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NOTE II. - DETAIL NOTES ON ALL FUNDS (Continued)

Fair Value Measurements. The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs. The City has the following fair value measurements as of September 30, 2024:

General Pension Investment	Level 1	Level 2	Level 3	9/30/2024
Investments by Fair Value Level				
Short Term Investments	$ 2,406,134	$	$	$ 2,406,134
Debt Securities & Bond Mutual Funds:				
Corporate Bonds		46,001,353		46,001,353
Total Debt Securities & Bond Mutual Funds	2,406,134	46,001,353	-	46,001,353
Convertible Corporate Bonds		11,021,801		11,021,801
Stock Mutual Funds	8,665,790			8,665,790
Mortgage Backed Securities:				
Mortgage Backed Securities		1,337,861		1,337,861
Real Estate Investment Trust			4,258,012	4,258,012
Total Mortgage Baked Securities	-	1,337,861	4,258,012	5,595,873
Domestic Stocks	44,963,088			44,963,088
Commingled Trust Fund	8,422,714			8,422,714
Preferred Stocks	264,005			264,005
Foreign Stocks	22,539,847			22,539,847
Total Investments measured at fair value	$ 89,667,712	$ 58,361,015	$ 4,258,012	$ 149,880,605

Short term investments, debt securities, stock mutual funds, commingled trust fund, and equity securities classified in Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities. Debt securities, convertible corporate bonds, and mortgage-backed securities classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices.

Mortgage-backed securities classified in Level 3 are valued using valuation methodologies including pricing models and discounted cash flow models. Level 3 valuations incorporate subjective judgements and consider assumptions including capitalization rates, discount rates, cash flows and other factors that are not observable in the market.