



COMMONWEALTH OF PENNSYLVANIA
TREASURY DEPARTMENT

INVEST PROGRAM

FOR LOCAL GOVERNMENTS AND NON-PROFITS

Annual Report for the Period
January 1, 2017 – December 31, 2017

INVEST PROGRAM 2017 ANNUAL REPORT

Introduction

The following report provides an overview of the Pennsylvania Treasury Department's INVEST Program including the objectives, policies, and risks associated with the Program. In addition, performance results for the INVEST Daily and INVEST Community portfolios are included herein for the twelve month period beginning January 1, 2017 through December 31, 2017.

Program Overview

The powers and duties of the Treasurer and Treasury are delineated for the most part in the Pennsylvania Fiscal Code and include the deposit, investment, and safekeeping of the money and securities belonging to the Commonwealth of Pennsylvania. Treasury manages and invests money that exceeds the ordinary operational needs of the Commonwealth. Treasury also possesses the investment authority for money derived from other specialized Treasury programs, including the Pennsylvania Treasury INVEST Program, which is designed for local governments and non-profit organizations. The INVEST Program currently consists of two Standard & Poor's rated pools, the Local Government Pool (INVEST Daily) and the Community Pool (INVEST Community).

The Local Government Pool consists of a single portfolio and is available to all governmental entities including: counties, cities, boroughs, incorporated towns, townships, school districts, other units of government, authorities, boards, and commissions.

The Community Pool also consists of a single portfolio and is available to non-governmental entities including but not limited to: colleges, community colleges and universities, hospitals, libraries, and fire companies.

In addition to the above rated pools, Treasury also offers non-rated custom pools to meet the unique needs or circumstances of specific governmental and community participants. There were nine custom pools as of December 31, 2017 with a market value of nearly \$21 million. The pools were comprised solely of domestic certificates of deposit.

Investment Objectives and Policies

The INVEST Program is administered by the Pennsylvania Treasury Department in strict accordance with investment criteria prescribed by state law, local ordinance and the Treasury Investment Policy. In addition, rated pools are further restricted to investments that also satisfy criteria established by Standard & Poor's.

Treasury's objective is to maintain the highest possible investment rating for the INVEST Daily and INVEST Community Pools. Each pool is rated "AAAm", the highest stable principle fund

rating assigned by Standard & Poor's. This rating signifies the pool's extremely strong capacity to maintain principal stability and to limit exposure to principal losses due to credit risk.

When evaluating a local government investment pool, Standard & Poor's analysis focuses primarily on the creditworthiness of the fund's investments and counterparties, and also its investments' maturity structure and management's ability and policies to maintain the fund's stable net asset value.

Both the INVEST Daily and INVEST Community Pools seek to provide current income while maintaining liquidity and a stable net asset value per share (NAVPS) of \$1.00. Each portfolio invests in short-term, high-quality, fixed income securities and is managed to ensure that the weighted average maturity does not exceed 60 days at any time. Effective September 1, 2016, Treasury, in accordance with Act 10, expanded its allowable investments to include commercial paper and negotiable certificates of deposit.

As of December 31, 2017, the NAVPS of INVEST Daily and INVEST Community was \$1.00 ⁽¹⁾ and the average life of each portfolio was 48 days and 41 days, respectively.

Terms, Conditions and Fees

The following chart summarizes the terms, conditions and fees applicable to the INVEST Program.

Service	Daily	Community	Custom
Administrative Fee	11 Basis Points	11 Basis Points	6 Basis Points
Transaction Fee	None	None	None
Transactions	Unlimited	Unlimited	At Maturity
Balance Requirement	None	None	As Per Specific Investment
Term	Same Day	Same Day	Same Day or Designated Day
Accounts	Unlimited	Unlimited	Unlimited
Deposits	No Maximum No Minimum	No Maximum No Minimum	\$100,000 Minimum
Interest	Calculated Daily Paid Monthly	Calculated Daily Paid Monthly	Paid at Maturity
Transaction Confirmation	Next Business Day	Next Business Day	Next Business Day
Statements	Monthly	Monthly	Initial Deposit and Maturity

⁽¹⁾ \$1 is defined as being any amount between \$0.9985 and \$1.0015.

