



**SACRAMENTO COUNTY
TREASURY OVERSIGHT COMMITTEE**
Regular Meeting — Friday February 20, 2026 / 9:00 a.m.
700 H Street, Hearing Room One, Room 1487
Sacramento, California 95814

AGENDA

ITEM	SUBJECT
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| 1. | Call To Order And Introductions. |
| 2. | Comments From The Public. |
| 3. | Approval Of November 21, 2025, Meeting Minutes. |
| 4. | Presentation Of The Sacramento County Annual Investment Policy Of The Pooled Investment Fund For Calendar Year 2026. |
| 5. | Member Update. |
| 6. | Discussion And Action On The Non-Pooled Funds Portfolio Report And Internal Audit Of Non-Pooled Investment Funds For The Quarter Ended December 31, 2025. |
| 7. | Discussion And Action On The Quarterly Report Of The Pooled Investment Fund For The Quarter Ended December 31, 2025, And Compliance With Investment Policy. |
| 8. | Overview Of Pooled Investment Fund Statistics From Various Jurisdictions For December 2025. |
| 9. | FPPC Form 700 Reminder. |
| 10. | Next Meeting Reminder - Friday, May 15, 2026. |
| 11. | Adjournment. |

The meeting facilities are accessible to persons with disabilities. Requests for interpreting services, assistive listening devices, or other considerations should be made through the County Disability Compliance Office at (916) 874-7652 or 874-7646 (TTY), no later than three working days prior to the meeting.

The on-line version of the agenda and associated material is available at <https://www.saccounty.gov/Government/Pages/PublicMeetings.aspx>.

CALL TO ORDER AND INTRODUCTIONS.

NO WRITTEN REPORT

COMMENTS FROM THE PUBLIC.

NO WRITTEN REPORT

APPROVAL OF NOVEMBER 21, 2025, MEETING MINUTES.



SACRAMENTO COUNTY
TREASURY OVERSIGHT COMMITTEE
Regular Meeting — Friday, November 21, 2025 / 9:00 a.m.
700 H Street, Hearing Room One, Room 1487
Sacramento, California 95814

MINUTES

PRESENT: Dave O'Toole, Sylvester Fadal, Jeremiah Loughry, Ivan Myrick, Chad Rinde.

ABSENT: Sean Martin, Joseph Wilson.

STAFF: Peter Aw-Yang, Dave Matuskey, Bernard Santo Domingo.

GUESTS: Yuri Kuroki, Obert Limbani, Kathleen Mignano.

1. CALL TO ORDER AND INTRODUCTIONS.

Jeremiah Loughry called the meeting to order at 9:01 a.m.

2. COMMENTS FROM THE PUBLIC.

There were no comments from the public.

3. APPROVAL OF AUGUST 15, 2025, MEETING MINUTES.

The minutes of the August 15, 2025, meeting were approved on a motion made by Sylvester Fadal, seconded by Chad Rinde, and unanimously carried (5-0).

4. MEMBER UPDATE.

Dave Matuskey stated that applications are still being accepted for the vacant 2nd, 3rd and 5th District public member positions and that the 4th District public member position and the Schools and Community College Districts Representative terms both expire on June 30, 2026.

5. INTERNATIONAL FINANCE CORPORATION PRESENTATION.

Yuri Kuroki provided an overview of the International Finance Corporation's mission and debt activities.

6. DISCUSSION AND ACTION ON THE NON-POOLED FUNDS PORTFOLIO REPORT AND INTERNAL AUDIT OF THE NON-POOLED INVESTMENT FUNDS FOR THE QUARTER ENDED SEPTEMBER 30, 2025.

Bernard Santo Domingo presented the Quarterly Report of the Non-Pooled Funds Portfolio for the Quarter Ended September 30, 2025, and the Internal Audit of Non-Pooled Investment Funds for the Quarter Ended September 30, 2025.

The Non-Pooled Funds Portfolio Report And Internal Audit Of The Non-Pooled Investment Funds For The Quarter Ended September 30, 2025, were accepted on a motion made by Dave O'Toole, seconded by Ivan Myrick, and unanimously carried (5-0).

7. DISCUSSION AND ACTION ON THE QUARTERLY REPORT OF THE POOLED INVESTMENT FUND FOR THE QUARTER ENDED SEPTEMBER 30, 2025, AND COMPLIANCE WITH INVESTMENT POLICY.

Bernard Santo Domingo presented the Quarterly Report Of The Pooled Investment Fund For The Quarter Ended September 30, 2025, and Compliance with Investment Policy. He

stated that the Pooled Investment Fund was in compliance with the investment policy and California Government Code.

Bernard Santo Domingo provided his economic update. He stated that the economy has been operating with a lack of economic data due to the recently-ended federal government shutdown and that markets have been more reactive to the latest news in the absence of reliable data.

Mr. Santo Domingo stated that the fed fund futures are pricing in a 50% chance of a 25 basis points cut at the December FOMC meeting as they balance still-elevated inflation with a deteriorating labor market.

Mr. Santo Domingo stated that the expectation is for rates to come down if the Fed cuts the fed funds rate during the quarter.

The Quarterly Report of the Pooled Investment Fund For The Quarter Ended September 30, 2025, was accepted on a motion made by Sylvester Fadal, seconded by Dave O'Toole, and unanimously carried (5-0).

8. OVERVIEW OF POOLED INVESTMENT FUND STATISTICS FROM VARIOUS JURISDICTION FOR SEPTEMBER 2025.

Bernard Santo Domingo presented the *Investment Fund Statistics Questionnaire Results – September 2025, Comparison of Various County Pooled Investment Funds and LAIF – 12-Month Yield Performance as of June 2025, and Overview of Pooled Investment Fund Statistics from Various Jurisdictions – Comparison of Yields and Average Weighted Maturities from December 31, 2024 –September 30, 2025.*

9. NEXT MEETING REMINDER.

Jeremiah Loughry reminded the committee that the next regular meeting of the Treasury Oversight Committee is scheduled for Friday, February 20, 2026.

10. ADJOURNMENT.

The meeting was adjourned at 9:51 a.m.

Respectfully submitted:

Approved:

Dave Matuskey
Investment Officer

Joseph Wilson, Chair
Treasury Oversight Committee

cc: Treasury Oversight Committee Members
Department of Finance Staff

PRESENTATION OF THE SACRAMENTO COUNTY ANNUAL INVESTMENT POLICY
OF THE POOLED INVESTMENT FUND FOR CALENDAR YEAR 2026.

APPROVED

BOARD OF SUPERVISORS

by Reso No 2025-0764
DEC 09 2025

BY


Clerk of the Board

COUNTY OF SACRAMENTO
CALIFORNIA

9

For the Agenda of:
December 9, 2025

To: Board of Supervisors

Through: David Villanueva, County Executive

Sylvester Fadal, Deputy County Executive, Administrative Services

From: Chad Rinde, Director, Department of Finance

Subject: Delegation Of Investment Authority To The Director Of Finance And Approval Of The Annual Investment Policy Of The Pooled Investment Fund For Calendar Year 2026

District(s): All

RECOMMENDED ACTION

Adopt the attached resolution:

1. Renewing the delegation of authority to the Director of Finance to invest funds in the County Treasury and to sell and exchange securities; and
2. Approving the Annual Investment Policy of the Pooled Investment Fund for Calendar Year 2026.

BACKGROUND

Government Code Section 53607 allows the Board to annually delegate the authority to invest funds in the County Treasury and to sell and exchange securities to the Director of Finance. The Board serves as a fiduciary for the Pooled Investment Fund unless this authority is delegated. The Board has annually delegated the authority to invest funds in the County Treasury and to sell and exchange securities to the Director of Finance since 1996. The Board has also approved the Annual Investment Policy of the Pooled Investment Fund (Investment Policy) every year since 1987.

The changes for 2026 are reflected in the strikethrough version of the policy (Attachment 1) and described in the numbered list below.

1. Maximum Concentrations (Section XI. F. Maximum Concentrations)

Holdings from any individual Washington Supranational issuer are no longer limited to 10% of the portfolio (Page 7).

2. Limits on Honoraria, Gifts, and Gratuities (Section XII.)

The gift limit was updated to reflect the current Fair Political Practices Commission annual limit of \$630, which was increased from \$590 (Page 10). A clean version of the policy is provided as Attachment 2.

FINANCIAL ANALYSIS

Investment performance and compliance is evaluated quarterly by the Treasury Oversight Committee and annually by external auditors. Monthly and quarterly reports are also provided to the Board.

Attachment(s):

RES – Delegation of Investment Authority and Approval of Investment Policy

ATT 1 – 2026 Investment Policy (strikethrough)

ATT 2 – 2026 Investment Policy (clean)

RESOLUTION NO. 2025-0764

**RESOLUTION OF THE BOARD OF SUPERVISORS OF THE COUNTY OF
SACRAMENTO RENEWING THE AUTHORITY OF THE DIRECTOR OF
FINANCE TO INVEST FUNDS AND APPROVING THE ANNUAL
INVESTMENT POLICY OF THE POOLED INVESTMENT FUND
FOR CALENDAR YEAR 2026**

WHEREAS, the Board of Supervisors delegated authority to invest funds in the County Treasury to the Director of Finance on December 3, 2024, in accordance with Government Code Sections 27000.1 and 53607; and

WHEREAS, the authority to invest funds in the County Treasury, delegated to the Director of Finance, expires after one year under Government Code Sections 27000.1 and 53607; and

WHEREAS, the Board of Supervisors has reviewed the delegation of authority to the Director of Finance to invest funds in the County Treasury and the Annual Investment Policy of the Pooled Investment Fund for Calendar Year 2026 and finds it to be reasonable and prudent;

NOW, THEREFORE, BE IT RESOLVED that the Board of Supervisors hereby renews the delegation of authority to the Director of Finance to invest funds in the County Treasury and to sell and exchange securities in accordance with the California Government Code and approves the Annual Investment Policy of the Pooled Investment Fund for Calendar Year 2026.

Resolution Of The Board Of Supervisors Of The County Of Sacramento
Renewing The Authority Of The Director Of Finance To Invest Funds And
Approving The Annual Investment Policy Of The Pooled Investment Fund For
Calendar Year 2026

Page 2

On a motion by Supervisor Rodriguez, seconded by Supervisor Desmond, the foregoing Resolution was passed and adopted by the Board of Supervisors of the County of Sacramento this 9th day of December, 2025, by the following vote, to wit:

AYES: Supervisors Desmond, Kennedy, Hume, Rodriguez, Serna

NOES: None

ABSENT: None


ABSTAIN: None

RECUSAL: None

(PER POLITICAL REFORM ACT (§ 18702.5.))



ATTEST:


Clerk, Board of Supervisors




Chair of the Board of Supervisors
of Sacramento County, California

FILED

BOARD OF SUPERVISORS

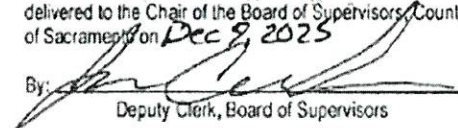
DEC 09 2025

BY


Clerk of the Board

In accordance with Section 25103 of the Government Code
of the State of California a copy of the document has been
delivered to the Chair of the Board of Supervisors, County
of Sacramento on Dec 9, 2025

By:


Deputy Clerk, Board of Supervisors



SACRAMENTO COUNTY

Annual Investment Policy of the Pooled Investment Fund

CALENDAR YEAR ~~2025~~2026

*Approved by the
Sacramento County Board of Supervisors*

~~December 3, 2024~~
~~Resolution No. 2024-0908~~

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SACRAMENTO COUNTY

Annual Investment Policy of the Pooled Investment Fund

CALENDAR YEAR **2025**2026

I. Authority

Under the Sacramento County Charter, the Board of Supervisors established the position of Director of Finance and by ordinance will annually review and renew the Director of Finance's authority to invest and reinvest all the funds in the County Treasury.

II. Policy Statement

This Investment Policy (Policy) establishes cash management and investment guidelines for the Director of Finance, who is responsible for the stewardship of the Sacramento County Pooled Investment Fund. Each transaction and the entire portfolio must comply with California Government Code and this Policy. All portfolio activities will be judged by the standards of the Policy and its investment objectives. Activities that violate its spirit and intent will be considered contrary to the Policy.

III. Standard of Care

The Director of Finance is the Trustee of the Pooled Investment Fund and therefore, a fiduciary subject to the prudent investor standard. The Director of Finance, employees involved in the investment process, and members of the Sacramento County Treasury Oversight Committee (Oversight Committee) shall refrain from all personal business activities that could conflict with the management of the investment program. All individuals involved will be required to report all gifts and income in accordance with California state law. When investing, reinvesting, purchasing, acquiring, exchanging, selling and managing public funds, the Director of Finance shall act with care, skill, prudence, and diligence to meet the aims of the investment objectives listed in Section IV, Investment Objectives.

IV. Investment Objectives

The Pooled Investment Fund shall be prudently invested in order to earn a reasonable return, while awaiting application for governmental purposes. The specific objectives for the Pooled Investment Fund are ranked in order of importance.

A. Safety of Principal

The preservation of principal is the primary objective. Each transaction shall seek to ensure that capital losses are avoided, whether they be from securities default or erosion of market value.

B. Liquidity

As a second objective, the Pooled Investment Fund should remain sufficiently flexible to enable the Director of Finance to meet all operating requirements that may be reasonably anticipated in any depositor's fund.

C. Public Trust

In managing the Pooled Investment Fund, the Director of Finance and the authorized investment ~~traders~~ staff should avoid any transactions that might impair public confidence in Sacramento County and the participating local agencies. Investments should be made with precision and care, considering the probable safety of the capital as well as the probable income to be derived.

D. Maximum Rate of Return

As the fourth objective, the Pooled Investment Fund should be designed to attain a market average rate of return through budgetary and economic cycles, consistent with the risk limitations, prudent investment principles and cash flow characteristics identified herein. For comparative purposes, the State of California Local Agency Investment Fund (LAIF) and similarly-sized California county pools will be used as performance benchmarks.

V. Pooled Investment Fund Investors

The Pooled Investment Fund investors are comprised of Sacramento County, school and community college districts, districts directed by the Board of Supervisors, and independent special districts and joint powers authorities whose treasurer is the Director of Finance. Any local agencies not included in this category are subject to California Government Code section 53684 and are referred to as outside investors.

VI. Implementation

In order to provide direction to those responsible for management of the Pooled Investment Fund, the Director of Finance has established this Policy and will provide it to the Oversight Committee and render it to legislative bodies of local agencies that participate in the Pooled Investment Fund. In accordance with California Government Code section 53646, et seq., the Board of Supervisors shall review and approve this Policy annually at a public meeting.

This Policy provides a detailed description of investment parameters used to implement the investment process and includes the following: investable funds; authorized instruments; prohibited investments; credit requirements; maximum maturities and concentrations; repurchase agreements; Community Reinvestment Act Program; criteria and qualifications of broker/dealers and direct issuers; investment guidelines, management style and strategy; Approved Lists; and calculation of yield and costs.

VII. Internal Controls

The Director of Finance shall establish internal controls to provide reasonable assurance that the investment objectives are met and to ensure that the assets are protected from loss, theft, or misuse. To assist in implementation and internal controls, the Director of Finance has established an Investment Group and a Review Group.

The Investment Group, which is comprised of the Director of Finance and his/her designees, is responsible for maintenance of the investment guidelines and Approved Lists. These guidelines and lists can be altered daily, if needed, to adjust to the ever-changing financial markets. The guidelines can be more conservative or match the policy language. In no case can the guidelines override the Policy.

The Review Group, which is comprised of the Director of Finance and his/her designees, is responsible for the monthly review and appraisal of all the investments purchased by the Director of Finance and staff. This review includes bond proceeds, which are invested separately from the Pooled Investment Fund and are not governed by this Policy.

The Director of Finance shall establish a process for daily, monthly, quarterly, and annual review and monitoring of the Pooled Investment Fund activity. The following articles, in order of supremacy, govern the Pooled Investment Fund:

1. California Government Code
2. Annual Investment Policy
3. Current Investment Guidelines
4. Approved Lists (see page 9, Section IX.K)

The Director of Finance shall review the daily investment activity and corresponding bank balances.

Monthly, the Review Group shall review all investment activity and its compliance to the corresponding governing articles and investment objectives.

All securities purchased, with the exception of bank deposits, money market mutual funds, and LAIF, shall be delivered to the independent third-party custodian selected by the Director of Finance. This includes all collateral for repurchase agreements. All trades, where applicable, will be executed by delivery versus payment by the designated third-party custodian.

VIII. Sacramento County Treasury Oversight Committee

In accordance with California Government Code section 27130 et seq., the Board of Supervisors, in consultation with the Director of Finance, has created the Sacramento County Treasury Oversight Committee (Oversight Committee). Annually, the Oversight Committee shall cause an audit to be conducted on the Pooled Investment Fund. The meetings of the Oversight Committee shall be open to the public and subject to the Ralph M. Brown Act.

