

Minnesota Association of Governments Investing for Counties

Annual Report

June 30, 2021

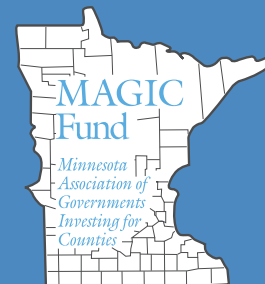


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*This information is for institutional investor use only, not for further distribution to retail investors, and does not represent an offer to sell or a solicitation of an offer to buy or sell any fund or other security. Investors should consider the investment objectives, risks, charges and expenses before investing in any of the Fund's portfolios. This and other information about the Fund's portfolios is available in the Fund's current Information Statement, which should be read carefully before investing. A copy of the Fund's Information Statement may be obtained by calling 1-800-731-7150 or is available on the Fund's website at www.magicfund.org. While the MAGIC Portfolio seeks to maintain a stable net asset value of \$1.00 per share and the MAGIC Term Portfolio seeks to achieve a net asset value of \$1.00 per share at the stated maturity, it is possible to lose money investing in the Fund. An investment in the Fund is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency. Shares of the Fund's portfolios are distributed by **PFM Fund Distributors, Inc.**, member Financial Industry Regulatory Authority ("FINRA") (www.finra.org) and Securities Investor Protection Corporation ("SIPC") (www.sipc.org). PFM Fund Distributors, Inc. is a wholly owned subsidiary of PFM Asset Management LLC.*



RSM US LLP

Independent Auditor's Report

Board of Trustees and Investors of the
Minnesota Association of Governments Investing for Counties

Report on the Financial Statements

We have audited the accompanying financial statements of the of the Minnesota Association of Governments Investing for Counties MAGIC Portfolio, MAGIC Term Series June 2021, and MAGIC Term Series June 2022 (each a Portfolio or, collectively, the Portfolios), which comprise the statements of net position as of June 30, 2021, and the related statements of changes in net position of the MAGIC Portfolio and MAGIC Term Series June 2021 for the year then ended, and changes in net position of MAGIC Term Series June 2022 for the period from November 4, 2020 (commencement of operations) through June 30, 2021, respectively, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

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Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the MAGIC Portfolio, MAGIC Term Series June 2022, and MAGIC Term Series June 2021 of the Minnesota Association of Governments Investing for Counties as of June 30, 2021, and the changes in net position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis on pages 3 through 6 be presented to supplement the basic financial statements. Such 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 financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements and other knowledge we obtained during our audits of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying Other Information - Schedule of Investments of the MAGIC Portfolio and MAGIC Term Series June 2022 as of June 30, 2021, is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management. The information 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 it.

RSM US LLP

Philadelphia, Pennsylvania
October 26, 2021

Management's Discussion and Analysis

We are pleased to present the Annual Report for the Minnesota Association of Governments Investing for Counties (“MAGIC” or the “Fund”) for the year ended June 30, 2021. Management’s Discussion and Analysis is designed to focus the reader on significant financial items and provide an overview of the financial statements of the Fund’s MAGIC Portfolio, MAGIC Term Series June 2022 and MAGIC Term Series June 2021 (each a “Portfolio” and, collectively, the “Portfolios”) for the year ended June 30, 2021. The financial statements presented within this Annual Report have been prepared in conformity with the reporting framework prescribed by the Governmental Accounting Standards Board (“GASB”) for local government investment pools.

Economic Update

The aftermath of the sharp economic contraction in the first part of 2020 remains with us in the form of ultra-low rates and economic uncertainty. The economy has rebounded this year to make up some lost ground, but significant gaps in employment and output remain. While the coronavirus peak may well be behind us, the way forward is far from clear. Monetary policy is greatly stimulative and the various initiatives to provide fiscal support have boosted the economy thus far in 2021, but they will soon play out. Meanwhile supply constraints, changing work behavior and the threat of inflation cloud the outlook.

With that as a backdrop, let us review the events that got us here...

After a tumultuous first half of the fiscal year, the U.S. remained in the throes of the coronavirus despite glimpses of an ongoing economic recovery. Moving forward, the distribution and efficacy of the approved vaccines will be crucial as the nation works to mitigate the damage caused to the physical health and financial well-being of the population at large.

On August 27, 2020, Federal Reserve (“Fed”) Chairman, Jerome Powell, announced a major shift in the Fed’s stance on inflation: over the coming years, the monetary policymaking body will allow the inflation rate to temporarily run above the traditional 2% target. This creates opportunities for extended periods of low interest rates as the Fed will no longer be pressured to raise rates following a period of high inflation. In this same meeting, Chairman Powell announced a new approach to the second half of the dual mandate. Employment numbers that breach the estimated maximum sustainable level will no longer be the sole cause for policy concerns or discussions. In 2021, we have no reason to believe that the Fed will deviate from these policies and that rates will remain, at least by historical standards, at or near their lows until at least 2023.

Optimism began to rise in the fourth quarter of 2020 as key economic indicators showed economic recovery. Throughout the quarter, the yield curve steepened with long-term rates rising due to increased long-term inflation expectations. The steepening was also caused by the prospect for further stimulus measures, which came to fruition as the \$1.9 trillion American Rescue Plan Act of 2021 was passed in early March 2021. The bill is meant to directly address the public health and economic crises by establishing nationwide stimulus and assistance programs and funding vaccine distributions.

November and December marked what many believe to be the beginning of the end of the pandemic. Both the Pfizer-BioNTech and Moderna vaccines were shown to be effective and received FDA emergency use authorization in December. Since then, more than 170 million people have received at least one vaccination. How effectively the federal and individual state governments can continue to distribute these vaccines and achieve the necessary herd immunity is the key question, as only then will our economy truly begin to recover in earnest.

With the public health situation drastically improving and pent-up consumer demand being released, personal consumption in the first quarter of 2021 grew at the second-fastest pace since the 1960s. Over 850,000 jobs were added in June with notable gains in leisure and hospitality, public and private education, and health care. With more Americans continuing to find jobs, the number of Americans filing for first-time unemployment benefits fell below 400,000 for the first time in over a year.

Due to the quicker than expected recovery, the April 2021 Federal Open Market Committee (“FOMC”) meeting minutes revealed that some FOMC officials began contemplating the timing and communication around a potential tapering of asset purchases. The FOMC remains “attuned and attentive” to the inflation outlook amid supply shortages and other risk factors.

Despite significant progress toward a comprehensive economic recovery, headwinds persist and mixed signals remain. Demand is recovering faster than supply, triggering supply chain bottlenecks and wage-price pressures. Inflation is also rising sooner than in previous cycles, with core consumer prices recently showing the sharpest monthly increase since 1982. Still, the prevailing sentiment is that the current wave of inflation is likely to be transitory in nature. However, at this same time, it is important to note that because of stronger inflation data, interest rate-sensitive industries such as housing may witness some stunted growth.

Looking forward, economists and strategists have modest long-term growth projections as uncertainty remains a key characteristic of our current environment. Perhaps the term “cautious optimism” best describes the current mood as we near what we hope to be the final innings of the pandemic.

Portfolio Strategy

An ultra-low short term interest rate environment presents unique challenges in managing the portfolio since opportunities are limited and there is fierce competition for income-earning assets. We actively managed the Fund's MAGIC Portfolio with a priority on defending against the volatile markets that we have witnessed over the period. The strategy during much of 2020 and into the first months of 2021 focused on positioning the MAGIC Portfolio to take advantage of continued Fed intervention and identifying relative value between allowable sectors, as well as selecting securities that fit the objectives of the portfolio. Over the fiscal year, our sector preferences shifted as market conditions evolved. For example, in the summer and fall of 2020, Federal Agencies offered relative value over comparable U.S. Treasury securities with consistent supply of new issuances that lasted until the end of 2020, at which point we began to favor the use of repurchase agreements.

