

**STATE OF NEW MEXICO
OFFICE OF THE STATE TREASURER CASH FLOW PORTFOLIOS
EXTERNAL AND INTERNAL INVESTMENT POOLS**

**FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION**

YEAR ENDED JUNE 30, 2022



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**STATE OF NEW MEXICO
OFFICE OF THE STATE TREASURER CASH FLOW PORTFOLIOS
EXTERNAL AND INTERNAL INVESTMENT POOLS
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YEAR ENDED JUNE 30, 2022**

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INDEPENDENT AUDITORS' REPORT

Honorable Michelle Lujan Grisham, Governor and
President, State Board of Finance
and
Honorable Tim Eichenberg, State Treasurer
New Mexico Office of the State Treasurer
and
Honorable Brian Colón, State Auditor
New Mexico Office of the State Auditor
Santa Fe, New Mexico

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the Local Government Investment Pool, the Consolidated Investment Pool, and the General Fund Investment Pool of the State of New Mexico (the Pools), administered by the Office of the State Treasurer (Office), a Department of the State of New Mexico, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the Pools' basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the of the Local Government Investment Pool, the Consolidated Investment Pool, and the General Fund Investment Pool of the State of New Mexico, as of June 30, 2022, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Local Government Investment Pool, the Consolidated Investment Pool, and the General Fund Investment Pool of the State of New Mexico and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Honorable Michelle Lujan Grisham, Governor and
President, State Board of Finance
Honorable Tim Eichenberg, State Treasurer
Honorable Brian Colón, State Auditor

Emphasis of Matters

Reporting Entity

As discussed in Note 1, the financial statements of the Pools, both external (local) and internal (state) investment pools managed by the State of New Mexico Office of the State Treasurer are intended to present the financial position and the changes in financial position of only that portion of the governmental activities, and each major fund of the Office that is attributable to the transactions of the Pools. They do not purport to, and do not present fairly the financial position of the State of New Mexico as of June 30, 2022, the changes in its financial position, or where applicable, its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Local Government Investment Pool, the Consolidated Investment Pool, and the General Fund Investment Pool State of New Mexico's internal control. Accordingly, no such opinion is expressed.

Honorable Michelle Lujan Grisham, Governor and
President, State Board of Finance
Honorable Tim Eichenberg, State Treasurer
Honorable Brian Colón, State Auditor

- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Required Supplementary Information

For the year ended June 30, 2022, management has omitted the Management's Discussion and Analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of the financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinions on the basic financial statements are not affected by this missing information.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Pools' basic financial statements. The schedules in the Supplementary Information section within the Table of Contents are required by 2.2.2 NMAC and are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The schedules in the Supplementary Information section are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Except for the schedule of asset management costs (unaudited), such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the other schedules in the Supplementary Information section required by 2.2.2 NMAC are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The schedule of asset management costs (unaudited) has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

Honorable Michelle Lujan Grisham, Governor and
President, State Board of Finance
Honorable Tim Eichenberg, State Treasurer
Honorable Brian Colón, State Auditor

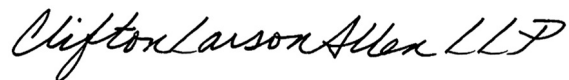
Other Information

Management is responsible for the other information included in the annual report. The other information comprises the Official Roster and Exit Conference but does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 27, 2022, on our consideration of the Local Government Investment Pool, the Consolidated Investment Pool, and the General Fund Investment Pool of the State of New Mexico's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Pool's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Pool's internal control over financial reporting and compliance.



CliftonLarsonAllen LLP

Albuquerque, New Mexico
October 27, 2022

STATE OF NEW MEXICO
OFFICE OF THE STATE TREASURER CASH FLOW PORTFOLIOS
EXTERNAL AND INTERNAL INVESTMENT POOLS
STATEMENT OF NET POSITION
JUNE 30, 2022

	Investment Pools			Total
	LGIP Short-Term Investment Pool (External)	Consolidated Investment Pool (Internal) BPIP #1 and #2	General Fund Investment Pool (Internal)	
ASSETS				
Cash and Investments:				
Fiscal Agent Bank Account	\$ -	\$ -	\$ 31,338,847	\$ 31,338,847
Cash in Banks	7,102,469	35,401	438,139,940	445,277,810
Money Market Mutual Funds	-	-	506,871,719	506,871,719
Repurchase Agreements	250,000,000	-	281,638,811	531,638,811
Bank Acceptances	-	22,872,727	28,029,732	50,902,459
Cash on Deposit at Custodial Bank	101,000,000	10,000,000	47,738,001	158,738,001
Certificates of Deposit	-	5,100,000	-	5,100,000
Commercial Paper	-	132,379,144	985,818,239	1,118,197,383
Corporate Bonds	-	171,351,313	546,697,255	718,048,568
Demand Notes	-	23,615,000	248,440,000	272,055,000
Government Bonds	194,951,136	1,586,997,460	3,563,369,060	5,345,317,656
Supranationals	94,994,641	149,433,486	288,724,890	533,153,016
Municipal Bonds	-	8,721,864	43,340,660	52,062,525
Mutual Funds	-	398,637,204	2,784,792,605	3,183,429,809
Discounted Notes and Treasury Bills - Zero Coupon	757,479,471	178,028,777	1,189,570,880	2,125,079,128
Interfund Investments	(310,703)	-	310,703	-
Total Cash and Investments	<u>1,405,217,014</u>	<u>2,687,172,376</u>	<u>10,984,821,343</u>	<u>15,077,210,732</u>
Accrued Interest Receivable	<u>676,438</u>	<u>4,254,095</u>	<u>15,917,168</u>	<u>20,847,701</u>
TOTAL ASSETS	<u>1,405,893,452</u>	<u>2,691,426,471</u>	<u>11,000,738,511</u>	<u>15,098,058,433</u>
LIABILITIES				
Due to Broker	<u>30,000,000</u>	<u>85,253,783</u>	<u>173,918,364</u>	<u>289,172,147</u>
TOTAL LIABILITIES	<u>30,000,000</u>	<u>85,253,783</u>	<u>173,918,364</u>	<u>289,172,147</u>
NET POSITION - HELD IN TRUST	<u>\$ 1,375,893,452</u>	<u>\$ 2,606,172,688</u>	<u>\$ 10,826,820,147</u>	<u>\$ 14,808,886,286</u>

See accompanying Notes to Financial Statements.

**STATE OF NEW MEXICO
OFFICE OF THE STATE TREASURER CASH FLOW PORTFOLIOS
EXTERNAL AND INTERNAL INVESTMENT POOLS
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2022**

	Investment Pools			Total
	LGIP Short-Term Investment Pool (External)	Consolidated Investment Pool (Internal) BPIP #1 and #2	General Fund Investment Pool (Internal)	
ADDITIONS				
Interest Income on Investments	\$ 2,948,773	\$ 16,969,034	\$ 49,661,704	\$ 69,579,511
Realized Gains (Losses) on Investments	31,111	110,733	1,433,033	1,574,877
Unrealized Gains (Losses) on Investments	(548,800)	(45,239,124)	(169,513,733)	(215,301,657)
Investment Amortization/Accretion	274,908	(7,152,039)	5,002,679	(1,874,453)
Total Investment Income	<u>2,705,992</u>	<u>(35,311,396)</u>	<u>(113,416,317)</u>	<u>(146,021,722)</u>
Deposits	14,509,748,521	1,076,480,720	77,832,063,380	93,418,292,621
DEDUCTIONS				
Management Fees	(631,656)	-	631,656	-
Custodial Fees	-	-	-	-
Other Investment Costs	-	-	-	-
Withdrawals	<u>(14,279,050,479)</u>	<u>(640,281,393)</u>	<u>(72,859,764,030)</u>	<u>(87,779,095,902)</u>
SUBTOTAL OF CHANGE IN NET POSITION	232,772,378	400,887,931	4,859,514,689	5,493,174,997
Net Position - Held in Trust for Pool Participants, June 30, 2021	<u>1,143,121,077</u>	<u>2,205,284,757</u>	<u>5,967,305,458</u>	<u>9,315,711,292</u>
NET POSITION - Held in Trust for Pool Participants, June 30, 2022	<u>\$ 1,375,893,455</u>	<u>\$ 2,606,172,688</u>	<u>\$ 10,826,820,147</u>	<u>\$ 14,808,886,289</u>

See accompanying Notes to Financial Statements.

STATE OF NEW MEXICO
OFFICE OF THE STATE TREASURER CASH FLOW PORTFOLIOS
EXTERNAL AND INTERNAL INVESTMENT POOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 DEFINITION OF REPORTING ENTITY

The Office of the State Treasurer is a department of the State of New Mexico. The State Treasurer's Office operates several investment pools, representing amounts being held and invested for State agencies (internal) and for local governments (external). They have been identified as: 1) General Fund investment pool, 2) consolidated investment pool, and the 3) short-term investment pool. The statements represent the financial activity of the Cash Flow Portfolios External and Internal Investment Pools and these statements do not represent the complete reporting entity for the State of New Mexico, only New Mexico Office of the State Treasurer Cash Flow Portfolios External and Internal Investment Pools.

General Fund Investment Pool

The General Fund is the State of New Mexico's main operating account. All State revenues are credited to the General Fund. Income taxes, sales taxes, rents and royalties, and other recurring revenues are deposited into the fund. The fund also comprises numerous State agency accounts whose assets, by statute, must be held at the State Treasury. Expenditures are disbursed only in accordance with appropriations authorized by the State Legislature.

Consolidated Investment Pool (Tax Exempt Bond Proceeds Investment Pool #1)

The Tax-Exempt Bond Proceeds Investment Pool comprises pooled assets received through the issuance of tax-exempt State of New Mexico general obligation bonds and severance tax bonds. The fund's objective is to preserve capital, provide liquidity, and generate returns relative to the true interest cost of all State of New Mexico debt outstanding in accordance with the Investment Policy of the Office of the State Treasurer.

Consolidated Investment Pool (Taxable Bond Proceeds Investment Pool #2)

The Taxable Bond Proceeds Investment Pool comprises pooled assets received through the issuance of State of New Mexico severance tax bonds and supplemental severance tax notes. The fund's objective is to preserve capital, provide liquidity, and generate returns relative to a benchmark and in accordance with the State Treasurer's Investment Policy.

Pool #1 and Pool#2 are combined for financial statements presentation as one pool because they are all bond issuances however segregated for accounting purposes by the Department of Finance and Administration.

**STATE OF NEW MEXICO
OFFICE OF THE STATE TREASURER CASH FLOW PORTFOLIOS
EXTERNAL AND INTERNAL INVESTMENT POOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 1 DEFINITION OF REPORTING ENTITY (CONTINUED)

Local Government Investment Pool (LGIP) (Short-Term Investment Pool)

Cities, counties, and other agencies invest monies in the State Treasurer external investment pool (LGIP). In fiscal year 2016, LGIP implemented a portion of GASB No. 79 *Certain External Investment Pools and Pool Participants* (see Note 2 for further detail), which permits external investments pools to elect to measure all of their investments at amortized cost. The LGIP investments are presented at fair value based on the valuation date in the financial statements. The individual participant balances remain at their amortized cost. As of June 30, 2022, LGIP amortized cost approximated fair value, the difference is immaterial (see Schedule of Investments).

The State Treasurer Local Government Investment Pool is not SEC registered. Section 6-10-10.1, NMSA 1978, empowers the State Treasurer, with the advice and consent of the State Board of Finance, to invest money held in the short-term investment fund in securities that are issued by the United States government or by its departments or agencies, and are either direct obligations of the United States or are backed by the full faith and credit of the United States government, or are agencies sponsored by the United States government. The Local Government Investment Pool investments are monitored by the same investment committee and the same policies and procedures that apply to all other State investments. The pool does not have unit shares. Per Section 6-10-10.1F, NMSA 1978, at the end of each month all interest earned is distributed by the State Treasurer to the contributing entities in amounts directly proportionate to the respective amounts deposited in the fund and the length of time the amounts were invested. Participation in the Local Government Investment Pool is voluntary. As of June 30, 2022, the WAM(R) of the LGIP was 49 days, and the WAM(F) was 89 days. The fund was rated AAAM by *Standard & Poor's* as of June 30, 2022.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Use of Estimates in Preparing Financial Statements

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Financial Reporting Entity and Basis of Presentation

The financial statements for the Investment Pools have been prepared in accordance with accounting principles generally accepted in the United States of America (GAAP), as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the standard-setting body for governmental accounting and financial reporting.

STATE OF NEW MEXICO
OFFICE OF THE STATE TREASURER CASH FLOW PORTFOLIOS
EXTERNAL AND INTERNAL INVESTMENT POOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Financial Reporting Entity and Basis of Presentation (Continued)

The Office adopted Governmental Accounting Standards Board Statement No. 79, *Certain External Investment Pools and Pool Participants* (GASB 79) in FY16 to address changes in the regulatory provisions referenced by previous accounting and financial reporting standards for certain external investment pools and their participants. Those provisions were based on the Investment Company Act of 1940, Rule 2a7 whereby external investment pool investments were measured at amortized cost. Rule 2a7 contains the Securities and Exchange Commission's (SEC) regulations that apply to money market funds and the SEC essentially eliminated Rule 2a7 in 2014. GASB 79 provides for continuation of amortized cost accounting and reporting for external investment pools such as the Local Government Investment Pool (LGIP), which is a 2a7-like pool, instead of converting to fair value measurement. The New Mexico LGIP has implemented GASB 79 and its participants qualify for accounting for the investment pool at amortized cost which approximates fair value.

The Office adopted Governmental Accounting Standards Board Statement No. 84, *Fiduciary Activities* (GASB 84) which establishes criteria for identifying fiduciary activities of all state and local governments. The focus of the criteria generally is on (1) whether a government is controlling the assets of the fiduciary activity and (2) the beneficiaries with whom a fiduciary relationship exists. Separate criteria are included to identify fiduciary component units and postemployment benefit arrangements that are fiduciary activities. An activity meeting the criteria should be reported in a fiduciary fund in the basic financial statements.

The Office of the State Treasurer has implemented GASB 84, *Fiduciary Activities*. In prior years, the State General Fund Investment Pool (SGFIP), Bond Proceeds Investment Pool (BPIP), and Local Government Investment Pool were all shown as fiduciary funds managed by the State Treasurer and were consolidated and reported as an Investment Trust Fund of the State on the financial statements of the Office of the State Treasurer. The adoption of GASB 84 – *Fiduciary Activities* changes the presentation of the investment pools for STO. Each of the investment pools needs to be evaluated to ensure that the definition of an Investment Trust Fund is met. In accordance with GASB 84, Investment Trust Funds are used to report activities from the external portion of investment pools. Additionally, in accordance with NM Department of Finance and Administration (DFA) Guidance on GASB 84 implementation, each agency of the State is a part of the State as a reporting entity, not a stand-alone entity. As such, any amounts that are owed to other State agencies by any of the investment pools are not considered a fiduciary activity of STO, since they would be considered internal in nature. The only amounts that should be shown as fiduciary activities should be the items that are held in trust arrangements for external parties (outside the State of New Mexico).

**STATE OF NEW MEXICO
OFFICE OF THE STATE TREASURER CASH FLOW PORTFOLIOS
EXTERNAL AND INTERNAL INVESTMENT POOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Financial Reporting Entity and Basis of Presentation (Continued)

Upon implementation of GASB 84, the State Treasurer identified that two of the investment pools, the Bond Proceeds Investment Pools and the General Fund Investment Pools, were internal to the primary government, the State of New Mexico and not fiduciary activities of the Office. These two funds are no longer included in the financial statements of the Office of the State Treasurer. The third fund, the Local Government Investment Pool, meets the definition of an external investment pool and is identified as a custodial fund in the financial statements of the Office of the State Treasurer. All three funds are included in these financial statements.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows.

Deposits and Investments

The State Treasurer's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition.

State statutes authorize the State Treasurer to invest in, subject to various restrictions, U.S. government debt securities; U.S. government agency debt securities; commercial paper; corporate bonds; demand notes; supranationals; discounted notes; asset backed debt securities; repurchase agreements; bank, savings and loan association or credit union deposits; variable rate notes; tax-exempt securities; securities issued by the State or a political subdivision of the State, or an agency, institution or instrumentality of the State, and money market mutual funds.

Accrued Interest Receivable and Due to Broker

Activities between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans). All accrued interest receivables are reported at their gross value.

**STATE OF NEW MEXICO
OFFICE OF THE STATE TREASURER CASH FLOW PORTFOLIOS
EXTERNAL AND INTERNAL INVESTMENT POOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 3 DEPOSITS AND INVESTMENTS

Fiscal Agent Bank

As of April 28, 2022, the State Board of Finance entered into an agreement with an effective date of April 30, 2022 with Wells Fargo Bank in Albuquerque to provide banking services as Fiscal Agent for the State of New Mexico for a period of eight years, the term of this contract is set to expire on April 30, 2030.

Custody Bank

The State Board of Finance and JP Morgan Chase entered into an agreement whereby JP Morgan Chase would provide banking services as Custody Bank for the State of New Mexico effective July 1, 2014, for a two-year period, with the option to renew for up to six additional years at the discretion of the State Board of Finance. The Office exercised its option to extend the term until June 30, 2022. On June 29, 2022, a new custody bank contract was executed with an effective date of July 1, 2022 expiring after four years on June 30, 2026.

Investment Trust Fund

Cash on deposit represents the demand deposit account with the fiscal agent bank. Current year transactions reflect all banking activity for the fiscal year as well as the activity of investments purchased and disposed of during the fiscal year.

The State Treasurer invests all public monies held in excess of the minimum compensating balance maintained with the fiscal agent bank in accordance with an investment policy approved by the State Board of Finance.

The State Treasurer has implemented Governmental Accounting Standards Board Statement No. 72 *Fair Value Measurements and Application* (GASB 72), which requires certain assets and liabilities to be measured at fair value using a consistent and more detailed definition of fair value and accepted valuation techniques. This statement requires certain investments as defined in GASB Statement No. 31 to be valued at fair value. Fair value is based on quoted market prices as of the valuation date. The change in fair value is recognized as a component of investment income in the current year.

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NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 3 DEPOSITS AND INVESTMENTS (CONTINUED)

Investment Trust Fund (Continued)

The State Treasurer invests excess cash balances on behalf of certain earmarked funds of State agencies identified by State statute and local governments. Interest earnings are distributed based on average outstanding cash balances for local governments and the State agencies where interest is allowed to be earned. All other interest earnings are transferred to the State General Fund.

The State Treasurer deposits public monies with New Mexico financial institutions in denominations which generally are in excess of the \$250,000 in insurance coverage provided by federal agencies. Accordingly, the State Treasurer requires that depository financial institutions provide additional collateral for such investments. The collateral generally is in the form of marketable debt securities and is required in amounts ranging from fifty percent (50%) to one hundred two percent (102%) of the par value of the investment dependent upon the institution's operating results and capital. Collateral for the fiscal agent account is required in amounts equal to 50 percent (50%) of the average investment balance.

At June 30, 2022, collateral pledged to public money deposits was as follows:

	Fiscal Agent Account	Certificates of Deposit
Cash in Bank (Bank Balance)	\$ 93,527,103 *	\$ 5,100,000
Less: FDIC Insurance Coverage	-	500,000
	<u>\$ 93,527,103</u>	<u>\$ 4,600,000</u>
Collateral Requirement (50%, 75% or 102%) of Uninsured Public Funds	\$ 46,763,552	\$ 2,300,000
Collateral Pledged:		
U.S. Government Securities	225,265,539	1,212,305
Surety Bond Letter of Credit	-	2,000,000
	<u>\$ 178,501,987</u>	<u>\$ 912,305</u>
Excess (Under) Collateralized		

* Fiscal agent bank is required to collateralize the monthly average balance. See Schedule of Collateral Pledged by Depository for reconciliation.

