CalOptima Health

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

THURSDAY, NOVEMBER 20, 2025
3:00 P.M.

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

BOARD OF DIRECTORS' FINANCE AND AUDIT COMMITTEE
Isabel Becerra, Chair
Blair Contratto
Brian Helleland

CHIEF EXECUTIVE OFFICER	OUTSIDE GENERAL COUNSEL KENNADAY LEAVITT	CLERK OF THE BOARD
Michael Hunn	Troy R. Szabo	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_YEdAiUvER3OQ8elva2YJMA
and Join the Meeting.

Webinar ID: 849 8532 9241
Passcode: 688225-- Webinar instructions are provided below.

CALL TO ORDER
Pledge of Allegiance
Establish Quorum

MANAGEMENT REPORTS
1. Chief Financial Officer Report

2. Cybersecurity Update

INVESTMENT ADVISORY COMMITTEE UPDATE
3. 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
4. Minutes
   a. Approve Minutes of the September 18, 2025 Regular Meeting of the CalOptima Health Board of Directors' Finance and Audit Committee
   b. Receive and File Minutes of the July 21, 2025 Regular Meeting of the CalOptima Health Board of Directors' Investment Advisory Committee

REPORTS/DISCUSSION ITEMS
5. Recommend that the Board of Directors Approve Modifications to Policy GA.3400: Annual Investments

6. Recommend the Board of Directors Approve the New CalOptima Health Policy GA.8064

INFORMATION ITEMS
7. September 2025 Financial Summary

8. Quarterly Operating and Capital Budget Update

9. CalAIM Program Summary and Community Supports: Trends & Analysis

10. Board Approved Initiatives Update

11. 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 November 20, 2025 at 3:00 p.m. (PST)

To **Register** in advance for this webinar:
https://us02web.zoom.us/webinar/register/WN_YEdAiUvER3OQ8elva2YJMA

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

To **Join** please click this url:
https://us02web.zoom.us/s/84985329241?pwd=Yau5Ij3ihJaQrAayI6k5YpuCn6LDyY.1

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+16694449171,,84985329241#,,,,*688225# US

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+1 669 444 9171 US
+1 719 359 4580 US
+1 253 205 0468 US
+1 253 215 8782 US (Tacoma)
+1 346 248 7799 US (Houston)
+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
+1 646 558 8656 US (New York)
+1 646 931 3860 US
+1 689 278 1000 US
+1 301 715 8592 US (Washington DC)

Webinar ID: 849 8532 9241
Passcode: 688225

International numbers available: https://us02web.zoom.us/u/kdfKciniY5

CFO Update

Finance and Audit Committee Meeting

November 20, 2025

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

- Information Items - Updates
  - Quarterly Operating and Capital Budget Update
  - CalAIM Program Summary
  - Board-approved Initiatives Update
- Quarterly Reports - Key Measures
  - Net Assets Analysis
  - Enrollment Trend Analysis
  - Shared Risk Pool Performance Report
  - Health Network Financial Compliance Report

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

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Information Items - Updates

- Quarterly Operating and Capital Budget Update
  - Added report descriptions and responsible departments
  - Streamlined information to provide more clarity
- CalAIM Program Summary
  - Added program description and highlights page
- Board-approved Initiatives Update
  - Staff will present status update on key initiatives

Quarterly Reports - Key Measures

Quarterly Report	Measure	Sept 2025
Net Asset Analysis (as of 9/30/25)	Total Net Assets	$2.89 Billion
	Board Designated Reserve: 2.5 to 4.0 months	3.71
	Statutory Designated Reserve: 1.0 times TNE	1.02
	Days of operation [Board Designated Reserve and Unallocated Resources]	180 days
Enrollment Trend Report (through 11/6/25)	Consolidated (all Lines of Business)	868,451 (Below budget)
	Medi-Cal	849,380 (Below budget)
	OneCare	18,522 (Above budget)
	PACE	549 (Above budget)

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Quarterly Reports - Key Measures

Quarterly Report	Measure	Sept 2025
Shared Risk Pool Performance	Most Recent Year Pool Performance Medi-Cal: Noble, UCMG and AltaMed (July to October 2024) OneCare: Family Choice, AltaMed, Noble and UCMG	 Medi-Cal: All 3 in Surplus OneCare: 3 in Surplus, 1 in Deficit
Health Network Financial Compliance Review	Pass financial compliance tests and meet financial security reserves and withhold – applies to Physician Groups, Hospitals, HMOs	All passed

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Cybersecurity Update

Finance and Audit Committee Meeting
November 20, 2025

James Steele
Senior Director, Information Security

Our Mission

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

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Agenda

- CalOptima Health has experienced **0** major* cybersecurity incidents
- CalOptima Health experienced **0** notable non-reportable cybersecurity incidents
- CalOptima Health received **2** notable 3rd-party cybersecurity incidents
  - CY25 Q1 Episource
  - CY25 Q4 MedImpact – No impact to CalOptima Health or Members

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

Agenda

- Relevant Cybersecurity News
- Cybersecurity Metrics
- 2025 Security Risk Assessment – Update
- Board Cybersecurity Educational Session

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Relevant Cybersecurity News

MS-ISAC loses federal funding

- Multi-State Information Sharing & Analysis Center (MS-ISAC) has lost its federal funding, which previously provided no-cost cybersecurity services to roughly 19,000 state, local, tribal and territorial government entities. GovTech

Cybersecurity worries have grown

- Healthcare organizations' concerns about cyber threats were also mixed with complacency, according to a new survey from Travelers. And one analyst says too few providers are taking action to protect themselves and their patients against cyber risk. Healthcare IT News

Cybersecurity Should Be Viewed as a Strategic Enabler of the Business

- Cybersecurity must shift from being viewed as a cost-center driven by compliance to a strategic enabler aligned with business outcomes like improved patient care, operational resilience, and trust. HIPAA Journal

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Cybersecurity Metrics for CY25 Q3

Reportable Major Cybersecurity Incidents	Cybersecurity Incidents	CY25 Q3	Last 12M
0	Third party cybersecurity notifications	7	12
	Non-reportable cybersecurity incidents	0	1
	Data loss prevention escalations	14	22
	Cybersecurity Tools	**CY25 Q3**	**Last 12M**
	Total Email Received	5.45 M	17.91 M
	% of total emails blocked due to malicious content	66%	62%
	Phishing websites blocked	126	543
	Malicious applications blocked	1,052	3,738

Asset Type	Total
Workstations	2,201
Servers	620
Other systems	1,982

Risk Register	Open*
Critical Findings	1
High Findings	4
Med Findings	2
Low Findings	3

*2025 Assessment as 11/15/2025 – Workstreams in process for open items

2025 Security Risk Assessments

- Maturity Assessment
  - CalOptima Health showed marked improvement in Year-over-Year maturity
- OCR Security Risk Assessment
  - 5 Area of improvement identified.
    - Majority of improvement around documenting our current practice

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Healthcare Cyber Threat Trends

Board Cybersecurity Educational Session

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What Board Members Should Know

- Healthcare remains the leading target for cybercriminals due to highly valuable PHI and the critical nature of care delivery.
- Threats continue to rise across the industry, including:
  - Ransomware impacting hospitals, health plans, and providers
  - Social engineering and impersonation scams targeting Medi-Cal and vulnerable populations
  - Third-party vendor incidents affecting data shared across care ecosystems
  - Misconfigurations in cloud or legacy systems are causing unintended exposure

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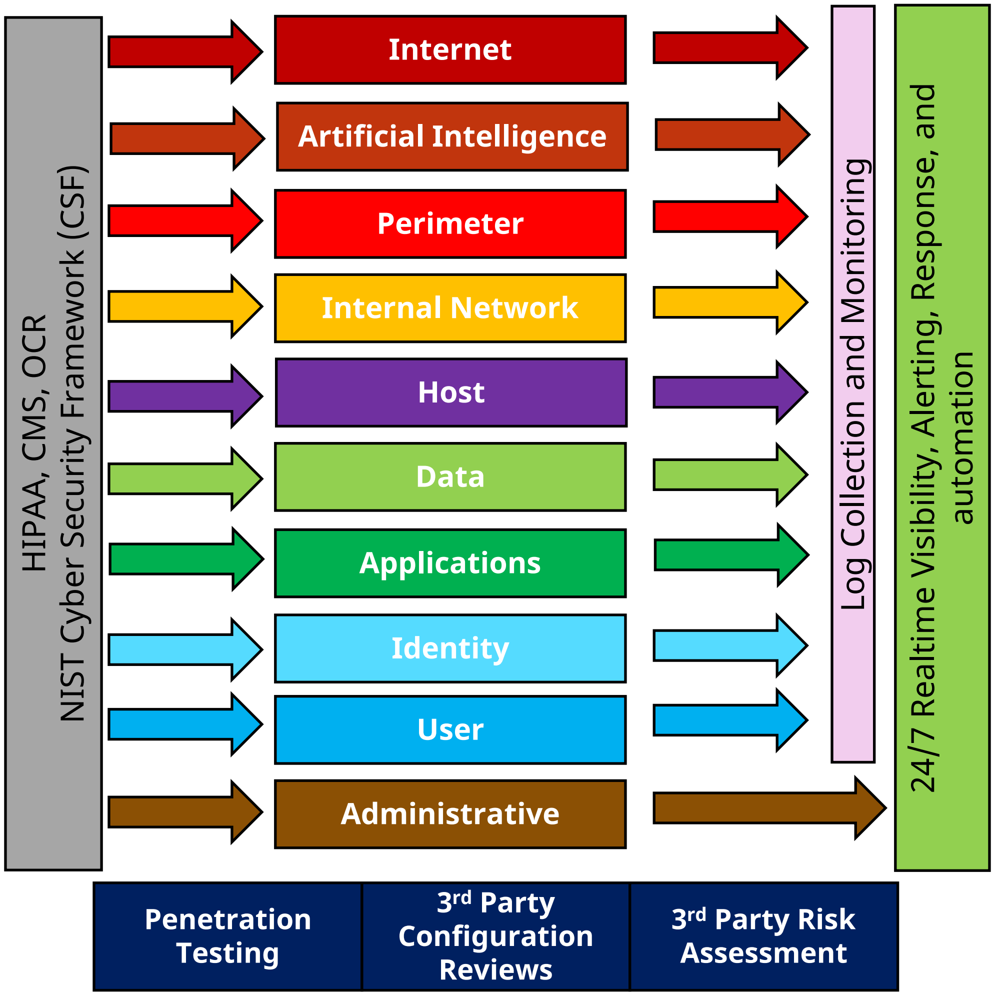
How CalOptima Protects Member Data

- CalOptima Health follows HIPAA, CMS, OCR, and NIST*-aligned practices to safeguard member information.
- We apply a **layered security approach** that includes people, processes, and technology.



* National Institute of Standards and Technology

How CalOptima Protects Member Data Cont’d

- Ongoing initiatives strengthen our protection capabilities:
  - Expansion of **Zero Trust** identity and access controls
  - **Data governance and classification** to reduce unnecessary PHI exposure
  - Enhanced **vendor oversight** for all partners handling PHI
  - Continuous **threat monitoring**, staff training, and education
  - Focused alerts to reduce fraud and impersonation attempts

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Board of Directors' Finance and Audit Committee
November 20, 2025

Quarterly Treasurer's Report
July 1, 2025, through September 30, 2025

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 5, 2024, the Treasurer submits this quarterly investment report for the period July 1, 2025, through September 30, 2025.

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. 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 September 30, 2025, the market values of the Short-Term Operating and Restricted Reserve portfolios were as follows:

	Payden & Rygel	MetLife	Total
Short-Term Operating	$970,021,803	$937,680,581	$1,907,702,384
Board-designated Reserve Fund (Tier 1)	$802,340,607	$802,355,608	$1,604,696,215
Statutory Designated Reserve Fund (Tier 2)	$67,192,404	$66,951,852	$134,144,257
Total	$1,839,554,814	$1,806,988,041	$3,646,542,855

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 1.241%. The Short-Term Operating account had a return of 1.214%. The fixed income portion, Tier One and Tier Two accounts, had a return of 1.264% 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.

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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 September 30, 2025, 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	$802,340,607				
Tier 1 – MetLife	$802,355,608				
Total	$1,604,696,215	$1,082,540,573	$1,732,064,917	$522,155,642	($127,368,702)
Current Reserve Level *(X months of average monthly revenue)*	3.71	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	$67,192,404				
Tier 2 - MetLife	$66,951,852				
Total	$134,144,257	$131,812,377	$144,933,614	$2,331,880	($10,849,358)
Current Reserve Level *(X min. TNE)*	1.02	1.00	1.10	-	-

At the end of September 2025, CalOptima Health's Board-designated reserve fund policy compliance level was 3.71 and the Statutory Designated Reserve Fund policy compliance level was 1.02.

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 meeting on October 27, 2025, the Investment Advisory Committee (IAC) members and CalOptima Health's investment managers were updated on CalOptima Health's forthcoming changes that will affect revenues and expenses. During the past quarter, the effects of ongoing political developments at both the federal and state levels have persisted. Membership has declined, impacting revenue, primarily due to the annual redetermination process.

Currently, there have been no changes to member benefits or access to care. CalOptima Health remains committed to encouraging members to receive preventive care, as well as supporting access to essential health care services. CalOptima Health continues to strengthen community partnerships to expand resource availability. In October 2025, the Board approved $19.8 million to support community outreach programs. This funding will improve communication with members, guide them in maintaining Medi-Cal coverage, preserve access to care and help them effectively navigate available health care services.

The Annual Investment Policy (AIP) for calendar year 2026 was discussed and approved by the IAC. One of the notable changes to next year's AIP was to add "Financial futures contracts related to U.S. government securities" as a permissible investment type. It was added for the sole purpose of managing the portfolio duration within the Tier One and Tier Two accounts and provides investment managers with a flexible and efficient tool to manage interest risks and portfolio durations. Staff will present this policy at the November 2025 Finance and Audit Committee and the December 2025 Board meetings for final approval. The policy changes will take effect on January 1, 2026.

Attachments

1. Quarterly Investment Report – July 1, 2025, through September 30, 2025

MEKETA

CalOptima Health

Meeting Materials
October 27, 2025

Fund Evaluation Report

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Corporate Update

MEKETA

Corporate Update | 2Q.2025

MEKETA.COM

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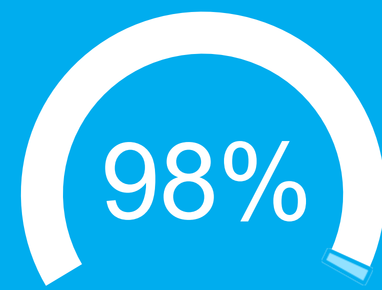
Offices



Client Retention Rate

5:1
Client | Consultant Ratio

$2.4T
Assets Under Advisement

$380B
Assets in Alternative Investments

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

UPCOMING EVENTS
Q1 Investment Perspectives Webcast
April 2025

Client and employee counts as of March 31, 2025; assets under advisement as of December 31, 2024; assets in alternative investments as of December 31, 2024.

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.

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THOUGHT LEADERSHIP

Converging Paths or Persistent Gaps? Understanding Valuations Across Public and Private Equity

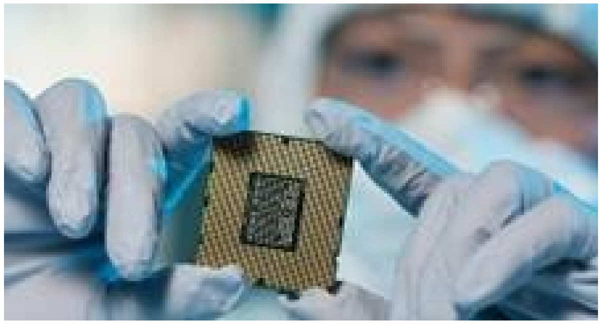
Valuations play a critical role in shaping long-term investment outcomes and are often considered to be an important determinant of future performance. Therefore, it is natural for allocators of large pools of assets to examine valuations across different markets. An area that has drawn attention in recent years is the comparison of valuations for the stock market and private equity, as both public and private equity valuations are near all-time highs. In this research note, we aim to evaluate where private equity valuations are relative to public markets, with a focus on North American buyout strategies and US equities, and what implications this may have.

Read more here:
https://meketa.com/leadership/converging-paths-or-persistent-gaps-understanding-valuations-across-public-and-private-equity/

Sustaining Missions and Navigating Markets: Frameworks for Endowment and Foundation Spending Policies

Our focus in this paper is on endowments and foundations that aim to maintain intergenerational equity, and how best to maintain this goal through spending policy development.

Read more here:
https://meketa.com/leadership/sustaining-missions-and-navigating-markets-frameworks-for-endowment-and-foundation-spending-policies/



AI Infrastructure Investment

Since OpenAI launched its generative artificial intelligence application, ChatGPT, in late 2022, AI has catapulted to the forefront of technology companies in the US.

The growing competition in AI development has driven a significant surge in investments in technological research and innovation. In the US, the so-called "Magnificent Seven" companies have each developed their own proprietary large language models (LLMs).

Read more here:
https://meketa.com/leadership/ai-infrastructure-investment

ANNOUNCING OUR NEWEST SHAREHOLDER

Matt Curran

Research Consultant

MEKETA IN THE WILD

IPEM Conference

Meketa's **Balaj Singh, CFA, CAIA** enjoyed moderating a panel at April's Pensions & Investments x IPEM conference, 2025 Private Markets: The LP Perspective. Balaj and his fellow panelists discussed the state of private equity and how LPs are monitoring their private equity portfolios to ensure they meet investment objectives, noting "private equity investing is not about a "set it and forget it" mentality."

Talking Hedge

It was great to hear Meketa's **Zachary Driscoll, CFA** moderate the panel, Leveraging Total Portfolio Principles to Compound Better, at last month's Talking Hedge Austin conference. The discussion offered valuable insights and was a great kick-off to the event.

PREA Institute

Christy Fields from Meketa had the pleasure of leading the session, The Performance of Real Estate and Other Alternatives, at the conference in Chicago, with **Rajeev Ranade** joining as well. The Institute is dedicated to exploring real estate investment where theory meets practice, fostering insightful discussions and innovative ideas.

MEKETA IN THE NEWS

Pensions&Investments

Expanding the Playbook – Private Equity's Evolving Opportunities in Sports | April 30, 2025

Commentary by Balaj Singh, *Senior Private Markets Analyst*

"For private equity investors, the sports sector offers the allure of cultural relevance, anticipated steady demand and growing institutional acceptance. But it also requires patience, creativity and an understanding that this is not your typical PE asset class. The playbook is still being written."

EQDerivatives

Long Volatility Gains Momentum, Trend Strategies Show Resilience Amid Market Corrections

By Quratulain Tejani | May 7, 2025

Meketa said risk mitigating strategies helped institutional clients navigate volatility as markets tumbled in April. Long volatility strategies proved effective in mitigating risk, and should a drawdown or inflationary themes continue to extend, trend following strategies will be ready to take the baton.

Meketa's risk management framework, which is categorized into first responders, such as long volatility, second responders, such as trend following and diversifiers, is helping investors weather equity drawdowns and potentially benefit from bear market conditions. Ryan Lobdell, head of marketable alternatives, highlighted that many of these strategies have stood their ground during the recent market selloffs, despite liquidity concerns expressed by some.

"The vast majority of these [systematic strategies] trade futures contracts on different types of assets, such as equity, equity indices, rates, currencies [and] commodities.," said Zack Driscoll, research consultant at Meketa.

"Many first responder strategies, [such as long volatility], did quite well over the first week to 10 days of April," said Lobdell. "There has been an uptick in interest, but in terms of people actually putting dollars to work, I think that's been a hit or miss because of liquidity constraints within private markets allocations."

Second responder strategies, such as trend following, tend to perform well during bear markets or prolonged drawdowns — especially when asset managers take long and short positions across macro markets within a six-week to six-month time horizon, Lobdell said. "This played out during the global financial crisis and again in 2022, when persistent market trends created favorable conditions for these approaches. But in times like the mid-April market selloffs, or the beginning of COVID-19, when trends rapidly reverse, the performance of the strategy can suffer in the short term as it repositions. If equities are trending down, trend followers will likely be net sellers, leading to negative correlations to equities." This, Lobdell said, may produce an attractive profile, such as convexity.

Diversifiers, such as global macro, equity market neutral, relative value, event-driven, insurance-linked securities, alternative risk premia and multistrategies, act as hedges and contribute to returns during bull and flat equity markets, particularly when bonds might be failing to deliver the required portfolio protection, Lodbell and Driscoll highlighted. "[These] diversified sets of hedges or protection in a portfolio tend to not do as well when there's no trend. When markets move sideways and are choppy, like we've seen, that's a harder environment for them to succeed in," **Driscoll said. "Ultimately, no single group of a risk management functional framework, or a single strategy within a group, is likely to effectively fulfill all objectives. We work hard to educate clients on the role of the framework and how each strategy within interacts, to manage their expectations."**

chief investment officer

How Companies With Frozen, Overfunded Pensions Approach the Future

By Matt Toledo | May 1, 2025

Corporations are increasingly evaluating de-risking options for their pension funds, while also adding risk to their portfolios.

"The majority of plans that are frozen and just a little bit overfunded are still targeting termination," says **Jonathan Camp**, a managing principal at Meketa. "But we have seen an uptick in companies that are opening back up their plans. … Some of these frozen plans that have excess assets—let's say they are 5% or 10% overfunded—that's when [the sponsors] start to have to think to [themselves]: Are we going to terminate the plan and then use those assets for some other purpose?"

How Frozen, Surplus-Asset Plans Are Investing

"If you're 100% or over 100% funded, you're going to have a heavier allocation to bonds—the higher quality, the better," says Camp. "So typically Treasurys, AAA bonds, AA bonds…you're generally focused on investment-grade, high-quality corporate bonds."

Will More Plans Like IBM Reopen?

"The plans that I see that are frozen and using their assets to open back up and offer new benefits, from what I've seen, they tend to be cash balance plans," Camp says, noting that other types of plans are not unfreezing their pensions.

Executive Summary
As of September 30, 2025

The value of the CalOptima Health Plan assets was $3.65 billion on September 30, 2025, compared to $3.43 billion as of the end of the prior quarter. The Plan had net cash inflows of $171.0 million and investment gains of $45.8 million during the quarter.

→ The Total Plan's net of fees performance for the quarter was 1.241%. The Fixed Income portion (Tier One plus Tier Two) returned 1.264% during the quarter compared to 1.117% for the ICE BofA 1-3 US Treasuries Index. The Operating Account (Cash) returned 1.214% for the quarter net of fees compared to 1.077% for the 90-Day US Treasury Bill.

→ The Total Plan's net of fees performance for the trailing year was 4.635%. The Fixed Income portion (Tier One plus Tier Two) returned 4.272% over the past year compared to 3.872% for the ICE BofA 1-3 US Treasuries Index. The Operating Account (Cash) returned 4.826% for the past year compared to 4.381% 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").

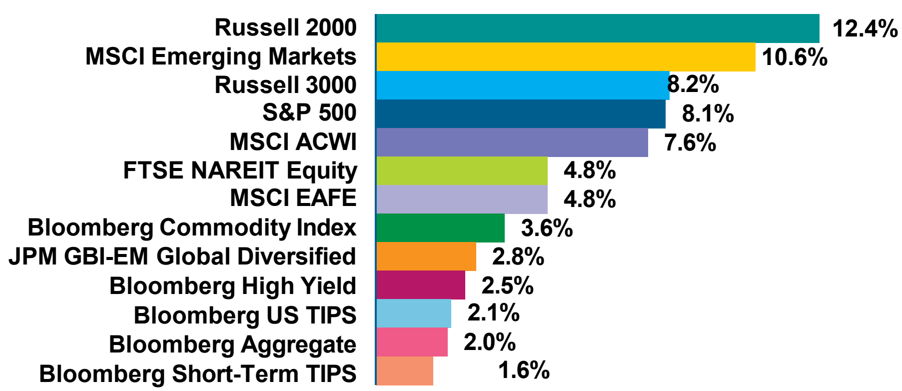
Q3 Economic and Market Highlights

→ At the end of the third quarter, most asset classes have positive year-to-date gains given anticipation of lower rates in the US, contained inflation, and continued strength in corporate earnings. The US yield curve shifted lower on expected monetary policy easing in the coming quarters and strong risk appetite by investors provided positive performance for credit indexes.

→ In this environment the broad US bond market (Bloomberg Aggregate) returned 2.0%. Short (+1.6%) and longer dated (+2.1%) Treasury Inflation-Protected Securities ("TIPS") also provided positive performance as inflation risks remained elevated. Positive risk sentiment supported high yield (+2.5%) and emerging market debt (+2.8%). Year-to-date performance in emerging markets solidly exceeded other indices (+15.4%), with the depreciation of the US dollar being a key driver.

→ Key questions going forward include how will the Fed manage interest rates given competing pressures on its dual mandate of inflation and employment, will tariff pressures eventually show up in inflation, can earnings growth remain resilient in the US, and how will China's economy and relations with the US track.

Q3 2025[1]



[1] Source: Bloomberg. Data is as of September 30, 2025.

Total Plan | As of September 30, 2025

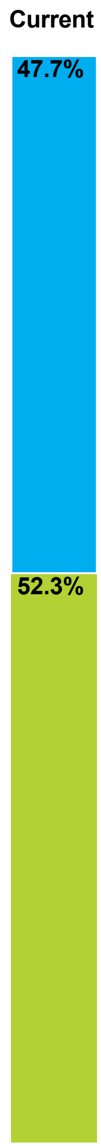
Trailing Period Performance

	Market Value ($)	% of Portfolio	QTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	10 Yrs (%)	Since Inception	Inception Date
Total Plan (Gross)	**3,646,542,855**	**100.000**	**1.259**	**4.707**	**5.249**	**3.001**	**2.391**	**2.222**	**Oct-14**
Total Plan (Net)	**3,646,542,855**	**100.000**	**1.241**	**4.635**	**5.179**	**2.928**	**2.315**	**2.143**	**Oct-14**
Fixed Income (Gross)	**1,738,840,472**	**47.685**	**1.283**	**4.355**	**4.934**	**2.090**	**2.163**	**2.087**	**Oct-14**
Fixed Income (Net)	**1,738,840,472**	**47.685**	**1.264**	**4.272**	**4.845**	**2.003**	**2.077**	**2.013**	**Oct-14**
ICE BofA 1-3 Years U.S. Treasury Index			*1.117*	*3.872*	*4.346*	*1.573*	*1.688*	*1.640*	
Tier One: Payden Low Duration (Gross)			1.273	4.383	4.982	2.220	2.235	2.893	Jul-99
Tier One: Payden Low Duration (Net)	802,340,607	22.003	1.258	4.320	4.915	2.151	2.161	--	Jul-99
ICE BofA 1-3 Years U.S. Treasury Index			*1.117*	*3.872*	*4.346*	*1.573*	*1.688*	*2.650*	
Tier One: MetLife STAMP 1-3 Year (Gross)	802,355,608	22.003	1.285	4.343	4.867	2.132	--	2.177	May-16
Tier One: MetLife STAMP 1-3 Year (Net)			1.263	4.252	4.775	2.047	--	2.094	May-16
ICE BofA 1-3 Years U.S. Treasury Index			*1.117*	*3.872*	*4.346*	*1.573*	*1.688*	*1.740*	
Tier Two: MetLife STAMP 1-5 Year (Gross)	66,951,852	1.836	1.340	4.406	5.041	1.702	2.111	1.952	Apr-13
Tier Two: MetLife STAMP 1-5 Year (Net)			1.305	4.263	4.887	1.559	1.975	1.818	Apr-13
ICE BofA 1-5 Year Treasury			*1.139*	*3.766*	*4.421*	*1.119*	*1.653*	*1.525*	
Tier Two: Payden Reserve Account (Gross)	67,192,404	1.843	1.324	4.319	4.955	--	--	2.150	Oct-21
Tier Two: Payden Reserve Account (Net)			1.294	4.195	4.834	--	--	2.030	Oct-21
ICE BofA 1-5 Year Treasury			*1.139*	*3.766*	*4.421*	*1.119*	*1.653*	*1.502*	
Cash (Gross)	**1,907,702,384**	**52.315**	**1.230**	**4.892**	**5.261**	**3.253**	**2.371**	**2.204**	**Jul-99**
Cash (Net)	**1,907,702,384**	**52.315**	**1.214**	**4.826**	**5.197**	**3.184**	**2.297**	**--**	**Jul-99**
Operating: Payden Enhanced Cash (Gross)	970,021,803	26.601	1.220	4.906	5.310	3.292	2.413	2.220	Jul-99
Operating: Payden Enhanced Cash (Net)			1.205	4.843	5.246	3.224	2.339	--	Jul-99
90 Day U.S. Treasury Bill			*1.077*	*4.381*	*4.769*	*2.975*	*2.072*	*2.005*	
Operating: MetLife Enhanced Cash (Gross)	937,680,581	25.714	1.236	4.877	5.213	3.217	--	2.469	May-16
Operating: MetLife Enhanced Cash (Net)			1.218	4.808	5.144	3.143	--	2.389	May-16
90 Day U.S. Treasury Bill			*1.077*	*4.381*	*4.769*	*2.975*	*2.072*	*2.194*	

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**
ICE BofA 1-3 Years U.S. Treasury Index	*5.674*	*4.531*	*0.127*	*-3.297*	*0.074*	*4.066*	*3.963*	*0.078*	*-0.107*	*1.306*
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
ICE BofA 1-3 Years U.S. Treasury Index	*5.674*	*4.531*	*0.127*	*-3.297*	*0.074*	*4.066*	*3.963*	*0.078*	*-0.107*	*1.306*
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	--
ICE BofA 1-3 Years U.S. Treasury Index	*5.674*	*4.531*	*0.127*	*-3.297*	*0.074*	*4.066*	*3.963*	*0.078*	*-0.107*	*1.306*
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
ICE BofA 1-5 Year Treasury	*6.071*	*4.165*	*-0.431*	*-4.606*	*-0.271*	*5.250*	*4.891*	*-0.351*	*-0.530*	*2.427*
Tier Two: Payden Reserve Account (Gross)	6.457	4.806	0.577	--	--	--	--	--	--	--
Tier Two: Payden Reserve Account (Net)	6.340	4.681	0.457	--	--	--	--	--	--	--
ICE BofA 1-5 Year Treasury	*6.071*	*4.165*	*-0.431*	*-4.606*	*-0.271*	*5.250*	*4.891*	*-0.351*	*-0.530*	*2.427*
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**
90 Day U.S. Treasury Bill	*4.680*	*5.402*	*3.593*	*0.170*	*0.093*	*1.630*	*2.312*	*1.362*	*0.442*	*0.131*
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
90 Day U.S. Treasury Bill	*4.680*	*5.402*	*3.593*	*0.170*	*0.093*	*1.630*	*2.312*	*1.362*	*0.442*	*0.131*
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	--
90 Day U.S. Treasury Bill	*4.680*	*5.402*	*3.593*	*0.170*	*0.093*	*1.630*	*2.312*	*1.362*	*0.442*	*0.131*

3Q25 Performance Review

Total Plan | As of September 30, 2025



Allocation vs. Targets and Policy	Balance ($)	Current Allocation (%)
Fixed Income	1,738,840,472	48
Cash	1,907,702,384	52
Total	**3,646,542,855**	**100**

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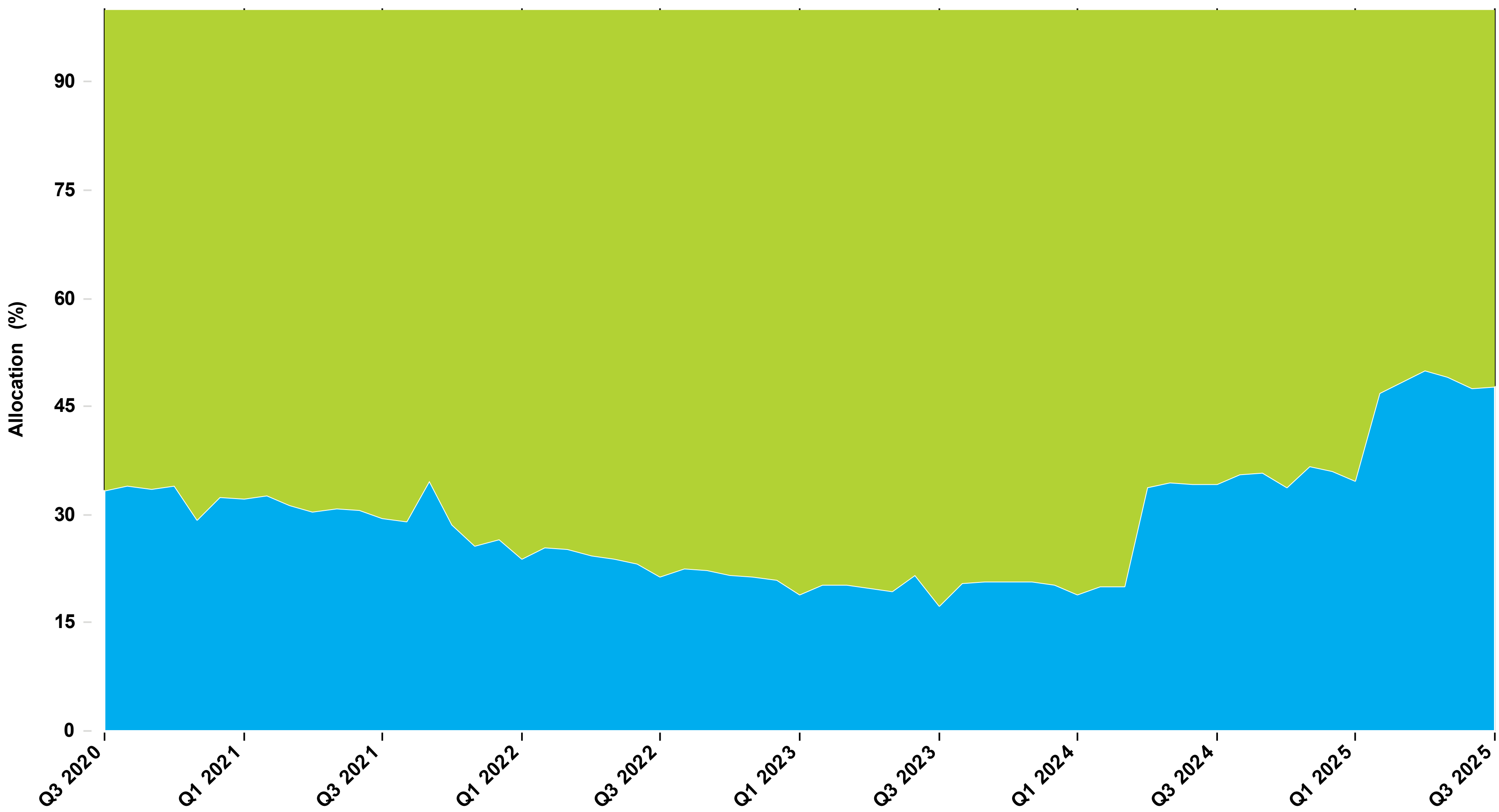
Asset Allocation History
5 Years Ending September 30, 2025



Total Plan | As of September 30, 2025

Asset Class Performance Summary

	Market Value ($)	% of Portfolio	QTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	10 Yrs (%)	Since Inception	Inception Date
Total Plan (Gross)	3,646,542,855	100.000	1.259	4.707	5.249	3.001	2.391	2.222	Oct-14
Total Plan (Net)			1.241	4.635	5.179	2.928	2.315	2.143	Oct-14
Fixed Income (Gross)	1,738,840,472	47.685	1.283	4.355	4.934	2.090	2.163	2.087	Oct-14
Fixed Income (Net)			1.264	4.272	4.845	2.003	2.077	2.013	Oct-14
ICE BofA 1-3 Years U.S. Treasury Index			*1.117*	*3.872*	*4.346*	*1.573*	*1.688*	*1.640*	
Cash (Gross)	1,907,702,384	52.315	1.230	4.892	5.261	3.253	2.371	2.204	Jul-99
Cash (Net)			1.214	4.826	5.197	3.184	2.297	--	Jul-99
90 Day U.S. Treasury Bill			*1.077*	*4.381*	*4.769*	*2.975*	*2.072*	*2.005*	
FTSE 3 Month T-Bill			*1.105*	*4.605*	*4.981*	*3.102*	*2.124*	*1.992*	

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.

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Trailing Period Performance	Market Value ($)	% of Portfolio	QTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	10 Yrs (%)	Since Inception	Inception Date
Total Plan (Gross)	**3,646,542,855**	**100.000**	**1.259**	**4.707**	**5.249**	**3.001**	**2.391**	**2.222**	**Oct-14**
Fixed Income (Gross)	**1,738,840,472**	**47.685**	**1.283**	**4.355**	**4.934**	**2.090**	**2.163**	**2.087**	**Oct-14**
ICE BofA 1-3 Years U.S. Treasury Index			*1.117*	*3.872*	*4.346*	*1.573*	*1.688*	*1.640*	
Tier One: Payden Low Duration (Gross)			1.273	4.383	4.982	2.220	2.235	2.893	Jul-99
Tier One: Payden Low Duration (Net)	802,340,607	22.003	1.258	4.320	4.915	2.151	2.161	--	Jul-99
ICE BofA 1-3 Years U.S. Treasury Index			*1.117*	*3.872*	*4.346*	*1.573*	*1.688*	*2.650*	
ICE BofA 1-3 Year Government/Corporate Index			*1.207*	*4.143*	*4.711*	*1.790*	*1.951*	*2.952*	
ICE BofA 1-3 Yr. Gov/Corp A Rated & Above			*1.170*	*4.023*	*4.548*	*1.707*	*1.847*	*2.846*	
Tier One: MetLife STAMP 1-3 Year (Gross)	802,355,608	22.003	1.285	4.343	4.867	2.132	--	2.177	May-16
Tier One: MetLife STAMP 1-3 Year (Net)			1.263	4.252	4.775	2.047	--	2.094	May-16
ICE BofA 1-3 Years U.S. Treasury Index			*1.117*	*3.872*	*4.346*	*1.573*	*1.688*	*1.740*	
ICE BofA 1-3 Year Government/Corporate Index			*1.207*	*4.143*	*4.711*	*1.790*	*1.951*	*1.991*	
ICE BofA 1-3 Yr. Gov/Corp A Rated & Above			*1.170*	*4.023*	*4.548*	*1.707*	*1.847*	*1.892*	
Tier Two: MetLife STAMP 1-5 Year (Gross)	66,951,852	1.836	1.340	4.406	5.041	1.702	2.111	1.952	Apr-13
Tier Two: MetLife STAMP 1-5 Year (Net)			1.305	4.263	4.887	1.559	1.975	1.818	Apr-13
ICE BofA 1-5 Year Treasury			*1.139*	*3.766*	*4.421*	*1.119*	*1.653*	*1.525*	
ICE BofA 1-5 Year U.S. Corp/Govt			*1.294*	*4.172*	*4.976*	*1.441*	*2.020*	*1.865*	
ICE BofA 1-5 Year AAA-A U.S. Corp. & Gov. Index			*1.226*	*3.988*	*4.718*	*1.295*	*1.852*	*1.714*	
Tier Two: Payden Reserve Account (Gross)	67,192,404	1.843	1.324	4.319	4.955	--	--	2.150	Oct-21
Tier Two: Payden Reserve Account (Net)			1.294	4.195	4.834	--	--	2.030	Oct-21
ICE BofA 1-5 Year Treasury			*1.139*	*3.766*	*4.421*	*1.119*	*1.653*	*1.502*	
ICE BofA 1-5 Year U.S. Corp/Govt			*1.294*	*4.172*	*4.976*	*1.441*	*2.020*	*1.758*	
ICE BofA 1-5 Year AAA-A U.S. Corp. & Gov. Index			*1.226*	*3.988*	*4.718*	*1.295*	*1.852*	*1.662*	

Total Plan | As of September 30, 2025

	Market Value ($)	% of Portfolio	QTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	10 Yrs (%)	Since Inception	Inception Date
Cash (Gross)	**1,907,702,384**	**52.315**	**1.230**	**4.892**	**5.261**	**3.253**	**2.371**	**2.204**	**Jul-99**
90 Day U.S. Treasury Bill			*1.077*	*4.381*	*4.769*	*2.975*	*2.072*	*2.005*	
FTSE 3 Month T-Bill			*1.105*	*4.605*	*4.981*	*3.102*	*2.124*	*1.992*	
Operating: Payden Enhanced Cash (Gross)	970,021,803	26.601	1.220	4.906	5.310	3.292	2.413	2.220	Jul-99
Operating: Payden Enhanced Cash (Net)			1.205	4.843	5.246	3.224	2.339	--	Jul-99
90 Day U.S. Treasury Bill			*1.077*	*4.381*	*4.769*	*2.975*	*2.072*	*2.005*	
FTSE 3 Month T-Bill			*1.105*	*4.605*	*4.981*	*3.102*	*2.124*	*1.992*	
Operating: MetLife Enhanced Cash (Gross)	937,680,581	25.714	1.236	4.877	5.213	3.217	--	2.469	May-16
Operating: MetLife Enhanced Cash (Net)			1.218	4.808	5.144	3.143	--	2.389	May-16
90 Day U.S. Treasury Bill			*1.077*	*4.381*	*4.769*	*2.975*	*2.072*	*2.194*	
FTSE 3 Month T-Bill			*1.105*	*4.605*	*4.981*	*3.102*	*2.124*	*2.248*	

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)	**1.259**	**5.616**	**5.687**	**3.264**	**-0.884**	**0.435**	**2.901**	**3.191**	**1.221**	**0.754**
Total Plan (Net)	**1.241**	**5.543**	**5.625**	**3.193**	**-0.963**	**0.353**	**2.815**	**3.107**	**1.147**	**0.666**
Fixed Income (Gross)	**1.283**	**6.198**	**5.000**	**1.062**	**-3.124**	**0.693**	**4.416**	**4.064**	**0.582**	**0.427**
Fixed Income (Net)	**1.264**	**6.113**	**4.907**	**0.980**	**-3.210**	**0.605**	**4.324**	**3.982**	**0.495**	**0.336**
ICE BofA 1-3 Years U.S. Treasury Index	*1.117*	*5.674*	*4.531*	*0.127*	*-3.297*	*0.074*	*4.066*	*3.963*	*0.078*	*-0.107*
Cash (Gross)	**1.230**	**5.336**	**5.831**	**3.875**	**-0.056**	**0.296**	**2.022**	**2.573**	**1.492**	**0.858**
Cash (Net)	**1.214**	**5.270**	**5.777**	**3.805**	**-0.133**	**0.217**	**1.940**	**2.489**	**1.426**	**0.758**
90 Day U.S. Treasury Bill	*1.077*	*4.680*	*5.402*	*3.593*	*0.170*	*0.093*	*1.630*	*2.312*	*1.362*	*0.442*
FTSE 3 Month T-Bill	*1.105*	*4.880*	*5.640*	*3.747*	*0.193*	*0.082*	*1.555*	*2.295*	*1.326*	*0.456*

Fiscal Year-end Month is June.

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)	**1.259**	**5.616**	**5.687**	**3.264**	**-0.884**	**0.435**	**2.901**	**3.191**	**1.221**	**0.754**
Fixed Income (Gross)	**1.283**	**6.198**	**5.000**	**1.062**	**-3.124**	**0.693**	**4.416**	**4.064**	**0.582**	**0.427**
ICE BofA 1-3 Years U.S. Treasury Index	*1.117*	*5.674*	*4.531*	*0.127*	*-3.297*	*0.074*	*4.066*	*3.963*	*0.078*	*-0.107*
Tier One: Payden Low Duration (Gross)	1.273	6.142	5.183	1.264	-2.774	0.603	4.313	4.239	0.695	0.583
Tier One: Payden Low Duration (Net)	1.258	6.078	5.113	1.198	-2.844	0.521	4.230	4.167	0.615	0.508
ICE BofA 1-3 Years U.S. Treasury Index	*1.117*	*5.674*	*4.531*	*0.127*	*-3.297*	*0.074*	*4.066*	*3.963*	*0.078*	*-0.107*
ICE BofA 1-3 Year Government/Corporate Index	*1.207*	*5.927*	*4.941*	*0.515*	*-3.619*	*0.537*	*4.176*	*4.289*	*0.265*	*0.336*
ICE BofA 1-3 Yr. Gov/Corp A Rated & Above	*1.170*	*5.822*	*4.754*	*0.315*	*-3.355*	*0.266*	*4.175*	*4.156*	*0.204*	*0.146*
Tier One: MetLife STAMP 1-3 Year (Gross)	1.285	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)	1.263	6.051	4.812	1.038	-3.009	0.695	4.108	3.478	0.761	0.395
ICE BofA 1-3 Years U.S. Treasury Index	*1.117*	*5.674*	*4.531*	*0.127*	*-3.297*	*0.074*	*4.066*	*3.963*	*0.078*	*-0.107*
ICE BofA 1-3 Year Government/Corporate Index	*1.207*	*5.927*	*4.941*	*0.515*	*-3.619*	*0.537*	*4.176*	*4.289*	*0.265*	*0.336*
ICE BofA 1-3 Yr. Gov/Corp A Rated & Above	*1.170*	*5.822*	*4.754*	*0.315*	*-3.355*	*0.266*	*4.175*	*4.156*	*0.204*	*0.146*
Tier Two: MetLife STAMP 1-5 Year (Gross)	1.340	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)	1.305	6.518	4.493	0.315	-4.639	0.719	5.048	4.217	0.131	0.016
ICE BofA 1-5 Year Treasury	*1.139*	*6.071*	*4.165*	*-0.431*	*-4.606*	*-0.271*	*5.250*	*4.891*	*-0.351*	*-0.530*
ICE BofA 1-5 Year U.S. Corp/Govt	*1.294*	*6.418*	*4.767*	*0.175*	*-5.193*	*0.572*	*5.323*	*5.370*	*-0.156*	*0.134*
ICE BofA 1-5 Year AAA-A U.S. Corp. & Gov. Index	*1.226*	*6.259*	*4.485*	*-0.133*	*-4.815*	*0.063*	*5.342*	*5.129*	*-0.220*	*-0.173*
Tier Two: Payden Reserve Account (Gross)	1.324	6.457	4.806	0.577	--	--	--	--	--	--
Tier Two: Payden Reserve Account (Net)	1.294	6.340	4.681	0.457	--	--	--	--	--	--
ICE BofA 1-5 Year Treasury	*1.139*	*6.071*	*4.165*	*-0.431*	*-4.606*	*-0.271*	*5.250*	*4.891*	*-0.351*	*-0.530*
ICE BofA 1-5 Year U.S. Corp/Govt	*1.294*	*6.418*	*4.767*	*0.175*	*-5.193*	*0.572*	*5.323*	*5.370*	*-0.156*	*0.134*
ICE BofA 1-5 Year AAA-A U.S. Corp. & Gov. Index	*1.226*	*6.259*	*4.485*	*-0.133*	*-4.815*	*0.063*	*5.342*	*5.129*	*-0.220*	*-0.173*

Fiscal Year-end Month is June.

Total Plan | As of September 30, 2025

	FYTD (%)	FY 2025 (%)	FY 2024 (%)	FY 2023 (%)	FY 2022 (%)	FY 2021 (%)	FY 2020 (%)	FY 2019 (%)	FY 2018 (%)	FY 2017 (%)
Cash (Gross)	**1.230**	**5.336**	**5.831**	**3.875**	**-0.056**	**0.296**	**2.022**	**2.573**	**1.492**	**0.858**
90 Day U.S. Treasury Bill	*1.077*	*4.680*	*5.402*	*3.593*	*0.170*	*0.093*	*1.630*	*2.312*	*1.362*	*0.442*
FTSE 3 Month T-Bill	*1.105*	*4.880*	*5.640*	*3.747*	*0.193*	*0.082*	*1.555*	*2.295*	*1.326*	*0.456*
Operating: Payden Enhanced Cash (Gross)	1.220	5.357	5.900	3.999	-0.028	0.250	2.049	2.597	1.580	0.887
Operating: Payden Enhanced Cash (Net)	1.205	5.293	5.835	3.936	-0.100	0.170	1.965	2.508	1.500	0.812
90 Day U.S. Treasury Bill	*1.077*	*4.680*	*5.402*	*3.593*	*0.170*	*0.093*	*1.630*	*2.312*	*1.362*	*0.442*
FTSE 3 Month T-Bill	*1.105*	*4.880*	*5.640*	*3.747*	*0.193*	*0.082*	*1.555*	*2.295*	*1.326*	*0.456*
Operating: MetLife Enhanced Cash (Gross)	1.236	5.287	5.795	3.768	-0.108	0.361	1.967	2.605	1.501	0.898
Operating: MetLife Enhanced Cash (Net)	1.218	5.220	5.729	3.692	-0.190	0.276	1.881	2.519	1.416	0.814
90 Day U.S. Treasury Bill	*1.077*	*4.680*	*5.402*	*3.593*	*0.170*	*0.093*	*1.630*	*2.312*	*1.362*	*0.442*
FTSE 3 Month T-Bill	*1.105*	*4.880*	*5.640*	*3.747*	*0.193*	*0.082*	*1.555*	*2.295*	*1.326*	*0.456*

Fiscal Year-end Month is June.

Cash Flow Summary
Quarter Ending September 30, 2025

	Beginning Market Value ($)	Net Cash Flow ($)	Net Investment Change ($)	Ending Market Value ($)
Operating: MetLife Enhanced Cash	$754,586,894	$171,000,000	$12,093,687	$937,680,581
Operating: Payden Enhanced Cash	$958,327,607	-	$11,694,195	$970,021,803
Tier One: MetLife STAMP 1-3 Year	$792,173,197	-	$10,182,411	$802,355,608
Tier One: Payden Low Duration	$792,253,537	-	$10,087,070	$802,340,607
Tier Two: MetLife STAMP 1-5 Year	$66,066,187	-	$885,665	$66,951,852
Tier Two: Payden Reserve Account	$66,314,587	-	$877,818	$67,192,404
Total	**$3,429,722,009**	**$171,000,000**	**$45,820,846**	**$3,646,542,855**

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.

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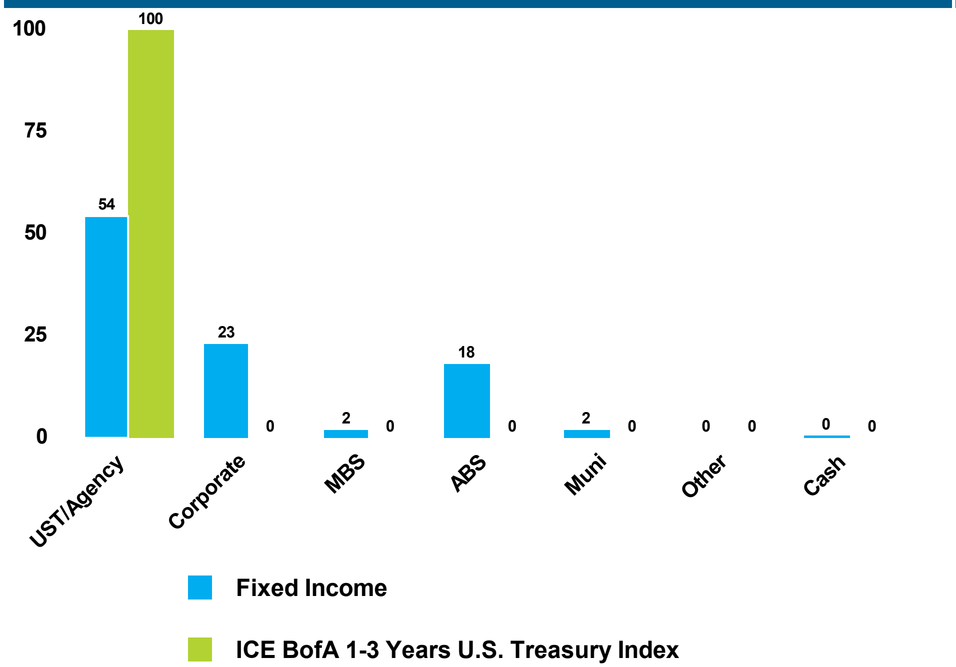
Asset Allocation

	Total Fund $	Total Fund %
Tier One: Payden Low Duration	$802,340,607	46.1
Tier One: MetLife STAMP 1-3 Year	$802,355,608	46.1
Tier Two: MetLife STAMP 1-5 Year	$66,951,852	3.9
Tier Two: Payden Reserve Account	$67,192,404	3.9
Total	**$1,738,840,472**	**100.0**

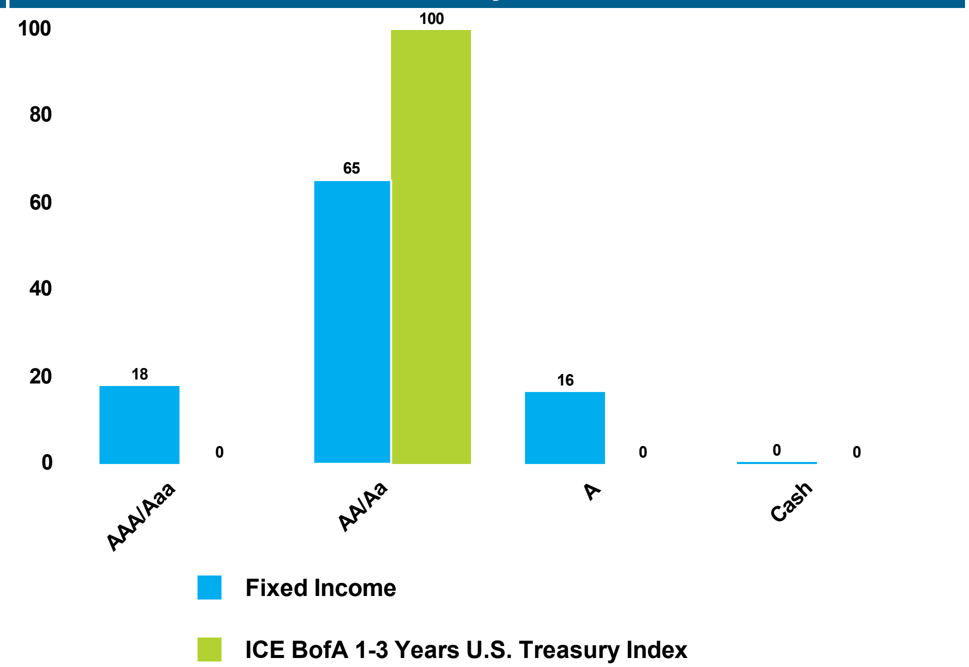
Portfolio Fixed Income Characteristics

	Q3-25 Fixed Income	Q3-25 ICE BofA 1-3 Years U.S. Treasury Index	Q2-25 Fixed Income
Yield To Maturity	3.9	3.6	4.0
Average Duration	2.0	1.8	1.9
Average Quality	AA	AA	AA

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

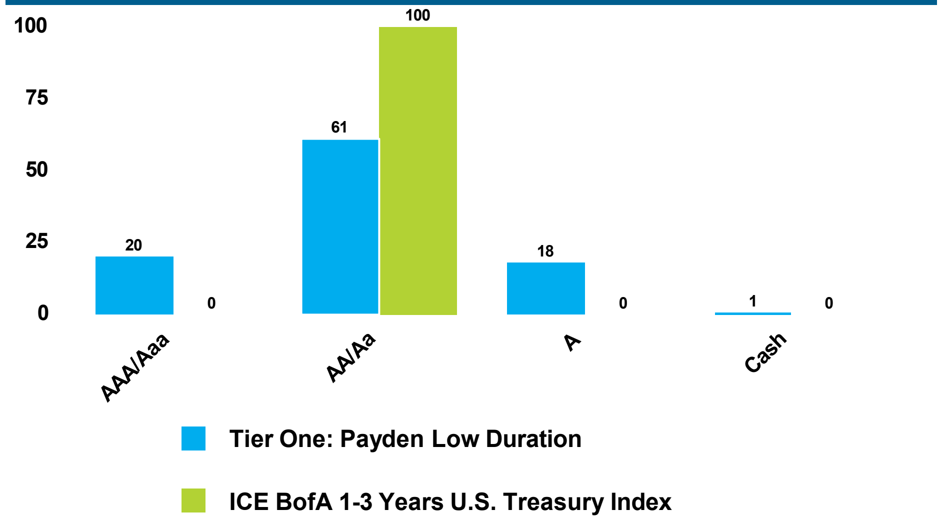
Portfolio Performance Summary

	QTD (%)	YTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	10 Yrs (%)	Since Inception	Inception Date
Tier One: Payden Low Duration (Gross)	1.27	4.34	4.38	4.98	2.22	2.23	2.89	07/01/1999
Tier One: Payden Low Duration (Net)	1.26	4.29	4.32	4.92	2.15	2.16	-	07/01/1999
ICE BofA 1-3 Years U.S. Treasury Index	1.12	3.93	3.87	4.35	1.57	1.69	2.65	

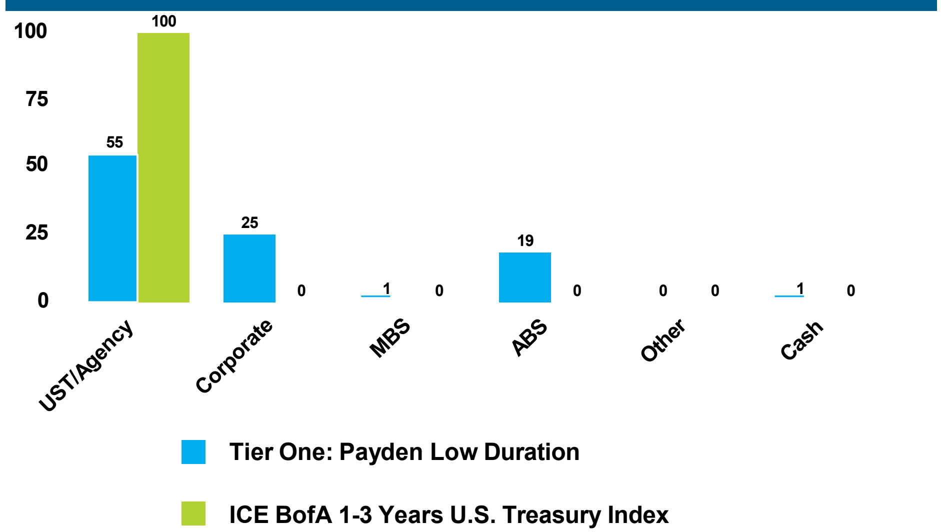
Portfolio Fixed Income Characteristics

	Q3-25		Q2-25
	Tier One: Payden Low Duration	ICE BofA 1-3 Years U.S. Treasury Index	Tier One: Payden Low Duration
Yield To Maturity	3.88	3.64	4.10
Average Duration	1.89	1.84	1.86
Average Quality	AA	AA	AA/Aa

Credit Quality Allocation



Sector Allocation



Tier One: MetLife STAMP 1-3 Year | As of September 30, 2025

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

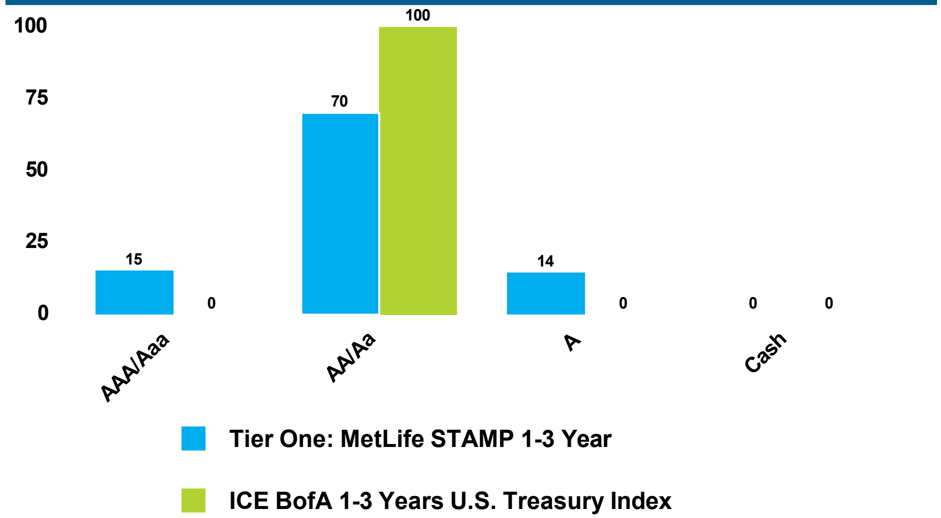
Portfolio Performance Summary

	QTD (%)	YTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	10 Yrs (%)	Since Inception	Inception Date
Tier One: MetLife STAMP 1-3 Year (Gross)	1.28	4.27	4.34	4.87	2.13	-	2.18	05/01/2016
Tier One: MetLife STAMP 1-3 Year (Net)	1.26	4.20	4.25	4.78	2.05	-	2.09	05/01/2016
ICE BofA 1-3 Years U.S. Treasury Index	1.12	3.93	3.87	4.35	1.57	1.69	1.74	

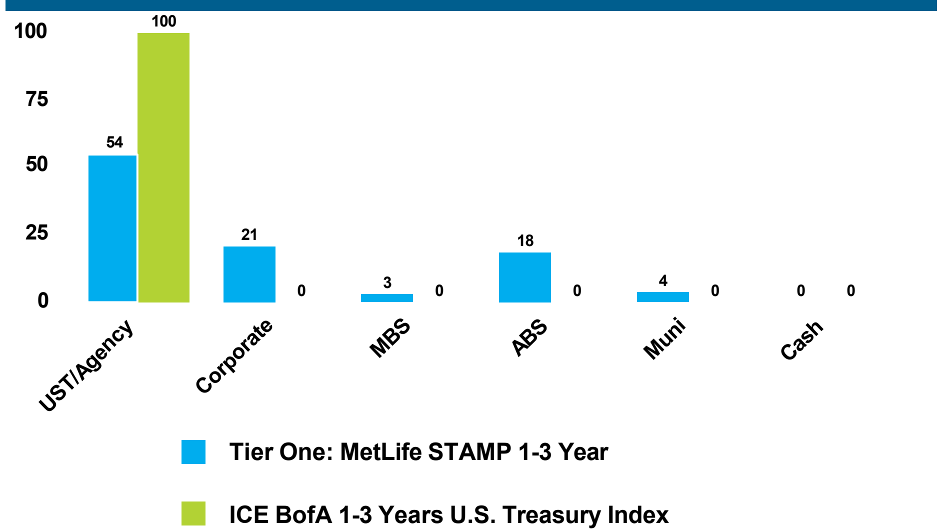
Portfolio Fixed Income Characteristics

	Q3-25		Q2-25
	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	3.85	3.64	3.99
Average Duration	1.91	1.84	1.84
Average Quality	AA	AA	AA/Aa

Credit Quality Allocation



Sector Allocation



Tier Two: MetLife STAMP 1-5 Year | As of September 30, 2025

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

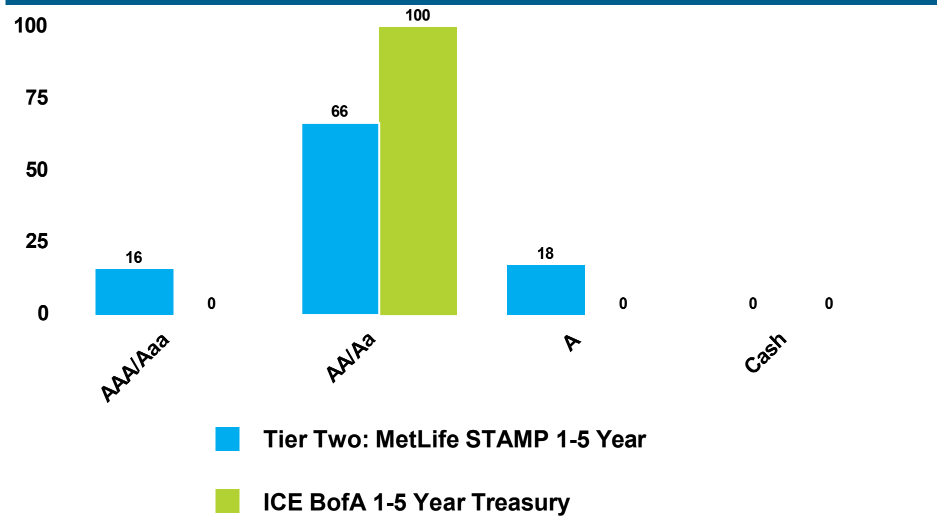
Portfolio Performance Summary

	QTD (%)	YTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	10 Yrs (%)	Since Inception	Inception Date
Tier Two: MetLife STAMP 1-5 Year (Gross)	1.34	5.00	4.41	5.04	1.70	2.11	1.95	04/01/2013
Tier Two: MetLife STAMP 1-5 Year (Net)	1.31	4.89	4.26	4.89	1.56	1.98	1.82	04/01/2013
ICE BofA 1-5 Year Treasury	1.14	4.57	3.77	4.42	1.12	1.65	1.53	

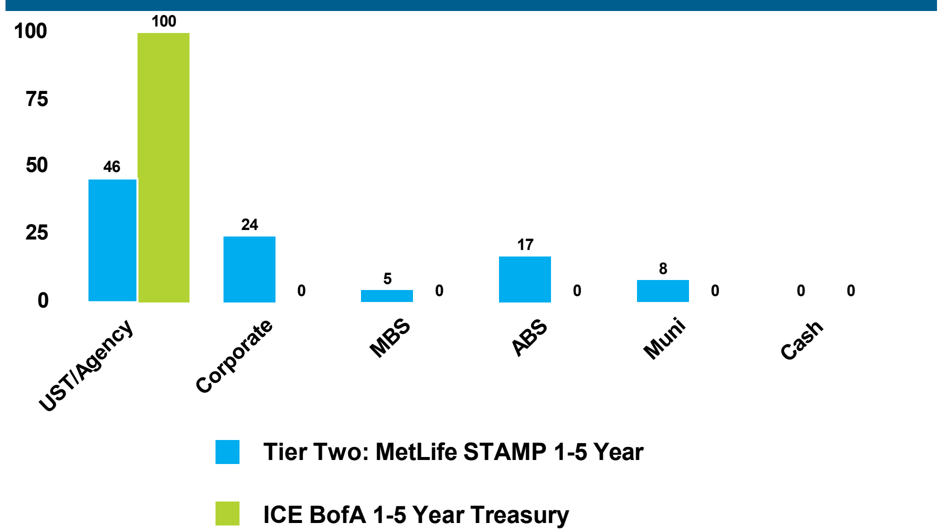
Portfolio Fixed Income Characteristics

	Q3-25		Q2-25
	Tier Two: MetLife STAMP 1-5 Year	ICE BofA 1-5 Year Treasury	Tier Two: MetLife STAMP 1-5 Year
Yield To Maturity	3.89	3.66	4.01
Average Duration	2.64	2.55	2.55
Average Quality	AA	AA	AA/Aa

Credit Quality Allocation



Sector Allocation



Tier Two: Payden Low Duration | As of September 30, 2025

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

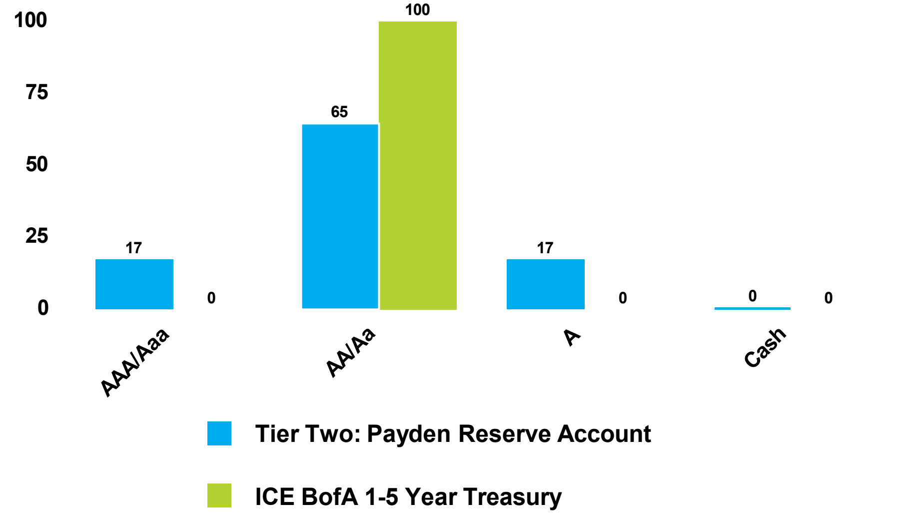
Portfolio Performance Summary

	QTD (%)	YTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	10 Yrs (%)	Since Inception	Inception Date
Tier Two: Payden Reserve Account (Gross)	1.32	5.03	4.32	4.96	-	-	2.15	10/01/2021
Tier Two: Payden Reserve Account (Net)	1.29	4.94	4.19	4.83	-	-	2.03	10/01/2021
ICE BofA 1-5 Year Treasury	1.14	4.57	3.77	4.42	1.12	1.65	1.50	

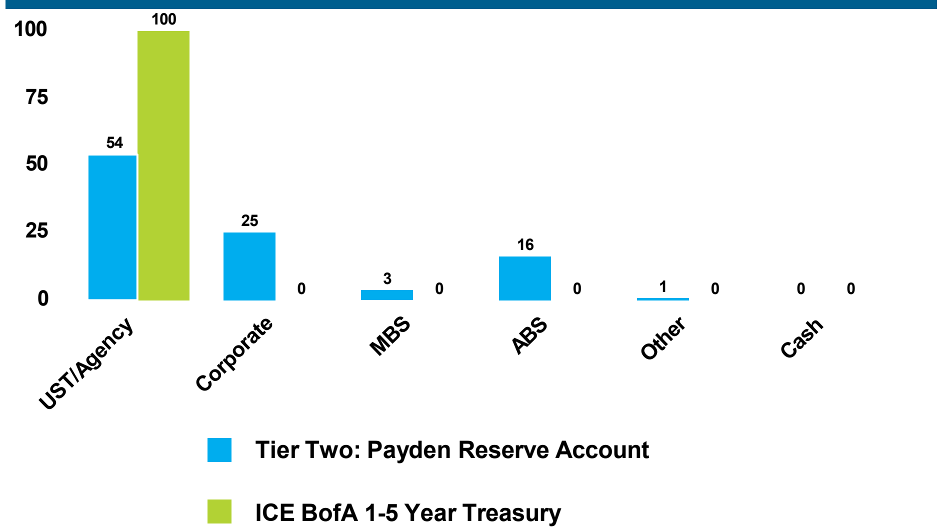
Portfolio Fixed Income Characteristics

	Q3-25		Q2-25
	Tier Two: Payden Reserve Account	ICE BofA 1-5 Year Treasury	Tier Two: Payden Reserve Account
Yield To Maturity	3.90	3.66	4.11
Average Duration	2.61	2.55	2.58
Average Quality	AA	AA	AA/Aa

Credit Quality Allocation



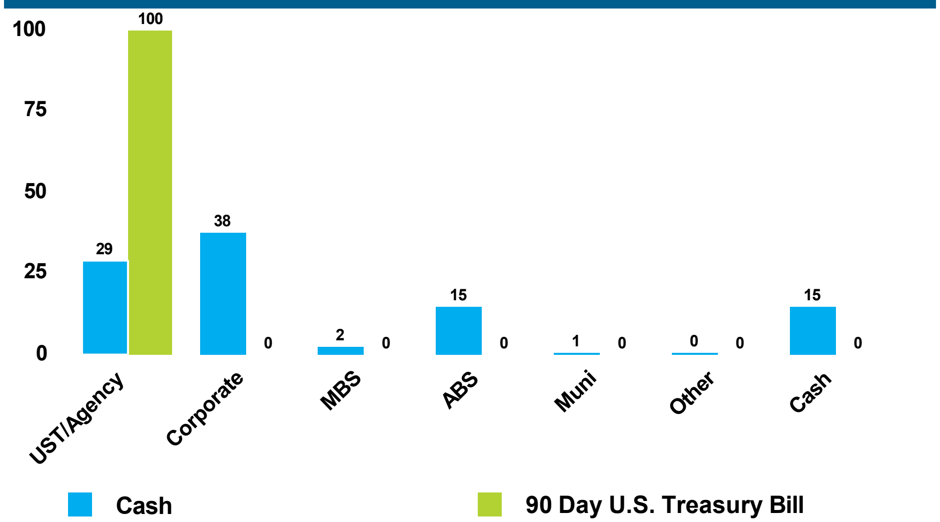
Sector Allocation



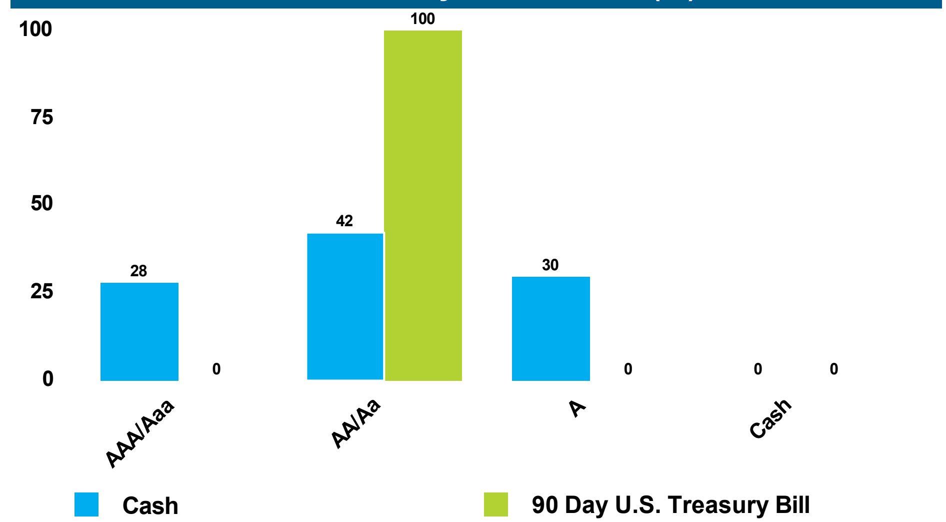
Asset Allocation		
	Total Fund	
	$	*%*
Operating: MetLife Enhanced Cash	$937,680,581	49.2
Operating: Payden Enhanced Cash	$970,021,803	50.8
Total	**$1,907,702,384**	**100.0**

Portfolio Fixed Income Characteristics			
	Q3-25		Q2-25
	Cash	90 Day U.S. Treasury Bill	Cash
Yield To Maturity	4.2	3.9	4.5
Average Duration	0.4	0.2	0.3
Average Quality	AA	AA	AA

Sector Allocation



Credit Quality Distribution (%)



Operating: Payden Enhanced Cash | As of September 30, 2025

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

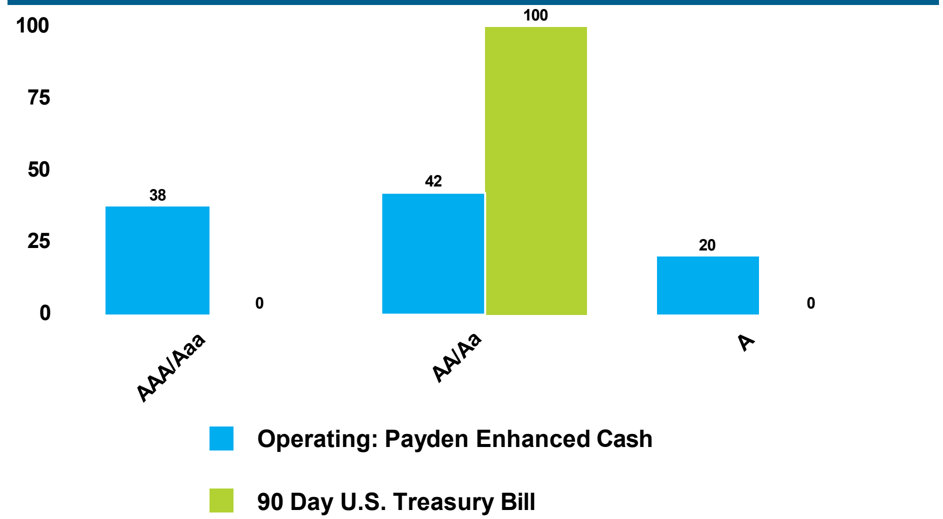
Portfolio Performance Summary

	QTD (%)	YTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	10 Yrs (%)	Since Inception	Inception Date
Operating: Payden Enhanced Cash (Gross)	1.22	3.68	4.91	5.31	3.29	2.41	2.22	07/01/1999
Operating: Payden Enhanced Cash (Net)	1.21	3.63	4.84	5.25	3.22	2.34	-	07/01/1999
90 Day U.S. Treasury Bill	1.08	3.17	4.38	4.77	2.98	2.07	2.01	

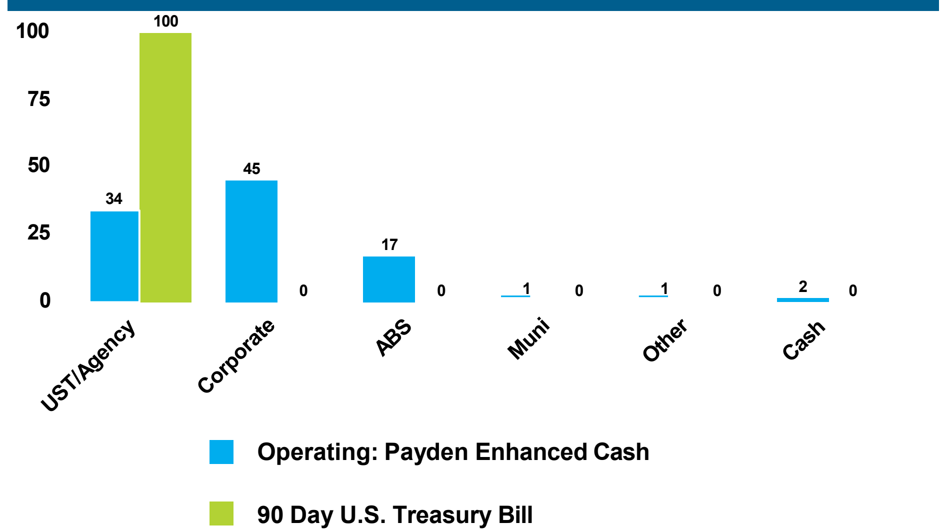
Portfolio Fixed Income Characteristics

	Q3-25		Q2-25
	Operating: Payden Enhanced Cash	90 Day U.S. Treasury Bill	Operating: Payden Enhanced Cash
Yield To Maturity	4.22	3.89	4.52
Average Duration	0.50	0.24	0.31
Average Quality	AA	AA	AA/Aa

Credit Quality Allocation



Sector Allocation



Operating: MetLife Enhanced Cash | As of September 30, 2025

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

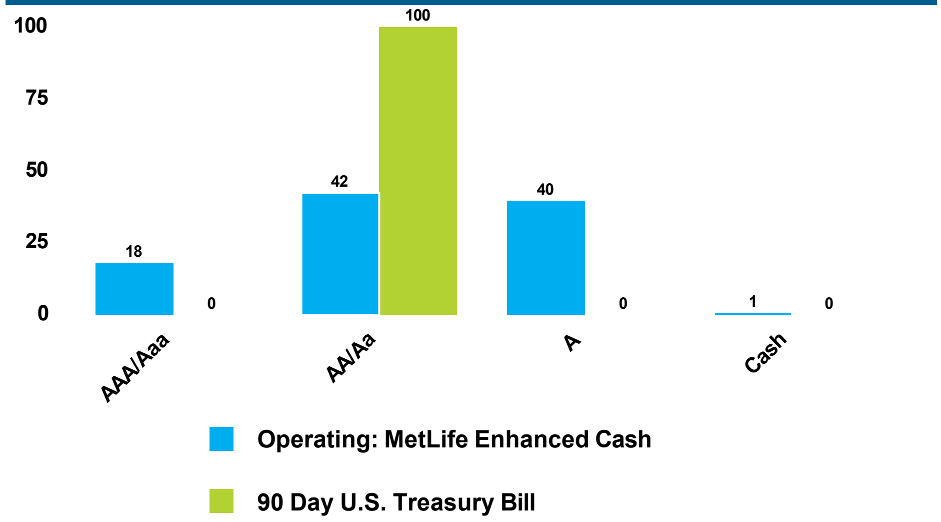
Portfolio Performance Summary

	QTD (%)	YTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	10 Yrs (%)	Since Inception	Inception Date
Operating: MetLife Enhanced Cash (Gross)	1.24	3.62	4.88	5.21	3.22	-	2.47	05/01/2016
Operating: MetLife Enhanced Cash (Net)	1.22	3.57	4.81	5.14	3.14	-	2.39	05/01/2016
90 Day U.S. Treasury Bill	1.08	3.17	4.38	4.77	2.98	2.07	2.19	

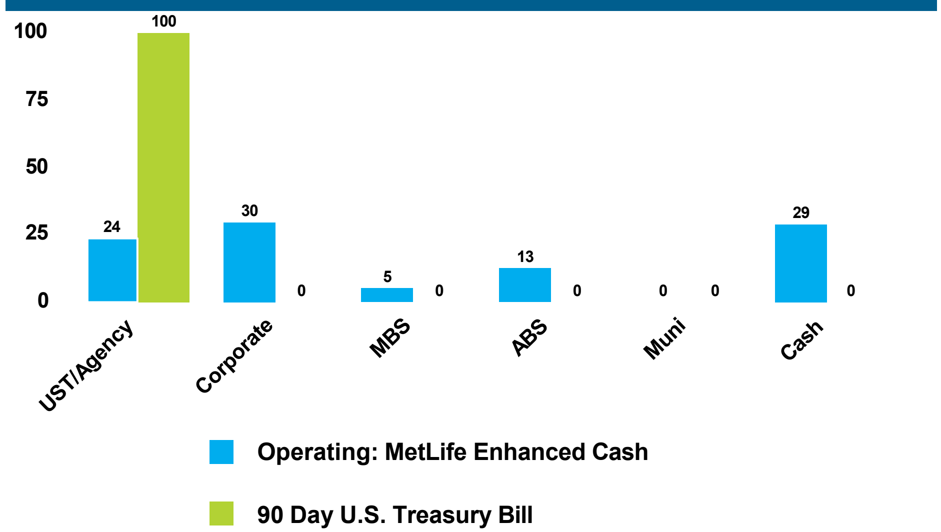
Portfolio Fixed Income Characteristics

	Q3-25		Q2-25
	Operating: MetLife Enhanced Cash	90 Day U.S. Treasury Bill	Operating: MetLife Enhanced Cash
Yield To Maturity	4.24	3.89	4.57
Average Duration	0.36	0.24	0.23
Average Quality	AA-	AA	AA/Aa

Credit Quality Allocation



Sector Allocation



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Fee Schedule | As of September 30, 2025

Annual Investment Expense Analysis As of September 30, 2025	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	$802,340,607
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	$802,355,608
Tier Two: MetLife STAMP 1-5 Year	0.15 % of First $50 M 0.10 % of Next $250 M 0.07 % Thereafter	$66,951,852
Tier Two: Payden Reserve Account	0.12 % of First $100 M 0.09 % of Next $250 M 0.07 % Thereafter	$67,192,404
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	$970,021,803
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	$937,680,581
Total		**$3,646,542,855**

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 September 30, 2025	Sharpe Ratio
Fixed Income	-0.07
ICE BofA 1-3 Years U.S. Treasury Index	-0.33
Tier One: Payden Low Duration	-0.04
ICE BofA 1-3 Years U.S. Treasury Index	-0.33
Tier One: MetLife STAMP 1-3 Year	-0.09
ICE BofA 1-3 Years U.S. Treasury Index	-0.33
Tier Two: MetLife STAMP 1-5 Year	-0.05
ICE BofA 1-5 Year Treasury	-0.27
Tier Two: Payden Reserve Account	-0.07
ICE BofA 1-5 Year Treasury	-0.27
Cash	3.58
90 Day U.S. Treasury Bill	-
Operating: Payden Enhanced Cash	3.16
90 Day U.S. Treasury Bill	-
Operating: MetLife Enhanced Cash	3.31
90 Day U.S. Treasury Bill	-

Statistics Summary 3 Years Ending September 30, 2025	Sharpe Ratio
Fixed Income	0.05
ICE BofA 1-3 Years U.S. Treasury Index	-0.22
Tier One: Payden Low Duration	0.09
ICE BofA 1-3 Years U.S. Treasury Index	-0.22
Tier One: MetLife STAMP 1-3 Year	0.01
ICE BofA 1-3 Years U.S. Treasury Index	-0.22
Tier Two: MetLife STAMP 1-5 Year	0.06
ICE BofA 1-5 Year Treasury	-0.11
Tier Two: Payden Reserve Account	0.04
ICE BofA 1-5 Year Treasury	-0.11
Cash	2.75
90 Day U.S. Treasury Bill	-
Operating: Payden Enhanced Cash	2.78
90 Day U.S. Treasury Bill	-
Operating: MetLife Enhanced Cash	2.34
90 Day U.S. Treasury Bill	-

Statistics Summary 5 Years Ending September 30, 2025	Sharpe Ratio
Fixed Income	-0.54
ICE BofA 1-3 Years U.S. Treasury Index	-0.78
Tier One: Payden Low Duration	-0.50
ICE BofA 1-3 Years U.S. Treasury Index	-0.78
Tier One: MetLife STAMP 1-3 Year	-0.56
ICE BofA 1-3 Years U.S. Treasury Index	-0.78
Tier Two: MetLife STAMP 1-5 Year	-0.55
ICE BofA 1-5 Year Treasury	-0.71
Tier Two: Payden Reserve Account	-
ICE BofA 1-5 Year Treasury	-0.71
Cash	1.24
90 Day U.S. Treasury Bill	-
Operating: Payden Enhanced Cash	1.40
90 Day U.S. Treasury Bill	-
Operating: MetLife Enhanced Cash	0.93
90 Day U.S. Treasury Bill	-

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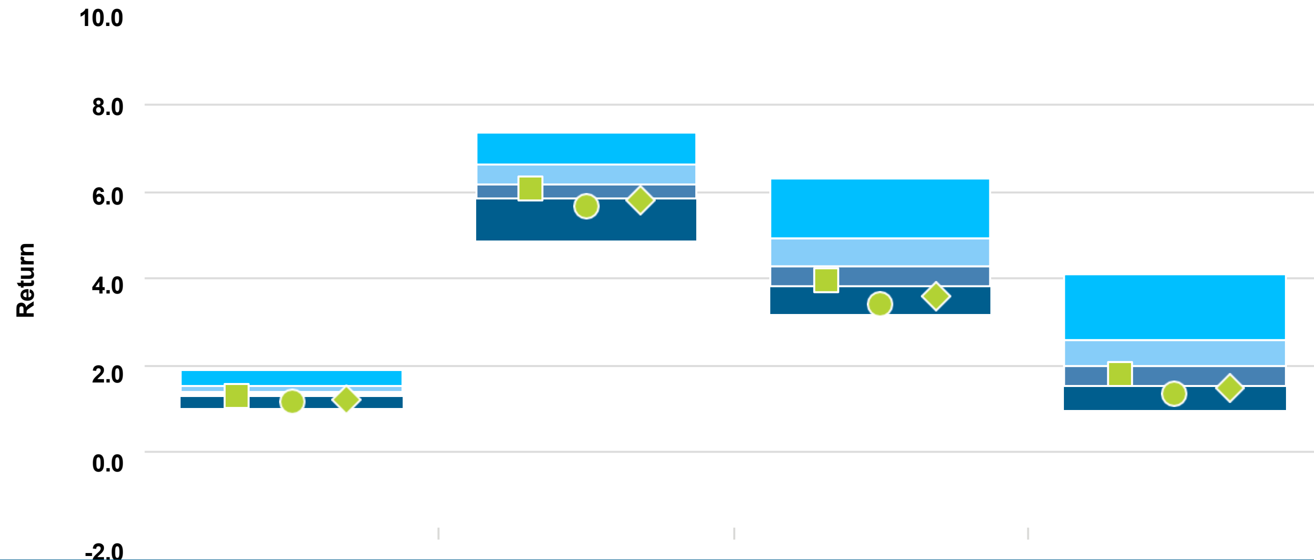
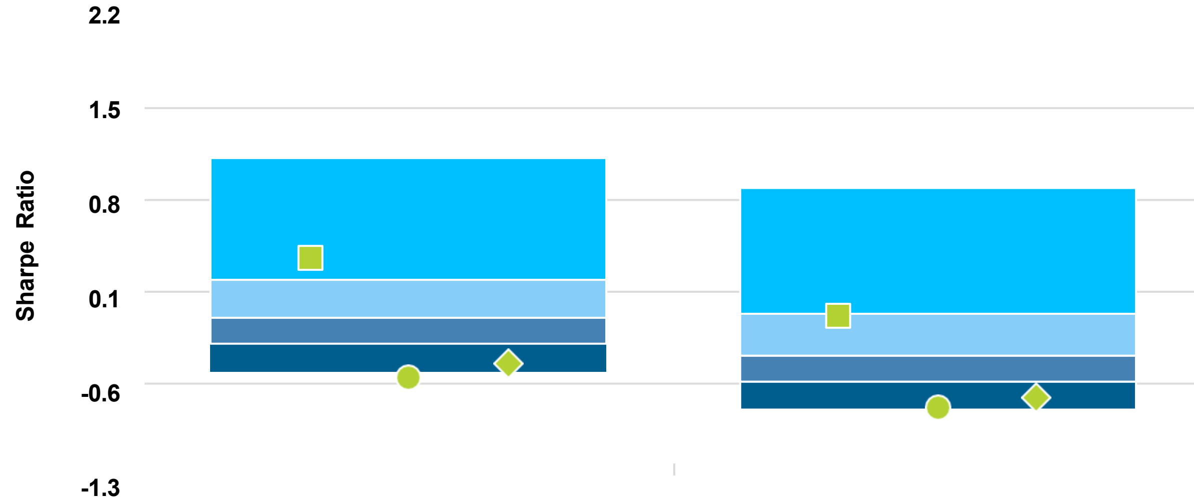
eV US Short Duration Fixed Inc Net Return Comparison
Ending June 30, 2025



	QTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)
Fixed Income	1.3 (73)	6.1 (58)	4.0 (68)	1.8 (62)
ICE BofA 1-3 Years U.S. Treasury Index	1.2 (88)	5.7 (86)	3.4 (93)	1.4 (84)
ICE BofA 1-3 Yr. Gov/Corp A Rated & Above	1.2 (84)	5.8 (77)	3.6 (86)	1.5 (77)
5th Percentile	1.9	7.4	6.3	4.1
1st Quartile	1.6	6.6	5.0	2.6
Median	1.4	6.2	4.3	2.0
3rd Quartile	1.3	5.8	3.8	1.6
95th Percentile	1.1	4.9	3.2	1.0
Population	274	272	257	246

Parentheses contain percentile rankings.
Calculation based on monthly periodicity.

Sharpe Ratio vs. eV US Short Duration Fixed Inc Net
Ending June 30, 2025



	3 Yrs (%)	5 Yrs (%)
Total Plan	0.4 (18)	-0.1 (28)
ICE BofA 1-3 Years U.S. Treasury Index	-0.5 (96)	-0.8 (95)
ICE BofA 1-3 Yr. Gov/Corp A Rated & Above	-0.5 (91)	-0.7 (88)
5th Percentile	1.1	0.9
1st Quartile	0.2	-0.1
Median	-0.1	-0.4
3rd Quartile	-0.3	-0.6
95th Percentile	-0.5	-0.8
Population	257	246

Parentheses contain percentile rankings.
Calculation based on monthly periodicity.

Quarterly Investment Report Supplement

Annual Investment Policy (2025)

Maturity and Quality Requirements

	Maximum Permitted Maturity			Actual Maximum Maturity						
Allowable Instruments	**Operating Funds**	**Tier One**	**Tier Two**	**Operating Funds**		**Tier One**		**Tier Two**		**Compliance**
				ML	***P&R***	***ML***	***P&R***	***ML***	***P&R***	
US Treasuries	3 years	5 years	5 years	1.08 years	2.88 years	2.88 years	3.42 years	4.50 years	5.00 years	Yes
US Agencies	3 years	5 years	5 years	2.10 years	N/A	4.81 years	0.87 years	N/A	4.84 years	Yes
State & Local Obligations[1]	3 years	5 years	5 years	0.09 years	0.75 years	2.75 years	2.75 years	3.75 years	4.46 years	Yes
Supranationals	3 years	5 years	5 years	N/A	0.13 years	N/A	0.84 years	N/A	0.84 years	Yes
Negotiable Cert of Deposit	1 year	1 year	1 year	N/A	0.37 years	N/A	N/A	N/A	N/A	Yes
Commercial Paper	270 days	270 days	270 days	24 days	105 days	N/A	N/A	N/A	N/A	Yes
Repurchase Agreements	30 days	30 days	30 days	1 day	N/A	N/A	N/A	N/A	N/A	Yes
Medium Term Notes	3 years	5 years	5 years	2.48 years	2.88 years	4.09 years	3.30 years	4.69 years	4.68 years	Yes
Mortgage/ Asset-Backed	3 years	5 years	5 years	2.89 years	1.30 years[2]	4.79 years	3.02 years	4.62 years	2.92 years	Yes
Variable & Floating Rate	3 years	5 years	5 years	1.32 years	0.25 years[3]	1.32 years	0.25 years	2.82 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.
[2] MBS & ABS minimum for security rating AA-, minimum issuer rating A- despite Code change 1/2019.
[3] Includes other Federal Agencies, Supranationals, Negotiable CDs, MTDs & Depository Notes, and MBS & ABS.

Annual Investment Policy (2025)

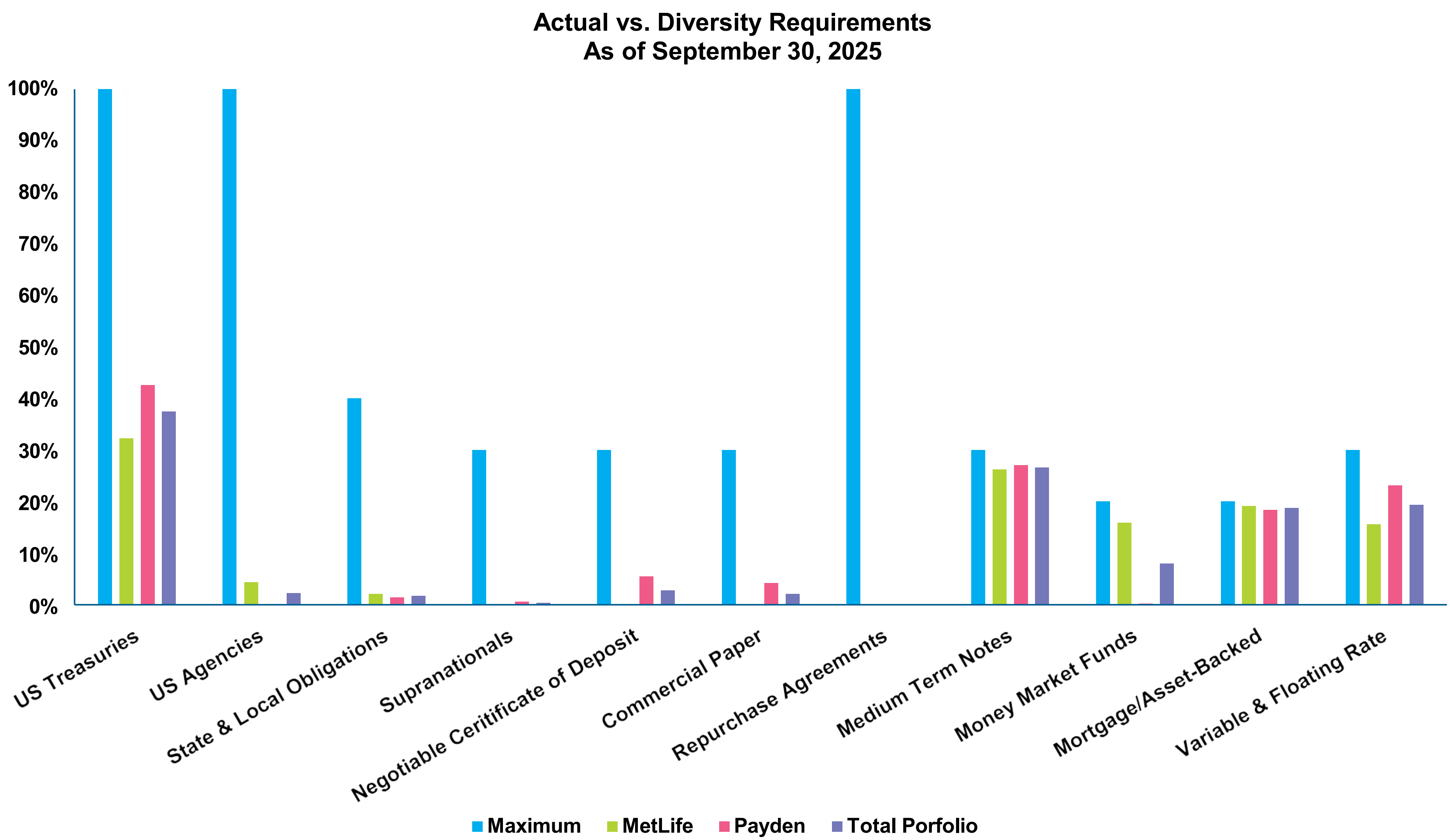
Diversification Compliance[1]

Allowable Instruments	Maximum (%)	MetLife (%)	MetLife ($M)	Payden (%)	Payden ($M)	Total (%)	Total ($M)
US Treasuries	100	32.2	582.7	42.6	782.8	37.4	1365.5
US Agencies	100	4.4	79.4	0.1	2.5	2.2	82.0
State & Local Obligations[2]	40	2.1	38.2	1.4	25.1	1.7	63.2
Supranationals	30	0.0	0.0	0.6	10.9	0.3	10.9
Negotiable Certificate of Deposit	30	0.0	0.0	5.5	100.8	2.8	100.8
Commercial Paper	30	0.0	0.0	4.2	77.6	2.1	77.6
Repurchase Agreements	100	0.0	0.0	0.0	0.0	0.0	0.0
Medium-Term Notes	30	26.2	473.0	27.1	498.2	26.6	971.1
Money Market Funds	20	15.9	287.6	0.2	3.3	8.0	290.9
Mortgage/Asset-Backed	20	19.2	346.3	18.4	338.3	18.8	684.6
Variable & Floating Rate[3]	30	15.6	282.7	23.1	424.7	19.4	707.5
Total		**100.0**	**1,807.0**	**100.0**	**1,839.6**	**100.0**	**3646.5**

→ The investment composition of each portfolio and the total portfolio are in compliance with the CalOptima Annual Investment Policy 2025 as of September 30, 2025.

[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 (2025)



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 in order 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 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 36 strategies with a median effective duration of 1.86 years, while the Tier Two peer group consists of 13 strategies with a median effective duration of 2.63 years as of June 30, 2025.

→ Please note that the analysis is as of June 30, 2025, as the universe of investment managers that had reported data as of September 30, 2025, 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 6/30/2025[1]	2Q 2025 (%)	1 Year (%)	3 Years (%)	5 Years (%)
Tier One: MetLife STAMP 1-3 Year	1.31	6.14	4.03	1.95
Peer Group Median Return	1.40	6.21	4.22	2.00
Peer Group Rank (percentile)	78	61	69	59

Standard Deviation as of 6/30/2025[2]	3 Years (%)	5 Years (%)
Tier One: MetLife STAMP 1-3 Year	1.92	1.80
Median Standard Deviation	2.01	1.89
Peer Group Rank (percentile)	30	23

- → The MetLife Tier One portfolio underperformed the peer group median over the trailing quarter, as well as the one-, three-, and five-year time periods.
- → 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 6/30/2025[1]	2Q 2025 (%)	1 Year (%)	3 Years (%)	5 Years (%)	10 Years (%)
Tier One: Payden Low Duration	1.32	6.14	4.17	2.03	2.14
Peer Group Median Return	1.40	6.21	4.22	2.00	2.17
Peer Group Rank (percentile)	76	61	54	45	56

Standard Deviation as of 6/30/2025[2]	3 Years (%)	5 Years (%)	10 Years (%)
Tier One: Payden Low Duration	1.92	1.79	1.39
Median Standard Deviation	2.01	1.89	1.55
Peer Group Rank (percentile)	30	18	14

→ 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 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: MetLife Tier Two

Gross of Fees Returns as of 6/30/2025[1]	2Q 2025 (%)	1 Year (%)	3 Years (%)	5 Years (%)	10 Years (%)
Tier Two: MetLife STAMP 1-5 Year	1.57	6.66	3.90	1.55	2.06
Peer Group Median Return	1.55	6.58	4.01	1.55	2.17
Peer Group Rank (percentile)	42	29	66	49	68

Standard Deviation as of 6/30/2025[2]	3 Years (%)	5 Years (%)	10 Years (%)
Tier Two: MetLife STAMP 1-5 Year	2.94	2.65	2.07
Median Standard Deviation	3.13	2.86	2.31
Peer Group Rank (percentile)	34	35	30

→ MetLife's Tier Two portfolio outperformed compared to the median of the peer group over the over the trailing quarter, one-, and five-year periods. The strategy 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 6/30/2025[1]	2Q 2025 (%)	1 Year (%)	3 Year (%)
Tier Two: Payden Reserve Account	1.56	6.45	3.91
Peer Group Median Return	1.55	6.58	4.01
Peer Group Rank (percentile)	47	64	65

Standard Deviation as of 6/30/2025[2]	3 Years (%)
Tier Two: Payden Reserve Account	2.82
Median Standard Deviation	3.13
Peer Group Rank (percentile)	25

→ The Payden Tier Two portfolio's trailing quarter returns have outperformed the peer group median. The portfolio's trailing one- and three-year returns have lagged the median returns of the peer group.

→ Standard deviation for the strategy has ranked very 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 September 30, 2025. Attribution data fields will vary slightly across investment managers.

MetLife Tier One Performance Attribution[1]

Gross of Fees as of 9/30/2025

Benchmark Relative Attribution (basis points)	ICE BofA Merrill Lynch 1-3 Year US Treasury 3Q 2025	ICE BofA Merrill Lynch 1-3 Year US Treasury 1 Year	ICE BofA Merrill Lynch 1-3 Year AAA-A US Corp & Govt 3Q 2025	ICE BofA Merrill Lynch 1-3 Year AAA-A US Corp & Govt 1 Year
Duration	**-4**	**-12**	**0**	**-1**
Yield Curve	**-1**	**0**	**-1**	**0**
Sector Selection	**22**	**59**	**13**	**33**
Treasury	-	-	-	-
Agency	0	1	-1	-4
Corporate	11	31	3	10
Financial	6	17	1	2
Industrial	4	11	2	6
Utilities	1	3	0	2
MBS	0	0	0	0
CMBS	1	4	1	4
ABS	8	18	8	18
Municipal	2	5	2	5
Total Excess Return[2]	**17**	**47**	**12**	**32**
MetLife Tier One Return	**129**	**434**	**129**	**434**
Benchmark Return[3]	**112**	**387**	**117**	**402**

[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 Attribution[1]

Gross of Fees as of 9/30/2025

Benchmark Relative Attribution (basis points)	ICE BofA Merrill Lynch 1-3 Year US Treasury 3Q 2025	ICE BofA Merrill Lynch 1-3 Year US Treasury 1 Year	ICE BofA Merrill Lynch 1-3 Year AAA-A US Corp & Govt 3Q 2025	ICE BofA Merrill Lynch 1-3 Year AAA-A US Corp & Govt 1 Year
Duration	**3**	**6**	**3**	**6**
Yield Curve	**-2**	**-1**	**-2**	**-1**
Sector Selection	**14**	**46**	**9**	**31**
Treasury	-1	-1	1	3
Agency	-	-	-	-
Corporate	7	19	2	6
Financial	5	14	1	4
Industrial	2	4	1	2
Utilities	-	*1*	-	-
ABS/MBS	6	25	5	19
Municipal	1	1	1	1
Cash	1	2	-	2
Residual	**-**	**-**	**-**	**-**
Total Excess Return[2]	**15**	**51**	**10**	**36**
Payden & Rygel Tier One Return	**127**	**438**	**127**	**438**
Benchmark Return[3]	**112**	**387**	**117**	**402**

[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 Attribution[1]

Gross of Fees as of 9/30/2025

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	
	3Q 2025	1 Year	3Q 2025	1 Year
Duration	**-7**	**-12**	**-3**	**-2**
Yield Curve	**0**	**3**	**0**	**3**
Sector Selection	**27**	**73**	**14**	**41**
Treasury	-	-	-	-
Agency	0	1	-2	-5
Corporate	15	38	4	12
Financial	9	22	2	4
Industrial	4	11	1	4
Utilities	2	5	1	4
MBS	0	0	0	0
CMBS	1	5	1	5
ABS	7	19	7	19
Municipal	4	10	4	10
Total Excess Return[2]	**20**	**64**	**11**	**42**
MetLife Tier Two Return	**134**	**441**	**134**	**441**
Benchmark Return[3]	**114**	**377**	**123**	**399**

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.

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Payden and Rygel Tier Two Performance Attribution[1]

Gross of Fees as of 9/30/2025

Benchmark Relative Attribution (basis points)	ICE BofA Merrill Lynch 1-5 Year US Treasury 3Q 2025	ICE BofA Merrill Lynch 1-5 Year US Treasury 1 Year	ICE BofA Merrill Lynch 1-5 Year AAA-A US Corp & Govt 3Q 2025	ICE BofA Merrill Lynch 1-5 Year AAA-A US Corp & Govt 1 Year
Duration	**3**	**12**	**3**	**11**
Yield Curve	**-2**	**-2**	**-2**	**-2**
Sector Selection	**17**	**45**	**8**	**24**
Treasury	-1	-2	2	4
Agency	-	-	-	-
Corporate	11	26	2	5
Financial	7	18	1	3
Industrial	3	7	1	2
Utilities	1	1	-	-
ABS/MBS	6	18	3	12
Municipal	-	1	-	1
Cash	1	2	1	2
Residual	**-**	**-**	**-**	**-**
Total Excess Return[2]	**18**	**55**	**9**	**33**
Payden & Rygel Tier Two Return	**132**	**432**	**132**	**432**
Benchmark Return[3]	**114**	**377**	**123**	**399**

[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.

