

Annual Report

Money Market Funds

PNC Government Money Market Fund

PNC Treasury Money Market Fund

PNC Treasury Plus Money Market Fund

**PNC MONEY MARKET FUNDS
ANNUAL REPORT**

MONEY MARKET FUNDS

Government Money Market Fund
Treasury Money Market Fund
Treasury Plus Money Market Fund
(f/k/a PNC Advantage Institutional Treasury
Money Market Fund)

OTHER PNC FUNDS

EQUITY FUNDS

Balanced Allocation Fund
Emerging Markets Equity Fund
International Equity Fund
International Growth Fund
Multi-Factor All Cap Fund
Multi-Factor Large Cap Growth Fund
Multi-Factor Large Cap Value Fund
Multi-Factor Small Cap Core Fund
Multi-Factor Small Cap Growth Fund
Multi-Factor Small Cap Value Fund
Small Cap Fund

FIXED INCOME FUNDS

Bond Fund
Government Mortgage Fund
Intermediate Bond Fund
Limited Maturity Bond Fund
Total Return Advantage Fund
Ultra Short Bond Fund

TAX EXEMPT BOND FUNDS

Intermediate Tax Exempt Bond
Fund
Maryland Tax Exempt
Bond Fund*
Ohio Intermediate Tax Exempt
Bond Fund*
Tax Exempt Limited Maturity
Bond Fund

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This material must be preceded or accompanied by a prospectus.

You should consider the investment objectives, risks, charges and expenses of the PNC Money Market Funds (individually, a "Fund", collectively, the "Funds") carefully before investing. A prospectus and other information about the Funds may be obtained by calling your investment professional, calling 1-800-622-FUND (3863) or downloading one at pncfunds.com. Please read it carefully before investing.

NOT FDIC INSURED • NO BANK GUARANTEE • MAY LOSE VALUE

PNC Capital Advisors, LLC ("PCA"), a subsidiary of The PNC Financial Services Group, Inc., serves as investment adviser and co-administrator to PNC Funds and receives fees for its services. PNC Funds and PNC Advantage Funds are distributed by PNC Funds Distributor, LLC (the "Underwriter"), Three Canal Plaza, Suite 100, Portland, ME 04101. The Underwriter is not affiliated with PCA and is not a bank.

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An investment in the Funds is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency. Although the Funds seek to preserve the value of your investment at \$1.00 per share, it is possible to lose money by investing in the Funds.

*Liquidated on June 8, 2018.

Dear Shareholders:

We are pleased to present this annual report for PNC Money Market Funds for the 12 months ended May 31, 2018 (the “annual period”).

Before reviewing the financial statements and schedules of investments of your individual mutual fund investments, it may be useful to take a brief look at the major factors affecting the economy and the money markets during the annual period.

Economic Review

The U.S. economy remained resilient during the annual period, despite continued policy uncertainty, concerns regarding developments on the Korean peninsula and increased trade tensions. In the third quarter of 2017, U.S. gross domestic product (“GDP”) grew at an annualized pace of 3.2%. In the fourth quarter of 2017 and first quarter of 2018, U.S. GDP grew at annualized rates of 2.9% and 2.0%, respectively. U.S. inflation measures remained muted but crept higher. The U.S. labor market remained strong, as the unemployment rate fell to 3.8%, the lowest level since 2000; however, wage growth was only modest, perhaps limited by a small increase in the labor force participation rate. A strong job market boosted consumer confidence, which in turn drove consumption higher and personal savings down to a nearly 10-year low. U.S. existing home sales reached a decade high, and existing home inventories dipped back toward all-time lows. The Tax Cuts and Jobs Act passed in December 2017 and remained in focus, as businesses, investors and governments alike assessed the expected near- and longer-term effects of the tax policy changes on economic growth rates.

Globally, synchronized growth continued across both developed and emerging economies, but began showing signs of wear toward the end of the annual period. Emerging market economies in particular started to show signs of vulnerability on renewed U.S. dollar strength in the spring of 2018. Still, both global manufacturing and non-manufacturing purchasing managers’ indices remained in expansionary territory and near multi-year highs.

The rate of economic growth, both domestically and internationally, slowed as global central banks began withdrawing liquidity and decreasing their balance sheets. Tightening monetary policy began jousting with loose fiscal policy for just the seventh time since World War II. The U.S. Federal Open Market Committee (the “Fed”) increased the targeted federal funds rate three times during the annual period — in June and December 2017 and in March 2018 — and began normalizing its balance sheet in October 2017. The European Central Bank reduced its level of quantitative easing, while the Bank of Japan remained focused on jump-starting inflation.

Heightened trade protectionism during the second half of the annual period proved to be a major concern for investors. The U.S. administration initiated a series of trade tariffs, first on steel and aluminum, and then provisions specifically targeting China. Not only did these actions raise the risk of retaliatory measures by foreign governments, they also introduced uncertainty for businesses and consumers around the world.

Money Markets

Yields in the taxable and tax-exempt money markets continued their gradual ascent as investors priced in the potential, and then the reality, of the Fed’s interest rate hikes.

Despite the fact that inflation readings spent much of the annual period below expectations, the Fed continued to raise the targeted federal funds rate. The Fed’s primary explanation was a healthy labor market, which continued to bring the unemployment rate to new cycle lows. Also aiding the Fed’s move to tighter policy were highly favorable financial conditions, which eased as a result of a resilient stock market, tightening credit spreads, low interest rate volatility and a weakening U.S. dollar. Questions remained as to whether tightness in the labor market would translate to higher inflation via faster wage growth. While the Fed’s economic projections were broadly revised higher in the early months of 2018 on both future policy rate expectations and economic forecasts, we believe it was representative of macro developments and positive U.S. and global economic data rather than a hawkish shift within Fed leadership, as Jerome Powell assumed the role of Fed Chair from Janet Yellen in February 2018. The money market

“The U.S. labor market remained strong, as the unemployment rate fell to 3.8%, the lowest level since 2000...”

*Commentary provided by
PNC Capital Advisors, LLC
as of May 31, 2018*

LETTER TO SHAREHOLDERS

“...U.S. Treasury yields rose on prospects for, and then enactment of, U.S. tax reform.”

yield curve, or spectrum of maturities, flattened, meaning yields on shorter-term maturities rose more than on longer-term maturities during the annual period. Other significant events that influenced the money markets during the annual period included the Fed's discussion and implementation of balance sheet normalization and announcements and actions by other central banks around the globe. Along with these factors, U.S. Treasury yields rose on prospects for, and then enactment of, U.S. tax reform.

Our View Ahead

At the end of the annual period, we expected a continued normalization of market volatility and central bank policy. However, in our view, the uptick in volatility does not necessarily signal the end of this equity market cycle, as we believe the underlying fundamentals of the U.S. economy remain strong. Economic and earnings growth improved; labor markets were tight; and the Fed minutes pointed to anticipated increases in wage growth and inflation. We expect fixed income markets to be determined by inflation expectations and tax reform impacts on issuance. Additionally, we expect major central banks to continue to gradually tighten monetary policy. *(On June 13, 2018, after the close of the annual period, the Fed raised interest rates by another quarter percentage point, as widely anticipated, and a majority of Fed policy makers said they now expect a total of four interest rate increases this calendar year.)* Ultimately, in our view, it is important to keep in perspective how remarkably calm the past few years have been for the capital markets and to view upticks in volatility as a return to historic norms rather than a slide into turmoil. At the same time, we believe the money markets could be vulnerable to faster global economic growth and a reaccelerating inflation forecast, potentially putting ongoing upward pressure on U.S. Treasury and municipal interest rates.

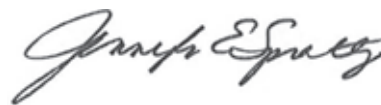
Vigilance remains paramount. As we move into the second half of 2018, we remain focused on adhering to our investment philosophy and to a disciplined process while continuing to evaluate many economic and market factors, as well as the impacts of various policies and reforms that remain on the agenda of the U.S. administration. We believe relative safety, diversification and liquidity will likely remain important and ongoing considerations for investors in the money markets. We therefore continue to believe that money market funds will continue to play a key role in investors' portfolios.

We thank you for being a part of PNC Money Market Funds and for maintaining a long-term perspective as a basic tenet of your investment approach. We value your ongoing confidence in us and look forward to serving your investment needs in the years ahead.

Best Regards,



Aneet Deshpande, CFA
Chief Investment Officer
PNC Capital Advisors, LLC



Jennifer E. Spratley
President
PNC Funds

This commentary may include statements that constitute “forward-looking statements” under the U.S. securities laws. Forward-looking statements include, among other things, projections, estimates, and information about possible or future results related to PNC Funds, market or regulatory developments. The views expressed above are not guarantees of future performance or economic results and involve certain risks, uncertainties and assumptions that could cause actual outcomes and results to differ materially from the views expressed herein. The views expressed above are subject to change at any time based upon economic, market, or other conditions and PNC Capital Advisors, LLC undertakes no obligation to update the

views expressed herein. Any discussions of specific securities should not be considered a recommendation to buy or sell those securities. The views expressed above (including any forward-looking statement) may not be relied upon as investment advice or as an indication of PNC Funds' trading intent

On March 1, 2018 PNC Advantage Funds (the "Trust") reorganized PNC Advantage Institutional Treasury Money Market Fund (the "Fund") into PNC Treasury Plus Money Market Fund, a newly created series of PNC Funds, a Delaware statutory trust (the "PNC Funds Trust"). PNC Treasury Plus Money Market Fund has principal investment strategies identical to those of the Fund and is managed by the same investment adviser and portfolio management team as the Fund. In addition, the respective share classes of PNC Treasury Plus Money Market Fund assumed the performance, financial, and other historical information of the Fund.

SUMMARY OF PORTFOLIO HOLDINGS/YIELDS (Unaudited)

The tables below present portfolio holdings as of May 31, 2018 as a percentage of total investments for each of the PNC Money Market Funds.

Government Money Market Fund	
Repurchase Agreements	31.1%
Federal Home Loan Bank	28.7
Federal Farm Credit Bank	19.2
U.S. Treasury Bills	11.4
Federal Home Loan Mortgage Corporation	4.4
Federal National Mortgage Association	3.7
U.S. Treasury Notes	0.8
Money Market Funds	0.7
	100.0%

Treasury Plus Money Market Fund	
Repurchase Agreements	47.6%
U.S. Treasury Bills	33.5
U.S. Treasury Notes	18.4
Money Market Fund	0.5
	100.0%

Treasury Money Market Fund	
U.S. Treasury Bills	76.2%
U.S. Treasury Notes	21.5
Money Market Funds	2.3
	100.0%

The yields in the tables below represent the annualization of each Fund's declared dividends over the seven-day period ended May 31, 2018.

Current Yield is a measure of a Fund's yield earned if dividends are paid in cash and are not reinvested. Effective Yield is a measure of a Fund's yield that assumes that all dividends are reinvested in additional Fund shares instead of being paid in cash.

7-Day Current Yields as of May 31, 2018						
Fund	Class I		Class A		Advisor Class	
	Net	Unsubsidized*	Net	Unsubsidized*	Net	Unsubsidized*
Government Money						
Market Fund	1.60%	1.60%	1.50%	1.50%	1.53%	1.53%
Treasury Money						
Market Fund	1.56%	1.56%	1.46%	1.46%	-	-

7-Day Effective Yields as of May 31, 2018						
Fund	Class I		Class A		Advisor Class	
	Net	Unsubsidized*	Net	Unsubsidized*	Net	Unsubsidized*
Government Money						
Market Fund	1.61%	1.61%	1.51%	1.51%	1.54%	1.54%
Treasury Money						
Market Fund	1.58%	1.58%	1.48%	1.48%	-	-

7-Day Current Yields as of May 31, 2018						
Fund	Institutional Shares		Advisor Shares		Service Shares	
	Net	Unsubsidized*	Net	Unsubsidized*	Net	Unsubsidized*
Treasury Plus Money						
Market Fund	1.52%	1.52%	1.43%	1.43%	0.00%**	0.00%**

7-Day Effective Yields as of May 31, 2018						
Fund	Institutional Shares		Advisor Shares		Service Shares	
	Net	Unsubsidized*	Net	Unsubsidized*	Net	Unsubsidized*
Treasury Plus Money						
Market Fund	1.53%	1.53%	1.44%	1.44%	0.00%**	0.00%**

* Unsubsidized Yield reflects the yield without fee waivers and expense reimbursements in effect. During the seven-day period ended May 31, 2018, there were no fee waivers or expense reimbursements in the Funds.

** Net assets of Service Shares at May 31, 2018 were comprised solely of seed capital of \$10. Ratios for the seven-day period rounded to 0.00%.

Performance quoted represents past performance and does not guarantee future results. Investment return will fluctuate, so current performance may be higher or lower than shown here. Current performance data is available at pncfunds.com.

EXPENSE TABLES (Unaudited)

The expenses shown in the Expense Tables are meant to highlight your ongoing costs only and do not reflect any transactional costs. If these transactional costs were included, your costs would be higher.

The “Annualized Expense Ratio” reflects the actual expenses net of fee waivers, where applicable, for the six-month period (December 1, 2017 to May 31, 2018) and may be different from the expense ratio in the Financial Highlights which is for the fiscal year ended May 31, 2018.

⁽¹⁾Expenses are equal to each Class’s annualized expense ratio multiplied by the average account value over the period, multiplied by the number of days (182) in the most recent fiscal half-year, then divided by 365.

⁽²⁾Assumes annual return of 5% before expenses.

