Investment Review
Third Quarter 2026

Management Committee

Mark Thompson, Director Treasury

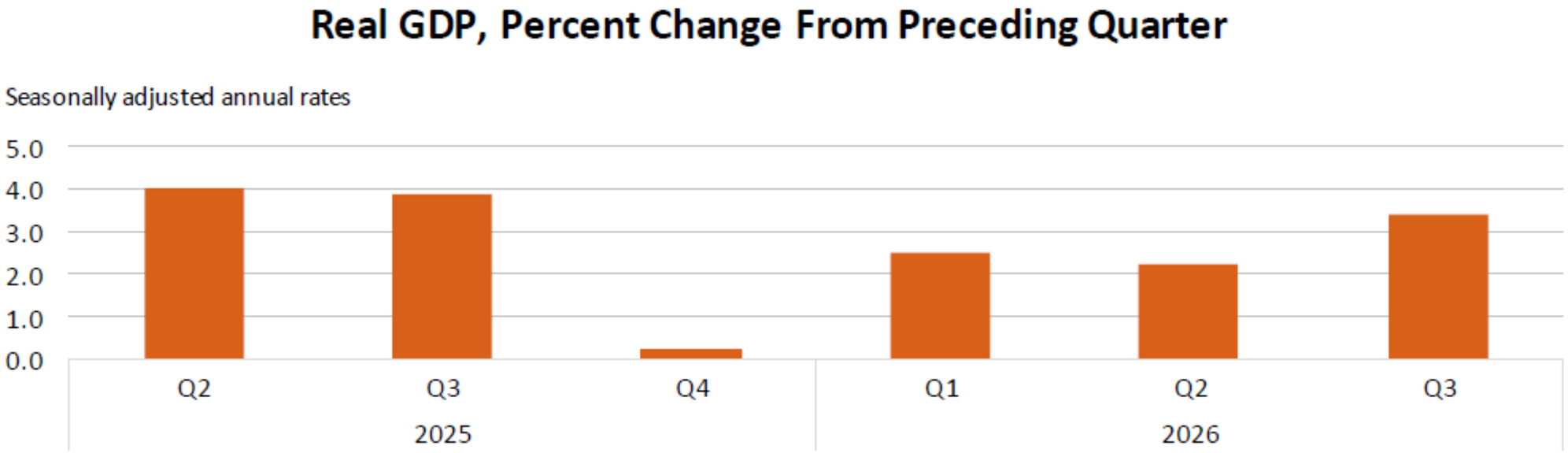
METROPOLITAN COUNCIL

November 18, 2026

Economy

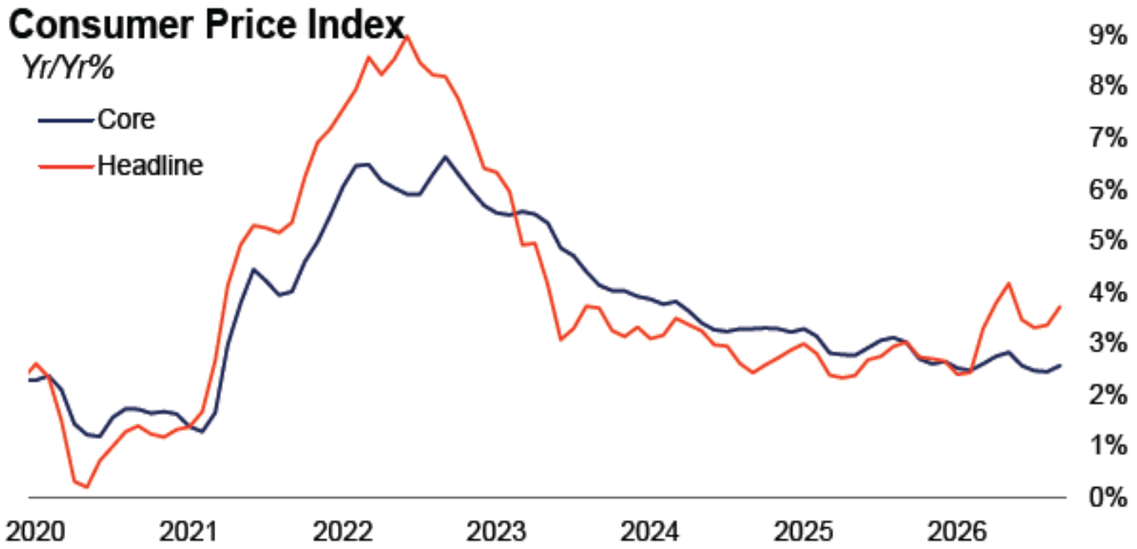
	1Q 2026	2Q 2026	3Q 2026
Growth - GDP	2.10%	2.20%	3.40%
Inflation - Consumer Price Index	3.30%	3.50%	3.70%
Jobs - Non-farm Payrolls 3-mo Average	6,000	111,000	51,000
Jobs - Unemployment Rate	4.30%	4.20%	4.20%
Federal Reserve Target Rate	3.50-3.75%	3.50-3.75%	3.75-4.00%
Equity Markets - S&P 500 Qrtly. Total Return	-4.35%	15.20%	2.30%