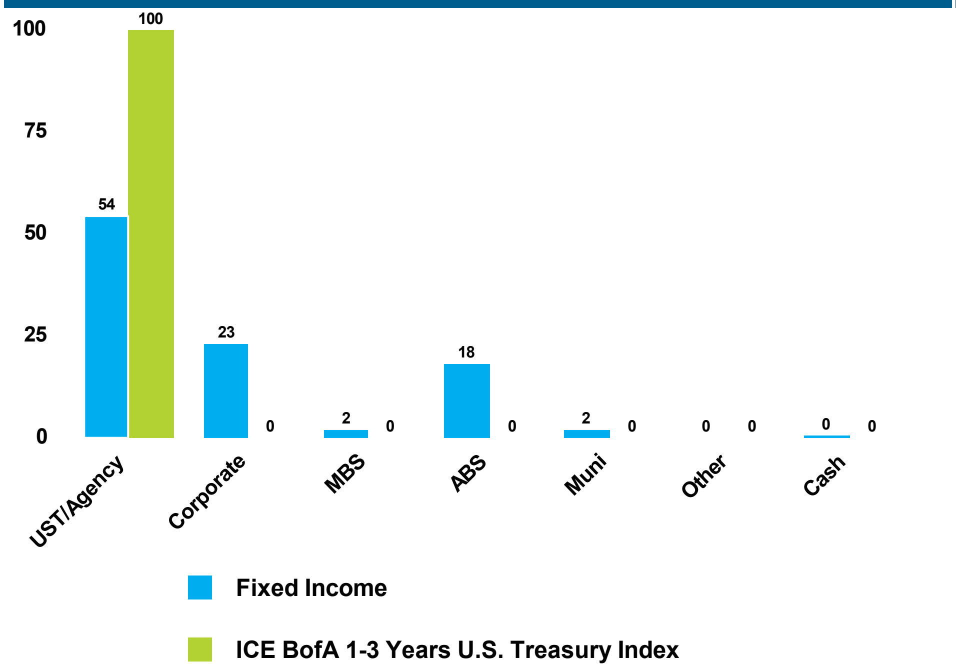
Appendices

Characteristics

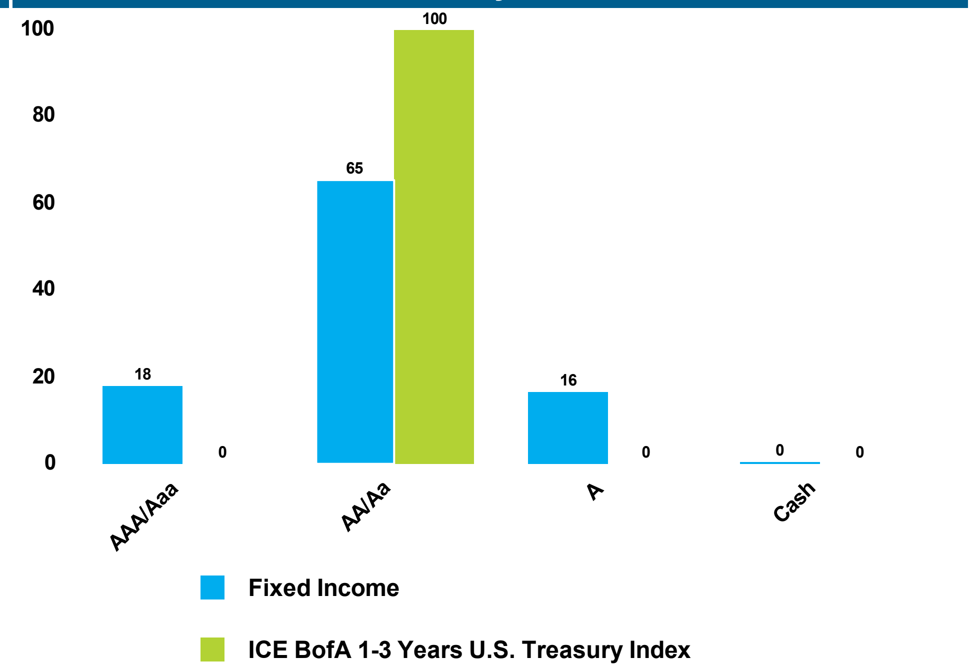
Asset Allocation	Total Fund $	Total Fund %
Tier One: Payden Low Duration	$802,340,607	46.1
Tier One: MetLife STAMP 1-3 Year	$802,355,608	46.1
Tier Two: MetLife STAMP 1-5 Year	$66,951,852	3.9
Tier Two: Payden Reserve Account	$67,192,404	3.9
Total	**$1,738,840,472**	**100.0**

Portfolio Fixed Income Characteristics	Q3-25 Fixed Income	Q3-25 ICE BofA 1-3 Years U.S. Treasury Index	Q2-25 Fixed Income
Yield To Maturity	3.9	3.6	4.0
Average Duration	2.0	1.8	1.9
Average Quality	AA	AA	AA

Sector Allocation



Credit Quality Allocation



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

Tier One: Payden Low Duration | As of September 30, 2025

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

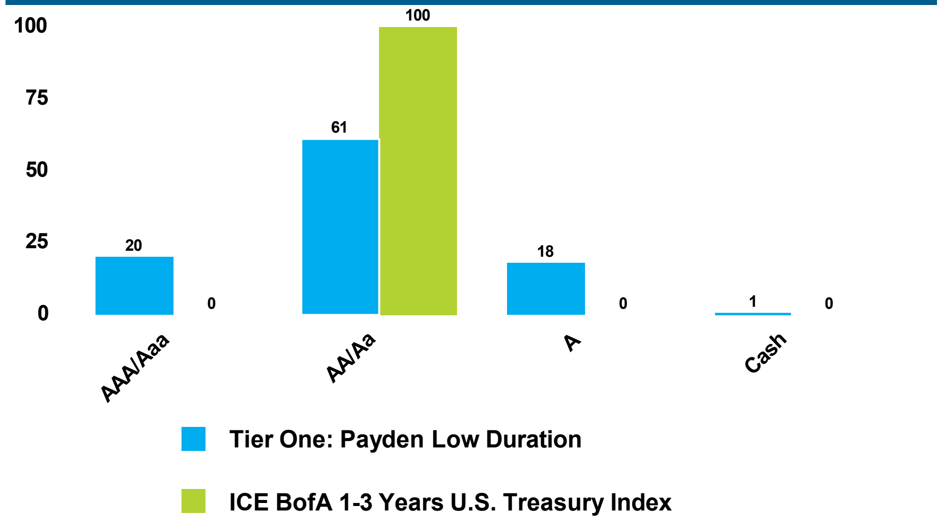
Portfolio Performance Summary

	QTD (%)	YTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	10 Yrs (%)	Since Inception	Inception Date
Tier One: Payden Low Duration (Gross)	1.27	4.34	4.38	4.98	2.22	2.23	2.89	07/01/1999
Tier One: Payden Low Duration (Net)	1.26	4.29	4.32	4.92	2.15	2.16	-	07/01/1999
ICE BofA 1-3 Years U.S. Treasury Index	1.12	3.93	3.87	4.35	1.57	1.69	2.65	

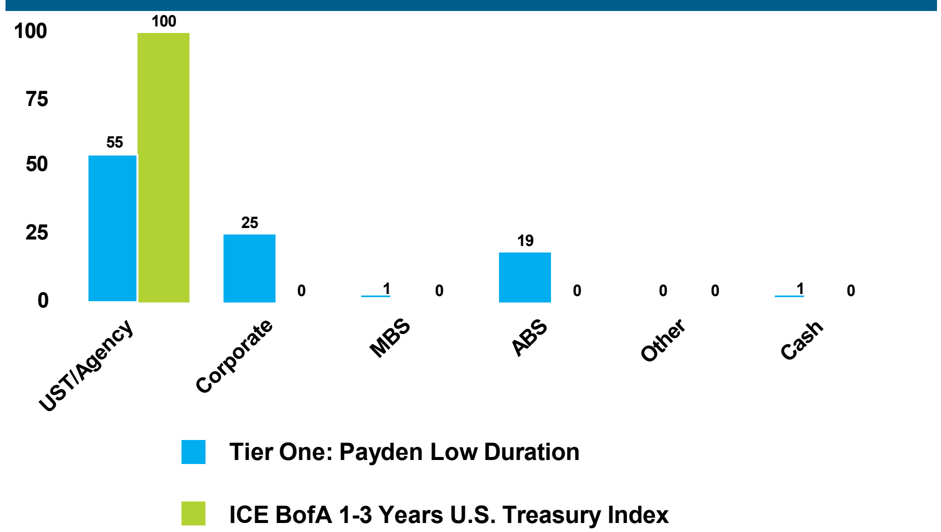
Portfolio Fixed Income Characteristics

	Q3-25		Q2-25
	Tier One: Payden Low Duration	ICE BofA 1-3 Years U.S. Treasury Index	Tier One: Payden Low Duration
Yield To Maturity	3.88	3.64	4.10
Average Duration	1.89	1.84	1.86
Average Quality	AA	AA	AA/Aa

Credit Quality Allocation



Sector Allocation



Tier One: MetLife STAMP 1-3 Year | As of September 30, 2025

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

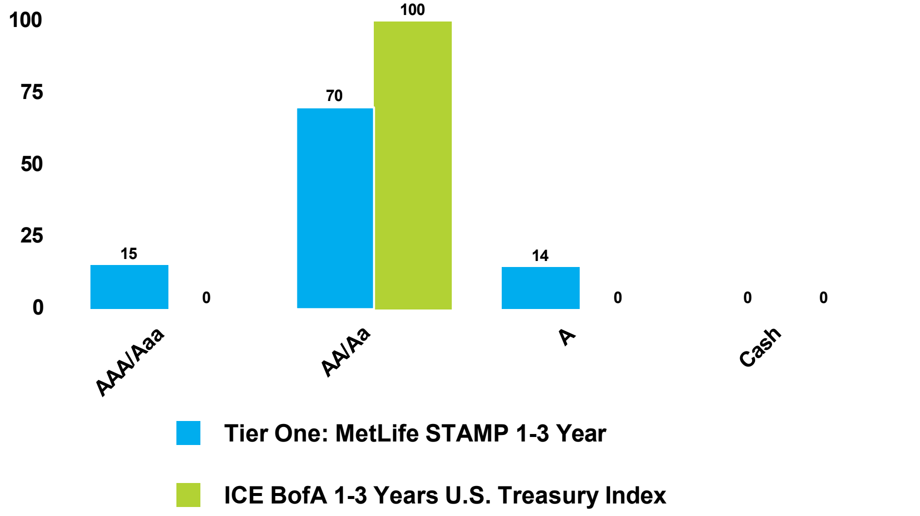
Portfolio Performance Summary

	QTD (%)	YTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	10 Yrs (%)	Since Inception	Inception Date
Tier One: MetLife STAMP 1-3 Year (Gross)	1.28	4.27	4.34	4.87	2.13	-	2.18	05/01/2016
Tier One: MetLife STAMP 1-3 Year (Net)	1.26	4.20	4.25	4.78	2.05	-	2.09	05/01/2016
ICE BofA 1-3 Years U.S. Treasury Index	1.12	3.93	3.87	4.35	1.57	1.69	1.74	

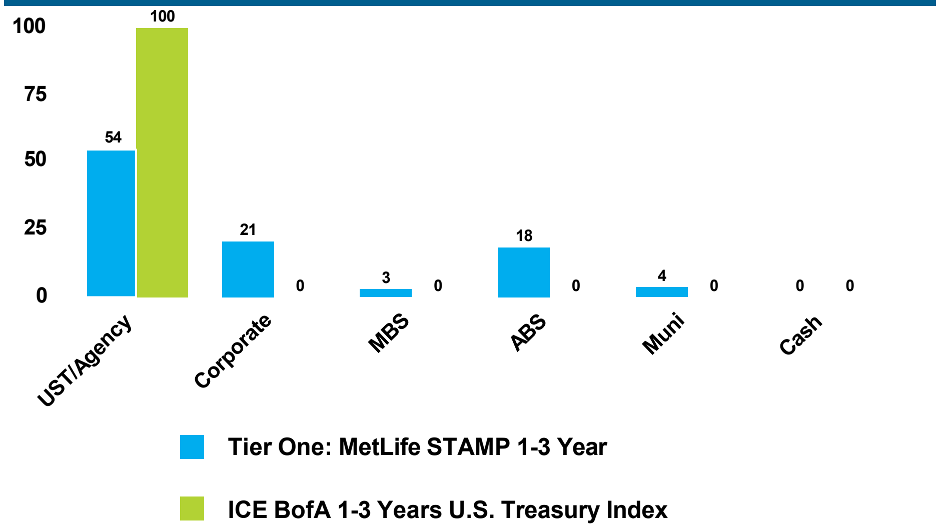
Portfolio Fixed Income Characteristics

	Q3-25		Q2-25
	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	3.85	3.64	3.99
Average Duration	1.91	1.84	1.84
Average Quality	AA	AA	AA/Aa

Credit Quality Allocation



Sector Allocation



Tier Two: MetLife STAMP 1-5 Year | As of September 30, 2025

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

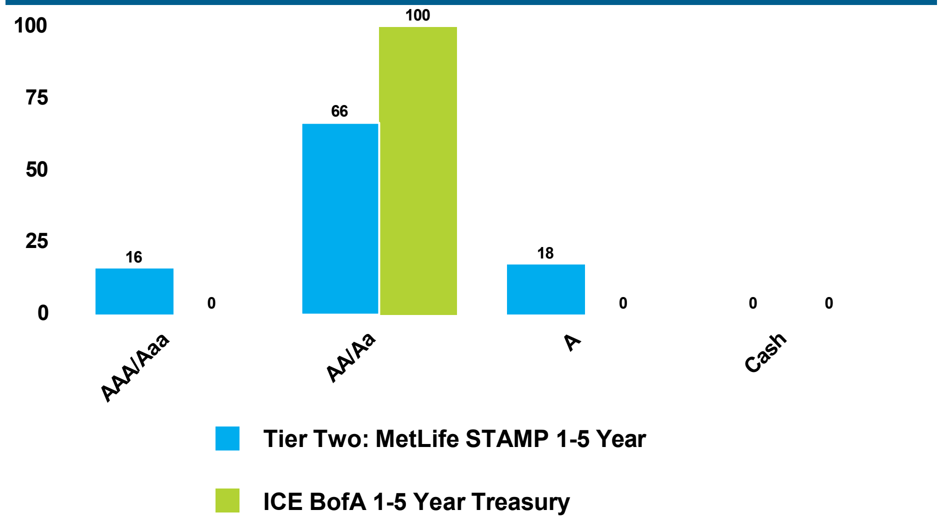
Portfolio Performance Summary

	QTD (%)	YTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	10 Yrs (%)	Since Inception	Inception Date
Tier Two: MetLife STAMP 1-5 Year (Gross)	1.34	5.00	4.41	5.04	1.70	2.11	1.95	04/01/2013
Tier Two: MetLife STAMP 1-5 Year (Net)	1.31	4.89	4.26	4.89	1.56	1.98	1.82	04/01/2013
ICE BofA 1-5 Year Treasury	1.14	4.57	3.77	4.42	1.12	1.65	1.53	

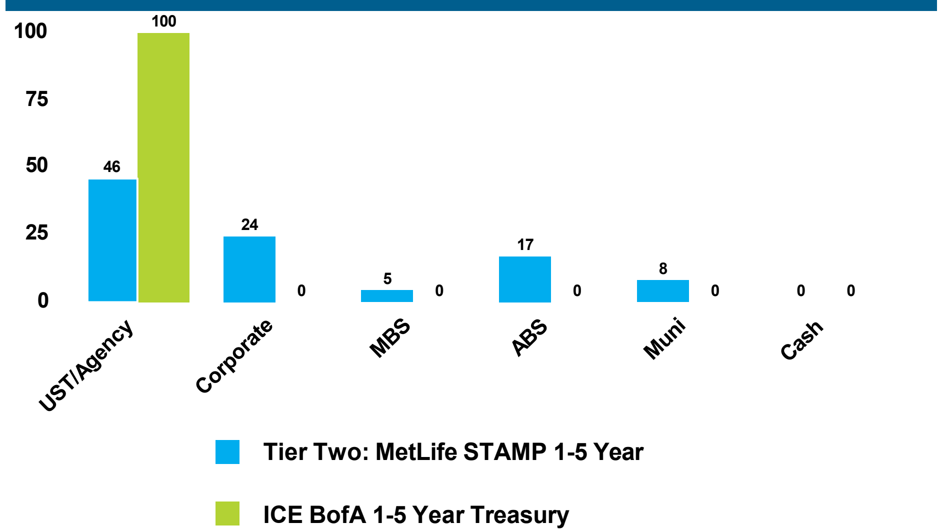
Portfolio Fixed Income Characteristics

	Q3-25		Q2-25
	Tier Two: MetLife STAMP 1-5 Year	ICE BofA 1-5 Year Treasury	Tier Two: MetLife STAMP 1-5 Year
Yield To Maturity	3.89	3.66	4.01
Average Duration	2.64	2.55	2.55
Average Quality	AA	AA	AA/Aa

Credit Quality Allocation



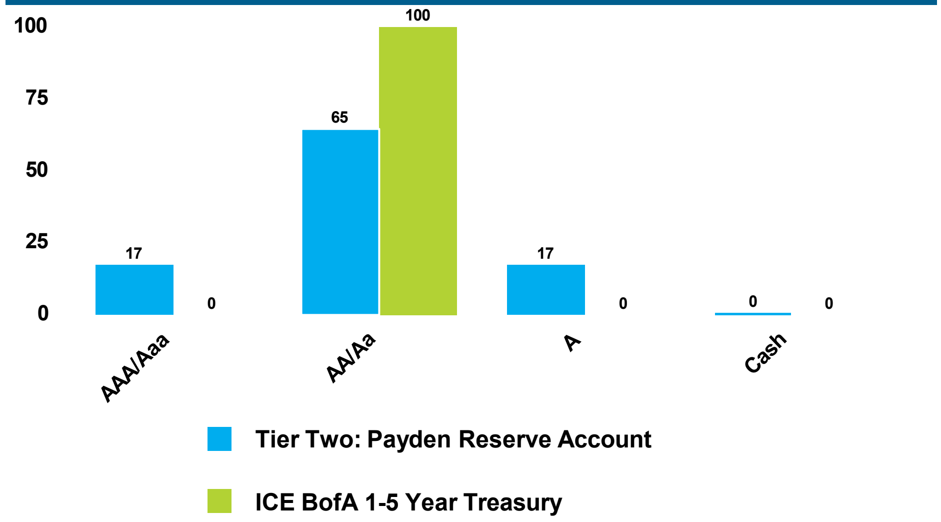
Sector Allocation



Tier Two: Payden Low Duration | As of September 30, 2025

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

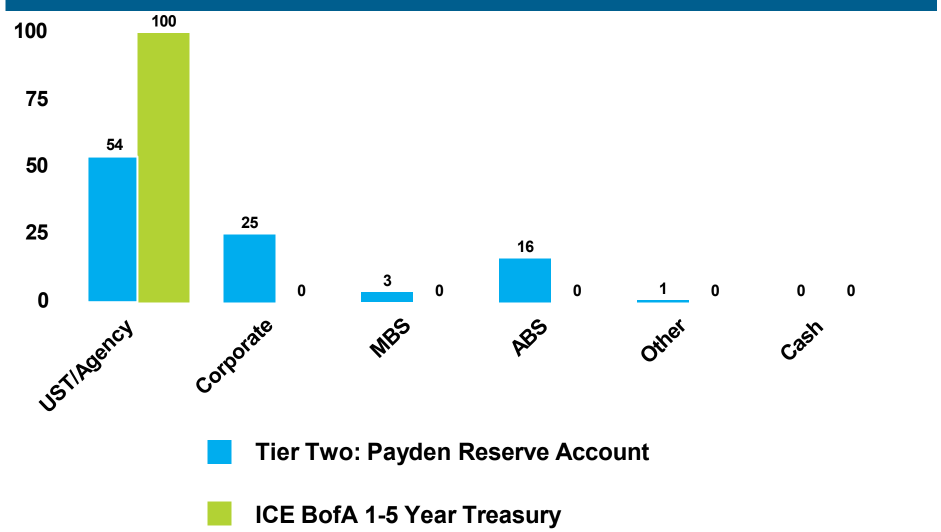
Credit Quality Allocation



Portfolio Performance Summary

	QTD (%)	YTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	10 Yrs (%)	Since Inception	Inception Date
Tier Two: Payden Reserve Account (Gross)	1.32	5.03	4.32	4.96	-	-	2.15	10/01/2021
Tier Two: Payden Reserve Account (Net)	1.29	4.94	4.19	4.83	-	-	2.03	10/01/2021
ICE BofA 1-5 Year Treasury	1.14	4.57	3.77	4.42	1.12	1.65	1.50	

Sector Allocation



Portfolio Fixed Income Characteristics

	Q3-25		Q2-25
	Tier Two: Payden Reserve Account	ICE BofA 1-5 Year Treasury	Tier Two: Payden Reserve Account
Yield To Maturity	3.90	3.66	4.11
Average Duration	2.61	2.55	2.58
Average Quality	AA	AA	AA/Aa

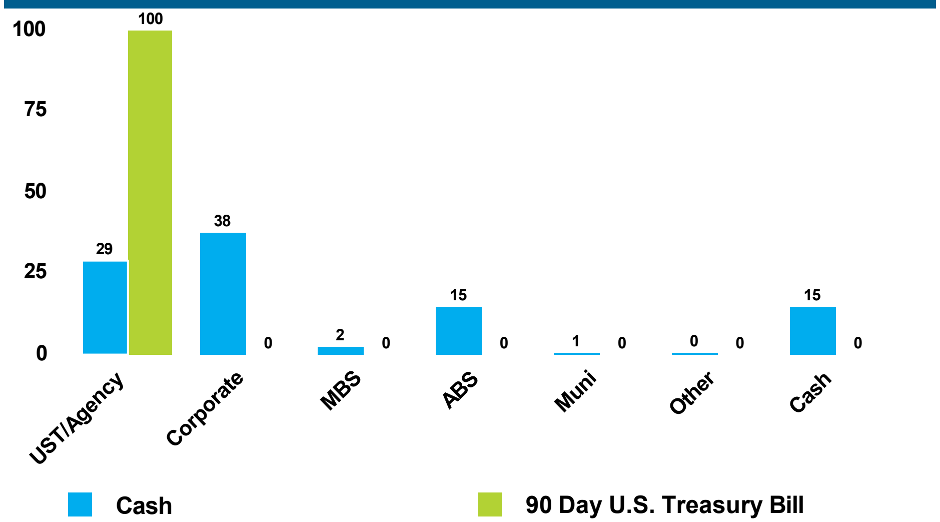
Asset Allocation

	Total Fund $	Total Fund %
Operating: MetLife Enhanced Cash	$937,680,581	49.2
Operating: Payden Enhanced Cash	$970,021,803	50.8
Total	**$1,907,702,384**	**100.0**

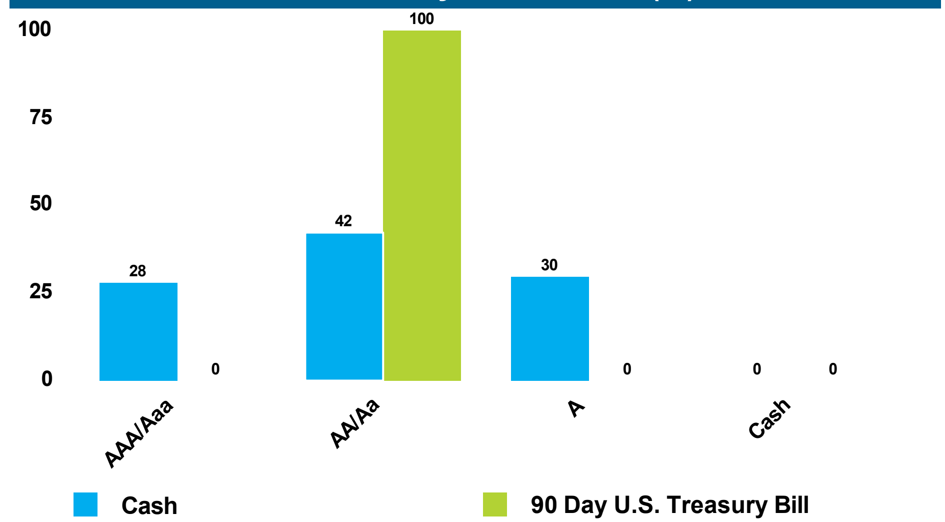
Portfolio Fixed Income Characteristics

	Q3-25 Cash	Q3-25 90 Day U.S. Treasury Bill	Q2-25 Cash
Yield To Maturity	4.2	3.9	4.5
Average Duration	0.4	0.2	0.3
Average Quality	AA	AA	AA

Sector Allocation



Credit Quality Distribution (%)



Operating: Payden Enhanced Cash | As of September 30, 2025

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

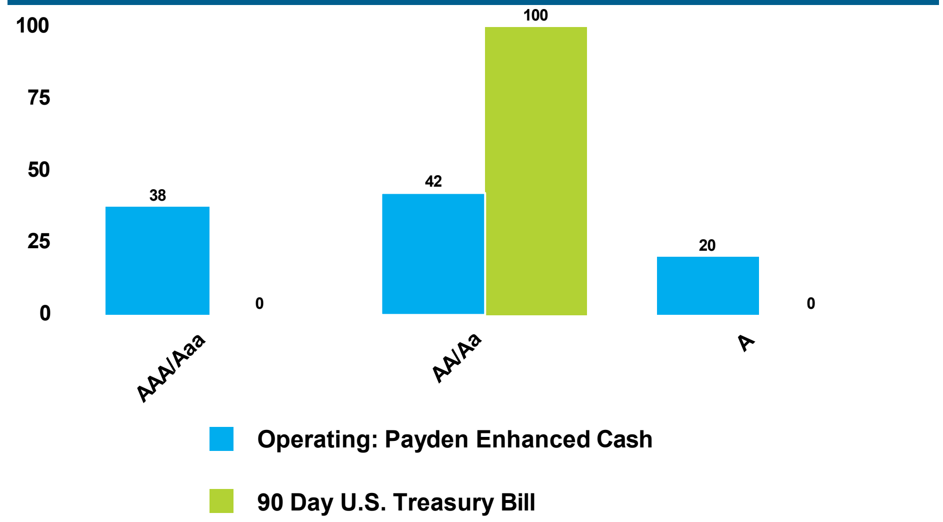
Portfolio Performance Summary

	QTD (%)	YTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	10 Yrs (%)	Since Inception	Inception Date
Operating: Payden Enhanced Cash (Gross)	1.22	3.68	4.91	5.31	3.29	2.41	2.22	07/01/1999
Operating: Payden Enhanced Cash (Net)	1.21	3.63	4.84	5.25	3.22	2.34	-	07/01/1999
90 Day U.S. Treasury Bill	1.08	3.17	4.38	4.77	2.98	2.07	2.01	

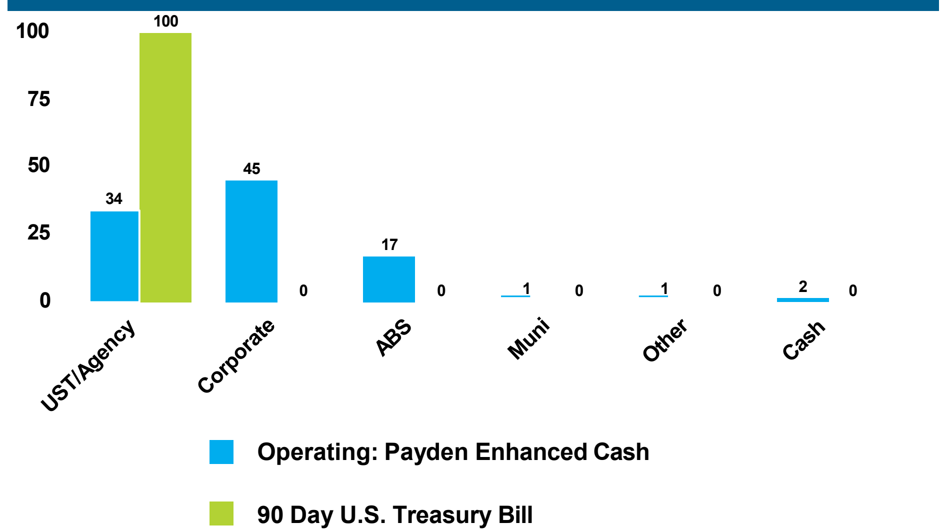
Portfolio Fixed Income Characteristics

	Q3-25		Q2-25
	Operating: Payden Enhanced Cash	90 Day U.S. Treasury Bill	Operating: Payden Enhanced Cash
Yield To Maturity	4.22	3.89	4.52
Average Duration	0.50	0.24	0.31
Average Quality	AA	AA	AA/Aa

Credit Quality Allocation



Sector Allocation



Operating: MetLife Enhanced Cash | As of September 30, 2025

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

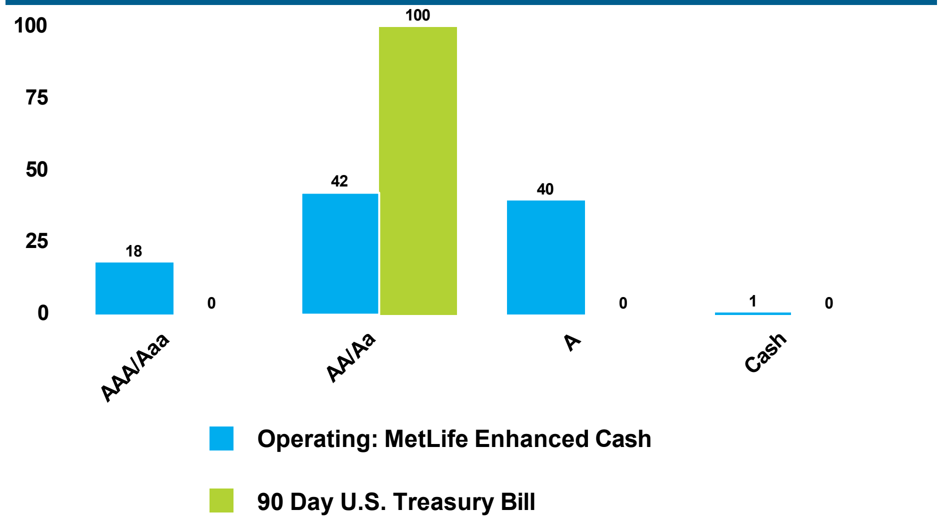
Portfolio Performance Summary

	QTD (%)	YTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	10 Yrs (%)	Since Inception	Inception Date
Operating: MetLife Enhanced Cash (Gross)	1.24	3.62	4.88	5.21	3.22	-	2.47	05/01/2016
Operating: MetLife Enhanced Cash (Net)	1.22	3.57	4.81	5.14	3.14	-	2.39	05/01/2016
90 Day U.S. Treasury Bill	1.08	3.17	4.38	4.77	2.98	2.07	2.19	

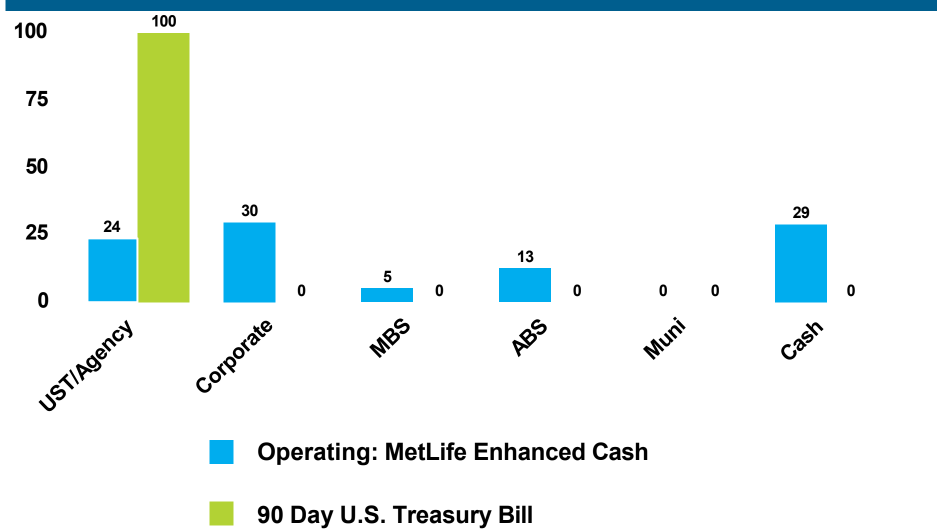
Portfolio Fixed Income Characteristics

	Q3-25		Q2-25
	Operating: MetLife Enhanced Cash	90 Day U.S. Treasury Bill	Operating: MetLife Enhanced Cash
Yield To Maturity	4.24	3.89	4.57
Average Duration	0.36	0.24	0.23
Average Quality	AA-	AA	AA/Aa

Credit Quality Allocation



Sector Allocation



Holdings

Portfolio Positions

as of September 30, 2025

Currency: USD

Units	Security	Identifier	Original Principal Cost / Purchased Accrued	Principal Market Value / Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
Cash							
	CASH OR STIF	USD	4,699,694.06	4,699,694.06	0.00	1.000	0.59%
Total for Cash			**4,699,694.06**	**4,699,694.06**	**0.00**		**0.59%**
Treasuries							
775,000.000	U.S. TREASURY NOTE	91282CJK8	778,148.44	782,674.31	4,525.88	100.990	0.10%
	Mat: 11/15/26 Cpn: 4.63%		1,575.55	13,538.81			
	Moody's: Aa1 S&P: AA+u Fitch: AA+						
	Tr Date: 11/30/23 St Date: 12/1/23						
114,710,000.000	U.S. TREASURY NOTE	91282CMV0	114,827,725.97	115,063,988.18	236,262.20	100.309	14.34%
	Mat: 3/31/27 Cpn: 3.88%		303,621.07	12,211.57			
	Moody's: Aa1 S&P: AA+u Fitch: AA+						
	Tr Date: 4/24/25 St Date: 4/25/25						
2,285,000.000	U.S. TREASURY NOTE	91282CKJ9	2,264,263.48	2,313,517.87	49,254.40	101.248	0.29%
	Mat: 4/15/27 Cpn: 4.50%		1,697.34	47,479.30			
	Moody's: Aa1 S&P: AA+u Fitch: AA+						
	Tr Date: 4/10/24 St Date: 4/15/24						
6,280,000.000	U.S. TREASURY NOTE	91282CMY4	6,250,807.81	6,289,567.20	38,759.39	100.152	0.80%
	Mat: 4/30/27 Cpn: 3.75%		8,319.29	98,551.63			
	Moody's: Aa1 S&P: AA+u Fitch: AA+						
	Tr Date: 5/12/25 St Date: 5/13/25						
8,760,000.000	U.S. TREASURY NOTE	91282CKR1	8,728,072.27	8,875,488.25	147,415.98	101.318	1.12%
	Mat: 5/15/27 Cpn: 4.50%		29,389.40	148,896.20			
	Moody's: Aa1 S&P: AA+u Fitch: AA+						
	Tr Date: 6/7/24 St Date: 6/10/24						
16,410,000.000	U.S. TREASURY NOTE	91282CKV2	16,463,711.72	16,673,136.98	209,425.25	101.604	2.11%
	Mat: 6/15/27 Cpn: 4.63%		31,249.08	223,956.15			
	Moody's: Aa1 S&P: AA+u Fitch: AA+						
	Tr Date: 6/27/24 St Date: 6/28/24						
2,455,000.000	U.S. TREASURY NOTE	91282CLG4	2,453,753.32	2,460,370.31	6,616.99	100.219	0.31%
	Mat: 8/15/27 Cpn: 3.75%		4,753.23	11,757.98			
	Moody's: Aa1 S&P: AA+u Fitch: AA+						
	Tr Date: 8/30/24 St Date: 9/3/24						
27,070,000.000	U.S. TREASURY NOTE	91282CLQ2	26,888,447.75	27,208,522.33	320,074.58	100.512	3.45%
	Mat: 10/15/27 Cpn: 3.88%		48,990.00	484,357.00			
	Moody's: Aa1 S&P: AA+u Fitch: AA+						
	Tr Date: 10/31/24 St Date: 11/1/24						

Portfolio Positions

as of September 30, 2025

Currency: USD

Units	Security			Identifier	Original Principal Cost / Purchased Accrued	Principal Market Value / Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
10,570,000.000	U.S. TREASURY NOTE			91282CLX7	10,570,876.33	10,679,828.96	108,952.63	101.039	1.35%
	Mat: 11/15/27	Cpn: 4.13%			20,475.73	164,689.50			
	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	25,884,585.28	411,213.47	100.836	3.26%
	Mat: 12/15/27	Cpn: 4.00%			50,775.83	302,990.16			
	Moody's: Aa1	S&P: AA+u	Fitch: AA+						
	Tr Date: 12/31/24	St Date: 1/2/25							
12,045,000.000	U.S. TREASURY NOTE			91282CMF5	12,042,176.96	12,210,618.75	168,441.80	101.375	1.54%
	Mat: 1/15/28	Cpn: 4.25%			26,868.34	108,503.19			
	Moody's: Aa1	S&P: AA+u	Fitch: AA+						
	Tr Date: 1/31/25	St Date: 2/3/25							
10,325,000.000	U.S. TREASURY NOTE			91282CMN8	10,404,050.78	10,472,615.29	68,564.51	101.430	1.31%
	Mat: 2/15/28	Cpn: 4.25%			19,395.02	56,043.99			
	Moody's: Aa1	S&P: AA+u	Fitch: AA+						
	Tr Date: 2/28/25	St Date: 3/3/25							
8,885,000.000	U.S. TREASURY NOTE			91282CMS7	8,883,611.72	8,941,919.53	58,307.81	100.641	1.12%
	Mat: 3/15/28	Cpn: 3.88%			15,904.88	15,217.40			
	Moody's: Aa1	S&P: AA+u	Fitch: AA+						
	Tr Date: 3/31/25	St Date: 4/1/25							
29,110,000.000	U.S. TREASURY NOTE			91282CMW8	29,240,227.47	29,202,105.79	(38,121.68)	100.316	3.70%
	Mat: 4/15/28	Cpn: 3.75%			47,721.31	504,056.35			
	Moody's: Aa1	S&P: AA+u	Fitch: AA+						
	Tr Date: 4/30/25	St Date: 5/1/25							
23,520,000.000	U.S. TREASURY NOTE			91282CND9	23,447,125.39	23,598,093.69	150,968.30	100.332	2.98%
	Mat: 5/15/28	Cpn: 3.75%			43,141.30	333,146.74			
	Moody's: Aa1	S&P: AA+u	Fitch: AA+						
	Tr Date: 5/30/25	St Date: 6/2/25							
23,375,000.000	U.S. TREASURY NOTE			91282CNH0	23,468,404.49	23,530,224.73	61,820.24	100.664	2.97%
	Mat: 6/15/28	Cpn: 3.88%			43,699.09	267,279.71			
	Moody's: Aa1	S&P: AA+u	Fitch: AA+						
	Tr Date: 6/30/25	St Date: 7/1/25							
50,075,000.000	U.S. TREASURY NOTE			91282CNM9	50,060,683.05	50,405,573.12	344,890.06	100.660	6.33%
	Mat: 7/15/28	Cpn: 3.88%			89,638.34	411,281.76			
	Moody's: Aa1	S&P: AA+u	Fitch: AA+						
	Tr Date: 7/31/25	St Date: 8/1/25							
22,775,000.000	U.S. TREASURY NOTE			91282CNU1	22,805,248.05	22,777,669.00	(27,579.05)	100.012	2.85%
	Mat: 8/15/28	Cpn: 3.63%			40,382.30	105,442.68			
	Moody's: Aa1	S&P: AA+u	Fitch: AA+						
	Tr Date: 8/29/25	St Date: 9/2/25							

Portfolio Positions

as of September 30, 2025

Currency: USD

Units	Security	Identifier	Original Principal Cost / Purchased Accrued	Principal Market Value / Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
21,075,000.000	U.S. TREASURY NOTE	91282CNY3	20,939,687.04	20,932,579.15	(7,107.89)	99.324	2.61%
	Mat: 9/15/28 Cpn: 3.38%		31,437.84	31,437.84			
	Moody's: Aa1 S&P: AA+u Fitch: AA+						
	Tr Date: 9/30/25 St Date: 10/1/25						
1,270,000.000	U.S. TREASURY NOTE	91282CKD2	1,269,863.52	1,294,358.21	24,494.68	101.918	0.16%
	Mat: 2/28/29 Cpn: 4.25%		146.67	4,622.17			
	Moody's: Aa1 S&P: AA+u Fitch: AA+						
	Tr Date: 2/29/24 St Date: 3/1/24						
Total for Treasuries			**417,260,257.37**	**419,597,436.93**	**2,337,179.56**		**52.71%**
			859,181.60	**3,345,460.15**			
Government Related							
2,520,000.000	IBRD C 7/30/2026 1X	45906M5K3	2,520,000.00	2,530,286.19	10,286.19	100.408	0.32%
	Mat: 7/30/29 Cpn: 4.75%		32,252.50	20,282.50			
	Moody's: Aaa S&P: AAA Fitch:						
	Tr Date: 11/6/24 St Date: 11/7/24						
Total for Government Related			**2,520,000.00**	**2,530,286.19**	**10,286.19**		**0.32%**
			32,252.50	**20,282.50**			
Agencies							
2,300,000.000	FFCB	3133EPSW6	2,294,710.00	2,314,760.94	20,050.94	100.642	0.29%
	Mat: 8/14/26 Cpn: 4.50%		0.00	13,512.50			
	Moody's: Aa1 S&P: AA+ Fitch: AA+						
	Tr Date: 8/9/23 St Date: 8/14/23						
Total for Agencies			**2,294,710.00**	**2,314,760.94**	**20,050.94**		**0.29%**
			0.00	**13,512.50**			
Taxable Muni							
600,000.000	WI STATE GEN FUND APPROP REV TXB	977100HT6	600,000.00	601,513.41	1,513.41	100.252	0.08%
	Mat: 5/1/26 Cpn: 4.36%		0.00	10,907.50			
	Moody's: Aa2 S&P: Fitch: AA						
	Tr Date: 1/25/23 St Date: 2/16/23						
825,000.000	CA STATE PUBLIC WORKS BOARD TXB	13068XKC2	825,000.00	838,344.82	13,344.82	101.618	0.11%
	Mat: 11/1/26 Cpn: 5.54%		0.00	19,043.75			
	Moody's: Aa3 S&P: A+ Fitch: AA-						
	Tr Date: 10/26/23 St Date: 11/8/23						
2,600,000.000	CT STATE GO/ULT TXB	20772KZH5	2,638,948.00	2,651,789.54	12,841.54	101.992	0.33%
	Mat: 3/15/27 Cpn: 5.13%		0.00	5,922.22			
	Moody's: Aa2 S&P: AA- Fitch: AA						
	Tr Date: 4/23/25 St Date: 5/7/25						

Portfolio Positions

as of September 30, 2025

Currency: USD

Units	Security	Identifier	Original Principal Cost / Purchased Accrued	Principal Market Value / Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
1,300,000.000	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	1,315,470.03 23,252.99	15,470.03	101.190	0.17%
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	1,956,050.82 18,616.78	16,050.82	100.827	0.25%
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	1,720,621.97 30,436.99	30,621.97	101.812	0.22%
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	1,724,062.41 28,823.22	24,062.41	101.415	0.22%
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	1,779,464.61 15,824.00	28,169.81	103.457	0.22%
Total for Taxable Muni			**12,445,242.80** **18,301.87**	**12,587,317.60** **152,827.45**	**142,074.80**		**1.59%**
Credit							
775,000.000	JACKSON NATL LIFE 144A Mat: 1/9/26 Cpn: 5.50% Moody's: A3 S&P: A Fitch: A Tr Date: 1/4/23 St Date: 1/9/23	46849LUX7	773,333.75 0.00	777,185.50 9,709.03	3,851.75	100.282	0.10%
3,745,000.000	VOLKSWAGEN GROUP 144A Mat: 3/20/26 Cpn: 5.40% Moody's: Baa1 S&P: BBB+ Fitch: A- Tr Date: 3/14/24 St Date: 3/22/24	928668CE0	3,741,929.10 0.00	3,764,811.05 6,179.25	22,881.95	100.529	0.47%
2,940,000.000	HYUNDAI CAPITAL AMERICA 144A Mat: 6/24/26 Cpn: 5.45% Moody's: A3 S&P: A- Fitch: A- Tr Date: 6/18/24 St Date: 6/24/24	44891ADA2	2,937,677.40 0.00	2,962,344.00 43,173.08	24,666.60	100.760	0.37%
780,000.000	MERCEDES-BENZ 144A Mat: 8/3/26 Cpn: 5.20% Moody's: A2 S&P: A Fitch: WD Tr Date: 7/31/23 St Date: 8/3/23	58769JAK3	779,103.00 0.00	787,238.40 6,534.67	8,135.40	100.928	0.10%

Portfolio Positions

as of September 30, 2025

Currency: USD

Units	Security	Identifier	Original Principal Cost / Purchased Accrued	Principal Market Value / Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
1,045,000.000	VOLKSWAGEN GROUP 144A	928668BV3	1,044,540.20	1,058,679.05	14,138.85	101.309	0.13%
	Mat: 9/12/26 Cpn: 5.70%		0.00	3,143.71			
	Moody's: Baa1 S&P: BBB+ Fitch: A-						
	Tr Date: 9/5/23 St Date: 9/12/23						
1,550,000.000	AMERICAN HONDA FINANCE	02665WFP1	1,549,845.00	1,554,696.50	4,851.50	100.303	0.20%
	Mat: 10/5/26 Cpn: 4.40%		0.00	33,342.22			
	Moody's: A3 S&P: A- Fitch:						
	Tr Date: 9/3/24 St Date: 9/5/24						
1,875,000.000	CAMDEN PROPERTY TRUST	133131BA9	1,874,943.75	1,909,425.00	34,481.25	101.836	0.24%
	Mat: 11/3/26 Cpn: 5.85%		0.00	45,093.75			
	Moody's: A3 S&P: A- Fitch: A-						
	Tr Date: 10/31/23 St Date: 11/3/23						
1,305,000.000	ENTERPRISE PRODUCTS	29379VCE1	1,303,655.85	1,315,087.65	11,431.80	100.773	0.17%
	Mat: 1/11/27 Cpn: 4.60%		0.00	13,340.00			
	Moody's: A3 S&P: A- Fitch: A-						
	Tr Date: 1/2/24 St Date: 1/11/24						
2,535,000.000	MERCEDES-BENZ 144A	58769JAQ0	2,530,839.30	2,556,953.10	26,113.80	100.866	0.32%
	Mat: 1/11/27 Cpn: 4.80%		25,500.00	27,040.00			
	Moody's: A2 S&P: A Fitch:						
	Tr Date: 1/8/24 St Date: 1/11/24						
325,000.000	PROTECTIVE LIFE (REGS)	74368CBX1	325,000.00	328,519.75	3,519.75	101.083	0.04%
	Mat: 1/12/27 Cpn: 4.99%		0.00	3,560.27			
	Moody's: A1 S&P: AA- Fitch: AA-						
	Tr Date: 1/9/24 St Date: 1/12/24						
2,650,000.000	DAIMLER TRUCKS FIN 144A	233853AV2	2,640,674.50	2,677,692.50	37,018.00	101.045	0.34%
	Mat: 1/15/27 Cpn: 5.00%		50,694.44	27,972.22			
	Moody's: A3 S&P: A- Fitch:						
	Tr Date: 1/10/24 St Date: 1/18/24						
440,000.000	METLIFE 144A	58989V2G8	439,621.60	444,549.60	4,928.00	101.034	0.06%
	Mat: 1/16/27 Cpn: 4.85%		0.00	4,445.83			
	Moody's: Aa3 S&P: AA- Fitch: AA-						
	Tr Date: 1/10/24 St Date: 1/16/24						
2,745,000.000	PRINCIPAL LIFE GLB FND II 144A	74256LEX3	2,744,554.45	2,776,814.55	32,260.10	101.159	0.35%
	Mat: 1/16/27 Cpn: 5.00%		53,472.22	28,593.75			
	Moody's: A1 S&P: A+ Fitch:						
	Tr Date: 1/8/24 St Date: 1/16/24						
645,000.000	PNC FINANCIAL	693475BL8	645,000.00	645,728.85	728.85	100.113	0.08%
	Mat: 1/26/27 Cpn: 4.76%		0.00	5,541.09			
	Moody's: A3 S&P: A- Fitch: A						
	Tr Date: 1/19/23 St Date: 1/24/23						

Portfolio Positions

as of September 30, 2025

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased Accrued	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
365,000.000	MORGAN STANLEY Mat: 1/28/27 Cpn: 5.05% Moody's: A1 S&P: A- Fitch: A+ Tr Date: 1/17/23 St Date: 1/19/23	61747YEZ4	364,992.70 0.00	365,817.60 3,225.69	824.90	100.224	0.05%
3,460,000.000	AMERICAN HONDA FINANCE Mat: 3/12/27 Cpn: 4.90% Moody's: A3 S&P: A- Fitch: Tr Date: 3/11/24 St Date: 3/13/24	02665WFD8	3,457,797.00 30,965.28	3,499,340.20 8,947.94	41,543.20	101.137	0.44%
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	598,319.00 1,042.33	9,676.00	101.410	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	1,348,354.00 1,762.25	19,817.00	101.380	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	2,577,665.20 2,325.91	49,590.20	101.884	0.32%
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	3,817,765.90 91,851.86	60,452.20	101.267	0.49%
2,190,000.000	NATL RURAL UTILITIES Mat: 5/6/27 Cpn: 5.10% Moody's: A2 S&P: A- Fitch: A Tr Date: 5/7/24 St Date: 5/10/24	63743HFR8	2,194,117.20 7,083.33	2,225,981.70 44,986.25	31,864.50	101.643	0.28%
955,000.000	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	954,216.90 0.00	960,242.95 15,445.80	6,026.05	100.549	0.12%
3,930,000.000	CITIBANK Mat: 5/29/27 Cpn: 4.58% Moody's: Aa3 S&P: A+ Fitch: A+ Tr Date: 5/21/25 St Date: 5/29/25	17325FBN7	3,930,000.00 0.00	3,966,627.60 60,944.69	36,627.60	100.932	0.50%
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	390,728.80 6,523.61	8,462.30	101.488	0.05%

Portfolio Positions

as of September 30, 2025

Currency: USD

Units	Security	Identifier	Original Principal Cost / Purchased Accrued	Principal Market Value / Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
2,110,000.000	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	2,146,313.10 32,558.47	41,842.00	101.721	0.27%
3,680,000.000	AMERICAN EXPRESS Mat: 7/28/27 Cpn: 5.39% Moody's: A2 S&P: A- Fitch: A Tr Date: 7/25/23 St Date: 7/28/23	025816DG1	3,682,040.00 49,997.94	3,716,248.00 34,705.16	34,208.00	100.985	0.47%
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	1,922,553.00 15,041.67	24,966.00	101.187	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	1,753,220.00 10,086.81	4,707.50	100.184	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	401,124.00 2,341.11	1,260.00	100.281	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	752,323.35 3,998.17	7,904.45	100.983	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	1,765,556.10 9,241.23	20,835.30	101.178	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	1,174,247.10 2,008.50	4,247.10	100.363	0.15%
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	1,544,783.70 1,291.79	1,112.40	99.986	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	844,101.70 708.96	16,898.80	101.699	0.11%

Portfolio Positions

as of September 30, 2025

Currency: USD

Units	Security			Identifier	Original Principal Cost / Purchased Accrued	Principal Market Value / Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
1,770,000.000	ACCENTURE CAPITAL			00440KAA1	1,767,716.70	1,773,062.10	5,345.40	100.173	0.23%
	Mat: 10/4/27	Cpn: 3.90%			0.00	33,939.75			
	Moody's: Aa3	S&P: AA-	Fitch: WD						
	Tr Date: 10/1/24	St Date: 10/4/24							
725,000.000	TOYOTA MOTOR CREDIT			89236TMS1	724,717.25	731,293.00	6,575.75	100.868	0.09%
	Mat: 10/8/27	Cpn: 4.35%			0.00	15,155.52			
	Moody's: A1	S&P: A+	Fitch: A+						
	Tr Date: 10/7/24	St Date: 10/10/24							
1,660,000.000	MORGAN STANLEY			61690U8G8	1,660,000.00	1,664,133.40	4,133.40	100.249	0.21%
	Mat: 10/15/27	Cpn: 4.45%			0.00	34,039.31			
	Moody's: Aa3	S&P: A+	Fitch: AA-						
	Tr Date: 10/16/24	St Date: 10/18/24							
2,585,000.000	US BANK CINCINNATI			90331HPP2	2,585,000.00	2,594,099.20	9,099.20	100.352	0.33%
	Mat: 10/22/27	Cpn: 4.51%			0.00	51,456.79			
	Moody's: A2	S&P: A+	Fitch: A+						
	Tr Date: 10/17/24	St Date: 10/22/24							
875,000.000	MARSH & MCLENNAN			571748BY7	874,002.50	885,001.25	10,998.75	101.143	0.11%
	Mat: 11/8/27	Cpn: 4.55%			0.00	15,814.41			
	Moody's: A3	S&P: A-	Fitch: A-						
	Tr Date: 10/30/24	St Date: 11/8/24							
560,000.000	CENCORA INC			03073EAV7	558,964.00	566,608.00	7,644.00	101.180	0.07%
	Mat: 12/15/27	Cpn: 4.63%			0.00	7,626.11			
	Moody's: Baa2	S&P: BBB+	Fitch: A-						
	Tr Date: 12/2/24	St Date: 12/9/24							
555,000.000	COREBRIDGE GLOB FUNDING			00138CBD9	555,000.00	564,612.60	9,612.60	101.732	0.07%
	Mat: 1/7/28	Cpn: 4.90%			0.00	6,345.50			
	Moody's: A2	S&P: A+	Fitch:						
	Tr Date: 1/6/25	St Date: 1/9/25							
2,590,000.000	PRINCIPAL LFE GLB FND II 144A			74256LFC8	2,588,005.70	2,624,395.20	36,389.50	101.328	0.33%
	Mat: 1/9/28	Cpn: 4.80%			0.00	28,317.33			
	Moody's: A1	S&P: A+	Fitch:						
	Tr Date: 1/2/25	St Date: 1/9/25							
745,000.000	SAMMONS FINANCIAL GLOBAL 144A			79587J2B8	744,404.00	758,246.10	13,842.10	101.778	0.10%
	Mat: 1/10/28	Cpn: 5.05%			0.00	8,465.06			
	Moody's:	S&P: A+	Fitch: A+						
	Tr Date: 1/3/25	St Date: 1/10/25							
560,000.000	DAIMLER TRUCK FIN 144A			233853BC3	559,244.00	568,416.80	9,172.80	101.503	0.07%
	Mat: 1/13/28	Cpn: 4.95%			0.00	6,006.00			
	Moody's: A3	S&P: A-	Fitch:						
	Tr Date: 1/7/25	St Date: 1/13/25							

Currency: USD

Units	Security			Identifier	Original Principal Cost / Purchased Accrued	Principal Market Value / Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
635,000.000	MORGAN STANLEY			61690U8A1	635,000.00	641,394.45	6,394.45	101.007	0.08%
	Mat: 1/14/28	Cpn: 4.95%			0.00	6,725.78			
	Moody's: Aa3	S&P: A+	Fitch: AA-						
	Tr Date: 1/16/24	St Date: 1/18/24							
2,750,000.000	PNC FIN SVC			693475BV6	2,752,550.00	2,791,112.50	38,562.50	101.495	0.35%
	Mat: 1/21/28	Cpn: 5.30%			54,472.22	28,340.28			
	Moody's: A3	S&P: A-	Fitch: A						
	Tr Date: 1/17/24	St Date: 1/22/24							
4,105,000.000	JPMORGAN CHASE			46647PEA0	4,093,975.00	4,152,125.40	58,150.40	101.148	0.52%
	Mat: 1/23/28	Cpn: 5.04%			74,025.00	39,079.60			
	Moody's: A1	S&P: A	Fitch: AA-						
	Tr Date: 1/16/24	St Date: 1/23/24							
5,255,000.000	FIFTH THIRD BANK			31677QBU2	5,265,608.00	5,308,863.75	43,255.75	101.025	0.67%
	Mat: 1/28/28	Cpn: 4.97%			45,737.79	45,677.77			
	Moody's: A3	S&P: A-	Fitch: A-						
	Tr Date: 1/23/25	St Date: 1/28/25							
485,000.000	NEXTERA ENERGY CAP			65339KDG2	484,985.45	493,885.20	8,899.75	101.832	0.06%
	Mat: 2/4/28	Cpn: 4.85%			0.00	3,724.40			
	Moody's: Baa1	S&P: BBB+	Fitch: A-						
	Tr Date: 1/30/25	St Date: 2/4/25							
2,500,000.000	BNY MELLON			06406RAB3	2,388,275.00	2,483,500.00	95,225.00	99.340	0.31%
	Mat: 2/7/28	Cpn: 3.44%			29,400.41	12,907.50			
	Moody's: Aa3	S&P: A	Fitch: AA-						
	Tr Date: 6/7/24	St Date: 6/10/24							
2,045,000.000	NATL RURAL UTILITIES			63743HFW7	2,044,100.20	2,076,288.50	32,188.30	101.530	0.26%
	Mat: 2/7/28	Cpn: 4.75%			0.00	14,570.63			
	Moody's: A2	S&P:	Fitch: A						
	Tr Date: 2/4/25	St Date: 2/7/25							
2,500,000.000	STATE STREET			857477BS1	2,332,025.00	2,440,125.00	108,100.00	97.605	0.31%
	Mat: 2/7/28	Cpn: 2.20%			20,347.15	8,261.25			
	Moody's: Aa3	S&P: A	Fitch: AA-						
	Tr Date: 6/18/24	St Date: 6/20/24							
2,745,000.000	STATE STREET			857477CU5	2,745,000.00	2,780,602.65	35,602.65	101.297	0.35%
	Mat: 2/28/28	Cpn: 4.54%			0.00	11,413.71			
	Moody's: Aa3	S&P: A	Fitch: AA-						
	Tr Date: 2/25/25	St Date: 2/28/25							
1,880,000.000	MARS 144A			571676AX3	1,879,981.20	1,903,180.40	23,199.20	101.233	0.24%
	Mat: 3/1/28	Cpn: 4.60%			0.00	7,206.67			
	Moody's: A2	S&P: A	Fitch:						
	Tr Date: 3/5/25	St Date: 3/12/25							

Currency: USD

Units	Security			Identifier	Original Principal Cost / Purchased Accrued	Principal Market Value / Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
5,150,000.000	HUNTINGTON NATL BANK			44644MAK7	5,147,816.00	5,207,783.00	59,967.00	101.122	0.66%
	Mat: 4/12/28	Cpn: 4.87%			5,804.61	117,763.19			
	Moody's: A3	S&P: A-	Fitch: A-						
	Tr Date: 2/19/25	St Date: 2/26/25							
4,485,000.000	MORGAN STANLEY			61747YFP5	4,531,875.00	4,586,809.50	54,934.50	102.270	0.59%
	Mat: 4/13/28	Cpn: 5.65%			32,381.25	118,296.36			
	Moody's: A1	S&P: A-	Fitch: A+						
	Tr Date: 4/17/24	St Date: 4/19/24							
4,245,000.000	WELLS FARGO			95000U3L5	4,293,262.50	4,345,903.65	52,641.15	102.377	0.55%
	Mat: 4/22/28	Cpn: 5.71%			30,912.92	106,999.12			
	Moody's: A1	S&P: BBB+	Fitch: A+						
	Tr Date: 4/15/24	St Date: 4/22/24							
1,320,000.000	GOLDMAN SACHS			38141GC77	1,320,000.00	1,335,760.80	15,760.80	101.194	0.17%
	Mat: 4/23/28	Cpn: 4.94%			0.00	28,601.69			
	Moody's: A2	S&P: BBB+	Fitch: A						
	Tr Date: 4/15/25	St Date: 4/23/25							
1,160,000.000	STATE STREET			857477DA8	1,160,000.00	1,169,929.60	9,929.60	100.856	0.15%
	Mat: 4/24/28	Cpn: 4.54%			0.00	22,982.53			
	Moody's: Aa3	S&P: A	Fitch: AA-						
	Tr Date: 4/22/25	St Date: 4/24/25							
5,215,000.000	NEW YORK LIFE 144A			64953BBW7	5,211,349.50	5,270,904.80	59,555.30	101.072	0.67%
	Mat: 4/25/28	Cpn: 4.40%			0.00	99,432.67			
	Moody's: Aa1	S&P: AA+	Fitch: AAA						
	Tr Date: 4/22/25	St Date: 4/25/25							
3,955,000.000	PACIFIC LIFE 144A			69448TAC5	3,954,762.70	4,001,471.25	46,708.55	101.175	0.51%
	Mat: 5/1/28	Cpn: 4.45%			0.00	73,332.29			
	Moody's: Aa3	S&P: AA-	Fitch: AA-						
	Tr Date: 4/24/25	St Date: 5/1/25							
2,050,000.000	US BANK CINCINNATI			90331HPS6	2,050,000.00	2,069,208.50	19,208.50	100.937	0.26%
	Mat: 5/15/28	Cpn: 4.73%			0.00	36,631.22			
	Moody's: A2	S&P: A+	Fitch: A+						
	Tr Date: 5/12/25	St Date: 5/15/25							
1,600,000.000	LINCOLN FIN GLBL FUNDING 144A			53359KAB7	1,599,520.00	1,618,080.00	18,560.00	101.130	0.20%
	Mat: 5/28/28	Cpn: 4.63%			0.00	25,283.33			
	Moody's: A2	S&P: A+	Fitch: A+						
	Tr Date: 5/20/25	St Date: 5/28/25							
3,750,000.000	GOLDMAN SACHS			38141GWL4	3,596,362.50	3,723,787.50	127,425.00	99.301	0.47%
	Mat: 6/5/28	Cpn: 3.69%			3,460.31	44,599.58			
	Moody's: A2	S&P: BBB+	Fitch: A						
	Tr Date: 6/13/24	St Date: 6/14/24							

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased Accrued	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
1,155,000.000	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	1,168,779.15 16,709.00	14,160.30	101.193	0.15%
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	2,669,651.40 35,037.07	27,005.45	100.932	0.34%
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	1,039,888.00 14,169.60	9,888.00	100.960	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	2,821,773.90 24,358.31	16,773.90	100.598	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	1,313,208.00 14,300.00	14,482.00	101.016	0.17%
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	2,232,476.35 20,765.63	18,406.65	100.789	0.28%
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	1,130,895.00 9,688.44	5,895.00	100.524	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	2,833,028.40 23,197.63	13,028.40	100.462	0.36%
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	1,399,145.00 12,519.95	24,145.00	101.756	0.18%
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	2,934,915.75 17,225.00	11,641.50	100.339	0.37%

Portfolio Positions

Currency: USD

Units	Security	Identifier	Original Principal Cost / Purchased Accrued	Principal Market Value / Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
5,535,000.000	CHEVRON USA	166756BH8	5,534,557.20	5,563,726.65	29,169.45	100.519	0.70%
	Mat: 8/13/28 Cpn: 4.05%		0.00	29,889.00			
	Moody's: Aa2 S&P: AA- Fitch:						
	Tr Date: 8/11/25 St Date: 8/13/25						
1,775,000.000	PRINCIPAL LFE GLB FND II 144A	7425APAD7	1,774,059.25	1,779,952.25	5,893.00	100.279	0.22%
	Mat: 8/18/28 Cpn: 4.25%		0.00	9,010.59			
	Moody's: A1 S&P: A+ Fitch:						
	Tr Date: 8/11/25 St Date: 8/18/25						
4,065,000.000	TOYOTA MOTOR CREDIT	89236TNR2	4,060,000.05	4,077,113.70	17,113.65	100.298	0.51%
	Mat: 9/5/28 Cpn: 4.05%		0.00	11,890.13			
	Moody's: A1 S&P: A+ Fitch: A+						
	Tr Date: 9/2/25 St Date: 9/5/25						
1,305,000.000	SOUTHERN CO GAS CAPITAL	8426EPAJ7	1,303,551.45	1,304,008.20	456.75	99.924	0.16%
	Mat: 9/15/28 Cpn: 4.05%		0.00	3,376.69			
	Moody's: Baa1 S&P: A- Fitch: BBB+						
	Tr Date: 9/3/25 St Date: 9/8/25						
2,475,000.000	GEORGIA POWER	373334LC3	2,473,737.75	2,475,346.50	1,608.75	100.014	0.31%
	Mat: 10/1/28 Cpn: 4.00%		0.00	550.00			
	Moody's: A3 S&P: A Fitch: A						
	Tr Date: 9/24/25 St Date: 9/29/25						
2,450,000.000	JERSEY CEMTRAL PWR & LIT 144A	476556DJ1	2,447,893.00	2,446,962.00	(931.00)	99.876	0.31%
	Mat: 1/15/29 Cpn: 4.15%		0.00	7,625.63			
	Moody's: A3 S&P: BBB Fitch: A						
	Tr Date: 9/2/25 St Date: 9/4/25						
815,000.000	M&T BANK CORPORATION	55261FAU8	815,000.00	825,122.30	10,122.30	101.242	0.10%
	Mat: 1/16/29 Cpn: 4.83%		0.00	8,206.03			
	Moody's: Baa1 S&P: BBB+ Fitch: A						
	Tr Date: 12/10/24 St Date: 12/17/24						
6,400,000.000	BANK OF AMERICA	06051GMK2	6,416,419.00	6,520,640.00	104,221.00	101.885	0.82%
	Mat: 1/24/29 Cpn: 4.98%		48,005.86	59,305.42			
	Moody's: A1 S&P: A- Fitch: AA-						
	Tr Date: 1/17/25 St Date: 1/24/25						
6,660,000.000	CITIGROUP	17327CAW3	6,649,899.00	6,747,845.40	97,946.40	101.319	0.84%
	Mat: 3/4/29 Cpn: 4.79%		25,405.68	23,906.07			
	Moody's: A3 S&P: BBB+ Fitch: A						
	Tr Date: 2/25/25 St Date: 3/4/25						
2,815,000.000	SANTANDER HOLDING	80282KBN5	2,815,000.00	2,871,328.15	56,328.15	102.001	0.36%
	Mat: 3/20/29 Cpn: 5.47%		0.00	4,707.54			
	Moody's: Baa2 S&P: BBB+ Fitch: A-						
	Tr Date: 3/17/25 St Date: 3/20/25						

Portfolio Positions

as of September 30, 2025

Currency: USD

Units	Security			Identifier	Original Principal Cost / Purchased Accrued	Principal Market Value / Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
1,915,000.000	WELLS FARGO			95000U3T8	1,915,000.00	1,951,557.35	36,557.35	101.909	0.25%
	Mat: 4/23/29	Cpn: 4.97%			0.00	41,771.47			
	Moody's: A1	S&P: BBB+	Fitch: A+						
	Tr Date: 4/15/25	St Date: 4/23/25							
2,315,000.000	AMERICAN EXPRESS			025816ED7	2,315,000.00	2,351,600.15	36,600.15	101.581	0.30%
	Mat: 4/25/29	Cpn: 4.73%			0.00	47,459.82			
	Moody's: A2	S&P: A-	Fitch: A						
	Tr Date: 4/21/25	St Date: 4/25/25							
3,925,000.000	BANK OF AMERICA			06051GMT3	3,925,000.00	3,974,219.50	49,219.50	101.254	0.50%
	Mat: 5/9/29	Cpn: 4.62%			0.00	71,573.03			
	Moody's: A1	S&P: A-	Fitch: AA-						
	Tr Date: 5/6/25	St Date: 5/9/25							
3,195,000.000	AMERICAN EXPRESS			025816EJ4	3,195,000.00	3,214,042.20	19,042.20	100.596	0.40%
	Mat: 7/20/29	Cpn: 4.35%			0.00	25,485.98			
	Moody's: A2	S&P: A-	Fitch: A						
	Tr Date: 7/21/25	St Date: 7/25/25							
3,850,000.000	WELLS FARGO & COMPANY			95000U4A8	3,850,000.00	3,836,486.50	(13,513.50)	99.649	0.48%
	Mat: 9/15/29	Cpn: 4.08%			0.00	6,977.91			
	Moody's: A1	S&P: BBB+	Fitch: A+						
	Tr Date: 9/8/25	St Date: 9/15/25							
Total for Credit					**197,661,119.05**	**199,945,334.40**	**2,284,215.35**		**25.20%**
					625,169.88	**2,205,408.34**			
Mortgage-Backed									
2,004,463.620	FHMS K054 A2 CMBS			3137BNGT5	1,932,976.30	1,993,222.59	60,246.29	99.439	0.25%
	Mat: 1/25/26	Cpn: 2.75%			2,139.77	4,585.21			
	Moody's: Aa1	S&P: AA+u	Fitch: AAA						
	Tr Date: 5/10/23	St Date: 5/15/23							
1,283,502.670	FNGT 2017-T1 A SFR			3136AV6R5	1,207,094.15	1,257,587.47	50,493.32	97.981	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							
1,629,966.700	FNA 2017-M15 ATS2			3136AY6U2	1,558,400.97	1,606,762.49	48,361.52	98.576	0.20%
	Mat: 11/25/27	Cpn: 3.21%			3,482.50	4,354.90			
	Moody's: Aa1	S&P: AA+u	Fitch: AA+						
	Tr Date: 1/22/24	St Date: 1/25/24							
Total for Mortgage-Backed					**4,698,471.43**	**4,857,572.55**	**159,101.12**		**0.61%**
					7,585.38	**12,039.77**			
Asset-Backed									

Portfolio Positions

as of September 30, 2025

Currency: USD

Units	Security	Identifier	Original Principal Cost / Purchased Accrued	Principal Market Value / Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
547,508.537	GALC 2022-1 A3 EQP 144A	39154TBW7	547,414.20	548,523.62	1,109.42	100.185	0.07%
	Mat: 9/15/26 Cpn: 5.08%		0.00	1,236.15			
	Moody's: S&P: AAA Fitch: AAA						
	Tr Date: 10/4/22 St Date: 10/12/22						
677,566.642	HART 2022-C A3 CAR	44933DAD3	677,563.39	680,159.01	2,595.62	100.383	0.08%
	Mat: 6/15/27 Cpn: 5.39%		0.00	1,623.15			
	Moody's: S&P: AAA Fitch: AAA						
	Tr Date: 11/1/22 St Date: 11/9/22						
3,800,000.000	BMWLT 2024-2 A3 LEASE	05613MAD1	3,799,648.88	3,812,551.40	12,902.52	100.330	0.48%
	Mat: 10/25/27 Cpn: 4.18%		0.00	2,647.33			
	Moody's: Aaa S&P: Fitch: AAA						
	Tr Date: 10/1/24 St Date: 10/7/24						
2,100,000.000	GALC 2024-1 A3 EQP 144A	39154TCJ5	2,099,636.70	2,123,549.40	23,912.70	101.121	0.27%
	Mat: 1/18/28 Cpn: 4.98%		0.00	4,648.00			
	Moody's: S&P: AAA Fitch: AAA						
	Tr Date: 1/23/24 St Date: 1/31/24						
761,740.674	DLLAA 2023-1A A3 EQP 144A	23292HAC5	761,696.26	771,632.64	9,936.37	101.299	0.10%
	Mat: 2/22/28 Cpn: 5.64%		0.00	1,312.73			
	Moody's: Aaa S&P: Fitch: AAA						
	Tr Date: 7/25/23 St Date: 8/2/23						
2,900,000.000	TLOT 2025-A A3 LEASE 144A	89239NAD7	2,899,962.01	2,932,851.20	32,889.19	101.133	0.37%
	Mat: 2/22/28 Cpn: 4.75%		0.00	4,209.03			
	Moody's: Aaa S&P: AAA Fitch:						
	Tr Date: 2/20/25 St Date: 2/26/25						
2,500,000.000	PFSFC 2024-C A INS 144A	69335PFG5	2,500,000.00	2,503,852.50	3,852.50	100.154	0.31%
	Mat: 4/15/28 Cpn: 5.17%		0.00	5,746.76			
	Moody's: Aaa S&P: AAA Fitch:						
	Tr Date: 4/9/24 St Date: 4/17/24						
3,300,000.000	HALST 2025-B A3 LEASE 144A	44935DAD1	3,299,702.01	3,330,864.90	31,162.89	100.935	0.42%
	Mat: 4/17/28 Cpn: 4.53%		0.00	6,644.00			
	Moody's: S&P: AAA Fitch: AAA						
	Tr Date: 4/24/25 St Date: 4/30/25						
1,500,000.000	EFF 2024-2 A3 FLEET 144A	29375RAC0	1,499,892.90	1,529,893.50	30,000.60	101.993	0.19%
	Mat: 4/20/28 Cpn: 5.61%		0.00	2,571.25			
	Moody's: S&P: AAA Fitch: AAA						
	Tr Date: 4/23/24 St Date: 4/30/24						
2,078,174.778	AMCAR 2023-2 A3 CAR	03065UAD1	2,077,831.67	2,094,066.58	16,234.91	100.765	0.26%
	Mat: 5/18/28 Cpn: 5.81%		0.00	4,360.13			
	Moody's: Aaa S&P: Fitch: AAA						
	Tr Date: 9/12/23 St Date: 9/20/23						

Portfolio Positions

as of September 30, 2025

Currency: USD

Units	Security	Identifier	Original Principal Cost / Purchased Accrued	Principal Market Value / Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
2,700,000.000	EFF 2024-3 A3 FLEET 144A	29375QAC2	2,699,577.45	2,742,584.40	43,006.95	101.577	0.34%
	Mat: 8/21/28 Cpn: 4.98%		0.00	4,108.50			
	Moody's: S&P: AAA Fitch: AAA						
	Tr Date: 7/16/24 St Date: 7/24/24						
3,300,000.000	GALC 2024-2 A3 EQP 144A	39154GAC0	3,299,441.97	3,353,918.70	54,476.73	101.634	0.42%
	Mat: 9/15/28 Cpn: 5.00%		0.00	7,333.33			
	Moody's: S&P: AAA Fitch: AAA						
	Tr Date: 7/16/24 St Date: 7/24/24						
5,000,000.000	PILOT 2025-1A A3 LEASE 144A	73329KAD8	4,999,464.50	5,059,995.00	60,530.50	101.200	0.63%
	Mat: 10/20/28 Cpn: 4.61%		0.00	7,043.06			
	Moody's: S&P: AAA Fitch: AAA						
	Tr Date: 5/14/25 St Date: 5/21/25						
4,600,000.000	CMXS 2024-A A3 CAR	14319FAD5	4,599,931.46	4,656,791.60	56,860.14	101.235	0.58%
	Mat: 11/15/28 Cpn: 5.40%		0.00	11,040.00			
	Moody's: S&P: AAA Fitch: AAA						
	Tr Date: 6/18/24 St Date: 6/26/24						
1,539,791.532	MBART 2023-2 A3	58769FAC9	1,560,482.49	1,563,199.44	2,716.96	101.520	0.20%
	Mat: 11/15/28 Cpn: 5.95%		1,526.96	4,071.89			
	Moody's: S&P: AAA Fitch: AAA						
	Tr Date: 6/20/24 St Date: 6/21/24						
1,000,000.000	HUNT 2024-1A A3 CAR 144A	446144AE7	999,962.80	1,011,343.00	11,380.20	101.134	0.13%
	Mat: 1/16/29 Cpn: 5.23%		0.00	2,324.44			
	Moody's: Aaa S&P: AAA Fitch:						
	Tr Date: 2/13/24 St Date: 2/22/24						
1,002,038.312	PFAST 2023-2A A3 CAR 144A	732916AD3	1,008,301.05	1,011,337.23	3,036.18	100.928	0.13%
	Mat: 1/22/29 Cpn: 5.79%		4,673.67	1,450.45			
	Moody's: S&P: AAA Fitch: AAA						
	Tr Date: 6/20/24 St Date: 6/21/24						
4,940,000.000	NMOTR 2024-B A FLOORPLAN 144A	65479VAB2	4,924,825.84	5,006,373.84	81,548.00	101.344	0.63%
	Mat: 2/15/29 Cpn: 5.05%		12,271.50	11,087.56			
	Moody's: Aaa S&P: Fitch: AAA						
	Tr Date: 3/13/24 St Date: 3/20/24						
1,500,000.000	EFF 2025-1 A3 FLEET 144A	29390HAC3	1,499,950.65	1,524,895.50	24,944.85	101.660	0.19%
	Mat: 2/20/29 Cpn: 4.82%		0.00	2,209.17			
	Moody's: S&P: AAA Fitch: AAA						
	Tr Date: 1/28/25 St Date: 2/4/25						
5,000,000.000	JDOT 2024-B A3 EQP	47786WAD2	4,999,022.50	5,085,300.00	86,277.50	101.706	0.64%
	Mat: 3/15/29 Cpn: 5.20%		0.00	11,555.56			
	Moody's: Aaa S&P: Fitch: AAA						
	Tr Date: 6/11/24 St Date: 6/18/24						

Portfolio Positions

as of September 30, 2025

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased Accrued	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
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	917,667.90 1,851.50	17,845.02	101.963	0.11%
2,425,000.000	FORDF 2024-1 A2 FLOORPLAN 144A Mat: 4/15/29 Cpn: 5.12% Moody's: Aaa S&P: AAA Fitch: Tr Date: 5/7/24 St Date: 5/10/24	34528QJB1	2,425,000.00 0.00	2,432,194.98 5,520.46	7,194.98	100.297	0.30%
5,000,000.000	PFSFC 2024-D A INS 144A Mat: 4/15/29 Cpn: 5.34% Moody's: Aaa S&P: AAA Fitch: Tr Date: 6/10/24 St Date: 6/11/24	69335PFJ9	4,996,875.00 19,283.34	5,096,200.00 11,866.67	99,325.00	101.924	0.64%
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	3,640,087.55 7,187.99	39,353.88	101.057	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	1,617,313.60 3,249.78	17,526.88	101.082	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	2,109,481.50 2,727.08	9,882.81	100.452	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	4,135,268.20 8,345.78	35,808.58	100.860	0.52%
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	7,818,417.00 10,443.13	68,879.67	100.883	0.98%
3,800,000.000	CARMX 2024-3 A3 CAR Mat: 7/16/29 Cpn: 4.89% Moody's: Aaa S&P: AAA Fitch: Tr Date: 7/23/24 St Date: 7/30/24	14319GAD3	3,799,828.62 0.00	3,846,265.00 8,258.67	46,436.38	101.218	0.48%
5,100,000.000	PFSFC 2024-F A INS 144A Mat: 8/15/29 Cpn: 4.75% Moody's: Aaa S&P: AAA Fitch: Tr Date: 8/7/24 St Date: 8/14/24	69335PFP5	5,099,475.21 0.00	5,166,580.50 10,766.67	67,105.29	101.306	0.65%

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased Accrued	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
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	5,630,122.40 10,702.22	30,632.00	100.538	0.70%
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	4,094,432.55 7,956.00	44,436.60	101.097	0.51%
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	4,167,199.00 8,165.83	68,014.90	101.639	0.52%
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	3,437,349.00 4,633.44	37,655.00	101.099	0.43%
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	1,010,264.00 2,044.44	10,451.10	101.026	0.13%
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	7,831,519.80 14,386.67	32,391.06	100.404	0.98%
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	6,556,920.50 12,537.78	57,292.95	100.876	0.82%
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	2,559,516.75 3,657.04	15,973.78	101.367	0.32%
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	2,428,173.60 4,620.00	28,351.92	101.174	0.30%
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	3,161,200.72 6,694.26	22,943.22	101.581	0.39%

Portfolio Positions

as of September 30, 2025

Currency: USD

Units	Security	Identifier	Original Principal Cost / Purchased Accrued	Principal Market Value / Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
7,800,000.000	CARMX 2025-2 A3 CAR	14320AAD3	7,798,855.74	7,887,321.00	88,465.26	101.120	0.98%
	Mat: 3/15/30 Cpn: 4.48%		0.00	15,530.67			
	Moody's: S&P: AAA Fitch: AAA						
	Tr Date: 4/24/25 St Date: 5/2/25						
1,200,000.000	CMXS 2025-B A3 CAR	14320BAC3	1,199,769.00	1,200,170.40	401.40	100.014	0.15%
	Mat: 3/15/30 Cpn: 4.12%		0.00	961.33			
	Moody's: S&P: AAA Fitch: AAA						
	Tr Date: 9/17/25 St Date: 9/24/25						
7,900,000.000	TMUST 2025-2A A PHONE 144A	87268MAA3	7,899,860.17	7,963,239.50	63,379.33	100.801	0.99%
	Mat: 4/22/30 Cpn: 4.34%		0.00	8,571.50			
	Moody's: Aaa S&P: Fitch: AAA						
	Tr Date: 7/29/25 St Date: 8/6/25						
3,700,000.000	CARMX 2025-3 A3 CAR	14290FAD8	3,699,239.65	3,733,029.90	33,790.25	100.893	0.47%
	Mat: 7/15/30 Cpn: 4.35%		0.00	7,153.33			
	Moody's: S&P: AAA Fitch: AAA						
	Tr Date: 7/15/25 St Date: 7/23/25						
Total for Asset-Backed			**148,250,706.82**	**149,783,618.80**	**1,532,911.98**		**18.70%**
			45,693.98	**275,054.72**			
Grand Total			**789,830,201.53**	**796,316,021.48**	**6,485,819.94**		**100.00%**
			1,588,185.21	**6,024,585.44**			

MetLife Investment Management

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	-				941,207	941,206.870	-	-	-	.12%	941,206.87
CASH TOTALS							**941,206.870**					**941,206.87**
CASH & CASH EQUIVALENTS TOTALS							***941,206.870***					***941,206.87***
FIXED INCOME												
AGENCIES												
3133ETQN0	Federal Farm Credit Banks Funding Corp	4.760	7/22/2030	7/22/2030	AA+	12,000,000	11,981,262.550	4.811	.444	4.763	1.51%	12,106,929.04
AGENCIES TOTALS							**11,981,262.550**					**12,106,929.04**
ASSET BACKED												
05330QAC6	AutoNation Finance Trust 2025-1	4.620	11/13/2029	3/10/2028	AAA	3,975,000	3,983,668.620	1.742	1.641	4.081	.50%	4,023,880.58
05377RHM9	Avis Budget Rental Car Funding AESOP LLC	6.020	2/20/2030	2/20/2029	Aaa	7,650,000	7,949,247.850	3.181	2.859	4.377	1.00%	8,045,623.15
05377RHL1	Avis Budget Rental Car Funding AESOP LLC	5.900	8/21/2028	8/20/2027	Aaa	7,920,000	8,062,928.940	1.681	1.573	4.246	1.02%	8,151,168.78
05377RHC1	Avis Budget Rental Car Funding AESOP LLC	5.780	4/20/2028	4/20/2027	Aaa	5,000,000	5,060,406.380	1.347	1.275	4.209	.64%	5,113,926.56
05377REZ3	Avis Budget Rental Car Funding AESOP LLC	3.830	8/21/2028	8/20/2027	Aaa	2,475,000	2,432,902.860	1.681	1.598	4.227	.31%	2,463,449.37
05522RDJ4	BA Credit Card Trust	4.930	5/15/2029	5/15/2027	Aaa	5,920,000	5,923,924.960	1.625	1.533	3.883	.75%	6,033,314.79
14041NGE5	Capital One Multi-Asset Execution Trust	3.920	9/15/2029	9/15/2027	AAA	1,000,000	999,531.520	1.958	1.854	3.890	.12%	1,002,899.22
14319GAD3	Carmax Auto Owner Trust 2024-3	4.890	7/16/2029	4/15/2028	Aaa	1,750,000	1,749,954.360	1.395	1.319	4.056	.22%	1,774,280.96
14319WAD8	Carmax Auto Owner Trust 2025-1	4.840	1/15/2030	11/15/2028	AAA	1,263,000	1,278,771.940	1.909	1.786	4.042	.16%	1,284,918.87
233249AC5	DLLAA 2025-1 LLC	4.950	9/20/2029	1/20/2029	Aaa	1,780,000	1,779,877.570	2.230	2.075	4.100	.23%	1,816,117.27
29374MAC2	Enterprise Fleet Financing 2024-4 LLC	4.560	11/20/2028	4/20/2028	AAA	3,140,000	3,139,773.440	1.815	1.712	4.106	.40%	3,171,167.43
32113CCE8	First National Master Note Trust	4.850	2/15/2030	2/15/2028	Aaa	1,894,000	1,917,886.630	2.375	2.210	4.037	.24%	1,934,345.33
34528QJA3	Ford Credit Floorplan Master Owner Trust A	5.290	4/15/2029	4/15/2027	Aaa	5,095,000	5,147,186.540	1.542	1.454	4.057	.65%	5,203,335.04
34529BAA4	Ford Credit Floorplan Master Owner Trust A	4.630	4/15/2030	4/15/2028	Aaa	4,347,000	4,383,283.170	2.331	2.167	4.027	.55%	4,417,243.08
379965AF3	GM Financial Automobile Leasing Trust 2025-3	4.410	8/20/2029	1/20/2028	AA	1,405,000	1,404,989.430	2.306	2.159	4.244	.18%	1,413,147.32
65341KCF1	NextGear Floorplan Master Owner Trust	4.550	2/15/2030	2/15/2028	Aaa	6,000,000	6,000,000.000	2.375	2.217	4.145	.76%	6,071,818.33
65341KCC8	NextGear Floorplan Master Owner Trust	4.420	9/17/2029	9/15/2027	Aaa	4,460,000	4,450,688.270	1.958	1.846	4.155	.56%	4,493,924.74
65479XAF9	Nissan Auto Lease Trust 2025-A	5.030	2/15/2029	9/15/2027	AA	1,490,000	1,489,971.610	1.899	1.781	4.257	.19%	1,515,322.04
65479VAB2	Nissan Master Owner Trust Receivables	5.050	2/15/2029	2/15/2027	Aaa	975,000	979,979.350	1.375	1.309	4.128	.12%	989,643.27
69335PFE0	PFS Financing Corp	4.950	2/15/2029	2/15/2027	Aaa	425,000	422,298.760	1.375	1.310	4.102	.05%	430,940.31
858933AE4	Stellantis Financial Underwritten Enhanced Lease Trust 2025-B	4.470	7/20/2029	2/20/2028	AA	5,175,000	5,174,397.920	2.389	2.232	4.344	.65%	5,201,355.93
87268CAA5	T-Mobile US Trust 2024-2	4.250	5/21/2029	9/20/2027	Aaa	4,095,000	4,094,509.430	1.457	1.388	4.011	.51%	4,116,062.27
88162VAF7	Tesla Lease Electric Vehicle Securitization 2025-A LLC	5.020	6/20/2029	1/20/2028	Aa2	6,785,000	6,783,819.500	2.306	2.152	4.773	.85%	6,796,252.99
92886CAC3	Volvo Financial Equipment LLC Series 2025-2	3.990	12/17/2029	6/15/2029	Aaa	4,440,000	4,439,629.640	2.952	2.739	4.026	.55%	4,443,074.34
92970QAJ4	WF Card Issuance Trust	4.340	5/15/2030	5/15/2028	AAA	1,442,000	1,447,738.010	2.625	2.440	3.943	.18%	1,460,192.69
92970QAA3	WF Card Issuance Trust	4.940	2/15/2029	2/15/2027	AAA	8,775,000	8,774,245.210	1.375	1.310	3.887	1.11%	8,921,428.04
92970QAE5	WF Card Issuance Trust	4.290	10/15/2029	10/15/2027	Aaa	4,905,000	4,904,478.160	2.042	1.922	3.900	.62%	4,954,873.39
ASSET BACKED TOTALS							**104,176,090.070**					**105,243,706.09**

MetLife Investment Management

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												
3136BTGM9	Fannie Mae-Aces	3.001	7/25/2027	7/25/2027	AA+	11,725,000	11,534,247.740	1.577	1.514	3.949	1.44%	11,560,337.82
3136AT5C4	Fannie Mae-Aces	2.369	7/25/2026	7/25/2026	AA+	6,826,522	6,759,860.780	.753	.731	4.106	.84%	6,743,191.28
3136A9MS4	Fannie Mae-Aces	2.972	9/25/2027	9/25/2027	AA+	1,793,650	1,774,276.810	1.940	1.854	4.093	.22%	1,756,481.05
3136AY7L1	Fannie Mae-Aces	3.085	12/25/2027	12/25/2027	AA+	320,927	317,266.380	2.021	1.927	4.008	.04%	315,210.68
3137BXRT1	Freddie Mac Multifamily Structured Pass Through Certificates	3.291	3/25/2027	3/25/2027	AA+	925,000	921,119.610	1.486	1.423	3.880	.11%	918,056.95
3137F1G44	Freddie Mac Multifamily Structured Pass Through Certificates	3.243	4/25/2027	4/25/2027	AAA	800,000	796,045.380	1.359	1.306	3.913	.10%	793,683.44
30297DAJ9	FRESB 2018-SB53 Mortgage Trust	3.660	6/25/2028	6/25/2028	Agency	1,375,602	1,353,682.180	2.468	2.319	4.060	.17%	1,363,700.32
CMBS TOTALS							**23,456,498.880**					**23,450,661.54**
CMOS												
3137A47J0	Freddie Mac REMICS	3.500	12/15/2025	12/15/2025	AA+	5,052	5,051.870	.085	.083	4.934	0%	5,053.71
3137A6YW6	Freddie Mac REMICS	3.500	2/15/2026	2/15/2026	AA+	35,306	35,308.680	.145	.142	4.925	0%	35,290.77
CMOS TOTALS							**40,360.550**					**40,344.48**
CORPORATES												
00287YBV0	AbbVie Inc	2.950	11/21/2026	11/23/2026	A3	9,840,000	9,652,660.170	1.142	1.081	3.986	1.23%	9,831,858.46
02665WFT3	American Honda Finance Corp	4.450	10/22/2027	10/22/2027	A3	5,270,000	5,272,531.450	2.061	1.922	4.009	.68%	5,418,942.99
06051GGL7	Bank of America Corp	3.705	4/24/2028	4/26/2027	A1	7,795,000	7,658,056.100	1.567	1.490	4.133	.98%	7,870,671.26
06405LAH4	Bank of New York Mellon/The	4.729	4/20/2029	4/20/2028	Aa2	3,550,000	3,561,658.460	2.556	2.350	4.045	.46%	3,682,458.87
14913UAN0	Caterpillar Financial Services Corp	4.450	10/16/2026	10/16/2026	A	6,575,000	6,582,627.490	1.044	.993	3.823	.84%	6,750,807.69
172967LW9	Citigroup Inc	4.075	4/23/2029	4/24/2028	A3	6,375,000	6,273,159.190	2.564	2.380	4.175	.81%	6,473,578.74
20030NDK4	Comcast Corp	3.300	4/1/2027	4/1/2027	A-	7,780,000	7,660,514.930	1.503	1.367	3.965	.98%	7,833,631.43
23338VAU0	DTE Electric Co	4.850	12/1/2026	12/1/2026	A+	4,685,000	4,685,894.820	1.169	1.115	3.926	.60%	4,809,497.20
26444HAC5	Duke Energy Florida LLC	3.200	1/15/2027	1/15/2027	A	5,000,000	4,884,374.820	1.292	1.167	3.897	.62%	4,990,083.08
29446Q2A0	Equitable America Global Funding	4.650	6/9/2028	6/9/2028	A1	4,705,000	4,703,302.050	2.692	2.486	4.184	.60%	4,828,106.88
44891ADU8	Hyundai Capital America	4.875	6/23/2027	6/23/2027	A-	5,705,000	5,703,939.110	1.731	1.631	4.346	.73%	5,830,174.90
46647PEA0	JPMorgan Chase & Co	5.040	1/23/2028	1/24/2028	A1	9,290,000	9,301,303.580	1.314	1.259	4.139	1.18%	9,483,806.87
571676AW5	Mars Inc	4.450	3/1/2027	3/1/2027	A2	7,620,000	7,625,760.610	1.419	1.360	3.932	.96%	7,702,007.99
571748BY7	Marsh & McLennan Cos Inc	4.550	11/8/2027	11/8/2027	A-	4,900,000	4,907,860.640	2.017	1.912	3.980	.63%	5,043,099.65
57629W4S6	MassMutual Global Funding II	5.100	4/9/2027	4/9/2027	AA+	5,210,000	5,232,585.600	1.525	1.426	4.032	.68%	5,418,405.24
61747YFH3	Morgan Stanley	6.407	11/1/2029	11/1/2028	A1	7,435,000	7,799,628.410	3.086	2.745	4.212	1.01%	8,100,891.93
62829D2G4	Mutual of Omaha Cos Global Funding	4.514	6/9/2028	6/9/2028	A1	2,630,000	2,633,408.870	2.692	2.490	4.189	.34%	2,688,340.75
637639AN5	National Securities Clearing Corp	4.350	5/20/2027	5/20/2027	Aa1	6,880,000	6,874,628.730	1.639	1.546	3.903	.88%	7,037,015.82
65339KDH0	NextEra Energy Capital Holdings Inc	5.140	2/4/2028	2/4/2028	BBB+	3,285,000	3,285,000.000	2.353	.038	4.589	.42%	3,340,405.76
66815L2R9	Northwestern Mutual Global Funding	5.070	3/25/2027	3/25/2027	AA+	1,655,000	1,655,596.560	1.486	1.421	3.977	.21%	1,682,234.29
69448TAC5	Pacific Life Global Funding II	4.450	5/1/2028	5/1/2028	AA-	7,800,000	7,841,519.330	2.586	2.388	3.974	1.00%	8,034,705.17
693475BT1	PNC Financial Services Group Inc/The	6.615	10/20/2027	10/20/2027	A-	5,200,000	5,293,634.030	1.056	.986	4.219	.68%	5,480,961.30
90261AAD4	UBS AG/Stamford CT	4.864	1/10/2028	1/11/2027	A+	6,920,000	6,931,175.870	1.278	1.225	4.171	.88%	7,054,360.66
91159HJC5	US Bancorp	2.215	1/27/2028	1/27/2027	A	7,940,000	7,587,277.310	1.325	1.287	4.234	.97%	7,766,627.47
94106LCB3	Waste Management Inc	4.500	3/15/2028	3/15/2028	A-	7,680,000	7,692,021.530	2.375	2.259	3.963	.97%	7,787,976.35

MetLife Investment Management

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)												
95000U3R2	Wells Fargo & Co	4.900	1/24/2028	1/24/2028	A1	10,530,000	10,545,764.210	1.317	1.260	4.170	1.34%	10,722,854.36
CORPORATES TOTALS							**161,845,883.870**					**165,663,505.11**
MORTGAGES												
02582JKV1	American Express Credit Account Master Trust	4.300	7/15/2030	7/15/2028	AAA	4,735,000	4,734,346.350	2.792	2.588	3.925	.60%	4,794,871.76
34533MAF3	Ford Credit Auto Lease Trust 2025-B	4.520	8/15/2029	3/15/2028	Aa1	3,950,000	3,949,548.920	2.377	2.219	4.325	.50%	3,978,737.00
34528QJK1	Ford Credit Floorplan Master Owner Trust A	4.300	9/15/2029	9/15/2027	Aaa	5,650,000	5,651,602.940	1.958	1.848	4.097	.71%	5,685,987.18
361886DQ4	GMF Floorplan Owner Revolving Trust	4.730	11/15/2029	11/15/2027	Aaa	1,625,000	1,639,898.790	2.125	1.990	4.071	.21%	1,651,301.31
44935GAF9	Hyundai Auto Lease Securitization Trust 2025-C	4.570	11/15/2029	1/15/2028	AA	7,655,000	7,654,453.680	2.292	2.142	4.332	.96%	7,716,711.64
65481RAF8	Nissan Auto Lease Trust 2025-B	4.560	7/16/2029	5/15/2028	AA	5,370,000	5,369,317.690	2.498	2.322	4.377	.67%	5,409,081.61
858928AE4	Stellantis Financial Underwritten Enhanced Lease Trust 2025-A	4.500	3/20/2029	2/20/2028	AAA	2,050,000	2,053,208.180	2.311	2.162	4.159	.26%	2,069,795.01
858928AF1	Stellantis Financial Underwritten Enhanced Lease Trust 2025-A	4.740	4/20/2029	2/20/2028	AA	1,545,000	1,548,690.100	2.389	2.226	4.386	.19%	1,561,014.14
87268MAA3	T-Mobile US Trust 2025-2	4.340	4/22/2030	10/20/2028	Aaa	7,655,000	7,654,893.780	2.382	2.227	4.069	.96%	7,718,134.70
MORTGAGES TOTALS							**40,255,960.430**					**40,585,634.35**
MUNICIPALS												
010268CP3	Alabama Federal Aid Highway Finance Authority	1.547	9/1/2027	9/1/2027	Aa2	55,000	52,681.510	1.919	1.865	3.886	.01%	52,713.03
120827EH9	Burbank-Glendale-Pasadena Airport Authority Brick Campaign	5.120	7/1/2028	7/3/2028	A2	745,000	745,000.000	2.753	2.537	4.046	.10%	775,134.73
13068XLJ6	California State Public Works Board	4.917	4/1/2027	4/1/2027	Aa3	755,000	755,000.000	1.503	1.407	4.033	.10%	783,195.14
21969AAG7	City of Corona CA	1.863	5/1/2028	5/1/2028	AA+	4,500,000	4,166,485.440	2.586	2.473	3.924	.54%	4,308,901.63
576004HD0	Commonwealth of Massachusetts	3.680	7/15/2027	7/15/2027	Aa1	585,000	573,977.990	1.792	1.706	3.810	.07%	588,212.98
544647KX7	Los Angeles Unified School District/CA	4.382	7/1/2027	7/1/2027	Aa2	4,020,000	4,020,000.000	1.753	1.652	3.856	.51%	4,122,631.39
64577B8D9	New Jersey Economic Development Authority	3.470	6/15/2027	6/15/2027	A	4,720,000	4,691,781.930	1.708	1.628	3.982	.59%	4,728,530.65
64990KHE6	New York State Dormitory Authority	4.150	3/15/2027	3/15/2027	Aa1	2,020,000	2,015,833.220	1.458	1.400	3.842	.25%	2,032,450.47
70869PQZ3	Pennsylvania Economic Development Financing Authority	4.569	6/1/2027	6/1/2027	Aa3	760,000	760,000.000	1.669	1.560	3.959	.10%	788,054.29
70869PRA7	Pennsylvania Economic Development Financing Authority	4.642	6/1/2028	6/1/2028	Aa3	645,000	645,000.000	2.669	2.439	4.022	.08%	672,824.02
76913DFY8	Riverside County Infrastructure Financing Authority	1.766	11/1/2027	11/1/2027	AA-	1,700,000	1,593,711.460	2.086	2.009	4.038	.20%	1,635,936.80
79768HJN9	San Francisco City & County Public Utilities Commission Wastewater Revenue	4.655	10/1/2027	10/1/2027	Aa2	4,945,000	4,954,774.790	1.919	1.801	3.843	.64%	5,133,829.60
13067WRE4	State of California Department of Water Resources	1.160	12/1/2027	12/1/2027	Aa1	785,000	727,808.980	2.169	2.104	3.790	.09%	745,420.79
13067WSW3	State of California Department of Water Resources	1.051	12/1/2026	12/1/2026	Aa1	1,630,000	1,561,172.660	1.169	1.141	3.767	.20%	1,585,504.16
977100JE7	State of Wisconsin	4.330	5/1/2027	5/3/2027	Aa2	1,090,000	1,093,481.840	1.586	1.501	3.710	.14%	1,119,951.36
977100JF4	State of Wisconsin	4.330	5/1/2027	5/3/2027	Aa2	405,000	406,293.710	1.586	1.501	3.847	.05%	415,276.31
MUNICIPALS TOTALS							**28,763,003.530**					**29,488,567.35**

MetLife Investment Management

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)												
US TREASURIES												
91282CHE4	United States Treasury Note/Bond	3.625	5/31/2028	5/31/2028	AA+	101,055,000	100,559,229.030	2.667	2.495	3.617	12.75%	102,301,879.95
91282CEW7	United States Treasury Note/Bond	3.250	6/30/2027	6/30/2027	AA+	61,725,000	60,928,092.150	1.750	1.672	3.634	7.71%	61,831,718.52
91282CFH9	United States Treasury Note/Bond	3.125	8/31/2027	8/31/2027	AA+	75,850,000	74,858,205.780	1.917	1.840	3.628	9.39%	75,350,777.67
9128284V9	United States Treasury Note/Bond	2.875	8/15/2028	8/15/2028	AA+	1,950,000	1,909,975.350	2.875	2.724	3.629	.24%	1,917,322.26
91282CAU5	United States Treasury Note/Bond	.500	10/31/2027	11/1/2027	AA+	76,085,000	70,976,666.210	2.084	2.040	3.612	8.92%	71,530,496.45
91282CEF4	United States Treasury Note/Bond	2.500	3/31/2027	3/31/2027	AA+	9,355,000	9,192,358.470	1.500	1.455	3.667	1.15%	9,197,776.89
91282CMN8	United States Treasury Note/Bond	4.250	2/15/2028	2/15/2028	AA+	100,730,000	101,579,209.420	2.375	2.239	3.622	12.80%	102,705,081.52
US TREASURIES TOTALS							**420,003,736.410**					**424,835,053.26**
FIXED INCOME TOTALS							***790,522,796.290***					***801,414,401.22***
PORTFOLIO TOTALS							***791,464,003.160***					***802,355,608.09***

CalOptima Health (The Orange County Health Authority)

Account #: LP-S5-CALO

As of 9/30/2025

MetLife Investment Management

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	-				192,560	192,560.390	-	-	-	.29%	192,560.39
CASH TOTALS							**192,560.390**					**192,560.39**
CASH & CASH EQUIVALENTS TOTALS							***192,560.390***					***192,560.39***
FIXED INCOME												
ASSET BACKED												
02589BAE0	American Express Credit Account Master Trust	4.650	7/15/2029	7/15/2027	AAA	700,000	704,194.450	1.792	1.688	3.871	1.06%	711,243.31
02582JKM1	American Express Credit Account Master Trust	4.560	12/17/2029	12/15/2027	AAA	500,000	503,496.540	2.208	2.067	3.896	.76%	508,359.73
05377RHM9	Avis Budget Rental Car Funding AESOP LLC	6.020	2/20/2030	2/20/2029	Aaa	640,000	665,035.110	3.181	2.859	4.377	1.01%	673,097.88
05377REZ3	Avis Budget Rental Car Funding AESOP LLC	3.830	8/21/2028	8/20/2027	Aaa	740,000	728,325.250	1.681	1.598	4.227	1.10%	736,546.48
05377RJG0	Avis Budget Rental Car Funding AESOP LLC	5.130	10/20/2028	10/20/2027	Aaa	650,000	649,921.970	1.847	1.733	4.245	.99%	661,653.34
05522RDJ4	BA Credit Card Trust	4.930	5/15/2029	5/15/2027	Aaa	700,000	703,593.130	1.625	1.533	3.883	1.07%	713,398.71
233249AC5	DLLAA 2025-1 LLC	4.950	9/20/2029	1/20/2029	Aaa	230,000	229,984.180	2.230	2.075	4.100	.35%	234,666.84
34529BAA4	Ford Credit Floorplan Master Owner Trust A	4.630	4/15/2030	4/15/2028	Aaa	360,000	363,004.820	2.331	2.167	4.027	.55%	365,817.23
379965AF3	GM Financial Automobile Leasing Trust 2025-3	4.410	8/20/2029	1/20/2028	AA	115,000	114,999.140	2.306	2.159	4.244	.17%	115,666.86
65341KCF1	NextGear Floorplan Master Owner Trust	4.550	2/15/2030	2/15/2028	Aaa	1,000,000	1,001,587.870	2.375	2.217	4.145	1.51%	1,011,969.72
65479XAF9	Nissan Auto Lease Trust 2025-A	5.030	2/15/2029	9/15/2027	AA	195,000	194,996.290	1.899	1.781	4.257	.30%	198,313.95
65479VAB2	Nissan Master Owner Trust Receivables	5.050	2/15/2029	2/15/2027	Aaa	660,000	664,656.520	1.375	1.309	4.128	1.00%	669,912.37
858933AE4	Stellantis Financial Underwritten Enhanced Lease Trust 2025-B	4.470	7/20/2029	2/20/2028	AA	425,000	424,950.560	2.389	2.232	4.344	.64%	427,164.50
88162VAF7	Tesla Lease Electric Vehicle Securitization 2025-A LLC	5.020	6/20/2029	1/20/2028	Aa2	565,000	564,901.700	2.306	2.152	4.773	.85%	565,937.06
92886CAC3	Volvo Financial Equipment LLC Series 2025-2	3.990	12/17/2029	6/15/2029	Aaa	370,000	369,969.140	2.952	2.739	4.026	.55%	370,256.20
92970QAE5	WF Card Issuance Trust	4.290	10/15/2029	10/15/2027	Aaa	645,000	644,931.370	2.042	1.922	3.900	.97%	651,558.27
92970QAJ4	WF Card Issuance Trust	4.340	5/15/2030	5/15/2028	AAA	120,000	120,477.700	2.625	2.440	3.943	.18%	121,513.96
ASSET BACKED TOTALS							**8,649,025.740**					**8,737,076.41**
CMBS												
3137FL6P4	Freddie Mac Multifamily Structured Pass Through Certificates	3.563	1/25/2029	1/25/2029	AA+	115,000	113,119.380	3.208	2.984	3.901	.17%	114,004.69
30305JAG2	FRESB 2017-SB40 Mortgage Trust	2.950	8/25/2027	8/25/2027	Agency	177,833	174,677.680	1.795	1.716	4.223	.26%	174,126.14
CMBS TOTALS							**287,797.060**					**288,130.83**
CORPORATES												
00287YDS5	AbbVie Inc	4.800	3/15/2029	3/15/2029	A3	485,000	481,959.490	3.375	3.121	4.076	.74%	497,009.06
06051GGL7	Bank of America Corp	3.705	4/24/2028	4/26/2027	A1	755,000	733,764.230	1.567	1.490	4.133	1.14%	762,329.29
06405LAH4	Bank of New York Mellon/The	4.729	4/20/2029	4/20/2028	Aa2	300,000	300,000.000	2.556	2.350	4.045	.46%	311,193.71
05565ECH6	BMW US Capital LLC	4.900	4/2/2027	4/2/2027	A2	405,000	404,749.080	1.506	1.410	4.042	.63%	419,894.74
172967PF2	Citigroup Inc	5.174	2/13/2030	2/13/2029	A3	635,000	643,621.310	3.369	3.072	4.340	.98%	655,773.42
532457CK2	Eli Lilly & Co	4.500	2/9/2029	2/9/2029	A+	625,000	624,680.950	3.275	3.047	3.985	.95%	638,849.76
29446Q2B8	Equitable America Global Funding	4.950	6/9/2030	6/10/2030	A1	470,000	469,517.950	4.692	4.120	4.472	.73%	486,630.12

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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)												
341081GN1	Florida Power & Light Co	4.400	5/15/2028	5/15/2028	AA-	360,000	359,851.980	2.458	2.332	3.915	.55%	370,041.46
373334KL4	Georgia Power Co	2.650	9/15/2029	9/17/2029	A	810,000	751,604.220	3.958	3.687	4.116	1.15%	767,963.41
38141GZR8	Goldman Sachs Group Inc/The	3.615	3/15/2028	3/15/2027	A2	690,000	678,259.260	1.458	1.404	4.149	1.02%	685,933.69
53359KAB7	Lincoln Financial Global Funding	4.625	5/28/2028	5/30/2028	A+	680,000	679,778.800	2.661	2.460	4.211	1.04%	697,729.43
539830CC1	Lockheed Martin Corp	4.500	2/15/2029	2/15/2029	A2	670,000	668,578.390	3.292	3.064	4.022	1.02%	683,624.03
571676AW5	Mars Inc	4.450	3/1/2027	3/1/2027	A2	670,000	669,531.170	1.419	1.360	3.932	1.01%	677,210.67
571748BY7	Marsh & McLennan Cos Inc	4.550	11/8/2027	11/8/2027	A-	430,000	429,689.270	2.017	1.912	3.980	.66%	442,557.72
57629W5B2	MassMutual Global Funding II	4.850	1/17/2029	1/17/2029	AA+	625,000	621,458.760	3.297	3.013	4.143	.96%	644,687.49
30303M8S4	Meta Platforms Inc	4.300	8/15/2029	8/15/2029	Aa3	670,000	670,229.310	3.792	3.498	3.935	1.02%	682,201.75
61747YFP5	Morgan Stanley	5.652	4/13/2028	4/13/2027	A1	750,000	750,000.000	1.536	1.430	4.131	1.17%	786,576.33
62829D2E9	Mutual of Omaha Cos Global Funding	4.750	10/15/2029	10/15/2029	A1	680,000	671,737.340	4.042	3.589	4.355	1.05%	704,731.43
637639AN5	National Securities Clearing Corp	4.350	5/20/2027	5/20/2027	Aa1	575,000	574,551.090	1.639	1.546	3.903	.88%	588,122.69
641423CC0	Nevada Power Co	3.700	5/1/2029	5/1/2029	A2	690,000	660,485.630	3.586	3.204	4.188	1.03%	689,505.52
66815L2M0	Northwestern Mutual Global Funding	4.900	6/12/2028	6/12/2028	AA+	545,000	542,013.040	2.700	2.488	3.957	.85%	566,096.99
6944PL2U2	Pacific Life Global Funding II	5.500	7/18/2028	7/18/2028	AA-	405,000	406,378.440	2.800	2.567	4.127	.63%	424,048.61
717081ET6	Pfizer Inc	3.450	3/15/2029	3/15/2029	A2	855,000	833,919.230	3.458	3.149	3.954	1.26%	842,490.66
842434CW0	Southern California Gas Co	2.950	4/15/2027	4/15/2027	A2	465,000	455,350.630	1.542	1.454	3.962	.69%	464,351.25
91159HJF8	US Bancorp	4.548	7/22/2028	7/24/2028	A	635,000	625,396.080	1.811	1.703	4.107	.96%	645,343.41
94106LCB3	Waste Management Inc	4.500	3/15/2028	3/15/2028	A-	675,000	673,840.080	2.375	2.259	3.963	1.02%	684,490.11
95000U3T8	Wells Fargo & Co	4.970	4/23/2029	4/24/2028	A1	465,000	465,000.000	2.564	2.353	4.178	.72%	483,997.27
CORPORATES TOTALS							**15,845,945.730**					**16,303,384.02**
MORTGAGES												
3138LKR74	Fannie Mae Pool	2.910	9/1/2027	9/25/2027	AA+	568,632	563,040.940	1.932	1.830	3.958	.83%	558,612.27
31418CJT2	Fannie Mae Pool	3.000	4/1/2027	1/25/2027	AA+	31,397	31,373.020	.610	.591	4.253	.05%	31,184.56
3138LNRA1	Fannie Mae Pool	3.430	6/1/2028	6/25/2028	AA+	543,612	536,151.080	2.643	2.451	3.961	.80%	537,794.34
3140LLEB3	Fannie Mae Pool	4.390	7/1/2028	7/25/2028	AA+	550,000	545,199.930	2.802	2.527	3.988	.83%	557,613.05
34533MAF3	Ford Credit Auto Lease Trust 2025-B	4.520	8/15/2029	3/15/2028	Aa1	330,000	329,962.320	2.377	2.219	4.325	.50%	332,400.81
34528QJK1	Ford Credit Floorplan Master Owner Trust A	4.300	9/15/2029	9/15/2027	Aaa	465,000	465,131.920	1.958	1.848	4.097	.70%	467,961.78
3137HBFY5	Freddie Mac Multifamily Structured Pass Through Certificates	4.724	12/25/2028	12/25/2028	AA+	500,000	507,055.230	3.126	2.866	4.004	.76%	511,435.98
3132XFKL1	Freddie Mac Pool	4.350	1/1/2028	1/25/2028	AA+	500,000	500,478.370	2.319	2.125	3.947	.76%	505,862.01
30308LAD1	FRESB 2018-SB57 Mortgage Trust	3.710	7/25/2028	7/25/2028	AA+	137,704	135,754.050	2.678	2.504	4.253	.20%	136,021.15
44935GAF9	Hyundai Auto Lease Securitization Trust 2025-C	4.570	11/15/2029	1/15/2028	AA	640,000	639,954.320	2.292	2.142	4.332	.96%	645,159.43
65481RAF8	Nissan Auto Lease Trust 2025-B	4.560	7/16/2029	5/15/2028	AA	445,000	444,943.460	2.498	2.322	4.377	.67%	448,238.61
87268MAA3	T-Mobile US Trust 2025-2	4.340	4/22/2030	10/20/2028	Aaa	640,000	639,991.120	2.382	2.227	4.069	.96%	645,278.41
MORTGAGES TOTALS							**5,339,035.760**					**5,377,562.40**
MUNICIPALS												
010268CP3	Alabama Federal Aid Highway Finance Authority	1.547	9/1/2027	9/1/2027	Aa2	30,000	28,034.250	1.919	1.865	3.886	.04%	28,752.57
13032UXP8	California Health Facilities Financing Authority	1.368	6/1/2027	6/1/2027	AA-	590,000	567,488.180	1.669	1.620	3.812	.85%	569,567.50
13068XLL1	California State Public Works Board	4.879	4/1/2029	4/2/2029	Aa3	650,000	650,000.000	3.503	3.139	4.168	1.02%	680,783.16

MetLife Investment Management

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)												
21969AAF9	City of Corona CA	1.683	5/1/2027	5/3/2027	AA+	715,000	690,904.220	1.586	1.537	3.883	1.04%	696,037.72
576004HD0	Commonwealth of Massachusetts	3.680	7/15/2027	7/15/2027	Aa1	510,000	506,831.880	1.792	1.706	3.810	.77%	512,801.06
49151FW48	Kentucky State Property & Building Commission	4.393	6/1/2027	6/1/2027	Aa3	220,000	220,000.000	1.669	1.578	3.925	.34%	224,859.80
544647KX7	Los Angeles Unified School District/CA	4.382	7/1/2027	7/1/2027	Aa2	335,000	335,000.000	1.753	1.652	3.856	.51%	343,552.62
735000TQ4	Port of Oakland	1.949	5/1/2028	5/1/2028	A+	486,391	454,230.100	2.586	2.470	4.141	.69%	464,435.22
797356NZ1	San Diego Unified School District/CA	3.965	7/1/2029	7/2/2029	Aa2	330,000	330,000.000	3.753	3.435	3.888	.50%	334,134.58
79768HJN9	San Francisco City & County Public Utilities Commission Wastewater Revenue	4.655	10/1/2027	10/1/2027	Aa2	550,000	550,000.000	1.919	1.801	3.843	.85%	571,002.28
977100JE7	State of Wisconsin	4.330	5/1/2027	5/3/2027	Aa2	255,000	255,814.560	1.586	1.501	3.710	.39%	262,006.97
977100JF4	State of Wisconsin	4.330	5/1/2027	5/3/2027	Aa2	95,000	95,303.470	1.586	1.501	3.847	.15%	97,410.49
91412GQJ7	University of California	3.280	5/15/2027	5/17/2027	AA	470,000	455,456.250	1.625	1.552	3.780	.71%	472,137.89
MUNICIPALS TOTALS							**5,139,062.910**					**5,257,481.86**
US TREASURIES												
91282CJR3	United States Treasury Note/Bond	3.750	12/31/2028	1/2/2029	AA+	5,975,000	5,924,500.300	3.250	3.019	3.644	9.04%	6,050,529.75
91282CHE4	United States Treasury Note/Bond	3.625	5/31/2028	5/31/2028	AA+	4,030,000	3,994,571.290	2.667	2.495	3.617	6.09%	4,079,724.67
91282CEW7	United States Treasury Note/Bond	3.250	6/30/2027	6/30/2027	AA+	1,140,000	1,122,486.150	1.750	1.672	3.634	1.71%	1,141,970.99
91282CEV9	United States Treasury Note/Bond	3.250	6/30/2029	7/2/2029	AA+	6,370,000	6,176,923.020	3.750	3.476	3.680	9.45%	6,327,017.63
91282CAU5	United States Treasury Note/Bond	.500	10/31/2027	11/1/2027	AA+	5,685,000	5,288,452.400	2.084	2.040	3.612	7.98%	5,344,691.75
91282CMN8	United States Treasury Note/Bond	4.250	2/15/2028	2/15/2028	AA+	255,000	257,787.850	2.375	2.239	3.622	.39%	259,999.96
91282CMU2	United States Treasury Note/Bond	4.000	3/31/2030	4/1/2030	AA+	7,505,000	7,525,107.180	4.500	4.098	3.721	11.34%	7,591,721.78
US TREASURIES TOTALS							**30,289,828.190**					**30,795,656.53**
FIXED INCOME TOTALS							***65,550,695.390***					***66,759,292.05***
PORTFOLIO TOTALS							***65,743,255.780***					***66,951,852.44***

