



PFM Funds Government

Select Series is a professionally managed money market portfolio specifically designed to meet the special cash management needs of public sector investors such as municipalities and other governmental agencies and is also suitable for universities, hospitals, not-for-profit organizations and corporations and other institutional investors that are looking for a conservative investment vehicle. The Fund offers investors the following:

- **Daily liquidity, including transactions by wire and/or ACH**
- **Unlimited investments and redemptions**
- **Unlimited sub-accounting to track multiple revenue sources or projects**
- **Arbitrage rebate tracking for proceeds of tax-exempt bonds**
- **Online account access**

Investment Objective

PFM Funds seeks to preserve principal, maintain liquidity and attain a level of current income as high as is consistent with those objectives.

Investment Philosophy

PFM Funds Government Select Series invokes a dynamic yet disciplined investment philosophy in which the Fund's adviser actively responds to changes in market conditions. The Fund's return, therefore, can be enhanced through prudent trading and portfolio restructuring without subjecting the portfolio to unnecessary risk.

Government Select Series has a policy of investing at least 99.5% of its assets in cash, U.S. government securities (including securities issued or guaranteed by the U.S. government or its agencies or instrumentalities) and/or repurchase agreements that are collateralized fully.

The PFM Funds Government Select Series Institutional Class is listed on the National Association of Insurance Commissioners' Approved List of Money Market Mutual Funds.

PFM Funds Government Select Series - Institutional Class Shares

Fund Facts

As of December 31, 2016

Current 7-Day Net Yield¹	0.32%
Weighted Average Maturity²	40 days
Expense Ratio	0.189%
Standard and Poor's Fund Rating	AAAM
Investment Adviser	PFM Asset Management LLC

Performance (30-Day Yield %)

	30-Day Net Yield³
Jan-16	0.35%
Feb-16	0.44%
Mar-16	0.48%
Apr-16	0.48%
May-16	0.47%
Jun-16	0.47%
Jul-16	0.47%
Aug-16	0.39%
Sep-16	0.27%
Oct-16	0.18%
Nov-16	0.17%
Dec-16	0.25%

¹ Current 7-day net yield, also known as the current annualized yield, represents the net change, exclusive of capital changes and income other than investment income, in the value of a hypothetical account with a balance of one share (normally \$1.00 per share) over a seven-day base period expressed as a percentage of the value of one share at the beginning of the seven-day period. This resulting net change in account value is then annualized by multiplying it by 365 and dividing the result by 7.

² Weighted Average Maturity: Calculated by the final maturity for a security held in the portfolio and the interest rate reset date. This is a way to measure a fund's sensitivity to potential interest rate changes.

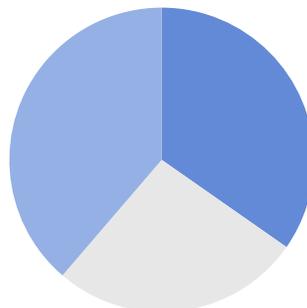
³ As of the last day of the month. The 30-day yield represents the net change, exclusive of capital changes and income other than investment income, in the value of a hypothetical account with a balance of one share (normally \$1.00 per share) over a thirty-day base period expressed as a percentage of the value of one share at the beginning of the thirty-day period. This resulting net change in account value is then annualized by multiplying it by 365 and dividing the result by 30.

Past performance is no guarantee of future results. Yields will fluctuate as market conditions change. The current fund performance may be higher or lower than that cited. The yields shown may reflect fee waivers by service providers that subsidize and reduce the total operating expenses of the Fund. Fund yields would be lower if there were no such waivers. Important disclosure information is provided on the following page.

Fund Diversification

As of December 31, 2016

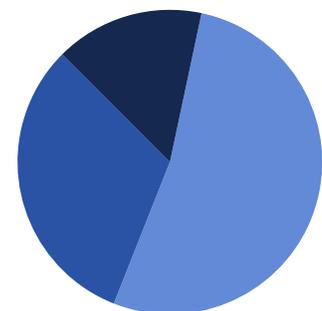
Sector Composition



■ Federal Agencies	38.7 %
■ U.S. Treasuries	34.7 %
■ Repurchase Agreements	26.6 %

Credit Quality Distribution

(Standard & Poor's Fund Ratings)



