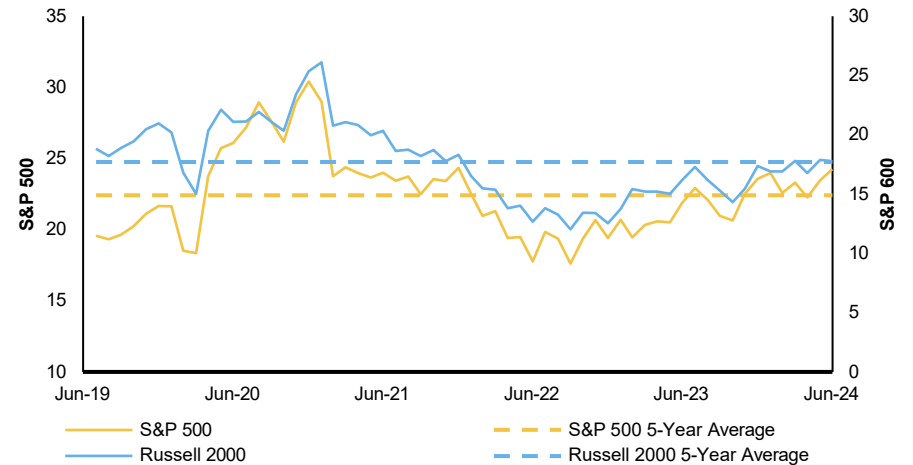
S&P 500 Index Performance by Sector

Periods Ended June 30, 2024



Source: Bloomberg.

P/E Ratios of Major Stock Indices*



Source: Bloomberg.

*P/E ratios are calculated based on one-year forward estimates and adjusted to include only positive earnings results for consistency.

NON-U.S. EQUITY

▶ Markets outside of the United States, as measured by the MSCI ACWI ex-U.S. Index, underperformed their U.S. counterparts, returning 0.96% for the quarter. Six of the 11 sectors posted strong positive returns for the quarter, with Information Technology (5.21%) leading the way, followed by Communication Services (3.99%) and Healthcare (3.78%). Consumer Discretionary (-4.75%) was the worst performer for the quarter.

▶ Developed ex-U.S. Markets, as represented by the MSCI EAFE Index, significantly underperformed emerging markets (EM), represented by the MSCI Emerging Market Index, returning -0.42% versus 5.00% for the quarter.

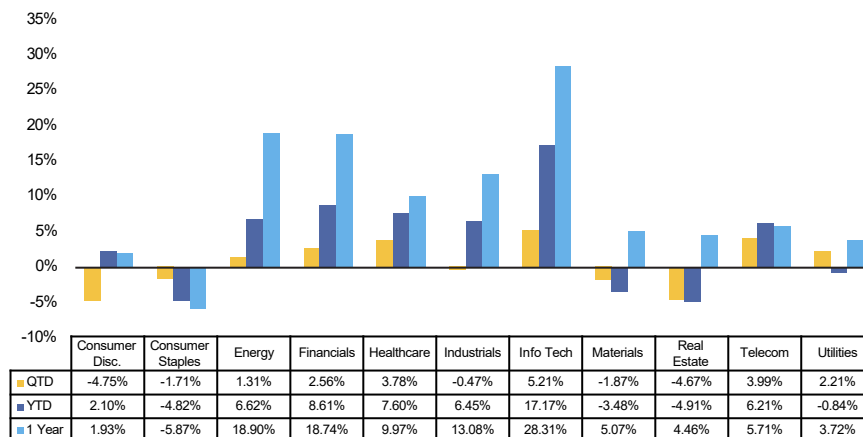
▶ MSCI UK (3.70%) outperformed the MSCI EAFE Index on the back of a strengthening economy and improving business and manufacturing activity. Of the five largest-weighted countries in the index, France was the worst performer. French equities fell 6.96% as investors priced in fears of political instability and uncertainty surrounding election results.

▶ Within emerging markets, EM Asia (7.54%) was the largest contributor to overall returns during the quarter, benefitting from MSCI India and MSCI Taiwan’s strong returns of 10.36% and 15.20%, respectively. MSCI China (7.16%) also fared well, buoyed by additional stimulus measures in the form of lower mortgage rates and lower downpayment for home loans. MSCI Latin America (-12.05%) on the other hand, underperformed the MSCI EM Index, dragged down by sticky inflation in Brazil.

▶ Value stocks outperformed growth stocks across the international equity markets. MSCI AC World ex-USA Value returned 1.26% while MSCI AC World ex-USA Growth returned 0.72%. Small-caps, as represented by MSCI ACWI ex-U.S. Small Cap Index, underperformed within the international equity markets, returning 0.66% for the quarter.

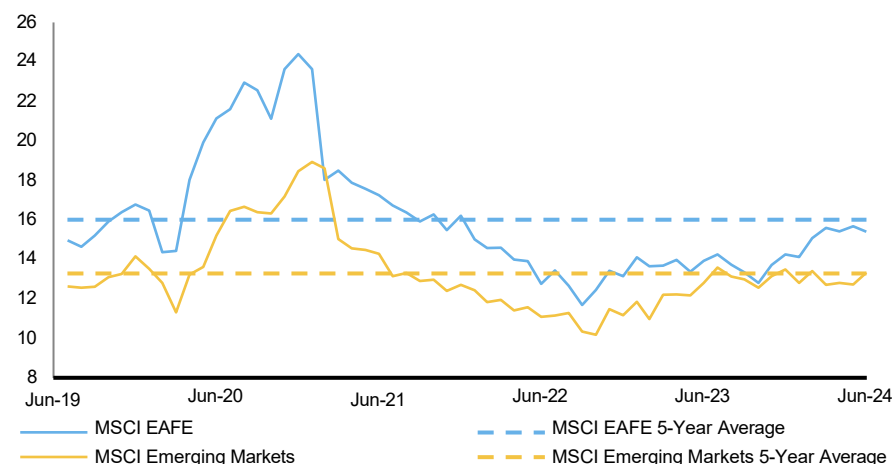
▶ Non-U.S. equities valuations have moved closer to their long-term average across international equity markets. As of June 30, 2024, MSCI EAFE’s forward P/E stood at 15.40 versus a five-year average of 16.02. MSCI EM ended the quarter with a forward P/E ratio of 13.33, slightly higher than its five-year average of 13.29.

MSCI ACWI ex-U.S. Sectors
Periods Ended June 30, 2024



Source: Bloomberg.

P/E Ratios of MSCI Equity Indices*



Source: Bloomberg.

*P/E ratios are calculated based on one-year forward estimates and adjusted to include only positive earnings results for consistency.

FIXED INCOME

▶ The U.S. bond market represented by the Bloomberg U.S. Aggregate (Aggregate) Index was slightly positive in the second quarter, up 0.07%. The trailing one-year period return is 2.63%.

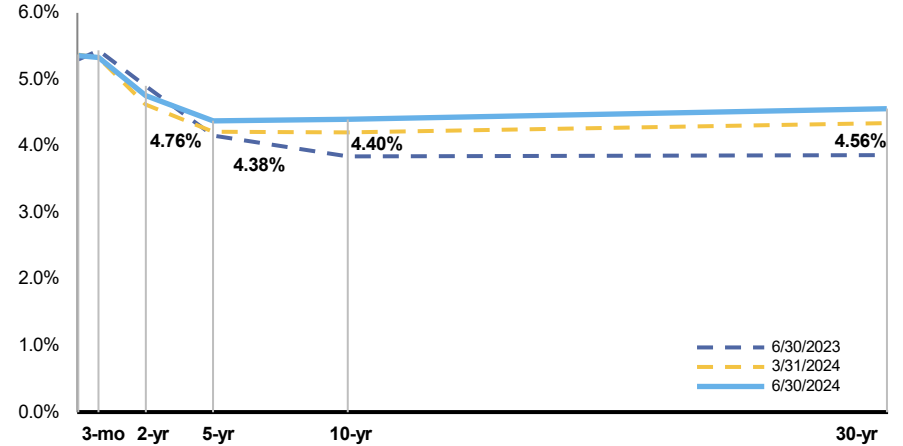
▶ The Bloomberg U.S. Treasury Index closed the quarter with a small gain of 0.09%. During the period, the FOMC maintained Fed funds rate at 5.5% and continued to signal fewer cuts for 2024 than the market originally anticipated. In reaction to lower number of cuts, rates beyond the one-year duration range generally rose higher. At the quarter end, the yield curve remained inverted, with the 10-year yield rising to 4.4%, while the 2-year yield ended at 4.8%.

▶ Corporate credit had mixed results for the quarter on the rising rates. The investment-grade (IG) Bloomberg U.S. Corporate (IG Corp) Index lost -0.09% while high yield bonds, as represented by the Bloomberg U.S. Corporate High Yield (HY) Index, gained 1.09%. Spreads widened in the “CCC” category while “BB” rated securities performed the best.

▶ The fixed-rate mortgage market, as measured by the Bloomberg U.S. Mortgage-Backed Securities (MBS) Index gained 0.07%. On the commercial side returns were positive with the Bloomberg U.S. Agency CMBS Index up 0.60% while the non-agency CMBS index gained 0.75%.

▶ EM USD sovereign bonds, as represented by the JP Morgan EMBI Global Diversified index, gained 0.30% supported by quasi-sovereign names. Venezuela, which recently re-entered the index, had a strong quarter.

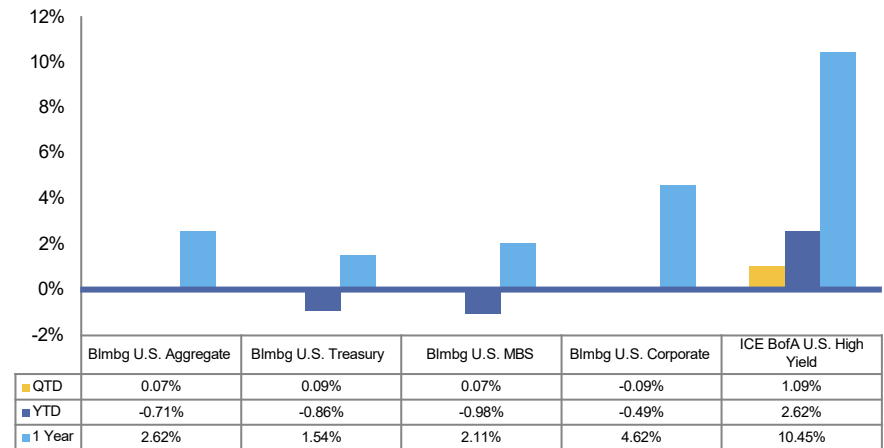
U.S. Treasury Yield Curve



Source: Bloomberg.

Returns for Fixed-Income Segments

Periods Ended June 30, 2024



Source: Bloomberg.

ALTERNATIVES

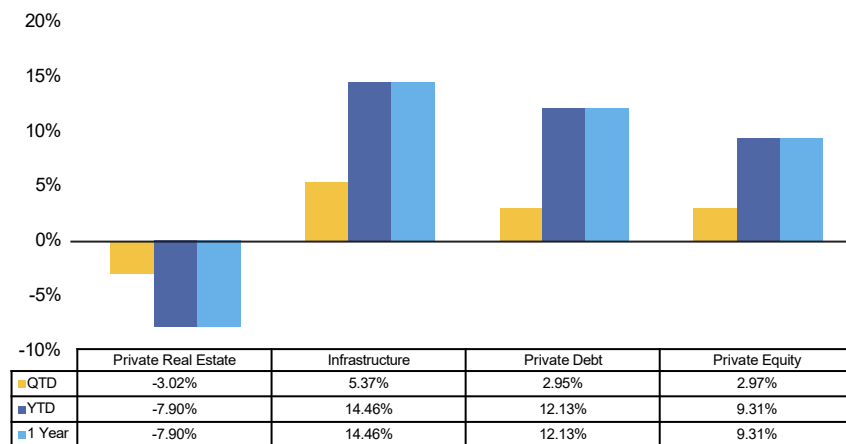
► Public REITs, as measured by the FTSE NAREIT Equity REITs Index, returned 0.06% in the second quarter of 2024, compared to a -0.20% return in the prior quarter. Persistent high interest rates have kept returns in check for the asset class. Private real estate, as measured by the NCREIF Property Index, fell -0.98% in the first quarter of 2024, resulting in a -7.20% return over the twelve-month period ended March 2024. This was the sixth consecutive quarter of negative returns for the index. Weak performance has been driven by property value declines, primarily within the Office and Apartment sectors.

► Listed infrastructure, as measured by the S&P Global Infrastructure Index, gained 2.67% in the second quarter of 2024, compared to a 1.34% increase in the prior quarter. Performance was mixed, but mostly positive across the major sectors. In Q1 2024, 13 private infrastructure funds raised \$25.60 billion, a modest figure despite the broad slowdown seen in private markets fundraising. The asset class has received attention from investors in recent years due to expectations of income-like, countercyclical, and inflation-resistant returns. Long-term trends such as decarbonization, deglobalization, and digitization have also increased demand for the asset class. According to PitchBook, infrastructure funds posted a return of 5.37% in Q4 2023. The asset class has generated an annualized return of 10.81% for the five years ended Q4 2023.

► In Q1 2024, 25 private debt funds raised \$30.42 billion, marking the weakest start to a year since 2016. The asset class has performed well relative to public fixed income over the long-term. While more opportunities may emerge as tight lending standards push banks out of the market, competition between private debt managers and a resurgence of the broadly syndicated loan market may keep future asset class returns in check. According to Cliffwater Direct Lending Index, U.S. middle market loans, a proxy for private debt, posted a return of 3.02% in Q1 2024. The asset class has also generated an annualized return of 9.15% for the five years ended Q1 2024.

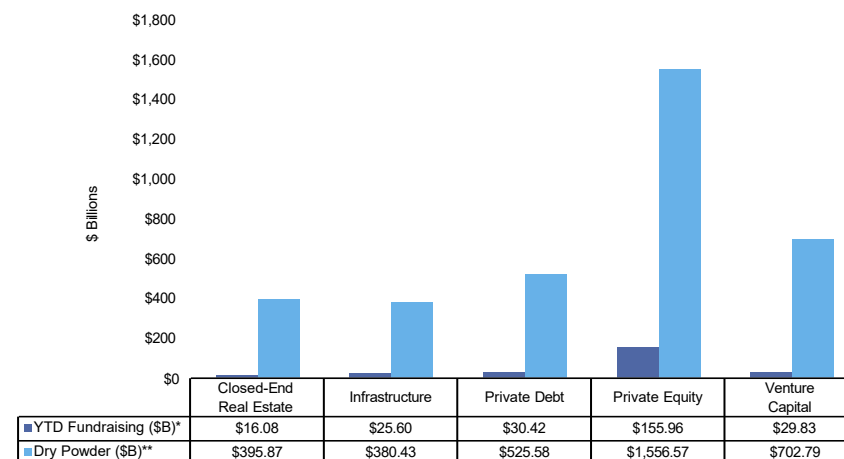
► In Q1 2024, 110 private equity funds raised \$155.96 billion, a strong pace despite the challenging market environment. Recently, private equity performance has been impacted due to high borrowing costs, limited debt availability, and muted deal flow and exit activity. Recent trailing performance has lagged public equity indices; but remains strong longer term. According to Cambridge Associates, U.S. private equity posted a return of 2.97% in Q4 2023. The asset class has generated an annualized return of 17.92% for the five years ended Q4 2023.

Returns for Private Capital Assets



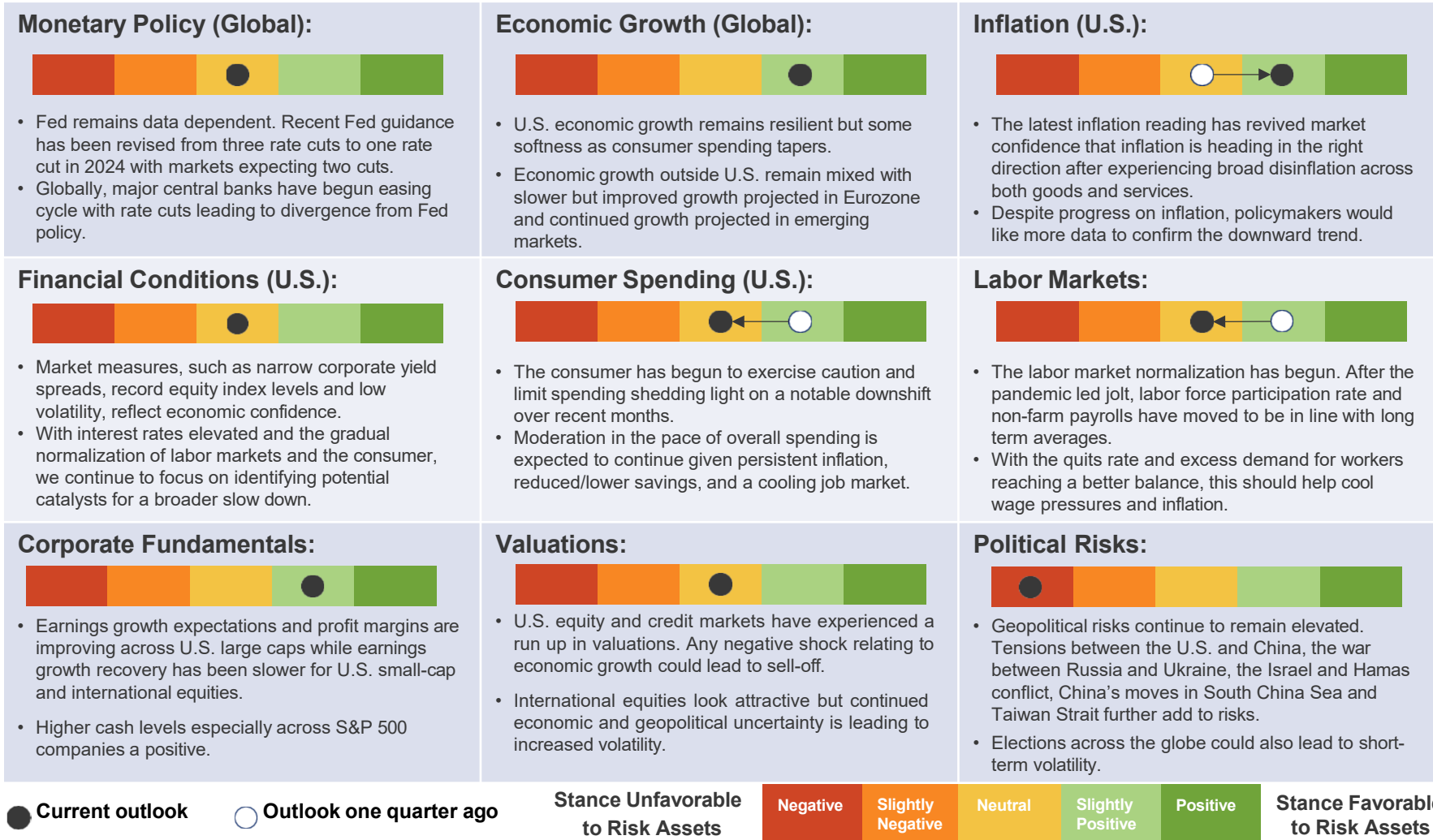
Source: NCREIF, PitchBook, Cliffwater, Cambridge Associates.
As of December 31, 2023, the most recent period for which all index data is available.

Private Capital Fundraising & Dry Powder



Sources: Pitchbook.
* Total capital raised in 2024 as of March 31, 2024 - most recent period for which ALL fundraising data is available.
** Cumulative dry powder as of September 30, 2023, unless specified otherwise.

Factors to Consider Over the Next 6-12 Months



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 (June 30, 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.

Investment Strategy Overview

Asset Class	Our Q3 2024 Investment Outlook	Comments
U.S. Equities		<ul style="list-style-type: none"> Recent earnings strength, fiscal support, and moderating inflation are positives, while rate cut uncertainty, election related volatility, higher valuations and geopolitical turbulence are negatives. The fed continues to be data dependent with recent guidance pointing to one rate cut. Given the rate cut uncertainty, we prefer to remain close to targets currently. Rising valuations for large caps are supported by improving earnings growth expectations but market breadth (measured by performance difference between equal weight and market cap weighted S&P 500) has been lagging in the recent months. Small-cap valuations are attractive and would benefit as investor sentiment/earnings growth expectations improve. Exposure to interest rate sensitive sectors such as regional banks remains a concern.
Large-Caps		
Small-Caps		
Non-U.S. Equities		<ul style="list-style-type: none"> International equities continue to trade at a discount to U.S. equities but stronger dollar and slower growth in Eurozone warrants a neutral stance. Recent ECB rate cuts, the recovery in manufacturing and services activity along with recent recovery in PEs are positive for developed market equities that continue to look attractive, but election related volatility needs to be watched. EM equities trade at attractive valuations relative to developed market equities but strong dollar and China's uncertain growth weigh on outlook.
Developed Markets		
Emerging Markets		
Fixed Income		<ul style="list-style-type: none"> The higher for longer narrative has led to increased volatility and uncertainty around rate cut path. Yields at the short-end of the curve look attractive even as long-term yields fell back from the recent highs. Given the rate cut scenarios, we are maintaining duration close to the benchmark duration and consider ways to close any duration gap over the next few months. Credit markets remain attractive due to strong corporate fundamentals. We remain positive on investment-grade but are scaling down our exposure within high yield given the tighter spreads. We continue to closely watch for signs for any distress in the corporate credit space.
Core Bonds		
Investment Grade Credit		
High Yield Credit		
Diversifying Assets		<ul style="list-style-type: none"> Lower office sector exposure, attractive valuations and possibility of rate cuts this year are positives for listed real estate while higher level of interest rates is a headwind. Transition to renewable energy and increase in AI led data center infrastructure spend are tailwinds for listed infrastructure while higher level of interest rates is a headwind.
Listed Real Estate		
Listed Global Infrastructure		

● Current outlook ○ Outlook one quarter ago



The view expressed within this material constitute the perspective and judgment of PFM Asset Management LLC at the time of distribution (June 30, 2024) and are subject to change.

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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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Account Investment Performance Review

Important Notice:

Account information, including market values and performance returns, found on the following pages have been made available by U.S. Bank, as custodian of the account assets.

PFM Asset Management LLC, as investment advisor to the account, will provide market values and performance returns when available. Values may vary from custodian based on a variety of factors, including but not limited to, differences in asset pricing, accruals, and trade/settlement date portfolio accounting methodologies.



DESERT HEALTHCARE DISTRICT

06/30/2024

Selected Period Performance

Selected Period Performance

	Market Value	1 Month	3 Months	Year to Date (6 Months)	1 Year	3 Years	5 Years	Inception to Date 07/01/1998
Total Portfolio Gross of Fees	66,824,523	.52	1.02	1.54	4.73	.83	1.27	2.85
Total Portfolio Net of Fees	66,824,523	.52	1.00	1.49	4.63	.73	1.14	2.66
Total Fixed Income	66,368,109	.52	1.02	1.53	4.72			
BBARC 1-5 Year US Government Index		.71	.77	.73	4.14	-.44	.72	2.95
ICE BofAML 1-Year US Treasury Note Index		.43	1.11	1.95	5.02	1.80	1.69	2.33
Total Cash Equivalents	456,414	.43	1.32	2.51	4.67			
Pending Cash	0	.00	.00	.00	.00			

For performance and rate of return methodologies, as well as other important information, please refer to the Appendix/Disclosures provided.

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Account: XXXXXX0920

Holdings Method: Direct

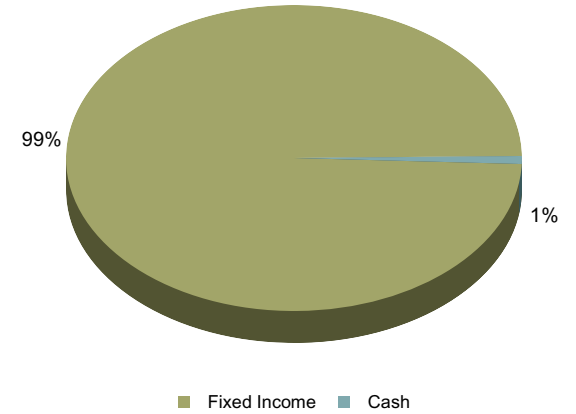
Report Date: 06/28/2024

Portfolio Summary

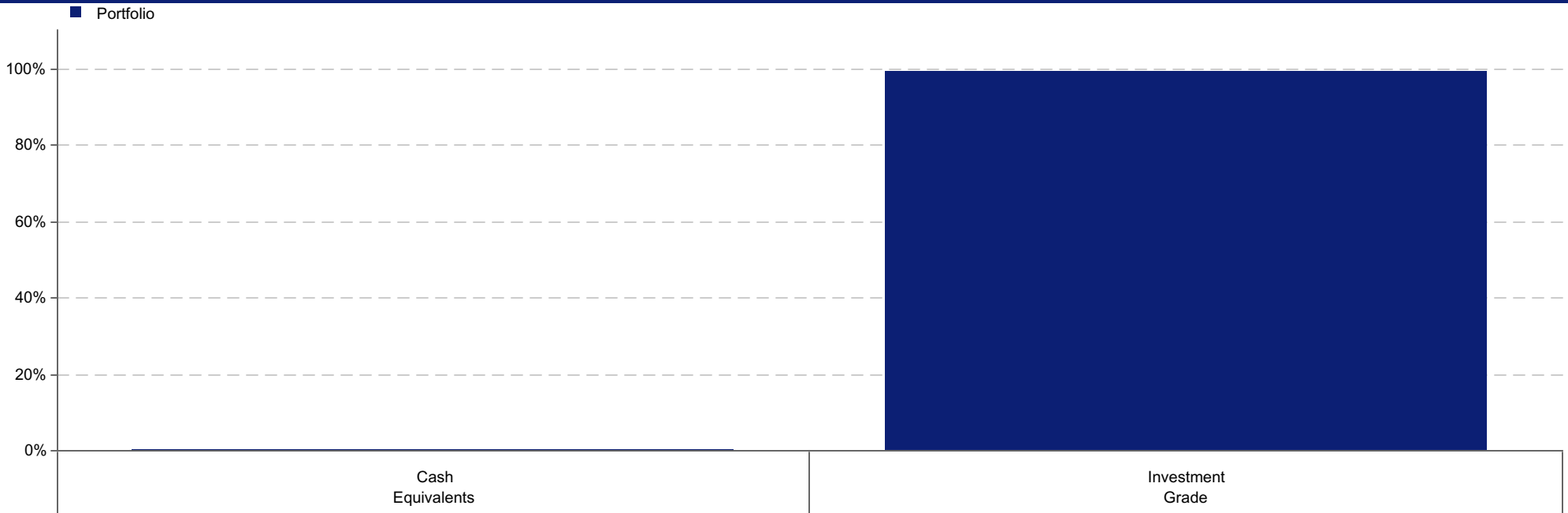
Inv. Objective	Customer Directed
Total Portfolio Value	\$66,435,095
Net Realized Cap Gains YTD	\$0
Annual Income Projected	\$1,413,497
Current Yield	2.13%
Number of Securities	38
Portfolio Mgr.	Ts Stl Rc #3 - Auto

Portfolio Asset Allocation

Fixed Income	\$65,980,477	99.32%
Cash	\$454,618	0.68%
Invested Total	\$66,435,095	100.00%



Portfolio Model Allocation



Account: XXXXXX0920

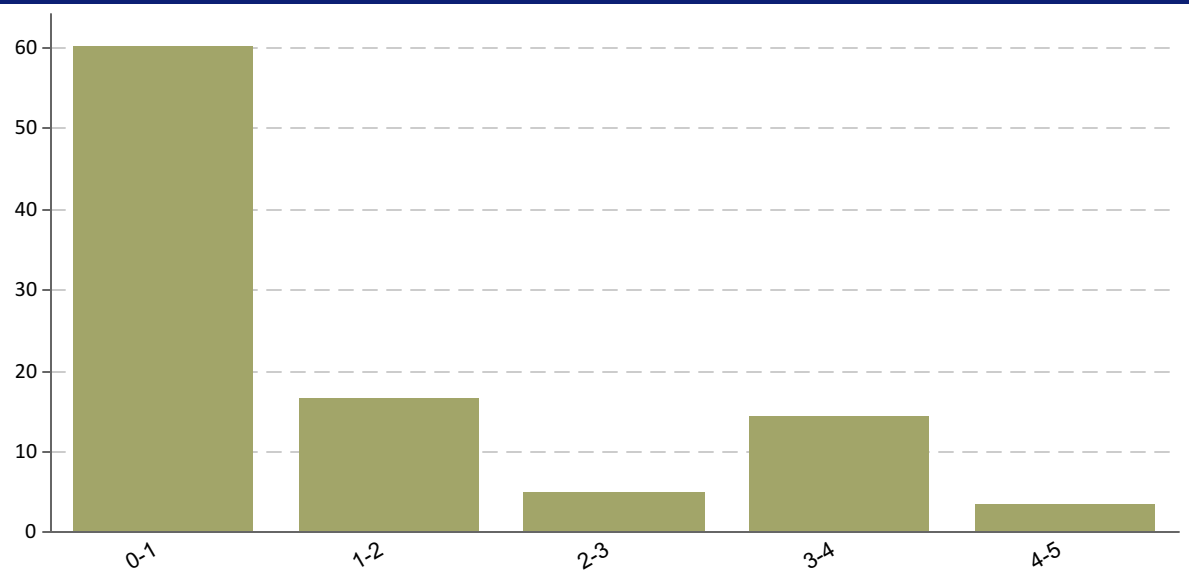
Holdings Method: Direct

Report Date: 06/28/2024

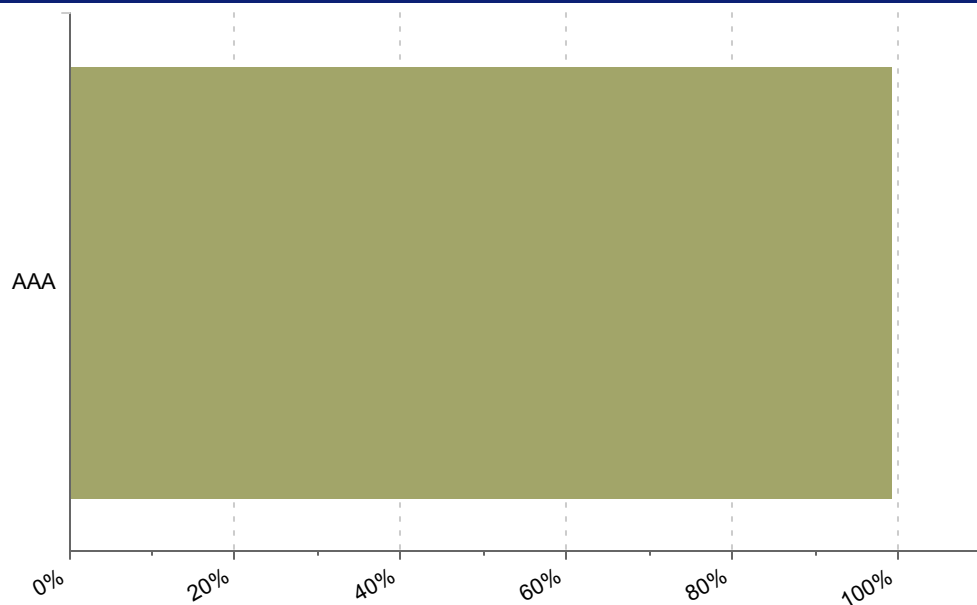
Bond Characteristics

	Portfolio	% Avail
Avg. Coupon (%)	2.06	100
Current Yield	2.11	100
Yield to Maturity (%)	4.99	100
Yield to Worst (%)	4.99	100
Effective Maturity (Yrs)	1.34	100
Effective Duration	1.25	100
Avg. Quality	AAA	100
# of Securities	37	100

