



**NOTICE OF A
REGULAR MEETING OF THE
CALOPTIMA HEALTH BOARD OF DIRECTORS'
FINANCE AND AUDIT COMMITTEE**

**THURSDAY, MAY 28, 2026
3:00 P.M.**

**505 CITY PARKWAY WEST, SUITE, 108-N
ORANGE, CALIFORNIA 92868**

**TELECONFERENCE LOCATION:
MARRIOTT MARQUIS SAN DIEGO MARINA
333 WEST HARBOR DRIVE, SAN DIEGO, CA 92101
CHECK IN AT THE FRONT DESK FOR EXACT LOCATION**

BOARD OF DIRECTORS' FINANCE AND AUDIT COMMITTEE

Isabel Becerra, Chair

Blair Contratto

Brian Helleland

CHIEF EXECUTIVE OFFICER

Michael Hunn

OUTSIDE GENERAL COUNSEL

KENNADAY LEAVITT

Troy R. Szabo

CLERK OF THE BOARD

Sharon Dwiers

This agenda contains a brief description of each item to be considered. Except as provided by law, no action shall be taken on any item not appearing on the agenda. To speak on an item, complete a Public Comment Request Form identifying the item and submit to the Clerk of the Board. To speak on a matter not appearing on the agenda, but within the subject matter jurisdiction of the Board of Directors' Finance and Audit Committee, you may do so during Public Comments. Public Comment Request Forms must be submitted prior to the beginning of the Consent Calendar and/or the beginning of Public Comments. When addressing the Committee, it is requested that you state your name for the record. Address the Committee as a whole through the Chair. Comments to individual Committee Members or staff are not permitted. Speakers are limited to three (3) minutes per item.

In compliance with the Americans with Disabilities Act, those requiring accommodations for this meeting should notify the Clerk of the Board's Office at (714) 246-8806, at least 72 hours prior to the meeting.

The Board of Directors' Finance and Audit Committee meeting agenda and supporting materials are available for review at CalOptima Health, 505 City Parkway West, Orange, CA 92868, 8 a.m. – 5 p.m., Monday-Friday, and online at www.caloptima.org. Committee meeting audio is streamed live on the CalOptima Health website at www.caloptima.org.

Members of the public may attend the meeting in person. Members of the public also have the option of participating in the meeting via Zoom Webinar (see below).

Participate via Zoom Webinar at:

https://us02web.zoom.us/webinar/register/WN_GzIpAEGARuWVUocR9z0WGw

and Join the Meeting.

Webinar ID: 891 4968 7234

Passcode: 740183-- Webinar instructions are provided below.

Notice of a Regular Meeting of the
CalOptima Health Board of Directors'
Finance and Audit Committee
May 28, 2026

CALL TO ORDER

Pledge of Allegiance
Establish Quorum

MANAGEMENT REPORTS

1. Chief Financial Officer Report
2. Cybersecurity Update
3. Compliance Report

INVESTMENT ADVISORY COMMITTEE UPDATE

4. Treasurer's Report

PUBLIC COMMENTS

At this time, members of the public may address the Committee on matters not appearing on the agenda, but under the jurisdiction of the Board of Directors' Finance and Audit Committee. Speakers will be limited to three (3) minutes.

CONSENT CALENDAR

5. Minutes
 - a. Approve Minutes of the February 19, 2026 Regular Meeting of the CalOptima Health Board of Directors' Finance and Audit Committee
 - b. Receive and File Minutes of the January 26, 2026 Regular Meeting of the CalOptima Health Board of Directors' Investment Advisory Committee

REPORTS/DISCUSSION ITEMS

6. Recommend that the Board of Directors Approve the CalOptima Health Fiscal Year 2026-27 Operating Budget
7. Recommend that the Board of Directors Approve the CalOptima Health Fiscal Year 2026-27 Routine Capital and Digital Transformation Year Five Capital Budgets
8. Recommend that the Board of Directors Approve Modifications to CalOptima Health Policy FF.1007: Health Network Reinsurance Coverage

INFORMATION ITEMS

9. Baker Tilly 2026 Financial Audit Planning
10. CalOptima Health Rebasing Process and Result Overview
11. March 2026 Financial Summary
12. Quarterly Operating and Capital Budget Update
13. Update on Business Insurance Renewal for Policy Year 2026-27

Notice of a Regular Meeting of the
CalOptima Health Board of Directors'
Finance and Audit Committee
May 28, 2026

14. [CalAIM Program Summary](#)
15. Quarterly Reports to the Finance and Audit Committee
 - a. [Net Asset Analysis](#)
 - b. [Enrollment Trend Report](#)
 - c. [Shared Risk Pool Performance Report](#)
 - d. [Health Network Financial Compliance Review Update](#)

COMMITTEE MEMBER COMMENTS

ADJOURNMENT

TO REGISTER AND JOIN THE MEETING

Please register for the Regular Meeting of the CalOptima Health Board of Directors' Finance and Audit Committee on May 28, 2026 at 3:00 p.m. (PST)

To **Register** in advance for this webinar:

https://us02web.zoom.us/webinar/register/WN_GzIpAEGARuWVUocR9z0WGw

Join from a PC, Mac, iPad, iPhone or Android device:

To **Join** please click this url:

<https://us02web.zoom.us/j/89149687234?pwd=G1BQUW7qp5Nqf4O4rnFIULgzbiVbQ2.1>

Phone one-tap:

+16694449171,,89149687234#,,,,*740183# US

+16699006833,,89149687234#,,,,*740183# US (San Jose)

Join via audio:

+1 669 444 9171 US

+1 669 900 6833 US (San Jose)

+1 346 248 7799 US (Houston)

+1 719 359 4580 US

+1 253 205 0468 US

+1 253 215 8782 US (Tacoma)

+1 646 931 3860 US

+1 689 278 1000 US

+1 929 205 6099 US (New York)

+1 301 715 8592 US (Washington DC)

+1 305 224 1968 US

+1 309 205 3325 US

+1 312 626 6799 US (Chicago)

+1 360 209 5623 US

+1 386 347 5053 US

+1 507 473 4847 US

+1 564 217 2000 US

Webinar ID: 891 4968 7234

Passcode: 740183

International numbers available: <https://us02web.zoom.us/j/89149687234>



**CalOptima
Health**

Chief Financial Officer Report

**Finance and Audit Committee Meeting
May 28, 2026**

Nancy Huang, Chief Financial Officer

Our Mission

To serve member health with excellence and dignity, respecting the value and needs of each person.

Our Vision

Provide all members with access to care and supports to achieve optimal health and well-being through an equitable and high-quality health care system.

Executive Summary

- Business Insurance Renewal for Policy Year (PY) 2026-27
- Quarterly Reports - Key Measures

Note: “Information Items” and “Quarterly Reports” are provided to the Committee for informational purposes only

Business Insurance Renewal for PY 2026-27

- 3/2/23: Board authorized the CEO to approve future policy renewals when there are no significant changes and no new coverage types added
 - Required to report renewal premiums and terms and conditions to the Board or FAC after policy binding
- PY 2026-27 business insurance renewed with the same coverage types as the previous year
 - Variance: 3.3% or \$134,904 higher than prior year
 - Successfully renewed coverage for a total premium of \$4,175,885

Note: Memo provided in the Information Items section of today's materials

Quarterly Report - Key Measures

Quarterly Report	Measure	March 2026
Net Asset Analysis (as of 3/31/26)	Total Net Assets	\$3.05 Billion
	Board Designated Reserve: 2.5 to 4.0 months	3.72
	Statutory Designated Reserve: 1.0 times TNE	1.01
	Days of operation [Total Designated reserves and Unallocated Resources]	211 days
Enrollment Trend Report (through May 2026; data as of 5/8/26)	Consolidated (all Lines of Business)	814,964 (Below budget)
	Medi-Cal	795,523 (Below budget)
	OneCare	18,861 (Above budget)
	PACE	580 (Above budget)

Quarterly Report - Key Measures (cont.)

Quarterly Report	Measure	March 2026
Shared Risk Pool Performance (as of 3/31/26)	<p><u>Most Recent Year Pool Performance</u></p> <p>Medi-Cal: Noble, UCMG and Providence (began Nov 2025)</p> <p>OneCare: Family Choice, AltaMed, Noble and UCMG</p>	<p>Medi-Cal: 3 in Surplus</p> <p>OneCare: 2 in Surplus, 2 in Deficit</p>
Health Network Financial Compliance Review (period ending 12/31/25)	Pass financial compliance tests and meet financial security reserves and withhold – applies to Physician Groups, Hospitals, HMOs	All passed



**CalOptima
Health**

Stay Connected With Us
www.caloptima.org



CalOptima Health

Cybersecurity Update

**Finance and Audit Committee Meeting
May 28, 2026**

**James Steele
Senior Director, Information Security**

Our Mission

To serve member health with excellence and dignity, respecting the value and needs of each person.

Our Vision

Provide all members with access to care and supports to achieve optimal health and well-being through an equitable and high-quality health care system.

Agenda

- CalOptima Health has experienced 0 major* cybersecurity incidents
- CalOptima Health experienced 0 notable non-reportable cybersecurity incidents
- CalOptima Health received 0 notable Third-party cybersecurity incidents
 - 18 Third-party Business Email Compromises were identified so far in 2026.
 - These campaigns are attempting to get user account information.

*A major cybersecurity incident is one that would require a regulatory disclosure or that interrupts business operations.



Agenda

- Relevant Cybersecurity News
- Cybersecurity Metrics
- Penetration Test Results Summary
- Board Cybersecurity Educational Session
 - 2025 Information Security Program Review

Relevant Cybersecurity News

Guidance for Healthcare Organizations on Managing Third-Party AI Risks

- The Health Sector Coordinating Council released guidance for managing AI-specific third-party risks, including hidden dependencies, cascading failures, and gaps in vendor disclosure. AI is a supply chain, compliance, and governance issue, not just a technology issue. [HIPAA Journal](#)

Health Care Cybersecurity Considerations for 2026: This Year's Top 3 Cyber Risks

- AHA highlights the top healthcare cyber risks for 2026, including disruptive ransomware attacks, third-party exposure, and Autonomous AI attacks. [American Hospital Association](#)

Health plans report 11% reduction in prior authorization targeting >70%

- Ransomware activity continued to climb in 2025, reinforcing that healthcare remains a top target and extortion models are evolving beyond simple encryption. [Managed Healthcare Executive](#)



Cybersecurity Metrics for CY26 Q1

Reportable Major Cybersecurity Incidents 0	Cybersecurity Incidents	CY26 Q1	Last 12M
	Third party cybersecurity notifications	6	28
	Non-reportable cybersecurity incidents	0	2
	Data loss prevention escalations	8	28
	Cybersecurity Tools	CY26 Q1	Last 12M
	Total Email Received	5.52 M	21.3 M
	% of total emails blocked due to malicious content	66%	65%
	Phishing websites blocked	155	424
Malicious applications blocked	868	3,661	

Asset Type	Total
Workstations	2,153
Servers	521
Other systems	3,034
Network Device	203

Risk Register	Open*
Critical Findings	1
High Findings	6
Med Findings	3
Low Findings	7

Patching Management	Goal	Jan-26	Feb-26	Mar-26
Servers - Patching	>95%	● 99%	● 98%	▲ 92%
Workstations - Patching	>95%	● 99%	● 98%	● 98%

Security Awareness	Goal	Jan-26	Feb-26	Mar-26
Monthly Security Awareness Training	85%	● 98%	● 98%	● 97%

* Workstreams in process for open items



Penetration Test Results

Testing included: Internal Systems & Network | External Perimeter | Portal Applications

Findings Summary

- The limited number of critical and high-risk findings reflects the continued effectiveness of vulnerability management and patching programs.
- Findings are expected during penetration testing because tester methods evolve, attacker tactics change, and each cycle builds on prior assessments.
- Each finding has been assigned to a remediation workstream with ownership, tracking, and corrective actions underway.

Testing performed by a 3rd party.

Details of the results can be made available in the closed session

Findings Matrix

Assessment Area	Critical	High	Med	Low
Internal Systems & Network	1	4	4	2
External Perimeter	0	0	1	4
Portal Applications	0	1	1	3
Total	1	5	6	9

Identify → Assign Owner → Remediate → Validate Closure



Business Email Compromise

Board Cybersecurity Educational Session

Business Email Compromise: The risk behind a trusted email

BEC is when an attacker uses a legitimate, or convincingly spoofed email, to trick people into sending money or providing credentials, sensitive data, or approvals.

What is a Managed health plan's exposure?

Payment diversion
Fake invoices, ACH changes, vendor impersonation

PHI and member data
Requests for files, rosters, claims details, or reports

Credential theft
More account takeovers through trusted conversations

Delegated operations
Risk extends to vendors, providers, brokers, and partners

Compromised Mailbox

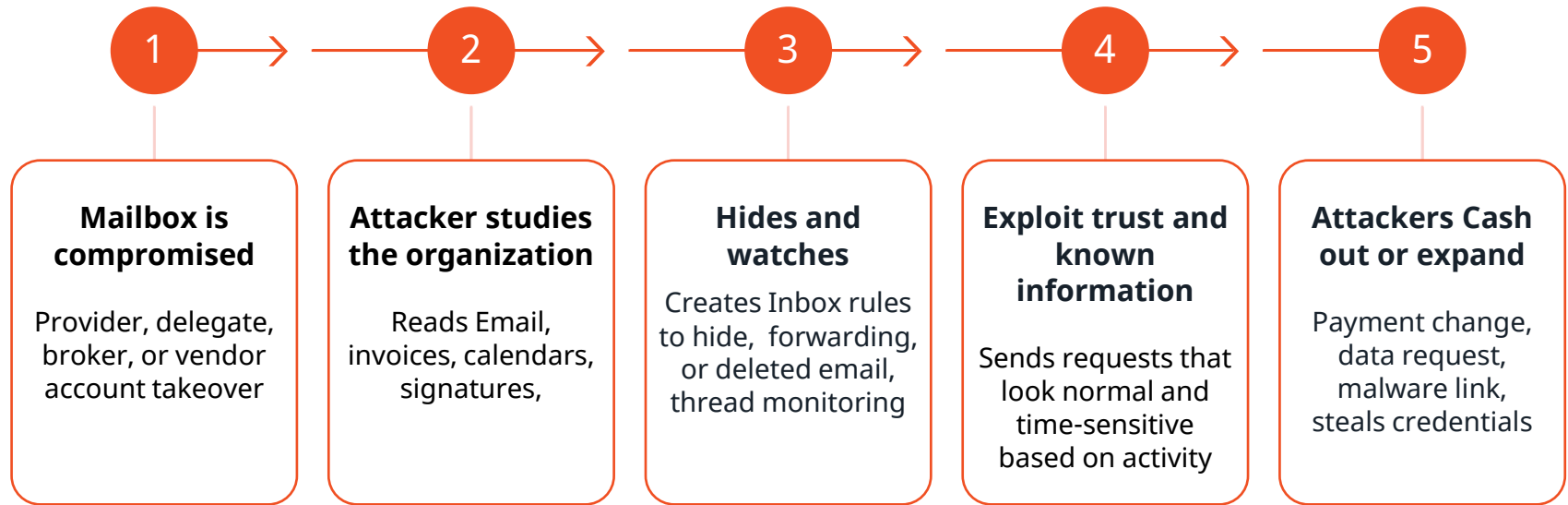


Trust becomes the weapon

BEC is a business risk because it exploits approval paths, trust relationships, and normal work routines, not just technology.

How a BEC unfolds

The attacker uses the trusted relationship to bypass suspicion and move into business processes



Why this is hard to detect

The attacker often uses a real mailbox, real signature block, real reply thread, and real business context. To the recipient, the email may look expected.

Common red flags: urgent tone, unusual payment change, external forwarding, new inbox rules, suspicious MFA prompts, or a request to bypass process.

Key control message: the strongest defense is not only email filtering. It is out-of-band verification, payment change controls, least-privilege access, vendor notification requirements, and staff escalation culture.

A compromised accounts becomes launchpads for attackers

BEC Targets

Payment diversion

Fake ACH updates, invoice changes, refund requests, or pressure to bypass normal verification.

PHI and member data

Requests for rosters, claims files, reports, attachments, or "corrected" data exchanges.

Access and workflow abuse

Requests to add users, reset access, approve forms, change contacts, or redirect communications.

Credential theft

Links to fake portals, "secure document" pages, MFA fatigue, or shared file prompts.

Potential Business Impacts

Improper payment or fraud loss

Unauthorized PHI disclosure

Member or provider trust erosion

Regulatory reporting and investigation

Operational disruption and rework

Ransomware and extortion

Note: Staff education, processes and tools are all essential to quickly identify, report, and contain activity from compromised business partners.



CalOptima
Health

Stay Connected With Us
www.caloptima.org



CalOptima Health

Office of Compliance Regulatory Audits Update

Finance and Audit Committee Meeting

May 28, 2026

John Tanner

Chief Compliance Officer

Our Mission

To serve member health with excellence and dignity, respecting the value and needs of each person.

Our Vision

Provide all members with access to care and supports to achieve optimal health and well-being through an equitable and high-quality health care system.

Compliance Regulatory Audits Update

Table of Contents

Medi-Cal

Medicare

Overview of Medi-Cal Regulatory Audits

○ Completed Audits

- N/A

○ Current Open Audits

- 2026 Department of Health Care Services (DHCS) Routine Medi-Cal Audit
 - 4/14/26: CalOptima Health met with DHCS audit staff to discuss an *additional potential finding*. To date, DHCS has identified **5 potential findings**. CalOptima Health awaits draft audit report.
 - 2/23/26: Preliminary Exit Conference identified 4 potential findings

○ Projected Audits

- N/A

Overview of Medicare Regulatory Audits

○ Completed Audits (OneCare)

- Payment Year 2014 Contract-Level Risk Adjustment Data Validation (*CON14 RADV*) audit
 - The Centers for Medicare & Medicaid Services (CMS) noted \$74,532.47 in overpayments
 - 5/1/26 – CalOptima Health submitted an appeal to CMS for a portion of the overpayment as calculated by CMS
- Payment Year 2015 Contract-Level Risk Adjustment Data Validation (*CON15 RADV*) audit
 - CMS noted \$105,873.93 in overpayments
 - An appeal was not filed. Awaiting next steps from CMS regarding recoupment
- Payment Year 2019 Contract-Level Risk Adjustment Data Validation (*CON19 RADV*) audit
 - No updates. Awaiting audit results from CMS

Overview of Medicare Regulatory Audits

○ Completed Audits (OneCare) (Cont.)

- 2024 Program for All-Inclusive Care for the Elderly (PACE) CMS Financial Audit
 - 4/2/26 – Exit conference held
 - No findings, one (1) observation
 - Awaiting Final Audit Report

○ Current Audits (OneCare)

- Payment Year 2020 Contract-Level Risk Adjustment Data Validation (*CON20 RADV*) audit
 - 3/23/26 – Audit engagement and key milestones communicated to impacted departments
 - 35 members selected; 221 Hierarchical Condition Category (HCCs) to validate
 - 8/28/26 – Due date for medical records documentation to CMS

Overview of Medicare Regulatory Audits

○ Current Audits (OneCare) (Cont.)

- 2026 Medicare Data Validation Audit (OneCare)
 - CMS requires an annual audit to be conducted by a third-party to validate the accuracy and completeness of key data submitted by CalOptima Health to CMS
 - Audit is currently in process

- 2026 DHCS PACE Audit
 - 4/20/26-4/21/26 – DHCS onsite audit
 - 5/14/26 -- Exit conference to be held

Overview of Medicare Regulatory Audits

○ Projected Audits (OneCare)

- 2026 CMS Program Audit/Focused UM Audit
 - Potential for audit in 2026
 - CalOptima Health last Program Audit – 2021
 - Validation audit closed in 2023
 - 2026 audit notices to be sent through August 2026
 - Significant 2027 protocol changes proposed, including new universes, service-level data collection reporting effort, and expanded audit elements.
 - Regulatory Affairs & Compliance (RAC) initiated 2027 readiness activities in response to CMS' proposed updates.
 - Departments were asked to review and attest to the operational impact of the 2027 protocol changes.



Stay Connected With Us
www.caloptima.org



**Board of Directors’
Finance and Audit Committee
May 28, 2026**

**Quarterly Treasurer’s Report
January 1, 2026, through March 31, 2026**

Overview

To fulfill the requirements of Government Code section 53646, subdivision (b) and CalOptima Health Policy GA.3400: Annual Investments approved by the CalOptima Health Board of Directors (Board) on December 4, 2025, the Treasurer submits this quarterly investment report for the period January 1, 2026, through March 31, 2026.

Meketa Investment Group, Inc. (Meketa), completed an independent compliance review of the monthly investment reports prepared by CalOptima Health’s two (2) investment managers: MetLife and Payden & Rygel. The review included evaluating the newly permissible Financial Futures to confirm compliance with U.S. government security requirements, the 20% cap, and the limited contribution to the total portfolio duration, not exceeding +/-0.35 years. As of this quarter’s end, the review found that all investments were in compliance with the sector, issuer, and maturity limits stated in Government Code section 53600 *et seq.* and CalOptima Health’s Annual Investment Policy.

Portfolio Summary

As of March 31, 2026, the market values of the Short-Term Operating and Restricted Reserve portfolios were as follows:

	Payden & Rygel	MetLife	Total
Short-Term Operating	\$1,028,575,293	\$1,036,061,900	\$2,064,637,193
Board-designated Reserve Fund (Tier 1)	\$813,925,928	\$814,562,296	\$1,628,488,224
Statutory Designated Reserve Fund (Tier 2)	\$68,097,368	\$67,914,706	\$136,012,073
Total	\$1,910,598,589	\$1,918,538,902	\$3,829,137,490

Notes: Market values in the table are based on the updated investment report.
Cash flow manager of the Operating Cash pool for each calendar year: MetLife for Q2 & Q3; Payden for Q1 & Q4

The Total Fund’s net of fees performance for this quarter was 0.585%. The Short-Term Operating account had a return of 0.824%. The fixed income portion, Tier One and Tier Two accounts, had a return of 0.273% for the quarter. Please refer to the Executive Summary section of the Meketa Quarterly Investment Report for more information on rolling period performance measures.

Six-Month Cash Sufficiency

Based on a review of forecasted revenues and expenses, CalOptima Health has sufficient cash on hand plus projected revenues to meet its operating requirements for the next six months.

Investments Compared to Reserve Policy

In accordance with CalOptima Health Policy GA.3001: Statutory and Board-designated Reserve Funds that was revised at the April 3, 2025, Board meeting, CalOptima Health shall maintain a minimum reserve level of 2.5 months and a maximum of 4.0 months in consolidated capitation revenues. The following provides a comparison of investments to the minimum and maximum level of Board-designated reserve funds as of March 31, 2026, demonstrating funds in excess to satisfy minimum requirements.

A) Board-designated Reserve Fund

Reserve Name	Market Value	CalOptima Policy Compliance Level		Variance	
		Low	High	Mkt - Low	Mkt - High
Tier 1 - Payden & Rygel	\$813,925,928				
Tier 1 – MetLife	\$814,562,296				
Total	\$1,628,488,224	\$1,094,151,442	\$1,750,642,307	\$534,336,782	(\$122,154,083)
Current Reserve Level (X months of average monthly revenue)	3.72	2.50	4.00		

B) Statutory Designated Reserve Fund

Reserve Name	Market Value	CalOptima Policy Compliance Level		Variance	
		Low	High	Mkt - Low	Mkt - High
Tier 2 - Payden & Rygel	\$68,097,368				
Tier 2 - MetLife	\$67,914,706				
Total	\$136,012,073	\$134,621,769	\$148,083,946	\$1,390,304	(\$12,071,873)
Current Reserve Level (X min. TNE)	1.01	1.00	1.10	-	-

At the end of March 2026, CalOptima Health's Board-designated reserve fund policy compliance level was 3.72 and the Statutory Designated Reserve Fund policy compliance level was 1.01.

Update on Fund Transfers

Pursuant to CalOptima Health Policy GA.3001: Statutory and Board-designated Reserve Funds, CalOptima Health will monitor liquidity requirements for the next 12 months and will transfer funds from Short-Term Operating to the Reserve Funds, if necessary.

Next Quarter’s Cash Flow Forecast and Program Update

At the April 27, 2026, meeting, the Investment Advisory Committee (IAC) was updated on the upcoming fiscal year budget. CalOptima Health continues to experience declining enrollment due to federal and state eligibility policy changes. Despite the projected 13% membership

reduction through Fiscal Year 2027, next year's budgeted revenue is expected to remain stable at roughly \$4.8 billion, driven by private hospital-directed payments and higher member acuity.

In addition, CalOptima Health remains committed to supporting providers and members during challenging times. Staff is proposing approximately \$170 million in annual provider rate increases funded from existing reserves. Additionally, CalOptima Health will continue investing in PACE expansion and Covered California program implementation. Lastly, IAC members reached consensus to support a one-year contract extensions for both investment managers and the investment advisor. Staff will bring the contract amendment for final approval at CalOptima Health Board of Director's meeting in June.

Attachments

1. [Quarterly Investment Report – January 1, 2026, through March 31, 2026](#)

CalOptima Health

Meeting Materials
April 27, 2026

Fund Evaluation Report

- 1. Corporate Update**
- 2. Executive Summary**
- 3. 1Q26 Performance Review**
- 4. Quarterly Investment Report Supplement**
- 5. Custom Peer Group**
- 6. Performance Attribution**
- 7. Appendices**
 - Characteristics
 - Holdings
 - Economic and Market Update
 - Disclaimer, Glossary, and Notes

Corporate Update





\$2.5T
Assets Under
Advisement

\$400B
Assets in Alternative
Investments

Meketa Investment Group is proud to work for over 30 million American families everyday!



UPCOMING EVENTS
Emerging and Diverse Manager
Research Day
April 2026

Client and employee counts as of December 31, 2025; assets under advisement and in alternative investments as of June 30, 2025.

Client retention rate is one minus the number of clients lost divided by the number of clients at prior year-end. Average over the previous five years.

THOUGHT LEADERSHIP



Could the US Lose its Exorbitant Privilege?

For nearly eight decades the United States has enjoyed what Valéry Giscard d'Estaing once called an “exorbitant privilege”: the ability to finance persistent external and fiscal deficits in its own currency at unusually favorable interest rates.

That privilege derives from the dollar’s unrivalled role as the pre-eminent global reserve asset, invoicing unit, and settlement medium for cross-border finance. Yet a confluence of geopolitical tension, domestic policy drift, and technological change potentially threatens to erode that primacy.

Read more here:

<https://meketa.com/leadership/could-the-us-lose-its-exorbitant-privilege/>



Fitting Crypto in a Portfolio

Though Bitcoin was launched in 2009, it took roughly a decade for many institutional investors to show serious interest in it and other cryptocurrencies.

As their interest in cryptocurrencies grew, a natural question arose about where these assets should fit within their portfolio, since cryptocurrencies are unlike anything else in which these institutions had typically invested.

Read more here:

<https://meketa.com/leadership/fitting-crypto-in-a-portfolio/>



Reality Check

How 2025 Compared to Our Expectations

At the start of the year, Meketa’s “What We Are Watching in 2025” highlighted four key themes: Trump Administration Policies, Federal Reserve Policy Dynamics, China’s Economic Struggles, and concentration risks in US Equities.

As we look back, this scorecard assesses how those expectations matched reality, where our views aligned with unfolding events, where outcomes diverged, and how these dynamics ultimately shaped market performance across 2025. Below, we graded our expectations on a scale from 1 to 5, with 1 representing the least accurate and 5 representing the most accurate.

Read more here:

<https://meketa.com/leadership/reality-check-how-2025-compared-to-our-expectations/>

MEKETA IN THE WILD

This fall, Mika Malone spent time on the road engaging with institutional investors across conferences and client conversations.

What emerged was a clear picture of today's investment mindset: cautious optimism, growing focus on adaptability, and deeper questions around AI, portfolio resilience, and preparing for a wider range of outcomes. From formal sessions to informal conversations, these moments reinforced the value of perspective and staying close to how decisions are really being made.



Watch the video to hear Mika's reflections firsthand, and read the Field Notes PDF for a deeper look at the themes shaping institutional portfolios.

<https://meketa.com/leadership/field-notes-insights-from-the-institutional-road-with-mika-malone/>

MEKETA IS A COMPANY OF VOLUNTEERS



Meketa has the great opportunity of partnering with a non-profit organization whose mission it is to create the next generation of young investors. The DIME program, developed for high school students, strives to provide them with not only basic financial literacy skills, but also build a foundation of knowledge around different asset classes and career paths in the investment industry. Employees can volunteer for one of the virtual classes. Meketa has a goal to have multiple volunteers for both the fall and spring semesters.

“I had the great pleasure of teaching a class on private debt,” says Mary Mustard “It was a unique challenge in taking a concept that I am well versed in and explaining it in a way for high school students to not only understand but also find interesting! We started the class with the advisors asking the students to discuss any current events they had read about. From there, we had a casual discussion on a number of topics – AI, crypto, the Federal Reserve, and others – all things I had no interest in as a high school student! I then took over the class and covered slides that had been created for me to use. The students had great engagement and questions and the 90-minute class passed quickly.”

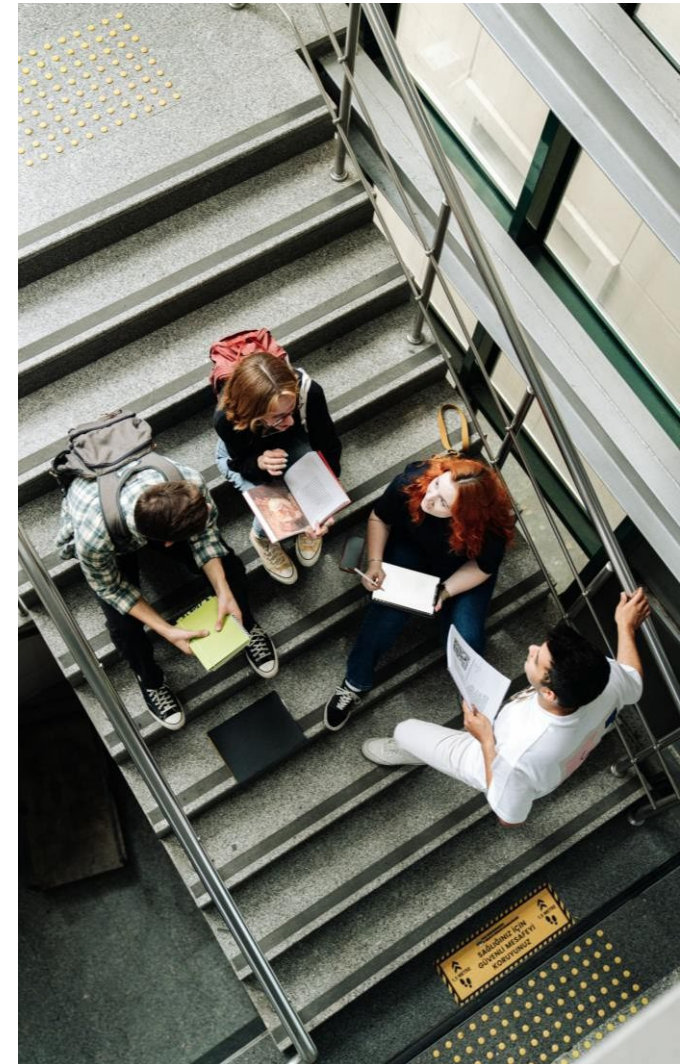
Learn more:

<https://www.dime-program.org/>

“ It was a fun and fairly easy way to give back. Who knows, one of those students could intern at Meketa one day!



Mary Mustard
Consultant
Meketa



Executive Summary As of March 31, 2026

The value of the CalOptima Health Plan assets was \$3.83 billion on March 31, 2026, compared to \$3.86 billion as of the end of the prior quarter. The Plan had net cash outflows of \$54.0 million and investment gains of \$22.3 million during the quarter.

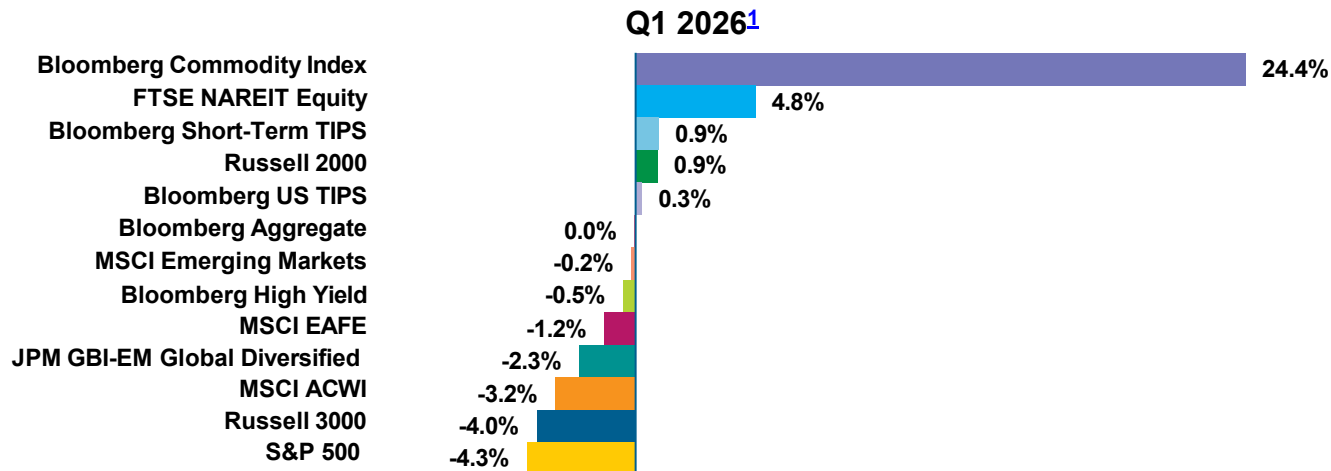
- The Total Plan's net of fees performance for the quarter was 0.585%. The Fixed Income portion (Tier One plus Tier Two) returned 0.273% during the quarter compared to 0.293% for the ICE BofA 1-3 US Treasury Index. The Operating Account (Cash) returned 0.824% for the quarter net of fees compared to 0.849% for the 90-Day US Treasury Bill.
- The Total Plan's net of fees performance for the trailing year was 4.291%. The Fixed Income portion (Tier One plus Tier Two) returned 4.072% over the past year compared to 3.752% for the ICE BofA 1-3 US Treasury Index. The Operating Account (Cash) returned 4.365% for the past year compared to 4.219% for the 90-Day US Treasury Bill.
- As of quarter-end, all underlying portfolios were in compliance with sector, issuer, and maturity limits found in the Annual Investment Policy ("AIP").
 - Both Payden¹ and MetLife² Tier One and Tier Two portfolio were in compliance with the 5% of market value single issuer limit and did not exceed the 20% gross notional value for futures, or have a maximum contribution in excess of +/- 0.35 in the first quarter of 2026.

¹ Neither Payden's Tier One or Tier Two portfolios were utilizing futures as of 3/31/2025. Thus, the gross notional value was \$0, and the Contribution to duration was 0 years.

² The MetLife Tier One Portfolio's Treasury futures had a gross notional value of 2.55% and the contribution to duration was 0.05 years as of 3/31/26. The Tier Two portfolio did not have any open Treasury futures contracts as of 3/31/25.

Q1 Economic and Market Highlights

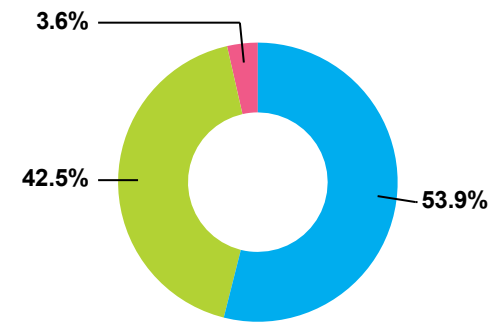
- Major bond markets finished the first quarter in modestly negative territory. The Iran conflict has caused large asset price moves, though total portfolio impact has been mild.
- Yields have increased meaningfully across the yield curve over the quarter. The Iran conflict, and higher crude oil prices decreased expectations for Federal Reserve rate cuts in 2026. The policy-sensitive 2-year nominal Treasury yield increased from 3.47% to 3.79%. The 10-year nominal Treasury yield increased from 4.18% to 4.30%, and the 30-year nominal Treasury yield increased from 4.84% to 4.88% over the quarter.
- The US-Israel conflict with Iran represents the most significant new risk to the global macro-outlook. Oil's sharp move higher is already tightening financial conditions, threatening to reignite inflation just as some central banks were preparing to ease — putting the Fed in an increasingly difficult position between a softening labor market and resurging energy prices.



¹ Source: Bloomberg. Data is as of March 31, 2026.

Summary of Cash Flows Ending March 31, 2026		
	QTD	FYTD
Total Plan		
Beginning Market Value	3,860,820,915	3,429,722,009
Net Cash Flow	-54,000,156	288,999,844
Net Investment Change	22,316,731	110,415,637
Ending Market Value	3,829,137,490	3,829,137,490

Allocations



■ Operating
 ■ Tier One
 ■ Tier Two

	QTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	10 Yrs (%)
Total Plan	0.6	4.2	5.0	3.3	2.5
Fixed Income	0.3	4.1	4.5	2.3	2.2
<i>ICE BofA 1-3 Years U.S. Treasury Index</i>	<i>0.3</i>	<i>3.8</i>	<i>4.0</i>	<i>1.9</i>	<i>1.8</i>
Cash	0.8	4.4	5.1	3.6	2.5
<i>90 Day U.S. Treasury Bill</i>	<i>0.8</i>	<i>4.0</i>	<i>4.7</i>	<i>3.3</i>	<i>2.3</i>

Total Plan | As of March 31, 2026

Trailing Period Performance										
	Market Value (\$)	% of Portfolio	QTD (%)	FYTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	10 Yrs (%)	Since Inception	Inception Date
Total Plan (Gross)	3,829,137,490	100.000	0.602	3.019	4.291	5.098	3.332	2.535	2.278	Oct-14
Total Plan (Net)	3,829,137,490	100.000	0.585	2.965	4.218	5.029	3.260	2.459	2.199	Oct-14
Fixed Income (Gross)	1,764,500,297	46.081	0.293	2.778	4.153	4.591	2.359	2.242	2.125	Oct-14
Fixed Income (Net)	1,764,500,297	46.081	0.273	2.718	4.072	4.504	2.274	2.156	2.051	Oct-14
<i>ICE BofA 1-3 Years U.S. Treasury Index</i>			<i>0.293</i>	<i>2.545</i>	<i>3.752</i>	<i>4.043</i>	<i>1.858</i>	<i>1.784</i>	<i>1.692</i>	
Tier One: Payden Low Duration (Gross)			0.283	2.736	4.090	4.659	2.485	2.324	2.894	Jul-99
Tier One: Payden Low Duration (Net)	813,925,928	21.256	0.268	2.690	4.028	4.594	2.417	2.251	--	Jul-99
<i>ICE BofA 1-3 Years U.S. Treasury Index</i>			<i>0.293</i>	<i>2.545</i>	<i>3.752</i>	<i>4.043</i>	<i>1.858</i>	<i>1.784</i>	<i>2.654</i>	
Tier One: MetLife STAMP 1-3 Year (Gross)	814,562,296	21.273	0.322	2.826	4.171	4.565	2.390	--	2.221	May-16
Tier One: MetLife STAMP 1-3 Year (Net)			0.299	2.758	4.080	4.473	2.304	--	2.138	May-16
<i>ICE BofA 1-3 Years U.S. Treasury Index</i>			<i>0.293</i>	<i>2.545</i>	<i>3.752</i>	<i>4.043</i>	<i>1.858</i>	<i>1.784</i>	<i>1.795</i>	
Tier Two: MetLife STAMP 1-5 Year (Gross)	67,914,706	1.774	0.202	2.798	4.406	4.514	1.998	2.128	1.988	Apr-13
Tier Two: MetLife STAMP 1-5 Year (Net)			0.168	2.692	4.263	4.362	1.853	1.991	1.854	Apr-13
<i>ICE BofA 1-5 Year Treasury</i>			<i>0.195</i>	<i>2.466</i>	<i>3.864</i>	<i>3.923</i>	<i>1.485</i>	<i>1.695</i>	<i>1.568</i>	
Tier Two: Payden Reserve Account (Gross)	68,097,368	1.778	0.165	2.688	4.297	4.497	--	--	2.212	Oct-21
Tier Two: Payden Reserve Account (Net)			0.135	2.596	4.172	4.375	--	--	2.092	Oct-21
<i>ICE BofA 1-5 Year Treasury</i>			<i>0.195</i>	<i>2.466</i>	<i>3.864</i>	<i>3.923</i>	<i>1.485</i>	<i>1.695</i>	<i>1.628</i>	
Cash (Gross)	2,064,637,193	53.919	0.839	3.185	4.429	5.205	3.628	2.548	2.236	Jul-99
Cash (Net)	2,064,637,193	53.919	0.824	3.138	4.365	5.143	3.560	2.474	--	Jul-99
Operating: Payden Enhanced Cash (Gross)	1,028,575,293	26.862	0.833	3.159	4.444	5.242	3.665	2.588	2.251	Jul-99
Operating: Payden Enhanced Cash (Net)			0.818	3.113	4.382	5.178	3.599	2.515	--	Jul-99
<i>90 Day U.S. Treasury Bill</i>			<i>0.849</i>	<i>2.928</i>	<i>3.999</i>	<i>4.737</i>	<i>3.339</i>	<i>2.252</i>	<i>2.037</i>	
Operating: MetLife Enhanced Cash (Gross)	1,036,061,900	27.057	0.849	3.216	4.421	5.173	3.590	--	2.543	May-16
Operating: MetLife Enhanced Cash (Net)			0.833	3.165	4.353	5.107	3.517	--	2.464	May-16
<i>90 Day U.S. Treasury Bill</i>			<i>0.849</i>	<i>2.928</i>	<i>3.999</i>	<i>4.737</i>	<i>3.339</i>	<i>2.252</i>	<i>2.269</i>	

Calendar Year Performance										
	FY 2025	FY 2024	FY 2023	FY 2022	FY 2021	FY 2020	FY 2019	FY 2018	FY 2017	FY 2016
	(%)	(%)	(%)	(%)	(%)	(%)	(%)	(%)	(%)	(%)
Total Plan (Gross)	5.616	5.687	3.264	-0.884	0.435	2.901	3.191	1.221	0.754	0.842
Total Plan (Net)	5.543	5.625	3.193	-0.963	0.353	2.815	3.107	1.147	0.666	0.778
Fixed Income (Gross)	6.198	5.000	1.062	-3.124	0.693	4.416	4.064	0.582	0.427	1.775
Fixed Income (Net)	6.113	4.907	0.980	-3.210	0.605	4.324	3.982	0.495	0.336	1.700
<i>ICE BofA 1-3 Years U.S. Treasury Index</i>	<i>5.674</i>	<i>4.531</i>	<i>0.127</i>	<i>-3.297</i>	<i>0.074</i>	<i>4.066</i>	<i>3.963</i>	<i>0.078</i>	<i>-0.107</i>	<i>1.306</i>
Tier One: Payden Low Duration (Gross)	6.142	5.183	1.264	-2.774	0.603	4.313	4.239	0.695	0.583	1.461
Tier One: Payden Low Duration (Net)	6.078	5.113	1.198	-2.844	0.521	4.230	4.167	0.615	0.508	1.388
<i>ICE BofA 1-3 Years U.S. Treasury Index</i>	<i>5.674</i>	<i>4.531</i>	<i>0.127</i>	<i>-3.297</i>	<i>0.074</i>	<i>4.066</i>	<i>3.963</i>	<i>0.078</i>	<i>-0.107</i>	<i>1.306</i>
Tier One: MetLife STAMP 1-3 Year (Gross)	6.143	4.905	1.113	-2.925	0.775	4.192	3.544	0.842	0.478	--
Tier One: MetLife STAMP 1-3 Year (Net)	6.051	4.812	1.038	-3.009	0.695	4.108	3.478	0.761	0.395	--
<i>ICE BofA 1-3 Years U.S. Treasury Index</i>	<i>5.674</i>	<i>4.531</i>	<i>0.127</i>	<i>-3.297</i>	<i>0.074</i>	<i>4.066</i>	<i>3.963</i>	<i>0.078</i>	<i>-0.107</i>	<i>1.306</i>
Tier Two: MetLife STAMP 1-5 Year (Gross)	6.664	4.660	0.461	-4.511	0.846	5.177	4.347	0.258	0.140	3.021
Tier Two: MetLife STAMP 1-5 Year (Net)	6.518	4.493	0.315	-4.639	0.719	5.048	4.217	0.131	0.016	2.894
<i>ICE BofA 1-5 Year Treasury</i>	<i>6.071</i>	<i>4.165</i>	<i>-0.431</i>	<i>-4.606</i>	<i>-0.271</i>	<i>5.250</i>	<i>4.891</i>	<i>-0.351</i>	<i>-0.530</i>	<i>2.427</i>
Tier Two: Payden Reserve Account (Gross)	6.457	4.806	0.577	--	--	--	--	--	--	--
Tier Two: Payden Reserve Account (Net)	6.340	4.681	0.457	--	--	--	--	--	--	--
<i>ICE BofA 1-5 Year Treasury</i>	<i>6.071</i>	<i>4.165</i>	<i>-0.431</i>	<i>-4.606</i>	<i>-0.271</i>	<i>5.250</i>	<i>4.891</i>	<i>-0.351</i>	<i>-0.530</i>	<i>2.427</i>
Cash (Gross)	5.336	5.831	3.875	-0.056	0.296	2.022	2.573	1.492	0.858	0.509
Cash (Net)	5.270	5.777	3.805	-0.133	0.217	1.940	2.489	1.426	0.758	0.446
<i>90 Day U.S. Treasury Bill</i>	<i>4.680</i>	<i>5.402</i>	<i>3.593</i>	<i>0.170</i>	<i>0.093</i>	<i>1.630</i>	<i>2.312</i>	<i>1.362</i>	<i>0.442</i>	<i>0.131</i>
Operating: Payden Enhanced Cash (Gross)	5.357	5.900	3.999	-0.028	0.250	2.049	2.597	1.580	0.887	0.573
Operating: Payden Enhanced Cash (Net)	5.293	5.835	3.936	-0.100	0.170	1.965	2.508	1.500	0.812	0.505
<i>90 Day U.S. Treasury Bill</i>	<i>4.680</i>	<i>5.402</i>	<i>3.593</i>	<i>0.170</i>	<i>0.093</i>	<i>1.630</i>	<i>2.312</i>	<i>1.362</i>	<i>0.442</i>	<i>0.131</i>
Operating: MetLife Enhanced Cash (Gross)	5.287	5.795	3.768	-0.108	0.361	1.967	2.605	1.501	0.898	--
Operating: MetLife Enhanced Cash (Net)	5.220	5.729	3.692	-0.190	0.276	1.881	2.519	1.416	0.814	--
<i>90 Day U.S. Treasury Bill</i>	<i>4.680</i>	<i>5.402</i>	<i>3.593</i>	<i>0.170</i>	<i>0.093</i>	<i>1.630</i>	<i>2.312</i>	<i>1.362</i>	<i>0.442</i>	<i>0.131</i>

1Q26 Performance Review

Total Plan | As of March 31, 2026

Current

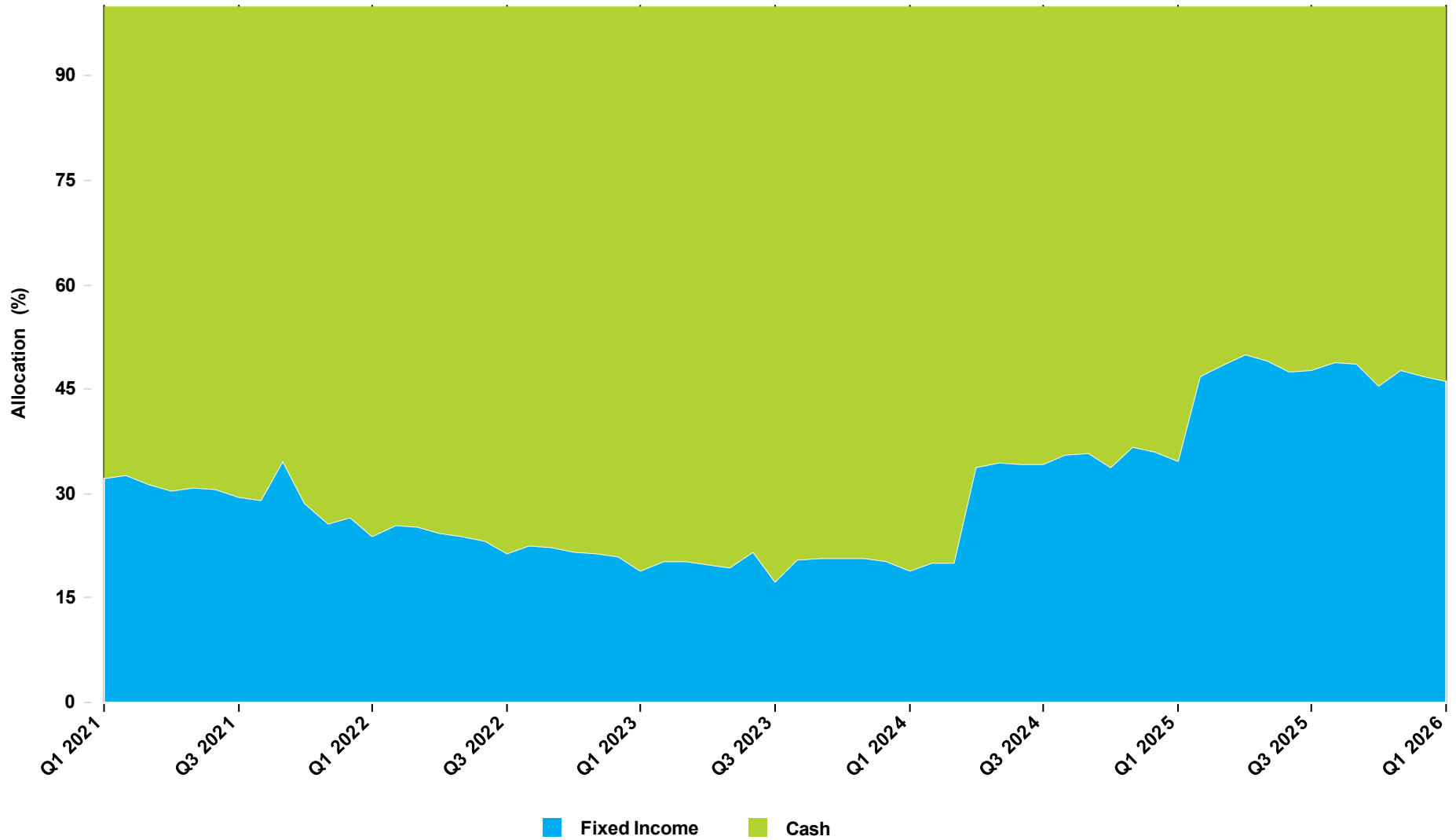
46.1%

53.9%

Allocation vs. Targets and Policy

	Balance (\$)	Current Allocation (%)
Fixed Income	1,764,500,297	46
Cash	2,064,637,193	54
Total	3,829,137,490	100

**Asset Allocation History
5 Years Ending March 31, 2026**



Total Plan | As of March 31, 2026

Asset Class Performance Summary										
	Market Value (\$)	% of Portfolio	QTD (%)	FYTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	10 Yrs (%)	Since Inception	Inception Date
Total Plan (Gross)	3,829,137,490	100.000	0.602	3.019	4.291	5.098	3.332	2.535	2.278	Oct-14
Total Plan (Net)			0.585	2.965	4.218	5.029	3.260	2.459	2.199	Oct-14
Fixed Income (Gross)	1,764,500,297	46.081	0.293	2.778	4.153	4.591	2.359	2.242	2.125	Oct-14
Fixed Income (Net)			0.273	2.718	4.072	4.504	2.274	2.156	2.051	Oct-14
<i>ICE BofA 1-3 Years U.S. Treasury Index</i>			<i>0.293</i>	<i>2.545</i>	<i>3.752</i>	<i>4.043</i>	<i>1.858</i>	<i>1.784</i>	<i>1.692</i>	
Cash (Gross)	2,064,637,193	53.919	0.839	3.185	4.429	5.205	3.628	2.548	2.236	Jul-99
Cash (Net)			0.824	3.138	4.365	5.143	3.560	2.474	--	Jul-99
<i>90 Day U.S. Treasury Bill</i>			<i>0.849</i>	<i>2.928</i>	<i>3.999</i>	<i>4.737</i>	<i>3.339</i>	<i>2.252</i>	<i>2.037</i>	
<i>FTSE 3 Month T-Bill</i>			<i>0.929</i>	<i>3.091</i>	<i>4.219</i>	<i>4.966</i>	<i>3.495</i>	<i>2.316</i>	<i>2.028</i>	

Manager-reported returns for benchmarks may differ from benchmarks in performance report produced by Meketa. This is due to managers using 4:00 PT closing prices vs Meketa's investment performance provider using 3:00 PT closing prices. Managers adopted the change to 4:00 PT starting Jan 1, 2022 to align with broader industry trends and index providers.

Total Plan | As of March 31, 2026

	Trailing Period Performance									
	Market Value (\$)	% of Portfolio	QTD (%)	FYTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	10 Yrs (%)	Since Inception	Inception Date
Total Plan (Gross)	3,829,137,490	100.000	0.602	3.019	4.291	5.098	3.332	2.535	2.278	Oct-14
Fixed Income (Gross)	1,764,500,297	46.081	0.293	2.778	4.153	4.591	2.359	2.242	2.125	Oct-14
<i>ICE BofA 1-3 Years U.S. Treasury Index</i>			<i>0.293</i>	<i>2.545</i>	<i>3.752</i>	<i>4.043</i>	<i>1.858</i>	<i>1.784</i>	<i>1.692</i>	
Tier One: Payden Low Duration (Gross)			0.283	2.736	4.090	4.659	2.485	2.324	2.894	Jul-99
Tier One: Payden Low Duration (Net)	813,925,928	21.256	0.268	2.690	4.028	4.594	2.417	2.251	--	Jul-99
<i>ICE BofA 1-3 Years U.S. Treasury Index</i>			<i>0.293</i>	<i>2.545</i>	<i>3.752</i>	<i>4.043</i>	<i>1.858</i>	<i>1.784</i>	<i>2.654</i>	
<i>ICE BofA 1-3 Year Government/Corporate Index</i>			<i>0.303</i>	<i>2.669</i>	<i>3.960</i>	<i>4.384</i>	<i>2.042</i>	<i>2.033</i>	<i>2.951</i>	
<i>ICE BofA 1-3 Yr. Gov/Corp A Rated & Above</i>			<i>0.302</i>	<i>2.619</i>	<i>3.871</i>	<i>4.234</i>	<i>1.980</i>	<i>1.934</i>	<i>2.847</i>	
Tier One: MetLife STAMP 1-3 Year (Gross)	814,562,296	21.273	0.322	2.826	4.171	4.565	2.390	--	2.221	May-16
Tier One: MetLife STAMP 1-3 Year (Net)			0.299	2.758	4.080	4.473	2.304	--	2.138	May-16
<i>ICE BofA 1-3 Years U.S. Treasury Index</i>			<i>0.293</i>	<i>2.545</i>	<i>3.752</i>	<i>4.043</i>	<i>1.858</i>	<i>--</i>	<i>1.795</i>	
<i>ICE BofA 1-3 Year Government/Corporate Index</i>			<i>0.303</i>	<i>2.669</i>	<i>3.960</i>	<i>4.384</i>	<i>2.042</i>	<i>--</i>	<i>2.037</i>	
<i>ICE BofA 1-3 Yr. Gov/Corp A Rated & Above</i>			<i>0.302</i>	<i>2.619</i>	<i>3.871</i>	<i>4.234</i>	<i>1.980</i>	<i>--</i>	<i>1.942</i>	
Tier Two: MetLife STAMP 1-5 Year (Gross)	67,914,706	1.774	0.202	2.798	4.406	4.514	1.998	2.128	1.988	Apr-13
Tier Two: MetLife STAMP 1-5 Year (Net)			0.168	2.692	4.263	4.362	1.853	1.991	1.854	Apr-13
<i>ICE BofA 1-5 Year Treasury</i>			<i>0.195</i>	<i>2.466</i>	<i>3.864</i>	<i>3.923</i>	<i>1.485</i>	<i>1.695</i>	<i>1.568</i>	
<i>ICE BofA 1-5 Year U.S. Corp/Govt</i>			<i>0.173</i>	<i>2.630</i>	<i>4.162</i>	<i>4.395</i>	<i>1.739</i>	<i>2.046</i>	<i>1.895</i>	
<i>ICE BofA 1-5 Year AAA-A U.S. Corp. & Gov. Index</i>			<i>0.189</i>	<i>2.561</i>	<i>4.031</i>	<i>4.179</i>	<i>1.637</i>	<i>1.884</i>	<i>1.750</i>	
Tier Two: Payden Reserve Account (Gross)	68,097,368	1.778	0.165	2.688	4.297	4.497	--	--	2.212	Oct-21
Tier Two: Payden Reserve Account (Net)			0.135	2.596	4.172	4.375	--	--	2.092	Oct-21
<i>ICE BofA 1-5 Year Treasury</i>			<i>0.195</i>	<i>2.466</i>	<i>3.864</i>	<i>3.923</i>	<i>--</i>	<i>--</i>	<i>1.628</i>	
<i>ICE BofA 1-5 Year U.S. Corp/Govt</i>			<i>0.173</i>	<i>2.630</i>	<i>4.162</i>	<i>4.395</i>	<i>--</i>	<i>--</i>	<i>1.857</i>	
<i>ICE BofA 1-5 Year AAA-A U.S. Corp. & Gov. Index</i>			<i>0.189</i>	<i>2.561</i>	<i>4.031</i>	<i>4.179</i>	<i>--</i>	<i>--</i>	<i>1.772</i>	

Total Plan | As of March 31, 2026

	Market Value (\$)	% of Portfolio	QTD (%)	FYTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	10 Yrs (%)	Since Inception	Inception Date
Cash (Gross)	2,064,637,193	53.919	0.839	3.185	4.429	5.205	3.628	2.548	2.236	Jul-99
<i>90 Day U.S. Treasury Bill</i>			<i>0.849</i>	<i>2.928</i>	<i>3.999</i>	<i>4.737</i>	<i>3.339</i>	<i>2.252</i>	<i>2.037</i>	
<i>FTSE 3 Month T-Bill</i>			<i>0.929</i>	<i>3.091</i>	<i>4.219</i>	<i>4.966</i>	<i>3.495</i>	<i>2.316</i>	<i>2.028</i>	
Operating: Payden Enhanced Cash (Gross)	1,028,575,293	26.862	0.833	3.159	4.444	5.242	3.665	2.588	2.251	Jul-99
Operating: Payden Enhanced Cash (Net)			0.818	3.113	4.382	5.178	3.599	2.515	--	Jul-99
<i>90 Day U.S. Treasury Bill</i>			<i>0.849</i>	<i>2.928</i>	<i>3.999</i>	<i>4.737</i>	<i>3.339</i>	<i>2.252</i>	<i>2.037</i>	
<i>FTSE 3 Month T-Bill</i>			<i>0.929</i>	<i>3.091</i>	<i>4.219</i>	<i>4.966</i>	<i>3.495</i>	<i>2.316</i>	<i>2.028</i>	
Operating: MetLife Enhanced Cash (Gross)	1,036,061,900	27.057	0.849	3.216	4.421	5.173	3.590	--	2.543	May-16
Operating: MetLife Enhanced Cash (Net)			0.833	3.165	4.353	5.107	3.517	--	2.464	May-16
<i>90 Day U.S. Treasury Bill</i>			<i>0.849</i>	<i>2.928</i>	<i>3.999</i>	<i>4.737</i>	<i>3.339</i>	<i>--</i>	<i>2.269</i>	
<i>FTSE 3 Month T-Bill</i>			<i>0.929</i>	<i>3.091</i>	<i>4.219</i>	<i>4.966</i>	<i>3.495</i>	<i>--</i>	<i>2.334</i>	

Total Plan | As of March 31, 2026

Asset Class Performance Summary										
	FYTD (%)	FY 2025 (%)	FY 2024 (%)	FY 2023 (%)	FY 2022 (%)	FY 2021 (%)	FY 2020 (%)	FY 2019 (%)	FY 2018 (%)	FY 2017 (%)
Total Plan (Gross)	3.019	5.616	5.687	3.264	-0.884	0.435	2.901	3.191	1.221	0.754
Total Plan (Net)	2.965	5.543	5.625	3.193	-0.963	0.353	2.815	3.107	1.147	0.666
Fixed Income (Gross)	2.778	6.198	5.000	1.062	-3.124	0.693	4.416	4.064	0.582	0.427
Fixed Income (Net)	2.718	6.113	4.907	0.980	-3.210	0.605	4.324	3.982	0.495	0.336
<i>ICE BofA 1-3 Years U.S. Treasury Index</i>	<i>2.545</i>	<i>5.674</i>	<i>4.531</i>	<i>0.127</i>	<i>-3.297</i>	<i>0.074</i>	<i>4.066</i>	<i>3.963</i>	<i>0.078</i>	<i>-0.107</i>
Cash (Gross)	3.185	5.336	5.831	3.875	-0.056	0.296	2.022	2.573	1.492	0.858
Cash (Net)	3.138	5.270	5.777	3.805	-0.133	0.217	1.940	2.489	1.426	0.758
<i>90 Day U.S. Treasury Bill</i>	<i>2.928</i>	<i>4.680</i>	<i>5.402</i>	<i>3.593</i>	<i>0.170</i>	<i>0.093</i>	<i>1.630</i>	<i>2.312</i>	<i>1.362</i>	<i>0.442</i>
<i>FTSE 3 Month T-Bill</i>	<i>3.091</i>	<i>4.880</i>	<i>5.640</i>	<i>3.747</i>	<i>0.193</i>	<i>0.082</i>	<i>1.555</i>	<i>2.295</i>	<i>1.326</i>	<i>0.456</i>

Fiscal Year-end Month is June.

Total Plan | As of March 31, 2026

	Calendar Year Performance									
	FYTD (%)	FY 2025 (%)	FY 2024 (%)	FY 2023 (%)	FY 2022 (%)	FY 2021 (%)	FY 2020 (%)	FY 2019 (%)	FY 2018 (%)	FY 2017 (%)
Total Plan (Gross)	3.019	5.616	5.687	3.264	-0.884	0.435	2.901	3.191	1.221	0.754
Fixed Income (Gross)	2.778	6.198	5.000	1.062	-3.124	0.693	4.416	4.064	0.582	0.427
<i>ICE BofA 1-3 Years U.S. Treasury Index</i>	<i>2.545</i>	<i>5.674</i>	<i>4.531</i>	<i>0.127</i>	<i>-3.297</i>	<i>0.074</i>	<i>4.066</i>	<i>3.963</i>	<i>0.078</i>	<i>-0.107</i>
Tier One: Payden Low Duration (Gross)	2.736	6.142	5.183	1.264	-2.774	0.603	4.313	4.239	0.695	0.583
Tier One: Payden Low Duration (Net)	2.690	6.078	5.113	1.198	-2.844	0.521	4.230	4.167	0.615	0.508
<i>ICE BofA 1-3 Years U.S. Treasury Index</i>	<i>2.545</i>	<i>5.674</i>	<i>4.531</i>	<i>0.127</i>	<i>-3.297</i>	<i>0.074</i>	<i>4.066</i>	<i>3.963</i>	<i>0.078</i>	<i>-0.107</i>
<i>ICE BofA 1-3 Year Government/Corporate Index</i>	<i>2.669</i>	<i>5.927</i>	<i>4.941</i>	<i>0.515</i>	<i>-3.619</i>	<i>0.537</i>	<i>4.176</i>	<i>4.289</i>	<i>0.265</i>	<i>0.336</i>
<i>ICE BofA 1-3 Yr. Gov/Corp A Rated & Above</i>	<i>2.619</i>	<i>5.822</i>	<i>4.754</i>	<i>0.315</i>	<i>-3.355</i>	<i>0.266</i>	<i>4.175</i>	<i>4.156</i>	<i>0.204</i>	<i>0.146</i>
Tier One: MetLife STAMP 1-3 Year (Gross)	2.826	6.143	4.905	1.113	-2.925	0.775	4.192	3.544	0.842	0.478
Tier One: MetLife STAMP 1-3 Year (Net)	2.758	6.051	4.812	1.038	-3.009	0.695	4.108	3.478	0.761	0.395
<i>ICE BofA 1-3 Years U.S. Treasury Index</i>	<i>2.545</i>	<i>5.674</i>	<i>4.531</i>	<i>0.127</i>	<i>-3.297</i>	<i>0.074</i>	<i>4.066</i>	<i>3.963</i>	<i>0.078</i>	<i>-0.107</i>
<i>ICE BofA 1-3 Year Government/Corporate Index</i>	<i>2.669</i>	<i>5.927</i>	<i>4.941</i>	<i>0.515</i>	<i>-3.619</i>	<i>0.537</i>	<i>4.176</i>	<i>4.289</i>	<i>0.265</i>	<i>0.336</i>
<i>ICE BofA 1-3 Yr. Gov/Corp A Rated & Above</i>	<i>2.619</i>	<i>5.822</i>	<i>4.754</i>	<i>0.315</i>	<i>-3.355</i>	<i>0.266</i>	<i>4.175</i>	<i>4.156</i>	<i>0.204</i>	<i>0.146</i>
Tier Two: MetLife STAMP 1-5 Year (Gross)	2.798	6.664	4.660	0.461	-4.511	0.846	5.177	4.347	0.258	0.140
Tier Two: MetLife STAMP 1-5 Year (Net)	2.692	6.518	4.493	0.315	-4.639	0.719	5.048	4.217	0.131	0.016
<i>ICE BofA 1-5 Year Treasury</i>	<i>2.466</i>	<i>6.071</i>	<i>4.165</i>	<i>-0.431</i>	<i>-4.606</i>	<i>-0.271</i>	<i>5.250</i>	<i>4.891</i>	<i>-0.351</i>	<i>-0.530</i>
<i>ICE BofA 1-5 Year U.S. Corp/Govt</i>	<i>2.630</i>	<i>6.418</i>	<i>4.767</i>	<i>0.175</i>	<i>-5.193</i>	<i>0.572</i>	<i>5.323</i>	<i>5.370</i>	<i>-0.156</i>	<i>0.134</i>
<i>ICE BofA 1-5 Year AAA-A U.S. Corp. & Gov. Index</i>	<i>2.561</i>	<i>6.259</i>	<i>4.485</i>	<i>-0.133</i>	<i>-4.815</i>	<i>0.063</i>	<i>5.342</i>	<i>5.129</i>	<i>-0.220</i>	<i>-0.173</i>
Tier Two: Payden Reserve Account (Gross)	2.688	6.457	4.806	0.577	--	--	--	--	--	--
Tier Two: Payden Reserve Account (Net)	2.596	6.340	4.681	0.457	--	--	--	--	--	--
<i>ICE BofA 1-5 Year Treasury</i>	<i>2.466</i>	<i>6.071</i>	<i>4.165</i>	<i>-0.431</i>	--	--	--	--	--	--
<i>ICE BofA 1-5 Year U.S. Corp/Govt</i>	<i>2.630</i>	<i>6.418</i>	<i>4.767</i>	<i>0.175</i>	--	--	--	--	--	--
<i>ICE BofA 1-5 Year AAA-A U.S. Corp. & Gov. Index</i>	<i>2.561</i>	<i>6.259</i>	<i>4.485</i>	<i>-0.133</i>	--	--	--	--	--	--

Fiscal Year-end Month is June.

Total Plan | As of March 31, 2026

	FYTD (%)	FY 2025 (%)	FY 2024 (%)	FY 2023 (%)	FY 2022 (%)	FY 2021 (%)	FY 2020 (%)	FY 2019 (%)	FY 2018 (%)	FY 2017 (%)
Cash (Gross)	3.185	5.336	5.831	3.875	-0.056	0.296	2.022	2.573	1.492	0.858
<i>90 Day U.S. Treasury Bill</i>	<i>2.928</i>	<i>4.680</i>	<i>5.402</i>	<i>3.593</i>	<i>0.170</i>	<i>0.093</i>	<i>1.630</i>	<i>2.312</i>	<i>1.362</i>	<i>0.442</i>
<i>FTSE 3 Month T-Bill</i>	<i>3.091</i>	<i>4.880</i>	<i>5.640</i>	<i>3.747</i>	<i>0.193</i>	<i>0.082</i>	<i>1.555</i>	<i>2.295</i>	<i>1.326</i>	<i>0.456</i>
Operating: Payden Enhanced Cash (Gross)	3.159	5.357	5.900	3.999	-0.028	0.250	2.049	2.597	1.580	0.887
Operating: Payden Enhanced Cash (Net)	3.113	5.293	5.835	3.936	-0.100	0.170	1.965	2.508	1.500	0.812
<i>90 Day U.S. Treasury Bill</i>	<i>2.928</i>	<i>4.680</i>	<i>5.402</i>	<i>3.593</i>	<i>0.170</i>	<i>0.093</i>	<i>1.630</i>	<i>2.312</i>	<i>1.362</i>	<i>0.442</i>
<i>FTSE 3 Month T-Bill</i>	<i>3.091</i>	<i>4.880</i>	<i>5.640</i>	<i>3.747</i>	<i>0.193</i>	<i>0.082</i>	<i>1.555</i>	<i>2.295</i>	<i>1.326</i>	<i>0.456</i>
Operating: MetLife Enhanced Cash (Gross)	3.216	5.287	5.795	3.768	-0.108	0.361	1.967	2.605	1.501	0.898
Operating: MetLife Enhanced Cash (Net)	3.165	5.220	5.729	3.692	-0.190	0.276	1.881	2.519	1.416	0.814
<i>90 Day U.S. Treasury Bill</i>	<i>2.928</i>	<i>4.680</i>	<i>5.402</i>	<i>3.593</i>	<i>0.170</i>	<i>0.093</i>	<i>1.630</i>	<i>2.312</i>	<i>1.362</i>	<i>0.442</i>
<i>FTSE 3 Month T-Bill</i>	<i>3.091</i>	<i>4.880</i>	<i>5.640</i>	<i>3.747</i>	<i>0.193</i>	<i>0.082</i>	<i>1.555</i>	<i>2.295</i>	<i>1.326</i>	<i>0.456</i>

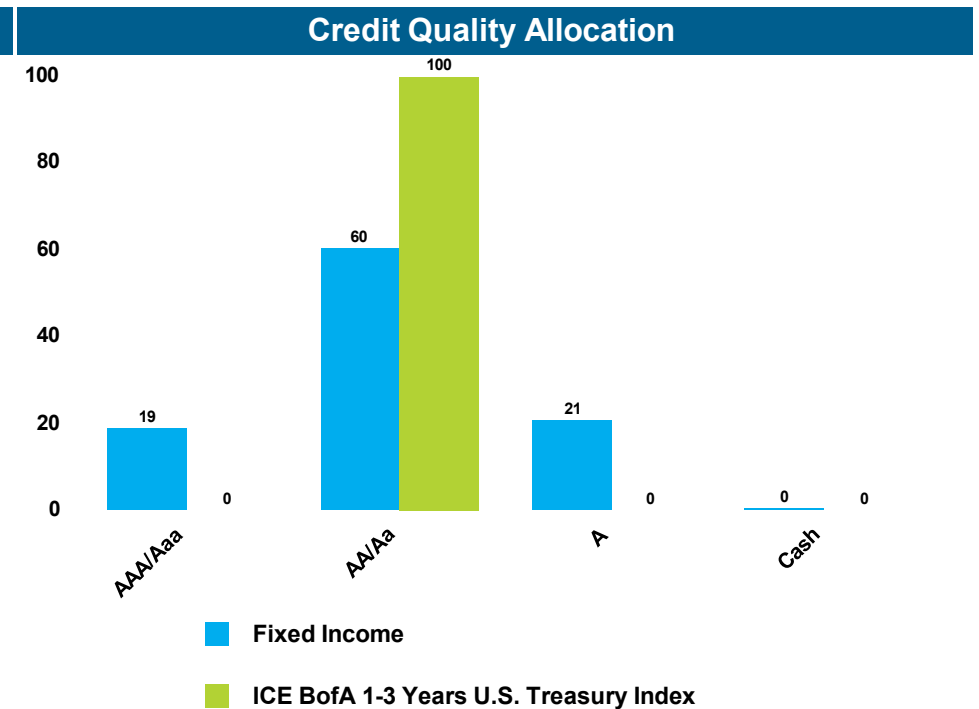
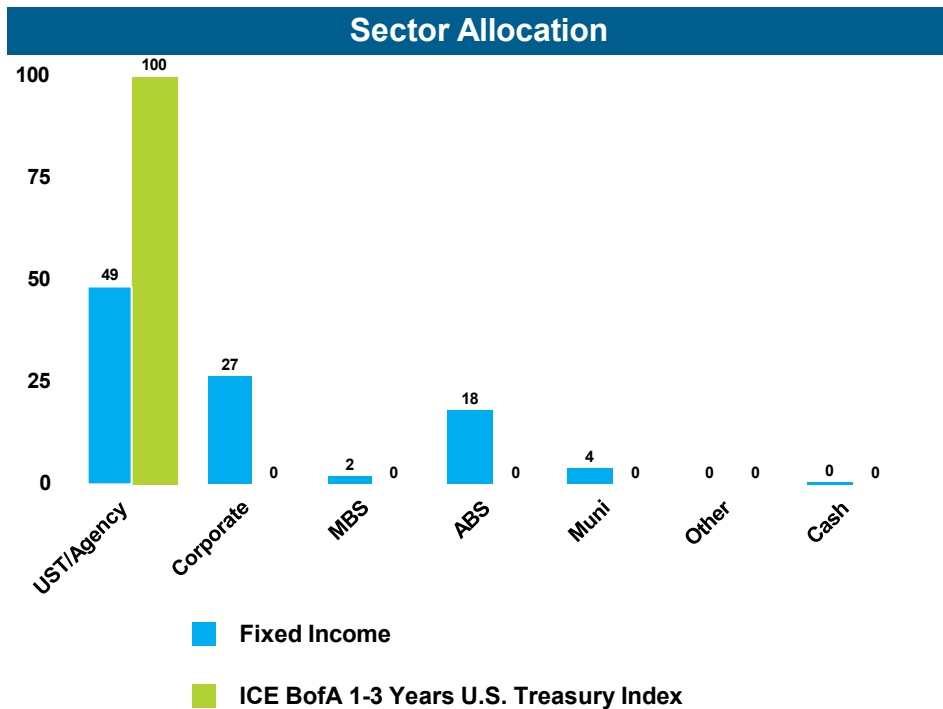
Fiscal Year-end Month is June.

Cash Flow Summary Quarter Ending March 31, 2026				
	Beginning Market Value (\$)	Net Cash Flow (\$)	Net Investment Change (\$)	Ending Market Value (\$)
Operating: MetLife Enhanced Cash	\$947,968,326	\$80,000,000	\$8,093,573	\$1,036,061,900
Operating: Payden Enhanced Cash	\$1,153,507,729	-\$134,000,000	\$9,067,564	\$1,028,575,293
Tier One: MetLife STAMP 1-3 Year	\$811,952,393	-\$147	\$2,610,050	\$814,562,296
Tier One: Payden Low Duration	\$811,629,873	-	\$2,296,055	\$813,925,928
Tier Two: MetLife STAMP 1-5 Year	\$67,777,421	-\$9	\$137,294	\$67,914,706
Tier Two: Payden Reserve Account	\$67,985,173	-	\$112,195	\$68,097,368
Total	\$3,860,820,915	-\$54,000,156	\$22,316,731	\$3,829,137,490

MetLife is the cash flow manager of the Operating Cash pool in Q2 and Q3 of each calendar year. Payden is the cash flow manager of the Operating Cash pool in Q1 and Q4 of each calendar year.

Fixed Income | As of March 31, 2026

Asset Allocation	Total Fund		Portfolio Fixed Income Characteristics		
	\$	%	Fixed Income	Q1-26 ICE BofA 1-3 Years U.S. Treasury Index	Q4-25 Fixed Income
Tier One: Payden Low Duration	\$813,925,928	46.1	Yield To Maturity Average Duration Average Quality	3.8 1.8 AA	3.7 2.0 AA
Tier One: MetLife STAMP 1-3 Year	\$814,562,296	46.2			
Tier Two: MetLife STAMP 1-5 Year	\$67,914,706	3.8			
Tier Two: Payden Reserve Account	\$68,097,368	3.9			
Total	\$1,764,500,297	100.0			



Allocation weights may not add up to 100% due to rounding.

Account Information

Account Name	Tier One: Payden Low Duration
Account Structure	Separate Account
Inception Date	07/01/1999
Asset Class	US Fixed Income
Benchmark	ICE BofA 1-3 Years U.S. Treasury Index
Peer Group	eV US Short Duration Fixed Inc

Portfolio Performance Summary

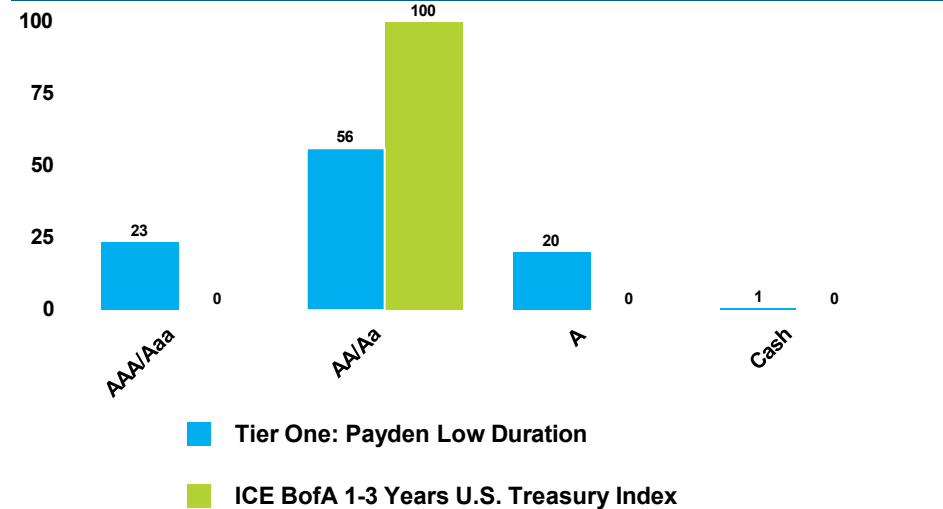
	QTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	10 Yrs (%)	Since Inception	Inception Date
Tier One: Payden Low Duration (Gross)	0.28	4.09	4.66	2.48	2.32	2.89	07/01/1999
Tier One: Payden Low Duration (Net)	0.27	4.03	4.59	2.42	2.25	-	07/01/1999
ICE BofA 1-3 Years U.S. Treasury Index	0.29	3.75	4.04	1.86	1.78	2.65	

Portfolio Fixed Income Characteristics

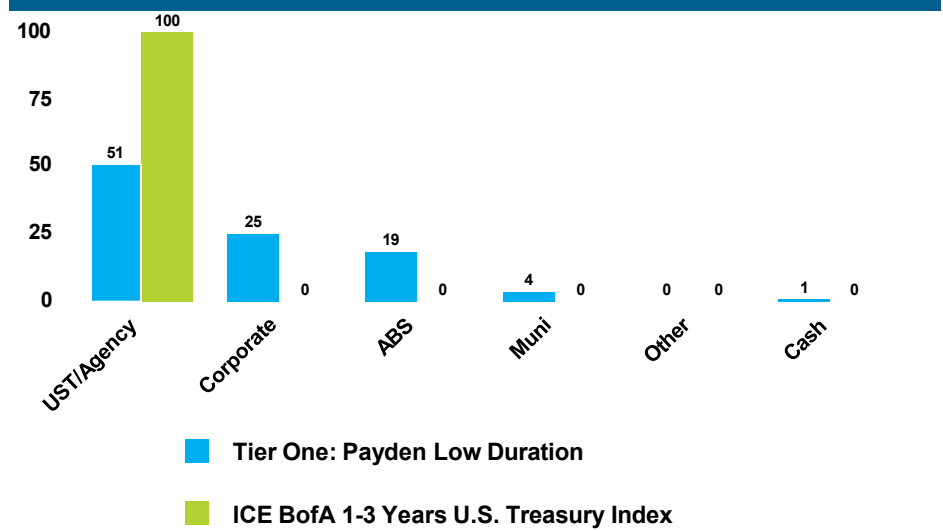
	Q1-26		Q4-25
	Tier One: Payden Low Duration	ICE BofA 1-3 Years U.S. Treasury Index	Tier One: Payden Low Duration
Yield To Maturity	4.08	3.81	3.74
Average Duration	2.03	1.83	1.94
Average Quality	AA	AA	AA

Tier One: Payden Low Duration | As of March 31, 2026

Credit Quality Allocation



Sector Allocation



Account Information

Account Name	Tier One: MetLife STAMP 1-3 Year
Account Structure	Separate Account
Inception Date	05/01/2016
Asset Class	US Fixed Income
Benchmark	ICE BofA 1-3 Years U.S. Treasury Index
Peer Group	eV US Short Duration Fixed Inc

Portfolio Performance Summary

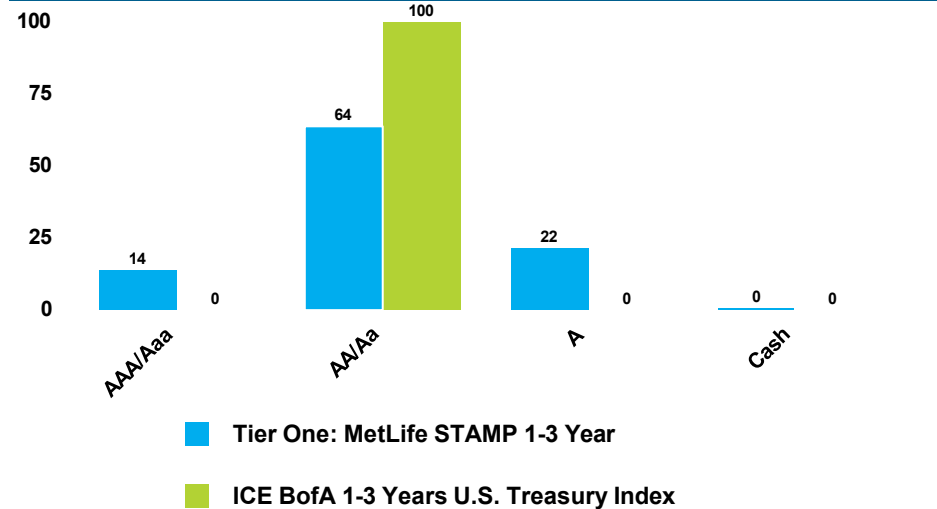
	QTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	10 Yrs (%)	Since Inception	Inception Date
Tier One: MetLife STAMP 1-3 Year (Gross)	0.32	4.17	4.56	2.39	-	2.22	05/01/2016
Tier One: MetLife STAMP 1-3 Year (Net)	0.30	4.08	4.47	2.30	-	2.14	05/01/2016
ICE BofA 1-3 Years U.S. Treasury Index	0.29	3.75	4.04	1.86	-	1.80	

Portfolio Fixed Income Characteristics

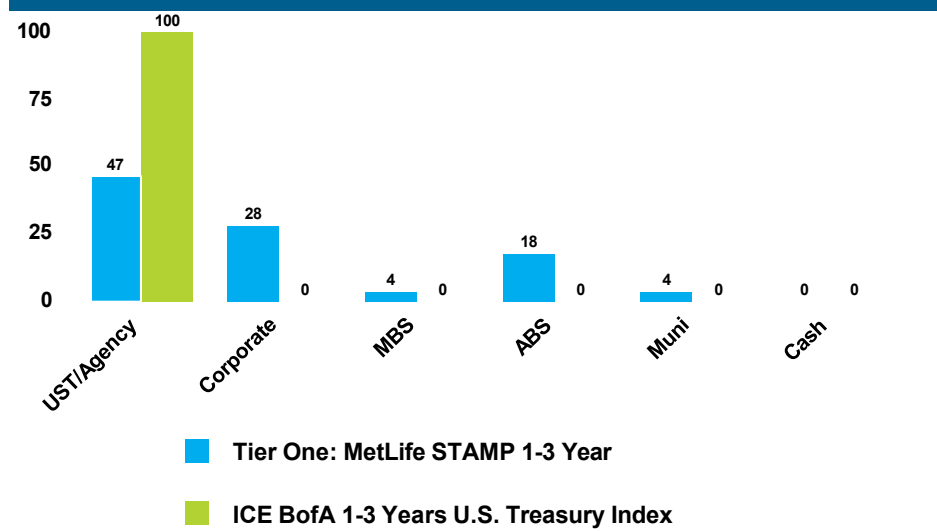
	Q1-26		Q4-25
	Tier One: MetLife STAMP 1-3 Year	ICE BofA 1-3 Years U.S. Treasury Index	Tier One: MetLife STAMP 1-3 Year
Yield To Maturity	4.08	3.81	3.74
Average Duration	1.88	1.83	1.92
Average Quality	AA	AA	AA

Tier One: MetLife STAMP 1-3 Year | As of March 31, 2026

Credit Quality Allocation



Sector Allocation

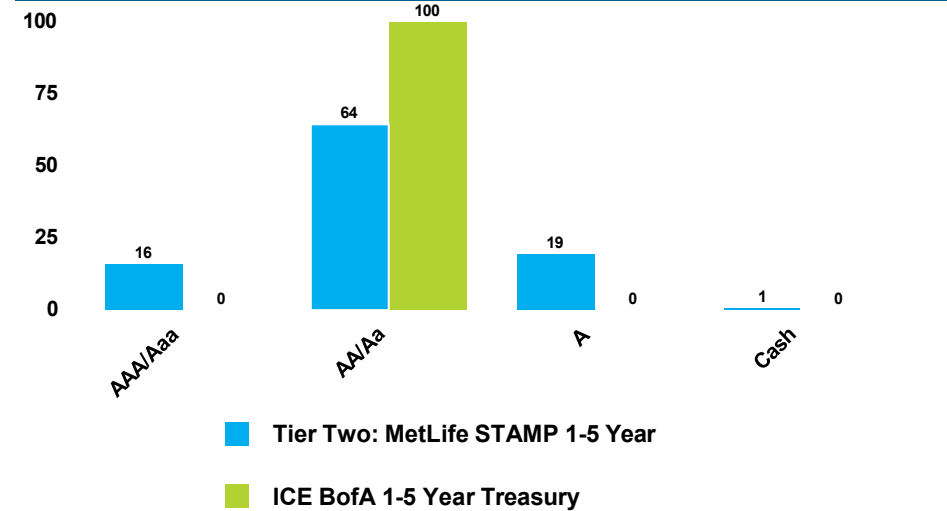


Tier Two: MetLife STAMP 1-5 Year | As of March 31, 2026

Account Information

Account Name	Tier Two: MetLife STAMP 1-5 Year
Account Structure	Separate Account
Inception Date	04/01/2013
Asset Class	US Fixed Income
Benchmark	ICE BofA 1-5 Year Treasury
Peer Group	eV US Short Duration Fixed Inc

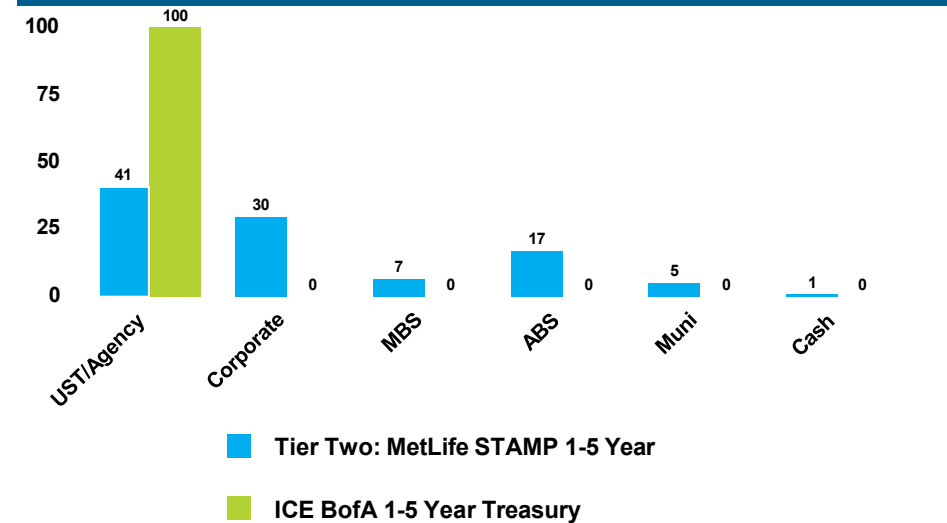
Credit Quality Allocation



Portfolio Performance Summary

	QTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	10 Yrs (%)	Since Inception	Inception Date
Tier Two: MetLife STAMP 1-5 Year (Gross)	0.20	4.41	4.51	2.00	2.13	1.99	04/01/2013
Tier Two: MetLife STAMP 1-5 Year (Net)	0.17	4.26	4.36	1.85	1.99	1.85	04/01/2013
ICE BofA 1-5 Year Treasury	0.19	3.86	3.92	1.48	1.70	1.57	

Sector Allocation



Portfolio Fixed Income Characteristics

	Q1-26		Q4-25
	Tier Two: MetLife STAMP 1-5 Year	ICE BofA 1-5 Year Treasury	Tier Two: MetLife STAMP 1-5 Year
Yield To Maturity	4.14	3.84	3.81
Average Duration	2.59	2.54	2.61
Average Quality	AA	AA	AA

Account Information

Account Name	Tier Two: Payden Reserve Account
Account Structure	Separate Account
Inception Date	10/01/2021
Asset Class	US Fixed Income
Benchmark	ICE BofA 1-5 Year Treasury
Peer Group	eV US Short Duration Fixed Inc

Portfolio Performance Summary

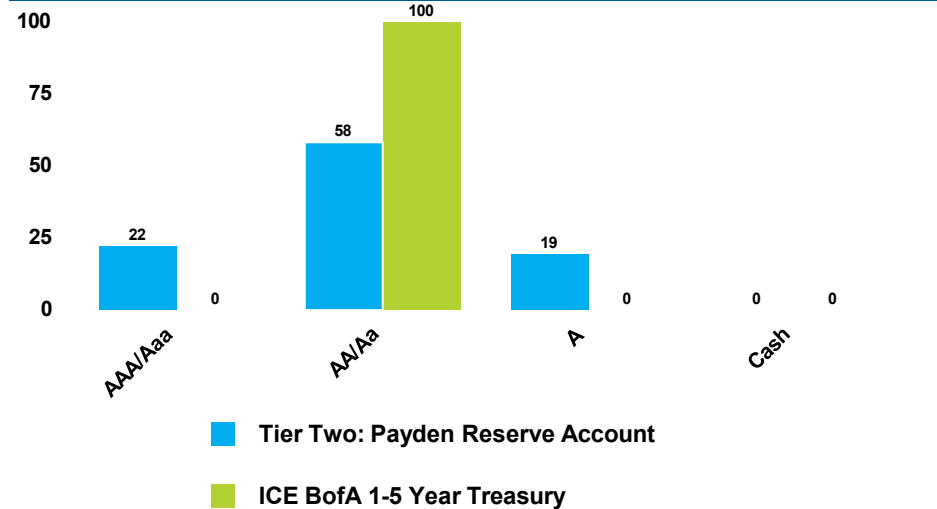
	QTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	10 Yrs (%)	Since Inception	Inception Date
Tier Two: Payden Reserve Account (Gross)	0.17	4.30	4.50	-	-	2.21	10/01/2021
Tier Two: Payden Reserve Account (Net)	0.14	4.17	4.38	-	-	2.09	10/01/2021
ICE BofA 1-5 Year Treasury	0.19	3.86	3.92	-	-	1.63	

Portfolio Fixed Income Characteristics

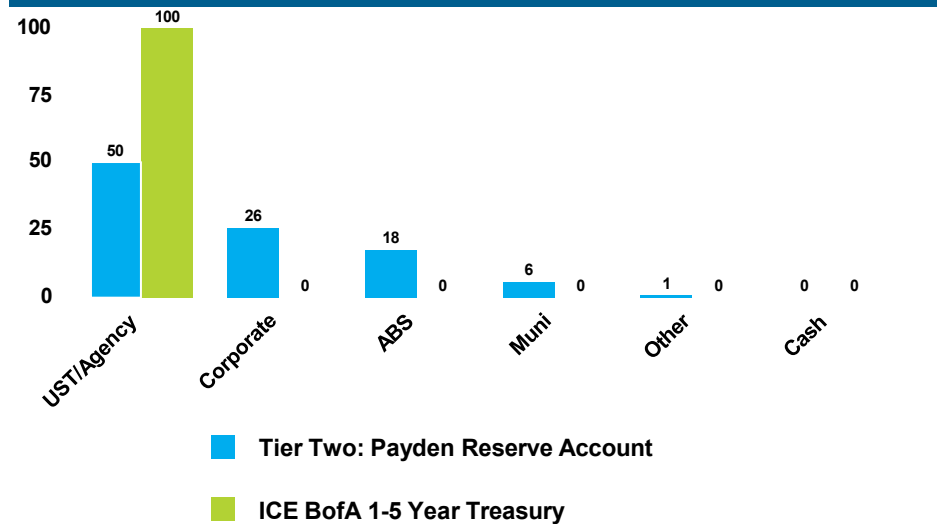
	Q1-26		Q4-25
	Tier Two: Payden Reserve Account	ICE BofA 1-5 Year Treasury	Tier Two: Payden Reserve Account
Yield To Maturity	4.14	3.84	3.79
Average Duration	2.74	2.54	2.64
Average Quality	AA	AA	AA

Tier Two: Payden Low Duration | As of March 31, 2026

Credit Quality Allocation



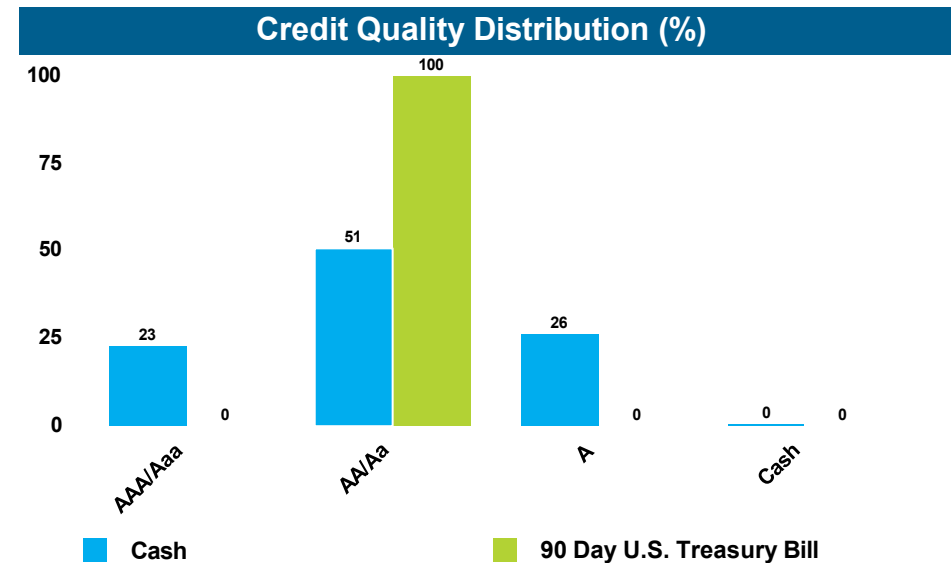
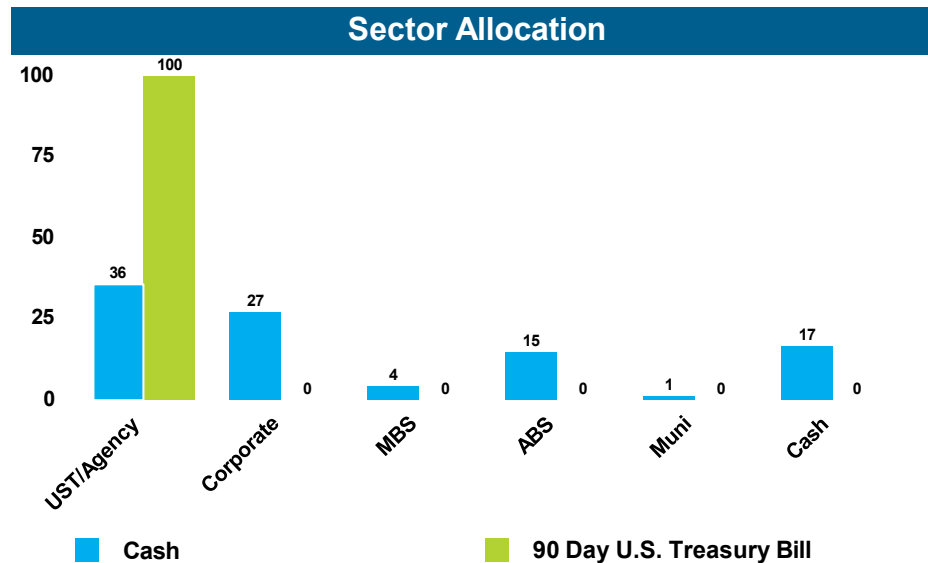
Sector Allocation



Cash | As of March 31, 2026

	Asset Allocation	
	Total Fund	
	\$	%
Operating: MetLife Enhanced Cash	\$1,036,061,900	50.2
Operating: Payden Enhanced Cash	\$1,028,575,293	49.8
Total	\$2,064,637,193	100.0

	Portfolio Fixed Income Characteristics		
	Cash	Q1-26 90 Day U.S. Treasury Bill	Q4-25 Cash
Yield To Maturity	4.0	3.6	3.9
Average Duration	0.5	0.2	0.4
Average Quality	AA	AA	AA

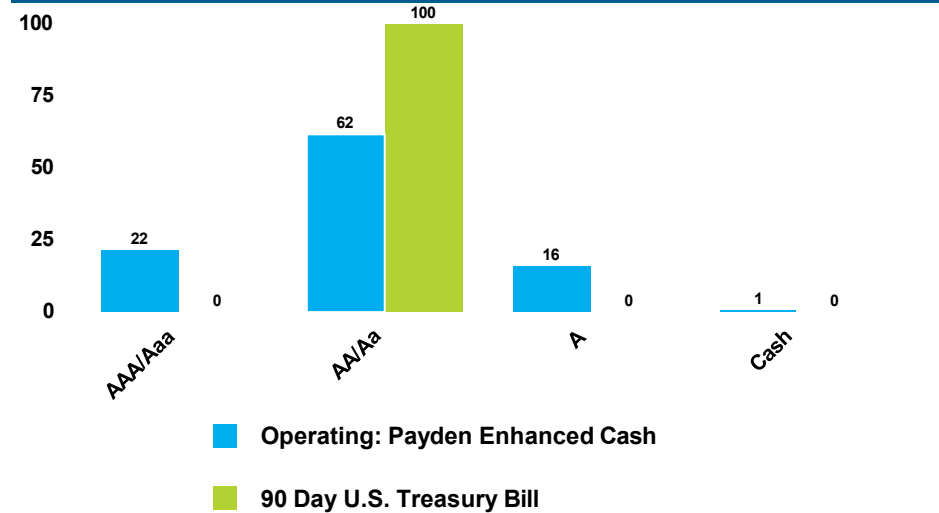


Operating: Payden Enhanced Cash | As of March 31, 2026

Account Information

Account Name	Operating: Payden Enhanced Cash
Account Structure	Separate Account
Inception Date	07/01/1999
Asset Class	US Fixed Income
Benchmark	90 Day U.S. Treasury Bill
Peer Group	eV US Enh Cash Management

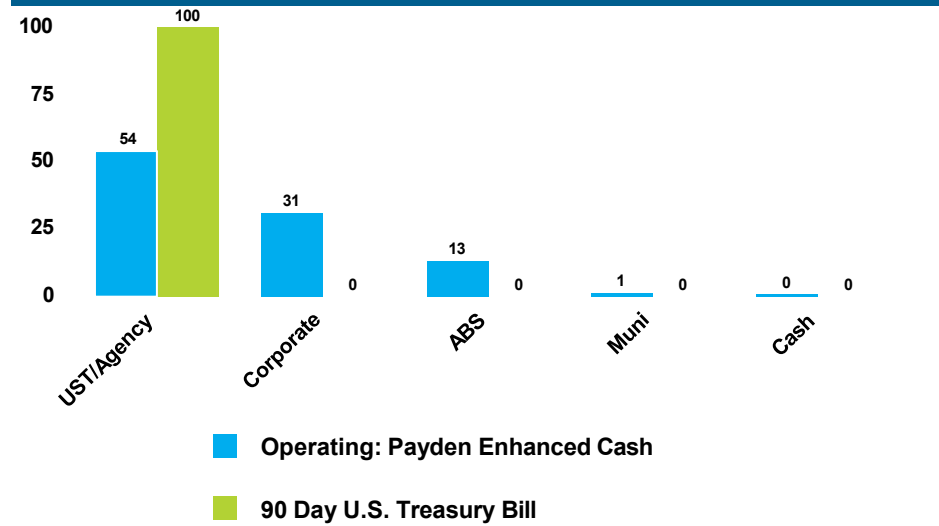
Credit Quality Allocation



Portfolio Performance Summary

	QTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	10 Yrs (%)	Since Inception	Inception Date
Operating: Payden Enhanced Cash (Gross)	0.83	4.44	5.24	3.67	2.59	2.25	07/01/1999
Operating: Payden Enhanced Cash (Net)	0.82	4.38	5.18	3.60	2.51	-	07/01/1999
90 Day U.S. Treasury Bill	0.85	4.00	4.74	3.34	2.25	2.04	

Sector Allocation



Portfolio Fixed Income Characteristics

	Q1-26		Q4-25
	Operating: Payden Enhanced Cash	90 Day U.S. Treasury Bill	Operating: Payden Enhanced Cash
Yield To Maturity	3.95	3.62	3.81
Average Duration	0.65	0.24	0.35
Average Quality	AA	AA	AA

Account Information

Account Name	Operating: MetLife Enhanced Cash
Account Structure	Separate Account
Inception Date	05/01/2016
Asset Class	US Fixed Income
Benchmark	90 Day U.S. Treasury Bill
Peer Group	eV US Enh Cash Management

Portfolio Performance Summary

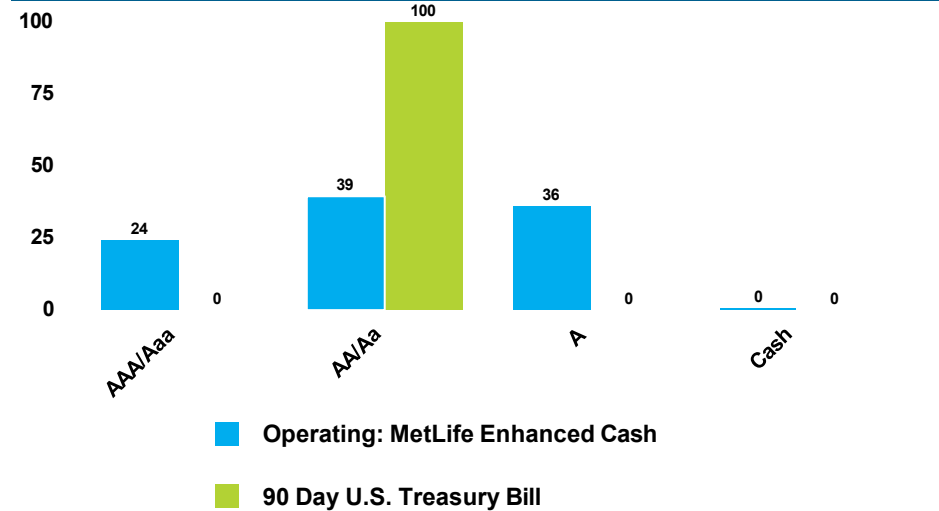
	QTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	10 Yrs (%)	Since Inception	Inception Date
Operating: MetLife Enhanced Cash (Gross)	0.85	4.42	5.17	3.59	-	2.54	05/01/2016
Operating: MetLife Enhanced Cash (Net)	0.83	4.35	5.11	3.52	-	2.46	05/01/2016
90 Day U.S. Treasury Bill	0.85	4.00	4.74	3.34	-	2.27	

Portfolio Fixed Income Characteristics

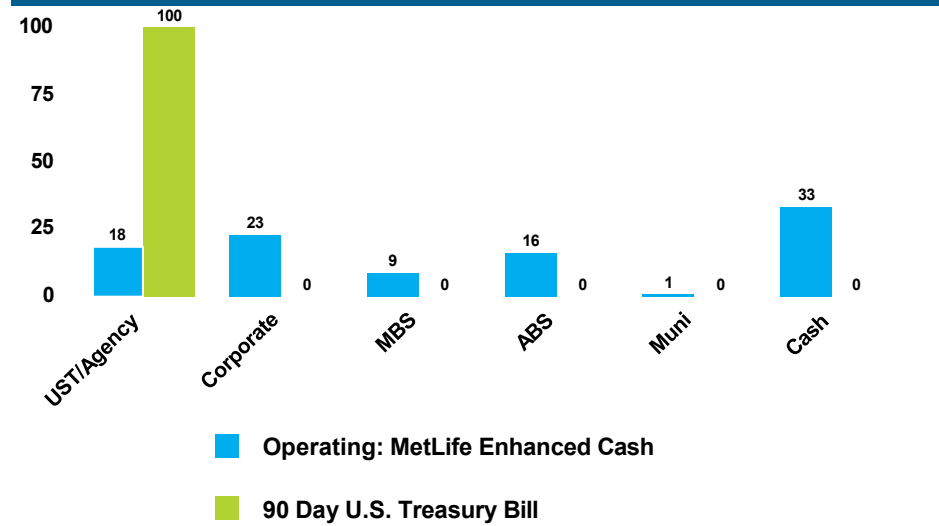
	Q1-26		Q4-25
	Operating: MetLife Enhanced Cash	90 Day U.S. Treasury Bill	Operating: MetLife Enhanced Cash
Yield To Maturity	4.09	3.62	3.91
Average Duration	0.44	0.24	0.43
Average Quality	AA	AA	AA-

Operating: MetLife Enhanced Cash | As of March 31, 2026

Credit Quality Allocation



Sector Allocation



Annual Investment Expense Analysis As of March 31, 2026		
	Fee Schedule	Market Value
Tier One: Payden Low Duration	0.08 % of First \$300 M 0.07 % of Next \$300 M 0.06 % of Next \$300 M 0.05 % Thereafter	\$813,925,928
Tier One: MetLife STAMP 1-3 Year	0.10 % of First \$100 M 0.08 % of Next \$250 M 0.06 % of Next \$250 M 0.05 % Thereafter	\$814,562,296
Tier Two: MetLife STAMP 1-5 Year	0.15 % of First \$50 M 0.10 % of Next \$250 M 0.07 % Thereafter	\$67,914,706
Tier Two: Payden Reserve Account	0.12 % of First \$100 M 0.09 % of Next \$250 M 0.07 % Thereafter	\$68,097,368
Operating: Payden Enhanced Cash	0.08 % of First \$300 M 0.07 % of Next \$300 M 0.06 % of Next \$300 M 0.05 % Thereafter	\$1,028,575,293
Operating: MetLife Enhanced Cash	0.10 % of First \$100 M 0.08 % of Next \$250 M 0.06 % of Next \$250 M 0.05 % Thereafter	\$1,036,061,900
Total		\$3,829,137,490

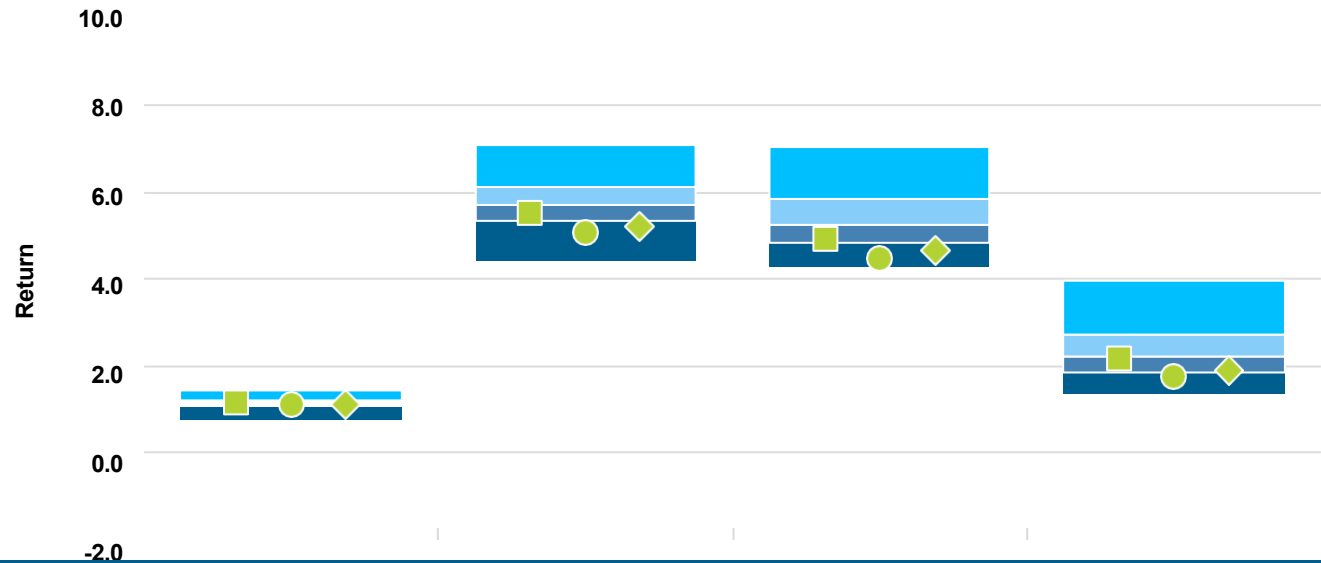
Please note that MetLife and Payden charge their investment management fees on an aggregate basis across Operating Cash and Tier One portfolios. The Tier Two fee is applied separately.

Statistics Summary 1 Year Ending March 31, 2026	
	Sharpe Ratio
Fixed Income	0.06
ICE BofA 1-3 Years U.S. Treasury Index	-0.18
Tier One: Payden Low Duration	0.03
ICE BofA 1-3 Years U.S. Treasury Index	-0.18
Tier One: MetLife STAMP 1-3 Year	0.07
ICE BofA 1-3 Years U.S. Treasury Index	-0.18
Tier Two: MetLife STAMP 1-5 Year	0.15
ICE BofA 1-5 Year Treasury	-0.06
Tier Two: Payden Reserve Account	0.10
ICE BofA 1-5 Year Treasury	-0.06
Cash	1.64
90 Day U.S. Treasury Bill	-
Operating: Payden Enhanced Cash	1.53
90 Day U.S. Treasury Bill	-
Operating: MetLife Enhanced Cash	1.69
90 Day U.S. Treasury Bill	-

Statistics Summary 3 Years Ending March 31, 2026	
	Sharpe Ratio
Fixed Income	-0.13
ICE BofA 1-3 Years U.S. Treasury Index	-0.42
Tier One: Payden Low Duration	-0.08
ICE BofA 1-3 Years U.S. Treasury Index	-0.42
Tier One: MetLife STAMP 1-3 Year	-0.16
ICE BofA 1-3 Years U.S. Treasury Index	-0.42
Tier Two: MetLife STAMP 1-5 Year	-0.15
ICE BofA 1-5 Year Treasury	-0.33
Tier Two: Payden Reserve Account	-0.14
ICE BofA 1-5 Year Treasury	-0.33
Cash	2.19
90 Day U.S. Treasury Bill	-
Operating: Payden Enhanced Cash	2.21
90 Day U.S. Treasury Bill	-
Operating: MetLife Enhanced Cash	2.11
90 Day U.S. Treasury Bill	-

Statistics Summary 5 Years Ending March 31, 2026	
	Sharpe Ratio
Fixed Income	-0.58
ICE BofA 1-3 Years U.S. Treasury Index	-0.81
Tier One: Payden Low Duration	-0.54
ICE BofA 1-3 Years U.S. Treasury Index	-0.81
Tier One: MetLife STAMP 1-3 Year	-0.61
ICE BofA 1-3 Years U.S. Treasury Index	-0.81
Tier Two: MetLife STAMP 1-5 Year	-0.56
ICE BofA 1-5 Year Treasury	-0.69
Tier Two: Payden Reserve Account	-
ICE BofA 1-5 Year Treasury	-0.69
Cash	1.17
90 Day U.S. Treasury Bill	-
Operating: Payden Enhanced Cash	1.29
90 Day U.S. Treasury Bill	-
Operating: MetLife Enhanced Cash	0.90
90 Day U.S. Treasury Bill	-

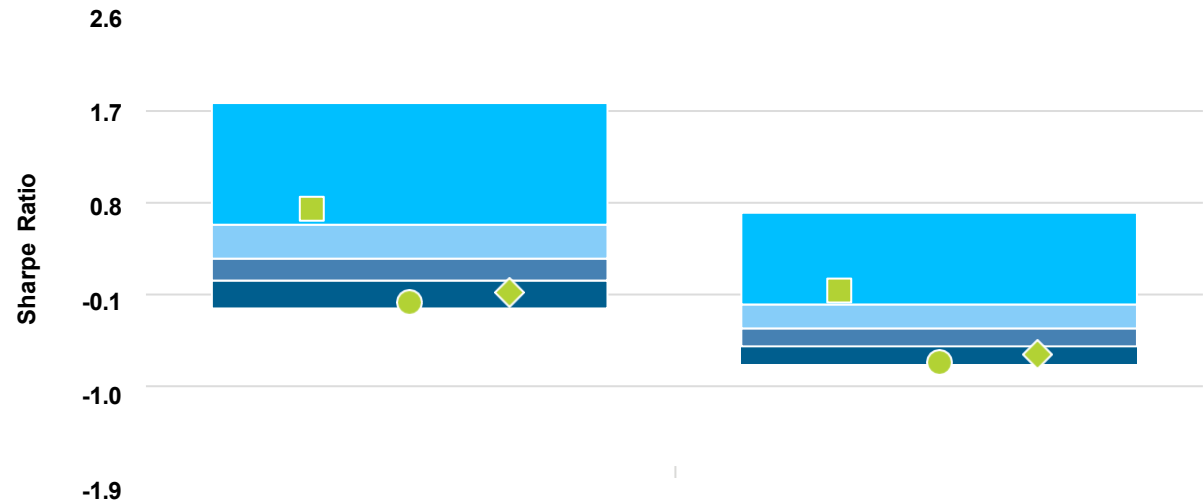
eV US Short Duration Fixed Inc Net Return Comparison Ending December 31, 2025



	QTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)
■ Fixed Income	1.2 (45)	5.5 (67)	4.9 (73)	2.2 (57)
● ICE BofA 1-3 Years U.S. Treasury Index	1.1 (64)	5.1 (88)	4.5 (93)	1.8 (79)
◆ ICE BofA 1-3 Yr. Gov/Corp A Rated & Above	1.1 (59)	5.2 (82)	4.7 (87)	1.9 (74)
5th Percentile	1.4	7.1	7.1	4.0
1st Quartile	1.2	6.1	5.9	2.7
Median	1.1	5.7	5.2	2.2
3rd Quartile	1.1	5.4	4.9	1.8
95th Percentile	0.8	4.4	4.3	1.4
Population	270	270	260	242

Parentheses contain percentile rankings.
Calculation based on monthly periodicity.