**STATE OF NEW MEXICO
OFFICE OF THE STATE TREASURER CASH FLOW PORTFOLIOS
EXTERNAL AND INTERNAL INVESTMENT POOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 3 DEPOSITS AND INVESTMENTS (CONTINUED)

Investment Balances

The fair value of investments administered by the State Treasurer at June 30, 2022, follows:

	Fair Value Measurements Using			Fair Value June 30, 2022
	Quoted Prices Level 1	Observable Inputs Level 2	Unobservable Inputs Level 3	
Debt Securities:				
U.S. Government Bonds	\$ -	\$ 5,345,317,656	\$ -	\$ 5,345,317,656
Supranationals	-	533,153,016	-	533,153,016
Repurchase Agreements	-	531,638,811	-	531,638,811
Demand Notes	-	272,055,000	-	272,055,000
Discounted Notes and				
Treasury Bills - Zero Coupon	-	2,125,079,128	-	2,125,079,128
Commercial Paper	-	1,118,197,383	-	1,118,197,383
Corporate Bonds	-	718,048,568	-	718,048,568
Municipal Bonds	-	52,062,525	-	52,062,525
Mutual Funds	3,183,429,809	-	-	3,183,429,809
Money Market Mutual Funds	506,871,719	-	-	506,871,719
Bankers Acceptances	-	50,902,459	-	50,902,459
Total Investments				
Measured at Fair Value	<u>\$ 3,690,301,528</u>	<u>\$ 10,746,454,546</u>	<u>\$ -</u>	<u>\$ 14,436,756,074</u>

Investment Guidelines and Limitations

The investment policy is a comprehensive guide governing the investment functions of the New Mexico State Treasurer with respect to all financial assets of the State of New Mexico invested by the State Treasurer in the exercise of his authority and for which the State Treasurer acts as the investing authority. These assets include, as examples only, the State General Fund, the Local Government Investment Pool, bond proceeds, bond debt service funds, and those pension and permanent funds and other special funds with respect to which the State Treasurer is the investing authority.

The investment policy and the public finance investment decisions of the State Treasurer must serve and satisfy several fiduciary, fiscal, and financial obligations. In making these decisions and in resolving any conflict or competing considerations that may arise from time to time among these obligations, the State Treasurer will observe the following priority:

1. Preservation of Principal – to ensure the performance of basic governmental functions, the first priority must be accorded to the preservation and protection of the principal of the funds to be invested;

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NOTE 3 DEPOSITS AND INVESTMENTS (CONTINUED)

Investment Guidelines and Limitations (Continued)

2. Maintenance of Liquidity – the second level of priority must be accorded to maintaining sufficient liquidity to satisfy the reasonably anticipated, continuing operational requirements of State Government, and
3. Maximum Return – the third priority must be accorded to maximizing investment return, through budgetary and economic cycles, consistent with the higher priority accorded to the security and liquidity of principal.

The standard of prudence to be applied in the investment of State assets shall be the “Prudent Person” rule that specifies that: “Investments shall be made with the judgment and care, under circumstances then prevailing, that persons of prudence, discretion and intelligence exercise in the management of their own affairs, not for speculation, but for investment, considering the probable safety of their capital as well as the probable income to be derived.”

The State Treasurer or his designees, acting in accordance with this policy and any other written procedures pertaining to the investment of public money and exercising due diligence, shall be relieved of personal responsibility, if any, for credit risk or market price changes of a particular security, provided that deviations from expectations are timely noted and appropriate action is taken to control and prevent further adverse developments.

The scope of investment authority of the State Treasurer is defined by the applicable investment statutes and constitutional provisions, principally Sections 6-10-10, 6-10-25, 6-10-26, 6-10-37, 6-10-44 and 6-14-10.1, NMSA 1978, as well as Article VIII, Section 4 of the New Mexico Constitution, specifying particular types of investments that may be made by the State Treasurer, which establish certain prerequisites, limitations and other requirements relating to those investments. Moreover, the State Treasurer, in his discretion, may further limit or restrict those investments.

The State Treasurer and the State Board of Finance have determined that only the following statutorily authorized investments may be made, and these investments shall be subject to further limitations or restrictions as follows:

- a. U.S. Government Obligations – Securities backed by the full faith and credit of the U.S. Government including direct obligations of the U.S. Treasury and obligations of U.S. Government agencies and instrumentalities which are guaranteed by the U.S. Treasury. Investments shall be limited to a maximum maturity of five (5) years at time of purchase, except securities for any advance refunding escrow which may be invested in securities with a maturity of more than five (5) years. These securities may be either fixed rate or variable rate.

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NOTE 3 DEPOSITS AND INVESTMENTS (CONTINUED)

Investment Guidelines and Limitations (Continued)

- b. U.S. Government Agency Obligations – Securities issued or guaranteed by U.S. Government agencies, instrumentalities or sponsored enterprises, but which are not backed by the full faith and credit of the U.S. Government. These securities include mortgage-backed certificates, collateralized mortgage obligations, and debentures issued by the Federal Home Loan Mortgage Corporation and the Federal National Mortgage Association.

Also included are direct obligations of the Federal Farm Credit Bank and the Federal Home Loan Bank. These obligations shall consist of discount notes, notes, and debentures with either fixed or LIBOR-based floating rate coupons. Investments in U.S. Government agency obligations shall be limited to a maximum maturity of five (5) years at time of purchase.

- c. Commercial Paper – Unsecured obligations with a maturity up to 270 days at time of purchase issued by corporations organized and operating within the United States. The commercial paper shall have investment grade ratings and shall not be split-rated. If the rating declines below investment grade, the State Treasurer’s Investment Committee (STIC) will meet to evaluate a course of action.
- d. Corporate Bonds – Debt instruments issued by a corporation organized and operating in the United States with a maturity not exceeding five (5) years at time of purchase. Corporate bonds with maturities up to three (3) years shall be rated A1 or better at the time of purchase. Corporate bonds with maturities between three (3) and five (5) years shall be rated AA or better. If the rating declines below investment grade, then the State Treasurer’s Investment Committee (STIC) will meet to evaluate a course of action.
- e. Asset-Backed Obligations – Debt instruments which are backed by defined cash flows or receivables with a final maturity not exceeding five (5) years at time of purchase and rated AAA, or its equivalent, by all national rating agencies that rate the security. If the rating declines below AAA, or its equivalent, then the STIC will meet to evaluate a course of action.

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NOTE 3 DEPOSITS AND INVESTMENTS (CONTINUED)

Investment Guidelines and Limitations (Continued)

- f. Repurchase Agreements – Contracts for the present purchase and resale at a specified time in the future of specific securities at specified prices at a price differential representing the interest income to be earned by the State. No contract shall be invested in unless the contract is fully secured by obligations of the United States, or its agencies or instrumentalities, or other securities backed by the United States having a market value of at least one hundred two percent (102%) of the amount of the contract. Repurchase agreements and flexible repurchase agreements shall be limited to a maximum maturity of one (1) year, but flexible repurchase agreements, in which bond proceeds are invested, may have a maximum maturity of three (3) years. Repurchase agreements for the Local Government Investment Pool shall be limited to a maximum maturity of thirty (30) days, although any underlying U.S. government obligations pledged as collateral may have maturities extending beyond the term of such repurchase agreements. Subject to these conditions and the prior approval of the State Board of Finance with respect to the custodial undertaking agreement, tri-party repurchase agreements are proper investments under this policy.
- g. Bank, Savings and Loan Association or Credit Union Deposits – Deposits are allowed in certified and designated New Mexico financial institutions whose deposits are insured by an agency of the United States. All deposits will comply with state statute and State Board of Finance policies related to interest rate and collateral requirements. CD deposits shall not be made with custodial banks. Deposits shall be limited to a maximum maturity of three (3) years. A deposit in any credit union shall be limited to the amount insured by an agency of the United States.
- h. Variable Rate Notes – Variable rate notes (VRN) may be United States government obligations, commercial paper or repurchase agreements. The use of VRNs is considered to be prudent in the management of the portfolio within certain maturity and index rating.
- i. Municipal Securities – Pursuant to 6-14-10.1, the State Treasurer or designee may also invest in municipal securities that at time of purchase are investment grade and have a final maturity of up to three (3) years. If the rating declines below investment grade, then the STIC will meet to evaluate a course of action.
- j. Securities Issued by the State or a Political Subdivision of the State, or any Agency, Institution or Instrumentality of the State or a Political Subdivision – these include, but are not limited to, the New Mexico Mortgage Finance Authority, the New Mexico Finance Authority and the New Mexico Educational Assistance Foundation, if the statute authorizing the issuance of such securities expressly authorizes the State or the State Treasurer to purchase such security.

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NOTE 3 DEPOSITS AND INVESTMENTS (CONTINUED)

Investment Guidelines and Limitations (Continued)

- k. Government Money Market Mutual Funds – Shares of an open-ended diversified investment company that: (i) is registered with the United States Securities and Exchange Commission; (ii) complies with the diversification, quality and maturity requirements of Rule 2a-7, or any successor rule, of the United States Securities and Exchange Commission applicable to money market mutual funds; (iii) assesses no fees pursuant to Rule 12b-1, or any successor rule, of the United States Securities and Exchange Commission, no sales load on the purchase of shares and no contingent deferred sales charge or other similar charges, however designated, provided that the State shall not, at any time, own more than five percent (5%) of a money market mutual fund's assets, and (iv) is rated AAA or equivalent by a nationally recognized rating agency. In addition, the State Treasurer may act as the investing authority for those agencies which have independent statutory authority to invest. The State Treasurer shall act in a manner consistent with each agency's guidelines and directives.
- l. Demand Notes – A note that represents a loan with the expected payment determined by the lender "on demand", with no requirement for cause.
- m. Supranationals – An international development institution formed by two or more central governments, limited to issuers domiciled within the United States: International Bank for Reconstruction and Development (IBRD), International Finance Corporation (IFC) and Inter-American Development Bank (IADB).
- n. Discount Notes – A short term debt obligation issued at a discount to par.
- o. Local Government Investment Pool – General fund dollars may be invested in the Local Government Investment Pool (LGIP), up to five percent (5%) of the LGIP.

Unauthorized Investments/Investment Actions

The State Treasurer will not borrow funds for the sole purpose of investing those funds at a higher yield. The State Treasurer is not authorized by law to invest or as a matter of policy has determined not to invest in securities, assets, investment agreements or instruments except as specifically permitted in this Investment Policy. Accordingly, as examples only, the following securities, assets, investment agreements or instruments are presently impermissible:

- 1. Common or preferred stock
- 2. Exchange traded future contracts
- 3. Inverse floaters
- 4. Whole-loan mortgage obligations
- 5. Interest only and principal strips only as they relate to asset-backed obligations
- 6. Currency swaps
- 7. Range notes and index amortizing notes
- 8. Reverse repurchase agreements
- 9. Short sale

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NOTE 3 DEPOSITS AND INVESTMENTS (CONTINUED)

Custodial Credit Risk

Custodial credit risk is the risk that the State Treasurer will not be able to recover the value of its deposits, investments or collateral securities that are in the possession of an outside party if the counter party fails. Investment securities are exposed to risk if the securities are uninsured, are not registered in the name of the State Treasurer and are held by either the counterparty or the counterparty's trust department or agent but not in the State Treasurer's name.

The State Treasurer's Investment Policy for safekeeping and custody states that all investment securities purchased by the State, held as collateral on repurchase agreements or held as collateral on securities lending arrangements shall be held in third-party safekeeping at a fiduciary qualified to act in this capacity. All securities held for the State account will be held free and clear of any lien and all transactions will be conducted in compliance with Section 6-10-10(O) NMSA 1978, which requires contemporaneous transfer and same day settlement. On a monthly basis, the custodian will provide reports which list all transactions that occurred during the month and all securities held for the State at month-end, including the book and market value of holdings. The fiscal agent and representatives of the custodian responsible for, or in any manner involved with, the safekeeping and custody process of the State shall be bonded in such a fashion as to protect from losses from malfeasance and misfeasance.

The State Treasurer's Office Collateral Manager reviews and tracks all state funds held in state depository institutions. Deposits and collateral are reviewed daily and a statutorily required risk assessment is performed quarterly, although the assessments are not intended as an opinion as to the financial health of the subject institution. The \$1,098,223,731 in balances are collateralized in compliance with NMAC 2.60.4. Although in compliance with NMAC 2.60.4 as of June 30, 2022, there was \$36,029,845 of the State Treasurer's bank balances exposed to custodial credit risk as uninsured and uncollateralized.

Credit Risk

The State Treasurer's fixed income portfolio investment policy sets credit quality rating guidelines and benchmark indices for each of its sub-asset classes and/or as outlined in each portfolio manager contract.

The quality ratings of investments in fixed income securities as described by nationally recognized statistical rating organizations (*Standard & Poor's*) at June 30, 2022, for the General Fund Investment Pool are as follows:

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NOTE 3 DEPOSITS AND INVESTMENTS (CONTINUED)

Credit Risk (Continued)

Securities by Quality Rating	Fair Value	Percentage of Portfolio
AAA:		
Government Agency Securities	\$ 434,625,387	3.96%
AAAm:		
Money Market Mutual Funds	2,784,792,605	25.35%
AA+:		
Government Agency Securities	3,566,315,517	32.47%
Discounted Notes and Treasury Bills - Zero Coupon	1,040,723,926	9.47%
Miscellaneous - Other	4,000,000	0.04%
Municipal Bonds	1,231,415	0.01%
Corporate Bonds	168,669,850	1.54%
AA:		
Corporate Bonds	45,333,484	0.41%
Municipal Bonds	1,760,129	0.02%
AA-:		
Corporate Bonds	109,487,994	1.00%
Municipal Bonds	9,243,225	0.08%
Demand Notes	400,000	0.00%
A+:		
Corporate Bonds	124,680,464	1.14%
A:		
Corporate Bonds	98,525,463	0.90%
A-1+:		
Commercial Paper	731,130,522	6.66%
Discounted Notes	169,545,063	1.54%
Not Rated:		
Demand Notes	388,318,278	3.54%
Fiscal Agent Bank Account	31,338,847	0.29%
Cash in Banks	485,877,941	4.42%
Money Market Mutual Funds	506,871,719	4.61%
Investment in LGIP	310,703	0.00%
Repurchase Agreements	281,638,811	2.56%
Total	<u>\$ 10,984,821,343</u>	<u>100.00%</u>

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NOTE 3 DEPOSITS AND INVESTMENTS (CONTINUED)

Credit Risk (Continued)

The quality ratings of investments in fixed income securities as described by nationally recognized statistical rating organizations (*Standard & Poor's*) at June 30, 2022, for the Local Government Investment Pool are as follows:

<u>Securities by Quality Rating</u>	<u>Fair Value</u>	<u>Percentage of Portfolio</u>
AAA:		
Government Agency Securities	\$ 124,965,320	8.89%
AA+:		
Government Agency Securities	194,951,136	13.87%
Discounted Notes and Treasury Bills - Zero Coupon	727,508,792	51.77%
Interfund Investments	(310,703)	-0.02%
Not Rated:		
Cash on Deposit at Custodial Bank	101,000,000	7.19%
Repurchase Agreements	250,000,000	17.79%
Cash in Banks	7,102,469	0.51%
Total	<u>\$ 1,405,217,014</u>	<u>100.00%</u>

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NOTE 3 DEPOSITS AND INVESTMENTS (CONTINUED)

Credit Risk (Continued)

The quality ratings of investments in fixed income securities as described by nationally recognized statistical rating organizations (*Standard & Poor's*) at June 30, 2022, for the Bond Proceeds Investment Pool #2 are as follows:

Securities by Quality Rating	Fair Value	Percentage of Portfolio
AAA:		
Government Agency Securities	\$ 88,801,981	6.38%
Municipal Bonds	710,078	0.05%
AAAm:		
Money Market Mutual Funds	105,331,917	7.56%
AA+:		
Government Agency Securities	899,407,706	64.58%
Corporate Bonds	9,991,721	0.72%
Municipal Bonds	250,000	0.02%
Discounted Notes and Treasury Bills - Zero Coupon	89,014,388	6.39%
Certificate of Deposit	5,100,000	0.37%
AA:		
Corporate Bonds	9,638,689	0.69%
Municipal Bonds	2,767,508	0.20%
AA-:		
Corporate Bonds	15,546,051	1.12%
A+:		
Corporate Bonds	56,658,227	4.07%
A:		
Corporate Bonds	27,613,073	1.98%
A-1+:		
Bankers Acceptance Notes	9,808,629	0.70%
A-1:		
Demand Notes	13,615,000	0.98%
Not Rated:		
Cash in Banks	5,000,000	0.36%
Commercial Paper	53,490,364	3.83%
Total	<u>\$ 1,392,745,332</u>	<u>100.00%</u>

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NOTE 3 DEPOSITS AND INVESTMENTS (CONTINUED)

Credit Risk (Continued)

The quality ratings of investments in fixed income securities as described by nationally recognized statistical rating organizations (*Standard & Poor's*) at June 30, 2022, for the Bond Proceeds Investment Pool #1 are as follows:

Securities by Quality Rating	Fair Value	Percentage of Portfolio
AAA:		
Government Agency Securities	\$ 60,631,505	4.68%
Mutual Funds	970,020	0.07%
AA+:		
Government Agency Securities	687,589,755	53.12%
Corporate Bonds	4,994,201	0.39%
Discounted Notes and Treasury Bills - Zero Coupon	89,014,388	6.88%
AA:		
Corporate Bonds	10,901,518	0.84%
Municipal Bonds	2,707,560	0.21%
AA-:		
Corporate Bonds	11,083,859	0.86%
Municipal Bonds	1,316,699	0.10%
A+:		
Corporate Bonds	15,004,446	1.16%
Bankers Acceptance Notes	13,064,098	1.01%
AAAm:		
Money Market Mutual Funds	293,305,287	22.66%
A-1+:		
Commercial Paper	78,888,779	6.09%
Demand Notes	10,000,000	0.77%
A:		
Corporate Bonds	9,919,528	0.77%
Not Rated:		
Cash in Banks	5,035,401	0.39%
Money Market Mutual Fund	-	0.00%
Total	<u>\$ 1,294,427,044</u>	<u>100.00%</u>

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NOTE 3 DEPOSITS AND INVESTMENTS (CONTINUED)

Concentration of Credit Risk

Concentration of credit risk is the risk of loss that may arise in the event of default by a single issuer. It is the policy of the State to diversify its investment portfolios. Assets shall be diversified to reduce the risk of loss resulting from an over-concentration of assets in a specific maturity, a specific issuer or a specific class of securities. The following diversification limitations shall be imposed on the portfolio:

1. Investment maturities will be staggered to avoid undue concentration of assets in a specific maturity sector and to reflect cash flow requirements.
2. Investment in callable instruments is permitted for the State General Fund, but the amount invested in callable instruments should not exceed twenty-five percent (25%) of the total amount invested of each portfolio. Investment in callable investments may be allowed in the local government investment pool, bond proceeds, bond debt service funds and such pension and permanent fund monies for which the State Treasurer is the investing authority. Investment in callable investments is prohibited for tax and revenue anticipation note proceeds (and any other liquidity vehicle).
3. The maximum level of CD deposits for the entire portfolio shall be \$400 million with not more than \$30 million in any single financial institution. The State Board of Finance urges banks to loan this money out in their respective local communities to spur economic development.
4. Investments in commercial paper, corporate bonds and asset-backed obligations shall not exceed forty percent (40%) of assets of each portfolio. Commercial paper and corporate bonds shall be limited, per issuer, to five percent (5%) of each portfolio.
5. Investments in United States agency securities issued by any single agency shall be limited to thirty-five percent (35%) of the combined portfolios.
6. Investment in repurchase agreements from any single provider shall be limited to thirty-five percent (35%) of the combined portfolios.
7. Investment in commercial paper and corporate bonds guaranteed by the full faith and credit of the United States government, with a final maturity not to exceed the expiration date of any such guarantee, shall not exceed forty percent (40%) of the assets of each portfolio. Commercial paper and corporate bonds guaranteed by the full faith and credit of the United States government shall be limited, per issuer, to twenty percent (20%) of each portfolio.
8. United States Government Agency issued mortgage-backed securities and collateralized mortgage obligations shall be limited to twenty-five percent (25%) of a portfolio.