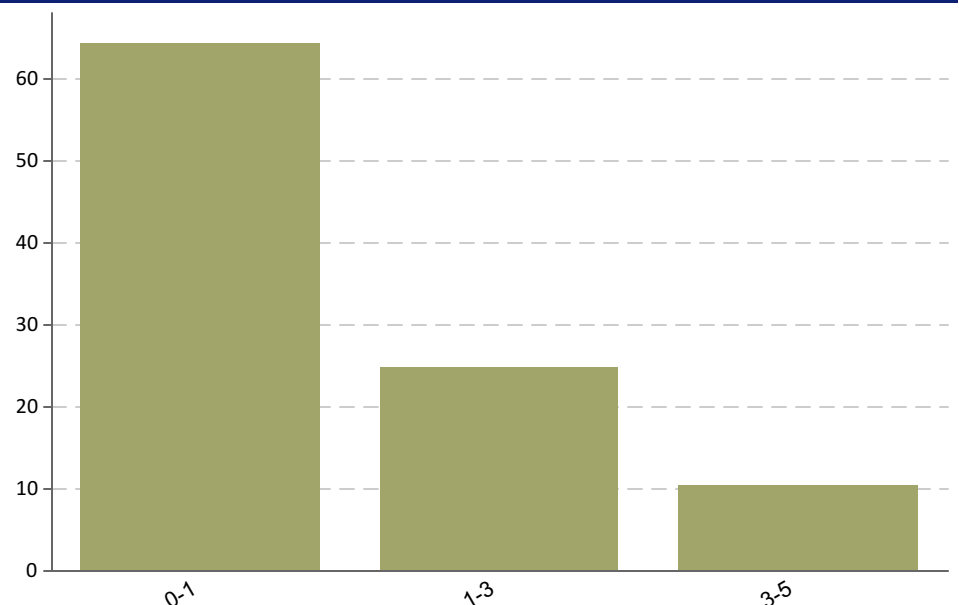
Bond Effective Maturity



Bond Quality Distribution



Bond Duration Distribution



Portfolio Holdings

Portfolio Holdings

	ID	Units	Unit Cost	Total Cost	Price	Market Value	Accrual	% of Mkt Val	Unrealized Gain/Loss	
Total Fixed Income										
Gov/Agency Bonds										
	U S TREASURY NT 0.250% 5/31/25	912828ZT0	3,000,000.000	97.83	2,934,843.75	95.622	2,868,660.00	635.25	4.3	-66,183.75
	U S TREASURY NT 0.250% 6/30/25	912828ZW3	3,000,000.000	97.66	2,929,921.88	95.310	2,859,300.00	3,770.38	4.3	-70,621.88
	U S TREASURY NT 0.375% 4/30/25	912828ZL7	3,000,000.000	99.29	2,978,554.69	96.118	2,883,540.00	1,905.74	4.3	-95,014.69
	U S TREASURY NT 0.375% 7/15/24	91282CCL3	1,000,000.000	99.30	992,968.75	99.808	998,080.00	1,730.77	1.5	5,111.25
	U S TREASURY NT 0.375% 9/15/24	91282CCX7	1,000,000.000	99.15	991,523.44	98.984	989,840.00	1,100.54	1.5	-1,683.44
	U S TREASURY NT 0.500% 3/31/25	912828ZF0	3,000,000.000	99.57	2,986,992.19	96.571	2,897,130.00	3,790.76	4.4	-89,862.19
	U S TREASURY NT 0.625% 10/15/24	91282CDB4	1,500,000.000	99.36	1,490,390.63	98.633	1,479,495.00	1,972.34	2.2	-10,895.63
	U S TREASURY NT 1.125% 2/28/25	912828ZC7	1,000,000.000	100.83	1,008,291.46	97.327	973,270.00	3,760.19	1.5	-35,021.46
	U S TREASURY NT 1.250% 8/31/24	912828YE4	2,500,000.000	100.31	2,507,867.39	99.302	2,482,550.00	10,444.97	3.7	-25,317.39
	U S TREASURY NT 1.375% 1/31/25	912828Z52	2,000,000.000	99.16	1,983,281.25	97.760	1,955,200.00	11,483.52	2.9	-28,081.25
	U S TREASURY NT 1.500% 10/31/24	912828YM6	2,000,000.000	100.60	2,011,975.27	98.716	1,974,320.00	5,054.35	3.0	-37,655.27
	U S TREASURY NT 1.500% 11/30/24	912828YV6	2,500,000.000	101.04	2,525,931.43	98.432	2,460,800.00	3,260.87	3.7	-65,131.43
	U S TREASURY NT 1.500% 2/15/25	91282CDZ1	2,500,000.000	99.34	2,483,593.75	97.661	2,441,525.00	14,114.01	3.7	-42,068.75
	U S TREASURY NT 1.500% 9/30/24	912828YH7	2,000,000.000	99.57	1,991,406.25	99.023	1,980,460.00	7,540.98	3.0	-10,946.25
	U S TREASURY NT 1.750% 12/31/24	912828YY0	2,500,000.000	100.05	2,501,248.19	98.242	2,456,050.00	21,993.89	3.7	-45,198.19
	U S TREASURY NT 2.000% 11/15/26	912828U24	1,000,000.000	92.77	927,695.31	94.102	941,020.00	2,554.35	1.4	13,324.69
	U S TREASURY NT 2.125% 5/31/26	9128286X3	2,500,000.000	93.90	2,347,500.00	95.227	2,380,675.00	4,499.66	3.6	33,175.00
	U S TREASURY NT 2.250% 10/31/24	9128283D0	1,500,000.000	95.84	1,437,539.06	98.966	1,484,490.00	5,686.14	2.2	46,950.94
	U S TREASURY NT 2.250% 3/31/26	9128286L9	3,000,000.000	93.70	2,811,093.75	95.750	2,872,500.00	16,967.21	4.3	61,406.25
	U S TREASURY NT 2.375% 8/15/24	912828D56	2,000,000.000	99.70	1,993,984.38	99.621	1,992,420.00	17,877.75	3.0	-1,564.38
	U S TREASURY NT 2.500% 1/31/25	9128283V0	2,000,000.000	99.83	1,996,640.63	98.393	1,967,860.00	20,879.12	3.0	-28,780.63
	U S TREASURY NT 2.500% 3/31/27	91282CEF4	2,000,000.000	95.53	1,910,625.00	94.785	1,895,700.00	12,568.31	2.9	-14,925.00
	U S TREASURY NT 2.875% 5/31/25	9128284R8	500,000.000	97.94	489,707.03	97.942	489,710.00	1,217.55	.7	2.97
	U S TREASURY NT 2.875% 6/15/25	91282CEU1	3,500,000.000	98.75	3,456,289.07	97.882	3,425,870.00	4,398.91	5.2	-30,419.07
	U S TREASURY NT 3.000% 7/31/24	91282CFA4	1,500,000.000	99.37	1,490,566.41	99.803	1,497,045.00	18,791.21	2.3	6,478.59
	U S TREASURY NT 3.125% 8/15/25	91282CFE6	1,500,000.000	99.30	1,489,570.31	97.902	1,468,530.00	17,642.51	2.2	-21,040.31
	U S TREASURY NT 3.125% 8/31/27	91282CFH9	2,000,000.000	97.26	1,945,195.31	95.938	1,918,760.00	20,889.95	2.9	-26,435.31
	U S TREASURY NT 3.250% 6/30/27	91282CEW7	1,000,000.000	99.00	990,000.00	96.488	964,880.00	16,338.32	1.5	-25,120.00
	U S TREASURY NT 3.875% 12/31/27	91282CGC9	1,500,000.000	98.24	1,473,632.81	98.082	1,471,230.00	29,220.45	2.2	-2,402.81
	U S TREASURY NT 4.000% 12/15/25	91282CGA3	1,000,000.000	100.49	1,004,888.56	98.711	987,110.00	1,748.63	1.5	-17,778.56
	U S TREASURY NT 4.000% 2/29/28	91282CGP0	2,000,000.000	98.30	1,965,937.50	98.477	1,969,540.00	26,739.13	3.0	3,602.50
	U S TREASURY NT 4.125% 10/31/27	91282CFU0	1,200,000.000	100.13	1,201,522.92	98.879	1,186,548.00	8,339.67	1.8	-14,974.92
	U S TREASURY NT 4.125% 9/30/27	91282CFM8	2,000,000.000	99.43	1,988,593.75	98.867	1,977,340.00	20,737.70	3.0	-11,253.75
	U S TREASURY NT 4.250% 2/28/29	91282CKD2	900,000.000	99.77	897,890.63	99.551	895,959.00	12,784.65	1.3	-1,931.63
	U S TREASURY NT 4.375% 8/31/28	91282CHX2	1,500,000.000	100.36	1,505,337.02	99.883	1,498,245.00	21,934.44	2.3	-7,092.02

For performance and rate of return methodologies, as well as other important information, please refer to the Appendix/Disclosures provided.

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Portfolio Holdings

Portfolio Holdings

	ID	Units	Unit Cost	Total Cost	Price	Market Value	Accrual	% of Mkt Val	Unrealized Gain/Loss
U S TREASURY NT 4.500% 11/15/25	91282CFW6	500,000.000	100.05	500,257.62	99.395	496,975.00	2,873.64	.7	-3,282.62
U S TREASURY NT 4.500% 7/15/26	91282CHM6	500,000.000	100.07	500,330.10	99.570	497,850.00	10,384.62	.7	-2,480.10
Total: Gov/Agency Bonds				66,643,587.49		65,980,477.00	387,632.48	99.4	-663,110.49
Total: Total Fixed Income				66,643,587.49		65,980,477.00	387,632.48	99.4	-663,110.49

Total Cash Equivalents

Money Market Funds

FIDELITY GOVT PORT INST	31607A703	454,618.180	1.00	454,618.18	1.000	454,618.18	1,795.41	.7	.00
Total: Money Market Funds				454,618.18		454,618.18	1,795.41	.7	.00

Total: Total Cash Equivalents				454,618.18		454,618.18	1,795.41	.7	.00
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Total				67,098,205.67		66,435,095.18	389,427.89	100.0	-663,110.49
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DESERT HOSPITAL RETIREMENT PLAN

06/30/2024

Selected Period Performance

Selected Period Performance

	Market Value	1 Month	3 Months	Year to Date (6 Months)	1 Year	3 Years	5 Years	Inception to Date 05/01/1998
Total Portfolio Gross of Fees	4,450,146	1.38	1.37	6.42	12.09	3.61	7.45	5.90
Total Portfolio Net of Fees	4,450,146	1.38	1.20	6.07	11.35	2.93	6.75	
Total Equity	2,440,918	1.96	2.44	11.03	19.17	6.34	11.54	7.36
Domestic Equity	1,792,205	3.10	3.29	13.06	22.17	7.97	13.55	
S&P 500 Index (Total Return)		3.59	4.28	15.29	24.56	10.01	15.05	8.25
S&P MidCap 400 Index		-1.58	-3.45	6.17	13.57	4.47	10.27	9.71
S&P SmallCap 600 Index		-2.28	-3.11	-.72	8.66	-.26	8.06	8.66
Foreign Equity	648,713	-1.03	.88	6.01	11.61	2.13	6.24	
MSCI EAFE Index (Net)		-1.61	-.42	5.34	11.54	2.89	6.46	4.59
MSCI Emerging Markets Index (Net)		3.94	5.00	7.49	12.55	-5.07	3.10	
Total Fixed Income	1,666,248	.97	.36	.23	3.57	-.54	1.04	3.48
BBARC 1-3 Year US Government/Credit Index		.56	.95	1.38	4.87	.55	1.25	2.93
BBARC Intermediate US Government/Credit Index		.80	.64	.49	4.19	-1.18	.71	3.73
BBARC US Aggregate Bond Index		.95	.07	-.71	2.63	-3.02	-.23	3.90
Total Real Assets	235,379	-1.26	-3.76	-5.00	1.96	-3.24	5.10	
Real Estate	121,191	1.49	-.90	-2.18	4.99	-2.29	5.72	
Dow Jones US Select REIT Index		2.74	-.16	-.55	7.15	-.14	2.78	8.04
Commodities	114,188	-4.03						
Total Cash Equivalents	107,601	.43	1.30	2.62	4.96	2.81	1.94	1.93
FTSE 1 Month Treasury Bill Index		.44	1.35	2.73	5.56	3.11	2.15	1.87
Pending Cash	0	.00	.00	.00	.00	.00	.00	

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Account: XXXXXX8600

Holdings Method: Direct

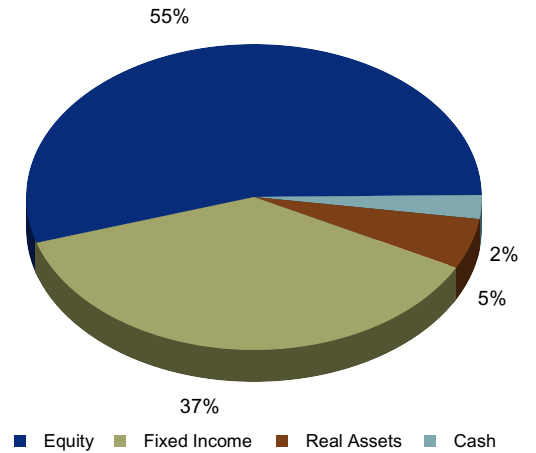
Report Date: 06/28/2024

Portfolio Summary

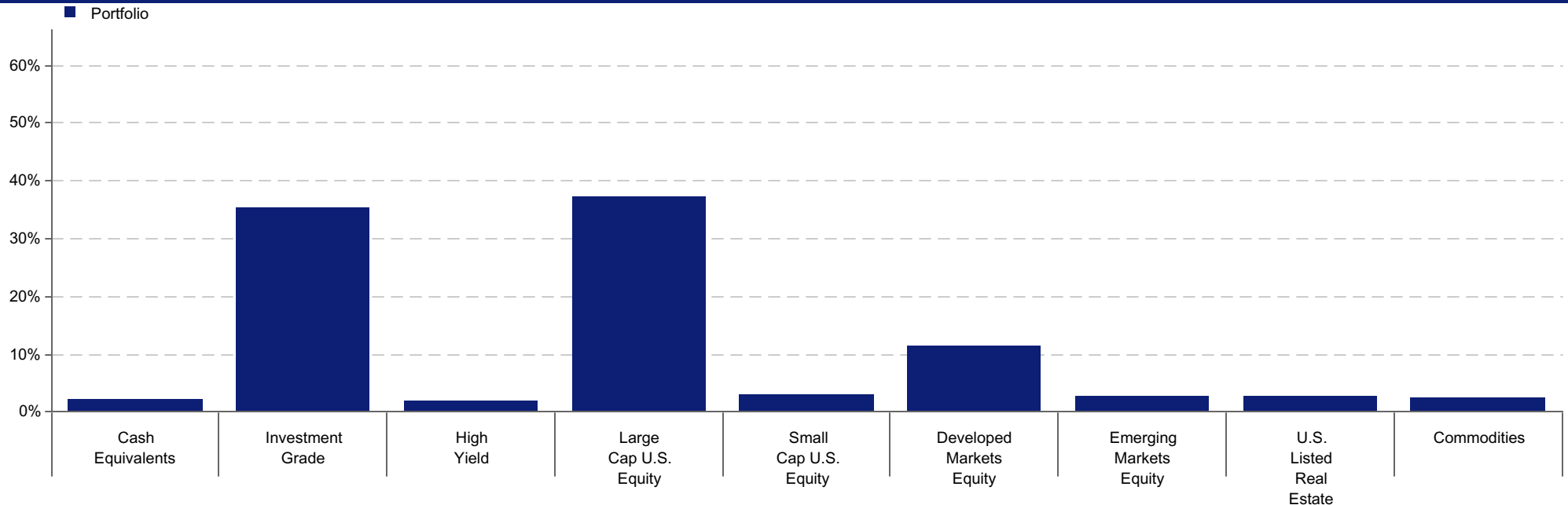
Inv. Objective	Customer Directed
Total Portfolio Value	\$4,445,169
Net Realized Cap Gains YTD	\$307,678
Annual Income Projected	\$122,245
Current Yield	2.75%
Number of Securities	27
Portfolio Mgr.	Ts Stl Rc #3 - Auto

Portfolio Asset Allocation

Equity	\$2,439,953	54.89%
Fixed Income	\$1,663,512	37.42%
Real Assets	\$234,587	5.28%
Cash	\$107,117	2.41%
Invested Total	\$4,445,169	100.00%



Portfolio Model Allocation



Account: XXXXXX8600

Holdings Method: Direct

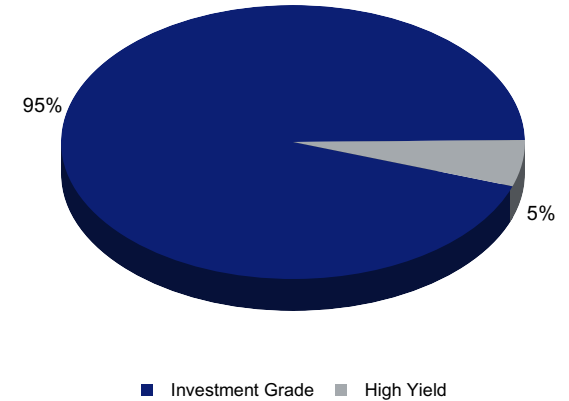
Report Date: 06/28/2024

Fixed Income Summary

Inv. Objective	Customer Directed
Total Fixed Income Value	\$1,663,512
Current Yield	4.23%
Annual Income Projected	\$70,311
Number of Securities	10
Portfolio Mgr.	Ts Stl Rc #3 - Auto

Fixed Income Asset Allocation

Investment Grade	\$1,576,692	94.78%
High Yield	\$86,821	5.22%



Equity Overview

Account: XXXXXX8600

Holdings Method: Direct and Indirect (securities held in mutual funds & ETFs)

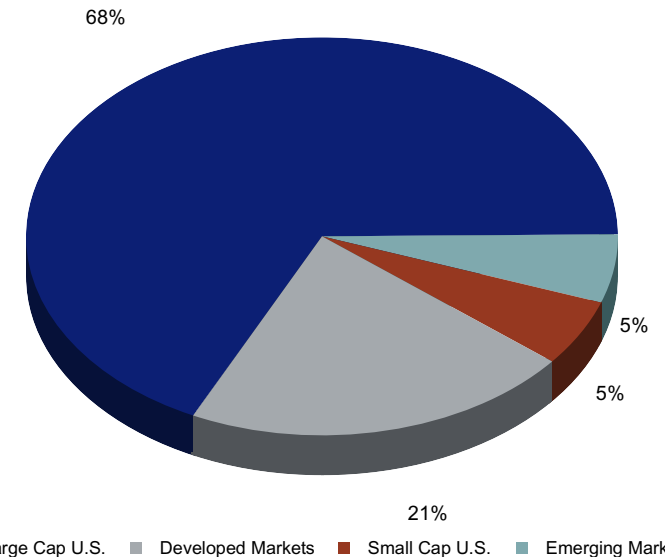
Report Date: 06/28/2024

Equity Summary

Inv. Objective	Customer Directed
Total Equity Value	\$2,439,953
Current Yield	1.62%
Annual Income Projected	\$39,438
Number of Securities	14
Portfolio Mgr.	Ts Stl Rc #3 - Auto

Equity Asset Allocation

Large Cap U.S.	\$1,657,672	67.94%
Developed Markets	\$516,157	21.15%
Small Cap U.S.	\$133,568	5.47%
Emerging Markets	\$132,556	5.43%



Portfolio Valuation

	ID	Units	Unit Cost	Total Cost	Price	Market Value	Weight	Unit Income	Annual Income	Current Yield
Large Cap MF + ETF/ETNs										
COLUMBIA CONTRARIAN CORE FUND	19766M709	6,039.291	32.72	197,605.59	37.61	227,137.73	5.1	.22	1,310.53	.577
DODGE COX STOCK FUND I	256219106	1,028.074	238.83	245,539.86	256.85	264,060.81	5.9	3.77	3,871.73	1.466
ISHARES S P 500 GROWTH ETF	464287309	5,490.000	46.88	257,397.56	92.54	508,044.60	11.4	.59	3,255.57	.641
ISHARES S P 500 VALUE ETF	464287408	1,119.000	102.90	115,139.52	182.01	203,669.19	4.6	3.32	3,719.56	1.826
VANGUARD GROWTH & INCOME ADM SHS#593	921913208	1,752.681	90.06	157,842.80	105.09	184,189.25	4.1	1.09	1,905.16	1.034
VANGUARD S P 500 ETF	922908363	541.000	218.88	118,416.45	500.13	271,535.20	6.1	6.62	3,581.42	1.324
Total for Large Cap MF + ETF/ETNs				1,091,941.78		1,658,636.78	37.3		17,643.96	1.064
SC MF + ETF/ETNs										
ISHARES RUSSELL 2000 VALUE ETF	464287630	434.000	117.63	51,052.76	152.30	66,098.20	1.5	3.08	1,334.98	2.020
ISHARES RUSSELL 2000 GROWTH ETF	464287648	257.000	168.51	43,308.33	262.53	67,470.21	1.5	1.75	449.75	.667
Total for SC MF + ETF/ETNs				94,361.09		133,568.41	3.0		1,784.73	1.336
Dev Fgn Equity MF + ETF/ETNs										
FIDELITY INTERNATIONAL INDEX FUND	315911727	3,438.843	51.18	176,000.00	49.77	171,151.22	3.8	1.50	5,158.26	3.014
ISHARES MSCI EAFE VALUE ETF	464288877	1,628.000	50.60	82,373.84	53.04	86,349.12	1.9	2.49	4,058.60	4.700
ISHARES MSCI EAFE GROWTH ETF	464288885	869.000	66.43	57,728.81	102.30	88,898.70	2.0	1.55	1,343.47	1.511
VANGUARD FTSE DEVELOPED ETF	921943858	3,435.000	41.79	143,548.65	49.42	169,757.70	3.8	1.67	5,726.15	3.373
Total for Dev Fgn Equity MF + ETF/ETNs				459,651.30		516,156.74	11.6		16,286.49	3.155
Em Fgn Eq MF+ETF/ETN										
ISHARES MSCI EMERGING MARKETS ETF	464287234	1,602.000	38.43	61,566.58	42.59	68,229.18	1.5	1.04	1,662.88	2.437
VANGUARD FTSE EMERGING MARKETS ETF	922042858	1,470.000	42.57	62,580.31	43.76	64,327.20	1.4	1.40	2,059.47	3.202
Total for Em Fgn Eq MF+ETF/ETN				124,146.89		132,556.38	3.0		3,722.35	2.808
Invest Gr MF + ETF/ETNs										
BAIRD AGGREGATE BOND FD INSTL	057071854	23,018.371	9.62	221,440.51	9.66	222,357.46	5.0	.37	8,585.85	3.861
DODGE COX INCOME	256210105	21,335.074	12.19	260,139.73	12.38	264,128.22	5.9	.52	11,094.24	4.200
DOUBLELINE CORE FIX INCOME I	258620301	19,087.331	8.98	171,331.02	9.10	174,495.66	3.9	.47	8,913.78	5.132
ISHARES CORE U.S. AGGREGATE BOND ETF	464287226	2,690.000	94.20	253,387.77	97.07	261,118.30	5.9	3.47	9,342.37	3.578
ISHARES MBS ETF	464288588	1,165.000	92.73	108,031.22	91.81	106,958.65	2.4	3.51	4,084.49	3.819
ISHARES TRUST ISHARES 5 10 YEAR ETF	464288638	2,203.000	50.01	110,172.03	51.26	112,925.78	2.5	2.18	4,802.54	4.253
ISHARES US TREASURY BOND ETF	46429B267	3,744.000	22.26	83,322.72	22.57	84,502.08	1.9	.69	2,583.36	3.057
PIMCO INCOME FUND INS	72201F490	.000	.00	.00	.00	.65	.0	.66	.00	.000
PGIM TOTAL RETURN BOND CL R6	74440B884	22,312.202	14.12	315,066.04	11.84	265,243.88	6.0	.58	12,985.70	4.916

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Portfolio Valuation

	ID	Units	Unit Cost	Total Cost	Price	Market Value	Weight	Unit Income	Annual Income	Current Yield
VANGUARD SHORT TERM INVT GRADE #539	922031836	.000	.00	.00	.00	.81	.0	.40	.00	.000
Total for Invest Gr MF + ETF/ETNs				1,522,891.04		1,491,731.49	33.5		62,392.34	4.188
HY Tax MF + ETF/ETNs										
ARTISAN HIGH INCOME FUND	04314H568	9,733.265	8.89	86,538.73	8.92	87,361.57	2.0	.69	6,677.02	7.691
BLACKROCK STRATEGIC INCOME	09260B374	9,266.808	9.90	91,783.28	9.37	87,154.76	2.0	.45	4,133.00	4.760
Total for HY Tax MF + ETF/ETNs				178,322.01		174,516.33	3.9		10,810.02	6.225
REIT MF ETF/ETNs										
COHEN & STEERS INSTL REALTY SHARES	19247U106	2,647.253	45.33	120,000.00	45.78	121,191.24	2.7	1.44	3,809.40	3.143
Total for REIT MF ETF/ETNs				120,000.00		121,191.24	2.7		3,809.40	3.143
Commodity MF ETF/ETNs										
NYLI CBRE GLOBAL INFRASTRUCTURE FD I	56064L298	9,302.326	12.90	120,000.00	12.19	114,187.91	2.6	.29	2,706.98	2.387
Total for Commodity MF ETF/ETNs				120,000.00		114,187.91	2.6		2,706.98	2.387
Money Market Funds										
FIRST AM GOVT OB FD CL X	31846V336	107,117.020	1.00	107,117.02	1.00	107,601.10	2.4	.05	5,563.12	5.193
Total for Money Market Funds				107,117.02		107,601.10	2.4		5,563.12	5.193
Total				3,818,431.13		4,450,146.38	100.0		124,719.38	2.806

For performance and rate of return methodologies, as well as other important information, please refer to the Appendix/Disclosures provided.

Investment products and services are:
 NOT A DEPOSIT • NOT FDIC INSURED • MAY LOSE VALUE • NOT BANK GUARANTEED • NOT INSURED BY ANY FEDERAL GOVERNMENT AGENCY



Important disclosures, definitions of terms and index descriptions

If you have questions regarding this information or wish to receive definitions of any additional terms or indexes used in this report, please contact your Portfolio Manager.

Important disclosures (page 1 of 4)

The information provided here is not intended to replace your account statement. Your account statement is the official record of your account.



Equal Housing Lender. Credit products are offered by U.S. Bank National Association and subject to normal credit approval. Deposit products offered by U.S. Bank National Association. Member FDIC.

For use in one-on-one meetings/presentations.

This information represents the opinion of U.S. Bank. The views are subject to change at any time based on market or other conditions and are current as of the date indicated on the materials. This is not intended to be a forecast of future events or guarantee of future results. The factual information provided has been obtained from sources believed to be reliable but is not guaranteed as to accuracy or completeness.

U.S. Bank and its representatives do not provide tax or legal advice. Your tax and financial situation is unique. You should consult your tax and/or legal advisor for advice and information concerning your particular situation.

Past performance is no guarantee of future results. All performance data, while obtained from sources deemed to be reliable, are not guaranteed for accuracy. Indexes shown are unmanaged and are not available for direct investment, nor are they subject to fees and expenses.

Performance reports included may show performance results gross of fees and expenses. If fees and expenses were included, the performance would be lower. If you have any questions, please speak with your relationship manager for additional information.

Based on our strategic approach to creating diversified portfolios, guidelines are in place concerning the construction of portfolios and how investments should be allocated to specific asset classes based on client goals, objectives and tolerance for risk. Not all recommended asset classes will be suitable for every portfolio. **Diversification and asset allocation do not guarantee returns or protect against losses.**

Important disclosures (page 2 of 4)

Equity securities are subject to stock market fluctuations that occur in response to economic and business developments. **Stocks of small-capitalization companies** involve substantial risk. These stocks historically have experienced greater price volatility than stocks of larger companies and may be expected to do so in the future. **Stocks of mid-capitalization companies** can be expected to be slightly less volatile than those of small-capitalization companies, but still involve substantial risk and may be subject to more abrupt or erratic movements than large-capitalization companies. The value of **large-capitalization stocks** will rise and fall in response to the activities of the company that issued them, general market conditions and/or economic conditions. **Growth investments** focus on stocks of companies whose earnings/profitability are accelerating in the short term or have grown consistently over the long term. Such investments may provide minimal dividends, which could otherwise cushion stock prices in a market decline. Stock value may rise and fall significantly based, in part, on investors' perceptions of the company, rather than on fundamental analysis of the stocks. Investors should carefully consider the additional risks involved in growth investments. **Value investments** focus on stocks of income-producing companies whose price is low relative to one or more valuation factors, such as earnings or book value. Such investments are subject to risks that their intrinsic values may never be realized by the market, or such stocks may turn out not to have been undervalued. Investors should carefully consider the additional risks involved in value investments.

International investing involves special risks, including foreign taxation, currency risks, risks associated with possible differences in financial standards and other risks associated with future political and economic developments. Investing in **emerging markets** may involve greater risks than investing in more developed countries. In addition, concentration of investments in a single region may result in greater volatility.