All mutual funds have operating expenses. As a shareholder of a Fund, you incur operating expenses, including investment advisory fees, distribution (12b-1) and shareholder services fees, where applicable, and other Fund expenses. Such expenses, which are deducted from a Fund’s gross income, directly reduce the investment return of a Fund. A Fund’s expenses are expressed as a percentage of its average net assets. This figure is known as the expense ratio. The Expense Tables provided below are intended to help you understand the ongoing costs (in dollars) of investing in your Fund and to compare these costs with those of other mutual funds. The examples are based on an investment of \$1,000 made at the beginning of the six-month period shown and held for the entire six-month period (December 1, 2017 to May 31, 2018).

The Expense Table that appears for your Fund illustrates your Fund’s costs in two ways.

- Actual Expenses.** This section helps you to estimate the actual expenses after fee waivers that you paid over the period. The “Ending Account Value” shown is derived from the Fund’s actual return, and “Expenses Paid During Period” shows the dollar amount that would have been paid by an investor who started with \$1,000 in the Fund. You may use the information here, together with the amount you invested, to estimate the expenses that you paid over the period. To do so, 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 given for your Class of a Fund under the heading “Expenses Paid During Period.”
- Hypothetical Example for Comparison Purposes.** This section is intended to help you compare your Fund’s costs with those of other mutual funds. It is based on your Fund’s actual expense ratio and assumes that your Fund had an annual return of 5% before expenses during the period shown. In this case — because the return used is not your Fund’s actual return — the results may not be used to estimate your actual ending account value or expenses you paid during this period. The example is useful in making comparisons between your Fund and other funds because the U.S. Securities and Exchange Commission (the “SEC”) requires all mutual funds to calculate expenses based on an assumed annual 5% return. You can assess your Fund’s costs by comparing this hypothetical example with the hypothetical examples that appear in shareholder reports of other funds.

	Beginning Account Value 12/01/17	Ending Account Value 05/31/18	Annualized Expense Ratio	Expenses Paid During Period ⁽¹⁾
Government Money Market Fund				
Actual				
Class I	\$1,000.00	\$1,006.52	0.18%	\$0.90
Class A	1,000.00	1,006.05	0.27	1.35
Advisor Class . . .	1,000.00	1,006.23	0.23	1.15
Hypothetical⁽²⁾				
Class I	1,000.00	1,024.05	0.18	0.91
Class A	1,000.00	1,023.59	0.27	1.36
Advisor Class . . .	1,000.00	1,023.76	0.23	1.16

	Beginning Account Value 12/01/17	Ending Account Value 05/31/18	Annualized Expense Ratio	Expenses Paid During Period ⁽¹⁾
Treasury Money Market Fund				
Actual				
Class I	\$1,000.00	\$1,006.33	0.23%	\$1.15
Class A	1,000.00	1,005.85	0.32	1.60
Hypothetical⁽²⁾				
Class I	1,000.00	1,023.79	0.23	1.16
Class A	1,000.00	1,023.32	0.32	1.61

	Beginning Account Value 12/01/17	Ending Account Value 05/31/18	Annualized Expense Ratio	Expenses Paid During Period ⁽¹⁾
Treasury Plus Money Market Fund				
Actual				
Institutional Shares	\$1,000.00	\$1,005.98	0.28%	\$1.40
Advisor Shares . . .	1,000.00	1,002.84	0.36	1.80
Hypothetical⁽²⁾				
Institutional Shares	1,000.00	1,023.53	0.28	1.41
Advisor Shares . . .	1,000.00	1,023.12	0.36	1.82

TRUSTEES AND OFFICERS OF THE TRUST

Name, Address ¹ Age	Position(s) Held with the Trust	Term of Office and Length of Time Served ²	Principal Occupation(s) During Past 5 Years or Longer	Number of Portfolios in the Fund Complex ³ Overseen by Trustee	Other Directorships held by Trustees During Past 5 Years or Longer ⁴
Independent Trustees					
Dorothy A. Berry 74	Trustee	Since April 2006	Retired; President, Talon Industries, Inc. (administrative, management and business consulting), 1986-2012; Chairman, Independent Directors Council, 2010-2011.	1 registered investment company consisting of 24 portfolios	Chairman and Trustee, Professionally Managed Portfolios; Trustee, Allegiant Funds until 2010.
Maryann Bruce 58	Trustee	Since October 2016	President, Turnberry Advisory Group (consulting), 2007-Present; President, Aquila Distributors, Inc., Aquila Investment Management LLC, 2008-2010; President, Evergreen Investments Services, Inc., Evergreen Investments, 1999-2007; President and Chief Executive Officer, Allstate Financial Distributors, Inc., 1998-1999.	1 registered investment company consisting of 24 portfolios	Director, MBIA, Inc. (insurance) until 2017; Director and Chairman of Compensation Committee, Atlanta Life Financial Group (financial services) until 2016; Director, Allianz Global Investors Fund Management LLC (investment management) until 2014.
Calvin G. Butler, Jr. 49	Trustee	Since February 2018	Chief Executive Officer, Baltimore Gas and Electric Co. ("BGE"), 2014-Present; Senior Vice President of regulatory and external affairs, BGE; Senior Vice President of Corporate Affairs, ComEd.	1 registered investment company consisting of 24 portfolios	Director, BGE (utility); Director, RLI Corp. (insurance company); Director, Federal Reserve Bank of Richmond until 2017.
John G. Drosdick 74	Trustee Chairman of the Board and Nominating Committee	Since November 2010 Since June 2011	Retired; Chairman, Chief Executive Officer and President, Sunoco, Inc. (manufacturer and marketer of petroleum and petrochemical products), 1996-2008.	1 registered investment company consisting of 24 portfolios	Director, United States Steel Corporation (steel producer); Director, H.J. Heinz Company (U.S.-based food company) until 2013; Director, Triumph Group Inc. (aerospace manufacturer); Director, Lincoln Financial Corporation (financial services) until 2005.
Mark Hancock 50	Trustee	Since October 2016	President, The Glenmore Group, LLC (consulting), 2016-present; Managing Director, Goldman Sachs & Co. (asset management), 2008-2015.	1 registered investment company consisting of 24 portfolios	None
L. White Matthews, III 72	Trustee Chairman of the Audit Committee	Since February 2010 From June 2011 to February 2012	Retired; Chief Financial Officer, Ecolab Inc., 1999-2001; Chief Financial Officer, Union Pacific Corporation, 1989-1998; Director and Chairman of the Board of (privately held) Constar International Inc. (bottles and packaging manufacturer), 2009-2014; Retired; Chairman and Director, Ceridian Corporation (payroll and human resources services), 2003-2007.	1 registered investment company consisting of 24 portfolios	Director, Hyla Inc. (cellphone recycler); Director, Matrixx Initiatives, Inc. (pharmaceuticals) until 2011; Director, PNC Funds, Inc. until 2010; Director (since 2003) and Chairman of the Board of (publicly traded) Imation Corp. (data storage) until May 2015.

TRUSTEES AND OFFICERS OF THE TRUST

Name, Address¹ Age	Position(s) Held with the Trust	Term of Office and Length of Time Served²	Principal Occupation(s) During Past 5 Years or Longer	Number of Portfolios in the Fund Complex³ Overseen by Trustee	Other Directorships held by Trustees During Past 5 Years or Longer⁴
Independent Trustees					
Edward D. Miller, M.D. 75	Trustee	Since February 2010	Retired; Dean and Chief Executive Officer, Johns Hopkins Medicine, January 1997 to June 2012.	1 registered investment company consisting of 24 portfolios	Director, EnGeneIC Ltd. (biopharma- ceuticals) since January 2016; Director, PNC Funds, Inc. until 2010.
Ashi S. Parikh 52	Trustee	Since February 2018	Retired; Chief Executive Officer and Chief Investment Officer, Ridgeworth Investments, LLC, 2010-2017.	1 registered investment company consisting of 24 portfolios	Director, IWG The Ohio State University Endowment Foundation; Director, Action Ministries, Inc. (poverty relief); Trustee, Ridgeworth Funds (investment company) until 2017; Director, Ridgeworth Holdings LLC (investment company) until 2017.
Stephen M. Todd 70	Trustee Chairman of the Audit Committee	Since November 2011 Since February 2012	Retired; Global Vice Chairman – Assurance Professional Practice, Ernst & Young London, UK (accounting firm), 2003-2010.	1 registered investment company consisting of 24 portfolios	Director, Dover Corporation (diversified multi-national manufacturing company); Director, Apergy Corporation (provider of equipment for oil and gas drilling and production); Trustee, Ancora Trust (registered investment company) until 2011.

Name, Address Age	Position(s) Held with the Trust	Term of Office and Length of Time Served ²	Principal Occupation(s) During Past 5 Years or Longer	Number of Portfolios in the Fund Complex ³ Overseen by Trustee	Other Directorships held by Trustees During Past 5 Years or Longer ⁴
Officers					
Jennifer E. Spratley One East Pratt Street, 5th Floor Baltimore, MD 21202 49	President Vice President	Since June 2014 From March 2010 to June 2014	Managing Director, Administration, PNC Capital Advisors, LLC and PNC Realty Investors, Inc. since 2017; Head of Fund Administration, PNC Capital Advisors, LLC 2007 to 2017; Treasurer, PNC Capital Advisors, Inc., September 2007 – September 2009; Unit Leader, Fund Accounting and Administration, SEI Investments Global Funds Services 2005 to 2007; Fund Accounting Director, SEI Investments Global Funds Services 1999 to 2007.	N/A	N/A
Michael Nanosky 1900 East 9th Street, 15th Floor Cleveland, OH 44114 52	Chief Compliance Officer	Since December 2014	Chief Compliance Officer, PNC Funds since 2014; Vice President, Head of Compliance Testing and Monitoring, PNC Capital Advisors, LLC 2010-2014; Chief Compliance Officer, PNC Capital Advisors, LLC and PNC Realty Investors, Inc., 2010-2011; Chief Compliance Officer, CITI Fund Services, 2008-2010.	N/A	N/A
John F. Kernan 1900 East 9th Street, 14th Floor Cleveland, OH 44114 52	Vice President Treasurer	Since June 2016 Since May 2008	Managing Director and Director of Fund Administration, PNC Capital Advisors, LLC since 2017; Director of Financial Fund Administration, PNC Capital Advisors, LLC 2004 to 2017; Senior Director of Fund Administration, State Street Bank and Trust Company, 1998 – 2004.	N/A	N/A
Thomas R. Rus One East Pratt Street, 5th Floor Baltimore, MD 21202 58	Secretary	Since February 2015	Director of Regulatory Fund Administration, PNC Capital Advisors, LLC since February 2015; Chief Compliance Officer, Institutional Shareholder Services Inc. 2014-2015; Chief Compliance Officer, Kroll Bond Rating Agency, Inc. 2010-2014; Vice President, Chief Compliance Officer and Assistant Secretary, MTB Investment Advisors, Inc. and MTB Funds, 2003-2010.	N/A	N/A

¹Each Trustee can be contacted by writing to PNC Funds, c/o PNC Capital Advisors, LLC, One East Pratt Street, 5th Floor, Baltimore, MD 21202, Attention: Thomas R. Rus.

²With respect to the term of office for each Trustee of the Trust, the Trustees have adopted a retirement policy in which each will retire at the calendar year end in the year in which he/she reaches the age of 75 years old. With respect to the term of office for each officer of the Trust, pursuant to the Trust's By-Laws any officer may be removed by the Board at any regular or special meeting of the Board or the extent permitted by the Board, by the President. In addition, any Trustee or officer may resign at any time by giving written notice to the Trust. Such resignation shall be effective upon receipt, unless specified to be effective at some later time.

³The "Fund Complex" is comprised of the twenty-four portfolios of PNC Funds for which PNC Capital Advisors, LLC or any of its affiliates serves as investment adviser.

⁴Includes directorships of companies required to report to the U.S. Securities and Exchange Commission under the Securities Exchange Act of 1934, as amended (i.e., "public companies"), or other investment companies registered under the Investment Company Act of 1940.

For more information regarding the trustees and officers, please refer to the Statement of Additional Information, as supplemented, which is available, without charge, upon request by calling 1-800-622-FUND (3863).

REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the shareholders and Board of Trustees of PNC Funds:

Opinion on the Financial Statements and Financial Highlights

We have audited the accompanying statements of assets and liabilities, including the schedules of investments, of PNC Treasury Plus Money Market Fund (formerly PNC Advantage Institutional Treasury Money Market Fund), PNC Government Money Market Fund, and PNC Treasury Money Market Fund (the “Money Market Funds”) (three of the twenty-four funds comprising PNC Funds) as of May 31, 2018, the related statements of operations for the year then ended for the Money Market Funds, the statements of changes in net assets for each of the two years in the period then ended for the Money Market Funds, and the financial highlights for five years in the period then ended for the Money Market Funds, in conformity with accounting principles generally accepted in the United States of America. In our opinion, the financial statements and financial highlights present fairly, in all material respects, the financial position of each of the Money Market Funds as of May 31, 2018, and the results of their operations for the year then ended, the changes in their net assets for each of the two years in the period then ended, and the financial highlights for each of the five years in the period then ended in conformity with accounting principles generally accepted in the United States of America.

Basis for Opinion

These financial statements and financial highlights are the responsibility of the Funds’ management. Our responsibility is to express an opinion on the Funds’ 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 Funds 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. The Funds are not required to have, nor were we engaged to perform, an audit of their internal control over financial reporting. As part of our audits we are required to obtain an understanding of internal control over financial reporting but not for the purpose of expressing an opinion on the effectiveness of the Funds’ internal control over financial reporting. Accordingly, we express no such opinion.

