

# Investment Portfolios Review First Quarter 2026

Management Committee

Mark Thompson, Director Treasury

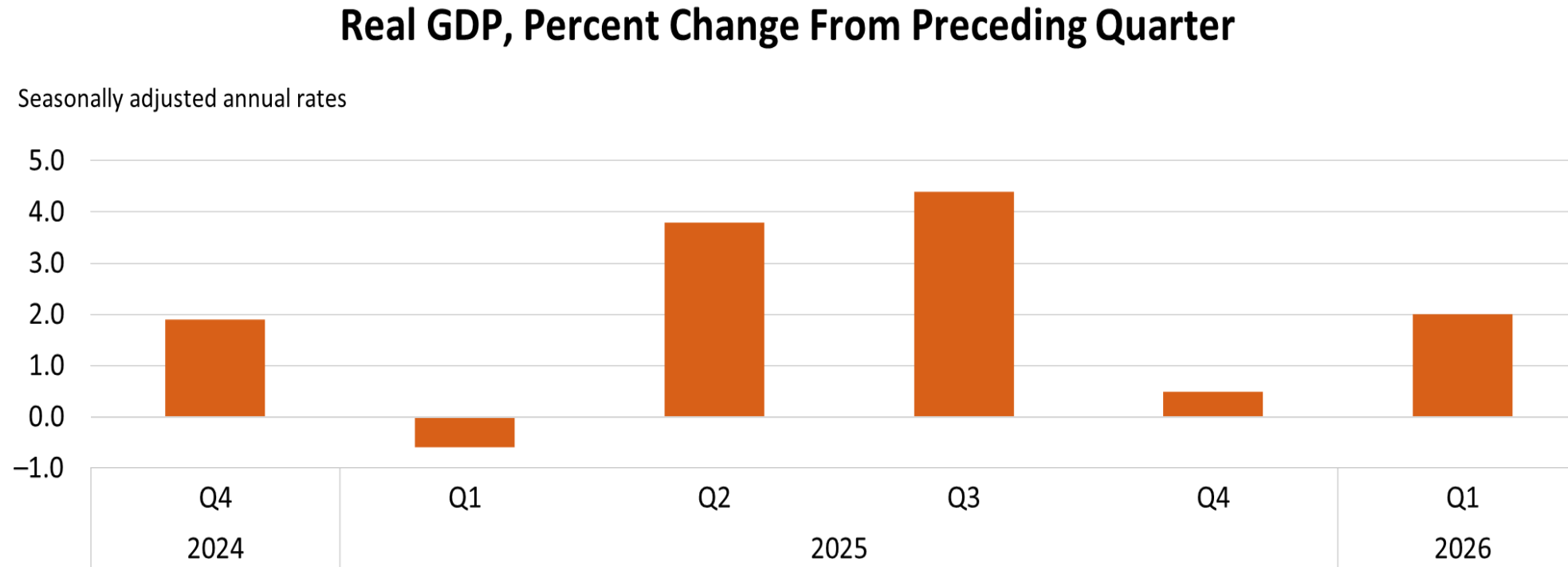


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May 13, 2026

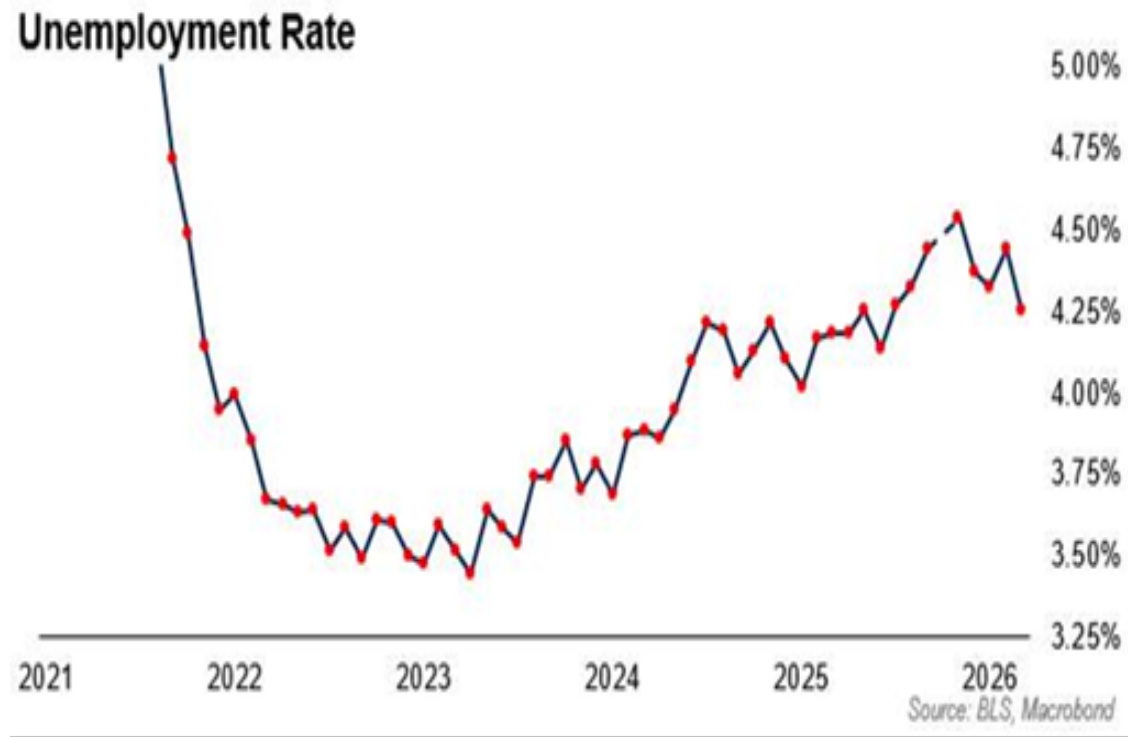
# Economic Growth

- **4Q24 1.9%**
- **1Q25 -0.6**
- **2Q25 3.8**
- **3Q25 4.4**
- **4Q25 .5**
- **1Q26 2.0**

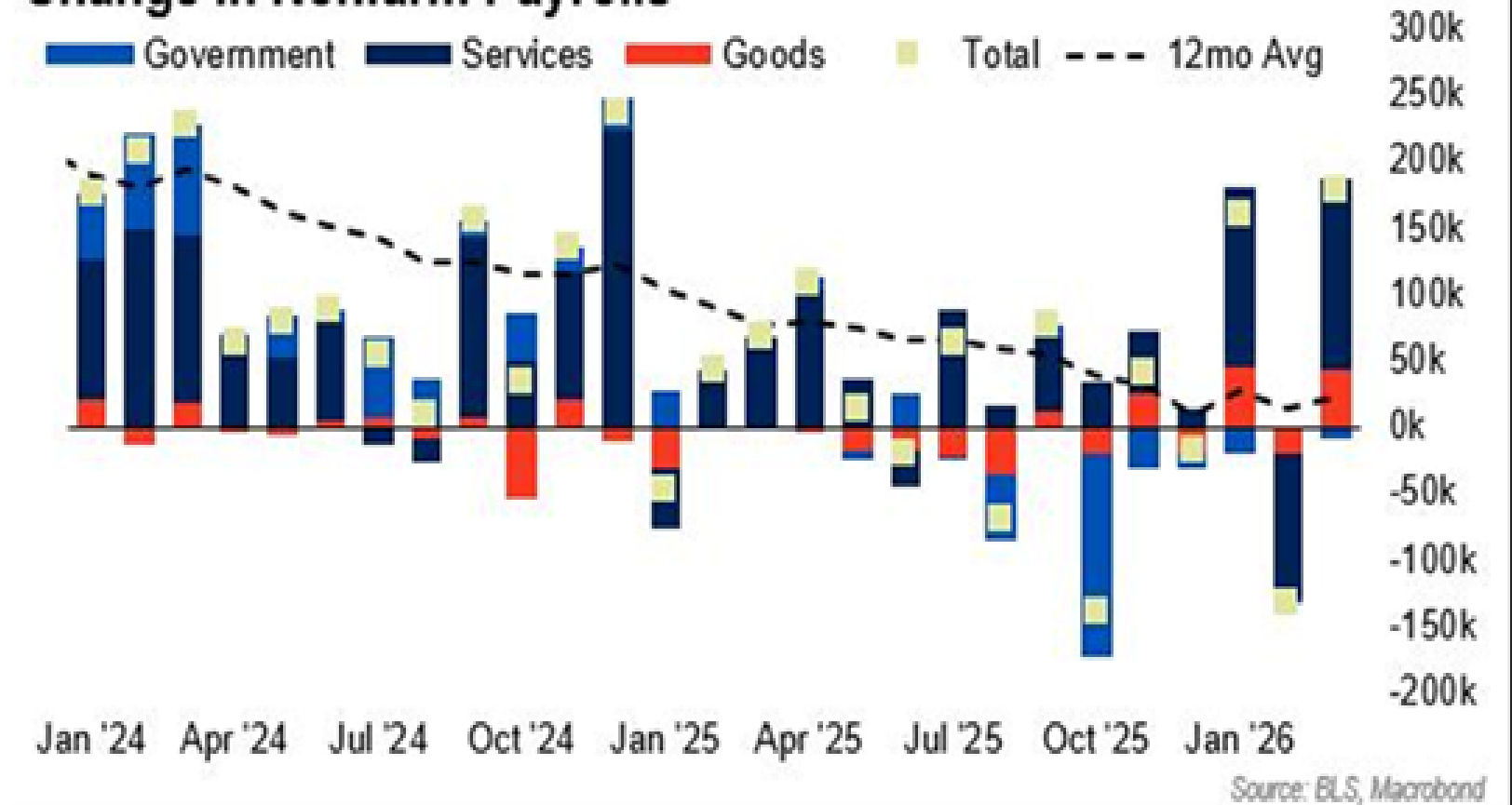


GDP Gross domestic product  
U.S. Bureau of Economic Analysis

# Labor Market

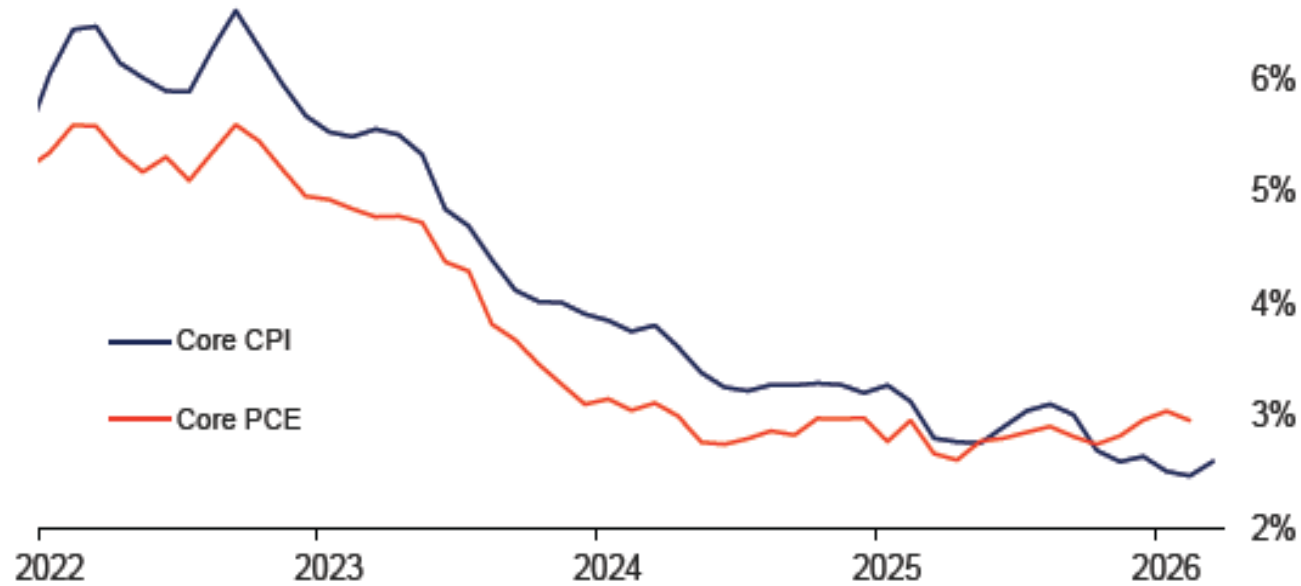


### Change in Nonfarm Payrolls



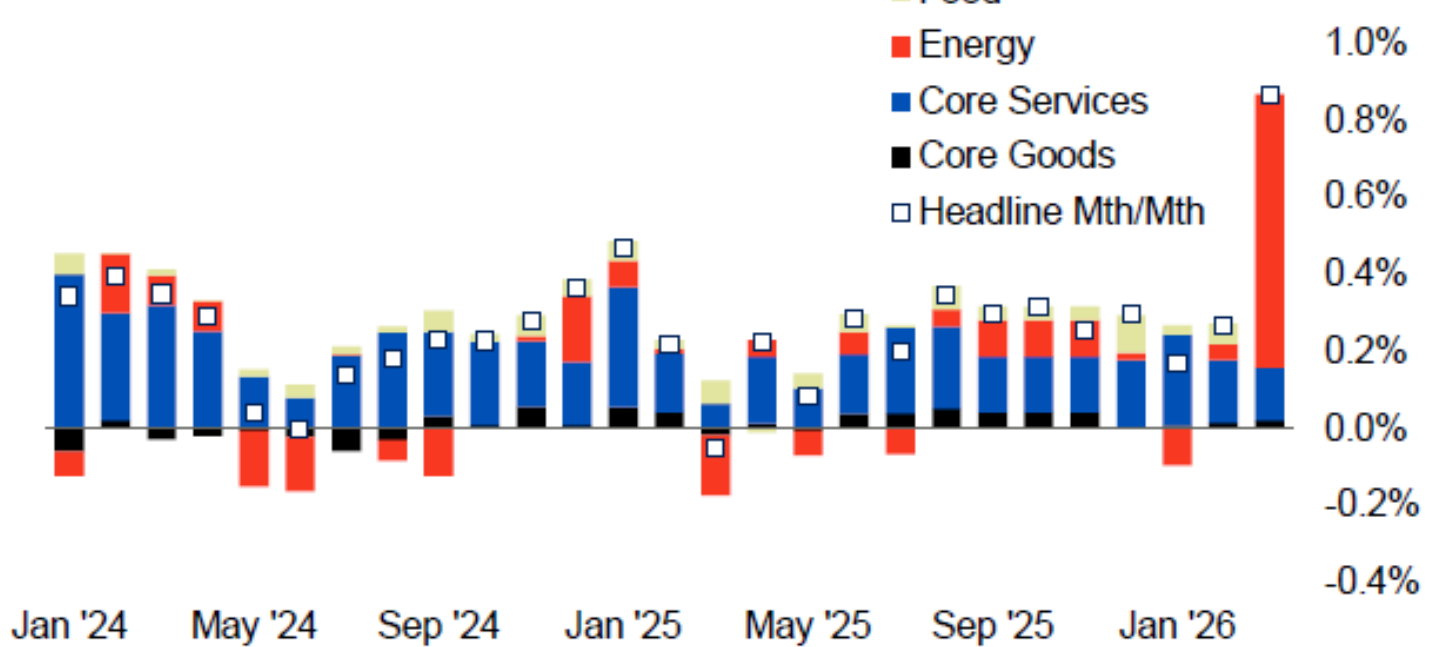
# Inflation

Consumer inflation, Yr/Yr%