Sharpe Ratio vs. eV US Short Duration Fixed Inc Net Ending December 31, 2025



	3 Yrs (%)	5 Yrs (%)
■ Total Plan	0.7 (18)	-0.1 (15)
● ICE BofA 1-3 Years U.S. Treasury Index	-0.2 (94)	-0.8 (93)
◆ ICE BofA 1-3 Yr. Gov/Corp A Rated & Above	-0.1 (88)	-0.7 (87)
5th Percentile	1.8	0.7
1st Quartile	0.6	-0.2
Median	0.2	-0.4
3rd Quartile	0.0	-0.6
95th Percentile	-0.2	-0.8
Population	260	242

Parentheses contain percentile rankings.
Calculation based on monthly periodicity.

Quarterly Investment Report Supplement

Annual Investment Policy (2026)

Maturity and Quality Requirements

Allowable Instruments	Maximum Permitted Maturity			Actual Maximum Maturity						Compliance
	Operating Funds	Tier One	Tier Two	Operating Funds		Tier One		Tier Two		
				ML	P&R	ML	P&R	ML	P&R	
US Treasuries	3 years	5 years	5 years	0.84 years	2.88 years	2.76 Years	5.00 years	4.38 Years	5.00 years	Yes
US Agencies	3 years	5 years	5 years	2.74 years	3.00 years	2.82 Years	0.37 years	4.24 Years	4.34 years	Yes
State & Local Obligations ¹	3 years	5 years	5 years	0.98 years	0.25 years	2.25 Years	3.42 years	3.25 Years	4.42 years	Yes
Supranationals	3 years	5 years	5 years	NA	NA	NA	0.33 years	NA	0.33 years	Yes
Negotiable Cert of Deposit	1 year	1 year	1 year	0.58 years	0.87 years	NA	NA	NA	NA	Yes
Commercial Paper	270 days	270 days	270 days	114 Days	147 Days	NA	NA	NA	NA	Yes
Repurchase Agreements	30 days	30 days	30 days	NA	NA	NA	NA	NA	NA	Yes
Medium Term Notes	3 years	5 years	5 years	1.98 years	2.95 years	3.68 Years	2.99 years	4.96 Years	4.99 years	Yes
Mortgage/ Asset-Backed	3 years	5 years	5 years	2.82 years	1.04 years	4.63 Years	3.41 years	4.55 years	3.16 years	Yes
Variable & Floating Rate	3 years	5 years	5 years	0.82 years	0.25 years	1.83 Years	0.25 years	1.31 Years	0.25 years	Yes
Manager Confirmed Adherence to 5% Issuer Limit				Yes	Yes	Yes	Yes	Yes	Yes	Yes

→ Investment Managers have independently verified that they have maintained compliance with CalOptima’s Investment Policy Statement-designated security credit rating requirements during the review quarter.

¹ Includes CA and any other states in the US.

Annual Investment Policy (2026)

Diversification Compliance¹

Allowable Instruments	Maximum (%)	MetLife (%)	MetLife (\$M)	Payden (%)	Payden (\$M)	Total (%)	Total (\$M)
US Treasuries	100	26.1	501.0	48.1	918.8	37.1	1419.8
US Agencies	100	11.6	222.1	4.7	88.9	8.1	311.0
State & Local Obligations ²	40	2.1	41.1	2.4	45.8	2.3	86.9
Supranationals	30	0.0	0.0	0.2	3.0	0.1	3.0
Negotiable Certificate of Deposit	30	0.0	0.0	3.4	65.6	1.7	65.6
Commercial Paper	30	0.0	0.0	0.9	17.6	0.5	17.6
Repurchase Agreements	100	0.0	0.0	0.0	0.0	0.0	0.0
Medium-Term Notes	30	25.1	481.7	24.4	465.8	24.7	947.4
Money Market Funds	20	18.1	346.6	0.3	6.6	9.2	353.2
Mortgage/Asset-Backed	20	17.0	326.0	15.6	298.6	16.3	624.6
Variable & Floating Rate ³	30	14.1	269.7	17.9	342.2	16.0	611.9
Total		100.0	1,918.5	100.0	1,910.6	116.0	3,829.1

→ The investment composition of each portfolio and the total portfolio are in compliance with the CalOptima Annual Investment Policy 2025 as of March 31, 2026.

¹ Blended allocations for Payden & Rygel and MetLife accounts.

² Includes CA and any other state in the US.

³ Variable & Floating Rate Securities span all allowable instruments and are not included in total.

Annual Investment Policy (2026)

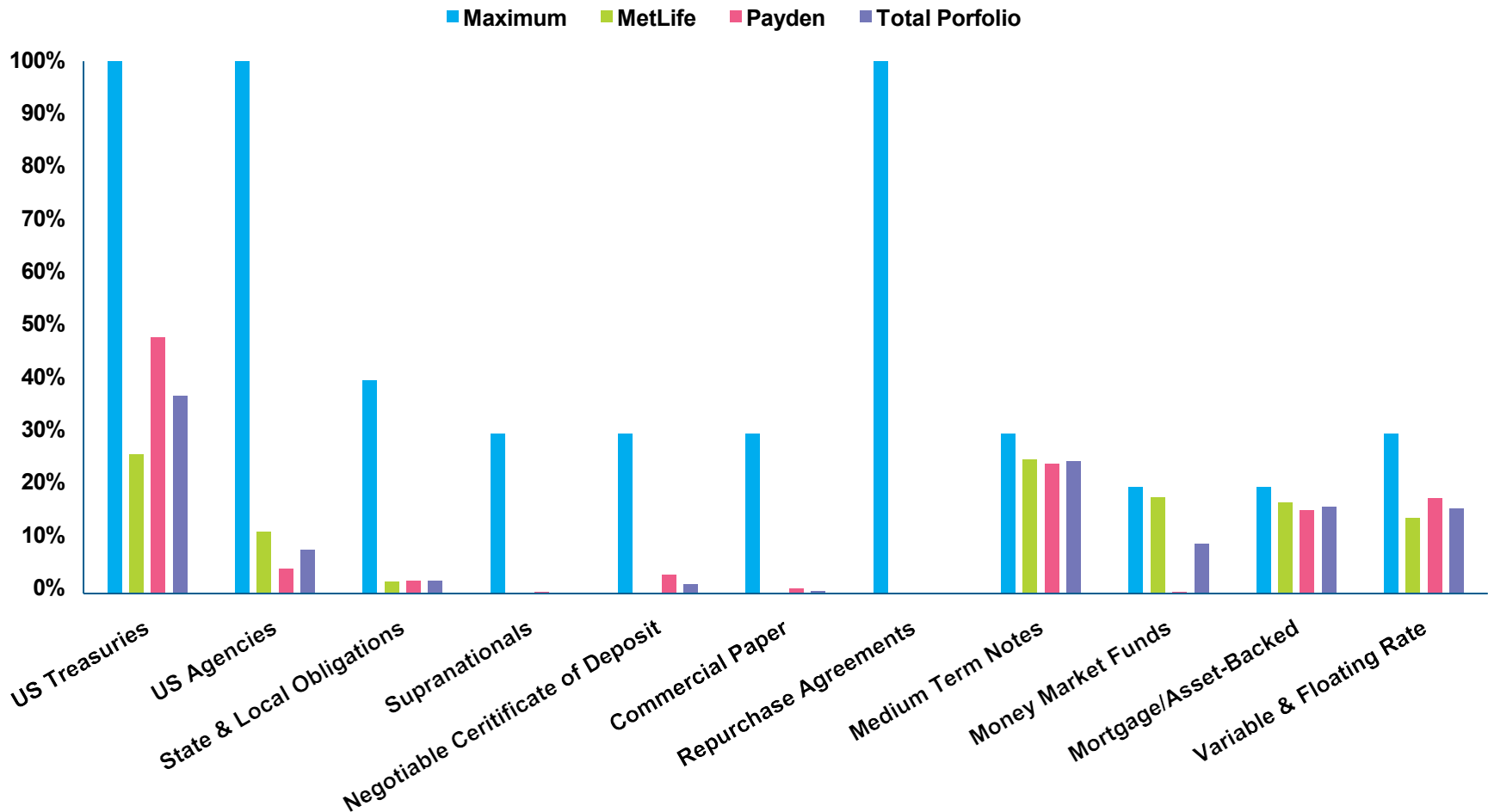
US Treasury Futures Requirements

US Treasury Futures	Maximum Permitted			Actual						
	Operating Funds	Tier One	Tier Two	Operating Funds		Tier One		Tier Two		Compliance
				ML	P&R	ML	P&R	ML	P&R	
Contribution to Duration	None	+/- 0.35 years	+/- 0.35 years	None	None	0.05 years	0.00 years	0.00 years	0.00 years	Yes
Gross Notional Value of Total Portfolio	None	20%	20%	None	None	2.6%	0.0%	0.0%	0.0%	Yes
Manager Confirmed Adherence throughout quarter				Yes	Yes	Yes	Yes	Yes	Yes	Yes

→ Investment Managers have independently verified that they have maintained compliance with CalOptima’s Annual Investment Policy by not exceeding the 20% gross notional value of the total portfolio for Treasury Futures and Treasury Futures did not have a contribution to duration exceeding +/- 0.35 years during the review quarter.

Annual Investment Policy (2026)

**Actual vs. Diversity Requirements
As of March 31, 2026**



Custom Peer Group

Custom Peer Group

- Given CalOptima Health’s unique investment guidelines, traditional fixed income peer groups are not the best comparison tool for the Tier One and Tier Two pools.
- Meketa Investment Group surveyed the eVestment Alliance US Short Duration – Government/Credit Fixed Income universe to create custom peer universes for each of the Tier One and Tier Two pools to provide a more accurate performance comparison.
- For the analysis, the eVestment universe was pared down through the elimination of funds with exposure to securities with below “BBB”-rated credit. The combined eVestment universe was further defined so that strategies must have an average quality of AA or higher.
 - Two unique buckets were then established based on each portfolio’s use of a primary benchmark with “1-3” (years of maturity) in its name (Tier One peer group) or “1-5” in its name (Tier Two peer group).
 - The Tier One peer group consists of 31 strategies with a median effective duration of 1.85 years, while the Tier Two peer group consists of 11 strategies with a median effective duration of 2.60 years as of December 31, 2025.
- Please note that the analysis is as of December 31, 2025, as the universe of investment managers that had reported data as of March 31, 2026, was very small at the date that these materials were submitted.
- This analysis is based on a small peer universe that may change significantly over time, potentially resulting in large changes in peer rankings quarter-to-quarter.

Custom Peer Group: MetLife Tier One

Gross of Fees Returns as of 12/31/2025 ¹	4Q2025 (%)	1 Year (%)	3 Years (%)	5 Years (%)
Tier One: MetLife STAMP 1-3 Year	1.20	5.52	4.97	2.33
Peer Group Median Return	1.17	5.70	5.22	2.39
Peer Group Rank (percentile)	28	64	78	61

Standard Deviation as of 12/31/2025 ²	3 Years (%)	5 Years (%)
Tier One: MetLife STAMP 1-3 Year	1.66	1.84
Median Standard Deviation	1.68	1.93
Peer Group Rank (percentile)	37	25

- The MetLife Tier One portfolio underperformed the peer group median over the one-, three-, and five-year time periods. The strategy has outperformed the peer group median over the trailing quarter.
- The standard deviation ranked very favorably compared to peers over the three- and five-year trailing periods.

¹ Investment managers are ranked based on performance gross of fees; given the discounted fee structures offered by CalOptima's investment managers, performance on a net-of-fee basis is more compelling relative to peers.

² For peer group standard deviation rankings, a percentile rank of 1 would indicate that the strategy exhibited the lowest standard deviation relative to the peer group, and a percentile rank of 99 would indicate that the strategy exhibited the highest standard deviation relative to the peer group.

Custom Peer Group: Payden Tier One

Gross of Fees Returns as of 12/31/2025 ¹	4Q2025 (%)	1 Year (%)	3 Years (%)	5 Years (%)	10 Years (%)
Tier One: Payden Low Duration	1.16	5.55	5.05	2.41	2.37
Peer Group Median Return	1.17	5.70	5.22	2.39	2.41
Peer Group Rank (percentile)	68	63	68	39	56

Standard Deviation as of 12/31/2025 ²	3 Years (%)	5 Years (%)	10 Years (%)
Tier One: Payden Low Duration	1.69	1.82	1.41
Median Standard Deviation	1.68	1.93	1.55
Peer Group Rank (percentile)	51	20	15

- The Payden Tier One portfolio’s trailing returns lagged the peer group median over the quarter, one-, three-, and ten-year periods. However, returns ranked in the top half of peers over the trailing five-year period.
- The standard deviation has ranked very favorably versus peers across the reported trailing five- and ten-year periods. Standard deviation over the most recent 3-year period is slightly higher compared to the median of peers.

¹ Investment managers are ranked based on performance gross of fees; given the discounted fee structures offered by CalOptima’s investment managers, performance on a net-of-fee basis is more compelling relative to peers.

² For peer group standard deviation rankings, a percentile rank of 1 would indicate that the strategy exhibited the lowest standard deviation relative to the peer group, and a percentile rank of 99 would indicate that the strategy exhibited the highest standard deviation relative to the peer group.

Custom Peer Group: MetLife Tier Two

Gross of Fees Returns as of 12/31/2025 ¹	4Q2025 (%)	1 Year (%)	3 Years (%)	5 Years (%)	10 Years (%)
Tier Two: MetLife STAMP 1-5 Year	1.23	6.29	5.12	1.89	2.28
Peer Group Median Return	1.17	6.29	5.15	1.87	2.39
Peer Group Rank (percentile)	24	50	60	45	70

Standard Deviation as of 12/31/2025 ²	3 Years (%)	5 Years (%)	10 Years (%)
Tier Two: MetLife STAMP 1-5 Year	2.50	2.69	2.09
Median Standard Deviation	2.58	2.90	2.32
Peer Group Rank (percentile)	31	35	30

- MetLife’s Tier Two portfolio outperformed compared to the median of the peer group over the trailing quarter and five-year periods. The strategy is in line with the peer group median over the one-year and has underperformed the median return over the trailing three- and ten-year periods.
- The Strategy’s standard deviation has ranked favorably compared to peers across all trailing periods.

¹ Investment managers are ranked based on performance gross of fees; given the discounted fee structures offered by CalOptima’s investment managers, performance on a net-of-fee basis is more compelling relative to peers.

² For peer group standard deviation rankings, a percentile rank of 1 would indicate that the strategy exhibited the lowest standard deviation relative to the peer group, and a percentile rank of 99 would indicate that the strategy exhibited the highest standard deviation relative to the peer group.

Custom Peer Group: Payden Tier Two

Gross of Fees Returns as of 12/31/2025 ¹	4Q2025 (%)	1 Year (%)	3 Year (%)
Tier Two: Payden Reserve Account	1.18	6.27	4.99
Peer Group Median Return	1.17	6.29	5.15
Peer Group Rank (percentile)	43	51	70

Standard Deviation as of 12 /31/2025 ²	3 Years (%)
Tier Two: Payden Reserve Account	2.47
Median Standard Deviation	2.58
Peer Group Rank (percentile)	29

- The Payden Tier Two portfolio’s trailing one- and three-year returns have lagged the median returns of the peer group. However, returns ranked in the top half of peers over the trailing quarter.
- Standard deviation for the strategy has ranked favorably compared to peers over the three-year trailing period.

¹ Investment managers are ranked based on performance gross of fees; given the discounted fee structures offered by CalOptima’s investment managers, performance on a net-of-fee basis is more compelling relative to peers.

² For peer group standard deviation rankings, a percentile rank of 1 would indicate that the strategy exhibited the lowest standard deviation relative to the peer group, and a percentile rank of 99 would indicate that the strategy exhibited the highest standard deviation relative to the peer group.

Performance Attribution

Performance Attribution

- The following pages present attribution data for the MetLife and Payden & Rygel Tier One and Tier Two portfolios.
- Attribution represents outperformance or underperformance, based on active investment decisions across fixed income sub-sectors, relative to a manager's benchmark index. Attribution data demonstrates where managers are able to most effectively add incremental value versus the benchmark.
- Attribution data is provided by the investment managers and is presented gross of investment management fees as of March 31, 2026. Attribution data fields will vary slightly across investment managers.

MetLife Tier One Performance Attribution¹

Gross of Fees as of 3/31/2026

Benchmark Relative Attribution (basis points)	ICE BofA Merrill Lynch 1-3 Year US Treasury		ICE BofA Merrill Lynch 1-3 Year AAA-A US Corp & Govt	
	1Q 2026	1 Year	1Q 2026	1 Year
Duration	-2	-7	-1	3
Yield Curve	0	0	0	0
Sector Selection	5	49	3	27
Treasury	-	-	-	-
Agency	0	0	-1	-5
Corporate	0	22	-1	5
Financial	0	13	-1	2
Industrial	0	7	0	2
Utilities	0	2	0	1
MBS	0	0	0	0
CMBS	1	4	1	4
ABS	3	19	3	19
Municipal	1	4	1	4
Total Excess Return²	3	42	2	30
MetLife Tier One Return	32	417	32	417
Benchmark Return³	29	375	30	387

¹ Performance attribution provided by MetLife.

² May not add to actual out/underperformance due to rounding.

³ Manager-reported returns for benchmarks may differ from benchmarks in performance report produced by Meketa. This is due to managers using 4:00 PT closing prices vs Meketa's investment performance provider using 3:00 PT closing prices. Managers adopted the change to 4:00 PT starting Jan 1, 2022 to align with broader industry trends and index providers.

Payden & Rygel Tier One Performance Attribution¹

Gross of Fees as of 3/31/2026

Benchmark Relative Attribution (basis points)	ICE BofA Merrill Lynch 1-3 Year US Treasury		ICE BofA Merrill Lynch 1-3 Year AAA-A US Corp & Govt	
	1Q 2026	1 Year	1Q 2026	1 Year
Duration	-4	11	-4	8
Yield Curve	-	-13	-	-12
Sector Selection	3	36	2	26
Treasury	1	2	-	5
Agency	-	0	-	-
Corporate	-	17	-	6
Financial	-	13	-	5
Industrial	-	3	-	1
Utilities	-	1	-	-
ABS/MBS	2	15	2	13
Municipal	-	2	-	2
Cash	-	0	-	-
Residual	-	-	-	-
Total Excess Return²	-1	34	-2	22
Payden & Rygel Tier One Return	28	409	28	409
Benchmark Return³	29	375	30	387

¹ Performance attribution provided by Payden.

² May not add to actual out/underperformance due to rounding.

³ Manager-reported returns for benchmarks may differ from benchmarks in performance report produced by Meketa. This is due to managers using 4:00 PT closing prices vs Meketa's investment performance provider using 3:00 PT closing prices. Managers adopted the change to 4:00 PT starting Jan 1, 2022 to align with broader industry trends and index providers.

MetLife Tier Two Performance Attribution¹

Gross of Fees as of 3/31/2026

Benchmark Relative Attribution (basis points)	ICE BofA Merrill Lynch 1-5 Year US Treasury		ICE BofA Merrill Lynch 1-5 Year AAA-A US Corp & Govt	
	1Q 2026	1 Year	1Q 2026	1 Year
Duration	-2	-12	-2	0
Yield Curve	0	1	-1	1
Sector Selection	3	65	4	37
Treasury	-	-	-	-
Agency	0	0	0	-6
Corporate	-1	31	0	9
Financial	-2	16	-1	2
Industrial	-1	10	1	3
Utilities	0	5	0	4
MBS	0	0	0	0
CMBS	1	4	1	4
ABS	2	21	2	21
Municipal	1	9	1	9
Total Excess Return²	1	54	1	38
MetLife Tier Two Return	20	441	20	441
Benchmark Return³	19	386	19	403

¹ Performance attribution provided by MetLife.

² May not add to actual out/underperformance due to rounding.

³ Manager-reported returns for benchmarks may differ from benchmarks in performance report produced by Meketa. This is due to managers using 4:00 PT closing prices vs Meketa's investment performance provider using 3:00 PT closing prices. Managers adopted the change to 4:00 PT starting Jan 1, 2022 to align with broader industry trends and index providers.

Payden and Rygel Tier Two Performance Attribution¹

Gross of Fees as of 3/31/2026

Benchmark Relative Attribution (basis points)	ICE BofA Merrill Lynch 1-5 Year US Treasury		ICE BofA Merrill Lynch 1-5 Year AAA-A US Corp & Govt	
	1Q 2026	1 Year	1Q 2026	1 Year
Duration	-4	18	-4	13
Yield Curve	1	-13	1	-9
Sector Selection	1	39	1	23
Treasury	-1	2	-	6
Agency	-	-	-1	-1
Corporate	-1	22	-	6
Financial	-1	14	-	3
Industrial	-	7	-	3
Utilities	-	1	-	-
ABS/MBS	1	12	2	10
Municipal	2	3	-	2
Cash	-	-	-	0
Residual	-	-	-	-
Total Excess Return²	-2	44	-2	27
Payden & Rygel Tier Two Return	17	430	17	430
Benchmark Return³	19	386	19	403

¹ Performance attribution provided by Payden.

² May not add to actual out/underperformance due to rounding.

³ Manager-reported returns for benchmarks may differ from benchmarks in performance report produced by Meketa. This is due to managers using 4:00 PT closing prices vs Meketa's investment performance provider using 3:00 PT closing prices. Managers adopted the change to 4:00 PT starting Jan 1, 2022 to align with broader industry trends and index providers.

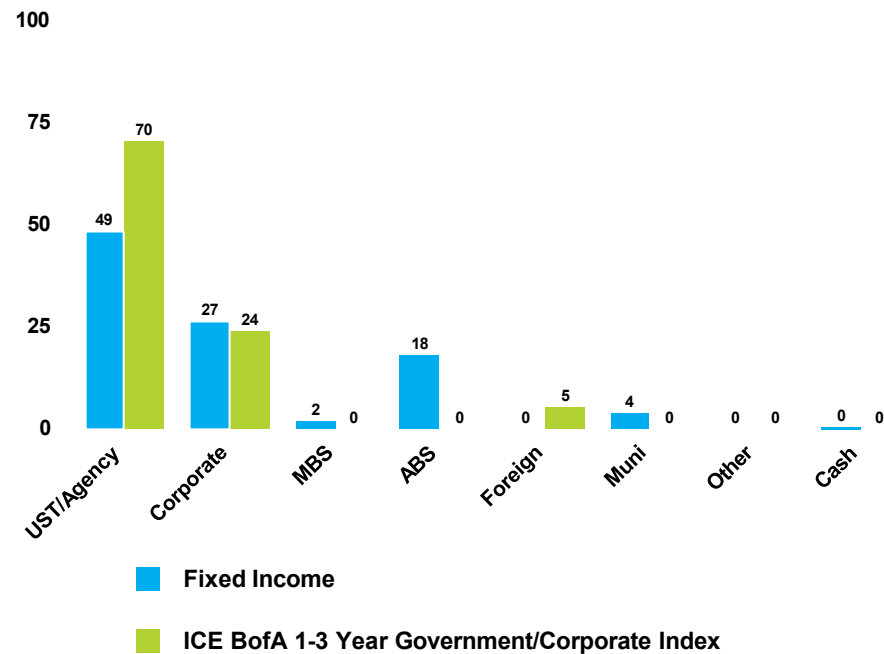
Appendices

Characteristics

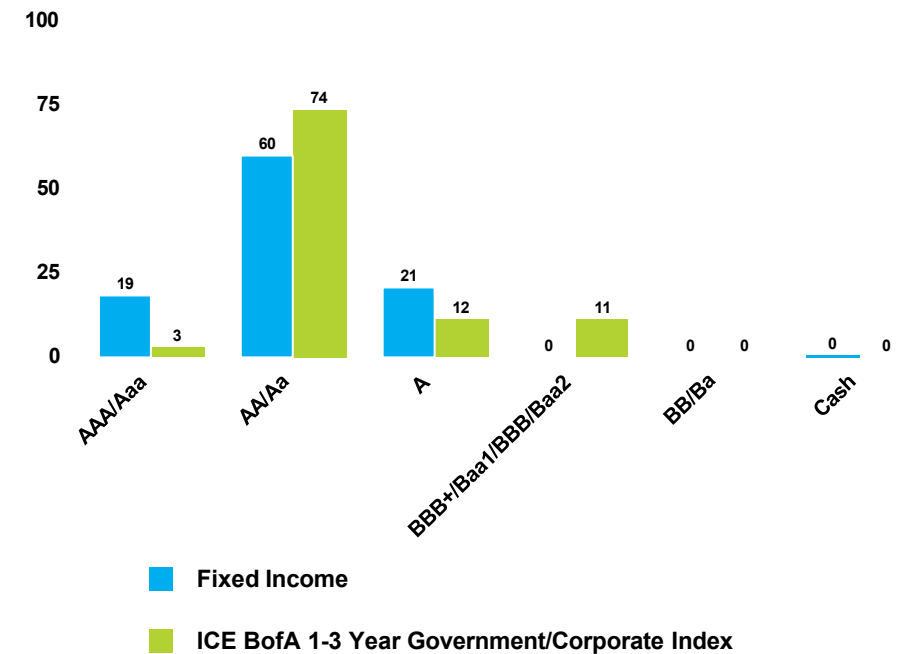
Fixed Income | As of March 31, 2026

Asset Allocation	Total Fund		Portfolio Fixed Income Characteristics		
	\$	%	Q1-26	Q4-25	
Tier One: Payden Low Duration	\$813,925,928	46.1	Fixed Income	ICE BofA 1-3 Year Gov/Corp Index	Fixed Income
Tier One: MetLife STAMP 1-3 Year	\$814,562,296	46.2	Yield To Maturity	4.0	3.7
Tier Two: MetLife STAMP 1-5 Year	\$67,914,706	3.8	Average Duration	1.9	2.0
Tier Two: Payden Reserve Account	\$68,097,368	3.9	Average Quality	AA	AA
Total	\$1,764,500,297	100.0			

Sector Allocation



Credit Quality Allocation



Allocation weights may not add up to 100% due to rounding.

Account Information

Account Name	Tier One: Payden Low Duration
Account Structure	Separate Account
Inception Date	07/01/1999
Asset Class	US Fixed Income
Benchmark	ICE BofA 1-3 Years U.S. Treasury Index
Peer Group	eV US Short Duration Fixed Inc

Portfolio Performance Summary

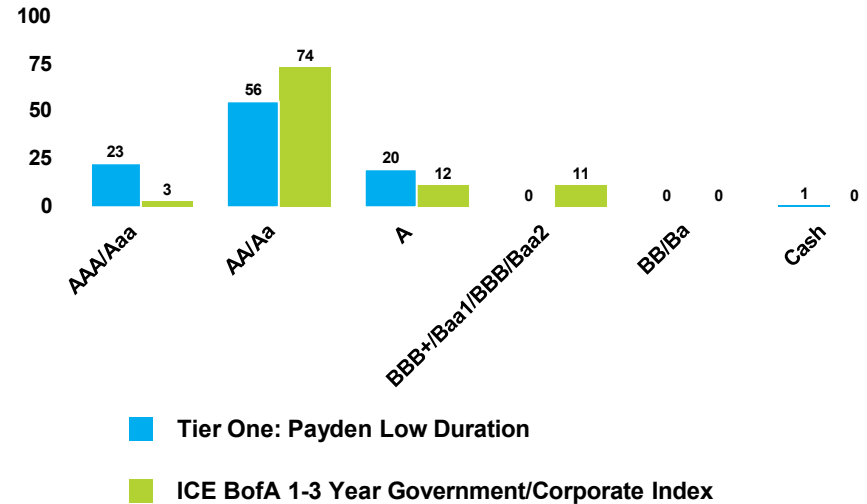
	QTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	10 Yrs (%)	Since Inception	Inception Date
Tier One: Payden Low Duration (Gross)	0.28	4.09	4.66	2.48	2.32	2.89	07/01/1999
Tier One: Payden Low Duration (Net)	0.27	4.03	4.59	2.42	2.25	-	07/01/1999
ICE BofA 1-3 Year Gov/Corp Index	0.30	3.96	4.38	2.04	2.03	2.95	

Portfolio Fixed Income Characteristics

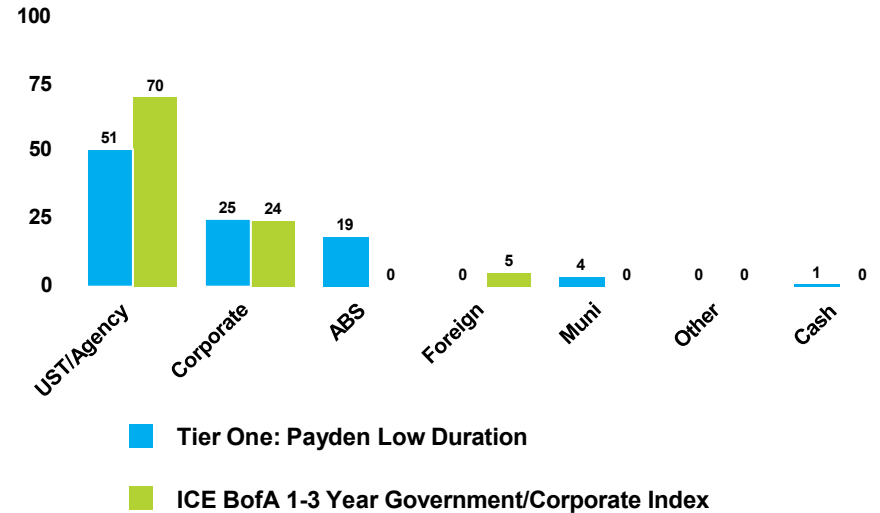
	Q1-26		Q4-25
	Tier One: Payden Low Duration	ICE BofA 1-3 Year Government/Corporate Index	Tier One: Payden Low Duration
Yield To Maturity	4.08	4.00	3.74
Average Duration	2.03	1.85	1.94
Average Quality	AA	AA	AA

Tier One: Payden Low Duration | As of March 31, 2026

Credit Quality Allocation



Sector Allocation



Account Information

Account Name	Tier One: MetLife STAMP 1-3 Year
Account Structure	Separate Account
Inception Date	05/01/2016
Asset Class	US Fixed Income
Benchmark	ICE BofA 1-3 Years U.S. Treasury Index
Peer Group	eV US Short Duration Fixed Inc

Portfolio Performance Summary

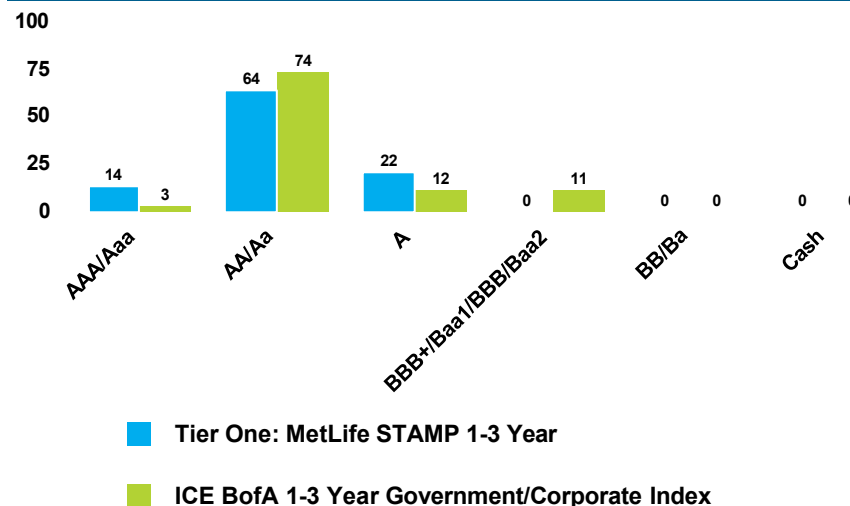
	QTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	10 Yrs (%)	Since Inception	Inception Date
Tier One: MetLife STAMP 1-3 Year (Gross)	0.32	4.17	4.56	2.39	-	2.22	05/01/2016
Tier One: MetLife STAMP 1-3 Year (Net)	0.30	4.08	4.47	2.30	-	2.14	05/01/2016
ICE BofA 1-3 Year Gov/Corp Index	0.30	3.96	4.38	2.04	-	2.04	

Portfolio Fixed Income Characteristics

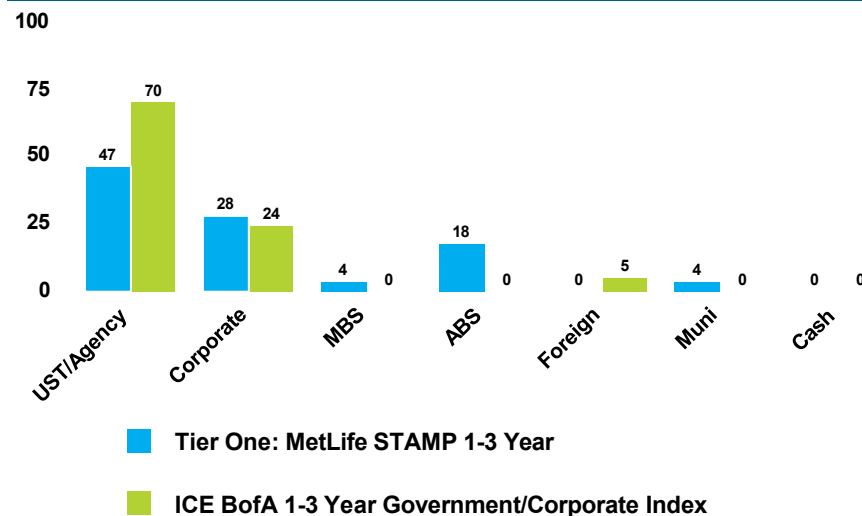
	Q1-26		Q4-25
	Tier One: MetLife STAMP 1-3 Year	ICE BofA 1-3 Year Government/Corporate Index	Tier One: MetLife STAMP 1-3 Year
Yield To Maturity	4.08	4.00	3.74
Average Duration	1.88	1.85	1.92
Average Quality	AA	AA	AA

Tier One: MetLife STAMP 1-3 Year | As of March 31, 2026

Credit Quality Allocation



Sector Allocation

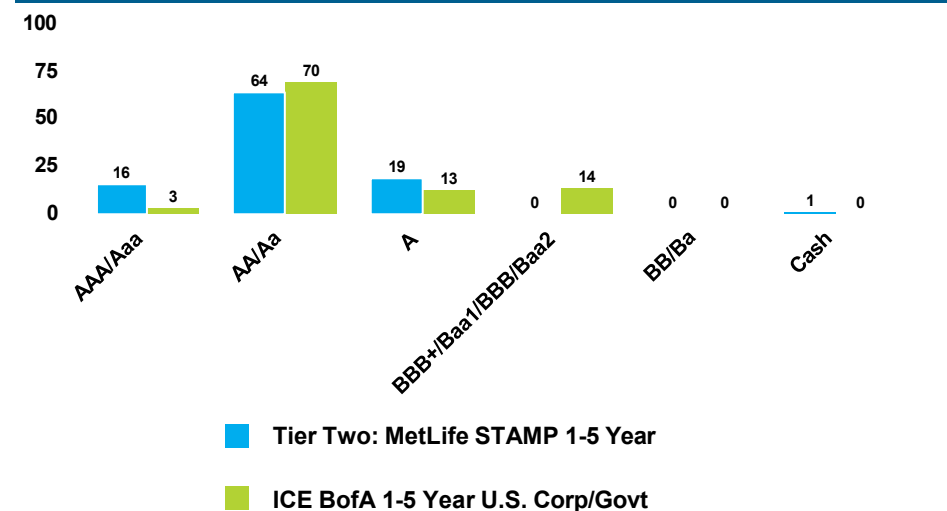


Tier Two: MetLife STAMP 1-5 Year | As of March 31, 2026

Account Information

Account Name	Tier Two: MetLife STAMP 1-5 Year
Account Structure	Separate Account
Inception Date	04/01/2013
Asset Class	US Fixed Income
Benchmark	ICE BofA 1-5 Year Treasury
Peer Group	eV US Short Duration Fixed Inc

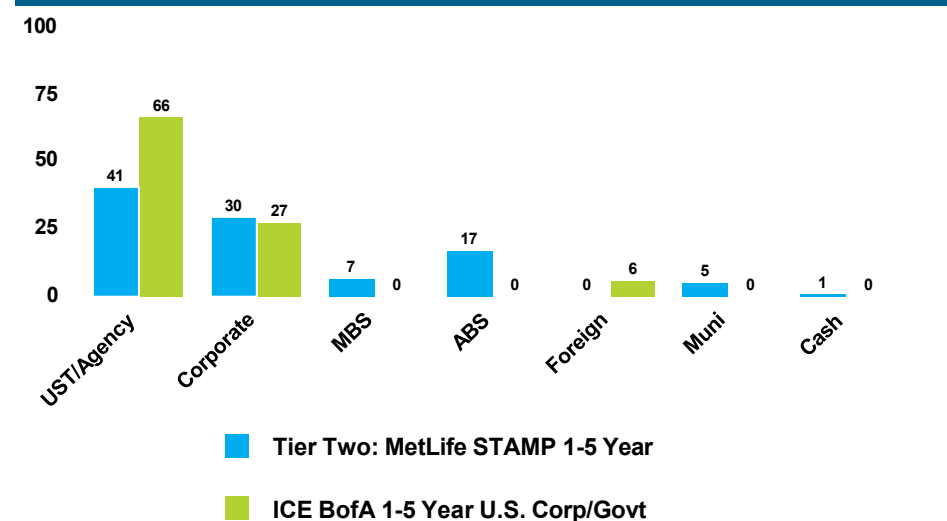
Credit Quality Allocation



Portfolio Performance Summary

	QTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	10 Yrs (%)	Since Inception	Inception Date
Tier Two: MetLife STAMP 1-5 Year (Gross)	0.20	4.41	4.51	2.00	2.13	1.99	04/01/2013
Tier Two: MetLife STAMP 1-5 Year (Net)	0.17	4.26	4.36	1.85	1.99	1.85	04/01/2013
ICE BofA 1-5 Year U.S. Corp/Govt	0.17	4.16	4.39	1.74	2.05	1.90	

Sector Allocation



Portfolio Fixed Income Characteristics

	Q1-26		Q4-25
	Tier Two: MetLife STAMP 1-5 Year	ICE BofA 1-5 Year U.S. Corp/Govt	Tier Two: MetLife STAMP 1-5 Year
Yield To Maturity	4.14	4.08	3.81
Average Duration	2.59	2.61	2.61
Average Quality	AA	AA	AA

Account Information

Account Name	Tier Two: Payden Reserve Account
Account Structure	Separate Account
Inception Date	10/01/2021
Asset Class	US Fixed Income
Benchmark	ICE BofA 1-5 Year Treasury
Peer Group	eV US Short Duration Fixed Inc

Portfolio Performance Summary

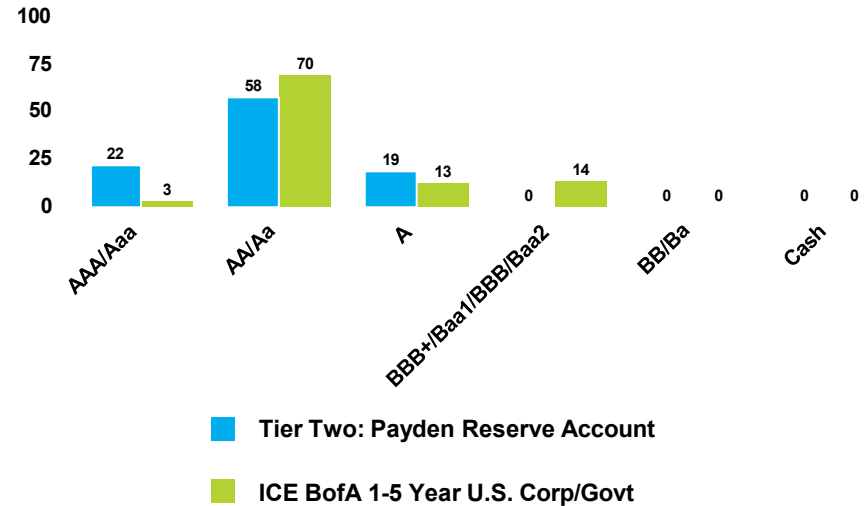
	QTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	10 Yrs (%)	Since Inception	Inception Date
Tier Two: Payden Reserve Account (Gross)	0.17	4.30	4.50	-	-	2.21	10/01/2021
Tier Two: Payden Reserve Account (Net)	0.14	4.17	4.38	-	-	2.09	10/01/2021
ICE BofA 1-5 Year U.S. Corp/Govt	0.17	4.16	4.39	-	-	1.86	

Portfolio Fixed Income Characteristics

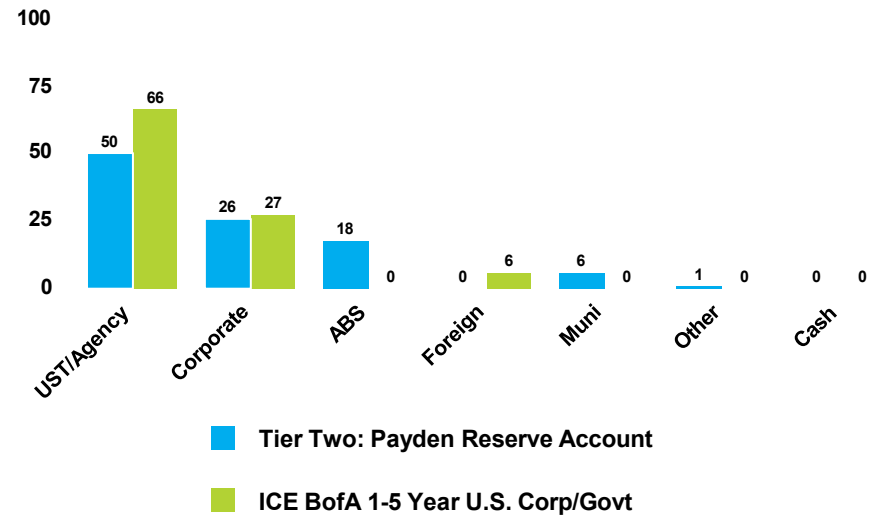
	Q1-26		Q4-25
	Tier Two: Payden Reserve Account	ICE BofA 1-5 Year U.S. Corp/Govt	Tier Two: Payden Reserve Account
Yield To Maturity	4.14	4.08	3.79
Average Duration	2.74	2.61	2.64
Average Quality	AA	AA	AA

Tier Two: Payden Low Duration | As of March 31, 2026

Credit Quality Allocation



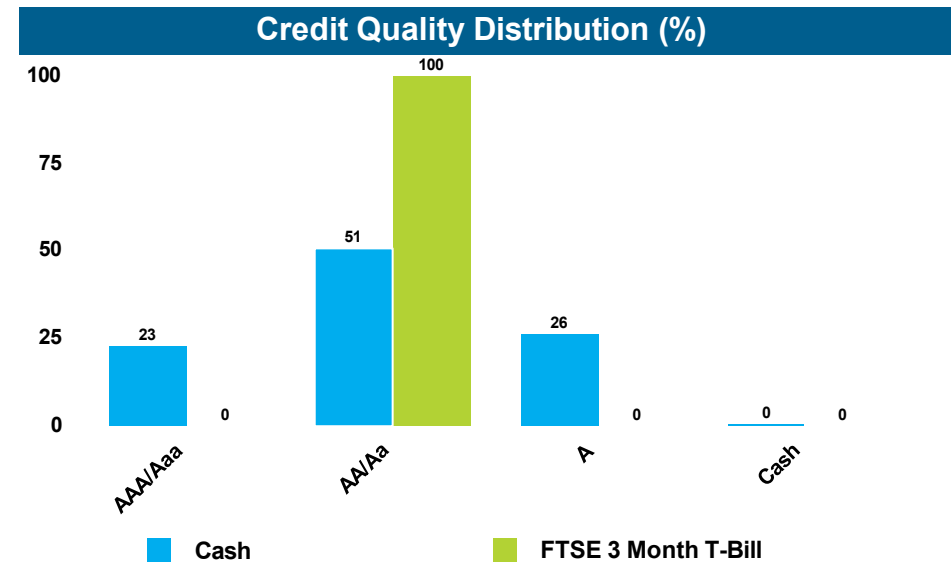
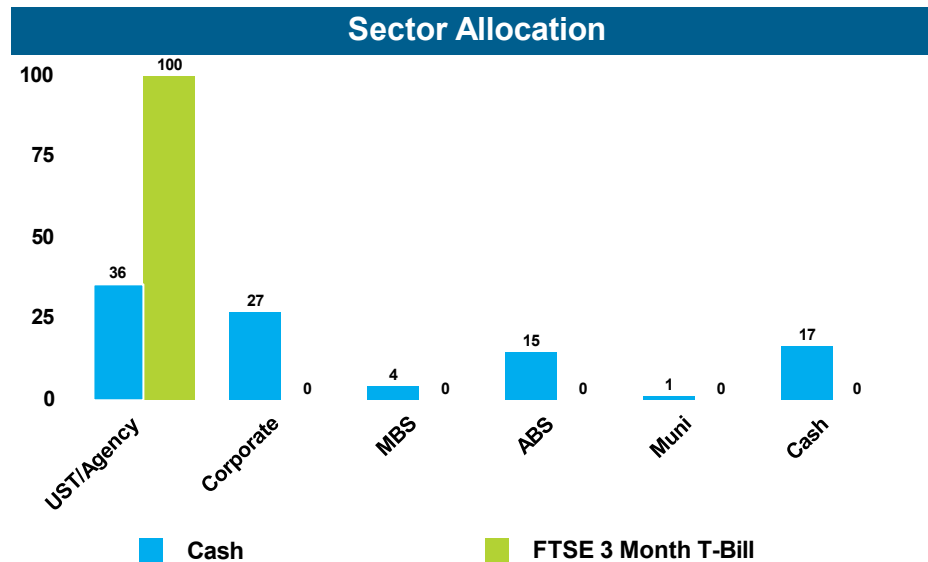
Sector Allocation



Cash | As of March 31, 2026

	Asset Allocation	
	Total Fund	
	\$	%
Operating: MetLife Enhanced Cash	\$1,036,061,900	50.2
Operating: Payden Enhanced Cash	\$1,028,575,293	49.8
Total	\$2,064,637,193	100.0

	Portfolio Fixed Income Characteristics		
	Cash	Q1-26 FTSE 3 Month T-Bill	Q4-25 Cash
Yield To Maturity	4.0	3.6	3.9
Average Duration	0.5	0.2	0.4
Average Quality	AA	AA	AA



Account Information

Account Name	Operating: Payden Enhanced Cash
Account Structure	Separate Account
Inception Date	07/01/1999
Asset Class	US Fixed Income
Benchmark	90 Day U.S. Treasury Bill
Peer Group	eV US Enh Cash Management

Portfolio Performance Summary

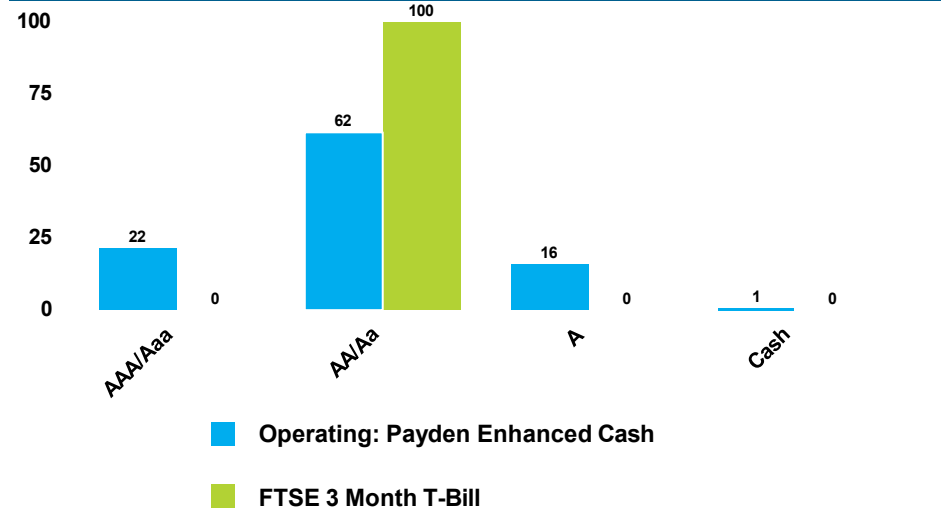
	QTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	10 Yrs (%)	Since Inception	Inception Date
Operating: Payden Enhanced Cash (Gross)	0.83	4.44	5.24	3.67	2.59	2.25	07/01/1999
Operating: Payden Enhanced Cash (Net)	0.82	4.38	5.18	3.60	2.51	-	07/01/1999
FTSE 3 Month T-Bill	0.93	4.22	4.97	3.49	2.32	2.03	

Portfolio Fixed Income Characteristics

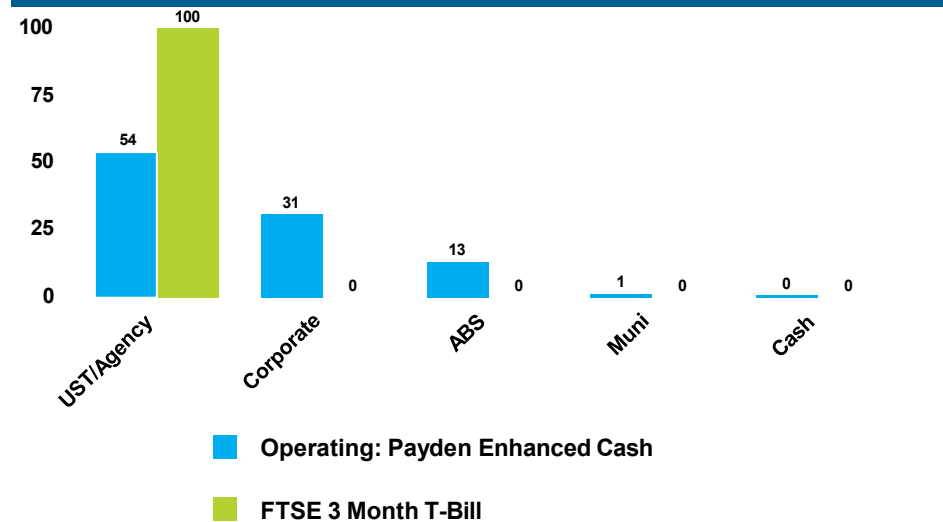
	Q1-26		Q4-25
	Operating: Payden Enhanced Cash	FTSE 3 Month T-Bill	Operating: Payden Enhanced Cash
Yield To Maturity	3.95	3.62	3.81
Average Duration	0.65	0.24	0.35
Average Quality	AA	AA	AA

Operating: Payden Enhanced Cash | As of March 31, 2026

Credit Quality Allocation



Sector Allocation



Account Information

Account Name	Operating: MetLife Enhanced Cash
Account Structure	Separate Account
Inception Date	05/01/2016
Asset Class	US Fixed Income
Benchmark	90 Day U.S. Treasury Bill
Peer Group	eV US Enh Cash Management

Portfolio Performance Summary

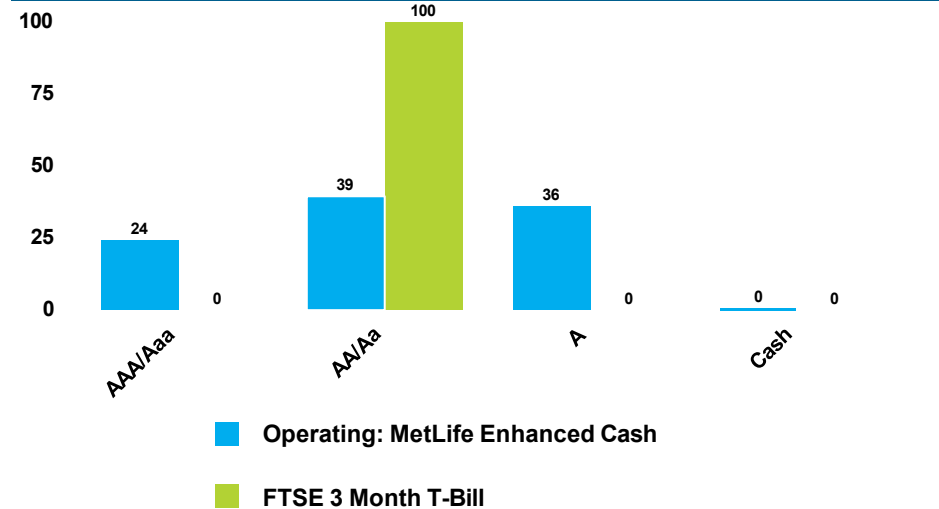
	QTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	10 Yrs (%)	Since Inception	Inception Date
Operating: MetLife Enhanced Cash (Gross)	0.85	4.42	5.17	3.59	-	2.54	05/01/2016
Operating: MetLife Enhanced Cash (Net)	0.83	4.35	5.11	3.52	-	2.46	05/01/2016
FTSE 3 Month T-Bill	0.93	4.22	4.97	3.49	-	2.33	

Portfolio Fixed Income Characteristics

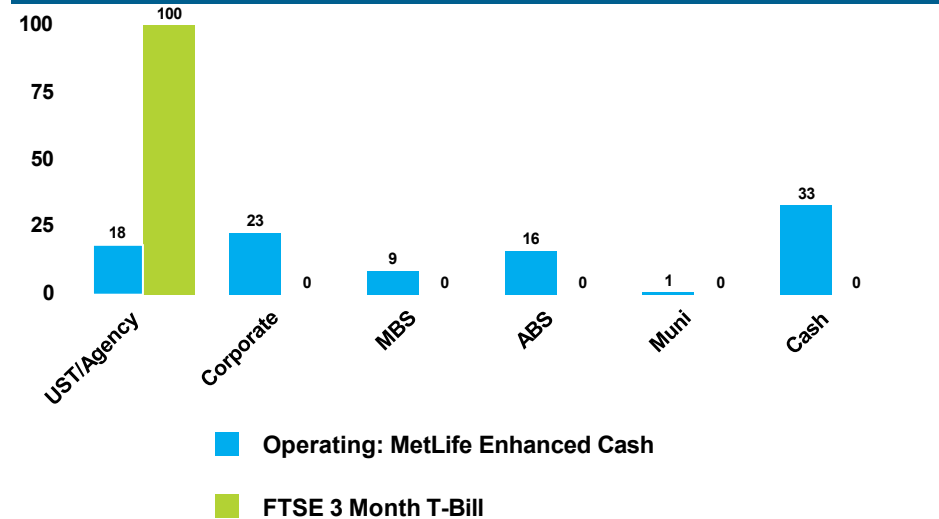
	Q1-26		Q4-25
	Operating: MetLife Enhanced Cash	FTSE 3 Month T-Bill	Operating: MetLife Enhanced Cash
Yield To Maturity	4.09	3.62	3.91
Average Duration	0.44	0.24	0.43
Average Quality	AA	AA	AA-

Operating: MetLife Enhanced Cash | As of March 31, 2026

Credit Quality Allocation



Sector Allocation



Holdings

Portfolio Positions

as of March 31, 2026

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
Cash							
	CASH OR STIF	USD	4,295,288.37	4,295,288.37	0.00	1.000	0.53%
Total for Cash			4,295,288.37	4,295,288.37	0.00		0.53%
Treasuries							
775,000.000	U.S. TREASURY NOTE	91282CJK8	778,148.44	779,041.50	893.06	100.522	0.10%
	Mat: 11/15/26 Cpn: 4.63%		1,575.55	13,565.18			
	Moody's: Aa1 S&P: AA+u Fitch: AA+						
	Tr Date: 11/30/23 St Date: 12/1/23						
6,630,000.000	U.S. TREASURY NOTE	91282CLQ2	6,585,195.70	6,635,050.20	49,854.50	100.076	0.83%
	Mat: 10/15/27 Cpn: 3.88%		11,998.66	118,575.00			
	Moody's: Aa1 S&P: AA+u Fitch: AA+						
	Tr Date: 10/31/24 St Date: 11/1/24						
10,570,000.000	U.S. TREASURY NOTE	91282CLX7	10,570,876.33	10,616,243.75	45,367.42	100.438	1.32%
	Mat: 11/15/27 Cpn: 4.13%		20,475.73	165,010.26			
	Moody's: Aa1 S&P: AA+u Fitch: AA+						
	Tr Date: 11/29/24 St Date: 12/2/24						
25,670,000.000	U.S. TREASURY NOTE	91282CMB4	25,473,371.81	25,742,698.21	269,326.40	100.283	3.20%
	Mat: 12/15/27 Cpn: 4.00%		50,775.83	301,834.07			
	Moody's: Aa1 S&P: AA+u Fitch: AA+						
	Tr Date: 12/31/24 St Date: 1/2/25						
12,415,000.000	U.S. TREASURY NOTE	91282CMF5	12,417,669.15	12,504,232.81	86,563.67	100.719	1.55%
	Mat: 1/15/28 Cpn: 4.25%		32,380.64	110,774.72			
	Moody's: Aa1 S&P: AA+u Fitch: AA+						
	Tr Date: 1/31/25 St Date: 2/3/25						
7,060,000.000	U.S. TREASURY NOTE	91282CMN8	7,114,053.12	7,115,294.13	1,241.01	100.783	0.88%
	Mat: 2/15/28 Cpn: 4.25%		13,261.88	37,299.03			
	Moody's: Aa1 S&P: AA+u Fitch: AA+						
	Tr Date: 2/28/25 St Date: 3/3/25						
8,175,000.000	U.S. TREASURY NOTE	91282CQB0	8,173,722.66	8,111,771.53	(61,951.13)	99.227	1.00%
	Mat: 2/29/28 Cpn: 3.38%		1,499.49	23,991.85			
	Moody's: Aa1 S&P: AA+u Fitch: AA+						
	Tr Date: 2/27/26 St Date: 3/2/26						
5,885,000.000	U.S. TREASURY NOTE	91282CMS7	5,884,080.47	5,892,356.25	8,275.78	100.125	0.73%
	Mat: 3/15/28 Cpn: 3.88%		10,534.63	10,534.63			
	Moody's: Aa1 S&P: AA+u Fitch: AA+						
	Tr Date: 3/31/25 St Date: 4/1/25						



Portfolio Positions

as of March 31, 2026

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased Accrued	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
29,110,000.000	U.S. TREASURY NOTE Mat: 4/15/28 Cpn: 3.75% Moody's: Aa1 S&P: AA+u Fitch: AA+ Tr Date: 4/30/25 St Date: 5/1/25	91282CMW8	29,240,227.47 47,721.31	29,074,749.54 503,826.92	(165,477.93)	99.879	3.63%
21,520,000.000	U.S. TREASURY NOTE Mat: 5/15/28 Cpn: 3.75% Moody's: Aa1 S&P: AA+u Fitch: AA+ Tr Date: 5/30/25 St Date: 6/2/25	91282CND9	21,453,189.45 39,472.83	21,492,259.43 305,411.60	39,069.98	99.871	2.68%
2,875,000.000	U.S. TREASURY NOTE Mat: 6/15/28 Cpn: 3.88% Moody's: Aa1 S&P: AA+u Fitch: AA+ Tr Date: 7/7/25 St Date: 7/8/25	91282CNH0	2,876,459.96 7,000.94	2,879,492.19 32,748.54	3,032.23	100.156	0.36%
45,675,000.000	U.S. TREASURY NOTE Mat: 7/15/28 Cpn: 3.88% Moody's: Aa1 S&P: AA+u Fitch: AA+ Tr Date: 7/31/25 St Date: 8/1/25	91282CNM9	45,662,058.05 81,761.98	45,735,662.34 371,582.53	73,604.29	100.133	5.66%
22,775,000.000	U.S. TREASURY NOTE Mat: 8/15/28 Cpn: 3.63% Moody's: Aa1 S&P: AA+u Fitch: AA+ Tr Date: 8/29/25 St Date: 9/2/25	91282CNU1	22,805,248.05 40,382.30	22,680,697.38 102,629.06	(124,550.67)	99.586	2.80%
21,075,000.000	U.S. TREASURY NOTE Mat: 9/15/28 Cpn: 3.38% Moody's: Aa1 S&P: AA+u Fitch: AA+ Tr Date: 9/30/25 St Date: 10/1/25	91282CNY3	20,939,687.04 31,437.84	20,859,310.65 32,858.10	(80,376.39)	98.977	2.57%
12,720,000.000	U.S. TREASURY NOTE Mat: 11/15/28 Cpn: 3.50% Moody's: Aa1 S&P: AA+u Fitch: AA+ Tr Date: 11/28/25 St Date: 12/1/25	91282CPK1	12,725,465.63 19,677.35	12,618,637.50 168,487.29	(106,828.13)	99.203	1.57%
30,360,000.000	U.S. TREASURY NOTE Mat: 12/15/28 Cpn: 3.50% Moody's: Aa1 S&P: AA+u Fitch: AA+ Tr Date: 12/31/25 St Date: 1/2/26	91282CPP0	30,349,326.57 52,546.15	30,113,325.00 312,357.69	(236,001.57)	99.188	3.74%
54,245,000.000	U.S. TREASURY NOTE Mat: 2/15/29 Cpn: 3.50% Moody's: Aa1 S&P: AA+u Fitch: AA+ Tr Date: 2/27/26 St Date: 3/2/26	91282CQA2	54,418,753.51 78,670.24	53,780,950.84 236,010.70	(637,802.67)	99.145	6.64%
11,875,000.000	U.S. TREASURY NOTE Mat: 9/30/30 Cpn: 3.63% Moody's: Aa1 S&P: AA+u Fitch: AA+ Tr Date: 10/30/25 St Date: 10/31/25	91282CPA3	11,827,952.73 36,660.80	11,729,345.76 1,176.14	(98,606.97)	98.773	1.44%



Portfolio Positions

as of March 31, 2026

Currency: USD

Units	Security	Identifier	Original Principal Cost	Principal Market Value	Gain / (Loss)	Market	Percent of Portfolio
30,285,000.000	U.S. TREASURY NOTE Mat: 1/31/31 Cpn: 3.75% Moody's: Aa1 S&P: AA+u Fitch: AA+ Tr Date: 1/30/26 St Date: 2/2/26	91282CPW5	30,222,643.20 6,274.52	30,030,653.24 188,235.50	(191,989.96)	99.160	3.71%
4,185,000.000	U.S. TREASURY NOTE Mat: 3/31/31 Cpn: 3.88% Moody's: Aa1 S&P: AA+u Fitch: AA+ Tr Date: 3/31/26 St Date: 4/1/26	91282CQG9	4,174,703.15 443.08	4,174,844.73 443.08	141.58	99.757	0.51%
Total for Treasuries			363,692,832.50 584,551.73	362,566,616.98 3,037,351.89	(1,126,215.51)		44.92%
Government Related							
2,520,000.000	IBRD C 7/30/2026 1X Mat: 7/30/29 Cpn: 4.75% Moody's: Aaa S&P: AAA Fitch: Tr Date: 11/6/24 St Date: 11/7/24	45906M5K3	2,520,000.00 32,252.50	2,522,345.43 80,132.50	2,345.43	100.093	0.32%
Total for Government Related			2,520,000.00 32,252.50	2,522,345.43 80,132.50	2,345.43		0.32%
Agencies							
2,300,000.000	FFCB Mat: 8/14/26 Cpn: 4.50% Moody's: Aa1 S&P: AA+ Fitch: AA+ Tr Date: 8/9/23 St Date: 8/14/23	3133EPSW6	2,294,710.00 0.00	2,305,635.40 13,512.50	10,925.40	100.245	0.28%
Total for Agencies			2,294,710.00 0.00	2,305,635.40 13,512.50	10,925.40		0.28%
Taxable Muni							
600,000.000	WI STATE GEN FUND APPROP REV TXB Mat: 5/1/26 Cpn: 4.36% Moody's: Aa2 S&P: Fitch: AA Tr Date: 1/25/23 St Date: 2/16/23	977100HT6	600,000.00 0.00	600,243.16 10,907.50	243.16	100.041	0.08%
825,000.000	CA STATE PUBLIC WORKS BOARD TXB Mat: 11/1/26 Cpn: 5.54% Moody's: Aa3 S&P: A+ Fitch: AA- Tr Date: 10/26/23 St Date: 11/8/23	13068XKC2	825,000.00 0.00	832,524.90 19,043.75	7,524.90	100.912	0.10%
2,600,000.000	CT STATE GO/ULT TXB Mat: 3/15/27 Cpn: 5.13% Moody's: Aa2 S&P: AA- Fitch: AA Tr Date: 4/23/25 St Date: 5/7/25	20772KZH5	2,638,948.00 0.00	2,631,509.96 5,922.22	(7,438.04)	101.212	0.32%



Portfolio Positions

as of March 31, 2026

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
1,300,000.000	CA LOS ANGELES WASTEWATER REV TXB Mat: 6/1/27 Cpn: 4.50% Moody's: S&P: AA- Fitch: AA Tr Date: 4/24/25 St Date: 5/8/25	53945CLK4	1,300,000.00 0.00	1,308,473.62 19,513.00	8,473.62	100.652	0.16%
1,940,000.000	CA LOS ANGELES USD REV TXB Mat: 10/1/27 Cpn: 4.21% Moody's: Aa3 S&P: Fitch: AA- Tr Date: 7/2/25 St Date: 7/9/25	544647LA6	1,940,000.00 0.00	1,947,976.57 40,866.10	7,976.57	100.411	0.24%
6,700,000.000	CA RIVERSIDE CNTY POB REV TXB Mat: 2/15/28 Cpn: 3.07% Moody's: Aa2 S&P: AA Fitch: Tr Date: 3/5/26 St Date: 3/6/26	76913CBC2	6,600,304.00 11,998.58	6,576,476.93 26,282.61	(23,827.07)	98.156	0.81%
5,600,000.000	IL STATE GO TXB Mat: 4/1/28 Cpn: 4.41% Moody's: A2 S&P: A- Fitch: A- Tr Date: 3/25/26 St Date: 4/14/26	452153PT0	5,600,000.00 0.00	5,616,846.31 0.00	16,846.31	100.301	0.69%
1,690,000.000	CA LOS ANGELES WASTEWATER REV TXB Mat: 6/1/28 Cpn: 4.53% Moody's: S&P: AA- Fitch: AA Tr Date: 4/24/25 St Date: 5/8/25	53945CLL2	1,690,000.00 0.00	1,707,129.12 25,541.53	17,129.12	101.014	0.21%
1,700,000.000	CA LOS ANGELES USD GO/ULT-SUSTAIN TXB Mat: 7/1/28 Cpn: 4.42% Moody's: Aa2 S&P: Fitch: AAA Tr Date: 4/24/25 St Date: 5/13/25	544647KY5	1,700,000.00 0.00	1,710,139.66 18,797.75	10,139.66	100.597	0.21%
4,500,000.000	MA STATE SPL OBL REV TXB Mat: 7/15/29 Cpn: 3.77% Moody's: Aa1 S&P: Fitch: AAA Tr Date: 3/17/26 St Date: 3/18/26	576004HE8	4,482,092.00 29,680.89	4,469,169.62 35,805.50	(12,922.38)	99.315	0.55%
1,720,000.000	CA LOS ANGELES CCD GO/ULT BAB TXB Mat: 8/1/29 Cpn: 5.52% Moody's: Aaa S&P: AA+ Fitch: Tr Date: 2/13/25 St Date: 2/14/25	54438CDT6	1,751,294.80 18,301.87	1,760,844.09 15,824.00	9,549.29	102.375	0.22%
2,500,000.000	CA SAN LUIS OBISPO POB TXB Mat: 9/1/29 Cpn: 0.00% Moody's: Baa3 S&P: AAA Fitch: AA+ Tr Date: 3/11/26 St Date: 3/12/26	798703BB9	2,173,850.00 0.00	2,160,834.26 5,140.25	(13,015.74)	86.629	0.27%
Total for Taxable Muni			31,301,488.80 59,981.34	31,322,168.21 223,644.22	20,679.41		3.88%

Credit



Portfolio Positions

as of March 31, 2026

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
1,045,000.000	VOLKSWAGEN GROUP 144A Mat: 9/12/26 Cpn: 5.70% Moody's: Baa1 S&P: BBB+ Fitch: A- Tr Date: 9/5/23 St Date: 9/12/23	928668BV3	1,044,540.20 0.00	1,050,852.00 3,143.71	6,311.80	100.560	0.13%
325,000.000	PROTECTIVE LIFE (REGS) Mat: 1/12/27 Cpn: 4.99% Moody's: A1 S&P: AA- Fitch: AA- Tr Date: 1/9/24 St Date: 1/12/24	74368CBX1	325,000.00 0.00	326,855.75 3,560.27	1,855.75	100.571	0.04%
1,745,000.000	PRINCIPAL LIFE GLB FND II 144A Mat: 1/16/27 Cpn: 5.00% Moody's: A1 S&P: A+ Fitch: Tr Date: 6/18/24 St Date: 6/20/24	74256LEX3	1,744,755.70 37,323.61	1,754,562.60 18,177.08	9,806.90	100.548	0.22%
3,460,000.000	AMERICAN HONDA FINANCE Mat: 3/12/27 Cpn: 4.90% Moody's: A3 S&P: BBB+ Fitch: A Tr Date: 3/11/24 St Date: 3/13/24	02665WFD8	3,457,797.00 30,965.28	3,473,148.00 8,947.94	15,351.00	100.380	0.43%
590,000.000	HYUNDAI CAPITAL AMERICA 144A Mat: 3/19/27 Cpn: 5.30% Moody's: A3 S&P: A- Fitch: A- Tr Date: 3/14/24 St Date: 3/19/24	44891ACX3	588,643.00 0.00	594,519.40 1,042.33	5,876.40	100.766	0.07%
1,330,000.000	VOLKSWAGEN GROUP 144A Mat: 3/22/27 Cpn: 5.30% Moody's: Baa1 S&P: BBB+ Fitch: A- Tr Date: 3/14/24 St Date: 3/22/24	928668CF7	1,328,537.00 0.00	1,341,211.90 1,762.25	12,674.90	100.843	0.17%
2,530,000.000	ATHENE GLOBAL FUNDING 144A Mat: 3/25/27 Cpn: 5.52% Moody's: A1 S&P: A+ Fitch: A+ Tr Date: 3/21/24 St Date: 3/26/24	04685A3T6	2,528,075.00 14,364.58	2,550,923.10 2,325.91	22,848.10	100.827	0.31%
3,770,000.000	BMW US CAPITAL 144A Mat: 4/2/27 Cpn: 4.90% Moody's: A2 S&P: A Fitch: Tr Date: 3/25/24 St Date: 4/2/24	05565ECH6	3,757,313.70 23,138.89	3,791,338.20 91,851.86	34,024.50	100.566	0.48%
385,000.000	SCHLUMBERGER 144A Mat: 5/29/27 Cpn: 5.00% Moody's: A3 S&P: A Fitch: Tr Date: 5/21/24 St Date: 5/29/24	806851AL5	382,266.50 0.00	388,056.90 6,523.61	5,790.40	100.794	0.05%
2,110,000.000	METLIFE GLOBAL FUNDING 144A Mat: 6/11/27 Cpn: 5.05% Moody's: Aa3 S&P: AA- Fitch: AA- Tr Date: 6/4/24 St Date: 6/11/24	592179KL8	2,104,471.10 0.00	2,128,188.20 32,558.47	23,717.10	100.862	0.27%



Portfolio Positions

as of March 31, 2026

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
1,900,000.000	MERCEDES BENZ 144A Mat: 8/1/27 Cpn: 4.75% Moody's: A2 S&P: A Fitch: Tr Date: 7/29/24 St Date: 8/1/24	58769JAU1	1,897,587.00 0.00	1,910,792.00 15,041.67	13,205.00	100.568	0.24%
1,750,000.000	BMW USA CAPITAL 144A Mat: 8/11/27 Cpn: 4.15% Moody's: A2 S&P: A Fitch: Tr Date: 8/6/25 St Date: 8/11/25	05565EDA0	1,748,512.50 0.00	1,746,132.50 10,086.81	(2,380.00)	99.779	0.22%
400,000.000	DAIMLER TRUCK FIN 144A Mat: 8/12/27 Cpn: 4.30% Moody's: A3 S&P: A- Fitch: Tr Date: 8/5/25 St Date: 8/12/25	233853BG4	399,864.00 0.00	399,208.00 2,341.11	(656.00)	99.802	0.05%
745,000.000	PRINCIPAL LIFE GLB FND II 144A Mat: 8/19/27 Cpn: 4.60% Moody's: A1 S&P: A+ Fitch: Tr Date: 8/12/24 St Date: 8/19/24	74256LFA2	744,418.90 0.00	747,279.70 3,998.17	2,860.80	100.306	0.09%
1,745,000.000	COREBRIDGE FINANCIAL 144A Mat: 8/20/27 Cpn: 4.65% Moody's: A2 S&P: A+ Fitch: Tr Date: 8/19/24 St Date: 8/22/24	00138CBB3	1,744,720.80 0.00	1,747,111.45 9,241.23	2,390.65	100.121	0.22%
1,170,000.000	NATL RURAL UTILITIES Mat: 9/16/27 Cpn: 4.12% Moody's: A2 S&P: A- Fitch: A Tr Date: 9/9/24 St Date: 9/16/24	63743HFT4	1,170,000.00 0.00	1,168,455.60 2,008.50	(1,544.40)	99.868	0.14%
1,545,000.000	HYUNDAI CAPITAL AMERICA 144A Mat: 9/24/27 Cpn: 4.30% Moody's: A3 S&P: A- Fitch: A- Tr Date: 9/23/24 St Date: 9/26/24	44891ADF1	1,543,671.30 0.00	1,539,206.25 1,291.79	(4,465.05)	99.625	0.19%
830,000.000	DAIMLER TRUCKS FIN 144A Mat: 9/25/27 Cpn: 5.13% Moody's: A3 S&P: A- Fitch: Tr Date: 6/17/24 St Date: 6/25/24	233853AY6	827,202.90 0.00	837,362.10 708.96	10,159.20	100.887	0.10%
1,385,000.000	US BANK CINCINNATI Mat: 10/22/27 Cpn: 4.51% Moody's: A2 S&P: A+ Fitch: A+ Tr Date: 10/17/24 St Date: 10/22/24	90331HPP2	1,385,000.00 0.00	1,386,246.50 27,569.69	1,246.50	100.090	0.17%
875,000.000	MARSH & MCLENNAN Mat: 11/8/27 Cpn: 4.55% Moody's: A3 S&P: A- Fitch: A- Tr Date: 10/30/24 St Date: 11/8/24	571748BY7	874,002.50 0.00	879,252.50 15,814.41	5,250.00	100.486	0.11%



Portfolio Positions

as of March 31, 2026

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
560,000.000	CENCORA INC Mat: 12/15/27 Cpn: 4.63% Moody's: Baa1 S&P: BBB+ Fitch: A- Tr Date: 12/2/24 St Date: 12/9/24	03073EAV7	558,964.00 0.00	562,335.20 7,626.11	3,371.20	100.417	0.07%
555,000.000	COREBRIDGE GLOB FUNDING Mat: 1/7/28 Cpn: 4.90% Moody's: A2 S&P: A+ Fitch: Tr Date: 1/6/25 St Date: 1/9/25	00138CBD9	555,000.00 0.00	558,490.95 6,345.50	3,490.95	100.629	0.07%
2,590,000.000	PRINCIPAL LFE GLB FND II 144A Mat: 1/9/28 Cpn: 4.80% Moody's: A1 S&P: A+ Fitch: Tr Date: 1/2/25 St Date: 1/9/25	74256LFC8	2,588,005.70 0.00	2,605,954.40 28,317.33	17,948.70	100.616	0.32%
560,000.000	DAIMLER TRUCK FIN 144A Mat: 1/13/28 Cpn: 4.95% Moody's: A3 S&P: A- Fitch: Tr Date: 1/7/25 St Date: 1/13/25	233853BC3	559,244.00 0.00	564,625.60 6,006.00	5,381.60	100.826	0.07%
2,750,000.000	PNC FINANCIAL Mat: 1/21/28 Cpn: 5.30% Moody's: A3 S&P: A- Fitch: A Tr Date: 1/17/24 St Date: 1/22/24	693475BV6	2,752,550.00 54,472.22	2,769,580.00 28,340.28	17,030.00	100.712	0.34%
4,105,000.000	JPMORGAN CHASE Mat: 1/23/28 Cpn: 5.04% Moody's: A1 S&P: A Fitch: AA- Tr Date: 1/16/24 St Date: 1/23/24	46647PEA0	4,093,975.00 74,025.00	4,125,196.60 39,079.60	31,221.60	100.492	0.51%
5,255,000.000	FIFTH THIRD BANK Mat: 1/28/28 Cpn: 4.97% Moody's: A3 S&P: A- Fitch: A- Tr Date: 1/23/25 St Date: 1/28/25	31677QBU2	5,265,608.00 45,737.79	5,274,758.80 45,677.77	9,150.80	100.376	0.65%
485,000.000	NEXTERA ENERGY CAP Mat: 2/4/28 Cpn: 4.85% Moody's: Baa1 S&P: BBB+ Fitch: A- Tr Date: 1/30/25 St Date: 2/4/25	65339KDG2	484,985.45 0.00	489,723.90 3,724.40	4,738.45	100.974	0.06%
2,045,000.000	NATL RURAL UTILITIES Mat: 2/7/28 Cpn: 4.75% Moody's: A2 S&P: Fitch: A Tr Date: 2/4/25 St Date: 2/7/25	63743HFW7	2,044,100.20 0.00	2,063,016.45 14,570.63	18,916.25	100.881	0.26%
2,500,000.000	STATE STREET Mat: 2/7/28 Cpn: 2.20% Moody's: Aa3 S&P: A Fitch: AA- Tr Date: 6/18/24 St Date: 6/20/24	857477BS1	2,332,025.00 20,347.15	2,456,375.00 8,261.25	124,350.00	98.255	0.30%



Portfolio Positions

as of March 31, 2026

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased	Accrued	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
1,880,000.000	MARS 144A Mat: 3/1/28 Moody's: A2 Tr Date: 3/5/25	Cpn: 4.60% S&P: A Fitch: St Date: 3/12/25	571676AX3	1,879,981.20 0.00	1,891,186.00 7,206.67	11,204.80	100.595	0.23%
3,655,000.000	SALESFORCE Mat: 3/15/28 Moody's: A2 Tr Date: 3/11/26	Cpn: 4.50% S&P: A+ Fitch: St Date: 3/13/26	79466LAQ7	3,652,076.00 0.00	3,656,498.55 8,223.75	4,422.55	100.041	0.45%
5,150,000.000	HUNTINGTON NATL BANK Mat: 4/12/28 Moody's: A3 Tr Date: 2/19/25	Cpn: 4.87% S&P: A- Fitch: A- St Date: 2/26/25	44644MAK7	5,147,816.00 5,804.61	5,168,591.50 117,763.19	20,775.50	100.361	0.65%
4,485,000.000	MORGAN STANLEY Mat: 4/13/28 Moody's: A1 Tr Date: 4/17/24	Cpn: 5.65% S&P: A- Fitch: A+ St Date: 4/19/24	61747YFP5	4,531,875.00 32,381.25	4,536,846.60 118,296.36	4,971.60	101.156	0.57%
4,245,000.000	WELLS FARGO Mat: 4/22/28 Moody's: A1 Tr Date: 4/15/24	Cpn: 5.71% S&P: BBB+ Fitch: A+ St Date: 4/22/24	95000U3L5	4,293,262.50 30,912.92	4,300,397.25 106,999.12	7,134.75	101.305	0.54%
1,320,000.000	GOLDMAN SACHS Mat: 4/23/28 Moody's: A2 Tr Date: 4/15/25	Cpn: 4.94% S&P: BBB+ Fitch: A St Date: 4/23/25	38141GC77	1,320,000.00 0.00	1,326,243.60 28,601.69	6,243.60	100.473	0.17%
1,160,000.000	STATE STREET Mat: 4/24/28 Moody's: Aa3 Tr Date: 4/22/25	Cpn: 4.54% S&P: A Fitch: AA- St Date: 4/24/25	857477DA8	1,160,000.00 0.00	1,162,470.80 22,982.53	2,470.80	100.213	0.15%
5,215,000.000	NEW YORK LIFE 144A Mat: 4/25/28 Moody's: Aa1 Tr Date: 4/22/25	Cpn: 4.40% S&P: AA+ Fitch: AAA St Date: 4/25/25	64953BBW7	5,211,349.50 0.00	5,228,976.20 99,432.67	17,626.70	100.268	0.65%
3,955,000.000	PACIFIC LIFE 144A Mat: 5/1/28 Moody's: Aa3 Tr Date: 4/24/25	Cpn: 4.45% S&P: AA- Fitch: AA- St Date: 5/1/25	69448TAC5	3,954,762.70 0.00	3,970,978.20 73,332.29	16,215.50	100.404	0.50%
2,050,000.000	US BANK CINCINNATI Mat: 5/15/28 Moody's: A2 Tr Date: 5/12/25	Cpn: 4.73% S&P: A+ Fitch: A+ St Date: 5/15/25	90331HPS6	2,050,000.00 0.00	2,058,159.00 36,631.22	8,159.00	100.398	0.26%



Portfolio Positions

as of March 31, 2026

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased	Accrued	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
1,600,000.000	LINCOLN FIN GBL FUNDING 144A Mat: 5/28/28 Cpn: 4.63% Moody's: A2 S&P: A+ Fitch: A+ Tr Date: 5/20/25 St Date: 5/28/25	53359KAB7	1,599,520.00	0.00	1,600,112.00 25,283.33	592.00	100.007	0.20%
3,750,000.000	GOLDMAN SACHS Mat: 6/5/28 Cpn: 3.69% Moody's: A2 S&P: BBB+ Fitch: A Tr Date: 6/13/24 St Date: 6/14/24	38141GWL4	3,596,362.50	3,460.31	3,716,212.50 44,599.58	119,850.00	99.099	0.46%
1,155,000.000	EQUITABLE AMERICA GLOBAL 144A Mat: 6/9/28 Cpn: 4.65% Moody's: A1 S&P: A+ Fitch: Tr Date: 6/2/25 St Date: 6/9/25	29446Q2A0	1,154,618.85	0.00	1,154,641.95 16,709.00	23.10	99.969	0.14%
2,645,000.000	AMPHENOL Mat: 6/12/28 Cpn: 4.38% Moody's: A3 S&P: A- Fitch: Tr Date: 6/9/25 St Date: 6/12/25	032095AT8	2,642,645.95	0.00	2,652,882.10 35,037.07	10,236.15	100.298	0.33%
1,030,000.000	MANUFACTURERS & TRADERS TRUST Mat: 7/6/28 Cpn: 4.76% Moody's: A3 S&P: A- Fitch: A Tr Date: 6/10/25 St Date: 6/17/25	564760CC8	1,030,000.00	0.00	1,033,131.20 11,580.92	3,131.20	100.304	0.13%
2,805,000.000	MORGAN STANLEY Mat: 7/6/28 Cpn: 4.47% Moody's: Aa3 S&P: A+ Fitch: AA- Tr Date: 7/17/25 St Date: 7/21/25	61776NVE0	2,805,000.00	0.00	2,806,318.35 29,577.95	1,318.35	100.047	0.35%
1,300,000.000	EOG RESOURCES Mat: 7/15/28 Cpn: 4.40% Moody's: A3 S&P: A- Fitch: Tr Date: 6/16/25 St Date: 7/1/25	26875PAX9	1,298,726.00	0.00	1,305,070.00 12,075.56	6,344.00	100.390	0.16%
2,215,000.000	WESTERN-SOUTHERN GLOBAL 144A Mat: 7/16/28 Cpn: 4.50% Moody's: Aa3 S&P: AA- Fitch: AA Tr Date: 7/9/25 St Date: 7/16/25	95954A2B8	2,214,069.70	0.00	2,216,395.45 20,765.63	2,325.75	100.063	0.27%
1,125,000.000	PNC BANK Mat: 7/21/28 Cpn: 4.43% Moody's: A2 S&P: A Fitch: A+ Tr Date: 7/17/25 St Date: 7/21/25	69353RFZ6	1,125,000.00	0.00	1,124,898.75 9,688.44	(101.25)	99.991	0.14%
2,820,000.000	TRUIST BANK Mat: 7/24/28 Cpn: 4.42% Moody's: A3 S&P: A Fitch: A Tr Date: 7/21/25 St Date: 7/24/25	89788JAF6	2,820,000.00	0.00	2,820,676.80 23,197.63	676.80	100.024	0.35%



Portfolio Positions

as of March 31, 2026

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
1,375,000.000	AMERICAN EXPRESS Mat: 7/26/28 Cpn: 5.04% Moody's: A2 S&P: A- Fitch: A Tr Date: 7/22/24 St Date: 7/26/24	025816DV8	1,375,000.00 0.00	1,387,237.50 12,519.95	12,237.50	100.890	0.17%
2,925,000.000	PACCAR FINANCIAL Mat: 8/8/28 Cpn: 4.00% Moody's: A1 S&P: A+ Fitch: Tr Date: 8/4/25 St Date: 8/8/25	69371RT97	2,923,274.25 0.00	2,923,449.75 17,225.00	175.50	99.947	0.36%
1,775,000.000	PRINCIPAL LFE GLB FND II 144A Mat: 8/18/28 Cpn: 4.25% Moody's: A1 S&P: A+ Fitch: Tr Date: 8/11/25 St Date: 8/18/25	7425APAD7	1,774,059.25 0.00	1,764,225.75 9,010.59	(9,833.50)	99.393	0.22%
2,675,000.000	TOYOTA MOTOR CREDIT Mat: 9/5/28 Cpn: 4.05% Moody's: A1 S&P: A+ Fitch: A+ Tr Date: 9/2/25 St Date: 9/5/25	89236TNR2	2,671,709.75 0.00	2,666,814.50 7,824.38	(4,895.25)	99.694	0.33%
1,305,000.000	SOUTHERN CO GAS CAPITAL Mat: 9/15/28 Cpn: 4.05% Moody's: Baa1 S&P: A- Fitch: BBB+ Tr Date: 9/3/25 St Date: 9/8/25	8426EPAJ7	1,303,551.45 0.00	1,295,199.45 2,349.00	(8,352.00)	99.249	0.16%
2,475,000.000	GEORGIA POWER Mat: 10/1/28 Cpn: 4.00% Moody's: A3 S&P: A Fitch: A Tr Date: 9/24/25 St Date: 9/29/25	373334LC3	2,473,737.75 0.00	2,460,496.50 50,050.00	(13,241.25)	99.414	0.31%
4,030,000.000	CATERPILLAR Mat: 11/14/28 Cpn: 3.95% Moody's: A2 S&P: A Fitch: A+ Tr Date: 11/10/25 St Date: 11/14/25	14913UBD1	4,027,864.10 0.00	4,011,179.90 60,578.74	(16,684.20)	99.533	0.50%
1,295,000.000	ALPHABET Mat: 11/15/28 Cpn: 3.88% Moody's: Aa2 S&P: AA+ Fitch: Tr Date: 11/3/25 St Date: 11/6/25	02079KAV9	1,293,886.30 0.00	1,291,542.35 20,211.89	(2,343.95)	99.733	0.16%
1,920,000.000	AMPHENOL Mat: 11/15/28 Cpn: 3.90% Moody's: A3 S&P: A- Fitch: Tr Date: 10/27/25 St Date: 11/10/25	032095AX9	1,917,926.40 0.00	1,905,312.00 29,328.00	(12,614.40)	99.235	0.24%
4,350,000.000	AMAZON.COM Mat: 11/20/28 Cpn: 3.90% Moody's: A1 S&P: AA Fitch: AA- Tr Date: 11/17/25 St Date: 11/20/25	023135CS3	4,349,043.00 0.00	4,331,425.50 61,733.75	(17,617.50)	99.573	0.54%



Portfolio Positions

as of March 31, 2026

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
720,000.000	AMERICAN HONDA FINANCE Mat: 1/8/29 Cpn: 4.15% Moody's: A3 S&P: BBB+ Fitch: A Tr Date: 1/6/26 St Date: 1/8/26	02665WGR6	719,942.40 0.00	711,122.40 6,889.00	(8,820.00)	98.767	0.09%
515,000.000	LINCOLN FIN GLB FUNDING 144A Mat: 1/12/29 Cpn: 4.20% Moody's: A2 S&P: A+ Fitch: A+ Tr Date: 1/5/26 St Date: 1/12/26	53359KAD3	514,397.45 0.00	509,628.55 4,746.58	(4,768.90)	98.957	0.06%
2,450,000.000	JERSEY CEMTRAL PWR & LIT 144A Mat: 1/15/29 Cpn: 4.15% Moody's: A3 S&P: BBB+ Fitch: A Tr Date: 9/2/25 St Date: 9/4/25	476556DJ1	2,447,893.00 0.00	2,438,362.50 21,464.72	(9,530.50)	99.525	0.30%
2,675,000.000	PROTECTIVE LIFE GLOBAL 144A Mat: 1/15/29 Cpn: 4.16% Moody's: A1 S&P: AA- Fitch: AA- Tr Date: 12/3/25 St Date: 12/10/25	74368CCD4	2,674,866.25 0.00	2,646,564.75 34,319.58	(28,301.50)	98.937	0.33%
815,000.000	M&T BANK CORPORATION Mat: 1/16/29 Cpn: 4.83% Moody's: Baa1 S&P: BBB+ Fitch: A Tr Date: 12/10/24 St Date: 12/17/24	55261FAU8	815,000.00 0.00	819,050.55 8,206.03	4,050.55	100.497	0.10%
2,570,000.000	GOLDMAN SACHS Mat: 1/21/29 Cpn: 4.15% Moody's: A2 S&P: BBB+ Fitch: A Tr Date: 1/15/26 St Date: 1/21/26	38145GAP5	2,570,000.00 0.00	2,553,500.60 20,728.48	(16,499.40)	99.358	0.32%
6,400,000.000	BANK OF AMERICA Mat: 1/24/29 Cpn: 4.98% Moody's: A1 S&P: A- Fitch: AA- Tr Date: 1/17/25 St Date: 1/24/25	06051GMK2	6,416,419.00 48,005.86	6,457,984.00 59,305.42	41,565.00	100.906	0.80%
1,325,000.000	TRUIST BANK Mat: 1/27/29 Cpn: 4.14% Moody's: A3 S&P: A Fitch: A Tr Date: 1/22/26 St Date: 1/27/26	89788JAJ8	1,325,000.00 0.00	1,318,891.75 9,761.42	(6,108.25)	99.539	0.16%
1,105,000.000	CITIZENS BANKS Mat: 1/29/29 Cpn: 4.19% Moody's: A3 S&P: A- Fitch: BBB+ Tr Date: 1/22/26 St Date: 1/29/26	75524KSA3	1,105,000.00 0.00	1,098,602.05 7,977.61	(6,397.95)	99.421	0.14%
3,790,000.000	AMERICAN EXPRESS Mat: 2/9/29 Cpn: 4.01% Moody's: A2 S&P: A- Fitch: A Tr Date: 2/3/26 St Date: 2/10/26	025816EN5	3,790,000.00 0.00	3,766,502.00 21,524.99	(23,498.00)	99.380	0.47%



Portfolio Positions

as of March 31, 2026

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased Accrued	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
6,660,000.000	CITIGROUP Mat: 3/4/29 Cpn: 4.79% Moody's: A3 S&P: BBB+ Fitch: A Tr Date: 2/25/25 St Date: 3/4/25	17327CAW3	6,649,899.00 25,405.68	6,695,964.00 23,906.07	46,065.00	100.540	0.83%
1,300,000.000	MERCEDES-BENZ FIN 144A Mat: 3/10/29 Cpn: 4.13% Moody's: A2 S&P: A Fitch: Tr Date: 3/5/26 St Date: 3/10/26	58769JBP1	1,299,454.00 0.00	1,290,549.00 3,128.13	(8,905.00)	99.273	0.16%
980,000.000	BAKER HUGHES LLC/CO-OBL Mat: 3/11/29 Cpn: 4.05% Moody's: A3 S&P: A Fitch: Tr Date: 3/5/26 St Date: 3/11/26	05724BAL3	979,588.40 0.00	974,453.20 2,205.00	(5,135.20)	99.434	0.12%
4,100,000.000	AMAZON.COM Mat: 3/13/29 Cpn: 4.00% Moody's: A1 S&P: AA Fitch: AA- Tr Date: 3/10/26 St Date: 3/13/26	023135DC7	4,099,549.00 0.00	4,079,377.00 8,200.00	(20,172.00)	99.497	0.50%
4,165,000.000	SALESFORCE Mat: 3/15/29 Cpn: 4.65% Moody's: A2 S&P: A+ Fitch: Tr Date: 3/11/26 St Date: 3/13/26	79466LAR5	4,164,083.70 0.00	4,173,454.95 9,683.63	9,371.25	100.203	0.51%
835,000.000	AIRBNB Mat: 3/16/29 Cpn: 4.40% Moody's: Baa1 S&P: A- Fitch: Tr Date: 3/12/26 St Date: 3/16/26	009066AC5	834,816.30 0.00	834,056.45 1,530.83	(759.85)	99.887	0.10%
2,080,000.000	HONEYWELL AEROSPACE 144A Mat: 3/16/29 Cpn: 4.00% Moody's: A3 S&P: BBB+ Fitch: A- Tr Date: 3/10/26 St Date: 3/16/26	43849RAC9	2,076,505.60 0.00	2,061,779.20 3,466.67	(14,726.40)	99.124	0.25%
2,815,000.000	SANTANDER HOLDING Mat: 3/20/29 Cpn: 5.47% Moody's: Baa2 S&P: BBB+ Fitch: A- Tr Date: 3/17/25 St Date: 3/20/25	80282KBN5	2,815,000.00 0.00	2,854,241.10 4,707.54	39,241.10	101.394	0.35%
1,385,000.000	DEPOSITORY TRUST 144A Mat: 3/27/29 Cpn: 4.30% Moody's: Aa1 S&P: AA+ Fitch: Tr Date: 3/23/26 St Date: 3/27/26	249672AC0	1,383,379.55 0.00	1,386,468.10 661.72	3,088.55	100.106	0.17%
1,915,000.000	WELLS FARGO Mat: 4/23/29 Cpn: 4.97% Moody's: A1 S&P: BBB+ Fitch: A+ Tr Date: 4/15/25 St Date: 4/23/25	95000U3T8	1,915,000.00 0.00	1,932,196.70 41,771.47	17,196.70	100.898	0.24%



Portfolio Positions

as of March 31, 2026

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
2,315,000.000	AMERICAN EXPRESS Mat: 4/25/29 Cpn: 4.73% Moody's: A2 S&P: A- Fitch: A Tr Date: 4/21/25 St Date: 4/25/25	025816ED7	2,315,000.00 0.00	2,330,927.20 47,459.82	15,927.20	100.688	0.29%
3,925,000.000	BANK OF AMERICA Mat: 5/9/29 Cpn: 4.62% Moody's: A1 S&P: A- Fitch: AA- Tr Date: 5/6/25 St Date: 5/9/25	06051GMT3	3,925,000.00 0.00	3,943,251.25 71,573.03	18,251.25	100.465	0.49%
3,195,000.000	AMERICAN EXPRESS Mat: 7/20/29 Cpn: 4.35% Moody's: A2 S&P: A- Fitch: A Tr Date: 7/21/25 St Date: 7/25/25	025816EJ4	3,195,000.00 0.00	3,193,722.00 27,416.74	(1,278.00)	99.960	0.40%
3,850,000.000	WELLS FARGO & COMPANY Mat: 9/15/29 Cpn: 4.08% Moody's: A1 S&P: BBB+ Fitch: A+ Tr Date: 9/8/25 St Date: 9/15/25	95000U4A8	3,850,000.00 0.00	3,809,074.50 6,977.91	(40,925.50)	98.937	0.47%
1,615,000.000	MORGAN STANLEY Mat: 10/18/29 Cpn: 4.13% Moody's: A1 S&P: A- Fitch: A+ Tr Date: 10/17/25 St Date: 10/22/25	61748UAK8	1,615,000.00 0.00	1,596,976.60 29,480.34	(18,023.40)	98.884	0.20%
4,060,000.000	GOLDMAN SACHS GROUP Mat: 10/21/29 Cpn: 4.15% Moody's: A2 S&P: BBB+ Fitch: A Tr Date: 10/14/25 St Date: 10/21/25	38141GD27	4,060,000.00 0.00	4,023,013.40 74,938.58	(36,986.60)	99.089	0.50%
2,150,000.000	TRUIST BANK Mat: 10/23/29 Cpn: 4.14% Moody's: A3 S&P: A Fitch: A Tr Date: 10/20/25 St Date: 10/23/25	89788JAH2	2,150,000.00 0.00	2,130,198.50 39,027.76	(19,801.50)	99.079	0.27%
2,460,000.000	MORGAN STANLEY Mat: 1/9/30 Cpn: 4.24% Moody's: A1 S&P: A- Fitch: A+ Tr Date: 1/15/26 St Date: 1/20/26	61748UAR3	2,460,000.00 0.00	2,435,277.00 20,561.36	(24,723.00)	98.995	0.30%
1,210,000.000	BANK OF NY MELLON Mat: 1/22/30 Cpn: 4.03% Moody's: Aa3 S&P: A Fitch: AA- Tr Date: 1/14/26 St Date: 1/22/26	06406RCG0	1,210,000.00 0.00	1,198,613.90 9,336.97	(11,386.10)	99.059	0.15%
1,245,000.000	WELLS FARGO Mat: 1/23/30 Cpn: 4.18% Moody's: A1 S&P: BBB+ Fitch: A+ Tr Date: 1/15/26 St Date: 1/23/26	95000U4D2	1,245,000.00 0.00	1,234,243.20 9,834.67	(10,756.80)	99.136	0.15%



Portfolio Positions

as of March 31, 2026

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
Total for Credit			203,048,748.25	203,496,375.95	447,627.70		25.27%
			446,345.15	2,195,552.58			
Mortgage-Backed							
1,283,502.670	FNGT 2017-T1 A SFR	3136AV6R5	1,207,094.15	1,263,180.97	56,086.82	98.417	0.16%
	Mat: 6/25/27	Cpn: 2.90%	1,963.12	3,099.66			
	Moody's: Aa1	S&P: AA+u					Fitch: AA+
	Tr Date: 2/14/24	St Date: 2/20/24					
1,453,355.360	FNA 2017-M15 ATS2	3136AY6U2	1,389,543.98	1,437,502.16	47,958.18	98.909	0.18%
	Mat: 11/25/27	Cpn: 3.16%	3,105.16	3,831.11			
	Moody's: Aa1	S&P: AA+u					Fitch: AA+
	Tr Date: 1/22/24	St Date: 1/25/24					
7,400,000.000	FHMS K085 A2 CMBS	3137FK4M5	7,434,109.38	7,384,312.00	(49,797.38)	99.788	0.91%
	Mat: 10/25/28	Cpn: 4.06%	2,503.67	25,036.67			
	Moody's: Aaa	S&P: AA+u					Fitch: AA+
	Tr Date: 1/30/26	St Date: 2/4/26					
7,500,000.000	FHMS K086 A2	3137FKSH0	7,496,777.34	7,447,845.00	(48,932.34)	99.305	0.92%
	Mat: 11/25/28	Cpn: 3.86%	2,411.88	24,118.75			
	Moody's: Aaa	S&P: AA+u					Fitch: AA+
	Tr Date: 1/30/26	St Date: 2/4/26					
6,300,000.000	FHMS K092 A2	3137FNAE0	6,101,156.25	6,055,257.60	(45,898.65)	96.115	0.75%
	Mat: 6/25/29	Cpn: 2.79%	5,848.50	14,621.25			
	Moody's: Aa1	S&P: AA+u					Fitch: AAA
	Tr Date: 3/10/26	St Date: 3/13/26					
7,772,137.015	FHR 5607 GJ	3137HNZL5	7,706,559.61	7,646,935.66	(59,623.95)	98.389	0.94%
	Mat: 5/15/30	Cpn: 4.00%	23,316.41	25,907.12			
	Moody's: Aa1	S&P: AA+u					Fitch: AA+
	Tr Date: 11/17/25	St Date: 11/28/25					
10,401,888.620	FHR 5616 NG	3137HPM75	10,393,131.75	10,299,149.17	(93,982.58)	99.012	1.27%
	Mat: 1/15/31	Cpn: 4.25%	27,164.31	36,840.02			
	Moody's: Aa1	S&P: AA+u					Fitch: AA+
	Tr Date: 1/29/26	St Date: 1/30/26					
8,056,628.870	FHS 427 GB	3133Q3QF1	7,973,544.89	7,973,544.88	(0.01)	98.969	0.98%
	Mat: 3/25/31	Cpn: 4.00%	21,484.34	26,855.43			
	Moody's: Aa1	S&P: AA+u					Fitch: AA+
	Tr Date: 3/13/26	St Date: 3/25/26					
Total for Mortgage-Backed			49,701,917.35	49,507,727.44	(194,189.90)		6.10%
			87,797.39	160,310.01			
Asset-Backed							



Portfolio Positions

as of March 31, 2026

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
2,900,000.000	TLOT 2025-A A3 LEASE 144A Mat: 2/22/28 Cpn: 4.75% Moody's: Aaa S&P: AAA Fitch: Tr Date: 2/20/25 St Date: 2/26/25	89239NAD7	2,899,962.01 0.00	2,915,320.70 4,209.03	15,358.69	100.528	0.36%
2,500,000.000	PFSFC 2024-C A INS 144A Mat: 4/15/28 Cpn: 4.47% Moody's: Aaa S&P: AAA Fitch: Tr Date: 4/9/24 St Date: 4/17/24	69335PFG5	2,500,000.00 0.00	2,500,445.00 4,969.14	445.00	100.018	0.31%
3,300,000.000	HALST 2025-B A3 LEASE 144A Mat: 4/17/28 Cpn: 4.53% Moody's: S&P: AAA Fitch: AAA Tr Date: 4/24/25 St Date: 4/30/25	44935DAD1	3,299,702.01 0.00	3,313,985.40 6,644.00	14,283.39	100.424	0.41%
1,094,703.163	AMCAR 2023-2 A3 CAR Mat: 5/18/28 Cpn: 5.81% Moody's: Aaa S&P: AAA Fitch: AAA Tr Date: 9/12/23 St Date: 9/20/23	03065UAD1	1,094,522.43 0.00	1,100,766.72 2,296.75	6,244.30	100.554	0.14%
2,700,000.000	EFF 2024-3 A3 FLEET 144A Mat: 8/21/28 Cpn: 4.98% Moody's: S&P: AAA Fitch: AAA Tr Date: 7/16/24 St Date: 7/24/24	29375QAC2	2,699,577.45 0.00	2,723,322.60 4,108.50	23,745.15	100.864	0.34%
3,300,000.000	GALC 2024-2 A3 EQP 144A Mat: 9/15/28 Cpn: 5.00% Moody's: S&P: AAA Fitch: AAA Tr Date: 7/16/24 St Date: 7/24/24	39154GAC0	3,299,441.97 0.00	3,333,636.90 7,333.33	34,194.93	101.019	0.41%
5,000,000.000	PILOT 2025-1A A3 LEASE 144A Mat: 10/20/28 Cpn: 4.61% Moody's: S&P: AAA Fitch: AAA Tr Date: 5/14/25 St Date: 5/21/25	73329KAD8	4,999,464.50 0.00	5,033,935.00 7,043.06	34,470.50	100.679	0.62%
4,600,000.000	CMXS 2024-A A3 CAR Mat: 11/15/28 Cpn: 5.40% Moody's: S&P: AAA Fitch: AAA Tr Date: 6/18/24 St Date: 6/26/24	14319FAD5	4,599,931.46 0.00	4,628,667.20 11,040.00	28,735.74	100.623	0.57%
713,193.622	HUNT 2024-1A A3 CAR 144A Mat: 1/16/29 Cpn: 5.23% Moody's: Aaa S&P: AAA Fitch: Tr Date: 2/13/24 St Date: 2/22/24	446144AE7	713,167.09 0.00	718,417.77 1,657.78	5,250.67	100.733	0.09%
1,500,000.000	EFF 2025-1 A3 FLEET 144A Mat: 2/20/29 Cpn: 4.82% Moody's: S&P: AAA Fitch: AAA Tr Date: 1/28/25 St Date: 2/4/25	29390HAC3	1,499,950.65 0.00	1,513,827.00 2,209.17	13,876.35	100.922	0.19%



Portfolio Positions

as of March 31, 2026

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
8,500,000.000	TLOT 2026-A A3 LEASE 144A Mat: 2/20/29 Cpn: 3.82% Moody's: S&P: AAA Fitch: AAA Tr Date: 2/10/26 St Date: 2/17/26	89240MAD6	8,498,942.60 0.00	8,449,909.50 9,921.39	(49,033.10)	99.411	1.04%
4,981,648.731	JDOT 2024-B A3 EQP Mat: 3/15/29 Cpn: 5.20% Moody's: Aaa S&P: Fitch: AAA Tr Date: 6/11/24 St Date: 6/18/24	47786WAD2	4,980,674.82 0.00	5,031,061.71 11,513.14	50,386.89	100.992	0.62%
900,000.000	FORDF 2024-1 A1 FLOORPLAN 144A Mat: 4/15/29 Cpn: 5.29% Moody's: Aaa S&P: AAA Fitch: Tr Date: 5/7/24 St Date: 5/10/24	34528QJA3	899,822.88 0.00	910,867.50 1,851.50	11,044.62	101.208	0.11%
2,425,000.000	FORDF 2024-1 A2 FLOORPLAN 144A Mat: 4/15/29 Cpn: 4.42% Moody's: Aaa S&P: AAA Fitch: Tr Date: 5/7/24 St Date: 5/10/24	34528QJB1	2,425,000.00 0.00	2,433,953.10 4,766.18	8,953.10	100.369	0.30%
3,602,000.000	GALC 2025-1 A3 EQP 144A Mat: 4/16/29 Cpn: 4.49% Moody's: S&P: AAA Fitch: AAA Tr Date: 4/22/25 St Date: 4/23/25	39154GAJ5	3,600,733.67 3,594.00	3,619,721.84 7,187.99	18,988.17	100.492	0.45%
1,600,000.000	HALST 2025-B A4 LEASE 144A Mat: 4/16/29 Cpn: 4.57% Moody's: S&P: AAA Fitch: AAA Tr Date: 4/24/25 St Date: 4/30/25	44935DAE9	1,599,786.72 0.00	1,611,214.40 3,249.78	11,427.68	100.701	0.20%
2,100,000.000	TMUST 2024-2 A PHONE 144A Mat: 5/21/29 Cpn: 4.25% Moody's: Aaa S&P: Fitch: AAA Tr Date: 10/2/24 St Date: 10/9/24	87268CAA5	2,099,598.69 0.00	2,103,990.00 2,727.08	4,391.31	100.190	0.26%
4,100,000.000	WLAKE 2025-P1 A3 CAR 144A Mat: 6/15/29 Cpn: 4.58% Moody's: S&P: AAA Fitch: Tr Date: 5/20/25 St Date: 5/29/25	96043LAC4	4,099,459.62 0.00	4,114,969.10 8,345.78	15,509.48	100.365	0.51%
7,750,000.000	EFF 2025-2 A3 FLEET 144A Mat: 6/20/29 Cpn: 4.41% Moody's: S&P: AAA Fitch: AAA Tr Date: 4/29/25 St Date: 5/6/25	29375TAC6	7,749,537.33 0.00	7,776,714.25 10,443.13	27,176.92	100.345	0.96%
5,600,000.000	FORDF 2024-3 A1 FLOOR 144A Mat: 9/15/29 Cpn: 4.30% Moody's: Aaa S&P: Fitch: AAA Tr Date: 10/3/24 St Date: 10/8/24	34528QJK1	5,599,490.40 0.00	5,610,298.40 10,702.22	10,808.00	100.184	0.69%



Portfolio Positions

as of March 31, 2026

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
4,050,000.000	KCOT 2025-2A A3 EQP 144A Mat: 9/17/29 Cpn: 4.42% Moody's: Aaa S&P: Fitch: AAA Tr Date: 6/17/25 St Date: 6/25/25	50117LAC2	4,049,995.95 0.00	4,063,247.55 7,956.00	13,251.60	100.327	0.50%
4,100,000.000	MTLRF 2025-1A A3 EQP 144A Mat: 9/17/29 Cpn: 4.78% Moody's: Aaa S&P: AAA Fitch: Tr Date: 5/13/25 St Date: 5/21/25	55340QAC9	4,099,184.10 0.00	4,133,345.30 8,165.83	34,161.20	100.813	0.51%
3,400,000.000	EFF 2025-3 A3 FLEET 144A Mat: 9/20/29 Cpn: 4.46% Moody's: S&P: AAA Fitch: AAA Tr Date: 7/15/25 St Date: 7/23/25	29375UAC3	3,399,694.00 0.00	3,415,830.40 4,633.44	16,136.40	100.466	0.42%
1,000,000.000	CARMX 2024-4 A3 CAR Mat: 10/15/29 Cpn: 4.60% Moody's: Aaa S&P: AAA Fitch: Tr Date: 10/29/24 St Date: 11/5/24	14290DAC5	999,812.90 0.00	1,005,631.00 2,044.44	5,818.10	100.563	0.12%
7,800,000.000	HAROT 2025-2 A3 CAR Mat: 10/15/29 Cpn: 4.15% Moody's: Aaa S&P: Fitch: AAA Tr Date: 4/29/25 St Date: 5/8/25	437921AD1	7,799,128.74 0.00	7,808,619.00 14,386.67	9,490.26	100.111	0.96%
6,500,000.000	TAOT 2025-B A3 CAR Mat: 11/15/29 Cpn: 4.34% Moody's: S&P: AAA Fitch: AAA Tr Date: 4/24/25 St Date: 4/30/25	89231HAD8	6,499,627.55 0.00	6,527,293.50 12,537.78	27,665.95	100.420	0.80%
2,525,000.000	TMUST 2025-1A A PHONE 144A Mat: 11/20/29 Cpn: 4.74% Moody's: Aaa S&P: Fitch: AAA Tr Date: 4/22/25 St Date: 4/23/25	872974AA8	2,543,542.97 997.38	2,545,609.05 3,657.04	2,066.08	100.816	0.31%
2,400,000.000	GMCAR 2025-1 A3 CAR Mat: 12/17/29 Cpn: 4.62% Moody's: Aaa S&P: Fitch: AAA Tr Date: 1/9/25 St Date: 1/15/25	362955AD8	2,399,821.68 0.00	2,414,114.40 4,620.00	14,292.72	100.588	0.30%
3,500,000.000	GALC 2025-2 A3 EQP 144A Mat: 12/17/29 Cpn: 4.14% Moody's: S&P: AAA Fitch: AAA Tr Date: 11/4/25 St Date: 11/13/25	39154TCQ9	3,499,538.35 0.00	3,494,914.50 6,440.00	(4,623.85)	99.855	0.43%
3,112,000.000	CARMX 2025-1 A3 CAR Mat: 1/15/30 Cpn: 4.84% Moody's: S&P: AAA Fitch: AAA Tr Date: 4/22/25 St Date: 4/23/25	14319WAD8	3,138,257.50 3,347.13	3,134,798.51 6,694.26	(3,458.99)	100.733	0.39%



Portfolio Positions

as of March 31, 2026

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
7,800,000.000	CARMX 2025-2 A3 CAR Mat: 3/15/30 Cpn: 4.48% Moody's: S&P: AAA Fitch: AAA Tr Date: 4/24/25 St Date: 5/2/25	14320AAD3	7,798,855.74 0.00	7,841,285.40 15,530.67	42,429.66	100.529	0.97%
1,200,000.000	CMXS 2025-B A3 CAR Mat: 3/15/30 Cpn: 4.12% Moody's: S&P: AAA Fitch: AAA Tr Date: 9/17/25 St Date: 9/24/25	14320BAC3	1,199,769.00 0.00	1,196,665.20 2,197.33	(3,103.80)	99.722	0.15%
2,000,000.000	GFORT 2025-2A A1 FLOOR 144A Mat: 3/15/30 Cpn: 4.64% Moody's: Aaa S&P: Fitch: AAA Tr Date: 11/3/25 St Date: 11/4/25	361886EB6	2,024,921.88 4,897.78	2,014,110.00 4,124.44	(10,811.88)	100.706	0.25%
7,900,000.000	TMUST 2025-2A A PHONE 144A Mat: 4/22/30 Cpn: 4.34% Moody's: Aaa S&P: Fitch: AAA Tr Date: 7/29/25 St Date: 8/6/25	87268MAA3	7,899,860.17 0.00	7,918,106.80 10,476.28	18,246.63	100.229	0.97%
3,700,000.000	CARMX 2025-3 A3 CAR Mat: 7/15/30 Cpn: 4.35% Moody's: S&P: AAA Fitch: AAA Tr Date: 7/15/25 St Date: 7/23/25	14290FAD8	3,699,239.65 0.00	3,710,693.00 7,153.33	11,453.35	100.289	0.46%
4,400,000.000	JDOT 2026-A A3 EQP Mat: 8/15/30 Cpn: 3.87% Moody's: Aaa S&P: Fitch: AAA Tr Date: 3/10/26 St Date: 3/18/26	47787DAD3	4,399,220.32 0.00	4,378,145.20 6,149.00	(21,075.12)	99.503	0.54%
7,500,000.000	HAROT 2026-1 A3 CAR Mat: 9/23/30 Cpn: 3.78% Moody's: Aaa S&P: Fitch: AAA Tr Date: 2/10/26 St Date: 2/18/26	43815CAD0	7,498,805.25 0.00	7,442,902.50 7,875.00	(55,902.75)	99.239	0.92%
2,500,000.000	NAVMT 2025-1 A FLOOR 144A Mat: 9/25/30 Cpn: 4.18% Moody's: Aaa S&P: Fitch: AAA Tr Date: 10/7/25 St Date: 10/15/25	63938PBZ1	2,499,927.75 0.00	2,499,962.50 1,741.67	34.75	99.999	0.31%
2,900,000.000	HFMOT 2025-1A A FLOOR 144A Mat: 10/15/30 Cpn: 4.01% Moody's: Aaa S&P: AAA Fitch: Tr Date: 10/28/25 St Date: 11/5/25	44921QAH9	2,899,648.81 0.00	2,881,341.40 5,168.44	(18,307.41)	99.357	0.35%
4,100,000.000	HART 2026-A A3 CAR Mat: 2/18/31 Cpn: 3.79% Moody's: S&P: AAA Fitch: AAA Tr Date: 2/10/26 St Date: 2/18/26	448981AD2	4,099,723.25 0.00	4,068,245.50 5,611.31	(31,477.75)	99.226	0.50%



CALOPTIMA - RESERVE ACCOUNT TIER ONE

Portfolio 2481

Portfolio Positions

as of March 31, 2026

Currency: USD

Units Security	Identifier	Original Principal Cost Purchased Accrued	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
Total for Asset-Backed		151,607,341.86 12,836.29	151,939,884.80 259,381.88	332,542.94		18.70%
Grand Total		808,462,327.12 1,223,764.39	807,956,042.58 5,969,885.58	(506,284.53)		100.00%