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NOTE 3 DEPOSITS AND INVESTMENTS (CONTINUED)

Concentration of Credit Risk (Continued)

9. Securities issued by a municipal entity shall be limited to fifteen percent (15%) of a portfolio.
10. Securities issued by the State or a political subdivision of the State, or any agency, institution or instrumentality of the State shall be limited to fifteen percent (15%) of the general fund portfolio.
11. Investment in money market mutual funds shall be limited to open-ended 2a-7 rated funds that invest in U.S. Treasury and agency securities and shall be limited to 10% of a portfolio.

The following lists investments held in the general fund investment pool with a single issuer as a percentage of total:

Securities	Fair Value	Percentage of Portfolio
U.S. Treasury Securities	\$ 2,304,746,723	20.98%
U.S. Government Agency Securities:		
FFCB	342,072,853	3.11%
FHLB	451,694,177	4.11%
FHLMC	219,654,881	2.00%
FNMA	163,274,148	1.49%
FAGM	73,942,138	0.67%
Miscellaneous	7,984,140	0.07%
Supranationals:		
Supranationals	288,724,890	2.63%
Municipal Bonds:		
ALBUQUERQUE BERNALILLO CNTY WTR UTIL AUTH N MEX JT	500,000	0.00%
ALBUQUERQUE BERNALILLO CNTY WTR UTIL AUTH N MEX JT	731,415	0.01%
ALBUQUERQUE N MEX MUN SCH DIST NO 012 GO BDS 2021	310,611	0.00%
ALBUQUERQUE N MEX MUN SCH DIST NO 012 GO REF BDS	1,449,518	0.01%
BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS SYSTEM	16,427,652	0.15%
NEW MEXICO ST SEVERANCE TAX TAX BDS 2017 A	8,160,000	0.07%
RIO RANCHO N MEX PUB SCH DIST NO 94 TAXABLE GO REF	3,886,204	0.04%
RIO RANCHO N MEX PUB SCH DIST NO 94 TAXABLE GO REF	199,948	0.00%
RIO RANCHO N MEX PUB SCH DIST NO 94 TAXABLE GO REF	1,442,087	0.01%
SANTA FE GROUP BOND 01/NOV/2021 01/AUG/2023 FIXED	2,000,000	0.02%
SANTA FE INVESTMENT LLC BOND 01/NOV/2021	3,150,000	0.03%
SANTA FE N MEX PUB SCH DIST TAXABLE GO ED	1,083,225	0.01%
CNM ENT-GENERAL OBLIGATION EDUCATION TECHNOLOGY	4,000,000	0.04%

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NOTE 3 DEPOSITS AND INVESTMENTS (CONTINUED)

Concentration of Credit Risk (Continued)

Securities	Fair Value	Percentage of Portfolio
Corporate Bonds:		
BANK OF NEW YORK MELLON CORP/THE MEDIUM TERM NOTE	\$ 13,107,613	0.12%
MASSMUTUAL GLOBAL FUNDING II MEDIUM TERM NOTE	7,800,000	0.07%
AMAZON.COM INC CALLABLE NOTES FIXED 0.45%	6,798,193	0.06%
AMAZON.COM INC CALLABLE NOTES FIXED 3% 13/APR/2025	32,169,986	0.29%
APPLE INC CALLABLE NOTES FIXED 0.55% 20/AUG/2025	9,153,658	0.08%
APPLE INC CALLABLE NOTES FIXED 0.7% 08/FEB/2026	22,760,903	0.21%
APPLE INC CALLABLE NOTES FIXED 0.75% 11/MAY/2023	6,877,110	0.06%
APPLE INC CALLABLE NOTES FIXED 1.125% 11/MAY/2025	29,574,024	0.27%
APPLE INC CALLABLE NOTES FIXED 1.7% 11/SEP/2022	5,002,756	0.05%
APPLE INC CALLABLE NOTES FIXED 2.1% 12/SEP/2022	19,990,079	0.18%
APPLE INC CALLABLE NOTES FIXED 2.75% 13/JAN/2025	2,962,540	0.03%
APPLE INC CALLABLE NOTES FIXED 3% 09/FEB/2024 USD	6,982,438	0.06%
BANK OF NEW YORK MELLON CORP/THE CALLABLE MEDIUM	9,632,926	0.09%
BANK OF NEW YORK MELLON CORP/THE CALLABLE MEDIUM	11,392,959	0.10%
BANK OF NEW YORK MELLON CORP/THE CALLABLE MEDIUM	24,713,852	0.22%
BANK OF NEW YORK MELLON CORP/THE MEDIUM TERM NOTE	39,678,113	0.36%
MASSMUTUAL GLOBAL FUNDING II MEDIUM TERM NOTE	22,476,085	0.20%
MET TOWER GLOBAL FUNDING MEDIUM TERM NOTE FIXED	1,208,803	0.01%
MET TOWER GLOBAL FUNDING MEDIUM TERM NOTE FIXED	19,836,598	0.18%
METROPOLITAN LIFE GLOBAL FUNDING I MEDIUM TERM	18,811,550	0.17%
METROPOLITAN LIFE GLOBAL FUNDING I MEDIUM TERM	6,675,809	0.06%
METROPOLITAN LIFE GLOBAL FUNDING I MEDIUM TERM	7,554,559	0.07%
METROPOLITAN LIFE GLOBAL FUNDING I MEDIUM TERM	5,037,185	0.05%
NEW YORK LIFE GLOBAL FUNDING MEDIUM TERM NOTE	15,290,340	0.14%
NEW YORK LIFE GLOBAL FUNDING MEDIUM TERM NOTE	19,799,917	0.18%

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NOTE 3 DEPOSITS AND INVESTMENTS (CONTINUED)

Concentration of Credit Risk (Continued)

Securities	Fair Value	Percentage of Portfolio
Corporate Bonds (Continued):		
PEPSICO INC CALLABLE NOTES FIXED 0.4% 07/OCT/2023	\$ 4,850,311	0.04%
PRICOA GLOBAL FUNDING I MEDIUM TERM NOTE FIXED	22,289,064	0.20%
PROCTER & GAMBLE CO/THE CALLABLE NOTES FIXED 0.55%	13,793,414	0.13%
PROCTER & GAMBLE CO/THE CALLABLE NOTES FIXED 1%	3,672,946	0.03%
TOYOTA MOTOR CREDIT CORP CALLABLE MEDIUM TERM NOTE	37,985,438	0.35%
TOYOTA MOTOR CREDIT CORP MEDIUM TERM NOTE FIXED	9,964,915	0.09%
TOYOTA MOTOR CREDIT CORP MEDIUM TERM NOTE FIXED	9,992,290	0.09%
TOYOTA MOTOR CREDIT CORP MEDIUM TERM NOTE FIXED	13,496,678	0.12%
TOYOTA MOTOR CREDIT CORP MEDIUM TERM NOTE FIXED	4,848,340	0.04%
TOYOTA MOTOR CREDIT CORP MEDIUM TERM NOTE FIXED	13,434,866	0.12%
TOYOTA MOTOR CREDIT CORP MEDIUM TERM NOTE FIXED	30,107,626	0.27%
US BANK NA/CINCINNATI OH CALLABLE MEDIUM TERM NOTE	10,608,065	0.10%
WALMART INC CALLABLE NOTES FIXED 1.05% 17/SEP/2026	6,365,305	0.06%
Demand Notes	248,440,000	2.26%
Discounted Notes and Treasury Bills - Zero Coupon	1,189,570,880	10.83%
Commercial Paper	985,818,239	8.97%
Bankers Acceptance Notes	28,029,732	0.26%
Mutual Funds	2,784,792,605	25.35%
Certificates of Deposit	-	0.00%
Fiscal Agent Account	31,338,847	0.29%
Money Market Mutual Funds	506,871,719	4.61%
Repurchase Agreements	281,638,811	2.56%
Investment in LGIP	310,703	0.00%
Cash on Deposit at Custodial Bank	47,738,001	0.43%
Cash in Banks	438,139,940	4.04%
Total	<u>\$ 10,984,821,343</u>	<u>100.00%</u>

**STATE OF NEW MEXICO
OFFICE OF THE STATE TREASURER CASH FLOW PORTFOLIOS
EXTERNAL AND INTERNAL INVESTMENT POOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 3 DEPOSITS AND INVESTMENTS (CONTINUED)

Concentration of Credit Risk (Continued)

The following lists investments held in the Local Government Investment Pool with a single issuer as a percentage of total:

Securities	Fair Value	Percentage of Portfolio
U.S. Treasury Securities	\$ 70,015,855	4.98%
U.S. Government Agency Securities:		
FFCB	85,004,237	6.05%
FHLB	39,931,045	2.84%
FNMA	-	0.00%
FHLMC	-	0.00%
Interfund Investments	(310,703)	-0.02%
Supranationals	94,994,641	6.76%
Repurchase Agreements	250,000,000	17.79%
Cash in Banks	7,102,469	0.51%
Cash on Deposit at Custodial Bank	101,000,000	7.19%
Discounted Notes	757,479,471	53.89%
Total	<u>\$ 1,405,217,014</u>	<u>99.99%</u>

The following lists investments held in the Bond Proceeds Investment Pool #2 with a single issuer as a percentage of total:

Securities	Fair Value	Percentage of Portfolio
U.S. Treasury Securities	\$ 611,604,801	43.91%
U.S. Government Agency Securities:		
FFCB	112,204,481	8.06%
FHLMC	44,190,825	3.17%
FNMA	62,201,254	4.46%
FHLB	69,206,346	4.97%
Miscellaneous	-	0.00%
Supranationals	88,801,981	6.37%
Municipal Bonds	3,727,586	0.27%

**STATE OF NEW MEXICO
OFFICE OF THE STATE TREASURER CASH FLOW PORTFOLIOS
EXTERNAL AND INTERNAL INVESTMENT POOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 3 DEPOSITS AND INVESTMENTS (CONTINUED)

Concentration of Credit Risk (Continued)

Securities	Fair Value	Percentage of Portfolio
Corporate Bonds:		
AMAZON.COM INC CALLABLE NOTES FIXED 0.45%	\$ 2,709,769	0.18%
AMAZON.COM INC CALLABLE NOTES FIXED 3% 13/APR/2025	6,928,920	0.49%
APPLE INC CALLABLE NOTES FIXED 2.1% 12/SEP/2022	4,997,520	0.35%
BANK OF NEW YORK MELLON CORP/THE CALLABLE MEDIUM	2,848,240	0.19%
BANK OF NEW YORK MELLON CORP/THE CALLABLE MEDIUM	9,885,541	0.70%
BANK OF NEW YORK MELLON CORP/THE MEDIUM TERM NOTE	14,879,292	1.06%
MASSMUTUAL GLOBAL FUNDING II NOTES FIXED 2.5%	4,994,201	0.35%
METROPOLITAN LIFE GLOBAL FUNDING I MEDIUM TERM	7,914,960	0.56%
METROPOLITAN LIFE GLOBAL FUNDING I MEDIUM TERM	2,660,987	0.18%
METROPOLITAN LIFE GLOBAL FUNDING I MEDIUM TERM	4,970,105	0.35%
PEPSICO INC CALLABLE NOTES FIXED 0.4% 07/OCT/2023	1,940,125	0.14%
TOYOTA MOTOR CREDIT CORP CALLABLE MEDIUM TERM NOTE	6,997,318	0.49%
TOYOTA MOTOR CREDIT CORP MEDIUM TERM NOTE FIXED	4,982,457	0.36%
TOYOTA MOTOR CREDIT CORP MEDIUM TERM NOTE FIXED	9,992,290	0.72%
TOYOTA MOTOR CREDIT CORP MEDIUM TERM NOTE FIXED	5,379,795	0.39%
TOYOTA MOTOR CREDIT CORP MEDIUM TERM NOTE FIXED	1,939,336	0.14%
TOYOTA MOTOR CREDIT CORP MEDIUM TERM NOTE FIXED	5,355,156	0.38%
TOYOTA MOTOR CREDIT CORP MEDIUM TERM NOTE FIXED	20,071,750	1.44%
Commercial Paper	53,490,364	3.84%
Bankers Acceptance Notes	9,808,629	0.70%
Demand Notes	13,615,000	0.98%
Money Market Mutual Funds	-	0.00%
Mutual Funds	105,331,917	7.56%
Discounted Notes	89,014,388	6.38%
Cash in Banks	5,000,000	0.36%
Certificate of Deposit	5,100,000	0.71%
Total	<u>\$ 1,392,745,332</u>	<u>100.21%</u>

**STATE OF NEW MEXICO
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EXTERNAL AND INTERNAL INVESTMENT POOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 3 DEPOSITS AND INVESTMENTS (CONTINUED)

Concentration of Credit Risk (Continued)

The following lists investments held in the Bond Proceeds Investment Pool #1 with a single issuer as a percentage of total:

Securities	Fair Value	Percentage of Portfolio
U.S. Treasury Securities	\$ 550,549,811	42.53%
U.S. Government Agency Securities:		
FHLMC	43,912,340	3.39%
FNMA	14,734,481	1.14%
FHLB	48,795,174	3.77%
FFCB	24,596,409	1.90%
Miscellaneous	5,001,540	0.39%
Suprenationals	60,631,505	4.68%
Municipal Bonds	4,994,279	0.39%
Demand Notes	10,000,000	0.77%
Commercial Paper	78,888,779	6.09%
Corporate Bonds	51,903,552	4.01%
Money Market Mutual Funds	-	0.00%
Mutual Funds	293,305,287	22.66%
Discounted Notes	89,014,388	6.88%
Bankers Acceptances	13,064,098	1.01%
Repurchase Agreements	-	0.00%
Cash in Banks	5,035,401	0.39%
Total	<u>\$ 1,294,427,044</u>	<u>100.00%</u>

**STATE OF NEW MEXICO
OFFICE OF THE STATE TREASURER CASH FLOW PORTFOLIOS
EXTERNAL AND INTERNAL INVESTMENT POOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 3 DEPOSITS AND INVESTMENTS (CONTINUED)

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of the investments. The State Treasurer recognizes that any portfolio of marketable investment securities is subject to interest rate risk. The State Treasurer, in an attempt to limit the possibility of loss due to interest rate fluctuations, will attempt to match investments with anticipated cash requirements. The State Treasurer or designee shall give particular emphasis to the following factors when selecting a specific security for inclusion in the portfolio:

1. Relative Yield to Maturity – Comparison of return available from alternative investments for comparable maturity dates.
2. Marketability – Analysis of relative marketability of alternate investments in case of forced sale or possibility of future trades.
3. Intermarket Yield Analysis – Analysis of the spread relationship between sectors of the market (e.g., Treasury Bonds or Bills versus Agency Bonds or Discount Notes), to take advantage of aberrations in yield differentials.
4. Yield Curve Analysis: Analysis of the slope of the yield curve to determine the most attractive maturities for earning maximum return with minimal risk.
5. General Economic and Interest Rate Outlook: Review and analysis of current literature on interest rate projections to assist in timing transactions and selecting appropriate maturities.

STATE OF NEW MEXICO
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EXTERNAL AND INTERNAL INVESTMENT POOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 3 DEPOSITS AND INVESTMENTS (CONTINUED)

Interest Rate Risk (Continued)

Maturities on investments in the General Fund Investment Pool are as follows:

Securities by Quality Rating	Fair Value	Maturities	
		Less than 1 Year	1-5 Years
AAA:			
Government Agency Securities	\$ 434,625,387	\$ 356,074,368	\$ 78,551,019
AAAm:			
Money Market Mutual Funds	2,784,792,605	-	2,784,792,605
AA+:			
Government Agency Securities	3,566,315,517	889,514,251	2,676,801,266
Discounted Notes and Treasury			
Bills - Zero Coupon	1,040,723,926	1,040,723,926	-
Miscellaneous - Other	4,000,000	4,000,000	-
Municipal Bonds	1,231,415	500,000	731,415
Corporate Bonds	168,669,850	39,669,945	128,999,905
AA:			
Corporate Bonds	45,333,484	-	45,333,484
Municipal Bonds	1,760,129	-	1,760,129
AA-:			
Corporate Bonds	109,487,994	18,162,624	91,325,370
Municipal Bonds	9,243,225	8,160,000	1,083,225
Demand Notes	400,000	-	400,000
A+:			
Corporate Bonds	124,680,464	57,942,643	66,737,821
A:			
Corporate Bonds	98,525,463	13,107,613	85,417,850
A-1+:			
Commercial Paper	731,130,522	731,130,522	-
Discounted Notes	169,545,063	169,545,063	-
Not Rated:			
Demand Notes	388,318,278	388,318,278	-
Cash in Banks	485,877,941	485,877,941	-
Fiscal Agent Account	31,338,847	31,338,847	-
Money Market Mutual Funds	506,871,719	506,871,719	-
Municipal Bonds	281,638,811	281,638,811	-
Investment in LGIP	310,703	310,703	-
Total	<u>\$ 10,984,821,343</u>	<u>\$ 5,022,887,254</u>	<u>\$ 5,961,934,089</u>

**STATE OF NEW MEXICO
OFFICE OF THE STATE TREASURER CASH FLOW PORTFOLIOS
EXTERNAL AND INTERNAL INVESTMENT POOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 3 DEPOSITS AND INVESTMENTS (CONTINUED)

Interest Rate Risk (Continued)

Maturities on investments in the Local Government Investment Pool are as follows:

<u>Securities by Quality Rating</u>	<u>Fair Value</u>	<u>Maturities</u>	
		<u>Less than 1 Year</u>	<u>1-5 Years</u>
AAA:			
Government Agency Securities	\$ 124,965,320	\$ 104,972,552	\$ 19,992,768
AA+:			
Government Agency Securities	194,951,136	115,012,938	79,938,198
Discounted Notes and Treasury Bills - Zero Coupon	727,508,792	727,508,792	-
Interfund Investments	(310,703)	(310,703)	-
A-1+:			
Treasury Bills	-	-	-
Not Rated:			
Cash on Deposit at Custodial Bank	101,000,000	101,000,000	-
Repurchase Agreements	250,000,000	250,000,000	-
Cash in Banks	7,102,469	7,102,469	-
Total	<u>\$ 1,405,217,014</u>	<u>\$ 1,305,286,048</u>	<u>\$ 99,930,966</u>

**STATE OF NEW MEXICO
OFFICE OF THE STATE TREASURER CASH FLOW PORTFOLIOS
EXTERNAL AND INTERNAL INVESTMENT POOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 3 DEPOSITS AND INVESTMENTS (CONTINUED)

Interest Rate Risk (Continued)

Maturities on investments in the Bond Proceeds Investment Pool #2 are as follows:

<u>Securities by Quality Rating</u>	<u>Fair Value</u>	<u>Maturities</u>	
		<u>Less than 1 Year</u>	<u>1-5 Years</u>
AAA:			
Government Agency Securities	\$ 60,631,505	\$ 22,829,507	\$ 37,801,998
Mutual Funds	970,020	-	970,020
AA+:			
Government Agency Securities	687,589,755	287,048,108	400,541,647
Corporate Bonds	4,994,201	4,994,201	-
Discounted Notes and Treasury Bills - Zero Coupon	89,014,388	89,014,388	-
AA:			
Corporate Bonds	10,901,518	979,023	9,922,495
Municipal Bonds	2,707,560	2,707,560	-
AA-:			
Corporate Bonds	11,083,859	4,970,105	6,113,754
Municipal Bonds	1,316,699	651,287	665,412
A+:			
Corporate Bonds	15,004,446	-	15,004,446
Commercial Paper	13,064,098	13,064,098	-
AAAm:			
Money Market Mutual Funds	293,305,287	293,305,287	-
A-1+:			
Bankers Acceptance Notes	-	-	-
Commercial Paper	78,888,779	78,888,779	-
Treasury Bills	-	-	-
Demand Notes	10,000,000	-	10,000,000
A:			
Corporate Bonds	9,919,528	-	9,919,528
Not Rated:			
Cash	5,035,401	5,035,401	-
Total	<u>\$ 1,294,427,044</u>	<u>\$ 803,487,744</u>	<u>\$ 490,939,300</u>

**STATE OF NEW MEXICO
OFFICE OF THE STATE TREASURER CASH FLOW PORTFOLIOS
EXTERNAL AND INTERNAL INVESTMENT POOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 3 DEPOSITS AND INVESTMENTS (CONTINUED)

Interest Rate Risk (Continued)

Maturities on investments in the Bond Proceeds Investment Pool #1 are as follows:

<u>Securities by Quality Rating</u>	<u>Fair Value</u>	<u>Maturities</u>	
		<u>Less than 1 Year</u>	<u>1-5 Years</u>
AAA:			
Government Agency Securities	\$ 88,801,981	\$ 31,737,802	\$ 57,064,179
Municipal Bonds	710,078	-	710,078
AAAm:			
Money Market Mutual Funds	105,331,917	-	105,331,917
AA+:			
Government Agency Securities	899,407,706	255,928,532	643,479,174
Corporate Bonds	9,991,721	9,991,721	-
Municipal Bonds	250,000	250,000	-
Discounted Notes and Treasury Bills - Zero Coupon	89,014,388	89,014,388	-
Certificate of Deposit	5,100,000	2,500,000	2,600,000
AA:			
Corporate Bonds	9,638,689	-	9,638,689
Municipal Bonds	2,767,508	2,306,440	461,068
AA-:			
Corporate Bonds	15,546,051	4,970,105	10,575,946
A+:			
Corporate Bonds	56,658,227	21,972,065	34,686,162
A:			
Corporate Bonds	27,613,073	27,613,073	-
A-1+:			
Bankers Acceptance Notes	9,808,629	9,808,629	-
Treasury Bills	-	-	-
A-1:			
Demand Notes	13,615,000	-	13,615,000
Not Rated:			
Cash in Banks	5,000,000	5,000,000	-
Commercial Paper	53,490,364	53,490,364	-
Total	<u>\$ 1,392,745,332</u>	<u>\$ 514,583,119</u>	<u>\$ 878,162,213</u>

**STATE OF NEW MEXICO
OFFICE OF THE STATE TREASURER CASH FLOW PORTFOLIOS
EXTERNAL AND INTERNAL INVESTMENT POOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 3 DEPOSITS AND INVESTMENTS (CONTINUED)

Foreign Currency Risk

Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment or a deposit. The State Treasurer's investment policy does not have a specific policy on foreign currency risk. However, the listing of permissible investments includes descriptions on the limitations related to each investment type.

