

AGENDA
EXECUTIVE FINANCE COMMITTEE (EFC)

January 26, 2023 at 11:00 A.M.

Location: Teams Meeting: 425-653-6586, Conference ID 753 157 236#

Committee Members: Councilmember Joe McDermott, Chair; Dwight Dively, Director PSB; Ken Guy, Director FBOD; Caroline Whalen, County Administrative Officer

Staff: Carol Basile, Deputy FBOD Director; Mike Smith, Chief Investment Officer; Christine Denis, Portfolio Manager; Eben Sutton, Chief Accountant

AGENDA ITEMS

1. **Action:** Approval of Minutes of the October 27, 2022 EFC meeting – Page 2
2. **Action:** Approval of Minutes of the December 1, 2022 EFC meeting – Page 4
3. **Action:** Approval of the “Official Intent” reimbursement motion concerning the issuance of bonds in an aggregate principal amount of \$664,000,000 to undertake the projects collectively known as the “2023-2024 Proposed Bond Financed Projects” – Page 5
Nigel Lewis, Debt Manager
4. **Action:** Interfund Loan of Surplus King County Cash (Chapter 4.24 of KC Code): Approve the request from the Unlimited GO Bond Redemption Fund 8500 to borrow up to \$14 million through December 31, 2023. Repayment will come from property taxes expected to be received in April and October of 2023 – Page 6
Chris McGowan, Executive Analyst III, PSB
5. **Briefing:** Quarterly portfolio review of the King County Investment Pool by PFM (PowerPoint Presentation)
Luke Schneider, CFA, Director, PFM Asset Management LLC
6. **Briefing:** King County Investment Pool Performance and Balance Trends
 - Recent Pool Distribution Rates & Monthly Average Pool Balance Comparison – Page 8
 - Interest Rate Summary – Page 9
 - King County Investment Pool Yield & Duration versus Custom Benchmark – Page 10*Mike Smith, Chief Investment Officer*
7. **Briefing:** Interfund Borrowing Reports (Not all reports are available due to year-end closing process)
 - EFC Approved Interfund Borrowings (Using Preliminary Cash Balances) – Page 11*Mike Smith, Chief Investment Officer*
8. **Briefing:** Post Bond Issuance Compliance Report – Page 13
Nigel Lewis, Debt Manager

OTHER BUSINESS

ADJOURNMENT

Appendix: Supplemental King County Investment Pool Reports – Page 16

- Sector Holdings & Policy Compliance – Page 17
- Maturity Distribution – Page 18
- King County Investment Pool Monthly Transactions – Page 19
- King County Investment Pool Security Holdings – Page 20
- Pool-Plus Program Security Holdings by Fund – Page 23

MINUTES
EXECUTIVE FINANCE COMMITTEE (EFC)
October 27, 2022

The EFC Meeting was held by Teams on October 27, 2022 at 11:00 a.m. and adjourned at 11:50 p.m.

<u>Members Present</u>	<u>Others Present</u>	<u>Others Present - Continued</u>	<u>Members Absent</u>
Dwight Dively	Andrew Kim	Mike Smith	Joe McDermott
Caroline Whalen	Tobias Tobler, Pacifica	Christine Denis	Ken Guy
Carol Basile (for Ken Guy)	David Reich	Jenifer Merkel	
	Luke Schneider, PFM	Eben Sutton	
	David Reed	Chris McGowan	
	Andres Bas Moore	Vera Kiritchouk	
	Becky Range, City of Bothell	July Maha	
	Christine Scotton, City of Bothell, NPRSA	Navdeep Otal, IPAC	
	Yvonne L Blumenthal, US Bank	Tatiana Saroca	
	Nitin Chadha	George Vida	

ACTION ITEMS

- Minutes** – The Committee voted 3 to 0 to approve the Minutes of the July 28, 2022 Executive Finance Committee meetings.
- Interfund Loan of Surplus King County Cash (Chapter 4.24 of KC Code)**: – The Committee voted 3 to 0 to approve the request from the Northshore Parks and Recreation Service Area (NPRSA) Fund 251010010 to borrow up to \$1,000,000 through December 31, 2024 to complete construction and operations. This loan will be repaid from property taxes levied and assessed in 2023 and 2024.
- Interfund Loan of Surplus King County Cash (Chapter 4.24 of KC Code)**: – The Committee voted 3 to 0 to approve the request from the KCIT Capital Fund 3771 to extend the term of an existing \$25 million loan to June 30, 2023. Repayment will come from bond proceeds that will be repaid by General Fund
- Interfund Loan of Surplus King County Cash (Chapter 4.24 of KC Code)**: – The Committee voted 3 to 0 to approve the requests below for WLRD:
 - Approved the request from the King County Flood Control Operating Contract Fund 1561 to extend the term on an existing \$3 million interfund loan to December 31, 2023. This loan will be repaid from tax revenue from the King County Flood Control District.
 - Approved the request from the Open Space Non-Bond Fund 3522 to extend the term of an existing \$2.5 million loan to December 31, 2023. This loan will be repaid from reimbursable grants.
 - Approved the request from the KC Flood Control Capital Contract Fund 3571 to extend the term of an existing \$13 million loan to December 31, 2023. This loan will be repaid from tax revenue from the KC Flood Control District.
- Loaning Fund Identification** – The Committee voted 3 to 0 approve the motion to designate a hierarchy of funds be tapped successively until all required loans have been fulfilled. The funds will be utilized as displayed below:

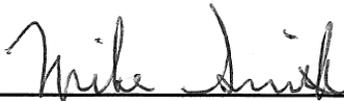
Borrowing Fund(s)	Amount Needed at 10/17/2022	Lending Fund	Amount Available at 10/17/2022
County funds with negative cash balances	\$161,082,000	Employee Benefits Program	\$101,617,000
County funds with untapped credit on approved loans	\$230,463,000	Safety & Worker's Compensation	\$108,253,000
		General Fund	\$80,093,000 (tax collections still posting)
County funds with negative cash balances eligible for Coronavirus funding	\$67,127,000	Grants Subfund - CSLFRF	\$353,509,000

BRIEFINGS

1. **Community Reinvestment Plan for King** County – Yvonne L Blumenthal presented the annual Community Reinvestment Act (CRA) report summarizing US Banks’s commitment to providing lending, investment, and services to low-to-moderate income people within King County. She noted that the bank still maintained an “Outstanding” CRA rating but noted a new CRA rating should be available in Q1 2023. She also reviewed examples of the programs US Bank was sponsoring like the Black Home Initiative, donation of the Skyway bank branch, and the volunteer actives of the bank’s employees.
2. **Quarterly Review of Investment Pool** – Luke Schneider of PFM presented the third quarter review of the King County Investment Pool. He commented on the current economic conditions: high inflation, weakening housing, worsening economic outlook, and the strong labor market. He noted that the Fed Funds rate is projected to reach 4.25% to 4.50% by year end and that the yields have reached their highest levels in 14 years and that the Treasury yield curve remains inverted. He then provided his observations on the investment pool’s exposure to credit and interest risk and reviewed the investment pool’s issuer diversification and liquidity position. The report stated that the investment pool appears to provide ample liquidity, is well diversified, and is of sound credit quality.
3. **Investment Pool Performance and Balance Trends** – The Committee was informed that the pool yielded 1.36% in September, and with the expectation of continued increases in market rates, the pool’s yield is expected to move gradually higher in future months. The average pool balance was \$8.7 billion, which was \$700 million higher than last year’s average balance. In comparison to its custom benchmark, the pool’s performance trailed the benchmark’s performance by 33 basis points in September. The Committee was informed that it has generally been difficult for the pool’s yield to outperform the benchmark during periods of rapidly rising interest rates.
4. **Interfund Borrowing** – The Committee was provided a review of County and non-county funds with negative balances or interfund loans outstanding during September.

OTHER BUSINESS

None



Mike Smith, Chief Investment Officer

MINUTES
EXECUTIVE FINANCE COMMITTEE (EFC)
December 1, 2022

The EFC Meeting was held by Teams on December 1, 2022 at 11:00 a.m. and adjourned at 11:12 p.m.

<u>Members Present</u>	<u>Others Present</u>	<u>Others Present -</u>	<u>Members Absent</u>
Joe McDermott	David Reich	<u>Continued</u>	
Dwight Dively	Andres Bas Moore	Carol Basile	
Caroline Whalen	Anthony Wright	Mike Smith	
Ken Guy	Brandi Paribello	Jenifer Merkel	
	Cristina Gonzalez	Eben Sutton	
	Grant Lahmann	Nora Bennett	
	Nicholas Makhani		
	Sid Bender		

ACTION ITEMS

1. **Interfund Loan of Surplus King County Cash (Chapter 4.24 of KC Code):** – The Committee voted unanimously to approve the request from the King County DCHS Administration Fund 1080 to extend the term on an existing \$19 million interfund loan to December 31, 2023. This loan will be repaid from FEMA reimbursement through a Public Health contract with DOH, ARPA reimbursement of Federal funds, and GF on a reimbursement basis.
2. **Interfund Loan of Surplus King County Cash (Chapter 4.24 of KC Code):** – The Committee voted unanimously to approve the request from the King County Facilities Management Division Long-term Lease Fund 3310 to increase the amount on an existing \$30 million loan due December 31, 2023 to \$34 million. This loan will be repaid from federal grants: FEMA, CLFR, and CARES ACT.
3. **“Official Intent” Motions** – The Committee voted unanimously to approve the motion documenting the County’s intent to obtain financing for the projects collectively known as the “County Facilities Capital Improvement Projects at the Harborview Medical Center”. The County reasonably expects to incur indebtedness and to issue bonds in a maximum aggregate principal amount of \$25,000,000.

OTHER BUSINESS

The Committee recognized the upcoming retirement of Sid Bender and thanked him for his many years of dedicated service to King County.

**EXECUTIVE FINANCE COMMITTEE
“OFFICIAL INTENT” REIMBURSEMENT MOTION**

Pursuant to and as defined within Ordinance 19530, which was adopted on November 15, 2022, King County, Washington (the “County”) has proposed to bond finance the following projects (collectively the “2023-2024 Proposed Bond Financed Projects”):

- the Public Defense Management System Upgrade Projects;
- the Civil Case Management Upgrade Projects;
- the Conservation Futures Land Acquisition Projects;
- the Electric Vehicle Charging Infrastructure Projects;
- the County Facilities Capital Improvement Projects;
- the Community Facilities Bond Projects;
- the Solid Waste Capital Improvement Plan Projects;
- the Equitable Wastewater Futures Project;
- the Roads Projects;
- the 911 Call Center Project; and
- the Affordable Housing and Homeless Housing Projects.

The County reasonably expects to incur indebtedness and to issue bonds in a maximum aggregate principal amount of not-to-exceed \$664,000,000 (the “Obligations”) to obtain financing for all or a portion of the costs of the 2023-2024 Proposed Bond Financed Projects and, prior to the issuance of the Obligations, to fund all or a portion of the costs of the 2023-2024 Proposed Bond Financed Projects through either available cash balances or one or more inter-fund loans.

NOW THEREFORE, on motion duly made and adopted, the Executive Finance Committee declares it to be the official intent of the County, for the purpose of complying with the applicable provisions of the Internal Revenue Code of 1986, as amended, and the Treasury Regulations promulgated thereunder with respect to qualification of reimbursement allocations as expenditures of Obligation proceeds, that capital expenditures in furtherance of the 2023-2024 Proposed Bond Financed Projects made by the County from either available cash balances or inter-fund loans obtained prior to the issuance of the Obligations are made with the intent that such expenditures shall be reimbursed from the proceeds of the Obligations, when issued.