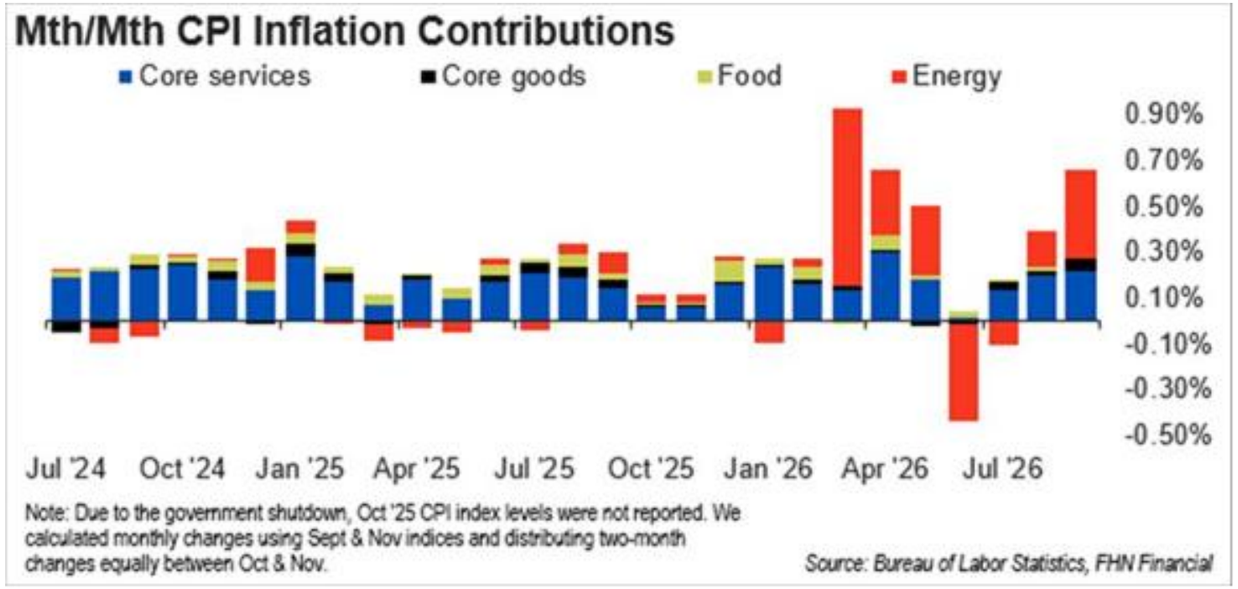
Economic Growth



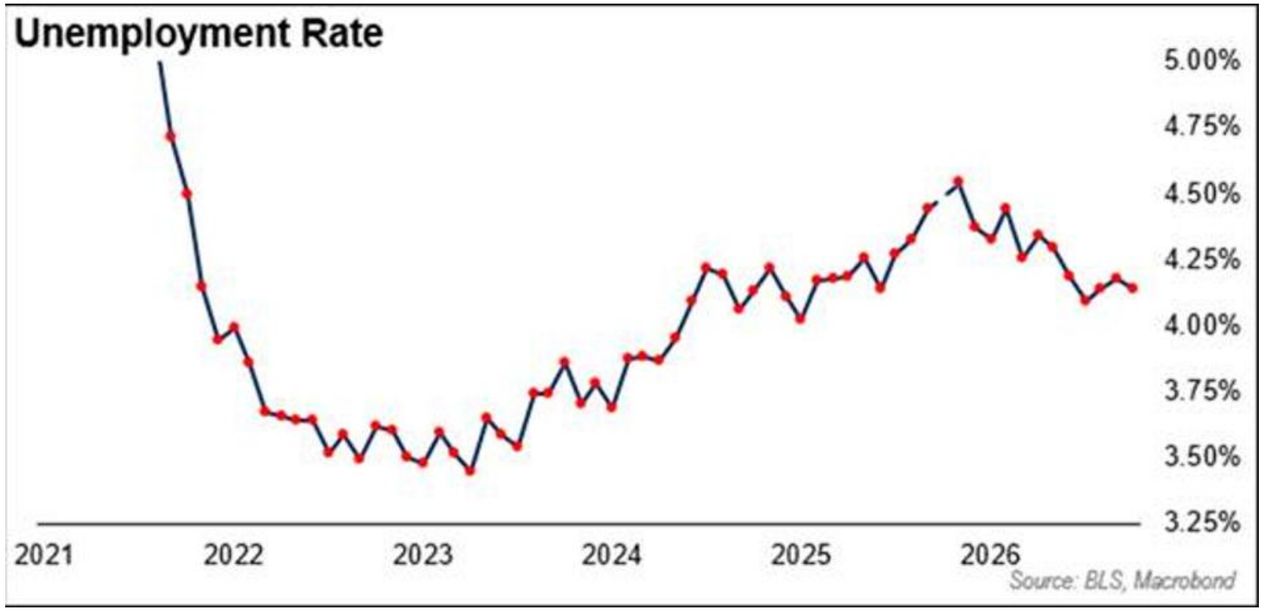
GDP Gross domestic product
U.S. Bureau of Economic Analysis