CalOptima Health (OCHA) STAMP 1-3

Account #: LP-S3-CAL1

As of 3/31/2026



Portfolio Profile

Security ID	Security Description	Coupon	Maturity Date	Eff. Mat. Date	Rating	Par Value	Amortized Cost (BV)	WAL	Duration	Yield to Worst	% of Market	Market Value
CASH & CASH EQUIVALENTS												
CASH												
USD	US DOLLARS	-				2,887,865	2,887,865.480	-	-	-	.35%	2,887,865.48
CASH TOTALS							2,887,865.480					2,887,865.48
CASH & CASH EQUIVALENTS TOTALS							2,887,865.480					2,887,865.48
DERIVATIVES												
FUTURES, SWAPS, FORWARDS												
TUM6	US 2YR NOTE (CBT) JUN26	-				100	0.000	-	-	-	0%	(27,500.05)
FUTURES, SWAPS, FORWARDS TOTALS							0.000					(27,500.05)
DERIVATIVES TOTALS							0.000					(27,500.05)
FIXED INCOME												
ASSET BACKED												
02582JKV1	American Express Credit Account Master Trust	4.300	7/15/2030	7/15/2028	AAA	4,735,000	4,734,456.560	2.292	2.144	4.128	.58%	4,764,911.52
05330QAC6	AutoNation Finance Trust 2025-1	4.620	11/13/2029	1/10/2028	AAA	3,975,000	3,981,304.070	1.103	1.053	4.232	.49%	4,003,334.20
05377RHL1	Avis Budget Rental Car Funding AESOP LLC	5.900	8/21/2028	8/20/2027	Aaa	7,920,000	8,017,912.410	1.181	1.120	4.334	.99%	8,078,960.56
05377RHM9	Avis Budget Rental Car Funding AESOP LLC	6.020	2/20/2030	2/20/2029	Aaa	7,650,000	7,884,391.400	2.681	2.441	4.590	.98%	7,946,580.90
05377RHC1	Avis Budget Rental Car Funding AESOP LLC	5.780	4/20/2028	4/20/2027	Aaa	5,000,000	5,039,225.370	.847	.813	4.320	.62%	5,070,217.56
14041NGE5	Capital One Multi-Asset Execution Trust	3.920	9/15/2029	9/15/2027	AAA	1,000,000	999,647.550	1.458	1.394	4.027	.12%	1,000,584.32
14319WAD8	Carmax Auto Owner Trust 2025-1	4.840	1/15/2030	10/15/2028	AAA	1,263,000	1,274,484.010	1.386	1.311	4.356	.16%	1,274,377.75
233249AC5	DLLAA 2025-1 LLC	4.950	9/20/2029	2/20/2029	Aaa	1,780,000	1,779,906.760	1.757	1.650	4.368	.22%	1,801,036.75
32113CCE8	First National Master Note Trust	4.850	2/15/2030	2/15/2028	Aaa	1,894,000	1,913,051.100	1.875	1.765	4.192	.24%	1,921,514.05
34533MAF3	Ford Credit Auto Lease Trust 2025-B	4.520	8/15/2029	3/15/2028	Aa1	3,950,000	3,949,654.220	1.879	1.773	4.362	.49%	3,971,450.83
345276AF6	Ford Credit Auto Lease Trust 2026-A	4.200	2/15/2030	9/15/2028	AA	3,710,000	3,709,406.000	2.458	2.297	4.458	.45%	3,697,729.05
34528QJK1	Ford Credit Floorplan Master Owner Trust A	4.300	9/15/2029	9/15/2027	Aaa	5,650,000	5,651,216.060	1.458	1.390	4.248	.70%	5,667,263.08
34528QJU9	Ford Credit Floorplan Master Owner Trust A	4.060	9/15/2030	9/15/2028	Aaa	8,920,000	8,919,101.400	2.458	2.301	4.207	1.09%	8,912,116.90
34528QJW5	Ford Credit Floorplan Master Owner Trust A	4.330	9/15/2030	9/15/2028	AA	1,790,000	1,789,613.830	2.458	2.293	4.629	.22%	1,782,652.31
34529BAA4	Ford Credit Floorplan Master Owner Trust A	4.630	4/15/2030	4/15/2028	Aaa	4,347,000	4,375,596.490	1.958	1.838	4.315	.54%	4,384,160.67
34528PAK2	Ford Credit Floorplan Master Owner Trust A	4.060	11/15/2030	11/15/2028	AAA	2,020,000	2,028,624.850	2.625	2.448	4.334	.25%	2,009,051.69
379965AF3	GM Financial Automobile Leasing Trust 2025-3	4.410	8/20/2029	1/20/2028	AA	3,630,000	3,637,374.620	1.806	1.708	4.427	.45%	3,635,936.51
36273VAF2	GM Financial Automobile Leasing Trust 2026-1	4.120	1/22/2030	6/20/2028	AA	1,230,000	1,229,782.210	2.222	2.088	4.440	.15%	1,224,133.62
361886DQ4	GMF Floorplan Owner Revolving Trust	4.730	11/15/2029	11/15/2027	Aaa	1,625,000	1,636,459.670	1.625	1.539	4.289	.20%	1,640,384.72
44935GAF9	Hyundai Auto Lease Securitization Trust 2025-C	4.570	11/15/2029	1/15/2028	AA	7,655,000	7,654,573.250	1.792	1.692	4.381	.95%	7,699,605.77
448970AF0	Hyundai Auto Lease Securitization Trust 2026-A	4.160	5/15/2030	6/15/2028	AA-	2,200,000	2,199,916.190	2.208	2.074	4.454	.27%	2,192,125.96
44921QAH9	Hyundai Floorplan Master Owner Trust	4.010	10/15/2030	10/15/2028	Aaa	7,615,000	7,614,402.150	2.542	2.375	4.362	.93%	7,570,533.90
65341KCF1	NextGear Floorplan Master Owner Trust	4.550	2/15/2030	2/15/2028	Aaa	6,000,000	6,000,000.000	1.875	1.769	4.383	.74%	6,033,604.33
65481RAF8	Nissan Auto Lease Trust 2025-B	4.560	7/16/2029	5/15/2028	AA	5,370,000	5,369,477.030	1.997	1.875	4.695	.66%	5,371,040.53
65479VAB2	Nissan Master Owner Trust Receivables	5.050	2/15/2029	2/15/2027	Aaa	975,000	978,608.540	.875	.845	4.271	.12%	983,872.64

CalOptima Health (OCHA) STAMP 1-3

Account #: LP-S3-CAL1

As of 3/31/2026



Portfolio Profile

Security ID	Security Description	Coupon	Maturity Date	Eff. Mat. Date	Rating	Par Value	Amortized Cost (BV)	WAL	Duration	Yield to Worst	% of Market	Market Value
FIXED INCOME (Continued)												
ASSET BACKED (Continued)												
69335PFU4	PFS Financing Corp	4.850	2/15/2030	2/15/2028	Aaa	1,644,000	1,668,442.260	1.875	1.765	4.387	.20%	1,662,156.26
69335PGC3	PFS Financing Corp	4.400	8/15/2030	7/15/2028	Aaa	2,600,000	2,623,892.260	2.292	2.142	4.472	.32%	2,603,021.86
858928AE4	Stellantis Financial Underwritten Enhanced Lease Trust 2025-A	4.500	3/20/2029	9/20/2027	AAA	2,050,000	2,052,360.940	1.390	1.324	4.184	.25%	2,062,291.80
858928AF1	Stellantis Financial Underwritten Enhanced Lease Trust 2025-A	4.740	4/20/2029	9/20/2027	AA	1,545,000	1,547,737.590	1.472	1.399	4.510	.19%	1,553,001.15
858933AE4	Stellantis Financial Underwritten Enhanced Lease Trust 2025-B	4.470	7/20/2029	12/20/2027	AA	5,175,000	5,174,552.050	1.722	1.630	4.732	.63%	5,162,992.11
87268MAA3	T-Mobile US Trust 2025-2	4.340	4/22/2030	9/20/2028	Aaa	7,655,000	7,654,912.620	1.869	1.764	4.292	.94%	7,676,040.62
88162VAF7	Tesla Lease Electric Vehicle Securitization 2025-A LLC	4.790	6/20/2029	1/20/2028	Aa2	6,785,000	6,784,121.420	1.806	1.702	4.727	.84%	6,806,785.35
92886CAC3	Volvo Financial Equipment LLC Series 2025-2	3.990	12/17/2029	1/15/2029	Aaa	4,440,000	4,439,704.400	1.978	1.866	4.253	.54%	4,428,389.55
92970QAJ4	WF Card Issuance Trust	4.340	5/15/2030	5/15/2028	AAA	1,442,000	1,446,691.350	2.125	1.994	4.113	.18%	1,452,271.35
92970QAE5	WF Card Issuance Trust	4.290	10/15/2029	10/15/2027	Aaa	4,905,000	4,904,600.090	1.542	1.466	4.041	.61%	4,934,427.38
92970QAA3	WF Card Issuance Trust	4.940	2/15/2029	2/15/2027	AAA	4,000,000	3,997,926.850	.875	.845	4.012	.50%	4,041,249.42
ASSET BACKED TOTALS							144,663,127.570					145,019,806.97
CMBS												
3140LK4E0	Fannie Mae Pool	4.650	8/1/2028	9/25/2028	AA+	1,989,874	2,026,119.970	1.309	1.243	3.836	.25%	2,014,637.10
3136AY7L1	Fannie Mae-Aces	2.985	12/25/2027	12/25/2027	AA+	302,746	300,699.630	1.532	1.471	3.950	.04%	298,860.15
3136BTGM9	Fannie Mae-Aces	2.904	7/25/2027	7/25/2027	AA+	11,694,110	11,595,336.560	1.055	1.020	3.937	1.42%	11,586,179.06
3136AT5C4	Fannie Mae-Aces	2.369	7/25/2026	7/25/2026	AA+	4,928,366	4,922,007.330	.265	.259	3.940	.60%	4,910,009.47
3137HC2L5	Freddie Mac Multifamily Structured Pass Through Certificates	5.400	1/25/2029	1/25/2029	AA+	3,700,000	3,824,359.180	2.770	2.538	4.082	.47%	3,833,655.84
3137BXR1	Freddie Mac Multifamily Structured Pass Through Certificates	3.291	3/25/2027	3/25/2027	AA+	925,000	923,301.800	.986	.951	3.957	.11%	919,764.87
3137F1G44	Freddie Mac Multifamily Structured Pass Through Certificates	3.243	4/25/2027	4/25/2027	AAA	800,000	798,171.640	.842	.815	3.983	.10%	795,686.32
3137FK4M5	Freddie Mac Multifamily Structured Pass Through Certificates	4.060	10/25/2028	10/25/2028	AA+	4,000,000	4,013,424.910	2.456	2.299	4.078	.49%	4,003,780.53
30297DAJ9	FRESB 2018-SB53 Mortgage Trust	3.660	6/25/2028	6/25/2028	Agency	1,278,386	1,265,012.250	2.060	1.926	4.133	.16%	1,267,270.22
CMBS TOTALS							29,668,433.270					29,629,843.56
CORPORATES												
002824BR0	Abbott Laboratories	3.700	3/9/2029	3/9/2029	A+	7,870,000	7,860,053.240	2.939	2.725	4.133	.96%	7,794,191.13
00287YDS5	AbbVie Inc	4.800	3/15/2029	3/15/2029	A-	5,860,000	5,993,704.150	2.872	2.691	4.201	.73%	5,966,653.13
025816EN5	American Express Co	4.009	2/9/2029	2/9/2028	A2	9,155,000	9,155,000.000	1.856	1.772	4.369	1.12%	9,148,522.72
02665WFT3	American Honda Finance Corp	4.450	10/22/2027	10/22/2027	A3	5,270,000	5,271,906.210	1.558	1.470	4.544	.66%	5,366,107.71
06051GGL7	Bank of America Corp	3.705	4/24/2028	4/26/2027	A1	7,795,000	7,683,529.730	1.064	1.025	4.444	.97%	7,861,587.59
06405LAH4	Bank of New York Mellon/The	4.729	4/20/2029	4/20/2028	Aa2	3,550,000	3,560,120.300	2.053	1.910	4.362	.45%	3,650,329.28
172967LW9	Citigroup Inc	4.075	4/23/2029	4/24/2028	A3	8,390,000	8,296,745.370	2.061	1.934	4.451	1.04%	8,478,332.79
20030NDK4	Comcast Corp	3.300	4/1/2027	4/1/2027	A-	7,780,000	7,699,481.350	1.003	.937	4.296	.96%	7,832,415.03
202795JN1	Commonwealth Edison Co	3.700	8/15/2028	8/15/2028	A	4,775,000	4,762,165.410	2.372	2.246	4.204	.58%	4,743,607.85
23338VAN6	DTE Electric Co	1.900	4/1/2028	4/3/2028	A+	3,345,000	3,222,909.800	2.003	1.921	4.143	.40%	3,234,076.42
29446Q2A0	Equitable America Global Funding	4.650	6/9/2028	6/9/2028	A1	4,705,000	4,703,549.670	2.189	2.045	4.734	.58%	4,764,667.34

CalOptima Health (OCHA) STAMP 1-3

Account #: LP-S3-CAL1

As of 3/31/2026



Portfolio Profile

Security ID	Security Description	Coupon	Maturity Date	Eff. Mat. Date	Rating	Par Value	Amortized Cost (BV)	WAL	Duration	Yield to Worst	% of Market	Market Value
FIXED INCOME (Continued)												
CORPORATES (Continued)												
38141GWV2	Goldman Sachs Group Inc/The	3.814	4/23/2029	4/23/2029	A2	9,560,000	9,475,000.290	3.061	2.649	4.290	1.18%	9,590,617.92
43849RAA3	Honeywell Aerospace Inc	3.900	3/16/2028	3/16/2028	A3	8,425,000	8,418,933.600	1.958	1.870	4.295	1.03%	8,376,649.27
44891ADU8	Hyundai Capital America	4.875	6/23/2027	6/23/2027	A-	5,705,000	5,704,120.230	1.228	1.173	4.529	.71%	5,803,671.13
459200LQ2	International Business Machines Corp	4.000	2/3/2029	2/5/2029	A-	7,925,000	7,920,443.080	2.839	2.634	4.380	.97%	7,896,023.38
46647PAX4	JPMorgan Chase & Co	4.452	12/5/2029	12/5/2028	A1	12,015,000	12,131,337.460	2.678	2.480	4.402	1.50%	12,201,722.27
571748BY7	Marsh & McLennan Cos Inc	4.550	11/8/2027	11/8/2027	A-	4,900,000	4,906,005.040	1.514	1.468	4.249	.62%	5,010,867.11
58933YBW4	Merck & Co Inc	3.850	3/15/2029	3/15/2029	A+	9,070,000	9,057,323.010	2.956	2.734	4.113	1.11%	9,019,622.06
61747YFH3	Morgan Stanley	6.407	11/1/2029	11/1/2028	A1	11,225,000	11,760,945.760	2.583	2.330	4.592	1.48%	12,015,147.88
62829D2G4	Mutual of Omaha Cos Global Funding	4.514	6/9/2028	6/9/2028	A1	2,630,000	2,632,777.930	2.189	2.048	4.570	.33%	2,663,728.76
63743HGB2	National Rural Utilities Cooperative Finance Corp	3.950	12/10/2027	12/10/2027	A2	8,080,000	8,074,539.320	1.692	1.609	4.243	1.00%	8,139,736.06
637639AN5	National Securities Clearing Corp	4.350	5/20/2027	5/20/2027	Aa1	6,880,000	6,876,133.590	1.136	1.085	4.104	.86%	7,007,209.19
65339KDH0	NextEra Energy Capital Holdings Inc	4.481	2/4/2028	2/4/2028	BBB+	3,285,000	3,285,000.000	1.844	.013	4.484	.41%	3,315,542.04
666807BN1	Northrop Grumman Corp	3.250	1/15/2028	1/18/2028	BBB+	6,075,000	6,002,211.970	1.789	1.679	4.353	.74%	6,008,126.77
69448TAC5	Pacific Life Global Funding II	4.450	5/1/2028	5/1/2028	AA-	7,800,000	7,833,782.890	2.083	1.945	4.382	.98%	7,954,802.36
744448DD0	Public Service Co of Colorado	4.150	3/13/2029	3/13/2029	A1	3,035,000	3,032,940.040	2.950	2.716	4.254	.37%	3,032,614.01
79466LAQ7	Salesforce Inc	4.500	3/15/2028	3/15/2028	A2	8,530,000	8,523,144.780	1.956	1.814	4.485	1.05%	8,551,389.15
806851AH4	Schlumberger Holdings Corp	4.300	5/1/2029	5/1/2029	A3	4,775,000	4,799,347.690	3.083	2.717	4.404	.59%	4,846,259.26
89236TJF3	Toyota Motor Credit Corp	1.900	4/6/2028	4/6/2028	A+	6,320,000	6,089,243.820	2.014	1.935	4.097	.75%	6,112,508.02
89788JAJ8	Truist Bank	4.144	1/27/2029	1/29/2029	A	6,555,000	6,555,000.000	1.825	1.727	4.400	.81%	6,568,126.92
94106LCB3	Waste Management Inc	4.500	3/15/2028	3/15/2028	A-	7,680,000	7,689,630.600	1.872	1.808	4.135	.95%	7,745,443.89
95000U3G6	WELLS FARGO CO	6.303	10/23/2029	10/23/2028	A1	9,485,000	10,002,848.260	2.561	2.309	4.566	1.24%	10,140,948.43
976656CV8	Wisconsin Electric Power Co	3.950	3/1/2029	3/1/2029	A2	6,165,000	6,163,841.530	2.917	2.695	4.354	.75%	6,117,567.77
CORPORATES TOTALS							225,143,716.120					226,958,814.64
MUNICIPALS												
010268CP3	Alabama Federal Aid Highway Finance Authority	1.547	9/1/2027	9/1/2027	Aa2	55,000	53,269.950	1.417	1.385	4.000	.01%	53,230.10
120827EH9	Burbank-Glendale-Pasadena Airport Authority Brick Campaign	5.120	7/1/2028	7/3/2028	A2	745,000	745,000.000	2.250	2.101	4.169	.09%	769,556.90
13068XLJ6	California State Public Works Board	4.917	4/1/2027	4/1/2027	Aa3	755,000	755,000.000	1.003	.950	3.989	.10%	780,276.45
21969AAG7	City of Corona CA	1.863	5/1/2028	5/1/2028	AA+	4,500,000	4,227,776.080	2.083	2.003	4.081	.53%	4,337,468.14
769036BP8	City of Riverside CA	2.640	6/1/2027	6/1/2027	AA	2,015,000	1,988,281.060	1.167	1.129	4.000	.25%	2,001,732.19
576004HD0	Commonwealth of Massachusetts	3.680	7/15/2027	7/15/2027	Aa1	585,000	576,955.530	1.289	1.240	3.974	.07%	587,380.55
544647KX7	Los Angeles Unified School District/CA	4.382	7/1/2027	7/1/2027	Aa2	4,020,000	4,020,000.000	1.250	1.198	4.078	.50%	4,078,567.56
64577B8D9	New Jersey Economic Development Authority	3.470	6/15/2027	6/15/2027	A	4,720,000	4,699,811.930	1.206	1.161	3.959	.58%	4,741,133.69
70869PQZ3	Pennsylvania Economic Development Financing Authority	4.569	6/1/2027	6/1/2027	Aa3	760,000	760,000.000	1.167	1.116	3.987	.10%	776,530.41
70869PRA7	Pennsylvania Economic Development Financing Authority	4.642	6/1/2028	6/1/2028	Aa3	645,000	645,000.000	2.167	2.025	4.107	.08%	662,035.92
735000TP6	Port of Oakland	1.667	5/1/2027	5/3/2027	A+	1,443,701	1,410,158.430	1.083	1.058	3.999	.17%	1,418,366.88
76913DFY8	Riverside County Infrastructure Financing Authority	1.766	11/1/2027	11/1/2027	AA-	1,700,000	1,618,233.610	1.583	1.534	4.005	.20%	1,654,643.00
79768HJN9	San Francisco City & County Public Utilities Commission Wastewater Revenue	4.655	10/1/2027	10/1/2027	Aa2	4,945,000	4,952,402.430	1.419	1.354	3.915	.63%	5,109,648.25

CalOptima Health (OCHA) STAMP 1-3

Account #: LP-S3-CAL1

As of 3/31/2026



Portfolio Profile

Security ID	Security Description	Coupon	Maturity Date	Eff. Mat. Date	Rating	Par Value	Amortized Cost (BV)	WAL	Duration	Yield to Worst	% of Market	Market Value
FIXED INCOME (Continued)												
MUNICIPALS (Continued)												
13067WSW3	State of California Department of Water Resources	1.051	12/1/2026	12/1/2026	Aa1	1,630,000	1,590,193.340	.667	.656	3.840	.20%	1,606,050.03
13067WRE4	State of California Department of Water Resources	1.160	12/1/2027	12/1/2027	Aa1	785,000	740,491.280	1.667	1.624	3.930	.09%	753,276.72
MUNICIPALS TOTALS							28,782,573.640					29,329,896.79
US TREASURIES												
91282CFH9	United States Treasury Note/Bond	3.125	8/31/2027	8/31/2027	AA+	35,350,000	34,993,565.400	1.416	1.371	3.842	4.31%	35,099,463.99
9128284V9	United States Treasury Note/Bond	2.875	8/15/2028	8/15/2028	AA+	66,510,000	65,308,333.210	2.378	2.265	3.810	8.02%	65,344,754.45
91282CHE4	United States Treasury Note/Bond	3.625	5/31/2028	5/31/2028	AA+	101,055,000	100,647,487.010	2.168	2.044	3.815	12.51%	101,884,097.19
91282CJR3	United States Treasury Note/Bond	3.750	12/31/2028	1/2/2029	AA+	4,000,000	3,997,523.450	2.751	2.577	3.825	.49%	4,029,738.42
91282CMN8	United States Treasury Note/Bond	4.250	2/15/2028	2/15/2028	AA+	100,730,000	101,406,985.460	1.878	1.785	3.822	12.53%	102,033,385.68
91282CAU5	US TREASURY N/B	.500	10/31/2027	11/1/2027	AA+	76,085,000	72,169,811.760	1.583	1.553	3.845	8.88%	72,372,128.65
US TREASURIES TOTALS							378,523,706.290					380,763,568.38
FIXED INCOME TOTALS							806,781,556.890					811,701,930.34
PORTFOLIO TOTALS							809,669,422.370					814,562,295.77

CalOptima Health (The Orange County Health Authority)

Account #: LP-S5-CALO

As of 3/31/2026



Portfolio Profile

Security ID	Security Description	Coupon	Maturity Date	Eff. Mat. Date	Rating	Par Value	Amortized Cost (BV)	WAL	Duration	Yield to Worst	% of Market	Market Value
CASH & CASH EQUIVALENTS												
CASH												
USD	US DOLLARS	-				382,877	382,876.560	-	-	-	.56%	382,876.56
CASH TOTALS							382,876.560					382,876.56
CASH & CASH EQUIVALENTS TOTALS							382,876.560					382,876.56
FIXED INCOME												
ASSET BACKED												
02582JKM1	American Express Credit Account Master Trust	4.560	12/17/2029	12/15/2027	AAA	500,000	502,731.980	1.708	1.616	4.101	.74%	505,013.63
05377RHM9	Avis Budget Rental Car Funding AESOP LLC	6.020	2/20/2030	2/20/2029	Aaa	640,000	659,609.220	2.681	2.441	4.590	.98%	664,811.99
05377RJG0	Avis Budget Rental Car Funding AESOP LLC	5.130	10/20/2028	10/20/2027	Aaa	650,000	649,944.970	1.347	1.279	4.487	.97%	656,727.05
34533MAF3	Ford Credit Auto Lease Trust 2025-B	4.520	8/15/2029	3/15/2028	Aa1	330,000	329,971.110	1.879	1.773	4.362	.49%	331,792.09
345276AF6	Ford Credit Auto Lease Trust 2026-A	4.200	2/15/2030	9/15/2028	AA	310,000	309,950.370	2.458	2.297	4.458	.45%	308,974.67
34528QJK1	Ford Credit Floorplan Master Owner Trust A	4.300	9/15/2029	9/15/2027	Aaa	465,000	465,100.070	1.458	1.390	4.248	.69%	466,420.77
34528QJU9	Ford Credit Floorplan Master Owner Trust A	4.060	9/15/2030	9/15/2028	Aaa	765,000	764,922.940	2.458	2.301	4.207	1.13%	764,323.93
34529BAA4	Ford Credit Floorplan Master Owner Trust A	4.630	4/15/2030	4/15/2028	Aaa	360,000	362,368.260	1.958	1.838	4.315	.53%	363,077.49
379965AF3	GM Financial Automobile Leasing Trust 2025-3	4.410	8/20/2029	1/20/2028	AA	115,000	114,999.320	1.806	1.708	4.427	.17%	115,188.07
36273VAF2	GM Financial Automobile Leasing Trust 2026-1	4.120	1/22/2030	6/20/2028	AA	105,000	104,981.410	2.222	2.088	4.440	.15%	104,499.21
44935GAF9	Hyundai Auto Lease Securitization Trust 2025-C	4.570	11/15/2029	1/15/2028	AA	640,000	639,964.330	1.792	1.692	4.381	.95%	643,729.29
448970AF0	Hyundai Auto Lease Securitization Trust 2026-A	4.160	5/15/2030	6/15/2028	AA-	200,000	199,992.380	2.208	2.074	4.454	.29%	199,284.18
44921QAH9	Hyundai Floorplan Master Owner Trust	4.010	10/15/2030	10/15/2028	Aaa	610,000	609,938.470	2.542	2.375	4.362	.89%	606,438.05
65341KCF1	NextGear Floorplan Master Owner Trust	4.550	2/15/2030	2/15/2028	Aaa	1,000,000	1,001,239.910	1.875	1.769	4.383	1.48%	1,005,600.72
65481RAF8	Nissan Auto Lease Trust 2025-B	4.560	7/16/2029	5/15/2028	AA	445,000	444,956.670	1.997	1.875	4.695	.66%	445,086.23
65479VAB2	Nissan Master Owner Trust Receivables	5.050	2/15/2029	2/15/2027	Aaa	660,000	663,374.150	.875	.845	4.271	.98%	666,006.09
69335PGC3	PFS Financing Corp	4.400	8/15/2030	7/15/2028	Aaa	1,200,000	1,211,027.190	2.292	2.142	4.472	1.77%	1,201,394.71
858933AE4	Stellantis Financial Underwritten Enhanced Lease Trust 2025-B	4.470	7/20/2029	12/20/2027	AA	425,000	424,963.210	1.722	1.630	4.732	.62%	424,013.85
87268MAA3	T-Mobile US Trust 2025-2	4.340	4/22/2030	9/20/2028	Aaa	640,000	639,992.690	1.869	1.764	4.292	.94%	641,759.11
88162VAF7	Tesla Lease Electric Vehicle Securitization 2025-A LLC	4.790	6/20/2029	1/20/2028	Aa2	565,000	564,926.840	1.806	1.702	4.727	.83%	566,814.11
92886CAC3	Volvo Financial Equipment LLC Series 2025-2	3.990	12/17/2029	1/15/2029	Aaa	370,000	369,975.370	1.978	1.866	4.253	.54%	369,032.46
92970QAJ4	WF Card Issuance Trust	4.340	5/15/2030	5/15/2028	AAA	120,000	120,390.570	2.125	1.994	4.113	.18%	120,854.76
92970QAE5	WF Card Issuance Trust	4.290	10/15/2029	10/15/2027	Aaa	645,000	644,947.390	1.542	1.466	4.041	.96%	648,869.66
ASSET BACKED TOTALS							11,800,268.820					11,819,712.12
CMBS												
3137HBFY5	Freddie Mac Multifamily Structured Pass Through Certificates	4.724	12/25/2028	12/25/2028	AA+	500,000	505,108.650	2.609	2.418	4.099	.75%	508,481.08
3137HMC65	Freddie Mac Multifamily Structured Pass Through Certificates	4.329	6/25/2030	6/25/2030	AA+	675,000	680,888.280	4.160	3.745	4.214	1.00%	679,343.76

CalOptima Health (The Orange County Health Authority)

Account #: LP-S5-CALO

As of 3/31/2026



Portfolio Profile

Security ID	Security Description	Coupon	Maturity Date	Eff. Mat. Date	Rating	Par Value	Amortized Cost (BV)	WAL	Duration	Yield to Worst	% of Market	Market Value
FIXED INCOME (Continued)												
CMBS (Continued)												
3137FL6P4	Freddie Mac Multifamily Structured Pass Through Certificates	3.563	1/25/2029	1/25/2029	AA+	115,000	113,657.980	2.705	2.536	4.096	.17%	113,591.52
30305JAG2	FRESB 2017-SB40 Mortgage Trust	2.950	8/25/2027	8/25/2027	Agency	161,341	159,821.720	1.314	1.265	4.191	.23%	158,925.08
30308LAD1	FRESB 2018-SB57 Mortgage Trust	3.710	7/25/2028	7/25/2028	AA+	135,715	134,423.080	2.223	2.095	4.345	.20%	134,068.60
CMBS TOTALS							1,593,899.710					1,594,410.04
CORPORATES												
002824BR0	Abbott Laboratories	3.700	3/9/2029	3/9/2029	A+	660,000	659,165.840	2.939	2.725	4.133	.96%	653,642.46
00287YDS5	AbbVie Inc	4.800	3/15/2029	3/15/2029	A-	485,000	482,366.430	2.872	2.691	4.201	.73%	493,827.10
02079KBK2	Alphabet Inc	4.100	2/15/2031	2/18/2031	Aa2	780,000	782,172.610	4.872	4.351	4.258	1.15%	778,843.81
06405LAH4	Bank of New York Mellon/The	4.729	4/20/2029	4/20/2028	Aa2	300,000	300,000.000	2.053	1.910	4.362	.45%	308,478.53
172967PF2	Citigroup Inc	5.174	2/13/2030	2/13/2029	A3	635,000	642,718.670	2.867	2.645	4.592	.96%	649,169.59
00138CBJ6	Corebridge Global Funding	4.450	10/2/2030	10/2/2030	A2	675,000	670,082.210	4.503	3.967	4.937	1.00%	676,810.57
532457CK2	Eli Lilly & Co	4.500	2/9/2029	2/9/2029	A+	625,000	624,721.010	2.772	2.614	4.114	.94%	635,306.02
29446Q2B8	Equitable America Global Funding	4.950	6/9/2030	6/10/2030	A1	470,000	469,561.000	4.189	3.716	4.977	.70%	476,727.73
341081GN1	Florida Power & Light Co	4.400	5/15/2028	5/15/2028	AA-	360,000	359,876.000	1.956	1.894	4.185	.54%	367,426.70
373334KL4	Georgia Power Co	2.650	9/15/2029	9/17/2029	A	810,000	758,409.740	3.456	3.238	4.322	1.13%	767,907.99
38141GA87	Goldman Sachs Group Inc/The	5.727	4/25/2030	4/25/2029	A2	640,000	667,705.450	3.067	2.747	4.606	1.00%	676,164.97
43849RAE5	Honeywell Aerospace Inc	4.300	3/16/2031	3/17/2031	A3	675,000	673,795.620	4.958	4.430	4.546	.98%	668,908.92
459200LQ2	International Business Machines Corp	4.000	2/3/2029	2/5/2029	A-	660,000	659,620.500	2.839	2.634	4.380	.97%	657,586.80
46647PAX4	JPMorgan Chase & Co	4.452	12/5/2029	12/5/2028	A1	1,005,000	1,014,731.100	2.678	2.480	4.402	1.50%	1,020,618.47
53359KAB7	Lincoln Financial Global Funding	4.625	5/28/2028	5/30/2028	A+	680,000	679,811.390	2.158	2.019	4.615	1.02%	690,843.78
539830CC1	Lockheed Martin Corp	4.500	2/15/2029	2/15/2029	A2	670,000	668,771.260	2.789	2.632	4.187	1.00%	679,312.72
571748BY7	Marsh & McLennan Cos Inc	4.550	11/8/2027	11/8/2027	A-	430,000	429,756.330	1.514	1.468	4.249	.65%	439,729.15
57629W5B2	MassMutual Global Funding II	4.850	1/17/2029	1/17/2029	AA+	625,000	621,953.140	2.794	2.583	4.349	.94%	639,349.60
58933YBW4	Merck & Co Inc	3.850	3/15/2029	3/15/2029	A+	755,000	753,944.750	2.956	2.734	4.113	1.11%	750,806.47
30303M8S4	Meta Platforms Inc	4.300	8/15/2029	8/15/2029	Aa3	670,000	670,198.300	3.289	3.072	4.153	1.00%	676,670.33
61747YFQ3	Morgan Stanley	5.656	4/18/2030	4/18/2029	A1	705,000	733,181.850	3.047	2.730	4.634	1.09%	743,302.99
62829D2E9	Mutual of Omaha Cos Global Funding	4.750	10/15/2029	10/15/2029	A1	680,000	672,670.030	3.539	3.176	4.672	1.03%	696,584.59
641423CC0	Nevada Power Co	3.700	5/1/2029	5/1/2029	A2	690,000	664,293.210	3.083	2.770	4.337	1.01%	688,061.77
64952WFR9	New York Life Global Funding	4.250	1/9/2031	1/9/2031	AA+	680,000	677,496.710	4.772	4.254	4.528	1.00%	678,515.50
66815L2M0	Northwestern Mutual Global Funding	4.900	6/12/2028	6/12/2028	AA+	545,000	542,529.400	2.197	2.049	4.359	.82%	559,162.71
6944PL2U2	Pacific Life Global Funding II	5.500	7/18/2028	7/18/2028	AA-	405,000	406,140.820	2.297	2.133	4.385	.62%	419,257.83
717081ET6	Pfizer Inc	3.450	3/15/2029	3/15/2029	A2	345,000	337,649.140	2.956	2.702	4.065	.50%	339,670.39
744448DD0	Public Service Co of Colorado	4.150	3/13/2029	3/13/2029	A1	255,000	254,826.920	2.950	2.716	4.254	.38%	254,799.53
79466LAR5	Salesforce Inc	4.650	3/15/2029	3/15/2029	A2	745,000	744,820.720	2.872	2.702	4.572	1.10%	748,274.96
91159HJF8	US Bancorp	4.548	7/22/2028	7/24/2028	A	635,000	627,000.310	1.308	1.245	4.472	.94%	641,105.63
94106LCB3	Waste Management Inc	4.500	3/15/2028	3/15/2028	A-	675,000	674,063.240	1.872	1.808	4.135	1.00%	680,751.90
95000U3T8	Wells Fargo & Co	4.970	4/23/2029	4/24/2028	A1	465,000	465,000.000	2.061	1.915	4.523	.71%	479,174.86
976656CV8	Wisconsin Electric Power Co	3.950	3/1/2029	3/1/2029	A2	515,000	514,903.230	2.917	2.695	4.354	.75%	511,037.70
CORPORATES TOTALS							19,903,936.930					20,147,832.07

CalOptima Health (The Orange County Health Authority)

Account #: LP-S5-CALO

As of 3/31/2026



Portfolio Profile

Security ID	Security Description	Coupon	Maturity Date	Eff. Mat. Date	Rating	Par Value	Amortized Cost (BV)	WAL	Duration	Yield to Worst	% of Market	Market Value
FIXED INCOME (Continued)												
MORTGAGES												
3138LNRA1	Fannie Mae Pool	3.430	6/1/2028	6/25/2028	AA+	538,865	533,869.460	2.173	2.056	4.005	.79%	533,730.83
3140LLEB3	Fannie Mae Pool	4.390	7/1/2028	8/25/2028	AA+	550,000	546,705.580	2.384	2.226	4.187	.82%	554,269.21
3138LKR74	Fannie Mae Pool	2.910	9/1/2027	9/25/2027	AA+	562,214	559,104.090	1.456	1.401	3.952	.82%	554,857.48
31418CJT2	Fannie Mae Pool	3.000	4/1/2027	2/25/2027	AA+	17,364	17,358.560	.429	.418	4.133	.03%	17,290.89
3140NX3J0	FN BZ3500	4.530	5/1/2030	5/25/2030	AA+	750,000	768,257.020	4.153	3.720	4.292	1.12%	760,342.34
3132XFKL1	Freddie Mac Pool	4.350	1/1/2028	1/25/2028	AA+	500,000	500,297.380	1.819	1.721	4.161	.74%	502,963.86
MORTGAGES TOTALS							2,925,592.090					2,923,454.61
MUNICIPALS												
010268CP3	Alabama Federal Aid Highway Finance Authority	1.547	9/1/2027	9/1/2027	Aa2	30,000	28,528.520	1.417	1.385	4.000	.04%	29,034.61
13032UXP8	California Health Facilities Financing Authority	1.368	6/1/2027	6/1/2027	AA-	590,000	574,093.520	1.167	1.138	3.851	.85%	576,125.64
13068XLL1	California State Public Works Board	4.879	4/1/2029	4/2/2029	Aa3	650,000	650,000.000	3.003	2.719	4.192	1.00%	678,250.85
544647KX7	Los Angeles Unified School District/CA	4.382	7/1/2027	7/1/2027	Aa2	335,000	335,000.000	1.250	1.198	4.078	.50%	339,880.63
5445874Z8	Municipal Improvement Corp of Los Angeles	4.051	5/1/2029	5/1/2029	A+	420,000	420,000.000	3.083	2.840	4.181	.62%	424,377.76
735000TQ4	Port of Oakland	1.949	5/1/2028	5/1/2028	A+	486,391	460,156.080	2.083	2.001	4.135	.69%	469,315.12
797356NZ1	San Diego Unified School District/CA	3.965	7/1/2029	7/2/2029	Aa2	330,000	330,000.000	3.250	3.004	3.997	.49%	332,934.14
79768HJN9	San Francisco City & County Public Utilities Commission Wastewater Revenue	4.655	10/1/2027	10/1/2027	Aa2	550,000	550,000.000	1.419	1.354	3.915	.84%	568,312.75
MUNICIPALS TOTALS							3,347,778.120					3,418,231.50
US TREASURIES												
91282CLT6	United States Treasury Floating Rate Note	3.858	10/31/2026	11/2/2026	AA+	335,000	335,286.440	.583	.022	3.823	.50%	337,464.16
91282CMU2	United States Treasury Note/Bond	4.000	3/31/2030	4/1/2030	AA+	7,505,000	7,523,025.030	4.000	3.673	3.902	11.09%	7,532,791.31
91282CJR3	United States Treasury Note/Bond	3.750	12/31/2028	1/2/2029	AA+	7,475,000	7,430,841.500	2.751	2.577	3.825	11.09%	7,530,573.68
91282CHE4	United States Treasury Note/Bond	3.625	5/31/2028	5/31/2028	AA+	4,750,000	4,723,934.570	2.168	2.044	3.815	7.05%	4,788,970.98
91282CEV9	United States Treasury Note/Bond	3.250	6/30/2029	7/2/2029	AA+	6,675,000	6,509,214.130	3.251	3.035	3.848	9.73%	6,608,288.91
91282CAE1	US TREASURY N/B	.625	8/15/2030	8/15/2030	AA+	955,000	834,891.850	4.378	4.238	3.924	1.22%	830,099.78
US TREASURIES TOTALS							27,357,193.520					27,628,188.82
FIXED INCOME TOTALS							66,928,669.190					67,531,829.16
PORTFOLIO TOTALS							67,311,545.750					67,914,705.72

Portfolio Positions

as of March 31, 2026

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
Cash							
	CASH OR STIF	USD	198,450.74	198,450.74	0.00	1.000	0.29%
Total for Cash			198,450.74	198,450.74	0.00		0.29%
Treasuries							
710,000.000	U.S. TREASURY NOTE Mat: 1/31/28 Cpn: 3.50% Moody's: Aa1 S&P: AA+u Fitch: AA+ Tr Date: 1/30/23 St Date: 1/31/23	91282CGH8	706,623.44 65.26	706,033.98 4,118.78	(589.45)	99.441	1.04%
265,000.000	U.S. TREASURY NOTE Mat: 12/31/28 Cpn: 3.75% Moody's: Aa1 S&P: AA+u Fitch: AA+ Tr Date: 12/29/23 St Date: 1/2/24	91282CJR3	263,954.49 54.60	264,513.48 2,498.10	558.98	99.816	0.39%
2,185,000.000	U.S. TREASURY NOTE Mat: 1/31/29 Cpn: 4.00% Moody's: Aa1 S&P: AA+u Fitch: AA+ Tr Date: 1/31/24 St Date: 2/1/24	91282CJW2	2,179,369.22 3,248.35	2,195,327.53 14,486.19	15,958.31	100.473	3.25%
3,125,000.000	U.S. TREASURY NOTE Mat: 2/28/29 Cpn: 4.25% Moody's: Aa1 S&P: AA+u Fitch: AA+ Tr Date: 2/29/24 St Date: 3/1/24	91282CKD2	3,128,413.44 6,409.06	3,161,376.97 11,548.91	32,963.52	101.164	4.66%
25,000.000	U.S. TREASURY NOTE Mat: 3/31/29 Cpn: 4.13% Moody's: Aa1 S&P: AA+u Fitch: AA+ Tr Date: 4/25/24 St Date: 4/26/24	91282CKG5	24,342.77 73.26	25,212.89 2.82	870.12	100.852	0.04%
1,905,000.000	U.S. TREASURY NOTE Mat: 7/31/29 Cpn: 4.00% Moody's: Aa1 S&P: AA+u Fitch: AA+ Tr Date: 7/31/24 St Date: 8/1/24	91282CLC3	1,930,319.14 6,896.74	1,913,855.28 12,629.83	(16,463.86)	100.465	2.83%
820,000.000	U.S. TREASURY NOTE Mat: 9/30/29 Cpn: 3.50% Moody's: Aa1 S&P: AA+u Fitch: AA+ Tr Date: 9/30/24 St Date: 10/1/24	91282CLN9	817,117.18 78.85	810,326.57 78.42	(6,790.62)	98.820	1.19%
1,525,000.000	U.S. TREASURY NOTE Mat: 10/31/29 Cpn: 4.13% Moody's: Aa1 S&P: AA+u Fitch: AA+ Tr Date: 10/31/24 St Date: 11/1/24	91282CLR0	1,523,689.45 173.77	1,537,748.05 26,413.67	14,058.60	100.836	2.30%



Portfolio Positions

as of March 31, 2026

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
775,000.000	U.S. TREASURY NOTE Mat: 11/30/29 Cpn: 4.13% Moody's: Aa1 S&P: AA+u Fitch: AA+ Tr Date: 11/29/24 St Date: 12/2/24	91282CMA6	776,604.49 175.65	781,508.79 10,714.80	4,904.30	100.840	1.16%
945,000.000	U.S. TREASURY NOTE Mat: 2/28/30 Cpn: 4.00% Moody's: Aa1 S&P: AA+u Fitch: AA+ Tr Date: 2/28/25 St Date: 3/3/25	91282CGQ8	944,261.72 308.15	948,691.41 3,286.96	4,429.69	100.391	1.40%
1,240,000.000	U.S. TREASURY NOTE Mat: 3/31/30 Cpn: 4.00% Moody's: Aa1 S&P: AA+u Fitch: AA+ Tr Date: 3/31/25 St Date: 4/1/25	91282CMU2	1,242,325.00 135.52	1,244,650.00 135.52	2,325.00	100.375	1.83%
825,000.000	U.S. TREASURY NOTE Mat: 4/30/30 Cpn: 3.88% Moody's: Aa1 S&P: AA+u Fitch: AA+ Tr Date: 4/30/25 St Date: 5/1/25	91282CMZ1	830,478.52 86.87	824,258.79 13,423.34	(6,219.73)	99.910	1.23%
650,000.000	U.S. TREASURY NOTE Mat: 5/31/30 Cpn: 4.00% Moody's: Aa1 S&P: AA+u Fitch: AA+ Tr Date: 5/30/25 St Date: 6/2/25	91282CNG2	651,167.97 142.08	652,335.94 8,714.29	1,167.97	100.359	0.97%
775,000.000	U.S. TREASURY NOTE Mat: 6/30/30 Cpn: 3.88% Moody's: Aa1 S&P: AA+u Fitch: AA+ Tr Date: 6/30/25 St Date: 7/1/25	91282CNK3	779,776.57 4,900.08	773,940.43 7,549.29	(5,836.14)	99.863	1.15%
2,360,000.000	U.S. TREASURY NOTE Mat: 7/31/30 Cpn: 3.88% Moody's: Aa1 S&P: AA+u Fitch: AA+ Tr Date: 7/31/25 St Date: 8/1/25	91282CNN7	2,368,270.31 5,033.29	2,356,404.68 15,157.46	(11,865.63)	99.848	3.48%
1,215,000.000	U.S. TREASURY NOTE Mat: 9/30/30 Cpn: 3.63% Moody's: Aa1 S&P: AA+u Fitch: AA+ Tr Date: 9/30/25 St Date: 10/1/25	91282CPA3	1,209,811.05 1,809.01	1,200,097.27 120.34	(9,713.78)	98.773	1.76%
675,000.000	U.S. TREASURY NOTE Mat: 10/31/30 Cpn: 3.63% Moody's: Aa1 S&P: AA+u Fitch: AA+ Tr Date: 11/14/25 St Date: 11/17/25	91282CPD7	672,363.28 1,149.08	666,351.56 10,274.17	(6,011.72)	98.719	0.99%
1,355,000.000	U.S. TREASURY NOTE Mat: 11/30/30 Cpn: 3.50% Moody's: Aa1 S&P: AA+u Fitch: AA+ Tr Date: 11/28/25 St Date: 12/1/25	91282CPN5	1,349,018.95 130.29	1,330,228.91 15,895.19	(18,790.04)	98.172	1.98%



Portfolio Positions

as of March 31, 2026

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
755,000.000	U.S. TREASURY NOTE Mat: 12/31/30 Cpn: 3.63% Moody's: Aa1 S&P: AA+ Fitch: AA+ Tr Date: 12/31/25 St Date: 1/2/26	91282CPR6	752,699.61 151.21	744,854.69 6,879.99	(7,844.92)	98.656	1.10%
2,360,000.000	U.S. TREASURY NOTE Mat: 1/31/31 Cpn: 3.75% Moody's: Aa1 S&P: AA+ Fitch: AA+ Tr Date: 1/30/26 St Date: 2/2/26	91282CPW5	2,355,223.95 488.95	2,340,179.68 14,668.51	(15,044.26)	99.160	3.46%
3,610,000.000	U.S. TREASURY NOTE Mat: 2/28/31 Cpn: 3.50% Moody's: Aa1 S&P: AA+ Fitch: AA+ Tr Date: 2/27/26 St Date: 3/2/26	91282CQD6	3,608,307.81 686.68	3,540,197.26 10,986.96	(68,110.55)	98.066	5.21%
680,000.000	U.S. TREASURY NOTE Mat: 3/31/31 Cpn: 3.88% Moody's: Aa1 S&P: AA+ Fitch: AA+ Tr Date: 3/31/26 St Date: 4/1/26	91282CQG9	678,326.91 72.00	678,349.92 72.00	23.01	99.757	1.00%
Total for Treasuries			28,792,465.27 32,268.74	28,696,444.07 189,655.54	(96,021.20)		42.42%
Government Related							
340,000.000	IBRD C 7/30/2026 1X Mat: 7/30/29 Cpn: 4.75% Moody's: Aaa S&P: AAA Fitch: Tr Date: 11/6/24 St Date: 11/7/24	45906M5K3	340,000.00 4,351.53	340,316.45 10,811.53	316.45	100.093	0.52%
Total for Government Related			340,000.00 4,351.53	340,316.45 10,811.53	316.45		0.52%
Agencies							
200,000.000	TENNESSEE VALLEY AUTHORITY Mat: 8/1/30 Cpn: 3.88% Moody's: Aa1 S&P: AA+ Fitch: AA+ Tr Date: 8/5/25 St Date: 8/8/25	880591FE7	199,186.00 0.00	199,291.85 1,291.67	105.85	99.646	0.29%
Total for Agencies			199,186.00 0.00	199,291.85 1,291.67	105.85		0.29%
Taxable Muni							
140,000.000	WI STATE GEN FUND APPROP REV TXB Mat: 5/1/26 Cpn: 4.36% Moody's: Aa2 S&P: Fitch: AA Tr Date: 1/25/23 St Date: 2/16/23	977100HT6	140,000.00 0.00	140,056.74 2,545.08	56.74	100.041	0.21%



Portfolio Positions

as of March 31, 2026

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased	Accrued	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
390,000.000	CT STATE GO/ULT TXB Mat: 6/15/26 Cpn: 3.53% Moody's: Aa2 S&P: AA- Fitch: AA Tr Date: 5/26/22 St Date: 6/22/22	20772KQJ1	390,000.00	0.00	389,810.43 4,054.77	(189.57)	99.951	0.58%
260,000.000	MA ST SPL OBLG REV-SOCIAL TXB Mat: 7/15/27 Cpn: 3.68% Moody's: Aa1 S&P: Fitch: AAA Tr Date: 8/17/22 St Date: 8/30/22	576004HD0	260,000.00	0.00	259,105.22 2,019.91	(894.78)	99.656	0.38%
425,000.000	CA STATE PUBLIC WORKS BOARD TXB Mat: 11/1/27 Cpn: 5.63% Moody's: Aa3 S&P: A+ Fitch: AA- Tr Date: 10/26/23 St Date: 11/8/23	13068XKD0	425,000.00	0.00	435,133.28 9,969.79	10,133.28	102.384	0.65%
560,000.000	CA RIVERSIDE CNTY POB REV TXB Mat: 2/15/28 Cpn: 3.07% Moody's: Aa2 S&P: AA Fitch: Tr Date: 3/5/26 St Date: 3/6/26	76913CBC2	551,667.20	1,002.87	549,675.68 2,196.76	(1,991.52)	98.156	0.81%
500,000.000	CA SANTA CLARA CNTY POB REV TXB Mat: 8/1/28 Cpn: 0.00% Moody's: Aa1 S&P: AAA Fitch: WD Tr Date: 12/1/25 St Date: 12/2/25	801624AX5	450,755.00	0.00	448,559.68 6,073.38	(2,195.32)	90.927	0.67%
425,000.000	IL STATE GO TXB Mat: 4/1/29 Cpn: 4.47% Moody's: A2 S&P: A- Fitch: A- Tr Date: 3/25/26 St Date: 4/14/26	452153PU7	425,000.00	0.00	427,559.62 0.00	2,559.62	100.602	0.63%
200,000.000	MA STATE SPL OBL REV TXB Mat: 7/15/29 Cpn: 3.77% Moody's: Aa1 S&P: Fitch: AAA Tr Date: 3/17/26 St Date: 3/18/26	576004HE8	199,204.00	1,319.15	198,629.76 1,591.36	(574.24)	99.315	0.29%
200,000.000	CT STATE GO/ULT TXB Mat: 3/15/30 Cpn: 4.59% Moody's: Aa2 S&P: AA- Fitch: AA Tr Date: 4/23/25 St Date: 5/7/25	20772KZL6	200,000.00	0.00	204,052.55 407.91	4,052.55	102.026	0.30%
800,000.000	FRESNO CNTRY CA PENSN OBLG Mat: 8/15/30 Cpn: 0.00% Moody's: Baa3 S&P: AA Fitch: AA- Tr Date: 3/10/26 St Date: 3/11/26	358266CH5	667,456.00	0.00	662,506.70 1,720.29	(4,949.30)	83.028	0.98%
300,000.000	SAN LUIS OBISPO CNTY CA TXB Mat: 9/1/30 Cpn: 0.00% Moody's: Baa3 S&P: AAA Fitch: AA+ Tr Date: 11/24/25 St Date: 11/25/25	798703BC7	245,562.00	0.00	244,415.55 3,971.07	(1,146.45)	82.796	0.36%



Portfolio Positions

as of March 31, 2026

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
Total for Taxable Muni			3,954,644.20	3,959,505.22	4,861.02		5.87%
			2,322.02	34,550.31			
Credit							
55,000.000	PRINCIPAL LIFE GLB FND II 144A Mat: 1/16/27 Cpn: 5.00% Moody's: A1 S&P: A+ Fitch: Tr Date: 1/8/24 St Date: 1/16/24	74256LEX3	54,978.55 0.00	55,301.40 572.92	322.85	100.548	0.08%
330,000.000	VOLKSWAGEN GROUP 144A Mat: 3/22/27 Cpn: 5.30% Moody's: Baa1 S&P: BBB+ Fitch: A- Tr Date: 3/14/24 St Date: 3/22/24	928668CF7	329,637.00 0.00	332,781.90 437.25	3,144.90	100.843	0.49%
315,000.000	ATHENE GLOBAL FUNDING 144A Mat: 3/25/27 Cpn: 5.52% Moody's: A1 S&P: A+ Fitch: A+ Tr Date: 3/21/24 St Date: 3/26/24	04685A3T6	315,000.00 0.00	317,605.05 289.59	2,605.05	100.827	0.47%
350,000.000	HYUNDAI CAPITAL AMERICA 144A Mat: 6/24/27 Cpn: 5.28% Moody's: A3 S&P: A- Fitch: A- Tr Date: 6/18/24 St Date: 6/24/24	44891ADB0	349,415.50 0.00	353,052.00 4,974.62	3,636.50	100.872	0.53%
100,000.000	PRINCIPAL LIFE GLB FND II 144A Mat: 8/19/27 Cpn: 4.60% Moody's: A1 S&P: A+ Fitch: Tr Date: 8/12/24 St Date: 8/19/24	74256LFA2	99,922.00 0.00	100,306.00 536.67	384.00	100.306	0.15%
230,000.000	COREBRIDGE FINANCIAL 144A Mat: 8/20/27 Cpn: 4.65% Moody's: A2 S&P: A+ Fitch: Tr Date: 8/19/24 St Date: 8/22/24	00138CBB3	229,963.20 0.00	230,278.30 1,218.04	315.10	100.121	0.34%
150,000.000	DAIMLER TRUCKS FIN 144A Mat: 9/25/27 Cpn: 5.13% Moody's: A3 S&P: A- Fitch: Tr Date: 6/17/24 St Date: 6/25/24	233853AY6	149,494.50 0.00	151,330.50 128.13	1,836.00	100.887	0.22%
115,000.000	MARSH & MCLENNAN Mat: 11/8/27 Cpn: 4.55% Moody's: A3 S&P: A- Fitch: A- Tr Date: 10/30/24 St Date: 11/8/24	571748BY7	114,868.90 0.00	115,558.90 2,078.47	690.00	100.486	0.17%
75,000.000	COREBRIDGE GLOB FUNDING Mat: 1/7/28 Cpn: 4.90% Moody's: A2 S&P: A+ Fitch: Tr Date: 1/6/25 St Date: 1/9/25	00138CBD9	75,000.00 0.00	75,471.75 857.50	471.75	100.629	0.11%



Portfolio Positions

as of March 31, 2026

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
55,000.000	PNC FINANCIAL Mat: 1/21/28 Cpn: 5.30% Moody's: A3 S&P: A- Fitch: A Tr Date: 1/17/24 St Date: 1/22/24	693475BV6	55,000.00 0.00	55,391.60 566.81	391.60	100.712	0.08%
80,000.000	JPMORGAN CHASE Mat: 1/23/28 Cpn: 5.04% Moody's: A1 S&P: A Fitch: AA- Tr Date: 1/16/24 St Date: 1/23/24	46647PEA0	80,000.00 0.00	80,393.60 761.60	393.60	100.492	0.12%
125,000.000	WELLS FARGO Mat: 1/24/28 Cpn: 4.90% Moody's: A1 S&P: BBB+ Fitch: A+ Tr Date: 1/16/25 St Date: 1/24/25	95000U3R2	125,000.00 0.00	125,443.75 1,139.93	443.75	100.355	0.19%
55,000.000	NEXTERA ENERGY CAP Mat: 2/4/28 Cpn: 4.85% Moody's: Baa1 S&P: BBB+ Fitch: A- Tr Date: 1/30/25 St Date: 2/4/25	65339KDG2	54,998.35 0.00	55,535.70 422.35	537.35	100.974	0.08%
250,000.000	HUNTINGTON NATL BANK Mat: 4/12/28 Cpn: 4.87% Moody's: A3 S&P: A- Fitch: A- Tr Date: 2/19/25 St Date: 2/26/25	44644MAK7	250,000.00 0.00	250,902.50 5,716.66	902.50	100.361	0.38%
135,000.000	MORGAN STANLEY Mat: 4/13/28 Cpn: 5.65% Moody's: A1 S&P: A- Fitch: A+ Tr Date: 4/17/24 St Date: 4/19/24	61747YFP5	135,000.00 0.00	136,560.60 3,560.76	1,560.60	101.156	0.21%
165,000.000	JPMORGAN CHASE Mat: 4/22/28 Cpn: 5.57% Moody's: A1 S&P: A Fitch: AA- Tr Date: 4/15/24 St Date: 4/22/24	46647PEE2	165,000.00 0.00	167,019.60 4,059.87	2,019.60	101.224	0.25%
130,000.000	WELLS FARGO Mat: 4/22/28 Cpn: 5.71% Moody's: A1 S&P: BBB+ Fitch: A+ Tr Date: 4/15/24 St Date: 4/22/24	95000U3L5	130,000.00 0.00	131,696.50 3,276.77	1,696.50	101.305	0.20%
170,000.000	GOLDMAN SACHS Mat: 4/23/28 Cpn: 4.94% Moody's: A2 S&P: BBB+ Fitch: A Tr Date: 4/15/25 St Date: 4/23/25	38141GC77	170,000.00 0.00	170,804.10 3,683.55	804.10	100.473	0.26%
135,000.000	LINCOLN FIN GLBL FUNDING 144A Mat: 5/28/28 Cpn: 4.63% Moody's: A2 S&P: A+ Fitch: A+ Tr Date: 5/20/25 St Date: 5/28/25	53359KAB7	134,959.50 0.00	135,009.45 2,133.28	49.95	100.007	0.20%



Portfolio Positions

as of March 31, 2026

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
95,000.000	EQUITABLE AMERICA GLOBAL 144A Mat: 6/9/28 Cpn: 4.65% Moody's: A1 S&P: A+ Fitch: Tr Date: 6/2/25 St Date: 6/9/25	29446Q2A0	94,968.65 0.00	94,970.55 1,374.33	1.90	99.969	0.14%
250,000.000	MORGAN STANLEY Mat: 7/6/28 Cpn: 4.47% Moody's: Aa3 S&P: A+ Fitch: AA- Tr Date: 7/17/25 St Date: 7/21/25	61776NVE0	250,000.00 0.00	250,117.50 2,636.18	117.50	100.047	0.37%
110,000.000	EOG RESOURCES Mat: 7/15/28 Cpn: 4.40% Moody's: A3 S&P: A- Fitch: Tr Date: 6/16/25 St Date: 7/1/25	26875PAX9	109,892.20 0.00	110,429.00 1,021.78	536.80	100.390	0.16%
185,000.000	WESTERN-SOUTHERN GLOBAL 144A Mat: 7/16/28 Cpn: 4.50% Moody's: Aa3 S&P: AA- Fitch: AA Tr Date: 7/9/25 St Date: 7/16/25	95954A2B8	184,922.30 0.00	185,116.55 1,734.38	194.25	100.063	0.27%
275,000.000	PACIFIC LIFE GF II 144A Mat: 7/18/28 Cpn: 5.50% Moody's: Aa3 S&P: AA- Fitch: AA- Tr Date: 7/11/23 St Date: 7/18/23	6944PL2U2	274,727.75 0.00	281,803.50 3,067.01	7,075.75	102.474	0.42%
165,000.000	JPMORGAN CHASE Mat: 7/22/28 Cpn: 4.98% Moody's: A1 S&P: A Fitch: AA- Tr Date: 7/15/24 St Date: 7/22/24	46647PEL6	165,000.00 0.00	166,156.65 1,574.61	1,156.65	100.701	0.25%
250,000.000	TRUIST BANK Mat: 7/24/28 Cpn: 4.42% Moody's: A3 S&P: A Fitch: A Tr Date: 7/21/25 St Date: 7/24/25	89788JAF6	250,000.00 0.00	250,060.00 2,056.53	60.00	100.024	0.37%
180,000.000	AMERICAN EXPRESS Mat: 7/26/28 Cpn: 5.04% Moody's: A2 S&P: A- Fitch: A Tr Date: 7/22/24 St Date: 7/26/24	025816DV8	180,000.00 0.00	181,602.00 1,638.98	1,602.00	100.890	0.27%
245,000.000	MERCEDES-BENZ 144A Mat: 8/3/28 Cpn: 5.10% Moody's: A2 S&P: A Fitch: WD Tr Date: 7/31/23 St Date: 8/3/23	58769JAL1	244,710.90 0.00	248,736.25 2,013.08	4,025.35	101.525	0.37%
235,000.000	PACCAR FINANCIAL Mat: 8/8/28 Cpn: 4.00% Moody's: A1 S&P: A+ Fitch: Tr Date: 8/4/25 St Date: 8/8/25	69371RT97	234,861.35 0.00	234,875.45 1,383.89	14.10	99.947	0.35%



Portfolio Positions

as of March 31, 2026

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
275,000.000	BMW US CAPITAL 144A Mat: 8/11/28 Cpn: 5.05% Moody's: A2 S&P: A Fitch: Tr Date: 8/8/23 St Date: 8/11/23	05565ECE3	274,914.75 0.00	278,632.75 1,928.82	3,718.00	101.321	0.41%
145,000.000	PRINCIPAL LFE GLB FND II 144A Mat: 8/18/28 Cpn: 4.25% Moody's: A1 S&P: A+ Fitch: Tr Date: 8/11/25 St Date: 8/18/25	7425APAD7	144,923.15 0.00	144,119.85 736.08	(803.30)	99.393	0.21%
340,000.000	TOYOTA MOTOR CREDIT Mat: 9/5/28 Cpn: 4.05% Moody's: A1 S&P: A+ Fitch: A+ Tr Date: 9/2/25 St Date: 9/5/25	89236TNR2	339,581.80 0.00	338,959.60 994.50	(622.20)	99.694	0.50%
285,000.000	VOLKSWAGEN GROUP 144A Mat: 9/12/28 Cpn: 5.65% Moody's: Baa1 S&P: BBB+ Fitch: A- Tr Date: 9/5/23 St Date: 9/12/23	928668BW1	284,658.00 0.00	290,956.50 849.85	6,298.50	102.090	0.43%
205,000.000	GEORGIA POWER Mat: 10/1/28 Cpn: 4.00% Moody's: A3 S&P: A Fitch: A Tr Date: 9/24/25 St Date: 9/29/25	373334LC3	204,895.45 0.00	203,798.70 4,145.56	(1,096.75)	99.414	0.31%
135,000.000	JPMORGAN CHASE Mat: 10/22/28 Cpn: 4.51% Moody's: A1 S&P: A Fitch: AA- Tr Date: 10/15/24 St Date: 10/22/24	46647PEP7	135,012.50 0.00	135,153.90 2,686.11	141.40	100.114	0.20%
160,000.000	AMPHENOL Mat: 11/15/28 Cpn: 3.90% Moody's: A3 S&P: A- Fitch: Tr Date: 10/27/25 St Date: 11/10/25	032095AX9	159,827.20 0.00	158,776.00 2,444.00	(1,051.20)	99.235	0.24%
60,000.000	AMERICAN HONDA FINANCE Mat: 1/8/29 Cpn: 4.15% Moody's: A3 S&P: BBB+ Fitch: A Tr Date: 1/6/26 St Date: 1/8/26	02665WGR6	59,995.20 0.00	59,260.20 574.08	(735.00)	98.767	0.09%
250,000.000	MORGAN STANLEY Mat: 1/12/29 Cpn: 5.02% Moody's: Aa3 S&P: A+ Fitch: AA- Tr Date: 1/16/25 St Date: 1/21/25	61690DK72	250,000.00 0.00	252,765.00 2,751.83	2,765.00	101.106	0.38%
200,000.000	JERSEY CEMTRAL PWR & LIT 144A Mat: 1/15/29 Cpn: 4.15% Moody's: A3 S&P: BBB+ Fitch: A Tr Date: 9/2/25 St Date: 9/4/25	476556DJ1	199,828.00 0.00	199,050.00 1,752.22	(778.00)	99.525	0.29%



Portfolio Positions

as of March 31, 2026

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
105,000.000	M&T BANK CORPORATION Mat: 1/16/29 Cpn: 4.83% Moody's: Baa1 S&P: BBB+ Fitch: A Tr Date: 12/10/24 St Date: 12/17/24	55261FAU8	105,000.00 0.00	105,521.85 1,057.22	521.85	100.497	0.16%
120,000.000	JPMORGAN CHASE Mat: 1/24/29 Cpn: 4.92% Moody's: A1 S&P: A Fitch: AA- Tr Date: 1/16/25 St Date: 1/24/25	46647PEU6	120,000.00 0.00	121,129.20 1,097.68	1,129.20	100.941	0.18%
175,000.000	PRINCIPAL LIFE GLB FND II 144A Mat: 1/25/29 Cpn: 5.10% Moody's: A1 S&P: A+ Fitch: Tr Date: 1/18/24 St Date: 1/25/24	74256LEY1	174,695.50 0.00	177,565.50 1,636.25	2,870.00	101.466	0.26%
235,000.000	ALPHABET Mat: 2/15/29 Cpn: 3.70% Moody's: Aa2 S&P: AA+ Fitch: Tr Date: 2/9/26 St Date: 2/13/26	02079KBJ5	234,146.95 0.00	233,056.55 1,159.33	(1,090.40)	99.173	0.34%
255,000.000	WISCONSIN ELECTRIC POWER Mat: 3/1/29 Cpn: 3.95% Moody's: A2 S&P: A- Fitch: A+ Tr Date: 12/2/25 St Date: 12/5/25	976656CV8	254,966.85 0.00	252,557.10 839.38	(2,409.75)	99.042	0.37%
200,000.000	EATON Mat: 3/6/29 Cpn: 3.95% Moody's: A3 S&P: A- Fitch: Tr Date: 3/4/26 St Date: 3/6/26	278058DW9	199,832.00 0.00	198,032.00 548.61	(1,800.00)	99.016	0.29%
150,000.000	MERCEDES-BENZ FIN 144A Mat: 3/10/29 Cpn: 4.13% Moody's: A2 S&P: A Fitch: Tr Date: 3/5/26 St Date: 3/10/26	58769JBP1	149,937.00 0.00	148,909.50 360.94	(1,027.50)	99.273	0.22%
80,000.000	BAKER HUGHES LLC/CO-OBL Mat: 3/11/29 Cpn: 4.05% Moody's: A3 S&P: A Fitch: Tr Date: 3/5/26 St Date: 3/11/26	05724BAL3	79,966.40 0.00	79,547.20 180.00	(419.20)	99.434	0.12%
345,000.000	AMAZON.COM Mat: 3/13/29 Cpn: 4.00% Moody's: A1 S&P: AA Fitch: AA- Tr Date: 3/10/26 St Date: 3/13/26	023135DC7	344,962.05 0.00	343,264.65 690.00	(1,697.40)	99.497	0.51%
335,000.000	AMERICAN HONDA FINANCE Mat: 3/13/29 Cpn: 4.90% Moody's: A3 S&P: BBB+ Fitch: A Tr Date: 3/11/24 St Date: 3/13/24	02665WFE6	334,852.60 0.00	337,264.60 820.75	2,412.00	100.676	0.50%



Portfolio Positions

as of March 31, 2026

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
275,000.000	MERCK & CO Mat: 3/15/29 Cpn: 3.85% Moody's: Aa3 S&P: A+ Fitch: Tr Date: 12/1/25 St Date: 12/4/25	58933YBW4	274,593.00 0.00	273,055.75 470.56	(1,537.25)	99.293	0.40%
350,000.000	SALESFORCE Mat: 3/15/29 Cpn: 4.65% Moody's: A2 S&P: A+ Fitch: Tr Date: 3/11/26 St Date: 3/13/26	79466LAR5	349,923.00 0.00	350,710.50 813.75	787.50	100.203	0.52%
175,000.000	HONEYWELL AEROSPACE 144A Mat: 3/16/29 Cpn: 4.00% Moody's: A3 S&P: BBB+ Fitch: A- Tr Date: 3/10/26 St Date: 3/16/26	43849RAC9	174,706.00 0.00	173,467.00 291.67	(1,239.00)	99.124	0.26%
330,000.000	SANTANDER HOLDING Mat: 3/20/29 Cpn: 5.47% Moody's: Baa2 S&P: BBB+ Fitch: A- Tr Date: 3/17/25 St Date: 3/20/25	80282KBN5	330,000.00 0.00	334,600.20 551.86	4,600.20	101.394	0.49%
250,000.000	DEPOSITORY TRUST 144A Mat: 3/27/29 Cpn: 4.30% Moody's: Aa1 S&P: AA+ Fitch: Tr Date: 3/23/26 St Date: 3/27/26	249672AC0	249,707.50 0.00	250,265.00 119.44	557.50	100.106	0.37%
170,000.000	MORGAN STANLEY Mat: 4/12/29 Cpn: 4.99% Moody's: A1 S&P: A- Fitch: A+ Tr Date: 4/14/25 St Date: 4/17/25	61747YFY6	170,000.00 0.00	171,587.80 3,985.49	1,587.80	100.934	0.26%
255,000.000	WELLS FARGO Mat: 4/23/29 Cpn: 4.97% Moody's: A1 S&P: BBB+ Fitch: A+ Tr Date: 4/15/25 St Date: 4/23/25	95000U3T8	255,000.00 0.00	257,289.90 5,562.26	2,289.90	100.898	0.39%
200,000.000	AMERICAN EXPRESS Mat: 4/25/29 Cpn: 4.73% Moody's: A2 S&P: A- Fitch: A Tr Date: 4/21/25 St Date: 4/25/25	025816ED7	200,000.00 0.00	201,376.00 4,100.20	1,376.00	100.688	0.30%
330,000.000	BANK OF AMERICA Mat: 5/9/29 Cpn: 4.62% Moody's: A1 S&P: A- Fitch: AA- Tr Date: 5/6/25 St Date: 5/9/25	06051GMT3	330,000.00 0.00	331,534.50 6,017.61	1,534.50	100.465	0.50%
300,000.000	HYUNDAI CAPITAL AMERICA 144A Mat: 6/24/29 Cpn: 5.30% Moody's: A3 S&P: A- Fitch: A- Tr Date: 6/18/24 St Date: 6/24/24	44891ADC8	299,478.00 0.00	304,950.00 4,284.17	5,472.00	101.650	0.45%



Portfolio Positions

as of March 31, 2026

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
265,000.000	AMERICAN EXPRESS Mat: 7/20/29 Cpn: 4.35% Moody's: A2 S&P: A- Fitch: A Tr Date: 7/21/25 St Date: 7/25/25	025816EJ4	265,000.00 0.00	264,894.00 2,274.00	(106.00)	99.960	0.39%
250,000.000	CITIBANK Mat: 8/6/29 Cpn: 4.84% Moody's: Aa3 S&P: A+ Fitch: A+ Tr Date: 7/30/24 St Date: 8/6/24	17325FBK3	250,000.00 0.00	253,360.00 1,847.85	3,360.00	101.344	0.37%
325,000.000	WELLS FARGO & COMPANY Mat: 9/15/29 Cpn: 4.08% Moody's: A1 S&P: BBB+ Fitch: A+ Tr Date: 9/8/25 St Date: 9/15/25	95000U4A8	325,000.00 0.00	321,545.25 589.04	(3,454.75)	98.937	0.47%
135,000.000	MORGAN STANLEY Mat: 10/18/29 Cpn: 4.13% Moody's: A1 S&P: A- Fitch: A+ Tr Date: 10/17/25 St Date: 10/22/25	61748UAK8	135,000.00 0.00	133,493.40 2,464.30	(1,506.60)	98.884	0.20%
680,000.000	GOLDMAN SACHS GROUP Mat: 10/21/29 Cpn: 4.15% Moody's: A2 S&P: BBB+ Fitch: A Tr Date: 10/14/25 St Date: 10/21/25	38141GD27	680,000.00 0.00	673,805.20 12,551.29	(6,194.80)	99.089	1.01%
250,000.000	TRUIST BANK Mat: 10/23/29 Cpn: 4.14% Moody's: A3 S&P: A Fitch: A Tr Date: 10/20/25 St Date: 10/23/25	89788JAH2	250,000.00 0.00	247,697.50 4,538.11	(2,302.50)	99.079	0.37%
180,000.000	PRINCIPAL LIFE GLB FND II 144A Mat: 11/27/29 Cpn: 4.95% Moody's: A1 S&P: A+ Fitch: Tr Date: 11/20/24 St Date: 11/27/24	74256LFB0	179,992.80 0.00	181,882.80 3,069.00	1,890.00	101.046	0.27%
335,000.000	PROTECTIVE LIFE GLOBAL Mat: 12/9/29 Cpn: 4.77% Moody's: A1 S&P: AA- Fitch: AA- Tr Date: 12/2/24 St Date: 12/9/24	74368CCA0	335,000.00 0.00	336,132.30 4,973.48	1,132.30	100.338	0.50%
140,000.000	OHIO EDISON 144A Mat: 12/15/29 Cpn: 4.95% Moody's: A3 S&P: A- Fitch: A- Tr Date: 5/21/25 St Date: 5/23/25	677347CJ3	139,983.20 0.00	141,734.60 2,040.50	1,751.40	101.239	0.21%
150,000.000	DAIMLER TRUCK FIN 144A Mat: 1/13/30 Cpn: 5.25% Moody's: A3 S&P: A- Fitch: Tr Date: 1/7/25 St Date: 1/13/25	233853BD1	149,758.50 0.00	152,448.00 1,706.25	2,689.50	101.632	0.23%



Portfolio Positions

as of March 31, 2026

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
65,000.000	LINCOLN FIN GLBL FUNDING 144A Mat: 1/13/30 Cpn: 5.30% Moody's: A2 S&P: A+ Fitch: A+ Tr Date: 1/6/25 St Date: 1/13/25	53359KAA9	64,968.80 0.00	65,994.50 746.42	1,025.70	101.530	0.10%
100,000.000	BANK OF NY MELLON Mat: 1/22/30 Cpn: 4.03% Moody's: Aa3 S&P: A Fitch: AA- Tr Date: 1/14/26 St Date: 1/22/26	06406RCG0	100,000.00 0.00	99,059.00 771.65	(941.00)	99.059	0.15%
105,000.000	WELLS FARGO Mat: 1/23/30 Cpn: 4.18% Moody's: A1 S&P: BBB+ Fitch: A+ Tr Date: 1/15/26 St Date: 1/23/26	95000U4D2	105,000.00 0.00	104,092.80 829.43	(907.20)	99.136	0.15%
310,000.000	PACIFIC LIFE 144A Mat: 2/10/30 Cpn: 4.85% Moody's: Aa3 S&P: AA- Fitch: AA- Tr Date: 2/5/25 St Date: 2/10/25	6944PL3F4	309,891.50 0.00	312,917.10 2,129.96	3,025.60	100.941	0.46%
170,000.000	EQUITABLE FINANCIAL 144A Mat: 3/27/30 Cpn: 5.00% Moody's: A1 S&P: A+ Fitch: Tr Date: 3/24/25 St Date: 3/27/25	29449WAT4	169,651.50 0.00	171,167.90 94.44	1,516.40	100.687	0.25%
330,000.000	PRICOA GLOBAL 144A Mat: 5/28/30 Cpn: 4.70% Moody's: Aa3 S&P: AA- Fitch: AA- Tr Date: 5/20/25 St Date: 5/28/25	74153WCW7	329,765.70 0.00	331,194.60 5,299.25	1,428.90	100.362	0.49%
325,000.000	COREBRIDGE 144A Mat: 6/6/30 Cpn: 4.85% Moody's: A2 S&P: A+ Fitch: Tr Date: 6/3/25 St Date: 6/6/25	00138CBF4	324,600.25 0.00	325,211.25 5,035.24	611.00	100.065	0.48%
280,000.000	PFIZER Mat: 11/15/30 Cpn: 4.20% Moody's: A2 S&P: A Fitch: Tr Date: 11/18/25 St Date: 11/21/25	717081FD0	279,778.80 0.00	277,975.60 4,246.67	(1,803.20)	99.277	0.41%
335,000.000	AMAZON.COM Mat: 11/20/30 Cpn: 4.10% Moody's: A1 S&P: AA Fitch: AA- Tr Date: 11/17/25 St Date: 11/20/25	023135CT1	334,641.55 0.00	331,234.60 4,998.01	(3,406.95)	98.876	0.49%
340,000.000	AVALONBAY COMMUNITIES Mat: 12/1/30 Cpn: 4.35% Moody's: A3 S&P: A- Fitch: Tr Date: 11/19/25 St Date: 12/1/25	053484AH4	339,850.40 0.00	336,566.00 4,930.00	(3,284.40)	98.990	0.50%



Portfolio Positions

as of March 31, 2026

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased	Accrued	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
100,000.000	AIRBNB Mat: 3/16/31 Moody's: Baa1 Tr Date: 3/12/26	Cpn: 4.65% S&P: A- Fitch: St Date: 3/16/26	009066AD3	99,894.00 0.00	99,838.00 193.75	(56.00)	99.838	0.15%
345,000.000	PROGRESSIVE Mat: 3/26/31 Moody's: A2 Tr Date: 3/23/26	Cpn: 4.60% S&P: A Fitch: A St Date: 3/26/26	743315BC6	344,955.15 0.00	345,855.60 220.42	900.45	100.248	0.51%
Total for Credit			17,205,455.70	0.00	17,259,567.95	54,112.25		25.60%

Mortgage-Backed

493,654.880	FNGT 2017-T1 A SFR Mat: 6/25/27 Moody's: Aa1 Tr Date: 2/14/24	Cpn: 2.90% S&P: AA+u Fitch: AA+ St Date: 2/20/24	3136AV6R5	464,266.99 755.05	485,838.84 1,192.18	21,571.85	98.417	0.72%
403,863.565	FNA 2017-M14 A2 CMBS Mat: 11/25/27 Moody's: Aa1 Tr Date: 7/7/23	Cpn: 2.91% S&P: AA+u Fitch: AA+ St Date: 7/12/23	3136AY2H5	374,078.63 353.24	395,797.20 978.13	21,718.57	98.003	0.58%
500,000.000	FHMS K505 A2 CMBS Mat: 6/25/28 Moody's: Aa1 Tr Date: 7/13/23	Cpn: 4.82% S&P: AA+u Fitch: AA+ St Date: 7/20/23	3137HACX2	504,994.00 1,271.68	505,733.00 2,007.92	739.00	101.147	0.75%
400,000.000	FHMS K509 A2 Mat: 9/25/28 Moody's: Aa1 Tr Date: 10/25/23	Cpn: 4.85% S&P: AA+u Fitch: AA+ St Date: 10/31/23	3137HAST4	387,246.80 1,616.67	406,106.80 1,616.67	18,860.00	101.527	0.60%
600,000.000	FHMS K085 A2 CMBS Mat: 10/25/28 Moody's: Aaa Tr Date: 1/30/26	Cpn: 4.06% S&P: AA+u Fitch: AA+ St Date: 2/4/26	3137FK4M5	602,765.63 203.00	598,728.00 2,030.00	(4,037.63)	99.788	0.88%
600,000.000	FHMS K086 A2 Mat: 11/25/28 Moody's: Aaa Tr Date: 1/30/26	Cpn: 3.86% S&P: AA+u Fitch: AA+ St Date: 2/4/26	3137FKSH0	599,742.19 192.95	595,827.60 1,929.50	(3,914.59)	99.305	0.88%
550,000.000	FHMS K092 A2 Mat: 6/25/29 Moody's: Aa1 Tr Date: 3/10/26	Cpn: 2.79% S&P: AA+u Fitch: AAA St Date: 3/13/26	3137FNAE0	532,640.63 510.58	528,633.60 1,276.46	(4,007.03)	96.115	0.78%



Portfolio Positions

as of March 31, 2026

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
650,892.367	FHR 5607 GJ Mat: 5/15/30 Cpn: 4.00% Moody's: Aa1 S&P: AA+u Fitch: AA+ Tr Date: 11/17/25 St Date: 11/28/25	3137HNZL5	645,400.47 1,952.68	640,407.14 2,169.64	(4,993.32)	98.389	0.94%
923,235.920	FHR 5616 NG Mat: 1/15/31 Cpn: 4.25% Moody's: Aa1 S&P: AA+u Fitch: AA+ Tr Date: 1/29/26 St Date: 1/30/26	3137HPM75	922,408.50 2,370.18	914,117.12 3,269.79	(8,291.38)	99.012	1.35%
			5,033,543.83	5,071,189.30	37,645.47		7.47%

Asset-Backed

207,412.410	CARMX 2022-1 A4 CAR Mat: 8/16/27 Cpn: 1.70% Moody's: Aaa S&P: AAA Fitch: Tr Date: 3/15/23 St Date: 3/17/23	14317CAD4	191,945.60 19.59	207,225.95 156.71	15,280.34	99.910	0.30%
300,000.000	VWALT 2025-A A3 LEASE Mat: 6/20/28 Cpn: 4.50% Moody's: S&P: AAA Fitch: AAA Tr Date: 6/10/25 St Date: 6/17/25	92868WAD9	299,978.91 0.00	301,677.00 412.50	1,698.09	100.559	0.44%
300,000.000	BMWLT 2025-1 A3 LEASE Mat: 6/26/28 Cpn: 4.43% Moody's: S&P: AAA Fitch: AAA Tr Date: 6/3/25 St Date: 6/10/25	096912AD2	299,993.40 0.00	301,107.60 221.50	1,114.20	100.369	0.44%
600,000.000	GMALT 2025-3 A3 LEASE Mat: 8/21/28 Cpn: 4.17% Moody's: S&P: AAA Fitch: AAA Tr Date: 8/5/25 St Date: 8/13/25	379965AD8	599,908.80 0.00	600,543.60 764.50	634.80	100.091	0.88%
400,000.000	PILOT 2025-1A A3 LEASE 144A Mat: 10/20/28 Cpn: 4.61% Moody's: S&P: AAA Fitch: AAA Tr Date: 5/14/25 St Date: 5/21/25	73329KAD8	399,957.16 9,228.02	402,714.80 16,470.28	2,757.64	100.679	0.59%
600,000.000	CMXS 2024-A A3 CAR Mat: 11/15/28 Cpn: 5.40% Moody's: S&P: AAA Fitch: AAA Tr Date: 6/18/24 St Date: 6/26/24	14319FAD5	599,991.06 0.00	603,739.20 1,440.00	3,748.14	100.623	0.89%
600,000.000	HALST 2025-C A4 LEASE 144A Mat: 6/15/29 Cpn: 4.38% Moody's: S&P: AAA Fitch: AAA Tr Date: 7/23/25 St Date: 7/30/25	44935GAE2	599,989.80 0.00	601,996.80 1,168.00	2,007.00	100.333	0.89%



Portfolio Positions

as of March 31, 2026

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
500,000.000	GMCAR 2024-4 A3 CAR Mat: 8/16/29 Cpn: 4.40% Moody's: Aaa S&P: AAA Fitch: Tr Date: 10/8/24 St Date: 10/16/24	38014AAD3	499,903.70 0.00	501,316.50 916.67	1,412.80	100.263	0.74%
400,000.000	MTLRF 2025-1A A3 EQP 144A Mat: 9/17/29 Cpn: 4.78% Moody's: Aaa S&P: AAA Fitch: Tr Date: 5/13/25 St Date: 5/21/25	55340QAC9	399,920.40 0.00	403,253.20 796.67	3,332.80	100.813	0.59%
500,000.000	CARMX 2024-4 A3 CAR Mat: 10/15/29 Cpn: 4.60% Moody's: Aaa S&P: AAA Fitch: Tr Date: 10/29/24 St Date: 11/5/24	14290DAC5	499,906.45 0.00	502,815.50 1,022.22	2,909.05	100.563	0.74%
200,000.000	GALC 2025-2 A3 EQP 144A Mat: 12/17/29 Cpn: 4.14% Moody's: S&P: AAA Fitch: AAA Tr Date: 11/4/25 St Date: 11/13/25	39154TCQ9	199,973.62 0.00	199,709.40 368.00	(264.22)	99.855	0.29%
700,000.000	HALST 2026-A A4 LEASE 144A Mat: 12/17/29 Cpn: 4.01% Moody's: S&P: AAA Fitch: AAA Tr Date: 1/12/26 St Date: 1/21/26	448970AE3	699,889.82 0.00	696,870.30 1,247.56	(3,019.52)	99.553	1.03%
500,000.000	NAROT 2025-A A3 CAR Mat: 12/17/29 Cpn: 4.49% Moody's: Aaa S&P: Fitch: AAA Tr Date: 5/20/25 St Date: 5/27/25	65481GAD7	499,904.00 0.00	503,408.00 997.78	3,504.00	100.682	0.74%
300,000.000	DLLMT 2026-1A A3 EQP 144A Mat: 12/20/29 Cpn: 4.20% Moody's: Aaa S&P: Fitch: AAA Tr Date: 1/21/26 St Date: 1/28/26	23347JAC6	299,959.35 0.00	299,613.60 385.00	(345.75)	99.871	0.44%
700,000.000	GFORT 2025-2A A1 FLOOR 144A Mat: 3/15/30 Cpn: 4.64% Moody's: Aaa S&P: Fitch: AAA Tr Date: 3/18/25 St Date: 3/26/25	361886EB6	699,831.72 0.00	704,938.50 1,443.56	5,106.78	100.706	1.04%
700,000.000	TAOT 2025-C A3 CAR Mat: 3/15/30 Cpn: 4.11% Moody's: Aaa S&P: AAA Fitch: Tr Date: 7/22/25 St Date: 7/30/25	89238VAD0	699,926.22 0.00	701,095.50 1,278.67	1,169.28	100.157	1.03%
600,000.000	FORDF 2025-1 A1 FLOOR Mat: 4/15/30 Cpn: 4.63% Moody's: Aaa S&P: Fitch: AAA Tr Date: 5/20/25 St Date: 5/28/25	34529BAA4	599,856.78 0.00	604,472.40 1,234.67	4,615.62	100.745	0.89%



Portfolio Positions

as of March 31, 2026

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
300,000.000	GMCAR 2025-2 A3 CAR Mat: 4/16/30 Cpn: 4.28% Moody's: Aaa S&P: AAA Fitch: Tr Date: 5/6/25 St Date: 5/14/25	362549AD9	299,955.84 0.00	300,689.70 535.00	733.86	100.230	0.44%
600,000.000	TMUST 2025-2A A PHONE 144A Mat: 4/22/30 Cpn: 4.34% Moody's: Aaa S&P: Fitch: AAA Tr Date: 7/29/25 St Date: 8/6/25	87268MAA3	599,989.38 0.00	601,375.20 795.67	1,385.82	100.229	0.88%
700,000.000	TLOT 2026-A A4 LEASE 144A Mat: 6/20/30 Cpn: 3.87% Moody's: S&P: AAA Fitch: AAA Tr Date: 2/10/26 St Date: 2/17/26	89240MAE4	699,889.89 0.00	692,367.90 827.75	(7,521.99)	98.910	1.02%
600,000.000	CHAOT 2025-1A A3 CAR 144A Mat: 6/25/30 Cpn: 4.29% Moody's: Aaa S&P: Fitch: AAA Tr Date: 7/23/25 St Date: 7/30/25	16145NAC5	599,941.38 0.00	601,554.00 429.00	1,612.62	100.259	0.88%
400,000.000	CARMX 2025-3 A3 CAR Mat: 7/15/30 Cpn: 4.35% Moody's: S&P: AAA Fitch: AAA Tr Date: 7/15/25 St Date: 7/23/25	14290FAD8	399,917.80 0.00	401,156.00 773.33	1,238.20	100.289	0.59%
700,000.000	HAROT 2026-1 A3 CAR Mat: 9/23/30 Cpn: 3.78% Moody's: Aaa S&P: Fitch: AAA Tr Date: 2/10/26 St Date: 2/18/26	43815CAD0	699,888.49 0.00	694,670.90 735.00	(5,217.59)	99.239	1.02%
500,000.000	CRVNA 2026-P1 A3 CAR Mat: 2/10/31 Cpn: 4.26% Moody's: S&P: (P)AAA Fitch: AAA Tr Date: 3/10/26 St Date: 3/17/26	14689FAC9	499,893.15 0.00	498,255.00 828.33	(1,638.15)	99.651	0.73%
Total for Asset-Backed			11,890,312.72 19.59	11,926,566.55 19,341.52	36,253.82		17.54%
Grand Total			67,614,058.47 48,187.90	67,651,332.13 446,035.63	37,273.66		100.00%



CALOPTIMA - OPERATING FUND

Portfolio 2480

Portfolio Positions

as of March 31, 2026

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
Cash							
	CASH OR STIF	USD	2,104,070.29	2,104,070.29	0.00	1.000	0.20%
Total for Cash			2,104,070.29	2,104,070.29	0.00		0.20%
Money Markets							
9,000,000.000	SWEDBANK NY YCD FRN SOFRRATE	87019WV36	8,999,993.79	9,000,000.00	6.21	100.000	0.88%
	Mat: 4/2/26 Cpn: 3.82%		2,167.50	28,797.50			
	Moody's: P-1 S&P: A-1+ Fitch: F1+						
	Tr Date: 10/9/25 St Date: 10/10/25						
3,000,000.000	CA UNIVERSITY OF CALIFORNIA CP TXB	91411UD28	2,968,016.67	2,968,031.67	15.00	99.979	0.29%
	Mat: 4/2/26 Cpn: 0.00%		0.00	31,666.66			
	Moody's: NR S&P: NR Fitch: NR						
	Tr Date: 12/22/25 St Date: 12/22/25						
33,000,000.000	U.S. TREASURY BILL	912797TG2	32,910,033.75	32,910,219.90	186.15	99.930	3.21%
	Mat: 4/7/26 Cpn: 0.00%		0.00	69,973.75			
	Moody's: Aa1 S&P: AA+u Fitch: AA+						
	Tr Date: 3/10/26 St Date: 3/11/26						
10,000,000.000	NORDEA BANK NY FRN YCD SOFRRATE	65558WJB5	10,000,000.00	10,000,000.00	0.00	100.000	0.97%
	Mat: 4/8/26 Cpn: 3.97%		0.00	25,430.56			
	Moody's: P-1 S&P: A-1+ Fitch: F1+						
	Tr Date: 4/8/25 St Date: 4/9/25						
120,000,000.000	U.S. TREASURY BILL	912797QD2	119,564,880.00	119,564,894.40	14.40	99.839	11.65%
	Mat: 4/16/26 Cpn: 0.00%		0.00	253,819.99			
	Moody's: Aa1 S&P: AA+u Fitch: AA+						
	Tr Date: 3/10/26 St Date: 3/11/26						
8,000,000.000	CREDIT AGRICOLE YCD FRN SOFRRATE	22532XD96	8,000,000.00	8,000,000.00	0.00	100.000	0.78%
	Mat: 5/1/26 Cpn: 4.03%		0.00	52,284.44			
	Moody's: P-1 S&P: A-1 Fitch: F1+						
	Tr Date: 5/1/25 St Date: 5/2/25						
120,000,000.000	U.S. TREASURY BILL	912797TL1	119,336,883.34	119,336,956.84	73.50	99.648	11.63%
	Mat: 5/5/26 Cpn: 0.00%		0.00	253,189.99			
	Moody's: Aa1 S&P: AA+u Fitch: AA+						
	Tr Date: 3/10/26 St Date: 3/11/26						
2,900,000.000	CA SAN FRAN CITY & CNTY LEASE CP TXB	79769EBT0	2,900,000.00	2,900,104.14	104.14	100.004	0.28%
	Mat: 5/6/26 Cpn: 3.80%		0.00	4,897.78			
	Moody's: NR S&P: NR Fitch: NR						
	Tr Date: 3/16/26 St Date: 3/16/26						



CALOPTIMA - OPERATING FUND

Portfolio 2480

Portfolio Positions

as of March 31, 2026

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
7,000,000.000	EMERSON ELECTRIC CP 144A Mat: 5/11/26 Cpn: 0.00% Moody's: P-1 S&P: A-1 Fitch: NR Tr Date: 3/2/26 St Date: 3/3/26	29101BEB4	6,950,358.33 0.00	6,949,776.36 20,863.89	(581.97)	99.570	0.68%
70,000,000.000	U.S. TREASURY BILL Mat: 5/12/26 Cpn: 0.00% Moody's: Aa1 S&P: AA+u Fitch: AA+ Tr Date: 3/18/26 St Date: 3/19/26	912797TR8	69,619,637.50 0.00	69,619,451.30 91,568.75	(186.20)	99.577	6.78%
6,900,000.000	TORONTO-DOMINION NY YCD Mat: 8/17/26 Cpn: 3.75% Moody's: P-1 S&P: A-1 Fitch: F1+ Tr Date: 2/19/26 St Date: 2/20/26	89115DV94	6,900,000.00 0.00	6,898,283.71 28,750.00	(1,716.29)	99.975	0.67%
7,000,000.000	MUFG BANK LTD YCD Mat: 8/21/26 Cpn: 3.78% Moody's: P-1 S&P: A-1 Fitch: F1 Tr Date: 2/24/26 St Date: 2/25/26	55381BSP4	7,000,000.00 0.00	6,999,076.04 25,725.00	(923.97)	99.987	0.68%
4,800,000.000	TOYOTA MOTOR CREDIT CP Mat: 8/25/26 Cpn: 0.00% Moody's: P-1 S&P: A-1+ Fitch: F1 Tr Date: 2/18/26 St Date: 2/19/26	89233HHR8	4,706,250.67 0.00	4,702,781.47 20,554.67	(3,469.20)	98.392	0.46%
3,500,000.000	BANCO SANTANDER YCD Mat: 9/2/26 Cpn: 3.87% Moody's: P-1 S&P: A-1 Fitch: F1 Tr Date: 3/5/26 St Date: 3/6/26	05973RKQ4	3,500,000.00 0.00	3,500,727.04 9,782.50	727.04	100.021	0.34%
7,000,000.000	BANK OF NOVA SCOTIA YCD Mat: 9/9/26 Cpn: 3.90% Moody's: P-1 S&P: A-1 Fitch: F1+ Tr Date: 3/12/26 St Date: 3/13/26	06418NNU2	7,000,000.00 0.00	7,002,220.37 14,408.33	2,220.37	100.032	0.68%
7,000,000.000	ROYAL BANK OF CANADA YCD FRN SOFRRATE Mat: 12/7/26 Cpn: 3.93% Moody's: P-1 S&P: A-1+ Fitch: F1+ Tr Date: 3/11/26 St Date: 3/12/26	78015J2D8	7,000,000.00 0.00	6,998,453.00 15,320.28	(1,547.00)	99.978	0.68%
7,000,000.000	BANK OF MONTREAL CHICAGO YCD Mat: 2/11/27 Cpn: 3.74% Moody's: P-1 S&P: A-1 Fitch: F1+ Tr Date: 2/12/26 St Date: 2/13/26	06367DUA1	7,000,000.00 0.00	6,984,002.11 34,179.44	(15,997.89)	99.772	0.68%
Total for Money Markets			424,356,054.05 2,167.50	424,334,978.33 981,213.53	(21,075.72)		41.35%

Treasuries



CALOPTIMA - OPERATING FUND

Portfolio 2480

Portfolio Positions

as of March 31, 2026

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
17,910,000.000	U.S. TREASURY NOTE Mat: 7/31/27 Cpn: 3.88% Moody's: Aa1 S&P: AA+u Fitch: AA+ Tr Date: 8/20/25 St Date: 8/21/25	91282CNP2	17,951,976.56 39,603.98	17,920,144.40 115,029.70	(31,832.16)	100.057	1.75%
11,090,000.000	U.S. TREASURY NOTE Mat: 11/30/27 Cpn: 3.38% Moody's: Aa1 S&P: AA+u Fitch: AA+ Tr Date: 12/9/25 St Date: 12/10/25	91282CPL9	11,043,119.08 10,282.63	11,009,640.86 125,448.01	(33,478.22)	99.275	1.08%
20,000,000.000	U.S. TREASURY NOTE Mat: 2/29/28 Cpn: 3.38% Moody's: Aa1 S&P: AA+u Fitch: AA+ Tr Date: 3/10/26 St Date: 3/11/26	91282CQB0	19,921,875.00 20,176.63	19,845,312.60 58,695.65	(76,562.40)	99.227	1.94%
9,000,000.000	U.S. TREASURY NOTE Mat: 8/15/28 Cpn: 3.63% Moody's: Aa1 S&P: AA+u Fitch: AA+ Tr Date: 8/21/25 St Date: 8/22/25	91282CNU1	8,970,468.75 6,205.84	8,962,734.42 40,555.94	(7,734.33)	99.586	0.88%
25,000,000.000	U.S. TREASURY NOTE Mat: 10/15/28 Cpn: 3.50% Moody's: Aa1 S&P: AA+u Fitch: AA+ Tr Date: 10/27/25 St Date: 10/28/25	91282CPC9	24,958,593.75 52,884.62	24,809,570.25 403,846.15	(149,023.50)	99.238	2.45%
21,000,000.000	U.S. TREASURY NOTE Mat: 12/15/28 Cpn: 3.50% Moody's: Aa1 S&P: AA+u Fitch: AA+ Tr Date: 1/12/26 St Date: 1/14/26	91282CPP0	20,942,578.13 60,576.92	20,829,375.00 216,057.69	(113,203.13)	99.188	2.05%
10,000,000.000	U.S. TREASURY NOTE Mat: 1/15/29 Cpn: 3.50% Moody's: Aa1 S&P: AA+u Fitch: AA+ Tr Date: 1/15/26 St Date: 1/20/26	91282CPT2	9,973,437.50 4,834.25	9,916,015.60 73,480.66	(57,421.90)	99.160	0.97%
68,200,000.000	U.S. TREASURY NOTE Mat: 2/15/29 Cpn: 3.50% Moody's: Aa1 S&P: AA+u Fitch: AA+ Tr Date: 2/11/26 St Date: 2/17/26	91282CQA2	68,067,656.25 55,729.28	67,616,570.14 296,726.52	(451,086.11)	99.145	6.60%
Total for Treasuries			181,829,705.02 250,294.15	180,909,363.28 1,329,840.32	(920,341.75)		17.72%

Agencies

5,000,000.000	FFCB C 11/24/2026 A Mat: 11/24/28 Cpn: 3.87% Moody's: Aa1 S&P: AA+ Fitch: AA+ Tr Date: 2/12/26 St Date: 2/13/26	3133ETZ34	5,000,000.00 42,462.50	4,977,313.68 68,262.50	(22,686.32)	99.546	0.49%
---------------	--	-----------	---------------------------	---------------------------	-------------	--------	-------



CALOPTIMA - OPERATING FUND

Portfolio 2480

Portfolio Positions

as of March 31, 2026

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
8,000,000.000	FHLMC C 7/16/2026 Q Mat: 1/16/29 Cpn: 3.92% Moody's: Aa1 S&P: AA+ Fitch: AA+ Tr Date: 1/15/26 St Date: 1/16/26	3134HCPB9	8,000,000.00 0.00	7,926,667.67 65,333.33	(73,332.33)	99.083	0.78%
5,500,000.000	FHLMC C 5/12/2026 M Mat: 2/12/29 Cpn: 3.95% Moody's: Aa1 S&P: AA+ Fitch: AA+ Tr Date: 2/5/26 St Date: 2/12/26	3134HCSY6	5,500,000.00 0.00	5,461,658.66 29,570.14	(38,341.34)	99.303	0.53%
7,000,000.000	FHLMC C 9/9/2026 M Mat: 3/9/29 Cpn: 4.00% Moody's: Aa1 S&P: AA+ Fitch: AA+ Tr Date: 3/3/26 St Date: 3/9/26	3134HCXT1	7,000,000.00 0.00	6,967,747.89 17,111.11	(32,252.11)	99.539	0.68%
5,000,000.000	FNMA C 6/30/2026 Q Mat: 3/30/29 Cpn: 4.50% Moody's: Aa1 S&P: AA+ Fitch: AA+ Tr Date: 3/25/26 St Date: 3/30/26	3136GCYD1	5,000,000.00 0.00	4,994,374.54 625.00	(5,625.47)	99.888	0.49%
Total for Agencies			30,500,000.00 42,462.50	30,327,762.44 180,902.08	(172,237.56)		2.97%
Taxable Muni							
2,105,000.000	CA LOS ANGELES WASTEWATER REV TXB Mat: 6/1/26 Cpn: 4.45% Moody's: S&P: AA- Fitch: AA Tr Date: 4/24/25 St Date: 5/8/25	53945CLJ7	2,105,000.00 0.00	2,107,034.14 31,245.22	2,034.14	100.097	0.21%
8,000,000.000	CA LOS ANGELES USD GO/ULT-SUSTAIN TXB Mat: 7/1/26 Cpn: 4.43% Moody's: Aa2 S&P: Fitch: AAA Tr Date: 4/24/25 St Date: 5/13/25	544647KW9	8,000,000.00 0.00	8,009,719.85 88,640.00	9,719.85	100.122	0.79%
Total for Taxable Muni			10,105,000.00 0.00	10,116,753.99 119,885.22	11,753.99		1.00%
Credit							
4,175,000.000	BMW US CAPITAL 144A Mat: 4/2/26 Cpn: 5.05% Moody's: A2 S&P: A Fitch: Tr Date: 3/25/24 St Date: 4/2/24	05565ECG8	4,173,204.75 0.00	4,175,000.00 104,833.09	1,795.25	100.000	0.42%
1,000,000.000	NORTHWESTERN MUTUAL GLBL 144A Mat: 4/6/26 Cpn: 4.70% Moody's: Aa1 S&P: AA+ Fitch: AAA Tr Date: 4/9/24 St Date: 4/11/24	66815L2L2	989,650.00 652.78	1,000,000.00 22,847.22	10,350.00	100.000	0.10%



CALOPTIMA - OPERATING FUND

Portfolio 2480

Portfolio Positions

as of March 31, 2026

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased	Accrued	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
6,400,000.000	TRUIST BANK Mat: 5/15/26 Cpn: 3.30% Moody's: A3 S&P: A- Fitch: A- Tr Date: 4/16/24 St Date: 4/18/24	86787GAJ1	6,102,076.00	92,280.83	6,390,848.00	288,772.00	99.857	0.63%
3,000,000.000	MET TOWER GLOBAL FUNDING 144A Mat: 6/20/26 Cpn: 5.40% Moody's: Aa3 S&P: AA- Fitch: AA- Tr Date: 4/16/24 St Date: 4/18/24	58989V2F0	2,994,540.00	53,100.00	3,008,580.00	14,040.00	100.286	0.30%
3,700,000.000	MERCEDES-BENZ FRN 144A SOFRRATE Mat: 7/31/26 Cpn: 4.51% Moody's: A2 S&P: A Fitch: Tr Date: 7/29/24 St Date: 8/1/24	58769JAV9	3,700,000.00	0.00	3,703,189.40	3,189.40	100.086	0.36%
5,000,000.000	PRINCIPAL LIFE GLB FND II 144A Mat: 8/16/26 Cpn: 1.25% Moody's: A1 S&P: A+ Fitch: Tr Date: 4/8/24 St Date: 4/10/24	74256LEP0	4,537,800.00	9,375.00	4,945,850.00	408,050.00	98.917	0.48%
6,400,000.000	BANK OF AMERICA Mat: 8/18/26 Cpn: 5.53% Moody's: Aa2 S&P: A+ Fitch: AA Tr Date: 4/16/24 St Date: 4/18/24	06428CAA2	6,416,960.00	58,944.00	6,435,456.00	18,496.00	100.554	0.63%
2,820,000.000	NEW YORK LIFE GLOBAL 144A Mat: 9/18/26 Cpn: 5.45% Moody's: Aa1 S&P: AA+ Fitch: AAA Tr Date: 9/12/23 St Date: 9/19/23	64953BBF4	2,819,464.20	0.00	2,838,301.80	18,837.60	100.649	0.28%
1,175,000.000	ATHENE GLOBAL FUNDING 144A Mat: 1/7/27 Cpn: 4.95% Moody's: A1 S&P: A+ Fitch: A+ Tr Date: 1/2/25 St Date: 1/7/25	04685A4E8	1,175,000.00	0.00	1,178,325.25	3,325.25	100.283	0.12%
2,450,000.000	MERCEDES-BENZ 144A Mat: 1/11/27 Cpn: 4.80% Moody's: A2 S&P: A Fitch: Tr Date: 1/8/24 St Date: 1/11/24	58769JAQ0	2,447,501.00	0.00	2,459,849.00	12,348.00	100.402	0.24%
1,085,000.000	PROTECTIVE LIFE (REGS) Mat: 1/12/27 Cpn: 4.99% Moody's: A1 S&P: AA- Fitch: AA- Tr Date: 1/9/24 St Date: 1/12/24	74368CBX1	1,085,000.00	0.00	1,091,195.35	6,195.35	100.571	0.11%
435,000.000	DAIMLER TRUCKS FIN 144A Mat: 1/15/27 Cpn: 5.00% Moody's: A3 S&P: A- Fitch: Tr Date: 1/10/24 St Date: 1/18/24	233853AV2	434,273.55	0.00	437,005.35	2,731.80	100.461	0.04%



CALOPTIMA - OPERATING FUND

Portfolio 2480

Portfolio Positions

as of March 31, 2026

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
805,000.000	PRINCIPAL LIFE GLB FND II 144A Mat: 1/16/27 Cpn: 5.00% Moody's: A1 S&P: A+ Fitch: Tr Date: 1/8/24 St Date: 1/16/24	74256LEX3	804,686.05 0.00	809,411.40 8,385.42	4,725.35	100.548	0.08%
1,995,000.000	PACIFIC LIFE GF II FRN SOFRRATE 144A Mat: 2/4/27 Cpn: 4.16% Moody's: Aa3 S&P: AA- Fitch: AA- Tr Date: 2/6/25 St Date: 2/11/25	6944PL3G2	1,995,000.00 0.00	1,994,742.65 12,922.26	(257.36)	99.987	0.20%
1,530,000.000	MARS 144A Mat: 3/1/27 Cpn: 4.45% Moody's: A2 S&P: A Fitch: Tr Date: 3/5/25 St Date: 3/12/25	571676AW5	1,528,623.00 0.00	1,535,140.80 5,673.75	6,517.80	100.336	0.15%
4,585,000.000	HYUNDAI CAPITAL FRN SOFRRATE 144A Mat: 3/19/27 Cpn: 4.70% Moody's: A3 S&P: A- Fitch: A- Tr Date: 3/14/24 St Date: 3/19/24	44891ACZ8	4,585,000.00 0.00	4,600,790.74 7,189.91	15,790.74	100.344	0.45%
4,000,000.000	MASSMUTUAL GLOBAL FRN 144A SOFRRATE Mat: 4/9/27 Cpn: 4.41% Moody's: Aa3 S&P: AA+ Fitch: AA+ Tr Date: 4/2/24 St Date: 4/9/24	57629TBS5	4,000,000.00 0.00	4,013,540.00 40,209.89	13,540.00	100.339	0.39%
10,000,000.000	PUBLIC STORAGE FRN SOFRRATE Mat: 4/16/27 Cpn: 4.37% Moody's: A2 S&P: A Fitch: Tr Date: 4/9/24 St Date: 4/16/24	74464AAA9	10,000,000.00 0.00	10,017,150.00 91,138.02	17,150.00	100.172	0.98%
6,155,000.000	BNY MELLON Mat: 4/20/27 Cpn: 4.59% Moody's: Aa2 S&P: AA- Fitch: AA Tr Date: 4/14/25 St Date: 4/22/25	06405LAF8	6,155,000.00 0.00	6,155,492.40 126,264.18	492.40	100.008	0.61%
6,305,000.000	CATERPILLAR FINANCIAL FRN SOFRRATE Mat: 5/14/27 Cpn: 4.21% Moody's: A2 S&P: A Fitch: A+ Tr Date: 5/7/24 St Date: 5/14/24	14913UAM2	6,305,000.00 0.00	6,313,827.00 31,677.77	8,827.00	100.140	0.62%
1,160,000.000	DTE ELECTRIC Mat: 5/14/27 Cpn: 4.25% Moody's: Aa3 S&P: A Fitch: A+ Tr Date: 5/5/25 St Date: 5/14/25	23338VAW6	1,159,048.80 0.00	1,161,798.00 18,761.39	2,749.20	100.155	0.11%
4,815,000.000	TRUIST BANK Mat: 5/20/27 Cpn: 4.67% Moody's: A3 S&P: A Fitch: A Tr Date: 5/15/25 St Date: 5/20/25	89788JAE9	4,815,000.00 0.00	4,814,855.55 81,841.76	(144.45)	99.997	0.48%



CALOPTIMA - OPERATING FUND

Portfolio 2480

Portfolio Positions

as of March 31, 2026

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
5,580,000.000	AMERICAN EXPRESS FRN SOFRINDX Mat: 7/28/27 Cpn: 4.65% Moody's: A2 S&P: A- Fitch: A Tr Date: 7/25/23 St Date: 7/28/23	025816DJ5	5,580,000.00 0.00	5,581,620.01 45,368.84	1,620.01	100.029	0.55%
2,115,000.000	BMW USA CAPITAL 144A Mat: 8/11/27 Cpn: 4.15% Moody's: A2 S&P: A Fitch: Tr Date: 8/6/25 St Date: 8/11/25	05565EDA0	2,113,202.25 0.00	2,110,325.85 12,190.63	(2,876.40)	99.779	0.21%
2,820,000.000	EQUITABLE AMERICA GLOBAL FRN 144A SOFRR Mat: 9/15/27 Cpn: 4.37% Moody's: A1 S&P: A+ Fitch: Tr Date: 9/8/25 St Date: 9/15/25	29446Q2D4	2,820,000.00 0.00	2,825,380.56 5,483.03	5,380.56	100.191	0.28%
2,975,000.000	MERCK & CO Mat: 9/15/27 Cpn: 3.85% Moody's: Aa3 S&P: A+ Fitch: Tr Date: 9/2/25 St Date: 9/9/25	58933YBP9	2,972,173.75 0.00	2,971,787.00 5,090.56	(386.75)	99.892	0.29%
5,335,000.000	NATL RURAL UTILITIES FRN SOFRRATE Mat: 9/16/27 Cpn: 4.49% Moody's: A2 S&P: A- Fitch: A Tr Date: 9/9/24 St Date: 9/16/24	63743HFU1	5,335,000.00 0.00	5,353,000.29 10,634.35	18,000.29	100.337	0.52%
4,170,000.000	MORGAN STANLEY FRN SOFRRATE Mat: 10/15/27 Cpn: 4.36% Moody's: Aa3 S&P: A+ Fitch: AA- Tr Date: 10/16/24 St Date: 10/18/24	61690U8F0	4,170,000.00 0.00	4,169,658.62 38,378.25	(341.38)	99.992	0.41%
4,220,000.000	US BANK CINCINNATI FRN SOFRRATE Mat: 10/22/27 Cpn: 4.37% Moody's: A2 S&P: A+ Fitch: A+ Tr Date: 10/17/24 St Date: 10/22/24	90331HPQ0	4,220,000.00 0.00	4,222,266.14 35,308.09	2,266.14	100.054	0.41%
1,810,000.000	MARSH & MCLENNAN FRN SOFRINDX Mat: 11/8/27 Cpn: 4.38% Moody's: A3 S&P: A- Fitch: A- Tr Date: 10/30/24 St Date: 11/8/24	571748BZ4	1,810,000.00 0.00	1,814,244.45 11,242.32	4,244.45	100.235	0.18%
4,615,000.000	AMPHENOL Mat: 11/15/27 Cpn: 3.80% Moody's: A3 S&P: A- Fitch: Tr Date: 10/27/25 St Date: 11/10/25	032095AW1	4,611,861.80 0.00	4,589,940.55 68,686.58	(21,921.25)	99.457	0.45%
4,400,000.000	CATERPILLAR FINL FRN SOFRRATE Mat: 11/15/27 Cpn: 4.25% Moody's: A2 S&P: A Fitch: A+ Tr Date: 11/12/24 St Date: 11/15/24	14913UAT7	4,400,000.00 0.00	4,405,227.20 23,355.88	5,227.20	100.119	0.43%



CALOPTIMA - OPERATING FUND

Portfolio 2480

Portfolio Positions

as of March 31, 2026

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased Accrued	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
2,065,000.000	PFIZER Mat: 11/15/27 Cpn: 3.88% Moody's: A2 S&P: A Fitch: Tr Date: 11/18/25 St Date: 11/21/25	717081FJ7	2,064,772.85 0.00	2,061,365.60 28,895.66	(3,407.25)	99.824	0.20%
1,185,000.000	CONSOLIDATED EDISON FRN SOFRRATE Mat: 11/18/27 Cpn: 4.21% Moody's: A3 S&P: A- Fitch: A- Tr Date: 11/14/24 St Date: 11/18/24	209111GL1	1,185,000.00 0.00	1,184,345.88 5,815.83	(654.12)	99.945	0.12%
805,000.000	COREBRIDGE GLOB FUNDING Mat: 1/7/28 Cpn: 4.90% Moody's: A2 S&P: A+ Fitch: Tr Date: 1/6/25 St Date: 1/9/25	00138CBD9	805,000.00 0.00	810,063.45 9,203.83	5,063.45	100.629	0.08%
2,145,000.000	TOYOTA MOTOR CREDIT Mat: 1/12/28 Cpn: 3.75% Moody's: A1 S&P: A+ Fitch: A+ Tr Date: 1/7/26 St Date: 1/12/26	89236TPF6	2,143,198.20 0.00	2,131,207.65 17,651.56	(11,990.55)	99.357	0.21%
3,355,000.000	DAIMLER TRUCK FRN 144A SOFRRATE Mat: 1/13/28 Cpn: 4.51% Moody's: A3 S&P: A- Fitch: Tr Date: 1/7/25 St Date: 1/13/25	233853BB5	3,355,000.00 0.00	3,357,788.01 32,810.23	2,788.01	100.083	0.33%
1,985,000.000	MORGAN STANLEY FRN SOFRRATE Mat: 1/14/28 Cpn: 4.75% Moody's: Aa3 S&P: A+ Fitch: AA- Tr Date: 1/16/24 St Date: 1/18/24	61690U7Z7	1,985,000.00 0.00	1,992,764.14 20,186.69	7,764.14	100.391	0.20%
2,300,000.000	JPMORGAN CHASE FRN SOFRRATE Mat: 1/23/28 Cpn: 4.88% Moody's: A1 S&P: A Fitch: AA- Tr Date: 1/16/24 St Date: 1/23/24	46647PDZ6	2,300,000.00 0.00	2,309,791.10 21,181.50	9,791.10	100.426	0.23%
3,225,000.000	ABBVIE Mat: 3/3/28 Cpn: 3.78% Moody's: A2 S&P: A- Fitch: Tr Date: 2/24/26 St Date: 3/4/26	00287YED7	3,223,903.50 0.00	3,203,295.75 9,130.78	(20,607.75)	99.327	0.31%
1,820,000.000	EATON Mat: 3/6/28 Cpn: 3.85% Moody's: A3 S&P: A- Fitch: Tr Date: 3/4/26 St Date: 3/6/26	278058DV1	1,818,653.20 0.00	1,807,551.20 4,865.97	(11,102.00)	99.316	0.18%
3,510,000.000	AMAZON.COM Mat: 3/13/28 Cpn: 3.85% Moody's: A1 S&P: AA Fitch: AA- Tr Date: 3/10/26 St Date: 3/13/26	023135DB9	3,507,858.90 0.00	3,496,065.30 6,756.75	(11,793.60)	99.603	0.34%