King County

COUNTY FUND APPLICATION FOR INTERFUND LOAN

COUNTY FUND MANAGER CONTACT INFORMATION

Fund name and number: UNLIMITED G O BOND REDEMP / F8500

Fund Manager: Chris McGowan

Fund Manager Title: Executive Analyst

Contact name (if different):

Contact title:

Phone: 263-1408

Fax:

BORROWING REQUEST DETAILS

Fund name: UNLIMITED TAX GO BONDS

Fund number: 000008500

Term of loan requested (projected start and end date): February 1, 2023 to December 31, 2023

Is this a new loan request or a request to modify an existing loan? New

Has this loan request been reviewed by Office of Performance, Strategy and Budget? Yes No If "Yes", list the name of the reviewer:

If this a "Funds Transfer Loan" as defined in Section 5.9 of the County's Interfund Loan Policy complete Part A. otherwise complete Part B

PART A

Provide both the fund name(s) and fund number(s) of the lending fund(s).

Who has determined whether the lending fund(s) designated above is legally able to finance this loan?

PART B

For "Automated Interest Loans" as defined in Section 5.3 list the maximum negative cash balance forecasted during term of loan: \$14,000,000

ADDITIONAL INFORMATION

Why is this borrowing necessary?

There is an opportunity to refund outstanding debt to save the County approximately \$83,000, as well as timing issue with the expected Property Tax Revenue for 2023.

What will be the source of the funds to repay the interfund loan? Property Taxes expected to be received in April and October of 2023.

If the interfund loan involves a project that is or will be related to a bond issue, has this interfund loan proposal been reviewed by the Treasury Operations Compliance Officer? Yes No

FUND MANAGER AUTHORIZED SIGNATURE (REQUESTING INTERFUND LOAN)

Signature: *Chris McGowan*

Print Name: Chris McGowan

Title: Executive Analyst

Date: January 13, 2023

Please include with this application a cash flow forecast showing the fund's cash needs over the expected borrowing period.

Interfund loan approved? Yes
No

Date Approved/Denied:

Loan interest rate:

Maximum interfund loan amount approved
\$14,000,000.00

Repayment date: 12/31/2023

Other special loan terms or comments:

Cash Flow Projection:

	Cash Balance (Beginning of Month)	Expenses	Revenue	Cash Balance (End of Month)
Jan-23	\$1,152,851	\$0	\$34,586	\$1,187,437
Feb-23	\$1,187,437	\$14,500,000	\$0	(\$13,312,563)
Mar-23	(\$13,276,940)	\$398,308	\$0	(\$13,711,940)
Apr-23	(\$13,675,248)	\$410,257	\$8,510,000	(\$5,613,298)
May-23	(\$5,575,506)	\$167,265	\$0	(\$5,781,697)
Jun-23	(\$5,742,771)	\$1,178,758	\$0	(\$6,961,623)
Jul-23	(\$6,921,529)	\$207,646	\$0	(\$7,170,472)
Aug-23	(\$7,129,175)	\$213,875	\$0	(\$7,385,586)
Sep-23	(\$7,343,050)	\$220,292	\$0	(\$7,607,154)
Oct-23	(\$7,563,342)	\$226,900	\$8,510,000	\$674,632
Nov-23	\$719,758	\$0	\$20,239	\$694,871
Dec-23	\$741,351	\$386,350	\$20,846	\$329,367

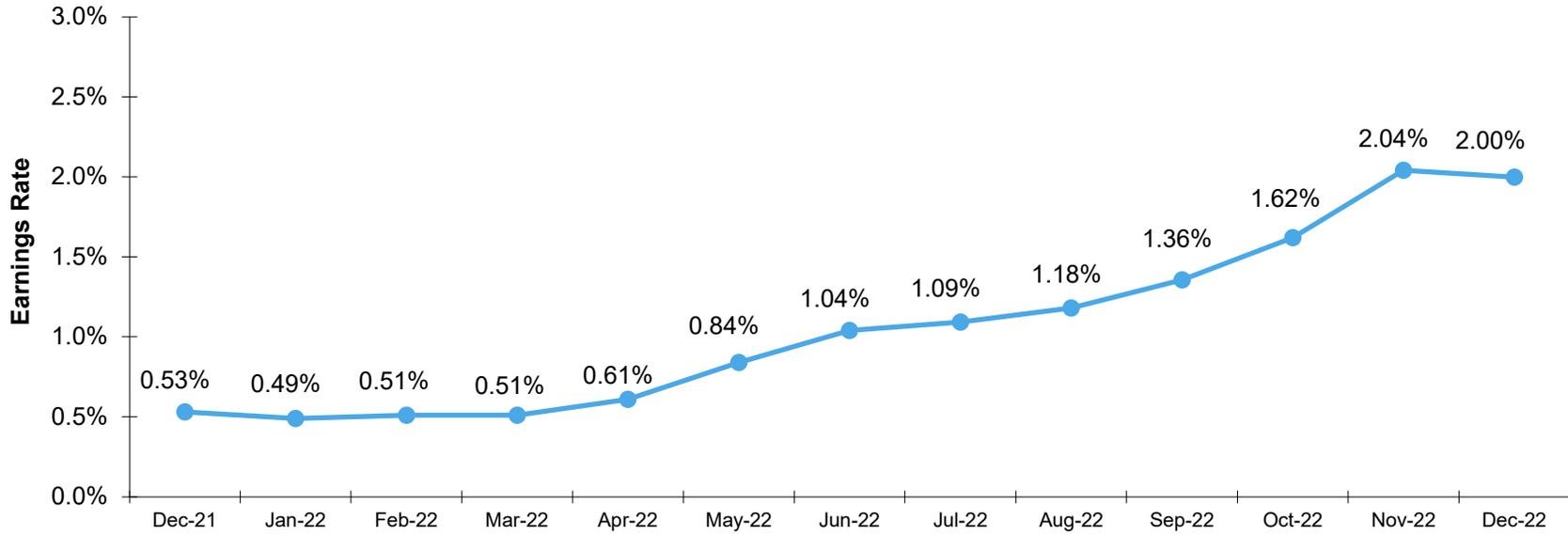
Projected Savings:

Principal	Payable	Coupon	Est. Savings
\$9,385,000	1-Jun-23	5%	\$47,825
\$4,655,000	1-Dec-23	4%	\$35,199
		Total	\$83,024

Both the cashflow projection and the projected savings assume an interfund borrowing rate of 3%.

