

**Baird Short-Term Municipal Bond Fund**  
**Schedule of Investments**  
**December 31, 2016**

	<u>Principal Amount</u>	<u>Value</u>	<u>% of Net Assets</u>
<b>LONG-TERM INVESTMENTS</b>			
<b>Municipal Bonds</b>			
<b>Alabama</b>			
Jasper Water Works & Sewer Board, Inc., 5.000%, 06/01/2024 (Callable 06/01/2021)	\$ 100,000	\$ 111,426	
State of Alabama Docks Department, 5.000%, 10/01/2022 (Callable 01/30/2017)	25,000	25,069	
		<u>136,495</u>	<u>0.2%</u>
<b>Alaska</b>			
Alaska Housing Finance Corp., 4.000%, 06/01/2040 (Callable 06/01/2021)	40,000	40,740	0.1%
<b>Arizona</b>			
Arizona Health Facilities Authority, 4.625%, 07/01/2019	30,000	32,129	
Arizona State University, 6.000%, 07/01/2026 (Pre-refunded to 07/01/2018)	250,000	267,655	
Arizona Transportation Board: 5.000%, 07/01/2017	25,000	25,502	
5.000%, 07/01/2025 (Pre-refunded to 07/01/2019)	250,000	271,553	
BluePath 2016-1 TE Trust, 2.750%, 09/01/2026 (Callable 08/27/2021)	250,000	230,790	
City of El Mirage AZ, 5.000%, 07/01/2026 (Callable 07/01/2020)	50,000	54,942	
City of Winslow AZ Wastewater System Revenue, 2.000%, 07/01/2019 (Insured by AGM)	25,000	25,067	
Festival Ranch Community Facilities District, 2.000%, 07/15/2018 (Insured by BAM)	25,000	25,143	
Maricopa County Industrial Development Authority: 2.550%, 07/01/2021	185,000	180,689	
2.625%, 07/01/2021	100,000	97,083	
Scottsdale Mountain Community Facilities District, 4.600%, 07/15/2017 (Callable 01/30/2017)	100,000	100,199	
The Industrial Development Authority of the City of Phoenix, 0.690%, 11/15/2052 (Optional Put Date 01/31/2017)(1)	1,000,000	1,000,000	
The Industrial Development Authority of the County of Pima, 4.950%, 10/01/2020	245,000	262,035	
Vistancia Community Facilities District, 5.000%, 07/15/2021 (Callable 07/15/2020)	150,000	166,063	
		<u>2,738,850</u>	<u>4.7%</u>
<b>Arkansas</b>			
City of Jacksonville AR Wastewater Revenue, 4.000%, 12/01/2025 (Callable 06/01/2021)	110,000	116,746	
City of Little Rock AR, 2.000%, 03/01/2038 (Callable 03/01/2021)	150,000	149,174	
City of Rogers AR, 2.125%, 11/01/2029 (Callable 11/01/2021)	70,000	69,603	
City of Van Buren AR Water & Sewer Revenue, 2.000%, 12/01/2019 (Insured by AGM)	150,000	150,675	
Pulaski County Public Facilities Board, 4.000%, 07/01/2017	50,000	50,594	
University of Central Arkansas, 2.500%, 09/01/2017 (Insured by AGM)	40,000	40,357	
		<u>577,149</u>	<u>1.0%</u>
<b>California</b>			
California Health Facilities Financing Authority, 5.000%, 04/01/2020	65,000	68,940	
California School Finance Authority: 3.000%, 08/01/2017	50,000	50,328	
3.000%, 08/01/2017	100,000	100,656	
California State Public Works Board, 5.000%, 12/01/2019 (Insured by AMBAC)	70,000	74,991	
California Statewide Communities Development Authority: 6.000%, 01/01/2021 (ETM)	100,000	108,309	
3.500%, 11/01/2021 (Callable 11/01/2019) (3)	200,000	208,300	

Central School District, 6.250%, 08/01/2040 (Callable 08/01/2021)	225,000	258,561	
City of Redding CA, 1.435%, 07/01/2022 (ETM)(1)(2)	50,000	47,402	
Commerce Community Development Commission Successor Agency, 0.000%, 08/01/2021 (ETM)	155,000	125,206	
Corona-Norca Unified School District, 0.000%, 08/01/2026	20,000	19,403	
Fresno Unified School District, 0.000%, 08/01/2033 (Callable 08/01/2021)	100,000	39,778	
Jurupa Public Financing Authority, 4.000%, 09/01/2018	25,000	25,855	
La Quinta Financing Authority, 5.550%, 10/01/2018	40,000	42,038	
Menlo Park City School District, 0.000%, 07/01/2025 (Callable 07/01/2018)	100,000	68,029	
Northern California Gas Authority, 1.197%, 07/01/2019 (1)	100,000	98,729	
Palomar Health, 3.000%, 11/01/2017 (3)	100,000	100,646	
San Diego Community Facilities District No. 3, 5.000%, 09/01/2018	25,000	26,349	
San Diego Redevelopment Agency Successor Agency, 4.000%, 09/01/2018	50,000	52,237	
Soledad Unified School District: 8.000%, 08/01/2020 (Insured by AGM) (3)	60,000	71,663	
8.000%, 08/01/2022 (Insured by AGM) (3)	70,000	89,238	
State of California: 5.250%, 10/01/2020 (Callable 10/01/2019)	1,000,000	1,096,840	
5.000%, 09/01/2022	165,000	190,768	
University of California, 1.400%, 05/15/2046 (Callable 11/15/2020)(Mandatory Tender Date 05/15/2021)	100,000	96,690	
Washington Township Health Care District, 5.000%, 07/01/2017	50,000	50,820	
Yuba Community College District, 0.000%, 08/01/2028 (Callable 08/01/2017)(Insured by AMBAC)	45,000	26,047	
		<u>3,137,823</u>	<u>5.3%</u>
<b>Colorado</b>			
Bromley Park Metropolitan District No. 2, 4.250%, 12/01/2022 (Callable 12/01/2017)	60,000	60,210	
Colorado Educational & Cultural Facilities Authority: 4.000%, 07/01/2018	120,000	124,382	
3.000%, 12/15/2018	75,000	76,495	
4.000%, 06/01/2020	100,000	105,671	
4.000%, 10/01/2020	125,000	132,061	
E-470 Public Highway Authority: 0.000%, 09/01/2020	125,000	113,164	
2.470%, 09/01/2039 (Callable 03/01/2017)(Mandatory Tender Date 09/01/2017)(1)	75,000	74,995	
Fossil Ridge Metropolitan District No. 3, 4.000%, 12/01/2020	50,000	52,564	
Park 70 Metropolitan District: 5.000%, 12/01/2017	135,000	138,590	
5.000%, 12/01/2018	160,000	168,190	
Regional Transportation District, 5.000%, 06/01/2025 (Callable 06/01/2020)	100,000	109,171	
VDW Metropolitan District No. 2, 1.250%, 12/01/2018 (Insured by AGM)	55,000	54,750	
Vista Ridge Metropolitan District: 4.500%, 12/01/2023 (Insured by BAM) (3)	75,000	82,017	
4.500%, 12/01/2024 (Insured by BAM) (3)	250,000	273,815	
		<u>1,566,075</u>	<u>2.7%</u>
<b>Connecticut</b>			
Bristol Housing Authority, 0.820%, 08/01/2018 (Mandatory Tender Date 08/01/2017)(1)	50,000	49,852	
City of Hartford CT, 5.000%, 04/01/2020 (ETM)	100,000	110,454	
Regional School District No. 8, 5.000%, 05/01/2019 (Callable 05/01/2017)	75,000	75,929	
Town of Plymouth CT, 4.000%, 07/15/2019	25,000	25,845	
		<u>262,080</u>	<u>0.4%</u>