The combination of the Fed's new rate policy, its stance on inflation and full employment, and its willingness to provide liquidity and support to the markets has reduced volatility and restored market liquidity. Moreover, a yield premium surfaced in longer-maturity securities while short-term rates remain relatively flat. This type of environment requires a keen focus on active management and relative value strategies.

In MAGIC Term, we continue to invest funds in highly rated credit instruments that offer relative value, providing additional yield over comparable government-issued money market securities. We believe that timely adjustments of our targeted maturity range for these credit instruments allow us to capture mispricing opportunities in the market without sacrificing the quality of investments.

Given that short-term interest rates are highly dependent on the economic outlook and monetary policy, we monitor these factors and stand ready to manage the portfolios accordingly. As always, our primary objectives are to protect the value of each portfolio's shares and to provide liquidity for investors. We will continue to work hard to achieve these goals, while focusing on maintaining and/or increasing investment yields in a prudent manner during these trying and volatile times.

Financial Statement Overview

The financial statements for each Portfolio include a Statement of Net Position and Statement of Changes in Net Position. These financial statements are supported by the Notes to Financial Statements. In addition, the Schedule of Investments for both the MAGIC Portfolio and MAGIC Term Series June 2022 are included as unaudited Other Information following the Notes to Financial Statements.

Condensed Financial Information and Analysis

Statements of Net Position: The Statements of Net Position present the financial position of each Portfolio as of June 30, 2021 and include all assets and liabilities of each Portfolio. Total assets of the Portfolios fluctuate as investable assets rise and fall when capital shares are issued and redeemed. The difference between total assets and total liabilities, which is equal to the investors' interest in the Portfolio's net position, is shown below for the current and prior fiscal year-end dates, as applicable:

	MAGIC Portfolio		MAGIC Term	MAGIC Term Series June 2021	
	June 30, 2021	June 30, 2020	Series June 2022	June 30, 2021 ⁽¹⁾	June 30, 2020
Total Assets	\$ 1,234,799,473	\$ 1,331,957,644	\$ 168,189,970	\$ 15,124	\$ 110,887,713
Total Liabilities	(494,064)	(802,085)	(123,953)	(15,124)	(195,385)
Net Position	\$ 1,234,305,409	\$ 1,331,155,559	\$ 168,066,017	\$ -	\$ 110,692,328

(1) Scheduled termination date for MAGIC Term Series June 2021.

MAGIC Portfolio: The decrease in total assets is primarily comprised of a \$74,730,901 decrease in investments and a \$22,218,245 decrease in cash and cash equivalents. The cash and cash equivalents as of June 30, 2021 includes a \$10,000,000 time deposit yielding 0.25%, which was reclassified from investments to cash equivalents since it is available on demand with one-day notice. Such time deposits at the end of the prior year totaled \$29,000,000. The decrease in investments compared and cash equivalents is mostly due to a mix of what the Portfolio was invested at the current fiscal year-end compared to the prior fiscal year-end. The decrease in total liabilities is mainly due to a \$135,595 decrease in subscriptions received in advance, which are funds received at the custodian bank prior to the proper notice required to invest them and issue shares, and the commencement of waivers for administration, sponsorship and custody fees during the year which decreased payables at the current year-end. Subscriptions received in advance will vary depending upon transactions occurring on a given day.

MAGIC Term Series June 2022: This Portfolio commenced operations November 4, 2020; therefore, it had no assets as of the prior fiscal year-end. Its total assets as of the current year-end are primarily comprised of \$167,755,826 of investments purchased with the proceeds of shares purchased. The Portfolio's liabilities include accrued fees payable to its service providers and an investment advisory waiver. Additional waivers will be determined upon its scheduled termination date on June 30, 2022.

MAGIC Term Series June 2021: This Portfolio ceased to operate as of June 30, 2021, its scheduled termination date. At this date, as is typical of a MAGIC Term series upon termination, its assets were comprised solely of \$15,124 of cash and cash equivalents since the 110,907,959 of shares outstanding as of the prior fiscal year-end were redeemed according to scheduled investor redemptions. The total liabilities for this Portfolio are comprised of accrued fees payable to its service providers, and the \$15,124 payable is net of \$269,376 of investment advisory fees waived during the current year.

Statements of Changes in Net Position: The Statements of Changes in Net Position present each Portfolio's activity for the year or period ended June 30, 2021. The changes in each Portfolio's net position for the year primarily relate to net capital shares issued/(redeemed) for the year, as well as net investment income during the period reported. The investment income of the Portfolios is driven by a combination of the amount of investable assets and the general short-term interest rate environment that impacts the yields on investments the Portfolios can purchase. Realized gains or losses on sale of investments occur whenever investments are sold for more or less than their carrying value. Activity within the Portfolios is outlined below for the current and prior fiscal periods, as applicable:

	MAGIC Portfolio		MAGIC Term Series June 2022	MAGIC Term Series June 2021	
	Year Ended June 30, 2021	Year Ended June 30, 2020	November 4, 2020 ⁽¹⁾ through June 30, 2021	Year Ended June 30, 2021 ⁽²⁾	July 1, 2019 ⁽¹⁾ through June 30, 2020
Investment Income	\$ 2,874,237	\$ 16,127,867	\$ 227,521	\$ 209,647	\$ 2,368,158
Net Expenses	(2,061,364)	(2,296,490)	(167,308)	75,061	(323,119)
Net Investment Income	812,873	13,831,377	60,213	284,708	2,045,039
Realized Gain on Sale of Investments	68,954	112,714	599	5,280	41,058
Net Capital Shares Issued/(Redeemed)	(97,731,977)	326,539,565	168,005,205	(110,982,316)	108,606,231
Change in Net Position	\$ (96,850,150)	\$ 340,483,656	\$ 168,066,017	\$ (110,692,328)	\$ 110,692,328

(1) Commencement of operations for each respective MAGIC Term Series.

(2) Scheduled termination date for MAGIC Term Series June 2021.

MAGIC Portfolio: The Portfolio's net position decreased approximately 7% year-over-year, which is reflected in the net capital shares redeemed above. Its average net assets increased approximately 18% year-over-year, however, while investable assets increased on average during the current year, the fall in yields in short-term investment rates resulted in investment income decreasing year-over-year. Net expenses are mostly comprised of administration, investment advisory and marketing fees, which are calculated as a percentage of average net assets, as well as other operating costs. Although gross expenses increased due to higher net assets year-over-year, net expenses were reduced by administrative, sponsorship and custodian fees totaling \$456,097, \$11,262 and \$4,800, respectively.

MAGIC Term Series June 2022: Since the Portfolio commenced operations during the current fiscal year, it had no changes in net position from the prior year. The Portfolio issued \$269,448,202 of shares in the current fiscal year and earned \$227,521 of investment income as those assets were invested. The Portfolio's net expenses include an investment advisory fee of 0.25% of its average daily net assets, so as assets increase this amount also increases. However, this amount was reduced by \$84,868 of investment advisory waivers caused by market conditions. Additional investment advisory or other waivers will be determined upon the Portfolio's scheduled termination date on June 30, 2022.

MAGIC Term Series June 2021: The Portfolio commenced operations during the prior fiscal year and terminated operations, as scheduled, on the current fiscal year-end date of June 30, 2021. Thus, the increase in net position from the prior fiscal period was totally offset by a decrease in net position in the current fiscal year as all shares were redeemed by the termination date. The investment income primarily decreased from the prior to the current fiscal period as a result of the decrease in short-term interest rates. The net expenses of the Portfolio reflect \$269,376 of investment advisory fees which were waived during the current year, which was actually \$75,061 in excess of fees for the current period and results in overall expenses for the current fiscal period being additive to net investment income instead of the typical deduction from net investment income.