A member of the Oversight Committee may not be employed by an entity that has contributed to the campaign of a candidate for the office of local treasurer, or contributed to the campaign of a candidate to be a member of a legislative body of any local agency that has deposited funds in the county treasury, in the previous three years or during the period that the employee is a member of the Oversight Committee. A member may not directly or indirectly raise money for a candidate for local treasurer or a member of the Sacramento County Board of Supervisors or governing board of any local agency that has deposited funds in the county treasury while a member of the Oversight Committee. Finally, a member may not secure employment with, or be employed by bond underwriters, bond counsel, security brokerages or dealers, or financial services firms, with whom the treasurer is doing business during the period that the person is a member of the Oversight Committee or for one year after leaving the committee.

The Oversight Committee is not allowed to direct individual investment decisions, select individual investment advisors, brokers or dealers, or impinge on the day-to-day operations of the Department of Finance treasury and investment operations.

IX. Investment Parameters

A. Investable Funds

Total Investable Funds (TIF) for purposes of this Policy are all Pooled Investment Fund moneys that are available for investment at any one time, including the estimated bank account float. Included in TIF are funds of outside investors, if applicable, for which the Director of Finance provides investment services. Excluded from TIF are all funds held in separate portfolios.

The Cash Flow Horizon is the period in which the Pooled Investment Fund cash flow can be reasonably forecasted. This Policy establishes the Cash Flow Horizon to be one (1) year.

Once the Director of Finance has deemed that the cash flow forecast can be met, the Director of Finance may invest funds in securities with maturities beyond one year. These securities will be referred to as the Core Portfolio.

B. Authorized Investments

Authorized investments shall match the general categories established by the California Government Code sections 53601 et seq. and 53635 et seq. Authorized investments shall include, in accordance with California Government Code section 16429.1, investments into LAIF. Authorization for specific instruments within these general categories, as well as narrower portfolio concentration and maturity limits, will be established and maintained by the Investment Group as part of the Investment Guidelines. As the California Government Code is amended, this Policy shall likewise become amended.

C. Prohibited Investments

No investments shall be authorized that have the possibility of returning a zero or negative yield if held to maturity except for securities issued by, or backed by, the United States government during a period of negative market interest rates. Prohibited investments shall include inverse floaters, range notes, and interest only strips derived from a pool of mortgages.

All legal investments issued by a tobacco-related company are prohibited. A tobacco-related company is defined as an entity that makes smoking products from tobacco used in cigarettes, cigars, or snuff or for smoking in pipes. The tobacco-related issuers restricted from any investment are any component companies in the Dow Jones U.S. Tobacco Index or the NYSE Arca Tobacco Index.

D. Credit Requirements

Except for municipal obligations and Community Reinvestment Act (CRA) deposits, the issuer's short-term credit ratings shall be at or above A-1 by Standard & Poor's, P-1 by Moody's, and, if available, F1 by Fitch, and the issuer's long-term credit ratings shall be at or above A by Standard & Poor's, A2 by Moody's, and, if available, A by Fitch. There are no credit requirements for Registered State Warrants. All other municipal obligations shall be at or above a short-term rating of SP-1 by Standard & Poor's, MIG1 by Moody's, and, if available, F1 by Fitch.

Community Reinvestment Act Program Credit Requirements

Maximum Amount	Minimum Requirements	
Up to the FDIC- or NCUSIF-insured limit for the term of the deposit	<u>Banks</u> — FDIC Insurance Coverage	
	<u>Credit Unions</u> — NCUSIF Insurance Coverage <i>Credit unions are limited to a maximum deposit of the NCUSIF-insured limit since they are not rated by nationally recognized rating agencies and are not required to provide collateral on public deposits.</i>	
Over the FDIC- or NCUSIF-insured limit	(Any 2 of 3 ratings) S&P: A-2 Moody's: P-2 Fitch: F-2 Collateral is required	OR Through a private sector entity that assists in the placement of deposits to achieve FDIC insurance coverage of the full deposit and accrued interest.

Eligible banks must have Community Reinvestment Act performance ratings of “satisfactory” or “outstanding” from their federal regulator. In addition, deposits greater than the federally-insured amount must be collateralized. Banks must either have a letter of credit issued by the Federal Home Loan Bank of San Francisco or place securities worth between 110% and 150% of the value of the deposit with the Federal Reserve Bank of San Francisco, the Home Loan Bank of San Francisco, or a trust bank.

Since credit unions do not have Community Reinvestment Act performance ratings, they must demonstrate a commitment to community reinvestment lending and charitable activities comparable to what is required of banks.

All commercial paper and medium-term note issues must be issued by corporations operating within the United States and having total assets in excess of one billion dollars (\$1,000,000,000).

The Investment Group may raise these credit standards as part of the Investment Guidelines and Approved Lists. Appendix A provides a Comparison and Interpretation of Credit Ratings by Standard & Poor’s, Moody’s, and Fitch.

E. Maximum Maturities

Due to the nature of the invested funds, no investment with limited market liquidity should be used. Appropriate amounts of highly-liquid investments, such as U.S. Treasury and Agency obligations, should be maintained to accommodate unforeseen withdrawals.

The maximum maturity, determined as the term from the date of ownership to the date of maturity, for each investment shall be established as follows:

U.S. Treasury and Agency Obligations	5 years
Washington Supranational Obligations ¹	5 years
Municipal Notes	5 years
Registered State Warrants	5 years
Bankers Acceptances	180 days
Commercial Paper	270 days
Negotiable Certificates of Deposit	270 days
CRA Bank Deposit/Certificates of Deposit	1 year
Repurchase Agreements	1 year
Reverse Repurchase Agreements	92 days
Medium-Term Corporate Notes	180 days
Collateralized Mortgage Obligations	180 days

¹ The International Bank for Reconstruction and Development, International Finance Corporation, and Inter-American Development Bank.

The Investment Group may reduce these maturity limits to a shorter term as part of the Investment Guidelines and the Approved Lists.

The ultimate maximum maturity of any investment shall be five (5) years. The dollar-weighted average maturity of all securities shall be equal to or less than three (3) years.

F. Maximum Concentrations

No more than 80% of the portfolio may be invested in issues other than U.S. Treasury and Agency obligations. The maximum allowable percentage for each type of security is set forth as follows:

U.S. Treasury and Agency Obligations	100%
Municipal Notes.....	80%
Registered State Warrants	80%
Bankers Acceptances.....	40%
Commercial Paper	40%
Washington Supranational Obligations.....	30%
Negotiable Certificates of Deposit and CRA Deposit/Certificates of Deposit ..	30%
Repurchase Agreements.....	30%
Reverse Repurchase Agreements	20%
Medium-Term Corporate Notes	30%
Money Market Mutual Funds.....	20%
Collateralized Mortgage Obligations.....	20%
Local Agency Investment Fund (LAIF)	(per State limit)

The Investment Group may reduce these concentrations as part of the Investment Guidelines and the Approved Lists.

Excluding U.S. Treasury and Agency and Washington Supranational obligations, no more than 10% of the portfolio, may be invested in securities of a single issuer including its related entities.

Where a percentage limitation is established above, for the purpose of determining investment compliance, that maximum percentage will be applied on the date of purchase.

G. Repurchase Agreements

Under California Government Code section 53601, paragraph (j) and section 53635, the Director of Finance may enter into Repurchase Agreements and Reverse Repurchase Agreements. The maximum maturity of a Repurchase Agreement shall be one year. The maximum maturity of a reverse repurchase agreement shall be 92 days, and the proceeds of a reverse repurchase agreement may not be invested beyond the expiration of the agreement. The reverse repurchase agreement must be "matched to maturity" and meet all other requirements in the code.

All repurchase agreements must have an executed Sacramento County Master Repurchase Agreement on file with both the Director of Finance and the Broker/Dealer. Repurchase Agreements executed with approved broker-dealers must be collateralized with either: (1) U.S. Treasury and Agency obligations with a market value of 102% for collateral marked to market daily; or (2) money market instruments on the Approved Lists of the County that meet the qualifications of the Policy, with a market value of 102%. Since the market value of the underlying securities is subject to daily market fluctuations, investments in repurchase agreements shall be in compliance if the value of the underlying securities is brought back up to 102% no later than the next business day. Use of mortgage-backed securities for collateral is not permitted. Strictly for purposes of investing the daily excess bank balance, the collateral provided by the Sacramento County's depository bank can be U.S. Treasury and Agency obligations valued at 110%, or mortgage-backed securities valued at 150%.

H. Community Reinvestment Act Program

The Director of Finance has allocated within the Pooled Investment Fund, a maximum of \$90 million for the Community Reinvestment Act Program to encourage community investment by financial institutions, which includes community banks and credit unions, and to acknowledge and reward local financial institutions that support the community's financial needs. The Director of Finance may increase this amount, as appropriate, while staying within the investment policy objectives and maximum maturity and concentration limits. The eligible banks and savings banks must have Community Reinvestment Act performance ratings of "satisfactory" or "outstanding" from each financial institution's regulatory authority. The minimum credit requirements are located on page 5 of Section IX.D.

I. Criteria and Qualifications of Brokers/Dealers and Direct Issuers

All transactions initiated on behalf of the Pooled Investment Fund and Sacramento County shall be executed through either government security dealers reporting as primary dealers to the Market Group of the Federal Reserve Bank of New York or direct issuers that directly issue their own securities that have been placed on the Approved List of brokers/dealers and direct issuers. Further, these firms must have an investment grade rating from at least two national rating services, if available.

Brokers/Dealers and direct issuers that have exceeded the political contribution limits, as contained in Rule G-37 of the Municipal Securities Rulemaking Board, within the preceding four-year period to the Director of Finance, any member of the Board of Supervisors, or any candidate for the Board of Supervisors, are prohibited from the Approved List of brokers/dealers and direct issuers.

Each broker/dealer and direct issuer will be sent a copy of this Policy and a list of those persons authorized to execute investment transactions. Each firm must

acknowledge receipt of such materials to qualify for the Approved List of brokers/dealers and direct issuers.

Each broker/dealer and direct issuer authorized to do business with Sacramento County shall, at least annually, supply the Director of Finance with audited financial statements.

J. Investment Guidelines, Management Style and Strategy

The Investment Group shall issue and maintain Investment Guidelines specifying authorized investments, credit requirements, permitted transactions, and issue maturity and concentration limits consistent with this Policy.

The Investment Group shall also issue a statement describing the investment management style and current strategy for the entire investment program. The management style and strategy can be changed to accommodate shifts in the financial markets, but at all times they must be consistent with this Policy and its objectives.

K. Approved Lists

The Investment Group, named by the Director of Finance, shall issue and maintain various Approved Lists. These lists are:

1. Approved Domestic Banks for all legal investments.
2. Approved Foreign Banks for all legal investments.
3. Approved Commercial Paper and Medium Term Note Issuers.
4. Approved Money Market Mutual Funds.
5. Approved Firms for Purchase or Sale of Securities (Brokers/Dealers and Direct Issuers).
6. Approved Banks / Credit Unions for the Community Reinvestment Act Program.

L. Calculation of Yield and Costs

The costs of managing the investment portfolio, including but not limited to: investment management; accounting for the investment activity; custody of the assets; managing and accounting for the banking; receiving and remitting deposits; oversight controls; and indirect and overhead expenses are charged to the investment earnings based upon actual labor hours worked in respective areas. Costs of these respective areas are accumulated by specific cost accounting projects and charged to the Pooled Investment Fund on a quarterly basis throughout the fiscal year.

The Department of Finance will allocate the net interest earnings of the Pooled Investment Fund quarterly. The net interest earnings are allocated based upon the average daily cash balance of each Pooled Investment Fund participant.

X. Reviewing, Monitoring and Reporting of the Portfolio

The Review Group will prepare and present to the Director of Finance at least monthly a comprehensive review and evaluation of the transactions, positions, performance of the Pooled Investment Fund and compliance to the California Government Code, Policy, and Investment Guidelines.

Quarterly, the Director of Finance will provide to the Board of Supervisors, the Oversight Committee, and to any local agency participant that requests a copy, a detailed report on the Pooled Investment Fund. The report will also be posted on the Department of Finance website. Pursuant to California Government Code section 53646, the report will list the type of investments, name of issuer, maturity date, par and dollar amount of the investment. For the total Pooled Investment Fund, the report will list average maturity, the market value, and the pricing source. Additionally, the report will show any funds under the management of contracting parties, a statement of compliance to the Policy and a statement of the Pooled Investment Fund's ability to meet the expected expenditure requirements for the next six months.

XI. Withdrawal Requests for Pooled Fund Investors

The Director of Finance will honor all requests to withdraw funds for normal cash flow purposes that are approved by the Director of Finance at a one dollar net asset value. Any requests to withdraw funds for purposes other than immediate cash flow needs, such as for external investing, are subject to the consent of the Director of Finance. In accordance with California Government Code Sections 27133(h) and 27136, such requests for withdrawals must first be made in writing to the Director of Finance. When evaluating a request to withdraw funds, the Director of Finance will take into account the effect of a withdrawal on the stability and predictability of the Pooled Investment Fund and the interests of other depositors. Any withdrawal for such purposes will include par value and any interest earnings in the Pooled Investment Fund on the date of the withdrawal.

XII. Limits on Honoraria, Gifts, and Gratuities

In accordance with California Government Code Section 27133(d), this Policy establishes limits for the Director of Finance; individuals responsible for management of the portfolios; and members of the Investment Group and Review Group who direct individual investment decisions, select individual investment advisors and broker/dealers, and conduct day-to-day investment trading activity. The limits also apply to members of the Oversight Committee. Any individual who receives an aggregate total of gifts, honoraria and gratuities in excess of \$50 in a calendar year from a broker/dealer, bank or service provider to the Pooled Investment Fund must report the gifts, dates and firms to the designated filing official and complete the appropriate State forms.

No individual may receive aggregate gifts, honoraria, and gratuities from any single source in a calendar year in excess of the amount specified in Section 18940.2(a) of Title 2, Division 6 of the California Code of Regulations. This limitation is ~~\$590-630~~ for the period January 1, 2023~~5~~, to December 31, 2024~~6~~. ~~The limitation for January 1, 2025, to~~

Annual Investment Policy of the Pooled Investment Fund

Calendar Year ~~2025~~2026

~~December 31, 2026, will be amended to reflect biennial cost of living adjustments by the State Fair Political Practices Commission by January 2025.~~ Any violation must be reported to the State Fair Political Practices Commission.

XIII. Terms and Conditions for Outside Investors

Outside investors may invest in the Pooled Investment Fund through California Government Code Section 53684. Their deposits are subject to the consent of the Director of Finance. The legislative body of the local agency must approve the Sacramento County Pooled Investment Fund as an authorized investment and execute a Memorandum of Understanding. Any withdrawal of these deposits must be made in writing 30 days in advance and will be paid based upon the market value of the Pooled Investment Fund. If the Director of Finance considers it appropriate, the deposits may be returned at any time to the local agency.

Appendix A

Comparison and Interpretation of Credit Ratings

Long Term Debt & Individual Bank Ratings			
Rating Interpretation	Moody's	S&P	Fitch
<i>Best-quality grade</i>	Aaa	AAA	AAA
<i>High-quality grade</i>	Aa1	AA+	AA+
	Aa2	AA	AA
	Aa3	AA-	AA-
<i>Upper Medium Grade</i>	A1	A+	A+
	A2	A	A
	A3	A-	A-
<i>Medium Grade</i>	Baa1	BBB+	BBB+
	Baa2	BBB	BBB
	Baa3	BBB-	BBB-
<i>Speculative Grade</i>	Ba1	BB+	BB+
	Ba2	BB	BB
	Ba3	BB-	BB-
<i>Low Grade</i>	B1	B+	B+
	B2	B	B
	B3	B-	B-
<i>Poor Grade to Default</i>	Caa	CCC+	CCC
<i>In Poor Standing</i>	-	CCC	-
	-	CCC-	-
<i>Highly Speculative Default</i>	Ca	CC	CC
	C	-	-
<i>Default</i>	-	-	DDD
	-	-	DD
	-	D	D

Short Term / Municipal Note Investment Grade Ratings			
Rating Interpretation	Moody's	S&P	Fitch
<i>Superior Capacity</i>	MIG-1	SP-1+/SP-1	F1+/F1
<i>Strong Capacity</i>	MIG-2	SP-2	F2
<i>Acceptable Capacity</i>	MIG-3	SP-3	F3

Appendix A

Short Term / Commercial Paper Investment Grade Ratings			
Rating Interpretation	Moody's	S&P	Fitch
<i>Superior Capacity</i>	P-1	A-1+/A-1	F1+/F1
<i>Strong Capacity</i>	P-2	A-2	F2
<i>Acceptable Capacity</i>	P-3	A-3	F3



SACRAMENTO COUNTY

Annual Investment Policy of the Pooled Investment Fund

CALENDAR YEAR 2026

*Approved by the
Sacramento County Board of Supervisors*

December 9, 2025
Resolution No. 2025-0764

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SACRAMENTO COUNTY
Annual Investment Policy
of the Pooled Investment Fund
CALENDAR YEAR 2026

I. Authority

Under the Sacramento County Charter, the Board of Supervisors established the position of Director of Finance and by ordinance will annually review and renew the Director of Finance's authority to invest and reinvest all the funds in the County Treasury.