All holdings at June 30, 2022, were denominated in United States Dollars.

Fair Value of Financial Instruments

Investments are recorded at fair value in accordance with GASB Statement No. 72, *Fair Value Measurement and Application*. Accordingly, the change in fair value of investments is recognized as an increase or decrease to investment assets and investment income.

The Office categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

The State Treasurer has the following recurring fair value measurements as of June 30, 2022:

	Fair Value Measurements Using			Fair Value June 30, 2022
	Quoted Prices Level 1	Observable Inputs Level 2	Unobservable Inputs Level 3	
Debt Securities:				
U.S. Government Bonds	\$ -	\$ 5,345,317,656	\$ -	\$ 5,345,317,656
Supranationals	-	533,153,016	-	533,153,016
Repurchase Agreements	-	531,638,811	-	531,638,811
Demand Notes	-	272,055,000	-	272,055,000
Discounted Notes and Treasury Bills - Zero Coupon	-	2,125,079,128	-	2,125,079,128
Commercial Paper	-	1,118,197,383	-	1,118,197,383
Corporate Bonds	-	718,048,568	-	718,048,568
Municipal Bonds	-	52,062,525	-	52,062,525
Mutual Funds	3,183,429,809	-	-	3,183,429,809
Money Market Mutual Funds	506,871,719	-	-	506,871,719
Bankers Acceptances	-	50,902,459	-	50,902,459
Total Investments				
Measured at Fair Value	<u>\$ 3,690,301,528</u>	<u>\$ 10,746,454,546</u>	<u>\$ -</u>	<u>\$ 14,436,756,074</u>

**STATE OF NEW MEXICO
OFFICE OF THE STATE TREASURER CASH FLOW PORTFOLIOS
EXTERNAL AND INTERNAL INVESTMENT POOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 4 EXTERNAL INVESTMENT POOL (LGIP) – AMORTIZED COST

Most provisions of GASB No. 79 were effective for reporting periods beginning after June 15, 2015. Specifically, GASB Statement No. 79 allows the use of amortized cost for all of the investments of a pool if the pool uses a stable net asset value (NAV) per share and meets specific criterion under *all* of the following five components; maturity, quality, diversification, liquidity and shadow pricing (shadow pricing = NAV per share calculated using total investments measured at fair value at the calculation date), which must deviate by no more than 0.5 percent from the share price at amortized cost. Certain provisions relating to portfolio quality, custodial credit risk, and shadow pricing are effective for reporting periods beginning after December 15, 2015. STO elected to implement the amortized cost provision of GASB 79 as of June 30, 2016.

STO implemented the provisions of GASB 79 as to the portfolio quality, custodial credit risk, and shadow pricing as of June 30, 2017. STO reviewed each of the requirements listed in GASB 79 to allow election of amortized cost accounting and determined the criteria is consistent with the requirements of *Standard and Poor's* to ensure compliance with the delayed implementation. STO calculates NAV and submits pool data to S&P on a weekly basis. As for shadow pricing, STO performs a daily calculation that compares the market value of the assets held by the pool to the balances due to the participants. STO has determined that the assets exceed liabilities at June 30, 2022. The difference between the amortized cost and fair value is immaterial for the year ended June 30, 2022.

Below are the limitations or restrictions on LGIP participant withdrawals:

- Amounts less than \$30 million may be withdrawn within 24 hours of notice to the State Treasurer;
- Amounts of \$30 million to \$60 million require notice of 2 business days to the State Treasurer;
- Amounts of \$60 million to \$100 million require notice of 5 business days to the State Treasurer;
- Amounts in excess of \$100 million require notification of 10 business days to the State Treasurer.

Notwithstanding the withdrawal guidelines, the State Treasurer reserves the right to limit participant withdrawals if the State Treasurer determines that doing so is required to ensure the stability of the LGIP.

The State General Fund Investment Pool is part of the Local Government Fund Investment Pool (LGIP), and whenever a combined presentation of the Investment Trust Fund is presented, these investments are eliminated.

**STATE OF NEW MEXICO
OFFICE OF THE STATE TREASURER CASH FLOW PORTFOLIOS
EXTERNAL AND INTERNAL INVESTMENT POOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 5 RISK MANAGEMENT

The State Treasurer is exposed to various risks of loss for which the State Treasurer carries insurance (auto; employee fidelity bond; general liability; civil rights and foreign jurisdiction; money and securities; property, and workers' compensation) with the State of New Mexico Risk Management Division. Public employee fidelity bonding coverage is self-insured by the State of New Mexico. The current policy year is July 1, 2021, to June 30, 2022. The limit of coverage is \$5,000,000, with \$1,000 deductible per occurrence. All State Treasurer employees are covered by this bond.

The State Treasurer had no significant reductions in insurance coverage from coverage in the prior year. The Office's risk management policy may require it to share in legal settlements after July 1, 2019, on a case-by-case basis. There were no legal settlements outstanding at June 30, 2022, through October 27, 2022, in connection with the risk policy.

**STATE OF NEW MEXICO
OFFICE OF THE STATE TREASURER CASH FLOW PORTFOLIOS
EXTERNAL AND INTERNAL INVESTMENT POOLS
SCHEDULE OF INVESTMENTS
JUNE 30, 2022**

Security Description	Interest Rate	Maturity Date	Book Value	Market Value	Unrealized Gain (Loss)
GENERAL FUND INVESTMENT POOL:					
Fiscal Agent Bank Account	0.000%	N/A	\$ 31,338,847	\$ 31,338,847	\$ -
Cash in Banks	Various	N/A	438,139,940	438,139,940	-
Repurchase Agreements	Various	Various	281,638,811	281,638,811	-
Cash on Deposit at Custodial Bank	Various	N/A	47,738,001	47,738,001	-
Money Market Mutual Funds	Various	Various	506,871,719	506,871,719	-
Investment in LGIP	Various	Various	310,703	310,703	-
Supranationals:					
INTER-AMERICAN DEVELOPMENT BANK BOND VARIABLE	1.440%	09/16/2022	55,022,107	55,231,209	209,102
INTERNATIONAL BANK FOR RECONSTRUCTION & INTERNATIONAL BANK FOR RECONSTRUCTION &	0.000%	07/01/2022	49,998,100	50,000,000	1,900
INTERNATIONAL BANK FOR RECONSTRUCTION & INTER-AMERICAN DEVELOPMENT BANK BOND FIXED 0.5%	0.000%	08/17/2022	49,925,273	49,910,140	(15,133)
INTER-AMERICAN DEVELOPMENT BANK BOND FIXED 0.5%	0.500%	05/24/2023	15,998,409	15,667,274	(331,135)
INTER-AMERICAN DEVELOPMENT BANK BOND FIXED 0.5%	0.500%	09/23/2024	24,986,231	23,623,208	(1,363,024)
INTER-AMERICAN DEVELOPMENT BANK BOND FIXED 0.875%	0.875%	04/20/2026	19,929,923	18,353,182	(1,576,741)
INTERNATIONAL BANK FOR RECONSTRUCTION & INTERNATIONAL BANK FOR RECONSTRUCTION &	0.500%	10/28/2025	19,984,905	18,345,168	(1,639,737)
INTERNATIONAL BANK FOR RECONSTRUCTION & INTERNATIONAL FINANCE CORP BOND FIXED 2%	0.875%	07/15/2026	19,930,345	18,229,462	(1,700,883)
	2.000%	10/24/2022	39,621,392	39,365,248	(256,145)
Total Supranationals			<u>295,396,686</u>	<u>288,724,890</u>	<u>(6,671,796)</u>
Municipal Bonds:					
ALBUQUERQUE BERNALILLO CNTY WTR UTIL AUTH N MEX JT	0.473%	07/01/2022	500,000	500,000	-
ALBUQUERQUE BERNALILLO CNTY WTR UTIL AUTH N MEX JT	0.553%	07/01/2023	750,000	731,415	(18,585)
ALBUQUERQUE N MEX MUN SCH DIST NO 012 GO BDS 2021	5.000%	08/01/2023	315,297	310,611	(4,686)
ALBUQUERQUE N MEX MUN SCH DIST NO 012 GO REF BDS	5.000%	08/01/2023	1,471,384	1,449,518	(21,866)
BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS SYSTEM	2.110%	09/14/2022	16,429,507	16,427,652	(1,855)
NEW MEXICO ST SEVERANCE TAX TAX BDS 2017 A	5.000%	07/01/2022	8,160,000	8,160,000	-
RIO RANCHO N MEX PUB SCH DIST NO 94 TAXABLE GO REF	0.500%	08/01/2024	4,125,000	3,886,204	(238,796)
RIO RANCHO N MEX PUB SCH DIST NO 94 TAXABLE GO REF	1.650%	08/01/2022	200,239	199,948	(291)
RIO RANCHO N MEX PUB SCH DIST NO 94 TAXABLE GO REF	1.650%	08/01/2023	1,486,395	1,442,087	(44,308)
SANTA FE GROUP BOND 01/NOV/2021 01/AUG/2023 FIXED	0.708%	08/01/2023	2,000,000	2,000,000	-
SANTA FE INVESTMENT LLC BOND 01/NOV/2021	0.708%	08/01/2022	3,150,000	3,150,000	-
SANTA FE N MEX PUB SCH DIST TAXABLE GO ED	1.850%	8/1/2023	1,100,000	1,083,225	(16,775)
CNM ENT-GENERAL OBLIGATION EDUCATION TECHNOLOGY	0.000%	01/07/2023	4,000,000	4,000,000	-
Total Municipal Bonds			<u>43,687,823</u>	<u>43,340,660</u>	<u>(347,162)</u>
Corporate Bonds:					
BANK OF NEW YORK MELLON CORP/THE MEDIUM TERM NOTE	1.950%	08/23/2022	13,123,038	13,107,613	(15,426)
MASSMUTUAL GLOBAL FUNDING II MEDIUM TERM NOTE	2.250%	07/01/2022	7,800,000	7,800,000	-
AMAZON.COM INC CALLABLE NOTES FIXED 0.45%	0.450%	05/12/2024	7,143,495	6,798,193	(345,302)
AMAZON.COM INC CALLABLE NOTES FIXED 3% 13/APR/2025	3.000%	04/13/2025	32,451,888	32,169,986	(281,902)
APPLE INC CALLABLE NOTES FIXED 0.55% 20/AUG/2025	0.550%	08/20/2025	9,985,106	9,153,658	(831,448)
APPLE INC CALLABLE NOTES FIXED 0.7% 08/FEB/2026	0.700%	02/08/2026	24,959,234	22,760,903	(2,198,332)
APPLE INC CALLABLE NOTES FIXED 0.75% 11/MAY/2023	0.750%	05/11/2023	6,994,484	6,877,110	(117,374)
APPLE INC CALLABLE NOTES FIXED 1.125% 11/MAY/2025	1.125%	05/11/2025	31,785,578	29,574,024	(2,211,554)
APPLE INC CALLABLE NOTES FIXED 1.7% 11/SEP/2022	1.700%	09/11/2022	4,999,943	5,002,756	2,813

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Security Description	Interest Rate	Maturity Date	Book Value	Market Value	Unrealized Gain (Loss)
Corporate Bonds (Continued):					
APPLE INC CALLABLE NOTES FIXED 2.1% 12/SEP/2022	2.100%	09/12/2022	\$ 20,002,332	\$ 19,990,079	\$ (12,253)
APPLE INC CALLABLE NOTES FIXED 2.75% 13/JAN/2025	2.750%	01/13/2025	3,072,425	2,962,540	(109,885)
APPLE INC CALLABLE NOTES FIXED 3% 09/FEB/2024 USD	3.000%	02/09/2024	7,110,800	6,982,438	(128,363)
BANK OF NEW YORK MELLON CORP/THE CALLABLE MEDIUM	0.350%	04/25/2025	9,994,868	9,632,926	(361,942)
BANK OF NEW YORK MELLON CORP/THE CALLABLE MEDIUM	0.500%	04/26/2024	11,992,187	11,392,959	(599,228)
BANK OF NEW YORK MELLON CORP/THE CALLABLE MEDIUM	3.350%	04/25/2025	24,996,701	24,713,852	(282,849)
BANK OF NEW YORK MELLON CORP/THE MEDIUM TERM NOTE	0.000%	06/13/2025	40,000,000	39,678,113	(321,887)
MASSMUTUAL GLOBAL FUNDING II MEDIUM TERM NOTE	1.200%	07/16/2026	24,959,754	22,476,085	(2,483,670)
MET TOWER GLOBAL FUNDING MEDIUM TERM NOTE FIXED	0.700%	04/05/2024	1,277,354	1,208,803	(68,551)
MET TOWER GLOBAL FUNDING MEDIUM TERM NOTE FIXED	3.700%	06/13/2025	19,980,704	19,836,598	(144,106)
METROPOLITAN LIFE GLOBAL FUNDING I MEDIUM TERM	0.550%	06/07/2024	19,989,651	18,811,550	(1,178,101)
METROPOLITAN LIFE GLOBAL FUNDING I MEDIUM TERM	0.700%	09/27/2024	7,149,357	6,675,809	(473,549)
METROPOLITAN LIFE GLOBAL FUNDING I MEDIUM TERM	1.950%	01/13/2023	7,659,420	7,554,559	(104,861)
METROPOLITAN LIFE GLOBAL FUNDING I MEDIUM TERM	4.400%	06/30/2027	4,996,202	5,037,185	40,983
NEW YORK LIFE GLOBAL FUNDING MEDIUM TERM NOTE	1.150%	06/09/2026	16,991,326	15,290,340	(1,700,985)
NEW YORK LIFE GLOBAL FUNDING MEDIUM TERM NOTE	3.150%	06/06/2024	19,984,337	19,799,917	(184,420)
PEPSICO INC CALLABLE NOTES FIXED 0.4% 07/OCT/2023	0.400%	10/07/2023	4,998,791	4,850,311	(148,480)
PRICOA GLOBAL FUNDING I MEDIUM TERM NOTE FIXED	1.200%	09/01/2026	24,952,470	22,289,064	(2,663,406)
PROCTER & GAMBLE CO/THE CALLABLE NOTES FIXED 0.55%	0.550%	10/29/2025	14,983,748	13,793,414	(1,190,334)
PROCTER & GAMBLE CO/THE CALLABLE NOTES FIXED 1%	1.000%	04/23/2026	3,998,804	3,672,946	(325,858)
TOYOTA MOTOR CREDIT CORP CALLABLE MEDIUM TERM NOTE	2.150%	09/08/2022	38,001,994	37,985,438	(16,556)
TOYOTA MOTOR CREDIT CORP MEDIUM TERM NOTE FIXED	0.350%	10/14/2022	9,998,716	9,964,915	(33,801)
TOYOTA MOTOR CREDIT CORP MEDIUM TERM NOTE FIXED	0.450%	07/22/2022	9,999,819	9,992,290	(7,529)
TOYOTA MOTOR CREDIT CORP MEDIUM TERM NOTE FIXED	0.500%	06/18/2024	14,288,826	13,496,678	(792,147)
TOYOTA MOTOR CREDIT CORP MEDIUM TERM NOTE FIXED	0.500%	08/14/2023	4,998,554	4,848,340	(150,214)
TOYOTA MOTOR CREDIT CORP MEDIUM TERM NOTE FIXED	0.625%	09/13/2024	14,295,056	13,434,866	(860,190)
TOYOTA MOTOR CREDIT CORP MEDIUM TERM NOTE FIXED	3.950%	06/30/2025	29,971,524	30,107,626	136,101
US BANK NA/CINCINNATI OH CALLABLE MEDIUM TERM NOTE	1.950%	01/09/2023	10,666,698	10,608,065	(58,633)
WALMART INC CALLABLE NOTES FIXED 1.05% 17/SEP/2026	1.050%	09/17/2026	6,988,808	6,365,305	(623,502)
Total Corporate Bonds			567,543,994	546,697,255	(20,846,738)
Demand Notes:					
COLORADO HSG & FIN AUTH ADJ RATE BDS 2018 A-2	1.550%	04/01/2040	26,255,000	26,255,000	-
COLORADO HSG & FIN AUTH ADJ TAXABLE RT SING FAMILY	1.580%	05/01/2048	39,190,000	39,190,000	-
COLORADO HSG & FIN AUTH ADJUSTABLE RATE BDS 2007	1.550%	10/01/2038	9,770,000	9,770,000	-
COLORADO HSG & FIN AUTH FED TAXABLE MULTI FAM PROJ	1.550%	10/01/2051	9,095,000	9,095,000	-
COLORADO HSG & FIN AUTH MULTI FAMILY PROJ CL 1	1.550%	04/01/2050	29,520,000	29,520,000	-
COLORADO HSG & FIN AUTH TAXABLE SINGLE FAMILY MTG	1.550%	11/01/2050	25,925,000	25,925,000	-
COLORADO HSG & FIN AUTH VAR TAXABLE SINGLE FAMILY	1.580%	05/01/2048	12,450,000	12,450,000	-
IDAHO HSG & FIN ASSN SINGLE FAMILY MTG REV REV BDS	1.550%	07/01/2041	11,585,000	11,585,000	-
NEW MEXICO ST HOSP EQUIP LN COUNCIL HOSP REV	1.550%	08/01/2042	68,180,000	68,180,000	-
WISCONSIN HSG & ECONOMIC DEV AUTH HOME OWNERSHIP	1.000%	09/01/2035	7,765,000	7,765,000	-
WISCONSIN HSG & ECONOMIC DEV AUTH HOME OWNERSHIP	1.550%	09/01/2037	5,122,995	5,135,000	12,005
COLORADO HSG & FIN AUTH MULTI FAMILY PROJ CL 1	1.550%	04/01/2050	1,185,000	1,185,000	-
IDAHO HSG & FIN ASSN SINGLE FAMILY MTG REV REV BDS	1.550%	07/01/2041	400,000	400,000	-
NEW MEXICO ST HOSP EQUIP LN COUNCIL HOSP REV	1.500%	08/01/2042	800,000	800,000	-
WISCONSIN HSG & ECONOMIC DEV AUTH HOME OWNERSHIP	1.550%	09/01/2037	1,185,000	1,185,000	-
Total Demand Notes			248,427,995	248,440,000	12,005