Portfolio Positions

as of September 30, 2025

Currency: USD

Units	Security	Identifier	Original Principal Cost / Purchased Accrued	Principal Market Value / Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
Cash							
	CASH OR STIF	USD	246,577.21	246,577.21	0.00	1.000	0.37%
Total for Cash			**246,577.21**	**246,577.21**	**0.00**		**0.37%**
Treasuries							
345,000.000	U.S. TREASURY NOTE	91282CFB2	346,212.89	339,643.07	(6,569.82)	98.447	0.51%
	Mat: 7/31/27 Cpn: 2.75%		25.78	1,598.44			
	Moody's: Aa1 S&P: AA+u Fitch: AA+						
	Tr Date: 7/29/22 St Date: 8/1/22						
1,505,000.000	U.S. TREASURY NOTE	91282CNP2	1,508,527.34	1,511,290.43	2,763.09	100.418	2.26%
	Mat: 7/31/27 Cpn: 3.88%		1,901.70	9,825.44			
	Moody's: Aa1 S&P: AA+u Fitch: AA+						
	Tr Date: 8/11/25 St Date: 8/12/25						
280,000.000	U.S. TREASURY NOTE	91282CLX7	279,890.63	282,909.38	3,018.75	101.039	0.43%
	Mat: 11/15/27 Cpn: 4.13%		893.37	4,362.64			
	Moody's: Aa1 S&P: AA+u Fitch: AA+						
	Tr Date: 12/12/24 St Date: 12/13/24						
1,465,000.000	U.S. TREASURY NOTE	91282CGC9	1,458,361.72	1,473,240.63	14,878.91	100.563	2.21%
	Mat: 12/31/27 Cpn: 3.88%		470.46	14,346.45			
	Moody's: Aa1 S&P: AA+u Fitch: AA+						
	Tr Date: 12/30/22 St Date: 1/3/23						
955,000.000	U.S. TREASURY NOTE	91282CMF5	955,692.58	968,131.25	12,438.67	101.375	1.45%
	Mat: 1/15/28 Cpn: 4.25%		2,309.92	8,602.79			
	Moody's: Aa1 S&P: AA+u Fitch: AA+						
	Tr Date: 1/31/25 St Date: 2/3/25						
1,390,000.000	U.S. TREASURY NOTE	91282CGH8	1,381,470.31	1,386,470.71	5,000.39	99.746	2.08%
	Mat: 1/31/28 Cpn: 3.50%		65.26	8,196.47			
	Moody's: Aa1 S&P: AA+u Fitch: AA+						
	Tr Date: 1/30/23 St Date: 1/31/23						
110,000.000	U.S. TREASURY NOTE	91282CGP0	109,097.66	110,983.98	1,886.33	100.895	0.17%
	Mat: 2/29/28 Cpn: 4.00%		11.96	376.80			
	Moody's: Aa1 S&P: AA+u Fitch: AA+						
	Tr Date: 2/28/23 St Date: 3/1/23						
900,000.000	U.S. TREASURY NOTE	91282CGT2	900,431.64	900,386.72	(44.92)	100.043	1.34%
	Mat: 3/31/28 Cpn: 3.63%		866.64	89.63			
	Moody's: Aa1 S&P: AA+u Fitch: AA+						
	Tr Date: 3/31/23 St Date: 4/3/23						

Portfolio Positions

as of September 30, 2025

Currency: USD

Units	Security	Identifier	Original Principal Cost / Purchased Accrued	Principal Market Value / Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
570,000.000	U.S. TREASURY NOTE Mat: 4/30/28 Cpn: 3.50% Moody's: Aa1 S&P: AA+u Fitch: AA+ Tr Date: 4/28/23 St Date: 5/1/23	91282CHA2	570,015.36 54.21	568,463.67 8,348.64	(1,551.69)	99.731	0.86%
410,000.000	U.S. TREASURY NOTE Mat: 5/31/28 Cpn: 3.63% Moody's: Aa1 S&P: AA+u Fitch: AA+ Tr Date: 5/31/23 St Date: 6/1/23	91282CHE4	408,078.13 40.61	410,112.11 4,994.77	2,033.99	100.027	0.62%
390,000.000	U.S. TREASURY NOTE Mat: 7/31/28 Cpn: 4.13% Moody's: Aa1 S&P: AA+u Fitch: AA+ Tr Date: 7/31/23 St Date: 8/1/23	91282CHQ7	388,566.80 74.54	395,225.39 2,710.39	6,658.59	101.340	0.59%
890,000.000	U.S. TREASURY NOTE Mat: 8/31/28 Cpn: 4.38% Moody's: Aa1 S&P: AA+u Fitch: AA+ Tr Date: 8/31/23 St Date: 9/1/23	91282CHX2	895,214.84 106.97	908,251.95 3,334.43	13,037.11	102.051	1.36%
605,000.000	U.S. TREASURY NOTE Mat: 9/30/28 Cpn: 4.63% Moody's: Aa1 S&P: AA+u Fitch: AA+ Tr Date: 10/31/23 St Date: 11/1/23	91282CJA0	599,921.72 2,446.45	622,062.89 76.87	22,141.18	102.820	0.93%
225,000.000	U.S. TREASURY NOTE Mat: 10/31/28 Cpn: 4.88% Moody's: Aa1 S&P: AA+u Fitch: AA+ Tr Date: 11/21/23 St Date: 11/22/23	91282CJF9	229,649.42 662.94	233,059.57 4,590.18	3,410.15	103.582	0.35%
2,315,000.000	U.S. TREASURY NOTE Mat: 11/30/28 Cpn: 4.38% Moody's: Aa1 S&P: AA+u Fitch: AA+ Tr Date: 11/30/23 St Date: 12/1/23	91282CJN2	2,322,392.27 276.73	2,365,550.20 34,037.14	43,157.93	102.184	3.57%
1,645,000.000	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	1,638,509.96 338.94	1,650,526.18 15,589.50	12,016.22	100.336	2.48%
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	2,209,069.15 14,725.00	29,699.93	101.102	3.31%
3,565,000.000	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	3,568,310.32 6,459.88	3,633,375.59 12,974.83	65,065.27	101.918	5.43%

Portfolio Positions

as of September 30, 2025

Currency: USD

Units	Security	Identifier	Original Principal Cost / Purchased Accrued	Principal Market Value / Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
255,000.000	U.S. TREASURY NOTE	91282CKG5	248,742.77	258,914.65	10,171.88	101.535	0.39%
	Mat: 3/31/29 Cpn: 4.13%		595.08	28.90			
	Moody's: Aa1 S&P: AA+u Fitch: AA+						
	Tr Date: 4/10/24 St Date: 4/11/24						
475,000.000	U.S. TREASURY NOTE	91282CKP5	476,892.58	490,233.40	13,340.82	103.207	0.74%
	Mat: 4/30/29 Cpn: 4.63%		2,029.72	9,193.44			
	Moody's: Aa1 S&P: AA+u Fitch: AA+						
	Tr Date: 5/31/24 St Date: 6/3/24						
2,405,000.000	U.S. TREASURY NOTE	91282CLC3	2,431,725.39	2,432,056.25	330.86	101.125	3.64%
	Mat: 7/31/29 Cpn: 4.00%		6,951.08	16,207.61			
	Moody's: Aa1 S&P: AA+u Fitch: AA+						
	Tr Date: 7/31/24 St Date: 8/1/24						
820,000.000	U.S. TREASURY NOTE	91282CLN9	817,117.18	814,362.50	(2,754.68)	99.313	1.21%
	Mat: 9/30/29 Cpn: 3.50%		78.85	78.85			
	Moody's: Aa1 S&P: AA+u Fitch: AA+						
	Tr Date: 9/30/24 St Date: 10/1/24						
1,525,000.000	U.S. TREASURY NOTE	91282CLR0	1,523,689.45	1,549,542.97	25,853.52	101.609	2.35%
	Mat: 10/31/29 Cpn: 4.13%		173.77	26,324.90			
	Moody's: Aa1 S&P: AA+u Fitch: AA+						
	Tr Date: 10/31/24 St Date: 11/1/24						
1,175,000.000	U.S. TREASURY NOTE	91282CMA6	1,177,432.62	1,194,001.96	16,569.34	101.617	1.80%
	Mat: 11/30/29 Cpn: 4.13%		266.31	16,288.68			
	Moody's: Aa1 S&P: AA+u Fitch: AA+						
	Tr Date: 11/29/24 St Date: 12/2/24						
945,000.000	U.S. TREASURY NOTE	91282CGQ8	944,261.72	956,148.05	11,886.34	101.180	1.43%
	Mat: 2/28/30 Cpn: 4.00%		308.15	3,237.02			
	Moody's: Aa1 S&P: AA+u Fitch: AA+						
	Tr Date: 2/28/25 St Date: 3/3/25						
1,240,000.000	U.S. TREASURY NOTE	91282CMU2	1,242,325.00	1,254,337.50	12,012.50	101.156	1.87%
	Mat: 3/31/30 Cpn: 4.00%		135.52	136.26			
	Moody's: Aa1 S&P: AA+u Fitch: AA+						
	Tr Date: 3/31/25 St Date: 4/1/25						
825,000.000	U.S. TREASURY NOTE	91282CMZ1	830,478.52	830,349.61	(128.91)	100.648	1.26%
	Mat: 4/30/30 Cpn: 3.88%		86.87	13,378.23			
	Moody's: Aa1 S&P: AA+u Fitch: AA+						
	Tr Date: 4/30/25 St Date: 5/1/25						
650,000.000	U.S. TREASURY NOTE	91282CNG2	651,167.97	657,693.36	6,525.39	101.184	0.99%
	Mat: 5/31/30 Cpn: 4.00%		142.08	8,737.70			
	Moody's: Aa1 S&P: AA+u Fitch: AA+						
	Tr Date: 5/30/25 St Date: 6/2/25						

Portfolio Positions

as of September 30, 2025

Currency: USD

Units	Security	Identifier	Original Principal Cost / Purchased Accrued	Principal Market Value / Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
455,000.000	U.S. TREASURY NOTE	91282CNK3	456,564.07	457,825.98	1,261.91	100.621	0.69%
	Mat: 6/30/30 Cpn: 3.88%		47.91	4,455.72			
	Moody's: Aa1 S&P: AA+u Fitch: AA+						
	Tr Date: 6/30/25 St Date: 7/1/25						
2,360,000.000	U.S. TREASURY NOTE	91282CNN7	2,368,270.31	2,374,473.43	6,203.12	100.613	3.56%
	Mat: 7/31/30 Cpn: 3.88%		5,033.29	15,407.34			
	Moody's: Aa1 S&P: AA+u Fitch: AA+						
	Tr Date: 7/31/25 St Date: 8/1/25						
650,000.000	U.S. TREASURY NOTE	91282CPA3	647,054.69	647,099.46	44.77	99.554	0.96%
	Mat: 9/30/30 Cpn: 3.63%		64.73	64.73			
	Moody's: Aa1 S&P: AA+u Fitch: AA+u						
	Tr Date: 9/30/25 St Date: 10/1/25						
Total for Treasuries			**33,555,435.07**	**33,885,792.00**	**330,356.93**		**50.82%**
			36,168.05	**262,319.78**			
Government Related							
340,000.000	IBRD C 7/30/2026 1X	45906M5K3	340,000.00	341,387.82	1,387.82	100.408	0.51%
	Mat: 7/30/29 Cpn: 4.75%		4,351.53	2,736.53			
	Moody's: Aaa S&P: AAA Fitch:						
	Tr Date: 11/6/24 St Date: 11/7/24						
Total for Government Related			**340,000.00**	**341,387.82**	**1,387.82**		**0.51%**
			4,351.53	**2,736.53**			
Agencies							
200,000.000	TENNESSEE VALLEY AUTHORITY	880591FE7	199,186.00	200,689.53	1,503.53	100.345	0.30%
	Mat: 8/1/30 Cpn: 3.88%		0.00	1,140.97			
	Moody's: Aa1 S&P: AA+ Fitch: AA+						
	Tr Date: 8/5/25 St Date: 8/8/25						
Total for Agencies			**199,186.00**	**200,689.53**	**1,503.53**		**0.30%**
			0.00	**1,140.97**			
Taxable Muni							
540,000.000	CA RIVERSIDE CNTY IFA LEASE REV TXB	76913DFW2	540,000.00	538,664.09	(1,335.91)	99.753	0.81%
	Mat: 11/1/25 Cpn: 1.22%		0.00	2,754.00			
	Moody's: S&P: AA- Fitch:						
	Tr Date: 9/29/21 St Date: 10/19/21						
140,000.000	WI STATE GEN FUND APPROP REV TXB	977100HT6	140,000.00	140,353.13	353.13	100.252	0.21%
	Mat: 5/1/26 Cpn: 4.36%		0.00	2,545.08			
	Moody's: Aa2 S&P: Fitch: AA						
	Tr Date: 1/25/23 St Date: 2/16/23						

Portfolio Positions

as of September 30, 2025

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	20772KQJ1	390,000.00	389,289.85	(710.15)	99.818	0.59%
	Mat: 6/15/26 Cpn: 3.53%		0.00	4,054.77			
	Moody's: Aa2 S&P: AA- Fitch: AA						
	Tr Date: 5/26/22 St Date: 6/22/22						
260,000.000	MA ST SPL OBLG REV-SOCIAL TXB	576004HD0	260,000.00	259,645.42	(354.58)	99.864	0.39%
	Mat: 7/15/27 Cpn: 3.68%		0.00	2,019.91			
	Moody's: Aa1 S&P: Fitch: AAA						
	Tr Date: 8/17/22 St Date: 8/30/22						
425,000.000	CA STATE PUBLIC WORKS BOARD TXB	13068XKD0	425,000.00	438,385.40	13,385.40	103.150	0.67%
	Mat: 11/1/27 Cpn: 5.63%		0.00	9,969.79			
	Moody's: Aa3 S&P: A+ Fitch: AA-						
	Tr Date: 10/26/23 St Date: 11/8/23						
200,000.000	CT STATE GO/ULT TXB	20772KZL6	200,000.00	205,670.91	5,670.91	102.836	0.31%
	Mat: 3/15/30 Cpn: 4.59%		0.00	407.91			
	Moody's: Aa2 S&P: AA- Fitch: AA						
	Tr Date: 4/23/25 St Date: 5/7/25						
Total for Taxable Muni			**1,955,000.00**	**1,972,008.80**	**17,008.80**		**2.97%**
			0.00	**21,751.46**			
Credit							
300,000.000	CATERPILLAR	14913R2Q9	299,478.00	292,581.00	(6,897.00)	97.527	0.44%
	Mat: 9/14/26 Cpn: 1.15%		0.00	162.92			
	Moody's: A2 S&P: A Fitch: A+						
	Tr Date: 9/7/21 St Date: 9/14/21						
340,000.000	WAL-MART STORES	931142ER0	339,357.40	331,449.00	(7,908.40)	97.485	0.49%
	Mat: 9/17/26 Cpn: 1.05%		0.00	138.83			
	Moody's: Aa2 S&P: AA Fitch: AA						
	Tr Date: 9/8/21 St Date: 9/17/21						
285,000.000	CAMDEN PROPERTY TRUST	133131BA9	284,991.45	290,232.60	5,241.15	101.836	0.44%
	Mat: 11/3/26 Cpn: 5.85%		0.00	6,854.25			
	Moody's: A3 S&P: A- Fitch: A-						
	Tr Date: 10/31/23 St Date: 11/3/23						
80,000.000	PUBLIC STORAGE	74460DAG4	79,877.60	77,916.00	(1,961.60)	97.395	0.12%
	Mat: 11/9/26 Cpn: 1.50%		0.00	473.33			
	Moody's: A2 S&P: A Fitch:						
	Tr Date: 11/4/21 St Date: 11/9/21						
150,000.000	PROTECTIVE LIFE (REGS)	74368CBX1	150,000.00	151,624.50	1,624.50	101.083	0.23%
	Mat: 1/12/27 Cpn: 4.99%		0.00	1,643.20			
	Moody's: A1 S&P: AA- Fitch: AA-						
	Tr Date: 1/9/24 St Date: 1/12/24						

Currency: USD

Units	Security	Identifier	Original Principal Cost / Purchased Accrued	Principal Market Value / Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
150,000.000	DAIMLER TRUCKS FIN 144A	233853AV2	149,749.50	151,567.50	1,818.00	101.045	0.23%
	Mat: 1/15/27 Cpn: 5.00%		0.00	1,583.33			
	Moody's: A3 S&P: A- Fitch:						
	Tr Date: 1/10/24 St Date: 1/18/24						
55,000.000	PRINCIPAL LIFE GLB FND II 144A	74256LEX3	54,978.55	55,637.45	658.90	101.159	0.08%
	Mat: 1/16/27 Cpn: 5.00%		0.00	572.92			
	Moody's: A1 S&P: A+ Fitch:						
	Tr Date: 1/8/24 St Date: 1/16/24						
150,000.000	PNC FINANCIAL	693475BL8	150,000.00	150,169.50	169.50	100.113	0.23%
	Mat: 1/26/27 Cpn: 4.76%		0.00	1,288.63			
	Moody's: A3 S&P: A- Fitch: A						
	Tr Date: 1/19/23 St Date: 1/24/23						
330,000.000	VOLKSWAGEN GROUP 144A	928668CF7	329,637.00	334,554.00	4,917.00	101.380	0.50%
	Mat: 3/22/27 Cpn: 5.30%		0.00	437.25			
	Moody's: Baa1 S&P: BBB+ Fitch: A-						
	Tr Date: 3/14/24 St Date: 3/22/24						
315,000.000	ATHENE GLOBAL FUNDING 144A	04685A3T6	315,000.00	320,934.60	5,934.60	101.884	0.48%
	Mat: 3/25/27 Cpn: 5.52%		0.00	289.59			
	Moody's: A1 S&P: A+ Fitch: A+						
	Tr Date: 3/21/24 St Date: 3/26/24						
315,000.000	NORTHWESTERN MUTUAL LIFE 144A	66815L2R9	314,965.35	320,058.90	5,093.55	101.606	0.48%
	Mat: 3/25/27 Cpn: 5.07%		0.00	266.18			
	Moody's: Aa1 S&P: AA+ Fitch: AAA						
	Tr Date: 3/18/24 St Date: 3/25/24						
330,000.000	BMW US CAPITAL 144A	05565ECH6	329,607.30	334,181.10	4,573.80	101.267	0.51%
	Mat: 4/2/27 Cpn: 4.90%		0.00	8,040.08			
	Moody's: A2 S&P: A Fitch:						
	Tr Date: 3/25/24 St Date: 4/2/24						
245,000.000	NATL RURAL UTILITIES	63743HFR8	244,848.10	249,025.35	4,177.25	101.643	0.38%
	Mat: 5/6/27 Cpn: 5.10%		0.00	5,032.71			
	Moody's: A2 S&P: A- Fitch: A						
	Tr Date: 5/7/24 St Date: 5/10/24						
230,000.000	CATERPILLAR FINANCIAL	14913UAL4	229,747.00	234,163.00	4,416.00	101.810	0.36%
	Mat: 5/14/27 Cpn: 5.00%		0.00	4,376.39			
	Moody's: A2 S&P: A Fitch: A+						
	Tr Date: 5/7/24 St Date: 5/14/24						
100,000.000	SCHLUMBERGER 144A	806851AL5	99,290.00	101,488.00	2,198.00	101.488	0.15%
	Mat: 5/29/27 Cpn: 5.00%		0.00	1,694.44			
	Moody's: A3 S&P: A Fitch:						
	Tr Date: 5/21/24 St Date: 5/29/24						

Portfolio Positions

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Currency: USD

Units	Security			Identifier	Original Principal Cost / Purchased Accrued	Principal Market Value / Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
225,000.000	METLIFE GLOBAL FUNDING 144A			592179KL8	224,721.00	228,872.25	4,151.25	101.721	0.35%
	Mat: 6/11/27	Cpn: 5.05%			0.00	3,471.88			
	Moody's: Aa3	S&P: AA-	Fitch: AA-						
	Tr Date: 6/4/24	St Date: 6/11/24							
350,000.000	HYUNDAI CAPITAL AMERICA 144A			44891ADB0	349,415.50	355,596.50	6,181.00	101.599	0.54%
	Mat: 6/24/27	Cpn: 5.28%			0.00	4,974.62			
	Moody's: A3	S&P: A-	Fitch: A-						
	Tr Date: 6/18/24	St Date: 6/24/24							
100,000.000	PRINCIPAL LIFE GLB FND II 144A			74256LFA2	99,922.00	100,983.00	1,061.00	100.983	0.15%
	Mat: 8/19/27	Cpn: 4.60%			0.00	536.67			
	Moody's: A1	S&P: A+	Fitch:						
	Tr Date: 8/12/24	St Date: 8/19/24							
230,000.000	COREBRIDGE FINANCIAL 144A			00138CBB3	229,963.20	232,709.40	2,746.20	101.178	0.35%
	Mat: 8/20/27	Cpn: 4.65%			0.00	1,218.04			
	Moody's: A2	S&P: A+	Fitch:						
	Tr Date: 8/19/24	St Date: 8/22/24							
250,000.000	NATL RURAL UTILITIES			63743HFT4	250,000.00	250,907.50	907.50	100.363	0.37%
	Mat: 9/16/27	Cpn: 4.12%			0.00	429.17			
	Moody's: A2	S&P: A-	Fitch: A						
	Tr Date: 9/9/24	St Date: 9/16/24							
150,000.000	DAIMLER TRUCKS FIN 144A			233853AY6	149,494.50	152,548.50	3,054.00	101.699	0.23%
	Mat: 9/25/27	Cpn: 5.13%			0.00	128.13			
	Moody's: A3	S&P: A-	Fitch:						
	Tr Date: 6/17/24	St Date: 6/25/24							
115,000.000	MARSH & MCLENNAN			571748BY7	114,868.90	116,314.45	1,445.55	101.143	0.18%
	Mat: 11/8/27	Cpn: 4.55%			0.00	2,078.47			
	Moody's: A3	S&P: A-	Fitch: A-						
	Tr Date: 10/30/24	St Date: 11/8/24							
75,000.000	COREBRIDGE GLOB FUNDING			00138CBD9	75,000.00	76,299.00	1,299.00	101.732	0.11%
	Mat: 1/7/28	Cpn: 4.90%			0.00	857.50			
	Moody's: A2	S&P: A+	Fitch:						
	Tr Date: 1/6/25	St Date: 1/9/25							
100,000.000	SAMMONS FINANCIAL GLOBAL 144A			79587J2B8	99,920.00	101,778.00	1,858.00	101.778	0.15%
	Mat: 1/10/28	Cpn: 5.05%			0.00	1,136.25			
	Moody's:	S&P: A+	Fitch: A+						
	Tr Date: 1/3/25	St Date: 1/10/25							
55,000.000	PNC FIN SVC			693475BV6	55,000.00	55,822.25	822.25	101.495	0.08%
	Mat: 1/21/28	Cpn: 5.30%			0.00	566.81			
	Moody's: A3	S&P: A-	Fitch: A						
	Tr Date: 1/17/24	St Date: 1/22/24							

Portfolio Positions

as of September 30, 2025

Currency: USD

Units	Security			Identifier	Original Principal Cost / Purchased Accrued	Principal Market Value / Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
80,000.000	JPMORGAN CHASE			46647PEA0	80,000.00	80,918.40	918.40	101.148	0.12%
	Mat: 1/23/28	Cpn: 5.04%			0.00	761.60			
	Moody's: A1	S&P: A	Fitch: AA-						
	Tr Date: 1/16/24	St Date: 1/23/24							
125,000.000	WELLS FARGO			95000U3R2	125,000.00	126,166.25	1,166.25	100.933	0.19%
	Mat: 1/24/28	Cpn: 4.90%			0.00	1,139.93			
	Moody's: A1	S&P: BBB+	Fitch: A+						
	Tr Date: 1/16/25	St Date: 1/24/25							
55,000.000	NEXTERA ENERGY CAP			65339KDG2	54,998.35	56,007.60	1,009.25	101.832	0.08%
	Mat: 2/4/28	Cpn: 4.85%			0.00	422.35			
	Moody's: Baa1	S&P: BBB+	Fitch: A-						
	Tr Date: 1/30/25	St Date: 2/4/25							
350,000.000	STATE STREET			857477CU5	350,000.00	354,539.50	4,539.50	101.297	0.53%
	Mat: 2/28/28	Cpn: 4.54%			0.00	1,455.30			
	Moody's: Aa3	S&P: A	Fitch: AA-						
	Tr Date: 2/25/25	St Date: 2/28/25							
250,000.000	HUNTINGTON NATL BANK			44644MAK7	250,000.00	252,805.00	2,805.00	101.122	0.38%
	Mat: 4/12/28	Cpn: 4.87%			0.00	5,716.66			
	Moody's: A3	S&P: A-	Fitch: A-						
	Tr Date: 2/19/25	St Date: 2/26/25							
135,000.000	MORGAN STANLEY			61747YFP5	135,000.00	138,064.50	3,064.50	102.270	0.21%
	Mat: 4/13/28	Cpn: 5.65%			0.00	3,560.76			
	Moody's: A1	S&P: A-	Fitch: A+						
	Tr Date: 4/17/24	St Date: 4/19/24							
165,000.000	JPMORGAN CHASE			46647PEE2	165,000.00	168,661.35	3,661.35	102.219	0.26%
	Mat: 4/22/28	Cpn: 5.57%			0.00	4,059.87			
	Moody's: A1	S&P: A	Fitch: AA-						
	Tr Date: 4/15/24	St Date: 4/22/24							
130,000.000	WELLS FARGO			95000U3L5	130,000.00	133,090.10	3,090.10	102.377	0.20%
	Mat: 4/22/28	Cpn: 5.71%			0.00	3,276.77			
	Moody's: A1	S&P: BBB+	Fitch: A+						
	Tr Date: 4/15/24	St Date: 4/22/24							
170,000.000	GOLDMAN SACHS			38141GC77	170,000.00	172,029.80	2,029.80	101.194	0.26%
	Mat: 4/23/28	Cpn: 4.94%			0.00	3,683.55			
	Moody's: A2	S&P: BBB+	Fitch: A						
	Tr Date: 4/15/25	St Date: 4/23/25							
135,000.000	LINCOLN FIN GLBL FUNDING 144A			53359KAB7	134,959.50	136,525.50	1,566.00	101.130	0.21%
	Mat: 5/28/28	Cpn: 4.63%			0.00	2,133.28			
	Moody's: A2	S&P: A+	Fitch: A+						
	Tr Date: 5/20/25	St Date: 5/28/25							

Portfolio Positions

as of September 30, 2025

Currency: USD

Units	Security			Identifier	Original Principal Cost / Purchased Accrued	Principal Market Value / Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
95,000.000	EQUITABLE AMERICA GLOBAL 144A			29446Q2A0	94,968.65	96,133.35	1,164.70	101.193	0.15%
	Mat: 6/9/28	Cpn: 4.65%			0.00	1,374.33			
	Moody's: A1	S&P: A+	Fitch:						
	Tr Date: 6/2/25	St Date: 6/9/25							
250,000.000	MORGAN STANLEY			61776NVE0	250,000.00	251,495.00	1,495.00	100.598	0.38%
	Mat: 7/6/28	Cpn: 4.47%			0.00	2,170.97			
	Moody's: Aa3	S&P: A+	Fitch: AA-						
	Tr Date: 7/17/25	St Date: 7/21/25							
110,000.000	EOG RESOURCES			26875PAX9	109,892.20	111,117.60	1,225.40	101.016	0.17%
	Mat: 7/15/28	Cpn: 4.40%			0.00	1,210.00			
	Moody's: A3	S&P: A-	Fitch:						
	Tr Date: 6/16/25	St Date: 7/1/25							
185,000.000	WESTERN-SOUTHERN GLOBAL 144A			95954A2B8	184,922.30	186,459.65	1,537.35	100.789	0.28%
	Mat: 7/16/28	Cpn: 4.50%			0.00	1,734.38			
	Moody's: Aa3	S&P: AA-	Fitch: AA						
	Tr Date: 7/9/25	St Date: 7/16/25							
275,000.000	PACIFIC LIFE GF II 144A			6944PL2U2	274,727.75	285,150.25	10,422.50	103.691	0.43%
	Mat: 7/18/28	Cpn: 5.50%			0.00	3,067.01			
	Moody's: Aa3	S&P: AA-	Fitch: AA-						
	Tr Date: 7/11/23	St Date: 7/18/23							
165,000.000	JPMORGAN CHASE			46647PEL6	165,000.00	167,545.95	2,545.95	101.543	0.25%
	Mat: 7/22/28	Cpn: 4.98%			0.00	1,574.61			
	Moody's: A1	S&P: A	Fitch: AA-						
	Tr Date: 7/15/24	St Date: 7/22/24							
250,000.000	TRUIST BANK			89788JAF6	250,000.00	251,155.00	1,155.00	100.462	0.38%
	Mat: 7/24/28	Cpn: 4.42%			0.00	2,056.53			
	Moody's: A3	S&P: A	Fitch: A						
	Tr Date: 7/21/25	St Date: 7/24/25							
180,000.000	AMERICAN EXPRESS			025816DV8	180,000.00	183,160.80	3,160.80	101.756	0.28%
	Mat: 7/26/28	Cpn: 5.04%			0.00	1,638.98			
	Moody's: A2	S&P: A-	Fitch: A						
	Tr Date: 7/22/24	St Date: 7/26/24							
245,000.000	MERCEDES-BENZ 144A			58769JAL1	244,710.90	251,330.80	6,619.90	102.584	0.38%
	Mat: 8/3/28	Cpn: 5.10%			0.00	2,013.08			
	Moody's: A2	S&P: A	Fitch: WD						
	Tr Date: 7/31/23	St Date: 8/3/23							
235,000.000	PACCAR FINANCIAL			69371RT97	234,861.35	235,796.65	935.30	100.339	0.35%
	Mat: 8/8/28	Cpn: 4.00%			0.00	1,383.89			
	Moody's: A1	S&P: A+	Fitch:						
	Tr Date: 8/4/25	St Date: 8/8/25							

Currency: USD

Units	Security	Identifier	Original Principal Cost / Purchased Accrued	Principal Market Value / Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
275,000.000	BMW US CAPITAL 144A	05565ECE3	274,914.75	281,743.00	6,828.25	102.452	0.42%
	Mat: 8/11/28 Cpn: 5.05%		0.00	1,928.82			
	Moody's: A2 S&P: A Fitch:						
	Tr Date: 8/8/23 St Date: 8/11/23						
310,000.000	CHEVRON USA	166756BH8	309,975.20	311,608.90	1,633.70	100.519	0.47%
	Mat: 8/13/28 Cpn: 4.05%		0.00	1,674.00			
	Moody's: Aa2 S&P: AA- Fitch:						
	Tr Date: 8/11/25 St Date: 8/13/25						
145,000.000	PRINCIPAL LFE GLB FND II 144A	7425APAD7	144,923.15	145,404.55	481.40	100.279	0.22%
	Mat: 8/18/28 Cpn: 4.25%		0.00	736.08			
	Moody's: A1 S&P: A+ Fitch:						
	Tr Date: 8/11/25 St Date: 8/18/25						
340,000.000	TOYOTA MOTOR CREDIT	89236TNR2	339,581.80	341,013.20	1,431.40	100.298	0.51%
	Mat: 9/5/28 Cpn: 4.05%		0.00	994.50			
	Moody's: A1 S&P: A+ Fitch: A+						
	Tr Date: 9/2/25 St Date: 9/5/25						
285,000.000	VOLKSWAGEN GROUP 144A	928668BW1	284,658.00	293,786.55	9,128.55	103.083	0.44%
	Mat: 9/12/28 Cpn: 5.65%		0.00	849.85			
	Moody's: Baa1 S&P: BBB+ Fitch: A-						
	Tr Date: 9/5/23 St Date: 9/12/23						
205,000.000	GEORGIA POWER	373334LC3	204,895.45	205,028.70	133.25	100.014	0.31%
	Mat: 10/1/28 Cpn: 4.00%		0.00	45.56			
	Moody's: A3 S&P: A Fitch: A						
	Tr Date: 9/24/25 St Date: 9/29/25						
135,000.000	JPMORGAN CHASE	46647PEP7	135,012.50	136,174.50	1,162.00	100.870	0.21%
	Mat: 10/22/28 Cpn: 4.51%		0.00	2,686.11			
	Moody's: A1 S&P: A Fitch: AA-						
	Tr Date: 10/15/24 St Date: 10/22/24						
250,000.000	MORGAN STANLEY	61690DK72	250,000.00	254,612.50	4,612.50	101.845	0.38%
	Mat: 1/12/29 Cpn: 5.02%		0.00	2,751.83			
	Moody's: Aa3 S&P: A+ Fitch: AA-						
	Tr Date: 1/16/25 St Date: 1/21/25						
200,000.000	JERSEY CEMTRAL PWR & LIT 144A	476556DJ1	199,828.00	199,752.00	(76.00)	99.876	0.30%
	Mat: 1/15/29 Cpn: 4.15%		0.00	622.50			
	Moody's: A3 S&P: BBB Fitch: A						
	Tr Date: 9/2/25 St Date: 9/4/25						
105,000.000	M&T BANK CORPORATION	55261FAU8	105,000.00	106,304.10	1,304.10	101.242	0.16%
	Mat: 1/16/29 Cpn: 4.83%		0.00	1,057.22			
	Moody's: Baa1 S&P: BBB+ Fitch: A						
	Tr Date: 12/10/24 St Date: 12/17/24						

Portfolio Positions

as of September 30, 2025

Currency: USD

Units	Security			Identifier	Original Principal Cost Purchased Accrued	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
120,000.000	JPMORGAN CHASE			46647PEU6	120,000.00	122,173.20	2,173.20	101.811	0.18%
	Mat: 1/24/29	Cpn: 4.92%			0.00	1,097.68			
	Moody's: A1	S&P: A	Fitch: AA-						
	Tr Date: 1/16/25	St Date: 1/24/25							
175,000.000	PRINCIPAL LIFE GLB FND II 144A			74256LEY1	174,695.50	179,635.75	4,940.25	102.649	0.27%
	Mat: 1/25/29	Cpn: 5.10%			0.00	1,636.25			
	Moody's: A1	S&P: A+	Fitch:						
	Tr Date: 1/18/24	St Date: 1/25/24							
335,000.000	AMERICAN HONDA FINANCE			02665WFE6	334,852.60	342,212.55	7,359.95	102.153	0.51%
	Mat: 3/13/29	Cpn: 4.90%			0.00	820.75			
	Moody's: A3	S&P: A-	Fitch:						
	Tr Date: 3/11/24	St Date: 3/13/24							
330,000.000	SANTANDER HOLDING			80282KBN5	330,000.00	336,603.30	6,603.30	102.001	0.50%
	Mat: 3/20/29	Cpn: 5.47%			0.00	551.86			
	Moody's: Baa2	S&P: BBB+	Fitch: A-						
	Tr Date: 3/17/25	St Date: 3/20/25							
170,000.000	MORGAN STANLEY			61747YFY6	170,000.00	173,396.60	3,396.60	101.998	0.26%
	Mat: 4/12/29	Cpn: 4.99%			0.00	3,867.58			
	Moody's: A1	S&P: A-	Fitch: A+						
	Tr Date: 4/14/25	St Date: 4/17/25							
255,000.000	WELLS FARGO			95000U3T8	255,000.00	259,867.95	4,867.95	101.909	0.40%
	Mat: 4/23/29	Cpn: 4.97%			0.00	5,562.26			
	Moody's: A1	S&P: BBB+	Fitch: A+						
	Tr Date: 4/15/25	St Date: 4/23/25							
200,000.000	AMERICAN EXPRESS			025816ED7	200,000.00	203,162.00	3,162.00	101.581	0.31%
	Mat: 4/25/29	Cpn: 4.73%			0.00	4,100.20			
	Moody's: A2	S&P: A-	Fitch: A						
	Tr Date: 4/21/25	St Date: 4/25/25							
330,000.000	BANK OF AMERICA			06051GMT3	330,000.00	334,138.20	4,138.20	101.254	0.51%
	Mat: 5/9/29	Cpn: 4.62%			0.00	6,017.61			
	Moody's: A1	S&P: A-	Fitch: AA-						
	Tr Date: 5/6/25	St Date: 5/9/25							
355,000.000	PROTECTIVE LIFE 144A			74368CBY9	355,000.00	367,606.05	12,606.05	103.551	0.56%
	Mat: 6/12/29	Cpn: 5.22%			0.00	5,605.40			
	Moody's: A1	S&P: AA-	Fitch: AA-						
	Tr Date: 6/5/24	St Date: 6/12/24							
300,000.000	HYUNDAI CAPITAL AMERICA 144A			44891ADC8	299,478.00	308,055.00	8,577.00	102.685	0.46%
	Mat: 6/24/29	Cpn: 5.30%			0.00	4,284.17			
	Moody's: A3	S&P: A-	Fitch: A-						
	Tr Date: 6/18/24	St Date: 6/24/24							

Portfolio Positions

as of September 30, 2025

Currency: USD

Units	Security			Identifier	Original Principal Cost / Purchased Accrued	Principal Market Value / Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
265,000.000	AMERICAN EXPRESS			025816EJ4	265,000.00	266,579.40	1,579.40	100.596	0.40%
	Mat: 7/20/29	Cpn: 4.35%			0.00	2,113.86			
	Moody's: A2	S&P: A-	Fitch: A						
	Tr Date: 7/21/25	St Date: 7/25/25							
250,000.000	CITIBANK			17325FBK3	250,000.00	256,157.50	6,157.50	102.463	0.38%
	Mat: 8/6/29	Cpn: 4.84%			0.00	1,847.85			
	Moody's: Aa3	S&P: A+	Fitch: A+						
	Tr Date: 7/30/24	St Date: 8/6/24							
325,000.000	WELLS FARGO & COMPANY			95000U4A8	325,000.00	323,859.25	(1,140.75)	99.649	0.48%
	Mat: 9/15/29	Cpn: 4.08%			0.00	589.04			
	Moody's: A1	S&P: BBB+	Fitch: A+						
	Tr Date: 9/8/25	St Date: 9/15/25							
180,000.000	PRINCIPAL LIFE GLB FND II 144A			74256LFB0	179,992.80	184,248.00	4,255.20	102.360	0.28%
	Mat: 11/27/29	Cpn: 4.95%			0.00	3,069.00			
	Moody's: A1	S&P: A+	Fitch:						
	Tr Date: 11/20/24	St Date: 11/27/24							
335,000.000	PROTECTIVE LIFE GLOBAL			74368CCA0	335,000.00	341,344.90	6,344.90	101.894	0.52%
	Mat: 12/9/29	Cpn: 4.77%			0.00	4,973.48			
	Moody's: A1	S&P: AA-	Fitch: AA-						
	Tr Date: 12/2/24	St Date: 12/9/24							
140,000.000	OHIO EDISON 144A			677347CJ3	139,983.20	143,211.60	3,228.40	102.294	0.22%
	Mat: 12/15/29	Cpn: 4.95%			0.00	2,464.00			
	Moody's: A3	S&P: BBB+	Fitch: A-						
	Tr Date: 5/21/25	St Date: 5/23/25							
150,000.000	DAIMLER TRUCK FIN 144A			233853BD1	149,758.50	154,339.50	4,581.00	102.893	0.23%
	Mat: 1/13/30	Cpn: 5.25%			0.00	1,706.25			
	Moody's: A3	S&P: A-	Fitch:						
	Tr Date: 1/7/25	St Date: 1/13/25							
65,000.000	LINCOLN FIN GLBL FUNDING 144A			53359KAA9	64,968.80	67,298.40	2,329.60	103.536	0.10%
	Mat: 1/13/30	Cpn: 5.30%			0.00	746.42			
	Moody's: A2	S&P: A+	Fitch: A+						
	Tr Date: 1/6/25	St Date: 1/13/25							
310,000.000	PACIFIC LIFE 144A			6944PL3F4	309,891.50	316,410.80	6,519.30	102.068	0.47%
	Mat: 2/10/30	Cpn: 4.85%			0.00	2,129.96			
	Moody's: Aa3	S&P: AA-	Fitch: AA-						
	Tr Date: 2/5/25	St Date: 2/10/25							
170,000.000	EQUITABLE FINANCIAL 144A			29449WAT4	169,651.50	174,258.50	4,607.00	102.505	0.26%
	Mat: 3/27/30	Cpn: 5.00%			0.00	94.44			
	Moody's: A1	S&P: A+	Fitch:						
	Tr Date: 3/24/25	St Date: 3/27/25							

Portfolio Positions

as of September 30, 2025

Currency: USD

Units	Security			Identifier	Original Principal Cost / Purchased Accrued	Principal Market Value / Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
330,000.000	PRICOA GLOBAL 144A			74153WCW7	329,765.70	335,679.30	5,913.60	101.721	0.51%
	Mat: 5/28/30	Cpn: 4.70%			0.00	5,299.25			
	Moody's: Aa3	S&P: AA-	Fitch: AA-						
	Tr Date: 5/20/25	St Date: 5/28/25							
320,000.000	AMERICAN NATIONAL GF 144A			02771D2B9	319,667.20	326,387.20	6,720.00	101.996	0.49%
	Mat: 6/3/30	Cpn: 5.25%			0.00	5,506.67			
	Moody's:	S&P: A	Fitch: A						
	Tr Date: 5/27/25	St Date: 6/3/25							
325,000.000	COREBRIDGE 144A			00138CBF4	324,600.25	331,126.25	6,526.00	101.885	0.50%
	Mat: 6/6/30	Cpn: 4.85%			0.00	5,035.24			
	Moody's: A2	S&P: A+	Fitch:						
	Tr Date: 6/3/25	St Date: 6/6/25							
Total for Credit					**16,584,967.75**	**16,828,745.60**	**243,777.85**		**25.31%**
					0.00	**175,151.09**			
Mortgage-Backed									
469,129.784	FHMS K054 A2 CMBS			3137BNGT5	452,398.71	466,498.90	14,100.19	99.439	0.70%
	Mat: 1/25/26	Cpn: 2.75%			500.80	1,073.13			
	Moody's: Aa1	S&P: AA+u	Fitch: AAA						
	Tr Date: 5/10/23	St Date: 5/15/23							
493,654.880	FNGT 2017-T1 A SFR			3136AV6R5	464,266.99	483,687.49	19,420.51	97.981	0.72%
	Mat: 6/25/27	Cpn: 2.90%			755.05	1,192.18			
	Moody's: Aa1	S&P: AA+u	Fitch: AA+						
	Tr Date: 2/14/24	St Date: 2/20/24							
437,087.837	FNA 2017-M14 A2 CMBS			3136AY2H5	404,852.61	426,757.27	21,904.65	97.637	0.64%
	Mat: 11/25/27	Cpn: 2.91%			382.30	1,058.59			
	Moody's: Aa1	S&P: AA+u	Fitch: AA+						
	Tr Date: 7/7/23	St Date: 7/12/23							
500,000.000	FHMS K505 A2 CMBS			3137HACX2	504,994.00	509,584.50	4,590.50	101.917	0.76%
	Mat: 6/25/28	Cpn: 4.82%			1,271.68	2,007.92			
	Moody's: Aa1	S&P: AA+u	Fitch: AA+						
	Tr Date: 7/13/23	St Date: 7/20/23							
400,000.000	FHMS K509 A2			3137HAST4	387,246.80	409,350.40	22,103.60	102.338	0.61%
	Mat: 9/25/28	Cpn: 4.85%			1,616.67	1,616.67			
	Moody's: Aa1	S&P: AA+u	Fitch: AA+						
	Tr Date: 10/25/23	St Date: 10/31/23							
Total for Mortgage-Backed					**2,213,759.11**	**2,295,878.56**	**82,119.45**		**3.43%**
					4,526.50	**6,948.49**			
Asset-Backed									

Portfolio Positions

as of September 30, 2025

Currency: USD

Units	Security	Identifier	Original Principal Cost / Purchased Accrued	Principal Market Value / Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
158,579.427	HART 2022-C A3 CAR Mat: 6/15/27 Cpn: 5.39% Moody's: S&P: AAA Fitch: AAA Tr Date: 11/1/22 St Date: 11/9/22	44933DAD3	158,578.67 0.00	159,186.15 379.89	607.49	100.383	0.24%
425,000.000	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	393,307.62 40.14	421,036.03 321.11	27,728.41	99.067	0.63%
500,000.000	MBALT 2024-A A3 LEASE Mat: 1/18/28 Cpn: 5.32% Moody's: Aaa S&P: Fitch: AAA Tr Date: 5/17/24 St Date: 5/23/24	58770JAD6	499,941.50 0.00	506,504.50 1,182.22	6,563.00	101.301	0.76%
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	303,082.20 412.50	3,103.29	101.027	0.45%
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	302,447.10 221.50	2,453.70	100.816	0.45%
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	602,568.60 764.50	2,659.80	100.428	0.90%
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 0.00	404,799.60 563.44	4,842.44	101.200	0.60%
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	607,407.60 1,440.00	7,416.54	101.235	0.91%
650,000.000	HAROT 2023-3 A3 CAR Mat: 3/21/29 Cpn: 4.57% Moody's: Aaa S&P: Fitch: AAA Tr Date: 8/9/24 St Date: 8/21/24	43813YAC6	649,897.89 0.00	655,400.85 825.14	5,502.96	100.831	0.98%
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	604,513.20 1,168.00	4,523.40	100.752	0.90%

Portfolio Positions

as of September 30, 2025

Currency: USD

Units	Security	Identifier	Original Principal Cost / Purchased Accrued	Principal Market Value / Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
500,000.000	CARMX 2024-3 A3 CAR Mat: 7/16/29 Cpn: 4.89% Moody's: Aaa S&P: AAA Fitch: Tr Date: 7/23/24 St Date: 7/30/24	14319GAD3	499,977.45 0.00	506,087.50 1,086.67	6,110.05	101.218	0.75%
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	503,658.00 916.67	3,754.30	100.732	0.75%
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	406,556.00 796.67	6,635.60	101.639	0.61%
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	505,132.00 1,022.22	5,225.55	101.026	0.75%
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	506,277.00 997.78	6,373.00	101.255	0.75%
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	709,794.40 1,443.56	9,962.68	101.399	1.06%
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	703,962.70 1,278.67	4,036.48	100.566	1.05%
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	609,171.60 1,234.67	9,314.82	101.529	0.91%
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	302,455.50 535.00	2,499.66	100.819	0.45%
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	604,803.00 651.00	4,813.62	100.801	0.90%

Portfolio Positions

as of September 30, 2025

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased Accrued	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
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	604,418.40 429.00	4,477.02	100.736	0.90%
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	403,570.80 773.33	3,653.00	100.893	0.60%
Total for Asset-Backed			**10,800,575.93** **40.14**	**10,932,832.73** **18,443.52**	**132,256.80**		**16.30%**
Grand Total			**65,895,501.07** **45,086.21**	**66,703,912.25** **488,491.85**	**808,411.19**		**100.00%**

Portfolio Positions

as of September 30, 2025

Currency: USD

Units	Security	Identifier	Original Principal Cost / Purchased Accrued	Principal Market Value / Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
Cash							
	CASH OR STIF	USD	(1,648,819.35)	(1,648,819.35)	0.00	1.000	(0.17)%
Total for Cash			**(1,648,819.35)**	**(1,648,819.35)**	**0.00**		**(0.17)%**
Money Markets							
5,000,000.000	CA SAN FRAN CITY & CNTY LEASE CP TXB	79769EBJ2	5,000,000.00	5,000,011.30	11.30	100.000	0.52%
	Mat: 10/1/25 Cpn: 4.42%		0.00	33,763.89			
	Moody's: P-1 S&P: A-1+ Fitch: NR						
	Tr Date: 8/7/25 St Date: 8/7/25						
5,500,000.000	UNILEVER CAPITAL CP 144A	90477DX19	5,454,808.33	5,454,814.44	6.11	99.988	0.57%
	Mat: 10/1/25 Cpn: 0.00%		0.00	45,191.67			
	Moody's: P-1 S&P: A-1 Fitch: NR						
	Tr Date: 7/24/25 St Date: 7/25/25						
3,500,000.000	UNILEVER CAPITAL CP 144A	90477DX27	3,470,818.75	3,470,826.53	7.78	99.976	0.36%
	Mat: 10/2/25 Cpn: 0.00%		0.00	28,758.33			
	Moody's: P-1 S&P: A-1 Fitch: NR						
	Tr Date: 7/24/25 St Date: 7/25/25						
64,000,000.000	U.S. TREASURY BILL	912797MS3	63,350,986.66	63,351,852.62	865.96	99.978	6.60%
	Mat: 10/2/25 Cpn: 0.00%		0.00	641,466.67			
	Moody's: Aa1 S&P: AA+u Fitch: AA+						
	Tr Date: 7/7/25 St Date: 7/8/25						
7,700,000.000	CA TRUSTEES CAL STATE UNIV CP TXB	13080YAG6	7,700,000.00	7,700,041.89	41.89	100.001	0.80%
	Mat: 10/6/25 Cpn: 4.39%		0.00	85,446.47			
	Moody's: NR S&P: NR Fitch:						
	Tr Date: 7/2/25 St Date: 7/2/25						
11,800,000.000	SWEDBANK NY YCD FRN SOFRRATE	87019WH57	11,800,000.00	11,800,000.00	0.00	100.000	1.22%
	Mat: 10/10/25 Cpn: 4.41%		0.00	31,256.89			
	Moody's: P-1 S&P: A-1+ Fitch: F1+						
	Tr Date: 4/10/25 St Date: 4/11/25						
9,000,000.000	EMERSON ELECTRIC CP 144A	29101AXM1	8,901,265.00	8,901,380.50	115.50	99.748	0.93%
	Mat: 10/21/25 Cpn: 0.00%		0.00	77,035.00			
	Moody's: P-1 S&P: A-1 Fitch: NR						
	Tr Date: 7/22/25 St Date: 7/22/25						
8,000,000.000	FLORIDA POWER & LIGHT CP	34108AXM4	7,977,222.22	7,976,204.89	(1,017.33)	99.748	0.82%
	Mat: 10/21/25 Cpn: 0.00%		0.00	4,555.56			
	Moody's: P-1 S&P: A-1 Fitch: F1						
	Tr Date: 9/25/25 St Date: 9/26/25						

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Currency: USD

Units	Security	Identifier	Original Principal Cost / Purchased Accrued	Principal Market Value / Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
10,000,000.000	LVMH MOET HENNESSY LOUIS CP 144A	55078TXM4	9,890,294.44	9,890,422.77	128.33	99.748	1.03%
	Mat: 10/21/25 Cpn: 0.00%		0.00	85,594.45			
	Moody's: P-1 S&P: A-1+ Fitch: NR						
	Tr Date: 7/21/25 St Date: 7/22/25						
47,000,000.000	U.S. TREASURY BILL	912797RD1	46,346,706.53	46,351,333.91	4,627.38	99.765	4.83%
	Mat: 10/21/25 Cpn: 0.00%		0.00	543,496.25			
	Moody's: Aa1 S&P: AA+u Fitch: AA+						
	Tr Date: 6/23/25 St Date: 6/24/25						
9,000,000.000	KOMATSU FINANCE AMERICA CP 144A	50045VXN8	8,899,490.00	8,899,768.69	278.69	99.736	0.93%
	Mat: 10/22/25 Cpn: 0.00%		0.00	77,567.50			
	Moody's: P-1 S&P: A-1 Fitch: NR						
	Tr Date: 7/21/25 St Date: 7/22/25						
9,000,000.000	PACCAR FINANCIAL CP	69372AXQ0	8,963,190.00	8,961,798.00	(1,392.00)	99.712	0.93%
	Mat: 10/24/25 Cpn: 0.00%		0.00	13,292.50			
	Moody's: P-1 S&P: A-1 Fitch: NR						
	Tr Date: 9/17/25 St Date: 9/18/25						
6,000,000.000	METLIFE SHORT TERM FUND CP 144A	59157TXT5	5,978,920.00	5,977,813.00	(1,107.00)	99.676	0.62%
	Mat: 10/27/25 Cpn: 0.00%		0.00	3,400.00			
	Moody's: P-1 S&P: A-1+ Fitch: F1+						
	Tr Date: 9/25/25 St Date: 9/26/25						
45,000,000.000	U.S. TREASURY BILL	912797QP5	44,789,475.00	44,789,255.31	(219.69)	99.587	4.62%
	Mat: 11/6/25 Cpn: 0.00%		0.00	30,075.00			
	Moody's: Aa1 S&P: AA+u Fitch: AA+						
	Tr Date: 9/24/25 St Date: 9/25/25						
40,000,000.000	U.S. TREASURY BILL	912797RN9	39,746,603.33	39,747,223.97	620.64	99.524	4.10%
	Mat: 11/12/25 Cpn: 0.00%		0.00	66,683.33			
	Moody's: Aa1 S&P: AA+u Fitch: AA+						
	Tr Date: 9/15/25 St Date: 9/16/25						
7,500,000.000	DEUTSCHE BANK NY YCD FRN SOFRRATE	25152XXV7	7,500,000.00	7,500,000.00	0.00	100.000	0.78%
	Mat: 11/19/25 Cpn: 4.45%		0.00	41,350.00			
	Moody's: P-1 S&P: A-1 Fitch: F1						
	Tr Date: 2/18/25 St Date: 2/19/25						
28,000,000.000	U.S. TREASURY BILL	912797QY6	27,734,290.58	27,738,778.30	4,487.72	99.232	2.86%
	Mat: 12/11/25 Cpn: 0.00%		0.00	49,126.87			
	Moody's: Aa1 S&P: AA+u Fitch: AA+						
	Tr Date: 9/10/25 St Date: 9/11/25						
7,500,000.000	MITSUBISHI UFJ FIN YCD FRN SOFRRATE	60683DN62	7,500,557.23	7,504,351.73	3,794.50	100.058	0.78%
	Mat: 1/7/26 Cpn: 4.51%		15,562.50	84,277.08			
	Moody's: P-1 S&P: A-1 Fitch: F1						
	Tr Date: 1/22/25 St Date: 1/23/25						

Currency: USD

Units	Security	Identifier	Original Principal Cost / Purchased Accrued	Principal Market Value / Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
5,000,000.000	SUMITOMO MITSUI CP 144A Mat: 1/13/26 Cpn: 0.00% Moody's: P-1 S&P: A-1 Fitch: F1 Tr Date: 9/30/25 St Date: 10/1/25	86563HAD2	4,942,077.78 0.00	4,941,520.83 0.00	(556.95)	98.830	0.51%
10,000,000.000	BANK OF MONTREAL CHICAGO YCD FRN SOFR Mat: 2/13/26 Cpn: 4.40% Moody's: P-1 S&P: A-1 Fitch: F1+ Tr Date: 5/22/25 St Date: 5/23/25	06367DQU2	10,000,000.00 0.00	10,002,627.00 62,427.78	2,627.00	100.026	1.04%
8,600,000.000	UBS AG STAMFORD YCD Mat: 2/13/26 Cpn: 4.59% Moody's: P-1 S&P: A-1 Fitch: F1 Tr Date: 2/13/25 St Date: 2/14/25	90275DUE8	8,600,000.00 0.00	8,595,473.70 251,098.50	(4,526.30)	99.947	0.91%
5,000,000.000	TORONTO-DOMINION NY YCD FRN SOFRRATE Mat: 2/20/26 Cpn: 4.43% Moody's: P-1 S&P: A-1 Fitch: F1+ Tr Date: 5/28/25 St Date: 5/29/25	89115DE44	5,000,000.00 0.00	5,001,390.00 26,804.17	1,390.00	100.028	0.52%
7,500,000.000	NATIXIS NY YCD FRN SOFRRATE Mat: 2/24/26 Cpn: 4.41% Moody's: P-1 S&P: A-1 Fitch: F1 Tr Date: 2/21/25 St Date: 2/24/25	63873TBH0	7,500,000.00 0.00	7,502,668.13 6,466.67	2,668.13	100.036	0.77%
7,500,000.000	SVENSKA HANDELSBANKEN YCD FRN SOFRRATE Mat: 2/25/26 Cpn: 4.40% Moody's: P-1 S&P: A-1+ Fitch: F1+ Tr Date: 2/24/25 St Date: 2/25/25	86959TLH7	7,500,000.00 0.00	7,501,505.78 5,477.08	1,505.78	100.020	0.77%
8,000,000.000	SUMITOMO MITSUI BANKING YCD FRN SOFRATE Mat: 2/27/26 Cpn: 4.42% Moody's: P-1 S&P: A-1 Fitch: F1 Tr Date: 6/4/25 St Date: 6/5/25	86565GPW4	8,000,000.00 0.00	8,003,242.56 1,971.11	3,242.56	100.041	0.83%
1,250,000.000	CANADIAN IMPERIAL BANK YCD FRN SOFRRATE Mat: 3/6/26 Cpn: 4.37% Moody's: P-1 S&P: A-1 Fitch: F1+ Tr Date: 3/6/25 St Date: 3/7/25	13606DFX5	1,250,000.00 0.00	1,250,267.70 3,605.56	267.70	100.021	0.13%
7,500,000.000	ROYAL BANK OF CANADA YCD FRN SOFRRATE Mat: 3/12/26 Cpn: 4.37% Moody's: P-1 S&P: A-1+ Fitch: F1+ Tr Date: 3/11/25 St Date: 3/12/25	78015JDL8	7,500,000.00 0.00	7,501,524.23 17,764.58	1,524.23	100.020	0.78%
10,000,000.000	NORDEA BANK NY FRN YCD SOFRRATE Mat: 4/8/26 Cpn: 4.47% Moody's: P-1 S&P: A-1+ Fitch: F1+ Tr Date: 4/8/25 St Date: 4/9/25	65558WJB5	10,000,000.00 0.00	10,006,213.00 29,483.33	6,213.00	100.062	1.03%

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Units	Security	Identifier	Original Principal Cost / Purchased Accrued	Principal Market Value / Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
8,000,000.000	CREDIT AGRICOLE YCD FRN SOFRRATE	22532XD96	8,000,000.00	8,002,025.12	2,025.12	100.025	0.83%
	Mat: 5/1/26 Cpn: 4.53%		0.00	64,037.78			
	Moody's: P-1 S&P: A-1 Fitch: F1+						
	Tr Date: 5/1/25 St Date: 5/2/25						
Total for Money Markets			**399,296,705.85**	**399,324,335.88**	**27,630.03**		**41.42%**
			15,562.50	**2,411,474.02**			
Treasuries							
15,000,000.000	U.S. TREASURY NOTE	91282CNL1	14,958,649.43	15,028,125.00	69,475.57	100.188	1.56%
	Mat: 6/30/27 Cpn: 3.75%		22,927.99	142,153.53			
	Moody's: Aa1 S&P: AA+u Fitch: AA+						
	Tr Date: 7/14/25 St Date: 7/15/25						
29,000,000.000	U.S. TREASURY NOTE	91282CNP2	29,067,968.75	29,121,211.01	53,242.26	100.418	3.02%
	Mat: 7/31/27 Cpn: 3.88%		64,127.04	189,327.45			
	Moody's: Aa1 S&P: AA+u Fitch: AA+						
	Tr Date: 8/20/25 St Date: 8/21/25						
48,200,000.000	U.S. TREASURY NOTE	91282CNM9	48,357,006.32	48,518,195.19	161,188.87	100.660	5.04%
	Mat: 7/15/28 Cpn: 3.88%		90,030.58	395,881.79			
	Moody's: Aa1 S&P: AA+u Fitch: AA+						
	Tr Date: 7/14/25 St Date: 7/15/25						
9,000,000.000	U.S. TREASURY NOTE	91282CNU1	8,970,468.75	9,001,054.71	30,585.96	100.012	0.93%
	Mat: 8/15/28 Cpn: 3.63%		6,205.84	41,667.80			
	Moody's: Aa1 S&P: AA+u Fitch: AA+						
	Tr Date: 8/21/25 St Date: 8/22/25						
Total for Treasuries			**101,354,093.25**	**101,668,585.91**	**314,492.66**		**10.56%**
			183,291.45	**769,030.57**			
Government Related							
8,000,000.000	IBRD C 11/14/25 1X	45906M6E6	8,000,000.00	8,002,791.50	2,791.50	100.035	0.83%
	Mat: 8/14/28 Cpn: 4.40%		0.00	45,955.56			
	Moody's: Aaa S&P: AAA Fitch:						
	Tr Date: 8/7/25 St Date: 8/14/25						
Total for Government Related			**8,000,000.00**	**8,002,791.50**	**2,791.50**		**0.83%**
			0.00	**45,955.56**			
Taxable Muni							
2,105,000.000	CA LOS ANGELES WASTEWATER REV TXB	53945CLJ7	2,105,000.00	2,113,721.64	8,721.64	100.414	0.22%
	Mat: 6/1/26 Cpn: 4.45%		0.00	37,233.88			
	Moody's: S&P: AA- Fitch: AA						
	Tr Date: 4/24/25 St Date: 5/8/25						

Currency: USD

Units	Security	Identifier	Original Principal Cost / Purchased Accrued	Principal Market Value / Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
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	8,031,346.43 135,914.67	31,346.43	100.392	0.84%
Total for Taxable Muni			**10,105,000.00** **0.00**	**10,145,068.07** **173,148.55**	**40,068.07**		**1.06%**
Credit							
10,152,000.000	INTERCONTINENTALEXCHANGE GROUP Mat: 12/1/25 Cpn: 3.75% Moody's: A3 S&P: A- Fitch: Tr Date: 8/29/23 St Date: 8/31/23	45866FAD6	9,849,435.40 124,697.91	10,143,573.84 126,900.00	294,138.44	99.917	1.06%
2,267,000.000	SIMON PROPERTY GROUP Mat: 1/15/26 Cpn: 3.30% Moody's: A3 S&P: A Fitch: WD Tr Date: 4/19/24 St Date: 4/23/24	828807CW5	2,185,229.31 20,365.22	2,261,219.15 15,793.43	75,989.84	99.745	0.23%
4,395,000.000	NEXTERA ENERGY CAPITAL Mat: 1/29/26 Cpn: 4.95% Moody's: Baa1 S&P: BBB+ Fitch: A- Tr Date: 1/29/24 St Date: 1/31/24	65339KCS7	4,393,022.25 0.00	4,407,086.25 37,467.38	14,064.00	100.275	0.46%
6,325,000.000	RELIANCE STAND LIFE II 144A Mat: 2/2/26 Cpn: 5.24% Moody's: A1 S&P: A+ Fitch: Tr Date: 5/27/25 St Date: 5/28/25	75951ACY2	6,346,188.75 106,855.25	6,338,092.75 54,348.79	(8,096.00)	100.207	0.66%
2,504,000.000	ATHENE GLOBAL FUNDING 144A Mat: 2/23/26 Cpn: 5.68% Moody's: A1 S&P: A+ Fitch: A+ Tr Date: 4/19/24 St Date: 4/23/24	04685A3S8	2,500,544.48 23,721.23	2,517,471.52 15,023.44	16,927.04	100.538	0.26%
2,355,000.000	CHARLES SCHWAB Mat: 3/11/26 Cpn: 0.90% Moody's: A2 S&P: A- Fitch: A Tr Date: 4/19/24 St Date: 4/23/24	808513BF1	2,165,351.85 2,472.75	2,321,511.90 1,177.50	156,160.05	98.578	0.24%
3,500,000.000	ELEVANCE HEALTH INC Mat: 3/15/26 Cpn: 1.50% Moody's: Baa2 S&P: A Fitch: BBB+ Tr Date: 5/1/24 St Date: 5/3/24	036752AR4	3,259,440.00 7,291.67	3,461,185.00 2,333.33	201,745.00	98.891	0.36%
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	4,195,165.25 104,833.09	21,960.50	100.483	0.44%

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Units	Security	Identifier	Original Principal Cost Purchased Accrued	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
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	1,002,730.00 22,847.22	13,080.00	100.273	0.11%
4,660,000.000	PROTECTIVE LIFE FRN 144A SOFRRATE Mat: 4/10/26 Cpn: 5.08% Moody's: A1 S&P: AA- Fitch: AA- Tr Date: 4/3/24 St Date: 4/10/24	743672AE7	4,660,000.00 0.00	4,670,060.94 54,526.07	10,060.94	100.216	0.49%
2,590,000.000	TOYOTA MOTOR CREDIT FRN SOFRRATE Mat: 4/10/26 Cpn: 4.83% Moody's: A1 S&P: A+ Fitch: A+ Tr Date: 10/7/24 St Date: 10/10/24	89236TMR3	2,590,000.00 0.00	2,592,908.57 28,812.42	2,908.57	100.112	0.27%
3,200,000.000	MORGAN STANLEY Mat: 4/21/26 Cpn: 4.75% Moody's: Aa3 S&P: A+ Fitch: AA- Tr Date: 4/16/24 St Date: 4/18/24	61690U4T4	3,157,248.00 74,796.27	3,209,920.00 67,612.44	52,672.00	100.310	0.34%
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	6,363,520.00 79,786.67	261,444.00	99.430	0.66%
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	3,027,750.00 45,450.00	33,210.00	100.925	0.32%
3,700,000.000	MERCEDES-BENZ FRN 144A SOFRRATE Mat: 7/31/26 Cpn: 4.97% Moody's: A2 S&P: A Fitch: Tr Date: 7/29/24 St Date: 8/1/24	58769JAV9	3,700,000.00 0.00	3,710,300.80 31,672.07	10,300.80	100.278	0.39%
1,380,000.000	CITIBANK FRN SOFRINDX Mat: 8/6/26 Cpn: 5.10% Moody's: Aa3 S&P: A+ Fitch: A+ Tr Date: 7/30/24 St Date: 8/6/24	17325FBH0	1,380,000.00 0.00	1,384,104.12 10,939.71	4,104.12	100.297	0.14%
4,420,000.000	TOYOTA MOTOR CREDIT FRN SOFRRATE Mat: 8/7/26 Cpn: 5.16% Moody's: A1 S&P: A+ Fitch: A+ Tr Date: 8/6/24 St Date: 8/9/24	89236TML6	4,420,000.00 0.00	4,438,082.22 34,834.72	18,082.22	100.409	0.46%
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	4,880,150.00 7,812.50	342,350.00	97.603	0.50%

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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	BANK OF AMERICA			06428CAA2	6,416,960.00	6,479,936.00	62,976.00	101.249	0.67%
	Mat: 8/18/26	Cpn: 5.53%			58,944.00	42,243.20			
	Moody's: Aa2	S&P: A+	Fitch: AA						
	Tr Date: 4/16/24	St Date: 4/18/24							
2,820,000.000	NEW YORK LIFE GLOBAL 144A			64953BBF4	2,819,464.20	2,860,495.20	41,031.00	101.436	0.30%
	Mat: 9/18/26	Cpn: 5.45%			0.00	5,549.92			
	Moody's: Aa1	S&P: AA+	Fitch: AAA						
	Tr Date: 9/12/23	St Date: 9/19/23							
1,175,000.000	ATHENE GLOBAL FUNDING 144A			04685A4E8	1,175,000.00	1,186,233.00	11,233.00	100.956	0.12%
	Mat: 1/7/27	Cpn: 4.95%			0.00	13,571.25			
	Moody's: A1	S&P: A+	Fitch: A+						
	Tr Date: 1/2/25	St Date: 1/7/25							
2,450,000.000	MERCEDES-BENZ 144A			58769JAQ0	2,447,501.00	2,471,217.00	23,716.00	100.866	0.26%
	Mat: 1/11/27	Cpn: 4.80%			0.00	26,133.33			
	Moody's: A2	S&P: A	Fitch:						
	Tr Date: 1/8/24	St Date: 1/11/24							
1,085,000.000	PROTECTIVE LIFE (REGS)			74368CBX1	1,085,000.00	1,096,750.55	11,750.55	101.083	0.11%
	Mat: 1/12/27	Cpn: 4.99%			0.00	11,885.81			
	Moody's: A1	S&P: AA-	Fitch: AA-						
	Tr Date: 1/9/24	St Date: 1/12/24							
435,000.000	DAIMLER TRUCKS FIN 144A			233853AV2	434,273.55	439,545.75	5,272.20	101.045	0.05%
	Mat: 1/15/27	Cpn: 5.00%			0.00	4,591.67			
	Moody's: A3	S&P: A-	Fitch:						
	Tr Date: 1/10/24	St Date: 1/18/24							
3,750,000.000	PNC BANK			69353RFX1	3,750,000.00	3,754,800.00	4,800.00	100.128	0.39%
	Mat: 1/15/27	Cpn: 4.78%			0.00	37,802.08			
	Moody's: A2	S&P: A	Fitch: A+						
	Tr Date: 11/25/24	St Date: 12/2/24							
805,000.000	PRINCIPAL LIFE GLB FND II 144A			74256LEX3	804,686.05	814,329.95	9,643.90	101.159	0.08%
	Mat: 1/16/27	Cpn: 5.00%			0.00	8,385.42			
	Moody's: A1	S&P: A+	Fitch:						
	Tr Date: 1/8/24	St Date: 1/16/24							
4,160,000.000	MASSMUTUAL GLOBAL FRN 144A SOFRRATE			57629TBR7	4,160,000.00	4,179,564.48	19,564.48	100.470	0.43%
	Mat: 1/29/27	Cpn: 5.15%			0.00	38,119.44			
	Moody's: Aa3	S&P: AA+	Fitch: AA+						
	Tr Date: 1/22/24	St Date: 1/29/24							
1,995,000.000	PACIFIC LIFE GF II FRN SOFRRATE 144A			6944PL3G2	1,995,000.00	1,999,375.04	4,375.04	100.219	0.21%
	Mat: 2/4/27	Cpn: 4.87%			0.00	15,644.53			
	Moody's: Aa3	S&P: AA-	Fitch: AA-						
	Tr Date: 2/6/25	St Date: 2/11/25							

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Currency: USD

Units	Security	Identifier	Original Principal Cost / Purchased Accrued	Principal Market Value / Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
740,000.000	BRISTOL-MYERS SQUIBB Mat: 2/22/27 Cpn: 4.90% Moody's: A2 S&P: A Fitch: Tr Date: 2/14/24 St Date: 2/22/24	110122EE4	739,200.80 0.00	749,686.60 3,928.17	10,485.80	101.309	0.08%
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	1,540,939.50 5,673.75	12,316.50	100.715	0.16%
3,720,000.000	GOLMAN SACHS Mat: 3/18/27 Cpn: 5.28% Moody's: A1 S&P: A+ Fitch: A+ Tr Date: 3/12/24 St Date: 3/18/24	38151LAF7	3,720,000.00 0.00	3,737,149.20 7,096.83	17,149.20	100.461	0.39%
4,585,000.000	HYUNDAI CAPITAL FRN SOFRRATE 144A Mat: 3/19/27 Cpn: 5.24% 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	4,601,845.29 6,006.87	16,845.29	100.367	0.48%
4,000,000.000	MASSMUTUAL GLOBAL FRN 144A SOFRRATE Mat: 4/9/27 Cpn: 5.11% 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	4,020,632.00 47,737.66	20,632.00	100.516	0.42%
10,000,000.000	PUBLIC STORAGE FRN SOFRRATE Mat: 4/16/27 Cpn: 5.08% Moody's: A2 S&P: A Fitch: Tr Date: 4/9/24 St Date: 4/16/24	74464AAA9	10,000,000.00 0.00	10,033,730.00 108,611.07	33,730.00	100.337	1.05%
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	6,173,711.20 124,695.68	18,711.20	100.304	0.65%
6,505,000.000	CATERPILLAR FINANCIAL FRN SOFRRATE Mat: 5/14/27 Cpn: 4.91% Moody's: A2 S&P: A Fitch: A+ Tr Date: 5/7/24 St Date: 5/14/24	14913UAM2	6,505,000.00 0.00	6,514,607.89 42,589.87	9,607.89	100.148	0.68%
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	1,166,368.40 18,761.39	7,319.60	100.549	0.12%
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	4,826,652.30 81,841.76	11,652.30	100.242	0.51%

Currency: USD

Units	Security	Identifier	Original Principal Cost / Purchased Accrued	Principal Market Value / Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
4,800,000.000	CITIBANK FRN SOFRRATE	17325FBQ0	4,800,000.00	4,822,694.40	22,694.40	100.473	0.50%
	Mat: 5/29/27 Cpn: 5.03%		0.00	22,121.09			
	Moody's: Aa3 S&P: A+ Fitch: A+						
	Tr Date: 5/21/25 St Date: 5/29/25						
2,730,000.000	JOHN DEERE CAP FRN SOFRRATE	24422EXW4	2,730,000.00	2,749,101.81	19,101.81	100.700	0.29%
	Mat: 7/15/27 Cpn: 5.05%		0.00	29,898.63			
	Moody's: A1 S&P: A Fitch: A+						
	Tr Date: 9/3/24 St Date: 9/6/24						
5,580,000.000	AMERICAN EXPRESS FRN SOFRINDX	025816DJ5	5,580,000.00	5,590,277.45	10,277.45	100.184	0.58%
	Mat: 7/28/27 Cpn: 5.35%		0.00	53,933.42			
	Moody's: A2 S&P: A- Fitch: A						
	Tr Date: 7/25/23 St Date: 7/28/23						
2,115,000.000	BMW USA CAPITAL 144A	05565EDA0	2,113,202.25	2,118,891.60	5,689.35	100.184	0.22%
	Mat: 8/11/27 Cpn: 4.15%		0.00	12,190.63			
	Moody's: A2 S&P: A Fitch:						
	Tr Date: 8/6/25 St Date: 8/11/25						
2,820,000.000	EQUITABLE AMERICA GLOBAL FRN 144A SOFRR	29446Q2D4	2,820,000.00	2,825,704.86	5,704.86	100.202	0.29%
	Mat: 9/15/27 Cpn: 5.15%		0.00	6,459.99			
	Moody's: A1 S&P: A+ Fitch:						
	Tr Date: 9/8/25 St Date: 9/15/25						
2,975,000.000	MERCK & CO	58933YBP9	2,972,173.75	2,981,545.00	9,371.25	100.220	0.31%
	Mat: 9/15/27 Cpn: 3.85%		0.00	6,999.51			
	Moody's: Aa3 S&P: A+ Fitch:						
	Tr Date: 9/2/25 St Date: 9/9/25						
5,335,000.000	NATL RURAL UTILITIES FRN SOFRRATE	63743HFU1	5,335,000.00	5,365,927.00	30,927.00	100.580	0.55%
	Mat: 9/16/27 Cpn: 5.03%		0.00	11,191.16			
	Moody's: A2 S&P: A- Fitch: A						
	Tr Date: 9/9/24 St Date: 9/16/24						
4,170,000.000	MORGAN STANLEY FRN SOFRRATE	61690U8F0	4,170,000.00	4,179,774.00	9,774.00	100.234	0.44%
	Mat: 10/15/27 Cpn: 5.06%		0.00	45,725.56			
	Moody's: Aa3 S&P: A+ Fitch: AA-						
	Tr Date: 10/16/24 St Date: 10/18/24						
4,220,000.000	US BANK CINCINNATI FRN SOFRRATE	90331HPQ0	4,220,000.00	4,230,858.06	10,858.06	100.257	0.44%
	Mat: 10/22/27 Cpn: 5.07%		0.00	42,189.90			
	Moody's: A2 S&P: A+ Fitch: A+						
	Tr Date: 10/17/24 St Date: 10/22/24						
1,810,000.000	MARSH & MCLENNAN FRN SOFRINDX	571748BZ4	1,810,000.00	1,818,872.62	8,872.62	100.490	0.19%
	Mat: 11/8/27 Cpn: 5.09%		0.00	13,816.39			
	Moody's: A3 S&P: A- Fitch: A-						
	Tr Date: 10/30/24 St Date: 11/8/24						

Currency: USD

Units	Security	Identifier	Original Principal Cost / Purchased Accrued	Principal Market Value / Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
4,400,000.000	CATERPILLAR FINL FRN SOFRRATE Mat: 11/15/27 Cpn: 4.95% 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	4,411,946.00 28,438.15	11,946.00	100.272	0.46%
1,185,000.000	CONSOLIDATED EDISON FRN SOFRRATE Mat: 11/18/27 Cpn: 4.91% 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	1,187,251.50 7,112.75	2,251.50	100.190	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	818,942.60 9,203.83	13,942.60	101.732	0.09%
3,355,000.000	DAIMLER TRUCK FRN 144A SOFRRATE Mat: 1/13/28 Cpn: 5.22% Moody's: A3 S&P: A- Fitch: Tr Date: 1/7/25 St Date: 1/13/25	233853BB5	3,355,000.00 0.00	3,358,244.29 38,397.52	3,244.29	100.097	0.35%
1,985,000.000	MORGAN STANLEY FRN SOFRRATE Mat: 1/14/28 Cpn: 5.46% 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	1,996,526.51 23,774.54	11,526.51	100.581	0.21%
2,300,000.000	JPMORGAN CHASE FRN SOFRRATE Mat: 1/23/28 Cpn: 5.58% 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	2,318,765.70 24,957.48	18,765.70	100.816	0.24%
1,060,000.000	MASTERCARD FRN SOFRRATE Mat: 3/15/28 Cpn: 4.66% Moody's: Aa3 S&P: A+ Fitch: Tr Date: 2/18/25 St Date: 2/27/25	57636QBE3	1,060,000.00 0.00	1,060,904.18 2,193.97	904.18	100.085	0.11%
3,755,000.000	HUNTINGTON NATL BANK FRN SOFRRATE Mat: 4/12/28 Cpn: 5.10% 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	3,748,781.72 43,049.60	(6,218.28)	99.834	0.39%
6,370,000.000	MORGAN STANLEY FRN SOFRRATE Mat: 4/13/28 Cpn: 5.40% 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	6,404,238.75 75,455.40	34,238.75	100.538	0.67%
4,435,000.000	JPMORGAN CHASE FRN SOFRRATE Mat: 4/22/28 Cpn: 5.30% 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	4,459,773.21 46,351.15	24,773.21	100.559	0.46%

Portfolio Positions

as of September 30, 2025

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased Accrued	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
6,410,000.000	WELLS FARGO FRN SOFRRATE Mat: 4/22/28 Cpn: 5.45% 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	6,452,389.33 68,888.60	42,389.33	100.661	0.67%
5,915,000.000	GOLDMAN SACHS FRN SOFRRATE Mat: 4/23/28 Cpn: 5.67% 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	5,969,027.61 65,219.26	54,027.61	100.913	0.62%
4,770,000.000	CITIGROUP FRN SOFRRATE Mat: 5/7/28 Cpn: 5.53% 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	4,804,258.14 40,316.17	34,258.14	100.718	0.50%
4,780,000.000	US BANK CINCINNATI FRN SOFRRATE Mat: 5/15/28 Cpn: 5.30% 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	4,800,310.22 33,078.37	20,310.22	100.425	0.50%
4,420,000.000	BANK OF NY MELLON FRN SOFRINDX Mat: 6/9/28 Cpn: 4.91% 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	4,432,393.68 13,268.44	12,393.68	100.280	0.46%
1,180,000.000	PNC BANK FRN SOFRRATE Mat: 7/21/28 Cpn: 5.09% 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	1,182,308.08 12,022.19	2,308.08	100.196	0.12%
3,180,000.000	TRUIST BANK FRN SOFRRATE Mat: 7/24/28 Cpn: 5.09% 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	3,182,429.52 31,043.05	2,429.52	100.076	0.33%
2,410,000.000	AMERICAN EXPRESS FRN SOFRRATE Mat: 7/26/28 Cpn: 5.31% 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	2,424,170.80 23,118.57	14,170.80	100.588	0.25%
4,920,000.000	CHVERON FRN SOFRRATE Mat: 8/13/28 Cpn: 4.94% Moody's: Aa2 S&P: AA- Fitch: Tr Date: 8/11/25 St Date: 8/13/25	166756BM7	4,920,000.00 0.00	4,938,046.56 33,104.80	18,046.56	100.367	0.51%
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	2,867,979.40 14,518.47	9,495.20	100.279	0.30%

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased Accrued	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
4,190,000.000	JPMORGAN CHASE FRN SOFRRATE Mat: 10/22/28 Cpn: 5.24% 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	4,207,199.95 43,294.79	17,199.95	100.411	0.44%
4,300,000.000	BANK OF AMERICA FRN SOFRRATE Mat: 1/24/29 Cpn: 5.21% 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	4,303,558.46 42,965.40	3,558.46	100.083	0.45%
2,755,000.000	SANTANDER HOLDINGS FRN SOFRRATE Mat: 3/20/29 Cpn: 5.81% 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	2,785,263.68 4,000.42	30,263.68	101.099	0.29%
1,815,000.000	MORGAN STANLEY FRN SOFRRATE Mat: 4/12/29 Cpn: 5.76% 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	1,842,081.62 22,933.31	27,081.62	101.492	0.19%
5,670,000.000	WELLS FARGO FRN SOFRRATE Mat: 4/23/29 Cpn: 5.75% 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	5,751,041.31 63,399.87	81,041.31	101.429	0.60%
3,410,000.000	BANK OF AMERICA FRN SOFRRATE Mat: 5/9/29 Cpn: 5.46% 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	3,435,718.22 27,428.38	25,718.22	100.754	0.36%
4,880,000.000	AMERICAN EXPRESS Mat: 7/20/29 Cpn: 5.13% 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	4,891,136.16 47,299.99	11,136.16	100.228	0.51%
2,215,000.000	WELLS FARGO FRN SOFRRATE Mat: 9/15/29 Cpn: 5.32% 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	2,218,705.70 5,241.42	3,705.70	100.167	0.23%
Total for Credit			**273,977,348.39** **574,552.90**	**276,509,441.32** **2,527,642.65**	**2,532,092.93**		**28.77%**
Mortgage-Backed							
2,261,591.592	FHMS KI07 A SOFRFRN Mat: 9/25/26 Cpn: 4.52% Moody's: Aa1 S&P: AA+u Fitch: AA+ Tr Date: 10/20/21 St Date: 11/2/21	3137H3KA9	2,261,591.59 0.00	2,249,890.12 1,705.52	(11,701.47)	99.483	0.23%

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 Mortgage-Backed			**2,261,591.59** **0.00**	**2,249,890.12** **1,705.52**	**(11,701.47)**		**0.23%**
Asset-Backed							
1,176,795.212	GALC 2024-1 A2 EQP 144A Mat: 8/17/26 Cpn: 5.32% Moody's: S&P: AAA Fitch: AAA Tr Date: 1/23/24 St Date: 1/31/24	39154TCH9	1,176,693.18 0.00	1,179,352.39 2,782.47	2,659.20	100.217	0.12%
380,655.061	BMWLT 2023-2 A3 LEASE Mat: 9/25/26 Cpn: 5.99% Moody's: S&P: AAA Fitch: AAA Tr Date: 4/2/24 St Date: 4/4/24	055979AC2	383,601.70 570.03	381,335.29 380.02	(2,266.41)	100.179	0.04%
64,183.935	SBALT 2024-B A2 LEASE 144A Mat: 11/20/26 Cpn: 5.67% Moody's: Aaa S&P: Fitch: AAA Tr Date: 5/14/24 St Date: 5/22/24	78437VAC4	64,183.62 0.00	64,239.00 111.20	55.38	100.086	0.01%
3,473,795.107	TLOT 2023-B A3 LEASE 144A Mat: 11/20/26 Cpn: 5.66% Moody's: Aaa S&P: Fitch: AAA Tr Date: 4/1/24 St Date: 4/3/24	89240HAD7	3,495,183.10 9,532.31	3,483,556.47 6,007.74	(11,626.63)	100.281	0.36%
1,609,642.306	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	1,609,537.84 0.00	1,617,674.42 2,823.13	8,136.58	100.499	0.17%
1,531,310.468	VWALT 2024-A A2A LEASE Mat: 12/21/26 Cpn: 5.40% Moody's: S&P: AAA Fitch: AAA Tr Date: 3/19/24 St Date: 3/27/24	92866EAB5	1,531,261.93 0.00	1,535,221.44 2,526.66	3,959.51	100.255	0.16%
653,074.291	KCOT 2024-1A A2 EQP 144A Mat: 1/15/27 Cpn: 5.39% Moody's: Aaa S&P: Fitch: AAA Tr Date: 4/1/24 St Date: 4/3/24	50117BAB6	652,564.08 1,760.04	654,617.51 1,564.48	2,053.43	100.236	0.07%
1,219,352.111	FORDL 2024-B A2A LEASE Mat: 2/15/27 Cpn: 5.18% Moody's: Aaa S&P: Fitch: AAA Tr Date: 4/11/25 St Date: 4/14/25	345279AB9	1,221,400.24 5,088.09	1,221,724.97 2,807.22	324.73	100.195	0.13%
1,159,470.870	MBALT 2024-A A2B LEASE Mat: 2/16/27 Cpn: 4.79% Moody's: Aaa S&P: Fitch: AAA Tr Date: 5/17/24 St Date: 5/23/24	58770JAC8	1,159,470.87 0.00	1,160,013.50 2,469.46	542.63	100.047	0.12%

Currency: USD

Units	Security	Identifier	Original Principal Cost Purchased Accrued	Principal Market Value Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
1,421,399.854	WOLS 2024-A A2A LEASE Mat: 2/16/27 Cpn: 5.32% Moody's: S&P: AAA Fitch: AAA Tr Date: 4/9/24 St Date: 4/17/24	981946AB2	1,421,234.83 0.00	1,425,126.76 3,360.82	3,891.93	100.262	0.15%
3,529,897.119	HALST 2024-C A2B LEASE 144A Mat: 3/15/27 Cpn: 4.87% Moody's: S&P: AAA Fitch: AAA Tr Date: 8/20/24 St Date: 8/28/24	448984AC8	3,529,897.12 0.00	3,533,649.40 7,643.53	3,752.28	100.106	0.37%
3,707,778.996	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	3,725,593.72 10,340.59	3,718,538.97 8,272.47	(7,054.74)	100.290	0.38%
1,228,047.049	GMCAR 2024-2 A2A CAR Mat: 3/16/27 Cpn: 5.33% Moody's: Aaa S&P: AAA Fitch: Tr Date: 4/4/24 St Date: 4/10/24	379931AB4	1,227,965.88 0.00	1,229,023.35 2,727.29	1,057.47	100.080	0.13%
2,274,710.887	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	2,286,173.29 4,026.24	2,287,135.36 3,690.72	962.06	100.546	0.24%
5,918,824.772	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	5,948,818.25 16,086.20	5,948,028.25 9,494.78	(790.00)	100.493	0.61%
1,264,422.005	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	1,241,059.83 919.52	1,254,959.07 865.43	13,899.24	99.252	0.13%
8,220,718.804	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	8,225,856.75 20,734.48	8,242,470.83 11,403.96	16,614.07	100.265	0.85%
6,898,978.927	EART 2025-2A A2 CAR Mat: 6/15/27 Cpn: 4.78% Moody's: Aaa S&P: AAA Fitch: Tr Date: 4/3/25 St Date: 4/4/25	30168JAB9	6,899,787.40 7,328.25	6,903,145.91 14,656.50	3,358.51	100.060	0.71%
4,206,315.317	GMCAR 2024-3 A2A CAR Mat: 6/16/27 Cpn: 5.35% Moody's: Aaa S&P: AAA Fitch: Tr Date: 4/10/25 St Date: 4/11/25	38013KAB6	4,217,159.72 15,627.63	4,214,021.29 9,376.58	(3,138.44)	100.183	0.44%

Portfolio Positions

Currency: USD

Units	Security			Identifier	Original Principal Cost / Purchased Accrued	Principal Market Value / Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
851,308.121	ALLYA 2024-2 A2 CAR			02007NAB4	851,245.55	851,447.74	202.19	100.016	0.09%
	Mat: 7/15/27	Cpn: 4.46%			0.00	1,687.48			
	Moody's:	S&P: AAA	Fitch: AAA						
	Tr Date: 9/24/24	St Date: 9/27/24							
8,409,796.250	GALC 2023-1 A3 EQP 144A			39154TCC0	8,467,942.11	8,462,382.71	(5,559.41)	100.625	0.87%
	Mat: 7/15/27	Cpn: 5.15%			20,452.16	19,249.09			
	Moody's:	S&P: AAA	Fitch: AAA						
	Tr Date: 4/1/25	St Date: 4/2/25							
1,115,955.384	WLAKE 2023-4A A3 144A CAR 144A			96041AAG1	1,127,594.45	1,119,792.04	(7,802.41)	100.344	0.12%
	Mat: 7/15/27	Cpn: 6.24%			3,481.78	3,094.92			
	Moody's:	S&P: AAA	Fitch: AAA						
	Tr Date: 4/2/25	St Date: 4/3/25							
1,329,502.787	JDOT 2024-C A2B EQP			477911AC5	1,329,502.79	1,330,130.31	627.53	100.047	0.14%
	Mat: 8/16/27	Cpn: 4.80%			0.00	2,837.50			
	Moody's: Aaa	S&P:	Fitch: AAA						
	Tr Date: 9/10/24	St Date: 9/17/24							
4,796,479.260	SDART 2025-1 A2 CAR			80288DAB2	4,794,980.36	4,799,721.68	4,741.32	100.068	0.50%
	Mat: 8/16/27	Cpn: 4.76%			16,489.23	10,147.22			
	Moody's: Aaa	S&P:	Fitch: AAA						
	Tr Date: 4/10/25	St Date: 4/11/25							
4,656,251.846	WLAKE 2024-3A A2A CAR 144A			96043CAB6	4,654,433.00	4,662,044.22	7,611.22	100.124	0.48%
	Mat: 9/15/27	Cpn: 4.82%			18,079.19	9,974.73			
	Moody's:	S&P: AAA	Fitch: AAA						
	Tr Date: 4/11/25	St Date: 4/14/25							
5,900,000.000	BMWLT 2025-1 A2A LEASE			096912AB6	5,899,333.89	5,921,771.00	22,437.11	100.369	0.61%
	Mat: 9/27/27	Cpn: 4.43%			0.00	4,356.17			
	Moody's:	S&P: AAA	Fitch: AAA						
	Tr Date: 6/3/25	St Date: 6/10/25							
905,654.221	CARMX 2023-1 A3 CAR			14318DAC3	906,786.29	907,670.21	883.92	100.223	0.09%
	Mat: 10/15/27	Cpn: 4.75%			2,031.43	1,911.94			
	Moody's:	S&P: AAA	Fitch: AAA						
	Tr Date: 4/1/25	St Date: 4/2/25							
2,957,000.000	WOLS 2024-A A3 LEASE			981946AD8	2,982,989.26	2,986,915.97	3,926.71	101.012	0.31%
	Mat: 10/15/27	Cpn: 5.26%			10,369.21	6,912.81			
	Moody's:	S&P: AAA	Fitch: AAA						
	Tr Date: 7/8/25	St Date: 7/9/25							
1,399,261.323	DLLAA 2025-1A A2 EQP 144A			233249AB7	1,402,322.21	1,404,773.01	2,450.81	100.394	0.15%
	Mat: 10/20/27	Cpn: 4.70%			2,192.18	2,009.49			
	Moody's: Aaa	S&P:	Fitch: AAA						
	Tr Date: 4/1/25	St Date: 4/2/25							

Portfolio Positions

as of September 30, 2025

Currency: USD

Units	Security	Identifier	Original Principal Cost / Purchased Accrued	Principal Market Value / Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
1,700,000.000	VFET 2025-1A A2 EQP 144A	92887TAB7	1,699,918.74	1,704,139.50	4,220.76	100.244	0.18%
	Mat: 11/15/27 Cpn: 4.41%		0.00	3,332.00			
	Moody's: Aaa S&P: Fitch: AAA						
	Tr Date: 3/4/25 St Date: 3/12/25						
473,201.739	DRIVE 2024-2 A2 CAR	26207AAC7	473,608.40	473,554.75	(53.65)	100.075	0.05%
	Mat: 12/15/27 Cpn: 4.94%		1,103.88	1,038.94			
	Moody's: Aaa S&P: Fitch:						
	Tr Date: 4/1/25 St Date: 4/2/25						
7,863,085.985	GCAR 2025-1A A2 CAR 144A	36271KAC5	7,850,492.76	7,874,400.97	23,908.21	100.144	0.81%
	Mat: 12/15/27 Cpn: 4.68%		25,555.03	16,355.22			
	Moody's: S&P: AAA Fitch:						
	Tr Date: 4/9/25 St Date: 4/10/25						
2,130,891.639	LADAR 2025-1A A2 CAR 144A	505712AB5	2,130,818.12	2,134,151.90	3,333.78	100.153	0.22%
	Mat: 12/15/27 Cpn: 4.60%		0.00	4,356.49			
	Moody's: Aaa S&P: AAA Fitch:						
	Tr Date: 2/4/25 St Date: 2/12/25						
3,177,000.000	PILOT 2025-1A A2A LEASE 144A	73329KAB2	3,180,723.05	3,187,658.84	6,935.79	100.336	0.33%
	Mat: 12/20/27 Cpn: 4.60%		7,713.05	4,465.45			
	Moody's: S&P: AAA Fitch: AAA						
	Tr Date: 7/8/25 St Date: 7/9/25						
3,807,307.223	KCOT 2023-2A A3 EQP 144A	500945AC4	3,838,836.49	3,840,217.59	1,381.10	100.864	0.40%
	Mat: 1/18/28 Cpn: 5.28%		10,051.29	8,934.48			
	Moody's: Aaa S&P: Fitch: AAA						
	Tr Date: 7/2/25 St Date: 7/3/25						
2,420,485.600	DLLAD 2023-1A A3 EQP 144A	233258AC6	2,428,995.11	2,432,854.28	3,859.17	100.511	0.25%
	Mat: 1/20/28 Cpn: 4.79%		2,254.41	3,542.65			
	Moody's: Aaa S&P: Fitch: AAA						
	Tr Date: 8/26/25 St Date: 8/27/25						
2,887,230.671	VALET 2025-1 A2B CAR	92868MAC3	2,887,230.67	2,889,445.18	2,214.51	100.077	0.30%
	Mat: 1/20/28 Cpn: 4.83%		0.00	3,485.47			
	Moody's: Aaa S&P: Fitch: AAA						
	Tr Date: 3/18/25 St Date: 3/25/25						
3,900,000.000	BLAST 2025-3 A2 CAR	107920AB6	3,899,985.96	3,907,039.50	7,053.54	100.181	0.40%
	Mat: 2/15/28 Cpn: 4.73%		0.00	8,198.67			
	Moody's: S&P: AAA Fitch:						
	Tr Date: 7/23/25 St Date: 7/29/25						
3,160,409.002	JDOT 2023-B A3 EQP	477920AC6	3,174,729.61	3,183,783.39	9,053.78	100.740	0.33%
	Mat: 3/15/28 Cpn: 5.18%		10,913.95	7,275.96			
	Moody's: Aaa S&P: Fitch: AAA						
	Tr Date: 7/8/25 St Date: 7/9/25						

Portfolio Positions

as of September 30, 2025

Currency: USD

Units	Security			Identifier	Original Principal Cost / Purchased Accrued	Principal Market Value / Accrued Income	Gain / (Loss) from Cost	Market Price	Percent of Portfolio
7,500,000.000	PFSFC 2024-C A INS 144A			69335PFG5	7,500,000.00	7,511,557.50	11,557.50	100.154	0.78%
	Mat: 4/15/28	Cpn: 5.17%			0.00	17,240.27			
	Moody's: Aaa	S&P: AAA	Fitch:						
	Tr Date: 4/9/24	St Date: 4/17/24							
8,700,000.000	VWALT 2025-B A2A LEASE			92868BAB9	8,699,010.81	8,708,578.20	9,567.39	100.099	0.90%
	Mat: 4/20/28	Cpn: 3.97%			0.00	14,391.25			
	Moody's: Aaa	S&P: AAA	Fitch:						
	Tr Date: 9/9/25	St Date: 9/16/25							
1,000,000.000	PFSFC 2023-B A INS 144A			69335PEV3	1,006,132.81	1,006,637.00	504.19	100.664	0.10%
	Mat: 5/15/28	Cpn: 5.27%			3,806.11	2,342.22			
	Moody's: Aaa	S&P: AAA	Fitch:						
	Tr Date: 7/10/25	St Date: 7/11/25							
2,900,000.000	USCAR 2025-1A A2 CAR 144A			90367VAB5	2,899,902.85	2,910,590.80	10,687.95	100.365	0.30%
	Mat: 6/15/28	Cpn: 4.51%			0.00	5,812.89			
	Moody's: Aaa	S&P:	Fitch: AAA						
	Tr Date: 6/10/25	St Date: 6/20/25							
3,200,000.000	VFET 2025-2A A2 EQP 144A			92886CAB5	3,199,960.00	3,199,414.40	(545.60)	99.982	0.33%
	Mat: 6/15/28	Cpn: 3.96%			0.00	2,464.00			
	Moody's: Aaa	S&P:	Fitch: AAA						
	Tr Date: 9/16/25	St Date: 9/24/25							
5,900,000.000	TLEVS 2025-A A2A LEASE 144A			88162VAB6	5,899,267.22	5,907,162.60	7,895.38	100.121	0.61%
	Mat: 6/20/28	Cpn: 4.14%			0.00	1,357.00			
	Moody's: Aaa	S&P:	Fitch: AAA						
	Tr Date: 9/24/25	St Date: 9/29/25							
9,700,000.000	KCOT 2024-1A A3 EQP 144A			50117BAC4	9,829,207.03	9,839,505.40	10,298.37	101.438	1.02%
	Mat: 7/17/28	Cpn: 5.19%			16,781.00	22,374.67			
	Moody's: Aaa	S&P:	Fitch: AAA						
	Tr Date: 8/26/25	St Date: 8/27/25							
7,000,000.000	GFORT 2025-1A A2 FLOOR 144A			361886DX9	7,000,000.00	7,019,649.00	19,649.00	100.281	0.73%
	Mat: 3/15/29	Cpn: 4.97%			0.00	15,468.69			
	Moody's: Aaa	S&P:	Fitch: AAA						
	Tr Date: 3/18/25	St Date: 3/26/25							
7,275,000.000	FORDF 2024-1 A2 FLOORPLAN 144A			34528QJB1	7,275,000.00	7,296,584.93	21,584.93	100.297	0.75%
	Mat: 4/15/29	Cpn: 5.12%			0.00	16,561.39			
	Moody's: Aaa	S&P: AAA	Fitch:						
	Tr Date: 5/7/24	St Date: 5/10/24							
Total for Asset-Backed					**167,308,392.89**	**167,527,408.77**	**219,015.88**		**17.30%**
					243,287.26	**314,143.49**			
Grand Total					**960,654,312.62**	**963,778,702.22**	**3,124,389.60**		**100.00%**
					1,016,694.11	**6,243,100.36**			

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	–				4,785,356	4,785,356.480	–	–	–	.51%	4,785,356.48
CASH TOTALS							**4,785,356.480**					**4,785,356.48**
CASH & CASH EQUIVALENTS TOTALS							***4,785,356.480***					***4,785,356.48***
FIXED INCOME												
AGENCIES												
3130B3EC3	Federal Home Loan Banks	4.270	10/29/2026	10/29/2026	AA+	9,875,000	9,875,299.960	1.081	.013	4.222	1.06%	9,961,977.77
3134HAMW0	Federal Home Loan Mortgage Corp	4.270	9/23/2026	9/23/2026	AA+	20,000,000	20,001,627.460	.983	.012	4.216	2.14%	20,034,898.76
3135G07M9	Federal National Mortgage Association	4.390	11/5/2027	11/5/2027	AA+	30,000,000	30,000,717.720	2.100	.022	4.310	3.23%	30,289,409.87
3135G1AA9	Federal National Mortgage Association	4.270	11/20/2026	11/20/2026	AA+	7,000,000	7,000,000.000	1.142	.010	4.227	.75%	7,042,170.18
AGENCIES TOTALS							**66,877,645.140**					**67,328,456.58**
ASSET BACKED												
05377RDY7	Avis Budget Rental Car Funding AESOP LLC	2.020	2/20/2027	2/20/2026	Aa1	2,325,000	2,295,071.940	.222	.218	4.479	.25%	2,314,042.33
05377RFK5	Avis Budget Rental Car Funding AESOP LLC	4.620	2/20/2027	2/20/2026	Aaa	5,308,333	5,301,097.970	.222	.217	4.329	.57%	5,319,674.41
108056AC6	Bridgecrest Lending Auto Securitization Trust 2023-1	6.510	11/15/2027	10/15/2025	AAA	39,811	39,933.470	.042	.040	4.448	0%	39,960.46
10806EAB0	Bridgecrest Lending Auto Securitization Trust 2024-4	4.840	9/15/2027	1/15/2026	AAA	3,747,989	3,747,930.770	.126	.124	4.488	.40%	3,757,896.40
10806HAB3	Bridgecrest Lending Auto Securitization Trust 2025-1	4.710	9/15/2027	1/15/2026	AAA	2,591,049	2,591,002.910	.148	.145	4.613	.28%	2,597,006.05
14041NGB1	Capital One Multi-Asset Execution Trust	4.950	10/15/2027	10/15/2025	AAA	4,220,000	4,220,587.020	.042	.040	4.127	.45%	4,230,713.74
14317DAD2	CarMax Auto Owner Trust 2021-3	.740	1/15/2027	10/15/2025	Aaa	1,062,463	1,051,908.830	.042	.040	3.902	.11%	1,061,414.26
14317CAC6	CarMax Auto Owner Trust 2022-1	1.470	12/15/2026	10/15/2025	Aaa	190,121	189,263.500	.042	.040	4.516	.02%	190,003.87
14319EAC0	CarMax Auto Owner Trust 2024-2	5.650	5/17/2027	12/15/2025	AAA	490,087	491,063.690	.121	.119	4.219	.05%	492,185.61
14687AAR9	Carvana Auto Receivables Trust 2020-P1	1.320	11/9/2026	3/8/2026	AAA	2,797,026	2,761,095.520	.189	.186	3.810	.30%	2,786,464.88
233249AB7	DLLAA 2025-1 LLC	4.700	10/20/2027	2/20/2027	Aaa	4,267,747	4,267,606.650	.673	.648	4.188	.46%	4,289,302.63
29374MAB4	Enterprise Fleet Financing 2024-4 LLC	4.690	7/20/2027	11/20/2026	AAA	9,314,743	9,314,144.430	.612	.590	4.150	1.00%	9,360,282.44
345279AD5	Ford Credit Auto Lease Trust 2024-B	4.990	12/15/2027	12/15/2026	Aaa	5,366,000	5,398,173.110	.803	.771	4.042	.58%	5,419,389.98
379965AD8	GM Financial Automobile Leasing Trust 2025-3	4.170	8/21/2028	11/20/2027	AAA	10,495,000	10,505,766.800	1.758	1.665	3.981	1.12%	10,547,717.09
36268GAB1	GM Financial Consumer Automobile Receivables Trust 2024-1	5.120	2/16/2027	10/16/2025	Aaa	5,047	5,044.490	.044	.043	4.194	0%	5,060.09
361886CR3	GMF Floorplan Owner Revolving Trust	5.340	6/15/2028	6/15/2026	Aaa	650,000	654,175.340	.708	.681	4.145	.07%	657,114.93
39154TCC0	GreatAmerica Leasing Receivables Funding LLC Series 2023-1	5.150	7/15/2027	10/15/2026	AAA	3,990,250	4,002,311.410	.483	.467	3.924	.43%	4,023,266.66
44935GAD4	Hyundai Auto Lease Securitization Trust 2025-C	4.360	7/17/2028	12/15/2027	AAA	5,957,000	5,983,988.350	1.906	1.797	4.034	.64%	6,007,798.18
58770JAD6	Mercedes-Benz Auto Lease Trust 2024-A	5.320	1/18/2028	2/15/2027	Aaa	6,972,000	7,061,468.400	.992	.948	4.042	.75%	7,077,135.28
69433BAB3	PEAC Solutions Receivables 2024-1 LLC	5.790	6/21/2027	11/20/2026	AAA	4,366,512	4,366,333.620	.577	.555	4.284	.47%	4,412,403.93
74113UAA0	Prestige Auto Receivables Trust 2025-1	4.668	4/15/2026	10/15/2025	AAA	135,464	135,463.870	.042	.040	4.487	.01%	135,754.62
802919AB6	Santander Drive Auto Receivables Trust 2024-4	5.410	7/15/2027	10/15/2025	Aaa	166,113	166,109.460	.042	.040	4.340	.02%	166,586.04

MetLife Investment Management

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)												
858933AB0	Stellantis Financial Underwritten Enhanced Lease Trust 2025-B	4.310	5/22/2028	4/20/2027	AAA	7,250,000	7,249,668.190	1.066	1.021	3.956	.78%	7,288,634.85
88162VAB6	Tesla Lease Electric Vehicle Securitization 2025-A LLC	4.550	6/20/2028	6/20/2027	Aaa	9,835,000	9,833,779.730	1.097	1.052	4.101	1.05%	9,844,964.82
89240NAB8	Toyota Lease Owner Trust 2025-B	3.910	5/22/2028	8/20/2027	Aaa	9,250,000	9,249,362.760	1.274	1.218	3.974	.99%	9,260,440.99
92868BAB9	Volkswagen Auto Lease Trust 2025-B	3.970	4/20/2028	5/20/2027	Aaa	6,500,000	6,499,274.650	1.136	1.088	3.945	.69%	6,514,851.63
92886CAB5	Volvo Financial Equipment LLC Series 2025-2	3.960	6/15/2028	12/15/2027	Aaa	9,450,000	9,449,874.510	1.581	1.505	3.994	1.01%	9,457,151.01
ASSET BACKED TOTALS							**116,831,501.390**					**117,257,217.18**
CASH												
07260AX93	Bay Square Funding LLC	0.000	10/9/2025	10/9/2025	A-1	25,000,000	24,976,441.870	.025	.024	4.236	2.66%	24,973,550.00
08465RXE6	BERKSHIRE HATHAWAY ENERGY CO 4-2a 20251014	0.000	10/14/2025	10/14/2025	P-2	25,000,000	24,962,133.950	.039	.038	4.237	2.66%	24,958,875.00
28249KX77	EI DU PONT DE NEMOURS CO 4-2 20251007	0.000	10/7/2025	10/7/2025	A-2	25,000,000	24,981,412.610	.019	.019	4.313	2.66%	24,979,050.00
30229AX79	EXXON MOBIL CORPORATION 3-a-3 20251007	0.000	10/7/2025	10/7/2025	P-1	25,000,000	24,983,121.200	.019	.019	4.092	2.66%	24,980,125.00
30607JXE7	Falcon Asset Funding LLC	0.000	10/14/2025	10/14/2025	P-1	25,000,000	24,961,808.720	.039	.038	4.237	2.66%	24,958,875.00
46640PXQ1	JP MORGAN SECURITIES LLC 3-a-3 20251024	0.000	10/24/2025	10/24/2025	A-1+	10,000,000	9,973,449.400	.067	.064	4.260	1.06%	9,971,680.00
4820P2XG5	Jupiter Securitization Co LLC	0.000	10/16/2025	10/16/2025	A-1+	25,000,000	24,956,705.950	.044	.043	4.238	2.66%	24,953,000.00
52953AXG5	Lexington Parker Capital Co LLC	0.000	10/16/2025	10/16/2025	A-1	25,000,000	24,956,293.120	.044	.043	4.290	2.66%	24,952,425.00
70109LX76	Parker-Hannifin Corp	0.000	10/7/2025	10/7/2025	A-2	25,000,000	24,982,571.240	.019	.019	4.313	2.66%	24,979,050.00
BME7H8W26_2 0251	TRI-PARTY CREDIT AGRICOLE CIB 20251001 4.19 MAT-00000651	4.190	10/1/2025	10/1/2025	F1	57,000,000	57,000,000.000	.003	.003	4.190	6.08%	57,006,634.17
912797QF7	United States Treasury Bill	0.000	10/16/2025	10/16/2025	A-1+	15,000,000	14,974,687.500	.042	.040	4.117	1.60%	14,974,662.45
CASH TOTALS							**281,708,625.560**					**281,687,926.62**
CMBS												
3136AR5S3	Fannie Mae-Aces	2.469	4/25/2026	4/25/2026	AA+	13,619,635	13,555,256.100	.483	.469	4.186	1.44%	13,516,011.66
3137F1G44	Freddie Mac Multifamily Structured Pass Through Certificates	3.243	4/25/2027	4/25/2027	AAA	11,500,000	11,342,426.320	1.356	1.302	3.915	1.22%	11,409,199.45
3137FCJK1	Freddie Mac Multifamily Structured Pass Through Certificates	3.303	11/25/2027	11/25/2027	AA+	5,210,000	5,122,877.260	1.951	1.857	3.895	.55%	5,158,084.44
3137FBAB2	Freddie Mac Multifamily Structured Pass Through Certificates	3.038	8/25/2027	8/25/2027	AA+	394,305	389,697.410	.956	.920	3.897	.04%	391,462.67
3137BMTX4	Freddie Mac Multifamily Structured Pass Through Certificates	3.151	11/25/2025	10/25/2025	AA+	1,982,354	1,981,792.800	.069	.067	4.851	.21%	1,981,059.31
30316AAE3	FRESB 2020-SB77 Mortgage Trust	.930	6/25/2027	6/25/2027	Agency	1,249,499	1,201,567.330	1.553	1.512	3.942	.13%	1,193,687.76
CMBS TOTALS							**33,593,617.220**					**33,649,505.29**
CMOS												
3137F2LJ3	Freddie Mac Multifamily Structured Pass Through Certificates	3.117	6/25/2027	5/25/2027	AA+	11,500,000	11,314,321.070	1.485	1.425	3.911	1.21%	11,379,647.90
CMOS TOTALS							**11,314,321.070**					**11,379,647.90**
CORPORATES												
00287YDR7	AbbVie Inc	4.800	3/15/2027	3/15/2027	A3	15,541,000	15,726,455.590	1.375	1.328	3.944	1.68%	15,750,620.63
02665WFR7	American Honda Finance Corp	5.153	5/11/2026	5/11/2026	A3	10,855,000	10,855,000.000	.614	.016	4.461	1.17%	10,951,707.29

MetLife Investment Management

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)												
03765HAB7	Apollo Management Holdings LP	4.400	5/27/2026	5/27/2026	A	4,877,000	4,861,240.890	.658	.465	4.543	.53%	4,946,188.95
06051GLV9	Bank of America Corp	5.933	9/15/2027	9/15/2027	A1	15,000,000	15,248,261.730	.958	.933	4.148	1.63%	15,288,225.28
06405LAF8	Bank of New York Mellon/The	4.587	4/20/2027	4/20/2026	Aa2	16,890,000	16,890,000.000	.556	.532	4.034	1.84%	17,282,590.82
05565ECT0	BMW US Capital LLC	5.263	8/13/2027	8/13/2027	A2	15,000,000	15,064,619.050	1.872	.016	4.822	1.62%	15,192,269.17
808513BR5	Charles Schwab Corp/The	1.150	5/13/2026	5/13/2026	A2	12,000,000	11,746,004.600	.619	.602	4.024	1.26%	11,843,876.68
17325FBH0	Citibank NA	5.050	8/6/2026	8/6/2026	A+	5,685,000	5,685,000.000	.772	.005	4.484	.61%	5,754,838.56
209111GL1	Consolidated Edison Co of New York Inc	4.876	11/18/2027	11/18/2027	A-	9,610,000	9,610,000.000	2.136	.015	4.639	1.03%	9,685,495.94
3134HBXX4	Federal Home Loan Mortgage Corp	4.500	7/9/2027	7/9/2027	AA+	12,850,000	12,850,000.000	.025	.024	4.092	1.38%	12,982,888.66
38141GZR8	Goldman Sachs Group Inc/The	3.615	3/15/2028	3/15/2027	A2	10,000,000	9,867,628.220	1.458	1.404	4.149	1.06%	9,941,067.97
38141GXM1	Goldman Sachs Group Inc/The	1.093	12/9/2026	12/9/2025	A2	5,890,000	5,759,519.680	.192	.188	4.374	.63%	5,873,130.48
44891ADY0	Hyundai Capital America	5.260	6/23/2027	6/23/2027	A-	10,230,000	10,230,000.000	1.733	.015	4.915	1.10%	10,310,708.89
46647PEA0	JPMorgan Chase & Co	5.040	1/23/2028	1/24/2028	A1	15,000,000	15,106,909.290	1.314	1.259	4.139	1.63%	15,312,928.20
233851EC4	Mercedes-Benz Finance North America LLC	1.450	3/2/2026	3/2/2026	A2	6,000,000	5,926,015.810	.422	.411	4.068	.63%	5,941,686.45
61747YEK7	Morgan Stanley	2.475	1/21/2028	1/21/2027	A1	15,000,000	14,591,676.240	1.308	1.269	4.157	1.57%	14,753,733.75
64952WFB4	New York Life Global Funding	4.700	4/2/2026	4/2/2026	AA+	11,863,000	11,887,800.850	.506	.483	4.229	1.30%	12,167,864.92
66815L2A6	Northwestern Mutual Global Funding	.800	1/14/2026	1/14/2026	AA+	9,404,000	9,296,647.630	.289	.285	4.201	.99%	9,328,605.23
6944PL3D9	Pacific Life Global Funding II	4.799	12/20/2027	12/20/2027	AA-	10,000,000	10,000,263.890	2.225	.015	4.694	1.07%	10,029,906.12
857477CQ4	State Street Corp	4.987	10/22/2027	10/22/2027	Aa3	3,905,000	3,905,000.000	1.983	.007	4.678	.42%	3,958,532.58
89236TMR3	Toyota Motor Credit Corp	4.789	4/10/2026	4/10/2026	A+	1,000,000	1,000,000.000	.528	.005	4.410	.11%	1,013,246.85
89236TME2	Toyota Motor Credit Corp	4.804	5/15/2026	5/15/2026	A+	12,815,000	12,815,000.000	.628	.009	4.422	1.38%	12,926,829.87
89788JAE9	Truist Bank	4.671	5/20/2027	5/20/2026	A	12,740,000	12,740,000.000	.639	.613	4.319	1.38%	12,983,902.46
91159HJH4	US Bancorp	5.727	10/21/2026	10/21/2026	A	15,000,000	15,033,443.050	1.058	.998	5.657	1.64%	15,391,879.40
927804FU3	Virginia Electric and Power Co	3.150	1/15/2026	1/15/2026	A3	16,435,000	16,368,687.520	.292	.287	4.245	1.76%	16,491,146.73
95000U2V4	Wells Fargo & Co	3.526	3/24/2028	3/24/2027	A1	15,000,000	14,786,697.300	1.483	1.429	4.152	1.59%	14,876,413.97
CORPORATES TOTALS							**287,851,871.340**					**290,980,285.85**
MORTGAGES												
31418B2C9	Fannie Mae Pool	3.000	3/1/2026	2/25/2026	AA+	17,078	17,070.190	.200	.196	4.534	0%	17,035.78
31417AW96	Fannie Mae Pool	2.500	1/1/2027	11/25/2026	AA+	132,521	131,520.910	.539	.523	4.338	.01%	131,313.53
MORTGAGES TOTALS							**148,591.100**					**148,349.31**
MUNICIPALS												
79766DXU8	San Francisco City & County Airport Comm-San Francisco International Airport	4.450	11/1/2025	11/3/2025	A+	3,310,000	3,310,000.000	.086	.091	3.995	.36%	3,372,456.79
MUNICIPALS TOTALS							**3,310,000.000**					**3,372,456.79**
US TREASURIES												
91282CLT6	United States Treasury Floating Rate Note	4.103	10/31/2026	11/2/2026	AA+	45,000,000	45,042,303.170	1.086	.010	4.253	4.83%	45,329,178.98
91282CJU6	United States Treasury Floating Rate Note	4.143	1/31/2026	2/2/2026	AA+	45,000,000	45,027,376.040	.336	.003	4.347	4.83%	45,336,227.28

MetLife Investment Management

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)												
US TREASURIES (Continued)												
91282CGA3	United States Treasury Note/Bond	4.000	12/15/2025	12/15/2025	AA+	36,000,000	35,962,168.570	.208	.204	3.940	3.88%	36,425,972.83
US TREASURIES TOTALS							**126,031,847.780**					**127,091,379.09**
FIXED INCOME TOTALS							***927,668,020.600***					***932,895,224.61***
PORTFOLIO TOTALS							***932,453,377.080***					***937,680,581.09***

Economic and Market Update

Data as of August 31, 2025

Commentary

Stock and bond markets finished August in positive territory given resilient corporate health and expectations that the Fed would soon resume cutting interest rates due to stable inflation and rising unemployment.