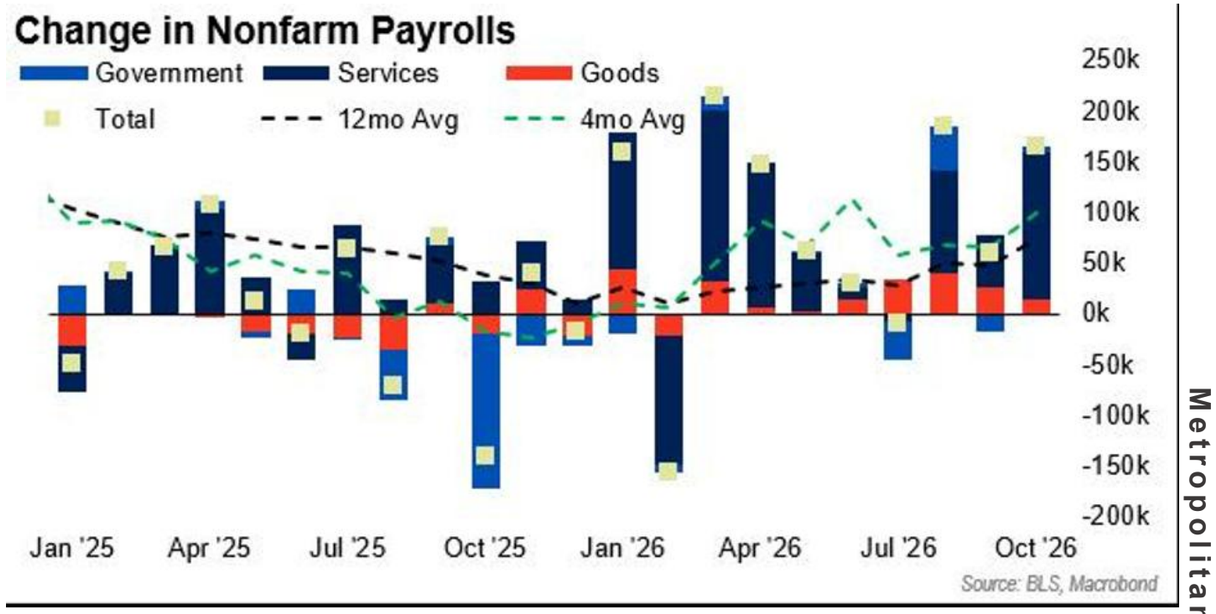
Inflation


Consumer Price Index
Yr/Yr%
Core
Headline
9%
8%
7%
6%
5%
4%
3%
2%
1%
0%
2020
2021
2022
2023
2024
2025
2026