The total return of the MAGIC Portfolio for the year ended June 30, 2021 was 0.07%, down from 1.55% for the year ended June 30, 2020. The return of each investor's investment in a MAGIC Term series varies based on the timing and rate at which they invest. Select financial highlights for each of the Portfolios for the current fiscal period, as compared to the prior fiscal period, as applicable, are as follows:

	MAGIC Portfolio		MAGIC Term Series June 2022	MAGIC Term Series June 2021	
	Year Ended June 30, 2021	Year Ended June 30, 2020	November 4, 2020 ⁽¹⁾ through June 30, 2021	Year Ended June 30, 2021 ⁽²⁾	July 1, 2019 ⁽¹⁾ through June 30, 2020
Ratio of Net Investment Income to Average Net Assets ⁽³⁾	0.07%	1.41%	0.05%	0.60%	1.60%
Ratio of Net Investment Income to Average Net Assets, Before Fees Waived/Restored and Expenses Paid Indirectly	0.02%	1.41%	(0.04)%	0.22%	1.60%
Ratio of Expenses to Average Net Assets	0.18%	0.24%	0.19%	(0.11)%	0.27%
Ratio of Expenses to Average Net Assets, Before Fees Waived/Restored and Expenses Paid Indirectly	0.23%	0.24%	0.28%	0.27%	0.27%

(1) Commencement of operations for each respective MAGIC Term Series.

(2) Scheduled termination date for MAGIC Term Series June 2021.

(3) Excludes realized and unrealized gains and losses. See Note B.

The ratios above are computed for each Portfolio taken as a whole. For each MAGIC Term series, these ratios are calculated on an annualized basis using the period during which shares of each Portfolio were outstanding as noted above. The computation of such ratios for an individual investor in a MAGIC Term series and net asset value of each investor's investment in a MAGIC Term series may vary based on the timing of capital transactions and rate upon which they invest.

MAGIC Portfolio: The Portfolio's ratio of expenses to average net assets slightly decreased by 0.01% due to the higher average net assets noted above, as well as by another 0.05% due the fee waivers noted above which were initiated during the current year due to market conditions. The ratio of net investment income to average net assets, both before and after factoring in fee waivers, decreased year-over-year due to the decrease in interest rates as noted above.

MAGIC Term Series June 2022: Since the Portfolio commenced operations during the current fiscal year, it had no ratios for the prior year. The Portfolio's net investment income ratio of 0.05% reflects the general interest rate environment as those assets were invested. The expense ratio includes an investment advisory fee of 0.25% of its average daily net assets and other operating expenses, but the expense ratio was also reduced by 0.09% of investment advisory fee waivers.

MAGIC Term Series June 2021: The Portfolio commenced operations during the prior fiscal year and terminated operations, as scheduled, on the current fiscal year-end date of June 30, 2021. The ratio of net investment income to average net assets decreased from the prior to the current fiscal period as a result of the decrease in short-term interest rates. The ratio of expenses to average net assets before fee waivers was unchanged year-over-year, however the ratio of expenses to average net assets after factoring in fee waivers decreased 0.38% from the prior fiscal to the current fiscal period to a negative 0.11% due to the \$269,376 of fee waivers noted previously. This waiver was \$75,061 in excess of fees for the current period and results in overall expenses for the current fiscal period being additive to net investment income instead of the typical deduction from net investment income. As a result, the ratio of net investment income to average net assets after factoring in fee waivers and expenses paid indirectly decreased by 1.00% from the prior to the current fiscal period.

Statements of Net Position

June 30, 2021

	MAGIC Portfolio	MAGIC Term Series June 2022	MAGIC Term Series June 2021
Assets			
Investments.....	\$ 1,195,410,905	\$ 167,755,826	\$ -
Cash and Cash Equivalents.....	38,865,304 ⁽¹⁾	367,761	15,124
Interest Receivable.....	523,264	66,383	-
<i>Total Assets</i>	<i>1,234,799,473</i>	<i>168,189,970</i>	<i>15,124</i>
Liabilities			
Subscriptions Received in Advance.....	306,776	-	-
Redemptions Payable.....	17,013	-	-
Administration Fees Payable.....	31,329	-	-
Investment Advisory Fees Payable.....	62,992	99,139	4,983
Marketing Fees Payable.....	23,142	-	-
Sponsorship Fees Payable.....	5,786	-	-
Banking Fees Payable.....	10,062	2,275	85
Audit Fees Payable.....	27,800	22,250	10,050
Other Accrued Expenses.....	9,164	289	6
<i>Total Liabilities</i>	<i>494,064</i>	<i>123,953</i>	<i>15,124</i>
Net Position	\$ 1,234,305,409	\$ 168,066,017	\$ -
Net Position Consists of:			
MAGIC Portfolio (applicable to 1,234,305,409 outstanding shares of beneficial interest; unlimited authorization; no par value; equivalent to \$1.00 per share).....	\$ 1,234,305,409		
MAGIC Term Series June 2022 (applicable to 168,206,796 outstanding shares of beneficial interest; unlimited authorization; no par value)..		\$ 168,066,017	

(1) Includes cash and bank time deposit accounts which are subject to a 1-day put. Guaranteed by Federal Home Loan Bank letters of credit.

The accompanying notes are an integral part of these financial statements.

Statements of Changes in Net Position

	MAGIC Portfolio	MAGIC Term Series June 2022 November 4, 2020 ⁽¹⁾ through June 30, 2021	MAGIC Term Series June 2021 Year Ended June 30, 2021 ⁽²⁾
Income			
Investment Income	\$ 2,874,237	\$ 227,521	\$ 209,647
Expenses			
Administration Fees.....	1,463,177	-	-
Investment Advisory Fees	640,907	225,507	179,571
Marketing Fees	231,363	-	-
Banking Fees	204,394	3,675	2,938
Audit Fees	27,300	22,250	10,050
Sponsorship Fees	115,681	-	-
Other Expenses	8,907	744	1,756
Total Expenses.....	2,691,729	252,176	194,315
Administration Fee Waivers	(456,097)	(84,868)	(269,376)
Sponsorship Fee Waivers.....	(11,262)	-	-
Custodian Fee Waivers.....	(4,800)	-	-
Expenses Paid Indirectly.....	(158,206)	-	-
Net Expenses.....	2,061,364	167,308	(75,061)
Net Investment Income	812,873	60,213	284,708
Other Income			
Net Realized Gain on Sale of Investments.....	68,954	599	5,280
Net Increase from Investment Operations Before Capital Transactions	881,827	60,812	289,988
Capital Shares Issued.....	4,971,526,969	269,448,202	87,982,481
Capital Shares Redeemed.....	(5,069,258,946)	(101,442,997)	(198,964,797)
Change in Net Position	(96,850,150)	168,066,017	(110,692,328)
Net Position – Beginning of Period	1,331,155,559	-	110,692,328
Net Position – End of Period	\$ 1,234,305,409	\$ 168,066,017	\$ -

(1) Commencement of operations for MAGIC Term Series June 2022.

(2) Scheduled termination date for MAGIC Term Series June 2021.

The accompanying notes are an integral part of these financial statements.

Notes to Financial Statements

A. Organization and Reporting Entity

The Minnesota Association of Governments Investing for Counties Fund (“MAGIC”, or the “Fund”) was established in December 1990 as a common law trust organized under Section 471.59 of the Minnesota Statutes (the “Joint Powers Act”). The Fund is overseen by a Board of Trustees (“Board”), members of which include representatives of Minnesota counties. Shares of the Fund are offered exclusively to certain Minnesota counties or instrumentalities of such counties. Since this Joint Powers Act entity is made up solely of tax-exempt participants exercising only those powers which are common to the contracting parties, the Fund is exempt from Federal and Minnesota income tax. The purpose of the Fund is to enable such counties to pool their available funds for investment. The investment policy and objective is to make investments in instruments as authorized by Section 118A.04, 118A.05, and 118A.06 of the Minnesota Statutes. The Fund has not provided or obtained any legally binding guarantees to support the value of shares. All participation in the Fund is voluntary. The Fund is not required to register with the Securities and Exchange Commission (“SEC”) as an investment company. The Fund’s financial statements have been prepared in conformity with the reporting framework prescribed by the Governmental Accounting Standards Board (“GASB”) for local government investment pools.