→ US stocks delivered a broad-based rally in August, as the Russell 3000 returned 2.3% for the month with value and small cap leading the way.

→ Non-US developed stocks beat US stocks with the MSCI EAFE returning 4.3% in August and 22.8% year-to-date. However, about half of this year's gains come from a weakening US dollar with the MSCI EAFE local currency index returning only 11.6%.

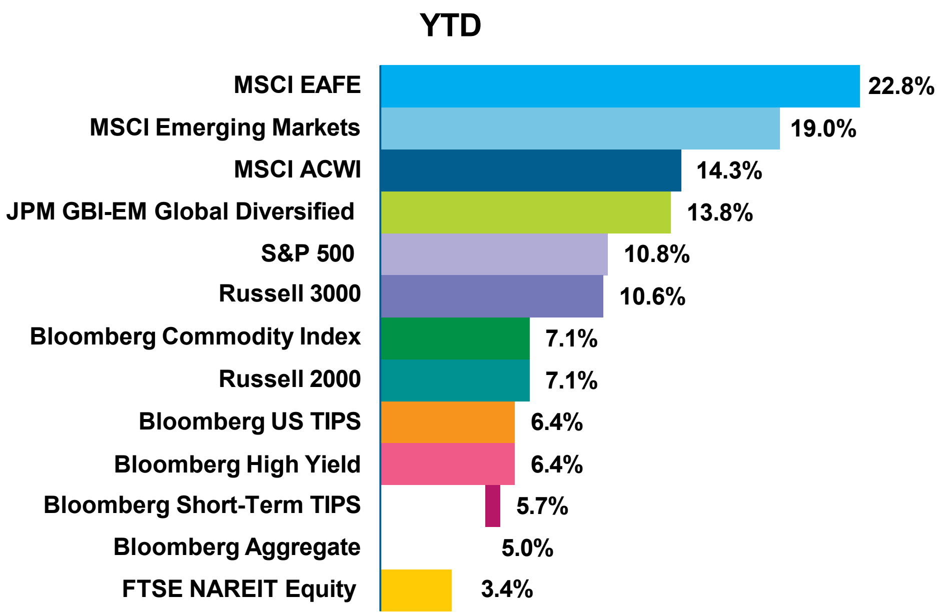
→ Emerging market equities (MSCI Emerging Markets) returned 1.3% largely supported by Chinese stocks (MSCI China: 4.9%) benefiting from considerable policy support and another 90-day pause on tariffs.

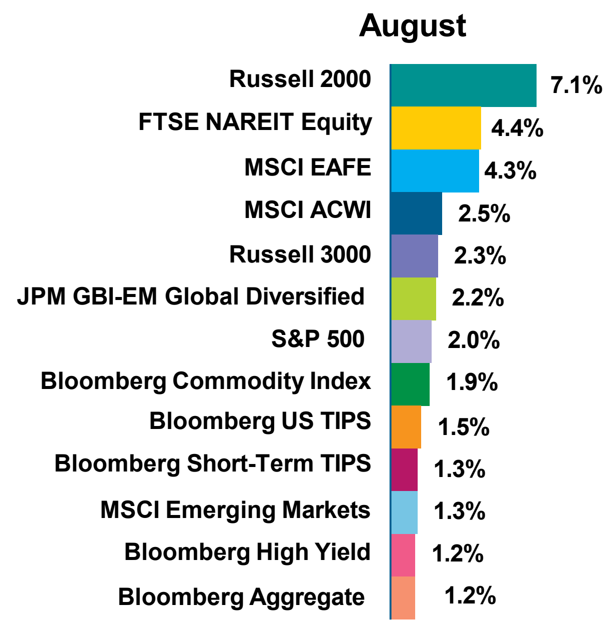
→ Bond markets were helped from both cooling inflation pressures and dovish central banks with the Bloomberg Universal Index returning 1.2% in August and 5.2% year-to-date. In the US bond market, TIPS and short TIPS outperformed the Bloomberg Aggregate Index.

→ Chair Powell's comments from Jackson Hole buoyed market expectations for more rate cuts this year. In addition to continued public pressure on Chair Powell, the Administration also signaled that it would investigate FOMC member Lisa Cook adding to market concerns about future Fed independence.

→ Key questions going forward include how will the Fed manage interest rates given competing pressures on its dual mandate of inflation and employment, will tariff pressures eventually show up in inflation, can earnings growth remain resilient in the US, will the recent rotation into small cap/value stocks continue, and how will China's economy and relations with the US track.

Index Returns[1]





→ All asset classes were up in August adding to year-to-date gains given anticipation of lower rates in the US, contained inflation, and continued strength in corporate earnings. Small cap US stocks led the way particularly benefiting from lower rate expectations as well as a resilient US economy and lower valuations relative to some of the large cap technology companies.

→ For the year through August, international assets continue to lead the way, particularly benefiting from the weaker US dollar.

[1] Source: Bloomberg. Data is as of August 31, 2025.

Domestic Equity Returns[1]

Domestic Equity	August (%)	QTD (%)	YTD (%)	1 YR (%)	3 YR (%)	5 YR (%)	10 YR (%)
S&P 500	2.0	4.3	10.8	15.9	19.6	14.7	14.6
Russell 3000	2.3	4.6	10.6	15.8	18.8	14.1	14.0
Russell 1000	2.1	4.4	10.8	16.2	19.3	14.3	14.3
Russell 1000 Growth	1.1	4.9	11.3	22.6	25.1	15.2	17.9
Russell 1000 Value	3.2	3.8	10.0	9.3	12.9	13.0	10.2
Russell MidCap	2.5	4.4	9.4	12.6	13.6	12.0	10.9
Russell MidCap Growth	1.0	3.1	13.1	26.4	19.4	11.0	13.0
Russell MidCap Value	3.0	4.8	8.1	8.2	11.2	12.8	9.4
Russell 2000	7.1	9.0	7.1	8.2	10.3	10.1	8.9
Russell 2000 Growth	5.9	7.7	7.2	10.5	11.6	7.1	8.7
Russell 2000 Value	8.5	10.4	6.9	5.8	8.8	13.0	8.6

US Equities: The Russell 3000 index returned +2.3% in August and +10.6% year-to-date.

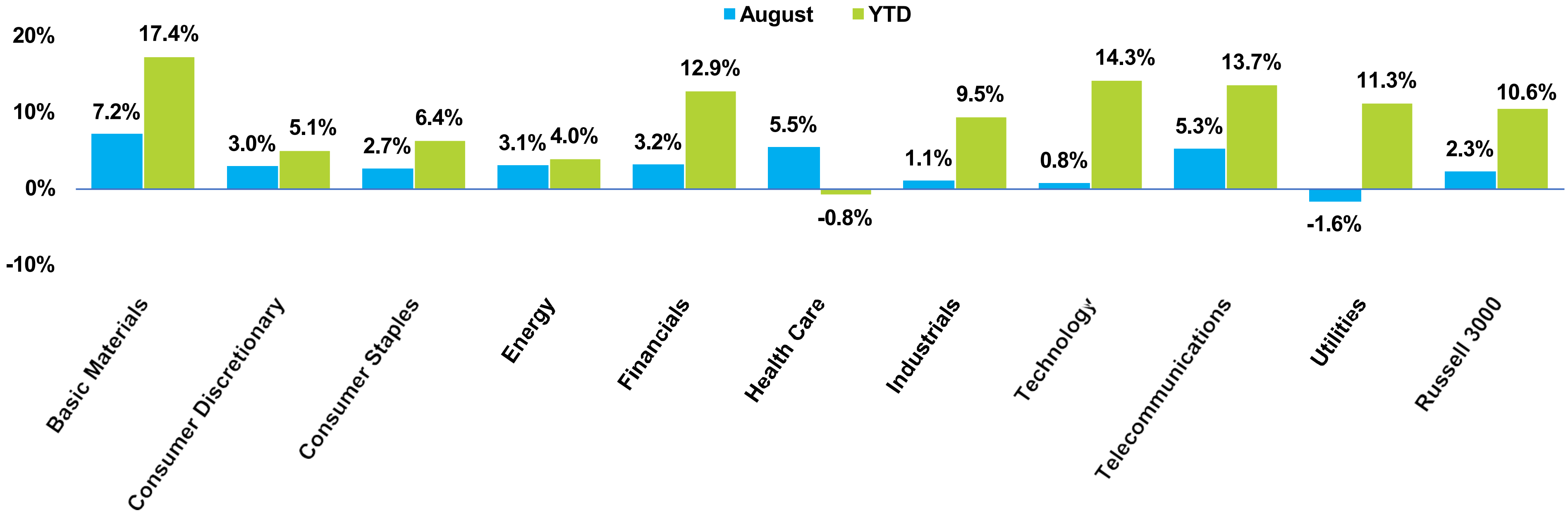
→ US stocks increased in August as soft July jobs numbers and as expected inflation reports set the stage for an interest rate cut by the Federal Reserve at its next meeting. Also, second quarter corporate earnings continued to come in stronger than expected, further fueling the equity markets.

→ Small cap stocks, as represented by the Russell 2000 Index, significantly outperformed larger cap stocks, rising over 7% during August. The small cap index was driven higher by financials, and specifically banks, which stand to benefit from the expected interest rate cuts.

→ Value stocks outperformed growth stocks across the market capitalization spectrum, countering the YTD and one-year trends. The expectation of lower rates along with relatively cheaper valuations and forecasts for a resilient economy may have also contributed to the rotation in August.

[1] Source: Bloomberg. Data is as of August 31, 2025.

Russell 3000 Sector Returns[1]



→ Materials led all sectors in August and moved into the lead for the year over technology. Rising commodity prices, progress toward trade agreements, and a pickup in manufacturing activity all contributed to the strong gains in the sector. Healthcare was the next best sector in August. UnitedHealth's stock appreciated 24% during the month after it was reported that Warren Buffett's Berkshire Hathaway had acquired a substantial number of shares.

→ Utilities, which have benefitted from the AI boom, lagged during August given the rotation into some of the more cyclical sectors and due to their strong recent run.

[1] Source: Bloomberg. Data is as of August 31, 2025.

Foreign Equity Returns[1]

Foreign Equity	August (%)	QTD (%)	YTD (%)	1 YR (%)	3 YR (%)	5 YR (%)	10 YR (%)
MSCI ACWI Ex US	3.5	3.2	21.6	15.4	15.2	8.9	7.3
MSCI EAFE	4.3	2.8	22.8	13.9	17.1	10.1	7.4
MSCI EAFE (Local Currency)	2.1	3.5	11.6	10.5	13.7	11.9	7.9
MSCI EAFE Small Cap	4.6	4.5	26.4	18.8	14.3	8.0	7.4
MSCI Emerging Markets	1.3	3.3	19.0	16.8	10.8	5.2	6.9
MSCI Emerging Markets (Local Currency)	1.4	4.8	16.1	17.1	11.7	6.8	8.2
MSCI EM ex China	-0.2	0.6	15.2	7.2	11.5	9.7	7.8
MSCI China	4.9	10.0	29.0	47.6	9.9	-2.0	5.6

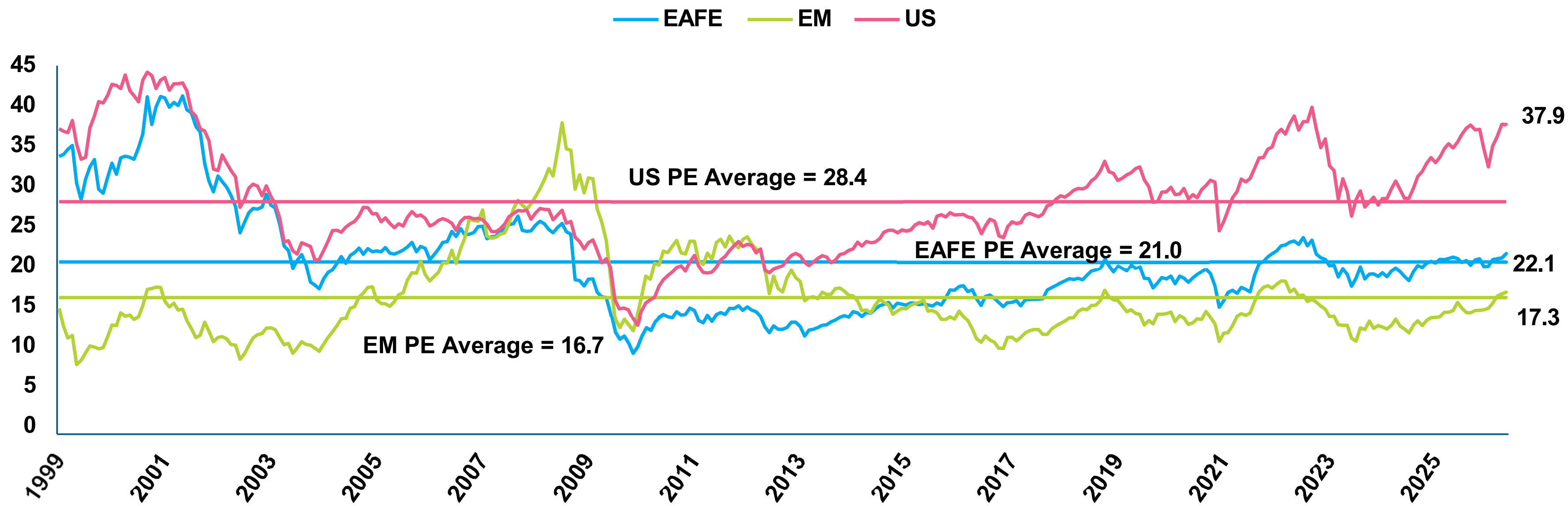
Foreign Equity: Developed international equities (MSCI EAFE) returned 4.3% in August and 22.8% year-to-date, and the emerging markets index rose 1.3% in August and 19.0% year-to-date.

→ Developed market equities outpaced US equities in August largely due to continued US dollar weakness. Eurozone shares rose, benefitting from a late July US tariff agreement. The UK saw slight gains with the BoE cutting rates in a close decision despite an increase in inflation. Japan was the top performer among developed markets, benefitting from a July US trade deal, a rebound in GDP, and earnings resilience.

→ Emerging markets rose in August but lagged developed peers, with China driving the gains benefiting significantly from another 90-day US trade truce extension. Latin America saw some of the strongest performance globally, with local currency strength and improving inflation data driving returns. Korea underperformed following a set of tax reforms, and India suffered in the face of a new 50% US tariff.

[1] Source: Bloomberg. Data is as of August 31, 2025.

Equity Cyclically Adjusted P/E Ratios[1]



→ After a considerable pullback in April, US stock valuations increased and finished the month of August at 37.9, well above their long-run cyclically adjusted P/E average of 28.4.

→ Non-US developed stocks have performed very well this year and their valuations remain slightly above their long-run P/E ratio of 21.0.

→ Emerging market stocks continued to rally this year and are now trading at valuations slightly above their long-run average.

[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 August 2025. 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.

Fixed Income Returns[1]

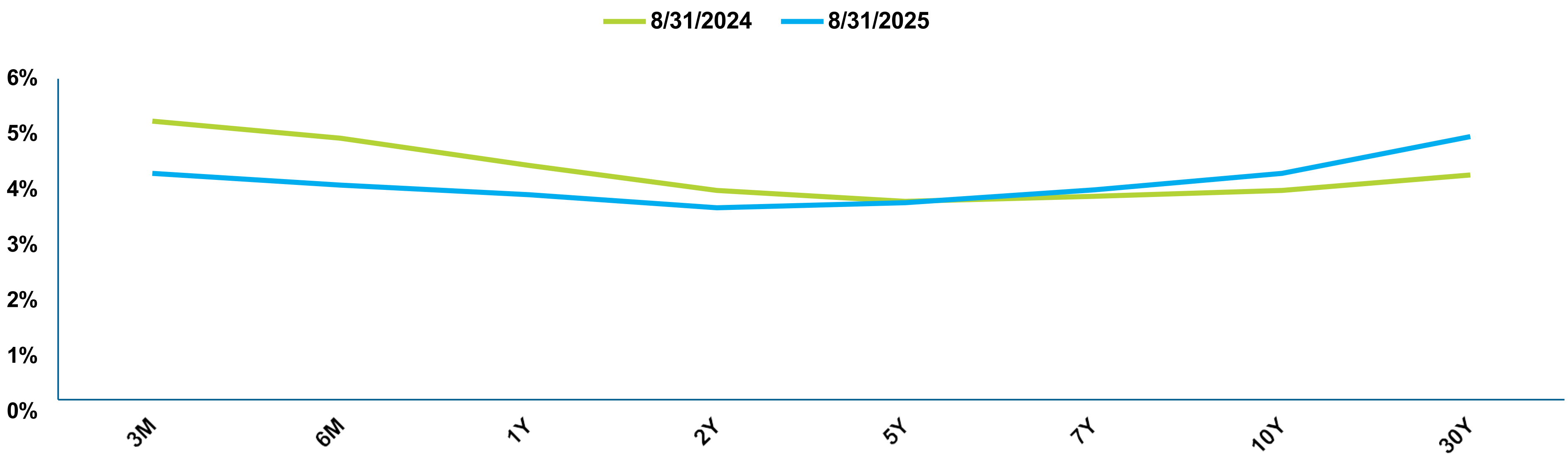
Fixed Income	August (%)	QTD (%)	YTD (%)	1 YR (%)	3 YR (%)	5 YR (%)	10 YR (%)	Current Yield (%)	Duration (Years)
Bloomberg Universal	1.2	1.1	5.2	3.7	3.7	-0.2	2.2	4.6	5.8
Bloomberg Aggregate	1.2	0.9	5.0	3.1	3.0	-0.7	1.8	4.4	6.0
Bloomberg US TIPS	1.5	1.7	6.4	4.9	2.4	1.3	2.9	4.1	6.6
Bloomberg Short-term TIPS	1.3	1.6	5.7	6.7	4.4	3.7	3.1	3.8	2.5
Bloomberg US Long Treasury	0.3	-0.6	2.5	-4.5	-3.3	-8.3	-0.3	4.9	14.6
Bloomberg High Yield	1.2	1.7	6.4	8.3	9.3	5.2	5.8	6.7	3.1
JPM GBI-EM Global Diversified (USD)	2.2	1.4	13.8	9.5	8.9	1.6	3.1	--	--

Fixed Income: The Bloomberg Universal index rose 1.2% in August, returning 5.2% year-to-date.

- → The US yield curve shifted lower on expected monetary policy easing in the coming quarters and strong risk appetite by investors provided positive performance for credit indexes.
- → In this environment the broad US bond market (Bloomberg Aggregate) returned 1.2%. Short (+1.3%) and longer dated (+1.5%) Treasury Inflation-Protected Securities (“TIPS”) also provided positive performance as inflation risks remained elevated.
- → Positive risk sentiment supported high yield (+1.2%) and emerging market debt (+2.2%). Year-to-date performance in emerging markets solidly exceeded other indices, with the depreciation of the US dollar being a key driver.

[1] Source: Bloomberg. Data is as of August 31, 2025. 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.

US Yield Curve[1]

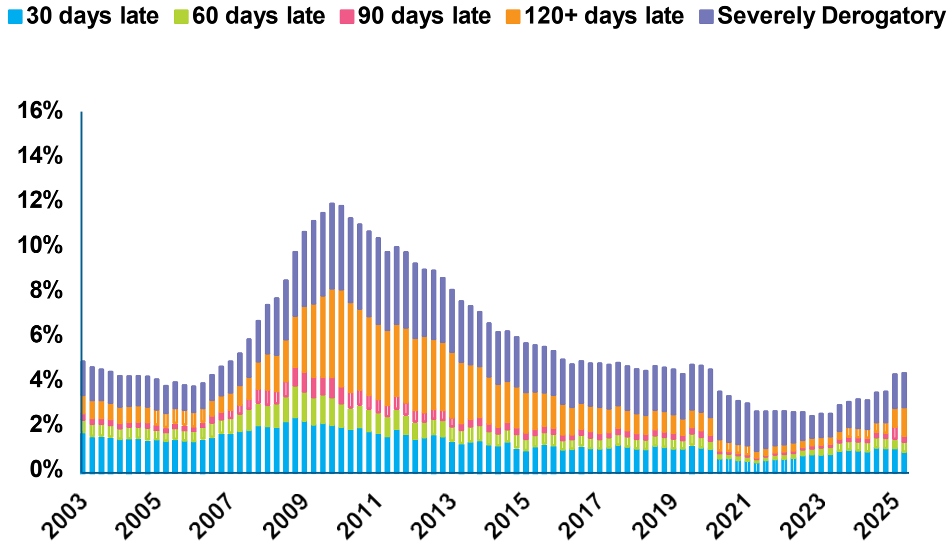


- → Market participants continue to focus on fiscal concerns related to a growing US government debt load, ongoing inflation-related uncertainty, and the large interest rate expense on servicing the national debt.
- → The policy sensitive 2-year nominal Treasury yield was volatile, falling from 3.9% to 3.6% in August on growing expectations for the Fed to resume cutting rates.
- → The 10-year nominal Treasury yield was also volatile and declined from 4.4% to 4.2% for the month, while the 30-year nominal Treasury held steady at 4.9%.
- → The dynamic of a larger relative decline in short-term rates led to the yield curve continuing to steepen with the difference in yield between a 2-year Treasury and 10-year Treasury increasing close to 0.2% over the month.

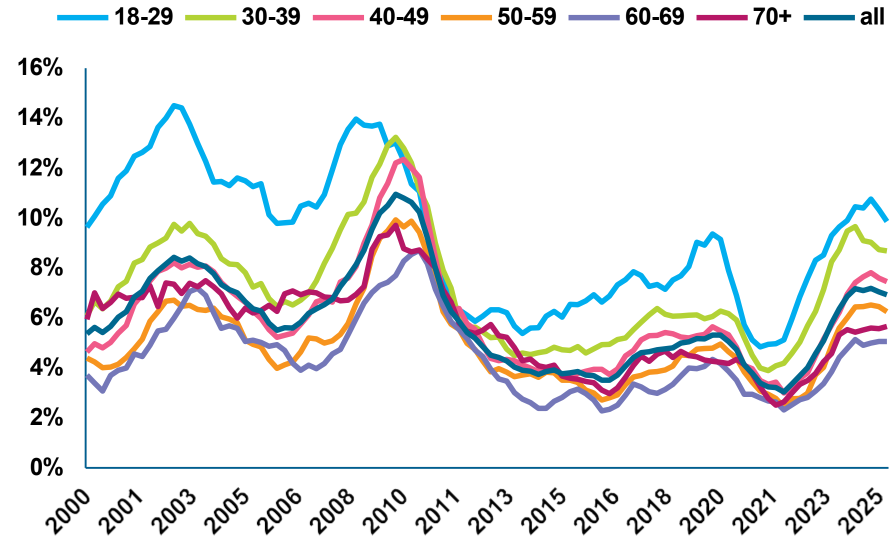
[1] Source: Bloomberg. Data is as of August 31, 2025. The August 2024 Treasury yields are shown as a reference before the first interest rate cut.

Stress is Building Among US Consumers

Total Balance by Delinquency Status[1]



Transition into Serious Delinquency for Credit Cards by Age[2]



→ Signs of stress on the US consumer have started to emerge, with persistently higher prices and interest rates.

→ After falling to historic lows during the pandemic, loan delinquencies recently started to increase.

→ Parts of the credit card market, particularly for younger cohorts, have begun to show stress as most borrowers are subject to variable and higher borrowing costs. Total delinquencies remain below pre-pandemic levels, though.

→ The restarting of student loan payments and reporting for those in default could add pressures to consumers going forward, as well as signs of growing weakness in the labor market.

[1] Source: New York Federal Reserve, Quarterly Household Debt and Credit Report, February 2025. See also FRED. Data is as of June 30, 2025.
[2] Source: New York Federal Reserve, Quarterly Household Debt and Credit Report, February 2025. See also FRED. Data is as of June 30, 2025.

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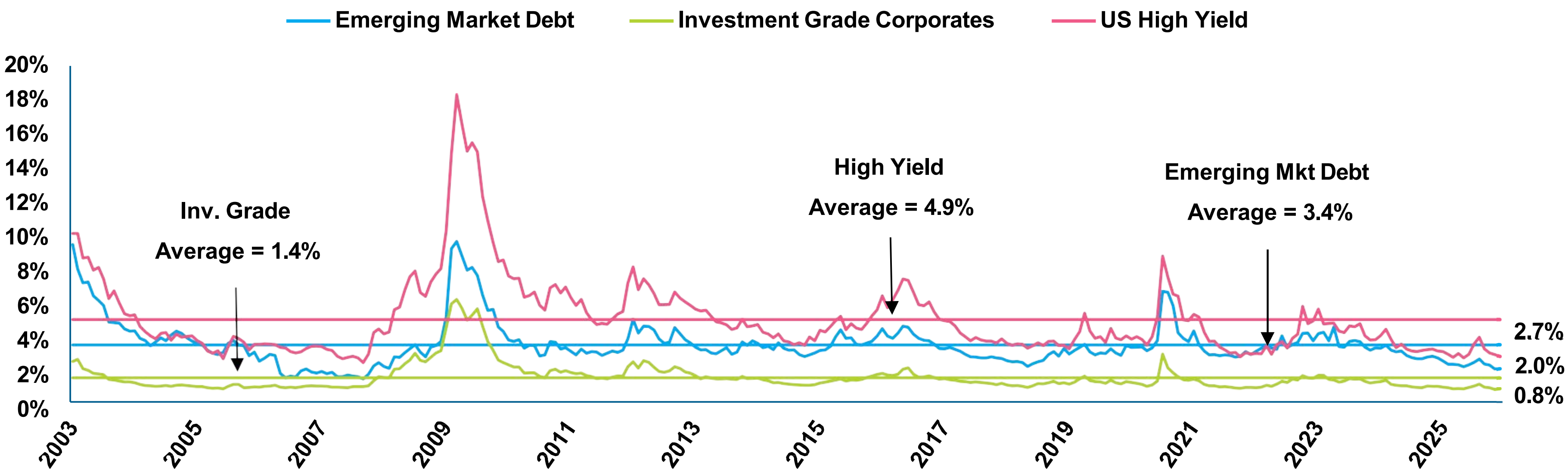
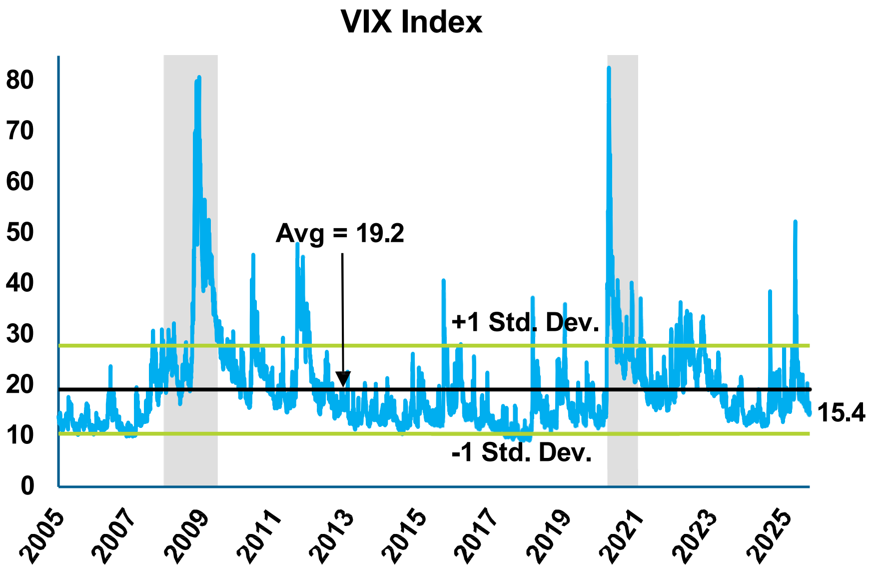
Credit Spreads vs. US Treasury Bonds[1]

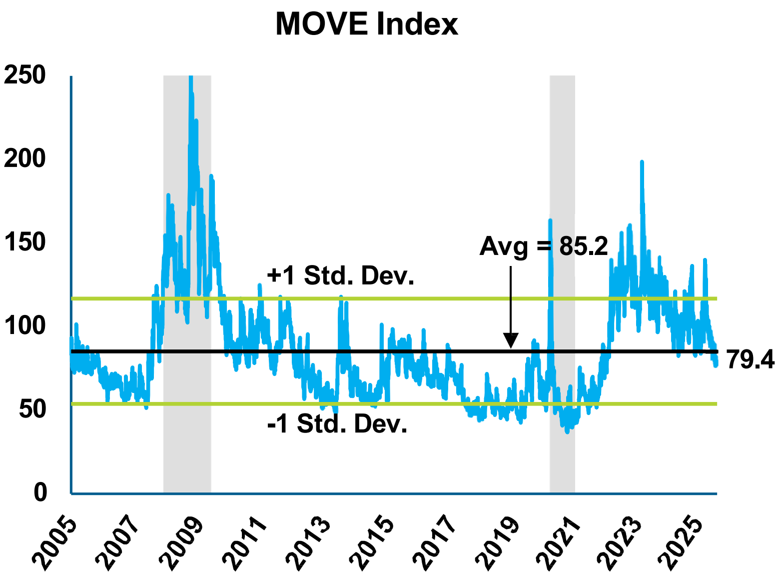


- → Despite ongoing uncertainty about the impact of tariffs and fiscal policy, credit spreads remain tight, helped by a resilient US economy, strong corporate balance sheets/low default rates, and investor demand for yield.
- → Investment grade spreads (the difference in yield from a comparable Treasury) spiked in the risk-off environment in April but have since fallen to under 1.0%.
- → High yield spreads fell from 2.8% to 2.7% in August. At the peak of uncertainty in April, they crossed above 4.5%. Emerging market spreads held steady at 2.0% in August.
- → All yield spreads remained below their respective long-run averages, especially high yield (2.7% versus 4.9%).

[1] Source: Bloomberg. Data is as of August 31, 2025. 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 Volatility[1]





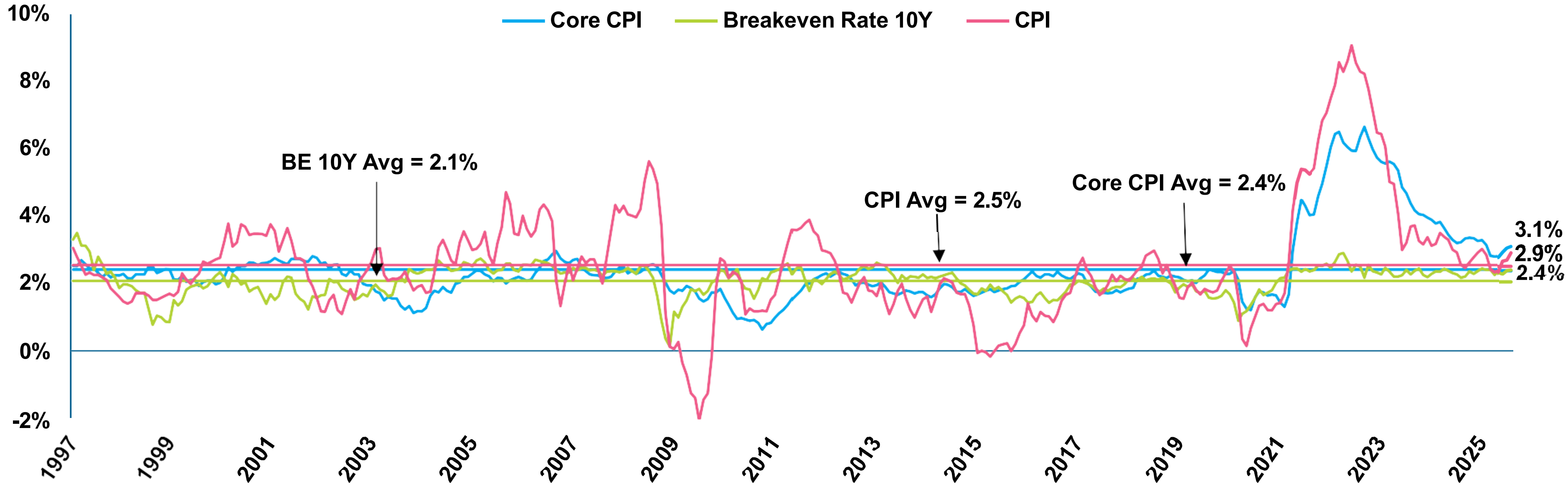
→ Volatility spiked in April after the "Liberation Day" tariff announcement but has since declined to below long-run averages.

→ Resilient earnings data, despite tariffs, and expectations for the Fed to cut rates, has kept equity market volatility (VIX) relatively low.

→ Despite fiscal policy uncertainty and debt concerns the MOVE index has largely declined as confidence has increased in the Fed cutting rates.

[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 August 31, 2025. The average line indicated is the average of the VIX and MOVE values between January 2005 and August 2025.

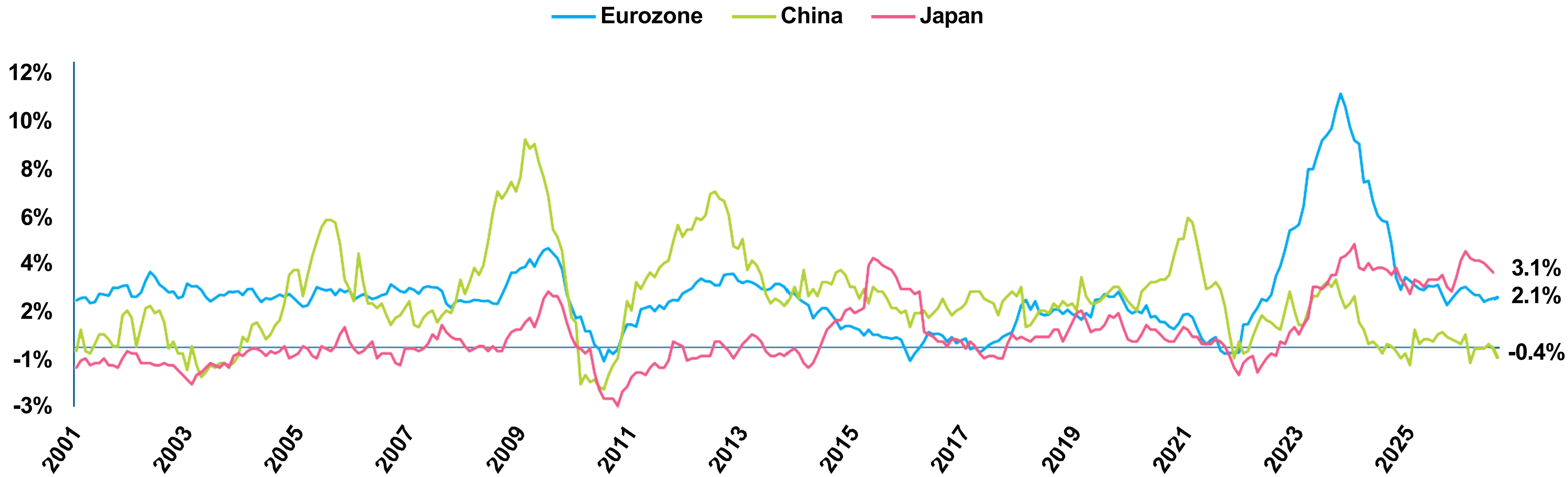
US Ten-Year Breakeven Inflation and CPI[1]



- → Inflation has been slow to return to the Fed's 2% average target, accelerating in August. Headline inflation rose 0.4% for the month and 2.9% year-on-year (up from 2.7%); shelter prices gaining 0.4% in August was the primary factor in the monthly increase. The pace of monthly increases in food (0.0% to +0.5%) and energy prices (-1.1% to +0.7%) both rose for the month.
- → Core inflation remains elevated and above target, rising 0.3% month-on-month and 3.1% year-on-year (the same rates as in July). There were some signs of tariff impacts with core goods prices increasing in areas like apparel and furniture/home goods.
- → Longer-dated inflation expectations (breakevens) remained steady over the month at 2.4%, while shorter-dated inflation swap pricing and survey-based measures suggest continued upside risk to prices.

[1] Source: FRED. Data is as of August 2025. The CPI and 10 Year Breakeven average lines denote the average values from February 1997 to the present month-end, respectively. Breakeven values represent month-end values for comparative purposes.

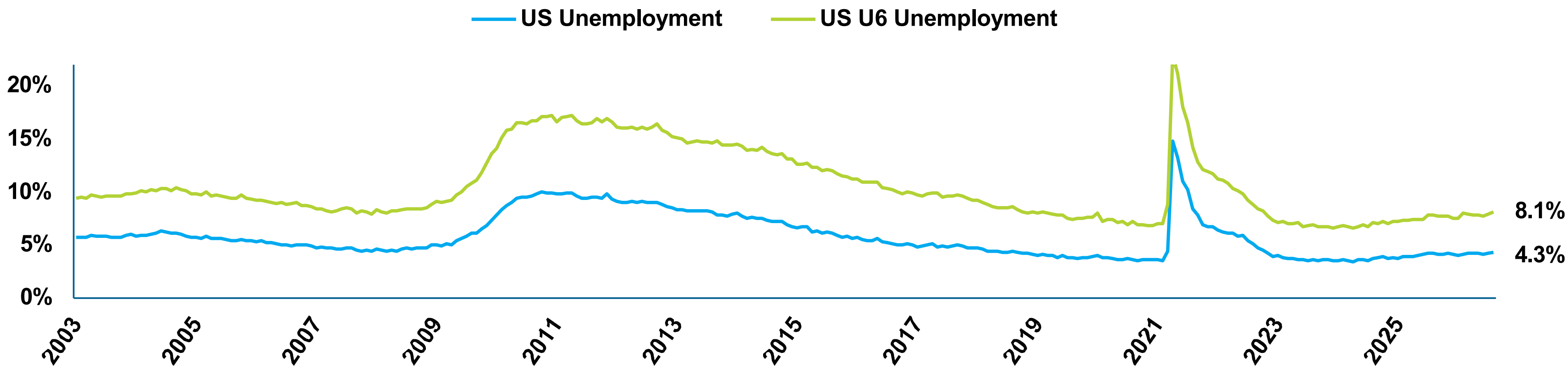
Global Inflation (CPI Trailing Twelve Months)[1]



- → Inflation in the eurozone reaccelerated slightly to 2.1% in August with service costs driving the rise in inflation; the ECB held rates steady at 2.0% in early September.
- → In Japan, inflation has been above the 2% target for approximately three years but has declined this year from the 4.0% peak. Given the above-target levels, the Bank of Japan may hold rates steady for the rest of the year.
- → In China, despite considerable policy stimulus, deflation returned in August (-0.4%) representing the fifth month this year of declining prices. A sharp fall in food prices was a key driver of the deflationary pressures.

[1] Source: Bloomberg. Data is as of August 2025, except Japan which is as of July 2025.

US Unemployment[1]



- In August, the US economy added just 22,000 jobs (below expectations of 75,000) and the unemployment rate rose slightly to 4.3%. Total jobs added in June and July were also revised lower, with June numbers in negative territory. There was also a significant downward revision (-911,000) of total jobs added between March 2024 and March 2025.
- The number of job openings was little changed at 7.2 million, and the number of hires and separations also remained stable at 5.3 million and 3.2 million jobs, respectively. Health care (+31,000) and social assistance (+16,000) added the most jobs in August, while the Federal government continued to lose jobs (-15,000).
- There are currently 7.4 million unemployed workers actively looking for work, of which 25.7% have been unemployed for longer than 27 weeks; there are another 6.4 million individuals who would like work but are not counted in the unemployment rate as they are not actively looking for a job.

[1] Source: FRED and BLS. Data is as of August 31, 2025.

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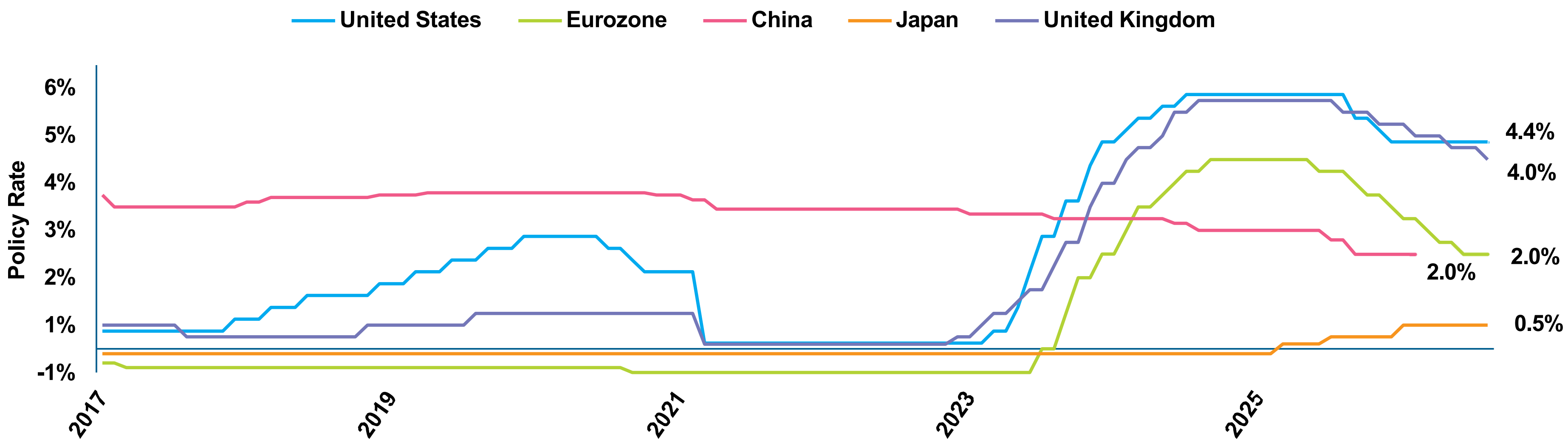
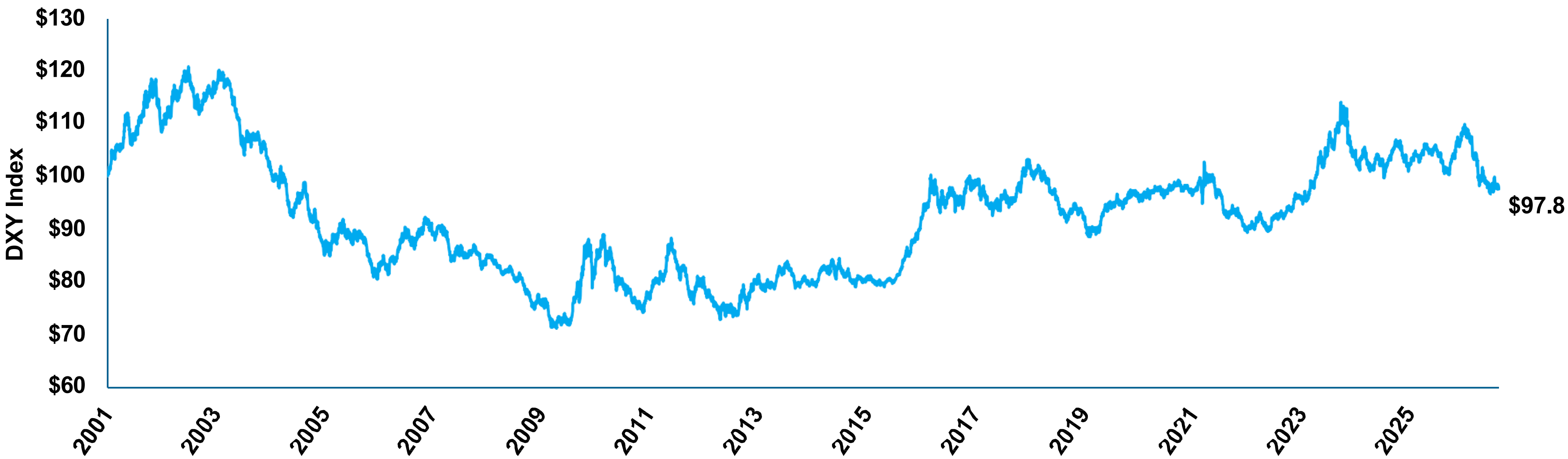
Global Policy Rates[1]



- Through August the Fed had not cut rates yet in 2025, but other central banks continued to ease policy rates. Futures markets are predicting the Fed to cut rates close to three times to 3.6% by year-end and three more times in 2026 as unemployment revisions indicate a weaker than expected labor market.
- In August, the ECB did not meet but held rates steady in early September. In August, the Bank of England cut rates to 4.0% on a close vote as inflation reaccelerated to 3.8% from 3.6%. After cutting rates in May of last year, China's central bank has held rates steady although disinflationary pressures continue to be a concern.
- Japan kept rates at current levels in the face of uncertain inflationary and trade pressures but voted to slow its purchase of Japanese sovereign debt in a continuing retreat from quantitative easing.

[1] Source: Bloomberg. Data is as of August 31, 2025, 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 Currencies[1]



- The US dollar hit near-historic highs in January of 2025 but has since seen its value decline by over 11%.
- Typically, higher interest rates support the US dollar but recent concerns over changing US administration policies and slowing growth have weighed on the value of the US dollar.

[1] Source: Bloomberg. Data as of August 31, 2025.

Key Trends

- → According to the International Monetary Fund's (IMF) April annual report, global growth in 2025 was downgraded but has since been revised slightly higher from +2.8% to +3.0% in July. The IMF updated its 2025 growth outlook for the US slightly higher (+1.8% to +1.9%). China's growth forecast was also marginally increased for 2025 on US-China trade tensions declining somewhat for this year (+4.6% to +4.8%), while growth in the EU is now projected to be +1.0% in 2025, up from a +0.9% projection in April.
- → Despite the recent pause and negotiations related to tariffs, many questions remain including how will they ultimately impact inflation. Overall, higher tariff levels and continued uncertainty could weigh on growth while increasing prices. Inflation levels and recent developments with tariffs combined with a weakening labor market will complicate the Fed's rate cutting path. Questions in the US and the potential for slower growth could continue the rotation out of US assets and put continued downward pressure on the dollar.
- → Some signs of stress have started to emerge on the US consumer with growing weakness in the jobs market and sentiment weakening since the start of the year. Consumers are particularly concerned about losing their jobs and the potential for higher prices. Overall, risk to economic growth and to inflation from tariffs, as well as elevated borrowing costs, could put further pressure on consumers and lead to an even weaker job market. The recent resumption of collecting and reporting delinquent student loans could be a further headwind to consumption.
- → US equities have fully recovered from substantial losses experienced during the first week of April; most companies reporting earnings growth above 10% in July and early August and prospects of future rate cuts from the Fed has seen the US stock market hit new highs. How earnings track from here will be key going forward.
- → Trade tensions between the US and China will remain an important focus as well as the overall health of China's economy. Recently, the two countries agreed to another 90-day truce expiring in early November. Questions remain about what will happen after the 90-day period. Notably, tariff levels on China (30%) remain higher than where they previously were.

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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 is 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%.

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

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

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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

September 18, 2025

A Regular Meeting of the CalOptima Health Board of Directors' (Board) Finance and Audit Committee (FAC) was held on September 18, 2025, at CalOptima Health, 505 City Parkway West, Orange, California. The meeting was held in person and via Zoom webinar as allowed for under Assembly Bill 2449, which took effect after Governor Newsom ended the COVID-19 state of emergency on February 28, 2023. The meeting recording is available on CalOptima Health's website under Past Meeting Materials.

Chair Isabel Becerra called the meeting to order at 3:02 p.m., and Director Blair Contratto led the Pledge of Allegiance.

ROLL CALL

Members Present:	Isabel Becerra, Chair; Blair Contratto; Brian Helleland (all members participated in person)
Members Absent:	None.
Others Present:	Yunkyung Kim, Chief Operating Officer; Nancy Huang, Chief Financial Officer; Troy Szabo, Outside General Counsel, Kennaday Leavitt; Sharon Dwiers, Clerk of the Board

MANAGEMENT REPORTS

1. Chief Financial Officer (CFO) Report

Nancy Huang, CFO, provided two updates for the CFO Report.

The first update was regarding rate updates for Calendar Years (CYs) 2025 and 2026. Ms. Huang noted that staff continue to monitor the implementation of Proposition 35, which was approved by voters last November. This measure outlines how the Department of Health Care Services (DHCS) can utilize Managed Care Organization (MCO) tax revenue. With recent federal legislation allowing revised provider taxes, CalOptima Health anticipates further guidance from DHCS regarding Phase II of the targeted provider rate increases. These changes may affect both service categories and funding levels. As of now, DHCS has not released additional details. Staff will continue to monitor and report back as updates become available.

Looking ahead to CY 2026, DHCS has shared a draft rate release timeline. Draft rates are expected by the end of September, with feedback due by October 9. Final prospective rates will be issued in early November. Staff will track developments and provide fiscal impact updates at future meetings.

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The second update concerns the implementation of CalOptima Health's new cloud-based Enterprise Resource Planning system, part of the broader digital transformation strategy. Ms. Huang noted that CalOptima Health, following a request for proposal process, selected Microsoft Dynamics 365 to replace multiple legacy systems, including accounting, requisitions, travel and training authorizations, and expense reporting. This integrated platform will streamline workflows, enhance interdepartmental efficiency, and improve data reporting capabilities. Ms. Huang added that CalOptima Health is on track for a go-live date of November 1, 2025.

2. Cybersecurity Update

James Steele, Senior Director, Information Security, presented an update on CalOptima Health's cybersecurity. He noted that this quarter, CalOptima Health experienced zero major cybersecurity incidents. Mr. Steele also noted that CalOptima Health had one notable but non-reportable incident which was discussed in detail at the last meeting, regarding a compromised device. There was no impact to CalOptima Health systems or data. Mr. Steele also reported that CalOptima Health tracked three notable third party cybersecurity incidents this quarter: (1) the DaVita ransomware attack, which occurred in late Quarter 2, and was included in the materials for the previous FAC meeting; (2) a ransomware attack that affected one of CalOptima Health's vendors, EpiSource; and (3) two business email compromise (BEC) incidents experienced by a partner organization. The second BEC incident occurred after the first incident was believed to be resolved, highlighting the persistence of the threat.

Mr. Steele reviewed the latest cybersecurity news, which included the DaVita ransomware incident as it remains a key case study. While DaVita maintained operations through the breach, reports indicate the breach was preventable. This underscores the importance of a proactive, risk-based security program —not one driven solely by compliance. CalOptima Health continues to prioritize security as a strategic function focused on protecting member data, not just meeting regulatory requirements. In addition, Mr. Steele reported that the Federal Bureau of Investigation Internet Crime Complaint Center issued an advisory highlighting a 43% increase in cybercrime targeting older adults since 2003. This reinforces the need for ongoing education and awareness, which CalOptima Health has integrated into its Board training efforts.

Mr. Steele reviewed the cybersecurity metrics for quarter three, which included (1) third-party incidents, that included previously discussed breaches of DaVita and EpiSource that occurred in quarter two but were reported in the metrics for continuity; (2) non-reportable incidents, which was the one internal device compromised but contained with no impact; and (3) data loss prevention, including four incidents involving misdirected emails that were addressed with corrective training. Mr. Steele also reviewed (i) email threats, noting that of over 4 million emails received last quarter, approximately 55% were flagged as malicious; (ii) web and app threats, noting that 52 phishing websites and 148 malicious applications were blocked; and (iii) asset protection, noting that as CalOptima Health modernizes its infrastructure, it continues to expand security controls across servers, workstations, and new systems, reflecting the growing scope of its cybersecurity efforts.

Mr. Steele and Ms. Kim responded to committee members' comments and questions.

INVESTMENT ADVISORY COMMITTEE UPDATE

3. Treasurer's Report

Ms. Huang presented the Treasurer's Report for the period of April 1, 2025, through June 30, 2025. The portfolio totaled approximately $3.4 billion. Of the total portfolio amount, $1.7 billion was in CalOptima Health's operating account, and approximately $1.7 billion was included in CalOptima Health's Board-

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designated reserves. Additionally, as previously reported, CalOptima Health now has a new reserve account with a total of $132 million set aside for tangible net equity (TNE) requirements. Meketa Investment Group Inc. (Meketa), CalOptima Health's investment advisor, 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 responded to committee members' questions.

PUBLIC COMMENTS
There were no requests for public comment.

CONSENT CALENDAR
4. Approve the Minutes of the May 22, 2025 Regular Meeting of the CalOptima Health Board of Directors' Finance and Audit Committee and Receive and File Minutes of the April 21, 2025, Regular Meeting of the CalOptima Health Board of Directors' Investment Advisory Committee

Action: ***On motion of Director Contratto, seconded and carried, the committee the committee approved the Consent Calendar as presented. (Motion carried 3-0-0)***

REPORTS/DISCUSSION ITEMS
5. Recommend Reappointment of 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 Rick Fulford to the Board of Directors' Investment Advisory Committee for a two (2)-year term beginning November 3, 2025. (Motion carried 3-0-0)***

6. Recommend that the Board of Directors Accept, Receive, and File the Fiscal Year 2024-25 CalOptima Health Audited Financial Statements
Ms. Huang introduced representatives from Baker Tilly, US LLP, formerly Moss Adams, LLP, (Baker Tilly) CalOptima Health's independent financial auditor, to provide further details on the audit results. Ms. Huang noted that she was happy to inform the FAC that there were no significant issues noted during the audit.

Aparna Venkateswaran, Audit Engagement Reviewer at Baker Tilly, presented the draft audit of the consolidated financial statements for the fiscal year ending June 30, 2025.

Ms. Venkateswaran presented an overview of the areas of audit emphasis, including capitation revenue and receivables, cash and investments, medical claims liability, and required communications. Ms. Venkateswaran reported that Baker Tilly will assist with filing the Single Audit for the Multipurpose Senior Services Program. However, the Office of Management and Budget has not yet released the 2025 compliance supplement, which is required before Baker Tilly can issue the Single Audit. While it will proceed with issuing the financial statement audit, the Single Audit will be delayed until the supplement is

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available. Ms. Venkateswaran indicated that Baker Tilly does not anticipate any changes to the program audit, and once the supplement is released, they will complete their review and issue the report.

Ms. Venkateswaran introduced Ashley Merda, Audit Senior Manager, who provided additional details on the audit.

Action: ***On motion of Director Helleland, seconded and carried, the committee recommended that the CalOptima Health Board of Directors accept, receive, and file the Fiscal Year 2024-25 CalOptima Health consolidated audited financial statements as submitted by independent auditors Baker Tilly US, LLP, previously Moss Adams LLP. (Motion carried 3-0-0)***

Chair Becerra asked for an overview of Information Item 10.a. Quarterly Report of the Net Asset Analysis

INFORMATION ITEMS

10. Quarterly Reports to the Finance and Audit Committee

a. Net Asset Analysis

Ms. Huang provided an overview of CalOptima Health's Net Asset Analysis, noting that as of June 2025, CalOptima Health's total net assets are $2.8 billion, allocated across four primary categories:

(1) Board-Designated and TNE Reserves: The largest portion, approximately $1.7 billion (60%), is allocated to Tier 1 and Tier 2 reserves. Following a Board-approved policy change in April to increase the reserve cap from 3 times to 4 times of monthly revenue, $460 million was transferred to Tier 1 accounts. This raised the reserve level to 3.8 times monthly capitation revenue, exceeding the Department of Managed Health Care (DMHC) minimum requirements.

(2) Fixed Assets: About $99 million (3.5%) represents the net value of CalOptima's buildings, equipment, and improvements.

(3) Board-Approved Initiatives: $720 million (26%) remains unspent from previously approved initiatives, including a $526.2 million provider rate increase program (with $315 million still available), community outreach, quality incentive programs, and infrastructure investments.

(4) Unallocated Resources: $265 million (9.5%) is available for future Board-directed programs or initiatives, providing flexibility amid ongoing state and federal policy uncertainties.

Ms. Huang noted that CalOptima Health is spending about $12 million per day in total, and its reserves can support 168 days of operations inclusive of administrative and claims.

Director Contratto commented that as CalOptima Health anticipated, enrollment is gradually declining—approximately 14,000 members over the past year, with an additional 2,000 in July. This trend appears to be driven less by the quality of care and more by the current political climate and the uncertainty many individuals are facing. She requested that staff bring back to the committee the volume and dollar amount of claims being denied due to members losing eligibility – particularly those still being treated by providers who believe the patients are covered under CalOptima Health. Director Contratto noted that understanding this could help the Board better grasp the broader impact of eligibility changes and the rationale behind

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transitioning members to the Exchange, even though some may not qualify. She added that CalOptima Health's providers are central to the strength of its health plan, and it is important to recognize the challenges they face. This may also inform future discussions around the use of reserves, such as whether to establish a foundation or charitable component to support these efforts.

Director Contratto also inquired about members who may lose eligibility but still visit a doctor the day before or after that change. She inquired whether providers, especially those directly contracted with CalOptima Health, are required to verify eligibility before every encounter; or whether some services are being rendered without real-time confirmation, potentially leading to denied claims after the fact.

Ms. Kim responded that CalOptima Health providers are required to check eligibility at the time of service. She added that CalOptima Health does deny claims when the claim is for a date of service where the member was not eligible on that date of service. Ms. Kim noted that it is the provider's responsibility to check to see if that patient is eligible. She noted that due to this fact it would be difficult to get a true picture of how many individuals are receiving care where the provider is not getting reimbursed, because the provider would not submit a claim. Ms. Kim noted that staff could pull the numbers to see how many claims are being denied.

Director Contratto requested more detailed financial information to be included in the CFO Report, including monthly or quarterly updates on expense control and administrative costs. She would also like to see additional context and supporting documentation for compensation changes, including executive compensation and market adjustments.

Ms. Huang responded that the Finance Department would work with Human Resources staff to provide more detailed information in future reports regarding compensation and market adjustments.

Director Contratto commented that CalOptima Health's CalAIM program is one of the top in the state with a significant number of members receiving services. She noted that the financial numbers are great; however, she would like to see a report that provides program goals and potential for improvement or celebration.

Director Helleland echoed Director Contratto's comments, emphasizing the need for an executive summary and a clear explanation of the program's goals and methods.

Ms. Kim proposed a discussion on the CalAIM program at the next meeting, focusing on the program's experience and future direction as it enters its final year.

Ms. Huang agreed with committee members and the need for a more detailed program update, including specific benefits, return on investment, and results at the individual level.

INFORMATION ITEMS

The following items were accepted as presented.

7. July 2025 Financial Summary

8. Quarterly Operating and Capital Budget Update

9. CalAIM Program Summary

10. Quarterly Reports to the Finance and Audit Committee

a. Net Asset Analysis (This item was discussed at the top of the Information Items.)
b. Enrollment Trend Report
c. Shared Risk Pool Performance Update
d. Health Network Financial Compliance Review Update

COMMITTEE MEMBER COMMENTS

There were no committee member comments.

ADJOURNMENT

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

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Sharon Dwiers
Clerk of the Board

MINUTES

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

July 21, 2025

A meeting of the CalOptima Health Board of Directors' (Board) Investment Advisory Committee (IAC) was held on Monday, July 21, 2025, at 505 City Parkway West, Orange, California.

CALL TO ORDER
Chair Rodney Johnson called the meeting to order at 3:01 p.m. and led the Pledge of Allegiance.

ROLL CALL

Members' Present:	Chair Rodney Johnson, Rick Fulford, Nancy Huang, James Meehan
Members Absent:	Colleen Clark, David Hutchison, Annie Tran
Others Present:	Hanna Schriner and Ian Schirato, Meketa Investment Group; Darren Marco, Jeffrey Cleveland, and Madison Thrane, Payden & Rygel; Scott Pavlak, and Erin Klepper, MetLife Investment Management; Michael Hunn, Chief Executive Officer; Jason Kaing, Controller; Faye Heidari, Senior Accountant; Pamela Reichardt, Executive Assistant

MINUTES

Approve Minutes of the April 21, 2025, Meeting of the CalOptima Health Board of Directors' Investment Advisory Committee

Action: ***On motion of Member Meehan, seconded and carried, the Minutes of the April 21, 2025, Meeting of the CalOptima Health Board of Directors' Investment Advisory Committee were approved as presented. (Motion carried 4-0-0)***

PUBLIC COMMENT
There were no requests for public comment.

MANAGEMENT REPORTS

Chief Executive Officer (CEO) Report
CEO Michael Hunn reported that the Board approved the Fiscal Year 2025-26 budgets at the June meeting. Mr. Hunn emphasized that no member services have been changed by state or federal legislation, nor have services been changed by the state budget so far. He reported on future changes that may impact Medicaid over the next several years, including the frequency of eligibility redeterminations and changes related to the Managed Care Organization (MCO)

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tax. There are a lot of moving parts to the federal bill over the next several years, and CalOptima Health will provide the IAC with updates.

Chief Financial Officer (CFO) Report

CFO Nancy Huang reported that CalOptima Health remains committed to working with its providers, delegated health networks, and community partners to ensure access to quality care and to use reserve funds wisely to support the local community during these uncertain and difficult times.

Ms. Huang provided additional information on CalOptima Health's Fiscal Year 2025-26 budgets. CalOptima Health projects an overall close to breakeven operating budget, with an operating margin at $32 million. She reported that the Board also approved $14.0 million from reserve funds for Covered California startup implementation costs, which includes building infrastructure, and licensing and application fees.

Ms. Huang reported on this year's IAC Annual Investment Policy review. Staff is currently collecting feedback and recommendations from CalOptima Health's investment managers and its internal team. Staff plans to present the recommended policy changes at the October IAC meeting, the November Finance and Audit Committee (FAC) meeting, and the December Board meeting. The new policy will become effective January 1, 2026.

REPORTS

Recommend that the Board of Directors' Finance and Audit Committee (FAC) recommend to the CalOptima Health Board of Directors the Reappointment of Chair/Member Rick Fulford for a two-year term beginning November 3, 2025.

> ***Action: On motion of Member Meehan, seconded and carried, the Investment Advisory Committee recommended the Reappointment of Member Rick Fulford for a two-year term beginning November 3, 2025. (Motion carried 4-0-0).***

INFORMATION ITEMS

Financial Update

Jason Kaing, Controller, reported on CalOptima Health's financial highlights as of April 30, 2025. For the month of April, enrollment was almost 902,000 members, just slightly under the forecasted budget. There was an operating surplus of $5.3 million, driven primarily by favorable capitation rates from the state. CalOptima Health saw $25.3 million in non-operating income that was driven from $19.7 million in net investment income and $5.6 million from excess MCO tax revenue. The total change in net assets was $30.5 million for the month.

Year-to-date (YTD) enrollment was favorable to the budget by about 108,000 members, with a total YTD change in net assets of $280.0 million. This was driven by favorable premium capitation rates reflected in CalOptima Health's revenues, and favorable net investment income

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of about $169.3 million. Mr. Kaing reported that for the year, the Medical Loss Ratio (MLR) was 92.3% with an Administrative Loss Ratio (ALR) of 4.9%.

Mr. Kaing reported on CalOptima Health's balance sheet. The current assets were about $2.6 billion, and current liabilities were $1.5 billion, resulting in a current ratio of 1.7. The Board Designated Reserves were approximately $1.6 billion or 3.86 months of the average monthly revenue. The Statutory Designated Reserves were approximately $131.6 million or 103% of the minimum tangible net equity requirement.

Presentation by Meketa Investment Group

Hannah Schriner, Vice President, 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. Schriner also addressed the overall market environment. She reported that for the period ending April 30, 2025, the portion of the investment portfolio managed by Meketa Investment Group (Meketa) was in compliance with CalOptima Health's Annual Investment Policy.

Ms. Schriner reported on CalOptima Health's Annual Investment Policy review and stated that CalOptima Health's portfolios run more conservative in nature than what the California Government Code (Code) allows. She noted that the IAC may consider Treasury futures, which are allowable, but not frequently utilized within the Code-regulated portfolios. There are strict guidelines as to how they can be used. She indicated that the Treasury futures are not used as an investment tool for adding yield to the portfolio. Rather, they will be solely used by the investment managers to help manage duration risk. Meketa believes it is a prudent discussion for the IAC to explore additional tools and ways for the managers to help navigate and control some of the risks that exist in the market. MetLife Investment Management (MetLife) is going to provide additional information on this topic today. They will provide background information only to obtain the IAC's feedback on Treasury futures as a potential option to add to the Annual Investment Policy.

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, reported on the yield curve and total fund portfolio, and provided a firm update and a summary on portfolio performance.

Jeffrey Cleveland, Chief Economist, reported on economic growth, inflation, unemployment and interest rates.

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 April 30, 2025, the portion of the investment portfolio managed by Payden & Rygel was in compliance with CalOptima Health's Annual Investment Policy.

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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 April 30, 2025, the portion of the investment portfolio managed by MetLife Investment Management was in compliance with CalOptima Health's Annual Investment Policy.

Scott Pavlak, Managing Director and Head of Short Duration, gave a market overview update and reported on the Federal Reserve projections, inflation, market projections, and portfolio performance attribution and strategy. He reported on the discussion with Meketa and for educational purposes for the IAC, the conversation surrounding Treasury futures, specifically, those allowed under Code Section 536011. Mr. Pavlak noted that the use of Treasury futures as a tool to hedge out the duration of a portfolio is an efficient way to manage both duration and yield curve.

Member Rick Fulford commented on the potential use of Treasury futures. Provided that all risk controls were in place and effectively managed, he noted that Treasury futures offer a cost-efficient way to manage duration without altering other portfolio positions. However, he emphasized that investors often raise concerns about leverage when derivatives such as futures or swaps are involved. Mr. Fulford distinguished between two types of leverage: accounting-based leverage and economic leverage. He invited more discussion from CalOptima Health's investment managers and advisors on both aspects of leverage and the associated risk controls before moving forward with policy revisions.

Mr. Pavlak, MetLife, noted that from a risk control perspective, they would not speculate with futures but risk hedging.

Nancy Huang, CFO, asked to hear more in terms of reporting and accounting since these are not an income-generating investment, but a contract. Mr. Pavlak, MetLife, responded that it is something they would like to explore further and would send samples of accounting reports offline.

Chair Johnson requested clarification if Treasury futures are allowed in the Code. Ms. Schriner responded that while the Code does not explicitly state Treasury futures, the Code discusses futures and options contracts as allowable instruments. Chair Johnson noted that there may be non-income generating components and language in a lot of investment policies that do not allow for the purchase of non-income generating security. Ms. Schriner noted that futures cannot be used for income or for yields.

Nancy Huang, CFO, requested to hear from Payden & Rygel as this may result in policy changes. Darren Marco, Payden & Rygel, reported that they agree it is a very efficient way to manage duration, and it removes the inefficiencies of buying or selling significant amounts of the portfolio to just extend and keep pace with a benchmark from a duration profile. Payden & Rygel wanted clarification on the treatment of accounting versus economic leverage and how this will be written into the guidelines. From a compliance and monitoring standpoint, there are

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various clients that are strict in how they interpret the ability to leverage Treasury futures in their portfolios.

ADJOURNMENT
Hearing no further business, Chair Johnson adjourned the meeting at 4:54 p.m.

/s/ Pamela Reichardt
Pamela Reichardt
Executive Assistant

Approved: October 27, 2025

CalOptima Health Board Action Agenda Referral

Action To Be Taken November 20, 2025
Meeting of the CalOptima Health Board of Directors'
Finance and Audit Committee

Report Item
5. Approve Modifications to Policy GA.3400: Annual Investments

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

Recommended Action
Recommend that the Board of Directors approve modifications to the CalOptima Health Policy GA.3400: Annual Investments.

Background
At the February 27, 1996, meeting, the CalOptima Health Board of Directors (Board) approved the Annual Investment Policy (AIP) covering investments made between March 1, 1996, and February 28, 1997. In September 1996, the Board authorized the creation of the Investment Advisory Committee (IAC). The IAC reviews the AIP annually and recommends policy revisions, if necessary, to the Finance and Audit Committee (FAC) and the Board for their respective approvals.

At the December 5, 2024, meeting, the Board approved changes to CalOptima Health Policy GA.3400: Annual Investments for Calendar Year (CY) 2025. The policy was revised to clarify that the limitations outlined in Government Code Section 53601(o) for Mortgage or Asset-backed Securities do not apply to investments under Sections 53601(b) for U.S. Treasuries and 53601(f) for Federal Agencies and U.S. Government Sponsored Enterprises and to remove these institutions as eligible investments, as investment managers investing on behalf of local agencies cannot make investments in these entities directly.

Discussion
Payden & Rygel and MetLife Investment Management, CalOptima Health's investment managers, and Meketa Investment Group, Inc., CalOptima Health's investment adviser, submitted proposed revisions to CalOptima Health Policy GA.3400: Annual Investments for CY 2026. Staff has reviewed the proposed revisions and recommends approval of the modifications listed below.

Below is a list of substantive changes to the policy, which are reflected in the attached redline. The list does not include non-substantive changes that may also be reflected in the redline (*i.e.*, formatting, spelling, punctuation, capitalization, minor clarifying language, and/or grammatical changes).

Policy Section	Proposed Change	Rationale	Impact
III.D.2.a.iv	Add "Financial futures contracts related to U.S. government securities are permitted for the sole purpose of managing the	Adds Treasury futures as a permitted investment tool to the portfolio.	Permits the purchase of a new investment tool, Treasury futures. Investment guidelines are

Policy Section	Proposed Change	Rationale	Impact
	portfolio duration within the Tier One or Tier Two portfolios. Contracts are subject to the Maximum Term Assigned.”		established in Section III.E.7 to mitigate the inherent risk of Treasury futures.
III.D.2.l.ii	Remove “London Interbank Offered Rate (LIBOR)”	Removes reference to LIBOR from variable and floating rate securities as it was discontinued as of June 30, 2023.	None.
Section III.E.3	Add “(including U.S. Agency Mortgage Backed Securities and Asset Backed Securities)”	Clarifies U.S. Agency Mortgage Backed Securities and Asset Backed Securities fall under the Federal Agencies and U.S. Government Sponsored Enterprises investment type, which is subject to a maximum 100% of the portfolio at the time of purchase.	None.
Section III.E.7	Add: “7. Financial Futures Contracts Guidelines: a. Limited to U.S. Government Securities for the purpose of hedging duration risk in Tier One and Tier Two portfolios; b. Subject to a maximum 20% gross notional value of total portfolio at time of purchase; and c. Have a maximum Contribution to Duration of +/- 0.35 years.”	Adds specific guidelines investment managers must adhere to when using financial futures contracts in Tier One and Tier Two portfolios.	None.
Section IX	Add definition for “Contribution to Duration” and “Gross Notional Value”	Defines new terms introduced in the policy that applies to financial futures contract guidelines.	None.

<u>Financial Futures Contracts Related to U.S. Government Securities</u>
Permitting financial futures contracts related to U.S. government securities complies with the California Government Code requirements. It provides investment managers with a flexible and efficient tool to manage interest risks and portfolio durations.

The recommended policy changes include additional guidelines for the use of financial futures contracts, including limiting them to U.S. government securities only, capping them at 20% of the total portfolio at the time of purchase, and implementing a maximum contribution to the duration of +/- 0.35 years. These controls are designed to mitigate the inherent risks associated with futures and ensure their prudent use within the portfolio.

Fiscal Impact
There is no immediate fiscal impact.

Rationale for Recommendation
The proposed changes to CalOptima Health Policy GA.3400: Annual Investments reflect the recommendations of CalOptima Health's investment managers, Payden & Rygel and MetLife Investment Management, with concurrence from CalOptima Health's investment adviser, Meketa Investment Group, Inc. These recommended changes continue to support CalOptima Health's goals to maintain safety of principal and achieve a market rate of return while maintaining necessary liquidity during periods of uncertainty. Per the review conducted by Meketa Investment Group, Inc., there were no changes in the California Government Code affecting local agencies noted for CY 2025.

Concurrence
Meketa Investment Group, Inc.
Troy R. Szabo, Outside General Counsel, Kennaday Leavitt
Board of Directors' Investment Advisory Committee

Attachments
1. Policy GA.3400: Annual Investment Policy – redline and clean versions

/s/ Michael Hunn *11/14/2025*
Authorized Signature **Date**

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Policy:	GA.3400
Title:	**Annual Investments**
Department:	Finance
Section:	Not Applicable
CEO Approval:	*/s/*
Effective Date:	01/01/2018
Revised Date:	01/01/2026
Applicable to:	☒ Administrative ☐ Covered California ☐ Medi-Cal ☐ OneCare ☐ PACE

For 20251120 FAC Review Only

I. PURPOSE

This policy sets forth the investment guidelines for all Operating Funds, Statutory and Board-Designated Reserve Funds of CalOptima Health invested on or after January 10, 2006, to ensure CalOptima Health's funds are prudently invested according to the Board of Directors objectives and the California Government Code to preserve Capital, provide necessary Liquidity, and achieve a market-average Rate of Return through Economic Cycles. Each annual review takes effect upon its adoption by the Board of Directors.

II. POLICY

A. CalOptima Health investments may only be made as authorized by this Policy.

1. This Policy shall conform to California Government Code, Section 53600 et seq. (hereinafter, the Code) as well as customary standards of prudent investment management. Should the provisions of the Code be, or become, more restrictive than those contained herein, such provisions shall be considered immediately incorporated into this Policy and adhered to.

2. Safety of Principal: Safety of Principal is the primary objective of CalOptima Health and, as such, each investment transaction shall seek to ensure that large Capital losses are avoided from securities or Broker-Dealer default.

   a. CalOptima Health shall seek to ensure that Capital losses are minimized from the erosion of market value and preserve principal by mitigating the two (2) types of Risk: Credit Risk and Market Risk.

      i. Credit Risk shall be mitigated by investing in only permitted investments and by diversifying the Investment Portfolio, in accordance with this Policy.

      ii. Market Risk shall be mitigated by matching Maturity Dates, to the extent possible, with CalOptima Health's expected cash flow needs and other factors.

   b. It is explicitly recognized herein, however, that in a diversified portfolio, occasional losses are inevitable and must be considered within the context of the overall investment return.

3. Liquidity: Liquidity is the second most important objective of CalOptima Health. It is important that each portfolio contain investments for which there is a secondary market, and which offer the flexibility to be easily sold at any time with minimal Risk of loss of either the principal or interest based upon then prevailing rates.

4. Total Return: CalOptima Health's Investment Portfolios shall be designed to attain a market-average Rate of Return through Economic Cycles given an acceptable level of Risk, established by the Board of Directors' and the CalOptima Health Treasurer's objectives.

   a. The performance Benchmark for each Investment Portfolio shall be based upon published Market Indices as primary Benchmark, and Custom Peer Group Reports, as necessary, for short-term investments of comparable Risk and duration.

      i. These performance Benchmarks shall be reviewed monthly by CalOptima Health staff, and quarterly by CalOptima Health's Treasurer and the Investment Advisory Committee members and shall be reported to the Board of Directors.

B. The investments purchased by an Investment Manager shall be held by the Custodian Bank acting as the agent of CalOptima Health under the terms of a custody agreement in compliance with California Government Code, Section 53608.

C. Investment Managers must certify that they will purchase securities from Broker-Dealers (other than themselves) or financial institutions in compliance with California Government Code, Section 53601.5 and this Policy.

D. The Board of Directors, or persons authorized to make investment decisions on behalf of CalOptima Health (e.g., Chief Officers), are trustees and fiduciaries subject to the Prudent Person Standard, as defined in the Code, which shall be applied in the context of managing an overall portfolio.

E. CalOptima Health's Officers, employees, Board members, and Investment Advisory Committee members involved in the investment process shall refrain from personal and professional business activities that could conflict with the proper execution of the investment program, or which could impair their ability to fulfill their roles in the investment process.

   1. CalOptima Health's Officers and employees involved in the investment process are not permitted to have any material financial interests in financial institutions, including state or federal credit unions, that conduct business with CalOptima Health, and are not permitted to have any personal financial, or investment holdings, that could be materially related to the performance of CalOptima Health's investments.

F. On an annual basis, CalOptima Health's Treasurer shall provide the Board of Directors with this Policy for review and adoption by the Board, to ensure that all investments made follow this Policy.

   1. This Policy shall be reviewed annually by the Board of Directors at a public meeting pursuant to California Government Code, Section 53646, Subdivision (a).

   2. This policy may only be changed by the Board of Directors.

III. PROCEDURE

A. Delegation of Authority

For 20251120 FAC Review Only

1. The Authority to manage CalOptima Health's investment program is derived from an order of the Board of Directors.

   a. Management responsibility for the investment program shall be delegated to CalOptima Health's Treasurer, as appointed by the Board of Directors, for a one (1)-year period following the approval of this Policy.

      i. The Board of Directors may renew the delegation of authority annually.

   b. No person may engage in investment transactions except as provided under the terms of this Policy and the procedures established by CalOptima Health's Treasurer.

B. CalOptima Health Treasurer Responsibilities

1. The Treasurer shall be responsible for:

   a. All actions undertaken and shall establish a system of controls to regulate the activities of subordinate officials and Board-approved Investment Managers;

   b. The oversight of CalOptima Health's Investment Portfolio;

   c. Directing CalOptima Health's investment program and for compliance with this Policy pursuant to the delegation of authority to invest funds or to sell or exchange securities; and

   d. Providing a quarterly report to the Board of Directors in accordance with California Government Code, Section 53646, Subdivision (b).

2. The Treasurer shall also be responsible for ensuring that:

   a. The Operating Funds, Statutory and Board-Designated Reserve Funds targeted average maturities are established and reviewed monthly.

   b. All Investment Managers are provided a copy of this Policy, which shall be appended to an Investment Manager's investment contract.

      i. Any investments made by an Investment Manager outside this Policy may subject the Investment Manager to termination for cause or other appropriate remedies or sanctions, as determined by the Board of Directors.

   c. Investment diversification and portfolio performance is reviewed monthly to ensure that Risk levels and returns are reasonable and that investments are diversified in accordance with this Policy.

   d. All Investment Managers are selected and evaluated for review by the Chief Executive Officer and the Board of Directors.

C. Investment Advisory Committee

1. The Investment Advisory Committee shall not make, or direct, CalOptima Health staff to make any particular investment, purchase any particular investment product, or conduct business with any particular investment companies, or brokers.

For 20251120 FAC Review Only

a. It shall not be the purpose of the Investment Advisory Committee to advise on particular investment decisions of CalOptima Health.

2. The Investment Advisory Committee shall be responsible for the following functions:

a. Annual review of this Policy before its consideration by the Board of Directors and revision recommendations, as necessary, to the Finance and Audit Committee of the Board of Directors.

b. Quarterly review of CalOptima Health's Investment Portfolio for conformance with this Policy's diversification and maturity guidelines, and recommendations to the Finance and Audit Committee of the Board of Directors, as appropriate.

c. Provision of comments to CalOptima Health's staff regarding potential investments and potential investment strategies.

d. Performance of such additional duties and responsibilities pertaining to CalOptima Health's investment program as may be required from time to time by specific action and direction of the Board of Directors.

D. Permitted Investments

1. CalOptima Health shall invest only in Instruments as permitted by the Code, subject to the limitations of this Policy.

a. Permitted investments under the Operating Funds, unless otherwise specified, are subject to a maximum stated term of three (3) years. Note that the Code allows for up to five (5) years.

b. Permitted investments under the Statutory and Board-Designated Reserve Funds, unless otherwise specified, are subject to a maximum stated term of five (5) years. Note that the Code allows for up to five (5) years.

c. The Board of Directors must grant express written authority to make an investment, or to establish an investment program, of a longer term.

2. Permitted investments shall include:

a. U.S. Treasuries

i. These investments are direct obligations of the United States of America and securities which are fully and unconditionally guaranteed as to the timely payment of principal and interest by the full faith and credit of the United States of America.

ii. U.S. Government securities include:

a) Treasury Bills: U.S. Government securities issued and traded at a discount;

b) Treasury Notes and Bonds: Interest bearing debt obligations of the U.S. Government which guarantees interest and principal payments;

c) Treasury Separate Trading of Registered Interest and Principal Securities (STRIPS): U.S. Treasury securities that have been separated into their component

For 20251120 FAC Review Only

parts of principal and interest payments and recorded as such in the Federal Reserve book-entry record-keeping system;

d) Treasury Inflation Protected (TIPs) securities: Special U.S. Treasury notes, or Bonds, that offer protection from Inflation. Coupon payments and underlying principal are automatically increased to compensate for Inflation, as measured by the Consumer Price Index (CPI); and

e) Treasury Floating Rate Notes (FRNs): U.S. Treasury Bonds issued with a variable coupon.

iii. U.S. Treasury coupon and principal STRIPS, as well as TIPs, are not considered to be derivatives for the purposes of this Policy and are, therefore, permitted investments pursuant to this Policy.

<u>iv. Financial futures contracts related to U.S. government securities are permitted for the sole purpose of managing the portfolio duration within the Tier One (1) or Tier Two (2) portfolios. Contracts subject to the Maximum Term Assigned.</u>

~~iv.~~<u>v.</u> Maximum Term:

Fund Type	**Term Assigned**	**Term Allowed by the Code**
Operating Funds	3 years	5 years
Statutory and Board-Designated Reserve Funds ▪ Tier One (1) ▪ Tier Two (2)	5 years 5 years	5 years 5 years

b. Federal Agencies and U.S. Government Sponsored Enterprises

i. These investments represent obligations, participations, or other Instruments of, or issued by, a federal agency or a U.S. government sponsored enterprise, including those issued by, or fully guaranteed as to principal and interest by, the issuers.

ii. These are U.S. Government related organizations, the largest of which are government financial intermediaries assisting specific credit markets (e.g., housing, agriculture). Often simply referred to as "Agencies," the following are specifically allowed:

a) Federal Home Loan Banks (FHLB);

b) Federal Home Loan Mortgage Corporation (FHLMC);

c) Federal National Mortgage Association (FNMA);

d) Federal Farm Credit Banks (FFCB);

e) Government National Mortgage Association (GNMA);

f) Small Business Administration (SBA);

g) Export-Import Bank of the United States;

h) U.S. Maritime Administration;

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i) Washington Metro Area Transit Authority (WMATA);

j) U.S. Department of Housing & Urban Development;

k) Tennessee Valley Authority;

l) Federal Agricultural Mortgage Company (FAMC);

m) Federal Deposit Insurance Corporation (FDIC)-backed Structured Sale Guaranteed Notes (SSGNs); and

n) National Credit Union Administration (NCUA) securities.

iii. Maximum Term:

Fund Type	Term Assigned	Term Allowed by the Code
Operating Funds	3 years	5 years
Statutory and Board-Designated Reserve Funds ▪ Tier One (1) ▪ Tier Two (2)	 5 years 5 years	 5 years 5 years

iv. Any Federal Agency and U.S. Government Sponsored Enterprise security not specifically mentioned above is not a permitted investment.

c. State and California Local Agency Obligations

i. Such obligations must be issued by an entity whose general obligation debt is rated P-1 by Moody's, or A-1 by Standard & Poor's, or Rated F1 by Fitch, or equivalent or better for short-term obligations, or an "A-" rating or its equivalent or better by a Nationally Recognized Statistical Rating Organization (NRSRO) for long-term obligations. Public agency Bonds issued for private purposes (e.g., industrial development Bonds) are specifically excluded as permitted investments.

ii. Maximum Term:

Fund Type	Term Assigned	Term Allowed by the Code
Operating Funds	3 years	5 years
Statutory and Board-Designated Reserve Funds ▪ Tier One (1) ▪ Tier Two (2)	 5 years 5 years	 5 years 5 years

d. Banker's Acceptances

i. Time drafts which a bank "accepts" as its financial responsibility as part of a trade finance process. These short-term notes are sold at a discount, and are obligations of the drawer (i.e., the bank's trade finance client) as well as the bank. Once accepted, the bank is irrevocably obligated to pay the Banker's Acceptance (BA) upon maturity, if the drawer does not. Eligible banker's acceptances:

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a) Are eligible for purchase by the Federal Reserve System and are drawn on and accepted by a bank rated F1, or better, by Fitch Ratings Service, or are rated A-l for short-term deposits by Standard & Poor's, or P-1 for short-term deposits by Moody's, or are comparably rated by a NRSRO.

ii. Maximum Term:

Fund Type	**Term Assigned**	**Term Allowed by the Code**
Operating Funds	180 days	180 days
Statutory and Board-Designated Reserve Funds ▪ Tier One (1) ▪ Tier Two (2)	 180 days 180 days	 180 days 180 days

e. Commercial Paper (CP)

i. CP is negotiable (i.e., marketable or transferable), although it is typically held to maturity. The maximum maturity is two hundred seventy (270) days, with most CP issued for terms of less than thirty (30) days. CP must meet the following criteria:

a) CP of "prime" quality, rated F1, or better, by Fitch Ratings Service, or are rated A-l for short-term deposits by Standard & Poor's, or P-1 for short-term by Moody's, or are comparably rated by a NRSRO;

b) The entity that issues the CP shall meet all of the following conditions in either paragraph (1) or (2):

(1) The entity meets the following criteria:

(A) Is organized and operating in the United States as a general corporation.

(B) Has total assets in excess of five hundred million dollars ($500,000,000).

(C) Has debt other than commercial paper, if any, that is rated in a Rating Category of "A" or its equivalent or higher by a NRSRO.

(2) The entity meets the following criteria:

(A) Is organized within the United States as a special purpose corporation, trust, or limited liability company.

(B) Has program wide credit enhancements including, but not limited to, overcollateralization, letters of credit, or a surety bond.

(C) Has commercial paper that is rated "A-1" or higher, or the equivalent, by a NRSRO; and

c) May not represent more than ten percent (10%) of the outstanding CP of the issuing corporation.

ii. Maximum Term:

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Fund Type	Term Assigned	Term Allowed by the Code
Operating Funds	270 days	270 days
Statutory and Board-Designated Reserve Funds ▪ Tier One (1) ▪ Tier Two (2)	 270 days 270 days	 270 days 270 days

f. Negotiable Certificates of Deposit

i. Negotiable Certificates of Deposit must be issued by a Nationally- or state-chartered bank, or state or federal association or by a state licensed branch of a foreign bank, which have been rated F1 or better, by Fitch Ratings Service, or are rated A-1 for short-term deposits by Standard & Poor's and P-1 for short-term deposits by Moody's or are comparably rated by a NRSRO.

ii. Maximum Term:

Fund Type	Term Assigned	Term Allowed by the Code
Operating Funds	1 year	5 years
Statutory and Board-Designated Reserve Funds ▪ Tier One (1) ▪ Tier Two (2)	 1 year 1 year	 5 years 5 years

g. Repurchase Agreements

i. U.S. Treasury and U.S. Agency Repurchase Agreements collateralized by the U.S. Government may be purchased through any registered primary Broker-Dealer subject to the Securities Investors Protection Act, or any commercial bank insured by the Federal Deposit Insurance Corporation so long as at the time of the investment, such primary dealer (or its parent) has an uninsured, unsecured, and unguaranteed obligation rated P-1 short-term, or A-2 long-term, or better, by Moody's, and A-1 short-term, or A long-term, or better, by Standard & Poor's, and F1 short-term, or A long-term or better by Fitch Ratings Service provided:

a) A Broker-Dealer master repurchase agreement signed by the Investment Manager (acting as "Agent") and approved by CalOptima Health;

b) The securities are held free and clear of any Lien by CalOptima Health's custodian or an independent third party acting as agent ("Agent") for the custodian, and such third party is (i) a Federal Reserve Bank, or (ii) a bank which is a member of the Federal Deposit Insurance Corporation and which has combined Capital, Surplus and undivided profits of not less than fifty million dollars ($50,000,000) and the custodian receives written confirmation from such third party that it holds such securities, free and clear of any Lien, as agent for CalOptima Health's custodian;

c) A perfected first security interest under the Uniform Commercial Code, or book entry procedures prescribed at Title 31, Code of Federal Regulations, Section 306.1 et seq., and such securities are created for the benefit of CalOptima Health's custodian and CalOptima Health; and

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d) The Agent will notify CalOptima Health's custodian and CalOptima Health if the Valuation of the Collateral Securities falls outside of policy. Upon direction by the CalOptima Health Treasurer, the Agent will liquidate the Collateral Securities if any deficiency in the required one hundred and two percent (102%) collateral percentage is not restored within one (1) business day of such Valuation.

ii. Maximum Term:

Fund Type	**Term Assigned**	**Term Allowed by the Code**
Operating Funds	30 days	1 year
Statutory and Board-Designated Reserve Funds ▪ Tier One (1) ▪ Tier Two (2)	 30 days 30 days	 1 year 1 year

iii. Reverse Repurchase Agreements are not allowed.

h. Corporate Securities

i. For the purpose of this Policy, permissible Corporate Securities shall be rated in a Rating Category of "A" or its equivalent or better by a NRSRO and:

a) Be issued by corporations organized and operating within the U.S. or by depository institutions licensed by the U.S. or any state and operating within the U.S. and have total assets in excess of five hundred million dollars ($500,000,000), and

b) May not represent more than ten percent (10%) of the issue in the case of a specific public offering. This limitation does not apply to debt that is "continuously offered" in a mode similar to CP, i.e., Medium Term Notes (MTNs).

ii. Maximum Term:

Fund Type	**Term Assigned**	**Term Allowed by the Code**
Operating Funds	3 years	5 years
Statutory and Board-Designated Reserve Funds ▪ Tier One (1) ▪ Tier Two (2)	 5 years 5 years	 5 years 5 years

i. Money Market Funds

i. Shares of beneficial interest issued by diversified management companies (i.e., money market funds):

a) Which have attained the highest ranking or the highest letter and numerical rating provided by not less than two (2) of the three (3) NRSROs (AAAm by Standard & Poor's, Aaa-mf – Moody's Investors Service, and AAA/mmf – Fitch Ratings); and

b) Such investment may not represent more than ten percent (10%) of the money market fund's assets.

j. Joint Powers Authority Pool

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i. A joint powers authority formed pursuant to California Government Code; Section 6509.7 may issue shares of beneficial interest to participating public agencies. The joint powers authority issuing the shares shall have retained an Investment Advisor that meets all of the following criteria:

a) Registered or exempt from registration with the Securities and Exchange Commission;

b) No less than five (5) years of experience investing in the securities and obligations authorized in the Code; and

c) Assets under management in excess of five hundred million dollars ($500,000,000).

ii. A Joint Powers Authority Pool shall be rated AAA (or equivalent highest ranking) by two (2) of the three (3) largest NRSROs.

iii. Such an investment may not represent more than ten percent (10%) of the Joint Powers Authority Pool's assets.

iv. Maximum Term:

Fund Type	Term Assigned	Term Allowed by the Code
Operating Funds	Not Applicable	Not Applicable
Statutory and Board-Designated Reserve Funds ▪ Tier One (1) ▪ Tier Two (2)	 Not Applicable Not Applicable	 Not Applicable Not Applicable

k. Mortgage or Asset-backed Securities

i. Pass-through securities are Instruments by which the cash flow from the mortgages, receivables, or other assets underlying the security, is passed-through as principal and interest payments to the investor.

ii. Though these securities may contain a third-party guarantee, they are a package of assets being sold by a trust, not a debt obligation of the sponsor. Other types of "backed" debt Instruments have assets (e.g., leases or consumer receivables) pledged to support the debt service.

iii. Any mortgage pass-through security, collateralized mortgage obligations, mortgage-backed or other pay-through bond, equipment lease-backed certificate, consumer receivable pass-through certificate, or consumer receivable-backed bond which:

a) Are rated AA or its equivalent or better by a NRSRO.

iv. Are not issued or guaranteed by Federal Agencies and U.S. Government Sponsored Agencies.

v. Maximum Term:

Fund Type	Term Assigned	Term Allowed by the Code
Operating Funds	3 years	5 years

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Fund Type	Term Assigned	Term Allowed by the Code
Statutory and Board-Designated Reserve Funds ▪ Tier One (1) ▪ Tier Two (2)	 5 years 5 years	 5 years 5 years

l. Variable and Floating Rate Securities

i. Variable and floating rate securities are appropriate investments when used to enhance yield and reduce Risk.

a) They should have the same stability, Liquidity, and quality as comparable fixed rate securities.

b) A variable rate security provides for the automatic establishment of a new interest rate on pre-determined reset dates.

c) For the purposes of this Policy, a variable rate security and floating rate security shall be deemed to have a maturity equal to the period remaining to that pre-determined interest rate reset date, so long as no investment shall be made in a security that at the time of the investment has a term remaining to a stated final maturity in excess of five (5) years.

ii. Variable and floating rate securities, which are restricted to investments in permitted Federal Agencies and U.S. Government Sponsored Enterprises securities, Corporate Securities, Mortgage or Asset-backed Securities, Negotiable Certificates of Deposit, and Municipal Bonds (State and California Local Agency Obligations) must utilize a single, market-determined short-term index rate, such as U. S. Treasury bills, federal funds, CP, ~~London Interbank Offered Rate (LIBOR),~~ the Secured Overnight Financing Rate (SOFR), or Securities Industry and Financial Markets Association (SIFMA) that is pre-determined at the time of issuance of the security.

a) Permitted variable and floating rate securities that have an embedded unconditional put option must have a stated final maturity of the security no greater than five (5) years.

b) Investments in floating rate securities whose reset is calculated using more than one (1) of the above indices are not permitted, i.e., dual index notes.

c) Ratings for variable and floating rate securities shall be limited to the same minimum ratings as applied to the appropriate asset security class outlined elsewhere in this Policy.

iii. Maximum Term:

Fund Type	Term Assigned	Term Allowed by the Code
Operating Funds	3 years	5 years
Statutory and Board-Designated Reserve Funds ▪ Tier One (1) ▪ Tier Two (2)	 5 years 5 years	 5 years 5 years

m. Supranational Obligations

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i. The three (3) Supranational Institutions that issue, or unconditionally guarantee, obligations that are eligible investments are:

a) International Bank for Reconstruction and Development (IBRD);

b) International Finance Corporation (IFC);

c) Inter-American Development Bank (IADB);

ii. Supranational obligations shall be rated in a Rating Category of "AA" or its equivalent or better by a NRSRO.

iii. Maximum Term:

Fund Type	**Term Assigned**	**Term Allowed by the Code**
Operating Funds	3 years	5 years
Statutory and Board-Designated Reserve Funds ▪ Tier One (1) ▪ Tier Two (2)	 5 years 5 years	 5 years 5 years

n. Pooled Investments

i. Pooled investments include deposits, or investments pooled with those of other local agencies consistent with the requirements of California Government Code, Section 53635 et seq. Such pools may contain a variety of investments but are limited to those permissible under the Code.

E. Diversification Guidelines

1. Diversification guidelines ensure the portfolio is not unduly concentrated in the securities of one (1) type, industry, or entity, thereby assuring adequate portfolio Liquidity should one (1) sector or company experience difficulties.

2. CalOptima Health's Investment Managers must review the respective portfolios they manage to ensure compliance with CalOptima Health's diversification guidelines on a continuous basis.

3. *Table 1: Maximum Percentage (%) of Investment Portfolio, by Instrument Type*

INSTRUMENTS	**MAXIMUM % OF PORTFOLIO AT TIME OF PURCHASE**
A. U.S. Treasuries (including U.S. Treasury Coupon and principal STRIPS as well as TIPs)	100% (Code)
B. Federal Agencies and U.S. Government Sponsored Enterprises (including U.S. Agency Mortgage Backed Securities and Asset Backed Securities)	100% (Code)
C. State and California Local Agency Obligations	40% (Code 100%)
D. Bankers Acceptances	30% (Code 40%)

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INSTRUMENTS	MAXIMUM % OF PORTFOLIO AT TIME OF PURCHASE
E. Commercial Paper	30% (Code 40%[1])
F. Negotiable Certificates of Deposit	30% (Code)
G. Repurchase Agreements	100% (Code)
H. Corporate Securities	30% (Code)
I. Money Market Funds	20% (Code)
J. Joint Powers Authority Pool	100% (Code)
K. Non-Agency Mortgage or Asset-backed Securities	20% (Code)
L. Variable and Floating Rate Securities	30% (Code)
M. Supranational Obligations	30% (Code)

4. Issuer or Counterparty Diversification Guidelines: The percentages specified below shall be adhered to on the basis of the entire portfolio:

   a. Any one (1) Federal Agency or Government Sponsored Enterprise: None

   b. Any one (1) repurchase agreement counterparty name:

If maturity/term is ≤ 7 days: 50%
If maturity/term is > 7 days: 25%

5. Issuer or Counterparty Diversification Guidelines for all other permitted investments described in Section III.D.2.a-n. of this Policy.

   a. Any one (1) corporation, bank, local agency, or other corporate name for one (1) or more series of securities, and specifically with respect to special purpose vehicles issuers for mortgage or asset-backed securities, the maximum issuer limits apply at the deal level with each securitized trust being considered a unique "issuer."

   b. Except for U.S. Government or Agency securities, no more than five percent (5%) of the Portfolio's market value will be invested in securities of a single issuer.

6. Each Investment Manager shall adhere to the diversification limits discussed in this subsection.

   a. If an Investment Manager exceeds the aforementioned diversification limits, the Investment Manager shall inform CalOptima Health's Treasurer and Investment Advisory consultant (if any) by close of business on the day of the occurrence.

   b. Within the parameters authorized by the Code, the Investment Advisory Committee recognizes the practicalities of portfolio management, securities maturing and changing status, and market volatility, and, as such, will consider breaches in the context of.

      i. The amount in relation to the total portfolio concentration;

      ii. Market and security specific conditions contributing to a breach of this Policy; and

      iii. The Investment Managers' actions to enforce the spirit of this Policy and decisions made in the best interest of the portfolio.

[1] The Code allows up to 40% for Pooled Funds and Non-Pooled Funds with a minimum $100,000,000 of investments. The Maximum Allocation is limited to 25% for Non-Pooled Funds with under $100,000,000 of investments.

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7. Financial Futures Contracts Guidelines:

   a. Limited to U.S. Government Securities for the purpose of hedging duration risk in Tier One (1) and Tier Two (2) portfolios;

   b. Subject to a maximum twenty percent (20%) gross notional value of total portfolio at time of purchase; and

   c. Have a maximum Contribution to Duration of +/- 0.35 years.

F. Maximum Stated Term

1. Maximum stated terms for permitted investments shall be determined based on the settlement date (not the trade date) upon purchase of the security and the stated final maturity of the security. Any forward settlement that exceeds forty-five (45) days from the time of investment is prohibited.

G. Rating Downgrades

1. CalOptima Health may from time to time be invested in a security whose rating is downgraded below the quality criteria permitted by this Policy.

2. If the rating of any security held as an investment falls below the investment guidelines, the Investment Manager shall notify CalOptima Health's Treasurer, or Designee, within two (2) business days of the downgrade.

   a. A decision to retain a downgraded security shall be approved by CalOptima Health's Treasurer, or Designee, within five (5) business days of the downgrade.

H. Investment Restrictions

1. Investment securities shall not be lent to an Investment Manager, or Broker-Dealer.

2. The Investment Portfolio or Investment Portfolios, managed by an Investment Manager, shall not be used as collateral to obtain additional investable funds.

3. Any investment not specifically referred to herein shall be considered a prohibited investment.

4. CalOptima Health reserves the right to prohibit its Investment Managers from making investments in organizations which have a line of business that conflicts with the interests of public health, as determined by the Board of Directors.

5. CalOptima Health reserves the right to prohibit investments in organizations with which it has a business relationship through contracting, purchasing, or other arrangements.

6. Except as expressly permitted by this Policy~~,~~ in Section III.D.2.a.iv., investments in derivative securities shall not be allowed.

7. A list of prohibited investments does not currently exist, however, the Board of Directors shall provide CalOptima Health's Treasurer, Investment Managers, Investment Advisory consultant, and Investment Advisory Committee with a list, should such a list be adopted by CalOptima Health in the future, of organizations that do not comply with this Policy and shall immediately

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notify CalOptima Health's Treasurer, Investment Managers, Investment Advisory consultant and Investment Advisory Committee of any changes.

IV. ATTACHMENT(S)

Not Applicable

V. REFERENCE(S)

A. California Government Code, §53600 et seq.
B. California Government Code, §53601(h), (k), (q)
C. California Government Code, §53635 et seq.
D. California Government Code. §53646, Subdivision (a) and Subdivision (b)
E. California Government Code, §6509.7
F. California Government Code, §16430(m)
G. Title 31, Code of Federal Regulations (C.F.R.), §306.1 et seq.

VI. REGULATORY AGENCY APPROVAL(S)

None to Date

VII. BOARD ACTION(S)

Date	Meeting
10/30/2017	Special Meeting of the CalOptima Investment Advisory Committee
11/16/2017	Regular Meeting of the CalOptima Finance and Audit Committee
12/07/2017	Regular Meeting of the CalOptima Board of Directors
11/05/2018	Special Meeting of the CalOptima Investment Advisory Committee
11/15/2018	Regular Meeting of the CalOptima Finance and Audit Committee
12/06/2018	Regular Meeting of the CalOptima Board of Directors
10/21/2019	Regular Meeting of the CalOptima Investment Advisory Committee
11/15/2019	Regular Meeting of the CalOptima Finance and Audit Committee
12/05/2019	Regular Meeting of the CalOptima Board of Directors
06/04/2020	Regular Meeting of the CalOptima Board of Directors
10/19/2020	Regular Meeting of the CalOptima Investment Advisory Committee
11/19/2020	Regular Meeting of the CalOptima Finance and Audit Committee
12/03/2020	Regular Meeting of the CalOptima Board of Directors
10/25/2021	Regular Meeting of the CalOptima Investment Advisory Committee
11/18/2021	Regular Meeting of the CalOptima Finance and Audit Committee
12/20/2021	Special Meeting of the CalOptima Board of Directors
10/24/2022	Regular Meeting of the CalOptima Health Investment Advisory Committee
11/17/2022	Regular Meeting of the CalOptima Health Finance and Audit Committee
12/01/2022	Regular Meeting of the CalOptima Health Board of Directors
10/23/2023	Regular Meeting of the CalOptima Health Investment Advisory Committee
11/16/2023	Regular Meeting of the CalOptima Health Finance and Audit Committee
12/07/2023	Regular Meeting of the CalOptima Health Board of Directors

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Date	Meeting
12/05/2024	Regular Meeting of the CalOptima Health Board of Directors
12/04/2025	Regular Meeting of the CalOptima Health Board of Directors

VIII. REVISION HISTORY

Action	Date	Policy	Policy Title	Program(s)
Effective	01/01/2018	GA.3400	Annual Investments	Administrative
Revised	01/01/2019	GA.3400	Annual Investments	Administrative
Revised	01/01/2020	GA.3400	Annual Investments	Administrative
Revised	06/04/2020	GA.3400	Annual Investments	Administrative
Revised	01/01/2021	GA.3400	Annual Investments	Administrative
Revised	01/01/2022	GA.3400	Annual Investments	Administrative
Revised	01/01/2023	GA.3400	Annual Investments	Administrative
Revised	01/01/2024	GA.3400	Annual Investments	Administrative
Revised	01/01/2025	GA.3400	Annual Investments	Administrative
Revised	01/01/2026	GA.3400	Annual Investments	Administrative

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IX. GLOSSARY

Term	Definition
Banker's Acceptance (BA)	Time drafts which a bank "accepts" as its financial responsibility as part of a trade finance process. These short-term notes are sold at a discount, and are obligations of the drawer (i.e., the bank's trade finance client) as well as the bank. Once accepted, the bank is irrevocably obligated to pay the banker's acceptance (BA) upon maturity, if the drawer does not. Eligible banker's acceptances: 1. Are eligible for purchase by the Federal Reserve System, and are drawn on and accepted by a bank rated F1, or better, by Fitch Ratings Service, or are rated A-l for short-term deposits by Standard & Poor's, or P-1 for short-term deposits by Moody's, or are comparably rated by a nationally recognized rating agency; and 2. May not exceed the five percent (5%) limit of any one (1) commercial bank and may not exceed the five percent (5%) limit for any security of any bank.
Benchmark	Benchmarks are usually constructed using unmanaged indices, exchange-traded Funds or mutual fund categories to represent each asset class. Benchmarks are often used as a tool to assess the allocation, Risk and return of a portfolio.
Bonds	A debt security, under which the issuer owes the holders a debt and, depending on the terms of the bond, is obliged to pay them interest (the coupon) and/or to repay the principal at a later date, termed the maturity date.
Broker-Dealer	In financial services, a Broker-Dealer is a natural person, a company or other organization that engages in the business of trading securities for its own account or on behalf of its customers.
CalOptima Health Treasurer	Appointed by CalOptima Health's Board of Directors, the treasurer is a person responsible for overseeing CalOptima Health's investment funds.
Capital	Capital refers to financial assets or the financial value of assets, in the form of money or other assets owned by an organization.
Cash Flow Draws	Amount of cash needs to support CalOptima Health business operation.
Chief Officers	For the purposes of this policy, may include, but is not limited to, the Chief Executive Officer (CEO), Chief Financial Officer (CFO), and/or Chief Counsel.
Collateral Securities	A security given in addition to the direct security, and subordinate to it, intended to guarantee its validity or convertibility or insure its performance; so that, if the direct security fails, the creditor may fall back upon the collateral security.
Commercial Paper (CP)	Unsecured promissory notes issued by companies and government entities at a discount.
Consumer Price Index (CPI)	The Consumer Price Indexes (CPI) program produces monthly data on changes in the prices paid by urban consumers for a representative basket of goods and services.
Contribution to Duration	Contribution to duration (CTD) refers to how much a specific holding (such as financial futures contracts) impacts the overall interest rate risk of a portfolio.
Corporate Securities	Notes issued by corporations organized and operating within the U.S. or by depository institutions licensed by the U.S. or any state, and operating within the U.S.
Credit Risk	The Risk of loss due to failure of the issuer of a security.