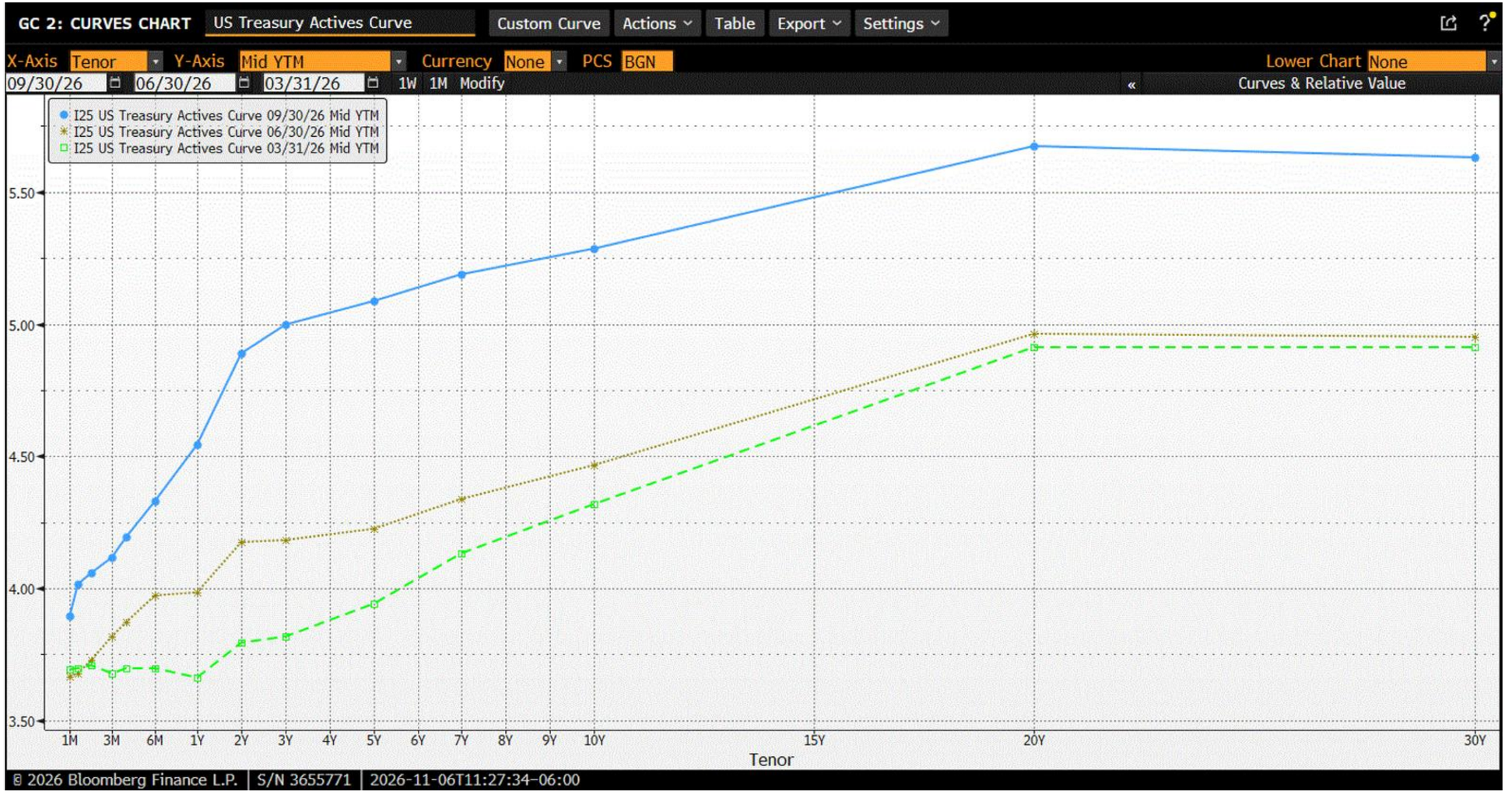

Mth/Mth CPI Inflation Contributions
Core services
Core goods
Food
Energy
0.90%
0.70%
0.50%
0.30%
0.10%
-0.10%
-0.30%
-0.50%
Jul '24
Oct '24
Jan '25
Apr '25
Jul '25
Oct '25
Jan '26
Apr '26
Jul '26
Note: Due to the government shutdown, Oct '25 CPI index levels were not reported. We calculated monthly changes using Sept & Nov indices and distributing two-month changes equally between Oct & Nov.
Source: Bureau of Labor Statistics, FHN Financial