II. Policy Statement

This Investment Policy (Policy) establishes cash management and investment guidelines for the Director of Finance, who is responsible for the stewardship of the Sacramento County Pooled Investment Fund. Each transaction and the entire portfolio must comply with California Government Code and this Policy. All portfolio activities will be judged by the standards of the Policy and its investment objectives. Activities that violate its spirit and intent will be considered contrary to the Policy.

III. Standard of Care

The Director of Finance is the Trustee of the Pooled Investment Fund and therefore, a fiduciary subject to the prudent investor standard. The Director of Finance, employees involved in the investment process, and members of the Sacramento County Treasury Oversight Committee (Oversight Committee) shall refrain from all personal business activities that could conflict with the management of the investment program. All individuals involved will be required to report all gifts and income in accordance with California state law. When investing, reinvesting, purchasing, acquiring, exchanging, selling and managing public funds, the Director of Finance shall act with care, skill, prudence, and diligence to meet the aims of the investment objectives listed in Section IV, Investment Objectives.

IV. Investment Objectives

The Pooled Investment Fund shall be prudently invested in order to earn a reasonable return, while awaiting application for governmental purposes. The specific objectives for the Pooled Investment Fund are ranked in order of importance.

A. Safety of Principal

The preservation of principal is the primary objective. Each transaction shall seek to ensure that capital losses are avoided, whether they be from securities default or erosion of market value.

B. Liquidity

As a second objective, the Pooled Investment Fund should remain sufficiently flexible to enable the Director of Finance to meet all operating requirements that may be reasonably anticipated in any depositor's fund.

C. Public Trust

In managing the Pooled Investment Fund, the Director of Finance and the authorized investment staff should avoid any transactions that might impair public confidence in Sacramento County and the participating local agencies. Investments should be made with precision and care, considering the probable safety of the capital as well as the probable income to be derived.

D. Maximum Rate of Return

As the fourth objective, the Pooled Investment Fund should be designed to attain a market average rate of return through budgetary and economic cycles, consistent with the risk limitations, prudent investment principles and cash flow characteristics identified herein. For comparative purposes, the State of California Local Agency Investment Fund (LAIF) and similarly-sized California county pools will be used as performance benchmarks.

V. Pooled Investment Fund Investors

The Pooled Investment Fund investors are comprised of Sacramento County, school and community college districts, districts directed by the Board of Supervisors, and independent special districts and joint powers authorities whose treasurer is the Director of Finance. Any local agencies not included in this category are subject to California Government Code section 53684 and are referred to as outside investors.

VI. Implementation

In order to provide direction to those responsible for management of the Pooled Investment Fund, the Director of Finance has established this Policy and will provide it to the Oversight Committee and render it to legislative bodies of local agencies that participate in the Pooled Investment Fund. In accordance with California Government Code section 53646, et seq., the Board of Supervisors shall review and approve this Policy annually at a public meeting.

This Policy provides a detailed description of investment parameters used to implement the investment process and includes the following: investable funds; authorized instruments; prohibited investments; credit requirements; maximum maturities and concentrations; repurchase agreements; Community Reinvestment Act Program; criteria and qualifications of broker/dealers and direct issuers; investment guidelines, management style and strategy; Approved Lists; and calculation of yield and costs.

VII. Internal Controls

The Director of Finance shall establish internal controls to provide reasonable assurance that the investment objectives are met and to ensure that the assets are protected from loss, theft, or misuse. To assist in implementation and internal controls, the Director of Finance has established an Investment Group and a Review Group.

The Investment Group, which is comprised of the Director of Finance and his/her designees, is responsible for maintenance of the investment guidelines and Approved Lists. These guidelines and lists can be altered daily, if needed, to adjust to the ever-changing financial markets. The guidelines can be more conservative or match the policy language. In no case can the guidelines override the Policy.

The Review Group, which is comprised of the Director of Finance and his/her designees, is responsible for the monthly review and appraisal of all the investments purchased by the Director of Finance and staff. This review includes bond proceeds, which are invested separately from the Pooled Investment Fund and are not governed by this Policy.

The Director of Finance shall establish a process for daily, monthly, quarterly, and annual review and monitoring of the Pooled Investment Fund activity. The following articles, in order of supremacy, govern the Pooled Investment Fund:

1. California Government Code
2. Annual Investment Policy
3. Current Investment Guidelines
4. Approved Lists (see page 9, Section IX.K)

The Director of Finance shall review the daily investment activity and corresponding bank balances.

Monthly, the Review Group shall review all investment activity and its compliance to the corresponding governing articles and investment objectives.

All securities purchased, with the exception of bank deposits, money market mutual funds, and LAIF, shall be delivered to the independent third-party custodian selected by the Director of Finance. This includes all collateral for repurchase agreements. All trades, where applicable, will be executed by delivery versus payment by the designated third-party custodian.

VIII. Sacramento County Treasury Oversight Committee

In accordance with California Government Code section 27130 et seq., the Board of Supervisors, in consultation with the Director of Finance, has created the Sacramento County Treasury Oversight Committee (Oversight Committee). Annually, the Oversight Committee shall cause an audit to be conducted on the Pooled Investment Fund. The meetings of the Oversight Committee shall be open to the public and subject to the Ralph M. Brown Act.

A member of the Oversight Committee may not be employed by an entity that has contributed to the campaign of a candidate for the office of local treasurer, or contributed to the campaign of a candidate to be a member of a legislative body of any local agency that has deposited funds in the county treasury, in the previous three years or during the period that the employee is a member of the Oversight Committee. A member may not directly or indirectly raise money for a candidate for local treasurer or a member of the Sacramento County Board of Supervisors or governing board of any local agency that has deposited funds in the county treasury while a member of the Oversight Committee. Finally, a member may not secure employment with, or be employed by bond underwriters, bond counsel, security brokerages or dealers, or financial services firms, with whom the treasurer is doing business during the period that the person is a member of the Oversight Committee or for one year after leaving the committee.

The Oversight Committee is not allowed to direct individual investment decisions, select individual investment advisors, brokers or dealers, or impinge on the day-to-day operations of the Department of Finance treasury and investment operations.

IX. Investment Parameters

A. Investable Funds

Total Investable Funds (TIF) for purposes of this Policy are all Pooled Investment Fund moneys that are available for investment at any one time, including the estimated bank account float. Included in TIF are funds of outside investors, if applicable, for which the Director of Finance provides investment services. Excluded from TIF are all funds held in separate portfolios.

The Cash Flow Horizon is the period in which the Pooled Investment Fund cash flow can be reasonably forecasted. This Policy establishes the Cash Flow Horizon to be one (1) year.

Once the Director of Finance has deemed that the cash flow forecast can be met, the Director of Finance may invest funds in securities with maturities beyond one year. These securities will be referred to as the Core Portfolio.

B. Authorized Investments

Authorized investments shall match the general categories established by the California Government Code sections 53601 et seq. and 53635 et seq. Authorized investments shall include, in accordance with California Government Code section 16429.1, investments into LAIF. Authorization for specific instruments within these general categories, as well as narrower portfolio concentration and maturity limits, will be established and maintained by the Investment Group as part of the Investment Guidelines. As the California Government Code is amended, this Policy shall likewise become amended.

C. Prohibited Investments

No investments shall be authorized that have the possibility of returning a zero or negative yield if held to maturity except for securities issued by, or backed by, the United States government during a period of negative market interest rates. Prohibited investments shall include inverse floaters, range notes, and interest only strips derived from a pool of mortgages.

All legal investments issued by a tobacco-related company are prohibited. A tobacco-related company is defined as an entity that makes smoking products from tobacco used in cigarettes, cigars, or snuff or for smoking in pipes. The tobacco-related issuers restricted from any investment are any component companies in the Dow Jones U.S. Tobacco Index or the NYSE Arca Tobacco Index.

D. Credit Requirements

Except for municipal obligations and Community Reinvestment Act (CRA) deposits, the issuer's short-term credit ratings shall be at or above A-1 by Standard & Poor's, P-1 by Moody's, and, if available, F1 by Fitch, and the issuer's long-term credit ratings shall be at or above A by Standard & Poor's, A2 by Moody's, and, if available, A by Fitch. There are no credit requirements for Registered State Warrants. All other municipal obligations shall be at or above a short-term rating of SP-1 by Standard & Poor's, MIG1 by Moody's, and, if available, F1 by Fitch.

Community Reinvestment Act Program Credit Requirements

Maximum Amount	Minimum Requirements										
Up to the FDIC- or NCUSIF-insured limit for the term of the deposit	<u>Banks</u> — FDIC Insurance Coverage										
	<u>Credit Unions</u> — NCUSIF Insurance Coverage <i>Credit unions are limited to a maximum deposit of the NCUSIF-insured limit since they are not rated by nationally recognized rating agencies and are not required to provide collateral on public deposits.</i>										
Over the FDIC- or NCUSIF-insured limit	<div>(Any 2 of 3 ratings)</div> <table><tr><td>S&P:</td><td>A-2</td><td rowspan="3">OR</td><td rowspan="3">Through a private sector entity that assists in the placement of deposits to achieve FDIC insurance coverage of the full deposit and accrued interest.</td></tr><tr><td>Moody's:</td><td>P-2</td></tr><tr><td>Fitch:</td><td>F-2</td></tr></table> Collateral is required			S&P:	A-2	OR	Through a private sector entity that assists in the placement of deposits to achieve FDIC insurance coverage of the full deposit and accrued interest.	Moody's:	P-2	Fitch:	F-2
S&P:	A-2	OR	Through a private sector entity that assists in the placement of deposits to achieve FDIC insurance coverage of the full deposit and accrued interest.								
Moody's:	P-2										
Fitch:	F-2										

Eligible banks must have Community Reinvestment Act performance ratings of “satisfactory” or “outstanding” from their federal regulator. In addition, deposits greater than the federally-insured amount must be collateralized. Banks must either have a letter of credit issued by the Federal Home Loan Bank of San Francisco or place securities worth between 110% and 150% of the value of the deposit with the Federal Reserve Bank of San Francisco, the Home Loan Bank of San Francisco, or a trust bank.

Since credit unions do not have Community Reinvestment Act performance ratings, they must demonstrate a commitment to community reinvestment lending and charitable activities comparable to what is required of banks.

All commercial paper and medium-term note issues must be issued by corporations operating within the United States and having total assets in excess of one billion dollars (\$1,000,000,000).

The Investment Group may raise these credit standards as part of the Investment Guidelines and Approved Lists. Appendix A provides a Comparison and Interpretation of Credit Ratings by Standard & Poor’s, Moody’s, and Fitch.

E. Maximum Maturities

Due to the nature of the invested funds, no investment with limited market liquidity should be used. Appropriate amounts of highly-liquid investments, such as U.S. Treasury and Agency obligations, should be maintained to accommodate unforeseen withdrawals.

The maximum maturity, determined as the term from the date of ownership to the date of maturity, for each investment shall be established as follows:

U.S. Treasury and Agency Obligations	5 years
Washington Supranational Obligations ¹	5 years
Municipal Notes	5 years
Registered State Warrants	5 years
Bankers Acceptances	180 days
Commercial Paper	270 days
Negotiable Certificates of Deposit	270 days
CRA Bank Deposit/Certificates of Deposit	1 year
Repurchase Agreements	1 year
Reverse Repurchase Agreements	92 days
Medium-Term Corporate Notes	180 days
Collateralized Mortgage Obligations	180 days

¹ The International Bank for Reconstruction and Development, International Finance Corporation, and Inter-American Development Bank.

The Investment Group may reduce these maturity limits to a shorter term as part of the Investment Guidelines and the Approved Lists.

The ultimate maximum maturity of any investment shall be five (5) years. The dollar-weighted average maturity of all securities shall be equal to or less than three (3) years.

F. Maximum Concentrations

No more than 80% of the portfolio may be invested in issues other than U.S. Treasury and Agency obligations. The maximum allowable percentage for each type of security is set forth as follows:

U.S. Treasury and Agency Obligations	100%
Municipal Notes	80%
Registered State Warrants	80%
Bankers Acceptances	40%
Commercial Paper	40%
Washington Supranational Obligations	30%
Negotiable Certificates of Deposit and CRA Deposit/Certificates of Deposit ..	30%
Repurchase Agreements	30%
Reverse Repurchase Agreements	20%
Medium-Term Corporate Notes	30%
Money Market Mutual Funds	20%
Collateralized Mortgage Obligations	20%
Local Agency Investment Fund (LAIF)	(per State limit)

The Investment Group may reduce these concentrations as part of the Investment Guidelines and the Approved Lists.

Excluding U.S. Treasury and Agency and Washington Supranational obligations, no more than 10% of the portfolio, may be invested in securities of a single issuer including its related entities.

Where a percentage limitation is established above, for the purpose of determining investment compliance, that maximum percentage will be applied on the date of purchase.

G. Repurchase Agreements

Under California Government Code section 53601, paragraph (j) and section 53635, the Director of Finance may enter into Repurchase Agreements and Reverse Repurchase Agreements. The maximum maturity of a Repurchase Agreement shall be one year. The maximum maturity of a reverse repurchase agreement shall be 92 days, and the proceeds of a reverse repurchase agreement may not be invested beyond the expiration of the agreement. The reverse repurchase agreement must be "matched to maturity" and meet all other requirements in the code.

All repurchase agreements must have an executed Sacramento County Master Repurchase Agreement on file with both the Director of Finance and the Broker/Dealer. Repurchase Agreements executed with approved broker-dealers must be collateralized with either: (1) U.S. Treasury and Agency obligations with a market value of 102% for collateral marked to market daily; or (2) money market instruments on the Approved Lists of the County that meet the qualifications of the Policy, with a market value of 102%. Since the market value of the underlying securities is subject to daily market fluctuations, investments in repurchase agreements shall be in compliance if the value of the underlying securities is brought back up to 102% no later than the next business day. Use of mortgage-backed securities for collateral is not permitted. Strictly for purposes of investing the daily excess bank balance, the collateral provided by the Sacramento County's depository bank can be U.S. Treasury and Agency obligations valued at 110%, or mortgage-backed securities valued at 150%.

H. Community Reinvestment Act Program

The Director of Finance has allocated within the Pooled Investment Fund, a maximum of \$90 million for the Community Reinvestment Act Program to encourage community investment by financial institutions, which includes community banks and credit unions, and to acknowledge and reward local financial institutions that support the community's financial needs. The Director of Finance may increase this amount, as appropriate, while staying within the investment policy objectives and maximum maturity and concentration limits. The eligible banks and savings banks must have Community Reinvestment Act performance ratings of "satisfactory" or "outstanding" from each financial institution's regulatory authority. The minimum credit requirements are located on page 5 of Section IX.D.

I. Criteria and Qualifications of Brokers/Dealers and Direct Issuers

All transactions initiated on behalf of the Pooled Investment Fund and Sacramento County shall be executed through either government security dealers reporting as primary dealers to the Market Group of the Federal Reserve Bank of New York or direct issuers that directly issue their own securities that have been placed on the Approved List of brokers/dealers and direct issuers. Further, these firms must have an investment grade rating from at least two national rating services, if available.

Brokers/Dealers and direct issuers that have exceeded the political contribution limits, as contained in Rule G-37 of the Municipal Securities Rulemaking Board, within the preceding four-year period to the Director of Finance, any member of the Board of Supervisors, or any candidate for the Board of Supervisors, are prohibited from the Approved List of brokers/dealers and direct issuers.

Each broker/dealer and direct issuer will be sent a copy of this Policy and a list of those persons authorized to execute investment transactions. Each firm must

acknowledge receipt of such materials to qualify for the Approved List of brokers/dealers and direct issuers.

Each broker/dealer and direct issuer authorized to do business with Sacramento County shall, at least annually, supply the Director of Finance with audited financial statements.

J. Investment Guidelines, Management Style and Strategy

The Investment Group shall issue and maintain Investment Guidelines specifying authorized investments, credit requirements, permitted transactions, and issue maturity and concentration limits consistent with this Policy.

The Investment Group shall also issue a statement describing the investment management style and current strategy for the entire investment program. The management style and strategy can be changed to accommodate shifts in the financial markets, but at all times they must be consistent with this Policy and its objectives.

K. Approved Lists

The Investment Group, named by the Director of Finance, shall issue and maintain various Approved Lists. These lists are:

1. Approved Domestic Banks for all legal investments.
2. Approved Foreign Banks for all legal investments.
3. Approved Commercial Paper and Medium Term Note Issuers.
4. Approved Money Market Mutual Funds.
5. Approved Firms for Purchase or Sale of Securities (Brokers/Dealers and Direct Issuers).
6. Approved Banks / Credit Unions for the Community Reinvestment Act Program.

L. Calculation of Yield and Costs

The costs of managing the investment portfolio, including but not limited to: investment management; accounting for the investment activity; custody of the assets; managing and accounting for the banking; receiving and remitting deposits; oversight controls; and indirect and overhead expenses are charged to the investment earnings based upon actual labor hours worked in respective areas. Costs of these respective areas are accumulated by specific cost accounting projects and charged to the Pooled Investment Fund on a quarterly basis throughout the fiscal year.

