



# SAN JOAQUIN COUNTY EMPLOYEES' RETIREMENT ASSOCIATION

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## AGENDA

### BOARD OF RETIREMENT MEETING SAN JOAQUIN COUNTY EMPLOYEES' RETIREMENT ASSOCIATION BOARD MEETING FRIDAY, SEPTEMBER 11, 2026 AT 9:00 AM

SJCERA Board Room, 220 East Channel Street, Stockton, California

The public may also attend the Board meeting live via Zoom by (1) clicking here <https://us02web.zoom.us/j/85248418882> and following the prompts to enter your name and email, or (2) calling (669) 219-2599 or (669) 900-9128 and entering Meeting ID 85248418882#

Persons who require disability-related accommodation should contact SJCERA at (209) 468 -2166 or [GregF@sjcera.org](mailto:GregF@sjcera.org) at least forty-eight (48) hours prior to the scheduled meeting time.

#### 1. ROLL CALL

#### 2. PLEDGE OF ALLEGIANCE

#### 3. MEETING MINUTES

3.1 Minutes of Board Meeting of August 14, 2026

3.2 Board to consider and take possible action

#### 4. PUBLIC COMMENT

4.1 The public is welcome to address the Board during this time on matters within the Board's jurisdiction, following the steps listed below. Speakers are limited to three minutes, and are expected to be civil and courteous. Public comment on items listed on the agenda may be heard at this time, or when the item is called, at the discretion of the Chair.

If joining via Zoom, Public Comment can be made in the following ways:

PC or Mac: select "Participants" in the toolbar at the bottom of your screen,

then select the option to raise or lower your hand.

Mobile Device: select the “More” option in the toolbar at the bottom of your screen, then select the option to raise or lower your hand.

Tablet: select the icon labeled “Participants,” typically located at the top right of your screen, then select the hand icon next to your device in the Participants column.

If dialing in from a phone for audio only, dial \*9 to “raise your hand.”

If attending in person, members of the public are encouraged to complete a Public Comment form, which can be found near the entry to the Board Room.

Except as otherwise permitted by the Ralph M. Brown Act (California Government Code Sections 54950 et seq.), no deliberation, discussion or action may be taken by the Board on items not listed on the agenda. Members of the Board may, but are not required to: (1) briefly respond to statements made or questions posed by persons addressing the Board;(2) ask a brief question for clarification; or (3) refer the matter to staff for further information.

## **5. CLOSED SESSION**

- 5.1** Purchase or Sale of Pension Fund Investment  
California Government Code Section 54956.81
- 5.2** Purchase or Sale of Pension Fund Investment  
California Government Code Section 54956.81
- 5.3** Purchase or Sale of Pension Fund Investment  
California Government Code Section 54956.81
- 5.4** Employee Disability Retirement Application (1)  
California Government Code Section 54957(b)

- 1** Anthony Reynoso  
Lieutenant  
Sheriff-Special Services Division

## **6. CONSENT**

- 6.1** Service Retirements
- 6.2** Trustee and Executive Staff Travel
  - 1** Conference and Event Schedules
  - 2** Summary of Pending Trustee and Executive Staff Travel

**3** Summary of Completed Trustee and Executive Staff Travel

**6.3** Legislative Summary Report/SACRS Legislative Update

**6.4** Calendar

**6.5** Manager Performance Flash Report - July 2026

**6.6** Return to Active Membership - Maria Alcala

**6.7** Board to consider and take possible action on consent items

**7. CERL MODERNIZATION ACT**

**7.1** Update by Aaron Zaheen, SJCERA's Chief Legal Counsel

**7.2** Board to consider and take possible action

**8. INVESTMENT CONSULTANT REPORTS**

**8.1** Presentation by David Sancewich of Meketa Investment Group

**1** Quarterly Reports from Investment Consultant for Period Ending June 30, 2026

**a** Investment Performance Report

**b** Manager Certification Report

**c** Manager Review Schedule

**2** Economic and Market Update - July 2026

**3** Investment Roundtable Agenda - Final

**8.2** Board to receive and file reports

**9. STAFF REPORTS**

**9.1** CEO Report

**9.2** Strategic Plan 2027-2035 First Reading

**9.3** Board to receive and file report

**10. REPORT OUT OF PREVIOUS CLOSED SESSION**

**10.1** On April 10, 2026, the Board voted 5-2-1 in regard to Resolution 2026-09-01 titled "Neuberger Berman Private Debt Eagle Fund LP" and to authorize the CEO to negotiate the necessary documents to invest \$50-\$100 million in the fund pending further Board approval. On August 14, 2026, the Board

voted 8-0 to approve the negotiated fund documents and invest \$50 million in the fund.

- 10.2** On August 14, 2026, the Board voted to withdraw SJCERA's holdings in GQG Emerging Markets Equity fund.

## **11. COMMENTS**

- 11.1** Comments from the Board of Retirement

## **12. SUMMARY OF BOARD DIRECTION**

## **13. ADJOURNMENT**





# SAN JOAQUIN COUNTY EMPLOYEES' RETIREMENT ASSOCIATION

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## MINUTES

### BOARD OF RETIREMENT MEETING SAN JOAQUIN COUNTY EMPLOYEES' RETIREMENT ASSOCIATION BOARD MEETING FRIDAY, AUGUST 14, 2026 AT 9:00 A.M.

SJCERA Board Room, 220 East Channel Street, Stockton, California

#### 1. ROLL CALL

**MEMBERS PRESENT:** Michael Restuccia presiding, Phonxay Keokham, Sam Kaisch, Sonny Dhaliwal (out at 11:39 a.m.), Steve Baxter, Emily Hammond (in at 9:01 a.m.), JC Weydert, Steve Moore, Steve Dougherty

**MEMBERS ABSENT:** Jesse Escotto, Michael Duffy

**STAFF PRESENT:** Chief Executive Officer Renee Ostrander, Assistant Chief Executive Officer Brian McKelvey, Chief Counsel Aaron Zaheen, Investment Officer Trent Kaeslin, Management Analyst III Greg Frank, Retirement Finance Officer Rachna Sharma (out at 9:06 a.m.), Executive Secretary Jamie Dadasovich

**OTHERS PRESENT:** David Sancewich, Ryan Ferrall of Meketa Investment Group, Brenda Kiely of San Joaquin County Office

#### 2. PLEDGE OF ALLEGIANCE

Led by: Michael Restuccia

#### 3. MEETING MINUTES

3.1 Minutes of Board Meeting of July 10, 2026

3.2 The Board voted unanimously (8-0) to approve the Minutes of the Board Meeting of July 10, 2026. (Motion: Kaisch; Second: Weydert)

#### 4. PUBLIC COMMENT

4.1 There was no public comment

#### 5. MANAGER PRESENTATION - OCEAN AVENUE

5.1 Presentation by Jeff Ennis, President and CEO of Ocean Avenue Capital

## **6. MANAGER PRESENTATION - SIXTH STREET**

- 6.1** Presentation by John Fiscella, Managing Director, and Anis Kader, Principal, Sixth Street

## **7. CLOSED SESSION**

The Chair convened Closed Session at 10:26 a.m. and reconvened Open Session at 11:52 a.m.

- 7.1** Purchase or Sale of Pension Fund Investment  
California Government Code Section 54956.81
- 7.2** Purchase or Sale of Pension Fund Investment  
California Government Code Section 54956.81
- 7.3** Purchase or Sale of Pension Fund Investment  
California Government Code Section 54956.81
- 7.4** Purchase or Sale of Pension Fund Investment  
California Government Code Section 54956.81
- 7.5** Conference with Legal Counsel — Anticipated Litigation  
Significant Exposure to Litigation — 1 Case  
California Government Code Section 54956.9(d)(2)
- 7.6** Employee Disability Retirement Application (1)  
California Government Code Section 54957(b)
  - 1** Juan M Mendez  
Background Investigator  
Sheriff-AS-Background-Training

Chief Legal Counsel Aaron Zaheen stated Item 7.6 was voted upon by the Board (7-0) and the Disability Retirement Application of Juan M. Mendez was dismissed without prejudice.

## **8. CONSENT**

- 8.1** Service Retirements
- 8.2** Trustee and Executive Staff Travel
  - 1** Conference and Event Schedules
    - a** 13th Annual Northern California Institutional Forum Agenda
    - b** CALAPRS Administrators' Institute 2026 Agenda
    - c** Nossaman's 2026 Pensions, Benefits & Investments Fiduciaries' Forum Agenda

- d CALAPRS General Assembly Save the Date
- e CORPATH Summit Agenda
- 2 Summary of Pending Trustee and Executive Staff Travel
- 3 Summary of Completed Trustee and Executive Staff Travel
- 8.3 Legislative Summary Report/SACRS Legislative Update
- 8.4 Calendar
- 8.5 Board of Retirement Committee Assignments August 2026 - July 2027
- 8.6 Manager Performance Flash Report - June 2026
- 8.7 The Board pulled item 8.2.2 and voted unanimously (7-0) to approve the Summary of Pending Trustee and Executive Staff Travel (Motion: Kaisch; Second: Weydert)
- 8.8 The Board reviewed and voted unanimously (7-0) to approve the Consent Agenda (Motion: Kaisch; Second: Baxter)

## **9. INVESTMENT CONSULTANT REPORTS**

- 9.1 Presentation by David Sancewich of Meketa Investment Group
  - 1 Monthly Economic and Markets Update - June 2026
  - 2 Investment Fee Transparency Report
  - 3 Roundtable Agenda Review
  - 4 Formalize Cryptocurrency Policy
- 9.2 The Board pulled item 9.1.4 and voted unanimously (7-0) to amend the Strategic Asset Allocation Policy to not approve any exposure to Cryptocurrency (Motion: Keokham; Second: Kaisch)
- 9.3 The Board received and filed reports.

## **10. ACTUARIAL VALUATION AND 2027 CONTRIBUTION RATES**

- 10.1 Annual Actuarial Valuation Report as of December 31, 2025, prepared by Cheiron
- 10.2 Proposed Resolution 2026-08-01 titled "Actuarial Valuation Report and 2027 Retirement Contribution Rates" (Motion: Kaisch; Second: Keokham)
- 10.3 Board received accepted actuarial report, approved the 2027 retirement contribution rates and adopt Resolution 2026-08-01

## **11. STAFF REPORTS**

- 11.1** CEO Report: In addition to her written report CEO Ostrander stated the following 1) Strategic Planning being finalized for next month; 2) Announced the Board of Supervisors are to recognize Ray McCray's 36 years on the Board of Retirement on August 18<sup>th</sup> at 9:00 a.m.; 3) Deferred Retirement Option Program (DROP) for Sheriff's Department appears to be moving forward. Education previously presented to the Board will go out to new Trustees and those that may have missed the training. There will be an internal team assembled and will work closely with Heywood to identify necessary system changes as the program moves forward; 4) NCPERS has invited CEO Ostrander to curate and deliver trustee education in October; 5) Presented invitation to Trustees to offer any suggestions for desired education pieces; 6) Reminder to complete registration for the Investment Roundtable by September 4, 2026.
- 11.2** The Board received and filed reports.

## **12. REPORT OUT OF PREVIOUS CLOSED SESSION**

- 12.1** On June 12, 2026, the Board voted 6-0 in regard to Resolution 2026-08-02 titled "Hines Rialto Credit Partners Fund" and authorized the CEO to sign the necessary documents to invest \$75 million in the fund.

## **13. COMMENTS**

- 13.1** Trustee Keokham commented that he looks forward to the meetings for the planning and changes regarding the 100% Funding Policy.
- 13.2** Trustee Weydert asked whether there is a downside to being 100% funded; CEO Ostrander responded that it is important to plan ahead of time and define a clear path of implementation to ensure thoughtful operations and outcomes.

## **14. SUMMARY OF BOARD DIRECTION**

## **15. ADJOURNMENT**

There being no further business, and the meeting was adjourned at 1:43 p.m.

**San Joaquin County Employees Retirement Association***September 2026***6.1 Service Retirement****Consent****01 MARIA C ALCANTAR**Deferred Member  
N/AMember Type: General  
Years of Service: 09y 06m 15d  
Retirement Date: 7/9/2026**02 BLANCA L AMADOR**Correctional Officer  
Sheriff-Custody-Regular StaffMember Type: General  
Years of Service: 00y 04m 18d  
Retirement Date: 6/20/2026**03 BLANCA L AMADOR**Correctional Officer  
Sheriff-Custody-Regular StaffMember Type: Safety  
Years of Service: 17y 05m 24d  
Retirement Date: 6/20/2026**04 DEBBIE A DANIELS**Probation Unit Supervisor  
Probation - AdultMember Type: General  
Years of Service: 00y 01m 25d  
Retirement Date: 6/4/2026**05 DEBBIE A DANIELS**Probation Unit Supervisor  
Probation - AdultMember Type: Safety  
Years of Service: 24y 05m 24d  
Retirement Date: 6/4/2026**06 STEVEN R FERREIRA**Sheriff Inmate Labor Spec II  
Sheriff - Community CorpsMember Type: General  
Years of Service: 07y 10m 29d  
Retirement Date: 6/4/2026**07 JENNIFER E GOODMAN**Director of Human Resources  
Human ResourcesMember Type: General  
Years of Service: 28y 08m 18d  
Retirement Date: 6/27/2026

**San Joaquin County Employees Retirement Association***September 2026*

|           |                                                                                     |                                                               |
|-----------|-------------------------------------------------------------------------------------|---------------------------------------------------------------|
| <b>08</b> | <b>SELENA JACKSON</b>                                                               | Deferred Member<br>N/A                                        |
|           | Member Type: General<br>Years of Service: 05y 00m 13d<br>Retirement Date: 6/26/2026 |                                                               |
| <b>09</b> | <b>JENNIFER J KLINE</b>                                                             | Correctional Officer<br>Sheriff-Custody-Regular Staff         |
|           | Member Type: General<br>Years of Service: 00y 03m 19d<br>Retirement Date: 6/28/2026 |                                                               |
| <b>10</b> | <b>JENNIFER J KLINE</b>                                                             | Correctional Officer<br>Sheriff-Custody-Regular Staff         |
|           | Member Type: Safety<br>Years of Service: 25y 02m 15d<br>Retirement Date: 6/28/2026  |                                                               |
| <b>11</b> | <b>CHRISTY L LITTLE</b>                                                             | Administrative Assistant II<br>Mental HealthPHF-Inpatient Fac |
|           | Member Type: General<br>Years of Service: 28y 07m 25d<br>Retirement Date: 6/15/2026 |                                                               |
| <b>12</b> | <b>THOMAS M MACHADO</b>                                                             | Information Systems Manager<br>Information Systems Div - ISD  |
|           | Member Type: General<br>Years of Service: 29y 02m 25d<br>Retirement Date: 6/27/2026 |                                                               |
| <b>13</b> | <b>RENAY L MEGGERSON</b>                                                            | Storekeeper I<br>HSA - Admin Support                          |
|           | Member Type: General<br>Years of Service: 14y 06m 11d<br>Retirement Date: 1/4/2023  |                                                               |
| <b>14</b> | <b>ANGELA MERCIER</b>                                                               | Staff Nurse IV - Inpatient<br>Hosp Med-Surg 2D                |
|           | Member Type: General<br>Years of Service: 05y 07m 24d<br>Retirement Date: 6/15/2026 |                                                               |
| <b>15</b> | <b>JESSICA M PANTOJA</b>                                                            | Deferred Member<br>N/A                                        |
|           | Member Type: General<br>Years of Service: 23y 03m 11d<br>Retirement Date: 6/14/2026 |                                                               |

**San Joaquin County Employees Retirement Association***September 2026***16 STACEY L PEHL**Deferred Member  
N/AMember Type: General  
Years of Service: 18y 05m 29d  
Retirement Date: 6/18/2026**17 FERMIN PEREZ**Juvenile Detention Unit Suprv  
Juv Detention-YOBGMember Type: Safety  
Years of Service: 21y 00m 21d  
Retirement Date: 6/1/2026**18 TERESA TRIGG**Courtroom Clerk  
Courtroom Support - StocktonMember Type: General  
Years of Service: 24y 01m 29d  
Retirement Date: 6/9/2026**19 VIRGINIA A WIMMER**Deferred Member  
N/AMember Type: General  
Years of Service: 07y 07m 11d  
Retirement Date: 7/2/2026

**CONFERENCES AND EVENTS SCHEDULE**

| <u>2026 EVENT DATES</u><br>BEGIN | <u>END</u> | EVENT TITLE                                                          | EVENT SPONSOR      | LOCATION          | REG.<br>FEE | WEBLINK FOR MORE INFO                                  | EST. BOARD<br>EDUCATION<br>HOURS |
|----------------------------------|------------|----------------------------------------------------------------------|--------------------|-------------------|-------------|--------------------------------------------------------|----------------------------------|
| Sep 15                           | Sep 17     | Fiduciary Investors Symposium                                        | top1000funds       | Palo Alto, CA     | \$1900      | top1000funds.com                                       | 12*                              |
| Sep 23                           | Sep 25     | Administrator's Institute                                            | CALAPRS            | Carmel, CA        | \$3295      | calaprs.org                                            | N/A                              |
| Oct 2                            | Oct 2      | Trustee Roundtable                                                   | CALAPRS            | Virtual           | \$50        | calaprs.org                                            | 4                                |
| Oct 13                           | Oct 14     | 10th Annual Real Estate West Forum                                   | Markets Group      | Half Moon Bay, CA | \$3000      | marketsgroup.org                                       | TBD                              |
| Oct 15                           | Oct 16     | Nossaman's '26 Pensions, Benefits & Investments<br>Fiduciaries Forum | Nossaman LLP       | San Francisco, CA | \$599       | communications.nossaman.com                            | TBD                              |
| Oct 16                           | Oct 16     | Compliance Round Table                                               | CALAPRS            | Virtual           | \$50        | calaprs.org                                            | N/A                              |
| Oct 21                           | Oct 22     | Berkeley Partners AGM                                                | Berkeley Partners  | Dallas, TX        | \$0         | berkeleypartners.com/annual-<br>investor-meeting-2026/ | N/A                              |
| Oct 24                           | Oct 25     | Accredited Fiduciary (NAF) Program                                   | NCPERS             | Nashville, TN     | \$930       | ncpers.org                                             | 8                                |
| Oct 24                           | Oct 25     | Fiduciary in Focus (Advanced Trustee Studies)                        | NCPERS             | Nashville, TN     | \$930       | ncpers.org                                             | 11                               |
| Oct 25                           | Oct 28     | Public Safety Conference                                             | NCPERS             | Nashville, TN     | \$800       | ncpers.org                                             | 14                               |
| Nov 5                            | Nov 5      | Grandview Partners/Annual Meeting                                    | Grandview Partners | Virtual           | \$0         | grandviewpartners.com                                  | N/A                              |
| Nov 10                           | Nov 13     | SACRS Fall Conference                                                | SACRS              | Rancho Mirage, CA | \$1500      | sacrs.org                                              | 11*                              |
| Nov 17                           | Nov 19     | Global Client Conference                                             | Invesco            | San Diego, CA     | TBD         | invesco.com                                            | 15*                              |
| Dec 8                            | Dec 9      | 13th Annual Northern California Institutional Forum                  | Markets Group      | Berkeley, CA      | \$340       | marketsgroup.com                                       | 12*                              |
| Dec 14                           | Dec 16     | CORPaTH Summit                                                       | CORPaTH            | Las Vegas, NV     | \$340       | corpath.org                                            | 15*                              |

\* Estimates based on prior agendas

| <u>2027</u><br><u>EVENT DATES</u><br>BEGIN |        | EVENT TITLE                                           | EVENT SPONSOR | LOCATION     | REG.<br>FEE | WEBLINK FOR MORE INFO                                                      | EST. BOARD<br>EDUCATION<br>HOURS |
|--------------------------------------------|--------|-------------------------------------------------------|---------------|--------------|-------------|----------------------------------------------------------------------------|----------------------------------|
| Jan 25                                     | Jan 27 | IREI: Visions, Insights & Perspectives (VIP) Americas | IREI          | Carlsbad, CA | \$5295      | irei.com/events/2026-visions-insights-<br>perspectives-vip-infrastructure/ | TBD                              |
| Mar 8                                      | Mar 10 | CALAPRS General Assembly                              | CALAPRS       | Coronado, CA | TBD         | members.calaprs.org/event                                                  | N/A                              |



**SAN JOAQUIN COUNTY EMPLOYEES' RETIREMENT ASSOCIATION  
SUMMARY OF PENDING TRUSTEE AND EXECUTIVE STAFF TRAVEL**

| <b>2026<br/>Event Dates</b> | <b>Sponsor / Event Description</b>                                    | <b>Location</b>   | <b>Traveler(s)</b>                                                                                                                          | <b>Estimated<br/>Cost</b> | <b>BOR Approval<br/>Date</b> |
|-----------------------------|-----------------------------------------------------------------------|-------------------|---------------------------------------------------------------------------------------------------------------------------------------------|---------------------------|------------------------------|
| Sept 23 - 25                | CALAPRS - Administrator's Institute                                   | Carmel, CA        | R. Ostrander                                                                                                                                | \$3,200                   | N/A                          |
| Oct 15 - Oct 16             | Nossaman's 2026 Pensions, Benefits & Investments<br>Fiduciaries Forum | San Francisco, CA | A. Zaheen                                                                                                                                   | \$1,191                   | 8/14/2026                    |
| Oct 16                      | CALAPRS - Compliance Round Table                                      | Virtual           | A. Zaheen                                                                                                                                   | \$100                     | N/A                          |
| Oct 21 - Oct 22             | Berkeley Partners AGM                                                 | Dallas, TX        | R. Ostrander                                                                                                                                | \$500                     | 8/14/2026                    |
| Oct 24 - Oct 25             | NCPERS: Fiduciary in Focus                                            | Nashville, TN     | R. Ostrander                                                                                                                                | \$1,800                   | 8/14/2026                    |
| Oct 25 - Oct 28             | NCPERS: Public Safety Conference 2026                                 | Nashville, TN     | R. Ostrander                                                                                                                                | \$2,372                   | Pending                      |
| Nov 5, 2026                 | Grandview Partners/Annual Meeting                                     | Virtual           | T. Kaeslin                                                                                                                                  | \$0                       | 8/14/2026                    |
| Nov 10 - 13                 | SACRS - Fall Conference                                               | Rancho Mirage, CA | J. Escotto, S. Baxter, R. Ostrander,<br>T. Kaeslin, B. McKelvey, E. Hammond,<br>JC Weydert, S. Moore, A. Zaheen,<br>S. Kaisch, S. Dougherty | \$25,532                  | N/A                          |
| Nov 11 - 12                 | Clarion Partners - Fall Advisory Council Meeting                      | Atlanta, GA       | M.Duffy (tentative)                                                                                                                         | \$0                       | Pending                      |
| Dec 14 - Dec 16             | CORPaTH Summit                                                        | Las Vegas, NV     | R. Ostrander                                                                                                                                | \$3,100                   | 8/14/2026                    |

| <b>2027<br/>Event Dates</b> | <b>Sponsor / Event Description</b>              | <b>Location</b> | <b>Traveler(s)</b>     | <b>Estimated<br/>Cost</b> | <b>BOR Approval<br/>Date</b> |
|-----------------------------|-------------------------------------------------|-----------------|------------------------|---------------------------|------------------------------|
| Jan 25 - 27                 | Visions, Insights & Perspectives (VIP) Americas | Carlsbad, CA    | M.Restuccia, T.Kaeslin | \$7,600                   | 8/14/2026                    |
| Mar 8 - 10                  | CALAPRS General Assembly                        | Coronado, CA    | S. Baxter              | TBD                       | N/A                          |

**SAN JOAQUIN COUNTY EMPLOYEES' RETIREMENT ASSOCIATION  
SUMMARY OF COMPLETED TRUSTEE AND EXECUTIVE STAFF TRAVEL**

| <b>Event Dates 2026</b> | <b>Sponsor / Event Description</b>                                             | <b>Location</b>    | <b>Traveler(s)</b>                                             | <b>Estimated Cost</b> | <b>Actual Cost</b> | <b>Event Report Filed</b>         |
|-------------------------|--------------------------------------------------------------------------------|--------------------|----------------------------------------------------------------|-----------------------|--------------------|-----------------------------------|
| Jan 26 - 28, 2026       | IREI VIP Americas                                                              | Carlsbad, CA       | M. Restuccia,<br>T. Kaeslin,<br>JC Weydert                     | \$6,300               | \$5,149            | 2/13/2026<br>2/13/2026<br>Pending |
| Feb 5, 2026             | CALAPRS - Attorney's Roundtable                                                | Virtual            | A. Zaheen                                                      | \$50                  | \$50               | N/A                               |
| Feb 6, 2026             | CALAPRS - Administrators Roundtable                                            | Virtual            | R. Ostrander                                                   | \$50                  | \$50               | N/A                               |
| Mar 2 - 4, 2026         | Communication & Member Services Summit                                         | San Diego, CA      | B. McKelvey                                                    | \$2,140               | \$2,079            | 4/10/2026                         |
| Mar 8 - 11, 2026        | CALAPRS - General Assembly                                                     | Carlsbad, CA       | R. Ostrander,<br>T. Kaeslin, JC Weydert                        | \$6,000               | \$4,801            | N/A                               |
| Mar 9, 2026             | CALAPRS - General Assembly - Investment Roundtable                             | Carlsbad, CA       | T. Kaeslin                                                     | \$50                  | \$50               | N/A                               |
| Mar 23 - 25, 2026       | ALTSLA - Markets Group                                                         | Los Angeles, CA    | S. Kaisch                                                      | \$4,400               | \$2,246            | 5/8/2026                          |
| Apr 17, 2026            | Ad Hoc Roundtable                                                              | Virtual            | R. Ostrander                                                   | \$50                  | \$50               | N/A                               |
| Apr 30, 2026            | 10th Annual Pacific Northwest Institutional Forum                              | Seattle, WA        | R. Ostrander                                                   | \$2,600               | \$1,093.37         | 7/10/2026                         |
| May 12 - 15, 2026       | Spring Conference - SACRS                                                      | Olympic Valley, CA | S. Moore, R. McCray,<br>JC Weydert, R. Ostrander,<br>A. Zaheen | \$11,600              | TBD                | N/A                               |
| May 12 - 14, 2026       | AEW General Meeting - LPAC Seat                                                | Boston, MA         | B. McKelvey                                                    | \$500                 | \$0                | N/A                               |
| May 15 - 17, 2026       | NAF Program - NCPERS                                                           | Las Vegas, NV      | R. Ostrander                                                   | \$2,490               | \$2,445.09         | 7/10/2026                         |
| May 21, 2026            | CALAPRS Attorney RT                                                            | virtual            | A. Zaheen                                                      | \$50                  | \$50               | N/A                               |
| Jun 2 - 3, 2026         | Blackrock Annual Meeting                                                       | New York, NY       | T. Kaeslin                                                     | \$2,260               | \$2,091.96         | N/A                               |
| Jun 5, 2026             | Administrators Roundtable - CALAPRS                                            | Virtual            | R. Ostrander                                                   | \$50                  | \$50               | N/A                               |
| Jun 16 - 17, 2026       | Chief Officers Summit                                                          | Newport Beach, CA  | R. Ostrander                                                   | \$2,860               | \$1,877            | N/A                               |
| Jun 16 - 19, 2026       | Legal Education Conference - NAPPA                                             | Grand Rapids, MI   | A. Zaheen                                                      | \$3,100               | TBD                | Pending                           |
| Jun 20 - Jul 3, 2026    | Heywood CLASS Conference and various due diligence investment manager meetings | London, UK         | B. McKelvey, R. Ostrander                                      | \$24,700              | \$13,188           | Pending                           |
| Aug 17 - Aug 20         | NCPERS: Public Pension Forum                                                   | Chicago, IL        | B. McKelvey                                                    | \$1,710               | \$1,770.91         | N/A                               |
| Aug 24 - Aug 27         | CALAPRS Principles of Pension Governance for Trustees                          | Santa Barbara, CA  | S. Baxter                                                      | \$3,000               | \$3,000            | N/A                               |
| Sept 9 - 10, 2026       | ALTSSF - Markets Group                                                         | San Francisco, CA  | JC Weydert, T. Kaeslin                                         | \$7,060               | TBD                | Pending                           |
| Sept 10                 | CALAPRS - Attorney's Roundtable                                                | Virtual            | A. Zaheen                                                      | \$50                  | \$50               | N/A                               |

|           |        |         |            |            |
|-----------|--------|---------|------------|------------|
| RESTUCCIA | IREI   | 1/27-29 | \$974.11   | \$3,525.89 |
| DHALIWAL  |        |         |            |            |
| DUFFY     |        |         |            |            |
| KAISCH    | ALTSLA | 3/22-25 | \$2,245.93 | \$2,254.07 |
| KEOKHAM   |        |         |            |            |
| MCCRAY    |        |         |            |            |
| NICHOLAS  |        |         |            |            |
| WEYDERT   | IREI   | 1/27-29 | \$2,013.24 | \$2,486.76 |
| MOORE     |        |         |            |            |

\*Pending Final Expense



## Board of Retirement Meeting

### San Joaquin County Employees' Retirement Association

## September 2026 Legislative Update

*Status as of September 4, 2026*

Since the August legislative update, the Legislature completed final floor action on the bills being tracked by SACRS. Most of the measures advanced to the Governor, while SB 1207 has already been signed and SB 1407 was held in Assembly Appropriations and did not advance. For SJCERA, the principal bills requiring continued attention are AB 1383, AB 2780, AB 1619, and SB 1187.

AB 1383 remains the most significant measure for SJCERA. The final bill resets the PEPRAs pensionable compensation limits beginning January 1, 2027 and changes PEPRAs safety retirement formulas, including new age-55 formulas and prospective bargaining authority. AB 2780, the public retirement omnibus bill, has reached the Governor and includes several CERL changes affecting reciprocity, recovery of erroneous payments, death-benefit administration, trustee elections, and the authority and participation of the alternate seventh member. AB 1619 would permit an increase in retirement board trustee per diem compensation, subject to local action, and SB 1187 would modify Brown Act requirements and would take effect immediately if signed as an urgency measure.

We will continue to monitor gubernatorial action through the September 30 signing deadline and will return with implementation recommendations for any measures signed into law that directly affect SJCERA.

**Purpose.** This update summarizes movement since the August 4, 2026 SACRS legislative update and identifies the bills with the most direct potential impact on SJCERA. The Legislature has completed its final floor action for the 2025-26 Regular Session. Most of the tracked measures have now either reached the Governor, completed enrollment, or failed to advance.

### Board-Level Summary

| Bill    | Current Status                          | SJCERA Relevance                                                                                                      |
|---------|-----------------------------------------|-----------------------------------------------------------------------------------------------------------------------|
| AB 1383 | Passed Legislature; enrolled Sept. 3    | High - changes PEPRAs compensation limits and safety formulas beginning in 2027.                                      |
| AB 2780 | Presented to Governor Aug. 27           | High - CERL omnibus includes reciprocity, recovery, death-benefit, election, and alternate seventh-member provisions. |
| AB 1619 | Presented to Governor Aug. 25           | Moderate - permits an increase in CERL trustee per diem compensation, subject to local action.                        |
| SB 1187 | Presented to Governor Aug. 28           | Operational - Brown Act changes; urgency measure if signed.                                                           |
| SB 1207 | Signed Aug. 27; Ch. 156                 | No direct CERL impact - CalPERS/California Conservation Corps service-credit measure.                                 |
| SB 1407 | Held in Assembly Appropriations Aug. 13 | Did not advance - effectively dead for the session.                                                                   |

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The August SACRS update identified AB 1054, AB 1383, AB 1439, AB 1601, AB 1619, AB 1660, AB 1844, AB 2519, AB 2780, SB 1187, SB 1207, and SB 1407 as active bills being tracked.

## **Key Bills for SJCERA**

### **AB 1383 (McKinnor) - Public Employees' Retirement Benefits**

**Status:** Passed Legislature; enrolled September 3, 2026

Since the August update, AB 1383 advanced from Senate Appropriations, was amended on August 27, passed both houses on August 30, and was enrolled on September 3. As of September 4, the Legislative Information system does not yet show the bill as presented to the Governor.

The final bill resets the PEPRA pensionable compensation base for service performed on and after January 1, 2027. The cap is 100 percent of the federal Social Security contribution and benefit base for members whose service is included in Social Security and 120 percent for members whose service is not included in Social Security. The August 27 amendment reduced the non-Social-Security multiplier from an earlier 135 percent proposal to 120 percent.

The bill also changes PEPRA safety formulas. For employees first hired on or after January 1, 2027, it establishes new 2.5 percent at age 55, 2.7 percent at age 55, and 3 percent at age 55 formulas. For existing PEPRA safety members hired on or after January 1, 2013, service performed on and after January 1, 2027 is adjusted to a formula with the same fraction at age 55 that the employer previously offered at age 57. The bill also authorizes prospective collective bargaining over permitted PEPRA safety formulas.

SJCERA impact: If signed, this will require implementation work for the 2027 PEPRA compensation limits and safety benefit calculations. It is the most significant tracked bill for SJCERA. **SACRS Position:** Neutral

### **AB 2780 (Assembly Committee on Public Employment and Retirement) - Public Employees' Retirement Omnibus**

**Status:** Presented to Governor August 27, 2026

AB 2780 passed both houses and was presented to the Governor on August 27. The SACRS-sponsored CERL provisions identified in August remain in the enrolled bill.

The CERL package includes clarification that deferred members may not vote or run in active-member trustee elections; a 10-year limitations period for specified erroneous payments; treatment of reciprocal lump-sum death benefits; and a definition of concurrent retirement that permits reciprocal retirement dates to differ by up to 30 calendar days, provided the member performs no covered service between the two retirement dates.

SJCERA impact: Direct. If signed, SJCERA will need to review election materials, reciprocity procedures, recovery practices, and death-benefit administration. **SACRS Position:** Support

### **AB 1619 (Valencia) - Public Employees' Retirement: Administration**

**Status:** Presented to Governor August 25, 2026

The bill passed the Senate after the August update and was presented to the Governor on August 25. There have been no substantive amendments since April.

The bill permits county boards of supervisors to authorize an increase in CERL retirement board trustee per diem compensation from \$100 to \$320, followed by action of the retirement board to establish the increased compensation rate. The bill also addresses compensation for CalPERS and CalSTRS board members.

SJCERA impact: The bill creates authority rather than an automatic increase. If signed, any SJCERA change would require local action by the Board of Supervisors and the Board of Retirement. **SACRS Position:** Neutral

### **SB 1187 (Durazo) - Open Meetings**

**Status:** Presented to Governor August 28, 2026

SB 1187 completed Assembly action, the Senate concurred in the Assembly amendments, and the bill was presented to the Governor on August 28.

The bill modifies Brown Act requirements enacted through SB 707, including requirements related to language access and public participation. The final measure contains an urgency clause.

SJCERA impact: Operational. If signed with the urgency clause, the changes would take effect immediately and SJCERA should promptly conform meeting procedures and public-access practices to the final law. **SACRS Position:** No Position/Watch

### **Other Tracked Bills**

#### **AB 1054 (Gipson) - DROP / Public Employee Health Benefits**

**Status:** Presented to Governor September 3, 2026

The bill advanced from Senate Appropriations, was amended August 13, and passed both houses. The final version continues to establish a CalPERS DROP for specified Bargaining Unit 5 and 8 employees, expands eligibility to certain related supervisory and managerial employees, and includes a post-retirement health coverage provision. No direct CERL impact. **SACRS Position:** No Position/Watch

#### **AB 1439 (Garcia) - Public Retirement Systems / Labor Standards**

**Status:** Passed Legislature; pending final enrollment/presentation

The bill remains narrowed to a study involving CalPERS and CalSTRS real-asset investments. CERL systems remain outside the bill. **SACRS Position:** No Position/Watch

#### **AB 1601 (Rogers) - Sonoma County COLA**

**Status:** Presented to Governor August 24, 2026

The bill remains limited to Sonoma County and would permit its Board of Supervisors to authorize specified cost-of-living adjustments. No direct SJCERA impact. **SACRS Position:** Neutral

#### **AB 1660 (Schiavo) - Public Guardians and Public Administrators**

**Status:** Presented to Governor August 25, 2026

The final version retains discretionary sanctions for specified failures to provide information or surrender property to an authorized public administrator or guardian. No material change since the August 4 amendment. **SACRS Position:** No Position/Watch

**AB 1844 (Pacheco) - Judges' Retirement System II Beneficiaries**

**Status:** Passed Legislature; enrolled September 2, 2026

The bill modifies JRS II beneficiary options and survivor-benefit rules. It does not directly apply to CERL systems. **SACRS Position:** No Position/Watch

**AB 2519 (McKinnor) - CalSTRS Membership**

**Status:** Presented to Governor August 27, 2026

The bill expands specified CalSTRS membership rules for qualifying charter-school positions beginning July 1, 2027. No direct CERL impact. **SACRS Position:** No Position/Watch

**SB 1207 (Laird) - California Conservation Corps Service Credit**

**Status:** Signed August 27, 2026; Chapter 156, Statutes of 2026

The Governor signed the bill. It permits qualifying CalPERS members to purchase up to three years of service credit for prior California Conservation Corps service. It does not apply to CERL systems. **SACRS Position:** No Position/Watch

**SB 1407 (Archuleta) - Military Retirement Income Tax Exclusion**

**Status:** Held in Assembly Appropriations August 13, 2026

The bill was placed on the suspense file and held in committee. It did not advance before the end-of-session deadline and is effectively dead for the 2025-26 Regular Session.

**SACRS Position:** No Position/Watch

## 2026 - SJCERA BOARD OF RETIREMENT MEETING CALENDAR

| MONTH      | DATE      | Periodic Items / Other Events                                                                                                                          | MONTH      | DATE                                    | Periodic Items / Other Events                                                                                                                                                                                     |
|------------|-----------|--------------------------------------------------------------------------------------------------------------------------------------------------------|------------|-----------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <b>JAN</b> | <b>9</b>  | <b>Board Meeting</b><br>Earnings Code Ratification<br>Fourth Quarter Operations Reports*<br>Trustee Education Compliance Report<br>Action Plan Results | <b>JUL</b> | <b>10</b>                               | <b>Board Meeting</b><br>Mid-Year Administrative Budget Report<br>Second Quarter Operations Reports*<br>Election of Board Officers<br>Annual Policy Review<br>SACRS UC Berkeley                                    |
| <b>FEB</b> | <b>13</b> | <b>Board Meeting</b><br>Notice of CPI/Set Retiree COLA<br>Declining ER Payroll Report<br>Assumptions & CMAs                                            | <b>AUG</b> | <b>14</b>                               | <b>Board Meeting</b><br>Annual Valuation Report &<br>Adoption of Plan Contribution Rates<br>Board Committee Assignments<br>Investment Fee Transparency Report                                                     |
|            | <b>13</b> | <b>CEO Performance Review Committee</b>                                                                                                                | <b>SEP</b> | <b>11</b>                               | <b>Board Meeting</b><br>Second Quarter Inv Reports<br>Strategic Plan First Reading                                                                                                                                |
| <b>MAR</b> | <b>13</b> | <b>Board Meeting</b><br>Fourth Quarter Inv Reports                                                                                                     |            |                                         |                                                                                                                                                                                                                   |
|            | <b>13</b> | <b>Audit Committee Meeting</b>                                                                                                                         |            |                                         |                                                                                                                                                                                                                   |
|            | 8-11      | CALAPRS General Assembly                                                                                                                               |            |                                         |                                                                                                                                                                                                                   |
| <b>APR</b> | <b>10</b> | <b>Board Meeting</b><br>First Quarter Operations Reports*                                                                                              | <b>OCT</b> | <b>14</b>                               | <b>Board Meeting</b><br>Annual Pacing Studies<br>Adoption of Board Calendar for next year<br>Third Quarter Operations Reports*<br>Strategic Plan Adoption<br>2027-2028 Action Plan First Reading<br>Actuary Audit |
| <b>MAY</b> | <b>8</b>  | <b>Board Meeting following Audit Committee Meeting</b>                                                                                                 |            | <b>15</b>                               | <b>Special Meeting - Investment Roundtable</b>                                                                                                                                                                    |
|            | <b>8</b>  | <b>Audit Committee Meeting *8:30 a.m.</b>                                                                                                              | <b>NOV</b> | <b>6</b>                                | <b>Board Meeting</b><br>Investment Consultant and Actuary Consultant Evals<br>Asset Class Review: CRO                                                                                                             |
|            | <b>8</b>  | <b>Special Board Meeting</b>                                                                                                                           | <b>TBD</b> | <b>Administrative Committee Meeting</b> |                                                                                                                                                                                                                   |
|            | 12-15     | SACRS Spring Conf                                                                                                                                      | 10-13      | SACRS Fall Conference                   |                                                                                                                                                                                                                   |
| <b>JUN</b> | <b>12</b> | <b>Board Meeting</b><br>First Quarter Inv Reports<br>Auditor's Annual Report / ACFR<br>Mid Year Action Plan Results<br>Asset Class Review              | <b>DEC</b> | <b>11</b>                               | <b>Board Meeting</b><br>Third Quarter Inv Reports<br>Annual Administrative Budget<br>Cash Overlay Review<br>Manager Fee Review<br>2027-2028 Action Plan Adoption                                                  |
|            | <b>12</b> | <b>Administrative Committee Meeting</b>                                                                                                                |            |                                         |                                                                                                                                                                                                                   |
|            | 11        | RPESJC Picnic                                                                                                                                          |            | 10                                      | RPESJC Holiday Lunch                                                                                                                                                                                              |

**Unless otherwise noted on the agenda, Board Meetings convene at 9:00 a.m.**

\* Disability App Status Report and Pending Retiree Accounts Receivable Report

Notes: May meeting may move to the first Friday due to the SACRS Spring Conference.

October meeting is on Wednesday prior to the Investment Roundtable.

November meeting may move to the first Friday due to the SACRS Fall Conference.

One meeting per month on all subjects; special Manager Due Diligence Meetings as needed.

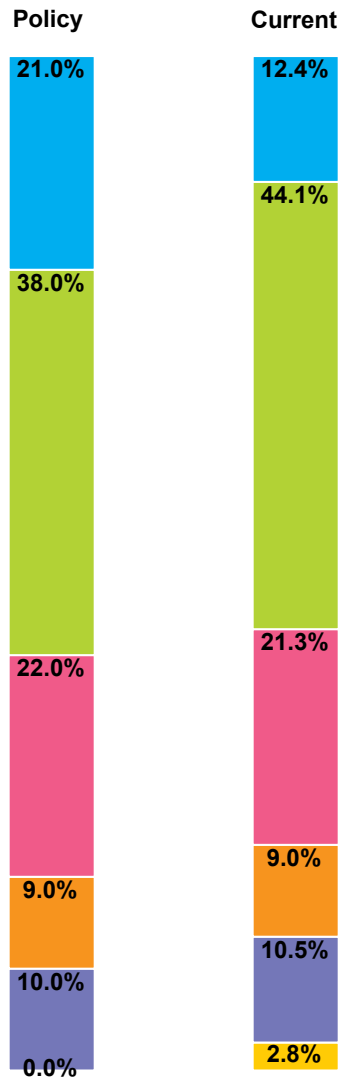
## San Joaquin County Employees' Retirement Association (SJCERA)

September 11, 2026

July Executive Summary



Total Fund | As of July 31, 2026



### Allocation vs. Targets and Policy

|                                | Balance<br>(\$)      | Current<br>(%) | Policy<br>(%) | Difference<br>(%) |
|--------------------------------|----------------------|----------------|---------------|-------------------|
| <b>Broad Growth</b>            | <b>4,360,370,880</b> | <b>77.8</b>    | <b>81.0</b>   | <b>-3.2</b>       |
| Aggressive Growth              | 692,797,480          | 12.4           | 21.0          | -8.6              |
| Traditional Growth             | 2,470,587,211        | 44.1           | 38.0          | 6.1               |
| Stabilized Growth              | 1,196,986,189        | 21.3           | 22.0          | -0.7              |
| <b>Diversifying Strategies</b> | <b>1,091,769,988</b> | <b>19.5</b>    | <b>19.0</b>   | <b>0.5</b>        |
| Principal Protection           | 504,601,777          | 9.0            | 9.0           | 0.0               |
| Crisis Risk Offset             | 587,168,212          | 10.5           | 10.0          | 0.5               |
| <b>Cash</b>                    | <b>155,931,744</b>   | <b>2.8</b>     | <b>0.0</b>    | <b>2.8</b>        |
| Cash                           | 155,931,744          | 2.8            | 0.0           | 2.8               |
| <b>Total</b>                   | <b>5,608,072,612</b> | <b>100.0</b>   | <b>100.0</b>  | <b>0.0</b>        |

### Summary of Cash Flows

|                        | Quarter       | 1 Year        |
|------------------------|---------------|---------------|
| SJCERA Total Plan      |               |               |
| Beginning Market Value | 5,462,318,341 | 4,925,773,345 |
| Net Cash Flow          | 24,940,655    | 48,590,352    |
| Net Investment Change  | 120,813,616   | 633,708,915   |
| Ending Market Value    | 5,608,072,612 | 5,608,072,612 |

1 Cash allocation includes Overlay.

## Asset Class Performance Net-of-Fees | As of July 31, 2026

|                                               | Market Value<br>(\$) | % of<br>Portfolio | YTD<br>(%)  | 1 Yr<br>(%) | 3 Yrs<br>(%) | 5 Yrs<br>(%) | Since<br>Inception | Inception<br>Date |
|-----------------------------------------------|----------------------|-------------------|-------------|-------------|--------------|--------------|--------------------|-------------------|
| <b>SJCERA Total Plan</b>                      | <b>5,608,072,612</b> | <b>100.0</b>      | <b>6.6</b>  | <b>12.8</b> | <b>9.7</b>   | <b>6.3</b>   | <b>7.8</b>         | <b>Apr-90</b>     |
| <i>SJCERA Policy Benchmark</i>                |                      |                   | 6.8         | 14.2        | 11.5         | 7.3          | 7.8                |                   |
| SJCERA Total Plan ex Legacy Managers          | 5,553,853,901        | 99.0              | 6.7         | 13.1        | 10.2         | 6.5          | 8.1                | Jun-19            |
| <b>Broad Growth</b>                           | <b>4,360,370,880</b> | <b>77.8</b>       | <b>7.2</b>  | <b>14.1</b> | <b>11.3</b>  | <b>7.5</b>   | <b>8.5</b>         | <b>Feb-95</b>     |
| <b>Aggressive Growth Lag<sup>1</sup></b>      | <b>692,797,480</b>   | <b>12.4</b>       | <b>4.3</b>  | <b>8.8</b>  | <b>7.5</b>   | <b>11.1</b>  | <b>-0.8</b>        | <b>Nov-05</b>     |
| <i>Aggressive Growth Blend</i>                |                      |                   | 7.0         | 18.1        | 9.9          | 8.6          | 9.3                |                   |
| <b>Traditional Growth</b>                     | <b>2,470,587,211</b> | <b>44.1</b>       | <b>10.8</b> | <b>21.3</b> | <b>17.7</b>  | <b>10.7</b>  | <b>9.8</b>         | <b>Jan-95</b>     |
| <i>MSCI ACWI IMI Net</i>                      |                      |                   | 11.5        | 22.3        | 17.9         | 10.4         | 8.7                |                   |
| <b>Stabilized Growth<sup>1</sup></b>          | <b>1,196,986,189</b> | <b>21.3</b>       | <b>1.8</b>  | <b>4.2</b>  | <b>3.2</b>   | <b>1.9</b>   | <b>3.7</b>         | <b>Mar-05</b>     |
| <i>SJCERA Stabilized Growth Benchmark</i>     |                      |                   | 2.8         | 5.5         | 6.2          | 5.5          | 6.2                |                   |
| <b>Diversifying Strategies</b>                | <b>1,091,769,988</b> | <b>19.5</b>       | <b>5.4</b>  | <b>9.4</b>  | <b>4.6</b>   | <b>2.7</b>   | <b>5.9</b>         | <b>Nov-90</b>     |
| <b>Principal Protection</b>                   | <b>504,601,777</b>   | <b>9.0</b>        | <b>-0.5</b> | <b>3.2</b>  | <b>4.4</b>   | <b>0.9</b>   | <b>5.7</b>         | <b>Feb-87</b>     |
| <i>Blmbg. U.S. Aggregate Index</i>            |                      |                   | -0.7        | 2.7         | 3.7          | -0.4         | 5.2                |                   |
| <b>Crisis Risk Offset Asset Class</b>         | <b>587,168,212</b>   | <b>10.5</b>       | <b>11.1</b> | <b>15.4</b> | <b>4.7</b>   | <b>4.1</b>   | <b>6.0</b>         | <b>Feb-05</b>     |
| <i>CRO Benchmark</i>                          |                      |                   | 2.5         | 6.9         | 3.2          | 1.6          | 4.6                |                   |
| <b>Cash and Misc Asset Class <sup>2</sup></b> | <b>125,817,934</b>   | <b>2.2</b>        | <b>2.2</b>  | <b>3.7</b>  | <b>3.2</b>   | <b>2.6</b>   | <b>2.4</b>         | <b>Nov-94</b>     |
| <i>90 Day U.S. Treasury Bill</i>              |                      |                   | 2.1         | 3.8         | 4.6          | 3.6          | 2.5                |                   |

\* Market values may not add up due to rounding. All market values and returns are preliminary.

1 Active legacy managers in the process of winding down funds are excluded, including Morgan Creek III, V, VI, Almanac, Greenfield VII, VIII, Walton V, VI, Crestline, and Raven.

2 Cash market value does not include Overlay.

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

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## Board of Retirement Meeting

### San Joaquin County Employees' Retirement Association

#### Agenda Item 6.6

**September 11, 2026**

**SUBJECT: Retired Member Returning to Active Membership**

**SUBMITTED FOR:   X   CONSENT          ACTION          INFORMATION**

#### **RECOMMENDATION**

Approve the Application to Return to Active Membership for Maria Alcala.

#### **PURPOSE**

To provide an opportunity for a Retired member to return to Active membership.

#### **DISCUSSION**

San Joaquin County has made a conditional offer of full-time benefited employment to Maria Alcala. Ms. Alcala is currently a Retired member of SJCERA and wishes to return to Active Membership.

Government Code Sections 31680.4 and 31680.5 allow for a retiree to suspend their retirement, and return to work full time in an SJCERA-covered position as an Active member.

Pursuant to statute, (a) the member must apply to the Board of Retirement for reinstatement (b) the Board of Retirement must determine, based on medical examination that the member is not incapacitated for the duties assigned of the position and (c) the other conditions for membership (working in a full-time, permanent position with San Joaquin County or another SJCERA-participating employer) must be met.

The member's Application to Return to Active Membership, the signed Medical Evaluation form, and the Job Description are provided for the Board's review. Based on the information on these documents, staff recommends approving Ms. Alcala's return to Active membership.

If approved to re-enter Active membership, the employment may begin on the first day of the pay period following this meeting. Ms. Alcala will be a Tier 2 member for this period of employment, and the retirement benefit payments will be suspended. When Ms. Alcala retires again, the original retirement benefit (increased by any cost-of-living adjustments), will resume and the additional benefit (based on the second period of employment) will be paid to as a separate benefit.

#### **ATTACHMENTS**

Application to Return to Active Membership  
Medical Evaluation  
Office Assistant Job Description

Brian P. McKelvey  
Assistant Chief Executive Officer



## San Joaquin County Employees' Retirement Association

### Return to Active Membership Application for Retired Members

#### INSTRUCTIONS

Submit this form if you are a Retired SJCERA Member and have received a conditional offer of employment from the County of San Joaquin (or other participating employer) into a position that is eligible for SJCERA Membership. Department of Human Resources must complete the last section of this form.