Labor Market





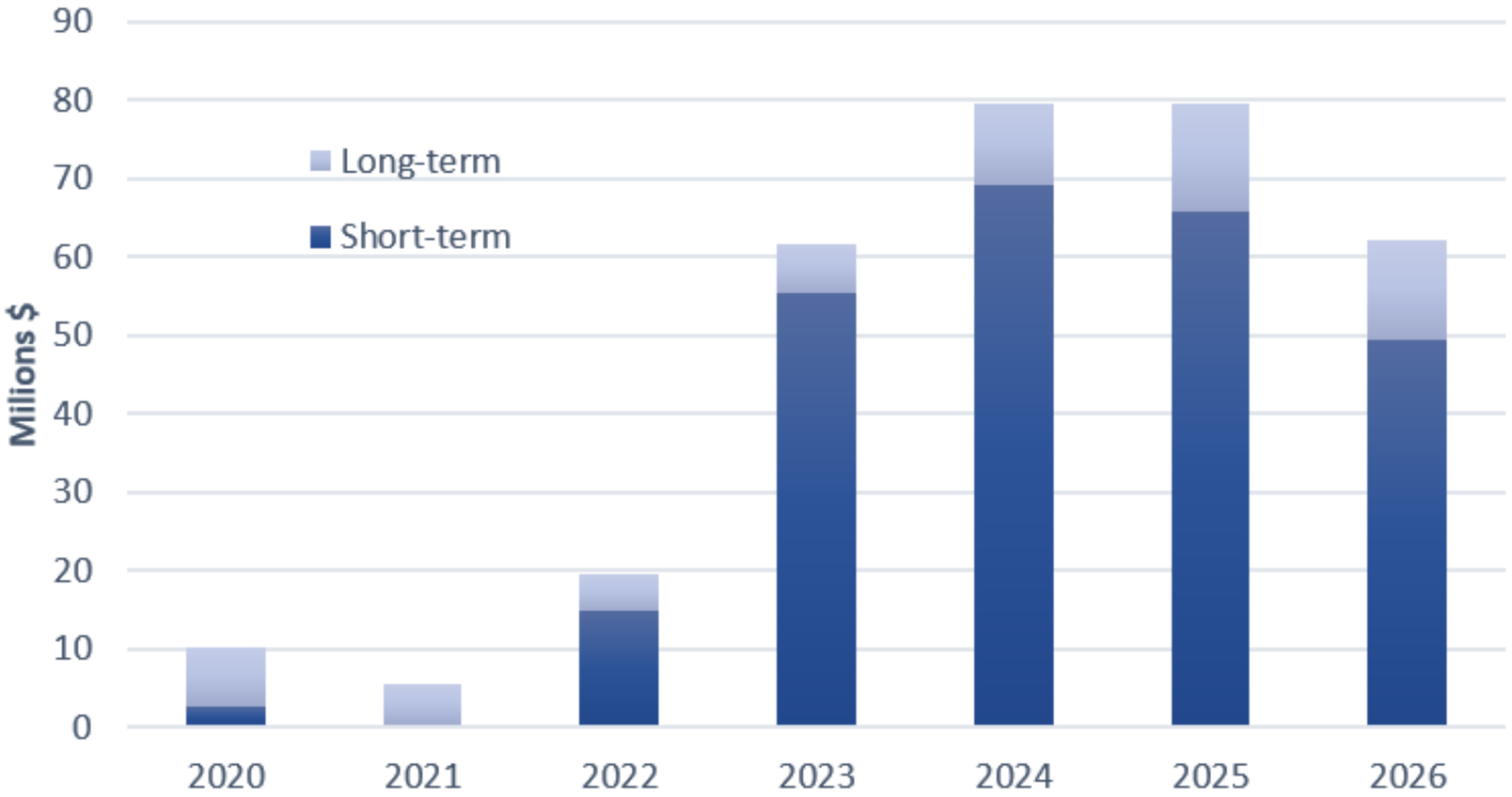
	1Q 2026	2Q 2026	3Q 2026
Fed Funds	3.50-3.75%	3.50-3.75%	3.75-4.00%
2-Year	3.79%	4.18%	4.89%
5-Year	3.94%	4.23%	5.09%
10-Year	4.31%	4.47%	5.28%
30-Year	4.91%	4.95%	5.63%





S&P 500 Monthly Total Returns											
Oct '25	Nov '25	Dec '25	Jan '26	Feb '26	Mar '26	Apr '26	May '26	Jun'26	Jul '26	Aug '26	Sep '26
2.3%	0.2%	0.6%	1.4%	-0.8%	-5.0%	10.5%	5.4%	-0.9%	-0.1%	2.7%	-0.3%