The Department of Finance will allocate the net interest earnings of the Pooled Investment Fund quarterly. The net interest earnings are allocated based upon the average daily cash balance of each Pooled Investment Fund participant.

X. Reviewing, Monitoring and Reporting of the Portfolio

The Review Group will prepare and present to the Director of Finance at least monthly a comprehensive review and evaluation of the transactions, positions, performance of the Pooled Investment Fund and compliance to the California Government Code, Policy, and Investment Guidelines.

Quarterly, the Director of Finance will provide to the Board of Supervisors, the Oversight Committee, and to any local agency participant that requests a copy, a detailed report on the Pooled Investment Fund. The report will also be posted on the Department of Finance website. Pursuant to California Government Code section 53646, the report will list the type of investments, name of issuer, maturity date, par and dollar amount of the investment. For the total Pooled Investment Fund, the report will list average maturity, the market value, and the pricing source. Additionally, the report will show any funds under the management of contracting parties, a statement of compliance to the Policy and a statement of the Pooled Investment Fund's ability to meet the expected expenditure requirements for the next six months.

XI. Withdrawal Requests for Pooled Fund Investors

The Director of Finance will honor all requests to withdraw funds for normal cash flow purposes that are approved by the Director of Finance at a one dollar net asset value. Any requests to withdraw funds for purposes other than immediate cash flow needs, such as for external investing, are subject to the consent of the Director of Finance. In accordance with California Government Code Sections 27133(h) and 27136, such requests for withdrawals must first be made in writing to the Director of Finance. When evaluating a request to withdraw funds, the Director of Finance will take into account the effect of a withdrawal on the stability and predictability of the Pooled Investment Fund and the interests of other depositors. Any withdrawal for such purposes will include par value and any interest earnings in the Pooled Investment Fund on the date of the withdrawal.

XII. Limits on Honoraria, Gifts, and Gratuities

In accordance with California Government Code Section 27133(d), this Policy establishes limits for the Director of Finance; individuals responsible for management of the portfolios; and members of the Investment Group and Review Group who direct individual investment decisions, select individual investment advisors and broker/dealers, and conduct day-to-day investment trading activity. The limits also apply to members of the Oversight Committee. Any individual who receives an aggregate total of gifts, honoraria and gratuities in excess of \$50 in a calendar year from a broker/dealer, bank or service provider to the Pooled Investment Fund must report the gifts, dates and firms to the designated filing official and complete the appropriate State forms.

No individual may receive aggregate gifts, honoraria, and gratuities from any single source in a calendar year in excess of the amount specified in Section 18940.2(a) of Title 2, Division 6 of the California Code of Regulations. This limitation is \$630 for the period

January 1, 2025, to December 31, 2026. Any violation must be reported to the State Fair Political Practices Commission.

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Outside investors may invest in the Pooled Investment Fund through California Government Code Section 53684. Their deposits are subject to the consent of the Director of Finance. The legislative body of the local agency must approve the Sacramento County Pooled Investment Fund as an authorized investment and execute a Memorandum of Understanding. Any withdrawal of these deposits must be made in writing 30 days in advance and will be paid based upon the market value of the Pooled Investment Fund. If the Director of Finance considers it appropriate, the deposits may be returned at any time to the local agency.

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<i>High-quality grade</i>	Aa1	AA+	AA+
	Aa2	AA	AA
	Aa3	AA-	AA-
<i>Upper Medium Grade</i>	A1	A+	A+
	A2	A	A
	A3	A-	A-
<i>Medium Grade</i>	Baa1	BBB+	BBB+
	Baa2	BBB	BBB
	Baa3	BBB-	BBB-
<i>Speculative Grade</i>	Ba1	BB+	BB+
	Ba2	BB	BB
	Ba3	BB-	BB-
<i>Low Grade</i>	B1	B+	B+
	B2	B	B
	B3	B-	B-
<i>Poor Grade to Default</i>	Caa	CCC+	CCC
<i>In Poor Standing</i>	-	CCC	-
	-	CCC-	-
<i>Highly Speculative Default</i>	Ca	CC	CC
	C	-	-
<i>Default</i>	-	-	DDD
	-	-	DD
	-	D	D

Short Term / Municipal Note Investment Grade Ratings			
Rating Interpretation	Moody's	S&P	Fitch
<i>Superior Capacity</i>	MIG-1	SP-1+/SP-1	F1+/F1
<i>Strong Capacity</i>	MIG-2	SP-2	F2
<i>Acceptable Capacity</i>	MIG-3	SP-3	F3

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Short Term / Commercial Paper Investment Grade Ratings			
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<i>Acceptable Capacity</i>	P-3	A-3	F3

MEMBER UPDATE.

Department of Finance

Chad Rinde
Director



County of Sacramento

Divisions

Auditor-Controller
Consolidated Utilities Billing &
Service
Investments
Revenue Recovery
Tax Collection & Licensing
Treasury

Inter-Office Memorandum

Date: February 20, 2026

To: Treasury Oversight Committee

From: Chad Rinde 
Director of Finance

Subject: ***STATUS REPORT ON MEMBER POSITIONS***

Public Members

The 2nd, 3rd, and 5th District public member positions remain vacant. The Clerk of the Board is accepting applications for both positions.

The 4th District member position term ends on June 30, 2026.

Elected Members

The School and Community College Districts Representative term ends on June 30, 2026. Districts will be sent a request for nominations in early 2026.

DISCUSSION AND ACTION ON THE NON-POOLED FUNDS PORTFOLIO REPORT AND
INTERNAL AUDIT OF NON-POOLED INVESTMENT FUNDS FOR THE QUARTER
ENDED DECEMBER 31, 2025.



COUNTY OF SACRAMENTO

DEPARTMENT OF FINANCE

NON-POOLED FUNDS PORTFOLIO REPORT

FOR QUARTER ENDED DECEMBER 31, 2025

COUNTY OF SACRAMENTO
DEPARTMENT OF FINANCE

NON-POOLED FUNDS PORTFOLIO REPORT

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PORTFOLIO CONCENTRATION & CREDIT QUALITY

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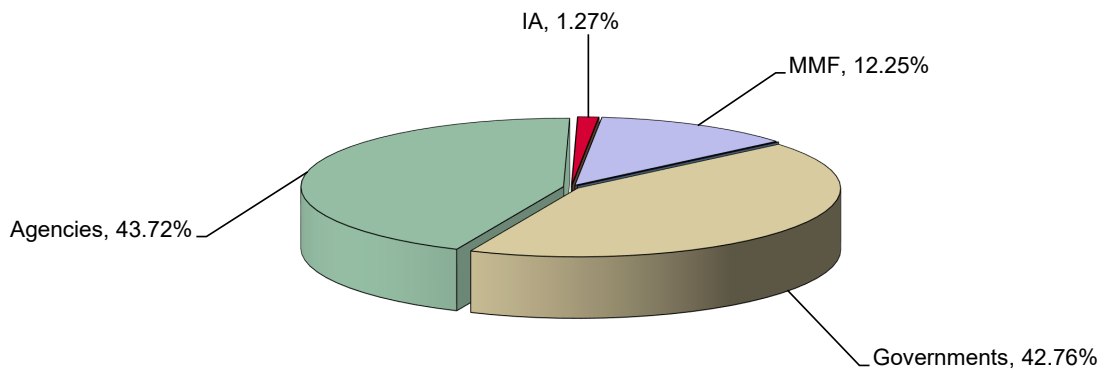
COUNTY OF SACRAMENTO

Non-Pooled Funds - December 31, 2025

Portfolio Sector Concentration Profile ALL NON-POOLED FUNDS

Sector	Credit Quality	Dollar Amount At Cost	Percent
GOVERNMENTS	AA+/Aa1/AA+		
Treasury Bills		\$ 752,209,946.87	42.36%
Treasury Notes		\$ -	0.00%
Treasury Bonds		\$ -	0.00%
SLGs		\$ 7,202,480.00	0.41%
SUBTOTAL		\$ 759,412,426.87	42.76%
AGENCIES	AA+/Aa1/AA+		
FHLB		\$ -	0.00%
FHLB Discount Notes		\$ 656,645,283.99	36.98%
FNMA		\$ -	0.00%
FNMA Discount Notes		\$ 22,617,096.77	1.27%
FFCB		\$ 49,994,283.50	2.82%
FFCB Discount Notes		\$ -	0.00%
FHLMC		\$ -	0.00%
FHLMC Discount Notes		\$ 47,165,012.03	2.66%
SUBTOTAL		\$ 776,421,676.29	43.72%
COMMERCIAL PAPER (CP)	A-1/P-1, or A-1/P-1/F1, or better	\$ -	0.00%
CERTIFICATE OF DEPOSIT (CD)	A-1/P-1, or A-1/P-1/F1, or better	\$ -	0.00%
WASHINGTON SUPRANATIONALS (SUPRAS)	AAA/Aaa/AAA	\$ -	0.00%
INVESTMENT AGREEMENTS (IA)	Not Rated	\$ 22,595,237.40	1.27%
LOCAL AGENCY INVESTMENT FUND (LAIF)	Not Rated	\$ -	0.00%
MONEY MARKET FUNDS (MMF)	AAA	\$ 217,465,635.05	12.25%
TOTAL		\$ 1,775,894,975.61	100.00%

Sector concentrations are for all non-pooled funds in the aggregate. A detailed listing of all Non-Pooled Funds is provided in Appendix A on page 2 of this report.



County of Sacramento

Non-Pooled Investment Funds

As of December 31, 2025

Fund	Description	Type*	Funded Date	Maturity Date	Amount Issued	Book Value	Bond/Note TIC/NIC
Fiscal Agent Trustee Funds							
5510-15	SCWA, Series 2007	REV	5/9/2007	6/1/2039	413,420,000	23,493,480.97	4.260%
5800-07	Airport System 2009 A&B	REV	7/28/2009	7/1/2041	201,800,000	63,996,515.61	5.473%
5810-15	Airport System 2009 C&D	REV	7/28/2009	7/1/2041	278,250,000	19,318,098.78	6.010%
5890-92	San Juan USD, Elec 02, Ser 2011	GO	6/10/2011	6/1/2026	10,600,000	8,227,357.05	5.336%
6126-27	FCUSD SFID #3, Series D	GO	7/31/2019	10/1/2044	150,000,000	25,955,222.82	3.460%
50A0	Airport System Refund 2016A	REV	12/21/2016	7/1/2041	89,000,000	1,508,533.55	4.332%
50B0	Airport System Refund 2016B	REV	12/21/2016	7/1/2041	92,790,000	1,543,293.90	4.373%
50E0	McClellan Park CFD Ser. 2017A	MR	12/14/2017	9/1/2040	29,470,000	2,979,422.93	3.804%
50G0-H7	Airports System Ref 2018A-C	REV	5/3/2018	7/1/2039	435,510,000	18,440,643.23	3.488%
50I0-J3	Airports System Ref 2018D-F	REV	5/3/2018	7/1/2035	137,590,000	6,250,626.91	3.142%
50K0	FCUSD SFID #5 2018	GO	5/10/2018	10/1/2043	95,000,000	11,869,717.89	3.627%
50L0-L5	Florin Vineyard CFD No. 1 2018	MR	8/16/2018	9/1/2048	6,610,000	575,303.05	3.926%
51F0	Airports System Ref 2020	REV	8/20/2020	7/1/2040	79,705,000	3,516,463.89	2.100%
51M0	2020 Refunding COP	COP	10/22/2020	10/1/2029	27,080,000	3,120,668.88	1.082%
51T0	North Vineyard CFD No. 2 2021	MR	6/30/2021	9/1/2046	3,895,000	446,913.44	2.987%
51U0-U1	Los Rios CCD Elec 08, Ser E	GO	7/1/2021	8/1/2035	130,000,000	22,617,096.77	1.027%
51Z1	SCWA, Series 2022A	REV	2/1/2022	11/1/2025	81,215,000	169.77	1.036%
52F0	Metro Air Park CFD, Ser 22	MR	9/15/2022	9/1/2047	40,000,000	28,366,914.12	4.984%
52I0	Twin Rivers USD, Series 2022A	GO	3/7/2023	8/1/2047	40,000,000	7,471,110.60	4.039%
52J0	Twin Rivers USD SFID, 2022A	GO	3/7/2023	8/1/2047	40,000,000	4,514,458.32	4.021%
52L0	Carmichael RPD, Series 2023A-1	GO	3/28/2023	8/1/2052	5,360,000	3,646,810.18	4.497%
52M0	Carmichael RPD, Series 2023A-2	GO	3/28/2023	8/1/2043	4,640,000	3,377,562.50	5.711%
52P0	Elk Grove USD, CFD 1, Ser 2023	MR	7/13/2023	12/1/2042	35,000,000	3,928,617.43	3.334%
52Q0	Elk Grove USD, CFD 1, Ref 2023	MR	7/13/2023	12/1/2033	59,370,000	6,664,723.94	2.559%
52W0	River Delta USD, SFID #1 Ser 24	GO	4/30/2024	8/1/2049	30,400,000	7,445,196.82	3.717%
52Y0	Sac City USD, Series 2024 B	GO	6/27/2024	8/1/2054	262,500,000	5,727,038.20	4.170%
53C0	Airport System Sr Rev, Ser 24	REV	10/10/2024	7/1/2054	467,270,000	279,361,949.00	4.065%
53F0	SCWA, Series 2025	REV	3/18/2025	6/1/2055	61,775,000	25,813,871.54	4.027%
53G0	Carmichael RPD, Series 2025B	GO	4/17/2025	8/1/2055	12,200,000	12,841,499.38	4.616%
53H0	River Delta USD, SFID #2 Ser 25	GO	4/24/2025	8/1/2036	2,900,000	2,069,669.26	2.684%
53I0	Galt UESD, Series 2025	GO	5/7/2025	8/1/2054	13,500,000	11,565,860.40	4.811%
53J0	FCUSD SFID #4, (Measure R)	GO	5/22/2025	10/1/2054	36,000,000	32,694,251.62	4.406%
53K0	FCUSD SFID #4, (Measure S)	GO	5/22/2025	10/1/2054	36,000,000	27,938,434.36	4.458%
53L0	Los Rios CCD Elec 08, Ser F	GO	6/18/2025	8/1/2028	10,000,000	10,517,776.42	2.698%
53N0	Sac Metro FD, GO Series 2025A	GO	7/2/2025	8/1/2055	160,000,000	140,599,358.61	4.370%
53P0	San Juan USD, Series 2025	GO	8/21/2025	8/1/2044	105,000,000	34,355,129.34	4.209%
53Q0	Twin Rivers USD, Ser F (Meas G)	GO	7/15/2025	8/1/2028	3,970,000	3,595,339.76	2.664%
53R0	Twin Rivers USD, Ser B (Meas J)	GO	7/15/2025	8/1/2049	40,000,000	37,206,180.45	4.677%
53S0	Twin Rivers USD, Ser B (Meas K)	GO	7/15/2025	8/1/2049	55,000,000	52,348,455.86	4.649%
53T0	Fulton-EI Camino RPD, Series A	GO	7/30/2025	8/1/2055	7,800,000	6,338,578.04	5.017%
53U0	Airports System, Series 2025A	REV	8/20/2025	7/1/2055	322,285,000	297,918,939.70	4.980%
53V0	Airports System, Sub Ser 2025B&C	REV	8/20/2025	7/1/2040	40,155,000	730,729.29	3.960%
53W0	Airports System, Sub Ser 2025D	REV	8/20/2025	7/1/2055	92,820,000	89,075,229.12	5.012%
53X0	Airports System, Sub Ser 2025E&F	REV	8/20/2025	7/1/2038	44,470,000	809,730.56	3.960%
53Y0	Sac City USD, Series 2025 C	GO	11/6/2025	8/1/2054	262,500,000	273,143,195.15	4.615%
53Z0	Sac City USD, Series 2025 D	GO	11/6/2025	8/1/2053	143,000,000	151,968,836.20	4.562%
TOTAL NON-POOLED INVESTMENT FUNDS BOOK VALUE:						\$1,775,894,975.61	

New issues are reflected in blue.

FUND TYPES:

TSP - Tobacco Securitization Proceeds

TR - Tax & Revenue Anticipation Notes

SEP - Funds held for unique purposes

REV - Revenue Bonds

TC - Tax Collection Account

MR - Mello Roos Bonds

GO - General Obligation Bonds

AD - Assessment District Bonds

COP - Certificates of Participation

GLOSSARY OF INVESTMENT TERMS

A-1+/A-1 – Highest short-term credit ratings assigned by Standard & Poor's.

AAA – Highest long-term credit rating assigned by Standard & Poor's and Fitch.

Aaa – Highest long-term credit rating assigned by Moody's.

AA+ – Second highest long-term credit rating assigned by Standard & Poor's and Fitch.

Cash in Pool – Residual amounts of money invested in the Pooled Investment Fund that cannot be reasonably invested in separate investment securities (amounts typically less than \$100,000 per fund).

