

MainStay MacKay California Tax Free Opportunities Fund

Message from the President and Annual Report

October 31, 2020

Beginning on January 1, 2021, paper copies of each MainStay Fund's annual and semiannual shareholder reports will no longer be sent by mail, unless you specifically request paper copies of the reports from MainStay Funds or from your financial intermediary. Instead, the reports will be made available on the MainStay Funds' website. You will be notified by mail and provided with a website address to access the report each time a new report is posted to the website.

If you already elected to receive shareholder reports electronically, you will not be affected by this change and you need not take any action. At any time, you may elect to receive reports and other communications from MainStay Funds electronically by calling toll-free 800-624-6782, by sending an e-mail to MainStayShareholderServices@nylim.com, or by contacting your financial intermediary.

You may elect to receive all future shareholder reports in paper form free of charge. If you hold shares of a MainStay Fund directly, you can inform MainStay Funds that you wish to receive paper copies of reports by calling toll-free 800-624-6782 or by sending an e-mail to MainStayShareholderServices@nylim.com. If you hold shares of a MainStay Fund through a financial intermediary, please contact the financial intermediary to make this election. Your election to receive reports in paper form will apply to all MainStay Funds in which you are invested and may apply to all funds held with your financial intermediary.

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INVESTMENTS

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Message from the President

Despite historically high levels of volatility generated by the global coronavirus pandemic and a host of other geopolitical and economic uncertainties, most broad U.S. stock and bond markets gained ground during the 12-month reporting period ended October 31, 2020.

The reporting period began on an upswing, with markets rising on generally positive underlying economic trends and the announcement of a U.S.-China trade deal. However, in mid-February 2020, stock and bond indices began to dip as growing numbers of COVID-19 cases appeared in hotspots around the world. By early March, the disease reached pandemic proportions. As governments struggled to support overburdened health care systems by issuing “stay-at-home” orders and other restrictions on nonessential activity, global economic activity slowed, driving most stocks and bonds sharply lower.

The United States was hit particularly hard by the pandemic, with more reported COVID-19 cases and deaths than any other country in the world throughout the second half of the reporting period. As the pandemic deepened, the U.S. Federal Reserve (“Fed”) twice cut interest rates and announced unlimited quantitative easing. The federal government declared a national emergency, and Congress passed and the President signed a \$2 trillion stimulus package. Markets responded positively to these measures, as well as to a gradual lessening of restrictions on nonessential businesses, hopes for additional stimulus and apparent progress in the development of a vaccine. By late August, the S&P 500® Index, a widely regarded benchmark of market performance, had not only regained all the ground it lost earlier in the reporting period, the Index had reached new record levels. However, a resurgence of coronavirus cases in many parts of the country and uncertainties related to the November 3, 2020, U.S. presidential election caused markets to falter as the reporting period drew to a close.

Nevertheless, for the reporting period as a whole, U.S. equity indices generally produced moderate gains. Returns proved strongest among large-cap, growth-oriented stocks, while small- and mid-cap issues lagged. Within the S&P 500® Index, the information technology and consumer discretionary sectors produced exceptionally strong gains, buoyed by strong corporate and consumer spending, while the health care sector outperformed by a smaller margin. Materials and consumer staples sectors generated positive returns, but lagged the S&P 500® Index. The industrials, utilities, communication services, financials, real estate and energy sectors ended the reporting period in negative territory, with the energy sector

suffering the steepest losses due to weak global demand. International equities declined sharply in February and March 2020 before recovering somewhat, but tended to lag their U.S. counterparts due to weaker underlying economic growth and somewhat less aggressive monetary and fiscal stimulus. Emerging-market equities tracked the performance of U.S. equity markets more closely, led by relatively strong returns in Asian markets, such as China and South Korea.

Fixed-income markets experienced an environment that tended to favor higher credit quality and longer duration securities. Corporate bonds followed the pattern of equities, with prices declining in March 2020 before subsequently recovering. Relatively speculative high-yield credit was hardest hit during the market sell-off in early 2020 and continued to underperform during the remainder of the reporting period. Similarly, among municipal bond issues, high-grade bonds outperformed, dipping briefly in mid-March before regaining the lost ground. Recognized safe havens, such as U.S. government bonds, attracted increased investment during the height of the market sell-off, driving yields lower and prices higher. As a result, long-term Treasury bonds delivered particularly strong gains for the reporting period as a whole. Emerging-market debt, on the other hand, underperformed most other bond types as investors sought to minimize currency and sovereign risks.

Although the ongoing pandemic continues to change the way that many of us work and live our lives, at New York Life Investments, we remain dedicated to providing you, as a Main-Stay investor, with products, information and services to help you to navigate today’s rapidly changing investment environment. By taking appropriate steps to minimize community spread of COVID-19 within our organization and despite the challenges posed by the coronavirus pandemic, we continue to innovate with you in mind, introducing new suites of Funds and providing continuous insights into ever-evolving markets and investment strategies. Our goal is to give you the tools you need to build a resilient portfolio in the face of uncertain times.

Sincerely,



Kirk C. Lehneis
President

The opinions expressed are as of the date of this report and are subject to change. There is no guarantee that any forecast made will come to pass. This material does not constitute investment advice and is not intended as an endorsement of any specific investment. Past performance is no guarantee of future results.

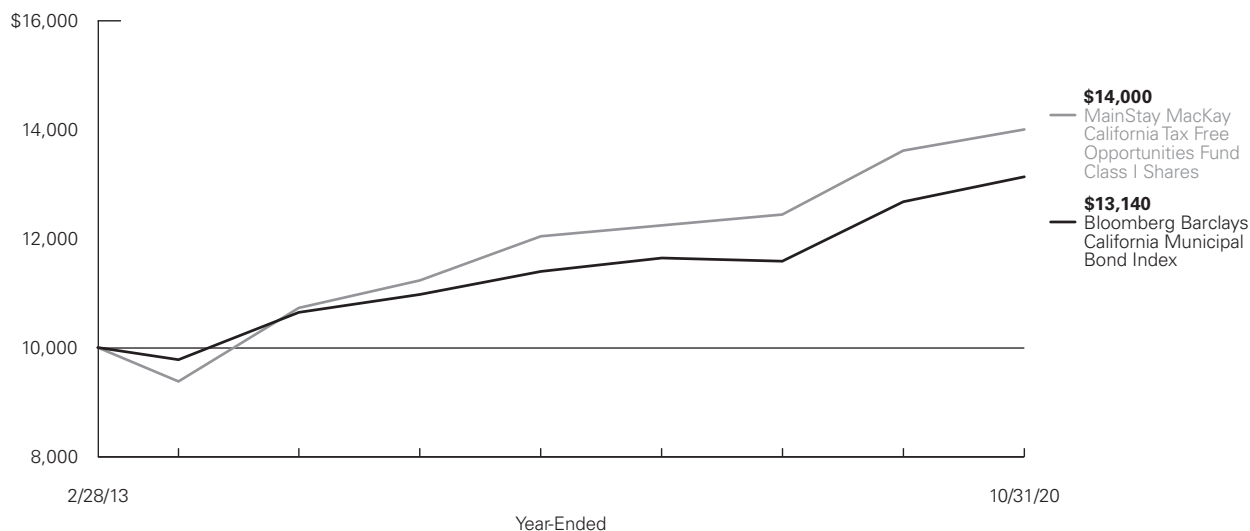
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Investors should refer to the Fund's Summary Prospectus and/or Prospectus and consider the Fund's investment objectives, strategies, risks, charges and expenses carefully before investing. The Summary Prospectus and/or Prospectus contain this and other information about the Fund. You may obtain copies of the Fund's Summary Prospectus, Prospectus and Statement of Additional Information free of charge, upon request, by calling toll-free 800-624-6782, by writing to NYLIFE Distributors LLC, Attn: MainStay Marketing Department, 30 Hudson Street, Jersey City, NJ 07302 or by sending an e-mail to MainStayShareholderServices@nylim.com. These documents are also available via the MainStay Funds' website at newyorklifeinvestments.com. Please read the Summary Prospectus and/or Prospectus carefully before investing.

Investment and Performance Comparison¹ (Unaudited)

Performance data quoted represents past performance. Past performance is no guarantee of future results. Because of market volatility and other factors, current performance may be lower or higher than the figures shown. Investment return and principal value will fluctuate, and as a result, when shares are redeemed, they may be worth more or less than their original cost. The graph below depicts the historical performance of Class I shares of the Fund. Performance will vary from class to class based on differences in class-specific expenses and sales charges. For performance information current to the most recent month-end, please call 800-624-6782 or visit newyorklifeinvestments.com.



Average Annual Total Returns for the Year-Ended October 31, 2020

Class	Sales Charge		Inception Date	One Year or Since Inception	Five Years	Since Inception	Gross Expense Ratio ²
Class A Shares	Maximum 4.5% Initial Sales Charge	With sales charges	2/28/2013	-2.16%	3.27%	3.58%	0.81%
		Excluding sales charges		2.46	4.23	4.20	0.81
Investor Class Shares ³	Maximum 4% Initial Sales Charge	With sales charges	2/28/2013	-2.08	3.26	3.53	0.83
		Excluding sales charges		2.53	4.22	4.15	0.83
Class C Shares	Maximum 1% CDSC if Redeemed Within One Year of Purchase	With sales charges	2/28/2013	1.18	3.96	3.88	1.08
		Excluding sales charges		2.18	3.96	3.88	1.08
Class C2 Shares	Maximum 1% CDSC if Redeemed Within One Year of Purchase	With sales charges	8/31/2020	-1.39	N/A	N/A	1.23
		Excluding sales charges		-0.40	N/A	N/A	1.23
Class I Shares	No Sales Charge		2/28/2013	2.81	4.51	4.48	0.56
Class R6 Shares	No Sales Charge		11/1/2019	2.83	N/A	N/A	0.54

1. The performance table and graph do not reflect the deduction of taxes that a shareholder would pay on distributions or Fund share redemptions. Total returns reflect maximum applicable sales charges as indicated in the table above, if any, changes in share price, and reinvestment of dividend and capital gain distributions. The graph assumes the initial investment amount shown above and reflects the deduction of all sales charges that would have applied for the period of investment. Performance figures may reflect certain fee waivers and/or expense limitations, without which total returns may have

been lower. For more information on share classes and current fee waivers and/or expense limitations (if any), please refer to the Notes to Financial Statements.

2. The gross expense ratios presented reflect the Fund's "Total Annual Fund Operating Expenses" from the most recent Prospectus and may differ from other expense ratios disclosed in this report.

3. Prior to June 30, 2020, the maximum initial sales charge for Investor Class shares was 4.5%, which is reflected in the average annual total return figures shown.

Benchmark Performance	One Year	Five Years	Since Inception
Bloomberg Barclays California Municipal Bond Index ⁴	3.65%	3.67%	3.62%
Morningstar Muni California Long Category Average ⁵	2.31	3.63	3.49

4. The Bloomberg Barclays California Municipal Bond Index is the Fund's primary broad-based securities market index for comparison purposes. The Bloomberg Barclays California Municipal Bond Index is a market-value-weighted index of California investment grade tax exempt fixed-rate municipal bonds with maturities of one year or more. Results assume reinvestment of all dividends and capital gains. An investment cannot be made directly in an index.

5. The Morningstar Muni California Long Category Average is representative of funds that invest at least 80% of assets in California municipal debt. These portfolios have durations of more than 7.0 years. Results are based on average total returns of similar funds with all dividends and capital gain distributions reinvested.

The footnotes on the preceding page are an integral part of the table and graph and should be carefully read in conjunction with them.

Cost in Dollars of a \$1,000 Investment in MainStay MacKay California Tax Free Opportunities Fund (Unaudited)

The example below is intended to describe the fees and expenses borne by shareholders during the six-month period from May 1, 2020, to October 31, 2020, and the impact of those costs on your investment.

Example

As a shareholder of the Fund you incur two types of costs: (1) transaction costs, including exchange fees and sales charges (loads) on purchases (as applicable), and (2) ongoing costs, including management fees, distribution and/or service (12b-1) fees, and other Fund expenses (as applicable). This example is intended to help you understand your ongoing costs (in dollars) of investing in the Fund and to compare these costs with the ongoing costs of investing in other mutual funds. The example is based on an investment of \$1,000 made at the beginning of the six-month period and held for the entire period from May 1, 2020, to October 31, 2020.

This example illustrates your Fund's ongoing costs in two ways:

Actual Expenses

The second and third data columns in the table below provide information about actual account values and actual expenses. You may use the information in these columns, together with the amount you invested, to estimate the expenses that you paid during the six months ended October 31, 2020. Simply divide your account value by \$1,000 (for example, an \$8,600 account value divided by \$1,000 = 8.6), then

multiply the result by the number under the heading entitled "Expenses Paid During Period" to estimate the expenses you paid on your account during this period.

Hypothetical Example for Comparison Purposes

The fourth and fifth data columns in the table below provide information about hypothetical account values and hypothetical expenses based on the Fund's actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Fund's actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balances or expenses you paid for the six-month period shown. You may use this information to compare the ongoing costs of investing in the Fund with the ongoing costs of investing in other mutual funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of the other mutual funds.

Please note that the expenses shown in the table are meant to highlight your ongoing costs only and do not reflect any transactional costs, such as exchange fees or sales charges (loads). Therefore, the fourth and fifth data columns of the table are useful in comparing ongoing costs only and will not help you determine the relative total costs of owning different funds. In addition, if these transactional costs were included, your costs would have been higher.

Share Class	Beginning Account Value 5/1/20	Ending Account Value (Based on Actual Returns and Expenses) 10/31/20	Expenses Paid During Period ¹	Ending Account Value (Based on Hypothetical 5% Annualized Return and Actual Expenses) 10/31/20	Expenses Paid During Period ¹	Net Expense Ratio During Period ²
Class A Shares	\$1,000.00	\$1,062.80	\$3.89	\$1,021.37	\$3.81	0.75%
Investor Class Shares	\$1,000.00	\$1,063.70	\$3.99	\$1,021.27	\$3.91	0.77%
Class C Shares	\$1,000.00	\$1,062.30	\$5.29	\$1,020.01	\$5.18	1.02%
Class C2 Shares ^{3,4}	\$1,000.00	\$ 996.00	\$1.93	\$1,006.40	\$1.94	1.16%
Class I Shares	\$1,000.00	\$1,065.10	\$2.60	\$1,022.62	\$2.54	0.50%
Class R6 Shares	\$1,000.00	\$1,065.20	\$2.49	\$1,022.72	\$2.44	0.48%

- Expenses are equal to the Fund's annualized expense ratio of each class multiplied by the average account value over the period, divided by 366 and multiplied by 184 (to reflect the six-month period) and 61 days for Class C2 share (to reflect the since-inception period). The table above represents the actual expenses incurred during the six-month period. In addition to the fees and expenses which the Fund bears directly, it also indirectly bears a pro rata share of the fees and expenses of the underlying funds in which it invests. Such indirect expenses are not included in the above-reported expense figures.
- Expenses are equal to the Fund's annualized expense ratio to reflect the six-month period.
- The inception date was August 31, 2020.
- Expenses paid during the period reflect ongoing costs for the period from inception through October 31, 2020. Had these shares been offered for the full six-month period ended October 31, 2020, and had the Fund provided a hypothetical 5% annualized return, expenses paid during the period would have been 5.89 for Class C2 shares and the ending account value would have been \$1,019.30 for Class C2 shares.

Industry Composition as of October 31, 2020 (Unaudited)

School District	28.7%	Housing	2.8%
General	17.3	Tobacco Settlement	1.8
General Obligation	11.0	Development	1.4
Water	7.2	Utilities	1.4
Airport	7.1	Pollution	0.9
Medical	4.8	Multi-Family Housing	0.8
Higher Education	3.4	Nursing Homes	0.3
Power	3.0	Mello-Roos	0.2
Education	2.9	Other Assets, Less Liabilities	2.1
Transportation	2.9		<u>100.0%</u>

See Portfolio of Investments beginning on page 11 for specific holdings within these categories. The Fund's holdings are subject to change.

Top Ten Issuers Held as of October 31, 2020 (excluding short-term investment) (Unaudited)

1. San Francisco City & County International Airports Commission, Revenue Bonds, 5.00%, due 5/1/27–5/1/45
 2. State of California, Unlimited General Obligation, 3.00%–4.00%, due 9/1/34–3/1/46
 3. City of Los Angeles, Department of Airports, Revenue Bonds, 5.00%–5.25%, due 5/15/25–5/15/48
 4. Sacramento Municipal Utility District, Revenue Bonds, 4.00%–5.00%, due 8/15/37–8/15/45
 5. Anaheim Public Financing Authority, Public Improvement Project, Revenue Bonds, 5.00%, due 9/1/26–9/1/28
 6. Norman Y Mineta San Jose International Airport SJC, Revenue Bonds, 4.00%–5.25%, due 3/1/22–3/1/47
 7. Los Angeles Unified School District, Unlimited General Obligation, 3.00%–5.00%, due 7/1/25–7/1/38
 8. Guam Government, Waterworks Authority, Revenue Bonds, 5.00%–5.50%, due 7/1/33–1/1/50
 9. Invesco California Value Municipal Income Trust, 1.149%, due 12/1/22
 10. Puerto Rico Sales Tax Financing Corp., Revenue Bonds, 4.50%–5.00%, due 7/1/34–7/1/58
-

Portfolio Management Discussion and Analysis (Unaudited)

Questions answered by portfolio managers John Loffredo, CFA, Robert DiMella, CFA, Michael Petty, David Dowden, Scott Sprauer and Frances Lewis of MacKay Shields LLC, the Fund's Subadvisor.

How did MainStay MacKay California Tax Free Opportunities Fund perform relative to its benchmark and peer group during the 12 months ended October 31, 2020?

For the 12 months ended October 31, 2020, Class I shares of MainStay MacKay California Tax Free Opportunities Fund returned 2.81%, underperforming the 3.65% return of the Fund's primary benchmark, the Bloomberg Barclays California Municipal Bond Index. Over the same period, Class I shares outperformed the 2.31% return of the Morningstar Muni California Long Category Average.¹

What factors affected the Fund's relative performance during the reporting period?

During the reporting period, the below-investment-grade, tax-exempt segment of the municipal bond market underperformed the investment-grade, tax-exempt segment of the municipal bond market, and the municipal market as a whole underperformed the taxable bond market. Short-end maturities outperformed long-end maturities. Among ratings categories, higher-rated bonds outperformed their lower-rated counterparts.

The Fund underperformed the Bloomberg Barclays California Municipal Bond Index largely due to security selection and yield curve² positioning. With regard to security selection, the most significant detractors from the Fund's relative performance were holdings in the education sector. Holdings in the local general obligation sector were the largest detractors with regard to yield curve effect. Conversely, the Fund's allocation to U.S. territories (which are not included in the benchmark) bolstered relative returns.

During the reporting period, were there any market events that materially impacted the Fund's performance or liquidity?

The rapid spread of the COVID-19 pandemic in March 2020 resulted in a significant risk-off response in the global financial markets. The municipal bond market's response to the crisis reflected the significant disruption to our economy, the financial markets and, of course, our personal lives. During the early months of the pandemic, municipal volatility surged and credit spreads³ widened. The extreme volatility in the municipal market was primarily due to a liquidity squeeze exacerbated by a sharp repricing of credit risk. Market technical conditions were

upended as investors in municipal bond mutual funds and exchange-traded funds sought to exit a market that offered little liquidity, resulting in severe price declines. During this time, yields of variable-rate demand notes spiked to over 9% and the new-issue market was shut down. Credit spreads widened as market participants attempted to discount the impact of an abrupt shutdown of the U.S. economy. Notably, some high-yield municipal bonds experienced price swings exceeding 10 points in a day. (A point represents one percent of a bond's face value.) In our view, leveraged open-end mutual funds that were ill-prepared to meet shareholder redemptions contributed to municipal market volatility as they resorted to forced sales. (Contributions take weightings and total returns into account.)

The pandemic produced a significant credit shift in the municipal market. With mandatory stay-at-home requirements and the closing of large segments of the economy, including travel, leisure and retail, the economic conditions of state and local governments and related entities weakened. Fortunately, the municipal market's credit condition at the start of 2020 was at an all-time high as state governments had accumulated large reserves due to record tax revenues in the wake of the Great Recession of 2007-2009. Nevertheless, as of the end of the reporting period, we believe that several municipal "front-line" sectors—including infrastructure, hospitals, state and local governments, and higher education—are likely to be the sectors most immediately impacted by the pandemic-related economic slowdown. We expect the magnitude of the impact to be a function of the duration and the severity of the crisis, as well as the specific geographic location of the credits.

Since the end of 2019, our municipal bond management team has increased the Fund's overall credit quality, and added additional liquidity and cash reserves to offset short-term financial losses. As always, the team continues to assess the ability of each municipal issuer to manage through these times. We continue to believe there will be limited defaults in the municipal market, reflective of historical market trends.