Investment Earnings



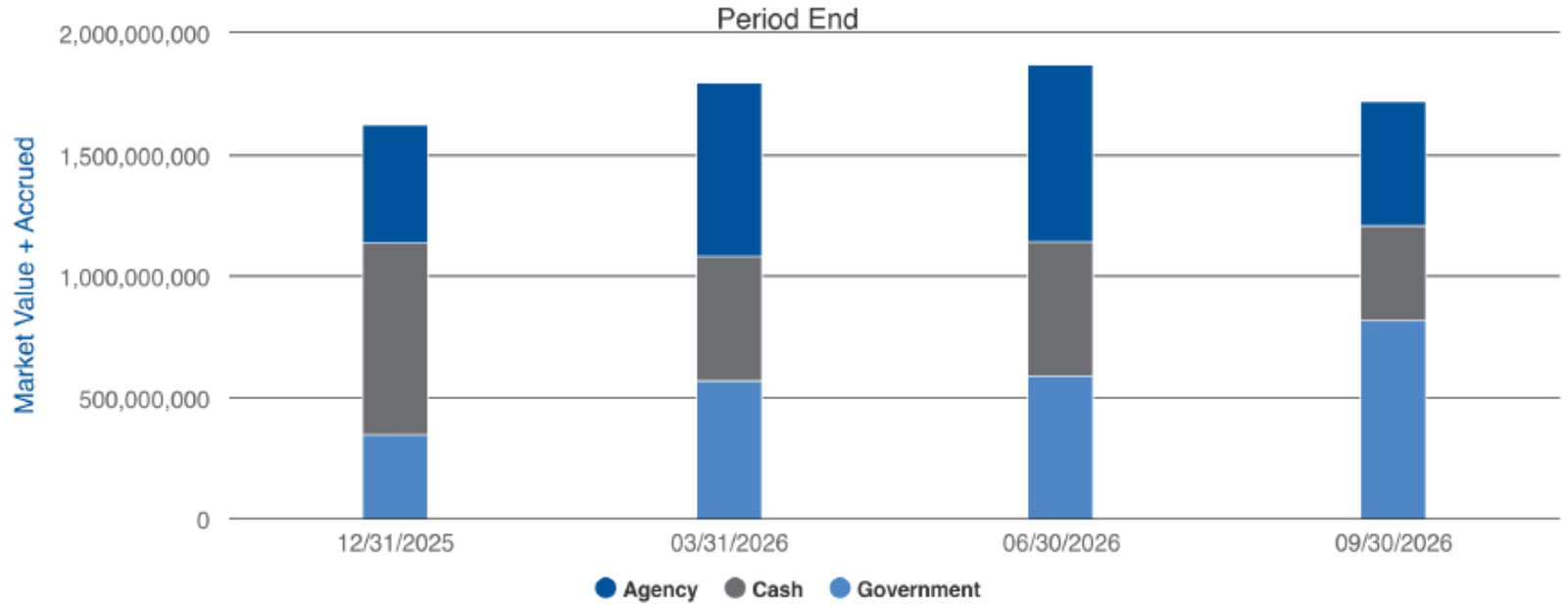
Short-term Portfolio

Historical Exposure Report (511685)

10/01/2025 - 09/30/2026

Met Council Short Term Agg (485181)

Dated: 11/05/2026



Period End	*Average Credit Rating*	*Market Value + Accrued*	*GASB Book Yield*	*Years to Final Maturity*
12/31/2025	AAA	1,620,618,015.80	3.483	0.117
03/31/2026	AAA	1,792,190,410.98	3.421	0.172
06/30/2026	AAA	1,871,303,255.83	3.482	0.188
09/30/2026	AAA	1,718,750,131.28	3.855	0.174

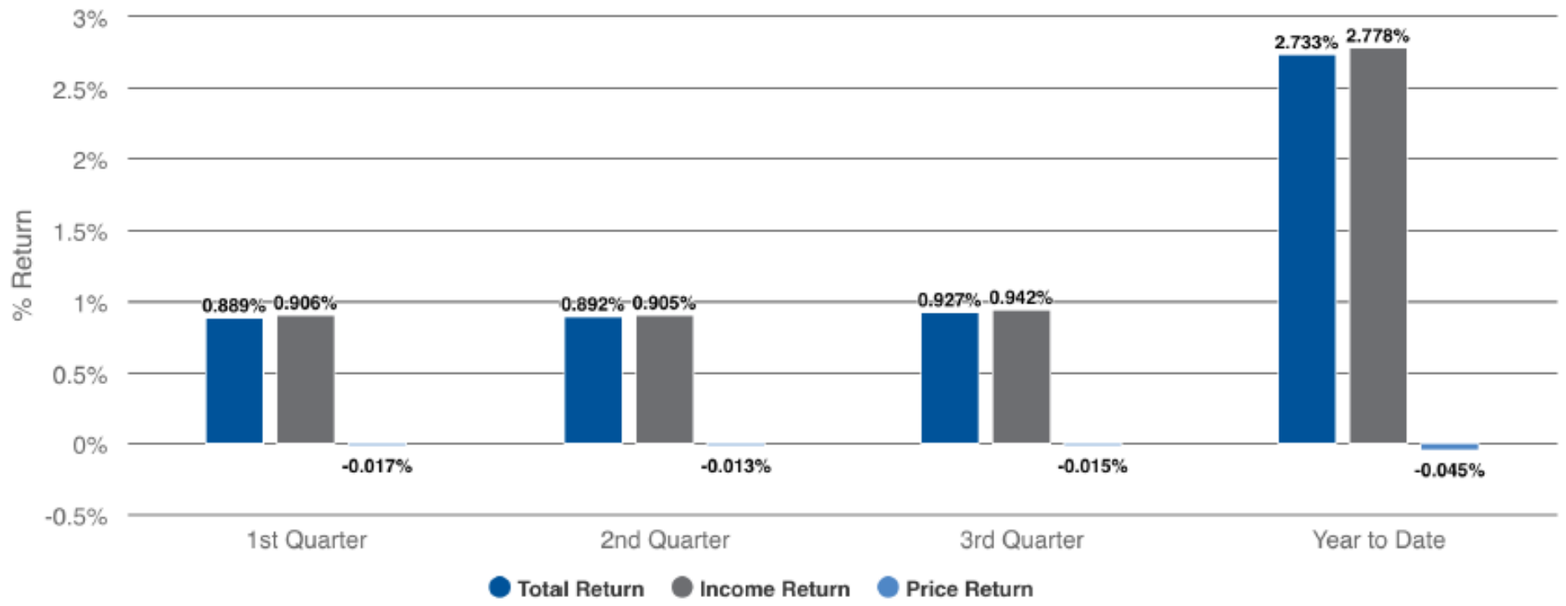
Short-term Portfolio

Total Return Chart (498372)