**District of Columbia**

District of Columbia, 5.450%, 07/15/2035 (Pre-refunded to 07/15/2018)(Insured by AGM)	100,000	105,504	
District of Columbia Housing Finance Agency, 3.500%, 06/15/2023	235,000	238,805	
		<u>344,309</u>	<u>0.6%</u>

**Florida**

City of Jacksonville FL, 5.000%, 11/01/2022	50,000	55,842	
City of North Port FL, 4.000%, 07/01/2018 (Insured by BAM)	50,000	51,924	
City of Port St Lucie FL Utility System Revenue: 5.000%, 09/01/2021	35,000	39,545	
5.250%, 09/01/2022	100,000	116,191	
City of Tallahassee FL, 5.000%, 12/01/2019	50,000	53,758	
City of Tampa FL, 5.250%, 11/15/2024 (Callable 05/15/2020)	375,000	415,061	
Florida Housing Finance Corp., 4.000%, 07/01/2047 (Callable 07/01/2025)	150,000	159,285	
Florida Municipal Power Agency: 1.278%, 10/01/2021 (Callable 01/05/2017)(Insured by AMBAC)(1)(2)	50,000	47,998	
1.278%, 10/01/2027 (Callable 01/04/2017)(Insured by AMBAC)(1)(2)	100,000	90,729	
Florida State Municipal Loan Council, 3.000%, 10/01/2020	500,000	510,475	
Halifax Hospital Medical Center, 3.000%, 06/01/2017	55,000	55,423	
Lee County School Board, 5.000%, 08/01/2023	140,000	162,653	
Martin County Health Facilities Authority, 3.750%, 11/15/2020	125,000	130,620	
Orange County Health Facilities Authority, 6.250%, 10/01/2021	50,000	55,462	
Orange County School Board, 4.500%, 08/01/2020 (Pre-refunded to 08/01/2017)	35,000	35,703	
Osceola County Housing Finance Authority, 1.050%, 10/01/2019 (Callable 10/01/2017)(Mandatory Tender Date 04/01/2018)	500,000	497,455	
St. Lucie County School Board, 5.000%, 10/01/2018 (Insured by AGM)	50,000	53,054	
		<u>2,531,178</u>	<u>4.3%</u>

**Georgia**

Bartow County Development Authority, 2.375%, 09/01/2029 (Mandatory Tender Date 08/10/2017)	185,000	185,869	
City of Atlanta GA: 5.000%, 01/01/2023 (Callable 01/01/2020) (3)	450,000	485,442	
5.000%, 01/01/2024 (Callable 01/01/2020) (3)	500,000	538,325	
Georgia State Road & Tollway Authority, 5.000%, 06/01/2017 (Callable 01/30/2017)	30,000	30,094	
Main Street Natural Gas, Inc., 5.000%, 03/15/2019	125,000	132,234	
Peach County GA Development Authority, 1.200%, 10/01/2018 (Callable 04/01/2018)	250,000	248,545	
Private Colleges & Universities Authority, 5.000%, 10/01/2020	50,000	54,247	
		<u>1,674,756</u>	<u>2.9%</u>

**Idaho**

Idaho Housing & Finance Association, 5.000%, 07/15/2018	25,000	26,363	0.0%
--	--------	--------	------

**Illinois**

Chicago O'Hare International Airport: 5.000%, 01/01/2020 (Callable 01/01/2017)(Insured by AGM)	65,000	65,000	
5.000%, 01/01/2020	50,000	54,407	
Chicago Transit Authority, 5.250%, 12/01/2023 (Callable 12/01/2021)	25,000	27,801	
City of Berwyn IL: 3.000%, 12/01/2017 (3)	50,000	50,567	
4.000%, 12/01/2019 (3)	125,000	130,723	
City of Chicago IL: 5.000%, 01/01/2017	30,000	30,000	
5.000%, 01/01/2018 (Callable 01/30/2017)(Insured by AGM)	75,000	75,781	
City of Chicago IL Motor Fuel Tax Revenue, 5.000%, 01/01/2019	100,000	102,780	
City of Chicago IL Wastewater Transmission Revenue, 5.000%, 01/01/2020	50,000	53,400	
City of Rockford IL, 4.700%, 12/15/2017 (Insured by AGM)	25,000	25,394	