F1+/F1 – Highest short-term credit ratings assigned by Fitch.

FFCB – Federal Farm Credit Bank

FHLB – Federal Home Loan Bank

FHLMC – Federal Home Loan Mortgage Corporation

FNMA – Federal National Mortgage Association

Investment Agreement – A contract between a bond issuer and a financial institution that provides the issuer with a guaranteed interest rate for the duration of the contract.

LAIF – Local Agency Investment Fund is the State of California Treasurer's Pool, which is created under Section 16429.1 of the Government Code.

P-1 – Highest short-term credit rating assigned by Moody's.

Washington Supranational – A Washington, D.C.-based international organization formed by multiple central governments to promote economic development for the member countries.

COUNTY OF SACRAMENTO

Treasury Oversight Committee
Non-Pooled Investments
Performance Audit Report

For the Quarter Ended December 31, 2025

Audit Staff:

Tae-Young Kang, CPA
Sara Al Atrash

Audit Manager
Senior Auditor

**COUNTY OF SACRAMENTO
TREASURY OVERSIGHT COMMITTEE
NON-POOLED INVESTMENTS
PERFORMANCE AUDIT REPORT
FOR THE QUARTER ENDED DECEMBER 31, 2025**

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Department of Finance

Chad Rinde

Director

**Divisions**

Auditor-Controller

Consolidated Utilities Billing &
Service

Investments

Revenue Recovery

Tax Collection & Licensing

Treasury

County of Sacramento

February 10, 2026

The Honorable Board of Supervisors and
The Sacramento County Treasury Oversight Committee
County of Sacramento, California

We have audited the County of Sacramento (County) Non-Pooled Investment Funds (Fund) for the quarter ended December 31, 2025.

Our audit was conducted to verify the Fund's compliance as described below for the quarter ended December 31, 2025, and to verify whether the Department of Finance, Treasury Division (Treasury) and Investment Division (Investment) have adequate internal controls to ensure the Fund's compliance with their bond resolutions, bond indentures, or by the bond insurers (governing bond documents), and applicable laws and regulations.

Non-Pooled Investments primarily consist of investments purchased with proceeds from Mello Roos Bonds (MR), Revenue Bonds (REV), General Obligation Bonds (GO), Assessment District Bonds (AD), Community Facilities District Bonds (CFD), and Certificates of Participation Notes (COPs).

Most of the bond investments are limited to those authorized by California Government Code Section 53601 et seq. Any other authorized investments are indicated in the governing bond documents.

Management is responsible for the design, implementation, and maintenance of effective internal controls to ensure compliance with the bond documents.

The scope of our audit includes all non-pooled investments for the quarter ended December 31, 2025.

The audit methodology utilized to conduct the performance audit included:

Interview:

- We interviewed various Treasury and Investment staff to gain an understanding of policies, procedures, and processes for verifying the Fund's compliance with governing bond documents, and applicable laws and regulations.

Document Review:

- We reviewed the organization chart and written documentation to understand the relevant policies, procedures, and processes and to identify any internal control weaknesses, conflicts of interest, or inadequate segregation of duties.

Process Walkthrough and Internal Controls:

- We had Treasury and Investment staff walk us through step-by-step processes related to the daily activities of the Fund. We identified key internal controls over investment activities and investment accounting and tested those controls to determine whether those controls are designed effectively and are operating as intended to mitigate any risks and ensure compliance with the governing bond documents.

Testing:

- We verified the SymPro non-pooled investment balances agreed with the custodian statements and County's Financial System (COMPASS).
- We selected 12 out of a total of 46 non-pooled bond proceed funds, which represent over 25% of the total non-pooled investments based on outstanding issuances as of December 31, 2025 and tested for compliance with their governing bond documents. There were two new bonds issued during the period under audit. See ATT 1 – *Schedule of Sample Non-Pooled Investments*.

We conducted this performance audit in accordance with *Generally Accepted Government Auditing Standards* (GAGAS) issued by the Comptroller General of the United States of America except for paragraph 3.56 regarding our independence as described in the below paragraph. Those standards require that we plan and perform the audit to obtain sufficient, appropriate evidence to provide a reasonable basis for our findings and conclusions based on our objectives. We believe that the evidence obtained provides a reasonable basis for our findings and conclusions based on our audit objective.

As required by various statutes within the California Government Code, County Auditor-Controllers or Directors of Finance are mandated to perform certain accounting, auditing, and financial reporting functions. These activities, in themselves, necessarily impair GAGAS' independence standards. Specifically, auditors should not audit their own work or provide non-audit services in situations where the amounts or services involved are significant/material to the subject matter of the audit.

Although the Director of Finance is statutorily obligated to maintain the non-pooled investment in the County Treasury, the following safeguard and division of responsibility exist. The staff that has the responsibility to perform audits within the Auditor-Controller Division has no other responsibility regarding the internal control or compliance of the

The Honorable Board of Supervisors and
The Sacramento County Treasury Oversight Committee
February 10, 2026

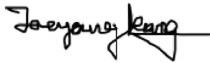
Fund, the accounts or records being audited including the approval or posting of financial transactions that would therefore enable the reader of this report to rely on the information contained herein.

Based on our audit, the Fund complied with governing bond documents, and applicable laws and regulations for the quarter ended December 31, 2025. Also, it appears that Treasury and Investment have adequate internal controls to ensure the Fund's compliance with governing bond documents, and applicable laws and regulations.

This report is intended solely for the information and use of the Sacramento County Board of Supervisors, Sacramento County Treasury Oversight Committee, Sacramento County Audit Committee, and Sacramento County Executive, and the management of Treasury and Investment, and should not be used for any other purpose. It is not intended to be, and should not be, used by anyone other than these specified parties. However, this report is a matter of public record, and its distribution is not limited.

Sincerely,

CHAD RINDE
DIRECTOR OF FINANCE

A handwritten signature in black ink, appearing to read "Tae-Young Kang", with a horizontal line extending to the right.

By: Tae-Young Kang, CPA
Audit Manager

ATT 1 – Schedule of Sample Non-Pooled Investments

COUNTY OF SACRAMENTO
TREASURY OVERSIGHT COMMITTEE
NON-POOLED INVESTMENTS
SCHEDULE OF SAMPLE NON-POOLED INVESTMENTS
FOR THE QUARTER ENDED DECEMBER 31, 2025

Issue ⁽¹⁾	Book Value 12/31/2025	% of Portfolio
Airports System Ref 2018D-F (REV)	\$ 6,250,626.91	<1
Twin Rivers USD, Series 2022A (GO)	7,471,110.60	<1
Airports System Ref 2018A-C (REV)	18,440,643.23	1
Airport System 2009 C&D (REV)	19,318,098.78	1
SCWA, Series 2007 (REV)	23,493,480.97	1
FCUSD SFID #4, (Measure R) (GO)	32,694,251.62	2
Airport System 2009 A&B (REV)	63,996,515.61	4
Sac Metro FD, GO Series 2025A (GO)	140,599,358.61	8
Sac City USD, Series 2025 D (GO)	151,968,836.20	9
Sac City USD, Series 2025 C (GO)	273,143,195.15	15
Airport System Sr Rev, Ser 24 (REV)	279,361,949.00	16
Airports System, Series 2025A (REV)	297,918,939.70	17
Total Non-pooled Investments tested	1,314,657,006.38	74 ⁽²⁾
Total Non-Pooled Investments	\$ 1,775,894,975.61	100

DISCUSSION AND ACTION ON THE QUARTERLY REPORT OF THE POOLED
INVESTMENT FUND FOR THE QUARTER ENDED DECEMBER 31, 2025, AND
COMPLIANCE WITH INVESTMENT POLICY.



Quarterly Pooled Investment Fund Report

As Prescribed By
California Government Code Section 53646

For The Quarter Ended December 31, 2025

Compliance to Investment Policy

Based on the Director of Finance's Review Group Month-End Reports, there were no items out of compliance with the Calendar Year 2025 Investment Policy during the quarter ended December 31, 2025.

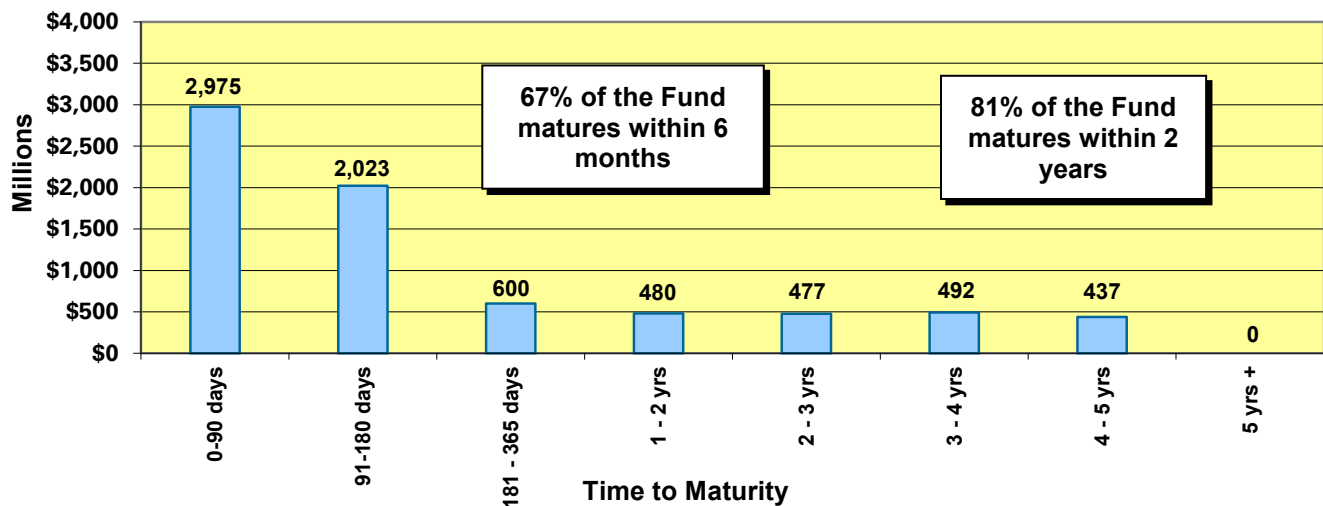
Portfolio Statistics	Quarter Ended 09/30/25	Quarter Ended 12/31/2025
Average Daily Balance	\$6,392,045,052	\$6,462,437,966
Period-End Balance	\$6,185,748,027	\$7,483,945,834
Earned Interest Yield	3.970%	3.906%
Weighted Average Maturity	383 Days	339 Days
Duration in Years	0.970	0.865
Amortized Book Value	\$6,192,998,400	\$7,491,449,171
Market Value	\$6,211,959,977	\$7,519,409,956
Percent of Market to Cost	100.31%	100.37%

The earned interest yield presented above does not have any costs deducted. The investment management costs in prior years and this year continue to be approximately 6 basis points or 0.06%. The quarterly apportionment of earnings to participating funds will be made on a cash basis (as opposed to an accrual basis) for the first three quarters of the fiscal year. Earnings to participating funds will be annualized over the fiscal year based on a fund's cumulative average daily cash balance at each quarter end and fiscal year end. At fiscal year end (fourth quarter), the earnings of the Pool will be converted to an accrual basis for the fourth quarter earnings' allocation.

Portfolio Structure as of December 31, 2025¹

Investment Description	Percentage of Portfolio at Cost 09/30/2025	Percentage of Portfolio at Cost 12/31/2025	Percentage of Portfolio at Market 12/31/2025	Earned Interest Yield at 12/31/2025
<i>US Agency, Treasury & Municipal Notes (USATM):</i>				
<i>US Agency Notes</i>	22.34%	25.03%	25.07%	3.784%
<i>Notes/Discount Notes FFCB</i>	6.78%	5.33%	5.35%	3.474%
<i>Notes/Discount Notes FHLB</i>	15.01%	18.79%	18.80%	3.869%
<i>Notes/Discount Notes FNMA</i>	0.56%	0.91%	0.92%	3.834%
<i>Notes/Discount Notes FHLMC</i>	0.00%	0.00%	0.00%	0.000%
<i>US Treasury Notes/Discount Notes</i>	3.12%	3.17%	3.18%	4.075%
<i>Municipal Notes</i>	0.46%	0.34%	0.34%	4.037%
Total USATM	25.92%	28.54%	28.58%	3.819%
Repurchase Agreements	0.00%	0.00%	0.00%	0.000%
Supranationals	26.94%	21.74%	21.84%	3.474%
Commercial Paper	20.72%	18.97%	18.98%	4.047%
Certificates of Deposit	20.67%	25.32%	25.20%	3.985%
LAIF	1.21%	1.00%	1.00%	4.025%
Bank Money Market	1.95%	1.61%	1.60%	3.628%
Money Market Accounts	2.59%	2.81%	2.80%	4.310%

POOLED INVESTMENT FUND MATURITIES AS OF DECEMBER 31, 2025 \$7,484 Billion



¹ Percentages may not add up to 100% due to rounding

Projected Cash Flow

Based upon our cash flow model projection dated January 20, 2026, summarized below, we have sufficient cash flow to meet expenditures for the next 12 months.

Month	Bank Balance	Maturities & Interest	Receipts	Disbursements	Difference	Less Investments Beyond One Year	Funds Available for Future Cash Flow Needs*
<i>Dollar amounts represented in millions</i>							
Jan	\$20.0	\$1,110.9	\$900.7	\$1,506.9	\$504.7	\$30.0	\$474.7
Feb	\$20.0	\$732.4	\$887.1	\$1,207.9	\$411.6	\$30.0	\$381.6
Mar	\$20.0	\$679.3	\$1,114.4	\$1,238.9	\$554.8	\$30.0	\$524.8
Apr	\$20.0	\$372.1	\$1,683.3	\$1,319.9	\$735.5	\$30.0	\$705.5
May	\$20.0	\$977.5	\$936.7	\$1,447.9	\$466.3	\$30.0	\$436.3
Jun	\$20.0	\$823.0	\$1,178.2	\$1,180.9	\$820.3	\$30.0	\$790.3
Jul	\$20.0	\$910.8	\$750.8	\$1,645.9	\$15.7	\$30.0	(\$14.3)
Aug	\$20.0	\$15.2	\$908.0	\$1,426.4	(\$503.2)	\$30.0	(\$533.2)
Sep	\$20.0	\$26.2	\$1,209.8	\$1,181.9	\$54.1	\$30.0	\$24.1
Oct	\$20.0	\$104.5	\$1,028.4	\$1,224.9	(\$92.0)	\$30.0	(\$122.0)
Nov	\$20.0	\$4.1	\$1,184.1	\$1,092.9	\$95.3	\$30.0	\$65.3
Dec	\$20.0	\$29.4	\$2,093.0	\$1,374.9	\$747.5	\$30.0	\$717.5

*Any excess net cash flow amounts in this column will be used to fund negative cash flow positions in later months.

Detailed Listing of Investments

A complete detailed listing of all investments for the Pooled Investment Fund as of December 31, 2025, is contained in the back of this report. This report notes the type of investment; name of the security; the CUSIP; the purchase date; the maturity date; the coupon and the yield; the par value, book value and market value of each security; the pricing source for the market value; and the duration of each security.

External third-party investment manager(s) at December 31, 2025:

<u>Investment</u>	<u>Firm</u>	<u>Amount</u>
Government Portfolio	Fidelity Investments	\$210,480,022.74
Local Agency Investment Fund	State Treasurer's Office	\$75,000,000.00

The Fund uses an external investment accounting system called SymPro by Emphasys Software. The market valuations are based upon the pricing of Interactive Data Corporation (IDC).

THIS COMPLETES THE QUARTERLY REPORT REQUIREMENTS OF CALIFORNIA GOVERNMENT CODE § 53646.