As of 11/04/2026

Met Council Short Term Agg (485181)

Dated: 11/05/2026



Period	*Period Begin*	*Period End*	*Total Return*	*Income Return*	*Price Return*
1st Quarter	01/01/2026	03/31/2026	0.889%	0.906%	-0.017%
2nd Quarter	04/01/2026	06/30/2026	0.892%	0.905%	-0.013%
3rd Quarter	07/01/2026	09/30/2026	0.927%	0.942%	-0.015%
Year to Date	01/01/2026	09/30/2026	2.733%	2.778%	-0.045%

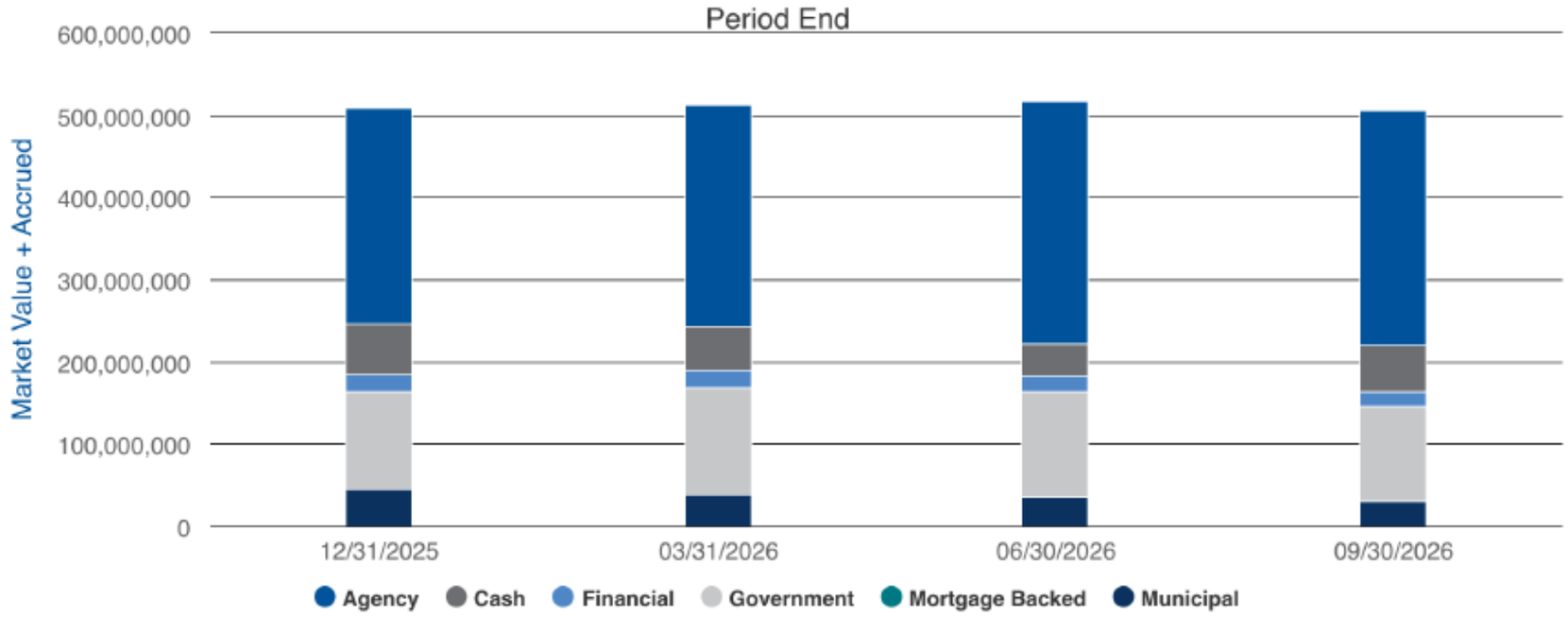
Long-term Portfolio

Historical Exposure Report (511685)

10/01/2025 - 09/30/2026

Met Council Long Term Agg (485183)

Dated: 11/05/2026



Period End	*Average Credit Rating*	*Market Value + Accrued*	*GASB Book Yield*	*Years to Final Maturity*
12/31/2025	AA+	509,739,986.08	3.053	2.535
03/31/2026	AA+	512,299,040.50	3.334	3.279
06/30/2026	AA+	516,627,469.20	3.502	3.790
09/30/2026	AA+	506,373,089.24	3.749	3.954