The Fund currently consists of the MAGIC Portfolio and the MAGIC Term Series. The financial statements of each MAGIC Term series are prepared at an interim date if the life of the series is in excess of 12 months and following the termination date for each series. These financial statements and related notes encompass MAGIC Term Series June 2022 and MAGIC Term Series June 2021, in addition to the MAGIC Portfolio (each a “Portfolio” and, collectively, the “Portfolios”). MAGIC Term Series June 2022 commenced operations on November 4, 2020 and its scheduled termination date is June 30, 2022. MAGIC Term Series June 2021 commenced operations on July 1, 2019 and terminated its operations on June 30, 2021, its scheduled termination date.

MAGIC Term Series’ shares have planned redemption dates of up to one year. Each series of MAGIC Term is a portfolio of Permitted Investments and will have a series-specific termination date. Multiple MAGIC Term Series are created with staggered maturity dates. MAGIC Term Series offers its investors an estimated yield on their investments when the shares are purchased. The investment strategy of MAGIC Term Series is to match, as closely as possible, the cash flows required to meet investors’ planned redemptions, including the projected dividend, with the cash flows from the portfolio. Consistent with this strategy, active trading of securities held by the portfolio will be practiced with the objective of enhancing the overall yield of the portfolio. An investor only receives dividends from the investment of the MAGIC Term Series in which it is invested. At the termination date of any MAGIC Term Series, any excess net income of the Series may be distributed in the form of a supplemental dividend only to investors of the Series that are outstanding on the termination date of the Series, and the excess net income will be allocated on a pro rata basis to all investors then outstanding. The investment portfolio of each MAGIC Term Series is accounted for independent of the investment portfolio of any other series or portfolio of MAGIC. In the event a MAGIC Term Series portfolio were to realize a loss (whether of principal or interest), no contribution would be made to such MAGIC Term Series from any other series or portfolio of MAGIC to offset such loss. No series would constitute security or collateral for any other series or portfolio.

B. Summary of Significant Accounting Policies

The following is a summary of significant accounting policies followed by the Fund in the preparation of its financial statements.

Measurement Focus and Basis of Accounting

The Fund reports transactions and balances using the economic resources management focus and the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred.

Cash and Cash Equivalents

The Fund reflects cash on deposit in bank accounts which is available within one business day as cash and cash equivalents. Certificates of deposit are disclosed separately as investments in the financial statements.

Valuation of Investments

In accordance with the authoritative guidance on fair value measurements and disclosures under GASB Statement No. 72, as amended, the Fund discloses the fair value of its investments in a hierarchy that prioritizes the inputs to valuation techniques used to measure the fair value. The hierarchy gives the highest priority to valuations based upon unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to valuations based upon unobservable inputs that are significant to the valuation (Level 3 measurements). The guidance establishes three levels of the fair value hierarchy as follows:

Level 1 – Quoted prices in active markets for identical assets.

Level 2 – Inputs other than quoted prices that are observable for the asset, including quoted prices for similar investments based on interest rates, credit risk and like factors.

Level 3 – Unobservable inputs for the assets, including the Portfolios' own assumptions for determining fair value.

Fund investments are assigned a level based upon the observability of the inputs which are significant to the overall valuation. In accordance with GASB Statement No. 79, MAGIC Portfolio securities are valued at amortized cost, which approximates fair value. GASB Statement No. 79 requires a comparison of the MAGIC Portfolio's investments on an amortized cost basis to fair values determined on a market value basis at least monthly. The market prices used to determine fair values in this comparison, as well as the fair values for investments held by MAGIC Term Series for external financial reporting purposes, are derived from closing bid prices as of the last business day of the month as supplied by third-party pricing services. Where prices are not available from these generally recognized sources, the securities are priced using a yield-based matrix system to arrive at an estimated market value. Prices that fall between data points are interpolated. The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities. Since the value is not obtained from a quoted price in an active market, all securities held by the Portfolios at June 30, 2021 are categorized as Level 2.

Investment Transactions

Security transactions are accounted for on the trade date (date the order to buy or sell is executed). Costs used in determining realized gains and losses on the sale of investment securities are those of specific securities sold. Interest income is recorded using the accrual method. Discounts and premiums are accreted and amortized, respectively, to interest income over the lives of the respective securities. Investment income on the Statements of Changes in Net Position includes unrealized gains/(losses) of \$15,452 and (\$144,591) for MAGIC Term Series June 2022 and MAGIC Term Series June 2021, respectively, which represent the change in fair value of investment securities held as of the reporting date.

Repurchase Agreements

Repurchase agreements entered into with broker-dealers are secured by government or agency obligations. The Fund's custodian takes possession of the collateral pledged for investments in repurchase agreements. The Fund also enters into tri-party repurchase agreements. Collateral pledged for tri-party repurchase agreements is held for the Fund by an independent third-party custodian bank until the maturity of the repurchase agreement. Repurchase agreements are collateralized at 102% of the obligation's principal and interest value. In the event of default on the obligation to repurchase, the Fund has the right to liquidate the collateral and apply the proceeds in satisfaction of the obligation. If the seller defaults and the value of the collateral declines, realization of the value of the obligation by the Fund may be delayed. In the event of default or bankruptcy by the other party to the agreement, realization and/or retention of the collateral may be subject to delays from legal proceedings.

Share Valuation and Participant Transactions

The net asset value ("NAV") per share of the MAGIC Portfolio is calculated as of the close of business each business day by dividing the net position of that Portfolio by the number of its outstanding shares. It is the MAGIC Portfolio's objective to maintain a NAV of \$1.00 per share, however there is no assurance that this objective will be achieved. The exact price for share transactions will be determined based on the NAV next calculated after receipt of a properly executed order. The number of shares purchased or redeemed will be determined by the NAV.

The NAV per share for each series of the MAGIC Term Series is calculated as of the close of business each business day, for purpose of computing fees, by dividing the total value of investments and other assets less any liabilities by the total outstanding shares. The value of an investors share redemption in a MAGIC Term Series will be determined as of the close of business on any day when a share redemption occurs and is equal to the original purchase price for such share, plus dividends thereon at the projected yield, less losses incurred by the series allocable to such share, if any. It is the Fund's intent to manage each series of the MAGIC Term Series in a manner that produces an NAV of \$1.00 per share on each planned redemption date, however there is no assurance that this objective will be achieved and shares redeemed prior to their original maturity date may be subject to an early redemption penalty.

Dividends and Distributions

On a daily basis, the MAGIC Portfolio declares dividends and distributions from its net investment income, and net realized gains or losses from securities transactions, if any. Such dividends and distributions are payable to investors of record at the time of the previous computation of the Portfolio's net asset value and are distributed to each investor's account by purchase of additional shares of the Portfolio on the last day of each month. For the year ended June 30, 2021, dividends totaling \$881,827 were distributed for the MAGIC Portfolio.

Dividends to investors in MAGIC Term are declared and paid on the termination date of each MAGIC Term series, except for dividends on shares redeemed pursuant to a planned early redemption or a premature redemption before the termination date of such series, which will be declared and paid when such shares are redeemed. For the year ended June 30, 2021, dividends totaling \$60,813 and \$1,010,713 were distributed for MAGIC Term Series June 2022 and MAGIC Term Series June 2021, respectively, and are included in the capital shares redeemed on the Statements of Changes in Net Position.

Redemption Restrictions

Shares of the MAGIC Portfolio are available to be redeemed upon proper notice without restrictions under normal operating conditions. There are no limits to the number of redemptions that can be made as long as an investor has a sufficient number of shares to meet their redemption request. The Board can suspend the right of withdrawal or postpone the date of payment if the Trustees determine that there is an emergency that makes the sale of a Portfolio's securities or determination of its net asset value not reasonably practical.

