



San Bernardino Community College District
BOARD FINANCE COMMITTEE
October 08, 2026
2:30 pm-3:30 pm Pacific Time

MEETING AGENDA

Physical Meeting Location:

*San Bernardino Community College District Boardroom Extension
550 E Hospitality Lane, Suite 200, San Bernardino CA*

I. Welcome & Introductions - Dr. Stephanie Houston, Chair

II. Public Comment

Any member of the public who wishes to address the Committee on any matter is limited to three minutes. The total time for members of the public to speak on the same or a similar issue shall be limited to 20 minutes.

III. Approval of Minutes

September 10, 2026

IV. Current Topics

- A. PARS Investment Presentation
- B. Disaggregated Student Information
- C. Fraud Detection and Enrollment Integrity
- D. Board Finance Committee Quarterly Activity

V. Monthly Updates (as necessary)

- A. BOT Budget to Actual
- B. Budget Revenue & Expenditures
- C. Enrollment
- D. Bond Construction Highlights
- E. PARS Investment
- F. State Budget

VI. Future Topics

- A. BFC Planning Calendar
- B. Trustee Suggestions

VII. Next Meeting & Adjournment

- A. The next meeting of the Board Finance Committee is scheduled for Thursday, November 12, 2026, at 2:30 p.m.

B. Adjournment

SBCCD | Mission:

SBCCD positively impacts the lives and careers of our students, the well-being of their families, and the prosperity of our community through excellence in educational and training opportunities.

BFC Charge: The SBCCD BFC exists as a standing, advisory committee comprised of less than a quorum of Board members and is subject to the California Public Meetings Brown Act. The committee is charged with:

- Increasing the efficiency of the Board of Trustees by performing time-consuming research on its behalf regarding all fiscal matters of the District.*
- Improving clarity by providing a platform for detailed questions not conducive to the flow of monthly business meetings.*
- Promoting transparency of the SBCCD budgeting process and fiscal matters through detailed discussion of these topics in an open forum.*
- Fostering an environment of understanding by communicating findings and formulating final recommendations to the Board of Trustees.*



Board of Trustees Finance Committee

Meeting Minutes – September 10, 2026

San Bernardino Community College District, Boardroom Extension
550 E. Hospitality Ln., Ste 200, San Bernardino, CA 92408

Teleconference Location: <https://sbccd-edu.zoom.us/j/81302566823>
265 Peachtree Street NE, Executive Conf. Rm. 223, Atlanta, GA 30303

Members Present:

Trustee Stephanie Houston via Zoom
Trustee Cherina Betters
Trustee Nathan Gonzales

Members Absent:

None

Staff Present:

Dr. Diana Z. Rodriguez, Chancellor
Jose Torres, Executive Vice Chancellor
Tenille Norris, Director Fiscal Services
Charmaine Ligon, Senior Executive Administrative Assistant

I. WELCOME & INTRODUCTIONS

Trustee Nathan Gonzales called the meeting to order at 2:30 p.m. The Board Finance Committee meeting is conducted pursuant to California Government Code Section 54953. Trustee Houston is attending the meeting via zoom. In accordance with the Ralph M. Brown Act, the teleconference location as been identified in the notice and agenda for this meeting. Trustee Betters confirmed she can clearly hear Trustee Houston you. All board members present can hear all trustees clearly.

II. PUBLIC COMMENTS ON AGENDA AND NON-AGENDA ITEMS

None . Executive Vice Chancellor Jose Torres introduced Tenille Norris as the Fiscal Director of Finance by.

III. APPROVAL OF MINUTES

A. 2026-08-13 Minutes

Trustee Betters made a motion to approve the 2026-08-13 minutes in which Trustee Houston seconded. The motion passed with the following vote.

AYES: Gonzales, Houston, Betters

NOES: None

ABSENT: None

ABSTENTIONS: None

IV. CURRENT TOPICS

A. Bond Measure Workforce Report & Semi-Annual Bond Construction Update

Farrah Farzaneh and Abel Favela presented an update on construction progress, workforce participation, local business engagement, and community outreach:

- Construction change orders total approximately \$8.4 million. Farzaneh attributed the relatively low percentage of change orders to collaboration and efficiencies achieved through the progressive design-build process.
- The District was recognized by the Construction Management Association of America as “Owner of the Year.” The Crafton Hills College Performing Arts Center also received a Project Achievement Award.
- San Bernardino Vally College (SBVC) Student Services Building: The \$127.6 million progressive design-build project is meeting its local-hire goal. The completed facility will provide a modern, accessible environment for students. It was noted that the project has recorded zero injuries since April 25.
- SBVC Career Pathways 2, Phase I: Project figures are expected to begin changing as work progresses.
- SBVC Career Pathways 2, Phase II: Construction is anticipated to begin in January 2028.
- Crafton Hill College (CHC) Instructional Building: Construction is approximately 50% complete and remains on schedule. Completion is expected next year, with the building anticipated to open in August 2027. More than 20,000 work hours have been recorded on the project.
- Sustainability: LEED-certified buildings were highlighted for their improved indoor air quality and energy efficiency.