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. 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. Our procedures included confirmation of securities owned as of May 31, 2018, by correspondence with the custodian and brokers; when replies were not received from brokers, we performed other auditing procedures. We believe that our audits provide a reasonable basis for our opinion.

Deloitte & Touche LLP
Philadelphia, Pennsylvania
July 26, 2018

We have served as the auditor of one or more affiliated investment companies of PNC Funds since 2006.

FINANCIAL HIGHLIGHTS

Selected Per Share Data and Ratios
For the Years Ended May 31,
unless otherwise indicated

Government Money Market Fund

	Class I				Class A				
	2018	2017	2016	2015	2018	2017	2016	2015	2014
Net Asset Value, Beginning of Year	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00
Net Investment Income† Realized and Unrealized Gain (Loss) on Investments	0.01	-*	-*	-*	0.01	-*	-*	-*	-*
Total from Investment Operations	0.01	-*	-*	-*	0.01	-*	-*	-*	-*
Dividends from Net Investment Income Distributions from Net Realized Gains	(0.01)	-*	-*	-*	(0.01)	-*	-*	-*	-*
Total Distributions	(0.01)	-*	-*	-*	(0.01)	-*	-*	-*	-*
Net Asset Value, End of Year	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00
Total Return	1.08%	0.33%	0.05%	0.03%	1.04%	0.33%	0.05%	0.03%	0.01%
Ratios/Supplemental Data									
Net Assets End of Year (000)	\$9,530,966	\$8,536,493	\$4,776,561	\$720,219	\$838,233	\$452,569	\$361,440	\$321,524	\$133,915
Ratio of Expenses to Average Net Assets	0.18%	0.20%	0.19%	0.07%	0.23%	0.20%	0.16%	0.06%	0.02% ⁽¹⁾
Ratio of Net Investment Income to Average Net Assets	1.08%	0.33%	0.06%	0.02%	1.07%	0.34%	0.05%	0.02%	0.06% ⁽¹⁾
Ratio of Expenses to Average Net Assets (Before Fee Waivers and Reimbursement, as applicable)	0.19%	0.20%	0.27%	0.35%	0.24%	0.20%	0.28%	0.35%	0.36%
Ratio of Net Investment Income (Loss) to Average Net Assets (Before Fee Waivers and Reimbursement, as applicable)	1.07%	0.33%	(0.02)%	(0.26)%	1.06%	0.34%	(0.07)%	(0.27)%	(0.28)%

Government Money Market Fund

	Advisor Class		
	2018	2017	2016 ⁽²⁾
Net Asset Value, Beginning of Year	\$ 1.00	\$ 1.00	\$ 1.00
Net Investment Income† Realized and Unrealized Gain (Loss) on Investments	0.01	-*	-*
Total from Investment Operations	0.01	-*	-*
Dividends from Net Investment Income Distributions from Net Realized Gains	(0.01)	-*	-*
Total Distributions	(0.01)	-*	-*
Net Asset Value, End of Year	\$ 1.00	\$ 1.00	\$ 1.00
Total Return	1.07%	0.33%	0.05%
Ratios/Supplemental Data			
Net Assets End of Year (000)	\$ 4	\$ 9	\$ 875
Ratio of Expenses to Average Net Assets	0.20%	0.20%	0.18%
Ratio of Net Investment Income to Average Net Assets	1.07%	0.32%	0.05%
Ratio of Expenses to Average Net Assets (Before Fee Waivers and Reimbursement, as applicable)	0.20%	0.20%	0.25%
Ratio of Net Investment Income (Loss) to Average Net Assets (Before Fee Waivers and Reimbursement, as applicable)	1.07%	0.32%	(0.02)%

* Amount represents less than \$0.005 per share.

† Per share data calculated using average shares outstanding method.

⁽¹⁾ During the fiscal year ended May 31, 2014, the Underwriter committed to make a voluntary expense reimbursement to Class A Shares. This voluntary commitment represented a 0.05% impact to Class A ratios and represented shareholder services fees paid to the Underwriter in prior fiscal years in its role as default broker-dealer to certain Class A shareholders. Excluding this item, the expense ratio would have been higher and the net investment income ratio would have been lower.

⁽²⁾ Advisor Class Shares commenced operations on September 14, 2015. All ratios for the fiscal year ended May 31, 2016 have been annualized. Total return for the fiscal year ended May 31, 2016 has not been annualized.

See Note to Financial Statements.

FINANCIAL HIGHLIGHTS

Selected Per Share Data and Ratios
For the Years Ended May 31,
unless otherwise indicated

Treasury Money Market Fund

	Class I					Class A				
	2018	2017	2016	2015	2014	2018	2017	2016	2015	2014
Net Asset Value, Beginning of Year	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00
Net Investment Income† Realized and Unrealized Gain (Loss) on Investments	0.01	-*	-*	-*	-*	0.01	-*	-*	-*	-*
Total from Investment Operations	0.01	-*	-*	-*	-*	0.01	-*	-*	-*	-*
Dividends from Net Investment Income Distributions from Net Realized Gains	(0.01)	-*	-*	-*	-*	(0.01)	-*	-*	-*	-*
Total Distributions	(0.01)	-*	-*	-*	-*	(0.01)	-*	-*	-*	-*
Net Asset Value, End of Year	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00
Total Return	1.03%	0.24%	0.03%	0.02%	0.02%	0.98%	0.24%	0.03%	0.02%	0.02%
Ratios/Supplemental Data										
Net Assets End of Year (000)	\$1,026,462	\$957,793	\$1,215,072	\$225,196	\$214,348	\$312,717	\$109,581	\$138,150	\$144,448	\$173,571
Ratio of Expenses to Average Net Assets	0.23%	0.24%	0.15%	0.02%	0.04%	0.29%	0.24%	0.13%	0.02%	0.03% ⁽¹⁾
Ratio of Net Investment Income to Average Net Assets	1.03%	0.24%	0.02%	0.01%	0.01%	1.04%	0.23%	0.02%	0.01%	0.02% ⁽¹⁾
Ratio of Expenses to Average Net Assets (Before Fee Waivers and Reimbursement, as applicable)	0.23%	0.24%	0.31%	0.37%	0.36%	0.29%	0.24%	0.32%	0.37%	0.36%
Ratio of Net Investment Income (Loss) to Average Net Assets (Before Fee Waivers and Reimbursement, as applicable)	1.03%	0.24%	(0.14)%	(0.34)%	(0.31)%	1.04%	0.23%	(0.17)%	(0.34)%	(0.31)%

* Amount represents less than \$0.005 per share.

† Per share data calculated using average shares outstanding method.

⁽¹⁾ During the fiscal year ended May 31, 2014, the Underwriter committed to make a voluntary expense reimbursement to Class A Shares. This voluntary commitment represented a 0.01% impact to Class A ratios and represented shareholder services fees paid to the Underwriter in prior fiscal years in its role as default broker-dealer to certain Class A shareholders. Excluding this item, the expense ratio would have been higher and the net investment income ratio would have been lower.

See Notes to Financial Statements.

FINANCIAL HIGHLIGHTS

Selected Per Share Data and Ratios
For the Years Ended May 31,
unless otherwise indicated

Treasury Plus Money Market Fund

	Institutional Shares				Advisor Shares				Service Shares						
	2018 ⁽¹⁾	2017	2016	2015	2014	2018 ⁽¹⁾	2017	2016	2015	2014	2018 ⁽¹⁾	2017	2016	2015	2014
Net Asset Value, Beginning of Year	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00
Net Investment Income† Realized and Unrealized Gain (Loss) on Investments	0.01	-*	-*	-*	-*	0.01	-	-*	-*	-*	-	-	-*	-*	-*
Total from Investment Operations	0.01	-*	-*	-*	-*	(0.01)	-	-*	-*	-*	-	-	-*	-*	-*
Dividends from Net Investment Income Distributions from Net Realized Gains	(0.01)	-*	-*	-*	-*	-*	-	-*	-*	-*	-	-	-*	-*	-*
Total Distributions	(0.01)	-*	-*	-*	-*	-*	-	-*	-*	-*	-	-	-*	-*	-*
Net Asset Value, End of Year	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00
Total Return	0.97%	0.23%	0.02%	0.01%	0.01%	0.97%	0.00%	0.02%	0.01%	0.01%	0.00%	0.00%	0.02%	0.01%	0.01%

Ratios/Supplemental Data

Net Assets End of Year (000)	\$477,886	\$543,266	\$453,917	\$112,304	\$174,871	\$ 30	\$ - ⁽²⁾	\$ - ⁽²⁾	\$34,829	\$10,980	\$ - ⁽³⁾	\$ -	\$ - ⁽³⁾	\$3,401	\$1,601
Ratio of Expenses to Average Net Assets	0.28%	0.25%	0.17%	0.05%	0.05%	0.36%	0.00%	0.16%	0.05%	0.05%	0.00%	0.00%	0.10%	0.05%	0.05%
Ratio of Net Investment Income to Average Net Assets	0.96%	0.24%	0.02%	0.01%	0.01%	1.33%	0.00%	0.02%	0.01%	0.01%	0.00%	0.00%	0.02%	0.01%	0.01%
Ratio of Expenses to Average Net Assets (Before Fee Waivers and Reimbursement, as applicable)	0.28%	0.25%	0.24%	0.28%	0.26%	0.36%	0.00%	0.25%	0.29%	0.27%	0.00%	0.00%	0.26%	0.29%	0.27%
Ratio of Net Investment Income (Loss) to Average Net Assets (Before Fee Waivers and Reimbursement, as applicable)	0.96%	0.24%	(0.05)%	(0.22)%	(0.20)%	1.33%	0.00%	(0.07)%	(0.23)%	(0.21)%	0.00%	0.00%	(0.14)%	(0.23)%	(0.21)%

* Amount represents less than \$0.005 per share.

† Per share data calculated using average shares outstanding method.

(1) Figures through February 28, 2018 represent those of PNC Advantage Institutional Money Market Fund, which was reorganized into the Fund effective March 1, 2018.

(2) At May 31, 2017 and May 31, 2016, net assets of the Advisor Shares represented seed capital.

(3) At May 31, 2018 and May 31, 2016, net assets of the Service Shares represented seed capital.

See Notes to Financial Statements.

ABBREVIATIONS AND DEFINITIONS FOR SCHEDULES OF INVESTMENTS AND FINANCIAL STATEMENTS

Schedules of Investments:

DN — Discount Note

FCPR DLY — Federal Reserve Bank Prime Loan Rate

FEDL01 — U.S. Federal Funds Effective Rate

FRN — Floating Rate Note. The rate shown is the rate in effect on May 31, 2018, and the date shown is the final maturity date, not the next reset or put date. The rate floats based upon the published reference rate and spread disclosed in the Schedule of Investments.

LLC — Limited Liability Company

US0001M — ICE LIBOR USD 1 Month

US0003M — ICE LIBOR USD 3 Month

USBMMY3M — U.S. Treasury 3 Month Bill Money Market Yield

Financial Statements:

— Amounts designated as “—” are either zero or round to zero.

See Notes to Financial Statements.

PNC Government Money Market Fund
SCHEDULE OF INVESTMENTS
May 31, 2018

	Par (000)	Fair Value (000)
U.S. GOVERNMENT AGENCY OBLIGATIONS — 55.5%		
Federal Farm Credit Bank — 19.0%		
Federal Farm Credit Bank		
1.970% (FCPR DLY-2.780%), 06/12/18 (FRN)	\$100,000	\$100,012
1.948% (US0001M+0.000%), 06/21/18 (FRN)	40,000	40,003
2.278% (US0003M-0.053%), 07/09/18 (FRN)	70,000	70,013
1.969% (US0001M+0.040%), 08/10/18 (FRN)	50,000	50,019
1.900% (FCPR DLY-2.850%), 08/10/18 (FRN)	28,000	27,998
1.828% (US0001M-0.140%), 09/28/18 (FRN)	50,000	49,999
1.954% (USBMMY3M+0.050%), 12/05/18 (FRN)	55,000	55,000
1.840% (US0003M-0.195%), 12/07/18 (FRN)	20,000	19,999
1.630% (FCPR DLY-3.120%), 01/02/19 (FRN)	50,000	50,000
1.730% (FCPR DLY-3.020%), 01/14/19 (FRN)	35,000	35,024
2.123% (US0001M+0.170%), 01/22/19 (FRN)	72,787	72,926
2.004% (USBMMY3M+0.100%), 01/25/19 (FRN)	20,000	20,005
1.640% (FCPR DLY-3.110%), 02/01/19 (FRN)	60,000	59,999
1.680% (FCPR DLY-3.070%), 02/20/19 (FRN)	50,000	49,998
1.640% (FCPR DLY-3.110%), 02/28/19 (FRN)	35,000	34,999
1.788% (US0001M-0.135%), 03/08/19 (FRN)	20,000	19,999
1.911% (US0003M-0.160%), 03/12/19 (FRN)	25,000	24,999
1.808% (US0001M-0.110%), 03/12/19 (FRN)	35,000	35,000
1.849% (US0001M-0.060%), 04/03/19 (FRN)	50,000	50,027
1.710% (FEDL01+0.010%), 04/24/19 (FRN)	15,200	15,205
1.690% (FCPR DLY-3.060%), 04/25/19 (FRN)	45,000	44,996
1.783% (US0001M-0.135%), 06/13/19 (FRN)	45,000	44,954
1.675% (FEDL01-0.025%), 06/18/19 (FRN)	57,000	57,000
1.940% (US0001M-0.025%), 06/24/19 (FRN)	40,000	40,000
1.843% (US0001M-0.085%), 07/09/19 (FRN)	50,000	50,000
1.828% (US0001M-0.090%), 07/12/19 (FRN)	30,000	29,997
1.823% (US0001M-0.100%), 10/08/19 (FRN)	50,000	49,985
1.809% (US0001M-0.100%), 12/02/19 (FRN)	75,000	74,962
1.830% (FCPR DLY-2.920%), 02/10/20 (FRN)	50,000	49,992
Federal Farm Credit Bank (DN)		
1.690%, 06/06/18	25,000	24,994
1.707%, 06/26/18	67,000	66,921
1.750%, 07/03/18	35,000	34,946
1.760%, 07/05/18	35,000	34,942
1.750%, 07/10/18	15,000	14,972
1.730%, 07/11/18	25,000	24,952
1.740%, 07/12/18	35,000	34,931
1.790%, 07/13/18	45,000	44,907
1.861%, 07/26/18	55,000	54,844
1.790%, 07/31/18	15,000	14,956
1.780%, 08/01/18	32,000	31,904
1.830%, 08/02/18	35,000	34,890
1.810%, 08/03/18	35,000	34,890
1.950%, 09/10/18	25,000	24,864