During the reporting period, how was the Fund's performance materially affected by investments in derivatives?

During the reporting period, the Fund used U.S. Treasury futures in an attempt to maintain a neutral duration relative to the Bloomberg Barclays California Municipal Bond Index. This hedge detracted from performance.

1. See page 5 for other share class returns, which may be higher or lower than Class I share returns. See page 6 for more information on benchmark and peer group returns.
2. The yield curve is a line that plots the yields of various securities of similar quality—typically U.S. Treasury issues—across a range of maturities. The U.S. Treasury yield curve serves as a benchmark for other debt and is used in economic forecasting.
3. The terms "spread" and "yield spread" may refer to the difference in yield between a security or type of security and comparable U.S. Treasury issues. The terms may also refer to the difference in yield between two specific securities or types of securities at a given time.

What was the Fund's duration⁴ strategy during the reporting period?

The Fund's duration was targeted to remain in a neutral range relative to the municipal bonds in which the Fund can invest, as outlined in the Fund's prospectus. In addition to investment-grade California municipal bonds, the Fund may also invest in bonds of U.S. territories (Puerto Rico, Guam and the U.S. Virgin Islands) and up to 20% of net assets in municipal securities rated below investment grade. As of October 31, 2020, the Fund's modified duration to worst⁵ was 6.26 years, while the benchmark's modified duration to worst was 5.07 years. The longer duration of the Fund during this time of dislocation was mostly driven by below-investment-grade holdings trading at a discount, as well as lower coupon holdings that were also trading below par.

During the reporting period, which sectors were the strongest positive contributors to the Fund's relative performance and which sectors were particularly weak?

During the reporting period, bonds in the local general obligation, special tax and transportation sectors made positive contributions to the Fund's performance relative to the Bloomberg Barclays California Municipal Bond Index. Conversely, hospital-backed bonds detracted from relative returns. In addition, off benchmark U.S. territories added to relative performance. From a credit perspective, bonds rated B-, A+ and AA+ enhanced relative results while bonds rated AA and AA- detracted.⁶ Among maturities, 15- to 30-year maturities contributed positively to relative performance, while 15-and-shorter-year maturities undermined relative returns.

What were some of the Fund's largest purchases and sales during the reporting period?

The Fund remained focused on diversification and liquidity, so no individual transaction was considered significant during the reporting period.

How did the Fund's sector weightings change during the reporting period?

Although there were no material changes in the Fund's sector weightings during the reporting period, the Fund increased its sector exposure to local general obligation, leasing and state general obligation bonds, while decreasing sector exposure to special tax, hospital and transportation bonds. From a credit-rating perspective, the Fund increased its exposure to bonds rated AA and AAA, while decreasing its exposure to securities rated BBB, A, and B.⁷

How was the Fund positioned at the end of the reporting period?

Compared to the Bloomberg Barclays California Municipal Bond Index, as of October 31, 2020 the Fund held overweight exposure to the local general obligation and special tax sectors, and underweight exposure to the state general obligation and prerefunded/ETM (escrowed to maturity) sectors. In addition, the Fund held overweight exposure to U.S. territories that are not held in the benchmark, and overweight exposure to credits rated BB.⁸ As of the same date, the Fund held relatively underweight exposure to securities rated AA.

4. Duration is a measure of the price sensitivity of a fixed-income investment to changes in interest rates. Duration is expressed as a number of years and is considered a more accurate sensitivity gauge than average maturity.
5. Modified duration is inversely related to the approximate percentage change in price for a given change in yield. Duration to worst is the duration of a bond computed using the bond's nearest call date or maturity, whichever comes first. This measure ignores future cash flow fluctuations due to embedded optionality.
6. An obligation rated 'AA' by Standard & Poor's ("S&P") is deemed by S&P to differ from the highest-rated obligations only to a small degree. In the opinion of S&P, the obligor's capacity to meet its financial commitment on the obligation is very strong. An obligation rated 'A' by S&P is deemed by S&P to be somewhat more susceptible to the adverse effects of changes in circumstances and economic conditions than obligations in higher-rated categories. In the opinion of S&P, however, the obligor's capacity to meet its financial commitment on the obligation is still strong. An obligation rated 'B' by S&P is deemed by S&P to be more vulnerable to nonpayment than obligations rated 'BB', but in the opinion of S&P, the obligor currently has the capacity to meet its financial commitment on the obligation. It is the opinion of S&P that adverse business, financial, or economic conditions will likely impair the obligor's capacity or willingness to meet its financial commitment on the obligation. Ratings from 'AA' to 'CCC' may be modified by the addition of a plus (+) or minus (-) sign to show relative standing within the major rating categories. When applied to Fund holdings, ratings are based solely on the creditworthiness of the bonds in the portfolio and are not meant to represent the security or safety of the Fund.
7. An obligation rated 'AAA' has the highest rating assigned by S&P, and in the opinion of S&P, the obligor's capacity to meet its financial commitment on the obligation is extremely strong. An obligation rated 'BBB' by S&P is deemed by S&P to exhibit adequate protection parameters. In the opinion of S&P, however, adverse economic conditions or changing circumstances are more likely to lead to a weakened capacity of the obligor to meet its financial commitment on the obligation. When applied to Fund holdings, ratings are based solely on the creditworthiness of the bonds in the portfolio and are not meant to represent the security or safety of the Fund.
8. An obligation rated 'BB' by S&P is deemed by S&P to be less vulnerable to nonpayment than other speculative issues. In the opinion of S&P, however, the obligor faces major ongoing uncertainties or exposure to adverse business, financial or economic conditions which could lead to the obligor's inadequate capacity to meet its financial commitment on the obligation. When applied to Fund holdings, ratings are based solely on the creditworthiness of the bonds in the portfolio and are not meant to represent the security or safety of the Fund.

The opinions expressed are those of the portfolio managers as of the date of this report and are subject to change. There is no guarantee that any forecasts will come to pass. This material does not constitute investment advice and is not intended as an endorsement of any specific investment.

Portfolio of Investments October 31, 2020

	Principal Amount	Value
Municipal Bonds 97.9%†		
Long-Term Municipal Bonds 97.8%		
Airport 7.1%		
Antonio B Won Pat International Airport		
Authority, Guam Airport, Revenue Bonds Series C, Insured: AGM 6.00%, due 10/1/34 (a)	\$ 1,000,000	\$ 1,096,530
California Municipal Finance Authority, LAX Integrated Express Solutions Project, Revenue Bonds (a) Insured: AGM 3.25%, due 12/31/32		
	1,000,000	1,048,830
5.00%, due 6/30/31	3,100,000	3,690,302
City of Los Angeles, Department of Airports, Revenue Bonds Series B 5.00%, due 5/15/25 (a)		
	710,000	840,448
Series D 5.00%, due 5/15/26 (a)		
	1,000,000	1,213,110
Series A 5.00%, due 5/15/29 (a)		
	3,125,000	3,978,719
Series A 5.00%, due 5/15/31 (a)		
	2,815,000	3,374,453
5.00%, due 5/15/37 (a)		
	875,000	1,064,954
Subseries E 5.00%, due 5/15/37		
	1,250,000	1,532,612
Series A 5.00%, due 5/15/40		
	6,175,000	7,680,650
Series A 5.25%, due 5/15/48 (a)		
	1,375,000	1,628,770
Norman Y Mineta San Jose International Airport SJC, Revenue Bonds (a) Series A, Insured: BAM 4.00%, due 3/1/42		
	4,755,000	5,166,212
Series A 5.00%, due 3/1/41		
	2,500,000	2,884,700
Series A 5.00%, due 3/1/47		
	4,390,000	5,018,824
Series A-1 5.25%, due 3/1/22		
	3,200,000	3,242,624
Palm Springs Airport Passenger Facilities, Palm Springs International Airport, Revenue Bonds (a) Insured: BAM 5.00%, due 6/1/30		
	640,000	742,080
Insured: BAM 5.00%, due 6/1/31		
	1,130,000	1,308,597
Sacramento County, California Airport System, Revenue Bonds Series C 5.00%, due 7/1/38 (a)		
	3,000,000	3,537,090

	Principal Amount	Value
Airport (continued)		
San Francisco City & County Airport Commission, San Francisco International Airport, Revenue Bonds Series E 5.00%, due 5/1/50 (a)		
	\$ 4,100,000	\$ 4,821,559
San Francisco City & County International Airports Commission, Revenue Bonds Series H 5.00%, due 5/1/27 (a)		
	7,000,000	8,621,200
Series D 5.00%, due 5/1/30		
	2,595,000	3,321,055
Series D 5.00%, due 5/1/31		
	2,200,000	2,793,406
Series D 5.00%, due 5/1/38		
	4,600,000	5,657,908
Series E 5.00%, due 5/1/45 (a)		
	3,460,000	4,091,139
		<u>78,355,772</u>
Development 1.4%		
California Health Facilities Financing Authority, Los Angeles Biomedical Research Institute, Revenue Bonds 5.00%, due 9/1/30		
	1,300,000	1,554,345
5.00%, due 9/1/31		
	1,365,000	1,623,340
5.00%, due 9/1/32		
	1,435,000	1,696,615
5.00%, due 9/1/34		
	1,590,000	1,866,596
California Municipal Finance Authority, United Airlines, Inc. Project, Revenue Bonds Series B 4.00%, due 7/15/29 (a)		
	3,000,000	2,986,770
California Statewide Communities Development Authority, Revenue Bonds Insured: AGM 5.00%, due 11/15/49		
	1,000,000	1,182,540
California Statewide Communities Development Authority, Southern California Edison Co., Revenue Bonds 2.625%, due 11/1/33 (b)		
	1,655,000	1,731,759
City of Irvine, Special Assessment 5.00%, due 9/2/44		
	1,800,000	2,228,202
		<u>14,870,167</u>
Education 2.9%		
California Enterprise Development Authority, Thacher School Project, Revenue Bonds 4.00%, due 9/1/44		
	3,450,000	3,954,183

The notes to the financial statements are an integral part of, and should be read in conjunction with, the financial statements.

Portfolio of Investments October 31, 2020 (continued)

	Principal Amount	Value
Long-Term Municipal Bonds (continued)		
Education (continued)		
California Infrastructure & Economic Development Bank, Equitable School Revolving Fund, Revenue Bonds Series B		
5.00%, due 11/1/39	\$ 300,000	\$ 364,701
Series B		
5.00%, due 11/1/44	350,000	419,832
Series B		
5.00%, due 11/1/49	500,000	596,715
California Infrastructure & Economic Development Bank, Revenue Bonds Series B		
4.00%, due 11/1/45	850,000	963,041
Series B		
4.00%, due 11/1/55	915,000	1,025,614
California Infrastructure & Economic Development Bank, Wonderful Foundations Charter School, Revenue Bonds		
5.00%, due 1/1/55 (c)	2,645,000	2,726,625
California Municipal Finance Authority, Creative Center Los Altos Project, Pinewood & Oakwood Schools, Revenue Bonds (c) Series B		
4.00%, due 11/1/36	400,000	388,932
Series B		
4.50%, due 11/1/46	1,600,000	1,580,656
California Municipal Finance Authority, Palmdale Aerospace Academy Projects, Revenue Bonds		
5.00%, due 7/1/46 (c)	795,000	836,936
California Municipal Finance Authority, Partnerships Uplift Community Project, Revenue Bonds Series A		
5.30%, due 8/1/47	500,000	509,800
California School Facilities Financing Authority, Azusa Unified School District, Revenue Bonds Insured: AGM (zero coupon), due 8/1/49	7,905,000	2,421,539
California School Finance Authority, Aspire Public Schools, Revenue Bonds (c)		
5.00%, due 8/1/27	500,000	580,055
5.00%, due 8/1/28	700,000	806,883
5.00%, due 8/1/36	600,000	671,874
5.00%, due 8/1/41	750,000	831,338
5.00%, due 8/1/46	975,000	1,073,397

	Principal Amount	Value
Education (continued)		
California School Finance Authority, Charter School Classical Academies Project, Revenue Bonds Series A		
5.00%, due 10/1/37 (c)	\$ 1,485,000	\$ 1,660,260
California School Finance Authority, Grimmway Schools Obligation, Revenue Bonds Series A		
5.00%, due 7/1/46 (c)	750,000	791,115
California School Finance Authority, High Tech High Learning Project, Revenue Bonds (c) Series A		
5.00%, due 7/1/37	500,000	551,380
Series A		
5.00%, due 7/1/49	500,000	541,105
California School Finance Authority, KIPP LA Projects, Revenue Bonds Series A		
5.00%, due 7/1/34	600,000	658,992
California State Municipal Finance Authority, Charter School, King Chavez Academy, Revenue Bonds (c) Series A		
5.00%, due 5/1/36	1,275,000	1,358,691
Series A		
5.00%, due 5/1/46	1,325,000	1,392,442
California State Municipal Finance Authority, Charter School, Palmdale Aerospace Academy Projects, Revenue Bonds		
5.00%, due 7/1/36 (c)	1,300,000	1,391,026
Del Mar Union School District, Special Tax Insured: BAM		
4.00%, due 9/1/44	1,450,000	1,661,903
Irvine Unified School District, Community Facilities District No. 9, Special Tax Series A		
5.00%, due 9/1/33	410,000	515,583
Series A		
5.00%, due 9/1/34	225,000	281,948
Series A		
5.00%, due 9/1/36	550,000	680,746
Oxnard California School District, COPS, Property Acquisition and Improvement Project, Certificate of Participation Insured: BAM		
2.00%, due 8/1/45 (b)(d)	1,000,000	1,091,160
		<u>32,328,472</u>

	Principal Amount	Value
Long-Term Municipal Bonds (continued)		
General 17.3%		
Anaheim Public Financing Authority, Public Improvement Project, Revenue Bonds Series A, Insured: AGM 5.00%, due 9/1/26	\$ 8,000,000	\$ 9,777,600
Series A, Insured: AGM 5.00%, due 9/1/27	5,000,000	6,230,450
Series A, Insured: AGM 5.00%, due 9/1/28	2,250,000	2,838,802
Anaheim Public Financing Authority, Revenue Bonds Series A 5.00%, due 5/1/33	1,000,000	1,100,210
Series A, Insured: BAM 5.00%, due 9/1/35	4,500,000	5,323,635
Burlingame California Financing Authority, Revenue Bonds 5.00%, due 7/1/47	1,515,000	1,857,223
California Housing Finance, Revenue Bonds Series N 4.00%, due 4/1/45	4,000,000	4,669,840
California Infrastructure & Economic Development Bank, Green Bond, Revenue Bonds 5.00%, due 8/1/37	1,050,000	1,321,152
5.00%, due 8/1/38	1,200,000	1,504,044
California Infrastructure & Economic Development Bank, The Salvation Army Western Territory, Revenue Bonds 4.00%, due 9/1/33	1,225,000	1,355,732
4.00%, due 9/1/34	1,000,000	1,101,640
California Municipal Finance Authority, Orange County Civic Center Infrastructure Program, Revenue Bonds 5.00%, due 6/1/37	2,085,000	2,560,922
California Statewide Communities Development Authority, California Baptist University, Revenue Bonds Series A 6.375%, due 11/1/43	500,000	543,645
Cathedral City Redevelopment Agency Successor Agency, Merged Redevelopment Project Area, Tax Allocation Series A, Insured: AGM 5.00%, due 8/1/26	1,000,000	1,158,880

	Principal Amount	Value
General (continued)		
Cathedral City Redevelopment Agency Successor Agency, Merged Redevelopment Project Area, Tax Allocation (continued) Series A, Insured: AGM 5.00%, due 8/1/34	\$ 1,000,000	\$ 1,127,240
City of Irvine, Community Facilities District, Special Tax 5.00%, due 9/1/49	1,385,000	1,528,652
City of Newark CA, Civic Center Financing Project, Certificates of Participation 3.00%, due 6/1/39	3,550,000	3,699,348
3.00%, due 6/1/40	3,560,000	3,698,448
3.00%, due 6/1/41	650,000	672,952
City of Santa Ana CA, Gas Tax, Revenue Bonds 4.00%, due 1/1/38	1,360,000	1,591,350
Coronado Community Development Successor Agency, Tax Allocation Series A 5.00%, due 9/1/33	525,000	612,187
County of Los Angeles CA, Vermont Corridor County Administration Building, Revenue Bonds Series A 5.00%, due 12/1/38	1,910,000	2,359,079
Del Mar California Race Track Authority, Revenue Bonds 5.00%, due 10/1/30	1,000,000	994,550
GDB Debt Recovery Authority of Puerto Rico, Revenue Bonds 7.50%, due 8/20/40	1,305,459	900,767
Greenfield Redevelopment Agency, Tax Allocation Insured: BAM 4.00%, due 2/1/26	285,000	333,852
Guam Government, Business Privilege Tax, Revenue Bonds Series D 5.00%, due 11/15/27	1,000,000	1,125,860
Invesco California Value Municipal Income Trust 1.149%, due 12/1/22 (b)(c)	15,000,000	15,000,000
Livermore Valley Water Financing Authority, Revenue Bonds Series A 5.00%, due 7/1/47	3,945,000	4,698,613
Lodi CA, Public Financing Authority, Revenue Bonds Insured: AGM 5.00%, due 9/1/31	1,330,000	1,696,295
Insured: AGM 5.00%, due 9/1/32	1,650,000	2,084,989

The notes to the financial statements are an integral part of,
and should be read in conjunction with, the financial statements.

Portfolio of Investments October 31, 2020 (continued)

	Principal Amount	Value
Long-Term Municipal Bonds (continued)		
General (continued)		
Los Angeles County Metropolitan Transportation Authority, Revenue Bonds Series A 4.00%, due 6/1/36	\$ 5,000,000	\$ 6,012,900
Series A 4.00%, due 6/1/37	3,750,000	4,491,712
Madera Redevelopment Agency, Tax Allocation Series A 5.00%, due 9/1/37	1,180,000	1,431,564
Mesa Water District, Certificates of Participation 4.00%, due 3/15/45	1,450,000	1,707,447
Montclair Financing Authority, Public Facilities Project, Revenue Bonds Insured: AGM 5.00%, due 10/1/32	1,000,000	1,163,250
Mountain House Public Financing Authority, Green Bond, Revenue Bonds Series B, Insured: BAM 4.00%, due 12/1/40	1,380,000	1,561,498
Mountain View, Shoreline Regional Park Community, Tax Allocation Series A, Insured: AGM 5.00%, due 8/1/36	1,645,000	2,059,211
Orange California Public Facilities Financing Authority, Revenue Bonds Series A 4.00%, due 11/1/50	2,000,000	2,233,460
Orange County Local Transportation Authority, Revenue Bonds 4.00%, due 2/15/38	10,000,000	11,745,400
Pico Rivera Public Financing Authority, Revenue Bonds Insured: NATL-RE 5.25%, due 9/1/34	1,560,000	1,932,606
Puerto Rico Convention Center District Authority, Revenue Bonds Series A, Insured: AGC 4.50%, due 7/1/36	1,100,000	1,100,407
Puerto Rico Sales Tax Financing Corp., Revenue Bonds Series A-1 4.50%, due 7/1/34	1,500,000	1,570,500
Series A-1 5.00%, due 7/1/58	12,000,000	12,784,200

	Principal Amount	Value
General (continued)		
Riverside County Public Financing Authority, Project Area No. 1 Desert Communities & Interstate 215 Corridor Project, Tax Allocation Series A, Insured: BAM 4.00%, due 10/1/32	\$ 1,050,000	\$ 1,164,072
Riverside County Public Financing Authority, Tax Allocation Series A, Insured: BAM 4.00%, due 10/1/40	1,000,000	1,104,210
Riverside County Transportation Commission, Sales Tax, Revenue Bonds Series B 4.00%, due 6/1/36	5,000,000	5,793,000
Sacramento Transient Occupancy Tax Revenue, Convention Center Complex, Revenue Bonds Series C 5.00%, due 6/1/48	4,860,000	5,398,488
San Bernardino County Financing Authority, Court House Facilities Project, Revenue Bonds Series C, Insured: NATL-RE 5.50%, due 6/1/37	1,150,000	1,174,633
San Diego County Regional Transportation Commission, Revenue Bonds Series A 5.00%, due 4/1/38	1,000,000	1,314,920
Series A 5.00%, due 4/1/39	1,000,000	1,310,610
Series A 5.00%, due 4/1/40	675,000	881,159
Series A 5.00%, due 4/1/44	2,800,000	3,610,264
San Francisco Bay Area Rapid Transit District, Revenue Bonds Series A 4.00%, due 7/1/36	1,850,000	2,145,463
San Francisco City & County Redevelopment Agency, Mission Bay South Redevelopment Project, Tax Allocation Series C 5.00%, due 8/1/36	1,250,000	1,470,438
San Joaquin County Transportation Authority, Sales Tax Revenue, Revenue Bonds Series K 5.00%, due 3/1/37	1,705,000	2,078,071