Source: Bureau of Labor Statistics, Bureau of Economic Analysis, and Macrobond

Mth/Mth CPI Inflation Contributions

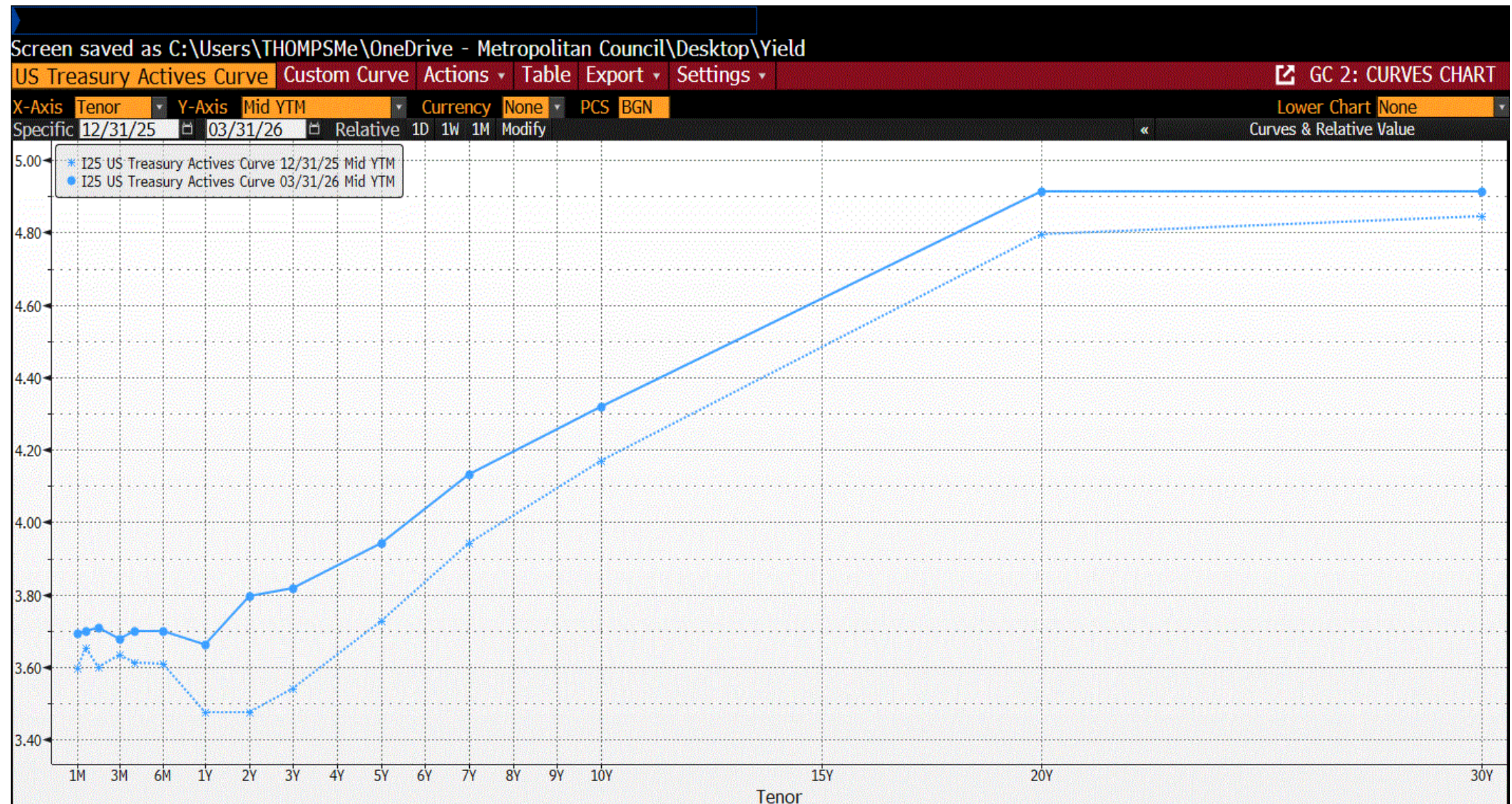


Source: BLS, Macrobond

# Treasury Yield Curve

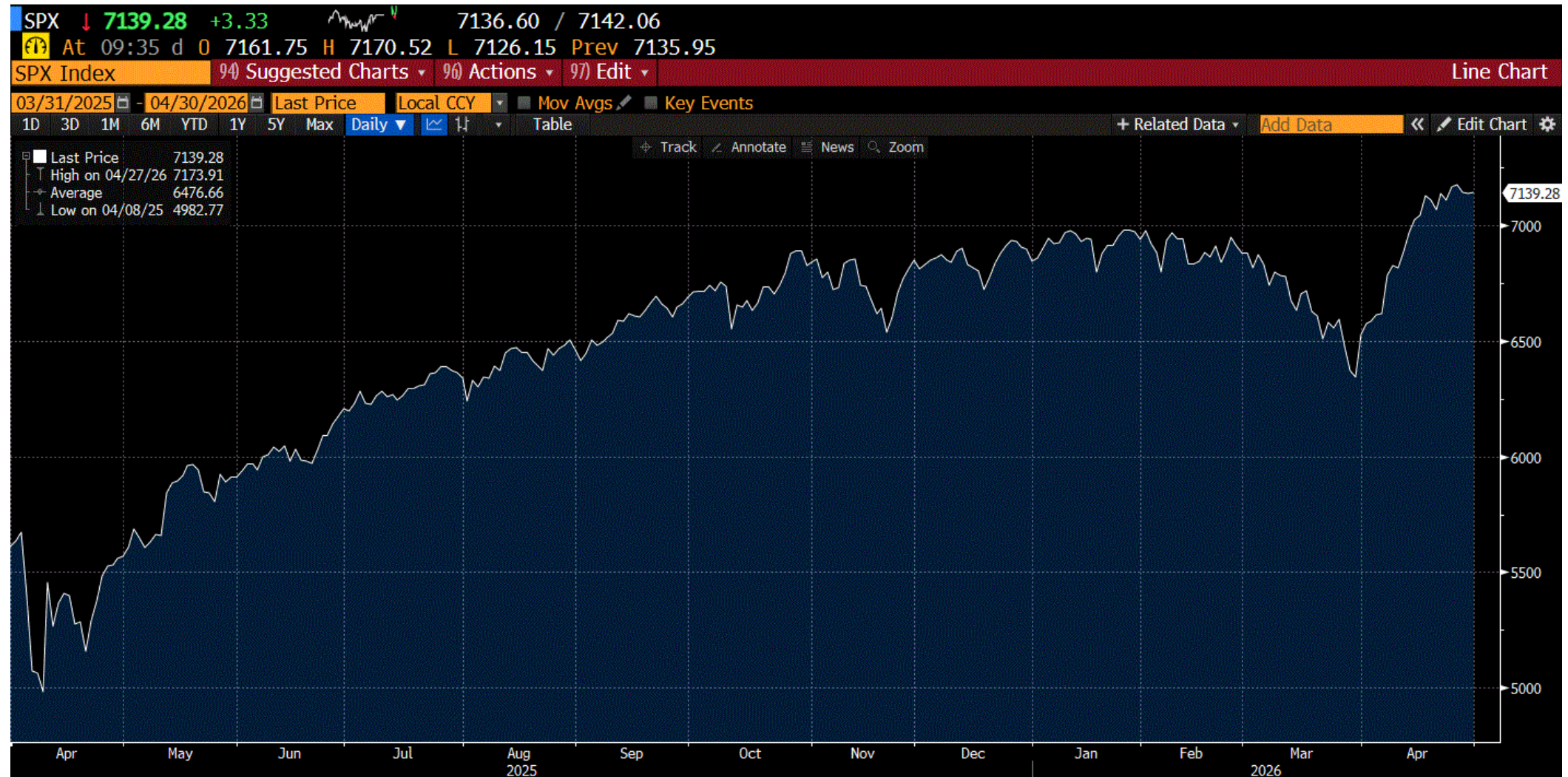
## Federal Reserve Target

|    | Announcement Date | Time  | Rate (%)    |
|----|-------------------|-------|-------------|
| 1) | January 28        | 13:00 | 3.50 - 3.75 |
| 2) | March 18          | 13:00 | 3.50 - 3.75 |
| 3) | April 29          | 13:00 | 3.50 - 3.75 |
| 4) | June 17           | 13:00 | --          |
| 5) | July 29           | 13:00 | --          |
| 6) | September 16      | 13:00 | --          |