	Par (000)	Fair Value (000)
1.950%, 09/19/18	\$ 40,000	\$ 39,764
1.933%, 09/24/18	40,000	39,755
1.940%, 09/25/18	20,000	19,876
1.990%, 10/04/18	30,000	29,795
2.040%, 01/03/19	20,000	19,759
2.170%, 03/19/19	25,000	24,572
		1,974,544
Federal Home Loan Bank — 28.4%		
Federal Home Loan Bank		
1.737% (US0001M-0.170%), 06/01/18 (FRN)	110,600	110,600
1.871% (US0003M-0.200%), 06/11/18 (FRN)	80,000	80,000
1.783% (US0001M-0.135%), 06/12/18 (FRN)	25,000	25,000
1.828% (US0001M-0.140%), 06/26/18 (FRN)	50,000	50,000
1.774% (US0001M-0.135%), 07/02/18 (FRN)	35,000	35,000
1.789% (US0001M-0.130%), 07/13/18 (FRN)	50,000	50,000
1.798% (US0001M-0.150%), 07/19/18 (FRN)	50,000	50,000
1.774% (US0001M-0.145%), 08/15/18 (FRN)	90,000	89,997
1.818% (US0001M-0.130%), 08/20/18 (FRN)	40,000	40,000
1.846% (US0001M-0.115%), 08/23/18 (FRN)	40,000	40,000
1.843% (US0001M-0.125%), 08/27/18 (FRN)	40,000	39,999
1.853% (US0001M-0.115%), 08/28/18 (FRN)	50,000	50,005
1.793% (US0001M-0.130%), 09/05/18 (FRN)	70,000	70,000
1.808% (US0001M-0.120%), 09/07/18 (FRN)	50,000	50,000
1.814% (US0001M-0.115%), 09/11/18 (FRN)	50,000	50,000
1.798% (US0001M-0.120%), 09/13/18 (FRN)	50,000	50,000
1.787% (US0001M-0.120%), 10/01/18 (FRN)	35,000	35,000
1.783% (US0001M-0.135%), 10/12/18 (FRN)	40,000	40,000
1.794% (US0001M-0.140%), 10/16/18 (FRN)	50,000	50,000
1.813% (US0001M-0.135%), 10/19/18 (FRN)	25,000	25,000
1.769% (US0001M-0.140%), 11/02/18 (FRN)	40,000	40,000
1.979% (US0003M-0.390%), 11/07/18 (FRN)	80,000	80,000
1.833% (US0001M-0.090%), 11/08/18 (FRN)	60,750	60,755
1.788% (US0001M-0.135%), 11/08/18 (FRN)	60,000	60,000
1.838% (US0001M-0.090%), 11/09/18 (FRN)	40,000	40,000
1.824% (US0001M-0.105%), 12/11/18 (FRN)	75,000	75,000
1.818% (US0001M-0.100%), 12/13/18 (FRN)	50,000	50,000
1.820% (US0001M-0.115%), 12/18/18 (FRN)	55,000	55,000
1.833% (US0001M-0.135%), 12/27/18 (FRN)	45,000	45,001
1.807% (US0001M-0.110%), 01/04/19 (FRN)	35,000	35,000
1.828% (US0001M-0.090%), 01/14/19 (FRN)	25,000	25,008
1.878% (US0001M-0.090%), 01/25/19 (FRN)	30,000	30,000
1.837% (US0001M-0.080%), 02/04/19 (FRN)	40,000	40,000
2.003% (US0003M-0.360%), 02/08/19 (FRN)	50,000	50,000
1.843% (US0001M-0.110%), 02/22/19 (FRN)	75,000	75,000
1.839% (US0001M-0.080%), 03/15/19 (FRN)	55,000	55,000
1.808% (US0001M-0.115%), 04/05/19 (FRN)	50,000	50,000
1.991% (US0003M-0.340%), 04/09/19 (FRN)	40,000	40,000
1.829% (US0001M-0.090%), 04/15/19 (FRN)	70,000	70,000
1.848% (US0001M-0.080%), 07/09/19 (FRN)	35,000	35,000
1.863% (US0001M-0.090%), 07/22/19 (FRN)	55,000	55,000
Federal Home Loan Bank (DN)		
1.690%, 06/01/18	35,000	35,000
1.680%, 06/07/18	10,600	10,597
1.680%, 06/12/18	25,000	24,987
1.700%, 06/18/18	30,000	29,976
1.733%, 06/22/18	74,390	74,315
1.725%, 06/25/18	80,000	79,908
1.754%, 06/27/18	65,000	64,918
1.829%, 07/05/18	89,948	89,802
1.850%, 07/11/18	35,040	34,968

See Notes to Financial Statements.

SCHEDULE OF INVESTMENTS

May 31, 2018

	Par (000)	Fair Value (000)
U.S. GOVERNMENT AGENCY OBLIGATIONS — continued		
Federal Home Loan Bank — continued		
1.865%, 07/12/18	\$100,000	\$ 99,806
1.841%, 07/13/18	58,876	58,750
1.870%, 07/20/18	50,000	49,873
1.870%, 07/24/18	36,095	35,996
1.860%, 07/27/18	25,000	24,928
1.857%, 08/01/18	44,600	44,461
1.910%, 10/03/18	32,586	32,374
1.850%, 10/29/18	22,723	22,550
1.820%, 11/19/18	35,000	34,701
		<u>2,944,275</u>
Federal Home Loan Mortgage Corporation — 4.4%		
Federal Home Loan Mortgage Corporation		
1.748% (US0001M-0.170%), 06/14/18 (FRN)	50,000	50,000
1.788% (US0001M-0.160%), 07/19/18 (FRN)	45,000	45,000
2.109% (US0003M-0.250%), 07/24/18 (FRN)	26,700	26,699
0.850%, 07/27/18	40,000	39,975
1.768% (US0001M-0.150%), 02/12/19 (FRN)	40,000	40,000
2.156% (US0003M-0.165%), 07/05/19 (FRN)	30,000	30,050
1.823% (US0001M-0.100%), 08/08/19 (FRN)	50,000	50,000
Federal Home Loan Mortgage Corporation (DN)		
1.810%, 07/18/18	30,000	29,929
1.826%, 07/23/18	88,100	87,868
1.820%, 07/30/18	25,000	24,926
1.930%, 09/19/18	30,000	29,824
		<u>454,271</u>
Federal National Mortgage Association — 3.7%		
Federal National Mortgage Association (DN)		
1.670%, 06/13/18	57,732	57,700
1.740%, 06/20/18	18,750	18,733
1.700%, 06/25/18	30,000	29,966
1.760%, 06/27/18	25,000	24,968
1.730%, 07/03/18	30,000	29,954
1.820%, 07/09/18	30,000	29,943
1.720%, 07/11/18	37,536	37,465
1.780%, 07/18/18	25,000	24,942
1.900%, 08/15/18	40,000	39,842
1.903%, 08/22/18	65,222	64,941
1.910%, 08/29/18	25,000	24,883
		<u>383,337</u>
Total U.S. Government Agency Obligations (Cost \$5,756,427)		<u>5,756,427</u>
U.S. TREASURY OBLIGATIONS — 12.1%		
U.S. Treasury Bills† — 11.3%		
1.650%, 06/07/18	35,000	34,990
1.733%, 06/14/18	40,000	39,975
1.688%, 06/21/18	40,000	39,962
1.760%, 06/28/18	95,000	94,878
1.773%, 07/05/18	100,000	99,844
1.780%, 07/12/18	45,000	44,916
1.806%, 07/19/18	75,000	74,824
1.713%, 07/26/18	25,000	24,931
1.815%, 08/02/18	110,000	109,660
1.791%, 08/09/18	145,000	144,507
1.821%, 08/16/18	140,000	139,468
1.870%, 08/23/18	80,000	79,665
1.833%, 08/30/18	40,000	39,812

	Par (000)	Fair Value (000)
1.900%, 09/20/18	\$ 30,000	\$ 29,827
1.910%, 09/27/18	105,000	104,355
1.880%, 10/04/18	50,000	49,677
2.026%, 11/08/18	25,000	24,778
		<u>1,176,069</u>
U.S. Treasury Notes — 0.8%		
1.000%, 08/15/18	50,000	49,932
2.074% (USBMMY3M+0.170%), 10/31/18 (FRN)	35,000	35,025
		<u>84,957</u>
Total U.S. Treasury Obligations (Cost \$1,261,026)		<u>1,261,026</u>
Number of Shares		
MONEY MARKET FUNDS — 0.7%		
Invesco Government & Agency Portfolio, Institutional Class 1.640% (A)		
	1,000,000	1,000
Morgan Stanley Institutional Liquidity Funds Government Portfolio, Institutional Class 1.661% (A)		
	68,379,232	68,379
Total Money Market Funds (Cost \$69,379)		<u>69,379</u>
	Par (000)	Fair Value (000)
REPURCHASE AGREEMENTS†† — 30.8%		
Deutsche Bank Securities Inc.		
1.780% (dated 05/31/18, due 06/01/18, repurchase price \$60,002,967, collateralized by U.S. Treasury Inflation Indexed Bond, 1.750%, due 01/15/28, total value \$61,200,030)	\$ 60,000	\$ 60,000
Goldman Sachs & Co.		
1.790% (dated 05/31/18, due 06/01/18, repurchase price \$800,039,778, collateralized by Federal Home Loan Mortgage Corporation Bonds, Federal National Mortgage Association Bonds and U.S. Treasury Bond, 2.500% to 7.500%, due 09/01/24 to 02/01/48, total value \$816,000,000) (B)	800,000	800,000
1.720% (dated 05/30/18, due 06/06/18, repurchase price \$150,050,167, collateralized by Federal Home Loan Mortgage Corporation Bonds, Federal National Mortgage Association Bonds and Government National Mortgage Association Bonds, 2.500% to 7.500%, due 09/01/19 to 06/01/47, total value \$153,000,000) (B)	150,000	150,000

See Notes to Financial Statements.

	Par (000)	Fair Value (000)
REPURCHASE AGREEMENTS†† — continued		
HSBC Securities USA		
1.780% (dated 05/31/18, due 06/01/18, repurchase price \$450,022,250, collateralized by Federal National Mortgage Association Bonds, 3.500% to 6.000%, due 02/01/35 to 10/01/47, total value \$459,003,309) (C)	\$450,000	\$450,000
1.710% (dated 05/30/18, due 06/06/18, repurchase price \$200,066,500, collateralized by U.S. Treasury Note, 1.125%, due 01/15/21, total value \$204,003,944) (C)	200,000	200,000
1.720% (dated 05/30/18, due 06/07/18, repurchase price \$125,047,778, collateralized by Federal Home Loan Mortgage Corporation Bonds and Federal National Mortgage Association Bond, 3.000% to 4.500%, due 02/01/32 to 10/01/47, total value \$127,502,998) (C)	125,000	125,000
Merrill Lynch Pierce Fenner & Smith		
1.780% (dated 05/31/18, due 06/01/18, repurchase price \$100,004,944, collateralized by Government National Mortgage Association Bonds, 3.000% to 4.500%, due 07/15/44 to 05/20/48, total value \$102,000,001)	100,000	100,000
Mitsubishi UFJ Securities Inc.		
1.760% (dated 05/31/18, due 06/01/18, repurchase price \$100,004,889, collateralized by Federal Home Loan Mortgage Corporation Bonds and Federal National Mortgage Association Bonds, 2.500% to 6.000%, due 02/01/24 to 06/01/48, total value \$102,004,987)	100,000	100,000
NatWest Markets Securities Inc.		
1.780% (dated 05/31/18, due 06/01/18, repurchase price \$500,024,722, collateralized by U.S. Treasury Inflation Indexed Bond, U.S. Treasury Bond and U.S. Treasury Notes, 0.125% to 4.500%, due 03/31/19 to 08/15/39, total value \$510,003,988)	500,000	500,000
RBC Capital Markets LLC		
1.760% (dated 05/31/18, due 06/01/18, repurchase price \$175,008,556, collateralized by Federal Home Loan Mortgage Corporation Bonds, Federal National Mortgage Association Bonds and Government National Mortgage Association Bonds, 2.500% to 5.000%, due 03/01/25 to 05/20/48, total value \$178,508,727) (D)	175,000	175,000

	Par (000)	Fair Value (000)
1.750% (dated 05/31/18, due 06/01/18, repurchase price \$125,006,076, collateralized by U.S. Treasury Inflation Adjusted Note, U.S. Treasury Inflation Indexed Bond and U.S. Treasury Notes, 0.250% to 3.875%, due 12/31/23 to 04/15/29, total value \$127,506,227) (D)	\$125,000	\$ 125,000
1.720% (dated 05/09/18, due 06/08/18, repurchase price \$100,143,333, collateralized by U.S. Treasury Bonds, U.S. Treasury Inflation Bond and U.S. Treasury Notes, 2.000% to 4.375%, due 07/31/22 to 08/15/44, total value \$102,146,281) (D)	100,000	100,000
Toronto Dominion Securities LLC		
1.780% (dated 05/31/18, due 06/01/18, repurchase price \$205,010,136, collateralized by Federal Home Loan Mortgage Corporation Bonds and Federal National Mortgage Association Bond, 3.500% to 4.000%, due 06/01/47 to 11/01/47, total value \$209,100,000) (E)	205,000	205,000
1.720% (dated 05/29/18, due 06/05/18, repurchase price \$100,033,444, collateralized by Federal Farm Credit Bank Bonds and Federal National Mortgage Association Bond, 1.250% to 3.250%, due 08/17/21 to 09/14/37, total value \$102,000,333) (E)	100,000	100,000
<hr/>		
Total Repurchase Agreements (Cost \$3,190,000)		3,190,000
<hr/>		
TOTAL INVESTMENTS — 99.1% (Cost \$10,276,832)*		10,276,832
<hr/>		
Other Assets in Excess of Liabilities — 0.9%		92,371
<hr/>		
TOTAL NET ASSETS — 100.0%		\$10,369,203

* Also cost for Federal income tax purposes.