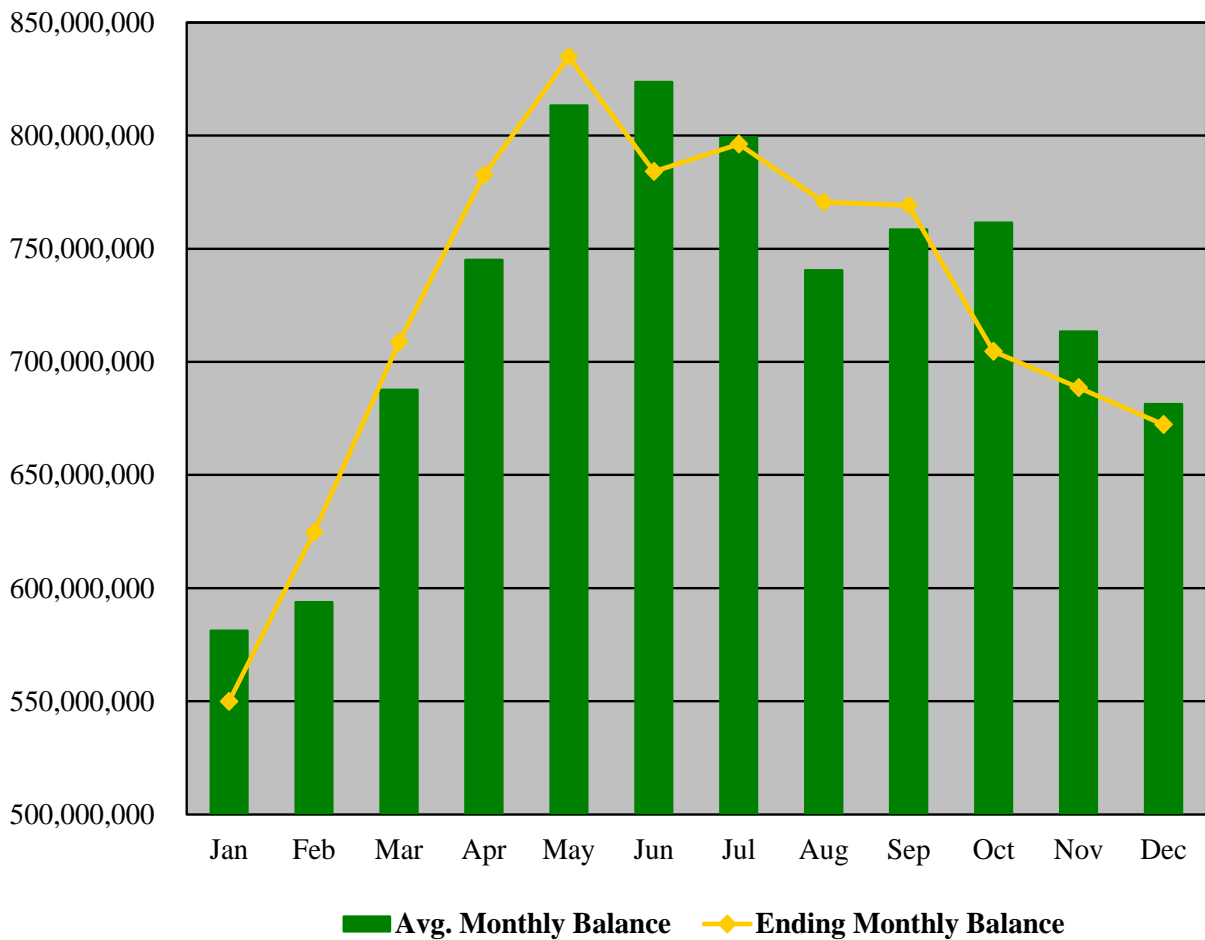
Program Oversight

The Compliance Division within Treasury’s Bureau of Cash Management and Investments has implemented investment-monitoring procedures for the INVEST Program to ensure strict adherence to Treasury’s Investment Policy. In addition, the financial statements of the INVEST Program are audited annually by an independent Certified Public Accounting (CPA) firm and/or the Pennsylvania Department of the Auditor General.

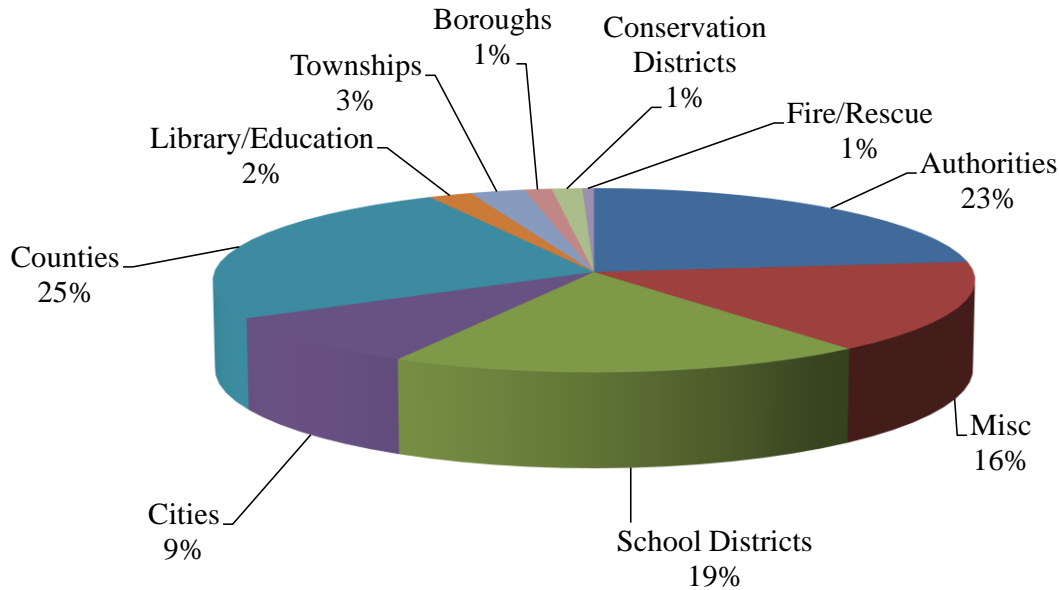
Furthermore, Treasury’s Investment Committee meets regularly to review the objectives and performance of the INVEST Program, as well as all other programs administered by the Department. The Investment Committee shall consist of the Chief Investment Officer, who shall Chair meetings of the Committee; the Chief Counsel; and other persons whom the Treasurer may wish to appoint.