CALOPTIMA - OPERATING FUND

Portfolio 2480

Portfolio Positions

as of March 31, 2026

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
1,060,000.000	MASTERCARD FRN SOFRRATE Mat: 3/15/28 Cpn: 4.10% Moody's: Aa3 S&P: A+ Fitch: Tr Date: 2/18/25 St Date: 2/27/25	57636QBE3	1,060,000.00 0.00	1,059,080.98 1,933.71	(919.02)	99.913	0.10%
3,535,000.000	HONEYWELL AEROSPACE 144A Mat: 3/16/28 Cpn: 3.90% Moody's: A3 S&P: BBB+ Fitch: A- Tr Date: 3/10/26 St Date: 3/16/26	43849RAA3	3,532,454.80 0.00	3,510,467.10 5,744.38	(21,987.70)	99.306	0.34%
3,755,000.000	HUNTINGTON NATL BANK FRN SOFRRATE Mat: 4/12/28 Cpn: 4.39% Moody's: A3 S&P: A- Fitch: A- Tr Date: 2/19/25 St Date: 2/26/25	44644MAL5	3,755,000.00 0.00	3,757,080.27 36,204.00	2,080.27	100.055	0.37%
6,370,000.000	MORGAN STANLEY FRN SOFRRATE Mat: 4/13/28 Cpn: 4.69% Moody's: A1 S&P: A- Fitch: A+ Tr Date: 4/17/24 St Date: 4/19/24	61747YFN0	6,370,000.00 0.00	6,393,823.80 64,792.12	23,823.80	100.374	0.63%
4,435,000.000	JPMORGAN CHASE FRN SOFRRATE Mat: 4/22/28 Cpn: 4.60% Moody's: A1 S&P: A Fitch: AA- Tr Date: 4/15/24 St Date: 4/22/24	46647PEF9	4,435,000.00 0.00	4,446,485.41 39,062.06	11,485.41	100.259	0.44%
6,410,000.000	WELLS FARGO FRN SOFRRATE Mat: 4/22/28 Cpn: 4.75% Moody's: A1 S&P: BBB+ Fitch: A+ Tr Date: 4/15/24 St Date: 4/22/24	95000U3M3	6,410,000.00 0.00	6,434,370.82 58,300.10	24,370.82	100.380	0.63%
5,915,000.000	GOLDMAN SACHS FRN SOFRRATE Mat: 4/23/28 Cpn: 4.97% Moody's: A2 S&P: BBB+ Fitch: A Tr Date: 4/15/25 St Date: 4/23/25	38141GC85	5,915,000.00 0.00	5,951,128.82 55,478.83	36,128.82	100.611	0.58%
4,770,000.000	CITIGROUP FRN SOFRRATE Mat: 5/7/28 Cpn: 4.83% Moody's: A3 S&P: BBB+ Fitch: A Tr Date: 5/1/25 St Date: 5/7/25	172967PY1	4,770,000.00 0.00	4,791,488.85 32,625.46	21,488.85	100.451	0.47%
4,780,000.000	US BANK CINCINNATI FRN SOFRRATE Mat: 5/15/28 Cpn: 4.60% Moody's: A2 S&P: A+ Fitch: A+ Tr Date: 5/12/25 St Date: 5/15/25	90331HPT4	4,780,000.00 0.00	4,799,397.24 26,243.59	19,397.24	100.406	0.47%
4,420,000.000	BANK OF NY MELLON FRN SOFRINDX Mat: 6/9/28 Cpn: 4.34% Moody's: Aa3 S&P: A Fitch: AA- Tr Date: 6/3/25 St Date: 6/10/25	06406RCD7	4,420,000.00 0.00	4,429,140.56 12,268.88	9,140.56	100.207	0.43%



CALOPTIMA - OPERATING FUND

Portfolio 2480

Portfolio Positions

as of March 31, 2026

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
1,180,000.000	PNC BANK FRN SOFRRATE Mat: 7/21/28 Cpn: 4.41% Moody's: A2 S&P: A Fitch: A+ Tr Date: 7/17/25 St Date: 7/21/25	69353RGA0	1,180,000.00 0.00	1,182,112.20 10,107.16	2,112.20	100.179	0.12%
3,180,000.000	TRUIST BANK FRN SOFRRATE Mat: 7/24/28 Cpn: 4.45% Moody's: A3 S&P: A Fitch: A Tr Date: 7/21/25 St Date: 7/24/25	89788JAG4	3,180,000.00 0.00	3,182,655.30 25,526.72	2,655.30	100.084	0.31%
2,410,000.000	AMERICAN EXPRESS FRN SOFRRATE Mat: 7/26/28 Cpn: 4.61% Moody's: A2 S&P: A- Fitch: A Tr Date: 7/22/24 St Date: 7/26/24	025816DX4	2,410,000.00 0.00	2,414,877.84 20,042.79	4,877.84	100.202	0.24%
4,920,000.000	CHVERON FRN SOFRRATE Mat: 8/13/28 Cpn: 4.26% Moody's: Aa2 S&P: AA- Fitch: Tr Date: 8/11/25 St Date: 8/13/25	166756BM7	4,920,000.00 0.00	4,931,768.64 27,338.39	11,768.64	100.239	0.48%
2,860,000.000	PRINCIPAL LFE GLB FND II 144A Mat: 8/18/28 Cpn: 4.25% Moody's: A1 S&P: A+ Fitch: Tr Date: 8/11/25 St Date: 8/18/25	7425APAD7	2,858,484.20 0.00	2,842,639.80 14,518.47	(15,844.40)	99.393	0.28%
4,190,000.000	JPMORGAN CHASE FRN SOFRRATE Mat: 10/22/28 Cpn: 4.54% Moody's: A1 S&P: A Fitch: AA- Tr Date: 10/15/24 St Date: 10/22/24	46647PEN2	4,190,000.00 0.00	4,199,255.71 36,422.33	9,255.71	100.221	0.41%
625,000.000	DAIMLER TRUCK FIN 144A Mat: 1/12/29 Cpn: 4.15% Moody's: A3 S&P: A- Fitch: Tr Date: 1/7/26 St Date: 1/12/26	233853BK5	624,268.75 0.00	616,662.50 5,691.84	(7,606.25)	98.666	0.06%
2,215,000.000	GOLDMAN SACHS Mat: 1/21/29 Cpn: 4.15% Moody's: A2 S&P: BBB+ Fitch: A Tr Date: 1/15/26 St Date: 1/21/26	38145GAP5	2,215,000.00 0.00	2,200,779.70 17,865.21	(14,220.30)	99.358	0.22%
4,300,000.000	BANK OF AMERICA FRN SOFRRATE Mat: 1/24/29 Cpn: 4.51% Moody's: A1 S&P: A- Fitch: AA- Tr Date: 1/17/25 St Date: 1/24/25	06051GMN6	4,300,000.00 0.00	4,300,907.67 34,984.60	907.67	100.021	0.42%
1,140,000.000	TRUIST BANK Mat: 1/27/29 Cpn: 4.14% Moody's: A3 S&P: A Fitch: A Tr Date: 1/22/26 St Date: 1/27/26	89788JAJ8	1,140,000.00 0.00	1,134,744.60 8,398.51	(5,255.40)	99.539	0.11%



CALOPTIMA - OPERATING FUND

Portfolio 2480

Portfolio Positions

as of March 31, 2026

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
3,490,000.000	ABBOTT LABORATORIES Mat: 3/9/29 Cpn: 3.70% Moody's: Aa3 S&P: A+ Fitch: Tr Date: 2/23/26 St Date: 3/9/26	002824BR0	3,485,567.70 0.00	3,448,608.60 7,891.28	(36,959.10)	98.814	0.34%
840,000.000	BAKER HUGHES LLC/CO-OBL Mat: 3/11/29 Cpn: 4.05% Moody's: A3 S&P: A Fitch: Tr Date: 3/5/26 St Date: 3/11/26	05724BAL3	839,647.20 0.00	835,245.60 1,890.00	(4,401.60)	99.434	0.08%
3,515,000.000	AMAZON.COM Mat: 3/13/29 Cpn: 4.00% Moody's: A1 S&P: AA Fitch: AA- Tr Date: 3/10/26 St Date: 3/13/26	023135DC7	3,514,613.35 0.00	3,497,319.55 7,030.00	(17,293.80)	99.497	0.34%
2,755,000.000	SANTANDER HOLDINGS FRN SOFRRATE Mat: 3/20/29 Cpn: 5.27% Moody's: Baa2 S&P: BBB+ Fitch: A- Tr Date: 3/17/25 St Date: 3/20/25	80282KBP0	2,755,000.00 0.00	2,777,235.61 4,843.48	22,235.61	100.807	0.27%
1,815,000.000	MORGAN STANLEY FRN SOFRRATE Mat: 4/12/29 Cpn: 5.05% Moody's: A1 S&P: A- Fitch: A+ Tr Date: 4/14/25 St Date: 4/17/25	61747YFW0	1,815,000.00 0.00	1,835,712.78 20,131.66	20,712.78	101.141	0.18%
5,670,000.000	WELLS FARGO FRN SOFRRATE Mat: 4/23/29 Cpn: 5.05% Moody's: A1 S&P: BBB+ Fitch: A+ Tr Date: 4/15/25 St Date: 4/23/25	95000U3U5	5,670,000.00 0.00	5,730,062.31 54,037.68	60,062.31	101.059	0.56%
3,410,000.000	BANK OF AMERICA FRN SOFRRATE Mat: 5/9/29 Cpn: 4.80% Moody's: A1 S&P: A- Fitch: AA- Tr Date: 5/6/25 St Date: 5/9/25	06051GMU0	3,410,000.00 0.00	3,430,913.53 23,167.84	20,913.53	100.613	0.34%
4,880,000.000	AMERICAN EXPRESS Mat: 7/20/29 Cpn: 4.49% Moody's: A2 S&P: A- Fitch: A Tr Date: 7/21/25 St Date: 7/25/25	025816EL9	4,880,000.00 0.00	4,879,204.56 43,166.18	(795.44)	99.984	0.48%
2,215,000.000	WELLS FARGO FRN SOFRRATE Mat: 9/15/29 Cpn: 4.54% Moody's: A1 S&P: BBB+ Fitch: A+ Tr Date: 9/8/25 St Date: 9/15/25	95000U3Z4	2,215,000.00 0.00	2,205,435.63 4,474.06	(9,564.37)	99.568	0.21%
Total for Credit			239,693,487.80	240,696,643.41	1,003,155.61		23.59%
			214,352.61	1,929,492.21			

Mortgage-Backed



CALOPTIMA - OPERATING FUND

Portfolio 2480

Portfolio Positions

as of March 31, 2026

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased	Accrued	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
1,088,724.293	FHMS KI07 A SOFRFRN Mat: 9/25/26 Cpn: 3.84% Moody's: Aa1 S&P: AA+u Fitch: AA+ Tr Date: 10/20/21 St Date: 11/2/21	3137H3KA9	1,088,724.29	0.00	1,085,717.24 812.68	(3,007.06)	99.724	0.11%
Total for Mortgage-Backed			1,088,724.29	0.00	1,085,717.24 812.68	(3,007.06)		0.11%
Asset-Backed								
393,551.930	EFF 2024-2 A2 FLEET 144A Mat: 12/20/26 Cpn: 5.74% Moody's: S&P: AAA Fitch: AAA Tr Date: 4/23/24 St Date: 4/30/24	29375RAB2	393,526.39	0.00	394,105.66 690.25	579.27	100.141	0.04%
1,660,923.378	HALST 2024-C A2B LEASE 144A Mat: 3/15/27 Cpn: 4.17% Moody's: S&P: AAA Fitch: AAA Tr Date: 8/20/24 St Date: 8/28/24	448984AC8	1,660,923.38	0.00	1,661,456.53 3,079.89	533.16	100.032	0.16%
904,724.696	HALST 2024-A A3 LEASE 144A Mat: 3/15/27 Cpn: 5.02% Moody's: S&P: AAA Fitch: AAA Tr Date: 3/4/25 St Date: 3/5/25	448988AD7	909,071.62	2,523.18	905,196.06 2,018.54	(3,875.56)	100.052	0.09%
1,026,398.870	EFF 2024-3 A2 FLEET 144A Mat: 4/20/27 Cpn: 5.31% Moody's: S&P: AAA Fitch: AAA Tr Date: 4/1/25 St Date: 4/2/25	29375QAB4	1,031,570.96	1,816.73	1,028,758.56 1,665.33	(2,812.40)	100.230	0.10%
1,033,567.385	TLOT 2024-A A3 LEASE 144A Mat: 4/20/27 Cpn: 5.25% Moody's: S&P: AAA Fitch: AAA Tr Date: 3/4/25 St Date: 3/5/25	89238GAD3	1,038,804.96	2,809.03	1,034,433.51 1,658.01	(4,371.44)	100.084	0.10%
342,109.856	TAOT 2022-A A4 CAR Mat: 5/17/27 Cpn: 1.54% Moody's: Aaa S&P: Fitch: AAA Tr Date: 4/1/25 St Date: 4/2/25	89239KAD3	335,788.84	248.79	341,777.33 234.16	5,988.48	99.903	0.03%
4,505,326.345	GMALT 2025-1 A2A LEASE Mat: 5/20/27 Cpn: 4.54% Moody's: S&P: AAA Fitch: AAA Tr Date: 7/9/25 St Date: 7/10/25	36271VAB3	4,508,142.17	11,363.43	4,511,386.01 6,249.89	3,243.84	100.135	0.44%
4,786,237.627	GALC 2023-1 A3 EQP 144A Mat: 7/15/27 Cpn: 5.15% Moody's: S&P: AAA Fitch: AAA Tr Date: 4/1/25 St Date: 4/2/25	39154TCC0	4,819,329.98	11,639.87	4,805,152.84 10,955.17	(14,177.14)	100.395	0.47%



CALOPTIMA - OPERATING FUND

Portfolio 2480

Portfolio Positions

as of March 31, 2026

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
409,807.580	JDOT 2024-C A2B EQP Mat: 8/16/27 Cpn: 4.10% Moody's: Aaa S&P: Fitch: AAA Tr Date: 9/10/24 St Date: 9/17/24	477911AC5	409,807.58 0.00	409,921.10 747.17	113.52	100.028	0.04%
703,142.336	WLAKE 2024-3A A2A CAR 144A Mat: 9/15/27 Cpn: 4.82% Moody's: S&P: AAA Fitch: AAA Tr Date: 4/11/25 St Date: 4/14/25	96043CAB6	702,867.67 2,730.15	703,381.40 1,506.29	513.73	100.034	0.07%
3,938,057.505	BMWLT 2025-1 A2A LEASE Mat: 9/27/27 Cpn: 4.43% Moody's: S&P: AAA Fitch: AAA Tr Date: 6/3/25 St Date: 6/10/25	096912AB6	3,937,612.90 0.00	3,943,602.29 2,907.60	5,989.39	100.141	0.38%
329,943.014	CARMX 2023-1 A3 CAR Mat: 10/15/27 Cpn: 4.75% Moody's: S&P: AAA Fitch: AAA Tr Date: 4/1/25 St Date: 4/2/25	14318DAC3	330,355.44 740.08	330,278.24 696.55	(77.21)	100.102	0.03%
2,430,032.376	WOLS 2024-A A3 LEASE Mat: 10/15/27 Cpn: 5.26% Moody's: S&P: AAA Fitch: AAA Tr Date: 7/8/25 St Date: 7/9/25	981946AD8	2,451,390.08 8,521.31	2,438,107.37 5,680.88	(13,282.71)	100.332	0.24%
827,401.656	DLLAA 2025-1A A2 EQP 144A Mat: 10/20/27 Cpn: 4.70% Moody's: Aaa S&P: Fitch: AAA Tr Date: 4/1/25 St Date: 4/2/25	233249AB7	829,211.60 1,296.26	829,452.78 1,188.24	241.19	100.248	0.08%
1,240,622.309	VFET 2025-1A A2 EQP 144A Mat: 11/15/27 Cpn: 4.41% Moody's: Aaa S&P: Fitch: AAA Tr Date: 3/4/25 St Date: 3/12/25	92887TAB7	1,240,563.01 0.00	1,242,411.29 2,431.62	1,848.28	100.144	0.12%
1,686,868.261	GCAR 2025-1A A2 CAR 144A Mat: 12/15/27 Cpn: 4.68% Moody's: S&P: AAA Fitch: Tr Date: 4/9/25 St Date: 4/10/25	36271KAC5	1,684,166.64 5,482.32	1,687,436.74 3,508.69	3,270.10	100.034	0.16%
320,295.230	LADAR 2025-1A A2 CAR 144A Mat: 12/15/27 Cpn: 4.60% Moody's: Aaa S&P: AAA Fitch: Tr Date: 2/4/25 St Date: 2/12/25	505712AB5	320,284.18 0.00	320,356.41 654.83	72.23	100.019	0.03%
1,747,751.215	PILOT 2025-1A A2A LEASE 144A Mat: 12/20/27 Cpn: 4.60% Moody's: S&P: AAA Fitch: AAA Tr Date: 7/8/25 St Date: 7/9/25	73329KAB2	1,749,799.36 4,243.15	1,751,110.39 2,456.56	1,311.03	100.192	0.17%



CALOPTIMA - OPERATING FUND

Portfolio 2480

Portfolio Positions

as of March 31, 2026

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
2,333,875.892	KCOT 2023-2A A3 EQP 144A Mat: 1/18/28 Cpn: 5.28% Moody's: Aaa S&P: Fitch: AAA Tr Date: 7/2/25 St Date: 7/3/25	500945AC4	2,353,203.30 6,161.43	2,348,646.99 5,476.83	(4,556.31)	100.633	0.23%
1,442,436.143	DLLAD 2023-1A A3 EQP 144A Mat: 1/20/28 Cpn: 4.79% Moody's: Aaa S&P: Fitch: AAA Tr Date: 8/26/25 St Date: 8/27/25	233258AC6	1,447,507.20 1,343.47	1,447,164.45 2,111.17	(342.76)	100.328	0.14%
1,520,424.639	VALET 2025-1 A2B CAR Mat: 1/20/28 Cpn: 4.11% Moody's: Aaa S&P: Fitch: AAA Tr Date: 3/18/25 St Date: 3/25/25	92868MAC3	1,520,424.64 0.00	1,521,069.30 2,084.47	644.66	100.042	0.15%
1,917,960.615	BLAST 2025-3 A2 CAR Mat: 2/15/28 Cpn: 4.73% Moody's: S&P: AAA Fitch: Tr Date: 7/23/25 St Date: 7/29/25	107920AB6	1,917,953.71 0.00	1,919,602.39 4,031.98	1,648.68	100.086	0.19%
1,702,136.866	JDOT 2023-B A3 EQP Mat: 3/15/28 Cpn: 5.18% Moody's: Aaa S&P: Fitch: AAA Tr Date: 7/8/25 St Date: 7/9/25	477920AC6	1,709,849.67 5,878.05	1,709,866.27 3,918.70	16.59	100.454	0.17%
7,500,000.000	PFSFC 2024-C A INS 144A Mat: 4/15/28 Cpn: 4.47% Moody's: Aaa S&P: AAA Fitch: Tr Date: 4/9/24 St Date: 4/17/24	69335PFG5	7,500,000.00 0.00	7,501,335.00 14,907.43	1,335.00	100.018	0.73%
5,970,342.194	WLAKE 2025-3A A2 CAR 144A Mat: 4/17/28 Cpn: 4.31% Moody's: S&P: AAA Fitch: Tr Date: 10/3/25 St Date: 10/9/25	96043QAB5	5,969,940.99 0.00	5,973,530.36 11,436.52	3,589.37	100.053	0.58%
5,700,000.000	GMALT 2026-1 A2A LEASE Mat: 4/20/28 Cpn: 3.77% Moody's: S&P: AAA Fitch: AAA Tr Date: 2/3/26 St Date: 2/12/26	36273VAB1	5,699,431.71 0.00	5,685,214.20 6,566.08	(14,217.51)	99.741	0.55%
8,395,266.873	VWALT 2025-B A2A LEASE Mat: 4/20/28 Cpn: 3.97% Moody's: Aaa S&P: AAA Fitch: Tr Date: 9/9/25 St Date: 9/16/25	92868BAB9	8,394,312.33 0.00	8,385,410.83 10,183.93	(8,901.50)	99.883	0.82%
1,000,000.000	PFSFC 2023-B A INS 144A Mat: 5/15/28 Cpn: 5.27% Moody's: Aaa S&P: AAA Fitch: Tr Date: 7/10/25 St Date: 7/11/25	69335PEV3	1,006,132.81 3,806.11	1,001,388.00 2,342.22	(4,744.81)	100.139	0.10%



CALOPTIMA - OPERATING FUND

Portfolio 2480

Portfolio Positions

as of March 31, 2026

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
1,748,083.245	USCAR 2025-1A A2 CAR 144A Mat: 6/15/28 Cpn: 4.51% Moody's: Aaa S&P: Fitch: AAA Tr Date: 6/10/25 St Date: 6/20/25	90367VAB5	1,748,024.68 0.00	1,750,521.82 3,503.94	2,497.14	100.140	0.17%
3,200,000.000	VFET 2025-2A A2 EQP 144A Mat: 6/15/28 Cpn: 3.96% Moody's: Aaa S&P: Fitch: AAA Tr Date: 9/16/25 St Date: 9/24/25	92886CAB5	3,199,960.00 0.00	3,198,540.80 5,632.00	(1,419.20)	99.954	0.31%
2,000,000.000	SFUEL 2025-CA A2 LEASE 144A Mat: 6/20/28 Cpn: 4.06% Moody's: S&P: AAA Fitch: AAA Tr Date: 12/4/25 St Date: 12/10/25	85855EAB2	1,999,838.20 0.00	1,999,090.00 2,481.11	(748.20)	99.955	0.19%
5,042,502.178	TLEVS 2025-A A2A LEASE 144A Mat: 6/20/28 Cpn: 4.14% Moody's: Aaa S&P: Fitch: AAA Tr Date: 9/24/25 St Date: 9/29/25	88162VAB6	5,041,875.90 0.00	5,043,253.51 6,378.77	1,377.61	100.015	0.49%
4,000,000.000	ALLYA 2025-1 A2 CAR Mat: 7/17/28 Cpn: 4.03% Moody's: S&P: AAA Fitch: AAA Tr Date: 10/7/25 St Date: 10/16/25	02008KAB9	3,999,685.20 0.00	3,998,896.00 7,164.44	(789.20)	99.972	0.39%
8,907,852.514	KCOT 2024-1A A3 EQP 144A Mat: 7/17/28 Cpn: 5.19% Moody's: Aaa S&P: Fitch: AAA Tr Date: 8/26/25 St Date: 8/27/25	50117BAC4	9,026,507.89 15,410.58	8,977,520.83 20,547.45	(48,987.06)	100.782	0.87%
1,800,000.000	DLLMT 2026-1A A2 EQP 144A Mat: 7/20/28 Cpn: 4.03% Moody's: Aaa S&P: Fitch: AAA Tr Date: 1/21/26 St Date: 1/28/26	23347JAB8	1,799,939.52 0.00	1,799,114.40 2,216.50	(825.12)	99.951	0.18%
5,800,000.000	VWALT 2026-A A2A CAR Mat: 8/21/28 Cpn: 4.06% Moody's: S&P: AAA Fitch: AAA Tr Date: 3/17/26 St Date: 3/24/26	92868CAB7	5,799,607.92 0.00	5,798,973.40 4,578.78	(634.52)	99.982	0.56%
4,900,000.000	WLAKE 2026-1A A2A CAR 144A Mat: 9/15/28 Cpn: 4.02% Moody's: S&P: AAA Fitch: Tr Date: 1/8/26 St Date: 1/16/26	96043BAB8	4,899,857.41 0.00	4,895,178.40 8,754.67	(4,679.01)	99.902	0.48%
3,500,000.000	EART 2026-2A A2 CAR Mat: 11/15/28 Cpn: 4.31% Moody's: Aaa S&P: AAA Fitch: Tr Date: 3/20/26 St Date: 3/31/26	30166WAB2	3,499,947.50 0.00	3,501,816.50 419.03	1,869.00	100.052	0.34%



CALOPTIMA - OPERATING FUND

Portfolio 2480

Portfolio Positions

as of March 31, 2026

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased	Accrued	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
7,000,000.000	GCAR 2026-1A A2 CAR 144A Mat: 11/15/28 Cpn: 4.04% Moody's: S&P: AAA Fitch: Tr Date: 2/6/26 St Date: 2/17/26	36274AAB6	6,999,827.80	0.00	6,994,841.00 12,568.89	(4,986.80)	99.926	0.68%
5,600,000.000	WLAKE 2026-P1 A2 CAR 144A Mat: 1/16/29 Cpn: 3.84% Moody's: Aaa S&P: AAA Fitch: Tr Date: 2/5/26 St Date: 2/11/26	96043AAB0	5,599,552.00	0.00	5,588,906.40 9,557.33	(10,645.60)	99.802	0.54%
7,535,000.000	GFORT 2025-1A A2 FLOOR 144A Mat: 3/15/29 Cpn: 4.27% Moody's: Aaa S&P: Fitch: AAA Tr Date: 3/18/25 St Date: 3/26/25	361886DX9	7,535,000.00	0.00	7,553,995.74 14,307.22	18,995.74	100.252	0.74%
7,275,000.000	FORDF 2024-1 A2 FLOORPLAN 144A Mat: 4/15/29 Cpn: 4.42% Moody's: Aaa S&P: AAA Fitch: Tr Date: 5/7/24 St Date: 5/10/24	34528QJB1	7,275,000.00	0.00	7,301,859.30 14,298.54	26,859.30	100.369	0.71%
Total for Asset-Backed			134,296,597.14	86,013.94	134,234,060.39 223,797.64	(62,536.76)		13.07%
Grand Total			1,023,973,638.60	595,290.70	1,023,809,349.36 4,765,943.69	(164,289.24)		100.00%



CalOptima Health (OCHA) Stamp - Enhanced Cash

Account #: LP-EC-CALZ

As of 3/31/2026



Portfolio Profile

Security ID	Security Description	Coupon	Maturity Date	Eff. Mat. Date	Rating	Par Value	Amortized Cost (BV)	WAL	Duration	Yield to Worst	% of Market	Market Value
CASH & CASH EQUIVALENTS												
CASH												
USD	US DOLLARS	-				3,689,455	3,689,455.410	-	-	-	.36%	3,689,455.41
CASH TOTALS							3,689,455.410					3,689,455.41
CASH & CASH EQUIVALENTS TOTALS							3,689,455.410					3,689,455.41
FIXED INCOME												
AGENCIES												
313083EC3	Federal Home Loan Banks	3.770	10/29/2026	10/29/2026	AA+	9,875,000	9,875,121.990	.581	.008	3.773	.96%	9,943,914.66
3134HAMW0	Federal Home Loan Mortgage Corp	3.770	9/23/2026	9/23/2026	AA+	20,000,000	20,000,768.450	.483	.007	3.732	1.93%	20,029,113.76
3134HCFJ3	Federal Home Loan Mortgage Corp	3.900	12/3/2027	12/3/2027	AA+	14,500,000	14,500,000.000	1.672	1.172	4.345	1.41%	14,573,927.19
3134HCMD8	Federal Home Loan Mortgage Corp	3.800	1/6/2028	1/6/2028	AA+	15,000,000	14,998,750.050	1.764	.828	3.925	1.46%	15,102,240.93
3135G07M9	Federal National Mortgage Association	3.890	11/5/2027	11/5/2027	AA+	30,000,000	30,000,563.970	1.597	.019	3.794	2.92%	30,264,420.67
3135G1AA9	Federal National Mortgage Association	3.770	11/20/2026	11/20/2026	AA+	7,000,000	7,000,000.000	.639	.006	3.765	.68%	7,033,737.56
AGENCIES TOTALS							96,375,204.460					96,947,354.77
ASSET BACKED												
03236XAB3	Amur Equipment Finance Receivables XI LLC	5.300	6/21/2028	5/20/2026	Aaa	801,336	802,306.010	.067	.064	4.086	.08%	803,178.50
04033DAA2	ARI Fleet Lease Trust 2026-A	3.812	1/15/2027	10/15/2026	AAA	6,090,571	6,090,571.050	.273	.266	4.019	.59%	6,099,038.30
05377RFV1	Avis Budget Rental Car Funding AESOP LLC	6.120	4/20/2027	4/20/2026	Aaa	666,667	668,342.650	.056	.054	4.209	.06%	668,503.61
05377RER1	Avis Budget Rental Car Funding AESOP LLC	1.660	2/20/2028	2/20/2027	Aaa	6,502,000	6,379,771.210	.681	.666	4.421	.62%	6,386,674.82
10807UAB3	Bridgecrest Lending Auto Securitization Trust 2025-4	4.350	6/15/2028	12/15/2026	AAA	5,910,709	5,910,510.690	.379	.368	4.192	.57%	5,925,712.73
14687KAD8	CRVNA 2021-P4 A4	1.640	12/10/2027	9/10/2026	AAA	3,019,279	2,999,546.740	.225	.220	4.002	.29%	3,006,344.23
24703UAC7	Dell Equipment Finance Trust 2025-1	4.680	7/22/2027	12/22/2026	Aaa	3,511,965	3,520,847.320	.314	.305	4.147	.34%	3,521,803.84
233249AB7	DLLAA 2025-1 LLC	4.700	10/20/2027	1/20/2027	Aaa	2,523,575	2,523,525.720	.420	.408	4.159	.24%	2,532,897.16
23347AAE1	DLLMT 2024-1 LLC	4.840	8/21/2028	9/20/2027	Aaa	5,620,000	5,660,642.970	.751	.722	4.111	.55%	5,659,104.46
29374MAB4	Enterprise Fleet Financing 2024-4 LLC	4.690	7/20/2027	12/20/2026	AAA	5,941,868	5,941,660.390	.365	.355	4.085	.58%	5,963,325.99
29373NAB3	Enterprise Fleet Financing 2025-4 LLC	4.050	8/20/2028	12/20/2027	AAA	8,000,000	7,999,771.520	1.014	.973	4.196	.77%	8,000,336.80
32059WAA0	First Investors Auto Owner Trust 2025-1	4.211	11/16/2026	4/15/2026	AAA	194,931	194,931.230	.042	.040	3.965	.02%	195,315.45
345279AD5	Ford Credit Auto Lease Trust 2024-B	4.990	12/15/2027	12/15/2026	Aaa	4,455,052	4,471,208.800	.363	.353	4.188	.43%	4,477,687.98
36273VAD7	GM Financial Automobile Leasing Trust 2026-1	3.880	1/22/2029	5/20/2028	AAA	6,000,000	5,999,287.120	1.724	1.639	4.215	.58%	5,976,779.73
361886CR3	GMF Floorplan Owner Revolving Trust	5.340	6/15/2028	6/15/2026	Aaa	650,000	652,781.460	.208	.203	3.917	.06%	653,404.14
39154TCP1	GreatAmerica Leasing Receivables Funding LLC	4.220	5/15/2028	7/15/2027	AAA	2,000,000	1,999,963.920	.802	.774	3.999	.19%	2,007,509.51
39154TCC0	GreatAmerica Leasing Receivables Funding LLC Series 2023-1	5.150	7/15/2027	11/15/2026	AAA	2,270,957	2,274,570.550	.303	.295	3.877	.22%	2,284,723.51
42806MAE9	Hertz Vehicle Financing III LP	1.680	12/27/2027	12/25/2026	Aaa	9,350,000	9,206,176.490	.528	.516	4.398	.89%	9,221,858.25
448988AE5	Hyundai Auto Lease Securitization Trust 2024-A	5.070	2/15/2028	7/15/2026	AAA	4,500,000	4,514,870.310	.201	.196	4.141	.44%	4,518,179.25
44935DAD1	Hyundai Auto Lease Securitization Trust 2025-B	4.530	4/17/2028	8/15/2027	AAA	9,000,000	9,052,618.940	1.072	1.027	4.182	.87%	9,053,164.20
44935GAD4	Hyundai Auto Lease Securitization Trust 2025-C	4.360	7/17/2028	12/15/2027	AAA	5,957,000	5,975,312.880	1.398	1.331	4.156	.58%	5,987,170.88
44891XAA5	Hyundai Auto Receivables Trust 2025-D	4.039	11/16/2026	6/15/2026	AAA	1,442,539	1,442,538.870	.115	.112	3.973	.14%	1,445,330.92

CalOptima Health (OCHA) Stamp - Enhanced Cash

Account #: LP-EC-CALZ

As of 3/31/2026



Portfolio Profile

Security ID	Security Description	Coupon	Maturity Date	Eff. Mat. Date	Rating	Par Value	Amortized Cost (BV)	WAL	Duration	Yield to Worst	% of Market	Market Value
FIXED INCOME (Continued)												
ASSET BACKED (Continued)												
58770JAD6	Mercedes-Benz Auto Lease Trust 2024-A	5.320	1/18/2028	2/15/2027	Aaa	6,566,947	6,618,207.280	.494	.479	4.237	.64%	6,617,261.57
58770XAB9	Mercedes-Benz Auto Lease Trust 2025-B	3.860	3/15/2028	6/15/2027	AAA	9,300,000	9,299,538.150	.750	.724	4.087	.90%	9,301,776.82
58770XAC7	Mercedes-Benz Auto Lease Trust 2025-B	4.042	3/15/2028	6/15/2027	AAA	4,200,000	4,200,000.000	.750	.086	4.156	.41%	4,206,367.82
65481CAE4	Nissan Auto Lease Trust 2024-A	4.970	9/15/2028	7/15/2026	Aaa	2,880,000	2,892,827.770	.229	.223	3.933	.28%	2,892,963.42
69433BAB3	PEAC Solutions Receivables 2024-1 LLC	5.790	6/21/2027	12/20/2026	AAA	2,528,172	2,528,115.050	.375	.364	4.207	.25%	2,547,390.66
704583AB9	PEAC Solutions Receivables 2026-1 LLC	4.270	10/20/2028	2/20/2028	AAA	6,270,000	6,269,687.930	1.194	1.141	4.341	.61%	6,275,055.64
858933AB0	Stellantis Financial Underwritten Enhanced Lease Trust 2025-B	4.310	5/22/2028	3/20/2027	AAA	7,116,114	7,115,899.360	.538	.522	4.011	.69%	7,137,162.33
88162VAB6	Tesla Lease Electric Vehicle Securitization 2025-A LLC	4.140	6/20/2028	7/20/2027	Aaa	8,405,595	8,404,901.020	.738	.712	4.181	.81%	8,414,962.77
89240NAB8	Toyota Lease Owner Trust 2025-B	3.910	5/22/2028	8/20/2027	Aaa	8,374,038	8,373,675.580	.743	.717	4.087	.81%	8,374,445.86
89240NAD4	Toyota Lease Owner Trust 2025-B	3.960	11/20/2028	4/20/2028	Aaa	3,300,000	3,307,582.570	1.716	1.631	4.281	.32%	3,288,164.22
92868BAB9	Volkswagen Auto Lease Trust 2025-B	3.970	4/20/2028	4/20/2027	Aaa	6,272,326	6,271,867.650	.631	.612	4.212	.61%	6,271,230.39
92886CAB5	Volvo Financial Equipment LLC Series 2025-2	3.960	6/15/2028	7/15/2027	Aaa	9,450,000	9,449,901.970	.766	.740	4.085	.91%	9,459,138.15
ASSET BACKED TOTALS							169,013,961.170					169,173,963.91
CASH												
02665KEC7	American Honda Finance Corp	0.000	5/12/2026	5/12/2026	A-2	19,000,000	18,916,666.710	.117	.113	4.182	1.82%	18,907,755.00
04821UDM1	Atlantic Asset Securitization LLC	0.000	4/21/2026	4/21/2026	P-1	15,000,000	14,967,468.280	.058	.056	3.895	1.44%	14,965,995.00
06745GFX4	BARCLAYS BANK PLC (NEW YORK BRANCH)	3.970	10/30/2026	10/30/2026	A-1	15,000,000	15,000,000.000	.592	.573	4.182	1.47%	15,228,697.50
05593DL50	BNP PARIBAS (NEW YORK BRANCH)	3.950	10/30/2026	10/30/2026	A-1	15,000,000	15,000,000.000	.592	.573	4.131	1.47%	15,230,167.50
06054PGN0	BOFA SECURITIES INC 4-2 20260722	0.000	7/22/2026	7/22/2026	A-1	15,000,000	14,821,664.910	.311	.304	3.912	1.43%	14,818,065.00
8085A3F91	Charles Schwab Corp/The	0.000	6/9/2026	6/9/2026	F1	15,000,000	14,889,126.940	.192	.188	4.090	1.44%	14,881,650.00
8085A3FC4	Charles Schwab Corp/The	0.000	6/12/2026	6/12/2026	F1	8,000,000	7,934,988.710	.200	.196	4.097	.77%	7,934,080.00
22536JU78	CREDIT AGRICOLE CORPORATE AND INVE	3.870	10/29/2026	10/29/2026	A-1	15,000,000	15,000,000.000	.589	.570	4.129	1.47%	15,220,110.00
26882SDG8	ERAC USA FINANCE COMPANY 4-2 20260416	-				20,000,000	19,966,919.950	-	-	-	1.93%	19,962,620.00
30229BDE4	EXXON MOBIL CORPORATION 3-a-3 20260414	-				20,000,000	19,973,261.290	-	-	-	1.93%	19,970,740.00
30601WDF3	Fairway Finance Co LLC	0.000	4/15/2026	4/15/2026	A-1	2,750,000	2,745,923.270	.042	.040	3.861	.27%	2,745,583.50
53947B4T4	LLOYDS BANK CORPORATE MARKETS PLC	3.940	10/30/2026	10/30/2026	A-1	15,000,000	15,000,000.000	.592	.573	4.131	1.47%	15,228,690.00
53944RDU9	LMA-Americas LLC	0.000	4/28/2026	4/28/2026	P-1	10,000,000	9,971,034.470	.078	.075	3.914	.96%	9,969,650.00
58768KDT9	Mercedes-Benz Finance North America LLC	0.000	4/27/2026	4/27/2026	A-1	20,000,000	19,945,099.520	.075	.073	3.877	1.92%	19,942,020.00
62479MGP2	MUFG BANK LTD (NEW YORK BRANCH) 3-a-3a 20260723	0.000	7/23/2026	7/23/2026	A-1	20,000,000	19,760,096.820	.314	.307	3.915	1.91%	19,755,060.00
63873THA9	NATIXIS (NEW YORK BRANCH)	3.860	10/29/2026	10/29/2026	A-1	15,000,000	15,000,000.000	.589	.570	4.039	1.47%	15,224,925.00
65558NG77	NORRDEUTSCHE LANDESBANK/NEW YORK 4-2 20260707	0.000	7/7/2026	7/7/2026	P-1	20,000,000	19,786,408.730	.269	.264	3.949	1.91%	19,787,260.00
66815BDT5	Northwestern Mutual Short Term Funding LLC	0.000	4/27/2026	4/27/2026	P-1	20,000,000	19,945,660.510	.075	.073	3.826	1.92%	19,942,780.00
69448XDD1	PACIFIC LIFE SHORT TERM 4-2 20260413	-				20,000,000	19,974,961.440	-	-	-	1.93%	19,971,980.00
70109MDD3	Parker-Hannifin Corp	0.000	4/13/2026	4/13/2026	A-2	20,000,000	19,974,527.210	.036	.035	3.957	1.93%	19,971,460.00
92646LDD9	VICTORY RECEIVABLES CORP 4-2 20260413	-				20,000,000	19,975,006.950	-	-	-	1.93%	19,971,960.00
CASH TOTALS							338,548,815.710					339,631,248.50
CMBS												
3138LG4V5	Fannie Mae Pool	3.220	1/1/2027	1/25/2027	AA+	3,675,000	3,658,624.450	.819	.797	3.894	.35%	3,659,890.67

CalOptima Health (OCHA) Stamp - Enhanced Cash

Account #: LP-EC-CALZ

As of 3/31/2026



Portfolio Profile

Security ID	Security Description	Coupon	Maturity Date	Eff. Mat. Date	Rating	Par Value	Amortized Cost (BV)	WAL	Duration	Yield to Worst	% of Market	Market Value
FIXED INCOME (Continued)												
CMBS (Continued)												
3138LG4P8	Fannie Mae Pool	3.220	1/1/2027	1/25/2027	AA+	3,675,000	3,658,624.450	.819	.797	3.924	.35%	3,659,019.37
3136AR5S3	Fannie Mae-Aces	2.469	4/25/2026	4/25/2026	AA+	3,143,743	3,143,743.460	.069	.067	3.933	.30%	3,141,632.12
3137F1G44	Freddie Mac Multifamily Structured Pass Through Certificates	3.243	4/25/2027	4/25/2027	AAA	11,500,000	11,427,031.100	.842	.815	3.983	1.10%	11,437,990.85
3137FCJK1	Freddie Mac Multifamily Structured Pass Through Certificates	3.303	11/25/2027	11/25/2027	AA+	5,210,000	5,158,323.490	1.446	1.387	4.037	.50%	5,161,208.88
3137FKUP9	Freddie Mac Multifamily Structured Pass Through Certificates	3.771	12/25/2028	12/25/2028	AA+	12,932,790	12,900,187.950	2.507	2.350	4.090	1.24%	12,852,069.15
3137F2LJ3	Freddie Mac Multifamily Structured Pass Through Certificates	3.117	6/25/2027	5/25/2027	AA+	11,378,767	11,285,610.030	.991	.957	3.967	1.09%	11,293,526.38
3137FBAB2	Freddie Mac Multifamily Structured Pass Through Certificates	3.038	8/25/2027	8/25/2027	AA+	288,324	286,489.230	.704	.681	3.937	.03%	286,718.98
3137FJZ93	Freddie Mac Multifamily Structured Pass Through Certificates	3.780	10/25/2028	10/25/2028	AA+	15,500,000	15,457,113.600	2.439	2.292	4.085	1.49%	15,410,961.80
3137FEZU7	Freddie Mac Multifamily Structured Pass Through Certificates	3.900	4/25/2028	4/25/2028	AA+	11,675,000	11,676,192.250	1.886	1.788	4.065	1.12%	11,653,513.33
3137FAQE1	Freddie Mac Multifamily Structured Pass Through Certificates	3.019	6/25/2027	6/25/2027	AA+	10,000,000	9,919,406.480	.939	.908	4.057	.96%	9,911,857.33
3132XGWK8	Freddie Mac Pool	4.250	6/1/2028	6/25/2028	AA+	750,000	748,881.110	2.213	2.076	4.326	.07%	751,026.74
30316AAE3	FRESB 2020-SB77 Mortgage Trust	.930	6/25/2027	6/25/2027	Agency	1,145,475	1,124,025.270	1.067	1.040	4.019	.11%	1,109,144.10
CMBS TOTALS							90,444,252.870					90,328,559.70
CORPORATES												
00287YDR7	AbbVie Inc	4.800	3/15/2027	3/15/2027	A-	15,541,000	15,663,836.290	.872	.864	4.206	1.51%	15,652,552.88
02665WFR7	American Honda Finance Corp	4.218	5/11/2026	5/11/2026	BBB+	10,855,000	10,855,000.000	.114	.006	4.266	1.06%	10,933,759.02
03765HAB7	Apollo Management Holdings LP	4.400	5/27/2026	5/27/2026	A	4,877,000	4,873,003.250	.083	.153	4.286	.48%	4,950,519.53
06051GLV9	Bank of America Corp	5.933	9/15/2027	9/15/2027	A1	15,000,000	15,186,953.110	.456	.466	4.367	1.46%	15,143,688.43
06405LAF8	Bank of New York Mellon/The	4.587	4/20/2027	10/20/2026	Aa2	16,890,000	16,890,000.000	.553	.535	4.567	1.66%	17,237,868.53
05565ECTO	BMW US Capital LLC	4.588	8/13/2027	8/13/2027	A2	15,000,000	15,047,902.290	1.369	.009	4.551	1.46%	15,131,147.01
808513BR5	Charles Schwab Corp/The	1.150	5/13/2026	5/13/2026	A2	12,000,000	11,951,275.210	.117	.116	4.591	1.16%	12,004,697.80
17325FBH0	Citibank NA	4.378	8/6/2026	8/6/2026	A+	5,685,000	5,685,000.000	.269	.007	3.999	.55%	5,740,634.90
209111GL1	Consolidated Edison Co of New York Inc	4.236	11/18/2027	11/18/2027	A-	9,610,000	9,610,000.000	1.633	.014	4.314	.93%	9,659,863.39
38141GZR8	Goldman Sachs Group Inc/The	3.615	3/15/2028	3/15/2027	A2	10,000,000	9,893,471.190	.956	.930	4.475	.96%	9,936,365.17
44891ADY0	Hyundai Capital America	4.754	6/23/2027	6/23/2027	A-	10,230,000	10,230,000.000	1.233	.010	4.571	.99%	10,278,771.11
46647PEA0	JPMorgan Chase & Co	5.040	1/23/2028	1/24/2028	A1	15,000,000	15,084,530.330	.811	.793	4.389	1.47%	15,218,880.60
61747YEK7	Morgan Stanley	2.475	1/21/2028	1/21/2027	A1	15,000,000	14,677,223.190	.806	.790	4.474	1.43%	14,837,081.55
64952WFB4	New York Life Global Funding	4.700	4/2/2026	4/2/2026	AA+	11,863,000	11,863,122.220	.003	.005	4.590	1.17%	12,140,232.67
6944PL3D9	Pacific Life Global Funding II	4.274	12/20/2027	12/20/2027	AA-	10,000,000	10,000,146.360	1.725	.009	4.320	.97%	10,015,627.83
79466LAQ7	Salesforce Inc	4.500	3/15/2028	3/15/2028	A2	9,975,000	9,966,983.490	1.956	1.814	4.485	.97%	10,000,012.51
857477CQ4	State Street Corp	4.313	10/22/2027	10/22/2027	Aa3	3,905,000	3,905,000.000	1.483	.005	4.197	.38%	3,955,530.88
89236TMR3	Toyota Motor Credit Corp	4.119	4/10/2026	4/10/2026	A+	1,000,000	1,000,000.000	.028	0.000	3.892	.10%	1,011,659.81
89236TME2	Toyota Motor Credit Corp	4.127	5/15/2026	5/15/2026	A+	12,815,000	12,815,000.000	.125	.009	4.059	1.25%	12,904,584.66
89788JAE9	Truist Bank	4.671	5/20/2027	5/20/2026	A	12,740,000	12,740,000.000	.136	.134	4.583	1.25%	12,956,718.87

CalOptima Health (OCHA) Stamp - Enhanced Cash

Account #: LP-EC-CALZ

As of 3/31/2026



Portfolio Profile

Security ID	Security Description	Coupon	Maturity Date	Eff. Mat. Date	Rating	Par Value	Amortized Cost (BV)	WAL	Duration	Yield to Worst	% of Market	Market Value
FIXED INCOME (Continued)												
CORPORATES (Continued)												
95000U2V4	Wells Fargo & Co	3.526	3/24/2028	3/24/2027	A1	15,000,000	14,827,948.070	.981	.954	4.394	1.44%	14,886,540.17
CORPORATES TOTALS							232,766,395.000					234,596,737.32
MORTGAGES												
31417AW96	Fannie Mae Pool	2.500	1/1/2027	11/25/2026	AA+	67,876	67,690.010	.320	.312	4.275	.01%	67,525.52
31418AJM1	Fannie Mae Pool	2.500	9/1/2027	7/25/2027	AA+	84,686	83,921.010	.602	.584	4.143	.01%	83,911.71
31417GY67	Fannie Mae Pool	2.500	6/1/2028	3/25/2028	AA+	140,419	138,506.040	.877	.847	4.132	.01%	138,552.19
36180M3T2	Ginnie Mae I Pool	2.500	4/15/2028	1/15/2028	AA+	347,328	343,674.950	.876	.844	4.012	.03%	343,299.45
MORTGAGES TOTALS							633,792.010					633,288.87
MUNICIPALS												
13068XRS0	California State Public Works Board	3.770	11/1/2026	11/2/2026	Aa3	1,400,000	1,400,000.000	.583	.572	3.957	.14%	1,419,875.25
15722TJR3	Chabot-Las Positas Community College District	1.080	8/1/2026	8/3/2026	Aa2	2,015,000	1,996,860.550	.333	.336	3.954	.19%	1,999,526.53
9142334T5	University of Connecticut	3.830	3/23/2027	3/23/2027	Aa2	5,000,000	5,000,000.000	.981	.960	3.853	.48%	5,001,968.09
MUNICIPALS TOTALS							8,396,860.550					8,421,369.87
US TREASURIES												
91282CMJ7	United States Treasury Floating Rate Note	3.751	1/31/2027	2/1/2027	AA+	49,000,000	49,016,317.110	.833	.006	3.852	4.76%	49,323,626.38
91282CLT6	United States Treasury Floating Rate Note	3.858	10/31/2026	11/2/2026	AA+	43,000,000	43,027,675.330	.583	.022	3.823	4.18%	43,316,295.06
US TREASURIES TOTALS							92,043,992.440					92,639,921.44
FIXED INCOME TOTALS							1,028,223,274.210					1,032,372,444.38
PORTFOLIO TOTALS							1,031,912,729.620					1,036,061,899.79

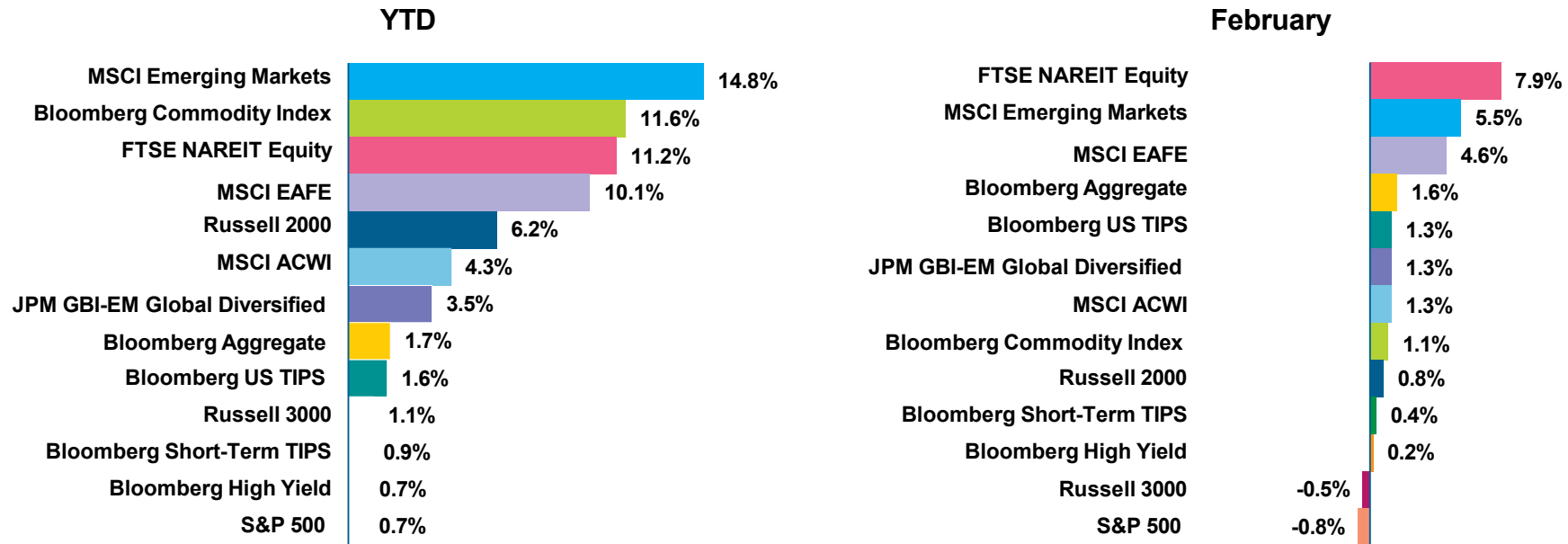
Economic and Market Update
Data as of February 28, 2026

Commentary

The late-2025 rotation into non-US equities deepened in February, driven by concerns over returns on the massive investment in AI. Longer-duration bonds rallied as investors sought safety, pushing back-end yields lower.

- US equities (Russell 3000) declined 0.5% in February. Small-cap and value stocks continued to outperform large-cap and growth, as skepticism around AI-driven valuations and lower rate expectations drove a rotation toward more cyclical and defensive areas of the market.
- Non-US equities continued to outperform US stocks in February, supported by attractive relative valuations, a rotation away from US technology companies, and strength in Asia tied to AI-related hardware demand.
 - Non-US developed stocks (MSCI EAFE) rose 4.6% for the month.
 - Emerging markets (MSCI Emerging Markets) gained 5.5% in February. Performance was led by South Korea and Taiwan, while China lagged on weakness in internet and software stocks.
- Major bond markets were positive for the month with government bonds leading the way. The broad US bond market (Bloomberg Aggregate) returned 1.6% as Treasury yields fell sharply. Long Treasuries (Bloomberg US Long Treasury) surged 4.2%, reflecting a 30-basis-point decline in longer dated yields.
- In February the US Supreme Court ruled that President Trump's trade tariffs were illegal. The conflict between the US and Iran started at the end of the month but on a non-trading day.
- After a strong start to the year marked by a broadening of market performance, after month-end the focus clearly shifted toward the conflict in Iran, and higher energy price's potential impact on growth, inflation, and policy.

Index Returns¹



- Through the first two months of 2026, market leadership continued to broaden meaningfully. International equities outperformed US stocks, supported by dollar weakness, continued AI-driven momentum in parts of Asia, and more attractive relative valuations. REITs and commodities benefited from the backdrop of falling real yields, a weaker dollar, and elevated geopolitical uncertainty.
- In February, US REITs led all asset classes as lower yields renewed demand for real assets, with data-center and specialty sectors driving gains. US mega-cap technology lagged on continued AI related concerns and international equities extended their outperformance.

¹ Source: Bloomberg. Data is as of February 28, 2026.

Domestic Equity Returns¹

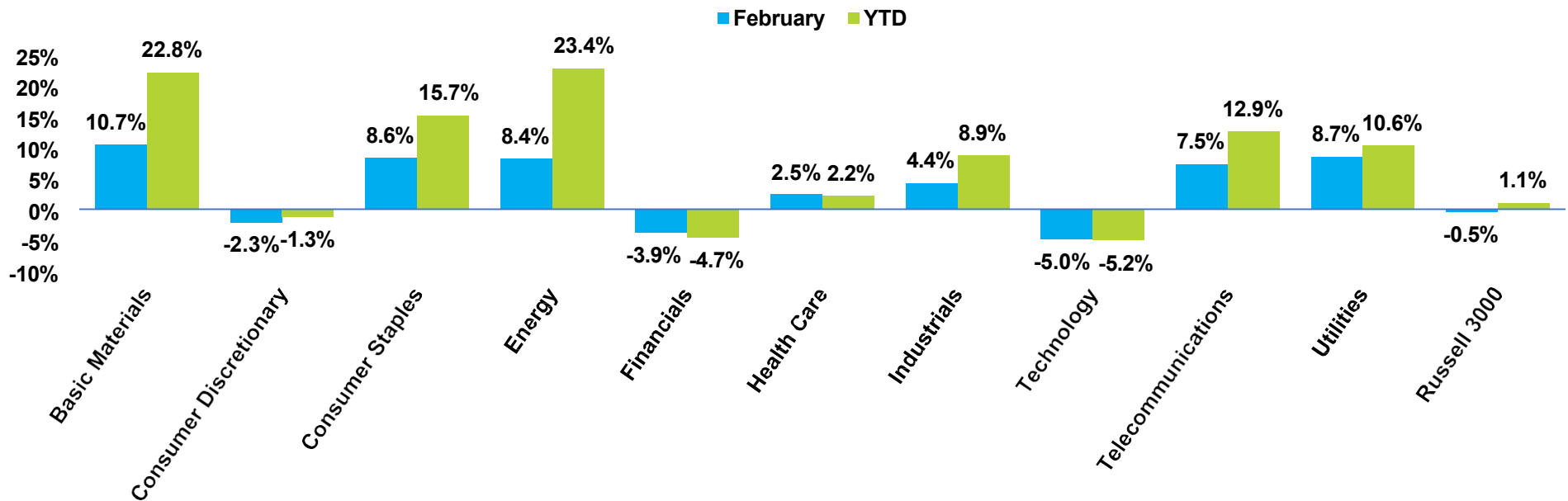
Domestic Equity	February (%)	YTD (%)	1 YR (%)	3 YR (%)	5 YR (%)	10 YR (%)
S&P 500	-0.8	0.7	17.0	21.8	14.2	15.5
Russell 3000	-0.5	1.1	17.0	20.9	12.8	15.1
Russell 1000	-0.5	0.8	16.7	21.4	13.3	15.3
Russell 1000 Growth	-3.4	-4.8	14.8	26.1	14.4	18.2
Russell 1000 Value	2.6	7.3	18.4	16.0	11.8	11.9
Russell MidCap	3.8	7.0	16.8	14.8	9.0	12.4
Russell MidCap Growth	0.8	-0.1	8.2	15.7	6.3	13.2
Russell MidCap Value	4.7	9.2	19.3	13.9	10.2	11.3
Russell 2000	0.8	6.2	23.3	13.1	5.1	11.3
Russell 2000 Growth	-0.2	3.7	21.9	13.8	2.3	11.3
Russell 2000 Value	1.9	8.9	24.9	12.4	7.7	10.9

US Equities: The Russell 3000 index fell 0.5% in February, bringing the year-to-date return to 1.1%.

- The rotation from growth to value accelerated sharply in February particularly in large cap, with the Russell 1000 Growth declining 3.4% while the Russell 1000 Value gained 2.6%. Investors continued to rotate away from high-multiple AI names amid growing concerns over returns on capital expenditures and toward more fundamentally grounded, value-oriented segments of the market.
- Six of the seven Magnificent Seven constituents posted negative returns in February, acting as a meaningful headwind to broad market performance given their significant weight in the index. Amazon (-12.2%), Meta (-9.5%), Microsoft (-8.5%), Alphabet (-7.8%), Nvidia (-7.3%), and Tesla (-6.5%) all declined, while Apple (+1.9%) was the lone positive contributor.

¹ Source: Bloomberg. Data is as of February 28, 2026.

Russell 3000 Sector Returns¹



February 2026 sector results were broadly positive, with seven sectors posting gains and three declining. Despite these dynamics, the Russell 3000 fell for the month given the heavy technology weighting.

- Basic materials (+10.7%), utilities (+8.7%), consumer staples (+8.6%), and energy (+8.4%) were the top-performing sectors in February, benefiting from elevated precious and industrial metal prices and a broad rotation into defensive, value-oriented names as investors pulled back from high-multiple growth stocks.
- Technology was the worst performer, falling 5.0% in February, weighed down by a sharp selloff in software stocks. New AI agent tools capable of automating professional workflows triggered fears that AI could directly displace traditional software products, with the iShares Software ETF (IGV) declining 9.7% on the month.

¹ Source: Bloomberg. Data is as of February 28, 2026.

Foreign Equity Returns¹

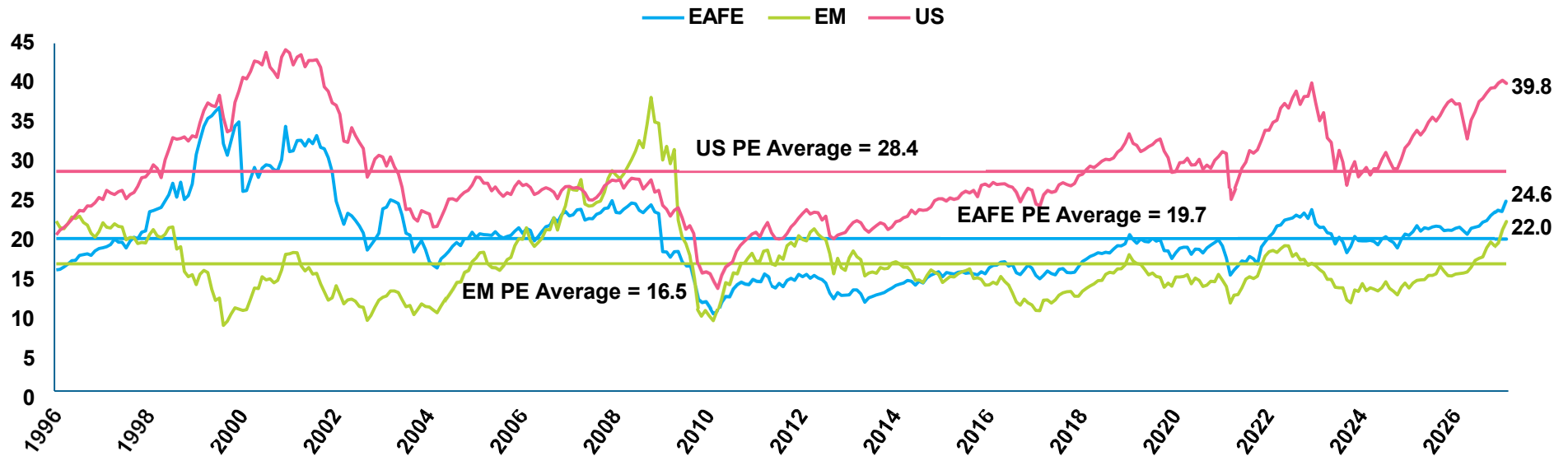
Foreign Equity	February (%)	YTD (%)	1 YR (%)	3 YR (%)	5 YR (%)	10 YR (%)
MSCI ACWI Ex US	5.0	11.3	39.7	19.9	9.8	10.5
MSCI EAFE	4.6	10.1	34.6	18.8	10.8	10.3
MSCI EAFE (Local Currency)	5.5	8.8	24.0	16.6	12.9	10.6
MSCI EAFE Small Cap	4.8	10.9	41.7	17.0	7.3	9.5
MSCI Emerging Markets	5.5	14.8	50.0	21.5	6.3	10.7
MSCI Emerging Markets (Local Currency)	5.0	14.2	46.4	22.4	8.4	11.6
MSCI EM ex China	9.6	21.0	65.8	26.0	11.9	12.4
MSCI China	-5.8	-1.3	14.7	11.1	-4.6	7.1

Foreign Equity: Developed international equities (MSCI EAFE) returned 4.6% in February and emerging markets equities (MSCI Emerging Markets) rose 5.5%.

- February saw strong performance in developed markets, as investors rotated away from US large-cap growth stocks into non-US value names. Eurozone equities benefited from signs of economic improvement and strength in energy, communications, and real estate. UK also saw solid returns, benefiting from the rotation away from US tech and robust earnings in health care and a rally in defense stocks on increased government spending. Japan was a standout performer, driven by expectations of political stability, pro-growth policies, and corporate momentum.
- Emerging markets outperformed developed peers in February. South Korea and Taiwan drove results with the former seeing optimism around governance reform, and both supported by incredibly high hardware demand. China was a laggard (-5.8%), with weakness in internet and software names weighing on performance. South Africa was a notably strong performer for the month, supported by continued strength in precious metals.

¹ Source: Bloomberg. Data is as of February 28, 2026.

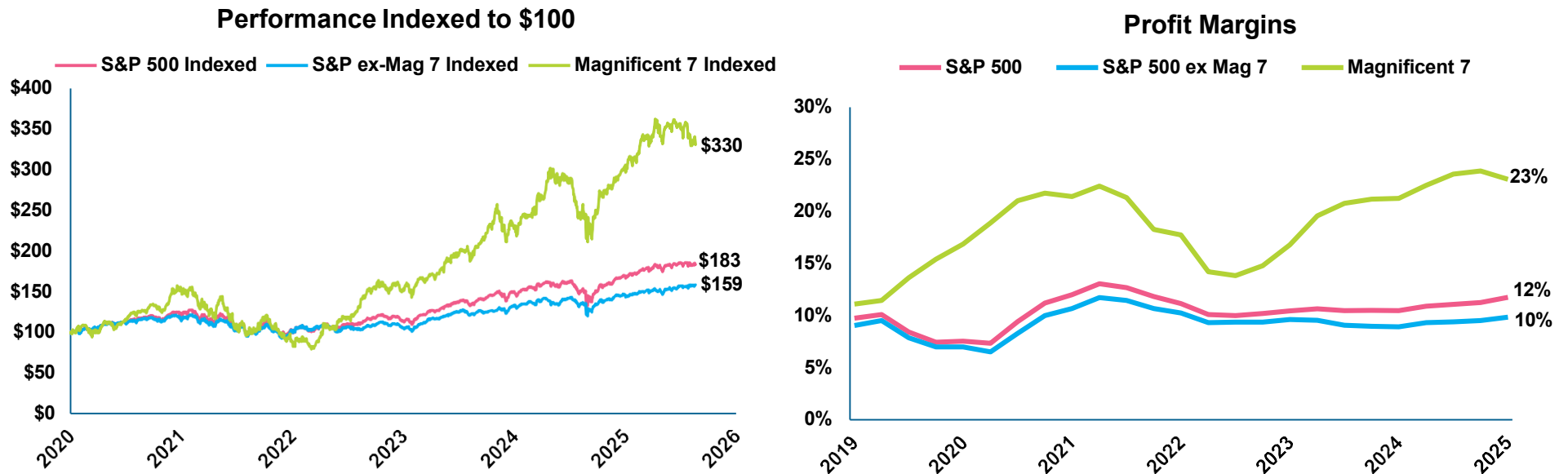
Equity Cyclically Adjusted P/E Ratios¹



- Cyclically adjusted US equity valuations remain elevated but showed a slight moderation over the month given weakness in AI-related names.
- Non-US developed (EAFE) stock valuations moved further above their long-run average (24.6 vs. 19.7), supported by continued strong performance.
- Emerging market equity valuations rose meaningfully during the month and now trade further above their long-run average (22.0 vs. 16.5), as they continue to be one of the best performing asset classes.

¹ US Equity Cyclically Adjusted P/E on S&P 500 Index. Source: Robert Shiller, Yale University, and Meketa Investment Group. Developed and Emerging Market Equity (MSCI EAFE and EM Index) Cyclically Adjusted P/E Source: Bloomberg. Earnings figures represent the average of monthly "as reported" earnings over the previous ten years. Data is as of February 2026. The average line is the long-term average of the US, EM, and EAFE PE values from April 1998 to the recent month-end, respectively.

Performance and Profit Margins: S&P 500 and “Magnificent 7”¹



- AI-oriented mega-cap stocks have played a central role in broad US equity returns over the last several years, supported by strong earnings growth and overall optimism related to the benefits of the technology.
- Despite strong AI-related earnings and expectations for that to continue, growing uncertainty around disruption risks has weighed on high-valuation tech stocks while supporting cyclical and value-oriented sectors.

¹ Source: Bloomberg. Data is as of February 28, 2026, for index prices and December 31, 2025, for profit margins.

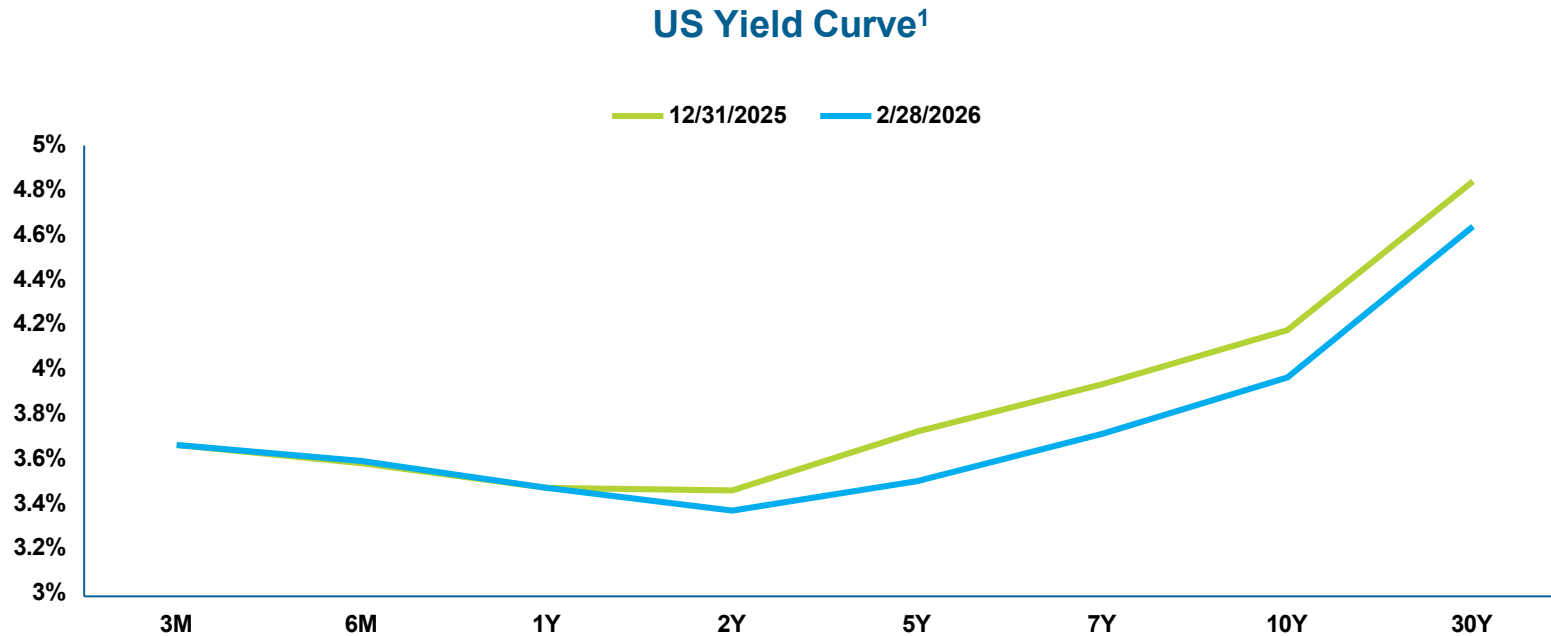
Fixed Income Returns¹

Fixed Income	February (%)	YTD (%)	1 YR (%)	3 YR (%)	5 YR (%)	10 YR (%)	Current Yield (%)	Duration (Years)
Bloomberg Universal	1.5	1.7	6.5	5.6	0.8	2.4	4.4	5.8
Bloomberg Aggregate	1.6	1.7	6.3	5.1	0.4	2.0	4.2	5.9
Bloomberg US TIPS	1.3	1.6	5.1	4.6	1.7	3.0	3.9	6.7
Bloomberg Short-term TIPS	0.4	0.9	4.8	5.3	3.6	3.2	3.5	2.5
Bloomberg US Long Treasury	4.2	3.7	3.7	1.4	-4.8	-0.4	4.6	14.6
Bloomberg High Yield	0.2	0.7	7.2	9.4	4.5	6.7	6.7	3.1
JPM GBI-EM Global Diversified (USD)	1.3	3.5	20.2	10.4	2.6	4.1	--	--

Fixed Income: The Bloomberg Universal index rose 1.5% in February, returning 1.7% year-to-date.

- Yields fell sharply in February and credit spreads widened modestly, resulting in strong returns for high-quality bonds and more muted performance for lower-quality credit.
- The broad US bond market gained 1.6% in February (Bloomberg Aggregate), led by a strong rally in longer-dated Treasuries. The Bloomberg US Long Treasury Index rose 4.2%, as 10-year and 30-year yields both declined roughly 30 basis points. TIPS returned 1.3% for the month, though short-term TIPS lagged at 0.4%.
- High yield bonds returned 0.2% in February as spread widening partially offset the benefit of falling yields. Idiosyncratic credit stress in AI-exposed technology weighed on high yield sentiment, though broader conditions remained constructive. Emerging market debt (JPM GBI-EM) returned 1.3% for the month.

¹ Source: Bloomberg. Data is as of February 28, 2026. The yield and duration data from Bloomberg is defined as the index's yield to worst and modified duration, respectively. JPM GBI-EM data is from J.P. Morgan. Current yield and duration data is not available.

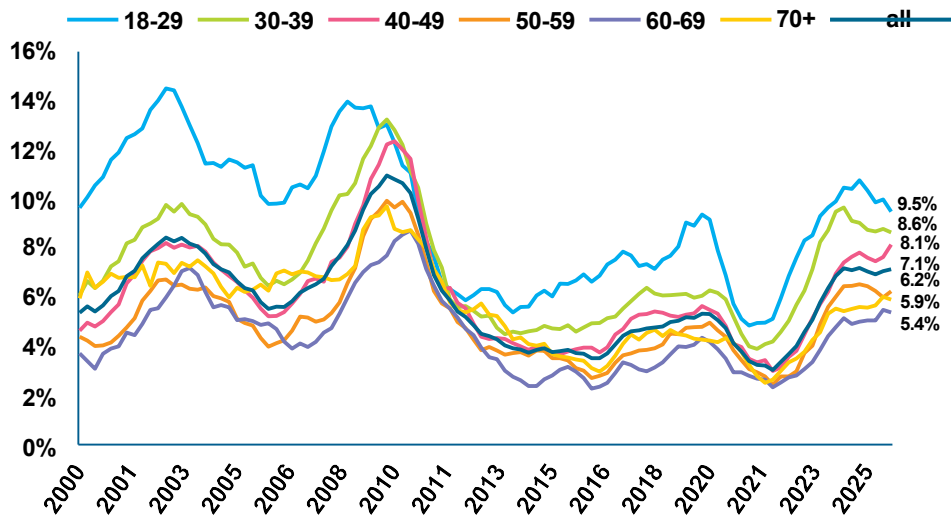


- Except for the very short end of the yield curve, yields declined meaningfully in February. Weak economic data and increased safe-haven demand given AI-related concerns drove expectations for additional Federal Reserve rate cuts later in 2026.
- The policy-sensitive 2-year nominal Treasury yield decreased from 3.53% to 3.38%. The 10-year nominal Treasury yield fell from 4.24% to 3.94%, while the 30-year nominal Treasury yield declined from 4.82% to 4.55%.
- As the back end of the yield curve fell more than the front end, the spread between the two-year and ten-year Treasury declined from 72 basis points to 57 basis points.

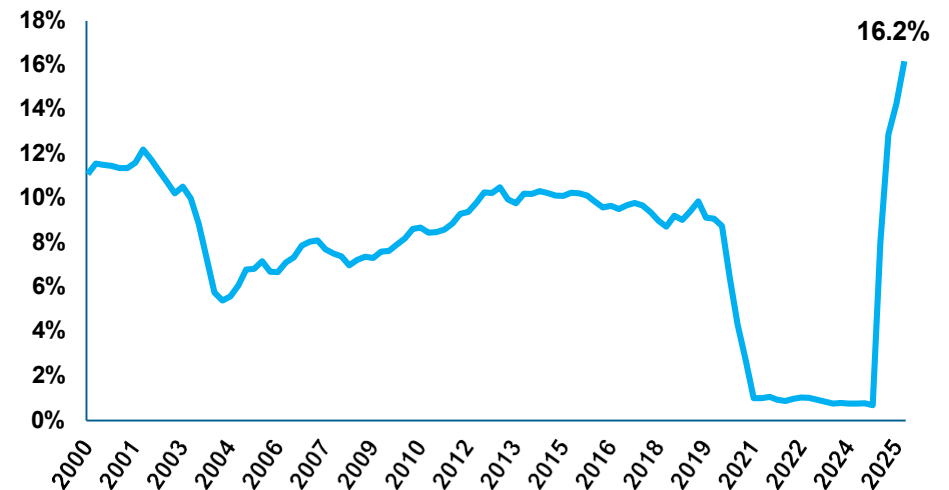
¹ Source: Bloomberg. Data is as of February 28, 2026.

Stress is Building Among Some US Consumers¹

Transition into Serious Delinquency for Credit Cards by Age



Transition Into Serious Delinquency (90+ Days) for Student Loans²

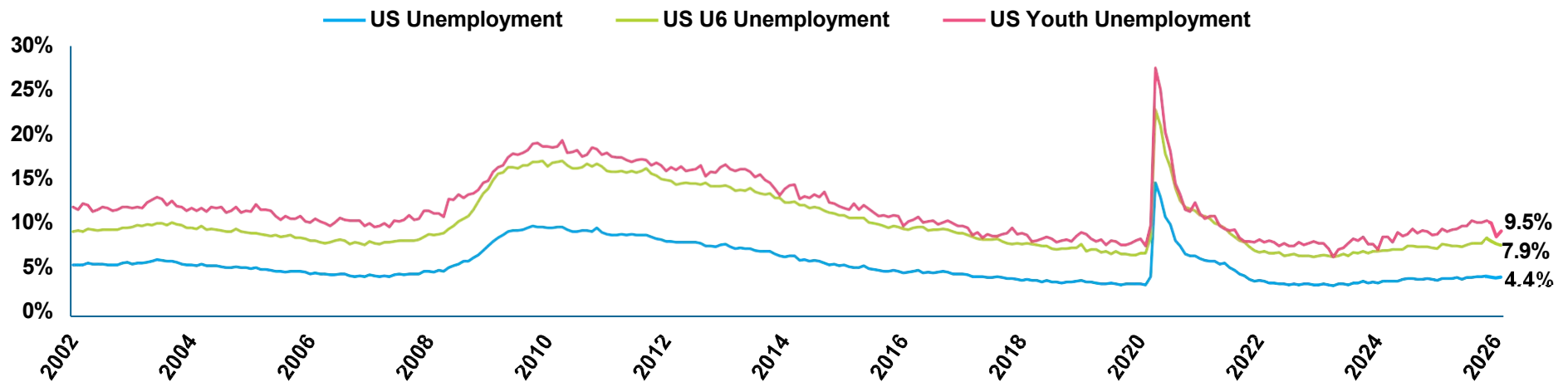


- US consumer conditions are increasingly K-shaped, with higher-income households remaining resilient while younger and more rate-sensitive borrowers show rising stress amid persistently high prices and interest rates.
- Delinquencies have risen from pandemic lows, driven by this more financially stretched group; while overall levels remain below pre-pandemic norms, dispersion across households is widening.
- Student loan repayments have re-emerged as a key pressure point, with millions of borrowers missing payments and over 16% of balances now seriously delinquent, weighing on consumption for younger cohorts.

¹ Source: New York Federal Reserve, Quarterly Household Debt and Credit Report. See also FRED. Data is as of December 31, 2025.

² Source: New York Federal Reserve, Quarterly Household Debt and Credit Report. Percent of student loan holders transitioning in serious default (90-days or more) based on four quarter moving average. Delays in reporting may cause fluctuations. Data is as of December 31, 2025.

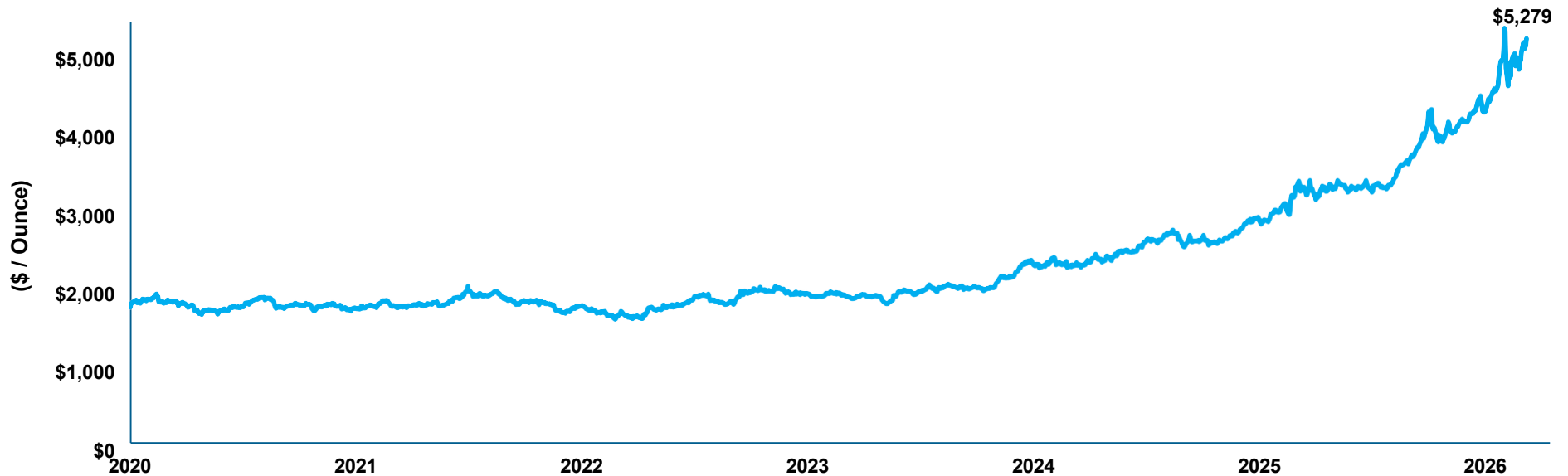
US Unemployment¹



- Labor market momentum softened in February, with non-farm payrolls declining by 92,000 (compared to expectations for 55,000 being added), following a revised +126,000 gain in January. The unemployment rate edged up to 4.4% from 4.3% given a rise in reentrants to the labor force and those on temporary layoffs. The number of unemployed remained broadly stable at 7.6 million.
- Job losses were broad-based led by healthcare (-28,000) from strike activity, with further declines in information (-11,000), transportation/warehousing (-11,000), and federal government (-10,000) jobs; social assistance (+9,000) offset declines modestly, while most other sectors were flat.
- Youth unemployment increased to 9.5% (+0.5%), while broader unemployment measures (U6) fell slightly.
- Despite February's weakness the labor market remains broadly stable with low initial unemployment claims, the number of people quitting jobs slowing, and although hiring has slowed, layoffs remain low.

¹ Source: FRED and BLS. Data is as of February 28, 2026.

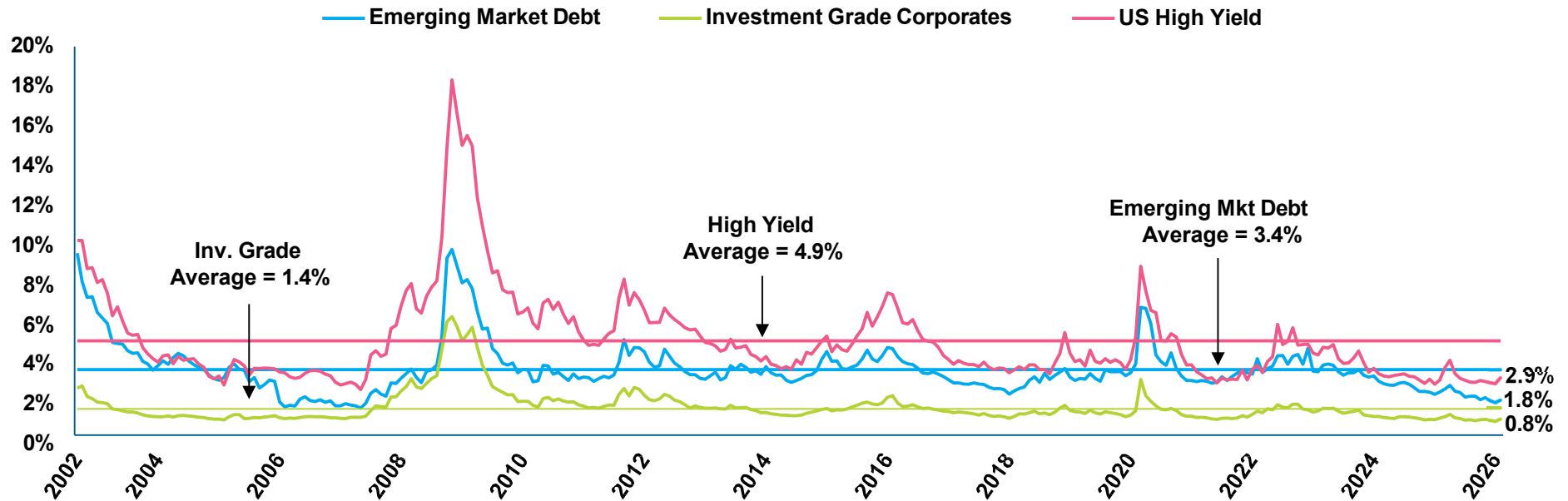
Gold¹



- Following a sharp late-January pullback, gold rebounded to near record highs in February given continued US dollar weakness, declining real yields, and some investors likely buying the recent dip.
- Structural support remains in place for gold, including expectations for lower rates and growing sovereign fiscal concerns eroding confidence in fiat currencies; central banks continue to diversify reserves away from the dollar, though recent data showed a sharp pullback in purchases that warrants monitoring.

¹ Source: Bloomberg. Data is as of February 28, 2026. Gold Spot Price is quoted as US Dollars per Troy Ounce.

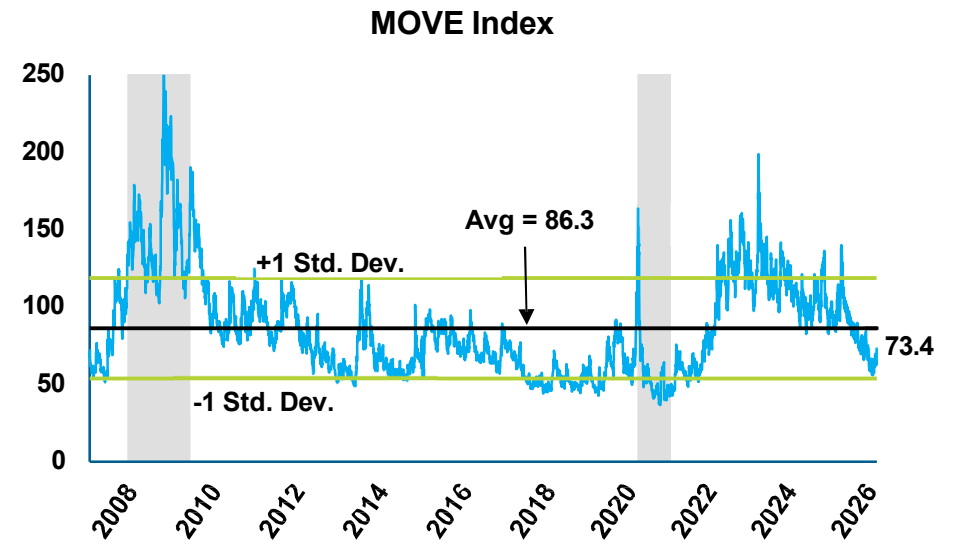
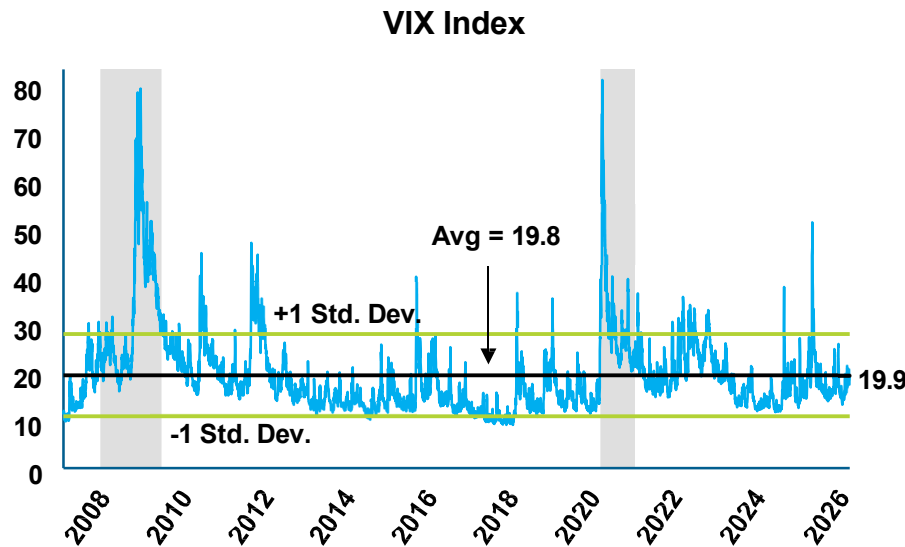
Credit Spreads vs. US Treasury Bonds¹



- Credit spreads (the difference in yield from a comparable-maturity Treasury) widened slightly in February but remain historically tight. The move was driven primarily by credit markets underperforming given volatility tied to AI-related disruption concerns and a broader flight to safety.
- Investment grade spreads moved slightly higher for the month (0.7% to 0.8%).
- High yield spreads rose the most in February (2.7% to 2.9%), while emerging market spreads ticked up modestly (1.7% to 1.8%).
- All yield spreads remain well below their respective long-run averages, particularly high yield (2.9% vs. 4.9%).

¹ Source: Bloomberg. Data is as of February 28, 2026. Average lines denote the average of the investment grade, high yield, and emerging market spread values from September 2002 to the recent month-end, respectively.

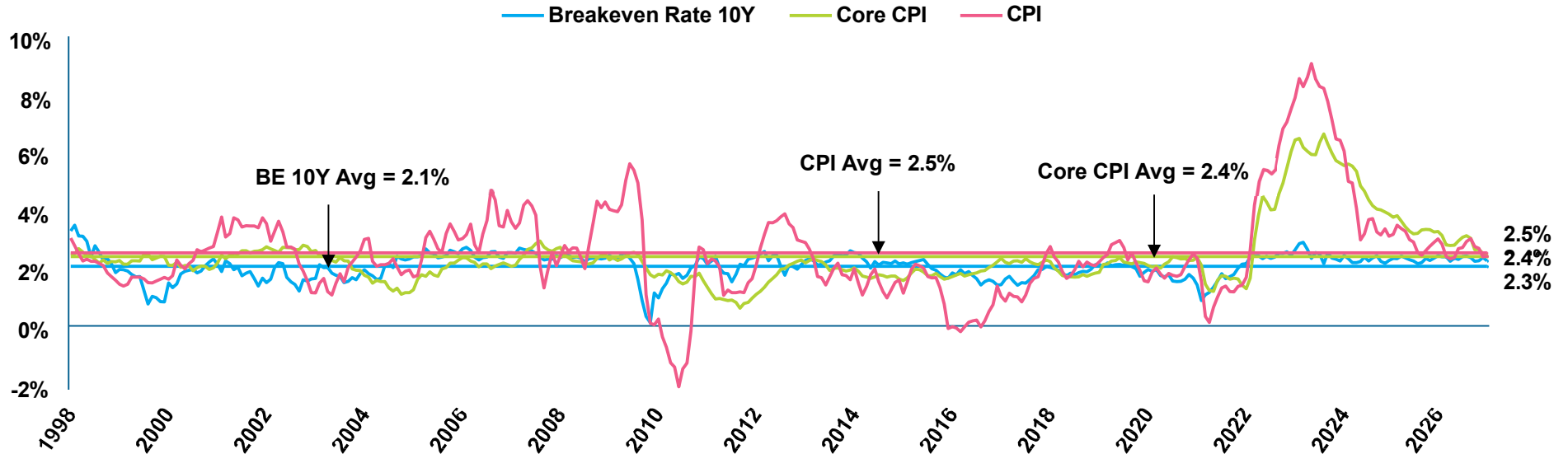
Equity and Fixed Income Volatility¹



- Volatility rose across both equity and fixed income markets in February, reflecting a broad increase in macro and policy uncertainty.
- Equity market volatility (VIX) rose over the month (17.4 to 19.9), finishing above its long-run average (19.8) and moving above 20 on multiple occasions. AI disruption fears and escalating geopolitical tensions contributed to elevated equity market uncertainty.
- Bond market volatility (MOVE) spiked in February (59.2 to 73.4). Geopolitical escalation, mixed economic data, and heightened uncertainty around the Fed's policy path all drove higher Treasury market volatility, despite yields declining on safe-haven demand. However, volatility remained well below its average of 86.3.

¹ Equity Volatility – Source: FRED. Fixed Income Volatility – Source: Bloomberg. Implied volatility as measured using VIX Index for equity markets and the MOVE Index to measure interest rate volatility for fixed income markets. Data is as of February 28, 2026. The average line indicated is the average of the VIX and MOVE values between January 2007 and February 2026.

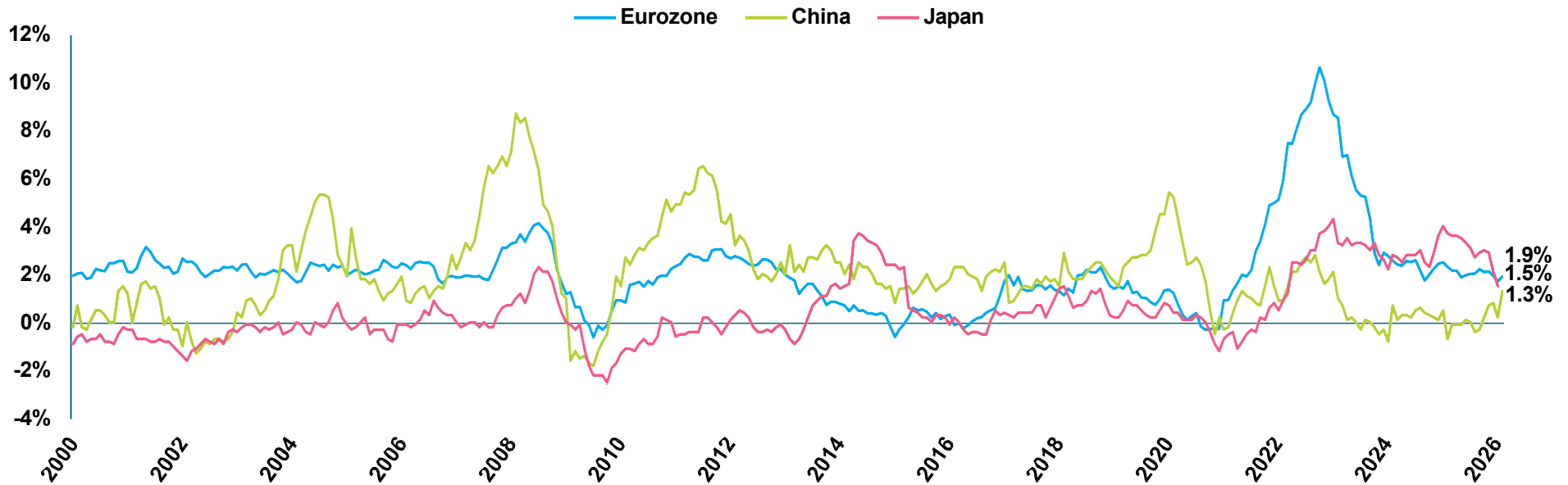
US Inflation¹



- In February, year-on-year headline inflation remained unchanged at 2.4%, in line with expectations. The month-on-month rate edged higher (0.2% to 0.3%). On the month, food rose 0.4% (3.1% year-on-year) and energy increased 0.6% (0.5% year-on-year), with gasoline leading the rebound after falling in January.
- Year-on-year core inflation remained unchanged at 2.5% in February, in line with expectations, with the monthly pace falling (0.3% to 0.2%). Shelter remained the largest contributor, though notably gains in rent posted their smallest monthly increase since 2021. Apparel rose 1.3% in February given tariff pressures highlighting that goods disinflation may be fading.
- Measures of long-term inflation expectations fell slightly in February, reflected in a decline in 10-year breakeven inflation (2.34% to 2.26%).

¹ Source: FRED. Data is as of February 28, 2026.

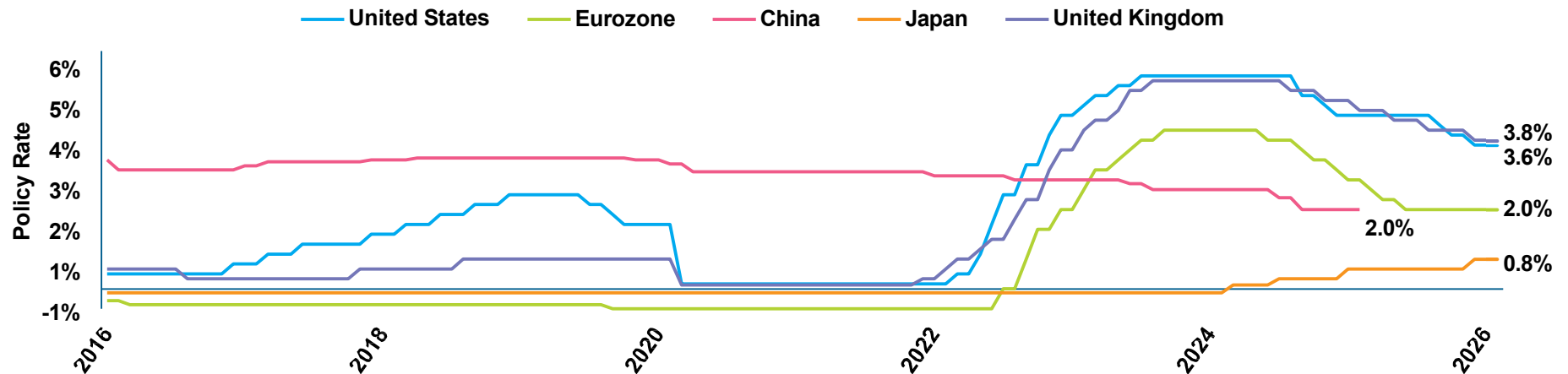
Global Inflation (CPI Trailing Twelve Months)¹



- Eurozone inflation rose to 1.9% year-on-year in February, up from 1.7%, mainly because of a rebound in services costs and food prices.
- Japan's inflation fell to 1.5% from 2.1% in February, its lowest level since March 2022 and below the BOJ's 2% target. The drop was driven by declines in food and gas prices. Fuel subsidies are likely to keep inflation subdued, complicating the policy outlook.
- China's inflation rose to 1.3% from 0.2% in February, surpassing expectations of 0.8% and reaching a three-year high. The increase was driven largely by a Lunar New Year-related surge in service prices. Despite the improvement, inflation levels remain low with policymakers remaining cautious.

¹ Source: Bloomberg. Data is as of February 2026 except Japan which is of January.

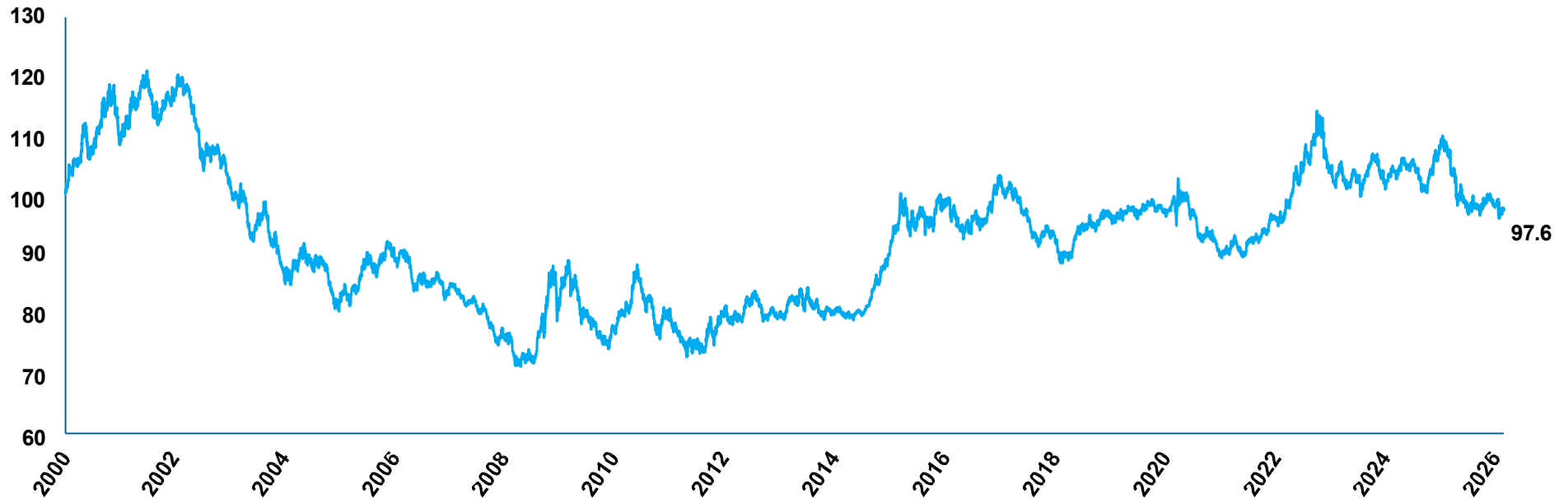
Global Policy Rates¹



- Global monetary policy remains increasingly region-specific with central banks guided by local inflation and growth dynamics. Following February, the war in the Middle East has added volatility through higher energy prices.
- The FOMC did not meet in February, with policy expected to remain on hold as inflation stays above target and with questions about the path of energy prices. Markets lowered their expectations of rate cuts this year from two cuts to close to no cuts.
- The ECB and BOE are both now expected to increase rates this year given inflation pressures.
- China's central bank is expected to keep policy moderately accommodative to support economic growth amid low inflation.
- The BOJ continues a slow normalization away from ultra-easy policy, with one to two rate hikes expected in 2026, but interest rates remain low by global standards.

¹ Source: Bloomberg. Data is as of February 28, 2026, except China which is as of February 28, 2025. United States rate is the mid-point of the Federal Funds Target Rate range. Eurozone rate is the ECB Deposit Facility Announcement Rate. Japan rate is the Bank of Japan Unsecured Overnight Call Rate Expected. China rate is the China Central Bank 1-Year Medium Term Interest Rate. UK rate is the UK Bank of England Official Bank Rate.

US Dollar vs. Broad Currencies¹

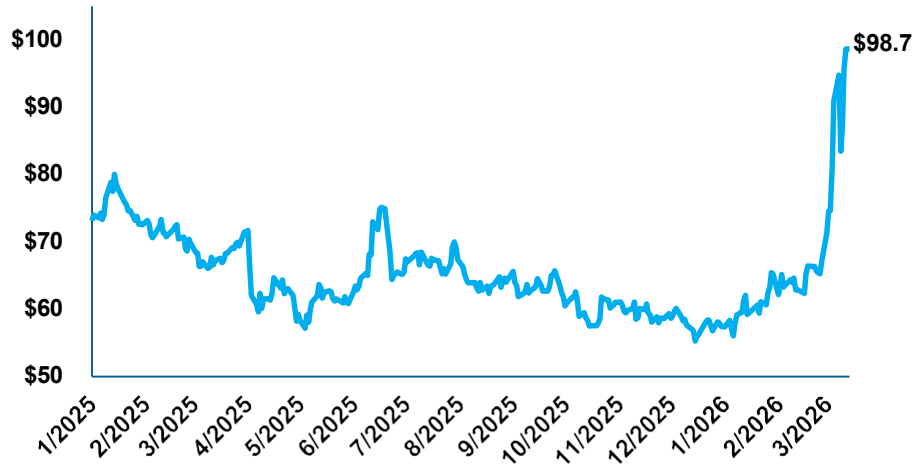


- The US dollar recovered modestly in February, with the DXY up ~1%, as sentiment improved following the Kevin Warsh nomination and given late in the month safe haven flows related to tensions in the Middle East.
- Despite the overall gains for the month, the DXY spent most of February under pressure, reaching five-year lows as soft economic data, de-dollarization concerns, and falling Treasury yields weighed on the currency.
- Looking ahead, the dollar's near-term path hinges on the trajectory of the Iran conflict and the Fed's interest rate policy path. Any de-escalation in the Middle East or dovish signal from the Fed could quickly unwind recent gains.

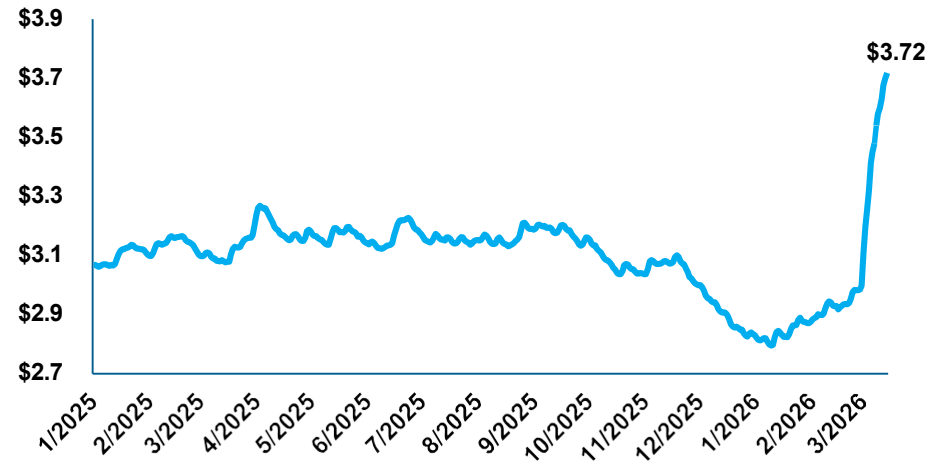
¹ Source: Bloomberg. Data is as of February 28, 2026.

Gas and Oil¹

WTI Crude Oil Price/Barrell



Average Retail Gas Price/Gallon

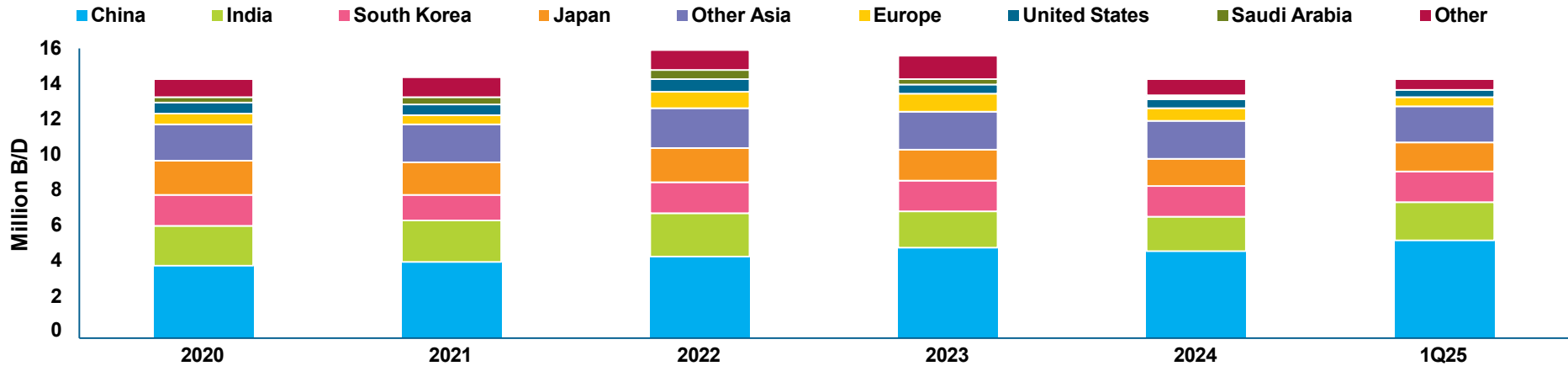


- Energy prices spiked sharply in late February and into March following US-Israel military strikes on Iran, marking the most significant geopolitical disruption to global energy markets since the 2022 Russia-Ukraine conflict.
- WTI crude oil and gas prices quickly moved significantly higher as markets priced in potential supply disruption risk as the Straits of Hormuz, where ~20% of daily oil flows through, essentially shut down.
- Outside of energy markets, we have seen equity markets come under pressure, interest rates rise, elevated volatility measures, the US dollar strengthen, and inflation expectations increase.
- Market expectations for Fed rate cuts in 2026 have dropped to zero given concerns over a sustained energy price spike fanning inflation. The Fed's rate path remains complicated, as its other mandate (employment) continues to show signs of weakness.

¹ Source: Bloomberg. Data is as of March 15, 2026.

Volume of Crude Oil¹

Volume of Crude Oil Transported Through The Strait of Hormuz, By Destination



- Major economies are impacted differently from the conflict depending on their reliance on regional oil and whether they are net importers or exporters. The Strait of Hormuz is the critical chokepoint — Saudi Arabia, Iraq, and the UAE depend on it to export their own oil, meaning a closure disrupts supply on both sides of the equation.
- China purchases around 90% of Iran's oil, while Japan, South Korea, and India are heavily dependent on broader Gulf supply.
- US crude production near record highs provides a meaningful buffer against Middle Eastern disruption, though global prices will ultimately reflect the scale and duration of any supply shortfall.
- As we move forward, the length of the conflict and the path of energy prices will be the defining variables for both inflation and growth globally — with central banks caught in the difficult position of responding to a shock they cannot control.

¹ Source: Apollo Academy. Data is as of March 2026.

Key Trends

- The IMF's January 2026 World Economic Outlook projects global growth holding at 3.3% in 2026, masking a widening divergence between a resilient US economy — forecast to accelerate to 2.4% — and a softening euro area at 1.3% and a structurally decelerating China at 4.5%.
- Global growth entered 2026 with more resilience than expected, supported by a pause in trade escalation and selective easing of bilateral tensions. However, this stability is fragile — supply-chain realignment remains incomplete, strategic technology and rare-earth disputes are unresolved, and the Iran conflict introduced a new energy price shock that could simultaneously slow growth and reignite inflation across major economies.
- US consumer conditions showed early signs of strain entering 2026. Despite a strong January jobs report, hiring was narrowly concentrated, prior gains were revised lower, and confidence weakened — particularly among lower-income households facing persistent pressure from elevated prices and borrowing costs. February's unexpected loss of 92,000 payroll jobs confirmed that the labor market's apparent resilience was more fragile than the headline numbers suggested.
- US equities continued to broaden in February, with the rotation away from AI-linked mega-cap stocks accelerating into value-oriented and economically sensitive sectors. Dispersion across regions and styles is rising, and with elevated valuations leaving little margin for error, earnings durability and cash generation are replacing momentum as the primary drivers of relative performance heading into spring.
- US-China trade tensions remained outwardly contained following the late-2025 tariff suspension, but the truce is thin. Strategic frictions over semiconductors and rare earths are deepening rather than resolving, and China's combination of slowing growth, deflationary pressure, and overcapacity in key export sectors raises the risk of a fresh round of trade friction in the second half of the year.
- The late-February US-Israel strikes on Iran represent the most significant new risk to the global macro-outlook. Oil's sharp move higher is already tightening financial conditions, threatening to reignite inflation just as some central banks were preparing to ease — putting the Fed in an increasingly difficult position between a softening labor market and resurging energy prices.

Disclaimer, Glossary, and Notes

THIS REPORT (THE “REPORT”) HAS BEEN PREPARED FOR THE SOLE BENEFIT OF THE INTENDED RECIPIENT (THE “RECIPIENT”).

SIGNIFICANT EVENTS MAY OCCUR (OR HAVE OCCURRED) AFTER THE DATE OF THIS REPORT, AND IT IS NOT OUR FUNCTION OR RESPONSIBILITY TO UPDATE THIS REPORT. THE INFORMATION CONTAINED HEREIN, INCLUDING ANY OPINIONS OR RECOMMENDATIONS, REPRESENTS OUR GOOD FAITH VIEWS AS OF THE DATE OF THIS REPORT AND IS SUBJECT TO CHANGE AT ANY TIME. ALL INVESTMENTS INVOLVE RISK, AND THERE CAN BE NO GUARANTEE THAT THE STRATEGIES, TACTICS, AND METHODS DISCUSSED HERE WILL BE SUCCESSFUL.

THE INFORMATION USED TO PREPARE THIS REPORT MAY HAVE BEEN OBTAINED FROM INVESTMENT MANAGERS, CUSTODIANS, AND OTHER EXTERNAL SOURCES. SOME OF THIS REPORT MAY HAVE BEEN PRODUCED WITH THE ASSISTANCE OF ARTIFICIAL INTELLIGENCE (“AI”) TECHNOLOGY. WHILE WE HAVE EXERCISED REASONABLE CARE IN PREPARING THIS REPORT, WE CANNOT GUARANTEE THE ACCURACY, ADEQUACY, VALIDITY, RELIABILITY, AVAILABILITY, OR COMPLETENESS OF ANY INFORMATION CONTAINED HEREIN, WHETHER OBTAINED EXTERNALLY OR PRODUCED BY THE AI.

THE RECIPIENT SHOULD BE AWARE THAT THIS REPORT MAY INCLUDE AI-GENERATED CONTENT THAT MAY NOT HAVE CONSIDERED ALL RISK FACTORS. THE RECIPIENT IS ADVISED TO CONSULT WITH THEIR MEKETA ADVISOR OR ANOTHER PROFESSIONAL ADVISOR BEFORE MAKING ANY FINANCIAL DECISIONS OR TAKING ANY ACTION BASED ON THE CONTENT OF THIS REPORT. WE BELIEVE THE INFORMATION TO BE FACTUAL AND UP TO DATE BUT DO NOT ASSUME ANY RESPONSIBILITY FOR ERRORS OR OMISSIONS IN THE CONTENT PRODUCED. UNDER NO CIRCUMSTANCES SHALL WE BE LIABLE FOR ANY SPECIAL, DIRECT, INDIRECT, CONSEQUENTIAL, OR INCIDENTAL DAMAGES OR ANY DAMAGES WHATSOEVER, WHETHER IN AN ACTION OF CONTRACT, NEGLIGENCE, OR OTHER TORT, ARISING OUT OF OR IN CONNECTION WITH THE USE OF THIS CONTENT. IT IS IMPORTANT FOR THE RECIPIENT TO CRITICALLY EVALUATE THE INFORMATION PROVIDED.

CERTAIN INFORMATION CONTAINED IN THIS REPORT MAY CONSTITUTE “FORWARD-LOOKING STATEMENTS,” WHICH CAN BE IDENTIFIED BY THE USE OF TERMINOLOGY SUCH AS “MAY,” “WILL,” “SHOULD,” “EXPECT,” “AIM,” “ANTICIPATE,” “TARGET,” “PROJECT,” “ESTIMATE,” “INTEND,” “CONTINUE,” OR “BELIEVE,” OR THE NEGATIVES THEREOF OR OTHER VARIATIONS THEREON OR COMPARABLE TERMINOLOGY. ANY FORWARD-LOOKING STATEMENTS, FORECASTS, PROJECTIONS, VALUATIONS, OR RESULTS IN THIS REPORT ARE BASED UPON CURRENT ASSUMPTIONS. CHANGES TO ANY ASSUMPTIONS MAY HAVE A MATERIAL IMPACT ON FORWARD-LOOKING STATEMENTS, FORECASTS, PROJECTIONS, VALUATIONS, OR RESULTS. ACTUAL RESULTS MAY THEREFORE BE MATERIALLY DIFFERENT FROM ANY FORECASTS, PROJECTIONS, VALUATIONS, OR RESULTS IN THIS REPORT.

PERFORMANCE DATA CONTAINED HEREIN REPRESENT PAST PERFORMANCE. PAST PERFORMANCE IS NO GUARANTEE OF FUTURE RESULTS.

Credit Risk: Refers to the risk that the issuer of a fixed income security may default (i.e., the issuer will be unable to make timely principal and/or interest payments on the security).