† The rate shown is the effective yield at purchase date.

†† As of May 31, 2018, the total value of repurchase agreements is \$3,190,000 (000) and the value of collateral received, excluding excess, is \$3,190,000 (000). See Note 2 in Notes to Financial Statements.

(A) The rate quoted is the annualized seven-day effective yield of the Fund at May 31, 2018.

(B) As of May 31, 2018, the total value of Goldman Sachs & Co. Repurchase Agreements is \$950,000 (000) (collateral value of \$969,000 (000)).

(C) As of May 31, 2018, the total value of HSBC Securities USA Repurchase Agreements is \$775,000 (000) (collateral value of \$790,510 (000)).

(D) As of May 31, 2018, the total value of RBC Capital Markets LLC Repurchase Agreements is \$400,000 (000) (collateral value of \$ 408,161 (000)).

(E) As of May 31, 2018, the total value of Toronto Dominion Securities LLC Repurchase Agreements is \$305,000 (000) (collateral value of \$311,100 (000)).

See Notes to Financial Statements.

SCHEDULE OF INVESTMENTS

May 31, 2018

Valuation Hierarchy:

A summary of inputs used to value the Fund's investments as of May 31, 2018 is as follows (See Note 2 in Notes to Financial Statements).

	Level 1 Quoted Prices (000)	Level 2 Other Significant Observable Inputs (000)	Level 3 Significant Unobservable Inputs (000)	Total Fair Value (000)
Assets:				
Money Market Funds	\$ 69,379	\$ -	\$ -	\$ 69,379
Repurchase Agreements	-	3,190,000	-	3,190,000
U.S. Government Agency Obligations	-	5,756,427	-	5,756,427
U.S. Treasury Obligations	-	1,261,026	-	1,261,026
Total Assets - Investments in Securities	<u>\$ 69,379</u>	<u>\$ 10,207,453</u>	<u>\$ -</u>	<u>\$ 10,276,832</u>

There were no transfers between Levels during the fiscal year ended May 31, 2018.

See Notes to Financial Statements.

PNC Treasury Money Market Fund
SCHEDULE OF INVESTMENTS
May 31, 2018

	Par (000)	Fair Value (000)
U.S. TREASURY OBLIGATIONS — 97.8%		
U.S. Treasury Bills† — 76.3%		
1.650%, 06/07/18	\$125,000	\$ 124,966
1.733%, 06/14/18	120,000	119,928
1.688%, 06/21/18	125,000	124,881
1.760%, 06/28/18	68,000	67,913
1.773%, 07/05/18	45,000	44,930
1.780%, 07/12/18	51,000	50,904
1.806%, 07/19/18	45,000	44,894
1.713%, 07/26/18	45,000	44,883
1.815%, 08/02/18	60,000	59,814
1.791%, 08/09/18	90,000	89,686
1.821%, 08/16/18	70,000	69,729
1.870%, 08/23/18	25,000	24,893
1.833%, 08/30/18	30,000	29,860
1.920%, 09/13/18	15,000	14,918
1.900%, 09/20/18	25,000	24,855
1.910%, 09/27/18	10,000	9,938
1.900%, 10/11/18	10,000	9,931
1.980%, 10/25/18	16,000	15,872
2.000%, 11/01/18	15,000	14,874
2.026%, 11/08/18	12,000	11,893
2.053%, 11/15/18	15,000	14,859
2.082%, 11/23/18	8,000	7,919
		<u>1,022,340</u>
U.S. Treasury Notes — 21.5%		
2.078% (USBMMY3M+0.174%), 07/31/18 (FRN)	72,000	72,026
2.074% (USBMMY3M+0.170%), 10/31/18 (FRN)	83,000	83,065
2.044% (USBMMY3M+0.140%), 01/31/19 (FRN)	33,000	33,032
1.974% (USBMMY3M+0.070%), 04/30/19 (FRN)	55,000	55,035
1.952% (USBMMY3M+0.048%), 10/31/19 (FRN)	45,000	45,036
		<u>288,194</u>
Total U.S. Treasury Obligations (Cost \$1,310,534)		<u>1,310,534</u>

	Number of Shares	Fair Value (000)
MONEY MARKET FUNDS — 2.3%		
BlackRock Treasury Trust Fund		
Institutional Class, 1.621%†† (A)	500,000	\$ 500
Dreyfus Treasury Securities Cash Management		
Institutional Shares, 1.620% (A)	29,913,972	29,914
<hr/>		
Total Money Market Funds (Cost \$30,414)		<u>30,414</u>
TOTAL INVESTMENTS — 100.1%		
(Cost \$1,340,948)*		1,340,948
<hr/>		
Liabilities in Excess of Other Assets — (0.1)%		(1,769)
<hr/>		
TOTAL NET ASSETS — 100.0%		<u>\$1,339,179</u>

* Also cost for Federal income tax purposes.

† The rate shown is the effective yield at purchase date.

†† Affiliated Holding. See Note 3 in Notes to Financial Statements.

(A) The rate quoted is the annualized seven-day effective yield of the Fund at May 31, 2018.

See Notes to Financial Statements.

SCHEDULE OF INVESTMENTS

May 31, 2018

Valuation Hierarchy:

A summary of inputs used to value the Fund's investments as of May 31, 2018 is as follows (See Note 2 in Notes to Financial Statements).

	Level 1 Quoted Prices (000)	Level 2 Other Significant Observable Inputs (000)	Level 3 Significant Unobservable Inputs (000)	Total Fair Value (000)
Assets:				
Money Market Funds	\$ 30,414	\$ -	\$ -	\$ 30,414
U.S. Treasury Obligations	<u>-</u>	<u>1,310,534</u>	<u>-</u>	<u>1,310,534</u>
Total Assets - Investments in Securities	<u>\$ 30,414</u>	<u>\$ 1,310,534</u>	<u>\$ -</u>	<u>\$ 1,340,948</u>

There were no transfers between Levels during the fiscal year ended May 31, 2018.

See Notes to Financial Statements.

PNC Treasury Plus Money Market Fund
SCHEDULE OF INVESTMENTS
May 31, 2018

	Par (000)	Fair Value (000)
U.S. TREASURY OBLIGATIONS — 51.9%		
U.S. Treasury Bills† — 33.5%		
1.650%, 06/07/18	\$ 2,000	\$ 1,999
1.733%, 06/14/18	15,000	14,991
1.688%, 06/21/18	28,750	28,723
1.760%, 06/28/18	5,000	4,993
1.773%, 07/05/18	13,000	12,980
1.780%, 07/12/18	8,000	7,986
1.806%, 07/19/18	5,000	4,989
1.815%, 08/02/18	10,000	9,969
1.791%, 08/09/18	9,000	8,969
1.821%, 08/16/18	18,000	17,931
1.870%, 08/23/18	4,000	3,983
1.833%, 08/30/18	8,000	7,964
1.920%, 09/13/18	5,000	4,973
1.900%, 09/20/18	4,000	3,977
1.910%, 09/27/18	5,000	4,969
1.980%, 10/25/18	1,500	1,488
2.053%, 11/15/18	5,500	5,448
2.082%, 11/23/18	9,000	8,910
2.050%, 11/29/18	5,000	4,949
		160,191
U.S. Treasury Notes — 18.4%		
2.078% (USBMMY3M+0.174%), 07/31/18 (FRN)	5,000	5,002
2.074% (USBMMY3M+0.170%), 10/31/18 (FRN)	3,000	3,002
2.044% (USBMMY3M+0.140%), 01/31/19 (FRN)	24,000	24,024
1.375%, 02/28/19	5,000	4,968
1.974% (USBMMY3M+0.070%), 04/30/19 (FRN)	39,000	39,024
1.952% (USBMMY3M+0.048%), 10/31/19 (FRN)	12,000	12,011
		88,031
Total U.S. Treasury Obligations (Cost \$248,222)		248,222
	Number of Shares	
MONEY MARKET FUND — 0.5%		
Invesco Treasury Portfolio, Institutional Class 1.640% (A)	2,301,764	2,302
Total Money Market Fund (Cost \$2,302)		2,302

	Par (000)	Fair Value (000)
REPURCHASE AGREEMENTS†† — 47.7%		
Goldman Sachs & Co.		
1.780% (dated 05/31/18, due 06/01/18, repurchase price \$58,002,868, collateralized by U.S. Treasury Note, 1.125%, due 09/30/21, total value \$59,160,050)	\$58,000	\$ 58,000
HSBC Securities USA		
1.770% (dated 05/31/18, due 06/01/18, repurchase price \$50,002,458, collateralized by U.S. Treasury Bond, 3.000%, due 05/15/42, total value \$51,004,735)	50,000	50,000
RBC Capital Markets LLC		
1.750% (dated 05/31/18, due 06/01/18, repurchase price \$50,002,431, collateralized by U.S. Treasury Bond and U.S. Treasury Notes, 2.000% to 3.125%, due 12/31/23 to 08/15/44, total value \$51,002,557)	50,000	50,000
Toronto Dominion Securities LLC		
1.760% (dated 05/31/18, due 06/01/18, repurchase price \$70,003,422, collateralized by U.S. Treasury Note, 1.500%, due 10/31/19, total value \$71,400,019)	70,000	70,000
Total Repurchase Agreements (Cost \$228,000)		228,000
TOTAL INVESTMENTS — 100.1%		
(Cost \$478,524)*		478,524
Liabilities in Excess of Other Assets — (0.1)%		(608)
TOTAL NET ASSETS — 100.0%		\$477,916

* Also cost for Federal income tax purposes.

† The rate shown is the effective yield at purchase date.

†† As of May 31, 2018, the total value of repurchase agreements is \$228,000 (000) and the value of collateral received, excluding excess, is \$228,000 (000). See Note 2 in Notes to Financial Statements.

(A) The rate quoted is the annualized seven-day effective yield of the Fund at May 31, 2018.

See Notes to Financial Statements.

PNC Treasury Plus Money Market Fund
SCHEDULE OF INVESTMENTS
May 31, 2018

Valuation Hierarchy:

A summary of inputs used to value the Fund's investments as of May 31, 2018 is as follows (See Note 2 in Notes to Financial Statements).

	Level 1 Quoted Prices (000)	Level 2 Other Significant Observable Inputs (000)	Level 3 Significant Unobservable Inputs (000)	Total Fair Value (000)
Assets:				
Money Market Fund	\$ 2,302	\$ -	\$ -	\$ 2,302
Repurchase Agreements	-	228,000	-	228,000
U.S. Treasury Obligations	-	<u>248,222</u>	-	<u>248,222</u>
Total Assets - Investments in Securities	<u>\$ 2,302</u>	<u>\$ 476,222</u>	<u>\$ -</u>	<u>\$478,524</u>

There were no transfers between Levels during the fiscal year ended May 31, 2018.

See Notes to Financial Statements.