Cook County School District No. 99 Cicero, 1.500%, 12/01/2026 (Callable 01/09/2017) (3)	300,000	300,333
Danville Public Building Commission, 4.000%, 12/01/2019	115,000	120,959
DuPage County Community High School District No. 100 Fenton, 2.000%, 12/15/2018	70,000	70,830
Governors State University, 4.000%, 10/01/2020 (Callable 10/01/2017)	50,000	50,563
Homewood-Flossmoor Park District, 3.000%, 12/01/2017 (Insured by AGM)	50,000	50,599
Illinois Finance Authority: 5.000%, 08/15/2017	50,000	50,930
4.000%, 10/01/2017	75,000	76,388
5.000%, 02/15/2020	100,000	105,682
6.250%, 05/01/2022 (Pre-refunded to 05/01/2020)	45,000	51,538
5.000%, 05/15/2023	100,000	114,552
1.782%, 05/01/2036 (Callable 11/01/2020)(Mandatory Tender Date 05/01/2021)(1)	135,000	135,192
1.300%, 07/01/2042 (Mandatory Tender Date 05/08/2017)	90,000	89,929
Illinois Housing Development Authority, 2.450%, 06/01/2043 (Callable 01/01/2023)	199,191	192,195
Illinois State University, 5.000%, 04/01/2023 (Callable 04/01/2021)	100,000	108,315
Kane County Community Unit School District No. 304 Geneva, 4.250%, 01/01/2025 (Callable 01/01/2018)(Insured by AGM)	25,000	25,603
Kankakee River Metropolitan Agency, 2.000%, 05/01/2018 (Insured by AGM)	100,000	100,168
Lake County Community High School District No. 117 Antioch, 0.000%, 12/01/2019	140,000	129,765
Lake County Community High School District No. 127 Grayslake, 0.000%, 02/01/2020	150,000	139,866
Lake County School District No. 1 Winthrop Harbor, 3.000%, 02/01/2019	85,000	87,135
McHenry & Kane Counties Community Consolidated School District No. 158 Huntley, 0.000%, 01/01/2017	25,000	25,000
Metropolitan Pier & Exposition Authority: 5.300%, 06/15/2018 (Callable 06/15/2017)(Insured by NPFGC)	120,000	123,224
5.300%, 06/15/2018 (Pre-refunded to 06/15/2017)(Insured by NPFGC)	50,000	51,462
0.000%, 06/15/2019	50,000	46,546
0.000%, 06/15/2019	135,000	124,620
Ogle & Winnebago Counties Community Unit School District No 223 Meridian, 0.000%, 12/01/2017 (ETM)(Insured by AGM)	20,000	19,795
Ogle & Winnebago Counties Community Unit School District No. 223 Meridian, 5.000%, 12/01/2021 (Insured by BAM)	150,000	167,576
Public Building Commission of Chicago, 5.000%, 03/01/2020 (Callable 03/01/2017)(Insured by AMBAC)	100,000	100,523
Southern Illinois University, 2.050%, 04/01/2017	60,000	59,822
St Clair County Community Consolidated School District No. 90 O'Fallon, 0.000%, 12/01/2020	100,000	90,963
State of Illinois: 0.000%, 08/01/2017	20,000	19,683
5.000%, 06/01/2019	100,000	103,429
5.000%, 03/01/2020	90,000	93,233
5.000%, 04/01/2020	30,000	31,095
5.000%, 01/01/2022 (Callable 01/01/2020)	100,000	103,360
6.500%, 06/15/2022	45,000	50,410
The Illinois Sports Facilities Authority: 0.000%, 06/15/2017 (Insured by AMBAC)	50,000	49,398
0.000%, 06/15/2018 (Insured by AMBAC)	50,000	47,800
Village of Cary IL, 1.500%, 03/01/2019 (Insured by BAM)	97,000	95,447
Village of Crestwood IL: 2.000%, 12/15/2018 (Insured by BAM)	150,000	151,518
4.500%, 12/15/2025 (Callable 12/15/2022)(Insured by BAM)	60,000	64,595
Village of Lyons IL, 5.000%, 12/01/2025 (Callable 12/01/2022)(Insured by BAM)	25,000	28,133
Village of McCook IL, 5.000%, 12/01/2020 (Callable 12/01/2018)	50,000	52,454
Western Illinois University, 4.000%, 04/01/2019	50,000	51,832
White County Community Unit School District No. 5 Carmi-White, 4.300%, 12/01/2021 (Insured by AGM)	100,000	106,309
Will County IL School District No. 114 Manhattan, 0.000%, 12/01/2019	50,000	46,252
Will County IL School District No. 365 Valley View, 0.000%, 11/01/2021 (Insured by AGM)	100,000	87,078

Wilmette Park District, 3.000%, 12/01/2017	20,000	20,321	
		<u>4,628,273</u>	<u>7.9%</u>
<b>Indiana</b>			
City of Goshen IN Waterworks Revenue, 4.100%, 01/01/2021 (Callable 01/30/2017)(Insured by AGM)	470,000	470,860	
County of Tippecanoe IN, 0.770%, 11/01/2030 (Optional Pute Date 01/06/2017)(Callable 01/31/2017)(1)	300,000	300,000	
East Porter County School Building Corp., 4.000%, 01/15/2018	50,000	51,451	
Indiana Bond Bank, 5.250%, 10/15/2019	55,000	59,325	
Indiana Finance Authority: 4.000%, 12/01/2017	50,000	51,293	
4.000%, 02/01/2018	50,000	51,536	
Indiana Health & Educational Facilities Financing Authority, 1.750%, 11/15/2031 (Mandatory Tender Date 11/02/2021)	250,000	242,645	
Indiana Health Facility Financing Authority: 0.648%, 05/01/2020 (Callable 01/06/2017)(Insured by AMBAC)(1)(2)	25,000	23,578	
5.000%, 10/01/2027 (Mandatory Tender Date 06/01/2017)	20,000	20,326	
Noblesville High School Building Corp., 0.000%, 02/15/2018	20,000	19,556	
Pike Township Metropolitan School District, 2.000%, 01/15/2017	25,000	25,009	
South Bend Community School Corp., 5.000%, 07/15/2017	100,000	101,022	
Twin Lakes Regional Sewer District, 3.000%, 01/01/2018 (Insured by AGM)	50,000	50,907	
		<u>1,467,508</u>	<u>2.5%</u>
<b>Iowa</b>			
City of Coralville IA, 4.000%, 06/01/2019	100,000	103,408	
Iowa Finance Authority: 3.500%, 09/01/2017	100,000	100,268	
3.500%, 07/01/2046 (Callable 01/01/2026)	250,000	259,905	
Iowa Higher Education Loan Authority, 2.000%, 12/01/2018 (Callable 06/01/2018) (3)	1,000,000	998,690	
Xenia Rural Water District, 2.000%, 12/01/2017	125,000	125,134	
		<u>1,587,405</u>	<u>2.7%</u>
<b>Kansas</b>			
City of Hutchinson KS: 4.000%, 12/01/2017 (3)	70,000	71,122	
4.000%, 12/01/2018 (3)	200,000	205,582	
4.000%, 12/01/2019 (3)	210,000	215,679	
State of Kansas Department of Transportation, 0.813%, 09/01/2019 (1)	125,000	124,081	
		<u>616,464</u>	<u>1.1%</u>
<b>Kentucky</b>			
Kentucky Municipal Power Agency, 2.120%, 09/01/2042 (Callable 03/01/2018)(Mandatory Tender Date 09/01/2018)(1)	50,000	50,042	0.1%
<b>Louisiana</b>			
Regional Transit Authority, 0.000%, 12/01/2021	90,000	71,999	0.1%
<b>Maine</b>			
Maine State Housing Authority: 3.500%, 11/15/2045 (Callable 05/15/2025)	45,000	46,647	
4.000%, 11/15/2045 (Callable 11/15/2025)	245,000	259,007	
		<u>305,654</u>	<u>0.5%</u>