#### MEMBER INFORMATION

|                                                     |                                                        |                                           |
|-----------------------------------------------------|--------------------------------------------------------|-------------------------------------------|
| Full Name<br><i>Maria Antonia Alcala</i>            | Employee ID<br>[REDACTED]                              | E-mail<br>[REDACTED]                      |
| Department<br><i>Mental Health Adult outpatient</i> | Original Retirement Date<br><i>6-8-2019 / 6-1-2024</i> | Date of Re-employment<br><i>9/21/2024</i> |

#### MEMBER ACKNOWLEDGMENT

I hereby apply for reinstatement as an Active Member of SJCERA. I understand the Board of Retirement will determine my eligibility for Membership based on the position for which I am hired, my application and whether the pre-employment medical examination results indicate that I am not incapacitated for the duties assigned to me.

I understand my retirement benefit will be suspended on the effective date of my re-employment and will resume only when I subsequently terminate employment. I also understand that I must return any overpayment of my retirement benefit made to me after the effective date of my re-employment.

Member's Signature

[REDACTED]

Date

*8/17/2024*

#### HUMAN RESOURCES AUTHORIZATION

**NOTE: THIS SECTION MUST BE COMPLETED BY A HR REPRESENTATIVE**

I certify that the Member named above has successfully completed a pre-employment medical exam and (is) (is not) incapacitated for the duties assigned to him/her.

|                                                           |                                              |
|-----------------------------------------------------------|----------------------------------------------|
| HR Representative's Full Name<br><i>Danielle Williams</i> | Telephone Number<br><i>(209) 468-0375</i>    |
| HR Representative's Title<br><i>Personnel Analyst</i>     | E-mail<br><i>danielle.williams@sjgov.org</i> |
| HR Representative's Signature<br>[REDACTED]               | Date<br><i>8/17/26</i>                       |





## San Joaquin County Employees' Retirement Association

### RETURN TO ACTIVE MEMBERSHIP PHYSICAL EVALUATION FORM

#### HEALTH CARE PROVIDER CERTIFICATION FOR NON-ARDUOUS CLASSIFICATIONS

|                                             |                                  |
|---------------------------------------------|----------------------------------|
| Exam Appointment Date:                      | Provider Name:                   |
| Applicant Name: <u>Maria Alcala</u>         | Applicant Contact Number:        |
| Job Classification: <u>Office Assistant</u> | Employer: <u>Probation Dept.</u> |

In accordance with Government Code Sections 31680.4 and 31680.5, retirees wishing to return to Active Member status with San Joaquin County must provide proof of medical certification that the employee is not incapacitated for the duties that will be assigned based on the County job classification description.

To the health care provider: Your assistance is appreciated in providing information to assist in determining Active Member status for the above-named individual, who has identified themselves as your patient. The retiree has submitted an application requesting to return to Active Membership (full-time status) with San Joaquin County for the position of office Assistant.

The San Joaquin County Employees' Retirement Association (SJCERA) needs this information to assist in determining whether the retiree can perform the essential functions of the position as office Assistant with or without reasonable accommodation.

**SJCERA is not seeking information regarding diagnosis, prognosis or other protected information; but rather, functional capacities, limitations and/or work restrictions.** In accordance with the Genetic Information Non Discrimination Act, the Agency also specifically directs you not to provide genetic information, including family medical history, in your response to the following questions.

#### **To be completed by Health Care Provider:**

Based on the Employer's Job Description of Essential Functions and their Evaluation Protocol:

☒ No medical findings that would prohibit the applicant from performing the essential functions of the job, as described in the employer's job description.

☐ Medical Approval Deferred. Will Re-Evaluate when: \_\_\_\_\_

☐ Applicant can safely perform the essential job functions described by the employer's job description, under the following conditions: \_\_\_\_\_

☐ Applicant cannot safely perform the following essential job functions described by the employer's job description: \_\_\_\_\_

Please sign, date and return this form to the employee:

|                                                               |                            |
|---------------------------------------------------------------|----------------------------|
| Health Care Provider Name (Print):<br><u>Dherain Patel MD</u> | License No.:<br>[Redacted] |
| Health Care Provider Signature:<br>[Redacted]                 | Date: <u>8/17/2024</u>     |
| Type of Health Care Provider:<br><u>MD</u>                    | Phone: <u>209-957-7050</u> |

Dherain Patel, M.D.  
2505 W. Hammer Lane 3rd Flr  
Stockton Ca, 95209  
209-957-7050 Fax# 209-473-9369  
License# A158029 DEA# FP9013335 NPI# 1386097889

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## Office Assistant (#RO6105)

\$20.99-\$25.51 Hourly / \$3,637.81-\$4,421.78 Monthly / \$43,653.74-\$53,061.40 Yearly



[Notify Me when a Job Opens for the above position\(s\).](#)

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### DEFINITION

Under close supervision, performs general clerical, office technical and/or secretarial tasks of routine difficulty and complexity in a wide variety of office settings throughout the County; and does related or other work as required in accordance with Rule 3, Section 3, of the Civil Service Rules.

### CLASS CHARACTERISTICS

This is the first working-level class in the Office Assistant series. Incumbents are expected to apply a routine amount of initiative and independent judgment to perform a limited range of duties utilizing standardized procedures within well-established policies. Most new or unusual situations are referred to a supervisor or more skilled co-worker for advice and direction. Depending upon the assignment, incumbents may be required to develop a limited understanding of technical subject matter and perform duties that are unique to the work area. This class is typically multi-allocated with the class of Senior Office Assistant, and incumbents can usually promote to the higher level when

they meet the minimum qualifications and Civil Service requirements, and when they have demonstrated satisfactory performance.

## TYPICAL DUTIES

- Prepares routine reports and documents from written material or machine transcription using a typewriter, word processor or other office equipment; formats documents, charts, reports and forms using techniques that may require the use of office automation equipment; edits for punctuation and spelling; proofreads for accuracy and consistency; may independently compose and prepare reports, letters and/or memoranda.
- Performs basic secretarial work; receives and screens visitors, callers and mail, and directs to appropriate individual or office; takes and transmits messages; makes appointments; greets and assists customers in person, on the phone, on the computer or through other means of communication.
- Provides and gathers routine information to/from a variety of sources; asks/answers questions and completes forms; identifies customer needs; searches for, receives and explains information regarding rules, regulations, policies, procedures and technical office operations; may issue certificates, permits, licenses and other documents; provides customer service in a calm, helpful and effective manner.
- Processes and maintains routine information related to departmental operations, including information of a limited technical, specialized or sensitive nature; codes, files and retrieves documents and records using standard alphabetical, numerical, coded and computerized filing systems.
- Researches, compiles, maintains and processes basic statistical, financial and/or numerical data related to departmental personnel, payroll, purchasing, inventory, budget and/or other functions; verifies and makes basic entries and notations; reviews material for completeness and accuracy; performs basic computations and calculations; may compute, collect and receipt small amounts of money; may maintain basic ledgers and accounts; may process basic accounts payable/receivable, billing operations, and/or deposits; may develop and maintain routine spreadsheets and databases, either by hand or computer.
- May operate a multi-line telephone switchboard; may dispatch vehicles.
- May help train or review the work of others; may provide technical assistance as part of a training program.

## MINIMUM QUALIFICATIONS

**(Special Note:** For positions reclassified to this class as part of Classification Studies #01-18 and #02-08, the incumbents occupying those positions on the



effective date that the study is implemented by the Board of Supervisors shall be deemed to meet the minimum qualifications for the class.)

**Experience:** One year of general clerical, secretarial and/or office technical work.

**Substitutions:** a) One year of business training in an approved vocational training program may substitute for the above-required experience; or b) Completion of 30 semester/45 quarter units at an accredited college or university may substitute for the above-required experience.

**Certificates:** 1) Valid typing/keyboarding or other acceptable certification of ability to input data at the rate of 45 words per minute, if required by the nature of the assignment; and/or 2) Possession of an acceptable proficiency certificate in one or more computer software programs, if required by the nature of the assignment.

**Special Requirement:** Most positions require the ability to use computers and/or word processing equipment. If required by the nature of the position, demonstrated general or software-specific computer proficiency may be required prior to appointment.

## **KNOWLEDGE**

General office practices and procedures; personal computer systems and general office computer software; fundamental public relations techniques; basic filing and recordkeeping systems; standard language mechanics; standard correspondence and report formats; basic arithmetical operations related to clerical processes; basic cash handling procedures.

## **ABILITY**

Utilize standard office procedures and equipment; follow oral and written directions; establish and maintain effective working relationships with others; communicate effectively with others; write clearly and legibly; perform basic arithmetical operations; match names and numbers.

## PHYSICAL/MENTAL REQUIREMENTS

Mobility-Frequent operation of a data entry device, repetitive motion, sitting for long periods, walking; occasional standing, pushing, pulling, bending, squatting, climbing; Lifting-Frequently 5 pounds or less; occasionally 5 to 30 pounds; Visual-Constant good overall vision and reading/close-up work; frequent color perception and use of eye/hand coordination; occasional use of depth perception and peripheral vision; Hearing/Talking-Frequent hearing of normal speech, hearing/talking on the telephone, talking in person; Emotional/Psychological-Frequent decision making, concentration, and public contact; Special Requirements-Some assignments may require working weekends, nights, and/or occasional overtime; Environmental-Occasional exposure to varied weather conditions.

San Joaquin County complies with the Americans with Disabilities Act (ADA) and, upon request, will consider reasonable accommodations to enable individuals with disabilities to perform essential job functions.

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**CLASS:** RO6105; **EST:** 10/11/1995; **REV:** 3/13/2002;



August 25, 2026

RE: SACRS Legislative Proposals 2027

Dear SACRS Board of Directors,

The SACRS Legislative Committee has developed a legislative package for consideration in the upcoming 2027 legislative session. This proposal, called the CERL Modernization Act, reflects the input of SACRS member systems and is intended to provide administrative clarity and consistency for county retirement systems.

The CERL Modernization Act updates outdated provisions in the County Employees Retirement Law of 1937 to reflect modern governance practices, constitutional authority, and longstanding case law. Many of the proposed updates address statutory language that predates Proposition 162 (1992), which granted retirement boards plenary authority over the administration and investment of retirement system assets under Article XVI, Section 17 of the California Constitution. As a consortium of 20 independent county retirement systems, the 1937 Act systems have historically lacked the large legislative staffing resources available to statewide systems such as CalPERS and CalSTRS. As a result, portions of CERL still contain outdated references that no longer align with current constitutional governance standards or operational practice.

The proposed legislation clarifies the retirement boards' authority over administrative and procedural matters, consistent with the recent California Supreme Court ruling *LACERA v LA County*. It does not address retirement system staffing or personnel matters.

#### **Clarifies Governance Roles**

- Clarifies the respective roles of Boards of Retirement and Boards of Supervisors.
- Aligns CERL governance authority with constitutional standards established by Proposition 162.
- Aligns Board of Retirement authority more closely with governance standards applicable to CalPERS and CalSTRS.

#### **Modernizes Administrative Authority**

- Removes outdated statutory provisions requiring Board of Supervisors approval over actuarial and administrative functions now constitutionally vested in Boards of Retirement.



- Clarifies Board of Retirement authority over actuarial assumptions, contribution rates, administrative regulations, and reserve policies.
- Modernizes election administration and technical statutory provisions.

#### **Promotes Administrative Efficiency**

- Streamlines outdated procedural requirements.
- Eliminates obsolete administrative restrictions inconsistent with modern retirement system operations.
- Supports efficient, transparent, and accountable retirement system governance.

#### **Preserves County Authority**

- Does not change the authority of Boards of Supervisors to adopt retirement benefit formulas and other benefit provisions.
- Does not alter employer contribution obligations or collective bargaining responsibilities.
- Maintains existing county appointment authority for retirement board trustees.
- Does not alter retirement system staffing or personnel matters.

We thank the Legislative Committee for reviewing these proposals and engaging in a collaborative, deliberative process to achieve consensus on issues. These amendments represent governance and process improvements that will provide administrative efficiencies to retirement systems and members.

A summary table and proposed bill language is attached. Please note that draft language is subject to change during the legislative process.

Respectfully,

/s/

Eric Stern  
Chair, SACRS Legislative Committee, and  
Chief Executive Officer, Sacramento County Employees' Retirement System

#### **ATTACHMENTS**

- SACRS 2027 Legislative Proposal – Summary Table
- Chart: Administrative Rate by System Assets
- SACRS 2027 Legislative Proposal – Draft Language

CERL Modernization Act  
August 2026

| Issue | Gov Code         | Topic                                 | Issue/Justification                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         |
|-------|------------------|---------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 1     | 31452            | Garnishments                          | <p>This amendment corrects an irregularity in state law to clarify that a member's pension is not subject to an Order to Withhold (OTW) from the California Franchise Tax Board, consistent with other retirement systems. Under current law, the following retirement systems are generally restricted from garnishing pension payments by "any other process whatsoever," which include FTB orders:</p> <ul style="list-style-type: none"> <li>•US Government (5 USC 8346)</li> <li>•CalPERS (GC 21255)</li> <li>•CalSTRS (EDC 22005)</li> <li>•Legislators' Retirement Fund (GC 9359.3)</li> <li>•Municipal Utility District Retirement Systems</li> <li>•Transit District Retirement Systems</li> </ul> <p>However, for CERL systems, the Government Code restrictions on garnishments are tied to "any other process of court," which has created confusion over FTB orders because "process of court" refers to orders from the judicial branch of government. The FTB is an executive branch agency and thus not be covered under "process of court. However, it is the common practice of CERL systems to not recognize FTB orders to garnish pension payments.</p> |
| 2     | 31453            | Actuarial valuation                   | <p>This amendment clarifies that the Board of Retirement need only communicate actuarial information to the Board of Supervisors, updating outdated references that the Board of Supervisors must approve actuarial assumptions. The plenary authority to establish actuarial assumptions and contribution rates rests with the Board of Retirement, under Proposition 162. However, it is still necessary to provide this information to the Board of Supervisors (and plan sponsors) for budgeting purposes and transparency.</p>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         |
| 3     | 31456            | "Actuarial Equivalent" defined        | <p>This amendment updates outdated phrasing from 1947 that refers to the adoption of mortality tables by the Board of Supervisors. The Board of Retirement has plenary authority under Article XVI of the California Constitution to adopt actuarial assumptions.</p>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       |
| 4     | 31459<br>31459.1 | Board of Investments cross references | <p>This amendment updates cross references to the LACERA Board of Investments</p>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |

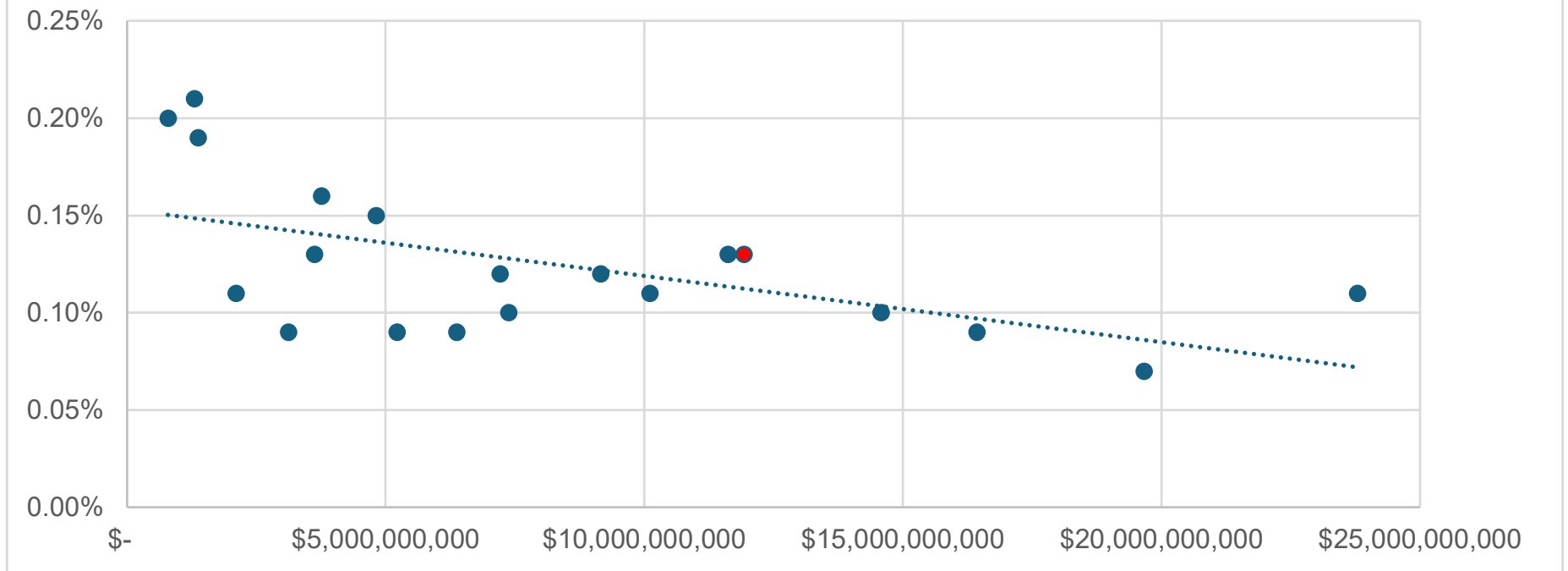
CERL Modernization Act  
August 2026

|   |                  |                                     |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |
|---|------------------|-------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 5 | 31522            | Employer Reimbursement for Trustees | This amendment provides a mechanism for the retirement system, upon adoption by the Board of Supervisors, to reimburse an employing agency of an elected Board of Retirement trustee when the trustee is fulfilling Board duties while on leave from work. This provision creates a pathway to encourage employer support for elected Board Members to attend training sessions to fulfill statutory education requirements. This language is similar to section 20092 for CalPERS elected members, adopted in 1985.                                                                                                                                                                                                                                                                                                                                                                                                   |
| 6 | 31523<br>31523.1 | Trustee Elections                   | This amendment directs the Board of Retirement, and not the Board of Supervisors, to declare an unopposed board of retirement candidate the winner of the election. More and more CERL systems are not using the Registrar of Voters to conduct elections and are self-administering their board elections.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |
| 7 | 31525            | Regulations; approval               | This amendment deletes the requirement that Board of Retirement regulations must be approved by the Board of Supervisors. This language is a holdover from when CERL systems were managed as an internal county department, and was adopted prior to the passage of Prop. 162 in 1992, which provided plenary authority to the Board of Retirement. Many county retirement systems have already evolved its practices to adopt "policies" instead of "regulations," which is a distinction in name only. It is not inappropriate for the Board of Supervisors to make decisions on practical and procedural administrative retirement matters, when the Board of Retirement is a bona fide administrative rule-making body. The Board of Supervisors still maintains appointment authority for four Board of Retirement trustees and maintains authority to adopt or discontinue numerous benefit options in the CERL. |

CERL Modernization Act  
August 2026

|    |         |                                                 |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      |
|----|---------|-------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 8  | 31580.2 | Annual budget;<br>expenses of<br>administration | This amendment removes an outdated and unforceable provision that established an administrative cap on county retirement system expenses. The Board of Retirement has plenary authority under Article XVI of the California Constitution and is charged under this section to adopt its own budget using trust fund earnings. The purpose in enacting 31580.2 was to transfer costs of operating the retirement system from the county's General Fund to investment earnings, placing fiscal responsibility in the Retirement Board. Removing the administrative cap provides conformity with CalPERS statutes; the Legislature repealed a similar administrative cap for CalPERS under section 20202.5 (renumbered to 20173) in 1975. The CERL provision has been amended over the years to exclude investment, technology, and legal costs (as well as moving to a threshold based on total liabilities instead of assets) which has made the cap more arbitrary. The Board of Retirement has the appropriate budgetary control to ensure fiscal restraint, and almost all CERL systems adopt administration budgets far below the cap, the exceptions being the smallest systems that lack of economies of scale. |
| 9  | 31591   | Interest credits                                | This amendment updates outdated phrasing from 1947 that refers to the adoption of mortality tables by the Board of Supervisors. The Board of Retirement has plenary authority under Article XVI of the California Constitution to adopt actuarial assumptions.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       |
| 10 | 31611   | Actuarial valuation                             | This amendment removes references regarding Board of Supervisor approval of contribution rates and actuarial assumptions. This is an outdated practice that conflicts with the Board of Retirement authority under Article XVI, Section 17, of the California Constitution. This language should have been updated after voters approved Prop 162 in 1992.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |
| 11 | 31612   | "Actuarial rate"<br>defined                     | This amendment updates phrasing to indicate that interest rate assumptions fall under the jurisdiction of and are adopted by the Board of Retirement, not the Board of Supervisors.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                  |
| 12 | 31615   | Interest                                        | This amendment updates phrasing to indicate that mortality tables fall under the jurisdiction of and are adopted by the Board of Retirement, not the Board of Supervisors.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |
| 13 | 31616   | Reserve Policy                                  | This amendment removes the 3% cap on reserves and authorizes the Board of Retirement to establish a reserve level it deems appropriate.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |

Admin Rate by Plan Assets, as of 6/30/25





*1. 31452 – Garnishments*

*Section 31452 of the Government Code is amended to read:*

The right of a person to a pension, annuity, retirement allowance, return of contributions, the pension, annuity, or retirement allowance, any optional benefit, any other right accrued or accruing to any person under this chapter, the money in the fund created or continued under this chapter or the California Public Employees' Pension Reform Act of 2013, and any property purchased for investment purposes pursuant to this chapter, are exempt from taxation, including any inheritance tax, whether state, county, municipal, or district. They are not subject to execution or any ~~other process of court~~ **process** whatsoever except to the extent permitted by Section 31603 of this code and Section 704.110 of the Code of Civil Procedure, and are unassignable except as specifically provided in this chapter.

*2. 31453 – Actuarial Valuation reporting*

*Section 31453 of the Government Code is amended to read:*

(a) An actuarial valuation shall be made within one year after the date on which any system established under this chapter becomes effective, and thereafter at intervals not to exceed three years. The valuation shall be conducted under the supervision of an actuary and shall cover the mortality, service, and compensation experience of the members and beneficiaries, and shall evaluate the assets and liabilities of the retirement fund. Upon the basis of the investigation, valuation, and recommendation of the actuary, the board shall, at least 45 days prior to the beginning of the succeeding fiscal year, ~~recommend~~**transmit** to the board of supervisors the changes in the rates of interest, in the rates of contributions of members, and in county and district appropriations as are necessary. With respect to the rates of interest to be credited to members and to the county or district, the board may, in its sound discretion, ~~recommend~~**provide** a rate that is higher or lower than the interest assumption rate established by the actuarial survey. No adjustment shall be included in the new rates for time prior to the effective date of the revision.

(b) (1) Upon the basis of the investigation, valuation, and recommendation of the actuary, the board shall, at least 45 days prior to the beginning of the succeeding fiscal year, ~~recommend~~**transmit** to the governing body of a district within the county system that is not governed by the board of supervisors the changes in the rates of contributions of district members and in district appropriations as are necessary.

*CERL Modernization Act  
Draft Language  
August 2026*

(2) This subdivision shall not be operative in any county until the board of supervisors, by resolution adopted by majority vote, makes the provision applicable in that county.

*3. 31456 – “Actuarial Equivalent” defined*

Section 31456 of the Government Code is amended to read:

“Actuarial equivalent” means a benefit of equal value when computed upon the basis of the mortality tables adopted by the board of supervisors and regular interest thereon.

*4. 31459, 31459.1 – Board of Investments cross-references*

*Section 31459 of the Government Code is amended to read:*

(a) In a county in which a board of investments has been established pursuant to Section 31520.2:

(1) As used in Sections 31453, 31453.5, 31454, 31454.1, 31454.5, **31456**, 31472, 31588.1, 31589.1, 31591, 31592.3, 31594, 31595.1, 31595.9, 31596, 31596.1, 31601.1, 31607, 31611, **31612, 31615**, 31616, 31625, 31784, and 31872, “board” means a board of investments.

(2) As used in the first paragraph of Section 31592.2, “board” means a board of investments.

(3) Sections 31510.4, 31522, 31523, 31524, 31525, 31528, 31529, 31529.5, 31595, 31618, 31680, and 31680.1 apply to both the board of retirement and board of investments, and “board” means both “board of retirement” and “board of investments.”

(b) In Article 17 (commencing with Section 31880), “board” means the Board of Administration of the Public Employees’ Retirement System.

(c) In all other cases, “board” means the board of retirement.

*Section 31459.1 is amended to read:*

(a) In a county in which a board of investments has been established pursuant to Section 31520.2:

(1) As used in Sections 31453, 31453.5, 31454, 31454.1, 31454.5, **31456**, 31472, 31588.1, 31589.1, 31591, 31592.3, 31594, 31595.1, 31595.9, 31596, 31596.1, 31601.1, 31607, 31610, 31611, 31612, 31613, **31615**, 31616, 31618, 31621.11, 31625, 31639.26, 31784, and 31872, “board” means board of investments.

*CERL Modernization Act  
Draft Language  
August 2026*

(2) As used in the first paragraph of Section 31592.2 and the first paragraph and subdivision (c) of the second paragraph of Section 31595, “board” means a board of investments.

(3) Sections 31521, 31522, 31522.1, 31522.2, 31523, 31524, 31525, 31528, 31529, 31529.5, 31535.1, 31580.2, 31614, 31680, and 31680.1, apply to both the board of retirement and board of investments, and “board” means either or both the board of retirement and board of investments.

(4) Subdivision (a) of Section 31526 and subdivisions (a) and (b) of the second paragraph of Section 31595 apply to both the board of retirement and board of investments, and “board” means either or both the board of retirement and board of investments.

(b) In Article 17 (commencing with Section 31880) of this chapter, “board” means the Board of Administration of the Public Employees’ Retirement System.

(c) In all other cases, “board” means the board of retirement.

(d) This section shall apply only in a county of the first class, as defined in Section 28020, as amended by Chapter 1204 of the Statutes of 1971, and Section 28022, as amended by Chapter 43 of the Statutes of 1961.

*5. 31522 – Duties of board members; additional compensation*

*Section 31522 is amended to read:*

**(1)** The official duties of elected board members who are employees of the county or a district shall be included as part of their county or district employment and their board duties shall normally take precedence over any other duties, **except as provided in (2).** The elected board members who are county or district employees shall not receive any additional compensation by virtue of their election to the board.

**(2)** **Upon approval of the governing entity, each county or district that employs an elected member of the board shall be reimbursed by the retirement fund in an amount equal to the salary and benefits paid to the elected board member by the county or district for the percentage of the elected board member’s regular work schedule during which the elected board member is on leave from the county or district to attend meetings or activities of the board, or meetings of committees or subcommittees of the board, or to otherwise fulfill his or her responsibilities to the system. The system shall establish procedures for the reimbursement process, and the reimbursement shall not exceed 25% of the board member’s regular work schedule.**

*CERL Modernization Act  
Draft Language  
August 2026*

6. 31523, 31523.1 – Retirement Board Elections

Section 31523 of the Government Code is amended to read:

(a) In the event of a vacancy in the second, third, seventh, eighth, or alternate seventh member position on the board of retirement, the board shall cause an election to fill the vacancy to be held at the earliest possible date, except as provided in Sections 31520.3 and 31520.5. The vacancy in the second, third, or eighth member position on the board of retirement shall be filled for the duration of the current term except that, if the remaining portion of the current term is six months or less on the date of the election, a single election may be held to fill the vacancy for the remainder of the current term and to fill the position for the succeeding term. With respect to a vacancy in the seventh member position, candidates shall be a safety member from a group which is not represented by an incumbent alternate seventh member. With respect to the alternate seventh member position, the candidates shall be limited to the group under Section 31470.2 or 31470.4, or any other eligible safety member in a county if there is no eligible candidate from the groups under Sections 31470.2 and 31470.4 that is not represented by an incumbent seventh board member. The successful candidate shall serve for the duration of the current term.

(b) If there is a vacancy with respect to the alternate retired member, the board of retirement shall, by majority vote, appoint a replacement alternate member in the same manner as prescribed in Sections 31520.3 and 31520.5 for the initial appointment of an alternate retired member, who shall serve until the expiration of the current term of the current eighth member.

(c) If an election has been called on the expiration of the term of office of any member or alternate member, or to fill a vacancy for the second, third, seventh, eighth, or alternate seventh member of a board of retirement, and only one candidate has been duly nominated in accordance with the rules established for the holding of that election, the board supervisors shall order that no election be held and shall ~~direct the clerk to~~ cast a unanimous ballot in favor of the candidate.

*Section 31523.1 of the Government Code is amended to read:*

(a) In the event of a vacancy in the second, third, fourth, or eighth member position on a board of investments established pursuant to Section 31520.2, the board of investments shall cause an election to be held at the earliest possible date to fill the vacancy. The vacancy in the second, third, fourth, or eighth member position shall be filled for the duration of the current term except that, if the remaining portion of the current term on the date of the election is six months or less, a single election may be held to fill the vacancy for the remainder of the current term and to fill the position for the succeeding term.

*CERL Modernization Act  
Draft Language  
August 2026*

(b) If an election has been called on the expiration of the term of office of any member, or to fill a vacancy for the second, third, fourth, or eighth member position of a board of investments, and only one candidate has been duly nominated in accordance with the rules established for the holding of that election, the board ~~supervisors~~ shall order that no election be held and shall ~~direct the clerk to cast a unanimous ballot in favor of the~~ candidate.

*7. 31525 – Regulations; approval*

*Section 31525 of the Government Code is amended to read:*

The board may make regulations not inconsistent with this chapter, **the Public Employees' Pension Reform Act of 2013, and any other provisions of law applicable to county retirement systems.** ~~The regulations become effective when approved by the board of supervisors.~~

*8. 31580.2 – Annual Budget Limit*

*Section 31580.2 of the Government Code is amended to read:*

~~(a) In counties in which the board of retirement, or the board of retirement and the board of investment, have appointed personnel pursuant to Section 31522.1, 31522.5, 31522.7, 31522.9, 31522.10, or 31522.11, the respective board or boards shall annually adopt a budget covering the entire expense of administration of the retirement system, which expense shall be charged against the earnings of the retirement fund. The expense incurred in any year may not exceed the greater of either of the following:~~

~~(1) Twenty-one hundredths of 1 percent of the accrued actuarial liability of the retirement system.~~

~~(2) Two million dollars (\$2,000,000), as adjusted annually by the amount of the annual cost of living adjustment computed in accordance with Article 16.5 (commencing with Section 31870).~~

~~(b) Expenditures for computer software, computer hardware, and computer technology consulting services in support of these computer products shall not be considered a cost of administration of the retirement system for purposes of this section.~~

*9. 31591 – Interest Credits*

*Section 31591 of the Government Code is amended to read:*

(a) Regular interest shall be credited semiannually on June 30th and December 31st to all contributions in the retirement fund which have been on deposit for six months

*CERL Modernization Act  
Draft Language  
August 2026*

immediately prior to that date. Interest at the rate of  $2\frac{1}{2}$  percent per annum, until otherwise determined by the board, compounded semiannually, shall be used in the calculation of benefits under any mortality table adopted by the board of supervisors.

(b) No interest shall be credited to a member's account after the membership of the member in the retirement association has ceased, except under any of the following circumstances:

(1) The former member has left his or her accumulated contributions in the retirement fund and has either elected, in writing, a deferred retirement allowance, or is eligible to so elect under Section 31700 but has failed to do so.

(2) The surviving spouse of a deceased member or the legally appointed guardian of the member's unmarried children under age 18 has elected to leave a death benefit on deposit as provided for in Section 31781.2.

(3) The former member, regardless of service, has left his or her accumulated contributions in the retirement fund and has not terminated employment.

*10. 31611 – Actuarial Valuation*

*Section 31611 is amended to read:*

An actuarial valuation shall be made within one year after the date on which any system established under this chapter becomes effective, and thereafter at intervals not to exceed three years. The valuation shall be conducted under the supervision of an enrolled actuary and shall cover the mortality, service, and compensation experience of the members and beneficiaries, and shall evaluate the assets and liabilities of the retirement fund. Upon the basis of the investigation, valuation, and recommendation of the actuary, the board shall, at least 60 days prior to the beginning of the succeeding fiscal year, transmit ~~recommend to the board of supervisors~~ of such changes in the rates of interest, in the rates of contributions of members, in county and district appropriations as are necessary, and appropriate mortality tables. ~~In making recommendations to the board of supervisors, the board shall act with the care, skill, prudence and diligence under the circumstances then prevailing that a prudent person acting in a like capacity and familiar with such matters would use in the conduct of an enterprise of a like character and with like aims.~~ No adjustment shall be included in the new rates for time prior to the effective date of the revision. The cost of actuarial valuations and investigations may, in the sound discretion of the board, be charged against the earnings of the retirement fund.

*11. 31612 – “Actuarial rate” defined*

*Section 31612 is amended to read:*

*CERL Modernization Act  
Draft Language  
August 2026*

“Actuarial rate” means the interest assumption rate established by the most recent actuarial survey adopted ~~recommended by the board of retirement and adopted by the board of supervisors.~~

*12. 31615: Interest*

Section 31615 is amended to read:

Regular interest at the actuarial rate, or at the highest rate possible if net earnings, as defined in Section 31613 are not sufficient to credit the full actuarial rate, shall be credited semiannually on June 30 and December 31 to all contributions, reserves, and accounts in the retirement fund, except the Contingency Reserve Account, which have been on deposit for six months immediately prior to those dates.

Interest at the actuarial rate, compounded semiannually, shall be used in the calculation of benefits under any mortality table adopted by the board of supervisors. No interest shall be credited to a member’s account after the termination of the member’s county service, unless the member has elected, in writing, to leave his or her accumulated contributions in the retirement fund and be granted a deferred retirement allowance, or the surviving spouse of a deceased member or the legally appointed guardian of the member’s unmarried children under age 18 has elected to leave a death benefit on deposit as provided for in Section 31781.2.

*13. 31616: Reserves*

Section 31616 is amended to read:

After the semiannual application of Section 31615, earnings of the retirement fund in excess of the total interest credited to contributions and reserves shall remain in the fund as a reserve against deficiencies in interest earnings, losses on investments, or payments made pursuant to Section 31588.1 or 31589.1, if applicable.

These funds shall be placed in an account known hereafter as the Contingency Reserve Account. The size of this account shall be determined semiannually by the board ~~but shall not exceed 3 percent of the total assets of the retirement fund.~~

If, at the end of any semiannual period, the balance of the Contingency Reserve Account falls below 1 percent of system assets, the board shall, by the end of the subsequent semiannual period, provide funds from earnings of fund assets from the subsequent semiannual period, to bring the level of the Contingency Reserve Account to at least 1 percent of system assets.

No funds in the Contingency Reserve Account shall be available for the payment of benefits.

*CERL Modernization Act  
Draft Language  
August 2026*

Net earnings remaining after the application of this section shall be applied as provided in Sections 31617, 31618, and 31619.



## San Joaquin County Employees' Retirement Association (SJCERA)

Q2 2026

Quarterly Report

1. Introduction
2. Q2 2026 Portfolio Review
3. Real Estate Program
4. Economic and Market Update as of June 30, 2026
5. Disclaimer, Glossary, and Notes

# Introduction

## Introduction

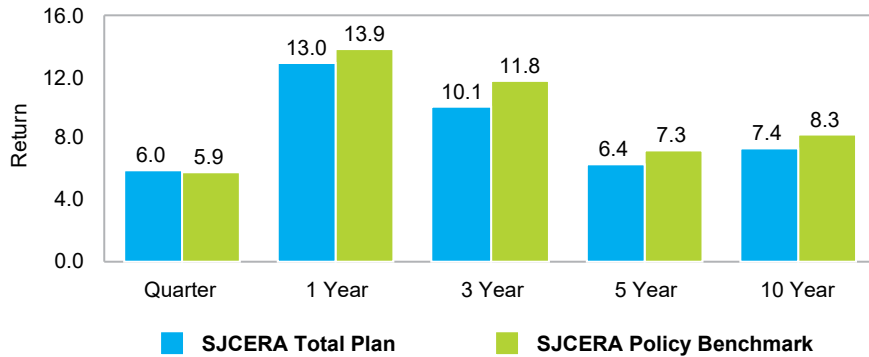
The SJCERA Total Portfolio had an aggregate value of approximately \$5.6 billion as of June 30, 2026. During the latest quarter, the Total Portfolio increased in value by approximately \$341.5 million, and over the one-year period, the Total Portfolio increased by approximately \$693.1 million. Global equity markets rebounded strongly in Q2 2026 after a volatile Q1. Both U.S. and international equities posted solid gains as trade policy uncertainty eased, energy prices recoiled from their highs in late Q1, and corporate earnings dramatically exceeded expectations. Fixed income provided modest positive returns as interest rate volatility largely declined.

## Recent Investment Performance

The Total Portfolio outperformed the benchmark return of 5.9%, net of fees, by 0.1% during Q2 2026. However, the portfolio has underperformed the policy benchmark for the trailing 1-, 3-, 5-, 10-, 15-, 20-, and 25-year periods by (0.9%), (1.7%), (0.9%), (0.9%), (0.8%), (1.1%), and (0.5%), respectively. Net of fees, the Plan underperformed the Median Public Fund for the most recent quarter by (1.4%). Over the trailing 1-, 3-, 5-, 10-, 15-, 20-, and 25-year periods by (1.2%), (1.5%), (0.2%), (1.3%), (1.5%), (1.7%) and (1.0%), respectively. However, it is important to view these returns in the context of the risk the portfolio is taking relative to that of the median public plan. The annualized standard deviation of the Plan is 2.6% lower than the median public plan with assets greater than \$1 billion during the last five years (6.8% for the plan vs. 9.4% for the median public plan between \$1B-\$5B). Over the trailing 3-year period, the Plan's standard deviation of 5.3% is materially lower than the median plan's standard deviation of 7.1%, with a higher Sharpe ratio of 1.0 versus the median of 0.9.

Introduction | As of June 30, 2026

### Return Summary



### Summary of Cash Flows

|                        | Quarter       | 1 Year        |
|------------------------|---------------|---------------|
| SJCERA Total Plan      |               |               |
| Beginning Market Value | 5,246,435,909 | 4,894,906,060 |
| Net Cash Flow          | 24,322,417    | 49,231,750    |
| Net Investment Change  | 317,203,963   | 643,824,479   |
| Ending Market Value    | 5,587,962,289 | 5,587,962,289 |

|                                                                 | Quarter    | 1 Year      | 3 Years     | 5 Years    | 10 Years   | 15 Years   | 20 Years   | 25 Years   |
|-----------------------------------------------------------------|------------|-------------|-------------|------------|------------|------------|------------|------------|
| <b>SJCERA Total Plan - Gross</b>                                | <b>6.1</b> | <b>13.4</b> | <b>10.6</b> | <b>6.9</b> | <b>8.0</b> | <b>7.1</b> | <b>6.0</b> | <b>6.5</b> |
| <b>SJCERA Total Plan - Net</b>                                  | <b>6.0</b> | <b>13.0</b> | <b>10.1</b> | <b>6.4</b> | <b>7.4</b> | <b>6.4</b> | <b>5.3</b> | <b>5.9</b> |
| <i>SJCERA Policy Benchmark<sup>2</sup></i>                      | <u>5.9</u> | <u>13.9</u> | <u>11.8</u> | <u>7.3</u> | <u>8.3</u> | <u>7.2</u> | <u>6.4</u> | <u>6.4</u> |
| Excess Return (Net)                                             | 0.2        | -0.9        | -1.6        | -0.9       | -0.9       | -0.8       | -1.1       | -0.5       |
| <i>All Public Plans &gt; \$1B-Total Fund Median<sup>1</sup></i> | 7.4        | 14.2        | 11.6        | 6.6        | 8.7        | 7.9        | 7.0        | 6.9        |

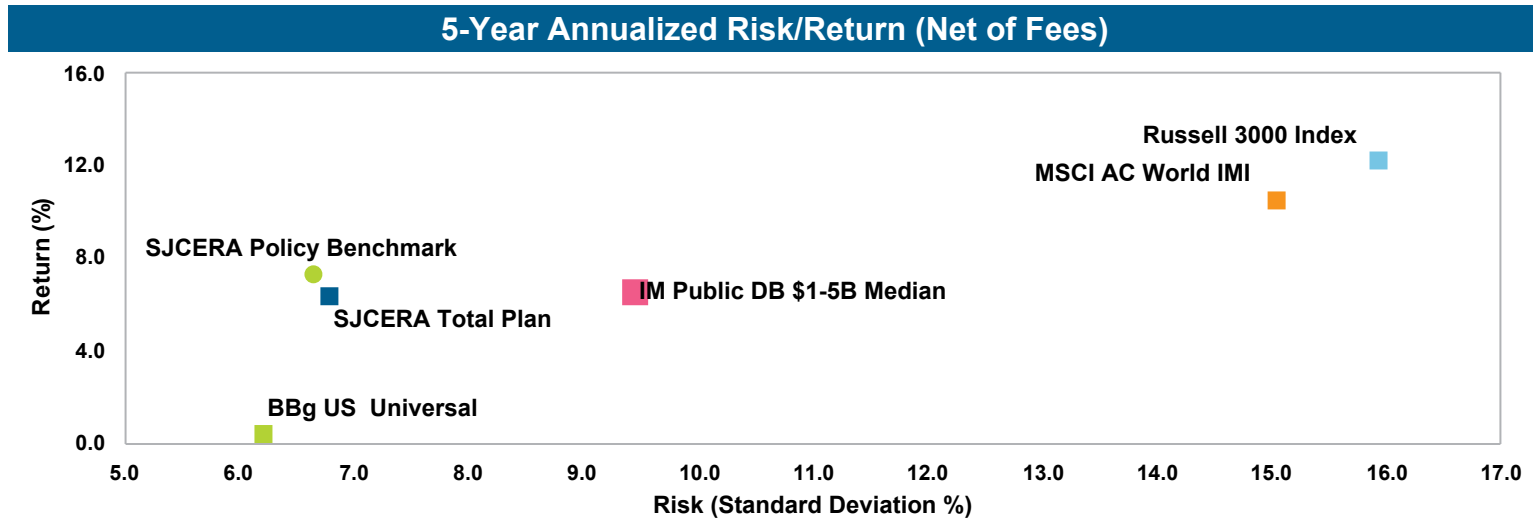
<sup>1</sup> Investment Metrics Total Fund Public Universe >\$1 Billion, net of fees.

<sup>2</sup> Policy Benchmark composition is listed in the Appendix.

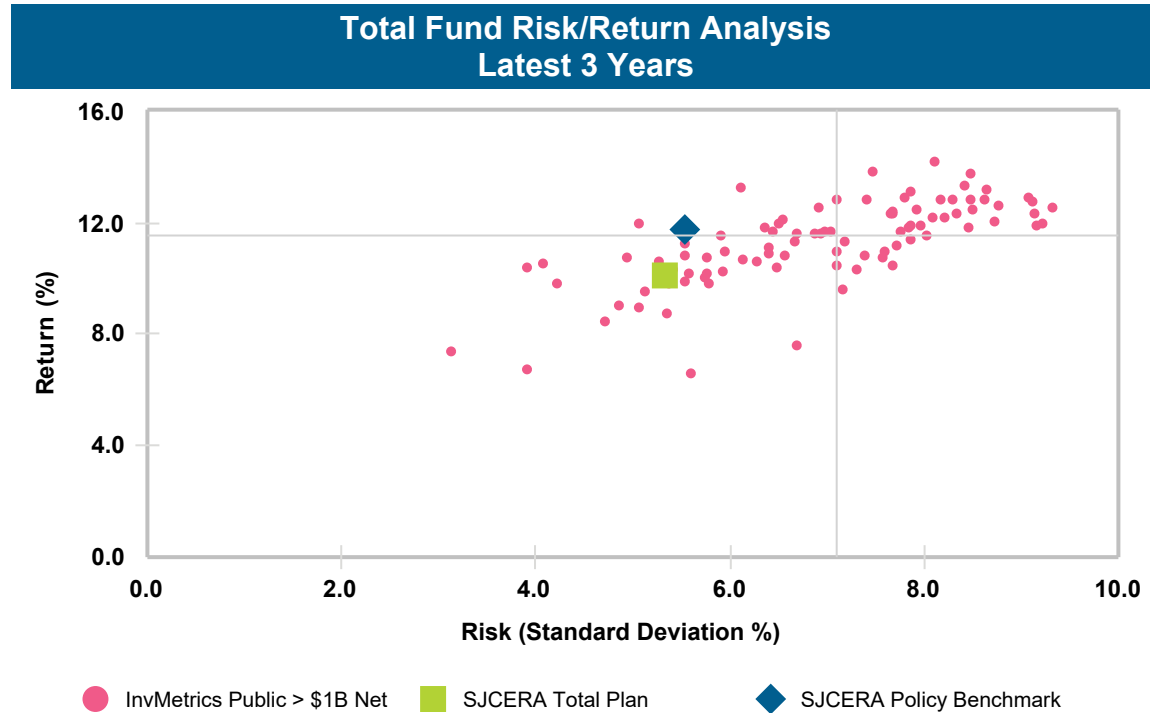
Risk Adjusted Median

| Risk Adjusted Return vs Peers |       |       |       |        |
|-------------------------------|-------|-------|-------|--------|
|                               | 1 Yr  | 3 Yrs | 5 Yrs | 10 Yrs |
| SJCERA Total Plan - Net       | 13.03 | 10.14 | 6.42  | 7.42   |
| Risk Adjusted Median          | 10.27 | 8.71  | 5.27  | 6.36   |
| Excess Return                 | 2.76  | 1.42  | 1.15  | 1.06   |

As of June 30, 2026



|                                         | Anlzd Return | Anlzd Standard Deviation | Sharpe Ratio |
|-----------------------------------------|--------------|--------------------------|--------------|
| SJCERA Total Plan                       | 6.4          | 6.8                      | 0.4          |
| SJCERA Policy Benchmark                 | 7.3          | 6.6                      | 0.6          |
| InvMetrics Public DB \$1B - \$5B Median | 6.6          | 9.4                      | 0.4          |
| Blmbg. U.S. Universal Index             | 0.4          | 6.2                      | -0.5         |
| Russell 3000 Index                      | 12.3         | 15.9                     | 0.6          |
| MSCI AC World IMI                       | 10.6         | 15.0                     | 0.5          |



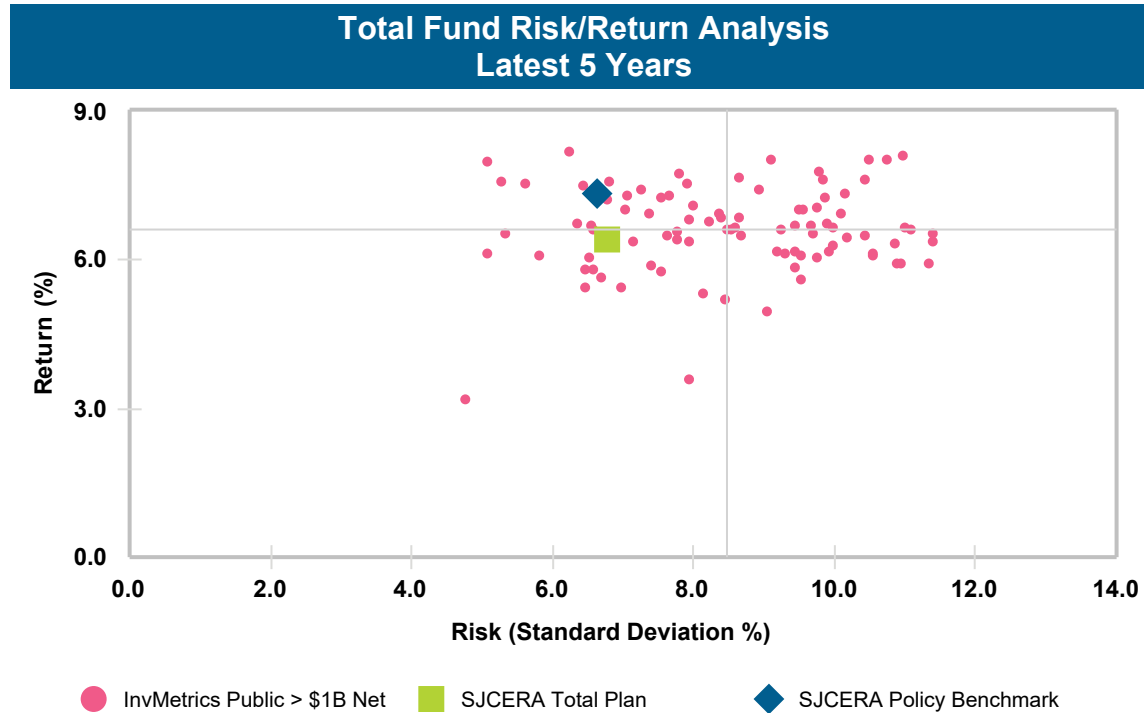
|                                                        | Return <sup>1</sup> | Standard<br>Deviation | Sharpe<br>Ratio <sup>2</sup> |
|--------------------------------------------------------|---------------------|-----------------------|------------------------------|
| SJCERA Total Plan                                      | 10.1                | 5.3                   | 1.0                          |
| SJCERA Policy Benchmark                                | 11.8                | 5.5                   | 1.2                          |
| All Public Plans > \$1B-Total Fund Median <sup>3</sup> | 11.6                | 7.1                   | 0.9                          |

<sup>1</sup> Returns are net of fees.

<sup>2</sup> Computed as annualized return less the risk free rate, divided by the annualized standard deviation.

<sup>3</sup> Investment Metrics Total Fund Public Universe > \$1 Billion, net of fees.