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STATEMENTS OF ASSETS AND LIABILITIES (000)

May 31, 2018

	Government Money Market Fund	Treasury Money Market Fund	Treasury Plus Money Market Fund
ASSETS			
Investments in non-affiliates at fair value	\$ 7,086,832	\$1,340,448	\$250,524
Investments in affiliates at fair value	–	500	–
Investments in repurchase agreements at fair value	3,190,000	–	228,000
Cash	100,000	–	–
Receivable for shares of beneficial interest issued	3,110	1,156	–
Dividends and interest receivable	5,899	558	179
Interest from Custodian	672	–	–
Prepaid expenses	29	26	33
Other assets	346	177	89
Total Assets	<u>10,386,888</u>	<u>1,342,865</u>	<u>478,825</u>
LIABILITIES			
Payable for shares of beneficial interest redeemed	2,315	1,411	–
Dividends payable:			
Class I	12,180	1,372	–
Class A	941	331	–
Institutional Shares	–	–	600
Investment advisory fees payable	1,293	175	61
Shareholder servicing fees payable:			
Class A	91	38	–
Administration fees payable	287	58	39
Custodian fees payable	78	10	10
Transfer agent fees payable	12	9	5
Trustees' deferred compensation payable	346	177	89
Trustees' fees payable	36	32	31
Other liabilities	106	73	74
Total Liabilities	<u>17,685</u>	<u>3,686</u>	<u>909</u>
TOTAL NET ASSETS	<u>\$10,369,203</u>	<u>\$1,339,179</u>	<u>\$477,916</u>
Investments in non-affiliates at cost	\$ 7,086,832	\$1,340,448	\$250,524
Investments in affiliates at cost	–	500	–
Investments in repurchase agreements at cost	3,190,000	–	228,000

See Notes to Financial Statements.

	Government Money Market Fund	Treasury Money Market Fund	Treasury Plus Money Market Fund
TOTAL NET ASSETS:			
Paid-in Capital (Unlimited Authorization — No Par Value)	\$ 10,369,271	\$ 1,339,241	\$ 477,917
Undistributed (Distributions in Excess of) Net Investment Income	(58)	(53)	(1)
Accumulated Net Realized Gain (Loss) on Investments	(10)	(9)	—
Total Net Assets	<u>\$ 10,369,203</u>	<u>\$ 1,339,179</u>	<u>\$ 477,916</u>
NET ASSET VALUE (In unrounded dollars and shares):			
Total Net assets applicable to Class I	<u>\$9,530,966,101</u>	<u>\$1,026,461,425</u>	<u>N/A</u>
Class I shares outstanding	<u>9,531,149,954</u>	<u>1,026,519,114</u>	<u>N/A</u>
Net Asset Value, Offering and Redemption Price Per Share	<u>\$ 1.00</u>	<u>\$ 1.00</u>	<u>N/A</u>
Total Net assets applicable to Class A	<u>\$ 838,232,942</u>	<u>\$ 312,717,337</u>	<u>N/A</u>
Class A shares outstanding	<u>838,226,693</u>	<u>312,739,039</u>	<u>N/A</u>
Net Asset Value, Offering and Redemption Price Per Share	<u>\$ 1.00</u>	<u>\$ 1.00</u>	<u>N/A</u>
Total Net assets applicable to Institutional Shares	<u>N/A</u>	<u>N/A</u>	<u>\$477,886,196</u>
Institutional Shares outstanding	<u>N/A</u>	<u>N/A</u>	<u>477,891,852</u>
Net Asset Value, Offering and Redemption Price Per Share	<u>N/A</u>	<u>N/A</u>	<u>\$ 1.00</u>
Total Net assets applicable to Advisor Class	<u>\$ 4,436</u>	<u>N/A</u>	<u>N/A</u>
Advisor Class shares outstanding	<u>4,439</u>	<u>N/A</u>	<u>N/A</u>
Net Asset Value, Offering and Redemption Price Per Share	<u>\$ 1.00</u>	<u>N/A</u>	<u>N/A</u>
Total Net assets applicable to Advisor Shares	<u>N/A</u>	<u>N/A</u>	<u>\$ 30,165</u>
Advisor Shares outstanding	<u>N/A</u>	<u>N/A</u>	<u>30,165</u>
Net Asset Value, Offering and Redemption Price Per Share	<u>N/A</u>	<u>N/A</u>	<u>\$ 1.00</u>
Total Net assets applicable to Service Shares ⁽¹⁾	<u>N/A</u>	<u>N/A</u>	<u>\$ 10</u>
Service Shares outstanding	<u>N/A</u>	<u>N/A</u>	<u>10</u>
Net Asset Value, Offering and Redemption Price Per Share	<u>N/A</u>	<u>N/A</u>	<u>\$ 1.00</u>

⁽¹⁾ At May 31, 2018, net assets of the Service Shares of Treasury Plus Money Market Fund represented seed capital.

STATEMENTS OF OPERATIONS (000)

For the Year Ended May 31, 2018

	Government Money Market Fund	Treasury Money Market Fund	Treasury Plus Money Market Fund ⁽¹⁾
Investment Income:			
Dividends	\$ 911	\$ 209	\$ 74
Interest	124,074	15,437	6,528
Income from affiliate	—	6	—
Total Investment Income	124,985	15,652	6,602
Expenses:			
Investment advisory fees	14,779	1,841	796
Administration fees	3,156	582	289
Shareholder services fees:			
Class A	310	122	—
Transfer agent fees	54	35	31
Custodian fees	188	24	22
Professional fees	210	113	110
Pricing service fees	11	2	2
Printing and shareholder reports	24	17	20
Registration and filing fees	66	52	59
Trustees' fees	124	101	92
Miscellaneous	116	79	60
Total Expenses	19,038	2,968	1,481
Less:			
Earnings credits from custodian ⁽²⁾	(672)	—	—
Net Expenses	18,366	2,968	1,481
Net Investment Income	106,619	12,684	5,121
Realized Gain (Loss) on Investments:			
Net realized gain (loss) on investments sold	(10)	(8)	—*
Net Increase in Total Net Assets Resulting from Operations	\$106,609	\$12,676	\$5,121

* Amount represents less than \$500.

⁽¹⁾ Figures through February 28, 2018 represent those of PNC Advantage Institutional Money Market Fund, which was reorganized into the Fund effective March 1, 2018.⁽²⁾ See Note 4 in Notes to Financial Statements.

See Notes to Financial Statements.

STATEMENTS OF CHANGES IN NET ASSETS (000)

	Government Money Market Fund		Treasury Money Market Fund		Treasury Plus Money Market Fund ⁽¹⁾	
	For the Years Ended		For the Years Ended		For the Years Ended	
	May 31, 2018	May 31, 2017	May 31, 2018	May 31, 2017	May 31, 2018	May 31, 2017
Investment Activities:						
Net investment income	\$ 106,619	\$ 31,490	\$ 12,684	\$ 2,823	\$ 5,121	\$ 1,331
Net realized gain (loss) on investments sold	(10)	61	(8)	1	–	–
Net increase in total net assets resulting from operations	106,609	31,551	12,676	2,824	5,121	1,331
Dividends from net investment income:						
Class I	(100,312)	(29,965)	(10,491)	(2,477)	–	–
Class A	(6,221)	(1,507)	(2,185)	(349)	–	–
Advisor Class	–	(18)	–	–	–	–
Institutional Shares	–	–	–	–	(5,114)	(1,330)
Total dividends	(106,533)	(31,490)	(12,676)	(2,826)	(5,114)	(1,330)
Share Transactions (all at \$1.00 per share):						
Proceeds from shares issued:						
Class I	10,284,981	12,742,028	1,525,176	1,742,979	–	–
Class A	2,368,075	1,509,922	1,005,296	536,932	–	–
Advisor Class	–	9,659	–	–	–	–
Institutional Shares	–	–	–	–	1,186,883	1,262,461
Advisor Shares	–	–	–	–	30	–
Reinvestment of dividends:						
Class I	1,856	406	34	6	–	–
Class A	493	65	283	21	–	–
Advisor Class	–	18	–	–	–	–
Institutional Shares	–	–	–	–	10	5
Total proceeds from shares issued and reinvested	12,655,405	14,262,098	2,530,789	2,279,938	1,186,923	1,262,466
Value of shares redeemed:						
Class I	(9,292,436)	(8,982,559)	(1,456,541)	(2,000,262)	–	–
Class A	(1,982,889)	(1,418,881)	(802,443)	(565,522)	–	–
Advisor Class	(4)	(10,544)	–	–	–	–
Institutional Shares	–	–	–	–	(1,252,280)	(1,173,118)
Total value of shares redeemed	(11,275,329)	(10,411,984)	(2,258,984)	(2,565,784)	(1,252,280)	(1,173,118)
Increase (decrease) in net assets from share transactions	1,380,076	3,850,114	271,805	(285,846)	(65,357)	89,348
Total increase (decrease) in net assets	1,380,152	3,850,175	271,805	(285,848)	(65,350)	89,349
Total Net Assets:						
Beginning of year	8,989,051	5,138,876	1,067,374	1,353,222	543,266	453,917
End of year*	\$ 10,369,203	\$ 8,989,051	\$ 1,339,179	\$ 1,067,374	\$ 477,916	\$ 543,266
*Including distributions in excess of net investment income	\$ (58)	\$ (145)	\$ (53)	\$ (61)	\$ (1)	\$ (8)

⁽¹⁾ For the fiscal year ended May 31, 2017 and the period through February 28, 2018, figures represent those of PNC Advantage Institutional Money Market Fund. See Note 1 in Notes to Financial Statements.

See Notes to Financial Statements.

NOTES TO FINANCIAL STATEMENTS

May 31, 2018

1. Fund Organization

PNC Funds (the “Trust”), a Delaware statutory trust, is registered under the Investment Company Act of 1940, as amended, (the “1940 Act”) as an open-end management investment company. As of May 31, 2018, the Trust offered for sale shares of 24 funds (each referred to as a “Fund,” or collectively as the “Funds”). PNC Government Money Market Fund, PNC Treasury Money Market Fund and PNC Treasury Plus Money Market Fund (formerly known as PNC Advantage Institutional Treasury Money Market Fund) are each a series of the Trust. Each of the Funds is authorized to issue various classes of shares (individually, a “Class”, collectively, the “Classes”). Each Class represents an interest in the same portfolio of investments of the respective Fund and is substantially the same in all respects, except that the Classes are generally subject to different distribution (12b-1) fees and/or shareholder services fees, sales charges and investment minimums. With respect to the PNC Money Market Funds, as defined below, shares of each Class are sold without a sales charge.

As of May 31, 2018, the Trust offered four categories of Funds:

Equity Funds

PNC Balanced Allocation Fund, PNC Emerging Markets Equity Fund, PNC International Equity Fund, PNC International Growth Fund, PNC Multi-Factor All Cap Fund, PNC Multi-Factor Large Cap Growth Fund, PNC Multi-Factor Large Cap Value Fund, PNC Multi-Factor Small Cap Core Fund, PNC Multi-Factor Small Cap Growth Fund, PNC Multi-Factor Small Cap Value Fund and PNC Small Cap Fund;

Fixed Income Funds

PNC Bond Fund, PNC Government Mortgage Fund, PNC Intermediate Bond Fund, PNC Limited Maturity Bond Fund, PNC Total Return Advantage Fund and PNC Ultra Short Bond Fund;

Tax Exempt Bond Funds

PNC Intermediate Tax Exempt Bond Fund, PNC Maryland Tax Exempt Bond Fund, PNC Ohio Intermediate Tax Exempt Bond Fund and PNC Tax Exempt Limited Maturity Bond Fund; and

Money Market Funds

PNC Government Money Market Fund, PNC Treasury Money Market Fund and PNC Treasury Plus Money Market Fund.

The financial statements presented herein are those of the Money Market Funds. The financial statements of the Equity Funds, Fixed Income Funds and Tax Exempt Bond Funds are not presented herein, but are presented separately.

Fund Reorganization

On November 30, 2017, the Board of Trustees of the Trust (the “Board”) approved an agreement and plan of reorganization pursuant to which PNC Advantage Institutional Treasury Money Market Fund (the “Target Fund”) would be reorganized into PNC Treasury Plus Money Market Fund (the “Acquiring Fund”), a newly created series of PNC Funds. On March 1, 2018, the Target Fund was reorganized into the Acquiring Fund, which has identical principal investment strategies and is managed by the same investment adviser, PNC Capital Advisors, LLC (the “Adviser”) and portfolio management team. On March 1, 2018, each shareholder received shares of the corresponding class of shares of the Acquiring Fund that equal in number and value the shares of the Target Fund that were held by the shareholder immediately prior to March 1, 2018. In addition, the respective share classes of the Acquiring Fund assumed the performance, financial and other historical information of the Target Fund. Furthermore, the Acquiring Fund held immediately after the reorganization the same portfolio of securities previously held by the Target Fund. Effective March 1, 2018, the Target Fund was no longer offered to the public. The net assets of the Target Fund were transferred at fair value in a tax-free exchange to the Acquiring Fund after the close of business on February 28, 2018.

The operations of the Target Fund were assumed by the Acquiring Fund and are presented in their entirety in the Statement of Operations.

2. Significant Accounting Policies

The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America (“U.S. GAAP”) requires management to make estimates and assumptions that affect the reported amounts and disclosures in the financial statements. Actual results could differ from those estimates. Each Fund is considered an investment company and follows the accounting and reporting guidance of the Financial Accounting Standards Board Accounting Standards Codification Topic 946, Financial Services - Investment Companies.

The following is a summary of significant accounting policies followed by the Funds.

Securities Valuation

Process and Structure

The Board has adopted methods for valuing securities, including in circumstances in which market quotations are not readily available, and has delegated authority to the Adviser to apply those methods in making fair value determinations, subject to Board oversight. The Adviser has appointed its Pricing Committee to perform the valuation functions in accordance with the Trust’s Portfolio Security Pricing and Fair Valuation Policy and Pricing Committee Procedures (the “Procedures”). The Pricing Committee regularly reviews all fair value decisions, including descriptions of methodologies used to determine fair value and a report comparing subsequent actual prices with the prices determined using the Procedures. The Pricing Committee also regularly reviews pricing vendor information, market data and evaluates results of certain reviews in accordance with Rule 2a-7 under the 1940 Act (“Rule 2a-7”) on a quarterly basis. Pricing decisions, processes, and controls over security valuation are also subject to additional internal reviews.