<b>Maryland</b>			
Maryland Health & Higher Educational Facilities Authority, 5.000%, 07/01/2018	25,000	26,155	
Maryland State Transportation Authority, 5.000%, 03/01/2018 (Callable 03/01/2017)	30,000	30,182	
		<u>56,337</u>	<u>0.1%</u>
<b>Massachusetts</b>			
Eaton Vance Municipal Bond Fund II, 1.770%, 07/01/2019 (Callable 01/30/2017)(1)	100,000	100,013	
Massachusetts Housing Finance Agency: 4.000%, 12/01/2044 (Callable 06/01/2025)	95,000	100,281	
3.500%, 12/01/2046 (Callable 12/01/2025)	1,000,000	1,030,350	
Town of Ashburnham MA, 4.250%, 07/01/2021 (Callable 07/01/2018)	250,000	259,333	
		<u>1,489,977</u>	<u>2.5%</u>
<b>Michigan</b>			
City of Detroit MI Sewage Disposal System Revenue, 7.000%, 07/01/2027 (Callable 07/01/2019)(Insured by AGM)	50,000	55,911	
City of Detroit MI Water Supply System Revenue, 4.250%, 07/01/2017	55,000	55,794	
City of Saginaw MI Water Supply System Revenue, 4.000%, 07/01/2020 (Insured by AGM) (3)	25,000	26,572	
Dexter Community Schools, 5.100%, 05/01/2018	25,000	25,735	
Hudsonville Public Schools, 4.000%, 05/01/2017 (Insured by Q-SBLF)	75,000	75,679	
Lowell Area Schools, 0.000%, 05/01/2019	100,000	95,814	
Michigan Finance Authority: 3.400%, 10/01/2020	100,000	102,184	
5.500%, 06/01/2021 (Pre-refunded to 06/01/2017)	500,000	524,040	
1.268%, 10/15/2038 (Callable 04/15/2020)(Mandatory Tender Date 10/15/2020)(1)	350,000	344,547	
Michigan State Hospital Finance Authority, 1.625%, 11/01/2027 (Mandatory Tender Date 11/01/2019)	45,000	44,636	
Michigan State Housing Development Authority, 3.500%, 06/01/2047 (Callable 06/01/2026)	700,000	721,119	
Rudyard MI Area Schools, 1.500%, 05/01/2019	25,000	24,722	
South Haven Public Schools, 4.000%, 05/01/2020 (Insured by AGM)	50,000	53,098	
Western Michigan University, 5.000%, 11/15/2025 (Callable 11/15/2021)	75,000	84,114	
White Cloud Public Schools: 4.000%, 05/01/2018 (Insured by Q-SBLF)	35,000	36,150	
4.000%, 05/01/2019 (Insured by Q-SBLF)	30,000	31,635	
Ypsilanti School District/MI, 4.000%, 05/01/2020 (Insured by Q-SBLF)	50,000	52,983	
		<u>2,354,733</u>	<u>4.0%</u>
<b>Minnesota</b>			
Minneapolis-Saint Paul Metropolitan Airports Commission, 5.000%, 01/01/2025	125,000	147,900	
Minnesota Housing Finance Agency: 2.900%, 01/01/2025	85,000	85,422	
4.000%, 01/01/2047 (Callable 01/01/2026) (3)	500,000	527,585	
		<u>760,907</u>	<u>1.3%</u>
<b>Mississippi</b>			
City of Jackson MS Water & Sewer System Revenue, 4.000%, 09/01/2018 (Insured by BAM)	135,000	140,135	
Mississippi Business Finance Corp., 0.740%, 11/01/2035 (Callable 01/03/2017)(Optional Put Date 01/31/2017)(1)	400,000	400,000	
Mississippi Development Bank: 5.500%, 10/01/2019	75,000	80,855	
5.000%, 03/01/2024 (Insured by AGM)	50,000	56,567	
		<u>677,557</u>	<u>1.2%</u>
<b>Missouri</b>			
County of Boone MO, 5.750%, 08/01/2028 (Pre-refunded to 08/01/2018)	630,000	673,281	
Health & Educational Facilities Authority of the State of Missouri: 4.000%, 02/01/2019	250,000	256,757	
5.000%, 05/15/2022	50,000	56,181	
Jasper County Reorganized School District No. R-9/MO, 2.000%, 04/01/2018	150,000	151,303	
St Charles County School District No. R-IV Wentzville, 0.000%, 03/01/2027 (Pre-refunded to 03/01/2019)	65,000	38,921	
State of Missouri Environmental Improvement & Energy Resources Authority, 1.278%, 12/01/2022 (Callable 12/30/2016)(1)(2)	275,000	252,692	