	Principal Amount	Value
Long-Term Municipal Bonds (continued)		
General (continued)		
San Mateo County Joint Powers		
Financing Authority, Capital Projects,		
Revenue Bonds		
Series A		
5.00%, due 7/15/43	\$ 3,000,000	\$ 3,675,270
South Orange County Public Financing		
Authority, Special Tax		
Series A		
5.00%, due 8/15/32	775,000	813,146
Stockton Public Financing Authority,		
Water Revenue, Revenue Bonds		
Series A, Insured: BAM		
4.00%, due 10/1/37	2,500,000	2,826,475
Series A, Insured: BAM		
5.00%, due 10/1/32	1,275,000	1,592,093
Series A, Insured: BAM		
5.00%, due 10/1/34	1,500,000	1,852,680
Territory of Guam, Business Privilege		
Tax, Revenue Bonds		
Series B1		
5.00%, due 1/1/27	1,500,000	1,550,730
Territory of Guam, Hotel Occupancy Tax,		
Revenue Bonds		
Series A		
6.50%, due 11/1/40	1,740,000	1,760,306
Territory of Guam, Revenue Bonds		
Series A		
5.125%, due 1/1/42	2,890,000	2,970,284
Transbay Joint Powers Authority, Green		
Bond, Tax Allocation		
5.00%, due 10/1/45	1,000,000	1,225,750
5.00%, due 10/1/49	1,200,000	1,464,528
Virgin Islands Public Finance Authority,		
Matching Fund Loan, Revenue Bonds		
Series A		
5.00%, due 10/1/25	620,000	617,700
Subseries A		
6.00%, due 10/1/39	780,000	745,976
Series A		
6.625%, due 10/1/29	280,000	281,140
Series A		
6.75%, due 10/1/37	2,450,000	2,459,163
Virgin Islands Public Finance Authority,		
Revenue Bonds		
Series A, Insured: AGM		
5.00%, due 10/1/32	1,205,000	1,288,507
West Hollywood Public Financing		
Authority, Revenue Bonds		
Series A		
3.00%, due 4/1/42	3,300,000	3,435,861
		<u>189,267,049</u>

	Principal Amount	Value
General Obligation 11.0%		
California State, Unlimited		
General Obligation		
5.00%, due 11/1/27	\$ 2,380,000	\$ 3,077,435
5.00%, due 4/1/28	2,930,000	3,816,120
5.00%, due 8/1/37	2,900,000	3,642,951
City & County of San Francisco CA,		
Unlimited General Obligation		
Series R1		
4.00%, due 6/15/32	1,000,000	1,206,500
City of Foster City CA, Levee Protection		
Planning & Improvements Project,		
Unlimited General Obligation		
3.00%, due 8/1/45	2,500,000	2,640,575
Coast Community College District,		
Election 2012, Unlimited		
General Obligation		
Series D		
4.50%, due 8/1/39	500,000	598,355
Commonwealth of Puerto Rico, Public		
Improvement, Unlimited		
General Obligation		
Insured: AMBAC		
4.50%, due 7/1/23	330,000	330,406
Series A, Insured: AGC		
5.00%, due 7/1/23	270,000	275,481
Series A-4, Insured: AGM		
5.00%, due 7/1/31	410,000	411,443
Series A, Insured: AGM		
5.00%, due 7/1/35	2,175,000	2,278,530
Series C, Insured: AGM		
5.25%, due 7/1/26	445,000	454,972
Series A-4, Insured: AGM		
5.25%, due 7/1/30	175,000	175,763
Series A, Insured: AGM		
5.50%, due 7/1/27	620,000	634,564
Glendale Community College District,		
Unlimited General Obligation		
Series B		
3.00%, due 8/1/47	6,500,000	6,810,570
Hartnell Community College District,		
Unlimited General Obligation		
Series A		
(zero coupon), due 8/1/37	2,500,000	1,386,525
Series B		
3.00%, due 8/1/38	375,000	403,774
Series B		
3.00%, due 8/1/40	525,000	561,309
Series B		
3.00%, due 8/1/45	3,500,000	3,698,030

Portfolio of Investments October 31, 2020 (continued)

	Principal Amount	Value
Long-Term Municipal Bonds (continued)		
General Obligation (continued)		
Kern Community College District, Safety Repair & Improvement, Unlimited General Obligation Series C 5.75%, due 11/1/34	\$ 650,000	\$ 754,676
Kern Community College District, Unlimited General Obligation (zero coupon), due 8/1/23	2,000,000	1,947,780
Long Beach Community College District, Unlimited General Obligation Series C 4.00%, due 8/1/49	3,000,000	3,444,660
Los Angeles Community College District, Unlimited General Obligation Series I 4.00%, due 8/1/33 Series I 4.00%, due 8/1/34	2,865,000 4,000,000	3,325,864 4,633,640
Los Rios Community College District, Unlimited General Obligation Series D 4.00%, due 8/1/35 Series D 4.00%, due 8/1/39	250,000 1,000,000	291,643 1,151,470
Mount San Jacinto Community College District, Election 2014, Unlimited General Obligation Series B 4.00%, due 8/1/38	1,985,000	2,326,202
North Orange County Community College District, Unlimited General Obligation Series B 4.00%, due 8/1/32 Series B 4.00%, due 8/1/33	450,000 300,000	558,482 368,073
Palo Verde Community College District, Election 2014, Unlimited General Obligation Series A, Insured: AGM 4.00%, due 8/1/45	500,000	553,970
Palomar Community College District, Election 2006, Unlimited General Obligation Series B (zero coupon), due 8/1/39 (d)	2,000,000	2,506,320
Puerto Rico Municipal Finance Agency, Revenue Bonds Series A, Insured: AGM 5.25%, due 8/1/21	300,000	306,258

	Principal Amount	Value
General Obligation (continued)		
San Bernardino Community College District, Election 2018, Unlimited General Obligation Series A 4.00%, due 8/1/49	\$ 5,675,000	\$ 6,422,114
San Diego Community College District, Unlimited General Obligation 4.00%, due 8/1/36	6,000,000	6,880,080
San Francisco Bay Area Rapid Transit District, Election 2016, Green Bonds, Unlimited General Obligation Series B-1 4.00%, due 8/1/37	9,695,000	11,608,017
San Francisco Bay Area Rapid Transit District, Green Bonds, Unlimited General Obligation 3.00%, due 8/1/37 3.00%, due 8/1/38	1,505,000 2,590,000	1,661,339 2,834,159
San Jose Evergreen Community College District, Election of 2016, Unlimited General Obligation Series B 3.00%, due 9/1/38 Series B 3.00%, due 9/1/39 Series B 3.00%, due 9/1/40	1,500,000 2,250,000 2,500,000	1,624,935 2,425,230 2,687,125
Santa Monica Community College District, Election 2016, Unlimited General Obligation Series A 4.00%, due 8/1/47	1,250,000	1,435,187
Southwestern Community College District, Unlimited General Obligation Series A 4.00%, due 8/1/47	2,000,000	2,267,220
State of California, Unlimited General Obligation 3.00%, due 11/1/34 4.00%, due 9/1/34 4.00%, due 3/1/36 4.00%, due 3/1/40 4.00%, due 3/1/46	3,750,000 3,500,000 5,000,000 3,500,000 3,000,000	4,181,437 4,021,185 5,978,500 4,137,455 3,485,310
Tahoe Forest, California Hospital District, Unlimited General Obligation 5.00%, due 8/1/29	1,815,000	2,184,117
Virgin Islands Public Finance Authority, Gross Receipts Taxes Loan, Revenue Bonds Series A 5.00%, due 10/1/32	1,250,000	1,165,763

	Principal Amount	Value
Long-Term Municipal Bonds (continued)		
General Obligation (continued)		
Virgin Islands Public Finance Authority, Revenue Bonds Series A 5.00%, due 10/1/29	\$ 1,500,000	\$ 1,421,445
		<u>120,992,959</u>
Higher Education 3.4%		
California Educational Facilities Authority, Claremont McKenna College, Revenue Bonds Series A 4.00%, due 1/1/39	1,800,000	1,995,624
California Educational Facilities Authority, Loma Linda University, Revenue Bonds Series A 5.00%, due 4/1/23	570,000	619,601
Series A 5.00%, due 4/1/24	280,000	313,611
California Educational Facilities Authority, Loyola Marymount University, Revenue Bonds Series B 5.00%, due 10/1/31	525,000	665,327
Series B 5.00%, due 10/1/35	640,000	796,672
California Educational Facilities Authority, Mount St. Mary's University, Revenue Bonds Series A 5.00%, due 10/1/38	620,000	762,315
California Municipal Finance Authority, California Lutheran University, Revenue Bonds 5.00%, due 10/1/31	235,000	276,811
5.00%, due 10/1/33	225,000	262,280
5.00%, due 10/1/35	225,000	260,388
5.00%, due 10/1/36	285,000	328,825
5.00%, due 10/1/37	310,000	355,418
California Municipal Finance Authority, Pomona College, Revenue Bonds 4.00%, due 1/1/43	10,000,000	11,498,000
California Municipal Finance Authority, Revenue Bonds Series B 5.00%, due 10/1/54 (c)	1,380,000	1,504,932
California State Municipal Finance Authority, California Baptist University, Revenue Bonds Series A 5.00%, due 11/1/46 (c)	1,000,000	1,043,620

	Principal Amount	Value
Higher Education (continued)		
California State Municipal Finance Authority, National University, Revenue Bonds Series A 5.00%, due 4/1/31	\$ 1,000,000	\$ 1,276,890
California State Municipal Finance Authority, Southern California Institute of Architecture Project, Revenue Bonds 5.00%, due 12/1/38	845,000	958,805
California State University, Systemwide, Revenue Bonds Series A 4.00%, due 11/1/37	2,375,000	2,674,131
California Statewide Communities Development Authority, Lancer Plaza Project, Revenue Bonds 5.875%, due 11/1/43	1,000,000	1,054,150
Rio Hondo Community College District, Election 2004, Unlimited General Obligation Series C (zero coupon), due 8/1/42 (d)	2,000,000	2,626,360
University of California, Revenue Bonds Series BE 4.00%, due 5/15/47	6,500,000	<u>7,599,865</u>
		<u>36,873,625</u>
Housing 2.8%		
California Community College Financing Authority, Orange Coast College Project, Revenue Bonds 5.00%, due 5/1/29	800,000	859,936
California Municipal Finance Authority, CHF Davis I LLC, Revenue Bonds Insured: BAM 5.00%, due 5/15/29	5,000,000	6,201,350
California Municipal Finance Authority, Claremont Colleges Project, Revenue Bonds Series A-P3 5.00%, due 7/1/40 (c)	1,000,000	1,093,980
California Municipal Finance Authority, Mobile Home Park Senior Caritas Projects, Revenue Bonds Series A 4.00%, due 8/15/42	1,540,000	1,655,377
Series A 5.00%, due 8/15/29	805,000	969,920
Series A 5.00%, due 8/15/31	140,000	166,515

The notes to the financial statements are an integral part of, and should be read in conjunction with, the financial statements.

Portfolio of Investments October 31, 2020 (continued)

	Principal Amount	Value
Long-Term Municipal Bonds (continued)		
Housing (continued)		
California Municipal Finance Authority, Windsor Mobile Country Club, Revenue Bonds Series A 4.00%, due 11/15/37	\$ 1,320,000	\$ 1,421,508
California Statewide Communities Development Authority, Lancer Educational Student Housing Project, Revenue Bonds (c) Series A 3.00%, due 6/1/29	750,000	714,893
Series A 5.00%, due 6/1/34	375,000	398,351
Series A 5.00%, due 6/1/51	1,750,000	1,799,770
California Statewide Communities Development Authority, Provident Group, Pomona Properties, Revenue Bonds Series A 5.75%, due 1/15/45 (c)	400,000	405,644
California Statewide Communities Development Authority, Student Housing, Revenue Bonds 5.00%, due 5/15/40	1,025,000	1,122,221
California Statewide Communities Development Authority, University of California, Irvine Campus Apartments, Revenue Bonds Series A 5.00%, due 5/15/47	3,500,000	3,849,230
Hastings Campus Housing Finance Authority, Revenue Bonds Series A 5.00%, due 7/1/45	5,000,000	5,221,550
Series A 5.00%, due 7/1/61	5,000,000	5,126,800
		<u>31,007,045</u>

Medical 4.8%

California Health Facilities Financing Authority, Children's Hospital of Orange County, Revenue Bonds Series A 4.00%, due 11/1/36	310,000	362,691
Series A 4.00%, due 11/1/37	500,000	582,105
Series A 4.00%, due 11/1/38	250,000	287,885

	Principal Amount	Value
Medical (continued)		
California Health Facilities Financing Authority, Children's Hospital, Revenue Bonds Series A 5.00%, due 8/15/47	\$ 1,000,000	\$ 1,142,890
California Health Facilities Financing Authority, City of Hope Obligated Group, Revenue Bonds 5.00%, due 11/15/37	1,600,000	1,816,464
5.00%, due 11/15/49	2,500,000	2,917,425
California Health Facilities Financing Authority, CommonSpirit Health Obligated Group, Revenue Bonds Series A 4.00%, due 4/1/40	3,000,000	3,362,730
Series A 4.00%, due 4/1/49	7,500,000	8,236,575
California Health Facilities Financing Authority, El Camino Hospital, Revenue Bonds 5.00%, due 2/1/36	1,035,000	1,224,353
California Health Facilities Financing Authority, Stanford Health Care, Revenue Bonds Series A 5.00%, due 11/15/36	3,000,000	3,711,000
California Municipal Finance Authority, Healthright 360, Revenue Bonds Series A 5.00%, due 11/1/39 (c)	1,000,000	1,071,010
California Public Finance Authority, Henry Mayo Newhall Hospital, Revenue Bonds 5.00%, due 10/15/47	1,000,000	1,100,570
California State Educational Facilities Authority, Sutter Health, Revenue Bonds Series A 5.00%, due 11/15/34	475,000	582,972
Series A 5.00%, due 11/15/37	5,175,000	6,284,106
Series A 5.00%, due 11/15/38	1,600,000	1,937,904
California State Health Facilities Financing Authority, Children's Hospital, Revenue Bonds Series A 5.00%, due 8/15/42	500,000	575,820
California State Health Facilities Financing Authority, El Camino Hospital, Revenue Bonds 4.125%, due 2/1/47	750,000	818,955

	Principal Amount	Value
Long-Term Municipal Bonds (continued)		
Medical (continued)		
California State Health Facilities Financing Authority, Kaiser Permanente, Revenue Bonds Series C 5.00%, due 6/1/41 (b)	\$ 5,000,000	\$ 6,584,000
California State Municipal Finance Authority, Community Medical Centers, Revenue Bonds Series A 5.00%, due 2/1/27 Series A 5.00%, due 2/1/37	1,100,000 1,000,000	1,342,242 1,158,500
California Statewide Communities Development Authority, Emanate Health, Revenue Bonds Series A 4.00%, due 4/1/45 Series A 5.00%, due 4/1/34	1,000,000 1,275,000	1,125,890 1,621,443
California Statewide Communities Development Authority, Methodist Hospital of Southern California Project, Revenue Bonds 5.00%, due 1/1/38 5.00%, due 1/1/48	1,500,000 1,000,000	1,755,840 1,143,430
Washington Township Health Care District, Revenue Bonds Series B 4.00%, due 7/1/36	1,380,000	1,470,984
		<u>52,217,784</u>
Mello-Roos 0.2%		
City of Rocklin CA, Community Facilities District No. 10, Special Tax 5.00%, due 9/1/39	1,150,000	1,267,105
Rio Elementary School District Community Facilities District No. 1, Special Tax Insured: BAM 5.00%, due 9/1/35	500,000	604,495
		<u>1,871,600</u>
Multi-Family Housing 0.8%		
California Community Housing Agency, Revenue Bonds Series A 5.00%, due 2/1/50 (c)	5,250,000	5,856,690
Federal Home Loan Mortgage Corp., Revenue Bonds Series M-057 2.40%, due 10/15/29	3,000,000	3,217,500
		<u>9,074,190</u>

	Principal Amount	Value
Nursing Homes 0.3%		
ABAG Finance Authority for Nonprofit Corp., Episcopal Senior Communities, Revenue Bonds Series A 5.00%, due 7/1/42	\$ 500,000	\$ 517,795
California Municipal Finance Authority, Asian Community Center, Revenue Bonds Insured: California Mortgage Insurance 5.00%, due 4/1/48	1,545,000	1,822,714
California Statewide Communities Development Authority, Redwoods Project, Revenue Bonds Insured: California Mortgage Insurance 5.375%, due 11/15/44	535,000	595,642
		<u>2,936,151</u>
Pollution 0.9%		
South Bayside Waste Management Authority, Green Bond, Shoreway Environment Center, Revenue Bonds Series B, Insured: AGM 5.00%, due 9/1/25 (a) Series B, Insured: AGM 5.00%, due 9/1/27 (a) Series B, Insured: AGM 5.00%, due 9/1/29 (a) Series B, Insured: AGM 5.00%, due 9/1/30 (a) Series B, Insured: AGM 5.00%, due 9/1/31 (a) Series A, Insured: AGM 5.00%, due 9/1/32 Series A, Insured: AGM 5.00%, due 9/1/39	1,515,000 1,670,000 420,000 715,000 410,000 500,000 2,530,000	1,839,316 2,127,380 553,186 934,355 529,814 647,625 3,187,243
		<u>9,818,919</u>
Power 3.0%		
California Riverside Electric, Revenue Bonds Series A 5.00%, due 10/1/31	750,000	981,810
Guam Power Authority, Revenue Bonds Series A 5.00%, due 10/1/34 Series A 5.00%, due 10/1/40	1,000,000 1,000,000	1,047,530 1,142,960
Los Angeles Department of Water & Power, Revenue Bonds Series C 5.00%, due 7/1/37	2,860,000	3,688,456

The notes to the financial statements are an integral part of, and should be read in conjunction with, the financial statements.