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Security Description	Interest Rate	Maturity Date	Book Value	Market Value	Unrealized Gain (Loss)
Discounted Notes:					
IFC DISCOUNT NOTES BOND ZERO CPN 07/JUL/2022 USD	0.000%	07/07/2022	\$ 89,985,706	\$ 89,983,449	\$ (2,257)
IFC DISCOUNT NOTES BOND ZERO CPN 26/AUG/2022 USD	0.000%	08/26/2022	5,981,000	5,985,754	4,754
INTER-AMERICAN DEVELOPMENT BANK BOND ZERO CPN	0.000%	08/11/2022	49,930,897	49,931,295	398
FEDERAL HOME LOAN BANKS DISCOUNT NOTES ZERO CPN	0.000%	07/12/2022	49,986,689	49,978,764	(7,925)
FEDERAL HOME LOAN BANKS DISCOUNT NOTES ZERO CPN	0.000%	08/24/2022	99,822,279	99,742,664	(79,615)
FEDERAL HOME LOAN BANKS DISCOUNT NOTES ZERO CPN	0.000%	10/31/2022	24,812,938	24,817,956	5,019
FED HOME LOAN BK 0% 30/SEP/2010 NTS	0.000%	09/30/2022	74,636,000	74,642,545	6,545
UNITED STATES OF AMERICA BILL ZERO CPN 01/NOV/2022	0.000%	11/01/2022	99,288,105	99,283,025	(5,080)
UNITED STATES OF AMERICA BILL ZERO CPN 21/JUL/2022	0.000%	07/21/2022	49,975,717	49,971,806	(3,912)
UNITED STATES OF AMERICA BILL ZERO CPN 29/DEC/2022	0.000%	12/29/2022	49,378,303	49,391,639	13,336
TENNESSEE VALLEY AUTHORITY DISCOUNT NOTES ZERO CPN	0.000%	03/15/2023	2,951,154	2,946,457	(4,697)
FEDERAL HOME LOAN BANKS DISCOUNT NOTES ZERO CPN	0.000%	06/16/2023	48,541,507	48,630,338	88,831
UNITED STATES OF AMERICA BILL ZERO CPN 07/JUL/2022	0.000%	07/07/2022	99,995,868	99,987,500	(8,368)
UNITED STATES OF AMERICA BILL ZERO CPN 15/JUN/2023	0.000%	06/15/2023	48,539,966	48,699,733	159,766
UNITED STATES OF AMERICA BILL ZERO CPN 23/MAR/2023	0.000%	03/23/2023	98,831,587	98,279,340	(552,247)
UNITED STATES OF AMERICA BILL ZERO CPN 26/JAN/2023	0.000%	01/26/2023	99,606,097	98,586,347	(1,019,750)
UNITED STATES OF AMERICA BILL ZERO CPN 26/JUL/2022	0.000%	07/26/2022	99,951,459	99,928,993	(22,466)
UNITED STATES OF AMERICA BILL ZERO CPN 29/DEC/2022	0.000%	12/29/2022	99,803,911	98,783,278	(1,020,633)
Total Discounted Notes			1,192,019,181	1,189,570,880	(2,448,301)
Commercial Paper:					
APPLE INC CORPORATE COMMERCIAL PAPER DISCOUNT DTD	0.000%	07/29/2022	149,812,708	149,807,996	(4,713)
COCA-COLA COMPANY CORPORATE COMMERCIAL PAPER	0.000%	08/03/2022	49,945,694	49,924,445	(21,250)
JOHN DEERE CAPITAL C CORPORATE COMMERCIAL PAPER	0.000%	08/10/2022	24,453,123	24,454,742	1,618
JOHN DEERE CAPITAL C CORPORATE COMMERCIAL PAPER	0.000%	08/16/2022	27,187,012	27,191,121	4,109
MASS MUTL LFE INS CORPORATE COMMERCIAL PAPER	0.000%	07/27/2022	24,970,750	24,968,613	(2,138)
METLIFE SHORT TERM FDG CORPORATE COMMERCIAL PAPER	0.000%	05/19/2023	48,822,227	48,438,834	(383,394)
METLIFE SHORT TERM FDG CORPORATE COMMERCIAL PAPER	0.000%	07/11/2022	10,496,745	10,494,982	(1,763)
METLIFE SHORT TERM FDG CORPORATE COMMERCIAL PAPER	0.000%	08/22/2022	49,905,226	49,868,236	(36,990)
PACIFIC LIFE CORPORATE COMMERCIAL PAPER DISCOUNT	0.000%	05/19/2023	9,758,423	9,681,486	(76,937)
PRICOA SHT TRM FNDG LL CORPORATE COMMERCIAL PAPER	0.000%	05/01/2023	73,287,739	72,789,386	(498,353)
PRICOA SHT TRM FNDG LL CORPORATE COMMERCIAL PAPER	0.000%	06/02/2023	19,377,230	19,331,617	(45,613)
TOYOTA MOTOR CREDIT CORPORATE COMMERCIAL PAPER	0.000%	07/28/2022	74,923,000	74,903,867	(19,134)
TOYOTA MOTOR CREDIT CORPORATE COMMERCIAL PAPER	0.000%	08/09/2022	49,923,086	49,905,056	(18,031)
TOYOTA MOTOR CREDIT CORPORATE COMMERCIAL PAPER	0.000%	09/23/2022	49,794,164	49,745,236	(48,928)
WAL-MART INC CORPORATE COMMERCIAL PAPER DISCOUNT	0.000%	07/06/2022	14,297,545	14,296,320	(1,225)
WAL-MART INC CORPORATE COMMERCIAL PAPER DISCOUNT	0.000%	08/09/2022	83,340,886	83,347,845	6,959
PRICOA SHT TRM FNDG LL CORPORATE COMMERCIAL PAPER	0.000%	09/30/2022	73,954,738	73,551,050	(403,688)
ALASKA HSNG FNCECRP MUNI COMMERCIAL PAPER -	0.000%	07/07/2022	91,098,928	91,098,758	(170)
BOARD OF RGTS UNVSY TX MUNI COMMERCIAL PAPER -	0.000%	10/03/2022	24,864,123	24,854,111	(10,012)
BOARD OF RGTS UNVSY TX MUNI COMMERCIAL PAPER -	0.000%	10/04/2022	18,895,637	18,888,027	(7,610)
BOARD OF RGTS UNVSY TX MUNI COMMERCIAL PAPER -	0.000%	7/21/2022	18,282,994	18,276,515	(6,479)
Total Commercial Paper			987,491,979	985,818,239	(1,673,740)
Bankers Acceptance Notes:					
US BANK N.A. BANKERS ACCEPTANCE DISCOUNT DTD	0.000%	07/08/2022	11,897,343	11,897,343	-
US BANK N.A. BANKERS ACCEPTANCE DISCOUNT DTD	0.000%	09/13/2022	16,132,389	16,132,389	-
Total Bankers Acceptance Notes			28,029,732	28,029,732	-
Mutual Funds:					
FEDERATED GOVERNMENT OBLIGATIONS FUND OPEN-END	0.000%	12/31/2049	921,318,208	921,318,208	-
HSBC US GOVERNMENT MONEY MARKET FUND OPEN-END FUND	0.000%	12/31/2049	933,725,834	933,725,834	-
STATE STREET INSTITUTIONAL US GOVERNMENT MONEY	0.000%	12/31/2049	929,748,563	929,748,563	-
Total Mutual Funds			2,784,792,605	2,784,792,605	-

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U.S. Government Securities:					
Treasury Securities:					
UNITED STATES OF AMERICA NOTES FIXED 1.625%	1.625%	08/31/2022	\$ 50,044,837	\$ 50,003,925	\$ (40,912)
UNITED STATES OF AMERICA NOTES FIXED 0.125%	0.125%	01/31/2023	74,890,600	73,942,383	(948,217)
UNITED STATES OF AMERICA NOTES FIXED 0.125%	0.125%	05/15/2023	49,175,149	48,816,406	(358,743)
UNITED STATES OF AMERICA NOTES FIXED 0.125%	0.125%	06/30/2023	24,981,384	24,317,383	(664,001)
UNITED STATES OF AMERICA NOTES FIXED 0.125%	0.125%	07/31/2023	24,974,713	24,250,000	(724,713)
UNITED STATES OF AMERICA NOTES FIXED 0.125%	0.125%	09/15/2023	14,981,171	14,496,680	(484,491)
UNITED STATES OF AMERICA NOTES FIXED 0.125%	0.125%	09/30/2022	19,997,650	19,916,755	(80,895)
UNITED STATES OF AMERICA NOTES FIXED 0.25%	0.250%	03/15/2024	95,238,177	91,661,250	(3,576,926)
UNITED STATES OF AMERICA NOTES FIXED 0.25%	0.250%	06/30/2025	13,875,160	12,797,773	(1,077,386)
UNITED STATES OF AMERICA NOTES FIXED 0.25%	0.250%	07/31/2025	52,849,822	48,849,328	(4,003,494)
UNITED STATES OF AMERICA NOTES FIXED 0.25%	0.250%	09/30/2023	24,981,321	24,175,781	(805,540)
UNITED STATES OF AMERICA NOTES FIXED 0.25%	0.250%	10/31/2025	21,635,841	20,047,500	(1,588,341)
UNITED STATES OF AMERICA NOTES FIXED 0.375%	0.375%	01/31/2026	11,979,114	10,911,563	(1,067,551)
UNITED STATES OF AMERICA NOTES FIXED 0.375%	0.375%	04/30/2025	44,997,965	41,763,867	(3,234,097)
UNITED STATES OF AMERICA NOTES FIXED 0.375%	0.375%	07/15/2024	24,974,147	23,712,891	(1,261,256)
UNITED STATES OF AMERICA NOTES FIXED 0.375%	0.375%	08/15/2024	48,932,510	46,352,851	(2,579,659)
UNITED STATES OF AMERICA NOTES FIXED 0.375%	0.375%	10/31/2023	24,953,646	24,160,156	(793,490)
UNITED STATES OF AMERICA NOTES FIXED 0.5%	0.500%	11/30/2023	24,902,986	24,150,391	(752,595)
UNITED STATES OF AMERICA NOTES FIXED 0.625%	0.625%	07/31/2026	58,953,976	53,755,016	(5,198,961)
UNITED STATES OF AMERICA NOTES FIXED 0.75%	0.750%	03/31/2026	82,329,680	79,448,222	(2,881,458)
UNITED STATES OF AMERICA NOTES FIXED 0.75%	0.750%	04/30/2026	34,414,504	31,626,797	(2,787,707)
UNITED STATES OF AMERICA NOTES FIXED 0.75%	0.750%	08/31/2026	50,308,274	47,241,164	(3,067,110)
UNITED STATES OF AMERICA NOTES FIXED 0.75%	0.750%	11/15/2024	73,639,541	71,115,234	(2,524,307)
UNITED STATES OF AMERICA NOTES FIXED 0.875%	0.875%	01/31/2024	49,874,523	48,382,813	(1,491,711)
UNITED STATES OF AMERICA NOTES FIXED 0.875%	0.875%	06/30/2026	14,970,667	13,770,117	(1,200,549)
UNITED STATES OF AMERICA NOTES FIXED 0.875%	0.875%	09/30/2026	69,151,652	63,929,688	(5,221,965)
UNITED STATES OF AMERICA NOTES FIXED 1%	1.000%	12/15/2024	30,000,000	28,569,141	(1,430,859)
UNITED STATES OF AMERICA NOTES FIXED 1.125%	1.125%	01/15/2025	34,931,366	33,378,516	(1,552,850)
UNITED STATES OF AMERICA NOTES FIXED 1.25%	1.250%	07/31/2023	16,768,461	16,496,812	(271,649)
UNITED STATES OF AMERICA NOTES FIXED 1.25%	1.250%	11/30/2026	75,055,559	69,448,242	(5,607,317)
UNITED STATES OF AMERICA NOTES FIXED 1.25%	1.250%	12/31/2026	39,977,336	36,971,875	(3,005,460)
UNITED STATES OF AMERICA NOTES FIXED 1.375%	1.375%	09/30/2023	19,935,862	19,611,719	(324,143)
UNITED STATES OF AMERICA NOTES FIXED 1.5%	1.500%	03/31/2023	65,522,540	64,383,008	(1,139,533)
UNITED STATES OF AMERICA NOTES FIXED 1.5%	1.500%	09/30/2024	43,894,611	42,563,125	(1,331,486)
UNITED STATES OF AMERICA NOTES FIXED 1.5%	1.500%	10/31/2024	36,293,888	34,394,328	(1,899,560)
UNITED STATES OF AMERICA NOTES FIXED 1.625%	1.625%	10/31/2023	20,011,988	19,653,906	(358,082)
UNITED STATES OF AMERICA NOTES FIXED 1.75%	1.750%	09/30/2022	26,785,388	26,795,758	10,370
UNITED STATES OF AMERICA NOTES FIXED 1.875%	1.875%	02/28/2027	34,959,723	33,222,656	(1,737,067)
UNITED STATES OF AMERICA NOTES FIXED 1.875%	1.875%	08/31/2022	69,936,029	70,034,276	98,248
UNITED STATES OF AMERICA NOTES FIXED 1.875%	1.875%	10/31/2022	9,995,728	9,991,516	(4,212)
UNITED STATES OF AMERICA NOTES FIXED 2%	2.000%	04/30/2024	17,553,061	17,194,434	(358,627)
UNITED STATES OF AMERICA NOTES FIXED 2%	2.000%	07/31/2022	20,002,006	20,014,033	12,027
UNITED STATES OF AMERICA NOTES FIXED 2%	2.000%	11/30/2022	29,046,586	28,954,688	(91,899)
UNITED STATES OF AMERICA NOTES FIXED 2.125%	2.125%	02/29/2024	30,909,508	30,578,594	(330,914)
UNITED STATES OF AMERICA NOTES FIXED 2.125%	2.125%	05/15/2025	73,767,405	73,163,086	(604,319)
UNITED STATES OF AMERICA NOTES FIXED 2.125%	2.125%	07/31/2024	17,102,750	16,702,500	(400,250)
UNITED STATES OF AMERICA NOTES FIXED 2.125%	2.125%	11/30/2023	24,820,652	24,712,891	(107,762)
UNITED STATES OF AMERICA NOTES FIXED 2.25%	2.250%	01/31/2024	27,919,265	27,681,719	(237,547)
UNITED STATES OF AMERICA NOTES FIXED 2.375%	2.375%	01/31/2023	24,936,429	24,968,750	32,321
UNITED STATES OF AMERICA NOTES FIXED 2.375%	2.375%	08/15/2024	64,811,503	64,139,258	(672,245)
UNITED STATES OF AMERICA NOTES FIXED 2.5%	2.500%	03/31/2023	50,293,855	49,886,719	(407,136)
UNITED STATES OF AMERICA NOTES FIXED 2.5%	2.500%	03/31/2027	72,282,897	71,418,609	(864,288)
UNITED STATES OF AMERICA NOTES FIXED 2.5%	2.500%	05/15/2024	14,110,840	13,874,219	(236,621)
UNITED STATES OF AMERICA NOTES FIXED 2.5%	2.500%	05/31/2024	49,784,235	49,548,828	(235,407)
UNITED STATES OF AMERICA NOTES FIXED 2.75%	2.750%	04/30/2027	58,923,374	59,189,063	265,689
UNITED STATES OF AMERICA NOTES FIXED 2.75%	2.750%	05/15/2025	49,079,953	49,617,188	537,235
UNITED STATES OF AMERICA NOTES FIXED 2.75%	2.750%	07/31/2023	19,986,207	19,952,344	(33,863)
UNITED STATES OF AMERICA NOTES FIXED 2.75%	2.750%	08/31/2023	24,995,727	24,936,524	(59,204)
UNITED STATES OF AMERICA NOTES FIXED 2.75%	2.750%	08/31/2025	100,035,225	99,105,469	(929,756)
Total Treasury Securities			2,376,438,966	2,304,746,723	(71,692,243)