State of Missouri Housing Development Commission, 3.500%, 05/01/2041 (Callable 11/01/2025)	200,000	208,372	
		<u>1,637,507</u>	<u>2.8%</u>
<b>Nebraska</b>			
Douglas County Hospital Authority No. 2, 5.000%, 05/15/2019	50,000	53,238	0.1%
<b>Nevada</b>			
City of North Las Vegas NV, 2.000%, 12/01/2018	100,000	100,522	0.2%
<b>New Jersey</b>			
Landis Sewage Authority, 2.544%, 09/19/2019 (1)(2)	100,000	95,777	
New Jersey Economic Development Authority:			
1.450%, 02/01/2017 (Callable 01/09/2017)(1)	500,000	500,000	
4.000%, 06/15/2017	50,000	50,479	
2.520%, 02/01/2018 (Callable 08/01/2017)(1)	50,000	50,313	
4.000%, 07/15/2018	100,000	102,826	
5.000%, 06/15/2023 (Insured by BAM)	50,000	56,006	
New Jersey Educational Facilities Authority, 5.000%, 07/01/2022	150,000	168,466	
New Jersey Health Care Facilities Financing Authority:			
4.000%, 07/01/2019 (ETM)	105,000	111,231	
4.250%, 11/15/2021 (Callable 11/15/2020)	65,000	70,256	
5.000%, 07/01/2025 (Insured by AGM)	50,000	56,843	
New Jersey Sports & Exposition Authority, 4.500%, 09/01/2022 (Callable 09/01/2018)	250,000	252,650	
New Jersey Transportation Trust Fund Authority:			
5.500%, 12/15/2017 (Insured by AGM)	100,000	103,248	
5.000%, 06/15/2021 (Callable 06/15/2018) (3)	150,000	155,372	
New Jersey Turnpike Authority, 1.278%, 01/01/2030 (Callable 01/05/2017)(1)(2)	130,000	117,919	
Town of West New York NJ:			
3.000%, 04/15/2018	100,000	102,056	
4.000%, 04/15/2019	200,000	210,644	
Township of Irvington NJ, 0.000%, 07/15/2018	50,000	48,298	
		<u>2,252,384</u>	<u>3.8%</u>
<b>New Mexico</b>			
Montecito Estates Public Improvement District, 2.000%, 10/01/2018 (Insured by BAM)	100,000	101,389	
State of New Mexico Severance Tax Permanent Fund, 5.000%, 07/01/2017	40,000	40,798	
		<u>142,187</u>	<u>0.2%</u>
<b>New York</b>			
Brooklyn Arena Local Development Corp., 5.000%, 07/15/2020	100,000	108,850	
City of Yonkers NY, 5.000%, 03/15/2024 (Callable 03/15/2021)	50,000	55,325	
Metropolitan Transportation Authority:			
1.170%, 11/01/2034 (Callable 05/01/2019)(Mandatory Tender Date 11/01/2019)(1)	50,000	49,983	
0.650%, 11/01/2035	300,000	300,000	
MTA Hudson Rail Yards Trust Obligations, 5.000%, 11/15/2046 (Callable 11/15/2019)	500,000	530,875	
New York City Industrial Development Agency, 0.000%, 03/01/2017	85,000	84,828	
New York City Transitional Finance Authority Future Tax Secured Revenue:			
5.000%, 11/01/2018	50,000	53,376	
0.940%, 08/01/2022 (Optional Put Date 01/31/2017)(1)	500,000	500,000	
0.940%, 11/01/2022 (Optional Put Date 01/31/2017)(1)	435,000	435,000	
New York City Water & Sewer System, 1.070%, 06/15/2032 (Callable 01/17/2016)(Optional Put Date 01/31/2017)(1)	680,000	680,000	
New York State Dormitory Authority:			
4.000%, 05/15/2017	25,000	25,279	
5.000%, 07/01/2017	25,000	25,492	
1.324%, 05/01/2018 (Callable 01/31/2017)(1)	390,000	389,754	
5.000%, 12/15/2021	45,000	51,530	
New York State Housing Finance Agency, 1.250%, 11/01/2018	15,000	14,925	
New York State Thruway Authority Highway & Bridge Trust Fund, 5.000%, 04/01/2019 (Pre-refunded to 10/01/2018)	175,000	186,188	
Niskayuna Central School District, 1.300%, 03/15/2018	160,000	158,853	

Oneida County Industrial Development Agency, 0.000%, 07/01/2026 (Callable 07/01/2017)	75,000	49,587	
Shenendehowa Central School District, 1.550%, 08/01/2018	200,000	198,690	
State of New York, 0.992%, 03/15/2021 (Callable 01/05/2017)(Insured by AGM)(1)(2)	75,000	73,237	
Town of Oyster Bay NY, 3.000%, 03/01/2020 (Insured by AGM)	250,000	255,830	
		<u>4,227,602</u>	<u>7.2%</u>
<b>North Carolina</b>			
North Carolina Capital Facilities Finance Agency, 5.000%, 06/01/2022	100,000	111,440	
North Carolina Eastern Municipal Power Agency: 5.000%, 01/01/2021 (ETM)	185,000	208,525	
5.000%, 01/01/2021 (ETM)	650,000	732,654	
6.000%, 01/01/2022 (ETM)	100,000	119,637	
North Carolina Medical Care Commission: 4.750%, 11/01/2017	50,000	51,343	
5.000%, 11/01/2018	25,000	26,427	
5.000%, 10/01/2019 (Callable 10/01/2017)	55,000	56,466	
5.750%, 01/01/2035 (Pre-refunded to 01/01/2021)	80,000	91,977	
State of North Carolina, 5.000%, 05/01/2024 (Callable 05/01/2023)	1,000,000	1,160,550	
University of North Carolina at Chapel Hill, 1.163%, 12/01/2041 (Callable 06/01/2017)(Mandatory Tender Date 12/01/2017)(1)	50,000	50,045	
		<u>2,609,064</u>	<u>4.4%</u>
<b>North Dakota</b>			
City of Hazen ND, 2.500%, 07/01/2017 (Callable 01/23/2017)	100,000	100,082	
City of Mandan ND, 2.750%, 09/01/2041 (Callable 01/30/2017)	145,000	142,763	
Jamestown Park District/ND, 2.900%, 07/01/2035 (Callable 01/17/2017)	500,000	460,540	
Williston Parks & Recreation District, 3.250%, 03/01/2032 (Callable 01/17/2017)	60,000	59,520	
		<u>762,905</u>	<u>1.3%</u>
<b>Ohio</b>			
City of Bowling Green OH, 4.500%, 06/01/2019	60,000	62,395	
City of Toledo OH, 4.000%, 12/01/2017 (Insured by AGM)	50,000	51,271	
Clear Fork Valley Local School District, 2.000%, 12/01/2017	100,000	100,781	
Cleveland-Cuyahoga County Port Authority, 3.000%, 05/15/2018	50,000	50,775	
County of Crawford OH, 1.430%, 11/01/2017 (Callable 05/01/2017)	100,000	100,012	
County of Hamilton OH, 4.000%, 01/01/2018	100,000	101,456	
County of Huron OH, 5.250%, 12/01/2017 (Callable 06/01/2017)	50,000	50,799	
County of Richland OH, 2.750%, 01/05/2017	240,000	240,019	
Groveport-Madison Local School District, 4.000%, 12/01/2024 (Callable 12/01/2022)(Insured by BAM)	50,000	53,244	
Lake Local School District/Wood County OH, 2.000%, 12/01/2018	280,000	283,041	
Lancaster Port Authority, 1.033%, 08/01/2019 (Callable 02/01/2019)(1)	70,000	69,225	
Ohio Higher Educational Facility Commission, 5.000%, 12/01/2020	35,000	38,911	
Ohio Housing Finance Agency, 4.000%, 03/01/2047 (Callable 09/01/2025)	250,000	263,483	
Shawnee State University, 2.000%, 06/01/2019 (Insured by BAM) (3)	250,000	249,823	
Summit County Development Finance Authority: 3.000%, 05/15/2018	135,000	136,637	
2.000%, 11/15/2019	30,000	29,539	
		<u>1,881,411</u>	<u>3.2%</u>