Investments in **real estate securities** can be subject to fluctuations in the value of the underlying properties, the effect of economic conditions on real estate values, changes in interest rates and risks related to renting properties (such as rental defaults). There are special risks associated with an investment in **commodities**, including market price fluctuations, regulatory changes, interest rate changes, credit risk, economic changes and the impact of adverse political or financial factors.

Investments in **fixed income securities** are subject to various risks, including changes in interest rates, credit quality, market valuations, liquidity, prepayments, early redemption, corporate events, tax ramifications and other factors. Investment in fixed income securities typically decrease in value when interest rates rise. This risk is usually greater for longer-term securities. Investments in lower-rated and non-rated securities present a greater risk of loss to principal and interest than higher-rated securities. Investments in **high yield bonds** offer the potential for high current income and attractive total return, but involve certain risks. Changes in economic conditions or other circumstances may adversely affect a bond issuer's ability to make principal and interest payments.

Important disclosures (page 3 of 4)

The **municipal bond** market is volatile and can be significantly affected by adverse tax, legislative or political changes and the financial condition of the issues of municipal securities. Interest rate increases can cause the price of a bond to decrease. Income on municipal bonds is free from federal taxes, but may be subject to the federal alternative minimum tax (AMT), state and local taxes. **Treasury Inflation-Protected Securities (TIPS)** offer a lower return compared to other similar investments and the principal value may increase or decrease with the rate of inflation. Gains in principal are taxable in that year, even though not paid out until maturity.

Non-financial **specialty assets**, such as real estate, farm, ranch and timber properties, oil, gas and mineral interests or closely-held business interests are complex and involve unique risks specific to each asset type, including the total loss of value. Special risk considerations may include natural events or disasters, complex tax considerations and lack of liquidity. Specialty assets may not be suitable for all investors.

Alternative investments very often use speculative investment and trading strategies. There is no guarantee that the investment program will be successful. Alternative investments are designed only for investors who are able to tolerate the full loss of an investment. These products are not suitable for every investor even if the investor does meet the financial requirements. It is important to consult with your investment professional to determine how these investments might fit your asset allocation, risk profile and tax situation. **Hedge funds** are speculative and involve a high degree of risk. An investment in a hedge fund involves a substantially more complicated set of risk factors than traditional investments in stocks or bonds, including the risks of using derivatives, leverage and short sales, which can magnify potential losses or gains. Restrictions exist on the ability to redeem or transfer interests in a fund. **Exchange-traded funds (ETFs)** are baskets of securities that are traded on an exchange like individual stocks at negotiated prices and are not individually redeemable. ETFs are designed to generally track a market index and shares may trade at a premium or a discount to the net asset value of the underlying securities. **Private equity** investments provide investors and funds the potential to invest directly into private companies or participate in buyouts of public companies that result in a delisting of the public equity. Investors considering an investment in private equity must be fully aware that these investments are illiquid by nature, typically represent a long-term binding commitment and are not readily marketable. The valuation procedures for these holdings are often subjective in nature. **Private debt** investments may be either direct or indirect and are subject to significant risks, including the possibility of default, limited liquidity and the infrequent availability of independent credit ratings for private companies. **Structured products** are subject to market risk and/or principal loss if sold prior to maturity or if the issuer defaults on the security. Investors should request and review copies of Structured Products Pricing Supplements and Prospectuses prior to approving or directing an investment in these securities.

Important disclosures (page 4 of 4)

Mutual fund investing involves risk and principal loss is possible. Investing in certain funds involves special risks, such as those related to investments in small- and mid-capitalization stocks, foreign, debt and high-yield securities and funds that focus their investments in a particular industry. Please refer to the fund prospectus for additional details pertaining to these risks. An investment in **money market funds** is not insured or guaranteed by the Federal Deposit Insurance Corporation (FDIC) or any other government agency. Although these funds seek to preserve the value of an investment at \$1.00 per share, it is possible to lose money by investing in these funds.

Holdings of First American Funds: U.S. Bancorp Asset Management, Inc. is a registered investment advisor and subsidiary of U.S. Bank National Association. U.S. Bank National Association is a separate entity and wholly owned subsidiary of U.S. Bancorp. U.S. Bank is not responsible for and does not guarantee the products, performance or services of U.S. Bancorp Asset Management. U.S. Bancorp Asset Management, Inc. serves as an investment advisor to First American Funds. **Holdings of Nuveen mutual funds:** Firststar Capital Corporation (Firststar Capital), an affiliate of U.S. Bancorp, holds a less-than-10 percent ownership interest in Windy City Investments Holdings, LLC which was formerly the parent of Windy City Investment Inc. and the indirect parent of Nuveen Fund Advisors, LLC which is the investment advisor to the Nuveen Mutual Funds. On October 1, 2014, Windy City Investments, Inc. was sold to Teachers Insurance and Annuity Association of America. As a result of the sale, U.S. Bancorp no longer has an indirect ownership interest in Nuveen Fund Advisors, LLC. Depending on the outcome of certain factors, Firststar Capital might in the future receive an earn-out payment in respect of its interest in Windy City Investment Holdings, LLC, under the terms of the sale. **Non-proprietary mutual funds:** U.S. Bank may enter into agreements with other non-proprietary mutual funds or their service providers whereby U.S. Bank provides shareholder services and/or sub-transfer agency, custodial and other administrative support services and receives compensation for these services. Compensation received by U.S. Bank directly or indirectly from mutual funds does not increase fund fees and expenses beyond what is disclosed in the fund prospectuses. For more information, review the fund prospectus.

Definitions of report and statement terms (page 1 of 5)

Accredited Investor: Private placement securities generally require that investors be accredited due to the additional risks and speculative nature of the securities. For natural persons, the criteria is met by a net worth of more than \$1 million (excluding primary residence) or an income of more than \$200,000 individually (\$300,000 jointly) for the two most recent years and a reasonable expectation for the same in the current year. For other entities, such as corporations, partnerships, trusts and employee benefit plans, the criteria is met with at least \$5 million in assets. See full definition in Rule 501 of Regulation D under the Securities Act of 1933.

Alpha: A measure of risk-adjusted performance. A statistic measuring that portion of a stock, fund or composite's total return attributable to specific or non-market risk. Alpha measures non-market return and indicates how much value has been added or lost. A positive Alpha indicates the fund or composite has performed better than its Beta would predict (i.e., the manager has added value above the benchmark). A negative Alpha indicates a fund or composite has underperformed given the composite's Beta.

Alternative Investments: As used by U.S. Bank, an investment considered to be outside of the traditional asset classes of long-only stocks, bonds and cash. Examples of alternative investments include hedge funds, private equity, options and financial derivatives.

Annualized Excess Return: Shows the difference between the annualized linked returns of a portfolio and the model benchmark. Performance reports provided annualize only periods greater than one year.

Annualized or Annual Rate of Return: Represents the average annual change in the value of an investment over the periods indicated.

Batting Average: Shows how consistently the portfolio return met or beat the market.

Beta: A measure of your portfolio's risk relative to a benchmark. A portfolio with a beta of 1.5, for example, would be expected to return roughly 1.5 times the benchmark's return. A high Beta indicates a riskier portfolio.

Bond Credit Rating: A grade given to bonds by a private independent rating service that indicates their credit quality. Ratings are the opinion of Standard & Poor's or other agencies as noted and not the opinion of U.S. Bank.

Consumer Price Index (CPI): A measure of the average change in prices over time in a market basket of goods and services and is one of the most frequently used statistics for identifying periods of inflation and deflation.

Convexity to Stated Maturity: A measure of the curvature in the relationship between bond prices and bond yields that demonstrates how the duration of a bond changes as the interest rate changes. Convexity is used as a risk-management tool and helps to measure and manage the amount of market risk to which a portfolio of bonds is exposed. This version of convexity measures the rate change in duration of a bond as the yield to (stated) maturity changes.

Definitions of report and statement terms (page 2 of 5)

Cost basis/book value: The original value of an asset at the time it was acquired. This is normally the purchase price or appraised value at the time of acquisition. This data is for information purposes only.

Cumulative Excess Return: Shows the difference between the annualized linked returns of a portfolio and the model benchmark. Performance reports provided use unannualized returns in periods up to one year, but annualized returns for periods exceeding one year.

Downside Capture: The downside capture ratio reflects how a portfolio compares to a benchmark during periods when the benchmark is down. A downside capture ratio of 0.80 (or 80 percent) means the portfolio has historically declined only 80 percent as much as the benchmark during down markets.

Downside Deviation: The deviation of returns that fall below a minimum acceptable return (MAR). Although the numerator includes only returns below the MAR, the denominator includes all returns in the performance period. This risk statistic is similar to the downside standard deviation except the sum is restricted to returns less than the MAR instead of the mean.

Downside Standard Deviation: The deviation of returns that fall below the mean return. Although the numerator includes only returns below the mean, the denominator includes all returns in the performance period. This risk statistic is similar to the downside deviation except the sum is restricted to returns less than the mean instead of the minimum acceptable return (MAR).

Effective Maturity: The date of a bond's most likely redemption, given current market conditions, taking into consideration the optional and mandatory calls, the optional, mandatory and recurring puts, and the stated maturity.

Estimated annual income: The amount of income a particular asset is anticipated to earn over the period indicated. The shares multiplied by the annual income rate.

Gain/loss calculation: If an asset was sold, the difference between the proceeds received from the sale compared to the cost of acquiring the asset. If the value of the proceeds is the higher of the two numbers, then a gain was realized. If the value of the proceeds is the lower of the two numbers, a loss was incurred. This data is for information purposes only.

Gross of Fees: Represents all assets included in the calculation of the portfolio -- before the deduction of trust and asset management fees -- and is inclusive of all applicable third party security fees and expenses. Details of those fees and expenses are provided in the security's prospectus or offering documents.

Information Ratio: The information ratio compares the average excess return of the portfolio over its associated benchmark divided by the tracking error.

M-Squared: The hypothetical return of the portfolio after its risk has been adjusted to match a benchmark.

Definitions of report and statement terms (page 3 of 5)

Market Value: Publicly traded assets are valued using market quotations or valuation methods from financial industry services believed by us to be reliable. Assets, that are not publicly traded, may be reflected at values from other external sources or special valuations prepared by us. Assets for which a current value is not available may be reflected as not valued, at par value, or at a nominal value. Values shown do not necessarily reflect prices at which assets could have been bought or sold. Values are updated based on internal policy and may be updated less frequently than statement generation.

Market Value Over Time: Many factors can impact the portfolio value over time, such as contributions to the account, distributions from the account, the investment of dividends and interest, the deduction of fees and expenses, and market performance.

Modified Duration to Effective Maturity: A formula that expresses the measurable change in the value of a security in response to a change in interest rates. This version of Modified Duration takes into consideration a “horizon date/price” that is, given current conditions, the most likely redemption date/price using the set of calls/puts, as well as stated maturity.

Modified Duration to Stated Maturity: A formula that expresses the measurable change in the value of a security in response to a change in interest rates. This version of Modified Duration uses stated maturity as the “horizon date/price” and ignores any potential call/put/pre-refunding, even if they are mandatory.

Net of Fees: Represents all assets included in the calculation of the portfolio -- after the deduction of trust and asset management fees. Please refer to the client fee schedule for additional information.

Price/Earnings Ratio (P/E): The P/E ratio of a company is calculated by dividing the price of the company’s stock by its trailing 12-month earnings per share. A high P/E usually indicates that the market is paying a premium for current earnings because it believes in the firm’s ability to grow its earnings. A low P/E indicates the market has less confidence that the company’s earnings will increase. Within a portfolio, P/E is the weighted average of the price/earnings ratios of the stocks in the portfolio.

Qualified Purchaser: Some private placement securities require that investors be Qualified Purchasers in addition to being Accredited Investors. For natural persons, the criteria is generally met when the client (individually or jointly) owns at least \$5 million in investments. For other entities, such as corporations, partnerships, trusts and employee benefit plans, the criteria is met with at least \$25 million in investments though there are other eligibility tests that may apply. See full definition in Section 2(a)(51) of the Investment Company Act of 1940.

R-Squared: Measures the portion of the risk in your portfolio that can be attributed to the risk in the benchmark.

Realized and Unrealized Gains/Losses: Are calculated for individual tax lots based on the records we have available. Some data may be incomplete or differ from what you are required to report on your tax return. Some data used in these calculations may have been obtained from outside sources and cannot be verified by U.S. Bank. The data is intended for informational purposes only and should not be used for tax reporting purposes. Please consult with your tax or legal advisor for questions concerning your personal tax or financial situation.

Definitions of report and statement terms (page 4 of 5)

Residual Risk: The amount of risk specific to the assets in a portfolio distinct from the market, represented by a benchmark.

Return: An indication of the past performance of your portfolio.

Sharpe Ratio: Measures of risk-adjusted return that calculates the return per unit of risk, where risk is the Standard Deviation of your portfolio. A high Sharpe ratio indicates that the portfolio is benefiting from taking risk.

Sortino Ratio: Intended to differentiate between good and bad volatility. Similar to the Sharpe ratio, except it uses downside deviation for the denominator instead of standard deviation, the use of which doesn't discriminate between up and down volatility.

Spread: The difference between the yields of two bonds with differing credit ratings (most often, a corporate bond with a certain amount of risk is compared to a standard traditionally lower risk Treasury bond). The bond spread will show the additional yield that could be earned from a bond which has a higher risk.

Standard Deviation: A measure of the volatility and risk of your portfolio. A low standard deviation indicates a portfolio with less volatile returns and therefore less inherent risk.

Time-weighted Return: The method used to calculate performance. Time-weighted return calculates period by period returns that negates the effect of external cash flows. Returns for periods of greater than one year are reported as an annualized (annual) rate of return. Returns of less than one year are reported on a cumulative return basis. Cumulative return is the aggregate amount an investment has gained or lost over time, independent of the period involved.

Tracking Error: A divergence between the price behavior of a position or a portfolio and the price behavior of a benchmark. This is often in the context of a hedge or mutual fund that did not work as effectively as intended, creating an unexpected profit or loss instead.

Traditional Investments: As used by U.S. Bank, an investment made in equity, fixed income or cash securities, mutual funds or exchange-traded funds (ETFs) where the investor buys at a price with the goal that the investment will go up in value.

Top 10 Holdings: The 10 assets with the highest market values in the account.

Total Portfolio Gross of Fees: Represents all assets included in the calculation of the portfolio, before the deduction of trust and asset management fees, and is inclusive of all applicable third-party security fees and expenses. Details of those fees and expenses are provided in the security's prospectus or offering documents.

Definitions of report and statement terms (page 5 of 5)

Total Return: The rate of return that includes the realized and unrealized gains and losses plus income for the measurement period.

Treynor Ratio: Measures the performance of a sector relative to risk by dividing the return of the sector in excess of the risk-free return by the sector's Beta. The higher the Treynor ratio, the better the return relative to risk.

Turnover Percent: Indicates how frequently asset are bought and sold within a portfolio.

Turnover Ratio: The percentage of a mutual fund's or other investment vehicle's holdings that have been "turned over" or replaced with other holdings in a given year.

Unrealized gain (loss) — The difference between the current market value (at the end of the statement period) and the cost to acquire the asset. If the current market value is higher than the cost, a gain is reflected. If the current market value is lower than the cost paid, a loss is reflected. This data is for information purposes only.

Upside Capture: The upside capture ratio reflects how a portfolio compares to the selected model benchmark during periods when the benchmark is up. An upside capture ratio of 1.15 (or 115 percent) means the portfolio has historically beat the benchmark by 15 percent during up markets.

Yield: The annual rate of return on an investment, expressed as a percentage. For bonds, it is the coupon rate divided by the market price. For stocks, it is the annual dividend divided by the market price.

Frequently used indexes (page 1 of 5)

Bloomberg Barclays 1-3 year U.S. Treasury Index: Measures the performance of the U.S. government bond market and includes public obligations of the U.S. Treasury with a maturity between one year and up to (but not including) three years.

Bloomberg Barclays 1-5 year U.S. Treasury Index: Includes all publicly issued, U.S. Treasury securities that have a remaining maturity of greater than or equal to one year and less than five years, are rated investment grade and have \$250 million or more of outstanding face value.

The Bloomberg Barclays 1-5 year Municipal Index: Measures the performance of municipal bonds with time to maturity of more than one year and less than five years.

Bloomberg Barclays 7-year Municipal Index: Includes municipal bonds with a minimum credit rating of Baa that have been issued as part of a transaction of at least \$50 million, have a maturity value of at least \$5 million and a maturity range of four to six years.

Bloomberg Barclays Global Aggregate Index ex-U.S. Index: Measure of global investment grade debt from 24 local currency markets. This multi-currency benchmark includes Treasury, government-related, corporate and securitized fixed-rate bonds from both developed and emerging markets issuers.

Bloomberg Barclays Global Treasury ex-U.S. Index: Includes government bonds issued by investment-grade countries outside the United States, in local currencies, that have a remaining maturity of one year or more and are rated investment grade.

Bloomberg Barclays High Yield Municipal Bond Index: An unmanaged index made up of bonds that are non-investment grade, unrated or below Ba1 bonds.

Bloomberg Barclays Intermediate Aggregate Index: Consists of one- to 10-year governments, one- to 10-year corporate bonds, all mortgages and all asset-backed securities within the Aggregate Index.

Bloomberg Barclays Mortgage-Backed Securities Index: Covers agency mortgage-backed pass-through securities (both fixed-rate and hybrid adjustable-rate mortgages) issued by Ginnie Mae (GNMA), Fannie Mae (FNMA), and Freddie Mac (FHLMC).

Bloomberg Barclays U.S. Aggregate Bond Index: Measures the investment grade, U.S. dollar-denominated, fixed-rate taxable bond market, including Treasuries, government-related and corporate securities, mortgage-backed securities, asset-backed securities and commercial mortgage-backed securities.

Bloomberg Barclays U.S. Corporate Bond Index: Measures the investment grade, fixed-rate, taxable corporate bond market and includes U.S. dollar-denominated securities publicly issued by U.S. and non-U.S. industrial, utility and financial issuers.

Frequently used indexes (page 2 of 5)

Bloomberg Barclays U.S. Corporate High Yield Bond Index: Measures the U.S. dollar denominated, high yield, fixed-rate corporate bond market.

Bloomberg Barclays U.S. Municipal Bond Index: Measures the investment grade, U.S. dollar-denominated, fixed tax-exempt bond market. The index includes state and local general obligation, revenue, insured and pre-refunded bonds.

Bloomberg Barclays U.S. Treasury Index: Measures U.S. dollar-denominated, fixed-rate, nominal debt issued by the U.S. Treasury.

Bloomberg Barclays U.S. Treasury Inflation-Protected Securities (TIPS) Index: An unmanaged index includes all publicly issued, U.S. TIPS that have at least one year remaining to maturity, are rated investment grade, and have \$250 million or more of outstanding face value.

Cambridge U.S. Private Equity Index: This index is based on returns data compiled for U.S. private equity funds (including buyout, growth equity and mezzanine funds) that represent the majority of institutional capital raised by private equity partnerships formed since 1986. Returns may be delayed by up to six months. Quarterly performance is prorated based on the cube root for the months of the quarter.

Citigroup 3-Month Treasury Bills: An unmanaged index and represents monthly return equivalents of yield averages of the last three-month Treasury Bill issues.

Citigroup 6-Month Treasury Bills: An unmanaged index and represents monthly return equivalents of yield averages of the last six-month Treasury Bill issues.

Credit Suisse Leverage Loan Index: Represents tradable, senior-secured, U.S. dollar-denominated non-investment grade loans.

Dow Jones Industrial Average (DJIA): The price-weighted average of 30 significant U.S. stocks traded on the New York Stock Exchange and NASDAQ. The DJIA is the oldest and single most watched index in the world.

Dow Jones Select REIT Index: Measures the performance of publicly traded REITs and REIT-like securities in the U.S. and is a proxy for direct real estate investment, in part by excluding companies whose performance may be driven by factors other than the value of real estate.

HFRI Indices: The Hedge Fund Research, Inc. (HFRI) indexes are a series of benchmarks designed to reflect hedge fund industry performance by constructing composites of constituent funds, as reported by the hedge fund managers listed within the HFR Database.

Frequently used indexes (page 3 of 5)

HFRI Equity Hedge Total Index: Uses the HFR (Hedge Fund Research) database and consists only of equity hedge funds with a minimum of \$50 million assets under management or a 12-month track record and that reported assets in U.S. dollars.

HFRI Relative Value Fixed Income Corporate Index: Uses the HFR (Hedge Fund Research) database and consists of only relative value fixed income corporate funds with a minimum of \$50 million assets under management or a 12-month track record and that reported assets in U.S. dollars.

ICE BofAML 1-3 Year Corporate Index: Tracks U.S. dollar-denominated investment grade public debt issued in the U.S. bond market with maturities of one to three years.

ICE BofAML 1-5 Year Corporate and Government Index: Tracks the performance of short-term U.S. investment grade government and corporate securities with maturities between one and five years.

ICE BofAML U.S. 7-10 Year Index: Tracks the performance of U.S. dollar denominated investment grade rated corporate debt publicly issued in the U.S. domestic market and includes all securities with a remaining term to maturity of greater than or equal to seven years and less than 10 years.

ICE BofAML Global Broad Market Index: Tracks the performance of investment grade public debt issued in the major domestic and Eurobond markets, including global bonds.

ICE BofAML U.S. High Yield Master II Index: Commonly used benchmark index for high yield corporate bonds and measures the broad high yield market.

J.P. Morgan Emerging Markets Bond Index Global (EMBI Global): Tracks total returns for traded external debt instruments in the emerging markets.

London Interbank Offered Rate (LIBOR) 3-months: The interest rate offered by a specific group of London banks for U.S. dollar deposits with a three-month maturity.

London Interbank Offered Rate (LIBOR) 9-months: The interest rate offered by a specific group of London banks for U.S. dollar deposits with a nine-month maturity.

MSCI All Country World Index (ACWI): Designed to measure the equity market performance of developed and emerging markets.

Frequently used indexes (page 4 of 5)

Russell 2000 Value Index: Measures companies in the Russell 2000 Index having lower price-to-book ratios and lower forecasted growth values. The Russell 2000 Index includes the 2,000 firms from the Russell 3000 Index with the smallest market capitalizations.

Russell 3000 Index: Measures the performance of the 3,000 largest U.S. securities based on total market capitalization.

Russell Midcap Index: Measures the 800 smallest companies in the Russell 3000 Index.

Russell Midcap Growth Index: Measures companies in the Russell Midcap Index having higher price-to-book ratios and higher forecasted growth values.

Russell Midcap Value Index: Measures companies in the Russell Midcap Index having lower price-to-book ratios and lower forecasted growth values.

MSCI All County World ex-U.S. Index (ACWI, excluding United States): Tracks the performance of stocks representing developed and emerging markets around the world that collectively comprise most foreign stock markets. U.S. stocks are excluded from the index.

MSCI EAFE Index: Includes approximately 1,000 companies representing the stock markets of 21 countries in Europe, Australasia and the Far East.

MSCI Emerging Markets (EM) Index: Designed to measure equity market performance in global emerging markets.

MSCI World Index: Tracks equity market performance of developed markets through individual country indices.

NAREIT Index: Includes REITs (Real Estate Investment Trusts) listed on the New York Stock Exchange, NASDAQ and American Stock Exchange.

NASDAQ Composite Index: A market capitalization-weighted average of roughly 5,000 stocks that are electronically traded in the NASDAQ market.

NCREIF Property Index (NPI): Measures the investment performance of a very large pool of individual commercial real estate properties acquired in the private market for investment purposes only.

Russell 1000 Index: Measures the performance of the 1,000 largest companies in the Russell 3000 Index and is representative of the U.S. large capitalization securities market.

Frequently used indexes (page 5 of 5)

Russell 1000 Growth Index: Measures companies in the Russell 1000 Index with higher price-to-book ratios and higher forecasted growth values. It includes the largest 1,000 firms in the Russell 3000 Index.

Russell 1000 Value Index: Measures companies in the Russell 1000 Index with lower price-to-book ratios and lower forecasted growth values. It includes the largest 1,000 firms in the Russell 3000 Index.

Russell 2000 Index: Measures the performance of the 2,000 smallest companies in the Russell 3000 Index and is representative of the U.S. small capitalization securities market.

Russell 2000 Growth Index: Measures companies in the Russell 2000 Index having higher price-to-book ratios and higher forecasted growth values, and is representative of U.S. securities exhibiting growth characteristics. The Russell 2000 Index includes the 2,000 firms from the Russell 3000 Index with the smallest market capitalizations.

S&P 500 Index: Consists of 500 widely traded stocks that are considered to represent the performance of the U.S. stock market.

S&P Global ex-U.S. Property Index: Measures the investable universe of publicly traded property companies domiciled in developed and emerging markets excluding the United States. The companies included are engaged in real estate related activities such as property ownership, management, development, rental and investment.

S&P GSCI: A composite index of commodity sector returns, representing an unleveraged, long-only investment in commodity futures that is broadly diversified across the spectrum of commodities.

S&P/Case-Shiller Home Price Indexes: A group of indexes that track changes in home prices throughout the United States. Case-Shiller produces indexes representing certain metropolitan statistical areas (MSA) as well as a national index.

Swiss Re Global Cat Bond Total Return Index: Tracks the aggregate performance of all U.S. dollar-denominated euros and Japanese yen-denominated catastrophe bonds, capturing all ratings, perils and triggers.

U.S. Dollar Index: Indicates the general international value of the U.S. dollar by averaging the exchange rates between the U.S. dollar and six major world currencies.

Wilshire 5000 Index: Composed of more than 6,700 publicly-traded U.S. companies and is designed to track the overall performance of the American stock markets.



Investment Performance Review For the Quarter Ended March 31, 2024

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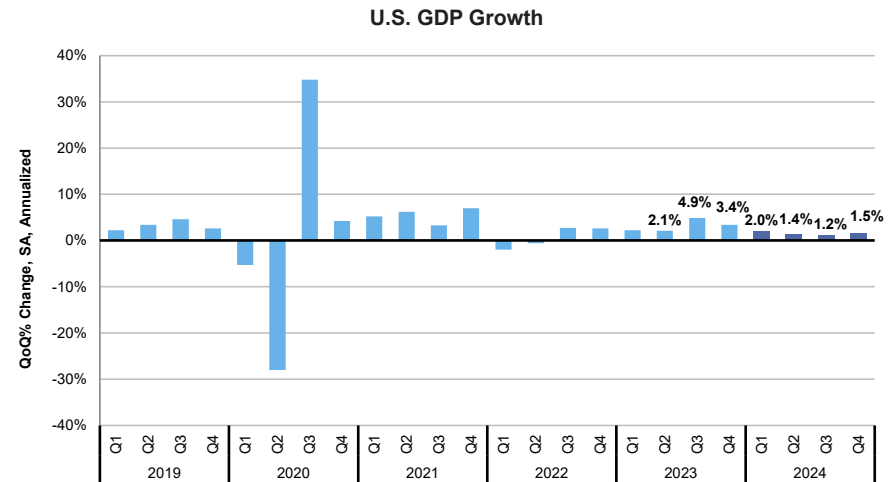
Financial Markets & Investment Strategy Review

	QTD	YTD	1 Year	3 Years	5 Years	7 Years	10 Years
DOMESTIC EQUITY							
S&P 500	10.56%	10.56%	29.88%	11.49%	15.05%	14.09%	12.96%
Russell 3000 Index	10.02%	10.02%	29.29%	9.78%	14.34%	13.45%	12.33%
Russell 1000 Value Index	8.99%	8.99%	20.27%	8.11%	10.31%	9.16%	9.01%
Russell 1000 Index	10.30%	10.30%	29.87%	10.45%	14.76%	13.85%	12.68%
Russell 1000 Growth Index	11.41%	11.41%	39.00%	12.50%	18.52%	18.06%	15.98%
Russell Midcap Index	8.60%	8.60%	22.35%	6.07%	11.10%	10.58%	9.95%
Russell 2000 Value Index	2.90%	2.90%	18.75%	2.22%	8.17%	6.55%	6.87%
Russell 2000 Index	5.18%	5.18%	19.71%	-0.10%	8.10%	7.73%	7.58%
Russell 2000 Growth Index	7.58%	7.58%	20.35%	-2.68%	7.38%	8.40%	7.89%
INTERNATIONAL EQUITY							
MSCI EAFE (Net)	5.78%	5.78%	15.32%	4.78%	7.33%	6.70%	4.80%
MSCI AC World Index (Net)	8.20%	8.20%	23.22%	6.96%	10.92%	10.23%	8.66%
MSCI AC World ex USA (Net)	4.69%	4.69%	13.26%	1.94%	5.97%	5.88%	4.25%
MSCI AC World ex USA Small Cap (Net)	2.11%	2.11%	12.80%	0.38%	6.24%	5.74%	4.74%
MSCI EM (Net)	2.37%	2.37%	8.15%	-5.05%	2.22%	3.72%	2.95%
ALTERNATIVES							
FTSE NAREIT Equity REIT Index	-0.20%	-0.20%	10.54%	4.14%	4.15%	5.08%	6.61%
FTSE EPRA/NAREIT Developed Index	-1.05%	-1.05%	8.57%	-0.19%	0.75%	3.08%	4.00%
FTSE Global Core Infrastructure 50/50 Index (Net)	1.55%	1.55%	3.22%	2.91%	3.78%	5.27%	5.60%
Bloomberg Commodity Index Total Return	2.19%	2.19%	-0.56%	9.11%	6.38%	4.26%	-1.56%
FIXED INCOME							
Blmbg. U.S. Aggregate	-0.78%	-0.78%	1.70%	-2.46%	0.36%	1.06%	1.54%
Blmbg. U.S. Government/Credit	-0.72%	-0.72%	1.74%	-2.35%	0.62%	1.27%	1.70%
Blmbg. Intermed. U.S. Government/Credit	-0.15%	-0.15%	2.69%	-1.06%	1.09%	1.43%	1.61%
Blmbg. U.S. Treasury: 1-3 Year	0.28%	0.28%	2.94%	0.01%	1.13%	1.20%	1.06%
ICE BofAML Global High Yield Constrained (USD)	1.47%	1.47%	11.09%	0.43%	3.12%	3.63%	3.52%
Blmbg. Global Aggregate Ex USD	-3.21%	-3.21%	-0.71%	-6.53%	-2.50%	-0.82%	-1.38%
JPM EMBI Global Diversified	2.04%	2.04%	11.28%	-1.39%	0.71%	1.71%	3.05%
CASH EQUIVALENT							
90 Day U.S. Treasury Bill	1.30%	1.30%	5.35%	2.65%	2.06%	1.94%	1.41%

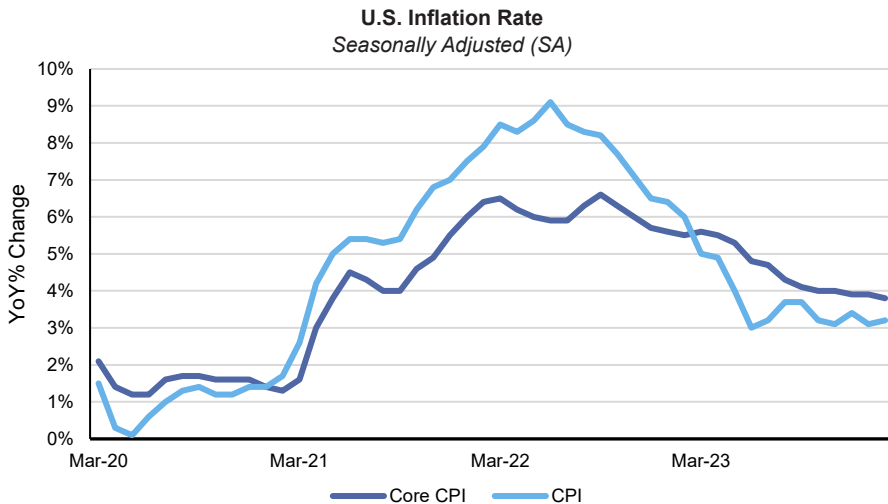
Source: Investment Metrics. Returns are expressed as percentages. Please refer to the last page of this document for important disclosures relating to this material.