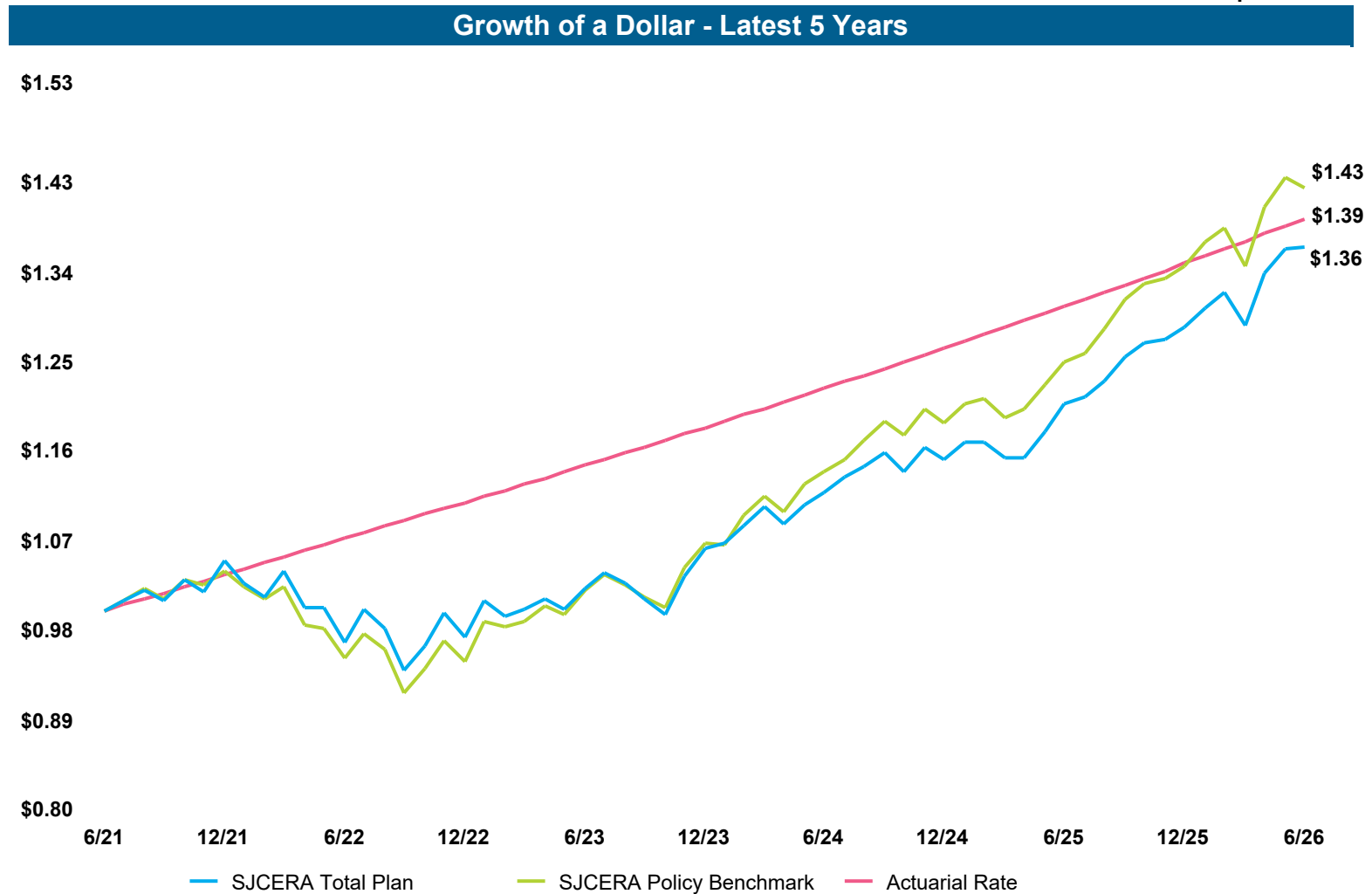


|                                                        | Return <sup>1</sup> | Standard<br>Deviation | Sharpe<br>Ratio <sup>2</sup> |
|--------------------------------------------------------|---------------------|-----------------------|------------------------------|
| SJCERA Total Plan                                      | 6.4                 | 6.8                   | 0.4                          |
| SJCERA Policy Benchmark                                | 7.3                 | 6.6                   | 0.6                          |
| All Public Plans > \$1B-Total Fund Median <sup>3</sup> | 6.6                 | 8.5                   | 0.4                          |

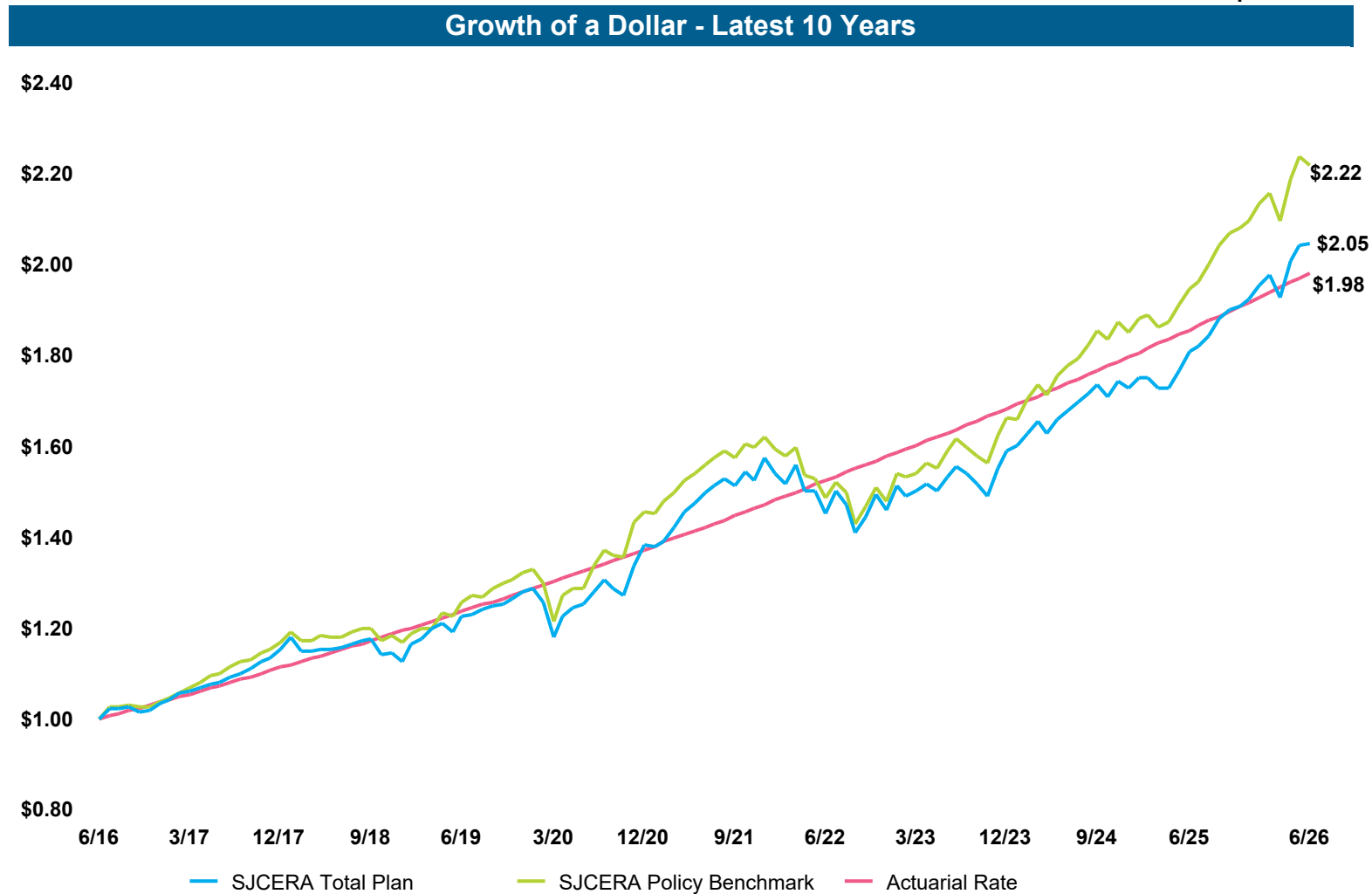
<sup>1</sup> Returns are net of fees.

<sup>2</sup> Computed as annualized return less the risk free rate, divided by the annualized standard deviation.

<sup>3</sup> Investment Metrics Total Fund Public Universe > \$1 Billion, net of fees.

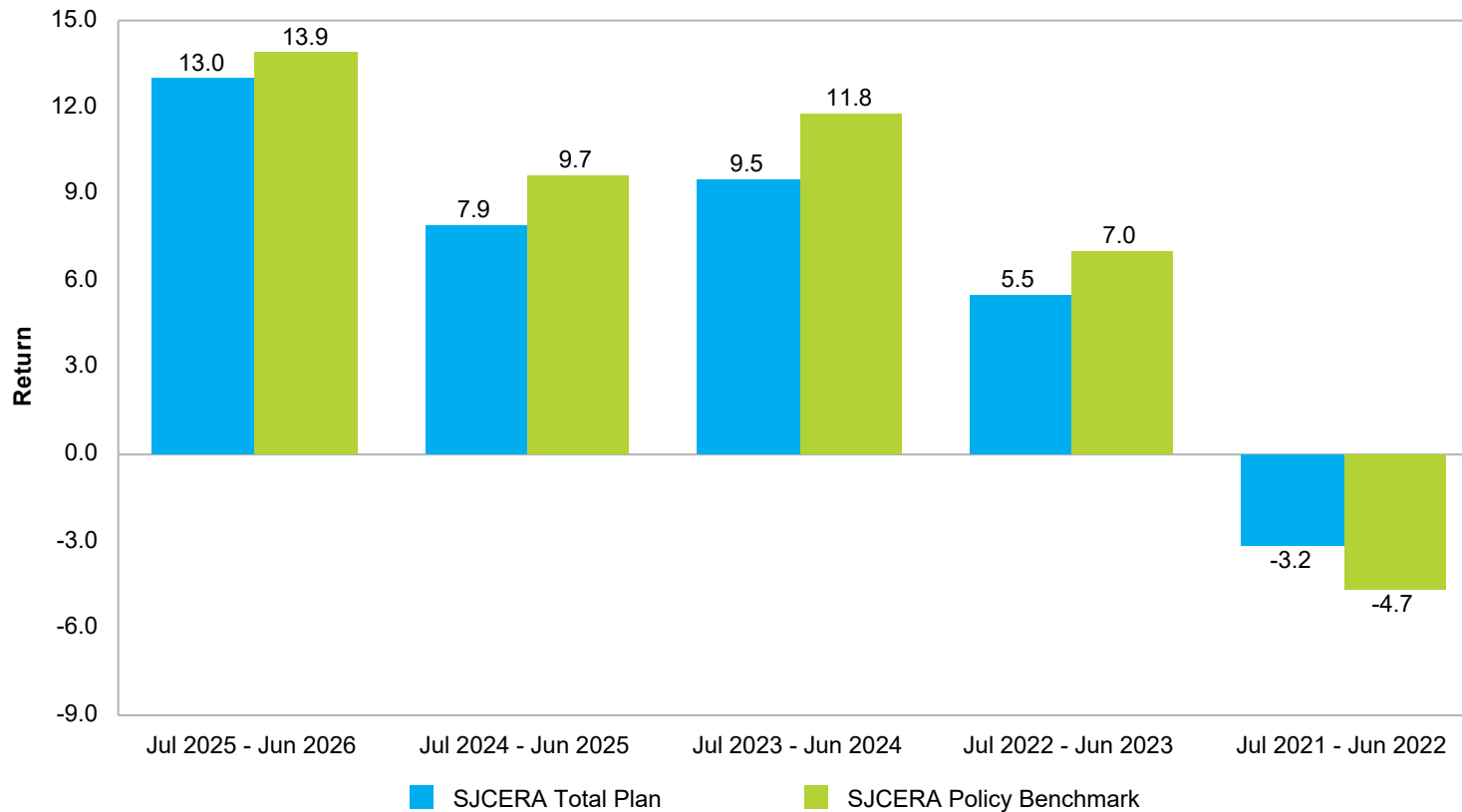


6.75% Actuarial Rate from 9/1/2022 to present. 7.0% Actuarial Rate from 1/1/2020 to 8/31/2022. 7.25% Actuarial Rate from 1/1/2018 to 12/31/2019. 7.4% Actuarial Rate from 8/1/2016 to 12/31/2017. 7.5% Actuarial Rate from 1/1/2012 to 7/31/2016. Previously 8.0%.



6.75% Actuarial Rate from 9/1/2022 to present. 7.0% Actuarial Rate from 1/1/2020 to 8/31/2022. 7.25% Actuarial Rate from 1/1/2018 to 12/31/2019. 7.4% Actuarial Rate from 8/1/2016 to 12/31/2017. 7.5% Actuarial Rate from 1/1/2012 to 7/31/2016. Previously 8.0%.

12-month Performance Overview



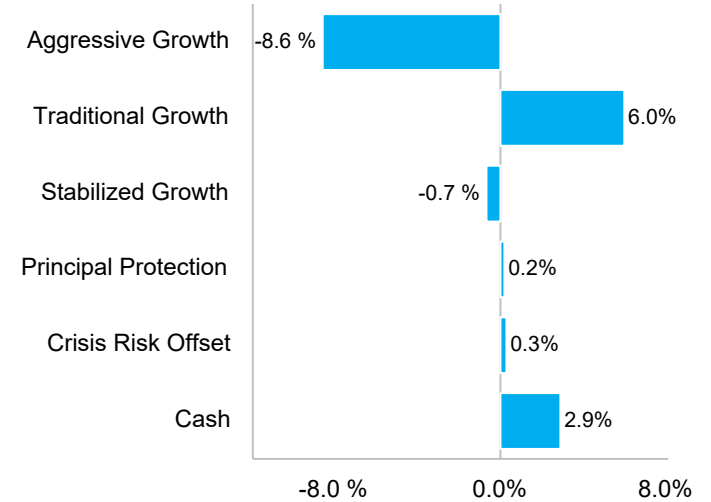
12-month absolute results have been positive four of the last five 12-month periods, net of fees. The SJCERA Total Portfolio outperformed the policy target benchmark once during these five periods, net of fees.

## **Q2 2026 Portfolio Review**

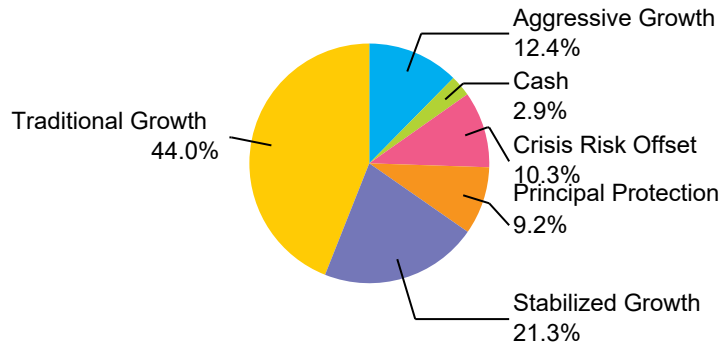
### Asset Allocation | As of June 30, 2026

|                         | Balance (\$)           | Current Allocation (%) | Policy (%)   | Difference (%) |
|-------------------------|------------------------|------------------------|--------------|----------------|
| Broad Growth            | \$4,340,710,675        | 77.7                   | 81.0         | -3.3           |
| Aggressive Growth       | \$690,567,654          | 12.4                   | 21.0         | -8.6           |
| Traditional Growth      | \$2,457,925,396        | 44.0                   | 38.0         | 6.0            |
| Stabilized Growth       | \$1,192,217,626        | 21.3                   | 22.0         | -0.7           |
| Diversifying Strategies | \$1,086,981,154        | 19.5                   | 19.0         | 0.5            |
| Principal Protection    | \$511,989,687          | 9.2                    | 9.0          | 0.2            |
| Crisis Risk Offset      | \$574,991,468          | 10.3                   | 10.0         | 0.3            |
| Cash                    | \$160,270,459          | 2.9                    | 0.0          | 2.9            |
| Cash                    | \$160,270,459          | 2.9                    | 0.0          | 2.9            |
| <b>Total</b>            | <b>\$5,587,962,289</b> | <b>100.0</b>           | <b>100.0</b> | <b>0.0</b>     |

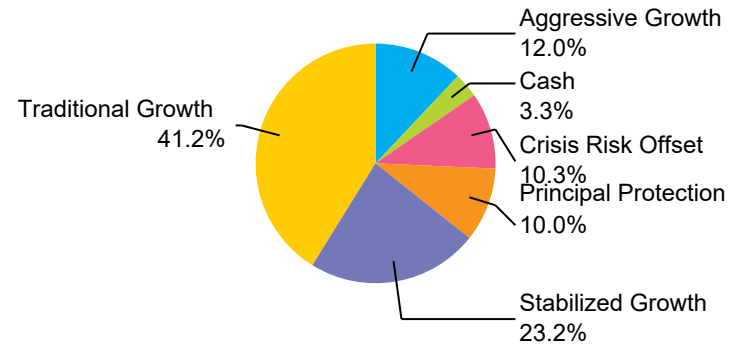
### Variance vs Target Allocation (%)



### As of June 30, 2026



### As of June 30, 2025



Market values may not add up due to rounding.  
Cash asset allocation includes Northern Trust Overlay.

## Asset Class Performance Net-of-Fees | As of June 30, 2026

|                                            | Market Value <sup>1</sup><br>(\$) | % of<br>Portfolio | 3 Mo<br>(%) | YTD<br>(%)  | 1 Yr<br>(%) | 3 Yrs<br>(%) | 5 Yrs<br>(%) | 10 Yrs<br>(%) |
|--------------------------------------------|-----------------------------------|-------------------|-------------|-------------|-------------|--------------|--------------|---------------|
| <b>SJCERA Total Plan</b>                   | <b>5,587,962,289</b>              | <b>100.0</b>      | <b>6.0</b>  | <b>6.3</b>  | <b>13.0</b> | <b>10.1</b>  | <b>6.4</b>   | <b>7.4</b>    |
| <i>SJCERA Policy Benchmark<sup>2</sup></i> |                                   |                   | 5.9         | 5.8         | 13.9        | 11.8         | 7.3          | 8.3           |
| <b>Broad Growth</b>                        | <b>4,340,710,675</b>              | <b>77.7</b>       | <b>7.6</b>  | <b>6.9</b>  | <b>14.5</b> | <b>12.0</b>  | <b>7.7</b>   | <b>9.1</b>    |
| <b>Aggressive Growth Lag</b>               | <b>690,567,654</b>                | <b>12.4</b>       | <b>2.7</b>  | <b>4.3</b>  | <b>8.8</b>  | <b>7.5</b>   | <b>11.1</b>  | <b>11.4</b>   |
| <i>Aggressive Growth Blend</i>             |                                   |                   | -0.4        | 2.1         | 13.4        | 8.6          | 8.1          | 9.2           |
| <b>Traditional Growth</b>                  | <b>2,457,925,396</b>              | <b>44.0</b>       | <b>12.4</b> | <b>10.3</b> | <b>22.0</b> | <b>19.0</b>  | <b>10.8</b>  | <b>12.1</b>   |
| <i>MSCI ACWI IMI Net</i>                   |                                   |                   | 14.9        | 11.8        | 24.2        | 19.5         | 10.6         | 13.0          |
| <b>Stabilized Growth</b>                   | <b>1,192,217,626</b>              | <b>21.3</b>       | <b>1.3</b>  | <b>1.8</b>  | <b>4.4</b>  | <b>3.5</b>   | <b>2.1</b>   | <b>4.6</b>    |
| <i>SJCERA Stabilized Growth Benchmark</i>  |                                   |                   | 0.9         | 1.7         | 4.9         | 6.1          | 5.4          | 5.7           |
| <b>Diversifying Strategies</b>             | <b>1,086,981,154</b>              | <b>19.5</b>       | <b>1.2</b>  | <b>4.9</b>  | <b>9.2</b>  | <b>4.3</b>   | <b>2.8</b>   | <b>2.6</b>    |
| <b>Principal Protection</b>                | <b>511,989,687</b>                | <b>9.2</b>        | <b>0.9</b>  | <b>0.9</b>  | <b>4.6</b>  | <b>5.0</b>   | <b>1.4</b>   | <b>2.5</b>    |
| <i>Blmbg. U.S. Aggregate Index</i>         |                                   |                   | 0.7         | 0.6         | 3.8         | 4.2          | 0.1          | 1.5           |
| <b>Crisis Risk Offset Asset Class</b>      | <b>574,991,468</b>                | <b>10.3</b>       | <b>1.5</b>  | <b>8.8</b>  | <b>13.6</b> | <b>3.7</b>   | <b>3.8</b>   | <b>2.7</b>    |
| <i>CRO Benchmark</i>                       |                                   |                   | 1.0         | 3.9         | 7.9         | 3.5          | 2.2          | 2.8           |
| <b>Cash and Misc Asset Class</b>           | <b>129,269,724</b>                | <b>2.3</b>        | <b>0.9</b>  | <b>1.9</b>  | <b>3.6</b>  | <b>3.2</b>   | <b>2.6</b>   | <b>1.7</b>    |
| <i>90 Day U.S. Treasury Bill</i>           |                                   |                   | 0.9         | 1.7         | 3.8         | 4.6          | 3.5          | 2.3           |

<sup>1</sup> Market values may not add up due to rounding.

<sup>2</sup> Benchmark compositions listed in the Appendix.

## Asset Class Performance Net-of-Fees | As of June 30, 2026

|                                           | Market Value <sup>1</sup><br>(\$) | % of<br>Portfolio | 3 Mo<br>(%) | 1 Yr<br>(%) | 3 Yrs<br>(%) | 5 Yrs<br>(%) | 10 Yrs<br>(%) |
|-------------------------------------------|-----------------------------------|-------------------|-------------|-------------|--------------|--------------|---------------|
| <b>Aggressive Growth Lag<sup>2</sup></b>  | <b>690,567,654</b>                | <b>100.0</b>      | <b>2.7</b>  | <b>8.8</b>  | <b>7.5</b>   | <b>11.1</b>  | <b>11.4</b>   |
| <i>Aggressive Growth Blend</i>            |                                   |                   | -0.4        | 13.4        | 8.6          | 8.1          | 9.2           |
| <b>Private Equity Lag<sup>2</sup></b>     | <b>457,016,298</b>                | <b>66.2</b>       | <b>3.3</b>  | <b>9.7</b>  | <b>8.0</b>   | --           | --            |
| <i>MSCI ACWI +2% Blend</i>                |                                   |                   | -2.6        | 22.9        | 19.4         | 12.2         | 12.1          |
| Bessemer Venture Partners Forge Fund      | 22,994,796                        | 3.3               | -0.3        | 16.1        | --           | --           | --            |
| <i>MSCI ACWI +2% Blend</i>                |                                   |                   | -2.6        | 22.9        | --           | --           | --            |
| Bessemer Venture Partners Fund XII, L.P.  | 21,609,769                        | 3.1               | 8.2         | 41.0        | --           | --           | --            |
| <i>MSCI ACWI +2% Blend</i>                |                                   |                   | -2.6        | 22.9        | --           | --           | --            |
| Capitol Meridian Fund I                   | 17,252,522                        | 2.5               | 2.4         | 16.2        | --           | --           | --            |
| <i>MSCI ACWI +2% Blend</i>                |                                   |                   | -2.6        | 22.9        | --           | --           | --            |
| Lightspeed Venture Ptnrs Select V Lag     | 71,661,280                        | 10.4              | 19.7        | 65.9        | 26.8         | --           | --            |
| <i>MSCI ACWI +2% Blend</i>                |                                   |                   | -2.6        | 22.9        | 19.4         | --           | --            |
| Long Arc Capital Fund I                   | 33,765,668                        | 4.9               | -0.9        | 8.9         | 10.8         | --           | --            |
| <i>MSCI ACWI +2% Blend</i>                |                                   |                   | -2.6        | 22.9        | 19.4         | --           | --            |
| Morgan Creek III Lag                      | 4,397,790                         | 0.6               | -5.2        | -25.4       | 0.3          | -8.9         | -3.4          |
| <i>MSCI ACWI +2% Blend</i>                |                                   |                   | -2.6        | 22.9        | 19.4         | 12.2         | 12.1          |
| Morgan Creek V Lag                        | 3,934,624                         | 0.6               | -0.4        | 2.3         | -4.6         | -0.3         | 5.6           |
| <i>MSCI ACWI +2% Blend</i>                |                                   |                   | -2.6        | 22.9        | 19.4         | 12.2         | 12.1          |
| Morgan Creek VI Lag                       | 18,341,056                        | 2.7               | -1.2        | -0.4        | -0.5         | 4.3          | 9.5           |
| <i>MSCI ACWI +2% Blend</i>                |                                   |                   | -2.6        | 22.9        | 19.4         | 12.2         | 12.1          |
| Oaktree Special Situations Fund III, L.P. | 18,087,615                        | 2.6               | 0.8         | 11.5        | --           | --           | --            |
| <i>MSCI ACWI +2% Blend</i>                |                                   |                   | -2.6        | 22.9        | --           | --           | --            |

<sup>1</sup> Market Values may not add up due to rounding.

<sup>2</sup> Lagged 1 quarter.



## Asset Class Performance Net-of-Fees | As of June 30, 2026

|                                               | Market Value<br>(\$) | % of<br>Portfolio | 3 Mo<br>(%) | 1 Yr<br>(%) | 3 Yrs<br>(%) | 5 Yrs<br>(%) | 10 Yrs<br>(%) |
|-----------------------------------------------|----------------------|-------------------|-------------|-------------|--------------|--------------|---------------|
| Ocean Avenue II Lag                           | 8,626,000            | 1.2               | -12.6       | -25.0       | -20.6        | -5.1         | 9.5           |
| MSCI ACWI +2% Blend                           |                      |                   | -2.6        | 22.9        | 19.4         | 12.2         | 12.1          |
| Ocean Avenue III Lag                          | 33,480,581           | 4.8               | -3.4        | -16.5       | -1.7         | 9.0          | --            |
| MSCI ACWI +2% Blend                           |                      |                   | -2.6        | 22.9        | 19.4         | 12.2         | --            |
| Ocean Avenue IV Lag                           | 49,047,820           | 7.1               | 1.4         | -4.6        | 2.3          | 15.3         | --            |
| MSCI ACWI +2% Blend                           |                      |                   | -2.6        | 22.9        | 19.4         | 12.2         | --            |
| Ocean Avenue V Lag                            | 27,257,416           | 3.9               | 3.9         | 20.1        | 19.6         | --           | --            |
| MSCI ACWI +2% Blend                           |                      |                   | -2.6        | 22.9        | 19.4         | --           | --            |
| Ridgemont Equity Partners IV, L.P.            | 51,736,115           | 7.5               | -1.1        | 2.4         | 5.7          | --           | --            |
| MSCI ACWI +2% Blend                           |                      |                   | -2.6        | 22.9        | 19.4         | --           | --            |
| Stellex Capital Partners II Lag               | 63,794,505           | 9.2               | 2.1         | 12.8        | 15.6         | --           | --            |
| MSCI ACWI +2% Blend                           |                      |                   | -2.6        | 22.9        | 19.4         | --           | --            |
| Stellex Capital Partners III Lag              | 11,028,741           | 1.6               | 13.8        | 5.5         | --           | --           | --            |
| MSCI ACWI +2% Blend                           |                      |                   | -2.6        | 22.9        | --           | --           | --            |
| <b>Infrastructure</b>                         | <b>84,372,313</b>    | <b>12.2</b>       | <b>3.1</b>  | <b>16.3</b> | <b>13.0</b>  | <b>12.4</b>  | <b>--</b>     |
| CPI+3%                                        |                      |                   | 1.4         | 6.6         | 6.1          | 7.3          | --            |
| Blackrock Global Energy and Power Lag         | 37,112,321           | 5.4               | 2.3         | 20.8        | 14.6         | 13.5         | --            |
| CPI+3%                                        |                      |                   | 1.4         | 6.6         | 6.1          | 7.3          | --            |
| BlackRock Global Infrastructure Fund IV, L.P. | 47,259,992           | 6.8               | 3.8         | 11.2        | 11.4         | --           | --            |
| CPI+3%                                        |                      |                   | 1.4         | 6.6         | 6.1          | --           | --            |
| <b>Non-Core Real Assets Lag<sup>1,2</sup></b> | <b>149,179,043</b>   | <b>21.6</b>       | <b>0.7</b>  | <b>1.8</b>  | <b>2.5</b>   | <b>3.5</b>   | <b>4.2</b>    |
| NCREIF ODCE +1% lag (blend)                   |                      |                   | 1.3         | 4.1         | -1.8         | 3.4          | 4.8           |

1 Lagged 1 quarter.

2 Trailing Non-Core real estate performance includes returns provided by prior real estate consultant from inception through Q419.

### Aggressive Growth

During the three-month period ending June 30, 2026, the Aggressive Growth sleeve of the plan returned 2.7%, outperforming the (0.4%) benchmark return during the quarter by +3.1%. Thirteen of the sixteen strategies within the sleeve outperformed the benchmark during Q2. Please note that the return data for this asset class is lagged one quarter. Several of these managers are in the funding stage and are experiencing what is known as the "J-Curve Effect" while they are in the downward sloping portion of the curve.

**Bessemer Venture Partners Forge Fund** returned (0.3%) for the second quarter, outperforming the MSCI ACWI +2% benchmark by 2.3% for the period. However, the manager underperformed the benchmark over the trailing 1-year period by (6.8%).

**Bessemer Venture Partners Fund XII** is a new addition to Aggressive Growth sleeve and is still in the downward sloping portion of the J-curve. That said, the strategy outperformed the benchmark by 10.8% during Q2, returning 8.2% and also outperformed the benchmark over the trailing 1-year period by 18.1%.

**Capitol Meridian Partners Fund I**, a new addition to the Aggressive Growth sleeve, outperformed the benchmark by 5.0% during the recent quarter, returning 2.4%. However, the fund underperformed the benchmark over the trailing 1-year period by (6.7%).

**Lightspeed Venture Partners Select V** was the strongest performing manager over the trailing 1- and 3-year periods in the whole portfolio. The strategy has continually delivered strong results, outperforming the benchmark during the second quarter by 22.3%, returning 19.7%. The fund also significantly outperformed the benchmark over the trailing 1- and 3-year periods by 43.0% and 7.4%, respectively.

**Long Arc Capital Fund I** is a growth-stage PE manager which is relatively new to the Aggressive Growth sleeve, outperformed the benchmark by 1.7% during Q2, returning (0.9%). However, the manager underperformed the benchmark over the trailing 1- and 3-year periods by (14.0%) and (8.6%), respectively.

**Aggressive Growth (continued)**

**Morgan Creek III** underperformed the benchmark by (2.6%) during the most recent quarter. The manager has also trailed the benchmark during the 1-, 3-, 5- and 10-year periods by (48.3%), (19.1%), (21.1%), and (15.5%), respectively.

**Morgan Creek V** outperformed the benchmark over the recent quarter by 2.2%, but trailed the benchmark over the 1-, 3-, 5-, and 10-yr periods by (20.6%), (24.0%), (12.5%), and (6.5%), respectively.

**Morgan Creek VI** outperformed the benchmark by 1.4% during the trailing quarter; however, the manager underperformed the benchmark over the 1-, 3-, and 5-year periods by (23.3%), (19.9%), and (7.9%), respectively. The manager also trailed the benchmark over the trailing 10-year period by (2.6%).

**Oaktree Special Situations Fund III, L.P.**, a new debt manager within the Aggressive Growth sleeve outperformed the benchmark over the recent quarter by 3.4%, returning 0.8%. However, the fund underperformed the benchmark over the trailing 1-year period by (11.4%).

**Ocean Avenue II** underperformed its benchmark over the trailing quarter, 1-, 3-, and 5-year periods by (10.0%), (47.9%), (40.0%), and (17.3%), respectively. The manager also underperformed the benchmark over the trailing 10-year period by (2.6%).

**Ocean Avenue III** underperformed its benchmark over the trailing quarter by (0.8%). The manager also trailed the benchmark over the trailing 1-, 3-, and 5-year periods by (39.4%), (21.1%), and (3.2%), respectively.

**Ocean Avenue IV** outperformed its benchmark over the trailing quarter and 5-year period by 4.0% and 3.1%, respectively. However, the manager trailed the benchmark over the trailing 1- and 3-year periods by (27.5%) and (17.1%), respectively.

**Ocean Avenue V**, a newer Private Equity vintage of the veteran manager in this portfolio, outperformed the benchmark over the recent quarter and trailing 3-year period by 6.5% and 0.2%, respectively. However, the manager trailed the benchmark over the trailing 1-year period by (2.8%).

## Private Appreciation

### Private Appreciation

#### Investment Activity Statement for Since Inception by Fund

| Investment                           | Vintage Year | Original Inv. Commitment | Gross Contributions | Management Fees   | Return of Capital | Distributions      | Net Income        | Unrealized Appreciation | Realized Gain      | Ending Market Value |
|--------------------------------------|--------------|--------------------------|---------------------|-------------------|-------------------|--------------------|-------------------|-------------------------|--------------------|---------------------|
| Bessemer Venture Forge               | 2022         | 20,000,000               | 19,048,903          | 1,501,099         | -                 | -                  | (1,945,752)       | 5,872,908               | 18,738             | 22,994,796          |
| Bessemer Venture Partners Fund XII   | 2024         | 30,000,000               | 17,222,493          | 1,375,962         | -                 | -                  | (1,433,903)       | 5,777,127               | 44,052             | 21,609,769          |
| Blackrock Global Energy & Power III  | 2019         | 50,000,000               | 54,008,019          | 5,128,836         | 1,425,739         | 41,364,036         | 5,672,900         | 8,207,925               | 12,013,251         | 37,112,321          |
| Blackrock Global Infrastructure IV-D | 2022         | 50,000,000               | 40,917,365          | 1,128,959         | -                 | 1,929,960          | (1,969,415)       | 10,028,826              | 213,174            | 47,259,992          |
| Capitol Meridian Fund I              | 2024         | 25,000,000               | 15,540,439          | 378,037           | -                 | 55,978             | (1,322,501)       | 3,090,562               | -                  | 17,252,522          |
| Lightspeed Venture Partners Select V | 2021         | 40,000,000               | 38,600,000          | 3,220,000         | -                 | -                  | (3,460,240)       | 36,326,183              | 195,338            | 71,661,280          |
| Long Arc Capital I                   | 2022         | 25,000,000               | 24,877,773          | 2,913,356         | -                 | 8,174              | (981,966)         | 9,068,028               | 810,007            | 33,765,668          |
| Morgan Creek III                     | 2015         | 10,000,000               | 9,900,000           | 873,597           | 2,325,492         | 717,761            | (1,770,378)       | (1,283,396)             | 594,816            | 4,397,790           |
| Morgan Creek V                       | 2013         | 12,000,000               | 11,520,000          | 873,703           | 5,102,450         | 11,591,741         | (1,873,507)       | 1,523,091               | 9,459,231          | 3,934,624           |
| Morgan Creek VI                      | 2015         | 20,000,000               | 18,200,000          | 6,040,663         | 6,864,868         | 11,768,335         | (1,591,052)       | 11,739,316              | 8,625,995          | 18,341,056          |
| Oaktree Special Situations III       | 2023         | 40,000,000               | 24,844,593          | 697,085           | -                 | 13,551,900         | 897,743           | 2,548,347               | 3,348,832          | 18,087,615          |
| Ocean Avenue II*                     | 2013         | 40,000,000               | 36,000,000          | 6,746,128         | 5,875,189         | 66,079,713         | 22,511,479        | (8,398,795)             | 30,468,217         | 8,626,000           |
| Ocean Avenue III                     | 2016         | 50,000,000               | 46,500,000          | 8,094,925         | 25,500,000        | 45,757,990         | 10,695,036        | 6,863,771               | 40,679,763         | 33,480,581          |
| Ocean Avenue IV                      | 2019         | 50,000,000               | 49,000,000          | 6,307,765         | 3,250,000         | 37,838,075         | (940,518)         | 14,778,482              | 27,297,931         | 49,047,820          |
| Ocean Avenue V                       | 2022         | 30,000,000               | 19,650,000          | 1,078,445         | -                 | 788,835            | (1,908,482)       | 9,885,051               | 419,683            | 27,257,416          |
| Ridgemont                            | 2021         | 50,000,000               | 46,168,728          | 3,000,000         | -                 | 1,655              | (2,690,641)       | 8,259,683               | -                  | 51,736,115          |
| Stellex II                           | 2020         | 50,000,000               | 50,913,828          | 4,361,367         | -                 | 10,887,751         | (900,011)         | 20,068,214              | 4,600,225          | 63,794,505          |
| Stellex III                          | 2025         | 40,000,000               | 11,263,516          | 1,246,064         | -                 | -                  | (1,899,049)       | 1,664,257               | 17                 | 11,028,741          |
| <b>Total</b>                         |              |                          | <b>522,912,141</b>  | <b>53,719,927</b> | <b>50,343,738</b> | <b>242,341,904</b> | <b>16,988,792</b> | <b>144,355,324</b>      | <b>138,789,253</b> | <b>530,359,870</b>  |

\* Ocean II commitment started at \$30 Mil in Q213 and increased to \$40 Mil in Q114.

**Aggressive Growth (continued)**

**Ridgemont Equity Partners**, a new Private Equity manager within the asset class that is undergoing capital calls, outperformed the benchmark over the recent quarter by 1.5%, returning (1.1%). However, the manager underperformed the benchmark over the trailing 1- and 3-year periods by (20.5%) and (13.7%), respectively.

**Stellex Capital Partners II**, a Private Equity manager within the asset class that is undergoing capital calls, outperformed the benchmark over the quarter by 4.7%, returning 2.1%. However, the manager trailed the benchmark over the 1- and 3-year periods by (10.1%) and (3.8%), respectively.

**Stellex Capital Partners III** is a new Private Equity manager within the asset class that is undergoing capital calls significantly outperformed the benchmark by 16.4% during the recent quarter, returning 13.8%. However, the manager trailed the benchmark over the trailing 1-year period by (17.4%).

**Non-Core Real Assets** underperformed its NCREIF ODCE +1% benchmark over the trailing quarter and 1-year periods by (0.6%) and (2.3%), respectively. However, the sleeve outperformed the benchmark over the trailing 3- and 5-year periods by 4.3% and 0.1%, respectively. The sleeve slightly underperformed the benchmark over the trailing 10-year period by (0.6%).

**Infrastructure** outperformed its CPI+3% benchmark over the trailing quarter, 1-, 3-, and 5-year periods by 1.7%, 9.7%, 6.9%, and 5.1%, respectively.

**BlackRock Global Energy and Power** outperformed the CPI+3% benchmark over the trailing quarter and 1-, 3-, and 5-year periods by 0.9%, 14.2%, 8.5%, and 6.2%, respectively.

**BlackRock Global Infrastructure Fund IV** outperformed the benchmark during the most recent quarter by 2.4%, and also outperformed the benchmark over the trailing 1- and 3-year periods by 4.6% and 5.3%, respectively.

## Asset Class Performance Net-of-Fees | As of June 30, 2026

|                                    | Market Value <sup>1</sup><br>(\$) | % of<br>Portfolio | 3 Mo<br>(%) | 1 Yr<br>(%) | 3 Yrs<br>(%) | 5 Yrs<br>(%) | 10 Yrs<br>(%) |
|------------------------------------|-----------------------------------|-------------------|-------------|-------------|--------------|--------------|---------------|
| <b>Traditional Growth</b>          | <b>2,457,925,396</b>              | <b>100.0</b>      | <b>12.4</b> | <b>22.0</b> | <b>19.0</b>  | <b>10.8</b>  | <b>12.1</b>   |
| <i>MSCI ACWI IMI Net</i>           |                                   |                   | 14.9        | 24.2        | 19.5         | 10.6         | 13.0          |
| Northern Trust MSCI World          | 2,230,200,203                     | 90.7              | 13.6        | 22.6        | 19.5         | 11.4         | --            |
| <i>MSCI World IMI Index (Net)</i>  |                                   |                   | 13.9        | 22.2        | 19.1         | 11.0         | --            |
| PIMCO RAE Emerging Markets         | 139,027,218                       | 5.7               | 1.1         | 21.6        | 18.2         | 9.7          | 11.1          |
| <i>MSCI Emerging Markets (Net)</i> |                                   |                   | 24.1        | 43.5        | 23.0         | 7.2          | 10.1          |
| GQG Active Emerging Markets        | 88,697,974                        | 3.6               | 2.0         | 8.4         | 11.4         | 3.4          | --            |
| <i>MSCI Emerging Markets (Net)</i> |                                   |                   | 24.1        | 43.5        | 23.0         | 7.2          | --            |

<sup>1</sup> Market Values may not add up due to rounding.

### Traditional Growth

During the latest three-month period ending June 30, 2026, the Traditional Growth asset class returned 12.4% and underperformed its MSCI ACWI IMI benchmark return of 14.9% by (2.5%). The two active emerging market managers, PIMCO RAE and GQG Active EM, underperformed the MSCI Emerging Markets Index by (23.0%) and (22.1%), respectively.

**Northern Trust MSCI World**, the Plan's Passive Global Equity manager, slightly underperformed its MSCI World IMI benchmark over the past quarter by (0.3%), returning 13.6% versus the benchmark return of 13.9%. The strategy outperformed its benchmark over the trailing 1-, 3-, and 5-year periods by 0.4%, 0.4%, and 0.4%, respectively.

**PIMCO RAE Emerging Markets**, one of SJCERA's Active Emerging Markets Equity managers, underperformed its MSCI Emerging Markets Index benchmark for the recent quarter by (23.0%), returning 1.1%. The manager also trailed the benchmark over the trailing 1-year period by (21.9%). However, the manager outperformed the benchmark over the trailing 5- and 10-year periods by 2.5% and 1.0%, respectively.

**GQG Active Emerging Markets** underperformed its MSCI Emerging Markets benchmark during Q2 2026 by (22.1%), returning 2.0%. The manager also underperformed the benchmark over the trailing 1-, 3-, and 5-year periods by (35.1%), (11.6%), and (3.8%), respectively.

## Asset Class Performance Net-of-Fees | As of June 30, 2026

|                                                                      | Market Value <sup>1</sup><br>(\$) | % of<br>Portfolio | 3 Mo<br>(%) | 1 Yr<br>(%) | 3 Yrs<br>(%) | 5 Yrs<br>(%) | 10 Yrs<br>(%) |
|----------------------------------------------------------------------|-----------------------------------|-------------------|-------------|-------------|--------------|--------------|---------------|
| <b>Stabilized Growth</b>                                             | <b>1,192,217,626</b>              | <b>100.0</b>      | <b>1.3</b>  | <b>4.4</b>  | <b>3.5</b>   | <b>2.1</b>   | <b>4.6</b>    |
| <i>SJCERA Stabilized Growth Benchmark<sup>2</sup></i>                |                                   |                   | 0.9         | 4.9         | 6.1          | 5.4          | 5.7           |
| <b>Liquid Credit</b>                                                 | <b>414,476,404</b>                | <b>34.8</b>       | <b>2.5</b>  | <b>6.5</b>  | <b>8.3</b>   | <b>4.6</b>   | <b>4.6</b>    |
| <i>50% BB US HY/50% S&amp;P UBS Lev Loan</i>                         |                                   |                   | 2.2         | 5.1         | 8.2          | 5.1          | 5.7           |
| Neuberger                                                            | 200,192,939                       | 16.8              | 2.5         | 6.7         | 8.5          | 3.6          | --            |
| <i>40% ICEBofAMLUSHY /40% MS LSTALevLoan/20%JPMEMBI Global</i>       |                                   |                   | 2.7         | 6.4         | 8.6          | 4.1          | --            |
| Stone Harbor Absolute Return (Newfleet)                              | 214,283,465                       | 18.0              | 2.4         | 6.3         | 8.0          | 5.3          | 4.7           |
| <i>ICE BofA-ML LIBOR</i>                                             |                                   |                   | 0.9         | 4.1         | 4.8          | 3.6          | 2.5           |
| <b>Private Credit Lag</b>                                            | <b>400,171,706</b>                | <b>33.6</b>       | <b>-0.1</b> | <b>2.3</b>  | <b>1.3</b>   | <b>2.1</b>   | <b>2.7</b>    |
| <i>Credit Blend S&amp;P/LSTA Lev Loan +2%</i>                        |                                   |                   | -0.1        | 6.8         | 10.8         | 10.6         | 9.5           |
| Ares Pathfinder Fund II, L.P.                                        | 38,946,956                        | 3.3               | 4.7         | 23.0        | --           | --           | --            |
| <i>Credit Blend S&amp;P/LSTA Lev Loan +2%</i>                        |                                   |                   | -0.1        | 6.8         | --           | --           | --            |
| Blackrock Direct Lending Lag                                         | 74,194,510                        | 6.2               | -1.4        | -2.6        | 5.2          | 4.8          | --            |
| <i>Credit Blend S&amp;P/LSTA Lev Loan +2%</i>                        |                                   |                   | -0.1        | 6.8         | 10.8         | 10.6         | --            |
| Crestline Opportunity II Lag                                         | 1,828,781                         | 0.2               | -10.6       | -43.6       | -26.5        | -18.4        | -8.1          |
| <i>Credit Blend</i>                                                  |                                   |                   | -0.1        | 6.8         | 10.8         | 10.6         | 9.5           |
| Davidson Kempner Long-Term Distressed Opportunities Fund V, L.P. Lag | 50,687,927                        | 4.3               | -3.1        | 1.0         | 8.4          | 6.7          | --            |
| <i>Credit Blend</i>                                                  |                                   |                   | -0.1        | 6.8         | 10.8         | 10.6         | --            |
| HPS European Asset Value II, LP Lag                                  | 14,520,449                        | 1.2               | 1.6         | -7.9        | 4.4          | 6.0          | --            |
| <i>Credit Blend</i>                                                  |                                   |                   | -0.1        | 6.8         | 10.8         | 10.6         | --            |
| Mesa West IV Lag                                                     | 35,189,123                        | 3.0               | 0.1         | 6.1         | -6.1         | -5.0         | --            |
| <i>Credit Blend</i>                                                  |                                   |                   | -0.1        | 6.8         | 10.8         | 10.6         | --            |

<sup>1</sup> Market Values may not add up due to rounding.

<sup>2</sup> Benchmark composition listed in the Appendix.



## Asset Class Performance Net-of-Fees | As of June 30, 2026

|                                               | Market Value <sup>1</sup><br>(\$) | % of<br>Portfolio | 3 Mo<br>(%) | 1 Yr<br>(%) | 3 Yrs<br>(%) | 5 Yrs<br>(%) | 10 Yrs<br>(%) |
|-----------------------------------------------|-----------------------------------|-------------------|-------------|-------------|--------------|--------------|---------------|
| Oaktree Middle-Market Direct Lending Lag      | 19,092,077                        | 1.6               | -2.2        | -5.5        | 3.7          | 5.8          | --            |
| <i>Credit Blend S&amp;P/LSTA Lev Loan +2%</i> |                                   |                   | -0.1        | 6.8         | 10.8         | 10.6         | --            |
| Raven Opportunity III Lag                     | 15,017,749                        | 1.3               | -0.6        | -2.8        | -35.4        | -20.5        | -9.3          |
| <i>Credit Blend</i>                           |                                   |                   | -0.1        | 6.8         | 10.8         | 10.6         | 9.5           |
| Silver Point Credit III Lag                   | 30,621,715                        | 2.6               | 1.3         | 12.8        | --           | --           | --            |
| <i>Credit Blend</i>                           |                                   |                   | -0.1        | 6.8         | --           | --           | --            |
| Silver Rock Tactical Allocation Fund 2022 Lag | 50,298,835                        | 4.2               | 2.7         | 12.3        | 11.1         | --           | --            |
| <i>Credit Blend</i>                           |                                   |                   | -0.1        | 6.8         | 10.8         | --           | --            |
| Silver Rock Tactical Allocation Fund 2025 Lag | 10,673,727                        | 0.9               | 3.4         | --          | --           | --           | --            |
| <i>Credit Blend</i>                           |                                   |                   | -0.1        | --          | --           | --           | --            |
| White Oak Summit Peer Lag                     | 14,967,212                        | 1.3               | -7.6        | -14.2       | -2.1         | -3.4         | 1.7           |
| <i>Credit Blend</i>                           |                                   |                   | -0.1        | 6.8         | 10.8         | 10.6         | 9.5           |
| White Oak Yield Spectrum Master V Lag         | 44,132,646                        | 3.7               | 0.5         | 1.2         | 1.8          | 1.0          | --            |
| <i>Credit Blend</i>                           |                                   |                   | -0.1        | 6.8         | 10.8         | 10.6         | --            |
| Private Core Real Assets Lag                  | 377,569,516                       | 31.7              | 1.6         | 4.6         | -0.8         | 6.4          | 8.3           |
| <i>NCREIF ODCE (blend)</i>                    |                                   |                   | 1.0         | 3.1         | -0.2         | 4.0          | 5.4           |

<sup>1</sup> Market Values may not add up due to rounding.

### Stabilized Growth

During the latest three-month period ending June 30, 2026, the Stabilized Growth sleeve of the Plan outperformed its Stabilized Growth benchmark by 0.4%. Several managers in this asset class are in the process of investing capital and may underperform as assets are invested (typically known as the J-curve effect).

**Neuberger Berman**, one of the Plan's liquid credit managers, underperformed the benchmark return by (0.2%) for the recent quarter. The manager outperformed the benchmark over the trailing 1-year period by 0.3%; however, it slightly underperformed the benchmark over the trailing 3- and 5-year periods by (0.1%) and (0.5%), respectively.

**Stone Harbor (Newfleet)**, the Plan's Absolute Return Fixed Income manager, outperformed the benchmark over the recent quarter by 1.5%. The manager also outperformed the benchmark over the trailing 1-, 3-, 5-, and 10-year periods by 2.2%, 3.2%, 1.7%, and 2.2%, respectively.

**Ares Pathfinder Fund II, LP**, a new private credit manager within the portfolio, significantly outperformed its benchmark by 4.8% over the recent quarter and 16.2% over the trailing 1-year period.

**BlackRock Direct Lending** trailed the benchmark over the recent quarter, 1-, 3-, and 5-year periods by (1.3%), (9.4%), (5.6%), and (5.8%), respectively.

**Crestline Opportunity II** has underperformed the benchmark over the trailing quarter, 1-, 3-, 5-, and 10-year periods by (10.5%), (50.4%), (37.3%), (29.0%), and (17.6%), respectively.

**Davidson Kempner**, a Distressed Private Credit manager, underperformed its benchmark over the recent quarter by (3.0%). The manager also trailed the benchmark over the trailing 1-, 3-, and 5-year periods by (5.8%), (2.4%), and (3.9%), respectively.

**HPS EU Value II** outperformed its benchmark during Q2 2026 by 1.7%. However, the fund underperformed the benchmark over the trailing 1-, 3-, and 5-year periods by (14.7%), (6.4%), and (4.6%), respectively.

**Stabilized Growth (continued)**

**Mesa West RE Income IV**, one of the Plan's Commercial Mortgage managers, outperformed the benchmark in Q2 2026 by 0.2%, returning 0.1%. However, the strategy trailed the benchmark over the trailing 1-, 3-, and 5-year periods by (0.7%), (16.9%), and (15.6%), respectively.

**Oaktree**, a Middle-Market Direct Lending manager, underperformed the benchmark return over the recent quarter by (2.1%) and the trailing 1-, 3-, and 5-year periods by (12.3%), (7.1%), and (4.8%), respectively.

**Raven Opportunity III** underperformed the benchmark for the quarter by (0.5%) and also trailed the benchmark over the 1-, 3-, 5-, and 10-year periods by (9.6%), (46.2%), (31.1%), and (18.8%), respectively.

**Silver Point Credit III** outperformed the benchmark by 1.4% over the most recent quarter and 6.0% over the trailing 1-year period.

**Silver Rock Tactical Allocation Fund** outperformed the benchmark over the recent quarter by 2.8% and the trailing 1-year period by 5.5%. The fund also slightly outperformed the benchmark over the trailing 3-year period by 0.3%.

**White Oak Summit Peer**, one of the Plan's Direct Lending managers, underperformed the benchmark over the recent quarter, 1-, 3-, 5-, and 10-year periods by (7.5%), (21.0%), (12.9%), (14.0%), and (7.8%), respectively.

**White Oak Yield Spectrum Master V** outperformed its benchmark over the recent quarter by 0.6%. However, the fund trailed its benchmark over the trailing 1-, 3-, and 5-year periods by (5.6%), (9.0%), and (9.6%), respectively.

**Private Core Real Assets** outperformed its NCREIF ODCE benchmark over the recent quarter, 1-, 5-, and 10-year periods by 0.6%, 1.5%, 2.4%, and 2.9%, respectively. However, the manager slightly underperformed the benchmark over the trailing 3-year period by (0.6%).

## Asset Class Performance Net-of-Fees | As of June 30, 2026

|                                    | Market Value <sup>1</sup><br>(\$) | % of<br>Portfolio | 3 Mo<br>(%) | 1 Yr<br>(%) | 3 Yrs<br>(%) | 5 Yrs<br>(%) | 10 Yrs<br>(%) |
|------------------------------------|-----------------------------------|-------------------|-------------|-------------|--------------|--------------|---------------|
| <b>Principal Protection</b>        | <b>511,989,687</b>                | <b>100.0</b>      | <b>0.9</b>  | <b>4.6</b>  | <b>5.0</b>   | <b>1.4</b>   | <b>2.5</b>    |
| <i>Blmbg. U.S. Aggregate Index</i> |                                   |                   | 0.7         | 3.8         | 4.2          | 0.1          | 1.5           |
| Dodge & Cox Fixed Income           | 329,106,314                       | 64.3              | 0.9         | 4.9         | 5.4          | 1.5          | 3.1           |
| <i>Blmbg. U.S. Aggregate Index</i> |                                   |                   | 0.7         | 3.8         | 4.2          | 0.1          | 1.5           |
| Loomis Sayles                      | 182,883,373                       | 35.7              | 0.8         | 3.9         | 4.1          | --           | --            |
| <i>Blmbg. U.S. Aggregate Index</i> |                                   |                   | 0.7         | 3.8         | 4.2          | --           | --            |

<sup>1</sup> Market Values may not add up due to rounding.