| 7) | October 28        | 13:00 | --          |
| 8) | December 9        | 13:00 | --          |



# S&P 500 Index

- War and AI volatility
- 1Q return -4.35%
- Start 2026 at 6845
- End 1Q at 6528
- Recovered by 4/20
- OPEB Trust exposure 60%



| S&P 500 Total Returns |         |         |         |         |         |         |         |         |         |         |         |
|-----------------------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|
| Apr '25               | May '25 | Jun '25 | Jul '25 | Aug '25 | Sep '25 | Oct '25 | Nov '25 | Dec '25 | Jan '26 | Feb '26 | Mar '26 |
| -0.7%                 | 6.3%    | 5.1%    | 2.2%    | 2.0%    | 3.6%    | 2.3%    | 0.2%    | 0.6%    | 1.4%    | -0.8%   | -5.0%   |

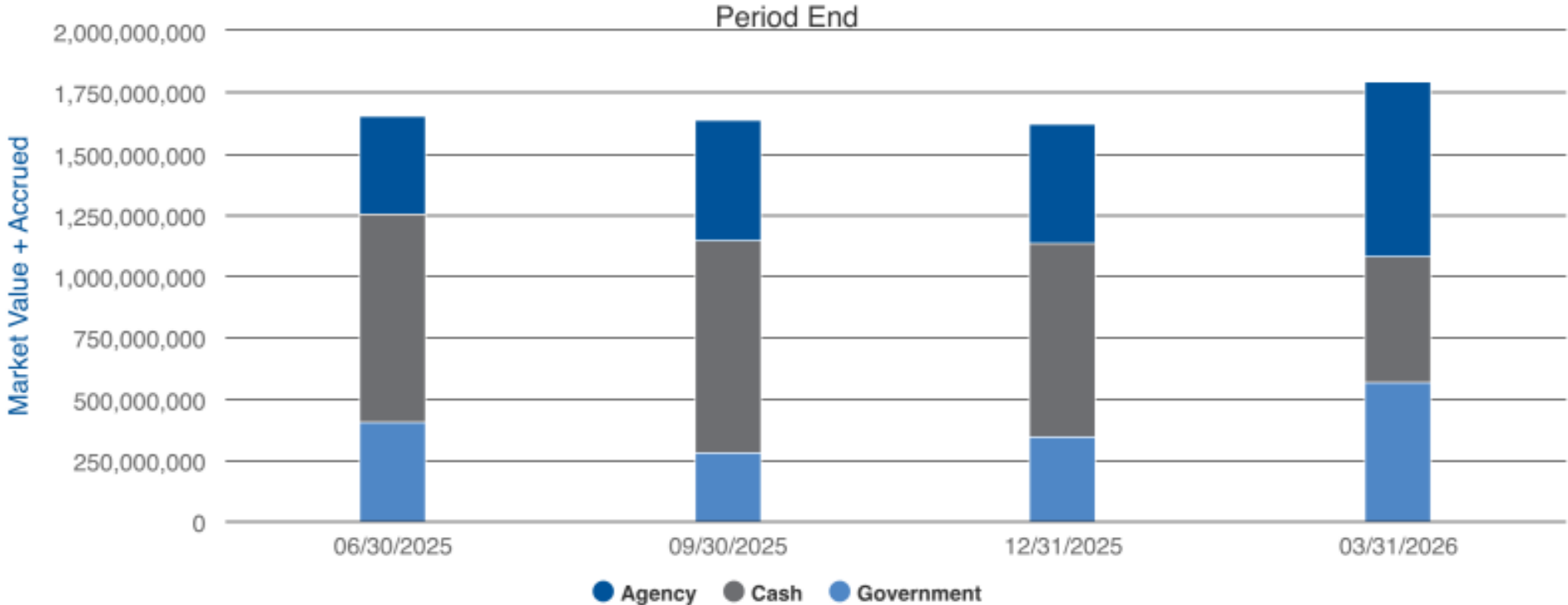
# Short-term Portfolio

## Historical Exposure Report

04/01/2025 - 03/31/2026

## Met Council Short Term Agg (485181)

Dated: 05/04/2026



| Period End | Period Begin | Market Value + Accrued  | Average Credit Rating | GASB Book Yield | Years to Final Maturity |
|------------|--------------|-------------------------|-----------------------|-----------------|-------------------------|
| 06/30/2025 | 04/01/2025   | 1,652,123,266.91        | AAA                   | 4.022           | 0.094                   |
| 09/30/2025 | 07/01/2025   | 1,635,158,227.24        | AAA                   | 3.876           | 0.055                   |
| 12/31/2025 | 10/01/2025   | 1,620,618,015.80        | AAA                   | 3.483           | 0.117                   |
| 03/31/2026 | 01/01/2026   | 1,792,190,903.60        | AAA                   | 3.421           | 0.172                   |
| ---        | ---          | <b>1,675,022,603.39</b> | <b>AAA</b>            | <b>3.695</b>    | <b>0.111</b>            |

\* Grouped by: Period End. \* Groups Sorted by: Period End. \* Exposure Point: Market Sector. \* Weighted by: Market Value + Accrued, except GASB Book Yield by Ending GASB Base Book Value + Accrued.