THE ECONOMY

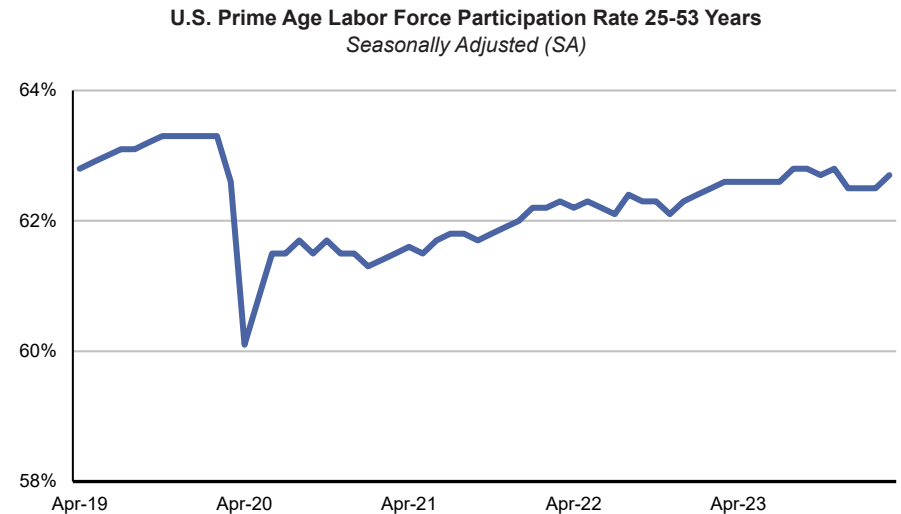
- ▶ In the fourth quarter, U.S. gross domestic product (GDP) grew at an annualized rate of 3.4%, cooling somewhat from the third quarter’s 4.9% growth. This growth was supported by both non-residential business investment and consumer spending. Consumer spending added 2.2% and was the largest contributing sector to GDP growth. The continued strength of the U.S. economy is a sharp contrast to other developed markets such as the euro area which stagnated at 0.1% growth and Japan which expanded just 0.4% during the quarter.
- ▶ The U.S. labor market remains strong. While the unemployment rate ticked up slightly it remains at historical lows, ending the quarter at 3.8%. The labor participation rate rose slightly to 62.7%, while average hourly earnings year-over-year (YoY) growth cooled to 4.1%, which bodes well for easing wage pressures on inflation without a large increase in unemployment.
- ▶ Inflation remains somewhat “sticky” as headline inflation (CPI) grew at a YoY rate of 3.2% in February, down from the 3.4% growth at the end of the fourth quarter, but up slightly from January. Core CPI, which excludes volatile food and energy, eased to a near three year low of 3.8%. Both readings remain well above the Fed target of 2%, likely reinforcing the Federal Reserve’s (Fed) wait and see approach to rate cuts.



Source: Bloomberg. Light blue bars indicate actual numbers; dark blue bars indicate forecasted estimates.



Source: Bureau of Labor Statistics.

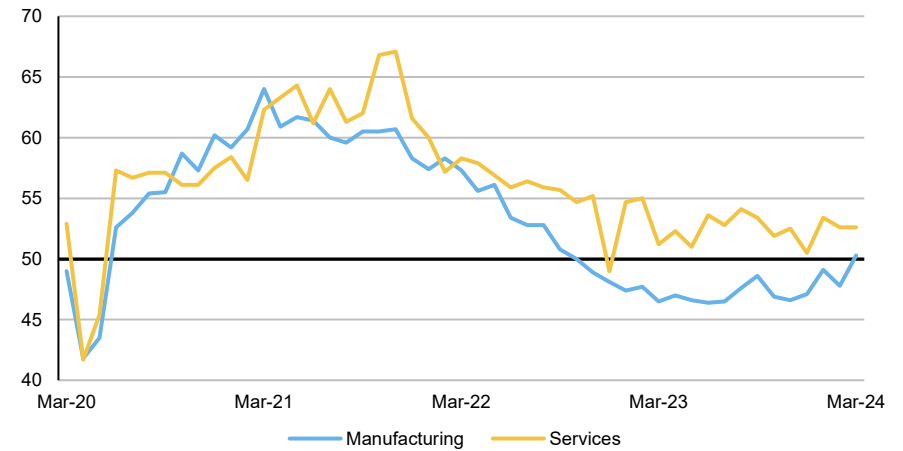


Source: Bureau of Labor Statistics.

WHAT WE'RE WATCHING

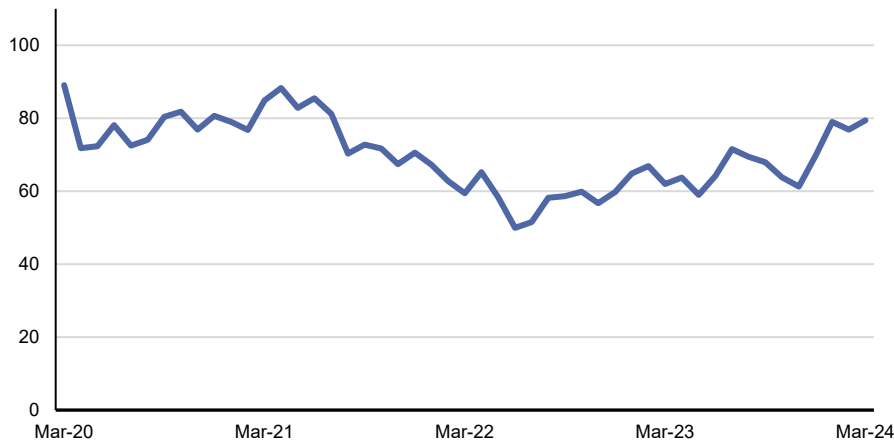
- ▶ The Federal Open Market Committee (FOMC) continued to hold rates steady in the first quarter at 5.50% as Fed officials need “greater confidence” that inflation is slowing sustainably to 2%. Looking forward, while the committee revised both their projections for growth and inflation slightly higher, three rate cuts are still expected for 2024. Globally, most major central banks also held rates steady, with the European Central Bank (ECB) and the Bank of England (BOE) both pausing despite increasing pressure from poor economic growth. The Central Bank of Japan bucked this trend, raising its key interest rate for the first time in 17 years in March.
- ▶ The U.S. saw manufacturing conditions improve during the quarter as U.S. ISM Manufacturing Index turned expansionary with a reading of 50.3 in March, the first non-contractionary result in over a year, as demand increased. The service sector continued to expand through the quarter, though at a slowing pace with a March reading of 51.4.
- ▶ The Michigan Consumer Sentiment survey ended the quarter at 79.4, the highest reading since July 2021 as consumer assessments of both current conditions and the economic outlook brightened. This positive outlook suggests continued strength in consumer spending though at what rate is to be determined. The personal savings rate fell in February to 3.6% while consumer debt and delinquency rates steadily increased in the fourth quarter, though overall delinquency rates remain lower than pre-COVID rates.

U.S. ISM Manufacturing & Services PMI



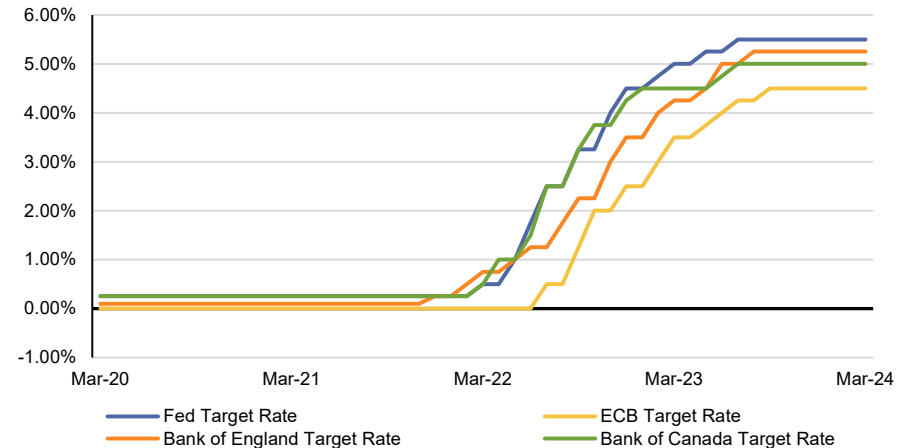
Source: Bloomberg.

University of Michigan Consumer Sentiment



Source: Bloomberg.

Global Central Bank Rates



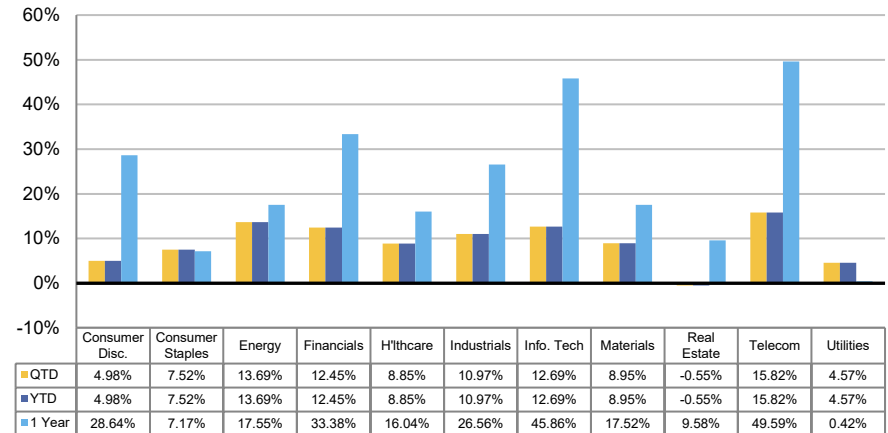
Source: Bloomberg.

DOMESTIC EQUITY

- ▶ The S&P 500 Index (S&P) posted a 10.56% return for the first quarter of 2024. As of March 31, 2024, the trailing 1-year return for the index was 29.88%.
- ▶ The market capitalization-weighted S&P 500 continued its outperformance over the equal-weighted S&P 500 Index, though the difference was not as wide as we saw in 2023. During the quarter, there were periods of broadening in performance outside of the Magnificent Seven names, but they started to see cracks as Apple and Tesla posted negative returns. Additionally, mid-caps outperformed large-caps in February and March but finished the quarter behind large-caps.
- ▶ Within S&P 500, the only GICS sector to post a negative return for the quarter was Real Estate (-0.55%). The next worst performers were Utilities (4.57%), Consumer Discretionary (4.98%) and Healthcare (8.85%). The sectors that led performance over the quarter were Communication Services (15.82%), Energy (13.69%) and Information Technology (12.69%).
- ▶ Small-caps, as represented by the Russell 2000 Index, returned 5.2% during the quarter and underperformed mid- and large-caps. The Russell Midcap and Russell 1000 indices returned 8.60% and 10.30%, respectively.
- ▶ According to FactSet Earnings Insight (as of March 28, 2024), the expected YoY earnings growth rate for the S&P for the first quarter of 2024 is 3.6%, a slight decline from the December 31, 2023 estimate. For calendar year 2024, analysts are calling for YoY earnings growth of 11.0%.
- ▶ As of the end of the quarter, the forward S&P 500 P/E ratio was 23.3, above its 5-year average of 22.2. By comparison the forward S&P 500 P/E ratio was 20.3 in March 2023.

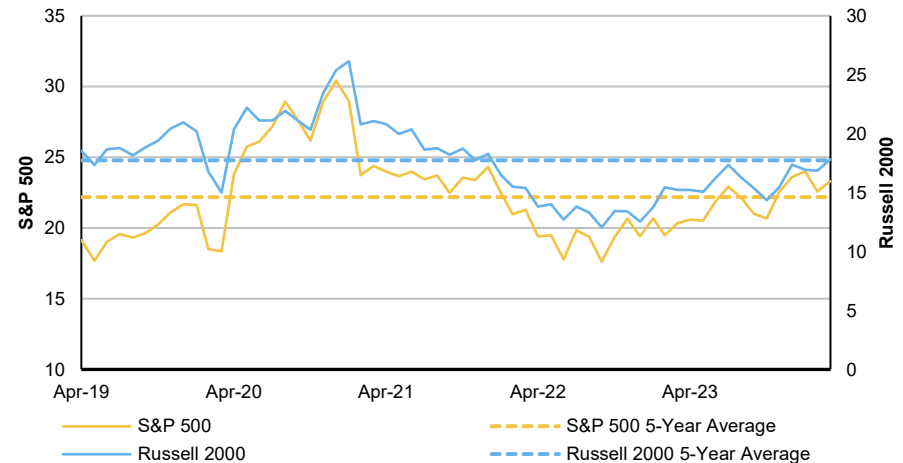
S&P 500 Index Performance by Sector

Periods Ended March 31, 2024



Source: Bloomberg.

P/E Ratios of Major Stock Indices*



Source: Bloomberg.

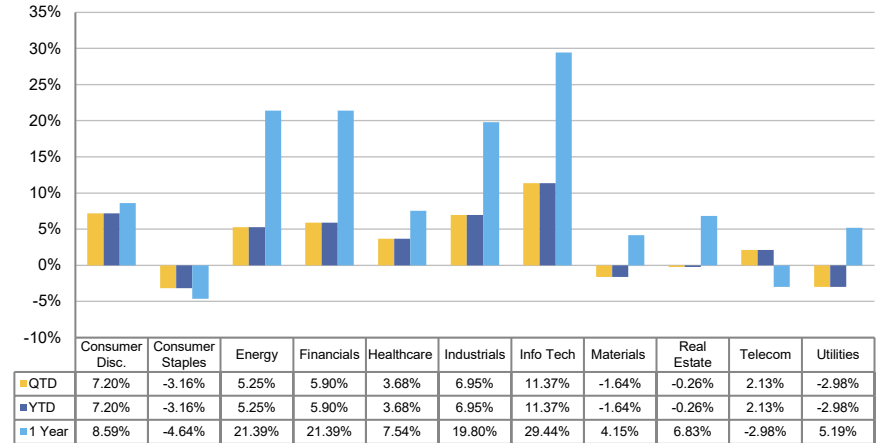
*P/E ratios are calculated based on one-year forward estimates and adjusted to include only positive earnings results for consistency.

NON-U.S. EQUITY

- ▶ Markets outside of the United States, as measured by the MSCI ACWI ex-U.S. Index, underperformed their U.S. counterparts, returning 4.69% for the quarter.
- ▶ Seven of the 11 sectors posted strong positive returns for the quarter, with Information Technology (11.37%) leading the way, followed by Consumer Discretionary (7.20%) and Industrials (6.95%). Consumer Staples (-3.16%) was the worst performer followed by Utilities (-2.98%) and Materials (-1.64%) for the quarter.
- ▶ Developed ex-U.S. Markets, as represented by the MSCI EAFE Index, outperformed emerging markets (EM), represented by the MSCI Emerging Market Index, returning 5.78% versus 2.37% for the quarter.
- ▶ MSCI Japan (11.01%) outperformed the MSCI EAFE Index. Japanese equities rose as better corporate governance practices, strong corporate earnings, and the Bank of Japan accommodative policy stance reinforced positive investor sentiment. Switzerland (-1.24%) was the worst performer of the five largest-weighted countries in the index. The country's strong currency dampened exports, resulting in a drag on many large Swiss firms' earnings.
- ▶ Within EM, MSCI Taiwan outperformed the index, soaring 12.50% during the quarter. TSMC and other semiconductor names within the country fared well, bolstered by strong demand for artificial intelligence-enabling processors. Conversely, MSCI China (-0.63%) lagged the index. Despite the rebound in February and the Chinese government's willingness to unleash more stimulus in the economy, investor sentiment remains negative and challenges in the property sector persist.
- ▶ Value stocks underperformed growth stocks for the quarter as represented by the broad benchmark. MSCI AC World ex-USA Value returned 3.40% while MSCI AC World ex-USA Growth returned 5.91%.
- ▶ Small-caps, as represented by MSCI ACWI ex-U.S. Small Cap Index, underperformed within the international equity markets, returning 2.11% for the quarter.
- ▶ Non-US equities valuations have moved closer to their long-term average across international equity markets. As of March 31, 2024, MSCI EAFE's forward P/E stood at 15.61 versus a five-year average of 15.96. MSCI EM ended the year with a forward P/E ratio of 12.63, slightly lower than its five-year average of 13.26.

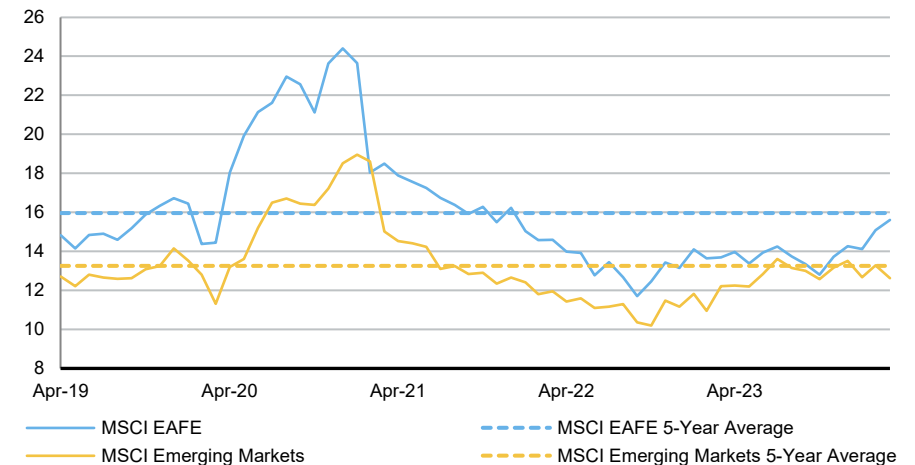
MSCI ACWI ex-U.S. Sectors

Periods Ended March 31, 2024



Source: Bloomberg.

P/E Ratios of MSCI Equity Indices*



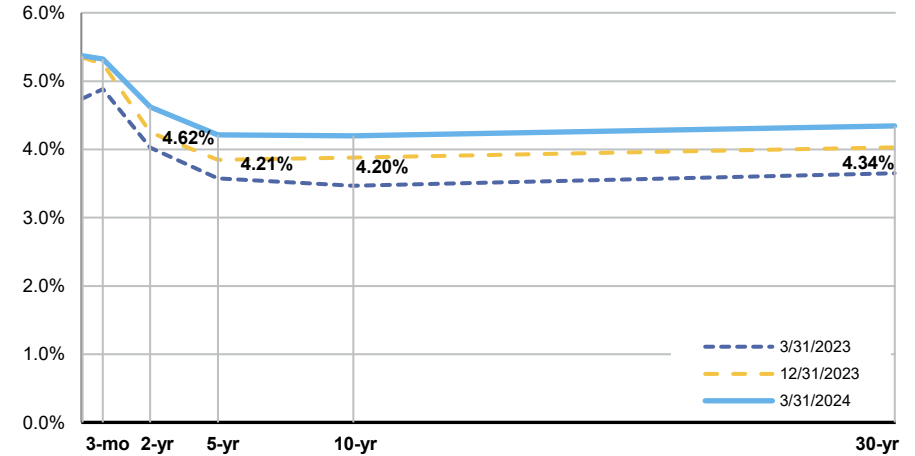
Source: Bloomberg.

*P/E ratios are calculated based on one-year forward estimates and adjusted to include only positive earnings results for consistency.

FIXED INCOME

- ▶ The U.S. bond market represented by the Bloomberg U.S. Aggregate (Aggregate) Index was down -0.78% in the quarter. The trailing one-year period return is 1.69%.
- ▶ The Bloomberg U.S. Treasury Index closed the quarter with a loss of -96%. During the period, the FOMC maintained interest rate levels and continued to signal fewer cuts for 2024 than the market anticipated on the back of some stickier inflationary data. All rates beyond one year rose with the largest increases in intermediate maturities. The curve remains inverted as the Fed Funds rate remains targeted at 5.5%. The 10-year rose to 4.2%, while the 2-year ended at 4.6%.
- ▶ Corporate credit had positive relative results for the quarter on the rising rates. The investment-grade (IG) Bloomberg U.S. Corporate (IG Corp) Index lost 0.40% while high yield bonds, as represented by the Bloomberg U.S. Corporate High Yield (HY) Index, gained 1.47%, continuing strong performance from 2023. Spreads declined across all quality buckets with the lowest quality high yield performing best.
- ▶ The fixed-rate mortgage market, as measured by the Bloomberg U.S. Mortgage-Backed Securities (MBS) Index, lost 1.04%, on rates rising with much of the market being in lower coupons with higher duration. On the commercial side, the Bloomberg U.S. Agency CMBS Index was relatively better, down 0.29%.
- ▶ EM USD sovereign bonds, as represented by the JP Morgan EMBI Global Diversified index, gained 2.04% supported by strong returns in select high yield rated countries.

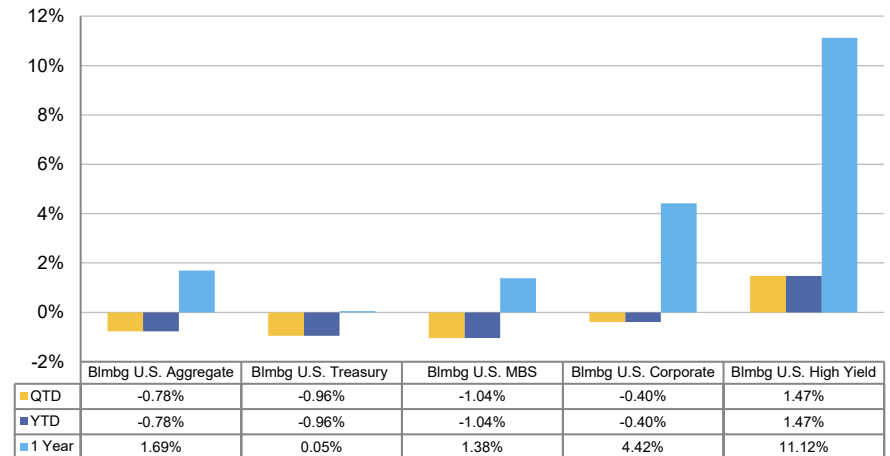
U.S. Treasury Yield Curve



Source: Bloomberg.

Returns for Fixed-Income Segments

Periods Ended March 31, 2024



Source: Bloomberg.

ALTERNATIVES

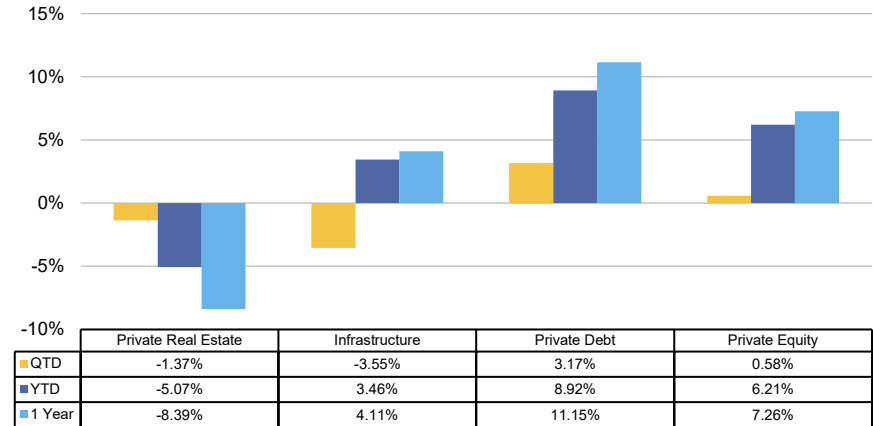
► Public REITs, as measured by the FTSE NAREIT Equity REITs Index, returned -0.20% in the first quarter of 2024, compared to a 16.22% return in the prior quarter while private real estate, as measured by the NCREIF Property Index, fell -3.02% in the fourth quarter of 2023, resulting in a -7.90% return over the twelve-month period ended December 2023. This was the fifth consecutive quarter of negative returns for the index. Weak performance has been driven by property value declines across sectors.

► Listed infrastructure, as measured by the FTSE Global Core Infrastructure 50/50 Index, gained 1.75% in the first quarter of 2024, compared to a 11.11% increase in the prior quarter with mixed performance across the major sectors. In 2023, private infrastructure funds raised \$65.36 billion, a sharp decline from the \$110.91 billion raised in the prior year. The asset class has received attention from investors in recent years due to expectations of stable returns in uncertain market environments, inflation hedging potential, and secular demand tailwinds such as decarbonization and digitization. According to PitchBook, private infrastructure funds posted a return of -3.55% in Q3 2023. The asset class has generated an annualized return of 8.45% for the five years ended Q3 2023.

► In 2023, private debt funds raised \$190.93 billion but experienced a sharp slowdown in fundraising during the second half of the year. The asset class has performed well relative to public fixed income over the long-term and may see more opportunities emerge as tightening lending standards continue to push banks out of the private lending space. According to Cliffwater Direct Lending Index, U.S. middle market loans, a proxy for private debt, posted a return of 2.95% in Q4 2023. The asset class has also generated an annualized return of 9.09% for the five years ended Q4 2023.

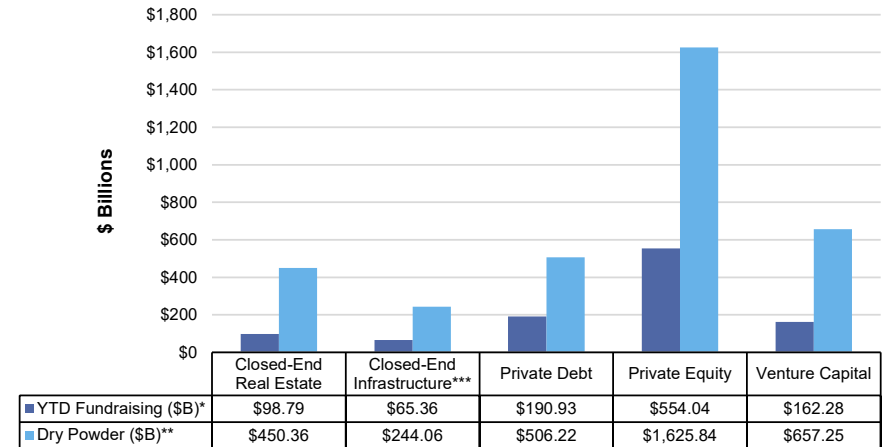
► In 2023, private equity funds raised \$554.04 billion, with a majority of the total raised in the second half of the year as inflation eased and monetary tightening flattened. Recent private equity performance has weakened due to increasing leverage costs, slow deal flow and macroeconomic uncertainty. However, longer term performance relative to public equities remains strong. According to Cambridge Associates, U.S. private equity posted a return of 0.58% in Q3 2023. The asset class has generated an annualized return of 16.98% for the five years ended Q3 2023.

Returns for Private Capital Assets



Source: NCREIF, PitchBook, Cliffwater, Cambridge Associates.
As of September 30, 2023, the most recent period for which all index data is available.

Private Capital Fundraising & Dry Powder



Sources: Pitchbook.

* Total capital raised in 2023 as of December 31, 2023 - most recent period for which ALL fundraising data is available.

** Cumulative dry powder as of June 30, 2023, unless specified otherwise.

*** Closed-End Infrastructure dry powder as of March 31, 2023.

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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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Account Investment Performance Review

Important Notice:

Account information, including market values and performance returns, found on the following pages have been made available by U.S. Bank, as custodian of the account assets.

PFM Asset Management LLC, as investment advisor to the account, will provide market values and performance returns when available. Values may vary from custodian based on a variety of factors, including but not limited to, differences in asset pricing, accruals, and trade/settlement date portfolio accounting methodologies.



DESERT HEALTHCARE DISTRICT

03/31/2024

Selected Period Performance

Selected Period Performance

	Market Value	1 Month	3 Months	Year to Date (3 Months)	1 Year	3 Years	5 Years	Inception to Date 07/01/1998
Total Portfolio Gross of Fees	66,164,893	.39	.51	.51	3.34	.50	1.33	2.84
Total Portfolio Net of Fees	66,164,893	.39	.49	.49	3.23	.39	1.20	2.64
Total Fixed Income	66,033,318	.39	.50	.50				
Taxable Investment Grade	66,033,318	.39	.50	.50				
BBARC 1-5 Year US Government Index		.40	-.04	-.04	2.44	-.66	.93	2.95
ICE BofAML 1-Year US Treasury Note Index		.39	.83	.83	4.30	1.44	1.66	2.30
Total Cash Equivalents	131,575	.29	1.18	1.18				
Pending Cash	0	.00	.00	.00				

For performance and rate of return methodologies, as well as other important information, please refer to the Appendix/Disclosures provided.