Shares of MAGIC Term Series are purchased to mature upon pre-determined maturity dates selected by the investor at the time of purchase. Should an investor need to redeem shares in a MAGIC Term Series prematurely, they must provide notice at least seven days prior to the premature redemption date. The value of a pre-mature redemption is equal to the original price for such share, plus dividends thereon, at the projected yield less such share's allocation of any losses incurred by the series, less a premature redemption penalty, if any. Refer to the Fund's Information Statement for additional information.

Income and Expense Allocations

Income, realized gains and losses, and expenses specific to each Portfolio of the Fund, such as investment advisory, audit, and banking fees, are allocated to the Portfolio to which they relate. Certain expenses of the Fund, such as legal fees, trustee expenses, and insurance premiums, are allocated between the MAGIC Portfolio and each MAGIC Term series based on the relative net assets of each when such expenses are incurred.

Use of Estimates

The preparation of financial statements under accounting principles generally accepted in the United States of America ("GAAP") requires management to make estimates and assumptions that affect the reported amounts and disclosure in the financial statements and the reported amounts of revenues and expenses during the period. Actual results could differ from those estimates.

Income Tax Status

The Fund is not subject to Federal or Minnesota income tax upon the income realized by it. Accordingly, no provision for income taxes is required in the financial statements.

Representations and Indemnification

In the normal course of business, the Fund enters into contracts that contain a variety of representations which provide general indemnifications. The Fund's maximum exposure under these arrangements is unknown as this would involve future claims that may be made against the Fund that have not yet occurred. However, based on experience, the Fund expects the risk of loss to be remote.

Subsequent Events Evaluation

The Fund has evaluated subsequent events through October 26, 2021, the date through which procedures were performed to prepare the financial statements for issuance. With the exception of the Transaction noted in Footnote D, no events have taken place that meet the definition of a subsequent event requiring adjustment to or disclosure in these financial statements.

C. Investment Risks

Under GASB Statement No. 40, as amended, State and Local governments and other municipal entities are required to disclose credit risk, concentration of credit risk, and interest rate risk for investment portfolios. The following risk disclosures of the MAGIC Portfolio and MAGIC Term Series June 2022 portfolios as of June 30, 2021 have been provided for the information of the Portfolios' investors.

Credit Risk

The Portfolios' investment policies, as outlined in the Fund's Information Statement, limit their investments to those which are authorized investments as permitted under Minnesota law. As of June 30, 2021, the MAGIC Portfolio and MAGIC Term Series June 2022 were comprised of investments which were, in aggregate, rated by S&P Global Ratings ("S&P") as follows:

S&P Rating	MAGIC Portfolio	MAGIC Term Series June 2022
AAAm	0.08%	-
A-1+	15.60%	21.01%
A-1	64.35%	78.99%
Exempt ⁽¹⁾	19.97%	-

(1) Represents investments in U.S. Treasury securities, which are not considered to be subject to overall credit risk GASB.

The ratings in the preceding chart for the MAGIC Portfolio include the ratings of collateral underlying repurchase agreements in effect at June 30, 2021. Securities with a long-term rating of A or higher are equivalent to the highest short-term rating category based on S&P rating methodology.

Concentration of Credit Risk

As outlined in the Fund's Information Statement, each Portfolio's investment policy establishes certain restrictions on investments and limitations on portfolio composition. The MAGIC Portfolio and MAGIC Term Series June 2022 investment portfolios at June 30, 2021 included the following issuers, aggregated by affiliated issuers where applicable, which individually represented greater than 5% of each Portfolio's total investment portfolio:

Issuer	MAGIC Portfolio	MAGIC Term Series June 2022
BofA Securities, Inc. ⁽¹⁾	6.56%	-
Canadian Imperial Bank of Commerce (NY)	<5.00%	5.63%
Cooperatieve Rabobank (NY)	<5.00%	5.96%
Credit Suisse (NY)	<5.00%	5.36%
Goldman Sachs Bank USA	<5.00%	5.37%
ING US Funding LLC	<5.00%	5.36%
Skandinaviska Enskilda Banken (NY)	<5.00%	5.96%
Sumitomo Mitsui Banking Corp. (NY)	<5.00%	5.96%
Svenska Handelsbanken (NY)	<5.00%	5.36%
Toyota Motor Credit Corp.	<5.00%	5.36%
U.S. Treasury	10.48%	-
Westpac Banking Corp. (NY)	<5.00%	5.96%

(1) This issuer is also counterparty to a repurchase agreement entered into by the MAGIC Portfolio. This repurchase agreement is collateralized by U.S. Treasury securities.

Interest Rate Risk

The Portfolios' investment policies limit their exposure to market value fluctuations due to changes in interest rates by requiring that (1) the MAGIC Portfolio maintain a dollar-weighted average maturity of not greater than sixty days and (2) the MAGIC Term Series maintain a weighted average maturity of not greater than 1 year. At June 30, 2021, the weighted average maturities of the MAGIC Portfolio and MAGIC Term Series June 2022, including cash and cash equivalents, were 52 days and 153 days, respectively.

The range of yields to maturity, actual maturity dates, principal values, fair values, and weighted average maturities of the types of investments the MAGIC Portfolio and MAGIC Term Series June 2022 held at June 30, 2021 are as follows:

MAGIC Portfolio

Type of Deposits and Investments	Yield-to-Maturity Range	Maturity Range	Principal	Fair Value	Weighted Average Maturity
Asset-Backed Commercial Paper	0.07%-0.32%	7/2/21-3/15/22	\$ 304,088,000	\$ 304,009,230	74 Days
Cash and Cash Equivalents	n/a	n/a	38,865,304	38,865,304	1 Day
Certificates of Deposit – Negotiable	0.07%-0.36%	7/1/21-3/25/22	435,045,000	435,063,031	63 Days
Commercial Paper	0.12%-0.28%	7/1/21-2/4/22	216,740,000	216,690,918	55 Days
Government Agency and Instrumentality Obligations:					
U.S. Treasury Bills	0.04%-0.05%	7/6/21-7/20/21	85,000,000	84,998,669	15 Days
U.S. Treasury Notes	0.03%-0.05%	7/15/21-7/31/21	40,137,520	40,249,057	23 Days
Money Market Funds	0.03%	n/a	1,000,000	1,000,000	7 Days
Repurchase Agreements	0.05%	7/1/21-8/11/21	113,400,000	113,400,000	3 Days
			<u>\$1,234,275,824</u>	<u>\$1,234,276,209</u>	

MAGIC Term Series June 2022

Type of Deposits and Investments	Yield-to-Maturity Range	Maturity Range	Principal	Fair Value	Weighted Average Maturity
Asset-Backed Commercial Paper	0.17%-0.23%	7/13/21-12/2/21	\$ 10,280,000	\$ 10,275,731	78 Days
Cash and Cash Equivalents	n/a	n/a	367,761	367,761	1 Day
Certificates of Deposit – Negotiable	0.15%-0.27%	8/16/21-5/16/22	105,195,000	105,200,627	188 Days
Commercial Paper	0.15%-0.27%	7/7/21-2/23/22	52,300,000	52,279,468	100 Days
			\$ 168,142,761	\$ 168,123,587	

The yields shown in the preceding table represent the yield-to-maturity at original cost except for adjustable rate instruments, for which the rate shown is the coupon rate in effect at June 30, 2021, and money market funds, for which the rate shown represents the current seven-day yield in effect at June 30, 2021.