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Term	Definition
Custodian Bank	A specialized financial institution responsible for safeguarding a firm's or individual's financial assets and is not engaged in "traditional" commercial or consumer/retail banking such as mortgage or personal lending, branch banking, personal accounts, automated teller machines (ATMs) and so forth.
Custom Peer Group Report	Developed based on a small peer universe with similar investment guidelines. The Purpose of the report is to provide more accurate performance comparison.
Designee	For purposes of this policy, a person who has been designated to act on behalf of the CalOptima Health Treasurer.
Economic Cycles	The natural fluctuation of the economy between periods of expansion (growth) and contraction (recession).
Finance and Audit Committee (FAC)	A standing committee of the CalOptima Health Board of Directors with oversight responsibilities for all financial matters of CalOptima Health including but not limited to: budget development and approval, financial reporting, investment practices and policies, purchasing and procurement practices and policies, insurance issues, and capitation and claims. The Committee serves as the primary level of Board review for any finance-related issues or policies affecting the CalOptima Health program.
Gross Notional Value	The total underlying asset value of a financial contract or position.
Inflation	Inflation is the rate at which the general level of prices for goods and services is rising and, consequently, the purchasing power of currency is falling.
Instrument	Refers to a financial Instrument or asset that can be traded. These assets can be cash, Bonds, or shares in a company
Investment Advisor(s)	Registered or non-registered person or group that makes investment recommendations or conducts securities analysis in return for a fee.
Investment Advisory Committee (IAC)	A standing committee of the CalOptima Health Board of Directors who provide advice and recommendations regarding CalOptima Health's Investment Policies, Procedures and Practices.
Investment Manager(s)	A person or organization that makes investments in portfolios of securities on behalf of clients, in accordance with the investment objectives and parameters defined by these clients.
Investment Portfolio	A grouping of financial assets such as stocks, Bonds and cash equivalents, as well as their funds counterparts, including mutual, exchange-traded and closed funds. Portfolios are held directly by investors and/or managed by financial professionals.
Joint Powers Authority Pool	Shares of beneficial interest issued by a joint powers authority organized pursuant to California Government Code, Section 6509.7; each share represents an equal proportional interest in the Underlying Pool of Securities owned by the joint powers authority.
Lien	A legal right granted by the owner of property, by a law or otherwise acquired by a creditor
Liquidity	Liquidity describes the degree to which an asset or security can be quickly bought or sold in the market without affecting the asset's price.
Market Indices	Measurements of the value of a section of the stock market. It is computed from the prices of selected stocks (typically a weighted average).
Market Risk	The Risk of market value fluctuations due to overall changes in the general level of interest rates.

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Term	Definition
Maturity Dates	The date on which the principal amount of a note, draft, acceptance bond or another debt Instrument becomes due and is repaid to the investor and interest payments stop. It is also the termination or due date on which an installment loan must be paid in full.
Medium Term Notes (MTN)	A debt note that usually matures (is paid back) in five (5) – ten (10) years, but the term may be less than one (1) year or as long as one hundred (100) years. They can be issued on a fixed or floating coupon basis.
Nationally Recognized Statistical Ratings Organization (NRSRO)	A credit rating agency that the Securities and Exchange Commission in the United States registers and uses for regulatory purposes. Current NRSROs listed at www.sec.gov/ocr/ocr-current-nrsros.html.
Negotiable Certificates of Deposit	A negotiable (i.e., marketable or transferable) receipt for a time deposit at a bank or other financial institution, for a fixed time and interest rate.
Operating Funds	Funds intended to serve as a money market account for CalOptima Health to meet daily operating requirements. Deposits to this fund are comprised of State warrants that represent CalOptima Health's monthly capitation revenues from its State contracts. Disbursements from this fund to CalOptima Health's operating cash accounts are intended to meet operating expenses, payments to providers and other payments required in day-to-day operations.
Prudent Person Standard	When investing, reinvesting, purchasing, acquiring, exchanging, selling, or managing public funds, a trustee shall act with care, skill, prudence, and diligence under the circumstances then prevailing, including but not limited to, the general economic conditions and the anticipated needs of the agency, that a prudent person acting in a like capacity and familiarity with those matters would use in the conduct of funds of a like character and with like aims, to safeguard the principal and maintain the Liquidity needs of the agency (California Government Code, Section 53600.3)
Rate of Return	The gain or loss on an investment over a specified time period, expressed as a percentage of the investment's cost. Gains on investments are defined as income received plus any Capital gains realized on the sale of the investment.
Rating Category	With respect to any long-term category, all ratings designated by a particular letter or combination of letters, without regard to any numerical modifier, plus or minus sign or other modifier.
Repurchase Agreements	A purchase of securities under a simultaneous agreement to sell these securities back at a fixed price on some future date.
Risk	Investment Risk can be defined as the probability or likelihood of occurrence of losses relative to the expected return on any particular investment. Description: Stating simply, it is a measure of the level of uncertainty of achieving the returns as per the expectations of the investor.
State and California Local Agency Obligations	Registered warrants, notes or Bonds of any of the fifty (50) U.S. states, including Bonds payable solely out of the revenues from a revenue-producing property owned, controlled, or operated by a state or by a department, board, agency, or authority of any of the fifty (50) U.S. states. Additionally, Bonds, notes, warrants, or other evidences of indebtedness of any local agency within the State of California, including Bonds payable solely out of revenues from a revenue producing property owned, controlled, or operated by the state or local agency, or by a department, board, agency or authority of the State or local agency.

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Term	**Definition**
Statutory and Board-Designated Reserve Funds	Funds established to address unexpected agency needs and not intended for use in the normal course of business. The Statutory and Board-Designated Reserve Funds should be offset by any working Capital or net current asset deficits. The desired level for the Board Designated reserve funds is a minimum of 2.5 and maximum of 3.0 months of capitation revenues and a Statutory reserve between 100% and 110% of Tangible Net Equity (TNE) as specified by CalOptima Health Policy GA.3001: Statutory and Board-Designated Reserve Funds. CalOptima Health shall utilize the Tier 1 investment portfolio for the Board-designated Reserve and Tier 2 for Statutory Reserve.
Supranational Institutions	International institutions formed by two (2) or more governments that transcend boundaries to pursue mutually beneficial economic or social goals.
Surplus	Assets beyond liabilities.
Underlying Pool of Securities	Those securities and obligations that are eligible for direct investment by local public agencies.
Valuation	An estimation of the worth of a financial Instrument or asset. CalOptima Health's asset managers provide CalOptima Health with reporting that shows the Valuation of each financial Instrument that they own on behalf of CalOptima Health. Each asset manager uses a variety of market sources to determine individual Valuations.

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Policy:	GA.3400
Title:	**Annual Investments**
Department:	Finance
Section:	Not Applicable
CEO Approval:	*/s/*
Effective Date:	01/01/2018
Revised Date:	01/01/2026
Applicable to:	☒ Administrative ☐ Covered California ☐ Medi-Cal ☐ OneCare ☐ PACE

I. PURPOSE

This policy sets forth the investment guidelines for all Operating Funds, Statutory and Board-Designated Reserve Funds of CalOptima Health invested on or after January 10, 2006, to ensure CalOptima Health's funds are prudently invested according to the Board of Directors objectives and the California Government Code to preserve Capital, provide necessary Liquidity, and achieve a market-average Rate of Return through Economic Cycles. Each annual review takes effect upon its adoption by the Board of Directors.

II. POLICY

A. CalOptima Health investments may only be made as authorized by this Policy.

1. This Policy shall conform to California Government Code, Section 53600 et seq. (hereinafter, the Code) as well as customary standards of prudent investment management. Should the provisions of the Code be, or become, more restrictive than those contained herein, such provisions shall be considered immediately incorporated into this Policy and adhered to.

2. Safety of Principal: Safety of Principal is the primary objective of CalOptima Health and, as such, each investment transaction shall seek to ensure that large Capital losses are avoided from securities or Broker-Dealer default.

   a. CalOptima Health shall seek to ensure that Capital losses are minimized from the erosion of market value and preserve principal by mitigating the two (2) types of Risk: Credit Risk and Market Risk.

      i. Credit Risk shall be mitigated by investing in only permitted investments and by diversifying the Investment Portfolio, in accordance with this Policy.

      ii. Market Risk shall be mitigated by matching Maturity Dates, to the extent possible, with CalOptima Health's expected cash flow needs and other factors.

   b. It is explicitly recognized herein, however, that in a diversified portfolio, occasional losses are inevitable and must be considered within the context of the overall investment return.

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3. Liquidity: Liquidity is the second most important objective of CalOptima Health. It is important that each portfolio contain investments for which there is a secondary market, and which offer the flexibility to be easily sold at any time with minimal Risk of loss of either the principal or interest based upon then prevailing rates.

4. Total Return: CalOptima Health's Investment Portfolios shall be designed to attain a market-average Rate of Return through Economic Cycles given an acceptable level of Risk, established by the Board of Directors' and the CalOptima Health Treasurer's objectives.

    a. The performance Benchmark for each Investment Portfolio shall be based upon published Market Indices as primary Benchmark, and Custom Peer Group Reports, as necessary, for short-term investments of comparable Risk and duration.

        i. These performance Benchmarks shall be reviewed monthly by CalOptima Health staff, and quarterly by CalOptima Health's Treasurer and the Investment Advisory Committee members and shall be reported to the Board of Directors.

B. The investments purchased by an Investment Manager shall be held by the Custodian Bank acting as the agent of CalOptima Health under the terms of a custody agreement in compliance with California Government Code, Section 53608.

C. Investment Managers must certify that they will purchase securities from Broker-Dealers (other than themselves) or financial institutions in compliance with California Government Code, Section 53601.5 and this Policy.

D. The Board of Directors, or persons authorized to make investment decisions on behalf of CalOptima Health (e.g., Chief Officers), are trustees and fiduciaries subject to the Prudent Person Standard, as defined in the Code, which shall be applied in the context of managing an overall portfolio.

E. CalOptima Health's Officers, employees, Board members, and Investment Advisory Committee members involved in the investment process shall refrain from personal and professional business activities that could conflict with the proper execution of the investment program, or which could impair their ability to fulfill their roles in the investment process.

1. CalOptima Health's Officers and employees involved in the investment process are not permitted to have any material financial interests in financial institutions, including state or federal credit unions, that conduct business with CalOptima Health, and are not permitted to have any personal financial, or investment holdings, that could be materially related to the performance of CalOptima Health's investments.

F. On an annual basis, CalOptima Health's Treasurer shall provide the Board of Directors with this Policy for review and adoption by the Board, to ensure that all investments made follow this Policy.

1. This Policy shall be reviewed annually by the Board of Directors at a public meeting pursuant to California Government Code, Section 53646, Subdivision (a).

2. This policy may only be changed by the Board of Directors.

III. PROCEDURE

A. Delegation of Authority

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1. The Authority to manage CalOptima Health's investment program is derived from an order of the Board of Directors.

    a. Management responsibility for the investment program shall be delegated to CalOptima Health's Treasurer, as appointed by the Board of Directors, for a one (1)-year period following the approval of this Policy.

        i. The Board of Directors may renew the delegation of authority annually.

    b. No person may engage in investment transactions except as provided under the terms of this Policy and the procedures established by CalOptima Health's Treasurer.

B. CalOptima Health Treasurer Responsibilities

1. The Treasurer shall be responsible for:

    a. All actions undertaken and shall establish a system of controls to regulate the activities of subordinate officials and Board-approved Investment Managers;

    b. The oversight of CalOptima Health's Investment Portfolio;

    c. Directing CalOptima Health's investment program and for compliance with this Policy pursuant to the delegation of authority to invest funds or to sell or exchange securities; and

    d. Providing a quarterly report to the Board of Directors in accordance with California Government Code, Section 53646, Subdivision (b).

2. The Treasurer shall also be responsible for ensuring that:

    a. The Operating Funds, Statutory and Board-Designated Reserve Funds targeted average maturities are established and reviewed monthly.

    b. All Investment Managers are provided a copy of this Policy, which shall be appended to an Investment Manager's investment contract.

        i. Any investments made by an Investment Manager outside this Policy may subject the Investment Manager to termination for cause or other appropriate remedies or sanctions, as determined by the Board of Directors.

    c. Investment diversification and portfolio performance is reviewed monthly to ensure that Risk levels and returns are reasonable and that investments are diversified in accordance with this Policy.

    d. All Investment Managers are selected and evaluated for review by the Chief Executive Officer and the Board of Directors.

C. Investment Advisory Committee

1. The Investment Advisory Committee shall not make, or direct, CalOptima Health staff to make any particular investment, purchase any particular investment product, or conduct business with any particular investment companies, or brokers.

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a. It shall not be the purpose of the Investment Advisory Committee to advise on particular investment decisions of CalOptima Health.

2. The Investment Advisory Committee shall be responsible for the following functions:

a. Annual review of this Policy before its consideration by the Board of Directors and revision recommendations, as necessary, to the Finance and Audit Committee of the Board of Directors.

b. Quarterly review of CalOptima Health's Investment Portfolio for conformance with this Policy's diversification and maturity guidelines, and recommendations to the Finance and Audit Committee of the Board of Directors, as appropriate.

c. Provision of comments to CalOptima Health's staff regarding potential investments and potential investment strategies.

d. Performance of such additional duties and responsibilities pertaining to CalOptima Health's investment program as may be required from time to time by specific action and direction of the Board of Directors.

D. Permitted Investments

1. CalOptima Health shall invest only in Instruments as permitted by the Code, subject to the limitations of this Policy.

a. Permitted investments under the Operating Funds, unless otherwise specified, are subject to a maximum stated term of three (3) years. Note that the Code allows for up to five (5) years.

b. Permitted investments under the Statutory and Board-Designated Reserve Funds, unless otherwise specified, are subject to a maximum stated term of five (5) years. Note that the Code allows for up to five (5) years.

c. The Board of Directors must grant express written authority to make an investment, or to establish an investment program, of a longer term.

2. Permitted investments shall include:

a. U.S. Treasuries

i. These investments are direct obligations of the United States of America and securities which are fully and unconditionally guaranteed as to the timely payment of principal and interest by the full faith and credit of the United States of America.

ii. U.S. Government securities include:

a) Treasury Bills: U.S. Government securities issued and traded at a discount;

b) Treasury Notes and Bonds: Interest bearing debt obligations of the U.S. Government which guarantees interest and principal payments;

c) Treasury Separate Trading of Registered Interest and Principal Securities (STRIPS): U.S. Treasury securities that have been separated into their component

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parts of principal and interest payments and recorded as such in the Federal Reserve book-entry record-keeping system;

d) Treasury Inflation Protected (TIPs) securities: Special U.S. Treasury notes, or Bonds, that offer protection from Inflation. Coupon payments and underlying principal are automatically increased to compensate for Inflation, as measured by the Consumer Price Index (CPI); and

e) Treasury Floating Rate Notes (FRNs): U.S. Treasury Bonds issued with a variable coupon.

iii. U.S. Treasury coupon and principal STRIPS, as well as TIPs, are not considered to be derivatives for the purposes of this Policy and are, therefore, permitted investments pursuant to this Policy.

iv. Financial futures contracts related to U.S. government securities are permitted for the sole purpose of managing the portfolio duration within the Tier One (1) or Tier Two (2) portfolios. Contracts subject to the Maximum Term Assigned.

v. Maximum Term:

Fund Type	**Term Assigned**	**Term Allowed by the Code**
Operating Funds	3 years	5 years
Statutory and Board-Designated Reserve Funds ▪ Tier One (1) ▪ Tier Two (2)	 5 years 5 years	 5 years 5 years

b. Federal Agencies and U.S. Government Sponsored Enterprises

i. These investments represent obligations, participations, or other Instruments of, or issued by, a federal agency or a U.S. government sponsored enterprise, including those issued by, or fully guaranteed as to principal and interest by, the issuers.

ii. These are U.S. Government related organizations, the largest of which are government financial intermediaries assisting specific credit markets (e.g., housing, agriculture). Often simply referred to as "Agencies," the following are specifically allowed:

a) Federal Home Loan Banks (FHLB);

b) Federal Home Loan Mortgage Corporation (FHLMC);

c) Federal National Mortgage Association (FNMA);

d) Federal Farm Credit Banks (FFCB);

e) Government National Mortgage Association (GNMA);

f) Small Business Administration (SBA);

g) Export-Import Bank of the United States;

h) U.S. Maritime Administration;

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i) Washington Metro Area Transit Authority (WMATA);

j) U.S. Department of Housing & Urban Development;

k) Tennessee Valley Authority;

l) Federal Agricultural Mortgage Company (FAMC);

m) Federal Deposit Insurance Corporation (FDIC)-backed Structured Sale Guaranteed Notes (SSGNs); and

n) National Credit Union Administration (NCUA) securities.

iii. Maximum Term:

Fund Type	Term Assigned	Term Allowed by the Code
Operating Funds	3 years	5 years
Statutory and Board-Designated Reserve Funds ▪ Tier One (1) ▪ Tier Two (2)	 5 years 5 years	 5 years 5 years

iv. Any Federal Agency and U.S. Government Sponsored Enterprise security not specifically mentioned above is not a permitted investment.

c. State and California Local Agency Obligations

i. Such obligations must be issued by an entity whose general obligation debt is rated P-1 by Moody's, or A-1 by Standard & Poor's, or Rated F1 by Fitch, or equivalent or better for short-term obligations, or an "A-" rating or its equivalent or better by a Nationally Recognized Statistical Rating Organization (NRSRO) for long-term obligations. Public agency Bonds issued for private purposes (e.g., industrial development Bonds) are specifically excluded as permitted investments.

ii. Maximum Term:

Fund Type	Term Assigned	Term Allowed by the Code
Operating Funds	3 years	5 years
Statutory and Board-Designated Reserve Funds ▪ Tier One (1) ▪ Tier Two (2)	 5 years 5 years	 5 years 5 years

d. Banker's Acceptances

i. Time drafts which a bank "accepts" as its financial responsibility as part of a trade finance process. These short-term notes are sold at a discount, and are obligations of the drawer (i.e., the bank's trade finance client) as well as the bank. Once accepted, the bank is irrevocably obligated to pay the Banker's Acceptance (BA) upon maturity, if the drawer does not. Eligible banker's acceptances:

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a) Are eligible for purchase by the Federal Reserve System and are drawn on and accepted by a bank rated F1, or better, by Fitch Ratings Service, or are rated A-l for short-term deposits by Standard & Poor's, or P-1 for short-term deposits by Moody's, or are comparably rated by a NRSRO.

ii. Maximum Term:

Fund Type	Term Assigned	Term Allowed by the Code
Operating Funds	180 days	180 days
Statutory and Board-Designated Reserve Funds ▪ Tier One (1) ▪ Tier Two (2)	 180 days 180 days	 180 days 180 days

e. Commercial Paper (CP)

i. CP is negotiable (i.e., marketable or transferable), although it is typically held to maturity. The maximum maturity is two hundred seventy (270) days, with most CP issued for terms of less than thirty (30) days. CP must meet the following criteria:

a) CP of "prime" quality, rated F1, or better, by Fitch Ratings Service, or are rated A-l for short-term deposits by Standard & Poor's, or P-1 for short-term by Moody's, or are comparably rated by a NRSRO;

b) The entity that issues the CP shall meet all of the following conditions in either paragraph (1) or (2):

(1) The entity meets the following criteria:

(A) Is organized and operating in the United States as a general corporation.

(B) Has total assets in excess of five hundred million dollars ($500,000,000).

(C) Has debt other than commercial paper, if any, that is rated in a Rating Category of "A" or its equivalent or higher by a NRSRO.

(2) The entity meets the following criteria:

(A) Is organized within the United States as a special purpose corporation, trust, or limited liability company.

(B) Has program wide credit enhancements including, but not limited to, overcollateralization, letters of credit, or a surety bond.

(C) Has commercial paper that is rated "A-1" or higher, or the equivalent, by a NRSRO; and

c) May not represent more than ten percent (10%) of the outstanding CP of the issuing corporation.

ii. Maximum Term:

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Fund Type	Term Assigned	Term Allowed by the Code
Operating Funds	270 days	270 days
Statutory and Board-Designated Reserve Funds ▪ Tier One (1) ▪ Tier Two (2)	 270 days 270 days	 270 days 270 days

f. Negotiable Certificates of Deposit

i. Negotiable Certificates of Deposit must be issued by a Nationally- or state-chartered bank, or state or federal association or by a state licensed branch of a foreign bank, which have been rated F1 or better, by Fitch Ratings Service, or are rated A-1 for short-term deposits by Standard & Poor's and P-1 for short-term deposits by Moody's or are comparably rated by a NRSRO.

ii. Maximum Term:

Fund Type	Term Assigned	Term Allowed by the Code
Operating Funds	1 year	5 years
Statutory and Board-Designated Reserve Funds ▪ Tier One (1) ▪ Tier Two (2)	 1 year 1 year	 5 years 5 years

g. Repurchase Agreements

i. U.S. Treasury and U.S. Agency Repurchase Agreements collateralized by the U.S. Government may be purchased through any registered primary Broker-Dealer subject to the Securities Investors Protection Act, or any commercial bank insured by the Federal Deposit Insurance Corporation so long as at the time of the investment, such primary dealer (or its parent) has an uninsured, unsecured, and unguaranteed obligation rated P-1 short-term, or A-2 long-term, or better, by Moody's, and A-1 short-term, or A long-term, or better, by Standard & Poor's, and F1 short-term, or A long-term or better by Fitch Ratings Service provided:

a) A Broker-Dealer master repurchase agreement signed by the Investment Manager (acting as "Agent") and approved by CalOptima Health;

b) The securities are held free and clear of any Lien by CalOptima Health's custodian or an independent third party acting as agent ("Agent") for the custodian, and such third party is (i) a Federal Reserve Bank, or (ii) a bank which is a member of the Federal Deposit Insurance Corporation and which has combined Capital, Surplus and undivided profits of not less than fifty million dollars ($50,000,000) and the custodian receives written confirmation from such third party that it holds such securities, free and clear of any Lien, as agent for CalOptima Health's custodian;

c) A perfected first security interest under the Uniform Commercial Code, or book entry procedures prescribed at Title 31, Code of Federal Regulations, Section 306.1 et seq., and such securities are created for the benefit of CalOptima Health's custodian and CalOptima Health; and

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d) The Agent will notify CalOptima Health's custodian and CalOptima Health if the Valuation of the Collateral Securities falls outside of policy. Upon direction by the CalOptima Health Treasurer, the Agent will liquidate the Collateral Securities if any deficiency in the required one hundred and two percent (102%) collateral percentage is not restored within one (1) business day of such Valuation.

ii. Maximum Term:

Fund Type	Term Assigned	Term Allowed by the Code
Operating Funds	30 days	1 year
Statutory and Board-Designated Reserve Funds ▪ Tier One (1) ▪ Tier Two (2)	30 days 30 days	1 year 1 year

iii. Reverse Repurchase Agreements are not allowed.

h. Corporate Securities

i. For the purpose of this Policy, permissible Corporate Securities shall be rated in a Rating Category of "A" or its equivalent or better by a NRSRO and:

a) Be issued by corporations organized and operating within the U.S. or by depository institutions licensed by the U.S. or any state and operating within the U.S. and have total assets in excess of five hundred million dollars ($500,000,000), and

b) May not represent more than ten percent (10%) of the issue in the case of a specific public offering. This limitation does not apply to debt that is "continuously offered" in a mode similar to CP, i.e., Medium Term Notes (MTNs).

ii. Maximum Term:

Fund Type	Term Assigned	Term Allowed by the Code
Operating Funds	3 years	5 years
Statutory and Board-Designated Reserve Funds ▪ Tier One (1) ▪ Tier Two (2)	5 years 5 years	5 years 5 years

i. Money Market Funds

i. Shares of beneficial interest issued by diversified management companies (i.e., money market funds):

a) Which have attained the highest ranking or the highest letter and numerical rating provided by not less than two (2) of the three (3) NRSROs (AAAm by Standard & Poor's, Aaa-mf – Moody's Investors Service, and AAA/mmf – Fitch Ratings); and

b) Such investment may not represent more than ten percent (10%) of the money market fund's assets.

j. Joint Powers Authority Pool

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i. A joint powers authority formed pursuant to California Government Code; Section 6509.7 may issue shares of beneficial interest to participating public agencies. The joint powers authority issuing the shares shall have retained an Investment Advisor that meets all of the following criteria:

a) Registered or exempt from registration with the Securities and Exchange Commission;

b) No less than five (5) years of experience investing in the securities and obligations authorized in the Code; and

c) Assets under management in excess of five hundred million dollars ($500,000,000).

ii. A Joint Powers Authority Pool shall be rated AAA (or equivalent highest ranking) by two (2) of the three (3) largest NRSROs.

iii. Such an investment may not represent more than ten percent (10%) of the Joint Powers Authority Pool's assets.

iv. Maximum Term:

Fund Type	Term Assigned	Term Allowed by the Code
Operating Funds	Not Applicable	Not Applicable
Statutory and Board-Designated Reserve Funds		
▪ Tier One (1)	Not Applicable	Not Applicable
▪ Tier Two (2)	Not Applicable	Not Applicable

k. Mortgage or Asset-backed Securities

i. Pass-through securities are Instruments by which the cash flow from the mortgages, receivables, or other assets underlying the security, is passed-through as principal and interest payments to the investor.

ii. Though these securities may contain a third-party guarantee, they are a package of assets being sold by a trust, not a debt obligation of the sponsor. Other types of "backed" debt Instruments have assets (e.g., leases or consumer receivables) pledged to support the debt service.

iii. Any mortgage pass-through security, collateralized mortgage obligations, mortgage-backed or other pay-through bond, equipment lease-backed certificate, consumer receivable pass-through certificate, or consumer receivable-backed bond which:

a) Are rated AA or its equivalent or better by a NRSRO.

iv. Are not issued or guaranteed by Federal Agencies and U.S. Government Sponsored Agencies.

v. Maximum Term:

Fund Type	Term Assigned	Term Allowed by the Code
Operating Funds	3 years	5 years

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Fund Type	Term Assigned	Term Allowed by the Code
Statutory and Board-Designated Reserve Funds ▪ Tier One (1) ▪ Tier Two (2)	 5 years 5 years	 5 years 5 years

l. Variable and Floating Rate Securities

i. Variable and floating rate securities are appropriate investments when used to enhance yield and reduce Risk.

a) They should have the same stability, Liquidity, and quality as comparable fixed rate securities.

b) A variable rate security provides for the automatic establishment of a new interest rate on pre-determined reset dates.

c) For the purposes of this Policy, a variable rate security and floating rate security shall be deemed to have a maturity equal to the period remaining to that pre-determined interest rate reset date, so long as no investment shall be made in a security that at the time of the investment has a term remaining to a stated final maturity in excess of five (5) years.

ii. Variable and floating rate securities, which are restricted to investments in permitted Federal Agencies and U.S. Government Sponsored Enterprises securities, Corporate Securities, Mortgage or Asset-backed Securities, Negotiable Certificates of Deposit, and Municipal Bonds (State and California Local Agency Obligations) must utilize a single, market-determined short-term index rate, such as U. S. Treasury bills, federal funds, CP, the Secured Overnight Financing Rate (SOFR), or Securities Industry and Financial Markets Association (SIFMA) that is pre-determined at the time of issuance of the security.

a) Permitted variable and floating rate securities that have an embedded unconditional put option must have a stated final maturity of the security no greater than five (5) years.

b) Investments in floating rate securities whose reset is calculated using more than one (1) of the above indices are not permitted, i.e., dual index notes.

c) Ratings for variable and floating rate securities shall be limited to the same minimum ratings as applied to the appropriate asset security class outlined elsewhere in this Policy.

iii. Maximum Term:

Fund Type	Term Assigned	Term Allowed by the Code
Operating Funds	3 years	5 years
Statutory and Board-Designated Reserve Funds ▪ Tier One (1) ▪ Tier Two (2)	 5 years 5 years	 5 years 5 years

m. Supranational Obligations

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i. The three (3) Supranational Institutions that issue, or unconditionally guarantee, obligations that are eligible investments are:

a) International Bank for Reconstruction and Development (IBRD);

b) International Finance Corporation (IFC);

c) Inter-American Development Bank (IADB);

ii. Supranational obligations shall be rated in a Rating Category of "AA" or its equivalent or better by a NRSRO.

iii. Maximum Term:

Fund Type	**Term Assigned**	**Term Allowed by the Code**
Operating Funds	3 years	5 years
Statutory and Board-Designated Reserve Funds ▪ Tier One (1) ▪ Tier Two (2)	 5 years 5 years	 5 years 5 years

n. Pooled Investments

i. Pooled investments include deposits, or investments pooled with those of other local agencies consistent with the requirements of California Government Code, Section 53635 et seq. Such pools may contain a variety of investments but are limited to those permissible under the Code.

E. Diversification Guidelines

1. Diversification guidelines ensure the portfolio is not unduly concentrated in the securities of one (1) type, industry, or entity, thereby assuring adequate portfolio Liquidity should one (1) sector or company experience difficulties.

2. CalOptima Health's Investment Managers must review the respective portfolios they manage to ensure compliance with CalOptima Health's diversification guidelines on a continuous basis.

3. *Table 1: Maximum Percentage (%) of Investment Portfolio, by Instrument Type*

INSTRUMENTS	**MAXIMUM % OF PORTFOLIO AT TIME OF PURCHASE**
A. U.S. Treasuries (including U.S. Treasury Coupon and principal STRIPS as well as TIPs)	100% (Code)
B. Federal Agencies and U.S. Government Sponsored Enterprises (including U.S. Agency Mortgage Backed Securities and Asset Backed Securities)	100% (Code)
C. State and California Local Agency Obligations	40% (Code 100%)
D. Bankers Acceptances	30% (Code 40%)

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INSTRUMENTS	Maximum % of Portfolio at Time of Purchase
E. Commercial Paper	30% (Code 40%[1])
F. Negotiable Certificates of Deposit	30% (Code)
G. Repurchase Agreements	100% (Code)
H. Corporate Securities	30% (Code)
I. Money Market Funds	20% (Code)
J. Joint Powers Authority Pool	100% (Code)
K. Non-Agency Mortgage or Asset-backed Securities	20% (Code)
L. Variable and Floating Rate Securities	30% (Code)
M. Supranational Obligations	30% (Code)

4. Issuer or Counterparty Diversification Guidelines: The percentages specified below shall be adhered to on the basis of the entire portfolio:

   a. Any one (1) Federal Agency or Government Sponsored Enterprise: None

   b. Any one (1) repurchase agreement counterparty name:

If maturity/term is ≤ 7 days: 50%
If maturity/term is > 7 days: 25%

5. Issuer or Counterparty Diversification Guidelines for all other permitted investments described in Section III.D.2.a-n. of this Policy.

   a. Any one (1) corporation, bank, local agency, or other corporate name for one (1) or more series of securities, and specifically with respect to special purpose vehicles issuers for mortgage or asset-backed securities, the maximum issuer limits apply at the deal level with each securitized trust being considered a unique "issuer."

   b. Except for U.S. Government or Agency securities, no more than five percent (5%) of the Portfolio's market value will be invested in securities of a single issuer.

6. Each Investment Manager shall adhere to the diversification limits discussed in this subsection.

   a. If an Investment Manager exceeds the aforementioned diversification limits, the Investment Manager shall inform CalOptima Health's Treasurer and Investment Advisory consultant (if any) by close of business on the day of the occurrence.

   b. Within the parameters authorized by the Code, the Investment Advisory Committee recognizes the practicalities of portfolio management, securities maturing and changing status, and market volatility, and, as such, will consider breaches in the context of.

      i. The amount in relation to the total portfolio concentration;

      ii. Market and security specific conditions contributing to a breach of this Policy; and

      iii. The Investment Managers' actions to enforce the spirit of this Policy and decisions made in the best interest of the portfolio.

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[1] The Code allows up to 40% for Pooled Funds and Non-Pooled Funds with a minimum $100,000,000 of investments. The Maximum Allocation is limited to 25% for Non-Pooled Funds with under $100,000,000 of investments.

7. Financial Futures Contracts Guidelines:

    a. Limited to U.S. Government Securities for the purpose of hedging duration risk in Tier One (1) and Tier Two (2) portfolios;

    b. Subject to a maximum twenty percent (20%) gross notional value of total portfolio at time of purchase; and

    c. Have a maximum Contribution to Duration of +/- 0.35 years.

F. Maximum Stated Term

1. Maximum stated terms for permitted investments shall be determined based on the settlement date (not the trade date) upon purchase of the security and the stated final maturity of the security. Any forward settlement that exceeds forty-five (45) days from the time of investment is prohibited.

G. Rating Downgrades

1. CalOptima Health may from time to time be invested in a security whose rating is downgraded below the quality criteria permitted by this Policy.

2. If the rating of any security held as an investment falls below the investment guidelines, the Investment Manager shall notify CalOptima Health's Treasurer, or Designee, within two (2) business days of the downgrade.

    a. A decision to retain a downgraded security shall be approved by CalOptima Health's Treasurer, or Designee, within five (5) business days of the downgrade.

H. Investment Restrictions

1. Investment securities shall not be lent to an Investment Manager, or Broker-Dealer.

2. The Investment Portfolio or Investment Portfolios, managed by an Investment Manager, shall not be used as collateral to obtain additional investable funds.

3. Any investment not specifically referred to herein shall be considered a prohibited investment.

4. CalOptima Health reserves the right to prohibit its Investment Managers from making investments in organizations which have a line of business that conflicts with the interests of public health, as determined by the Board of Directors.

5. CalOptima Health reserves the right to prohibit investments in organizations with which it has a business relationship through contracting, purchasing, or other arrangements.

6. Except as expressly permitted by this Policy in Section III.D.2.a.iv., investments in derivative securities shall not be allowed.

7. A list of prohibited investments does not currently exist, however, the Board of Directors shall provide CalOptima Health's Treasurer, Investment Managers, Investment Advisory consultant, and Investment Advisory Committee with a list, should such a list be adopted by CalOptima Health in the future, of organizations that do not comply with this Policy and shall immediately

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notify CalOptima Health's Treasurer, Investment Managers, Investment Advisory consultant and Investment Advisory Committee of any changes.

IV. ATTACHMENT(S)

Not Applicable

V. REFERENCE(S)

A. California Government Code, §53600 et seq.
B. California Government Code, §53601(h), (k), (q)
C. California Government Code, §53635 et seq.
D. California Government Code. §53646, Subdivision (a) and Subdivision (b)
E. California Government Code, §6509.7
F. California Government Code, §16430(m)
G. Title 31, Code of Federal Regulations (C.F.R.), §306.1 et seq.

VI. REGULATORY AGENCY APPROVAL(S)

None to Date

VII. BOARD ACTION(S)

Date	Meeting
10/30/2017	Special Meeting of the CalOptima Investment Advisory Committee
11/16/2017	Regular Meeting of the CalOptima Finance and Audit Committee
12/07/2017	Regular Meeting of the CalOptima Board of Directors
11/05/2018	Special Meeting of the CalOptima Investment Advisory Committee
11/15/2018	Regular Meeting of the CalOptima Finance and Audit Committee
12/06/2018	Regular Meeting of the CalOptima Board of Directors
10/21/2019	Regular Meeting of the CalOptima Investment Advisory Committee
11/15/2019	Regular Meeting of the CalOptima Finance and Audit Committee
12/05/2019	Regular Meeting of the CalOptima Board of Directors
06/04/2020	Regular Meeting of the CalOptima Board of Directors
10/19/2020	Regular Meeting of the CalOptima Investment Advisory Committee
11/19/2020	Regular Meeting of the CalOptima Finance and Audit Committee
12/03/2020	Regular Meeting of the CalOptima Board of Directors
10/25/2021	Regular Meeting of the CalOptima Investment Advisory Committee
11/18/2021	Regular Meeting of the CalOptima Finance and Audit Committee
12/20/2021	Special Meeting of the CalOptima Board of Directors
10/24/2022	Regular Meeting of the CalOptima Health Investment Advisory Committee
11/17/2022	Regular Meeting of the CalOptima Health Finance and Audit Committee
12/01/2022	Regular Meeting of the CalOptima Health Board of Directors
10/23/2023	Regular Meeting of the CalOptima Health Investment Advisory Committee
11/16/2023	Regular Meeting of the CalOptima Health Finance and Audit Committee
12/07/2023	Regular Meeting of the CalOptima Health Board of Directors

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Date	Meeting
12/05/2024	Regular Meeting of the CalOptima Health Board of Directors
12/04/2025	Regular Meeting of the CalOptima Health Board of Directors

VIII. REVISION HISTORY

Action	Date	Policy	Policy Title	Program(s)
Effective	01/01/2018	GA.3400	Annual Investments	Administrative
Revised	01/01/2019	GA.3400	Annual Investments	Administrative
Revised	01/01/2020	GA.3400	Annual Investments	Administrative
Revised	06/04/2020	GA.3400	Annual Investments	Administrative
Revised	01/01/2021	GA.3400	Annual Investments	Administrative
Revised	01/01/2022	GA.3400	Annual Investments	Administrative
Revised	01/01/2023	GA.3400	Annual Investments	Administrative
Revised	01/01/2024	GA.3400	Annual Investments	Administrative
Revised	01/01/2025	GA.3400	Annual Investments	Administrative
Revised	01/01/2026	GA.3400	Annual Investments	Administrative

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IX. GLOSSARY

Term	Definition
Banker's Acceptance (BA)	Time drafts which a bank "accepts" as its financial responsibility as part of a trade finance process. These short-term notes are sold at a discount, and are obligations of the drawer (i.e., the bank's trade finance client) as well as the bank. Once accepted, the bank is irrevocably obligated to pay the banker's acceptance (BA) upon maturity, if the drawer does not. Eligible banker's acceptances: 1. Are eligible for purchase by the Federal Reserve System, and are drawn on and accepted by a bank rated F1, or better, by Fitch Ratings Service, or are rated A-l for short-term deposits by Standard & Poor's, or P-1 for short-term deposits by Moody's, or are comparably rated by a nationally recognized rating agency; and 2. May not exceed the five percent (5%) limit of any one (1) commercial bank and may not exceed the five percent (5%) limit for any security of any bank.
Benchmark	Benchmarks are usually constructed using unmanaged indices, exchange-traded Funds or mutual fund categories to represent each asset class. Benchmarks are often used as a tool to assess the allocation, Risk and return of a portfolio.
Bonds	A debt security, under which the issuer owes the holders a debt and, depending on the terms of the bond, is obliged to pay them interest (the coupon) and/or to repay the principal at a later date, termed the maturity date.
Broker-Dealer	In financial services, a Broker-Dealer is a natural person, a company or other organization that engages in the business of trading securities for its own account or on behalf of its customers.
CalOptima Health Treasurer	Appointed by CalOptima Health's Board of Directors, the treasurer is a person responsible for overseeing CalOptima Health's investment funds.
Capital	Capital refers to financial assets or the financial value of assets, in the form of money or other assets owned by an organization.
Cash Flow Draws	Amount of cash needs to support CalOptima Health business operation.
Chief Officers	For the purposes of this policy, may include, but is not limited to, the Chief Executive Officer (CEO), Chief Financial Officer (CFO), and/or Chief Counsel.
Collateral Securities	A security given in addition to the direct security, and subordinate to it, intended to guarantee its validity or convertibility or insure its performance; so that, if the direct security fails, the creditor may fall back upon the collateral security.
Commercial Paper (CP)	Unsecured promissory notes issued by companies and government entities at a discount.
Consumer Price Index (CPI)	The Consumer Price Indexes (CPI) program produces monthly data on changes in the prices paid by urban consumers for a representative basket of goods and services.
Contribution to Duration	Contribution to duration (CTD) refers to how much a specific holding (such as financial futures contracts) impacts the overall interest rate risk of a portfolio.
Corporate Securities	Notes issued by corporations organized and operating within the U.S. or by depository institutions licensed by the U.S. or any state, and operating within the U.S.
Credit Risk	The Risk of loss due to failure of the issuer of a security.

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Term	Definition
Custodian Bank	A specialized financial institution responsible for safeguarding a firm's or individual's financial assets and is not engaged in "traditional" commercial or consumer/retail banking such as mortgage or personal lending, branch banking, personal accounts, automated teller machines (ATMs) and so forth.
Custom Peer Group Report	Developed based on a small peer universe with similar investment guidelines. The Purpose of the report is to provide more accurate performance comparison.
Designee	For purposes of this policy, a person who has been designated to act on behalf of the CalOptima Health Treasurer.
Economic Cycles	The natural fluctuation of the economy between periods of expansion (growth) and contraction (recession).
Finance and Audit Committee (FAC)	A standing committee of the CalOptima Health Board of Directors with oversight responsibilities for all financial matters of CalOptima Health including but not limited to: budget development and approval, financial reporting, investment practices and policies, purchasing and procurement practices and policies, insurance issues, and capitation and claims. The Committee serves as the primary level of Board review for any finance-related issues or policies affecting the CalOptima Health program.
Gross Notional Value	The total underlying asset value of a financial contract or position.
Inflation	Inflation is the rate at which the general level of prices for goods and services is rising and, consequently, the purchasing power of currency is falling.
Instrument	Refers to a financial Instrument or asset that can be traded. These assets can be cash, Bonds, or shares in a company
Investment Advisor(s)	Registered or non-registered person or group that makes investment recommendations or conducts securities analysis in return for a fee.
Investment Advisory Committee (IAC)	A standing committee of the CalOptima Health Board of Directors who provide advice and recommendations regarding CalOptima Health's Investment Policies, Procedures and Practices.
Investment Manager(s)	A person or organization that makes investments in portfolios of securities on behalf of clients, in accordance with the investment objectives and parameters defined by these clients.
Investment Portfolio	A grouping of financial assets such as stocks, Bonds and cash equivalents, as well as their funds counterparts, including mutual, exchange-traded and closed funds. Portfolios are held directly by investors and/or managed by financial professionals.
Joint Powers Authority Pool	Shares of beneficial interest issued by a joint powers authority organized pursuant to California Government Code, Section 6509.7; each share represents an equal proportional interest in the Underlying Pool of Securities owned by the joint powers authority.
Lien	A legal right granted by the owner of property, by a law or otherwise acquired by a creditor
Liquidity	Liquidity describes the degree to which an asset or security can be quickly bought or sold in the market without affecting the asset's price.
Market Indices	Measurements of the value of a section of the stock market. It is computed from the prices of selected stocks (typically a weighted average).
Market Risk	The Risk of market value fluctuations due to overall changes in the general level of interest rates.

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Term	Definition
Maturity Dates	The date on which the principal amount of a note, draft, acceptance bond or another debt Instrument becomes due and is repaid to the investor and interest payments stop. It is also the termination or due date on which an installment loan must be paid in full.
Medium Term Notes (MTN)	A debt note that usually matures (is paid back) in five (5) – ten (10) years, but the term may be less than one (1) year or as long as one hundred (100) years. They can be issued on a fixed or floating coupon basis.
Nationally Recognized Statistical Ratings Organization (NRSRO)	A credit rating agency that the Securities and Exchange Commission in the United States registers and uses for regulatory purposes. Current NRSROs listed at www.sec.gov/ocr/ocr-current-nrsros.html.
Negotiable Certificates of Deposit	A negotiable (i.e., marketable or transferable) receipt for a time deposit at a bank or other financial institution, for a fixed time and interest rate.
Operating Funds	Funds intended to serve as a money market account for CalOptima Health to meet daily operating requirements. Deposits to this fund are comprised of State warrants that represent CalOptima Health's monthly capitation revenues from its State contracts. Disbursements from this fund to CalOptima Health's operating cash accounts are intended to meet operating expenses, payments to providers and other payments required in day-to-day operations.
Prudent Person Standard	When investing, reinvesting, purchasing, acquiring, exchanging, selling, or managing public funds, a trustee shall act with care, skill, prudence, and diligence under the circumstances then prevailing, including but not limited to, the general economic conditions and the anticipated needs of the agency, that a prudent person acting in a like capacity and familiarity with those matters would use in the conduct of funds of a like character and with like aims, to safeguard the principal and maintain the Liquidity needs of the agency (California Government Code, Section 53600.3)
Rate of Return	The gain or loss on an investment over a specified time period, expressed as a percentage of the investment's cost. Gains on investments are defined as income received plus any Capital gains realized on the sale of the investment.
Rating Category	With respect to any long-term category, all ratings designated by a particular letter or combination of letters, without regard to any numerical modifier, plus or minus sign or other modifier.
Repurchase Agreements	A purchase of securities under a simultaneous agreement to sell these securities back at a fixed price on some future date.
Risk	Investment Risk can be defined as the probability or likelihood of occurrence of losses relative to the expected return on any particular investment. Description: Stating simply, it is a measure of the level of uncertainty of achieving the returns as per the expectations of the investor.
State and California Local Agency Obligations	Registered warrants, notes or Bonds of any of the fifty (50) U.S. states, including Bonds payable solely out of the revenues from a revenue-producing property owned, controlled, or operated by a state or by a department, board, agency, or authority of any of the fifty (50) U.S. states. Additionally, Bonds, notes, warrants, or other evidences of indebtedness of any local agency within the State of California, including Bonds payable solely out of revenues from a revenue producing property owned, controlled, or operated by the state or local agency, or by a department, board, agency or authority of the State or local agency.

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Term	Definition
Statutory and Board-Designated Reserve Funds	Funds established to address unexpected agency needs and not intended for use in the normal course of business. The Statutory and Board-Designated Reserve Funds should be offset by any working Capital or net current asset deficits. The desired level for the Board Designated reserve funds is a minimum of 2.5 and maximum of 3.0 months of capitation revenues and a Statutory reserve between 100% and 110% of Tangible Net Equity (TNE) as specified by CalOptima Health Policy GA.3001: Statutory and Board-Designated Reserve Funds. CalOptima Health shall utilize the Tier 1 investment portfolio for the Board-designated Reserve and Tier 2 for Statutory Reserve.
Supranational Institutions	International institutions formed by two (2) or more governments that transcend boundaries to pursue mutually beneficial economic or social goals.
Surplus	Assets beyond liabilities.
Underlying Pool of Securities	Those securities and obligations that are eligible for direct investment by local public agencies.
Valuation	An estimation of the worth of a financial Instrument or asset. CalOptima Health's asset managers provide CalOptima Health with reporting that shows the Valuation of each financial Instrument that they own on behalf of CalOptima Health. Each asset manager uses a variety of market sources to determine individual Valuations.

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CalOptima Health Board Action Agenda Referral

Action To Be Taken November 20, 2025
Regular Meeting of the CalOptima Health Board of Directors' Finance and Audit Committee

Report Item

6. Recommend the Board of Directors Approve the New CalOptima Health Policy GA.8064

Contacts

Steve Eckberg, Chief Human Resources Officer, (657) 328-9053
Nancy Huang, Chief Financial Officer, (657) 235-6935

Recommended Actions

Recommend the Board of Directors approve the new CalOptima Health Policy GA.8064: Deferred Compensation Investments, that will apply to all deferred compensation plans and replace the existing Investment Policy Statement.

Background

Section 457(b) Deferred Compensation Plan

On December 20, 1994, the CalOptima Health Board of Directors (Board) approved the establishment of a deferred compensation program (Program) for employees under Section 457(b) of the Internal Revenue Code, including a deferred compensation plan (Plan). Since then, on several occasions, staff brought recommended changes to the Program to the Finance and Audit Committee (FAC) and the Board for their respective approvals.

At the March 4, 2021, meeting, the Board approved the Investment Policy Statement for the 457(b) Compensation Plan (Statement). This Statement was developed by the CalOptima Health Deferred Compensation Committee and CalOptima Health's independent investment advisor, SageView Advisory Group, LLC, to establish policies and guidelines for the Plan, define investment management procedures, and ensure a prudent and acceptable investment philosophy. The Board delegated authority to the Committee to interpret the Plan and adopt rules and regulations for the administration of the Plan, provided they are not inconsistent with the Plan and comply with Section 457(b) of the Internal Revenue Code and any applicable regulations. Staff would return to the FAC and the Board with any substantive revisions to the Statement for review and approval.

Section 401(a) Defined Contribution Plan

On January 5, 1999, the Board approved the establishment of a Supplemental Retirement Plan (SRP) for CalOptima Health employees and established an SRP Committee. CalOptima Health contracted with the Public Agency Retirement Services in 1999 to implement and administer the SRP, a 401(a) tax-qualified multiple employer trust. The SRP is funded by an employer contribution of four percent (4%) of employee base earnings.

On June 6, 2024, the Board authorized staff to develop a scope of work and release a request for proposals for an SRP administrator. CalOptima Health selected Employer Retirement LLC as the successor SRP administrator for CalOptima Health's SRP 401(a) with a transition date of January 2, 2025.

Discussion

Staff recommends modifying the existing Investment Policy Statement by placing the statement into CalOptima Health's policy template and adding the 401(a) Defined Contribution Plan to the policy. This ensures that CalOptima Health's fiduciary duties are clearly defined and consistently applied across the Plan and the SRP.

To improve transparency and track modifications to the Investment Policy Statement, staff incorporated the Investment Policy Statement from a stand-alone document into an internal CalOptima Health policy and completed the internal administrative policy review process. CalOptima Health Policy GA.8064: Deferred Compensation Investments will replace the standalone Investment Policy Statement upon approval. Staff will make future changes related to the Investment Policy Statement by recommending revisions to CalOptima Health Policy GA.8064 to the FAC for review and to the Board for approval.

In addition to this substantive change, staff made other non-substantive edits that were noted during the review process, as well as other formatting revisions intended to align the Investment Policy Statement with CalOptima Health's policy and procedure template.

Fiscal Impact

The recommended action is operational in nature and has no additional fiscal impact beyond what was incorporated in the CalOptima Fiscal Year 2025-26 Operating Budget approved by the Board on June 5, 2025.

Rationale for Recommendation

Approval of new CalOptima Health Policy GA.8064, which replaces the Investment Policy Statement and includes all retirement plans, will update the policies and guidelines for the administration of the Plan and SRP and improve transparency and tracking of future changes.

Concurrence

Troy R. Szabo, Outside General Counsel, Kennaday Leavitt

Attachments

1. New CalOptima Health Policy GA.8064: Deferred Compensation Investments
2. Previous Board Action March 4, 2021, "Consider Adoption of Investment Policy Statement for CalOptima's 457(b) Deferred Compensation Plan"

/s/ Michael Hunn *11/14/2025*

Authorized Signature **Date**

Policy:	GA.8064
Title:	**Deferred Compensation Investments**
Department:	Human Resources
Section:	Not applicable

CEO Approval:

Effective Date:	01/01/2026
Revised Date:	Not Applicable

Applicable to:
☒ Administrative
☐ Covered California [Effective 2027]
☐ Medi-Cal
☐ OneCare
☐ PACE

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I. PURPOSE

This Policy establishes the guidelines for CalOptima Health's deferred compensation investments including the 457(b) Deferred Compensation Plan and the 401(a) Defined Contribution Plan (collectively, the "Plans"). These guidelines assist the CalOptima Health Deferred Compensation Committee (the "Committee") in developing a prudent and acceptable investment philosophy with investment management procedures to effectively select, monitor and evaluate investment alternatives made available to employees.

II. POLICY

A. The Plans were established to provide a retirement savings program for eligible employees of CalOptima Health. They are maintained for the exclusive purpose of benefiting employees and their beneficiaries. The Plans will operate in accordance with applicable state and federal laws and regulations.

The Plans are intended to provide a framework for eligible employees to establish a savings and investment program for their retirement (457(b) Deferred Compensation Plan) and to supplement retirement benefits provided under the California Public Employee Retirement System (CalPERS) (401(a) Defined Contribution Plan). While employees are ultimately responsible for their own investment decisions, CalOptima Health, in conjunction with our investment consultant, will provide under each Plan an appropriate range of investment alternatives, allowing each individual employee to invest in accordance with his or her own time horizons, risk tolerance, and retirement goals. In evaluating the investment alternatives for the Plans, CalOptima Health will take into account all Plan demographics.

1. Investment objectives for the Plans include:

    a. Providing employees with a wide and suitable range of asset categories and investment alternatives that are intended to help employees meet their retirement goals and investment objectives; and

    b. Obtaining Plan investment alternatives at reasonable costs and controlling overall investment related service costs.

2. Benefits objectives for the Plans include:

   a. Promoting retirement savings while encouraging employee participation as a vehicle to accumulate assets to provide for a portion of their retirement needs; and

   b. Attracting and retaining outstanding employees by providing diverse investment options.

3. Specific objectives for this policy include:

   a. Establishing investment objectives and standards for the investment options offered to assure that the Plans' assets are managed in accordance with the investment policy;

   b. Establishing formal criteria and process to evaluate investment performance results;

   c. Providing a formal process for reviewing and modifying the investment policy; and

   d. Satisfying the fiduciary responsibilities of the Deferred Compensation Plan Committee and its Members.

B. Statement of Responsibilities: The following parties associated with the Plans, appointed by CalOptima Health, shall discharge their respective responsibilities in accordance with applicable fiduciary standards. All Plan fiduciaries shall complete education and ethics training that covers aspects of their duties and responsibilities as fiduciaries of the Plans, including, but not limited to, best practices, plan compliance, legislative and regulatory activities, as well as investment alternative selection, monitoring and replacement.

   1. Deferred Compensation Committee: The Deferred Compensation Committee oversees the investment of plan assets, adhering to best practices such as the Duty of Loyalty and Duty of Prudence. While responsible for investment selection, the Committee does not guarantee individual fund performance and may engage a qualified investment consultant for assistance.
   2. Trustee: The Trustee of the Plans is charged with safekeeping the securities as well as collecting and disbursing the Plan assets and periodic accounting statements.

   3. Recordkeeper: The Recordkeeper has responsibilities that include, but are not limited to, the following: maintaining employee records, administering employee directions, reporting to the CalOptima Health, reporting to employees, allocating contributions, administering loans, and preparing the required regulatory documents.

   4. Investment Consultant: If CalOptima Health elects to use an investment consultant, the investment consultant is charged with the responsibility of advising the Committee on investment policy, advising on the selection of investment alternatives, providing performance analysis and monitoring services, and educating the Committee on economic and investment trends that may impact the performance of the selected and available investment alternatives. The investment consultant shall evaluate changes in legislation and regulations to ensure compliance regarding investment matters.

C. Investment Choices: The Plans intend to provide a broad range of investment alternatives. This includes having, at a minimum, three (3) diversified investment alternatives that are sufficient to permit employees to materially affect the potential return and degree of risk on their accounts, and to minimize the risk of large losses. Diversification, however, does not ensure a profit or protect against loss in a declining market.

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All investment choices will be publicly available mutual funds, institutional trusts, or similar vehicles. All investments being offered will fluctuate in value with market conditions and, when redeemed, may be worth more or less than the amount originally invested. The chosen investment alternatives were selected on the basis of their compatibility with employees' needs and regulatory recommendations. Each of the chosen investment alternatives is designed to follow a specific stated investment objective.

1. Qualified Default Investment Alternative (QDIA)

   a. Although the Committee intends that employees will direct the investment of their assets held under the Plans, there may be circumstances (particularly for the 401(a) Defined Contribution Plan, which does not require an active enrollment process) under which employees do not provide direction regarding the investment of their individual accounts. In such instances, employee accounts will be invested in the Plans' default investment alternative. The Committee's intention is for the Plans to comply with the Pension Protection Act of 2006 by offering a default investment alternative that complies with the conditions required of a QDIA investment alternative.

   b. The Committee may elect to utilize a multi-asset class investment alternative, such as target-date funds, as the QDIA. Periodically, as employee demographics or market conditions require, the Committee review and document the process for monitoring and selecting the QDIA, considering such factors as the philosophy and goals of the Plan Sponsor as well as the needs and abilities of the employees and beneficiaries.

   c. The specific target date portfolio for an employee or beneficiary who fails to make an investment election will be based on the employee's or beneficiary's date of birth and an assumed normal retirement date of age sixty-five (65).

D. Selection of Investment Alternatives: The Plans will take a two-tiered approach to investment alternative selection. Quantitative and qualitative screens are used as follows:

1. Quantitative Screening (including but not limited to):

   a. Investment track record

   b. Investment risk

   c. Investment risk/return

   d. Investment style analysis

   e. Performance consistency

   f. Investment cost

   g. Turnover ratio

2. Qualitative Screening (Investments that pass the quantitative screens will be reviewed for characteristics that include but are not limited to):

   a. Investment-style variations

   b. Portfolio concentration

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c. Asset size and growth

3. Interviews with portfolio managers and/or analysts will also be conducted if deemed necessary.

   a. Selected alternatives will be reviewed to ensure that there are no additional factors that would make them unsuitable for inclusion in the Plans. Each alternative will also be examined to ensure that it appropriately complements the overall diversification and risk and return parameters of the entire Plan investment lineup.

   b. In addition to diversification and risk tolerance considerations, investment expenses will be considered in the selection of investment alternatives. The Committee will regularly review all costs associated with the management of the Plans' investment program. These costs include the following:

      i. Expense ratios of each investment alternative against the appropriate peer group;

      ii. Trustee and custodial fees for holding assets, collecting income and paying disbursements; and

      iii. Plan administrative fees, including record keeping fees and other fees associated with services the Plan receives, such as compliance testing fees, audit fees, fees for communication services, etc.

III. PROCEDURE

A. Evaluation Methodology: The Committee will use the following criteria in selecting and monitoring Plan investment alternatives. Each Plan investment alternative will be evaluated on an ongoing basis using several measures that quantify the expenses, returns and risk-adjusted performance of each investment alternative within its peer group.

1. Each Plan investment alternative will be reviewed at least annually against its peer group and benchmark index to assess the performance and quality of each offering. The list of criteria that may be used for evaluation is included as Attachment B of this document and may be updated by the Committee, as necessary.

2. As noted in Attachment A, whenever possible, each investment alternative is benchmarked to a specific market index, and performance is evaluated and compared to a relevant peer group using Morningstar category classifications. Each criterion for an investment alternative is given a peer group ranking, shown as a percentage. As an example, a criterion ranking of 10% indicates an investment alternative is in the top 10% of its peer group for said criterion. The rankings for all criteria are then weighted and averaged to give an investment alternative its average ranking score. The lower the average ranking score, the better. In general, an investment alternative with an average ranking score of 25% would be more attractive than a comparable investment alternative with a ranking score of 50%. An overall ranking score is used to indicate where an investment alternative places in relation to the scores of the other investment alternatives in its category. Generally, investment alternatives are divided into categories of deciles and quartiles.

3. Peer group rankings require a three (3)-year history to ensure an accurate evaluation of the investment alternative. Any investment alternative with fewer than three (3) years of history will not be evaluated using this method. In the event there is a sufficiently similar investment

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alternative, the Committee may elect to use its history for evaluation purposes. Sufficiently similar investment alternatives may include:

a. Alternate share classes of the same product.

b. Other products, such as collective investment trusts (CITs), separate accounts or recordkeeper sub-advised investment alternatives, that are managed by the same portfolio management team according to a substantially similar investment strategy.

4. In addition to the quantitative methodology described above, many qualitative criteria and possible warning signs are monitored in order to highlight an investment alternative's potential exposure to risk that may make it unsuitable as a retirement Plan investment option. The warning signs may include (but are not limited to):

a. Above-average operating expenses

b. Above-average style drift (as determined by returns-based and holdings-based analyses)

c. High degrees of portfolio concentration among individual holdings

d. High degrees of portfolio concentration among economic sectors

e. Above-average performance volatility

f. Above-average portfolio turnover

g. Below-average Alpha

h. Below-average manager tenure and/or above-average turnover

i. Rapid growth in assets

j. Significantly positive or negative cash flows

k. Unusual levels of corporate scrutiny; poor public perception

l. For bond portfolios, very low average credit quality relative to peers

m. For bond portfolios, significantly above- or below-average portfolio durations

n. Recent changes to or concerns with the firm structure / ownership

o. Recent changes to or concerns with the corporate management team structure

B. Other Investment Evaluation Criteria: The Committee recognizes that certain investment alternatives present challenges in monitoring, given the nature of the investment alternative's portfolio and peer group. Thus, there are several instances where investment alternatives will not fit neatly into the monitoring framework set forth herein. Therefore, the Committee will consider additional or different factors when evaluating certain investments. The following are common examples of investments requiring a different point of view, whether the Committee has included them in the current menu or may consider doing so in the future.

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One investment characteristic of these products is their investment in various sectors of the bond market. Thus, part of the evaluation will hinge on the evaluation of the underlying bond portfolio. The other important characteristic is financial credit worthiness of the insurance companies that issue wrap contracts to protect the book value of the bond portfolios. Some additional unique (albeit not exhaustive) metrics and characteristics that warrant evaluation include market-to-book value ratio, employee /plan sponsor withdrawal restrictions, crediting rate and wrap structure. For insurance general accounts, the Committee should at a minimum review the crediting rate, withdrawal restrictions, and credit worthiness ratings of the insurer.

1. Multi-asset class investments: For multi-asset class investment alternatives, such as target-date funds, the asset allocation and glide path should be evaluated taking into account factors such as generally accepted investment theories and prevailing investment industry practices, and goals of the plan, the philosophy of the fiduciaries regarding asset class diversification and the desired relationship of risk (or volatility) and potential return, and the needs and abilities of the employees and beneficiaries. The Committee, with the assistance of the investment consultant, expects to engage in a process to identify and consider those goals, preferences, needs and abilities and to select a default investment consistent with that analysis.

    a. As the process for comparing multi-asset class investments, including target-date funds, differs from the process used for other investment selections in several respects. Criteria listed elsewhere in this policy may not apply.

2. Index fund: The goal of an index fund is to closely mirror the performance of a predetermined index at a reasonable cost. The criteria which may be used to evaluate index funds is set forth in Appendix C and may be updated from time-to-time at the Committee's discretion.

    a. Each index fund will be compared to a standard index for its respective category classification and assigned a ranking in each of the four criteria. The rankings for all criteria are then weighted and averaged to give an investment alternative its average ranking score. Index funds with an average ranking score in the top 75% of the investment alternatives in a category are given a passing score ("Pass"), while investment alternatives below in the lowest 25% of investment alternatives are given a failing score ("Fail").

3. Stable value investments: The goal of a stable value fund is to preserve capital. Stable value investments come in several structures: pooled/commingled funds, insurance separate accounts, and guaranteed investment contracts (GICs)/insurance general accounts or derivatives thereof.

C. Monitoring of Investment Policy and Investment Performance: The Committee, with the assistance of the investment consultant, will review the Plans' Investment Policy and monitor each investment alternative on an ongoing basis. The Committee will periodically evaluate the investment results of the investment alternatives.

1. In addition, the Committee shall maintain a "Watch List" for investment alternatives that are not meeting certain objectives. An investment alternative will be placed on the "Watch List" will be placed on the Watch List if it meets either at least two of the conditions "a" through "g" below or condition "h":
    a. Performance below 50% of its peer group for a three (3)-year period

    b. Performance below 50% of its peer group for a five (5)-year period

    c. Performance below 50% of its peer group for a ten (10)-year period

    d. Performance below its benchmarks for a three (3)-year period

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e. Performance below its benchmarks for a five (5)-year period

f. Performance below its benchmarks for a ten (10)-year period

g. A Morningstar rating of two (2) or below

h. Extenuating circumstances, such as:

   i. Change in fees

   ii. Change of portfolio manager

   iii. Change of sub-advisor

   iv. Violations of SEC rules or regulations

   v. Performance will be considered over a minimum of a three-year period and a maximum of a ten-year period unless a shorter-term underperformance is so severe that it warrants the Committee's immediate consideration for removal.

2. Investment alternatives that fail to meet qualitative criteria {i.e.: manager changes, fund company reorganizations, strategy changes) will be put on the Watch List by the Committee.

3. To be in good standing and removed from the Watch List, an investment alternative must not have more than one of the Watch List criteria "a" through "g" above. However, an investment alternative may have extenuating circumstances that warrants continuation on the Watch List.

4. The Committee shall have the authority to establish, modify, amend, or adjust acceptable performance measurement standards by which each investment alternative is to be evaluated.

5. Final selection, replacement and/or removal of an investment alternative shall be completed only after conducting a thorough review of the identified investment alternative.

6. An investment alternative on the Watch List will be removed from employee investment options if it is determined that extenuating circumstances are not in accordance with prudent investment standards or when conditions "a" through "e" below apply:

   a. Performance below 50% of its peer group for a five (5)-year period

   b. Performance below 50% of its peer group for a ten (10)-year period

   c. Performance below its benchmarks for a five (5)-year period

   d. Performance below its benchmarks for a ten (10)-year period

   e. A Morningstar rating of two (2) or below

   f. Extenuating circumstances, such as:

      i. Change in fees

      ii. Change of portfolio manager

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iii. Change of sub-advisor

iv. Any violations of SEC rules or regulations

v. Performance will be considered over a minimum of a three (3)-year period and a maximum of a ten (10)-year period unless a shorter-term underperformance is so severe that it warrants the Committee's immediate consideration for removal.

7. The Committee has discretion to retain any investment alternative if it remains a prudent option.

8. The Recordkeeper will communicate to all eligible employees the investment alternative(s) subject to removal.

9. After an investment alternative is removed, all existing balances and future contributions will be moved from the removed investment alternative to a similar existing investment alternative or a replacement fund. No new contributions or transfers will be accepted into a removed investment alternative.

10. The Plans will provide for regular communication of investment and Plan information in addition to necessary updates to inform employees of changes to the Plans. The Plans will not be responsible for providing investment advice to employees.

D. Proxy Voting: Should the Committee elect to participate in a proxy vote, the Committee will provide a detailed analysis of voting activities on an annual basis (calendar year). When voting proxies, the Committee will vote to the best of their abilities in the best interest of the participating employees. The Committee is not required to participate in all proxy votes related to the investments in the Plan. The investment consultant is able to offer general guidance and provide clarification with respect to the process of voting by proxy but will not be responsible for making voting decisions.

E. Review and Revisions: The Committee may need to revise the policy to comply with changes in applicable law as these changes affect the investment of the Plans' assets. Until revised or amended by the Committee, the policy shall remain in effect.

1. If there is any conflict between the policy and the Plans, the terms and conditions of the Plans will be followed per applicable regulations related to the laws that govern the Plans.

IV. ATTACHMENT(S)

A. Categories and Benchmarks
B. Investment Ranking Criteria
C. Index Funds Ranking Criteria

V. REFERENCE(S)

A. California Constitution Article XVI § 17 (a)(b) & (c)
B. California Government Code § 53213.5(b), California's incorporation of ERISA Section 404(c)
C. California Government Code § 53609, Deferred compensation funds [457(b)]
D. California Government Code § 7511 (2024), Public Pension and Retirement Plans
E. California Government Code § 7522.02 (2024), California Public Employees' Pension Reform Act of 2013 (PEPRA)
F. Internal Revenue Code (IRC) Section 457(b)
G. Internal Revenue Code (IRC) Section 401(a)

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H. Pension Protection Act (PPA) of 2006

VI. REGULATORY AGENCY APPROVAL(S)

None to Date

VII. BOARD ACTION(S)

Date	Meeting
12/04/2025	Regular Meeting of the CalOptima Health Board of Directors

VIII. REVISION HISTORY

Action	Date	Policy	Policy Title	Program(s)
Effective	01/01/2026	GA.8064	Deferred Compensation Investments	Administrative

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IX. GLOSSARY

Term	Definition
457(b) Deferred Compensation Plan	A retirement savings plan that allows eligible employees to supplement any existing retirement and pension benefits by saving and investing before-tax dollars through a voluntary salary contribution. Contributions and any earnings on contributions are tax-deferred until money is withdrawn.
401(a) Defined Contribution Plan	A retirement savings plan designed to allow employers to supplement their employees' existing retirement and pension benefits by contributing to the plan on the employee's behalf. Contributions and any earnings on contributions are tax-deferred until money is withdrawn.
CalOptima Health Deferred Compensation Plan Committee	Committee that, with the assistance of the investment consultant, reviews the Plans' Investment Policy and monitors each investment alternative on an ongoing basis.

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ATTACHMENT A – Categories and Benchmarks

Investment categories are defined based on their Morningstar category classifications, which also serve as the peer groups against which investment are assessed. The following list of investment categories and their corresponding benchmarks which may be used in the investment alternative evaluation process, includes but is not limited to:

Investment Alternative Category	***Benchmark/Index***
Money Market-Taxable	BofA US Treasury Bill 3 Mon TR USD
Stable Value	BofA US Treasury Bill 3 Mon TR USD
Guaranteed Account	BofA US Treasury Bill 3 Mon TR USD
Bond	
Ultrashort Bond	Bloomberg US Govt/Credit 1-3 Yr TR USD
Short-Term Bond	Bloomberg US Govt/Credit 1-3 Yr TR USD
Short Government	Bloomberg Government 1-5 Yr TR USD
Intermediate Government	Bloomberg US Govt/Mortgage TR USD
Intermediate Core Bond	Bloomberg US Agg Bond TR USD
Intermediate Core Plus Bond	Bloomberg US Agg Bond TR USD
Long Government	Bloomberg US Government Long TR USD
Long-Term Bond	Bloomberg US Govt/Credit Long TR USD
Inflation-Protected Bond	Bloomberg US Treasury US TIPS TR USD
Corporate Bond	Bloomberg US Credit TR USD
Multisector Bond	Bloomberg US Agg Bond TR USD
High Yield Bond	Bloomberg US HY 2% Issuer Cap TR USD
Bank Loan	Credit Suisse Leveraged Loan TR USD
World Bond	Bloomberg Global Aggregate TR USD
Emerging Markets Bond	JPM EMBI Global TR USD
Nontraditional Bond	Wilshire Liquid Alts TR
Large Cap	
Large Value	Russell 1000 Value TR USD
Large Blend	S&P 500 Index Russell 3000 Index CRSP U.S. Total Market Index
Large Growth	Russell 1000 Growth TR USD
Mid-Cap	
Mid-Cap Value	Russell Mid Cap Value TR USD
Mid-Cap Blend	Russell Mid Cap TR USD S&P Mid Cap 400 Index MSCI U.S. Mid Cap 450 Index CRSP U.S. Mid Cap Index S&P Completion Index DJ US Completion Total Stock Market Index
Mid-Cap Growth	Russell Mid Cap Growth TR USD
Small-Cap	
Small Value	Russell 2000 Value TR USD
Small Cap Blend	Russell 2000 TR USD S&P Small Cap 600 Index

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Investment Alternative Category	***Benchmark/Index***
	MSCI U.S. Small Cap 1750 Index CRSP U.S. Small Cap Index
Small Growth	Russell 2000 Growth TR USD
World Stock	
World Stock	MSCI ACWI NR USD
International	
Foreign Large Value	MSCI ACWI ex USA Value NR USD
Foreign Large Blend	MSCI ACWI ex USA NR USD
Foreign Large Growth	MSCI ACWI ex USA Growth NR USD
Foreign Small/Mid Value	MSCI ACWI ex USA SMID Value NR USD
Foreign Small/Mid Blend	MSCI ACWI ex USA SMID NR USD
Foreign Small/Mid Growth	MSCI ACWI ex USA SMID Growth NR USD
Diversified Emerging Markets	MSCI EM NR USD
Target Date	
Target Date	S&P Target Date Indexes
Risk-based/Hybrid	
Allocation—15% to 30% Equity	23% Russell 3000 TR USD/77% Bloomberg Barclays US Agg Bond TR USD
Allocation—30% to 50% Equity	40% Russell 3000 TR USD/60% Bloomberg Barclays US Agg Bond TR USD
Allocation 50% to 70% Equity	60% Russell 3000 TR USD/40% Bloomberg Barclays US Agg Bond TR USD
Allocation—70% to 85% Equity	78% Russell 3000 TR USD/22% Bloomberg Barclays US Agg Bond TR USD
Allocation—85%+ Equity	93% Russell 3000 TR USD/7% Bloomberg Barclays US Agg Bond TR USD
World Allocation	60% MSCI ACWI NR/40% Bloomberg Barclays Global Agg TR
Specialty	
Real Estate	FTSE NAREIT Equity REITs TR USD
Global Real Estate	FTSE EPRA/NAREIT Developed NR USD
Commodities Broad Basket	Bloomberg Commodity TR USD
Long-Short Equity	Barclay Hedge Fund Index
Market Neutral	BofA US Treasury Bill 3 Mon TR USD
Multialternative	Wilshire Liquid Alts TR
Natural Resources	S&P North American Natural Resources TR
Tactical Allocation	50% MSCI ACWI NR / 50% Bloomberg US Agg Bond TR USD

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APPENDIX B –Investment Ranking Criteria

The criteria used to evaluate each plan investment alternative, except as otherwise noted in the Investment Policy Statement, may include, but not limited to, the following:

1. **Total Return (trailing 1, 3, 5 and 10 year returns)** – measures the performance of an investment over a given period, including income from dividends and interest, plus any appreciation or depreciation in the market value of the investment. Total return values longer than 1 year are typically annualized for ease of comparison.

2. **Rolling Period Returns (12 month periods over 5 years)** – A single period return measures performance over one specified time frame, such as five years. A rolling period return divides a longer time frame into smaller time periods. A rolling 12-month return over five years would start out by calculating a single period return over the first twelve months. Next, it would calculate the 12-month return for months 2-13. The process would continue until finally reaching the 12-month period spanning months 48-60. The final rolling 12-month return figure would reflect the average of all of the rolling periods returns over that five-year time period.

3. **Batting Average (monthly over 10 years) -** Measures the consistency with which a manager has outperformed a peer group average. Displays the ratio of monthly outperformance observations to monthly underperformance observations over a ten year measurement window. The higher the ratio, the more consistent the outperformance. Compares many short periods distinctly, unlike rolling returns, which compares many longer periods that overlap. .

4. **Modified Sharpe Ratio** – A risk-adjusted measure of performance that is calculated by subtracting the risk-free rate of return (the US Treasury Bill is typically used) from the portfolio return and dividing the result by the portfolio's standard deviation. A higher Sharpe ratio indicates that the portfolio was able to generate a higher return per unit of risk.

5. **Alpha** (five years) – A risk-adjusted measure of performance, that is equal to the difference between a portfolio's actual return and its expected performance given its level of risk as measured by beta. Alpha can also be viewed as an abnormal level of return in excess of what might be predicted by an equilibrium pricing model like the Capital Asset Pricing Model (CAPM).

6. **Up Market Capture Ratio** (ten years) – A ratio that measures the overall performance of a portfolio during rising markets. This measure analyzes how well a portfolio (or an investment manager) performed relative to its benchmark index during periods when the benchmark rose. For example, an up-market capture ratio of 108% (for a given period of time) means that the portfolio gained 8% more than its benchmark during the specified time period.

7. **Down Market Capture Ratio** (ten years) – A ratio that measures the overall performance of a portfolio during falling markets. This measure analyzes how well a portfolio (or an investment manager) performed relative to its benchmark index during periods when the benchmark fell. For example, a down-market capture ratio of 95% (for a given period of time) means that the portfolio lost 5% less than its benchmark during the specified time period.

8. **R-Squared** (style consistency) – A statistical metric that ranges from zero to 100 and measures the percentage of portfolio's performance that is explained by the movement of its benchmark index. R-Squared is helpful in assessing the reliability of alpha and beta in explaining a portfolio risk and return characteristics. An r-squared of 100 would mean that the portfolio's performance movements

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are perfectly correlated with those of the benchmark over time and would suggest that alpha and beta may be relied upon with a high degree of confidence.

9. **Expense Ratio** – The percentage of investment alternative assets, net of reimbursements, used to pay for operating expenses and management fees, including 12b-1 fees, administrative fees, and all other asset-based costs incurred by the investment alternative, except brokerage costs. Investment alternative expenses are reflected in the investment alternative's NAV. Sales charges are not included in the expense ratio. The Prospectus Net Expense Ratio is collected annually from an investment alternative's prospectus.

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APPENDIX C –Index Funds Ranking Criteria

The criteria used to evaluate each Index Fund alternative may include, but not limited to, the following:

1. **Expense Ratio** – The percentage of investment alternative assets, net of reimbursements, used to pay for operating expenses and management fees, including 12b-1 fees, administrative fees, and all other asset-based costs incurred by the investment alternative, except brokerage costs. Investment alternative expenses are reflected in the investment alternative 's NAV. Sales charges are not included in the expense ratio. The Prospectus Net Expense Ratio is collected annually from an investment alternative's prospectus.

2. **Tracking Error** – A measure of the difference in returns between an investment and a benchmark. Tracking error is reported as a standard deviation of the difference between the returns of an investment and its benchmark.

3. **R-Squared** – A statistical metric that ranges from zero to 100 and measures the percentage of portfolio's performance that is explained by the movement of its benchmark index. R-Squared is helpful in assessing the reliability of alpha and beta in explaining a portfolio risk and return characteristics. An r-squared of 100 would mean that the portfolio's performance movements are perfectly correlated with those of the benchmark over time and would suggest that alpha and beta may be relied upon with a high degree of confidence.

4. **Beta** – A measure of the volatility, or systematic risk, of an investment in comparison to a market index as a whole. Beta is calculated using regression analysis. Beta represents the tendency of an investment's returns to respond to moves in the market or index that it's calculated against. A beta of 1 indicates that the investment's price moves with the market. A beta of less than 1 means that the investment is theoretically less volatile than the market. A beta of greater than 1 indicates that the investment's price is theoretically more volatile than the market. The reliability of an investment's beta is a function of the investment's r-squared value in relation to the benchmark. A high r-squared value signifies that the beta measures is reliable, while a low r-squared signifies that it is potentially inaccurate.

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CalOptima Board Action Agenda Referral

Action To Be Taken March 4, 2021
Regular Meeting of the CalOptima Board of Directors

Consent Calendar

8. Consider Adoption of Investment Policy Statement for CalOptima's 457(b) Deferred Compensation Plan

Contacts

Brigette Hoey, Executive Director, Human Resources, (714) 246-8405
Nancy Huang, Chief Financial Officer, (657) 235-6935

Recommended Action

Recommend approval of the proposed Investment Policy Statement for CalOptima's 457(b) Deferred Compensation Plan

Background

In 1994, the CalOptima Board of Directors approved the establishment of a deferred compensation program (Program) for employees under Section 457(b) of the Internal Revenue Code, including a deferred compensation plan (Plan). Due to changes in Section 457 over the years, an amended and restated Plan was adopted in 2005. A subsequent amended and restated Plan was adopted in 2011 that provided for the rights of designated beneficiaries who are not the employee's spouse in the event of the death of the employee. A subsequent amended and restated Plan was adopted in 2013 that: (1) added a Roth 457 option (Roth Option) under the Plan; (2) established the composition of the CalOptima Deferred Compensation Committee (Committee) to include the Executive Director of Human Resources as Committee Chair, and the Chief Financial Officer or designee, as well as additional members and future replacement members appointed by the Committee Chair; and (3) directed the Committee to follow the "prudent person" standard generally applicable to California government retirement plans in selection of investment options for the Deferred Compensation Investment Policy (Investment Policy).

Discussion

The Committee, in consultation with CalOptima's independent investment advisor SageView Advisory Group, LLC, prepared the proposed Investment Policy Statement, which is intended to establish the policies and guidelines for CalOptima's Plan and to assist the Committee in effectively selecting, monitoring, and evaluating investment alternatives made available to Plan participants. The Investment Policy Statement outlines and prescribes a prudent and acceptable investment philosophy and sets out the investment management procedures.

The Board delegated authority to the Committee to interpret the Plan and adopt rules and regulations for the administration of the Plan, and to interpret, alter, amend, or revoke any rules and regulations so adopted, provided that they are not inconsistent with the provisions of the Plan and that they conform with Section 457(b) of the Code and any applicable regulations thereunder.

For oversight and transparency purposes, the Committee recommends that the initial adoption of the Investment Policy Statement be reviewed and approved by the FAC and recommended for approval by the Board. Staff will return to the FAC and Board with any future substantive revisions to the Investment Policy Statement for review and approval.

Fiscal Impact

The recommended action to approve the Investment Policy Statement for CalOptima's 457(b) Deferred Compensation Plan is operational in nature and has no additional fiscal impact beyond what was incorporated in the CalOptima Fiscal Year 2020-21 Operating Budget approved by the Board on June 4, 2020.

Rationale for Recommendation

Adoption of the proposed Investment Policy Statement will establish the policies and guidelines for the administration of the Plan. Bringing the Investment Policy Statement to the FAC and the Board for review and adoption provides oversight and transparency desired by the Committee.

Concurrence

Board of Directors' Finance and Audit Committee
Gary Crockett, Chief Counsel

Attachments

1. Investment Policy Statement

/s/ Richard Sanchez *02/24/2021*
Authorized Signature **Date**

INVESTMENT POLICY STATEMENT

Orange County Health Authority dba CalOptima
Orange County Health Authority 457(b) Deferred Compensation Plan

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Purpose of the Investment Policy Statement

This Investment Policy Statement establishes the policies and guidelines for the Orange County Health Authority 457(b) Deferred Compensation Plan (the "Plan") and is intended to assist the CalOptima Deferred Compensation Committee (the "Committee") in effectively selecting, monitoring and evaluating investment alternatives made available to participants under the Plan. It outlines and prescribes a prudent and acceptable investment philosophy and sets out the investment management procedures.

Purpose of the Plan

The Plan was established to provide a retirement savings program for eligible employees of the Orange County Health Authority dba CalOptima (the "Plan Sponsor"). The Plan is maintained for the exclusive purpose of benefiting the Plan participants and their beneficiaries. The Plan intends to operate in accordance with all applicable state and federal laws and regulations.

The goal of the Plan is to provide a framework for eligible employees of the Plan Sponsor to establish a savings and investment program for their retirement. While Plan participants are ultimately responsible for their own investment decisions, the Plan Sponsor will endeavor to provide an appropriate range of investment alternatives, allowing each individual participant to invest in accordance with his or her own time horizons, risk tolerance, and retirement goals.

In evaluating the investment alternatives for the Plan, the Plan Sponsor will take into account all Plan demographics.

The objective of the Plan is specifically intended to:

- Promote retirement savings while encouraging employee participation as a vehicle to accumulate assets to provide for a portion of their retirement needs
- Provide Plan participants with a wide and suitable range of asset categories and investment alternatives that are intended to help participants meet their retirement goals and investment objectives
- Attract and retain outstanding employees by providing diverse investment options
- Obtain Plan investment alternatives at reasonable costs and control overall investment related service costs
- Establish investment objectives and standards for the investment options offered to assure that the assets are managed in accordance with the investment policy
- Establish formal criteria and process to evaluate investment performance results

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- Provide formal process for reviewing and modifying the investment policy; and
- Meet the fiduciary responsibility of the Deferred Compensation Plan.

Statement of Responsibilities

The following parties associated with the Plan, appointed by the Plan Sponsor, shall discharge their respective responsibilities in accordance with all applicable fiduciary standards as follows: (1) in the sole interest of the Plan participants and beneficiaries; and (2) with the care, skill, prudence and diligence under the circumstances then prevailing that a prudent person acting in like capacity and familiar with such matters would use in the conduct of an enterprise of a like character and of like aims. All Plan fiduciaries shall complete education and ethics training that covers all aspects of their duties and responsibilities as fiduciaries of the Plan, including, but not limited to, best practices, plan compliance, legislative and regulatory activities, as well as investment alternative selection, monitoring and replacement.

A. Deferred Compensation Committee: The members of the Committee are Plan fiduciaries and supervise the investment of the assets of the Plan, and make decisions concerning investment alternatives available under the Plan. In adopting this Investment Policy Statement, it is the intention of the Committee that the oversight of the investment portion of the Plan will be the responsibility of the Committee. The Committee will follow best practices, which include, but may not be limited to, the Duty of Loyalty, the Duty of Prudence, the Duty to Diversify, and the Duty to Follow the Plan Documents. The Committee shall be responsible for the Plan- level investment selection process, as set forth in this Investment Policy Statement, but is not responsible for the individual fund performance and does not guarantee positive investment results. The Committee may select a qualified Investment Consultant whose duties may include assisting in the selection, evaluation, monitoring of investment options and other administrative issues.

B. Trustee: The Trustee of the Plan is charged with safekeeping the securities as well as collecting and disbursing the Plan assets and periodic accounting statements.

C. Recordkeeper: The Recordkeeper has responsibilities that include, but are not limited to, the following: maintaining participant records, administering participant directions, reporting to the Plan Sponsor, reporting to participants, allocating contributions, administering loans, and preparing the required regulatory documents.

D. Investment Consultant: If Plan Sponsor elects to use an Investment Consultant, the Investment Consultant is charged with the responsibility of advising the Committee

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on investment policy, advising on the selection of investment alternatives, providing performance analysis and monitoring services, and educating the Committee on economic and investment trends that may impact the performance of the selected and available investment alternatives. The Investment consultant shall evaluate changes in legislation and regulations to ensure compliance regarding investment matters. The Investment Consultant, along with the Committee, shall be responsible for the Plan-level investment selection process, as set forth in this Investment Policy Statement, but is not responsible for the individual fund performance and does not guarantee investment results.

Investment Choices

The Plan intends to provide a broad range of investment alternatives. This includes having, at a minimum, three diversified investment alternatives that are sufficient in permitting the participants to select from a broad range of risk and return characteristics that will give participants the opportunity to develop an investment portfolio which will meet their desired risk and return requirements. Diversification, however, does not ensure a profit or protect against loss in a declining market.

All investment choices will be publicly available mutual funds, institutional trusts, or similar vehicles. All investments being offered will fluctuate in value with market conditions and, when redeemed, may be worth more or less than the amount originally invested. The chosen investment alternatives will be selected on the basis of their compatibility with Plan participants' needs and regulatory recommendations. Each of the chosen investment alternatives will be designed to follow a specific stated investment objective.

Qualified Default Investment Alternative (ODIA}

Although the Committee intends that participants will direct the investment of their assets held under the Plan, there may be circumstances under which participants do not provide direction regarding the investment of their individual accounts. In such instances, participant accounts will be invested in the Plan's default investment alternative. The Committee's intention is for the Plan to comply with the Pension Protection Act of 2006 by offering a default investment alternative that complies with all of the conditions required of a Qualified Default Investment Alternative (QDIA).

The Committee may elect to utilize a multi-asset class investment alternative, such as age-appropriate target-date funds, as the QDIA. Periodically, as participant demographics or market conditions require, the Committee shall review and document the process for monitoring and selecting the QDIA, taking into account such factors as the philosophy and goals of the Plan Sponsor as well as the needs and abilities of the participants and beneficiaries.

The specific target date portfolio for a participant or beneficiary who fails to make an investment election will be based on the participant's or beneficiary's date of birth and

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an assumed normal retirement date of age 65.

Selection of Investment Alternatives

The Plan will take a two-tiered approach to Investment alternative selection. Quantitative and qualitative screens are used as follows:

Quantitative Screening (including but not limited to):

- Investment track record
- Investment risk
- Investment risk/return
- Investment style analysis
- Performance consistency
- Investment cost
- Turnover ratio

Qualitative Screening (Investments that pass the quantitative screens will be reviewed for characteristics that include but are not limited to):

- Investment-style variations
- Portfolio concentration
- Asset size and growth

Interviews with portfolio managers and/or analysts will also be conducted if deemed necessary.

Selected alternatives will be reviewed to ensure that there are no additional factors that would make them unsuitable for inclusion in the Plan. Each alternative will also be examined to ensure that it appropriately complements the overall diversification and risk and return parameters of the entire Plan investment lineup.

In addition to diversification and risk tolerance considerations, investment expenses will be considered in the selection of investment alternatives. The Committee will regularly review all costs associated with the management of the Plan's investment program. These costs include the following:

- Expense ratios of each investment alternative against the appropriate peer group.
- Trustee and custodial fees for holding assets, collecting income, and paying disbursements.
- Plan administrative fees, including record keeping fees and other fees associated with services the Plan receives, such as compliance testing fees, audit fees, fees for communication services, etc.

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Evaluation Methodology

The Committee anticipates using the following criteria in selecting and monitoring Plan investment alternatives. Each Plan investment alternative should be evaluated on an ongoing basis using several measures that quantify the expenses, returns and risk-adjusted performance of each investment alternative within its peer group.

Each Plan investment alternative should be reviewed at least annually against its peer group and benchmark index to assess the performance and quality of each offering. The list of criteria that may be used for evaluation is included as Appendix B of this document and may be updated by the Committee, as necessary.

As noted in Appendix A, whenever possible, each investment alternative is benchmarked to a specific market index, and performance is evaluated and compared to a relevant peer group using Morningstar category classifications. Each criterion for an investment alternative is given a peer group ranking, shown as a percentage. As an example, a criterion ranking of 10% indicates an investment alternative is in the top 10% of its peer group for said criterion. The rankings for all criteria are then weighted and averaged to give an investment alternative its average ranking score. The lower the average ranking score, the better. In general, an investment alternative with an average ranking score of 25% would be more attractive than a comparable investment alternative with a ranking score of 50%. An overall ranking score is used to indicate where an investment alternative places in relation to the scores of the other investment alternatives in its category. Generally, investment alternatives are divided into categories of deciles and quartiles.

Peer group rankings require a three-year history to ensure an accurate evaluation of the investment alternative. Any investment alternative with fewer than three years of history will not be evaluated using this method. In the event there is a sufficiently similar investment alternative, the Committee may elect to use its history for evaluation purposes. Sufficiently similar investment alternatives may include:

- Alternate share classes of the same product.
- Other products, such as collective investment trusts (CITs), separate accounts or recordkeeper sub-advised investment alternatives, that are managed by the same portfolio management team according to a substantially similar investment strategy.

In addition to the quantitative methodology described above, many qualitative criteria and possible warning signs are monitored to highlight an investment alternative's potential exposure to risk that may make it unsuitable as a retirement Plan investment

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option. The warning signs may include (but are not limited to):

- Above-average operating expenses
- Above-average style drift (as determined by returns-based and holdings-based analyses)
- High degrees of portfolio concentration among individual holdings
- High degrees of portfolio concentration among economic sectors
- Above-average performance volatility
- Above-average portfolio turnover
- Below-average Alpha
- Below-average manager tenure and/or above-average turnover
- Rapid growth in assets
- Significantly positive or negative cash flows
- Unusual levels of corporate scrutiny; poor public perception
- For bond portfolios, very low average credit quality relative to peers
- For bond portfolios, significantly above- or below-average portfolio durations
- Recent changes to or concerns with the firm structure/ ownership
- Recent changes to or concerns with the corporate management team structure

<u>Other Investment Evaluation Criteria</u>
The Committee recognizes that certain investment alternatives present challenges in monitoring, given the nature of the investment alternative's portfolio and peer group. Thus, there are several instances where Investment alternatives will not fit neatly into the monitoring framework set forth herein. Therefore, the Committee must consider additional or different factors when evaluating certain investments. The following are common examples of investments requiring a different point of view, whether the Committee has included them In the current menu or may consider doing so in the future.

Multi-asset class *investments:* For multi-asset class investment alternatives, such as target-date funds, the asset allocation and glide path should be evaluated taking into account factors such as generally accepted investment theories and prevailing investment industry practices, and goals of the plan, the philosophy of the fiduciaries regarding asset class diversification and the desired relationship of risk (or volatility) and potential return, and the needs and abilities of the participants and beneficiaries. The Committee, with the assistance of the Investment Consultant, expects to engage in a process to identify and consider those goals, preferences, needs and abilities and to select a default investment consistent with that analysis.

As the process for comparing multi-asset class investments, including target-date funds, differs from the process used for other investment selections in several respects. Criteria listed elsewhere in this Investment Policy Statement may not apply.

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Index fund: The goal of an index fund is to closely mirror the performance of a predetermined index at a reasonable cost. The criteria which may be used to evaluate index funds is set forth in Appendix C and may be updated from time-to-time at the Committee's discretion.

Each index fund will be compared to a standard index for its respective category classification and assigned a ranking in each of the four criterions. The rankings for all criteria are then weighted and averaged to give an investment alternative its average ranking score. Index funds with an average ranking score in the top 75% of the investment alternative's in a category are given a passing score ("Pass"), while investment alternatives below in the lowest 25% of investment alternatives are given a failing score ("Fail").

Stable value investments: The goal of a stable value fund is to preserve capital. Stable value investments come in several structures: pooled/comingled funds, insurance separate accounts, and guaranteed investment contracts (GICs)/insurance general accounts or derivatives thereof.

One investment characteristic of these products is their investment in various sectors of the bond market. Thus, part of the evaluation will hinge on the evaluation of the underlying bond portfolio. The other important characteristic is financial credit worthiness of the insurance companies that issue wrap contracts to protect the book value of the bond portfolios. Some additional unique (albeit not exhaustive) metrics and characteristics that warrant evaluation include market-to-book value ratio, participant /plan sponsor withdrawal restrictions, crediting rate and wrap structure. For insurance general accounts, the Committee should at a minimum review the crediting rate, withdrawal restrictions, and credit worthiness ratings of the insurer.

Monitoring of Investment Policy and Investment Performance

The Committee, with the assistance of the Investment Consultant, will review the Plan's Investment Policy and monitor each investment alternative on an ongoing basis. The Committee will periodically evaluate the investment results of the investment alternatives.

In addition, the Committee shall maintain a "Watch List" for investment alternatives that are not meeting certain objectives. An investment alternative will be placed on the Watch List if it meets either at least two of the conditions “a” through “g” below or condition “h”:

a. Performance below 50% of its peer group for a three-year period
b. Performance below 50% of its peer group for a five-year period
c. Performance below 50% of its peer group for a ten0year period
d. Performance below its benchmarks for a three-year period
e. Performance below its benchmarks for a five-year period

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f. Performance below its benchmarks for a ten-year period
g. A Morningstar rating of 2 or below
h. Extenuating circumstances, such as:

    1. Change in fees
    2. Change of portfolio manager
    3. Change of sub-advisor
    4. Any violations of SEC rules or regulations
    5. Performance will be considered over a minimum of a three-year period and a maximum of a ten-year period unless a shorter-term underperformance is so severe that it warrants the Committee's immediate consideration for removal.

Investment alternatives that fail to meet qualitative criteria {i.e.: manager changes, fund company reorganizations, strategy changes) will be put on the Watch List by the Committee.

To be in good standing and removed from the Watch List, an investment alternative must not have more than one of the Watch List criteria "a" through "g" above. However, an investment alternative may have extenuating circumstances that warrants continuation on the Watch List.

The Committee shall have the authority to establish, modify, amend, or adjust acceptable performance measurement standards by which each investment alternative is to be evaluated.

Final selection, replacement and/or removal of an investment alternative shall be completed only after conducting a thorough review of the identified investment alternative.

An investment alternative on the Watch List will be removed from participant investment options if it is determined that extenuating circumstances are not in accordance with prudent investment standards or when conditions "a" through "e" below apply:

a. Performance below 50% of its peer group for a five-year period
b. Performance below 50% of its peer group for a ten-year period
c. Performance below its benchmarks for a five-year period
d. Performance below its benchmarks for a ten-year period
e. A Morningstar rating of 2 or below
f. Extenuating circumstances, such as:
    1. Change in fees
    2. Change of portfolio manager
    3. Change of sub-advisor
    4. Any violations of SEC rules or regulations
    5. Performance will be considered over a minimum of a three-year period and a maximum of a ten-year period unless a shorter-term underperformance is so severe that it warrants the Committee's immediate consideration for removal.

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The Committee has discretion to retain any investment alternative if it remains a prudent option.

The Recordkeeper will communicate to all eligible participants the investment alternative(s) subject to removal.

After an investment alternative is removed, all existing balances and future contributions will be moved from the removed investment alternative to a similar existing investment alternative or a replacement fund. No new contributions or transfers will be accepted into a removed investment alternative.

The Plan will provide for regular communication of investment and Plan information in addition to necessary updates to inform participants of changes to the Plan. The Plan will not be responsible for providing investment advice to participants.

Proxy Voting

Should the Committee elect to participate in a proxy vote, the Committee shall be required to provide a detailed analysis of voting activities on an annual basis (calendar year). When voting proxies, the Committee will vote to the best of their abilities in the best interest of the Plan's participants. The Committee is not required to participate in all proxy votes related to the investments in the Plan. Investment Consultant is able to offer general guidance and provide clarification with respect to the process of voting by proxy but will not be responsible for making vote decisions.

Note: The *provisions* of *this Investment Policy Statement* are *guidelines only. The fiduciaries* are *not required to follow them. Instead, fiduciaries* are *expected to* exercise *independent judgment for the benefit of the participants.*

Review and Revisions

The Committee reserves the right to amend the Investment Policy Statement at any time it deems such amendment to be necessary or to comply with changes in applicable law as these changes affect the investment of the Plan's assets. Until revised or amended by the Committee, the Investment Policy Statement shall remain in effect.

If there is any conflict between the Investment Policy Statement and the Plan, the terms and conditions of the Plan will control.

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ADOPTION

CalOptima Deferred Compensation Committee Members:

x____________________________________

(Print Name) (Date)

x.__________________________________

(Print Name) (Date)

x.__________________________________

(Print Name) (Date)

x____________________________________

(Print Name) (Date)

x.__________________________________

(Print Name} (Date)

x____________________________________

(Print Name) (Date)

x____________________________________

(Print Name) (Date)

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APPENDIX A- Categories and Benchmarks

Investment categories are defined based on their Morningstar category classifications, which also serve as the peer groups against which investment are assessed. The following list of investment categories and their corresponding benchmarks which may be used in the investment alternative evaluation process, includes but is not limited to:

Investment Alterative	***Benchmark</Index***
Money Market-Taxable	BofAML US Treasury Bill 3 Mon TR USD
Stable Value	Hueler Stable Value Index
Guaranteed Account	Hueler Stable Value Index
Bond	
Ultrashort Bond	Bloomberg Barclays US Govt/Credit 1-3 Yr TR USD
Short-Term Bond	Bloomberg Barclays US Govt/Credit 1-3 Yr TR USD
Short Government	Bloomberg Barclays Government 1-5 Yr TR USD
Intermediate Government	Bloomberg:(Barclays US Govt/Mortgage TR USD
Intermediate Core Bond	Bloomberg Barclays US Aee Bond TR USO
Intermediate Core Plus Bond	Bloomberg Barclays US Ar!.2 Bond TR USO
Long Government	Bloomberg Barclays US Government Long TR USD
Long-Term Bond	Bloomberg Barclays US Govt/Credit Long TR USO
Inflation-Protected Bond	Bloomberg Barclays US Treasury US TIPS TR USO
Corporate Bond	Bloomberg Barclavs US Credit TR USD
Multisector Bond	Bloomberg Barclays US Agg Bond TR USO
High Yield Bond	Bloomberg Barclays US HY 2% Issuer Cap TR USO
Bank Loan	Credit Suisse Leveraged Loan TR USD
World Bond	Bloomberg: Barclays Global-Aggregate TR USO
Emerging Markets Bond	JPM EMBI Global TR USO
Nontraditional Bond	Wilshire Liquid Alts TR
LargeCa1J	
Large Value	Russell 1000 Value TR USO
Large Blend	S&P 500 Index Russell 3000 Index CRSP U.S. Total Market Index
Large Growth	Russell 1000 Growth TR USO
Mid-Cap	
Mid-Cap Value	Russell Mid Cap Value TR USO

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Mid-Cap Blend	Russell Mid Cap TR USO S&P Mid Cap 400 Index MSCI U.S. Mid Cap 450 Index CRSP U.S. Mid Cap Index S&P Completion Index DJ US Completion Total Stock Market Index
Mid -Cap Growth	Russell Mid Cap Growth TR USO
Small-Cap	
Small Value	Russell 2000 Value TR USO

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Investment Alternative	***Benchmark/Index***
Small Cap Blend	Russell 2000 TR USO S&P Small Cap 600 Index MSCI U.S. Small Cap 1750 Index CRSP U.S. Small Cap Index
Small Growth	Russell 2000 Growth TR USO
World Stock	
World Stock	MSCI ACWI NR USO
International	
Foreign Large Value	MSCI ACWI ex USA Value NR USO
Foreign Large Blend	MSCI ACWI ex USA NR USO
Foreign Large Growth	MSCI ACWI ex USA Growth NR USO
Foreign Small/ Mid Value	MSCI ACWI ex USA SMID Value NR USO
Foreign Small/ Mid Blend	MSCI ACWI ex USA SMID NR USO
Foreign Small/ Mid Growth	MSCI ACWI ex USA SMID Growth NR USO
Diversified Emerging Markets	MSCI EM NR USO
Target Date	
Target Date	S&P Target Date Indexes
Risk-base/Hybrid	
Allocation-15% to 30% Equity	23% Russell 3000 TR USD/77% Bloomberg Barclays US Agg Bond TR USO
Allocation-30% to 50% Equity	40% Russell 3000 TR USD/60% Bloomberg Barclays US Agg. Bond TR USO
Allocation 50% to 70% Equity	60% Russell 3000 TR USO/40% Bloomberg Barclays US Agg Bond TR USO
Allocation- 70% to 85% Equity	78% Russell 3000 TR USD/22% Bloomberg Barclays US Agg Bond TR USO
Allocation-8 5%+ Equity	93 % Russell 3000 TR USD/7% Bloomberg Barclays US Agg Bond TR USO
World Allocation	60% MSCI ACWI NR/40% Bloomberg Barclays Global Agg TR
Specialty	
Real Estate	FTSE NAREIT Equity REITs TR USO
Global Real Estate	FTSE EPRA/NAREIT Developed NR USO
Commodities Broad Basket	Bloomberg Commodity TR USO
Long-Short Equity	Barclay Hedge Fund Index
Market Neutral	BofAML US Treasury Bill 3 Mon TR USO
Multi-alternative	Wilshire Liquid Alts TR
Natural Resources	S&P North American Natural Resources TR
Tactical Allocation	50% MSCI ACWI NR / 50 % Bloomberg Barclays US Agg Bond TR USO

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APPENDIX B - Investment Ranking Criteria

The criteria used to evaluate each plan investment alternative, except as otherwise noted in the Investment Policy Statement, may include, but not limited to, the following:

1. Total Return (trailing 1, 3, 5, and 10 year returns) - measures the performance of an investment over a given period, including income from dividends and interest, plus any appreciation or depreciation in the market value of the investment. Total return values longer than 1 year are typically annualized for ease of comparison.

2. Rolling Period Returns (12 month periods over 5 years) - A single period return measures performance over one specified time frame, such as five years. A rolling period return divides a longer time frame into smaller time periods. A rolling 12-month return over five years would start out by calculating a single period return over the first twelve months. Next, it would calculate the 12-month return for months 2-13. The process would continue until finally reaching the 12-month period spanning months 48-60. The final rolling 12-month return figure would reflect the average of all of the rolling periods returns over that five-year time period.

3. Rolling Period Returns (36 month periods over 10 years) - A rolling 36-month return over ten years would start out by calculating a single period return over the first thirty-six months. Next, it would calculate the 36-month return for months 2-37. The process would continue until finally reaching the 36-month period spanning months 85-120. The final rolling 36- month return figure would reflect the average of all of the rolling periods returns over that ten-year time period.

4. **Sharpe Ratio** - A risk-adjusted measure of performance that is calculated by subtracting the risk-free rate of return (the US Treasury Bill is typically used) from the portfolio return and dividing the result by the portfolio's standard deviation. A higher Sharpe ratio indicates that the portfolio was able to generate a higher return per unit of risk.

5. **Alpha** (five years) - A risk-adjusted measure of performance, that is equal to the difference between a portfolio's actual return and its expected performance given its level of risk as measured by beta. Alpha can also be viewed as an abnormal level of return in excess of what might be predicted by an equilibrium pricing model like the Capital Asset Pricing Model **{CAPM).**

6. Up **Market** Capture Ratio (five years) - A ratio that measures the overall performance of a portfolio during rising markets. This measure analyzes how well a portfolio (or an investment manager) performed relative to its benchmark index during periods when the benchmark rose. For example, an up-market

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capture ratio of 108% (for a given period of time) means that the portfolio gained 8% more than its benchmark during the specified time period.

7. **Down Market Capture Ratio** (five years) - A ratio that measures the overall performance of a portfolio during falling markets. This measure analyzes how well a portfolio (or an investment manager) performed relative to its benchmark index during periods when the benchmark fell. For example, a down-market capture ratio of 95% (for a given period of time) means that the portfolio lost 5% less than its benchmark during the specified time period.

8. **R-Squared** (style consistency) - A statistical metric that ranges from zero to 100 and measures the percentage of portfolio's performance that is explained by the movement of its benchmark index. R-Squared is helpful in assessing the reliability of alpha and beta in explaining a portfolio risk and return characteristics. An r-squared of 100 would mean that the portfolio's performance movements are perfectly correlated with those of the benchmark over time and would suggest that alpha and beta may be relied upon with a high degree of confidence.

9. Expense Ratio - The percentage of investment alternative assets, net of reimbursements, used to pay for operating expenses and management fees, including 12b-1 fees, administrative fees, and all other asset-based costs incurred by the investment alternative, except brokerage costs. Investment alternative expenses are reflected in the investment alternative's NAV. Sales charges are not included in the expense ratio. The Prospectus Net Expense Ratio is collected annually from an investment alternative's prospectus.

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APPENDIX C - Index Funds Ranking Criteria

The criteria used to evaluate each Index Fund alternative may include, but not limited to, the following:

1. **Expense Ratio** - The percentage of investment alternative assets, net of reimbursements, used to pay for operating expenses and management fees, including 12b-1 fees, administrative fees, and all other asset-based costs incurred by the investment alternative, except brokerage costs. Investment alternative expenses are reflected in the investment alternative 1s NAY. Sales charges are not included in the expense ratio. The Prospectus Net Expense Ratio is collected annually from an investment alternative •s prospectus.

2. Tracking Error - A measure of the difference in returns between an investment and a benchmark. Tracking error is reported as a standard deviation of the difference between the returns of an investment and its benchmark.

3. **R-Squared** - A statistical metric that ranges from zero to 100 and measures the percentage of portfolio's performance that is explained by the movement of its benchmark index. R- Squared is helpful in assessing the reliability of alpha and beta in explaining a portfolio risk and return characteristics. An r-squared of 100 would mean that the portfolio's performance movements are perfectly correlated with those of the benchmark over time and would suggest that alpha and beta may be relied upon with a high degree of confidence.

4. Beta - A measure of the volatility, or systematic risk, of an investment in comparison to a market index as a whole. Beta is calculated using regression analysis. Beta represents the tendency of an investment's returns to respond to moves in the market or index that it's calculated against. A beta of 1 indicates that the investment's price moves with the market. A beta of less than 1 means that the investment is theoretically less volatile than the market. A beta of greater than 1 indicates that the investment's price is theoretically more volatile than the market. The reliability of an investment's beta is a function of the investment's r-squared value in relation to the benchmark. A high r-squared value signifies that the beta measures is reliable, while a low r-squared signifies that it is potentially inaccurate.

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Financial Summary September 30, 2025

Finance and Audit Committee Meeting

November 20, 2025

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: September 2025

- Notable events/items in September 2025
  - $212.1 million of Hospital Directed Payments (DP) were received and paid out in September 2025 for Calendar Year (CY) 2023
  - $9.1 million of Quality Incentive Pool Program (QIP) received and paid out in September 2025 for CY 2024

CalOptima Health

Financial Highlights
September 2025

September 2025					July - September 205			
Actual	**Budget**	**$ Variance**	**% Variance**		**Actual**	**Budget**	**$ Variance**	**% Variance**
885,314	898,765	(13,451)	(1.5%)	Member Months	2,681,404	2,708,085	(26,681)	(1.0%)
631,490,594	395,456,178	236,034,416	59.7%	Revenues	1,420,510,565	1,192,100,988	228,409,577	19.2%
581,778,696	363,134,399	(218,644,297)	(60.2%)	Medical Expenses	1,299,525,490	1,103,665,172	(195,860,318)	(17.7%)
22,219,615	25,294,095	3,074,480	12.2%	Administrative Expenses	63,850,891	75,571,593	11,720,702	15.5%
27,492,283	**7,027,684**	**20,464,599**	**291.2%**	**Operating Margin**	**57,134,184**	**12,864,223**	**44,269,961**	**344.1%**
				Non-Operating Income (Loss)				
14,217,389	8,333,340	5,884,049	70.6%	Net Investment Income/Expense	46,524,912	25,000,020	21,524,892	86.1%
(457,546)	-	(457,546)	(100.0%)	Grant Expense	(457,546)	-	(457,546)	(100.0%)
(5,274,430)	-	(5,274,430)	(100.0%)	Community Reinvestment	(15,724,510)	-	(15,724,510)	(100.0%)
(176,029)	(138,610)	(37,419)	(27.0%)	Other Income/Expense	(338,377)	(415,830)	77,453	18.6%
8,309,384	**8,194,730**	**114,654**	**1.4%**	**Total Non-Operating Income (Loss)**	**30,004,478**	**24,584,190**	**5,420,288**	**22.0%**
35,801,667	**15,222,414**	**20,579,253**	**135.2%**	**Change in Net Assets**	**87,138,662**	**37,448,413**	**49,690,249**	**132.7%**
92.1%	*91.8%*	*0.3%*		*Medical Loss Ratio*	*91.5%*	*92.6%*	*(1.1%)*	
3.5%	*6.4%*	*2.9%*		*Administrative Loss Ratio*	*4.5%*	*6.3%*	*1.8%*	
4.4%	*1.8%*	*2.6%*		*Operating Margin Ratio*	*4.0%*	*1.1%*	*2.9%*	
100.0%	*100.0%*			*Total Operating*	*100.0%*	*100.0%*		
83.6%	*87.4%*	*(3.8%)*		**Adjusted MLR*	*85.5%*	*88.2%*	*(2.7%)*	
5.4%	*6.4%*	*1.0%*		**Adjusted ALR*	*5.3%*	*6.3%*	*1.0%*	

*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

FY 2025-26: Management Summary

- Change in Net Assets Surplus or (Deficit)
  - Month To Date (MTD) September 2025: $35.8 million, favorable to budget $20.6 million or 135.2% driven by Net Investment Income and member mix
  - Year To Date (YTD) July – September 2025: $87.1 million, favorable to budget $49.7 million or 132.7% driven by Net Investment Income, member mix, and lower than forecasted claims expenses

CalOptima Health

FY 2025-26: Management Summary (cont.)