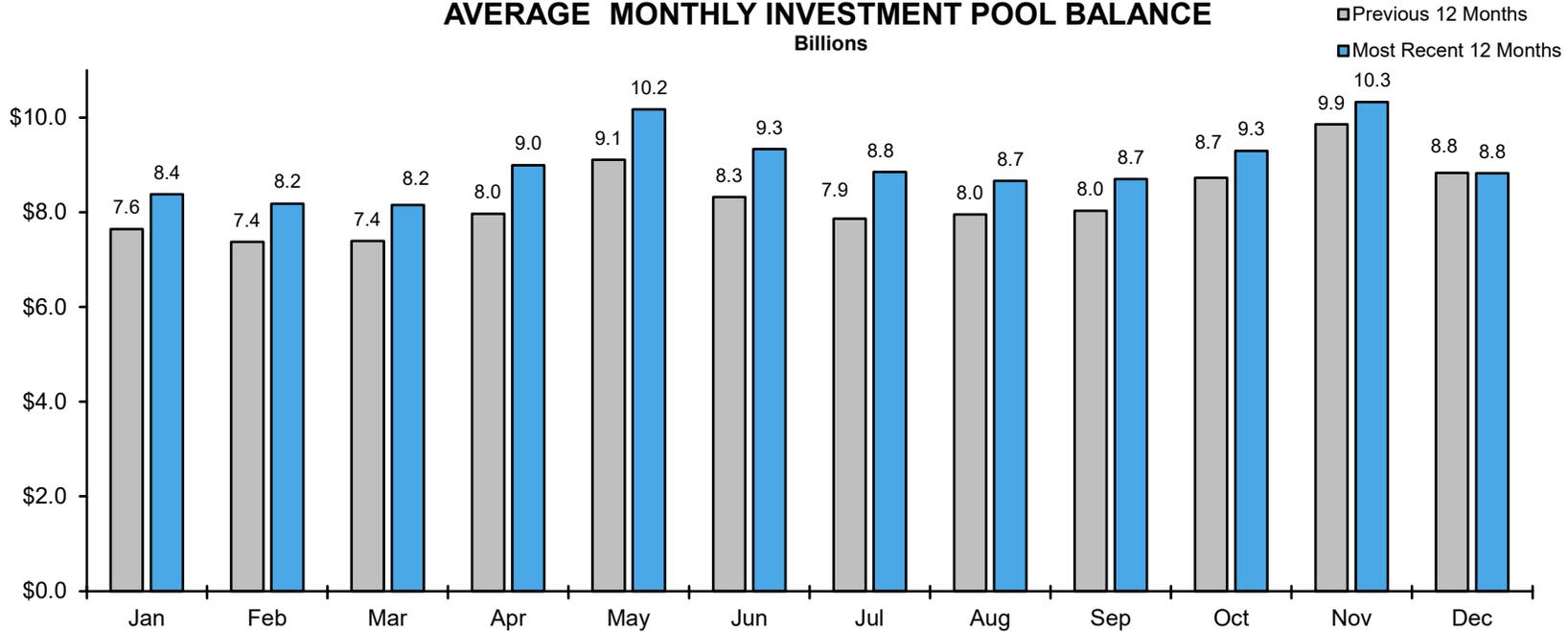
KING COUNTY INVESTMENT POOL

EARNINGS DISTRIBUTION RATE

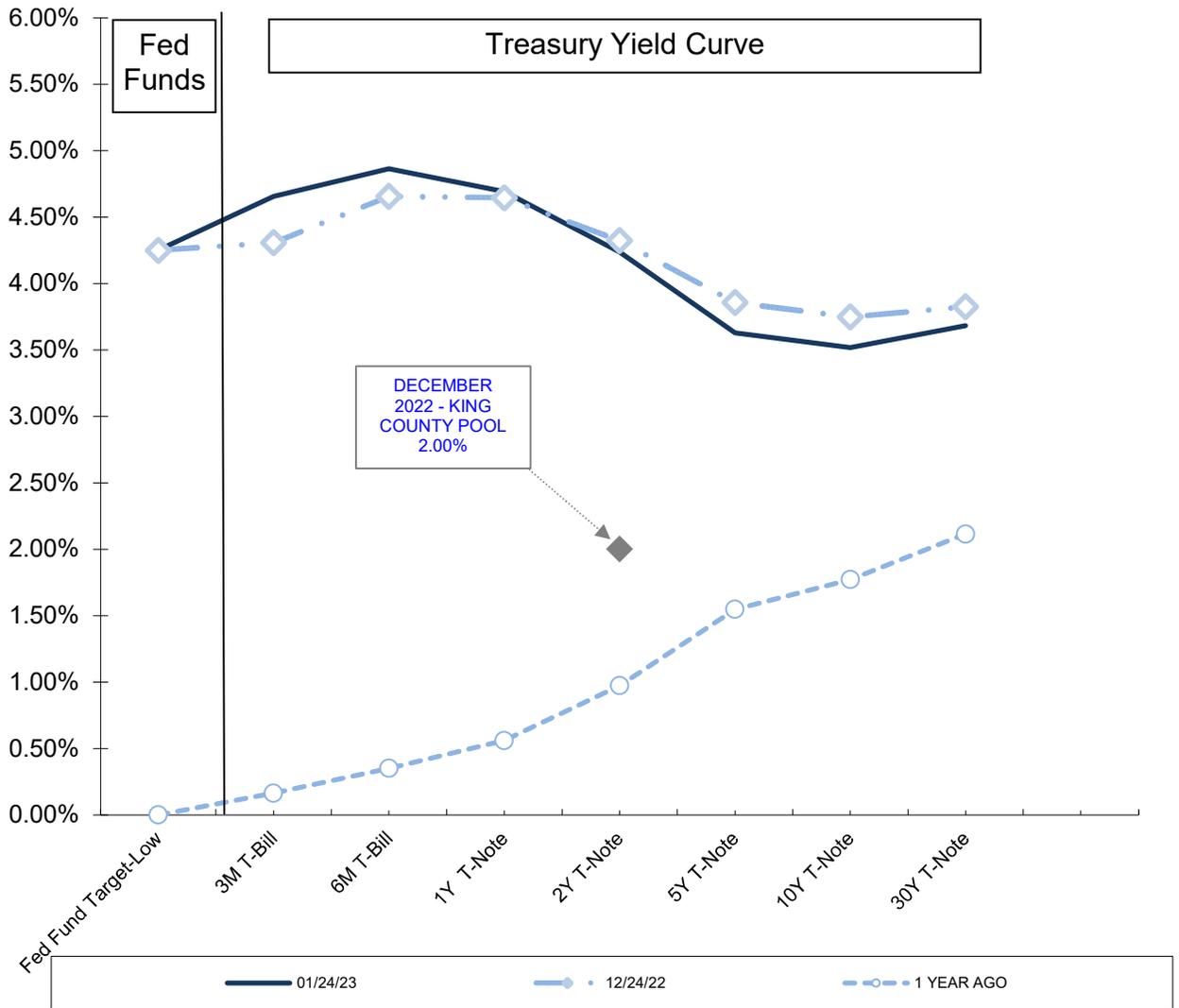


AVERAGE MONTHLY INVESTMENT POOL BALANCE

Billions

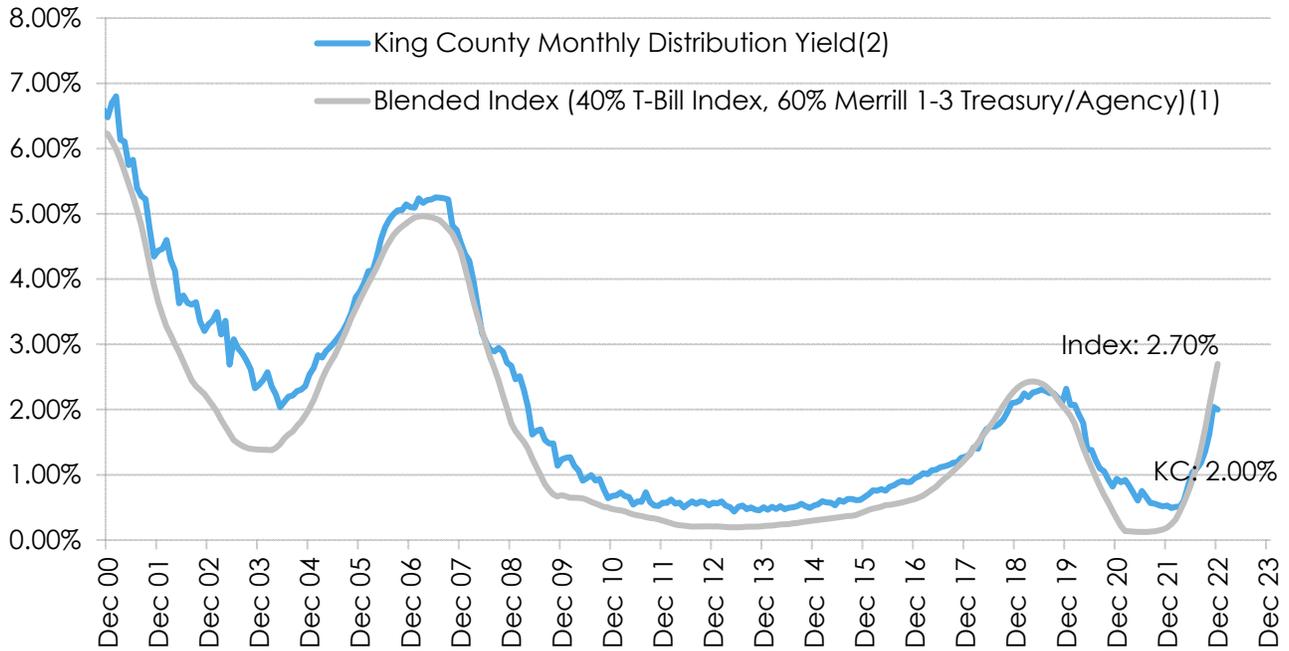


INTEREST RATE SUMMARY



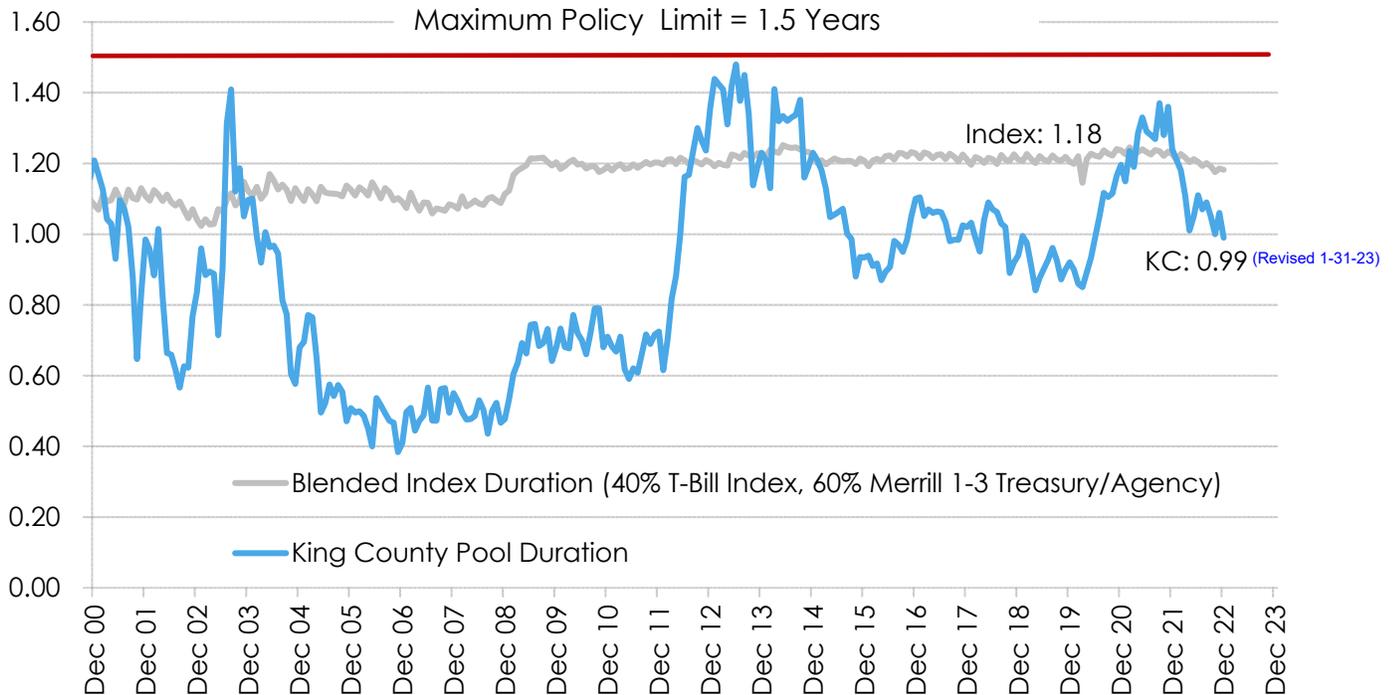
	01/24/23	12/24/22	1 YEAR AGO
Fed Fund Target-Low	4.25%	4.25%	0.00%
3M T-Bill	4.66%	4.31%	0.16%
6M T-Bill	4.87%	4.66%	0.35%
1Y T-Note	4.69%	4.65%	0.56%
2Y T-Note	4.24%	4.32%	0.97%
5Y T-Note	3.63%	3.86%	1.55%
10Y T-Note	3.52%	3.75%	1.77%
30Y T-Note	3.68%	3.83%	2.11%