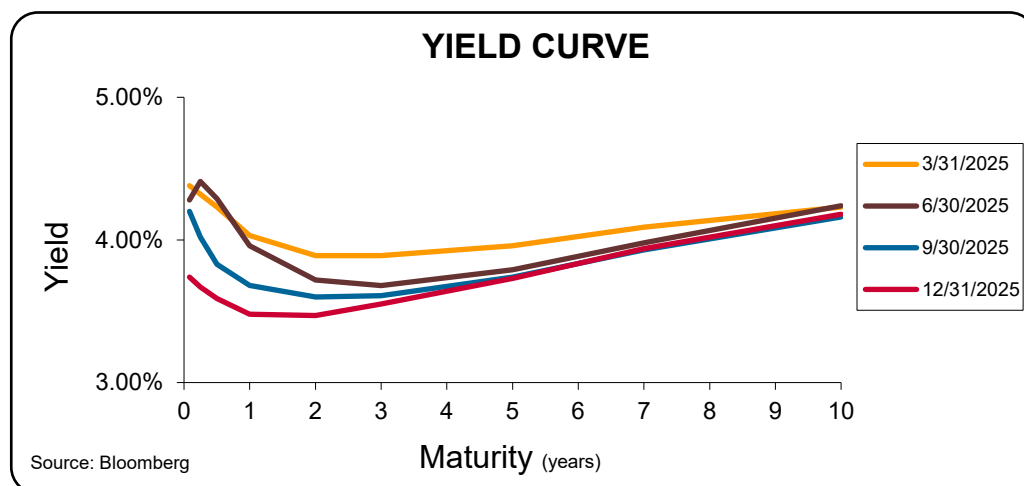
Financial Markets Commentary

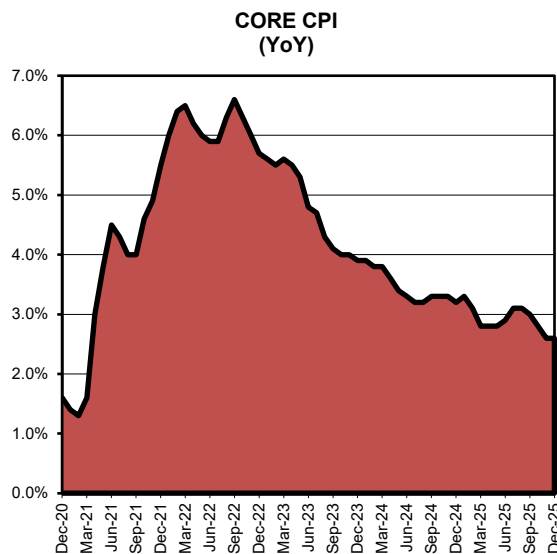
On December 10, 2025, the Federal Open Market Committee (FOMC) cut the federal funds rate by 0.25 percentage points to a target range of 3.50% to 3.75%. This marked the third consecutive meeting with a quarter-point cut. For the first time since 2019, three members of the committee dissented. Two members favored no change, while one member supported a larger half-point cut. FOMC Chair Powell, whose term ends in May, stated after the meeting that although the labor market has weakened, the Federal Reserve is well-positioned to wait and see how the economy evolves. The long-run federal funds rate remained at 3.00%, with the median projection calling for one quarter-point cut in both 2026 and 2027.

Nonfarm payrolls declined by 67,000 in the fourth quarter of 2025, and job growth weakened significantly over the year. The annual nonfarm payrolls for 2025 were the lowest since the start of the pandemic in 2020 and the second-lowest reading since the end of Great Recession in 2009. The unemployment rate rose in the fourth quarter, finishing the year at 4.4%—slightly below November’s 4.5% but notably higher than January’s 4.0% at the start of the year.

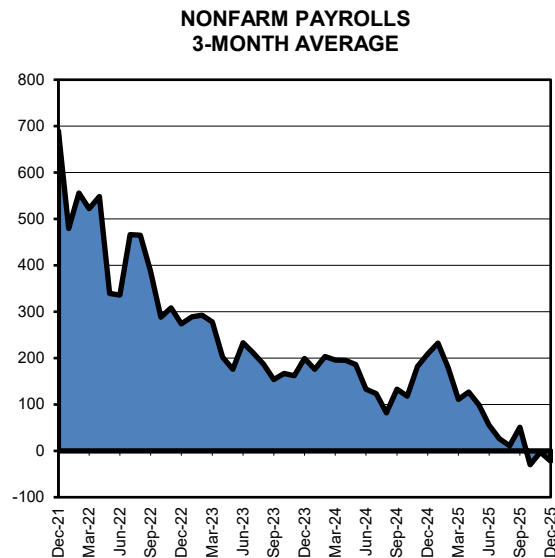
Due to the 43-day government shutdown, the Bureau of Labor Statistics did not release a monthly Consumer Price Index (CPI) report for October. In November, however, the CPI fell to 2.7% from 3.0% in September, marking its lowest reading in five months. The Core CPI unexpectedly fell to 2.6% from 3.0% in September, its lowest level since March 2021. Despite declines in both the CPI and Core CPI, inflation remains elevated and above the Federal Reserve’s stated goal of 2.0%. Some market experts cautioned that the government shutdown may have distorted data collection, resulting in an exaggerated decrease in price levels that could correct over the coming months.

The Federal Funds Futures market does not anticipate another rate cut until July 2026, which aligns with the Federal Reserve’s own projections. Based on these expectations, we forecast a marginal decrease in the yield on the Pooled Investment Fund over the next few quarters.





Source: Bloomberg



Source: Bloomberg

Portfolio Management Strategy

During the past quarter, we continued to provide adequate liquidity to meet the cash flow needs of the Pooled Investment Fund participants. We are currently funding the cash flows for July 2026. We are purchasing five-year U. S. Treasury, U.S. Agency, and Washington Supranational securities on a monthly basis for the “CORE” portfolio, which is composed of all securities maturing beyond one year. This laddered structure stabilizes the yield over longer periods. Over the next quarter, our quarterly yield should range between 3.50% and 3.75%.

Respectfully submitted,
Bernard Santo Domingo
Chief Investment Officer

Concur,
Chad Rinde
Director of Finance

Attachment County of Sacramento Short-Term Investment Portfolio

Release Date: January 30, 2026

OVERCOM POOL REPORT
Investments by All Types
Active Investments
December 31, 2025

CUSIP	Investment #	Fund	Issuer	Par Value	Purchase Price	Remaining Cost	Current Rate	Maturity Date	Call Date	Call Price
Money Market Accounts										
5STARMMMA	84745	100	Five Star Bank	20,068,397.54	100.00000000	20,068,397.54	4.020			
SYS85966	85966	100	Federated	0.00	100.00000000	0.00	4.770			
SYS85903	85903	100	Fidelity	210,480,022.74	100.00000000	210,480,022.74	4.310			
				230,548,420.28		230,548,420.28				
State Pool										
LAIF	57960	100	LAIF	75,000,000.00	100.00000000	75,000,000.00	4.025			
				75,000,000.00		75,000,000.00				
Certificates of Deposit										
06418NUG8	86457	100	Bank of Nova Scotia	50,000,000.00	100.00000000	50,000,000.00	4.260	01/30/2026		
06418NJR4	86578	100	Bank of Nova Scotia	120,000,000.00	100.00000000	120,000,000.00	3.970	05/04/2026		
06418NJS2	86579	100	Bank of Nova Scotia	50,000,000.00	100.00000000	50,000,000.00	3.970	05/07/2026		
06418NKA9	86600	100	Bank of Nova Scotia	85,000,000.00	100.00000000	85,000,000.00	3.940	05/13/2026		
06418NLL4	86645	100	Bank of Nova Scotia	50,000,000.00	100.00000000	50,000,000.00	3.870	06/15/2026		
13606DQM7	86631	100	Canadian Imperial Bank Corp	60,000,000.00	100.00000000	60,000,000.00	3.890	06/03/2026		
65558WPR3	86576	100	NORDEA BANK	75,000,000.00	100.00000000	75,000,000.00	3.910	05/01/2026		
65558WPS1	86577	100	NORDEA BANK	80,000,000.00	100.00000000	80,000,000.00	3.910	05/08/2026		
65558WQX9	86640	100	NORDEA BANK	100,000,000.00	100.00000000	100,000,000.00	3.810	06/05/2026		
65558WRA8	86642	100	NORDEA BANK	50,000,000.00	100.00000000	50,000,000.00	3.790	06/08/2026		
65558WRB6	86643	100	NORDEA BANK	50,000,000.00	100.00000000	50,000,000.00	3.790	06/10/2026		
78015JPL5	86518	100	Royal Bank of Canada	100,000,000.00	100.00000000	100,000,000.00	3.990	02/06/2026		
78015JPY7	86529	100	Royal Bank of Canada	70,000,000.00	100.00000000	70,000,000.00	3.950	02/13/2026		
78015JTG2	86623	100	Royal Bank of Canada	75,000,000.00	100.00000000	75,000,000.00	3.920	05/22/2026		
78015JTU1	86630	100	Royal Bank of Canada	70,000,000.00	100.00000000	70,000,000.00	3.880	06/01/2026		
78015JW45	86653	100	Royal Bank of Canada	50,000,000.00	100.00000000	50,000,000.00	3.790	07/06/2026		
83050YFT2	86622	100	Skandinaviska Enskilda Banken	50,000,000.00	100.00000000	50,000,000.00	3.920	05/22/2026		
86959TPN0	86339	100	Svenska Handelsbanken	90,002,345.34	100.0026059	90,002,345.34	4.375	01/02/2026		
86959TRS7	86563	100	Svenska Handelsbanken	50,000,000.00	100.0023052	50,001,152.62	3.885	04/07/2026		
86959TSH0	86625	100	Svenska Handelsbanken	50,000,000.00	100.0023984	50,001,199.18	3.940	05/19/2026		
87019WS63	86496	100	SWEDBANK	50,000,000.00	100.00000000	50,000,000.00	4.020	02/02/2026		
87019WU94	86530	100	SWEDBANK	90,000,000.00	100.00000000	90,000,000.00	3.930	03/06/2026		

OVERCOM PORTFOLIO REPORT
Investments by All Types
December 31, 2025

CUSIP	Investment #	Fund	Issuer	Par Value	Purchase Price	Remaining Cost	Current Rate	Maturity Date	Call Date	Call Price
Certificates of Deposit										
87019WV28	86531	100	SWEDBANK	55,000,000.00	100.00000000	55,000,000.00	3.930	03/03/2026		
87019WW84	86581	100	SWEDBANK	45,000,000.00	100.00000000	45,000,000.00	3.890	03/05/2026		
87019WX26	86590	100	SWEDBANK	65,000,000.00	100.00000000	65,000,000.00	3.930	05/11/2026		
87019WY41	86644	100	SWEDBANK	50,000,000.00	100.00000000	50,000,000.00	3.800	06/12/2026		
96130AG69	86668	100	Westpac Bank	125,000,000.00	100.00000000	125,000,000.00	3.790	07/17/2026		
Subtotal				1,855,000,000.00		1,855,004,697.14				
CRA CDs										
SYS86221	86221	100	East West	20,000,000.00	100.00000000	20,000,000.00	4.000	04/10/2026		
SYS86264	86264	100	RIVER CITY BANK	10,000,000.00	100.00000000	10,000,000.00	3.980	05/07/2026		
SYS86616	86616	100	RIVER CITY BANK	10,000,000.00	100.00000000	10,000,000.00	3.980	05/07/2026		
Subtotal				40,000,000.00		40,000,000.00				
Commercial Paper Disc. -At Cost										
06366HBT3	86472	100	Bank of Montreal	85,000,000.00	97.9322778	83,242,436.11	4.090	02/27/2026		
06366HD12	86537	100	Bank of Montreal	110,000,000.00	98.1090278	107,919,930.56	3.890	04/01/2026		
06366HF28	86632	100	Bank of Montreal	85,000,000.00	98.0844167	83,371,754.17	3.810	06/02/2026		
06366HF10	86638	100	Bank of Montreal	45,000,000.00	98.1055833	44,147,512.50	3.810	06/01/2026		
13607FD29	86550	100	Canadian Imperial Bank Corp	50,000,000.00	98.1343333	49,067,166.67	3.860	04/02/2026		
13607FEN2	86580	100	Canadian Imperial Bank Corp	100,000,000.00	97.8935000	97,893,500.00	3.830	05/22/2026		
13607FD29	86615	100	Canadian Imperial Bank Corp	60,000,000.00	98.4941667	59,096,500.00	3.900	04/02/2026		
13607FCK0	86619	100	Canadian Imperial Bank Corp	50,000,000.00	98.6925278	49,346,263.89	3.890	03/19/2026		
16677KFN8	86641	100	Chevron Corp	50,000,000.00	97.9964444	48,998,222.22	3.680	06/22/2026		
16677KG15	86658	100	Chevron Corp	50,000,000.00	98.0391667	49,019,583.33	3.620	07/01/2026		
47816GB32	86519	100	JOHNSON & JOHNSON	50,000,000.00	98.6701389	49,335,069.44	3.830	02/03/2026		
478146GB40	86520	100	JOHNSON & JOHNSON	50,000,000.00	98.6595000	49,329,750.00	3.830	02/04/2026		
63763QAP2	86462	100	National Securities	60,000,000.00	98.2760833	58,965,650.00	4.110	01/23/2026		
63763QAW7	86475	100	National Securities	50,000,000.00	98.3320278	49,166,013.89	4.030	01/30/2026		
63763QB22	86482	100	National Securities	40,000,000.00	98.3096389	39,323,855.56	4.030	02/02/2026		
63763QBH9	86507	100	National Securities	60,000,000.00	98.3722500	59,023,350.00	3.830	02/17/2026		
63763QB97	86528	100	National Securities	80,000,000.00	98.6169444	78,893,555.56	3.830	02/09/2026		
63763QBK2	86536	100	National Securities	15,000,000.00	98.5525000	14,782,875.00	3.860	02/19/2026		
89116FAC4	86423	100	Toronto Dominion	35,000,000.00	98.1317500	34,346,112.50	4.230	01/12/2026		
89116FAD2	86442	100	Toronto Dominion	40,000,000.00	98.2320000	39,292,800.00	4.160	01/13/2026		
89116FAF7	86443	100	Toronto Dominion	40,000,000.00	98.2088889	39,283,555.56	4.160	01/15/2026		
89116FAL4	86447	100	Toronto Dominion	80,000,000.00	98.1566667	78,525,333.33	4.200	01/20/2026		

OVERCOM PORTFOLIO REPORT
Investments by All Types
December 31, 2025

CUSIP	Investment #	Fund	Issuer	Par Value	Purchase Price	Remaining Cost	Current Rate	Maturity Date	Call Date	Call Price
Commercial Paper Disc. -At Cost										
89116FC57	86569	100	Toronto Dominion	40,000,000.00	98.5810000	39,432,400.00	3.870	03/05/2026		
89116FCL2	86617	100	Toronto Dominion	15,000,000.00	98.6401667	14,796,025.00	3.980	03/20/2026		
89116FCG3	86618	100	Toronto Dominion	60,000,000.00	98.6987222	59,219,233.33	3.970	03/16/2026		
89116FEN6	86646	100	Toronto Dominion	45,000,000.00	98.2597778	44,216,900.00	3.820	05/22/2026		
				Subtotal	1,445,000,000.00	1,420,035,348.62				
Federal Agency Coupon Securities										
3133ELKA1	84107	100	Federal Farm Credit Bank	35,802,000.00	104.2530000	37,324,659.06	1.750	01/28/2026		
3133ENTS9	84521	100	Federal Farm Credit Bank	25,000,000.00	99.2290000	24,807,250.00	2.600	04/05/2027		
3133ENG87	84650	100	Federal Farm Credit Bank	25,000,000.00	99.5127000	24,878,175.00	2.920	08/17/2027		
3133ENL99	84739	100	Federal Farm Credit Bank	30,000,000.00	96.5629000	28,968,870.00	3.375	09/15/2027		
3133EPFU4	85024	100	Federal Farm Credit Bank	20,000,000.00	98.4898539	19,697,970.77	3.500	04/12/2028		
3133EPJD8	85061	100	Federal Farm Credit Bank	30,000,000.00	99.6725000	29,901,750.00	3.600	05/09/2028		
3133EPC45	85368	100	Federal Farm Credit Bank	30,000,000.00	99.2786000	29,783,580.00	4.625	11/13/2028		
3133ERDH1	85706	100	Federal Farm Credit Bank	40,000,000.00	101.0610000	40,424,400.00	4.750	04/30/2029		
3133ERVU2	85924	100	Federal Farm Credit Bank	50,000,000.00	99.2855000	49,642,750.00	3.500	10/02/2026		
3133ERL41	86046	100	Federal Farm Credit Bank	20,000,000.00	99.8435000	19,968,700.00	4.125	12/17/2029		
3133ETPF8	86375	100	Federal Farm Credit Bank	25,000,000.00	99.0220000	24,755,500.00	3.750	07/08/2030		
3130AQF65	84383	100	Federal Home Loan Bank	25,000,000.00	99.7238230	24,930,955.75	1.250	12/21/2026		
3130ATS57	85025	100	Federal Home Loan Bank	10,000,000.00	102.9610000	10,296,100.00	4.500	03/10/2028		
3130AWTR1	85254	100	Federal Home Loan Bank	30,000,000.00	99.3070770	29,792,123.10	4.375	09/08/2028		
3130AXQK7	85452	100	Federal Home Loan Bank	30,000,000.00	103.7008000	31,110,240.00	4.750	12/08/2028		
3130ATUT2	86044	100	Federal Home Loan Bank	20,000,000.00	101.5369000	20,307,380.00	4.500	12/14/2029		
3130AWTS9	86508	100	Federal Home Loan Bank	40,000,000.00	104.0200000	41,608,000.00	4.500	09/13/2030		
3135G05Q2	86451	100	Federal National Mtg Assn	40,000,000.00	86.5350000	34,614,000.00	0.875	08/05/2030		
31359MGK3	86648	100	Federal National Mtg Assn	30,000,000.00	112.6750000	33,802,500.00	6.625	11/15/2030		
				Subtotal	555,802,000.00	556,614,903.68				