Duration: Measure of the sensitivity of the price of a bond to a change in its yield to maturity. Duration summarizes, in a single number, the characteristics that cause bond prices to change in response to a change in interest rates. For example, the price of a bond with a duration of three years will rise by approximately 3% for each 1% decrease in its yield to maturity. Conversely, the price will decrease 3% for each 1% increase in the bond's yield. Price changes for two different bonds can be compared using duration. A bond with a duration of six years will exhibit twice the percentage price change of a bond with a three-year duration. The actual calculation of a bond's duration is somewhat complicated, but the idea behind the calculation is straightforward. The first step is to measure the time interval until receipt for each cash flow (coupon and principal payments) from a bond. The second step is to compute a weighted average of these time intervals. Each time interval is measured by the present value of that cash flow. This weighted average is the duration of the bond measured in years.

Information Ratio: This statistic is a measure of the consistency of a portfolio's performance relative to a benchmark. It is calculated by subtracting the benchmark return from the portfolio return (excess return), and dividing the resulting excess return by the standard deviation (volatility) of this excess return. A positive information ratio indicates outperformance versus the benchmark, and the higher the information ratio, the more consistent the outperformance.

Jensen's Alpha: A measure of the average return of a portfolio or investment in excess of what is predicted by its beta or "market" risk. Portfolio Return- [Risk Free Rate+Beta*(market return-Risk Free Rate)].

Market Capitalization: For a firm, market capitalization is the total market value of outstanding common stock. For a portfolio, market capitalization is the sum of the capitalization of each company weighted by the ratio of holdings in that company to total portfolio holdings; thus it is a weighted-average capitalization. Meketa Investment Group considers the largest 65% of the broad domestic equity market as large capitalization, the next 25% of the market as medium capitalization, and the smallest 10% of stocks as small capitalization.

Market Weighted: Stocks in many indices are weighted based on the total market capitalization of the issue. Thus, the individual returns of higher market-capitalization issues will more heavily influence an index's return than the returns of the smaller market-capitalization issues in the index.

Maturity: The date on which a loan, bond, mortgage, or other debt/security becomes due and is to be paid off.

Prepayment Risk: The risk that prepayments will increase (homeowners will prepay all or part of their mortgage) when mortgage interest rates decline; hence, investors' monies will be returned to them in a lower interest rate environment. Also, the risk that prepayments will slow down when mortgage interest rates rise; hence, investors will not have as much money as previously anticipated in a higher interest rate environment. A prepayment is any payment in excess of the scheduled mortgage payment.

Price-Book Value (P/B) Ratio: The current market price of a stock divided by its book value per share. Meketa Investment Group calculates P/B as the current price divided by Compustat's quarterly common equity. Common equity includes common stock, capital surplus, retained earnings, and treasury stock adjusted for both common and nonredeemable preferred stock. Similar to high P/E stocks, stocks with high P/B's tend to be riskier investments.

Price-Earnings (P/E) Ratio: A stock's market price divided by its current or estimated future earnings. Lower P/E ratios often characterize stocks in low growth or mature industries, stocks in groups that have fallen out of favor, or stocks of established blue chip companies with long records of stable earnings and regular dividends. Sometimes a company that has good fundamentals may be viewed unfavorably by the market if it is an industry that is temporarily out of favor. Or a business may have experienced financial problems causing investors to be skeptical about its future. Either of these situations would result in lower relative P/E ratios. Some stocks exhibit above-average sales and earnings growth or expectations for above average growth. Consequently, investors are willing to pay more for these companies' earnings, which results in elevated P/E ratios. In other words, investors will pay more for shares of companies whose profits, in their opinion, are expected to increase faster than average. Because future events are in no way assured, high P/E stocks tend to be riskier and more volatile investments. Meketa Investment Group calculates P/E as the current price divided by the I/B/E/S consensus of twelve-month forecast earnings per share.

Quality Rating: The rank assigned a security by such rating services as Fitch, Moody's, and Standard & Poor's. The rating may be determined by such factors as (1) the likelihood of fulfillment of dividend, income, and principal payment of obligations; (2) the nature and provisions of the issue; and (3) the security's relative position in the event of liquidation of the company. Bonds assigned the top four grades (AAA, AA, A, BBB) are considered investment grade because they are eligible bank investments as determined by the controller of the currency.

Sharpe Ratio: A commonly used measure of risk-adjusted return. It is calculated by subtracting the risk free return (usually three-month Treasury bill) from the portfolio return and dividing the resulting excess return by the portfolio's total risk level (standard deviation). The result is a measure of return per unit of total risk taken. The higher the Sharpe ratio, the better the fund's historical risk adjusted performance.

STIF Account: Short-term investment fund at a custodian bank that invests in cash-equivalent instruments. It is generally used to safely invest the excess cash held by portfolio managers.

Standard Deviation: A measure of the total risk of an asset or a portfolio. Standard deviation measures the dispersion of a set of numbers around a central point (e.g., the average return). If the standard deviation is small, the distribution is concentrated within a narrow range of values. For a normal distribution, about two thirds of the observations will fall within one standard deviation of the mean, and 95% of the observations will fall within two standard deviations of the mean.

Style: The description of the type of approach and strategy utilized by an investment manager to manage funds. For example, the style for equities is determined by portfolio characteristics such as price-to-book value, price-to-earnings ratio, and dividend yield. Equity styles include growth, value, and core.

Tracking Error: A divergence between the price behavior of a position or a portfolio and the price behavior of a benchmark, as defined by the difference in standard deviation.

Yield to Maturity: The yield, or return, provided by a bond to its maturity date; determined by a mathematical process, usually requiring the use of a “basis book.” For example, a 5% bond pays \$5 a year interest on each \$100 par value. To figure its current yield, divide \$5 by \$95—the market price of the bond—and you get 5.26%. Assume that the same bond is due to mature in five years. On the maturity date, the issuer is pledged to pay \$100 for the bond that can be bought now for \$95. In other words, the bond is selling at a discount of 5% below par value. To figure yield to maturity, a simple and approximate method is to divide 5% by the five years to maturity, which equals 1% pro rata yearly. Add that 1% to the 5.26% current yield, and the yield to maturity is roughly 6.26%.

$$\frac{5\% \text{ (discount)}}{5 \text{ (yrs. to maturity)}} = 1\% \text{ pro rata, plus } 5.26\% \text{ (current yield)} = 6.26\% \text{ (yield to maturity)}$$

Yield to Worst: The lowest potential yield that can be received on a bond without the issuer actually defaulting. The yield to worst is calculated by making worst-case scenario assumptions on the issue by calculating the returns that would be received if provisions, including prepayment, call, or sinking fund, are used by the issuer.

NCREIF Property Index (NPI): Measures unleveraged investment performance of a very large pool of individual commercial real estate properties acquired in the private market by tax-exempt institutional investors for investment purposes only. The NPI index is capitalization-weighted for a quarterly time series composite total rate of return.

NCREIF Fund Index - Open End Diversified Core Equity (NFI-ODCE): Measures the investment performance of 28 open-end commingled funds pursuing a core investment strategy that reflects funds' leverage and cash positions. The NFI-ODCE index is equal-weighted and is reported gross and net of fees for a quarterly time series composite total rate of return.

Sources: Investment Terminology, International Foundation of Employee Benefit Plans, 1999.
The Handbook of Fixed Income Securities, Fabozzi, Frank J., 1991

The Russell Indices®, TM, SM are trademarks/service marks of the Frank Russell Company.

Throughout this report, numbers may not sum due to rounding.

Returns for periods greater than one year are annualized throughout this report.

Values shown are in millions of dollars, unless noted otherwise.

MINUTES

REGULAR MEETING OF THE CALOPTIMA HEALTH BOARD OF DIRECTORS' FINANCE AND AUDIT COMMITTEE

CALOPTIMA HEALTH
505 CITY PARKWAY WEST
ORANGE, CALIFORNIA

February 19, 2026

A Regular Meeting of the CalOptima Health Board of Directors' (Board) Finance and Audit Committee (FAC) was held on February 19, 2026, at CalOptima Health, 505 City Parkway West, Orange, California. The meeting was held in person and via Zoom webinar, as allowed under the Brown Act, as amended by Senate Bill 707 (2025). The meeting recording is available on CalOptima Health's website under Past Meeting Materials.

Acting Chair Blair Contratto called the meeting to order at 3:08 p.m., and Director Brian Helleland led the Pledge of Allegiance.

ROLL CALL

Members Present: Blair Contratto, Acting Chair; Brian Helleland (all members participated in person)

Members Absent: Isabel Becerra, Chair

Others Present: Michael Hunn, Chief Executive Officer; Yunkyung Kim, Chief Operating Officer; Nancy Huang, Chief Financial Officer; Alexa Horner, Outside General Counsel, Kennaday Leavitt; James Steele, Senior Director, Information Security; Kelly Bruno-Nelson, Executive Director, Medi-Cal/CalAIM; Sharon Dwiers, Clerk of the Board; Pamela Reichardt, Executive Assistant

MANAGEMENT REPORTS

1. Chief Financial Officer (CFO) Report

Nancy Huang, CFO, reported that the January state budget release provides a snapshot of a balanced spending plan at the state level, and staff anticipates the state will release an updated revenue forecast and any new programs and policies in the May Revise. The budget assumes that Medi-Cal enrollment statewide will decrease by 3.5%, or approximately 500,000 enrollees, from the budget year compared to the fiscal year. Ms. Huang outlined the budget and enrollment trend breakdowns for Medi-Cal and the Program of All-Inclusive Care for the Elderly (PACE).

The January budget includes policies that are already in place. The full-scope Medi-Cal expansion enrollment freeze and the reinstatement of asset limit policies went into effect on January 1, 2026. Utilization management for hospice, the elimination of the prospective payment system per-visit rate for state-only services, and the elimination of adult UIS (members without satisfactory immigration status) dental coverage go into effect on July 1, 2026.

Ms. Huang reported that, as of 2025, policy adjustments from H.R. 1 include the work and community engagement requirement, effective January 1, 2027. Reduced federal matching for emergency services and

restrictions on immigration eligibility, which impacted individuals to restricted-scope Medi-Cal, are effective October 1, 2026. Individuals may have to move out to a fee-for-service environment. Eligibility redetermination will change to every six months for the Affordable Care Act adult expansion population. Six-month redeterminations and reduced retroactive Medi-Cal timeframes (reduce retro periods from 3 months to 1 month for members) are effective January 1, 2027.

Managed Care Organizations' tax and the Hospital Quality Assurance Fee will see decreased federal funding within Medi-Cal.

Ms. Huang reported on historical enrollment before COVID and through February 2026.

Ms. Huang covered enrollment highlights for the calendar year 2026. Highlights include a net decrease of 11,500 members from December 2025 to January 2026, with an overall change of 1.4%, driven by 1.1% in Satisfactory Immigration Status (SIS) and -2.8% in Unsatisfactory Immigration Status (UIS). There was a net decrease of nearly 15,000 members from January 2026 to February 2026, with an overall change of -1.8%, driven by -1.4% in SIS and -3.7% in UIS. Staff checked with Inland Empire Health Plan and CalOptima Health's other sister plans, and CalOptima Health's enrollment change aligns with the statewide trend of decreasing plan enrollments month over month. Ms. Huang reported on the breakdown of disenrollment by lines of business.

Director Helleland asked about the timing of the new PACE centers. Ms. Huang reported that the Board approved the expansion, but CalOptima Health is awaiting the Centers for Medicare & Medicaid Services (CMS) approval so that the expansion may begin in fiscal year 2027/2028.

Quality Reports – Key Measures:

For the Net Asset Analysis, Ms. Huang reported that as of December 31, 2025, CalOptima Health's total net asset balance, including fixed assets, was \$2.92 billion. The Board-designated reserve stands at approximately 3.72 months of consolidated revenue and 194 days of cash on hand, within the policy range of 2.5 to 4 months. The Board has committed \$560 million in resources which have not been spent. Unallocated resources are \$489 million.

For the Enrollment Trend Report through December 31, 2025, the consolidated enrollment for all lines of business is 843,277 and is below budget. Medi-Cal enrollment is 824,104 and is below budget. OneCare enrollment is 18,621, above budget, and PACE enrollment is 552, below budget.

Ms. Huang reported on the Shared Risk Pool performance as of December 31, 2025, and the Health Network Financial Compliance Review for the period ending September 30, 2025.

Ms. Huang reported on the Shared Risk Pool Performance for the Medi-Cal line of business, including the following health networks: Noble, United Care Medical Group (UCMG), and AltaMed, for the period of July to October 2024. All three health networks are in surplus. For the OneCare line of business, which includes the following health networks: Family Choice, AltaMed, Noble, and UCMG, two are in surplus, and two are in deficit.

For the Health Network Financial Compliance Report, Ms. Huang stated that this report indicates whether CalOptima Health's physician groups, hospitals, and health maintenance organizations pass the financial

compliance tests and meet the financial security reserves and withholding requirements. She reported that all passed.

2. Cybersecurity Update

James Steele, Senior Director, Information Security, presented an update on CalOptima Health's cybersecurity, reporting zero major incidents in the last quarter. He noted one notable but non-reportable cybersecurity incident involving a wire transfer. The bank's established policies and procedures functioned as intended, allowing full recovery of funds with no financial loss. Staff have implemented policy updates and additional controls to prevent similar incidents. Mr. Steele also reported three third-party ransomware attacks, impacting MedImpact, AltaMed, and a vendor providing off-site storage, GMR Information Management; all incidents were addressed with no member impact.

Mr. Steele highlighted four relevant cybersecurity news items, which included:

2025 Breaches: Healthcare security breaches are on the rise. There were 41 large, reportable breaches in December. The article discussed how the healthcare industry is increasingly targeted.

Ketter Health: The article outlined how the attacker first breached the organization, stole data, and then subjected them to a ransomware attack. The attacker then started attacking the members.

The Health Insurance Portability & Accountability Act (HIPAA) Journal: This article outlined the rise in ransomware attacks and the risks they pose to healthcare systems.

Mr. Steele reported that the Office for Civil Rights is implementing significant changes to HIPAA Security Rule controls beginning as early as May 2026 and noted that CalOptima Health is well-positioned for compliance. He also summarized security metrics for the fourth quarter of calendar year 2025, explaining that eight compromises occurred in which external systems sent phishing emails to employee inboxes. CalOptima Health collaborates with those organizations to ensure they are notified and understand the remediation steps. Due to continued education efforts, the number of incidents decreased to two last quarter.

Mr. Steele reported that CalOptima Health's security tools screened approximately 6 million emails, blocking 71% as malicious. He added that the team prevented 91 phishing campaigns targeting CalOptima Health. As the remediation stream progresses and findings are addressed, risk assessments are being finalized. He further noted that patch management performance reached a 97% success rate within a two-week period, exceeding the 95% goal, with workstations maintaining a 99% success rate. Monthly security awareness training completion for all staff remains at 97%.

Mr. Steele clarified that all CalOptima Health staff must complete the required monthly security awareness training program. The training consists of actual events that have just occurred, so staff stay up to date on current threats.

Mr. Steele reported on CalOptima Health's 2026 risk assessment activities, noting that third-party penetration testing is underway to independently validate security controls and identify potential gaps. He stated that testing is proceeding as expected and is scheduled to conclude in the first week of March, with a report to follow. He added that staff recently completed several HIPAA assessments, confirming that required controls are in place. Mr. Steele also described a third-party blue-team exercise involving

weeklong attack-and-defend testing to surface findings and strengthen defenses. He noted that the results will be reviewed with staff and that he will present a high-level summary to the FAC and the Board during closed session.

Director Helleland asked if the assessments are conducted in the first quarter or throughout the year.

Mr. Steele reported that CalOptima Health's first-quarter penetration testing will be conducted by CrowdStrike. He explained that the HIPAA risk assessment and control validation processes are intentionally scheduled for the second or third quarter, depending on tester availability, to allow focused attention on penetration-related findings first and policy-related items thereafter.

Mr. Steele highlighted continued advancement of CalOptima Health's security program, noting that critical security vulnerabilities have been reduced by more than 90%, zero-trust access controls have been implemented across many critical systems, and over 6,000 malicious or high-risk external actors have been blocked. He attributed these improvements to 24/7 monitoring, strengthened threat detection, and expanded containment measures, all of which reduce ransomware exposure, lower breach risk, and minimize service interruptions affecting members and providers.

Mr. Steele further reported that, in collaboration with the Enterprise Program Management team and a third-party vendor, CalOptima Health has formalized a business impact analysis and business continuity program to enhance organizational resilience in the event of system downtime due to disasters, epidemics, or security incidents. He outlined infrastructure improvements, including strengthened identity and privileged access controls, reduced administrator permissions, removal of local workstation access to prevent lateral movement, and improved governance and visibility over sensitive data. He added that legal search volume has increased, with approximately 100 GB of data provided to the legal department, and that access controls surrounding sensitive member and staff data have been further reinforced.

Director Helleland asked which regulatory requirements are satisfied by conducting an annual review and whether a 2026 governance plan exists that outlines all requirements and expectations for CalOptima Health.

Mr. Steele confirmed that CalOptima Health is aligning with current regulatory requirements by conducting periodic security assessments and penetration testing. He noted that the updated HIPAA Security Rule now requires an annual assessment rather than a periodic one. He added that CalOptima Health is evaluating ways to align its practices with industry's best standards, which will also ensure consistency with CMS and the Department of Health Care Services expectations.

Mr. Steele will present this report to the full Board at the March meeting.

INVESTMENT ADVISORY COMMITTEE UPDATE

3. Treasurer's Report

Ms. Huang presented the Treasurer's Report, which covers the last quarter of 2025. The portfolio balance at the end of December 2025 totaled approximately \$3.86 billion. In the investment total portfolio, \$2.1 billion was invested in CalOptima Health's short-term operating accounts, and about \$1.8 billion was invested in CalOptima Health's Board-designated reserve accounts, both Tier One and Tier Two. The Board-designated reserve level at the end of the quarter is 3.72 times CalOptima Health's consolidated

monthly revenue, and the tangible net equity reserve level was at 100.3% of the minimum Department of Managed Health Care required level.

Meketa Investment Group Inc. (Meketa), CalOptima Health's independent investment and financial advisor firm, completed an independent review of the monthly investment reports. Meketa reported that all investments were compliant with Government Code section 53600 *et seq.* and with CalOptima Health's Board-approved Annual Investment Policy during that period.

Ms. Huang reported on the Executive Summary that Meketa provides. The total fund return for the quarter remains strong at 1.12%, and year-to-date performance, net of fees, is almost 5%. Fixed income year to date is 5.53%, and the cash return is 4.71%, as the market return is higher for long-term investments than for shorter-term investments. When this situation was reversed a few years ago, the Federal Reserve started raising rates to fight inflation. Part of the strategy CalOptima Health is looking at is to position its return and yield for the investment period. Staff have seen long-term investments outperform short-term investments as CalOptima Health's investment managers monitor them to meet both the performance and compliance requirements. Ms. Huang also included in the package for the committee reports on historical trends, market forecasts and fund details. At the December Board meeting, the Board approved revisions and proposed changes to CalOptima Health's 2026 Annual Investment Policy. One notable change is the addition of financial futures contracts on U.S. Government securities as a permissible investment type, effective January 1, 2026. This flexibility provides CalOptima Health's investment managers with more tools to efficiently manage CalOptima Health's portfolio and interest and duration risk. This provides added security for CalOptima Health's investment managers during the portfolio's duration as they approach maturity dates. Staff will closely monitor the use of this type of investment and report back to both the Investment Advisory Committee (IAC) and the FAC.

Director Contratto asked whether the recommendations from Meketa had been sent to the IAC for approval.

Ms. Huang reported that, yes, the Annual Investment Plan review begins in July. Staff reach out to the investment advisory firms and the investment managers to solicit their feedback. Internal staff reviews and brings the recommendations first to the IAC at the October meeting. There were many discussions at the IAC meeting about balancing the potential risks and benefits, as well as the pros and cons of adding these new instruments. As this is a permissible investment under the California Government Code, it is a good time, as interest rates on longer-term investments yield higher returns than those on some shorter-term securities. The investment manager's recommendation is to seek tools that do not require forced selling to meet the holding periods of those investments. This recommendation was presented at the October IAC meeting, the November FAC meeting, and the December Board meeting. The approval was received before the effective date of January 1, 2026. Staff will continue to monitor the use of this new instrument, including its benefits and potential risks. As with monitoring, there may be opportunities to continue refining it.

Michael Hunn also informed the FAC that this is standard in the industry and, although it may be new to CalOptima Health, it will give it time to reallocate its investments for the greatest possible benefit.

PUBLIC COMMENTS

There were no requests for public comment.

CONSENT CALENDAR

4. Approve the minutes of the November 20, 2025, Regular Meeting of the CalOptima Health Board of Directors Finance and Audit Committee and Receive and File Minutes of the October 27, 2025, Regular Meeting of the CalOptima Health Board of Directors' Investment Advisory Committee

Action: On motion of Director Helleland, seconded and carried, the committee approved the Consent Calendar as presented. (Motion carried 2-0-0; Chair Becerra absent)

REPORTS/DISCUSSION ITEMS

5. Approve Reappointment of Annie Tran to the CalOptima Health Board of Directors' Investment Advisory Committee

Action: On motion of Director Helleland, seconded and carried, the committee recommended that the Board of Directors reappoint Annie Tran to the Board of Directors' Investment Advisory Committee for a two (2)-year term, beginning March 5, 2026. (Motion carried 2-0-0, Chair Becerra absent)

Michael Hunn addressed the FAC and invited and encouraged them to attend the next IAC meeting, as it provides an update on developments in the industry and the financial markets. Attendees hear from the fund managers about core inflation, unemployment, housing, and what is happening in the national and global markets.

INFORMATION ITEMS

The following items were accepted as presented.

6. December 2025 Financial Summary

This item was discussed during the CFO's Report.

7. Quarterly Operating and Capital Budget Update

8. CalAIM Program Summary

9. Quarterly Reports to the Finance and Audit Committee

- a. Net Asset Analysis
- b. Enrollment Trend Report
- c. Shared Risk Pool Performance Update
- d. Health Network Financial Compliance Review Update

Agenda Item 9. Quarterly Reports to the Finance and Audit Committee, 9.a. through 9.d. were discussed during the Chief Financial Officer's Report at the beginning of the meeting.

COMMITTEE MEMBER COMMENTS

Acting Chair Contratto asked about the CalAIM report and whether staff can bring it forward.

Director Helleland asked staff to report on CalAIM from a state perspective. He also asked staff to report on the enrollment reduction and the changes expected during the year at the Board meeting.

Michael Hunn responded and informed the FAC that at the March 5, 2025, Board meeting, staff will provide a year-in-review that includes CalAIM.

Director Helleland commented on his recent Board briefing, which focused on enrollment and enrollment losses. It is important for CalOptima Health's members as changes progress throughout the year.

Acting Chair Contratto stated that enrollment projections indicate approximately 500,000 individuals are expected to lose their benefits, echoing comments previously made by Director Helleland.

Mr. Hunn reported that CalOptima Health distributes its monthly Fast Facts, which include enrollment data, to Sacramento and all Orange County legislative offices. He noted that, based on current projections across Southern California – including CalOptima Health, L.A. Care, and Inland Empire Health Plan – approximately 800,000 individuals with UIS could lose health coverage. He emphasized that without coverage, many would ultimately rely on emergency rooms for care.

ADJOURNMENT

Hearing no further business, Acting Chair Contratto adjourned the meeting at 4:29 p.m.

/s/ Pamela Reichardt for
Sharon Dwiers
Clerk of the Board

Approved: May 28, 2026

MINUTES

MEETING OF THE CALOPTIMA HEALTH BOARD OF DIRECTORS' INVESTMENT ADVISORY COMMITTEE

January 26, 2026

A Regular Meeting of the CalOptima Health Board of Directors' (Board) Investment Advisory Committee (IAC) was held on January 26, 2026, at CalOptima Health, 505 City Parkway West, Orange, California. The meeting was held in person and via Zoom webinar, as allowed under the Brown Act as amended by Senate Bill 707 (2025).

CALL TO ORDER

Chair Rodney Johnson called the meeting to order at 3:03 p.m. and led the Pledge of Allegiance.

ROLL CALL

Members' Present: Chair Rodney Johnson, Colleen Clark, Rick Fulford, Nancy Huang, David Hutchison, James Meehan, Annie Tran

Members Absent: None

Others Present: Hannah Schriener and Ian Schirato, Meketa Investment Group; Darren Marco, Jeffrey Cleveland and Madison Thrane, Payden & Rygel; Erin Klepper and David Wheeler, MetLife Investment Management; Michael Hunn, Chief Executive Officer; Yunkyung Kim, Chief Operating Officer; Jason Kaing, Controller; Faye Hedari, Supervisor, Accounting; Ally Hoang, Manager, Accounting; Lawrence Chow, Accountant; and Pamela Reichardt, Executive Assistant

MINUTES

Approve Minutes of the October 27, 2025, Meeting of the CalOptima Health Board of Directors' Investment Advisory Committee

Action: On motion of Member Clark, seconded and carried, the Minutes of the October 27, 2025, Meeting of the CalOptima Health Board of Directors' Investment Advisory Committee were approved as presented. (Motion carried 7-0-0)

PUBLIC COMMENT

There were no requests for public comment.

MANAGEMENT REPORTS

Chief Executive Officer (CEO) Report

CEO Michael Hunn and Chief Financial Officer (CFO) Nancy Huang expressed appreciation to Accounting Supervisor Faye Heidari for 21 years of service with CalOptima Health, as she is retiring in April 2026. Ms. Heidari has worked closely with the IAC and CalOptima Health's investment advisor and investment managers.

Mr. Hunn provided a brief update on the January State Budget release and CalOptima Health's enrollment changes. CalOptima Health currently serves approximately 870,000 members and continues to experience month-over-month enrollment declines. Anticipated enrollment trends will be incorporated into the development of the Fiscal Year 2026-27 budget. CalOptima Health's administrative overhead remains approximately 5%, with 93-94 cents of every dollar directed to member care. Mr. Hunn announced to the IAC that he is retiring from CalOptima Health on December 31, 2026. He will continue to lead the plan in 2026 as it looks forward to the year ahead.

Chief Financial Office Report

CFO Nancy Huang provided additional information on the January State Budget release. The forecasted revenue and expenditure plan reflects a nearly balanced budget, with an anticipated deficit of less than \$3 billion in Fiscal Year 2026-27. Additional program changes and Medi-Cal updates are expected in the May Budget Revision. Medi-Cal enrollment remains the key issue, with projections trending below levels assumed in the January State Budget. Staff continues to closely monitor enrollment and will report further once the State releases the May Revision. Ms. Huang also reported that the federal budget reconciliation bill will further impact Medi-Cal eligibility, healthcare coverage, and supplemental payments to CalOptima Health's hospitals and providers. Ms. Huang noted that CEO Michael Hunn works closely with CalOptima Health's providers, health networks, and community partners to ensure members' access to quality healthcare.

For Fiscal Year 2026-27, CalOptima Health will prioritize member retention, protection of coverage, and enhanced support for members navigating the healthcare system. CalOptima Health will expand community engagement efforts and launch a Covered California line of business on January 1, 2027, providing an additional coverage option. CalOptima Health also plans to expand its Program of All-Inclusive Care for the Elderly (PACE) and allocate resources toward activities that strengthen quality outcomes and improve the Centers for Medicare & Medicaid Services Star Rating.

REPORTS

VI. A. Recommend that the Finance and Audit Committee recommend to the Board of Directors, to reappoint Annie Tran to the Board of Directors' Investment Advisory Committee for a two (2)-year term beginning March 5, 2026.

Action: *On motion of Member Meehan, seconded and carried, the Investment Advisory Committee Recommended that the Finance and Audit Committee recommend the Board of Directors reappoint Annie Tran to the Board of Directors' Investment Advisory Committee for a two (2)-year term beginning March 5, 2026. (Motion carried 7-0-0).*

INFORMATION ITEMS

Financial Update

Controller Jason Kaing presented CalOptima Health's financial highlights as of October 31, 2025. At month end, enrollment was almost 878,000 members, favorable to budget by 16,500, but lower enrollment than expected for the month. CalOptima Health had an overall positive operating margin of about \$5.7 million and nearly \$10 million in non-operating income, primarily driven by net investment income. CalOptima Health closed the month with a change in net assets of about \$15.6 million. Year-to-date (YTD), the operating margin was nearly \$62.9 million and non-operating income was \$39.9 million, primarily from net investment income. This was offset by estimated community reinvestment liabilities, a new statutory requirement. YTD, the change in net assets was \$102.7 million. The medical loss ratio was 91.8%, and the administrative loss ratio was 4.7%.

Mr. Kaing reported on the balance sheet. Current assets were at nearly \$2.7 billion with current liabilities at \$1.5 billion, yielding a current ratio of 1.8. Board-designated reserves for the month were at \$1.6 billion, or 3.7 times the monthly average revenue. Statutory designated reserves were at \$134.6 million or 102% of the minimum tangible net equity. Both reserves were within compliance levels.

Presentation by Meketa Investment Group

Hannah Schriener, Managing Principal, gave a company update and reported on the total fund performance, cash flow, performance attribution, individual manager performance, and custom peer group results for the investment managers. Ms. Schriener also addressed the overall market environment. She reported that for the period ending December 31, 2025, the portion of the investment portfolio managed by Meketa was in compliance with CalOptima Health's Annual Investment Policy. Ms. Schriener reported to the IAC that the Treasury futures as noted in the policy will be reflected in future reports.

Ian Schirato, Investment Analyst, reported on the total fund performance, fixed income, cash flow, and custom peer group results.

Presentation by Payden & Rygel

Darren Marco, Vice President, provided a firm update, a report on the yield curve and total fund portfolio, and a summary on portfolio performance. Mr. Marco also reported on the additional risk premium received from buying credit versus treasuries.

Jeffrey Cleveland, Director and Chief Economist, reported on labor market growth, inflation, and unemployment. Consumer spending, business spending, and capital expenditures look good, and growth continues even though there is a weak labor market and strong Gross Domestic Product (GDP) growth.

Mr. Cleveland reported on inflation, housing, tariffs, AI technology and the Federal Reserve Board and how it is comprised. Mr. Cleveland also reported on Federal Funds futures.

Madison Thrane, Senior Client Portfolio Analyst, reported on the characteristics, attribution, and performance of the Tier One and Tier Two accounts. Ms. Thrane noted that for the period ending October 31, 2025, the portion of the investment portfolio managed by Payden & Rygel was in compliance with CalOptima Health's Annual Investment Policy.

Presentation by MetLife Investment Management

Erin Klepper, Associate Director, provided a firm update, reported on the Tier One and Tier Two accounts, and discussed the yield curve. Ms. Klepper noted that for the period ending October 31, 2025, the portion of the investment portfolio managed by MetLife Investment Management was in compliance with CalOptima Health's Annual Investment Policy.

David Wheeler, Portfolio Manager, gave a market overview update and reported on the Federal Reserve projections, inflation, market projections, and portfolio performance attribution and strategy.

ADJOURNMENT

Hearing no further business, Chair Johnson adjourned the meeting at 4:32 p.m.

/s/ Pamela Reichardt
Executive Assistant

Approved: April 27, 2026

CALOPTIMA HEALTH BOARD ACTION AGENDA REFERRAL

Action To Be Taken May 28, 2026

Regular Meeting of the CalOptima Health Board of Directors'

Finance and Audit Committee

Report Item

6. Recommend that the Board of Directors Approve the CalOptima Health Fiscal Year 2026-27 Operating Budget

Contact

Nancy Huang, Chief Financial Officer, (657) 235-6935

Recommended Actions

Recommend the Board of Directors:

1. Approve the CalOptima Health Fiscal Year 2026-27 Operating Budget and Non-Operating Items and authorize expenditures and appropriate funds for the items in Attachment A: Fiscal Year 2026-27 Operating Budget for All Lines of Business and Non-Operating Items and Attachment B: Administrative Budget Details.
2. Approve the CalOptima Health Fiscal Year 2026-27 Covered California Budget, allocate up to \$7.7 million from existing reserves to fund pre-implementation expenditures related to Covered California, and authorize expenditures and appropriate funds for the items in Attachment B1: Covered California Start-up Administrative Budget Details.
3. Approve the CalOptima Health Fiscal Year 2026-27 Digital Transformation Budget and authorize expenditures and appropriate funds for the items in Attachment B2: Digital Transformation Administrative Budget Details.
4. Direct the Chief Executive Officer, or Designee, to make a commitment of up to \$429.6 million from existing reserves to support provider rates to ensure longer-term provider network stability, network adequacy, and access to care for CalOptima Health members throughout Orange County for a 2.5-year period (*i.e.*, July 1, 2026, through December 31, 2028).

Background

The CalOptima Health Fiscal Year (FY) 2026-27 Budget provides revenue and spending for the period of July 1, 2026, through June 30, 2027, and includes the following budget categories:

- Lines of Business:
 - Medi-Cal
 - OneCare
 - Program for All-Inclusive Care for the Elderly (PACE)
 - Covered California (January - June 2027)
 - Multipurpose Senior Services Program (MSSP)
 - Facilities
- Digital Transformation
- Covered California Start-up (July - December 2026)
- Non-Operating Items:
 - Net Investment Income
 - 500 Building

○ Street Medicine Support Center

Staff is submitting a comprehensive budget for all lines of business for approval, using assumptions based on the best information available to date. Pursuant to CalOptima Health Policies GA.3202: CalOptima Health Signature Authority, GA.5002: Purchasing, and GA.5003: Budget Approval and Budget Reallocation, budget approval by the Board of Directors (Board) authorizes the expenditure for the item and appropriates the funds requested without further Board action to the extent the Board has or is, as indicated in the budget attachments, delegating authority to staff. In the event of any material policy, program or funding changes, staff will recommend budget revisions to the Board for consideration.

CalOptima Health’s primary revenue source is the State of California (State). On May 14, 2026, the Governor released his May Revision to the FY 2026-27 State Budget. The May Revision updated revenue assumptions and proposed several Medi-Cal budget solutions, including, but not limited to the following:

- Transition of Unsatisfactory Immigration Status (UIS) members from the managed care delivery system to the Fee-for-service (FFS) system effective January 1, 2027;
- Full reinstatement of the asset test effective January 1, 2027;
- Cost savings from Medi-Cal efficiencies;
- Continued implementation of H.R. 1 eligibility and enrollment changes; and
- Continuation of Managed Care Organization (MCO) tax and Hospital Quality Assurance Fee (QAF), pending federal approval.

The CalOptima Health FY 2026-27 Operating Budget includes anticipated effects of enacted changes that take effect through June 30, 2027. The State Legislature will consider new or revised state budget proposals in committee hearings, leading to the passage of a Budget Bill by June 15, 2026. Generally, the Governor will sign or veto items (if needed) within the Budget Bill and any associated budget bills in mid-June to late June, prior to the beginning of the new State fiscal year on July 1, 2026. Staff will continue to monitor legislative actions.

Discussion

Operating Budget: Staff proposes an Operating Budget with an operating surplus of \$41.36 million or 0.85% for FY 2026-27 as summarized in the following table and details below:

FY 2026-27 Operating Budget

	Medi-Cal	OneCare	PACE	CCA	MSSP*	FY 2026-27 Budget
Average Monthly Enrollment	719,232	19,889	594	9,681	588	749,396
Revenue	\$4,225,587,197	\$488,226,827	\$66,015,079	\$76,624,656	\$3,149,328	\$4,859,603,087
Medical Costs	\$3,957,666,037	\$437,733,230	\$60,287,670	\$68,008,697	\$2,974,371	\$4,526,670,005
Administrative Expenses	\$235,327,631	\$39,126,205	\$4,189,855	\$11,336,094	\$1,598,292	\$291,578,076
Operating Income/Loss	\$32,593,529	\$11,367,392	\$1,537,553	(\$2,720,135)	(\$1,423,335)	\$41,355,006

	Medi-Cal	OneCare	PACE	CCA	MSSP*	FY 2026-27 Budget
Medical Loss Ratio (MLR)	93.66%	89.66%	91.32%	88.76%	94.44%	93.15%
Administrative Loss Ratio (ALR)	5.57%	8.01%	6.35%	14.79%	50.75%	6.00%

* MSSP enrollment included in Medi-Cal total

Note: Totals may not add up due to rounding

For more information, please refer to Attachment A: Fiscal Year 2026-27 Operating Budget for All Lines of Business and Non-Operating Items.

Operating Budget Analysis

Enrollment: The budget forecasts a 12.2% decrease in combined enrollment from the previous fiscal year. This is predominantly driven by the Medi-Cal line of business with a forecasted reduction of 13.8%. The forecast includes the continuation of normal Medi-Cal eligibility redetermination activities combined with the effects of H.R.1 policy provisions resulting in a decrease primarily in the UIS population of adults ages 26-49 across the course of the budget year. For the OneCare line of business, the budget forecasts an increase in enrollment from the prior budget year of approximately 6.9%. In PACE, the forecast includes an 9.0% increase primarily driven by an expected increase in enrollment at Alternative Care Setting centers.

Revenue: The budget projects revenue for each line of business based on the most recent capitation rates available from the California Department of Health Care Services (DHCS) and the Centers for Medicare & Medicaid Services (CMS). Staff made additional adjustments based on member acuity and included trend assumptions based on CalOptima Health’s Rate Development Template submission to DHCS, as well as Medicare Advantage and Part D bids to CMS. The FY 2026-27 Operating Budget revenue on a per member per month basis is higher than in prior year financials due primarily to higher anticipated acuity. This assumption is informed by increasing service category medical trends, offset by mounting State budgetary pressures.

Medical Costs: The budget proposes a 93.15% MLR. The budget accounted for forecasted provider capitation payments, professional, facility, ancillary, managed long-term services and supports, prescription drugs, medical management, CalAIM, and other medical costs. The budget:

- Calculates trends based on historical experience;
- Incorporates higher anticipated acuity within the budget year;
- Continues to apply Targeted Rate Increases (TRI) Phase I for contracted providers who render primary care or general care, as defined in DHCS guidance;
- Continues CalAIM Enhanced Care Management and Community Supports services; and
- Excludes expenses associated with Proposition 35, pending guidance from DHCS.

Several methods were utilized to develop the medical cost forecasts. Predominantly, projections were based on trends calculated from historical experience over several years. Staff assigned various credibility to the different time periods depending on how representative they were of expected future utilization. In addition, adjustments were applied to account for known changes to operations, program structure, benefits, and regulatory policies. Staff used historical data, proxy data, and industry

benchmarks where available, and checked the results for reasonability.

Administrative Expenses: The budget proposes a 6.00% ALR, which is similar to the prior year Board-approved ALR of 5.98% (including Board-approved adjustments). The primary drivers for the higher administrative expenses in the budget are:

- Personnel costs, including an annual merit increase of 3.0%, health benefit premium increases, and capitalization of qualified Information Technology staffing costs to implement major capital projects; and
- Non-salary expenses, including expenses to comply with mandated program requirements and technology updates to support business changes.

The budget includes additional administrative expenses associated with the new Covered California line of business for the period of January 1, 2027, through June 30, 2027.

Staff prepared the General and Administrative budget using a “zero-based” budgeting methodology, which required departments to justify each expense before inclusion in the budget. Attachment B: Administrative Budget Details provides additional information regarding all administrative expenses included in the FY 2026-27 Operating Budget.

Provider Rate Increase

Management requests the Board to commit \$429.6 million from existing reserves to support certain Medi-Cal provider and health network rates for a 2.5-year period (*i.e.*, July 1, 2026, through December 31, 2028). Staff presented the enhanced provider rate increase proposal at the May 7, 2026, Board meeting.

The FY 2026-27 Operating Budget includes implementation of rate increases for certain contracted Medi-Cal providers, effective July 1, 2026. Staff will recommend separate actions to seek Board approval of the health network and provider contract amendments at the June Board meeting. Specifically:

- FFS Hospitals: Increase from 140% or 240% Medi-Cal Fee Schedule to 70% Medicare Fee Schedule;
- FFS Specialists: Increases specialty services (professional component) from 156% Medi-Cal Fee Schedule or 87.5% of the Medicare rate under TRI to 200% Medi-Cal Fee Schedule or 87.5% of the Medicare rate under TRI; and
- Health Networks: Account for commensurate increases in Health Network capitation funding for the above FFS provider rate changes.

The following table shows the estimated fiscal impact of rate increases for contracted Medi-Cal providers and health networks in FY 2026-27:

Category	Estimated Annual Amount (in millions)		
	Health Networks	Fee-for-Service	Total
Hospital – Outpatient	\$48.7	\$68.6	\$117.3
Professional – Specialty Services (Professional Component)	\$28.0	\$26.5	\$54.5
FY 2026-27 Total	\$76.7	\$95.1	\$171.8
30-month Commitment (7/1/26 – 12/31/28)	\$191.9	\$237.7	\$429.6

Digital Transformation

On March 17, 2022, the Board authorized a three-year Digital Transformation and Workplace Modernization Strategy and created a \$100 million restricted reserve to fund digital transformation efforts. On June 5, 2025, the Board approved a two-year extension through June 30, 2027, to complete existing and new capital projects. The budget includes \$5.4 million in operating costs to continue implementation. Attachment B2: Digital Transformation Administrative Budget Details provides additional information regarding operating expenses to complete implementation of the strategy.

Covered California Start-up (July - December 2026)

Staff anticipates that the new Covered California line of business will become operational on January 1, 2027. The budget includes \$7.7 million in operating costs to begin preparations for the launch, including \$4.5 million in Salaries, Wages & Benefits and \$3.2 million in Other Operating Expenses. Staff requests an allocation of this amount from existing reserves to fund the start-up period of July 1, 2026, through December 31, 2026. Attachment B1: Covered California Start-up Administrative Budget Details provides additional information.

Non-Operating

Net Investment Income: The budget projects \$100 million in net investment income, which is based on projected market conditions and returns on investments in FY 2026-27.

500 Building: Based on the projected revenue and estimated depreciation costs, the budget projects an estimated net cost of approximately \$1,043,542.

Street Medicine Support Center: The budget projects an estimated cost of \$1,020,535 to support preparation activities for preconstruction services and other building related activities.

Status of Total Assets and Reserve Levels

As of April 30, 2026, CalOptima Health’s total net assets were \$3.1 billion, including:

- \$1,768.8 million in Statutory and Board-designated Reserves;
- \$109.1 million in capital assets (net of depreciation);
- \$472.1 million in unspent resources committed by the Board; and
- \$726.4 million in unallocated resources.

Upon approval of the new provider rate increase estimated at \$429.6 million, the remaining balance in unallocated resources will be \$296.8 million.

Pursuant to CalOptima Health Policy GA.3001: Statutory and Board-Designated Reserve Funds, the Board-designated Reserve level is between 2.5 to 4.0 times the monthly consolidated revenue and the Statutory Reserve level is between 100% to 110% of the minimum Tangible Net Equity (TNE). As of April 30, 2026, the Board-designated Reserve level was at 3.76 months, and the Statutory Reserve level was 101% of TNE.

Fiscal Impact

Routine Operating Budget: As outlined above and described in Attachment A: Fiscal Year 2026-27 Operating Budget for All Lines of Business and Non-Operating Items, the FY 2026-27 Operating Budget projects a surplus of \$41.36 million.

Covered California: The fiscal impact for the Covered California Operating Budget for the period of July 1, 2026, through December 31, 2026, is \$7.7 million. An allocation of up to \$7.7 million from existing reserves will fund the budget.

Digital Transformation: A previous Board action on March 17, 2022, established a restricted reserve for the Digital Transformation and Workplace Modernization Strategy in the amount of \$100 million. An appropriation of \$5.4 million from the restricted reserve will fund the non-salary operating expenses for Digital Transformation in FY 2026-27.

Non-Operating Items: The fiscal impact for non-operating items results in a net income of \$97.9 million.

Rationale for Recommendation

Staff submits the FY 2026-27 Operating Budget for all lines of business areas and non-operating items using the best information available to provide covered services to CalOptima Health's forecasted enrollment.

Concurrence

Troy R. Szabo, Outside General Counsel, Kennaday Leavitt

Attachments

1. Attachment A: Fiscal Year 2026-27 Operating Budget for All Lines of Business and Non-Operating Items
2. Attachment B: Administrative Budget Details
3. Attachment B1: Covered California Start-up Administrative Budget Details
4. Attachment B2: Digital Transformation Administrative Budget Details
5. Fiscal Year 2026-27 Operating Budget Presentation

/s/ Michael Hunn
Authorized Signature

05/21/2026
Date

Attachment A: Fiscal Year 2026-27 Operating Budget for All Lines of Business and Non-Operating Items

	Medi-Cal	OneCare	PACE	CCA	MSSP	Facilities	Consolidated
Member Months	8,630,786	238,672	7,128	116,166	7,056	-	8,992,752
Avg Members	719,232	19,889	594	9,681	588	-	749,396
Revenue							
Capitation Revenue	\$ 4,225,587,197	\$ 488,226,827	\$ 66,015,079	\$ 76,624,656	\$ 3,149,328	\$ -	\$ 4,859,603,087
Total	\$ 4,225,587,197	\$ 488,226,827	\$ 66,015,079	\$ 76,624,656	\$ 3,149,328	\$ -	\$ 4,859,603,087
Medical Costs							
Provider Capitation	\$ 1,154,063,413	\$ 173,848,853	\$ -	\$ 10,937,325	\$ -	\$ -	\$ 1,338,849,590
Professional, Facility & Ancillary Claims	\$ 1,554,983,870	\$ 98,900,140	\$ 25,489,598	\$ 25,036,763	\$ -	\$ -	\$ 1,704,410,371
Managed Long-Term Services and Supports (MLTSS)	\$ 563,328,283	\$ -	\$ 1,496,573	\$ -	\$ 409,413	\$ -	\$ 565,234,269
Prescription Drugs	\$ -	\$ 134,160,544	\$ 8,028,509	\$ -	\$ -	\$ -	\$ 142,189,052
Other Medical	\$ 556,337,154	\$ 14,884,493	\$ 4,170,817	\$ 30,426,400	\$ -	\$ -	\$ 605,818,863
Medical Management	\$ 128,953,318	\$ 15,939,201	\$ 21,102,173	\$ 1,608,209	\$ 2,564,958	\$ -	\$ 170,167,859
Total	\$ 3,957,666,037	\$ 437,733,230	\$ 60,287,670	\$ 68,008,697	\$ 2,974,371	\$ -	\$ 4,526,670,005
MLR	93.66%	89.66%	91.32%	88.76%	94.44%		93.15%
Gross Margin	\$ 267,921,160	\$ 50,493,597	\$ 5,727,408	\$ 8,615,959	\$ 174,957	\$ -	\$ 332,933,082
Administrative Expenses							
Salaries, Wages, & Employee Benefits	\$ 141,230,337	\$ 15,004,548	\$ 2,498,603	\$ 3,737,791	\$ 1,409,792	\$ -	\$ 163,881,071
Non-Salary Operating Expenses	\$ 88,596,580	\$ 9,666,657	\$ 1,454,667	\$ 5,342,731	\$ 94,500	\$ 5,042,302	\$ 110,197,437
Depreciation & Amortization	\$ 13,392,714	\$ -	\$ 19,465	\$ 1,100,000	\$ -	\$ 2,500,000	\$ 17,012,179
Indirect Cost Allocation, Occupancy Expense	\$ (7,892,000)	\$ 14,455,000	\$ 217,120	\$ 1,155,572	\$ 94,000	\$ (7,542,302)	\$ 487,390
Total	\$ 235,327,631	\$ 39,126,205	\$ 4,189,855	\$ 11,336,094	\$ 1,598,292	\$ (0)	\$ 291,578,076
ALR	5.57%	8.01%	6.35%	14.79%	50.75%		6.00%
Operating Income/(Loss)	\$ 32,593,529	\$ 11,367,392	\$ 1,537,553	\$ (2,720,135)	\$ (1,423,335)	\$ 0	\$ 41,355,006
							0.85%
Provider Rate Increase							\$ (171,839,842)
Digital Transformation Strategy							\$ (5,400,000)
Covered California							\$ (7,747,961)
Non-Operating							
Net Investment Income							\$ 100,000,000
500 Building							\$ (1,043,542)
Street Medicine Support Center							\$ (1,020,535)
Total Non-Operating Income/(Loss)							\$ 97,935,923

Back to Item

[Back to Agenda](#)

Attachment B: Administrative Budget Details

Medi-Cal: Non-Salary Operating Expenses				
Specific Type	Objective of the Item Proposed	Budget FY 2026-27 Input	Authorization	Appropriation
Other Operating Expenses	Quality Software Licenses and Maintenance	12,197,186	X	X
Other Operating Expenses	Infrastructure Software Licenses and Maintenance for Organizational Support	11,079,795	X	X
Other Operating Expenses	Infrastructure Cloud and End User Peripheral Equipment	9,653,300	X	X
Other Operating Expenses	Digital, Shared Services, Data Warehouse, and Analytics Software Licenses and Maintenance Support	9,167,500	X	X
Other Operating Expenses	Clinical Platform Licensing and Technical Maintenance	8,443,042	X	X
Other Operating Expenses	Operations and Regulatory Compliance Software Licenses and Maintenance	7,922,600	X	X
Other Operating Expenses	Administrative and Operational Support Software Licenses and Maintenance	7,000,000	X	X
Other Operating Expenses	Information Security Identity, Data and Threat Protection	3,605,000	X	X
Other Operating Expenses	Insurance Premiums - Errors and Omissions Professional Liability - General and Property Liabilities - Excess Liabilities - Commercial Auto - Directors and Officers (D&O) - Network/Privacy (Cyber), Crime, Employment Practices Liability (EPL) - Earthquake, Pollution and Umbrella - Wage and Hour Coverage	3,067,000	X	X
Other Operating Expenses	Strategic and Organizational Support for Business Operations	1,500,000	X	X
Other Operating Expenses	Guidance for Accounting and Financial Reporting of Subscription-Based Information Technology Arrangements (SBITAs)	1,276,142	X	X
Other Operating Expenses	Travel, Training and Seminar - Professional Development and Education - System and Software Update Training - Process Improvement Training - Financial and Reporting Software Upgrade and Training - Training Classes for Facility Management, Environmental and Safety Issues - Conferences/Seminars and Meetings for Managers and Staff - State Meetings Related to Regulatory and Legislative Issues, Strategic Development - Association Meetings - Vendor Site Visits, Field Staff Visits - Mileage and Parking Reimbursement for Community Events and Presentations, Provider Offices and Member Enrollment	1,116,296	X	X
Other Operating Expenses	Association Membership Dues	1,009,700	X	X
Other Operating Expenses	Sponsorship, Registration Fees and Other Related Costs for New and Anticipated Community Events, Health Fairs, Venue Rental, Services and Supplies	750,004	X	X
Other Operating Expenses	Maintenance for Windows and Carpet Cleaning, Furniture Repair, Doors, Audio Visual Equipment, Plumbing and Other General Maintenance Needs	688,000	X	X
Other Operating Expenses	Purchases and Installation of Office Furniture for Adds, Moves, Furniture, Fixture and Equipment, and Various Other Articles of Minor Equipment	410,000	X	X
Other Operating Expenses	Network Fees, General Supplies, Technical Training, and Certifications	364,400	X	X
Other Operating Expenses	Tuition Reimbursement for Staff Development and Organizational Development Programs	205,180	X	X
Other Operating Expenses	General Office Supplies for Company-Wide Usage	193,000	X	X
Other Operating Expenses	Employee Engagement Events and CalOptima Health Logo Apparel	140,700	X	X
Other Operating Expenses	Employee Appreciation Events	121,200	X	X
Other Operating Expenses	Supplies and Costs Associated with Various Outreach, Community Events, Sponsorships and Health Fairs	115,500	X	X

Attachment B: Administrative Budget Details

Medi-Cal: Non-Salary Operating Expenses				
Specific Type	Objective of the Item Proposed	Budget FY 2026-27 Input	Authorization	Appropriation
Other Operating Expenses	Office Supplies for Various Departments' Needs	99,102	X	X
Other Operating Expenses	Subscriptions, Certifications, and Licenses	77,649	X	X
Other Operating Expenses	Food Services for Community Events and Supporting New Initiatives	75,004	X	X
Other Operating Expenses	Professional Dues and Member Fees for Various Professional Associations	73,228	X	X
Other Operating Expenses	General Supplies for CalOptima Health Staff	43,000	X	X
Other Operating Expenses	Food Services Allowances for Sponsoring Member and Provider Meetings, Conferences, Department Meetings and Other Events	37,300	X	X
Other Operating Expenses	Board Member Stipends, Memberships, Conferences, Training and Travel	36,700	X	X
Other Operating Expenses	Food Services for CalOptima Health Informational Series, Legislative Luncheon Events, Member and Provider Meetings/Conferences, Board Meetings and Other Events	28,650	X	X
Other Operating Expenses	Food Services for Provider Advisory Committee, CalOptima Health Community Network Lunch and Learn Events and Anniversary Event	15,000	X	X
Printing & Postage	Postage for Maintenance of Business, Print and Fulfillment for Newsletters, Ad Hoc Projects	3,145,398	X	X
Printing & Postage	Mail Services Charges, Courier/Delivery of Print Materials and General Postage for Outgoing Mail	627,000	X	X
Printing & Postage	Printing of the Communications and Ad Hoc Collateral Materials to the Community	81,500	X	X
Printing & Postage	Miscellaneous Member Materials, Printing Expenses and Supplies for Various Departments	39,000	X	X
Professional Fees	Managed Services for Customer Relationship Management and Website and Ad Hoc Support	6,287,000	X	X
Professional Fees	General and Adversarial Legal Fees for Outside Legal Counsel	6,000,000	X	X
Professional Fees	Consulting Fees for Government Affairs Support, Contracts and Management of State, Federal, and Local Lobbyists	1,050,000	X	X
Professional Fees	Consultant to Assess Program Integrity, Medi Cal Audits, and Third Party Clinical and Coding Reviews	626,000	X	X
Professional Fees	Employee Engagement and Feedback, Executive Recruitment, Direct Hire Fees, Leave and Accommodation, Compensation and Ad Hoc Consulting	586,500	X	X
Professional Fees	Website Content and Media Outreach to Boost Awareness of CalOptima Health, and Outreach Strategy	505,000	X	X
Professional Fees	Accounting and Finance System Support, Investment Advisory Services, and Financial Audit Annual Contract	490,000	X	X
Professional Fees	Consulting Fees to Expand Internal Audit Work Plan, Develop a Board-Approved Initiatives Review Process, Conduct Validation Audit and Risk Assessment, and Other Ad Hoc Projects	432,000	X	X
Professional Fees	Space Planning Services, Mechanical Engineering Consultant, and Broker Services	400,000	X	X
Professional Fees	Medical Loss Ratio Audit	350,000	X	X
Professional Fees	Business Continuity Plan (BCP) Support	324,996	X	X
Professional Fees	Evaluation of Security Controls Systems and Functionality Support	320,000	X	X
Professional Fees	Evaluation of End to End Workflow for System/Process Improvements and External Medical Review	290,000	X	X
Professional Fees	Annual IBNR Certification, Network Support and Other Related Actuarial Consulting Services	205,000	X	X
Professional Fees	Support for Delegation Oversight Process	192,000	X	X
Professional Fees	Support for Strategic Growth Opportunities and Capabilities and Other Related Consulting Services	150,000	X	X
Professional Fees	Organizational and Strategic Plan Support	100,000	X	X
Professional Fees	Consulting Services for Budget Support	45,000	X	X
Professional Fees	Process Enhancement and Implementation Support	25,000	X	X
Purchased Services	Claims Prepayment Editing Services, Coordination of Benefits Project, Overpayment Identification Services, Electronic Data Interchange, Long Term Care Rate Adjustments, Imaging and Indexing Services	8,034,700	X	X
Purchased Services	Language Interpretation, Face to Face Interpreter Services, Telephonic Interpreter and Video Interpreting Services, and Translation of Member Materials	3,108,500	X	X

Attachment B: Administrative Budget Details

Medi-Cal: Non-Salary Operating Expenses				
Specific Type	Objective of the Item Proposed	Budget FY 2026-27 Input	Authorization	Appropriation
Purchased Services	Third Party Check Printing and Mailing Fees and Tax Form Processing Fees	1,065,000	X	X
Purchased Services	Supplemental Security Income (SSI) Conversion Services, Imaging Services, and Member Call Center Support	919,929	X	X
Purchased Services	Background Screening, Benefits Administration, Retirement Advisory, Compensation Systems, Employee Testing and Health Screening, and Wellness Programs for Employees	578,554	X	X
Purchased Services	Security Operation Center to Provide Expert Monitoring, Analysis, and Response to Security Incidents Using a Centralized Platform	400,000	X	X
Purchased Services	Business Bank Fees	385,000	X	X
Purchased Services	Ongoing Digital, Social Media Advertising and Partnerships to Promote Routine Annual Medi-Cal Renewal, Mailing Campaign to Promote County Community Services Center	370,000	X	X
Purchased Services	Regulatory Compliance Services for Information Accessibility Requirements and Photography and Video Production Services	252,000	X	X
Purchased Services	Recruitment Advertisement and Sourcing	165,000	X	X
Purchased Services	Provider Directory Production and Remediation, Other Miscellaneous Services	150,000	X	X
Purchased Services	Moving Services, Armed Guards, TB Shots and Other General Services	135,000	X	X
Purchased Services	Insurance Broker Services	126,000	X	X
Purchased Services	Data Scanning and Storage for Appeals and External Medical Review Services	120,000	X	X
Purchased Services	Medical Record Review, Compliance and Ethics Hotline, and Provider Appeal Services	95,000	X	X
Purchased Services	Provider Satisfaction Survey	60,000	X	X
Purchased Services	Grant Management Tools to Support Ongoing Management of Grants and Process Improvement	50,000	X	X
Purchased Services	Offsite Backup Tapes Storage and Services	44,100	X	X
Purchased Services	Procurement Platform	18,000	X	X
Other Operating Expenses	Total Expenses Listed Above that Will Be Reclassified to Medical Management and Depreciation and Amortization According to Accounting Principles	-28,163,776	X	X
Professional Fees	Total Expenses Listed Above that Will Be Reclassified to Medical Management and Depreciation and Amortization According to Accounting Principles	-2,099,000	X	X
Total Non-Salary Operating Expenses		88,596,580		

Attachment B: Administrative Budget Details

OneCare: Non-Salary Operating Expenses				
Specific Type	Objective of the Item Proposed	Budget FY 2026-27 Input	Authorization	Appropriation
Other Operating Expenses	Strategic Support for Ongoing Operational Needs	300,000	X	X
Other Operating Expenses	Activities and Promotional Items for Community Events	269,996	X	X
Other Operating Expenses	Activities and Promotional Items for Various Events	88,000	X	X
Other Operating Expenses	Staff Development, Training and Related Travel Expenses	86,304	X	X
Other Operating Expenses	Food Services for Events and Meetings	28,500	X	X
Other Operating Expenses	Office Supplies for Staff	13,504	X	X
Other Operating Expenses	Subscriptions, Certifications, Licenses and Professional Dues	10,520	X	X
Printing & Postage	Marketing Materials, Including Sales Brochures, Posters, Handouts and Other Member and Provider Oriented Materials and Postage	864,096	X	X
Printing & Postage	Maintenance of Enrolled Members (Printing, Fulfillment, Postage), Member Routine Annual and Quarterly Mailings, Other Related Printing and Postage Expenses	623,725	X	X
Printing & Postage	Printing of Enrollment Materials, Retainment Materials, Broker Agency Enrollment Kits, and Other Related Printing Expenses	104,500	X	X
Printing & Postage	Member and Provider Materials, Fulfillment, Delivery and Mailing, and Other Printing Fees for Various Departments	52,950	X	X
Professional Fees	Campaign Development and Other Consulting Support	735,600	X	X
Professional Fees	Member Retention and Engagement and Medicare Advantage Annual Bid Submission	450,000	X	X
Professional Fees	Annual Compliance Program Effectiveness (CPE) Audit, Medicare Data Validation Audit and Program Audit Engagement	295,000	X	X
Professional Fees	Risk and Program Assessment Support	65,000	X	X
Purchased Services	Pharmacy Benefits Management	1,354,800	X	X
Purchased Services	Broker Agency Commission for Member Enrollment and Other Related Expenses	1,275,000	X	X
Purchased Services	Advertising (Radio, Television, Print, Outdoor, Digital and Other Mediums) to Promote and Support Enrollment and Participation	1,240,000	X	X
Purchased Services	Language Interpretation, Face to Face Interpreter Services, Telephonic Interpreter and Video Interpreting Services, and Translation of Member Materials	849,296	X	X
Purchased Services	Member Engagement Support and Community-Based Health Organization Care Programs	396,400	X	X
Purchased Services	Member Call Center Support	228,466	X	X
Purchased Services	Member Chart Retrieval Services	180,000	X	X
Purchased Services	Regulatory Compliance Services for Information Accessibility Requirements	95,000	X	X
Purchased Services	Claims Processing Through Automation Data Flow	35,000	X	X
Purchased Services	Data Scanning and Storage for Appeals and External Medical Review Services	25,000	X	X
Total Non-Salary Operating Expenses		9,666,657		

Back to Item

[Back to Agenda](#)

Attachment B: Administrative Budget Details

PACE: Non-Salary Operating Expenses				
Specific Type	Objective of the Item Proposed	Budget FY 2026-27 Input	Authorization	Appropriation
Other Operating Expenses	Operational Support Software Licenses and Maintenance	540,000	X	X
Other Operating Expenses	Repairs and Maintenance of Minor Equipment, Building and Unforeseen Incidentals and Support for Encounters	79,388	X	X
Other Operating Expenses	Outreach Events and Promotional Marketing Items to Help Elevate PACE Center and Support Program Enrollment and Expansion	32,400	X	X
Other Operating Expenses	Electricity, Gas, Water and Other Related Expenses	11,200	X	X
Other Operating Expenses	General Liability, Property, Earthquake and Other Insurance Fees	9,840	X	X
Other Operating Expenses	Enrollment Incentive Program	4,480	X	X
Other Operating Expenses	Food Services for Events and Meetings	4,200	X	X
Other Operating Expenses	Staff Development, Training and Related Travel Expenses	2,960	X	X
Other Operating Expenses	Property Tax Assessment	2,000	X	X
Other Operating Expenses	Minor Equipment and Supplies	1,360	X	X
Other Operating Expenses	Office Supplies for Staff	960	X	X
Other Operating Expenses	Subscriptions, Certifications, Licenses and Professional Dues	464	X	X
Printing & Postage	Printing, Fulfillment and Postage Costs for Direct Mail Campaign, Marketing Materials and Other Printing Expenses	261,600	X	X
Professional Fees	Managed Services for Customer Relationship Management and Website and Ad Hoc Support	180,000	X	X
Professional Fees	Marketing Agency Consulting Fees	100,000	X	X
Professional Fees	Part D Actuarial Services and Other Financial Consulting Fees	25,200	X	X
Purchased Services	Advertising (Radio, Television, Print, Outdoor, Digital and Other Mediums) to Promote and Support Enrollment and Participation	850,000	X	X
Purchased Services	Pharmacy Benefits Management	55,440	X	X
Purchased Services	Health Surveys, Encounter Data Formatting, Equipment Sterilization and Calibration, Provider Communication, Appointment and Telehealth Services, and Related Expenses	13,174	X	X
Other Operating Expenses	Total Expenses Listed Above that Will Be Reclassified to Medical Management and Depreciation and Amortization According to Accounting Principles	-540,000	X	X
Professional Fees	Total Expenses Listed Above that Will Be Reclassified to Medical Management and Depreciation and Amortization According to Accounting Principles	-180,000	X	X
Total Non-Salary Operating Expenses		1,454,667		

Back to Item

[Back to Agenda](#)

Attachment B: Administrative Budget Details

Covered California: Non-Salary Operating Expenses				
Specific Type	Objective of the Item Proposed	Budget FY 2026-27 Input	Authorization	Appropriation
Other Operating Expenses	Strategic and Operational Support for Organizational Continuity and Maintaining Readiness	1,650,000	X	X
Other Operating Expenses	Staff Development, Training and Related Travel Expenses	24,000	X	X
Other Operating Expenses	Office Supplies for Staff	700	X	X
Other Operating Expenses	Subscriptions, Certifications, Licenses and Professional Dues	595	X	X
Other Operating Expenses	Food Services for Events and Meetings	125	X	X
Printing & Postage	Member Material Printing, Mailing, and Postage Fees	436,031	X	X
Professional Fees	Premium Filing and Review Support	450,000	X	X
Professional Fees	Campaign Development of Covered California Plan	275,000	X	X
Professional Fees	General and Adversarial Legal Fees for Outside Legal Counsel	250,000	X	X
Professional Fees	Provider Data Operations and System Implementation Support	116,667	X	X
Professional Fees	Compliance Operation Support	100,000	X	X
Professional Fees	External Medical Reviews and Evaluation of End to End Workflow for System/Process Improvements	7,800	X	X
Purchased Services	Broker Agency Commission for Member Enrollment and Other Related Expenses	850,000	X	X
Purchased Services	Advertising (Radio, Television, Print, Outdoor, Digital and Other Mediums) to Promote and Support Enrollment and Participation	540,000	X	X
Purchased Services	Pharmacy Benefits Management	184,320	X	X
Purchased Services	Claims Prepayment Editing Services, Benefits Coordination, Overpayment Identification Services, and Electronic Data Interchange Institutional Claims	169,660	X	X
Purchased Services	Member Premium Payments Processing Services	87,500	X	X
Purchased Services	Language Interpretation, Face to Face Interpreter Services, Telephonic Interpreter and Video Interpreting Services, and Translation of Member Materials	85,000	X	X
Purchased Services	Risk Adjustment Process	60,000	X	X
Purchased Services	Regulatory Compliance Services for Information Accessibility Requirements	30,000	X	X
Purchased Services	Total Expenses Listed Above that Will Be Reclassified to Medical Management and Depreciation and Amortization According to Accounting Principles	25,333	X	X
Total Non-Salary Operating Expenses		5,342,731		

Back to Item

[Back to Agenda](#)

Attachment B: Administrative Budget Details

MSSP: Non-Salary Operating Expenses				
Specific Type	Objective of the Item Proposed	Budget FY 2026-27 Input	Authorization	Appropriation
Other Operating Expenses	Information Management Software for Long Term Care	53,000	X	X
Other Operating Expenses	Subscriptions, Certifications, Licenses and Professional Dues	10,000	X	X
Other Operating Expenses	Staff Development, Training and Related Travel Expenses	5,500	X	X
Other Operating Expenses	Office Supplies for Staff	5,500	X	X
Other Operating Expenses	Cell Phones and Data Plans for Field Staff and Management Team Who Complete Onsite Home Assessments	1,500	X	X
Professional Fees	Annual Finance Audit	19,000	X	X
Total Non-Salary Operating Expenses		94,500		

Back to Item

[Back to Agenda](#)

Attachment B: Administrative Budget Details

505 Building: Non-Salary Operating Expenses				
Specific Type	Objective of the Item Proposed	Budget FY 2026-27 Input	Authorization	Appropriation
Other Operating Expenses	Building Repair and Maintenance	3,666,761	X	X
Other Operating Expenses	Utilities	711,895	X	X
Other Operating Expenses	Property Insurance	283,000	X	X
Other Operating Expenses	Property Tax Assessments	22,877	X	X
Purchased Services	Building Support Services	216,336	X	X
Purchased Services	Property Management Fee	141,433	X	X
Total Non-Salary Operating Expenses		5,042,302		

Back to Item

[Back to Agenda](#)

Attachment B: Administrative Budget Details

500 Building: Non-Salary Operating Expenses				
Specific Type	Objective of the Item Proposed	Budget FY 2026-27 Input	Authorization	Appropriation
Other Operating Expenses	Building Repair and Maintenance	1,897,079	X	X
Other Operating Expenses	Utilities	379,439	X	X
Other Operating Expenses	Easement Administrative and Maintenance Costs	194,684	X	X
Other Operating Expenses	Property Insurance	101,000	X	X
Other Operating Expenses	Property Tax Assessments	8,392	X	X
Purchased Services	Building Support Services	95,961	X	X
Purchased Services	Property Management Fee	64,237	X	X
Total Non-Salary Operating Expenses		2,740,792		

Back to Item

[Back to Agenda](#)

Attachment B: Administrative Budget Details

Street Medicine Support Center: Non-Salary Operating Expenses				
Specific Type	Objective of the Item Proposed	Budget FY 2026-27 Input	Authorization	Appropriation
Other Operating Expenses	Building Repair and Maintenance	574,414	X	X
Other Operating Expenses	Utilities	145,638	X	X
Other Operating Expenses	Property Insurance	56,683	X	X
Other Operating Expenses	Property Tax Assessments	3,800	X	X
Purchased Services	Property Management Fee	40,000	X	X
Total Non-Salary Operating Expenses		820,535		

Back to Item

[Back to Agenda](#)

Attachment B1: Covered California Start-up Administrative Budget Details

Covered California: Non-Salary Operating Expenses				
Specific Type	Objective of the Item Proposed	Budget FY 2026-27 Input	Authorization	Appropriation
Other Operating Expenses	Outreach Items for Enrollment Events	25,000	X	X
Other Operating Expenses	Staff Development, Training and Related Travel Expenses	1,000	X	X
Other Operating Expenses	Food Services for Events and Meetings	125	X	X
Printing & Postage	Member Material Printing, Mailing, and Postage Fees	180,044	X	X
Professional Fees	Strategic Advice and Operational Implementation Support and Project Management	1,000,000	X	X
Professional Fees	General and Adversarial Legal Fees for Outside Legal Counsel	250,000	X	X
Professional Fees	Provider Data Operations and System Implementation Support	83,333	X	X
Purchased Services	Broker Agency Commission for Member Enrollment and Other Related Expenses	850,000	X	X
Purchased Services	Advertising (Radio, Television, Print, Outdoor, Digital and Other Mediums) to Promote and Support Enrollment and Participation	460,000	X	X
Purchased Services	Language Interpretation, Face to Face Interpreter Services, Telephonic Interpreter and Video Interpreting Services, and Translation of Member Materials	85,000	X	X
Purchased Services	Regulatory Compliance Services for Information Accessibility Requirements	30,000	X	X
Purchased Services	Member Call Center Support	12,667	X	X
Purchased Services	Member Premium Payments Processing Services	7,500	X	X
Total Non-Salary Operating Expenses		2,984,669		

Back to Item

[Back to Agenda](#)

Attachment B2: Digital Transformation Administrative Budget Details

Digital Transformation: Non-Salary Operating Expenses				
Specific Type	Objective of the Item Proposed	Budget FY 2026-27 Input	Authorization	Appropriation
Other Operating Expenses	Software Licenses Pertaining to Capital Projects	2,000,000	X	X
Professional Fees	Digital Transformation Consulting Services in Various Areas	3,400,000	X	X
Total Non-Salary Operating Expenses		5,400,000		

Back to Item

[Back to Agenda](#)



CalOptima Health

Fiscal Year 2026-27 Operating Budget

**Finance and Audit Committee Meeting
May 28, 2026**

Nancy Huang, Chief Financial Officer

Our Mission

To serve member health with excellence and dignity, respecting the value and needs of each person.

Our Vision

Provide all members with access to care and supports to achieve optimal health and well-being through an equitable and high-quality health care system.

[Back to Item](#)

Agenda

- Executive Summary
- FY 2026-27 Operating Budget Overview
 - Operating Budget
 - Provider Rate Increase
 - Digital Transformation
 - Covered California Start-up (July - December 2026)
 - Non-Operating Items
- Attachment A: Consolidated Income Statement
- Recommended Actions
- Appendices
 - FY 2026-27 Operating Budget by Lines of Business
 - Net Asset and Reserve Update



Executive Summary

Overall FY 2026-27 Budget Approach

- Given the ongoing budget negotiations at the State level, CalOptima Health will present the initial budget proposal at the May FAC and June Board meetings, based on:
 - Existing enrollment forecast without potential Unsatisfactory Immigration Status (UIS) carve-out
 - Planned Provider Rate increases (funded by reserves)
 - Medi-Cal rebased capitation rates
 - Excluding Proposition 35, pending additional DHCS guidance
- Budget proposal was developed using the best finalized information available
- In the event of any material policy, program or funding changes, management will recommend budget revisions to the Board for consideration

Major Budget Considerations

- Anticipated effects of enacted H.R. 1 provisions on Medicaid enrollment
- Covered California launch on 1/1/27
 - 6-month start-up costs funded by existing reserves
 - 1/1/27 - 6/30/27 operating costs included in Operating Budget
- Digital Transformation Year Five (Final year)
- Items managed below the line:
 - Provider Rate Increase
 - Digital Transformation
 - Covered California

May Revise Overview

- Highlights
 - General Fund (GF) revenues forecasted at \$16.8 billion, or 2.5% higher than the January Budget for FY 2024-25 through FY 2026-27
 - Proposes a \$0 structural budget deficit through 6/30/28
- Overall Medi-Cal Budget
 - FY 2025-26 (current FY): \$194.4 billion (\$48.6 GF)
 - FY 2026-27: \$216.7 billion (\$44.9 GF)
- Updated Medi-Cal Enrollment: -3.75% decrease
 - FY 2025-26 (current FY): 14,396,200
 - FY 2026-27: 13,856,000

Link to Governor's budget summary: <https://ebudget.ca.gov/2026-27/pdf/Revised/BudgetSummary/FullBudgetSummary.pdf>

[Back to Item](#)

[Back to Agenda](#)

Medi-Cal Budget Proposals

- Transition UIS members from the managed care delivery system to the Fee-for-Service system (effective 1/1/27)
- Full Reinstatement of Asset Limit Test
 - Lower the limits for seniors and disabled adult members to \$2,000 for an individual or \$3,000 for a couple, effective no sooner than 1/1/27
- Cost savings from Medi-Cal Efficiencies
 - Implement utilization management for ABA and Transportation benefits

Link to Governor's budget summary: <https://ebudget.ca.gov/2026-27/pdf/Revised/BudgetSummary/FullBudgetSummary.pdf>

[Back to Item](#)

[Back to Agenda](#)

Medi-Cal Budget Proposals (cont.)

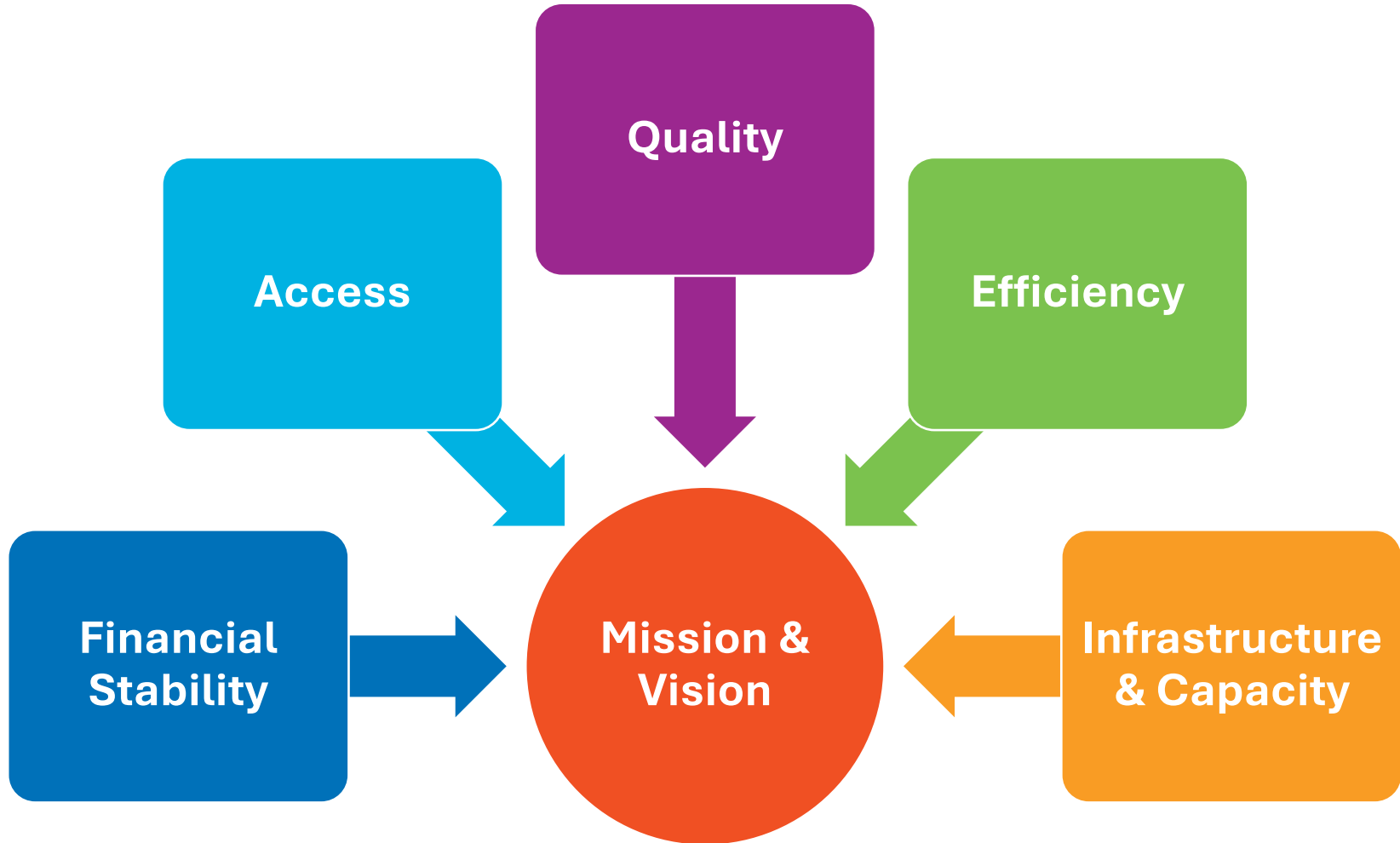
- H.R. 1 Eligibility and Enrollment Changes
 - Work and community engagement requirements
 - ACA Adult Expansion six-month redeterminations
- Managed Care Organization (MCO) Tax and Hospital Quality Assurance Fee (QAF)
 - DHCS has submitted modified requests to continue both funding mechanisms
 - Pending CMS final approval

Link to Governor's budget summary: <https://ebudget.ca.gov/2026-27/pdf/Revised/BudgetSummary/FullBudgetSummary.pdf>

[Back to Item](#)

[Back to Agenda](#)

Budget Objectives



FY 2026-27 Operating Budget: REVENUE

\$4,859,603,087

FY 2026-27 Operating Budget: **EXPENSES**

\$4,818,248,081

FY 2026-27 Operating Budget: **OPERATING MARGIN**

\$41,355,006

Operating Budget Highlights

FY 2026-27 Operating Budget	
Average Enrollment*	749,396
Revenue	\$4,859,603,087
Medical Costs	\$4,526,670,005
<i>Medical Loss Ratio (MLR)</i>	93.15%
Administrative Expenses	\$291,578,076
<i>Admin Loss Ratio (ALR)</i>	6.00%
Operating Income/Loss	\$41,355,006 or 0.85%



CalOptima Health allocates 93 cents of every dollar received on member care

* Average enrollment reflects six months of Covered California operations

[Back to Item](#)

[Back to Agenda](#)



FY 2026-27 Operating Budget Overview

FY 2026-27 Budget vs. FY 2025-26 Budget

	FY 2025-26 Budget*	FY 2026-27 Budget	FY 2026-27 vs. FY 2025-26 Budget
Average Monthly Enrollment	884,677	749,396	(135,281)
Revenue	\$4,691,984,627	\$4,859,603,087	\$167,618,460
Medical Costs	\$4,380,101,003	\$4,526,670,005	\$146,569,002
Administrative Expenses	\$280,517,296	\$291,578,076	\$11,060,780
Operating Income/Loss	\$31,366,328	\$41,355,006	\$9,988,678
<i>MLR</i>	93.35%	93.15%	(0.20%)
<i>ALR</i>	5.98%	6.00%	0.02%

* Includes Board actions and budget adjustments, annualized as of March 2026



FY 2026-27 Budget vs. 2025-26 Actual

	FY 2025-26 Actual*	FY 2026-27 Budget	FY 2026-27 Budget vs. FY 2025-26 Actual
Average Monthly Enrollment	872,384	749,396	(122,988)
Revenue	\$5,298,183,302	\$4,859,603,087	(\$438,580,215)
Medical Costs	\$4,860,774,158	\$4,526,670,005	(\$334,104,153)
Administrative Expenses	\$246,699,036	\$291,578,076	\$44,879,040
Operating Income/Loss	\$190,710,108	\$41,355,006	(\$149,355,103)
<i>MLR</i>	91.74%	93.15%	1.40%
<i>ALR</i>	4.66%	6.00%	1.34%

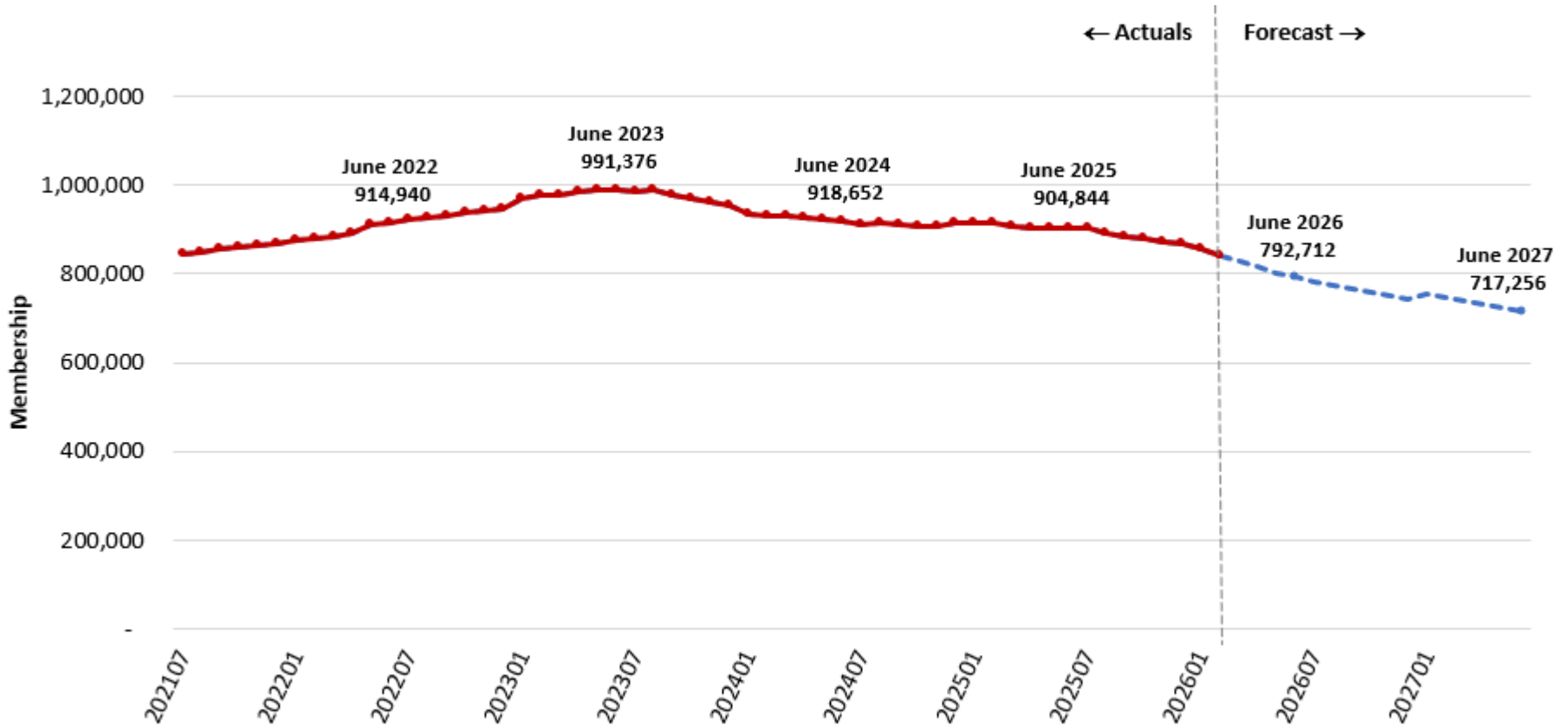
* Includes Board actions and budget adjustments, annualized as of March 2026





Enrollment

Actuals to Forecast



- Forecasted enrollment decrease of nearly 75,500 or -9.5% from June 2026 to June 2027

* Forecast based on actuals through February 2026

[Back to Item](#)



Enrollment Projections: Average Member Months

LOB	FY 2025-26*	FY 2026-27 Budget	FY 2026-27 Budget vs. FY 2025-26 Actual
Medi-Cal	834,010	719,232	(114,778)
OneCare	18,612	19,889	1,277
PACE	545	594	49
Covered California	-	9,681	9,681
Total:	853,167	749,396	(103,771)

- Assumes no significant changes in policy:
 - Historical trends are informing future forecasts
 - Covered California: Six-month average is **19,361**

* Forecast based on actuals through February 2026
Note: Rounding may impact calculations





Revenue

Revenue: Key Assumptions

○ Medi-Cal

- Based on a combination of Calendar Year (CY) 2026 Draft Rates and Forecasted CY 2027 Anticipated Rates
 - Projected CY 2027 trends informed by the DHCS Rate Development Template (RDT) submission
 - Assumes a 2% revenue increase effective January 2027
- Stratifies rates by Category of Aid (COA) and Immigration Status
- Includes Hospital Directed Payments effective January 2027

○ OneCare

- Based on a combination of CY 2026 and CY 2027 Medicare Part C and Part D base rates as informed by CMS communications
- Risk scores based on actual diagnostic experience, model updates, and expected trends

Revenue: Key Assumptions (cont.)

- PACE
 - Rates forecasted by eligibility status from both DHCS and CMS
 - Informed by a combination of CMS publications, PACE RDT, and CMS Part D bid submission
- Covered California
 - Revenue forecasted based on Rate Filing premium estimates, comprised of both subsidy and member contributions



Medical Costs

Medical Costs: FY 2025-26 Budget vs. FY 2026-27 Budget

	FY 2025-26 Budget*	FY 2026-27 Budget	FY 2026-27 vs. FY 2025-26 Budget
Revenue	\$4,691,984,627	\$4,859,603,087	\$167,618,460
Provider Capitation	\$1,537,102,362	\$1,338,849,590	(\$198,252,772)
Professional, Facility & Ancillary Claims	\$1,786,905,495	\$1,704,410,371	(\$82,495,124)
Managed Long-Term Services and Supports (MLTSS)	\$598,494,795	\$565,234,269	(\$33,260,526)
Prescription Drugs	\$137,226,393	\$142,189,052	\$4,962,659
Other Medical	\$148,199,028	\$605,818,863	\$457,619,835
Medical Management	\$172,172,930	\$170,167,859	(\$2,005,071)
Total Medical Costs	\$4,380,101,003	\$4,526,670,005	\$146,569,002
MLR	93.35%	93.15%	(0.20%)



* Includes Board actions and budget adjustments, annualized as of March 2026

Medical Costs: FY 2025-26 Actual vs. FY 2026-27 Budget

	FY 2025-26 Actual*	FY 2026-27 Budget	FY 2026-27 Budget vs. FY 2025-26 Actual
Revenue	\$5,298,183,302	\$4,859,603,087	(\$438,580,215)
Provider Capitation	\$1,521,540,472	\$1,338,849,590	(\$182,690,882)
Professional, Facility & Ancillary Claims	\$1,759,333,175	\$1,704,410,371	(\$54,922,804)
Managed Long-Term Services and Supports (MLTSS)	\$551,494,686	\$565,234,269	\$13,739,583
Prescription Drugs	\$123,728,571	\$142,189,052	\$18,460,481
Other Medical	\$765,314,120	\$605,818,863	(\$159,495,257)
Medical Management	\$139,363,134	\$170,167,859	\$30,804,725
Total Medical Costs	\$4,860,774,158	\$4,526,670,005	(\$334,104,153)
MLR	91.74%	93.15%	1.40%



* Includes Board actions and budget adjustments, annualized as of March 2026

Medical Costs: Key Assumptions

- Calculates trends based on historical experience and anticipated member acuity changes
- Includes rebased Medi-Cal health network capitation rates
- Includes Hospital Directed Payments effective January 2027
- Does not include Prop 35; pending additional DHCS guidance



CalOptima
Health

Administrative Expenses

Administrative Expenses: FY 2025-26 Budget vs. FY 2026-27 Budget

	FY 2025-26 Budget*	FY 2026-27 Budget	FY 2026-27 vs. FY 2025-26 Budget
Revenue	\$4,691,984,627	\$4,859,603,087	\$167,618,460
Salaries, Wages & Benefits	\$166,708,819	\$163,881,071	(\$2,827,748)
Non-Salary Expenses: Operating	\$100,603,445	\$110,197,437	\$9,593,992
Professional Fees	\$15,032,422	\$19,168,763	\$4,136,341
Purchased Services	\$25,311,626	\$25,063,941	(\$247,685)
Printing & Postage	\$7,067,448	\$6,235,800	(\$831,648)
Other Operating Expenses	\$53,191,949	\$59,728,932	\$6,536,983
Non-Salary Expenses: Other	\$13,205,032	\$17,499,569	\$4,294,537
Depreciation & Amortization	\$13,691,724	\$17,012,179	\$3,320,455
Indirect Cost Allocation, Occupancy	(486,692)	\$487,390	\$974,082
Total Administrative Expenses	\$280,517,296	\$291,578,076	\$11,060,780
ALR	5.98%	6.00%	0.02%

* Includes Board actions and budget adjustments, annualized as of March 2026

[Back to Item](#)



Administrative Expenses: FY 2025-26 Actual vs. FY 2026-27 Budget

	FY 2025-26 Actual*	FY 2026-27 Budget	FY 2026-27 Budget vs. FY 2025-26 Actual
Revenue	\$5,298,183,302	\$4,859,603,087	(\$438,580,215)
Salaries, Wages & Benefits	\$155,310,771	\$163,881,071	\$8,570,300
Non-Salary Expenses: Operating	\$78,935,011	\$110,197,437	\$31,262,425
Professional Fees	\$10,309,000	\$19,168,763	\$8,859,763
Purchased Services	\$20,222,619	\$25,063,941	\$4,841,322
Printing & Postage	\$5,596,304	\$6,235,800	\$639,496
Other Operating Expenses	\$42,807,088	\$59,728,932	\$16,921,844
Non-Salary Expenses: Other	\$12,453,254	\$17,499,569	\$5,046,315
Depreciation & Amortization	\$13,446,579	\$17,012,179	\$3,565,600
Indirect Cost Allocation, Occupancy	(\$993,325)	\$487,390	\$1,480,715
Total Administrative Expenses	\$246,699,036	\$291,578,076	\$44,879,040
ALR	4.66%	6.00%	1.34%

* Includes Board actions and budget adjustments, annualized as of March 2026

[Back to Item](#)



Administrative Budget: Bridge for FY 2025-26 Actual vs. FY 2026-27 Budget

G&A Expense	Bridge	Key Drivers
Salaries, Wages & Benefits	\$8.6M	<ul style="list-style-type: none"> • Open positions: \$13.0M • Annual merit increase: \$4.4M • Capitalization of qualified Information Technology staffing costs to implement major capital projects: (\$11.0M) • Health benefit premium increase: \$2.2M
Non-Salary Expenses: Operating		
Professional Fees	\$8.9M	<ul style="list-style-type: none"> • Consulting for new and ongoing initiatives and software applications • Strategic plan development and implementation • Advertising support and other required audits
Purchased Services	\$4.8M	<ul style="list-style-type: none"> • Broker agency commission for member enrollment • Claims prepayment editing and coordination of benefits • Call Center Support
Printing & Postage	\$0.6M	<ul style="list-style-type: none"> • Mailing and processing of member packages and notices
Other Operating Expenses	\$16.9M	<ul style="list-style-type: none"> • Software licenses and maintenance agreements: \$11.0M • Building maintenance, operational and other program support: \$5.9M
Non-Salary Expenses: Other		
Depreciation & Occupancy	\$5.0M	<ul style="list-style-type: none"> • Capital items placed in service
Total G&A	\$44.9M	

* FY 2026-27 Administrative Budget includes \$11.3M for Covered California (Jan - Jun 2027)

[Back to Item](#)





Provider Rate Increase

Planned Enhancements to Medi-Cal Provider Reimbursements

Service Category	FFS Providers	Health Network		Total
	Hospitals Physicians	Professional Capitation	Hospital Capitation	
Hospital Outpatient From: 140% or 240% Medi-Cal Fee Schedule To: 70% Medicare Fee Schedule	\$68.6M	\$5.1M	\$43.6M	\$117.3M
Specialist Physician From: Standardized at 156% Medi-Cal Fee Schedule To: Standardized at 200% Medi-Cal Fee Schedule	\$26.5M	\$28.0M	--	\$54.5M
Annual Estimate:	\$95.1M	\$33.1M	\$43.6M	\$171.8M
30-month Proposal: (2.5 Years: 7/1/26 – 12/31/28)	\$237.7M	\$82.8M	\$109.1M	\$429.6M

Note: Uses FY 2026-27 enrollment forecast





Digital Transformation

Digital Transformation Year Five Operating Budget

	FY 2026-27 Budget
Professional Fees	\$3,400,000
Other Operating Expenses	\$2,000,000
Total:	\$5,400,000

- March 17, 2022: Board authorized a three-year strategy and created a \$100 million restricted reserve to fund digital transformation efforts
- Please refer to DTS funding summary provided in the FY 2026-27 Capital Budget materials



CalOptima
Health

Covered California Start-up (July - December 2026)

Covered California Start-up Operating Budget (July 2026 - December 2026)

	FY 2026-27 Budget
Salaries, Wages & Employee Benefits	\$4,474,622
Professional Fees	\$1,616,003
Purchased Services	\$1,445,167
Printing and Other Operating Expenses	\$212,169
Total:	\$7,747,961

- Anticipated start date: January 1, 2027
- Budget addresses start-up operating costs to prepare for launch
- January - June 2027 is included in the Consolidated Operating Budget



Non-Operating Items

Non-Operating Budget

	FY 2026-27 Budget
500 Building	
Annual Revenue	\$1,562,980
Estimated Operating Expenses	\$2,606,522
Net Cost:	(\$1,043,542)
Street Medicine Support Center	
Estimated Operating Expenses	\$1,020,535
Cost:	(\$1,020,535)
Investment Income	
Net Investment Income:	\$100,000,000
Total Non-Operating Income:	\$97,935,923

- Building expenses are treated as non-operating for FY 2026-27



Attachment A: Consolidated Income Statement

Attachment A: Fiscal Year 2026-27 Operating Budget for All Lines of Business and Non-Operating Items

	Medi-Cal	OneCare	PACE	CCA	MSSP	Facilities	Consolidated
Member Months	8,630,786	238,672	7,128	116,166	7,056	-	8,992,752
Avg Members	719,232	19,889	594	9,681	588	-	749,396
Revenue							
Capitation Revenue	\$ 4,225,587,197	\$ 488,226,827	\$ 66,015,079	\$ 76,624,656	\$ 3,149,328	\$ -	\$ 4,859,603,087
Total	\$ 4,225,587,197	\$ 488,226,827	\$ 66,015,079	\$ 76,624,656	\$ 3,149,328	\$ -	\$ 4,859,603,087
Medical Costs							
Provider Capitation	\$ 1,154,063,413	\$ 173,848,853	\$ -	\$ 10,937,325	\$ -	\$ -	\$ 1,338,849,590
Professional, Facility & Ancillary Claims	\$ 1,554,983,870	\$ 98,900,140	\$ 25,489,598	\$ 25,036,763	\$ -	\$ -	\$ 1,704,410,371
Managed Long-Term Services and Supports (MLTSS)	\$ 563,328,283	\$ -	\$ 1,496,573	\$ -	\$ 409,413	\$ -	\$ 565,234,269
Prescription Drugs	\$ -	\$ 134,160,544	\$ 8,028,509	\$ -	\$ -	\$ -	\$ 142,189,052
Other Medical	\$ 556,337,154	\$ 14,884,493	\$ 4,170,817	\$ 30,426,400	\$ -	\$ -	\$ 605,818,863
Medical Management	\$ 128,953,318	\$ 15,939,201	\$ 21,102,173	\$ 1,608,209	\$ 2,564,958	\$ -	\$ 170,167,859
Total	\$ 3,957,666,037	\$ 437,733,230	\$ 60,287,670	\$ 68,008,697	\$ 2,974,371	\$ -	\$ 4,526,670,005
MLR	93.66%	89.66%	91.32%	88.76%	94.44%		93.15%
Gross Margin	\$ 267,921,160	\$ 50,493,597	\$ 5,727,408	\$ 8,615,959	\$ 174,957	\$ -	\$ 332,933,082
Administrative Expenses							
Salaries, Wages, & Employee Benefits	\$ 141,230,337	\$ 15,004,548	\$ 2,498,603	\$ 3,737,791	\$ 1,409,792	\$ -	\$ 163,881,071
Non-Salary Operating Expenses	\$ 88,596,580	\$ 9,666,657	\$ 1,454,667	\$ 5,342,731	\$ 94,500	\$ 5,042,302	\$ 110,197,437
Depreciation & Amortization	\$ 13,392,714	\$ -	\$ 19,465	\$ 1,100,000	\$ -	\$ 2,500,000	\$ 17,012,179
Indirect Cost Allocation, Occupancy Expense	\$ (7,892,000)	\$ 14,455,000	\$ 217,120	\$ 1,155,572	\$ 94,000	\$ (7,542,302)	\$ 487,390
Total	\$ 235,327,631	\$ 39,126,205	\$ 4,189,855	\$ 11,336,094	\$ 1,598,292	\$ (0)	\$ 291,578,076
ALR	5.57%	8.01%	6.35%	14.79%	50.75%		6.00%
Operating Income/(Loss)	\$ 32,593,529	\$ 11,367,392	\$ 1,537,553	\$ (2,720,135)	\$ (1,423,335)	\$ 0	\$ 41,355,006
							0.85%
Provider Rate Increase							\$ (171,839,842)
Digital Transformation Strategy							\$ (5,400,000)
Covered California							\$ (7,747,961)
Non-Operating							
Net Investment Income							\$ 100,000,000
500 Building							\$ (1,043,542)
Street Medicine Support Center							\$ (1,020,535)
Total Non-Operating Income/(Loss)							\$ 97,935,923

Back to Item

Recommended Actions

Recommend the Board of Directors:

1. Approve the CalOptima Health Fiscal Year 2026-27 Operating Budget and Non-Operating Items and authorize expenditures and appropriate funds for the items in Attachment A: Fiscal Year 2026-27 Operating Budget for All Lines of Business and Non-Operating Items and Attachment B: Administrative Budget Details
2. Approve the CalOptima Health Fiscal Year 2026-27 Covered California Budget, allocate up to \$7.7 million from existing reserves to fund pre-implementation expenditures related to Covered California, and authorize expenditures and appropriate funds for the items in Attachment B1: Covered California Start-up Administrative Budget Details

Recommended Actions (cont.)

3. Approve the CalOptima Health Fiscal Year 2026-27 Digital Transformation Budget and authorize expenditures and appropriate funds for the items in Attachment B2: Digital Transformation Administrative Budget Details
4. Direct the Chief Executive Officer, or Designee, to make a commitment of up to \$429.6 million from existing reserves to support provider rates to ensure longer-term provider network stability, network adequacy, and access to care for CalOptima Health members throughout Orange County for a 2.5-year period (*i.e.*, July 1, 2026, through December 31, 2028)



CalOptima
Health

Appendices: FY 2026-27 Operating Budget by Line of Business



CalOptima
Health

Medi-Cal

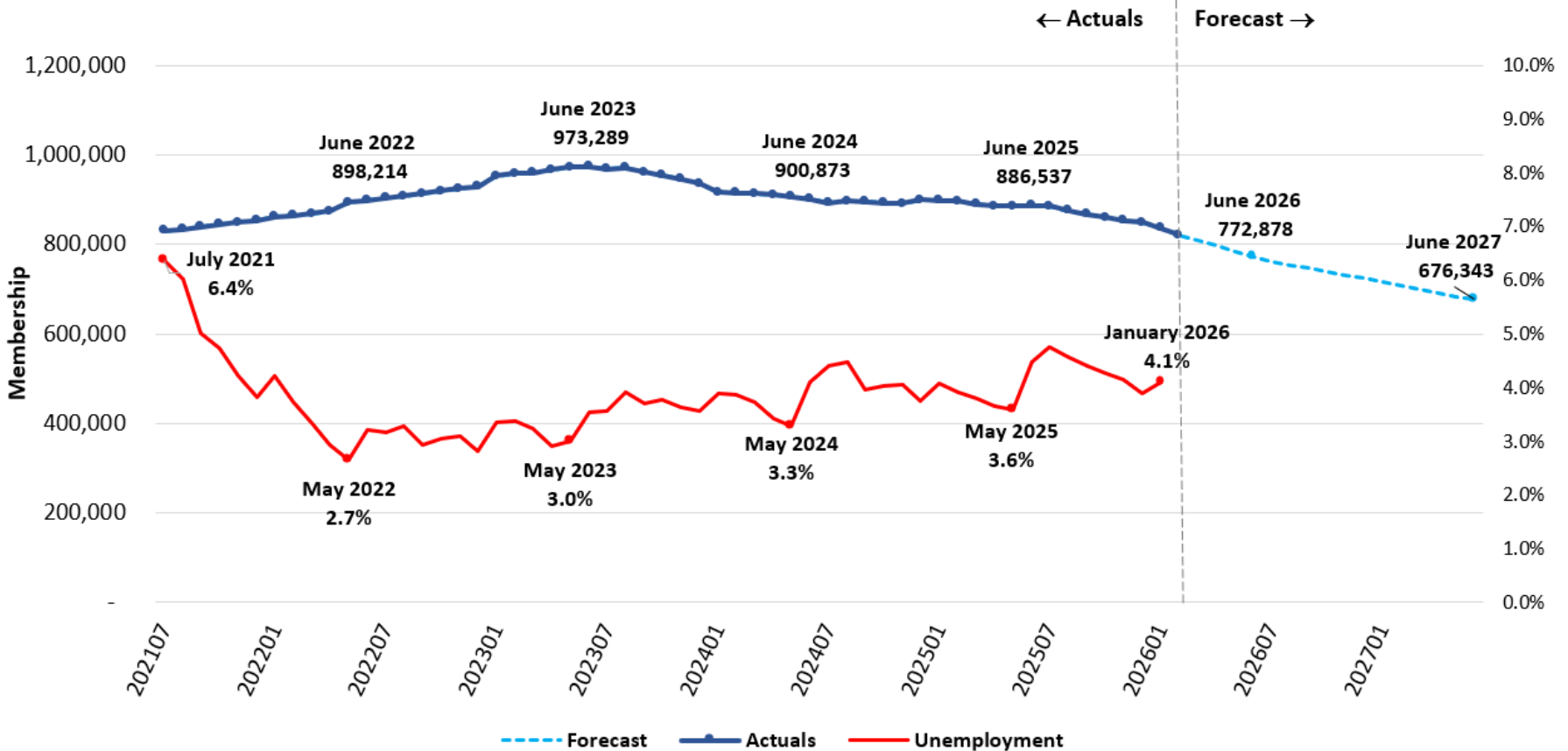
Medi-Cal Budget

	FY 2024-25 Actual	FY 2025-26 Actual*	FY 2026-27 Budget
Average Monthly Enrollment	892,630	853,515	719,232
Revenue	\$4,566,766,941	\$4,793,661,921	\$4,225,587,197
Medical Costs	\$4,093,628,844	\$4,401,047,938	\$3,957,666,037
Administrative Expenses	\$192,052,206	\$208,095,683	\$235,327,631
Operating Income/Loss	\$281,085,890	\$184,518,300	\$32,593,529
MLR	89.64%	91.81%	93.66%
ALR	4.21%	4.34%	5.57%

* Includes Board actions and budget adjustments, annualized as of March 2026



Medi-Cal Enrollment: Trend and Forecast



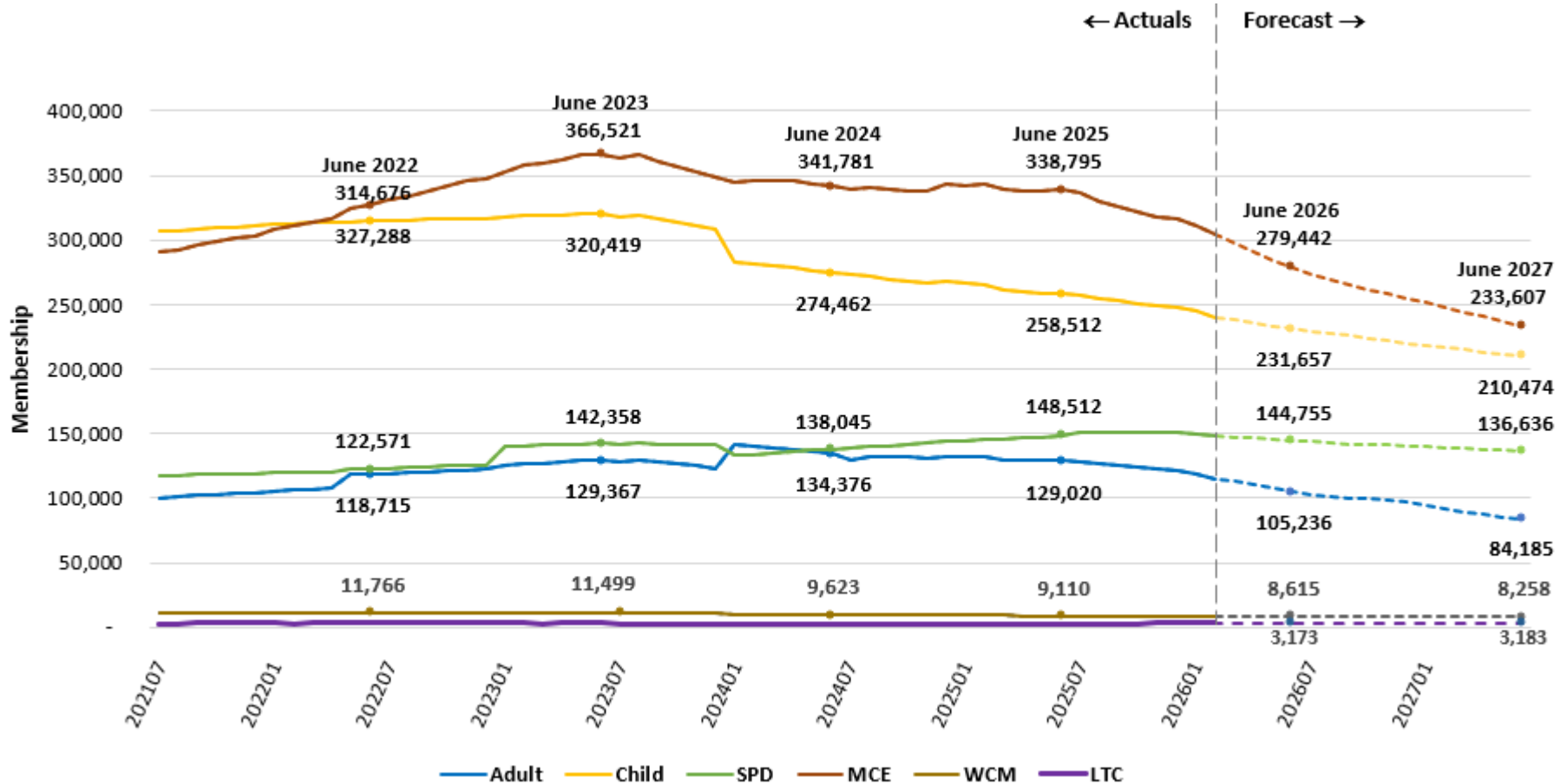
- Data included in this report are based on member eligibility months rather than booked enrollment (as used in the financials)
- Includes data as of March 2026



[Back to Item](#)

[Back to Agenda](#)

Medi-Cal Enrollment: Trend and Forecast (cont.)



Medi-Cal Budget Assumptions

- Projects a 13.8% year-over-year reduction in average members compared to FY 2025-26 forecasted actuals
- Medi-Cal revenue estimated trends are informed in part by the DHCS RDT submission process and incorporate anticipated efficiency adjustments

July - Dec 2026	Jan - June 2027
DHCS Calendar Year (CY) 2026 Draft Rates	DHCS Draft CY 2027 rates expected by October 2026 <ul style="list-style-type: none">• 2% increase to Medi-Cal Classic, Expansion and Whole Child Model

- Total medical expense PMPM forecasted an increase after considering population mix, associated utilization, unit cost, and acuity trends
- Additional costs captured due to OneCare program changes for member Coordination of Benefits and Pharmacy Value-Added Services program



CalOptima
Health

OneCare

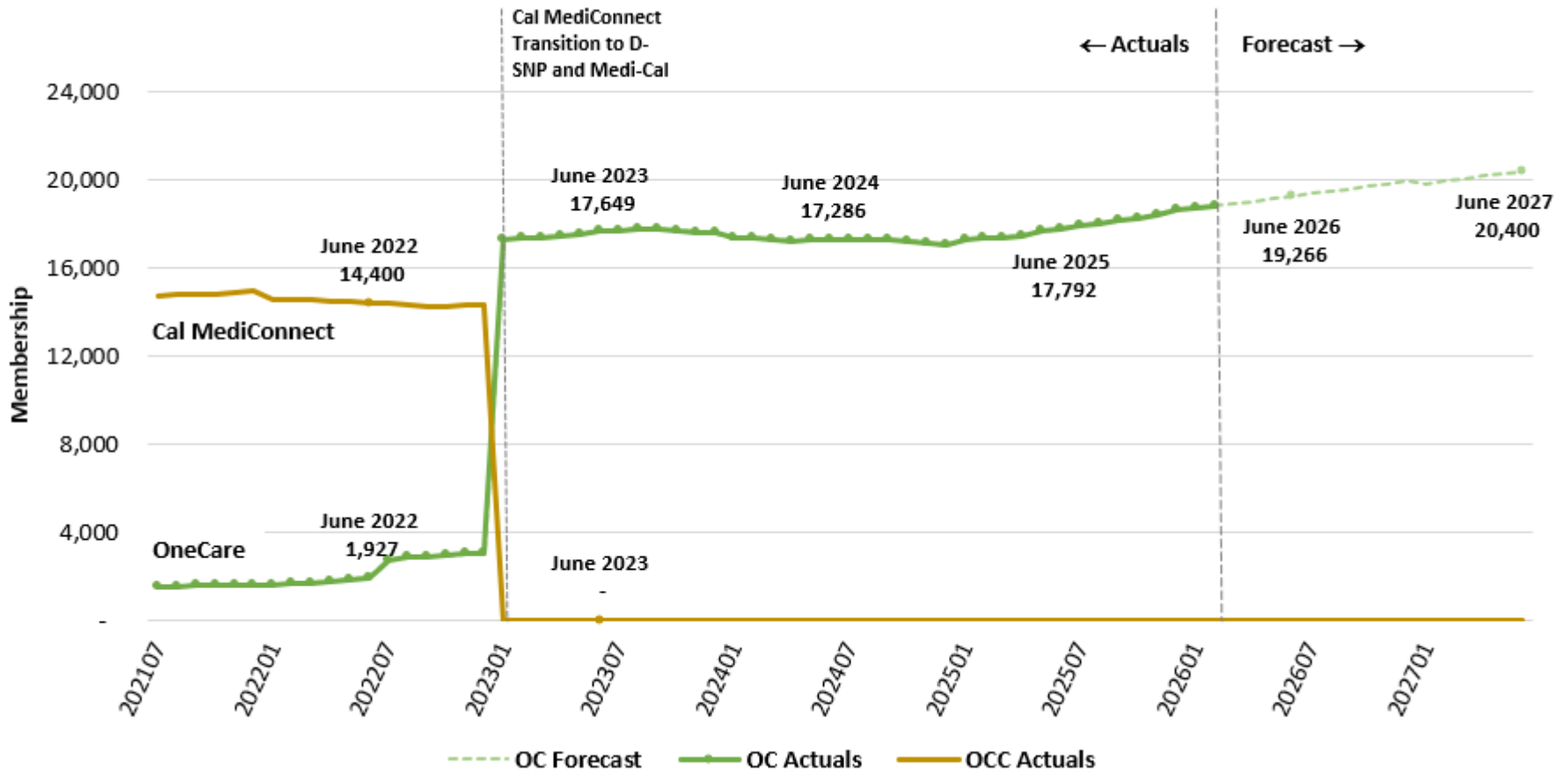
OneCare Budget

	FY 2024-25 Actual	FY 2025-26 Actual*	FY 2026-27 Budget
Average Monthly Enrollment	17,280	18,330	19,889
Revenue	\$406,152,504	\$441,826,744	\$488,226,827
Medical Costs	\$373,858,739	\$405,999,831	\$437,733,230
Administrative Expenses	\$32,495,788	\$33,512,805	\$39,126,205
Operating Income/Loss	(\$202,023)	\$2,314,109	\$11,367,392
MLR	92.05%	91.89%	89.66%
ALR	8.00%	7.59%	8.01%

* Includes Board actions and budget adjustments, annualized as of March 2026



OneCare Enrollment: Trend and Forecast



OneCare Budget Assumptions

- Enrollment projected to increase by 6.9% compared to FY 2025-26 forecasted actuals
- OneCare revenue forecasted with an approximate 2.5% increase in PMPM, driven primarily by Part C base rate and risk score
 - CalOptima Health will continue to receive and absorb a 2.0% sequestration reduction

July - Dec 2026	Jan - June 2027
CMS CY 2026 Part C and Part D base rates	<ul style="list-style-type: none"> • CMS CY 2027 Part C and Part D: Base rates projected to increase 4.0% based on CMS forecasts • Part C and Part D risk scores projected slight reduction in part due to CMS model changes • Coordination of Benefits expense shifted from OneCare to Medi-Cal • Medicare Value-Added Services program

- Medical Costs
 - Uses current capitation percent of premium (POP) rates
 - Includes expenses for approved supplemental benefits





PACE

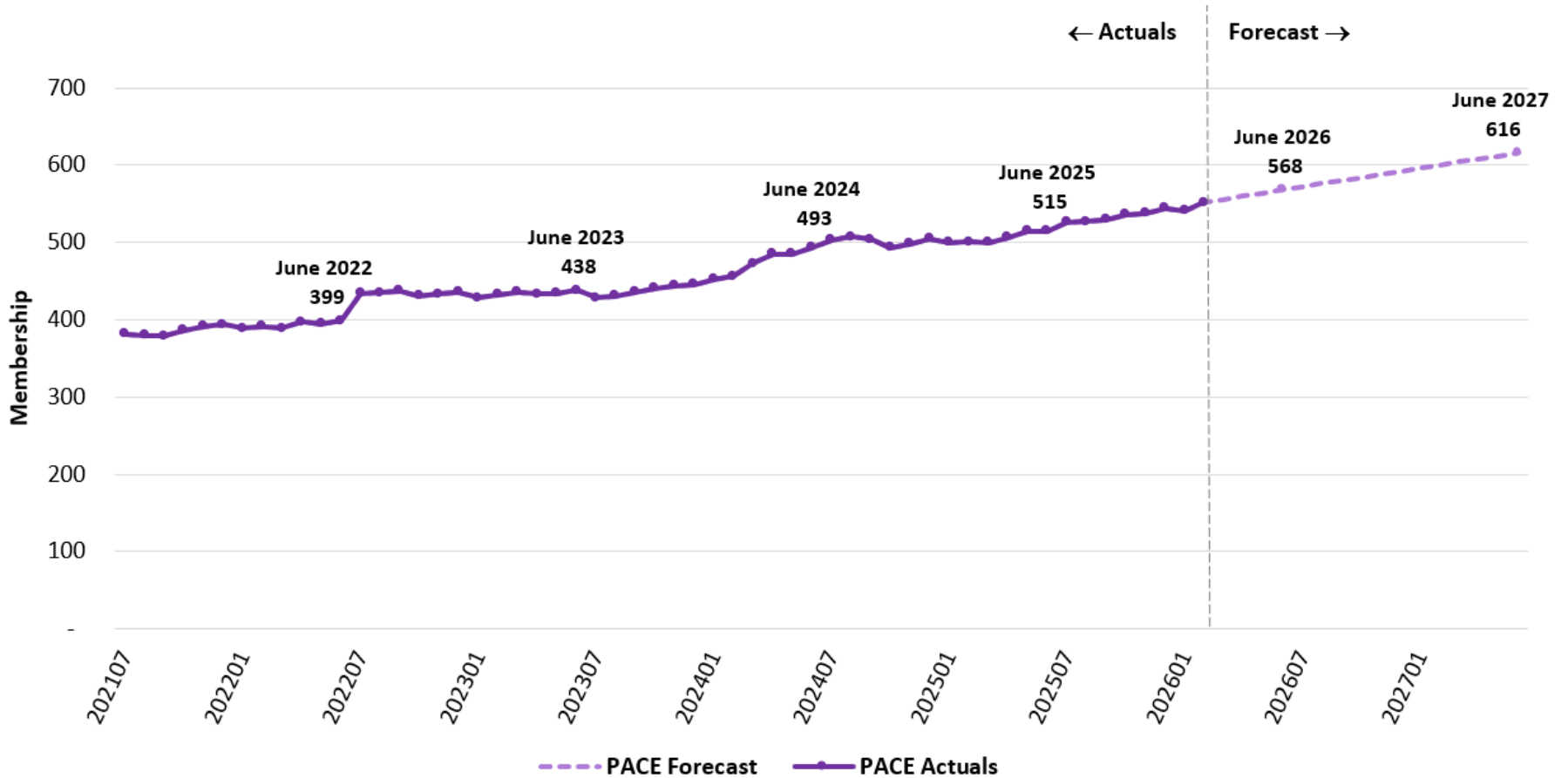
PACE Budget

	FY 2024-25 Actual	FY 2025-26 Actual*	FY 2026-27 Budget
Average Monthly Enrollment	506	539	594
Revenue	\$54,674,495	\$59,710,082	\$66,015,079
Medical Costs	\$43,370,650	\$51,049,382	\$60,287,670
Administrative Expenses	\$3,503,156	\$3,619,143	\$4,189,855
Operating Income/Loss	\$7,800,689	\$5,041,556	\$1,537,553
MLR	79.33%	85.5%	91.32%
ALR	6.41%	6.06%	6.35%

* Includes Board actions and budget adjustments, annualized as of March 2026

[Back to Item](#)

PACE Enrollment: Trend and Forecast



PACE Budget Assumptions

- PACE revenue rate assumptions

July - Dec 2026	Jan - June 2027
<ul style="list-style-type: none">• DHCS CY 2026 Draft Rates• CMS CY 2026 Part C and Part D base rates	<ul style="list-style-type: none">• DHCS Medi-Cal Revenue: Relatively flat PMPM compared to prior year; assumes continued “mid-bound” rate range funding.• CMS Part C and Part D Revenue: Projected increase expected to be sufficient to cover cost growth

- Operating costs

- Forecasted increase due to membership and unit cost increases; medical management and administrative expenses are the main drivers of medical and operational costs
- Assumes growth in members who receive services at alternative care settings (ACS)



Covered California

Covered California Budget (January - June 2027)

	FY 2026-27 Budget
Average Monthly Enrollment	9,681
Revenue	\$76,624,656
Medical Costs	\$68,008,697
Administrative Expenses	\$11,336,094
Operating Income/Loss	(\$2,720,135)
MLR	88.76%
ALR	14.79%

Covered California: Six-month average is 19,361

[Back to Item](#)





Net Asset and Reserve Update

Reserve Summary (as of April 30, 2026)

	Amount (in millions)	Percent
Statutory and Board Designated Reserves	\$1,768.8	57.5%
Capital Assets (Net of Depreciation)	\$109.1	3.5%
Resources Committed by the Board	\$472.1	15.3%
Unallocated Resources	\$726.4	23.6%
Total Net Assets	\$3,076.5	100.0%

Note: Rounding may impact calculations



Unallocated Resources Balance

- Upon Board approval of the recommended provider rate increase, the remaining estimated Unallocated Resources balance will be **\$296.8 million**
 - Unallocated Resources as of 4/30/26: \$726.4 million
 - Proposed planned enhancements to provider reimbursements:
 - FY 2026-27 fiscal impact: \$171.8 million
 - 30-month (i.e., 7/1/26 – 12/31/28) fiscal impact: \$429.6 million

Additional Information on Reserve Activities

- Current Board-approved reserve levels are:
 - Board-designated Reserve: 2.5 to 4.0 months of consolidated capitation revenue
 - As of 4/30/26, Board-designated Reserve was 3.76 months
 - Statutory Reserve: 100% to 110% of the minimum Tangible Net Equity (TNE)
 - As of 4/30/26, Statutory reserves was 101%
 - CalOptima Health transferred \$5.0 million from Short-Term Operating to the Statutory Reserve account to raise the reserve level to 105% in May
- Upon review, staff does not recommend additional changes to the reserve policy at this time



CalOptima
Health

Stay Connected With Us
www.caloptima.org

CALOPTIMA HEALTH BOARD ACTION AGENDA REFERRAL

Action To Be Taken May 28, 2026

Regular Meeting of the CalOptima Health Board of Directors'

Finance and Audit Committee

Report Item

7. Recommend that the Board of Directors Approve the CalOptima Health Fiscal Year 2026-27 Routine Capital and Digital Transformation Year Five Capital Budgets

Contact

Nancy Huang, Chief Financial Officer, (657) 235-6935

Recommended Actions

Recommend that the Board of Directors:

1. Approve the CalOptima Health Fiscal Year 2026-27 Routine Capital Budget and authorize expenditures and appropriate funds for the items in Attachment A: Fiscal Year 2026-27 Routine Capital Budget by Project.
2. Approve the CalOptima Health Fiscal Year 2026-27 Digital Transformation Year Five Capital Budget to complete ongoing and new projects and authorize expenditures and appropriate funds for the items in Attachment A1: Fiscal Year 2026-27 Digital Transformation Year Five Capital Budget by Project.