B. Commercial Properties Lease Update

Executive Vice Chancellor Torres reviewed the semi-annual update on the District’s Commercial Properties Lease. We are close to 94% occupied. Executive Vice Chancellor Torres praised the Facilities team for their work.

- The District’s property named 2 Parkside is 100% leased. In 2027 one lease will conclude and team is working on negotiations.
- The District’s property named 1 Parkside is currently vacant. Negotiations are in progress.
- The District’s property named North River is 100% leased.

V. MONTHLY UPDATES (as necessary)

A. BOT Budget to Actual

Executive Vice Chancellor Torres explained that there are no concerns or anything to report at this time.

B. Budget Revenue & Expenditures

Executive Vice Chancellor Torres explained that there are no concerns or anything

to report at this time.

C. Enrollment

Executive Vice Chancellor Torres reported that the District has reached 60% of its enrollment target before completing the first semester, with significant growth occurring at both colleges.

Dr. Gilbert Contreras reported that growth at San Bernardino Valley College was attributed to dual enrollment, FTM/FTEF, ethnic studies, educational pathways, and career technical education programs. Dr. Christopher Crew reported a similar pattern at Crafton Hills College, identifying the Certified Nursing Assistant and Fire programs as the college's largest areas of growth.

D. PARS Investment

Executive Vice Chancellor Torres explained that market conditions continue to be monitored. There was a discussion on the District's investments and whether any investments were in Artificial Intelligence. Executive Vice Chancellor Torres noted that suggestion as a future topic.

E. State Budget

Executive Vice Chancellor Torres explained that there are no concerns or anything to report at this time.

VI. FUTURE TOPICS

A. BFC Planning Calendar

The Board Finance Committee will hold the next meeting as scheduled on October 8, 2026. There will be enough time to travel to the State of the County meeting.

B. Trustee Suggestions

None.

VII. NEXT MEETING DATE & ADJOURNMENT

A. The next meeting of the Board Finance Committee is scheduled for Thursday, October 8, 2026, at 2:30 p.m.

B. The meeting was adjourned at 3:17 p.m.

Charmaine Ligon, Senior Executive Administrative Assistant

PARS

PUBLIC AGENCY
RETIREMENT SERVICES



COMMUNITY COLLEGE
LEAGUE OF CALIFORNIA



SBCCD BOARD FINANCE COMMITTEE

Pension Rate Stabilization Program (PRSP) Trust Client Review
October 8, 2026

CONTACTS



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PFM Asset Management is a division of U.S. Bancorp Asset Management, Inc. See additional disclosures at the end of this presentation

PARS TRUST TEAM

As of June 30, 2026

Trust Administrator & Consultant*



- Serves as record-keeper, consultant, and central point of contact
- Sub-trust accounting
- Coordinates all agency services
- Monitors plan compliance (IRS/GASB/State Government Code)
- Processes contributions/disbursements
- Hands-on, dedicated support teams

40+

Years of Experience
(1984-2026)

2,300+

Total Plans
Administered

1,100+

Public Agency
Clients

550+

115 Trust Clients

750K+

Plan Participants

\$11.7 B+

Assets under
Administration

* See important information regarding PARS in the Disclaimer page at the end of the presentation.

Trustee



- 5th largest commercial bank and one of the nation's largest trustees for Section 115 trusts
- Safeguard plan assets
- Oversight protection as plan fiduciary
- Custodian of assets

163

Years of Experience
(1863-2026)

\$11.0T

Assets under
Administration

Investment Manager



- A division of U.S. Bancorp Asset Management, Inc.
- Fixed income and multi asset portfolios
- Strategic Blend and Index platform options
- Customized portfolios (with minimum asset level)

41

Years of Investment
Experience
(As of 6/30/2026)

\$252.8B *

Assets under Management
& Advisement

*Please see disclosures at the end of this presentation

Program Sponsor for Pension Rate Stabilization Program (PRSP):