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Security Description	Interest Rate	Maturity Date	Book Value	Market Value	Unrealized Gain (Loss)
Federal Farm Credit Banks (FFCB):					
FEDERAL FARM CREDIT BANKS FUNDING CORP BOND	0.000%	01/26/2024	\$ 50,000,000	\$ 50,010,469	\$ 10,469
FEDERAL FARM CREDIT BANKS FUNDING CORP BOND	0.000%	12/12/2022	10,000,000	10,016,827	16,827
FEDERAL FARM CREDIT BANKS FUNDING CORP BOND FIXED	0.125%	05/10/2023	14,991,748	14,654,282	(337,466)
FEDERAL FARM CREDIT BANKS FUNDING CORP BOND FIXED	0.125%	06/14/2023	18,467,204	18,476,169	8,965
FEDERAL FARM CREDIT BANKS FUNDING CORP BOND FIXED	0.125%	11/23/2022	19,992,461	19,819,249	(173,211)
FEDERAL FARM CREDIT BANKS FUNDING CORP BOND FIXED	0.160%	02/10/2023	92,878,397	91,700,284	(1,178,113)
FEDERAL FARM CREDIT BANKS FUNDING CORP BOND FIXED	0.500%	07/02/2025	17,846,657	16,532,987	(1,313,671)
FEDERAL FARM CREDIT BANKS FUNDING CORP BOND FIXED	0.500%	12/01/2023	9,989,674	9,665,271	(324,403)
FEDERAL FARM CREDIT BANKS FUNDING CORP BOND FIXED	1.210%	03/03/2025	14,676,183	13,798,766	(877,417)
FEDERAL FARM CREDIT BANKS FUNDING CORP BOND FIXED	1.230%	03/04/2024	23,641,030	22,792,710	(848,320)
FEDERAL FARM CREDIT BANKS FUNDING CORP BOND FIXED	1.650%	01/23/2025	7,680,810	7,243,609	(437,201)
FEDERAL FARM CREDIT BANKS FUNDING CORP BOND FIXED	1.770%	06/26/2023	20,103,905	19,889,142	(214,763)
FEDERAL FARM CREDIT BANKS FUNDING CORP BOND FIXED	1.900%	07/01/2024	11,589,288	11,363,512	(225,776)
FEDERAL FARM CREDIT BANKS FUNDING CORP BOND FIXED	2.125%	09/06/2022	20,007,415	20,009,379	1,964
FEDERAL FARM CREDIT BANKS FUNDING CORP BOND FIXED	2.875%	12/21/2023	16,155,365	16,100,199	(55,167)
Total Federal Farm Credit Banks			348,020,136	342,072,853	(5,947,283)
Federal Home Loan Banks (FHLB)					
FEDERAL HOME LOAN BANKS BOND FIXED 0.125%	0.125%	06/02/2023	20,991,073	20,463,331	(527,742)
FEDERAL HOME LOAN BANKS BOND FIXED 0.375%	0.375%	09/04/2025	13,773,492	12,673,066	(1,100,426)
FEDERAL HOME LOAN BANKS BOND FIXED 1.875%	1.875%	03/08/2024	14,263,608	13,727,113	(536,496)
FEDERAL HOME LOAN BANKS BOND FIXED 2.75%	2.750%	03/10/2023	25,013,491	25,008,721	(4,770)
FEDERAL HOME LOAN BANKS BOND FIXED 2.875%	2.875%	06/14/2024	20,385,296	19,928,176	(457,120)
FEDERAL HOME LOAN BANKS BOND FIXED 3.375%	3.375%	12/08/2023	45,839,950	45,738,732	(101,218)
FEDERAL HOME LOAN BANKS CALLABLE BOND FIXED 0.625%	0.625%	11/27/2024	22,558,678	22,309,250	(249,428)
FEDERAL HOME LOAN BANKS CALLABLE BOND FIXED 0.75%	0.750%	02/24/2026	45,716,448	45,612,411	(104,037)
FEDERAL HOME LOAN BANKS CALLABLE BOND FIXED 0.75%	0.750%	11/22/2023	61,565,625	59,606,892	(1,958,733)
FEDERAL HOME LOAN BANKS CALLABLE BOND FIXED 0.8%	0.800%	11/27/2023	25,000,000	24,248,416	(751,584)
FEDERAL HOME LOAN BANKS CALLABLE BOND FIXED 0.9%	0.900%	02/26/2027	26,782,538	26,919,666	137,128
FEDERAL HOME LOAN BANKS CALLABLE BOND FIXED 1.05%	1.050%	08/13/2026	46,343,646	45,707,437	(636,209)
FEDERAL HOME LOAN BANKS CALLABLE BOND FIXED 1.1%	1.100%	08/20/2026	46,054,008	45,775,108	(278,900)
FEDERAL HOME LOAN BANKS CALLABLE BOND FIXED 2.1%	2.100%	02/25/2027	35,000,000	33,510,286	(1,489,714)
FEDERAL HOME LOAN BANKS CALLABLE BOND FIXED 2.75%	2.750%	03/08/2027	10,730,000	10,465,573	(264,427)
Total Federal Home Loan Banks			460,017,853	451,694,177	(8,323,676)
Federal Home Loan Mortgage Corporation (FHLMC):					
FEDERAL HOME LOAN MORTGAGE CORP CALLABLE NOTES	0.650%	10/27/2025	19,384,241	19,281,897	(102,343)
FEDERAL HOME LOAN MORTGAGE CORP NOTES FIXED 0.125%	0.125%	07/25/2022	9,999,251	9,991,141	(8,110)
FEDERAL HOME LOAN MORTGAGE CORP NOTES FIXED 0.25%	0.250%	06/26/2023	24,975,915	24,332,032	(643,883)
FEDERAL HOME LOAN MORTGAGE CORP NOTES FIXED 0.25%	0.250%	08/24/2023	19,992,186	19,394,158	(598,028)
FEDERAL HOME LOAN MORTGAGE CORP NOTES FIXED 0.25%	0.250%	09/08/2023	19,997,391	19,379,291	(618,100)
FEDERAL HOME LOAN MORTGAGE CORP NOTES FIXED 0.375%	0.375%	04/20/2023	61,636,151	61,012,911	(623,240)
FEDERAL HOME LOAN MORTGAGE CORP NOTES FIXED 0.375%	0.375%	05/05/2023	24,997,024	24,468,322	(528,703)
FEDERAL HOME LOAN MORTGAGE CORP NOTES FIXED 0.375%	0.375%	07/21/2025	14,954,094	13,836,767	(1,117,327)
FEDERAL HOME LOAN MORTGAGE CORP NOTES FIXED 0.375%	0.375%	09/23/2025	19,960,939	18,345,889	(1,615,050)
FEDERAL HOME LOAN MORTGAGE CORP NOTES FIXED 1.5%	1.500%	02/12/2025	9,995,895	9,612,472	(383,423)
Total Federal Home Loan Mortgage Corporation			225,893,088	219,654,881	(6,238,207)

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EXTERNAL AND INTERNAL INVESTMENT POOLS
SCHEDULE OF INVESTMENTS (CONTINUED)
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Security Description	Interest Rate	Maturity Date	Book Value	Market Value	Unrealized Gain (Loss)
Federal National Mortgage Association (FNMA):					
FEDERAL NATIONAL MORTGAGE ASSOCIATION CALLABLE	0.600%	07/29/2025	\$ 22,497,211	\$ 20,877,761	\$ (1,619,450)
FEDERAL NATIONAL MORTGAGE ASSOCIATION CALLABLE	0.300%	08/03/2023	20,000,000	19,418,810	(581,190)
FEDERAL NATIONAL MORTGAGE ASSOCIATION NOTES FIXED	0.250%	07/10/2023	14,988,948	14,602,403	(386,545)
FEDERAL NATIONAL MORTGAGE ASSOCIATION NOTES FIXED	0.625%	04/22/2025	19,976,662	18,702,072	(1,274,590)
FEDERAL NATIONAL MORTGAGE ASSOCIATION NOTES FIXED	1.625%	01/07/2025	19,967,165	19,311,710	(655,455)
FEDERAL NATIONAL MORTGAGE ASSOCIATION NOTES FIXED	1.750%	07/02/2024	19,968,709	19,548,115	(420,594)
FEDERAL NATIONAL MORTGAGE ASSOCIATION NOTES FIXED	2.500%	02/05/2024	25,964,931	25,815,548	(149,383)
FEDERAL NATIONAL MORTGAGE ASSOCIATION NOTES FIXED	2.875%	09/12/2023	24,974,016	24,997,728	23,712
Total Federal National Mortgage Corporation			168,337,642	163,274,148	(5,063,495)
Federal Agricultural Mortgage Corp. (FAGM)					
FEDERAL AGRICULTURAL MORTGAGE CORP MEDIUM TERM	0.430%	08/04/2025	13,969,387	12,916,031	(1,053,356)
FEDERAL AGRICULTURAL MORTGAGE CORP MEDIUM TERM	1.390%	02/12/2024	3,568,712	3,442,322	(126,389)
FEDERAL AGRICULTURAL MORTGAGE CORP MEDIUM TERM	1.560%	01/22/2024	13,000,000	12,722,578	(277,422)
FEDERAL AGRICULTURAL MORTGAGE CORP MEDIUM TERM	1.900%	09/01/2022	9,999,912	10,003,081	3,169
FEDERAL AGRICULTURAL MORTGAGE CORP MEDIUM TERM	2.150%	06/05/2024	10,022,448	9,847,479	(174,969)
FEDERAL AGRICULTURAL MORTGAGE CORP MEDIUM TERM	2.250%	11/01/2022	24,999,497	25,010,647	11,150
Total Federal Agricultural Mortgage Corporation			75,559,955	73,942,138	(1,617,817)
Miscellaneous Government Securities					
UNITED STATES DEPARTMENT OF HOUSING AND URBAN	2.547%	08/01/2022	4,000,000	4,004,062	4,062
UNITED STATES DEPARTMENT OF HOUSING AND URBAN	2.618%	08/01/2023	4,000,000	3,980,078	(19,922)
Total Miscellaneous Government Securities			8,000,000	7,984,140	(15,860)
Total U.S. Government Securities			3,662,267,641	3,563,369,060	(98,898,581)
Total General Fund Investment Pool (State Funds Investment Pool)			\$ 11,115,695,656	\$ 10,984,821,343	\$ (130,874,313)

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Security Description	Interest Rate	Maturity Date	Book Value	Market Value	Unrealized Gain (Loss)
LOCAL GOVERNMENT INVESTMENT POOL:					
Bank Accounts:					
BANK OF THE WEST	Variable	N/A	\$ 731,335	\$ 731,335	\$ -
WELLS FARGO CHECKING	Variable	N/A	<u>6,371,134</u>	<u>6,371,134</u>	<u>-</u>
Total Bank Accounts			7,102,469	7,102,469	-
Cash on Deposit at Custodial Bank	Variable	N/A	101,000,000	101,000,000	-
Repurchase Agreements	Variable	Variable	250,000,000	250,000,000	-
Investment in LGIP	Various	Various	(310,703)	(310,703)	-
Supranationals:					
INTER-AMERICAN DEVELOPMENT BANK BOND VARIABLE	0.160%	09/16/2022	29,926,610	30,040,757	114,147
INTERNATIONAL BANK FOR RECONSTRUCTION &	0.000%	08/08/2022	19,976,167	19,974,106	(2,061)
INTERNATIONAL BANK FOR RECONSTRUCTION &	1.440%	01/13/2023	10,000,948	10,000,621	(327)
INTERNATIONAL FINANCE CORP BOND FIXED 2%	2.000%	10/24/2022	15,083,904	14,986,389	(97,515)
INTERNATIONAL FINANCE CORP BOND VARIABLE	1.440%	06/30/2023	<u>20,000,000</u>	<u>19,992,768</u>	<u>(7,232)</u>
Total Supranationals			94,987,628	94,994,641	7,013
Discounted Notes:					
IFC DISCOUNT NOTES BOND ZERO CPN 07/JUL/2022 USD	0.000%	07/07/2022	9,998,412	9,998,161	(251)
INTER-AMERICAN DEVELOPMENT BANK BOND ZERO CPN	0.000%	08/11/2022	19,972,359	19,972,518	159
FEDERAL FARM CREDIT DISCOUNT NOTES DISCOUNT NOTES	0.000%	07/05/2022	14,998,292	14,997,683	(609)
FEDERAL HOME LOAN BANKS DISCOUNT NOTES ZERO CPN	0.000%	03/24/2023	29,388,141	29,399,954	11,812
FEDERAL HOME LOAN BANKS DISCOUNT NOTES ZERO CPN	0.000%	07/01/2022	29,999,349	30,000,000	651
FEDERAL HOME LOAN BANKS DISCOUNT NOTES ZERO CPN	0.000%	07/12/2022	19,994,675	19,991,506	(3,170)
FEDERAL HOME LOAN BANKS DISCOUNT NOTES ZERO CPN	0.000%	07/27/2022	29,980,215	29,969,892	(10,323)
FEDERAL HOME LOAN BANKS DISCOUNT NOTES ZERO CPN	0.000%	07/29/2022	29,978,486	29,967,369	(11,117)
FEDERAL HOME LOAN BANKS DISCOUNT NOTES ZERO CPN	0.000%	08/03/2022	29,972,031	29,953,139	(18,892)
FEDERAL HOME LOAN BANKS DISCOUNT NOTES ZERO CPN	0.000%	08/05/2022	29,970,920	29,950,301	(20,618)
FEDERAL HOME LOAN BANKS DISCOUNT NOTES ZERO CPN	0.000%	08/10/2022	24,954,740	24,952,673	(2,067)
FEDERAL HOME LOAN BANKS DISCOUNT NOTES ZERO CPN	0.000%	09/14/2022	24,899,768	24,901,144	1,376
FEDERAL HOME LOAN BANKS DISCOUNT NOTES ZERO CPN	0.000%	10/31/2022	24,812,938	24,817,956	5,019
FEDERAL HOME LOAN BANKS DISCOUNT NOTES ZERO CPN	0.000%	07/13/2022	19,989,659	19,990,734	1,075
FEDERAL HOME LOAN BANKS DISCOUNT NOTES ZERO CPN	0.000%	07/15/2022	49,983,460	49,972,793	(10,668)
FEDERAL NATIONAL MORTGAGE ASSOCIATION DISCOUNT	0.000%	09/28/2022	80,151,577	80,146,291	(5,286)
UNITED STATES OF AMERICA BILL ZERO CPN 04/OCT/2022	0.000%	10/04/2022	49,821,160	49,761,841	(59,319)
UNITED STATES OF AMERICA BILL ZERO CPN 08/DEC/2022	0.000%	12/08/2022	29,774,295	29,698,967	(75,329)
UNITED STATES OF AMERICA BILL ZERO CPN 15/SEP/2022	0.000%	09/15/2022	49,827,879	49,833,222	5,343
UNITED STATES OF AMERICA BILL ZERO CPN 16/AUG/2022	0.000%	08/16/2022	29,964,018	29,947,388	(16,631)
UNITED STATES OF AMERICA BILL ZERO CPN 17/NOV/2022	0.000%	11/17/2022	19,885,990	19,841,598	(44,392)
UNITED STATES OF AMERICA BILL ZERO CPN 21/JUL/2022	0.000%	07/21/2022	29,985,430	29,983,083	(2,347)
UNITED STATES OF AMERICA BILL ZERO CPN 23/MAR/2023	0.000%	03/23/2023	9,883,159	9,827,934	(55,225)
UNITED STATES OF AMERICA BILL ZERO CPN 25/OCT/2022	0.000%	10/25/2022	19,872,527	19,870,918	(1,609)
UNITED STATES OF AMERICA BILL ZERO CPN 28/JUL/2022	0.000%	07/28/2022	29,979,896	29,975,756	(4,140)
UNITED STATES OF AMERICA BILL ZERO CPN 29/DEC/2022	0.000%	12/29/2022	<u>19,751,321</u>	<u>19,756,653</u>	<u>5,331</u>
Total Discounted Notes			757,790,697	757,479,471	(311,226)

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Security Description	Interest Rate	Maturity Date	Book Value	Market Value	Unrealized Gain (Loss)
U.S. Government Securities:					
Treasury Securities:					
UNITED STATES OF AMERICA NOTES FIXED 1.625%	1.63%	08/31/2022	\$ 20,050,301	\$ 20,001,570	\$ (48,731)
UNITED STATES OF AMERICA NOTES FIXED 1.875%	1.88%	08/31/2022	20,058,147	20,009,793	(48,354)
UNITED STATES OF AMERICA NOTES FIXED 1.875%	1.875%	09/30/2022	<u>30,044,123</u>	<u>30,004,492</u>	<u>(39,632)</u>
Total Treasury Securities			<u>70,152,571</u>	<u>70,015,855</u>	<u>(136,717)</u>
Federal Farm Credit Banks (FFCB):					
FEDERAL FARM CREDIT BANKS FUNDING CORP BOND	1.630%	01/26/2024	20,000,000	20,004,188	4,188
FEDERAL FARM CREDIT BANKS FUNDING CORP BOND	1.620%	05/24/2024	25,000,000	25,000,463	463
FEDERAL FARM CREDIT BANKS FUNDING CORP BOND	1.550%	08/17/2023	25,000,000	25,003,768	3,768
FEDERAL FARM CREDIT BANKS FUNDING CORP BOND FIXED	1.625%	08/22/2022	<u>15,032,549</u>	<u>14,995,819</u>	<u>(36,730)</u>
Total Federal Farm Credit Banks			<u>85,032,549</u>	<u>85,004,237</u>	<u>(28,312)</u>
Federal Home Loan Banks (FHLB):					
FEDERAL HOME LOAN BANKS CALLABLE BOND FIXED 2.275%	2.275%	06/30/2023	10,000,000	9,929,780	(70,220)
FEDERAL HOME LOAN BANKS CALLABLE BOND VARIABLE	1.250%	11/01/2022	<u>30,000,000</u>	<u>30,001,264</u>	<u>1,264</u>
Total Federal Home Loan Banks			<u>40,000,000</u>	<u>39,931,045</u>	<u>(68,956)</u>
Total U.S. Governmental Securities			<u>195,185,120</u>	<u>194,951,136</u>	<u>(233,984)</u>
Total Local Government Investment Pool (Short-term Investment Pool)			<u>\$ 1,405,755,212</u>	<u>\$ 1,405,217,014</u>	<u>\$ (538,198)</u>

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Security Description	Interest Rate	Maturity Date	Book Value	Market Value	Unrealized Gain (Loss)
BOND PROCEEDS INVESTMENT POOL #2 (TAXABLE):					
Certificates of Deposit	Various	Various	\$ 5,100,000	\$ 5,100,000	\$ -
Cash in Banks	Various	Various	5,000,000	5,000,000	-
Money Market Mutual Funds	Various	Various	-	-	-
Municipal Bonds:					
ALBUQUERQUE BERNALILLO CNTY WTR UTIL AUTH N MEX JT	0.47%	07/01/2022	250,000	250,000	-
ALBUQUERQUE N MEX MUN SCH DIST NO 012 GO BDS 2021	5.00%	08/01/2022	451,859	451,260	(599)
ALBUQUERQUE N MEX MUN SCH DIST NO 012 GO REF BDS	5.00%	08/01/2022	1,857,644	1,855,180	(2,464)
ALBUQUERQUE N MEX MUN SCH DIST NO 012 TAXABLE GO	0.34%	08/01/2023	475,000	461,068	(13,932)
NEW MEXICO EDL ASSISTANCE FNDTN SR TAXABLE ED LN	1.260%	09/01/2024	750,000	710,078	(39,923)
Total Municipal Bonds			3,784,504	3,727,586	(56,918)
Bankers Acceptance Notes:					
US BANK N.A. BANKERS' ACCEPTANCE DISCOUNT DTD	0.000%	04/20/2023	9,808,629	9,808,629	-
Total Bankers Acceptance Notes			9,808,629	9,808,629	-
Commercial Paper:					
METLIFE SHORT TERM FDG CORPORATE COMMERCIAL PAPER	0.000%	05/19/2023	24,411,114	24,219,417	(191,697)
PRICOA SHT TRM FNDG LL CORPORATE COMMERCIAL PAPER	0.000%	06/02/2023	19,477,230	19,331,617	(145,613)
PRICOA SHT TRM FNDG LL CORPORATE COMMERCIAL PAPER	0.000%	09/30/2022	9,993,883	9,939,331	(54,552)
Total Commercial Paper			53,882,227	53,490,364	(391,863)
Corporate Bonds:					
AMAZON.COM INC CALLABLE NOTES FIXED 0.45%	0.450%	05/12/2024	2,847,407	2,709,769	(137,638)
AMAZON.COM INC CALLABLE NOTES FIXED 3% 13/APR/2025	3.000%	04/13/2025	6,989,637	6,928,920	(60,717)
APPLE INC CALLABLE NOTES FIXED 2.1% 12/SEP/2022	2.100%	09/12/2022	5,000,583	4,997,520	(3,063)
BANK OF NEW YORK MELLON CORP/THE CALLABLE MEDIUM	0.500%	04/26/2024	2,998,047	2,848,240	(149,807)
BANK OF NEW YORK MELLON CORP/THE CALLABLE MEDIUM	3.350%	04/25/2025	9,998,680	9,885,541	(113,140)
BANK OF NEW YORK MELLON CORP/THE MEDIUM TERM NOTE	3.430%	06/13/2025	15,000,000	14,879,292	(120,708)
MASSMUTUAL GLOBAL FUNDING II NOTES FIXED 2.5%	2.500%	10/17/2022	5,032,841	4,994,201	(38,640)
METROPOLITAN LIFE GLOBAL FUNDING I MEDIUM TERM	0.550%	06/07/2024	8,412,772	7,914,960	(497,812)
METROPOLITAN LIFE GLOBAL FUNDING I MEDIUM TERM	0.700%	09/27/2024	2,849,744	2,660,987	(188,757)
METROPOLITAN LIFE GLOBAL FUNDING I MEDIUM TERM	1.950%	01/13/2023	5,039,551	4,970,105	(69,446)
PEPSICO INC CALLABLE NOTES FIXED 0.4% 07/OCT/2023	0.400%	10/07/2023	1,999,517	1,940,125	(59,392)
TOYOTA MOTOR CREDIT CORP CALLABLE MEDIUM TERM NOTE	2.150%	09/08/2022	7,000,508	6,997,318	(3,190)
TOYOTA MOTOR CREDIT CORP MEDIUM TERM NOTE FIXED	0.350%	10/14/2022	4,999,358	4,982,457	(16,900)
TOYOTA MOTOR CREDIT CORP MEDIUM TERM NOTE FIXED	0.450%	07/22/2022	9,999,819	9,992,290	(7,529)
TOYOTA MOTOR CREDIT CORP MEDIUM TERM NOTE FIXED	0.500%	06/18/2024	5,695,546	5,379,795	(315,751)
TOYOTA MOTOR CREDIT CORP MEDIUM TERM NOTE FIXED	0.500%	08/14/2023	1,999,421	1,939,336	(60,086)
TOYOTA MOTOR CREDIT CORP MEDIUM TERM NOTE FIXED	0.625%	09/13/2024	5,698,029	5,355,156	(342,873)
TOYOTA MOTOR CREDIT CORP MEDIUM TERM NOTE FIXED	3.950%	06/30/2025	19,981,016	20,071,750	90,734
Total Corporate Bonds:			121,542,477	119,447,761	(2,094,716)
Discounted Notes:					
FED HOME LOAN BK 0% 30/SEP/2022 NTS	0.000%	09/30/2022	24,878,667	24,880,848	2,182
UNITED STATES OF AMERICA BILL ZERO CPN 23/MAR/2023	0.000%	03/23/2023	14,824,738	14,741,901	(82,837)
UNITED STATES OF AMERICA BILL ZERO CPN 29/DEC/2022	0.000%	12/29/2022	49,640,129	49,391,639	(248,490)
Total Discounted Notes			89,343,534	89,014,388	(329,146)