King County Monthly Distribution Yield Versus Custom Index⁽¹⁾



(1) Does not include any negative distributions from the impaired pool

King County Monthly Duration Versus Custom Index



Approved Interfund Borrowings (Automated System)⁽¹⁾
12/31/22

Status	Borrowing Entity	Borrowing Fund Number	Fund Name	Reason For Loan & Repayment Method	Loan Amount Authorized	Fund Balance at Month-end	Average Amount Borrowed	Interest Paid in Current Month	Term of Loan	Loan Rate	Lending Entity	Date of EFC Approval
✓	King County	000001080	DCHS Administration Fund	Costs associated with operating the Auburn and Kent vaccination sites, but outlays for managing the sites must be made before FEMA reimburses the agencies for its operating costs.	<u>Original Loan</u> \$5,000,000 <u>Revised Amt:</u> \$13,000,000 <u>Revised Amt:</u> \$19,000,000	(\$10,551,505)	\$9,884,623	\$16,778	9/30/2021 12/31/2022 12/31/2023	Pool Rate	See Hierarchy of Lending Funds - Approved at 10/27/22 EFC Meeting	5/27/2021 10/28/2021 4/28/2022 12/1/2022
✓	King County	000001561	KC Flood Control Operating Contract Fund	This fund is 100% reimbursable from the KC Flood Control District.	<u>Original Loan</u> \$2,500,000 <u>Revised Amt:</u> \$5,000,000 <u>Revised Amt:</u> \$3,000,000	(\$2,203,339)	\$2,290,361	\$3,888	12/31/2020 12/31/2021 12/31/2022 12/31/2023	Pool Rate	See Hierarchy of Lending Funds - Approved at 10/27/22 EFC Meeting	3/21/2019 10/22/2020 12/2/2021 10/27/2022
✓	King County	000001800	King County Public Health Fund	COVID-19 related expenditures outpacing cash reimbursements received from federal and state sources	<u>Original Loan</u> \$60,000,000 <u>Revised Amt:</u> \$90,000,000	(\$45,000,359)	\$45,817,401	\$77,827	06/30/2022 12/31/2025	Pool Rate	See Hierarchy of Lending Funds - Approved at 10/27/22 EFC Meeting	5/27/2021 4/28/2022
✓	King County	000003310	Long Term Lease Fund	Support Phase 4 of King Street Center work space consolidation. Repayment from lease payments.	<u>Original Loan</u> \$2,000,000 <u>Revised Amt:</u> \$4,000,000	See Below	See Below	See Below	12/31/2023	Pool Rate	See Hierarchy of Lending Funds - Approved at 10/27/22 EFC Meeting	12/7/2016 02/22/2017
✗	King County	000003310	Long Term Lease Fund	Additional expenditures due to COVID-19. Repayment from CARES ACT, ARPA, and FEMA grants	<u>Original Loan:</u> \$15,000,000 <u>Revised Amt:</u> \$30,000,000 <u>Revised Amt:</u> \$34,000,000	(\$36,577,700)	\$32,816,918	\$55,703	9/30/2021 12/31/2021 12/31/2023	Pool Rate	See Hierarchy of Lending Funds - Approved at 10/27/22 EFC Meeting	12/3/2020 5/27/21 10/28/2021 12/1/2022
✓	King County	000003361	Puget Sound Emergency Radio (PSERN) Capital Fund	Support capital expenditures for the PSERN project until cash from the Levy fund becomes available.	<u>Original Loan</u> \$73,000,000	\$10,581,440	\$0	\$0	10/31/2021 12/31/2024	Pool Rate	See Hierarchy of Lending Funds - Approved at 10/27/22 EFC Meeting	10/24/2018 7/22/2021
✓	King County	000003421	Major Maintenance Reserve Sub-fund	Water pipe repair and replacement project at KCCF.	<u>Original Loan</u> \$23,500,000	\$682,706	\$0	\$0	6/30/2025	Pool Rate	See Hierarchy of Lending Funds - Approved at 10/27/22 EFC Meeting	7/18/2019
✓	King County	000003522	Open Space Non-Bond Fund	The fund relies heavily upon grant funding, thereby resulting in cash deficit due to timing of grant reimbursements	<u>Original Loan</u> \$5,000,000 <u>Revised Amt:</u> \$2,500,000	(\$97,466)	\$89,633	\$152	12/31/2020 12/31/2021 12/31/2022 12/31/2023	Pool Rate	See Hierarchy of Lending Funds - Approved at 10/27/22 EFC Meeting	3/21/2019 10/22/2020 12/2/2021 10/27/2022
✗	King County	000003571	KC Flood Control Capital Contract Fund	This fund is 100% reimbursable from the KC Flood Control District.	<u>Original Loan:</u> \$20,000,000 <u>Revised Amt:</u> \$13,000,000	(\$15,129,010)	\$14,188,472	\$24,083	12/31/2020 12/31/2021 12/31/2022 12/31/2023	Pool Rate	See Hierarchy of Lending Funds - Approved at 10/27/22 EFC Meeting	3/21/2019 10/22/2020 12/2/2021 10/27/2022
✓	King County	000003760	DLS Unincorporated King County Capital Fund 3760	Expenditures have begun on projects and revenue will not be available until bond sale in Q2 2023.	<u>Original Loan</u> \$21,000,000	(\$104,438)	\$103,840	\$176	6/30/2023	Pool Rate	See Hierarchy of Lending Funds - Approved at 10/27/22 EFC Meeting	10/28/2021
✓	King County	000003771	KCIT Fund 3771	This is to allow the Property Tax Accounting System (PTAS) capital Project to continue work until the project receives the planned bond proceeds. The bond is scheduled to be issued in Fall 2021, and the fund assumes that the fund receives the bond proceeds in January 2022.	<u>Original Loan:</u> \$10,000,000 <u>Revised Amt:</u> \$25,000,000	(\$19,367,053)	\$17,634,668	\$29,955	12/31/2021 12/31/2022 6/20/2023	Pool Rate	See Hierarchy of Lending Funds - Approved at 10/27/22 EFC Meeting	7/22/2021 12/2/2021 10/27/2022
✓	King County	000003951	Building Repair & Replacement Fund	To support completion of the CFJC, project #117106. Loan will be repaid from tax collections and sale of YSC surplus property.	<u>Original Loan:</u> \$60,000,000	(\$53,101,415)	\$52,419,170	\$89,041	12/31/2021 12/31/2023	Pool Rate	See Hierarchy of Lending Funds - Approved at 10/27/22 EFC Meeting	9/26/2018 10/28/2021
✓	King County	000005511	FMD Internal Services Fund	Additional expenditures due to COVID-19. Repayment from CARES ACT and FEMA grants	<u>Original Loan:</u> \$15,000,000	\$632,207	\$0	\$0	9/30/2021 12/31/2023	Pool Rate	See Hierarchy of Lending Funds - Approved at 10/27/22 EFC Meeting	12/3/2020 10/28/2021
✓	King County	000005531	KCIT Services Fund	Establish an escrow account for data center bond defeasance. Repayment from existing KCIT rates.	<u>Original Loan:</u> \$8,100,000	(\$3,138,100)	\$2,836,035	\$4,817	12/31/2023	Pool Rate	See Hierarchy of Lending Funds - Approved at 10/27/22 EFC Meeting	2/24/2016
✓	King County	000008923	Water Quality Short-Term (ST) Interfund Loan Fund	To support the self-liquidity program in the unlikely event of a failed remarketing. Subsequent remarketing of debt or WTD revenues will be used to repay any loan.	<u>Original Loan:</u> \$272,500,000	\$0	\$0	\$0	1/1/2026	Pool Rate	See Hierarchy of Lending Funds - Approved at 10/27/22 EFC Meeting	10/22/2020
✓	Vashon Health Care District	140050010	General Expense	New district and property tax revenue will not be received until April/May 2021, but operations will start in 2020. Repayment from future property taxes	<u>Original Loan:</u> \$1,000,000 <u>Revised Amt:</u> \$1,500,000	(\$562,305)	\$562,314	\$954	1/31/2025 1/31/2027	Pool Rate	See Hierarchy of Lending Funds - Approved at 10/27/22 EFC Meeting	1/16/2020 12/17/2020

Status	Borrowing Entity	Borrowing Fund Number	Fund Name	Reason For Loan & Repayment Method	Loan Amount Authorized	Fund Balance at Month-end	Average Amount Borrowed	Interest Paid in Current Month	Term of Loan	Loan Rate	Lending Entity	Date of EFC Approval
✓	Northshore Parks and Recreation Service Area (NPRSA)	251010010	General Expense	Expenses during the construction period and cash flow projections indicate that the operating cash flow reserves will not be satisfactory to complete construction and operations.	<u>Original Loan:</u> \$1,000,000	\$2,207,767	\$0	\$0	12/31/2024	Pool Rate	See Hierarchy of Lending Funds - Approved at 10/27/22 EFC Meeting	10/27/2022

(1) Preliminary fund balance and interest paid numbers because the general ledger has not been closed for December because of 2022 annual report requirements.

Approved Interfund Borrowings (Direct Loans)

12/31/22												
Borrowing Entity	Borrowing Fund Number	Fund Name	Reason For Loan & Repayment Method	Loan Amount Authorized	Loan Outstanding at Month-end	Fund Balance At Month-end	Interest Paid to Date	Term of Loan	Loan Rate	Lending Entity	Date of EFC Approval	
✓	Pacific Science Center	N/A	Pacific Science Center	This loan, authorized by KC Ordinance 19218, will be used to accelerate deferred sales and use tax revenues for the PSC in order to support an \$11.6 million capital improvement program. Repayment from deferred sales and use tax revenue, estimated to total \$29 million.	\$11,600,000	\$10,150,000	N/A	\$83,764	12/31/2030	Pool Rate	King County General Fund	1/14/2021

POST-BOND ISSUANCE TAX COMPLIANCE REPORT

December 2022

Pursuant to the annual reporting requirement included in the adopted post-bond issuance tax compliance procedures that the Executive Finance Committee (EFC) adopted in 2013, and as subsequently amended in 2019, this report provides updates regarding the County's compliance with Internal Revenue Service (IRS) requirements governing its usage of tax-exempt or tax-advantaged bonds.

The report assesses the County's compliance in four different areas, each of which is discussed separately below.

Timely Expenditure of Bond Proceeds

Probably the main area of on-going concern for the County is complying with the IRS requirement that tax-advantaged bond proceeds be utilized in a timely manner.

The key standard that is monitored in this regard is that at least 85% of the proceeds of a bond issue be expended within 3 years of the date of issue. Quarterly tracking reports for bond-financed projects indicate that the County failed to meet this standard for four recent limited tax general obligation (LTGO) bond issues. Each are discussed briefly below.

2015B Various-Purpose LTGO Bonds

At the time of its third anniversary, only approximately 77% of the proceeds had been expended. The overwhelming majority of this shortfall was attributable to the slow progress on the King County District Court Unified Case Management System project, which still had \$6.3 million of unused proceeds at that time. The latest quarterly report from KCIT, which manages the project, indicates that the Case Management System will at last be completed by around yearend 2022 and that all the unspent proceeds (which were down to approximately \$1.1 million as of September) are expected to be utilized.

2017A Solid Waste LTGO Bonds

By their third anniversary, only approximately 68% of the proceeds had been expended, primarily because of the slower than expected pace of work on the South County Transfer Station. All the proceeds were finally expended, however, during 2022.

2017B Various-Purpose LTGO Bonds

The 85% target was not quite achieved for this issue. Based on quarterly reports as of September 2020 - just past its third anniversary -- approximately 17% of proceeds remained unexpended. The slower-than-expected pace of these expenditures was attributable to three FMD projects: the DPD Space Move, the FMD Asset Management System, and the FMD FRED projects. The 85% standard was finally just satisfied by September 2021 and these three projects are expected to be completed during the next two years fully utilizing the unspent proceeds.

2019B Various-Purpose LTGO Bonds

This issue also failed to meet the 85% standard because work on the single largest project funded by these bonds accounting for approximately 33% of total proceeds -- the construction of a Parks maintenance facility -- has only just commenced!

While it is important to document and understand the reasons for such delays in expending proceeds, if the projects are still considered worthwhile there is really no corrective action that can be taken. However, one lesson that may be drawn from this less-than-stellar history is that it might be preferable to delay financing for major projects until there is greater certainty regarding the timelines for their expenditures. Indeed ideally, if adequate internal interim funding is available, more projects should perhaps be financed on a reimbursable basis.

Arbitrage

Arbitrage refers to the potential ability of municipalities to invest tax-exempt bond proceeds in higher-yielding taxable securities. In order not to encourage the over-use of tax-exempt borrowing, the IRS has strict limitations on the amount of arbitrage that an issuer may retain. Amounts beyond such limitations must periodically be rebated to the IRS.

Using the BLX Group PLC, the County's outside analyst, the County was current with its IRS arbitrage calculation requirements as of yearend 2021. No rebate payments to the IRS were necessary, although a future liability of approximately \$56,000 was identified for the 2019B bonds, an issue that had an extremely low arbitrage yield of 1.27%.

Arbitrage is very much the counterpart to the previous spend-down analysis since, if proceeds are spent in a sufficiently timely manner, there will be no arbitrage liability. However, despite the pace of expenditures for several bond issues having, as described above, been much slower than desired, no liability for rebate payments for these other issues has been identified due to the consistently low yields that have been earned on the Investment Pool in recent years.

This situation will change over the next few years, however, as yields on the Pool are now rising sharply and will soon exceed arbitrage yields for various bond issues. When prior earnings "shortfalls" are used up, more rebate payments may be required.

It should also be mentioned here that, because arbitrage calculations which had previously been performed internally were inadvertently lost, we have recently undertaken a pre-emptive exercise to locate the financial data needed to produce calculations for certain pre-2010 bonds in order to avoid such work in the event of an IRS audit of an older issue.

Private Use Issues

The IRS requires that the proceeds of tax-advantaged bonds do not benefit private parties beyond certain strict limits. Fortunately, unlike other issuers such as universities and hospitals, most of the County's assets are quite unsullied in this regard.

Although a thorough analysis of the extent of any private use is made by bond counsel at the time of issuance to determine whether projects are eligible for favorable tax treatment, it is vital that the use of bond-financed assets continues to be tracked throughout the life of the bonds in case they are subsequently re-purposed.

No such areas of concern regarding any excessive private use of previously bond-financed projects have emerged over the past year.

Training

The Compliance Officer routinely provides guidance individually to fund managers and other county personnel as may be requested or needed, often supplemented with additional clarification from staff in the Prosecuting Attorney's Office (PAO) or bond counsel.

The adopted procedures recommend/require making formal training opportunities available for agency staff. To this end, after two-years during which it was difficult to organize large presentations, in January attorneys from Pacifica, the County's bond counsel, put on a very thorough and well-received compliance tutorial for almost 50 County staff from across many different agencies.

Further, the procedures recommend/require enabling selected members of the County's bond team to attend various conferences so that they remain current on best industry practices. Accordingly, in October the lead debt attorney in the PAO remotely attended an annual conference put on by the National Association of Bond Lawyers, and in November both the Chief Treasury Officer and the lead debt attorney in the PAO remotely attended a post-issuance compliance workshop put on by the BLX Group.