The weighted-average maturities shown in the preceding table are calculated based on the stated maturity dates with the following exceptions: (1) floating or variable rate securities are assumed to have an effective maturity of the date upon which the security's interest rate next resets; (2) the effective maturity of callable securities is assumed to be its stated maturity unless the security had been called as of the reporting date, in which case the effective maturity would be assumed to be its called date; (3) for instruments subject to demand features, the effective maturity is assumed to be the period remaining until the principal amount of the security may be recovered through the demand feature; (4) the effective maturity of money market instruments is assumed to be the date upon which the collection of redemption proceeds is due, typically seven days; and (5) the effective maturity of cash and cash equivalents is assumed to be one day. Refer to the Schedule of Investments included in the unaudited Other Information that follows for further information.

D. Fees and Charges

Investment Advisory, Administration and Marketing Fees

Pursuant to an investment advisory and administration agreement with the Fund, PFM Asset Management LLC ("PFMAM") provides investment management services and administrative services necessary to the Portfolios. This includes accounting services, communications to participants regarding their accounts, and other operational responsibilities. Pursuant to its agreement with the Fund, PFMAM also provides training to marketing representatives, develops advertisements and provides other general marketing services to the Fund through PFMAM's wholly-owned broker/dealer subsidiary, PFM Fund Distributors, Inc. ("PFMFD").

For investment advisory services provided by PFMAM, the MAGIC Portfolio pays PFMAM a monthly fee at an annual rate equal to 0.075% on the first \$250,000,000 of the Portfolio's average daily net assets and 0.05% on assets in excess of \$250,000,000. For administrative services provided by PFMAM, the MAGIC Portfolio pays PFMAM a monthly fee at an annual rate equal to 0.17% on the first \$250,000,000 of the Portfolios's average daily net assets and 0.14% on assets in excess of \$250,000,000. Out of its administration fees, PFMAM allocates an amount equal to 0.02% of all MAGIC Portfolio average net assets to PFMFD for marketing services as described above. Such fees are calculated daily and paid monthly.

The investment advisory and agreement requires each MAGIC Term Series to pay PFMAM a monthly fee at an annual rate equal to 0.25% of each series' average daily net assets. Such fee is calculated daily and paid monthly. At its discretion, PFMAM may waive some or all of its fees for each MAGIC Term Series, and such waiver may be discontinued at any time. During the year ended June 30, 2021, PFMAM voluntarily waived \$269,376 of the fees to which it was entitled for services provided to MAGIC Term Series June 2021, of which \$69,736 related to fees accrued in the period July 1, 2019 (commencement of operations) through June 30, 2020 and \$89,905 in the year ended June 30, 2021. In addition, PFMAM voluntarily waived \$84,868 of the fees it was entitled for services provided to MAGIC Term Series June 2022 for the year ended June 30, 2021.

On July 7, 2021, U.S. Bancorp Asset Management Inc. ("USBAM"), a subsidiary of U.S. Bank, National Association, entered into a definitive agreement to purchase PFMAM, as well as its subsidiary PFMFD (the "Transaction"). The Transaction is expected to be completed in the fourth quarter of 2021, subject to regulatory approval and satisfaction of customary closing conditions. On August 2, 2021, the Fund's Board of Trustees Board approved the assignment to USBAM of the Fund's investment advisory and administration agreements with PFMAM, effective upon closing of the Transaction. The terms of these agreements were not changed by their assignment.

Sponsorship Fees

Pursuant to sponsorship agreements with the Fund, the Association of Minnesota Counties and Minnesota Association of County Auditors, Treasurers and Financial Officers (each a "Sponsor" and, collectively the "Sponsors") provide sponsorship and consulting services to the Fund. The sponsorship agreements require the MAGIC Portfolio to pay each Sponsor a sponsorship fee of 0.005% on the average net assets of the MAGIC Portfolio. During the year ended June 30, 2021, sponsorship fees totaled \$115,681 before \$11,262 of voluntary fee waivers which were shared evenly by each Sponsor.

Banking Fees

Pursuant to a custodian agreement with the Fund, U.S. Bank (“Custodian”) provides custody and cash management services to the Portfolios. The agreement requires each Portfolio to pay an annual custodian charge based upon a flat fee plus a fee based upon average net assets. In addition, the Custodian is paid a transaction charge for each trade, a fee for its cash management services, and a fee for account overdrafts. During the year ended June 30, 2021, the Custodian’s fees payable by the MAGIC Portfolio were reduced by \$158,206 as a result of earnings credits from cash balances as well as \$4,800 of additional custodian fee waivers.

Other Fund Expenses

The Fund pays expenses incurred by its Trustees and officers (in connection with the discharge of their duties), insurance for the Trustees, audit fees, legal fees, and other miscellaneous expenses.

Fee Deferral Agreements

Effective August 1, 2020, the Board on behalf of the MAGIC Portfolio entered into a Fee Deferral Agreement (“Fee Deferral Agreement”) with PFMAM pursuant to which PFMAM may, but shall not be obligated to, temporarily reduce a portion of its fees payable from the MAGIC Portfolio to assist the MAGIC Portfolio in an attempt to maintain a positive yield. In the event that PFMAM elects to initiate a fee reduction, such fee reduction shall be applicable to the computation of the NAV of the MAGIC Portfolio on the business day immediately following the date on which PFMAM gives notice to the Fund on the rate of the fee reduction to be applied in calculating the NAV. A fee reduction shall remain in effect until PFMAM terminates its fee reduction or revises, upward or downward, the rate of its fee reduction.

Under the terms of the Fee Deferral Agreement, at any time after a fee reduction has been terminated, and if the monthly distribution yield of the MAGIC Portfolio was in excess of 0.50% per annum for the preceding calendar month, PFMAM may elect to have the amount of its accumulated reduced fees restored in whole or in part under the conditions described in the Fee Deferral Agreement by way of a payment of fees in excess of the rate it was entitled to, prior to any fee reduction, all as set forth in the Fee Deferral Agreement. In all cases, the total fees paid to PFMAM in a given month may not exceed 115% of the fees payable by the MAGIC Portfolio under the terms of PFMAM’s related agreements with the Fund and any fees restored under the Fee Deferral Agreement may only be restored to PFMAM during the three-year period following the calendar month to which they relate.

The chart that follows depicts the administration fees waived during the year ended June 30, 2021 pursuant to the Fee Deferral Agreement, as well as the fiscal year in which such waivers will become unrecoverable if not restored to PFMAM.

	PFMAM
	Administration
	Fees
Waived Fees	\$ 456,097
Amounts Reimbursed	-
Amounts Unrecoverable	-
Remaining Recoverable	456,097
Waivers Not Reimbursed Become Unrecoverable in Fiscal Year-end:	
June 30, 2024	456,097
Total	\$ 456,097

**Other
Information
(unaudited)**

MAGIC Portfolio Schedule of Investments (unaudited)