Portfolio of Investments October 31, 2020 (continued)

	Principal Amount	Value
Long-Term Municipal Bonds (continued)		
Power (continued)		
Puerto Rico Electric Power Authority, Revenue Bonds		
Series UU, Insured: AGC 4.25%, due 7/1/27	\$ 460,000	\$ 460,248
Series SS, Insured: NATL-RE 5.00%, due 7/1/22	640,000	642,950
Series UU, Insured: AGM 5.00%, due 7/1/24	225,000	229,568
Sacramento Municipal Utility District, Revenue Bonds		
4.00%, due 8/15/45 Series G	7,500,000	8,846,850
5.00%, due 8/15/37	8,000,000	10,397,440
Turlock Irrigation District, Revenue Bonds		
5.00%, due 1/1/38	600,000	776,520
5.00%, due 1/1/39	500,000	645,015
5.00%, due 1/1/44	3,165,000	4,015,246
		<u>32,874,593</u>

School District 28.7%

Alta Loma School District, Unlimited General Obligation Series B 5.00%, due 8/1/44			3,375,000	4,065,491
Alvord Unified School District, Election 2012, Unlimited General Obligation Series A, Insured: AGM 5.25%, due 8/1/37			825,000	937,019
Banning CA Unified School District, Election 2016, Unlimited General Obligation Series A, Insured: AGM 4.00%, due 8/1/46			500,000	558,860
Beaumont CA Unified School District, Election 2008, Unlimited General Obligation Series D, Insured: BAM 5.25%, due 8/1/44			1,000,000	1,201,030
Beaumont Unified School District, Unlimited General Obligation Series F 2.50%, due 8/1/46			1,000,000	981,780
Brawley Union High School District, Unlimited General Obligation Insured: BAM 5.00%, due 8/1/44			1,280,000	1,531,597
Cabrillo Unified School District, Election 2018, Unlimited General Obligation Series A 5.00%, due 8/1/45			4,245,000	5,123,630

	Principal Amount	Value		
School District (continued)				
Campbell Union High School District, Election 2016, Unlimited General Obligation Series B 4.00%, due 8/1/38			\$ 2,500,000	\$ 2,837,075
Central Union High School District, Election 2016, Unlimited General Obligation 5.25%, due 8/1/46			2,000,000	2,424,300
Ceres Unified School District, Unlimited General Obligation Insured: BAM (zero coupon), due 8/1/37			500,000	287,550
Chaffey Joint Union High School District, Unlimited General Obligation Series D 4.00%, due 8/1/49			5,000,000	5,729,500
Chino Valley Unified School District, Limited General Obligation Series B 3.375%, due 8/1/50			3,050,000	3,319,681
Series B 4.00%, due 8/1/45			1,000,000	1,171,310
Chowchilla Elementary School District, Unlimited General Obligation 5.00%, due 8/1/43			960,000	1,155,158
Compton Unified School District, Unlimited General Obligation Series B, Insured: BAM 3.00%, due 6/1/49			3,125,000	3,236,969
Corona-Norco Unified School District, Unlimited General Obligation Series C 4.00%, due 8/1/49			935,000	1,067,807
Cuyama Joint Unified School District, Unlimited General Obligation Series B, Insured: MAC 5.25%, due 8/1/48			500,000	603,615
Davis Joint Unified School District, Unlimited General Obligation Insured: BAM 3.00%, due 8/1/38 Insured: BAM 3.00%, due 8/1/41			4,190,000	4,495,912
Denair Unified School District, Election 2007, Unlimited General Obligation Insured: AGM (zero coupon), due 8/1/41			4,260,000	2,309,985
Desert Sands Unified School District, Unlimited General Obligation 2.00%, due 8/1/40			1,100,000	1,034,407

	Principal Amount	Value
Long-Term Municipal Bonds (continued)		
School District (continued)		
Dublin Unified School District, Green Bond, Unlimited General Obligation Series C 3.00%, due 8/1/41	\$ 3,000,000	\$ 3,248,490
El Monte Union High School District, Unlimited General Obligation Series A 4.00%, due 6/1/38	1,195,000	1,375,684
El Rancho Unified School District, Election 2016, Unlimited General Obligation Series A, Insured: BAM 5.25%, due 8/1/46	2,745,000	3,288,428
El Segundo Unified School District, Unlimited General Obligation Series B 2.00%, due 8/1/45	1,360,000	1,214,684
Series B 2.00%, due 8/1/46	1,510,000	1,343,356
Series B 2.00%, due 8/1/47	1,675,000	1,481,655
Series B 2.00%, due 8/1/48	1,850,000	1,626,668
Series B 2.125%, due 8/1/50	5,700,000	5,181,357
Enterprise Elementary School District, Unlimited General Obligation Insured: AGM 5.00%, due 8/1/49	4,130,000	4,891,696
Etiwanda School District, Election of 2016, Unlimited General Obligation Series A 4.00%, due 8/1/49	2,000,000	2,292,760
Eureka City Schools, Unlimited General Obligation Insured: BAM 4.00%, due 8/1/49	3,500,000	3,983,665
Folsom Cordova Unified School District, School Facilities Improvement District No. 5, Unlimited General Obligation Series A 5.25%, due 10/1/35	4,710,000	5,676,869
Fontana Unified School District, Unlimited General Obligation Series C (zero coupon), due 8/1/33	2,825,000	1,595,786
Fresno Unified School District, Election 2010, Unlimited General Obligation Series F 4.00%, due 8/1/32	1,475,000	1,705,292

	Principal Amount	Value
School District (continued)		
Holtville Unified School District, Unlimited General Obligation Series A, Insured: AGM 5.00%, due 8/1/44	\$ 1,240,000	\$ 1,523,774
Huntington Beach School District, Unlimited General Obligation Series B 4.00%, due 8/1/44	1,525,000	1,720,535
Series B 4.00%, due 8/1/48	1,500,000	1,685,055
Inglewood Unified School District, Election 2012, Unlimited General Obligation Series B, Insured: BAM 5.00%, due 8/1/25	250,000	302,538
Series B, Insured: BAM 5.00%, due 8/1/35	800,000	967,064
Inglewood Unified School District, Unlimited General Obligation Series C, Insured: BAM 5.00%, due 8/1/32	400,000	488,884
Series C, Insured: BAM 5.00%, due 8/1/34	585,000	710,307
Jefferson Union High School District, Unlimited General Obligation Series A 4.00%, due 8/1/45	1,250,000	1,422,213
Jurupa Unified School District, Unlimited General Obligation Series C 4.00%, due 8/1/43	1,675,000	1,937,925
Series B 5.00%, due 8/1/33	1,555,000	1,936,457
Series B 5.00%, due 8/1/37	1,000,000	1,228,340
Series C 5.25%, due 8/1/43	2,000,000	2,529,740
Kerman CA Unified School District, Election 2016, Unlimited General Obligation Insured: BAM 5.25%, due 8/1/46	1,755,000	2,102,437
Lemoore Union High School District, Election 2016, Unlimited General Obligation Series A 5.50%, due 8/1/42	560,000	695,078
Lennox School District, Election 2016, Unlimited General Obligation Insured: AGM 4.00%, due 8/1/47	3,000,000	3,326,130

The notes to the financial statements are an integral part of, and should be read in conjunction with, the financial statements.

Portfolio of Investments October 31, 2020 (continued)

	Principal Amount	Value
Long-Term Municipal Bonds (continued)		
School District (continued)		
Livermore Valley Joint Unified School District, Unlimited General Obligation 3.00%, due 8/1/40	\$ 2,890,000	\$ 3,036,378
Local Public Schools Funding Authority, School Improvement District, Unlimited General Obligation Series A, Insured: BAM 3.00%, due 8/1/37	1,000,000	1,070,250
Series A, Insured: BAM 3.00%, due 8/1/38	1,250,000	1,331,988
Series A, Insured: BAM 3.00%, due 8/1/40	1,230,000	1,298,782
Lodi Unified School District, Election of 2016, Unlimited General Obligation Series 2020 3.00%, due 8/1/43	3,475,000	3,617,023
Series 2020 4.00%, due 8/1/38	2,830,000	3,266,782
Series 2020 4.00%, due 8/1/39	1,300,000	1,496,911
Long Beach Unified School District, Election 2016, Unlimited General Obligation Series A 5.00%, due 8/1/32	3,985,000	4,924,344
Series A 5.00%, due 8/1/33	2,825,000	3,478,422
Long Beach Unified School District, Unlimited General Obligation Series A 4.00%, due 8/1/43	6,500,000	7,314,385
Los Angeles Unified School District, Election of 2005, Unlimited General Obligation Series M-1 5.25%, due 7/1/42	2,990,000	3,701,411
Los Angeles Unified School District, Unlimited General Obligation Series C 3.00%, due 7/1/38	4,500,000	4,793,085
Series C 4.00%, due 7/1/33	3,125,000	3,753,437
Series C 4.00%, due 7/1/38	4,500,000	5,266,305
Series A 5.00%, due 7/1/25	1,250,000	1,505,862
Lucia Mar Unified School District, Unlimited General Obligation Series C 3.00%, due 8/1/47	7,000,000	7,402,570

	Principal Amount	Value
School District (continued)		
Lucia Mar Unified School District, Unlimited General Obligation (continued) Series C 4.00%, due 8/1/49	\$ 1,500,000	\$ 1,731,735
Manteca Unified School District, Unlimited General Obligation Series C 2.25%, due 8/1/42	2,925,000	2,774,889
Series C 4.00%, due 8/1/45	2,000,000	2,291,620
Marysville Joint Unified School District, Unlimited General Obligation Insured: AGM (zero coupon), due 8/1/35	1,500,000	955,290
Insured: AGM (zero coupon), due 8/1/36	2,000,000	1,212,340
Insured: AGM (zero coupon), due 8/1/37	2,000,000	1,155,720
Moraga Elementary School District, Unlimited General Obligation Series B 3.00%, due 8/1/44	1,335,000	1,404,300
Moreno Valley Unified School District, Unlimited General Obligation Series B, Insured: AGM 5.00%, due 8/1/47	3,250,000	3,961,587
Mountain View-Whisman School District, Unlimited General Obligation Series A 3.00%, due 9/1/34	505,000	568,302
Series A 3.00%, due 9/1/36	750,000	836,235
Series A 3.00%, due 9/1/40	1,160,000	1,274,585
Napa Valley Unified School District, Unlimited General Obligation Series C, Insured: AGM 4.00%, due 8/1/44	10,000,000	11,150,000
Natomas Unified School District, Unlimited General Obligation Series A, Insured: AGM 4.00%, due 8/1/49	5,000,000	5,551,500
Needles Unified School District, Election 2008, Unlimited General Obligation Series B, Insured: AGM (zero coupon), due 8/1/45 (d)	1,250,000	1,265,550
Newport Mesa Unified School District, Capital Appreciation, Election 2005, Unlimited General Obligation Insured: NATL-RE (zero coupon), due 8/1/30	4,000,000	3,470,680

	Principal Amount	Value
Long-Term Municipal Bonds (continued)		
School District (continued)		
Oceanside Unified School District, Unlimited General Obligation Series C (zero coupon), due 8/1/51	\$ 25,000	\$ 3,880
Oxnard Union High School District, Unlimited General Obligation Series A 4.00%, due 8/1/38	1,000,000	1,136,590
Series B 4.00%, due 8/1/42	1,500,000	1,734,105
Perris Union High School District, Unlimited General Obligation Series A, Insured: AGM 4.00%, due 9/1/38	3,550,000	4,171,498
Redwood City School District, Election 2015, Unlimited General Obligation 5.25%, due 8/1/44	2,000,000	2,501,860
Redwood City School District, Unlimited General Obligation Series C 4.00%, due 8/1/44	1,800,000	2,092,428
Riverside Unified School District, Election 2016, Unlimited General Obligation Series B 4.00%, due 8/1/42	1,700,000	1,942,403
Robla School District, Election 2018, Unlimited General Obligation Series A, Insured: AGM 4.00%, due 8/1/35	435,000	501,707
Series A, Insured: AGM 4.00%, due 8/1/36	500,000	574,065
Series A, Insured: AGM 4.00%, due 8/1/37	500,000	572,450
Series A, Insured: AGM 4.00%, due 8/1/40	2,070,000	2,342,474
Series A, Insured: AGM 5.00%, due 8/1/44	1,720,000	2,053,783
San Bernardino City Unified School District, Election 2012, Unlimited General Obligation Series C, Insured: AGM 5.00%, due 8/1/34	655,000	777,734
San Bernardino City Unified School District, Unlimited General Obligation Series F, Insured: AGM 3.00%, due 8/1/44	6,335,000	6,613,867
San Diego Unified School District, Election 2012, Unlimited General Obligation Series I 4.00%, due 7/1/34	1,000,000	1,173,130

	Principal Amount	Value
School District (continued)		
San Diego Unified School District, Unlimited General Obligation Series D-2 2.00%, due 7/1/45	\$ 6,750,000	\$ 6,227,415
Series D-2 3.00%, due 7/1/40	7,500,000	8,055,450
San Leandro CA Unified School District, Election 2016, Unlimited General Obligation Series A, Insured: BAM 5.25%, due 8/1/42	1,000,000	1,214,680
San Leandro Unified School District, Election 2016, Unlimited General Obligation Series B, Insured: BAM 5.00%, due 8/1/35	500,000	626,135
Series B, Insured: BAM 5.00%, due 8/1/36	1,955,000	2,439,175
San Lorenzo Valley Unified School District, Unlimited General Obligation Series A 4.00%, due 8/1/45	1,000,000	1,150,460
Series A 5.00%, due 8/1/50	1,705,000	2,077,883
San Mateo Union High School District, Unlimited General Obligation Series A 2.25%, due 9/1/42	2,000,000	1,951,760
San Rafael CA, Elementary School District, Unlimited General Obligation Series C 4.00%, due 8/1/47	1,720,000	1,949,809
San Ysidro School District, Unlimited General Obligation Insured: AGM (zero coupon), due 8/1/47	3,000,000	837,930
Series A, Insured: BAM 4.00%, due 8/1/40	975,000	1,109,726
Series A, Insured: BAM 4.00%, due 8/1/45	2,320,000	2,606,822
Sanger Unified School District, Unlimited General Obligation Series B, Insured: BAM 3.00%, due 8/1/45	500,000	523,480
Santa Barbara Unified School District, Election 2010, Unlimited General Obligation Series A (zero coupon), due 8/1/36 (d)	1,000,000	1,393,150
Series B 5.00%, due 8/1/38	1,000,000	1,130,420

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Portfolio of Investments October 31, 2020 (continued)

	Principal Amount	Value
Long-Term Municipal Bonds (continued)		
School District (continued)		
Santa Barbara Unified School District, Election 2016, Unlimited General Obligation Series B 4.00%, due 8/1/42	\$ 2,750,000	\$ 3,185,655
Santa Monica-Malibu Unified School District, School Facilities Improvement District No. 1, Unlimited General Obligation Series A 4.00%, due 8/1/39	1,015,000	1,187,124
Santee CA, School District, Unlimited General Obligation 5.00%, due 8/1/48	2,205,000	2,644,148
Shasta Union High School District, Election 2016, Unlimited General Obligation 4.00%, due 8/1/44 5.25%, due 8/1/43	1,135,000 1,000,000	1,291,482 1,223,070
Simi Valley Unified School District, Unlimited General Obligation Series B 4.00%, due 8/1/33 Series B 4.00%, due 8/1/38 Series B 4.00%, due 8/1/39 Series B 4.00%, due 8/1/40 Series B 5.00%, due 8/1/42 Series B 5.00%, due 8/1/44	175,000 370,000 350,000 1,455,000 1,375,000 1,200,000	206,626 427,106 403,015 1,671,344 1,670,845 1,452,300
Temecula Valley Unified School District, Election 2012, Unlimited General Obligation Series C 5.25%, due 8/1/44	1,000,000	1,201,380
Turlock Unified School District, School Facilities Improvement District No. 1, Unlimited General Obligation 4.00%, due 8/1/33 4.00%, due 8/1/34 4.00%, due 8/1/35	480,000 515,000 545,000	554,318 592,250 625,126
Vacaville Unified School District, Unlimited General Obligation Series D 4.00%, due 8/1/30 Series C 4.00%, due 8/1/31	200,000 490,000	247,592 574,167

	Principal Amount	Value
School District (continued)		
Vacaville Unified School District, Unlimited General Obligation (continued) Series C 4.00%, due 8/1/32 Series C 4.00%, due 8/1/33 Series D 4.00%, due 8/1/36 Series D 4.00%, due 8/1/37 Series D 4.00%, due 8/1/38 Series D 4.00%, due 8/1/40 Series D 4.00%, due 8/1/45 Series C 5.00%, due 8/1/39 Series C 5.00%, due 8/1/40 Series C 5.00%, due 8/1/41 Series C 5.00%, due 8/1/42	\$ 555,000 625,000 300,000 300,000 500,000 500,000 2,050,000 500,000 1,225,000 1,350,000 1,000,000	\$ 646,014 721,769 354,195 352,590 585,945 582,705 2,358,443 606,270 1,483,855 1,632,757 1,207,600
Washington Unified School District, Capital Appreciation, Election 2004, Unlimited General Obligation Series B, Insured: BAM (zero coupon), due 8/1/31	2,400,000	1,981,200
West Contra Costa Unified School District, Unlimited General Obligation Series E, Insured: AGM 3.00%, due 8/1/35 Series E, Insured: AGM 3.00%, due 8/1/36 Series E, Insured: AGM 3.00%, due 8/1/37 Series E, Insured: AGM 3.00%, due 8/1/38 Series E, Insured: AGM 3.00%, due 8/1/39 Series E, Insured: AGM 3.00%, due 8/1/40 Series E, Insured: AGM 3.00%, due 8/1/45 Series D 4.00%, due 8/1/38 Series E 4.00%, due 8/1/38	855,000 1,000,000 750,000 675,000 700,000 650,000 4,000,000 1,500,000 1,500,000	927,761 1,079,980 806,760 717,336 741,300 683,105 4,136,440 1,709,775 1,709,775

	Principal Amount	Value
Long-Term Municipal Bonds (continued)		
School District (continued)		
Westminster School District, Election		
2008, Unlimited General Obligation		
Series B, Insured: BAM		
(zero coupon), due 8/1/48		
\$ 5,000,000		\$ 879,450
		<u>313,959,598</u>
Tobacco Settlement 1.8%		
California County Tobacco Securitization		
Agency, Asset-Backed,		
Revenue Bonds		
Series A		
5.00%, due 6/1/47		
1,275,000		1,275,178
California County Tobacco Securitization		
Agency, Revenue Bonds		
Series B-2		
(zero coupon), due 6/1/55		
3,500,000		624,435
Series A		
4.00%, due 6/1/34		
300,000		355,503
Series A		
4.00%, due 6/1/35		
500,000		587,715
Series A		
4.00%, due 6/1/36		
300,000		349,782
Series A		
4.00%, due 6/1/37		
275,000		319,597
Series A		
4.00%, due 6/1/38		
275,000		318,563
Series A		
4.00%, due 6/1/39		
350,000		404,135
Series A		
4.00%, due 6/1/40		
500,000		575,470
Series A		
4.00%, due 6/1/49		
1,500,000		1,668,930
5.25%, due 6/1/46		
1,165,000		1,164,977
California Statewide Financing Authority,		
Turbo Pooled Program C,		
Revenue Bonds		
(zero coupon), due 6/1/55		
20,000,000		1,439,000
Children's Trust Fund, Asset-Backed,		
Revenue Bonds		
Series A		
(zero coupon), due 5/15/50		
1,500,000		226,905
Golden State Tobacco Securitization		
Corp., Asset-Backed, Revenue Bonds		
Series A-2		
5.30%, due 6/1/37 (d)		
2,500,000		2,578,175
Guam Economic Development &		
Commerce Authority, Tobacco		
Settlement Asset-Backed,		
Revenue Bonds		
5.625%, due 6/1/47		
1,025,000		1,025,102

	Principal Amount	Value
Tobacco Settlement (continued)		
Tobacco Securitization Authority of		
Northern California, Revenue Bonds		
Series A-1		
5.375%, due 6/1/38		
\$ 820,000		\$ 822,886
Series A-1		
5.50%, due 6/1/45		
2,585,000		2,597,899
Tobacco Securitization Authority of		
Southern California, Revenue Bonds		
Series A, Class 1		
5.00%, due 6/1/48		
2,400,000		2,901,888
		<u>19,236,140</u>
Transportation 2.9%		
Alameda Corridor Transportation		
Authority, Revenue Bonds		
Series A, Insured: AGM		
5.00%, due 10/1/29		
1,000,000		1,111,940
City of Long Beach Harbor,		
Revenue Bonds		
Series A		
5.00%, due 5/15/36		
1,000,000		1,255,070
Series A		
5.00%, due 5/15/37		
1,000,000		1,250,630
Series A		
5.00%, due 5/15/38		
2,000,000		2,493,500
Foothill-Eastern Transportation Corridor		
Agency, Revenue Bonds		
Series C		
6.50%, due 1/15/43		
500,000		569,475
Peninsula Corridor Joint Powers Board,		
Revenue Bonds		
Series A		
5.00%, due 10/1/32		
500,000		615,650
Series A		
5.00%, due 10/1/33		
500,000		612,580
Series A		
5.00%, due 10/1/34		
500,000		610,090
Series A		
5.00%, due 10/1/35		
350,000		425,366
Series A		
5.00%, due 10/1/44		
4,035,000		4,618,864
Port of Oakland, Revenue Bonds (a)		
Series D		
5.00%, due 11/1/28		
2,250,000		2,784,285
Series D		
5.00%, due 11/1/29		
1,850,000		2,265,621
Puerto Rico Highway & Transportation		
Authority, Revenue Bonds		
Series D, Insured: AGM		
5.00%, due 7/1/32		
1,205,000		1,229,474
Series G, Insured: AGC		
5.00%, due 7/1/42		
40,000		40,812

The notes to the financial statements are an integral part of, and should be read in conjunction with, the financial statements.