COMMUNITY COLLEGE LEAGUE OF CALIFORNIA

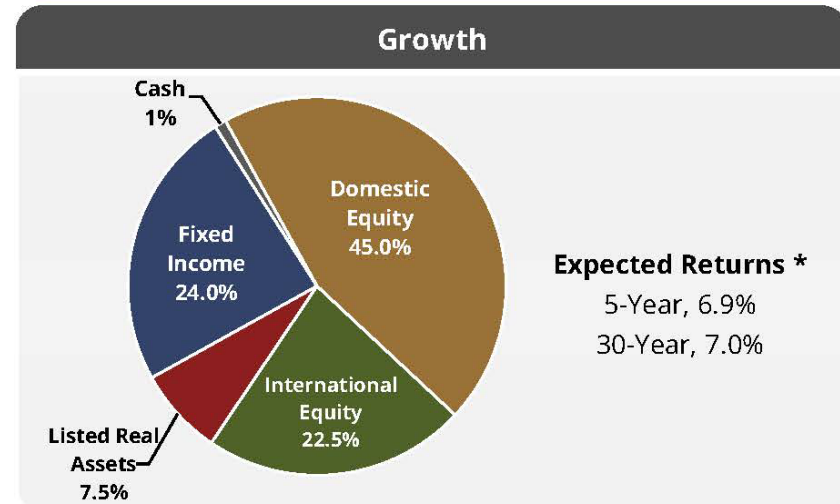
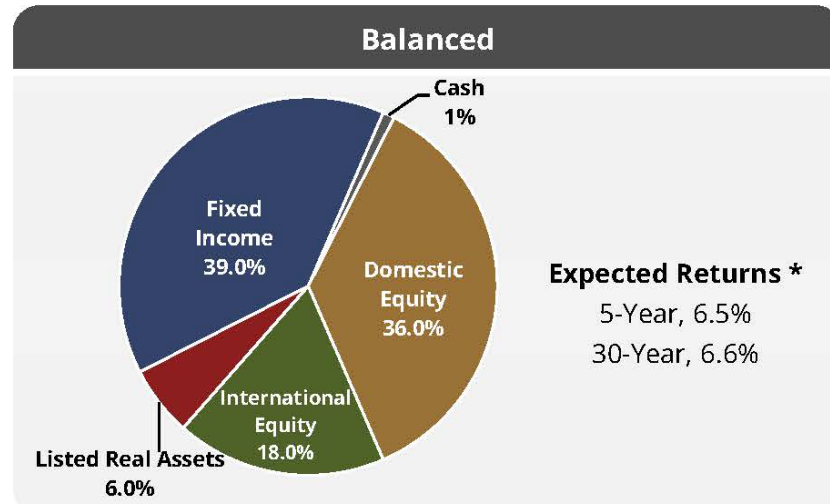
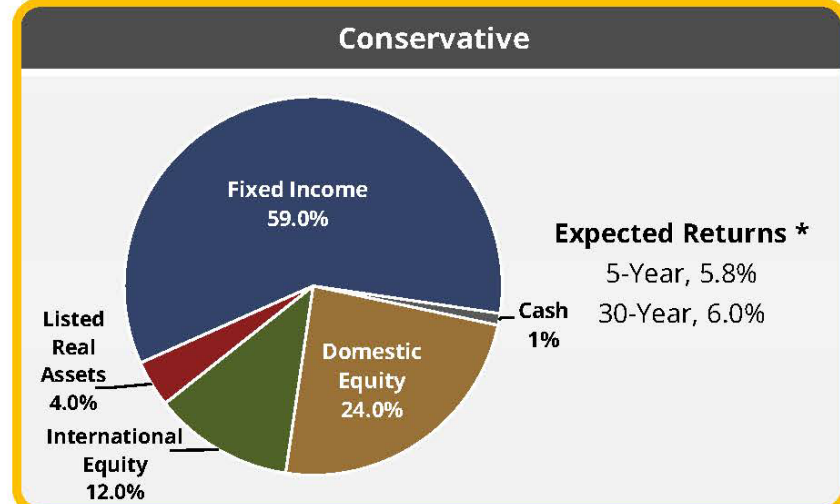
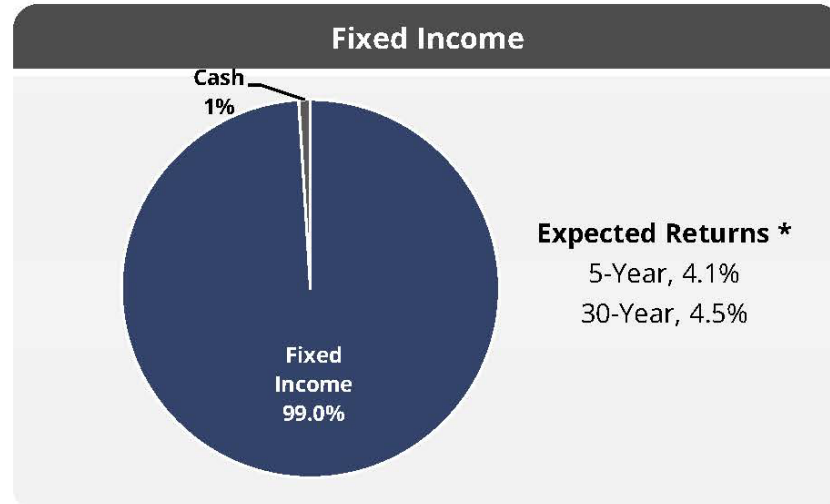
SUMMARY OF AGENCY'S PLAN