- Enrollment
  - MTD: 885,314 members, unfavorable to budget 13,451 or 1.5% due to higher than anticipated disenrollment
  - YTD: 2,681,404 member months, unfavorable to budget 26,681 or 1.0%

FY 2025-26: Management Summary (cont.)

- Revenue
  - MTD: $631.5 million, favorable to budget $236.0 million or 59.7% driven by Medi-Cal (MC) Line of Business (LOB) due to CY 2023 Hospital DP, CY 2024 QIP, favorable member mix and prior year revenue
  - YTD: $1,420.5 million, favorable to budget $228.4 million or 19.2% due primarily to:
    - MC LOB due to CY 2023 Hospital DP, CY 2024 QIP and favorable member mix
    - Offset by OneCare (OC) LOB lower than anticipated Risk Adjustment Factor (RAF)

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FY 2025-26: Management Summary (cont.)

- Medical Expenses
  - MTD: $581.8 million, unfavorable to budget $218.6 million or 60.2% driven by:
    - $221.5 million in MC Other Medical Expenses primarily due to CY 2023 Hospital DP, CY 2024 QIP
    - $7.3 million in Facilities Claims due to transplant-related claims
    - $1.4 million in Incentive Payments expense
    - Offset by $11.8 million favorable variance in all other medical expense categories

CalOptima Health

FY 2025-26: Management Summary (cont.)

- Medical Expenses
  - YTD: $1,299.5 million, unfavorable to budget $195.9 million or 17.7% due to:
    - $221.3 million in MC Other Medical Expenses primarily due to CY 2023 Hospital DP and CY 2024 QIP
    - Offset by $20.5 million of Managed Long-Term Services and Supports (MLTSS) favorable variance to budget

CalOptima Health

FY 2025-26: Management Summary (cont.)

- Administrative Expenses
  - MTD: $22.2 million, favorable to budget $3.1 million or 12.2% due to the timing of administrative expense activities
  - YTD: $63.9 million, favorable to budget $11.7 million or 15.5% due to the timing of administrative expense activities

CalOptima Health

FY 2025-26: Management Summary (cont.)

- Non-Operating Income (Loss)
  - MTD: $8.3 million, favorable to budget $0.1 million or 1.4% due primarily to $5.9 million favorable Net Investment Income, offset by Community Reinvestment contractual obligation accrual of $5.3 million
  - YTD: $30.0 million, favorable to budget $5.4 million or 22.0% due primarily to $21.5 million favorable Net Investment Income, offset by Community Reinvestment contractual obligation accrual of $15.7 million

FY 2025-26: Key Financial Ratios

○ Medical Loss Ratio (MLR)

		Actual	Budget	Variance (%)
MTD	MLR	92.1%	91.8%	0.3%
	Adjusted MLR*	83.6%	87.4%	(3.8%)
YTD	MLR	91.5%	92.6%	(1.1%)
	Adjusted MLR*	85.5%	88.2%	(2.7%)

○ Administrative Loss Ratio (ALR)

		Actual	Budget	Variance (%)
MTD	ALR	3.5%	6.4%	2.9%
	Adjusted ALR*	5.4%	6.4%	1.0%
YTD	ALR	4.5%	6.3%	1.8%
	Adjusted ALR*	5.3%	6.3%	1.0%

* Adjusted MLR/ALR excludes estimated Board-approved Provider Rate Increases and Directed Payments, but include costs associated with DTS.

CalOptima Health

FY 2025-26: Key Financials Ratios (cont.)

- Balance Sheet Ratios
  - Current ratio*: 1.9
  - Board Designated Reserve level: 3.71
  - Statutory Designated Reserve level: 1.02
  - Net-position: $2.9 billion, including required TNE of $131.8 million

*Current ratio compares current assets to current liabilities. It measures CalOptima Health's ability to pay short-term obligations.

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Enrollment Summary: September 2025

September 2025					July - September 2025			
Actual	Budget	$ Variance	% Variance	Enrollment (by Aid Category)	Actual	Budget	$ Variance	% Variance
152,063	147,660	4,403	3.0%	SPD	456,467	442,241	14,226	3.2%
252,438	258,905	(6,467)	(2.5%)	TANF Child	764,218	778,580	(14,362)	(1.8%)
125,087	129,020	(3,933)	(3.0%)	TANF Adult	380,333	389,206	(8,873)	(2.3%)
3,016	2,512	504	20.1%	LTC	8,380	7,537	843	11.2%
324,901	333,259	(8,358)	(2.5%)	MCE	989,167	1,008,393	(19,226)	(1.9%)
9,038	9,098	(60)	(0.7%)	WCM	27,167	27,325	(158)	(0.6%)
866,543	**880,454**	**(13,911)**	**(1.6%)**	**Medi-Cal Total**	**2,625,732**	**2,653,282**	**(27,550)**	**(1.0%)**
18,242	**17,774**	**468**	**2.6%**	**OneCare**	**54,086**	**53,204**	**882**	**1.7%**
529	**537**	**(8)**	**(1.5%)**	**PACE**	**1,586**	**1,599**	**(13)**	**(0.8%)**
556	**558**	**(2)**	**(0.4%)**	**MSSP***	**1,660**	**1,674**	**(14)**	**(0.8%)**
885,314	**898,765**	**(13,451)**	**(1.5%)**	**CalOptima Health Total**	**2,681,404**	**2,708,085**	**(26,681)**	**(1.0%)**

*MSSP enrollment is included in Medi-Cal total

CalOptima Health

Consolidated Revenue & Expenses: September 2025 MTD

	Medi-Cal	OneCare	PACE	MSSP	Covered CA	Consolidated
MEMBER MONTHS	866,543	18,242	529	556		885,314
REVENUES						
Capitation Revenue	$ 590,336,455	$ 36,050,141	$ 4,857,160	$ 246,838	$ -	$ 631,490,594
Total Operating Revenue	**590,336,455**	**36,050,141**	**4,857,160**	**246,838**	**-**	**631,490,594**
MEDICAL EXPENSES						
Provider Capitation	112,574,021	14,441,234				127,015,254
Professional, Facility & Ancillary Claims	141,930,599	7,426,106	2,307,318			151,664,023
Managed Long-Term Services & Supports (MLTSS)	46,223,456		67,691	29,451		46,320,598
Prescription Drugs		9,308,310	600,631			9,908,941
Case Management & Other Medical	243,233,824	1,976,077	1,451,363	208,615		246,869,879
Total Medical Expenses	**543,961,900**	**33,151,727**	**4,427,003**	**238,066**	**-**	**581,778,696**
Medical Loss Ratio	*92.1%*	*92.0%*	*91.1%*	*96.4%*	*0.0%*	*92.1%*
GROSS MARGIN	**46,374,556**	**2,898,414**	**430,157**	**8,771**	**-**	**49,711,898**
ADMINISTRATIVE EXPENSES						
Salaries & Benefits	11,624,032	1,052,696	183,669	91,049	70,435	13,021,882
Non-Salary Operating Expenses	3,598,986	603,944	175,827	1,470	579,875	4,960,102
Depreciation & Amortization	812,783		886			813,669
Other Operating Expenses	2,750,502	146,998	13,834	6,759		2,918,092
Indirect Cost Allocation, Occupancy	74,242	416,925	10,810	3,893		505,871
Total Administrative Expenses	**18,860,545**	**2,220,563**	**385,025**	**103,172**	**650,310**	**22,219,615**
Administrative Loss Ratio	*3.2%*	*6.2%*	*7.9%*	*41.8%*	*0.0%*	*3.5%*
Operating Income/(Loss)	**27,514,011**	**677,851**	**45,132**	**(94,400)**	**(650,310)**	**27,492,283**
Investments and Other Non-Operating	(5,273,035)					8,309,384
CHANGE IN NET ASSETS	**$ 22,240,975**	**$ 677,851**	**$ 45,132**	**$ (94,400)**	**$ (650,310)**	**$ 35,801,667**
BUDGETED CHANGE IN NET ASSETS	9,171,604	(1,496,157)	348,432	(118,290)	(877,905)	15,222,415
Variance to Budget - Fav/(Unfav)	$ 13,069,371	$ 2,174,008	$ (303,300)	$ 23,890	$ 227,595	$ 20,579,252

CalOptima Health

Consolidated Revenue & Expenses: September 2025 YTD

	Medi-Cal	OneCare	PACE	MSSP	Covered CA	Consolidated
MEMBER MONTHS	2,625,732	54,086	1,586	1,660		2,681,404
REVENUES						
Capitation Revenue	$ 1,298,045,656	$ 107,307,133	$ 14,422,370	$ 735,406	$ -	$ 1,420,510,565
Total Operating Revenue	**1,298,045,656**	**107,307,133**	**14,422,370**	**735,406**	**-**	**1,420,510,565**
MEDICAL EXPENSES						
Provider Capitation	337,888,326	43,517,288				381,405,614
Professional, Facility & Ancillary Claims	431,917,065	21,964,706	6,310,599			460,192,370
Managed Long-Term Services & Supports (MLTSS)	128,510,477		121,819	105,610		128,737,907
Prescription Drugs		29,808,854	1,757,554			31,566,409
Case Management & Other Medical	285,902,075	6,864,883	4,264,830	591,401		297,623,190
Total Medical Expenses	**1,184,217,944**	**102,155,731**	**12,454,803**	**697,012**	**-**	**1,299,525,490**
Medical Loss Ratio	*91.2%*	*95.2%*	*86.4%*	*94.8%*	*0.0%*	*91.5%*
GROSS MARGIN	**113,827,712**	**5,151,402**	**1,967,568**	**38,394**	**-**	**120,985,075**
ADMINISTRATIVE EXPENSES						
Salaries & Benefits	34,686,364	3,022,970	548,889	290,198	197,104	38,745,525
Non-Salary Operating Expenses	9,801,601	1,319,637	347,677	4,392	1,192,025	12,665,333
Depreciation & Amortization	2,415,258		2,658			2,417,916
Other Operating Expenses	8,370,024	292,522	32,650	18,896		8,714,092
Indirect Cost Allocation, Occupancy	(1,535,343)	2,780,165	44,149	19,053		1,308,025
Total Administrative Expenses	**53,737,904**	**7,415,294**	**976,024**	**332,540**	**1,389,129**	**63,850,891**
Administrative Loss Ratio	*4.1%*	*6.9%*	*6.8%*	*45.2%*	*0.0%*	*4.5%*
Operating Income/(Loss)	**60,089,808**	**(2,263,893)**	**991,544**	**(294,146)**	**(1,389,129)**	**57,134,184**
Investments and Other Non-Operating	(15,720,004)					30,004,478
CHANGE IN NET ASSETS	**$ 44,369,804**	**$ (2,263,893)**	**$ 991,544**	**$ (294,146)**	**$ (1,389,129)**	**$ 87,138,662**
BUDGETED CHANGE IN NET ASSETS	19,940,204	(5,182,591)	883,547	(356,450)	(2,420,487)	37,448,416
Variance to Budget - Fav/(Unfav)	$ 24,429,600	$ 2,918,698	$ 107,997	$ 62,304	$ 1,031,358	$ 49,690,246

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Balance Sheet: As of September 2025

ASSETS		LIABILITIES & NET POSITION	
Current Assets		**Current Liabilities**	
Operating Cash	$529,228,976	Accounts Payable	$102,805,275
Short-term Investments	1,438,154,754	Medical Claims Liability	1,052,501,127
Capitation Receivable	455,576,184	Accrued Payroll Liabilities	27,598,083
Receivables - Other	86,563,533	Deferred Revenue	14,728,656
Prepaid Expenses	24,490,152	Other Current Liabilities	-
Total Current Assets	**2,534,013,599**	Capitation and Withholds	168,197,198
		Total Current Liabilities	**1,365,830,338**
Capital Assets			
Capital Assets	192,362,882	**Other Liabilities**	
Less Accumulated Depreciation	(89,531,288)	GASB 96 Subscription Liabilities	19,540,147
Capital Assets, Net of Depreciation	**102,831,594**	Community Reinvestment	103,822,622
		Capital Lease Payable	233,561
		Postemployment Health Care Plan	17,312,195
Other Assets		Net Pension Liabilities	5,840,992
Restricted Deposits	300,000	**Total Other Liabilities**	**146,749,516**
Board Designated Reserves	1,604,696,215		
Statutory Designated Reserves	134,144,257	**TOTAL LIABILITIES**	
Total Other Assets	**1,739,140,472**		**1,512,579,855**
TOTAL ASSETS	**4,375,985,665**	**Deferred Inflows**	**4,309,519**
Deferred Outflows	**28,626,072**	**Net Position**	
		Required TNE	131,812,377
		Funds in Excess of TNE	2,755,909,986
		TOTAL NET POSITION	**2,887,722,363**
TOTAL ASSETS & DEFERRED OUTFLOWS	**4,404,611,737**	**TOTAL LIABILITIES, DEFERRED INFLOWS & NET POSITION**	**4,404,611,737**

CalOptima Health

Board Designated Reserve and TNE Analysis: As of September 2025

Board Designated Reserves

Investment Account Name	Market Value	CalOptima Policy Compliance Level		Variance	
		Low	High	Mkt - Low	Mkt - High
Payden & Rygel Tier One	802,340,607				
MetLife Tier One	802,355,608				
Board Designated Reserves	1,604,696,215	1,082,540,573	1,732,064,917	522,155,642	(127,368,702)
Current Reserve Level (X months of average monthly revenue) [1]	*3.71*	*2.50*	*4.00*		

Statutory Designated Reserves

Investment Account Name	Market Value	CalOptima Policy Compliance Level		Variance	
		Low	High	Mkt - Low	Mkt - High
Payden & Rygel Tier Two	67,192,404				
MetLife Tier Two	66,951,852				
Statutory Designated Reserves	134,144,257	131,812,377	144,993,614	2,331,880	(10,849,358)
Current Reserve Level (X min. TNE) [1]	*1.02*	*1.00*	*1.10*		

[1] *See CalOptima Health Policy GA.3001: Statutory and Board-Designated Reserve Funds for more information.*

CalOptima Health

Spending Plan: As of September 2025

Item Description	Amount (millions)	Approved Initiative	Expense to Date	%
Total Net Position @ 9/30/2025	**$2,887.7**			**100.0%**
Resources Assigned				
Board Designated Reserve[1]	**$1,604.7**			**55.6%**
Statutory Designated Reserve[1]	**$134.1**			**4.6%**
Capital Assets, net of Depreciation	**$102.8**			**3.6%**
Resources Allocated[3]				
Homeless Health Initiative[2]	$19.1	$65.9	$46.8	0.7%
Housing and Homelessness Incentive Program[2]	24.9	87.4	62.5	0.9%
Intergovernmental Transfers (IGT)[4]	40.4	52.1	11.7	1.4%
Digital Transformation and Workplace Modernization[3]	25.9	100.0	74.1	0.9%
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	25.7	50.0	24.3	0.9%
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	117.8	153.5	35.7	4.1%
Skilled Nursing Facility Access Program	10.0	10.0	0.0	0.3%
In-Home Care Pilot Program with the UCI Family Health Center	2.0	2.0	0.0	0.1%
National Alliance for Mental Illness Orange County Peer Support Program Grant	3.0	5.0	2.0	0.1%
Stipend Program for Master of Social Work Students Grant	0.0	5.0	5.0	0.0%
Wellness & Prevention Program Grant	1.3	2.7	1.4	0.0%
CalOptima Health Provider Workforce Development Fund Grant	44.3	50.0	5.7	1.5%
Distribution Event - Naloxone Grant	2.2	15.0	12.8	0.1%
Garden Grove Bldg. Improvement	9.7	10.5	0.8	0.3%
CalOptima Health Community Reinvestment Program	38.0	38.0	0.0	1.3%
Dyadic Services Program Academy	1.0	1.9	0.9	0.0%
Outreach Strategy for newly eligible Adult Expansion members	2.1	7.6	5.5	0.1%
Quality Initiatives from unearned Pay for Value Program	18.6	23.3	4.7	0.6%
Expansion of CalOptima Health OC Outreach and Engagement Strategy	0.0	1.0	1.0	0.0%
Medi-Cal Provider Rate Increases	263.1	526.2	263.1	9.1%
Homeless Prevention and Stabilization Pilot Program	0.2	0.3	0.1	0.0%
OneCare Member Engagement and Education	0.3	0.3	0.0	0.0%
Medi-Cal Eligibility Outreach Strategy	0.8	0.8	0.0	0.0%
Subtotal:	**$653.0**	**$1,237.2**	**$584.2**	**22.6%**
Resources Available for New Initiatives				
Unallocated/Unassigned[1]	**$393.0**			**13.6%**

[1] Total Designated Reserves and unallocated reserve amount can support approximately 180 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

Homeless Health Initiative and Allocated Funds: As of September 2025

Summary by Funding Source:	Total Funds	Allocated Amount	Utilized Amount	Remaining Approved Amount	Funds Available for New Initiatives
HHI - IGT'S	64,131,301	64,131,301	46,765,350	17,365,951	-
HHI - Existing Reserves	1,800,000	1,800,000	-	1,800,000	-
HHIP	40,100,000	40,100,000	-	40,100,000	-
Total	**106,031,301**	**106,031,301**	**46,765,350**	**59,265,951**	**-**

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)	2,500,000	-	2,500,000	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	9,956,478	43,522	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	4,655,022	5,233,892	IGT's
Vaccination Intervention and Member Incentive Strategy[2]	54,649	54,649	-	IGT's
Street Medicine[1]	14,376,652	7,749,821	6,626,831	IGT's & Existing Reserves
Outreach and Engagement	7,000,000	2,276,015	4,723,985	IGT's
Housing and Homelessness Incentive Program (HHIP)[3]	40,100,000	-	40,100,000	IGT's & Existing Reserves
Subtotal of Approved Initiatives	**106,031,300**	**46,765,350**	**59,265,951**	
Transfer of funds to HHIP[3]	(40,100,000)	-	(40,100,000)	
Program Total	**65,931,300**	**46,765,350**	**19,165,951**	

[1]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 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).

[2]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.

[3]On September 1, 2022, CalOptima Health's Board of Directors approved reallocation of $40.1 million from HHI to HHIP.

CalOptima Health

Housing and Homelessness Incentive Program: As of September 2025

Summary by Funding Source:	Total Funds[1]	Allocated Amount	Utilized Amount	Remaining Approved Amount	Funds Available for New Initiatives
DHCS HHIP Funds	72,931,189	54,930,994	32,970,535	21,960,459	$18,000,195
Existing Reserves & HHI Transfer	87,384,530	87,384,530	62,511,836	24,872,694	-
Total	**160,315,719**	**142,315,524**	**95,482,371**	**46,833,154**	**18,000,195**

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	869,850	530,150	HHI
Equity Grants for Programs Serving Underrepresented Populations	4,621,311	3,696,311	925,000	HHI & DHCS
Infrastructure Projects	5,832,314	5,580,354	251,960	HHI
Capital Projects	108,247,369	74,146,735	34,100,634	HHI, DHCS & Existing Reserves
System Change Projects	10,184,530	8,323,680	1,860,850	DHCS
Non-Profit Healthcare Academy	700,000	655,391	44,609	DHCS
Total of Approved Initiatives	**$133,185,524[1]**	**$95,472,320**	**$37,713,204**	

[1]Total 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.

CalOptima Health

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UNAUDITED FINANCIAL STATEMENTS

September 30, 2025

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CalOptima Health - Consolidated
Financial Highlights
For the Three Months Ending September 30, 2025

September 2025					July - September 2025			
Actual	Budget	$ Variance	% Variance		Actual	Budget	$ Variance	% Variance
885,314	898,765	(13,451)	(1.5%)	Member Months	2,681,404	2,708,085	(26,681)	(1.0%)
631,490,594	395,456,178	236,034,416	59.7%	Revenues	1,420,510,565	1,192,100,988	228,409,577	19.2%
581,778,696	363,134,399	(218,644,297)	(60.2%)	Medical Expenses	1,299,525,490	1,103,665,172	(195,860,318)	(17.7%)
22,219,615	25,294,095	3,074,480	12.2%	Administrative Expenses	63,850,891	75,571,593	11,720,702	15.5%
27,492,283	**7,027,684**	**20,464,599**	**291.2%**	**Operating Margin**	**57,134,184**	**12,864,223**	**44,269,961**	**344.1%**
				Non-Operating Income (Loss)				
14,217,389	8,333,340	5,884,049	70.6%	Net Investment Income/Expense	46,524,912	25,000,020	21,524,892	86.1%
(457,546)	-	(457,546)	(100.0%)	Grant Expense	(457,546)	-	(457,546)	(100.0%)
(5,274,430)	-	(5,274,430)	(100.0%)	Community Reinvestment	(15,724,510)	-	(15,724,510)	(100.0%)
(176,029)	(138,610)	(37,419)	(27.0%)	Other Income/Expense	(338,377)	(415,830)	77,453	18.6%
8,309,384	**8,194,730**	**114,654**	**1.4%**	**Total Non-Operating Income (Loss)**	**30,004,478**	**24,584,190**	**5,420,288**	**22.0%**
35,801,667	**15,222,414**	**20,579,253**	**135.2%**	**Change in Net Assets**	**87,138,662**	**37,448,413**	**49,690,249**	**132.7%**
92.1%	*91.8%*	*0.3%*		*Medical Loss Ratio*	*91.5%*	*92.6%*	*(1.1%)*	
3.5%	*6.4%*	*2.9%*		*Administrative Loss Ratio*	*4.5%*	*6.3%*	*1.8%*	
4.4%	*1.8%*	*2.6%*		*Operating Margin Ratio*	*4.0%*	*1.1%*	*2.9%*	
100.0%	*100.0%*			*Total Operating*	*100.0%*	*100.0%*		
83.6%	*87.4%*	*(3.8%)*		**Adjusted MLR*	*85.5%*	*88.2%*	*(2.7%)*	
5.4%	*6.4%*	*1.0%*		**Adjusted ALR*	*5.3%*	*6.3%*	*1.0%*	

*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 Three Months Ending September 30, 2025

Total FTE's MTD	Actual	Budget	Fav/Unfav
Medi-Cal	1,325	1,406	81
OneCare	168	182	14
PACE	112	119	7
CCA	3	15	12
MSSP	22	24	2
Total	1,631	1,746	115

Total FTE's YTD	Actual	Budget	Fav/Unfav
Medi-Cal	3,978	4,216	238
OneCare	500	543	43
PACE	335	357	22
CCA	8	35	27
MSSP	66	71	5
Total	4,888	5,222	334

MM per FTE MTD	Actual	Budget	Fav/Unfav
Medi-Cal	654	626	(28)
OneCare	108	98	(10)
PACE	5	5	(0)
CCA	0	0	0
MSSP	0	23	23
Consolidated	543	515	(28)

MM per FTE YTD	Actual	Budget	Fav/Unfav
Medi-Cal	660	629	(31)
OneCare	108	98	(10)
PACE	5	4	(1)
CCA	0	0	0
MSSP	17	23	6
Consolidated	549	519	(30)

Open FTE	Total	Medical	Admin
Medi-Cal	89	29	60
OneCare	13	4	9
PACE	5	5	0
CCA	17	1	16
MSSP	0	0	0
Total	124	39	85

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CalOptima Health - Consolidated - Month to Date
Statement of Revenues and Expenses
For the One Month Ending September 30, 2025

	Actual $	Actual PMPM	Budget $	Budget PMPM	Variance $	Variance PMPM
MEMBER MONTHS		885,314		898,765		(13,451)
REVENUE						
Medi-Cal	$590,336,455	$681.25	$353,258,583	$401.22	$237,077,872	$280.03
OneCare	36,050,141	1,976.22	37,137,027	2,089.40	(1,086,886)	(113.18)
PACE	4,857,160	9,181.78	4,811,514	8,959.99	45,646	221.79
MSSP	246,838	443.95	249,054	446.33	(2,216)	(2.38)
Total Operating Revenue	631,490,594	713.30	395,456,178	440.00	236,034,416	273.30
MEDICAL EXPENSES						
Medi-Cal	543,961,900	627.74	323,288,850	367.18	(220,673,050)	(260.56)
OneCare	33,151,727	1,817.33	35,429,054	1,993.31	2,277,327	175.98
PACE	4,427,003	8,368.63	4,144,419	7,717.73	(282,584)	(650.90)
MSSP	238,066	428.18	227,092	406.97	(10,974)	(21.21)
Covered CA		-	44,984	80.62	44,984	80.62
Total Medical Expenses	581,778,696	657.14	363,134,399	404.04	(218,644,297)	(253.10)
GROSS MARGIN	49,711,898	56.16	32,321,779	35.96	17,390,119	20.20
ADMINISTRATIVE EXPENSES						
Salaries and Benefits	13,021,882	14.71	14,007,985	15.59	986,103	0.88
Professional Fees	1,662,911	1.88	1,941,119	2.16	278,208	0.28
Purchased Services	2,713,836	3.07	2,807,953	3.12	94,117	0.05
Printing & Postage	583,355	0.66	620,975	0.69	37,620	0.03
Depreciation & Amortization	813,669	0.92	949,334	1.06	135,665	0.14
Other Expenses	2,918,092	3.30	4,484,861	4.99	1,566,769	1.69
Indirect Cost Allocation, Occupancy	505,871	0.57	481,868	0.54	(24,003)	(0.03)
Total Administrative Expenses	22,219,615	25.10	25,294,095	28.14	3,074,480	3.04
NET INCOME (LOSS) FROM OPERATIONS	27,492,283	31.05	7,027,684	7.82	20,464,599	23.23
INVESTMENT INCOME						
Interest Income	14,173,819	16.01	8,333,340	9.27	5,840,479	6.74
Realized Gain/(Loss) on Investments	1,049,892	1.19	-	-	1,049,892	1.19
Unrealized Gain/(Loss) on Investments	(1,006,322)	(1.14)	-	-	(1,006,322)	(1.14)
Total Investment Income	14,217,389	16.06	8,333,340	9.27	5,884,049	6.79
GRANT EXPENSE	(457,546)	(0.52)	-	-	(457,546)	(0.52)
COMMUNITY REINVESTMENT	(5,274,430)	(5.96)	-	-	(5,274,430)	(5.96)
OTHER INCOME/EXPENSE	(176,029)	(0.20)	(138,610)	(0.15)	(37,419)	(0.05)
CHANGE IN NET ASSETS	**35,801,667**	**40.44**	**15,222,414**	**16.94**	**20,579,253**	**23.50**
MEDICAL LOSS RATIO	**92.1%**		**91.8%**		**0.3%**	
ADMINISTRATIVE LOSS RATIO	**3.5%**		**6.4%**		**2.9%**	

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CalOptima Health- Consolidated - Year to Date
Statement of Revenues and Expenses
For the Three Months Ending September 30, 2025

	Actual $	Actual PMPM	Budget $	Budget PMPM	Variance $	Variance PMPM
MEMBER MONTHS		2,681,404		2,708,085		(26,681)
REVENUE						
Medi-Cal	$1,298,045,656	$494.36	$1,065,254,456	$401.49	$232,791,200	$92.87
OneCare	107,307,133	1,984.01	111,747,514	2,100.36	(4,440,381)	(116.35)
PACE	14,422,370	9,093.55	14,351,856	8,975.52	70,514	118.03
MSSP	735,406	443.02	747,162	446.33	(11,756)	(3.31)
Total Operating Revenue	1,420,510,565	529.76	1,192,100,988	440.2	228,409,577	89.56
MEDICAL EXPENSES						
Medi-Cal	1,184,217,944	451.00	982,957,069	370.47	(201,260,875)	(80.53)
OneCare	102,155,731	1,888.76	107,381,849	2,018.30	5,226,118	129.54
PACE	12,454,803	7,852.97	12,510,026	7,823.66	55,223	(29.31)
MSSP	697,012	419.89	681,276	406.97	(15,736)	(12.92)
Covered CA		0.00	134,952	80.62	134,952	80.62
Total Medical Expenses	1,299,525,490	484.64	1,103,665,172	407.54	(195,860,318)	(77.10)
GROSS MARGIN	120,985,075	45.12	88,435,816	32.66	32,549,259	12.46
ADMINISTRATIVE EXPENSES						
Salaries and Benefits	38,745,525	14.45	41,923,264	15.48	3,177,739	1.03
Professional Fees	4,511,156	1.68	5,743,340	2.12	1,232,183	0.44
Purchased Services	6,570,696	2.45	8,249,222	3.05	1,678,527	0.60
Printing & Postage	1,583,481	0.59	1,876,925	0.69	293,444	0.10
Depreciation & Amortization	2,417,916	0.90	2,848,002	1.05	430,086	0.15
Other Expenses	8,714,092	3.25	13,485,236	4.98	4,771,144	1.73
Indirect Cost Allocation, Occupancy	1,308,025	0.49	1,445,604	0.53	137,579	0.04
Total Administrative Expenses	63,850,891	23.81	75,571,593	27.91	11,720,702	4.10
NET INCOME (LOSS) FROM OPERATIONS	57,134,184	21.31	12,864,223	4.75	44,269,961	16.56
INVESTMENT INCOME						
Interest Income	41,733,624	15.56	25,000,020	9.23	16,733,604	6.33
Realized Gain/(Loss) on Investments	1,989,246	0.74	-	0.00	1,989,246	0.74
Unrealized Gain/(Loss) on Investments	2,802,041	1.04	-	0.00	2,802,041	1.04
Total Investment Income	46,524,912	17.35	25,000,020	9.23	21,524,892	8.12
GRANT EXPENSE	(457,546)	(0.17)	-	0.00	(457,546)	(0.17)
COMMUNITY REINVESTMENT	(15,724,510)	(5.86)	-	0.00	(15,724,510)	(5.86)
OTHER INCOME/EXPENSE	(338,377)	(0.13)	(415,830)	(0.15)	77,453	0.02
CHANGE IN NET ASSETS	**87,138,662**	**32.50**	**37,448,413**	**13.83**	**49,690,249**	**18.67**
MEDICAL LOSS RATIO	**91.5%**		**92.6%**		**(1.1%)**	
ADMINISTRATIVE LOSS RATIO	**4.5%**		**6.3%**		**1.8%**	

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CalOptima Health - Consolidated - Month to Date
Statement of Revenues and Expenses by LOB
For the One Month Ending September 30, 2025

	Medi-Cal	OneCare	PACE	MSSP	Covered CA	Consolidated
MEMBER MONTHS	866,543	18,242	529	556	-	885,314
REVENUES						
Capitation Revenue	$ 590,336,455	$ 36,050,141	$ 4,857,160	$ 246,838	$ -	$ 631,490,594
Total Operating Revenue	**590,336,455**	**36,050,141**	**4,857,160**	**246,838**	**-**	**631,490,594**
MEDICAL EXPENSES						
Provider Capitation	112,574,021	14,441,234				127,015,254
Professional, Facilty and Ancillary Claims	141,930,599	7,426,106	2,307,318			151,664,023
Managed Long-Term Services & Supports (MLTSS)	46,223,456		67,691	29,451		46,320,598
Prescription Drugs		9,308,310	600,631			9,908,941
Case Management & Other Medical	243,233,824	1,976,077	1,451,363	208,615		246,869,879
Total Medical Expenses	**543,961,900**	**33,151,727**	**4,427,003**	**238,066**	**-**	**581,778,696**
Medical Loss Ratio	*92.1%*	*92.0%*	*91.1%*	*96.4%*	*0.0%*	*92.1%*
GROSS MARGIN	**46,374,556**	**2,898,414**	**430,157**	**8,771**	**-**	**49,711,898**
ADMINISTRATIVE EXPENSES						
Salaries & Benefits	11,624,032	1,052,696	183,669	91,049	70,435	13,021,882
Non-Salary Operating Expenses	3,598,986	603,944	175,827	1,470	579,875	4,960,102
Depreciation & Amortization	812,783		886			813,669
Other Operating Expenses	2,750,502	146,998	13,834	6,759		2,918,092
Indirect Cost Allocation, Occupancy	74,242	416,925	10,810	3,893		505,871
Total Administrative Expenses	**18,860,545**	**2,220,563**	**385,025**	**103,172**	**650,310**	**22,219,615**
Administrative Loss Ratio	*3.2%*	*6.2%*	*7.9%*	*41.8%*	*0.0%*	*3.5%*
Operating Income/(Loss)	**27,514,011**	**677,851**	**45,132**	**(94,400)**	**(650,310)**	**27,492,283**
Investments and Other Non-Operating	(5,273,035)					8,309,384
CHANGE IN NET ASSETS	**$ 22,240,975**	**$ 677,851**	**$ 45,132**	**$ (94,400)**	**$ (650,310)**	**$ 35,801,667**
BUDGETED CHANGE IN NET ASSETS	9,171,604	(1,496,157)	348,432	(118,290)	(877,905)	15,222,415
Variance to Budget - Fav/(Unfav)	$ 13,069,371	$ 2,174,008	$ (303,300)	$ 23,890	$ 227,595	$ 20,579,252

CalOptima Health - Consolidated - Year to Date
Statement of Revenues and Expenses by LOB
For the Three Months Ending September 30, 2025

	Medi-Cal	OneCare	PACE	MSSP	Covered CA	Consolidated
MEMBER MONTHS	2,625,732	54,086	1,586	1,660	-	2,681,404
REVENUES						
Capitation Revenue	$ 1,298,045,656	$ 107,307,133	$ 14,422,370	$ 735,406	$ -	$ 1,420,510,565
Total Operating Revenue	**1,298,045,656**	**107,307,133**	**14,422,370**	**735,406**	**-**	**1,420,510,565**
MEDICAL EXPENSES						
Provider Capitation	337,888,326	43,517,288				381,405,614
Professional, Facilty and Ancillary Claims	431,917,065	21,964,706	6,310,599			460,192,370
Managed Long-Term Services & Supports (MLTSS)	128,510,477		121,819	105,610		128,737,907
Prescription Drugs		29,808,854	1,757,554			31,566,409
Case Management & Other Medical	285,902,075	6,864,883	4,264,830	591,401		297,623,190
Total Medical Expenses	**1,184,217,944**	**102,155,731**	**12,454,803**	**697,012**	**-**	**1,299,525,490**
Medical Loss Ratio	*91.2%*	*95.2%*	*86.4%*	*94.8%*	*0.0%*	*91.5%*
GROSS MARGIN	**113,827,712**	**5,151,402**	**1,967,568**	**38,394**	**-**	**120,985,075**
ADMINISTRATIVE EXPENSES						
Salaries & Benefits	34,686,364	3,022,970	548,889	290,198	197,104	38,745,525
Non-Salary Operating Expenses	9,801,601	1,319,637	347,677	4,392	1,192,025	12,665,333
Depreciation & Amortization	2,415,258		2,658			2,417,916
Other Operating Expenses	8,370,024	292,522	32,650	18,896		8,714,092
Indirect Cost Allocation, Occupancy	(1,535,343)	2,780,165	44,149	19,053		1,308,025
Total Administrative Expenses	**53,737,904**	**7,415,294**	**976,024**	**332,540**	**1,389,129**	**63,850,891**
Administrative Loss Ratio	*4.1%*	*6.9%*	*6.8%*	*45.2%*	*0.0%*	*4.5%*
Operating Income/(Loss)	**60,089,808**	**(2,263,893)**	**991,544**	**(294,146)**	**(1,389,129)**	**57,134,184**
Investments and Other Non-Operating	(15,720,004)					30,004,478
CHANGE IN NET ASSETS	**$ 44,369,804**	**$ (2,263,893)**	**$ 991,544**	**$ (294,146)**	**$ (1,389,129)**	**$ 87,138,662**
BUDGETED CHANGE IN NET ASSETS	19,940,204	(5,182,591)	883,547	(356,450)	(2,420,487)	37,448,416
Variance to Budget - Fav/(Unfav)	$ 24,429,600	$ 2,918,698	$ 107,997	$ 62,304	$ 1,031,358	$ 49,690,246

CalOptima Health

Highlights – Consolidated, for Three Months Ending September 30, 2025

MONTH TO DATE RESULTS:

- Change in Net Assets is $35.8 million, favorable to budget $20.6 million
- Operating surplus is $27.5 million, with a surplus in non-operating income of $8.3 million

YEAR TO DATE RESULTS:

- Change in Net Assets is $87.1 million, favorable to budget $49.7 million
- Operating surplus is $57.1 million, with a surplus in non-operating income of $30.0 million

Change in Net Assets by Line of Business (LOB) ($ millions):

September 2025				July - September 2025		
Actual	Budget	Variance	**Operating Income (Loss)**	Actual	Budget	Variance
27.5	9.2	18.3	Medi-Cal	60.1	19.9	40.1
0.7	(1.5)	2.2	OneCare	(2.3)	(5.2)	2.9
0.0	0.3	(0.3)	PACE	1.0	0.9	0.1
(0.1)	(0.1)	0.0	MSSP	(0.3)	(0.4)	0.1
(0.7)	(0.9)	0.2	Covered CA	(1.4)	(2.4)	1.0
27.5	**7.0**	**20.5**	**Total Operating Income (Loss)**	**57.1**	**12.9**	**44.3**
			Non-Operating Income (Loss)			
14.2	8.3	5.9	Net Investment Income/Expense	46.5	25.0	21.5
(5.9)	(0.1)	(5.8)	Other Income/Expense	0.0	(16.5)	(0.4)
8.3	**8.2**	**0.1**	**Total Non-Operating Income/(Loss)**	**30.0**	**24.6**	**5.4**
35.8	**15.2**	**20.6**	**TOTAL**	**87.1**	**37.4**	**49.7**

CalOptima Health - Consolidated
Enrollment Summary
For the Three Months Ending September 30, 2025

September 2025					July - September 2025			
Actual	**Budget**	**$ Variance**	**%Variance**	**Enrollment (by Aid Category)**	**Actual**	**Budget**	**$ Variance**	**%Variance**
152,063	147,660	4,403	3.0%	SPD	456,467	442,241	14,226	3.2%
252,438	258,905	(6,467)	(2.5%)	TANF Child	764,218	778,580	(14,362)	(1.8%)
125,087	129,020	(3,933)	(3.0%)	TANF Adult	380,333	389,206	(8,873)	(2.3%)
3,016	2,512	504	20.1%	LTC	8,380	7,537	843	11.2%
324,901	333,259	(8,358)	(2.5%)	MCE	989,167	1,008,393	(19,226)	(1.9%)
9,038	9,098	(60)	(0.7%)	WCM	27,167	27,325	(158)	(0.6%)
866,543	**880,454**	**(13,911)**	**(1.6%)**	**Medi-Cal Total**	**2,625,732**	**2,653,282**	**(27,550)**	**(1.0%)**
18,242	**17,774**	**468**	**2.6%**	**OneCare**	**54,086**	**53,204**	**882**	**1.7%**
529	**537**	**(8)**	**(1.5%)**	**PACE**	**1,586**	**1,599**	**(13)**	**(0.8%)**
556	**558**	**(2)**	**(0.4%)**	**MSSP**	**1,660**	**1,674**	**(14)**	**(0.8%)**
885,314	**898,765**	**(13,451)**	**(1.5%)**	**CalOptima Health Total**	**2,681,404**	**2,708,085**	**(26,681)**	**(1.0%)**
				Enrollment (by Network)				
345,640	348,960	(3,320)	(1.0%)	HMO	1,035,743	1,054,062	(18,319)	(1.7%)
162,903	164,147	(1,244)	(0.8%)	PHC	493,812	495,331	(1,519)	(0.3%)
65,403	67,407	(2,004)	(3.0%)	Shared Risk Group	199,889	202,925	(3,036)	(1.5%)
292,597	299,940	(7,343)	(2.4%)	Fee for Service	896,288	900,964	(4,676)	(0.5%)
866,543	**880,454**	**(13,911)**	**(1.6%)**	**Medi-Cal Total**	**2,625,732**	**2,653,282**	**(27,550)**	**(1.0%)**
18,242	**17,774**	**468**	**2.6%**	**OneCare**	**54,086**	**53,204**	**882**	**1.7%**
529	**537**	**(8)**	**(1.5%)**	**PACE**	**1,586**	**1,599**	**(13)**	**(0.8%)**
556	**558**	**(2)**	**(0.4%)**	**MSSP**	**1,660**	**1,674**	**(14)**	**(0.8%)**
885,314	**898,765**	**(13,451)**	**(1.5%)**	**CalOptima Health Total**	**2,681,404**	**2,708,085**	**(26,681)**	**(1.0%)**

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															
SPD	20,739	20,738	20,896										62,373	60,177	2,196
TANF Child	73,203	72,978	72,855										219,036	230,037	(11,001)
TANF Adult	67,587	67,579	68,311										203,477	204,664	(1,187)
LTC	3	12	(1)										14	3	11
MCE	182,912	181,318	182,080										546,310	554,888	(8,578)
WCM	1,508	1,526	1,499										4,533	4,291	242
Total	345,952	344,151	345,640										1,035,743	1,054,060	**(18,317)**
PHCs															
SPD	4,775	4,791	4,754										14,320	13,817	503
TANF Child	129,804	128,525	127,408										385,737	385,830	(93)
TANF Adult	3,936	3,870	3,761										11,567	11,826	(259)
LTC													0		0
MCE	21,807	21,373	20,988										64,168	65,618	(1,450)
WCM	6,119	5,909	5,992										18,020	18,240	(220)
Total	166,441	164,468	162,903										493,812	495,331	**(1,519)**
Shared Risk Groups															
SPD	3,418	3,327	3,355										10,100	9,504	596
TANF Child	18,444	18,179	17,845										54,468	53,898	570
TANF Adult	11,382	11,126	10,872										33,380	34,223	(843)
LTC		1											1		1
MCE	34,473	33,658	33,030										101,161	104,171	(3,010)
WCM	226	252	301										779	1,129	(350)
Total	**67,943**	**66,543**	**65,403**										**199,889**	**202,925**	**(3,036)**
Fee for Service (Dual)															
SPD	107,827	107,645	108,097										323,569	310,098	13,471
TANF Child		1											1		1
TANF Adult	876	859	867										2,602	3,363	(761)
LTC	2,311	2,446	2,667										7,424	6,681	743
MCE	3,187	3,126	3,065										9,378	15,306	(5,928)
WCM	15	26	15										56	43	13
Total	**114,216**	**114,103**	**114,711**										**343,030**	**335,491**	**7,539**
Fee for Service (Non-Dual - Total)															
SPD	15,643	15,501	14,961										46,105	48,645	(2,540)
TANF Child	35,975	34,671	34,330										104,976	108,815	(3,839)
TANF Adult	44,785	43,246	41,276										129,307	135,130	(5,823)
LTC	286	305	350										941	853	88
MCE	93,242	89,170	85,738										268,150	268,408	(258)
WCM	1,296	1,252	1,231										3,779	3,622	157
Total	**191,227**	**184,145**	**177,886**										**553,258**	**565,473**	**(12,215)**
Grand Totals															
SPD	152,402	152,002	152,063										456,467	442,241	14,226
TANF Child	257,426	254,354	252,438										764,218	778,580	(14,362)
TANF Adult	128,566	126,680	125,087										380,333	389,206	(8,873)
LTC	2,600	2,764	3,016										8,380	7,537	843
MCE	335,621	328,645	324,901										989,167	1,008,393	(19,226)
WCM	9,164	8,965	9,038										27,167	27,325	(158)
Total MediCal MM	**885,779**	**873,410**	**866,543**										**2,625,732**	**2,653,282**	**(27,550)**
OneCare	**17,971**	**17,873**	**18,242**										**54,086**	**53,204**	**882**
PACE	**528**	**529**	**529**										**1,586**	**1,599**	**(13)**
MSSP	**553**	**551**	**556**										**1,660**	**1,674**	**(14)**
Grand Total	**904,278**	**891,812**	**885,314**										**2,681,404**	**2,708,085**	**(26,681)**

Note:* Total membership does not include MSSP

Back to Agenda

ENROLLMENT– SEPTEMBER MONTH:

Overall, September enrollment was 885,314
- Unfavorable to budget 13,451 or 1.5%
- Decreased 5,969 or 0.7% from Prior Month (PM) (August 2025)
- Decreased 28,187 or 3.1% from Prior Year (PY) (September 2024)

Medi-Cal enrollment was 866,543
- Unfavorable to budget 13,911 or 1.6%
- Temporary Assistance for Needy Families (TANF) unfavorable to budget 10,400
- Medi-Cal Expansion (MCE) unfavorable to budget 8,358
- Whole Child Model (WCM) unfavorable to budget 60
- Seniors and Persons with Disabilities (SPD) favorable to budget 4,403
- Long-Term Care (LTC) favorable to budget 504
- Decreased 6,867 or 0.8% from PM

OneCare enrollment was 18,242
- Favorable to budget 468 or 2.6%
- Increased 369 or 2.1% from PM

PACE enrollment was 529
- Unfavorable to budget 8 or 1.5%
- No change from PM

MSSP enrollment was 556
- Unfavorable to budget 2 or 0.4%
- Increased 5 or 0.9% from PM

CalOptima Health
Medi-Cal
Statement of Revenues and Expenses
For the Three Months Ending September 30, 2025

Month to Date Actual	Month to Date Budget	Month to Date $ Variance	Month to Date % Variance		Year to Date Actual	Year to Date Budget	Year to Date $ Variance	Year to Date % Variance
866,543	**880,454**	**(13,911)**	**(1.6%)**	**Member Months**	**2,625,732**	**2,653,282**	**(27,550)**	**(1.0%)**
				Revenues				
590,336,455	353,258,583	237,077,872	67.1%	Medi-Cal Capitation Revenue	1,298,045,656	1,065,254,456	232,791,200	21.9%
590,336,455	**353,258,583**	**237,077,872**	**67.1%**	**Total Operating Revenue**	**1,298,045,656**	**1,065,254,456**	**232,791,200**	**21.9%**
				Medical Expenses				
112,574,021	113,140,040	566,019	0.5%	Provider Capitation	337,888,326	341,504,776	3,616,450	1.1%
72,056,997	65,508,155	(6,548,842)	(10.0%)	Facilities Claims	213,726,301	200,780,922	(12,945,379)	(6.4%)
69,873,603	73,531,159	3,657,556	5.0%	Professional Claims	218,190,764	224,282,201	6,091,437	2.7%
46,223,456	48,736,854	2,513,398	5.2%	MLTSS	128,510,477	149,052,388	20,541,911	13.8%
11,030,251	9,532,667	(1,497,584)	(15.7%)	Incentive Payments	33,146,504	28,713,324	(4,433,180)	(15.4%)
8,895,325	10,995,941	2,100,616	19.1%	Medical Management	25,847,278	33,062,482	7,215,204	21.8%
223,308,247	1,844,034	(221,464,213)	(12,009.8%)	Other Medical Expenses	226,908,293	5,560,976	(221,347,317)	(3,980.4%)
543,961,900	**323,288,850**	**(220,673,050)**	**(68.3%)**	**Total Medical Expenses**	**1,184,217,944**	**982,957,069**	**(201,260,875)**	**(20.5%)**
46,374,556	**29,969,733**	**16,404,823**	**54.7%**	**Gross Margin**	**113,827,712**	**82,297,387**	**31,530,325**	**38.3%**
				Administrative Expenses				
11,624,032	12,187,581	563,549	4.6%	Salaries, Wages & Employee Benefits	34,686,364	36,685,540	1,999,176	5.4%
979,765	1,389,629	409,863	29.5%	Professional Fees	3,138,287	4,089,078	950,791	23.3%
2,195,534	2,226,968	31,434	1.4%	Purchased Services	5,355,457	6,569,903	1,214,446	18.5%
423,687	478,060	54,373	11.4%	Printing & Postage	1,307,857	1,448,180	140,323	9.7%
812,783	947,712	134,930	14.2%	Depreciation & Amortization	2,415,258	2,843,136	427,878	15.0%
2,750,502	4,309,555	1,559,053	36.2%	Other Operating Expenses	8,370,024	12,945,474	4,575,450	35.3%
74,242	(741,376)	(815,618)	(110.0%)	Indirect Cost Allocation, Occupancy	(1,535,343)	(2,224,128)	(688,785)	(31.0%)
18,860,545	**20,798,129**	**1,937,584**	**9.3%**	**Total Administrative Expenses**	**53,737,904**	**62,357,183**	**8,619,279**	**13.8%**
				Non-Operating Income (Loss)				
(5,274,430)	-	(5,274,430)	(100.0%)	Community Reinvestment	(15,724,510)	-	(15,724,510)	(100.0%)
1,395	-	1,395	100.0%	Other Income/Expense	4,507	-	4,507	100.0%
(5,273,035)	**-**	**(5,273,035)**	**(100.0%)**	**Total Non-Operating Income (Loss)**	**(15,720,004)**	**-**	**(15,720,004)**	**(100.0%)**
22,240,975	**9,171,604**	**13,069,371**	**142.5%**	**Change in Net Assets**	**44,369,804**	**19,940,204**	**24,429,600**	**122.5%**
92.1%	***91.5%***	***0.6%***		***Medical Loss Ratio***	***91.2%***	***92.3%***	***(1.0%)***	
3.2%	***5.9%***	***2.7%***		***Admin Loss Ratio***	***4.1%***	***5.9%***	***1.7%***	

MEDI-CAL INCOME STATEMENT– SEPTEMBER MONTH:

REVENUES are $590.3 million, favorable to budget $237.1 million:

- Unfavorable volume variance of $5.6 million
- Favorable price related variance of $242.7million
  - $212.1 million of revenue received for Calendar Year (CY) 2023 Hospital Directed Payments (DP)
  - $9.1 million of revenue received for CY 2024 Quality Incentive Pool Program (QIP)
  - $15.2 million due to release of accruals relating to updated CY 2025 population acuity estimates
  - $2.1 million due to Student Behavioral Health Incentive Program (SBHIP)
  - $4.2 million due to favorable member mix offset by Proposition 56, Enhanced Care Management (ECM) and Unsatisfactory Immigration Status (UIS) risk corridors

MEDICAL EXPENSES are $544.0 million, unfavorable to budget $220.7 million:

- Favorable volume variance of $5.1 million
- Unfavorable price related variance of $225.8 million:
  - Other Medical Expenses unfavorable variance of $221.5 million primarily due to CY 2023 Hospital DP and CY 2024 QIP
  - Facilities Claims expense unfavorable variance of $7.6 million due to reclassification of Managed Long-Term Services and Supports (MLTSS) claims to facilities claims and change in Incurred But Not Reported (IBNR) reserves
  - Incentive Payments expense unfavorable variance of $1.6 million
  - Provider Capitation expense unfavorable variance of $1.2 million
  - Offset by:
    - Professional Claims expense favorable variance of $2.5 million due to
    - Medical Management expense favorable variance of $1.9 million
    - MLTSS expense favorable variance of $1.7 million

ADMINISTRATIVE EXPENSES are $18.9 million, favorable to budget $1.9 million:

- Non-Salary expense favorable to budget $1.4 million
- Salaries, Wages & Employee Benefits expense favorable to budget $0.6 million

CHANGE IN NET ASSETS is $22.2 million, favorable to budget $13.1 million

CalOptima Health
OneCare
Statement of Revenues and Expenses
For the Three Months Ending September 30, 2025

Month to Date					Year to Date			
Actual	**Budget**	**$ Variance**	**% Variance**		**Actual**	**Budget**	**$ Variance**	**% Variance**
18,242	**17,774**	**468**	**2.6%**	**Member Months**	**54,086**	**53,204**	**882**	**1.7%**
				Revenues				
25,504,990	27,579,698	(2,074,708)	(7.5%)	Medicare Part C Revenue	76,395,841	83,088,485	(6,692,644)	(8.1%)
10,545,150	9,557,329	987,821	10.3%	Medicare Part D Revenue	30,911,292	28,659,029	2,252,263	7.9%
36,050,141	**37,137,027**	**(1,086,886)**	**(2.9%)**	**Total Operating Revenue**	**107,307,133**	**111,747,514**	**(4,440,381)**	**(4.0%)**
				Medical Expenses				
14,441,234	16,068,026	1,626,792	10.1%	Provider Capitation	43,517,288	48,402,234	4,884,946	10.1%
5,382,667	4,946,918	(435,749)	(8.8%)	Facilities Claims	14,949,868	15,107,578	157,710	1.0%
2,043,439	1,955,933	(87,506)	(4.5%)	Professional Claims	7,014,838	5,964,288	(1,050,550)	(17.6%)
9,308,310	10,203,975	895,665	8.8%	Prescription Drugs	29,808,854	31,178,227	1,369,373	4.4%
596,948	645,510	48,562	7.5%	Incentive Payments	2,234,533	1,891,836	(342,697)	(18.1%)
1,027,600	1,496,403	468,803	31.3%	Medical Management	3,117,495	4,501,567	1,384,072	30.7%
351,530	112,289	(239,241)	(213.1%)	Other Medical Expenses	1,512,854	336,119	(1,176,735)	(350.1%)
33,151,727	**35,429,054**	**2,277,327**	**6.4%**	**Total Medical Expenses**	**102,155,731**	**107,381,849**	**5,226,118**	**4.9%**
2,898,414	**1,707,973**	**1,190,441**	**69.7%**	**Gross Margin**	**5,151,402**	**4,365,665**	**785,737**	**18.0%**
				Administrative Expenses				
1,052,696	1,195,364	142,668	11.9%	Salaries, Wages & Employee Benefits	3,022,970	3,571,958	548,988	15.4%
43,248	117,716	74,468	63.3%	Professional Fees	112,889	353,148	240,259	68.0%
453,361	459,323	5,962	1.3%	Purchased Services	981,601	1,314,333	332,732	25.3%
107,335	121,107	13,772	11.4%	Printing & Postage	225,147	363,321	138,174	38.0%
146,998	112,453	(34,545)	(30.7%)	Other Operating Expenses	292,522	350,995	58,473	16.7%
416,925	1,198,167	781,242	65.2%	Indirect Cost Allocation, Occupancy	2,780,165	3,594,501	814,336	22.7%
2,220,563	**3,204,130**	**983,567**	**30.7%**	**Total Administrative Expenses**	**7,415,294**	**9,548,256**	**2,132,962**	**22.3%**
677,851	**(1,496,157)**	**2,174,008**	**145.3%**	**Change in Net Assets**	**(2,263,893)**	**(5,182,591)**	**2,918,698**	**56.3%**
92.0%	***95.4%***	***(3.4%)***		***Medical Loss Ratio***	***95.2%***	***96.1%***	***(0.9%)***	
6.2%	***8.6%***	***2.5%***		***Admin Loss Ratio***	***6.9%***	***8.5%***	***1.6%***	

ONECARE INCOME STATEMENT– SEPTEMBER MONTH:

REVENUES are $36.1 million, unfavorable to budget $1.1 million:

- Favorable volume related variance of $1.0 million
- Unfavorable price related variance of $2.1 million driven by lower than anticipated Risk Adjustment Factor (RAF)

MEDICAL EXPENSES are $33.2 million, favorable to budget $2.3 million:

- Unfavorable volume related variance of $0.9 million
- Favorable price related variance of $3.2 million
  - Provider Capitation expense favorable variance of $2.0 million
  - Prescription Drugs expense favorable variance of $1.2 million

ADMINISTRATIVE EXPENSES are $2.2 million, favorable to budget $1.0 million

- Non-Salary expense favorable to budget $0.8 million
- Salaries, Wages & Employee Benefits expense favorable to budget $0.1 million

CHANGE IN NET ASSETS is $0.7 million, favorable to budget $2.2 million

CalOptima Health
PACE
Statement of Revenues and Expenses
For the Three Months Ending September 30, 2025

Month to Date					Year to Date			
Actual	Budget	$ Variance	% Variance		Actual	Budget	$ Variance	% Variance
529	**537**	**(8)**	**(1.5%)**	**Member Months**	**1,586**	**1,599**	**(13)**	**(0.8%)**
				Revenues				
3,603,652	3,668,780	(65,128)	(1.8%)	Medi-Cal Capitation Revenue	10,861,077	10,924,356	(63,279)	(0.6%)
838,732	818,791	19,941	2.4%	Medicare Part C Revenue	2,475,028	2,459,286	15,742	0.6%
414,777	323,943	90,834	28.0%	Medicare Part D Revenue	1,086,266	968,214	118,052	12.2%
4,857,160	**4,811,514**	**45,646**	**0.9%**	**Total Operating Revenue**	**14,422,370**	**14,351,856**	**70,514**	**0.5%**
				Medical Expenses				
1,451,363	1,573,214	121,851	7.7%	Medical Management	4,264,830	4,735,734	470,904	9.9%
1,097,559	804,568	(292,991)	(36.4%)	Facilities Claims	2,909,008	2,435,542	(473,466)	(19.4%)
918,349	759,606	(158,743)	(20.9%)	Professional Claims	2,490,549	2,298,637	(191,912)	(8.3%)
600,631	697,869	97,238	13.9%	Prescription Drugs	1,757,554	2,112,419	354,865	16.8%
67,691	36,982	(30,709)	(83.0%)	MLTSS	121,819	107,717	(14,102)	(13.1%)
291,410	272,180	(19,230)	(7.1%)	Patient Transportation	911,042	819,977	(91,065)	(11.1%)
4,427,003	**4,144,419**	**(282,584)**	**(6.8%)**	**Total Medical Expenses**	**12,454,803**	**12,510,026**	**55,223**	**0.4%**
430,157	**667,095**	**(236,938)**	**(35.5%)**	**Gross Margin**	**1,967,568**	**1,841,830**	**125,738**	**6.8%**
				Administrative Expenses				
183,669	183,045	(624)	(0.3%)	Salaries, Wages & Employee Benefits	548,889	551,429	2,540	0.5%
58,565	13,941	(44,624)	(320.1%)	Professional Fees	63,584	41,615	(21,969)	(52.8%)
64,927	69,662	4,735	6.8%	Purchased Services	233,617	208,986	(24,631)	(11.8%)
52,334	21,787	(30,547)	(140.2%)	Printing & Postage	50,477	65,361	14,884	22.8%
886	1,622	736	45.4%	Depreciation & Amortization	2,658	4,866	2,208	45.4%
13,834	11,112	(2,722)	(24.5%)	Other Operating Expenses	32,650	33,544	894	2.7%
10,810	17,494	6,684	38.2%	Indirect Cost Allocation, Occupancy	44,149	52,482	8,333	15.9%
385,025	**318,663**	**(66,362)**	**(20.8%)**	**Total Administrative Expenses**	**976,024**	**958,283**	**(17,741)**	**(1.9%)**
45,132	**348,432**	**(303,300)**	**(87.0%)**	**Change in Net Assets**	**991,544**	**883,547**	**107,997**	**12.2%**
91.1%	***86.1%***	***5.0%***		***Medical Loss Ratio***	***86.4%***	***87.2%***	***(0.8%)***	
7.9%	***6.6%***	***(1.3%)***		***Admin Loss Ratio***	***6.8%***	***6.7%***	***(0.1%)***	

CalOptima Health
Multipurpose Senior Services Program (MSSP)
Statement of Revenues and Expenses
For the Three Months Ending September 30, 2025

Month to Date					Year to Date			
Actual	Budget	$ Variance	% Variance		Actual	Budget	$ Variance	% Variance
556	**558**	**(2)**	**(0.4%)**	**Member Months**	**1,660**	**1,674**	**(14)**	**(0.8%)**
				Revenues				
246,838	249,054	(2,216)	(0.9%)	Revenue	735,406	747,162	(11,756)	(1.6%)
246,838	**249,054**	**(2,216)**	**(0.9%)**	**Total Operating Revenue**	**735,406**	**747,162**	**(11,756)**	**(1.6%)**
				Medical Expenses				
208,615	194,133	(14,482)	(7.5%)	Medical Management	591,401	582,399	(9,002)	(1.5%)
29,451	32,959	3,508	10.6%	Waiver Services	105,610	98,877	(6,733)	(6.8%)
208,615	194,133	(14,482)	(7.5%)	Total Medical Management	591,401	582,399	(9,002)	(1.5%)
29,451	32,959	3,508	10.6%	Total Waiver Services	105,610	98,877	(6,733)	(6.8%)
238,066	**227,092**	**(10,974)**	**(4.8%)**	**Total Program Expenses**	**697,012**	**681,276**	**(15,736)**	**(2.3%)**
8,771	**21,962**	**(13,191)**	**(60.1%)**	**Gross Margin**	**38,394**	**65,886**	**(27,492)**	**(41.7%)**
				Administrative Expenses				
91,049	122,649	31,600	25.8%	Salaries, Wages & Employee Benefits	290,198	369,527	79,329	21.5%
1,457	1,500	43	2.9%	Professional Fees	4,371	4,500	129	2.9%
13	-	(13)	(100.0%)	Purchased Services	21	-	(21)	(100.0%)
6,759	8,520	1,761	20.7%	Other Operating Expenses	18,896	25,560	6,664	26.1%
3,893	7,583	3,690	48.7%	Indirect Cost Allocation, Occupancy	19,053	22,749	3,696	16.2%
103,172	**140,252**	**37,080**	**26.4%**	**Total Administrative Expenses**	**332,540**	**422,336**	**89,796**	**21.3%**
(94,400)	**(118,290)**	**23,890**	**20.2%**	**Change in Net Assets**	**(294,146)**	**(356,450)**	**62,304**	**17.5%**
96.4%	***91.2%***	***5.3%***		***Medical Loss Ratio***	***94.8%***	***91.2%***	***3.6%***	
41.8%	***56.3%***	***14.5%***		***Admin Loss Ratio***	***45.2%***	***56.5%***	***11.3%***	

CalOptima Health
Covered CA
Statement of Revenues and Expenses
For the Three Months Ending September 30, 2025

Month to Date					Year to Date			
Actual	**Budget**	**$ Variance**	**% Variance**		**Actual**	**Budget**	**$ Variance**	**% Variance**
-	**-**	**-**	**0.0%**	**Member Months**	**-**	**-**	**-**	**0.0%**
				Revenues				
-	-	-	0.0%	Medi-Cal Capitation Revenue	-	-	-	0.0%
-	**-**	**-**	**0.0%**	**Total Operating Revenue**	**-**	**-**	**-**	**0.0%**
				Medical Expenses				
-	44,984	44,984	100.0%	Medical Management	-	134,952	134,952	100.0%
-	**44,984**	**44,984**	**100.0%**	**Total Medical Expenses**	**-**	**134,952**	**134,952**	**100.0%**
-	**(44,984)**	**44,984**	**(100.0%)**	**Gross Margin**	**-**	**(134,952)**	**134,952**	**(100.0%)**
				Administrative Expenses				
70,435	319,346	248,911	77.9%	Salaries, Wages & Employee Benefits	197,104	744,810	547,706	73.5%
579,875	418,333	(161,542)	(38.6%)	Professional Fees	1,192,025	1,254,999	62,974	5.0%
-	52,000	52,000	100.0%	Purchased Services	-	156,000	156,000	100.0%
-	21	21	100.0%	Printing & Postage	-	63	63	100.0%
-	43,221	43,221	100.0%	Other Operating Expenses	-	129,663	129,663	100.0%
650,310	**832,921**	**182,611**	**21.9%**	**Total Administrative Expenses**	**1,389,129**	**2,285,535**	**896,406**	**39.2%**
				Non-Operating Income (Loss)				
-	-	-	0.0%	Net Operating Tax	-	-	-	0.0%
-	-	-	0.0%	Net QAF & IGT Income/Expense	-	-	-	0.0%
-	-	-	0.0%	Other Income/Expense	-	-	-	0.0%
-	**-**	**-**	**0.0%**	**Total Non-Operating Income (Loss)**	**-**	**-**	**-**	**0.0%**
(650,310)	**(877,905)**	**227,595**	**25.9%**	**Change in Net Assets**	**(1,389,129)**	**(2,420,487)**	**1,031,358**	**42.6%**
0.0%	***0.0%***	***0.0%***		***Medical Loss Ratio***	***0.0%***	***0.0%***	***0.0%***	
0.0%	***0.0%***	***0.0%***		***Admin Loss Ratio***	***0.0%***	***0.0%***	***0.0%***	

CalOptima Health
Building - 505 City Parkway
Statement of Revenues and Expenses
For the Three Months Ending September 30, 2025

Month to Date					Year to Date			
Actual	**Budget**	**$ Variance**	**% Variance**		**Actual**	**Budget**	**$ Variance**	**% Variance**
				Revenues				
-	-	-	0.0%	Rental Income	-	-	-	0.0%
-	**-**	**-**	**0.0%**	**Total Operating Revenue**	**-**	**-**	**-**	**0.0%**
				Administrative Expenses				
65,567	29,708	(35,859)	(120.7%)	Purchased Services	179,312	89,124	(90,188)	(101.2%)
185,353	191,643	6,290	3.3%	Depreciation & Amortization	556,060	574,929	18,869	3.3%
23,371	25,124	1,753	7.0%	Insurance Expense	70,119	75,372	5,253	7.0%
114,094	219,809	105,715	48.1%	Repair & Maintenance	417,507	659,427	241,920	36.7%
98,814	59,093	(39,721)	(67.2%)	Other Operating Expenses	268,082	177,279	(90,803)	(51.2%)
(487,200)	(525,376)	(38,176)	(7.3%)	Indirect Cost Allocation, Occupancy	(1,491,081)	(1,576,128)	(85,047)	(5.4%)
-	**1**	**1**	**100.0%**	**Total Administrative Expenses**	**-**	**3**	**3**	**100.0%**
-	**(1)**	**1**	**(100.0%)**	**Change in Net Assets**	**-**	**(3)**	**3**	**(100.0%)**

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CalOptima Health
Building - 500 City Parkway
Statement of Revenues and Expenses
For the Three Months Ending September 30, 2025

Month to Date					Year to Date			
Actual	**Budget**	**$ Variance**	**% Variance**		**Actual**	**Budget**	**$ Variance**	**% Variance**
				Revenues				
130,875	118,206	12,669	10.7%	Rental Income	392,626	354,618	38,008	10.7%
130,875	**118,206**	**12,669**	**10.7%**	**Total Operating Revenue**	**392,626**	**354,618**	**38,008**	**10.7%**
				Administrative Expenses				
-	-	-	0.0%	Professional Fees	-	-	-	0.0%
65,355	19,131	(46,224)	(241.6%)	Purchased Services	124,646	57,393	(67,253)	(117.2%)
58,871	75,663	16,792	22.2%	Depreciation & Amortization	177,442	226,989	49,547	21.8%
8,600	9,245	645	7.0%	Insurance Expense	25,799	27,735	1,936	7.0%
109,911	104,657	(5,254)	(5.0%)	Repair & Maintenance	224,676	313,971	89,295	28.4%
47,283	31,298	(15,985)	(51.1%)	Other Operating Expenses	107,781	93,894	(13,887)	(14.8%)
(30,714)	(25,416)	5,298	20.8%	Indirect Cost Allocation, Occupancy	(69,932)	(76,248)	(6,317)	(8.3%)
259,306	**214,578**	**(44,728)**	**(20.8%)**	**Total Administrative Expenses**	**590,413**	**643,734**	**53,321**	**8.3%**
(128,431)	**(96,372)**	**(32,059)**	**(33.3%)**	**Change in Net Assets**	**(197,786)**	**(289,116)**	**91,330**	**31.6%**

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CalOptima Health
Building - 7900 Garden Grove Blvd
Statement of Revenues and Expenses
For the Three Months Ending September 30, 2025

Month to Date					Year to Date			
Actual	Budget	$ Variance	% Variance		Actual	Budget	$ Variance	% Variance
				Revenues				
-	-	-	0.0%	Rental Income	-	-	-	0.0%
-	**-**	**-**	**0.0%**	**Total Operating Revenue**	**-**	**-**	**-**	**0.0%**
				Administrative Expenses				
-	-	-	0.0%	Professional Fees	-	-	-	0.0%
32,734	3,333	(29,401)	(882.1%)	Purchased Services	101,474	9,999	(91,475)	(914.8%)
9,397	9,651	254	2.6%	Depreciation & Amortization	28,192	28,953	761	2.6%
4,751	-	(4,751)	(100.0%)	Insurance Expense	14,252	-	(14,252)	(100.0%)
595	28,533	27,938	97.9%	Repair & Maintenance	(1,307)	85,599	86,906	101.5%
1,516	720	(796)	(110.5%)	Other Operating Expenses	2,486	2,160	(326)	(15.1%)
-	-	-	0.0%	Indirect Cost Allocation, Occupancy	-	-	-	0.0%
48,993	**42,237**	**(6,756)**	**(16.0%)**	**Total Administrative Expenses**	**145,097**	**126,711**	**(18,386)**	**(14.5%)**
(48,993)	**(42,237)**	**(6,756)**	**(16.0%)**	**Change in Net Assets**	**(145,097)**	**(126,711)**	**(18,386)**	**(14.5%)**

OTHER PROGRAM INCOME STATEMENTS – SEPTEMBER MONTH:

PACE

- **CHANGE IN NET ASSETS** is $45,132, unfavorable to budget $0.3 million

MSSP

- **CHANGE IN NET ASSETS** is ($94,400), favorable to budget $23,890

Covered CA

- **CHANGE IN NET ASSETS** is ($0.7) million, favorable to budget $0.2 million

NON-OPERATING INCOME STATEMENTS – SEPTEMBER MONTH:

BUILDING 500 City Parkway

- **CHANGE IN NET ASSETS** is ($128,431), unfavorable to budget $32,059
  - Net of $130,875 in rental income and $259,306 in expenses

BUILDING 7900 Garden Grove Blvd

- **CHANGE IN NET ASSETS** is ($49,012), unfavorable to budget $6,775

INVESTMENT INCOME

- Favorable variance of $5.9 million compared to budget. Overall net investment income of $14.2 million due to interest income

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CalOptima Health
Balance Sheet
September 30, 2025

	September-25	August-25	$ Change	% Change
ASSETS				
Current Assets				
Cash and Cash Equivalents	529,228,976	485,883,719	43,345,257	8.9%
Short-term Investments	1,438,154,754	1,500,773,614	(62,618,860)	(4.2%)
Capitation Receivable	455,576,184	452,366,783	3,209,401	0.7%
Receivables - Other	86,563,533	86,860,642	(297,109)	(0.3%)
Prepaid Expenses	24,490,152	15,720,349	8,769,802	55.8%
Total Current Assets	**2,534,013,599**	**2,541,605,108**	**(7,591,508)**	**(0.3%)**
Board Designated Assets				
Board Designated Reserves	1,604,696,215	1,599,085,594	5,610,621	0.4%
Statutory Designated Reserves	134,144,257	133,740,414	403,843	0.3%
Total Designated Assets	**1,738,840,472**	**1,732,826,007**	**6,014,464**	**0.3%**
Restricted Deposit	**300,000**	**300,000**	**-**	**0.0%**
Capital Assets, Net	**102,831,594**	**102,443,520**	**388,073**	**0.4%**
Total Assets	**4,375,985,665**	**4,377,174,635**	**(1,188,971)**	**(0.0%)**
Deferred Outflows of Resources				
Advance Discretionary Payment	-	-	-	0.0%
Net Pension	27,437,072	27,437,072	-	0.0%
Other Postemployment Benefits	1,189,000	1,189,000	-	0.0%
Total Deferred Outflows of Resources	**28,626,072**	**28,626,072**	**-**	**0.0%**
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	**4,404,611,737**	**4,405,800,707**	**(1,188,971)**	**(0.0%)**
LIABILITIES				
Current Liabilities				
Accounts Payable	102,805,275	107,236,859	(4,431,584)	(4.1%)
Medical Claims Liability	1,052,501,127	1,058,343,475	(5,842,347)	(0.6%)
Accrued Payroll Liabilities	27,598,083	25,485,551	2,112,532	8.3%
Deferred Revenue	14,728,656	52,839,094	(38,110,439)	(72.1%)
Other Current Liabilities	-	-	-	0.0%
Capitation & Withholds	168,197,198	164,213,847	3,983,351	2.4%
Total Current Liabilities	**1,365,830,338**	**1,408,118,826**	**(42,288,487)**	**(3.0%)**
GASB 96 Subscription Liabilities	19,540,147	19,540,147	-	0.0%
Community Reinvestment	103,822,622	98,548,192	5,274,430	5.4%
Capital Lease Payable	233,561	237,530	(3,969)	(1.7%)
Postemployment Health Care Plan	17,312,195	17,284,806	27,389	0.2%
Net Pension Liability	5,840,992	5,840,992	-	0.0%
Total Liabilities	**1,512,579,855**	**1,549,570,492**	**(36,990,638)**	**(2.4%)**
Deferred Inflows of Resources				
Net Pension	1,321,519	1,321,519	-	0.0%
Other Postemployment Benefits	2,988,000	2,988,000	-	0.0%
Total Deferred Inflows of Resources	**4,309,519**	**4,309,519**	**-**	**0.0%**
Net Position				
Required TNE	131,812,377	128,423,137	3,389,240	2.6%
Funds in excess of TNE	2,755,909,986	2,723,497,559	32,412,427	1.2%
Total Net Position	**2,887,722,363**	**2,851,920,696**	**35,801,667**	**1.3%**
TOTAL LIABILITIES & DEFERRED INFLOWS & NET POSITION	**4,404,611,737**	**4,405,800,707**	**(1,188,971)**	**(0.0%)**

BALANCE SHEET – SEPTEMBER MONTH:

ASSETS of $4.4 billion decreased $1.2 million from August or 0.0%

- Operating Cash and Short-term Investments decreased $19.3 million due to cut-off timing, with an additional claims run of $17.0 million for September and the current month including both the receipt and payment of $221.1 million in Private Hospital Directed Payments (PHDP), Enhanced Payment Program (EPP) and QIP State directed payments
- Prepaid Expenses increased $8.8 million due to variability in the renewal of annual IT maintenance contracts, along with an increase of $2.5 million in deposits for the OneCare (OC) Flex Cards
- Total Designated Assets increased $6.0 million due to interest income
- Capitation Receivables increased $3.2 million primarily due to the routine variability of capitation checks

LIABILITIES of $1.5 billion decreased $37.0 million from August or 2.4%

- Deferred Revenue decreased $38.1 million due to the recognition of $34.0 million of September Centers for Medicare & Medicaid Services (CMS) revenue received in August and $2.1 million in revenue received for SBHIP
- Medical Claims Liabilities decreased $5.8 million due to variability in claims experience
- Accounts Payable decreased $4.4 million based on month end cut-off
- Community Reinvestment increased $5.3 million based on income which includes a release of acuity accrual for Fiscal Year (FY) 2025
- Capitation & Withholds increased $4.0 million

NET ASSETS of $2.9 billion, increased $35.8 million from August or 1.3%

CalOptima Health
Board Designated Reserve and TNE Analysis
as of September 30, 2025

Board Designated Reserves

Investment Account Name	Market Value	CalOptima Policy Compliance Level		Variance	
		Low	High	Mkt - Low	Mkt - High
Payden & Rygel Tier One	802,340,607				
MetLife Tier One	802,355,608				
Board Designated Reserves	1,604,696,215	1,082,540,573	1,732,064,917	522,155,642	(127,368,702)
Current Reserve Level (X months of average monthly revenue) [1]	*3.71*	*2.50*	*4.00*		

Statutory Designated Reserves

Investment Account Name	Market Value	CalOptima Policy Compliance Level		Variance	
		Low	High	Mkt - Low	Mkt - High
Payden & Rygel Tier Two	67,192,404				
MetLife Tier Two	66,951,852				
Statutory Designated Reserves	134,144,257	131,812,377	144,993,614	2,331,880	(10,849,358)
Current Reserve Level (X min. TNE) [1]	*1.02*	*1.00*	*1.10*		

[1] *See CalOptima Health Policy GA.3001: Statutory and Board-Designated Reserve Funds for more information.*

CalOptima Health
Statement of Cash Flow
September 30, 2025

	September 2025	July - September 2025
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in net assets	35,801,667	87,138,662
Adjustments to reconcile change in net assets		
to net cash provided by operating activities		
Depreciation & Amortization	1,067,291	3,179,610
Changes in assets and liabilities:		
Prepaid expenses and other	(8,769,802)	(13,307,090)
Capitation receivable	(2,912,293)	206,972,017
Medical claims liability	(5,842,347)	4,763,788
Deferred revenue	(38,110,439)	(7,325,907)
Payable to health networks	3,983,351	14,203,833
Accounts payable	(4,431,584)	(131,181,232)
Accrued payroll	2,139,920	(2,184,510)
Other accrued liabilities	5,270,461	18,415,466
Net cash provided by/(used in) operating activities	(11,803,775)	180,674,637
GASB 68, GASB 75 and Advance Discretionary Payment Adjustments	-	-
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	62,618,860	(97,228,153)
Change in Property and Equipment	(1,455,364)	(7,388,499)
Change in Restricted Deposit & Other	-	-
Change in Board Designated Reserve	(6,014,464)	(22,032,963)
Change in Homeless Health Reserve	-	-
Net cash provided by/(used in) investing activities	55,149,032	(126,649,616)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	43,345,257	54,025,021
CASH AND CASH EQUIVALENTS, beginning of period	485,883,719	475,203,955
CASH AND CASH EQUIVALENTS, end of period	**529,228,976**	**529,228,976**

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CalOptima Health
Spending Plan
For the Three Months Ending September 30, 2025

Item Description		Amount (millions)	Approved Initiative	Expense to Date	%
	Total Net Position @ 9/30/2025	**$2,887.7**			**100.0%**
Resources Assigned					
Board Designated Reserve[1]		**$1,604.7**			**55.6%**
Statutory Designated Reserve[1]		**$134.1**			**4.6%**
Capital Assets, net of Depreciation		**$102.8**			**3.6%**
Resources Allocated[3]					
Homeless Health Initiative[2]		$19.1	$65.9	$46.8	0.7%
Housing and Homelessness Incentive Program[2]		24.9	87.4	62.5	0.9%
Intergovernmental Transfers (IGT)[4]		40.4	52.1	11.7	1.4%
Digital Transformation and Workplace Modernization[3]		25.9	100.0	74.1	0.9%
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		25.7	50.0	24.3	0.9%
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		117.8	153.5	35.7	4.1%
Skilled Nursing Facility Access Program		10.0	10.0	0.0	0.3%
In-Home Care Pilot Program with the UCI Family Health Center		2.0	2.0	0.0	0.1%
National Alliance for Mental Illness Orange County Peer Support Program Grant		3.0	5.0	2.0	0.1%
Stipend Program for Master of Social Work Students Grant		0.0	5.0	5.0	0.0%
Wellness & Prevention Program Grant		1.3	2.7	1.4	0.0%
CalOptima Health Provider Workforce Development Fund Grant		44.3	50.0	5.7	1.5%
Distribution Event - Naloxone Grant		2.2	15.0	12.8	0.1%
Garden Grove Bldg. Improvement		9.7	10.5	0.8	0.3%
CalOptima Health Community Reinvestment Program		38.0	38.0	0.0	1.3%
Dyadic Services Program Academy		1.0	1.9	0.9	0.0%
Outreach Strategy for newly eligible Adult Expansion members		2.1	7.6	5.5	0.1%
Quality Initiatives from unearned Pay for Value Program		18.6	23.3	4.7	0.6%
Expansion of CalOptima Health OC Outreach and Engagement Strategy		0.0	1.0	1.0	0.0%
Medi-Cal Provider Rate Increases		263.1	526.2	263.1	9.1%
Homeless Prevention and Stabilization Pilot Program		0.2	0.3	0.1	0.0%
OneCare Member Engagement and Education		0.3	0.3	0.0	0.0%
Medi-Cal Eligibility Outreach Strategy		0.8	0.8	0.0	0.0%
	Subtotal:	**$653.0**	**$1,237.2**	**$584.2**	**22.6%**
Resources Available for New Initiatives					
Unallocated/Unassigned[1]		**$393.0**			**13.6%**

[1] Total Designated Reserves and unallocated reserve amount can support approximately 180 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 September 30, 2025

	Item Name	September 2025 Actual	September 2025 Budget	September 2025 Variance	September 2025 %	July - September 2025 Actual	July - September 2025 Budget	July - September 2025 Variance	July - September 2025 %
Income Statement	Member Months	885,314	898,765	(13,451)	(1.5%)	2,681,404	2,708,085	(26,681)	(1.0%)
	Operating Revenue	631,490,594	395,456,178	236,034,416	59.7%	1,420,510,565	1,192,100,988	228,409,577	19.2%
	Medical Expenses	581,778,696	363,134,399	(218,644,297)	(60.2%)	1,299,525,490	1,103,665,172	(195,860,318)	(17.7%)
	General and Administrative Expense	22,219,615	25,294,095	3,074,480	12.2%	63,850,891	75,571,593	11,720,702	15.5%
	Non-Operating Income/(Loss)	8,309,384	8,194,730	114,654	1.4%	30,004,478	24,584,190	5,420,288	22.0%
	Summary of Income & Expenses	35,801,667	15,222,414	20,579,253	135.2%	87,138,662	37,448,413	49,690,249	132.7%
Ratios	Medical Loss Ratio (MLR)	Actual	Budget	Variance		Actual	Budget	Variance	
	Consolidated	92.1%	91.8%	0.3%		91.5%	92.6%	(1.1%)	
	Administrative Loss Ratio (ALR)	Actual	Budget	Variance		Actual	Budget	Variance	
	Consolidated	3.5%	6.4%	2.9%		4.5%	6.3%	1.8%	

Key:

> 0%	Green
> -20%, < 0%	Yellow
< -20%	Red

	Investment Balance (excluding CCE)	Current Month	Prior Month	Change	%
Investment	*@9/30/2025*	3,147,748,842	3,199,650,807	(51,901,965)	(1.6%)
	Unallocated/Unassigned Reserve Balance	Current Month @ September 2025	Fiscal Year Ending June 2024	Change	%
	Consolidated	393,022,107	264,975,684	128,046,423	48.3%
	*Days Cash On Hand**	180			

*Total Designated Reserves and unallocated reserve amount can support approximately 180 days of CalOptima Health's current operations.

CalOptima Health
Digital Transformation Strategy ($100 million total reserve)
Funding Balance Tracking Summary
For the Three Months Ending September 30, 2025

	September 2025				July 2025 - September 2025				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	**930,325**	**281,373**	**(648,952)**	**(230.6%)**	**1,457,845**	**283,646**	**(1,174,199)**	**(414.0%)**	**17,068,796**	**27,053,763**	**9,984,967**	**36.9%**

	September 2025				July 2025 - September 2025				All Time to Date			
	Actual Spend	Approved Budget	Variance $	Variance %	Actual Spend	Approved Budget	Variance $	Variance %	Actual Spend	Approved Budget	Variance $	Variance %
Operating Expenses:												
Salaries, Wages & Benefits	-	-	-	0.0%	-	-	-	0.0%	17,826,058	17,826,058	-	0.0%
Professional Fees	191,010	250,000	58,990	23.6%	647,284	750,000	102,716	13.7%	7,448,095	7,550,811	102,716	1.4%
Purchased Services	74,915	-	(74,915)	0.0%	8,361	-	(8,361)	0.0%	1,341,030	1,332,669	(8,361)	(0.6%)
GASB 96 Amortization Expenses	-	-	-	0.0%	-	-	-	0.0%	2,563,169	2,563,169	-	0.0%
Other Expenses	486,762	182,292	(304,470)	(167.0%)	1,307,076	546,876	(760,200)	(139.0%)	22,402,817	21,642,617	(760,200)	(3.5%)
Medical Management	(458,513)	0	458,513	0.0%	0	0	0	0.0%	5,502,156	5,502,156	0	0.0%
Total Operating Expenses	**294,174**	**432,292**	**138,118**	**32.0%**	**1,962,721**	**1,296,876**	**(665,845)**	**(51.3%)**	**57,083,327**	**56,417,482**	**(665,845)**	**(1.2%)**

Funding Balance Tracking:	**Approved Budget**	**Actual Spend**	**Variance**
Beginning Funding Balance	100,000,000	100,000,000	-
Less:			
Capital Assets[1]	38,931,116	17,068,796	21,862,320
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	1,962,721	3,224,779
Ending Funding Balance	**423,281**	**25,847,877**	**25,424,596**
Add: Prior year unspent Operating Bu	**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: Report includes applicable transactions for GASB 96, Subscriptions - Based Information Technology Arrangements.

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CalOptima Health

Summary of Homeless Health Initiatives (HHI) and Allocated Funds

As of September 30, 2025

Summary by Funding Source:	**Total Funds**	**Allocated Amount**	**Utilized Amount**	**Remaining Approved Amount**	**Funds Available for New Initiatives**
HHI - IGT'S	64,131,301	64,131,301	46,765,350	17,365,951	-
HHI - Existing Reserves	1,800,000	1,800,000	-	1,800,000	-
HHIP	40,100,000	40,100,000	-	40,100,000	-
Total	**106,031,301**	**106,031,301**	**46,765,350**	**59,265,951**	**-**

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)	2,500,000	-	2,500,000	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	9,956,478	43,522	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	4,655,022	5,233,892	IGT's
Vaccination Intervention and Member Incentive Strategy[2]	54,649	54,649	-	IGT's
Street Medicine[1]	14,376,652	7,749,821	6,626,831	IGT's & Existing Reserves
Outreach and Engagement	7,000,000	2,276,015	4,723,985	IGT's
Housing and Homelessness Incentive Program (HHIP)[3]	40,100,000	-	40,100,000	IGT's & Existing Reserves
Subtotal of Approved Initiatives	**106,031,300**	**46,765,350**	**59,265,951**	
Transfer of funds to HHIP[3]	(40,100,000)	-	(40,100,000)	
Program Total	**65,931,300**	**46,765,350**	**19,165,951**	

[1]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 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).

[2]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.

[3]On 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 September 30, 2025

Summary by Funding Source:	Total Funds[1]	Allocated Amount	Utilized Amount	Remaining Approved Amount	Funds Available for New Initiatives
DHCS HHIP Funds	72,931,189	54,930,994	32,970,535	21,960,459	$18,000,195
Existing Reserves & HHI Transfer	87,384,530	87,384,530	62,511,836	24,872,694	-
Total	**160,315,719**	**142,315,524**	**95,482,371**	**46,833,154**	**18,000,195**

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	869,850	530,150	HHI
Equity Grants for Programs Serving Underrepresented Populations	4,621,311	3,696,311	925,000	HHI & DHCS
Infrastructure Projects	5,832,314	5,580,354	251,960	HHI
Capital Projects	108,247,369	74,146,735	34,100,634	HHI, DHCS & Existing Reserves
System Change Projects	10,184,530	8,323,680	1,860,850	DHCS
Non-Profit Healthcare Academy	700,000	655,391	44,609	DHCS
Total of Approved Initiatives	**$133,185,524[1]**	**$95,472,320**	**$37,713,204**	

[1]Total 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.

CalOptima Health
Fiscal Year 2025-26 Budget Allocation Changes
Reporting Changes as of September 30, 2025

Transfer Month	Line of Business	From	To	Amount	Reason to Re-Allocate Funds
July	Medi-Cal	Human Resources - Training & Seminar - New: 7 Habits of Highly Effective People	Human Resources - Cert./Cont. Education - Educational Reimbursement	$90,000	For Educational Reimbursement
July	Medi-Cal	Human Resources - Professional Fees - Executive Recruiters, Direct Hire & Conversion Fees	Human Resources - Advertising - Combined: Recruitment & Job Postings Network	$90,000	For LinkedIn Advertising
July	Medi-Cal	IS - Infrastructure - Maintenance HW/SW - Oracle Software License	IS - Infrastructure - Maintenance HW/SW - Server - HP Server Maintenance	$28,150	For HP Maintenance Coverage
July	Medi-Cal	IS - Application Development - Prof Fees - Development and QA Professional Services	IS - Application Development - Purch Svcs - General - Managed Services for Website Support	$120,250	For American Eagle maintenance support
August	Medi-Cal	ITS - Infrastructure - Other Operating Expenses - Oracle Software License	ITS - Infrastructure - Other Operating Expenses - Server - VMWare	$140,238	For VMWare
August	Medi-Cal	ITS - Infrastructure - Other Operating Expenses - Palo Alto Firewall	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	$52,420	For Right Fax.
September	Medi-Cal	Customer Service - Member Communication	Human Resources - Consulting / Professional Fees	$70,000	For leadership development

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

July 1, 2025 to September 30, 2025

Board of Directors' Finance and Audit Committee Meeting
November 20, 2025

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Reports are for informational and reference purposes only

Quarterly Operating Budget Update

FY 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 Items

	Medi-Cal	OneCare	PACE	MSSP	Facilities	Other	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	$ 4,161,142,347	$ 467,699,407	$ 60,154,226	$ 2,988,648	$ -	$ -	**$ 4,691,984,627**
Total	$ 4,161,142,347	$ 467,699,407	$ 60,154,226	$ 2,988,648	$ -	$ -	**$ 4,691,984,627**
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	$ 132,698,285	$ 18,088,457	$ 19,056,585	$ 2,329,601	$ -		**$ 172,172,928**
Total	$ 3,884,377,197	$ 441,120,700	$ 51,878,014	$ 2,725,088	$ -	$ -	**$ 4,380,101,000**
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	$ (8,896,501)	$ 14,378,000	$ 209,920	$ 91,000	$ (6,304,511)	$ -	**$ (522,092)**
Total	$ 235,316,770	$ 38,351,645	$ 3,856,419	$ 1,706,971	$ -	$ -	**$ 279,231,806**
ALR	***5.66%***	***8.20%***	***6.41%***	***57.12%***			***5.95%***
Operating Income/(Loss) Including Provider Rate Increases	**$ 41,448,379**	**$ (11,772,938)**	**$ 4,419,793**	**$ (1,443,412)**	**$ -**	**$ -**	**$ 32,651,822**
							0.70%
Covered California							**$ (10,764,679)**
Digital Transformation Strategy							**$ (5,187,500)**
Non-Operating							
Net Investment Income							**$ 100,000,000**
500 Building							**$ (1,156,469)**
Street Medicine Support Center							**$ (506,847)**
Total Non-Operating Income/(Loss)							**$ 98,336,684**

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Board Action Approval Details and Summary for Administrative Budget

CalOptima Fiscal Year 2025-26 Budget
Board Action Approval Details

Board Action Approval Details:	Medi-Cal	OneCare	PACE	MSSP	Facilities	Other	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**

CalOptima Fiscal Year 2025-26 Budget
Board Action Approval Summary

Board Action Approval Summary	Medi-Cal	OneCare	PACE	MSSP	Facilities	Other		Net Impact
Avg Members				-				-
Revenues	$ -	$ -	$ -	$ -	$ -	$ -		$ -
Medical Costs	$ -	$ -	$ -	$ -	$ -	$ -		$ -
Administrative Expenses								
Salaries, Wages, & Employee Benefits	$ 85,000	$ -	$ -	$ -	$ -	$ -		$ 85,000
Non-Salary Operating Expenses	$ 700,500	$ -	$ -	$ -	$ -	$ -		$ 700,500
Professional Fees	$ 650,000	$ -	$ -	$ -	$ -	$ -		$ 650,000
Purchased Services	$ -	$ -	$ -	$ -	$ -	$ -		$ -
Printing & Postage	$ -	$ -	$ -	$ -	$ -	$ -		$ -
Other Operating Expenses	$ 50,500	$ -	$ -	$ -	$ -	$ -		$ 50,500
Depreciation & Amortization	$ -	$ -	$ -	$ -	$ -	$ -		$ -
Indirect Cost Allocation, Occupancy	$ -	$ -	$ -	$ -	$ -	$ -		$ -
Total	$ 785,500	$ -	$ -	$ -	$ -	$ -	$ -	$ 785,500
Grant Expense	$ -	$ -	$ -	$ -	$ -	$ -		$ -
Net Impact	**$ 785,500**	**$ -**	**$ -**	**$ -**	**$ -**	**$ -**	**$ -**	**$ 785,500**

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CEO Administrative Budget Allocation Changes

CalOptima Health

Budget Allocation Changes

Reporting Changes for Period July 2025 to September 2025

Transfer Month	Line of Business	From	To	Amount	Expense Description	Fiscal Year
July	Medi-Cal	Human Resources - Training & Seminar - New: 7 Habits of Highly Effective People	Human Resources - Certification / Continuing Education	$90,000	For Educational Reimbursement.	2025-26
July	Medi-Cal	Human Resources - Professional Fees - Executive Recruiters, Direct Hire & Conversion Fees	Human Resources - Advertising - Combined: Recruitment & Job Postings Network	$90,000	For Job Posting Advertising.	2025-26
July	Medi-Cal	ITS - Infrastructure - Maintenance HW/SW - Oracle Software License	ITS - Infrastructure - Maintenance HW/SW - Server - HP Server Maintenance	$28,150	For HP Maintenance Coverage.	2025-26
July	Medi-Cal	ITS - Application Development - Development and QA Professional Services	ITS - Application Development - General - Managed Services for Website Support	$120,250	For Website Maintenance Support.	2025-26
August	Medi-Cal	ITS - Infrastructure - Oracle Software License	ITS - Infrastructure - Server - VMWare	$140,238	For Server Maintenance.	2025-26
August	Medi-Cal	ITS - Infrastructure - Palo Alto Firewall	ITS - Infrastructure - IT Advisory Subscription	$162,890	For Professional Service.	2025-26
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.	2025-26
September	Medi-Cal	ITS - Infrastructure - Maintenance HW/SW Network Connectivity Maintenance and Support	ITS - Infrastructure - Maintenance HW/SW Maintenance of Operations and Desktop	$52,420	For RightFax Maintenance and Support.	2025-26
September	Medi-Cal	Customer Service - Member Communication	Human Resources - Consulting / Professional Fees	$70,000	For Leadership Development.	2025-26

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	Other	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	$ 4,161,142,347	$ 467,699,407	$ 60,154,226	$ 2,988,648	$ -	$ -	**$ 4,691,984,627**
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	$ 3,884,377,197	$ 441,120,700	$ 51,878,014	$ 2,725,088	$ -	$ -	**$ 4,380,101,000**
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	$ 85,188,630	$ 9,427,166	$ 1,398,017	$ 120,250	$ 4,004,795	$ -	**$ 100,138,858**
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	$ 236,102,270	$ 38,351,645	$ 3,856,419	$ 1,706,971	$ -	$ -	**$ 280,017,306**
ALR	***5.67%***	***8.20%***	***6.41%***	***57.12%***			***5.97%***
Operating Income/(Loss) Including Provider Rate Increases	**$ 40,662,879**	**$ (11,772,938)**	**$ 4,419,793**	**$ (1,443,412)**	**$ -**	**$ -**	**$ 31,866,322**
Covered California							**$ (10,764,679)**
Digital Transformation Strategy							**$ (5,187,500)**
Non-Operating							
Net Investment Income							**$ 100,000,000**
500 Building							**$ (1,156,469)**
Street Medicine Support Center							**$ (506,847)**
Total Non-Operating Income/(Loss)							**$ 98,336,684**

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Administrative Expense Summary by Category

Administrative Expense Summary by Category as of September 30, 2025

Consolidated Administrative Expense Summary

	September MTD		Variance		YTD		Variance		FY 2026
LOB	**Actual**	**Budget**	**$**	**%**	**Actual**	**Budget**	**$**	**%**	**Budget**
MC	$ 17,973,520	$ 20,591,793	$ 2,618,273	13%	$ 52,857,989	$ 61,738,175	$ 8,880,186	14%	$ 248,478,061
OC	$ 1,803,638	$ 2,005,963	$ 202,325	10%	$ 4,635,129	$ 5,953,755	$ 1,318,626	22%	$ 24,223,641
PACE	$ 373,329	$ 299,547	$ (73,782)	-25%	$ 929,216	$ 900,935	$ (28,281)	-3%	$ 3,627,034
MSSP	$ 99,278	$ 132,669	$ 33,391	25%	$ 313,486	$ 399,587	$ 86,101	22%	$ 1,615,971
CCA	$ 650,310	$ 832,921	$ 182,611	22%	$ 1,389,129	$ 2,285,535	$ 896,406	39%	$ 10,224,873
Total	**$ 20,900,076**	**$ 23,862,893**	**$ 2,962,817**	**12%**	**$ 60,124,950**	**$ 71,277,987**	**$ 11,153,037**	**16%**	**$ 288,169,580**

Professional Fees

	September MTD		Variance		YTD		Variance		FY 2026
LOB	**Actual**	**Budget**	**$**	**%**	**Actual**	**Budget**	**$**	**%**	**Budget**
MC	$ 979,765	$ 1,389,629	$ 409,863	29%	$ 3,138,287	$ 4,089,078	$ 950,791	23%	$ 15,953,232
OC	$ 43,248	$ 117,716	$ 74,468	63%	$ 112,889	$ 353,148	$ 240,259	68%	$ 1,412,600
PACE	$ 58,565	$ 13,941	$ (44,624)	-320%	$ 63,584	$ 41,615	$ (21,969)	-53%	$ 167,092
MSSP	$ 1,457	$ 1,500	$ 43	3%	$ 4,371	$ 4,500	$ 129	3%	$ 18,000
CCA	$ 579,875	$ 418,333	$ (161,542)	-39%	$ 1,192,025	$ 1,254,999	$ 62,974	5%	$ 5,020,000
Total	**$ 1,662,911**	**$ 1,941,119**	**$ 278,208**	**14%**	**$ 4,511,156**	**$ 5,743,340**	**$ 1,232,183**	**21%**	**$ 22,570,924**

Purchased Services

	September MTD		Variance		YTD		Variance		FY 2026
LOB	**Actual**	**Budget**	**$**	**%**	**Actual**	**Budget**	**$**	**%**	**Budget**
MC	$ 2,195,534	$ 2,226,968	$ 31,434	1%	$ 5,355,457	$ 6,569,903	$ 1,214,446	18%	$ 26,602,042
OC	$ 453,361	$ 459,323	$ 5,962	1%	$ 981,601	$ 1,314,333	$ 332,732	25%	$ 5,448,230
PACE	$ 64,927	$ 69,662	$ 4,735	7%	$ 233,617	$ 208,986	$ (24,631)	-12%	$ 835,939
MSSP	$ 13	$ -	$ (13)		$ 21	$ -	$ (21)		$ -
CCA	$ -	$ 52,000	$ 52,000	100%	$ -	$ 156,000	$ 156,000	100%	$ 624,000
Total	**$ 2,713,836**	**$ 2,807,953**	**$ 94,117**	**3%**	**$ 6,570,696**	**$ 8,249,222**	**$ 1,678,527**	**20%**	**$ 33,510,211**

Printing and Postage

	September MTD		Variance		YTD		Variance		FY 2026
LOB	**Actual**	**Budget**	**$**	**%**	**Actual**	**Budget**	**$**	**%**	**Budget**
MC	$ 423,687	$ 478,060	$ 54,373	11%	$ 1,307,857	$ 1,448,180	$ 140,323	10%	$ 5,750,724
OC	$ 107,335	$ 121,107	$ 13,772	11%	$ 225,147	$ 363,321	$ 138,174	38%	$ 1,453,286
PACE	$ 52,334	$ 21,787	$ (30,547)	-140%	$ 50,477	$ 65,361	$ 14,884	23%	$ 261,440
MSSP	$ -	$ -	$ -		$ -	$ -	$ -		$ -
CCA	$ -	$ 21	$ 21	100%	$ -	$ 63	$ 63	100%	$ 250
Total	**$ 583,355**	**$ 620,975**	**$ 37,620**	**6%**	**$ 1,583,481**	**$ 1,876,925**	**$ 293,444**	**16%**	**$ 7,465,700**

Other Operating Expenses

	September MTD		Variance		YTD		Variance		FY 2026
LOB	**Actual**	**Budget**	**$**	**%**	**Actual**	**Budget**	**$**	**%**	**Budget**
MC	$ 2,750,502	$ 4,309,555	$ 1,559,053	36%	$ 8,370,024	$ 12,945,474	$ 4,575,450	35%	$ 51,734,461
OC	$ 146,998	$ 112,453	$ (34,545)	-31%	$ 292,522	$ 350,995	$ 58,473	17%	$ 1,363,046
PACE	$ 13,834	$ 11,112	$ (2,722)	-24%	$ 32,650	$ 33,544	$ 894	3%	$ 133,546
MSSP	$ 6,759	$ 8,520	$ 1,761	21%	$ 18,896	$ 25,560	$ 6,664	26%	$ 102,250
CCA	$ -	$ 43,221	$ 43,221	100%	$ -	$ 129,663	$ 129,663	100%	$ 518,650
Total	**$ 2,918,092**	**$ 4,484,861**	**$ 1,566,769**	**35%**	**$ 8,714,092**	**$ 13,485,236**	**$ 4,771,144**	**35%**	**$ 53,851,953**

Salaries, Wages & Benefits

	September MTD		Variance		YTD		Variance		FY 2026
LOB	**Actual**	**Budget**	**$**	**%**	**Actual**	**Budget**	**$**	**%**	**Budget**
MC	$ 11,624,032	$ 12,187,581	$ 563,549	5%	$ 34,686,364	$ 36,685,540	$ 1,999,176	5%	$ 148,437,602
OC	$ 1,052,696	$ 1,195,364	$ 142,668	12%	$ 3,022,970	$ 3,571,958	$ 548,988	15%	$ 14,546,479
PACE	$ 183,669	$ 183,045	$ (624)	0%	$ 548,889	$ 551,429	$ 2,540	0%	$ 2,229,017
MSSP	$ 91,049	$ 122,649	$ 31,600	26%	$ 290,198	$ 369,527	$ 79,329	21%	$ 1,495,721
CCA	$ 70,435	$ 319,346	$ 248,911	78%	$ 197,104	$ 744,810	$ 547,706	74%	$ 4,061,973
Total	**$ 13,021,882**	**$ 14,007,985**	**$ 986,103**	**7%**	**$ 38,745,525**	**$ 41,923,264**	**$ 3,177,739**	**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 Summary

FY 2025-26 Personnel Summary

	FY 2025-26 Personnel (FTEs) - September 30, 2025			
Line of Business	**Filled**	**Open**	**Total**	**Vacancy %**
Medi-Cal	1,323.5	87.3	1,410.8	6.2%
OC	171.5	12.8	184.3	6.9%
PACE	114.0	5.0	119.0	4.2%
MSSP	23.8		23.8	0.0%
CCA	3.0	17.0	20.0	85.0%
Total	**1,635.8**	**122.0**	**1,757.8**	**6.9%**

Notes:
FTE count is based on position control reconciliation.
FTE count includes both medical and administrative positions.

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Salary Adjustments

Report Description	FY 2025-26 Quarter	Financial Impact	Comply 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	$ -		

Source: Reclassification/Re-Evaluation provided by the Human Resources Department.

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Quarterly Capital Budget Update

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Quarterly Capital Budget Update

The reports are prepared by the Budget Department

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-Permise 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**

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**

Fiscal Year 2025-26 Routine Capital Budget by Project (Cont'd)

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
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
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 first quarter.	
TOTAL Board Approved Actions	**$ -**

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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-Permise 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**

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**

Revised Fiscal Year 2025-26 Routine Capital Budget by Project (Cont'd)

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
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 September 30, 2025

INFRASTRUCTURE	TOTAL CAPITAL	EXPENSE	REMAINING
Hardware and Software Network Firewall Upgrades	1,905,000	289,177	1,615,823
Disaster Recovery System Upgrades and Protection Points	1,765,000	-	1,765,000
Employee Computer and Server Operating System Upgrades	1,644,500	123,528	1,520,972
Enterprise Data Masking to Protect Health Information	1,255,000	-	1,255,000
Cyber Security and Vulnerability System Remediation	1,195,000	-	1,195,000
Service Desk and Workforce Workflow Enhancements	733,000	-	733,000
On-Permise 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 Center	100,000	-	100,000
TOTAL INFRASTRUCTURE	**$ 9,047,500**	**$ 412,705**	**$ 8,634,795**

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	-	900,000
Core Operational Application Software Upgrades	703,000	-	703,000
Clinical Operational Application Software Upgrades	628,000	-	628,000
TOTAL APPLICATIONS MANAGEMENT	**$ 3,981,000**	**$ -**	**$ 3,981,000**

ENTERPRISE DATA AND SYSTEMS INTEGRATION	TOTAL CAPITAL	EXPENSE	REMAINING
Regulatory Reporting and Compliance Enhancements	500,000	-	500,000
Data Integration Upgrades 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	-	1,125,000
Member and Provider Portal Workflow and Privacy Enhancements	1,030,000	-	1,030,000
Automation Application for the Board and Committee Material Preparation	560,000	-	560,000
Replace Corporate 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**	**$ -**	**$ 3,355,000**

505 BUILDING IMPROVEMENTS	TOTAL CAPITAL	EXPENSE	REMAINING
Lighting Retrofit	1,200,000.00	-	1,200,000.00
Tenant Improvements	950,000.00	-	950,000.00
Building Window Film	900,000.00	-	900,000.00
Carpet Replacement	675,000.00	-	675,000.00
Office Furniture	450,000.00	-	450,000.00
Fire Panel Upgrade	150,000.00	-	150,000.00
Security Camera Upgrades	100,000.00	-	100,000.00
Rooftop Signage Structural Upgrade	100,000.00	-	100,000.00
1st Floor Elevator Fire Curtains	80,000.00	-	80,000.00
Air Conditioning System for Computer Room	70,000.00	-	70,000.00
Chiller Equipment Refurbishment	70,000.00	-	70,000.00
Cooling Tower Refurbishment	35,000.00	-	35,000.00
TOTAL 505 BUILDING IMPROVEMENTS	**$ 4,780,000**	**$ -**	**$ 4,780,000**

Fiscal Year 2025-26 Routine Capital Expenditure Summary (Cont'd)

500 BUILDING IMPROVEMENTS	TOTAL CAPITAL	EXPENSE	REMAINING
Tenant Improvements Suites 100, 110, 120	3,595,000	-	3,595,000
Lighting Retrofit	250,000	-	250,000
Accessibility Code Upgrades for Path of Travel	200,000	-	200,000
Security Desk and Camera System Upgrades	200,000	-	200,000
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**	**$ 23,554**	**$ 4,806,446**

PACE CENTER	TOTAL CAPITAL	EXPENSE	REMAINING
Electronic Health Record (EHR) System	872,500	50,000	822,500
Lighting Retrofit	150,000	-	150,000
Exterior Building Signage Update	125,000	-	125,000
Rooftop Air Conditioning Unit Replacement	60,000	-	60,000
Equipment Upgrades and Replacement	50,000	-	50,000
Exterior landscape Upgrade	30,000	-	30,000
Wander Guard System	30,000	-	30,000
Security Camera Upgrades	25,000	-	25,000
TOTAL PACE CENTER	**$ 1,342,500**	**$ 50,000**	**$ 1,292,500**

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**	**$ 486,259**	**$ 28,049,741**

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**

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Board Action and CEO Approval Details for Covered California Capital Project

Board Action and CEO Approval Details for Covered California Capital Project

CEO Approved Action Details		TOTAL CAPITAL
There were no FY 2025-26 CEO approved actions on capital projects to report in the first quarter.		
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 first quarter.		
TOTAL Board Approved Actions	**$**	**-**

Revised 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**

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Fiscal Year 2025-26 Covered California Capital Expenditure Summary

Expenditures Summary through September 30, 2025

APPLICATIONS MANAGEMENT	TOTAL CAPITAL	EXPENSE	REMAINING
Core System Configuration	885,000	-	885,000
TOTAL APPLICATIONS MANAGEMENT	**$ 885,000**	**$ -**	**$ 885,000**

ENTERPRISE DATA AND SYSTEMS INTEGRATION	TOTAL CAPITAL	EXPENSE	REMAINING
Regulatory Enrollment Transactions and Reporting	825,000	-	825,000
Regulatory Operational Reconciliation Reporting	525,000	-	525,000
TOTAL ENTERPRISE DATA AND SYSTEMS INTEGRATION	**$ 1,350,000**	**$ -**	**$ 1,350,000**

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	-	725,000
TOTAL APPLICATIONS DEVELOPMENT	**$ 1,480,520**	**$ -**	**$ 1,480,520**

TOTAL FY 2025-26 COVERED CALIFORNIA CAPITAL BUDGET	**$ 3,715,520**	**$ -**	**$ 3,715,520**

Quarterly Purchasing Report Update

Quarterly Purchasing Report Update

- *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 First Quarter Purchasing Report

Nature of Services	*Purchase or Contract Highlights*	*Bidding Outcome*	*Previous*	*Contract Amount*	*Spent Year 2026*	*Remaining Amount on Contract*
Medi-Cal Newsletter Printing	I Color Printing & Mailing Inc.	Incumbent Via Previous RFP	N/A	$ 101,273	$ -	$ 101,273
PACE Marketing and Advertising Services	Maricich & Associates Inc	Incumbent Via Previous RFP	N/A	$ 110,000	$ 55,000	$ 55,000
OC Outdoor Advertising	Clear Channel Outdoor, Inc.	Incumbent Via Previous RFP	N/A	$ 110,307	$ -	$ 110,307
Employee Learning Mgmt Services	Cornerstone OnDemand Inc.	Incumbent Via Previous RFP	N/A	$ 113,014	$ -	$ 113,014
Prior Auth Consulting Services	ATTAC Consulting Group LLC	RFP 25-011	N/A	$ 118,000	$ -	$ 118,000
Enrollment/Elig. Verification & Cap Reconciliation	Infocrossing Inc	Prior BOD Approval	N/A	$ 120,000	$ -	$ 120,000
Insurance Broker and Advisor Services	Alliant Insurance Services Inc	Incumbent Via Previous RFP	Woodruff-Sawyer	$ 120,000	$ -	$ 120,000
Employee Benefit Broker	Alliant Insurance Services Inc	Incumbent Via Previous RFP	Themselves	$ 122,500	$ -	$ 122,500
Architectural Services	Ware Malcomb	RFQu 25-018	N/A	$ 123,775	$ -	$ 123,775
FACETs Consulting Services	Catalyst Solutions LLC	Prior BOD Approval	N/A	$ 125,000	$ -	$ 125,000
Translations & Interpreting Services	Voiance Language Services, LLC	Incumbent Via Previous RFP	Multiple	$ 126,000	$ -	$ 126,000
OC Outdoor Bus Advertising	Vector Media Holding Group	Sole Source for OCTA	N/A	$ 127,525	$ -	$ 127,525
PACE In-Home Meals	Kenady LLC	Contracting Contract	N/A	$ 130,000	$ 9,967	$ 120,033
MC 508 Compliance Document Remediation	NetCentric Technologies Inc	Incumbent Via Previous RFP	Themselves	$ 130,000	$ -	$ 130,000
PACE EHR	CollabriOS Health Holdings LLC	Incumbent Via Previous RFP	Themselves	$ 133,000	$ 38,113	$ 94,888
Financial Auditing Services	Baker Tilly US, LLP	Incumbent Via Previous RFP	Themselves	$ 133,023	$ -	$ 133,023
MC Newsletter Printing	ADVANTAGE MAILING LLC	Incumbent Via Previous RFP	N/A	$ 134,137	$ -	$ 134,137
505 Building Lobby Furniture	Office Furniture Group LLC	Incumbent Via Previous RFP	Themselves	$ 141,981	$ 70,991	$ 70,990
OCIT Colocation Rental Fees	Orange County Treasurer-Tax Collector	Prior BOD Approval	N/A	$ 150,000	$ -	$ 150,000
PACE In-Home Care	Providence Home Care - Anaheim	Contracting Contract	N/A	$ 150,000	$ 13,326	$ 136,674
PACE In-Home Care	Providence Home Care - Anaheim	Contracting Contract	N/A	$ 150,000	$ 11,711	$ 138,289
Grant Management Oversight Services	Ankura Consulting Group LLC	Prior BOD Approval	N/A	$ 150,000	$ -	$ 150,000
Nurse Advice Line and After-Hours Call Support	Infomedia Group Inc	Incumbent Via Previous RFP	Themselves	$ 150,000	$ -	$ 150,000
WebMD Health Hub	Mercury Healthcare, Inc	Prior BOD Approval	N/A	$ 157,121	$ -	$ 157,121
HR Recruitment Subscriptions	JOBELEPHANT.COM INC	Sole Source	Themselves	$ 167,000	$ -	$ 167,000
ECH Preventive Health Campaign	Maricich & Associates Inc	Incumbent Via Previous RFP	N/A	$ 167,000	$ -	$ 167,000
Tanium: Endpoint Mgmt Plus - Tanium Cloud	Optiv Security Inc.	Incumbent Via Previous RFP	N/A	$ 168,264	$ -	$ 168,264

Source: Quarterly Purchasing Report provided by the Procurement and Vendor Management Department.