Portfolio of Investments October 31, 2020 (continued)

	Principal Amount	Value
Long-Term Municipal Bonds (continued)		
Transportation (continued)		
Puerto Rico Highway & Transportation Authority, Revenue Bonds (continued)		
Series N, Insured: NATL-RE		
5.25%, due 7/1/32	\$ 640,000	\$ 666,918
Insured: AMBAC		
5.50%, due 7/1/26	460,000	505,126
San Francisco Municipal Transportation Agency, Revenue Bonds		
5.00%, due 3/1/44	1,500,000	1,665,495
San Joaquin Hills Transportation Corridor Agency, Junior Lien, Revenue Bonds		
Series B		
5.25%, due 1/15/44	4,000,000	4,407,840
Series B		
5.25%, due 1/15/49	500,000	548,990
San Joaquin Hills Transportation Corridor Agency, Revenue Bonds		
Series A		
5.00%, due 1/15/44	3,500,000	3,848,635
Senior Lien-Series A		
5.00%, due 1/15/50	500,000	547,300
		<u>32,073,661</u>
Utilities 1.4%		
California Infrastructure & Economic Development Bank, Independent System Operator Corp. Project, Revenue Bonds		
5.00%, due 2/1/39	1,000,000	1,076,960
Guam Government, Waterworks Authority, Revenue Bonds		
5.25%, due 7/1/33	1,100,000	1,242,329
5.50%, due 7/1/43	3,500,000	3,976,000
Imperial Irrigation District Electric, Revenue Bonds		
Series C		
5.00%, due 11/1/37	1,000,000	1,210,280
Series B-2		
5.00%, due 11/1/41	5,475,000	6,661,980
Turlock Irrigation District, Revenue Bonds		
5.50%, due 1/1/41	1,000,000	1,008,000
		<u>15,175,549</u>
Water 7.1%		
City of Clovis, California, Sewer Revenue Bonds Insured: AGM		
5.25%, due 8/1/29	500,000	608,300
City of Oxnard Wastewater, Revenue Bonds		
Insured: BAM		
4.00%, due 6/1/32	1,920,000	2,231,885

	Principal Amount	Value
Water (continued)		
City of Oxnard Wastewater, Revenue Bonds (continued)		
Insured: BAM		
4.00%, due 6/1/34	\$ 2,080,000	\$ 2,382,578
Insured: BAM		
5.00%, due 6/1/30	1,340,000	1,681,405
City of Oxnard Water Revenue, Revenue Bonds		
Insured: BAM		
5.00%, due 6/1/35	1,125,000	1,363,545
City of San Francisco CA, Public Utilities Commission Water, Green Bond, Revenue Bonds		
Series A		
4.00%, due 11/1/50	4,000,000	4,698,720
City of San Francisco CA, Public Utilities Commission Water, Revenue Bonds		
Series D		
3.00%, due 11/1/50	3,750,000	3,953,175
City of Santa Cruz CA, Water Revenue, Green Bond, Revenue Bonds		
5.00%, due 3/1/49	2,000,000	2,517,140
City of Vernon CA, Water System, Revenue Bonds		
Series A, Insured: AGM		
3.375%, due 8/1/40	650,000	697,723
Series A, Insured: AGM		
3.50%, due 8/1/45	725,000	773,669
Series A, Insured: AGM		
5.00%, due 8/1/30	985,000	1,287,897
Series A, Insured: AGM		
5.00%, due 8/1/35	1,000,000	1,273,250
Colton Utility Authority, Revenue Bonds		
Insured: AGM		
4.00%, due 3/1/47	2,500,000	2,752,750
Commonwealth of Puerto Rico, Aqueduct & Sewer Authority, Revenue Bonds		
Series A		
6.00%, due 7/1/44	1,000,000	1,015,000
Contra Costa Water District, Water Revenue, Revenue Bonds		
Series V		
5.00%, due 10/1/44	6,000,000	7,713,780
Culver City Wastewater Facilities, Revenue Bonds		
Series A		
4.00%, due 9/1/44	1,690,000	1,951,646
Eastern Municipal Water District Financing Authority, Revenue Bonds		
Series A		
4.00%, due 7/1/37	1,700,000	2,090,881

	Principal Amount	Value
Long-Term Municipal Bonds (continued)		
Water (continued)		
Eastern Municipal Water District		
Financing Authority, Revenue		
Bonds (continued)		
Series A		
4.00%, due 7/1/38	\$ 1,500,000	\$ 1,835,340
Eastern Municipal Water District, Water &		
Wastewater, Revenue Bonds		
Series A		
5.00%, due 7/1/45	2,850,000	3,409,968
Guam Government, Waterworks		
Authority, Revenue Bonds		
5.00%, due 1/1/46	6,290,000	7,037,315
Series A		
5.00%, due 1/1/50	2,500,000	2,991,675
Los Angeles County Sanitation Districts		
Financing Authority, Green Bonds,		
Revenue Bonds		
Series A		
4.00%, due 10/1/33	1,000,000	1,134,650
Los Angeles Department of Water &		
Power, Revenue Bonds		
Series A		
5.00%, due 7/1/35	1,500,000	1,845,720
Moulton-Niguel Water District,		
Revenue Bonds		
5.00%, due 9/1/39	3,685,000	4,733,235
Oxnard Financing Authority, Waste		
Water, Revenue Bonds		
Insured: AGM		
5.00%, due 6/1/34	1,000,000	1,124,170
Puerto Rico Commonwealth, Aqueduct &		
Sewer Authority, Revenue Bonds		
Series A, Insured: AGC		
5.00%, due 7/1/28	100,000	102,030
Series A		
5.00%, due 7/1/33	355,000	366,538
Series A		
5.50%, due 7/1/28	1,500,000	1,573,125
Rancho Water District Financing		
Authority, Revenue Bonds		
Series A		
4.00%, due 8/1/37	2,750,000	3,339,902
San Joaquin Area Flood Control Agency,		
Special Assessment		
Insured: AGM		
3.00%, due 10/1/32	660,000	690,248
Insured: AGM		
3.00%, due 10/1/34	700,000	725,060
Insured: AGM		
3.25%, due 10/1/40	2,000,000	2,067,420

	Principal Amount	Value
Water (continued)		
San Joaquin Area Flood Control Agency,		
Special Assessment (continued)		
Insured: AGM		
3.375%, due 10/1/45	\$ 1,250,000	\$ 1,288,150
Insured: AGM		
3.375%, due 10/1/50	1,000,000	1,023,610
Santa Margarita-Dana Point Authority,		
Water District Improvement,		
Revenue Bonds		
4.00%, due 8/1/36	2,025,000	2,353,009
Silicon Valley Clean Water,		
Revenue Bonds		
5.00%, due 8/1/45	500,000	590,630
Waterreuse Finance Authority,		
Revenue Bonds		
Series A		
5.50%, due 5/1/36	500,000	584,285
West Sacramento CA, Financing		
Authority, Water Capital Projects,		
Revenue Bonds		
Insured: BAM		
4.00%, due 10/1/39	300,000	342,147
		<u>78,151,571</u>
Total Long-Term Municipal Bonds		
(Cost \$1,022,723,157)		<u>1,071,084,845</u>

Short-Term Municipal Notes 0.1%

Water 0.1%		
Metropolitan Water District of Southern		
California, Revenue Bonds (e)		
Series A-2		
0.10%, due 7/1/37	560,000	560,000
Series A		
0.11%, due 7/1/47	800,000	800,000
Total Short-Term Municipal Notes		
(Cost \$1,360,000)		<u>1,360,000</u>
Total Municipal Bonds		
(Cost \$1,024,083,157)	97.7%	<u>1,072,444,845</u>
Other Assets, Less Liabilities	2.1	<u>22,669,945</u>
Net Assets	<u>100.0%</u>	<u>\$1,095,114,790</u>

The notes to the financial statements are an integral part of, and should be read in conjunction with, the financial statements.

Portfolio of Investments October 31, 2020 (continued)

† Percentages indicated are based on Fund net assets.

- (a) Interest on these securities was subject to alternative minimum tax.
- (b) Floating rate—Rate shown was the rate in effect as of October 31, 2020.
- (c) May be sold to institutional investors only under Rule 144A or securities offered pursuant to Section 4(a)(2) of the Securities Act of 1933, as amended.
- (d) Step coupon—Rate shown was the rate in effect as of October 31, 2020.

- (e) Variable-rate demand notes (VRDNs) — Provide the right to sell the security at face value on either that day or within the rate-reset period. VRDNs will normally trade as if the maturity is the earlier put date, even though stated maturity is longer. The interest rate is reset on the put date at a stipulated daily, weekly, monthly, quarterly, or other specified time interval to reflect current market conditions. These securities do not indicate a reference rate and spread in their description. The maturity date shown is the final maturity.

Futures Contracts

As of October 31, 2020, the Portfolio held the following futures contracts¹:

Type	Number of Contracts	Expiration Date	Value at Trade Date	Current Notional Amount	Unrealized Appreciation (Depreciation) ²
Short Contracts					
10-Year United States Treasury Note	(220)	December 2020	\$(30,608,678)	\$(30,408,125)	\$200,553
United States Treasury Long Bond	(113)	December 2020	(19,879,789)	(19,488,969)	390,820
Net Unrealized Appreciation					<u>\$591,373</u>

- As of October 31, 2020, cash in the amount of \$872,100 was on deposit with a broker or futures commission merchant for futures transactions.
- Represents the difference between the value of the contracts at the time they were opened and the value as of October 31, 2020.

The following abbreviations are used in the preceding pages:

- AGC—Assured Guaranty Corp.
- AGM—Assured Guaranty Municipal Corp.
- AMBAC—Ambac Assurance Corp.
- BAM—Build America Mutual Assurance Co.
- CHF—Collegiate Housing Foundation
- MAC—Municipal Assurance Corp.
- NATL-RE—National Public Finance Guarantee Corp.

The following is a summary of the fair valuations according to the inputs used as of October 31, 2020, for valuing the Fund's assets and liabilities:

Description	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Total
Asset Valuation Inputs				
Investments in Securities (a)				
Municipal Bonds				
Long-Term Municipal Bonds	\$ —	\$1,071,084,845	\$ —	\$1,071,084,845
Short-Term Municipal Notes	—	1,360,000	—	1,360,000
Total Investments in Securities	—	1,072,444,845	—	1,072,444,845
Other Financial Instruments				
Futures Contracts (b)	591,373	—	—	591,373
Total Investments in Securities and Other Financial Instruments	<u>\$591,373</u>	<u>\$1,072,444,845</u>	<u>\$ —</u>	<u>\$1,073,036,218</u>

- (a) For a complete listing of investments and their industries, see the Portfolio of Investments.
- (b) The value listed for these securities reflects unrealized appreciation (depreciation) as shown on the Portfolio of Investments.

Statement of Assets and Liabilities as of October 31, 2020

Assets

Investment in securities, at value (identified cost \$1,024,083,157)	\$1,072,444,845
Cash	29,281,475
Cash collateral on deposit at broker for futures contracts	872,100
Receivables:	
Interest	10,517,563
Fund shares sold	4,119,509
Variation margin on futures contracts	83,624
Other assets	13,711
Total assets	<u>1,117,332,827</u>

Liabilities

Payables:	
Investment securities purchased	15,684,011
Fund shares redeemed	5,162,972
Manager (See Note 3)	397,986
NYLIFE Distributors (See Note 3)	105,001
Transfer agent (See Note 3)	42,381
Professional fees	33,647
Shareholder communication	17,595
Custodian	5,273
Trustees	1,404
Accrued expenses	1,773
Dividend payable	765,994
Total liabilities	<u>22,218,037</u>
Net assets	<u>\$1,095,114,790</u>

Composition of Net Assets

Shares of beneficial interest outstanding (par value of \$.001 per share) unlimited number of shares authorized	\$ 101,821
Additional paid-in capital	<u>1,073,462,160</u>
	1,073,563,981
Total distributable earnings (loss)	<u>21,550,809</u>
Net assets	<u>\$1,095,114,790</u>

Class A

Net assets applicable to outstanding shares	<u>\$ 373,965,769</u>
Shares of beneficial interest outstanding	<u>34,772,462</u>
Net asset value per share outstanding	\$ 10.75
Maximum sales charge (4.50% of offering price)	<u>0.51</u>
Maximum offering price per share outstanding	<u>\$ 11.26</u>

Investor Class

Net assets applicable to outstanding shares	<u>\$ 672,155</u>
Shares of beneficial interest outstanding	<u>62,496</u>
Net asset value per share outstanding	\$ 10.76
Maximum sales charge (4.00% of offering price)	<u>0.45</u>
Maximum offering price per share outstanding	<u>\$ 11.21</u>

Class C

Net assets applicable to outstanding shares	<u>\$ 61,661,631</u>
Shares of beneficial interest outstanding	<u>5,732,610</u>
Net asset value and offering price per share outstanding	<u>\$ 10.76</u>

Class C2

Net assets applicable to outstanding shares	<u>\$ 24,904</u>
Shares of beneficial interest outstanding	<u>2,316</u>
Net asset value and offering price per share outstanding	<u>\$ 10.75</u>

Class I

Net assets applicable to outstanding shares	<u>\$ 655,579,186</u>
Shares of beneficial interest outstanding	<u>60,952,496</u>
Net asset value and offering price per share outstanding	<u>\$ 10.76</u>

Class R6

Net assets applicable to outstanding shares	<u>\$ 3,211,145</u>
Shares of beneficial interest outstanding	<u>298,477</u>
Net asset value and offering price per share outstanding	<u>\$ 10.76</u>

Statement of Operations for the year ended October 31, 2020

Investment Income (Loss)

Income

Interest	\$25,084,239
Other	<u>166</u>
Total income	<u>25,084,405</u>

Expenses

Manager (See Note 3)	4,627,009
Distribution/Service—Class A (See Note 3)	839,162
Distribution/Service—Investor Class (See Note 3)	1,559
Distribution/Service—Class C (See Note 3)	296,081
Distribution/Service—Class C2 (See Note 3)	27
Transfer agent (See Note 3)	229,546
Professional fees	125,598
Custodian	32,390
Shareholder communication	30,377
Trustees	22,079
Registration	15,846
Miscellaneous	<u>38,357</u>
Total expenses before waiver/reimbursement	6,258,031
Expense waiver/reimbursement from Manager (See Note 3)	<u>(485,454)</u>
Net expenses	<u>5,772,577</u>
Net investment income (loss)	<u>19,311,828</u>

Realized and Unrealized Gain (Loss)

Net realized gain (loss) on:

Investment transactions	(4,393,049)
Futures transactions	<u>(3,956,765)</u>
Net realized gain (loss)	<u>(8,349,814)</u>

Net change in unrealized appreciation (depreciation) on:

Investments	11,204,335
Futures contracts	<u>361,887</u>
Net change in unrealized appreciation (depreciation)	<u>11,566,222</u>
Net realized and unrealized gain (loss)	<u>3,216,408</u>
Net increase (decrease) in net assets resulting from operations	<u>\$22,528,236</u>

Statements of Changes in Net Assets

for the years ended October 31, 2020 and October 31, 2019

	2020	2019
Increase (Decrease) in Net Assets		
Operations:		
Net investment income (loss)	\$ 19,311,828	\$ 16,386,846
Net realized gain (loss)	(8,349,814)	(1,614,721)
Net change in unrealized appreciation (depreciation)	11,566,222	36,136,610
Net increase (decrease) in net assets resulting from operations	22,528,236	50,908,735
Distributions to shareholders:		
Class A	(8,444,924)	(5,599,873)
Investor Class	(15,590)	(11,700)
Class C	(1,330,416)	(976,136)
Class C2	(85)	—
Class I	(14,540,611)	(9,795,746)
Class R6	(69,947)	—
Total distributions to shareholders	(24,401,573)	(16,383,455)
Capital share transactions:		
Net proceeds from sale of shares	560,826,541	440,709,491
Net asset value of shares issued to shareholders in reinvestment of distributions	16,605,174	10,919,757
Cost of shares redeemed	(255,608,127)	(114,670,427)
Increase (decrease) in net assets derived from capital share transactions	321,823,588	336,958,821
Net increase (decrease) in net assets	319,950,251	371,484,101
Net Assets		
Beginning of year	775,164,539	403,680,438
End of year	\$1,095,114,790	\$ 775,164,539

Financial Highlights selected per share data and ratios

Class A	Year ended October 31,				
	2020	2019	2018	2017	2016
Net asset value at beginning of year	\$ 10.76	\$ 10.12	\$ 10.29	\$ 10.48	\$ 10.11
Net investment income (loss)	0.23	0.28	0.31	0.32	0.33
Net realized and unrealized gain (loss) on investments	0.03	0.64	(0.17)	(0.19)	0.37
Total from investment operations	0.26	0.92	0.14	0.13	0.70
Less distributions:					
From net investment income	(0.27)	(0.28)	(0.31)	(0.32)	(0.33)
Net asset value at end of year	\$ 10.75	\$ 10.76	\$ 10.12	\$ 10.29	\$ 10.48
Total investment return (a)	2.46%	9.20%	1.39%	1.36%	6.98%
Ratios (to average net assets)/Supplemental Data:					
Net investment income (loss)	1.97%	2.65%	3.04%	3.17%	3.01%
Net expenses (b)	0.75%	0.75%	0.75%	0.75%	0.75%
Expenses (before waiver/reimbursement) (b)	0.80%	0.81%	0.82%	0.82%	0.83%
Portfolio turnover rate	29%(c)	47%(c)	32%	83%	27%
Net assets at end of year (in 000's)	\$ 373,966	\$ 292,589	\$ 145,668	\$ 107,278	\$ 146,843

- (a) Total investment return is calculated exclusive of sales charges and assumes the reinvestment of distributions. For periods of less than one year, total return is not annualized.
(b) In addition to the fees and expenses which the Fund bears directly, it also indirectly bears a pro-rata share of the fees and expenses of the underlying funds in which it invests. Such indirect expenses are not included in the above expense ratios.
(c) The portfolio turnover rate includes variable rate demand notes.

Investor Class	Year ended October 31,				
	2020	2019	2018	2017	2016
Net asset value at beginning of year	\$ 10.76	\$ 10.12	\$ 10.29	\$ 10.49	\$ 10.11
Net investment income (loss)	0.23	0.28	0.31	0.32	0.33
Net realized and unrealized gain (loss) on investments	0.04	0.64	(0.17)	(0.20)	0.38
Total from investment operations	0.27	0.92	0.14	0.12	0.71
Less distributions:					
From net investment income	(0.27)	(0.28)	(0.31)	(0.32)	(0.33)
Net asset value at end of year	\$ 10.76	\$ 10.76	\$ 10.12	\$ 10.29	\$ 10.49
Total investment return (a)	2.53%	9.18%	1.36%	1.23%	7.04%
Ratios (to average net assets)/Supplemental Data:					
Net investment income (loss)	1.95%	2.65%	3.03%	3.15%	3.04%
Net expenses (b)	0.77%	0.77%	0.78%	0.79%	0.79%
Expenses (before waiver/reimbursement) (b)	0.82%	0.83%	0.85%	0.86%	0.87%
Portfolio turnover rate	29%(c)	47%(c)	32%	83%	27%
Net assets at end of year (in 000's)	\$ 672	\$ 506	\$ 343	\$ 285	\$ 369

- (a) Total investment return is calculated exclusive of sales charges and assumes the reinvestment of distributions. For periods of less than one year, total return is not annualized.
(b) In addition to the fees and expenses which the Fund bears directly, it also indirectly bears a pro-rata share of the fees and expenses of the underlying funds in which it invests. Such indirect expenses are not included in the above expense ratios.
(c) The portfolio turnover rate includes variable rate demand notes.

Financial Highlights selected per share data and ratios

Class C	Year ended October 31,				
	2020	2019	2018	2017	2016
Net asset value at beginning of year	\$ 10.77	\$ 10.12	\$ 10.29	\$ 10.48	\$ 10.11
Net investment income (loss)	0.19	0.25	0.28	0.30	0.30
Net realized and unrealized gain (loss) on investments	0.04	0.65	(0.17)	(0.19)	0.37
Total from investment operations	0.23	0.90	0.11	0.11	0.67
Less distributions:					
From net investment income	(0.24)	(0.25)	(0.28)	(0.30)	(0.30)
Net asset value at end of year	\$ 10.76	\$ 10.77	\$ 10.12	\$ 10.29	\$ 10.48
Total investment return (a)	2.18%	9.01%	1.11%	1.07%	6.67%
Ratios (to average net assets)/Supplemental Data:					
Net investment income (loss)	1.70%	2.38%	2.76%	2.89%	2.75%
Net expenses (b)	1.02%	1.02%	1.03%	1.04%	1.04%
Expenses (before waiver/reimbursement) (b)	1.07%	1.08%	1.10%	1.11%	1.12%
Portfolio turnover rate	29%(c)	47%(c)	32%	83%	27%
Net assets at end of year (in 000's)	\$ 61,662	\$ 52,964	\$ 29,450	\$ 26,623	\$ 26,156

- (a) Total investment return is calculated exclusive of sales charges and assumes the reinvestment of distributions. For periods of less than one year, total return is not annualized.
(b) In addition to the fees and expenses which the Fund bears directly, it also indirectly bears a pro-rata share of the fees and expenses of the underlying funds in which it invests. Such indirect expenses are not included in the above expense ratios.
(c) The portfolio turnover rate includes variable rate demand notes.

Class C2	August 31, 2020 [^] through October 31, 2020
Net asset value at beginning of period	\$ 10.83
Net investment income (loss)	0.03
Net realized and unrealized gain (loss) on investments	(0.07)
Total from investment operations	(0.04)
Less distributions:	
From net investment income	(0.04)
Net asset value at end of period	\$ 10.75
Total investment return (a)	(0.40%)
Ratios (to average net assets)/Supplemental Data:	
Net investment income (loss) ††	1.49%
Net expenses ††(b)	1.16%
Expenses (before waiver/reimbursement) ††(b)	1.22%
Portfolio turnover rate (c)	29%
Net assets at end of period (in 000's)	\$ 25

[^] Inception date.

†† Annualized.

- (a) Total investment return is calculated exclusive of sales charges and assumes the reinvestment of distributions. For periods of less than one year, total return is not annualized.
(b) In addition to the fees and expenses which the Fund bears directly, it also indirectly bears a pro-rata share of the fees and expenses of the underlying funds in which it invests. Such indirect expenses are not included in the above expense ratios.
(c) The portfolio turnover rate includes variable rate demand notes.