Other

No County bonds are currently the subject of an IRS audit.

APPENDIX

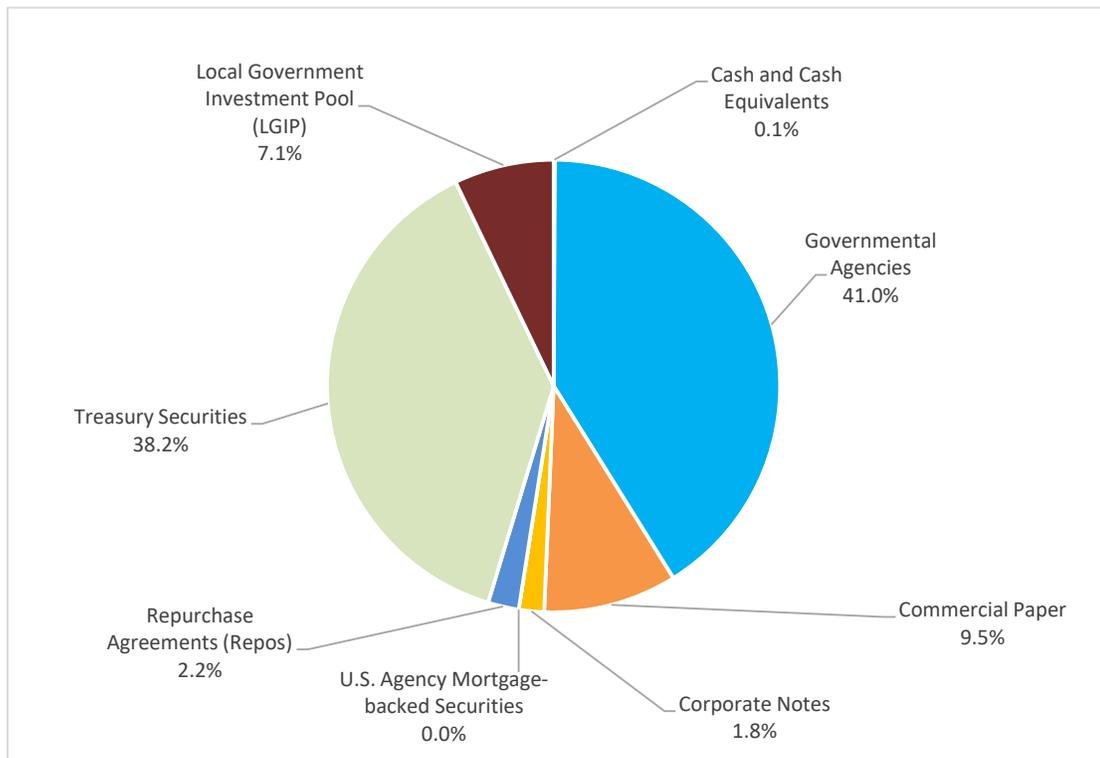
Supplemental King County Investment Pool Reports



KCIP Portfolio Sector Holdings & Policy Compliance

12/31/2022

Security Types	Book Value (in thousands)	% of Portfolio	Sector Policy Limit %	Issuer Policy Limit %	Credit Policy Limit %
Cash and Cash Equivalents	8,752	0.1%	✓	✓	✓
Governmental Agencies	\$3,613,442	41.0%	✓	✓	✓
Commercial Paper	840,231	9.5%	✓	✓	✓
Corporate Notes	157,557	1.8%	✓	✓	✓
U.S. Agency Mortgage-backed Securities	1,405	0.0%	✓	✓	✓
Repurchase Agreements (Repos)	193,000	2.2%	✓	✓	✓
Treasury Securities	3,364,570	38.2%	✓	✓	✓
Local Government Investment Pool (LGIP)	626,804	7.1%	✓	✓	✓
Total	8,805,761	100%			



Additional Portfolio Level Requirements	Actual	Within Policy Limit
Effective Duration Less Than 1.5 Years <small>(Revised 1-31-23)</small>	0.99 yrs	✓
Maximum Duration of Corporate Notes ≤ 3 years	1.11 yrs	✓
Corporate Exposure Not Greater Than 50%	11.6%	✓
Combined Corporates Notes & Commercial Paper ≤ 25%	11.6%	✓
40% of Portfolio Book Value Maturing in 12 Months or Less	56.5%	✓
Non-Allowable Securities	0.0%	✓

KING COUNTY INVESTMENT POOL

MATURITY DISTRIBUTION
AS OF 12/31/2022

<u>CALL/MATURITY</u>	<u>DATE RANGE</u>	<u># OF INV</u>	<u>BOOK VALUE</u>	<u>%</u>	<u>CUM %</u>
0 TO 1 MONTHS	01/01/23 - 01/31/23	9	\$1,038,528,651	11.8%	11.8%
1 TO 3 MONTHS	02/01/23 - 03/31/23	12	973,101,006	11.1%	22.8%
3 TO 6 MONTHS	04/01/23 - 06/30/23	18	1,192,170,958	13.5%	36.4%
6 TO 12 MONTHS	07/01/23 - 12/31/23	24	1,773,108,959	20.1%	56.52%
12 TO 24 MONTHS	01/01/24 - 12/31/24	27	2,260,959,557	25.7%	82.2%
24 TO 36 MONTHS	01/01/25 - 12/31/25	18	1,275,638,262	14.5%	96.7%
36 TO ** MONTHS	01/01/26 -	10	292,254,046	3.3%	100.0%
GRAND TOTALS		118	\$8,805,761,440		



Security Transactions

For the Period: 12/01/2022 to 12/31/2022

Security ID	Security Description	Trade Date	Settle Date	Quantity	Price	Cost Proceeds	Accrued Interest	Total Amount
Tran Type: BUY								
06369MW17	BMOM CP 0 09/01/23	12/06/2022	12/06/2022	50,000,000.00	96.07708	48,038,541.67	0.00	48,038,541.67
FUN001498	LGIP	12/01/2022	12/01/2022	3,139,332.26	100.00000	3,139,332.26	0.00	3,139,332.26
FUN001498	LGIP	12/30/2022	12/30/2022	250,000,000.00	100.00000	250,000,000.00	0.00	250,000,000.00
Total for Tran Type: BUY				303,139,332.26		301,177,873.93	0.00	301,177,873.93
 Tran Type: SELL								
912828P46	T 1.625% 15 FEB 2026	12/27/2022	12/28/2022	(75,000,000.00)	92.60156	(69,451,171.88)	(447,095.79)	(69,898,267.67)
FUN001498	LGIP	12/07/2022	12/07/2022	(50,000,000.00)	100.00000	(50,000,000.00)		(50,000,000.00)
FUN001498	LGIP	12/08/2022	12/08/2022	(75,000,000.00)	100.00000	(75,000,000.00)		(75,000,000.00)
FUN001498	LGIP	12/09/2022	12/09/2022	(75,000,000.00)	100.00000	(75,000,000.00)		(75,000,000.00)
FUN001498	LGIP	12/20/2022	12/20/2022	(150,000,000.00)	100.00000	(150,000,000.00)		(150,000,000.00)
Total for Tran Type: SELL				(425,000,000.00)		(419,451,171.88)	(447,095.79)	(419,898,267.67)