Fiscal Year 2025-26 First Quarter Purchasing Report (Cont'd)

Nature of Services	*Purchase or Contract Highlights*	*Bidding Outcome*	*Previous*	*Contract Amount*	*Spent Year 2026*	*Remaining Amount on Contract*
EDI Clearinghouse Services	Change Healthcare Solutions, LLC	Prior BOD Approval	N/A	$ 170,000	$ -	$ 170,000
Provider Directory Development Services - MC	I Color Printing & Mailing Inc.	Incumbent Via Previous RFP	Themselves	$ 180,000	$ -	$ 180,000
Strategic Communication Services	Miller/Geer & Associates Inc	RFP 25-020	Themselves	$ 180,000	$ -	$ 180,000
Construction Services - Crosswalk between 505 and 500	Seashore Construction Inc	IFB 25-006	N/A	$ 193,047	$ 168,781	$ 24,266
Translations & Interpreting Services	Hanna Interpreting Services LLC	incumbent Via Previous RFP	Multiple	$ 194,000	$ 53,190	$ 140,810
Claims Pricing Solution (FKA Burgess)	Healthedge Software Inc	Incumbent Via Previous RFP	Themselves	$ 200,000	$ -	$ 200,000
HP Server Annual Maintenance	Nth Generation Computing Inc	Incumbent Via Previous RFP	Themselves	$ 228,148	$ -	$ 228,148
DTS UM Review Services	Accenture LLP	Incumbent Via Previous RFP	N/A	$ 230,000	$ -	$ 230,000
Readily AI Licenses	PandanAI, Inc.	Piggyback Contract	N/A	$ 237,600	$ -	$ 237,600
LHPC Membership Fees	Local Health Plans of California	Sole Source	N/A	$ 245,675	$ -	$ 245,675
Provider MLR Auditing Services	Provencio Advisory Services Inc	Incumbent Via Previous RFP	Themselves	$ 245,800	$ -	$ 245,800
Annual FACETs Fees	Cognizant Trizetto Software Group, Inc	Prior BOD Approval	N/A	$ 250,000	$ -	$ 250,000
DTS Additional UM Review Services	Accenture LLP	Incumbent Via Previous RFP	N/A	$ 250,000	$ -	$ 250,000
Annual Gartner Subscription	Gartner Inc	Piggyback Contract	N/A	$ 262,890	$ -	$ 262,890
MC HN Provider Directory Printing	ADVANTAGE MAILING LLC	Incumbent Via Previous RFP	Themselves	$ 264,313	$ -	$ 264,313
VMWare Annual Renewal	Saitech Inc	IFB 26-001	N/A	$ 283,987	$ -	$ 283,987
System Interoperability Services	Edifecs Inc	Incumbent Via Previous RFP	N/A	$ 293,412	$ -	$ 293,412
PACE Meals Congregate	Kenady LLC	Contracting Contract	N/A	$ 300,000	$ 19,309	$ 280,692
Credentialing Verification Organization Services	VERISYS CORPORATION	Incumbent Via Previous RFP	N/A	$ 300,000	$ -	$ 300,000
Offsite Furniture and Other Storage Services	King Van & Storage Inc	Incumbent Via Previous RFP	N/A	$ 320,000	$ -	$ 320,000
CAHPS Improvement Consultant	USHUR INC	Incumbent Via Previous RFP	N/A	$ 325,000	$ -	$ 325,000
OC Direct Mailing Services	Runyon Saltzman Inc.	Incumbent Via Previous RFP	N/A	$ 334,161	$ -	$ 334,161
Claims Web Based Fraud, Waste & Abuse Services	Codoxo Inc	Incumbent Via Previous RFP	N/A	$ 350,000	$ -	$ 350,000
Medical Record Review Services	Medical Review Institute of America LLC	Contracting Contract	N/A	$ 350,000	$ -	$ 350,000
PACE Dental Services	Fulbright Dental Group PC	Contracting Contract	N/A	$ 360,000	$ -	$ 360,000
DHCS MC Auditing Services	Ankura Consulting Group LLC	Incumbent Via Previous RFP	N/A	$ 360,000	$ -	$ 360,000
PACE Digital Media Campaign	Maricich & Associates Inc	Incumbent Via Previous RFP	N/A	$ 390,000	$ 390,000	$ -

Source: Quarterly Purchasing Report provided by the Procurement and Vendor Management Department.

Fiscal Year 2025-26 First Quarter Purchasing Report (Cont'd)

Nature of Services	*Purchase or Contract Highlights*	*Bidding Outcome*	*Previous Vendor*	*Contract Amount*	*Spent Year 2026*	*Remaining Amount on Contract*
Translations & Interpreting Services	Voiance Language Services, LLC	Incumbent Via Previous RFP	Multiple	$ 406,000	$ -	$ 406,000
Claims Auditing Software	Moss Adams LLP	Incumbent Via Previous RFP	N/A	$ 410,000	$ -	$ 410,000
SSI and SSDI Conversion Services	Centauri Health Solutions, Inc.	Incumbent Via Previous RFP	Themselves	$ 420,000	$ -	$ 420,000
Varonis Software Renewal	Optiv Security Inc.	Incumbent Via Previous RFP	N/A	$ 443,998	$ -	$ 443,998
Strategic Communication Services	Venture Strategic Inc	Incumbent Via Previous RFP	N/A	$ 444,000	$ -	$ 444,000
PACE EHR	Intus Care Inc.	RFP 25-049	CallabrOS	$ 445,000	$ 410,000	$ 35,000
Tenant Improvement for 505 Building Suite 100	TRIANGLE DECON SERVICES, INC.	IFB 25-040	N/A	$ 497,000	$ -	$ 497,000
Translations & Interpreting Services	Language Line Services, Inc.	Incumbent Via Previous RFP	Multiple	$ 530,000	$ -	$ 530,000
Website Support Services	Svanaco, Inc.	Incumbent Via Previous RFP	SiteCore	$ 590,250	$ -	$ 590,250
PACE Property Lease	Young S Kim & Soon Y Kim	N/A	N/A	$ 653,016	$ 214,106	$ 438,910
Behavioral Health Telemedicine Services	TeleMed2U	Incumbent Via Previous RFP	N/A	$ 700,000	$ -	$ 700,000
MC Health Rewards	Target Corp	N/A	N/A	$ 700,008	$ -	$ 700,008
DTS Implementation Services	Accenture LLP	Incumbent Via Previous RFP	N/A	$ 712,222	$ -	$ 712,222
MC Health Rewards	Target Corp	N/A	N/A	$ 750,008	$ -	$ 750,008
Cancer Screening Digital Media Buys	Maricich & Associates Inc	Incumbent Via Previous RFP	N/A	$ 775,000	$ -	$ 775,000
ServiceNow Licenses	Computer Aid Inc	Incumbent Via Previous RFP	N/A	$ 828,463	$ -	$ 828,463
Furniture for 500 Building 3rd Floor	Office Furniture Group LLC	Incumbent Via Previous RFP	N/A	$ 830,085	$ 415,043	$ 415,042
Virtual Database Provisioning Services	Delphix Corp	Incumbent Via Previous RFP	N/A	$ 836,250	$ -	$ 836,250
General Contracting Services for Main Entry Doors	Seashore Construction Inc	Incumbent Via Previous IFB	N/A	$ 869,695	$ 403,376	$ 466,319
Palo Alto Networks Annual	Insight	IFB 26-004	N/A	$ 874,581	$ -	$ 874,581
PACE Home Care Services	Cambrian Homecare, LLC	Contracting Contract	N/A	$ 900,000	$ 4,607	$ 895,393
PACE Home Care Services	Krista Care LLC	Contracting Contract	N/A	$ 900,000	$ 91,360	$ 808,640
Nurse Advice Line and After-Hours Call Support	Infomedia Group Inc	Incumbent Via Previous RFP	Themselves	$ 1,000,000	$ -	$ 1,000,000
CCA Campaign Strategy & Multicultural Creative Concept	Maricich & Associates Inc	Incumbent Via Previous RFP	N/A	$ 1,015,000	$ -	$ 1,015,000
Nurse Advice Line and After-Hours Call Support	Infomedia Group Inc	Incumbent Via Previous RFP	Themselves	$ 1,100,000	$ -	$ 1,100,000
Annual Subscription Medi-Cal APR-DRG	Healthedge Software Inc	Incumbent Via Previous RFP	Themselves	$ 1,135,000	$ -	$ 1,135,000
Annual Subscription Medi-Cal APR-DRG	Healthedge Software Inc	Incumbent Via Previous RFP	Themselves	$ 1,135,000	$ -	$ 1,135,000

Source: Quarterly Purchasing Report provided by the Procurement and Vendor Management Department.

Fiscal Year 2025-26 First Quarter Purchasing Report (Cont'd)

Nature of Services	*Purchase or Contract Highlights*	*Bidding Outcome*	*Previous Vendor*	*Contract Amount*	*Spent Year 2026*	*Remaining Amount on Contract*
Cozeva Software and Services	Applied Research Works, Inc	Prior BOD Approval	N/A	$ 1,165,000	$ -	$ 1,165,000
OneCare Campaign Management, Development & Media	Runyon Saltzman Inc.	Incumbent Via Previous RFP	N/A	$ 1,274,000	$ -	$ 1,274,000
Investment Management Services	MetLife Investment Management LLC	Incumbent Via Previous RFP	N/A	$ 1,445,000	$ 343,791	$ 1,101,209
Data Clearinghouse Services	Office Ally, Inc	Prior BOD Approval	N/A	$ 1,518,000	$ -	$ 1,518,000
Palo Alto Networks 3440 and AIOPs	Insight	IFB 26-003	N/A	$ 1,552,399	$ 289,177	$ 1,263,223
Encounter Data Mgmt	Edifecs Inc	Incumbent Via Previous RFP	N/A	$ 1,935,928	$ -	$ 1,935,928
Translations & Interpreting Services	Hanna Interpreting Services LLC	Incumbent Via Previous RFP	N/A	$ 1,947,000	$ -	$ 1,947,000
CAHPS Improvement and Member/Provider Engagement	USHUR INC	Incumbent Via Previous RFP	N/A	$ 1,977,104	$ -	$ 1,977,104
PACE PCP Services	NR Medical Associates	Contracting Contract	N/A	$ 2,000,000	$ 429,596	$ 1,570,404
Monthly Fees for Contact Center	In Contact Inc.	Incumbent Via Previous RFP	N/A	$ 2,008,378	$ -	$ 2,008,378
MCG Subscription Services	MCG Health LLC	Prior BOD Approval	N/A	$ 2,058,047	$ -	$ 2,058,047
COB and Over Payment Prevention	Health Management Systems Inc	Prior BOD Approval	N/A	$ 2,500,000	$ -	$ 2,500,000
Claims Editing Services	Cotiviti Inc	Prior BOD Approval	N/A	$ 3,300,000	$ -	$ 3,300,000
General Contractor for 3rd Floor Tenant Improvement at 500 Building	CALIBA INC	IFB 25-008	N/A	$ 3,388,430	$ 972,489	$ 2,415,941
PACE Shuttle Services	America West Transportation	Contracting Contract	N/A	$ 3,500,000	$ 559,884	$ 2,940,116
Outside Legal Counsel Service	KENNADAY LEAVITT PC	Incumbent Via Previous RFP	N/A	$ 5,750,000	$ -	$ 5,750,000
Outside Legal Counsel Service	KENNADAY LEAVITT PC	Incumbent Via Previous RFP	N/A	$ 6,993,877	$ 796,860	$ 6,197,017

Source: Quarterly Purchasing Report provided by the Procurement and Vendor Management Department.

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Quarterly Purchasing Report
July 1, 2025 through September 30, 2025 - FY26-Q1
IN PROCESS: Open Bids Anticipated to Exceed $100,000

Nature of Services	*Procurement Status*
New For Q3-FY25	
CalOptima OC Health Workforce Development Collaborative Project RFP 25-057	RFP Issued 7/23/2025 Staff Reviewing Proposals
Vmware Annual Renewal IFB 26-001	IFB issued 7/1/2025 6 Bids Received IFB Closed - PO Issued
Claims Payment & Communication Services RFP 26-002	RFP Issued 8/13/2025 Staff waiting for proposal submissions
Palo Alto Networks 3440 and AIOps IFB 26-003	IFB issued 7/9/2025 3 Bids Received IFB Closed - PO Issued
Palo Alto Networks Annual Renewal IFB 26-004	IFB issued 7/9/2025 1 Bid Received IFB Closed - PO Issued
Provider Incentive Platform 26-006	RFP issued 8/20/2025 Staff waiting for proposal submissions
CAHPS Predictive Analytics Software 26-009	RFP issued 9/19/2025 Staff waiting for proposal submissions
Human Capital Management (Payroll/HR) IFB 26-003	RFP issued 8/20/2025 Staff waiting for proposal submissions
Overflow and After-Hours Customer Service Call Center Support and Member Engagement Strategies RFP 26-011	RFP issued 9/22/2025 Staff waiting for proposal submissions
PACE Exterior Signage Upgrades RFQ 26-013	RFQ issued 9/8/2025 Staff waiting for quote submissions
IT Consulting Services RFP 26-016	RFP issued 9/25/2025 Staff waiting for proposal submissions
Extreme Networks Maintenance Annual Renewal IFB 26-017	IFB issued 9/24/2025 Staff waiting for bid submissions
Ongoing from Previous Quarters	
General Contractor for 1st Floor at 505 IFB 25-040	IFB Issued 6/11/2025 4 Bids Received IFB Closed - Contract Executed
PACE Electronic Health Record Platform RFP 25-049	RFP issued 3/10/2025 3 Proposals Received RFP Closed - Contract Executed
Street Medicine Services RFP 25-058	RFP Issued 5/21/2025 4 Proposals Received RFP Closed - Contract Executed
Marketing and Advertising Firm for Covered California RFP 25-061	RFP issued 6/30/2025 7 Proposals Received Staff Negotiating Contract

Source: Quarterly Purchasing Report provided by the Procurement and Vendor Management Department.

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IGT Project Report

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IGT Project Report

IGT Project Update as of September 30, 2025

IGTs 1-7: Funds must be used to deliver enhanced services for the Medi-Cal population

#	IGT Projects	IGT	First Payment Dispersed Date	COBAR Project End Date	Budget	Spend	% Spent	Balance	Grant Disburse-ment 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 12/1/16 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
	SUBTOTAL[1]				**$ 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
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%**	**$ -**	
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
	SUBTOTAL[1]				**$ 4,849,950**	**$ 4,849,950**	**100%**	**$ -**	

Source: IGT Project Report provided by the Accounting Department.

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IGTs 1-7: Funds must be used to deliver enhanced services for the Medi-Cal population

#	IGT Projects	IGT	First Payment Dispersed Date	COBAR Project End Date	Budget	Spend	% Spent	Balance	Grant Disburse-ment Date
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%**	**$ -**	
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	$ 2,500,000	$ -	0%	$ 2,500,000	11/5/2020 (COBAR)
5	WPC Housing Navigation and Support Services	6	TBD	N/A	$ 640,000	$ 640,000	100%	$ -	6/3/2021 (COBAR)
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 ADMINSTRATION	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	$ 1,519,822	74%	$ 535,738	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	$ 6,000,000	$ 2,983,291	50%	$ 3,016,709	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				**$ 30,993,003**	**$ 24,940,555**	**80%**	**$ 6,052,447**	
IGT Reallocation for enhanced services for Medi-Cal members									
1	IGT Reallocation for enhanced services for Medi-Cal members	1-7	TBD	N/A	$ 848,925	$ -	0%	$ 848,925	06/05/25 COBAR
	SUBTOTAL				**$ 848,925**	**$ -**	**0%**	**$ 848,925**	
	GRAND TOTAL				**$ 78,542,722**	**$ 71,641,349**	**91%**	**$ 6,901,372**	

Source: IGT Project Report provided by the Accounting Department.

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IGTs 8-10: Funds must be used for Medi-Cal covered services for the Medi-Cal population

#	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	$ 9,956,478	100%	$ 43,522	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	$ 7,749,821	93%	$ 595,530	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**	**$ 32,493,342**	**76%**	**$ 10,098,662**	
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 *WCM claims were reconciled for FY20*
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	$ 851,094	43%	$ 1,148,906	4/2/2020
7	Comprehensive Community Cancer Screening and Support Program	9	$ 19,134,815	$ 10,800,063	56%	$ 8,334,752	12/1/2022
7	Street Medicine	9	$ 3,569,001	$ -	0%	$ 3,569,001	08/07/25 COBAR
	SUBTOTAL		**$ 43,906,704**	**$ 30,854,046**	**70%**	**$ 13,052,658**	
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	$ 29,832,150	$ 29,832,150	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
4	Street Medicine	10	$ 662,300	$ -	0%	$ 662,300	08/07/25 COBAR
	SUBTOTAL		**$ 63,081,417**	**$ 31,503,064**	**50%**	**$ 31,578,353**	
IGT Amount Transferred back to reserves for new incentives/initiatives							
1	IGT Amount Transferred back to reserves for new incentives/initiatives	8-10	$ 9,037,982.88	$ 4,300,000.00	48%	$ 4,737,983	06/05/25 COBAR
	SUBTOTAL		**$ 9,037,983**	**$ 4,300,000**	**48%**	**$ 4,737,983**	
	GRAND TOTAL		**$ 158,618,107**	**$ 99,150,451**	**63%**	**$ 59,467,656**	

Source: IGT Project Report provided by the Accounting Department.

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Digital Transformation Strategy (DTS) Report

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Digital Transformation Strategy (DTS) Update

DTS Funding Balance Tracking Summary

CalOptima Health
Digital Transformation Strategy ($100 million total reserve)
Funding Balance Tracking Summary
For the Three Months Ending September 30, 2025

	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	**930,325**	**281,373**	**(648,952)**	**-230.6%**	**1,457,845**	**283,646**	**(1,174,199)**	**-414.0%**	**17,068,796**	**27,053,763**	**9,984,967**	**36.9%**
Operating Expenses:												
Salaries, Wages & Benefits	-	-	-	0.0%	-	-	-	0.0%	17,826,058	17,826,058	-	0.0%
Professional Fees	191,010	250,000	58,990	23.6%	647,284	750,000	102,716	13.7%	7,448,095	7,550,811	102,716	1.4%
Purchased Services	74,915	-	(74,915)	0.0%	8,361	-	(8,361)	0.0%	1,341,030	1,332,669	(8,361)	-0.6%
GASB 96 Amortization Expenses	-	-	-	0.0%	-	-	-	0.0%	2,563,169	2,563,169	-	0.0%
Other Expenses	486,762	182,292	(304,470)	-167.0%	1,307,076	546,876	(760,200)	-139.0%	22,402,817	21,642,617	(760,200)	-3.5%
Medical Management	(458,513)	-	458,513	0.0%	-	-	-	0.0%	5,502,156	5,502,156	-	0.0%
Total Operating Expenses	**294,174**	**432,292**	**138,118**	**32.0%**	**1,962,721**	**1,296,876**	**(665,845)**	**-51.3%**	**57,083,327**	**56,417,482**	**(665,845)**	**-1.2%**

Funding Balance Tracking: September 2025	Approved Budget	Actual Spend	Variance
Beginning Funding Balance	100,000,000	100,000,000	-
Less:			
Capital Assets[1]	38,931,116	17,068,796	21,862,320
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	1,962,721	3,224,779
Ending Funding Balance	**423,281**	**25,847,877**	**25,424,596**
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: Report includes applicable transactions for GASB 96, Subscriptions - Based Information Technology Arrangements.

Source: Digital Transformation Strategy report provided by the Accounting Department.

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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-Permise 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 DT YEAR ONE & YEAR TWO CAPITAL BUDGETS BY PROJECT	**$**	**6,899,750**	**$**	**6,756,100**	**$**	**6,469,000**	**$**	**11,950,000**	**$**	**32,074,850**

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Board Action and CEO Approval Details for DTS Year One Through Three and Year Four Capital Project

Board Action and CEO Approval Details for Capital Projects

CEO Approved Action Details		TOTAL CAPITAL
There are no Board-approved actions for the FY 2025-26 capital projects to report in the fourth quarter.		
TOTAL CEO Approved Actions		**$ -**

Board Approved Action Details		TOTAL CAPITAL
1 BOD Date - August 07, 2025		
From Reserve		
To Open Text for Cloud Based Faxing Solution	211,000	211,000
TOTAL Board Approved Actions		**$ -**

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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-Permise 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		1,851,000		500,000		249,000		-		2,600,000
Enterprise Finance System		556,000		-		1,150,000		-		1,706,000
Robotic Automation Processes Development and Implementation for Operational Processes in Member and Provider Systems		1,500,000		-		-		200,000		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		300,000		-		135,000		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 DT YEAR ONE & YEAR TWO CAPITAL BUDGETS BY PROJECT	**$**	**6,899,750**	**$**	**6,756,100**	**$**	**6,469,000**	**$**	**12,161,000**	**$**	**32,285,850**

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Board of Directors' Finance and Audit Committee Meeting
November 20, 2025

CalAIM Program Summary (January 1, 2022, through September 30, 2025)

Category	# of Members with Service	Total Paid	AVG $ Per Member
Grand Total	97,525	$352,145,197	$3,466
Assisted Living Facility Transitions	106	$366,012	$3,453
Asthma Remediation	620	$1,503,269	$2,425
Community Transition Services/Nursing Facility Transiti..	35	$141,581	$4,045
Day Habilitation Programs	2,730	$4,172,917	$1,529
ECM*	14,445	$43,669,328	$2,158
Environmental Accessibility Adaptations	1,363	$2,000,281	$1,468
Housing Deposit	4,666	$15,681,976	$3,361
Housing Navigation	16,091	$36,680,814	$2,280
Housing Tenancy and Sustaining Services	5,006	$20,337,642	$4,063
Medically-Supportive Food/Meals/Medically Tailored M..	74,072	$108,935,197	$1,471
Nursing Facility Transition/Diversion to Assisted ..	157	$225,751	$1,438
Personal Care/Homemaker Services	2,944	$61,028,474	$20,730
Recuperative Care	2,363	$39,718,650	$16,809
Respite Services	1,184	$10,408,383	$8,791
Short-Term Post-Hospitalization Housing	633	$6,757,709	$10,676
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.

CalAIM Community Supports: Trends & Analysis

This report briefly analyzes claims and utilization trends for each of the 14 CalAIM Community Supports and Enhanced Care Management (ECM) since CalOptima Health launched CalAIM in 2022. The data presented spans from the implementation date of the specific service through September 30, 2025.

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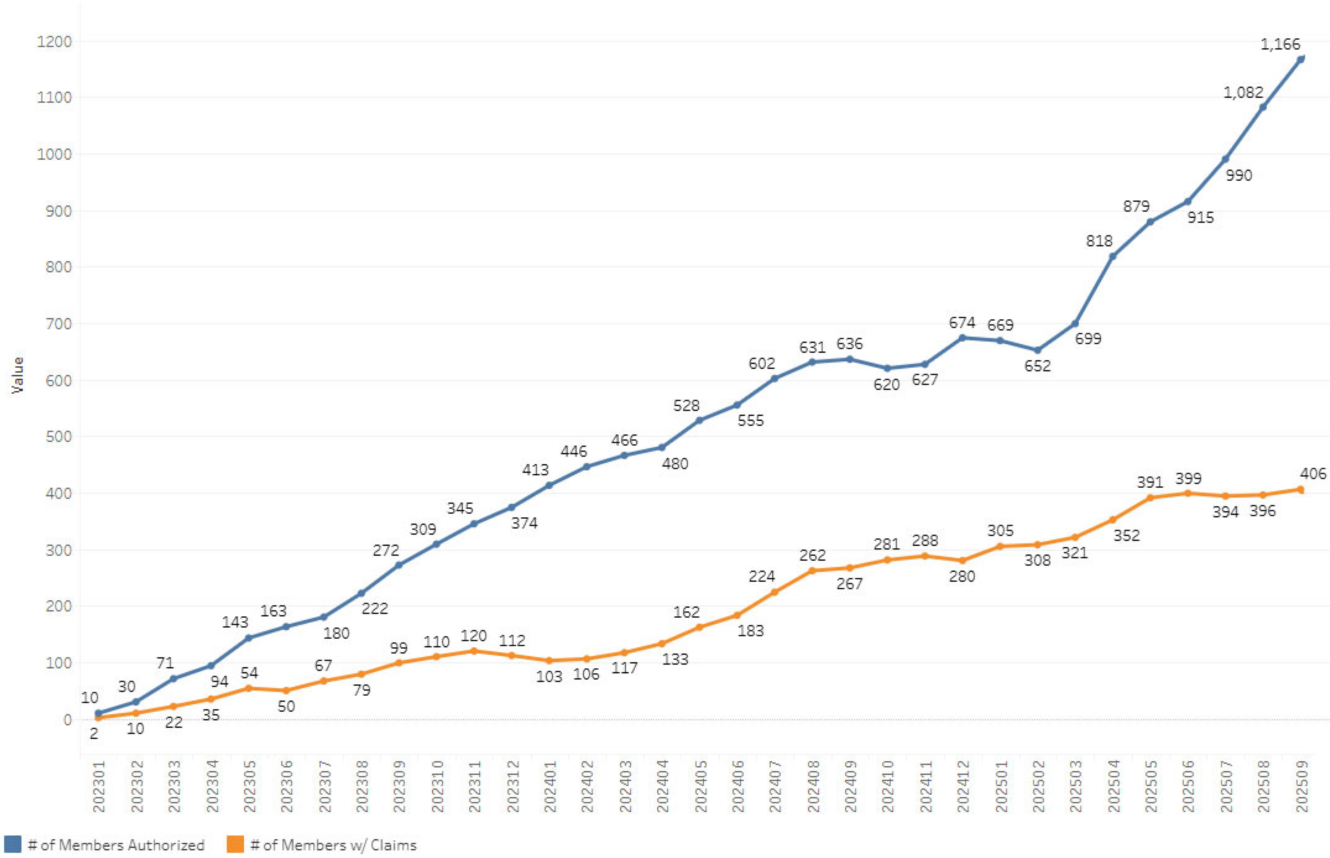
1. Respite Services

Service Definition: Respite Services are provided to caregivers of Members who require intermittent temporary supervision. The services are provided on a short-term basis because of the absence or need for relief of those persons who normally care for and/or supervise them and are non-medical in nature. There are 17 contracted Respite providers.

Respite Services Summary: January 1, 2023 – September 30, 2025

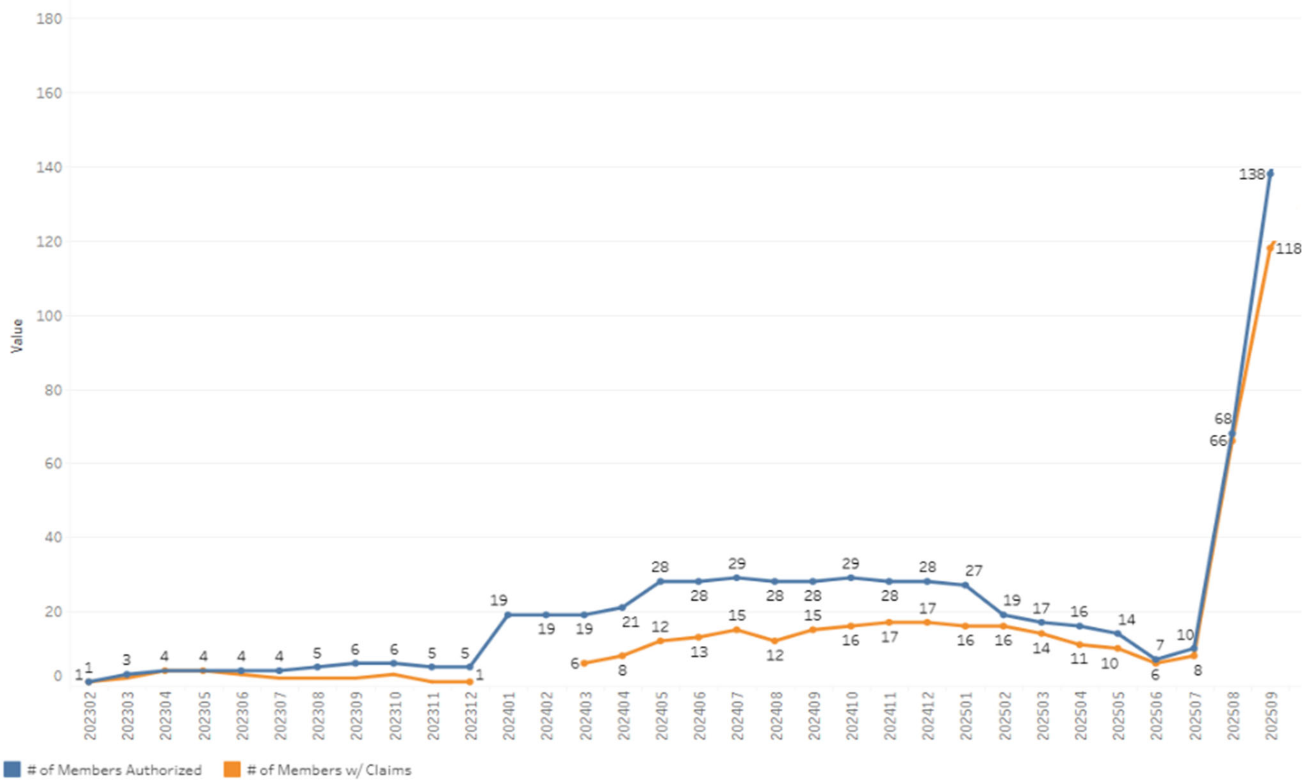


Analysis: Since the launch of Respite Services, there has been a consistent increase in its usage. This can be attributed to the community-based outreach efforts by the network of contracted providers. More awareness about the service results in more referrals and greater utilization by Members. The increase year over year is a positive trend we hope continues.

2. Assisted Living Facility (ALF) Transitions

Service Definition: Assisted Living Facility Transitions (previously termed "Nursing Facility Transition/Diversion to Assisted Living Facilities such as Residential Care Facilities for the Elderly and Adult Residential Facilities) is designed to assist individuals with living in the community and avoid institutionalization whenever possible. The goal of the service is to facilitate nursing facility transition back into a home-like, community setting, and/or to prevent nursing facility admissions for members in the community. One ALF provider is currently contracted, with three more in credentialing awaiting contracts.

Assisted Living Facility Transitions Summary: January 1, 2023 – September 30, 2025

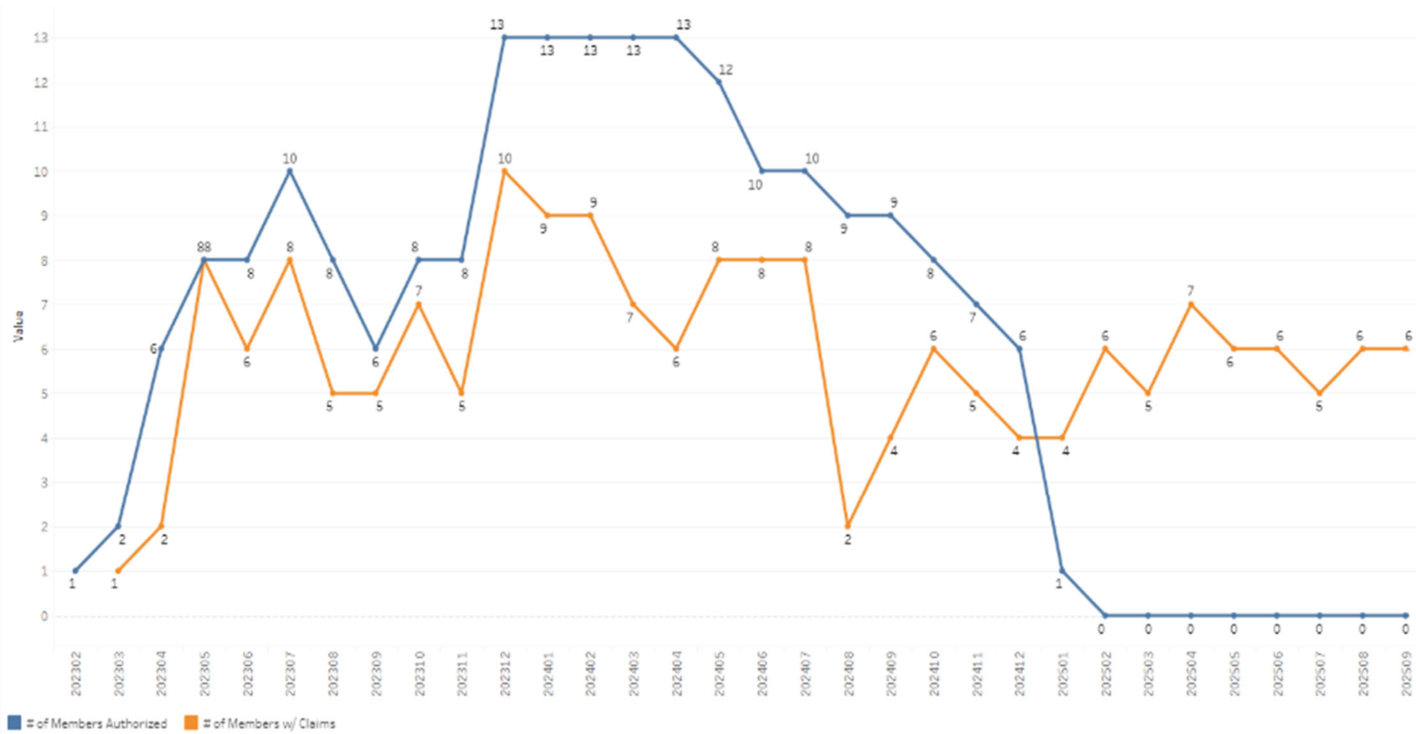


Analysis: Low utilization numbers in the early months of implementation was indicative of the unclear definition of this service initially provided by DHCS. In April 2025, DHCS released an updated Community Supports Program Guide which provided clarity around this service and new billing codes. These updates were implemented in July 2025. We anticipate that the new program guidelines and additional three providers to be contracted will contribute to increased utilization.

3. Community or Home Transition Services

Service Definition: Community or Home Transition Services (previously termed "Community Transition Services/Nursing Facility Transition to a Home") helps individuals to live in the community and avoid further institutionalization in a nursing facility. Community or Home Transition Services support Members in transitioning from a licensed nursing facility to a living arrangement in a private residence or public subsidized housing. There are 2 contracted Community or Home Transitions providers.

Community Transition Services Summary: January 1, 2023 – September 30, 2025

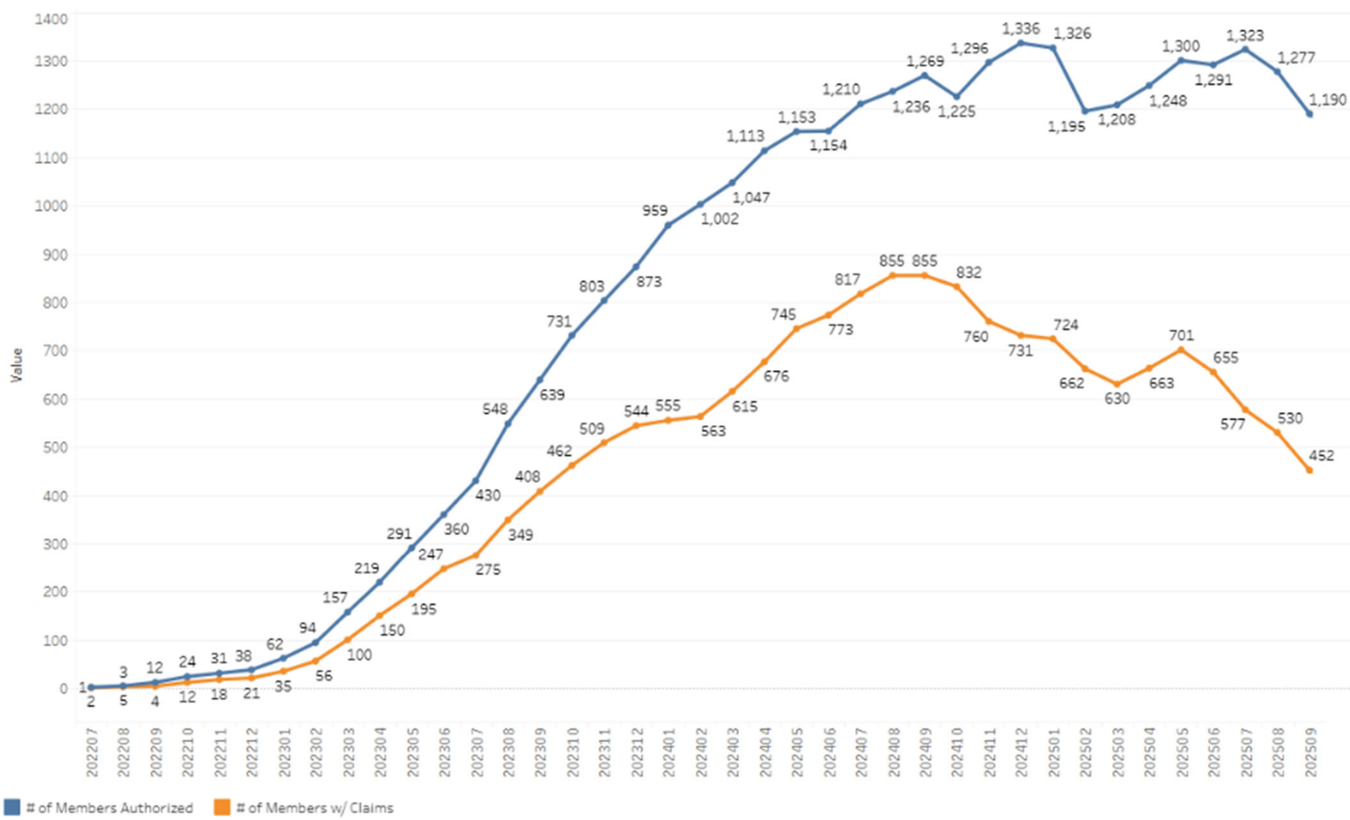


Analysis: Since implementation, Community or Home Transition services has been the lowest utilized Community Support in Orange County and across the state. This is likely due to the challenge of identifying eligible members who can successfully transition out of a facility to live safely in a home and afford their on-going living expenses. Therefore, we anticipate this service to continue to have low utilization.

4. Personal Care and Homemaker Services (PCHS)

Service Definition: Personal Care and Homemaker Services (PCHS) can be provided for individuals who need assistance with Activities of Daily Living (ADLs) such as bathing, dressing, toileting, ambulation, or feeding. Personal Care Services can also include services as similarly provided by the In-Home Supportive Services (IHSS) program, including home cleaning, meal preparation, laundry, etc. There are 18 contracted PCHS providers.

Personal Care and Homemaker Services Summary: July 1, 2022- September 30, 2025

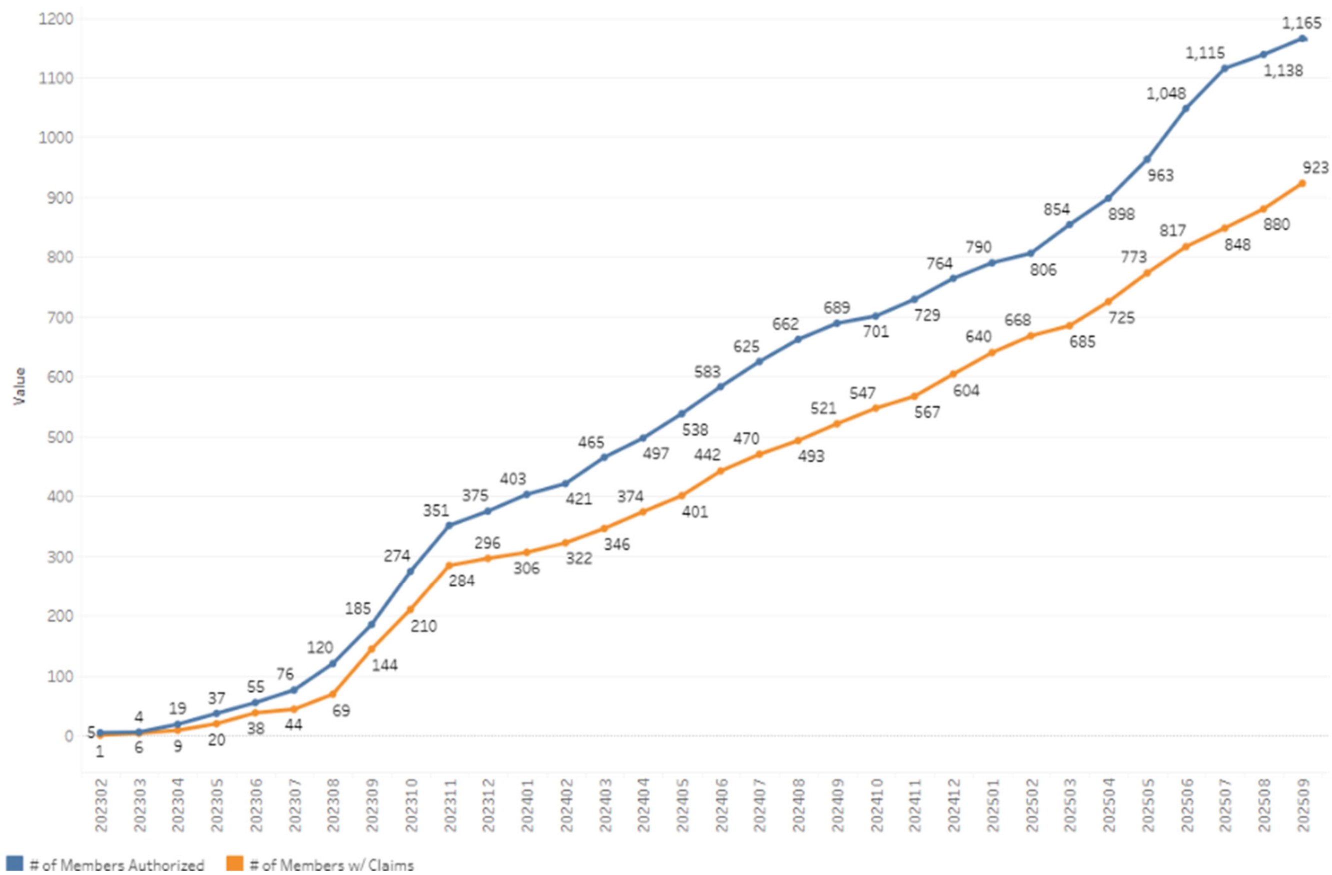


Analysis: Personal Care and Homemaker services experienced a steady increase in utilization through July 2025. Following an internal review of the data, program modifications were initiated to ensure the appropriate use of these services and alignment with SSA IHSS benefits. Eligibility criteria were refined in July 2025, resulting in an appropriate flattening of utilization which is expected to stay consistent.

5. Environmental Accessibility Adaptations (Home Modifications)

Service Definition: Environmental Accessibility Adaptations or Home Modifications are physical adaptations to a home that are necessary to ensure the health, welfare, and safety of the individual, or enable the individual to function with greater independence in the home: without which the Member would require institutionalization. There are 5 contracted EAA providers.

Environmental Accessibility Adaptations Summary: January 1, 2023 – September 30, 2025



Analysis: EAA service usage has steadily increased since its launch. CalOptima Health has collaborated with providers to address access barriers affecting Members, resulting in ongoing growth in utilization. However, utilization could be higher if more Members were homeowners as property owner collaboration can be difficult. Despite this barrier, we anticipate this service to continue to increase slightly and then level off.

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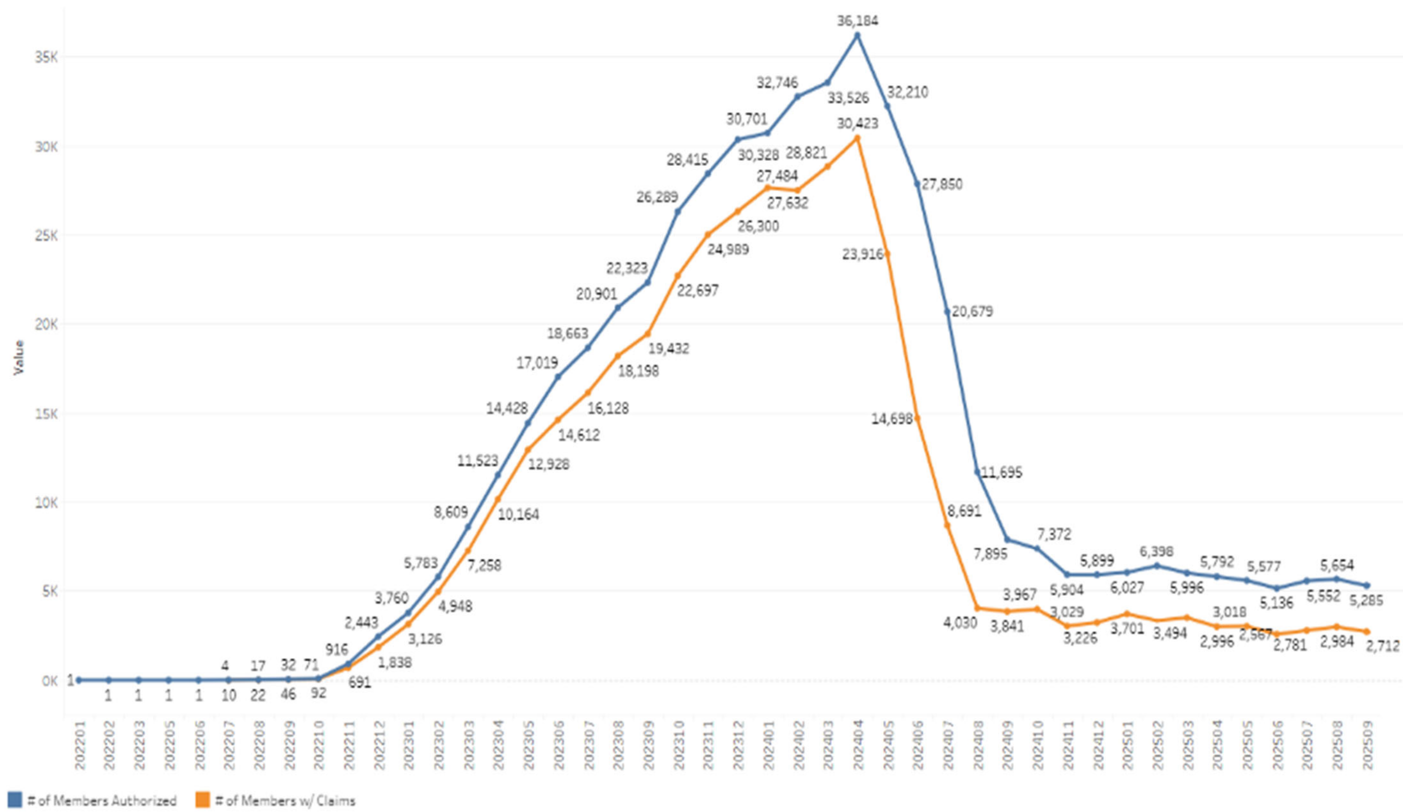
6. Medically Tailored Meals (MTMs)/Medically Supportive Food (MSF)

Service Definition: Medically Tailored Meals and Medically Supportive Food services are designed to address individuals' chronic or other serious conditions that are nutrition-sensitive, leading to improved heath outcomes and reduced unnecessary costs. There are 6 contracted MTM/MSF providers.

Medically Tailored Meals (MTMs) Summary: July 1, 2022 – September 30, 2025



Analysis: The rapid growth of Medically Tailored Meals was driven by aggressive marketing from providers. Due to unexpected high usage, CalOptima Health adjusted the service workflow and went to RFP to identify a vendor to implement a risk stratification algorithm to ensure Members were appropriately identified for the service. The new vendor started services in May 2025 and implemented the updated workflow. The result was a significant decline in utilization in June 2025 and subsequent stabilization, which is expected to stay consistent.

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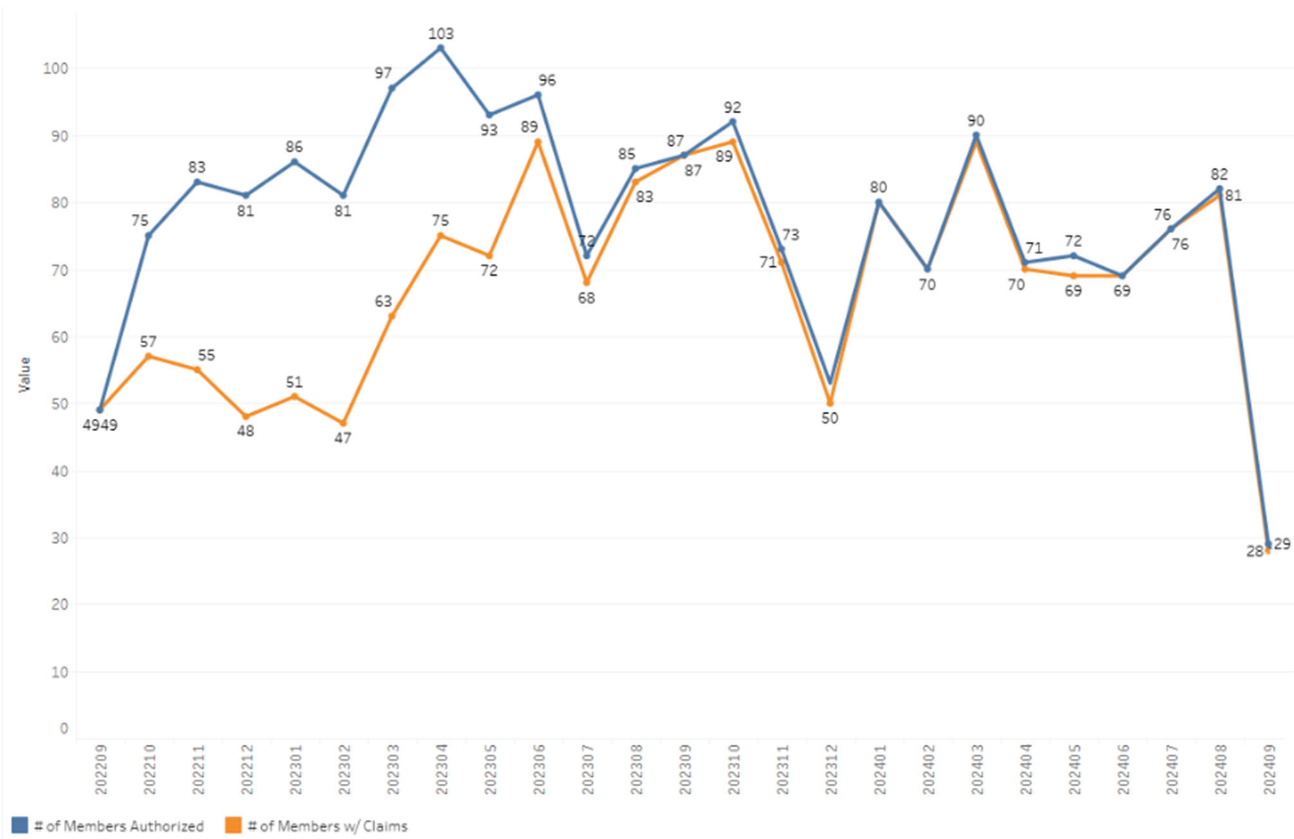
7. Sobering Centers

Service Definition: Sobering Centers are alternative destinations for individuals who are found to be publicly intoxicated (due to alcohol and/or other drugs and would otherwise be publicly intoxicated (due to alcohol and/or other drugs) and would otherwise be transported to the emergency department or jail. There is one contracted Sobering Center.

Sobering Centers Summary: July 1, 2022 – September 30, 2025

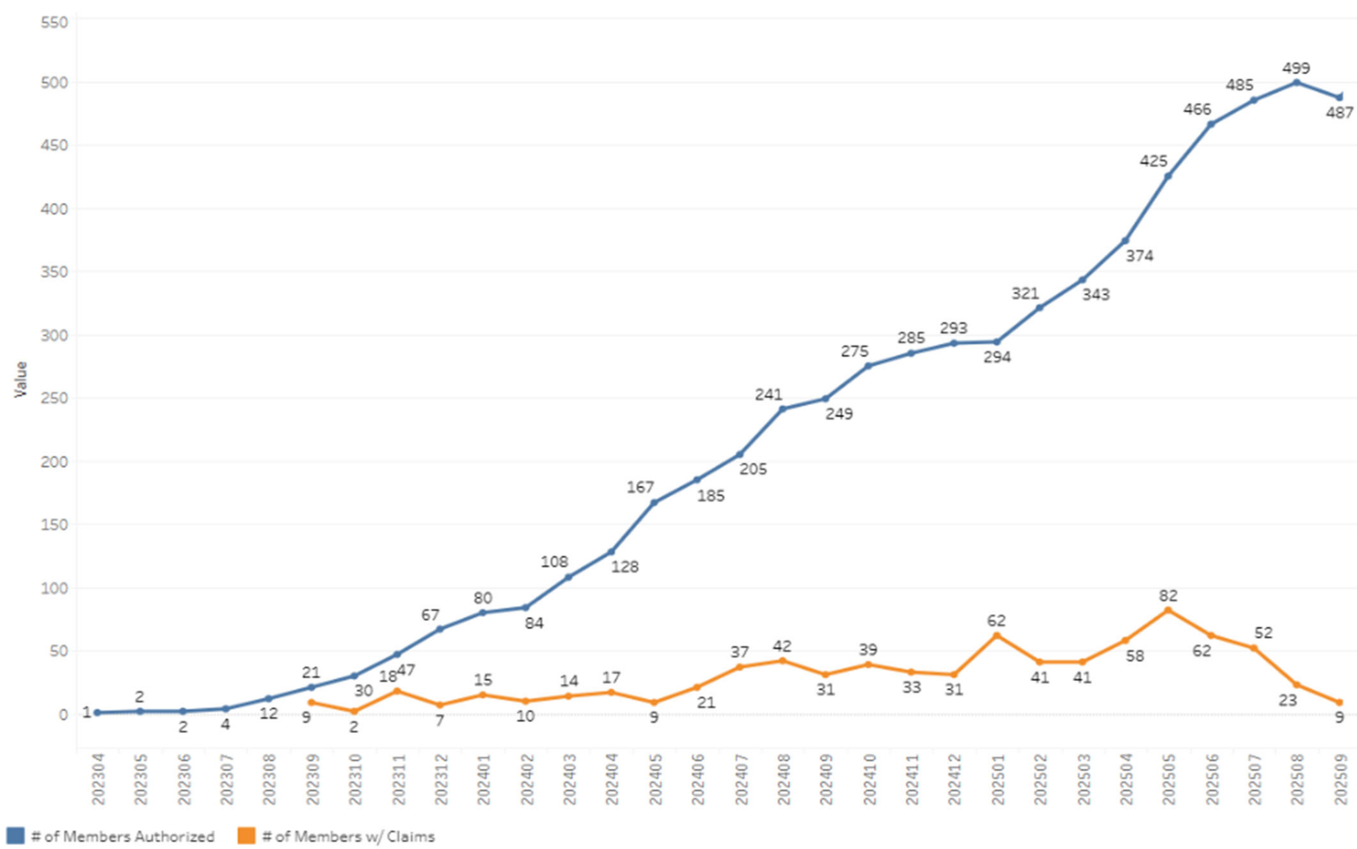


Analysis: Utilization of Sobering Center services has been relatively low since the launch of the service. This service is dependent on community partners (police/sheriff, ERs) diverting members to these centers. A contract transition from Be Well to OC HCA in September 2024 resulted in a decrease in utilization as HCA is in the process of identifying a new provider. CalOptima Health is expecting to contract with this new provider following HCA's identification.

8. Asthma Remediation

Service Definition: Asthma Remediation can prevent acute asthma episodes that could result in the need for emergency services and hospitalizations. This service consists of supplies and/or physical modifications to a home environment that are necessary to ensure the health, welfare and safely of a member to function in the home with reduced likelihood of experiencing acute asthma episodes. There are 4 contracted Asthma Remediation providers.

Asthma Remediation Summary: January 1, 2023 – September 30, 2025

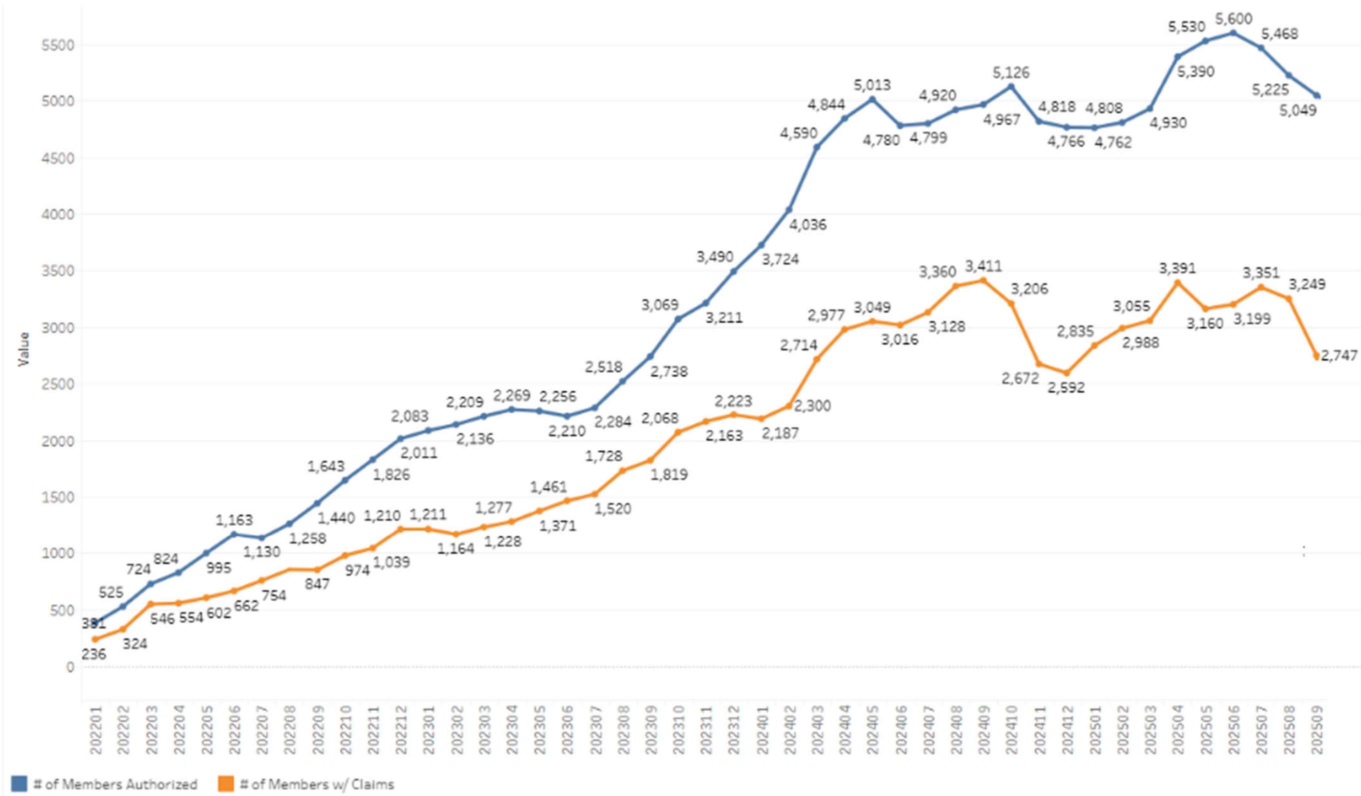


Analysis: Asthma Remediation service usage has steadily increased since launch. Like EAA, CalOptima Health has collaborated with Asthma Remediation providers to address barriers to accessing this service affecting Members, resulting in ongoing growth in utilization. We anticipate utilization to flatten out over time.

9. Housing Transition Navigation Services (HTNS)

Service Definition: Housing Transition Navigation Services (HTNS) assist Members with finding, applying for, and obtaining housing. There are 51 HTNS providers.

Housing Transition Navigation Services Summary: January 1, 2022 – September 30, 2025

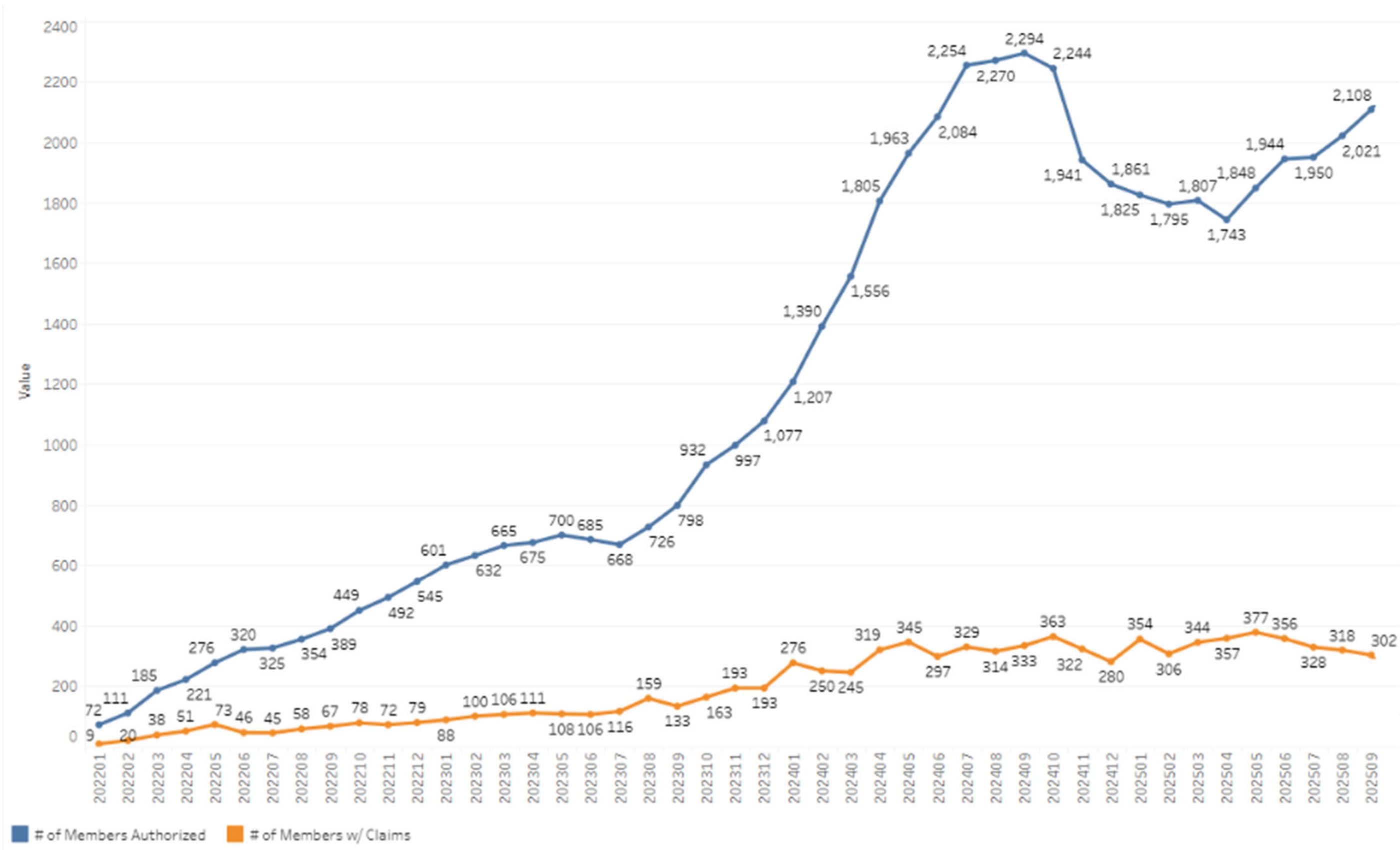


Analysis: Housing Transition Navigation Services is one of the most highly utilized community supports. This was anticipated as CalOptima Health cares for many Members experiencing homelessness or at-risk of homelessness. This is supported by the 2024 Point-In-Time Count which demonstrated a 22% increase in overall homelessness in Orange County from 2022. CalOptima Health built a robust and diverse network of 51 HTNS providers that have been successful in outreaching to and enrolling Members into this service. We anticipate this service to continue to be highly utilized.

10. Housing Deposits

Service Definition: Housing Deposits assist with identifying, coordinating, securing, or funding one-time services and modifications necessary to enable a person to establish a basic household. There are 51 Housing Deposit providers.

Housing Deposits Summary: January 1, 2022 – September 30, 2025



Analysis: Housing deposit utilization is dependent on members securing housing, making it inherently volatile. Approximately 70% of the authorizations have services associated with them, likely due to a lack of available affordable housing.

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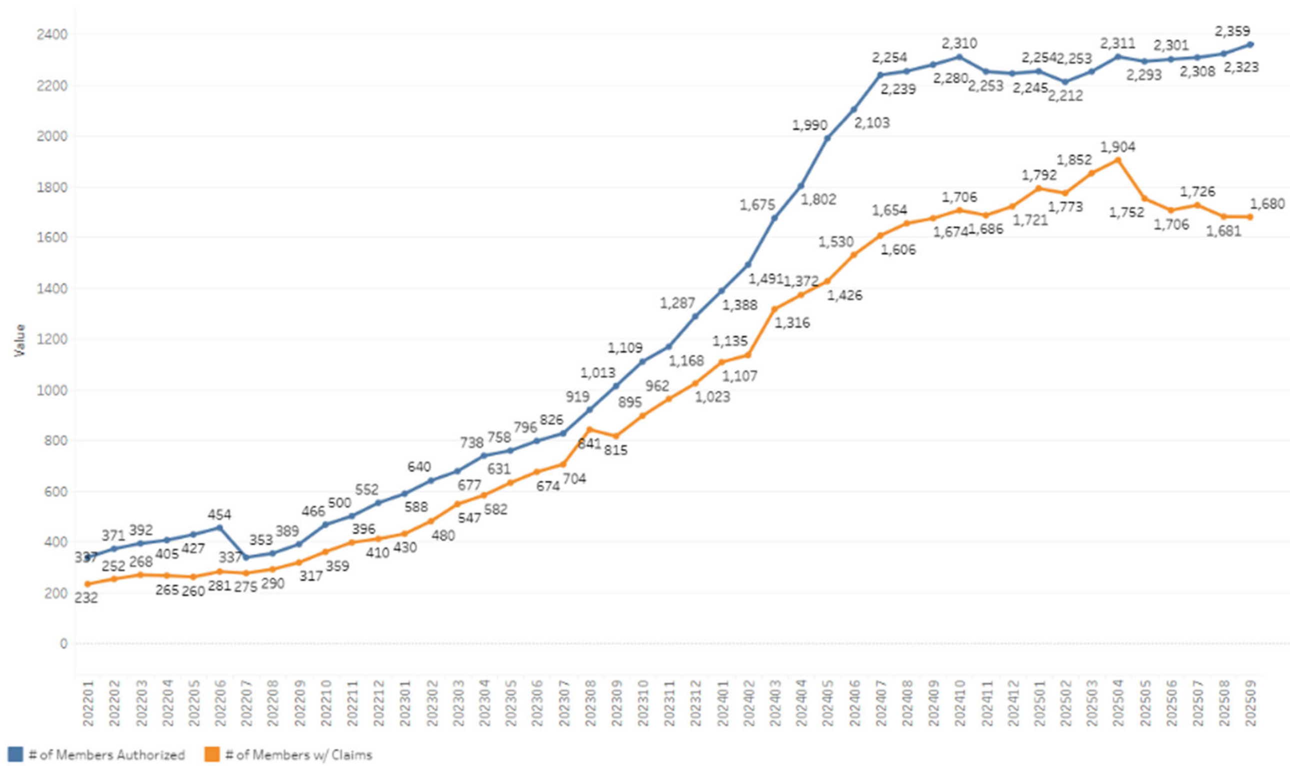
11. Housing Tenancy and Sustaining Services (HTSS)

Service Definition: Housing Tenancy and Sustaining Services (HTSS) help a Member maintain safe and stable tenancy once housing is secured. There are 51 contracted HTSS providers.

Housing Tenancy Services Summary: January 1, 2022 – September 30, 2025



Analysis: Housing Tenancy and Sustaining Services has seen a steady increase and recent flattening of utilization due to programmatic quality measures being implemented in March 2025 . As there is currently no maximum benefit level and as more unhoused members get housed over time, we anticipate seeing a slight increase in utilization of Tenancy.

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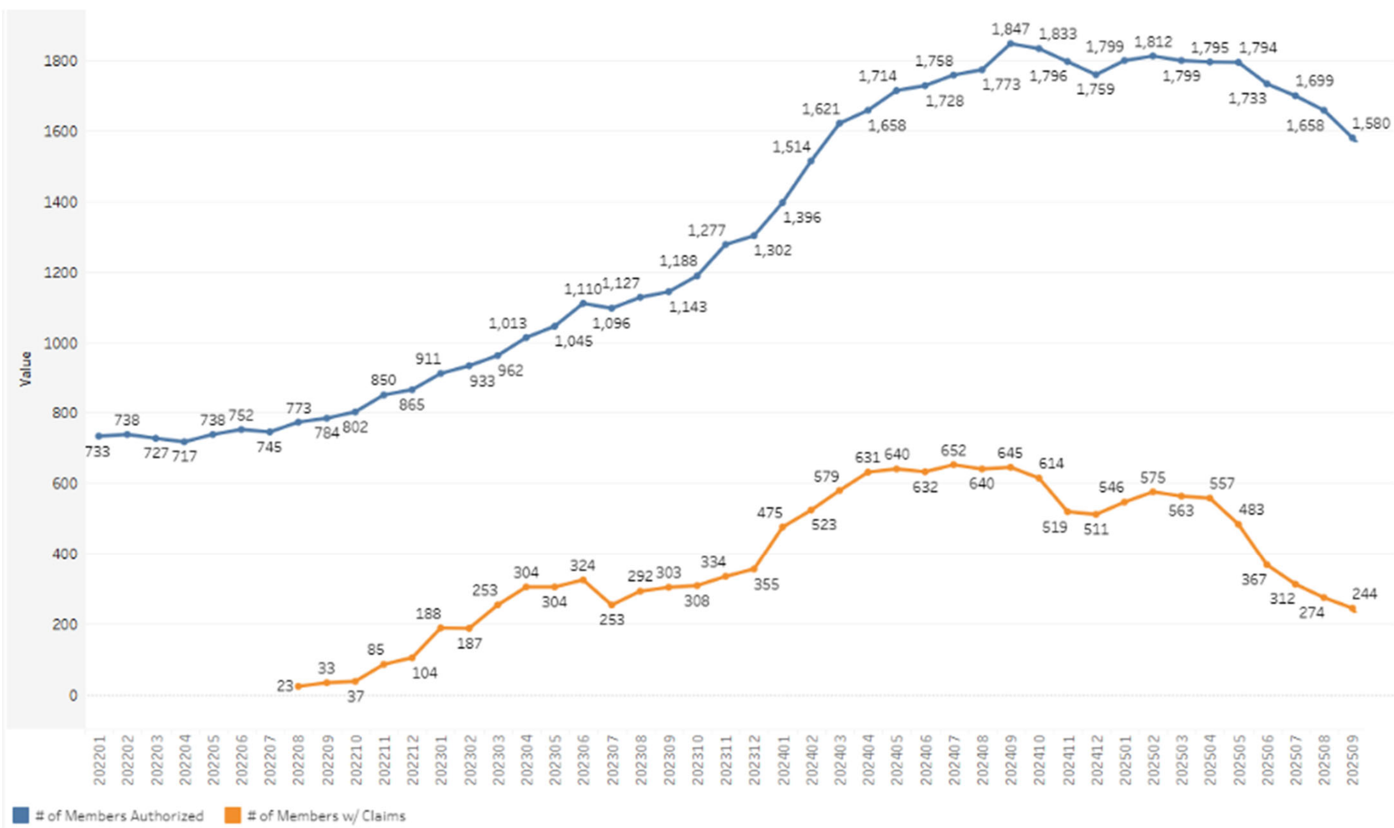
12. Day Habilitation Programs

Service Definition: Day Habilitation Programs are designed to assist a Member in acquiring, retaining, and improving self-help, socialization, and adaptive skills necessary to reside successfully housed.

Day Habilitation Programs Summary: July 1, 2022 – September 30, 2025

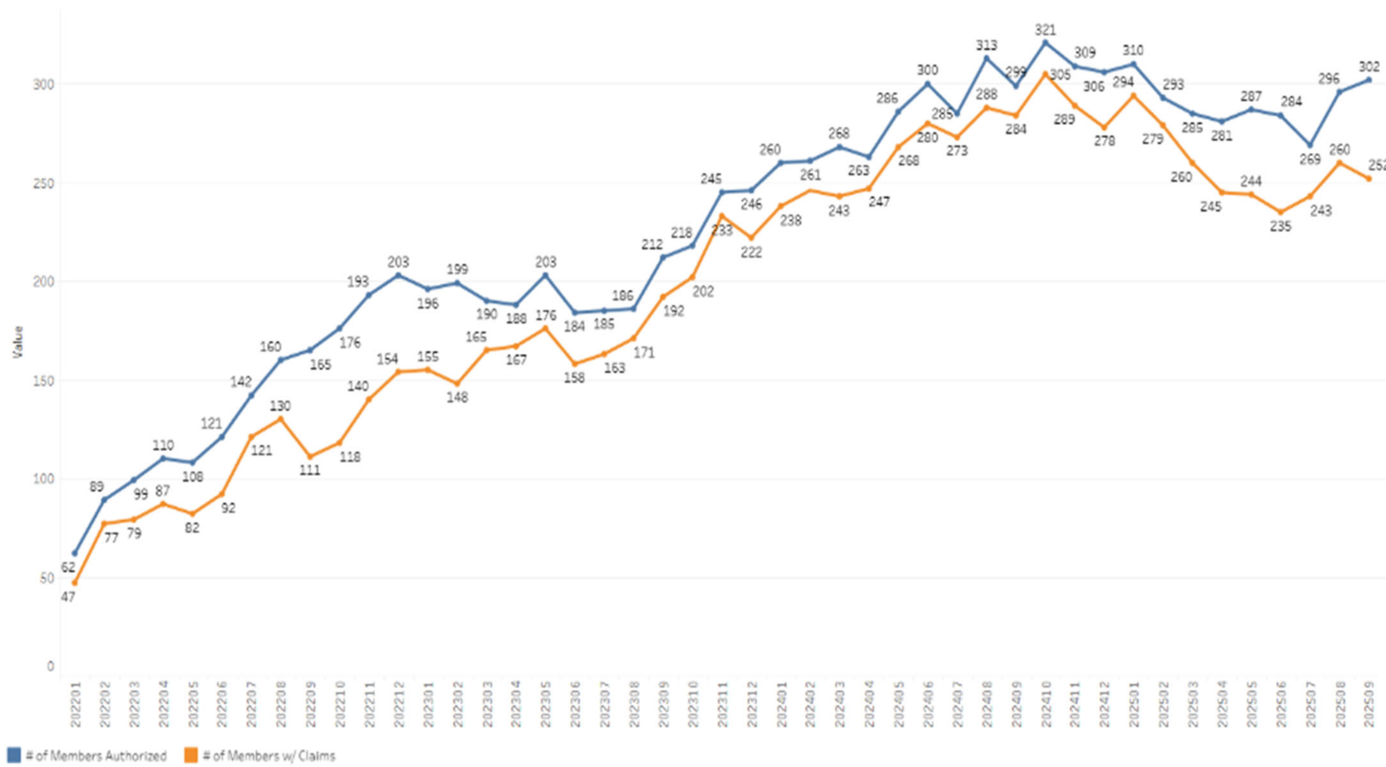


Analysis: Day Habilitation services experienced a steady increase in utilization through May 2025. Following an internal review of the Day Habiltaton program curricula and scope, new program requirements were mandated in July 2025 to improve and enhance program quality. Implementation of these requirements resulted in an appropriate flattening of utilization which is expected to stay consistent. The CalAIM team is currently working with Enterprise Analytics to understand why the data shows utilization before the start of services.

13. Recuperative Care

Service Definition: Recuperative Care is for individuals who are experiencing or at risk of homelessness and need a short-term residential setting in which to recover from an injury or illness (including a behavioral health condition). There are 4 contracted Recuperative Care providers, 2 in Orange County and 2 in Los Angeles.

Recuperative Care Summary: January 1, 2022 – September 30, 2025

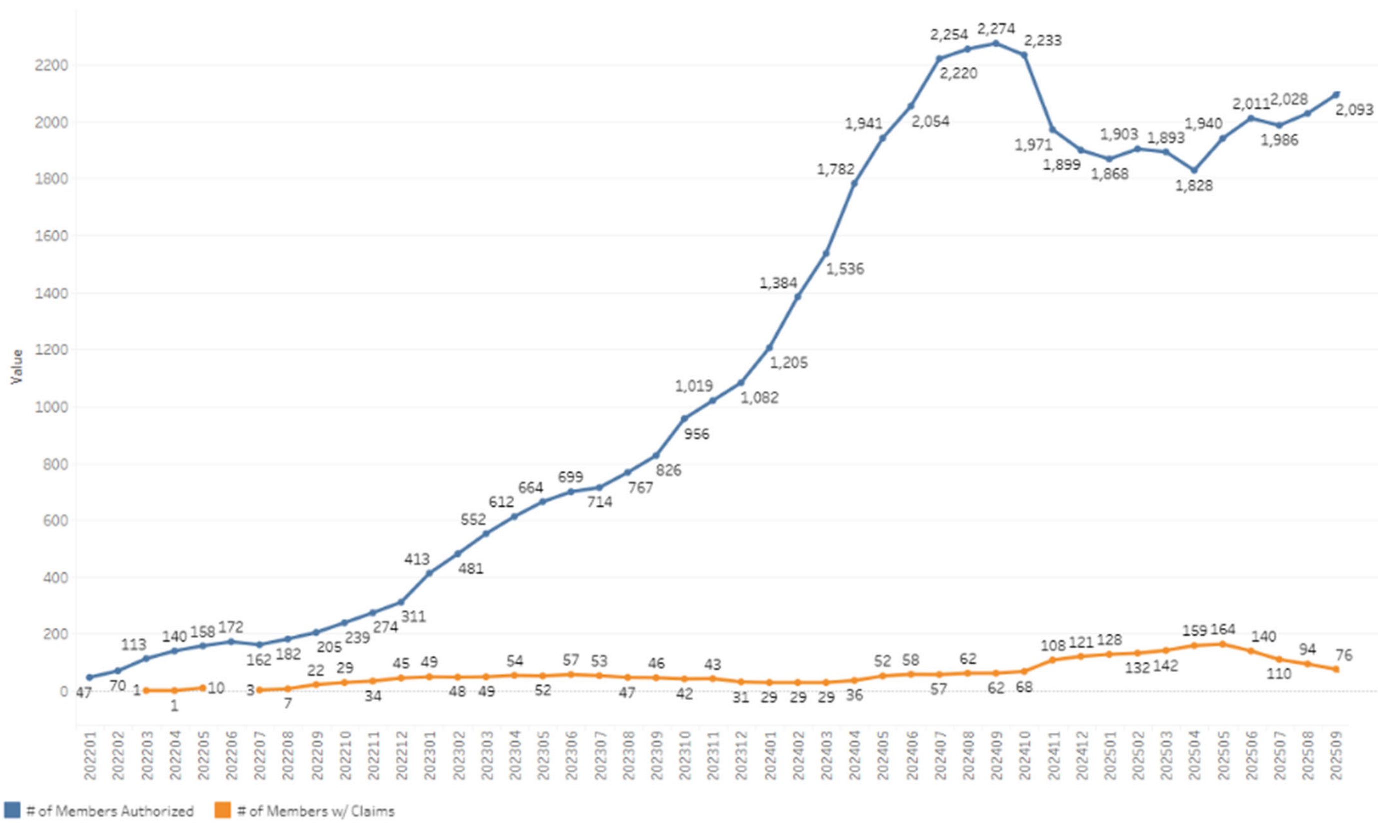


Analysis: Recuperative Care has seen a steady increase in utilization over time with a recent slight decline. It is anticipated that utilization may decrease starting in 2025 with the implementation of the Global Cap requirement which limits member utilization of the combination of Recuperative Care, STPHH and Transitional Rent to a total of 182 days annually.

14. Short Term Post-Hospitalization Housing

Service Definition: Short-Term Post Hospitalization Housing provides Members who are exiting an institution and experiencing or at risk of homelessness with the opportunity to continue their medical/psychiatric/substance use disorder recovery immediately after exiting the institution. There are 5 contracted STPHH providers.

Short-Term Post-Hospitalization Housing Summary: July 1, 2022 – September 30, 2025

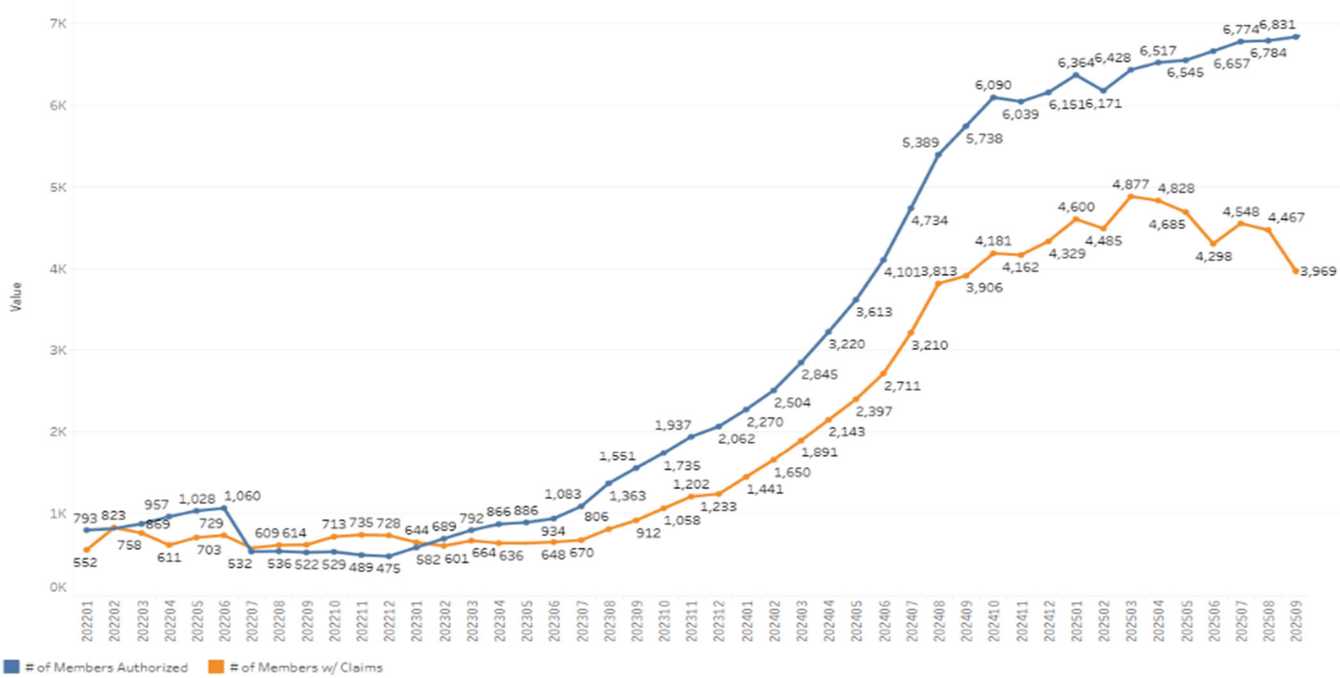


Analysis: STPHH saw a steady increase in utilization and a recently flattening. The CalAIM team is actively working with Enterprise Analytics to better understand the discrepancy between authorizations and claims as we would expect this data to mirror recuperative care. Like Recuperative Care we anticipate a potential slight decrease in utilization with the implementation of Global Cap in October 2025.

Enhanced Care Management (ECM)

Service Definition: ECM is a whole-person interdisciplinary approach to care that addresses the clinical and non-clinical needs of members with the most complex medical and social needs through systematic coordination of services. The service includes coordinating care across the physical and behavioral health delivery systems.

Enhanced Care Management Summary: January 1, 2022 – September 30, 2025



Analysis: The continued increase in ECM utilization can be attributed to the onboarding of new community-based ECM providers via the ECM Academy. ECM initially launched in January 2022 with Health Networks as the sole contracted providers. To ensure ECM became integrated into the communities where Members live, CalOptima has launched three ECM Academy cohorts graduating 62 providers. We hope to see this number increase as our current network of providers grow their internal capacity. On July 1, 2025, DHCS notified CalOptima Health that it has met its 12-month threshold goal of member utilization growth and met the threshold for provider network by having at least one ECM provider for each Population of Focus.

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Board-Approved Strategic Initiatives Executive Summary – Report Period: April 2025 – June 2025

CalOptima Health's Board of Directors has authorized $1,236.7 million in funding and investment in programs and strategic initiatives to improve community and member health and wellness. Detailed impact summary reports are attached.

Exhibit 1: Board Approved Initiatives (as of June 30, 2025)

Board-approved Initiatives	INITIATIVE LEADER	Program Status	Payment Status	Board Approved Amount	Spent Amount	Additional Amounts Committed	Amounts Committed[1]	Resource Available[2]	Duration
Community Outreach and Investments									
Adult Expansion Outreach Strategy	Thompson	In progress	Complete	$ 7.6	$ 4.3	$ 2.5	$ 6.8	$ 0.8	01/01/2024 - 06/30/2025
CalFresh and Redetermination Outreach	Thompson	In progress	In Progress	$ 6.0	$ 4.3	$ (0.1)	$ 4.2	$ 1.8	04/04/2024 - 06/30/2025
CalFresh Outreach Strategy	Thompson	Complete	Complete	$ 2.0	$ 2.0	$ (0.0)	$ 2.0	$ 0.0	04/01/2022 - 12/31/2022
CalOptima Health Community Reinvestment Program	Rose	In progress	Not yet started	$ 38.0	$ -	$ -	$ -	$ 38.0	CY 2024
Coalition of OC Community Health Centers	Bruno-Nelson	In progress	In Progress	$ 50.0	$ 24.3	$ 25.7	$ 50.0	$ -	FY 2023 - FY 2027
Garden Grove Recovery Center Development and Maintenance	Bruno-Nelson	In progress	In Progress	$ 10.5	$ 0.7	$ 0.4	$ 1.1	$ 9.4	TBD
General Awareness and Brand Development	Thompson	In progress	In Progress	$ 4.7	$ 4.3	$ 0.0	$ 4.3	$ 0.4	Ongoing
Homeless Health Initiative	Bruno-Nelson	In progress	In Progress	$ 65.9	$ 45.1	$ 19.2	$ 64.3	$ 1.6	Multiple
Housing and Homelessness Incentive Program	Bruno-Nelson	In progress	In Progress	$ 87.4	$ 61.5	$ 11.4	$ 72.9	$ 14.5	Multiple
In-Home Care Pilot Program with the UCI Family Health Center	Dabbah	In progress	Not yet started	$ 2.0	$ -	$ -	$ -	$ 2.0	09/01/2023 - 08/31/2025
Member and Population Health Needs Assessment	Laverdiere	In progress	In Progress	$ 1.3	$ 0.7	$ 0.5	$ 1.2	$ 0.1	02/2023 - 03/2026
Mind OC Grant (Irvine)	Bruno-Nelson	In progress	Complete	$ 15.0	$ 15.0	$ -	$ 15.0	$ -	12/01/2022 - 12/31/2025
Naloxone Distribution Event	Carpenter	Complete	Complete	$ 15.0	$ 12.8	$ 0.2	$ 13.0	$ 2.0	FY 2024
NAMI Orange County Peer Support Program	Katsarov	In progress	In Progress	$ 5.0	$ 2.0	$ 3.0	$ 5.0	$ -	CY 2023 - CY 2027
OneCare Outreach and Engagement Strategy	Thompson	In progress	In Progress	$ 1.2	$ 0.9	$ 0.0	$ 1.0	$ 0.2	04/01/2024 - 06/30/2024
Provider Workforce Development	Laverdiere	In progress	In Progress	$ 50.0	$ 5.5	$ 24.3	$ 29.7	$ 20.3	FY 2024 - FY 2028
Stipend Program for Masters of Social Work	Bruno-Nelson	In progress	Complete	$ 5.0	$ 5.0	$ -	$ 5.0	$ -	FY 2024 - FY 2028
Wellness Prevention Program	Katsarov	In progress	In Progress	$ 2.7	$ 1.2	$ 1.5	$ 2.7	$ -	FY 2024 - FY 2027
Homeless Prevention and Stabilization Pilot Program	Hunn	In progress	Not yet started	$ 0.3	$ 0.0	$ 0.2	$ 0.3	$ -	01/01/2025 - 06/30/2027
OneCare Member Engagement and Education - Star Rating	Sanchez	In progress	Not yet started	$ 0.3	$ -	$ -	$ -	$ -	04/01/2025 - 03/31/2026
Subtotal				*$ 369.8*	*$ 189.7*	*$ 88.8*	*$ 278.5*	*$ 91.0*	
Quality Incentive Programs									
Comprehensive Community Cancer Screening*	Pitts	In progress	In Progress	$ 50.1	$ 6.1	$ 15.9	$ 22.0	$ 28.0	CY 2023 - CY 2027
Dyadic Services Program Academy	Katsarov	In progress	In Progress	$ 1.9	$ 0.9	$ 1.0	$ 1.9	$ 0.0	04/30/2024 - 03/31/2026
Five-Year Hospital Quality Program	Lee	In progress	In Progress	$ 153.5	$ 33.2	$ 120.3	$ 153.5	$ -	CY 2023 - CY 2027
Quality Initiatives from Unearned P4V Program MY2023	Lee	In progress	In Progress	$ 23.3	$ 4.5	$ 11.4	$ 16.0	$ 7.3	FY 2024 - FY 2025
Subtotal				*$ 228.7*	*$ 44.7*	*$ 148.7*	*$ 193.4*	*$ 35.3*	
Infrastructure and Capacity Building									
Digital Transformation Strategy (DTS)[3]	Kim	In progress	In Progress	$ 100.0	$ 70.8	$ 19.4	$ 90.2	$ 9.8	FY 2023 - FY 2027
IGT Administrative Withhold (staff to support IGT Program)*	Laverdiere	In progress	In Progress	$ 2.0	$ 0.8	$ 1.2	$ 2.0	$ -	01/01/2021 - TBD
Medi-Cal Provider Rate Increases	Kim	In progress	In progress	$ 526.2	$ 210.5	$ 315.7	$ 526.2	$ -	07/01/2024 - 12/31/2026
Skilled Nursing Facility Access Program	Dabbah	In progress	Not yet started	$ 10.0	$ -	$ -	$ -	$ 10.0	FY 2024 - FY 2026
Subtotal				*$ 638.2*	*$ 282.1*	*$ 336.3*	*$ 618.4*	*$ 19.8*	
Total				**$ 1,236.7**	**$ 516.5**	**$ 573.8**	**$ 1,090.3**	**$ 146.1**	

[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 deduction of the Amount Commited from the Board Approved Amount
[3] Amounts Committed for DTS are preliminary estimates
[4] Past Supplemental Funding
[5] Amounts Committed for the Hospital Quality Program is based on 100% earnable payout. The actual payout amount is determined based on hospital quality performance.
* Initiatives funded by IGT dollars

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Last Updated: 8/25/2025

Board-Approved Initiative Status and Impact Summary

Report Date:	8/6/2025	**Initiative Name:**	Adult Expansion Outreach Strategy	**Start Date:**	7/1/2024
Reporting Period:	Apr-Jun (Q4)			**End Date:**	6/30/2025
Program Status:	Complete	**Initiative Owner:**	Deanne Thompson	**Approved Amount:**	$7.6 Million
Payment Status:	Complete				

INITIATIVE OVERVIEW

Program Description *(Overview of initiative describing overall goal, purpose, and benefits)*	**Critical updates and next steps** *(e.g. key accomplishments, opportunity to scale or meet goals faster, issues identified and mitigation plan)*
CalOptima Health implemented the Adult Expansion Outreach Strategy to promote awareness and enrollment of eligible adults ages 26-49 into full-scope Medi-Cal, regardless of immigration status, and enrollment in other public assistance programs (i.e., CalFresh).	-Program is complete; funds are fully spent for project needs. - Adult Expansion: Total Spent: $3,711,315 ($1,342,000 Comms; $2,369,315 CR); Total Remaining: $3,210,685 (includes 2nd payment to Community Enrollers). - Multimedia advertising campaign: Spent: $1,342,000; Remaining: $0 - Community Enrollers: Spent $2,016,815; Remaining: $2,563,185 (Half has been paid, pending 2nd payment of $2,286,743 in the coming months; AltaMed withdrew leaving an additional $499,999). - MC Expansion Sponsorship: Spent: $352,500; Remaining: $147,500 [$500,000 mobile unit (project on hold)]. - $0.8m in unspent funds to be reallocated; payment status is complete.

OUTCOMES

Objective *(Results to be achieved by the initiative)*	**Metric** *(Quantifiable measure to track and assess progress)*	**Results** *(Current state or progress)*
Develop a multimedia campaign in Spanish	Number of impressions/media buys	Impressions by media type for Q4: Digital advertising: 2,420,732 Traditional advertising: 102,404,791 No additional spending is planned.
Conduct community outreach and enrollment events	Number of events hosted	38 community events focused on Medi-Cal expansion have been sponsored totaling $365,000 in funding. These events included Community Enrollers for Medi-Cal enrollment/redetermination and CalFresh enrollment, a legal non-profit organization and CalOptima Health.
Increase awareness and enrollment in the Medi-Cal and CalFresh programs, with a focus on outreach to the undocumented population	Number of Community Enrollers	12 organizations were funded to have Community Enrollers for Medi-Cal enrollment/renewals and CalFresh enrollment. We are currently halfway through the funding period. In June 2025, one organization terminated services. 11 organizations are currently continuing services.
Create a communications toolkit to promote Medi-Cal expansion	Completion of communications toolkit	Toolkit materials were posted online at www.caloptima.org/CoverageForAll; materials will be removed since there are federal/state changes planned.
CalOptima Health Mobile Unit	Mobile unit purchased by end of 2024	Project is on hold.

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Board-Approved Initiative Status and Impact Summary

Report Date:	8/15/2025	**Initiative Name:**	CalFresh and Redetermination Outreach	**Start Date:**	2/2/2023
Reporting Period:	Apr-Jun (Q4)			**End Date:**	Ongoing
Program Status:	In Progress	**Initiative Owner:**	Deanne Thompson	**Approved Amount:**	$6.0 Million
Payment Status:	In Progress				

INITIATIVE OVERVIEW

Program Description *(Overview of initiative describing overall goal, purpose, and benefits)*	**Critical updates and next steps** *(e.g. key accomplishments, opportunity to scale or meet goals faster, issues identified and mitigation plan)*
CalOptima Health Outreach Strategy to support Medi-Cal redetermination and enroll potentially eligible CalOptima Health members in the CalFresh program.	Currently being evaluated for potential reallocation of any identified unspent funds.

OUTCOMES

Objective *(Results to be achieved by the initiative)*	**Metric** *(Quantifiable measure to track and assess progress)*	**Results** *(Current state or progress)*
Develop a comprehensive marketing and advertising campaign to promote Medi-Cal redetermination.	Campaign development Number of impressions/media buys	Total Impressions for Q4: Digital: 16,400,172 Traditional: 4,184,128
Collaborate w/ key stakeholders by hosting community events focused on Medi-Cal redetermination and the CalFresh program throughout the county.	Number of community events Number of members served	38 community events focused on Medi-Cal expansion have been sponsored totaling $365,000 funding. These events included Community Enrollers for Medi-Cal enrollment/redetermination and CalFresh enrollment, a legal non-profit organization and CalOptima Health.
Fund Community Enrollers to support members with Medi-Cal renewals and enrollment in CalFresh.	Number of Community Enrollers	12 organizations were funded to have Community Enrollers for Medi-Cal enrollment/renewals and CalFresh enrollment. We are currently halfway through the funding period. In June 2025, one organization terminated services. 11 organizations are currently funded.
Community Enrollers to ensure as many members enroll/retain Medi-Cal coverage throughout the resumption of redetermination.	Number of completed membership enrollment and renewal applications	To date, Community Enrollers have completed 5,022 Medi-Cal applications and 1,802 Medi-Cal renewals.
Community Enrollers to engage members in the communty to provide Medi-Cal renewal assistance and CalFresh enrollment service	Number of community events	Community Enrollers attended 700 additional community events to support Medi-Cal expansion/redetermination and CalFresh.

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CalOptima Health

Community Investment Status Report
Initiative: Community Enrollers

Partner Organization	NOFO Round	Program Title	Program Dates	Program Metrics	Grant Amount	Payments To Date	Grant Status
Abrazar, Inc.	1	Medi-Cal renewal/enrollment and CalFresh enrollment services	10/1/25 - 9/30/26	60 Medi-Cal apps & 20 renewals, & 10 CalFresh apps per Enroller per month	$ 200,000	$ 100,000	In Progress
Camino Health Center	1	Medi-Cal renewal/enrollment and CalFresh enrollment services	10/1/25 - 9/30/26	60 Medi-Cal apps & 20 renewals, & 10 CalFresh apps per Enroller per month	$ 250,000	$ 125,000	In Progress
Community Action Partnership of OC (CAPOC)	1	Medi-Cal renewal/enrollment and CalFresh enrollment services	10/1/25 - 9/30/26	60 Medi-Cal apps & 20 renewals, & 10 CalFresh apps per Enroller per month	$ 365,000	$ 182,500	In Progress
Give for a Smile	1	Medi-Cal renewal/enrollment and CalFresh enrollment services	10/1/25 - 9/30/26	60 Medi-Cal apps & 20 renewals, & 10 CalFresh apps per Enroller per month	$ 233,628	$ 116,814	In Progress
Orange County United Way	1	Medi-Cal renewal/enrollment and CalFresh enrollment services	10/1/25 - 9/30/26	60 Medi-Cal apps & 20 renewals, & 10 CalFresh apps per Enroller per month	$ 354,408	$ 177,204	In Progress
Serve the People Community Health Center	1	Medi-Cal renewal/enrollment and CalFresh enrollment services	10/1/25 - 9/30/26	60 Medi-Cal apps & 20 renewals, & 10 CalFresh apps per Enroller per month	$ 383,020	$ 191,510	In Progress
Vista Community Clinic	1	Medi-Cal renewal/enrollment and CalFresh enrollment services	10/1/25 - 9/30/26	60 Medi-Cal apps & 20 renewals, & 10 CalFresh apps per Enroller per month	$ 207,430	$ 103,715	In Progress
Community Health Initiative of OC (CHIOC)	1	Medi-Cal renewal/enrollment and CalFresh enrollment services	11/1/25 - 10/31/26	60 Medi-Cal apps & 20 renewals, & 10 CalFresh apps per Enroller per month	$ 500,000	$ 250,000	In Progress
Friends of Family Health Center	1	Medi-Cal renewal/enrollment and CalFresh enrollment services	11/1/25 - 10/31/26	60 Medi-Cal apps & 20 renewals, & 10 CalFresh apps per Enroller per month	$ 230.246	$ 115,123	In Progress
Latino Health Access	1	Medi-Cal renewal/enrollment and CalFresh enrollment services	11/1/25 - 10/31/26	60 Medi-Cal apps & 20 renewals, & 10 CalFresh apps per Enroller per month	$ 500.000	$ 250,000	In Progress
Mental Health Association of Orange County	1	Medi-Cal renewal/enrollment and CalFresh enrollment services	11/1/25 - 10/31/26	60 Medi-Cal apps & 20 renewals, & 10 CalFresh apps per Enroller per month	$ 349.593	$ 174,796.50	In Progress
Southland Integrated Services, Inc.	1	Medi-Cal renewal/enrollment and CalFresh enrollment services	11/1/25 - 10/31/26	60 Medi-Cal apps & 20 renewals, & 10 CalFresh apps per Enroller per month	$ 500.000	$ 250,000	In Progress
					$	$	
					$	$	
					$	$	
					$	$	

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CalOptima Health

Board-Approved Initiative Status and Impact Summary

Report Date:	8/6/2025
Reporting Period:	Apr-Jun (Q4)
Program Status:	In Progress
Payment Status:	Complete
Initiative Name:	CalFresh Outreach Strategy
Initiative Owner:	Deanne Thompson
Start Date:	3/3/2022
End Date:	Ongoing
Approved Amount:	$2.0 Million

INITIATIVE OVERVIEW

Program Description *(Overview of initiative describing overall goal, purpose, and benefits)*	**Critical updates and next steps** *(e.g. key accomplishments, opportunity to scale or meet goals faster, issues identified and mitigation plan)*
CalFresh Outreach Strategy is designed to enroll potentially eligible CalOptima Health members in the CalFresh program to promote food security.	Community Relations and Communications has fully spent funds.

OUTCOMES

Objective *(Results to be achieved by the initiative)*	**Metric** *(Quantifiable measure to track and assess progress)*	**Results** *(Current state or progress)*
Develop a comprehensive marketing and advertising campaign to promote enrollment in CalFresh.	Campaign development Number of impressions/media buys	Advertising ads concluded in January 2025. No impressions to report for Q4.
Collaborate w/ key stakeholders by hosting community events focused on the CalFresh program throughout the county.	Number of community events Number of members served	This calendar year, CalOptima Health hosted 4 large scale events that included CalFresh enrollment assistance with the support of Social Services Agency and funded Community Enrollers. At these events, approximately 4,900 members and community members were served.
Produce direct mail promoting the availability of CalFresh benefits.	Number of mailers sent	Communications determined that mailers were not strategically feasible based on feedback from SSA and CalFresh changes. No mailers will be sent.
Increase enrollment in CalFresh program.	Number of members supported by CalFresh	SSA reports a 34% growth in CalFresh enrollment from January 2021 thru May 2024, as compared to statewide enrollment growth of 30.8%. To date, funded Community Enrollers have submitted 2,137 CalFresh applications.

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Board-Approved Initiative Status and Impact Summary

Report Date:	08/14/2025	**Initiative Name:**	CalOptima Health Community Reinvestment (CR) Program	**Start Date:**	11/1/2023
Reporting Period:	Apr-Jun (Q4)			**End Date:**	2024
Program Status:	In Progress	**Initiative Owner:**	Dr. Michaell Rose	**Approved Amount:**	$38.0 Million
Payment Status:	Not Started				

INITIATIVE OVERVIEW

Program Description *(Overview of initiative describing overall goal, purpose, and benefits)*	**Critical updates and next steps** *(e.g. key accomplishments, opportunity to scale or meet goals faster, issues identified and mitigation plan)*
As part of the Comprehensive Quality Strategy and Population Health Management Policy Guide, DHCS is requiring all MCPs to reinvest a portion of their net income into community-driven solutions that address social drivers of health and reduce health disparities as follows: - 5% of the portion of annual net income that is less than or equal to 7.5% of revenue for the year; and - 7.5% of the portion of annual net income that is greater than 7.5% of revenue for the year.	- Launched both internal and external workgroups for Community Reinvestment. - Conducted a review of CY 2024-2025 voluntary investments to ensure they align with and meet the financial obligations for CY 2024. Findings were shared with the internal and external Community Reinvestment Workgroups. - On track to develop and submit CalOptima Health's initial Community Reinvestment Plan to DHCS in Q3 CY 2026. - No new investments planned from the current allocation.

OUTCOMES

Objective *(Results to be achieved by the initiative)*	**Metric** *(Quantifiable measure to track and assess progress)*	**Results** *(Current state or progress)*
Establish Community Reinvestment Program internal and external stakeholder workgroups	Establish internal stakeholder workgroup by Q1 2025 and external stakeholder workgroup by Q3 2025.	Community Reinvestment Internal Workgroup launched March 12, 2025. Community Reinvestment Joint Internal and External Workgroup launched June 3, 2025 and will convene quarterly.
Develop Community Reinvestment Program activities and workplan	Community Reinvestment Program Workplan developed by Q2 2025.	Finalizing the Community Reinvestment Program Workplan. Initial Community Reinvestment plan submission is due to DHCS in Q3 CY 2026.
Obtain stakeholder input on Community Reinvestment through engagement with Member/Provider Advisory Committees	Stakeholder committees convened for community input on investments	Distributed a survey at the April 10, 2025 MAC/PAC meeting to gather feedback on Community Reinvestments. Conducted follow-up engagement to obtain more insights and ensure community perspectives are integrated into ongoing efforts.
Allocate required portion of net income in improving the health and wellbeing of members through locally driven innovations and whole-person approach	% of annual net income reinvested in local communities	Not yet started
	Number of community reinvestment programs implemented	Not yet started

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CalOptima Health

Board-Approved Initiative Status and Impact Summary

Report Date:	8/18/2025	**Initiative Name:**	Coalition of OC Community Health Centers	**Start Date:**	6/1/2022
Reporting Period:	Apr-Jun (Q4)			**End Date:**	6/30/2027
Program Status:	In Progress	**Initiative Owner:**	Kelly Bruno-Nelson	**Approved Amount:**	$50.0 Million
Payment Status:	In Progress				

INITIATIVE OVERVIEW

Program Description *(Overview of initiative describing overall goal, purpose, and benefits)*	**Critical updates and next steps** *(e.g. key accomplishments, opportunity to scale or meet goals faster, issues identified and mitigation plan)*
The Coalition's five-year, $50 million initiative with participating subgrantee community health centers to enhance access, quality, and further strengthen the safety net system across Orange County. The initiative focuses on building capabilities of participating clinics related to data and quality improvement, care delivery, and transitioning towards value-based care.	- As of June 30, 2025 the Coalition has completed the third year of this initiative. There are 27 clinics participating in the program. - A grant agreement amendment was executed that did not change the SOW or total amount of the grant, but did require the submission and approval by CalOptima Health of an annual budget and workplan prior to commencing year four or five work.

OUTCOMES

Objective *(Results to be achieved by the initiative)*	**Metric** *(Quantifiable measure to track and assess progress)*	**Results** *(Current state or progress)*
Provide monitoring, guidance, and support to subgrantee implementation projects from Year 1 to Year 3.	% of planned milestones that have been successfully achieved within the specified timeframe	100% of milestones for year three have been achieved. The partners have established systems to regularly monitor and evaluate health center progress. Participating health centers submit status reports to the consultants on a quarterly basis.
Provide timely technical assistance and support to subgrantees over 5 year grant period.	Number of training workshops, webinars, and sessions conducted	100% complete for year three. IHQC provided semi-annual convenings, populations of focus workshops and webinars, peer groups (bi-monthly starting in 2025) and 1:1 coaching. A total of 16 trainings and at least 6 additional workshops and webinars were provided in year three.
Ensure data collection and reporting compliance over 5 year grant period.	Timely submission of reports by health centers with feedback from technical assistance staff	100% for year three. Standardized quarterly project status reports and project dashboards include tailored feedback loop from IHQC Team.
Build the capacity of Coalition to support health centers in practice transformation and quality improvement from Years 2 to 5.	-Positions outlined in the budget hired -% of Coalition staff completed technical assistance trainings	60% complete and still in progress. There are still a few positions that have yet to be filled. Current staff are actively participating in training programs led by IHQC. Staff also completed the Patient Centered Medical Home training.
Support health center staff in development of value-based quality improvement and data strategic plans.	Creation of health center VBC strategic plans	50% complete and still in progress. Developmental work has been conducted with several health centers and has revealed a need for clearer QI frameworks. These learnings will be accounted for as plans for each health center are developed in the coming program years.

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Board-Approved Initiative Status and Impact Summary

Report Date:	8/19/2025
Reporting Period:	Apr-Jun (Q4)
Program Status:	In Progress
Payment Status:	In Progress

Initiative Name:	Garden Grove Recovery Center Development and Maintenance
Initiative Owner:	Dr. Kelly Bruno-Nelson

Start Date:	9/1/2023
End Date:	TBD
Approved Amount:	$10.5 Million

INITIATIVE OVERVIEW

Program Description *(Overview of initiative describing overall goal, purpose, and benefits)*	**Critical updates and next steps** *(e.g. key accomplishments, opportunity to scale or meet goals faster, issues identified and mitigation plan)*
The Street Medicine Support Center is a service-enriched supportive housing facility focused on providing individuals enrolled in the Garden Grove Street Medicine Program with continued medical wraparound services, housing navigation, and Enhanced Care Management. These services will assist in retaining housing, improving health status, and maximizing the ability to live and (if applicable) work in the community. There will be 50 furnished, private rooms and an outdoor space for socialization and overall mental wellness.	- Held meeting with the City of Garden Grove to discuss timeline for plan submittal. - Design development phase complete June 2025 with construction documents submitted to the City of Garden Grove planning department by July 2025.