Financial Highlights selected per share data and ratios

Class I	Year ended October 31,				
	2020	2019	2018	2017	2016
Net asset value at beginning of year	\$ 10.76	\$ 10.12	\$ 10.29	\$ 10.48	\$ 10.11
Net investment income (loss)	0.28	0.31	0.34	0.35	0.36
Net realized and unrealized gain (loss) on investments	0.02	0.64	(0.17)	(0.19)	0.37
Total from investment operations	0.30	0.95	0.17	0.16	0.73
Less distributions:					
From net investment income	(0.30)	(0.31)	(0.34)	(0.35)	(0.36)
Net asset value at end of year	\$ 10.76	\$ 10.76	\$ 10.12	\$ 10.29	\$ 10.48
Total investment return (a)	2.81%	9.48%	1.65%	1.62%	7.25%
Ratios (to average net assets)/Supplemental Data:					
Net investment income (loss)	2.20%	2.91%	3.29%	3.42%	3.28%
Net expenses (b)	0.50%	0.50%	0.50%	0.50%	0.50%
Expenses (before waiver/reimbursement) (b)	0.55%	0.56%	0.57%	0.57%	0.58%
Portfolio turnover rate	29%(c)	47%(c)	32%	83%	27%
Net assets at end of year (in 000's)	\$ 655,579	\$ 429,106	\$ 228,220	\$ 148,819	\$ 154,379

- (a) Total investment return is calculated exclusive of sales charges and assumes the reinvestment of distributions. Class I shares are not subject to sales charges. For periods of less than one year, total return is not annualized.
- (b) In addition to the fees and expenses which the Fund bears directly, it also indirectly bears a pro-rata share of the fees and expenses of the underlying funds in which it invests. Such indirect expenses are not included in the above expense ratios.
- (c) The portfolio turnover rate includes variable rate demand notes.

Class R6	November 1, 2019 [^] through October 31, 2020
Net asset value at beginning of period	\$ 10.77
Net investment income (loss)	0.25
Net realized and unrealized gain (loss) on investments	0.04
Total from investment operations	0.29
Less distributions:	
From net investment income	(0.30)
Net asset value at end of period	\$ 10.76
Total investment return (a)	2.83%
Ratios (to average net assets)/Supplemental Data:	
Net investment income (loss)	2.25%
Net expenses (b)	0.48%
Expenses (before waiver/reimbursement) (b)	0.53%
Portfolio turnover rate (c)	29%
Net assets at end of period (in 000's)	\$ 3,211

[^] Inception date.

- (a) Total investment return is calculated exclusive of sales charges and assumes the reinvestment of distributions. Class R6 shares are not subject to sales charges. For periods of less than one year, total return is not annualized.
- (b) In addition to the fees and expenses which the Fund bears directly, it also indirectly bears a pro-rata share of the fees and expenses of the underlying funds in which it invests. Such indirect expenses are not included in the above expense ratios.
- (c) The portfolio turnover rate includes variable rate demand notes.

Notes to Financial Statements

Note 1—Organization and Business

MainStay Funds Trust (the “Trust”) was organized as a Delaware statutory trust on April 28, 2009. The Trust is registered under the Investment Company Act of 1940, as amended (the “1940 Act”), as an open-end management investment company, and is comprised of thirty-four funds (collectively referred to as the “Funds”). These financial statements and notes relate to the MainStay MacKay California Tax Free Opportunities Fund (the “Fund”), a “diversified” fund, as that term is defined in the 1940 Act, as interpreted or modified by regulatory authorities having jurisdiction, from time to time.

The Fund currently has seven classes of shares registered for sale. Class A, Investor Class, Class C and Class I shares have an inception date of February 28, 2013. Class R6 shares commenced operations on November 1, 2019. Class C2 shares commenced operations on August 31, 2020. SIMPLE Class shares were registered for sale effective as of August 31, 2020. As of October 31, 2020, SIMPLE Class shares were not yet offered for sale.

Class A and Investor Class shares are offered at net asset value (“NAV”) per share plus an initial sales charge. No initial sales charge applies to investments of \$250,000 or more (and certain other qualified purchases) in Class A and Investor Class shares. However, a contingent deferred sales charge (“CDSC”) of 1.00% may be imposed on certain redemptions made within 18 months of the date of purchase on shares that were purchased without an initial sales charge. Class C and Class C2 shares are offered at NAV without an initial sales charge, although a 1.00% CDSC may be imposed on certain redemptions of such shares made within one year of the date of purchase of Class C and Class C2 shares. Class I and Class R6 shares are offered at NAV without a sales charge. SIMPLE Class shares are currently expected to be offered at NAV without a sales charge. In addition, depending upon eligibility, Class C shares convert to either Class A or Investor Class shares at the end of the calendar quarter ten years after the date they were purchased. Additionally, Investor Class shares may convert automatically to Class A shares based on a shareholder’s account balance as described in the Fund’s prospectus. Under certain circumstances and as may be permitted by the Trust’s multiple class plan pursuant to Rule 18f-3 under the 1940 Act, specified share classes of the Fund may be converted to one or more other share classes of the Fund as disclosed in the capital share transactions within these Notes. The classes of shares have the same voting (except for issues that relate solely to one class), dividend, liquidation and other rights, and the same terms and conditions, except that under distribution plans pursuant to Rule 12b-1 under the 1940 Act, Class C and Class C2 shares are subject to higher distribution and/or service fees than Class A, Investor Class and SIMPLE Class shares. Class I and Class R6 shares are not subject to a distribution and/or service fee.

The Fund’s investment objective is to seek current income exempt from federal and California income taxes.

Note 2—Significant Accounting Policies

The Fund is an investment company and accordingly follows the investment company accounting and reporting guidance of the Financial Accounting Standards Board (“FASB”) Accounting Standard Codification *Topic 946 Financial Services—Investment Companies*. The Fund prepares its financial statements in accordance with generally accepted

accounting principles (“GAAP”) in the United States of America and follows the significant accounting policies described below.

(A) Securities Valuation. Investments are usually valued as of the close of regular trading on the New York Stock Exchange (the “Exchange”) (usually 4:00 p.m. Eastern time) on each day the Fund is open for business (“valuation date”).

The Board of Trustees of the Trust (the “Board”) adopted procedures establishing methodologies for the valuation of the Fund’s securities and other assets and delegated the responsibility for valuation determinations under those procedures to the Valuation Committee of the Trust (the “Valuation Committee”). The procedures state that, subject to the oversight of the Board and unless otherwise noted, the responsibility for the day-to-day valuation of portfolio assets (including fair value measurements for the Fund’s assets and liabilities) rests with New York Life Investment Management LLC (“New York Life Investments” or the “Manager”), aided to whatever extent necessary by the Subadvisor (as defined in Note 3(A)). To assess the appropriateness of security valuations, the Manager, the Subadvisor or the Fund’s third-party service provider, who is subject to oversight by the Manager, regularly compares prior day prices, prices on comparable securities and the sale prices to the prior and current day prices and challenges prices with changes exceeding certain tolerance levels with third-party pricing services or broker sources.

The Board authorized the Valuation Committee to appoint a Valuation Subcommittee (the “Subcommittee”) to establish the prices of securities for which market quotations are not readily available or the prices of which are not otherwise readily determinable under the procedures. The Subcommittee meets (in person, via electronic mail or via tele-conference) on an as-needed basis. The Valuation Committee meets to ensure that actions taken by the Subcommittee were appropriate.

For those securities valued through either a standardized fair valuation methodology or a fair valuation measurement, the Subcommittee deals with such valuation and the Valuation Committee reviews and affirms, if appropriate, the reasonableness of the valuation based on such methodologies and measurements on a regular basis after considering information that is reasonably available and deemed relevant by the Valuation Committee. Any action taken by the Subcommittee with respect to the valuation of a portfolio security or other asset is submitted for review and ratification (if appropriate) to the Valuation Committee and the Board at the next regularly scheduled meeting.

“Fair value” is defined as the price the Fund would reasonably expect to receive upon selling an asset or liability in an orderly transaction to an independent buyer in the principal or most advantageous market for the asset or liability. Fair value measurements are determined within a framework that establishes a three-tier hierarchy that maximizes the use of observable market data and minimizes the use of unobservable inputs to establish a classification of fair value measurements for disclosure purposes. “Inputs” refer broadly to the assumptions that market participants would use in pricing the asset or liability, including assumptions about risk, such as the risk inherent in a particular valuation technique used to measure fair value using a pricing model and/or the risk inherent in the inputs for the valuation technique. Inputs may be observable or unobservable. Observable inputs reflect the assumptions market participants would use in pricing the asset or liability based on

Notes to Financial Statements (continued)

market data obtained from sources independent of the Fund. Unobservable inputs reflect the Fund's own assumptions about the assumptions market participants would use in pricing the asset or liability based on the information available. The inputs or methodology used for valuing assets or liabilities may not be an indication of the risks associated with investing in those assets or liabilities. The three-tier hierarchy of inputs is summarized below.

- Level 1—quoted prices in active markets for an identical asset or liability
- Level 2—other significant observable inputs (including quoted prices for a similar asset or liability in active markets, interest rates and yield curves, prepayment speeds, credit risk, etc.)
- Level 3—significant unobservable inputs (including the Fund's own assumptions about the assumptions that market participants would use in measuring fair value of an asset or liability)

The level of an asset or liability within the fair value hierarchy is based on the lowest level of an input, both individually and in the aggregate, that is significant to the fair value measurement. The aggregate value by input level of the Fund's assets and liabilities as of October 31, 2020, is included at the end of the Portfolio of Investments.

The Fund may use third-party vendor evaluations, whose prices may be derived from one or more of the following standard inputs, among others:

• Benchmark yields	• Reported trades
• Broker/dealer quotes	• Issuer spreads
• Two-sided markets	• Benchmark securities
• Bids/offers	• Reference data (corporate actions or material event notices)
• Industry and economic events	• Comparable bonds
• Monthly payment information	

An asset or liability for which market values cannot be measured using the methodologies described above is valued by methods deemed reasonable in good faith by the Valuation Committee, following the procedures established by the Board, to represent fair value. Under these procedures, the Fund generally uses a market-based approach which may use related or comparable assets or liabilities, recent transactions, market multiples, book values and other relevant information. The Fund may also use an income-based valuation approach in which the anticipated future cash flows of the asset or liability are discounted to calculate fair value. Discounts may also be applied due to the nature and/or duration of any restrictions on the disposition of the asset or liability. Fair value represents a good faith approximation of the value of a security. Fair value determinations involve the consideration of a number of subjective factors, an analysis of applicable facts and circumstances and the exercise of judgment. As a result, it is possible that the fair value for a security determined in good faith in accordance with the Fund's valuation procedures may differ from valuations for the same security determined by other funds using their own valuation procedures. Although the Fund's valuation procedures are designed to value a security at the price the Fund may reasonably expect to receive upon the security's sale in an orderly transaction, there can be no assurance that any fair value determination thereunder would, in fact,

approximate the amount that the Fund would actually realize upon the sale of the security or the price at which the security would trade if a reliable market price were readily available. During the year ended October 31, 2020, there were no material changes to the fair value methodologies.

Securities which may be valued in this manner include, but are not limited to: (i) a security for which trading has been halted or suspended; (ii) a debt security that has recently gone into default and for which there is not a current market quotation; (iii) a security of an issuer that has entered into a restructuring; (iv) a security that has been delisted from a national exchange; (v) a security for which the market price is not readily available from a third-party pricing source or, if so provided, does not, in the opinion of the Manager or the Subadvisor, reflect the security's market value; (vi) a security subject to trading collars for which no or limited trading takes place; and (vii) a security whose principal market has been temporarily closed at a time when, under normal conditions, it would be open. Securities valued in this manner are generally categorized as Level 3 in the hierarchy. No securities held by the Fund as of October 31, 2020 were fair valued in such a manner.

Futures contracts are valued at the last posted settlement price on the market where such futures are primarily traded. Investments in mutual funds, including money market funds, are valued at their respective NAVs as of the close of the Exchange on the valuation date. These securities are generally categorized as Level 1 in the hierarchy.

Municipal debt securities are valued at the evaluated mean prices supplied by a pricing agent or broker(s) selected by the Manager, in consultation with the Subadvisor. The evaluations are market-based measurements processed through a pricing application and represents the pricing agent's good faith determination as to what a holder may receive in an orderly transaction under market conditions. The rules-based logic utilizes valuation techniques that reflect participants' assumptions and vary by asset class and per methodology, maximizing the use of relevant observable data including quoted prices for similar assets, benchmark yield curves and market corroborated inputs. The evaluated bid or mean prices are deemed by the Manager, in consultation with the Subadvisor, to be representative of market values, at the regular close of trading of the Exchange on each valuation date. Debt securities purchased on a delayed delivery basis are marked to market daily until settlement at the forward settlement date. Municipal debt securities are generally categorized as Level 2 in the hierarchy.

Temporary cash investments acquired in excess of 60 days to maturity at the time of purchase are valued using the latest bid prices or using valuations based on a matrix system (which considers such factors as security prices, yields, maturities and ratings), both as furnished by independent pricing services. Temporary cash investments that mature in 60 days or less at the time of purchase ("Short-Term Investments") are valued using the amortized cost method of valuation, unless the use of such method would be inappropriate. The amortized cost method involves valuing a security at its cost on the date of purchase and thereafter assuming a constant amortization to maturity of the difference between such cost and the value on maturity date. Amortized cost approximates the current fair value of a security. Securities valued using the amortized cost method are not valued using quoted prices in an active market and are generally categorized as Level 2 in the hierarchy.

The information above is not intended to reflect an exhaustive list of the methodologies that may be used to value portfolio investments. The valuation procedures permit the use of a variety of valuation methodologies in connection with valuing portfolio investments. The methodology used for a specific type of investment may vary based on the market data available or other considerations. The methodologies summarized above may not represent the specific means by which portfolio investments are valued on any particular business day.

(B) Income Taxes. The Fund's policy is to comply with the requirements of the Internal Revenue Code of 1986, as amended (the "Internal Revenue Code"), applicable to regulated investment companies and to distribute all of its taxable income to the shareholders of the Fund within the allowable time limits.

The Manager evaluates the Fund's tax positions to determine if the tax positions taken meet the minimum recognition threshold in connection with accounting for uncertainties in income tax positions taken or expected to be taken for the purposes of measuring and recognizing tax liabilities in the financial statements. Recognition of tax benefits of an uncertain tax position is permitted only to the extent the position is "more likely than not" to be sustained assuming examination by taxing authorities. The Manager analyzed the Fund's tax positions taken on federal, state and local income tax returns for all open tax years (for up to three tax years) and has concluded that no provisions for federal, state and local income tax are required in the Fund's financial statements. The Fund's federal, state and local income tax and federal excise tax returns for tax years for which the applicable statutes of limitations have not expired are subject to examination by the Internal Revenue Service and state and local departments of revenue.

(C) Dividends and Distributions to Shareholders. Dividends and distributions are recorded on the ex-dividend date. The Fund intends to declare dividends from net investment income, if any, daily and intends to pay them at least monthly and declares and pays distributions from net realized capital gains, if any, at least annually. Unless a shareholder elects otherwise, all dividends and distributions are reinvested at NAV in the same class of shares of the Fund. Dividends and distributions to shareholders are determined in accordance with federal income tax regulations and may differ from determinations using GAAP.

(D) Security Transactions and Investment Income. The Fund records security transactions on the trade date. Realized gains and losses on security transactions are determined using the identified cost method. Interest income is accrued as earned using the effective interest rate method. Distributions received from real estate investment trusts may be classified as dividends, capital gains and/or return of capital. Discounts and premiums on securities purchased for the Fund are accreted and amortized, respectively, on the effective interest rate method.

Investment income and realized and unrealized gains and losses on investments of the Fund are allocated pro rata to the separate classes of shares based upon their relative net assets on the date the income is earned or realized and unrealized gains and losses are incurred.

The Fund may place a debt security on non-accrual status and reduce related interest income by ceasing current accruals and writing off all or a portion of any interest receivables when the collection of all or a por-

tion of such interest has become doubtful. A debt security is removed from non-accrual status when the issuer resumes interest payments or when collectability of interest is reasonably assured.

(E) Expenses. Expenses of the Trust are allocated to the individual Funds in proportion to the net assets of the respective Funds when the expenses are incurred, except where direct allocations of expenses can be made. Expenses (other than transfer agent expenses and fees incurred under the shareholder services plans and/or the distribution plans further discussed in Note 3(B)) are allocated to separate classes of shares pro rata based upon their relative net assets on the date the expenses are incurred. The expenses borne by the Fund, including those of related parties to the Fund, are shown in the Statement of Operations.

Additionally, the Fund may invest in mutual funds, which are subject to management fees and other fees that may cause the costs of investing in mutual funds to be greater than the costs of owning the underlying securities directly. These indirect expenses of mutual funds are not included in the amounts shown as expenses in the Statement of Operations or in the expense ratios included in the Financial Highlights.

(F) Use of Estimates. In preparing financial statements in conformity with GAAP, the Manager makes estimates and assumptions that affect the reported amounts and disclosures in the financial statements. Actual results could differ from those estimates and assumptions.

(G) Futures Contracts. A futures contract is an agreement to purchase or sell a specified quantity of an underlying instrument at a specified future date and price, or to make or receive a cash payment based on the value of a financial instrument (e.g., interest rate, security or securities index). The Fund is subject to risks such as market price risk and/or interest rate risk in the normal course of investing in these contracts. Upon entering into a futures contract, the Fund is required to pledge to the broker or futures commission merchant an amount of cash and/or U.S. government securities equal to a certain percentage of the collateral amount, known as the "initial margin." During the period the futures contract is open, changes in the value of the contract are recognized as unrealized appreciation or depreciation by marking to market such contract on a daily basis to reflect the market value of the contract at the end of each day's trading. The Fund agrees to receive from or pay to the broker or futures commission merchant an amount of cash equal to the daily fluctuation in the value of the contract. Such receipts or payments are known as "variation margin." When the futures contract is closed, the Fund records a realized gain or loss equal to the difference between the proceeds from (or cost of) the closing transaction and the Fund's basis in the contract.

The use of futures contracts involves, to varying degrees, elements of market risk in excess of the amount recognized in the Statement of Assets and Liabilities. The contract or notional amounts and variation margin reflect the extent of the Fund's involvement in open futures positions. There are several risks associated with the use of futures contracts as hedging techniques. There can be no assurance that a liquid market will exist at the time when the Fund seeks to close out a futures contract. If no liquid market exists, the Fund would remain obligated to meet margin requirements until the position is closed. Futures contracts may involve a small initial investment relative to the risk assumed, which could result in losses greater than if the Fund did not invest in futures contracts. Futures contracts may be more volatile than

Notes to Financial Statements (continued)

direct investments in the instrument underlying the futures and may not correlate to the underlying instrument, causing a given hedge not to achieve its objectives. The Fund's activities in futures contracts have minimal counterparty risk as they are conducted through regulated exchanges that guarantee the futures against default by the counterparty. In the event of a bankruptcy or insolvency of a futures commission merchant that holds margin on behalf of the Fund, the Fund may not be entitled to the return of the entire margin owed to the Fund, potentially resulting in a loss. The Fund's investment in futures contracts and other derivatives may increase the volatility of the Fund's NAVs and may result in a loss to the Fund. Open futures contracts held as of October 31, 2020, are shown in the Portfolio of Investments.

(H) Municipal Bond Risk. The ability of issuers of debt securities held by the Fund to meet their obligations may be affected by economic or political developments in a specific industry or region. Because the Fund's principal investments include municipal bonds issued by or on behalf of the State of California, and its political subdivisions, agencies and instrumentalities, events in California will affect the Fund's investments and performance. These events may include fiscal or political policy changes, tax base erosion or declines in tax revenues, budget deficits and other financial difficulties, and these events may be made worse due to economic challenges posed by COVID-19. The Fund may invest a substantial amount of its assets in municipal bonds whose interest is paid solely from revenues of similar projects, such as tobacco settlement bonds. If the Fund concentrates its investments in this manner, it assumes the legal and economic risks relating to such projects and this may have a significant impact on the Fund's investment performance.