Investment Inventory

Accounting Period: 12/31/2022

Lot Basis: LOCAL Accounting Basis: GAAP

Security ID	Lot Id	Issuer	Coupon Rate	Purchase Date	Maturity Date	FAS Level	Quantity	Original Face	Book Value	Book Price	Market Value	UnRealized G/L	Accrued Interest	Book Yield
Account: KING - KING COUNTY														
Portfolio: 000006210 - KCIP - 000006210														
89119BN36	202222000001484	TORONTO DOMINION BANK	0.00000	07/06/2022	01/03/2023	3	50,000,000.00	50,000,000.00	49,991,472.22	99.98	50,000,000.00	8,527.78	0.00	3.1179
FUN002082	202236400001843	Bank of Montreal	4.24000	12/30/2022	01/03/2023	3	193,000,000.00	193,000,000.00	193,000,000.00	100.00	193,000,000.00	0.00	45,462.22	4.2400
POOL06	202227600001635	WASHINGTON STATE	4.28000	12/30/2022	01/06/2023	3	626,804,474.56	626,804,474.56	626,804,474.56	100.00	626,804,474.56	0.00	73,499.27	3.6004
90331HPF4	202222000001363	US Bank NA/Cincinnati OH	1.95000	12/05/2019	01/09/2023	1	35,000,000.00	35,000,000.00	34,999,791.30	100.00	34,984,950.00	-14,841.30	326,083.33	1.9779
89119BND4	202222000001458	Toronto-Dominion Bank/The	0.00000	04/21/2022	01/13/2023	3	25,000,000.00	25,000,000.00	24,982,503.20	99.93	24,970,750.00	-11,753.20	0.00	2.1539
91282CBG5	202222000001398	United States of America	0.12500	04/22/2021	01/31/2023	1	100,000,000.00	100,000,000.00	99,998,736.04	100.00	99,699,000.00	-299,736.04	52,309.78	0.1406
06369MP15	202222100001504	Bank of Montreal	0.00000	08/02/2022	02/01/2023	3	50,000,000.00	50,000,000.00	49,856,194.48	99.71	49,826,500.00	-29,694.48	0.00	3.3977
313384BJ7	202222000001466	Federal Home Loan Bank Discount Notes	0.00000	05/02/2022	02/02/2023	2	100,000,000.00	100,000,000.00	99,809,342.27	99.81	99,632,000.00	-177,342.27	0.00	1.8251
89119BPA8	202222000001475	TORONTO DOMINION BANK	0.00000	06/01/2022	02/10/2023	3	50,000,000.00	50,000,000.00	49,867,777.78	99.74	49,769,500.00	-98,277.78	0.00	2.4206
912828UN8	202222000001402	United States of America	2.00000	04/22/2021	02/15/2023	1	100,000,000.00	100,000,000.00	100,226,269.49	100.23	99,729,000.00	-497,269.49	755,434.78	0.1467
89119BPT7	202222000001476	TORONTO DOMINION BANK	0.00000	06/02/2022	02/27/2023	3	25,000,000.00	25,000,000.00	24,896,291.67	99.59	24,830,750.00	-65,541.67	0.00	2.6725
912828P79	202222000001430	United States of America	1.50000	10/28/2021	02/28/2023	1	200,000,000.00	200,000,000.00	200,392,770.23	100.20	199,082,000.00	-1,310,770.23	1,019,337.02	0.2642
74271UQ11	202230800001727	Procter & Gamble Co/The	0.00000	11/04/2022	03/01/2023	3	100,000,000.00	100,000,000.00	99,278,888.89	99.28	99,299,000.00	20,111.11	0.00	4.4638
74271UQE3	202231900001750	Procter & Gamble Co/The	0.00000	11/15/2022	03/14/2023	3	100,000,000.00	100,000,000.00	99,129,999.80	99.13	99,129,000.00	-999.80	0.00	4.4135
045167EH2	202222000001378	Asian Development Bank	2.75000	10/07/2020	03/17/2023	2	50,000,000.00	50,000,000.00	50,251,158.54	100.50	49,806,500.00	-444,658.54	397,222.22	0.2837
3130ALRG1	202222000001394	Federal Home Loan Banks	0.12500	03/17/2021	03/17/2023	2	50,000,000.00	50,000,000.00	49,994,341.56	99.99	49,562,500.00	-431,841.56	18,055.56	0.1802
89119BQQ2	202222000001485	TORONTO DOMINION BANK	0.00000	07/18/2022	03/24/2023	3	50,000,000.00	50,000,000.00	49,586,583.34	99.17	49,502,000.00	-84,583.34	0.00	3.7235
912828Q29	202222000001355	United States of America	1.50000	04/03/2019	03/31/2023	1	100,000,000.00	100,000,000.00	99,811,388.14	99.81	99,297,000.00	-514,388.14	383,241.76	2.3140
06417KRA9	202228600001666	Bank of Nova Scotia/The	0.00000	10/13/2022	04/10/2023	3	50,000,000.00	50,000,000.00	49,367,500.07	98.74	49,381,500.00	13,999.93	0.00	4.7077
13608BRA4	202225200001588	Canadian Imperial Bank of Commerce	0.00000	09/09/2022	04/10/2023	3	35,000,000.00	35,000,000.00	34,636,175.00	98.96	34,567,050.00	-69,125.00	0.00	3.8665
78015DRD4	202222000001486	Royal Bank of Canada BA.	0.00000	07/20/2022	04/13/2023	3	40,000,000.00	40,000,000.00	39,588,599.99	98.97	39,490,000.00	-98,599.99	0.00	3.7300
3137EAEQ8	202222000001367	Federal Home Loan Mortgage Corp	0.37500	04/17/2020	04/20/2023	2	100,000,000.00	100,000,000.00	99,975,237.96	99.98	98,747,000.00	-1,228,237.96	73,958.33	0.4590
3137EAEQ8	202222000001467	Federal Home Loan Mortgage Corp	0.37500	05/03/2022	04/20/2023	2	100,000,000.00	100,000,000.00	99,472,234.27	99.47	98,747,000.00	-725,234.27	73,958.33	2.1804
459058JV6	202222000001397	International Bank for Reconstruction & Development	0.12500	04/13/2021	04/20/2023	1	100,000,000.00	100,000,000.00	99,969,091.78	99.97	98,656,000.00	-1,313,091.78	24,850.00	0.2298
037833AK6	202222000001479	Apple Inc	2.40000	06/01/2022	05/03/2023	1	15,260,000.00	15,260,000.00	15,266,602.08	100.04	15,137,920.00	-128,682.08	59,005.33	2.2671
06417KSA8	202229400001690	Bank of Nova Scotia/The	0.00000	10/21/2022	05/10/2023	3	50,000,000.00	50,000,000.00	49,095,208.44	98.19	49,167,500.00	72,291.56	0.00	5.1965
3133EMYX4	202222000001481	Federal Farm Credit Banks	0.12500	06/06/2022	05/10/2023	2	74,558,000.00	74,558,000.00	74,010,602.68	99.27	73,423,972.82	-586,629.86	13,202.98	2.2315
06417KSB6	202228700001672	Bank of Nova Scotia/The	0.00000	10/14/2022	05/11/2023	3	100,000,000.00	100,000,000.00	98,259,444.31	98.26	98,322,000.00	62,555.69	0.00	4.9588
313384FX2	202222400001528	Federal Home Loan Bank Discount Notes	0.00000	08/12/2022	05/22/2023	2	100,000,000.00	100,000,000.00	98,785,833.56	98.79	98,293,000.00	-492,833.56	0.00	3.1774
3135G04Q3	202222000001369	Federal National Mortgage Association	0.25000	05/20/2020	05/22/2023	2	50,000,000.00	50,000,000.00	49,980,620.56	99.96	49,166,000.00	-814,620.56	13,541.67	0.3510
4581XODM7	202222000001368	Inter-American Development Bank	0.50000	04/17/2020	05/24/2023	1	70,000,000.00	70,000,000.00	69,996,987.63	100.00	68,863,200.00	-1,133,787.63	35,972.22	0.5111
4581XODM7	202222000001468	Inter-American Development Bank	0.50000	05/10/2022	05/24/2023	1	40,000,000.00	40,000,000.00	39,736,368.02	99.34	39,350,400.00	-385,968.02	20,555.56	2.2174
13608BT12	202230500001715	Canadian Imperial Bank of Commerce	0.00000	11/01/2022	06/01/2023	3	25,000,000.00	25,000,000.00	24,467,305.48	97.87	24,511,500.00	44,194.52	0.00	5.2367
06369MT86	202228000001652	Bank of Montreal	0.00000	10/06/2022	06/08/2023	3	50,000,000.00	50,000,000.00	48,999,333.22	98.00	48,977,500.00	-21,833.22	0.00	4.7054
459058GX5	202222000001366	International Bank for Reconstruction & Development	1.87500	03/27/2020	06/19/2023	1	100,000,000.00	100,000,000.00	100,563,812.76	100.56	98,698,000.00	-1,865,812.76	62,533.33	0.6426
3130ASBX6	202222000001478	Federal Home Loan Banks	2.27500	05/31/2022	06/30/2023	2	100,000,000.00	100,000,000.00	100,000,000.00	100.00	98,698,000.00	-1,302,000.00	195,902.78	2.2759
313312HR4	202227300001630	Federal Farm Credit Banks	0.00000	09/30/2022	07/03/2023	2	47,000,000.00	47,000,000.00	46,020,441.77	97.92	45,950,490.00	-69,951.77	0.00	4.2331
29874QE3	202222000001371	European Bank for Reconstruction & Development	0.25000	06/30/2020	07/10/2023	1	100,000,000.00	100,000,000.00	99,980,913.24	99.98	97,607,000.00	-2,373,913.24	118,750.00	0.2869
045167EV1	202222000001372	Asian Development Bank	0.25000	07/07/2020	07/14/2023	1	50,000,000.00	50,000,000.00	49,985,206.40	99.97	48,828,500.00	-1,156,706.40	57,986.11	0.3060
045167EV1	202222000001422	Asian Development Bank	0.25000	10/14/2021	07/14/2023	1	13,617,000.00	13,617,000.00	13,610,833.27	99.95	13,297,953.69	-312,879.58	15,791.94	0.3354
045167EV1	202222000001423	Asian Development Bank	0.25000	10/14/2021	07/14/2023	1	52,565,000.00	52,565,000.00	52,542,642.47	99.96	51,333,402.05	-1,209,240.42	60,960.80	0.3302
912828Y61	202222000001359	United States of America	2.75000	07/30/2019	07/31/2023	1	50,000,000.00	50,000,000.00	50,251,622.58	100.50	49,457,000.00	-794,622.58	575,407.61	1.8394
3135G05P4	202222000001373	Federal National Mortgage Association	0.30000	07/30/2020	08/03/2023	2	50,000,000.00	50,000,000.00	50,000,000.00	100.00	48,711,500.00	-1,288,500.00	61,666.67	0.3000
91282CAF8	202222000001454	United States of America	0.12500	04/06/2022	08/15/2023	1	100,000,000.00	100,000,000.00	98,751,578.30	98.75	97,231,000.00	-1,520,578.30	47,214.67	2.1824
3137EAEV7	202222000001374	Federal Home Loan Mortgage Corp	0.25000	08/19/2020	08/24/2023	2	90,000,000.00	90,000,000.00	89,980,412.54	99.98	87,379,200.00	-2,601,212.54	79,375.00	0.2841
9128284X5	202222000001361	United States of America	2.75000	08/29/2019	08/31/2023	1	100,000,000.00	100,000,000.00	100,836,039.06	100.84	98,731,000.00	-2,105,039.06	934,392.27	1.4487
06369MW17	202234000001795	Bank of Montreal	0.00000	12/06/2022	09/01/2023	3	50,000,000.00	50,000,000.00	48,228,124.85	96.46	48,420,000.00	191,875.15	0.00	5.4644
13607RAD2	202222000001377	Canadian Imperial Bank of Commerce	3.50000	10/01/2020	09/13/2023	1	16,638,000.00	16,638,000.00	16,987,656.20	102.10	16,479,939.00	-507,717.20	174,699.00	0.4668
91282CDA6	202222000001416	United States of America	0.25000	09/29/2021	09/30/2023	1	150,000,000.00	150,000,000.00	149,949,785.93	99.97	145,014,000.00	-4,935,785.93	95,810.44	0.2951
4581X0CC0	202222000001432	Inter-American Development Bank	3.00000	10/29/2021	10/04/2023	1	100,000,000.00	100,000,000.00	101,835,262.87	101.84	98,539,000.00	-3,296,262.87	725,000.00	0.5519