Investment products and services are:
 NOT A DEPOSIT • NOT FDIC INSURED • MAY LOSE VALUE • NOT BANK GUARANTEED • NOT INSURED BY ANY FEDERAL GOVERNMENT AGENCY



Portfolio Holdings

Portfolio Holdings

	ID	Units	Unit Cost	Total Cost	Price	Market Value	Accrual	% of Mkt Val	Unrealized Gain/Loss	
Total Fixed Income										
Gov/Agency Bonds										
	U S TREASURY NT 0.250% 5/31/25	912828ZT0	3,000,000.000	97.83	2,934,843.75	94.711	2,841,330.00	2,520.49	4.3	-93,513.75
	U S TREASURY NT 0.250% 6/30/25	912828ZW3	3,000,000.000	97.66	2,929,921.88	94.406	2,832,180.00	1,895.60	4.3	-97,741.88
	U S TREASURY NT 0.375% 4/30/25	912828ZL7	3,000,000.000	99.29	2,978,554.69	95.180	2,855,400.00	4,733.61	4.3	-123,154.69
	U S TREASURY NT 0.375% 7/15/24	91282CCL3	1,000,000.000	99.30	992,968.75	98.585	985,850.00	793.27	1.5	-7,118.75
	U S TREASURY NT 0.375% 9/15/24	91282CCX7	1,000,000.000	99.15	991,523.44	97.826	978,260.00	173.23	1.5	-13,263.44
	U S TREASURY NT 0.500% 3/31/25	912828ZF0	3,000,000.000	99.57	2,986,992.19	95.636	2,869,080.00	7,581.52	4.4	-117,912.19
	U S TREASURY NT 0.625% 10/15/24	91282CDB4	1,500,000.000	99.36	1,490,390.63	97.576	1,463,640.00	4,328.89	2.2	-26,750.63
	U S TREASURY NT 1.125% 2/28/25	912828ZC7	1,000,000.000	100.83	1,008,291.46	96.493	964,930.00	978.26	1.5	-43,361.46
	U S TREASURY NT 1.250% 8/31/24	912828YE4	2,500,000.000	100.31	2,507,867.39	98.345	2,458,625.00	2,717.39	3.7	-49,242.39
	U S TREASURY NT 1.375% 1/31/25	912828Z52	2,000,000.000	99.16	1,983,281.25	96.969	1,939,380.00	4,608.52	2.9	-43,901.25
	U S TREASURY NT 1.500% 10/31/24	912828YM6	2,000,000.000	100.60	2,011,975.27	97.859	1,957,180.00	12,622.95	3.0	-54,795.27
	U S TREASURY NT 1.500% 11/30/24	912828YV6	2,500,000.000	101.04	2,525,931.43	97.581	2,439,525.00	12,671.70	3.7	-86,406.43
	U S TREASURY NT 1.500% 2/15/25	91282CDZ1	2,500,000.000	99.34	2,483,593.75	96.913	2,422,825.00	4,739.01	3.7	-60,768.75
	U S TREASURY NT 1.500% 9/30/24	912828YH7	2,000,000.000	99.57	1,991,406.25	98.158	1,963,160.00	15,081.97	3.0	-28,246.25
	U S TREASURY NT 1.750% 12/31/24	912828YY0	2,500,000.000	100.05	2,501,248.19	97.508	2,437,700.00	11,057.69	3.7	-63,548.19
	U S TREASURY NT 2.000% 11/15/26	912828U24	1,000,000.000	92.77	927,695.31	93.875	938,750.00	7,582.42	1.4	11,054.69
	U S TREASURY NT 2.125% 5/31/26	9128286X3	2,500,000.000	93.90	2,347,500.00	94.945	2,373,625.00	17,853.48	3.6	26,125.00
	U S TREASURY NT 2.250% 10/31/24	9128283D0	1,500,000.000	95.84	1,437,539.06	98.307	1,474,605.00	14,186.13	2.2	37,065.94
	U S TREASURY NT 2.250% 3/31/26	9128286L9	3,000,000.000	93.70	2,811,093.75	95.496	2,864,880.00	33,934.43	4.4	53,786.25
	U S TREASURY NT 2.375% 8/15/24	912828D56	2,000,000.000	99.70	1,993,984.38	98.901	1,978,020.00	6,002.75	3.0	-15,964.38
	U S TREASURY NT 2.500% 1/31/25	9128283V0	2,000,000.000	99.83	1,996,640.63	97.871	1,957,420.00	8,379.12	3.0	-39,220.63
	U S TREASURY NT 2.500% 3/31/27	91282CEF4	2,000,000.000	95.53	1,910,625.00	94.680	1,893,600.00	25,136.61	2.9	-17,025.00
	U S TREASURY NT 2.875% 5/31/25	9128284R8	500,000.000	97.94	489,707.03	97.656	488,280.00	4,830.94	.7	-1,427.03
	U S TREASURY NT 2.875% 6/15/25	91282CEU1	3,500,000.000	98.75	3,456,289.07	97.578	3,415,230.00	29,692.62	5.2	-41,059.07
	U S TREASURY NT 3.000% 7/31/24	91282CFA4	1,500,000.000	99.37	1,490,566.41	99.221	1,488,315.00	7,541.21	2.3	-2,251.41
	U S TREASURY NT 3.125% 8/15/25	91282CFE6	1,500,000.000	99.30	1,489,570.31	97.723	1,465,845.00	5,923.76	2.2	-23,725.31
	U S TREASURY NT 3.125% 8/31/27	91282CFH9	2,000,000.000	97.26	1,945,195.31	96.063	1,921,260.00	5,434.78	2.9	-23,935.31
	U S TREASURY NT 3.250% 6/30/27	91282CEW7	1,000,000.000	99.00	990,000.00	96.570	965,700.00	8,214.29	1.5	-24,300.00
	U S TREASURY NT 3.875% 12/31/27	91282CGC9	1,500,000.000	98.24	1,473,632.81	98.387	1,475,805.00	14,690.93	2.2	2,172.19
	U S TREASURY NT 4.000% 12/15/25	91282CGA3	1,000,000.000	100.49	1,004,888.56	98.770	987,700.00	11,803.28	1.5	-17,188.56
	U S TREASURY NT 4.000% 2/29/28	91282CGP0	2,000,000.000	98.30	1,965,937.50	98.832	1,976,640.00	6,956.52	3.0	10,702.50
	U S TREASURY NT 4.125% 10/31/27	91282CFU0	1,200,000.000	100.13	1,201,522.92	99.207	1,190,484.00	20,806.32	1.8	-11,038.92
	U S TREASURY NT 4.125% 9/30/27	91282CFM8	2,000,000.000	99.43	1,988,593.75	99.223	1,984,460.00	41,475.41	3.0	-4,133.75
	U S TREASURY NT 4.250% 2/28/29	91282CKD2	900,000.000	99.77	897,890.63	100.133	901,197.00	3,326.09	1.4	3,306.37
	U S TREASURY NT 4.375% 8/31/28	91282CHX2	1,500,000.000	100.36	1,505,337.02	100.410	1,506,150.00	5,706.52	2.3	812.98

For performance and rate of return methodologies, as well as other important information, please refer to the Appendix/Disclosures provided.

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Portfolio Holdings

Portfolio Holdings

	ID	Units	Unit Cost	Total Cost	Price	Market Value	Accrual	% of Mkt Val	Unrealized Gain/Loss
U S TREASURY NT 4.500% 11/15/25	91282CFW6	500,000.000	100.05	500,257.62	99.551	497,755.00	8,530.22	.8	-2,502.62
U S TREASURY NT 4.500% 7/15/26	91282CHM6	500,000.000	100.07	500,330.10	99.852	499,260.00	4,759.62	.8	-1,070.10
Total: Gov/Agency Bonds				66,643,587.49		65,654,046.00	379,271.55	99.8	-989,541.49
Total: Total Fixed Income				66,643,587.49		65,654,046.00	379,271.55	99.8	-989,541.49
Total Cash Equivalents									
Money Market Funds									
FIDELITY GOVT PORT INST	31607A703	128,552.310	1.00	128,552.31	1.000	128,552.31	3,022.83	.2	.00
Total: Money Market Funds				128,552.31		128,552.31	3,022.83	.2	.00
Total: Total Cash Equivalents				128,552.31		128,552.31	3,022.83	.2	.00
Total				66,772,139.80		65,782,598.31	382,294.38	100.0	-989,541.49

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DESERT HOSPITAL RETIREMENT PLAN

03/312024

Selected Period Performance

Selected Period Performance

	Market Value	1 Month	3 Months	Year to Date (3 Months)	1 Year	3 Years	5 Years	Inception to Date 05/01/1998
Total Portfolio Gross of Fees	4,429,212	2.45	4.98	4.98	14.68	4.88	7.77	5.90
Total Portfolio Net of Fees	4,429,212	2.45	4.81	4.81	13.92	4.20	7.07	
Total Equity	2,683,391	3.35	8.39	8.39	23.82	7.93	11.75	7.33
Large Cap U.S. Equity	1,589,632	3.30	10.37	10.37	29.39	11.42	14.76	
S&P 500 Index (Total Return)		3.22	10.56	10.56	29.88	11.49	15.05	8.16
Mid Cap U.S. Equity	190,018	4.14	8.58	8.58	21.74	6.25	11.19	
S&P MidCap 400 Index		5.60	9.95	9.95	23.33	6.96	11.71	9.96
Small Cap U.S. Equity	293,031	3.45	5.04	5.04	19.46	-.36	7.74	
S&P SmallCap 600 Index		3.24	2.46	2.46	15.93	2.28	9.15	8.88
Developed Markets Equity	476,887	3.47	5.93	5.93	15.84	5.37	7.69	
MSCI EAFE Index (Net)		3.29	5.78	5.78	15.32	4.78	7.33	4.65
Emerging Markets Equity	133,822	2.22	1.89	1.89	7.08	-4.90	2.09	
MSCI Emerging Markets Index (Net)		2.48	2.37	2.37	8.15	-5.05	2.22	
Total Fixed Income	1,466,767	1.02	-.13	-.13	2.92	-.42	1.40	3.50
Taxable Investment Grade	1,328,346	1.03	-.23	-.23	2.62	-.58	1.23	
BBARC 1-3 Year US Government/Credit Index		.40	.42	.42	3.49	.25	1.36	2.92
BBARC Intermediate US Government/Credit Index		.64	-.15	-.15	2.69	-1.06	1.09	3.74
BBARC US Aggregate Bond Index		.92	-.78	-.78	1.70	-2.46	.36	3.93
High Yield Taxable	138,421	.91	.81	.81	6.67	1.35	3.85	
Total Real Assets	129,720	1.95	-1.29	-1.29	7.01	1.54	6.88	
Real Estate	129,720	1.95	-1.29	-1.29	7.01	1.54	6.88	
Dow Jones US Select REIT Index		1.90	-.39	-.39	10.45	3.69	2.99	8.13
Total Cash Equivalents	149,334	.44	1.30	1.30	4.61	2.37	1.80	1.90
FTSE 1 Month Treasury Bill Index		.46	1.36	1.36	5.40	2.65	2.00	1.84
Pending Cash	0	.00	.00	.00	.00	.00	.00	

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Account: XXXXXX8600

Holdings Method: Direct

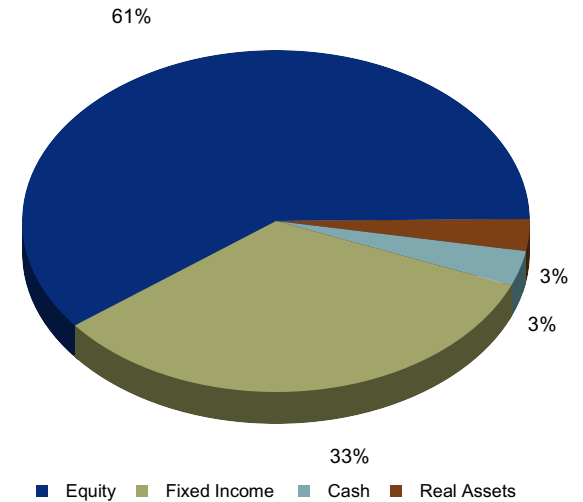
Report Date: 03/29/2024

Portfolio Summary

Inv. Objective	Customer Directed
Total Portfolio Value	\$4,425,326
Net Realized Cap Gains YTD	\$97,591
Annual Income Projected	\$114,826
Current Yield	2.59%
Number of Securities	29
Portfolio Mgr.	Ts Stl Rc #3 - Auto

Portfolio Asset Allocation

Equity	\$2,683,391	60.64%
Fixed Income	\$1,463,464	33.07%
Cash	\$148,752	3.36%
Real Assets	\$129,720	2.93%
Invested Total	\$4,425,326	100.00%



Fixed Income Overview

Account: XXXXXX8600

Holdings Method: Direct

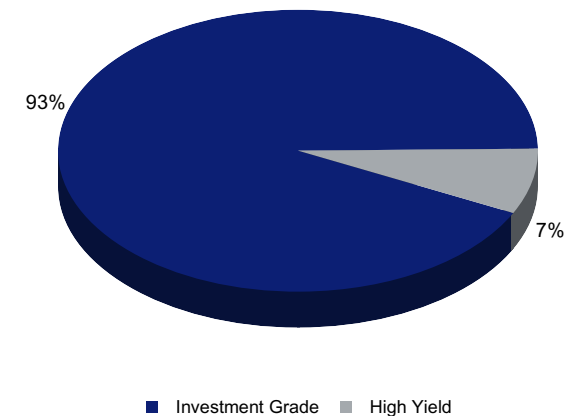
Report Date: 03/29/2024

Fixed Income Summary

Inv. Objective	Customer Directed
Total Fixed Income Value	\$1,463,464
Current Yield	4.13%
Annual Income Projected	\$60,412
Number of Securities	11
Portfolio Mgr.	Ts Stl Rc #3 - Auto

Fixed Income Asset Allocation

Investment Grade	\$1,355,757	92.64%
High Yield	\$107,707	7.36%



Portfolio Holdings

Portfolio Holdings

	ID	Units	Unit Cost	Total Cost	Price	Market Value	Accrual	% of Mkt Val	Unrealized Gain/Loss
Total Equity									
Large Cap MF + ETF/ETNs									
COLUMBIA CONTRARIAN CORE FUND	19766M709	6,239.730	32.72	204,163.95	35.670	222,571.17	.00	5.0	18,407.22
DODGE COX STOCK FUND I	256219106	375.154	224.70	84,297.64	258.030	96,800.99	.00	2.2	12,503.35
ISHARES S P 500 GROWTH ETF	464287309	5,028.000	43.56	219,000.52	84.440	424,564.32	.00	9.6	205,563.80
ISHARES S P 500 VALUE ETF	464287408	2,220.000	100.67	223,484.15	186.810	414,718.20	.00	9.4	191,234.05
VANGUARD GROWTH & INCOME ADM SHS#593	921913208	1,519.068	88.83	134,940.73	101.440	154,094.26	.00	3.5	19,153.53
VANGUARD S P 500 ETF	922908363	576.000	218.88	126,077.41	480.700	276,883.20	.00	6.3	150,805.79
Total: Large Cap MF + ETF/ETNs				991,964.40		1,589,632.14	.00	36.0	597,667.74
MC MF + ETF/ETN									
ISHARES RUSSELL MID CAP GROWTH ETF	464287481	592.000	67.37	39,884.05	114.140	67,570.88	.00	1.5	27,686.83
ISHARES RUSSELL MID CAP VALUE ETF	464287473	977.000	82.83	80,922.55	125.330	122,447.41	.00	2.8	41,524.86
Total: MC MF + ETF/ETN				120,806.60		190,018.29	.00	4.3	69,211.69
SC MF + ETF/ETNs									
ISHARES RUSSELL 2000 ETF	464287655	632.000	133.16	84,159.09	210.300	132,909.60	.00	3.0	48,750.51
ISHARES RUSSELL 2000 GROWTH ETF	464287648	301.000	168.51	50,722.98	270.800	81,510.80	.00	1.8	30,787.82
ISHARES RUSSELL 2000 VALUE ETF	464287630	495.000	117.63	58,228.37	158.810	78,610.95	.00	1.8	20,382.58
Total: SC MF + ETF/ETNs				193,110.44		293,031.35	.00	6.6	99,920.91
Dev Fgn Equity MF + ETF/ETNs									
ISHARES MSCI EAFE GROWTH ETF	464288885	1,052.000	66.43	69,885.74	103.790	109,187.08	.00	2.5	39,301.34
ISHARES MSCI EAFE VALUE ETF	464288877	2,124.000	50.60	107,470.53	54.400	115,545.60	.00	2.6	8,075.07
VANGUARD FTSE DEVELOPED ETF	921943858	5,026.000	41.79	210,036.54	50.170	252,154.42	.00	5.7	42,117.88
Total: Dev Fgn Equity MF + ETF/ETNs				387,392.81		476,887.10	.00	10.8	89,494.29
Em Fgn Eq MF+ETF/ETN									
ISHARES MSCI EMERGING MARKETS ETF	464287234	1,224.000	38.01	46,529.74	41.080	50,281.92	.00	1.1	3,752.18
VANGUARD FTSE EMERGING MARKETS ETF	922042858	2,000.000	40.94	81,870.03	41.770	83,540.00	.00	1.9	1,669.97
Total: Em Fgn Eq MF+ETF/ETN				128,399.77		133,821.92	.00	3.0	5,422.15
Total: Total Equity				1,821,674.02		2,683,390.80	.00	60.7	861,716.78
Total Fixed Income									
Invest Gr MF + ETF/ETNs									

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Portfolio Holdings

Portfolio Holdings

	ID	Units	Unit Cost	Total Cost	Price	Market Value	Accrual	% of Mkt Val	Unrealized Gain/Loss
DODGE COX INCOME	256210105	21,108.429	12.19	257,311.20	12.450	262,799.94	.00	5.9	5,488.74
DOUBLELINE CORE FIX INCOME I	258620301	16,516.913	8.97	148,206.22	9.200	151,955.60	601.40	3.4	3,749.38
ISHARES CORE U.S. AGGREGATE BOND ETF	464287226	2,184.000	93.99	205,267.17	97.940	213,900.96	.00	4.8	8,633.79
ISHARES MBS ETF	464288588	1,165.000	92.73	108,031.22	92.420	107,669.30	.00	2.4	-361.92
ISHARES US TREASURY BOND ETF	46429B267	3,744.000	22.26	83,322.72	22.770	85,250.88	.00	1.9	1,928.16
PGIM TOTAL RETURN BOND CL R6	74440B884	22,037.208	14.15	311,830.87	11.930	262,903.89	1,102.69	5.9	-48,926.98
PIMCO INCOME FUND INS	72201F490	6,061.212	11.81	71,583.10	10.600	64,248.85	333.31	1.5	-7,334.25
VANGUARD FIXED INC LT INVNT GRADE FD	922031778	5,734.811	7.43	42,593.39	7.900	45,305.01	185.58	1.0	2,711.62
VANGUARD SHORT TERM INVNT GRADE #539	922031836	12,907.256	10.37	133,910.76	10.200	131,654.01	434.92	3.0	-2,256.75
Total: Invest Gr MF + ETF/ETNs				1,362,056.65		1,325,688.44	2,657.90	29.8	-36,368.21

HY Tax MF + ETF/ETNs

ARTISAN HIGH INCOME FUND	04314H568	4,839.401	8.95	43,313.89	8.980	43,457.82	279.54	1.0	143.93
BLACKROCK STRATEGIC INCOME	09260B374	10,012.469	9.91	99,241.97	9.420	94,317.46	365.76	2.1	-4,924.51
Total: HY Tax MF + ETF/ETNs				142,555.86		137,775.28	645.30	3.1	-4,780.58

Total: Total Fixed Income **1,504,612.51** **1,463,463.72** **3,303.20** **32.9** **-41,148.79**

Total Real Assets

REIT MF ETF/ETNs

VANGUARD REAL ESTATE ETF	922908553	1,500.000	94.87	142,310.47	86.480	129,720.00	.00	2.9	-12,590.47
Total: REIT MF ETF/ETNs				142,310.47		129,720.00	.00	2.9	-12,590.47

Total: Total Real Assets **142,310.47** **129,720.00** **.00** **2.9** **-12,590.47**

Total Cash Equivalents

Money Market Funds

FIRST AM GOVT OB FD CL X	31846V336	148,751.540	1.00	148,751.54	1.000	148,751.54	582.31	3.4	.00
Total: Money Market Funds				148,751.54		148,751.54	582.31	3.4	.00

Total: Total Cash Equivalents **148,751.54** **148,751.54** **582.31** **3.4** **.00**

Total **3,617,348.54** **4,425,326.06** **3,885.51** **100.0** **807,977.52**

Important disclosures, definitions of terms and index descriptions

If you have questions regarding this information or wish to receive definitions of any additional terms or indexes used in this report, please contact your Portfolio Manager.

Important disclosures (page 1 of 4)

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Performance reports included may show performance results gross of fees and expenses. If fees and expenses were included, the performance would be lower. If you have any questions, please speak with your relationship manager for additional information.

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Important disclosures (page 2 of 4)

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Important disclosures (page 3 of 4)

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Alternative investments very often use speculative investment and trading strategies. There is no guarantee that the investment program will be successful. Alternative investments are designed only for investors who are able to tolerate the full loss of an investment. These products are not suitable for every investor even if the investor does meet the financial requirements. It is important to consult with your investment professional to determine how these investments might fit your asset allocation, risk profile and tax situation. **Hedge funds** are speculative and involve a high degree of risk. An investment in a hedge fund involves a substantially more complicated set of risk factors than traditional investments in stocks or bonds, including the risks of using derivatives, leverage and short sales, which can magnify potential losses or gains. Restrictions exist on the ability to redeem or transfer interests in a fund. **Exchange-traded funds (ETFs)** are baskets of securities that are traded on an exchange like individual stocks at negotiated prices and are not individually redeemable. ETFs are designed to generally track a market index and shares may trade at a premium or a discount to the net asset value of the underlying securities. **Private equity** investments provide investors and funds the potential to invest directly into private companies or participate in buyouts of public companies that result in a delisting of the public equity. Investors considering an investment in private equity must be fully aware that these investments are illiquid by nature, typically represent a long-term binding commitment and are not readily marketable. The valuation procedures for these holdings are often subjective in nature. **Private debt** investments may be either direct or indirect and are subject to significant risks, including the possibility of default, limited liquidity and the infrequent availability of independent credit ratings for private companies. **Structured products** are subject to market risk and/or principal loss if sold prior to maturity or if the issuer defaults on the security. Investors should request and review copies of Structured Products Pricing Supplements and Prospectuses prior to approving or directing an investment in these securities.

Important disclosures (page 4 of 4)

Mutual fund investing involves risk and principal loss is possible. Investing in certain funds involves special risks, such as those related to investments in small- and mid-capitalization stocks, foreign, debt and high-yield securities and funds that focus their investments in a particular industry. Please refer to the fund prospectus for additional details pertaining to these risks. An investment in **money market funds** is not insured or guaranteed by the Federal Deposit Insurance Corporation (FDIC) or any other government agency. Although these funds seek to preserve the value of an investment at \$1.00 per share, it is possible to lose money by investing in these funds.

Holdings of First American Funds: U.S. Bancorp Asset Management, Inc. is a registered investment advisor and subsidiary of U.S. Bank National Association. U.S. Bank National Association is a separate entity and wholly owned subsidiary of U.S. Bancorp. U.S. Bank is not responsible for and does not guarantee the products, performance or services of U.S. Bancorp Asset Management. U.S. Bancorp Asset Management, Inc. serves as an investment advisor to First American Funds. **Holdings of Nuveen mutual funds:** Firststar Capital Corporation (Firststar Capital), an affiliate of U.S. Bancorp, holds a less-than-10 percent ownership interest in Windy City Investments Holdings, LLC which was formerly the parent of Windy City Investment Inc. and the indirect parent of Nuveen Fund Advisors, LLC which is the investment advisor to the Nuveen Mutual Funds. On October 1, 2014, Windy City Investments, Inc. was sold to Teachers Insurance and Annuity Association of America. As a result of the sale, U.S. Bancorp no longer has an indirect ownership interest in Nuveen Fund Advisors, LLC. Depending on the outcome of certain factors, Firststar Capital might in the future receive an earn-out payment in respect of its interest in Windy City Investment Holdings, LLC, under the terms of the sale. **Non-proprietary mutual funds:** U.S. Bank may enter into agreements with other non-proprietary mutual funds or their service providers whereby U.S. Bank provides shareholder services and/or sub-transfer agency, custodial and other administrative support services and receives compensation for these services. Compensation received by U.S. Bank directly or indirectly from mutual funds does not increase fund fees and expenses beyond what is disclosed in the fund prospectuses. For more information, review the fund prospectus.

Definitions of report and statement terms (page 1 of 5)

Accredited Investor: Private placement securities generally require that investors be accredited due to the additional risks and speculative nature of the securities. For natural persons, the criteria is met by a net worth of more than \$1 million (excluding primary residence) or an income of more than \$200,000 individually (\$300,000 jointly) for the two most recent years and a reasonable expectation for the same in the current year. For other entities, such as corporations, partnerships, trusts and employee benefit plans, the criteria is met with at least \$5 million in assets. See full definition in Rule 501 of Regulation D under the Securities Act of 1933.

Alpha: A measure of risk-adjusted performance. A statistic measuring that portion of a stock, fund or composite's total return attributable to specific or non-market risk. Alpha measures non-market return and indicates how much value has been added or lost. A positive Alpha indicates the fund or composite has performed better than its Beta would predict (i.e., the manager has added value above the benchmark). A negative Alpha indicates a fund or composite has underperformed given the composite's Beta.

Alternative Investments: As used by U.S. Bank, an investment considered to be outside of the traditional asset classes of long-only stocks, bonds and cash. Examples of alternative investments include hedge funds, private equity, options and financial derivatives.

Annualized Excess Return: Shows the difference between the annualized linked returns of a portfolio and the model benchmark. Performance reports provided annualize only periods greater than one year.

Annualized or Annual Rate of Return: Represents the average annual change in the value of an investment over the periods indicated.

Batting Average: Shows how consistently the portfolio return met or beat the market.

Beta: A measure of your portfolio's risk relative to a benchmark. A portfolio with a beta of 1.5, for example, would be expected to return roughly 1.5 times the benchmark's return. A high Beta indicates a riskier portfolio.

Bond Credit Rating: A grade given to bonds by a private independent rating service that indicates their credit quality. Ratings are the opinion of Standard & Poor's or other agencies as noted and not the opinion of U.S. Bank.

Consumer Price Index (CPI): A measure of the average change in prices over time in a market basket of goods and services and is one of the most frequently used statistics for identifying periods of inflation and deflation.

Convexity to Stated Maturity: A measure of the curvature in the relationship between bond prices and bond yields that demonstrates how the duration of a bond changes as the interest rate changes. Convexity is used as a risk-management tool and helps to measure and manage the amount of market risk to which a portfolio of bonds is exposed. This version of convexity measures the rate change in duration of a bond as the yield to (stated) maturity changes.

Definitions of report and statement terms (page 2 of 5)

Cost basis/book value: The original value of an asset at the time it was acquired. This is normally the purchase price or appraised value at the time of acquisition. This data is for information purposes only.

Cumulative Excess Return: Shows the difference between the annualized linked returns of a portfolio and the model benchmark. Performance reports provided use unannualized returns in periods up to one year, but annualized returns for periods exceeding one year.

Downside Capture: The downside capture ratio reflects how a portfolio compares to a benchmark during periods when the benchmark is down. A downside capture ratio of 0.80 (or 80 percent) means the portfolio has historically declined only 80 percent as much as the benchmark during down markets.

Downside Deviation: The deviation of returns that fall below a minimum acceptable return (MAR). Although the numerator includes only returns below the MAR, the denominator includes all returns in the performance period. This risk statistic is similar to the downside standard deviation except the sum is restricted to returns less than the MAR instead of the mean.

Downside Standard Deviation: The deviation of returns that fall below the mean return. Although the numerator includes only returns below the mean, the denominator includes all returns in the performance period. This risk statistic is similar to the downside deviation except the sum is restricted to returns less than the mean instead of the minimum acceptable return (MAR).

Effective Maturity: The date of a bond's most likely redemption, given current market conditions, taking into consideration the optional and mandatory calls, the optional, mandatory and recurring puts, and the stated maturity.

Estimated annual income: The amount of income a particular asset is anticipated to earn over the period indicated. The shares multiplied by the annual income rate.

Gain/loss calculation: If an asset was sold, the difference between the proceeds received from the sale compared to the cost of acquiring the asset. If the value of the proceeds is the higher of the two numbers, then a gain was realized. If the value of the proceeds is the lower of the two numbers, a loss was incurred. This data is for information purposes only.

Gross of Fees: Represents all assets included in the calculation of the portfolio -- before the deduction of trust and asset management fees -- and is inclusive of all applicable third party security fees and expenses. Details of those fees and expenses are provided in the security's prospectus or offering documents.

Information Ratio: The information ratio compares the average excess return of the portfolio over its associated benchmark divided by the tracking error.

M-Squared: The hypothetical return of the portfolio after its risk has been adjusted to match a benchmark.

Definitions of report and statement terms (page 3 of 5)

Market Value: Publicly traded assets are valued using market quotations or valuation methods from financial industry services believed by us to be reliable. Assets, that are not publicly traded, may be reflected at values from other external sources or special valuations prepared by us. Assets for which a current value is not available may be reflected as not valued, at par value, or at a nominal value. Values shown do not necessarily reflect prices at which assets could have been bought or sold. Values are updated based on internal policy and may be updated less frequently than statement generation.

Market Value Over Time: Many factors can impact the portfolio value over time, such as contributions to the account, distributions from the account, the investment of dividends and interest, the deduction of fees and expenses, and market performance.

Modified Duration to Effective Maturity: A formula that expresses the measurable change in the value of a security in response to a change in interest rates. This version of Modified Duration takes into consideration a “horizon date/price” that is, given current conditions, the most likely redemption date/price using the set of calls/puts, as well as stated maturity.

Modified Duration to Stated Maturity: A formula that expresses the measurable change in the value of a security in response to a change in interest rates. This version of Modified Duration uses stated maturity as the “horizon date/price” and ignores any potential call/put/pre-refunding, even if they are mandatory.

Net of Fees: Represents all assets included in the calculation of the portfolio -- after the deduction of trust and asset management fees. Please refer to the client fee schedule for additional information.

Price/Earnings Ratio (P/E): The P/E ratio of a company is calculated by dividing the price of the company’s stock by its trailing 12-month earnings per share. A high P/E usually indicates that the market is paying a premium for current earnings because it believes in the firm’s ability to grow its earnings. A low P/E indicates the market has less confidence that the company’s earnings will increase. Within a portfolio, P/E is the weighted average of the price/earnings ratios of the stocks in the portfolio.