### Principal Protection

During the latest three-month period ending June 30, 2026, both of SJCERA's Principal Protection managers outperformed the benchmark. The asset class outperformed the Bloomberg U.S. Aggregate benchmark return of 0.7% by 0.2% for Q2 of 2026 and outperformed the benchmark over the trailing 1-year period by 80 basis points.

**Dodge & Cox**, the Plan's Core Fixed Income manager, outperformed the Bloomberg U.S. Aggregate benchmark over the recent quarter by 0.2%, returning 0.9%. The strategy has outperformed its benchmark by 1.1%, 1.2%, 1.4%, and 1.6% for the trailing 1-, 3-, 5-, and 10-year periods, respectively.

**Loomis Sayles** outperformed the benchmark by 0.1% in Q2 of 2026, returning 0.8%. The strategy also slightly outperformed the benchmark return over the trailing 1-year period by 0.1%. However, the strategy slightly underperformed the benchmark over the trailing 3-year period by (0.1%).

## Asset Class Performance Net-of-Fees | As of June 30, 2026

|                                       | Market Value <sup>1</sup><br>(\$) | % of<br>Portfolio | 3 Mo<br>(%) | 1 Yr<br>(%) | 3 Yrs<br>(%) | 5 Yrs<br>(%) | 10 Yrs<br>(%) |
|---------------------------------------|-----------------------------------|-------------------|-------------|-------------|--------------|--------------|---------------|
| <b>Crisis Risk Offset Asset Class</b> | <b>574,991,468</b>                | <b>100.0</b>      | <b>1.5</b>  | <b>13.6</b> | <b>3.7</b>   | <b>3.8</b>   | <b>2.7</b>    |
| <i>CRO Benchmark<sup>2</sup></i>      |                                   |                   | 1.0         | 7.9         | 3.5          | 2.2          | 2.8           |
| <b>Long Duration</b>                  | <b>157,672,766</b>                | <b>27.4</b>       | <b>0.8</b>  | <b>2.9</b>  | <b>-0.1</b>  | <b>-5.2</b>  | <b>-1.2</b>   |
| <i>Blmbg. U.S. Treasury: Long</i>     |                                   |                   | 0.9         | 2.9         | -0.5         | -5.6         | -1.3          |
| Dodge & Cox Long Duration             | 157,672,766                       | 27.4              | 0.8         | 2.9         | -0.1         | -5.2         | -1.2          |
| <i>Blmbg. U.S. Treasury: Long</i>     |                                   |                   | 0.9         | 2.9         | -0.5         | -5.6         | -1.3          |
| <b>Systematic Trend Following</b>     | <b>262,736,038</b>                | <b>45.7</b>       | <b>3.2</b>  | <b>22.5</b> | <b>3.3</b>   | <b>6.5</b>   | <b>3.0</b>    |
| <i>BTOP 50 (blend)</i>                |                                   |                   | 1.0         | 16.0        | 5.2          | 6.7          | 4.0           |
| Graham Tactical Trend                 | 141,780,983                       | 24.7              | 8.1         | 37.6        | 6.1          | 9.0          | 4.6           |
| <i>SG Trend</i>                       |                                   |                   | 1.9         | 24.1        | 3.2          | 7.3          | 4.5           |
| Mount Lucas                           | 120,955,055                       | 21.0              | -2.0        | 8.6         | 0.4          | 4.0          | 1.1           |
| <i>BTOP 50 (blend)</i>                |                                   |                   | 1.0         | 16.0        | 5.2          | 6.7          | 4.0           |
| <b>Alternative Risk Premium</b>       | <b>154,582,664</b>                | <b>26.9</b>       | <b>-0.5</b> | <b>11.6</b> | <b>8.6</b>   | <b>8.7</b>   | <b>4.5</b>    |
| <i>5% Annual (blend)</i>              |                                   |                   | 1.2         | 5.0         | 5.0          | 5.0          | 5.0           |
| AQR Style Premia                      | 93,121,087                        | 16.2              | 1.8         | 13.7        | 17.2         | 18.3         | 5.7           |
| <i>5% Annual</i>                      |                                   |                   | 1.2         | 5.0         | 5.0          | 5.0          | 5.0           |
| P/E Diversified Global Macro          | 61,461,577                        | 10.7              | -3.7        | 8.6         | -0.7         | 6.6          | 1.2           |
| <i>5% Annual</i>                      |                                   |                   | 1.2         | 5.0         | 5.0          | 5.0          | 5.0           |

<sup>1</sup> Market Values may not add up due to rounding.

<sup>2</sup> Benchmark composition listed in Appendix.

### Crisis Risk Offset

During the latest three-month period ending June 30, 2026, the Crisis Risk Offset sleeve outperformed the benchmark return of 1.0% by 0.5%, gaining 1.5% in Q2.

**Dodge & Cox Long Duration** returned 0.8% during Q2, underperforming the Bloomberg U.S. Long Duration Treasuries benchmark return of 0.9% by (0.1%). Over longer periods, this strategy has outperformed its benchmark by 0.4% and 0.4% over the trailing 3- and 5-year periods, respectively.

**Graham Tactical Trend**, one of the Plan's Systematic Trend Following managers, outperformed the SG Trend benchmark over the recent quarter by 6.2% and the trailing 1-year period by 13.5%. The manager also outperformed the benchmark over the trailing 3- and 5-year periods by 2.9% and 1.7%, respectively.

**Mount Lucas**, one of the Plan's Systematic Trend Following managers, underperformed the BTOP 50 benchmark during the trailing quarter by (3.0%) and the 1-, 3-, 5-, and 10-year periods by (7.4%), (4.8%), (2.7%), and (2.9%), respectively.

**AQR**, one of the Plan's Alternative Risk Premium managers, outperformed its 5% Annual target during Q2 by 0.6%, returning 1.8%. The strategy also outperformed the benchmark over the trailing 1-, 3-, 5-, and 10-year periods by 8.7%, 12.2%, 13.3%, and 0.7%, respectively.

**P/E Diversified**, one of the Plan's Alternative Risk Premium managers, underperformed its 5% Annual target for the recent quarter by (4.9%), returning (3.7%). The strategy outperformed the benchmark over the trailing 1- and 5-year periods by 3.6% and 1.6%, respectively; however, it underperformed the benchmark over the trailing 3- and 10-year periods by (5.7%) and (3.8%), respectively.

| Benchmark History            |            |                                                                                                                                                                                                                                   |
|------------------------------|------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| From Date                    | To Date    | Benchmark                                                                                                                                                                                                                         |
| <b>SJCERA Total Plan</b>     |            |                                                                                                                                                                                                                                   |
| 11/01/2025                   | Present    | 9.0% Blmbg. U.S. Aggregate Index, 38.0% MSCI AC World IMI Index (Net), 10.0% CRO Benchmark, 21.0% Aggressive Growth Blend, 22.0% SJCERA Stabilized Growth Benchmark                                                               |
| 02/01/2025                   | 10/31/2025 | 9.0% Blmbg. U.S. Aggregate Index, 38.0% MSCI AC World IMI Index (Net), 13.0% CRO Benchmark, 16.0% Aggressive Growth Blend, 24.0% SJCERA Stabilized Growth Benchmark                                                               |
| 10/01/2024                   | 01/31/2025 | 9.0% Blmbg. U.S. Aggregate Index, 38.0% MSCI AC World IMI Index (Net), 13.0% CRO Benchmark, 12.0% Aggressive Growth Blend, 28.0% SJCERA Stabilized Growth Benchmark                                                               |
| 05/01/2024                   | 09/30/2024 | 9.0% Blmbg. U.S. Aggregate Index, 38.0% MSCI AC World IMI Index (Net), 16.0% 50% BB US HY/50% S&P UBS Lev Loan, 12.0% MSCI ACWI +2% Lag, 7.0% NCREIF ODCE +1% lag (blend), 5.0% ICE BofAML 3mo US TBill+4%, 13.0% CRO Benchmark   |
| 09/01/2023                   | 04/30/2024 | 8.0% Blmbg. U.S. Aggregate Index, 34.0% MSCI AC World IMI Index (Net), 16.0% 50% BB US HY/50% S&P UBS Lev Loan, 12.0% MSCI ACWI +2% Lag, 7.0% NCREIF ODCE +1% lag (blend), 9.0% ICE BofAML 3mo US TBill+4%, 14.0% CRO Benchmark   |
| 04/01/2023                   | 08/31/2023 | 9.0% Blmbg. U.S. Aggregate Index, 33.0% MSCI AC World IMI Index (Net), 16.0% 50% BB US HY/50% S&P UBS Lev Loan, 10.0% MSCI ACWI +2% Lag, 7.0% NCREIF ODCE +1% lag (blend), 10.0% ICE BofAML 3mo US TBill+4%, 15.0% CRO Benchmark  |
| 08/01/2022                   | 03/31/2023 | 9.0% Blmbg. U.S. Aggregate Index, 33.0% MSCI AC World IMI Index (Net), 16.0% 50% BB US HY/50% S&P UBS Lev Loan, 10.0% MSCI ACWI +2% Lag, 7.0% NCREIF ODCE +1% lag (blend), 10.0% ICE BofAML 3mo US TBill+4%, 15.0% CRO Benchmark  |
| 04/01/2020                   | 07/31/2022 | 10.0% Blmbg. U.S. Aggregate Index, 32.0% MSCI AC World IMI Index (Net), 17.0% 50% BB US HY/50% S&P UBS Lev Loan, 10.0% MSCI ACWI +2% Lag, 6.0% NCREIF ODCE +1% lag (blend), 10.0% ICE BofAML 3mo US TBill+4%, 15.0% CRO Benchmark |
| 01/01/2016                   | 03/31/2020 | 16.0% Blmbg. U.S. Aggregate Index, 37.0% MSCI AC World Index, 2.0% ICE BofA 3 Month U.S. T-Bill, 15.0% 50% BB US HY/50% S&P UBS Lev Loan, 10.0% MSCI ACWI +2% Lag, 14.0% ICE BofAML 3mo US TBill+4%, 6.0% CRO Benchmark           |
| 01/01/1988                   | 12/31/2015 | 100.0% SJCERA Policy Benchmark                                                                                                                                                                                                    |
| <b>Aggressive Growth Lag</b> |            |                                                                                                                                                                                                                                   |
| 11/01/2025                   | Present    | 45.0% MSCI ACWI +2% Lag, 35.0% NCREIF ODCE +1% lag (blend), 20.0% CPI+3%                                                                                                                                                          |
| 01/01/2021                   | 10/31/2025 | 50.0% MSCI ACWI +2% Lag, 50.0% NCREIF ODCE +1% lag (blend)                                                                                                                                                                        |
| 02/01/1930                   | 12/31/2020 | 100.0% MSCI ACWI +2% Blend                                                                                                                                                                                                        |

\*MS LSTA Lev Loan index was S&P Lev Loan index prior to January 2026.



| Benchmark History                     |            |                                                                                                                                |
|---------------------------------------|------------|--------------------------------------------------------------------------------------------------------------------------------|
| From Date                             | To Date    | Benchmark                                                                                                                      |
| <b>Non-Core Real Assets Lag</b>       |            |                                                                                                                                |
| 10/01/2005                            | Present    | NCREIF ODCE +1% lag (blend)                                                                                                    |
| <b>Stabilized Growth</b>              |            |                                                                                                                                |
| 01/01/2026                            | Present    | 25.0% 50% BB US HY/50% MS Lev Loan, 40.0% NCREIF ODCE (Net) (M Lag), 35.0% Credit Blend                                        |
| 11/01/2025                            | 12/31/2025 | 25.0% 50% BB US HY/50% S&P UBS Lev Loan, 40.0% NCREIF ODCE (Net) (M Lag), 35.0% Credit Blend                                   |
| 02/01/2025                            | 10/31/2025 | 29.0% 50% BB US HY/50% S&P UBS Lev Loan, 38.0% NCREIF ODCE (Net) (M Lag), 33.0% Credit Blend                                   |
| 10/01/2024                            | 01/31/2025 | 24.0% 50% BB US HY/50% S&P UBS Lev Loan, 31.0% NCREIF ODCE (Net) (M Lag), 17.0% ICE BofAML 3mo US TBill+4%, 28.0% Credit Blend |
| 01/01/1997                            | 09/30/2024 | 52.0% 50% BB US HY/50% S&P UBS Lev Loan, 18.0% NCREIF ODCE +1% lag (blend), 30.0% ICE BofAML 3mo US TBill+4%                   |
| <b>Crisis Risk Offset Asset Class</b> |            |                                                                                                                                |
| 01/01/1987                            | Present    | 33.3% Barclay BTOP 50, 33.3% Blmbg. U.S. Treasury: Long, 33.4% 5% Annual                                                       |
| <b>Private Credit Lag</b>             |            |                                                                                                                                |
| 01/01/2026                            | Present    | 100.0% Morningstar LSTA Leverage Loans +2%                                                                                     |
| 01/01/2025                            | 12/31/2025 | 100.0% S&P LSTA Lev Loan +2%                                                                                                   |
| 04/01/2022                            | 12/31/2024 | 100.0% S&P LSTA Leveraged Loan +3%                                                                                             |
| 07/01/2018                            | 03/31/2022 | 100.0% CPI (Unadjusted) +6%                                                                                                    |
| 01/01/1926                            | 06/30/2018 | 100.0% 9% Annual                                                                                                               |
| <b>Private Core Real Assets Lag</b>   |            |                                                                                                                                |
| 01/01/2025                            | Present    | 100.0% NCREIF ODCE (Net) (Q Lag)                                                                                               |
| 04/01/1978                            | 12/31/2024 | 100.0% NCREIF +1% Lag                                                                                                          |

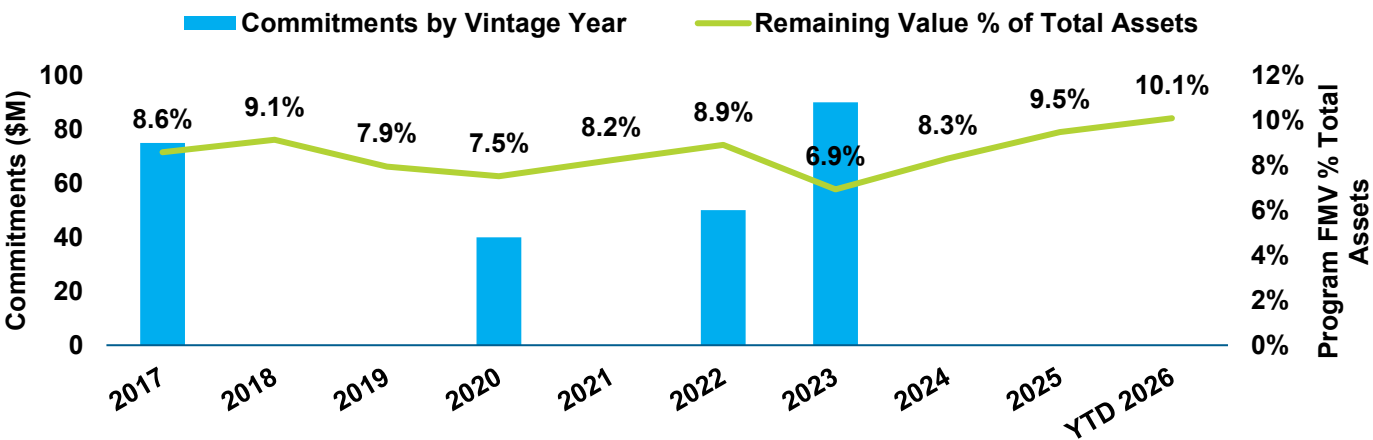
\*MS LSTA Lev Loan index was S&P Lev Loan index prior to January 2026.

# **Real Estate Program**

March 31, 2026

Introduction

The Retirement Association’s target allocation towards real estate assets is 17%. As of March 31, 2026, the Retirement Association had invested with twenty-four real estate managers (six private open-end and eighteen private closed-end). The aggregate reported value of the Retirement Association’s real estate investments was \$529.5 million at quarter-end.



Program Status

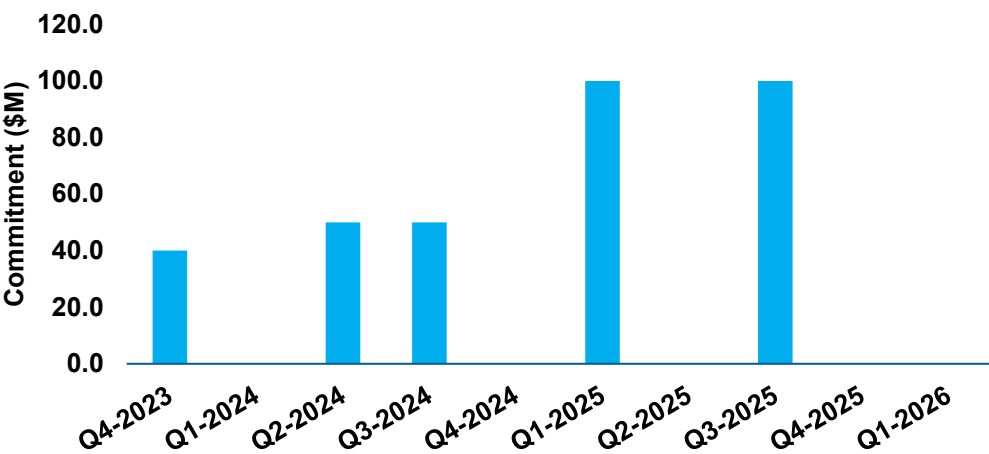
|                       |       |
|-----------------------|-------|
| No. of Investments    | 24    |
| Committed (\$M)       | 891.6 |
| Contributed (\$M)     | 719.1 |
| Distributed (\$M)     | 455.3 |
| Remaining Value (\$M) | 529.5 |

Performance Since Inception

| Program |       |
|---------|-------|
| DPI     | 0.63x |
| TVPI    | 1.37x |
| IRR     | 6.3%  |

Commitments

Recent Quarterly Commitments



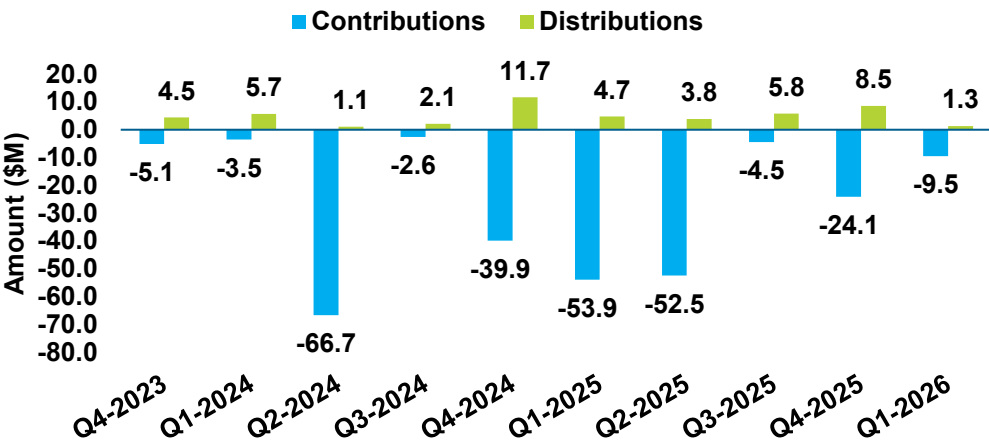
Commitments This Quarter

| Fund | Strategy | Region | Amount (\$M) |
|------|----------|--------|--------------|
|------|----------|--------|--------------|

None to report.

Cash Flows

Recent Quarterly Cash Flows



Largest Contributions This Quarter

| Fund                 | Vintage | Strategy    | Region        | Amount (\$M) |
|----------------------|---------|-------------|---------------|--------------|
| Blue Owl Digital III | 2022    | Value-Added | Global: All   | 9.06         |
| AEW EHF              | 2023    | Core        | North America | 0.43         |

Largest Distributions This Quarter

| Fund             | Vintage | Strategy    | Region        | Amount (\$M) |
|------------------|---------|-------------|---------------|--------------|
| RREEF America II | 2002    | Core        | North America | 0.48         |
| AEW EHF          | 2023    | Core        | North America | 0.43         |
| SROA IX          | 2023    | Value-Added | North America | 0.40         |

### Significant Events

- In the first quarter, Blue Owl Digital Infrastructure Fund III called \$9.06 million for partnership expenses, management fees, and investments such as STACK North America. STACK is a digital infrastructure-based data center company.
- In the first quarter, SROA Capital Fund IX distributed \$398K from the Mequity Lynbrook realization. Mequity Lynbrook is a real estate development entity associated with Mequity Companies, which acquires and develops a self-storage property in Lynbrook, New York.

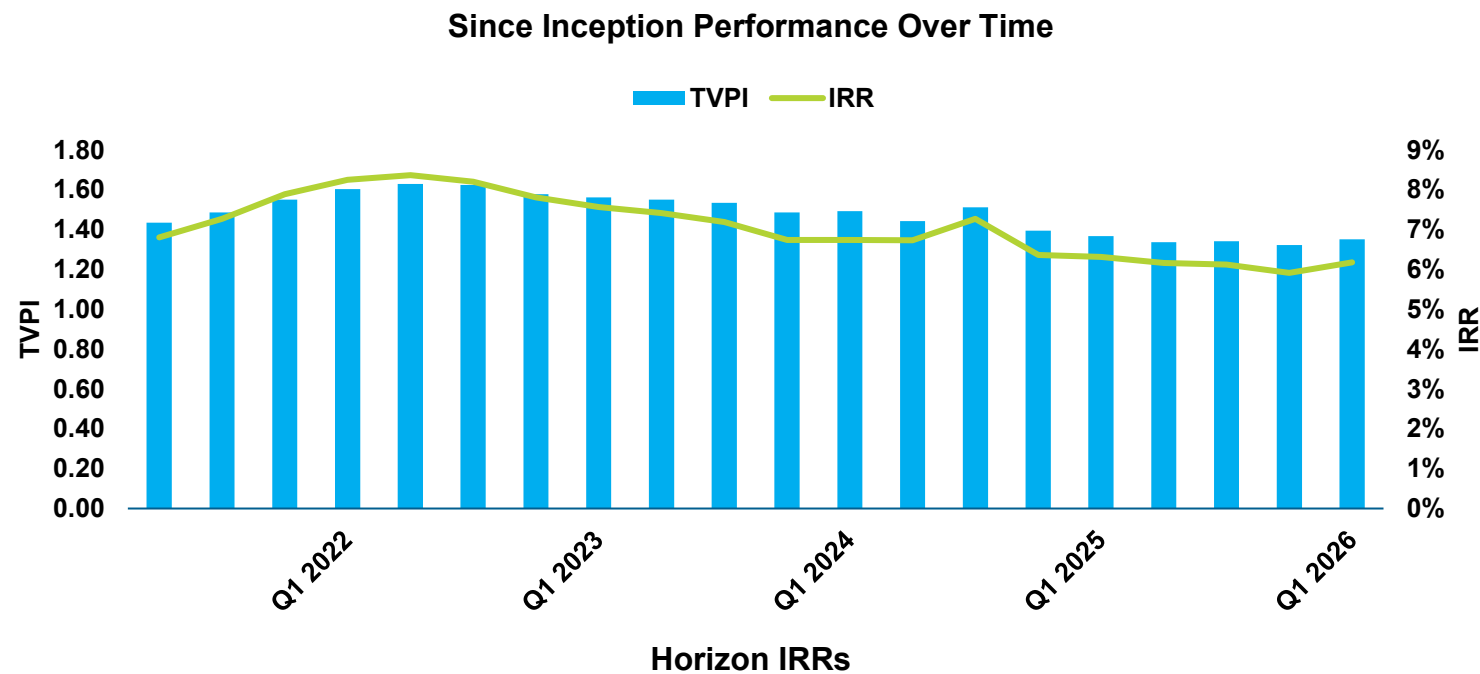
### By Strategy

| Group         | Number    | Committed (\$M) | Contributed (\$M) | Unfunded (\$M) | Distributed (\$M) | Remaining Value (\$M) | Exposure (\$M) | DPI (X)     | TVPI (X)    | IRR (%)    |
|---------------|-----------|-----------------|-------------------|----------------|-------------------|-----------------------|----------------|-------------|-------------|------------|
| Core          | 4         | 170.5           | 184.0             | 0.0            | 46.5              | 276.2                 | 276.2          | 0.25        | 1.75        | 6.5        |
| Core-Plus     | 2         | 200.0           | 100.0             | 100.0          | 0.0               | 104.1                 | 204.1          | 0.00        | 1.04        | 3.7        |
| Opportunistic | 9         | 204.1           | 185.9             | 19.7           | 240.0             | 10.8                  | 30.5           | 1.29        | 1.35        | 5.6        |
| Value-Added   | 9         | 317.0           | 249.2             | 73.7           | 168.7             | 138.3                 | 204.2          | 0.68        | 1.23        | 7.5        |
| <b>Total</b>  | <b>24</b> | <b>891.6</b>    | <b>719.1</b>      | <b>193.3</b>   | <b>455.3</b>      | <b>529.5</b>          | <b>722.8</b>   | <b>0.63</b> | <b>1.37</b> | <b>6.3</b> |

### By Vintage

| Group         | Number    | Committed (\$M) | Contributed (\$M) | Unfunded (\$M) | Distributed (\$M) | Remaining Value (\$M) | Exposure (\$M) | DPI (X)     | TVPI (X)    | IRR (%)    |
|---------------|-----------|-----------------|-------------------|----------------|-------------------|-----------------------|----------------|-------------|-------------|------------|
| Open-end Fund | 6         | 370.5           | 284.0             | 100.0          | 46.5              | 380.3                 | 480.3          | 0.16        | 1.50        | 6.4        |
| 2005          | 1         | 15.0            | 14.0              | 1.0            | 17.6              | 0.0                   | 1.0            | 1.25        | 1.25        | 4.1        |
| 2006          | 1         | 30.0            | 30.0              | 0.0            | 20.8              | 0.3                   | 0.3            | 0.69        | 0.71        | -3.8       |
| 2007          | 4         | 96.0            | 84.0              | 12.0           | 121.7             | 0.8                   | 12.8           | 1.45        | 1.46        | 7.3        |
| 2011          | 2         | 50.0            | 37.8              | 12.2           | 46.8              | 2.3                   | 14.5           | 1.24        | 1.30        | 8.5        |
| 2012          | 2         | 36.0            | 33.9              | 2.9            | 49.0              | 0.0                   | 2.9            | 1.45        | 1.45        | 12.5       |
| 2013          | 1         | 19.1            | 18.3              | 0.8            | 31.2              | 0.5                   | 1.4            | 1.71        | 1.74        | 13.1       |
| 2014          | 1         | 20.0            | 19.0              | 1.8            | 15.9              | 4.8                   | 6.5            | 0.84        | 1.09        | 1.7        |
| 2017          | 2         | 75.0            | 69.7              | 6.7            | 88.7              | 11.1                  | 17.9           | 1.27        | 1.43        | 12.9       |
| 2020          | 1         | 40.0            | 34.4              | 9.2            | 14.2              | 31.5                  | 40.6           | 0.41        | 1.33        | 8.9        |
| 2022          | 1         | 50.0            | 39.2              | 10.5           | 0.0               | 44.3                  | 54.8           | 0.00        | 1.13        | 12.3       |
| 2023          | 2         | 90.0            | 54.9              | 36.2           | 2.9               | 53.5                  | 89.8           | 0.05        | 1.03        | 2.2        |
| <b>Total</b>  | <b>24</b> | <b>891.6</b>    | <b>719.1</b>      | <b>193.3</b>   | <b>455.3</b>      | <b>529.5</b>          | <b>722.8</b>   | <b>0.63</b> | <b>1.37</b> | <b>6.3</b> |

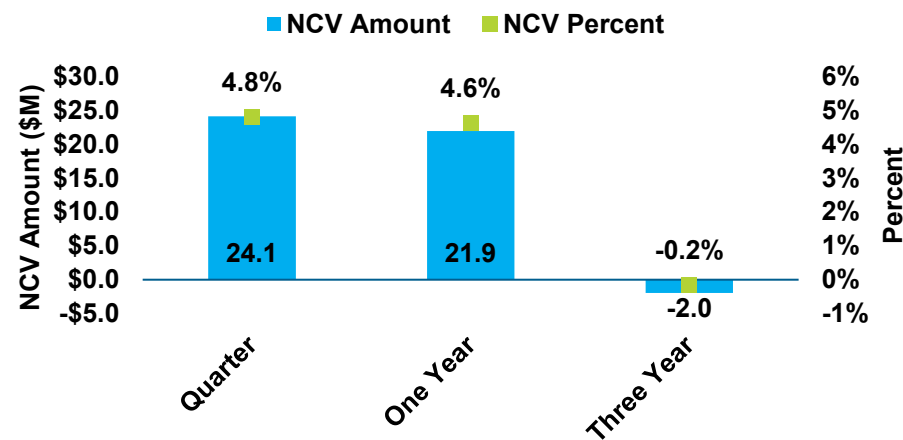




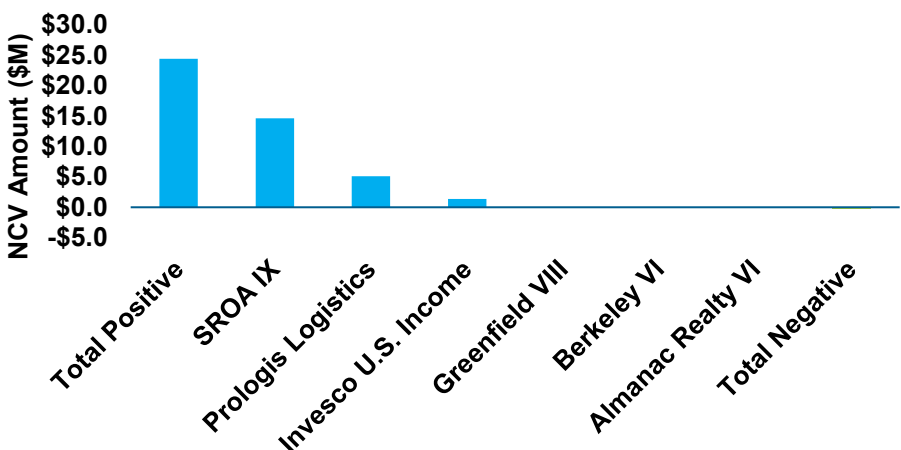
Horizon IRRs

|                          | 1 Year (%) | 3 Year (%) | 5 Year (%) | 10 Year (%) | Since Inception (%) |
|--------------------------|------------|------------|------------|-------------|---------------------|
| Aggregate Portfolio      | 4.5        | 0.8        | 1.7        | 7.2         | 6.3                 |
| Public Market Equivalent | 7.2        | 9.0        | 6.2        | 5.5         | 7.7                 |

Periodic NCV



1 Quarter Drivers Of NCV



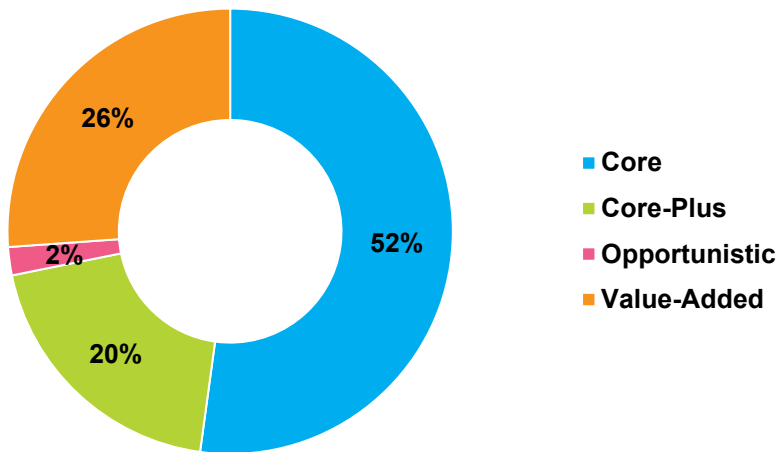
### Investment Performance: Sorted By Structure, Vintage And Strategy

| Investment           | Vintage  | Strategy      | Committed (\$M) | Contributed (\$M) | Unfunded (\$M) | Distributed (\$M) | Remaining Value (\$M) | TVPI (X) | IRR (%) |
|----------------------|----------|---------------|-----------------|-------------------|----------------|-------------------|-----------------------|----------|---------|
| Miller GLocal Fund V | 2005     | Opportunistic | 15.0            | 14.0              | 1.0            | 17.6              | 0.0                   | 1.25     | 4.1     |
| Walton Street V      | 2006     | Opportunistic | 30.0            | 30.0              | 0.0            | 20.8              | 0.3                   | 0.71     | -3.8    |
| Greenfield V         | 2007     | Opportunistic | 30.0            | 29.6              | 0.4            | 40.7              | 0.0                   | 1.38     | 8.3     |
| Miller Global VI     | 2007     | Opportunistic | 30.0            | 21.1              | 8.9            | 33.4              | 0.0                   | 1.58     | 7.7     |
| Walton Street VI     | 2007     | Opportunistic | 15.0            | 13.3              | 1.7            | 20.7              | 0.8                   | 1.62     | 7.6     |
| Colony Realty III    | 2007     | Value-Added   | 21.0            | 20.0              | 1.0            | 26.9              | 0.0                   | 1.35     | 5.3     |
| Greenfield VI        | 2011     | Opportunistic | 20.0            | 19.2              | 0.8            | 26.2              | 0.0                   | 1.37     | 9.6     |
| Almanac Realty VI    | 2011     | Value-Added   | 30.0            | 18.6              | 11.4           | 20.6              | 2.3                   | 1.23     | 7.0     |
| Miller Global VII    | 2012     | Opportunistic | 15.0            | 12.1              | 2.9            | 16.1              | 0.0                   | 1.33     | 14.4    |
| Colony Realty IV     | 2012     | Value-Added   | 21.0            | 21.7              | 0.0            | 32.9              | 0.0                   | 1.51     | 11.9    |
| Greenfield VII       | 2013     | Opportunistic | 19.1            | 18.3              | 0.8            | 31.2              | 0.5                   | 1.74     | 13.1    |
| AG Core Plus IV      | 2014     | Value-Added   | 20.0            | 19.0              | 1.8            | 15.9              | 4.8                   | 1.09     | 1.7     |
| Grandview I          | 2017     | Opportunistic | 30.0            | 28.3              | 3.1            | 33.4              | 9.1                   | 1.50     | 15.5    |
| Stockbridge RE III   | 2017     | Value-Added   | 45.0            | 41.4              | 3.6            | 55.3              | 2.0                   | 1.38     | 11.3    |
| Berkeley V           | 2020     | Value-Added   | 40.0            | 34.4              | 9.2            | 14.2              | 31.5                  | 1.33     | 8.9     |
| Blue Owl Digital III | 2022     | Value-Added   | 50.0            | 39.2              | 10.5           | 0.0               | 44.3                  | 1.13     | 12.3    |
| Berkeley VI          | 2023     | Value-Added   | 40.0            | 20.7              | 20.2           | 1.3               | 19.8                  | 1.02     | 1.6     |
| SROA IX              | 2023     | Value-Added   | 50.0            | 34.2              | 16.1           | 1.6               | 33.8                  | 1.03     | 2.5     |
| AEW EHF              | Open-End | Core          | 50.0            | 54.3              | 0.0            | 4.3               | 54.8                  | 1.09     | 4.6     |
| Principal US         | Open-End | Core          | 25.0            | 25.0              | 0.0            | 0.0               | 40.2                  | 1.61     | 4.7     |
| Prologis Logistics   | Open-End | Core          | 50.5            | 59.7              | 0.0            | 25.7              | 131.2                 | 2.63     | 7.5     |

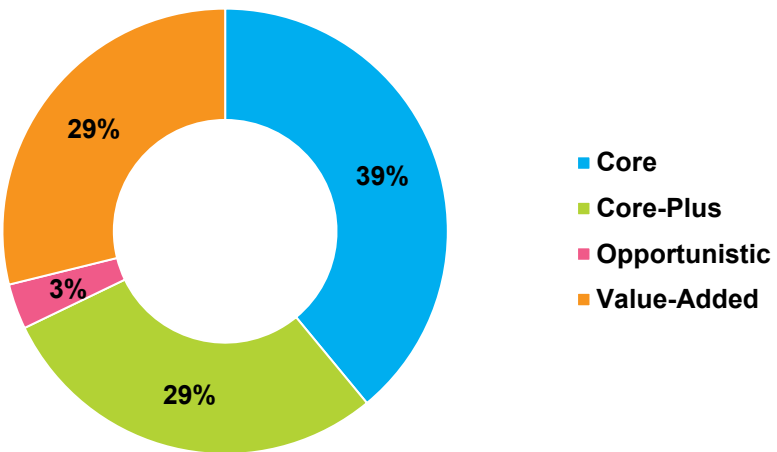
| Investment          | Vintage  | Strategy  | Committed (\$M) | Contributed (\$M) | Unfunded (\$M) | Distributed (\$M) | Remaining Value (\$M) | TVPI (X)    | IRR (%)    |
|---------------------|----------|-----------|-----------------|-------------------|----------------|-------------------|-----------------------|-------------|------------|
| RREEF America II    | Open-End | Core      | 45.0            | 45.0              | 0.0            | 16.5              | 50.0                  | 1.48        | 4.7        |
| Clarion Alternative | Open-End | Core-Plus | 100.0           | 0.0               | 100.0          | 0.0               | 0.0                   | NM          | NM         |
| Invesco U.S. Income | Open-End | Core-Plus | 100.0           | 100.0             | 0.0            | 0.0               | 104.1                 | 1.04        | NM         |
| <b>Total</b>        |          |           | <b>891.6</b>    | <b>719.1</b>      | <b>193.3</b>   | <b>455.3</b>      | <b>529.5</b>          | <b>1.37</b> | <b>6.3</b> |

By Strategy

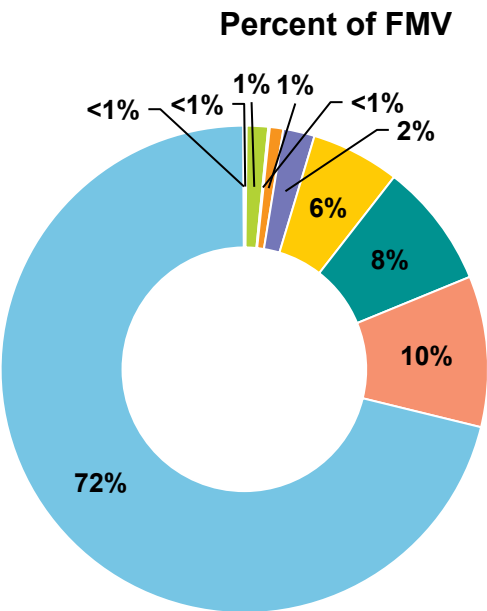
Percent of FMV



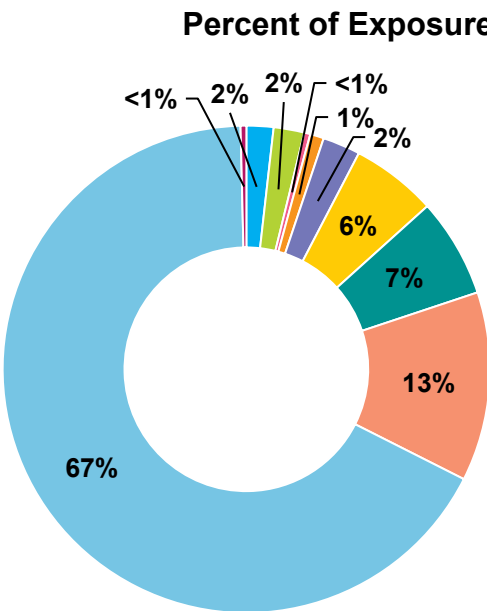
Percent of Exposure



By Vintage



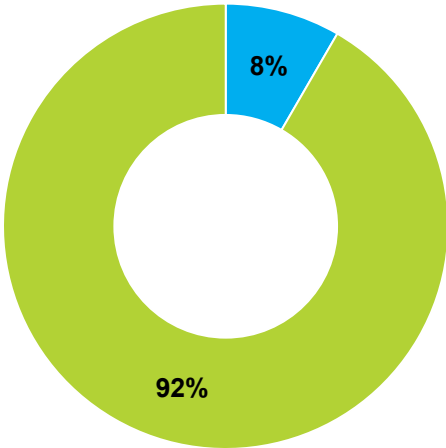
- 2007
- 2011
- 2013
- 2014
- 2017
- 2020
- 2022
- 2023
- Open-end
- Other



- 2007
- 2011
- 2012
- 2014
- 2017
- 2020
- 2022
- 2023
- Open-end
- Other

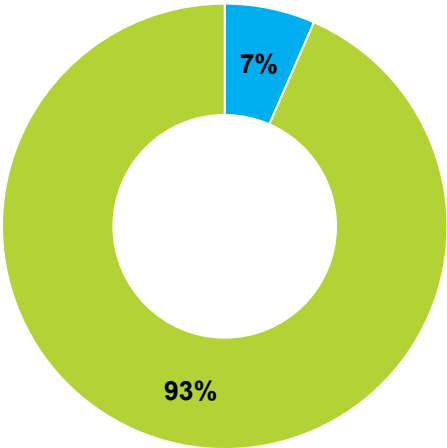
By Geographic Focus

Percent of FMV



- Global: All
- North America

Percent of Exposure



- Global: All
- North America

Below are details on specific terminology and calculation methodologies used throughout this report:

|                    |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          |
|--------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <b>Committed</b>   | The original commitment amount made to a given fund. Some funds may be denominated in non-USD currencies, and such commitment amounts represent the sum of fund contributions translated to USD at their daily conversion rates plus the unfunded balance translated at the rate as of the date of this report.                                                                                                                                                                          |
| <b>Contributed</b> | The amount of capital called by a fund manager against the commitment amount. Contributions may be used for new or follow-on investments, fees, and expenses, as outlined in each fund's limited partnership agreement. Some capital distributions from funds may reduce contributed capital balances. Some funds may be denominated in non-USD currencies, and such aggregate contributions represent the sum of each fund contribution translated to USD at its daily conversion rate. |
| <b>Distributed</b> | The amount of capital returned from a fund manager for returns of invested capital, profits, interest, and other investment related income. Some distributions may be subject to re-investment, as outlined in each fund's limited partnership agreement. Some funds may be denominated in non-USD currencies, and such aggregate distributions represent the sum of each fund distribution translated to USD at its daily conversion rate.                                              |
| <b>DPI</b>         | Acronym for "Distributed-to-Paid-In", which is a performance measurement for Private Market investments. The performance calculation equals Distributed divided by Contributed. DPIs for funds and groupings of funds are net of all fund fees and expenses as reported to by fund managers to Meketa.                                                                                                                                                                                   |
| <b>Exposure</b>    | Represents the sum of the investor's Unfunded and Remaining Value.                                                                                                                                                                                                                                                                                                                                                                                                                       |
| <b>IRR</b>         | Acronym for "Internal Rate of Return", which is a performance measurement for Private Market investments. IRRs are calculated by Meketa based on daily cash flows and Remaining Values as of the date of this report. IRRs for funds and groupings of funds are net of all fund fees and expenses as reported by fund managers to Meketa.                                                                                                                                                |
| <b>NCV</b>         | Acronym for "Net Change in Value", which is a performance measurement for Private Market investments. The performance calculation equals the appreciation or depreciation over a time period neutralized for the impact of cash flows that occurred during the time period.                                                                                                                                                                                                              |
| <b>NM</b>          | Acronym for "Not Meaningful", which indicates that a performance calculation is based on data over too short a timeframe to yet be meaningful or not yet possible due to inadequate data. Meketa begins reporting IRR calculations for investments once they have reached more than two years since first capital call. NM is also used within this report in uncommon cases where the manager has reported a negative Remaining Value for an investment.                                |
| <b>PME Spread</b>  | Calculated as IRR minus PME.                                                                                                                                                                                                                                                                                                                                                                                                                                                             |



|                                         |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |
|-----------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <b>Public Market Equivalent ("PME")</b> | <p>A calculation methodology that seeks to compare the performance of a portfolio of private market investments with public market indices. The figures presented in this report are based on the PME+ framework, which represents a net IRR value based on the actual timing and size of the private market program's daily cash flows and the daily appreciation or depreciation of an equivalent public market index. Meketa utilizes the following indices for private market program PME+ calculations:</p> <p>Infrastructure: Dow Jones Brookfield Global Infrastructure Index</p> <p>Natural Resources: S&amp;P Global Natural Resources Index</p> <p>Private Debt: Merrill Lynch High Yield Master II Bond Index</p> <p>Private Equity: MSCI ACWI Investable Market Index</p> <p>Real Assets (excluding Real Estate): Equal blend of Dow Jones Brookfield Global Infrastructure Index and S&amp;P Global Natural Resources Index</p> <p>Real Assets (including Real Estate): Equal blend of Dow Jones Brookfield Global Infrastructure Index, S&amp;P Global Natural Resources Index, and Dow Jones U.S. Select Real Estate Securities Index</p> <p>Real Estate: Dow Jones U.S. Select Real Estate Securities Index</p> |
| <b>Remaining Value</b>                  | <p>The investor's value as reported by a fund manager on the investor's capital account statement. All investor values in this report are as of the date of this report, unless otherwise noted. Some funds may be denominated in non-USD currencies, and such remaining values represent the fund's local currency value translated to USD at the rate as of the date of this report.</p>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      |
| <b>TVPI</b>                             | <p>Acronym for "Total Value-to-Paid-In", which is a performance measurement for Private Market investments. The performance calculations represents Distributed plus Remaining Value, then divided by Contributed. TVPIs for funds and groupings of funds are net of all fund fees and expenses as reported to by fund managers to Meketa.</p>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                  |
| <b>Unfunded</b>                         | <p>The remaining balance of capital that a fund manager has yet to call against a commitment amount. Meketa updates unfunded balances for funds to reflect all information provided by fund managers provided in their cash flow notices. Some funds may be denominated in non-USD currencies, and such unfunded balances represent the fund's local currency unfunded balance translated to USD at the rate as of the date of this report.</p>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |

## **Economic and Market Update**

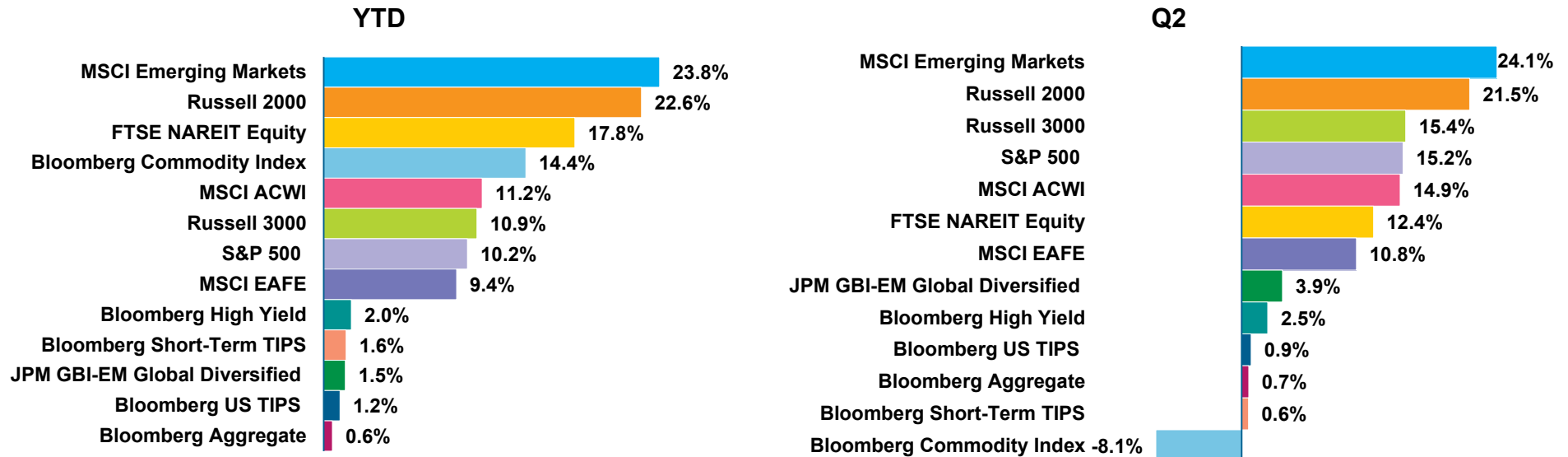
Data as of June 30, 2026

### Commentary

**Global equities posted strong returns in the second quarter of 2026, led by emerging markets and US small-cap stocks. Continued enthusiasm around artificial intelligence and a ceasefire in the Middle East helped support risk assets, while bonds benefited from the decline in energy lowering inflation concerns.**

- US equities (Russell 3000) rose 15.4% in the second quarter, recovering first-quarter losses and lifting the year-to-date gain to 10.9%. Growth stocks led the rebound after lagging in the first quarter, with the Russell 1000 Growth Index advancing 16.7% versus 13.9% for the Russell 1000 Value Index. Small cap stocks and strong performance from technology and AI-related companies helped drive the recovery.
- Emerging markets (MSCI Emerging Markets +24.1%) led global equity markets in the second quarter, significantly outperforming developed markets (MSCI EAFE +10.8%). Strong performance in several Asian markets driven by technology-related industries, particularly South Korea and Taiwan, helped drive returns, while China lagged amid continued economic challenges.
- Fixed income generated modest positive returns during the second quarter, with credit-sensitive sectors outperforming the broader bond market. The Bloomberg Universal Index gained 0.9%, while emerging market debt (+3.9%) and high yield bonds (+2.5%) benefited from supportive credit conditions and continued investor demand for risk assets.
- Looking ahead, investors will be focused on whether inflation continues to moderate, if the Federal Reserve signals a shift in policy, how the AI-related technology tracks, and whether corporate earnings can support current equity valuations following the strong second-quarter rally.

### Index Returns<sup>1</sup>



- In the second quarter of 2026, equities led performance across asset classes, with emerging markets and small-cap US stocks posting the strongest returns. Resilient earnings, tailwinds from the AI-related infrastructure buildout, and relief from the sharp decline in oil prices were the primary catalysts for the broad advance.
- Commodities were the notable laggard during the quarter, declining 8.1% as oil prices reversed sharply on easing Middle East tensions, after leading all asset classes in the prior quarter.
- The broad bond market generated modest positive returns given the decline in inflation concerns driven by falling energy prices. Emerging market debt and high yield bonds produced the strongest fixed income results given the improvement in risk sentiment.

<sup>1</sup> Source: Bloomberg. Data is as of June 30, 2026.