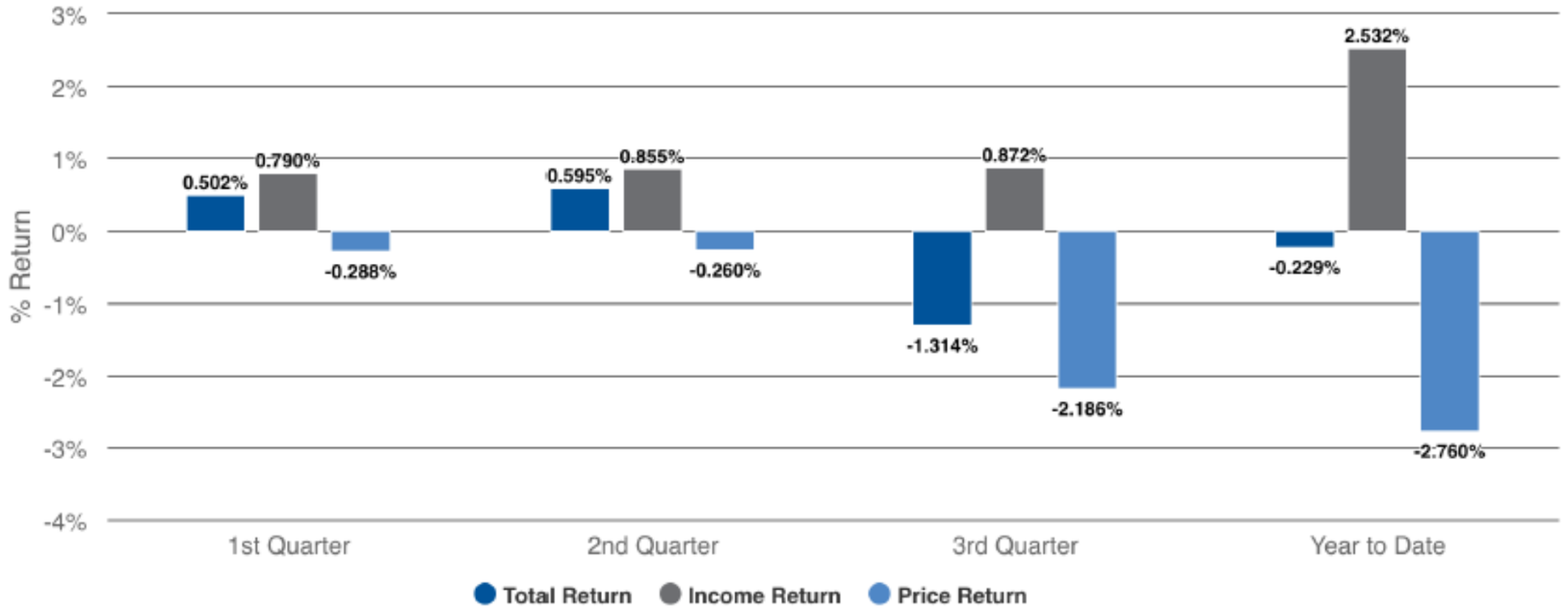
Long-term Portfolio

Total Return Chart (498372)

As of 11/04/2026

Met Council Long Term Agg (485183)

Dated: 11/05/2026



Period	*Period Begin*	*Period End*	*Total Return*	*Income Return*	*Price Return*
1st Quarter	01/01/2026	03/31/2026	0.502%	0.790%	-0.288%
2nd Quarter	04/01/2026	06/30/2026	0.595%	0.855%	-0.260%
3rd Quarter	07/01/2026	09/30/2026	-1.314%	0.872%	-2.186%
Year to Date	01/01/2026	09/30/2026	-0.229%	2.532%	-2.760%

OPEB Trust

- Equity - 57%
  Fixed Income - 29%
  Cash Pool - 14%
- Projected Liabilities Remain Fully Funded

Investment Performance As Of 9/30/2026
MTC OPEB

	1 Month	3 Month	Fiscal YTD	1 Year	3 Year	5 Year	10 Year
Met Council Laddered Fixed Income Fund	(1.11%)	(1.05%)	(0.52%)	0.72%	4.08%	1.31%	1.60%
Non-Retirement Equity Fund	(0.35%)	2.30%	12.72%	15.71%	22.84%	13.78%	15.32%
Non-Retirement Money Market Fund	0.32%	0.97%	2.89%	3.97%	4.75%	3.97%	2.57%

	1 Month	3 Month	Fiscal YTD	1 Year	3 Year	5 Year	10 Year
Total Performance	(0.44%)	1.30%	7.96%	10.45%	15.75%	9.26%	11.21%



Thank you

METROPOLITAN COUNCIL

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