Qualified Purchaser: Some private placement securities require that investors be Qualified Purchasers in addition to being Accredited Investors. For natural persons, the criteria is generally met when the client (individually or jointly) owns at least \$5 million in investments. For other entities, such as corporations, partnerships, trusts and employee benefit plans, the criteria is met with at least \$25 million in investments though there are other eligibility tests that may apply. See full definition in Section 2(a)(51) of the Investment Company Act of 1940.

R-Squared: Measures the portion of the risk in your portfolio that can be attributed to the risk in the benchmark.

Realized and Unrealized Gains/Losses: Are calculated for individual tax lots based on the records we have available. Some data may be incomplete or differ from what you are required to report on your tax return. Some data used in these calculations may have been obtained from outside sources and cannot be verified by U.S. Bank. The data is intended for informational purposes only and should not be used for tax reporting purposes. Please consult with your tax or legal advisor for questions concerning your personal tax or financial situation.

Definitions of report and statement terms (page 4 of 5)

Residual Risk: The amount of risk specific to the assets in a portfolio distinct from the market, represented by a benchmark.

Return: An indication of the past performance of your portfolio.

Sharpe Ratio: Measures of risk-adjusted return that calculates the return per unit of risk, where risk is the Standard Deviation of your portfolio. A high Sharpe ratio indicates that the portfolio is benefiting from taking risk.

Sortino Ratio: Intended to differentiate between good and bad volatility. Similar to the Sharpe ratio, except it uses downside deviation for the denominator instead of standard deviation, the use of which doesn't discriminate between up and down volatility.

Spread: The difference between the yields of two bonds with differing credit ratings (most often, a corporate bond with a certain amount of risk is compared to a standard traditionally lower risk Treasury bond). The bond spread will show the additional yield that could be earned from a bond which has a higher risk.

Standard Deviation: A measure of the volatility and risk of your portfolio. A low standard deviation indicates a portfolio with less volatile returns and therefore less inherent risk.

Time-weighted Return: The method used to calculate performance. Time-weighted return calculates period by period returns that negates the effect of external cash flows. Returns for periods of greater than one year are reported as an annualized (annual) rate of return. Returns of less than one year are reported on a cumulative return basis. Cumulative return is the aggregate amount an investment has gained or lost over time, independent of the period involved.

Tracking Error: A divergence between the price behavior of a position or a portfolio and the price behavior of a benchmark. This is often in the context of a hedge or mutual fund that did not work as effectively as intended, creating an unexpected profit or loss instead.

Traditional Investments: As used by U.S. Bank, an investment made in equity, fixed income or cash securities, mutual funds or exchange-traded funds (ETFs) where the investor buys at a price with the goal that the investment will go up in value.

Top 10 Holdings: The 10 assets with the highest market values in the account.

Total Portfolio Gross of Fees: Represents all assets included in the calculation of the portfolio, before the deduction of trust and asset management fees, and is inclusive of all applicable third-party security fees and expenses. Details of those fees and expenses are provided in the security's prospectus or offering documents.

Definitions of report and statement terms (page 5 of 5)

Total Return: The rate of return that includes the realized and unrealized gains and losses plus income for the measurement period.

Treynor Ratio: Measures the performance of a sector relative to risk by dividing the return of the sector in excess of the risk-free return by the sector's Beta. The higher the Treynor ratio, the better the return relative to risk.

Turnover Percent: Indicates how frequently asset are bought and sold within a portfolio.

Turnover Ratio: The percentage of a mutual fund's or other investment vehicle's holdings that have been "turned over" or replaced with other holdings in a given year.

Unrealized gain (loss) — The difference between the current market value (at the end of the statement period) and the cost to acquire the asset. If the current market value is higher than the cost, a gain is reflected. If the current market value is lower than the cost paid, a loss is reflected. This data is for information purposes only.

Upside Capture: The upside capture ratio reflects how a portfolio compares to the selected model benchmark during periods when the benchmark is up. An upside capture ratio of 1.15 (or 115 percent) means the portfolio has historically beat the benchmark by 15 percent during up markets.

Yield: The annual rate of return on an investment, expressed as a percentage. For bonds, it is the coupon rate divided by the market price. For stocks, it is the annual dividend divided by the market price.

Frequently used indexes (page 1 of 5)

Bloomberg Barclays 1-3 year U.S. Treasury Index: Measures the performance of the U.S. government bond market and includes public obligations of the U.S. Treasury with a maturity between one year and up to (but not including) three years.

Bloomberg Barclays 1-5 year U.S. Treasury Index: Includes all publicly issued, U.S. Treasury securities that have a remaining maturity of greater than or equal to one year and less than five years, are rated investment grade and have \$250 million or more of outstanding face value.

The Bloomberg Barclays 1-5 year Municipal Index: Measures the performance of municipal bonds with time to maturity of more than one year and less than five years.

Bloomberg Barclays 7-year Municipal Index: Includes municipal bonds with a minimum credit rating of Baa that have been issued as part of a transaction of at least \$50 million, have a maturity value of at least \$5 million and a maturity range of four to six years.

Bloomberg Barclays Global Aggregate Index ex-U.S. Index: Measure of global investment grade debt from 24 local currency markets. This multi-currency benchmark includes Treasury, government-related, corporate and securitized fixed-rate bonds from both developed and emerging markets issuers.

Bloomberg Barclays Global Treasury ex-U.S. Index: Includes government bonds issued by investment-grade countries outside the United States, in local currencies, that have a remaining maturity of one year or more and are rated investment grade.

Bloomberg Barclays High Yield Municipal Bond Index: An unmanaged index made up of bonds that are non-investment grade, unrated or below Ba1 bonds.

Bloomberg Barclays Intermediate Aggregate Index: Consists of one- to 10-year governments, one- to 10-year corporate bonds, all mortgages and all asset-backed securities within the Aggregate Index.

Bloomberg Barclays Mortgage-Backed Securities Index: Covers agency mortgage-backed pass-through securities (both fixed-rate and hybrid adjustable-rate mortgages) issued by Ginnie Mae (GNMA), Fannie Mae (FNMA), and Freddie Mac (FHLMC).

Bloomberg Barclays U.S. Aggregate Bond Index: Measures the investment grade, U.S. dollar-denominated, fixed-rate taxable bond market, including Treasuries, government-related and corporate securities, mortgage-backed securities, asset-backed securities and commercial mortgage-backed securities.

Bloomberg Barclays U.S. Corporate Bond Index: Measures the investment grade, fixed-rate, taxable corporate bond market and includes U.S. dollar-denominated securities publicly issued by U.S. and non-U.S. industrial, utility and financial issuers.

Frequently used indexes (page 2 of 5)

Bloomberg Barclays U.S. Corporate High Yield Bond Index: Measures the U.S. dollar denominated, high yield, fixed-rate corporate bond market.

Bloomberg Barclays U.S. Municipal Bond Index: Measures the investment grade, U.S. dollar-denominated, fixed tax-exempt bond market. The index includes state and local general obligation, revenue, insured and pre-refunded bonds.

Bloomberg Barclays U.S. Treasury Index: Measures U.S. dollar-denominated, fixed-rate, nominal debt issued by the U.S. Treasury.

Bloomberg Barclays U.S. Treasury Inflation-Protected Securities (TIPS) Index: An unmanaged index includes all publicly issued, U.S. TIPS that have at least one year remaining to maturity, are rated investment grade, and have \$250 million or more of outstanding face value.

Cambridge U.S. Private Equity Index: This index is based on returns data compiled for U.S. private equity funds (including buyout, growth equity and mezzanine funds) that represent the majority of institutional capital raised by private equity partnerships formed since 1986. Returns may be delayed by up to six months. Quarterly performance is prorated based on the cube root for the months of the quarter.

Citigroup 3-Month Treasury Bills: An unmanaged index and represents monthly return equivalents of yield averages of the last three-month Treasury Bill issues.

Citigroup 6-Month Treasury Bills: An unmanaged index and represents monthly return equivalents of yield averages of the last six-month Treasury Bill issues.

Credit Suisse Leverage Loan Index: Represents tradable, senior-secured, U.S. dollar-denominated non-investment grade loans.

Dow Jones Industrial Average (DJIA): The price-weighted average of 30 significant U.S. stocks traded on the New York Stock Exchange and NASDAQ. The DJIA is the oldest and single most watched index in the world.

Dow Jones Select REIT Index: Measures the performance of publicly traded REITs and REIT-like securities in the U.S. and is a proxy for direct real estate investment, in part by excluding companies whose performance may be driven by factors other than the value of real estate.

HFRI Indices: The Hedge Fund Research, Inc. (HFRI) indexes are a series of benchmarks designed to reflect hedge fund industry performance by constructing composites of constituent funds, as reported by the hedge fund managers listed within the HFR Database.

Frequently used indexes (page 3 of 5)

HFRI Equity Hedge Total Index: Uses the HFR (Hedge Fund Research) database and consists only of equity hedge funds with a minimum of \$50 million assets under management or a 12-month track record and that reported assets in U.S. dollars.

HFRI Relative Value Fixed Income Corporate Index: Uses the HFR (Hedge Fund Research) database and consists of only relative value fixed income corporate funds with a minimum of \$50 million assets under management or a 12-month track record and that reported assets in U.S. dollars.

ICE BofAML 1-3 Year Corporate Index: Tracks U.S. dollar-denominated investment grade public debt issued in the U.S. bond market with maturities of one to three years.

ICE BofAML 1-5 Year Corporate and Government Index: Tracks the performance of short-term U.S. investment grade government and corporate securities with maturities between one and five years.

ICE BofAML U.S. 7-10 Year Index: Tracks the performance of U.S. dollar denominated investment grade rated corporate debt publicly issued in the U.S. domestic market and includes all securities with a remaining term to maturity of greater than or equal to seven years and less than 10 years.

ICE BofAML Global Broad Market Index: Tracks the performance of investment grade public debt issued in the major domestic and Eurobond markets, including global bonds.

ICE BofAML U.S. High Yield Master II Index: Commonly used benchmark index for high yield corporate bonds and measures the broad high yield market.

J.P. Morgan Emerging Markets Bond Index Global (EMBI Global): Tracks total returns for traded external debt instruments in the emerging markets.

London Interbank Offered Rate (LIBOR) 3-months: The interest rate offered by a specific group of London banks for U.S. dollar deposits with a three-month maturity.

London Interbank Offered Rate (LIBOR) 9-months: The interest rate offered by a specific group of London banks for U.S. dollar deposits with a nine-month maturity.

MSCI All Country World Index (ACWI): Designed to measure the equity market performance of developed and emerging markets.

Frequently used indexes (page 4 of 5)

Russell 2000 Value Index: Measures companies in the Russell 2000 Index having lower price-to-book ratios and lower forecasted growth values. The Russell 2000 Index includes the 2,000 firms from the Russell 3000 Index with the smallest market capitalizations.

Russell 3000 Index: Measures the performance of the 3,000 largest U.S. securities based on total market capitalization.

Russell Midcap Index: Measures the 800 smallest companies in the Russell 3000 Index.

Russell Midcap Growth Index: Measures companies in the Russell Midcap Index having higher price-to-book ratios and higher forecasted growth values.

Russell Midcap Value Index: Measures companies in the Russell Midcap Index having lower price-to-book ratios and lower forecasted growth values.

MSCI All County World ex-U.S. Index (ACWI, excluding United States): Tracks the performance of stocks representing developed and emerging markets around the world that collectively comprise most foreign stock markets. U.S. stocks are excluded from the index.

MSCI EAFE Index: Includes approximately 1,000 companies representing the stock markets of 21 countries in Europe, Australasia and the Far East.

MSCI Emerging Markets (EM) Index: Designed to measure equity market performance in global emerging markets.

MSCI World Index: Tracks equity market performance of developed markets through individual country indices.

NAREIT Index: Includes REITs (Real Estate Investment Trusts) listed on the New York Stock Exchange, NASDAQ and American Stock Exchange.

NASDAQ Composite Index: A market capitalization-weighted average of roughly 5,000 stocks that are electronically traded in the NASDAQ market.

NCREIF Property Index (NPI): Measures the investment performance of a very large pool of individual commercial real estate properties acquired in the private market for investment purposes only.

Russell 1000 Index: Measures the performance of the 1,000 largest companies in the Russell 3000 Index and is representative of the U.S. large capitalization securities market.

Frequently used indexes (page 5 of 5)

Russell 1000 Growth Index: Measures companies in the Russell 1000 Index with higher price-to-book ratios and higher forecasted growth values. It includes the largest 1,000 firms in the Russell 3000 Index.

Russell 1000 Value Index: Measures companies in the Russell 1000 Index with lower price-to-book ratios and lower forecasted growth values. It includes the largest 1,000 firms in the Russell 3000 Index.

Russell 2000 Index: Measures the performance of the 2,000 smallest companies in the Russell 3000 Index and is representative of the U.S. small capitalization securities market.

Russell 2000 Growth Index: Measures companies in the Russell 2000 Index having higher price-to-book ratios and higher forecasted growth values, and is representative of U.S. securities exhibiting growth characteristics. The Russell 2000 Index includes the 2,000 firms from the Russell 3000 Index with the smallest market capitalizations.

S&P 500 Index: Consists of 500 widely traded stocks that are considered to represent the performance of the U.S. stock market.

S&P Global ex-U.S. Property Index: Measures the investable universe of publicly traded property companies domiciled in developed and emerging markets excluding the United States. The companies included are engaged in real estate related activities such as property ownership, management, development, rental and investment.

S&P GSCI: A composite index of commodity sector returns, representing an unleveraged, long-only investment in commodity futures that is broadly diversified across the spectrum of commodities.

S&P/Case-Shiller Home Price Indexes: A group of indexes that track changes in home prices throughout the United States. Case-Shiller produces indexes representing certain metropolitan statistical areas (MSA) as well as a national index.

Swiss Re Global Cat Bond Total Return Index: Tracks the aggregate performance of all U.S. dollar-denominated euros and Japanese yen-denominated catastrophe bonds, capturing all ratings, perils and triggers.

U.S. Dollar Index: Indicates the general international value of the U.S. dollar by averaging the exchange rates between the U.S. dollar and six major world currencies.

Wilshire 5000 Index: Composed of more than 6,700 publicly-traded U.S. companies and is designed to track the overall performance of the American stock markets.



DESERT HEALTHCARE
DISTRICT & FOUNDATION

Date: November 13, 2024
To: Finance & Administration Committee
Subject: Trakstar Performance Management Platform – 3-year agreement (2025-2027)- \$16,545.

Staff Recommendation: Information Only.

Background:

- For the previous 3 years, the District has been using the Trakstar Performance Management Platform.
- Trakstar has been a valuable tool to maintain and track employee performance throughout the year.
- The year-end performance reviews are completed within the platform with consistent measurements of competency and goals performance.
- Additionally, with this platform, the performance reviews are maintained in a standard application with archiving abilities of prior performance reviews and allows goal creation for the new performance period.
- Staff has evaluated the benefits of this platform and consider it valuable tool for employee reviews in conjunction with annual merit increases.
- Staff has executed the 3-year agreement, since it is a budget item and within the policy limits.
- The agreement is included in the packet for your review.

Fiscal Impact:

\$16,545 expense over 3 years, included in the annual budget.



Trakstar Order Form

113 Cherry Street
PMB 57615
Seattle, WA 98104
1(877)489-5651
www.trakstar.com

Order Information

*annual plans

Solution	Total Bid
Trakstar Perform	
Seats: 0 - 50	\$16,545
Trakstar Professional Services*	
Seats: NA	
Content Package*	
Seats: NA	
Integration*	
Seats: NA	
TOTAL	\$16,545

General Information

Customer Name

Desert Healthcare District and Foundation

Address

1140 N. Indian Canyon Drive

Palm Springs

CA

92262

Phone Number

760 323 6116

Website

dhcd.org

Contact Information

Primary Customer Contact

Chris Christensen

cchristensen@dhcd.org

Accounts Payable Contact

Eric Taylor

etaylor@dhcd.org

Authorization Information

Customer Signature

Customer Title

CEO

Customer Date

11/5/24

ATSI Authorized Signature

ATSI Title

General Counsel

ATSI Begin Date

Subscription Information

Subscription Term 1

12/21/2024 - 12/21/2025

Billing Period 1 Amount

\$5,250

Subscription Term 2

12/21/2025 - 12/21/2026

Billing Period 2 Amount

\$5,510

Subscription Term 3

12/21/2026 - 12/21/2027

Billing Period 3 Amount

\$5,785

Subscription Term 4

NA

Billing Period 4 Amount

Subscription Term 5

NA

Billing Period 5 Amount

Terms

The first year subscription cost, plus tax if applicable, will be invoiced at the agreement "Begin Date". Payment terms are Net 30. Customer will be billed 2nd Year Subscription Cost in advance of the anniversary of the Begin Date. The Initial Term of this Agreement is **three** years from the Begin Date, and will renew in **three** year increments thereafter unless either Client or Company notifies the other of desire to cancel the contract at least sixty (60) days prior to the Begin Date after the initial **three** year term. Completion of this form will authorize ATSI to submit invoice. Implementation of the system, as contracted by the client, will begin at the agreement "Begin Date". All sales are subject to the terms and conditions of ATSI Master Software Agreement at <https://www.trakstar.com/terms/>.

Use of Logo. Customer hereby grants to ATSI the right to use Customer's company logo in marketing, sales, financial, and public relations materials and other communications solely to identify Customer as an ATSI customer. Other than as expressly stated herein, neither party shall use the other party's marks, codes, drawings or specifications without the prior written permission of the other party.



Chief Administration Officer's Report

November 13, 2024

Las Palmas Medical Plaza - Property Management:

Occupancy:

See attached unit rental status report.

94.6% currently occupied –

Total annual rent including CAM fees is **\$1,457,231**.

Leasing Activity:

There are several lease items being presented later in the agenda.

Two suites (1W-104 & 3W-101) remain vacant and are available for lease through our broker, Rob Wenthold.

Las Palmas Medical Plaza

Unit Rental Status

As of November 1, 2024

Unit	Tenant Name	Deposit	Lease Dates		Term	Unit Sq Feet	Percent of Total	Monthly Rent	Annual Rent	Rent Per Sq Foot	Monthly CAM	Total Monthly Rent Inclg CAM	Total Annual Rent Inclg CAM
			From	To									
											\$ 0.86		
1W, 104	Vacant					1,024	2.07%						
3W, 101	Vacant					1,656	3.36%						
Total - Vacancies						2,680	5.43%						
Total Suites - 32 - 30 Suites Occupied		\$53,732.40				49,356	94.57%	\$ 82,398.78	\$ 988,785.36	\$ 1.77	\$ 39,037.12	\$ 121,435.90	\$ 1,457,230.80
Summary - All Units													
			Occupied	46,676	94.57%								
			Vacant	2,680	5.43%								
			Pending	0	0.00%								
			Total	49,356	100%								

DESERT HEALTHCARE DISTRICT
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DESERT HEALTHCARE DISTRICT
YEAR TO DATE VARIANCE ANALYSIS
ACTUAL VS BUDGET
FOUR MONTHS ENDED OCTOBER 31, 2024

Scope: \$25,000 Variance per Statement of Operations Summary				
	YTD		Over(Under)	
Account	Actual	Budget	Budget	Explanation
4000 - Income	\$ 1,573,618	\$ 577,762	\$ 995,856	Higher interest income and market fluctuations (net) from FRF investments \$940k; higher property tax revenues \$56k
4501 - Misc. Income	\$ 71,500	\$ 178,000	\$ (106,500)	Lower revenue from Environmental Health Summit sponsorships \$104k; lower misc \$3k
5000 - Direct Expenses	\$ 558,989	\$ 729,300	\$ (170,311)	Lower wages expense \$110k; lower education expense \$24k; lower health insurance expense \$21k; lower board expenses \$10k; lower retirement expense \$8k; higher workers comp \$3k
6445 - LPMP Expense	\$ 346,582	\$ 452,552	\$ (105,970)	Lower depreciation expenses \$52k; lower interior building expense \$12k; lower plumbing expense \$7k; lower internal property management allocation \$6k; lower deferred maintenance expense \$5k; lower landscaping expense \$5k; lower marketing expense \$5k; lower extermination expense \$4k; lower rubbish removal expense \$2k; lower lighting expense \$2k; lower misc expense \$6k
6500 - Professional Fees Expense	\$ 630,197	\$ 699,836	\$ (69,639)	Lower professional services expense \$190k; higher legal expense \$93k; higher PR/Communications expense \$27k
7000 - Grants Expense	\$ 111,628	\$ 1,666,668	\$ (1,555,040)	As of October 31, 2024, there are \$4,857,202 remaining in the fiscal year grant budget, with a total of \$31,170 in carry over and unexpended grant funds.
Las Palmas Medical Plaza - Net	\$ 147,663	\$ 46,592	\$ 101,071	LPMP expenses lower \$106k; LPMP revenue lower \$5k

Desert Healthcare District
Profit & Loss Budget vs. Actual
 July through October 2024

	MONTH			TOTAL		
	Oct 24	Budget	\$ Over Budget	Jul - Oct 24	Budget	\$ Over Budget
Income						
4000 · Income	(236,821)	342,760	(579,581)	1,573,618	577,762	995,856
4500 · LPMP Income	121,339	124,786	(3,447)	494,245	499,144	(4,899)
4501 · Miscellaneous Income	0	44,500	(44,500)	71,500	178,000	(106,500)
Total Income	(115,482)	512,046	(627,528)	2,139,364	1,254,906	884,458
Expense						
5000 · Direct Expenses	133,744	173,393	(39,649)	558,989	729,300	(170,311)
6000 · General & Administrative Exp	52,368	58,805	(6,437)	215,423	235,220	(19,797)
6325 · CEO Discretionary Fund	7,000	4,167	2,833	28,500	16,668	11,832
6445 · LPMP Expenses	94,330	113,138	(18,808)	346,582	452,552	(105,970)
6500 · Professional Fees Expense	73,899	174,959	(101,060)	630,197	699,836	(69,639)
6600 · Mobile Medical Unit	0	417	(417)	0	1,668	(1,668)
6700 · Trust Expenses	488	6,055	(5,567)	1,952	24,220	(22,268)
Total Expense Before Grants	361,829	530,934	(169,105)	1,781,646	2,159,466	(377,820)
7000 · Grants Expense	(305,939)	416,667	(722,606)	111,628	1,666,668	(1,555,040)
Net Income	(171,372)	(435,555)	264,183	246,090	(2,571,228)	2,817,318

Desert Healthcare District
Profit & Loss Budget vs. Actual
 July through October 2024

	MONTH			TOTAL		
	Oct 24	Budget	\$ Over Budget	Jul - Oct 24	Budget	\$ Over Budget
Income						
4000 · Income						
4010 · Property Tax Revenues	244,908	264,426	(19,518)	320,347	264,426	55,921
4200 · Interest Income						
4220 · Interest Income (FRF)	37,437	106,667	(69,230)	503,707	426,668	77,039
9999-1 · Unrealized gain(loss) on invest	(519,166)	(30,333)	(488,833)	741,391	(121,332)	862,723
Total 4200 · Interest Income	(481,729)	76,334	(558,063)	1,245,098	305,336	939,762
4300 · DHC Recoveries	0	2,000	(2,000)	8,173	8,000	173
Total 4000 · Income	(236,821)	342,760	(579,581)	1,573,618	577,762	995,856
4500 · LPMP Income	121,339	124,786	(3,447)	494,245	499,144	(4,899)
4501 · Miscellaneous Income	0	44,500	(44,500)	71,500	178,000	(106,500)
Total Income	(115,482)	512,046	(627,528)	2,139,364	1,254,906	884,458
Expense						
5000 · Direct Expenses						
5100 · Administration Expense						
5110 · Wages Expense	106,820	115,682	(8,862)	404,613	498,456	(93,843)
5111 · Allocation to LPMP - Payroll	(3,325)	(7,139)	3,814	(22,609)	(28,556)	5,947
5112 · Vacation/Sick/Holiday Expense	7,197	15,000	(7,803)	56,936	60,000	(3,064)
5114 · Allocation to Foundation	(17,258)	(17,692)	434	(66,467)	(70,768)	4,301
5119 · Allocation-FED FUNDS/CVHIP-DHCF	(9,894)	0	(9,894)	(16,011)	0	(16,011)
5120 · Payroll Tax Expense	7,062	10,333	(3,271)	33,856	41,332	(7,476)
5130 · Health Insurance Expense						
5131 · Premiums Expense	18,482	23,553	(5,071)	76,485	94,212	(17,727)
5135 · Reimb./Co-Payments Expense	1,079	1,800	(721)	4,373	7,200	(2,827)
Total 5130 · Health Insurance Expense	19,561	25,353	(5,792)	80,858	101,412	(20,554)
5140 · Workers Comp. Expense	1,216	572	644	4,993	2,288	2,705
5145 · Retirement Plan Expense	9,266	11,154	(1,888)	36,571	44,616	(8,045)
5160 · Education Expense	579	7,417	(6,838)	5,689	29,668	(23,979)
Total 5100 · Administration Expense	121,224	160,680	(39,456)	518,429	678,448	(160,019)
5200 · Board Expenses						
5210 · Healthcare Benefits Expense	2,560	4,109	(1,549)	9,276	16,436	(7,160)
5230 · Meeting Expense	3,797	3,708	89	17,299	14,832	2,467
5235 · Director Stipend Expense	5,209	3,646	1,563	10,535	14,584	(4,049)
5240 · Catering Expense	911	1,000	(89)	3,065	4,000	(935)
5250 · Mileage Reimbursement Expense	43	250	(207)	385	1,000	(615)
Total 5200 · Board Expenses	12,520	12,713	(193)	40,560	50,852	(10,292)
Total 5000 · Direct Expenses	133,744	173,393	(39,649)	558,989	729,300	(170,311)

Desert Healthcare District
Profit & Loss Budget vs. Actual
July through October 2024

	MONTH			TOTAL		
	Oct 24	Budget	\$ Over Budget	Jul - Oct 24	Budget	\$ Over Budget
6000 · General & Administrative Exp						
6110 · Payroll fees Expense	218	208	10	901	832	69
6120 · Bank and Investment Fees Exp	6,000	5,200	800	23,349	20,800	2,549
6125 · Depreciation Expense	2,165	2,500	(335)	8,645	10,000	(1,355)
6126 · Depreciation-Solar Parking lot	15,072	15,072	0	60,288	60,288	0
6127 · Depreciation - Autos	6,409	6,409	0	25,636	25,636	0
6130 · Dues and Membership Expense	1,663	5,429	(3,766)	7,827	21,716	(13,889)
6200 · Insurance Expense	4,725	4,692	33	18,600	18,768	(168)
6300 · Minor Equipment Expense	0	42	(42)	0	168	(168)
6305 · Auto Allowance & Mileage Exp	554	500	54	2,493	2,000	493
6306 · Staff- Auto Mileage reimb	639	625	14	1,769	2,500	(731)
6309 · Personnel Expense	107	375	(268)	926	1,500	(574)
6310 · Miscellaneous Expense	0	42	(42)	0	168	(168)
6311 · Cell Phone Expense	720	1,000	(280)	2,954	4,000	(1,046)
6312 · Wellness Park Expenses	0	83	(83)	0	332	(332)
6315 · Security Monitoring Expense	108	50	58	216	200	16
6340 · Postage Expense	228	333	(105)	656	1,332	(676)
6350 · Copier Rental/Fees Expense	370	500	(130)	1,247	2,000	(753)
6351 · Travel Expense	913	2,500	(1,587)	9,222	10,000	(778)
6352 · Meals & Entertainment Exp	708	2,833	(2,125)	765	11,332	(10,567)
6355 · Computer Services Expense	7,267	5,322	1,945	33,914	21,288	12,626
6360 · Supplies Expense	1,501	2,167	(666)	4,589	8,668	(4,079)
6380 · LAFCO Assessment Expense	171	208	(37)	684	832	(148)
6400 · East Valley Office	2,830	2,715	115	10,742	10,860	(118)
Total 6000 · General & Administrative Exp	52,368	58,805	(6,437)	215,423	235,220	(19,797)
6325 · CEO Discretionary Fund	7,000	4,167	2,833	28,500	16,668	11,832
6445 · LPMP Expenses	94,330	113,138	(18,808)	346,582	452,552	(105,970)
6500 · Professional Fees Expense						
6516 · Professional Services Expense	30,578	124,167	(93,589)	306,678	496,668	(189,990)
6520 · Annual Audit Fee Expense	1,484	1,500	(16)	5,936	6,000	(64)
6530 · PR/Communications/Website	2,687	34,292	(31,605)	164,607	137,168	27,439
6560 · Legal Expense	39,150	15,000	24,150	152,976	60,000	92,976
Total 6500 · Professional Fees Expense	73,899	174,959	(101,060)	630,197	699,836	(69,639)

Desert Healthcare District
Profit & Loss Budget vs. Actual
 July through October 2024

	MONTH			TOTAL		
	Oct 24	Budget	\$ Over Budget	Jul - Oct 24	Budget	\$ Over Budget
6600 · Mobile Medical Unit	0	417	(417)	0	1,668	(1,668)
6700 · Trust Expenses						
6720 · Pension Plans Expense	488	6,055	(5,567)	1,952	24,220	(22,268)
Total Expense Before Grants	361,829	530,934	(169,105)	1,781,646	2,159,466	(377,820)
7000 · Grants Expense						
7010 · Major Grant Awards Expense	(305,939)	416,667	(722,606)	111,628	1,666,668	(1,555,040)
Net Income	(171,372)	(435,555)	264,183	246,090	(2,571,228)	2,817,318

Las Palmas Medical Plaza
Profit & Loss Budget vs. Actual
July through October 2024