<b>Oklahoma</b>			
Logan County Independent School District No. 1 Guthrie, 4.000%, 08/01/2020	25,000	26,520	
Mayes County Independent School District No. 1 Pryor, 0.850%, 06/01/2017	50,000	49,941	
Oklahoma City Industrial & Cultural Facilities Trust, 1.103%, 06/01/2019 (Callable 01/31/2017)(1)(2)	100,000	99,375	
		<u>175,836</u>	<u>0.3%</u>
<b>Oregon</b>			
City of Portland OR, 4.000%, 02/01/2018	25,000	25,751	
Oregon State Facilities Authority, 4.750%, 03/15/2024 (Callable 03/15/2020)	15,000	16,183	
		<u>41,934</u>	<u>0.1%</u>
<b>Pennsylvania</b>			
Allegheny County Higher Education Building Authority, 4.000%, 10/15/2018 (3)	365,000	378,330	
Allegheny County Hospital Development Authority, 4.125%, 10/15/2026 (Callable 10/15/2021)	30,000	31,518	
Allentown City School District, 4.000%, 03/15/2018	100,000	103,164	
Bethlehem Parking Authority, 2.000%, 10/01/2018	100,000	100,957	
Borough of Wilkesburg PA: 1.020%, 07/15/2018	340,000	337,042	
1.500%, 07/15/2019	315,000	313,447	
Chester County Health & Education Facilities Authority, 5.000%, 11/01/2019	225,000	242,334	
City of Erie PA, 0.000%, 11/15/2018 (ETM)(Insured by AGM)	60,000	58,441	
Commonwealth Financing Authority, 5.000%, 06/01/2023	225,000	255,249	
County of Westmoreland PA, 0.000%, 08/01/2017 (ETM)(Insured by AMBAC)	40,000	39,745	
Crawford Central School District, 5.000%, 02/01/2019 (Callable 08/01/2018)	100,000	105,225	
Erie Parking Authority, 2.000%, 09/01/2019	105,000	105,188	
Hollidaysburg Sewer Authority: 2.000%, 12/01/2018 (Insured by BAM)	50,000	50,458	
2.000%, 12/01/2019 (Insured by BAM)	105,000	105,502	
Lancaster Industrial Development Authority, 5.000%, 05/01/2022	45,000	48,979	
Montgomery County Industrial Development Authority/PA, 5.000%, 01/15/2018	50,000	51,430	
Pennsylvania Economic Development Financing Authority: 5.000%, 03/01/2019	130,000	138,072	
1.550%, 12/01/2033 (Mandatory Tender Date 12/03/2018)	180,000	178,520	
Pennsylvania Higher Educational Facilities Authority, 5.000%, 08/15/2024 (Pre-refunded to 08/15/2021)	100,000	114,097	
Pennsylvania Housing Finance Agency: 3.700%, 10/01/2042 (Callable 10/01/2021)	100,000	101,510	
3.500%, 10/01/2046 (Callable 10/01/2025)	245,000	253,857	
Pennsylvania Turnpike Commission, 1.600%, 12/01/2020 (Callable 06/01/2020)(1)	225,000	225,443	
Somerset County General Authority, 2.000%, 10/01/2019	155,000	155,781	
Southern Columbia PA Area School District: 0.800%, 04/01/2017	40,000	39,979	
1.000%, 04/01/2018	50,000	49,701	
West Mifflin Sanitary Sewer Municipal Authority, 4.000%, 08/01/2020 (Insured by BAM)	200,000	213,436	
		<u>3,797,405</u>	<u>6.5%</u>
<b>Puerto Rico</b>			
Commonwealth of Puerto Rico: 5.500%, 07/01/2018	50,000	52,059	
0.000%, 07/01/2019	50,000	45,696	
		<u>97,755</u>	<u>0.2%</u>
<b>Rhode Island</b>			
Providence Public Buildings Authority, 5.125%, 06/15/2021 (Insured by AGM)	90,000	95,995	
Rhode Island Housing & Mortgage Finance Corp./RI: 1.050%, 10/01/2044 (Callable 10/01/2017)(Mandatory Tender Date 04/01/2018)	100,000	99,334	
3.500%, 10/01/2046 (Callable 04/01/2025)	90,000	92,823	
		<u>288,152</u>	<u>0.5%</u>

**South Carolina**

City of Charleston SC Waterworks & Sewer System Revenue, 1.107%, 01/01/2028 (Callable 07/01/2017)(Mandatory Tender Date 01/01/2018)(1)	50,000	50,040	
City of Myrtle Beach SC, 5.000%, 10/01/2020	100,000	110,335	
Easley Combined Utility System, 3.250%, 12/01/2017	50,000	50,934	
Scago Educational Facilities Corp. for Union School District, 4.000%, 12/01/2017	100,000	102,495	
South Carolina Jobs-Economic Development Authority, 4.500%, 11/01/2017	40,000	41,093	
South Carolina State Housing Finance & Development Authority, 4.000%, 07/01/2036 (Callable 07/01/2025)	340,000	358,489	
		<u>713,386</u>	<u>1.2%</u>

**Tennessee**

Clarksville Natural Gas Acquisition Corp., 5.000%, 12/15/2020	75,000	82,296	
Knox County Health Educational & Housing Facility Board: 0.000%, 01/01/2037 (Callable 01/01/2017)	100,000	37,026	
0.000%, 01/01/2038 (Callable 01/01/2017)	100,000	35,159	
Metropolitan Government Nashville & Davidson County Health & Educational Facilities, 0.900%, 04/01/2019 (Mandatory Tender Date 04/01/2018)	150,000	149,209	
Metropolitan Government Nashville & Davidson County Revenue, 1.550%, 11/15/2030 (Mandatory Tender Date 11/03/2020)	500,000	489,750	
Tennessee Energy Acquisition Corp., 5.250%, 09/01/2018	30,000	31,736	
		<u>825,176</u>	<u>1.4%</u>