Federal Agency Disc. -At Cost

313313RK6	86399	100	Federal Farm Credit Bank	25,000,000.00	98.1600000	24,540,000.00	4.140	01/05/2026		
313313TN8	86517	100	Federal Farm Credit Bank	15,000,000.00	98.4542222	14,768,133.33	3.760	02/25/2026		
313313ZA9	86667	100	Federal Farm Credit Bank	30,000,000.00	98.1150000	29,434,500.00	3.480	07/07/2026		
313385RG	86393	100	Federal Home Loan Bank	45,000,000.00	98.0726667	44,132,700.00	4.130	01/02/2026		
313385RG3	86400	100	Federal Home Loan Bank	60,000,000.00	98.2097639	58,925,858.33	4.105	01/02/2026		
313385RL2	86412	100	Federal Home Loan Bank	70,000,000.00	98.1648750	68,715,412.50	4.155	01/06/2026		
313385SL1	86415	100	Federal Home Loan Bank	125,000,000.00	98.0235417	122,529,427.08	3.975	01/30/2026		

OVERCOM PC--L REPORT
Investments by All Types
December 31, 2025

CUSIP	Investment #	Fund	Issuer	Par Value	Purchase Price	Remaining Cost	Current Rate	Maturity Date	Call Date	Call Price
Federal Agency Disc. -At Cost										
313385RW8	86426	100	Federal Home Loan Bank	30,000,000.00	98.1977500	29,459,325.00	4.005	01/16/2026		
313385SL1	86449	100	Federal Home Loan Bank	75,000,000.00	98.1735417	73,630,156.25	3.985	01/30/2026		
313385SL1	86466	100	Federal Home Loan Bank	75,000,000.00	98.2840000	73,713,000.00	3.960	01/30/2026		
313385SL1	86473	100	Federal Home Loan Bank	25,000,000.00	98.3166944	24,579,173.61	3.935	01/30/2026		
313385SP2	86516	100	Federal Home Loan Bank	60,000,000.00	98.6770000	59,206,200.00	3.780	02/02/2026		
313385TH9	86549	100	Federal Home Loan Bank	50,000,000.00	98.6145833	49,307,291.67	3.750	02/20/2026		
313385UE4	86560	100	Federal Home Loan Bank	90,000,000.00	98.4665556	88,619,900.00	3.730	03/13/2026		
313385TT3	86566	100	Federal Home Loan Bank	85,000,000.00	98.6463333	83,849,383.33	3.720	03/02/2026		
313385TT3	86591	100	Federal Home Loan Bank	20,000,000.00	98.8348889	19,766,977.78	3.745	03/02/2026		
313385TV8	86592	100	Federal Home Loan Bank	50,000,000.00	98.8140833	49,407,041.67	3.745	03/04/2026		
313385VF7	86628	100	Federal Home Loan Bank	75,000,000.00	97.9600000	73,470,000.00	3.600	06/18/2026		
313385XC5	86639	100	Federal Home Loan Bank	85,000,000.00	98.3170417	83,569,485.42	3.585	05/22/2026		
313385YT7	86652	100	Federal Home Loan Bank	100,000,000.00	98.0179167	98,017,916.67	3.550	06/30/2026		
313385ZL3	86669	100	Federal Home Loan Bank	50,000,000.00	98.0833333	49,041,666.67	3.450	07/17/2026		
313385ZB5	86670	100	Federal Home Loan Bank	100,000,000.00	98.1695833	98,169,583.33	3.450	07/08/2026		
				Subtotal	1,340,000,000.00	1,316,853,132.64				
Treasury Coupon Securities										
91282CKK6	85963	100	U.S. Treasury	50,000,000.00	100.9531250	50,476,562.50	4.875	04/30/2026		
91282CNK3	86388	100	U.S. Treasury	15,000,000.00	99.2421875	14,886,328.13	3.875	06/30/2030		
				Subtotal	65,000,000.00	65,362,890.63				
Treasury Discounts -At Cost										
912797RH2	86401	100	U.S. Treasury	40,000,000.00	98.1368194	39,254,727.78	4.115	01/08/2026		
912797RH2	86402	100	U.S. Treasury	50,000,000.00	98.1505000	49,075,250.00	4.110	01/08/2026		
912797SY4	86601	100	U.S. Treasury	40,000,000.00	98.7688667	39,507,546.67	3.756	03/10/2026		
912797SV0	86629	100	U.S. Treasury	45,000,000.00	98.2106667	44,194,800.00	3.660	05/21/2026		
				Subtotal	175,000,000.00	172,032,324.45				
Supra-National										
45818WDA1	84016	100	Inter-American Dev Bank	25,000,000.00	99.7130000	24,928,250.00	0.800	03/04/2026		
4581XOCU0	84135	100	Inter-American Dev Bank	25,000,000.00	105.3590000	26,339,750.00	2.000	06/02/2026		
45818WDJ2	84240	100	Inter-American Dev Bank	10,000,000.00	99.7294000	9,972,940.00	0.800	08/19/2026		
4581XOEB0	84421	100	Inter-American Dev Bank	25,000,000.00	99.7940000	24,948,500.00	1.500	01/13/2027		
4581XOEB0	84446	100	Inter-American Dev Bank	25,000,000.00	98.4179000	24,604,475.00	1.500	01/13/2027		
45818WDL7	84497	100	Inter-American Dev Bank	25,000,000.00	99.3978000	24,849,450.00	1.780	03/12/2027		

OVERCOM PC - REPORT
Investments by All Types
December 31, 2025

CUSIP	Investment #	Fund	Issuer	Par Value	Purchase Price	Remaining Cost	Current Rate	Maturity Date	Call Date	Call Price
Supra-National										
45818WDM5	84575	100	Inter-American Dev Bank	20,000,000.00	99.4736000	19,894,720.00	2.750	04/12/2027		
45818WDR4	84583	100	Inter-American Dev Bank	30,000,000.00	100.0000000	30,000,000.00	2.980	06/09/2027		
4581X0CY2	84613	100	Inter-American Dev Bank	25,000,000.00	96.6270000	24,156,750.00	2.375	07/07/2027		
45818WEE2	84691	100	Inter-American Dev Bank	25,000,000.00	99.1780000	24,794,500.00	3.420	09/07/2027		
45818WEF9	84773	100	Inter-American Dev Bank	30,000,000.00	100.0000000	30,000,000.00	4.550	11/10/2027		
4581X0EH1	84874	100	Inter-American Dev Bank	30,000,000.00	99.7533000	29,925,990.00	4.000	01/12/2028		
4581X0EH7	84909	100	Inter-American Dev Bank	30,000,000.00	100.2995000	30,089,850.00	4.000	01/12/2028		
45818WEM4	84937	100	Inter-American Dev Bank	30,000,000.00	99.0520000	29,715,600.00	4.250	03/03/2028		
45818WEQ5	85099	100	Inter-American Dev Bank	30,000,000.00	98.9767000	29,693,010.00	3.800	06/09/2028		
4581X0DX3	85193	100	Inter-American Dev Bank	30,000,000.00	85.3950000	25,618,500.00	1.125	07/20/2028		
4581X0EN4	85532	100	Inter-American Dev Bank	40,000,000.00	99.4220000	39,768,800.00	4.125	02/15/2029		
45818WFA9	85589	100	Inter-American Dev Bank	40,000,000.00	99.6420000	39,856,800.00	4.170	03/19/2029		
45818WFR2	85741	100	Inter-American Dev Bank	25,000,000.00	100.3396000	25,084,900.00	4.600	06/07/2029		
4581X0DG0	85747	100	Inter-American Dev Bank	15,000,000.00	89.9580000	13,493,700.00	2.250	06/18/2029		
45818WF35	85837	100	Inter-American Dev Bank	40,000,000.00	100.0000000	40,000,000.00	3.900	08/15/2029		
459058JX2	84163	100	Int Bk Recon & Develop	25,000,000.00	100.1548000	25,038,700.00	0.875	07/15/2026		
459058JX2	84201	100	Int Bk Recon & Develop	25,000,000.00	100.1535000	25,038,375.00	0.875	07/15/2026		
459058KT9	85138	100	Int Bk Recon & Develop	30,000,000.00	95.5108000	28,653,240.00	3.500	07/12/2028		
459058KW2	85824	100	Int Bk Recon & Develop	50,000,000.00	102.6570000	51,328,500.00	4.625	08/01/2028		
459058JW4	85839	100	Int Bk Recon & Develop	30,000,000.00	91.3684830	27,410,544.90	1.375	04/20/2028		
459058JW4	85840	100	Int Bk Recon & Develop	40,000,000.00	91.3600000	36,544,000.00	1.375	04/20/2028		
459058KL6	85922	100	Int Bk Recon & Develop	40,000,000.00	99.9520000	39,980,800.00	3.625	09/21/2029		
459058KQ5	86124	100	Int Bk Recon & Develop	40,000,000.00	97.4514000	38,980,560.00	3.876	02/14/2030		
459058LR2	86171	100	Int Bk Recon & Develop	40,000,000.00	99.5650000	39,826,000.00	4.125	03/20/2030		
459058LR2	86239	100	Int Bk Recon & Develop	40,000,000.00	100.5490000	40,219,600.00	4.125	03/20/2030		
459058JC8	86270	100	Int Bk Recon & Develop	40,000,000.00	85.3580000	34,143,200.00	0.875	05/14/2030		
459058JC8	86343	100	Int Bk Recon & Develop	40,000,000.00	86.4678000	34,587,120.00	0.875	05/14/2030		
459058LY7	86572	100	Int Bk Recon & Develop	30,000,000.00	99.4240000	29,827,200.00	3.500	10/28/2030		
459058LY7	86582	100	Int Bk Recon & Develop	30,000,000.00	98.5700000	29,571,000.00	3.500	10/28/2030		
45950VPV2	84057	100	Intl Finance Corp	25,000,000.00	100.1462000	25,036,550.00	0.970	04/14/2026		
45950VPX8	84101	100	Intl Finance Corp	25,000,000.00	99.7026000	24,925,650.00	0.860	05/14/2026		
45950VQF6	84250	100	Intl Finance Corp	15,000,000.00	99.9218000	14,988,270.00	0.820	09/15/2026		
45950KCX6	84280	100	Intl Finance Corp	25,000,000.00	98.5890000	24,647,250.00	0.750	10/08/2026		
45950KCX6	84325	100	Intl Finance Corp	25,000,000.00	97.6689000	24,417,225.00	0.750	10/08/2026		
45950VRN8	84838	100	Intl Finance Corp	30,000,000.00	99.7045000	29,911,350.00	3.800	12/09/2027		
45950VSJ6	85302	100	Intl Finance Corp	30,000,000.00	98.5359000	29,560,770.00	4.500	09/13/2028		
45950VSS6	85479	100	Intl Finance Corp	40,000,000.00	100.0000000	40,000,000.00	4.050	01/10/2029		
45950VSZ0	85612	100	Intl Finance Corp	40,000,000.00	99.6169850	39,846,794.00	4.375	03/27/2029		

OVERCOM PORTFOLIO REPORT
Investments by All Types
December 31, 2025

CUSIP	Investment #	Fund	Issuer	Par Value	Purchase Price	Remaining Cost	Current Rate	Maturity Date	Call Date	Call Price
Supra-National										
45950KDH0	85771	100	Intl Finance Corp	40,000,000.00	98.9630000	39,585,200.00	4.250	07/02/2029		
45950VTQ9	85904	100	Intl Finance Corp	65,000,000.00	100.0000000	65,000,000.00	3.550	09/20/2027		
45950VTS5	85906	100	Intl Finance Corp	50,000,000.00	100.0000000	50,000,000.00	3.580	03/24/2027		
45950VTX4	85907	100	Intl Finance Corp	40,000,000.00	99.9727000	39,989,080.00	3.550	09/25/2029		
45950VTY2	85918	100	Intl Finance Corp	50,000,000.00	99.9870000	49,993,500.00	3.560	01/29/2027		
45950VUA2	85990	100	Intl Finance Corp	40,000,000.00	100.0000000	40,000,000.00	4.333	11/14/2029		
45950VUD6	86081	100	Intl Finance Corp	40,000,000.00	100.0000000	40,000,000.00	4.540	01/15/2030		
Subtotal				1,655,000,000.00		1,626,786,963.90				
Variable Rate Muni										
VRSAC2122	84345	100	Sacramento County	1,085,978.67	100.0000000	1,085,978.67	4.037	08/03/2026		
VRSAC2223	84850	100	Sacramento County	3,272,529.62	100.0000000	3,272,529.62	4.037	08/02/2027		
VARSAC2324	85449	100	Sacramento County	7,566,429.33	100.0000000	7,566,429.33	4.037	08/01/2028		
VRSAC2425	86051	100	Sacramento County	13,473,858.85	100.0000000	13,473,858.85	4.037	08/01/2029		
Subtotal				25,398,796.47		25,398,796.47				
Bank Money Market										
BNKOFWEST	84271	100	Bank of the West	100,308,356.16	100.0000000	100,308,356.16	3.550			
Subtotal				100,308,356.16		100,308,356.16				
Total				7,562,057,572.91		7,483,945,833.97				



Department of Finance

CHAD RINDE, DIRECTOR OF FINANCE

POOLED INVESTMENT FUND

Monthly Review — December 2025

PORTFOLIO COMPLIANCE

Based on the Director of Finance Review Group Month-End Report, the entire portfolio was in **full compliance** with the Sacramento County Annual Investment Policy for the Pooled Investment Fund for Calendar Year 2025 and California Government Code.¹

PORTFOLIO STATISTICS

Portfolio's Month-End Balance	\$7,483,945,834
Earned Income Yield for the Month	3.842%
Weighted Average Maturity (Days)	339
Estimated Duration (Years)	0.865
Amortized Book Value	\$7,491,449,171
Month-End Market Value	\$7,519,409,956
Percent of Market to Book Value ²	100.37%

Investment Objectives

- **Safety of Principal**
- **Liquidity**
- **Public Trust**
- **Maximum Rate of Return**

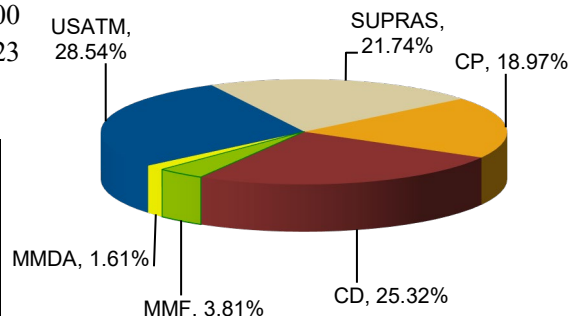
External third-party Investment Manager(s) at month end:

Local Agency Investment Fund (LAIF)	\$75,000,000
Fidelity Investments	\$210,480,023

PORTFOLIO STRUCTURE³

Investment Description	Portfolio at Cost	Yield at Month End
US Agency, Treasury & Municipal Notes (USATM):		
US Agency Notes	25.03%	3.784%
US Treasury Notes	3.17%	4.075%
Municipal Notes	0.34%	4.037%
Total USATM	28.54%	3.819%
Supranationals (SUPRAS)	21.74%	3.474%
Commercial Paper (CP)	18.97%	4.047%
Certificates of Deposit (CD)	25.32%	3.985%
LAIF/Money Market Funds (MMF)	3.81%	4.235%
Bank Money Market (MMDA)	1.61%	3.628%
Repurchase Agreements (REPO)	0.00%	0.000%

Percentage Portfolio Structure by Asset Class³



US Agency Notes Breakdown Percent of Portfolio at Cost³

FFCB Notes/Discount Notes	5.33%
FHLB Notes/Discount Notes	18.79%
FNMA Notes/Discount Notes	0.91%
FHLMC Notes/Discount Notes	0.00%
Total US Agency Notes	25.03%

¹ This monthly review complies with all of the elements required by California Government Code §53646(b), with the exception of a detailed listing of each investment. A complete copy of the *Quarterly Pooled Investment Fund Report*, including a detailed listing of each investment, is available on the Department of Finance, Investment Division Web page at <https://finance.saccounty.gov/Investments/Pages/RptQuartly.aspx>.

² Percent of market to book value is calculated using amortized book value. The GASB 31 fair value reported in the County's Annual Financial Report is calculated using the book value at purchase.