Investment Inventory

Accounting Period: 12/31/2022

Lot Basis: LOCAL Accounting Basis: GAAP

Security ID	Lot Id	Issuer	Coupon Rate	Purchase Date	Maturity Date	FAS Level	Quantity	Original Face	Book Value	Book Price	Market Value	UnRealized G/L	Accrued Interest	Book Yield
045167EX7	202222000001428	Asian Development Bank	0.25000	10/25/2021	10/06/2023	1	43,000,000.00	43,000,000.00	42,927,669.02	99.83	41,539,720.00	-1,387,949.02	25,381.94	0.4722
3137EAEY1	202222000001381	Federal Home Loan Mortgage Corp	0.12500	10/14/2020	10/16/2023	2	85,000,000.00	85,000,000.00	84,916,830.94	99.90	81,981,650.00	-2,935,180.94	22,135.42	0.2499
45950VQK5	202222000001424	International Finance Corp	0.39000	10/13/2021	10/20/2023	1	50,000,000.00	50,000,000.00	49,992,000.00	99.98	48,222,500.00	-1,769,500.00	38,458.33	0.4101
45950VQK5	202222000001425	International Finance Corp	0.39000	10/21/2021	10/20/2023	1	50,000,000.00	50,000,000.00	49,972,209.65	99.94	48,222,500.00	-1,749,709.65	38,458.33	0.4599
3137EAEZ8	202222000001387	Federal Home Loan Mortgage Corp	0.25000	11/03/2020	11/06/2023	2	150,000,000.00	150,000,000.00	149,962,033.82	99.97	144,307,500.00	-5,654,533.82	57,291.67	0.2801
4581X0DP0	202222000001375	Inter-American Development Bank	0.25000	08/25/2020	11/15/2023	1	50,000,000.00	50,000,000.00	49,978,426.58	99.96	48,032,500.00	-1,945,926.58	15,972.22	0.2999
459058JM6	202222000001388	International Bank for Reconstruction & Development	0.25000	11/17/2020	11/24/2023	1	50,000,000.00	50,000,000.00	49,967,897.27	99.94	48,060,500.00	-1,907,397.27	12,847.22	0.3221
3130ATPW1	202229400001689	Federal Home Loan Banks	4.62500	10/20/2022	12/08/2023	2	27,550,000.00	27,550,000.00	27,496,544.33	99.81	27,511,430.00	14,885.67	254,837.50	4.8322
91282CBA8	202222000001420	United States of America	0.12500	10/12/2021	12/15/2023	1	100,000,000.00	100,000,000.00	99,748,009.91	99.75	95,793,000.00	-3,955,009.91	5,837.91	0.3906
91282CBA8	202222000001427	United States of America	0.12500	10/27/2021	12/15/2023	1	200,000,000.00	200,000,000.00	199,186,818.04	99.59	191,586,000.00	-7,600,818.04	11,675.82	0.5545
91282CBE0	202222000001409	United States of America	0.12500	08/26/2021	01/15/2024	1	100,000,000.00	100,000,000.00	99,797,731.57	99.80	95,349,000.00	-4,448,731.57	57,744.57	0.3205
045167EL3	202222000001383	Asian Development Bank	2.62500	10/22/2020	01/30/2024	1	50,000,000.00	50,000,000.00	51,230,960.54	102.46	48,824,000.00	-2,406,960.54	550,520.83	0.3287
045167EL3	202222000001460	Asian Development Bank	2.62500	04/20/2022	01/30/2024	1	8,760,000.00	8,760,000.00	8,763,355.55	100.04	8,553,964.80	-209,390.75	96,451.25	2.5872
912828V80	202222000001356	United States of America	2.25000	04/12/2019	01/31/2024	1	40,000,000.00	40,000,000.00	39,950,782.65	99.88	38,945,200.00	-1,005,582.65	376,630.43	2.3722
4581X0CF3	202222000001370	Inter-American Development Bank	3.00000	06/03/2020	02/21/2024	1	100,000,000.00	100,000,000.00	102,905,653.04	102.91	97,949,000.00	-4,956,653.04	1,083,333.33	0.4200
912828W48	202222000001357	United States of America	2.12500	04/25/2019	02/29/2024	1	30,000,000.00	30,000,000.00	29,936,155.86	99.79	29,124,600.00	-811,555.86	216,609.12	2.3199
3130A0XE5	202222000001463	Federal Home Loan Banks	3.25000	04/29/2022	03/08/2024	2	180,000,000.00	180,000,000.00	181,136,051.80	100.63	176,756,400.00	-4,379,651.80	1,836,250.00	2.6979
91282CBR1	202222000001419	United States of America	0.25000	10/12/2021	03/15/2024	1	100,000,000.00	100,000,000.00	99,740,057.64	99.74	94,801,000.00	-4,939,057.64	74,585.64	0.4682
91282CBV2	202222000001462	United States of America	0.37500	04/29/2022	04/15/2024	1	100,000,000.00	100,000,000.00	97,106,542.02	97.11	94,625,000.00	-2,481,542.02	80,357.14	2.6985
037833AS9	202222000001358	Apple Inc	3.45000	05/09/2019	05/06/2024	1	50,000,000.00	50,000,000.00	50,420,722.27	100.84	49,089,000.00	-1,331,722.27	263,541.67	2.7751
912828WJ5	202227300001629	United States of America	2.50000	09/30/2022	05/15/2024	1	50,000,000.00	50,000,000.00	48,843,934.65	97.69	48,531,500.00	-312,434.65	162,292.82	4.2602
91282CER8	202228600001669	United States of America	2.50000	10/13/2022	05/31/2024	1	100,000,000.00	100,000,000.00	97,199,769.29	97.20	97,020,000.00	-179,769.29	219,780.22	4.5776
045167FE8	202222000001407	Asian Development Bank	0.37500	06/02/2021	06/11/2024	1	100,000,000.00	100,000,000.00	99,971,202.17	99.97	93,937,000.00	-6,034,202.17	20,833.33	0.3951
045167FE8	202222000001414	Asian Development Bank	0.37500	09/23/2021	06/11/2024	1	100,000,000.00	100,000,000.00	99,799,974.69	99.80	93,937,000.00	-5,862,974.69	20,833.33	0.5147
91282CCG4	202222000001461	United States of America	0.25000	04/29/2022	06/15/2024	1	100,000,000.00	100,000,000.00	96,518,085.26	96.52	93,852,000.00	-2,666,085.26	11,675.82	2.7332
91282CEX5	202224300001567	United States of America	3.00000	08/31/2022	06/30/2024	1	150,000,000.00	150,000,000.00	149,043,581.84	99.36	146,409,000.00	-2,634,581.84	12,430.94	3.4369
91282CCL3	202222000001456	United States of America	0.37500	04/21/2022	07/15/2024	1	150,000,000.00	150,000,000.00	144,706,787.11	96.47	140,514,000.00	-4,192,787.11	259,850.54	2.7614
912828D56	202222000001457	United States of America	2.37500	04/21/2022	08/15/2024	1	150,000,000.00	150,000,000.00	149,037,595.94	99.36	144,726,000.00	-4,311,595.94	1,345,618.21	2.7887
912828YE4	202222000001404	United States of America	1.25000	04/27/2021	08/31/2024	1	32,000,000.00	32,000,000.00	32,425,414.31	101.33	30,293,760.00	-2,131,654.31	135,911.60	0.4426
3133EL5S9	202222000001376	Federal Farm Credit Banks	0.48000	08/31/2020	09/03/2024	2	50,000,000.00	50,000,000.00	50,000,000.00	100.00	46,516,500.00	-3,483,500.00	78,666.67	0.4800
037833DM9	202229300001682	Apple Inc	1.80000	10/18/2022	09/11/2024	1	12,769,000.00	12,769,000.00	12,186,593.18	95.44	12,155,066.48	-31,526.70	70,229.50	4.6459
91282CCX7	202222000001415	United States of America	0.37500	09/29/2021	09/15/2024	1	100,000,000.00	100,000,000.00	99,729,850.82	99.73	93,199,000.00	-6,530,850.82	111,878.45	0.5356
4581X0DZ8	202222000001413	Inter-American Development Bank	0.50000	09/15/2021	09/23/2024	1	100,000,000.00	100,000,000.00	99,957,396.00	99.96	93,157,000.00	-6,800,396.00	136,111.11	0.5249
045167FG3	202222000001421	Asian Development Bank	0.62500	10/12/2021	10/08/2024	1	75,000,000.00	75,000,000.00	74,937,326.15	99.92	69,953,250.00	-4,984,076.15	108,072.92	0.6728
3133EMCN0	202222000001382	Federal Farm Credit Banks	0.40000	10/15/2020	10/15/2024	2	43,875,000.00	43,875,000.00	43,835,805.59	99.91	40,585,691.25	-3,250,114.34	37,050.00	0.4505
3133ENZ94	202232200001757	Federal Farm Credit Banks	4.50000	11/15/2022	11/18/2024	2	100,000,000.00	100,000,000.00	99,900,380.30	99.90	99,876,000.00	-24,380.30	537,500.00	4.5561
912828YV6	202222000001405	United States of America	1.50000	04/27/2021	11/30/2024	1	100,000,000.00	100,000,000.00	101,877,847.16	101.88	94,625,000.00	-7,252,847.16	131,868.13	0.5081
459058HT3	202222000001411	International Bank for Reconstruction & Development	1.62500	09/16/2021	01/15/2025	1	25,000,000.00	25,000,000.00	25,531,879.65	102.13	23,614,000.00	-1,917,879.65	187,441.67	0.5710
459058HT3	202222000001412	International Bank for Reconstruction & Development	1.62500	09/16/2021	01/15/2025	1	18,371,000.00	18,371,000.00	18,762,184.96	102.13	17,352,511.76	-1,409,673.20	137,739.63	0.5701
459058HT3	202222000001429	International Bank for Reconstruction & Development	1.62500	10/25/2021	01/15/2025	1	34,800,000.00	34,800,000.00	35,352,250.25	101.59	32,870,688.00	-2,481,562.25	260,918.80	0.8350
91282CDS7	202222000001459	United States of America	1.12500	04/22/2022	01/15/2025	1	100,000,000.00	100,000,000.00	96,550,925.94	96.55	93,582,000.00	-2,968,925.94	519,701.09	2.8997
3136G46J7	202222000001384	Federal National Mortgage Association	0.45000	10/20/2020	01/28/2025	2	100,000,000.00	100,000,000.00	100,000,000.00	100.00	91,630,000.00	-8,370,000.00	191,250.00	0.4500
912828J27	202222000001408	United States of America	2.00000	07/26/2021	02/15/2025	1	37,500,000.00	37,500,000.00	38,696,223.65	103.19	35,680,500.00	-3,015,723.65	283,288.04	0.4822
91282CDZ1	202222000001483	United States of America	1.50000	06/14/2022	02/15/2025	1	100,000,000.00	100,000,000.00	95,769,915.49	95.77	94,133,000.00	-1,636,915.49	566,576.09	3.6105
912828ZC7	202222000001399	United States of America	1.12500	04/22/2021	02/28/2025	1	100,000,000.00	100,000,000.00	101,252,075.17	101.25	93,348,000.00	-7,904,075.17	382,251.38	0.5390
4581X0DK1	202222000001410	Inter-American Development Bank	1.75000	09/16/2021	03/14/2025	1	53,825,000.00	53,825,000.00	55,142,614.31	102.45	50,747,286.50	-4,395,327.81	279,964.76	0.6225
91282CED9	202222000001477	United States of America	1.75000	06/01/2022	03/15/2025	1	100,000,000.00	100,000,000.00	97,695,743.84	97.70	94,492,000.00	-3,203,743.84	522,099.45	2.8441
912828ZF0	202222000001393	United States of America	0.50000	02/26/2021	03/31/2025	1	100,000,000.00	100,000,000.00	99,809,184.66	99.81	91,844,000.00	-7,965,184.66	127,747.25	0.5862
4581X0DL9	202229400001687	Inter-American Development Bank	0.87500	10/19/2022	04/03/2025	1	29,158,000.00	29,158,000.00	26,845,436.67	92.07	26,961,236.28	115,799.61	62,365.72	4.6397
4581X0DL9	202229400001688	Inter-American Development Bank	0.87500	10/19/2022	04/03/2025	1	78,457,000.00	78,457,000.00	72,171,694.89	91.99	72,546,049.62	374,354.73	167,810.81	4.6799
3133EMBK7	202222000001385	Federal Farm Credit Banks	0.45000	10/27/2020	04/07/2									

Investment Inventory

KING

Accounting Period: 12/31/2022

Lot Basis: LOCAL Accounting Basis: GAAP

Security ID	Lot Id	Issuer	Coupon Rate	Purchase Date	Maturity Date	FAS Level	Quantity	Original Face	Book Value	Book Price	Market Value	UnRealized G/L	Accrued Interest	Book Yield
91282CEQ0	202222200001512	United States of America	2.75000	08/05/2022	05/15/2025	1	100,000,000.00	100,000,000.00	99,010,320.57	99.01	96,430,000.00	-2,580,320.57	357,044.20	3.1861
91282CEU1	202224200001562	United States of America	2.87500	08/30/2022	06/15/2025	1	100,000,000.00	100,000,000.00	98,514,215.92	98.51	96,652,000.00	-1,862,215.92	134,271.98	3.5140
4581X0DN5	202222000001403	Inter-American Development Bank	0.62500	04/22/2021	07/15/2025	1	100,000,000.00	100,000,000.00	99,801,895.02	99.80	91,033,000.00	-8,768,895.02	288,194.44	0.7045
29874QEM2	202222000001391	European Bank for Reconstruction & Development	0.50000	01/21/2021	01/28/2026	1	25,000,000.00	25,000,000.00	24,953,874.59	99.82	22,249,000.00	-2,704,874.59	53,125.00	0.5609
037833EB2	202222000001392	Apple Inc	0.70000	02/01/2021	02/08/2026	1	7,000,000.00	7,000,000.00	6,990,218.79	99.86	6,213,060.00	-777,158.79	19,463.89	0.7459
045167FC2	202222000001395	Asian Development Bank	1.00000	04/07/2021	04/14/2026	1	50,000,000.00	50,000,000.00	49,980,957.79	99.96	44,970,000.00	-5,010,957.79	106,944.44	1.0119
4581X0DV7	202222000001396	Inter-American Development Bank	0.87500	04/13/2021	04/20/2026	1	50,000,000.00	50,000,000.00	49,848,996.55	99.70	44,735,000.00	-5,113,996.55	86,284.72	0.9691
594918BR4	202222000001480	Microsoft Corp	2.40000	06/02/2022	08/08/2026	1	7,030,000.00	7,030,000.00	6,870,466.53	97.73	6,555,123.50	-315,343.03	67,019.33	3.0760
912828V98	202230400001709	United States of America	2.25000	10/31/2022	02/15/2027	1	165,000,000.00	165,000,000.00	152,204,319.65	92.25	153,547,350.00	1,343,030.35	1,402,275.82	4.3290
31393AVD6	202222000001326	Federal National Mortgage Association	5.00000	04/11/2003	03/25/2032	2	208,748.38	47,165,608.00	211,281.95	101.21	205,704.83	-5,577.12	869.78	4.6342
31393BHP3	202222000001327	Federal National Mortgage Association	4.50000	05/30/2003	05/25/2033	2	410,894.00	50,000,000.00	414,579.72	100.90	403,715.68	-10,864.04	1,540.85	4.2558
31393BHU2	202222000001329	Federal National Mortgage Association	4.50000	05/30/2003	05/25/2033	2	396,868.50	45,000,000.00	400,428.84	100.90	389,808.21	-10,620.63	1,488.26	4.2558
31393BHY4	202222000001328	Federal National Mortgage Association	4.50000	05/30/2003	05/25/2033	2	375,532.89	35,677,000.00	378,921.74	100.90	365,175.69	-13,746.05	1,408.25	4.2558
Total For: KCIP - 000006210			1.36367				8,850,929,518.33	9,027,380,082.56	8,797,009,766.05		8,564,953,834.72	-232,055,931.33	21,449,278.06	1.9690
Portfolio: CASH - CASH - 000006210														
BAC	202222100001493	Bank of America	0.00000	11/30/2022	01/06/2023	3	186,987.70	186,987.70	186,987.70	100.00	186,987.70	0.00	0.00	0.0000
KEY	202222100001492	Key Bank	0.00000	09/30/2022	01/06/2023	3	614,393.31	614,393.31	614,393.31	100.00	614,393.31	0.00	0.00	0.0000
USBANK	202222100001494	US BANK OF WASHINGTON	0.00000	12/30/2022	01/06/2023	3	7,950,292.82	7,950,292.82	7,950,292.82	100.00	7,950,292.82	0.00	0.00	0.0000
Total For: CASH - 000006210			0.00000				8,751,673.83	8,751,673.83	8,751,673.83		8,751,673.83	0.00	0.00	0.0000
Grand Total:			1.36232				8,859,681,192.16	9,036,131,756.39	8,805,761,439.88		8,573,705,508.55	-232,055,931.33	21,449,278.06	1.9671