The investments of the Funds, other than investments in other money market funds and repurchase agreements, are valued at amortized cost, which approximates fair value in accordance with Rule 2a-7. The amortized cost method values an investment at its cost at the time of purchase and thereafter assumes a constant proportionate accretion of discount or amortization of premium to its effective maturity. If this method is determined to be unreliable during certain market conditions or for other reasons, a Fund may value its investments using available market quotations, or value pursuant to methods approved by the Board. No such investments held on May 31, 2018 were valued using a method other than amortized cost.

Investments in other money market funds are valued at their respective net asset values (“NAV”) as determined by those funds each business day.

Investments in repurchase agreements are generally valued at par, which approximates fair value, each business day.

Hierarchy of Fair Value Inputs

The Trust utilizes various methods to measure the fair value of most of its investments on a recurring basis. U.S. GAAP establishes a hierarchy that prioritizes inputs to valuation techniques used to measure fair value. The three levels of inputs are as follows:

- Level 1 — Unadjusted quoted prices in active markets for identical assets or liabilities that a Fund has the ability to access.
- Level 2 — Observable inputs other than quoted prices included in Level 1 that are observable for the asset or liability either directly or indirectly. These inputs may include quoted prices for the identical instrument on an inactive market, prices for similar instruments, interest rates, prepayment speeds, credit risk, yield curves, default rates, and similar data.
- Level 3 — Unobservable inputs for the asset or liability to the extent that relevant observable inputs are not available, representing a Fund’s own assumptions about the assumptions that a market participant would use in valuing the asset or liability, and that would be based on the best information available.

The availability of observable inputs can vary from security to security and is affected by a wide variety of factors, including the type of security, whether the security is new and not yet established in the marketplace, the liquidity of markets, and other characteristics particular to the security. To the extent that valuation is based on models or inputs that are less observable or unobservable in the market, the determination of fair value requires more judgment. Accordingly, the degree of judgment exercised in determining fair value is greatest for instruments categorized in Level 3.

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May 31, 2018

The inputs used to measure fair value may fall into different Levels of the fair value hierarchy. In such cases, for disclosure purposes, the Level in the fair value hierarchy within which the fair value measurement falls in its entirety is determined based on the lowest Level input that is significant to the fair value measurement in its entirety.

Each Fund recognizes transfers into and out of Levels, if any, at the end of the reporting period. The valuation hierarchy of each Fund's securities as of May 31, 2018 can be found at the end of each Fund's Schedule of Investments.

The inputs and methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities.

Investment Transactions, Investment Income and Expenses

Investment transactions are recorded on a trade date basis for financial statement preparation purposes. Realized gains and losses on investments sold are recorded on the identified cost basis. Interest income is recorded on the accrual basis. Expenses that are common to all of the Funds in the Trust are allocated among the Funds based on a number of factors, including each Fund's respective average net assets or other appropriate allocation methodologies, such as a fixed or equal allocation across Funds. Expenses common to all Classes, investment income, and realized and unrealized gains and losses on investments are allocated using the settled shares method which allocates to each Class based on relative daily net assets, excluding the value of subscriptions receivable. The settled shares allocation methodology is consistent with the Funds' daily distribution rate calculation methodology. Distribution (12b-1) fees and shareholder services fees relating to a specific Class are charged directly to that Class.

Dividends and Distributions to Shareholders

Dividends from net investment income for each of the Funds are declared daily and paid monthly. Any net realized capital gains will be distributed at least annually by each of the Funds. Dividends and distributions to shareholders are recorded on the ex-dividend date.

Delayed-Delivery Transactions

Certain Funds may purchase or sell securities on a delayed-delivery basis. These transactions involve a commitment by a Fund to purchase or sell securities for a predetermined price or yield, with payment and delivery taking place beyond the customary settlement period. When delayed-delivery purchases are outstanding, a Fund will designate liquid assets in the amount sufficient to meet the purchase price. When purchasing a security on a delayed-delivery basis, a Fund assumes the rights and risks of ownership of the security, including the risk of price and yield fluctuations, and takes such fluctuations into account when determining its NAV. A Fund may dispose of or renegotiate a delayed-delivery transaction after it is entered into, and may sell delayed-delivery securities before they are delivered, which may result in a capital gain or loss. When a Fund has sold a security on a delayed-delivery basis, the Fund does not participate in any future gains and losses with respect to the security.

Repurchase Agreements

Each Fund, with the exception of Treasury Money Market Fund, may engage in repurchase agreement transactions. Under the terms of a typical repurchase agreement, a Fund purchases a debt obligation from a financial institution such as a bank or broker-dealer, subject to a mutual agreement that the seller will repurchase the obligation at an agreed-upon price and time. The debt obligation is collateralized by securities held in safekeeping by the Fund's custodian or another qualified custodian or in the Federal Reserve/U.S. Treasury book-entry system with value no less than the repurchase price (including accrued interest). A custody agreement in connection with the Master Repurchase Agreement defines eligible securities for collateral in relation to each repurchase agreement. If the seller defaults on its repurchase obligation, the Fund maintains the right to sell the underlying securities at market value. Upon an event of default under the Master Repurchase Agreement, if the seller defaults and the value of the collateral security declines or if the seller enters an insolvency proceeding, the Fund may suffer time delays and incur costs in connection with the disposition of the collateral security and recovery of any losses incurred.

At May 31, 2018, certain Funds had investments in repurchase agreements. The gross value and related collateral received for these investments are presented in each applicable Fund's Schedule of Investments and the value of these investments is also presented in the Statements of Assets and Liabilities. The value of the related collateral received exceeded the value of the repurchase agreements as of May 31, 2018.

Master Agreements and Netting Arrangements

Certain Funds are parties to various agreements, including but not limited to Master Repurchase Agreements, which govern the terms of certain transactions with select counterparties (collectively "Master Agreements"). These Master Agreements generally include provisions for general obligations, agreements, representations, collateral and certain events of default or termination. These Master Agreements also

include provisions for netting arrangements that help reduce credit and counterparty risk associated with relevant transactions. The netting arrangements are generally tied to credit related events that if triggered, would cause an event, default or termination giving a Fund or counterparty the right to terminate early and cause settlement, on a net basis, of all transactions under the applicable Master Agreement. In the event of an early termination or default event, the total fair market value exposure would be offset against collateral exchanged to date, which would result in a net receivable or payable that would be due from or to the counterparty. Credit related events include, but are not limited to, bankruptcy, failure to make timely payments, restructuring, obligation acceleration, obligation default, a material decline in net assets, decline in credit rating or repudiation/moratorium. An election made by a counterparty to terminate a transaction early under a Master Agreement could have an adverse impact on a Fund's financial statements. Master Agreements can also help limit counterparty risk by specifying collateral posting arrangements at pre-arranged exposure levels. Collateral under the Master Agreements is usually in the form of cash, U.S. Treasury or U.S. Government agency securities, but can include other types of securities. There can be no assurance that the Master Agreements will be successful in limiting credit or counterparty risk. Details of the counterparties and the collateral as of May 31, 2018 are included in each Fund's Schedule of Investments.

3. Investment Advisory Fees and Other Transactions with Affiliates

Investment Advisory Fees

Fees paid by the Trust pursuant to the Advisory Agreement with the Adviser, an indirect wholly owned subsidiary of The PNC Financial Services Group, Inc. ("PNC Group"), are payable monthly and are calculated at an annual rate of each Fund's average daily net assets. The Adviser may, from time to time, waive any portion of its fees and reimburse certain expenses of a Fund. Such waivers and reimbursements are voluntary and may be changed or discontinued at any time. Any such waivers and reimbursements are not subject to recoupment by the Adviser. During the fiscal year ended May 31, 2018, there were no fee waivers or expense reimbursements in the Funds. The table below lists the advisory fees that were in effect during the fiscal year ended May 31, 2018.

	Annual Rate
Government Money Market Fund	0.15%
Treasury Money Market Fund	0.15%
Treasury Plus Money Market Fund	0.15%

Shareholder Services Fees

The Trust maintains a Shareholder Services Plan (the "Services Plan") with respect to the Advisor Class, Class A, Advisor and Service Shares of the Funds. Pursuant to the Services Plan, the Trust enters into shareholder servicing agreements with certain financial institutions, including affiliates of the Adviser, under which they agree to provide shareholder administrative services to their customers who beneficially own Advisor Class, Class A, Advisor and Service Shares of the Funds in consideration for payment of up to 0.25% of the average daily net assets of each Fund's Class A and Service Shares and up to 0.10% of the average daily net assets of each Fund's Advisor Class and Advisor Shares. Total shareholder services fees paid by the PNC Money Market Funds to affiliates of the Adviser for the fiscal year ended May 31, 2018 were \$389,740.

Trustees' Fees

Effective January 1, 2018, for his or her service as a Trustee of the Trust, each Trustee, receives an annual fee of \$126,000, in addition to a reimbursement of all out-of-pocket expenses incurred as a Trustee. Each Trustee also receives an annual fee of \$4,000 as a member of the Audit Committee. The Chairman of the Board receives an additional fee of \$25,000 per year and the Chairman of the Audit Committee receives an additional fee of \$10,000 per year for their services in these capacities. Prior to January 1, 2018, each Trustee received an annual fee of \$85,000 plus \$7,750 for each Board meeting attended in person, and such amount, up to a maximum of \$3,750, as may be determined for each special Board meeting attended, in addition to a reimbursement of all out-of-pocket expenses incurred as a Trustee. Each Trustee also received \$800 for each Audit Committee meeting attended. The Chairman of the Board received an additional fee of \$25,000 per year and the Chairman of the Audit Committee received an additional fee of \$10,000 per year for their services in these capacities. No person who is an officer, director, trustee, or employee of the Adviser, PNC Funds Distributor, LLC (the "Underwriter"), a wholly owned subsidiary of Foreside Financial Group, LLC, or any parent or subsidiary thereof, who serves as an officer, trustee, or employee of the Trust receives any compensation from the Trust. Fees are paid quarterly in arrears and are allocated to the Funds based on a number of factors, including their average daily net assets.

NOTES TO FINANCIAL STATEMENTS

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Trustees who receive fees are eligible for participation in the Trust's Deferred Compensation Plan (the "Plan"), which is an unfunded, nonqualified deferred compensation plan. The Plan allows each eligible Trustee to defer receipt of all or a percentage of fees that would otherwise be payable for services performed.

Administration Fees

The Trust, The Bank of New York Mellon ("BNY Mellon") and the Adviser are parties to a Co-Administration and Accounting Services Agreement, pursuant to which BNY Mellon and the Adviser serve as Co-Administrators to the Trust.

BNY Mellon and the Adviser are entitled to an annual fee paid by each Fund, as follows: 0.05% of the Fund's average aggregate net assets up to \$1 billion, 0.03% of the Fund's average aggregate net assets between \$1 billion and \$10 billion, and 0.01% of the Fund's average aggregate net assets in excess of \$10 billion. For their services to the PNC Money Market Funds as Co-Administrators during the fiscal year ended May 31, 2018, approximately 0.0110% was allocated to BNY Mellon and approximately 0.0235% was allocated to the Adviser in aggregate. Total fees paid by the PNC Money Market Funds to the Adviser for the fiscal year ended May 31, 2018 were \$2,698,225.

BNY Mellon also receives other transaction-based charges from the Trust and is reimbursed for out-of-pocket expenses by the Trust.

Affiliated Money Market Funds

Pursuant to SEC rules, the Funds may invest cash balances not otherwise invested in portfolio securities to purchase shares of other money market funds offered by the Trust, or the money market funds of BlackRock Funds. The Funds will bear the costs and fees associated with investments in other investment companies, including other investment companies managed by the Adviser or its affiliates, except that the Adviser has agreed to waive its advisory fee in an amount equal to the advisory fee paid to the Adviser by a PNC money market fund with respect to a Fund's short-term cash reserves swept into a PNC money market fund. Certain other contractual and voluntary advisory fee waivers may reduce the Adviser's obligation to waive its advisory fees in connection with such investments. This waiver may be terminated at any time without prior notice.

PNC Group owns a minority interest in BlackRock, Inc. As a result, the BlackRock Funds could be deemed to be affiliates of the Adviser.

The amount invested by PNC Treasury Money Market Fund in BlackRock Treasury Trust Fund remained unchanged during the fiscal year ended May 31, 2018.

Details of affiliated holdings at May 31, 2018 are included in the respective Fund's Schedule of Investments.

Dividends received from such investment are reported as "Income from affiliate" in the Fund's Statement of Operations.

4. Custodian, Distribution/12b-1 and Transfer Agent Fees

Custodian Fees

BNY Mellon serves as the Custodian to the Trust. The Custodian fees for the Trust are calculated at the following annual rate: 0.0025% of the first \$5 billion of the combined average daily gross assets of the Trust, 0.002% of the next \$5 billion of the combined average daily gross assets of the Trust and 0.001% of the combined average daily gross assets of the Trust in excess of \$10 billion. The Custodian fees are allocated to the Trust based on each Fund's relative average daily net assets. BNY Mellon also receives other transaction-based charges from the Trust and is reimbursed for out-of-pocket expenses by the Trust.

Through an arrangement with BNY Mellon, PNC Government Money Market Fund receives an earnings credit on agreed-upon target uninvested cash balances. The credit is reflected as "Earnings credits from custodian" in the Fund's Statement of Operations for the fiscal year ended May 31, 2018.