Background

As of March 31, 2026, CalOptima Health recorded gross capital assets of \$207.2 million in the 505 Building, 500 Building, Street Medicine Support Center in Garden Grove, building improvements, furniture, equipment, subscription assets, and information systems, including Digital Transformation projects. To account for these fixed assets wearing out over time, staff has charged against the costs of these assets an accumulated depreciation and amortization totaling \$99.9 million. Staff will record capital assets acquired in Fiscal Year (FY) 2026-27 at acquisition cost and will depreciate the value on a straight-line basis over their estimated useful lives as follows:

- Five (5) years for office furniture and fixtures;
- Three (3) years for computer equipment and software;
- The lesser of fifteen (15) years or remaining term of lease for leasehold improvements; and
- Ten (10) to twenty (20) years, based on components, for building improvements.

The resulting net book value of these fixed assets was \$107.2 million as of March 31, 2026. Prior CalOptima Health Board of Directors (Board)-approved Routine Capital Budgets were \$28.5 million for FY 2025-26 and \$8.26 million in FY 2024-25.

Pursuant to CalOptima Health Policies GA.3202: CalOptima Health Signature Authority, GA.5002: Purchasing, and GA.5003: Budget Approval and Budget Reallocation, the Board's approval of the budget authorizes the expenditure for the item and appropriates the funds requested without further Board action to the extent the Board has or is, as indicated in the budget attachments, delegating authority to staff.

Discussion

A. FY 2026-27 Routine Capital Budget

Staff proposes a Routine Capital Budget of \$52.9 million for FY 2026-27 in the areas of Information Technology and Building and Office Improvements. More detailed information is provided in Attachment A: Fiscal Year 2026-27 Routine Capital Budget by Project.

Capital Budget Area	FY 2026-27 Budget	% of Total
1. Information Technology	\$34,240,000	64.7%
2. Building and Office Improvements	\$18,645,000	35.3%
Total:	\$52,885,000	100.0%*

* Totals may not add up due to rounding.

FY 2026-27 Routine Capital Budget by Area

- Information Technology (IT)**: IT represents \$34.2 million or 64.7% of the Routine Capital Budget. This category includes funding for hardware, professional fees, and IT labor resources related to the implementation of capital projects. These upgrades are necessary to support internal operations and to ensure compliance with state and federal requirements.

Capital Budget Category	FY 2026-27 Budget	% of Total
Operational Efficiency Enhancements	\$9,433,000	27.6%
IT Foundational Enhancement for Security, Resiliency, and IT Processes	\$9,425,000	27.5%
Covered California Technology Capabilities July 2026 – December 2026: \$6,600,000 January 2027 – June 2027: \$1,550,000	\$8,150,000	23.8%
Care Quality, Clinical Processes, and Regulatory/Compliance Upgrades	\$7,232,000	21.1%
Total*:	\$34,240,000	100.0%

* Totals may not add up due to rounding.

- Building and Office Improvements**: Building and Office Improvements represent \$18.6 million or 35.3% of the Routine Capital Budget. This category includes funding for the 505 Building, 500 Building, PACE Center, and Street Medicine Support Center. Please refer to the attached Summary of CalOptima Health Facilities for more information.

Capital Budget Category	FY 2026-27 Budget	% of Total
505 Building Improvements	\$10,465,000	56.1%
500 Building Improvements	\$7,230,000	38.8%
PACE Center	\$950,000	5.1%
Total*:	\$18,645,000	100.0%

* Totals may not add up due to rounding.

B. FY 2026-27 Digital Transformation Year Five Capital Budget

On March 17, 2022, the Board authorized a three-year Digital Transformation and Workplace Modernization Strategy (beginning July 1, 2022, through June 30, 2025) and created a \$100 million restricted reserve to fund digital transformation efforts. Subsequently, the Board approved the Digital Transformation Year One, Year Two, and Year Three Capital Budgets on June 2, 2022, June 1, 2023, and June 6, 2024, respectively.

On June 5, 2025, the Board (1) updated the funding levels for the remaining Years One through Three capital projects; and (2) approved a two-year extension through June 30, 2027, to complete the existing capital projects in process and new Year Four capital projects. Since then, the Board also updated and revised certain capital projects and funding levels within these budgets through separate Board actions.

The Digital Transformation Year Five Capital Budget reflects the status and updated funding levels for any ongoing capital projects from Years One through Four. Each ongoing project received Board approval in the previous capital budgets. In addition, staff recommends Board approval of new capital projects for FY 2026-27. The Digital Transformation Year Five Capital Budget totals nearly \$9.0 million. The proposed capital projects will be funded from the remaining available resources in the restricted reserve.

After accounting for actual and budgeted capital and operating costs for Years One through Five, staff estimates there will be approximately \$3.3 million remaining from the \$100 million restricted reserve by June 30, 2027. Staff will evaluate the actual balance at fiscal year end and will request close-out of any remaining amount through future Board action. For more detailed information, please refer to Attachment A1: FY 2026-27 Digital Transformation Year Five Capital Budget by Project.

Fiscal Impact

Routine Capital Budget: The fiscal impact for the Routine Capital Budget is \$52,885,000 and will be funded by CalOptima Health's net assets.

Digital Transformation: A previous Board action on March 17, 2022, created a \$100 million restricted reserve to fund digital transformation efforts. The remaining funds in the restricted reserve are sufficient to cover the Digital Transformation Year Five capital projects, with no new funding requested.

Depreciation expenses for Capital Budget projects are reflected in the proposed FY 2026-27 CalOptima Health Operating Budget.

Rationale for Recommendation

The FY 2026-27 Routine Capital and Digital Transformation Year Five Capital Budgets will enable necessary office improvements, system upgrades, enhance operational efficiencies to support CalOptima Health's Mission and Vision statements and Strategic Plan, and comply with federal and state requirements.

CalOptima Health Board Action Agenda Referral
Recommend that the Board of Directors Approve the
CalOptima Health Fiscal Year 2026-27 Routine Capital
and Digital Transformation Year Five Capital Budgets
Page 4

Concurrence

Troy R. Szabo, Outside General Counsel, Kennaday Leavitt

Attachments

1. Attachment A: Fiscal Year 2026-27 Routine Capital Budget by Project
2. Attachment A1: Fiscal Year 2026-27 Digital Transformation Year Five Capital Budget by Project
3. Summary of CalOptima Health Facilities
4. Fiscal Year 2026-27 Capital Budgets Presentation

/s/ Michael Hunn
Authorized Signature

05/21/2026
Date

Attachment A: Fiscal Year 2026-27 Routine Capital Budget by Project

INFORMATION TECHNOLOGY	TOTAL CAPITAL
Operational Efficiency Enhancements	9,433,000
IT Foundational Enhancement for Security, Resiliency, and IT Processes	9,425,000
Covered California Technology Capabilities	8,150,000
Care Quality, Clinical Processes, and Regulatory/Compliance Upgrades	7,232,000
TOTAL INFORMATION TECHNOLOGY	\$ 34,240,000

505 BUILDING IMPROVEMENTS	TOTAL CAPITAL
Tenant Improvements	5,125,000
Elevator Modernization	3,975,000
Equipment Upgrade	785,000
Security and Exterior Upgrades	580,000
TOTAL 505 BUILDING IMPROVEMENTS	\$ 10,465,000

500 BUILDING IMPROVEMENTS	TOTAL CAPITAL
Tenant Improvements	5,850,000
Elevator Modernization	1,075,000
Equipment Upgrade	240,000
Security Upgrades	65,000
TOTAL 500 BUILDING IMPROVEMENTS	\$ 7,230,000

PACE CENTER	TOTAL CAPITAL
Tenant Improvement	500,000
Security and Exterior Upgrades	330,000
Equipment Upgrade	120,000
TOTAL PACE CENTER	\$ 950,000

TOTAL FY 2026-27 ROUTINE CAPITAL BUDGET	\$ 52,885,000
--	----------------------

Attachment A1: Fiscal Year 2026-27 Digital Transformation Year Five Capital Budget by Project

DIGITAL TRANSFORMATION CAPITAL BUDGET	TOTAL CAPITAL
Data Exchange and Provider and Member Experience Enhancement	\$ 3,425,000
Data Platform Modernization Strategy	\$ 2,800,000
Clinical Platform Workflow for Automated Treatment Authorization with Providers	\$ 1,003,000
Robotic Automation Processes Development and Implementation for Member and Provider Systems	\$ 700,000
Human Capital Management System	\$ 687,000
Secure File Encryption Platform Upgrade	\$ 255,000
Electronic Cloud Based Fax Solution	\$ 85,000
TOTAL FY 2026-27 DIGITAL TRANSFORMATION YEAR FIVE CAPITAL BUDGET	\$ 8,955,000

Summary of CalOptima Health Facilities

CalOptima Health operations are conducted at various locations in Orange County to support the Medi-Cal, OneCare, and PACE lines of business. The summary below provides some background information on these facilities.

505 Building: This property is located at 505 City Parkway West, Orange, California. On January 6, 2011, the CalOptima Health Board of Directors (Board) approved the purchase of the property, which became the headquarters on March 5, 2012.

500 Building: This property is located at 500 City Parkway West, Orange, California. On March 17, 2022, the Board approved the purchase of the property. The property will house, among other things, CalOptima Health's member services and the Care Traffic Control Command Center in Orange County.

PACE Center: This property is located at 13300 Garden Grove Boulevard, Garden Grove, California. On February 3, 2011, the Board authorized a lease for the property to serve as the location for the PACE Center. At the June 3, 2021, meeting, the Board extended the lease agreement for ten additional years, through December 31, 2031.

Street Medicine Support Center: This property is located at 7900 Garden Grove Boulevard, Garden Grove, California. On October 5, 2023, the Board approved the purchase of the property, which is the location for the Street Medicine Support Center. The center is tentatively scheduled to open in Summer 2026.



CalOptima Health

Fiscal Year 2026-27 Capital Budgets

**Finance and Audit Committee Meeting
May 28, 2026**

Nancy Huang, Chief Financial Officer

Our Mission

To serve member health with excellence and dignity, respecting the value and needs of each person.

Our Vision

Provide all members with access to care and supports to achieve optimal health and well-being through an equitable and high-quality health care system.

[Back to Item](#)

Agenda

- FY 2026-27 Routine Capital Budget
 - Information Technology
 - Building and Office Improvements
- FY 2026-27 Digital Transformation Year Five Capital Budget
 - Digital Transformation: Capital and Operating Budget Summary
- Recommended Actions

FY 2026-27 Budget (Capital Budget Funded) ROUTINE CAPITAL

\$52,885,000



CalOptima
Health

FY 2026-27

Routine Capital Budget

FY 2026-27 Routine Capital Budget

Capital Budget Area	FY 2026-27 Budget	% of Total
Information Technology related capital projects	\$34,240,000	64.7%
Building and Office Improvements (505 Building, 500 Building, PACE Center)	\$18,645,000	35.3%
Total:	\$52,885,000	100.0%

- Departments submit requests for capital projects based on strategic and operational needs
- IT Department reviews technology requests

Information Technology

Capital Budget Category	FY 2026-27 Budget
Operational Efficiency Enhancements (e.g., Member and Provider Portal Enhancement)	\$9,433,000
IT Foundational Enhancement for Security, Resiliency, and IT Processes (e.g., Completing Disaster Recovery and Cloud Migration Efforts)	\$9,425,000
Covered California Technology Capabilities (e.g., Enrollment and Billing) July 2026 – December 2026: \$6,600,000 January 2027 – June 2027: \$1,550,000	\$8,150,000
Care Quality, Clinical Processes, and Regulatory/Compliance Upgrades (e.g., Clinical Strategy, Enhancements, and Reporting)	\$7,232,000
Total:	\$34,240,000

- Represents about 64.7% of the Routine Capital Budget
- Addresses information technology infrastructure needs to support current internal operations
- Ensures compliance with state and federal requirements



[Back to Item](#)

Building and Office Improvements

Capital Budget Category	FY 2026-27 Budget
505 Building Improvements	\$10,465,000
500 Building Improvements	\$7,230,000
PACE Center	\$950,000
Total:	\$18,645,000

- Represents nearly 35.3% of the Routine Capital Budget

Note: Capital project details can be found in Attachment A: Fiscal Year 2026-27 Routine Capital Budget by Project

[Back to Item](#)





CalOptima
Health

FY 2026-27 Digital Transformation Year Five Capital Budget

Digital Transformation Year Five Capital Budget

Capital Budget Category	FY 2026-27 Budget
Digital Transformation Capital Budget (e.g., Data Exchange and Provider and Member Experience Enhancement)	\$8,955,000
Total:	\$8,955,000

Notes:

- 3/17/22: Board authorized a three-year strategy and created a \$100 million restricted reserve to fund digital transformation efforts
- Digital Transformation Year Five Capital budget includes ongoing and new capital projects.
- Capital project details can be found in Attachment A1: Fiscal Year 2026-27 Digital Transformation Year Five Capital Budget by Project
- Totals may not add due to rounding

Digital Transformation: Capital and Operating Budget Summary

	FY 2022-23 Actual (Year 1)	FY 2023-24 Actual (Year 2)	FY 2024-25 Actual (Year 3)	FY 2025-26 Actual (Year 4)	FY 2026-27 Budget (Year 5)	Total
Capital	\$3,598,051	\$4,844,809	\$7,168,002	\$4,150,000	\$8,955,000	\$28,715,862
Operating	\$8,381,011	\$22,788,092	\$23,951,502	\$7,500,000	\$5,400,000	\$68,020,605
Total:	\$11,979,062	\$27,632,901	\$31,119,504	\$11,650,000	\$14,355,000	\$96,736,467

Total Funding: \$100,000,000

Remaining Balance: \$3,263,533

Notes:

- FY 2022-23 through FY 2024-25 amounts reflect actual expenditures
- FY 2025-26 amount is the projected expenditures based on actuals as of April 2026
- Totals may not add due to rounding

Recommended Actions

Recommend the Board of Directors:

- Approve the CalOptima Health Fiscal Year 2026-27 Routine Capital Budget and authorize expenditures and appropriate funds for the items in Attachment A: Fiscal Year 2026-27 Routine Capital Budget by Project
- Approve the CalOptima Health Fiscal Year 2026-27 Digital Transformation Year Five Capital Budget to complete ongoing and new projects and authorize expenditures and appropriate funds for the items in Attachment A1: Fiscal Year 2026-27 Digital Transformation Year Five Capital Budget by Project



CalOptima
Health

Stay Connected With Us
www.caloptima.org

CALOPTIMA HEALTH BOARD ACTION AGENDA REFERRAL

Action To Be Taken May 28, 2026

Regular Meeting of the CalOptima Health Board of Directors'

Finance and Audit Committee

Report Item

8. Recommend that the Board of Directors Approve Modifications to CalOptima Health Policy FF.1007: Health Network Reinsurance Coverage

Contact

Nancy Huang, Chief Financial Officer, (657) 235-6935

Recommended Actions

Recommend that the Board of Directors approve modifications to CalOptima Health Policy FF.1007: Health Network Reinsurance Coverage effective July 1, 2026.

Background

CalOptima Health establishes new, and revises existing, policies and procedures to implement federal and state laws, regulations, contracts, and business practices. In addition, CalOptima Health staff performs an annual policy review to update internal policies and procedures to ensure compliance with applicable requirements.

Discussion

CalOptima Health Policy FF.1007: Health Network Reinsurance Coverage sets forth reinsurance coverage for eligible Health Networks. Staff is proposing revisions to align with current pricing requirements, including the following:

- Clarifying that all encounters will be repriced based on CalOptima Health's contractual terms to ensure consistency and accuracy in evaluating reinsurance coverage;
- Removing the maximum reinsurance amount payable of \$1,000,000 of coverage per member per coverage period to better reflect the policy's intent to cover catastrophic claims;
- Compensating providers not in CalOptima Health's contracted network for emergency services and non-emergency services independently to ensure a more equitable reimbursement structure; and
- Requiring a paid and accepted encounter to support the reinsurance claim request to reinforce data integrity and compliance with encounter reporting requirements.

Fiscal Impact

The impact of this policy revision has already been incorporated in the Health Network proposed capitation rates, effective July 1, 2026. The projected expenses will be included in the CalOptima Health Fiscal Year 2026-27 Operating Budget, pending Board of Directors approval. There is no net fiscal impact to CalOptima Health.

CalOptima Health Board Action Agenda Referral
Recommend that the Board of Directors Approve
Modifications to CalOptima Health Policy FF.1007:
Health Network Reinsurance Coverage
Page 2

Rationale for Recommendation

The recommended action will enhance the efficiency of CalOptima Health’s operations and governance and ensure compliance with applicable regulatory requirements.

Concurrence

Troy R. Szabo, Outside General Counsel, Kennaday Leavitt

Attachments

1. [CalOptima Health Policy FF.1007: Health Network Reinsurance Coverage \(redlined and clean\)](#)

/s/ Michael Hunn
Authorized Signature

05/21/2026
Date



Policy: FF.1007
 Title: **Health Network Reinsurance Coverage**
 Department: Finance
 Section: Not Applicable

CEO Approval: /s/

Effective Date: 01/01/2007

Revised Date: 07/01/2026

- Applicable to:
- Administrative
 - Covered California
 - Medi-Cal
 - OneCare
 - PACE

1 **I. PURPOSE**

2
 3 This policy sets forth CalOptima Health’s reinsurance coverage for Health Networks, excluding any
 4 Health Maintenance Organizations (HMOs) that, per contractual agreement, are financially at-risk for
 5 catastrophic claims.

6
 7 **II. POLICY**

- 8
 9 A. CalOptima Health shall provide reinsurance coverage to its eligible Health Networks, in accordance
 10 with this Policy.
 11
 12 B. Effective July 1, 2023, claims for services to Members eligible for California Children’s Services
 13 (CCS) Program shall be included in this Policy.
 14
 15 C. The coverage period for this policy is each CalOptima Health fiscal year beginning 12:01 a.m.
 16 Pacific Time (PT) July 1, through 12:00 a.m. PT June 30.
 17
 18 D. Reinsurance coverage applies to claims incurred within the coverage period ~~and paid~~ paid and
 19 submitted as a reinsurance claim to CalOptima Health by the eligible Health Network no later than
 20 six (6) months after the end of the coverage period.

21
 22 ~~E. An eligible Health Network shall submit reinsurance claims to CalOptima Health no later than~~
 23 ~~December 31, following the end of the previous fiscal year to be eligible for reimbursement:~~

- 24
 25 ~~1. An eligible HMO may submit reinsurance claims for covered hospital and covered physician~~
 26 ~~expenses;~~
 27
 28 ~~2. A Primary Physician Group may submit reinsurance claims for covered physician expenses;~~
 29
 30 ~~3. A Primary Hospital may submit reinsurance claims for covered hospital expenses; and~~
 31
 32 ~~4. A Shared Risk Group (SRG) may submit reinsurance claims for covered physician expenses.~~
 33

1 F.E. CalOptima Health shall identify reinsurance claims and payment of benefits for hospital
2 expenses for Members assigned to an SRG, in accordance with CalOptima Health Policy FF.1010:
3 Shared Risk Pool.

4
5 G.F. Covered expenses include only those ~~Covered Services~~services that are covered benefits and
6 delegated financial risk to an eligible Health Network, and Shared Risk services, as defined in the
7 Division of Financial Responsibility (DOFR) between CalOptima Health and the eligible Health
8 Network, except those services listed in Section II.HG of this Policy.

9
10 ~~1.~~ Covered ~~hospital~~ expenses are either:

- 11
12 a. ~~Those Covered Services listed in the DOFR between~~must have a corresponding accepted
13 encounter data transaction with CalOptima Health and a Primary Hospital in the Contract
14 ~~for Health Care Services — Hospital; or~~
- 15
16 b. ~~Those Covered Services listed in the DOFR between CalOptima Health and an eligible~~
17 ~~HMO in the Contract for Health Care Services; or~~
- 18
19 c. ~~Shared Risk services listed in the DOFR between CalOptima Health and a Shared Risk~~
20 ~~Group in the Contract for Health Care Services — Physician (Shared Risk).~~

21
22 ~~2.~~ Covered ~~physician~~ expenses are either:

- 23
24 a. ~~Those Covered Services listed in the DOFR between CalOptima Health and a Primary~~
25 ~~Physician Group in the Contract for Health Care Services — Physician; or~~
- 26
27 b. ~~Those Covered Services listed in the DOFR between CalOptima Health and an eligible~~
28 ~~HMO in the Contract for Health Care Services; or~~
- 29
30 c. ~~Shared Risk services listed in the DOFR between CalOptima Health and a Shared Risk~~
31 ~~Group in the Contract for Health Care Services — Physician (Shared Risk).~~

32
33 H.G. Covered expenses exclude ~~Capitation Payments, and any other non-Covered Service, exclusion,~~
34 ~~or Covered Service that is not a Shared Risk service that is the financial responsibility of CalOptima~~
35 ~~Health. This includes covered Transplant~~accurately reports the paid dollars. Capitated services, and
36 ~~Health Network Transplant claims denied for payment due to administrative reasons (e.g.,~~
37 ~~timeliness)~~internally provided services are eligible for reinsurance coverage.

38
39 H.H. Covered expenses are subject to the following limitations:

40
41 ~~1.~~ Hospital services:

- 42
43 a. ~~For contracted hospital inpatient services, the lesser of the amount paid for covered hospital~~
44 ~~expenses, the negotiated rate, billed charges, or the Contracted CalOptima Health Direct~~
45 ~~(COHD) Hospital Rate, averaged over the entire length of stay or stays.~~
- 46
47 b. ~~For non-contracted hospital inpatient services, the lesser of the amount paid for covered~~
48 ~~hospital expenses, the negotiated rate, billed charges, or the non-contracted COHD hospital~~
49 ~~rate, averaged over the entire length of stay or stays.~~
- 50
51 i. ~~For non-contracted emergency hospital inpatient services, the lesser of the amount paid~~
52 ~~for covered hospital expenses, the negotiated rate, or billed charges, averaged over the~~
53 ~~entire length of stay or stays, up to the amount specified for non-contracted emergency~~

1 hospital inpatient services in CalOptima Health Policy FF.1003: Payment for Covered
2 Services Rendered to a Member of CalOptima Direct, or a Member Enrolled in a
3 Shared Risk Group.
4

5
6 ii. ~~For non-contracted post-stabilization inpatient services, up to the amount specified for
7 non-contracted post-stabilization inpatient services, in accordance with CalOptima
8 Health Policy FF.1003: Payment for Covered Services Rendered to a Member of
9 CalOptima Health Direct, or a Member Enrolled in a Shared Risk Group, and Policy
10 FF.2001: Claims Processing for Covered Services Rendered to CalOptima Health
11 Direct Administrative Members, CalOptima Health Community Network Members, or
12 Members Enrolled in a Shared Risk Group.~~

13
14 iii. ~~For non-contracted out-of-state emergency hospital inpatient services, the lesser of the
15 amount paid for covered hospital expenses, the negotiated rate, or billed charges,
16 averaged over the entire length of stay or stays, up to the All Patient Refined Diagnosis-
17 Related Groups (APR-DRG) paid by Medi-Cal Fee For Service for out-of-state
18 hospital inpatient services.~~

19
20 e. ~~All calculations shall be made prior to the application of Deductible or coinsurance.
21 CalOptima Health shall accept a completed UB-04 form as proof of payment for capitated
22 hospital services. A hospital shall not include any loss for home health services or
23 outpatient services, or for days of confinement in an extended care facility or rehabilitation
24 facility.~~

25
26 2. ~~Physician services:~~

27
28 a. ~~The lesser of the amount paid for covered physician expenses or:~~

29
30 i. ~~One hundred twenty-nine percent (129%) of the current CalOptima Health Medi-Cal
31 Fee Schedule in effect on the date of service; or~~

32
33 1. ~~Fifty percent (50%) of the amount paid if~~ For services not specifically identified elsewhere in
34 this policy the following expense limitations shall all generally apply:

35
36 a. Must not exceed providers billed charges.

37
38 b. Must not exceed Health Network's actual payment to provider except when services are
39 internally provided by Health Network or paid for via capitation.

40
41 c. For providers in CalOptima Health's contracted network, must not exceed the contracted
42 rate in effect with CalOptima Health.

43
44 d. For providers not in CalOptima Health's contracted network:

45
46 i. Emergency services – one hundred percent (100%) of Medi-Cal allowable.

47
48 ii. Non-emergency services – two hundred percent (200%) of Medi-Cal allowable.

49
50 ii. ~~Medi-Cal has no value for the five-digit numerical Current Procedural Terminology
51 (CPT) code, Healthcare Common Procedure Coding System (HCPCS) code, or other
52 code as assigned by the Department of Health Care Services (DHCS).~~
53

~~b. The above calculation shall be made prior to the application of Deductible or coinsurance. CalOptima Health shall accept a completed CMS-1500 form as proof of payment for capitated physician services.~~

~~3. Hemodialysis services: Limited to one thousand dollars (\$1,000) per calendar day.~~

~~4. Chemotherapy drugs and related services: Limited to one thousand dollars (\$1,000) per calendar day, for services billed as a medical claim.~~

2. In the absence of other limitations, CalOptima Health shall calculate covered expenses by summing all hospital or physician covered expenses per Member per coverage period, as applicable by Section II.EC. of this Policy, subject to the annual Deductible.

J.I. Annual Deductibles are as follows:

1. Hospital Deductible:

a. One hundred fifty thousand dollars (\$150,000) of covered hospital expenses per Member during the coverage period.

b. Subject to the terms of this policy, CalOptima Health shall reimburse eighty percent (80%) of the expenses after a Deductible of one hundred fifty thousand dollars (\$150,000) is applied.

2. Physician Deductible:

a. Seventeen thousand dollars (\$17,000) of covered physician expenses per Member during the coverage period.

b. Subject to the terms of this policy, CalOptima Health shall reimburse eighty percent (80%) of the expenses after a Deductible of seventeen thousand dollars (\$17,000) is applied.

~~K. The maximum reinsurance amount payable under this policy for covered expenses for a Member is calculated on the basis of one million dollars (\$1,000,000) of coverage per Member per coverage period, minus the applicable annual Deductible and coinsurance, and subject to any limitations noted in this Policy.~~

III. PROCEDURE

A. Process to submit reinsurance claims for covered expenses, except hospital expenses for a Member assigned to a Shared Risk Group:

1. An eligible Health Network shall submit reinsurance claims on a quarterly basis, no later than the twentieth (20th) calendar day of the month following the end of a quarter.

2. An eligible Health Network shall submit reinsurance claims using CalOptima Health's proprietary format and file naming convention, as described in the Reinsurance Field Names and Values for Electronic File Transmission. An eligible Health Network may submit the reinsurance claims file by transmitting an encrypted electronic mail to reinsurance@caloptimahealth.org, submitting electronically to CalOptima Health's secure FTP site, or by mailing an encrypted Universal Serial Bus (USB) flash drive, compact disk (CD) or Digital Versatile Disc (DVD) to:

1 Attn: Coding Initiatives Department—Reinsurance Claims
2 CalOptima Health
3 505 City Parkway West
4 Orange CA 92868
5

- 6 3. Reinsurance claims shall include:
7
8 a. Claims paid by an eligible Health Network during that quarter only; or
9
10 b. Claims detail for qualified Members who reached the annual Deductible.
11
12 4. Upon request, an eligible Health Network shall provide detailed support, within ten (10)
13 business days, for any individual claim for which billed charges are greater than, or equal to, ten
14 thousand dollars (\$10,000), including copies of the claim form, cancelled check, explanation of
15 benefits (EOB), Remittance Advice Detail (RAD), and other information, as requested by
16 CalOptima Health. All non-contracted emergency hospital inpatient claims require submission
17 of the authorization distinguishing days considered emergency and post-stabilization.
18
19 5. CalOptima Health shall notify an eligible Health Network of file acceptance or rejection within
20 ten (10) business days after receipt.
21
22 a. CalOptima Health may reject a file for any missing information or incorrect data.
23
24 b. If CalOptima Health rejects a file, the eligible Health Network shall resubmit a corrected
25 file within five (5) business days from receipt of notification from CalOptima Health.
26
27 6. CalOptima Health shall provide an eligible Health Network with detailed reports of claims
28 processed within forty-five (45) business days after the quarter end submission date.
29
30 7. An eligible Health Network may appeal claim denials and underpayments within sixty (60)
31 business days after the date of CalOptima Health's RAD.
32
33 a. The eligible Health Network shall submit a request for appeal, in writing, to CalOptima
34 Health at reinsurance@caloptimahealth.org or by U.S. mail to:
35
36 Attn Coding Initiatives Department—Reinsurance Claims
37 CalOptima Health
38 505 City Parkway West
39 Orange CA 92868
40
41 b. The eligible Health Network shall submit the appeals claims submission file in the same
42 format as the initial claims submission, in accordance with the Reinsurance Field Names
43 and Values for Electronic File Transmission.
44
45 c. An appeals claims submission file shall only include specific claims to be reconsidered.
46
47 d. The eligible Health Network shall provide detailed claims support for each claim, including
48 copies of the claim form, cancelled check, EOB, RAD, or any other information, as
49 requested by CalOptima Health.
50
51 e. CalOptima Health shall notify the eligible Health Network of file acceptance or rejection
52 within ten (10) business days after receipt of the appeal file.
53

- i. CalOptima Health may reject a file for any missing information or incorrect data.
 - ii. If CalOptima Health rejects a file, the eligible Health Network shall resubmit a corrected file within five (5) business days after receipt of notification from CalOptima Health.
- f. CalOptima Health shall process an appeal and provide an eligible Health Network with detailed reports within forty-five (45) business days after receipt of the appeal.

- B. If a loss exceeds, or is expected to exceed, the annual Deductible by ten thousand dollars (\$10,000), CalOptima Health may appoint CalOptima Health staff to represent CalOptima Health's interest in the ongoing administration of the loss. An eligible Health Network shall cooperate with CalOptima Health staff in the ongoing administration of the loss.
- C. In the event of termination of the Contract for Health Care Services between an eligible Health Network and CalOptima Health, the coverage period shall end three (3) months after the termination date. A terminated eligible Health Network shall submit reinsurance claims no later than six (6) months after the termination date in order to receive reimbursement.
- D. An eligible Health Network shall make books and records available to CalOptima Health for inspection and audit at any time during normal business hours in accordance with the Contract for Health Care Services.

IV. ATTACHMENT(S)

- A. Reinsurance Field Names and Values for Electronic File Transmission

V. REFERENCE(S)

- A. CalOptima Health Contract with the Department of Health Care Services (DHCS) for Medi-Cal
~~B. CalOptima Health Policy FF.1003: Payment for Covered Services Rendered to a Member of CalOptima Health Direct or a Member Enrolled in a Shared Risk Group~~
~~C. CalOptima Health Policy FF.1010: Shared Risk Pool~~
~~D. CalOptima Health Policy FF.2001: Claims Processing for Covered Services Rendered to CalOptima Health Direct Administrative Members, CalOptima Health Community Network Members or Members Enrolled in a Shared Risk Group~~
~~E. CalOptima Health Policy FF.3001: Financial Reporting~~
 F.C. Contract for Health Care Services
 G.D. Title 42, United States Code, Section 1396u-2(b)(2)(D)

VI. REGULATORY AGENCY APPROVAL(S)

Date	Regulatory Agency	Response
12/10/2010	Department of Health Care Services (DHCS)	Approved as Submitted
08/06/2015	Department of Health Care Services (DHCS)	Approved as Submitted
04/04/2023	Department of Health Care Services (DHCS)	File and Use

VII. BOARD ACTION(S)

Date	Meeting
09/11/2007	Regular Meeting of the CalOptima Board of Directors
09/04/2008	Regular Meeting of the CalOptima Board of Directors

Date	Meeting
10/01/2009	Regular Meeting of the CalOptima Board of Directors
06/01/2017	Regular Meeting of the CalOptima Board of Directors
10/04/2018	Regular Meeting of the CalOptima Board of Directors
12/03/2020	Regular Meeting of the CalOptima Board of Directors
<u>06/04/2026</u>	<u>Regular Meeting of the CalOptima Health Board of Directors</u>

VIII. REVISION HISTORY

Action	Date	Policy	Policy Title	Program(s)
Effective	01/01/2007	FF.1007 CY2007	Health Network Reinsurance Coverage	Medi-Cal
Revised	09/11/2007	FF.1007 CY2008	Health Network Reinsurance Coverage	Medi-Cal
Revised	09/04/2008	FF.1007 CY2008	Health Network Reinsurance Coverage	Medi-Cal
Revised	01/01/2009	FF.1007 1/09-6/10	Health Network Reinsurance Coverage	Medi-Cal
Revised	07/01/2010	FF.1007_2010-2011	Health Network Reinsurance Coverage	Medi-Cal
Revised	03/01/2012	FF.1007_2011-2012	Health Network Reinsurance Coverage	Medi-Cal
Revised	10/01/2012	FF.1007_2012-2013	Health Network Reinsurance Coverage	Medi-Cal
Revised	12/01/2013	FF.1007_2013-2014	Health Network Reinsurance Coverage	Medi-Cal
Revised	04/01/2015	FF.1007_2014-2015	Health Network Reinsurance Coverage	Medi-Cal
Revised	02/01/2016	FF.1007_2015-2016	Health Network Reinsurance Coverage	Medi-Cal
Revised	07/01/2016	FF.1007_2016-2017	Health Network Reinsurance Coverage	Medi-Cal
Revised	07/01/2017	FF.1007_2017-2018	Health Network Reinsurance Coverage	Medi-Cal
Revised	10/04/2018	FF.1007	Health Network Reinsurance Coverage	Medi-Cal
Revised	10/01/2019	FF.1007	Health Network Reinsurance Coverage	Medi-Cal
Revised	12/03/2020	FF.1007	Health Network Reinsurance Coverage	Medi-Cal
Revised	08/01/2021	FF.1007	Health Network Reinsurance Coverage	Medi-Cal
Revised	09/01/2022	FF.1007	Health Network Reinsurance Coverage	Medi-Cal
Revised	07/01/2023	FF.1007	Health Network Reinsurance Coverage	Medi-Cal
Revised	05/01/2024	FF.1007	Health Network Reinsurance Coverage	Medi-Cal
Revised	10/01/2025	FF.1007	Health Network Reinsurance Coverage	Medi-Cal
<u>Revised</u>	<u>07/01/2026</u>	<u>FF.1007</u>	<u>Health Network Reinsurance Coverage</u>	<u>Medi-Cal</u>

For 2026

1 IX. GLOSSARY
2

Term	Definition
California Children’s Services (CCS) Program	A State and county program providing Medically Necessary services to treat CCS-Eligible Conditions.
CalOptima Health Direct (COHD)	A direct health care program operated by CalOptima Health that includes both COHD-Administrative (COHD-A) and CalOptima Health Community Network (CHCN) and provides services to Members who meet certain eligibility criteria as described in Policy DD.2006: Enrollment in/Eligibility with CalOptima Health Direct.
Capitation Payment	The monthly amount paid to a Health Network by CalOptima Health for delivery of Covered Services to Members, which is determined by multiplying the applicable Capitation Rate by a Health Network’s monthly enrollment based upon Aid Code, age, and gender.
Contract for Health Care Services	The written instrument between CalOptima Health and Physicians, Hospitals, Health Maintenance Organizations (HMO), or other entities. Contract shall include any Memoranda of Understanding entered into by CalOptima Health that is binding on a Physician Hospital Consortium (PHC) or HMO, DHCS Medi-Cal Managed Care Division Policy Letters, Contract Interpretation, and Financial Bulletins issued pursuant to the Contract.
Covered Services	<p>Those health care services, set forth in W&I sections 14000 et seq. and 14131 et seq., 22 CCR section 51301 et seq., 17 CCR section 6800 et seq., the Medi-Cal Provider Manual, the California Medicaid State Plan, the California Section 1115 Medicaid Demonstration Project, the contract with DHCS for Medi-Cal, and DHCS APLs that are made the responsibility of CalOptima Health pursuant to the California Section 1915(b) Medicaid Waiver authorizing the Medi-Cal managed care program or other federally approved managed care authorities maintained by DHCS.</p> <p>Covered Services do not include:</p> <ol style="list-style-type: none"> 1. Home and Community-Based Services (HCBS) program as specified in the DHCS contract for Medi-Cal Exhibit A, Attachment III, Subsections 4.3.15 (Services for Persons with Developmental Disabilities), 4.3.20 (Home and Community-Based Services Programs) regarding waiver programs, 4.3.21 (In-Home Supportive Services), and Department of Developmental Services (DDS) Administered Medicaid Home and Community-Based Services Waiver. HCBS programs do not include services that are available as an Early and Periodic Screening, Diagnosis and Treatment (EPSDT) service, as described in 22 CCR sections 51184, 51340 and 51340.1. EPSDT services are covered under the DHCS contract for Medi-Cal, as specified in Exhibit A, Attachment III, Subsection 4.3.11 (Targeted Case Management Services), Subsection F4 regarding services for Members less than twenty one (21) years of age. CalOptima Health is financially responsible for the payment of all EPSDT services; 2. California Children’s Services (CCS) as specified in Exhibit A, Attachment III, Subsection 4.3.14 (California Children’s Services), except for Contractors providing Whole Child Model (WCM) services; 3. Specialty Mental Health Services as specified in Exhibit A, Attachment III, Subsection 4.3.12 (Mental Health Services);

Term	Definition
	<p>4. Alcohol and SUD treatment services, and outpatient heroin and other opioid detoxification, except for medications for addiction treatment as specified in Exhibit A, Attachment III, Subsection 4.3.13 (Alcohol and Substance Use Disorder Treatment Services);</p> <p>5. Fabrication of optical lenses except as specified in Exhibit A, Attachment III, Subsection 5.3.7 (Services for All Members);</p> <p>6. Direct Observed Therapy for Treatment of Tuberculosis (TB) as specified in Exhibit A, Attachment III, Subsection 4.3.18 (Direct Observed Therapy for Treatment of Tuberculosis);</p> <p>7. Dental services as specified in W&I sections 14131.10, 14132(h), 14132.22, 14132.23, and 14132.88, and EPSDT dental services as described in 22 CCR section 51340.1(b). However, CalOptima Health is responsible for all Covered Services as specified in Exhibit A, Attachment III, Subsection 4.3.17 (Dental) regarding dental services;</p> <p>8. Prayer or spiritual healing as specified in 22 CCR section 51312;</p> <p>9. Educationally Necessary Behavioral Health Services that are covered by a Local Education Agency (LEA) and provided pursuant to a Member's Individualized Education Plan (IEP) as set forth in Education Code section 56340 et seq., Individualized Family Service Plan (IFSP) as set forth in California Government Code (GC) section 95020, or Individualized Health and Support Plan (IHSP). However, CalOptima Health is responsible for all Medically Necessary Behavioral Health Services as specified in Exhibit A, Attachment III Subsection 4.3.16 (School Based Services);</p> <p>10. Laboratory services provided under the State serum alpha fetoprotein testing program administered by the Genetic Disease Branch of California Department of Public Health (CDPH);</p> <p>11. Pediatric Day Health Care, except for Contractors providing Whole Child Model (WCM) services;</p> <p>12. State Supported Services;</p> <p>13. Targeted Case Management (TCM) services as set forth in 42 USC section 1396n(g), W&I sections 14132.48 and 14021.3, 22 CCR sections 51185 and 51351, and as described in Exhibit A, Attachment III, Subsection 4.3.11 (Targeted Case Management Services). However, if Members less than twenty one (21) years of age are not eligible for or accepted by a Regional Center (RC) or a local government health program for TCM services, CalOptima Health must ensure access to comparable services under the EPSDT benefit in accordance with DHCS APL 23-005;</p> <p>14. Childhood lead poisoning case management provided by county health departments;</p> <p>15. Non-medical services provided by Regional Centers (RC) to individuals with Developmental Disabilities, including but not limited to respite, out-of-home placement, and supportive living;</p> <p>16. End of life services as stated in Health and Safety Code (H&S) section 443 et seq., and DHCS APL 16-006; and</p> <p>17. Prescribed and covered outpatient drugs, medical supplies, and enteral nutritional products when appropriately billed by a pharmacy on a pharmacy claim, in accordance with DHCS APL 22-012.</p>

For 2026

Term	Definition
Deductible	For purposes of this policy, the amount set forth in Section III.I of this policy, which the eligible Health Network must pay in eligible expenses on behalf of a Member during the coverage period, before CalOptima Health is responsible for reimbursing the eligible Health Network eighty percent (80%) of eligible expenses for that Member.
Department of Health Care Services (DHCS)	The single State department responsible for the administration of the Medi-Cal Program, California Children's Services (CCS), Genetically Handicapped Persons Program (GHPP), and other health related programs as provided by statute and/or regulation.
Division of Financial Responsibility (DOFR)	A matrix that identifies how CalOptima Health identifies the responsible parties for components of medical associated with the provision of Covered Services. The responsible parties include, but are not limited to, Physician, Hospital, CalOptima Health and the County of Orange.
Health Maintenance Organization (HMO)	A health care service plan, as defined in the Knox-Keene Health Care Service Plan Act of 1975, as amended, commencing with Section 1340 of the California Health and Safety Code.
Health Network	A Physician Hospital Consortium (PHC), physician group under a shared risk contract, or health care service plan, such as a Health Maintenance Organization (HMO) that contracts with CalOptima Health to provide Covered Services to Members assigned to that Health Network.
Member	A Medi-Cal eligible beneficiary as determined by the County of Orange Social Services Agency, the California Department of Health Care Services (DHCS) Medi-Cal Program, or the United States Social Security Administration, who is enrolled in the CalOptima Health program.
Primary Hospital	A hospital contracted with CalOptima Health on a capitated and delegated basis as the hospital partner of a Physician Hospital Consortium (PHC).
Primary Physician Group	A physician group contracted with CalOptima Health on a capitated and delegated basis as the physician partner of a Physician Hospital Consortium (PHC).
Remittance Advice Detail (RAD)	A summary report, by claim, that supports the detail payment, denial, or adjustment made by check.
Shared Risk Group	A Health Network that accepts delegated clinical and financial responsibility for professional services for assigned Members, as defined by written contract and enters into a risk sharing agreement with CalOptima Health as the responsible partner for facility services.
Transplant	A Non-Experimental Procedure for human tissue, blood, or organ Transplant.

1



Policy: FF.1007
 Title: **Health Network Reinsurance Coverage**
 Department: Finance
 Section: Not Applicable

CEO Approval: /s/

Effective Date: 01/01/2007
 Revised Date: 07/01/2026

Applicable to: Administrative
 Covered California
 Medi-Cal
 OneCare
 PACE

1 **I. PURPOSE**

2
 3 This policy sets forth CalOptima Health’s reinsurance coverage for Health Networks, excluding any
 4 Health Maintenance Organizations (HMOs) that, per contractual agreement, are financially at-risk for
 5 catastrophic claims.
 6

7 **II. POLICY**

- 8
 9 A. CalOptima Health shall provide reinsurance coverage to its eligible Health Networks, in accordance
 10 with this Policy.
 11
 12 B. Effective July 1, 2023, claims for services to Members eligible for California Children’s Services
 13 (CCS) Program shall be included in this Policy.
 14
 15 C. The coverage period for this policy is each CalOptima Health fiscal year beginning 12:01 a.m.
 16 Pacific Time (PT) July 1, through 12:00 a.m. PT June 30.
 17
 18 D. Reinsurance coverage applies to claims incurred within the coverage period paid and submitted as a
 19 reinsurance claim to CalOptima Health by the eligible Health Network no later than six (6) months
 20 after the end of the coverage period.
 21
 22 E. CalOptima Health shall identify reinsurance claims and payment of benefits for hospital expenses
 23 for Members assigned to an SRG, in accordance with CalOptima Health Policy FF.1010: Shared
 24 Risk Pool.
 25
 26 F. Covered expenses include only those services that are covered benefits and delegated financial risk
 27 to an eligible Health Network, and Shared Risk services, as defined in the Division of Financial
 28 Responsibility (DOFR) between CalOptima Health and the eligible Health Network, except those
 29 services listed in Section II.G of this Policy.
 30
 31 G. Covered expenses must have a corresponding accepted encounter data transaction with CalOptima
 32 Health that accurately reports the paid dollars. Capitated services, and Health Network internally
 33 provided services are eligible for reinsurance coverage.
 34

1 H. Covered expenses are subject to the following limitations:
2

- 3 1. For services not specifically identified elsewhere in this policy the following expense
4 limitations shall all generally apply:
5
6 a. Must not exceed providers billed charges.
7
8 b. Must not exceed Health Network's actual payment to provider except when services are
9 internally provided by Health Network or paid for via capitation.
10
11 c. For providers in CalOptima Health's contracted network, must not exceed the contracted
12 rate in effect with CalOptima Health.
13
14 d. For providers not in CalOptima Health's contracted network:
15
16 i. Emergency services – one hundred percent (100%) of Medi-Cal allowable.
17
18 ii. Non-emergency services – two hundred percent (200%) of Medi-Cal allowable.
19
20 2. In the absence of other limitations, CalOptima Health shall calculate covered expenses by
21 summing all hospital or physician covered expenses per Member per coverage period, as
22 applicable by Section II.C. of this Policy, subject to the annual Deductible.
23

24 I. Annual Deductibles are as follows:
25

- 26 1. Hospital Deductible:
27
28 a. One hundred fifty thousand dollars (\$150,000) of covered hospital expenses per Member
29 during the coverage period.
30
31 b. Subject to the terms of this policy, CalOptima Health shall reimburse eighty percent (80%)
32 of the expenses after a Deductible of one hundred fifty thousand dollars (\$150,000) is
33 applied.
34
35 2. Physician Deductible:
36
37 a. Seventeen thousand dollars (\$17,000) of covered physician expenses per Member during
38 the coverage period.
39
40 b. Subject to the terms of this policy, CalOptima Health shall reimburse eighty percent (80%)
41 of the expenses after a Deductible of seventeen thousand dollars (\$17,000) is applied.
42

43 **III. PROCEDURE**
44

- 45 A. Process to submit reinsurance claims for covered expenses, except hospital expenses for a Member
46 assigned to a Shared Risk Group:
47
48 1. An eligible Health Network shall submit reinsurance claims on a quarterly basis, no later than
49 the twentieth (20th) calendar day of the month following the end of a quarter.
50
51 2. An eligible Health Network shall submit reinsurance claims using CalOptima Health's
52 proprietary format and file naming convention, as described in the Reinsurance Field Names
53 and Values for Electronic File Transmission. An eligible Health Network may submit the

1 reinsurance claims file by transmitting an encrypted electronic mail to
2 reinsurance@caloptimahealth.org, submitting electronically to CalOptima Health's secure FTP
3 site, or by mailing an encrypted Universal Serial Bus (USB) flash drive, compact disk (CD) or
4 Digital Versatile Disc (DVD) to:

5
6 Attn: Coding Initiatives Department—Reinsurance Claims
7 CalOptima Health
8 505 City Parkway West
9 Orange CA 92868

- 10
11 3. Reinsurance claims shall include:
- 12 a. Claims paid by an eligible Health Network during that quarter only; or
 - 13 b. Claims detail for qualified Members who reached the annual Deductible.
- 14
15
16 4. Upon request, an eligible Health Network shall provide detailed support, within ten (10)
17 business days, for any individual claim for which billed charges are greater than, or equal to, ten
18 thousand dollars (\$10,000), including copies of the claim form, cancelled check, explanation of
19 benefits (EOB), Remittance Advice Detail (RAD), and other information, as requested by
20 CalOptima Health. All non-contracted emergency hospital inpatient claims require submission
21 of the authorization distinguishing days considered emergency and post-stabilization.
22
23
24 5. CalOptima Health shall notify an eligible Health Network of file acceptance or rejection within
25 ten (10) business days after receipt.
- 26 a. CalOptima Health may reject a file for any missing information or incorrect data.
 - 27 b. If CalOptima Health rejects a file, the eligible Health Network shall resubmit a corrected
28 file within five (5) business days from receipt of notification from CalOptima Health.
- 29
30
31 6. CalOptima Health shall provide an eligible Health Network with detailed reports of claims
32 processed within forty-five (45) business days after the quarter end submission date.
33
34
35 7. An eligible Health Network may appeal claim denials and underpayments within sixty (60)
36 business days after the date of CalOptima Health's RAD.
- 37 a. The eligible Health Network shall submit a request for appeal, in writing, to CalOptima
38 Health at reinsurance@caloptimahealth.org or by U.S. mail to:
39
40 Attn Coding Initiatives Department—Reinsurance Claims
41 CalOptima Health
42 505 City Parkway West
43 Orange CA 92868
 - 44 b. The eligible Health Network shall submit the appeals claims submission file in the same
45 format as the initial claims submission, in accordance with the Reinsurance Field Names
46 and Values for Electronic File Transmission.
 - 47 c. An appeals claims submission file shall only include specific claims to be reconsidered.
48
49
50
51

- d. The eligible Health Network shall provide detailed claims support for each claim, including copies of the claim form, cancelled check, EOB, RAD, or any other information, as requested by CalOptima Health.
 - e. CalOptima Health shall notify the eligible Health Network of file acceptance or rejection within ten (10) business days after receipt of the appeal file.
 - i. CalOptima Health may reject a file for any missing information or incorrect data.
 - ii. If CalOptima Health rejects a file, the eligible Health Network shall resubmit a corrected file within five (5) business days after receipt of notification from CalOptima Health.
 - f. CalOptima Health shall process an appeal and provide an eligible Health Network with detailed reports within forty-five (45) business days after receipt of the appeal.
- B. If a loss exceeds, or is expected to exceed, the annual Deductible by ten thousand dollars (\$10,000), CalOptima Health may appoint CalOptima Health staff to represent CalOptima Health's interest in the ongoing administration of the loss. An eligible Health Network shall cooperate with CalOptima Health staff in the ongoing administration of the loss.
- C. In the event of termination of the Contract for Health Care Services between an eligible Health Network and CalOptima Health, the coverage period shall end three (3) months after the termination date. A terminated eligible Health Network shall submit reinsurance claims no later than six (6) months after the termination date in order to receive reimbursement.
- D. An eligible Health Network shall make books and records available to CalOptima Health for inspection and audit at any time during normal business hours in accordance with the Contract for Health Care Services.

IV. ATTACHMENT(S)

- A. Reinsurance Field Names and Values for Electronic File Transmission

V. REFERENCE(S)

- A. CalOptima Health Contract with the Department of Health Care Services (DHCS) for Medi-Cal
- B. CalOptima Health Policy FF.1010: Shared Risk Pool
- C. Contract for Health Care Services
- D. Title 42, United States Code, Section 1396u-2(b)(2)(D)

VI. REGULATORY AGENCY APPROVAL(S)

Date	Regulatory Agency	Response
12/10/2010	Department of Health Care Services (DHCS)	Approved as Submitted
08/06/2015	Department of Health Care Services (DHCS)	Approved as Submitted
04/04/2023	Department of Health Care Services (DHCS)	File and Use

VII. BOARD ACTION(S)

Date	Meeting
09/11/2007	Regular Meeting of the CalOptima Board of Directors

Date	Meeting
09/04/2008	Regular Meeting of the CalOptima Board of Directors
10/01/2009	Regular Meeting of the CalOptima Board of Directors
06/01/2017	Regular Meeting of the CalOptima Board of Directors
10/04/2018	Regular Meeting of the CalOptima Board of Directors
12/03/2020	Regular Meeting of the CalOptima Board of Directors
06/04/2026	Regular Meeting of the CalOptima Health Board of Directors



VIII. REVISION HISTORY

Action	Date	Policy	Policy Title	Program(s)
Effective	01/01/2007	FF.1007 CY2007	Health Network Reinsurance Coverage	Medi-Cal
Revised	09/11/2007	FF.1007 CY2008	Health Network Reinsurance Coverage	Medi-Cal
Revised	09/04/2008	FF.1007 CY2008	Health Network Reinsurance Coverage	Medi-Cal
Revised	01/01/2009	FF.1007 1/09-6/10	Health Network Reinsurance Coverage	Medi-Cal
Revised	07/01/2010	FF.1007_2010-2011	Health Network Reinsurance Coverage	Medi-Cal
Revised	03/01/2012	FF.1007_2011-2012	Health Network Reinsurance Coverage	Medi-Cal
Revised	10/01/2012	FF.1007_2012-2013	Health Network Reinsurance Coverage	Medi-Cal
Revised	12/01/2013	FF.1007_2013-2014	Health Network Reinsurance Coverage	Medi-Cal
Revised	04/01/2015	FF.1007_2014-2015	Health Network Reinsurance Coverage	Medi-Cal
Revised	02/01/2016	FF.1007_2015-2016	Health Network Reinsurance Coverage	Medi-Cal
Revised	07/01/2016	FF.1007_2016-2017	Health Network Reinsurance Coverage	Medi-Cal
Revised	07/01/2017	FF.1007_2017-2018	Health Network Reinsurance Coverage	Medi-Cal
Revised	10/04/2018	FF.1007	Health Network Reinsurance Coverage	Medi-Cal
Revised	10/01/2019	FF.1007	Health Network Reinsurance Coverage	Medi-Cal
Revised	12/03/2020	FF.1007	Health Network Reinsurance Coverage	Medi-Cal
Revised	08/01/2021	FF.1007	Health Network Reinsurance Coverage	Medi-Cal
Revised	09/01/2022	FF.1007	Health Network Reinsurance Coverage	Medi-Cal
Revised	07/01/2023	FF.1007	Health Network Reinsurance Coverage	Medi-Cal
Revised	05/01/2024	FF.1007	Health Network Reinsurance Coverage	Medi-Cal
Revised	10/01/2025	FF.1007	Health Network Reinsurance Coverage	Medi-Cal
Revised	07/01/2026	FF.1007	Health Network Reinsurance Coverage	Medi-Cal

FOR 2026

1
2
3

4

1 IX. GLOSSARY
2

Term	Definition
California Children’s Services (CCS) Program	A State and county program providing Medically Necessary services to treat CCS-Eligible Conditions.
CalOptima Health Direct (COHD)	A direct health care program operated by CalOptima Health that includes both COHD-Administrative (COHD-A) and CalOptima Health Community Network (CHCN) and provides services to Members who meet certain eligibility criteria as described in Policy DD.2006: Enrollment in/Eligibility with CalOptima Health Direct.
Capitation Payment	The monthly amount paid to a Health Network by CalOptima Health for delivery of Covered Services to Members, which is determined by multiplying the applicable Capitation Rate by a Health Network’s monthly enrollment based upon Aid Code, age, and gender.
Contract for Health Care Services	The written instrument between CalOptima Health and Physicians, Hospitals, Health Maintenance Organizations (HMO), or other entities. Contract shall include any Memoranda of Understanding entered into by CalOptima Health that is binding on a Physician Hospital Consortium (PHC) or HMO, DHCS Medi-Cal Managed Care Division Policy Letters, Contract Interpretation, and Financial Bulletins issued pursuant to the Contract.
Deductible	For purposes of this policy, the amount set forth in Section III.I of this policy, which the eligible Health Network must pay in eligible expenses on behalf of a Member during the coverage period, before CalOptima Health is responsible for reimbursing the eligible Health Network eighty percent (80%) of eligible expenses for that Member.
Department of Health Care Services (DHCS)	The single State department responsible for the administration of the Medi-Cal Program, California Children’s Services (CCS), Genetically Handicapped Persons Program (GHPP), and other health related programs as provided by statute and/or regulation.
Division of Financial Responsibility (DOFR)	A matrix that identifies how CalOptima Health identifies the responsible parties for components of medical associated with the provision of Covered Services. The responsible parties include, but are not limited to, Physician, Hospital, CalOptima Health and the County of Orange.
Health Maintenance Organization (HMO)	A health care service plan, as defined in the Knox-Keene Health Care Service Plan Act of 1975, as amended, commencing with Section 1340 of the California Health and Safety Code.
Health Network	A Physician Hospital Consortium (PHC), physician group under a shared risk contract, or health care service plan, such as a Health Maintenance Organization (HMO) that contracts with CalOptima Health to provide Covered Services to Members assigned to that Health Network.
Member	A Medi-Cal eligible beneficiary as determined by the County of Orange Social Services Agency, the California Department of Health Care Services (DHCS) Medi-Cal Program, or the United States Social Security Administration, who is enrolled in the CalOptima Health program.
Primary Hospital	A hospital contracted with CalOptima Health on a capitated and delegated basis as the hospital partner of a Physician Hospital Consortium (PHC).
Primary Physician Group	A physician group contracted with CalOptima Health on a capitated and delegated basis as the physician partner of a Physician Hospital Consortium (PHC).
Remittance Advice Detail (RAD)	A summary report, by claim, that supports the detail payment, denial, or adjustment made by check.

Term	Definition
Shared Risk Group	A Health Network that accepts delegated clinical and financial responsibility for professional services for assigned Members, as defined by written contract and enters into a risk sharing agreement with CalOptima Health as the responsible partner for facility services.

1

For 20260528 FAC Review Only

Reinsurance Field Names and Values for Electronic File Transmission					
Accepted Format: Access or Excel (Excel is preferred)					
Field Names	Descriptions	Data Type	Field Length	Example Entry	Notes
HNNumber	Health Network Numbers	Alpha Numeric	6	PHC058	HMO, SRG, or PHC; and 3 digits for health network. For example, PHC058
MemberID	CIN Number	Text	9	99999999D	
MemberName	Member Names	Text	Up to 50	Jane Doe	
DOB	Date of Birth	Date (mm/dd/yy)		05-01-62	
ClaimNo	Claim Number	Alpha Numeric	Upto 25	2005042899903140	
ClaimType	Claim Type	Text	Upto 25	Professional	Professional
				IP Hospital	Inpatient
				OP Hospital	Outpatient
ProviderID	Provider License/NPI	Alpha Numeric	12	XXXX01250	
ProviderName	Provider Name	Text	Up to 50	XXXXX, MD	
TIN	Tax Identification Number	Text	Upto 15	123456789	
FrDOS	From Date of service	Date (mm/dd/yy)		1-1-2020	Specific Date of service must be entered not DOS range to avoid any denials due to duplication of service.
ToDOS	To Date of Service	Date (mm/dd/yy)		1-31-2020	Specific Date of service must be entered not DOS range to avoid any denials due to duplication of service.
POS	Place of Service	Text	2	21	
Procedurecode	Procedure codes	Alpha Numeric	5	80053	
Modifier	Modifier	Alpha Numeric	2	26	26
RevenueCode	Revenue codes	Alpha Numeric	3	270	270
Dx	Diagnosis Codes	Alpha Numeric	3 to 13	70715	No period or dot in between diagnosis code
Units_Days	Units or Days	Numeric	Numeric	10	For Anesthesia procedure, enter converted total number of units (Anesthesia Units plus modifier units plus time units).
BilledAmt	Billed Amount	Currency	Currency	\$0.00	
PaidAmt	Paid Amount	Currency	Currency	\$0.00	
CheckNumber	Check Number	Alpha Numeric	Upto 10	1234567899	
CheckDate	Check Date	Date (mm/dd/yy)		mm/dd/yy	
CAP_Ind	Capitated Indicator	Text	1	Y or N	
CAPAmt	Capitated Amount	Currency		\$0.00	
Quarter	Quarter	Text	6	Q12020	This is the quarter when the file is submitted.
FileName	Naming convention	Text	8	58PRQ120	Must submit separate file per claim type (Professional and Hospital claims) (See "File Naming Convention" below).
Adjustment_ind	Adjustment indicator	Text	1	Y or N	New field added to identify adjustment to original claim to avoid any denials due to duplicate service.
Appeal Reason	Appeal Reason	Text	Up to 250		Only applies to appeal and must include reason for the appeal.
File Naming Convention				Value	
13 Character Length					
First 2 character is designated for HN number					58
Third character is the file type					P = professional, H = Hospital
Fourth character is the program/incentive					R = Reinsurance
Fifth to Eight character is designated as the Quarter file submission					Q120
Last 5 characters are designated for the Policy Year as in "Fiscal Year"					_2020
For example: Amvi professional file for Fiscal Year 2020					58PRQ120_2020
Note: please rename file with prefix "1_FINRPT_" if submitting into FTP site					1_FINRPT_58PRQ120_2020



CalOptima Health

2026 Audit Planning

Discussion with the Finance and
Audit Committee (FAC)

May 28, 2026

Baker Tilly US, LLP, trading as Baker Tilly, is a member of the global network of Baker Tilly International Ltd., the members of which are separate and independent legal entities. © 2022 Baker Tilly US, LLP.

[Back to Agenda](#)



Agenda

1. Scope of Services
2. Auditor's Responsibilities in a Financial Statement Audit
3. Significant Risks Identified
4. Risks Discussion
5. Consideration of Fraud in a Financial Statement Audit
6. Audit Timeline
7. Audit Deliverables
8. Expectations
9. Documents Containing Audited Financial Statements and Independent Auditor's Report
10. Recent Accounting Developments
11. About Baker Tilly
12. Your Service Team



Scope of Services

Relationship between Baker Tilly and CalOptima Health:

Annual GAAP Audit

- Annual financial statement audit as of and for the year ending June 30, 2026.

Non-Attest Services

- Assist Management with drafting the financial statements, excluding Management's Discussion and Analysis, as of and for the year ending June 30, 2026.
- Assist in completing the Data Collection Form for the single audit as of and for the year ending June 30, 2026.



Auditor's Responsibilities in a Financial Statement Audit

Auditor is responsible for:

- Forming and expressing an opinion on whether the financial statements are prepared, in all material respects, in conformity with U.S. generally accepted accounting principles.
- Performing an audit in accordance with generally accepted auditing standards issued by the AICPA and the Government Auditing Standards issued by the Comptroller General of the United States.
- Communicating significant matters, as defined by professional standards, arising during the audit that are relevant to the FAC.
- When applicable, communicating particular matters required by law or regulation, by agreement with the FAC, or by other requirements applicable to the engagement.

The audit of the financial statements does not relieve Management or the FAC of their responsibilities.

The auditor is not responsible for designing procedures for the purpose of identifying other matters to communicate to the FAC.



Significant Risks Identified

During the planning of the audit, we have identified the following significant risks:

Significant Risks	Procedures
Medical claims liability and claims expense	<ul style="list-style-type: none">• Test the internal controls for claims payments and provider capitation systems.• Test the data used by the actuary to estimate the claims liability and review the experience and qualifications of the actuary.• Perform a retrospective review of the prior year's claims liability.
Capitation revenue and receivables	<ul style="list-style-type: none">• Develop independent expectations of revenue using membership data and rates.• Obtain an understanding of Management's reserve methodology and validate key inputs through our audit procedures.• Verify subsequent receipt of cash and other substantive procedures.



Significant Risks Identified

During the planning of the audit, we have identified the following significant risks:

Significant Risks	Procedures
Amounts due to the State of California or DHCS	<ul style="list-style-type: none">• Test the provider capitation and other accrual calculations and agree amounts accrued to subsequent payments.• Obtain an understanding of the nature of the amounts payable to the State of California.• Test inputs into the estimates used to calculate the amounts due.



Risks Discussion

1. What are your views regarding:
 - CalOptima Health's objectives, strategies, and business risks that may result in material misstatements.
 - Significant communications between the entity and regulators.
 - Attitudes, awareness, and actions concerning
 - CalOptima Health's internal control and importance.
 - How those charged with governance oversee the effectiveness of internal control.
 - Detection or the possibility of fraud.
 - Other matters relevant to the audit.
2. Do you have any areas of concern?



Consideration of Fraud in a Financial Statement Audit

Auditor's responsibility: Obtain reasonable assurance the financial statements as a whole are free from material misstatement – whether caused by fraud or error.

To identify fraud-related risks of material misstatement, we:

- Brainstorm with team
- Conduct personnel interviews
- Document understanding of internal control
- Consider unusual or unexpected relationships identified in planning and performing the audit

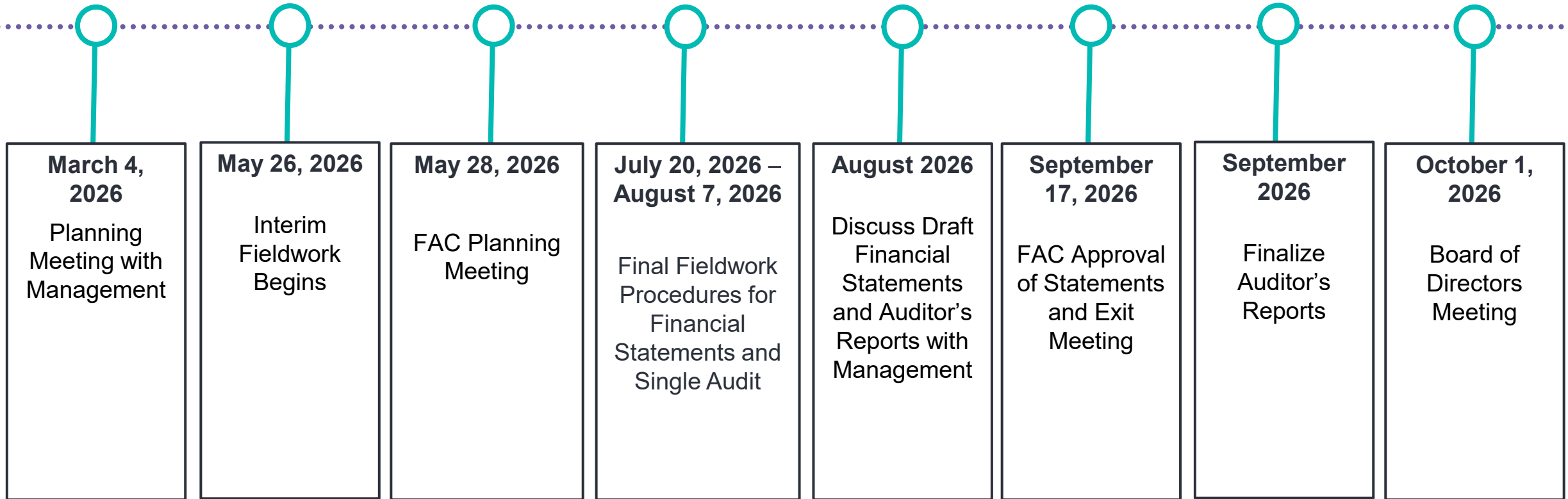
Procedures we perform:

- Examine general journal entries for nonstandard transactions
- Evaluate policies and accounting for revenue recognition
- Test and analyze significant accounting estimates for biases
- Evaluate rationale for significant unusual transactions



Audit Timeline

2026



Audit Deliverables



Report of Independent Auditors

- Financial statements for the year ended June 30, 2026.
- Internal Control over Financial Reporting and on Compliance and Other Matters.
- Compliance for The Major Program and on Internal Control over Compliance Required by Uniform Guidance.



Report to Management

(communicating internal control related matters identified in an audit)



Report to Those Charged With Governance

(communicating required matters and other matters of interest)



Expectations

CalOptima Health will:

- Have no adjusting journal entries after beginning of fieldwork.
- Close books and records before beginning of fieldwork.
- Provide auditor requested information in CAP schedule one week prior to the beginning of fieldwork.

Baker Tilly will:

- Communicate proposed adjustments with Management when identified.
- Communicate control deficiencies with Management when identified.
- Discuss any additional fees over the estimate in engagement letter with Management.



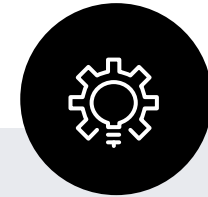
Documents Containing Audited Financial Statements and Independent Auditor's Report



Our responsibility under generally accepted auditing standards



Request for advance notification when you intend to include audited financial statements and the independent auditor's report in a document



Arrangements to obtain the other information prior to report issuance



Recent Accounting Developments

RECENT ACCOUNTING DEVELOPMENTS

Accounting Standards Update – GASB

Statement	Title	Effective
No. 103	<i>Financial Reporting Model Improvements</i> – The objective of this Statement is to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government’s accountability. This Statement also addresses certain application issues.	Fiscal years beginning after June 15, 2025 (Effective for FY26).
No. 104	<i>Disclosure of Certain Capital Assets</i> – State and local governments are required to provide detailed information about capital assets in notes to financial statements. Statement No. 34, Basic Financial Statements— and Management’s Discussion and Analysis—for State and Local Governments, requires certain information regarding capital assets to be presented by major class.	Fiscal years beginning after June 15, 2025 (Effective for FY26).
No. 105	<i>Subsequent Events</i> – The primary objective of this Statement is to improve the financial reporting requirements for subsequent events, thereby enhancing consistency in their application and better meeting the information needs of financial statement users. This Statement clarifies the subsequent events that constitute recognized and nonrecognized events and establishes specific note disclosure requirements for nonrecognized events.	Fiscal years beginning after June 15, 2026 (Effective for FY27).





About Baker Tilly

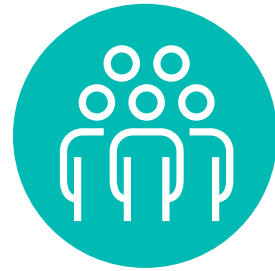
CONTINUED EXCELLENCE

Our resources, your goals

Baker Tilly will continue to successfully guide our clients through changing landscapes with skills, stability, and strength as one of the oldest and largest advisory, tax, and assurance firms in the United States.



6th
largest U.S.
accounting firm



11,000+
team members,
1,000+ principals



100+
years in
business



~3,400
Certified Public
Accountants



\$3B+
firm revenue
in FY2024



100+
worldwide
office locations



300+
workplace and
culture awards

INDUSTRY EXPERTISE

Committed to health care

The demand for vital health care services continues to rise amid a multitude of challenges that impact the quality, accessibility, and efficiency of care.

From helping you comply with new regulations to easing your tax burden to exploring new care models, our dedicated health care professionals have the experience and expertise to help you navigate a complex new world.



Nearly
6,500
HEALTH CARE
CLIENTS
across the nation

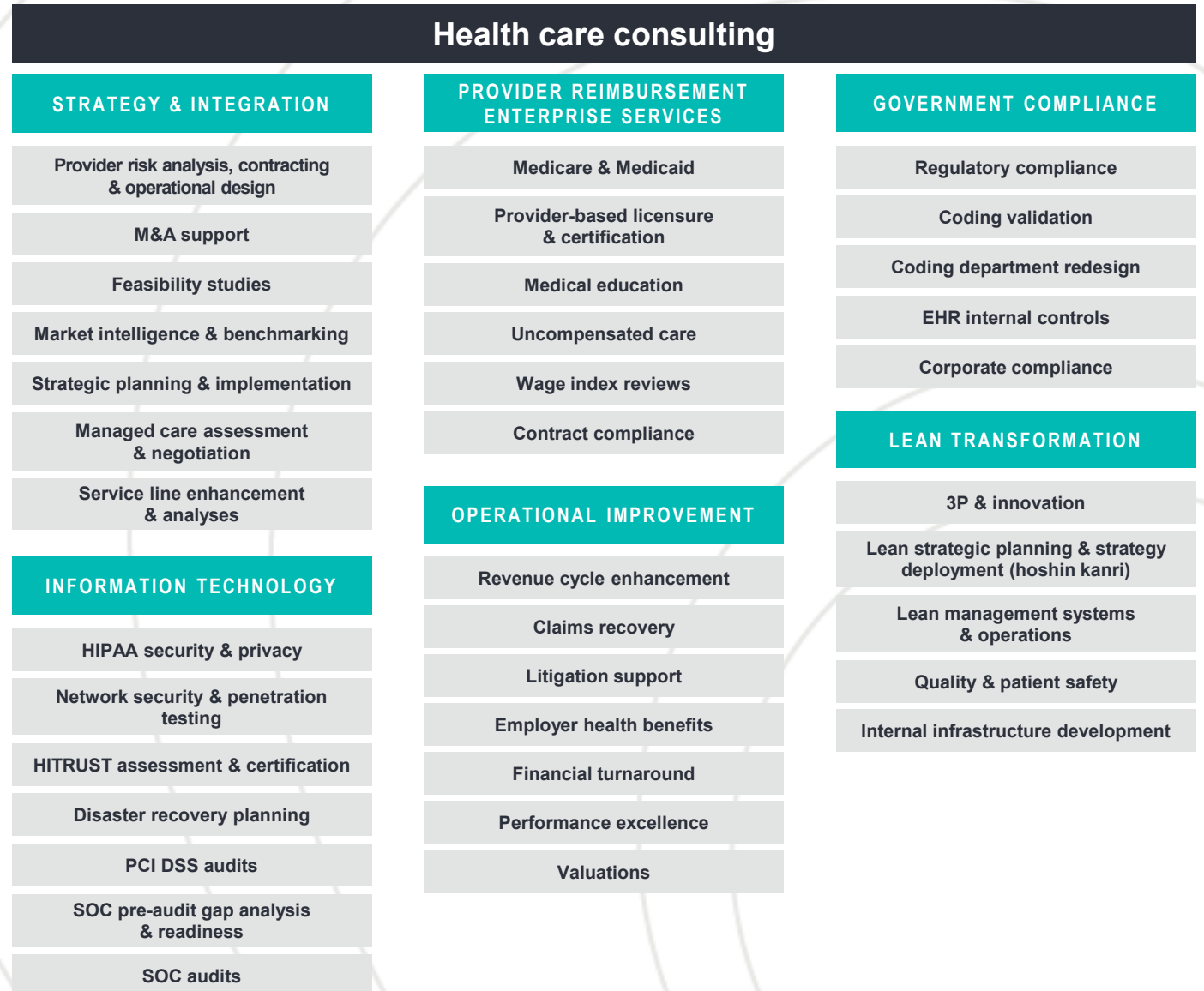
Nearly
500
PROFESSIONALS
specializing
in health care

More than
60
PRINCIPALS
specializing
in health care

LEADERSHIP
INVOLVEMENT
with AICPA Health Care
Expert Panel and HFMA
National Principles and
Practice Board

Health care advisory services

Audit and tax are vital. But you have complex needs that go beyond these core functions. Our dedicated health care consulting team provides a range of services to address all your emerging needs—both now and in the future.



An array of resources

In today's fast-paced world, we know how precious your time is. We also know that knowledge is key. These resources offer what you need to know, when you need to know it, and are presented in the format that fits your life.



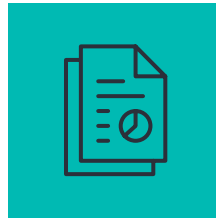
Articles & alerts

Industry-specific insight and important tax and assurance updates



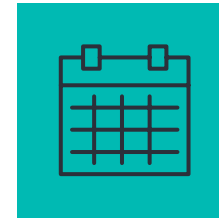
Webcasts

On-demand and live sessions with our professionals on technical and timely topics



Reports & guides

A more in-depth look at significant changes and subjects across the accounting landscape



Events

Seminars, destination conferences, networking receptions, and charity events, among others



Annual Executive Health Care Conference

Join C-suite professionals from across the health care ecosystem to discuss the state of the industry and plan for what's next. Among the conference highlights is the annual point-counterpoint keynote speaker session, which brings together notable figures to deliver contrasting yet insightful perspectives on health care's most compelling topics.

HIGHLIGHTS INCLUDE

- Women's Executive Health Care Leadership Forum
- State of the union
- Political point-counterpoints
- Reception with keynotes
- Economic forecast

For 30 years, Baker Tilly has brought together thought leaders from across the health care continuum to explore the current and future state of the industry at our annual conference.

Your Service Team



Stelian Damu
*Audit Engagement
Reviewer*

stelian.damu
@bakertilly.com
310- 295-3380



Chris Pritchard
Concurring Reviewer

Chris.Pritchard@ba
kertilly.com
415-677-8262



Ashley Merda
Audit Senior Manager

Ashley.Merda@ba
kertilly.com
949-517-9431

Nimar Kaushik
Audit Senior

Nimar.Kaushik@ba
kertilly.com
949-474-2676

Magdalena Bilaska
Audit Senior

Magdalena.Bilaska@ba
kertilly.com
949-517-9449





**THANK
YOU**



CalOptima Health

Medi-Cal Health Network Capitation Rebasing Process and Results Overview

**Finance and Audit Committee Meeting
May 28, 2026**

Eric Rustad, Executive Director, Finance

Our Mission

To serve member health with excellence and dignity, respecting the value and needs of each person.

Our Vision

Provide all members with access to care and supports to achieve optimal health and well-being through an equitable and high-quality health care system.

Agenda

- Medi-Cal Health Network Rebasing Overview
- Rebasing Methodology
- Proposed Changes and Rate Impact
 - Proposed Base Rates by Category of Aid
 - Impact by Health Network
- Medi-Cal Rebasing Project Timeline



CalOptima
Health

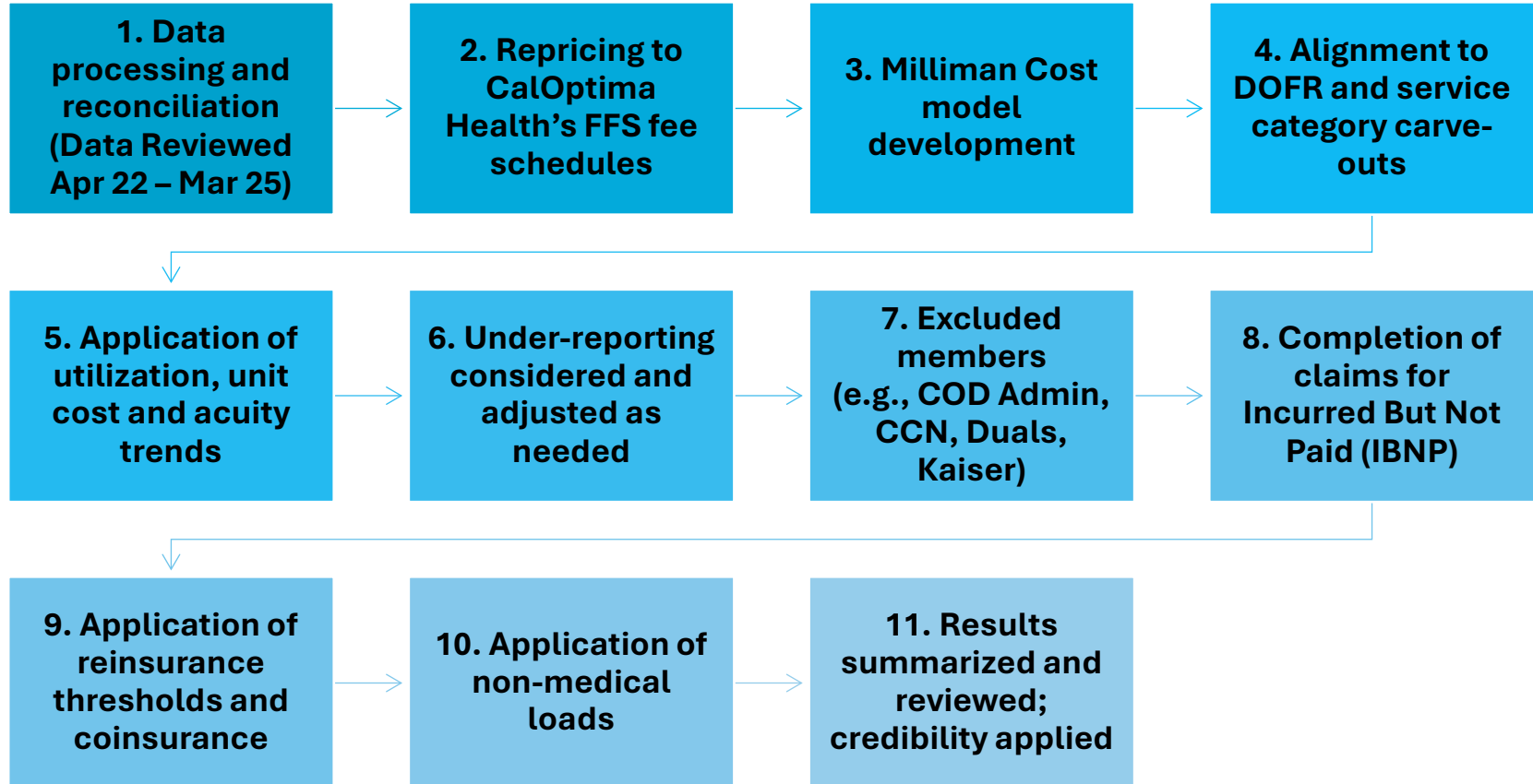
Medi-Cal Health Network Rebasing Overview

Rebasing Overview

- **What is Rebasing?** A periodic re-evaluation and recalibration of base capitation rates paid to our Health Network partners using an actuarially sound approach
- **Why do we Rebase?** To ensure rates are sufficient to cover both medical and non-medical expenses in aggregate across all Health Networks for the prospective period
- **How is this accomplished?** CalOptima Health engaged Milliman for actuarial services in November 2025
- **When are rebased rates effective?** July 1, 2026, contingent on Board of Directors approval

Note: The last full rebasing was completed in early 2023 for rates effective July 1, 2023.

Rebasing Process



Updates

- No change to aid categories (e.g., Adult, SPD)
- Revision to Age/Gender Grouping
 - 19- and 20-year-old members grouped with Child experience instead of Adult experience
 - Re-evaluated risk after this revision
- Communication with health networks
 - Staff provided each health network updated information on their relative risk scores
 - Scores were adjusted based on available individual health network experience



Rebasing Methodology

Methodology

○ Key points

- Data from 4/1/24 – 3/31/25 used to forecast FY 2026-27
 - No data quality issues identified; no adjustments needed
- Current Division of Financial Responsibility (DOFR) used
- Data was nearly complete
 - Completion was between 0.5% to 1.5% by service type
- Trends were developed for natural unit cost, utilization, acuity and contractual unit cost

Methodology (cont.)

- Other adjustments:
 - Certain high-cost hospitals (non-contracted) pricing included at 30% of billed charges
 - Non-medical expense included:
 - 10% Professional and 8% Facility of Total Funding
 - Fixed cost to variable cost ratio of 50%/50%
 - Base rates adjusted for health networks with agreed-upon Ethical Religious Directives (ERD)



CalOptima
Health

Proposed Changes and Rate Impact

(Impacts estimated based on Forecasted FY
2026-27 Enrollment)

Maternity Kick Payments

- Maternity Supplemental Kick Payment
 - Total delivery event funding included in the kick payment

	Forecasted Increase	Estimated Fiscal Impact
Facility	9.1% (from \$7,713.51 to \$8,417.58)	\$1.8 million annual kick payment increase*
Professional	24.4% (from \$1,394.70 to \$1,734,83)	\$1.0 million annual kick payment increase*

* Impacts estimated based on Forecasted FY 2026-27 Enrollment

Reinsurance Changes

- Reinsurance policy updates (effective 7/1/26)
 - Align encounter repricing closer to CalOptima Health fee-for-service pricing, including regulatory fee schedules, such as Targeted Rate Increases
 - Eliminate \$1 million per-member payment cap
 - Compensate out-of-network Emergency Room (100% Medi-Cal) and Non-Emergency Room (200% Medi-Cal) independently
 - Require submission of validated encounter to CalOptima Health

	Forecasted Increase	Estimated Fiscal Impact
Facility	37.3%	\$6.0 million
Professional	72.4%	\$4.3 million

Notes:

- Impacts estimated based on Forecasted FY 2026-27 Enrollment
- Reinsurance Policy will be presented at the May FAC and June Board meetings



Fee-for-service Contractual Changes

○ Hospital Outpatient Services

Current	Proposed	Forecasted Increase
Combination of 140% and 240% of Medi-Cal Fee Schedule	70% of Medicare Fee Schedule	<ul style="list-style-type: none"> Hospital Outpatient: 57.3% Hospital Total: 16.5% Facility capitation: 9.0% Professional capitation: 0.8% Fiscal Impact: \$48.7 million

○ Physician Specialists (Professional Component)

Current	Proposed	Forecasted Increase
Standardized at 156% of Medi-Cal Fee Schedule	Standardized at 200% of Medi-Cal Fee Schedule	<ul style="list-style-type: none"> Specialist professional component: 28.2% Total specialist increase with technical component fixed: 13.0% Professional capitation: 4.6% Fiscal Impact: \$28.0 million

CalOptima Health Proposed Rate Changes

Change %	CalOptima Health Proposed		
	Facility	Professional	Total
Child	39.6%	3.0%	11.8%
Adult	0.0%	0.0%	0.0%
Expansion	0.0%	0.0%	0.0%
SPD	0.0%	0.0%	0.0%
WCM	4.2%	1.0%	3.0%
Total Base Funding	4.3%	0.8%	2.4%
Maternity Kick	0.4%	0.2%	0.3%
Reinsurance	1.2%	0.7%	0.9%
Hospital Outpatient Contract Change	9.0%	0.8%	4.5%
Specialist Physician Contract Change	0.0%	4.6%	2.6%
Total Annual Change %	15.0%	7.1%	10.6%
Total Annual Change \$ (millions)	\$72.4	\$43.1	\$115.5

* Impacts estimated based on Forecasted FY 2026-27 Enrollment



Impact by Health Network

- Risk-adjusted capitation impact by health network

Average: 10.6%
Median Increase: 7.5%
Range: 5.7% to 15.3%

- Estimates include impacts from provider contract changes (e.g., Hospital Outpatient, Specialist Physician)
 - Health networks with higher number of members in the Child aid category will see larger increases
- Maternity Supplemental Kick Payment and Reinsurance Changes will result in additional trend on top of these estimates depending on health networks that experience qualified volume

Medi-Cal Rebasing Project Timeline

Status	Date	Task
✓	November 2025	Engage Milliman to start the project
✓	November 2025 - February 2026	Data transfer and review methodology/assumptions with Milliman
✓	April 2026	<ul style="list-style-type: none"> • Communicate preliminary results with health networks • Incorporate rebased rates into the FY 2026-27 CalOptima Health Operating Budget
✓	May 2026	Finance and Audit Committee meeting: Review and approve proposed CalOptima Health FY 2026-27 budgets <ul style="list-style-type: none"> • Budget will include Medi-Cal rebasing results • Milliman will be available for questions
	June 2026	Board of Directors meeting: Review and approve CalOptima Health FY 2026-27 budgets
	July 1, 2026	Effective Date of Rebasing Results



CalOptima
Health

Stay Connected With Us
www.caloptima.org



**CalOptima
Health**

Financial Summary March 31, 2026

**Finance and Audit Committee Meeting
May 28, 2026**

Nancy Huang, Chief Financial Officer

Our Mission

To serve member health with excellence and dignity, respecting the value and needs of each person.

Our Vision

Provide all members with access to care and supports to achieve optimal health and well-being through an equitable and high-quality health care system.

Financial Highlights Notes:

March 2026

- Notable events/items in March 2026
 - \$262.6 million of Hospital Directed Payments (DP) were received and recognized for Calendar Year (CY) 2024
 - \$49.3 million adjustment was recorded to align the Community Reinvestment obligation estimates with updated guidance from the Department of Health Care Services (DHCS) for CY 2024, 2025 and 2026
 - Net investment income was below the year-to-date average due to an unrealized loss in March, driven by valuation changes associated with interest rate movements

Financial Highlights

March 2026

March 2026				July 2025 - March 2026				
Actual	Budget	\$ Variance	% Variance		Actual	Budget	\$ Variance	% Variance
841,313	873,422	(32,109)	(3.7%)	Member Months	7,851,452	8,010,090	(158,638)	(2.0%)
647,592,353	388,225,034	259,367,319	66.8%	Revenues	3,973,637,476	3,535,609,121	438,028,355	12.4%
614,851,587	368,178,981	(246,672,606)	(67.0%)	Medical Expenses	3,645,580,618	3,289,361,798	(356,218,820)	(10.8%)
24,670,647	25,834,962	1,164,315	4.5%	Administrative Expenses	195,660,163	228,751,483	33,091,319	14.5%
8,070,118	(5,788,909)	13,859,027	239.4%	Operating Margin	132,396,695	17,495,840	114,900,855	656.7%
				Non-Operating Income (Loss)				
(6,491,462)	8,333,341	(14,824,803)	(177.9%)	Net Investment Income/Expense	112,140,057	75,000,066	37,139,991	49.5%
(399,661)	-	(399,661)	(100.0%)	Grant Expense	(22,814,124)	-	(22,814,124)	(100.0%)
49,346,844	-	49,346,844	100.0%	Community Reinvestment	35,462,524	-	35,462,524	100.0%
(388,823)	(138,610)	(250,213)	(180.5%)	Other Income/Expense	(6,805,703)	(1,247,490)	(5,558,213)	(445.6%)
42,066,898	8,194,731	33,872,166	413.3%	Total Non-Operating Income (Loss)	117,982,753	73,752,576	44,230,178	60.0%
50,137,016	2,405,822	47,731,193	1,984.0%	Change in Net Assets	250,379,448	91,248,416	159,131,032	174.4%
94.9%	94.8%	0.1%		Medical Loss Ratio	91.7%	93.0%	(1.3%)	
3.8%	6.7%	2.8%		Administrative Loss Ratio	4.9%	6.5%	1.5%	
1.2%	(1.5%)	2.7%		Operating Margin Ratio	3.3%	0.5%	2.8%	
100.0%	100.0%			Total Operating	100.0%	100.0%		
84.4%	90.3%	(5.9%)		*Adjusted MLR	85.8%	88.6%	(2.8%)	
6.2%	6.7%	0.4%		*Adjusted ALR	5.6%	6.5%	0.8%	

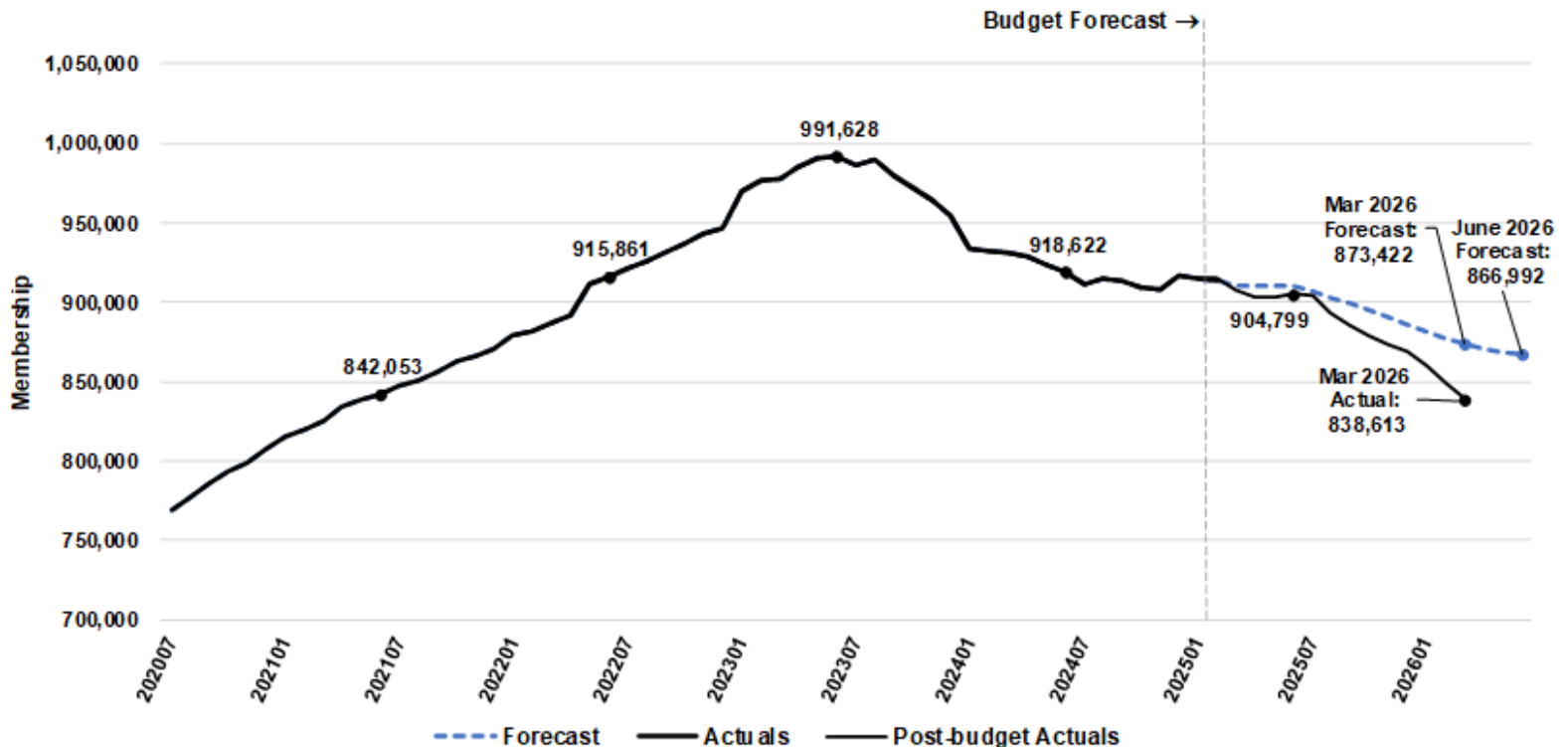
*Adjusted MLR/ALR excludes estimated Board-approved Provider Rate increases and Directed Payments, but includes costs associated with CalOptima Health's Digital Transformation Strategy (DTS) budget



Actuals v. Budget – Total Membership



Consolidated



Notes:

- Data included in this report are based on member eligibility months rather than booked enrollment (as used in the financials).
- Includes data as of April 10, 2026

[Back to Agenda](#)



FY 2025-26: Management Summary

- Change in Net Assets Surplus or (Deficit)
 - Month To Date (MTD) March 2026: \$50.1 million, favorable to budget \$47.7 million or 1,984.0% driven by adjustment to Community Reinvestment estimates due to updated guidance from DHCS

- Change in Net Assets Surplus or (Deficit)
 - Year To Date (YTD) July 2025 – March 2026: \$250.4 million, favorable to budget \$159.1 million or 174.4% driven by Net Investment Income, favorable member mix and capitation rates, and Community Reinvestment

FY 2025-26: Management Summary (cont.)

○ Enrollment

- MTD: 841,313 members, unfavorable to budget 32,109 or 3.7% due to freeze on enrollment of new members 19 years or older with Unsatisfactory Immigration Status (UIS) and asset test reinstatement
- YTD: 7,851,452 member months, unfavorable to budget 158,638 or 2.0%

FY 2025-26: Management Summary (cont.)

○ Revenue

- MTD: \$647.6 million, favorable to budget \$259.4 million or 66.8% driven by Medi-Cal (MC) Line of Business (LOB) due to receipt of CY 2024 Hospital DP, favorable member mix and capitation rates, offset by lower enrollment
- YTD: \$3,973.6 million, favorable to budget \$438.0 million or 12.4% due primarily to:
 - MC LOB due to CY 2023 and 2024 Hospital DP, CY 2024 Quality Incentive Program (QIP), CY 2025 Skilled Nursing Facility Workforce and Quality Incentive (SNF WQIP), favorable member mix and capitation rates
 - Offset by OneCare (OC) LOB lower than anticipated Risk Adjustment Factor (RAF)

FY 2025-26: Management Summary (cont.)

○ Medical Expenses

- MTD: \$614.9 million, unfavorable to budget \$246.7 million or 67.0% due to:
 - \$267.0 million in Other Medical Expenses primarily from CY 2024 Hospital DP
 - Offset by \$20.3 million net favorable variances in all other expense categories due to lower enrollment and utilization

FY 2025-26: Management Summary (cont.)

○ Medical Expenses

- YTD: \$3,645.6 million, unfavorable to budget \$356.2 million or 10.8% due to:
 - \$512.2 million in Other Medical expenses primarily due to CY 2023 and 2024 Hospital DP, CY 2024 QIP and CY 2025 SNF WQIP
 - Offset by favorable variances to budget:
 - \$46.9 million in Incentive Payments primarily due to release of accrual for MC Pay-for-Value (P4V) Incentive Payments
 - \$34.0 million in Managed Long-Term Services and Supports (MLTSS) expense
 - \$31.7 million in Professional Claims expense
 - \$50.0 million in all other expense categories

FY 2025-26: Management Summary (cont.)

○ Administrative Expenses

- MTD: \$24.7 million, favorable to budget \$1.2 million or 4.5% due to the timing of administrative expense activities
- YTD: \$195.7 million, favorable to budget \$33.1 million or 14.5% due to the timing of administrative expense activities

FY 2025-26: Management Summary (cont.)

- Non-Operating Income (Loss)
 - MTD: \$42.1 million, favorable to budget \$33.9 million or 413.3% due to:
 - \$49.3 million favorable variance in Community Reinvestment due to updated guidance from DHCS
 - Offset by:
 - \$14.8 million unfavorable variance in Net Investment Income primarily due to unrealized loss on investments
 - \$0.4 million unfavorable variance in Grant Expense
 - \$0.3 million unfavorable variance in Other Income/Expense

FY 2025-26: Management Summary (cont.)

- Non-Operating Income (Loss)
 - YTD: \$118.0 million, favorable to budget \$44.2 million or 60.0% due to:
 - \$37.1 million favorable variance in Net Investment Income
 - \$35.5 million favorable variance in Community Reinvestment
 - Offset by:
 - \$22.8 million unfavorable variance in Grant Expense
 - \$5.6 million unfavorable variance in Other Income/Expense

FY 2025-26: Key Financial Ratios

○ Medical Loss Ratio (MLR)

		Actual	Budget	Variance (%)
MTD	MLR	94.9%	94.8%	0.1%
	Adjusted MLR*	84.4%	90.3%	(5.9%)
YTD	MLR	91.7%	93.0%	(1.3%)
	Adjusted MLR*	85.8%	88.6%	(2.8%)

○ Administrative Loss Ratio (ALR)

		Actual	Budget	Variance (%)
MTD	ALR	3.8%	6.7%	2.8%
	Adjusted ALR*	6.2%	6.7%	0.4%
YTD	ALR	4.9%	6.5%	1.5%
	Adjusted ALR*	5.6%	6.5%	0.8%

* Adjusted MLR/ALR excludes estimated Board-approved Provider Rate Increases and Directed Payments, but includes costs associated with DTS.



FY 2025-26: Key Financials Ratios (cont.)

- Balance Sheet Ratios
 - Current ratio*: 1.8
 - Board Designated Reserve level: 3.72
 - Statutory Designated Reserve level: 1.01
 - Net-position: \$3.1 billion, including required TNE of \$134.6 million

*Current ratio compares current assets to current liabilities. It measures CalOptima Health's ability to pay short-term obligations.

Enrollment Summary:

March 2026

March 2026				July 2025 - March 2026					
Actual	Budget	\$ Variance	% Variance	Enrollment (by Aid Category)	Actual	Budget	\$ Variance	% Variance	
114,767	124,316	(9,549)	(7.7%)	FAM	1,099,223	1,146,442	(47,219)	(4.1%)	
241,994	255,181	(13,187)	(5.2%)	CHD	2,243,964	2,318,977	(75,013)	(3.2%)	
303,305	314,618	(11,313)	(3.6%)	MCE	2,865,642	2,941,267	(75,625)	(2.6%)	
3,085	2,506	579	23.1%	LTC	27,164	22,597	4,567	20.2%	
150,236	149,134	1,102	0.7%	SPD	1,365,817	1,333,354	32,463	2.4%	
8,796	9,035	(239)	(2.6%)	WCM	79,827	81,690	(1,863)	(2.3%)	
822,183	854,790	(32,607)	(3.8%)	Medi-Cal Total	7,681,637	7,844,327	(162,690)	(2.1%)	
18,573	18,071	502	2.8%	OneCare	164,966	160,858	4,108	2.6%	
557	561	(4)	(0.7%)	PACE	4,849	4,905	(56)	(1.1%)	
591	558	33	5.9%	MSSP*	5,142	5,022	120	2.4%	
841,313	873,422	(32,109)	(3.7%)	CalOptima Health Total	7,851,452	8,010,090	(158,638)	(2.0%)	

*MSSP enrollment is included in Medi-Cal total

Consolidated Revenue & Expenses:

March 2026 MTD

	Medi-Cal	OneCare	PACE	MSSP	Covered CA	Consolidated
MEMBER MONTHS	822,183	18,573	557	591		841,313
REVENUES						
Capitation Revenue	\$ 605,778,222	\$ 36,239,684	\$ 5,330,043	\$ 244,404	\$ -	\$ 647,592,353
Total Operating Revenue	605,778,222	36,239,684	5,330,043	244,404	-	647,592,353
MEDICAL EXPENSES						
Provider Capitation	108,306,718	14,301,891				122,608,610
Facility and Professional Claims	132,486,174	8,247,591	2,224,546			142,958,312
MLTSS	50,101,549		73,762	18,807		50,194,117
Prescription Drugs		8,630,685	550,135			9,180,819
Case Mgmt & Other Medical	285,807,258	2,333,529	1,569,987	198,956		289,909,730
Total Medical Expenses	576,701,700	33,513,696	4,418,429	217,762	-	614,851,587
Medical Loss Ratio	95.2%	92.5%	82.9%	89.1%	0.0%	94.9%
GROSS MARGIN	29,076,522	2,725,987	911,614	26,642	-	32,740,765
ADMINISTRATIVE EXPENSES						
Salaries & Benefits	11,700,006	1,112,011	196,288	110,411	199,392	13,318,107
Non-Salary Operating Expenses	3,849,780	731,274	138,585	1,459	155,415	4,876,514
Depreciation & Amortization	1,218,954		1,606			1,220,560
Other Operating Expenses	4,736,643	70,335	8,223	8,760		4,823,961
Indirect Cost Allocation, Occupancy	(693,779)	1,100,641	18,204	6,438		431,504
Total Administrative Expenses	20,811,605	3,014,262	362,906	127,068	354,807	24,670,647
Administrative Loss Ratio	3.4%	8.3%	6.8%	52.0%	0.0%	3.8%
Operating Income/(Loss)	8,264,918	(288,274)	548,708	(100,426)	(354,807)	8,070,118
Investments and Other Non-Operating	48,955,446					42,066,898
CHANGE IN NET ASSETS	\$ 57,220,363	\$ (288,274)	\$ 548,708	\$ (100,426)	\$ (354,807)	\$ 50,137,016
BUDGETED CHANGE IN NET ASSETS	(4,659,871)	(448,401)	372,496	(122,106)	(931,027)	2,405,822
Variance to Budget - Fav/(Unfav)	\$ 61,880,235	\$ 160,127	\$ 176,212	\$ 21,680	\$ 576,220	\$ 47,731,193

Consolidated Revenue & Expenses:

March 2026 YTD

	Medi-Cal	OneCare	PACE	MSSP	Covered CA	Consolidated
MEMBER MONTHS	7,681,637	164,966	4,849	5,142		7,851,452
REVENUES						
Capitation Revenue	\$ 3,595,246,441	\$ 331,370,058	\$ 44,782,561	\$ 2,238,416	\$ -	\$ 3,973,637,476
Total Operating Revenue	3,595,246,441	331,370,058	44,782,561	2,238,416	-	3,973,637,476
MEDICAL EXPENSES						
Provider Capitation	1,009,302,442	131,852,912				1,141,155,354
Facility and Professional Claims	1,233,400,644	66,948,333	19,150,904			1,319,499,881
MLTSS	412,742,570		573,718	304,726		413,621,015
Prescription Drugs		87,629,285	5,167,144			92,796,428
Case Mgmt & Other Medical	645,340,296	18,069,344	13,395,271	1,703,029		678,507,940
Total Medical Expenses	3,300,785,953	304,499,873	38,287,037	2,007,755	-	3,645,580,618
Medical Loss Ratio	91.8%	91.9%	85.5%	89.7%	0.0%	91.7%
GROSS MARGIN	294,460,488	26,870,185	6,495,525	230,661	-	328,056,858
ADMINISTRATIVE EXPENSES						
Salaries & Benefits	104,823,155	9,320,253	1,654,601	954,779	855,773	117,608,561
Non-Salary Operating Expenses	27,112,399	5,197,890	798,017	13,148	2,608,828	35,730,282
Depreciation & Amortization	8,401,338		8,684			8,410,022
Other Operating Expenses	28,882,060	1,072,181	98,706	70,083		30,123,031
Indirect Cost Allocation, Occupancy	(6,134,464)	9,702,840	154,350	65,543		3,788,268
Total Administrative Expenses	163,084,488	25,293,164	2,714,358	1,103,553	3,464,601	195,660,163
Administrative Loss Ratio	4.5%	7.6%	6.1%	49.3%	0.0%	4.9%
Operating Income/(Loss)	131,376,000	1,577,021	3,781,167	(872,893)	(3,464,601)	132,396,695
Investments and Other Non-Operating	29,418,113					117,982,753
CHANGE IN NET ASSETS	\$ 160,794,112	\$ 1,577,021	\$ 3,781,167	\$ (872,893)	\$ (3,464,601)	\$ 250,379,448
BUDGETED CHANGE IN NET ASSETS	34,465,351	(11,086,428)	3,148,199	(1,077,777)	(7,953,505)	91,248,416
Variance to Budget - Fav/(Unfav)	\$ 126,328,761	\$ 12,663,449	\$ 632,968	\$ 204,884	\$ 4,488,904	\$ 159,131,032



Balance Sheet: As of March 2026

ASSETS

Current Assets

Operating Cash	\$623,970,868
Short-term Investments	1,521,239,721
Capitation Receivable	617,862,977
Receivables - Other	15,494,180
Prepaid Expenses	18,502,628
Total Current Assets	2,797,070,373

Capital Assets

Capital Assets	207,162,418
Less: Accumulated Depreciation	(99,923,373)
Capital Assets, Net of Depreciation	107,239,044

Other Assets

Restricted Deposit & Other	300,000
Board Designated Reserves	1,628,488,224
Statutory Designated Reserves	136,012,073
Total Other Assets	1,764,800,297

TOTAL ASSETS 4,669,109,715

Deferred Outflows 28,653,572

TOTAL ASSETS & DEFERRED OUTFLOWS \$4,697,763,287

LIABILITIES & NET POSITION

Current Liabilities

Accounts Payable	\$235,023,322
Medical Claims Liability	374,075,245
Accrued Payroll Liabilities	26,994,119
Deferred Revenue	5,971,083
Due to State of California and CMS	780,727,851
Capitation and Withholds	123,597,335
Total Current Liabilities	1,546,388,955

Other Liabilities

GASB 96 Subscription Liabilities	19,961,210
Community Reinvestment	52,635,587
Capital Lease Payable	209,221
Post Employment Health Benefits Liability	17,454,653
Net Pension Liabilities	5,840,992
Total Other Liabilities	96,101,663

TOTAL LIABILITIES 1,642,490,618

Deferred Inflows 4,309,519

Net Position

Required TNE	134,621,769
Funds in Excess of TNE	2,916,341,380
TOTAL NET POSITION	3,050,963,149

TOTAL LIABILITIES, DEFERRED INFLOWS & NET POSITION \$4,697,763,287



Board Designated Reserve and TNE Analysis: As of March 2026

Board Designated Reserves

Investment Account Name	Market Value	CalOptima Policy Compliance Level		Variance	
		Low	High	Mkt - Low	Mkt - High
Payden & Rygel Tier One	813,925,928				
MetLife Tier One	814,562,296				
Board Designated Reserves	1,628,488,224	1,094,151,442	1,750,642,307	534,336,782	(122,154,083)
<i>Current Reserve Level (X months of average monthly revenue)¹</i>	<i>3.72</i>	<i>2.50</i>	<i>4.00</i>		

Statutory Designated Reserves

Investment Account Name	Market Value	CalOptima Policy Compliance Level		Variance	
		Low	High	Mkt - Low	Mkt - High
Payden & Rygel Tier Two	68,097,368				
MetLife Tier Two	67,914,706				
Statutory Designated Reserves	136,012,073	134,621,769	148,083,946	1,390,304	(12,071,873)
<i>Current Reserve Level (X min. TNE)¹</i>	<i>1.01</i>	<i>1.00</i>	<i>1.10</i>		

¹ See CalOptima Health Policy GA.3001: Statutory and Board-Designated Reserve Funds for more information.