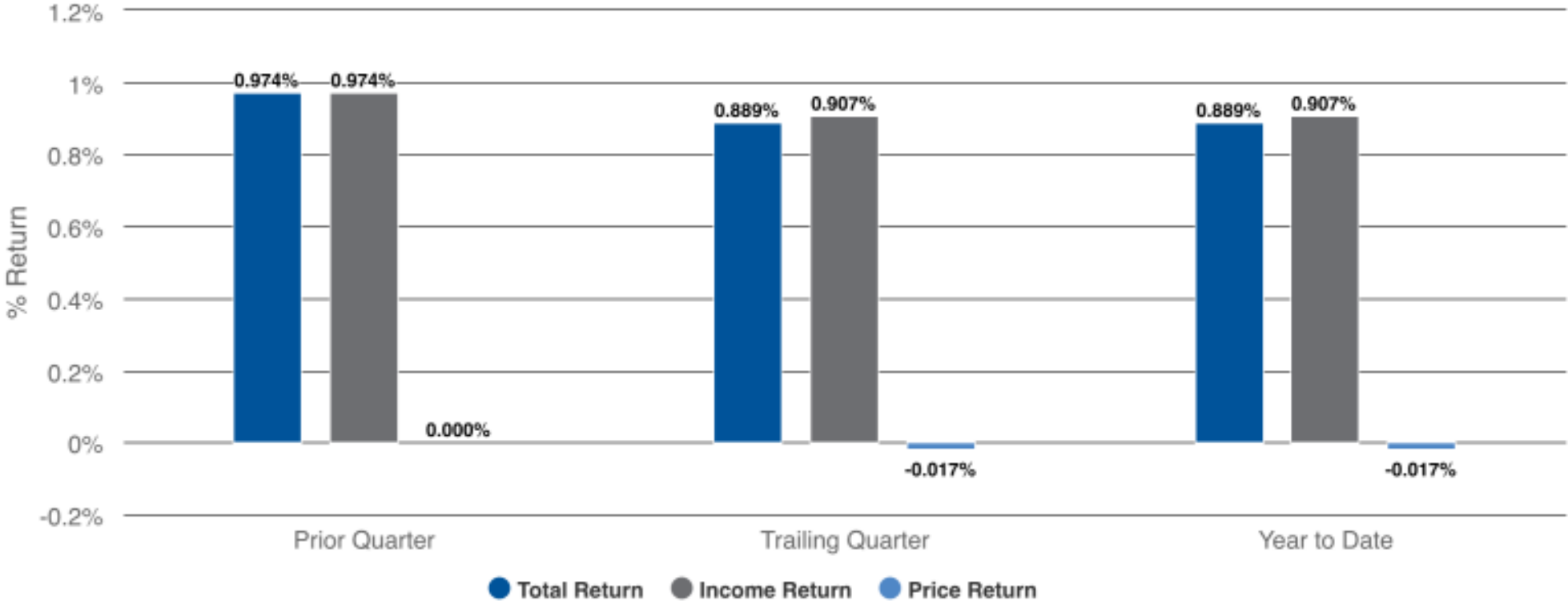
# Short-term Portfolio

## Total Return Chart

As of 03/31/2026

## Met Council Short Term Agg (485181)

Dated: 05/04/2026



| Period           | Period Begin | Period End | Total Return | Income Return | Price Return |
|------------------|--------------|------------|--------------|---------------|--------------|
| Prior Quarter    | 10/01/2025   | 12/31/2025 | 0.974%       | 0.974%        | 0.000%       |
| Trailing Quarter | 01/01/2026   | 03/31/2026 | 0.889%       | 0.907%        | -0.017%      |
| Year to Date     | 01/01/2026   | 03/31/2026 | 0.889%       | 0.907%        | -0.017%      |

