

2023 Important Tax-Exempt Fund Information

Federal Tax Treatment

Federal tax law allows dividends from mutual funds that invest in municipal obligations to be considered tax exempt income. Any income distribution that qualifies as a tax exempt interest is reported on your Form 1099-DIV, Box 12. You must report this amount on your 2023 Form 1040. The amount reported in Box 13 of Form 1099-DIV must be used in preparing Form 6251 to determine if you are subject to Alternative Minimum Tax. Any income distribution that is taxable income is reported on your Form 1099-DIV, Box 1a. This amount must be reported on Form 1040.

State and Local Tax Treatment

Some of the Federal tax exempt dividends may also be exempt from state and local taxes, depending upon where you file your return. Listed below is the tax exempt percentage of income by state. As state and local tax regulations vary from state to state, not all permit such exclusion. For example, Illinois does not allow a taxpayer to exempt interest paid on Illinois state and local government obligations if the obligations are held by a shareholder in a mutual fund. For more information, please consult your tax advisor. If the tax law of your state provides for the exemption, multiply the amount in Box 12 of Form 1099-DIV by the appropriate percentage below. This amount can be excluded and the remaining balance should be reported on your state tax return.

State	California Tax Exempt Bond Fund(a)	Municipal High Income Fund*
Alabama	2.54%	1.80%
Alaska	0.00%	0.25%
Arizona	0.00%	1.51%
Arkansas	0.00%	0.38%
California	96.13%	7.31%
Colorado	0.00%	9.39%
Connecticut	0.00%	0.10%
Delaware	0.00%	0.04%
District of Columbia	0.00%	0.61%
Florida	0.00%	8.05%
Georgia	0.00%	1.42%
Hawaii	0.00%	0.05%
Idaho	0.00%	0.09%
Illinois	0.00%	12.45%
Indiana	0.00%	1.83%
Iowa	0.00%	0.52%
Kansas	0.00%	0.64%
Kentucky	0.00%	0.81%
Louisiana	0.00%	0.83%
Maine	0.00%	0.08%
Maryland	0.00%	2.37%
Massachusetts	0.00%	0.96%
Michigan	0.00%	2.16%
Minnesota	0.00%	0.83%
Mississippi	0.00%	0.00%
Missouri	0.00%	2.93%
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Alternative Minimum Tax	1.82%	10.45%

State	California Tax Exempt Bond Fund(a)	Municipal High Income Fund*
Montana	0.00%	0.00%
Nebraska	0.00%	0.12%
Nevada	0.00%	1.28%
New Hampshire	0.00%	0.66%
New Jersey	0.00%	2.37%
New Mexico	0.00%	0.34%
New York	1.33%	5.22%
North Carolina	0.00%	0.15%
North Dakota	0.00%	0.14%
Ohio	0.00%	4.18%
Oklahoma	0.00%	0.32%
Oregon	0.00%	0.62%
Pennsylvania	0.00%	2.95%
Rhode Island	0.00%	0.47%
South Carolina	0.00%	0.29%
South Dakota	0.00%	0.00%
Tennessee	0.00%	0.56%
Texas	0.06%	7.09%
Utah	0.00%	0.45%
Vermont	0.00%	0.08%
Virginia	0.00%	0.75%
Washington	0.00%	1.35%
West Virginia	0.00%	0.80%
Wisconsin	0.00%	7.35%
Wyoming	0.00%	0.00%
US Territories & Other	0.00%	5.05%

*For California and Minnesota residents, all of the income distribution by the fund is subject to state income tax.
(a) California Tax Exempt Bond Fund liquidated on October 16, 2023.

Note: Each investor's tax situations are unique to their specific circumstances; therefore, City National Rochdale Fund representatives are not able to provide specific tax strategies or advice. Investors should contact their tax professional for clarification regarding such inquiries.