Poolshare Summary

The following chart reflects the combined monthly average and ending shareholder balances for the INVEST Program which includes INVEST Daily and INVEST Community. Fluctuations in shareholder balances represent net cash flows into or out of the Program.



On December 31, 2017, the INVEST Program was comprised of 463 participants, with 285 participants comprising the INVEST Daily Pool and 178 participants comprising the INVEST Community Pool. The illustration below displays the composition of Program shareholders based on December 31, 2017, participant assets. ⁽³⁾



⁽³⁾ Associations and Museum/Historical participants comprise less than 1% of the total program and are not visible in the illustration above.

Economic Review

The year of 2017 saw a burst of optimism among American investors and consumers. The promise of pro-growth policies combined with the hope of lower taxes gave the U.S. much cause for enthusiasm. The U.S. economy grew at an annual pace of 3.0% while the domestic equity markets enjoyed growth approximating 25%. Equity markets were buoyed by synchronized global economic growth and modest inflation that propelled robust corporate earnings growth, which exceeded expectations set out at the start of the year. The value of the dollar versus other world currencies fell 10%, which makes the rise in share prices less impressive, but consumer confidence surged for the year. An unemployment rate of 4.1% is a key factor in the equity euphoria, although some troubling signs are appearing in price indices as a lack of skilled labor is driving up wages. The Fed must be diligent in the months ahead in their battle to curb the potential ravages of inflation.

The rise in share prices reflected both higher company profits and the expectation of a more business-friendly climate as it relates to income tax laws. Business leaders were concerned about global trade issues as the Trump Administration exited trade agreements and relaxed certain regulations. Many critics feel that growth is only the result of the temporary boost from a weaker dollar.

Under the surface, two dominant and often opposing themes drove events in both the bond and stock markets. On one side, the reflation trade suggested that the world economy is expanding and will bring on firming inflation and a return to normal monetary policy. This manifested itself, especially during the last third of the year, in rising bond yields and higher stock prices in cyclically-oriented equity sectors, including financials, energy, materials and industrials. When investors were pessimistic (notably March-August), bond yields fell and investors sought secular growth stories not dependent solely upon robust underlying growth, including technology and healthcare issues. The overriding theme in the bond market was that of a flattening yield curve. The Federal Reserve hiked rates three times during the year, by 25 bps each increase, pushing short-term yields higher without a commensurate rise in longer rates.

Heading into 2018, the world economy and financial markets are progressing through what many believe to be the later stages of the business cycle. Equities continue to be favored over bonds, at least as long as equities maintain momentum and inflation and financial conditions remain accommodative, but the attractiveness of equities over bonds on a risk-adjusted basis has narrowed, leading to a tempered risk position with a slight overweight in equities.

Investment Strategy

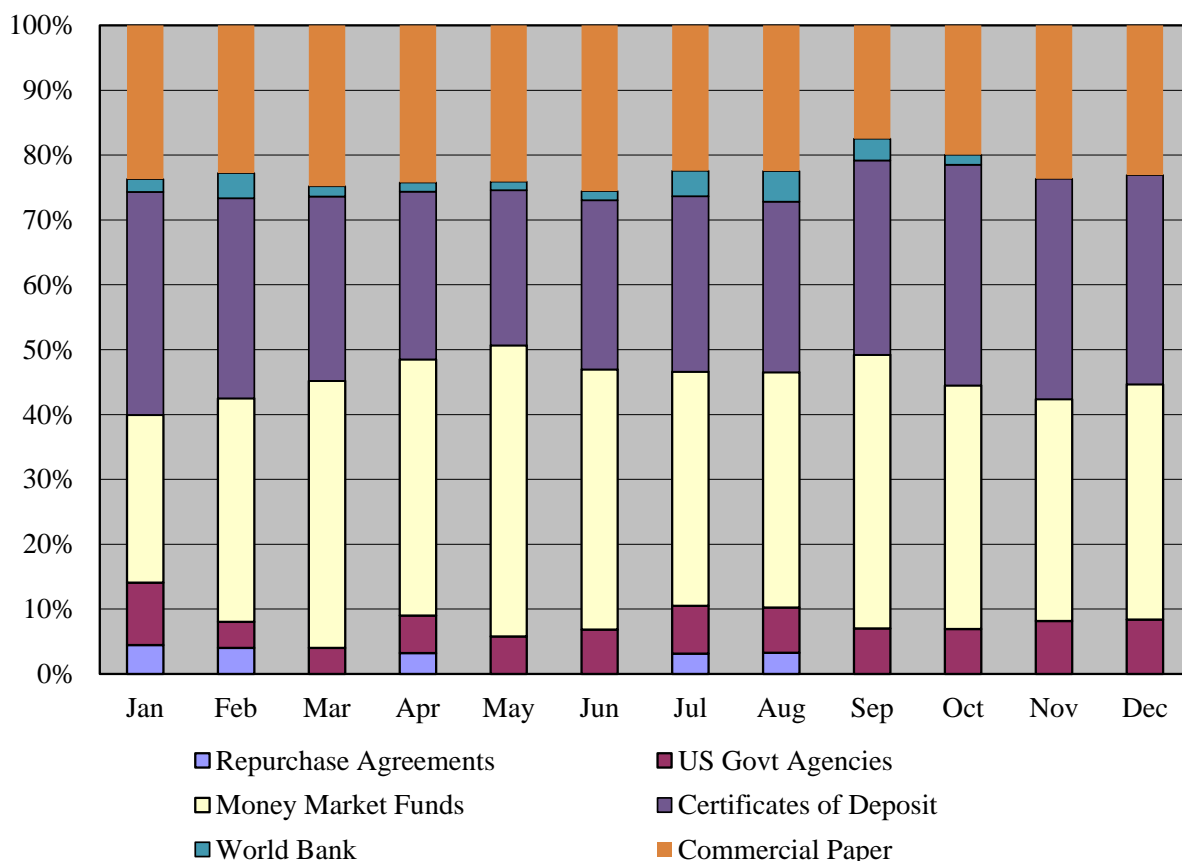
Compared to the eventful year of 2016, which saw a legislative action in Pennsylvania for yield and the enactment of money market fund reform for safety, the year just past was rather calm. The Federal Reserve signaled it was taking an active role as designated inflation fighter by raising the overnight Fed Funds rate several times during 2017. From a range of 50-75 basis points in December 2016, the markets witnessed a range of 125-150 basis points as this past year came to a close. The last time the Fed Funds rate was this high was October 2008, when the U.S. economy was entering the worst recession since the Great Depression of the 1930's.