³ Percentages may not add up to totals due to rounding

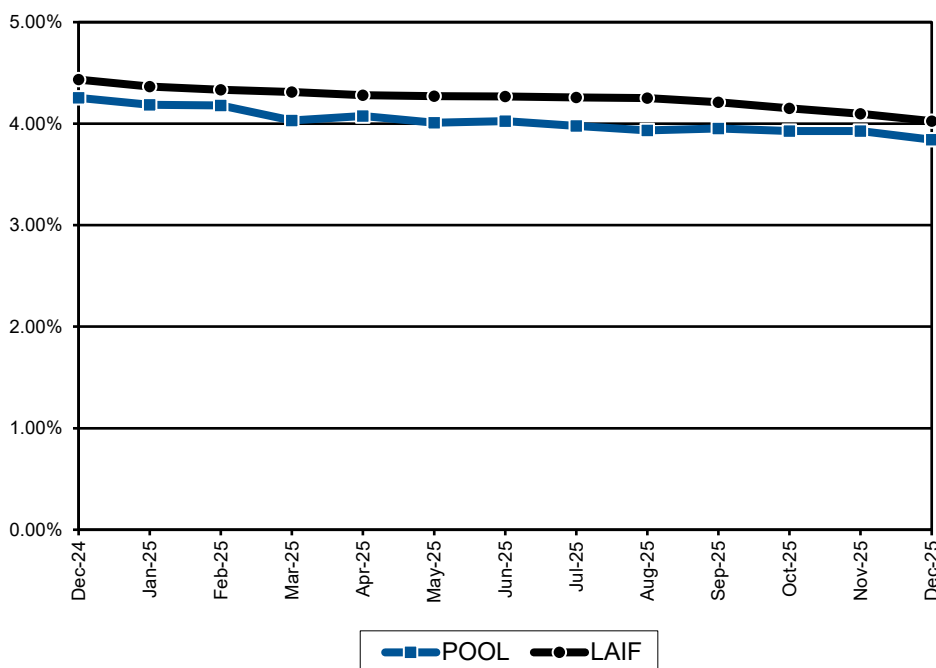
YIELD HISTORY

The earned income yield history represents gross yields; **costs have not been deducted**. The investment management costs in prior years and this year continue to be approximately 6 basis points or 0.06%. The quarterly apportionment of earnings to participating funds will be made on a **cash basis** (as opposed to an accrual basis) for the first three quarters of the fiscal year. Earnings to participating funds will be annualized over the fiscal year based on a fund's cumulative average daily cash balance at each quarter end and fiscal year end. At fiscal year end (fourth quarter), the earnings of the pool will be converted to an accrual basis for the fourth quarter earnings' allocation.

YIELD TRENDS⁴

Earned Income Yield Over Last 12 Months

Earned Income Yield History		
MONTH	POOL	LAIF
Dec-24	4.25%	4.43%
Jan-25	4.19%	4.37%
Feb-25	4.18%	4.33%
Mar-25	4.03%	4.31%
Apr-25	4.08%	4.28%
May-25	4.01%	4.27%
Jun-25	4.03%	4.27%
Jul-25	3.98%	4.26%
Aug-25	3.93%	4.25%
Sep-25	3.95%	4.21%
Oct-25	3.93%	4.15%
Nov-25	3.93%	4.10%
Dec-25	3.84%	4.03%



CASH FLOW PROJECTION-

The Pooled Investment Fund cash requirements are based on a 14-month historical cash flow model. The model has been adjusted for expected non-reoccurring participant liquidity needs. This projection, updated on January 20, 2026, is sufficient to meet cash flow expenditures for the next six months.

Month	Beginning Bank Balance	Maturities & Interest	Receipts	Disbursements	Difference	Less Investments Beyond 1 Year	Funds Available to Invest for Future Cash Flow Needs ⁵
<i>Dollar amounts represented in millions</i>							
Jan	\$20.0	\$1,110.9	\$900.7	\$1,506.9	\$504.7	\$30.0	\$474.7
Feb	\$20.0	\$732.4	\$887.1	\$1,207.9	\$411.6	\$30.0	\$381.6
Mar	\$20.0	\$679.3	\$1,114.4	\$1,238.9	\$554.8	\$30.0	\$524.8
Apr	\$20.0	\$372.1	\$1,683.3	\$1,319.9	\$735.5	\$30.0	\$705.5
May	\$20.0	\$977.5	\$936.7	\$1,447.9	\$466.3	\$30.0	\$436.3
Jun	\$20.0	\$823.0	\$1,178.2	\$1,180.9	\$820.3	\$30.0	\$790.3

If you have any questions about the Pooled Investment Fund, please call Chief Investment Officer Bernard Santo Domingo at (916) 874-7320 or Investment Officer Dave Matuskey at (916) 874-4251.

⁴ The earned income yield is the total net earnings divided by the average daily portfolio balance multiplied by 365 and then divided by the actual number of days in the month. The reported yield fluctuates based upon the number of days in the month, thus resulting in the anomaly of higher yields being reported for months with fewer days. February's yield is a prime example of such an anomaly.

⁵ Any excess net cash flow amounts in this column will be used to fund the negative cash flow positions in later months.

Department of Finance

Chad Rinde
Director



County of Sacramento

Divisions

Auditor-Controller
Consolidated Utilities Billing &
Service
Investments
Revenue Recovery
Tax Collection & Licensing
Treasury

Inter-Office Memorandum

Date: February 20, 2026
To: Treasury Oversight Committee
From: Bernard Santo Domingo *BSD*
Chief Investment Officer

Subject: INVESTMENT APPROVED LISTS

Attached for your review is a report of the changes made to the Investment Approved Lists for the quarter ended December 31, 2025. The report reflects additions, deletions, and reaffirmations of investment providers for the following approved lists:

- Domestic Banks for All Legal Investments;
- Foreign Banks for All Legal Investments;
- Commercial Paper and Medium-Term Note Programs;
- Community Reinvestment Banks and Credit Unions;
- Firms for Purchase and Sale of Securities (Broker/Dealers and Direct Issuers); and
- Money Market Funds.
-

If you have any questions regarding these changes, please don't hesitate to call me at (916) 874-7320.

**Changes to the Investment Approved Lists
For the Quarter Ended December 31, 2025**

Reaffirmed	Added¹	Deleted
Domestic Banks		
Foreign Banks		
Bank of Nova Scotia Nordea		
Commercial Paper & Medium-Term Note Issuers		
Firms for Purchase and Sale of Securities (Broker/Dealers & Direct Issuers)		
Community Reinvestment Act Approved Banks & Credit Unions		
		Flagstar Bank ²
Money Market Funds		

¹ This company or fund satisfies the Annual Investment Policy of the Pooled Investment Fund's minimum credit rating requirement.

² This bank no longer has a branch within Sacramento County

OVERVIEW OF POOLED INVESTMENT FUND STATISTICS FROM VARIOUS
JURISDICTIONS FOR DECEMBER 2025.

Investment Fund Statistics Questionnaire Results December 2025

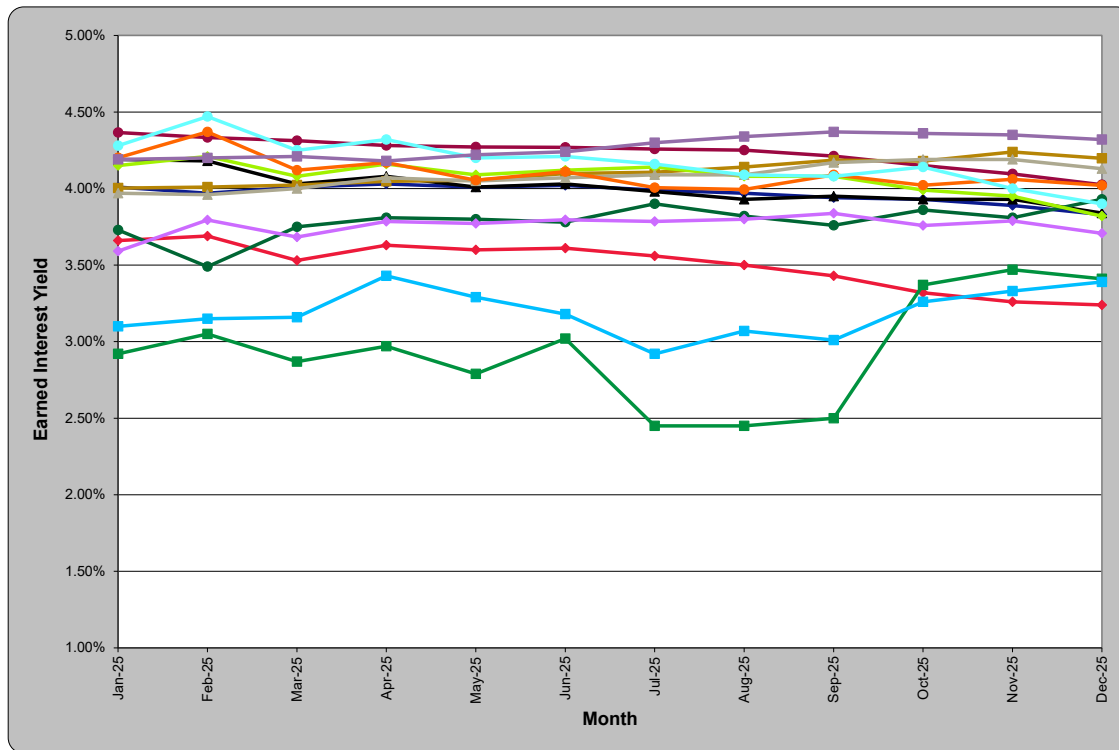
Name of Fund	Earned Interest Yield	Portfolio Size (in millions)	Weighted Average Maturity (in days)	Percent Market Value
Sacramento County (Pooled)	3.84%	\$7,047.7	339	100.37%
Sacramento County (All)	3.77%	\$8,843.3	303	N/A
Local Agency Investment Fund (LAIF)	4.03%	\$24,084.9	244	100.22%
Contra Costa County (Pooled)	3.82%	\$6,534.2	289	100.07%
Contra Costa County (All)	3.83%	\$7,077.4	282	100.08%
Fresno County	3.41%	\$7,368.0	787	100.39%
Los Angeles County	3.24%	\$60,162.5	380	98.04%
Nevada County	3.39%	\$418.8	452	100.17%
Orange County	4.02%	\$16,812.2	448	100.26%
Riverside County	3.83%	\$16,820.0	496	100.42%
San Bernardino County	4.23%	\$16,267.8	710	100.89%
San Diego County	3.93%	\$17,489.0	529	100.34%
San Francisco City and County	3.71%	\$18,015.7	538	100.29%
San Luis Obispo County	4.13%	\$2,013.2	483	100.57%
Solano County	3.90%	\$2,180.1	478	100.33%
Sonoma County (Pooled)	4.20%	\$3,550.1	832	100.29%
Sonoma County (All)	4.19%	\$3,590.5	846	100.28%

NOTE:

When comparing performance returns, it is important to consider the cash flow needs of individual pool participants in relation to the objectives of each county's investment policy.

**COMPARISON OF VARIOUS COUNTY POOLED INVESTMENT FUNDS AND LAIF
12-MONTH YIELD PERFORMANCE AS OF DECEMBER 2025**

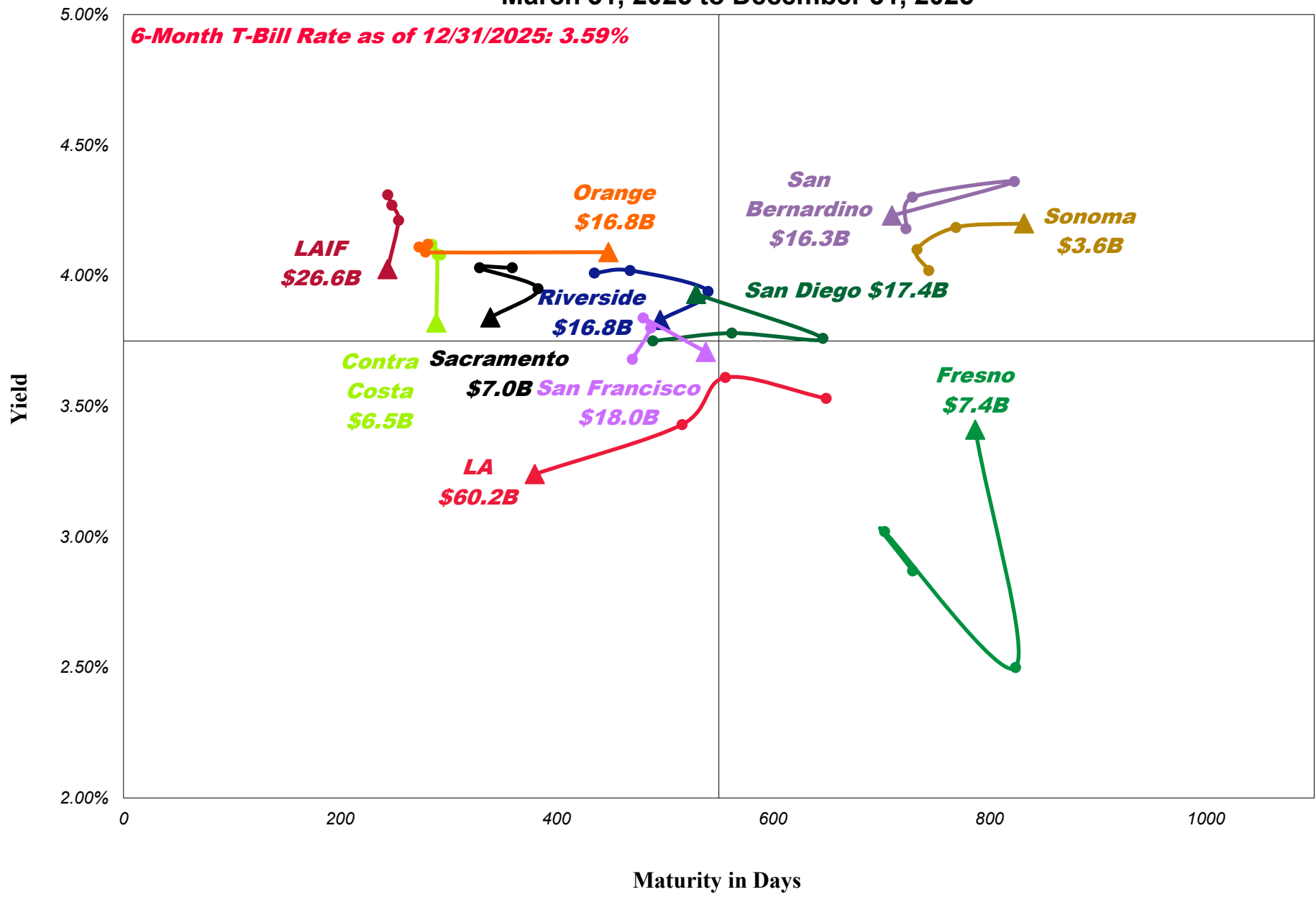
Jurisdiction	Jan-25	Feb-25	Mar-25	Apr-25	May-25	Jun-25	Jul-25	Aug-25	Sep-25	Oct-25	Nov-25	Dec-25
◆ Contra Costa	4.15%	4.21%	4.08%	4.16%	4.09%	4.12%	4.14%	4.08%	4.08%	3.99%	3.95%	3.82%
■ Fresno	2.92%	3.05%	2.87%	2.97%	2.79%	3.02%	2.45%	2.45%	2.50%	3.37%	3.47%	3.41%
● LAIF	4.37%	4.33%	4.31%	4.28%	4.27%	4.27%	4.26%	4.25%	4.21%	4.15%	4.10%	4.03%
◆ Los Angeles	3.66%	3.69%	3.53%	3.63%	3.60%	3.61%	3.56%	3.50%	3.43%	3.32%	3.26%	3.24%
■ Nevada	3.10%	3.15%	3.16%	3.43%	3.29%	3.18%	2.92%	3.07%	3.01%	3.26%	3.33%	3.39%
● Orange	4.20%	4.37%	4.12%	4.17%	4.05%	4.11%	4.01%	3.99%	4.09%	4.02%	4.06%	4.02%
◆ Riverside	4.01%	3.97%	4.01%	4.03%	4.01%	4.02%	3.99%	3.97%	3.94%	3.93%	3.89%	3.83%
▲ Sacramento	4.19%	4.18%	4.03%	4.08%	4.01%	4.03%	3.98%	3.93%	3.95%	3.93%	3.93%	3.84%
■ San Bernardino	4.20%	4.21%	4.18%	4.22%	4.24%	4.30%	4.34%	4.37%	4.36%	4.35%	4.32%	4.23%
● San Diego	3.73%	3.49%	3.75%	3.81%	3.80%	3.78%	3.90%	3.82%	3.76%	3.86%	3.81%	3.93%
◆ San Francisco	3.59%	3.80%	3.68%	3.79%	3.77%	3.80%	3.79%	3.80%	3.84%	3.76%	3.79%	3.71%
▲ San Luis Obispo	3.97%	3.96%	4.00%	4.07%	4.05%	4.07%	4.09%	4.09%	4.17%	4.19%	4.19%	4.13%
● Solano	4.28%	4.47%	4.25%	4.32%	4.20%	4.21%	4.16%	4.09%	4.08%	4.14%	4.00%	3.90%
■ Sonoma	4.00%	4.01%	4.02%	4.05%	4.06%	4.10%	4.11%	4.14%	4.19%	4.18%	4.24%	4.20%



NOTE:

This graph is for illustration purposes only. When comparing performance returns, it is important to consider the cash flow needs of the individual pool fund participants in relation to the objectives of each county's investment policy.

Overview of Pooled Investment Fund Statistics from Various Jurisdictions
Comparison of Yields and Average Weighted Maturities
March 31, 2025 to December 31, 2025



FPPC FORM 700 REMINDER.

NO WRITTEN REPORT

NEXT MEETING REMINDER – FRIDAY, MAY 15, 2026.

NO WRITTEN REPORT

ADJOURNMENT

NO WRITTEN REPORT