## Domestic Equity Returns<sup>1</sup>

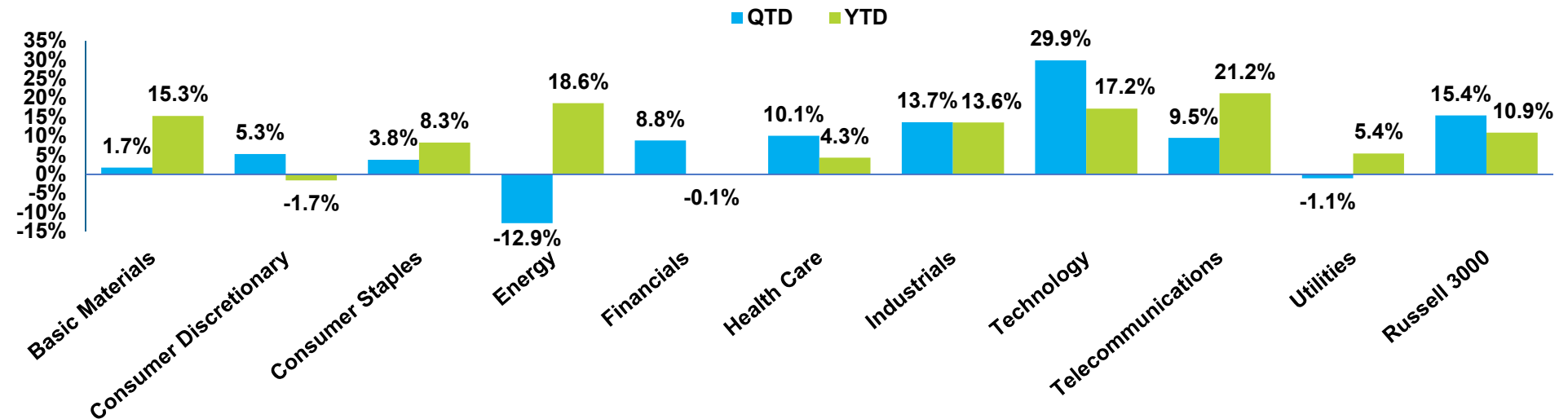
| Domestic Equity       | June (%) | Q2 (%) | YTD (%) | 1 YR (%) | 3 YR (%) | 5 YR (%) | 10 YR (%) |
|-----------------------|----------|--------|---------|----------|----------|----------|-----------|
| S&P 500               | -1.0     | 15.2   | 10.2    | 22.3     | 20.6     | 13.4     | 15.5      |
| Russell 3000          | -0.3     | 15.4   | 10.9    | 22.8     | 20.3     | 12.3     | 15.1      |
| Russell 1000          | -0.5     | 15.1   | 10.3    | 22.0     | 20.4     | 12.7     | 15.3      |
| Russell 1000 Growth   | -2.7     | 16.7   | 5.3     | 17.7     | 22.6     | 13.7     | 18.6      |
| Russell 1000 Value    | 2.3      | 13.9   | 16.3    | 27.1     | 17.8     | 11.2     | 11.5      |
| Russell MidCap        | 3.1      | 13.8   | 15.3    | 21.6     | 16.5     | 8.5      | 12.0      |
| Russell MidCap Growth | 2.7      | 14.5   | 7.3     | 6.2      | 15.6     | 6.0      | 13.0      |
| Russell MidCap Value  | 3.0      | 13.4   | 17.6    | 26.6     | 16.5     | 9.5      | 10.6      |
| Russell 2000          | 3.7      | 21.5   | 22.6    | 40.8     | 18.6     | 7.0      | 11.6      |
| Russell 2000 Growth   | 3.6      | 25.7   | 22.2    | 38.7     | 18.4     | 5.6      | 12.0      |
| Russell 2000 Value    | 4.0      | 17.2   | 23.0    | 43.0     | 18.7     | 8.2      | 10.9      |

**US Equities: The Russell 3000 index rose 15.4% in the second quarter of 2026, bringing the year-to-date return to 10.9%.**

- Growth stocks regained leadership in the second quarter, with the Russell 1000 Growth Index advancing 16.7% compared to 13.9% for the Russell 1000 Value Index. Small-cap equities posted the strongest returns given the resilient US economy, a lower likelihood of rate increases, and strong earnings. The Russell 2000 Index gained 21.5%, outperforming large-cap stocks (Russell 1000: +15.1%).
- The “Magnificent Seven” contributed meaningfully to the quarter’s gains given their substantial index weight, rebounding from first-quarter declines as demand for AI infrastructure and computing capacity supported mega-cap technology shares. Investor confidence in the durability of AI-related revenue growth underpinned the group’s leadership through the quarter.

<sup>1</sup> Source: Bloomberg. Data is as of June 30, 2026.

### Russell 3000 Sector Returns<sup>1</sup>



**Sector performance reversed sharply in the second quarter, with technology leading the market and energy the weakest-performing sector. The Russell 3000 rose 15.4% as eight of the ten sectors generated positive returns.**

- Technology led all sectors, rising 29.9% as strength in cloud and AI-related earnings reinforced confidence in the capital-spending cycle. Industrials (+13.7%) and health care (+10.1%) also posted solid gains.
- Energy was the weakest sector, falling 12.9% as oil prices retreated sharply on easing Middle East tensions, reversing a portion of its strong first-quarter gains. Utilities (-1.1%) were the only other sector to decline.
- The remaining sectors advanced, led by telecommunications (+9.5%) and financials (+8.8%). On a year-to-date basis, telecommunications (+21.2%) and energy (+18.6%) remain the top performers despite energy's second-quarter reversal.

<sup>1</sup> Source: Bloomberg. Data is as of June 30, 2026.

### Foreign Equity Returns<sup>1</sup>

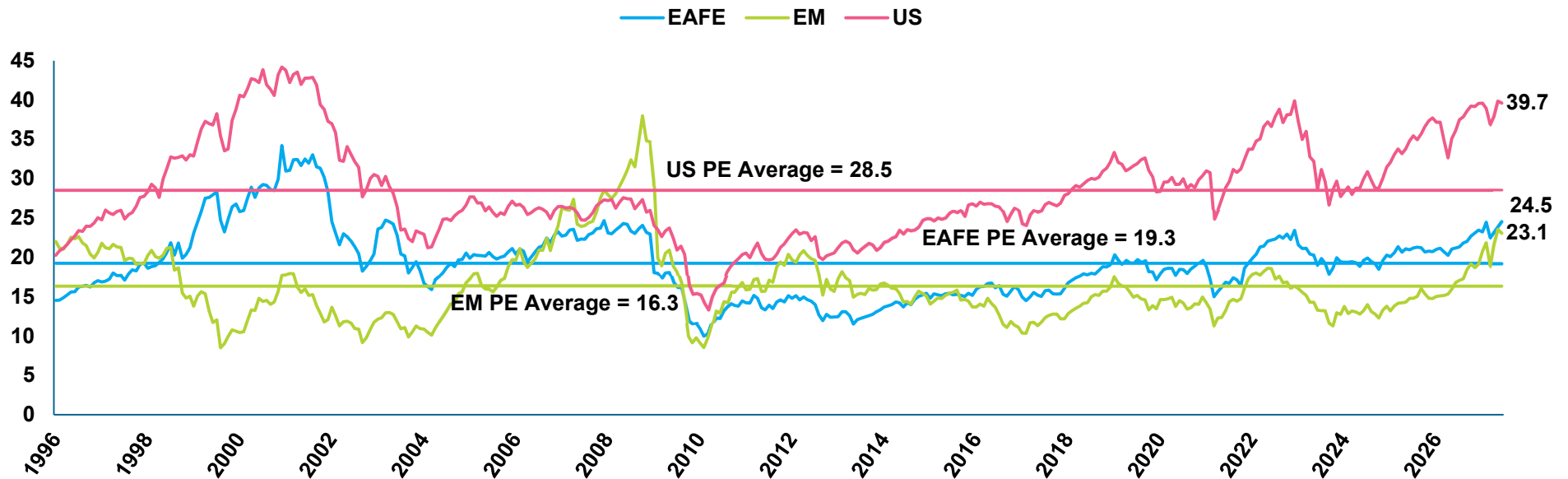
| Foreign Equity                         | June (%) | Q2 (%) | YTD (%) | 1 YR (%) | 3 YR (%) | 5 YR (%) | 10 YR (%) |
|----------------------------------------|----------|--------|---------|----------|----------|----------|-----------|
| MSCI ACWI Ex US                        | -0.6     | 14.5   | 13.7    | 27.7     | 18.8     | 8.8      | 9.9       |
| MSCI EAFE                              | 0.1      | 10.8   | 9.4     | 20.2     | 16.4     | 9.0      | 9.7       |
| MSCI EAFE (Local Currency)             | 2.4      | 11.5   | 11.7    | 24.9     | 15.8     | 11.3     | 10.6      |
| MSCI EAFE Small Cap                    | -3.7     | 9.0    | 7.6     | 17.4     | 15.7     | 5.3      | 8.6       |
| MSCI Emerging Markets                  | -1.4     | 24.1   | 23.8    | 43.5     | 23.0     | 7.2      | 10.1      |
| MSCI Emerging Markets (Local Currency) | -0.1     | 24.1   | 26.8    | 50.2     | 25.1     | 10.1     | 11.8      |
| MSCI EM ex China                       | 0.0      | 34.5   | 38.8    | 63.1     | 28.3     | 13.2     | 12.4      |
| MSCI China                             | -7.1     | -6.6   | -15.0   | -4.9     | 7.7      | -6.6     | 4.3       |

**Developed international equities (MSCI EAFE) returned 10.8% in the second quarter of 2026 and emerging markets equities (MSCI Emerging Markets) rose 24.1%, though performance varied significantly by region.**

- Developed market equities rose over the quarter, supported by resilient corporate earnings, strength in semiconductor-related names, and a reduction of Middle East tensions. Europe and Japan both advanced, with Japan aided by firm AI-related hardware demand, though a stronger US dollar trimmed returns for dollar-based investors, with the local-currency EAFE index returning 11.5% compared to 10.8% in USD terms.
- Emerging markets substantially outperformed developed peers, led by South Korea and Taiwan on robust technology demand. The MSCI Emerging Markets ex-China index returned an impressive 34.5% for the quarter, while China (-6.6%) lagged sharply over the quarter amid continued economic weakness and challenges in the property sector.

<sup>1</sup> Source: Bloomberg. Data is as of June 30, 2026.

### Equity Cyclically Adjusted P/E Ratios<sup>1</sup>

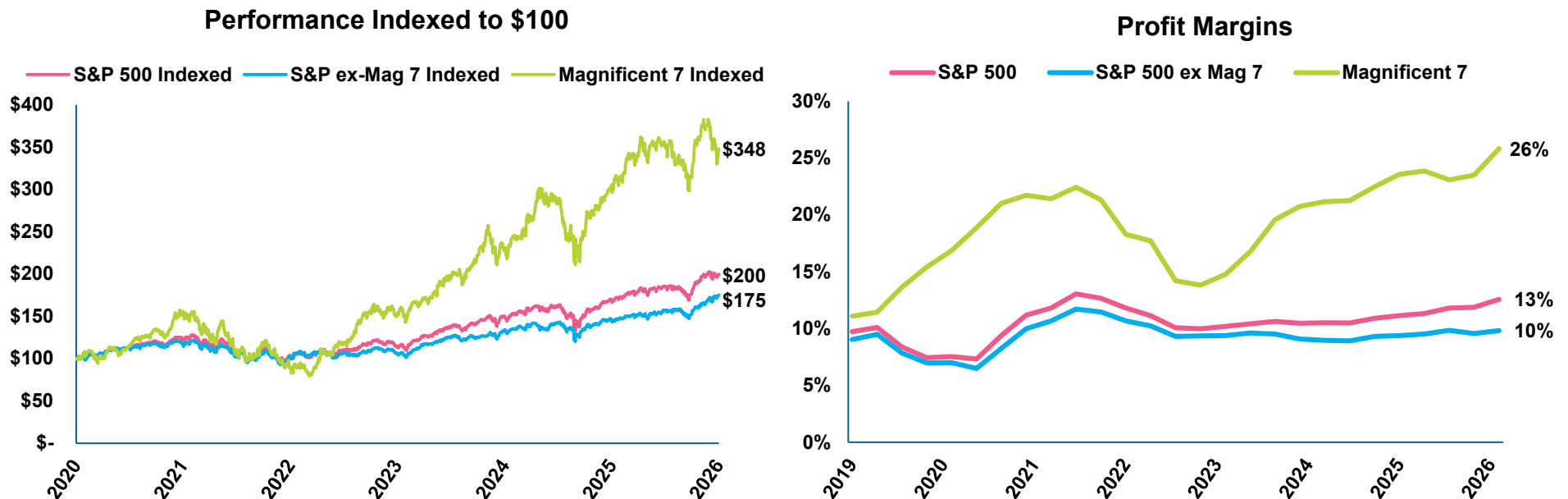


- Cyclically adjusted US equity valuations rose over the second quarter as strong market performance lifted the US CAPE to 39.7, well above its long-run average of 28.5.
- Non-US developed market valuations (EAFE) also rose, reaching 24.5 versus a long-run average of 19.3. Despite trading above historical norms, EAFE valuations remain considerably less expensive than those in the US.
- Emerging market valuations increased to 23.1, moving further above their long-run average of 16.3. The continued multiple expansion reflects elevated investor confidence in AI-related hardware and semiconductor demand across developing markets.

<sup>1</sup> 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 June 2026. The average line is the long-term average of the US, EM, and EAFE PE values from April 1998 to the recent month-end, respectively.



### Performance and Profit Margins: S&P 500 and “Magnificent 7”<sup>1</sup>



- The “Magnificent Seven” rebounded from first-quarter weakness and contributed meaningfully to the strong performance of US equities given their large weight in the index. Despite periodic concerns around valuations, capital spending, and the return on investment, the group remains a dominant driver of index returns.
- The group’s profitability continues to differentiate it from the broader market. Average profit margins for the “Magnificent Seven” reached 26%, compared to 13% for the S&P 500, and 10% for the S&P 500 excluding the “Magnificent Seven”.

<sup>1</sup> Source: Bloomberg. Data is as of June 30, 2026.

## Fixed Income Returns<sup>1</sup>

| Fixed Income                        | June (%) | Q2 (%) | YTD (%) | 1 YR (%) | 3 YR (%) | 5 YR (%) | 10 YR (%) | Current Yield (%) | Duration (Years) |
|-------------------------------------|----------|--------|---------|----------|----------|----------|-----------|-------------------|------------------|
| Bloomberg Universal                 | 0.3      | 0.9    | 0.8     | 4.2      | 4.7      | 0.4      | 1.9       | 4.9               | 5.8              |
| Bloomberg Aggregate                 | 0.2      | 0.7    | 0.6     | 3.8      | 4.2      | 0.1      | 1.5       | 4.7               | 6.0              |
| Bloomberg US TIPS                   | -0.5     | 0.9    | 1.2     | 3.4      | 4.0      | 1.0      | 2.6       | 4.4               | 6.5              |
| Bloomberg Short-term TIPS           | -0.4     | 0.6    | 1.6     | 3.6      | 5.1      | 3.3      | 3.1       | 4.2               | 2.4              |
| Bloomberg US Long Treasury          | 1.0      | 0.9    | 0.4     | 2.9      | -0.5     | -5.6     | -1.3      | 4.9               | 14.3             |
| Bloomberg High Yield                | 0.3      | 2.5    | 2.0     | 5.9      | 8.8      | 4.2      | 5.8       | 7.2               | 3.2              |
| JPM GBI-EM Global Diversified (USD) | 0.2      | 3.9    | 1.5     | 7.9      | 7.3      | 2.1      | 2.7       | --                | --               |

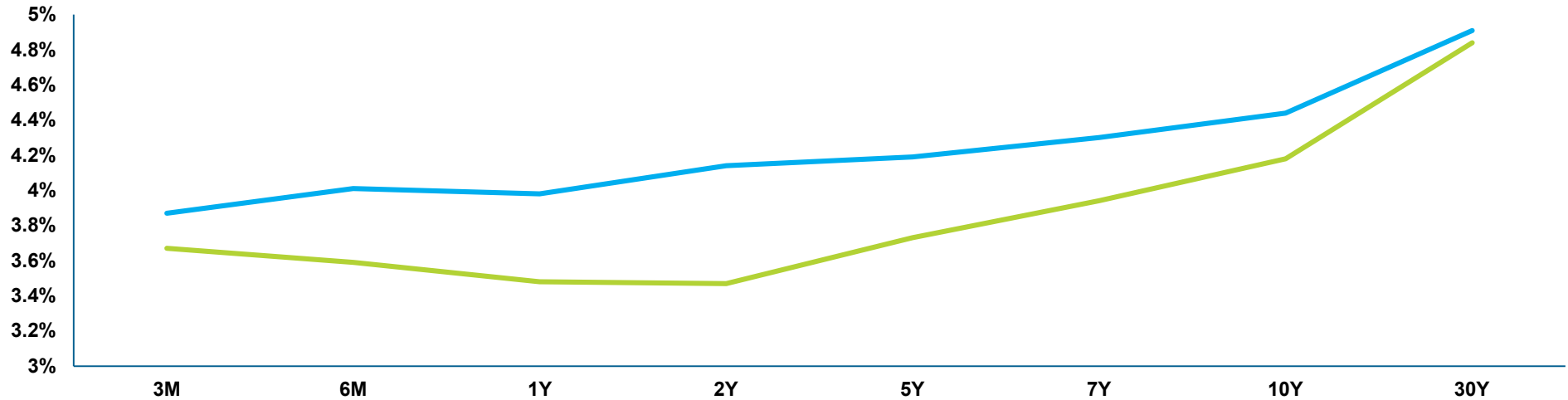
**Fixed Income: The Bloomberg Universal index returned 0.9% in the second quarter of 2026, bringing the year-to-date return to 0.8%.**

- Fixed income posted modest gains over the second quarter as inflation concerns eased and credit conditions remained supportive. The Federal Reserve held rates steady at its June meeting, with markets continuing to price a potential rate hike as inflation remains elevated despite recent declines in energy prices.
- Credit-oriented sectors led fixed income performance, with emerging market debt (+3.9%) and high yield bonds (+2.5%) posting the strongest returns. Longer-term Treasuries managed modest gains, with the Bloomberg US Long Treasury index up 0.9% as 10-year yields at the long-end of the curve held roughly steady.
- TIPS also posted modest positive returns (Bloomberg US TIPS +0.9%; Bloomberg Short-term TIPS +0.6%), reflecting inflation that remained above long-term central bank targets despite some easing in inflation concerns during the quarter.

<sup>1</sup> Source: Bloomberg. Data is as of June 30, 2026. The yield and duration data from Bloomberg is defined as the index's yield to worst and modified duration, respectively. JPM GBI-EM data is from J.P. Morgan. Current yield and duration data is not available.

### US Yield Curve<sup>1</sup>

— 12/31/2025 — 6/30/2026

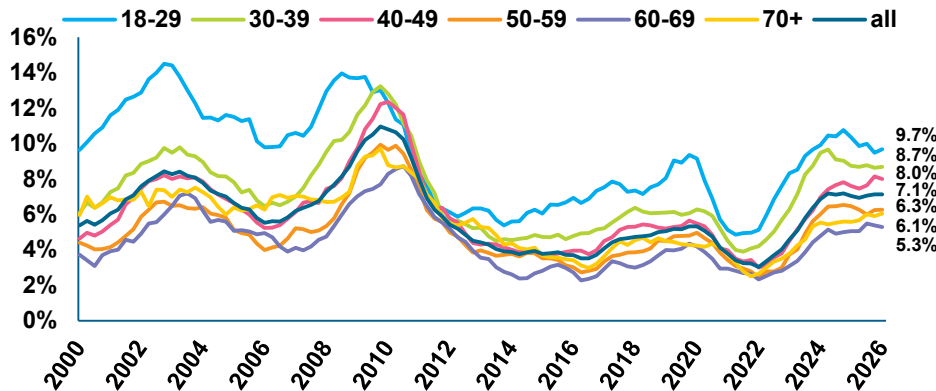


- Treasury yields continued to increase in the second quarter across most of the curve as the Middle East conflict and resulting energy shock lifted inflation concerns and reduced expectations of interest rate cuts from the Federal Reserve. Yields did retreat modestly from their May highs though as oil prices fell and tensions eased into quarter-end.
- The policy-sensitive 2-year nominal Treasury yield rose from 3.80% at the end of the first quarter to 4.18%, reflecting growing expectations of a potential interest rate increase by the Fed. The 10-year nominal Treasury yield increased from 4.32% to 4.47%, while the 30-year nominal Treasury yield rose from 4.91% to 4.96%.
- As the front end of the curve rose more than longer-dated yields, the spread between the two-year and ten-year Treasury narrowed from 53 basis points to 30 basis points over the quarter.

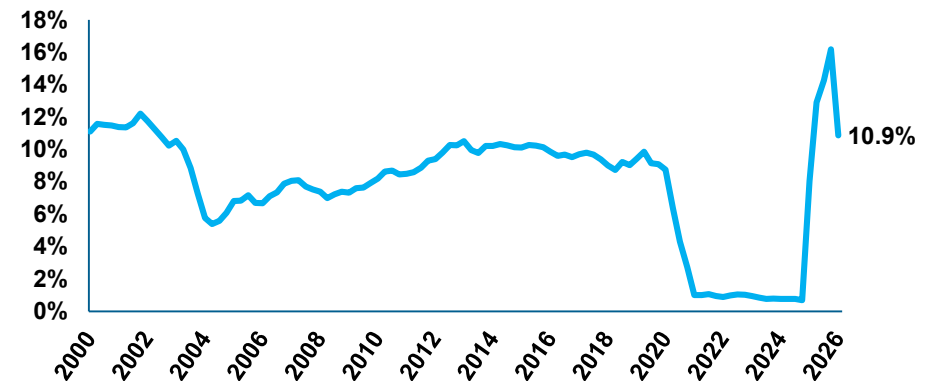
<sup>1</sup> Source: Bloomberg. Data is as of June 30, 2026.

## Stress is Building Among Some US Consumers<sup>1</sup>

Transition into Serious Delinquency for Credit Cards by Age



Transition Into Serious Delinquency (90+ Days) for Student Loans<sup>2</sup>

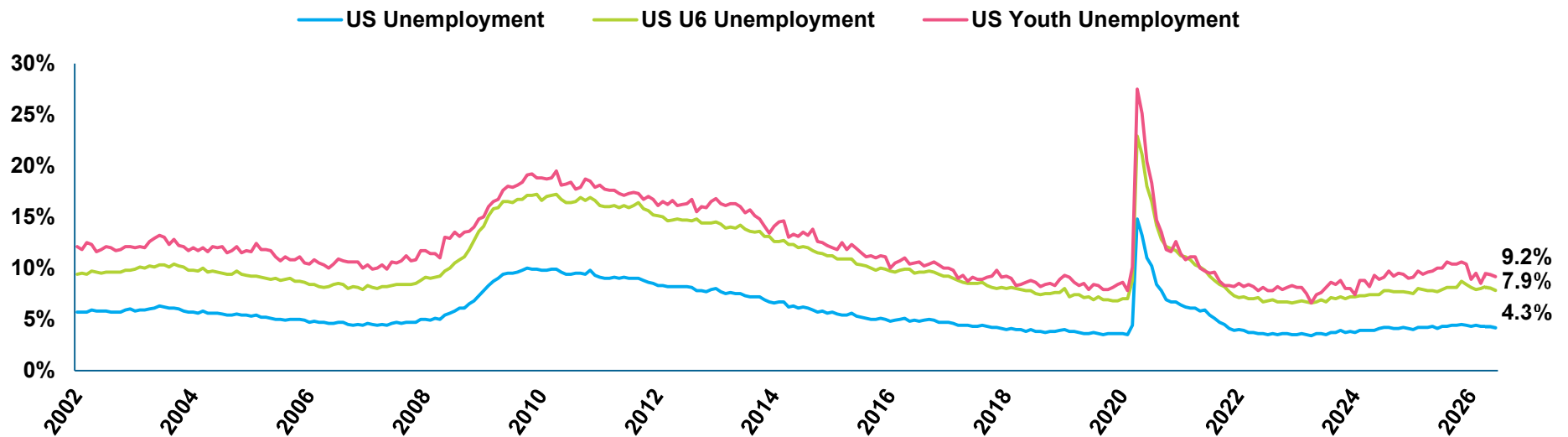


- US consumer trends remain increasingly K-shaped: higher-income households show resilience, while younger, rate-sensitive borrowers face mounting pressure from elevated borrowing cost and inflation that, while moderating, remains above the Federal Reserve's target.
- Delinquencies remain elevated relative to pandemic lows, particularly among younger cohorts. While overall delinquency rates remain below levels seen during prior economic downturns, differences in household financial health have continued to widen.
- Student loan repayment also remains a pressure point for some households. The serious delinquency rate decline from 16.2% to 10.9% does not represent an improvement but a fading of the initial post pandemic one-time spike caused by a backlog of old unpaid loans all hitting credit reports at once.

<sup>1</sup> Source: New York Federal Reserve, Quarterly Household Debt and Credit Report. See also FRED. Data is as of March 31, 2026.

<sup>2</sup> Source: New York Federal Reserve, Quarterly Household Debt and Credit Report. Percent of student loan holders transitioning in serious default (90-days or more) based on four quarter moving average. Delays in reporting may cause fluctuations. Data is as of March 31, 2026.

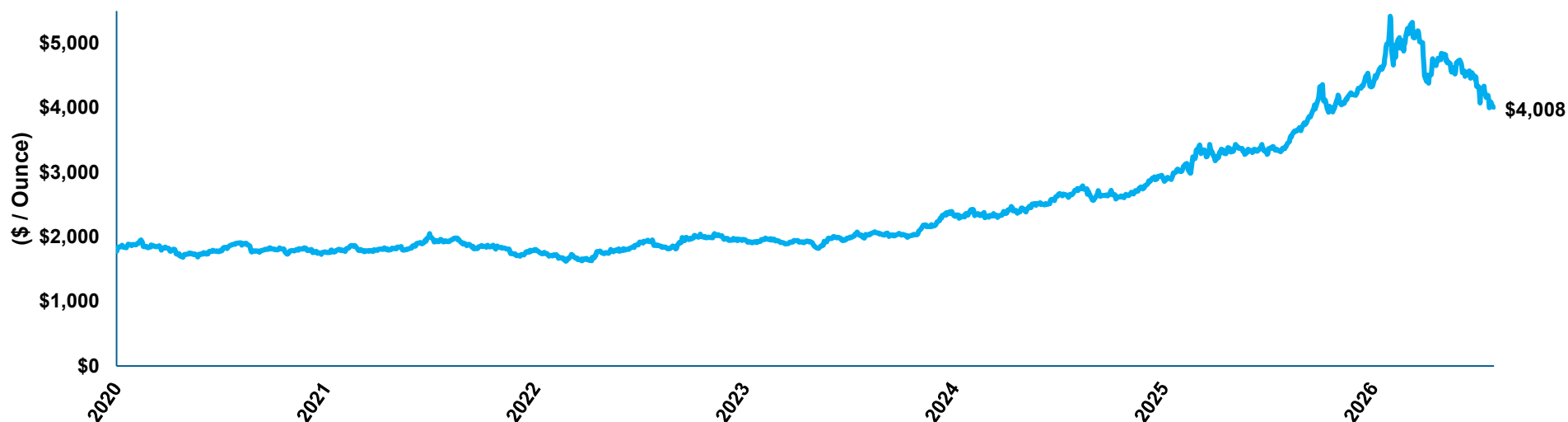
### US Unemployment<sup>1</sup>



- The unemployment rate remains in a relatively narrow band suggesting a labor market that continues to stabilize rather than weaken materially. During the quarter 334,000 jobs were added with more than half the gains coming from the health care sector.
- Broader labor market indicators were relatively stable during the quarter, with the U-6 underemployment rate edging down from 8.0% to 7.9%. In contrast, youth unemployment increased from 8.5% to 9.2%. Average hourly earnings growth (3.5% YoY) has slowly declined and is now around the pace of headline inflation given the recent increase.
- Beneath a broadly stable headline, labor force participation (61.5) has drifted toward multi-year lows and hiring has slowed across sectors, pointing to some underlying softening even as the aggregate labor market holds firm.

<sup>1</sup> Source: FRED and BLS. Data is as of June 30, 2026. U-3: Total unemployed, as a percent of the civilian labor force (official unemployment rate), U-6: Total unemployed, plus all marginally attached workers, plus total employed part time for economic reasons, as a percent of the civilian labor force plus all marginally attached workers.

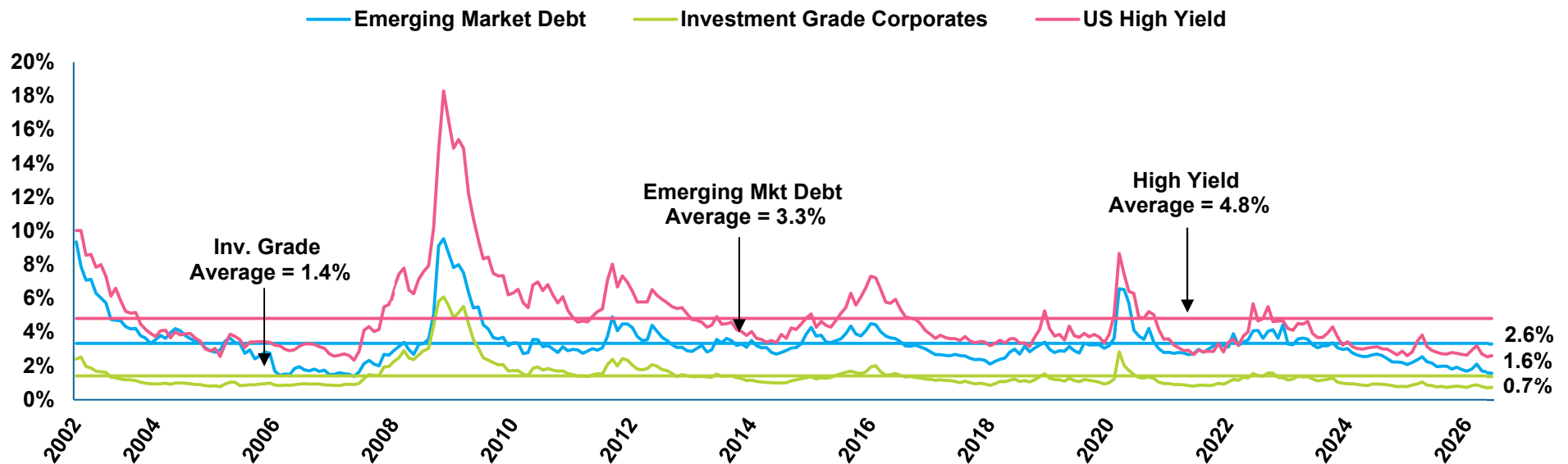
### Gold<sup>1</sup>



- Gold declined over the second quarter, falling roughly 14% from \$4,668 per ounce at the end of March to \$4,008/oz and extending its retreat from record highs of over \$5,400/oz earlier this year. Expectations for interest rates to remain higher for longer, a firmer US dollar, and easing geopolitical tensions reduced the appeal of the non-yielding metal.
- Despite the recent pullback, structural support remains intact though, driven by persistent inflation concerns, large fiscal deficits, and ongoing central bank reserve diversification. A return to Federal Reserve rate-cut expectations or renewed geopolitical uncertainty could support prices going forward.

<sup>1</sup> Source: Bloomberg. Data is as of June 30, 2026. Gold Spot Price is quoted as US Dollars per Troy Ounce.

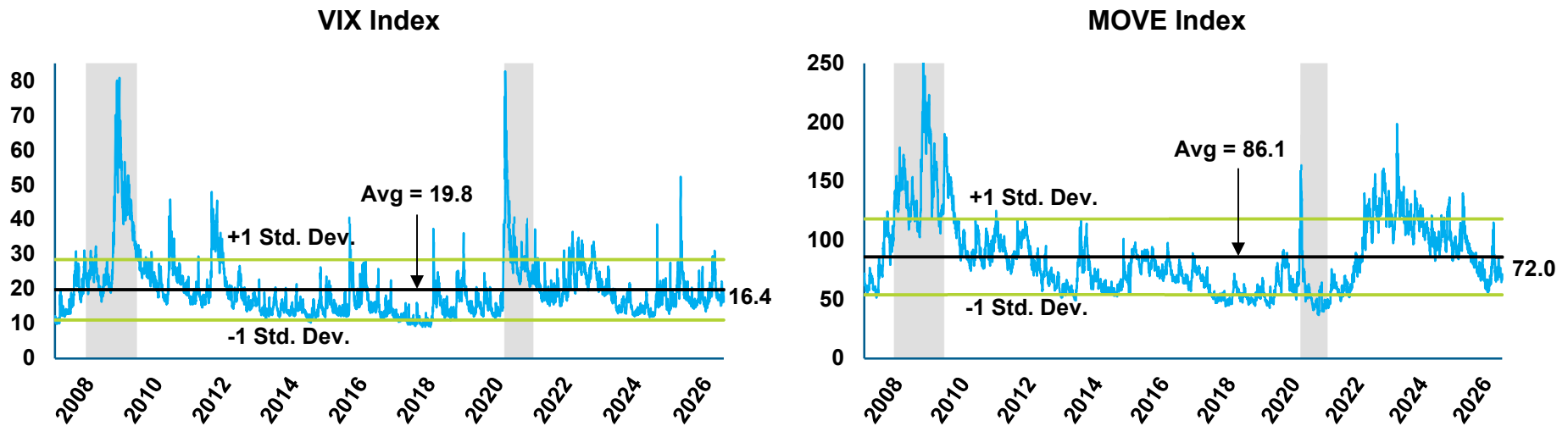
### Credit Spreads vs. US Treasury Bonds<sup>1</sup>



- Credit spreads tightened during the second quarter, reflecting resilient investor sentiment and supportive credit conditions despite ongoing uncertainty around inflation and monetary policy.
- Investment grade spreads fell from 0.9% to 0.7% during the quarter, well inside the 1.4% long-run average, supported by persistent demand for high-quality credit.
- High yield spreads tightened to 2.6% (from 3.2% at the end of March), versus a 4.8% long-run average, while emerging market debt spreads tightened to 1.6% (from 2.1%), versus a 3.3% long-run average.
- All yield spreads remain well below their respective long-run averages, but many investors continue to be attracted to their higher relative yields compared to Treasuries.

<sup>1</sup> Source: Bloomberg. Data is as of June 30, 2026. Average lines denote the average of the investment grade, high yield, and emerging market spread values from September 2002 to the recent month-end, respectively.

### Equity and Fixed Income Volatility<sup>1</sup>

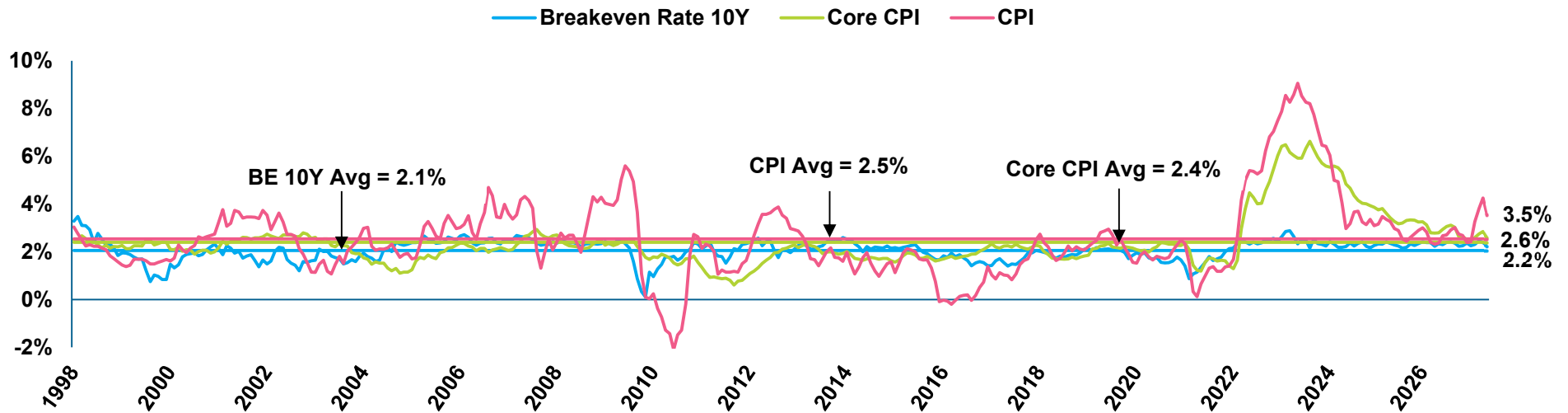


- Volatility declined meaningfully during the second quarter, with both equity and bond market measures dropping well below their long-run averages as strong equity performance, stable monetary policy, and moderating inflation concerns supported a calmer market environment.
- Equity volatility (VIX) fell from 25.2 at the end of March to 16.4, moving below its long-run average of 19.8, as resilient earnings and easing geopolitical tensions supported risk sentiment.
- Bond volatility (MOVE) declined from 96.0 at the end of March to 72.0, also dropping below its long-run average of 86.1 as interest rate expectations stabilized and markets increasingly aligned around a Fed-on-hold outlook.

<sup>1</sup> 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 June 30, 2026. The average line indicated is the average of the VIX and MOVE values between January 2007 and June 2026.



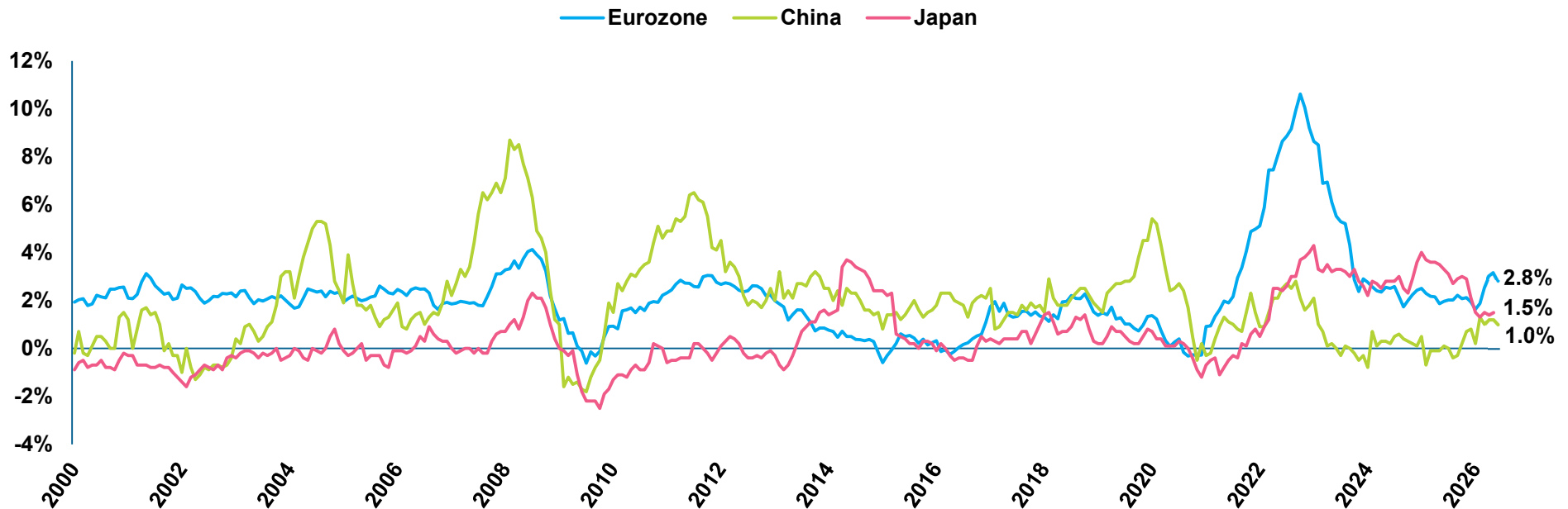
### US Inflation<sup>1</sup>



- In June, headline inflation fell from 4.2% to 3.5% YoY, below expectations for a 3.8% reading with an also below expectations monthly reading (-0.4% versus -0.1%). Energy declines on easy tensions in the Middle East was the main driver, falling 5.7% in June after three months of strong increases. Food prices increased 0.5% in April, 0.2% in May, and 0.2% in June with a YoY change through June of 3.0%.
- Core inflation fell from 2.9% YoY to 2.6% (also below expectations), with the monthly pace cooling further from 0.2% to 0.0%, suggesting underlying price pressures continue to moderate. Notably the monthly shelter rate declined over the quarter from 0.6% in April, to 0.3% in May, and 0.1% in June.
- Long-term inflation expectations largely tracked moves of energy over the quarter, with 10-year breakevens finishing June at 2.2% compared to the 2.5% peak in May that corresponded to oil prices peaking.

<sup>1</sup> Source: FRED. Data is as of June 30, 2026.

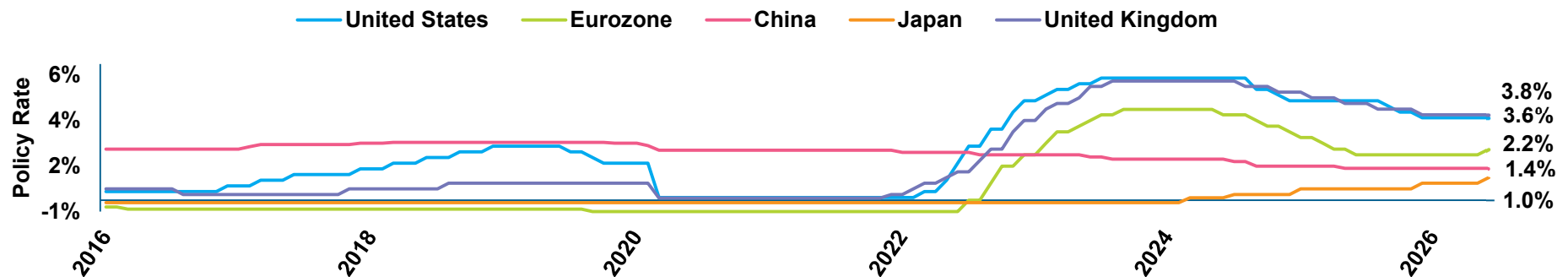
### Global Inflation (CPI Trailing Twelve Months)<sup>1</sup>



- Over the quarter Eurozone inflation rose in April (3.0%) and May (3.2%) YoY before declining in June (2.8%) on easing energy prices. Despite the recent decline inflation remains above the ECB's 2% target.
- Japan's inflation was 1.5% at the end of May, up slightly from the 1.4% level in April, but still below the BOJ's 2.0% target. The slight increase was driven by the expiration of government subsidies for electricity and gas.
- China's inflation fell to 1.0% in June from 1.2% in both April and May, mainly because the government cut retail gasoline and diesel prices as the Strait of Hormuz reopened and energy costs fell. Continued food deflation and still-soft core inflation reflecting weak domestic demand also contributed to the lower rate.

<sup>1</sup> Source: Bloomberg. Data is as of June 2026 except for Japan which is as of May 2026.

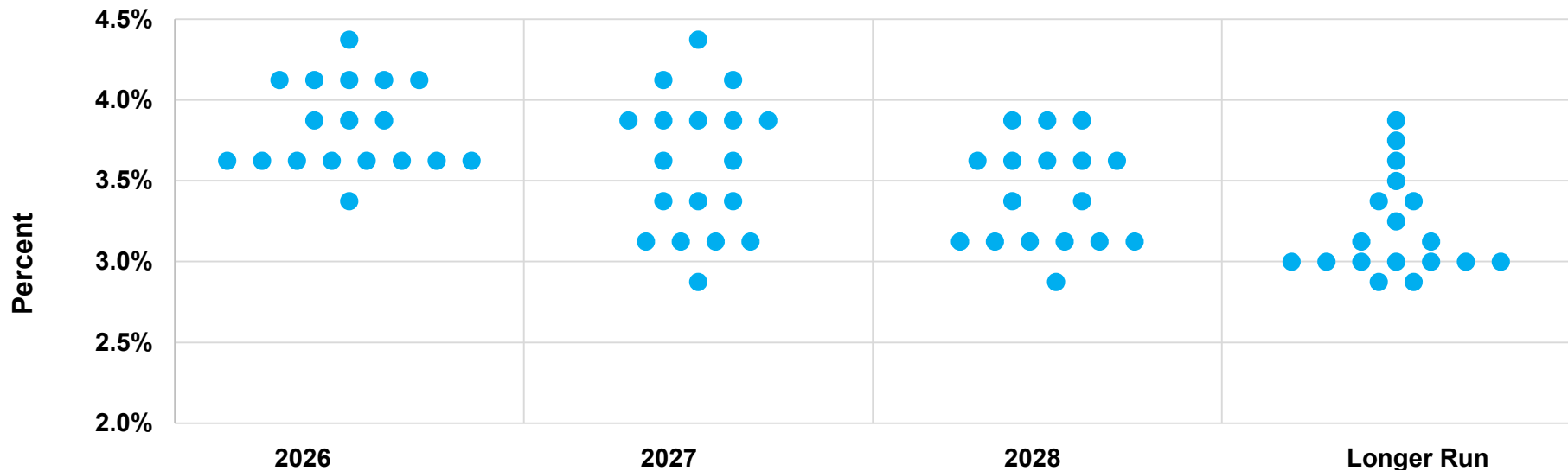
### Global Policy Rates<sup>1</sup>



- Global monetary policy stayed tight through the second quarter, as inflation moderated but generally remained above central bank targets. Energy prices led most major central banks to continue signaling the potential for rate increases later this year and next.
- The Federal Reserve held rates steady at 3.5%–3.75% during the second quarter as inflation remained above target and the labor market continues to stabilize. Despite the decline in oil prices markets continue to price a modest probability of a rate hike into 2027.
- The European Central Bank (ECB) raised its policy rate by 0.25% to 2.25% during the quarter given higher energy prices while the Bank of England (BOE) held rates steady. Both the ECB and BOE are expected to tighten further this year, given the impact of higher oil prices on inflation in their regions. Both economies are net importers of oil, exposing them to supply disruption through the Strait of Hormuz.
- The Bank of Japan also increased interest rates over the quarter by 0.25% with markets expecting potentially one additional hike this year.
- China is expected to remain accommodative, with the 7-day reverse repo rate held at a record-low 1.40% since May 2025 and subdued inflation and weak domestic growth pointing to further easing ahead.

<sup>1</sup> Source: Bloomberg. Data is as of June 30, 2026. 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 PBOC 7-day Reverse Repo Rate. UK rate is the UK Bank of England Official Bank Rate.

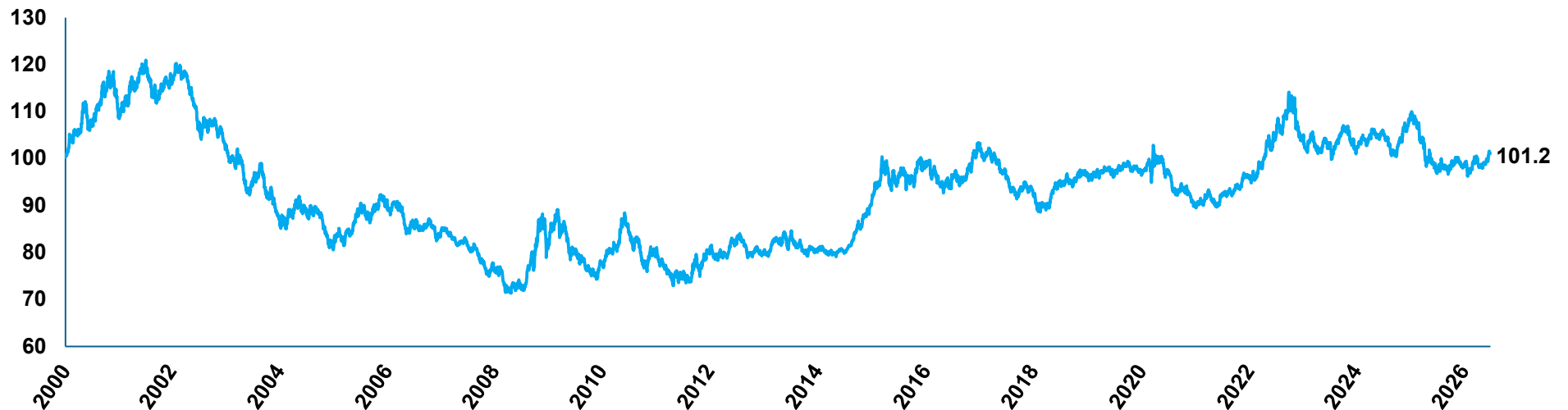
Federal Reserve Dot Plot<sup>1</sup>



- The Federal Reserve's dot plot reflects expectations for interest rates by each member across various periods. Within the Fed, the dot plot reveals notable disagreement, with some members projecting rate increases, others holding steady, and a minority still anticipating cuts before year-end.
- The median June FOMC projection clusters around 3.75% (near the current range) for 2026, with dots dispersed across a wide range from 3.4% to 4.4%. It is worth noting that markets are expecting rates to be higher than the Fed's forecast by year-end. The wide range of forecasts suggests limited consensus regarding whether future policy adjustments will involve additional tightening or eventual easing.
- The median policy rate gradually declines over the projection horizon, implying only modest easing over time. However, the persistent dispersion of forecasts suggests policymakers remain divided on both pace and timing of future rate changes.

<sup>1</sup> Source: June 18, 2026, FOMC Summary of Economic Projections.

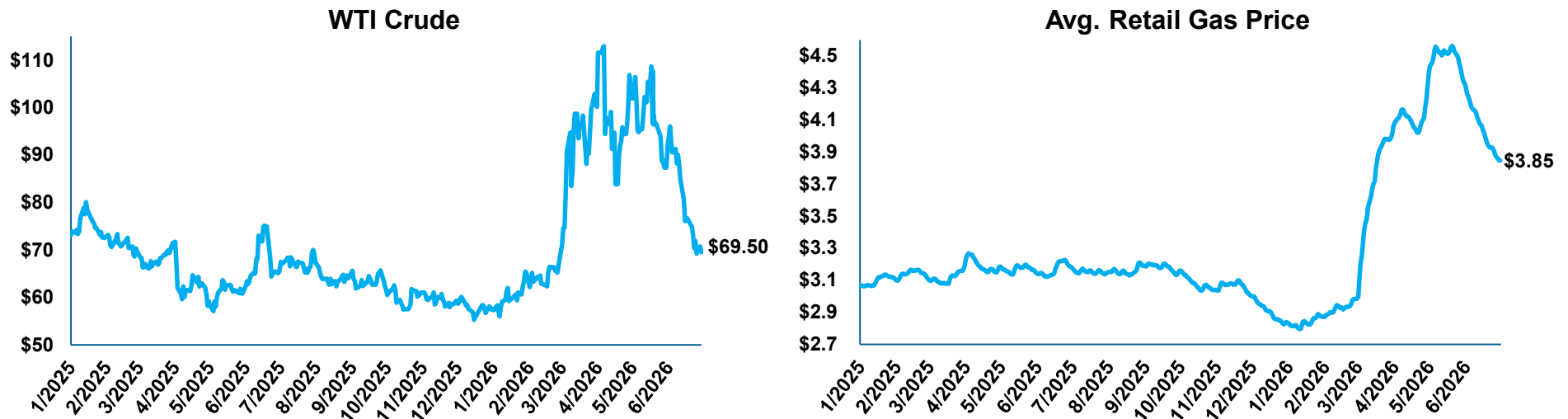
### US Dollar vs. Broad Currencies<sup>1</sup>



- The US dollar firmed over the second quarter, with the DXY rising from 100.0 at the end of March to 101.2 by quarter-end.
- The gain reflected a higher for longer interest rate backdrop as inflation remained above target and markets reduced expectations for near-term Federal Reserve rate cuts. A stronger dollar modestly reduced returns on unhedged international holdings for US-based investors.
- The dollar remains sensitive to changes in monetary policy expectations, inflation trends, and geopolitical developments. Additionally, policy divergence across regions continues to play a central role in currency markets.

<sup>1</sup> Source: Bloomberg. Data is as of June 30, 2026.