Treasury's strategy in managing the assets of the Invest Program is safety, liquidity, compliance with policies and regulations, and yield, in that order. Safety is maintained by only investing in the highest quality money market securities per the Investment Policy and the oversight of PNC Capital Advisors. Liquidity is maintained by utilizing and holding a large portion of the assets in overnight securities. Compliance is adhered to by following the dictates of Standard & Poor's. Yield is optimized by carefully evaluating and scrutinizing investment options for the best possible returns available within approved parameters.

With the expectation that rates would rise throughout the year of 2017, an emphasis was made to slightly underweight the average maturity of the Invest portfolio to take advantage of higher yields as they became available. As a result, the yield at the end of 2017 was 1.26% representing an increase of a full 0.60% from the 0.66% yield recorded at the end of 2016. As the expectations in 2018 point toward a potential for as many as four rate hikes from the Federal Reserve, we will continue to follow the same discipline employed last year to maximize yield opportunities as they present themselves.

Asset Distribution

The following chart reflects the month-end asset class distribution of the INVEST Program, in percentage terms, for the period January 1, 2017 to December 31, 2017.



Credit Risk

The INVEST Program addresses credit risk by limiting allowable investments to high-quality, fixed income securities. As such, Program investments are limited to those securities carrying the highest credit quality rating assigned by Standard and Poor's; A1+ or A1 for short-term obligations. These ratings signify that the obligor's capacity to meet its financial commitment on the obligations is extremely strong. In addition, non-rated Pennsylvania certificates of deposit are permitted but must be fully collateralized as to the principal amount plus any accrued interest for any amount above FDIC insurance. Each entity is limited to .25% of each portfolio.

On average, over 98% of the securities in the INVEST Daily and INVEST Community portfolios were rated A1+ for the time period of January 1, 2017 through December 31, 2017.

Dividend Distributions

Each portfolio's dividends are computed and accrued daily. Dividends, comprised of interest income and capital gains, are distributed on the first business day of every month and are either automatically reinvested or distributed as cash depending upon the participants' election.

For the calendar year ended December 31, 2017, dividends distributed to INVEST Daily and INVEST Community shareholders totaled \$6,424,790 and \$295,813 respectively.

Yield Summary

The daily yield of the portfolios represents the annualized daily return (without regard to compounding), including current interest accrued, accretion of discount or amortization of premium, plus realized capital gains, less realized capital losses, rounded to the nearest 0.001 percentage point.

For the twelve month period ended December 31, 2017, the INVEST Daily portfolio was compared to the Pennsylvania Local Government Investment Trust ("PLGIT"), managed by PFM Asset Management LLC and the Pennsylvania School District Liquid Asset Fund Max Series ("PSDMAX"), administered by PMA Financial Network. The INVEST Community Portfolio was compared to the All Taxable Average, reported in iMoneyNet's Money Fund Report. This report tracks nearly 1,600 U.S. and offshore money fund products and the All Taxable Average represents an appropriate private sector benchmark for the portfolio.

The following chart summarizes average annualized net yield information for the INVEST Daily and INVEST Community Pools versus their private sector peers. Comparative data was obtained directly from the respective institutions.

YIELD SUMMARY TABLE	2017 Average Annualized Yield
INVEST Daily	0.972%
PLGIT	0.670%
PSDMAX	0.695%
PLGIT Prime (7 day avg.)*	1.021%
INVEST Community	0.972%
iMoneyNet All Taxable Avg	0.540%

* A variable rate investment portfolio. This web-based option requires no minimum balance and no minimum initial investment. This option limits redemptions or exchanges to two per calendar month.