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Security Description	Interest Rate	Maturity Date	Book Value	Market Value	Unrealized Gain (Loss)
Demand Notes:					
NEW MEXICO ST HOSP EQUIP LN COUNCIL HOSP REV	1.500%	08/01/2042	\$ 13,615,000	\$ 13,615,000	\$ -
Total Demand Notes			13,615,000	13,615,000	-
Mutual Funds:					
HSBC US GOVERNMENT MONEY MARKET FUND OPEN-END FUND	0.000%	12/31/2049	105,331,917	105,331,917	-
Total Mutual Funds			105,331,917	105,331,917	-
Supranationals:					
INTER-AMERICAN DEVELOPMENT BANK BOND FIXED 0.25%	0.250%	11/15/2023	4,996,989	4,818,559	(178,430)
INTER-AMERICAN DEVELOPMENT BANK BOND FIXED 0.5%	0.500%	09/23/2024	9,994,493	9,449,283	(545,210)
INTER-AMERICAN DEVELOPMENT BANK BOND FIXED 3%	3.000%	02/21/2024	5,222,125	4,994,339	(227,786)
INTER-AMERICAN DEVELOPMENT BANK BOND FIXED 3.25%	3.250%	07/01/2024	17,748,225	17,809,230	61,005
INTERNATIONAL BANK FOR RECONSTRUCTION & INTERNATIONAL BANK FOR RECONSTRUCTION &	1.440%	01/13/2023	10,000,000	10,000,621	621
INTERNATIONAL BANK FOR RECONSTRUCTION &	0.125%	04/20/2023	11,990,010	11,746,255	(243,754)
INTERNATIONAL FINANCE CORP BOND FIXED 2%	2.000%	10/24/2022	10,055,936	9,990,926	(65,010)
INTERNATIONAL FINANCE CORP BOND VARIABLE	1.440%	06/30/2023	20,000,000	19,992,768	(7,232)
Total Supranationals			90,007,778	88,801,981	(1,205,796)
U.S. Government Securities:					
Treasury Securities:					
UNITED STATES OF AMERICA NOTES FIXED 0.125%	0.125%	03/31/2023	34,903,409	34,320,508	(582,901)
UNITED STATES OF AMERICA NOTES FIXED 0.125%	0.125%	06/30/2023	19,975,313	19,453,906	(521,407)
UNITED STATES OF AMERICA NOTES FIXED 0.125%	0.125%	07/31/2023	4,994,943	4,850,000	(144,943)
UNITED STATES OF AMERICA NOTES FIXED 0.125%	0.125%	09/15/2023	33,147,440	32,859,141	(288,299)
UNITED STATES OF AMERICA NOTES FIXED 0.125%	0.125%	09/30/2022	19,999,380	19,916,755	(82,625)
UNITED STATES OF AMERICA NOTES FIXED 0.125%	0.125%	11/30/2022	19,997,029	19,816,406	(180,623)
UNITED STATES OF AMERICA NOTES FIXED 0.25%	0.250%	03/15/2024	34,665,587	33,418,164	(1,247,422)
UNITED STATES OF AMERICA NOTES FIXED 0.375%	0.375%	07/15/2024	19,979,317	18,970,312	(1,009,005)
UNITED STATES OF AMERICA NOTES FIXED 0.375%	0.375%	08/15/2024	24,952,493	23,649,414	(1,303,079)
UNITED STATES OF AMERICA NOTES FIXED 0.375%	0.375%	10/31/2023	29,950,719	28,992,188	(958,531)
UNITED STATES OF AMERICA NOTES FIXED 0.375%	0.375%	12/31/2025	19,998,353	18,227,344	(1,771,010)
UNITED STATES OF AMERICA NOTES FIXED 0.5%	0.500%	11/30/2023	24,953,659	24,150,391	(803,268)
UNITED STATES OF AMERICA NOTES FIXED 0.75%	0.750%	11/15/2024	34,431,613	33,187,109	(1,244,504)
UNITED STATES OF AMERICA NOTES FIXED 0.75%	0.750%	12/31/2023	24,992,942	24,185,547	(807,395)
UNITED STATES OF AMERICA NOTES FIXED 0.875%	0.875%	01/31/2024	9,974,905	9,676,563	(298,342)
UNITED STATES OF AMERICA NOTES FIXED 1%	1.000%	12/15/2024	10,000,000	9,523,047	(476,953)
UNITED STATES OF AMERICA NOTES FIXED 1.5%	1.500%	02/29/2024	9,925,453	9,764,453	(160,999)
UNITED STATES OF AMERICA NOTES FIXED 1.5%	1.500%	09/30/2024	10,233,445	9,673,438	(560,007)
UNITED STATES OF AMERICA NOTES FIXED 1.5%	1.500%	10/31/2024	10,242,495	9,661,328	(581,167)
UNITED STATES OF AMERICA NOTES FIXED 1.625%	1.625%	10/31/2023	20,348,153	19,653,906	(694,247)
UNITED STATES OF AMERICA NOTES FIXED 1.75%	1.750%	01/31/2023	10,008,500	9,951,953	(56,547)
UNITED STATES OF AMERICA NOTES FIXED 1.75%	1.750%	12/31/2024	20,601,170	19,382,812	(1,218,358)
UNITED STATES OF AMERICA NOTES FIXED 2%	2.000%	05/31/2024	25,547,525	24,547,852	(999,673)
UNITED STATES OF AMERICA NOTES FIXED 2%	2.000%	11/30/2022	20,128,569	19,968,750	(159,819)
UNITED STATES OF AMERICA NOTES FIXED 2.25%	2.250%	10/31/2024	20,795,339	19,664,062	(1,131,277)
UNITED STATES OF AMERICA NOTES FIXED 2.5%	2.500%	01/31/2024	25,678,165	24,812,500	(865,665)
UNITED STATES OF AMERICA NOTES FIXED 2.5%	2.500%	04/30/2024	24,720,532	24,782,227	61,694
UNITED STATES OF AMERICA NOTES FIXED 2.5%	2.500%	05/31/2024	24,707,840	24,774,414	66,574
UNITED STATES OF AMERICA NOTES FIXED 2.75%	2.750%	08/31/2023	20,574,934	19,949,219	(625,715)
UNITED STATES OF AMERICA NOTES FIXED 2.75%	2.750%	08/31/2025	19,917,146	19,821,094	(96,052)
Total Treasury Securities			630,346,365	611,604,801	(18,741,564)

**STATE OF NEW MEXICO
OFFICE OF THE STATE TREASURER CASH FLOW PORTFOLIOS
EXTERNAL AND INTERNAL INVESTMENT POOLS
SCHEDULE OF INVESTMENTS (CONTINUED)
JUNE 30, 2022**

Security Description	Interest Rate	Maturity Date	Book Value	Market Value	Unrealized Gain (Loss)
Federal Farm Credit Banks (FFCB):					
FEDERAL FARM CREDIT BANKS FUNDING CORP BOND	1.630%	01/26/2024	\$ 20,000,000	\$ 20,004,188	\$ 4,188
FEDERAL FARM CREDIT BANKS FUNDING CORP BOND	1.940%	12/12/2022	5,000,000	5,008,413	8,413
FEDERAL FARM CREDIT BANKS FUNDING CORP BOND FIXED	1.850%	07/19/2022	9,999,652	10,001,530	1,877
FEDERAL FARM CREDIT BANKS FUNDING CORP BOND FIXED	0.125%	02/03/2023	7,998,674	7,883,319	(115,355)
FEDERAL FARM CREDIT BANKS FUNDING CORP BOND FIXED	0.125%	05/10/2023	7,995,599	7,815,617	(179,982)
FEDERAL FARM CREDIT BANKS FUNDING CORP BOND FIXED	0.250%	02/26/2024	4,999,005	4,791,414	(207,591)
FEDERAL FARM CREDIT BANKS FUNDING CORP BOND FIXED	0.500%	12/01/2023	4,994,837	4,832,636	(162,201)
FEDERAL FARM CREDIT BANKS FUNDING CORP BOND FIXED	1.750%	07/01/2022	20,000,000	20,000,000	-
FEDERAL FARM CREDIT BANKS FUNDING CORP BOND FIXED	1.770%	06/26/2023	22,287,237	22,043,593	(243,644)
FEDERAL FARM CREDIT BANKS FUNDING CORP BOND FIXED	1.950%	06/13/2024	10,000,161	9,823,771	(176,390)
Total Federal Farm Credit Banks			<u>113,275,166</u>	<u>112,204,481</u>	<u>(1,070,685)</u>
Federal Home Loan Banks (FHLB):					
FEDERAL HOME LOAN BANKS BOND FIXED 0.125%	0.125%	08/12/2022	19,997,750	19,967,745	(30,005)
FEDERAL HOME LOAN BANKS BOND FIXED 0.125%	0.125%	10/21/2022	19,995,949	19,887,941	(108,008)
FEDERAL HOME LOAN BANKS BOND FIXED 1.875%	1.875%	03/08/2024	4,078,494	3,926,239	(152,255)
FEDERAL HOME LOAN BANKS CALLABLE BOND FIXED 0.75%	0.750%	11/22/2023	20,000,000	19,362,317	(637,683)
FEDERAL HOME LOAN BANKS CALLABLE BOND FIXED 0.8%	0.800%	11/27/2023	6,250,000	6,062,104	(187,896)
Total Federal Home Loan Banks			<u>70,322,192</u>	<u>69,206,346</u>	<u>(1,115,847)</u>
Federal Home Loan Mortgage Corporation (FHLMC):					
FEDERAL HOME LOAN MORTGAGE CORP NOTES FIXED 0.125%	0.125%	07/25/2022	14,998,877	14,986,712	(12,165)
FEDERAL HOME LOAN MORTGAGE CORP NOTES FIXED 0.25%	0.250%	06/26/2023	19,980,732	19,465,626	(515,106)
FEDERAL HOME LOAN MORTGAGE CORP NOTES FIXED 0.25%	0.250%	09/08/2023	4,999,348	4,844,823	(154,525)
FEDERAL HOME LOAN MORTGAGE CORP NOTES FIXED 0.375%	0.375%	05/05/2023	4,999,405	4,893,664	(105,741)
Total Federal Home Loan Mortgage Corporation			<u>44,978,361</u>	<u>44,190,825</u>	<u>(787,537)</u>
Federal National Mortgage Association (FNMA):					
FEDERAL NATIONAL MORTGAGE ASSOCIATION NOTES FIXED	0.250%	07/10/2023	24,981,580	24,337,338	(644,242)
FEDERAL NATIONAL MORTGAGE ASSOCIATION NOTES FIXED	0.500%	06/17/2025	19,999,393	18,552,206	(1,447,187)
FEDERAL NATIONAL MORTGAGE ASSOCIATION NOTES FIXED	1.625%	01/07/2025	19,967,165	19,311,710	(655,455)
Total Federal National Mortgage Corporation			<u>64,948,138</u>	<u>62,201,254</u>	<u>(2,746,884)</u>
Total U.S. Government Securities			<u>923,870,222</u>	<u>899,407,706</u>	<u>(24,462,516)</u>
Total Bond Proceeds Investment Pool #2 (Taxable) (Part 1 of the Consolidated Investment Pool)			<u>\$ 1,421,286,286</u>	<u>\$ 1,392,745,332</u>	<u>\$ (28,540,954)</u>

STATE OF NEW MEXICO
OFFICE OF THE STATE TREASURER CASH FLOW PORTFOLIOS
EXTERNAL AND INTERNAL INVESTMENT POOLS
SCHEDULE OF INVESTMENTS (CONTINUED)
JUNE 30, 2022

Security Description	Interest Rate	Maturity Date	Book Value	Market Value	Unrealized Gain (Loss)
BOND PROCEEDS INVESTMENT POOL #1 (TAX EXEMPT):					
Cash in Banks	Various	Various	\$ 5,035,401	\$ 5,035,401	\$ -
Money Market Mutual Funds	Various	Various	-	-	-
Municipal Bonds:					
ALBUQUERQUE N MEX MUN SCH DIST NO 012 GO BDS 2022A	5.000%	08/01/2022	2,707,635	2,707,560	(75)
NEW MEXICO EDL ASSISTANCE FNDTN SR TAXABLE ED LN	0.933%	09/01/2023	1,000,000	970,020	(29,980)
SANTA FE N MEX PUB SCH DIST GO ED TECHNOLOGY NTS	4.000%	08/01/2022	652,110	651,287	(823)
SANTA FE N MEX PUB SCH DIST GO ED TECHNOLOGY NTS	4.000%	08/01/2023	676,308	665,412	(10,897)
Total Municipal Bonds			<u>5,036,054</u>	<u>4,994,279</u>	<u>(41,775)</u>
Demand Notes:					
COLORADO HSG & FIN AUTH ADJUSTABLE RATE BDS 2007	0.060%	10/01/2038	5,000,000	5,000,000	-
COLORADO HSG & FIN AUTH VAR TAXABLE SINGLE FAMILY	0.080%	05/01/2048	5,000,000	5,000,000	-
Total Demand Notes			<u>10,000,000</u>	<u>10,000,000</u>	<u>-</u>
Corporate Bonds:					
AMAZON.COM INC CALLABLE NOTES FIXED 0.25%	0.250%	05/12/2023	999,939	979,023	(20,916)
AMAZON.COM INC CALLABLE NOTES FIXED 2.73%	2.730%	04/13/2024	10,000,000	9,922,495	(77,506)
BANK OF NEW YORK MELLON CORP/THE MEDIUM TERM NOTE	3.430%	06/13/2025	10,000,000	9,919,528	(80,472)
MASSMUTUAL GLOBAL FUNDING II NOTES FIXED 2.5%	2.500%	10/17/2022	5,032,841	4,994,201	(38,640)
METROPOLITAN LIFE GLOBAL FUNDING I MEDIUM TERM	0.550%	06/07/2024	6,496,294	6,113,754	(382,540)
METROPOLITAN LIFE GLOBAL FUNDING I MEDIUM TERM	1.950%	01/13/2023	5,039,551	4,970,105	(69,446)
TOYOTA MOTOR CREDIT CORP MEDIUM TERM NOTE VARIABLE	0.500%	12/29/2023	15,000,000	15,004,446	4,446
Total Corporate Bonds			<u>52,568,625</u>	<u>51,903,552</u>	<u>(665,074)</u>
Commercial Paper:					
METLIFE SHORT TERM FDG CORPORATE COMMERCIAL PAPER	0.000%	05/19/2023	24,411,114	24,219,417	(191,697)
PACIFIC LIFE CORPORATE COMMERCIAL PAPER DISCOUNT	0.000%	06/02/2023	13,168,419	13,142,953	(25,466)
PACIFIC LIFE CORPORATE COMMERCIAL PAPER DISCOUNT	0.000%	06/13/2023	12,281,338	12,255,462	(25,876)
PRICOA SHT TRM FNDG LL CORPORATE COMMERCIAL PAPER	0.000%	06/02/2023	19,477,230	19,331,617	(145,613)
PRICOA SHT TRM FNDG LL CORPORATE COMMERCIAL PAPER	0.000%	09/30/2022	9,993,883	9,939,331	(54,552)
Total commercial paper:			<u>79,331,984</u>	<u>78,888,779</u>	<u>(443,204)</u>
Discounted Notes:					
FED HOME LOAN BK 0% 30/SEP/2022 NTS	0.000%	09/30/2022	24,878,667	24,880,848	2,182
UNITED STATES OF AMERICA BILL ZERO CPN 23/MAR/2023	0.000%	03/23/2023	14,824,738	14,741,901	(82,837)
UNITED STATES OF AMERICA BILL ZERO CPN 29/DEC/2022	0.000%	12/29/2022	49,640,129	49,391,639	(248,490)
Total Discounted Notes			<u>89,343,534</u>	<u>89,014,388</u>	<u>(329,146)</u>
Mutual Funds:					
FEDERATED GOVERNMENT OBLIGATIONS FUND OPEN-END	0.000%	12/31/2049	76,048,886	76,048,886	-
HSBC US GOVERNMENT MONEY MARKET FUND OPEN-END FUND	0.000%	12/31/2049	105,290,122	105,290,122	-
STATE STREET INSTITUTIONAL US GOVERNMENT MONEY	0.000%	12/31/2049	111,966,279	111,966,279	-
Total Money Market Mutual Funds			<u>293,305,287</u>	<u>293,305,287</u>	<u>-</u>
Bankers Acceptance Notes:					
US BANK N.A. BANKERS' ACCEPTANCE DISCOUNT DTD	0.000%	04/20/2023	6,866,040	6,866,040	-
US BANK N.A. BANKERS' ACCEPTANCE DISCOUNT DTD	0.000%	07/11/2022	6,198,058	6,198,058	-
Total Bankers Acceptance Notes			<u>13,064,098</u>	<u>13,064,098</u>	<u>-</u>

STATE OF NEW MEXICO
OFFICE OF THE STATE TREASURER CASH FLOW PORTFOLIOS
EXTERNAL AND INTERNAL INVESTMENT POOLS
SCHEDULE OF INVESTMENTS (CONTINUED)
JUNE 30, 2022