### Gas and Oil<sup>1</sup>

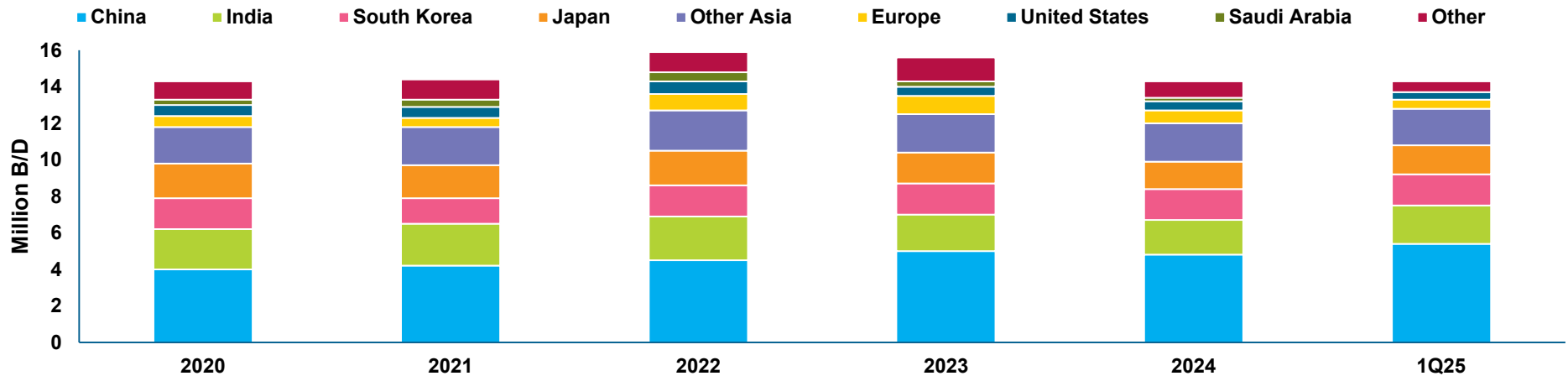


- Oil prices fell sharply during the second quarter, with WTI crude dropping roughly 32% to finish June at \$69.50/barrel. Easing tensions around the Strait of Hormuz and growing optimism over de-escalation in the Middle East relieved supply-disruption fears driving the decline in prices. The pullback reversed most of the run-up that had pushed US crude over \$110/barrel earlier in the spring.
- US retail gasoline prices fell to \$3.85/gallon by the end of June, falling back below \$4/gallon as the decline in crude filtered through to the pump. While conditions improved during the quarter, energy costs continue to weigh most heavily on lower-income households, where fuel represents a larger share of spending.

<sup>1</sup> Source: Bloomberg. Data is as of June 30, 2026.

### Volume of Crude Oil<sup>1</sup>

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



- The impact of the conflict has remained uneven across regions, shaped by oil dependence and trade flows. The Strait of Hormuz remains a critical chokepoint, and any disruption constrains supply from key exporters such as Saudi Arabia, Iraq, and the UAE while limiting global distribution.
- China remains heavily reliant on Iranian oil (~90% of its imports), while Japan, South Korea, and India depend on broader Gulf supply, amplifying their vulnerability to disruptions.
- Strong US production continues to provide a partial buffer, limiting WTI's upside relative to global benchmarks. The sharp second-quarter decline in prices suggests markets grew more confident that supply would remain adequate as tensions eased, though a recent re-escalation has led to volatility returning.
- The duration and trajectory of the conflict remain the key macro variables, shaping the outlook for both inflation and growth.

<sup>1</sup> Source: Apollo Academy. Data is as of March 31, 2025.

### Key Trends

- Global growth expectations remain subdued amid the conflict in the Middle East. The IMF's April 2026 World Economic Outlook cut projected global growth to 3.1% (from 3.3%), and downside risks continue to dominate, with the renewed escalation capable of pushing growth materially lower.
- The dominant macro tension has shifted. The sharp reversal in oil prices late in the second quarter and the below expectations jobs report has effectively taken a July rate hike off the table for the Fed, but it reflects a one-off energy round-trip rather than resolved underlying inflation. With the ceasefire already fraying and the committee split on the balance of risks, the question has moved from whether the energy spike would force the Fed's hand to whether June's disinflation holds into September, when a hike remains a coin flip. The leadership question, by contrast, is largely settled. Chair Warsh has anchored the Fed to an explicit price-stability mandate, with reduced forward guidance and a reaction function that leaves little tolerance for a renewed inflation impulse.
- US consumers show increasing strain at the lower end, and although gasoline has fallen back below \$4/gallon, a rising share of younger and rate-sensitive borrowers is falling behind on debt. The unemployment rate has remained in a narrow band this year, but soft participation and widening dispersion in household financial health point to underlying weakness beneath a still-firm headline labor market.
- US equity performance has been strong, with the rally led by technology and the largest mega-cap constituents and extended by robust emerging market gains in Asia. While leadership has broadened on a year-to-date basis, the second-quarter advance again leaned heavily on technology, while energy and other commodity-sensitive sectors gave back ground as oil prices fell. Into the third quarter, that same concentration is the principal risk with scrutiny turning from AI enthusiasm to the gap between soaring capex and still-thin monetization.



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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 its future. Either of these situations would result in lower relative P/E ratios. Some stocks exhibit above-average sales and earnings growth or expectations for above average growth. Consequently, investors are willing to pay more for these companies' earnings, which results in elevated P/E ratios. In other words, investors will pay more for shares of companies whose profits, in their opinion, are expected to increase faster than average. Because future events are in no way assured, high P/E stocks tend to be riskier and more volatile investments. Meketa Investment Group calculates P/E as the current price divided by the I/B/E/S consensus of twelve-month forecast earnings per share.

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

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

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

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

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

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

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

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

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

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

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

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

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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.

## MEMORANDUM

**TO:** SJCERA Board of Retirement ("SJCERA")  
**FROM:** Meketa Investment Group ("Meketa")  
**DATE:** September 11, 2026  
**RE:** SJCERA Manager Certification Update: Q2 2026 Overview and Responses

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### Summary of Responses

Meketa reviewed the SJCERA Quarterly Manager Certification Updates for the quarter ending June 30, 2026, from all funded managers. *In Meketa's opinion, of the responses we have received, the manager information reported for the quarter presents no significant concerns to the SJCERA portfolio.* Meketa's opinion is based on the written responses and on Meketa's conversations with managers that reported senior investment personnel or management departures.

The managers' responses indicate that<sup>1</sup>:

- All funded managers reported:
  - Registered Investment Advisor in Good Standing, or are exempt,
  - Compliance with Plan Investment Policy,
  - Reconciliation against the custodian, or N/A,
  - Compliance with own internal risk management policies and procedures, and
  - Delivered current ADV, SSAE-16 or equivalent Annual Financial Audits, as available.
  - No Material Business Changes
- One Fund Manager reported non-compliance with SJCERA's Manager Guidelines
  - Raven
- Four Managers reported litigation or regulatory investigation information:
  - Ares, Crestline, Loomis Sayles, & P/E Investments
- Sixteen managers reported investment team changes:
  - BlackRock, Ocean Avenue, Lightspeed, Stellex, Angelo Gordon (TPG), Ares, Crestline, Oaktree, Silver Point, AEW, Berkeley, Principal, Prologis, Invesco, Graham, and AQR
- Eleven managers reported material management changes:
  - Ocean Avenue, Oaktree, Northern Trust, Ares, White Oak, Berkeley, Prologis, Invesco, Dodge & Cox, Graham, and AQR
- Four Managers did not complete the survey in time for the publishing of this report:
  - Almanac, PIMCO, Silver Rock Capital Partners, and DWS

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<sup>1</sup> Managers' responses to footnoted ("\*\*") questions begin on page 6.

## SJCERA Overview of Investment Manager Compliance Report

| Manager                   | Sub-Segment             | Q1<br>RIA in<br>Good<br>Standing;<br>RIA | Q2<br>Complied with<br>Plan<br>Investment<br>Policy | Q3<br>Complied w/<br>Mgr.<br>Guidelines | Q4<br>Reconcile<br>d With<br>Custodian | Q5<br>Litigation | Q6<br>Investment<br>Personnel<br>Changes | Q7<br>Mgmt.<br>Changes | Q8<br>Material<br>Business<br>Changes | Q9<br>Complied<br>Internal<br>Risk<br>Mgmt. | Q10<br>Sent<br>Fnc'l<br>Stmnts |
|---------------------------|-------------------------|------------------------------------------|-----------------------------------------------------|-----------------------------------------|----------------------------------------|------------------|------------------------------------------|------------------------|---------------------------------------|---------------------------------------------|--------------------------------|
| <b>Aggressive Growth</b>  |                         |                                          |                                                     |                                         |                                        |                  |                                          |                        |                                       |                                             |                                |
| BlackRock                 | Global Infrastructure   | Yes                                      | Yes                                                 | Yes                                     | Yes                                    | No               | No                                       | No                     | No                                    | Yes                                         | Yes                            |
| BlackRock                 | Global Energy and Power | Yes                                      | Yes                                                 | Yes                                     | Yes                                    | No               | Yes*                                     | No                     | No                                    | Yes                                         | Yes                            |
| Ocean Avenue              | PE Buyout FOF           | Yes                                      | Yes                                                 | Yes                                     | Yes                                    | No               | Yes*                                     | Yes*                   | No                                    | Yes                                         | Yes                            |
| Lightspeed Partners       | Growth Stage VC         | Yes                                      | Yes                                                 | Yes                                     | Yes                                    | No               | Yes*                                     | No                     | No                                    | Yes                                         | Yes                            |
| Morgan Creek              | Multi-Strat FOF         | Yes                                      | Yes                                                 | Yes                                     | N/A                                    | No               | No                                       | No                     | No                                    | Yes                                         | Yes                            |
| Stellex Capital Partners  | PE Special Situations   | Yes                                      | Yes                                                 | Yes                                     | N/A                                    | No               | Yes*                                     | No                     | No                                    | Yes                                         | Yes                            |
| AG Core Plus (TPG)        | Pvt. Non-core RE        | Yes                                      | Yes                                                 | Yes                                     | N/A                                    | No*              | Yes*                                     | Yes*                   | No                                    | Yes                                         | Yes                            |
| Almanac Realty            | Pvt. Non-core RE        |                                          |                                                     |                                         |                                        |                  |                                          |                        |                                       |                                             |                                |
| Greenfield/Grandview      | Pvt. Non-core RE        | Yes                                      | Yes                                                 | Yes                                     | Yes                                    | No               | No                                       | No                     | No                                    | Yes                                         | No                             |
| Stockbridge               | Pvt. Non-core RE        | Yes                                      | Yes                                                 | Yes                                     | Yes                                    | No               | No                                       | No                     | No                                    | Yes                                         | Yes                            |
| Walton Street             | Pvt. Non-core RE        | Yes                                      | Yes                                                 | Yes                                     | Yes                                    | No               | No                                       | No                     | No                                    | Yes                                         | Yes                            |
| Ridgemont Equity Partners | PE Buyout               | Yes                                      | Yes                                                 | Yes                                     | Yes                                    | No               | No                                       | No                     | No*                                   | Yes                                         | Yes                            |
| Long Arc Capital          | Growth Stage VC         | Yes                                      | Yes                                                 | Yes                                     | Yes                                    | No               | No                                       | No                     | No*                                   | Yes                                         | Yes                            |
| Capitol Meridian          | Buyout                  | Yes                                      | Yes                                                 | Yes                                     | Yes                                    | No               | No                                       | No                     | No*                                   | Yes                                         | Yes                            |
| Oaktree                   | Special Situations      | Yes                                      | Yes                                                 | Yes                                     | Yes                                    | No               | No                                       | Yes*                   | No*                                   | Yes                                         | Yes                            |
| Bessemer                  | Venture Capital         | Yes                                      | Yes                                                 | Yes                                     | Yes                                    | No*              | No                                       | No                     | No*                                   | Yes                                         | Yes                            |
| <b>Traditional Growth</b> |                         |                                          |                                                     |                                         |                                        |                  |                                          |                        |                                       |                                             |                                |
| Northern Trust            | All Cap Global          | Yes                                      | Yes                                                 | Yes                                     | Yes                                    | No*              | No                                       | Yes*                   | No                                    | Yes                                         | Yes                            |
| GQG                       | Emerging Mkts.          | Yes                                      | Yes                                                 | Yes                                     | Yes                                    | No               | No                                       | No                     | No*                                   | Yes                                         | Yes                            |
| PIMCO**                   | Emerging Mkts.          |                                          |                                                     |                                         |                                        |                  |                                          |                        |                                       |                                             |                                |
| <b>Stabilized Growth</b>  |                         |                                          |                                                     |                                         |                                        |                  |                                          |                        |                                       |                                             |                                |
| Ares Pathfinder II        | Private Credit          | Yes                                      | Yes                                                 | Yes                                     | N/A                                    | Yes*             | Yes*                                     | Yes*                   | No                                    | Yes                                         | Yes                            |
| Neuberger Berman          | Opp. Credit             | Yes                                      | Yes                                                 | Yes                                     | Yes                                    | No               | No                                       | No                     | No                                    | Yes                                         | Yes                            |
| Stone Harbor (Newfleet)   | Bank Loans/Abs Return   | Yes                                      | Yes                                                 | Yes                                     | Yes                                    | No               | No                                       | No                     | No                                    | Yes                                         | Yes                            |
| BlackRock                 | Direct Lending          | Yes                                      | Yes                                                 | Yes                                     | Yes                                    | No               | No                                       | No                     | No                                    | Yes                                         | Yes                            |
| Crestline                 | Opportunistic           | Yes                                      | Yes                                                 | Yes                                     | Yes                                    | Yes*             | Yes*                                     | No                     | No                                    | Yes                                         | Yes                            |
| Davidson Kempner          | Opportunistic           | Yes                                      | Yes                                                 | Yes                                     | Yes                                    | No               | No                                       | No                     | No                                    | Yes                                         | Yes                            |
| Mesa West                 | Comm. Mortgage          | Yes                                      | Yes                                                 | Yes                                     | Yes                                    | No               | No                                       | No                     | No                                    | Yes                                         | Yes                            |
| Oaktree                   | Leveraged Direct        | Yes                                      | Yes                                                 | Yes                                     | Yes                                    | No               | Yes*                                     | Yes*                   | No*                                   | Yes                                         | Yes                            |
| HPS                       | Direct Lending          | Yes                                      | Yes                                                 | Yes                                     | No*                                    | No               | No                                       | No                     | No                                    | Yes                                         | Yes                            |
| Raven Capital             | Direct Lending          | Yes                                      | Yes                                                 | No*                                     | Yes                                    | No               | No                                       | No                     | No                                    | Yes                                         | Yes                            |
| Silver Point              | Private Credit          | Yes                                      | Yes                                                 | Yes                                     | Yes                                    | No               | Yes*                                     | No                     | No                                    | Yes                                         | Yes                            |
| Silver Rock**             | Private Credit          |                                          |                                                     |                                         |                                        |                  |                                          |                        |                                       |                                             |                                |

| Manager                                | Sub-Segment           | Q1<br>RIA in<br>Good<br>Standing;<br>RIA | Q2<br>Complied with<br>Plan<br>Investment<br>Policy | Q3<br>Complied w/<br>Mgr.<br>Guidelines | Q4<br>Reconcile<br>d With<br>Custodian | Q5<br>Litigation | Q6<br>Investment<br>Personnel<br>Changes | Q7<br>Mgmt.<br>Changes | Q8<br>Material<br>Business<br>Changes | Q9<br>Complied<br>Internal<br>Risk<br>Mgmt. | Q10<br>Sent<br>Fnc'l<br>Strmnts |
|----------------------------------------|-----------------------|------------------------------------------|-----------------------------------------------------|-----------------------------------------|----------------------------------------|------------------|------------------------------------------|------------------------|---------------------------------------|---------------------------------------------|---------------------------------|
| White Oak                              | Direct Lending        | Yes                                      | Yes                                                 | Yes                                     | Yes                                    | No*              | No                                       | Yes*                   | No                                    | Yes                                         | Yes                             |
| AEW Essential Housing                  | Pvt. Core RE          | Yes                                      | Yes                                                 | Yes                                     | Yes                                    | No               | Yes*                                     | No                     | No                                    | Yes                                         | Yes                             |
| Berkeley Partners                      | Value Add RE          | Yes                                      | Yes                                                 | Yes                                     | Yes                                    | No               | Yes*                                     | Yes*                   | No                                    | Yes                                         | Yes                             |
| Principal                              | Pvt. Core RE          | Yes                                      | Yes*                                                | Yes                                     | N/A*                                   | No*              | Yes*                                     | No                     | No                                    | Yes                                         | Yes                             |
| Prologis Targeted U.S.                 | Pvt. Core RE          | N/A*                                     | Yes                                                 | Yes                                     | N/A                                    | No*              | Yes*                                     | Yes*                   | No                                    | Yes                                         | Yes                             |
| Invesco                                | Pvt. Core-Plus RE     | Yes                                      | Yes                                                 | Yes                                     | Yes                                    | No*              | Yes*                                     | Yes*                   | No                                    | Yes                                         | Yes                             |
| DWS / RREEF**                          | Pvt. Core RE          |                                          |                                                     |                                         |                                        |                  |                                          |                        |                                       |                                             |                                 |
| <b>Principal Protection</b>            |                       |                                          |                                                     |                                         |                                        |                  |                                          |                        |                                       |                                             |                                 |
| Dodge & Cox                            | Core Fixed Income     | Yes                                      | Yes                                                 | Yes                                     | Yes                                    | No*              | No                                       | Yes*                   | No                                    | Yes                                         | Yes                             |
| Loomis Sayles                          | Core Fixed Income     | Yes                                      | Yes                                                 | Yes                                     | Yes                                    | Yes*             | No                                       | No                     | No                                    | Yes                                         | Yes                             |
| <b>Crisis Risk Offset<sup>SM</sup></b> |                       |                                          |                                                     |                                         |                                        |                  |                                          |                        |                                       |                                             |                                 |
| Dodge & Cox                            | Long Duration         | Yes                                      | Yes                                                 | Yes                                     | Yes                                    | No*              | No                                       | Yes*                   | No                                    | Yes                                         | Yes                             |
| Mount Lucas                            | Syst. Trend Following | Yes                                      | Yes                                                 | Yes                                     | Yes                                    | No               | No                                       | No                     | No                                    | Yes                                         | Yes                             |
| Graham                                 | Syst. Trend Following | Yes                                      | Yes                                                 | Yes                                     | Yes                                    | No               | Yes*                                     | Yes*                   | No                                    | Yes                                         | Yes                             |
| AQR                                    | Alt. Risk Premia      | Yes                                      | Yes                                                 | Yes                                     | Yes                                    | No               | Yes*                                     | Yes*                   | No                                    | Yes                                         | Yes                             |
| P/E Investments                        | Alt. Risk Premia      | Yes                                      | Yes                                                 | Yes                                     | Yes                                    | Yes*             | No                                       | No                     | No                                    | Yes                                         | Yes                             |
| <b>Overlay</b>                         |                       |                                          |                                                     |                                         |                                        |                  |                                          |                        |                                       |                                             |                                 |
| Northern Trust                         | PIOS Overlay Prgm     | Yes                                      | Yes                                                 | Yes                                     | Yes                                    | No*              | No                                       | Yes*                   | No                                    | Yes                                         | Yes                             |
| <b>Consultant</b>                      |                       |                                          |                                                     |                                         |                                        |                  |                                          |                        |                                       |                                             |                                 |
| Meketa                                 | Consultant            | Yes                                      | Yes                                                 | Yes                                     | Yes                                    | No               | No                                       | No                     | No                                    | Yes                                         | Yes                             |

\* Detailed written response provided below

\*\* Manager did not complete survey in time.





| Performance Information through June 30, 2026 |                         |                |               |                       |                   |        |              |       |
|-----------------------------------------------|-------------------------|----------------|---------------|-----------------------|-------------------|--------|--------------|-------|
| Manager                                       | Sub-Segment             | Inception Date | Status        | Benchmark             | Ann. Excess (bps) |        | Peer Ranking |       |
|                                               |                         |                |               |                       | 3 Yrs             | 5 Yrs  | 3 Yrs        | 5 Yrs |
| <b>Aggressive Growth</b>                      |                         |                |               |                       |                   |        |              |       |
| BlackRock                                     | Global Infrastructure   | 06/2023        | Good Standing | MSCI ACWI +2%         | +530              | n/a    | n/a          | n/a   |
| BlackRock                                     | Global Energy           | 7/2019         | Good Standing | MSCI ACWI +2%         | +850              | +620   | n/a          | n/a   |
| Bessemer Forge Fund                           | Venture Capital         | 09/2023        | Good Standing | MSCI ACWI +2%         | n/a               | n/a    | n/a          | n/a   |
| Bessemer Venture Partners Fund XII            | Venture Capital         | 09/2024        | Good Standing | MSCI ACWI +2%         | n/a               | n/a    | n/a          | n/a   |
| Lightspeed                                    | Growth Stage VC         | 12/2023        | Good Standing | MSCI ACWI +2%         | +740              | n/a    | n/a          | n/a   |
| Long Arc                                      | Growth Stage VC         | 06/2023        | Good Standing | MSCI ACWI +2%         | n/a               | n/a    | n/a          | n/a   |
| Ocean Avenue II <sup>1</sup>                  | PE Buyout FOF           | 5/2013         | Good Standing | MSCI ACWI +2%         | -4,000            | -1,730 | n/a          | n/a   |
| Ocean Avenue III <sup>1</sup>                 | PE Buyout FOF           | 4/2016         | Good Standing | MSCI ACWI +2%         | -2,110            | -320   | n/a          | n/a   |
| Ocean Avenue IV                               | PE Buyout               | 12/2019        | Good Standing | MSCI ACWI +2%         | -1,710            | +310   | n/a          | n/a   |
| Ocean Avenue V                                | PE Buyout               | 06/2023        | Good Standing | MSCI ACWI +2%         | +20               | n/a    | n/a          | n/a   |
| Morgan Creek III                              | Multi-Strat FOF         | 2/2015         | Under Review  | MSCI ACWI +2%         | -1,910            | -2,110 | n/a          | n/a   |
| Morgan Creek V <sup>1</sup>                   | Multi-Strat FOF         | 6/2013         | Under Review  | MSCI ACWI +2%         | -2,400            | -1,250 | n/a          | n/a   |
| Ridgemont Equity                              | Special Situation PE    | 6/2023         | Good Standing | MSCI ACWI +2%         | -1,370            | n/a    | n/a          | n/a   |
| Morgan Creek VI <sup>1</sup>                  | Multi-Strat FOF         | 2/2015         | Under Review  | MSCI ACWI +2%         | -1,990            | -790   | n/a          | n/a   |
| Stellex Capital II                            | PE – Special Situations | 7/2021         | Good Standing | MSCI ACWI +2%         | -380              | n/a    | n/a          | n/a   |
| AG Core Plus IV <sup>2</sup>                  | Pvt. Non-core RE        | 2014           | Good Standing | Private RE Benchmark  | -1,220            | -1,090 | n/a          | n/a   |
| Almanac Realty VI <sup>2</sup>                | Pvt. Non-core RE        | 2011           | Good Standing | Private RE Benchmark  | -1,740            | -810   | n/a          | n/a   |
| Berkeley Partners V <sup>2</sup>              | Pvt. Non-core RE        | 2020           | Good Standing | Private RE Benchmark  | +790              | +1,100 | n/a          | n/a   |
| Greenfield VII <sup>2</sup>                   | Pvt. Non-core RE        | 2013           | Good Standing | Private RE Benchmark  | -1,030            | -190   | n/a          | n/a   |
| Grandview <sup>2</sup>                        | Pvt. Non-core RE        | 2018           | Good Standing | Private RE Benchmark  | -190              | +610   | n/a          | n/a   |
| Stockbridge III <sup>2</sup>                  | Pvt. Non-core RE        | 2017           | Good Standing | Private RE Benchmark  | -620              | +130   | n/a          | n/a   |
| Walton Street VI <sup>2</sup>                 | Pvt. Non-core RE        | 2007           | Good Standing | Private RE Benchmark  | -220              | +450   | n/a          | n/a   |
| Blue Owl Digital Infra.                       | Pvt. Non-Core RE        | 2022           | Good Standing | Private RE Benchmark  | n/a               | n/a    | n/a          | n/a   |
| Focus Senior Housing                          | Pvt. Non-Core RE        | 2026           | Good Standing | Private RE Benchmark  | n/a               | n/a    | n/a          | n/a   |
| SROA Capital IX                               | Pvt. Non-Core RE        | 2023           | Good Standing | Private RE Benchmark  | n/a               | n/a    | n/a          | n/a   |
| TPG Peppertree                                | Private Infrastructure  | 2026           | Good Standing | MSCI ACWI + 2%        | n/a               | n/a    | n/a          | n/a   |
| <b>Traditional Growth</b>                     |                         |                |               |                       |                   |        |              |       |
| Northern Trust                                | All Cap Global          | 10/2020        | Good Standing | MSCI ACWI IMI         | n/a               | n/a    | n/a          | n/a   |
| GQG                                           | Emerging Mkts.          | 8/2020         | Under Review  | MSCI Emerging Markets | -1,160            | -380   | n/a          | n/a   |
| PIMCO                                         | Emerging Mkts.          | 4/2007         | Good Standing | MSCI Emerging Markets | -480              | +40    | n/a          | n/a   |

<sup>1</sup> Data is lagged 1 quarter.<sup>2</sup> Annual Excess returns for Private Non-Core Real Estate are as of 3/31/26, lagged 1 quarter.

| Performance Information through June 30, 2026 |                      |                |               |                                                    |                   |        |              |       |
|-----------------------------------------------|----------------------|----------------|---------------|----------------------------------------------------|-------------------|--------|--------------|-------|
| Manager                                       | Sub-Segment          | Inception Date | Status        | Benchmark                                          | Ann. Excess (bps) |        | Peer Ranking |       |
|                                               |                      |                |               |                                                    | 3 Yrs             | 5 Yrs  | 3 Yrs        | 5 Yrs |
| <b>Stabilized Growth</b>                      |                      |                |               |                                                    |                   |        |              |       |
| Neuberger Berman <sup>1</sup>                 | Opp. Credit          | 2/2019         | Good Standing | 33% HY Const./33% S&P LSTA LL/ 33% JPMEBI Gbl Div. | -10               | -50    | n/a          | n/a   |
| Stone Harbor <sup>1</sup>                     | Abs. Return          | 4/2008         | Good Standing | 3-Month Libor                                      | +320              | +170   | n/a          | n/a   |
| BlackRock                                     | Direct Lending       | 05/2020        | Good Standing | Custom Credit Benchmark                            | -560              | -580   | n/a          | n/a   |
| Silver Rock                                   | Direct Lending       | 06/2023        | Good Standing | Custom Credit Benchmark                            | +30               | n/a    | n/a          | n/a   |
| Crestline <sup>1</sup>                        | Opportunistic        | 11/2013        | Under Review  | CPI +6%                                            | -3,730            | -2,900 | n/a          | n/a   |
| Davidson Kempner <sup>1</sup>                 | Opportunistic        | 10/2020        | Good Standing | CPI +6%                                            | -240              | -390   | n/a          | n/a   |
| Mesa West IV <sup>1</sup>                     | Comm. Mortgage       | 3/2017         | Good Standing | CPI +6%                                            | -1,690            | -1,560 | n/a          | n/a   |
| Hines Rialto Credit Partners                  | Private RE Credit    | 6/2026         | Good Standing | CPI+6%                                             | n/a               | n/a    | n/a          | n/a   |
| Oaktree <sup>1</sup>                          | Leveraged Direct     | 3/2018         | Good Standing | MSCI ACWI +2%                                      | -710              | -480   | n/a          | n/a   |
| HPS                                           | Direct Lending       | 8/2020         | Good Standing | CPI +6%                                            | -640              | -460   | n/a          | n/a   |
| <b>Stabilized Growth (cont)</b>               |                      |                |               |                                                    |                   |        |              |       |
| Raven Capital III <sup>1</sup>                | Direct Lending       | 8/2015         | Under Review  | CPI +6%                                            | -4,620            | -3,110 | n/a          | n/a   |
| White Oak Summit <sup>1</sup>                 | Direct Lending       | 3/2016         | Under Review  | CPI +6%                                            | -1,290            | -1,400 | n/a          | n/a   |
| White Oak Yield Spectrum <sup>1</sup>         | Direct Lending       | 3/2020         | Under Review  | CPI +6%                                            | -900              | -960   | n/a          | n/a   |
| Pemberton                                     | Direct lending       | 03/2026        | Good Standing | CPI+6%                                             | n/a               | n/a    | n/a          | n/a   |
| Principal <sup>1,2</sup>                      | Pvt. Core RE         | 10/2015        | Good Standing | Private RE Benchmark                               | -170              | +270   | n/a          | n/a   |
| Prologis Targeted US <sup>2</sup>             | Pvt. Core RE         | 9/2007         | Good Standing | Private RE Benchmark                               | -200              | +980   | n/a          | n/a   |
| DWS / RREEF <sup>2</sup>                      | Pvt. Core RE         | 4/2016         | Good Standing | Private RE Benchmark                               | -180              | +310   | n/a          | n/a   |
| AEW Essential Housing Fund                    | Pvt. Core RE         | 06/2023        | Good Standing | Private RE Benchmark                               | n/a               | n/a    | n/a          | n/a   |
| <b>Principal Protection</b>                   |                      |                |               |                                                    |                   |        |              |       |
| Dodge & Cox                                   | Core Fixed Income    | 10/1990        | Good Standing | BB Aggregate Bond                                  | +120              | +140   | n/a          | n/a   |
| Loomis Sayles                                 | Core Fixed Income    | 4/2022         | Good Standing | BB Aggregate Bond                                  | -10               | n/a    | n/a          | n/a   |
| <b>Crisis Risk Offset<sup>2</sup></b>         |                      |                |               |                                                    |                   |        |              |       |
| Dodge & Cox                                   | Long Duration        | 2/2016         | Good Standing | BB US Long Duration Treasury                       | +40               | +40    | n/a          | n/a   |
| Mount Lucas                                   | Sys. Trend Following | 1/2005         | Good Standing | BTOP50 Index                                       | -380              | -270   | n/a          | n/a   |
| Graham                                        | Sys. Trend Following | 4/2016         | Under Review  | SG Trend                                           | +310              | +170   | n/a          | n/a   |
| AQR                                           | Alt. Risk Premia     | 5/2016         | Good Standing | 5% Annual                                          | +1,220            | +1,330 | n/a          | n/a   |
| P/E Investments                               | Alt. Risk Premia     | 7/2016         | Under Review  | 5% Annual                                          | -570              | +160   | n/a          | n/a   |
| <b>Other</b>                                  |                      |                |               |                                                    |                   |        |              |       |
| Northern Trust                                | Govt. Short Term     | 1/1995         | Good Standing | US T-Bills                                         | n/a               | n/a    | n/a          | n/a   |

<sup>1</sup> Data is lagged 1 quarter

<sup>2</sup> Annual Excess returns for Private Core Real Estate are as of 3/31/26, lagged 1 quarter.

This section includes the verbatim text of the manager's response to any highlighted questions to provide more detail to the table above.

### AEW Investment Team Changes

Subsequent to quarter end, in August 2026, **Dillon Lorda**, Portfolio Manager for the AEW Essential Housing Fund, left after six years with the firm to pursue a new endeavor. **Shirley McCrohan**, a Director with the firm, succeeded Dillon as Portfolio Manager for the fund. Shirley is a Portfolio Manager at AEW who first joined the firm in 2012, having previously been in PwC's audit practice focused on private equity investment managers. She brings extensive experience in multifamily assets and portfolio management and will be supported by the broader Essential Housing team, including George McNee as multifamily sector leader, who will continue to execute the same disciplined, research-driven, bottom-up approach to day-to-day management and operations.

### Angelo Gordon (TPG) Litigation

Please see attached for our Standard Litigation Disclosure.

### Angelo Gordon (TPG) Management Team Changes

One new analyst joined the TPG AG US Real Estate Investment Team during 2Q 2026.

### Angelo Gordon (TPG) Management Team Changes

**Robert Graffeo**, Angelo Gordon's Chief Information Officer prior to the acquisition, was named CIO of TPG in November 2023 upon closing of the transaction, reporting directly to Ayanna. It is with deep sadness and a heavy heart that we share the news of Rob's sudden passing on June 19, 2026. Rob was a leader, mentor, and friend both at TPG and with those he interfaced with outside of our organization. He built a strong team that has stepped up and will continue to carry his legacy as we evaluate the longer-term structure of the function. We intend to commence a formal search process for a candidate to take on Rob's legacy roles and responsibilities, and we look forward to updating you on the progress of that search in due course.

Effective July 27, 2026, **Axel André** has been serving as Chief Financial Officer of TPG Inc. Mr. André succeeded Jack Weingart, who transitioned fully into his position as Chief Executive Officer of TPG's Global Wealth Solutions business, a role he added to his responsibilities last year focused on leading and building out the firm's wealth platform.

TPG announced this transition on June 22, 2026, and has been working through a robust, carefully coordinated program to seamlessly transition responsibilities between Mr. Weingart and Mr. André.

Mr. André brings decades of experience driving the financial strategy of both public corporations and investment management organizations. He joined TPG from Reinsurance Group of America (NYSE: RGA), where he served as Executive Vice President and Chief Financial Officer, and was a member of the Executive Committee. Prior to RGA, Mr. André was Chief Financial Officer of American Equity Life and Jackson National, and earlier served as Chief Financial Officer and Chief Risk Officer of the Individual and Group Retirement Services division of AIG. His career began at Goldman Sachs, where he ultimately served as Managing Director of Global Insurance Strategies for the Investment Management Division.

As Chief Financial Officer, Mr. André oversees TPG's financial strategy and operations, and the divisions responsible for managing financial management, oversight, and reporting across divisions, including Finance, Treasury, Capital Markets, Tax, Risk, and select Investor Relations functions. He also works in close partnership with leadership across the firm to further execute TPG's long-term growth and scaling initiatives.

### AQR Investment Team Changes

There were no material changes for the quarter ending June 30, 2026. There was one junior (Executive Director and below) hire and one junior (Executive Director and below) departure during the quarter ending June 30, 2026.

### AQR Management Team Changes

There were no material changes for the quarter ending June 30, 2026, however, please note that Jeffrey Bolduc (Portfolio Implementation) departed the AQR partnership in June 2026. **Alberto Botter** and **Alla Markova** have been named Co-Heads of Portfolio Implementation for our Stock Selection strategies. Jordan Brooks, Head of Macro Strategies, will oversee macro research and implementation. **Naveen Nirgudkar** has been named Head of Trading and **Joel Pitkin** has been named Head of Portfolio Finance.

### Ares Litigation

#### Litigation:

Ares Management Corporation, an alternative investment management firm and sponsor of various investment funds (the “Ares Funds”), and certain of its affiliated entities, including Ares Management LLC and its direct and indirect subsidiaries (“Ares”), as well as certain employees of Ares, have been included in certain proceedings in the normal course of business.

Other than as disclosed in public filings, there are no actions pending or threatened at the current time that are material to Ares Management Corporation, the Ares Funds or Ares. Publicly filed reports are available at the following address: <https://ir.ares.com/financials>

#### Regulatory Examinations:

As a registered investment adviser with the U.S. Securities and Exchange Commission (“SEC”), Ares Management LLC and its affiliates and personnel (collectively, “Ares”) are subject to examinations by regulators in the ordinary course of business.

In addition, in the ordinary course of business Ares Management and/or its affiliated entities or personnel receive inquiries, subpoenas or other requests for information from regulatory bodies including, but not limited to, the SEC and FINRA in connection with inquiries and/or investigations conducted by such regulatory bodies. Ares and its personnel have responded to such inquiries, including producing requested documents.

### Ares Investment Team Investment Personnel Changes

#### Additions:

There was one senior investment professional (Managing Director and above) and five professionals at the Principal level and below joined the Ares Alternative Credit team, the team responsible for managing the Fund, during the one-quarter period ending June 30, 2026.

| Name        | Title             | Date of Hire |
|-------------|-------------------|--------------|
| Jake Pruner | Managing Director | 6/15/2026    |

**Departures:**

Below please find the senior investment professional (Managing Director and above) departure from the team during the one-quarter period ending June 30, 2026.

| Name                 | Title             | Date of Hire | Date of Departure |
|----------------------|-------------------|--------------|-------------------|
| <b>Lekith Lokesh</b> | Managing Director | 12/1/2024    | 6/9/2026          |

Additionally, three professionals at the Principal level or below departed the team during the one-quarter period ending June 30, 2026.

The turnover of senior investment professionals within Ares has historically been relatively modest and Ares believes it is lower than is typical for our peer group.

Ares expects to experience moderate turnover at the junior levels as it is typical for professionals at those levels to attend graduate school or pursue other interests<sup>[1]</sup>.

[1] There is no assurance that historical trends will continue. Forward-looking statements are not reliable indicators of future events and no guarantee or assurance is given that such activities will occur as expected or at all.

**Ares Management Team Changes**

In April 2026, Ares appointed **Peter Ogilvie** as Chief Operating Officer and Head of Strategy, where he will support the leadership team in executing the firm's strategic growth initiatives while scaling some of Ares' key global operating capabilities. Mr. Ogilvie joined Ares in 2007 on the direct lending team and has been instrumental in the acquisitions of many of Ares key strategic acquisitions. Mr. Ogilvie is a member of the Ares Operating Committee.

**Berkeley Partners Investment Team Changes****Hires:**

**Charlie Luce** (VP of Acquisitions) and **Andrew Mustin** (Director of Asset Management)

**Departure:**

**Preston Tobin** (Director of Asset Management)

**Berkeley Partners Management Team Changes**

Transition: **Doug Wertheimer** (CCO) to **Bahaar Sidhu** (Partner and CCO)

**Bessemer Ventures Litigation**

Please reach out to [ir@bvp.com](mailto:ir@bvp.com) for the Litigation Summary. None of the litigations listed have been brought by the government and all are considered normal course of business litigation.

**BlackRock Global Energy & Power Investment Team Changes**

We have deliberately grown the team significantly over the years through the growth of senior talent from within, select senior hires in target areas, and ongoing junior-level additions to grow with the Team, all contributing to Team resiliency. As we communicated earlier, two members of the Team, **Edward Winter** and **Doug Vaccari** have moved on from our Team and existing senior Team members have assumed their responsibilities.

We have also made two very senior and strong additions with whom we have collaborated extensively over the past years: **Martin Catchpole**, a Partner in London, assumes oversight of our Team in London; and **Sharad Malhotra**, a Fund Partner, is relocating from our Singapore office to London, to further strengthen our origination and investment efforts across EMEA.

In addition, we will add a Managing Director in the third quarter, who will be a dedicated operating partner to the GMF funds and has deep experience in both the energy and digital sectors.

Overall, our Team has grown from 40 investment professionals in 2021 to 50 currently. The seniority of our Team has also grown from 16 Partners, Managing Directors, and Principals to 25 over this time. Maintaining a strong Team, primarily built from within, has been a consistent focus ever since our inception in 2008.

### Crestline Litigation

A former accounting employee alleged maternity leave discrimination against Crestline and certain employees after being terminated for cause in April of 2025, including without limitation in relation to intentional violations of her restrictive covenants. Crestline is deeply disappointed with the actions of the former employee both before and after her termination, which Crestline asserts are in bad faith and at the expense of Crestline and the other defendants. Crestline and the other defendants strongly deny the allegations and intend to vigorously defend against the claims. The matter is in the process of being heard in an arbitration action with future updates to follow as necessary.

In addition to the aforementioned, Crestline is from time to time involved in various disputes or other litigation in connection with our business activities or as part of the investment process in particular, but without limitation, where transactions involve investments subject to a restructuring or other bankruptcy process.

### Crestline Investment Team Changes

Two junior-level (below Director) departures from the Opportunistic/Direct Lending investment team.

### Dodge & Cox Litigation

Dodge & Cox, by the nature of its business, may receive third-party subpoenas in the normal course of doing business and may also become involved in civil litigation. Nevertheless, as of quarter end, Dodge & Cox and its officers/employees have not been involved in any material litigation during the relevant time period. Dodge & Cox has not been investigated by any regulator or involved in any regulatory enforcement action during the relevant time period.

### Dodge & Cox Management Personnel Changes

On June 30, 2026, **Jim Dignan**, U.S. Fixed Income Investment Committee Member and Structured Products Analyst, left the firm after 27 years at Dodge & Cox.

### GQG Investment Team Changes

During the quarter, two members of GQG's Analyst Development Program (ADP) were promoted to investment analyst positions on the investment team.

### GQG Management Team Changes

In **Q4 2025**, there were no changes to GQG's Management Team. However, as previously reported, effective 2 January 2026, Charles Falck assumed the role of Chief Financial Officer following the retirement of GQG's former CFO, Mel Zakaluk.

### Graham Capital Management & Investment Team Changes

Effective June 26, 2026, **Jason Slutsky** was promoted to Chief Operating Officer of Graham while continuing to serve as General Counsel. Jason joined Graham in 2018 and has been responsible for overseeing all legal matters related to the Firm's business. Jason has also been added to Graham's Executive and Cybersecurity Governance Committees.

Effective June 26, 2026, **Brian Douglas**, Chief Executive Officer, left the financial industry and Graham.

### Invesco Management Team Changes

There were no changes to Invesco Real Estate ("IRE") Leadership in 2Q 2026. There was one senior departure (defined as Senior Director and Managing Director) in the quarter as of June 30, 2026. Please note IRE only lists professionals associated with the operations / management of the Separate Accounts and Funds (e.g., excludes marketing/distributions professionals). **Nick Buss**, Managing Director – Strategic Analytics, retired in 2Q 2026. He was replaced by **Matthew Wokasch**, CFA.

### Lightspeed Management & Investment Team Changes

#### Team Updates:

**Elijah Sutanto** joined as a Partner on Lightspeed's Growth investment team, based in San Francisco. Prior to Lightspeed, Elijah was an investor at Coatue Management. Elijah began his career at Silver Lake and Lazard.

**Alex LaPolice** joined as a Partner on Lightspeed's investment team, based in San Francisco. Prior to Lightspeed, Alex was an investor at Summit Partners.

**Connor Love**, who joined Lightspeed in 2020 as an intern and grew into one of our frontier technology investors, has departed Lightspeed to join the American Dynamism team at Andreessen Horowitz. Ravi Mhatre and Raviraj Jain, who have led our work in this category with Connor's support, will continue to drive it forward. The frontier investing practice is compounding: Anduril, Castelion, K2 Space, and Helsing continue to grow, and we are closing new investments across the US and Europe.

### Loomis Sayles Litigation

The disclosures we provide to an investor in the NHIT Core Disciplined Alpha (the "Fund") are governed by the terms we provide to all investors in the Fund in the Fund's offering documents. At this time, no litigation or regulatory event that would trigger the required notice has occurred. If an event occurs that would trigger the requirements of the Fund's notice provisions, we are poised to promptly notify all investors in the Fund concurrently, as has been our practice. Nonetheless, we do wish to inform you of the below litigation. Please note that all impacted investors have already been notified of this matter.

In August 2022, Loomis Sayles Trust Company, LLC ("LSTC") filed a class action complaint against Citigroup in the United States District Court for the Southern District of New York alleging Citigroup's failure to properly execute trades as LSTC's broker. On 18 March 2022, Loomis Sayles engaged Citigroup to execute certain transactions on behalf of the Loomis Sayles Growth Equity Strategies (GES) portfolios. The complaint alleges that Citigroup failed to achieve best execution in connection with two large orders among the transactions resulting in harm to certain of LSTC's funds and to certain clients of Loomis, Sayles & Company, L.P. (collectively with LSTC, "Loomis Sayles"). Loomis Sayles believes Citigroup failed to meet its legal obligations to take diligent and reasonable efforts to maximize the economic benefit to LSTC's affected funds and the clients of Loomis Sayles. The complaint further alleges that Citigroup's conduct resulted in significantly dislocated prices on the executed trades.



The parties are currently working towards an out-of-court resolution of the litigation, however a settlement agreement has not yet been finalized. The Court has taken the trial date off calendar in anticipation of settlement.

Last Material Update: 07/01/2026

Last Reviewed: 07/01/2026

### Northern Trust Litigation

Response is No. However, we selected "yes" in order to be able to add the following comment as required by Legal.

As one of the world's largest asset managers, Northern Trust Investments, Inc. ("NTI") is occasionally subject to litigation. During the second quarter of 2026, neither NTI nor its personnel have been subject to any litigation that has had a material impact on its ability to provide services to its clients.

In addition, NTI receives requests for information from government and regulatory agencies. NTI frequently does not know if such requests are related to a formal government or regulatory investigations or, assuming an investigation is underway, whether NTI or its personnel are target of such investigation or simply thought to be in possession of information pertinent to such investigation. During the second quarter of 2026, neither NTI nor its personnel have been subject to any government or regulatory investigation that would have a material impact on its ability to provide services to its clients.

### Northern Trust Management Team Changes

#### Senior Management Changes:

As a result of the constantly changing landscape of asset management, we believe the occasional organizational changes are natural progressions and necessary to adapt to new market and regulatory environments. The most recent changes to senior personnel are the following:

#### → 2026

- June; **Kim Evans**, Head of Corporate Sustainability, Inclusion and Social Impact (CSISI), became Head of Enterprise Strategic Relationships, reporting to Clive Bellows, Co-President of Asset Servicing and President of EMEA.
- May; **Anne-Sophie van Royen**, Ph.D. joined NTAM as head of index and quantitative strategies.
- May; **David Rudd** assumed the role of Chief Financial Officer for NTAM. David joined the NTAM Executive Team and reports to Mark Eichelberger, Head of Enterprise Financial Planning & Analysis.

### Oaktree Investment Team(s) Changes

With respect to the Global Private Debt team, which is responsible for the MMDL fund, **Gabriel Teo** and **Nisha Haran** joined the team as Senior Vice President, Research Analysts, and **Minna Horwitz** joined the team as Vice President, Research Analyst during the quarter ended June 30, 2026. During the same period, **Kevin Ng**, Senior Vice President, Research Analyst, and **Sean Wang**, Vice President, Research Analyst, departed the firm.

There were no personnel changes within the Special Situations Group during the quarter ended June 30, 2026.



### Oaktree Management Team Changes

As announced with Brookfield earlier this year, in June 2026, three senior leadership roles were transitioned to formulate the best organizational structure to support our growth and deliver a simple platform to our clients. **Todd Molz** was succeeded by Oaktree's former Head of Information Solutions, **Jay Ghiya**. **Dan Levin** stepped down as Chief Financial Officer with Brookfield manager, **Karly Lancaric** assuming the role. And finally, **Rich Ting** stepped down as General Counsel and **Martin Boskovich** succeeded him. In today's rapidly consolidating alternatives industry, we're confident that a unified global credit business will enhance the effectiveness of our organization and position Oaktree for continued success and expanded opportunities in collaboration with Brookfield.

### Ocean Avenue Management & Investment Team Changes

By mutual agreement, Ocean Avenue agreed to part ways with **Duran Curis** in May 2026. We appreciate Duran's contributions over the past 15 years and wish him the best in his future endeavors.

We are pleased to announce that **Ben Mores** has joined us as a Senior Analyst. Ben previously served as an Analyst at Truist Securities. We look forward to his valuable contributions to the team.

### P/E Litigation

As previously disclosed.

### Principal Litigation

Given the size and scope of our operations, Principal Real Estate Investors, LLC and the member companies of Principal Financial Group are occasionally involved in litigation, either as a defendant and/or as a plaintiff. However, management does not believe that any pending litigation will have a material adverse effect on our business, financial position or net income. Please see our public filings for additional information.

Regulatory bodies such as state insurance departments, the Securities and Exchange Commission, the Financial Industry Regulatory Authority, the Department of Labor and other regulatory agencies regularly make inquiries and conduct examinations or investigations concerning our compliance with, among other things, insurance laws, securities laws, ERISA, and laws governing the activities of registered investment advisers. We receive requests from regulators and other governmental authorities relating to industry issues and may receive additional requests, including subpoenas and interrogatories, in the future.

For information about any completed regulatory matters please reference <https://adviserinfo.sec.gov/> and type in the name of the referenced legal entity.

We are not aware of any criminal proceedings against Principal Real Estate Investors, LLC, that requires disclosure under Form ADV Part 1, Item 11. Please refer to our Form ADV Part 1 which contains important Disclosure Information. <https://adviserinfo.sec.gov/firm/summary/109008>

### Principal Investment Team Changes

Nathan Crooker joined the portfolio management team as an Analyst in June 2026.

The portfolio management team is comprised of **Darren Kleis** (Managing Director, Portfolio Management), **Bridget Lechtenberg** (Director, Portfolio Management), **Scott Carson** (Director, Portfolio Management), **Ross Johnson** (Associate Director, Portfolio Management), **Ellen Bennett** (Senior Associate, Portfolio Management), and **Nathan Crooker** (Analyst, Portfolio Management).

### Prologis Standing as an RIA

Investment advisors are required to register with the SEC as a Registered Investment Advisor (RIA) if they are in the business of advising or issuing reports or analyses regarding securities. The SEC has stated that direct interests in real estate are not securities. For example, USLF does not invest in the stock of other real estate companies or in other public or private funds that own real estate—USLF invests in real estate directly. Because USLF invests in real estate directly and because the SEC has stated that direct real estate investments are not securities, we have, with the advice of external legal counsel, determined that Prologis is not required to register as an RIA.

The ultimate parent company of Prologis is Prologis, Inc. which is a publicly traded company on the NYSE. As a publicly traded company, Prologis is subject to SEC reporting and the corporate governance and legal requirements applicable to other U.S. public companies. In addition, the general partner of USLF is Prologis, L.P., which is the operating subsidiary through which Prologis Inc. carries out the vast majority of its operations. Prologis, L.P. is large and well-capitalized.

### Prologis Litigation

Prologis, Inc. is a publicly traded company with global operations. In the normal course of business, from time to time, Prologis may be involved in legal actions and environmental matters relating to the ownership and operations of its properties. Management does not expect that the liabilities, if any, that may ultimately result from such legal actions would have a material adverse effect on the financial position, results of operations or cash flows of Prologis. Except as has been previously disclosed in public filings as of June 30, 2026, there were no material pending legal proceedings or environmental matters to which Prologis is a party or of which any of its properties is the subject, the determination of which Prologis anticipates would have a material adverse effect upon its or the Fund's financial condition and results of operations.

Item 401(f) of the SEC's Regulation S-K requires Prologis to report certain legal proceedings that are material to an evaluation of the ability or integrity of any director or persons nominated to become directors. None of the events described in Item 401(f) of Regulation S-K have occurred with respect to any director or executive officer of Prologis (including Former Prologis or Former AMB) during the past ten years.

### Prologis Investment Team Changes

**Jake Thibeault**, vice president, portfolio management, has transitioned from the USLF team to serve as fund manager for Prologis' U.S. Agility Fund I.

As part of the Fund's long-term succession planning, **Kosta Karmaniolas**, vice president, fund management, USLF, is expected to assume the USLF fund manager role at the end of 2026. At that time, **Bobby Bransfield** will continue in his role as global head of fund management, retaining oversight of all private Prologis ventures, including USLF. The broader USLF team will remain unchanged and fully focused on delivering consistent performance and disciplined execution.

### Prologis Management Changes

In January 2026, **Damon Austin** assumed the role of chief development officer and joined the Executive Committee.

In January 2026, Prologis' co-founder, **Hamid Moghadam**, retired from his CEO role. Mr. Moghadam will continue as executive chairman, providing strategic guidance consistent with the company's

mission of "enduring excellence." As part of the company's succession plan, **Dan Letter**, previously president, succeeded Mr. Moghadam as CEO. Mr. Letter joined the company's Board of Directors.

### Raven Compliance w/ Own Governing Documents

SJCERA's account is not currently in compliance with Section 11.1 of the LPA, which requires LP Advisory Committee consent in connection with certain transfers involving ownership interests in the General Partner and/or Investment Manager. LPAC consent has not yet been obtained in connection with the ownership transaction involving Josh Green and Gary Summers.

Pending resolution of this matter, the Firm has continued to administer the Fund in the ordinary course, including by providing quarterly reporting, maintaining existing operational processes, and seeking to preserve continuity for investors. The Firm is actively engaged with the Fund's LPAC to address the matter and remains committed to acting in accordance with its fiduciary obligations.

### Silver Point Compliance w/ IPS

It is the Firm's policy not to respond to this question with a "Yes" or "No" response and we are not doing so here. There were no material violations during the quarter.

### Silver Point Compliance w/ Governing Documents

It is the Firm's policy not to respond to this question with a "Yes" or "No" response and we are not doing so here. There were no material violations during the quarter.

### Silver Point Compliance w/ internal guidelines

It is the Firm's policy not to respond to this question with a "Yes" or "No" response and we are not doing so here. There were no material violations during the quarter.