For the twelve month period ended December 31, 2017, the INVEST Daily portfolio outperformed PLGIT and PSDMAX by 30.2 basis points and 27.7 basis points respectively. The INVEST Community portfolio outperformed the iMoneyNet All Taxable Average by 43.2 basis points.

Performance Summary

The data contained below represents past performance, which cannot be used to predict future returns that may be achieved by the portfolios. Note that annual returns can and will fluctuate. An investment in the INVEST Program is neither insured nor guaranteed by the U.S. Government, or by the Commonwealth of Pennsylvania, and there is no assurance that the fund will be able to maintain a stable net asset value of \$1.00 per share.

For the year ended December 31, 2017, the net returns of the INVEST Daily and INVEST Community portfolios each exceeded their assigned benchmark, the Merrill Lynch 91-day US Treasury Bill Index by over 20 basis points. Additional performance information for the portfolios versus their assigned benchmark is reflected below.

PERFORMANCE SUMMARY TABLE	<i>1 Month Return</i>	<i>3 Month Return</i>	<i>1 Year Return</i>
INVEST Daily	0.105%	0.293%	1.058%
INVEST Community	0.109%	0.288%	1.057%
91-Day Treasury Bill	0.111%	0.284%	0.856%

Statements of Net Assets

The following Statements of Net Assets provide a detailed listing of the INVEST Daily and INVEST Community portfolio holdings as of December 31, 2017, including each security's maturity date, coupon rate (if applicable), and statement-date amortized value. Securities are grouped and sub-totaled by instrument type. The amortized value column includes accrued interest. Other assets are added to, and liabilities are subtracted from, the value of the portfolio's total investments to calculate the portfolio's net assets. Finally, net assets are divided by outstanding shares of each portfolio, arriving at the share price, or net asset value per share. Each portfolio's objective is to maintain a constant NAVPS of \$1.00.

The INVEST Daily and INVEST Community portfolios invest in short-term debt instruments issued by the U.S. Government or its agencies, commercial paper, and other short-term debt instruments (including Buy/Sell Repurchase Agreements) of selected companies. The issuers' abilities to meet their obligations may be affected by economic developments in such industries.

1. The following Generally Accepted Accounting Principles are applicable to the portfolios. The financial statements are prepared in accordance with these principles:
 - A. **Security Valuation:** Securities are valued at amortized cost, which approximates market value.
 - B. **Other:** Security transactions are accounted for on the date the securities are purchased or sold. Costs used to determine realized gains (losses) on the sale of investment securities are those of the specific securities sold. Discounts and premiums are accreted and amortized, respectively, to interest income over the lives of the respective securities. Distributions from net investment income are declared daily and paid on the first business day of the following month.

- C. **Buy/Sell Repurchase Agreements:** All Repurchase Agreements held by these portfolios are secured by U.S. Government Obligations and/or Government National Mortgage Association Obligations, which have explicit full faith and credit from the United States Government. Securities pledged as collateral for Buy/Sell Repurchase Agreements are held by a third party custodian bank until the agreements mature. Each agreement requires that the market value of the collateral be sufficient to cover 102% of payments of interest and principal; however, in the event of default or bankruptcy by the other party to the agreement, retention of the collateral may be subject to legal proceedings.
2. All short-term local government investment Funds are subject to income and manager risk, as well as the risk of rating changes.

The following Statements of Net Assets were prepared by The Nottingham Company and are unaudited. Slight differences in totals and percentages may be noted due to rounding.