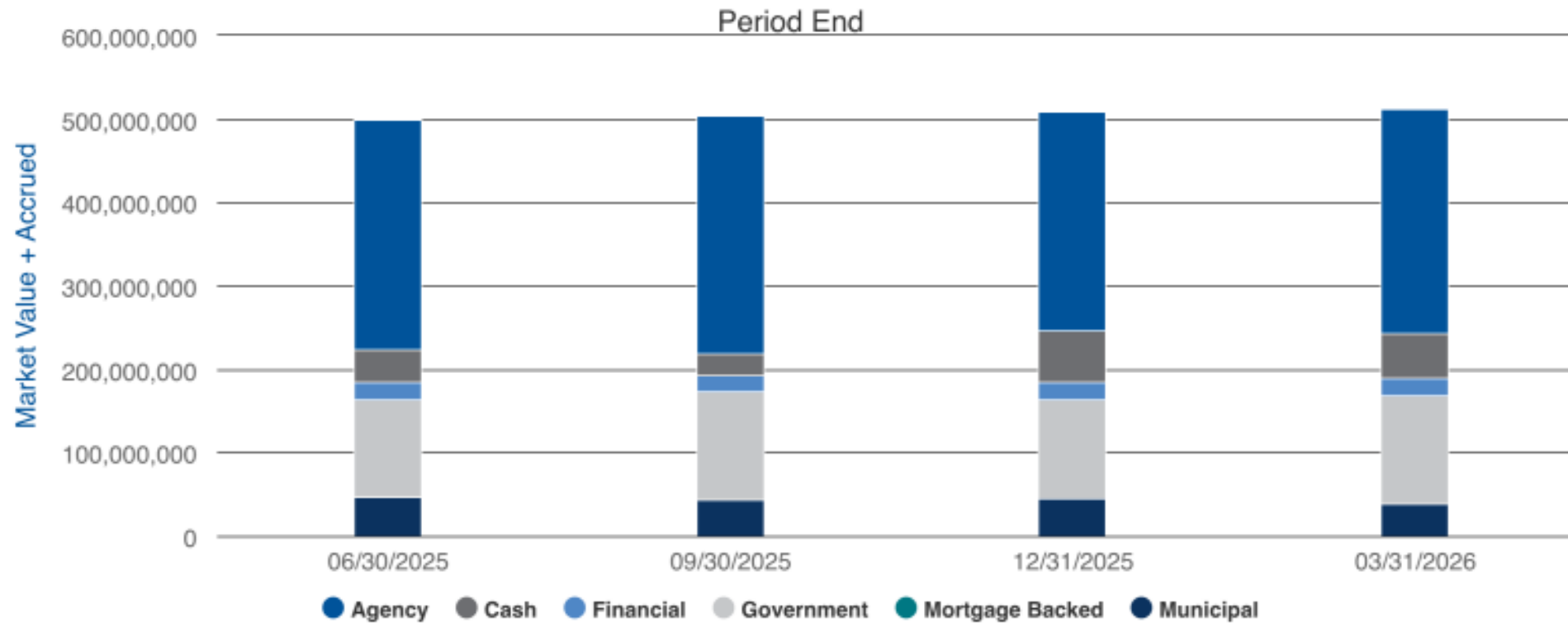
# Long-term Portfolio

## Historical Exposure Report

04/01/2025 - 03/31/2026

## Met Council Long Term Agg (485183)

Dated: 05/04/2026



| Period End | Period Begin | Market Value + Accrued | Average Credit Rating | GASB Book Yield | Years to Final Maturity |
|------------|--------------|------------------------|-----------------------|-----------------|-------------------------|
| 06/30/2025 | 04/01/2025   | 498,678,599.88         | AA+                   | 2.763           | 2.213                   |
| 09/30/2025 | 07/01/2025   | 504,401,164.69         | AA+                   | 2.931           | 2.541                   |
| 12/31/2025 | 10/01/2025   | 509,739,986.08         | AA+                   | 3.053           | 2.535                   |
| 03/31/2026 | 01/01/2026   | 512,299,040.50         | AA+                   | 3.334           | 3.279                   |
| ---        | ---          | <b>506,279,697.79</b>  | <b>AA+</b>            | <b>3.022</b>    | <b>2.645</b>            |

\* Grouped by: Period End. \* Groups Sorted by: Period End. \* Exposure Point: Market Sector. \* Weighted by: Market Value + Accrued, except GASB Book Yield by Ending GASB Base Book Value + Accrued.