### Silver Point Litigation

It is the Firm's policy not to respond to this question with a "Yes" or "No" response and we are not doing so here. From time to time, the Firm and the Funds receive inquiries from regulatory and law enforcement authorities. None of these has had, or is expected to have, a material adverse effect on the Firm or the Funds.

### Silver Point Investment Team Changes

The below table represents senior (Managing Director level and above) Direct Lending Strategy dedicated investment professional hires during the quarter.

| Name              | Title                                               | Function                       | Start Date |
|-------------------|-----------------------------------------------------|--------------------------------|------------|
| <b>Eldar Pius</b> | Managing Director, Head of European Capital Markets | Originations & Capital Markets | May-26     |

The below table represents senior (Managing Director level and above) Direct Lending Strategy dedicated investment professional departures during the quarter.

| Name                     | Title             | Function     | Departure Date | Reason for Leaving       |
|--------------------------|-------------------|--------------|----------------|--------------------------|
| <b>Gregory Patterson</b> | Managing Director | Underwriting | 01-May-26      | Pursue a new opportunity |

### Stellex Investment Team Changes

During the quarter, **Courtney Mehrota**, Head of Investor Relations, departed the firm on May 31, 2026, and **Karthik Achar**, Partner, departed the firm on June 30, 2026.

### Walton Street Litigation

No. Walton Street is not currently involved in any litigation that would reasonably be expected to have a material adverse effect on Walton Street or its Funds and has never been involved in any such material litigation arising from its role as investment manager.

Walton Street has been a registered investment adviser with the SEC since 2008. All registered investment advisers are required to annually file Form ADV Part 1A, which has a disciplinary disclosure section in Item 11. Item 11 requires advisers to provide disclosures about certain criminal actions, regulatory actions and civil judicial actions. Walton Street has never had to make any Item 11 disciplinary disclosures.

### White Oak Litigation

In late January 2026, White Oak Global Advisors initiated formal legal proceedings against one law firm for violating their fiduciary duty by representing conflicting interests against WOGA and one of its Financing Affiliates. This matter is ongoing.

## DISCLOSURES

This document is provided for informational purposes only. It does not constitute an offer of securities of any of the issuers that may be described herein. Information contained herein may have been provided by third parties, including investment firms providing information on returns and assets under management, and may not have been independently verified. The past performance information contained in this report is not necessarily indicative of future results and there is no assurance that the investment in question will achieve comparable results or that the Firm will be able to implement its investment strategy or achieve its investment objectives. The actual realized value of currently unrealized investments (if any) will depend on a variety of factors, including future operating results, the value of the assets and market conditions at the time of disposition, any related transaction costs and the timing and manner of sale, all of which may differ from the assumptions and circumstances on which any current unrealized valuations are based.

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| SJCERA Quarterly Manager Review Schedule |                              |                             |              |          |          |                                    |                          |                   |
|------------------------------------------|------------------------------|-----------------------------|--------------|----------|----------|------------------------------------|--------------------------|-------------------|
| Manager                                  | Strategic Class              | Sub-Segment                 | Under Review | Last Rvw | Next Rvw | Most Recent Visit to Meketa/SJCERA | Mgr. Meeting with SJCERA | Mgr. Location     |
| AEW                                      | Stabilized Growth            | Core Real Estate            | Sep-26       | Sep-26   |          | 12/16/2025                         | 4/28/2026                | Boston, MA        |
| Angelo Gordon                            | Aggressive Growth            | Value Added Real Estate     |              | May-23   | Nov-26   | 10/16/2022                         | 7/29/2025                | New York, NY      |
| Almanac Reality VI                       | Aggressive Growth            | Value Added Real Estate     |              | May-25   | Nov-26   |                                    | 5/9/2025                 | New York, NY      |
| AQR                                      | Diversifying Strategies      | Alternative Risk Premia     |              | Jul-19   | Oct-26   | 10/12/2023                         | 7/24/2025                | Stamford, CT      |
| Ares                                     | Stabilized Growth            | Asset Backed                |              | Jul-24   | Dec-26   |                                    | 9/5/2025                 | Los Angeles, CA   |
| BlackRock                                | Stabilized Growth, PC        | Direct Lending              |              | Feb-26   |          | 3/30/2023                          | 6/2/2026                 | San Francisco, CA |
| BlackRock                                | Aggressive Growth            | Infrastructure              |              |          |          |                                    | 6/2/2026                 | New York, NY      |
| BlackRock                                | Aggressive Growth            | Infrastructure              |              |          |          | 10/16/2025                         | 6/2/2026                 | New York, NY      |
| Blue Owl                                 | Aggressive Growth            | Value Added Real Estate     |              |          | Dec-26   |                                    | 11/4/2025                | Chicago, IL       |
| Berkeley Partners                        | Aggressive Growth            | Private Real Estate         |              | Jun-23   |          | 10/16/2025                         | 5/14/2026                | San Francisco, CA |
| Berkeley Partners                        | Aggressive Growth            | Value Added Real Estate     |              |          |          |                                    | 5/14/2026                | New York, NY      |
| Bessemer - Partners Fund                 | Aggressive Growth            | Buyout                      |              | Jun-26   |          |                                    | 3/31/2025                | New York, NY      |
| Bessemer - XII                           | Aggressive Growth            | Early Stage VC              |              |          |          |                                    | 3/31/2025                | New York, NY      |
| Capital Meridian Fund                    | Aggressive Growth            | Special Situations          |              |          |          | 10/16/2025                         |                          | Washington, DC    |
| Crestline                                | Stabilized Growth, PC        | Opportunistic               |              | Mar-25   | Jan-26   | 7/22/2020                          | 3/5/2026                 | Fort Worth, TX    |
| Davidson Kempner                         | Stabilized Growth, PC        | Opportunistic               |              | Aug-23   |          | 8/29/2023                          | 5/6/2025                 | New York, NY      |
| Dodge & Cox                              | Diversifying Strategies, PP  | Core Fixed Income           |              | Oct-21   | Feb-26   | 10/6/2022                          | 8/21/2025                | San Francisco, CA |
| Dodge & Cox                              | Diversifying Strategies, CRO | Long Duration               |              |          |          | 6/3/2020                           | 8/21/2025                | San Francisco, CA |
| Graham                                   | Diversifying Strategies, CRO | Systematic Trend Following  | 4/1/2026     | Aug-23   | May-26   | 10/6/2022                          | 12/4/2025                | Rowayton, CT      |
| Greenfield/Grandview V, VI, VII          | Aggressive Growth            | Opportunistic Real Estate   |              | May-23   |          | 12/2/2025                          | 11/25/2025               | Greenwich, CT     |
| HPS EU                                   | Stabilized Growth, PC        | Direct Lending              |              | Jan-26   |          | 10/16/2025                         | 7/29/2025                | New York, NY      |
| Invesco                                  | Stabilized Growth, RE        | Core Real Estate            |              | Feb-25   |          | 10/16/2025                         | 9/3/2024                 | New York, NY      |
| LongArc Capital                          | Aggressive Growth            | Private Equity              |              | Nov-22   | Mar-26   | 10/16/2025                         | 3/12/2026                | New York, NY      |
| Loomis Sayles                            | Principal Protection         | Core Fixed Income           |              | Oct-23   | Feb-25   | 10/16/2025                         |                          | Kansas City, MO   |
| Lightspeed                               | Aggressive Growth            | Private Equity              |              |          | Apr-25   | 10/6/2022                          | 5/28/2026                | Menlo Park, CA    |
| Mesa West III & IV                       | Stabilized Growth, PC        | Comm. Mortgage              |              | Feb-26   |          | 11/24/2025                         | 3/11/2025                | Los Angeles, CA   |
| Morgan Creek III, V, & VI                | Aggressive Growth            | Multi-Strat FOF             |              |          | Dec-26   | 8/22/2019                          | 8/8/2025                 | Chapel Hill, NC   |
| Mount Lucas                              | Diversifying Strategies, CRO | Systematic Trend Following  |              | Mar-23   |          | 10/16/2025                         | 10/27/2025               | Newton, PA        |
| Northern Trust                           | Traditional Growth           | MSCI World IMI              |              |          | Jul-25   | 10/16/2025                         | 4/22/2026                | Chicago, IL       |
| Northern Trust                           | Cash                         | Collective Govt. Short Term |              |          |          | 10/6/2022                          | 4/22/2026                | Chicago, IL       |
| Neuberger                                | Stabilized Growth, LC        | Global Credit               |              |          | Jul-25   | 10/16/2025                         | 4/23/2025                | Chicago, IL       |
| Oaktree                                  | Aggressive Growth            | Special Situations          |              | Sep-23   |          | 10/16/2025                         | 4/16/2026                | Los Angeles, CA   |
| Oaktree                                  | Stabilized Growth, PC        | Leveraged Direct Lending    |              |          |          | 10/10/2024                         | 4/16/2026                | New York, NY      |
| Ocean Avenue II, III, IV, V              | Aggressive Growth            | PE Buyout FOF               |              | Jun-26   |          | 10/16/2025                         | 5/19/2026                | Santa Monica, CA  |
| P/E Diversified                          | Diversifying Strategy        | Alternative Risk Premia     | 4/1/2026     | Mar-26   | Jan-26   | 10/10/2024                         | 7/30/2025                | Boston, MA        |
| PIMCO (RAE)                              | Traditional Growth           | Emerging Markets            |              | Aug-26   |          | 10/16/2025                         | 5/6/2025                 | Newport Beach, CA |
| Principal US                             | Stabilized Growth, RE        | Core Real Estate            |              |          |          | 10/16/2025                         | 8/6/2025                 | Des Moines, IA    |
| Prologis                                 | Stabilized Growth, RE        | Core Real Estate            |              |          |          | 10/16/2025                         | 9/19/2025                | San Francisco, CA |
| Raven III                                | Stabilized Growth, PC        | Direct Lending              | 1/1/2026     | Mar-25   | Oct-26   | 11/24/2025                         | 3/14/2025                | New York, NY      |
| Ridgemont                                | Aggressive Growth            | Private Equity              |              |          | Feb-26   | 10/12/2023                         |                          | Charlotte, NC     |
| RREEF America II                         | Stabilized Growth, RE        | Core Real Estate            |              | Sep-24   |          | 10/12/2023                         | 4/3/2025                 | Kansas City, MO   |
| SilverRock                               | Stabilized Growth, PC        | Private Credit              |              | Dec-24   |          | 10/10/2024                         | 12/1/2022                | New York, NY      |
| SilverPoint                              | Stabilized Growth, PC        | Private Credit              |              | Dec-24   |          | 10/12/2023                         | 3/11/2026                | Greenwich, CT     |
| Stellax Capital                          | Aggressive Growth            | Private Equity              |              | Apr-24   |          | 10/10/2024                         | 5/8/2020                 | New York, NY      |
| Stockbridge RE III                       | Aggressive Growth            | Value Added Real Estate     |              | Jul-22   | Jul-26   |                                    | 4/29/2025                | San Francisco, CA |
| Stone Harbor                             | Stabilized Growth, LC        | Absolute Return             |              | Apr-23   | Sep-26   | 10/10/2024                         | 2/3/2021                 | New York, NY      |
| Walton Street                            | Aggressive Growth            | Opportunistic Real Estate   |              | Apr-25   |          |                                    | 4/11/2025                | Chicago, IL       |
| White Oak Summit Peer                    | Stabilized Growth, PC        | Direct Lending              |              | Jan-24   | Feb-26   | 8/21/2025                          | 8/21/2025                | San Francisco, CA |
| White Oak Yield Spectrum                 | Stabilized Growth, PC        | Direct Lending              |              | Jan-24   | Feb-26   | 8/21/2025                          | 8/21/2025                | San Francisco, CA |

\*General Meketa Review LC = Liquid Credit; PC = Private Credit; PP = Principal Protection; CRO = Crisis Risk Offset; RP = Risk Parity;

#### Liquidated Managers

|             |                    |                  | Date Terminated |              |
|-------------|--------------------|------------------|-----------------|--------------|
| GQG         | Traditional Growth | Emerging Markets | 2026            | New York, NY |
| Bridgewater | Risk Parity        | Risk Parity      | 2025            | Westport, CT |
| Invesco     | Traditional Growth | REITs            | 2024            | New York, NY |
| Panagora    | Risk Parity        | Risk Parity      | 2024            | Boston, MA   |

## Economic and Market Update

July 2026 Report



## Commentary

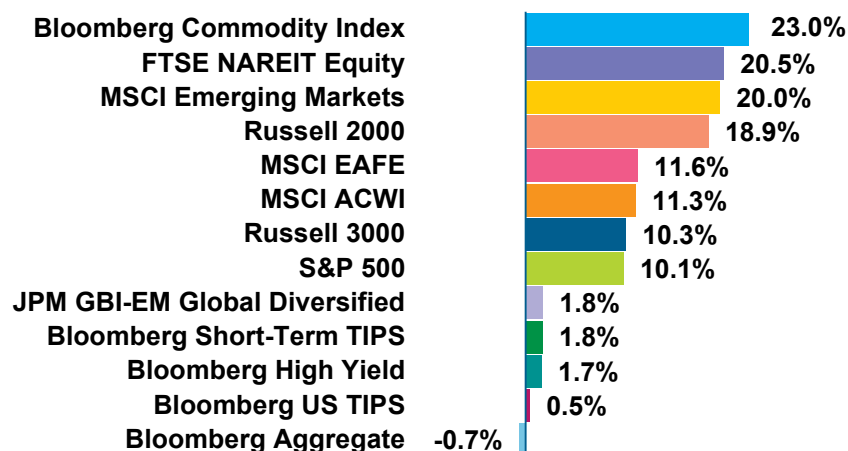
**July was marked by further rotation from the recent growth-oriented market leaders toward value sectors. Escalating US-Iran tensions drove oil prices higher and revived inflation concerns, benefiting energy, value-oriented equities, and commodities, while weighing on fixed income sectors.**

- US equities (Russell 3000) fell 0.5% in July, reducing the index's year-to-date gain to 10.3%. The month was characterized by a sharp rotation away from growth-oriented sectors, with the Russell 1000 Value Index gaining 3.8% while the Russell 1000 Growth Index declined 4.8%. Small-cap equities also lagged after their recent run, as the Russell 2000 Index fell 3.0% amid renewed weakness in growth-sensitive areas of the market and the potential for higher interest rates.
- Developed international markets (MSCI EAFE) gained 2.0% in July, outperforming emerging markets (MSCI Emerging Markets), which fell 3.1%. A weaker US dollar drove results in developed markets with UK equities benefiting from a lower exposure to underperforming technology stocks and higher exposure to energy companies. The weakness in emerging markets was driven by profit-taking and weakness across semiconductor-related markets. China was a notable exception, rebounding 9.0% on expectations for continued policy support.
- Fixed income declined broadly in July as Treasury yields moved higher across the yield curve, particularly at longer maturities as investors reassessed inflation and interest rate expectations. The Bloomberg Universal Index fell 1.2%, with the Bloomberg US Long Treasury Index declining 4.0%. Credit-sensitive sectors were more resilient, with high yield bonds (Bloomberg High Yield) falling 0.2% and emerging market debt (JPM GBI-EM) gaining 0.3%, supported by continued demand for higher-yielding assets.
- Looking ahead, investors will be focused on whether the Federal Reserve maintains its current policy stance into the September meeting, how the path of mega-cap technology stocks develops, and whether ongoing tensions in the Middle East continue to drive volatility in energy markets.

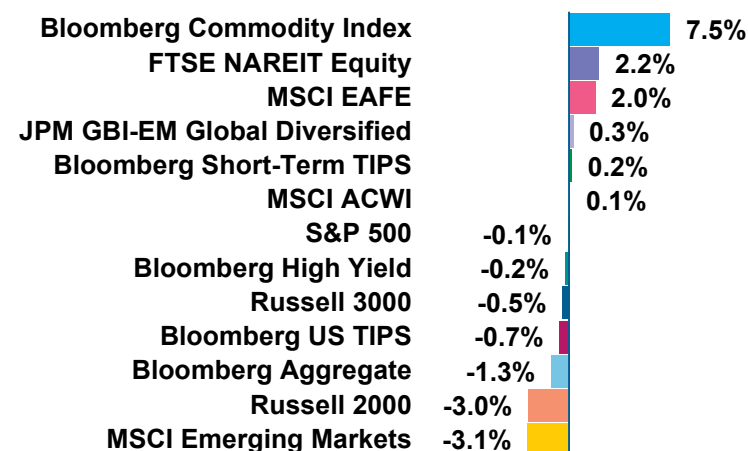


### Index Returns<sup>1</sup>

#### YTD



#### July



- In July, commodities led performance across asset classes given an escalation in the Iran conflict, while emerging markets and small-cap US stocks were the weakest performers after their recent strong run.
- US stocks were down slightly for the month, with the Russell 3000 returning -0.5% but there was significant rotation within the market from strong performing growth sectors toward value-oriented areas.
- The broad bond market declined as renewed inflation concerns pushed Treasury yields higher.

<sup>1</sup> Source: Bloomberg. Data is as of July 31, 2026.

## Domestic Equity Returns<sup>1</sup>

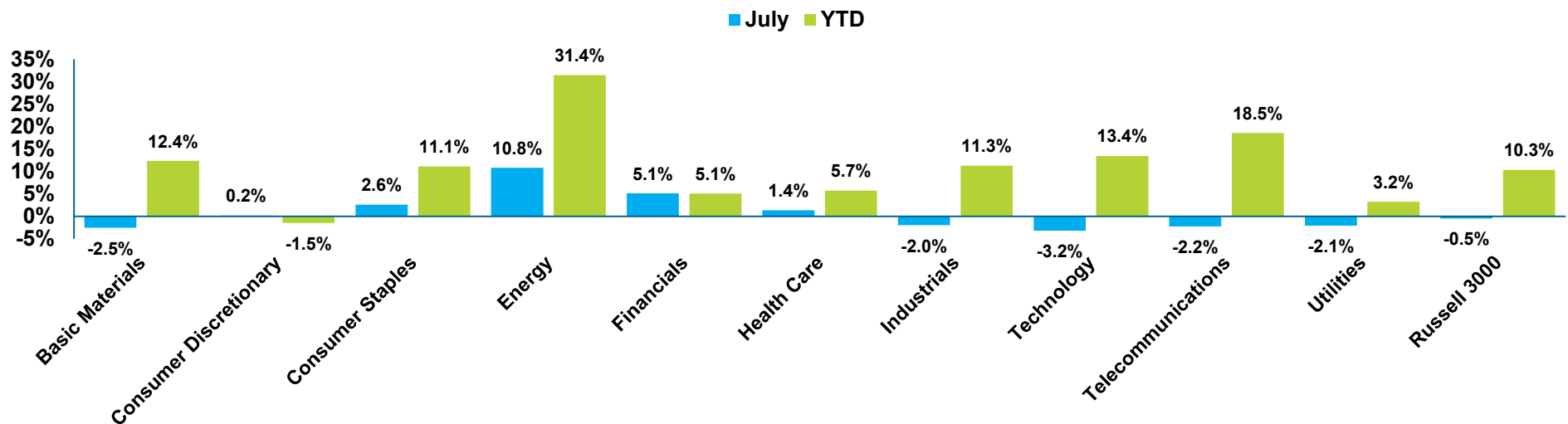
| Domestic Equity       | July (%) | YTD (%) | 1 YR (%) | 3 YR (%) | 5 YR (%) | 10 YR (%) |
|-----------------------|----------|---------|----------|----------|----------|-----------|
| S&P 500               | -0.1     | 10.1    | 19.6     | 19.3     | 12.9     | 15.1      |
| Russell 3000          | -0.5     | 10.3    | 19.6     | 18.8     | 11.8     | 14.6      |
| Russell 1000          | -0.4     | 9.9     | 18.9     | 19.0     | 12.1     | 14.8      |
| Russell 1000 Growth   | -4.8     | 0.3     | 8.0      | 19.3     | 11.9     | 17.5      |
| Russell 1000 Value    | 3.8      | 20.7    | 31.2     | 17.9     | 11.8     | 11.6      |
| Russell MidCap        | -0.6     | 14.6    | 18.7     | 14.8     | 8.2      | 11.4      |
| Russell MidCap Growth | -6.5     | 0.3     | -2.7     | 11.9     | 4.4      | 11.7      |
| Russell MidCap Value  | 1.5      | 19.3    | 26.2     | 15.4     | 9.7      | 10.3      |
| Russell 2000          | -3.0     | 18.9    | 34.2     | 15.1     | 7.1      | 10.6      |
| Russell 2000 Growth   | -5.9     | 15.0    | 28.4     | 14.3     | 5.1      | 10.6      |
| Russell 2000 Value    | 0.0      | 23.0    | 40.5     | 15.9     | 9.0      | 10.3      |

### US Equities: The Russell 3000 index fell 0.5% in July, bringing the year-to-date return to 10.3%.

- Value stocks reversed the second quarter's growth-led leadership, with the Russell 1000 Value Index advancing 3.8% compared to a 4.8% decline for the Russell 1000 Growth Index. Broad small-cap equities posted the weakest returns after their recent strong run given renewed pressure on rate-sensitive and growth-oriented names, with the Russell 2000 Index falling 3.0%, underperforming large-cap stocks (Russell 1000: -0.4%).
- The "Magnificent Seven" saw volatile, dispersed trading in July, with some names posting outsized gains while others lagged on concerns about the return on significant AI-related spending. The group still posted a net gain for the month though and in our view will remain a dominant driver of index returns given its outsized index weight.

<sup>1</sup> Source: Bloomberg. Data is as of July 31, 2026.

### Russell 3000 Sector Returns<sup>1</sup>



**Sector performance reversed sharply in July, with energy leading the market and technology coming in as the weakest performing sector.**

- Energy led all sectors, rising 10.8% given the rebound in oil prices, reversing the second quarter's sharp decline. Financials (+5.1%) benefited from strong bank earnings while defensive consumer staples (+2.6%) also posted solid gains.
- Technology was the weakest sector, falling 3.2% given the pullback in mega-cap growth shares, reversing its second-quarter leadership. Basic materials (-2.5%), telecommunications (-2.2%), utilities (-2.1%), and industrials (-2.0%) also declined.
- On a year-to-date basis, energy (+31.4%) and telecommunications (+18.5%) are the top performers.

<sup>1</sup> Source: Bloomberg. Data is as of July 31, 2026.

### Foreign Equity Returns<sup>1</sup>

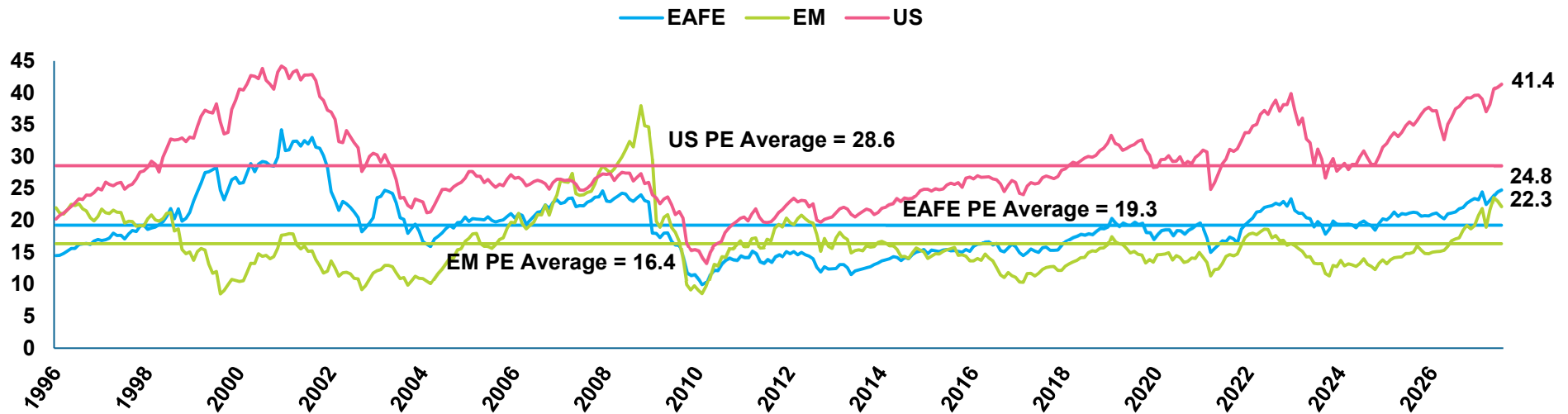
| Foreign Equity                         | July (%) | YTD (%) | 1 YR (%) | 3 YR (%) | 5 YR (%) | 10 YR (%) |
|----------------------------------------|----------|---------|----------|----------|----------|-----------|
| MSCI ACWI Ex US                        | 0.3      | 14.1    | 28.5     | 17.4     | 9.2      | 9.4       |
| MSCI EAFE                              | 2.0      | 11.6    | 24.3     | 16.0     | 9.3      | 9.3       |
| MSCI EAFE (Local Currency)             | 0.9      | 12.7    | 24.4     | 15.5     | 11.4     | 10.2      |
| MSCI EAFE Small Cap                    | 2.0      | 9.7     | 19.8     | 14.8     | 5.4      | 8.2       |
| MSCI Emerging Markets                  | -3.1     | 20.0    | 36.4     | 19.3     | 8.0      | 9.2       |
| MSCI Emerging Markets (Local Currency) | -4.3     | 21.3    | 39.0     | 21.2     | 10.5     | 10.9      |
| MSCI EM ex China                       | -5.9     | 30.6    | 52.2     | 24.0     | 12.4     | 11.1      |
| MSCI China                             | 9.0      | -7.3    | -1.1     | 7.2      | -2.1     | 4.9       |

**Developed international equities (MSCI EAFE) returned 2.0% in July while emerging markets equities (MSCI Emerging Markets) fell 3.1%, though performance varied significantly by region.**

- Developed market equities rose in July, supported by a softer US dollar and resilient corporate earnings. A weaker dollar boosted returns for US-based investors, as the local-currency MSCI EAFE index returned 0.9% compared to 2.0% in USD terms. The UK outperformed due to its lower exposure to technology and greater exposure to energy.
- Emerging markets underperformed developed peers in July, weighed down by weakness across ex-China constituents. The MSCI Emerging Markets ex-China index fell 5.9% for the month largely driven by weakness in Korea and Taiwan given increased competition from China and concerns over returns on the massive amount of AI-related investment. China (+9.0%) rebounded sharply due to expectations for continued stimulus given weak economic growth and the rotation out of the AI trade toward cheaper areas of the market. Despite the gains China remains down 7.3% year-to-date.

<sup>1</sup> Source: Bloomberg. Data is as of July 31, 2026.

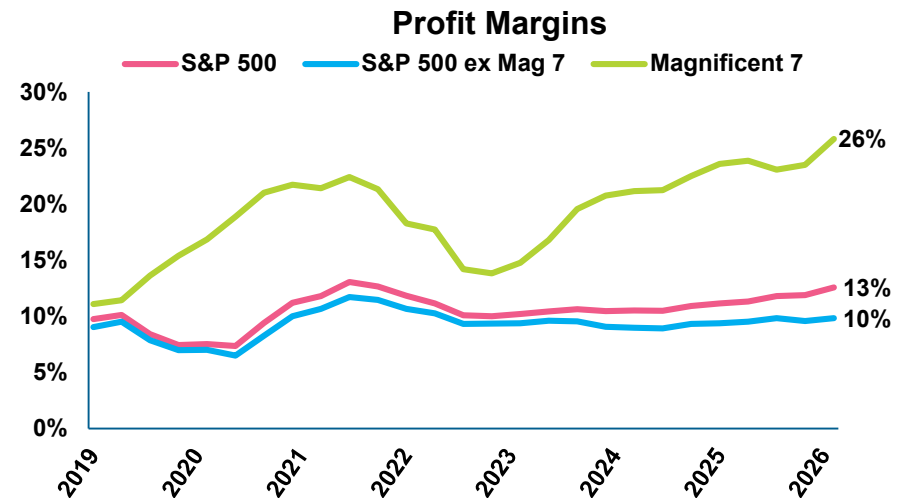
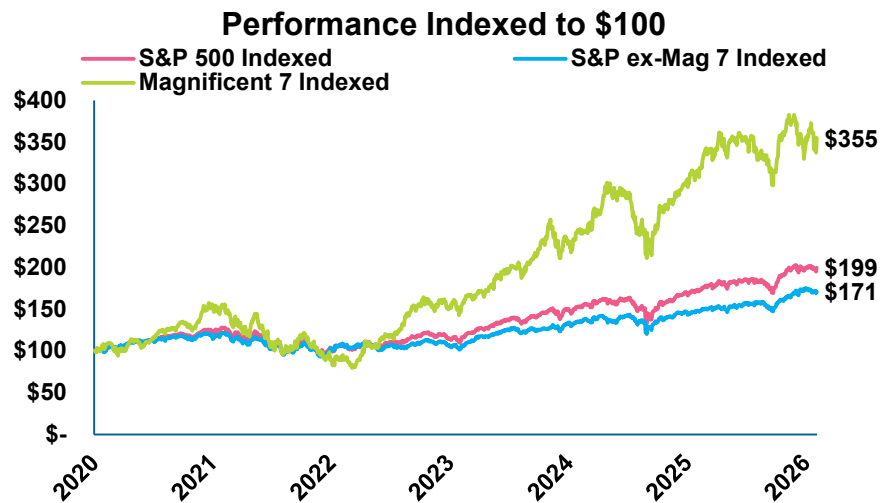
### Equity Cyclically Adjusted P/E Ratios<sup>1</sup>



- Cyclically adjusted US equity valuations rose further in July, lifting the US CAPE to 41.4, well above its long-run average of 28.6.
- Non-US developed market valuations (EAFE) also rose, reaching 24.8 versus a long-run average of 19.3. Despite trading above historical norms, EAFE valuations remain considerably less expensive than those in the US.
- Emerging market valuations eased slightly to 22.3, largely on the back of the semiconductor selloff, but remain elevated relative to the long-run average of 16.4.

<sup>1</sup> 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 July 2026. The average line is the long-term average of the US, EM, and EAFE PE values from April 1998 to the recent month-end, respectively.

### Performance and Profit Margins: S&P 500 and “Magnificent 7”<sup>1</sup>



- The "Magnificent Seven" experienced volatile trading in July as renewed scrutiny of AI spending, valuations, and expected returns pressured several mega-cap technology stocks. Performance was highly dispersed across the group, with some companies posting strong gains while others lagged amid the concerns. Despite this, the group gained 2.1% for the month and, given its significant index weight, remains a key driver of overall market returns.
- The group's profitability continues to differentiate it from the broader market. Average profit margins for the "Magnificent Seven" reached 26%, compared to 13% for the S&P 500, and 10% for the S&P 500 excluding the "Magnificent Seven".

<sup>1</sup> Source: Bloomberg. Data is as of July 31, 2026, for index prices and June 30, 2026, for profit margins.

## Fixed Income Returns<sup>1</sup>

| Fixed Income                        | July (%) | YTD (%) | 1 YR (%) | 3 YR (%) | 5 YR (%) | 10 YR (%) | Current Yield (%) | Duration (Years) |
|-------------------------------------|----------|---------|----------|----------|----------|-----------|-------------------|------------------|
| Bloomberg Universal                 | -1.2     | -0.5    | 3.0      | 4.2      | 0.0      | 1.7       | 5.2               | 5.7              |
| Bloomberg Aggregate                 | -1.3     | -0.7    | 2.7      | 3.7      | -0.4     | 1.3       | 5.0               | 5.9              |
| Bloomberg US TIPS                   | -0.7     | 0.5     | 2.6      | 3.7      | 0.3      | 2.4       | 4.7               | 6.5              |
| Bloomberg Short-term TIPS           | 0.2      | 1.8     | 3.5      | 5.0      | 3.1      | 3.1       | 4.3               | 2.5              |
| Bloomberg US Long Treasury          | -4.0     | -3.6    | -0.3     | -1.1     | -7.0     | -2.0      | 5.3               | 14.0             |
| Bloomberg High Yield                | -0.2     | 1.7     | 5.2      | 8.3      | 4.0      | 5.5       | 7.4               | 3.3              |
| JPM GBI-EM Global Diversified (USD) | 0.3      | 1.8     | 9.0      | 6.4      | 2.3      | 2.7       | --                | --               |

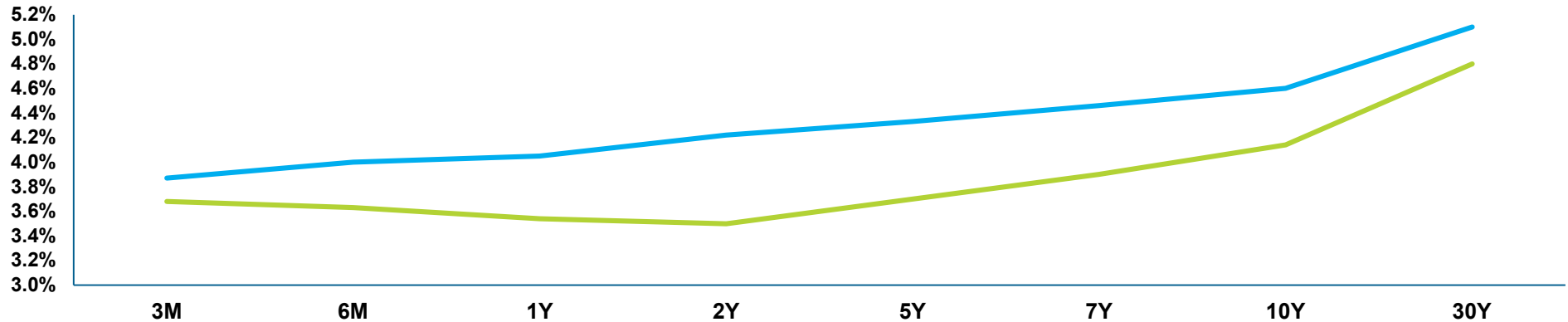
### Fixed Income: The Bloomberg Universal index fell 1.2% in July, bringing the year-to-date return to -0.5%.

- Fixed income declined broadly in July as Treasury yields rose given the rebound in oil prices and renewed inflation concerns. Division within the Fed on interest rate policy and a lack of forward guidance also contributed to higher rates particularly for longer dated bonds.
- Longer-duration Treasuries were the weakest performers, with the Bloomberg US Long Treasury index falling 4.0% given the back-up in yields at the long end of the curve. Riskier sectors were more resilient, with high yield bonds (Bloomberg High Yield: -0.2%) and emerging market debt (JPM GBI-EM: +0.3%) outperforming the broader market given continued investor demand for yield.
- TIPS posted mixed returns in July (Bloomberg US TIPS: -0.7%; Bloomberg Short-term TIPS: +0.2%), with shorter-duration issues performing better given their lower interest rate sensitivity.

<sup>1</sup> Source: Bloomberg. Data is as of July 31, 2026. The yield and duration data from Bloomberg is defined as the index's yield to worst and modified duration, respectively. JPM GBI-EM data is from J.P. Morgan. Current yield and duration data is not available.

### US Yield Curve<sup>1</sup>

12/31/2025 7/31/2026



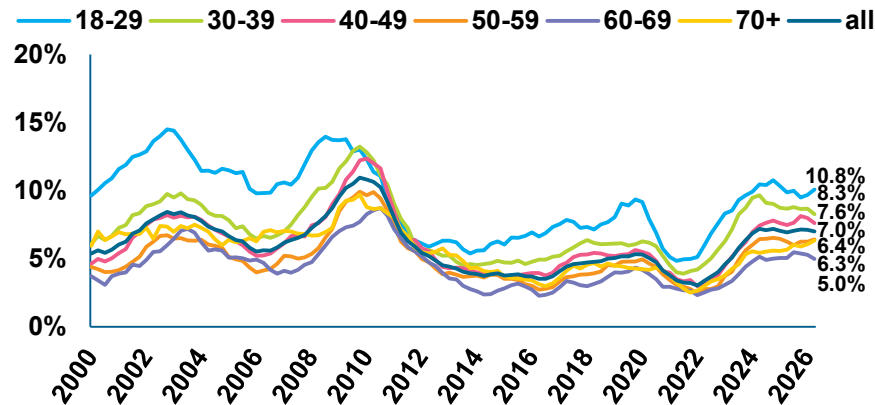
- Treasury yields rose across the yield curve in July, with multiple tenors approaching their highest levels in nearly 20 years as investors reassessed inflation risks amid rising oil prices and renewed tensions in the Middle East. Dynamics at the Fed including three dissents to hike interest rates and Chair Warsh's removal of forward guidance contributed to longer dated bonds rising the most during the month.
- The policy-sensitive 2-year Treasury yield increased from 4.18% at the end of June to 4.29% at the end of July, reflecting increased expectations for a potential Fed rate hike. Yield increases were more pronounced at the longer end of the curve, with the 10-year Treasury yield rising from 4.47% to 4.74% and the 30-year Treasury yield increasing from 4.96% to 5.29%.
- The yield curve experienced a bear steepening in July, with longer-dated Treasury yields rising more than shorter-dated yields. The spread between the two-year and ten-year Treasury widened from 30 basis points at the end of June to 45 basis points at the end of July.

<sup>1</sup> Source: Bloomberg. Data is as of July 31, 2026.

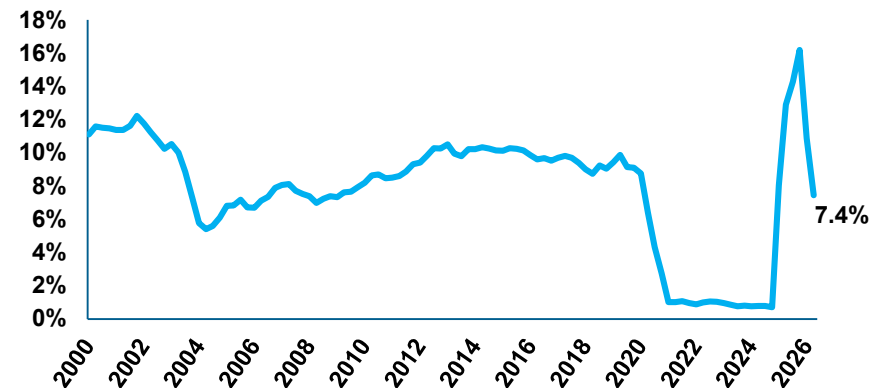


### Stress is Building Among Some US Consumers<sup>1</sup>

Transition into Serious Delinquency for Credit Cards by Age



Transition Into Serious Delinquency (90+ Days) for Student Loans<sup>2</sup>

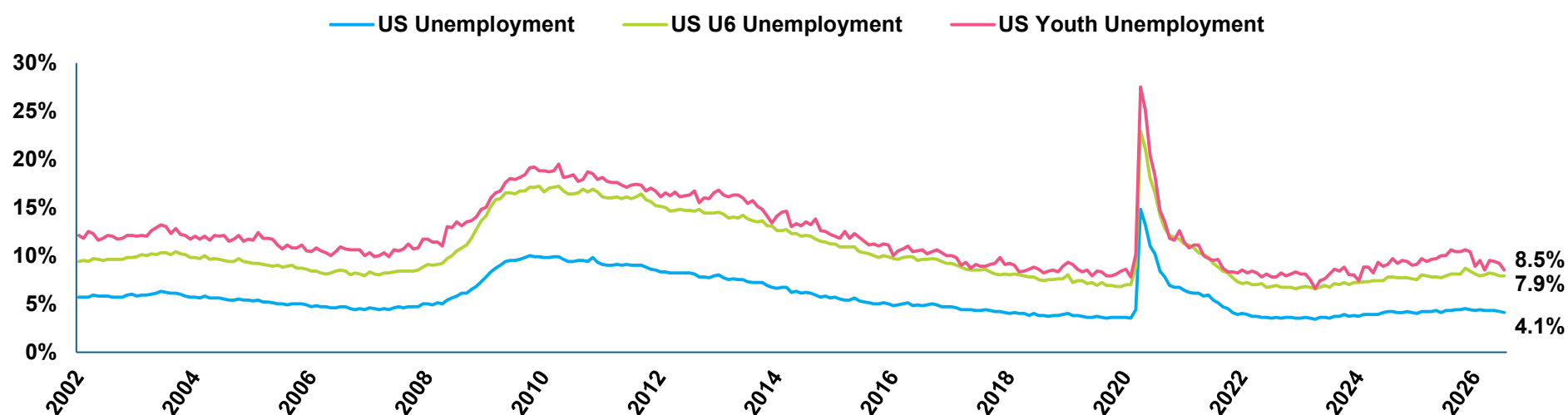


- US consumer trends remain increasingly K-shaped: higher-income households show resilience, while younger, rate-sensitive borrowers face mounting pressure from elevated borrowing cost and inflation that, while moderating, remains above the Federal Reserve's target.
- Delinquencies remain elevated relative to pandemic lows, particularly among younger cohorts. While overall delinquency rates remain below levels seen during prior economic downturns, differences in household financial health have continued to widen.
- Student loan repayment also remains a pressure point for some households. The serious delinquency rate decline from 16.2% to 7.4% does not represent an improvement but a fading of the initial post pandemic one-time spike caused by a backlog of old unpaid loans all hitting credit reports at once.

<sup>1</sup> Source: New York Federal Reserve, Quarterly Household Debt and Credit Report. See also FRED. Data is as of June 30, 2026.

<sup>2</sup> Source: New York Federal Reserve, Quarterly Household Debt and Credit Report. Percent of student loan holders transitioning into serious default (90-days or more) based on four quarter moving average. Delays in reporting may cause fluctuations. Data is as of June 30, 2026.

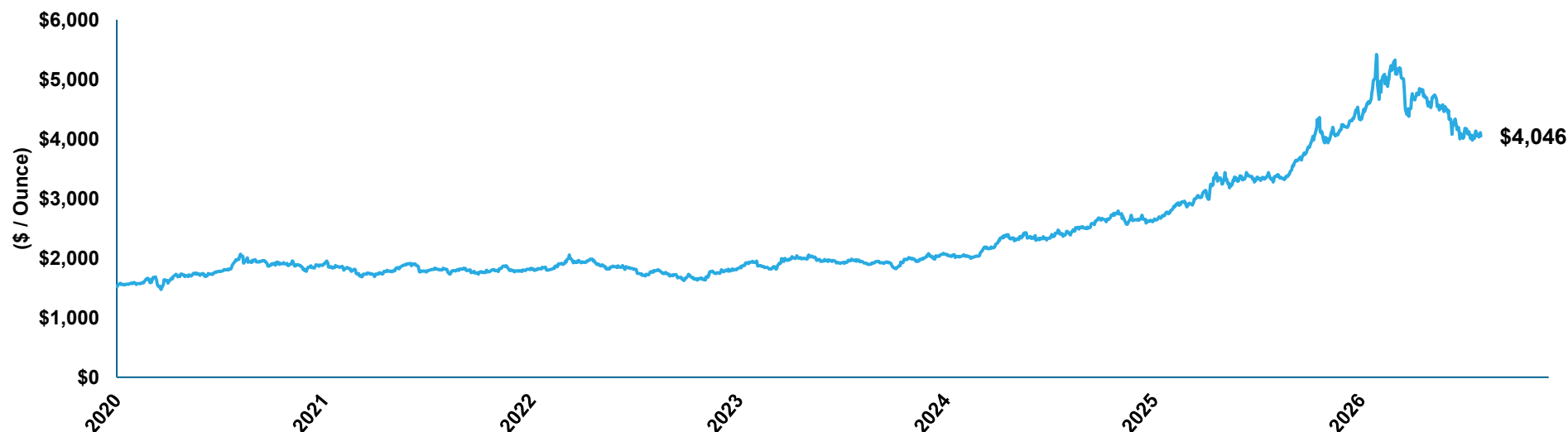
### US Unemployment<sup>1</sup>



- The unemployment rate edged lower in July, largely due to a decline in labor force participation. While hiring softened, the unemployment rate remains within a relatively narrow range, indicating the labor market is still relatively stable. Nonfarm payrolls fell by 23,000 versus expectations for an 80,000 increase, led by declines in the government and leisure and hospitality sectors.
- Broader labor market indicators have been relatively stable in recent months, with the U-6 underemployment rate at 7.9% and youth unemployment at 8.5%.
- Beneath a broadly stable headline, labor force participation (61.4) has drifted toward multi-year lows, hiring has slowed, and wage growth has declined to 3.2% YoY, pointing to some underlying softening even as the aggregate labor market holds firm.

<sup>1</sup> Source: FRED and BLS. Data is as of July 31, 2026. U-3: Total unemployed, as a percent of the civilian labor force (official unemployment rate), U-6: Total unemployed, plus all marginally attached workers, plus total employed part time for economic reasons, as a percent of the civilian labor force plus all marginally attached workers. Youth: Total unemployed between the ages of 16 and 24, as a percent of civilian labor force.

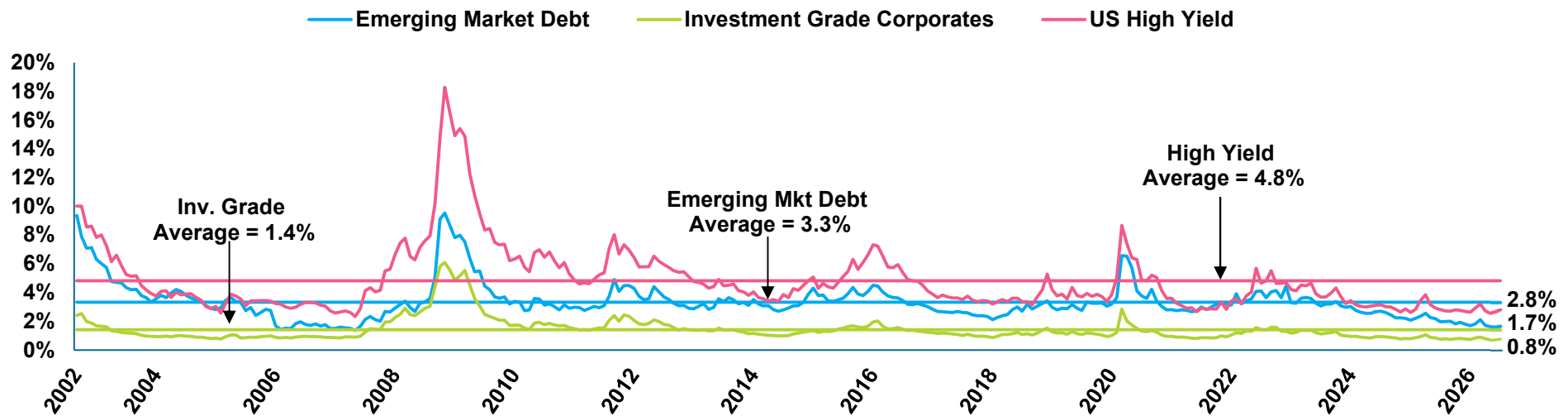
### Gold<sup>1</sup>



- Gold rose modestly in July, gaining roughly 1%, though it remains well below its record high of over \$5,400/oz earlier this year. A softer US dollar and continued central bank demand provided some support for the metal, even as Treasury yields rose.
- Despite the recent pullback, structural support remains intact though, driven by persistent inflation concerns, large fiscal deficits, and ongoing central bank reserve diversification. A return to Federal Reserve rate-cut expectations or renewed geopolitical uncertainty could support prices going forward.

<sup>1</sup> Source: Bloomberg. Data is as of July 31, 2026. Gold Spot Price is quoted as US Dollars per Troy Ounce.

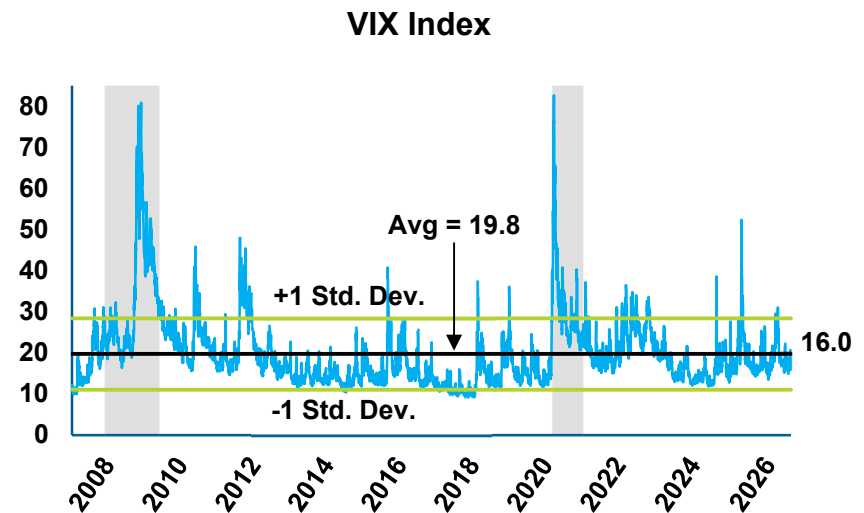
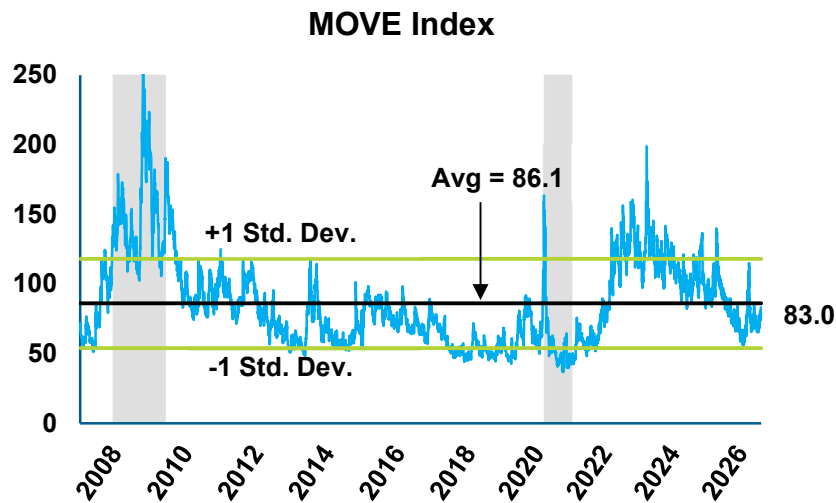
### Credit Spreads vs. US Treasury Bonds<sup>1</sup>



- Credit spreads widened slightly in July, reflecting some risk aversion amid ongoing uncertainty around inflation, monetary policy, and a renewed escalation between the US and Iran.
- Investment grade spreads widened slightly from 0.7% to 0.8% during the month, though they remain well inside the 1.4% long-run average, supported by persistent demand for high-quality credit.
- High yield spreads widened slightly to 2.8% (from 2.6% at the end of June), versus a 4.8% long-run average. Emerging market debt spreads increased to 1.7% (from 1.6%), versus a 3.3% long-run average.
- Despite all yield spreads remaining well below their respective long-run averages, many investors continue to be attracted to their higher relative yields compared to Treasuries.

<sup>1</sup> Source: Bloomberg. Data is as of July 31, 2026. Average lines denote the average of the investment grade, high yield, and emerging market spread values from September 2002 to the recent month-end, respectively.