OUTCOMES

Objective *(Results to be achieved by the initiative)*	**Metric** *(Quantifiable measure to track and assess progress)*	**Results** *(Current state or progress)*
Secure architectural firm and complete design and plan approval process	Firm contracted and plans approved by City of Garden Grove	Architect contracted. Construction documents scheduled for submission to the City of Garden Grove in July 2025.
Complete construction	Certificate of Occupancy secured date	Once the construction documents are submitted and approved, start the process of identifying a general contractor and create a construction timeline including a completion date.
Secure a provider	Contract with provider successfully executed	Process of securing a provider to begin once the construction timeline is developed.

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Board-Approved Initiative Status and Impact Summary

Report Date:	8/15/2025	**Initiative Name:**	General Awareness and Brand Development	**Start Date:**	4/1/2023
Reporting Period:	Apr-Jun (Q4)			**End Date:**	6/30/2026
Program Status:	In Progress	**Initiative Owner:**	Deanne Thompson	**Approved Amount:**	$4.7 Million
Payment Status:	In Progress				

INITIATIVE OVERVIEW

Program Description *(Overview of initiative describing overall goal, purpose, and benefits)*	**Critical updates and next steps** *(e.g. key accomplishments, opportunity to scale or meet goals faster, issues identified and mitigation plan)*
To create and implement a General Awareness and Brand Development campaign that will support enhanced recognition of CalOptima Health's key role in the community, improve understanding of our values and vision, and better reach our members.	The launch of all new assets was completed in Q2 of FY25, including print, digital, outdoor and TV formats. New executions were completed during this reporting period, including advertisements at gas pump locations and the Orange County Fair.

OUTCOMES

Objective *(Results to be achieved by the initiative)*	**Metric** *(Quantifiable measure to track and assess progress)*	**Results** *(Current state or progress)*
Brand platform development and consulting	Research, strategy, brand messaging and design platforms, brand concept and guidelines	- In FY25, $30,000 was spent in professional fees for monthly reporting.
Campaign creation and execution	Media plan, campaign development and campaign production	- Original campaign assets/ads were completed in FY23. - Refreshed campaign creatives were developed Jul-Sep 2024 for print and digital media ads (TV/video, digital banner and social media ads) in partnership with Maricich Health.
Campaign media buys	Media placements, monitoring and reporting	- Original media plan was developed in FY23 and executed in FY23 (Q4) and FY24. - Additional funds were granted for use in FY25 and FY26. - Media spend for FY25 was $875,714.

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Board-Approved Initiative Status and Impact Summary

Report Date:	8/18/2025
Reporting Period:	Apr-Jun (Q4)
Program Status:	In Progress
Payment Status:	In Progress

Initiative Name:	Homeless Health Initiative
Initiative Owner:	Dr. Kelly Bruno-Nelson

Start Date:	2019
End Date:	TBD
Approved Amount:	$61.7 Million

INITIATIVE OVERVIEW

Program Description *(Overview of initiative describing overall goal, purpose, and benefits)*	Critical updates and next steps *(e.g. key accomplishments, opportunity to scale or meet goals faster, issues identified and mitigation plan)*
The Homeless Health Initiative (HHI) began in 2019 when the Board of Directors established a fund to support programs that improved the health of members experiencing homelessness. This fund has supported many projects and programs and continues to support the Homeless Clinic Access Program (HCAP), Outreach and Engagement, and Street Medicine project. Overall, it is helping to increase access to medical services for our members.	- The Street Medicine program is currently operational in three cities: Garden Grove, Costa Mesa and Anaheim. The team sought board approval to expand the program to one new city in 2025 and Santa Ana was selected. An RFP was released for the service provider for the Santa Ana program and that selection will occur in Q3 of 2025. - HCAP continues to operate at 9 shelter sites through the partnership of five local community clinics and homeless shelter operators. It is currently being evaluated for potential reallocation of any identified unspent funds.

OUTCOMES

Objective *(Results to be achieved by the initiative)*	Metric *(Quantifiable measure to track and assess progress)*	Results *(Current state or progress)*
Develop two new programs and/or services to meet the unique needs of our members experiencing homelessness.	Program implementation	Street Medicine and HCAP continue to be offered to the Orange County CalOptima Health membership experiencing homelessness.
Provide 200 participants with point of care service through each of the Garden Grove, Anaheim and Costa Mesa Street Medicine programs.	Number of members served	A total of 796 people were served between the three teams.
Connect 90% of members served through the Garden Grove Street Medicine program to enhanced care management and community supports.	Percent of members connected	A total of 95% were connected to ECM and community supports.
Connect 80% of members served through the Garden Grove Street Medicine program to a primary care physician (PCP).	Percent of members connected	A total of 89% were connected to a PCP.
Connect 25% of members served through the Garden Grove Street Medicine program to housing.	Percent of members connected	A total of 13% have been connected to housing.

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Board-Approved Initiative Status and Impact Summary

Report Date:	
Reporting Period:	Jan-Mar (Q3)
Program Status:	In Progress
Payment Status:	In Progress

Initiative Name:	Homeless Health Initiative
Initiative Owner:	Dr. Kelly Bruno-Nelson

Start Date:	2019
End Date:	TBD
Approved Amount:	$61.7 Million

INITIATIVE OVERVIEW

Program Description *(Overview of initiative describing overall goal, purpose, and benefits)*	Critical updates and next steps *(e.g. key accomplishments, opportunity to scale or meet goals faster, issues identified and mitigation plan)*
The Homeless Health Initiative (HHI) began in 2019 when the Board of Directors established a fund to support programs that improved the health of members experiencing homelessness. This fund has supported many projects and programs and continues to support the Homeless Clinic Access Program (HCAP), Outreach and Engagement, and Street Medicine project. Overall, it is helping to increase access to medical services for our members.	- The Street Medicine program is currently operational in three cities: Garden Grove, Costa Mesa and Anaheim. The team sought board approval to expand the program to one new city in 2025 and Santa Ana was selected. An RFP was released for the service provider for the Santa Ana program and that selection will occur in Q3 of 2025. - HCAP continues to operate at 9 shelter sites through the partnership of five local community clinics and homeless shelter operators. It is currently being evaluated for potential reallocation of any identified unspent funds.

OUTCOMES

Objective *(Results to be achieved by the initiative)*	Metric *(Quantifiable measure to track and assess progress)*	Results *(Current state or progress)*
Increase access to primary and preventative care services for members experiencing homelessness.	Number of HCAP visits conducted across the nine program sites.	In Q2 of 2025, 1,926 visits were conducted with members across the nine HCAP sites.

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Board-Approved Initiative Status and Impact Summary

Report Date:	08/18/20	**Initiative Name:**	Housing and Homelessness Incentive Program	**Start Date:**	04/01/2025
Reporting Period:	Apr-Jun (Q4)			**End Date:**	TBD
Program Status:	In Progress	**Initiative Owner:**	Dr. Kelly Bruno-Nelson	**Approved Amount:**	$87.4 Million
Payment Status:	In Progress				

INITIATIVE OVERVIEW

Program Description *(Overview of initiative describing overall goal, purpose, and benefits)*	**Critical updates and next steps** *(e.g. key accomplishments, opportunity to scale or meet goals faster, issues identified and mitigation plan)*
HHIP is a voluntary program that aimed to improve health outcomes and access to whole person care services by addressing housing insecurity and instability for the Medi-Cal population. Through this program, CalOptima Health earned $72.9 million of the $83 million for which it was eligible. These funds have been and will continue to be invested into the community to improve the experience of members at-risk for and experiencing homelessness.	- Staff continue to steward 54 active grant projects/agreements that are geared toward improving service to our members experiencing homelessness, including those that increase provider service capacity, support the development of housing projects, and seek to influence systems change. - HHIP Notice of Funding Opportunity Round 4 was released in January 2025 and applications were due in March. Funding was available for systems change and for equity grants to organizations working to resolve social issues for members at risk for homelessness. A total of 27 eligible applications were received across the two funding priorities. Staff brought funding recommendations to the board in June 2025, and two systems change and four equity grants were awarded.

OUTCOMES

Objective *(Results to be achieved by the initiative)*	**Metric** *(Quantifiable measure to track and assess progress)*	**Results** *(Current state or progress)*
Address housing insecurity and instability among Medi-Cal members.	Earn $83.7M in incentives	Earned $73M of the total incentive.
	Percentage increase / increased number of housed members among unhoused members	Increased percentage and number of unhoused members housed from 1.3% in June 2022 to 34.3% as of October 2023, representing 3,585 members. We are improving the internal algorithm used to calculate this so that we can generate new statistics on the impact of these investments.
	Percentage of members that stayed stably housed	Of members experiencing homelessness in early 2023 that were connected to housing, 69% remained housed through April 2024 (the next measurement period).
Expend all funds contributed to this effort.	Number of grant awards	130 grant awards have been made and are in various stages of implementation.

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Housing and Homeless Incentive Program Capital Investments: Status Report

Partner Organization (this column repeats on the next page)	HHIP NOFO Round	Address	SPA	Contract Execution Date	Contract End Date	Total Contract/ Agreement Amount
City of Anaheim - Housing and Community Development Department	2	9150 E. Orangewood Ave. Anaheim, CA 92802	North	12/1/2023	12/1/2024	$1,500,000.00
Community Action Partnership OC	1	10821, 10786, 10782, 10881 Garza Ave. (Senior Duplex units A and B), Anaheim, CA 92802 9301 Katella Ave. (Duplex units A and B), Anaheim, CA 92804	North	4/1/2023	3/31/2024	$98,340.00
The Salvation Army Orange County	1	1401 S. Salvation Pl., Anaheim, CA 92805	North	6/1/2023	3/31/2024	$4,100,000.00
Jamboree Housing Corporation	2	1108 N. Harbor Blvd., Santa Ana, CA 92703	Central	12/1/2023	12/1/2024	$4,721,241.00
National Community Renaissance of California	2	1314 N. Angelina Dr., Placentia, CA 92870	North	12/1/2023	12/1/2024	$1,334,677.00
WISEPlace	2	23240 Orange Ave. #4, Lake Forest, CA 92630	South	12/1/2023	11/30/2025	$1,000,000.00
Pathways of Hope OC	1	504/506 W. Amerige Ave., Fullerton, CA 92832	North	4/1/2023	3/30/2025	$1,500,000.00
Mercy Housing California	2	480 S. Batavia St., Orange, CA 92868	North	12/1/2023	12/1/2025	$1,500,000.00
Golden State Recuperative Care	3	150 Cecil Place, Costa Mesa, CA 92627	Central	6/1/2024	5/31/2034	$3,500,000.00
Mind OC/Be Well OC	3	7800 Marine Way, Irvine, CA 92618	South	6/1/2024	-	$5,000,000.00
Shelter Providers of Orange County, Inc., DBA HomeAid Orange County	2	617, 625, 637 W. La Veta Ave., Orange, CA 92686	North	12/1/2023	12/31/2025	$1,400,000.00
Illumination Foundation	2	918 N. Bewley St., Santa Ana, CA 92703	Central	12/1/2023	11/30/2025	$3,000,000.00
Community Development Partners	2	2274 Newport Blvd., Costa Mesa, CA 92627	Central	1/1/2024	12/31/2025	$8,000,000.00
Kingdom Causes dba City Net	2	2715 E. La Veta Ave., Orange, CA 92869	North	12/1/2023	6/30/2026	$1,337,170.49
Friendship Shelter	1	2435 S. El Camino Real, San Clemente, CA 92672	South	4/1/2023	9/30/2025	$3,850,000.00
Anaheim Housing Authority	2	1251 N. Harbor Blvd., Anaheim, CA 92801	North	12/1/2023	12/1/2025	$3,878,420.00
City of Yorba Linda	2	5086 Avocado Circle, Yorba Linda, CA 92886	North	12/1/2023	12/1/2024	$3,100,000.00
Families Forward	2	1852 San Juan St., Tustin, CA 92780	Central	12/1/2023	12/1/2025	$2,500,000.00
American Family Housing	1	15081 Jackson St., Midway City, CA 92655 1400 Bristol St., Costa Mesa, CA 92626	Central	6/1/2023	3/31/2028	$2,951,660.00
The Eli Home, Inc.	2	3175 W. Ball Road, Anaheim, CA 92804	North	12/1/2023	12/1/2026	$5,000,000.00
City of Anaheim/Anaheim Housing Authority	1	120 S. State College Blvd., Anaheim, CA 92806	North	5/1/2023	4/30/2026	$2,000,000.00
Korean Community Services dba KCS Health Center	1	13091 Galway St., Garden Grove, CA 92844	Central	4/1/2023	3/31/2026	$2,500,000.00
Hart Community Homes	3	220 N. Lemon St., Fullerton, CA 92832	North	6/1/2024	5/31/2034	$4,000,000.00
Illumination Foundation	3	3708 W. Washington St., Santa Ana, CA 92703	Central	6/1/2024	5/31/2034	$3,500,000.00
Casa Youth Shelter	3	10935 Reagan St., Los Alamitos, CA 90720	North	8/1/2024	7/31/2034	$4,000,000.00
Orange County Housing Finance Trust	1	N/A as these ADUs will be cross-county	ALL	5/1/2023	-	$4,000,000.00
C&C Development	2	7101 Lincoln Ave., Buena Park, CA 90620	North	1/1/2024	12/1/2026	$8,000,000.00
City of Brea	2	323 N. Brea Blvd., Brea, CA 92821	North	12/1/2023	12/1/2027	$6,028,491.51

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CalOptima Health

Housing and Homeless Incentive Program Capital Investments: Status Report

Partner Organization	Projected Completion Date	Number of Units Proposed	Number of Units Completed	Previous Site Visit Dates	Next Site Visit Dates	Total Payments To Date	Total Payments Remaining	Grant Open or Closed
City of Anaheim - Housing and Community Development Department	12/30/2023	102	102	10/22/2024	N/A	$1,500,000	$0	Closed
Community Action Partnership OC	3/31/2024	5	5	3/31/2024	N/A	$98,340	$0	Closed
The Salvation Army Orange County	3/31/2024	72	72	6/22/2023	N/A	$4,100,000	$0	Closed
Jamboree Housing Corporation	3/31/2024	91	91	11/20/2024	N/A	$4,721,241	$0	Closed
National Community Renaissance of California	7/30/2024	65	65	5/13/2024	N/A	$1,334,667	$0	Closed
WISEPlace	11/30/2025	5		3/19/2025	9/1/2025	$1,000,000	$0	Open
Pathways of Hope OC	12/31/2024	14	14	9/25/2024	N/A	$1,500,000	$0	Closed
Mercy Housing California	1/30/2025	50	50	12/9/2024	N/A	$1,500,000	$0	Closed
Golden State Recuperative Care	3/31/2026	30		5/8/2025	11/1/2025	$2,000,000	$1,500,000	Open
Mind OC/Be Well OC	-	-	-	-	-	$0	$0	Cancelled
Shelter Providers of Orange County, Inc., DBA HomeAid Orange County	12/31/2025	6		5/6/2025	7/16/2025	$1,400,000	$0	Open
Illumination Foundation	11/30/2025	11		11/7/2024	8/30/2025	$3,000,000	$	Open
Community Development Partners	12/31/2025	87		5/8/2025	11/1/2025	$8,000,000	$0	Open
Kingdom Causes dba City Net	6/30/2026	20		4/21/2025	10/15/2025	$1,337,170	$0	Open
Friendship Shelter	9/30/2025	11		3/19/2025	7/31/2025	$3,850,000	$0	Open
Anaheim Housing Authority	9/30/2025	89		5/13/2025	11/15/2025	$3,878,420	$0	Open
City of Yorba Linda	9/30/2025	66	67	11/13/2024	N/A	$3,100,000	$0	Closed
Families Forward	11/1/2025	8		5/19/2025	12/1/2025	$2,500,000	$0	Open
American Family Housing	3/31/2028	111		10/31/2024	8/30/2025	$2,951,660	$0	Open
The Eli Home, Inc.	2/1/2026	11		6/25/2025	12/30/2025	$5,000,000	$0	Open
City of Anaheim/Anaheim Housing Authority	3/31/2026	32		5/13/2025	11/15/2025	$2,000,000	$0	Open
Korean Community Services dba KCS Health Center	3/31/2026	100		5/6/2025	11/1/2025	$2,500,000	$0	Open
Hart Community Homes	5/30/2026	20		5/8/2025	11/1/2025	$0	$4,000,000	Open
Illumination Foundation	5/30/2026	30		3/26/2025	8/30/2025	$1,895,575	$1,604,425	Open
Casa Youth Shelter	7/31/2026	14		3/6/2025	10/1/2025	$0	$4,000,000	Open
Orange County Housing Finance Trust	-	-	-	11/30/2023	N/A	$0	$0	Cancelled
C&C Development	1/30/2027	55		4/22/2025	10/15/2025	$8,000,000	$0	Open
City of Brea	5/31/2027	40	40	5/29/2025	11/15/2025	$6,028,492	$0	Open
		1215	463					

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Board-Approved Initiative Status and Impact Summary

Report Date:	8/22/2025	**Initiative Name:**	In-Home Care Pilot Program	**Start Date:**	9/1/2023
Reporting Period:	Apr-Jun (Q4)			**End Date:**	8/31/2025
Program Status:	In Progress	**Initiative Owner:**	Dr. Zeinab Dabbah	**Approved Amount:**	$2.0 Million
Payment Status:	Not Started				

INITIATIVE OVERVIEW

Program Description *(Overview of initiative describing overall goal, purpose, and benefits)*	**Critical updates and next steps** *(e.g. key accomplishments, opportunity to scale or meet goals faster, issues identified and mitigation plan)*
CalOptima Health has contracted with UCI to partner with home-based care Dispatch Health services to provide services to CalOptima Health members assigned to a UCI FQHC with acute medical needs. The program provides same-day high acuity care, focused medical intervention within 24 to 72 hours post discharge, and hospital-at-home alternative care in lieu of hospitalizations.	- Received annual report (Jan 2024-Jun 2025); see metrics results reported below, with a total of 385 CalOptima Health members served from program start through Q2 2025. - CalOptima Health/UCI Health Center check-in meeting scheduled in August 2025 to discuss ongoing program status, utilization, and next steps.

OUTCOMES

Objective *(Results to be achieved by the initiative)*	**Metric** *(Quantifiable measure to track and assess progress)*	**Results** *(Current state or progress)*
Improve access to in-home acute care	Number of members seen in in-home acute care	385 members seen in in-home acute care that were referred by UCI FQHCs *Data is from Jan 2024 - Jun 2025
Reduce emergency department (ED) visits by 20%	Percentage of members seen through in-home acute care instead of ED	219 members seen in in-home care acute care *Data is from Jan 2024 - Jun 2025
Achieve utilization of Dispatch Health by at least 10%	911 Diversion Rate	24.5% of members were diverted to Dispatch Health in place of 911 service *Data is from Jan 2024 - Jun 2025
Reduce hospital observation stay by 10%	Observation Diversion Rate	5.8% of members seen by Dispatch Health were observed in ED *Data is from Jan 2024 - Jun 2025
Reduce hospital admission by 10%	Hospital Diversion Rate	3.4% reduction of hospital admission for members seen by Dispatch Health *Data is from Jan 2024 - Jun 2025

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Board-Approved Initiative Status and Impact Summary

Report Date:	8/6/2025	**Initiative Name:**	Member and Population Health Needs Assessment	**Start Date:**	3/14/2025
Reporting Period:	Apr-Jun (Q4)			**End Date:**	2/15/2026
Program Status:	In Progress	**Initiative Owner:**	Donna Laverdiere	**Approved Amount:**	$1.3 Million
Payment Status:	In Progress				

INITIATIVE OVERVIEW

Program Description *(Overview of initiative describing overall goal, purpose, and benefits)*	**Critical updates and next steps** *(e.g. key accomplishments, opportunity to scale or meet goals faster, issues identified and mitigation plan)*
Conduct a comprehensive Member and Population Health Needs Assessment (MPHNA) and Health Equity Asset Mapping (HEAM) to assess the whole-person health needs and preferences of CalOptima Health members, inform the development of programs and strategic approaches and to meet the requirements of the Community Reinvestment program.	1) Provider surveys to launch in July 2025 2) Member surveys to launch in early fall 2025 3) Focus groups/interviews to launch in Q4 2025 4) Ongoing stakeholder engagement with Member and Provider Advisory committees, WCM Committee, Health Network Forum, Community Clinic Forum, and Population Health Collaborative w/ OCHCA

OUTCOMES

Objective *(Results to be achieved by the initiative)*	**Metric** *(Quantifiable measure to track and assess progress)*	**Results** *(Current state or progress)*
Support meeting the requirements of DHCS population health initiatives, e.g., Population Health Management Strategy, (PNA), and Medi-Cal Transformation initiatives.	Deployment of MPHNA	- Preparing provider survey to launch in July - Awaiting membery survey materials approval from DHCS
Identify trends and opportunities in population health and social needs of CalOptima Health members.	MPHNA report findings produced	- Began analysis of secondary data by vendor NORC
Identify assets and resources avaliable in the community and conduct gap analysis.	Detailed community asset mapping and list of community investment opportunities through an interactive dashboard produced	TBD - not yet started
Develop recommendations for interventions based on assessment findings.	Final report with actionable strategies and recommendations developed and presented	TBD - not yet started. Report planned to be completed in Q1 2026.

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CalOptima Health

Board-Approved Initiative Status and Impact Summary

Report Date:	8/5/2025
Reporting Period:	Apr-Jun (Q4)
Program Status:	In Progress
Payment Status:	Complete

Initiative Name:	Mind OC Grant (Irvine)
Initiative Owner:	Kelly Bruno-Nelson

Start Date:	12/1/2022
End Date:	7/31/2025 (extension)
Approved Amount:	$15.0 Million

INITIATIVE OVERVIEW

Program Description *(Overview of initiative describing overall goal, purpose, and benefits)*	**Critical updates and next steps** *(e.g. key accomplishments, opportunity to scale or meet goals faster, issues identified and mitigation plan)*
Mind OC received grant funding to support the construction of the second Be Well OC Campus in Irvine, CA to provide mental health and substance abuse services to all, regardless of payer. The first phase of campus development will include 75,000 sq ft. of crisis care, outpatient and residential/short term treatment options. The services are planned to support a full continuum of care needs, and will offer programs for adults, adolescents, and families (through wraparound supports).	- CalOptima conducted site visit on 5/20/25. - Construction delays have been reported due to external dependencies resulting in request for contract amendment to extend term through 12/31/25; ongoing monitoring and mitigation planning in progress. - Remaining funds are being disbursed on a monthly basis; disbursed 5 of 8 monthly payments on 6/10/25.

OUTCOMES

Objective *(Results to be achieved by the initiative)*	**Metric** *(Quantifiable measure to track and assess progress)*	**Results** *(Current state or progress)*
Complete Package 1: Site Readiness activities, to prepare site for the construction of 75,000 square feet of the Be Well Irvine Campus – Phase 1	% of site readiness activities completed and scheduled	100% completed: Demolition, abatement, rough grading and future building pads completed by August 2023.
Complete Package 2 construction for Be Well OC Irvine Campus, and buildings ready for phased operational go-live.	% of building construction based on procurement and construction schedule	- 90% complete: completion of permanent power connection; landscaping was nearly completed throughout the site; interior details continue to be finalized. - Delays in construction activities; discussion in process for contract amendment to extend term through 12/31/2025; ongoing monitoring in process.
Align public and private funding to execute on the capital financing needed for Phase 1 development, for a total of $86 million.	$ amount of secured capital financing for funding Phase 1 development	100% completed: $82.7M in cash; $3.2M secure via fund flow contract with County of Orange.
Facilitate the process of provider selection and contracting for service provision at the Campus (OPTIONAL)	% completion of selection process and contracting for service providers	Objective is no longer applicable as the Orange County Health Care Agency terminated the Master Service Agreement with MindOC, and is now leading the effort to select providers.

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Board-Approved Initiative Status and Impact Summary

Report Date:	8/6/2025
Reporting Period:	Apr-Jun (Q4)
Program Status:	Complete
Payment Status:	Complete

Initiative Name:	Naloxone Distribution Event
Initiative Owner:	Veronica Carpenter

Start Date:	07/01/23
End Date:	07/01/25
Approved Amount:	$15.0 Million

INITIATIVE OVERVIEW

Program Description *(Overview of initiative describing overall goal, purpose, and benefits)*	Critical updates and next steps *(e.g. key accomplishments, opportunity to scale or meet goals faster, issues identified and mitigation plan)*
The Naloxone Distribution initiative aims to increase access to Naloxone for members, with the goal of reversing fentanyl and opioid overdoses and saving lives.	- CalOptima Health has fully distributed 250,000 boxes of Naloxone via events and mail order option. Program is complete. - $2.0 m in unspent funds approved for reallocation/return to funding source. Payment is complete.

OUTCOMES

Objective *(Results to be achieved by the initiative)*	Metric *(Quantifiable measure to track and assess progress)*	Results *(Current state or progress)*
Purchase 250,000 doses of naloxone for distribution	Purchase Kloxxado (8 ml prescription-strength naloxone)	250,000 boxes of Naloxone were purchased and have been fully distributed in the community.
Conduct events and community outreach to distribute naloxone to members	Offer naloxone at community events in various places throughout the county	CalOptima Health hosted 1 member distribution event and two provider/community-based organization distribution events. Naloxone distribution was also included in 10+ community events hosted by CalOptima Health.
Engage providers, community organizations, city governments, public agencies, school districts and others in helping to distribute naloxone to members	Create a process for providers and other partners to obtain the naloxone using a distribution agreement	CalOptima Health established a mail order option and has fully distibuted the full supply of Naloxone.
Create a training video and communications resources to promote naloxone distribution and education	Develop sharable resources for communications and education	Communications developed a Naloxone toolkit and campaign to promote our Naloxone efforts. The toolkit included "How to Administer Naloxone" and FAQs for members, providers and commmunty stakeholders' use.
Establish a partnership with recovery coalitions to provide access to Naloxone	Offer an ongoing and routine allocation of Naloxone for members who are affiliated with a recovery coaltion.	CalOptima Health established a relationship with the Recovery Coalition to distribute Naloxone in the community.

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Board-Approved Initiative Status and Impact Summary

Report Date:	8/13/2025	**Initiative Name:**	NAMI Orange County Peer Support Program	**Start Date:**	1/1/2023
Reporting Period:	Apr-Jun (Q4)			**End Date:**	12/31/2027
Program Status:	In Progress	**Initiative Owner:**	Carmen Katsarov	**Approved Amount:**	$5.0 Million
Payment Status:	In Progress				

INITIATIVE OVERVIEW

Program Description *(Overview of initiative describing overall goal, purpose, and benefits)*	**Critical updates and next steps** *(e.g. key accomplishments, opportunity to scale or meet goals faster, issues identified and mitigation plan)*
NAMI pairs trained Peer Support Mentors with CalOptima Health members to provide tailored, social support and resource navigation from hospital inpatient stay/emergency room visit to six months post-discharge. Peer Support Mentors support members in scheduling and attending follow-up primary care appointments (especially post-discharge).	- Amendment was processed to allow budget reallocation; indicated no change in overall budget and scope of work, and no impact to goals/objectives. - Released #4 payment disbursement based on approved semi-annual progress report #3 in June.

OUTCOMES

Objective *(Results to be achieved by the initiative)*	**Metric** *(Quantifiable measure to track and assess progress)*	**Results** *(Current state or progress)*
Facilitate behavioral health transitions from hospital to home/community	Facilitate behavioral health transitions for 65% of those who are referred to the program (N=eligible members referred from hospital or ED). Success = 2+ months	In progress to update process to include FQHC partnership and CalOptima Health partnership referrals as only ED contract currently is with Hoag. As of June, current FQHC partnership in progress to adapt program.
Support behavioral health integration through Peer facilitating member connection to ECM.	NAMI Peer program, connect 75% of members eligible for ECM who aren't already receiving the benefit (i.e., the member receives an authorization for ECM)	As of May 2025, referral to ECM only given to eligible participants. Expanding ECM partnerships. -June 2025: 12 participants engaged in services while 14 are contemplating -May 2025: 12 participants engaged in services, 4 of which are 4/2025 referrals
Improve CalOptima Health's HEDIS FUM1 measure	For members who are referred to the program, 85% achieve a follow-up appointment either 7 or 30 days after hospital or ED discharge	Current ED contract with Hoag. In progress to update current process due to challenges with discharged participants no longer interested in program/perceive services no longer needed.
Reduce readmissions at psychiatric hospital through family and resource connection	25% reduction in psychiatric hospital admissions for members referred from the ED and having completed the program	Started May 2025. Results to be shared at next semi-annual report due 11/30/25.
	25% reduction in psychiatric hospital re-admissions for members referred during an inpatient stay *Establish baseline during year 1*	Started May 2025. Results to be shared at next semi-annual report due 11/30/25.

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Board-Approved Initiative Status and Impact Summary

Report Date:	8/21/2025
Reporting Period:	Apr-Jun (Q4)
Program Status:	In Progress
Payment Status:	Not Started

Initiative Name:	OneCare Member Engagement and Education - Star Rating
Initiative Owner:	Javier Sanchez

Start Date:	06/26/2025
End Date:	06/30/2026
Approved Amount:	$300,000

INITIATIVE OVERVIEW

Program Description *(Overview of initiative describing overall goal, purpose, and benefits)*	Critical updates and next steps *(e.g. key accomplishments, opportunity to scale or meet goals faster, issues identified and mitigation plan)*
The goal of the OneCare Member Engagement and Education initiative is to develop a comprehensive outreach and engagement plan to maximize current OneCare members' engagement in order to improve OneCare star ratings. (Note: this is a pilot with a target of reaching 500 OneCare members.)	- Contract with Wider Circle executed on 6/26/2025. Next steps: project kickoff, data development and delivery to Wider Circle, outeach/recruitment and development of engagement groups that will encourage and support the members to complete health-related activities.

OUTCOMES

Objective *(Results to be achieved by the initiative)*	Metric *(Quantifiable measure to track and assess progress)*	Results *(Current state or progress)*
Annual Wellness Visit completion rate to improve.	Must improve from current rate of 36% to 66% or greater for the target population.	Not started
OneCare member attrition rate to be reduced.	Must improve from current voluntary disenrollment rate of 12.07% to 10-12% for the target population.	Not started
Health Risk Assessment completion rate to improve.	Must improve from current rate of 65% to 70% or greater for the target population.	Not started

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Board-Approved Initiative Status and Impact Summary

Report Date:	8/15/2025	**Initiative Name:**	OneCare Outreach and Engagement Strategy	**Start Date:**	07/01/2024
Reporting Period:	Apr-Jun (Q4)			**End Date:**	6/30/2025
Program Status:	Complete	**Initiative Owner:**	Deanne Thompson	**Approved Amount:**	$1.0 Million
Payment Status:	In Progress				

INITIATIVE OVERVIEW

Program Description *(Overview of initiative describing overall goal, purpose, and benefits)*	**Critical updates and next steps** *(e.g. key accomplishments, opportunity to scale or meet goals faster, issues identified and mitigation plan)*
Expansion of the CalOptima Health OneCare outreach and engagement strategy to enroll and retain eligible CalOptima Health members who are also enrolled in Medicare.	Funds are fully allocated - outcomes are included below.

OUTCOMES

Objective *(Results to be achieved by the initiative)*	**Metric** *(Quantifiable measure to track and assess progress)*	**Results** *(Current state or progress)*
Increase outreach for CalOptima Health OneCare through continuous and heavy presence in the market with a full range of advertising tactics.	Number of media buys	For Q4, we launched out-of-home, place-based ads at senior centers, pharmacies, clinics/point-of-care, grocery stores, Walmart stores, Western Union locations, restaurants, retail/recreation centers and digital bulletins. In all, the campaign was featured in 200 locations, plus over 800 programmatic digital screens.
Retain existing CalOptima Health OneCare members with targeted mailings.	Number of members retained	In FY24 we sent two retention mailers to members, which resulted in decreased disenrollment (i.e. increased retention) of 8.5% and 5.9%, respectively for April 2024 and June 2024.
Increase direct mail outreach to prospective OneCare members by customizing messages and segmenting the mailing.	Number of mailers sent to three segmented audiences (fee-for-service members, members of another Medicare Advantage plan, former OneCare members)	This strategy was implemented in October 2024 with FY25 budget funds and in coordination with the new campaign roll out.

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Board-Approved Initiative Status and Impact Summary

CalOptima Health

Report Date:	8/13/2025	**Initiative Name:**	Provider Workforce Development	**Start Date:**	12/1/2023
Reporting Period:	Apr-Jun (Q4)			**End Date:**	FY 2028-2029
Program Status:	In Progress	**Initiative Owner:**	Donna Laverdiere	**Approved Amount:**	$50.0 Million
Payment Status:	In Progress				

INITIATIVE OVERVIEW

Program Description *(Overview of initiative describing overall goal, purpose, and benefits)*	**Critical updates and next steps** *(e.g. key accomplishments, opportunity to scale or meet goals faster, issues identified and mitigation plan)*
The Provider Workforce Development Initiative was approved to close gaps in Orange County ’ s health care workforce and increase access to high-quality, equitable care for CalOptima Health members. The five initiatives include: educational investments to increase supply of health care professionals (non-physician), the Workforce Training & Development Innovation Fund, the Physician Recruitment Incentive Program, the Physician Loan Repayment Program, and the Orange County Health Care Workforce Development Collaborative.	- Ongoing progress monitoring for WFD round 1 grantees (educational institutions); completed semi-annual check-ins with grantees. - Ongoing progress monitoring for WFD round 2 grantees (behavioral health); planning for first quarterly check-ins with grantees. - Released an RFP for a contractor/organization to support the OC Health Care Workforce Development Collaborative.

OUTCOMES

Objective *(Results to be achieved by the initiative)*	**Metric** *(Quantifiable measure to track and assess progress)*	**Results** *(Current state or progress)*
Implement Educational investments to increase supply of health care professionals (non-physician)	Number of health professionals in an educational program and/or receiving financial support	- Projected 1,000 health professionals, including nursing, physician assistant, and allied health student recipients by end of 2029
Launch Workforce Training & Development Innovation Fund	Number of behavioral heath care professionals receiving training and/or development	Approximately 800 total behavioral students/health professionals recipients by end of 2029
Implement Physician Recruitment Incentive Program	Number of physicians recruited to close network gaps	TBD - Not started
Implement Physician Loan Repayment Program	Number of physicians receiving loan repayment awards	TBD - Not started
Develop Orange County Health Care Workforce Development Collaborative	Launched collaborative to increase the health care workforce in Orange County	TBD - RFP in process for contractor to support the collaborative

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CalOptima Health

Community Investment Status Report
Initiative: Provider Workforce Development

Partner Organization	NOFO Round	Program Title	Program Dates	Program Metrics	Grant Amount	Payments To Date	Grant Status
Chapman University	1	Reflecting OC Communities: Building a Culture of health through PA scholarships,training, local practice	7/1/24 - 12/31/29	7/24-11/24: 4 PA Students received full tuition scholarships	$ 5,000,000	$ 413,025	In Progress
Coast Community College District	1	Orange County Dual Enrollment Nursing and Allied Health Pathways	5/1/24 - 5/31/28	5/24-10/24: Golden West College nursing pipeline implementation	$ 2,040,000	$ 420,000	In Progress
Concordia University	1	Concordia Nursing Pipeline Program	8/1/24 - 8/1/29	8/24-1/25: 29 ABSN and pre-nursing students awarded scholarships	$ 5,000,000	$ 792,880	In Progress
CSU Fullerton Auxiliary Services Corporation	1	Expanding Numbers of CSUF Baccalaureate-Prepared Registered Nurses in OC	7/1/24 - 6/30/29	7/24-1/25: 10 RN-BSN stipend recipients; 54 BSN received stipends	$ 5,000,000	$ 971,357	In Progress
Orange County United Way	1	UpSkill OC	5/1/24 - 4/30/27	5/24-10/24: 17 UpSkill participants enrolled in healthcare career track	$ 1,356,300	$ 452,100	In Progress
Rancho Santiago Community College District	1	SCC Healthcare Pathways - Behavior Technician, LVN and Medical Assistant Projects	5/1/24 - 6/30/27	5/24-11/24: Classroom for Medical Assistant secured	$ 1,200,000	$ 775,219	In Progress
UCI Sue & Bill Gross School of Nursing	1	Nurse-OC: UCI Nursing Workforce Pipeline through Externships and Residencies in Orange County	5/1/24 - 6/30/29	5/24-10/24: 15 prelicensure nursing students placed in externship	$ 5,000,000	$ 538,869	In Progress
Child Guidance Center	2	Help the Helper: Strengthening Orange County's Behavioral Health Workforce	1/1/25 - 12/31/27	1/25-3/25: 29 graduate student interns; expanded to 21 university partnerships	$ 766,920	$ 216,810	In Progress
CHOC	2	Pediatric Behavioral Health Field Training Expansion	1/1/25 - 12/31/28	1/25-3/25: 30 MSW intern interviews conducted	$ 994,824	$ 248,706	In Progress
John Henry Foundation	2	Psychologist and MFT Workforce Development Program	1/1/25 - 12/31/29	1/25-3/25: 5 interns onboarded	$ 847,302	$ 155,390	In Progress
Seneca Family of Agencies	2	Seneca Family of Agencies Orange County Behavioral Health Clinical Internship Program	3/1/25 - 6/30/28	Goal: train 18 master's students in mental health	$ 996,160	$ 179,030	In Progress
Special Service for Groups	2	Professional Providers Pathway Program	1/1/25 - 12/31/29	1/25-3/25: 7 interns interviewed for second year practicum	$ 535,566	$ 106,622	In Progress
Western Youth Services	2	WYS Workforce Development Program	1/1/25 - 12/31/29	1/25-3/25: Interns to begin Fall 2025; Staff reimbursements requests submitted	$ 1,000,000	$ 200,000	In Progress
					$	$	
					$	$	
					$	$	

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Board-Approved Initiative Status and Impact Summary

Report Date:	8/18/2025	**Initiative Name:**	Stipend Program for Masters of Social Work	**Start Date:**	8/1/2023
Reporting Period:	Apr-Jun (Q4)			**End Date:**	7/31/2028
Program Status:	In Progress	**Initiative Owner:**	Kelly Bruno-Nelson	**Approved Amount:**	$5.0 Million
Payment Status:	Complete				

INITIATIVE OVERVIEW

Program Description *(Overview of initiative describing overall goal, purpose, and benefits)*	**Critical updates and next steps** *(e.g. key accomplishments, opportunity to scale or meet goals faster, issues identified and mitigation plan)*
The Orange County Behavioral Health (OCBH) Master of Social Work Stipend Program will increase the public healthcare workforce from diverse backgrounds equipped to provide culturally and linguistically responsive care to communities in need. The program will provide a stipend of $20,000 per academic year for up to two (2) years to 36 MSW students each year at CSUF (as they receive enhanced didactic and experiential training).	- 36 students successfully enrolled in the OCBH program for 2024-2025 academic year: 21 students are continuing from 2023-2024 academic year; 15 new first year MSW award recipients - 14 grant recipients graduated between May-August 2024 and confirmed a one-year work commitment within Orange County - Simucase, the online learning platform, has been integrated into all MSW advanced practicum courses - The next grantee progress report is due in September 2025.

OUTCOMES

Objective *(Results to be achieved by the initiative)*	**Metric** *(Quantifiable measure to track and assess progress)*	**Results** *(Current state or progress)*
Double the number of MSW field placements that focus on behavioral health practice with persons from vulnerable communities from 70 to 140 over 5 year grant period.	Number of MSW field placements	-70 MSW students placed in 2023-2024; 100 MSW students placed in 2024-2025 -25 new placement spots added for students within new and existing partner agencies
Award stipends to 108-180 MSW students who fully participate in the CalOptima Health MSW Stipend Program over 5 year grant period.	Number of students completing the Grant Program	-2023-2024 academic year: 36 stipends awarded; 14 recipients graduated in May -2024-2025 academic year: 36 stipends awarded; 21 to second year MSW students; 15 to first year MSW students -Total of 51 total unique MSW students awarded stipends over grant life cycle
Develop an enhanced curriculum on behavioral health including digital health literacy and telehealth.	Students' clinical competency measured by quantitative and qualitative evaluation methods	Enhanced online curriculum provided through stipend program: - Simucase learning platform as part of advanced practice - Cognitive Behavioral Therapy training: 88.9% of students reported applying the knowledge and skills learned from CBT training in field practicum
Offer career development services to all CalOptima Health MSW Stipend Program students and follow up regarding employment at 1-year post-graduation.	Number of former students with post-graduate employment	-Year 1 Post-graduation employment survey indicate all 14 graduated stipend recipients retained employment in Orange County within six months of graduation

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Board-Approved Initiative Status and Impact Summary

Report Date:	8/13/2025	**Initiative Name:**	Wellness Prevention Program	**Start Date:**	7/1/2024
Reporting Period:	Apr-Jun (Q4)			**End Date:**	6/30/2028
Program Status:	In Progress	**Initiative Owner:**	Carmen Katsarov	**Approved Amount:**	$2.7 Million
Payment Status:	In Progress				

INITIATIVE OVERVIEW

Program Description *(Overview of initiative describing overall goal, purpose, and benefits)*	**Critical updates and next steps** *(e.g. key accomplishments, opportunity to scale or meet goals faster, issues identified and mitigation plan)*
This project will supplement the Mental Health Service Oversight and Accountability Commission (MHSOAC) funding to support establishment of full clinical operations and prepare Allcove South Orange County Youth Drop in Center to create sustainable service streams. Delivery of services will be supported by FTE positions learning opportunities through Stanford CAT.	- Approved limited change request indicating no change to SOW; amendment #2 was processed in June. - Upcoming progress report #4 due in July. - Check-in with grantee scheduled to take place in August.

OUTCOMES

Objective *(Results to be achieved by the initiative)*	**Metric** *(Quantifiable measure to track and assess progress)*	**Results** *(Current state or progress)*
Secure a location for Allcove in South Orange County	Location secured successfully	Completed 10 year lease effective 5/6/2024. Soft opening 8/18/25.
Staff recruitment	Number of hired staff - positions to support delivery of care services in allcove model	In process, full staff hiring anticipated completion 10/31/25. Current open roles are for a Clinical Director and Youth Outreach Specialist.
Establish intake data collection	Data collection system implementation	In process of contracting for an EHR service.

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Board-Approved Initiative Status and Impact Summary

Report Date:	8/18/2025	**Initiative Name:**	Homeless Prevention and Stabilization Pilot Program	**Start Date:**	1/1/2025
Reporting Period:	Apr-Jun (Q4)			**End Date:**	1/01/2028
Program Status:	In Progress	**Initiative Owner:**	Dr. Kelly Bruno-Nelson	**Approved Amount:**	$269,703
Payment Status:	In Progress				

INITIATIVE OVERVIEW

Program Description *(Overview of initiative describing overall goal, purpose, and benefits)*	**Critical updates and next steps** *(e.g. key accomplishments, opportunity to scale or meet goals faster, issues identified and mitigation plan)*
To evaluate the effectiveness of the Homeless Prevention and Stabilization program (HPSP) using a combination of administrative data and data from surveys that will be administered by faculty at the University of California, Irvine. Data will be collected for both the program participants (treatment group) and a sample of similar individuals not enrolled into the program (comparison group). HPSP aims to assist approximately 200 families and will be rolled out over a two year period.	The evaluation program has launched and is in progress. The first two payments have been released, and the first report has been received.

OUTCOMES

Objective *(Results to be achieved by the initiative)*	**Metric** *(Quantifiable measure to track and assess progress)*	**Results** *(Current state or progress)*
Complete cohort baseline surveys, complete cohort 1 6-month surveys, and provide status update on data analysis and findings	Report #1	As of June 1, 2025, the research team has received 148 completed baseline surveys for Cohort 1 (39 from program participants and 109 from comparison group). The team also received 17 6-month surveys (10 participant; 7 comparison). Recruitment is still underway and data analysis has yet to begin.
Complete cohort 2 baseline surveys and provide status update on data analysis and findings	Report #2	TBD
Complete cohort 1 18-month surveys, complete cohort 2 6-month surveys, and provide status update on the data analysis and findings	Report #3 and #4	TBD
Complete cohort 2 18-month survey ad provide a status report update on the data analysis and findings	Report #5	TBD
Provide a draft evaluation report and final evaluation report	Report #6 and #7	TBD

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Board-Approved Initiative Status and Impact Summary

Report Date:	8/15/2025	**Initiative Name:**	Comprehensive Community Cancer Screening and Support Program	**Start Date:**	12/02/2022
Reporting Period:	Apr-Jun (Q4)			**End Date:**	12/31/2027
Program Status:	In Progress	**Initiative Owner:**	Dr. Richard Pitts	**Approved Amount:**	$50.1 Million
Payment Status:	In Progress				

INITIATIVE OVERVIEW

Program Description *(Overview of initiative describing overall goal, purpose, and benefits)*	**Critical updates and next steps** *(e.g. key accomplishments, opportunity to scale or meet goals faster, issues identified and mitigation plan)*
The Comprehensive Community Cancer Screening and Support Program aims to create a culture of cancer prevention, early detection and collaboration with partners to work towards a shared goal of dramatically decreasing late-stage cancer incidence and ensuring that all Medi-Cal members have equitable access to high quality care.	Accomplishments: 1) Conducted in-person grantee meeting for Progress Report #2. 2) Developed grantee dashboard with new HEDIS engine, showing baseline/progress/and 'gap to close.' 3) Launched 2-way texting campaigns (breast cancer screening, cervical cancer screening, colorectal cancer screening) and translated trigger responses for better data. Opportunity: In collaboration with Grant Programs team, initiated grant amendments to include: 1) 6-month no-cost extension to grant program, 2) Increased payment frequency,

OUTCOMES

Objective *(Results to be achieved by the initiative)*	**Metric** *(Quantifiable measure to track and assess progress)*	**Results** *(Current state or progress)*
Increase community and member awareness and engagement	Develop and launch a multimedia, multilingual campaign within the first four years of the program (*Data provided by Maricich)	90.2 Million campaign digital ad impressions; 0.31% Click-through rate (CTR); 42 million digital added value impressions; 15.3 million completed video views; 247.7K digital clicks to landing page
Increase access to cancer screening for eligible member	Develop and implement a community grant initiative by year two of the Cancer Screening and Support program	Round 1 grants successfully launched in September 2024. Since then, all 15 grantees have been actively working to increase access to cancer screening services.
	# of CalOptima members who received appropriate cancer screening	BCS (Breast Cancer Screening): 4,684 CCS (Cervical Cancer Screening): 10,833 COL (Colorectal Cancer Screening): 9,417 Lung (Lung Cancer Screening): 727
Improve quality and member experience during cancer screening and treatment procedures	Extend vendor contract(s) to support members through screening, diagnosis and cancer treatment starting in Year 2	Community grants are supporting this metric: mPulse is outreaching to members via text for general cancer awareness, screening information, and support during treatment.
	Establish contract to evaluate cancer incidence, experiences, and genomic technologies to reduce disparities in late-stage cancer diagnosis by Year 2	Continue working on refining the scope of work for the research and evaluation initiative.

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CalOptima Health

Community Investment Status Report
Initiative: Cancer Screening and Support

Partner Organization	NOFO Round	Program Title	Program Dates	Program Metrics	Grant Amount	Payments To Date	Grant Status
American Cancer Society, Inc.	1	Advancing Equitable Outcomes Across the Cancer Continuum for CalO Members and Greater OC Area	9/1/24 - 12/31/26	3 health systems were recruited for QI projects. 5 health systems were	$ 1,500,000	$ 375,000	In Progress
Celebrating Life Community Health Center	1	Using Technology Infrastructure to Close Gaps in CCS	9/1/24 - 12/31/26	Formalized vendor contracts, installed reporting and population health systems,	$ 329,428	$ 82,357	In Progress
Celebrating Life Community Health Center (2)	1	Closing Gaps in Cancer Screening	9/1/24 - 12/31/26	BCS: 1011 screenings conducted CCS: 3117 screenings conducted	$ 1,290,575	$ 322,643.75	In Progress
Families Together of Orange County	1	C3 Health Initiative: Cervical, Colorectal and Breast Cancer Screening Program - Capacity Building	9/1/24 - 12/31/26	BCS: 533 screenings conducted CCS: 819 screenings conducted	$ 1,500,000	$ 375,000	In Progress
Friends of Family Health Center	1	Standardizing Screening Mammograms within Primary Care Setting	9/1/24 - 12/31/26	BCS: 456 screenings conducted CCS: 356 screenings conducted	$ 554,875	$ 138,718.75	In Progress
Hurtt Family Health Clinic, Inc.	1	Universal Cancer Screening Program: SDOH, Patient Motivation to Early Detection & Timely Access to Care	9/1/24 - 12/31/26	BCS: 70 screenings conducted CCS: 206 screenings conducted	$ 1,018,600	$ 254,650	In Progress
Korean Community Services, Inc.	1	Orange County Asian American Cancer Partnership (OCAACP)	9/1/24 - 8/31/26	BCS: 1160 screenings conducted CCS: 992 screenings conducted	$ 3,000,000	$ 750,000	In Progress
Laguna Beach Community Clinic	1	Cancer Screening and Support for Disadvantaged Patients	9/1/24 - 12/31/26	BCS: 32 screenings conducted CCS: 406 screenings conducted	$ 116,000	$ 29,000	In Progress
Latino Health Access	1	Juntes Contra el Cancer! / Together Against Cancer!	9/1/24 - 12/31/26	248 unique CalO members received peer support services. A total of 696	$ 1,500,000	$ 375,000	In Progress
mPULSE Mobile, Inc.	1	Equitable Cancer Prevention with Targeted Member Screening Communications	9/1/24 - 8/31/26	BCS 2-way (unique members: 55,541) CCS 2-way (unique members: 81,018)	$ 1,197,625	$ 299,406.25	In Progress
Share Ourselves Corporation	1	Share Ourselves: Cancer Screening	9/1/24 - 12/31/26	BCS: 941 screenings conducted CCS: 2340 screenings conducted	$ 362,500	$ 90,625	In Progress
The G.R.E.E.N Foundation	1	Increasing Screening and Health Equity in OC	9/1/24 - 12/31/26	1,735 phone calls made. Initial agendas for collaborative health education	$ 295,100	$ 73,775	In Progress
UCI Family Health Center	1	Closing the Cancer Screening Gap	9/1/24 - 12/31/26	BCS: 481 screenings conducted CCS: 500 screenings conducted	$ 1,500,000	$ 375,000	In Progress
AltaMed	1	Comprehensive Community Cancer Program - Capacity Building (CCCP-CB)	9/1/24 - 12/31/26	CCS: 2097 screenings conducted Lung: 91 screenings conducted	$ 1,499,992	$ 374,998	In Progress
AltaMed (2)	1	Comprehensive Community Cancer Program - Infrastructure and Capital Improvements (CCCP-ICI)	9/1/24 - 12/31/26	The EPIC Boost Analyst and Compass Rose Schematics are on track for	$ 752,349	$ 188,087.25	In Progress
					$	$	

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Board-Approved Initiative Status and Impact Summary

Report Date:	8/18/2025
Reporting Period:	Apr-Jun (Q4)
Program Status:	In Progress
Payment Status:	In Progress
Initiative Name:	Dyadic Services Program Academy
Initiative Owner:	Carmen Katsarov
Start Date:	6/1/2024
End Date:	5/31/2026
Approved Amount:	$1.9 Million

INITIATIVE OVERVIEW

Program Description *(Overview of initiative describing overall goal, purpose, and benefits)*	Critical updates and next steps *(e.g. key accomplishments, opportunity to scale or meet goals faster, issues identified and mitigation plan)*
First 5 Orange County (F5OC) will develop and provide administrative oversight of the CalOptima Health Dyadic Services Program Academy to expand dyadic services capacity. The academy's objective is to increase access to HealthySteps dyadic services for members by launching 10 sustainable dyadic services programs across Orange County. F5OC will provide pre-academy planning and development, a 9-month academy, and 12-month post-academy technical assistance for each clinic.	- Academy started on schedule and in process with 7 of the 10 clinics participating. The last three will be recruited in Q3 of 2025. - Baseline data received on participating clinics which will enable accurate outcome reporting on the key objectives. - First utilization report due in August 2025.

OUTCOMES

Objective *(Results to be achieved by the initiative)*	Metric *(Quantifiable measure to track and assess progress)*	Results *(Current state or progress)*
Train 10 clinics to complete the Academy and obtain HealthySteps certification.	Number of clinics that completed the Dyadic Care Training Academy and obtained required HealthySteps certification	- 7 clinics have participated in the Academy and 4 clinics have recruited a HealthySteps Specialist and are well into the onboarding phase with 0 to 3 for HealthySteps orientation and training. - The remaining clinics continue to progress.
Increase members receiving well child visits and screenings.	Claims/encounter data on well child visits and screenings	Academy started on schedule and still in process. Baseline data for participating clinics submitted. Will report back when academy is completed and utilization reports are submitted.
Increase billing for Dyadic Services and non-speciality mental health.	Claims/encounter data on dyadic services and mental health services	Academy started on schedule and still in process. Baseline data for participating clinics submitted. Will report back when academy is completed and utilization reports are submitted.

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Board-Approved Initiative Status and Impact Summary

Report Date:	8/15/2025	**Initiative Name:**	Five-Year Hospital Quality Program	**Start Date:**	1/1/2023
Reporting Period:	Apr-Jun (Q4)			**End Date:**	12/31/2028
Program Status:	In Progress	**Initiative Owner:**	Linda Lee	**Approved Amount:**	$153.5 Million
Payment Status:	In Progress				

INITIATIVE OVERVIEW

Program Description *(Overview of initiative describing overall goal, purpose, and benefits)*	**Critical updates and next steps** *(e.g. key accomplishments, opportunity to scale or meet goals faster, issues identified and mitigation plan)*
The Hospital Quality Program for CalOptima Health-contracted hospitals aims to improve quality of care to members through increased quality and patient safety efforts. Program goals: 1) Support hospital quality standards for Orange County; 2) Provide industry benchmarks and data-driven feedback; 3) Recognize hospitals demonstrating quality performance; 4) Provide comparative information on network hospitals; and 5) Identify areas for improvement.	CalOptima Health held a meeting with hospital CEOs on May 2, 2025 to discuss options for utilizing unearned hospital quality funds for quality improvement efforts. Hospitals to provide feedback to CalOptima Health for potential enhancements to the Hospital Quality Program.

OUTCOMES

Objective *(Results to be achieved by the initiative)*	**Metric** *(Quantifiable measure to track and assess progress)*	**Results** *(Current state or progress)*
Reward contracted Medi-Cal hospitals for high performance on hospital quality of care, patient experience, and hospital safety using CMS hospital quality and Leapfrog patient safety measures.	The percentage of contracted hospitals earning hospital quality incentives. Metric equals number of hospitals earning any incentive amount divided by number of eligible contracted hospitals.	Hospitals are submitting MY2024 data to CMS and Leapfrog. Data will be available starting July 2025.
	The percentage of hospital quality dollars awarded. Metric equals total incentives awarded divided by total annual incentive pool.	Hospitals are submitting MY2024 data to CMS and Leapfrog. Data will be available starting July 2025.
Improve hospital quality	Star Rating	Hospitals are submitting MY2024 data to CMS and Leapfrog. Data will be available starting July 2025.
Improve hospital patient experience	Star Rating	Hospitals are submitting MY2024 data to CMS and Leapfrog. Data will be available starting July 2025.
Improve hospital patient safety	Safety Grade	Hospitals are submitting MY2024 data to CMS and Leapfrog. Data will be available starting July 2025.

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CalOptima Health

Hospital Quality Stars Rating

Hospital	Hospital Quality STARS Rating	Hospital Patient Survey Rating	Leapfrog Hospital Safety Guide	Maximum Incentive Possible	Incentive Earned
Anaheim Regional Medical Center	★★★	★★	B	$1,413,638	$494,773
Anaheim Global Medical Center	N/A	★★	C	$265,834	$26,583
Chapman Global Medical Center	★	★	D	$155,157	$0
Children's Hospital of Orange County	★★★★★	★★★★★	B	$3,598,119	$3,418,213
Foothill Regional Medical Center	N/A	★	N/A	$627,218	$0
Fountain Valley Regional Hospital & Medical Center	★★	★	D	$3,456,890	$0
Hoag Memorial Hospital Presbyterian	★★★★★	★★★★	A	$1,940,663	$1,746,597
Los Alamitos Medical Center	★	★★	D	$404,816	$0
Memorial Care Long Beach Medical Center	★★	★★★	C	$207,276	$62,183
Memorial Care Miller Children's and Women's Hospital	★★	★★★	C	$ –	$ –
Memorial Care Orange Coast Medical Center	★★★★	★★★	C	$1,120,696	$672,418
Memorial Care Saddleback Medical Center	★★★	★★★	B	$412,305	$226,768
Orange County Global Medical Center	★	★★	D	$2,013,149	$0
Placentia Linda Hospital	★★	★★★	C	$360,336	$108,101
Pomona Valley Hospital Medical Center	★★★★	★★★	A	$29,354	$20,548
Providence Mission Hospital	★★★★	★★★	B	$1,305,806	$848,774
Providence St. Joseph Hospital	★★★★	★★★★	B	$2,881,640	$2,161,230
Providence St. Jude Medical Center	★★★★	★★★	B	$1,355,978	$881,386
South Coast Global Medical Center	N/A	★	D	$359,887	$0
UCI Medical Center	★★★★	★★★★	A	$5,881,296	$4,705,037
Whittier Hospital Medical Center	★★★	★★	B	$53,167	$18,608
TOTALS				**$27,843,225**	**$15,391,218**

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Board-Approved Initiative Status and Impact Summary

Report Date:	8/12/2025	**Initiative Name:**	Quality Initiatives from Unearned P4V Program	**Start Date:**	7/1/2024
Reporting Period:	Apr-Jun (Q4)			**End Date:**	12/31/2025
Program Status:	In Progress	**Initiative Owner:**	Linda Lee	**Approved Amount:**	$23.3 Million
Payment Status:	In Progress				

INITIATIVE OVERVIEW

Program Description *(Overview of initiative describing overall goal, purpose, and benefits)*	**Critical updates and next steps** *(e.g. key accomplishments, opportunity to scale or meet goals faster, issues identified and mitigation plan)*
CalOptima Health implements an annual Pay for Value Program (P4V) to promote high quality outcomes and improvement in quality measures among Health Network and CalOptima Health Care Network (CCN) primary care physicians (PCPs). Each year providers earn a portion of allocated incentive dollars and forfeit a portion of incentive dollars by not achieving the highest benchmarks. Starting with the measurement year 2023 P4V program, the Board approved the use of unearned incentive dollars towards quality initiatives.	All grantees (37 of 37) have submitted 6-Month Progress Reports. CalOptima Health staff are reviewing reports for compliance with grant project deliverables and timelines.

OUTCOMES

Objective *(Results to be achieved by the initiative)*	**Metric** *(Quantifiable measure to track and assess progress)*	**Results** *(Current state or progress)*
Stimulate improvement on lower performing quality measures by issuing grants to Health Networks and CCN PCPs for the implementation of quality improvement initiatives	Number of grant awards among Health Networks for Medi-Cal measures	17 grants were awarded to five Health Networks; totaling $2,940,120
	Number of grant awards among CCN PCPs for Medi-Cal measures	15 grants were awarded across 12 organizations totaling $2,052,492
	Number of grant awards among Health Networks for OneCare measures	5 grants were awarded to five Health Networks; totaling $1,028,628
Number of grant awards among CCN PCPs for Medi-Cal measures	(attachment)	

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	A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q	R	S	T	U	V
1			CCN		HPN-Regal		OPTUM		Prospect		Family Choice		CHOC		AMVI Care		Noble		AltaMed		UCMG	
2	Clinical Measure (HEDIS)	Submeasure	Rate	Percentile	Rate	Percentile	Rate	Percentile	Rate	Percentile	Rate	Percentile	Rate	Percentile	Rate	Percentile	Rate	Percentile	Rate	Percentile	Rate	Percentile
3	Breast Cancer Screening (BCS-E)	Non-MCR Total	58.47%	67th	58.45%	67th	51.28%	33rd	59.32%	67th	59.58%	67th	0.00%	<10th	66.52%	90th	51.14%	33rd	53.90%	33rd	55.08%	67th
4	Cervical Cancer Screening (CCS)		61.30%	67th	50.75%	10th	53.15%	10th	55.88%	33rd	61.20%	67th	4.31%	<10th	54.54%	33rd	46.03%	10th	57.85%	33rd	53.74%	33rd
5	Child and Adolexcent Well-Care Visits (WCV)	Total	47.07%	33rd	32.35%	<10th	47.69%	33rd	43.45%	10th	53.05%	67th	59.44%	67th	55.25%	67th	46.85%	33rd	41.17%	10th	51.98%	67th
6	Childhood Immunization Status (CIS)	Combo 10	29.60%	33rd	24.16%	10th	27.78%	33rd	41.08%	67th	45.58%	90th	35.64%	67th	34.98%	33rd	32.29%	33rd	41.64%	67th	57.93%	90th
7	Chlamydia Screening in Women (CHL)	Total	72.56%	90th	67.38%	67th	64.16%	67th	67.90%	90th	67.75%	90th	79.93%	90th	83.10%	90th	64.36%	67th	78.93%	90th	64.14%	67th
8	Controlling High Blood Pressure (CBP)		72.43%	90th	57.54%	10th	72.15%	67th	77.12%	90th	69.68%	67th	40.46%	<10th	93.52%	90th	84.12%	90th	82.01%	90th	61.54%	33rd
11	Hemoglobin A1c Control for Patients with Diabete	Poor Control	30.39%	67th	18.14%	90th	34.84%	33rd	37.56%	33rd	47.70%	10th	62.11%	<10th	12.81%	90th	26.50%	90th	27.00%	90th	18.12%	90th
12	Immunizations for Adolescents (IMA)	Combo 2	35.51%	33rd	23.92%	<10th	39.37%	67th	43.24%	67th	47.36%	67th	49.66%	90th	56.27%	90th	45.34%	67th	48.23%	67th	48.74%	67th
13	Lead Screening in Children (LSC)		62.71%	33rd	15.38%	<10th	55.93%	33rd	68.57%	67th	67.89%		64.75%	33rd	64.41%	33rd	64.74%	33rd	78.32%	67th	66.15%	33rd
14	Prenatal and Postpartum Care (PPC)	Postpartum	83.55%	67th	77.82%	33rd	72.62%	10th	53.04%	<10th	70.44%	10th	79.94%	33rd	70.05%	10th	64.63%	<10th	81.20%	67th	74.46%	10th
15	Prenatal and Postpartum Care (PPC)	Prenatal	92.11%	90th	85.63%	33rd	82.22%	33rd	72.54%	<10th	64.20%	<10th	82.96%	33rd	83.58%	33rd	83.50%	33rd	89.23%	67th	58.12%	<10th
16	Well-Child Visits in the First 30 Months of Life (W3	First 15 Months	53.18%	10th	50.00%	10th	60.46%	33rd	67.44%	67th	49.32%	10th	56.50%	33rd	67.02%	67th	57.14%	33rd	64.04%	67th	55.36%	33rd
17	Well-Child Visits in the First 30 Months of Life (W3	15 Months - 30 Months	70.73%	67th	54.55%	<10th	72.26%	67th	74.75%	67th	79.92%	90th	73.13%	67th	68.91%	33rd	71.25%	67th	57.89%	10th	73.86%	67th
18	Satifaction Measure (CAHPS)		Rate	Percentile	Rate	Percentile	Rate	Percentile	Rate	Percentile	Rate	Percentile	Rate	Percentile	Rate	Percetile	Rate	Percetile	Rate	Percentile	Rate	Percentile
19	Adult Care Coordination (Usually + Always)		84.62%	33rd	69.77%	<10th	82.14%	10th	88.89%	67th	80.00%	10th	81.25%	10th	72.73%	<10th	78.57%	10th	83.72%	33rd	71.05%	<10th
20	Adult Customer Service (Usually + Always)		85.71%	10th	83.79%	<10th	92.22%	90th	80.57%	<10th	83.02%	<10th	78.57%	<10th	81.82%	<10th	89.95%	33rd	90.16%	33rd	84.41%	<10th
21	Adult Getting Care Quickly (Usually + Always)		79.62%	33rd	81.79%	33rd	73.12%	<10th	76.94%	10th	72.88%	<10th	73.46%	10th	66.95%	<10th	75.29%	10th	73.95%	10th	73.51%	10th
22	Adult Getting Needed Care (Usually + Always)		80.96%	33rd	80.68%	33rd	75.49%	10th	77.80%	10th	73.13%	<10th	76.42%	10th	67.69%	<10th	81.30%	33rd	81.53%	33rd	72.31%	<10th
23	Adult Rating of Health Care (9+10)		67.71%	90th	55.29%	33rd	40.91%	<10th	44.55%	<10th	53.41%	10th	56.25%	33rd	50.88%	10th	52.54%	10th	63.86%	90th	44.93%	<10th
24	Adult Rating of Health Network (9+10)		59.17%	10th	53.69%	10th	52.08%	<10th	59.56%	33rd	53.08%	10th	68.92%	90th	50.66%	<10th	59.29%	10th	60.84%	33rd	50.61%	<10th
25	Adult Rating of PCP (9+10)		75.81%	90th	63.71%	10th	66.34%	33rd	65.38%	33rd	60.51%	<10th	83.67%	90th	59.62%	<10th	77.33%	90th	68.13%	33rd	64.91%	10th
26	Adult Rating of Specialist (9+10)		62.32%	10th	63.64%	10th	59.26%	<10th	59.74%	<10th	59.04%	<10th	55.56%	<10th	60.38%	<10th	72.73%	90th	76.47%	90th	51.67%	<10th
27	CAHPS Measure		Rate	Percentile	Rate	Percentile	Rate	Percentile	Rate	Percentile	Rate	Percentile	Rate	Percentile	Rate	Percetile	Rate	Percetile	Rate	Percentile	Rate	Percentile
28	Child Care Coordination (Usually + Always)		71.43%	<10th	90.00%	90th	80.77%	10th	78.57%	10th	72.00%	<10th	71.88%	<10th	60.00%	<10th	77.27%	10th	90.48%	90th	70.97%	<10th
29	Child Customer Service (Usually + Always)		86.49%	10th	89.29%	33rd	90.70%	67th	81.62%	<10th	75.00%	<10th	86.27%	10th	78.95%	<10th	89.19%	67th	87.50%	33rd	78.68%	<10th
30	Child Getting Care Quickly (Usually + Always)		75.82%	<10th	90.91%	90th	79.95%	10th	80.22%	10th	81.05%	10th	87.10%	33rd	79.41%	10th	75.75%	<10th	87.50%	33rd	81.46%	10th
31	Child Getting Needed Care (Usually + Always)		72.33%	<10th	78.24%	10th	68.45%	<10th	79.37%	10th	68.14%	<10th	75.70%	10th	71.57%	<10th	74.60%	<10th	84.45%	33rd	68.94%	<10th
32	Child Rating of Health Care (9+10)		50.00%	<10th	50.00%	10th	62.64%	10th	61.11%	<10th	53.85%	<10th	55.13%	<10th	47.62%	<10th	58.90%	<10th	59.68%	<10th	65.42%	10th
33	Child Rating of Health Network (9+10)		55.48%	<10th	59.65%	33rd	67.50%	10th	59.49%	<10th	54.05%	<10th	68.00%	10th	43.44%	<10th	65.66%	10th	68.64%	10th	52.63%	<10th
34	Child Rating of PCP (9+10)		70.69%	10th	63.41%	10th	72.00%	10th	60.95%	<10th	59.35%	<10th	70.34%	<10th	55.13%	<10th	75.00%	33rd	77.78%	33rd	69.74%	<10th
35	Child Rating of Specialist (9+10)		71.43%	33rd	62.50%	10th	77.78%	90th	72.41%	33rd	60.71%	<10th	76.47%	67th	57.89%	<10th	71.43%	33rd	76.92%	67th	52.94%	<10th

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Board-Approved Initiative Status and Impact Summary

CalOptima Health

Report Date:	8/15/2025	**Initiative Name:**	Digital Transformation Strategy	**Start Date:**	2022
Reporting Period:	Apr-Jun (Q4)			**End Date:**	2027
Program Status:	In Progress	**Initiative Owner:**	Yunkyung Kim	**Approved Amount:**	$100.0 Million
Payment Status:	In Progress				

INITIATIVE OVERVIEW

Program Description *(Overview of initiative describing overall goal, purpose, and benefits)*	**Critical updates and next steps** *(e.g. key accomplishments, opportunity to scale or meet goals faster, issues identified and mitigation plan)*
Digital Transformation Strategy to enhance overall experience for members, providers, and employees by bridging technology and business areas, improving member and provider experience, operational effectiveness, and financial performance.	Provider Lifecycle Management is paused as leadership reassesses the objectives of the project ensuring the scope is aligned to the operational effectiveness of the program. Customer Relations Management (CRM) will be delayed by two months to allow additional time to incorporate real time integration between the product and Facets provider data. All other in-flight Digital Transformation projects are on track: - WebMD Health Hub Oct. 25 - Enterprise Data Masking Mar. 26 - Finance Dynamics 365 Dec 25

OUTCOMES

Objective *(Results to be achieved by the initiative)*	**Metric** *(Quantifiable measure to track and assess progress)*	**Results** *(Current state or progress)*
Complete Digital Transformation projects on-time and within budget	95% of projects delivered on-time and within budget	32% (9/28) of total projects have completed within a 5% variance over-all on time and within budget.

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CalOptima Health

Digital Transformation Projects: Status Report

Project Title	Status	Current Annual Budget	Actual Spend
Provider Lifecycle Management (Salesforce)	In Progress	$4,100,000	$1,040,000
Jiva Platform Implementation	Closed	$3,950,000	$1,313,197
WebMD Ignite (FKA Healthwise) Implementation	In Progress	$0	$0
Jiva Findhelp Integration	In Progress	$50,000	$45,000
Content Management for Websites	Closed	$2,457,100	$1,020,938
Contract Center Telephony System Replacement (NICE)	Closed	$2,383,000	$295,482
Call Center CRM (Salesforce)	In Progress	$2,231,250	$0
Finance ERP - Crowe MS Dynamics	In Progress	$1,706,000	$108,000
Enterprise RPA	In Progress	$1,500,000	$1,132,473
HCM & Payroll - ADP Solution	In Progress	$450,000	$18,170
Internet Bandwidth Upgrade for All Sites	Closed	$603,323	$603,323
Network Bandwidth Upgrade for All Sites - Wide Area Network	Closed	$3,631,487	$3,631,487
Cohesity	Closed	$283,489	$283,489
Verisys Credentialing Verification	Closed	$105,000	$105,000
Digital Transformation Strategy (includes Strategic Governance)	Closed	$1,408,060	$1,434,655
SSRS to Power Migration (Phase 1)	Closed	$325,500	$183,300
Member Portal and App	New	$2,000,000	$0
CMS Member Pref. & Consent Mgmt. for Data Sharing	New	$75,000	$0
Web Traffic Analytics for Websites and Portals	New	$50,000	$0
Migration off SecureAuth	New	$56,500	$0
Web Based Services for Facets	New	$250,000	$184,4910
Network Operations Center Monitoring and Control System	New	$300,000	$0
Automate Computer Provision Management Resources with New Infrastructure as a Code (IaC) Technology	New	$185,000	$0
Website Auditing Tool	New	$25,000	$0
Data Strategy, Governance, and Execution	New	$2,975,000	$40,0000
File Encryption	New	$200,000	$0
RightFax Transition to the Cloud	New	$150,000	$21,956
MCG Auto Auth	New	$125,000	$0

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Board-Approved Initiative Status and Impact Summary

Report Date:	8/15/2025
Reporting Period:	Apr-Jun (Q4)
Program Status:	In Progress
Payment Status:	In Progress
Initiative Name:	Medi-Cal Provider Rate Increases
Initiative Owner:	Yunkyung Kim
Start Date:	7/1/2024
End Date:	12/31/2026
Approved Amount:	$526.2 Million

INITIATIVE OVERVIEW

Program Description *(Overview of initiative describing overall goal, purpose, and benefits)*	**Critical updates and next steps** *(e.g. key accomplishments, opportunity to scale or meet goals faster, issues identified and mitigation plan)*
Authorize the CEO to execute amendments to delegated Health Networks and specific CalOptima Health Medi-Cal FFS CCN/COD contracts that update contracted rates, effective 7/1/2024, and incorporate requirements to comply with DHCS mandated Targeted Rate Increases (TRI) and other regulatory and operational requirements, effective 1/1/2024. This initiative aims to improve quality outcomes through increased access, increased provider and member satisfaction (i.e. CAHPS measures), and decreased provider terminations due to non-market competitive rates.	-Continue to trend provider retention and termination to determine causes. -Continue to work with Health Networks and providers on initiatives to improve access to care and HEDIS measures. -Finalize vendor selection for provider satisfaction survey.

OUTCOMES

Objective *(Results to be achieved by the initiative)*	**Metric** *(Quantifiable measure to track and assess progress)*	**Results** *(Current state or progress)*
Maintain and increase members' access to care.	Maintain and enhance network adequacy.	Since the rate increase, expanded the network with the addition of: - More than 900 Specialty Physicians into the Medi-Cal network - More than 300 Behavioral Health providers - 3 new FQHCs
	Increase timely access to care for members.	-Contracted with a vendor to provide education and resurvey providers for timely compliance. -MY2025 results not currently available; various interventions are occurring with providers and HNs to improve member satisfaction and timely access to care.
Maintain and increase quality of care for members.	Increase quality scores through the 2024 HEDIS and Quality Scores.	TBD
Improve provider satisfaction.	Increase provider satisfaction scores.	In process for contracting a vendor to develop a provider satisfaction scoring process.

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Board-Approved Initiative Status and Impact Summary

Report Date:	8/5/2025
Reporting Period:	Apr-Jun (Q4)
Program Status:	In Progress
Payment Status:	Not Started
Initiative Name:	Skilled Nursing Facility Access Program
Initiative Owner:	Dr. Zeinab Dabbah
Start Date:	1/1/2023
End Date:	12/31/2026
Approved Amount:	$10.0 Million

INITIATIVE OVERVIEW

Program Description *(Overview of initiative describing overall goal, purpose, and benefits)*	**Critical updates and next steps** *(e.g. key accomplishments, opportunity to scale or meet goals faster, issues identified and mitigation plan)*
Skilled Nursing Facility (SNF) Access Program is to enhance quality through better access and further strengthen the safety net system across Orange County for individuals who medically complex transitioning from the hospital to home, or from one care setting to another by establishing a dedicated transitional care unit (TCU). The goal of the TCU is to assist in recovery by providing the necessary nursing and rehabilitative care to help members regain independence and facilitate safe discharge.	- Currently in discussion to lease 5-6 beds dedicated to CalOptima Health members within an existing or newly designated TCU space at a KPC facility (or a partner facility) in Orange County.

OUTCOMES

Objective *(Results to be achieved by the initiative)*	**Metric** *(Quantifiable measure to track and assess progress)*	**Results** *(Current state or progress)*
Improve timely discharge from hospital, including care coordination and continuity.	Reduced extended length of stay (ELOS) by x%	TBD
	Reduced hospital readmission rate by x%	TBD

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Net Asset Analysis

Reserve Summary (as of September 30, 2025)

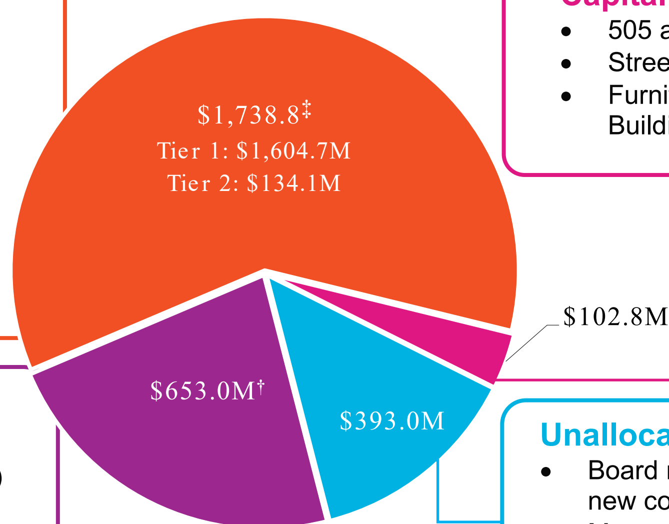
	Amount (in millions)
Statutory and Board Designated Reserves*	**$1,738.8**
Capital Assets (Net of depreciation)	**$102.8**
Resources Committed by the Board	**$653.0**
Unallocated Resources	**$393.0**
Total Net Assets*	**$2,887.7**

Total of Board designated reserves and unallocated resources can support approximately 180 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 ($1,604.7M is 3.71 months of capitation)
- Tier 2: Statutory Designated Reserves to meet TNE Requirement ($134.1M is 102% of TNE)



Capital Assets

- 505 and 500 Buildings
- Street Medicine Support Center
- Furniture, Equipment and Building Improvements

Committed by the Board

- Provider Rate Increases ($263.1M of $526.2M approved)
- Other Board Initiatives
  - ➢ Community Outreach and Investments
  - ➢ Quality Incentive Programs
  - ➢ Infrastructure and Capacity Building

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
‡ Please see Exhibit 2 for Reserve Level Landscape Analysis

CalOptima Health

Net Asset Analysis

Exhibit 1: Board Approved Initiatives (as of September 30, 2025)

Board-approved Initiatives	Program Status	Board Approved Amount	Amounts Committed[1]	Resource Available[2]	Duration
Community Outreach and Investments					
Adult Expansion Outreach Strategy	Complete	$ 7.6	$ 6.0	$ 1.6	07/01/2024 - 06/30/2025
CalFresh and Redetermination Outreach	In progress	$ 6.0	$ 4.3	$ 1.7	02/02/2023 - 12/31/2024
CalFresh Outreach Strategy	In progress	$ 2.0	$ 2.0	$ 0.0	04/01/2022 - 12/31/2022
CalOptima Health Community Reinvestment Program	In progress	$ 38.0	$ -	$ 38.0	11/01/2023 - 12/31/2026
Coalition of OC Community Health Centers	In progress	$ 50.0	$ 50.0	$ -	06/01/2022 - 06/30/2027
Garden Grove Recovery Center Development and Maintenance	In progress	$ 10.5	$ 1.1	$ 9.4	09/01/2023 - 04/30/2026
General Awareness and Brand Development	In progress	$ 4.7	$ 4.4	$ 0.3	04/01/2023 - 06/30/2026
Homeless Health Initiative	In progress	$ 65.9	$ 61.7	$ 4.2	04/01/2019 - 09/30/2027
Housing and Homelessness Incentive Program	In progress	$ 87.4	$ 72.9	$ 14.5	04/01/2022 - 07/31/2034
In-Home Care Pilot Program with the UCI Family Health Center	In progress	$ 2.0	$ 0.3	$ 1.8	09/01/2023 - 08/31/2025
Member and Population Health Needs Assessment	In progress	$ 1.3	$ 1.2	$ 0.1	03/14/2025 - 02/15/2026
Mind OC Grant (Irvine)	In progress	$ 15.0	$ 15.0	$ -	12/01/2022 - 07/31/2025
Naloxone Distribution Event	In progress	$ 15.0	$ 13.0	$ 2.0	07/01/2023 - 07/01/2025
NAMI Orange County Peer Support Program	In progress	$ 5.0	$ 5.0	$ -	01/01/2023 - 12/31/2027
Medi-Cal Eligibility Outreach Strategy	Not yet started	$ 0.8	$ -	$ 0.8	09/05/2025 - 12/31/2028
OneCare Member Engagement and Education - Star Rating	In progress	$ 0.3	$ 0.3	$ -	04/01/2025 - 03/31/2026
OneCare Outreach and Engagement Strategy	In progress	$ 1.0	$ 1.0	$ (0.0)	07/01/2024 - 06/30/2025
Provider Workforce Development	In progress	$ 50.0	$ 29.7	$ 20.3	12/01/2023 - 12/31/2030
Stipend Program for Masters of Social Work	In progress	$ 5.0	$ 5.0	$ -	08/01/2023 - 07/31/2028
Wellness Prevention Program	In progress	$ 2.7	$ 2.7	$ -	07/01/2024 - 06/30/2028
Homeless Prevention and Stabilization Pilot Program	In progress	$ 0.3	$ 0.3	$ -	01/01/2025 - 01/01/2028
Subtotal		*$ 370.3*	*$ 275.7*	*$ 94.6*	
Quality Incentive Programs					
Comprehensive Community Cancer Screening*	In progress	$ 50.1	$ 20.4	$ 29.7	12/02/2022 - 12/31/2027
Dyadic Services Program Academy	In progress	$ 1.9	$ 1.9	$ -	06/01/2024 - 05/31/2026
Five-Year Hospital Quality Program	In progress	$ 153.5	$ 153.5	$ -	01/01/2023 - 12/31/2028
Quality Initiatives from Unearned P4V Program MY2023	In progress	$ 23.3	$ 15.5	$ 7.8	07/01/2024 - 12/31/2025
Subtotal		*$ 228.7*	*$ 191.3*	*$ 37.5*	
Infrastructure and Capacity Building					
Digital Transformation Strategy (DTS)[3]	In progress	$ 100.0	$ 99.2	$ 0.8	07/01/2021 - 60/30/2026
IGT Administrative Withhold (staff to support IGT Program)*	In progress	$ 2.0	$ 2.0	$ -	01/01/2021 - 01/01/2026
Medi-Cal Provider Rate Increases	In progress	$ 526.2	$ 526.2	$ -	07/01/2024 - 12/31/2026
Skilled Nursing Facility Access Program	In progress	$ 10.0	$ -	$ 10.0	01/01/2023 - 12/31/2026
Subtotal		*$ 638.2*	*$ 627.4*	*$ 10.8*	
Total		**$ 1,237.2**	**$ 1,094.4**	**$ 142.9**	

[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 deduction of the Spent Amount and the Additional Amounts Committed from the Board Approved A

[3] Additional Amounts Committed for DTS are preliminary estimates

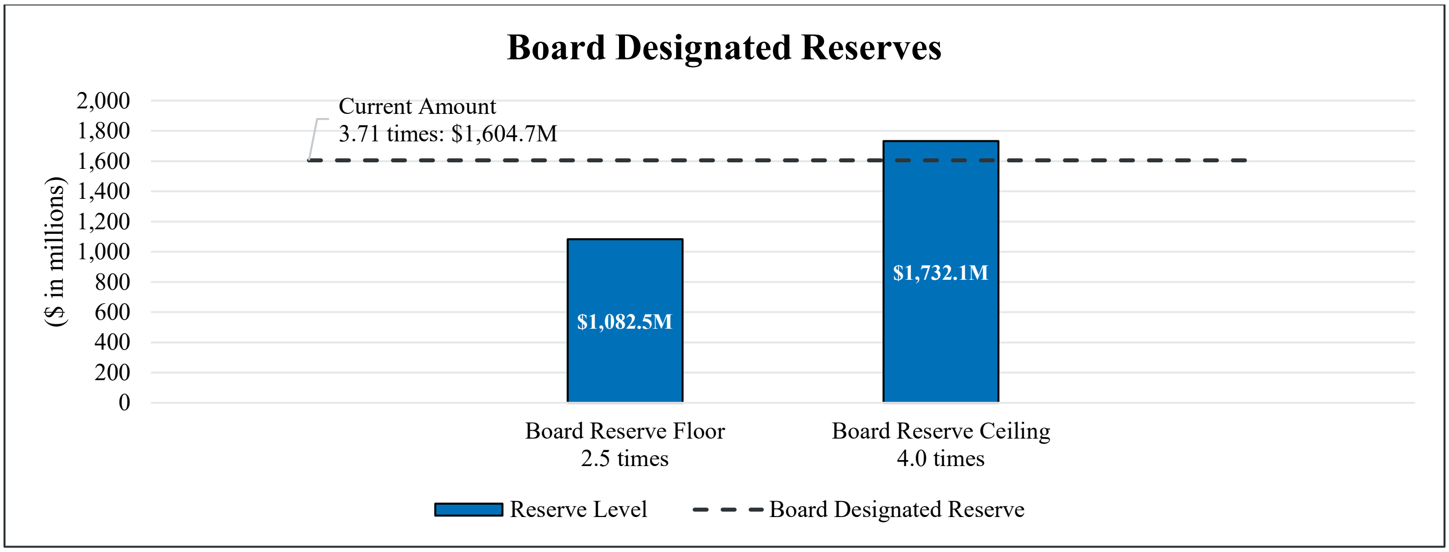
[4] Past Supllemental Funding

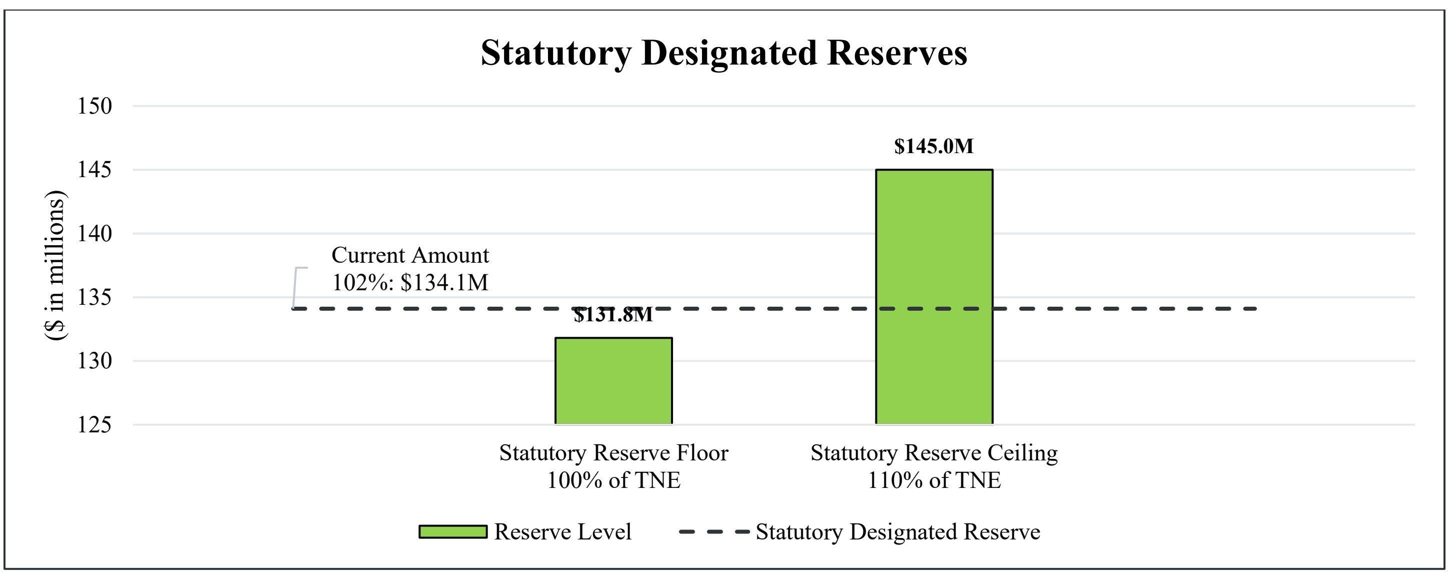
* Initiatives funded by IGT dollars

Note: Totals may not add due to rounding

Exhibit 2: Reserve Level Landscape Analysis (as of September 30, 2025)

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 September 30, 2025.





Enrollment Trend Analysis (through November 6, 2025)

Finance and Audit Committee Meeting

November 20, 2025

Nancy Huang, Chief Financial Officer

Our Mission

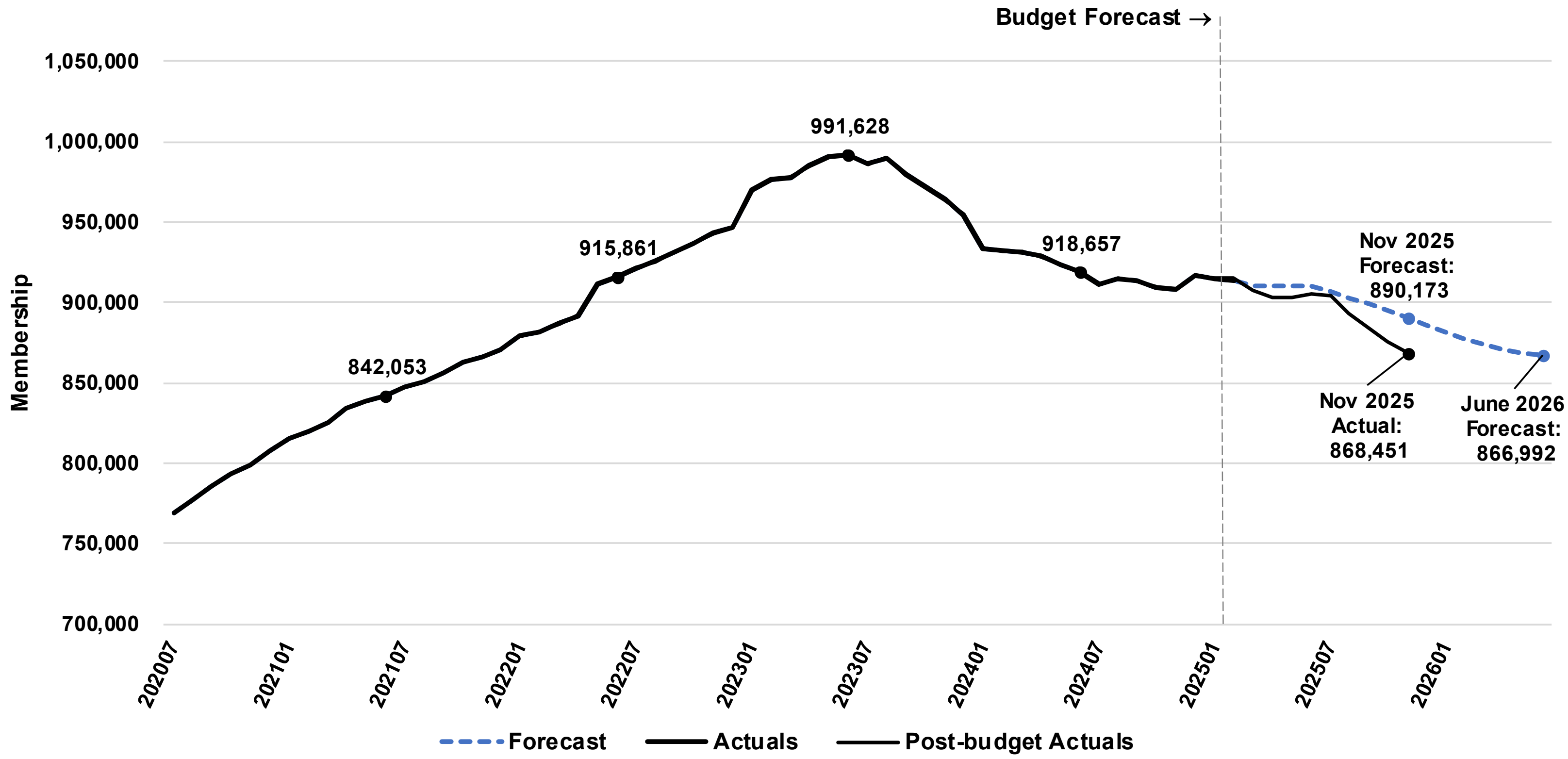
To serve member health with excellence and dignity, respecting the value and needs of each person.

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 November 6, 2025

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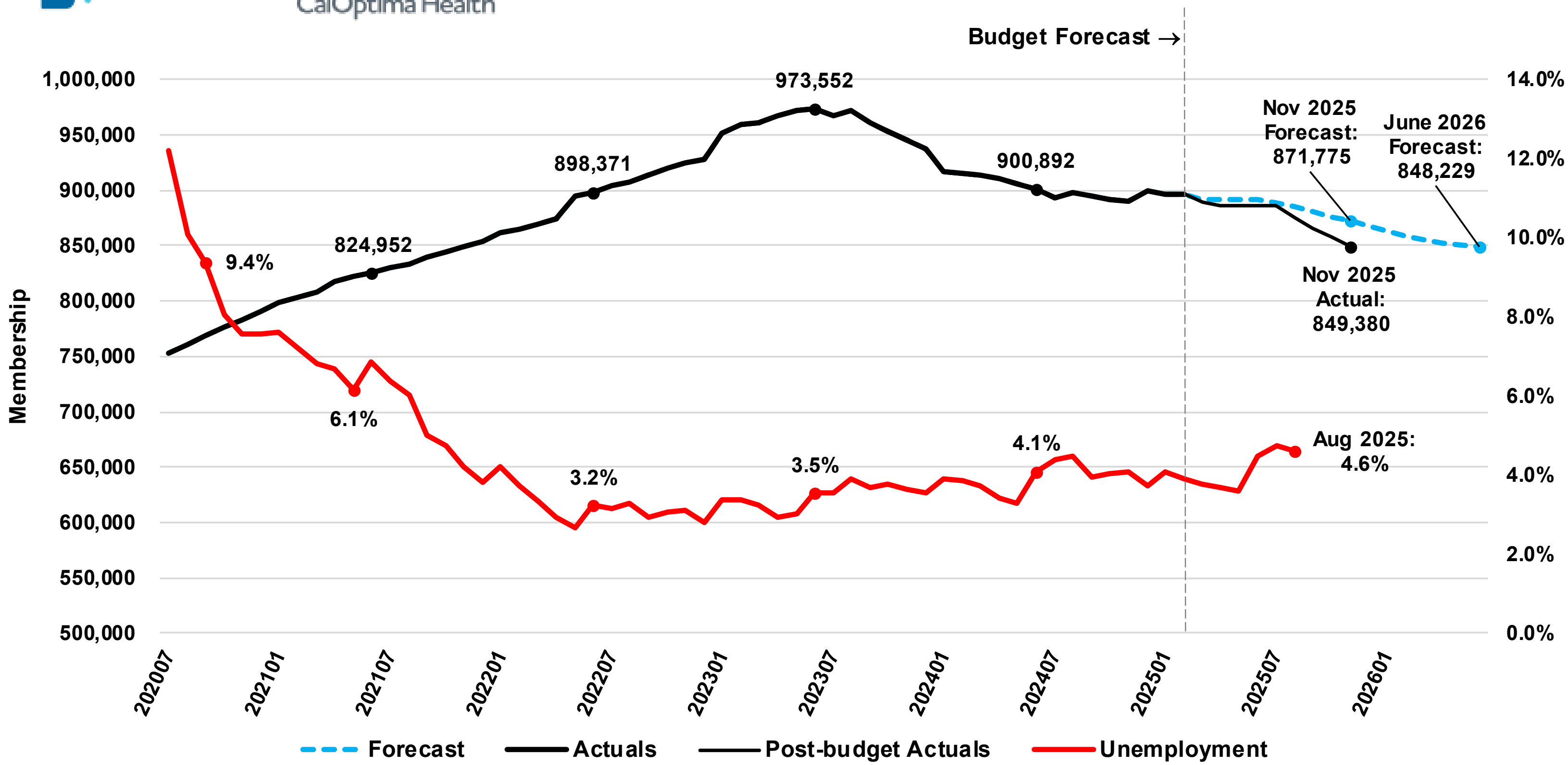
Actuals v. Budget – Medi-Cal

Medi-Cal
CalOptima Health



Notes:
- Medi-Cal specific aggregate enrollment forecast
- Overlay of Orange County unemployment rate
- Includes data as of November 6, 2025

CalOptima Health

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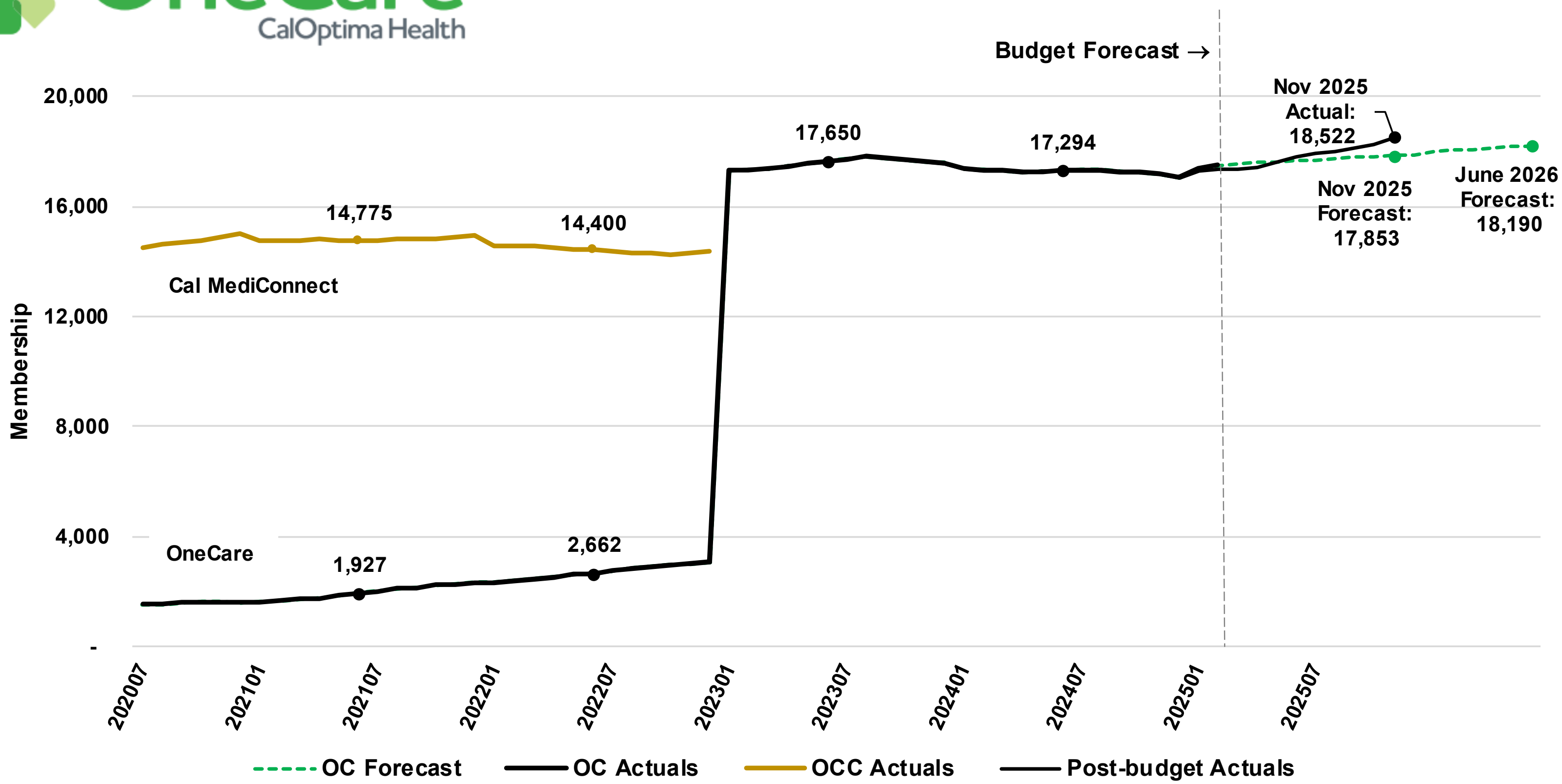
Actuals v. Budget – OneCare



Note: Includes data as of November 6, 2025

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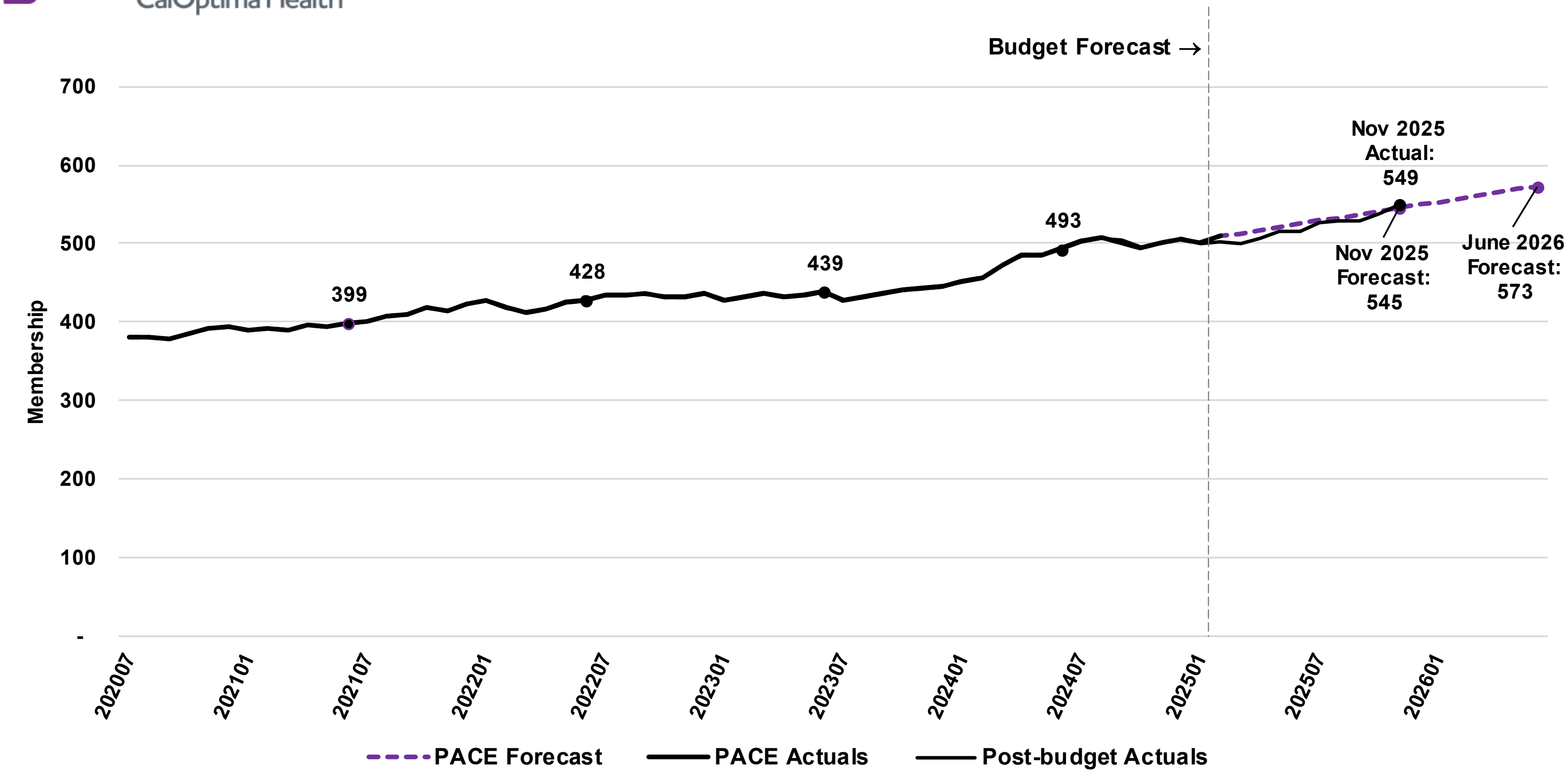
Actuals v. Budget – PACE



Note: Includes data as of November 6, 2025

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Board of Directors' Finance and Audit Committee Meeting
November 20, 2025

Shared Risk Pool Performance Update

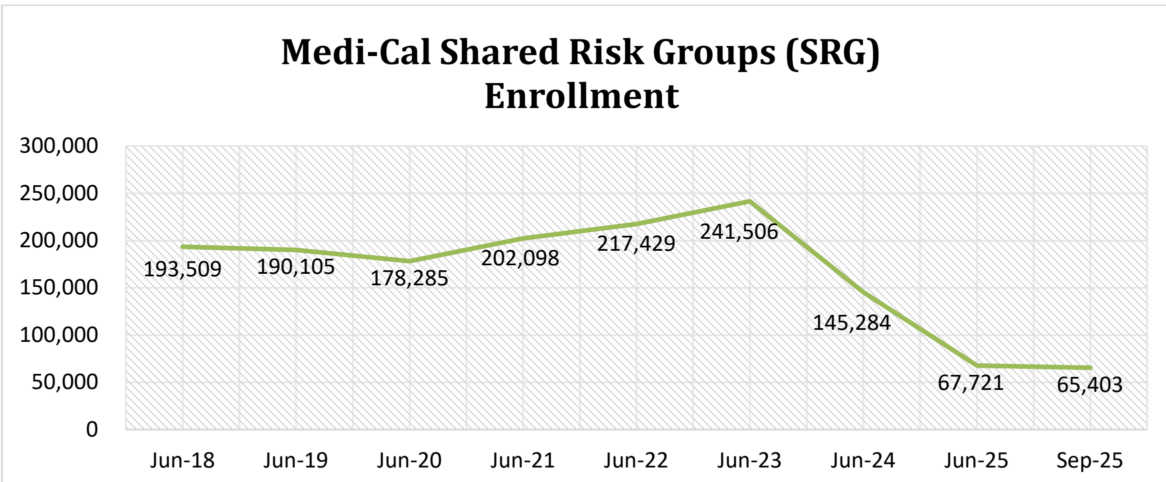
Medi-Cal: As of September 30, 2025, Medi-Cal has two (2) Shared Risk Groups (SRGs).

Effective Dates:

- Noble – January 2008
- UCMG – July 2008

Enrollment

SRGs are serving approximately 65,000 members. It represents about 8% of Medi-Cal enrollment. The decrease in enrollment reflects AltaMed's model change from an SRG to an HMO contract in November 2024.



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

Pool Performance - (Medi-Cal Classic + Expansion)

Fiscal Year	Gross Deficit	Gross Surplus	CalOptima Health Share (40%)	Group Share (60%)	Number of SRGs Total	Number of SRGs In Deficit	Number of SRGs 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
	-	$480,361,897	$192,144,759	$288,217,139			

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.

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OneCare: As of September 30, 2025, OneCare has four (4) SRGs.

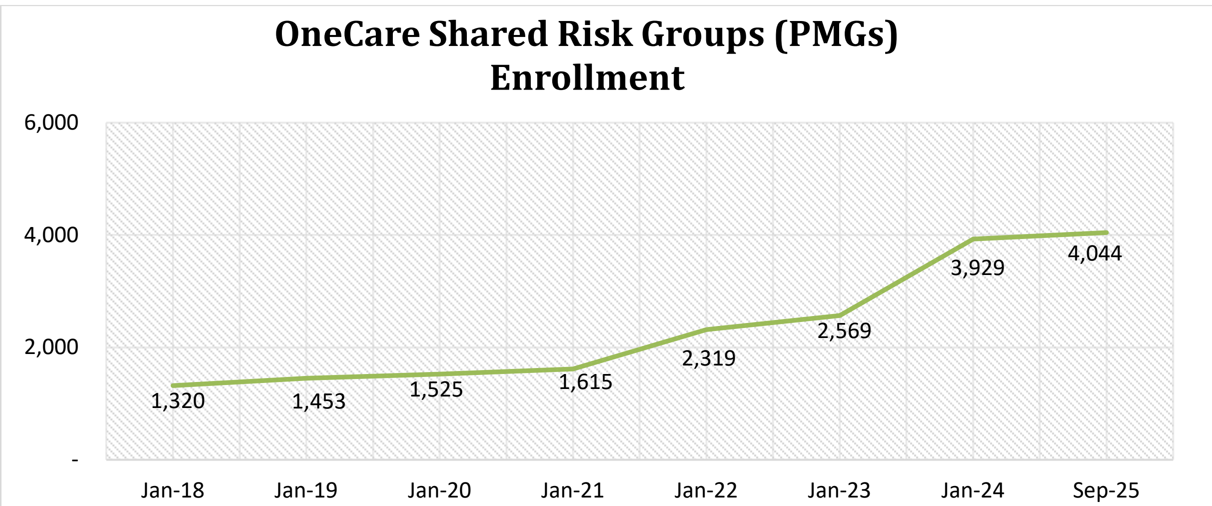
Effective Dates:

- 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 4,000 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	(1,630,741)	5,623,350	1,237,694	2,754,915	6	1	5
2024	(1,088,267)	2,315,494	174,022	1,053,206	4	3	1
2025Q3	(149,872)	5,048,708	2,388,372	2,510,464	4	1	3
	($6,023,740)	$17,908,049	$3,291,280	$8,593,030			

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.

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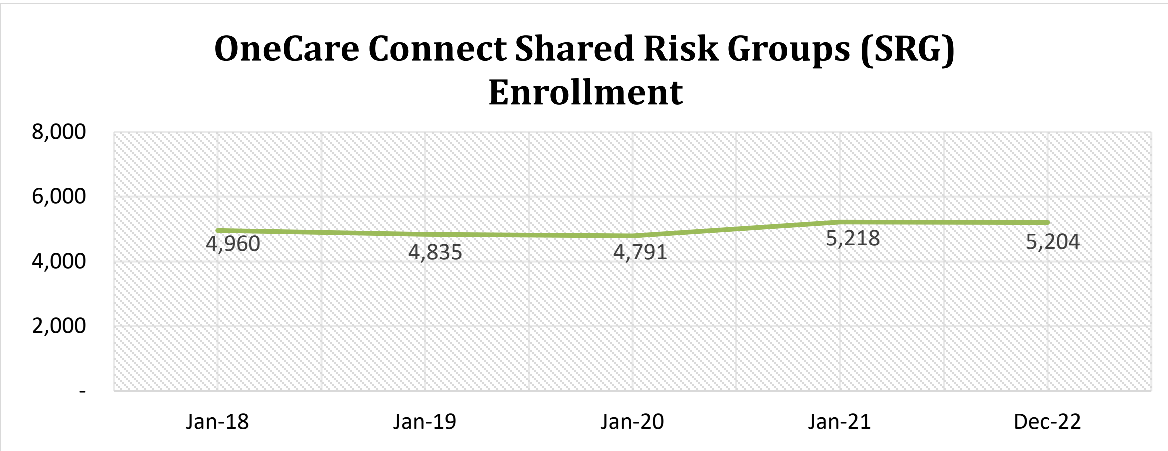
OneCare Connect: As of December 31, 2022, OneCare Connect had six (6) SRGs.

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.

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Board of Directors' Finance and Audit Committee Meeting
November 20, 2025

Health Network 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. After internal review, CalOptima Health's financial staff makes a determination as to whether the capitated 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 Hospitals: 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.

   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 are required to meet the current financial security reserve and withhold levels pursuant to CalOptima Health policy.

Results of the June 30, 2025 Financial Compliance Review: CalOptima Health reviewed the unaudited financial statements for each health network entity for the period ending June 30, 2025, and found that all health networks were in compliance.

	Physician Groups	Hospitals	HMOs
Total	6	2	5
Passed Review	6	2	5
Failed Review	0	0	0
On Notice	0	0	0
Did Not Submit Statements	0	0	0