**Texas**

Bexar County Health Facilities Development Corp.: 4.000%, 07/15/2018	50,000	51,208	
4.000%, 07/15/2019	75,000	77,311	
Central Texas Turnpike System, 5.000%, 08/15/2042 (Mandatory Tender Date 04/01/2020)	100,000	109,096	
City of Bullard TX, 3.000%, 09/01/2020 (Insured by BAM)	135,000	138,771	
City of Dallas TX, 5.000%, 02/15/2021	100,000	110,821	
City of Fort Worth TX, 5.000%, 03/01/2026 (Pre-refunded to 03/01/2019)	500,000	537,305	
City of Round Rock TX: 4.000%, 12/01/2023	30,000	32,678	
4.000%, 12/01/2024	250,000	272,435	
City of San Antonio TX Electric & Gas Systems Revenue, 2.250%, 02/01/2033 (Mandatory Tender Date 12/01/2019)	1,000,000	1,007,860	
Clear Creek Independent School District, 3.000%, 02/15/2035 (Mandatory Tender Date 08/14/2017)(PSF Guaranteed)	225,000	227,308	
Clifton Higher Education Finance Corp., 5.000%, 08/15/2018	100,000	104,992	
Coastal Water Authority, 4.000%, 12/15/2017	25,000	25,689	
County of Denton TX, 2.625%, 07/15/2017	25,000	25,233	
Crane County Water District, 3.000%, 02/15/2017	50,000	50,111	
Cypress-Fairbanks Independent School District, 3.000%, 02/15/2036 (Mandatory Tender Date 08/15/2019)(PSF Guaranteed)	50,000	51,609	
Dallas Independent School District: 5.000%, 02/15/2036 (Mandatory Tender Date 02/15/2020)(PSF Guaranteed)	200,000	218,070	
5.000%, 02/15/2036 (Mandatory Tender Date 02/15/2022)(PSF Guaranteed)	340,000	387,012	
Dawson Independent School District, 0.000%, 02/16/2019 (PSF Guaranteed) (3)	245,000	235,668	
Fort Bend County Municipal Utility District No. 187, 3.000%, 09/01/2017	20,000	20,199	
Fort Bend County Municipal Utility District No. 58, 5.000%, 04/01/2019 (Insured by BAM)	150,000	160,038	
Fort Bend Independent School District, 0.900%, 08/01/2040 (Mandatory Tender Date 08/01/2018)(PSF Guaranteed)	115,000	113,807	
Fort Worth Independent School District, 5.000%, 02/15/2029 (Pre-refunded to 02/15/2019)	300,000	322,710	
Generation Park Management District, 3.000%, 09/01/2018	160,000	161,936	
Harlingen Consolidated Independent School District, 5.000%, 08/15/2021 (PSF Guaranteed)	100,000	113,622	
Harris County Cultural Education Facilities Finance Corp.: 1.300%, 12/01/2042 (Callable 06/01/2019)(Mandatory Tender Date 12/01/2019)(1)	50,000	49,710	
1.374%, 10/01/2045 (Callable 12/01/2019)(Mandatory Tender Date 06/01/2020)(1)	200,000	198,978	

Harris County Municipal Utility District No. 153, 4.000%, 09/01/2023 (Callable 09/01/2022)(Insured by BAM)	100,000	108,467	
Harris County Municipal Utility District No. 419: 3.000%, 09/01/2017 (Insured by AGM)	25,000	25,309	
3.000%, 09/01/2017 (Insured by AGM)	50,000	50,596	
Harris County-Houston Sports Authority, 0.000%, 11/15/2017	25,000	24,651	
Horsepen Bayou Municipal Utility District, 4.000%, 03/01/2017	85,000	85,399	
Humble Independent School District, 5.000%, 02/15/2025 (Pre-refunded to 02/15/2019)	650,000	698,503	
Laredo Independent School District, 4.000%, 08/01/2017	25,000	25,416	
Lewisville Independent School District, 4.500%, 08/15/2023 (Callable 08/15/2017)(PSF Guaranteed)	25,000	25,507	
Medina Valley Independent School District, 0.000%, 02/15/2027 (Pre-refunded to 02/15/2017)(PSF Guaranteed)	50,000	29,837	
Metropolitan Transit Authority of Harris County, 5.000%, 11/01/2017	25,000	25,821	
Mission Economic Development Corp., 1.800%, 12/01/2018	100,000	100,749	
New Hope Cultural Education Facilities Finance Corp.: 1.250%, 11/01/2018	100,000	97,016	
3.000%, 07/01/2019	100,000	100,741	
4.000%, 04/01/2020	50,000	52,365	
North Texas Health Facilities Development Corp., 5.000%, 09/01/2020 (Callable 09/01/2017)(Insured by AGM)	55,000	56,202	
North Texas Higher Education Authority, Inc., 1.746%, 07/01/2030 (1)	55,000	54,359	
North Texas Tollway Authority: 5.000%, 01/01/2022	25,000	28,290	
1.950%, 01/01/2038 (Mandatory Tender Date 01/01/2019)	100,000	99,845	
Northside Independent School District, 2.000%, 06/01/2046 (Mandatory Tender Date 06/01/2021)(PSF Guaranteed)	200,000	199,494	
Round Rock Independent School District, 1.500%, 08/01/2040 (Callable 02/01/2017)(Mandatory Tender Date 08/01/2021)(PSF Guaranteed)	60,000	57,776	
SA Energy Acquisition Public Facility Corp., 5.500%, 08/01/2022	200,000	224,494	
Sam Rayburn Municipal Power Agency, 5.000%, 10/01/2020	150,000	163,132	
San Jacinto College District, 5.000%, 02/15/2034 (Pre-refunded to 02/15/2019)	25,000	26,893	
Seminole Hospital District, 2.000%, 02/15/2017	50,000	50,030	
Siena Municipal Utility District No. 1, 2.250%, 09/01/2018 (Insured by BAM)	100,000	101,616	
Spring Meadows Municipal Utility District, 2.000%, 09/01/2018	110,000	111,202	
Tarrant County Cultural Education Facilities Finance Corp., 2.100%, 11/15/2017	50,000	49,954	
Texas Municipal Gas Acquisition & Supply Corp. I: 5.250%, 12/15/2018	105,000	111,083	
5.250%, 12/15/2021	50,000	55,448	
Texas Municipal Gas Acquisition & Supply Corp. II, 1.346%, 09/15/2017 (1)	30,000	29,997	
Texas Transportation Commission State Highway Fund, 4.000%, 04/01/2026 (Mandatory Tender Date 10/01/2021) (3)	400,000	433,912	
Trophy Club Public Improvement District No. 1, 0.000%, 06/01/2017 (Insured by AGM)	50,000	49,784	
Viridian Municipal Management District, 6.000%, 12/01/2023 (Insured by BAM)	50,000	61,070	
West Ranch Management District: 2.000%, 09/01/2018	50,000	50,383	
3.000%, 09/01/2019	50,000	51,667	
		<u>8,321,185</u>	<u>14.2%</u>
<b>Utah</b>			
Utah Housing Corp., 4.000%, 01/01/2045 (Callable 01/01/2026)	100,000	105,150	0.2%
<b>Vermont</b>			
City of Burlington VT Electric System Revenue, 5.000%, 07/01/2023 (Callable 07/01/2021)	25,000	27,129	0.0%
<b>Virgin Islands</b>			
Virgin Islands Public Finance Authority, 5.000%, 09/01/2020	100,000	107,597	0.2%