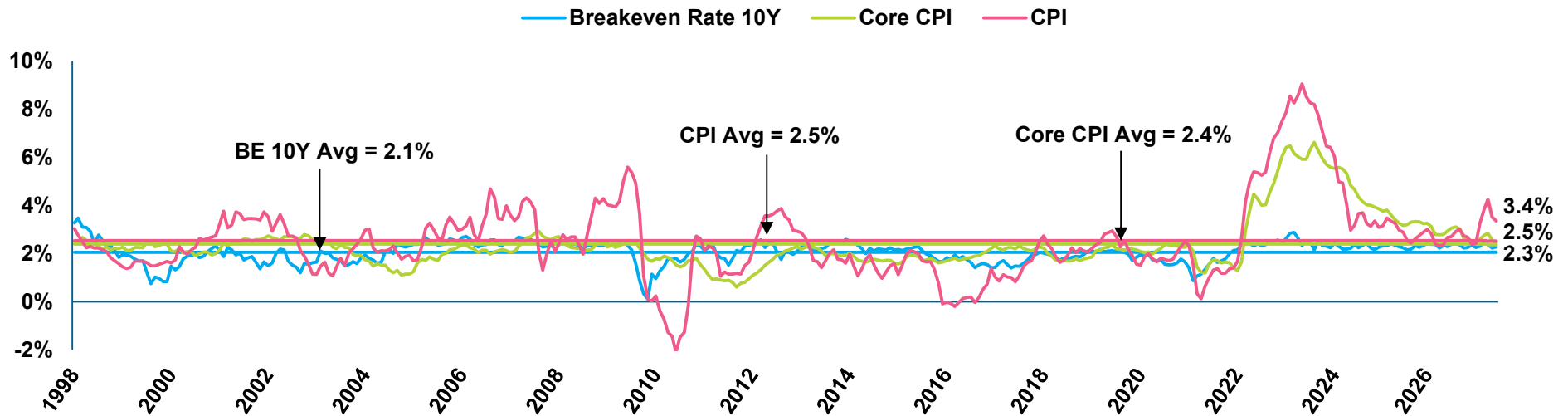
### Equity and Fixed Income Volatility<sup>1</sup>



- Volatility diverged across asset classes in July, as equity markets stayed calm while fixed income saw renewed turbulence amid tensions in the Middle East.
- Bond volatility (MOVE) rose from 72.0 at the end of June to 83.0, driven by higher yields and rebounding oil prices that renewed uncertainty around interest rates.
- Equity volatility (VIX) edged down from 16.5 at the end of June to 16.0, remaining well below its long-run average of 19.8, as resilient earnings continued to support risk sentiment.

<sup>1</sup> 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 July 31, 2026. The average line indicated is the average of the VIX and MOVE values between January 2007 and July 2026.

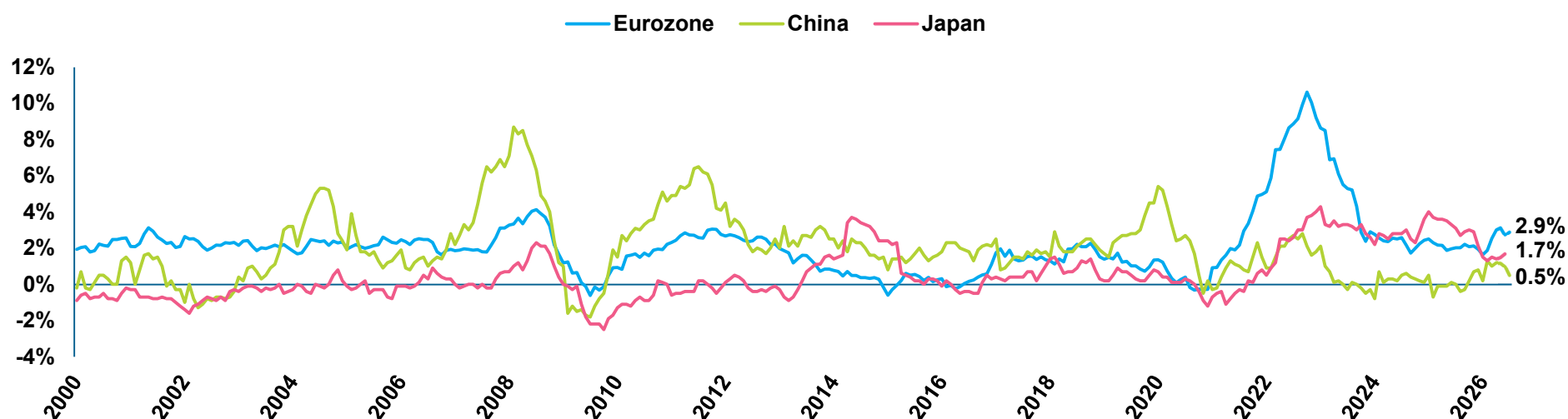
### US Inflation<sup>1</sup>



- In July, headline inflation fell slightly from 3.5% to 3.4% YoY, matching expectations with the monthly reading (0.1%) also coming in as expected. Energy prices fell 1.5% for the month but are up 14.7% YoY given tensions in the Middle East. Food prices increased 0.1% in July and 3.0% YoY.
- Core inflation fell from 2.6% YoY to 2.5% (matching expectations), with the monthly pace slightly picking up from 0.0% to 0.2%. The monthly shelter rate rose 0.1%, accounting for most of the increase.
- Long-term inflation expectations were relatively stable over the month with 10-year breakevens finishing July at 2.3%.

<sup>1</sup> Source: FRED. Data is as of July 31, 2026.

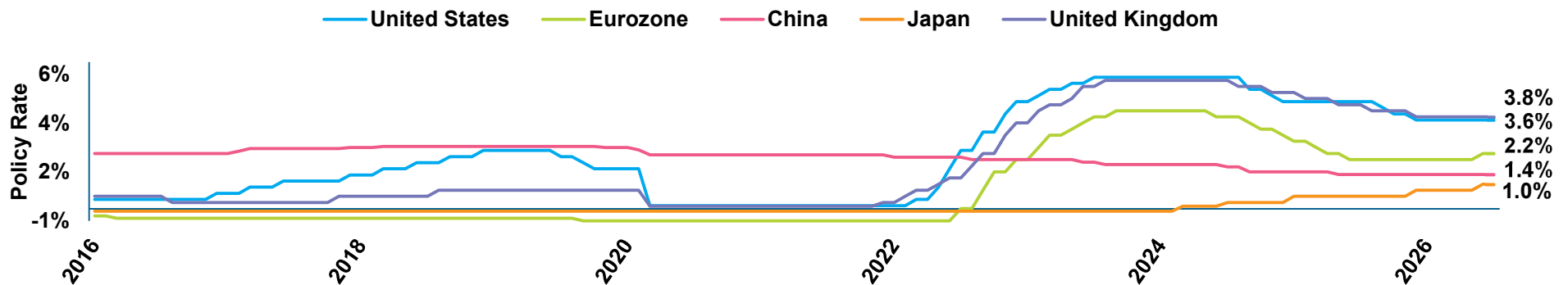
### Global Inflation (CPI Trailing Twelve Months)<sup>1</sup>



- Eurozone inflation rose from 2.8% YoY to 2.9% in July, a level well above the ECB's 2.0% target. The monthly increase was largely driven by energy prices rising on renewed tensions between the US and Iran.
- Japan's inflation increased from 1.5% to 1.7% but remains below the BOJ's 2.0% target. The increase was driven by the expiration of government subsidies for electricity and gas.
- China's inflation continued to fall in July (1.0% to 0.5%), as food prices continued to fall and the pace of non-food inflation dropped from 1.5% to 0.9%.

<sup>1</sup> Source: Bloomberg. Data is as of July 2026 except for Japan which is as of June 2026.

### Global Policy Rates<sup>1</sup>

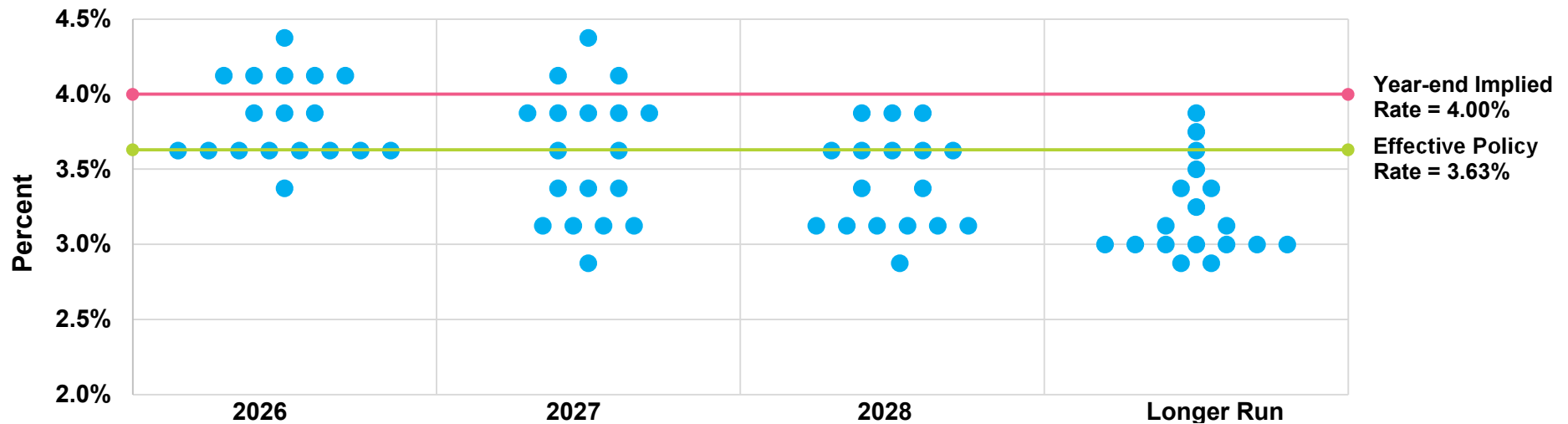


- Global monetary policy remained tight in July, as inflation moderated but generally stayed above central bank targets. The rebound in oil prices reinforced most major central banks' caution around signaling near-term rate cuts.
- The Federal Reserve kept policy rates steady at 3.5%–3.75% in July as inflation remained above target and the labor market continued to stabilize. Expectations for a rate increase later this year have fallen given recent benign inflation readings and some signs of weakness in the labor market.
- The European Central Bank (ECB) held its policy rate steady at 2.25% in July, while the Bank of England (BOE) also held rates steady at 3.75%. Markets are pricing the potential for rate increases by both central banks given the impact of the recent rebound in oil prices on inflation. Both economies are net importers of oil, exposing them to supply disruption through the Strait of Hormuz.
- The Bank of Japan held its policy rate steady at 1.0% in July, with expectations increasing for additional rate hikes later this year given the yen's weakness despite recent interventions.
- China is expected to remain accommodative, with the 7-day reverse repo rate held at a record-low 1.40% since May 2025 with subdued inflation and weak domestic growth pointing to further easing ahead.

<sup>1</sup> Source: Bloomberg. Data is as of July 31, 2026. 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 PBOC 7-day Reverse Repo Rate. UK rate is the UK Bank of England Official Bank Rate.



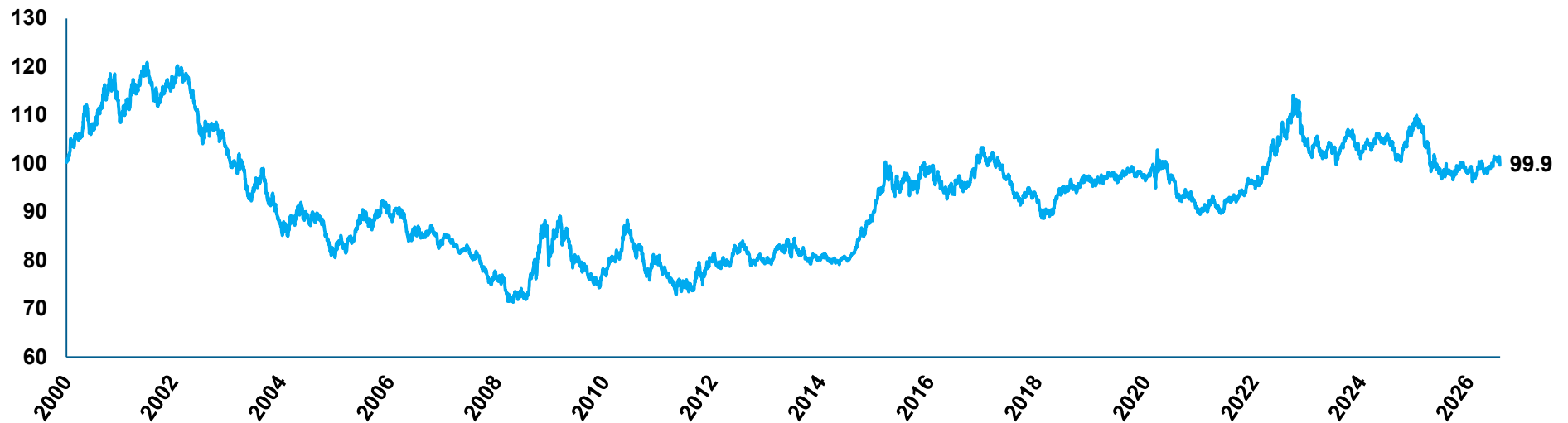
### Federal Reserve Dot Plot<sup>1</sup>



- The Federal Reserve's dot plot reflects expectations for interest rates by each member across various periods. Within the Fed, the dot plot reveals notable disagreement, with some members projecting rate increases, others holding steady, and a minority still anticipating cuts before year-end.
- The median June FOMC projection clusters around 3.75% (near the current range) for 2026, with dots dispersed across a wide range from 3.4% to 4.4%. It is worth noting that markets are expecting rates to be higher than the Fed's forecast by year-end. The wide range of forecasts suggests limited consensus regarding whether future policy adjustments will involve additional tightening or eventual easing.
- The median policy rate gradually declines over the projection horizon, implying only modest easing over time. However, the persistent dispersion of forecasts suggests policymakers remain divided on both pace and timing of future rate changes.

<sup>1</sup> Source: June 18, 2026, FOMC Summary of Economic Projections. Implied Rate and Effective Policy Rate are as of July 31, 2026.

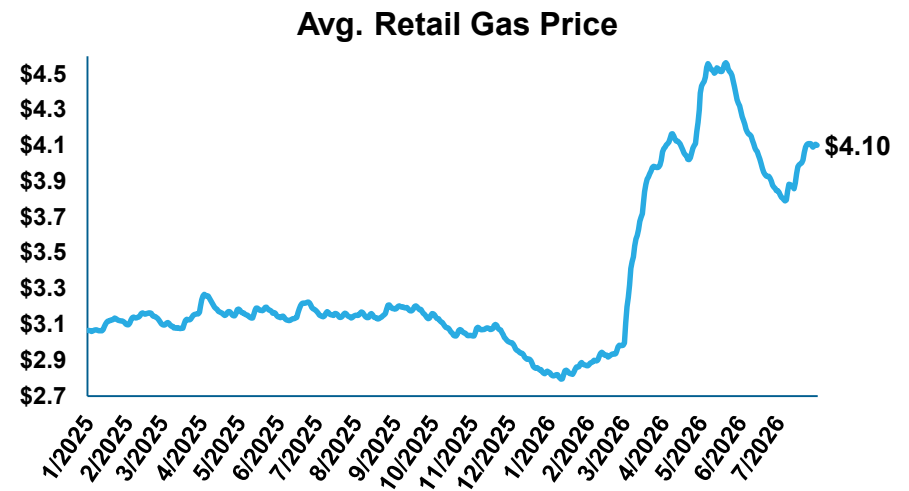
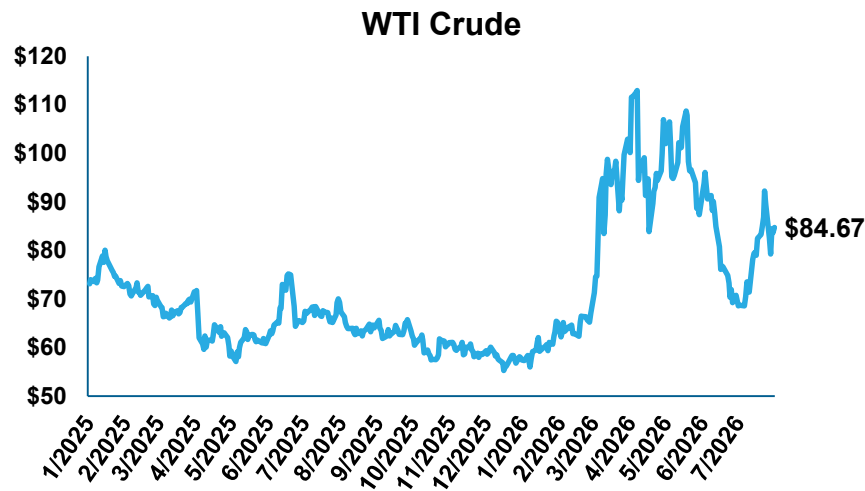
### US Dollar vs. Broad Currencies<sup>1</sup>



- The US dollar softened slightly in July, with the DXY falling from 101.2 at the end of June to 99.9 by month-end.
- The decline was driven by softening inflation and a weaker-than-expected advance second quarter GDP growth reading (1.5% vs 2.1% forecast). A weaker dollar boosted returns on unhedged international holdings for US-based investors.
- The dollar remains sensitive to changes in monetary policy expectations, inflation trends, and geopolitical developments. Additionally, policy divergence across regions continues to play a central role in currency markets.

<sup>1</sup> Source: Bloomberg. Data is as of July 31, 2026.

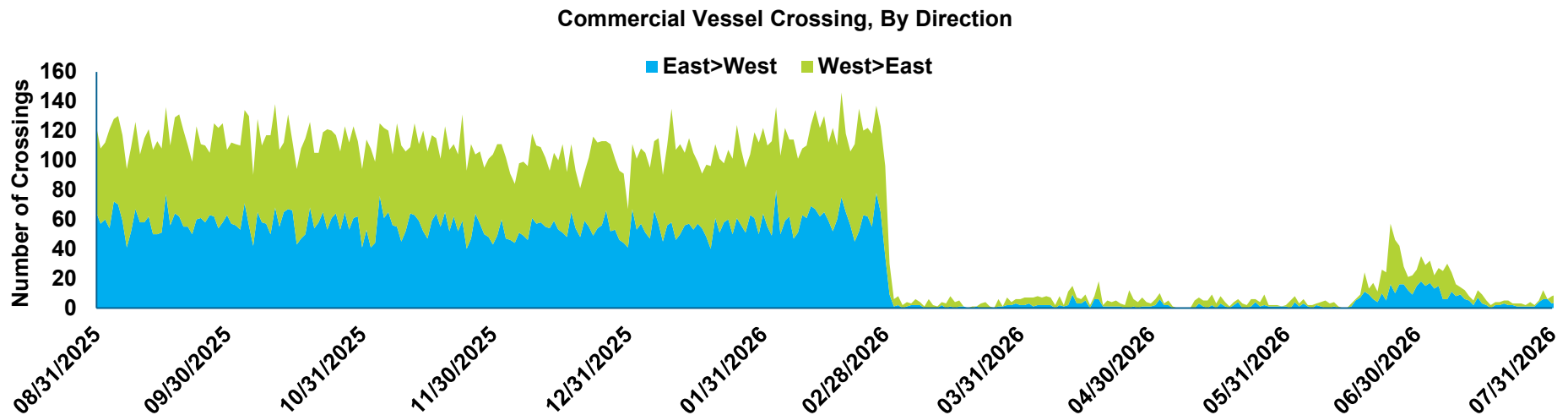
### Gas and Oil<sup>1</sup>



- Oil prices rebounded sharply in July, with WTI crude rising roughly 22% to finish the month at \$84.67/barrel. Renewed concerns around the durability of the Middle East ceasefire and signs of fraying in the truce drove the reversal, retracing a majority of the prior month's decline.
- US retail gasoline prices rose back above \$4/gallon, reaching \$4.10 by the end of July as the rebound in crude filtered through to the pump. The increase adds pressure to household budgets and continues to weigh most heavily on lower-income households, where fuel and other essential expenses represent a larger share of spending.

<sup>1</sup> Source: Bloomberg. Data is as of July 31, 2026.

### Daily Traffic Through the Strait of Hormuz<sup>1</sup>



- The Strait of Hormuz is a key channel for the global distribution of oil with roughly 20% of global oil consumption (~20 million barrels a day, plus a comparable share of seaborne LNG) previously moving through the narrow channel.
- Commercial traffic through the Strait of Hormuz dramatically fell at the end of February following the escalation of the US-Iran conflict and Iran's closure of the waterway, with vessel volume crossings falling from well over 100/day to under 10/day.
- Activity rebounded in June following the ceasefire but has since declined back to levels seen after the start of the conflict given renewed tensions between the US and Iran.

<sup>1</sup> Source: Bloomberg. Data is as of July 31, 2026.

### Key Trends

- Global growth expectations remain fragile but broadly stable. The IMF projects global growth of 3.0% in 2026 (down from 3.1% in the April 2026 outlook) and 3.4% in 2027, as stronger AI-driven activity largely offsets the economic drag from the Middle East conflict. Global inflation is expected by the IMF to rise to 4.7% in 2026 (from 4.1% in 2025) before easing to 3.9% in 2027, suggesting the disinflation trend has stalled. While risks are more balanced than in April, the IMF continues to view renewed Middle East escalation as the primary downside risk.
- The dominant macro tension has shifted again. July's sharp rebound in oil prices, given signs that the Middle East ceasefire is fraying, has revived the inflation concerns that eased over the second quarter, complicating the Fed's path forward. With the committee divided on the balance of risks, the question has moved from whether July's disinflation would hold to whether the summer's energy round-trip forces a reassessment of that progress, with a September hike remaining a possibility. Chair Warsh has anchored the Fed to an explicit price-stability mandate, with reduced forward guidance and a reaction function that leaves little tolerance for a renewed inflation impulse. This reduction in communication by the Fed could also increase market volatility.
- US consumers show increasing strain at the lower end, and with gasoline back above \$4/gallon following July's rebound, a rising share of younger and rate-sensitive borrowers remain at risk of falling further behind on debt. The unemployment rate has stayed in a narrow band this year, but soft participation, falling wage growth, and widening dispersion in household financial health point to underlying weakness beneath a still-firm headline labor market.
- US equity leadership rotated sharply in July, with energy and value stocks outperforming as technology and the largest mega-cap constituents pulled back. While year-to-date returns remain strong from growth and technology given the second quarter's rally, July's reversal highlights the concentration risk building beneath the surface, with scrutiny turning from AI enthusiasm to the gap between soaring capex and still-thin monetization.

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

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## 2026 Annual SJCERA Investment Roundtable

October 15, 2026

7:15 a. m. – 4:00 p.m.

**Wine & Roses**  
2505 Turner Road  
Lodi, CA 95242  
(209)334-6988

### AGENDA

| Thursday, October 15, 2026 |                                                                                                                                                                                                                                                                                                                                                    | Duration<br>(Minutes) |
|----------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------|
| I. 7:15 a.m.               | Roundtable Registration & Continental Breakfast                                                                                                                                                                                                                                                                                                    | :45                   |
| II. 8:00 a.m.              | <b>Roll Call</b><br><b>Pledge of Allegiance</b><br>Welcome and Introduction of Participants                                                                                                                                                                                                                                                        | :15                   |
| III. 8:15 a.m.             | Overview of SJCERA – Asset Allocation, return/risk, goals, and objectives.<br>( <a href="#">David Sancewich - Meketa</a> )                                                                                                                                                                                                                         | :30                   |
| IV. 8:45 a.m.              | Keynote Speaker – The state of the world in 2026 and beyond.<br>( <a href="#">Tushar Yadava, Managing Director - BlackRock</a> )                                                                                                                                                                                                                   | 1h:00                 |
| V. 9:45 a.m.               | Break                                                                                                                                                                                                                                                                                                                                              | :30                   |
| VI. 10:15 a.m.             | Private Markets Investing (Private Equity, Private Credit, Infrastructure) – What’s next and where are the markets today? Will Private market increase distributions and M&A activity?<br>( <a href="#">Maya Ortiz de Montellano/Michael Pellatz-Meketa</a> , <a href="#">Tom Casarella - Oaktree</a> , <a href="#">Ben Gulliver - Pemberton</a> ) | 1h:00                 |



|       |            |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             |       |
|-------|------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------|
| VII.  | 11:15 a.m. | Real Estate –What lies ahead in Real Estate and where are the opportunities? Has Office bottomed? What are some emerging market constraints in Real Estate?<br><br>( <a href="#">Scott Maynard – Meketa</a> , <a href="#">Brooks Monroe – Invesco</a> , <a href="#">Kosta Karmaniolas - Prologis</a> , <a href="#">Brian Woods - Abacus</a> , <a href="#">Reza Basharzad - Clarion</a> )                                                                                                                                                                                                    | :45   |
| VIII. | 12:00 p.m. | Lunch                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       | 1h:15 |
| IX.   | 1:15 p.m.  | Manager Debate: In a classic debate format; watch teams of managers debate various topics.<br><br>( <a href="#">David Sancewich/Ryan Farrell – Meketa</a> , <a href="#">Warren Naphtal - P/E Diversified</a> , <a href="#">Michael Hudgins - Hines</a> , <a href="#">David Aspell - Mt Lucas</a> , <a href="#">Christopher Miller - Neuberger</a> )                                                                                                                                                                                                                                         | :45   |
| X.    | 2:00 p.m.  | Inflation, Stagflation, and AI – When will inflation moderate and what are the implications? The global economy has been faced with historically high inflation alongside slowing economic growth. What is the risk of Stagflation? What does a more normalized economic market look like from here? What investment trends make sense over the next three to five years given this backdrop?<br><br>( <a href="#">Trent Kaeslin – SJCERA</a> , <a href="#">Mathew Buxton - Loomis</a> , <a href="#">Rodolfo Martell - Northern Trust</a> , <a href="#">Stephen Hooker – Stone Harbor</a> ) | 1h:00 |
| XI.   | 3:00 p.m.  | Break                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       | :15   |
| XII.  | 3:15 p.m.  | Open Discussion and Re-Cap<br>( <a href="#">David Sancewich - Meketa</a> )<br><br><a href="#">Comments from the Board</a><br><a href="#">Comments from the Public</a>                                                                                                                                                                                                                                                                                                                                                                                                                       | :45   |
| XIII. | 4:00 p.m.  | Adjournment                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |       |

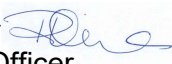




## SAN JOAQUIN COUNTY EMPLOYEES' RETIREMENT ASSOCIATION

September 4, 2026

TO: Board of Retirement

FROM: Renee Ostrander   
Chief Executive Officer

SUBJECT: Chief Executive Officer Report

### **STRENGTHEN THE LONG-TERM FINANCIAL HEALTH OF THE RETIREMENT PLAN**

#### Evaluate the Appropriateness of Actuarial Assumptions

Eva Yum and Daniel Siblik, Principal and Consulting Actuaries of Segal, are in the final stages of their actuarial audit and will be presenting their findings at the October 14, 2026 Board meeting.

#### Optimize the Investment Manager Lineup

*Evaluate investment managers, including legacy managers, to optimize performance; initiate changes as needed.*

The team met with several prospective managers and eight existing managers as part of SJCERA's ongoing review of investment performance, strategy, and portfolio fit. These discussions support the continued evaluation of the manager lineup and identification of opportunities to strengthen long-term portfolio performance.

#### Define Emerging Governance Issues

*Identify and implement fund governance changes on an as needed basis.*

The administrative and legal teams are working together to revise SJCERA's record retention policy and establish updated and clear timelines for document retention and the transition of storage of paper records to a digitized medium.

*Maintain a strong baseline of legal compliance with documents, guides, training, and continuance of the established review process.*

The legal team has created new forms in order to address unique but recurring situations with members. The creation of these forms will increase standardization of documentation and practice. The forms have been approved by the communications team and will be ready for use in the coming month.

*Conduct and present ongoing manager due diligence reviews via status reports, Board presentations, and on-site visits.*

Meketa and SJCERA staff are continuing to monitor the underperforming managers in the portfolio, including those previously put on watch. Monitoring activities include closely evaluating performance and increased dialogue with fund leadership. The team will continue to monitor and make recommendations as needed.

## MODERNIZE THE OPERATIONS INFRASTRUCTURE

### New Pension Administration System (PAS)

#### *Achieve defined milestones in new Pension Administration System.*

The Pension Administration System implementation continues to advance as SJCERA received Release 1.0 and member data migration this month. This release includes benefit estimates, calculation of final compensation, and service credit calculations required for retirement processing, terminations, and active member statement calculations. Workflows included in this release include beneficiary designations, name and address changes, terminations, benefit estimates, and service retirement.

Work is now focused on Release 2, scheduled for October 21, 2026. This release will include functionality for disability retirement, service purchases, refunds, deferred member statements, reciprocity, dependent and pension data, and several related workflows. The project team continues to manage risks involving data quality, overlapping release and migration activities, resource availability, and requirements that may emerge during configuration and testing. SJCERA and Heywood are addressing these risks through enhanced issue prioritization, additional requirements review, expanded testing, and closer coordination between the project teams.

#### *Define metrics for new Pension Administration System.*

SJCERA received Heywood Insights as part of Release 1.0. Insights is Heywood's integrated business-intelligence and reporting platform. The platform can support workload and service-level monitoring, pensioner payroll reporting, trend analysis, and real-time or scheduled management reporting.

Staff are currently reviewing the out-of-the-box reports available within Insights, with an initial focus on data-quality measures and validation results. As implementation progresses, staff will provide feedback to Heywood regarding the additional reports, operational metrics, and performance indicators SJCERA wants Insights to provide once the new Pension Administration System is in production.

### Member Experience

#### *Implement process for Alive and Well project.*

The team has entered the final stages of Round 2. The final hold notice was sent out last month and the team is attempting to call the remaining members who have yet to verify themselves.

### Employer Experience

#### *Develop Employer Ambassador program for Payroll Users Group.*

The Employer Ambassador Program inaugural launch last month created a shared engagement amongst the attendees. Based on their feedback, we will be meeting quarterly with the group and growing the attendee roster as more participate in the course. These meetings will be a useful tool to keep in contact with employers and identify any educational or process gaps between our many organizations.

## ALIGN RESOURCES AND ORGANIZATIONAL CAPABILITIES

### Workforce Planning Staff Education

#### *Define staff educational needs and develop corresponding training opportunities.*

During the semi-annual individual meetings between staff and the CEO, several team members identified areas of interest and topics they would like to learn. Leadership is already engaging in activities to address the staff's requests.

### Board of Retirement Practices

#### *Define board educational needs and implement corresponding educational opportunities and materials.*

The SJCERA team conducted the second half of new trustee orientation, providing actuarial and investment education to assist them in meeting their fiduciary responsibilities. Additionally, the SJCERA team released a digitized and remastered version of the co-investments training previously done in-

person by Yuliya Oryol and David Sancewich at the February 13, 2026 board meeting to trustees that are new or were unable to attend.

## MAINTAIN BUSINESS OPERATIONS

### *Develop 2027-2035 Strategic Plan.*

The team completed a first draft of the plan. It includes proposed changes to the mission and vision, a longer duration plan, and modifying the current set of three goals to a five-goal plan, highlighting the importance of strong financial decision making, educated members, good partnership, efficient operations, and internal team support. SJCERA asked participating employers for feedback. A few employers have sent positive feedback and are looking forward to a finalized document. SJCERA also presented to staff requesting input.

### *Complete RFP for Investment Consulting Services.*

The Investment Consulting Services RFP is due September 7, 2026. As part of the competitive process, we completed outreach to qualified firms and provided an opportunity for potential vendors to ask questions of the proposal. Over the next several weeks, the team will evaluate the submissions, interview finalists if necessary, and bring a recommended selection to the Board for approval.

### *Provide Excellent Customer Service*

A quote this month from one of our members:

[Andrea Bonilla] “quickly identified the concern and provide[d] the information”

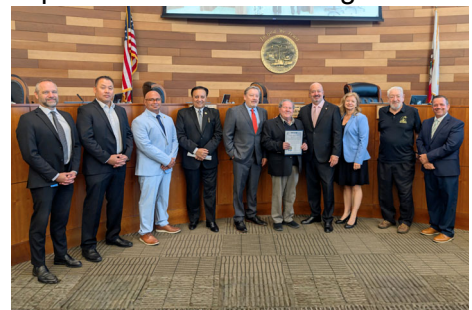
### *Employee of the Month*

This month's Employee of the Month is Lolo Garza. In late August, SJCERA was under a tight deadline to get a series of documents to one of our fund managers. Given the last minute, changing documentation requirements, the team was close to missing the deadline; however, Lolo stepped in and provided a solution that satisfied the manager's requirements, which allowed SJCERA to meet the deadline with minutes to spare! Lolo's also been performing additional work above his classification for the last several months and, due to his outstanding work and our permanent need to have those new roles and responsibilities filled, Lolo was recently promoted and is leading more technical aspects of the projects underway at SJCERA.

## CONCLUSION

This month was one of innovations and celebration. As part of our effort to continue to build a relationship with the county and help when we can set a path for others, our team has volunteered to be part of a county initiative called Global Responsible AI Compliance & Ethics (GRAICE). This initiative is in response to the rapid adoption of Artificial Intelligence across county departments and is striving towards standardizing responsible use of AI tools. As part of the initiative's kickoff, SJCERA one of just a couple departments that will lead the county's effort on implementation.

In addition, this month the Board of Supervisors honored Ray McCray on Tuesday August 18<sup>th</sup>. Our staff and a few of our Board Members went to celebrate Ray's many years of service and his impact on the members of SJCERA and the entire California public pension community at large. After 36 years on the Board, we wish Ray a much-deserved retirement.





SAN JOAQUIN COUNTY  
EMPLOYEES' RETIREMENT ASSOCIATION

# STRATEGIC PLAN

For the Calendar Years 2027 - 2035

Through strategic planning and disciplined execution, we are prepared to transform our goals into measurable achievements.

209.468.2163

[www.SJCERA.org](http://www.SJCERA.org)

220 E. Channel St,  
Stockton, CA 95202



# ABOUT US

## WHO WE ARE

SJCERA was established in 1946 by the San Joaquin County Board of Supervisors to provide retirement, disability, and death benefits to employees of San Joaquin County and other participating employers. Visit the [Employers](#) page for a list of SJCERA's participating employers.

SJCERA is a defined benefit plan, qualified under Section 401(a) of the Internal Revenue Code. A defined benefit plan is an employer-sponsored retirement plan that provides members a lifetime benefit based on a formula using age at retirement, years of service, and final average compensation. SJCERA administers the benefits in accordance with the provisions of the County Employees Retirement Law (CERL) of 1937, the Public Employees Pension Reform Act (PEPRA) of 2013, and the Internal Revenue Code.

SJCERA is governed by an independent, nine-member Board of Retirement. SJCERA's mission is to be trusted financial stewards committed to providing excellent service and lifetime retirement benefits to our members.

## MISSION

To deliver a secure, efficient, and accurate retirement benefit as a trusted fiduciary.

## VISION

A trusted partner in providing a secure retirement.

## VALUES



### INTEGRITY

We honor our commitments and can be trusted to do the right thing.



### SERVICE

Being respectful and helpful is at the heart of who we are.



### ACCOUNTABILITY

We take pride in our work and continuously improve ourselves.

# MISSION ALTERNATIVES

A mission statement is a short, clear declaration that explains an organization's core purpose, what it does right now, and who it serves.

## RECOMMENDED

To deliver a secure, efficient, and accurate retirement benefit as a trusted fiduciary.

## OPTIONS:

1. To administer retirement benefits with integrity, compliance, and fiscal responsibility.
2. To compassionately deliver a secure, efficient, and accurate retirement.

# VISION ALTERNATIVES

A vision statement is a short declaration that describes what an organization wants to achieve in the long term.

## RECOMMENDED

A trusted partner in providing a secure retirement.

## OPTIONS:

1. A fully funded system that, through education and communication, inspires retirement confidence and delivers secure, lifetime benefits to our members.
2. A financially strong retirement system built for future generations.

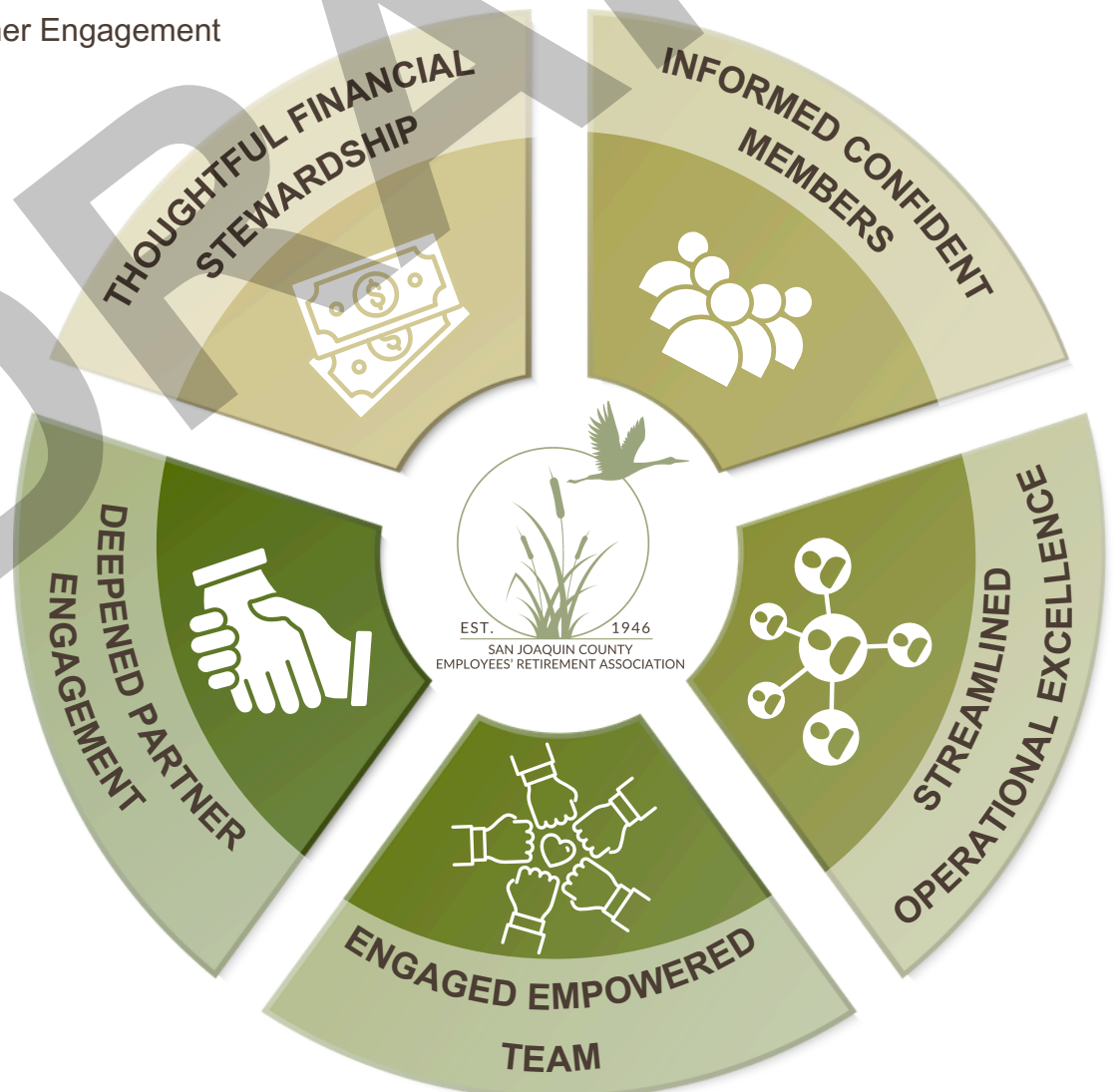


# 2027 - 2035 STRATEGIC PLAN

## GOALS

With a clearly defined mission and set shared of values, SJCERA is driven to provide service and focus on the following strategic goals:

- Thoughtful Financial Stewardship
- Informed Confident Members
- Streamlined Operational Excellence
- Engaged Empowered Team
- Deepened Partner Engagement



# THOUGHTFUL FINANCIAL STEWARDSHIP

By carefully managing budgets, controlling administrative costs, making informed investment decisions that enhance the wellbeing of the fund, and continually improving efficiency, SJCERA ensures resources are used where they have the greatest impact. This commitment to responsible stewardship helps safeguard member benefits, provide value to participating employers, and strengthen the organization for future generations.

| OBJECTIVE                                 | POTENTIAL INITIATIVES                                                                                                                                                                                                                                                                                          | POTENTIAL METRICS                                                                                                                                                                        |
|-------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Achieve sustainable long-term returns     | <ul style="list-style-type: none"> <li>Evaluate and refine due diligence process</li> <li>Present capital market assumptions and consider necessary modifications</li> </ul>                                                                                                                                   | <ul style="list-style-type: none"> <li>Meet/exceed actuarial rate over rolling 5- and 10-year periods</li> <li>Meet/exceed benchmark over rolling 3-, 5-, and 10-year periods</li> </ul> |
| Maintain disciplined asset allocation     | <ul style="list-style-type: none"> <li>Review diversification and concentration risks</li> <li>Evaluate rebalancing process</li> </ul>                                                                                                                                                                         | <ul style="list-style-type: none"> <li>Asset classes remain within defined policy ranges (% variance)</li> </ul>                                                                         |
| Manage investment risk prudently          | <ul style="list-style-type: none"> <li>Enhance portfolio stress testing and analysis</li> <li>Conduct risk survey and evaluate for any necessary changes</li> </ul>                                                                                                                                            | <ul style="list-style-type: none"> <li>Meet/exceed benchmark over rolling 3-, 5-, and 10-year periods</li> </ul>                                                                         |
| Optimize investment costs and value       | <ul style="list-style-type: none"> <li>Define acceptable fee ranges for asset classes</li> <li>Reconcile fees and investment expenses to contract terms</li> </ul>                                                                                                                                             | <ul style="list-style-type: none"> <li>Identified/realized cost savings</li> </ul>                                                                                                       |
| Strengthen manager and strategy oversight | <ul style="list-style-type: none"> <li>Refine/Enhance watch list process</li> <li>Evaluate appropriateness of established benchmarks for each asset class and propose modifications as necessary</li> </ul>                                                                                                    | <ul style="list-style-type: none"> <li>Percentage of funds meeting established due-diligence and performance standards</li> <li>Reduction in underperforming managers</li> </ul>         |
| Maintain sufficient liquidity             | <ul style="list-style-type: none"> <li>Develop and maintain forward-looking cash-flow forecasts incorporating benefit payments, capital calls, distributions, and operating needs</li> <li>Coordinate private-market pacing with liquidity requirements and stress-test adverse cash-flow scenarios</li> </ul> | <ul style="list-style-type: none"> <li>Number of unanticipated asset liquidations required</li> <li>Adherence to established liquidity thresholds</li> </ul>                             |
| Strengthen investment governance          | <ul style="list-style-type: none"> <li>Review delegated authority established by the Board for staff, consultants, and investment managers</li> <li>Conduct trustee education on investment performance benchmarking</li> </ul>                                                                                | <ul style="list-style-type: none"> <li>Alignment to established delegation limits</li> <li>Adherence to mandated educational requirements</li> </ul>                                     |



# INFORMED CONFIDENT MEMBERS

Informed, confident members are better equipped to make decisions about their retirement. SJCERA is committed to providing clear communication, accessible resources, and educational opportunities that help members understand their benefits and plan for the future. By empowering members with the knowledge and tools they need, SJCERA fosters confidence at every stage of their retirement journey.

| OBJECTIVE                                                         | POTENTIAL INITIATIVES                                                                                                                                                                                                                                           | POTENTIAL METRICS                                                                                                                                                                                                         |
|-------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Improved member understanding of benefits and retirement planning | <ul style="list-style-type: none"> <li>• Update retirement planning educational materials</li> <li>• Identify recurring member questions and proactively address knowledge gaps</li> </ul>                                                                      | <ul style="list-style-type: none"> <li>• Increase in understanding and confidence levels</li> <li>• Number of communications addressing identified knowledge gaps</li> </ul>                                              |
| Expand member education and outreach                              | <ul style="list-style-type: none"> <li>• Evaluate engagement by member group and communication channel to improve outreach effectiveness</li> <li>• Provide webinars and education targeting mid-career members</li> </ul>                                      | <ul style="list-style-type: none"> <li>• Number of outreach events, workshops, or webinars conducted</li> <li>• Percentage increase on webinar attendance</li> <li>• Demonstrated increase in member knowledge</li> </ul> |
| Increase early retirement planning                                | <ul style="list-style-type: none"> <li>• Develop educational roadmap to define engagement touchpoints throughout a member's career</li> <li>• Expand awareness and utilization of counseling, workshops, calculators, and planning tools.</li> </ul>            | <ul style="list-style-type: none"> <li>• Increased use of retirement planning calculator</li> <li>• Increase in members establishing member portal accounts</li> </ul>                                                    |
| Increase use of self-service tools                                | <ul style="list-style-type: none"> <li>• Expand and promote convenient online access to information</li> <li>• Improve digital tools based on member usage, feedback, and evolving needs</li> </ul>                                                             | <ul style="list-style-type: none"> <li>• Percentage of members utilizing member portal functionality</li> <li>• Increase in portal usage for non-financial, routine benefits processes</li> </ul>                         |
| Strengthen engagement with retirees                               | <ul style="list-style-type: none"> <li>• Provide regular benefit, service, and retirement-system updates</li> <li>• Increased participation in RPESJC events</li> <li>• Use retiree feedback and service trends to improve communication and support</li> </ul> | <ul style="list-style-type: none"> <li>• Number of retiree communications and educational updates</li> <li>• Increased retiree member portal utilization</li> </ul>                                                       |

# DEEPEDED PARTNER ENGAGEMENT

Strong partnerships are essential to delivering exceptional service and ensuring the long-term success of the retirement system. SJCERA is committed to strengthening relationships with participating employers, stakeholders, and trusted partners through open communication, collaboration, and shared accountability. By working together, SJCERA can better support its members, respond to changing needs, and achieve common goals.

| OBJECTIVE                                             | POTENTIAL INITIATIVES                                                                                                                                                                            | POTENTIAL METRICS                                                                                                                                                                                              |
|-------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Strengthen relationships with participating employers | <ul style="list-style-type: none"> <li>• Maintain regular two-way communication with participating employers</li> <li>• Increase participation in Employer Ambassador Program</li> </ul>         | <ul style="list-style-type: none"> <li>• Measured increase in event survey feedback</li> <li>• Reduced errors in bi-weekly payroll feed</li> </ul>                                                             |
| Enhance relationships with stakeholders               | <ul style="list-style-type: none"> <li>• Provide educational updates on changing retirement issues affecting partnership</li> <li>• Establish ongoing communication with labor groups</li> </ul> | <ul style="list-style-type: none"> <li>• Increased engagement throughout appropriate communication channels</li> <li>• Number of educational opportunities</li> </ul>                                          |
| Communicate future changes proactively                | <ul style="list-style-type: none"> <li>• Develop a crisis communication plan</li> <li>• Evaluate stakeholder group needs and develop corresponding communication strategy</li> </ul>             | <ul style="list-style-type: none"> <li>• Material changes communicated within established timeframes</li> <li>• Measure survey feedback on timeliness of communication regarding identified changes</li> </ul> |

# STREAMLINED OPERATIONAL EXCELLENCE

Delivering reliable, efficient, and high-quality service requires a commitment to continuous improvement. By simplifying processes, embracing technology, and equipping staff with the right tools and resources, SJCERA can work more effectively while enhancing the member experience. Streamlined operations also support responsible resource management and position the organization to meet future needs with agility.

| OBJECTIVE                                           | POTENTIAL INITIATIVES                                                                                                                                                                                                                            | POTENTIAL METRICS                                                                                                                                                                                                          |
|-----------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Modernize technology and digital tools              | <ul style="list-style-type: none"> <li>• Implement full PAS and member portals</li> <li>• Modernize website enhancing compliance, functionality, and metrics</li> </ul>                                                                          | <ul style="list-style-type: none"> <li>• Actual results meet contractual timelines and budget</li> <li>• Maintain compliance with federal and state mandates</li> </ul>                                                    |
| Standardize and improve key processes               | <ul style="list-style-type: none"> <li>• Monitor key services for delays, bottlenecks, and emerging backlogs</li> <li>• Expand AI usage in operational processes</li> </ul>                                                                      | <ul style="list-style-type: none"> <li>• Reduction in backlog</li> <li>• Reduced operational processing time</li> </ul>                                                                                                    |
| Strengthen internal controls and compliance         | <ul style="list-style-type: none"> <li>• Evaluate internal controls, policies, and procedures for changing risks and requirements</li> <li>• Address audit, compliance, or control deficiencies and strengthen oversight where needed</li> </ul> | <ul style="list-style-type: none"> <li>• No audit findings for internal controls, policies, and procedures</li> <li>• Alignment with legally mandated requirements and Generally Accepted Accounting Principles</li> </ul> |
| Strengthen cybersecurity and operational resilience | <ul style="list-style-type: none"> <li>• Improve incident-response capabilities.</li> <li>• Conduct tabletop exercise evaluating critical benefit processes</li> <li>• Enhance third-party/vendor assessment</li> </ul>                          | <ul style="list-style-type: none"> <li>• Reduction of average time to contain or mitigate a threat after detection</li> <li>• Increase overall third-party assessment scores</li> </ul>                                    |

# ENGAGED AND EMPOWERED TEAM

A strong organization begins with an engaged and empowered team. SJCERA fosters a workplace where employees are supported, valued, and encouraged to grow through collaboration, professional development, and shared accountability. By investing in its people, SJCERA strengthens its ability to deliver exceptional service, adapt to change, and fulfill its mission with excellence.

| OBJECTIVE                                            | POTENTIAL INITIATIVES                                                                                                                                                                                                                                  | POTENTIAL METRICS                                                                                                                                                                         |
|------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Strengthen employee engagement and workplace culture | <ul style="list-style-type: none"> <li>• Implement annual employee satisfaction survey</li> <li>• Identify engagement or workplace concerns early and develop appropriate follow-up actions</li> </ul>                                                 | <ul style="list-style-type: none"> <li>• Improve Net Promoter Score</li> <li>• Evaluated/addressed survey concerns within established timeframes</li> </ul>                               |
| Invest in employee development and growth            | <ul style="list-style-type: none"> <li>• Provide ongoing professional development, mentoring, and cross-training opportunities</li> <li>• Strengthen succession planning and knowledge transfer for critical positions and responsibilities</li> </ul> | <ul style="list-style-type: none"> <li>• Increased employee training enrollment and completion rates</li> <li>• Percentage of staff participating in development opportunities</li> </ul> |
| Equip staff with effective tools and resources       | <ul style="list-style-type: none"> <li>• Assess technology, staffing, and resource needs against workload and service performance</li> <li>• Provide tools and resources that improve productivity, accuracy, and collaboration</li> </ul>             | <ul style="list-style-type: none"> <li>• Improved employee satisfaction with newly implemented tools and technology</li> <li>• Reduction of processing time</li> </ul>                    |
| Promote innovation and continuous improvement        | <ul style="list-style-type: none"> <li>• Evaluate and implement Change Management Methodology</li> <li>• Evaluate and implement Six Sigma Methodology</li> </ul>                                                                                       | <ul style="list-style-type: none"> <li>• Improvement in staff adoption rates</li> <li>• Reduction in first pass processing times and error rate</li> </ul>                                |
| Strengthen collaboration and shared accountability   | <ul style="list-style-type: none"> <li>• Increase cross-functional collaboration on organizational priorities</li> <li>• Establish clear ownership, responsibilities, milestones, and follow-through</li> </ul>                                        | <ul style="list-style-type: none"> <li>• Number of staff recognition initiatives</li> <li>• Number of process improvements involving cross-functional departments</li> </ul>              |



# FROM STRATEGY TO RESULTS

SJCERA will advance its mission through disciplined execution, measurable outcomes, and continuous improvement across five strategic priorities.



## THOUGHTFUL FINANCIAL STEWARDSHIP

- Sustainable returns
- Prudent risk management
- Disciplined asset allocation
- Strong governance

## STREAMLINED OPERATIONAL EXCELLENCE

- Modern technology
- Efficient processes
- Strong controls
- Cybersecurity and resilience

## DEEPEDED PARTNER ENGAGEMENT

- Stronger relationships
- Two-way communication
- Timely information
- Proactive updates

## ENGAGED EMPOWERED TEAM

- Engaged employees
- Professional growth
- Effective tools
- Collaboration and innovation

## INFORMED CONFIDENT MEMBERS

- Greater understanding
- Earlier retirement planning
- Increased engagement
- Effective self-service