	MONTH			TOTAL		
	Oct 24	Budget	\$ Over Budget	Jul - Oct 24	Budget	\$ Over Budget
Income						
4500 · LPMP Income						
4505 · Rental Income	82,302	86,753	(4,451)	336,635	347,012	(10,377)
4510 · CAM Income	39,037	37,950	1,087	157,610	151,800	5,810
4513 · Misc. Income	0	83	(83)	0	332	(332)
Total 4500 · LPMP Income	121,339	124,786	(3,447)	494,245	499,144	(4,899)
Expense						
6445 · LPMP Expenses						
6420 · Insurance Expense	6,229	6,255	(26)	24,916	25,020	(104)
6425 · Building - Depreciation Expense	28,257	28,668	(411)	112,936	114,672	(1,736)
6426 · Tenant Improvements -Dep Exp	5,103	17,630	(12,527)	20,159	70,520	(50,361)
6427 · HVAC Maintenance Expense	3,736	1,333	2,403	5,522	5,332	190
6428 · Roof Repairs Expense	0	208	(208)	0	832	(832)
6431 · Building -Interior Expense	5,150	4,167	983	5,150	16,668	(11,518)
6432 · Plumbing -Interior Expense	0	1,667	(1,667)	180	6,668	(6,488)
6433 · Plumbing -Exterior Expense	0	208	(208)	0	832	(832)
6434 · Allocation Internal Prop. Mgmt	3,325	7,139	(3,814)	22,609	28,556	(5,947)
6435 · Bank Charges	34	42	(8)	139	168	(29)
6437 · Utilities -Vacant Units Expense	(60)	150	(210)	(16)	600	(616)
6439 · Deferred Maintenance Repairs Ex	3,340	2,083	1,257	3,340	8,332	(4,992)
6440 · Professional Fees Expense	11,830	11,830	0	47,320	47,320	0
6441 · Legal Expense	0	83	(83)	0	332	(332)
6458 · Elevators - R & M Expense	1,891	1,083	808	4,331	4,332	(1)
6460 · Exterminating Service Expense	275	1,250	(975)	1,100	5,000	(3,900)
6463 · Landscaping Expense	0	1,250	(1,250)	0	5,000	(5,000)
6467 · Lighting Expense	0	417	(417)	0	1,668	(1,668)
6468 · General Maintenance Expense	0	83	(83)	0	332	(332)
6471 · Marketing-Advertising	0	1,250	(1,250)	0	5,000	(5,000)
6475 · Property Taxes Expense	6,650	6,650	0	26,600	26,600	0
6476 · Signage Expense	665	417	248	1,087	1,668	(581)
6480 · Rubbish Removal Medical Waste E	1,469	1,417	52	5,440	5,668	(228)
6481 · Rubbish Removal Expense	2,342	2,900	(558)	9,368	11,600	(2,232)
6482 · Utilities/Electricity/Exterior	678	875	(197)	2,743	3,500	(757)
6484 · Utilities - Water (Exterior)	1,011	750	261	4,638	3,000	1,638
6485 · Security Expenses	12,405	12,500	(95)	48,720	50,000	(1,280)
6490 · Miscellaneous Expense	0	833	(833)	300	3,332	(3,032)
Total 6445 · LPMP Expenses	94,330	113,138	(18,808)	346,582	452,552	(105,970)
Net Income	27,009	11,648	15,361	147,663	46,592	101,071

Desert Healthcare District
Balance Sheet Previous Year Comparison
As of October 31, 2024

		Oct 31, 24	Oct 31, 23
ASSETS			
Current Assets			
Checking/Savings			
	1000 · CHECKING CASH ACCOUNTS	3,073,930	1,421,845
	1100 · INVESTMENT ACCOUNTS	67,660,859	64,128,713
	Total Checking/Savings	70,734,789	65,550,558
	Accounts Receivable	109,763	26,881
Other Current Assets			
	1204.1 · Rent Receivable-Deferred COVID	7,433	24,753
	1270 · Prepaid Insurance -Ongoing	86,831	77,608
	1279 · Pre-Paid Fees	38,624	51,876
	Total Other Current Assets	132,888	154,237
	Total Current Assets	70,977,440	65,731,676
Fixed Assets			
	1300 · FIXED ASSETS	5,312,106	5,282,860
	1335-00 · ACC DEPR	(3,000,455)	(2,706,309)
	1400 · LPMP Assets	6,376,606	6,796,774
	Total Fixed Assets	8,688,257	9,373,325
Other Assets			
	1600 · RIGHT TO USE ASSETS	216,235	216,235
	1611 · RTU Accumulated Amortization	(44,356)	(22,178)
	1700 · OTHER ASSETS	3,784,179	3,718,380
	1800 · OTHER RECEIVABLES	3,439,433	3,048,911
	Total Other Assets	7,395,491	6,961,348
	TOTAL ASSETS	87,061,188	82,066,349

Desert Healthcare District
Balance Sheet Previous Year Comparison
As of October 31, 2024

				Oct 31, 24	Oct 31, 23
LIABILITIES & EQUITY					
Liabilities					
Current Liabilities					
Accounts Payable					
			2000 · Accounts Payable	111,522	9,829
			2001 · LPMP Accounts Payable	2,585	3,427
			Total Accounts Payable	114,107	13,256
Other Current Liabilities					
			2002 · LPMP Property Taxes	26,600	26,600
			2003 · Prepaid Rents	21,938	0
			2131 · Grant Awards Payable	4,151,768	6,782,124
			2133 · Accrued Accounts Payable	37,500	219,550
			2141 · Accrued Vacation Time	91,793	80,715
			2152 · 457B/401A Liability	(60)	0
			2190 · Investment Fees Payable	16,307	2,773
			Total Other Current Liabilities	4,345,846	7,111,762
			Total Current Liabilities	4,459,953	7,125,018
Long Term Liabilities					
			2171 · RPP-Deferred Inflows-Resources	397,911	564,584
			2172 · Lease - Deferred Inflows	3,268,842	2,982,703
			2281 · Grants Payable - Long-term	1,138,781	2,475,000
			2285 · Lease Payable	175,612	196,798
			2290 · LPMP Security Deposits	53,732	57,493
			Total Long Term Liabilities	5,034,878	6,276,578
			Total Liabilities	9,494,831	13,401,596
Equity					
			3900 · *Retained Earnings	77,320,267	71,020,500
			Net Income	246,090	(2,355,745)
			Total Equity	77,566,357	68,664,755
TOTAL LIABILITIES & EQUITY				87,061,188	82,066,349

Desert Healthcare District
Balance Sheet Previous Year Comparison
As of October 31, 2024

			Oct 31, 24	Oct 31, 23
ASSETS				
Current Assets				
Checking/Savings				
1000 · CHECKING CASH ACCOUNTS				
1016 · US Bank Operating - 5018			1,372,279	1,281,015
1017 · US Bank Operating - 7455			1,288,722	0
1044 · Las Palmas Medical Plaza - 1241			412,429	140,330
1047 · Petty Cash			500	500
Total 1000 · CHECKING CASH ACCOUNTS			3,073,930	1,421,845
1100 · INVESTMENT ACCOUNTS				
1130 · Facility Replacement Fund			67,433,838	66,365,707
1135 · Unrealized Gain(Loss) FRF			227,021	(2,236,994)
Total 1100 · INVESTMENT ACCOUNTS			67,660,859	64,128,713
Total Checking/Savings			70,734,789	65,550,558
Accounts Receivable				
1201 · Accounts Receivable				
1204 · LPMP Accounts Receivable			155	(22,078)
1211 · A-R Foundation - Exp Allocation			79,608	48,959
1201 · Accounts Receivable - Other			30,000	0
Total Accounts Receivable			109,763	26,881
Other Current Assets				
1204.1 · Rent Receivable-Deferred COVID			7,433	24,753
1270 · Prepaid Insurance -Ongoing			86,831	77,608
1279 · Pre-Paid Fees			38,624	51,876
Total Other Current Assets			132,888	154,237
Total Current Assets			70,977,440	65,731,676
Fixed Assets				
1300 · FIXED ASSETS				
1310 · Computer Equipment			115,857	104,588
1320 · Furniture and Fixtures			64,580	55,099
1321 · Mobile Medical Unit			381,768	373,273
1322 · Tenant Improvement - RAP #G100			32,795	32,794
1325 · Offsite Improvements			300,849	300,849
1331 · DRMC - Parking lot			4,416,257	4,416,257
Total 1300 · FIXED ASSETS			5,312,106	5,282,860
1335-00 · ACC DEPR				
1335 · Accumulated Depreciation			(267,282)	(241,122)
1337 · Accum Deprec- Solar Parking Lot			(2,381,548)	(2,200,684)
1338 · Accum Deprec - LPMP Parking Lot			(242,406)	(219,857)
1339 · Accum Deprec - Autos			(109,219)	(44,646)
Total 1335-00 · ACC DEPR			(3,000,455)	(2,706,309)

Desert Healthcare District
Balance Sheet Previous Year Comparison
As of October 31, 2024

		Oct 31, 24	Oct 31, 23
	1400 · LPMP Assets		
	1401 · Building	8,705,680	8,705,680
	1402 · Land	2,165,300	2,165,300
	1403 · Tenant Improvements -New	2,319,572	2,309,146
	1404 · Tenant Improvements - CIP	0	129,550
	1406 · Building Improvements		
	1406.1 · LPMP-Replace Parking Lot	676,484	676,484
	1406.2 · Building Improvements-CIP	52,426	0
	1406 · Building Improvements - Other	2,776,742	2,757,972
	Total 1406 · Building Improvements	3,505,652	3,434,456
	1407 · Building Equipment Improvements	488,880	444,268
	1409 · Accumulated Depreciation		
	1410 · Accum. Depreciation	(8,552,139)	(8,239,139)
	1412 · T I Accumulated Dep.-New	(2,256,339)	(2,152,487)
	Total 1409 · Accumulated Depreciation	(10,808,478)	(10,391,626)
	Total 1400 · LPMP Assets	6,376,606	6,796,774
	Total Fixed Assets	8,688,257	9,373,325
	Other Assets		
	1600 · RIGHT TO USE ASSETS		
	1610 · Right to Use Asset	216,235	216,235
	1611 · RTU Accumulated Amortization	(44,356)	(22,178)
	1700 · OTHER ASSETS		
	1731 · Wellness Park	1,693,800	1,693,800
	1740 · RPP-Deferred Outflows-Resources	362,042	587,440
	1742 · RPP - Net Pension Asset	1,728,337	1,437,140
	Total 1700 · OTHER ASSETS	3,784,179	3,718,380
	1800 · OTHER RECEIVABLES		
	1810 · Lease Receivable	3,439,433	3,048,911
	Total Other Assets	7,395,491	6,961,348
	TOTAL ASSETS	87,061,188	82,066,349

Desert Healthcare District
Balance Sheet Previous Year Comparison
As of October 31, 2024

			Oct 31, 24	Oct 31, 23
LIABILITIES & EQUITY				
Liabilities				
Current Liabilities				
Accounts Payable				
		2000 - Accounts Payable	111,522	9,829
		2001 - LPMP Accounts Payable	2,585	3,427
		Total Accounts Payable	114,107	13,256
Other Current Liabilities				
		2002 - LPMP Property Taxes	26,600	26,600
		2003 - Prepaid Rents	21,938	0
		2131 - Grant Awards Payable	4,151,768	6,782,124
		2133 - Accrued Accounts Payable	37,500	219,550
		2141 - Accrued Vacation Time	91,793	80,715
		2152 - 457B/401A Liability	(60)	0
		2190 - Investment Fees Payable	16,307	2,773
		Total Other Current Liabilities	4,345,846	7,111,762
		Total Current Liabilities	4,459,953	7,125,018
Long Term Liabilities				
		2171 - RPP-Deferred Inflows-Resources	397,911	564,584
		2172 - Lease - Deferred Inflows	3,268,842	2,982,703
		2281 - Grants Payable - Long-term	1,138,781	2,475,000
		2285 - Lease Payable	175,612	196,798
		2290 - LPMP Security Deposits	53,732	57,493
		Total Long Term Liabilities	5,034,878	6,276,578
		Total Liabilities	9,494,831	13,401,596
Equity				
		3900 - *Retained Earnings	77,320,267	71,020,500
		Net Income	246,090	(2,355,745)
		Total Equity	77,566,357	68,664,755
TOTAL LIABILITIES & EQUITY			87,061,188	82,066,349

Desert Healthcare District
A/R Aging Summary
As of October 31, 2024

	Current	1 - 30	31 - 60	61 - 90	> 90	TOTAL	COMMENT
Desert Healthcare Foundation-	26,759	0	20,409	17,540	14,899	79,607	Due from Foundation
First 5 Riverside	0	0	0	20,000	0	20,000	Received in November
South Coast AQMD	0	0	5,000	0	0	5,000	Environmental Summit Sponsorship
Tenet HealthSystem Desert, Inc	0	0	155	0	0	155	Slow Pay
University of California, Riverside	0	0	0	5,000	0	5,000	Environmental Summit Sponsorship
TOTAL	26,759	0	25,564	42,540	14,899	109,762	

Desert Healthcare District
Deposit Detail
October 2024

Type	Date	Name	Amount
Deposit	10/08/2024		3,386
		Principal Financial Group - Dividends September 2024	(323)
Payment	10/08/2024	Vision y Compromiso - Reimbursement of unused grant funds for Grant #1325	(3,063)
TOTAL			(3,386)
Deposit	10/08/2024		5,000
Payment	10/08/2024	Molina Health - Environmental Health Summit Sponsorship	(5,000)
TOTAL			(5,000)
Deposit	10/23/2024		25,000
Payment	10/23/2024	Desert Care Network - Environmental Health Summit Sponsorship	(25,000)
TOTAL			(25,000)
Deposit	10/28/2024		272,212
		Riverside County Treasurer- Property Tax Payment	(272,212)
TOTAL			(272,212)
		TOTAL	305,598

DESERT HEALTHCARE DISTRICT										
PROPERTY TAX RECEIPTS FY 2024 - 2025										
RECEIPTS - FOUR MONTHS ENDED OCTOBER 31, 2024										
FY 2023-2024 Projected/Actual						FY 2024-2025 Projected/Actual				
	Budget %	Budget \$	Act %	Actual Receipts	Variance	Budget %	Budget \$	Act %	Actual Receipts	Variance
July	0.0%	\$ -	0.8%	\$ 70,152	\$ 70,152	0.0%	\$ -	0.7%	\$ 75,427	\$ 75,427
Aug	0.0%	\$ -	2.0%	\$ 180,642	\$ 180,642	0.0%	\$ -	1.4%	\$ 139,395	\$ 139,395
Sep	0.0%	\$ -	0.0%	\$ -	\$ -	0.0%	\$ -	0.0%	\$ -	\$ -
Oct	2.6%	\$ 229,840	2.8%	\$ 248,614	\$ 18,774	2.6%	\$ 264,426	2.7%	\$ 272,212	\$ 7,785
Nov	0.4%	\$ 35,360	0.1%	\$ 10,535	\$ (24,825)	0.4%	\$ 40,681	0.0%		
Dec	16.9%	\$ 1,493,960	19.2%	\$ 1,696,170	\$ 202,210	16.9%	\$ 1,718,771	0.0%		
Jan	31.9%	\$ 2,819,960	42.1%	\$ 3,720,800	\$ 900,840	31.9%	\$ 3,244,308	0.0%		
Feb	0.0%	\$ -	1.0%	\$ 85,677	\$ 85,677	0.0%	\$ -	0.0%		
Mar	0.3%	\$ 26,520	0.4%	\$ 31,158	\$ 4,638	0.3%	\$ 30,511	0.0%		
Apr	5.5%	\$ 486,200	6.0%	\$ 529,212	\$ 43,012	5.5%	\$ 559,363	0.0%		
May	19.9%	\$ 1,759,160	20.6%	\$ 1,821,441	\$ 62,281	19.9%	\$ 2,023,879	0.0%		
June	22.5%	\$ 1,989,000	30.0%	\$ 2,655,964	\$ 666,964	22.5%	\$ 2,288,305	0.0%		
Total	100%	\$ 8,840,000	125.0%	\$ 11,050,366	\$ 2,210,366	100.00%	\$ 10,170,245	4.8%	\$ 487,034	\$ 222,607

Las Palmas Medical Plaza
Deposit Detail - LPMP
October 2024

Type	Date	Name	Amount
Deposit	10/03/2024		7,198
Payment	10/03/2024	DPMG	(2,297)
Payment	10/03/2024	DPMG	(4,902)
TOTAL			(7,199)
Deposit	10/04/2024		7,719
Payment	10/02/2024	Desert Family Medical Center	(4,233)
Payment	10/02/2024	Cure Cardiovascular Consultants	(3,486)
TOTAL			(7,719)
Deposit	10/08/2024		26,465
Payment	10/08/2024	EyeCare Services Partners Management LLC	(7,364)
Payment	10/08/2024	Ramy Awad, M.D.	(4,042)
Payment	10/08/2024	Howard Aaron Aronow, M.D.	(1,737)
Payment	10/08/2024	Quest Diagnostics Incorporated	(4,714)
Payment	10/08/2024	Desert Oasis Healthcare	(2,843)
Payment	10/08/2024	Laboratory Corporation of America	(5,764)
TOTAL			(26,464)
Deposit	10/08/2024		2,779
Payment	10/08/2024	Pathway Pharmaceuticals, Inc.	(2,779)
TOTAL			(2,779)
Deposit	10/08/2024		17,416
Payment	10/07/2024	Brad A. Wolfson, M.D.	(4,092)
Payment	10/07/2024	Cohen Musch Thomas Medical Group	(5,361)
Payment	10/07/2024	Palmtree Clinical Research	(7,962)
TOTAL			(17,415)

Las Palmas Medical Plaza
Deposit Detail - LPMP
October 2024

Type	Date	Name	Amount
Deposit	10/23/2024		51,795
		F CPP	(3,461)
Payment	10/23/2024	Desert Regional Medical Center	(6,318)
Payment	10/23/2024	Tenet HealthSystem Desert, Inc	(7,663)
Payment	10/23/2024	Tenet HealthSystem Desert, Inc.	(34,353)
TOTAL			(51,795)
Deposit	10/24/2024		3,397
		Aijaz Hashmi, MD	(3,397)
TOTAL			(3,397)
Deposit	10/24/2024		16,000
		Global Premier Fertility	(16,000)
TOTAL			(16,000)
Deposit	10/29/2024		15,080
		Steven Gundry, M.D.	(6,376)
		Desert Oasis Healthcare	(2,843)
		Laboratory Corporation of America	(5,861)
TOTAL			(15,080)
		TOTAL	147,849

Desert Healthcare District
Check Register
As of October 31, 2024

Type	Date	Num	Name	Amount
1000 - CHECKING CASH ACCOUNTS				
1016 - US Bank Operating - 5018				
Liability Check	10/11/2024		QuickBooks Payroll Service	(51,722)
Check	10/15/2024		Bank Service Charge	(1,000)
Liability Check	10/25/2024		QuickBooks Payroll Service	(54,417)
Total 1016 - US Bank Operating - 5018				(107,139)
1017 - US Bank Operating - 7455				
Check	10/08/2024	Auto Pay	Calif. Public Employees'Retirement System	(16,105)
Bill Pmt -Check	10/09/2024	5608	Alejandro Espinoza Santacruz - Expense Reimbursement	(293)
Bill Pmt -Check	10/09/2024	5609	Andrea S. Hayles - Expense Reimbursement	(119)
Bill Pmt -Check	10/09/2024	5610	Boyd & Associates	(108)
Bill Pmt -Check	10/09/2024	5611	Graphtek Hosting	(300)
Bill Pmt -Check	10/09/2024	5612	Leticia De Lara - Expense Reimbursement & Stipend	(867)
Bill Pmt -Check	10/09/2024	5613	LoopUp LLC	(24)
Bill Pmt -Check	10/09/2024	5614	Magdalena Cleaning Services	(200)
Bill Pmt -Check	10/09/2024	5615	NPO Centric	(18,000)
Bill Pmt -Check	10/09/2024	5616	Ready Refresh	(55)
Bill Pmt -Check	10/09/2024	5617	Sergio Rodriguez - Expense Reimbursement	(70)
Bill Pmt -Check	10/09/2024	5618	So.Cal Computer Shop	(2,937)
Bill Pmt -Check	10/09/2024	5619	Staples	(378)
Bill Pmt -Check	10/09/2024	5620	Underground Service Alert of Southern Cal	(10)
Bill Pmt -Check	10/09/2024	5621	Xerox Financial Services	(370)
Bill Pmt -Check	10/09/2024	5622	Zendle, Les - Expense Reimbursement & Stipend	(253)
Bill Pmt -Check	10/09/2024	5623	Palms to Pines Printing	(225)
Bill Pmt -Check	10/09/2024	5624	State Compensation Insurance Fund	(1,216)
Bill Pmt -Check	10/09/2024	5625	U.S. Bank	(5,070)
Bill Pmt -Check	10/09/2024	5626	Will Dean - Expense Reimbursement	(615)
Bill Pmt -Check	10/17/2024	5627	AMS Tax Service, Inc.	(500)
Bill Pmt -Check	10/17/2024	5628	Dale Barnhart - Hospital Inspection Services	(500)
Bill Pmt -Check	10/17/2024	5629	Regents of the University of CA, Riverside - Grant Payment	(51,494)
Bill Pmt -Check	10/22/2024	5630	Alejandro Espinoza Santacruz - Expense Reimbursement	(580)
Bill Pmt -Check	10/22/2024	5631	Carmina Zavala - Stipend	(926)
Bill Pmt -Check	10/22/2024	5632	CoPower Employers' Benefits Alliance	(1,910)
Bill Pmt -Check	10/22/2024	5633 - VOID	Law Offices of Scott & Jackson	0
Bill Pmt -Check	10/22/2024	5634	Pitney Bowes Global Financial Services	(228)
Bill Pmt -Check	10/22/2024	5635	Regional Access Project Foundation	(325)
Bill Pmt -Check	10/22/2024	5636	Riverside County Office of Education	(89,943)
Bill Pmt -Check	10/22/2024	5637	Spectrum (Time Warner)	(405)
Bill Pmt -Check	10/22/2024	5638	Carmina Zavala - Health Premium Reimbursement	(1,036)

Desert Healthcare District
Check Register
As of October 31, 2024

Type	Date	Num	Name	Amount
Bill Pmt -Check	10/22/2024	5639	Principal Life Insurance Co.	(1,825)
Bill Pmt -Check	10/22/2024	5640	Evet PerezGil - Health Premium Reimbursement & Stipend	(579)
Bill Pmt -Check	10/22/2024	5641	Regional Government Services Authority	(2,035)
Bill Pmt -Check	10/23/2024	ACH 102424	Law Offices of Scott & Jackson	(39,150)
Bill Pmt -Check	10/24/2024	5642	California Special Districts Association	(9,495)
Bill Pmt -Check	10/24/2024	5643	Codex Creation Committee (RWLM) - Sponsorship	(2,000)
Bill Pmt -Check	10/24/2024	5644	Leticia De Lara - Stipend	(347)
Bill Pmt -Check	10/24/2024	5645	Visual Edge IT (Image Source)	(823)
Bill Pmt -Check	10/24/2024	5646 - VOID	ABC Recovery Center, Inc.	0
Bill Pmt -Check	10/24/2024	5647 - VOID	Cove Communities Senior Association	0
Bill Pmt -Check	10/24/2024	5648	ABC Recovery Center, Inc. - Sponsorship	(2,500)
Bill Pmt -Check	10/24/2024	5649	Cove Communities Senior Association - Sponsorship	(2,500)
Check	10/24/2024	Auto Pay	Principal Financial Group-	(1,197)
Check	10/24/2024	Auto Pay	Principal Financial Group-	(575)
Bill Pmt -Check	10/28/2024	5650	SDRMA	(100)
Bill Pmt -Check	10/28/2024	5651	Zendle, Les - Expense Reimbursement & Stipend	(253)
Bill Pmt -Check	10/28/2024	5652	U.S. Bank	(5,556)
Bill Pmt -Check	10/29/2024	5653	Verizon Wireless	(821)
Total 1017 · US Bank Operating - 7455				(264,818)
TOTAL				(371,957)

Desert Healthcare District							
Details for Credit Card Expenditures							
Credit Card Purchases - October 2024 - Paid October 2024							
Number of Credit Cards Held by District Personnel -3							
Credit Card Limit - \$75,000							
Credit Card Holders:							
Chris Christensen - Chief Executive Officer							
Eric Taylor - Chief Administration Officer							
Alejandro Espinoza Santacruz - Chief of Community Engagement							
Routine types of charges:							
Office supplies, dues for membership, computer supplies, meals, travel including airlines and hotels, catering, supplies for BOD meetings, CEO Discretionary for small grant & gift items							
Statement							
Month		Total		Expense			
Year	Charged	Charges	Type	Amount	Purpose	Description	
		\$ 5,555.50					
Monthly Statement CalCard:							
2024	October	\$ 5,324.21	Chris Christensen				
			GL	Dollar	Description		
			6352	\$ 379.56	Delta King Hotel - food for ACHD - Vice-President Zavala +1, Secretary Barraza, Director Rogers, Chris Christensen, Will Dean, Andrea Hayles		
			6351	\$ (853.86)	Embassy Suites - credit for hotel for ACHD - 72nd Annual Meeting - September 25-27, 2024 - Sacramento, CA - Director Zendle		
			6352	\$ 174.91	Bear & Crown British Pub - food for ACHD - Secretary Barraza, Director Rogers, Chris Christensen, Alejandro Espinoza Santacruz, Will Dean, Andrea Hayles		
			6351	\$ 182.01	Southwest Airlines - return flight for ACHD - 72nd Annual Meeting - September 27, 2024 - Sacramento, CA - Secretary Barraza		
			6352	\$ 41.80	Embassy Suites Marketplace café - food for ACHD - Chris Christensen		
			5240	\$ 295.24	Chipotle - food for September 30, 2024 BOD meeting		
			5230	\$ 138.00	GCVCC - Desert Hot Springs State of the City - Director Rogers +1		
			5230	\$ 3,375.00	CVVIM - 2024 Vimy Awards - December 12, 2024 - President PerezGil +1, Secretary Barraza, Director Rogers +1, Director De Lara +1, Director Zendle +1		
			5160	\$ 375.00	CVVIM - 2024 Vimy Awards - December 12, 2024 - Donna Craig		
			6352	\$ 34.33	Kitchen 86 meeting - Chris Christensen, Kristal Granados		
			6351	\$ (284.62)	Credit for Embassy Suites - hotel for ACHD - 72nd Annual Meeting - September 27, 2024 - Sacramento, CA - Alejandro Espinoza Santacruz		
			6351	\$ (284.62)	Credit for Embassy Suites - hotel for ACHD - 72nd Annual Meeting - September 27, 2024 - Sacramento, CA - Director Rogers		
			5240	\$ 131.27	Aspen Mills - food for October 7, 2024 meeting with President PerezGil, Director Rogers, Chris Christensen + Donna Craig, Eric Taylor, Andrea Hayles, Jorge Rodriguez		
			5230	\$ 65.00	Palm Springs State of the City 2024 - October 30, 2024 - Director Zendle		
			5240	\$ 240.09	Panera - food for October 9, 2024 meeting with Chris Christensen, Donna Craig, Gracie Montano, RUHS, JFS, OneFuture + Eric Taylor, Andrea Hayles, Jorge Rodriguez		
			5230	\$ 69.00	Coachella State of the City & Business Awards 2024 - October 23, 2024 - Secretary Barraza		
			5160	\$ 69.00	Coachella State of the City & Business Awards 2024 - October 23, 2024 - Chris Christensen		
			5160	\$ 75.00	Indio State of the Business Community - November 7, 2024 - Chris Christensen		
			5230	\$ 75.00	Indio State of the Business Community - November 7, 2024 - Director De Lara		
			5230	\$ 75.00	Indio State of the Business Community - November 7, 2024 - Secretary Barraza		
			6355	\$ 254.94	Zoom webinar/audio conference expense		
			6530	\$ 57.98	Amazon - 3-year protection plan for podcast microphones		
			6530	\$ 415.04	Amazon - podcast microphones		
			5240	\$ 224.14	ezCater - food for October 22, 2024, BOD meeting		
				\$ 5,324.21			

**Las Palmas Medical Plaza
Check Register - LPMP
As of October 31, 2024**

Type	Date	Num	Name	Amount
1000 - CHECKING CASH ACCOUNTS				
1044 - Las Palmas Medical Plaza - 1241				
Bill Pmt -Check	10/09/2024	10968	Amtech Elevator Services	(1,559)
Bill Pmt -Check	10/09/2024	10969	Desert Air Conditioning Inc.	(975)
Bill Pmt -Check	10/09/2024	10970	Palm Springs Disposal Services Inc	(2,342)
Bill Pmt -Check	10/09/2024	10971	Pye Barker (Comtron Systems, Inc.)	(450)
Bill Pmt -Check	10/09/2024	10972	Best Signs, Inc.	(665)
Bill Pmt -Check	10/14/2024	10973	INPRO Construction Inc.	(5,150)
Bill Pmt -Check	10/14/2024	10974	INPRO Construction Inc.	(3,340)
Bill Pmt -Check	10/17/2024	10975	Desert Air Conditioning Inc.	(2,518)
Bill Pmt -Check	10/17/2024	10976	Frazier Pest Control, Inc.	(275)
Bill Pmt -Check	10/17/2024	10977	Southern California Edison	(551)
Bill Pmt -Check	10/22/2024	10978	Frontier Communications	(332)
Bill Pmt -Check	10/24/2024	10979	Stericycle, Inc.	(1,469)
Check	10/24/2024		Bank Service Charge	(511)
Check		10980-VOID		0
Bill Pmt -Check	10/28/2024	10981-VOID	Desert Water Agency	0
Bill Pmt -Check	10/28/2024	10982-VOID	Green Security Solutions	0
Bill Pmt -Check	10/28/2024	10983-VOID	INPRO Construction Inc.	0
Bill Pmt -Check	10/28/2024	10984	Desert Water Agency	(1,011)
Bill Pmt -Check	10/28/2024	10985	Green Security Solutions	(11,955)
Bill Pmt -Check	10/28/2024	10986	INPRO Construction Inc.	(11,830)
Bill Pmt -Check	10/28/2024	10987	Peter Jamieson, MD - Lease Deposit Refund	(2,057)
Bill Pmt -Check	10/29/2024	10988	LabCorp	(144)
TOTAL				(47,134)

Desert Healthcare District
CEO Discretionary Fund Detail
July through October 2024

Date	Name	Memo	Amount
6325 - CEO Discretionary Fund			
07/30/2024	Codex Creation Committee (RWLM)	2024 Run With Los Muertos Community Sponsorship	1,000
07/30/2024	Transgender Health and Wellness Center	Silver Flame Sponsorship for Transgender Day of Remembrance - November 20, 2024	1,000
08/06/2024	Riverside County Physician's Memorial Fdn	Silver Sponsorship for 14th Annual Caring for Our Future Medical Scholarship Fundraiser - October 30, 2024 - Approved by Board President	3,000
08/12/2024	The LGBTQ Community Center	Patron Sponsor for 2024 Center Stage Event - October 19, 2024 - Board President approved	5,000
08/13/2024	UC Riverside Foundation	UCR SOM 2024 Celebration of Medical Education Gala - Friend Sponsor	2,500
08/13/2024	Lift To Rise	\$2,500 sponsorship for Lift To Rise's 2nd annual Community Investment Awards	2,500
08/15/2024	Coachella Valley Economic Partnership	Silver Sponsorship for CVEP 2024 Greater Palm Springs Summit - November 19, 2024 - Board President approved	5,000
08/22/2024	Inland Coalition on Aging	Silver Sponsorship for Inland Coalition on Aging Conference - September 27, 2024	500
08/28/2024	Boo2Bullying	Silver Sponsorship for 2nd Annual Kick Bullying To The Curb event - September 28, 2024	1,000
10/23/2024	Codex Creation Committee (RWLM)	2024 Run With Los Muertos Community Sponsorship - Addendum Payment #2	2,000
10/23/2024	ABC Recovery Center, Inc.	ABC Recovery Center Bronze Sponsor \$2,500 Oasis of Hope Gala November 1, 2024	2,500
10/23/2024	Cove Communities Senior Association	Cody Sponsor - Season Kickoff Cocktail Reception Fundraiser November 1, 2024	2,500
TOTAL			28,500



MEMORANDUM

DATE: November 13, 2024
 TO: Finance & Administration Committee
 RE: Retirement Protection Plan (RPP)

Current number of participants in Plan:

	<u>September</u>	<u>October</u>
Active – still employed by hospital	59	59
Vested – no longer employed by hospital	47	46
Former employees receiving annuity	<u>6</u>	<u>6</u>
Total	<u>112</u>	<u>111</u>

The outstanding liability for the RPP is approximately **\$2.6M** (Actives - \$1.4M and Vested - \$1.2M). US Bank investment account balance \$4.4M. Per the June 30, 2024, Actuarial Valuation, the RPP has an Overfunded Pension Asset of approximately **\$1.7M**.

