

# California Municipal Bond Fund



## SEI Tax Exempt Trust/Class F Shares - SBDAX

### Fund Overview

This annual shareholder report contains important information about Class F Shares of the California Municipal Bond Fund (the "Fund") for the period from September 1, 2023 to August 31, 2024. You can find additional information about the Fund at <https://www.sei.com/mutual-fund-documentation/prospectuses-and-reports>. You can also request this information by contacting us at 1-800-DIAL-SEI.

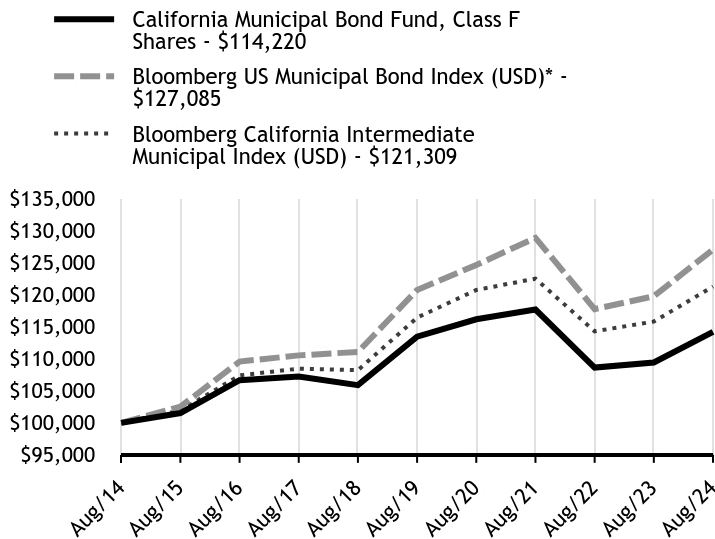
### What were the Fund costs for the last year?

(based on a hypothetical \$10,000 investment)

Fund Name	Costs of a \$10,000 investment	Costs paid as a percentage of a \$10,000 investment
California Municipal Bond Fund, Class F Shares	\$61	0.60%

### How did the Fund perform during the last 10 years?

#### Total Return Based on \$100,000 Investment



### Average Annual Total Returns as of August 31, 2024

Fund/Index Name	1 Year	5 Years	10 Years
California Municipal Bond Fund, Class F Shares	4.37%	0.13%	1.34%
Bloomberg US Municipal Bond Index (USD)*	6.09%	1.02%	2.43%
Bloomberg California Intermediate Municipal Index (USD)	4.73%	0.82%	1.95%

\* As of August 31, 2024, pursuant to the new regulatory requirements, this index has been added to represent the broad-based securities market index.

The line graph represents historical performance of a hypothetical investment of \$100,000 in the Fund during the last 10 years. Returns shown are total returns, which assume the reinvestment of dividends and capital gains. The table and graph presented above do not reflect the deduction of taxes a shareholder would pay on Fund distributions or the redemption of Fund Shares. **Past performance is not indicative of future performance.**

### How did the Fund perform in the last year?

Class F shares of the Fund underperformed its benchmark, the Bloomberg California Intermediate Municipal Index, for the 12-month period ending August 31, 2024.

U.S. fixed-income securities experienced volatility early in the reporting period, with bond yields initially rising before markets eventually coalesced around the prospect of significant Federal Reserve (Fed) monetary policy easing in 2024 as inflation data began to improve towards the Fed's 2% target. As a result, November and December 2023 saw two of the strongest monthly performances in the municipal market's history. Optimism began to wane in the first quarter of 2024 due to stronger-than-expected inflation readings, which delayed the market's projection for interest-rate cuts before pricing in the likelihood of its initial cut at the September 2024 Fed meeting.

Within the investment-grade municipal sector, A and BBB rated issues outperformed AA and AAA rated securities during the reporting period, reflecting investor preference for lower-quality, while high yield was the strongest-performing segment across the entire municipal market. The municipal curve was inverted (short-term yields exceeded long-term yields) throughout much of 2023 and 2024, before ending the reporting period with the 2-to-10-year U.S. Treasury curve virtually flat.

In late June 2024, the State of California passed its fiscal-year 2025 budget of nearly \$300 billion to close its budget gap of \$46.8 billion. Despite a sizeable budget deficit in fiscal year 2024, the state's \$22.2 billion in reserves provide protection in addition to the numerous spending cuts to which the state has committed. California's general obligation bonds are rated AA/AA2/AA- by credit-rating agencies Fitch, Moody's and S&P, respectively, reflecting a strong credit profile.

An overweight position in the airport sector detracted from the Fund's relative performance for the reporting period. Overall security selection benefited Fund performance. An overweight to revenue bonds and an underweight to general obligation bonds also had a positive impact. Among revenue subsectors, an overweight to housing and underweight to water/sewer bonds were the primary contributors to Fund performance.

## Key Fund Statistics as of August 31, 2024

Total Net Assets (000's)	Number of Holdings	Total Advisory Fees Paid (000's)	Portfolio Turnover Rate
\$239,797	141	\$570	26%

### What did the Fund invest in?

#### Asset Weightings\*

General Revenue		19.6%
General Obligations		18.5%
Airports		15.3%
Health Care		12.9%
Education		12.7%
Power		3.9%
Transportation		2.9%
Housing		2.9%
Water		2.7%
Cash Equivalent		2.1%
Tobacco		1.9%
Industrial Development		1.9%
Pollution Control		1.5%
Utilities		0.8%
Nursing Homes		0.5%

#### Top Ten Holdings

Holding Name	Coupon Rate	Maturity Date	Percentage of Total Net Assets <sup>(A)</sup>
California State	5.000%	11/01/31	3.5%
California State	5.000%	08/01/31	2.4%
California State	5.000%	10/01/35	2.4%
Los Angeles, Unified School District, Ser A	5.000%	07/01/31	2.4%
San Diego County, Regional Airport Authority, Sub-Ser B, AMT	5.000%	07/01/31	2.3%
California State, Community Choice Financing Authority, Clean Energy Project, Ser B-1	4.000%	02/01/52	2.1%
Burbank-Glendale-Pasadena Airport Authority Brick Campaign, Ser B, AMT	5.000%	07/01/32	1.9%
California State, Health Facilities Financing Authority, Kaiser Permanente Project, Ser 2006-C	5.000%	06/01/41	1.9%
California State, Statewide Communities Development Authority, Kaiser Permanente Project, Ser 2004-M	5.000%	04/01/38	1.9%
Los Angeles, Unified School District, Ser A	5.000%	07/01/29	1.8%

\* Percentages are calculated based on total net assets.

(A) Cash Equivalents are not shown in the top ten chart.

### Material Fund Changes

There were no material fund changes during the reporting period.

### Changes in and Disagreements with Accountants

There were no changes in or disagreements with accountants during the reporting period.

### Additional Information

For additional information about the Fund; including its prospectus, financial information, holdings, and proxy voting information, call or visit:

- 1-800-DIAL-SEI
- <https://www.seic.com/mutual-fund-documentation/prospectuses-and-reports>
- <https://www.seic.com/mutual-fund-documentation/proxy-voting>