Spending Plan: As of March 2026

Item Description	Amount (millions)	Approved	Expense to Date	%
Total Net Position @ 3/31/2026	\$3,051.0			100.0%
Resources Assigned				
Board Designated Reserve ¹	\$1,628.5			53.4%
Statutory Designated Reserve ¹	\$136.0			4.5%
Capital Assets, net of Depreciation	\$107.2			3.5%
Resources Allocated³				
Homeless Health Initiative ²	\$14.3	\$63.3	\$49.0	0.5%
Housing and Homelessness Incentive Program ²	27.2	87.4	60.2	0.9%
Intergovernmental Transfers (IGT) ⁴	36.4	52.0	15.6	1.2%
Digital Transformation and Workplace Modernization ³	21.3	100.0	78.7	0.7%
CalFresh Outreach Strategy	0.0	2.0	2.0	0.0%
CalFresh and Redetermination Outreach Strategy	1.7	6.0	4.3	0.1%
Coalition of Orange County Community Health Centers Grant	10.7	50.0	39.3	0.3%
Mind OC Grant (Irvine)	0.0	15.0	15.0	0.0%
General Awareness Campaign	0.3	4.7	4.4	0.0%
Member Health Needs Assessment	0.6	1.3	0.7	0.0%
Five-Year Hospital Quality Program Beginning MY 2023	109.8	153.5	43.7	3.6%
Skilled Nursing Facility Access Program	10.0	10.0	0.0	0.3%
In-Home Care Pilot Program with the UCI Family Health Center	1.9	2.0	0.1	0.1%
National Alliance for Mental Illness Orange County Peer Support Program Grant	2.5	5.0	2.5	0.1%
Stipend Program for Master of Social Work Students Grant	0.0	5.0	5.0	0.0%
Wellness & Prevention Program Grant	1.0	2.7	1.7	0.0%
CalOptima Health Provider Workforce Development Fund Grant	39.8	50.0	10.2	1.3%
Distribution Event - Naloxone Grant	2.2	15.0	12.8	0.1%
Garden Grove Bldg. Improvement	16.5	17.5	1.0	0.5%
CalOptima Health Community Reinvestment Program	18.0	18.0	0.0	0.6%
Dyadic Services Program Academy	0.2	1.9	1.7	0.0%
Outreach Strategy for newly eligible Adult Expansion members	0.0	5.8	5.8	0.0%
Expansion of CalOptima Health OC Outreach and Engagement Strategy	0.0	1.0	1.0	0.0%



Spending Plan: As of March 2026 (cont.)

Item Description	Amount (millions)	Approved Initiative	Expense to Date	%
Medi-Cal Provider Rate Increases	157.9	526.2	368.3	5.2%
Homeless Prevention and Stabilization Pilot Program	0.2	0.3	0.1	0.0%
OneCare Member Engagement and Education	0.1	0.3	0.1	0.0%
Medi-Cal Eligibility Outreach Strategy	21.0	21.8	0.9	0.7%
Supplemental Food Support due to Gov't shutdown	5.3	9.2	3.9	0.2%
Orange County Community Health Assessment and Improvement Plan	0.5	1.0	0.5	0.0%
Subtotal:	\$499.3	\$1,227.8	\$728.5	16.4%
Resources Available for New Initiatives				
Unallocated/Unassigned ¹	\$680.0			22.3%

¹ Total Designated Reserves and unallocated reserve amount can support approximately 211 days of CalOptima Health's current operations.

² See HHI and HHIP summaries and Allocated Funds for list of Board Approved Initiatives. Amount reported includes only portion funded by reserves.

³ On June 6, 2024, the Board of Directors approved an update to the Digital Transformation Strategy which will impact these figures beginning July 2024.

⁴ On June 5, 2025, the Board of Directors approved the close out of Board-approved initiatives and transfer of remaining funds back to unallocated reserves.

Homeless Health Initiative and Allocated Funds: As of March 2026

Summary by Funding Source:	Total Funds	Allocated Amount	Utilized Amount	Remaining Approved Amount	Funds Available for New Initiatives
HHI - IGT'S	61,533,726	61,533,726	48,985,930	12,547,796	-
HHI - Existing Reserves	1,800,000	1,800,000	-	1,800,000	-
HHIP	40,100,000	40,100,000	-	40,100,000	-
Total	103,433,726	103,433,726	48,985,930	54,447,796	-

Funds Allocation, approved initiatives:	Allocated Amount	Utilized Amount	Remaining Approved Amount	Funding Source(s)
Enhanced Medi-Cal Services at the Be Well OC Regional Mental Health and Wellness Campus	11,400,000	11,400,000	-	IGT's
Recuperative Care	6,194,190	6,194,190	-	IGT's
Medical Respite	250,000	250,000	-	IGT's
Day Habilitation (County for HomeKey) ¹	-	-	-	IGT's
Clinical Field Team Start-up & Federally Qualified Health Center (FQHC)	1,600,000	1,600,000	-	IGT's
CalOptima Health Homeless Response Team	1,681,734	1,681,734	-	IGT's
Homeless Coordination at Hospitals	10,000,000	10,000,000	-	IGT's
CalOptima Health Days, Homeless Clinical Access Program (HCAP) and FQHC Administrative Support	963,261	925,540	37,721	IGT's
FQHC (Community Health Center) Expansion	21,902	21,902	-	IGT's
HCAP and CalOptima Health Days	9,888,914	4,985,310	4,903,604	IGT's
Vaccination Intervention and Member Incentive Strategy ³	54,649	54,649	-	IGT's
Street Medicine ²	14,279,077	9,596,591	4,682,486	IGT's & Existing Reserves
Outreach and Engagement	7,000,000	2,276,015	4,723,985	IGT's
Housing and Homelessness Incentive Program (HHIP) ⁴	40,100,000	-	40,100,000	IGT's & Existing Reserves
Subtotal of Approved Initiatives	103,433,726	48,985,930	54,447,796	
Transfer of funds to HHIP ⁴	(40,100,000)	-	(40,100,000)	
Program Total	63,333,726	48,985,930	14,347,796	

¹ On February 5, 2026, CalOptima Health's Board of Directors approved the closeout of the Day Habilitation (County for HomeKey) and designated the remaining balance of \$2.5 million as available for allocation to deliver enhanced services for Medi-Cal members.

² On August 7, 2025, CalOptima Health's Board of Directors approved \$9.3 million to expand the Street Medicine Program - \$3.2 million remaining from Street Medicine Initiative (from the Homeless Health Initiatives Reserve), \$1.8 million from Existing Reserves, and \$4.3 million from Intergovernmental Transfer balance resulting from a June 5, 2025, Board of Director action, to fund 2-year grant agreements to Healthcare in Action (Anaheim), Celebrating Life Community Health Center (Costa Mesa), and AltaMed (Santa Ana).

³ On June 5, 2025 the Board of Directors approved the close out of the Vaccination Intervention and Member Incentive Strategy program and transfer of the remaining funds of \$68,699 to unallocated reserves for new initiatives.

⁴ On September 1, 2022, CalOptima Health's Board of Directors approved reallocation of \$40.1 million from HHI to HHIP.



Housing and Homelessness Incentive Program: As of March 2026

Summary by Funding Source:	Total Funds ¹	Allocated Amount	Utilized Amount	Remaining Approved Amount	Funds Available for New Initiatives
DHCS HHIP Funds	65,931,189	65,931,189	34,232,029	31,699,160	-
Existing Reserves & HHI Transfer	87,384,530	87,384,530	60,212,710	27,171,820	-
Street Medicine Support Center - GG Building	7,000,000	7,000,000	-	7,000,000	-
Total	160,315,719	160,315,719	94,444,739	65,870,980	-

Funds Allocation, approved initiatives:	Allocated Amount	Utilized Amount	Remaining Approved Amount	Funding Source(s)
Office of Care Coordination	2,200,000	2,200,000	-	HHI
Pulse For Good	1,400,000	901,950	498,050	HHI
Equity Grants for Programs Serving Underrepresented Populations	4,621,311	3,821,311	800,001	HHI & DHCS
Infrastructure Projects	5,832,314	5,765,644	66,670	HHI
Capital Projects	126,247,564	71,640,270	54,607,294	HHI, DHCS & Existing Reserves
System Change Projects	19,314,530	9,460,174	9,854,356	DHCS
Non-Profit Healthcare Academy	700,000	655,391	44,609	DHCS
Total of Approved Initiatives	\$160,315,719¹	\$94,444,739	\$65,870,980	
*Transfer of funds to Street Medicine Support Center-GG Building	(7,000,000)	-	(\$7,000,000)	Existing Reserves
Program Total	\$153,315,719	\$94,444,739	\$58,870,980	

¹Total funding \$160.3 million: \$40.1 million Board-approved reallocation from HHI, \$47.2 million from CalOptima Health existing reserves and \$73.0 million from DHCS HHIP incentive payments

*On October 2, 2025, CalOptima Health's Board of Directors approved up to \$7.0 million for general contractor services & furniture, fixtures & equipment for the Street Medicine Support Center



Stay Connected With Us
www.caloptima.org



CalOptima Health

UNAUDITED FINANCIAL STATEMENTS

March 31, 2026

Table of Contents

Financial Highlights	3
Full-Time Equivalent (FTE) Data	4
Statement of Revenues and Expenses – Consolidated Month to Date	5
Statement of Revenues and Expenses – Consolidated Year to Date	6
Statement of Revenues and Expenses by LOB – Consolidated Month to Date	7
Statement of Revenues and Expenses by LOB – Consolidated Year to Date	8
Highlights – Consolidated	9
Enrollment Summary	10
Enrollment Trend by Network	11
Highlights – Enrollment	12
Statement of Revenues and Expenses – Medi-Cal	13
Highlights – Medi-Cal	14
Statement of Revenues and Expenses – OneCare	15
Highlights – OneCare	16
Statement of Revenues and Expenses – PACE	17
Statement of Revenues and Expenses – MSSP	18
Statement of Revenues and Expenses – Covered CA	19
Statement of Revenues and Expenses – 505 City Parkway	20
Statement of Revenues and Expenses – 500 City Parkway	21
Statement of Revenues and Expenses – 7900 Garden Grove Blvd	22
Highlights – PACE, MSSP, Covered CA, 500 City Parkway and 7900 Garden Grove Blvd	23
Balance Sheet	24
Highlights – Balance Sheet	25
Board Designated Reserve and, TNE Analysis	26
Statement of Cash Flow	27
Spending Plan	28
Key Financial Indicators	29
Digital Transformation Strategy	30
Homeless Health Initiatives	31
Housing and Homelessness Incentive Program	32
Budget Allocation Changes	33

**CalOptima Health - Consolidated
Financial Highlights
For the Nine Months Ending March 31, 2026**

March 2026				July 2025 - March 2026				
Actual	Budget	\$ Variance	% Variance		Actual	Budget	\$ Variance	% Variance
841,313	873,422	(32,109)	(3.7%)	Member Months	7,851,452	8,010,090	(158,638)	(2.0%)
647,592,353	388,225,034	259,367,319	66.8%	Revenues	3,973,637,476	3,535,609,121	438,028,355	12.4%
614,851,587	368,178,981	(246,672,606)	(67.0%)	Medical Expenses	3,645,580,618	3,289,361,798	(356,218,820)	(10.8%)
24,670,647	25,834,962	1,164,315	4.5%	Administrative Expenses	195,660,163	228,751,483	33,091,319	14.5%
8,070,118	(5,788,909)	13,859,027	239.4%	Operating Margin	132,396,695	17,495,840	114,900,855	656.7%
				Non-Operating Income (Loss)				
(6,491,462)	8,333,341	(14,824,803)	(177.9%)	Net Investment Income/Expense	112,140,057	75,000,066	37,139,991	49.5%
(399,661)	-	(399,661)	(100.0%)	Grant Expense	(22,814,124)	-	(22,814,124)	(100.0%)
49,346,844	-	49,346,844	100.0%	Community Reinvestment	35,462,524	-	35,462,524	100.0%
(388,823)	(138,610)	(250,213)	(180.5%)	Other Income/Expense	(6,805,703)	(1,247,490)	(5,558,213)	(445.6%)
42,066,898	8,194,731	33,872,166	413.3%	Total Non-Operating Income (Loss)	117,982,753	73,752,576	44,230,178	60.0%
50,137,016	2,405,822	47,731,193	1,984.0%	Change in Net Assets	250,379,448	91,248,416	159,131,032	174.4%
94.9%	94.8%	0.1%		Medical Loss Ratio	91.7%	93.0%	(1.3%)	
3.8%	6.7%	2.8%		Administrative Loss Ratio	4.9%	6.5%	1.5%	
1.2%	(1.5%)	2.7%		Operating Margin Ratio	3.3%	0.5%	2.8%	
100.0%	100.0%			Total Operating	100.0%	100.0%		
84.4%	90.3%	(5.9%)		*Adjusted MLR	85.8%	88.6%	(2.8%)	
6.2%	6.7%	0.4%		*Adjusted ALR	5.6%	6.5%	0.8%	

*Adjusted MLR/ALR excludes estimated Board-approved Provider Rate increases and Directed Payments, but includes costs associated with CalOptima Health's Digital Transformation Strategy (DTS) budget

**CalOptima Health - Consolidated
Full Time Equivalent (FTE) Data
For the Nine Months Ending March 31, 2026**

Total FTE's MTD			
	Actual	Budget	Fav/Unfav
Medi-Cal	1,322	1,409	87
OneCare	173	182	11
PACE	114	119	5
CCA	10	19	9
MSSP	22	24	2
Total	1,641	1,753	112

Total FTE's YTD			
	Actual	Budget	Fav/Unfav
Medi-Cal	11,926	12,664	738
OneCare	1,505	1,636	131
PACE	1,017	1,071	54
CCA	39	147	108
MSSP	199	214	15
Total	14,687	15,732	1,045

MM per FTE MTD			
	Actual	Budget	Fav/Unfav
Medi-Cal	622	607	(15)
OneCare	108	99	(9)
PACE	5	5	(0)
CCA	0	0	0
MSSP	26	23	(3)
Consolidated	513	498	(15)

MM per FTE YTD			
	Actual	Budget	Fav/Unfav
Medi-Cal	644	619	(25)
OneCare	110	98	(12)
PACE	5	5	(0)
CCA	0	0	0
MSSP	26	23	(3)
Consolidated	535	509	(24)

Open FTE			
	Total	Medical	Admin
Medi-Cal	84	38	46
OneCare	10	4	6
PACE	5	5	0
CCA	12	1	11
MSSP	0	0	0
Total	111	48	63

**CalOptima Health - Consolidated - Month to Date
Statement of Revenues and Expenses
For the One Month Ending March 31, 2026**

MEMBER MONTHS	841,313		873,422		(32,109)	
	Actual		Budget		Variance	
REVENUE	\$	PMPM	\$	PMPM	\$	PMPM
Medi-Cal	\$605,778,222	\$736.79	\$341,856,917	\$399.93	\$263,921,305	\$336.86
OneCare	36,239,684	1,951.20	40,931,922	2,265.06	(4,692,238)	(313.86)
PACE	5,330,043	9,569.20	5,187,141	9,246.24	142,902	322.96
MSSP	244,404	413.54	249,054	446.33	(4,650)	(32.79)
Total Operating Revenue	647,592,353	769.74	388,225,034	444.49	259,367,319	325.25
MEDICAL EXPENSES						
Medi-Cal	576,701,700	701.43	325,277,707	380.54	(251,423,993)	(320.89)
OneCare	33,513,696	1,804.43	38,138,436	2,110.48	4,624,740	306.05
PACE	4,418,429	7,932.55	4,490,762	8,004.92	72,333	72.37
MSSP	217,762	368.46	227,092	406.97	9,330	38.51
Covered CA	-	0.00	44,984	80.62	44,984	80.62
Total Medical Expenses	614,851,587	730.82	368,178,981	421.54	(246,672,606)	(309.28)
GROSS MARGIN	32,740,765	38.92	20,046,053	22.95	12,694,712	15.97
ADMINISTRATIVE EXPENSES						
Salaries and Benefits	13,318,107	15.25	14,450,279	16.54	1,132,172	1.29
Professional Fees	1,430,945	1.64	2,175,680	2.49	744,735	0.85
Purchased Services	3,009,966	3.45	2,771,973	3.17	(237,993)	(0.28)
Printing & Postage	435,603	0.50	592,085	0.68	156,482	0.18
Depreciation & Amortization	1,220,560	1.40	949,334	1.09	(271,226)	(0.31)
Other Expenses	4,823,961	5.52	4,407,843	5.05	(416,118)	(0.47)
Indirect Cost Allocation, Occupancy	431,504	0.49	487,768	0.56	56,264	0.07
Total Administrative Expenses	24,670,647	29.32	25,834,962	29.58	1,164,315	0.26
NET INCOME (LOSS) FROM OPERATIONS	8,070,118	9.59	(5,788,909)	(6.63)	13,859,027	16.22
INVESTMENT INCOME						
Interest Income	13,909,284	16.53	8,735,956	10.00	5,173,328	6.53
Realized Gain/(Loss) on Investments	502,237	0.60	-	-	502,237	0.60
Unrealized Gain/(Loss) on Investments	(20,696,891)	(24.60)	-	-	(20,696,891)	(24.60)
Investment Fees	(206,092)	(0.24)	(402,615)	(0.46)	196,523	0.22
Total Investment Income	(6,491,462)	(7.72)	8,333,341	9.54	(14,824,803)	(17.26)
NET BUILDING INCOME/EXPENSE	2,575	-	(138,610)	(0.16)	141,185	0.16
GRANT EXPENSE	(399,661)	(0.48)	-	-	(399,661)	(0.48)
COMMUNITY REINVESTMENT	49,346,844	58.65	-	-	49,346,844	58.65
OTHER INCOME/EXPENSE	(391,398)	(0.47)	-	-	(391,398)	(0.47)
CHANGE IN NET ASSETS	50,137,016	59.59	2,405,822	2.75	47,731,193	56.84
MEDICAL LOSS RATIO	94.9%		94.8%		0.1%	
ADMINISTRATIVE LOSS RATIO	3.8%		6.7%		2.8%	

**CalOptima Health - Consolidated - Year to Date
Statement of Revenues and Expenses
For the Nine Months Ending March 31, 2026**

MEMBER MONTHS	7,851,452		8,010,090		(158,638)	
	Actual		Budget		Variance	
REVENUE	\$	PMPM	\$	PMPM	\$	PMPM
Medi-Cal	\$3,595,246,441	\$468.03	\$3,143,262,281	\$400.71	\$451,984,160	\$67.32
OneCare	331,370,058	2,008.72	345,673,754	2,148.94	(14,303,696)	(140.22)
PACE	44,782,561	9,235.42	44,431,600	9,058.43	350,961	176.99
MSSP	2,238,416	435.32	2,241,486	446.33	(3,070)	(11.01)
Total Operating Revenue	<u>3,973,637,476</u>	<u>506.10</u>	<u>3,535,609,121</u>	<u>441.39</u>	<u>438,028,355</u>	<u>64.71</u>
MEDICAL EXPENSES						
Medi-Cal	3,300,785,953	429.70	2,920,643,157	372.33	(380,142,796)	(57.37)
OneCare	304,499,873	1,845.83	327,872,740	2,038.27	23,372,867	192.44
PACE	38,287,037	7,895.86	38,397,217	7,828.18	110,180	(67.68)
MSSP	2,007,755	390.46	2,043,828	406.97	36,073	16.51
Covered CA			404,856		404,856	0.00
Total Medical Expenses	<u>3,645,580,618</u>	<u>464.32</u>	<u>3,289,361,798</u>	<u>410.65</u>	<u>(356,218,820)</u>	<u>(53.67)</u>
GROSS MARGIN	328,056,858	41.78	246,247,323	30.74	81,809,535	11.04
ADMINISTRATIVE EXPENSES						
Salaries and Benefits	117,608,561	14.68	127,428,120	15.91	9,819,559	1.23
Professional Fees	13,296,236	1.66	17,765,486	2.22	4,469,250	0.56
Purchased Services	18,232,926	2.28	24,825,832	3.10	6,592,906	0.82
Printing & Postage	4,201,120	0.52	5,591,415	0.70	1,390,295	0.18
Depreciation & Amortization	8,410,022	1.05	8,544,006	1.07	133,984	0.02
Other Expenses	30,123,031	3.76	40,242,111	5.02	10,119,081	1.26
Indirect Cost Allocation, Occupancy	3,788,268	0.47	4,354,512	0.54	566,244	0.07
Total Administrative Expenses	<u>195,660,163</u>	<u>24.92</u>	<u>228,751,483</u>	<u>28.56</u>	<u>33,091,319</u>	<u>3.64</u>
NET INCOME (LOSS) FROM OPERATIONS	132,396,695	16.86	17,495,840	2.18	114,900,855	14.68
INVESTMENT INCOME						
Interest Income	123,262,532	15.70	77,731,176	9.70	45,531,357	6.00
Realized Gain/(Loss) on Investments	6,375,391	0.81	-	-	6,375,391	0.81
Unrealized Gain/(Loss) on Investments	(15,763,812)	(2.01)	-	-	(15,763,812)	(2.01)
Investment Fees	(1,734,054)	(0.22)	(2,731,110)	(0.34)	997,056	0.12
					0	-
Total Investment Income	<u>112,140,057</u>	<u>14.28</u>	<u>75,000,066</u>	<u>9.36</u>	<u>37,139,991</u>	<u>4.92</u>
NET BUILDING INCOME/EXPENSE	(761,292)	(0.10)	(1,247,490)	(0.16)	(31,345)	0.06
GRANT EXPENSE	(22,814,124)	(2.91)	-	-	(22,814,124)	(2.91)
COMMUNITY REINVESTMENT	35,462,524	4.52	-	-	35,462,524	4.52
OTHER INCOME/EXPENSE	(6,044,411)	(0.77)	-	-	(6,044,411)	(0.77)
CHANGE IN NET ASSETS	<u>250,379,448</u>	<u>31.89</u>	<u>91,248,416</u>	<u>11.39</u>	<u>159,131,032</u>	<u>20.50</u>
MEDICAL LOSS RATIO	91.7%		93.0%		(1.3%)	
ADMINISTRATIVE LOSS RATIO	4.9%		6.5%		1.5%	

CalOptima Health - Consolidated - Month to Date
Statement of Revenues and Expenses by LOB
For the One Month Ending March 31, 2026

	Medi-Cal	OneCare	PACE	MSSP	Covered CA	Consolidated
MEMBER MONTHS	822,183	18,573	557	591		841,313
REVENUES						
Capitation Revenue	\$ 605,778,222	\$ 36,239,684	\$ 5,330,043	\$ 244,404	\$ -	\$ 647,592,353
Total Operating Revenue	605,778,222	36,239,684	5,330,043	244,404	-	647,592,353
MEDICAL EXPENSES						
Provider Capitation	108,306,718	14,301,891				122,608,610
Facility and Professional Claims	132,486,174	8,247,591	2,224,546			142,958,312
MLTSS	50,101,549		73,762	18,807		50,194,117
Prescription Drugs		8,630,685	550,135			9,180,819
Case Mgmt & Other Medical	285,807,258	2,333,529	1,569,987	198,956		289,909,730
Total Medical Expenses	576,701,700	33,513,696	4,418,429	217,762	-	614,851,587
<i>Medical Loss Ratio</i>	95.2%	92.5%	82.9%	89.1%	0.0%	94.9%
GROSS MARGIN	29,076,522	2,725,987	911,614	26,642	-	32,740,765
ADMINISTRATIVE EXPENSES						
Salaries & Benefits	11,700,006	1,112,011	196,288	110,411	199,392	13,318,107
Non-Salary Operating Expenses	3,849,780	731,274	138,585	1,459	155,415	4,876,514
Depreciation & Amortization	1,218,954		1,606			1,220,560
Other Operating Expenses	4,736,643	70,335	8,223	8,760		4,823,961
Indirect Cost Allocation, Occupancy	(693,779)	1,100,641	18,204	6,438		431,504
Total Administrative Expenses	20,811,605	3,014,262	362,906	127,068	354,807	24,670,647
<i>Administrative Loss Ratio</i>	3.4%	8.3%	6.8%	52.0%	0.0%	3.8%
Operating Income/(Loss)	8,264,918	(288,274)	548,708	(100,426)	(354,807)	8,070,118
Investments and Other Non-Operating	48,955,446					42,066,898
CHANGE IN NET ASSETS	\$ 57,220,363	\$ (288,274)	\$ 548,708	\$ (100,426)	\$ (354,807)	\$ 50,137,016
BUDGETED CHANGE IN NET ASSETS	(4,659,871)	(448,401)	372,496	(122,106)	(931,027)	2,405,822
Variance to Budget - Fav/(Unfav)	\$ 61,880,235	\$ 160,127	\$ 176,212	\$ 21,680	\$ 576,220	\$ 47,731,193

CalOptima Health - Consolidated - Year to Date
Statement of Revenues and Expenses by LOB
For the Nine Months Ending March 31, 2026

	Medi-Cal	OneCare	PACE	MSSP	Covered CA	Consolidated
MEMBER MONTHS	7,681,637	164,966	4,849	5,142		7,851,452
REVENUES						
Capitation Revenue	\$ 3,595,246,441	\$ 331,370,058	\$ 44,782,561	\$ 2,238,416	\$ -	\$ 3,973,637,476
Total Operating Revenue	3,595,246,441	331,370,058	44,782,561	2,238,416	-	3,973,637,476
MEDICAL EXPENSES						
Provider Capitation	1,009,302,442	131,852,912				1,141,155,354
Facility and Professional Claims	1,233,400,644	66,948,333	19,150,904			1,319,499,881
MLTSS	412,742,570		573,718	304,726		413,621,015
Prescription Drugs		87,629,285	5,167,144			92,796,428
Case Mgmt & Other Medical	645,340,296	18,069,344	13,395,271	1,703,029		678,507,940
Total Medical Expenses	3,300,785,953	304,499,873	38,287,037	2,007,755	-	3,645,580,618
<i>Medical Loss Ratio</i>	<i>91.8%</i>	<i>91.9%</i>	<i>85.5%</i>	<i>89.7%</i>	<i>0.0%</i>	<i>91.7%</i>
GROSS MARGIN	294,460,488	26,870,185	6,495,525	230,661	-	328,056,858
ADMINISTRATIVE EXPENSES						
Salaries & Benefits	104,823,155	9,320,253	1,654,601	954,779	855,773	117,608,561
Non-Salary Operating Expenses	27,112,399	5,197,890	798,017	13,148	2,608,828	35,730,282
Depreciation & Amortization	8,401,338		8,684			8,410,022
Other Operating Expenses	28,882,060	1,072,181	98,706	70,083		30,123,031
Indirect Cost Allocation, Occupancy	(6,134,464)	9,702,840	154,350	65,543		3,788,268
Total Administrative Expenses	163,084,488	25,293,164	2,714,358	1,103,553	3,464,601	195,660,163
<i>Administrative Loss Ratio</i>	<i>4.5%</i>	<i>7.6%</i>	<i>6.1%</i>	<i>49.3%</i>	<i>0.0%</i>	<i>4.9%</i>
Operating Income/(Loss)	131,376,000	1,577,021	3,781,167	(872,893)	(3,464,601)	132,396,695
Investments and Other Non-Operating	29,418,113					117,982,753
CHANGE IN NET ASSETS	\$ 160,794,112	\$ 1,577,021	\$ 3,781,167	\$ (872,893)	\$ (3,464,601)	\$ 250,379,448
BUDGETED CHANGE IN NET ASSETS	34,465,351	(11,086,428)	3,148,199	(1,077,777)	(7,953,505)	91,248,416
Variance to Budget - Fav/(Unfav)	\$ 126,328,761	\$ 12,663,449	\$ 632,968	\$ 204,884	\$ 4,488,904	\$ 159,131,032

CalOptima Health

Highlights – Consolidated, for Nine Months Ending March 31, 2026

MONTH TO DATE RESULTS:

- Change in Net Assets is \$50.1 million, favorable to budget \$47.7 million
- Operating surplus is \$8.1 million, with a surplus in non-operating income of \$42.1 million

YEAR TO DATE RESULTS:

- Change in Net Assets is \$250.4 million, favorable to budget \$159.1 million
- Operating surplus is \$132.4 million, with a surplus in non-operating income of \$118.0 million

Change in Net Assets by Line of Business (LOB) (\$ millions):

March 2026				July 2025 - March 2026		
<u>Actual</u>	<u>Budget</u>	<u>Variance</u>		<u>Actual</u>	<u>Budget</u>	<u>Variance</u>
8.3	(4.7)	12.9	Operating Income (Loss)	131.4	34.5	96.9
(0.3)	(0.4)	0.2	Medi-Cal			
0.5	0.4	0.2	OneCare	1.6	(11.1)	12.7
(0.1)	(0.1)	0.0	PACE	3.8	3.1	0.6
(0.4)	(0.9)	0.6	MSSP	(0.9)	(1.1)	0.2
8.1	(5.8)	13.9	Covered CA	(3.5)	(8.0)	4.5
			Total Operating Income (Loss)	132.4	17.5	114.9
			Non-Operating Income (Loss)			
(6.5)	8.3	(14.8)	Net Investment Income/Expense	112.1	75.0	37.1
48.6	(0.1)	48.7	Other Income/Expense	0.0	5.8	(1.2)
42.1	8.2	33.9	Total Non-Operating Income/(Loss)	118.0	73.8	44.2
50.1	2.4	47.7	TOTAL	250.4	91.2	159.1

**CalOptima Health - Consolidated
Enrollment Summary
For the Nine Months Ending March 31, 2026**

March 2026				July 2025 - March 2026				
Actual	Budget	\$ Variance	%Variance	Enrollment (by Aid Category)	Actual	Budget	\$ Variance	%Variance
114,767	124,316	(9,549)	(7.7%)	Adult	1,099,223	1,146,442	(47,219)	(4.1%)
241,994	255,181	(13,187)	(5.2%)	Child	2,243,964	2,318,977	(75,013)	(3.2%)
303,305	314,618	(11,313)	(3.6%)	Expansion	2,865,642	2,941,267	(75,625)	(2.6%)
3,085	2,506	579	23.1%	LTC	27,164	22,597	4,567	20.2%
150,236	149,134	1,102	0.7%	SPD	1,365,817	1,333,354	32,463	2.4%
8,796	9,035	(239)	(2.6%)	Whole Child Model	79,827	81,690	(1,863)	(2.3%)
822,183	854,790	(32,607)	(3.8%)	Medi-Cal Total	7,681,637	7,844,327	(162,690)	(2.1%)
18,573	18,071	502	2.8%	OneCare	164,966	160,858	4,108	2.6%
557	561	(4)	(0.7%)	PACE	4,849	4,905	(56)	(1.1%)
591	558	33	5.9%	MSSP	5,142	5,022	120	2.4%
841,313	873,422	(32,109)	(3.7%)	CalOptima Health Total	7,851,452	8,010,090	(158,638)	(2.0%)
				Enrollment (by Network)				
318,792	333,568	(14,776)	(4.4%)	HMO	3,032,236	3,092,900	(60,664)	(2.0%)
154,629	158,281	(3,652)	(2.3%)	PHC	1,443,361	1,459,594	(16,233)	(1.1%)
73,461	77,926	(4,465)	(5.7%)	Shared Risk Group	637,128	638,061	(933)	(0.1%)
275,301	285,015	(9,714)	(3.4%)	Fee for Service	2,568,912	2,653,772	(84,860)	(3.2%)
822,183	854,790	(32,607)	(3.8%)	Medi-Cal Total	7,681,637	7,844,327	(162,690)	(2.1%)
18,573	18,071	502	2.8%	OneCare	164,966	160,858	4,108	2.6%
557	561	(4)	(0.7%)	PACE	4,849	4,905	(56)	(1.1%)
591	558	33	5.9%	MSSP	5,142	5,022	120	2.4%
841,313	873,422	(32,109)	(3.7%)	CalOptima Health Total	7,851,452	8,010,090	(158,638)	(2.0%)

Note:* Total membership does not include MSSP

**CalOptima Health
Enrollment Trend by Network
Fiscal Year 2026**

	Jul-25	Aug-25	Sep-25	Oct-25	Nov-25	Dec-25	Jan-26	Feb-26	Mar-26	Apr-26	May-26	Jun-26	YTD Actual	YTD Budget	Variance
HMOs															
Adult	67,587	67,579	68,311	68,508	68,160	66,645	65,123	63,288	62,002				597,203	600,751	(3,548)
Child	73,203	72,978	72,855	72,899	72,345	70,973	70,328	69,430	68,850				643,861	689,376	(45,515)
Expansion	182,912	181,318	182,080	181,632	179,847	175,204	173,049	169,517	166,654				1,592,213	1,609,786	(17,573)
LTC	3	12	(1)			1	1						16	9	7
SPD	20,739	20,738	20,896	20,798	20,700	21,213	20,857	20,168	19,960				186,069	180,124	5,945
Whole Child Model	1,508	1,526	1,499	1,371	1,449	1,399	1,403	1,393	1,326				12,874	12,854	20
Total	345,952	344,151	345,640	345,208	342,501	335,435	330,761	323,796	318,792				3,032,236	3,092,900	(60,664)
PHCs															
Adult	3,936	3,870	3,761	3,668	3,632	3,526	3,423	3,296	3,230				32,342	32,920	(578)
Child	129,804	128,525	127,408	126,859	126,480	124,703	124,033	122,561	121,702				1,132,075	1,137,429	(5,354)
Expansion	21,807	21,373	20,988	20,479	20,259	20,012	19,772	19,316	19,098				183,104	193,573	(10,469)
SPD	4,775	4,791	4,754	4,517	4,510	4,699	4,654	4,541	4,511				41,752	41,438	314
Whole Child Model	6,119	5,909	5,992	5,913	5,972	5,982	6,044	6,069	6,088				54,088	54,234	(146)
Total	166,441	164,468	162,903	161,436	160,853	158,922	157,926	155,783	154,629				1,443,361	1,459,594	(16,233)
Shared Risk Groups															
Adult	11,382	11,126	10,872	10,652	13,363	13,277	13,129	12,927	12,770				109,498	110,289	(791)
Child	18,444	18,179	17,845	17,764	21,036	20,822	20,848	20,685	20,631				176,254	170,220	6,034
Expansion	34,473	33,658	33,030	32,525	37,053	36,360	36,073	35,866	35,685				314,723	323,762	(9,039)
LTC		1				1							2	6	(4)
SPD	3,418	3,327	3,355	3,268	4,042	4,109	4,123	3,999	4,041				33,682	30,045	3,637
Whole Child Model	226	252	301	265	396	385	406	404	334				2,969	3,739	(770)
Total	67,943	66,543	65,403	64,474	75,890	74,954	74,579	73,881	73,461				637,128	638,061	(933)
Fee for Service (Dual)															
Adult	876	859	867	846	861	758	783	769	789				7,408	10,149	(2,741)
Child		1											1		1
Expansion	3,187	3,126	3,065	3,171	3,382	2,453	2,669	3,045	3,012				27,110	41,974	(14,864)
LTC	2,311	2,446	2,667	2,763	2,833	2,793	2,800	2,791	2,756				24,160	20,015	4,145
SPD	107,827	107,645	108,097	108,113	108,327	108,940	108,174	108,276	107,965				973,364	936,365	36,999
Whole Child Model	15	26	15	13	23	11	10	10	24				147	127	20
Total	114,216	114,103	114,711	114,906	115,426	114,955	114,436	114,891	114,546				1,032,190	1,008,630	23,560
Fee for Service (Non-Dual - Total)															
Adult	44,785	43,246	41,276	39,488	38,439	37,065	36,162	36,335	35,976				352,772	392,333	(39,561)
Child	35,975	34,671	34,330	33,798	30,558	30,303	30,169	31,158	30,811				291,773	321,952	(30,179)
Expansion	93,242	89,170	85,738	83,769	79,512	79,262	78,979	79,964	78,856				748,492	772,172	(23,680)
LTC	286	305	350	340	359	326	347	344	329				2,986	2,567	419
SPD	15,643	15,501	14,961	14,481	13,920	14,407	14,263	14,015	13,759				130,950	145,382	(14,432)
Whole Child Model	1,296	1,252	1,231	1,155	983	974	887	947	1,024				9,749	10,736	(987)
Total	191,227	184,145	177,886	173,031	163,771	162,337	160,807	162,763	160,755				1,536,722	1,645,142	(108,420)
Grand Totals															
Total MediCal MM	885,779	873,410	866,543	859,055	858,441	846,603	838,509	831,114	822,183				7,681,637	7,844,327	(162,690)
OneCare	17,971	17,873	18,242	18,211	18,287	18,599	18,617	18,593	18,573				164,966	160,858	4,108
PACE	528	529	529	536	543	544	537	546	557				4,849	4,905	(56)
MSSP	553	551	556	571	582	582	573	583	591				5,142	5,022	120
Grand Total	904,278	891,812	885,314	877,802	877,271	865,746	857,663	850,253	841,313				7,851,452	8,010,090	(158,638)

Note: * Total membership does not include MSSP

ENROLLMENT– MARCH MONTH:

Overall, March enrollment was 841,313

- Unfavorable to budget 32,109 or 3.7%
- Decreased 8,940 or 1.1% from Prior Month (PM) (February 2026)
- Decreased 64,958 or 7.2% from Prior Year (PY) (March 2025)

Medi-Cal enrollment was 822,183

- Unfavorable to budget 32,607 or 3.8% due to freeze of enrollment for members 19 years or older with Unsatisfactory Immigration Status (UIS) and asset test reinstatement
- Child (CHD) enrollment unfavorable to budget 13,187
- Medi-Cal Expansion (MCE) enrollment unfavorable to budget 11,313
- Adult (FAM) enrollment unfavorable to budget 9,549
- Whole Child Model (WCM) enrollment unfavorable to budget 239
- Seniors and Persons with Disabilities (SPD) enrollment favorable to budget 1,102
- Long-Term Care (LTC) enrollment favorable to budget 579
- Decreased 8,931 or 1.1% from PM

OneCare enrollment was 18,573

- Favorable to budget 502 or 2.8%
- Decreased 20 or 0.1% from PM

PACE enrollment was 557

- Unfavorable to budget 4 or 0.7%
- Increased 11 or 2.0% from PM

MSSP enrollment was 591

- Favorable to budget 33 or 5.9%
- Increased 8 or 1.4% from PM

**CalOptima Health
Medi-Cal
Statement of Revenues and Expenses
For the Nine Months Ending March 31, 2026**

March 2026				July 2025 - March 2026				
Actual	Budget	\$ Variance	% Variance		Actual	Budget	\$ Variance	% Variance
822,183	854,790	(32,607)	(3.8%)	Member Months	7,681,637	7,844,327	(162,690)	(2.1%)
				Revenues				
605,778,222	341,856,917	263,921,305	77.2%	Capitation Revenue	3,595,246,441	3,143,262,281	451,984,160	14.4%
605,778,222	341,856,917	263,921,305	77.2%	Total Operating Revenue	3,595,246,441	3,143,262,281	451,984,160	14.4%
				Medical Expenses				
108,306,718	110,324,504	2,017,786	1.8%	Provider Capitation	1,009,302,442	1,009,176,101	(126,341)	(0.0%)
57,994,420	66,267,217	8,272,797	12.5%	Facilities Claims	598,798,425	593,906,446	(4,891,979)	(0.8%)
74,491,754	75,248,827	757,073	1.0%	Professional Claims	634,602,219	669,110,104	34,507,885	5.2%
50,101,549	50,991,560	890,011	1.7%	MLTSS	412,742,570	446,985,718	34,243,148	7.7%
8,698,804	9,494,229	795,425	8.4%	Incentive Payments	41,236,745	85,652,493	44,415,748	51.9%
8,761,479	11,169,190	2,407,711	21.6%	Medical Management	79,399,358	99,407,791	20,008,433	20.1%
268,346,975	1,782,180	(266,564,795)	(14957.2%)	Other Medical Expenses	524,704,194	16,404,504	(508,299,690)	(3098.5%)
576,701,700	325,277,707	(251,423,993)	(77.3%)	Total Medical Expenses	3,300,785,953	2,920,643,157	(380,142,796)	(13.0%)
29,076,522	16,579,210	12,497,312	75.4%	Gross Margin	294,460,488	222,619,124	71,841,364	32.3%
				Administrative Expenses				
11,700,006	12,531,960	831,954	6.6%	Salaries, Wages & Employee Benefits	104,823,155	110,862,468	6,039,313	5.4%
1,190,078	1,626,440	436,363	26.8%	Professional Fees	9,818,908	12,813,534	2,994,626	23.4%
2,361,730	2,170,098	(191,633)	(8.8%)	Purchased Services	14,245,181	19,667,243	5,422,063	27.6%
297,972	468,060	170,088	36.3%	Printing & Postage	3,048,311	4,296,540	1,248,229	29.1%
1,218,954	947,712	(271,242)	(28.6%)	Depreciation & Amortization	8,401,338	8,529,408	128,070	1.5%
4,736,643	4,230,287	(506,356)	(12.0%)	Other Operating Expenses	28,882,060	38,639,263	9,757,203	25.3%
(693,779)	(735,476)	(41,697)	(5.7%)	Indirect Cost Allocation, Occupancy	(6,134,464)	(6,654,684)	(520,220)	(7.8%)
20,811,605	21,239,081	427,476	2.0%	Total Administrative Expenses	163,084,488	188,153,773	25,069,285	13.3%
8,264,918	(4,659,871)	12,924,789	277.4%	Income (Loss) From Operations	131,376,000	34,465,351	96,910,649	281.2%
				Non-Operating Income (Loss)				
49,346,844	-	49,346,844	0.0%	Community Reinvestment	35,462,524	-	35,462,524	100.0%
(391,398)	-	(391,398)	0.0%	Other Income /Expense	(6,044,411)	-	(6,044,411)	(100.0%)
48,955,446	-	48,955,446	100.0%	Total Non-Operating Income/(Loss)	29,418,113	-	29,418,113	100.0%
57,220,363	(4,659,871)	61,880,235	1327.9%	Change in Net Assets	160,794,112	34,465,351	126,328,761	366.5%
95.2%	95.2%	0.0%		Medical Loss Ratio	91.8%	92.9%	(1.1%)	
3.4%	6.2%	2.8%		Admin Loss Ratio	4.5%	6.0%	1.4%	

MEDI-CAL INCOME STATEMENT– MARCH MONTH:

REVENUES are \$605.8 million, favorable to budget \$263.9 million:

- Unfavorable volume-related variance of \$13.0 million
- Favorable price-related variance of \$277.0 million
 - \$262.6 million of revenue received for Calendar Year (CY) 2024 Hospital Directed Payments (DP)
 - \$24.4 million due to favorable CY 2026 capitation rates and member mix by the Department of Health Care Services (DHCS)
 - Offset by \$11.6 million of CY 2024 Skilled Nursing Facility Workforce and Quality Incentive Program (SNF WQIP) revenue reduction by DHCS

MEDICAL EXPENSES are \$576.7 million, unfavorable to budget \$251.4 million:

- Favorable volume-related variance of \$12.4 million
- Unfavorable price-related variance of \$263.8 million:
 - Other Medical expense unfavorable variance of \$266.6 million primarily due to CY 2024 Hospital DP
 - Provider Capitation expense unfavorable variance of \$2.2 million
 - Professional Claims expense unfavorable variance of \$2.1 million
 - Managed Long-Term Services and Supports (MLTSS) expense unfavorable variance of \$1.0 million
 - Offset by all other expense categories favorable variance of \$8.2 million

ADMINISTRATIVE EXPENSES are \$20.8 million, favorable to budget \$0.4 million:

- Salary expense favorable to budget \$0.8 million
- Non-Salary expense unfavorable to budget \$0.4 million

NON-OPERATING INCOME/(LOSS) is \$49.0 million, favorable to budget \$49.0 million driven by an adjustment to Community Reinvestment obligation estimates due to updated guidance from DHCS

CHANGE IN NET ASSETS is \$57.2 million, favorable to budget \$61.9 million

**CalOptima Health
OneCare
Statement of Revenues and Expenses
For the Nine Months Ending March 31, 2026**

March 2026				July 2025 - March 2026				
Actual	Budget	\$ Variance	% Variance	Actual	Budget	\$ Variance	% Variance	
18,573	18,071	502	2.8%	Member Months	164,966	160,858	4,108	2.6%
				Revenues				
26,623,010	29,528,945	(2,905,935)	(9.8%)	Medicare Part C	237,657,699	254,130,239	(16,472,540)	(6.5%)
9,616,674	11,402,977	(1,786,303)	(15.7%)	Medicare Part D	93,712,360	91,543,515	2,168,845	2.4%
36,239,684	40,931,922	(4,692,238)	(11.5%)	Total Operating Revenue	331,370,058	345,673,754	(14,303,696)	(4.1%)
				Medical Expenses				
14,301,891	17,232,012	2,930,121	17.0%	Provider Capitation	131,852,912	148,141,372	16,288,460	11.0%
5,383,201	5,372,127	(11,074)	(0.2%)	Facilities Claims	46,237,173	46,241,412	4,239	0.0%
2,864,390	2,079,720	(784,670)	(37.7%)	Professional Claims	20,711,160	18,031,214	(2,679,946)	(14.9%)
8,630,685	11,179,777	2,549,092	22.8%	Prescription Drugs	87,629,285	95,212,169	7,582,884	8.0%
729,921	635,469	(94,452)	(14.9%)	Incentive Payments	3,174,644	5,685,862	2,511,218	44.2%
1,068,636	1,525,161	456,525	29.9%	Medical Management	10,024,692	13,544,461	3,519,769	26.0%
534,972	114,170	(420,802)	(368.6%)	Other Medical Expenses	4,870,007	1,016,250	(3,853,757)	(379.2%)
33,513,696	38,138,436	4,624,740	12.1%	Total Medical Expenses	304,499,873	327,872,740	23,372,867	7.1%
2,725,987	2,793,486	(67,499)	(2.4%)	Gross Margin	26,870,185	17,801,014	9,069,171	50.9%
				Administrative Expenses				
1,112,011	1,231,121	119,110	9.7%	Salaries, Wages & Employee Benefits	9,320,253	10,856,548	1,536,295	14.2%
69,972	115,466	45,494	39.4%	Professional Fees	752,664	1,048,194	295,530	28.2%
564,248	475,613	(88,635)	(18.6%)	Purchased Services	3,439,960	4,054,431	614,471	15.2%
97,055	106,817	9,762	9.1%	Printing & Postage	1,005,266	1,107,803	102,537	9.3%
70,335	114,703	44,368	38.7%	Other Operating Expenses	1,072,181	1,036,963	(35,218)	(3.4%)
1,100,641	1,198,167	97,526	8.1%	Indirect Cost Allocation, Occupancy	9,702,840	10,783,503	1,080,663	10.0%
3,014,262	3,241,887	227,625	7.0%	Total Administrative Expenses	25,293,164	28,887,442	3,594,278	12.4%
(288,274)	(448,401)	160,127	35.7%	Change in Net Assets	1,577,021	(11,086,428)	12,663,449	114.2%
92.5%	93.2%	(0.7%)		Medical Loss Ratio	91.9%	94.9%	(3.0%)	
8.3%	7.9%	(0.4%)		Admin Loss Ratio	7.6%	8.4%	0.7%	

ONECARE INCOME STATEMENT – MARCH MONTH:

REVENUES are \$36.2 million, unfavorable to budget \$4.7 million:

- Favorable volume-related variance of \$1.1 million
- Unfavorable price-related variance of \$5.8 million due to CY 2026 Hierarchical Condition Category (HCC) estimate

MEDICAL EXPENSES are \$33.5 million, favorable to budget \$4.6 million:

- Unfavorable volume-related variance of \$1.1 million
- Favorable price-related variance of \$5.7 million
 - Provider Capitation expense favorable variance of \$3.4 million
 - Prescription Drugs expense favorable variance of \$2.9 million
 - Medical Management expense favorable variance of \$0.5 million
 - Facilities Claims expense favorable variance of \$0.1 million
 - Offset by:
 - Professional Claims expense unfavorable variance of \$0.7 million
 - Other Medical expense unfavorable variance of \$0.4 million
 - Incentive Payments expense unfavorable variance of \$0.1 million

ADMINISTRATIVE EXPENSES are \$3.0 million, favorable to budget \$0.2 million

- Salaries, Wages & Employee Benefits expense favorable to budget \$0.1 million
- Non-Salary expense favorable to budget \$0.1 million

CHANGE IN NET ASSETS is (\$0.2) million, favorable to budget \$0.2 million

CalOptima Health
PACE
Statement of Revenues and Expenses
For the Nine Months Ending March 31, 2026

March 2026				July 2025 - March 2026				
Actual	Budget	\$ Variance	% Variance		Actual	Budget	\$ Variance	% Variance
557	561	(4)	(0.7%)	Member Months	4,849	4,905	(56)	(1.1%)
				Revenues				
3,871,531	3,876,070	(4,539)	(0.1%)	Medi-Cal Capitation Revenue	33,346,392	33,639,963	(293,571)	(0.9%)
1,078,084	957,292	120,792	12.6%	Medicare Part C Revenue	8,248,668	7,786,718	461,950	5.9%
380,428	353,779	26,649	7.5%	Medicare Part D Revenue	3,187,502	3,004,919	182,583	6.1%
5,330,043	5,187,141	142,902	2.8%	Total Operating Revenue	44,782,561	44,431,600	350,961	0.8%
				Medical Expenses				
1,569,987	1,609,220	39,233	2.4%	Medical Management	13,395,271	14,261,256	865,985	6.1%
922,217	896,115	(26,102)	(2.9%)	Facilities Claims	9,294,752	7,536,430	(1,758,322)	(23.3%)
1,007,883	846,915	(160,968)	(19.0%)	Professional Claims	7,243,435	7,117,511	(125,924)	(1.8%)
550,135	777,237	227,102	29.2%	Prescription Drugs	5,167,144	6,536,984	1,369,840	21.0%
73,762	49,630	(24,132)	(48.6%)	MLTSS	573,718	370,962	(202,756)	(54.7%)
294,446	311,645	17,199	5.5%	Patient Transportation	2,612,716	2,574,074	(38,642)	(1.5%)
4,418,429	4,490,762	72,333	1.6%	Total Medical Expenses	38,287,037	38,397,217	110,180	0.3%
911,614	696,379	215,235	30.9%	Gross Margin	6,495,525	6,034,383	461,142	7.6%
				Administrative Expenses				
196,288	188,265	(8,023)	(4.3%)	Salaries, Wages & Employee Benefits	1,654,601	1,665,622	11,021	0.7%
14,023	13,941	(82)	(0.6%)	Professional Fees	102,724	125,261	22,537	18.0%
83,986	74,262	(9,724)	(13.1%)	Purchased Services	547,750	636,158	88,408	13.9%
40,576	17,187	(23,389)	(136.1%)	Printing & Postage	147,543	186,883	39,340	21.1%
1,606	1,622	16	1.0%	Depreciation & Amortization	8,684	14,598	5,914	40.5%
8,223	11,112	2,889	26.0%	Other Operating Expenses	98,706	100,216	1,510	1.5%
18,204	17,494	(710)	(4.1%)	Indirect Cost Allocation, Occupancy	154,350	157,446	3,096	2.0%
362,906	323,883	(39,023)	(12.0%)	Total Administrative Expenses	2,714,358	2,886,184	171,826	6.0%
548,708	372,496	176,212	47.3%	Change in Net Assets	3,781,167	3,148,199	632,968	20.1%
82.9%	86.6%	(3.7%)		Medical Loss Ratio	85.5%	86.4%	(0.9%)	
6.8%	6.2%	(0.6%)		Admin Loss Ratio	6.1%	6.5%	0.4%	

**CalOptima Health
MSSP
Statement of Revenues and Expenses
For the Nine Months Ending March 31, 2026**

March 2026				July 2025 - March 2026				
Actual	Budget	\$ Variance	% Variance	Actual	Budget	\$ Variance	% Variance	
591	558	33	5.9%	Member Months	5,142	5,022	120	2.4%
				Revenues				
244,404	249,054	(4,650)	(1.9%)	Medi-Cal Capitation Revenue	2,238,416	2,241,486	(3,070)	(0.1%)
244,404	249,054	(4,650)	(1.9%)	Total Operating Revenue	2,238,416	2,241,486	(3,070)	(0.1%)
				Medical Expenses				
198,956	194,133	(4,823)	(2.5%)	Medical Management	1,703,029	1,747,197	44,168	2.5%
18,807	32,959	14,152	42.9%	Waiver Services	304,726	296,631	(8,095)	(2.7%)
217,762	227,092	9,330	4.1%	Total Program Expenses	2,007,755	2,043,828	36,073	1.8%
26,642	21,962	4,680	21.3%	Gross Margin	230,661	197,658	33,003	16.7%
				Administrative Expenses				
110,411	126,465	16,054	12.7%	Salaries, Wages & Employee Benefits	954,779	1,117,008	162,229	14.5%
1,457	1,500	43	2.9%	Professional Fees	13,113	13,500	387	2.9%
2	-	(2)	(100.0%)	Purchased Services	35	-	(35)	(100.0%)
8,760	8,520	(240)	(2.8%)	Other Operating Expenses	70,083	76,680	6,597	8.6%
6,438	7,583	1,145	15.1%	Indirect Cost Allocation, Occupancy	65,543	68,247	2,704	4.0%
127,068	144,068	17,000	11.8%	Total Administrative Expenses	1,103,553	1,275,435	171,882	13.5%
(100,426)	(122,106)	21,680	17.8%	Change in Net Assets	(872,893)	(1,077,777)	204,884	19.0%
89.1%	91.2%	(2.1%)		Medical Loss Ratio	89.7%	91.2%	(1.5%)	
52.0%	57.8%	5.9%		Admin Loss Ratio	49.3%	56.9%	7.6%	

**CalOptima Health
Covered California
Statement of Revenues and Expenses
For the Nine Months Ending March 31, 2026**

March 2026			
Actual	Budget	\$ Variance	% Variance
-	-	-	0.0%
-	-	-	0.0%
-	-	-	0.0%
-	44,984	44,984	100.0%
-	44,984	44,984	100.0%
-	(44,984)	44,984	(100.0%)
199,392	372,468	173,076	46.5%
155,415	418,333	262,918	62.8%
-	52,000	52,000	100.0%
-	21	21	100.0%
-	43,221	43,221	100.0%
354,807	886,043	531,236	60.0%
(354,807)	(931,027)	576,220	61.9%
(354,807)	(931,027)	576,220	61.9%
<i>0.0%</i>	<i>0.0%</i>	<i>0.0%</i>	
<i>0.0%</i>	<i>0.0%</i>	<i>0.0%</i>	

July 2025 - March 2026			
Actual	Budget	\$ Variance	% Variance
-	-	-	0.0%
Member Months			
Revenues			
-	-	-	0.0%
-	-	-	0.0%
Total Operating Revenue			
Medical Expenses			
-	404,856	404,856	100.0%
-	404,856	404,856	100.0%
Total Medical Expenses			
-	(404,856)	404,856	(100.0%)
Gross Margin			
Administrative Expenses			
855,773	2,926,474	2,070,701	70.8%
2,608,828	3,764,997	1,156,169	30.7%
-	468,000	468,000	100.0%
-	189	189	100.0%
-	388,989	388,989	100.0%
3,464,601	7,548,649	4,084,048	54.1%
(3,464,601)	(7,953,505)	4,488,904	56.4%
Income (Loss) From Operations			
(3,464,601)	(7,953,505)	4,488,904	56.4%
Change in Net Assets			
<i>0.0%</i>	<i>0.0%</i>	<i>0.0%</i>	
<i>0.0%</i>	<i>0.0%</i>	<i>0.0%</i>	

**CalOptima Health
Building 500 - City Parkway
Statement of Revenues and Expenses
For the Nine Months Ending March 31, 2026**

March 2026				July 2025 - March 2026			
Actual	Budget	\$ Variance	% Variance	Actual	Budget	\$ Variance	% Variance
Revenues							
184,123	118,206	65,917	55.8%	1,291,280	1,063,854	227,426	21.4%
184,123	118,206	65,917	55.8%	1,291,280	1,063,854	227,426	21.4%
Administrative Expenses							
30,796	19,131	(11,665)	(61.0%)	505,486	172,179	(333,307)	(193.6%)
58,871	75,663	16,792	22.2%	530,670	680,967	150,297	22.1%
8,600	9,245	645	7.0%	77,396	83,205	5,809	7.0%
49,022	104,657	55,635	53.2%	469,779	941,913	472,134	50.1%
17,413	31,298	13,885	44.4%	195,065	281,682	86,617	30.7%
(28,151)	(25,416)	2,735	10.8%	(188,335)	(228,744)	(40,409)	(17.7%)
136,551	214,578	78,027	36.4%	1,590,062	1,931,202	341,140	17.7%
47,571	(96,372)	143,943	149.4%	(298,782)	(867,348)	568,566	65.6%
Change in Net Assets							

CalOptima Health
Building 7900 Garden Grove Blvd
Statement of Revenues and Expenses
For the Nine Months Ending March 31, 2026

March 2026			
Actual	Budget	\$ Variance	% Variance
-	-	-	0.0%
-	-	-	0.0%
35,054	3,333	(31,721)	(951.7%)
9,397	9,651	254	2.6%
4,740	-	(4,740)	(100.0%)
(5,387)	28,533	33,920	118.9%
1,192	720	(472)	(65.6%)
44,997	42,237	(2,760)	(6.5%)
(44,997)	(42,237)	(2,760)	(6.5%)

July 2025 - March 2026			
Actual	Budget	\$ Variance	% Variance
Revenues			
Building Income	-	-	0.0%
Total Operating Revenue	-	-	0.0%
Administrative Expenses			
Purchased Services	308,213	29,997	(278,216) (927.5%)
Depreciation & Amortization	84,577	86,859	2,282 2.6%
Insurance Expense	42,692	-	(42,692) (100.0%)
Repair & Maintenance	23,706	256,797	233,091 90.8%
Other Operating Expenses	3,322	6,480	3,158 48.7%
Total Administrative Expenses	462,510	380,133	(82,377) (21.7%)
Change in Net Assets	(462,510)	(380,133)	(82,377) (21.7%)

OTHER PROGRAM INCOME STATEMENTS – MARCH MONTH:

PACE

- **CHANGE IN NET ASSETS** is \$0.5 million, favorable to budget \$0.2 million

MSSP

- **CHANGE IN NET ASSETS** is (\$100,426), favorable to budget \$21,680

Covered CA

- **CHANGE IN NET ASSETS** is (\$0.4) million, favorable to budget \$0.6 million

NON-OPERATING INCOME STATEMENTS – MARCH MONTH:

BUILDING 500 City Parkway

- **CHANGE IN NET ASSETS** is \$47,571 million, favorable to budget \$143,943

BUILDING 7900 Garden Grove Blvd

- **CHANGE IN NET ASSETS** is (\$44,997), unfavorable to budget \$2,760

INVESTMENT INCOME

- Net Investment Income of (\$6.5) million due to \$20.7 million in unrealized loss on investments, offset by \$14.2 million of net interest income

COMMUNITY REINVESTMENT

- Favorable variance of \$49.3 million driven by an adjustment to Community Reinvestment obligation estimates due to updated guidance from DHCS

**CalOptima Health
Balance Sheet
March 31, 2026**

		March-26	February-26	\$ Change	% Change
ASSETS					
Current Assets					
	Operating Cash	623,970,868	625,156,440	(1,185,572)	(0.2%)
	Short-term Investments	1,521,239,721	1,434,468,977	86,770,744	6.0%
	Receivables - Other	15,494,180	18,065,347	(2,571,167)	(14.2%)
	Prepaid Expenses	18,502,628	18,329,361	173,267	0.9%
	Capitation Receivables	617,862,977	640,357,913	(22,494,936)	(3.5%)
	Total Current Assets	2,797,070,373	2,736,378,037	60,692,336	2.2%
	Total Capital Assets, Net	107,239,044	111,620,969	(4,381,925)	(3.9%)
Other Assets					
	Restricted Deposit & Other	300,000	300,000	-	0.0%
	Total Other Assets	300,000	300,000	-	0.0%
Board Designated Assets					
	Board Designated Reserves	1,628,488,224	1,637,061,993	(8,573,769)	(0.5%)
	Statutory Designated Reserves	136,012,073	137,146,427	(1,134,353)	(0.8%)
	Total Designated Assets	1,764,500,297	1,774,208,420	(9,708,123)	(0.5%)
TOTAL ASSETS					
		4,669,109,715	4,622,507,427	46,602,288	1.0%
Deferred Outflows					
	GASB 68 - PERS - Contributions	94,666	94,666	-	0.0%
	GASB 68 - PERS - Difference in Experience	20,669,960	20,669,960	-	0.0%
	GASB 68 - PERS - Changes in Assumptions	4,311,207	4,311,207	-	0.0%
	GASB 68 - PERS - Difference in Earnings	2,361,239	2,361,239	-	0.0%
	GASB 75 - OPEB - Contributions	637,000	637,000	-	0.0%
	GASB 75 - OPEB - Changes in Assumptions	552,000	552,000	-	0.0%
	GASB 53 - INVT - Changes in Fair Value	27,500	-	27,500	100.0%
	Advance Discretionary Payment	-	-	-	0.0%
	TOTAL ASSETS & DEFERRED OUTFLOWS	4,697,763,287	4,651,133,499	46,629,788	1.0%
LIABILITIES					
Current Liabilities					
	Accounts Payable	235,023,322	172,321,266	62,702,056	36.4%
	Accrued Payroll Liabilities	26,994,119	25,870,869	1,123,251	4.3%
	Deferred Revenue	5,971,083	38,639,866	(32,668,783)	(84.5%)
	Due to State of California and CMS	780,727,851	770,616,349	10,111,502	1.3%
	Medical Claims Liabilities	374,075,245	375,134,428	(1,059,183)	(0.3%)
	Capitation and Withholds	123,597,335	113,726,928	9,870,407	8.7%
	Total Current Liabilities	1,546,388,955	1,496,309,705	50,079,250	3.3%
	GASB 96 Subscription Liabilities	19,961,210	24,199,957	(4,238,746)	(17.5%)
	Capital Lease Payable	209,221	213,341	(4,120)	(1.9%)
	Community Reinvestment, Capital Lease Payable	52,635,587	101,982,431	(49,346,844)	(48.4%)
	Post Employment Health Benefits Liability	17,454,653	17,451,421	3,232	0.0%
	Net Pension Liabilities	5,840,992	5,840,992	-	0.0%
	TOTAL LIABILITIES	1,642,490,618	1,645,997,846	(3,507,227)	(0.2%)
Deferred Inflows					
	GASB 68 - PERS - Difference in Experience	1,321,519	1,321,519	-	0.0%
	GASB 75 - OPEB - Changes in Assumptions	1,322,000	1,322,000	-	0.0%
	GASB 75 - OPEB - Difference in Experience	1,666,000	1,666,000	-	0.0%
	GASB 53 - INVT - Changes in Fair Value	-	-	-	0.0%
	Required TNE	134,621,769	133,186,298	1,435,471	1.1%
	Funds in excess of TNE	2,916,341,380	2,867,639,836	48,701,545	1.7%
	Net Assets	3,050,963,149	3,000,826,134	50,137,016	1.7%
TOTAL LIABILITIES & DEFERRED INFLOWS & NET POSITION					
		4,697,763,287	4,651,133,499	46,629,788	1.0%

BALANCE SHEET – MARCH MONTH:

ASSETS of \$4.7 billion increased \$46.6 million from February or 1.0%

- Operating Cash and Short-term Investments increased \$85.6 million due primarily to the timing of Hospital DP
- Capitation Receivables decreased \$22.5 million due to receipt timing
- Total Designated Assets decreased \$9.7 million due to a decrease in value of portfolio from unrealized losses

LIABILITIES of \$1.6 billion decreased \$3.5 million from February or 0.2%

- Accounts Payable increased \$62.7 million due to timing of MCO tax payments and accruals
- Due to State of California and CMS increased \$10.1 million due to risk corridors and Medical Loss Ratios (MLR) estimates
- Capitation and Withholds increased \$9.9 million due to accrual of CalOptima Health's provider and hospital incentive program and shared risk pool
- Deferred Revenue decreased \$32.7 million due to the recognition of prepaid March Centers for Medicare & Medicaid Services (CMS) capitation revenue

NET ASSETS of \$3.1 billion, increased \$50.1 million from February or 1.7%

CalOptima Health
Board Designated Reserve and TNE Analysis
as of March 31, 2026

Board Designated Reserves

Investment Account Name	Market Value	CalOptima Policy Compliance Level		Variance	
		Low	High	Mkt - Low	Mkt - High
Payden & Rygel Tier One	813,925,928				
MetLife Tier One	814,562,296				
Board Designated Reserves	1,628,488,224	1,094,151,442	1,750,642,307	534,336,782	(122,154,083)
<i>Current Reserve Level (X months of average monthly revenue) ¹</i>	<i>3.72</i>	<i>2.50</i>	<i>4.00</i>		

Statutory Designated Reserves

Investment Account Name	Market Value	CalOptima Policy Compliance Level		Variance	
		Low	High	Mkt - Low	Mkt - High
Payden & Rygel Tier Two	68,097,368				
MetLife Tier Two	67,914,706				
Statutory Designated Reserves	136,012,073	134,621,769	148,083,946	1,390,304	(12,071,873)
<i>Current Reserve Level (X min. TNE) ¹</i>	<i>1.01</i>	<i>1.00</i>	<i>1.10</i>		

¹ See CalOptima Health Policy GA.3001: Statutory and Board-Designated Reserve Funds for more information.

**CalOptima Health
Statement of Cash Flow
March 31, 2026**

	March 2026	July 2025 - March 2026
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in net assets	50,137,016	250,379,448
Adjustments to reconcile change in net assets to net cash provided by operating activities		
Depreciation & Amortization	1,475,833	10,700,181
Changes in assets and liabilities:		
Prepaid expenses and other	(173,267)	(7,319,566)
Capitation receivable	25,066,103	115,754,579
Medical claims liability	(1,059,183)	(673,662,094)
Deferred revenue	(32,668,783)	(16,083,479)
Payable to health networks	9,870,407	(30,396,030)
Accounts payable	62,702,056	1,036,815
Accrued payroll	1,126,483	(2,646,016)
Other accrued liabilities	(43,478,208)	748,353,005
Net cash provided by/(used in) operating activities	72,998,457	396,116,843
 GASB53, GASB 68, GASB 75 and Advance Discretionary Payment Adjustments	 (27,500)	 (27,500)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Net Asset transfer from Foundation	-	-
Net cash provided by (used in) in capital and related financing activities	-	-
CASH FLOWS FROM INVESTING ACTIVITIES:		
Change in Investments	(86,770,744)	(180,313,120)
Change in Property and Equipment	2,906,092	(19,316,521)
Change in Restricted Deposit & Other	-	-
Change in Board Designated Reserve	9,708,123	(47,692,789)
Change in Homeless Health Reserve	-	-
Net cash provided by/(used in) investing activities	(74,156,529)	(247,322,430)
 NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	 (1,185,572)	 148,766,913
 CASH AND CASH EQUIVALENTS, beginning of period	 625,156,440	 475,203,955
 CASH AND CASH EQUIVALENTS, end of period	 623,970,868	 623,970,868

CalOptima Health
Spending Plan
For the Nine Months Ending March 31, 2026

Item Description	Total Net Position @ 3/31/2026	Amount (millions)	Approved Initiative	Expense to Date	%
		\$3,051.0			100.0%
Resources Assigned					
Board Designated Reserve ¹		\$1,628.5			53.4%
Statutory Designated Reserve ¹		\$136.0			4.5%
Capital Assets, net of Depreciation		\$107.2			3.5%
Resources Allocated³					
Homeless Health Initiative ²		\$14.3	\$63.3	\$49.0	0.5%
Housing and Homelessness Incentive Program ²		27.2	87.4	60.2	0.9%
Intergovernmental Transfers (IGT) ⁴		36.5	52.1	15.6	1.2%
Digital Transformation and Workplace Modernization ³		21.3	100.0	78.7	0.7%
CalFresh Outreach Strategy		0.0	2.0	2.0	0.0%
CalFresh and Redetermination Outreach Strategy		1.7	6.0	4.3	0.1%
Coalition of Orange County Community Health Centers Grant		10.7	50.0	39.3	0.3%
Mind OC Grant (Irvine)		0.0	15.0	15.0	0.0%
General Awareness Campaign		0.3	4.7	4.4	0.0%
Member Health Needs Assessment		0.6	1.3	0.7	0.0%
Five-Year Hospital Quality Program Beginning MY 2023		109.8	153.5	43.7	3.6%
Skilled Nursing Facility Access Program		10.0	10.0	0.0	0.3%
In-Home Care Pilot Program with the UCI Family Health Center		1.9	2.0	0.1	0.1%
National Alliance for Mental Illness Orange County Peer Support Program Grant		2.5	5.0	2.5	0.1%
Stipend Program for Master of Social Work Students Grant		0.0	5.0	5.0	0.0%
Wellness & Prevention Program Grant		1.0	2.7	1.7	0.0%
CalOptima Health Provider Workforce Development Fund Grant		39.8	50.0	10.2	1.3%
Distribution Event - Naloxone Grant		2.2	15.0	12.8	0.1%
Garden Grove Bldg. Improvement		16.5	17.5	1.0	0.5%
CalOptima Health Community Reinvestment Program		18.0	18.0	0.0	0.6%
Dyadic Services Program Academy		0.2	1.9	1.7	0.0%
Outreach Strategy for newly eligible Adult Expansion members		0.0	5.8	5.8	0.0%
Expansion of CalOptima Health OC Outreach and Engagement Strategy		0.0	1.0	1.0	0.0%
Medi-Cal Provider Rate Increases		157.9	526.2	368.3	5.2%
Homeless Prevention and Stabilization Pilot Program		0.2	0.3	0.1	0.0%
OneCare Member Engagement and Education		0.1	0.3	0.1	0.0%
Medi-Cal Eligibility Outreach Strategy		21.0	21.8	0.9	0.7%
Supplemental Food Support due to Gov't shutdown		5.3	9.2	3.9	0.2%
Orange County Community Health Assessment and Improvement Plan		0.5	1.0	0.5	0.0%
	Subtotal:	\$499.3	\$1,227.8	\$728.5	16.4%
Resources Available for New Initiatives					
Unallocated/Unassigned ¹		\$680.0			22.3%

¹ Total Designated Reserves and unallocated reserve amount can support approximately 211 days of CalOptima Health's current operations.

² See HHI and HHIP summaries and Allocated Funds for list of Board Approved Initiatives. Amount reported includes only portion funded by reserves.



³ On June 6, 2024, the Board of Directors approved an update to the Digital Transformation Strategy which will impact these figures beginning July 2024.

⁴ On June 5, 2025, the Board of Directors approved the close out of Board-approved initiatives and transfer of remaining funds back to unallocated reserves.

CalOptima Health
Key Financial Indicators
As of March 31, 2026

	Item Name	March 2026				July 2025 - March 2026			
		Actual	Budget	Variance	%	Actual	Budget	Variance	%
Income Statement	<i>Member Months</i>	841,313	873,422	(32,109)	(3.7%)	7,851,452	8,010,090	(158,638)	(2.0%)
	<i>Operating Revenue</i>	647,592,353	388,225,034	259,367,319	66.8%	3,973,637,476	3,535,609,121	438,028,355	12.4%
	<i>Medical Expenses</i>	614,851,587	368,178,981	(246,672,606)	(67.0%)	3,645,580,618	3,289,361,798	(356,218,820)	(10.8%)
	<i>General and Administrative Expense</i>	24,670,647	25,834,962	1,164,315	4.5%	195,660,163	228,751,483	33,091,319	14.5%
	<i>Non-Operating Income/(Loss)</i>	42,066,898	8,194,731	33,872,166	413.3%	117,982,753	73,752,576	44,230,178	60.0%
	Summary of Income & Expenses	50,137,016	2,405,822	47,731,193	1,984.0%	250,379,448	91,248,416	159,131,032	174.4%
Ratios	Medical Loss Ratio (MLR)	Actual	Budget	Variance		Actual	Budget	Variance	
	<i>Consolidated</i>	94.9%	94.8%	0.1%		91.7%	93.0%	(1.3%)	
	Administrative Loss Ratio (ALR)	Actual	Budget	Variance		Actual	Budget	Variance	
	<i>Consolidated</i>	3.8%	6.7%	2.8%		4.9%	6.5%	1.5%	

Key:

> 0%	
> -20%, < 0%	
< -20%	

Investment	Investment Balance (excluding CCE)	Current Month	Prior Month	Change	%
		<i>@3/31/2026</i>	3,255,945,045	3,180,320,336	75,624,709
	Unallocated/Unassigned Reserve Balance	Current Month	Fiscal Year Ending	Change	%
		<i>@ March 2026</i>	<i>June 2025</i>		
	<i>Consolidated</i>	679,963,920	264,975,684	414,988,236	156.6%
	<i>Days Cash On Hand*</i>	211			

*Total Designated Reserves and unallocated reserve amount can support approximately 211 days of CalOptima Health's current operations.

CalOptima Health
Digital Transformation Strategy (\$100 million total reserve)
Funding Balance Tracking Summary
For the Nine Months Ending March 31, 2026

	March 2026				July 2025 - March 2026				All Time to Date			
	Actual Spend	Approved Budget	Variance \$	Variance %	Actual Spend	Approved Budget	Variance \$	Variance %	Actual Spend	Approved Budget	Variance \$	Variance %
Capital Assets (Cost, Information Only):												
Total Capital Assets	(3,100,914)	2,115,173	5,216,087	246.6%	1,643,757	4,490,487	2,846,730	63.4%	17,254,708	31,260,603	14,005,895	44.8%

Operating Expenses:												
Salaries, Wages & Benefits	-	-	-	0.0%	-	-	-	0.0%	17,826,058	17,826,058	-	0.0%
Professional Fees	228,137	250,000	21,863	8.7%	2,050,054	2,250,000	199,946	8.9%	8,850,865	9,050,811	199,946	2.2%
Purchased Services	-	-	-	0.0%	(141,754)	-	141,754	0.0%	1,190,915	1,332,669	141,754	10.6%
GASB 96 Amortization Expenses	-	-	-	0.0%	-	-	-	0.0%	2,563,169	2,563,169	-	0.0%
Other Expenses	4,187,358	182,292	(4,005,066)	-2197.1%	4,458,275	1,640,628	(2,817,647)	-171.7%	25,554,016	22,736,369	(2,817,647)	-12.4%
Medical Management	-	-	-	0.0%	-	-	-	0.0%	5,502,156	5,502,156	-	0.0%
Total Operating Expenses	4,415,495	432,292	(3,983,203)	-921.4%	6,366,575	3,890,628	(2,475,947)	-63.6%	61,487,181	59,011,234	(2,475,947)	-4.2%

Funding Balance Tracking: July 2025	Approved Budget	Actual Spend	Variance
Beginning Funding Balance	100,000,000	100,000,000	-
Less:			
Capital Assets ¹	38,931,116	17,254,708	21,676,408
FY2023 Operating Budget ²	8,381,011	8,381,011	-
FY2024 Operating Budget	22,788,092	22,788,092	-
FY2025 Operating Budget	24,289,000	23,951,502	337,498
FY2026 Operating Budget	5,187,500	6,366,575	(1,179,075)
Ending Funding Balance	423,281	21,258,112	20,834,831
Add: Prior year unspent Operating Budget	337,498		
Total available Funding	760,779		

¹ Staff will continue to monitor the project status of DTS' Capital Assets
² Unspent budget from this period is added back to available DTS funding
³ On June 6, 2024, the Board of Directors approved an update to the Digital Transformation Strategy which will impact these figures beginning July 2024

Note: 1. Report includes applicable transactions for GASB 96, Subscriptions - Based Information Technology Arrangements.
2. Actual capital spend in FY2026 Month-to-date includes \$4.2M from a capital project write-off.

CalOptima Health
Summary of Homeless Health Initiatives (HHI) and Allocated Funds
As of March 31, 2026

Summary by Funding Source:	Total Funds	Allocated Amount	Utilized Amount	Remaining Approved Amount	Funds Available for New Initiatives
HHI - IGT'S	61,533,726	61,533,726	48,985,930	15,047,796	-
HHI - Existing Reserves	1,800,000	1,800,000	-	1,800,000	-
HHIP	40,100,000	40,100,000	-	40,100,000	-
Total	103,433,726	103,433,726	48,985,930	56,947,796	-

Funds Allocation, approved initiatives:	Allocated Amount	Utilized Amount	Remaining Approved Amount	Funding Source(s)
Enhanced Medi-Cal Services at the Be Well OC Regional Mental Health and Wellness Campus	11,400,000	11,400,000	-	IGT's
Recuperative Care	6,194,190	6,194,190	-	IGT's
Medical Respite	250,000	250,000	-	IGT's
Day Habilitation (County for HomeKey) ¹	-	-	-	IGT's
Clinical Field Team Start-up & Federally Qualified Health Center (FQHC)	1,600,000	1,600,000	-	IGT's
CalOptima Health Homeless Response Team	1,681,734	1,681,734	-	IGT's
Homeless Coordination at Hospitals	10,000,000	10,000,000	-	IGT's
CalOptima Health Days, Homeless Clinical Access Program (HCAP) and FQHC Administrative Support	963,261	925,540	37,721	IGT's
FQHC (Community Health Center) Expansion	21,902	21,902	-	IGT's
HCAP and CalOptima Health Days	9,888,914	4,985,310	4,903,604	IGT's
Vaccination Intervention and Member Incentive Strategy ³	54,649	54,649	-	IGT's
Street Medicine ²	14,279,077	9,596,591	4,682,486	IGT's & Existing Reserves
Outreach and Engagement	7,000,000	2,276,015	4,723,985	IGT's
Housing and Homelessness Incentive Program (HHIP) ⁴	40,100,000	-	40,100,000	IGT's & Existing Reserves
Subtotal of Approved Initiatives	103,433,726	48,985,930	54,447,796	
Transfer of funds to HHIP ⁴	(40,100,000)	-	(40,100,000)	
Program Total	63,333,726	48,985,930	14,347,796	

¹On February 5, 2026, CalOptima Health's Board of Directors approved the closeout of the Day Habilitation (County for HomeKey) and designated the remaining balance of \$2.5 million as available for allocation to deliver enhanced services for Medi-Cal members.

²On August 7, 2025, CalOptima Health's Board of Directors approved \$9.3 million to expand the Street Medicine Program - \$3.2 million remaining from Street Medicine Initiative (from the Homeless Health Initiatives Reserve), \$1.8 million from Existing Reserves, and \$4.3 million from Intergovernmental Transfer balance resulting from a June 5, 2025, Board of Director action, to fund 2-year grant agreements to Healthcare in Action (Anaheim), Celebrating Life Community Health Center (Costa Mesa), and AltaMed (Santa Ana).

³On June 5, 2025 the Board of Directors approved the close out of the Vaccination Intervention and Member Incentive Strategy program and transfer of the remaining funds of \$68,699 to unallocated reserves for new initiatives.

⁴On September 1, 2022, CalOptima Health's Board of Directors approved reallocation of \$40.1 million from HHI to HHIP.

CalOptima Health
Summary of Housing and Homelessness Incentive Program (HHIP) and Allocated Funds
As of March 31, 2026

Summary by Funding Source:	Total Funds ¹	Allocated Amount	Utilized Amount	Remaining Approved Amount	Funds Available for New Initiatives
DHCS HHIP Funds	65,931,189	65,931,189	34,232,029	31,699,160	-
Existing Reserves & HHI Transfer	87,384,530	87,384,530	60,212,710	27,171,820	-
Street Medicine Support Center - GG Building	7,000,000	7,000,000	-	7,000,000	-
Total	160,315,719	160,315,719	94,444,739	65,870,980	-

Funds Allocation, approved initiatives:	Allocated Amount	Utilized Amount	Remaining Approved Amount	Funding Source(s)
Office of Care Coordination	2,200,000	2,200,000	-	HHI
Pulse For Good	1,400,000	901,950	498,050	HHI
Equity Grants for Programs Serving Underrepresented Populations	4,621,311	3,821,311	800,001	HHI & DHCS
Infrastructure Projects	5,832,314	5,765,644	66,670	HHI
Capital Projects	126,247,564	71,640,270	54,607,294	HHI, DHCS & Existing Reserves
System Change Projects	19,314,530	9,460,174	9,854,356	DHCS
Non-Profit Healthcare Academy	700,000	655,391	44,609	DHCS
Total of Approved Initiatives	\$160,315,719¹	\$94,444,739	\$65,870,980	
*Transfer of funds to Street Medicine Support Center-GG Building	(7,000,000)	-	(\$7,000,000)	Existing Reserves
Program Total	\$153,315,719	\$94,444,739	\$58,870,980	

¹Total funding \$160.3 million: \$40.1 million Board-approved reallocation from HHI, \$47.2 million from CalOptima Health existing reserves and \$73.0 million from DHCS HHIP incentive payments

*On October 2, 2025, CalOptima Health's Board of Directors approved up to \$7.0 million for general contractor services & furniture, fixtures & equipment for the Street Medicine Support Center

CalOptima Health
Fiscal Year 2025-26 Budget Allocation Changes
Reporting Changes as of March 31, 2026

Transfer Month	Line of Business	From	To	Amount	Reason to Re-Allocate Funds
July	Medi-Cal	Human Resources - Training and Seminar - Participant Guides	Human Resources - Cert./Cont. Education - Educational Reimbursement	\$90,000	For Educational Reimbursement
July	Medi-Cal	Human Resources - Professional Fees - Executive Recruiters, Direct Hire and Conversion Fees	Human Resources - Advertising - Combined: Recruitment and Job Postings Network	\$90,000	For Job Posting Advertising
July	Medi-Cal	ITS - Infrastructure - Maintenance HW/SW - Software License	ITS - Infrastructure - Maintenance HW/SW - Server - Maintenance coverage for on-premises physical servers, storage and SAN switches	\$28,150	For Server Maintenance Coverage
July	Medi-Cal	ITS - Application Development - Professional Fees - Development and QA Professional Services	ITS - Application Development - Purchased Services - General - Managed Services for Website Support	\$120,250	For Website Maintenance Support
August	Medi-Cal	ITS - Infrastructure - Other Operating Expenses - Software License	ITS - Infrastructure - Other Operating Expenses - Server Connectivity Maintenance	\$140,238	For Server Maintenance
August	Medi-Cal	ITS - Infrastructure - Other Operating Expenses - Maintenance for Firewalls and IPSEC VPNS	ITS - Infrastructure - Professional Fees - IT Advisory Subscription	\$162,890	For Professional Services
August	Medi-Cal	ITS - Application Development - Automation Application for the Board and Committee Material Preparation	ITS - Application Development - Policies and Regulation Compliance Identification - Readily Compliance Project	\$65,000	For Readily Compliance Project
September	Medi-Cal	ITS - Infrastructure - Maintenance HW/SW Network Connectivity Maintenance and Support	ITS - Infrastructure - Maintenance HW/SW Maintenance of Operations and Desktop Application Software and Hardware	\$52,420	For Right Fax.
September	Medi-Cal	Customer Service - Printing and Postage - Member Communication	Human Resources - Professional Fees - Employee Feedback	\$70,000	For Leadership Development
October	Medi-Cal	ITS - Infrastructure - Other Operating Expenses - Annual Volume License Adjustment	ITS - Infrastructure - Other Operating Expenses - Enterprise Monitoring for On-premise and cloud instances	\$34,415	For On-Premise and Cloud Database Monitoring Maintenance
October	Medi-Cal	ITS - Infrastructure - Other Operating Expense - Annual Volume Licenses Contract	ITS - Applications Management - Interest - GASB 96	\$41,558	For License Agreement Renewal
October	Medi-Cal	ITS - Applications Management - Interest - GASB 96	ITS - Applications Management - Other Operating Expenses - Subscription-Based Information Technology Arrangements (SBITAs)	\$41,558	For Increase Against Original Contract
October	Medi-Cal	ITS - Infrastructure - Other Operating Expenses - Annual Volume License Adjustment	ITS - Applications Management - Other Operating Expenses - TeamDynamix	\$26,780	For TeamDynamix Solutions
November	Medi-Cal	ITS - Infrastructure - Other Operating Expenses - Annual Volume License Adjustment	ITS - Infrastructure - Other Operating Expenses - Data backup and protection	\$249,999	For Infrastructure Maintenance
November	Medi-Cal	ITS - Infrastructure - Other Operating Expenses - Domain Names and IP Addresses	ITS - Infrastructure - Other Operating Expenses - Data backup and protection	\$29,472	For Maintenance and Data Protection
December	Medi-Cal	ITS - Infrastructure - Other Operating Expenses - Network Firewall Upgrade and Enhancement	ITS - Infrastructure - Other Operating Expenses - Capital Software Expense	\$15,000	For Capital Software
December	OneCare	Operations Management - Professional Fees - OneCare Consulting Services	ITS - Applications Management - Other Operating Expenses - Predictive Analytics Modeling	\$18,000	For Application Development
December	OneCare	Communications - Purchased Services - Print Advertising	Communications - Printing and Postage - Direct Mail to Prospective Members	\$75,000	For OneCare Direct Mail
December	Medi-Cal	ITS - Applications Management - Other Operating Expenses - Corporate Application SW	ITS - Applications Management - Other Operating Expenses - Writing assistance tool	\$54,800	For Writing assistance tool used across organization
December	Medi-Cal	Accounting - Professional Fees - Investment Advisory Services	Accounting - Professional Fees - OPEB Valuation	\$15,000	For Actuarial Services
January	Medi-Cal	ITS - Infrastructure - Other Operating Expenses - Additional Software License	ITS - Applications Management - Other Operating Expenses - CRM Licenses	\$100,000	For Additional CRM Licenses
January	Medi-Cal	Human Resources - Other Operating Expenses - Employee Engagement Events and Logo Apparel	Human Resources - Professional Fees - Employee Feedback	\$34,000	For Consulting Services
January	Medi-Cal	Human Resources - Purchased Services - Background Screening	Human Resources - Other Operating Expenses - Tuition Reimbursement	\$20,000	For Educational Reimbursement
January	Medi-Cal	ITS - Infrastructure - Other Operating Expenses - Volume Licenses Contract	ITS - Infrastructure - Professional Fees - Consulting	\$50,000	For Consulting Services
January	Medi-Cal	ITS - Application Development - Purchased Services to Med - Managed Service Support	ITS - Applications Management - Purchased Services to Med - Closed Loop Referral System and Support	\$155,000	For Closed Loop Referral System and System
January	Medi-Cal	ITS - Applications Management - Maintenance HW/SW to Med - Software License	ITS - Applications Management - Purchased Services to Med - Closed Loop Referral System and Support	\$22,000	For Closed Loop Referral System and System
January	Medi-Cal	ITS - Infrastructure - Other Operating Expenses - Additional Software License	Medi-Cal and CalAIM - Professional Fees - Grant Consulting	\$50,000	For Grant Consulting Services
February	PACE	PACE Marketing - Printing and Postage - Member Communication - Direct Mail and Marketing Materials	PACE Marketing - Purchased Services - Advertising - Outdoor Ads	\$23,000	For Advertising Campaigns
February	Medi-Cal	ITS - Application Development - Other Operating Expenses - Capital Software Expense	ITS - Application Development - Professional Fees - Development and QA Profession Services	\$230,000	For Management Contractor for Operations
February	Medi-Cal	ITS - Infrastructure - Other Operating Expenses - Annual Volume License	ITS - Applications Management - Other Operating Expenses - GASB 96 Variable Expenses	\$89,100	For Volume License Supplement
February	Medi-Cal	Facilities - Printing and Postage - General Postage for Outgoing Mail	Facilities - Other Operating Expenses - Purchases and Installation of Office Furniture	\$50,000	For Supplies and Minor Equipment
February	Medi-Cal	Executive Office - Other Operating Expenses - Travel	Executive Office - Other Operating Expenses - Training and Seminar	\$15,000	For Professional Development
February	Medi-Cal	ITS - Cyber Security - Professional Fees - AI Implementation Services for Security Controls	Accounting - Professional Fees - Accounting and Finance System Support	\$100,000	For System Support
March	Medi-Cal	Communications - Other Operating Expenses - Promotional Items	Communications - Purchased Services - Regulatory Compliance Remediation Services	\$60,000	For Document Remediation Services
March	Covered California	IS - Enterprise Data and System - Regulatory Enrollment Transactions	ITS - Applications Management - Core System Configuration	\$120,000	For Facets Implementation
March	Medi-Cal	ITS - Infrastructure - Other Operating Expenses - User Licenses	ITS - Application Development - Other Operating Expenses - Office Software Suite License Costs	\$50,000	For Office Software Suite License Costs
March	Medi-Cal	ITS - Infrastructure - Other Operating Expenses - User Licenses	ITS - Applications Management - Other Operating Expenses - Finance Software Maintenance	\$50,000	For Finance Software Maintenance
March	Medi-Cal	ITS - Infrastructure - Other Operating Expenses - Network Connectivity Expenses	ITS - Application Development - Other Operating Expenses - Application Software Maintenance	\$75,000	For Testing Tool
March	Medi-Cal	ITS - Infrastructure - Other Operating Expenses - Network Connectivity Expenses	ITS - Infrastructure - Other Operating Expenses - Office Software Suite License Costs	\$52,000	For Office Software Suite License Costs
March	Medi-Cal	ITS - Infrastructure - Other Operating Expenses - Network Connectivity Expenses	ITS - Applications Management - User Licenses for Customer Relationship Management Software	\$52,000	For Customer Relationship Management Software
March	Medi-Cal	ITS - Infrastructure - Professional Fees - Process Enhancements	ITS - Application Development - Professional Fees - Development Enhancement	\$200,000	For Development Enhancement
March	OneCare	Customer Service - Printing and Postage - Marketing Materials	Cultural and Linguistics Services - Purchased Services - Translations and Interpreter Services	\$100,000	For Translations and Interpreter Services
March	Medi-Cal	IS - Enterprise Data and System - Other Operating Expenses - Application Software Maintenance	ITS - Infrastructure - Other Operating Expenses - User Licenses and Other Minor Computer Equipment	\$15,855	For Computer Equipment
March	Medi-Cal	IS - Enterprise Data and System - Other Operating Expenses - Application Software Maintenance	IS - Enterprise Architecture - Professional Fees - External Consultant for Core Labor Work Support	\$15,000	For External Consultant

This report summarizes budget transfers between general ledger classes that are greater than \$10,000 and less than \$250,000. This is the result of Board Resolution No. 12-0301-01 which permits the CEO to make budget allocation changes within certain parameters.



Quarterly Operating and Capital Budget Update

January 1, 2026 to March 31, 2026

**Board of Directors' Finance and Audit Committee Meeting
May 28, 2026**

TABLE OF CONTENTS

Reports are for informational and reference purposes only

Quarterly Operating Budget Update	3
FY 2025 - 26 Operating Budget Update.....	4
Personnel Budget Update.....	11
Quarterly Capital Budget Update	14
Quarterly Purchasing Report Update	27
IGT Project Report	33
Digital Transformation Strategy (DTS) Report	43

Quarterly Operating Budget Update

F Y 2025-26 Operating Budget Update

The reports are prepared by the Budget Department

- Fiscal Year 2025-26 Operating Budget for All Lines of Business and Non-Operating Items5**
 - * *The report is the Operating Budget that was approved by the Board of Directors in June annually. The budget provides information by line of business and non-operating items.*

- Board Action Approval Details and Summary for Administrative Budget.....6**
 - * *The report lists separate Board actions that resulted in budget adjustments (e.g., budget reallocations, Board-approved reserve funded items) or budget adjustments that are beyond the CEO's approval authority of \$250,000 (as defined in CalOptima Health Policy GA.5003: Budget Approval and Budget Reallocation).*

- CEO Administrative Budget Allocation Changes7-8**
 - * *The report lists budget allocation changes approved by the CEO that are up to \$250,000 (as defined in CalOptima Health Policy GA.5003: Budget Approval and Budget Reallocation).*

- Revised Fiscal Year 2025-26 Operating Budget for All Lines of Business and Non-Operating Items..9**
 - * *The report provides a revised version of Fiscal Year 2025-26 Operating Budget for All Lines of Business and Non-Operating Items after the budget adjustments detailed in Board Action Approved Details and Summary for Administrative Budget and CEO Administrative Budget Allocation changes are made.*

- Administrative Expense Summary by Category.....10**
 - * *The report is based on the Accounting Department's financial statements. It reports actual and budget data on administrative expenses by budget expense category and line of business to gauge performance each quarter.*

Fiscal Year 2025-26 Operating Budget for All Lines of Business and Non-Operating Items

	Medi-Cal	OneCare	PACE	MSSP	Facilities	Consolidated
Member Months	10,394,204	215,313	6,612	6,696	-	10,616,129
Avg Members	866,184	17,943	551	558	-	884,677
Revenue						
Capitation Revenue	<u>\$ 4,161,142,347</u>	<u>\$ 467,699,407</u>	<u>\$ 60,154,226</u>	<u>\$ 2,988,648</u>	<u>\$ -</u>	<u>\$ 4,691,984,627</u>
Total	<u>\$ 4,161,142,347</u>	<u>\$ 467,699,407</u>	<u>\$ 60,154,226</u>	<u>\$ 2,988,648</u>	<u>\$ -</u>	<u>\$ 4,691,984,627</u>
Medical Costs						
Provider Capitation	\$ 1,337,726,855	\$ 199,375,507	\$ -	\$ -	\$ -	\$ 1,537,102,362
Professional, Facility & Ancillary Claims	\$ 1,680,673,393	\$ 86,333,433	\$ 19,898,669	\$ -	\$ -	\$ 1,786,905,495
Managed Long-Term Services and Supports (MLTSS)	\$ 597,571,457	\$ -	\$ 527,852	\$ 395,487	\$ -	\$ 598,494,795
Prescription Drugs	\$ -	\$ 128,351,163	\$ 8,875,230	\$ -	\$ -	\$ 137,226,393
CalAIM & Other Medical	\$ 135,707,207	\$ 8,972,139	\$ 3,519,679	\$ -	\$ -	\$ 148,199,026
Medical Management	<u>\$ 132,698,285</u>	<u>\$ 18,088,457</u>	<u>\$ 19,056,585</u>	<u>\$ 2,329,601</u>	<u>\$ -</u>	<u>\$ 172,172,928</u>
Total	<u>\$ 3,884,377,197</u>	<u>\$ 441,120,700</u>	<u>\$ 51,878,014</u>	<u>\$ 2,725,088</u>	<u>\$ -</u>	<u>\$ 4,380,101,000</u>
MLR	93.35%	94.32%	86.24%	91.18%		93.35%
Gross Margin	\$ 276,765,150	\$ 26,578,707	\$ 8,276,211	\$ 263,560	\$ -	\$ 311,883,628
Administrative Expenses						
Salaries, Wages, & Employee Benefits	\$ 148,352,599	\$ 14,546,479	\$ 2,229,017	\$ 1,495,721	\$ -	\$ 166,623,816
Non-Salary Operating Expenses	\$ 84,488,130	\$ 9,427,166	\$ 1,398,017	\$ 120,250	\$ 4,004,795	\$ 99,438,358
Depreciation & Amortization	\$ 11,372,543	\$ -	\$ 19,465	\$ -	\$ 2,299,716	\$ 13,691,724
Indirect Cost Allocation, Occupancy Expense	<u>\$ (8,896,501)</u>	<u>\$ 14,378,000</u>	<u>\$ 209,920</u>	<u>\$ 91,000</u>	<u>\$ (6,304,511)</u>	<u>\$ (522,092)</u>
Total	<u>\$ 235,316,770</u>	<u>\$ 38,351,645</u>	<u>\$ 3,856,419</u>	<u>\$ 1,706,971</u>	<u>\$ -</u>	<u>\$ 279,231,806</u>
ALR	5.66%	8.20%	6.41%	57.12%		5.95%
Operating Income/(Loss) Including Provider Rate Increases	<u>\$ 41,448,379</u>	<u>\$ (11,772,938)</u>	<u>\$ 4,419,793</u>	<u>\$ (1,443,412)</u>	<u>\$ -</u>	<u>\$ 32,651,822</u>
						0.70%
Covered California						<u>\$ (10,764,679)</u>
Digital Transformation Strategy						<u>\$ (5,187,500)</u>
Non-Operating						
Net Investment Income						\$ 100,000,000
500 Building						\$ (1,156,469)
Street Medicine Support Center						\$ (506,847)
Total Non-Operating Income/(Loss)						<u>\$ 98,336,684</u>

Board Action Approval Details and Summary for Administrative Budget

CalOptima Health Fiscal Year 2025-26 Budget Board Action Approval Details

Board Action Approval Details:	Medi-Cal	OneCare	PACE	MSSP	Facilities	Net Impact
1 BOD Date - June 5, 2025						
Report Item No. 33						
From: Reserve	\$ -					\$ -
To: Professional Fees	\$ 650,000					\$ 650,000
2 BOD Date - June 5, 2025						
Report Item No. 17						
From: Reserve						
To: Salaries, Wages, & Employee Benefits	\$ 85,000					\$ 85,000
To: Other Operating Expenses	\$ 50,500					\$ 50,500
3 BOD Date - February 5, 2026						
Report Item No. 15						
From: Reserve	\$ -					\$ -
To: Professional Fees	\$ 500,000					\$ 500,000

CalOptima Health Fiscal Year 2025-26 Budget Board Action Approval Summary

Board Action Approval Summary	Medi-Cal	OneCare	PACE	MSSP	Facilities	Net Impact
Avg Members				-		-
Revenues	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Medical Costs	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Administrative Expenses						
Salaries, Wages, & Employee Benefits	\$ 85,000	\$ -	\$ -	\$ -	\$ -	\$ 85,000
Non-Salary Operating Expenses	\$ 1,200,500	\$ -	\$ -	\$ -	\$ -	\$ 1,200,500
Professional Fees	\$ 1,150,000	\$ -	\$ -	\$ -	\$ -	\$ 1,150,000
Purchased Services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Printing & Postage	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Operating Expenses	\$ 50,500	\$ -	\$ -	\$ -	\$ -	\$ 50,500
Depreciation & Amortization	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Indirect Cost Allocation, Occupancy	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total	\$ 1,285,500	\$ -	\$ -	\$ -	\$ -	\$ 1,285,500
Grant Expense	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net Impact	\$ 1,285,500	\$ -	\$ -	\$ -	\$ -	\$ 1,285,500

CEO Administrative Budget Allocation Changes

CalOptima Health Fiscal Year 2025-26 Budget Allocation Changes Reporting Changes as of March 31, 2026

Transfer Month	Line of Business	From	To	Amount	Expense Description
July	Medi-Cal	Human Resources - Training and Seminar - Participant Guides	Human Resources - Cert./Cont. Education - Educational Reimbursement	\$90,000	For Educational Reimbursement
July	Medi-Cal	Human Resources - Professional Fees - Executive Recruiters, Direct Hire and Conversion Fees	Human Resources - Advertising - Combined: Recruitment and Job Postings Network	\$90,000	For Job Posting Advertising
July	Medi-Cal	ITS - Infrastructure - Maintenance HW/SW - Software License	ITS - Infrastructure - Maintenance HW/SW - Server - Maintenance Coverage for On-Premises Physical Servers, Storage and SAN Switches	\$28,150	For Server Maintenance Coverage
July	Medi-Cal	ITS - Application Development - Professional Fees - Development and QA Professional Services	ITS - Application Development - Purchased Services - General - Managed Services for Website Support	\$120,250	For Website Maintenance Support
August	Medi-Cal	ITS - Infrastructure - Other Operating Expenses - Software License	ITS - Infrastructure - Other Operating Expenses - Server Connectivity Maintenance	\$140,238	For Server Maintenance
August	Medi-Cal	ITS - Infrastructure - Other Operating Expenses - Maintenance for Firewalls and IPSEC VPNS	ITS - Infrastructure - Professional Fees - IT Advisory Subscription	\$162,890	For Professional Services
August	Medi-Cal	ITS - Application Development - Automation Application for the Board and Committee Material Preparation	ITS - Application Development - Policies and Regulation Compliance Identification - Readily Compliance Project	\$65,000	For Readily Compliance Project
September	Medi-Cal	ITS - Infrastructure - Maintenance HW/SW Network Connectivity Maintenance and Support	ITS - Infrastructure - Maintenance HW/SW Maintenance of Operations and Desktop Application Software and Hardware	\$52,420	For Right Fax
September	Medi-Cal	Customer Service - Printing and Postage - Member Communication	Human Resources - Professional Fees - Employee Feedback	\$70,000	For Leadership Development
October	Medi-Cal	ITS - Infrastructure - Other Operating Expenses - Annual Volume License Adjustment	ITS - Infrastructure - Other Operating Expenses - Enterprise Monitoring for On-Premise and Cloud Instances	\$34,415	For On-Premise and Cloud Database Monitoring
October	Medi-Cal	ITS - Infrastructure - Other Operating Expenses - Annual Volume Licenses Contract	ITS - Application Management - Interest - GASB 96	\$41,558	For License Agreement Renewal
October	Medi-Cal	ITS - Application Management - Interest - GASB 96	ITS - Application Management - Other Operating Expenses - Subscription-Based Information Technology Arrangements (SBITAs)	\$41,558	For Increase Against Original Contract
October	Medi-Cal	ITS - Infrastructure - Other Operating Expenses - Annual Volume License Adjustment	ITS - Application Management - Other Operating Expenses - Team Dynamix	\$26,780	For TeamDynamix Solutions
November	Medi-Cal	ITS - Infrastructure - Other Operating Expenses - Annual Volume License Adjustment	ITS - Infrastructure - Other Operating Expenses - Data Backup and Protection	\$249,999	For Infrastructure Maintenance
November	Medi-Cal	ITS - Infrastructure - Other Operating Expenses - Domain Names and IP Addresses	ITS - Infrastructure - Other Operating Expenses - Data Backup and Protection	\$29,472	For Maintenance and Data Protection
December	Medi-Cal	ITS - Infrastructure - Other Operating Expenses - Network Firewall Upgrade and Enhancement	ITS - Infrastructure - Other Operating Expenses - Capital Software Expense	\$15,000	For Capital Software
December	OneCare	Operations Management - Professional Fees - OneCare Consulting Services	ITS - Application Management - Other Operating Expenses - Predictive Analytics Modeling	\$18,000	For Application Development
December	OneCare	Communications - Purchased Services - Print Advertising	Communications - Printing and Postage - Direct Mail to Prospective Members	\$75,000	For OneCare Direct Mail
December	Medi-Cal	ITS - Application Management - Other Operating Expenses - Corporate Application SW	ITS - Application Management - Other Operating Expenses - Writing Assistance Tool	\$54,800	For Writing Assistance Tool
December	Medi-Cal	Accounting - Professional Fees - Investment Advisory Services	Accounting - Professional Fees - OPEB Valuation	\$15,000	For Actuarial Services

This report summarizes budget transfers between general ledger classes that are greater than \$10,000 and less than \$250,000. This is the result of Board Resolution No. 12-0301-01 which permits the CEO to make budget allocation changes within certain parameters.

CEO Administrative Budget Allocation Changes (Cont'd)

January	Medi-Cal	ITS - Infrastructure - Other Operating Expenses - Additional Software License	ITS - Application Management - Other Operating Expenses - CRM Licenses	\$100,000	For Additional CRM Licenses
January	Medi-Cal	Human Resources - Other Operating Expenses - Employee Engagement Events and Logo Apparel	Human Resources - Professional Fees - Employee Feedback	\$34,000	For Consulting Services
January	Medi-Cal	Human Resources - Purchased Services - Background Screening	Human Resources - Other Operating Expenses - Tuition Reimbursement	\$20,000	For Educational Reimbursement
January	Medi-Cal	ITS - Infrastructure - Other Operating Expenses - Volume Licenses Contract	ITS - Infrastructure - Professional Fees - Consulting	\$50,000	For Consulting Services
January	Medi-Cal	ITS - Application Development - Purchased Services to Med - Managed Service Support	ITS - Application Management - Purchased Services to Med - Closed Loop Referral System and Support	\$155,000	For Closed Loop Referral System
January	Medi-Cal	ITS - Application Management - Maintenance HW/SW to Med - Software License	ITS - Application Management - Purchased Services to Med - Closed Loop Referral System and Support	\$22,000	For Closed Loop Referral System
January	Medi-Cal	ITS - Infrastructure - Other Operating Expenses - Additional Software License	Medi-Cal and CalAIM - Professional Fees - Grant Consulting	\$50,000	For Grant Consulting Services
February	PACE	PACE Marketing - Printing and Postage - Member Communication - Direct Mail and Marketing Materials	PACE Marketing - Purchased Services - Advertising - Outdoor Ads	\$23,000	For Advertising Campaigns
February	Medi-Cal	ITS - Application Development - Other Operating Expenses - Capital Software Expense	ITS - Application Development - Professional Fees - Development and QA Professional Services	\$230,000	For Management Contractor for Operations
February	Medi-Cal	ITS - Infrastructure - Other Operating Expenses - Annual Volume License	ITS - Application Management - Other Operating Expenses - GASB 96 Variable Expenses	\$89,100	For Volume License Supplement
February	Medi-Cal	Facilities - Printing and Postage - General Postage for Outgoing Mail	Facilities - Other Operating Expenses - Purchases and Installation of Office Furniture	\$50,000	For Supplies and Minor Equipment
February	Medi-Cal	Executive Office - Other Operating Expenses - Travel	Executive Office - Other Operating Expenses - Training and Seminar	\$15,000	For Professional Development
February	Medi-Cal	ITS - Cyber Security - Professional Fees - AI Implementation Services for Security Controls	Accounting - Professional Fees - Accounting and Finance System Support	\$100,000	For System Support
March	Medi-Cal	Communications - Other Operating Expenses - Promotional Items	Communications - Purchased Services - Regulatory Compliance Remediation Services	\$60,000	For Document Remediation Services
March	Covered California	IS - Enterprise Data and System - Regulatory Enrollment Transactions	ITS - Application Management - Core System Configuration	\$120,000	For Facets Implementation
March	Medi-Cal	ITS - Infrastructure - Other Operating Expenses - User Licenses	ITS - Application Development - Other Operating Expenses - Office Software Suite License Costs	\$50,000	For Office Software Suite License Costs
March	Medi-Cal	ITS - Infrastructure - Other Operating Expenses - User Licenses	ITS - Application Management - Other Operating Expenses - Finance Software Maintenance	\$50,000	For Finance Software Maintenance
March	Medi-Cal	ITS - Infrastructure - Other Operating Expenses - Network Connectivity Expenses	ITS - Application Development - Other Operating Expenses - Application Software Maintenance	\$75,000	For Testing Tool
March	Medi-Cal	ITS - Infrastructure - Other Operating Expenses - Network Connectivity Expenses	ITS - Infrastructure - Other Operating Expenses - Office Software Suite License Costs	\$52,000	For Office Software Suite License Costs
March	Medi-Cal	ITS - Infrastructure - Other Operating Expenses - Network Connectivity Expenses	ITS - Application Management - User Licenses for Customer Relationship Management Software	\$52,000	For Customer Relationship Management Software
March	Medi-Cal	ITS - Infrastructure - Professional Fees - Process Enhancements	ITS - Application Development - Professional Fees - Development Enhancement	\$200,000	For Development Enhancement
March	OneCare	Customer Service - Printing and Postage - Marketing Materials	Cultural and Linguistics Services - Purchased Services - Translations and Interpreter Services	\$100,000	For Translations and Interpreter Services
March	Medi-Cal	IS - Enterprise Data and System - Other Operating Expenses - Application Software Maintenance	ITS - Infrastructure - Other Operating Expenses - User Licenses and Other Minor Computer Equipment	\$15,855	For Computer Equipment
March	Medi-Cal	IS - Enterprise Data and System - Other Operating Expenses - Application Software Maintenance	IS - Enterprise Architecture - Professional Fees - External Consultant for Core Labor Work Support	\$15,000	For External Consultant

This report summarizes budget transfers between general ledger classes that are greater than \$10,000 and less than \$250,000. This is the result of Board Resolution No. 12-0301-01 which permits the CEO to make budget allocation changes within certain parameters.

Revised Fiscal Year 2025-26 Operating Budget for All Lines of Business and Non-Operating Items

	Medi-Cal	OneCare	PACE	MSSP	Facilities	Consolidated
Member Months	10,394,204	215,313	6,612	6,696	-	10,616,129
Avg Members	866,184	17,943	551	558	-	884,677
Revenues						
Capitation revenue	\$ 4,161,142,347	\$ 467,699,407	\$ 60,154,226	\$ 2,988,648	\$ -	\$ 4,691,984,627
Total	<u>\$ 4,161,142,347</u>	<u>\$ 467,699,407</u>	<u>\$ 60,154,226</u>	<u>\$ 2,988,648</u>	<u>\$ -</u>	<u>\$ 4,691,984,627</u>
Medical Costs						
Provider Capitation	\$ 1,337,726,855	\$ 199,375,507	\$ -	\$ -	\$ -	\$ 1,537,102,362
Claims Payments	\$ 1,680,673,393	\$ 86,333,433	\$ 19,898,669	\$ -	\$ -	\$ 1,786,905,495
Managed Long-Term Services and Supports (MLTSS)	\$ 597,571,457	\$ -	\$ 527,852	\$ 395,487	\$ -	\$ 598,494,795
Prescription Drugs	\$ -	\$ 128,351,163	\$ 8,875,230	\$ -	\$ -	\$ 137,226,393
CalAIM & Other Medical	\$ 135,707,207	\$ 8,972,139	\$ 3,519,679	\$ -	\$ -	\$ 148,199,026
Medical Management	\$ 132,698,285	\$ 18,088,457	\$ 19,056,585	\$ 2,329,601	\$ -	\$ 172,172,928
Total	<u>\$ 3,884,377,197</u>	<u>\$ 441,120,700</u>	<u>\$ 51,878,014</u>	<u>\$ 2,725,088</u>	<u>\$ -</u>	<u>\$ 4,380,101,000</u>
MLR	93.35%	94.32%	86.24%	91.18%		93.4%
Gross Margin	\$ 276,765,150	\$ 26,578,707	\$ 8,276,211	\$ 263,560	\$ -	\$ 311,883,628
Administrative Expenses						
Salaries, Wages, & Employee Benefits	\$ 148,437,599	\$ 14,546,479	\$ 2,229,017	\$ 1,495,721	\$ -	\$ 166,708,816
Non-Salary Operating Expenses	\$ 85,688,630	\$ 9,427,166	\$ 1,398,017	\$ 120,250	\$ 4,004,795	\$ 100,638,858
Depreciation & Amortization	\$ 11,372,543	\$ -	\$ 19,465	\$ -	\$ 2,299,716	\$ 13,691,724
Indirect Cost Allocation, Occupancy Expense	\$ (8,896,501)	\$ 14,378,000	\$ 209,920	\$ 91,000	\$ (6,304,511)	\$ (522,092)
Total	<u>\$ 236,602,270</u>	<u>\$ 38,351,645</u>	<u>\$ 3,856,419</u>	<u>\$ 1,706,971</u>	<u>\$ -</u>	<u>\$ 280,517,306</u>
ALR	5.69%	8.20%	6.41%	57.12%		5.98%
Operating Income/(Loss) Including Provider Rate Increases	<u>\$ 40,162,879</u>	<u>\$ (11,772,938)</u>	<u>\$ 4,419,793</u>	<u>\$ (1,443,412)</u>	<u>\$ -</u>	<u>\$ 31,366,322</u>
Covered California						<u>\$ (10,764,679)</u>
Digital Transformation Strategy						<u>\$ (5,187,500)</u>
Non-Operating						
Net Investment Income						\$ 100,000,000
500 Building						\$ (1,156,469)
Street Medicine Support Center						\$ (506,847)
Total Non-Operating Income/(Loss)						<u>\$ 98,336,684</u>

Administrative Expense Summary by Category

Administrative Expense Summary by Category as of March 31, 2026

LOB	March MTD		Variance		YTD		Variance		FY 2026
	Actual	Budget	\$	%	Actual	Budget	\$	%	Budget
MC	\$ 20,286,429	\$ 21,026,845	\$ 740,416	4%	\$ 160,817,615	\$ 186,279,049	\$ 25,461,434	14%	\$ 249,338,756
OC	\$ 1,913,621	\$ 2,043,720	\$ 130,099	6%	\$ 15,590,324	\$ 18,103,939	\$ 2,513,615	14%	\$ 24,231,641
PACE	\$ 343,096	\$ 304,767	\$ (38,329)	-13%	\$ 2,551,324	\$ 2,714,140	\$ 162,816	6%	\$ 3,627,034
MSSP	\$ 120,630	\$ 136,485	\$ 15,855	12%	\$ 1,038,010	\$ 1,207,188	\$ 169,178	14%	\$ 1,615,971
CCA	\$ 354,807	\$ 886,043	\$ 531,236	60%	\$ 3,464,601	\$ 7,548,649	\$ 4,084,048	54%	\$ 10,224,873
Total	\$ 23,018,583	\$ 24,397,860	\$ 1,379,278	6%	\$ 183,461,874	\$ 215,852,965	\$ 32,391,091	15%	\$ 289,038,275

Professional Fees

LOB	March MTD		Variance		YTD		Variance		FY 2026
	Actual	Budget	\$	%	Actual	Budget	\$	%	Budget
MC	\$ 1,190,078	\$ 1,626,440	\$ 436,363	27%	\$ 9,818,908	\$ 12,813,534	\$ 2,994,626	23%	\$ 18,171,257
OC	\$ 69,972	\$ 115,466	\$ 45,494	39%	\$ 752,664	\$ 1,048,194	\$ 295,530	28%	\$ 1,394,600
PACE	\$ 14,023	\$ 13,941	\$ (82)	-1%	\$ 102,724	\$ 125,261	\$ 22,537	18%	\$ 167,092
MSSP	\$ 1,457	\$ 1,500	\$ 43	3%	\$ 13,113	\$ 13,500	\$ 387	3%	\$ 18,000
CCA	\$ 155,415	\$ 418,333	\$ 262,918	63%	\$ 2,608,828	\$ 3,764,997	\$ 1,156,169	31%	\$ 5,020,000
Total	\$ 1,430,945	\$ 2,175,680	\$ 744,735	34%	\$ 13,296,236	\$ 17,765,486	\$ 4,469,250	25%	\$ 24,770,949

Purchased Services

LOB	March MTD		Variance		YTD		Variance		FY 2026
	Actual	Budget	\$	%	Actual	Budget	\$	%	Budget
MC	\$ 2,361,730	\$ 2,170,098	\$ (191,633)	-9%	\$ 14,245,181	\$ 19,667,243	\$ 5,422,063	28%	\$ 26,043,512
OC	\$ 564,248	\$ 475,613	\$ (88,635)	-19%	\$ 3,439,960	\$ 4,054,431	\$ 614,471	15%	\$ 5,481,230
PACE	\$ 83,986	\$ 74,262	\$ (9,724)	-13%	\$ 547,750	\$ 636,158	\$ 88,408	14%	\$ 858,939
MSSP	\$ 2	\$ -	\$ (2)		\$ 35	\$ -	\$ (35)		\$ -
CCA	\$ -	\$ 52,000	\$ 52,000	100%	\$ -	\$ 468,000	\$ 468,000	100%	\$ 624,000
Total	\$ 3,009,966	\$ 2,771,973	\$ (237,993)	-9%	\$ 18,232,926	\$ 24,825,832	\$ 6,592,906	27%	\$ 33,007,681

Printing and Postage

LOB	March MTD		Variance		YTD		Variance		FY 2026
	Actual	Budget	\$	%	Actual	Budget	\$	%	Budget
MC	\$ 297,972	\$ 468,060	\$ 170,088	36%	\$ 3,048,311	\$ 4,296,540	\$ 1,248,229	29%	\$ 5,700,724
OC	\$ 97,055	\$ 106,817	\$ 9,762	9%	\$ 1,005,266	\$ 1,107,803	\$ 102,537	9%	\$ 1,428,286
PACE	\$ 40,576	\$ 17,187	\$ (23,389)	-136%	\$ 147,543	\$ 186,883	\$ 39,340	21%	\$ 238,440
MSSP	\$ -	\$ -	\$ -		\$ -	\$ -	\$ -		\$ -
CCA	\$ -	\$ 21	\$ 21	100%	\$ -	\$ 189	\$ 189	100%	\$ 250
Total	\$ 435,603	\$ 592,085	\$ 156,482	26%	\$ 4,201,120	\$ 5,591,415	\$ 1,390,295	25%	\$ 7,367,700

Other Operating Expenses

LOB	March MTD		Variance		YTD		Variance		FY 2026
	Actual	Budget	\$	%	Actual	Budget	\$	%	Budget
MC	\$ 4,736,643	\$ 4,230,287	\$ (506,356)	-12%	\$ 28,882,060	\$ 38,639,263	\$ 9,757,203	25%	\$ 50,985,661
OC	\$ 70,335	\$ 114,703	\$ 44,368	39%	\$ 1,072,181	\$ 1,036,963	\$ (35,218)	-3%	\$ 1,381,046
PACE	\$ 8,223	\$ 11,112	\$ 2,889	26%	\$ 98,706	\$ 100,216	\$ 1,510	2%	\$ 133,546
MSSP	\$ 8,760	\$ 8,520	\$ (240)	-3%	\$ 70,083	\$ 76,680	\$ 6,597	9%	\$ 102,250
CCA	\$ -	\$ 43,221	\$ 43,221	100%	\$ -	\$ 388,989	\$ 388,989	100%	\$ 518,650
Total	\$ 4,823,961	\$ 4,407,843	\$ (416,118)	-9%	\$ 30,123,031	\$ 40,242,111	\$ 10,119,081	25%	\$ 53,121,153

Salaries, Wages & Benefits

LOB	March MTD		Variance		YTD		Variance		FY 2026
	Actual	Budget	\$	%	Actual	Budget	\$	%	Budget
MC	\$ 11,700,006	\$ 12,531,960	\$ 831,954	7%	\$ 104,823,155	\$ 110,862,468	\$ 6,039,313	5%	\$ 148,437,602
OC	\$ 1,112,011	\$ 1,231,121	\$ 119,110	10%	\$ 9,320,253	\$ 10,856,548	\$ 1,536,295	14%	\$ 14,546,479
PACE	\$ 196,288	\$ 188,265	\$ (8,023)	-4%	\$ 1,654,601	\$ 1,665,622	\$ 11,021	1%	\$ 2,229,017
MSSP	\$ 110,411	\$ 126,465	\$ 16,054	13%	\$ 954,779	\$ 1,117,008	\$ 162,229	15%	\$ 1,495,721
CCA	\$ 199,392	\$ 372,468	\$ 173,076	46%	\$ 855,773	\$ 2,926,474	\$ 2,070,701	71%	\$ 4,061,973
Total	\$ 13,318,107	\$ 14,450,279	\$ 1,132,172	8%	\$ 117,608,561	\$ 127,428,120	\$ 9,819,559	8%	\$ 170,770,792

Note: This report includes expenses related to Board-approved initiatives and Digital Transformation Strategy (DTS). Please note that the Administrative Expense Summary by Category does not include expenditures and budget for Facilities.