Pennsylvania Treasurer's INVEST Program for Local Governments

December 31, 2017

INVEST Daily Portfolio	Shares or Principal	Coupon Rate	Maturity Date	Value	Cusip
FEDERAL AGENCY OBLIGATIONS - 8.54%					
Federal Farm Credit Bank	5,000,000	0.000%	3/7/2018	\$ 4,989,528	313313TY4
Federal Farm Credit Bank	8,700,000	0.000%	2/8/2018	8,690,147	313313SV1
Federal Farm Credit Bank	10,000,000	0.000%	3/29/2018	9,973,417	313313UW6
Federal Farm Credit Bank	5,500,000	0.000%	5/22/2018	5,473,935	313313XC7
Federal Farm Credit Bank	5,000,000	0.000%	2/27/2018	4,991,608	313313TQ1
Federal Farm Credit Bank	2,500,000	0.000%	11/6/2018	2,466,954	313313N46
Federal Farm Credit Bank	5,000,000	0.000%	9/6/2018	4,949,022	313313E79
Federal Home Loan Bank	1,000,000	0.000%	3/21/2018	997,674	313385UN4
Federal Home Loan Bank	4,035,000	0.000%	2/2/2018	4,031,593	313385SP2
Federal Home Loan Bank	1,000,000	0.875%	3/19/2018	999,840	3130A7CX1
Federal Home Loan Bank	5,000,000	0.000%	5/2/2018	4,980,926	313385WG7
FHLMC Freddie Mac	2,306,000	0.875%	3/7/2018	<u>2,305,678</u>	3137EADP1
Total Federal Agency Obligations (Cost \$54,850,322)				<u>54,850,322</u>	
PRIVATE PLACEMENT BONDS - 2.12%					
ACNB Bank	900,000	1.000%	1/1/2050	900,000	999K31897
Ameriserv Financial Bank	900,000	1.000%	1/1/2050	900,000	999K47588
BB&T Money Market	900,000	1.250%	1/1/2050	900,000	999K51127
Centric Bank	900,000	1.000%	1/1/2050	900,000	99VVA9Z77
Customers Bank	900,000	1.250%	1/1/2050	900,000	999K27093
Dime Bank Money Market	900,000	1.000%	1/1/2050	900,000	999J23780
DNB Bank First	900,000	1.000%	1/1/2050	900,000	999J25165
FNB of PA	900,000	1.250%	1/1/2050	900,000	999G88185
Kish Bank Money Market	900,000	1.000%	1/1/2050	900,000	999J24077
Meridian Bank	900,000	1.000%	1/1/2050	900,000	999G58782
Mid Penn Bank	900,000	1.250%	1/1/2050	900,000	999J12007
NexTier Bank Money Market	900,000	1.000%	1/1/2050	900,000	999J24127
Orrstown Bank	900,000	1.000%	1/1/2050	900,000	999K47596
Team Capital Deposit Account	900,000	1.000%	1/1/2050	900,000	999G46761
Univest Bank	1,000,000	1.000%	1/1/2050	<u>1,000,000</u>	99VVBFG3
Total Private Placement Bonds (Cost \$13,600,000)				<u>13,600,000</u>	
FEDERALLY INSURED CASH - 4.28%					
Federally Insured Cash Account	27,475,435	1.100%	1/1/2050	<u>27,475,435</u>	999G36986
Total Federally Insured Cash (Cost \$27,475,435)				<u>27,475,435</u>	

Pennsylvania Treasurer's INVEST Program for Local Governments

December 31, 2017

INVEST Daily Portfolio	Shares or Principal	Coupon Rate	Maturity Date	Value	Cusip
CERTIFICATES OF DEPOSIT - 25.39%					
Australia and New Zealand Banking Group	5,000,000	1.350%	3/8/2018	\$ 5,000,000	05252WLV3
Australia and New Zealand Banking Group	7,500,000	1.300%	4/17/2018	7,500,000	05252WLX9
Dexia Credit - NY Branch	25,000,000	1.460%	4/26/2018	25,000,000	25215FCL6
Nordea Bank Finland NY	5,000,000	1.355%	3/2/2018	5,000,000	65590ALZ7
Nordea Bank Finland NY	2,500,000	1.430%	3/9/2018	2,500,000	65590ANV4
Oversea-Chinese Banking Corp.	5,000,000	1.350%	1/11/2018	5,000,000	69033LR76
Oversea-Chinese Banking Corp.	5,000,000	1.380%	1/23/2018	5,000,000	69033LN21
Oversea-Chinese Banking Corp.	5,000,000	1.380%	2/5/2018	5,000,000	69033LL31
Oversea-Chinese Banking Corp.	5,000,000	1.410%	2/5/2018	5,000,000	69033LG29
Oversea-Chinese Banking Corp.	5,000,000	1.520%	2/28/2018	5,000,000	69033LJ59
Royal Bank of Canada	5,000,000	1.560%	3/6/2018	5,000,000	78009N4P8
Royal Bank of Canada	7,500,000	1.400%	3/12/2018	7,500,000	78009N3J3
Royal Bank of Canada	5,000,000	1.400%	3/13/2018	5,000,000	78009N3K0
Royal Bank of Canada	2,500,000	1.570%	4/30/2018	2,500,000	78009N3Z7
Svenska Handels Banker New York	10,000,000	1.290%	1/2/2018	10,000,000	86958JVF3
Svenska Handels Banker New York	10,000,000	1.300%	1/22/2018	10,000,000	86958JUQ0
Toronto Dominion Bank	2,500,000	1.400%	2/13/2018	2,500,000	89113XNX8
Toronto Dominion Bank	5,000,000	1.530%	3/27/2018	5,000,000	89113XSJ4
Toronto Dominion Bank	5,000,000	1.720%	4/19/2018	5,000,000	65590AKY1
Toronto Dominion Bank	5,000,000	1.310%	1/29/2018	5,000,000	89113XEU4
Toronto Dominion Bank	10,000,000	1.350%	12/12/2018	10,000,000	89113XHY3
Westpac Banking Corporation	10,000,000	1.800%	7/3/2018	10,000,000	96121T4P0
Westpac Banking Corporation	10,000,000	1.510%	7/20/2018	10,000,000	96121T5R5
Westpac Banking Corporation	5,500,000	1.600%	9/21/2018	5,500,000	96121T3U0
Total Certificates of Deposit (Cost \$163,000,000)				163,000,000	
COMMERCIAL PAPER - 23.02%					
Bedford Row Funding Corp.	3,000,000	0.000%	1/22/2018	2,997,690	07644BAN2
Bedford Row Funding Corp.	2,500,000	0.000%	2/2/2018	2,496,889	07644BB27
Bedford Row Funding Corp.	10,000,000	0.000%	3/29/2018	9,962,783	07644BCV2
Bedford Row Funding Corp.	5,000,000	0.000%	6/25/2018	4,963,542	07644BFR8
Bedford Row Funding Corp.	7,500,000	0.000%	8/16/2018	7,425,279	07644BHG0
Commonwealth Bank Australia	10,000,000	0.000%	2/2/2018	9,987,555	20272EB23
Dexia Credit - NY Branch	5,000,000	0.000%	5/4/2018	4,975,742	25214T4M4
Erste Abwicklungsanstalt	10,000,000	0.000%	2/26/2018	9,978,067	29604DBS8
Erste Abwicklungsanstalt	15,000,000	0.000%	3/21/2018	14,950,296	29604DCM0
Hyundai Auto Receivables Trust	172,771	1.250%	6/15/2018	172,771	44891GAA2
Kells Funding LLC	10,000,000	0.000%	1/31/2018	9,988,583	48802WY44
Kells Funding LLC	10,000,000	0.000%	2/13/2018	9,983,158	48803MGB9
Kells Funding LLC	5,000,000	0.000%	3/22/2018	4,982,778	48803MGH6
Kells Funding LLC	5,000,000	0.000%	3/26/2018	4,981,450	48802W2A5
Old Line Funding LLC	2,500,000	0.000%	2/5/2018	2,496,646	67985A7F6
Old Line Funding LLC	5,000,000	0.000%	2/13/2018	4,991,639	67984WGK8
Old Line Funding LLC	5,000,000	0.000%	2/22/2018	4,989,744	67984WJ1
Old Line Funding LLC	10,000,000	0.000%	3/5/2018	9,974,625	67985EDX2
Oversea-Chinese Banking Corp.	2,500,000	0.000%	2/20/2018	2,495,104	67983UBL6
Svenska Handels Banker New York	5,000,000	0.000%	2/20/2018	4,990,278	86960KBL5
The Coca-Cola Company	5,000,000	0.000%	3/20/2018	4,985,158	19121BCL1
Toyota Motor Corp.	5,000,000	0.000%	2/2/2018	4,994,178	89233HB29
United Overseas Bank Limited	10,000,000	0.000%	2/21/2018	9,975,917	91127QBM0
Total Commercial Paper (Cost \$147,739,872)				147,739,872	