The payouts, excluding monthly annuity payments, made from the Plan for the four months ended October 31, 2024, totaled approximately **\$66K**. Monthly annuity payments (6 participants) total **\$903** per month.

DESERT HEALTHCARE DISTRICT								
OUTSTANDING GRANTS AND GRANT PAYMENT SCHEDULE								
October 31, 2024								
TWELVE MONTHS ENDING JUNE 30, 2025								
Grant ID Nos.	Name	Approved		6/30/2024	Current Yr	Total Paid Prior Yrs	Total Paid Current Yr	Open
		Grants - Prior Yrs	Bal Fwd					
2014-MOU-BOD-11/21/13	Memo of Understanding CVAG CV Link Support	\$ 10,000,000	\$ 1,650,000			\$ -		\$ 1,650,000
2022-1325-BOD-06-28-22	Vision Y Compromiso - CVEC Unrestricted Grant Funds - 2 Yrs.	\$ 150,000	\$ 15,000			\$ (3,063)		\$ 18,063
	Unexpended funds Grant #1325							\$ (18,063)
2022-1327-BOD-06-28-22	Youth Leadership Institute - Youth Voice in Mental Health - 2 Yrs.	\$ 50,000	\$ 5,000			\$ 332		\$ 4,668
	Unexpended funds Grant #1327							\$ (4,668)
2022-1328-BOD-06-28-22	El Sol - Expanding Access to Educational Resources for Promotoras - 2 Yrs.	\$ 150,000	\$ 15,000			\$ 12,032		\$ 2,968
	Unexpended funds Grant #1328							\$ (2,968)
2022-1331-BOD-06-28-22	Pueblo Unido - Improving Access to Behavioral Health Education & Prevention Services - 2 Yrs.	\$ 50,000	\$ 5,000			\$ 5,000		\$ -
2022-1324-BOD-07-26-22	Gallilee Center - Our Lady of Guadalupe Shelter - 2 Yrs.	\$ 100,000	\$ 10,000			\$ 10,000		\$ -
2022-1332-BOD-07-26-22	Alianza CV - Expanding & Advancing Outreach Through Increasing Capacity Development - 2 Yrs.	\$ 100,000	\$ 10,000			\$ -		\$ 10,000
2022-1329-BOD-09-27-22	DPMG - Mobile Medical Unit - 3 Yrs.	\$ 500,000	\$ 252,458			\$ 39,304		\$ 213,154
2022-1358-BOD-10-25-22	Foundation for Palm Springs Unified School District - School-Based Wellness Center Project - 1 Yr.	\$ 110,000	\$ 60,500			\$ -		\$ 60,500
2022-1362-BOD-10-25-22	Jewish Family Service of the Desert - Mental Health Counseling Services for Underserved - 2 Yrs.	\$ 160,000	\$ 16,000			\$ -		\$ 16,000
2022-1326-BOD-12-20-22	TODEC - TODEC's Equity Program - 2 Yrs.	\$ 100,000	\$ 55,000			\$ -		\$ 55,000
2022-1330-BOD-12-20-22	OneFuture Coachella Valley - Building a Healthcare Workforce Pipeline - 2 Yrs.	\$ 605,000	\$ 196,625			\$ 68,063		\$ 128,563
2023-1333-BOD-01-24-23	Organizacion en California de Lideres Campesinas - Healthcare Equity for ECV Farmworker Women - 2 Yrs.	\$ 150,000	\$ 48,750			\$ -		\$ 48,750
2023-1363-BOD-01-24-23	Pegasus Riding Academy - Pegasus Equine Assisted Therapy - 1 Yr.	\$ 60,092	\$ 6,012			\$ 1,593		\$ 4,419
	Unexpended funds Grant #1363							\$ (4,419)
2023-1391-BOD-05-23-23	Lift To Rise - Driving Regional Economic Stability Through Collective Impact - 3 Yrs.	\$ 900,000	\$ 630,000			\$ 135,000		\$ 495,000
2023-1392-BOD-05-23-23	Gallilee Center - Gallilee Center Extended Shelter - 1 Yr.	\$ 268,342	\$ 26,834			\$ 26,834		\$ -
2023-1393-BOD-06-27-23	DAP Health - DAP Health Expands Access to Healthcare - 1 Yr.	\$ 1,025,778	\$ 102,578			\$ 102,578		\$ -
2023-1389-BOD-07-25-23	Step Up on Second Street - Step Up's ECM/LOS Programs in the Coachella Valley - 1 Yr.	\$ 64,401	\$ 35,421			\$ 28,980		\$ 6,441
2023-1394-BOD-07-25-23	CSU San Bernardino Palm Desert Campus Nursing Street Medicine Program - 1 Yr.	\$ 73,422	\$ 7,342			\$ 6,290		\$ 1,052
	Unexpended funds Grant #1394							\$ (1,052)
2023-1400-BOD-09-26-23	Desert Arc - Desert Arc Health Care Program - 1 Yr.	\$ 291,271	\$ 94,663			\$ 65,536		\$ 29,127
2023-1404-BOD-09-26-23	Martha's Village and Kitchen - Homeless Housing & Wrap-Around Services Expansion - 2 Yrs.	\$ 369,730	\$ 203,352			\$ -		\$ 203,352
2023-1405-BOD-09-26-23	Variety Children's Charities of the Desert - Expansion of Core Programs & Services - 1Yr.	\$ 120,852	\$ 12,086			\$ -		\$ 12,086
2023-1408-BOD-10-24-23	Coachella Valley Volunteers In Medicine - Ensuring Access to Healthcare - 1 Yr.	\$ 478,400	\$ 155,480			\$ 107,640		\$ 47,840
2023-1410-BOD-10-24-23	Alianza Nacional de Campesinas, Inc. - Coachella Valley Farmworkers Food Distribution - 1 Yr.	\$ 57,499	\$ 5,749			\$ -		\$ 5,749
2023-1413-BOD-10-24-23	Voices for Children - Court Appointed Special Advocate Program - 1 Yr.	\$ 81,055	\$ 8,107			\$ -		\$ 8,107
2023-1412-BOD-10-24-23	DPMG - DPMG Health Community Medicine - 2 Yrs.	\$ 1,057,396	\$ 876,622			\$ 58,436		\$ 818,186
2023-1403-BOD-12-19-23	Vision To Learn - Palm Desert & Coachella Valley VTL Program - 1 Yr.	\$ 50,000	\$ 27,500			\$ 22,500		\$ 5,000
2023-1419-BOD-12-19-23	Blood Bank of San Bernardino/Riverside Counties - LifeStream's Attracting New Donors Initiative - 1 Yr.	\$ 104,650	\$ 57,558			\$ -		\$ 57,558
2023-1420-BOD-12-19-23	Braille Institute of America - Low Vision Telehealth Services - 1Yr.	\$ 36,697	\$ 20,183			\$ 16,514		\$ 3,669
2023-1421-BOD-12-19-23	Olive Crest - General Support for Counseling & Mental Health Services to Vulnerable Children & Families - 2 Yrs.	\$ 359,594	\$ 278,686			\$ 80,908		\$ 197,778
2024-1429-BOD-02-27-24	Desert Cancer Foundation - Patience Assistance Program & Community Outreach - 1 Yr.	\$ 163,750	\$ 90,063			\$ 73,687		\$ 16,376
2024-1432-BOD-04-23-24	Variety Children's Charities of the Desert - Outreach & Future Program Expansion - 2Yrs.	\$ 102,949	\$ 79,786			\$ -		\$ 79,786
2024-1437-BOD-04-23-24	Youth Leadership Institute - Community Advocates for Resilient Emotional Safety - 2 Yrs.	\$ 100,000	\$ 77,500			\$ -		\$ 77,500
2024-1441-BOD-04-23-24	DAP Health - DAP Health Community Health Workers Build Community Connections - 2 Yrs.	\$ 125,000	\$ 96,875			\$ -		\$ 96,875
2024-1443-BOD-04-23-24	Voices for Children - Court Appointed Special Advocate Program - 2 Yrs.	\$ 60,000	\$ 46,500			\$ -		\$ 46,500
2024-1445-BOD-04-23-24	The Joslyn Center - Increasing Behavioral Health Access & Social Connectedness - 2 Yrs.	\$ 200,000	\$ 155,000			\$ -		\$ 155,000
2024-1452-BOD-04-23-24	El Sol - Coachella Valley Community Assistance, Resources, & Empowerment Services - 2 Yrs.	\$ 200,000	\$ 155,000			\$ -		\$ 155,000
2024-1453-BOD-04-23-24	Vision y Compromiso - Cultivando Community Connections - 2 Yrs.	\$ 199,914	\$ 154,934			\$ -		\$ 154,934
2024-1455-BOD-04-23-24	Angel View - Outreach Program to Reduce Social Isolation & Loneliness - 2 Yrs.	\$ 86,250	\$ 66,844			\$ -		\$ 66,844
2024-1460-BOD-05-28-24	ABC Recovery Center - Nursing Care and Prescription Medications - 1 Yr.	\$ 150,134	\$ 82,574			\$ -		\$ 82,574
2024-BOD-06-25-24	Carry over of remaining Fiscal Year 2023/2024 Funds*	\$ 305,939	\$ 305,939			\$ 305,939		\$ -
2024-1469-MINI-08-01-24	The Bridges 2 Hope - Mini-Grant - 1 Yr.			\$ 10,000		\$ -	\$ 10,000	\$ -
2024-1473-MINI-08-14-24	Theresa A. Mike Scholarship Foundation - Mini-Grant - 1 Yr.			\$ 10,000		\$ -	\$ 10,000	\$ -
2024-1465-BOD-09-30-24	UCR - Increasing Access to Primary Care for Latinx and Indigenous Latin American Patients in the CV - 2 Yrs.			\$ 228,863		\$ 51,494		\$ 177,369
2024-1472-BOD-09-30-24	Riverside County Office of Education Alternative Education - Cross County Support: Mental Health for CV Students - 1 Yr.			\$ 199,874		\$ 89,943		\$ 109,931
						\$ -		\$ -
TOTAL GRANTS		\$ 19,318,115	\$ 6,198,521	\$ 448,737	\$ 1,164,101	\$ 161,437	\$ 5,290,549	
Amts available/remaining for Grant/Programs - FY 2024-25:								
Amount budgeted 2024-2025			\$ 5,000,000				G/L Balance:	10/31/2024
Amount granted YTD:			\$ (448,737)				2131	\$ 4,151,768
Financial Audits of Non-Profits: Organizational Assessments:			\$ -				2281	\$ 1,138,781
Net adj - Grants not used:	FY 2023-2024 Carry Over Funds: 1325; 1327; 1328; 1363; 1394		\$ 337,109					
Matching external grant contributions			\$ -				Total	\$ 5,290,549
Balance available for Grants/Programs			\$ 4,888,372					\$ (0)



DESERT HEALTHCARE
DISTRICT & FOUNDATION

Date: November 13, 2024
To: Finance & Administration Committee
Subject: Consideration to Approve Closing District Office for Business between Christmas and New Year's Day.

Staff Recommendation: Consideration to approve closing District offices between Christmas and New Year's Day.

Background:

- A national trend continues to close offices of entities or businesses that do not provide essential products or services during some holidays, especially around Christmas and New Year's Day.
- This is in response to many observed benefits, which include:
 - Higher employee morale = a productivity boost.
 - Holiday slowdown.
 - Creating a culture of self-care amongst employees.
- Staff's recommendation is consistent with this national trend and consistent with observed practices of similar organizations, including the Association of Healthcare Districts (ACHD), and various health foundations.
- Observed holidays –
 - Tuesday, December 24, 2024, for Christmas Eve.
 - Wednesday, December 25, 2024, for Christmas.
 - Wednesday, January 1, 2025, for New Year's Day.
- Staff recommends authorizing closing the District's offices for business between Christmas and New Year's Day from December 26-31, 2024.



DESERT HEALTHCARE
DISTRICT & FOUNDATION

Date: November 13, 2024
To: Finance & Administration Committee
Subject: Consideration to Approve Purchasing Holiday Gift Cards for Staff – NTE \$2,500

Staff Recommendation: Consideration to approve the purchase of \$2,500 (NTE) in gift cards for staff

Background:

- The District and Foundation has typically provided a gift card for each staff member during the holidays as a thank you for their hard work throughout the year.
- The thank you gift provided boosts morale, which in turn increases productivity.
- Staff’s recommendation is to continue providing each staff member with a holiday gift card for 2024.
 - \$200 would be provided to each full-time staff member and \$100 for each temporary staff member for a total expense of \$2,500.
- Staff recommends authorizing a purchase of \$2,500 for holiday gift cards for each staff member.

Fiscal Impact:

Expense of up to \$2,500.



DESERT HEALTHCARE
DISTRICT & FOUNDATION

Date: November 13, 2024
To: Finance & Administration Committee
Subject: Consideration to Approve the Annual Holiday Board & Staff Dinner on December 14, 2024 – NTE \$5,000

Staff Recommendation: Consideration to Approve the Annual Holiday Board & Staff Dinner on December 14, 2024 – NTE \$5,000.

Background:

- The holiday season is upon us.
- A holiday dinner is an appropriate opportunity to come together as Board members and staff to celebrate the holidays.
- Staff has reserved the evening of December 14, 2024, at Enzo's Bistro & Bar Rancho Mirage for the District's 2024 holiday dinner.
- Staff recommends approval of a District holiday dinner expense with a cost not to exceed \$5,000.

Fiscal Impact:

NTE \$5,000



Date: November 13, 2024

To: Finance & Administration Committee

Subject: Desert Healthcare District and Foundation Sponsorship of the 2025 Palm Springs Health Run and Wellness Festival

Staff Recommendation: Consideration to approve a \$10,000 sponsorship for the 2025 annual Palm Springs Health Run and Wellness Festival.

Background:

- In 2024, the District and Foundation sponsored the Palm Springs Health Run and Wellness Festival, which is an established, well-known, community-focused Palm Springs event.
- The annual event is attended by community partners and hundreds of local residents of all ages and backgrounds. It includes a 10K and 5K run (or walk), informational booths, programming from the stage, food and drink, and more for participants.
- The sponsorship would allow the District and Foundation to have a booth/exhibit space that would include the mobile medical clinics to provide screenings and/or services (if available). The logo would be featured on all promotional items.
- The festival is scheduled for January 25, 2025, at Ruth Hardy Park in Palm Springs.
- Staff recommends approval of a \$10,000 sponsorship for the Palm Springs Health Run and Wellness Festival.

Fiscal Impact:

\$10,000 sponsorship as part of the marketing budget.



DESERT HEALTHCARE
DISTRICT & FOUNDATION

Date: November 13, 2024
To: Finance & Administration Committee
Subject: Lease Addendum #2 – Cohen, Musch, & Thomas Medical Group 1W 105-106

Staff Recommendation: Consideration to approve Lease Addendum #2 to the lease agreement for Cohen, Musch, & Thomas Medical Group at the Las Palmas Medical Plaza.

Background:

- Cohen, Musch, & Thomas Medical Group has been a long-standing tenant of the Las Palmas Medical Plaza.
- The current lease expires on November 30, 2024.
- Tenant has requested a 6-month extension to provide time to identify another physician to add to their practice.
- The proposed extension term would include a rent increase of approximately 5.75%, up to \$1.88 sq/ft.
- Once an additional physician is added, the tenant would like to negotiate a new long-term lease for the suite.
- Staff recommends approval of Addendum #2.
- Draft lease agreement is attached for review.

Fiscal Impact:

Estimated revenue from Rent and CAMs for duration of extension term- \$31,565

ADDENDUM #2

Addendum to that certain Office Building Lease dated October 1, 2019, by and between Desert Healthcare District doing business as the Las Palmas Medical Plaza, as Landlord and Cohen, Musch, & Thomas Medical Group, as Tenant for the property commonly known as Las Palmas Medical Plaza located 555 E. Tachevah Drive, Palm Springs, California 92262.

Page 1

In the event of any inconsistency between the Addendum #2 language and the body of the Lease, the Addendum #2 language shall prevail.

- 2. Expiration Date: **May 31, 2025**
- 3. Rent Schedule:

12/01/2019 – 11/30/2020	\$2,918.40	
12/01/2020 – 11/30/2021	\$3,005.95	Greater of 3% or CPI
12/01/2021 – 11/30/2022	\$3,096.13	Greater of 3% or CPI
12/01/2022 – 11/30/2023	\$3,250.94	Greater of 3% or CPI
12/01/2023 – 11/30/2024	\$3,410.24	Greater of 3% or CPI
12/01/2024 – 05/31/2025	\$3,609.60	

All other terms and conditions remain unchanged.

The foregoing is hereby agreed to and accepted:

Date: _____

Date: _____

Landlord: Desert Healthcare District
dba: Las Palmas Medical Plaza

Tenant: Cohen Musch Thomas Medical Group

By: Chris Christensen

By: Sean Thomas, MD

Signature: _____

Signature: _____

Title: CEO

Title: Managing Partner



DESERT HEALTHCARE
DISTRICT & FOUNDATION

Date: November 13, 2024
To: Finance & Administration Committee
Subject: Lease Addendum #2 – Desert Medical Group, Inc. (d.b.a. Desert Oasis Healthcare Medical Group) 2W-107

Staff Recommendation: Consideration to approve Lease Addendum #2 to the lease agreement for Desert Medical Group, Inc. (d.b.a. Desert Oasis Healthcare Medical Group) at the Las Palmas Medical Plaza.

Background:

- Desert Oasis Healthcare (DOHC) has been a long-standing tenant in various suites at the Las Palmas Medical Plaza
- DOHC has requested to exercise the option term included in their original lease.
- The option term will include 2.5% annual increases.
- Staff recommends approval of Amendment #2.
- A draft of Amendment #2 is attached for review.

Fiscal Impact:

Estimated Revenue from Rent and CAMs for life of the base lease - \$105,945

ADDENDUM #2

Addendum to that certain Office Building Lease dated September 1, 2021, by and between Desert Healthcare District doing business as the Las Palmas Medical Plaza, as Landlord, and Desert Medical Group, Inc. doing business as Desert Oasis Healthcare Medical Group, as Tenant for the property commonly known as Las Palmas Medical Plaza located 555 E. Tachevah Drive, Palm Springs, CA 92262.

Page 1

In the event of any inconsistency between the Addendum #2 language and the body of the Lease, the Addendum #2 language shall prevail.

- 1. Commencement Date of 3-year Option Term: January 1, 2025
- 2. Expiration Date: December 31, 2027
- 3. Rent Schedule:

1/1/2025 – 12/31/2025	\$2,011.57	
1/1/2026 – 12/31/2026	\$2,061.86	2.5%
1/1/2027 – 12/31/2027	\$2,113.41	2.5%
- 4. CAMs: Currently \$.86 per square foot.
- 5. Security Deposit: Carryover of current deposit of \$2,457.60.

All other terms and conditions remain unchanged.

The foregoing is hereby agreed to and accepted:

Date: _____

Date: _____

Landlord: Desert Healthcare District

Tenant: Desert Medical Group, Inc.

dba: Las Palmas Medical Plaza

dba Desert Oasis Healthcare Medical Group

By: Chris Christensen

By: _____

Signature: _____

Signature: _____

Title: CEO

Title: _____



DESERT HEALTHCARE
DISTRICT & FOUNDATION

Date: November 13, 2024
To: Finance & Administration Committee
Subject: Assignment and Assumption Agreement – Dr. Brad A Wolfson, 2W-101

Staff Recommendation: Consideration to approve the Assignment and Assumption Agreement for Dr. Brad A Wolfson at the Las Palmas Medical Plaza.

Background:

- Dr. Wolfson has been a long-standing tenant of the Las Palmas Medical Plaza.
- Dr. Wolfson’s current lease expires July 31, 2025.
- Dr. Wolfson is selling his practice to Inland Urology PC, LLC.
- Inland Urology PC, LLC is a new practice put together by Dr. Madhumitha Reddy and will continue providing the same types of services as Dr. Wolfson.
- The transfer will be contingent upon a successful sale from Dr. Wolfson to Inland Urology, PC and would have an effective date of January 1, 2025.
- District’s legal counsel has reviewed the Assignment and Assumption agreement.
- Staff recommends approval of the Assignment and Assumption agreement.
- Draft agreement is attached for review.

Fiscal Impact:

There is no fiscal impact as the sale will involve transfer of the existing lease.

ASSIGNMENT AND ASSUMPTION AGREEMENT

THIS ASSIGNMENT AND ASSUMPTION AGREEMENT (“Assignment”) is made and effective as of January 1, 2025, (the “Effective Date”), between Brad A. Wolfson, M.D., (“Assignor”), and Inland Urology PC, LLC (“Assignee”).

W I T N E S S E T H

WHEREAS, Desert Healthcare District, d.b.a. Las Palmas Medical Plaza (the “Landlord”), is the landlord under the Lease (hereinafter described) for real property and improvements thereon known generally as 555 E. Tachevah Drive, Building 2 West, Suite 101, Palm Springs, California 92262; and

WHEREAS, Assignor is the tenant under that certain Commercial Lease dated as of August 1, 2022 (the “Original Lease”), which is attached hereto as Exhibit “A”; and

WHEREAS, pursuant to the terms and conditions of the Purchase Agreement (the “Purchase Agreement”), by and among Assignor, Assignee and the other parties thereto, Assignor has agreed to assign to Assignee all of its right, title and interest in, to and under the Lease upon the terms and conditions hereof; and

WHEREAS, Assignee desires to assume all of Assignor’s obligations under the Lease arising on and after the Effective Date upon the terms and conditions hereof;

NOW, THEREFORE, the mutual covenants and agreements hereinafter set forth and other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, the parties hereto hereby agree as follows:

1. Assignor hereby assigns, transfers and sets over to Assignee all of its right, title and interest in, to and under the Lease upon the terms and conditions herein set forth, to have and to hold the same unto Assignee, its successors and assigns, forever, subject to all of the terms, covenants and conditions of the Lease.

2. Assignee hereby accepts the assignment of Assignor’s right, title and interest in, to and under the Original Lease upon the terms and conditions herein set forth and hereby assumes and shall fully punctually pay and perform and observe all of the terms, covenants and conditions of the Lease arising from and after the Effective Date.

3. Assignor shall indemnify and hold harmless Assignee from and against any and all claims, liabilities, obligations, costs and expenses, including, without limitation, reasonable attorneys’ fees, which arise out of the Lease and relate to the period prior to the Effective Date. Assignee shall indemnify and hold harmless Assignor from and against any and all claims, liabilities, obligations, costs and expenses, including, without limitation, reasonable attorneys, fees, which arise out of the Original Lease with respect to the Assumed Land and relate to the period on or after the Effective Date.

5. This Assignment shall be binding upon and inure to the benefit of Assignor and Assignee and their respective successors and assigns.

6. This Assignment may be executed in two or more counterparts, all of which shall be considered one and the same Assignment.

7. This Assignment shall be governed and construed in accordance with the laws of the State of California, without regard to any applicable principles of conflicts of laws.

IN WITNESS WHEREOF, the parties hereto have caused this Assignment to be signed by their respective officers thereunto duly authorized as of the date first written above.

ASSIGNOR:

BRAD A. WOLFSON, M.D.

By: _____
Name: _____
Title: _____

ASSIGNEE:

INLAND UROLOGY PC, LLC, a limited liability company

By: _____
Name: _____
Title: _____



DESERT HEALTHCARE
DISTRICT & FOUNDATION

Date: November 13, 2024
To: Finance & Administration Committee
Subject: Consideration to Approve Policy # BOD-21 to include an increase to the insurance premium allowance of up to \$16,250 per year.

Staff Recommendation: Consideration to approve the revised Policy #BOD-21 to include an increase from 13,000 to \$16,250 per year.

Background:

The District provides health, dental, and vision insurance to eligible employees and directors. The current health plan provided is the PERS Platinum plan through CalPERS. Recent notification has been made of an approximate 11% increase to the health plan premiums starting January 1, 2025, as noted below.

PERS Platinum Health Plan	Subscriber	Subscriber + 1 Dependent	Subscriber + 2 or More Dependents
Current Monthly Premium	\$1,131.47	\$2,262.94	\$2,941.82
Premium as of 01/01/2025	\$1,263.73	\$2,527.46	\$3,285.70

Due to the increase in premiums, a revision to Policy #BOD-21 is presented to increase the annual limit for each Director to \$16,250.

Fiscal Impact:

The policy limit increase could exceed the budget by approximately \$10-20k, since all directors typically do not utilize the full allowance.



POLICY TITLE: MEETING & INSURANCE COMPENSATION POLICY

POLICY NUMBER: BOD-21

COMMITTEE APPROVAL: XX-XX-2024

BOARD APPROVAL: XX-XX-2024

POLICY #BOD-21: Meeting & Insurance Compensation Guidelines for the Desert Healthcare District (“District”) Board of Directors (“Board”).

A) Board Members may receive a stipend for attendance at up to 6 meetings per month, provided the meetings have a healthcare nexus or are related to the District’s operations, mission, and vision, and include the following:

1. District Board and Board committee meetings, including agenda review meetings.
2. Meetings for which a District Board member serves on the Desert Regional Medical Center’s Board of Directors or its committees.
3. Attendance at ethics or other required training.
4. Conferences and seminars held by organizations in which the District is a member, and for which the conference/seminar has a clear health care related nexus. Board members shall receive one stipend per conference or seminar.
5. Community meetings and events within the District, when attendance is requested or approved by the Board, the Board President, or the Chief Executive Officer (“CEO”), for which the meeting/event has a clear health care nexus, including the following:
 - a) Board, policy committee, and formal business meetings of organizations in which the District is a member.
 - b) Meetings with other government agencies or officials in which the subject involves health care or District business (e.g., State and local legislative officials, County Health & Human Services).
 - c) Formal Meetings requested, necessitated, or approved by the CEO.

B) Non-compensable meetings shall include the following:



DESERT HEALTHCARE
DISTRICT & FOUNDATION

1. Informal meetings with other Board members or with District staff members, regardless of the topic(s) addressed.
2. Meetings of a political nature, whether partisan or non-partisan, regardless of the topic(s) addressed.
3. Meetings for which payment of a stipend or honorarium is provided by the host organization.
4. Meetings of other public bodies, unless invited as a participant by the host body or sent as a delegate by the District Board.
5. Meetings of organizations in which the member holds an individual membership or the primary purpose of which is to receive continuing professional educational credits.
6. Charity fundraising events.

Board members shall have an opportunity to report on meetings attended at the next regularly scheduled Board meeting following the meeting for which a stipend is received. Any questions regarding interpretations of these guidelines should be addressed to the District's General Counsel.

If more than one Board meeting is held in succession on the same calendar day, they collectively shall count as a single meeting for the payment of a stipend. Such classification applies only to regular, special, closed and executive sessions and shall not apply to successive Committee meetings in which a Director may be a member.

C) Board members shall receive compensation of insurance premiums up to \$16,250 per fiscal year (July 1 to June 30), which reflects the annual cost of District provided insurance for a Board member. Insurance premiums (coverage may be applied to the Board member, their spouse or registered domestic partner, and eligible dependent children) include medical, dental, and vision and include any combination of the following.

1. Board members may receive insurance coverage through the District. Board members shall be responsible for reimbursing the District for premiums exceeding \$16,250 per fiscal year.
2. Reimburse Medicare premiums.
3. Reimburse supplemental insurance premiums.



DESERT HEALTHCARE
DISTRICT & FOUNDATION

4. Reimburse the portion of insurance premiums withheld from Board member's payroll.

5. Reimbursement does not apply to COBRA insurance premiums when Board member leaves office.

AUTHORITIES

Desert Healthcare District Bylaws Article IV, section 4.6
Desert Healthcare District Resolution No. 19-08

DOCUMENT HISTORY

Revised	XX-XX-2024
Revised	06-25-2024
Revised	06-28-2022
Revised	02-23-2021
Revised	04-23-2019
Approved	07-24-2018

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POLICY TITLE: MEETING & INSURANCE COMPENSATION POLICY

POLICY NUMBER: BOD-21

COMMITTEE APPROVAL: ~~XX-XX06-11--~~2024

BOARD APPROVAL: ~~XX-XX06-25-~~2024

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DESERT HEALTHCARE
DISTRICT & FOUNDATION

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2. Reimburse Medicare premiums.
3. Reimburse supplemental insurance premiums.



DESERT HEALTHCARE
DISTRICT & FOUNDATION

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5. Reimbursement does not apply to COBRA insurance premiums when Board member leaves office.

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Desert Healthcare District Resolution No. 19-08

DOCUMENT HISTORY

<u>Revised</u>	<u>XX-XX-2024</u>
Revised	06-25-2024
Revised	06-28-2022
Revised	02-23-2021
Revised	04-23-2019
Approved	07-24-2018

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