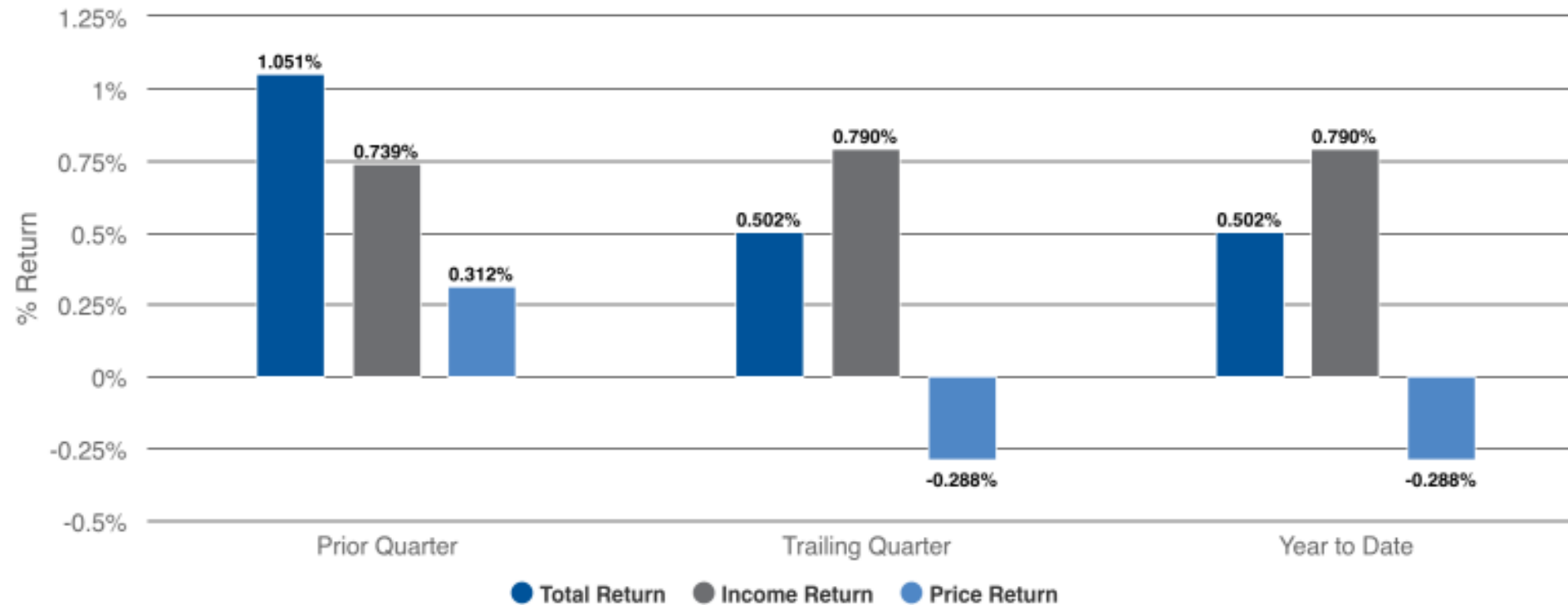
# Long-term Portfolio

## Total Return Chart

As of 03/31/2026

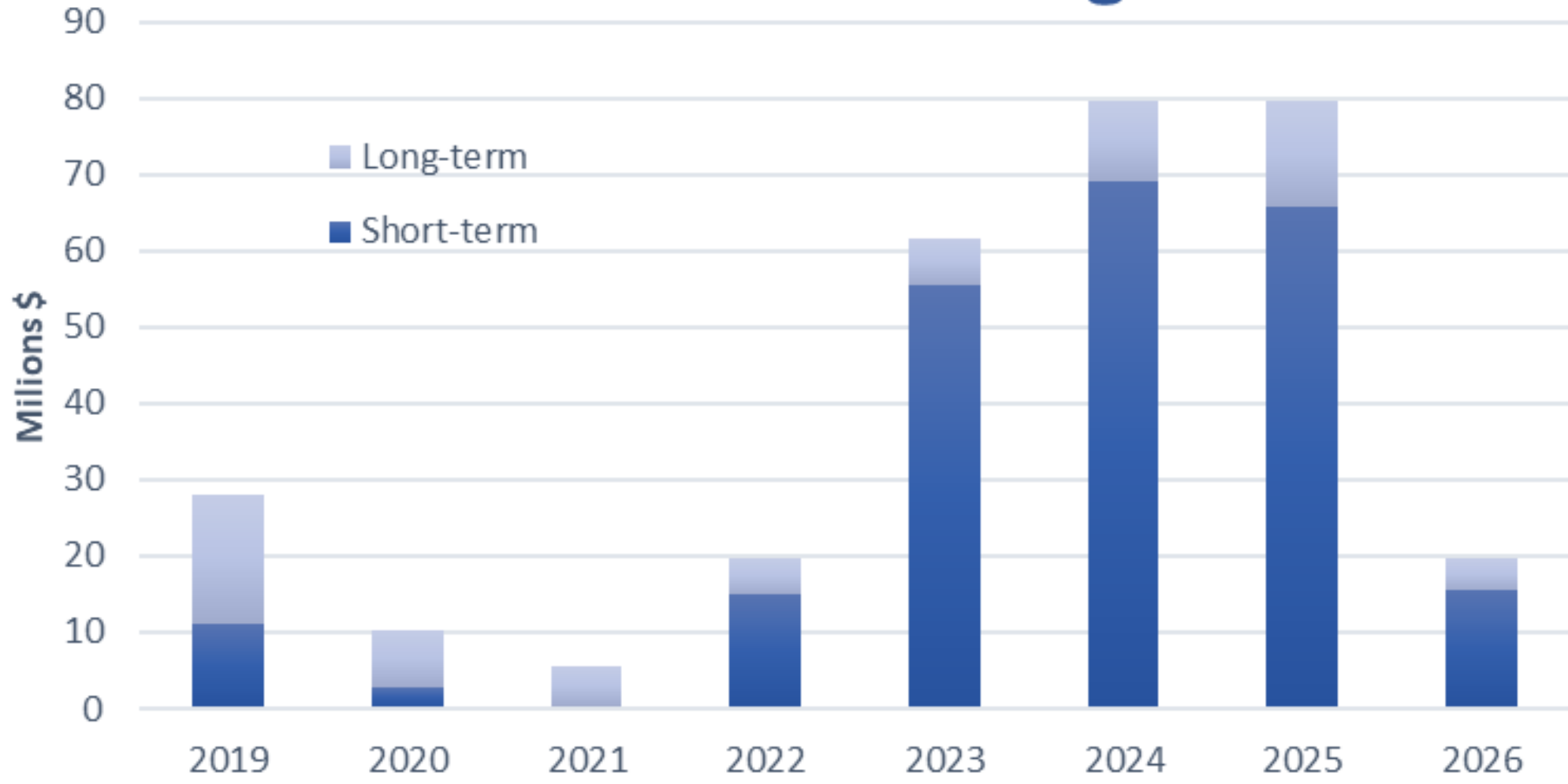
Met Council Long Term Agg (485183)

Dated: 05/04/2026



| Period           | Period Begin | Period End | Total Return | Income Return | Price Return |
|------------------|--------------|------------|--------------|---------------|--------------|
| Prior Quarter    | 10/01/2025   | 12/31/2025 | 1.051%       | 0.739%        | 0.312%       |
| Trailing Quarter | 01/01/2026   | 03/31/2026 | 0.502%       | 0.790%        | -0.288%      |
| Year to Date     | 01/01/2026   | 03/31/2026 | 0.502%       | 0.790%        | -0.288%      |

# Investment Earnings



# OPEB Trust

- Trust Value:
  - 1Q 2026 \$400.1 million
  - 4Q 2025 410.6
  - 3Q 2025 414.8
  - 2Q 2025 392.5

- Equity - \$242 million, 60%
- Fixed Income - \$132 million, 33%
- Cash Pool - \$26 million, 7%

- Projected Liabilities Remain Fully Funded

## Investment Performance As Of 3/31/2026

### MTC OPEB



|  | 1 Month | 3 Month | Fiscal YTD | 1 Year | 3 Year | 5 Year |
|--|---------|---------|------------|--------|--------|--------|
| Met Council Laddered Fixed Income Fund | (0.88%) | 0.23%   | 0.23%      | 4.14%  | 4.02%  | 1.61%  |
| Non-Retirement Equity Fund             | (4.98%) | (4.34%) | (4.34%)    | 17.78% | 18.27% | 12.05% |
| Non-Retirement Money Market Fund       | 0.32%   | 0.95%   | 0.95%      | 4.29%  | 5.01%  | 3.58%  |
|  | 1 Month | 3 Month | Fiscal YTD | 1 Year | 3 Year | 5 Year |
| <b>Total Performance</b>               | (3.33%) | (2.54%) | (2.54%)    | 13.09% | 13.10% | 8.28%  |



Thank you



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