Certain of the issuers in which the Fund may invest have recently experienced, or may experience, significant financial difficulties and repeated credit rating downgrades. On May 3, 2017, the Commonwealth of Puerto Rico began proceedings pursuant to the Puerto Rico Oversight, Management, and Economic Stability Act ("PROMESA") to seek bankruptcy-type protections from approximately \$74 billion in debt and approximately \$48 billion in unfunded pension obligations. In addition, the economic downturn following the outbreak of COVID-19 and the resulting pressure on Puerto Rico's budget have further contributed to its financial challenges. Puerto Rico has reached agreements with certain bondholders to restructure outstanding debt issued by certain of Puerto Rico's instrumentalities and is negotiating the restructuring of its debt with certain other bondholders. Any agreement to restructure such outstanding debt must be approved by the judge overseeing the debt restructuring. Puerto Rico's debt restructuring process and other economic, political, social, environmental or health factors or developments could occur rapidly and may significantly affect the value of municipal securities of Puerto Rico. Due to the ongoing budget impact from Covid-19 on the Commonwealth's finances, the Federal Oversight and Management Board or the Commonwealth could seek to revise or even terminate earlier agreements reached with certain creditors prior to the outbreak of COVID-19. Any agreement between the Federal Oversight and Management Board and creditors is subject to approval by the judge overseeing the Title III proceedings. The composition of the Federal Oversight and Management Board is changing significantly due to existing members either stepping down or being replaced as the current board's term has expired. There is no assurance that newly appointed board members will approve the restructuring agreements the prior board had negotiated.

The Fund's vulnerability to potential losses associated with such developments may be reduced through investing in municipal securities that feature credit enhancements (such as bond insurance). The bond insurance provider pays both principal and interest when due to the bond holder. The magnitude of Puerto Rico's debt restructuring or other adverse economic developments could pose significant strains on the ability of municipal securities insurers to meet all future claims. As of October 31, 2020, 70.8% of the Puerto Rico municipal securities held by the Fund were insured.

(I) Indemnifications. Under the Trust's organizational documents, its officers and trustees are indemnified against certain liabilities that may arise out of performance of their duties to the Trust. Additionally, in the normal course of business, the Fund enters into contracts with third-party service providers that contain a variety of representations and warranties and that may 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. The Manager believes that the risk of loss in connection with these potential indemnification obligations is remote. However, there can be no assurance that material liabilities related to such obligations will not arise in the future, which could adversely impact the Fund.

(J) Quantitative Disclosure of Derivative Holdings. The following tables show additional disclosures related to the Fund's derivative and hedging activities, including how such activities are accounted for and their effect on the Fund's financial positions, performance and cash flows. The Fund entered into futures contracts to help manage the duration and yield curve positioning of the portfolio. These derivatives are not accounted for as hedging instruments.

Fair value of derivative instruments as of October 31, 2020:

Asset Derivatives

	Interest Rate Contracts Risk	Total
Futures Contracts—Net Assets—Net unrealized appreciation on investments and futures contracts (a)	\$591,373	\$591,373
Total Fair Value	\$591,373	\$591,373

(a) Includes cumulative appreciation (depreciation) of futures contracts as reported in the Portfolio of Investments. Only current day's variation margin is reported within the Statement of Assets and Liabilities.

The effect of derivative instruments on the Statement of Operations for the year ended October 31, 2020:

Net Realized Gain (Loss) from:

	Interest Rate Contracts Risk	Total
Futures Contracts	\$(3,956,765)	\$(3,956,765)
Total Net Realized Gain (Loss)	\$(3,956,765)	\$(3,956,765)

Net Change in Unrealized Appreciation (Depreciation) from:

	Interest Rate Contracts Risk	Total
Futures Contracts	\$361,887	\$361,887
Total Net Change in Unrealized Appreciation (Depreciation)	\$361,887	\$361,887

Average Notional Amount

	Interest Rate Contracts Risk	Total
Futures Contracts Short	\$(50,940,492)	\$(50,940,492)

Note 3—Fees and Related Party Transactions

(A) Manager and Subadvisor. New York Life Investments, a registered investment adviser and an indirect, wholly-owned subsidiary of New York Life Insurance Company (“New York Life”), serves as the Fund’s Manager, pursuant to an Amended and Restated Management Agreement (“Management Agreement”). The Manager provides offices, conducts clerical, recordkeeping and bookkeeping services and keeps most of the financial and accounting records required to be maintained by the Fund. Except for the portion of salaries and expenses that are the responsibility of the Fund, the Manager pays the salaries and expenses of all personnel affiliated with the Fund and certain operational expenses of the Fund. The Fund reimburses New York Life Investments in an amount equal to the portion of the compensation of the Chief Compliance Officer attributable to the Fund. MacKay Shields LLC (“MacKay Shields” or the “Subadvisor”), a registered investment adviser and an indirect, wholly-owned subsidiary of New York Life, serves as Subadvisor to the Fund and is responsible for the day-to-day portfolio management of the Fund. Pursuant to the terms of an Amended and Restated Subadvisory Agreement (“Subadvisory Agreement”) between New York Life Investments and MacKay Shields, New York Life Investments pays for the services of the Subadvisor.

Effective February 28, 2020, pursuant to the Management Agreement, the Fund pays the Manager a monthly fee for the services performed and the facilities furnished at an annual rate of the Fund’s average daily net assets as follows: 0.50% up to \$1 billion and 0.48% in excess of \$1 billion. New York Life Investments has contractually agreed to waive a portion of its management fee so that the management fee does not exceed the Fund’s average daily net assets as follows: 0.45% up to \$1 billion and 0.43% in excess of \$1 billion. This agreement will remain in effect until February 28, 2021, and shall renew automatically for one-year terms unless New York Life Investments provides written notice of termination prior to the start of the next term or upon approval of the Board.

Prior to February 28, 2020, pursuant to the Management Agreement, the Fund paid the Manager a monthly fee for the services performed and the facilities furnished at an annual rate of 0.50% of the Fund’s average daily net assets. New York Life Investments had contractually agreed to waive a portion of its management fee so that the management fee does not exceed 0.45% of the Fund’s average daily net assets.

During the year ended October 31, 2020, the effective management fee rate was 0.50% of the Fund’s average daily net assets (exclusive of any applicable waivers/reimbursements).

New York Life Investments has also contractually agreed to waive fees and/or reimburse expenses so that Total Annual Fund Operating Expenses (excluding taxes, interest, litigation, extraordinary expenses, brokerage and other transaction expenses relating to the purchase or sale of portfolio investments and acquired (underlying) fund fees and expenses) of Class A do not exceed 0.75% of its average daily net assets. New York Life Investments will apply an equivalent waiver or reimbursement, in an equal number of basis points, to Investor Class, Class C, Class C2 and Class I. New York Life Investments has contractually agreed to waive fees and/or reimburse expenses so that Total Annual Fund Operating Expenses (excluding taxes, interest, litigation, extraordinary expenses, brokerage and other transaction expenses relating to the purchase or sale of portfolio investments, and acquired (underlying) fund fees and expenses) of Class R6 do not exceed those of Class I. These agreements will remain in effect until August 31, 2021, and shall renew automatically for one-year terms unless New York Life Investments provides written notice of termination prior to the start of the next term or upon approval of the Board.

During the year ended October 31, 2020, New York Life Investments earned fees from the Fund in the amount of \$4,627,009 and waived fees and/or reimbursed expenses in the amount of \$485,454 and paid the Subadvisor fees in the amount of \$2,070,000.

State Street provides sub-administration and sub-accounting services to the Fund pursuant to an agreement with New York Life Investments (See Note 12 for sub-administration and sub-accounting service provider change). These services include calculating the daily NAVs of the Fund, maintaining the general ledger and sub-ledger accounts for the calculation of the Fund’s NAVs and assisting New York Life Investments in conducting various aspects of the Fund’s administrative operations. For providing these services to the Fund, State Street is compensated by New York Life Investments.

Pursuant to an agreement between the Trust and New York Life Investments, New York Life Investments is responsible for providing or procuring certain regulatory reporting services for the Fund. The Fund will reimburse New York Life Investments for the actual costs incurred by New York Life Investments in connection with providing or procuring these services for the Fund.

(B) Distribution and Service Fees. The Trust, on behalf of the Fund, has entered into a distribution agreement with NYLIFE Distributors LLC (the “Distributor”), an affiliate of New York Life Investments. The Fund has adopted distribution plans (the “Plans”) in accordance with the provisions of Rule 12b-1 under the 1940 Act.

Pursuant to the Class A and Investor Class Plans, the Distributor receives a monthly distribution fee from Class A and Investor Class shares at an annual rate of 0.25% of the average daily net assets of the Class A and Investor Class shares for distribution and/or service activities as designated by the Distributor. Pursuant to the Class C Plan, Class C shares pay the Distributor a monthly distribution fee at an annual rate of 0.25% of the average daily net assets of the Class C shares, along with a service fee at an annual rate of 0.25% of the average daily net assets of the Class C shares, for a total 12b-1 fee of

Notes to Financial Statements (continued)

0.50%. Pursuant to the Class C2 Plan, Class C2 shares pay the Distributor a monthly distribution fee at an annual rate of 0.40% of the average daily net assets of the Class C2 shares, along with a service fee at an annual rate of 0.25% of the average daily net assets of the Class C shares, for a total 12b-1 fee of 0.65%. Class I and Class R6 shares are not subject to a distribution and/or service fee.

The Plans provide that the distribution and service fees are payable to the Distributor regardless of the amounts actually expended by the Distributor for distribution of the Fund's shares and service activities.

(C) Sales Charges. The Fund was advised by the Distributor that the amount of initial sales charges retained on sales of Class A and Investor Class shares during the year ended October 31, 2020, were \$22,294 and \$1,444, respectively.

The Fund was also advised that the Distributor retained CDSCs on redemptions of Class A and Class C shares during the year ended October 31, 2020, of \$144,937 and \$16,627, respectively.

(D) Transfer, Dividend Disbursing and Shareholder Servicing Agent. NYLIM Service Company LLC, an affiliate of New York Life Investments, is the Fund's transfer, dividend disbursing and shareholder servicing agent pursuant to an agreement between NYLIM Service Company LLC and the Trust. NYLIM Service Company LLC has entered into an agreement with DST Asset Manager Solutions, Inc. ("DST"), pursuant to which DST performs certain transfer agent services on behalf of NYLIM Service Company LLC. New York Life Investments has contractually agreed to limit the transfer agency expenses charged to the Fund's share classes to a maximum of 0.35% of that share class's average daily net assets on an annual basis after deducting any applicable Fund or class-level expense reimbursement or small account fees. This agreement will remain in effect until August 31, 2021 for Class C2 shares and February 28, 2021 for all other share classes, and shall renew automatically for one-year terms unless New York Life Investments provides written notice of termination prior to the start of the next term or upon approval of the Board. During the year ended October 31, 2020, transfer agent expenses incurred by the Fund and any reimbursements, pursuant to the aforementioned Transfer Agency expense limitation agreement, were as follows:

Class	Expense	Waived
Class A	\$ 78,743	\$ —
Investor Class	272	—
Class C2	2	—
Class C	25,775	—
Class I	124,655	—
Class R6	99	—

(E) Small Account Fee. Shareholders with small accounts adversely impact the cost of providing transfer agency services. In an effort to reduce total transfer agency expenses, the Fund has implemented a small account fee on certain types of accounts. As described in the Fund's prospectus, certain shareholders with an account balance of less than \$1,000 (\$5,000 for Class A share accounts) are charged an annual per account fee of \$20 (assessed semi-annually), the proceeds from which offset transfer agent fees as reflected in the Statement of Operations. This small account fee will not

apply to certain types of accounts as described further in the Fund's prospectus.

(F) Capital. As of October 31, 2020, New York Life and its affiliates beneficially held shares of the Fund with the values and percentages of net assets as follows:

Class C2	\$24,858	99.8%
Class R6	25,618	0.8

Note 4—Federal Income Tax

As of October 31, 2020, the cost and unrealized appreciation (depreciation) of the Fund's investment portfolio, including applicable derivative contracts and other financial instruments, as determined on a federal income tax basis, were as follows:

	Federal Tax Cost	Gross Unrealized Appreciation	Gross Net Unrealized Depreciation	Unrealized Appreciation/Depreciation
Investments in Securities	\$1,028,422,028	\$49,171,637	\$(5,148,820)	\$44,022,817

As of October 31, 2020, the components of accumulated gain (loss) on a tax basis were as follows:

Undistributed Tax Exempt Income	Accumulated Capital and Other Gain (Loss)	Other Temporary Differences	Unrealized Appreciation (Depreciation)	Total Accumulated Gain (Loss)
\$783,575	\$(17,905,133)	\$(765,994)	\$39,438,361	\$21,550,809

The difference between book-basis and tax-basis unrealized appreciation (depreciation) is primarily due to mark to market of futures contracts, and cumulative bond amortization adjustments. The other temporary differences are primarily due to dividends payable.

As of October 31, 2020, for federal income tax purposes, capital loss carryforwards of \$17,905,133 were available as shown in the table below, to the extent provided by the regulations to offset future realized gains of the Fund through the years indicated. To the extent that these capital loss carryforwards are used to offset future capital gains, it is probable that the capital gains so offset will not be distributed to shareholders. No capital gain distributions shall be made until any capital loss carryforwards have been fully utilized.

Capital Loss Available Through	Short-Term Capital Loss Amounts (000's)	Long-Term Capital Loss Amounts (000's)
Unlimited	\$14,747	\$3,158

During the years ended October 31, 2020, and October 31, 2019, the tax character of distributions paid as reflected in the Statements of Changes in Net Assets were as follows:

	2020	2019
Distributions paid from:		
Ordinary Income	\$ 344,603	\$ 141,328
Exempt Interest Dividends	24,056,970	16,242,127
Total	\$24,401,573	\$16,383,455

Note 5—Custodian

State Street is the custodian of cash and securities held by the Fund (See Note 12 for custodian change). Custodial fees are charged to the Fund based on the Fund's net assets and/or the market value of securities held by the Fund and the number of certain transactions incurred by the Fund.

Note 6—Line of Credit

The Fund and certain other funds managed by New York Life Investments maintain a line of credit with a syndicate of banks in order to secure a source of funds for temporary purposes to meet unanticipated or excessive redemption requests.

Effective July 28, 2020, under the credit agreement (the "Credit Agreement"), the aggregate commitment amount is \$600,000,000 with an additional uncommitted amount of \$100,000,000. The commitment fee is an annual rate of 0.15% of the average commitment amount payable quarterly, regardless of usage, to JPMorgan Chase Bank NA, who serves as the agent to the syndicate. The commitment fee is allocated among the Fund and certain other funds managed by New York Life Investments based upon their respective net assets and other factors. Interest on any revolving credit loan is charged based upon the Federal Funds Rate or the one-month London Interbank Offered Rate ("LIBOR"), whichever is higher. The Credit Agreement expires on July 27, 2021, although the Fund, certain other funds managed by New York Life Investments and the syndicate of banks may renew the Credit Agreement for an additional year on the same or different terms or enter into a credit agreement with a different syndicate of banks. Prior to July 28, 2020, the aggregate commitment amount and the commitment fee were the same as those under the current Credit Agreement, but State Street served as agent to the syndicate. During the year ended October 31, 2020, there were no borrowings made or outstanding with respect to the Fund under the Credit Agreement or the credit agreement for which State Street served as agent.

Note 7—Interfund Lending Program

Pursuant to an exemptive order issued by the SEC, the Fund, along with certain other funds managed by New York Life Investments, may participate in an interfund lending program. The interfund lending program provides an alternative credit facility that permits the Fund and certain other funds managed by New York Life Investments to lend or borrow money for temporary purposes directly to or from one another subject to the conditions of the exemptive order. During the year ended October 31, 2020, there were no interfund loans made or outstanding with respect to the Fund.

Note 8—Purchases and Sales of Securities (in 000's)

During the year ended October 31, 2020, purchases and sales of securities, other than short-term securities, were \$589,579 and \$262,047, respectively.

Note 9—Capital Share Transactions

Transactions in capital shares for the years ended October 31, 2020, and October 31, 2019, were as follows:

Class A	Shares	Amount
Year ended October 31, 2020:		
Shares sold	15,364,215	\$165,522,071
Shares issued to shareholders in reinvestment of distributions	646,812	6,952,966
Shares redeemed	(8,397,726)	(87,737,921)
Net increase (decrease) in shares outstanding before conversion	7,613,301	84,737,116
Shares converted into Class A (See Note 1)	12,481	134,788
Shares converted from Class A (See Note 1)	(35,652)	(389,338)
Net increase (decrease)	7,590,130	\$ 84,482,566
Year ended October 31, 2019:		
Shares sold	16,051,177	\$168,848,148
Shares issued to shareholders in reinvestment of distributions	427,979	4,518,728
Shares redeemed	(3,708,661)	(38,776,991)
Net increase (decrease) in shares outstanding before conversion	12,770,495	134,589,885
Shares converted into Class A (See Note 1)	25,348	267,699
Shares converted from Class A (See Note 1)	(7,675)	(81,104)
Net increase (decrease)	12,788,168	\$134,776,480
Investor Class	Shares	Amount
Year ended October 31, 2020:		
Shares sold	34,785	\$ 373,425
Shares issued to shareholders in reinvestment of distributions	1,428	15,340
Shares redeemed	(9,830)	(106,319)
Net increase (decrease) in shares outstanding before conversion	26,383	282,446
Shares converted into Investor Class (See Note 1)	1,596	15,719
Shares converted from Investor Class (See Note 1)	(12,481)	(134,788)
Net increase (decrease)	15,498	\$ 163,377
Year ended October 31, 2019:		
Shares sold	35,906	\$ 376,458
Shares issued to shareholders in reinvestment of distributions	1,084	11,421
Shares redeemed	(8,156)	(85,383)
Net increase (decrease) in shares outstanding before conversion	28,834	302,496
Shares converted into Investor Class (See Note 1)	7,994	84,407
Shares converted from Investor Class (See Note 1)	(23,710)	(250,857)
Net increase (decrease)	13,118	\$ 136,046

Notes to Financial Statements (continued)

Class C	Shares	Amount
Year ended October 31, 2020:		
Shares sold	2,081,990	\$ 22,255,317
Shares issued to shareholders in reinvestment of distributions	94,756	1,018,484
Shares redeemed	(1,358,716)	(14,447,185)
Net increase (decrease) in shares outstanding before conversion	818,030	8,826,616
Shares converted from Class C (See Note 1)	(5,258)	(57,004)
Net increase (decrease)	812,772	\$ 8,769,612
Year ended October 31, 2019:		
Shares sold	2,509,999	\$ 26,397,192
Shares issued to shareholders in reinvestment of distributions	72,487	764,506
Shares redeemed	(559,124)	(5,897,045)
Net increase (decrease) in shares outstanding before conversion	2,023,362	21,264,653
Shares converted from Class C (See Note 1)	(13,261)	(142,751)
Net increase (decrease)	2,010,101	\$ 21,121,902

Class C2	Shares	Amount
Period ended October 31, 2020 (a):		
Shares sold	2,308	\$ 25,000
Shares issued to shareholders in reinvestment of distributions	8	85
Net increase (decrease)	2,316	\$ 25,085

Class I	Shares	Amount
Year ended October 31, 2020:		
Shares sold	34,582,281	\$ 368,151,490
Shares issued to shareholders in reinvestment of distributions	794,861	8,548,352
Shares redeemed	(14,328,906)	(152,011,170)
Net increase in shares outstanding before conversion	21,048,236	224,688,672
Shares converted into Class I (See Note 1)	39,319	430,623
Net increase (decrease)	21,087,555	\$ 225,119,295
Year ended October 31, 2019:		
Shares sold	23,472,252	\$ 245,087,693
Shares issued to shareholders in reinvestment of distributions	533,237	5,625,102
Shares redeemed	(6,702,808)	(69,911,008)
Net increase (decrease) in shares outstanding before conversion	17,302,681	180,801,787
Shares converted into Class I (See Note 1)	11,311	122,606
Net increase (decrease)	17,313,992	\$ 180,924,393

Class R6	Shares	Amount
Year ended October 31, 2020 (b):		
Shares sold	412,645	\$ 4,499,238
Shares issued to shareholders in reinvestment of distributions	6,522	69,947
Shares redeemed	(120,690)	(1,305,532)
Net increase (decrease)	298,477	\$ 3,263,653

(a) The inception date of the class was August 31, 2020.

(b) The inception date of the class was November 1, 2019.

Note 10—Recent Accounting Pronouncement

To improve the effectiveness of fair value disclosure requirements, the Financial Accounting Standards Board issued Accounting Standards Update 2018-13, Fair Value Measurement Disclosure Framework—Changes to the Disclosure Requirements for Fair Value Measurement (“ASU 2018-13”), which adds, removes, and modifies certain fair value measurement disclosure requirements. ASU 2018-13 is effective for interim and annual reporting periods beginning after December 15, 2019. The Manager evaluated the implications of certain provisions of ASU 2018-13 and determined to early adopt aspects related to the removal and modifications of certain fair value measurement disclosures, which are currently in place as of October 31, 2020. The Manager is evaluating the implications of certain other provisions of ASU 2018-13 related to new disclosure requirements and has not yet determined the impact of those provisions on the financial statement disclosures, if any.