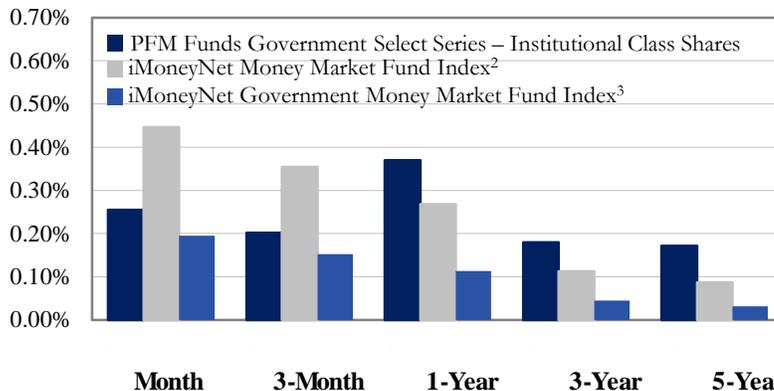
■ AA+	52.7 %
■ A-1+ Short Term	31.5 %
■ A-1 Short Term	15.8 %



PFM Funds

Trailing Returns¹

As of December 31, 2016



	Month	3-Month	1-Year	3-Year	5-Year
PFM Funds Government Select Series - Institutional Class Shares	0.25%	0.20%	0.37%	0.18%	0.17%
iMoneyNet Money Market Fund Index	0.45%	0.35%	0.27%	0.11%	0.09%
iMoneyNet Government Money Market Fund Index	0.20%	0.15%	0.11%	0.05%	0.03%

Prior to October 3, 2016, Government Select Series was named PFM Funds Prime Series and operated as a prime money market fund. The Prime Series invested in government securities and high-quality money market instruments. The table above shows historic investment performance of the Government Select Series, including the period prior to October 3, 2016. To provide a reasonable benchmark for assessing historic portfolio performance, two indices are shown: the iMoneyNet Money Market Fund Index and the iMoneyNet Government Money Market Index. Investment performance for the Government Select Series for periods after October 3, 2016 is most appropriately compared to the iMoneyNet Government Money Market Fund Index. For periods prior to October 3, 2016, the iMoneyNet Money Market Fund Index is more reflective of the investment strategy of the portfolio.

This material must be preceded or accompanied by a prospectus. For a current prospectus, which contains more complete information, please visit www.pfmfunds.com/forms-and-documents or call 800-338-3383. Before investing, consider the investment objectives, risks, charges and expenses of the fund carefully. This and other information can be found in the fund's prospectus. Read the prospectus carefully before you invest or send money.

¹ Trailing returns calculated using the 30-day net yield as of the last day of the month. The current 7-day net yield more closely reflects the current earnings of the Fund than the trailing returns. Returns for less than a full calendar year are annualized.

² Source: iMoneyNet First Tier Institutional Money Market Fund Index Average. This index is comprised of funds rated in the top grade that invest in high-quality financial instruments with dollar-weighted average maturities of less than 60 days. It is not possible to invest directly in such an index.

³ Source: iMoneyNet Government Institutional Money Market Fund Index Average. This index is comprised of funds rated in the top grade that invest in high-quality financial instruments with dollar-weighted average maturities of less than 60 days. It is not possible to invest directly in such an index.

Standard & Poor's fund ratings are based on analysis of credit quality, market price exposure, and management. According to Standard & Poor's rating criteria, the AAAM rating signifies excellent safety of investment principal and a superior capacity to maintain a \$1.00 per share net asset value. However, it should be understood that the rating is not a "market" rating nor a recommendation to buy, hold or sell the securities. For a full description on rating methodology, visit Standard & Poor's website (www.standardandpoors.com/ratings/funds-main/en/us).

This information does not represent an offer to sell or a solicitation of an offer to buy or sell any fund or other security by anyone in any jurisdiction in which such offer or solicitation is not authorized, or in which the person making such offer is not qualified to do so, or to anyone to whom it is unlawful to make such an offer or solicitation, or to anyone in any jurisdiction outside the United States.

While the Fund's portfolios seek to maintain a stable net asset value of \$1.00 per share, 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 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.

Service Providers

Investment Adviser, Administrator and Transfer Agent

PFM Asset Management LLC
One Keystone Plaza, Suite 300
North Front & Market Streets
Harrisburg, PA 17101-2044

Distributor

PFM Fund Distributors, Inc.
One Keystone Plaza, Suite 300
North Front & Market Streets
Harrisburg, PA 17101-2044

Custodian

Wells Fargo Bank, N.A.
608 2nd Avenue South
Minneapolis, MN 55479

Depository

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

Independent Registered Public Accounting Firm

Ernst & Young LLP
Two Commerce Square
Suite 4000
2001 Market Street
Philadelphia, PA 19103

Counsel

Schulte Roth & Zabel LLP
919 Third Avenue
New York, NY 10022

**For more information, visit
www.pfmfunds.com or
contact the Fund's
Investment Adviser at
800-338-3383**