June 30, 2021

Rate ⁽¹⁾	Maturity Date ⁽²⁾	Principal	Fair Value ⁽³⁾
Asset-Backed Commercial Paper (24.62%)			
Alpine Securitization LLC (Callable)			
0.31%	1/31/22	\$5,000,000	\$5,001,300
Bedford Row Funding Corporation			
0.16% ⁽⁴⁾	2/18/22	5,000,000	5,000,000
0.14% ⁽⁴⁾	3/15/22	10,000,000	10,000,000
Cancara Asset Securitization LLC			
0.14%	8/4/21	20,400,000	20,397,303
0.13%	8/16/21	25,000,000	24,995,847
Collateralized Commercial Paper FLEX Co LLC			
0.13%	9/14/21	1,500,000	1,499,594
0.32%	9/24/21	3,000,000	2,997,733
0.14%	10/5/21	20,000,000	19,992,533
0.16%	11/17/21	10,000,000	9,993,822
Collateralized Commercial Paper V Company LLC			
0.25%	10/4/21	12,000,000	11,992,083
0.25%	10/15/21	3,000,000	2,997,792
0.22%	11/9/21	3,000,000	2,997,598
0.18%	3/4/22	5,000,000	4,993,850
Crown Point Capital Company LLC			
0.20% ⁽⁴⁾	7/12/21	8,000,000	8,000,000
0.23% ⁽⁴⁾	11/1/21	9,000,000	9,000,000
0.23% ⁽⁴⁾	11/1/21	3,000,000	3,000,000
Crown Point Capital Company LLC (Callable)			
0.18%	12/3/21	5,000,000	5,000,000
0.22%	2/1/22	5,000,000	5,000,000
Fairway Finance Co LLC			
0.19% ⁽⁴⁾	7/2/21	5,000,000	5,000,000
0.14% ⁽⁴⁾	12/1/21	7,000,000	7,000,000
GTA Funding LLC			
0.07%	7/6/21	10,000,000	9,999,903
Liberty Street Funding LLC			
0.14%	9/7/21	16,000,000	15,995,769
0.10%	10/4/21	12,000,000	11,996,833
LMA-Americas LLC			
0.23%	7/7/21	10,000,000	9,999,617
0.13%	8/4/21	25,188,000	25,184,931
0.21%	11/2/21	7,000,000	6,994,937
Mont Blanc Capital Corporation			
0.17%	8/11/21	5,000,000	4,999,032
0.15%	9/9/21	9,000,000	8,997,375
Ridgefield Funding Company LLC			
0.11%	9/8/21	21,000,000	20,995,572
0.19%	10/4/21	10,000,000	9,995,118
0.23%	11/19/21	4,000,000	3,996,397
0.23%	12/3/21	5,000,000	4,995,049
Sheffield Receivables Co LLC			
0.14%	8/9/21	5,000,000	4,999,242
Total Asset-Backed Commercial Paper			304,009,230

The notes to the financial statements are an integral part of the schedule of investments.

MAGIC Portfolio Schedule of Investments (unaudited)

June 30, 2021

Rate ⁽¹⁾	Maturity Date ⁽²⁾	Principal	Fair Value ⁽³⁾
Certificates of Deposit (35.25%)			
Bank of America			
0.23%	8/5/21	\$7,400,000	\$7,400,000
Bank of Montreal (Chicago)			
0.18% ⁽⁴⁾	12/1/21	10,000,000	10,000,000
Barclays Bank (NY)			
0.16% ⁽⁴⁾	9/7/21	10,000,000	10,000,000
0.23% ⁽⁴⁾	10/1/21	10,000,000	10,000,000
Canadian Imperial Bank of Commerce (NY)			
0.22% ⁽⁴⁾	7/1/21	15,000,000	15,000,000
0.19% ⁽⁴⁾	8/20/21	5,000,000	5,000,000
Cooperatieve Rabobank (NY)			
0.14%	8/9/21	5,000,000	5,000,595
0.16% ⁽⁴⁾	3/25/22	10,000,000	10,000,000
Credit Agricole Corporate and Investment Bank (NY)			
0.13%	8/27/21	5,000,000	5,000,000
0.13%	9/1/21	5,000,000	5,000,000
Credit Suisse Group (NY)			
0.27%	1/24/22	5,000,000	5,000,000
DZ Bank (NY)			
0.14%	7/8/21	5,000,000	5,000,000
0.13%	8/4/21	8,000,000	8,000,000
0.11%	8/18/21	10,000,000	10,000,000
0.36% ⁽⁴⁾	2/17/22	6,000,000	6,005,746
Goldman Sachs Bank USA			
0.21%	10/1/21	5,000,000	5,000,000
HSBC USA			
0.22%	7/8/21	7,000,000	7,000,000
0.23%	2/7/22	5,000,000	5,000,000
0.25%	2/25/22	4,920,000	4,920,000
0.17%	3/3/22	5,000,000	5,000,000
Mizuho Bank Ltd. (NY)			
0.25%	7/7/21	6,000,000	6,000,000
0.16%	8/19/21	15,000,000	15,000,781
0.16%	9/3/21	8,000,000	7,999,999
0.18%	11/1/21	13,000,000	13,000,000
MUFG Bank Ltd. (NY)			
0.11%	7/30/21	15,000,000	15,001,310
0.30%	10/15/21	7,000,000	7,000,000
0.24%	1/13/22	8,000,000	8,000,000
Natixis (NY)			
0.19% ⁽⁴⁾	11/15/21	5,000,000	5,000,000
Skandinaviska Enskilda Banken (NY)			
0.13%	8/17/21	2,000,000	2,000,104
0.17%	10/7/21	11,000,000	11,000,298
0.16%	11/9/21	10,050,000	10,050,365
0.16% ⁽⁴⁾	11/29/21	12,000,000	12,000,000
Societe Generale (NY)			
0.17%	9/17/21	14,000,000	14,004,537
Sumitomo Mitsui Banking Corp. (NY)			
0.17% ⁽⁴⁾	12/23/21	15,000,000	15,000,000

The notes to the financial statements are an integral part of the schedule of investments.

MAGIC Portfolio Schedule of Investments (unaudited)

June 30, 2021

Rate ⁽¹⁾	Maturity Date ⁽²⁾	Principal	Fair Value ⁽³⁾
Sumitomo Mitsui Banking Corp. (NY) (Continued)			
0.17% ⁽⁴⁾	12/29/21	\$9,000,000	\$9,000,000
0.24% ⁽⁴⁾	1/4/22	10,000,000	10,000,000
0.24% ⁽⁴⁾	1/20/22	6,000,000	6,000,000
Sumitomo Mitsui Trust Bank Ltd. (NY)			
0.07%	7/1/21	20,000,000	20,000,000
0.21%	9/16/21	5,000,000	5,000,000
0.18%	10/29/21	7,000,000	7,000,000
Svenska Handelsbanken (NY)			
0.19% ⁽⁴⁾	8/31/21	7,000,000	7,000,000
0.15% ⁽⁴⁾	12/9/21	5,000,000	5,000,000
0.17% ⁽⁴⁾	2/8/22	10,000,000	10,000,000
0.18% ⁽⁴⁾	2/17/22	20,000,000	20,000,000
Swedbank (NY)			
0.18%	9/8/21	3,100,000	3,100,000
Toronto Dominion Bank (NY)			
0.15%	8/3/21	16,575,000	16,579,296
0.14% ⁽⁴⁾	12/9/21	5,000,000	5,000,000
UBS AG Stamford (CT)			
0.20%	12/3/21	3,000,000	3,000,000
Westpac Banking Corp. (NY)			
0.25% ⁽⁴⁾	7/29/21	15,000,000	15,000,000
0.16% ⁽⁴⁾	11/17/21	6,000,000	6,000,000
0.17% ⁽⁴⁾	11/24/21	3,000,000	3,000,000
Total Certificates of Deposit			435,063,031
Commercial Paper (17.56%)			
ABN AMRO Funding USA LLC			
0.25%	10/1/21	6,500,000	6,495,847
Bank of Montreal (Chicago)			
0.15% ⁽⁴⁾	12/20/21	5,000,000	5,000,000
0.19% ⁽⁴⁾	2/4/22	15,000,000	15,000,000
Citigroup Global Markets Inc.			
0.13%	8/2/21	25,000,000	24,997,111
0.19%	11/4/21	5,000,000	4,996,675
0.14%	1/6/22	5,000,000	4,996,325
Cooperatieve Rabobank (NY)			
0.17%	11/29/21	7,270,000	7,264,816
ING US Funding LLC			
0.22% ⁽⁴⁾	10/8/21	10,000,000	10,000,000
MetLife Short Term Funding LLC			
0.21%	7/6/21	10,000,000	9,999,708
0.21%	8/2/21	16,970,000	16,966,832
0.20%	8/3/21	5,000,000	4,999,083
Mitsubishi UFJ Trust & Banking Corp. (TX)			
0.12%	7/6/21	20,000,000	19,999,660
Mizuho Bank Ltd. (NY)			
0.17%	10/4/21	3,000,000	2,998,654
Natixis (NY)			
0.20%	10/15/21	6,000,000	5,996,467
0.20%	12/6/21	10,000,000	9,991,222
0.22% ⁽⁴⁾	1/3/22	10,000,000	10,000,000

The notes to the financial statements are an integral part of the schedule of investments.