Distribution/12b-1 Fees

For its services to the Trust, the Underwriter receives an annual fee payable directly by the Adviser. Pursuant to Rule 12b-1 under the 1940 Act, the Trust has adopted a distribution plan for Class A Shares. Pursuant to the Class A Shares plan, PNC Government Money Market Fund and PNC Treasury Money Market Fund reimburse the Underwriter for direct and indirect costs and expenses incurred in connection with advertising, marketing and other distribution services in an amount not to exceed 0.10% per annum of the average daily net assets of

those Funds' Class A Shares. The Board renewed a commitment whereby actual distribution fees for Class A Shares will be no more than 0.00% per annum. This commitment continues through September 28, 2018, at which time the Board will consider whether to renew, revise or discontinue it.

During the fiscal year ended May 31, 2018, the 12b-1 accrual was at an annual rate of 0.00% for each of PNC Government Money Market Fund's and PNC Treasury Money Market Fund's Class A Shares.

Transfer Agent

BNY Mellon serves as Transfer Agent for the Funds. For its services as Transfer Agent, BNY Mellon receives a fee based primarily upon the number of accounts serviced. Certain minimum fees and transaction charges may apply. Fees are allocated to the Funds based on a number of factors, including number of accounts serviced.

5. Federal Income Taxes

Each Fund is classified as a separate taxable entity for Federal income tax purposes and intends to continue to qualify as a separate "regulated investment company" under Subchapter M of the Internal Revenue Code of 1986, as amended, and to make the requisite distributions to shareholders that will be sufficient to relieve it from Federal income tax and Federal excise tax. Therefore, no Federal tax provision is required.

Each Fund evaluates tax positions taken or expected to be taken in the course of preparing the Fund's tax returns to determine whether the tax positions are "more-likely-than-not" to be sustained by the applicable tax authority. Tax positions not deemed to meet the more-likely-than-not threshold are recorded as an expense during the current year. A tax position that does meet the more-likely-than-not threshold is reflected as the largest amount of tax benefit that is greater than 50 percent likely to be realized upon settlement with the relevant taxing authority. Management has analyzed each Fund's tax positions through the fiscal year ended May 31, 2018 and for each Fund's open tax years (years ended May 31, 2015 through May 31, 2017) and has concluded that no provision for income tax is required in each Fund's financial statements.

The tax character of dividends and distributions paid during the fiscal years ended May 31, 2018 and May 31, 2017 are shown in the following table:

	Ordinary Income (000)
Government Money Market Fund	
2018	\$98,232
2017	26,869
Treasury Money Market Fund	
2018	11,506
2017	2,334
Treasury Plus Money Market Fund	
2018	4,779
2017	1,076

As of May 31, 2018, the components of total net assets on a tax basis were as follows:

	Paid-in Capital (000)	Undistributed Ordinary Income (000)	Capital Loss Carryforward (000)	Late-Year Losses Deferred (000)	Other Temporary Differences (000)	Total Net Assets (000)
Government Money Market Fund	\$10,369,271	\$115	\$ -	\$(10)	\$(173)	\$10,369,203
Treasury Money Market Fund	1,339,241	32	(7)	(2)	(85)	1,339,179
Treasury Plus Money Market Fund	477,917	44	-*	-*	(45)	477,916

*Amount represents less than \$500.

The amount of dividends from net investment income and distributions from net realized capital gains are determined in accordance with Federal income tax regulations, which may differ from those amounts determined under U.S. GAAP. These book/tax differences are either temporary or permanent in nature and are attributable primarily to differences in the book/tax treatment of deferred compensation.

The character and timing of dividends and/or distributions made during the year from net investment income and/or net realized capital gains may differ from the accounting treatment of such amounts. To the extent any of these differences are permanent, adjustments are

NOTES TO FINANCIAL STATEMENTS

May 31, 2018

made to the appropriate components of net assets in the period in which the differences arise. Accordingly, the following permanent differences have been reclassified to/from the following accounts for the fiscal year ended May 31, 2018:

	Undistributed (Distributions in Excess of) Net Investment Income (000)	Accumulated Net Realized Losses (000)	Paid-in Capital (000)
Government Money Market Fund	\$1	\$(1)	\$ –
Treasury Money Market Fund	–	8	(8)

At May 31, 2018, the Funds had capital loss carryforwards (in thousands) available to offset future realized capital gains:

	(000)
Treasury Money Market Fund	\$7
Treasury Plus Money Market Fund	–*

*Amount represents less than \$500.

During the fiscal year ended May 31, 2018, capital loss carryforwards that expired were as follows:

	(000)
Treasury Money Market Fund	\$8

Under the Regulated Investment Company Modernization Act of 2010 (the “Modernization Act”), net capital losses incurred in taxable years beginning after December 22, 2010 may be carried forward indefinitely with their character retained as short term or long term. Net capital losses incurred in taxable years beginning on or before December 22, 2010 may be carried forward for eight years and are treated as short-term capital losses in the year to which they were carried. However, the Modernization Act requires that post-enactment net capital losses (i.e., in taxable years beginning after December 22, 2010) be used before pre-enactment net capital loss carryforwards, which increases the likelihood that pre-enactment capital loss carryforwards will expire unused.

6. Certain Principal Risks

An investment in a Fund is subject to a number of risks. Below is a discussion of some, but not all, of the risks of investing in the Funds. Please see the relevant Fund’s prospectus for a discussion of the principal risks of investing in the Fund.

Credit/Counterparty Risk. The values of debt securities and other investments involving an obligation, such as derivative investments or repurchase obligations, may be affected by the ability of the issuer or the respective counterparties to make principal and interest payments or otherwise meet payment obligations to the Fund. If an issuer or counterparty cannot or will not meet its payment obligations or if its credit rating is lowered or its financial strength deteriorates, the values of its debt securities or other instruments may fall. Certain obligations issued by U.S. government agencies, authorities, instrumentalities, or sponsored enterprises, such as the Government National Mortgage Association, are backed by the full faith and credit of the U.S. Treasury, while obligations issued by others, such as the Federal National Mortgage Association, the Federal Home Loan Mortgage Corporation, and Federal Home Loan Banks, are backed solely by the ability of the entity to borrow from the U.S. Treasury or by the entity’s own resources.

Government Securities Risk. Concerns about the capacity of the U.S. government to meet its obligations may negatively impact the price of securities held by the Fund.

Interest Rate Risk. The value of a debt security typically changes in the opposite direction from a change in interest rates. When interest rates go up, the value of a debt security typically goes down. When interest rates go down, the value of a debt security typically goes up. Generally, the longer the maturity or duration of a debt security (or a portfolio of such securities), the more the value of that security (or portfolio of securities) will change as a result of changes in interest rates. Interest rate risk may be heightened when interest rates are below

or significantly below historical averages. Rising market interest rates could have unpredictable effects on the markets and may expose fixed-income and related markets to heightened volatility. Recent and potential future changes in government policy may affect interest rates.

Management and Operational Risk. An investment in a Fund is subject to management risk because each Fund is actively managed. The Adviser will apply investment techniques and risk analysis in making investment decisions for the Fund, but there can be no guarantee that these decisions will produce the desired outcome. Additionally, legislative, regulatory, or tax developments may affect the investment techniques available to the Adviser in managing the Fund and may also adversely affect the ability of the Fund to achieve its investment objective.

Cyber-attacks, disruptions, or failures that affect the Fund's service providers, the Fund's counterparties, market participants, issuers of securities held by the Fund, or the systems or technology on which the Fund may rely, may adversely affect the Fund and its shareholders, including by causing losses for the Fund or impairing Fund operations, such as calculating the Fund's NAV or processing redemptions.

Each Fund may invest up to 5% of its total net assets in illiquid securities. Illiquid securities are securities that cannot be disposed of within seven days in the ordinary course of business at approximately the value at which a Fund has valued the securities. Liquid investments made by the Funds may become illiquid after their purchase by the Funds, potentially rapidly and unexpectedly. The Adviser's determination that an investment should be treated as liquid for purposes of this policy provides no assurance that the investment will not become illiquid at a later time or that the investment will be sold at or near the price at which the Fund has valued the investment. Restricted securities, including securities acquired under the provisions of Rule 144A, are a type of security that may only be resold to certain eligible qualified buyers and may be considered illiquid. Any such security acquired under the provisions of Rule 144A will not be considered illiquid so long as it is determined by the Board or the Adviser, acting under guidelines approved and monitored by the Board, that an adequate trading market exists for that security. Details of investments in illiquid and/or restricted securities are included in each Fund's Schedule of Investments.

7. Borrowing Arrangements

InterFund Lending

The Trust has received an exemptive order from the SEC that permits the Funds to lend money and borrow money for temporary purposes directly to and from another Fund pursuant to a master interfund lending agreement. The Money Market Funds do not participate in the interfund lending program as borrowing funds or lending funds.

8. Indemnifications

In the ordinary course of business, the Funds enter into contracts that contain a variety of indemnifications. The Funds have not historically incurred material expenses in respect of those provisions.

9. Subsequent Events

Subsequent events have been evaluated through the date that the financial statements were issued. There were no material subsequent events identified which required adjustment to, or additional disclosure in, the financial statements.

NOTICE TO SHAREHOLDERS

(Unaudited)

Proxy Voting

A description of the policies and procedures that the Trust uses to determine how to vote proxies relating to its portfolio securities as well as information regarding how the Trust voted proxies during the most recent 12-month period ended June 30, is available upon request, without charge, by calling 1-800-622-FUND (3863), visiting the website of the Trust at pncfunds.com, or on the SEC's website at <http://www.sec.gov>.

Quarterly Schedules of Investments

The Form N-Q, which includes a complete schedule of investments, must be filed with the SEC within 60 days of the end of the first and third fiscal quarters of the Trust. The Form N-Q of the Trust is available upon request, without charge, by calling 1-800-622-FUND (3863), visiting the website of the Trust at pncfunds.com, on the SEC's website at <http://www.sec.gov>, or they may be reviewed and/or copied at the SEC's Public Reference Room in Washington, DC (call 1-800-732-0330 for information on the operation of the Public Reference Room).

Fund Holdings

A monthly listing of the holdings of each of the PNC Money Market Funds can be found by visiting the website of the Trust at pncfunds.com.

PNC FUNDS NOTICE OF PRIVACY POLICY & PRACTICES

(Unaudited)

The funds recognize and respect the privacy concerns and expectations of our customers⁽¹⁾. Federal law gives customers the right to limit some but not all sharing of customer information that we collect. Federal law also requires us to tell you how we collect, share and protect your personal information.

This notice is provided to you so that you will know what kinds of information we collect and the circumstances in which that information may be disclosed to third parties who are not affiliated with the funds.

Collection of Customer Information

The funds collect nonpublic personal information about our customers from the following sources:

- **Account Applications and other forms**, which may include a customer's name, address, social security number, date of birth, and information about a customer's investment goals and risk tolerance;
- **Account History**, including information about the transactions and balances in a customer's accounts; and
- **Correspondence**, written, telephonic or electronic, between a customer and the funds or service providers to the funds.

Disclosure of Customer Information⁽²⁾

The funds may disclose all of the information described above to certain third parties who are not affiliated with the funds under one or more of these circumstances:

- **As Authorized** – if you request or authorize the disclosure of the information.
- **As Permitted by Law** – for example, sharing information with companies who maintain or service customer accounts for the funds is permitted and is essential for us to provide shareholders with necessary or useful services with respect to their accounts.
- **Under Joint Agreements** – the funds may also share information with companies that perform marketing services on our behalf or to other financial institutions with whom the funds have joint marketing agreements, such as The PNC Financial Services Group, Inc. and its affiliates.

These third parties must agree to strict confidentiality provisions to assure the protection of your information.

Sharing of Customer Information

We do not share such customer information with affiliates or non-affiliates for use in their marketing activities.

Security of Customer Information

The funds require service providers to the funds:

- to maintain policies and procedures designed to assure only appropriate access to, and use of, information about customers of the funds; and
- to maintain physical, electronic and procedural safeguards that comply with federal standards to guard nonpublic personal information of customers of the funds.

The funds will adhere to the policies and practices described in this notice regardless of whether you are a current or former shareholder of the funds. If you have any questions concerning this Notice, or about the funds in general, please call: 1-800-622-3863 for PNC Funds.

⁽¹⁾For purposes of this notice, the terms "customer" or "customers" includes individuals who provide nonpublic personal information to the funds, but do not invest in the funds' shares.

⁽²⁾The funds do not share information about shareholders who are residents of California with affiliates of the funds or with unaffiliated companies under joint marketing agreements.

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Investment Adviser

PNC Capital Advisors, LLC
One East Pratt Street, 5th Floor
Baltimore, MD 21202

Underwriter

PNC Funds Distributor, LLC
Three Canal Plaza,
Suite 100,
Portland, ME 04101
www.foreside.com

Legal Counsel

Ropes & Gray LLP
800 Boylston Street
Boston, MA 02199-3600

Independent Registered Public Accounting Firm

Deloitte & Touche LLP
1700 Market Street
Philadelphia, PA 19103

Custodian

The Bank of New York Mellon
2 Hanson Place, 7th Floor
Brooklyn, NY 11217



P.O. Box 9795
Providence, RI 02940-9795

PRESORTED STANDARD
U.S. POSTAGE
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BNY MELLON

INVESTMENT ADVISER:

PNC Capital Advisors, LLC
One East Pratt Street
Baltimore, MD 21202