<b>Washington</b>		
Central Puget Sound Regional Transit Authority, 1.420%, 11/01/2045 (Callable 05/01/2018)(Mandatory Tender Date 11/01/2018)(1)	50,000	50,007
Washington Economic Development Finance Authority, 1.250%, 11/01/2017	250,000	249,835
Washington Health Care Facilities Authority, 4.000%, 01/01/2018	70,000	71,893
Washington State University, 4.000%, 10/01/2017	40,000	40,893
		<u>412,628</u>
		<u>0.7%</u>
<b>Wisconsin</b>		
City of Two Rivers WI, 4.000%, 04/01/2018	125,000	127,392
Kaukauna Redevelopment Authority, 4.000%, 06/01/2018	25,000	25,898
Milwaukee Redevelopment Authority, 1.800%, 12/01/2038 (Optional Put Date 01/06/2017)(Callable 01/31/2017)(1)	140,000	140,000
Village of Johnson Creek WI, 2.700%, 03/01/2017	30,000	30,032
Village of Somers WI, 2.000%, 05/01/2017	25,000	25,049
Waukesha Housing Authority, 1.800%, 12/01/2042 (Optional Put Date 01/06/2017)(Callable 01/31/2017)(1)	145,000	145,000
West Allis West Milwaukee School District, 3.000%, 04/01/2019	150,000	149,448
Whitehall School District, 1.500%, 10/25/2017	250,000	250,658
Wisconsin Center District: 0.000%, 12/15/2018	80,000	77,083
5.250%, 12/15/2023	70,000	79,818
5.250%, 12/15/2027	15,000	17,584
Wisconsin Health & Educational Facilities Authority: 3.000%, 07/01/2017	125,000	126,143
5.000%, 11/15/2018	15,000	16,006
5.000%, 08/15/2020	35,000	38,294
5.875%, 02/15/2022	25,000	28,104
4.000%, 09/15/2023 (Callable 09/15/2022)	50,000	51,670
5.250%, 04/15/2024 (Callable 04/15/2020)	50,000	54,828
Wisconsin Housing & Economic Development Authority, 3.500%, 09/01/2046 (Callable 09/01/2025)	500,000	519,270
		<u>1,902,277</u>
		<u>3.2%</u>
Total Municipal Bonds (Cost \$58,059,910)		<u>57,585,104</u>
		<u>98.1%</u>

**SHORT-TERM INVESTMENT**

	<u>Shares</u>		
<b>Money Market Mutual Fund</b>			
Fidelity Institutional Money Market Fund - Government Portfolio, Institutional Class, 0.43% «	405,669	405,669	
Total Short-Term Investment (Cost \$405,669)		<u>405,669</u>	<u>0.7%</u>
Total Investments (Cost \$58,465,579)		57,990,773	98.8%
Other Assets in Excess of Liabilities		703,117	1.2%
<b>TOTAL NET ASSETS</b>		<u>\$ 58,693,890</u>	<u>100.0%</u>

Notes to Schedule of Investments

AGM	Assured Guaranty Municipal
AMBAC	Ambac Assurance Corp.
BAM	Build America Mutual Assurance Co.
CIFG	CIFG Assurance North America, Inc.
ETM	Escrowed to Maturity
NPFGC	National Public Finance Guarantee Corp.
PSF	Texas Permanent School Fund
Q-SBLF	Qualified School Building Loan Fund
(1)	Variable or Floating rate security. Floating rate securities are securities whose yields vary with a designated index rate. These securities' rates are as of December 31, 2016.
(2)	Auction Rate Security. An Auction Rate Security is a debt instrument with a long nominal maturity for which the interest rate is regularly reset through a Dutch auction. The rate presented is either the rate set through the auction or the maximum interest rate provided for in the security issuance provision.
(3)	Security or a portion of the security purchased on a when-issued or delayed delivery basis.
«	7-Day Yield

**Baird Short-Term Municipal Bond Fund**  
**Summary Schedule of Investments, December 31, 2016**  
**Summary of Fair Value Exposure at December 31, 2016**

The Fund has adopted authoritative fair valuation accounting standards which establish a definition of fair value and set out a hierarchy for measuring fair value. These standards require additional disclosures about the various inputs and valuation techniques used to develop the measurements of fair value and a discussion on changes in valuation techniques and related inputs during the period. These standards define fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The fair value hierarchy is organized into three levels based upon the assumptions (referred to as "inputs") used in pricing the asset or liability. These standards state that "observable inputs" reflect the assumptions market participants would use in pricing the asset or liability based on market data obtained from independent sources and "unobservable inputs" reflect an entity's own assumptions about the assumptions market participants would use in pricing the asset or liability. These inputs are summarized into three broad levels and described below:

Level 1 - Unadjusted quoted prices in active markets for identical unrestricted securities.  
 Level 2 - Other significant observable inputs (including quoted prices for similar securities, quoted prices in inactive markets, dealer indications, interest rates, yield curves, prepayment speeds, credit risk, default rates, inputs corroborated by observable market data, etc.).  
 Level 3 - Significant unobservable inputs (including the Fund's own assumptions about the factors that market participants would use in valuing the security) based on the best information available.

The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities.

The following is a summary of the inputs used to value the Fund's investments as of December 31, 2016:

	Level 1	Level 2	Level 3	Total
<b>Municipal Bonds</b>				
Municipal Bonds	\$ -	\$ 57,585,104	\$ -	\$ 57,585,104
<b>Total Municipal Bonds</b>	-	57,585,104	-	57,585,104
<b>Short-Term Investment</b>				
Money Market Mutual Fund	405,669	-	-	405,669
<b>Total Short-Term Investment</b>	405,669	-	-	405,669
<b>Total Investments</b>	\$ 405,669	\$ 57,585,104	\$ -	\$ 57,990,773

Changes in valuation techniques may result in transfers into or out of assigned levels within the fair value hierarchy. There were no transfers between Level 1, Level 2 and Level 3 fair value measurements during the reporting period, as compared to their classification from the prior year's annual report. See the Fund's valuation policy in Note 2a to the financial statements.