In March 2020, the Financial Accounting Standards Board (“FASB”) issued Accounting Standards Update 2020-04 (“ASU 2020-04”), which provides optional guidance to ease the potential accounting burden associated with transitioning away from LIBOR and other reference rates that are expected to be discontinued. ASU 2020-04 is effective immediately upon release of the update on March 12, 2020, through December 31, 2022. At this time, the Manager is evaluating the implications of certain other provisions of ASU 2020-04 related to new disclosure requirements and any impact on the financial statement disclosures has not yet been determined.

Note 11—Other Matters

An outbreak of COVID-19, first detected in December 2019, has developed into a global pandemic and has resulted in travel restrictions, closure of international borders, certain businesses and securities markets, restrictions on securities trading activities, prolonged quarantines, supply chain disruptions, and lower consumer demand, as well as general concern and uncertainty. The continued impact of COVID-19 is uncertain and could further adversely affect the global economy, national economies, individual issuers and capital markets in unforeseeable ways and result in a substantial and extended economic downturn. Developments that disrupt global economies and financial markets, such as COVID-19, may magnify factors that affect the Fund’s performance.

Note 12—Subsequent Events

In connection with the preparation of the financial statements of the Fund as of and for the year ended October 31, 2020, events and transactions subsequent to October 31, 2020, through the date the financial statements were issued have been evaluated by the Manager, for possible adjustment and/or disclosure. No subsequent events requiring financial statement adjustment or disclosure have been identified other than the following:

Effective at the close of business on November 20, 2020, all services provided by State Street were transitioned to JPMorgan Chase Bank, N.A.

Report of Independent Registered Public Accounting Firm

To the Shareholders of the Fund and Board of Trustees
MainStay Funds Trust:

Opinion on the Financial Statements

We have audited the accompanying statement of assets and liabilities of MainStay MacKay California Tax Free Opportunities Fund (the Fund), one of the funds constituting MainStay Funds Trust, including the portfolio of investments, as of October 31, 2020, the related statement of operations for the year then ended, the statements of changes in net assets for each of the years in the two-year period then ended, and the related notes (collectively, the financial statements) and the financial highlights for each of the years or periods in the five-year period then ended. In our opinion, the financial statements and financial highlights present fairly, in all material respects, the financial position of the Fund as of October 31, 2020, the results of its operations for the year then ended, the changes in its net assets for each of the years in the two-year period then ended, and the financial highlights for each of the years or periods in the five-year period then ended, in conformity with U.S. generally accepted accounting principles.

Basis for Opinion

These financial statements and financial highlights are the responsibility of the Fund's management. Our responsibility is to express an opinion on these financial statements and financial highlights based on our audits. We are a public accounting firm registered with the Public Company Accounting Oversight Board (United States) (PCAOB) and are required to be independent with respect to the Fund in accordance with the U.S. federal securities laws and the applicable rules and regulations of the Securities and Exchange Commission and the PCAOB.

We conducted our audits in accordance with the standards of the PCAOB. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements and financial highlights are free of material misstatement, whether due to error or fraud. Our audits included performing procedures to assess the risks of material misstatement of the financial statements and financial highlights, whether due to error or fraud, and performing procedures that respond to those risks. Such procedures included examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements and financial highlights. Such procedures also included confirmation of securities owned as of October 31, 2020, by correspondence with the custodian and brokers or by other appropriate auditing procedures when replies from brokers were not received. Our audits also included evaluating the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements and financial highlights. We believe that our audits provide a reasonable basis for our opinion.

KPMG LLP

We have served as the auditor of one or more New York Life Investment Management investment companies since 2003.

Philadelphia, Pennsylvania
December 23, 2020

Federal Income Tax Information

(Unaudited)

The Fund is required under the Internal Revenue Code to advise shareholders in a written statement as to the federal tax status of dividends paid by the Fund during such fiscal years.

For Federal individual income tax purposes, the Fund designated 98.6% of the ordinary income dividends paid during its fiscal year ended October 31, 2020 as attributable to interest income from Tax Exempt Municipal Bonds. Such dividends are currently exempt from Federal income taxes under Section 103(a) of the Internal Revenue Code.

In February 2021, shareholders will receive an IRS Form 1099-DIV or substitute Form 1099, which will show the federal tax status of the distributions received by shareholders in calendar year 2020. The amounts that will be reported on such 1099-DIV or substitute Form 1099 will be the amounts you are to use on your federal income tax return and will differ from the amounts reported for the Fund's fiscal year ended October 31, 2020.

Proxy Voting Policies and Procedures and Proxy Voting Record

A description of the policies and procedures that New York Life Investments uses to vote proxies related to the Fund's securities is available free of charge upon request, by visiting the MainStay Funds' website at newyorklifeinvestments.com or visiting the SEC's website at www.sec.gov.

The Fund is required to file with the SEC its proxy voting records for the 12-month period ending June 30 on Form N-PX. The most recent Form N-PX or proxy voting record is available free of charge upon request by calling 800-624-6782; visiting the MainStay Funds' website at newyorklifeinvestments.com; or visiting the SEC's website at www.sec.gov.

Shareholder Reports and Quarterly Portfolio Disclosure

The Fund is required to file its complete schedule of portfolio holdings with the SEC 60 days after its first and third fiscal quarter on Form N-PORT. The Fund's holdings report is available free of charge by visiting the SEC's website at www.sec.gov or upon request by calling New York Life Investments at 800-624-6782.

Board of Trustees and Officers (Unaudited)

The Trustees and officers of the Funds are listed below. The Board oversees the MainStay Group of Funds (which consists of MainStay Funds and MainStay Funds Trust), MainStay VP Funds Trust, MainStay MacKay DefinedTerm Municipal Opportunities Fund, the Manager and the Subadvisors, and elects the officers of the Funds who are responsible for the day-to-day operations of the Funds. Information pertaining to the Trustees and officers is set forth below. Each Trustee serves until his or her successor is elected and qualified or until his or her

resignation, death or removal. Under the Board's retirement policy, unless an exception is made, a Trustee must tender his or her resignation by the end of the calendar year during which he or she reaches the age of 75. Officers are elected annually by the Board. The business address of each Trustee and officer listed below is 51 Madison Avenue, New York, New York 10010. A majority of the Trustees are not "interested persons" (as defined by the 1940 Act and rules adopted by the SEC thereunder) of the Fund ("Independent Trustees").

	Name and Year of Birth	Term of Office, Position(s) Held and Length of Service	Principal Occupation(s) During Past Five Years	Number of Portfolios in Fund Complex Overseen by Trustee	Other Directorships Held by Trustee
Interested Trustee	Yie-Hsin Hung* 1962	MainStay Funds: Trustee since 2017 MainStay Funds Trust: Trustee since 2017	Senior Vice President of New York Life since joining in 2010, Member of the Executive Management Committee since 2017, Chief Executive Officer, New York Life Investment Management Holdings LLC & New York Life Investment Management LLC since 2015. Senior Managing Director and Co-President of New York Life Investment Management LLC from 2014 to May 2015. Previously held positions of increasing responsibility, including head of NYLIM International, Alternative Growth Businesses, and Institutional investments since joining New York Life in 2010.	78	<i>MainStay VP Funds Trust:</i> Trustee since 2017 (31 portfolios); and <i>MainStay MacKay DefinedTerm Municipal Opportunities Fund:</i> Trustee since 2017.

* This Trustee is considered to be an "interested person" of the MainStay Group of Funds, MainStay VP Funds Trust and MainStay MacKay DefinedTerm Municipal Opportunities Fund, within the meaning of the 1940 Act because of her affiliation with New York Life Insurance Company, New York Life Investment Management LLC, Candriam Belgium S.A., Candriam Luxembourg S.C.A., IndexIQ Advisors LLC, MacKay Shields LLC, NYL Investors LLC, NYLIFE Securities LLC and/or NYLIFE Distributors LLC, as described in detail above in the column entitled "Principal Occupation(s) During Past Five Years."

Board of Trustees and Officers (Unaudited) (continued)

Independent Trustees	Name and Year of Birth	Term of Office, Position(s) Held and Length of Service	Principal Occupation(s) During Past Five Years	Number of Portfolios in Fund Complex Overseen by Trustee	Other Directorships Held by Trustee
	David H. Chow 1957	MainStay Funds: Trustee since 2016, Advisory Board Member (June 2015 to December 2015); MainStay Funds Trust: Trustee since 2016, Advisory Board Member (June 2015 to December 2015).	Founder and CEO, DanCourt Management, LLC since 1999	78	<i>MainStay VP Funds Trust:</i> Trustee since 2016, Advisory Board Member (June 2015 to December 2015) (31 portfolios); <i>MainStay MacKay DefinedTerm Municipal Opportunities Fund:</i> Trustee since 2016, Advisory Board Member (June 2015 to December 2015); <i>Market Vectors Group of Exchange-Traded Funds:</i> Independent Chairman of the Board of Trustees since 2008 and Trustee since 2006 (56 portfolios); and <i>Berea College of Kentucky:</i> Trustee since 2009, Chair of the Investment Committee since 2018.
Susan B. Kerley 1951	MainStay Funds: Chairman since 2017 and Trustee since 2007; MainStay Funds Trust: Chairman since 2017 and Trustee since 1990.**	President, Strategic Management Advisors LLC since 1990	78	<i>MainStay VP Funds Trust:</i> Chairman since 2017 and Trustee since 2007 (31 portfolios)***; <i>MainStay MacKay DefinedTerm Municipal Opportunities Fund:</i> Chairman since 2017 and Trustee since 2011; and <i>Legg Mason Partners Funds:</i> Trustee since 1991 (45 portfolios).	
Alan R. Latshaw 1951	MainStay Funds: Trustee; MainStay Funds Trust: Trustee and Audit Committee Financial Expert since 2007.**	Retired; Partner, Ernst & Young LLP (2002 to 2003); Partner, Arthur Andersen LLP (1989 to 2002); Consultant to the MainStay Funds Audit and Compliance Committee (2004 to 2006)	78	<i>MainStay VP Funds Trust:</i> Trustee and Audit Committee Financial Expert since 2007 (31 portfolios)***; <i>MainStay MacKay DefinedTerm Municipal Opportunities Fund:</i> Trustee and Audit Committee Financial Expert since 2011; and <i>State Farm Associates Funds Trusts:</i> Trustee since 2005 (4 portfolios).	
Richard H. Nolan, Jr. 1946	MainStay Funds: Trustee since 2007; MainStay Funds Trust: Trustee since 2007.**	Managing Director, ICC Capital Management since 2004; President—Shields/Alliance, Alliance Capital Management (1994 to 2004)	78	<i>MainStay VP Funds Trust:</i> Trustee since 2006 (31 portfolios)***; and <i>MainStay MacKay DefinedTerm Municipal Opportunities Fund:</i> Trustee since 2011.	
Jacques P. Perold 1958	MainStay Funds: Trustee since 2016, Advisory Board Member (June 2015 to December 2015); MainStay Funds Trust: Trustee since 2016, Advisory Board Member (June 2015 to December 2015).	Founder and Chief Executive Officer, CapShift LLC since 2018; President, Fidelity Management & Research Company (2009 to 2014); Founder, President and Chief Executive Officer, Geode Capital Management, LLC (2001 to 2009)	78	<i>MainStay VP Funds Trust:</i> Trustee since 2016, Advisory Board Member (June 2015 to December 2015) (31 portfolios); <i>MainStay MacKay DefinedTerm Municipal Opportunities Fund:</i> Trustee since 2016, Advisory Board Member (June 2015 to December 2015); <i>Partners in Health:</i> Trustee since 2019; <i>Allstate Corporation:</i> Director since 2015; <i>MSCI, Inc.:</i> and Director since 2017.	

Independent Trustees

Name and Year of Birth	Term of Office, Position(s) Held and Length of Service	Principal Occupation(s) During Past Five Years	Number of Portfolios in Fund Complex Overseen by Trustee	Other Directorships Held by Trustee
Richard S. Trutanic 1952	MainStay Funds: Trustee since 1994; MainStay Funds Trust: Trustee since 2007.**	Chairman and Chief Executive Officer, Somerset & Company (financial advisory firm) since 2004; Managing Director, The Carlyle Group (private investment firm) (2002 to 2004); Senior Managing Director, Partner and Board Member, Groupe Arnault S.A. (private investment firm) (1999 to 2002)	78	<i>MainStay VP Funds Trust:</i> Trustee since 2007 (31 portfolios)***; and <i>MainStay MacKay DefinedTerm Municipal Opportunities Fund:</i> Trustee since 2011.

** Includes prior service as a Director/Trustee of certain predecessor entities to MainStay Funds Trust.

*** Includes prior service as a Director of MainStay VP Series Fund, Inc., the predecessor to MainStay VP Funds Trust.

Board of Trustees and Officers (Unaudited) (continued)

Name and Year of Birth	Position(s) Held and Length of Service	Principal Occupation(s) During Past Five Years
Kirk C. Lehneis 1974	President, MainStay Funds, MainStay Funds Trust since 2017	Chief Operating Officer and Senior Managing Director since 2016, New York Life Investment Management LLC and New York Life Investment Management Holdings LLC; Member of the Board of Managers since 2017 and Senior Managing Director since 2018, NYLIFE Distributors LLC; Chairman of the Board and Senior Managing Director, NYLIM Service Company LLC since 2017; Trustee, President and Principal Executive Officer of IndexIQ Trust, IndexIQ ETF Trust and IndexIQ Active ETF Trust since 2018; President, MainStay MacKay DefinedTerm Municipal Opportunities Fund and MainStay VP Funds Trust since 2017**; Senior Managing Director, Global Product Development (2015 to 2016); Managing Director, Product Development (2010 to 2015), New York Life Investment Management LLC
Jack R. Benintende 1964	Treasurer and Principal Financial and Accounting Officer, MainStay Funds since 2007, MainStay Funds Trust since 2009	Managing Director, New York Life Investment Management LLC since 2007; Treasurer and Principal Financial and Accounting Officer, MainStay MacKay DefinedTerm Municipal Opportunities Fund since 2011 and MainStay VP Funds Trust since 2007**; and Assistant Treasurer, New York Life Investment Management Holdings LLC (2008 to 2012)
Yi-Chia Kuo 1981	Vice President and Chief Compliance Officer, MainStay Funds and MainStay Funds Trust since January 2020	Chief Compliance Officer, Index IQ Trust, Index IQ ETF Trust and Index IQ Active ETF Trust since January 2020; Vice President and Chief Compliance Officer, MainStay MacKay DefinedTerm Municipal Opportunities Fund and MainStay VP Funds Trust since January 2020; Director and Associate General Counsel, New York Life Insurance Company (2015 to 2019)
J. Kevin Gao 1967	Secretary and Chief Legal Officer, MainStay Funds and MainStay Funds Trust since 2010	Managing Director and Associate General Counsel, New York Life Investment Management LLC since 2010; Secretary and Chief Legal Officer, MainStay MacKay DefinedTerm Municipal Opportunities Fund since 2011 and MainStay VP Funds Trust since 2010**
Scott T. Harrington 1959	Vice President—Administration, MainStay Funds since 2005, MainStay Funds Trust since 2009	Managing Director, New York Life Investment Management LLC (including predecessor advisory organizations) since 2000; Member of the Board of Directors, New York Life Trust Company since 2009; Vice President—Administration, MainStay MacKay DefinedTerm Municipal Opportunities Fund since 2011 and MainStay VP Funds Trust since 2005**

Officers of the Trust (Who are not Trustees)*

* The officers listed above are considered to be “interested persons” of the MainStay Group of Funds, MainStay VP Funds Trust and MainStay MacKay DefinedTerm Municipal Opportunities Fund within the meaning of the 1940 Act because of their affiliation with the MainStay Group of Funds, New York Life Insurance Company and/or its affiliates, including New York Life Investment Management LLC, NYLIM Service Company LLC, NYLIFE Securities LLC and/or NYLIFE Distributors LLC, as described in detail in the column captioned “Principal Occupation(s) During Past Five Years.” Officers are elected annually by the Board.

** Includes prior service as an Officer of MainStay VP Series Fund, Inc., the predecessor to MainStay VP Funds Trust.

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MainStay Funds

Equity

U.S. Equity

MainStay Epoch U.S. All Cap Fund
MainStay Epoch U.S. Equity Yield Fund
MainStay MacKay Common Stock Fund
MainStay MacKay Growth Fund
MainStay MacKay S&P 500 Index Fund
MainStay MacKay Small Cap Core Fund
MainStay MacKay U.S. Equity Opportunities Fund
MainStay MAP Equity Fund
MainStay Winslow Large Cap Growth Fund¹

International Equity

MainStay Epoch International Choice Fund
MainStay MacKay International Equity Fund
MainStay MacKay International Opportunities Fund

Emerging Markets Equity

MainStay Candriam Emerging Markets Equity Fund

Global Equity

MainStay Epoch Capital Growth Fund
MainStay Epoch Global Equity Yield Fund

Fixed Income

Taxable Income

MainStay Candriam Emerging Markets Debt Fund
MainStay Floating Rate Fund
MainStay MacKay High Yield Corporate Bond Fund
MainStay MacKay Short Duration High Yield Fund
MainStay MacKay Total Return Bond Fund
MainStay MacKay Unconstrained Bond Fund
MainStay MacKay U.S. Infrastructure Bond Fund²
MainStay Short Term Bond Fund³

Tax-Exempt Income

MainStay MacKay California Tax Free Opportunities Fund⁴
MainStay MacKay High Yield Municipal Bond Fund
MainStay MacKay Intermediate Tax Free Bond Fund
MainStay MacKay New York Tax Free Opportunities Fund⁵
MainStay MacKay Short Term Municipal Fund
MainStay MacKay Tax Free Bond Fund

Money Market

MainStay Money Market Fund

Mixed Asset

MainStay Balanced Fund
MainStay Income Builder Fund
MainStay MacKay Convertible Fund

Speciality

MainStay CBRE Global Infrastructure Fund
MainStay CBRE Real Estate Fund
MainStay Cushing MLP Premier Fund

Asset Allocation

MainStay Conservative Allocation Fund
MainStay Conservative ETF Allocation Fund
MainStay Defensive ETF Allocation Fund
MainStay Equity Allocation Fund⁶
MainStay Equity ETF Allocation Fund
MainStay Growth Allocation Fund⁷
MainStay Growth ETF Allocation Fund
MainStay Moderate Allocation Fund
MainStay Moderate ETF Allocation Fund

Manager

New York Life Investment Management LLC

New York, New York

Subadvisors

Candriam Belgium S.A.⁸

Brussels, Belgium

Candriam Luxembourg S.C.A.⁸

Strassen, Luxembourg

CBRE Clarion Securities LLC

Radnor, Pennsylvania

Cushing Asset Management, LP

Dallas, Texas

Epoch Investment Partners, Inc.

New York, New York

Mackay Shields LLC⁸

New York, New York

Markston International LLC

White Plains, New York

1. Formerly known as MainStay Large Cap Growth Fund.
2. Formerly known as MainStay MacKay Infrastructure Bond Fund.
3. Formerly known as MainStay Indexed Bond Fund.
4. This Fund is registered for sale in AZ, CA, NV, OR, TX, UT and WA. Class A and Class I shares are registered for sale in MI. Class I and Class C2 shares are registered for sale in CO, FL, GA, HI, ID, MA, MD, NH, NJ and NY.
5. This Fund is registered for sale in CA, CT, DE, FL, MA, NJ, NY and VT.
6. Formerly known as MainStay Growth Allocation Fund.
7. Formerly known as MainStay Moderate Growth Allocation Fund.
8. An affiliate of New York Life Investment Management LLC.
9. JPMorgan Chase Bank, N.A., New York, New York is the custodian for the MainStay ETF Asset Allocation Funds and effective at the close of business on November 20, 2020, became the custodian for other MainStay Funds. The custodian for MainStay Cushing MLP Premier Fund is U.S. Bank National Association, Milwaukee, Wisconsin.

NYL Investors LLC⁸

New York, New York

Winslow Capital Management, LLC

Minneapolis, Minnesota

Legal Counsel

Dechert LLP

Washington, District of Columbia

Independent Registered Public Accounting Firm

KPMG LLP

Philadelphia, Pennsylvania

Distributor

NYLIFE Distributors LLC⁸

Jersey City, New Jersey

Custodian⁹

State Street Bank and Trust Company

Boston, Massachusetts

For more information

800-624-6782

newyorklifeinvestments.com

“New York Life Investments” is both a service mark, and the common trade name, of certain investment advisors affiliated with New York Life Insurance Company. The MainStay Funds® are managed by New York Life Investment Management LLC and distributed by NYLIFE Distributors LLC, 30 Hudson Street, Jersey City, NJ 07302, a wholly owned subsidiary of New York Life Insurance Company. NYLIFE Distributors LLC is a Member FINRA/SIPC.

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