Pennsylvania Treasurer's INVEST Program for Local Governments

December 31, 2017

INVEST Daily Portfolio	Shares or Principal	Coupon Rate	Value	Cusip
MONEY MARKET FUNDS - 36.63%				
BlackRock Liquidity Funds TempFund Portfolio	19,996,352	1.380%	\$ 20,003,976	09248U619
Deutsche Government Money Market Series	28,792,600	1.287%	28,792,600	25160K207
Fidelity Prime Money Market Portfolio	4,590	1.442%	4,590	60934N203
Fidelity Investments Money Market Government Portfolio	31,039,965	1.428%	31,052,381	31607A208
Goldman Sachs Financial Square Money Market Fund	3,897,596	1.420%	3,898,375	38141W232
Goldman Sachs Financial Square Funds - Government Fund	25577249.5	1.228%	25,577,250	38141W273
Goldman Sachs Financial Square Prime Obligations Fund	47407.1456	1.411%	47,421	38141W364
HSBC US Government Money Market Fund	31000091.1	1.243%	31,000,091	40428X107
JPMorgan Prime Money Market Fund	31292409.4	1.433%	31,301,871	4812A0367
JPMorgan Prime Money Market Fund	633,587	1.403%	633,777	4812A2603
Morgan Stanley Institutional Liquidity Funds - Government Portfolio	16,301,223	1.205%	16,301,223	61747C707
Morgan Stanley Institutional Liquidity Funds - Prime Portfolio	30,788,959	1.502%	30,803,104	61747C715
STIT - Liquid Assets Portfolio	1,562	1.420%	1,562	825252729
US Government Money Market Fund - RBC Global Asset Management	15,701,453	1.194%	<u>15,701,453</u>	74926P696
Total Money Market Funds (Cost \$235,119,674)			<u>235,119,674</u>	
Total Value of Investments (Cost \$641,785,303) - 99.98%			\$641,785,303	
Other Assets less Liabilities - 0.02%			<u>132,028</u>	
Net Assets (100%)			<u>\$641,917,331</u>	
Applicable to 642,364,251 outstanding shares of beneficial interest				
Net Asset Value Per Share			\$ 1.00	

