



INTRODUCTION SUMMARY

San Mateo County Investment Pool — Fiscal Year 2025–2026 Performance and Outlook

I am pleased to share the investment performance of the San Mateo County Investment Pool for fiscal year 2025–2026, along with an update on our strategy and outlook for the coming year.

Our investment strategy remains focused on safeguarding principal, maintaining liquidity, and earning competitive returns in compliance with California Government Code Section 53601. We continue to monitor economic and market trends closely, maintaining flexibility to adjust the portfolio as conditions evolve. The County's portfolio is well-positioned to navigate the shifting interest rate environment, capturing current yield opportunities while remaining prepared for potential rate adjustments in the year ahead.

For fiscal year 2025–2026, the pool achieved gross earnings of approximately \$378 million, with the following gross earnings rates:

Month End (June 2026): 3.89%

4th Quarter (April–June 2026): 4.01%

Fiscal Year End 2025–2026: 3.98%

The current portfolio has an average maturity of 2.77 years and an average duration of 2.48 years, with a par value of \$10.066 billion. The largest non-government aggregate position is Toronto Dominion Bank NY at 1.00%, and the portfolio continues to hold no derivative products.

We estimate earnings for fiscal year 2026–2027 to be approximately 3.75%, reflecting both the portfolio's resilience and our proactive management.

The San Mateo County Pool remains fully compliant with Government Code Section 53646, ensuring that the pool maintains sufficient liquidity to meet all anticipated expenditure requirements for the next six months. I certify, and our compliance advisor, Silicon Valley Treasury Consulting Group, confirms that these reports comply with the Investment Policy dated Calendar Year 2026.

For additional details, you may also review the monthly compliance reports prepared by Silicon Valley Treasury Consulting Group, available on our website:

<https://www.smcgov.org/treasurer/investment-information>

If you have any questions regarding these reports or the County's investment program, please feel free to contact me at (650) 363-4470 or the Investment Team at trswire@smcgov.org

Thank you for your continued trust as we strive to manage the County's investment pool prudently and responsibly.

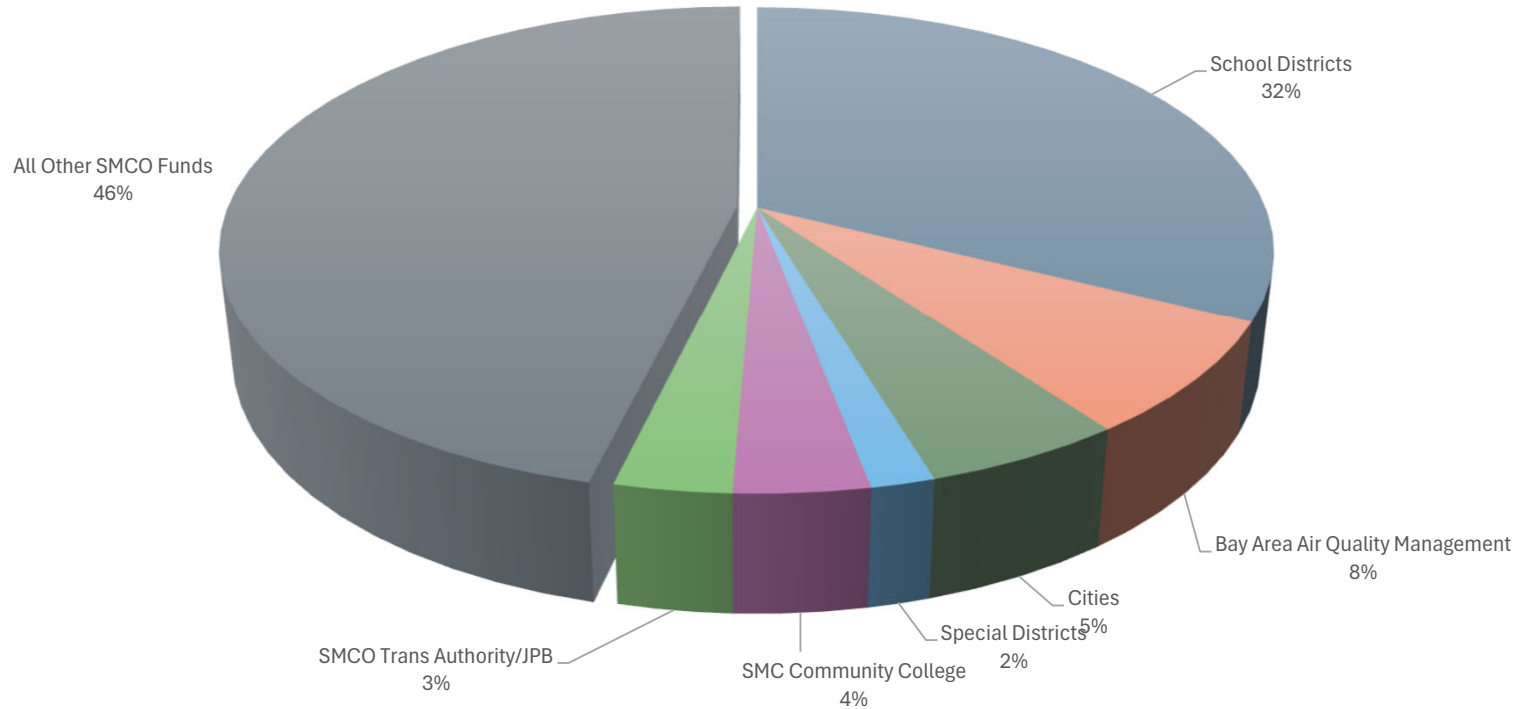
Best regards,

A handwritten signature in blue ink, appearing to read "Sandie Arnott", is written over a faint, larger version of the same signature.

Sandie Arnott
Treasurer-Tax Collector



SAN MATEO COUNTY TREASURER'S OFFICE POOL PARTICIPANTS DISTRIBUTION **June 30, 2026**



Participants	Amount	%
School Districts	\$ 3,246,034,677.37	32.38%
Bay Area Air Quality Management	761,573,718.33	7.60%
Cities	538,375,464.82	5.37%
Special Districts	170,934,399.28	1.70%
SMC Community College	359,556,996.14	3.59%
SMCO Trans Authority/JPB	311,907,412.65	3.11%
All Other SMCO Funds	4,637,220,842.02	46.25%
Total	\$ 10,025,603,510.61	100.00%

*Figures are based on the account balances of current pool participants and it will not match the Market Value of the pool.