Investment Inventory

KING

Accounting Period: 12/31/2022

Lot Basis: LOCAL Accounting Basis: GAAP

Security ID	Lot Id	Issuer	Coupon Rate	Purchase Date	Maturity Date	FAS Level	Quantity	Original Face	Book Value	Book Price	Market Value	UnRealized G/L	Accrued Interest	Book Yield
Account: KING - KING COUNTY														
Portfolio: 000008921 - WTD REV BOND RESERVE - 000008921														
912828P38	202222000001331	United States of America	1.75000	01/29/2018	01/31/2023	1	1,555,500.00	1,555,500.00	1,554,598.55	99.94	1,552,700.10	-1,898.45	11,391.50	2.5050
912828V80	202222000001334	United States of America	2.25000	01/29/2018	01/31/2024	1	1,528,500.00	1,528,500.00	1,523,376.26	99.66	1,488,193.46	-35,182.80	14,391.99	2.5866
9128283V0	202222000001335	United States of America	2.50000	01/29/2018	01/31/2025	1	1,512,800.00	1,512,800.00	1,509,036.36	99.75	1,455,358.98	-53,677.38	15,826.85	2.6315
912828M56	202222000001338	United States of America	2.25000	01/29/2018	11/15/2025	1	1,536,800.00	1,536,800.00	1,520,199.05	98.92	1,454,550.46	-65,648.59	4,489.41	2.6698
912828U24	202222000001339	United States of America	2.00000	01/29/2018	11/15/2026	1	1,578,800.00	1,578,800.00	1,541,256.15	97.62	1,459,711.12	-81,545.03	4,099.65	2.6946
9128283F5	202222000001342	United States of America	2.25000	01/29/2018	11/15/2027	1	1,551,800.00	1,551,800.00	1,522,148.37	98.09	1,429,952.66	-92,195.71	4,533.23	2.6996
9128285M8	202222000001352	United States of America	3.12500	01/30/2019	11/15/2028	1	1,454,000.00	1,454,000.00	1,484,048.41	102.07	1,386,810.66	-97,237.75	5,899.34	2.7221
912828YS3	202222000001364	United States of America	1.75000	01/30/2020	11/15/2029	1	1,469,000.00	1,469,000.00	1,486,882.98	101.22	1,280,615.44	-206,267.54	3,337.71	1.5583
91282CAV3	202222000001390	United States of America	0.87500	01/14/2021	11/15/2030	1	1,531,400.00	1,531,400.00	1,504,532.12	98.25	1,224,048.02	-280,484.10	1,739.75	1.1112
91282CDJ7	202222000001437	United States of America	1.37500	01/28/2022	11/15/2031	1	1,552,000.00	1,552,000.00	1,500,902.03	96.71	1,263,188.32	-237,713.71	2,770.66	1.7815
Total For: WTD REV BOND RESERVE - 000008921			2.01152				15,270,600.00	15,270,600.00	15,146,980.28		13,995,129.22	-1,151,851.06	68,480.09	2.2994
Portfolio: 114066030 - NORTHSHORE POOL PLUS - 114066030														
912828V80	202222000001347	United States of America	2.25000	01/03/2019	01/31/2024	1	998,000.00	998,000.00	996,404.39	99.84	971,682.74	-24,721.65	9,396.93	2.4074
912828M56	202222000001348	United States of America	2.25000	01/03/2019	11/15/2025	1	1,011,000.00	1,011,000.00	1,005,183.30	99.42	956,891.28	-48,292.02	2,953.40	2.4700
9128283F5	202222000001349	United States of America	2.25000	01/03/2019	11/15/2027	1	1,021,000.00	1,021,000.00	1,007,344.47	98.66	940,831.08	-66,513.39	2,982.62	2.5594
912828YS3	202222000001365	United States of America	1.75000	01/30/2020	11/15/2029	1	979,000.00	979,000.00	990,917.96	101.22	853,453.04	-137,464.92	2,224.39	1.5583
91282CDJ7	202222000001436	United States of America	1.37500	01/28/2022	11/15/2031	1	1,035,000.00	1,035,000.00	1,000,923.72	96.71	842,396.85	-158,526.87	1,847.70	1.7815
Total For: NORTHSHORE POOL PLUS - 114066030			1.97579				5,044,000.00	5,044,000.00	5,000,773.84		4,565,254.99	-435,518.85	19,405.04	2.1571
Portfolio: 370013030 - CWA WATER SUPPLY DEV - 370013030														
91282CCC3	202222000001471	United States of America	0.25000	05/17/2022	05/15/2024	1	1,000,000.00	1,000,000.00	967,725.14	96.77	941,210.00	-26,515.14	324.59	2.6833
91282CEY3	202228000001657	United States of America	3.00000	10/06/2022	07/15/2025	1	1,000,000.00	1,000,000.00	969,010.85	96.90	968,590.00	-420.85	13,858.70	4.3042
912828U24	202222000001472	United States of America	2.00000	05/17/2022	11/15/2026	1	1,000,000.00	1,000,000.00	965,688.76	96.57	924,570.00	-41,118.76	2,596.69	2.9509
9128283F5	202222000001469	United States of America	2.25000	05/17/2022	11/15/2027	1	1,100,000.00	1,100,000.00	1,064,616.81	96.78	1,013,628.00	-50,988.81	3,213.40	2.9687
9128285M8	202222000001470	United States of America	3.12500	05/17/2022	11/15/2028	1	1,000,000.00	1,000,000.00	1,006,850.02	100.69	953,790.00	-53,060.02	4,057.32	2.9936
9128286B1	202228000001656	United States of America	2.62500	10/06/2022	02/15/2029	1	1,150,000.00	1,150,000.00	1,062,098.08	92.36	1,062,853.00	754.92	11,402.34	4.0516
9128286T2	202228000001655	United States of America	2.37500	10/06/2022	05/15/2029	1	1,025,000.00	1,025,000.00	930,594.96	90.79	931,786.50	1,191.54	3,160.65	4.0356
91282CAV3	202222000001473	United States of America	0.87500	05/17/2022	11/15/2030	1	1,200,000.00	1,200,000.00	1,028,187.94	85.68	959,160.00	-69,027.94	1,363.26	2.9436
Total For: CWA WATER SUPPLY DEV - 370013030			2.06635				8,475,000.00	8,475,000.00	7,994,772.56		7,755,587.50	-239,185.06	39,976.95	3.3618
Portfolio: 370018010 - CWA REV BOND FUND - 370018010														
912828P38	202222000001332	United States of America	1.75000	01/29/2018	01/31/2023	1	518,500.00	518,500.00	518,199.52	99.94	517,566.70	-632.82	3,797.17	2.5050
912828P38	202222000001343	United States of America	1.75000	04/02/2018	01/31/2023	1	517,000.00	517,000.00	516,684.70	99.94	516,069.40	-615.30	3,786.18	2.5451
912828V80	202222000001333	United States of America	2.25000	01/29/2018	01/31/2024	1	509,500.00	509,500.00	507,792.09	99.66	496,064.49	-11,727.60	4,797.33	2.5866
912828V80	202222000001344	United States of America	2.25000	04/02/2018	01/31/2024	1	508,000.00	508,000.00	506,118.68	99.63	494,604.04	-11,514.64	4,783.21	2.6225
9128283V0	202222000001336	United States of America	2.50000	01/29/2018	01/31/2025	1	504,200.00	504,200.00	502,945.65	99.75	485,055.53	-17,890.12	5,274.92	2.6315
9128283V0	202222000001345	United States of America	2.50000	07/05/2018	01/31/2025	1	503,000.00	503,000.00	500,197.62	99.44	483,901.09	-16,296.53	5,262.36	2.7949
912828M56	202222000001337	United States of America	2.25000	01/29/2018	11/15/2025	1	512,200.00	512,200.00	506,667.08	98.92	484,787.06	-21,880.02	1,496.27	2.6698
912828M56	202222000001346	United States of America	2.25000	10/01/2018	11/15/2025	1	522,000.00	522,000.00	511,465.50	97.98	494,062.56	-17,402.94	1,524.90	3.0361
912828U24	202222000001340	United States of America	2.00000	01/29/2018	11/15/2026	1	526,200.00	526,200.00	513,686.84	97.62	486,508.73	-27,178.11	1,366.38	2.6946
9128283F5	202222000001341	United States of America	2.25000	01/29/2018	11/15/2027	1	517,200.00	517,200.00	507,317.36	98.09	476,589.46	-30,727.90	1,510.88	2.6996
9128285M8	202222000001350	United States of America	3.12500	01/03/2019	11/15/2028	1	475,000.00	475,000.00	488,443.27	102.83	453,050.25	-35,393.02	1,927.23	2.5767
9128285M8	202222000001351	United States of America	3.12500	01/30/2019	11/15/2028	1	483,000.00	483,000.00	492,981.73	102.07	460,680.57	-32,301.16	1,959.69	2.7221
91282CAV3	202222000001389	United States of America	0.87500	01/14/2021	11/15/2030	1	510,600.00	510,600.00	501,641.66	98.25	408,122.58	-93,519.08	580.07	1.1112
91282CAV3	202222000001435	United States of America	0.87500	01/28/2022	11/15/2030	1	540,000.00	540,000.00	505,389.17	93.59	431,622.00	-73,767.17	613.47	1.7579
Total For: CWA REV BOND FUND - 370018010			2.11991				7,146,400.00	7,146,400.00	7,079,530.87		6,688,684.46	-390,846.41	38,680.06	2.4975
Grand Total:			2.04068				35,936,000.00	35,936,000.00	35,222,057.55		33,004,656.17	-2,217,401.38	166,542.14	2.5602