Security Description	Interest Rate	Maturity Date	Book Value	Market Value	Unrealized Gain (Loss)
Supranationals:					
INTER-AMERICAN DEVELOPMENT BANK BOND FIXED 3.25%	3.250%	07/01/2024	\$ 17,748,225	\$ 17,809,230	\$ 61,005
INTERNATIONAL BANK FOR RECONSTRUCTION & INTERNATIONAL BANK FOR RECONSTRUCTION &	0.125%	04/20/2023	2,997,502	2,936,564	(60,939)
INTERNATIONAL FINANCE CORP BOND FIXED 2%	1.875%	06/19/2023	10,161,277	9,902,017	(259,260)
INTERNATIONAL FINANCE CORP BOND VARIABLE	2.000%	10/24/2022	10,055,936	9,990,926	(65,010)
	1.440%	06/30/2023	20,000,000	19,992,768	(7,232)
Total Supranationals			60,962,940	60,631,505	(331,435)
U.S. Government Securities:					
Treasury Securities:					
UNITED STATES OF AMERICA NOTES FIXED 0.125%	0.125%	01/31/2023	25,000,678	24,647,461	(353,217)
UNITED STATES OF AMERICA NOTES FIXED 0.125%	0.125%	02/28/2023	24,999,631	24,575,195	(424,435)
UNITED STATES OF AMERICA NOTES FIXED 0.125%	0.125%	03/31/2023	34,971,544	34,320,508	(651,036)
UNITED STATES OF AMERICA NOTES FIXED 0.125%	0.125%	06/30/2023	19,975,313	19,453,906	(521,407)
UNITED STATES OF AMERICA NOTES FIXED 0.125%	0.125%	07/31/2023	4,994,943	4,850,000	(144,943)
UNITED STATES OF AMERICA NOTES FIXED 0.125%	0.125%	08/31/2022	25,000,415	24,940,289	(60,126)
UNITED STATES OF AMERICA NOTES FIXED 0.125%	0.125%	09/15/2023	34,147,128	33,825,586	(321,542)
UNITED STATES OF AMERICA NOTES FIXED 0.125%	0.125%	09/30/2022	19,998,266	19,916,755	(81,511)
UNITED STATES OF AMERICA NOTES FIXED 0.125%	0.125%	10/31/2022	24,998,300	24,835,280	(163,020)
UNITED STATES OF AMERICA NOTES FIXED 0.25%	0.250%	09/30/2023	24,981,321	24,175,781	(805,540)
UNITED STATES OF AMERICA NOTES FIXED 0.375%	0.375%	10/31/2023	29,950,719	28,992,188	(958,531)
UNITED STATES OF AMERICA NOTES FIXED 0.5%	0.500%	11/30/2023	24,953,659	24,150,391	(803,268)
UNITED STATES OF AMERICA NOTES FIXED 0.75%	0.750%	11/15/2024	28,609,338	28,446,094	(163,244)
UNITED STATES OF AMERICA NOTES FIXED 1.5%	1.500%	02/29/2024	9,925,117	9,764,453	(160,663)
UNITED STATES OF AMERICA NOTES FIXED 1.5%	1.500%	10/31/2024	10,242,495	9,661,328	(581,167)
UNITED STATES OF AMERICA NOTES FIXED 1.625%	1.625%	11/15/2022	10,054,525	9,974,219	(80,306)
UNITED STATES OF AMERICA NOTES FIXED 1.625%	1.625%	12/15/2022	25,167,189	24,911,133	(256,056)
UNITED STATES OF AMERICA NOTES FIXED 1.75%	1.750%	07/15/2022	25,015,994	25,005,144	(10,851)
UNITED STATES OF AMERICA NOTES FIXED 2.5%	2.500%	04/30/2024	24,721,906	24,782,227	60,321
UNITED STATES OF AMERICA NOTES FIXED 2.5%	2.500%	05/31/2024	39,552,912	39,639,062	86,151
UNITED STATES OF AMERICA NOTES FIXED 2.5%	2.500%	08/15/2023	49,727,877	49,730,469	2,592
UNITED STATES OF AMERICA NOTES FIXED 2.875%	2.875%	10/31/2023	20,688,733	19,978,125	(710,608)
UNITED STATES OF AMERICA NOTES FIXED 2.875%	2.875%	11/30/2023	20,722,654	19,974,219	(748,435)
Total Treasury Securities			558,400,655	550,549,811	(7,850,844)
Federal Farm Credit Banks (FFCB):					
FEDERAL FARM CREDIT BANKS FUNDING CORP BOND FIXED	0.125%	02/03/2023	9,998,343	9,854,149	(144,194)
FEDERAL FARM CREDIT BANKS FUNDING CORP BOND FIXED	0.125%	11/23/2022	9,996,230	9,909,625	(86,606)
FEDERAL FARM CREDIT BANKS FUNDING CORP BOND FIXED	0.500%	12/01/2023	4,994,837	4,832,636	(162,201)
Total Federal Farm Credit Banks			24,989,410	24,596,409	(393,001)
Federal Home Loan Banks (FHLB):					
FEDERAL HOME LOAN BANKS BOND FIXED 0.125%	0.125%	06/02/2023	19,991,498	19,488,886	(502,612)
FEDERAL HOME LOAN BANKS BOND FIXED 0.125%	0.125%	10/21/2022	9,997,974	9,943,970	(54,004)
FEDERAL HOME LOAN BANKS CALLABLE BOND FIXED 0.75%	0.750%	11/22/2023	20,000,000	19,362,317	(637,683)
Total Federal Home Loan Banks			49,989,472	48,795,174	(1,194,299)
Federal National Mortgage Association (FNMA):					
FEDERAL NATIONAL MORTGAGE ASSOCIATION NOTES FIXED	0.250%	07/10/2023	9,992,632	9,734,935	(257,697)
FEDERAL NATIONAL MORTGAGE ASSOCIATION NOTES FIXED	2.875%	09/12/2023	4,994,803	4,999,546	4,742
Total Federal National Mortgage Association			14,987,435	14,734,481	(252,954)
Federal Home Loan Mortgage Corporation (FHLMC):					
FEDERAL HOME LOAN MORTGAGE CORP NOTES FIXED 0.125%	0.13%	07/25/2022	9,999,251	9,991,141	(8,110)
FEDERAL HOME LOAN MORTGAGE CORP NOTES FIXED 0.25%	0.25%	06/26/2023	9,990,366	9,732,813	(257,553)
FEDERAL HOME LOAN MORTGAGE CORP NOTES FIXED 0.25%	0.25%	08/24/2023	9,996,093	9,697,079	(299,014)
FEDERAL HOME LOAN MORTGAGE CORP NOTES FIXED 0.25%	0.25%	09/08/2023	4,999,348	4,844,823	(154,525)
FEDERAL HOME LOAN MORTGAGE CORP NOTES FIXED 0.25%	0.250%	11/06/2023	9,995,951	9,646,484	(349,467)
Total Federal Home Loan Mortgage Corporation			44,981,009	43,912,340	(1,068,669)
Miscellaneous Government Securities:					
FEDERAL AGRICULTURAL MORTGAGE CORP MEDIUM TERM	1.900%	09/01/2022	4,999,956	5,001,540	1,584
Total Miscellaneous Government Securities			4,999,956	5,001,540	1,584
Total U.S. Governmental Securities			698,347,937	687,589,754	(10,758,183)
Total Bond Proceeds Investment Pool #1 (Tax Exempt) (Part 2 of the Consolidated Investment Pool)			\$ 1,306,995,861	\$ 1,294,427,044	\$ (12,568,817)

**STATE OF NEW MEXICO
OFFICE OF THE STATE TREASURER CASH FLOW PORTFOLIOS
EXTERNAL AND INTERNAL INVESTMENT POOLS
SCHEDULE OF INVESTMENTS (CONTINUED)
JUNE 30, 2022**

Security Description	Book Value	Market Value	Unrealized Gain (Loss)
Local Government Investment Pool (Short-Term Investment Pool)	\$ 1,405,755,212	\$ 1,405,217,014	\$ (538,198)
General Fund Investment Pool (State Funds Investment Pool)	11,115,695,656	10,984,821,343	(130,874,313)
Bond Proceeds Taxable (Consolidated Investment Pool)	1,421,286,286	1,392,745,330	(28,540,956)
Bond Proceeds Tax Exempt (Consolidated Investment Pool)	<u>1,306,995,861</u>	<u>1,294,427,044</u>	<u>(12,568,817)</u>
Grand Total of all Funds	<u>\$ 15,249,733,015</u>	<u>\$ 15,077,210,730</u>	<u>\$ (172,522,284)</u>

Reconciliation to Financial Statements:

Total Cash and Investments, Statement of Fiduciary Net Position	<u>\$ 15,077,210,730</u>
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**STATE OF NEW MEXICO
OFFICE OF THE STATE TREASURER CASH FLOW PORTFOLIOS
EXTERNAL AND INTERNAL INVESTMENT POOLS
SCHEDULE OF COLLATERAL PLEDGED BY DEPOSITORY
JUNE 30, 2022**

Location of Depository	Name of Institution	Deposits	FDIC	Collateral Required	Collateral Pledged		Excess (Under)	Uninsured/ Uncollateralized
					Surety Bond Letter of Credit	Securities		
BANKS:								
Alamogordo (FHLB)	First National Bank	\$ 62,776	\$ 62,776	\$ -	\$ -	\$ 312,527	\$ 312,527	\$ -
(FHLB)	First Savings Bank	2,500,000	250,000	1,125,000	2,000,000	-	875,000	250,000
Albuquerque (WFB)	Bank of America	179,708	179,708	-	-	48,456	48,456	-
	Bank of Albuquerque	167	167	-	100,000	-	100,000	-
(WFB)	Bank of the West	282,052,593	250,000	140,901,297	-	785,609,146	644,707,849	-
(WFB)	BBVA USA	11,365	11,365	-	-	-	-	-
(FHLB)	U.S. Bank N.A.	1,333,835	250,000	541,918	1,100,000	-	558,082	-
(WFB)	New Mexico Bank & Trust	1,875,384	250,000	812,692	-	2,749,198	1,936,506	-
	JP Morgan	129,100,000	250,000	131,427,000	600,000,000	-	468,573,000	-
(USB)	Wells Fargo Bank, N.A.	93,872,378	250,000	46,811,189	-	153,185,544	106,374,355	-
Artesia (FHLB)	First American Bank	40,151	40,151	-	-	-	-	-
Aztec	Citizens Bank	4,961	4,961	-	-	-	-	-
Belen (USB)	United Business	352,226	250,000	51,113	250,000	-	198,887	-
Carlsbad (FHLB)	Carlsbad National Bank	600	600	-	-	-	-	-
(FHLB)	Western Commerce Bank	804,037	250,000	277,019	-	844,010	566,991	-
Clayton (FHLB)	Farmers & Stockmen's Bank	26,221	26,221	-	100,000	-	100,000	-
Clovis (TIB)	Bank of Clovis	1,125,992	250,000	437,996	-	785,055	347,059	90,937
	Citizens Bank	2,714	2,714	-	-	-	-	-
(FHLB)	Western Bank	2,600,000	250,000	1,175,000	-	1,212,305	37,305	1,137,695
Hobbs (TIB)	Lea County State Bank	66,577	66,577	-	-	-	-	-
	Subtotal	516,011,685	2,895,240	323,560,224	603,550,000	944,746,241	1,224,736,017	1,478,632

**STATE OF NEW MEXICO
OFFICE OF THE STATE TREASURER CASH FLOW PORTFOLIOS
EXTERNAL AND INTERNAL INVESTMENT POOLS
SCHEDULE OF COLLATERAL PLEDGED BY DEPOSITORY (CONTINUED)
JUNE 30, 2022**

Location of Depository	Name of Institution	Deposits	FDIC	Collateral Required	Collateral Pledged		Excess (Under)	Uninsured/Uncollateralized
					Surety Bond Letter of Credit	Securities		
BANKS (Continued):								
Las Vegas (FHLB)	Southwest Capital Bank	\$ 795,029	\$ 250,000	\$ 272,515	\$ 475,000		\$ 202,485	\$ 70,029
(FHLB)	Community First Bank LV	35,308	35,308	-		410,097	410,097	-
Lordsburg (FHLB)	Western Bank	21,050	21,050	-	-	328,301	328,301	-
Los Alamos (FHLB)	Enterprise Bank & Trust	964	964	-	-	-	-	-
Raton (BBW)	InBank	1,556,609	250,000	1,332,741	-	1,682,145	349,404	-
Roswell (FHLB)	Bank of the Southwest	709,494	250,000	229,747	300,000	27,615	97,868	131,879
(TIB)	Valley Bank of Commerce	104,100	104,100	-	-	-	-	-
Santa Fe (FHLB)	Century Bank	500	500	-	-	-	-	-
Socorro (BA)	First State Bank	392,716	250,000	71,358	-	380,000	308,642	-
Taos (TIB)	Centennial Bank	21,560	21,560	-	-	-	-	-
SAVINGS AND LOANS:								
Roswell (FHLB)	Washington Federal	72,077,474	250,000	35,913,737	-	40,500,949	4,587,212	31,326,525
CREDIT UNION:								
Santa Fe	Guadalupe Credit Union	-	-	-	-	-	-	-
ANCILLARY RECEIVERSHIP ACCOUNTS:								
Santa Fe (WFB)	Century Bank	3,832,336	250,000	1,791,168	-	2,884,746	1,093,578	697,590
FISCAL AGENT BANK:								
(USB)	Wells Fargo Bank N.A.	93,527,103	-	46,763,552	-	225,265,539	178,501,987	-
	Subtotal	173,074,243	1,683,482	86,374,818	775,000	271,479,392	185,879,574	32,226,023
	Total	\$ 689,085,928	\$ 4,578,722	\$ 409,935,042	\$ 604,325,000	\$ 1,216,225,633	\$ 1,410,615,591	\$ 33,704,655

Details of the Collateral Pledged are on File with the Office of the State Treasurer.

**STATE OF NEW MEXICO
OFFICE OF THE STATE TREASURER CASH FLOW PORTFOLIOS
EXTERNAL AND INTERNAL INVESTMENT POOLS
SCHEDULE OF COLLATERAL PLEDGED BY DEPOSITORY (CONTINUED)
JUNE 30, 2022**

Location of Depository	Name of Institution	Deposits	FDIC	Collateral Required	Collateral Pledged		Excess (Under)	Uninsured/ Uncollateralized
					Surety Bond Letter of Credit	Securities		
Reconciliation to Note F3:								
Fiscal Agent Account		\$ 93,527,103	\$ -	\$ 46,763,552	\$ -	\$ 225,265,539	\$ 178,501,987	\$ -
Certificates of Deposit		<u>5,100,000</u>	<u>500,000</u>	<u>2,300,000</u>	<u>2,000,000</u>	<u>1,212,305</u>	<u>912,305</u>	<u>1,387,695</u>
Subtotal		<u>98,627,103</u>	<u>500,000</u>	<u>49,063,552</u>	<u>2,000,000</u>	<u>226,477,844</u>	<u>179,414,292</u>	<u>1,387,695</u>
Add:								
Agency Deposits		586,626,489	3,828,722	359,080,320	602,325,000	986,863,043	1,230,107,723	31,619,370
Ancillary Receivership Accounts		<u>3,832,336</u>	<u>250,000</u>	<u>1,791,168</u>	<u>-</u>	<u>2,884,746</u>	<u>1,093,578</u>	<u>697,590</u>
Subtotal		<u>590,458,825</u>	<u>4,078,722</u>	<u>360,871,488</u>	<u>602,325,000</u>	<u>989,747,789</u>	<u>1,231,201,301</u>	<u>32,316,960</u>
Total		<u>\$ 689,085,928</u>	<u>\$ 4,578,722</u>	<u>\$ 409,935,040</u>	<u>\$ 604,325,000</u>	<u>\$ 1,216,225,633</u>	<u>\$ 1,410,615,593</u>	<u>\$ 33,704,655</u>

Custodial Banks:
 (BBW) Bankers Bank of the West
 (FHLB) Fed. Home Loan Bank Dallas
 (TIB) The Independent Bankers Bank
 (USB) US Bank
 (WFB) Wells Fargo Bank

Details of the collateral pledged are on file with the Office of the State Treasurer.

**STATE OF NEW MEXICO
OFFICE OF THE STATE TREASURER CASH FLOW PORTFOLIOS
EXTERNAL AND INTERNAL INVESTMENT POOLS
SCHEDULE OF COLLATERAL PLEDGED BY DEPOSITORY (CONTINUED)
JUNE 30, 2022**

REPURCHASE AGREEMENTS:

Name of Custodian	Location of Custodian	Repurchase Agreements per Financial Statement	Collateral Required	Collateral Pledged By United States Treasuries	Issuer	CUSIP Number	Excess (Under) Collateralized
JP Morgan Chase	New York, NY	\$ 88,478,000	\$ 91,132,340	\$ 91,792,072	GOVT	3140QNQV7	\$ 659,732
JP Morgan Chase	New York, NY	92,970,000	95,759,100	96,308,594	GOVT	3133KPK80	549,494
JP Morgan Chase	New York, NY	89,729,000	92,420,870	93,091,903	GOVT	3140XHCJ4	671,033
JP Morgan Chase	New York, NY	10,461,811	10,775,665	10,825,782	GOVT	31418EE63	50,117
JP Morgan Chase	New York, NY	<u>250,000,000</u>	<u>255,000,000</u>	<u>255,158,391</u>	GOVT	912796R27	<u>158,391</u>
Total		<u>\$ 531,638,811</u>	<u>\$ 545,087,975</u>	<u>\$ 547,176,742</u>			<u>\$ 2,088,767</u>

* The State Treasurer's Office Investment Policy requires investments that have maturities in excess of 10 years must be collateralized at 103% vs. 102% for those investment with maturities under 10 years.

**STATE OF NEW MEXICO
OFFICE OF THE STATE TREASURER CASH FLOW PORTFOLIOS
EXTERNAL AND INTERNAL INVESTMENT POOLS
SCHEDULE OF ASSET MANAGEMENT COSTS (UNAUDITED)
JUNE 30, 2022**

2.2.2.12(G)(1)

For all asset classes except private asset classes and alternative investment classes:

<u>Consultant</u>	<u>Location</u>	<u>Description of Investments Subject to the Agreement</u>	<u>Fees</u>
Government Portfolio Advisors, LLC	2188 SW Park Place, Suite 100 Portland, OR 97205	Provides investment management consulting services and performance management for the portfolios the State Treasurer's Office maintains, primarily consisting of domestic fixed income securities and repurchase agreements.	\$ 73,587.50 per annum



**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

Honorable Michelle Lujan Grisham, Governor and
President, State Board of Finance
and
Honorable Tim Eichenberg, State Treasurer
New Mexico Office of the State Treasurer
and
Honorable Brian Colón, State Auditor
New Mexico Office of the State Auditor
Santa Fe, New Mexico

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the Local Government Investment Pool, the Consolidated Investment Pool, and the General Fund Investment Pool of the State of New Mexico (the Pools), including external (local) and internal (state) investments, administered by the of New Mexico Office of the State Treasurer administered by the Office of the State Treasurer (Office), as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the Pools' basic financial statements, and have issued our report thereon dated October 27, 2022.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Office's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Office's internal control. Accordingly, we do not express an opinion on the effectiveness of the Office's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the Office's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Honorable Michelle Lujan Grisham, Governor and
President, State Board of Finance
Honorable Tim Eichenberg, State Treasurer
Honorable Brian Colón, State Auditor

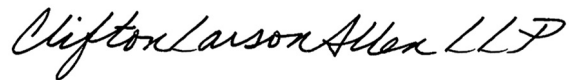
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies that may exist that have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Pools' financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* or 2.2.2 NMAC.

Report on Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the Pools' internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Pools' internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



CliftonLarsonAllen LLP

Albuquerque, New Mexico
October 27, 2022

STATE OF NEW MEXICO
OFFICE OF THE STATE TREASURER CASH FLOW PORTFOLIOS
EXTERNAL AND INTERNAL INVESTMENT POOLS
SCHEDULE OF FINDINGS AND RESPONSES
JUNE 30, 2022

Section I – Summary of Auditors’ Results

Financial Statements

Type of auditors’ report issued: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? _____ yes x no

- Significant deficiency(ies) identified that are not considered to be material weakness(es)? _____ yes x none reported

Noncompliance material to financial statements noted? _____ yes x no

**STATE OF NEW MEXICO
OFFICE OF THE STATE TREASURER CASH FLOW PORTFOLIOS
EXTERNAL AND INTERNAL INVESTMENT POOLS
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
JUNE 30, 2022**

There were no prior year audit findings for the year ended June 30, 2021.

**STATE OF NEW MEXICO
OFFICE OF THE STATE TREASURER CASH FLOW PORTFOLIOS
EXTERNAL AND INTERNAL INVESTMENT POOLS
EXIT CONFERENCE
JUNE 30, 2022**

An exit conference was held with the State Treasurer's Office on October 27, 2022. The conference was held online using a virtual forum as allowed in accordance with 2.2.2.10(M)(1) NMAC. The conference was held in a closed meeting to preserve the confidentiality of the audit information prior to the official release of the financial statements by the State Auditor. In attendance were:

STATE OF NEW MEXICO OFFICE OF THE STATE TREASURER

Tim Eichenberg, State Treasurer
Sam Collins, Deputy State Treasurer
Dominic Donio, Chief Financial Officer, Budget and Finance Division Director

CLIFTONLARSONALLEN LLP

Clarke Cagle, CPA, CGFM, CCIFP, Principal
Christopher Gregory, CPA, Manager
Maegan Morris, Senior

PREPARATION OF FINANCIAL STATEMENTS

The financial statements presented in this report have been prepared by the independent auditor and were reviewed and approved by the State Treasurer's Office. However, the financial statements remain the responsibility of management, as addressed in the Independent Auditors' Report. Management reviewed and approved the financial statements.



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