Pennsylvania Treasurer's INVEST Program for Local Governments

December 31, 2017

INVEST Community Portfolio	Shares or Principal	Coupon Rate	Maturity Date	Value	Cusip
FEDERAL AGENCY OBLIGATIONS - 4.94%					
Federal Farm Credit Bank	500,000	0.000%	2/15/2018	\$ 499,387	313313TC2
Federal Farm Credit Bank	500,000	0.000%	3/29/2018	498,671	313313UW6
Federal Home Loan Bank	500,000	0.000%	3/21/2018	<u>498,837</u>	313385UN4
Total Federal Agency Obligations (Cost \$1,496,895)				<u>1,496,895</u>	
FEDERALLY INSURED CASH - 10.08%					
Federally Insured Cash Account	3,055,880	1.100%	1/1/2050	<u>3,055,880</u>	999G36986
Total Federally Insured Cash (Cost \$3,055,880)				<u>3,055,880</u>	
CERTIFICATES OF DEPOSIT - 28.04%					
Australia and New Zealand Banking Group	500,000	1.300%	4/17/2018	500,000	05252WLX9
Nordea Bank Finland, New York	500,000	1.355%	3/2/2018	500,000	65590ALZ7
Nordea Bank Finland, New York	500,000	1.450%	3/16/2018	500,000	65590APB6
Oversea Chinese Banking Corp.	500,000	1.350%	1/11/2018	500,000	69033LG29
Oversea Chinese Banking Corp.	500,000	1.380%	1/23/2018	500,000	69033LL31
Oversea Chinese Banking Corp.	500,000	1.420%	2/15/2018	500,000	69033LP60
Royal Bank of Canada	1,000,000	1.390%	2/15/2018	1,000,000	78009NY91
Royal Bank of Canada	500,000	1.400%	3/13/2018	500,000	78009N3K0
Svenska Handels Banker New York	1,000,000	1.290%	1/2/2018	1,000,000	86958JUQ0
Svenska Handels Banker New York	500,000	1.300%	1/22/2018	500,000	86958JVF3
Toronto Dominion Bank	500,000	1.310%	1/29/2018	500,000	65590AKY1
Toronto Dominion Bank	500,000	1.380%	2/1/2018	500,000	89113XLU6
Toronto Dominion Bank	500,000	1.530%	3/27/2018	500,000	89113XNX8
Toronto Dominion Bank	500,000	1.720%	4/19/2018	500,000	89113XSJ4
Westpac Banking Corporation	500,000	1.800%	7/3/2018	<u>500,000</u>	96121T5R5
Total Certificates of Deposit (Cost \$8,500,000)				<u>8,500,000</u>	
COMMERCIAL PAPER - 27.98%					
Australia and New Zealand Banking Group	500,000	0.000%	2/16/2018	499,106	05253CBG0
Australia and New Zealand Banking Group	500,000	0.000%	3/12/2018	498,639	05253CCC8
Bedford Row Funding Corp.	1,000,000	0.000%	3/2/2018	997,650	07644BC26
Bedford Row Funding Corp.	500,000	0.000%	8/16/2018	495,019	07644BHG0
Commonwealth Bank Australia	500,000	0.000%	2/2/2018	499,378	20272EB23
Dexia Credit, New York	1,000,000	1.460%	4/26/2018	1,000,000	25215FCL6
Dexia Credit, New York	500,000	0.000%	5/4/2018	497,574	25214T4M4
Kells Funding LLC	500,000	0.000%	1/11/2018	499,811	48803MFU8
Kells Funding LLC	500,000	0.000%	3/22/2018	498,278	48803MGH6
MetLife Short Term Funding LLC	1,000,000	0.000%	2/28/2018	997,744	59157UBU3
Old Line Funding LLC	500,000	0.000%	2/5/2018	499,329	67985A7F6
Old Line Funding LLC	1,000,000	0.000%	3/5/2018	997,462	67985EDX2
Toyota Motor Credit Corporation	500,000	0.000%	2/2/2018	<u>499,418</u>	89233HB29
Total Commercial Paper (Cost \$8,479,408)				<u>8,479,408</u>	

Pennsylvania Treasurer's INVEST Program for Local Governments

December 31, 2017

INVEST Community Portfolio	Shares or Principal	Coupon Rate	Value	Cusip
MONEY MARKET FUNDS - 28.93%				
BlackRock Liquidity Funds FedFund Portfolio	1,249,625	1.380%	\$ 1,250,175	09248U619
Deutsche Government Money Market Series	1,297,351	1.287%	1,297,351	25160K207
Dreyfus Institutional Preferred Money Market Fund	11	1.369%	11	26200T109
Federated Institutional Prime Obligations Fund	999,800	1.443%	1,000,000	60934N203
Fidelity Prime Money Market Portfolio	1,449,701	1.428%	1,450,281	31607A208
Goldman Sachs Financial Square Money Market Fund	49,860	1.420%	49,875	38141W232
Goldman Sachs Financial Square Prime Obligations Fund	499,825	1.411%	500,000	38141W364
HSBC US Government Money Market Fund	586,098	1.243%	586,098	40428X107
JPMorgan Prime Money Market Fund	1,381,808	1.433%	1,382,361	4812A0367
JPMorgan Prime Money Market Fund	100,300	1.403%	100,330	4812A2603
Morgan Stanley Institutional Liquidity Funds - Prime Portfolio	1,149,875	1.502%	<u>1,150,180</u>	61747C715
Total Money Market Funds (Cost \$8,766,662)			<u>8,766,662</u>	
Total Value of Investments (Cost \$30,298,845) - 99.97%			\$30,298,845	
Other Assets less Liabilities - 0.03%			<u>8,073</u>	
NET ASSETS (100%)			<u>\$30,306,918</u>	
Applicable to 30,320,135 outstanding shares of beneficial interest				
NET ASSET VALUE PER SHARE			\$ 1.00	