Personnel Budget Update

Personnel Budget Summary12

- * *The report is prepared by the Budget Department and shows total full-time equivalent counts by line of business and open/filled status.*

Salary Adjustments.....13

- * *The report is prepared by the Human Resources Department and includes Job Re-evaluations, Market Adjustments and Changes to Executive Compensation.*

Personnel Budget Summary

FY 2025-26 Personnel Summary

FY 2025-26 Personnel (FTEs) - March 31, 2026				
Line of Business	Filled	Open	Total	Vacancy %
Medi-Cal	1,329.5	80.8	1,410.3	5.7%
OC	173.8	9.5	183.3	5.2%
PACE	115.0	5.0	120.0	4.2%
MSSP	23.8		23.8	0.0%
CCA	12.0	12.0	24.0	50.0%
Total	1,654.0	107.3	1,761.3	6.1%

Notes:

FTE count is based on position control reconciliation.

FTE count includes both medical and administrative positions.

Salary Adjustments

Report Description	FY 2025-26 Quarter	Financial Impact	Complies with Compensation Guideline	Funded within Operating Budget
Job Re-Evaluation	Q1	\$ 366,546.76	Yes	Yes
Off-Cycle Job Re-Evaluation	Q1	\$ -		
Market Adjustment	Q1	\$ -		
Change to Executive Compensation	Q1	\$ -		
Job Re-Evaluation	Q2	\$ 4,359.55	Yes	Yes
Off-Cycle Job Re-Evaluation	Q2	\$ -		
Market Adjustment	Q2	\$ -		
Change to Executive Compensation	Q2	\$ -		
Job Re-Evaluation	Q3	\$ 44,394.51	Yes	Yes
Off-Cycle Job Re-Evaluation	Q3	\$ -		
Market Adjustment	Q3	\$ 39,253.09	Yes	Yes
Change to Executive Compensation	Q3	\$ -		

Source: Reclassification/Re-Evaluation provided by the Human Resources Department.

Quarterly Capital Budget Update

Quarterly Capital Budget Update

The reports are prepared by the Budget Department

Fiscal Year 2025-26 Routine Capital Budget by Project	16-17
<i>* The report is the original Capital Budget that was approved by the Board of Directors in June annually. The budget provides information by Capital Budget Areas.</i>	
Board Action and CEO Approval Details for Routine Capital Project.....	18
<i>* The report lists separate Board actions that resulted in budget adjustments (e.g., budget reallocations, Board-approved reserve funded projects) or budget adjustments that are beyond the CEO's approval authority of \$250,000 and budget allocation changes approved by the CEO that are up to \$250,000 (as defined in CalOptima Health Policy GA.5003: Budget Approval and Budget Reallocation).</i>	
Revised Fiscal Year 2025-26 Routine Capital Budget by Project	19-20
<i>* The report provides a revised version of Fiscal Year 2025-26 Routine Capital Budget by Project after the budget adjustments detailed in Board Action and CEO Approval Details for Routine Capital Project are made.</i>	
Fiscal Year 2025-26 Routine Capital Expenditure Summary	21-22
<i>* The report provides the budget and expenditure information for each routine capital project.</i>	
Fiscal Year 2025-26 Covered California Capital Budget by Project	23
<i>* The report is the original Covered California Budget that was approved by the Board of Directors in June annually. The budget provides information about Covered California capital budget by project.</i>	
Board Action and CEO Approval Details for Covered California Capital Project.....	24
<i>* The report lists separate Board actions that resulted in budget adjustments (e.g., budget reallocations, Board-approved reserve funded projects) or budget adjustments that are beyond the CEO's approval authority of \$250,000 and budget allocation changes approved by the CEO that are up to \$250,000 (as defined in CalOptima Health Policy GA.5003: Budget Approval and Budget Reallocation).</i>	
Revised Fiscal Year 2025-26 Covered California Capital Budget by Project	25
<i>* The report provides a revised version of Fiscal Year 2025-26 Covered California Capital Budget by Project after the budget adjustments detailed in Board Action and CEO Approval Details for Covered California Capital Project are made.</i>	
Fiscal Year 2025-26 Covered California Capital Expenditure Summary	26
<i>* The report provides the budget and expenditure information for each Covered California capital project.</i>	

Fiscal Year 2025-26 Routine Capital Budget by Project

INFRASTRUCTURE	TOTAL CAPITAL
Hardware and Software Network Firewall Upgrades	1,905,000
Disaster Recovery System Upgrades and Protection Points	1,765,000
Employee Computer and Server Operating System Upgrades	1,644,500
Enterprise Data Masking to Protect Health Information	1,255,000
Cyber Security and Vulnerability System Remediation	1,195,000
Service Desk and Workforce Workflow Enhancements	733,000
On-Premise to Cloud Infrastructure Migrations	300,000
Member Contract Outbound Caller Identification	150,000
Physical and Electronic Security Controls Upgrade at the Orange County CalOptima Health Data Center	100,000
TOTAL INFRASTRUCTURE	\$ 9,047,500

APPLICATIONS MANAGEMENT	TOTAL CAPITAL
Automation of Member and Provider Letter Print and Fulfillment	1,750,000
Enterprise Claims and Encounters Data Management Solution	900,000
Core Operational Application Software Upgrades	703,000
Clinical Operational Application Software Upgrades	628,000
TOTAL APPLICATIONS MANAGEMENT	\$ 3,981,000

ENTERPRISE DATA AND SYSTEMS INTEGRATION	TOTAL CAPITAL
Regulatory Reporting and Compliance Enhancements	500,000
Data Integration Upgrades for Quality Stars and HEDIS Measurements	450,000
TOTAL ENTERPRISE DATA AND SYSTEMS INTEGRATION	\$ 950,000

APPLICATIONS DEVELOPMENT	TOTAL CAPITAL
CalOptima Health Public Website Enhancements (Phase II)	1,125,000
Member and Provider Portal Workflow and Privacy Enhancements	1,030,000
Automation Application for the Board and Committee Material Preparation	625,000
Replace Corporate Legacy Workflow Applications Replacement for Enterprise Workflow Product	375,000
Portal Online User Identity Management Upgrade	200,000
TOTAL APPLICATIONS DEVELOPMENT	\$ 3,355,000

Fiscal Year 2025-26 Routine Capital Budget by Project (Cont'd)

505 BUILDING IMPROVEMENTS	TOTAL CAPITAL
Lighting Retrofit	1,200,000
Tenant Improvements	950,000
Building Window Film	900,000
Carpet Replacement	675,000
Office Furniture	450,000
Fire Panel Upgrade	150,000
Security Camera Upgrades	100,000
Rooftop Signage Structural Upgrade	100,000
1st Floor Elevator Fire Curtains	80,000
Air Conditioning System for Computer Room	70,000
Chiller Equipment Refurbishment	70,000
Cooling Tower Refurbishment	35,000
TOTAL 505 BUILDING IMPROVEMENTS	\$ 4,780,000

500 BUILDING IMPROVEMENTS	TOTAL CAPITAL
Tenant Improvements Suites 100, 110, 120	3,595,000
Lighting Retrofit	250,000
Accessibility Code Upgrades for Path of Travel	200,000
Security Desk and Camera System Upgrades	200,000
Parking Lot Restripe	175,000
Fire Alarm System Upgrades	165,000
Rooftop Signage Structural Upgrade	100,000
Tenant Improvements Suite 250	75,000
Air Conditioning System for Computer Room	70,000
TOTAL 500 BUILDING IMPROVEMENTS	\$ 4,830,000

PACE CENTER	TOTAL CAPITAL
Electronic Health Record (EHR) System	872,500
Lighting Retrofit	150,000
Exterior Building Signage Update	125,000
Rooftop Air Conditioning Unit Replacement	60,000
Equipment Upgrades and Replacement	50,000
Exterior Landscape Upgrade	30,000
Wander Guard System	30,000
Security Camera Upgrades	25,000
TOTAL PACE CENTER	\$ 1,342,500

STREET MEDICINE SUPPORT CENTER	TOTAL CAPITAL
Street Medicine Support Center Redevelopment	250,000
TOTAL STREET MEDICINE SUPPORT CENTER	\$ 250,000

TOTAL FY 2025-26 ROUTINE CAPITAL BUDGET	\$ 28,536,000
--	----------------------

Board Action and CEO Approval Details for Routine Capital Project

CEO Approved Action Details			TOTAL CAPITAL
1	CEO Date 08/22/2025		
	From: Applications Development	Automation Application for the Board and Committee Material Preparation	(65,000)
	To: Applications Development	Policies and Regulation Compliance Identification - Readily Compliance Project	65,000
2	CEO Date 02/17/2026		
	From: PACE Center	Exterior Landscape Upgrade	(400)
	To: PACE Center	Wander Guard System	400
TOTAL CEO Approved Actions			\$ -

Board Approved Action Details	TOTAL CAPITAL
-------------------------------	---------------

There were no FY 2025-26 Board approved actions on capital projects to report in the third quarter.

TOTAL Board Approved Actions	\$ -
-------------------------------------	-------------

Revised Fiscal Year 2025-26 Routine Capital Budget by Project

INFRASTRUCTURE	TOTAL CAPITAL
Hardware and Software Network Firewall Upgrades	1,905,000
Disaster Recovery System Upgrades and Protection Points	1,765,000
Employee Computer and Server Operating System Upgrades	1,644,500
Enterprise Data Masking to Protect Health Information	1,255,000
Cyber Security and Vulnerability System Remediation	1,195,000
Service Desk and Workforce Workflow Enhancements	733,000
On-Premise to Cloud Infrastructure Migrations	300,000
Member Contract Outbound Caller Identification	150,000
Physical and Electronic Security Controls Upgrade at the Orange County CalOptima Health Data Center	100,000
TOTAL INFRASTRUCTURE	\$ 9,047,500

APPLICATIONS MANAGEMENT	TOTAL CAPITAL
Automation of Member and Provider Letter Print and Fulfillment	1,750,000
Enterprise Claims and Encounters Data Management Solution	900,000
Core Operational Application Software Upgrades	703,000
Clinical Operational Application Software Upgrades	628,000
TOTAL APPLICATIONS MANAGEMENT	\$ 3,981,000

ENTERPRISE DATA AND SYSTEMS INTEGRATION	TOTAL CAPITAL
Regulatory Reporting and Compliance Enhancements	500,000
Data Integration Upgrades for Quality Stars and HEDIS Measurements	450,000
TOTAL ENTERPRISE DATA AND SYSTEMS INTEGRATION	\$ 950,000

APPLICATIONS DEVELOPMENT	TOTAL CAPITAL
CalOptima Health Public Website Enhancements (Phase II)	1,125,000
Member and Provider Portal Workflow and Privacy Enhancements	1,030,000
Automation Application for the Board and Committee Material Preparation	560,000
Replace Corporate Legacy Workflow Applications Replacement for Enterprise Workflow Product	375,000
Portal Online User Identity Management Upgrade	200,000
Policies and Regulation Compliance Identification - Readily Compliance Project	65,000
TOTAL APPLICATIONS DEVELOPMENT	\$ 3,355,000

Revised Fiscal Year 2025-26 Routine Capital Budget by Project (Cont'd)

505 BUILDING IMPROVEMENTS	TOTAL CAPITAL
Lighting Retrofit	1,200,000
Tenant Improvements	950,000
Building Window Film	900,000
Carpet Replacement	675,000
Office Furniture	450,000
Fire Panel Upgrade	150,000
Security Camera Upgrades	100,000
Rooftop Signage Structural Upgrade	100,000
1st Floor Elevator Fire Curtains	80,000
Air Conditioning System for Computer Room	70,000
Chiller Equipment Refurbishment	70,000
Cooling Tower Refurbishment	35,000
TOTAL 505 BUILDING IMPROVEMENTS	\$ 4,780,000

500 BUILDING IMPROVEMENTS	TOTAL CAPITAL
Tenant Improvements Suites 100, 110, 120	3,595,000
Lighting Retrofit	250,000
Accessibility Code Upgrades for Path of Travel	200,000
Security Desk and Camera System Upgrades	200,000
Parking Lot Restripe	175,000
Fire Alarm System Upgrades	165,000
Rooftop Signage Structural Upgrade	100,000
Tenant Improvements Suite 250	75,000
Air Conditioning System for Computer Room	70,000
TOTAL 500 BUILDING IMPROVEMENTS	\$ 4,830,000

PACE CENTER	TOTAL CAPITAL
Electronic Health Record (EHR) System	872,500
Lighting Retrofit	150,000
Exterior Building Signage Update	125,000
Rooftop Air Conditioning Unit Replacement	60,000
Equipment Upgrades and Replacement	50,000
Wander Guard System	30,400
Exterior Landscape Upgrade	29,600
Security Camera Upgrades	25,000
TOTAL PACE CENTER	\$ 1,342,500

STREET MEDICINE SUPPORT CENTER	TOTAL CAPITAL
Street Medicine Support Center Redevelopment	250,000
TOTAL STREET MEDICINE SUPPORT CENTER	\$ 250,000

TOTAL FY 2025-26 ROUTINE CAPITAL BUDGET	\$ 28,536,000
--	----------------------

Fiscal Year 2025-26 Routine Capital Expenditure Summary

Expenditures Summary through March 31, 2026

INFRASTRUCTURE	TOTAL CAPITAL	EXPENSE	REMAINING
Disaster Recovery System Upgrades and Protection Points	1,765,000	-	1,765,000
Hardware and Software Network Firewall Upgrades	1,905,000	289,177	1,615,823
Employee Computer and Server Operating System Upgrades	1,644,500	189,738	1,454,762
Cyber Security and Vulnerability System Remediation	1,195,000	-	1,195,000
Enterprise Data Masking to Protect Health Information	1,255,000	197,000	1,058,000
Service Desk and Workforce Workflow Enhancements	733,000	-	733,000
On-Premise to Cloud Infrastructure Migrations	300,000	-	300,000
Member Contract Outbound Caller Identification	150,000	-	150,000
Physical and Electronic Security Controls Upgrade at the Orange County CalOptima Health Data	100,000	3,992	96,008
TOTAL INFRASTRUCTURE	\$ 9,047,500	\$ 679,906	\$ 8,367,594

APPLICATIONS MANAGEMENT	TOTAL CAPITAL	EXPENSE	REMAINING
Automation of Member and Provider Letter Print and Fulfillment	1,750,000	-	1,750,000
Enterprise Claims and Encounters Data Management Solution	900,000	150,156	749,844
Core Operational Application Software Upgrades	703,000	-	703,000
Clinical Operatinal Application Software Upgrades	628,000	-	628,000
TOTAL APPLICATIONS MANAGEMENT	\$ 3,981,000	\$ 150,156	\$ 3,830,844

ENTERPRISE DATA AND SYSTEMS INTEGRATION	TOTAL CAPITAL	EXPENSE	REMAINING
Regulatory Reporting and Compliance Enhancements	500,000	-	500,000
Data Integration Updgrades for Quality Stars and HEDIS Measurements	450,000	-	450,000
TOTAL ENTERPRISE DATA AND SYSTEMS INTEGRATION	\$ 950,000	\$ -	\$ 950,000

APPLICATIONS DEVELOPMENT	TOTAL CAPITAL	EXPENSE	REMAINING
CalOptima Health Public Website Enhancements (Phase II)	1,125,000	26,100	1,098,900
Member and Provider Portal Workflow and Privacy Enhancements	1,030,000	-	1,030,000
Automated Application for the Board and Committe Material Preperation	560,000	-	560,000
Replace Corperate Legacy Workflow Applications Replacement for Enterprise Workflow Product	375,000	-	375,000
Portal Online User Identity Management Upgrade	200,000	-	200,000
Policies and Regulation Compliance Identification - Readily Compliance Project	65,000	-	65,000
TOTAL APPLICATIONS DEVELOPMENT	\$ 3,355,000	\$ 26,100	\$ 3,328,900

Fiscal Year 2025-26 Routine Capital Expenditure Summary (Cont'd)

505 BUILDING IMPROVEMENTS	TOTAL CAPITAL	EXPENSE	REMAINING
Lighting Retrofit	1,200,000.00	41,068	1,158,933
Building Window Film	900,000.00	1,500	898,500
Tenant Improvements	950,000.00	105,549	844,451
Carpet Replacement	675,000.00	-	675,000
Office Furniture	450,000.00	57,850	392,150
Fire Panel Upgrade	150,000.00	23,974	126,026
Security Camera Upgrades	100,000.00	-	100,000
1st Floor Elevator Fire Curtains	80,000.00	-	80,000
Air Conditioning System for Computer Room	70,000.00	-	70,000
Chiller Equipment Refurbishment	70,000.00	-	70,000
Rooftop Signage Structural Upgrade	100,000.00	41,338	58,662
Cooling Tower Refurbishment	35,000.00	-	35,000
TOTAL 505 BUILDING IMPROVEMENTS	\$ 4,780,000	\$ 271,278	\$ 4,508,722

500 BUILDING IMPROVEMENTS	TOTAL CAPITAL	EXPENSE	REMAINING
Tenant Improvements Suites 100, 110, 120	3,595,000	21,497	3,573,503
Lighting Retrofit	250,000	27,044	222,956
Accessibility Code Upgrades for Path of Travel	200,000	-	200,000
Security Desk and Camera System Upgrades	200,000	3,300	196,700
Parking Lot Restripe	175,000	-	175,000
Fire Alarm System Upgrades	165,000	23,554	141,446
Rooftop Signage Structural Upgrade	100,000	-	100,000
Tenant Improvements Suite 250	75,000	-	75,000
Air Conditioning System for Computer Room	70,000	-	70,000
TOTAL 500 BUILDING IMPROVEMENTS	\$ 4,830,000	\$ 75,396	\$ 4,754,604

PACE CENTER	TOTAL CAPITAL	EXPENSE	REMAINING
Electronic Health Record (EHR) System	872,500	66,252	806,248
Lighting Retrofit	150,000	14,360	135,640
Exterior Building Signage Update	125,000	36,025	88,975
Rooftop Air Conditioning Unit Replacement	60,000	-	60,000
Equipment Upgrades and Replacement	50,000	12,500	37,500
Exterior Landscape Upgrade	29,600	-	29,600
Security Camera Upgrades	25,000	-	25,000
Wander Guard System	30,400	28,791	1,609
TOTAL PACE CENTER	\$ 1,342,500	\$ 157,928	\$ 1,184,572

STREET MEDICINE SUPPORT CENTER	TOTAL CAPITAL	EXPENSE	REMAINING
Street Medicine Support Center Redevelopment	250,000	-	250,000
TOTAL STREET MEDICINE SUPPORT CENTER	\$ 250,000	\$ -	\$ 250,000

TOTAL FY 2025-26 ROUTINE CAPITAL BUDGET	\$ 28,536,000	\$ 1,360,764	\$ 27,175,236
--	----------------------	---------------------	----------------------

Fiscal Year 2025-26 Covered California Capital Budget by Project

APPLICATIONS MANAGEMENT	TOTAL CAPITAL
Core System Configuration	885,000
TOTAL FY 2025-26 COVERED CALIFORNIA CAPITAL BUDGET	\$ 885,000

ENTERPRISE DATA AND SYSTEMS INTEGRATION	TOTAL CAPITAL
Regulatory Enrollment Transactions and Reporting	825,000
Regulatory Operational Reconciliation Reporting	525,000
TOTAL FY 2025-26 COVERED CALIFORNIA CAPITAL BUDGET	\$ 1,350,000

APPLICATIONS DEVELOPMENT	TOTAL CAPITAL
Online Billing and Collection Platform for Member Premiums	755,520
Online Broker Sales Platform and Website Enhancements	725,000
TOTAL FY 2025-26 COVERED CALIFORNIA CAPITAL BUDGET	\$ 1,480,520

TOTAL FY 2025-26 COVERED CALIFORNIA CAPITAL BUDGET	\$ 3,715,520
---	---------------------

Board Action and CEO Approval Details for Covered California Capital Project

CEO Approved Action Details			TOTAL CAPITAL
1 CEO Date 03/03/2026			
From:	Enterprise Data and Systems Integrations	Regulatory Enrollment Transactions and Reporting	(120,000)
To:	Applications Management	Core System Configuration	120,000
TOTAL CEO Approved Actions			\$ -

Board Approved Action Details	TOTAL CAPITAL
-------------------------------	---------------

There were no FY 2025-26 Board approved actions on capital projects to report in the third quarter.

TOTAL Board Approved Actions	\$ -
-------------------------------------	-------------

Revised Fiscal Year 2025-26 Covered California Capital Budget by Project

APPLICATIONS MANAGEMENT	TOTAL CAPITAL
Core System Configuration	1,005,000
TOTAL FY 2025-26 COVERED CALIFORNIA CAPITAL BUDGET	\$ 1,005,000

ENTERPRISE DATA AND SYSTEMS INTEGRATION	TOTAL CAPITAL
Regulatory Enrollment Transactions and Reporting	705,000
Regulatory Operational Reconciliation Reporting	525,000
TOTAL FY 2025-26 COVERED CALIFORNIA CAPITAL BUDGET	\$ 1,230,000

APPLICATIONS DEVELOPMENT	TOTAL CAPITAL
Online Billing and Collection Platform for Member Premiums	755,520
Online Broker Sales Platform and Website Enhancements	725,000
TOTAL FY 2025-26 COVERED CALIFORNIA CAPITAL BUDGET	\$ 1,480,520

TOTAL FY 2025-26 COVERED CALIFORNIA CAPITAL BUDGET	\$ 3,715,520
---	---------------------

Fiscal Year 2025-26 Covered California Capital Expenditure Summary

Expenditures Summary through March 31, 2026

APPLICATIONS MANAGEMENT	TOTAL CAPITAL	EXPENSE	REMAINING
Core System Configuration	1,005,000	-	1,005,000
TOTAL APPLICATIONS MANAGEMENT	\$ 1,005,000	\$ -	\$ 1,005,000
ENTERPRISE DATA AND SYSTEMS INTEGRATION	TOTAL CAPITAL	EXPENSE	REMAINING
Regulatory Enrollment Transactions and Reporting	705,000	-	705,000
Regulatory Operational Reconciliation Reporting	525,000	-	525,000
TOTAL ENTERPRISE DATA AND SYSTEMS INTEGRATION	\$ 1,230,000	\$ -	\$ 1,230,000
APPLICATIONS DEVELOPMENT	TOTAL CAPITAL	EXPENSE	REMAINING
Online Billing and Collection Platform for Member Premiums	755,520	-	755,520
Online Broker Sales Platform and Website Enhancements	725,000	2,393	722,608
TOTAL APPLICATIONS DEVELOPMENT	\$ 1,480,520	\$ 2,393	\$ 1,478,128
TOTAL FY 2025-26 COVERED CALIFORNIA CAPITAL BUDGET	\$ 3,715,520	\$ 2,393	\$ 3,713,128

Quarterly Purchasing Report Update

Quarterly Purchasing Report Update

Fiscal Year 2025-26 Third Quarter Purchasing Report.....29-32

- * *The report is prepared by the Budget and Procurement & Vendor Management Departments. It provides a list of major commitments over \$100,000 and open bids that are in process and anticipated to exceed \$100,000.*

Fiscal Year 2025-26 Third Quarter Purchasing Report

Quarterly Purchase Report
January 1, 2026 through March 31, 2026
Completed Major Commitments over \$100,000

<i>Nature of Services</i>	<i>Purchase or Contract Highlights</i>	<i>Bidding Outcome</i>	<i>Previous</i>	<i>Contract Amount</i>	<i>Spent Year 2026</i>	<i>Remaining Amount on Contract</i>
Design, Labor, & Materials for IT Network Infrastructure	Ies Commercial, INC	Sole Acceptable Source	N/A	\$ 104,608	\$ 16,142	\$ 88,466
CS Overflow / After-Hour Call Center Support Services	Harte-Hanks Response Management/Austin, INC.	RFP 26-011	Carenet (Infomedia Group)	\$ 109,000	\$ -	\$ 109,000
Synthesia SW License	Saitech LNC	Informal Quote	N/A	\$ 115,970	\$ -	\$ 115,970
Covered California HC Evidence Initiative, HEI Data Mapping and Extract Development	Arete, LLC	RFP 26-016	N/A	\$ 125,000	\$ -	\$ 125,000
MC Newsletter Printing	Advantage Mailing LLC	Incumbent via Previous RFP	N/A	\$ 130,849	\$ 129,837	\$ 1,012
Carasoft Tenant to Tenant Migration	Carasoft Technology Corp	Piggyback Contract	N/A	\$ 133,035	\$ -	\$ 133,035
SpecBuilder & Xengine SW	Edifecs INC	BOD Action	Themselves	\$ 136,113	\$ -	\$ 136,113
Readily AI SW	Pandanai, INC.	Piggyback Contract	N/A	\$ 144,000	\$ -	\$ 144,000
Medical Record Copy Services	J & H Copy Services INC	Incumbent via Previous RFP	Themselves	\$ 144,478	\$ -	\$ 144,478
Symantec, Oracle Renewal	Aurora	RFQ 26-040	N/A	\$ 151,955	\$ -	\$ 151,955
Medical Record Chart Reviews	Advanced Medical Review	Contracting Dept. Contract	N/A	\$ 155,000	\$ 37,201	\$ 117,799
Street Medicine Care Traffic Control	Syngen, INC.	Incumbent via Previous RFP	N/A	\$ 161,799	\$ -	\$ 161,799
Data Masking Services	Axis Technology LLC	BOD Action	N/A	\$ 200,000	\$ 80,000	\$ 120,000
Environment and Release Management Services	Accenture LLP	RFP 26-016	N/A	\$ 225,600	\$ -	\$ 225,600
Covered California Workstream Testing Services	Arete, LLC	RFP 26-016	N/A	\$ 262,000	\$ -	\$ 262,000
GG Motel Demolition and Abatement Services	Precision Works, INC.	IFB 26-033	N/A	\$ 270,000	\$ -	\$ 270,000
2027 OC Bid Submission	Milliman USA	N/A	Themselves	\$ 306,125	\$ -	\$ 306,125
Provider Point Software	LexisNexis Risk Solutions FI INC.	BOD Action	Themselves	\$ 321,254	\$ 295,670	\$ 25,584

Source: Quarterly Purchasing Report provided by the Procurement and Vendor Management Department.

Fiscal Year 2025-26 Third Quarter Purchasing Report (Cont'd)

<i>Nature of Services</i>	<i>Purchase or Contract Highlights</i>	<i>Bidding Outcome</i>	<i>Previous</i>	<i>Contract Amount</i>	<i>Spent Year 2026</i>	<i>Remaining Amount on Contract</i>
OC HC Workforce Collaborative	Orange County Department Of Education	RFP 25-057	N/A	\$ 330,000	\$ -	\$ 330,000
CCA Operational Readiness Services	Deloitte Consulting LLP	Incumbent via Previous RFP	N/A	\$ 371,523	\$ 241,106	\$ 130,417
Strategic UM Clinical Reporting Services	Infinite MS INC	RFP 26-016	N/A	\$ 375,000	\$ -	\$ 375,000
Web Content Management	Svanaco, INC.	Incumbent via Previous RFP	N/A	\$ 564,750	\$ 2,393	\$ 562,358
Sitecore DXP SW and Services	Sitecore USA INC	Incumbent via Previous RFP	N/A	\$ 659,513	\$ 659,513	\$ -
Platform Support Services (CTI, Salesforce CRM and MuleSoft)	Accenture LLP	RFP 26-016	N/A	\$ 730,000	\$ -	\$ 730,000
Market Strategy Consulting Services	Health Management Associates INC	BOD Action	N/A	\$ 750,000	\$ -	\$ 750,000
CRM Implementation	Accenture LLP	Incumbent via Previous RFP	N/A	\$ 961,000	\$ 775,000	\$ 186,000
Interoperability Services	Edifecs INC	Incumbent via Previous RFP	N/A	\$ 1,061,778	\$ -	\$ 1,061,778
Monthly Azure Cloud Usage Fees	Dell Marketing LP	Incumbent via Previous RFP	N/A	\$ 1,132,772	\$ -	\$ 1,132,772
Monthly Azure Cloud Usage Fees	Dell Marketing LP	Incumbent via Previous RFP	N/A	\$ 1,475,655	\$ 1,475,655	\$ -
CRM Implementation	Accenture LLP	Incumbent via Previous RFP	N/A	\$ 1,495,000	\$ 1,460,000	\$ 35,000
Claims Editing Software and Services	Cotiviti INC	Incumbent via Previous RFP	N/A	\$ 3,300,000	\$ -	\$ 3,300,000

Source: Quarterly Purchasing Report provided by the Procurement and Vendor Management Department.

Fiscal Year 2025-26 Third Quarter Purchasing Report (Cont'd)

<i>Nature of Services</i>	<i>Procurement Status</i>
New For Q3-FY26	
<u>Tenant Improvement for 505 Building - Main Lobby Refresh</u> IFB 26-022	IFB Issued 1/26/2026 3 Bids Received Staff Negotiating Contract
<u>Internal Audit Services</u> RFP 26-025	RFP Issued 1/12/2026 5 Proposals Received Staff Negotiating Contract
<u>505 Building - 10th Floor Studio Upgrades</u> IFB 26-026	IFB Issued 1/26/2026 3 Bids Received Staff Negotiating Contract
<u>OneCare Supplemental Benefit: Fitness</u> RFP 26-029	RFP Issued 1/15/2026 2 Proposals Received Staff Reviewing Proposals
<u>PACE Lighting Retrofit</u> IFB 26-031	IFB Issued 3/17/2026 Staff Waiting for Bids to be Submitted
<u>Health Network Medical Loss Ratio (MLR) Review Services</u> RFP 26-036	RFP Issued 2/26/2026 2 Proposals Received Staff Reviewing Proposals
<u>SecureAuth Renewal</u> RFQ 26-039	RFQ Issued 2/23/2026 4 Bids Received RFP Closed - PO Executed
<u>Symantec Cloud/DLP/Oracle</u> 26-040	RFQ Issued 2/23/2026 3 Bids Received RFP Closed - PO Executed
Ongoing from Previous Quarters	
<u>Claims Editing Software</u> RFP 26-015	RFP Issued 12/4/2025 Staff Waiting for Proposal Submissions
<u>Pharmacy Benefit Consulting</u> Informal RFP 26-019	RFP Issued 10/30/2025 1 Proposal Received Staff Reviewing Proposal
<u>Member Communication Engagement Platform (Texting)</u> RFP 26-020	RFP Issued 10/31/2025 11 Proposals Received Staff Reviewing Proposals
<u>Fire Panel Replacement - 505 Building</u> IFB 26-021	IFB Issued 11/19/2025 2 Bids Received Staff Negotiating Contract
<u>Federal Advocacy Services</u> RFP 26-030	RFP Issued 12/19/2025 Staff Waiting for Proposal Submissions
<u>Garden Grove Motel Demolition and Abatement Services</u> IFB 26-033	IFB Released 12/26/2025 Staff Waiting for Bid Submissions

Source: Quarterly Purchasing Report provided by the Procurement and Vendor Management Department.

Fiscal Year 2025-26 Third Quarter Purchasing Report (Cont'd)

<i>Nature of Services</i>	<i>Procurement Status</i>
<u>CalOptima OC Health Workforce Development Collaborative Project</u> RFP 25-057	RFP Issued 7/23/2025 3 Proposals Received RFP Closed - Contract Executed
<u>Claims Payment & Communication Services</u> RFP 26-002	RFP Issued 8/13/2025 7 Proposals Received Staff Negotiating Contracts
<u>Provider Incentive Platform</u> RFP 26-006	RFP Issued 8/20/2025 3 Proposals Received RFP Closed - Contract Executed
<u>CAHPS Predictive Analytics Software</u> RFP 26-009	RFP Issued 9/19/2025 10 Proposals Received Staff Negotiating Contract
<u>Human Capital Management (Payroll/HR)</u> IFB 26-010	RFP Issued 8/20/2025 6 Proposals Received RFP Closed - Contract Executed
<u>Overflow and After-Hours Customer Service Call Center Support and Member Engagement Strategies</u> RFP 26-011	RFP Issued 9/22/2025 11 Proposals Received Staff Negotiating Contract
<u>Claims Editing Software</u> RFP 26-015	RFP Issued 12/4/2025 12 Proposals Received Staff Reviewing Proposals
<u>IT Consulting Services</u> RFP 26-016	RFP Issued 9/25/2025 29 Proposals Received RFP Closed - 5 Contracts Executed
<u>Pharmacy Benefit Consulting Informal</u> RFP 26-019	RFP Issued 10/30/2025 1 Proposal Received RFP Closed - Contract Executed
<u>Member Communication Engagement Platform (Texting)</u> RFP 26-020	RFP Issued 10/31/2025 11 Proposals Received RFP Cancelled and Will Be Re-Issued
<u>Fire Panel Replacement - 505 Building</u> IFB 26-021	IFB Issued 11/19/2025 2 Bids Received IFB Closed - Contract Executed
<u>Federal Advocacy Services</u> RFP 26-030	RFP Issued 12/19/2025 5 Proposals Received RFP Closed - Contract Executed
<u>Garden Grove Motel Demolition and Abatement Services</u> IFB 26-033	IFB Released 12/26/2025 9 Bids Received IFB Closed - Contract Executed

IGT Project Report

IGT Project Report

IGT Project Update as of March 31, 202635-42

* *The report is prepared by the Accounting Department and provides a list of Intergovernmental Transfer (IGT) funded projects and expenditures for IGTs 1 through 10.*

IGT Project Update as of March 31, 2026

#	IGT Projects	IGT	First Payment Dispersed Date	COBAR Project End Date	Budget	Spend	% Spent	Balance	Grant Disbursement Date
IGT 1 (Funds Received: September 2012)									
1	Case Management System (Altruista)	1	04/07/2014	12/31/2016	\$ 2,095,380	\$ 2,095,380	100%	\$ -	Non-Grant Project
2	Telemedicine [Funds Reallocated]	1	04/07/2014	12/01/2016	\$ 30,810	\$ 30,810	100%	\$ -	Non-Grant Project
3	Strategies to Reduce Readmission	1	12/28/2014	12/31/2016	\$ 611,421	\$ 611,421	100%	\$ -	Non-Grant Project
4	OneCare PCCs	1	04/16/2014	06/30/2017	\$ 3,850,000	\$ 3,850,000	100%	\$ -	Non-Grant Project
5	OneCare Connect PCCs	1	08/18/2015	06/30/2017	\$ 3,550,000	\$ 3,550,000	100%	\$ -	Non-Grant Project
6	Case Management Consulting	1	10/01/2014	12/31/2017	\$ 866,415	\$ 866,415	100%	\$ -	Non-Grant Project
7	Depression Screenings	1	02/28/2018	Reallocated per 12/01/2016 COBAR	\$ 455,000	\$ 455,000	100%	\$ -	Non-Grant Project
8	Shape Your Life Program	1	04/28/2017	Reallocated per 6/5/25 COBAR	\$ 499,980	\$ 499,980	100%	\$ -	Non-Grant Project
SUBTOTAL¹					\$ 11,959,006	\$ 11,959,006	100%	\$ -	
IGT 2 (Funds Received: June 2013)									
1	FQHC Support Phase 1 (to support FQHC attainment)	2	07/06/2015	08/01/2017	\$ 200,000	\$ 200,000	100%	\$ -	First: 07/2015; Last: 08/2016
2	FQHC Support Phase 2 (to support FQHC readiness analysis)	2	07/06/2015	12/31/2016	\$ 202,091	\$ 202,091	100%	\$ -	First: 10/2015; Last: 11/2016

* Be Well OC Regional Wellness Hub and Homekey Program have pending utilization information against advanced payment of services.

¹ Rounded to the nearest percentage; remaining funds will be reallocated as appropriate.

IGT Project Update as of March 31, 2026 (Cont'd)

#	IGT Projects	IGT	First Payment Dispersed Date	COBAR Project End Date	Budget	Spend	% Spent	Balance	Grant Disbursement Date
3	FQHC Support Phase 3 (behavioral/dental expansion)	2	07/06/2015	06/30/2017	\$ 875,000	\$ 875,000	100%	\$ -	First: 03/2016; Last: 05/2017
4	Children's Dental Services	2	07/02/2015	07/01/2017	\$ 400,000	\$ 400,000	100%	\$ -	First: 06/2015; Last: 08/2016
5	Children's Vision Services	2	09/08/2015	08/01/2017	\$ 500,000	\$ 500,000	100%	\$ -	First: 09/2015; Last: 08/2016
6	Security Audit Remediation	2	06/28/2014	07/01/2015	\$ 98,000	\$ 98,000	100%	\$ -	Non-Grant Project
7	PACE EHR Implementation	2	05/16/2016	12/31/2016	\$ 80,000	\$ 80,000	100%	\$ -	Non-Grant Project
8	Facets Upgrade, Expansion, and Reconfiguration	2	06/18/2014	06/30/2017	\$ 1,756,620	\$ 1,756,620	100%	\$ -	Non-Grant Project
9	Continuation of COREC	2	11/03/2014	12/31/2017	\$ 970,000	\$ 970,000	100%	\$ -	Non-Grant Project
10	Recuperative Care	2	06/01/2015	12/31/2018	\$ 500,000	\$ 500,000	100%	\$ -	Non-Grant Project
11	OneCare Connect PCCs (Continued)	2	06/28/2017	12/31/2018	\$ 2,400,000	\$ 2,400,000	100%	\$ -	Non-Grant Project
12	Autism Screening	2	08/03/2016	Reallocated to IGT 5	\$ 51,600	\$ 51,600	100%	\$ -	Non-Grant Project
13	Project Management	2	07/02/2015	07/01/2017	\$ 100,000	\$ 100,000	100%	\$ -	Non-Grant Project
SUBTOTAL					\$ 8,133,311	\$ 8,133,311	100%	\$ -	

* Be Well OC Regional Wellness Hub and Homekey Program have pending utilization information against advanced payment of services.

¹ Rounded to the nearest percentage; remaining funds will be reallocated as appropriate.

IGT Project Update as of March 31, 2026 (Cont'd)

#	IGT Projects	IGT	First Payment Dispersed Date	COBAR Project End Date	Budget	Spend	% Spent	Balance	Grant Disbursement Date
IGT 3 (Funds Received: September 2014)									
1	Personal Care Coordinators	3	05/15/2017	05/31/2018	\$ 3,450,000	\$ 3,450,000	100%	\$ -	Non-Grant Project
2	Recuperative Care (Phase 2)	3	08/16/2018	Reallocated to IGT 6	\$ 499,750	\$ 499,750	100%	\$ -	Non-Grant Project
3	Data Warehouse Expansion	3	02/14/2017	Reallocated per 6/5/25 COBAR	\$ 735,200	\$ 735,200	100%	\$ -	Reallocated
4	Project Management	3	02/14/2017	12/31/2019	\$ 165,000	\$ 165,000	100%	\$ -	Pending Reallocation
SUBTOTAL¹					\$ 4,849,950	\$ 4,849,950	100%	\$ -	
IGT 4 (Funds Received: October 2015/March 2016)									
1	Member Health Needs Assessment	4	04/20/2017	12/31/2017	\$ 500,000	\$ 500,000	100%	\$ -	Non-Grant Project
2	Personal Care Coordinators	4	01/17/2018	05/31/2018	\$ 3,550,000	\$ 3,550,000	100%	\$ -	Non-Grant Project
3	UCI Observation Stay Payment Pilot	4	02/07/2018	Reallocated to IGT 6	\$ 744,600	\$ 744,600	100%	\$ -	Non-Grant Project
4	Provider Portal Communications & Interconnectivity	4	05/09/2017	Reallocated to IGT 6	\$ 1,456,510	\$ 1,456,510	100%	\$ -	Non-Grant Project
5	Member Health Homes Program	4	09/07/2017	Reallocated to IGT 6	\$ 177,809	\$ 177,809	100%	\$ -	Non-Grant Project
6	IGT PROGRAM ADMINISTRATION	4			\$ 529,608	\$ 529,608	100%	\$ -	Non-Grant Project
SUBTOTAL					\$ 6,958,527	\$ 6,958,527	100%	\$ -	

* Be Well OC Regional Wellness Hub and Homekey Program have pending utilization information against advanced payment of services.

¹ Rounded to the nearest percentage; remaining funds will be reallocated as appropriate.

IGT Project Update as of March 31, 2026 (Cont'd)

#	IGT Projects	IGT	First Payment Dispersed Date	COBAR Project End Date	Budget	Spend	% Spent	Balance	Grant Disbursement Date
IGT 5 (Funds Received: December 2016)									
1	Be Well OC Regional Wellness Hub*	5	07/10/2019	N/A	\$ 11,400,000	\$ 11,400,000	100%	\$ -	12/6/2018 (COBAR)
2	Access to Adult Dental Services (Grant RFP: Korean Community Services)	5	12/05/2019	N/A	\$ 1,000,000	\$ 1,000,000	100%	\$ -	Awarded on 8/1/19
3	Access to Children's Dental Services (Grant RFP)	5	01/15/2020	N/A	\$ 1,000,000	\$ 1,000,000	100%	\$ -	Awarded on 10/3/19
4	Primary Care Services and Programs Addressing Social Determinants of Health (Grant RFP: Santa Ana Unified School District)	5	12/04/2019	Reallocated per 6/5/25 COBAR	\$ 1,400,000	\$ 1,400,000	100%	\$ -	Awarded on 8/1/19
SUBTOTAL					\$ 14,800,000	\$ 14,800,000	100%	\$ -	
IGT 6 & 7 (Funds Received: September 2017/May 2018)									
1	Post-WPC Medical Respite Program	6	TBD	N/A	\$ 250,000	\$ 250,000	100%	\$ -	4/4/2019 (COBAR)
2	Expand Access to Outpatient Children's Mental Health Services (Grant RFP: Children's Bureau of Southern California; Orange County Asian & Pacific Islander Community Alliances, Inc.; Boys & Girls Clubs of Garden Grove; Jamboree Housing Corporation)	6	10/28/2019	06/30/2023	\$ 4,188,990	\$ 4,188,990	100%	\$ -	Awarded on 8/1/19
3	Whole Child Model Assistance for Implementation & Development ¹	6	04/02/2020	Reallocated per 6/5/25 COBAR	\$ 1,749,982	\$ 1,749,982	100%	\$ -	Non-Grant Project
4	Homekey Program*	6	TBD	N/A	\$ -	\$ -	0%	\$ -	11/5/2020 (COBAR)
5	WPC Housing Navigation and Support Services	6	TBD	N/A	\$ 640,000	\$ 640,000	100%	\$ -	6/3/2021 (COBAR)

* Be Well OC Regional Wellness Hub and Homekey Program have pending utilization information against advanced payment of services.

¹ Rounded to the nearest percentage; remaining funds will be reallocated as appropriate.

IGT Project Update as of March 31, 2026 (Cont'd)

#	IGT Projects	IGT	First Payment Dispersed Date	COBAR Project End Date	Budget	Spend	% Spent	Balance	Grant Disbursement Date
6	WPC Recuperative Care	6	06/20/2019	12/31/2021	\$ 5,194,440	\$ 5,194,440	100%	\$ -	8/2/2018 (COBAR)
7	Master Electronic Health Record System	6	08/07/2020	Reallocated per 6/5/25 COBAR	\$ 68,793	\$ 68,793	100%	\$ -	Non-Grant Project
8	IGT PROGRAM ADMINISTRATION	6	08/07/2020	N/A	\$ 474,612	\$ 474,612	100%	\$ -	Non-Grant Project
9	FY16 HCAP & HCAP Expansion	6	02/01/2023	N/A	\$ 2,055,560	\$ 1,850,110	90%	\$ 205,450	02/02/23 COBAR
10	Clinical Field Team Pilot Program	7	04/08/2019	N/A	\$ 1,600,000	\$ 1,600,000	100%	\$ -	4/8/2019
11	Expand Access to Food Distribution Services Focused on Children and Families (Grant RFP: Serve the People)	7	12/11/2019	09/30/2022	\$ 1,000,000	\$ 1,000,000	100%	\$ -	Awarded on 8/1/19
12	Integrate Children's Mental Health Services Into Primary Care Settings (Grant RFP: CHOC Children's; Friends of Family Health Center)	7	12/04/2019	Reallocated per 6/5/25 COBAR	\$ 4,628,325	\$ 4,628,325	100%	\$ -	Awarded on 8/1/19
13	Increase Access to Medication-Assisted Treatment (Grant RFP: Coalition of Orange County Community Health Center)	7	12/04/2019	06/30/2023	\$ 2,983,291	\$ 2,983,291	100%	\$ -	Awarded on 8/1/19
14	Expand Access to Outpatient Children's Mental Health Services (Grant RFP: Children's Bureau of Southern California; Orange County Asian & Pacific Islander Community Alliances, Inc.; Boys & Girls Clubs of Garden Grove; Jamboree Housing Corporation)	7	02/02/2021	Reallocated per 6/5/25 COBAR	\$ 642,301	\$ 642,301	100%	\$ -	Awarded on 8/1/19
SUBTOTAL					\$ 25,476,294	\$ 25,270,844	99%	\$ 205,450	

* Be Well OC Regional Wellness Hub and Homekey Program have pending utilization information against advanced payment of services.

¹ Rounded to the nearest percentage; remaining funds will be reallocated as appropriate.

IGT Project Update as of March 31, 2026 (Cont'd)

#	IGT Projects	IGT	First Payment Dispersed Date	COBAR Project End Date	Budget	Spend	% Spent	Balance	Grant Disbursement Date
IGT Reallocation for enhanced services for Medi-Cal members									
1	IGT Reallocation for enhanced services for Medi-Cal members	1-7	TBD	N/A	\$ 6,365,634	\$ 1,200,000	19%	\$ 5,165,634	06/05/25 COBAR
SUBTOTAL					\$ 6,365,634	\$ 1,200,000	19%	\$ 5,165,634	
GRAND TOTAL					\$ 78,542,722	\$ 73,171,638	93%	\$ 5,371,084	

* Be Well OC Regional Wellness Hub and Homekey Program have pending utilization information against advanced payment of services.

¹ Rounded to the nearest percentage; remaining funds will be reallocated as appropriate.

IGT Project Update as of March 31, 2026 (Cont'd)

#	IGT Projects	IGT	Budget	Spend	% Spent	Balance	Board Approval Date
IGT 8 (Funds Received: March 2019/April 2019)							
1	Homeless Health Initiative (HHI)						
1.1	Vaccination Intervention and Member Incentive Strategy	8	\$ 54,649	\$ 54,649	100%	\$ -	6/5/25 COBAR transfer funds to unallocated reserves
1.2	CalOptima Days & QI Program - HCAP and HCAP Expansion	8	\$ 7,833,104	\$ 3,135,200	40%	\$ 4,697,904	8/1/2019; 4/16/2020
1.3	Homeless Coordination at Hospitals	8	\$ 10,000,000	\$ 10,000,000	100%	\$ -	4/4/2019
1.4	HHI - PI, QI & CM Support/Staffing	8	\$ 963,261	\$ 925,540	96%	\$ 37,721	8/1/2019
1.5	Homeless Response Team	8	\$ 1,681,734	\$ 1,681,734	100%	\$ -	4/4/2019
1.6	CFT & FQHC Expansion Claims	8	\$ 21,902	\$ 21,902	100%	\$ -	8/1/2019; 4/16/2020
1.7	Street Medicine	8	\$ 8,345,351	\$ 8,083,999	97%	\$ 261,352	3/17/2022
1.8	Outreach and Engagement	8	\$ 7,000,000	\$ 2,276,015	33%	\$ 4,723,985	4/7/2022
1.9	Housing and Homelessness Incentive Program (HHIP)	8	\$ 6,692,004	\$ 6,692,004	100%	\$ -	9/1/2022
SUBTOTAL			\$ 42,592,004	\$ 32,871,042	77%	\$ 9,720,962	
IGT 9 (Funds Received: April 2020)							
1	UCI COVID-19 Skilled Nursing Facility Prevention Program	9	\$ 629,723	\$ 629,723	100%	\$ -	5/7/2020
2	Whole Child Model (WCM) Program	9	\$ 12,842,165	\$ 12,842,165	100%	\$ -	4/2/2020 <i>WCM claims were reconciled for</i>
3	Post-Acute Infection Prevention (PIPQI)	9	\$ 2,724,967	\$ 2,724,967	100%	\$ -	6/5/25 COBAR transfer funds to unallocated reserves
4	Text Messaging Solutions for Members	9	\$ 3,006,033	\$ 3,006,033	100%	\$ -	6/5/25 COBAR transfer funds to unallocated reserves
5	Hospital Data Exchange Incentive	9	\$ -	\$ -	100%	\$ -	6/5/25 COBAR transfer funds to unallocated reserves
6	IGT Program Administration	9	\$ 2,000,000	\$ 1,124,390	56%	\$ 875,610	4/2/2020
7	Comprehensive Community Cancer Screening and Support Program	9	\$ 19,134,815	\$ 14,698,405	77%	\$ 4,436,410	12/1/2022
SUBTOTAL			\$ 40,337,703	\$ 35,025,683	87%	\$ 5,312,020	

Note: IGT 8 and 9 funding have been updated to reflect DHCS recoupment after initial disbursement

IGT Project Update as of March 31, 2026 (Cont'd)

#	IGT Projects	IGT	Budget	Spend	% Spent	Balance	Board Approval Date
IGT 10 (Funds Received: May 2020/December 2021/March 2022)							
1	Orange County COVID-19 Nursing Home Prevention Program (Expansion & Extension)	10	\$ 1,261,001	\$ 1,261,001	100%	\$ -	1/7/2021
2	COVID-19 Vaccination Incentive Program (VIP) CY2021	10	\$ 31,684,325	\$ 31,684,325	100%	\$ -	6/5/25 COBAR transfer funds to unallocated reserves
3	COVID-19 Vaccination Incentive Program (VIP) CY2021 - Staffing	10	\$ 409,913	\$ 409,913	100%	\$ -	6/5/25 COBAR transfer funds to unallocated reserves
4	Comprehensive Community Cancer Screening and Support Program	10	\$ 30,916,053	\$ -	0%	\$ 30,916,053	11/3/2022
SUBTOTAL			\$ 64,271,292	\$ 33,355,239	52%	\$ 30,916,053	
IGT Amount Transferred back to reserves for new incentives/initiatives							
1	IGT Amount Transferred back to reserves for new incentives/initiatives	8-10	\$ 7,185,808.00	\$ 5,193,103.00	72%	\$ 1,992,705	06/05/25 COBAR
SUBTOTAL			\$ 7,185,808	\$ 5,193,103	72%	\$ 1,992,705	
GRAND TOTAL			\$ 154,386,806	\$106,445,067	69%	\$ 47,941,740	

Note: \$1.8 million of gift card utilization at the start of the COVID-19 Vaccination Incentive Program was not reflected in prior IGT reports. This program was closed out in June 2025 with the remaining balance returning to unallocated reserves. The table reflect this adjustment and reduces the IGT amount available for new incentives/initiatives by the same amount.

Digital Transformation Strategy (DTS) Report

Digital Transformation Strategy (DTS) Update

DTS Funding Balance Tracking Summary.....	45
<i>* The report is prepared by the Accounting Department and is included in the monthly financial statements for the Board. It provides the overall DTS budget, expenditures and funding balance information.</i>	
Fiscal Year 2025-26 DTS Year One through Three and Year Four Capital Budget by Project.....	46
<i>* The report is prepared by the Budget Department and is the original DTS Capital Budget that was approved by the Board of Directors in June annually. The budget provides information about DTS capital budgets by project for Years One through Four.</i>	
Board Action and CEO Approval Details for DTS Year One through Three and Year Four Capital Project.....	47
<i>* The report is prepared by Budget Department. It lists separate Board actions that resulted in budget adjustments (e.g., budget reallocations, Board-approved reserve funded projects), budget adjustments that are beyond the CEO’s approval authority of \$250,000 and budget allocation changes approved by the CEO that are up to \$250,000 (as defined in CalOptima Health Policy GA.5003: Budget Approval and Budget Reallocation).</i>	
Revised Fiscal Year 2025-2026 DTS Year One through Three and Year Four Capital Budget by Project.....	48
<i>* The report is prepared by Budget Department. It provides a revised version of the report Fiscal Year 2025-26 DTS Year One through Three and Year Four Capital Budget by Project after the budget adjustments detailed in Board Action and CEO Approval Detail for DTS Year One through Three and Year Four Capital Project are made.</i>	

DTS Funding Balance Tracking Summary

CalOptima Health
 Digital Transformation Strategy (\$100 million total reserve)
Funding Balance Tracking Summary
 For the Nine Months Ending March 31, 2026

	FY 2026 Month-to-Date				FY 2026 Year-to-Date				All Time to Date			
	Actual Spend	Approved Budget	Variance \$	Variance %	Actual Spend	Approved Budget	Variance \$	Variance %	Actual Spend	Approved Budget	Variance \$	Variance %
Capital Assets (Cost, Information Only):												
Total Capital Assets	(3,100,914)	2,115,173	5,216,087	246.6%	1,643,757	4,490,487	2,846,730	63.4%	17,254,708	31,260,603	14,005,895	44.8%

Operating Expenses:												
Salaries, Wages & Benefits	-	-	-	0.0%	-	-	-	0.0%	17,826,058	17,826,058	-	0.0%
Professional Fees	228,137	250,000	21,863	8.7%	2,050,054	2,250,000	199,946	8.9%	8,850,865	9,050,811	199,946	2.2%
Purchased Services	-	-	-	0.0%	(141,754)	-	141,754	0.0%	1,190,915	1,332,669	141,754	10.6%
GASB 96 Amortization Expenses	-	-	-	0.0%	-	-	-	0.0%	2,563,169	2,563,169	-	0.0%
Other Expenses	4,187,358	182,292	(4,005,066)	-2197.1%	4,458,275	1,640,628	(2,817,647)	-171.7%	25,554,016	22,736,369	(2,817,647)	-12.4%
Medical Management	-	-	-	0.0%	-	-	-	0.0%	5,502,156	5,502,156	-	0.0%
Total Operating Expenses	4,415,495	432,292	(3,983,203)	-921.4%	6,366,575	3,890,628	(2,475,947)	-63.6%	61,487,181	59,011,234	(2,475,947)	-4.2%

Funding Balance Tracking: March 2026			
	Approved Budget	Actual Spend	Variance
Beginning Funding Balance	100,000,000	100,000,000	-
Less:			
Capital Assets ¹	38,931,116	17,254,708	21,676,408
FY2023 Operating Budget ²	8,381,011	8,381,011	-
FY2024 Operating Budget	22,788,092	22,788,092	-
FY2025 Operating Budget	24,289,000	23,951,502	337,498
FY2026 Operating Budget	5,187,500	6,366,575	(1,179,075)
Ending Funding Balance	423,281	21,258,112	20,834,831
Add: Prior year unspent Operating Budget	337,498		
Total available Funding	760,779		

¹ Staff will continue to monitor the project status of DTS' Capital Assets
² Unspent budget from this period is added back to available DTS funding
³ On June 6, 2024, the Board of Directors approved an update to the Digital Transformation Strategy which will impact these figures beginning July 2024.

Note: 1. Report includes applicable transactions for GASB 96, Subscriptions - Based Information Technology Arrangements.
 2. Actual capital spend in FY2026 Month-to-date includes \$4.2M from a capital project write-off.

Fiscal Year 2025-26 DTS Year One through Three and Year Four Capital Budget by Project

INFRASTRUCTURE	YEAR ONE UPDATE	YEAR TWO UPDATE	YEAR THREE UPDATE	YEAR FOUR UPDATE	TOTAL CAPITAL
On-Premise Fax Server Replacement to a Supported Digital Cloud Fax Solution	75,000	75,000	-	50,000	200,000
TOTAL INFRASTRUCTURE	\$ 75,000	\$ 75,000	\$ -	\$ 50,000	\$ 200,000

APPLICATIONS MANAGEMENT	YEAR ONE UPDATE	YEAR TWO UPDATE	YEAR THREE UPDATE	YEAR FOUR UPDATE	TOTAL CAPITAL
Provider Credential and Contracting Implementation to Enhance Workflow and Reduce Transactional Backlogs	1,636,000	1,964,000	-	3,875,000	7,475,000
Customer Relationship Management Platform Development to Automate Member and Provider Call Center Experience	231,250	2,000,000	-	2,790,000	5,021,250
Clinical Care Management Platform for Member Care Assessments and Engagement with Providers		500,000	249,000	-	2,600,000
Enterprise Finance System	556,000				1,706,000
Robotic Automation Processes Development and Implementation for Operational Processes in Member and Provider Systems	1,500,000				1,700,000
Digitize Authorization Faxes into the Clinical Platform Workflow for Automated Treatment Authorization with Providers				1,275,000	1,275,000
TOTAL APPLICATIONS MANAGEMENT	\$ 5,774,250	\$ 4,464,000	\$ 1,399,000	\$ 8,140,000	\$ 19,777,250

ENTERPRISE DATA AND SYSTEMS INTEGRATION	YEAR ONE UPDATE	YEAR TWO UPDATE	YEAR THREE UPDATE	YEAR FOUR UPDATE	TOTAL CAPITAL
Enhancement of Data Warehouse Ecosystem to Enterprise Level Data Strategy and Management	275,000				3,390,000
Health Information Data Exchange for Provider Access and Member Care	-				1,020,000
Enterprise Application Data Exchange Platform Enhancement	-	-	-	755,000	755,000
Retire the End of Life Reporting Platform and Migrate to the Cloud Reporting Application	25,500				460,500
TOTAL ENTERPRISE DATA AND SYSTEMS INTEGRATION	\$ 300,500	\$ 300,000	\$ 2,700,000	\$ 2,325,000	\$ 5,625,500

APPLICATION DEVELOPMENT	YEAR ONE UPDATE	YEAR TWO UPDATE	YEAR THREE UPDATE	YEAR FOUR UPDATE	TOTAL CAPITAL
New Member Experience Application	-	-	2,000,000	1,325,000	3,325,000
Website Content Management Controls Migration to the Cloud		1,567,100	70,000	85,000	2,472,100
Human Capital Management System		350,000	100,000	-	450,000
TOTAL APPLICATION DEVELOPMENT	\$ 750,000	\$ 1,917,100	\$ 2,170,000	\$ 1,410,000	\$ 6,247,100

CYBER SECURITY	YEAR ONE UPDATE	YEAR TWO UPDATE	YEAR THREE UPDATE	YEAR FOUR UPDATE	TOTAL CAPITAL
Secure File Encryption Platform Upgrade	-	-	200,000	25,000	225,000
TOTAL CYBER SECURITY	\$ -	\$ -	\$ 200,000	\$ 25,000	\$ 225,000

TOTAL UPDATE TO DTS CAPITAL BUDGETS BY PROJECT	\$ 6,899,750	\$ 6,756,100	\$ 6,469,000	\$ 11,950,000	\$ 32,074,850
---	---------------------	---------------------	---------------------	----------------------	----------------------

Board Action and CEO Approval Details for DTS Year One Through Three and Year Four Capital Project

CEO Approved Action Details	TOTAL CAPITAL
-----------------------------	---------------

There are no Board-approved actions for the FY 2025-26 capital projects to report in the third quarter.

TOTAL CEO Approved Actions	\$ -
-----------------------------------	-------------

Board Approved Action Details	TOTAL CAPITAL
-------------------------------	---------------

1 BOD Date - August 7, 2025		
From: Reserve	\$	-
To: Open Text for Cloud Based Faxing Solution	\$	211,000

TOTAL Board Approved Actions	\$ -
-------------------------------------	-------------

Revised Fiscal Year 2025-26 DTS Year One Through Three and Year Four Capital Budget by Project

INFRASTRUCTURE	YEAR ONE UPDATE	YEAR TWO UPDATE	YEAR THREE UPDATE	YEAR FOUR UPDATE	TOTAL CAPITAL
On-Premise Fax Server Replacement to a Supported Digital Cloud Fax Solution	75,000	75,000	-	261,000	411,000
TOTAL INFRASTRUCTURE	\$ 75,000	\$ 75,000	\$ -	\$ 261,000	\$ 411,000

APPLICATIONS MANAGEMENT	YEAR ONE UPDATE	YEAR TWO UPDATE	YEAR THREE UPDATE	YEAR FOUR UPDATE	TOTAL CAPITAL
Provider Credential and Contracting Implementation to Enhance Workflow and Reduce Transactional Backlogs	1,636,000	1,964,000	-	3,875,000	7,475,000
Customer Relationship Management Platform Development to Automate Member and Provider Call Center Experience	231,250	2,000,000	-	2,790,000	5,021,250
Clinical Care Management Platform for Member Care Assessments and Engagement with Providers		500,000	249,000	-	2,600,000
Enterprise Finance System	556,000				1,706,000
Robotic Automation Processes Development and Implementation for Operational Processes in Member and Provider Systems	1,500,000				1,700,000
Digitize Authorization Faxes into the Clinical Platform Workflow for Automated Treatment Authorization with Providers		-	-	1,275,000	1,275,000
TOTAL APPLICATIONS MANAGEMENT	\$ 5,774,250	\$ 4,464,000	\$ 1,399,000	\$ 8,140,000	\$ 19,777,250

ENTERPRISE DATA AND SYSTEMS INTEGRATION	YEAR ONE UPDATE	YEAR TWO UPDATE	YEAR THREE UPDATE	YEAR FOUR UPDATE	TOTAL CAPITAL
Enhancement of Data Warehouse Ecosystem to Enterprise Level Data Strategy and Management	275,000	-	2,700,000	415,000	3,390,000
Health Information Data Exchange for Provider Access and Member Care	-	-	-	1,020,000	1,020,000
Enterprise Application Data Exchange Platform Enhancement		-	-	755,000	755,000
Retire the End of Life Reporting Platform and Migrate to the Cloud Reporting Application	25,500				460,500
TOTAL ENTERPRISE DATA AND SYSTEMS INTEGRATION	\$ 300,500	\$ 300,000	\$ 2,700,000	\$ 2,325,000	\$ 5,625,500

APPLICATION DEVELOPMENT	YEAR ONE UPDATE	YEAR TWO UPDATE	YEAR THREE UPDATE	YEAR FOUR UPDATE	TOTAL CAPITAL
New Member Experience Application	-	-	2,000,000	1,325,000	3,325,000
Website Content Management Controls Migration to the Cloud	750,000	1,567,100	70,000	85,000	2,472,100
Human Capital Management System	-	350,000	100,000	-	450,000
TOTAL APPLICATION DEVELOPMENT	\$ 750,000	\$ 1,917,100	\$ 2,170,000	\$ 1,410,000	\$ 6,247,100

CYBER SECURITY	YEAR ONE UPDATE	YEAR TWO UPDATE	YEAR THREE UPDATE	YEAR FOUR UPDATE	TOTAL CAPITAL
Secure File Encryption Platform Upgrade	-	-	200,000	25,000	225,000
TOTAL CYBER SECURITY	\$ -	\$ -	\$ 200,000	\$ 25,000	\$ 225,000

TOTAL UPDATE TO DTS CAPITAL BUDGETS BY PROJECT	\$ 6,899,750	\$ 6,756,100	\$ 6,469,000	\$ 12,161,000	\$ 32,285,850
---	---------------------	---------------------	---------------------	----------------------	----------------------



Memo

To: CalOptima Health Board of Directors
From: Nancy Huang, Chief Financial Officer
CC: Michael Hunn, Chief Executive Officer
Date: May 28, 2026
Re: Update on CalOptima Health Business Insurance Renewal for Policy Year 2026-27

CalOptima Health's business insurance coverage, except employee group health insurance and benefits, expires on April 7 of each year. At the March 2, 2023, meeting, the CalOptima Health Board of Directors (Board) delegated authority to the Chief Executive Officer to approve future policy renewals when there are no significant changes to expiring coverage terms and conditions, and no additional coverage types requiring consideration.

For Policy Year (PY) 2026-27, Staff recommends renewing the same coverage categories included in PY 2025-26. As reference, Attachment 1 provides brief descriptions, proposed coverage limits and deductibles for the policies included for PY 2026-27.

On March 19, 2026, Alliant, CalOptima Health's insurance broker, provided quotations for existing coverage. Staff has reviewed and evaluated the options. Overall, CalOptima Health's insurance policy renewals for PY 2026-27 are \$134,904 or 3.3% higher than the previous year. Some of the notable increases were driven by growth in the organization's payroll or higher claim exposures, such as Workers' Compensation and Medical Malpractice coverage. Staff has successfully renewed the following coverage for a total premium of \$4,175,885.

Coverage	2025-2026 Premium	2026-2027 Premium	\$ Difference from Prior Year	% Difference from Prior Year
Renewal Premiums				
Commercial Package	\$83,814	\$85,631	\$1,817	2.2%
Workers' Compensation/ Employers Liability	\$812,103	\$854,369	\$42,266	5.2%
Umbrella	\$29,880	\$30,162	\$282	0.9%

Coverage	2025-2026 Premium	2026-2027 Premium	\$ Difference from Prior Year	% Difference from Prior Year
Earthquake	\$360,597	\$326,769	-\$33,828	-9.4%
Cyber – primary and excess	\$797,553	\$797,553	\$0	0.0%
Directors and Officers/ Employment Practices Liability – primary and excess	\$654,286	\$643,996	-\$10,290	-1.6%
Crime	\$27,974	\$27,974	\$0	0.0%
Managed Care Errors and Omissions – primary and excess	\$848,318	\$950,277	\$101,959	12.0%
Medical Malpractice (PACE)	\$51,121	\$82,995	\$31,874	62.4%
Pollution (3-year policy term)	\$5,878	\$5,933	\$55	0.9%
Wage and Hour – primary and excess	\$314,895	\$314,895	\$0	0.0%
Fiduciary	\$39,188	\$39,188	\$0	0.0%
Sexual Abuse and Molestation	\$15,374	\$16,143	\$769	5.0%
Total: Renewal Premiums	\$4,040,981	\$4,175,885	\$134,904	3.3%

The Fiscal Year (FY) 2025-26 Operating Budget included sufficient funding for the renewal of insurance policies for the period of April 7, 2026, through June 30, 2026. Management will include funding for the remaining policy period of July 1, 2026, through April 6, 2027, and projected expenditures through fiscal year end (i.e., June 30, 2027) in the upcoming CalOptima Health FY 2026-27 Operating Budget.

Attachment

Attachment 1. Summary of PY 2026-27 Business Insurance Coverage

Coverage Type	Description	Proposed Coverage Limits	Deductible
Property	Provides coverage in the event of property or personal property damage to the 505 building, the 500 building, the PACE center, and the server location not due to an earthquake. Property, general liability, and commercial auto are collectively known as commercial package coverage.	Building: \$98,452,300	\$10,000
		Business Personal Property: \$28,818,813	\$10,000
		Business Interruption & Extra Expense: \$33,676,816	24 Hours
General Liability (GL)	Provides coverage to third parties for bodily injury or property damage.	GL: \$1,000,000/ \$2,000,000	None
		Employee Benefits Liability: (EBL) \$1,000,000/ \$2,000,000	\$1,000
Commercial Auto	Provides coverage for bodily injury and property damage caused by CalOptima Health's company-owned vans, as well as collision and comprehensive coverage for the vans themselves. Provides excess liability for employees using personal vehicles for company business.	Auto Liability: \$1,000,000 CSL	\$0 (Liability) \$1,000/\$1,000 (Physical Damage)
Workers' Compensation (WC)/ Employers Liability (EL)	Provides coverage for medical care and temporary disability benefits to employees for on-the-job injuries or illnesses.	WC: Statutory	\$0 (Guaranteed Cost)
		EL: \$1,000,000/ \$1,000,000/ \$1,000,000	
Umbrella	Provides excess limits for GL and commercial auto coverage over and above the respective policies.	\$15,000,000	Primary limits for GL, Commercial Auto and EL
Earthquake – primary and excess	Provides coverage in the event of property or personal property damage to the 505 building, the 500 building, the PACE center, and the server location only due to an earthquake.	\$130,000,000	Earthquake 5% subject to \$100,000 minimum per occurrence
Cyber – primary and excess	Provides coverage for claims related to or arising from cyber incidents, such as a data breach (coverage includes, but is not limited to, regulatory fines and penalties, business interruption, credit monitoring, notice requirements, etc.) or network extortion (e.g., ransomware).	\$30,000,000	\$1,000,000/ \$750,000 for Breach Response/ 10 Hour/ Underlying limits

Directors and Officers (D&O) – primary and excess	Provides coverage for claims that are a result of an act, error, or breach of duty by a CalOptima Health employee or Board member when acting within his/her official capacity.	\$20,000,000 (Shared with EPL)	\$750,000; Class Action 85/15 Co-insurance, \$1,000,000/ Underlying limits
Employment Practices Liability (EPL) – primary and excess	Provides coverage for claims brought by any past, present, or prospective employee against CalOptima Health or a CalOptima Health employee (acting within the scope of his/her employment) alleging, for example, employment discrimination, harassment, or wrongful termination.	\$20,000,000 (Shared with D&O)	Same as above
Crime	Provides coverage for claims related to employee theft or forgery of money, securities, or other property, and computer and funds transfer fraud.	\$5,000,000	\$50,000
Managed Care Errors and Omissions (E&O) – primary and excess	Provides coverage for claims that are a result of an act, error, or omission in the performance of CalOptima Health’s managed care activities (e.g., provider contracting, utilization review, implementation of clinical guidelines).	\$20,000,000	\$2,000,000/ Underlying limits
Medical Malpractice (PACE)	Provides coverage for CalOptima Health employed physicians and certain other medical staff (i.e., CalOptima Health employed physician and therapists at the PACE center) in the event of a medical malpractice claim.	\$1,000,000/ \$3,000,000	\$10,000
Pollution (3-year policy term)	Provides coverage for bodily injury, remediation expenses, and property damages to third parties and remediation expenses to CalOptima Health in the event of a pollution incident.	\$2,000,000/ \$4,000,000	\$25,000
Wage and Hour – primary and excess	Provides coverage for actual or alleged violations of the Fair Labor Standards Act or any similar federal, state, or local laws governing or related to the payment of wages.	\$10,000,000	\$1,500,000/ Underlying limits
Fiduciary	Provides coverage for actual or alleged mismanagement of CalOptima Health’s employee benefit and retirement plans.	\$5,000,000	\$0 Retention/ \$5,000 Securities/ \$250,000 Class Action
Sexual Abuse and Molestation (SAM)	Provides coverage for allegations of abuse and misconduct.	\$2,000,000/ \$3,000,000	\$10,000 any one victim



**Board of Directors’
Finance and Audit Committee Meeting
May 28, 2026**

CalAIM Program Summary (January 1, 2022, through March 31, 2026)

Category	# of Members with Service	Total Paid	AVG \$ Per Member
Grand Total	105,039	\$419,388,680	\$3,823
Assisted Living Facility Transitions	519	\$7,867,356	\$15,159
Asthma Remediation	846	\$2,115,568	\$2,501
Community Transition Services/Nursing Facility Transiti..	359	\$286,260	\$797
Day Habilitation Programs	2,871	\$4,375,375	\$1,524
ECM*	17,506	\$61,609,551	\$2,559
Environmental Accessibility Adaptations	1,828	\$3,251,301	\$1,779
Housing Deposit	5,566	\$18,831,864	\$3,383
Housing Navigation	18,398	\$44,317,177	\$2,409
Housing Tenancy and Sustaining Services	5,886	\$25,008,818	\$4,249
Medically-Supportive Food/Meals/Medically Tailored M..	77,397	\$111,186,528	\$1,437
Nursing Facility Transition/Diversion to Assisted ..	589	\$653,799	\$1,110
Personal Care/Homemaker Services	3,324	\$69,140,818	\$20,800
Recuperative Care	2,729	\$45,749,738	\$16,764
Respite Services	1,744	\$17,222,709	\$9,875
Short-Term Post-Hospitalization Housing	691	\$7,254,605	\$10,499
Sobering Centers	1,083	\$517,212	\$478

Notes:

- Medi-Cal Enhanced Case Management (ECM) benefit began January 2022. Community Support (CS) services (formerly In Lieu-of Services) were launched in multiple phases beginning in January 2022.
- “Total Paid” reflects program costs since the various ECM and CS services began.
- Report reflects the 15 CS services plus ECM.
- Includes data as of May 4, 2026

Reserve Summary (as of March 31, 2026)

	Amount (in millions)
Total Net Assets	\$3,051.0
Statutory and Board Designated Reserves*	\$1,764.5
Capital Assets (Net of depreciation)	\$107.2
Resources Committed by the Board	\$499.3
Unallocated Resources*	\$680.0

*Total Designated reserves and unallocated resources can support approximately 211 days of CalOptima Health's current operations.

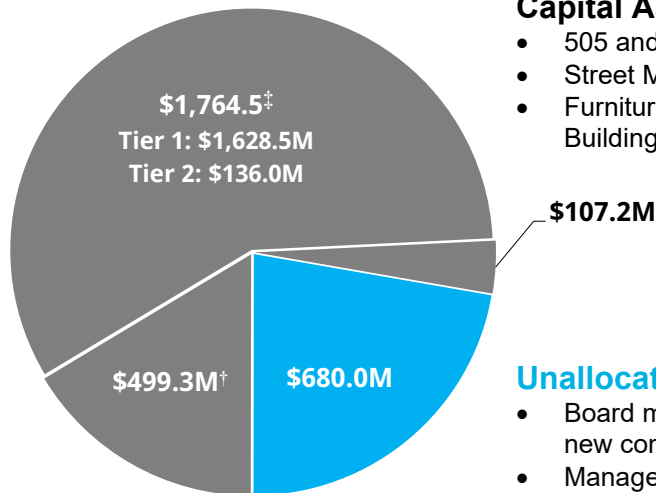
Details on Reserves

Statutory and Board Designated Reserves

- Tier 1: Board Designated Reserves level at 2.5 to 4.0 months of capitation (\$1,628.5M is 3.72 months of capitation)
- Tier 2: Statutory Designated Reserves to meet TNE Requirement (\$136.0M is 101% of TNE)

Committed by the Board

- Provider Rate Increases (\$157.9M of \$526.2M approved)
- Other Board Initiatives
 - Community Outreach and Investments
 - Quality Incentive Programs
 - Infrastructure and Capacity Building



Capital Assets

- 505 and 500 Buildings
- Street Medicine Support Center
- Furniture, Equipment and Building Improvements

Unallocated Resources

- Board may use funds for new commitments
- Management may transfer funds to maintain adequate reserves

† Please see Exhibit 1 for information on Resources Committed by the Board. Of the \$499.3M, \$326.4M is tied to an obligation and \$172.9M is not yet committed.

‡ Please see Exhibit 2 for Reserve Level Landscape Analysis

Exhibit 1: Board-Approved Initiatives (as of March 31, 2026)

Board-approved Initiatives	Program Status	Board Approved Amount	Amounts Committed ¹	Resource Available ²	Duration	
					From	To
Community Outreach and Investments						
Adult Expansion Outreach Strategy ⁵	Complete	5.8	5.8	-	07/01/24	06/30/25
CalFresh and Redetermination Outreach*	In progress	6.0	4.3	1.7	02/02/23	Ongoing
CalFresh Outreach Strategy ⁵	Complete	2.0	2.0	0.0	03/03/22	04/30/26
CalOptima Health Community Reinvestment Program*	Not yet started	18.0	-	18.0	11/01/23	12/31/24
Coalition of OC Community Health Centers	In progress	50.0	50.0	-	06/01/22	06/30/27
Garden Grove Recovery Center Development and Maintenance	In progress	17.5	1.3	16.2	09/01/23	07/01/27
General Awareness and Brand Development	In progress	4.7	4.4	0.3	04/01/23	06/30/26
Homeless Health Initiative	In progress	63.3	61.3	2.0	07/01/19	Ongoing
Housing and Homelessness Incentive Program	In progress	87.4	66.5	20.9	01/00/00	Ongoing
In-Home Care Pilot Program with the UCI Family Health Center ⁵	Complete	2.0	0.1	1.9	09/01/23	08/31/25
Member and Population Health Needs Assessment	In progress	1.3	1.2	0.1	03/14/25	07/15/26
Mind OC Grant (Irvine)	Complete	15.0	15.0	-	12/01/22	07/31/25
Naloxone Distribution Event ⁵	Complete	15.0	13.0	2.0	07/01/23	07/01/25
NAMI Orange County Peer Support Program	In progress	5.0	5.0	-	01/01/23	12/31/27
Medi-Cal Eligibility Outreach Strategy	In progress	21.8	3.5	18.3	09/05/25	12/31/28
OneCare Member Engagement and Education - Star Rating	In progress	0.3	0.3	-	04/01/25	06/30/26
OneCare Outreach and Engagement Strategy*	Complete	1.0	1.0	0.0	07/01/24	06/30/25
Orange County Community Health Assessment and Improvement Plan	In progress	1.0	1.0	-	12/04/25	Ongoing
Provider Workforce Development	In progress	50.0	30.1	19.9	12/01/23	12/31/30
Stipend Program for Masters of Social Work	In progress	5.0	5.0	-	08/01/23	07/31/28
Wellness Prevention Program	In progress	2.7	2.7	-	07/01/24	06/30/28
Homeless Prevention and Stabilization Pilot Program	In progress	0.3	0.3	-	01/01/25	01/01/28
Supplemental Food Support for Medi-Cal Members*	In progress	9.2	5.4	3.8	11/01/25	02/28/26
<i>Subtotal</i>		\$ 384.2	\$ 279.0	\$ 105.2		
Quality Incentive Programs						
Comprehensive Community Cancer Screening ⁴	In progress	50.0	20.6	29.4	12/02/22	12/31/27
Dyadic Services Program Academy	In progress	1.9	1.9	-	06/01/24	05/31/26
Five-Year Hospital Quality Program	In progress	153.5	125.6	27.9	01/01/23	12/31/28
<i>Subtotal</i>		\$ 205.4	\$ 148.1	\$ 57.3		
Infrastructure and Capacity Building						
Digital Transformation Strategy (DTS) ³	In progress	100.0	99.6	0.4	07/01/21	06/30/27
IGT Administrative Withhold (staff to support IGT Program) ⁴	In progress	2.0	2.0	-	01/01/21	Ongoing
Medi-Cal Provider Rate Increases	In progress	526.2	526.2	-	07/01/24	12/31/26
Skilled Nursing Facility Access Program	In progress	10.0	-	10.0	01/01/23	12/31/26
<i>Subtotal</i>		\$ 638.2	\$ 627.8	\$ 10.4		
Total		\$ 1,227.8	\$ 1,054.9	\$ 172.9		

¹ Amounts Committed include payments and remaining balance of open Purchase Orders and/or an estimation of amounts committed

² Resource Available is the amount available for new initiatives after deducting the Spent Amount and the Additional Amounts Committed from the Board Approved Amount

³ Additional Amounts Committed for DTS are preliminary estimates

⁴ Initiatives funded by IGT dollars

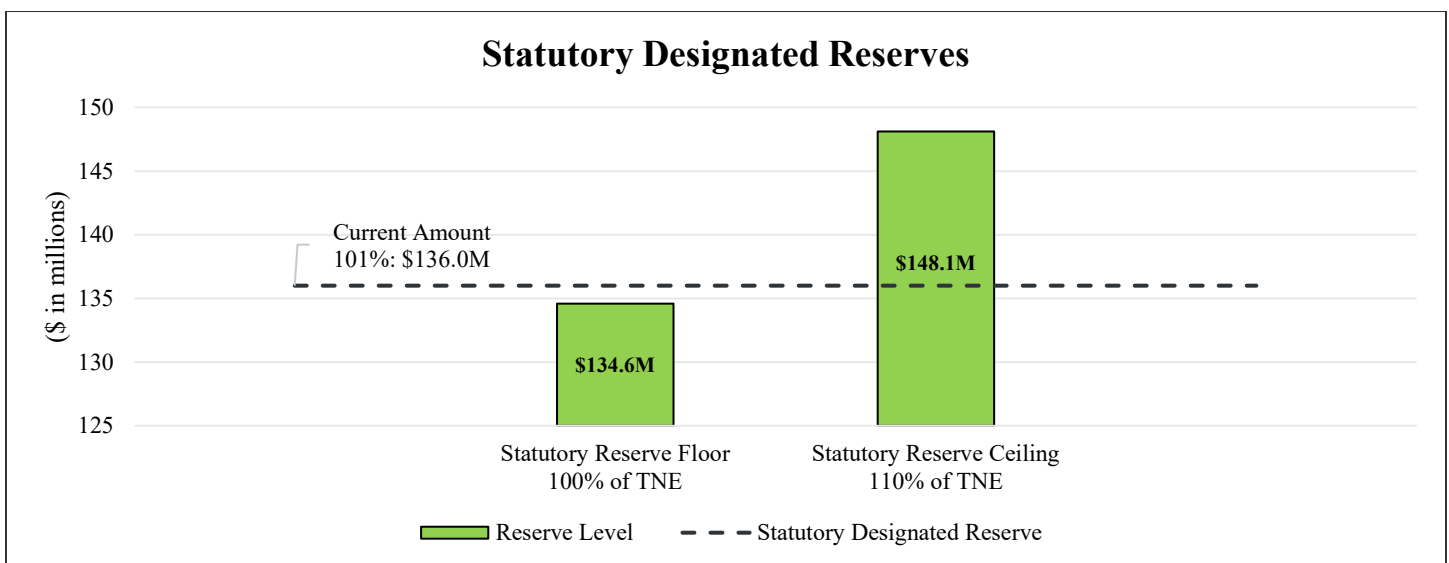
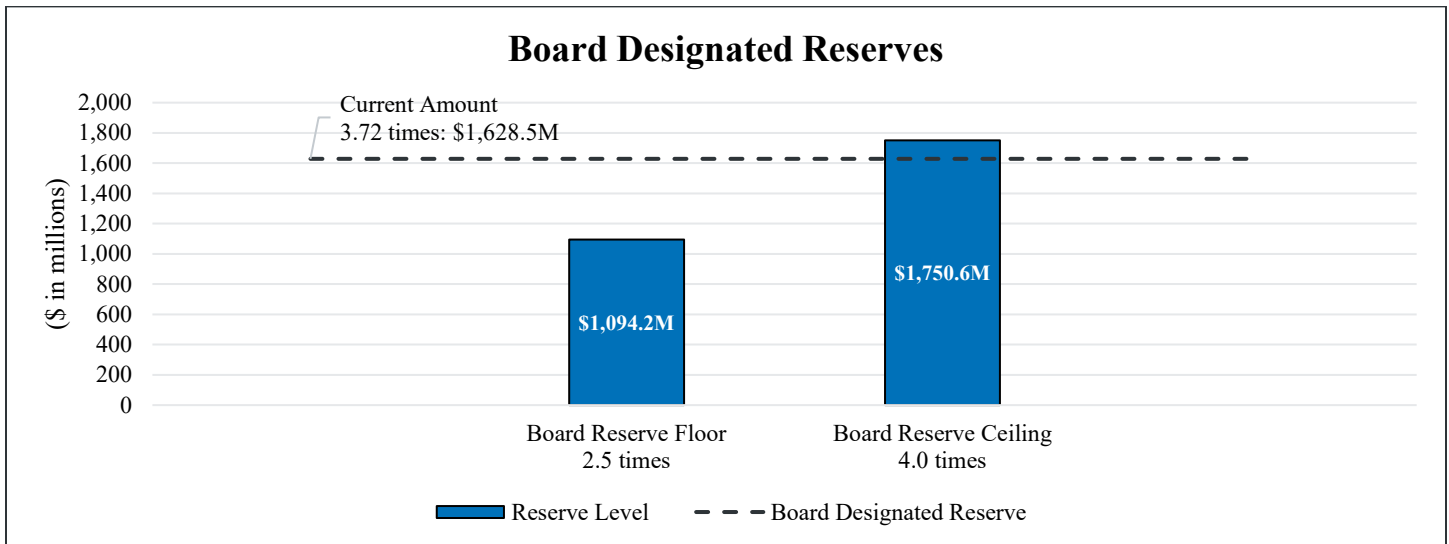
⁵ Completed initiatives were approved for closeout in April 2026 Board meeting and will be removed in the next quarterly report.

* Initiatives will be brought to the May 2026 Board meeting for closeout request.

Note: Totals may not add due to rounding

Exhibit 2: Reserve Level Landscape Analysis (as of March 31, 2026)

At the April 3, 2025, meeting, the Board approved the modification of CalOptima Health Policy GA.3001: Statutory and Board-Designated Reserve Funds. The updated policy increased the Board-designated reserve levels to a range of 2.5 to 4.0 months of consolidated monthly revenue and created a separate reserve fund to ensure compliance with TNE requirements. The charts below provide information on the levels of these reserve funds as of March 31, 2025.





**CalOptima
Health**

Enrollment Trend Analysis (through May 8, 2026)

**Finance and Audit Committee Meeting
May 28, 2026**

Nancy Huang, Chief Financial Officer

Our Mission

To serve member health with excellence and dignity, respecting the value and needs of each person.

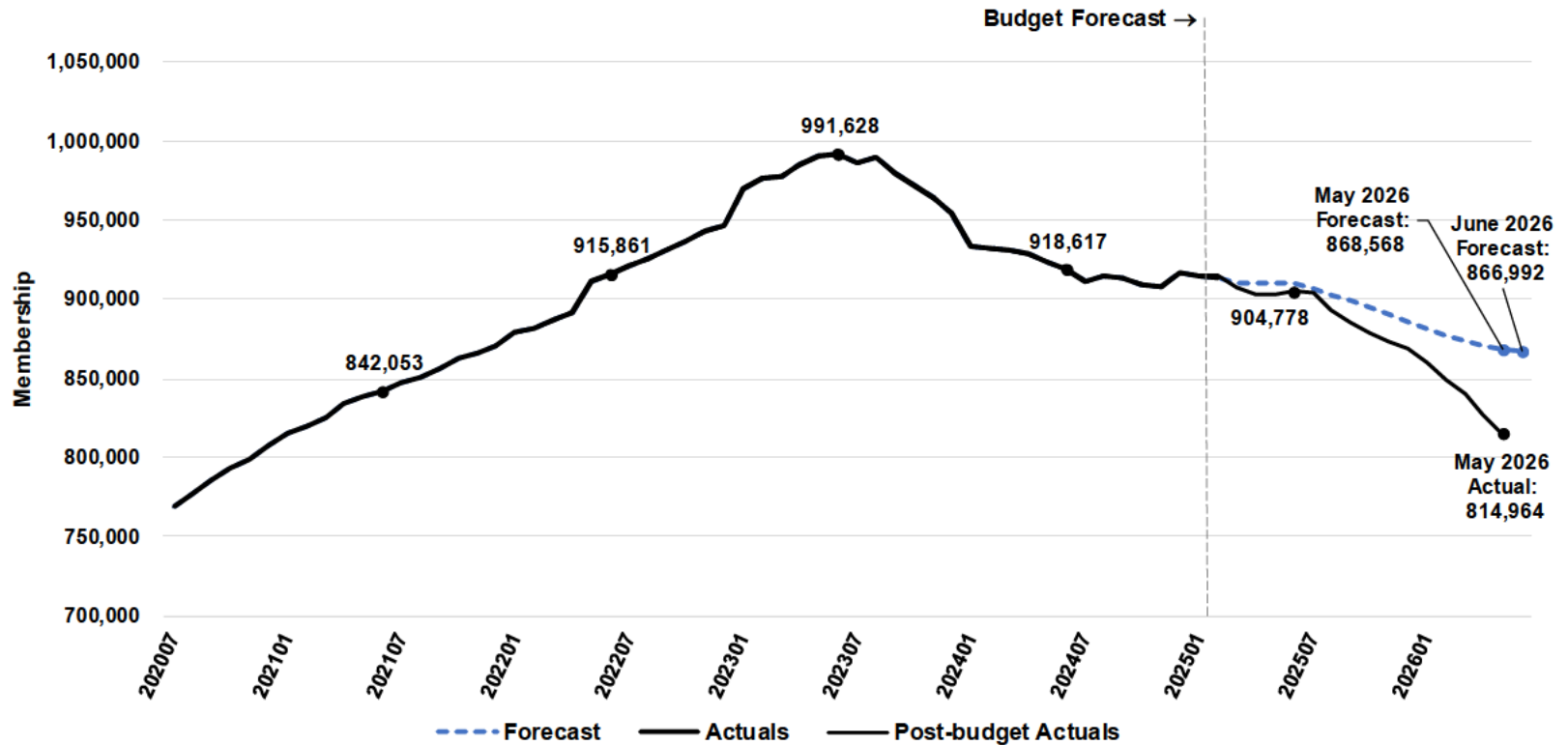
Our Vision

Provide all members with access to care and supports to achieve optimal health and well-being through an equitable and high-quality health care system.

Actuals v. Budget – Total Membership



Consolidated

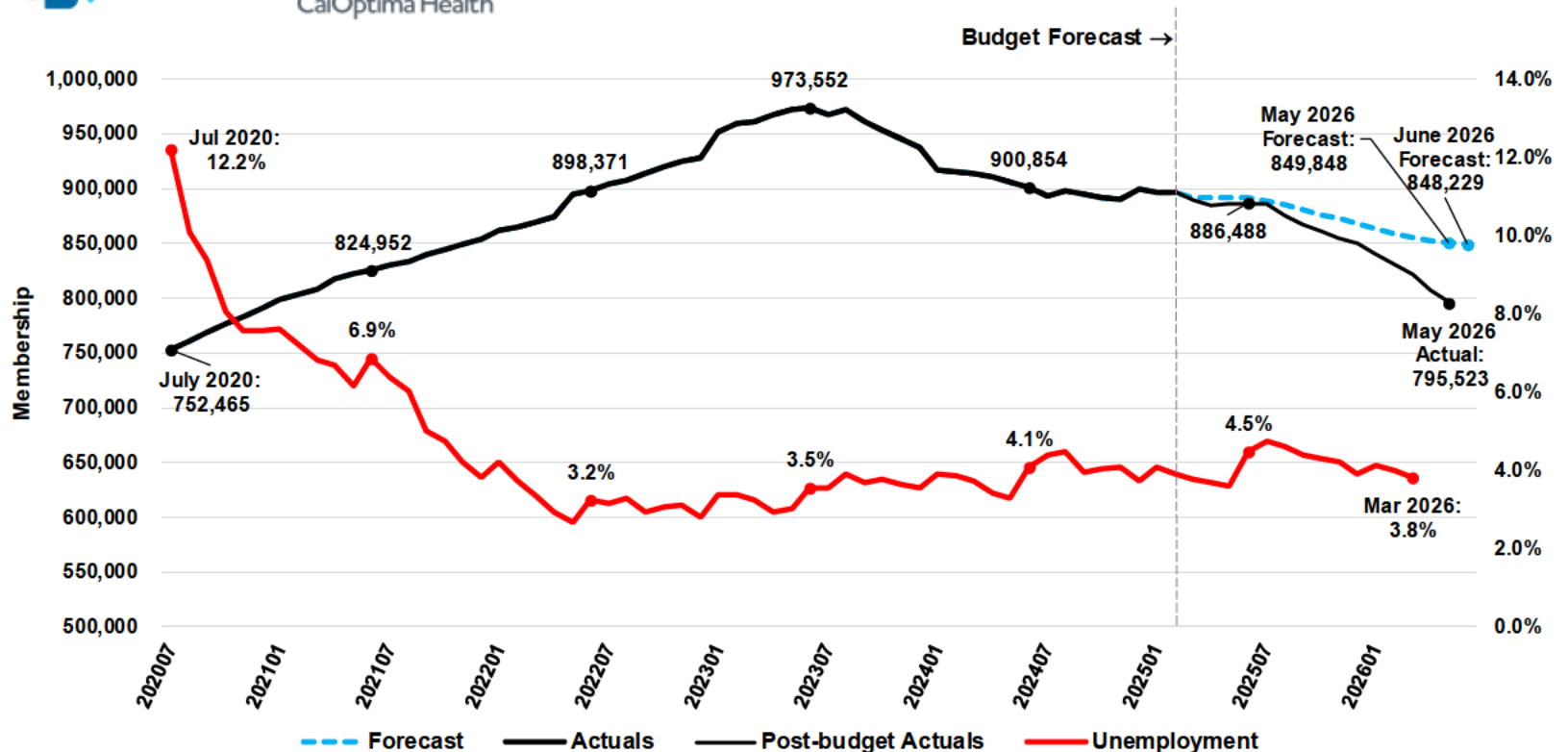


Notes:

- Data included in this report are based on member eligibility months rather than booked enrollment (as used in the financials).
- Includes data as of May 8, 2026



Actuals v. Budget – Medi-Cal

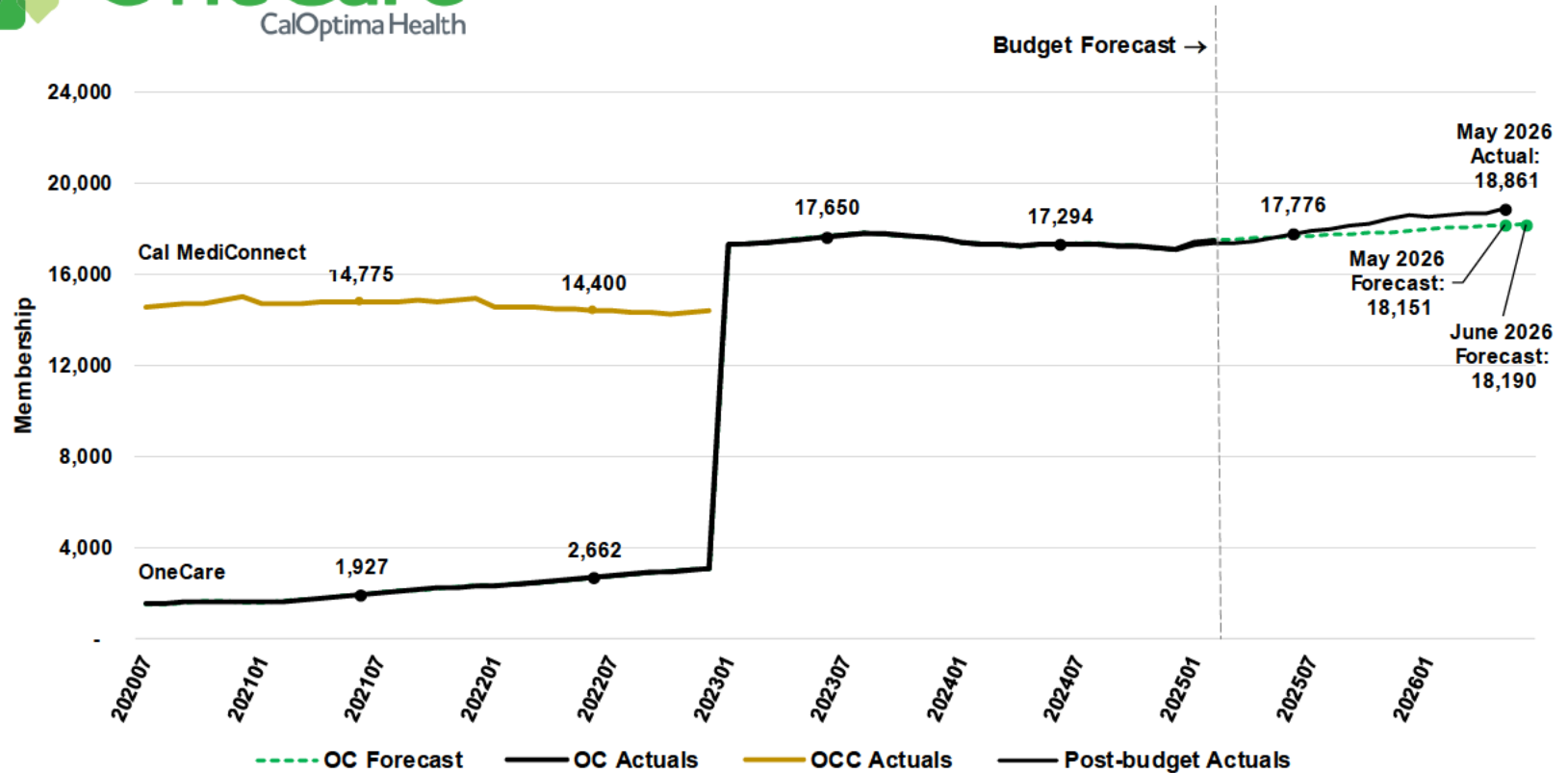


Notes:

- Medi-Cal specific aggregate enrollment forecast
- Overlay of Orange County unemployment rate
- Includes data as of May 8, 2026



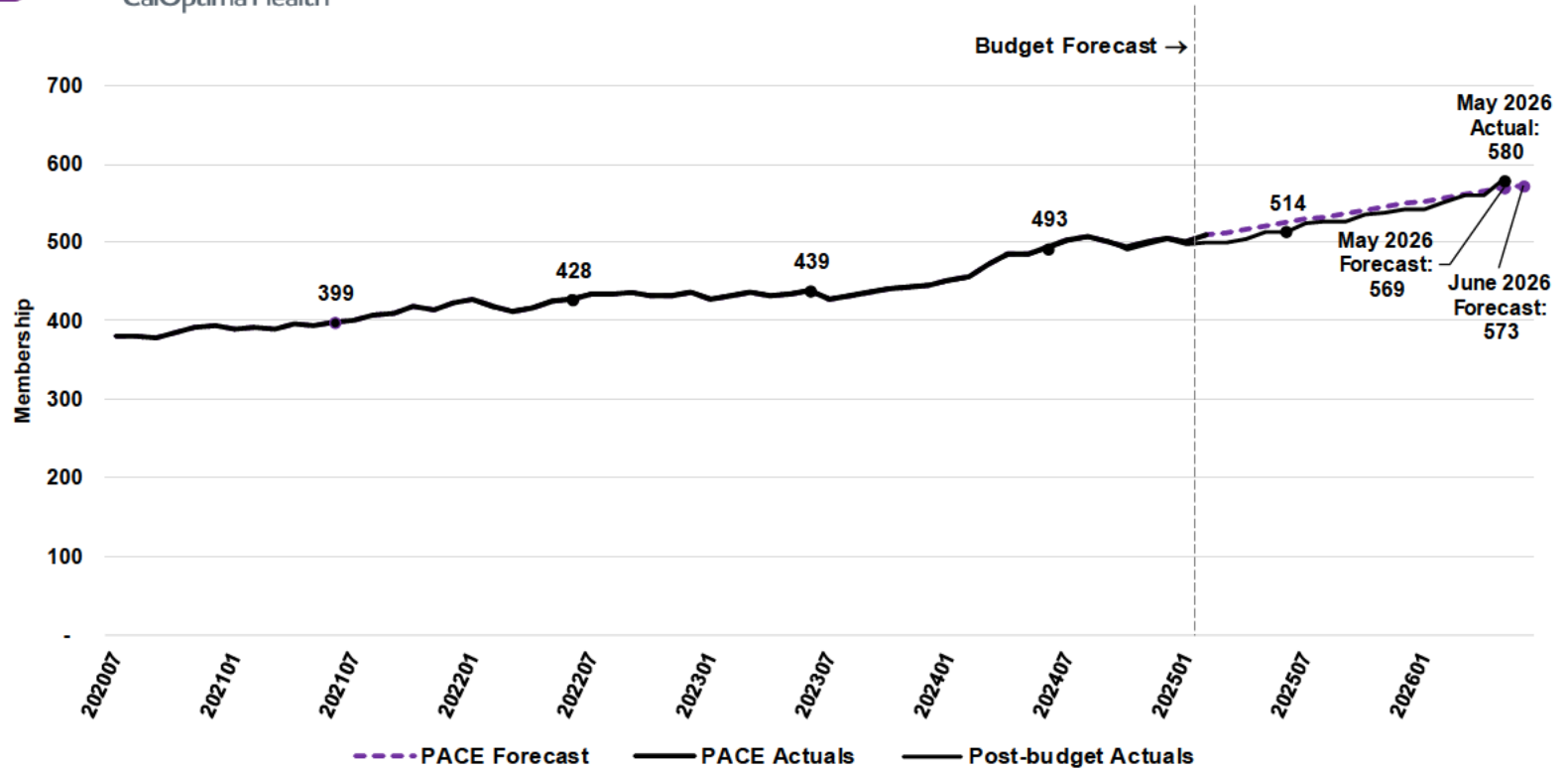
Actuals v. Budget – OneCare



Note: Includes data as of May 8, 2026



Actuals v. Budget – PACE



Note: Includes data as of May 8, 2026





Stay Connected With Us
www.caloptima.org



**Board of Directors'
Finance and Audit Committee Meeting
May 28, 2026**

Shared Risk Pool Performance Update

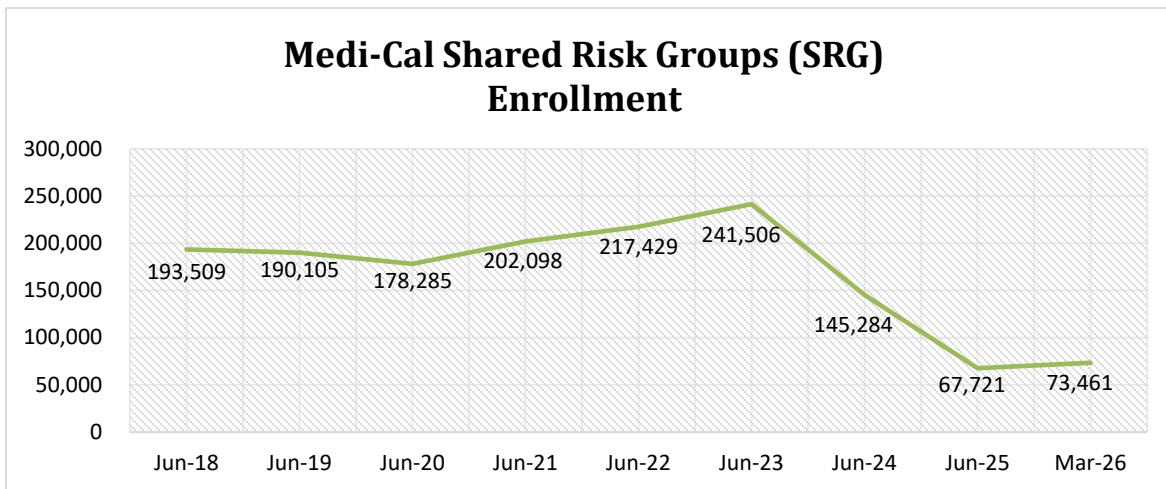
Medi-Cal: As of March 31, 2026, Medi-Cal has three (3) Shared Risk Groups (SRGs).

Effective Dates:

- Noble – January 2008
- UCMG – July 2008
- Providence Medical Foundation – Nov 2025

Enrollment

SRGs are serving approximately 73,000 members. It represents about 9% of Medi-Cal enrollment.



Notes:

- Arta and Talbert were consolidated with Monarch into one HMO group, Optum, effective January 2024
- AltaMed was an SRG from March 2014 to October 2024, and became an HMO group in November 2024
- Providence became a new SRG network in November 2025

Pool Performance - (Medi-Cal Classic + Expansion)

Fiscal Year	Gross Deficit	Gross Surplus	CalOptima Health Share (40%)	Group Share (60%)	Number of SRGs		
					Total	In Deficit	In Surplus
2018	-	111,191,833	44,476,733	66,715,100	5	0	5
2019	-	98,625,485	39,450,194	59,175,291	5	0	5
2020	-	56,137,205	22,454,882	33,682,323	5	0	5
2021	-	45,493,299	18,197,320	27,295,979	5	0	5
2022	-	40,209,384	16,083,753	24,125,630	5	0	5
2023	-	61,756,925	24,702,770	37,054,155	5	0	5
2024	-	41,076,803	16,430,721	24,646,082	5	0	5
2025	-	25,870,963	10,348,385	15,522,578	3	0	3
2026Q2	-	<u>6,118,520</u>	<u>2,447,408</u>	<u>3,671,112</u>	3	0	3
	-	\$486,480,417	\$194,592,167	\$291,888,251			

Shared Risk Pool Performance Update

Page 2

Note: IBNR is calculated based on the paid claims experience. Medi-Cal Shared Risk Pool data for fiscal years prior to 2018 have been archived.

OneCare: As of March 31, 2026, OneCare has four (4) SRGs.

Effective Dates:

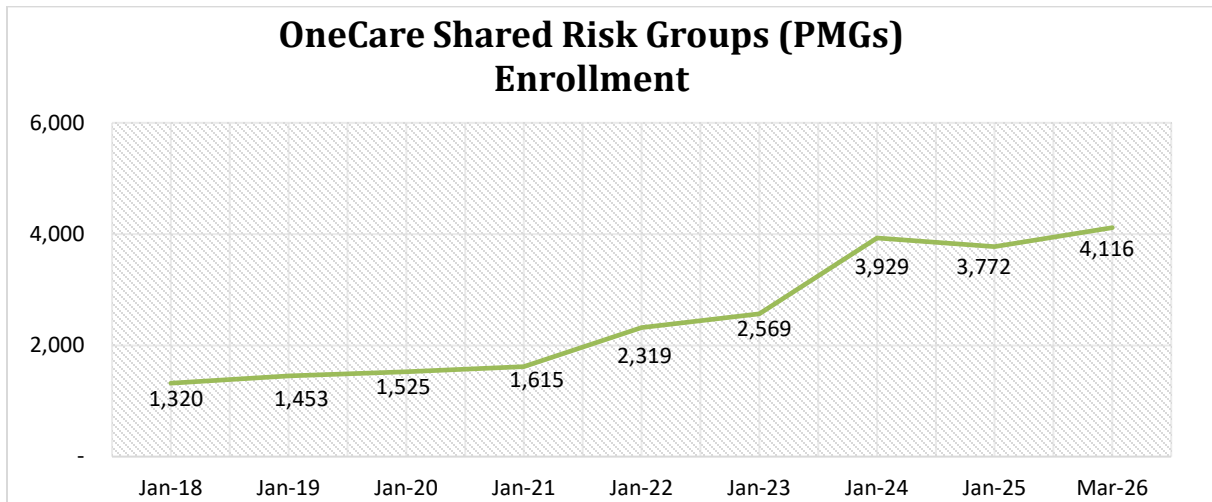
- Family Choice – October 2005
- Noble – December 2012
- AltaMed – August 2008
- UCMG – January 2013

Notes:

- Monarch was an SRG from October 2005 to December 2022; became an HMO group in January 2023
- AMVI/Prospect was an SRG from October 2005 to December 2022; became an HMO group in January 2023
- Arta and Talbert were consolidated with Monarch into one HMO group, Optum, effective January 2024

Enrollment

SRGs are serving approximately 4,100 members. It represents about 22% of OneCare enrollment.



Notes:

- OneCare Connect members transitioned to the OneCare program effective January 1, 2023

Pool Performance

Calendar Year	Gross Deficit	Gross Surplus	CalOptima Health Share (50%)	Group Share (50%)	Total	In Deficit	In Surplus
2018	(648,012)	905,714	(148,420)	406,122	8	3	5
2019	(283,379)	553,739	11,785	258,574	8	3	5
2020	(52,626)	1,584,991	741,485	790,880	8	1	7
2021	(1,439,612)	356,683	(1,179,903)	96,973	8	6	2
2022	(731,231)	1,519,370	66,244	721,895	8	3	5
2023	(1,618,867)	5,577,690	1,226,738	2,732,085	6	1	5
2024	(826,670)	2,654,791	578,636	1,249,485	4	2	2
2025	(1,073,634)	3,509,169	761,951	1,673,585	4	2	2
2026Q1	<u>(172,626)</u>	<u>638,774</u>	<u>169,051</u>	<u>297,097</u>	4	2	2
	(\$6,846,657)	\$17,300,921	\$2,227,567	\$8,226,697			

Note: Group share deficit is limited to \$5.00 PMPM. Estimated RAPS recoupment is excluded from the above data. OneCare Shared Risk Pool data for months prior to January 2018 have been archived.

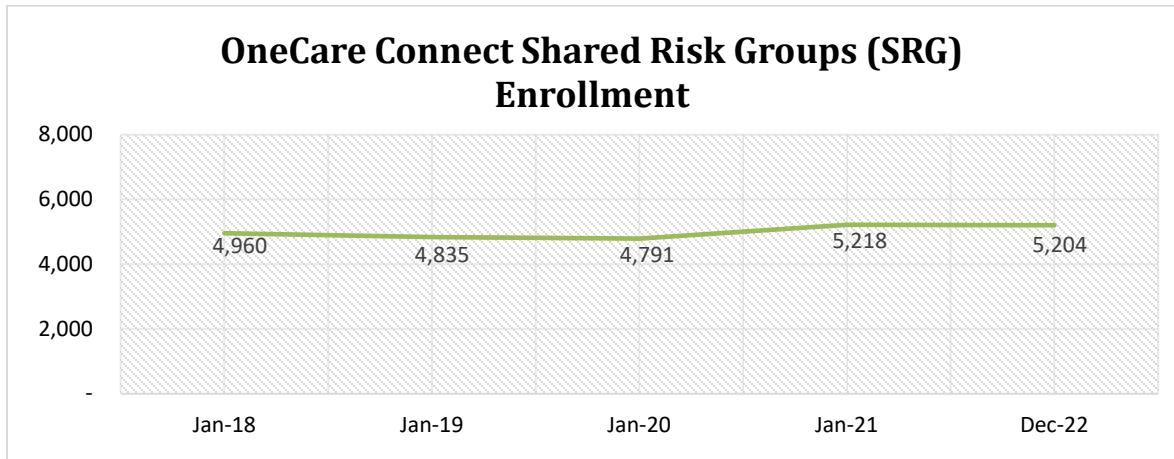
OneCare Connect: As of December 31, 2022, OneCare Connect had six (6) SRGs.

Effective Dates:

- Noble – July 2015
- UCMG – July 2015
- AltaMed – July 2015
- FCMG – January 2016
- Talbert – January 2016
- Arta Western – January 2016

Enrollment

Effective January 1, 2023, the OneCare Connect program ended. OneCare Connect enrollment transitioned to the OneCare program.



Notes:

- Monarch was an SRG from July 2015 to January 2017; became an HMO group in February 2017
- Prospect was an SRG from July 2015 to June 2017; became an HMO group in July 2017

Pool Performance

The final OneCare Connect shared risk pool report will be released to SRGs after the final close-out settlement is issued by the Centers for Medicare & Medicaid Services (CMS) to CalOptima Health.

Calendar Year	Gross Deficit	Gross Surplus	CalOptima Health Share (50%)	Group Share (50%)	Total	In Deficit	In Surplus
2018	-	9,952,022	4,976,011	4,976,011	6	0	6
2019	(39,792)	7,941,153	3,950,680	3,950,680	6	1	5
2020	-	11,577,166	5,788,583	5,788,583	6	0	6
2021	(101,572)	7,094,718	3,481,731	3,511,414	6	1	5
2022	(2,001,796)	1,254,098	(1,215,583)	467,885	6	3	3
	\$(2,143,160)	\$37,819,157	\$16,981,422	\$18,694,573			

Note: Group share deficit is limited to \$5.00 PMPM. QI withhold reimbursement and estimated RAPS recoupment are excluded from the above data.



**Board of Directors’
Finance and Audit Committee Meeting
May 28, 2026**

Delegated Entities Financial Compliance Review Update

On a quarterly basis, CalOptima Health reviews the unaudited financial statements of the capitated Physician Groups, Hospitals and HMOs that comprise CalOptima Health’s health networks, and other delegated entities. After internal review, CalOptima Health’s financial staff makes a determination as to whether the delegated entity has the ability to assume the risk of a capitated contract. The following provides an overview of the review criteria:

1. Physician Groups, and Other Delegated Entities* : These entities are required to pass the following tests:
 - Current ratio must be greater than or equal to 1.0;
 - Tangible net equity (TNE) must be greater than or equal to 1.0; and
 - Cash to claims ratio must be greater than or equal to 0.75.

Hospitals: These entities are required to have a current ratio greater than or equal to 1.0

HMOs: These entities are required to have a TNE greater of (a) \$1.0 million; (b) percent of premium revenues; or (c) percent of healthcare expenses.

2. Financial Security Reserves and Withhold: Health networks and hospitals are required to meet the current financial security reserve and withhold levels pursuant to CalOptima Health policy.

Results of the December 31, 2025, Financial Compliance Review: CalOptima Health reviewed the unaudited financial statements for each entity for the period ending December 31, 2025, and found that all entities were in compliance.

	Physician Groups	Other Delegated Entities*	Hospitals	HMOs
Total	7	1	2	5
Passed Review	7	1	2	5
Failed Review	0	0	0	0
On Notice	0	0	0	0
Did Not Submit Statements	0	0	0	0

*Includes a dental provider that takes delegated risk