MAGIC Portfolio

Schedule of Investments (unaudited)

June 30, 2021

Rate ⁽¹⁾	Maturity Date ⁽²⁾	Principal	Fair Value ⁽³⁾
Pricoa Short Term Funding LLC			
0.28%	7/1/21	\$5,000,000	\$5,000,000
0.27%	10/1/21	5,000,000	4,996,550
0.19%	11/1/21	2,000,000	1,998,702
Royal Bank of Canada (NY)			
0.14% ⁽⁴⁾	9/13/21	7,000,000	7,000,000
Sumitomo Mitsui Trust Bank Ltd. (NY)			
0.14%	8/11/21	5,000,000	4,999,203
0.14%	9/3/21	10,000,000	9,997,511
Toyota Motor Credit Corp.			
0.18% ⁽⁴⁾	7/6/21	5,000,000	5,000,000
0.24% ⁽⁴⁾	8/10/21	15,000,000	15,000,000
0.21%	1/14/22	3,000,000	2,996,552
Total Commercial Paper			216,690,918
Government Agency and Instrumentality Obligations (10.15%)			
U.S. Treasury Bills			
0.04%	7/6/21	25,000,000	24,999,859
0.05%	7/13/21	15,000,000	14,999,760
0.04%	7/20/21	45,000,000	44,999,050
U.S. Treasury Notes			
0.03%	7/15/21	20,137,520	20,220,936
0.05%	7/31/21	20,000,000	20,028,121
Total Government Agency and Instrumentality Obligations			125,247,726
Repurchase Agreements (9.19%)			
BofA Securities, Inc.			
0.05%	7/1/21	78,400,000	78,400,000
(Dated 6/30/21, repurchase price \$78,400,109, collateralized by U.S. Treasury securities, 1.50%, maturing 11/30/24, fair value \$79,968,011)			
Goldman Sachs & Company			
0.05%	7/7/21 ⁽⁵⁾	35,000,000	35,000,000
(Dated 6/30/21, repurchase price \$35,002,042, collateralized by U.S. Treasury securities, 0.00%-0.25%, maturing 10/7/21-8/15/25, fair value \$35,700,112)			
Total Repurchase Agreements			113,400,000
Money Market Funds (0.08%)			
Dreyfus Government Obligation Money Market Fund		Shares	Fair Value⁽³⁾
0.03%		1,000,000	1,000,000
Total Money Market Funds			1,000,000
Total Investments (96.85%) (Amortized Cost \$1,195,410,905)			1,195,410,905
Other Assets and Liabilities, Net (3.15%)			38,894,504
Net Position (100.00%)			\$1,234,305,409

(1) Yield-to-maturity at original cost unless otherwise noted. Money market fund rates represent the annualized seven-day yield as of June 30, 2021.

(2) Actual maturity dates, unless otherwise noted.

(3) See Note B to the financial statements.

(4) Adjustable rate security. Rate shown is that which was in effect at June 30, 2021.

(5) Subject to put with 7-day notice.

The notes to the financial statements are an integral part of the schedule of investments.

MAGIC Term Series June 2022 Schedule of Investments (unaudited)

June 30, 2021

Rate ⁽¹⁾	Maturity Date ⁽²⁾	Principal	Fair Value ⁽³⁾
Asset-Backed Commercial Paper (6.11%)			
Fairway Finance Company LLC			
0.17%	10/22/21	\$3,800,000	\$3,797,112
Starbird Funding Corporation			
0.17%	7/13/21	4,480,000	4,479,879
Ridgefield Funding Company LLC			
0.23%	12/2/21	2,000,000	1,998,740
<i>Total Asset-Backed Commercial Paper</i>			<u>10,275,731</u>
Certificates of Deposit (62.59%)			
Bank of Nova Scotia (Houston)			
0.23%	4/13/22	2,500,000	2,499,923
0.22%	4/14/22	5,000,000	4,999,845
Canadian Imperial Bank of Commerce (NY)			
0.24%	5/4/22	9,045,000	9,046,239
0.19%	5/16/22	400,000	399,858
Cooperatieve Rabobank (NY)			
0.25%	8/16/21	10,000,000	10,001,433
Credit Suisse Group (NY)			
0.26%	1/7/22	5,000,000	5,001,318
Goldman Sachs Bank USA			
0.21%	10/1/21	4,000,000	4,000,410
0.16%	11/26/21	5,000,000	5,000,000
Natixis (NY)			
0.20%	12/1/21	5,000,000	5,000,639
Skandinaviska Enskilda Banken (NY)			
0.16%	12/15/21	10,000,000	9,999,532
Societe Generale (NY)			
0.15%	1/6/22	3,000,000	2,999,050
Sumitomo Mitsui Banking Corp. (NY)			
0.19%	8/23/21	1,000,000	1,000,090
0.18%	3/1/22	9,000,000	8,998,171
Svenska Handelsbanken (NY)			
0.21%	12/23/21	3,500,000	3,500,682
0.23%	4/6/22	5,500,000	5,499,354
Swedbank (NY)			
0.18%	9/8/21	3,000,000	3,000,116
Toronto Dominion Bank (NY)			
0.21%	9/3/21	2,000,000	2,000,180
0.22%	10/5/21	2,000,000	2,000,268
0.23%	5/10/22	3,250,000	3,250,179
UBS AG Stamford (CT)			
0.27%	3/11/22	7,000,000	7,002,950
Westpac Banking Corp. (NY)			
0.18%	11/19/21	10,000,000	10,000,390
<i>Total Certificates of Deposit</i>			<u>105,200,627</u>
Commercial Paper (31.11%)			
ABN AMRO Funding USA LLC			
0.20%	7/8/21	5,000,000	4,999,870
0.15%	2/23/22	1,000,000	998,757
Barclays Capital Inc.			
0.27%	11/12/21	7,000,000	6,995,842

The notes to the financial statements are an integral part of the schedule of investments.



Trustees and Officers

Tim Dolan, Chair and Trustee
Commissioner
Sherburne County

E.J. Moberg, Vice Chair and Trustee
Auditor-Treasurer
Lyon County

Charlene Christenson, Trustee
Commissioner
Hubbard County

Sharon Euerle, Trustee
Treasurer
Meeker County

Cory Kampf, Trustee
CFO/Finance & Central Services Division Manager
Anoka County

Robert Hiivala, Trustee
Auditor-Treasurer
Wright County

David Lieser, Trustee
Commissioner
Chippewa County

Nancy Nilsen, Trustee
Auditor-Treasurer
St. Louis County

Steven Notch, Trustee
Commissioner
Stearns County

Sponsoring Organizations

**Minnesota Association of County Auditors, Treasurers
and Financial Officers**
Marc Inverson*, MACATFO President

Association of Minnesota Counties
Julie Ring*, Executive Director

**Ex-Officio Member of Board of Trustees*

Service Providers

Service Providers

Investment Advisor & Administrator
PFM Asset Management LLC
50 South 6th Street, Suite 2250
Minneapolis, Minnesota 55402

213 Market Street
Harrisburg, Pennsylvania 17101-2141

Distributor
PFM Fund Distributors, Inc.
50 South 6th Street, Suite 2250
Minneapolis, Minnesota 55402

213 Market Street
Harrisburg, Pennsylvania 17101-2141

Custodian
U.S. Bank, N.A.
60 Livingston Avenue
St. Paul, Minnesota 55107

Independent Auditors
RSM US LLP
30 South 17th Street, Suite 710
Philadelphia, Pennsylvania 19103

Legal Counsel
Kennedy & Graven, Chartered
150 South Fifth Street, Suite 700
Minneapolis, Minnesota 55402