AS OF AUGUST 31, 2026:

Initial Contribution:	July 2017: \$5,000,000
Additional Contributions:	\$96,700,000
Total Contributions:	\$101,700,000
Disbursements:	\$28,637,946
Net Investment Earnings:	\$52,364,960
Account Balance:	\$125,427,014

PFMAM TARGET INDEX STRATEGIES

The following strategies are invested entirely in passive funds:



* Data from PFMAM Target Index Strategies: Asset Allocation Summary. Representative as of 2026. Asset allocations and assumptions are subject to change. Please see important disclosures at the end of this presentation for additional information.

TARGET INDEX PORTFOLIOS ASSET ALLOCATION

Time Horizon		Fixed Income		Conservative		Balanced		Growth	
		Short-term Up to 5 years		Intermediate-term 3 to 7 years		Long-term 7 or more years		Long-term 7 or more years	
Asset Class		Range	Target	Range	Target	Range	Target	Range	Target
Equity Assets									
	Domestic	0%-0%	0.00%	19%-29%	24.00%	31%-41%	36.00%	40%-60%	45.00%
	International	0%-0%	0.00%	7%-17%	12.00%	13%-23%	18.00%	17%-27%	22.50%
	Other	0%-0%	0.00%	0%-5%	0.00%	0%-5%	0.00%	0%-5%	0.00%
Listed Real Assets									
	Listed REITs	0%-0%	0.00%	0%-7%	2.00%	0%-8%	3.00%	0%-9%	3.75%
	Listed Infrastructure	0%-0%	0.00%	0%-7%	2.00%	0%-8%	3.00%	0%-9%	3.75%
	Other	0%-0%	0.00%	0%-5%	0.00%	0%-5%	0.00%	0%-5%	0.00%
Fixed Income Assets									
	Investment Grade	87%-97%	91.50%	50%-60%	54.50%	31%-41%	36.00%	17%-27%	22.00%
	Non-Investment Grade	0%-12%	7.50%	0%-9%	4.50%	0%-8%	3.00%	0%-7%	2.00%
	Other	0%-5%	0.00%	0%-5%	0.00%	0%-5%	0.00%	0%-5%	0.00%
Cash Equivalents		0%-5%	1.00%	0%-5%	1.00%	0%-5%	1.00%	0%-5%	1.00%

QUARTERLY MARKET SUMMARY

For the Quarter Ended June 30, 2026

Multi-Asset Class Management

Index Name	QTD	YTD	One Year	Three Year	Five Year	Seven Year	Ten Year
DOMESTIC EQUITY							
S&P 500	15.20%	10.21%	22.32%	20.61%	13.41%	16.08%	15.51%
Russell 3000	15.44%	10.88%	22.82%	20.36%	12.31%	15.51%	15.06%
Russell 1000 Growth	16.74%	5.33%	17.71%	22.58%	13.71%	18.80%	18.58%
Russell 1000	15.14%	10.33%	22.02%	20.47%	12.66%	15.79%	15.30%
Russell 1000 Value	13.87%	16.26%	27.12%	17.79%	11.17%	12.10%	11.52%
Russell Midcap Growth	14.55%	7.27%	6.17%	15.61%	6.03%	11.60%	13.04%
Russell Midcap	13.83%	15.30%	21.63%	16.51%	8.50%	11.93%	12.00%
Russell Midcap Value	13.40%	17.58%	26.62%	16.51%	9.48%	11.35%	10.63%
Russell 2000 Growth	25.71%	22.18%	38.74%	18.44%	5.57%	10.82%	11.97%
Russell 2000	21.49%	22.57%	40.78%	18.60%	6.98%	11.34%	11.62%
Russell 2000 Value	17.19%	22.99%	43.01%	18.73%	8.23%	11.36%	10.89%
INTERNATIONAL EQUITY							
MSCI EAFE	10.82%	9.44%	20.23%	16.44%	9.05%	9.90%	9.66%
MSCI AC World	14.93%	11.25%	23.67%	19.70%	10.98%	13.28%	12.78%
MSCI AC World ex USA	14.49%	13.68%	27.66%	18.82%	8.79%	10.16%	9.93%
MSCI AC World ex USA Small Cap	9.62%	9.10%	19.83%	16.42%	6.30%	9.68%	9.10%
MSCI EM (Emerging Markets)	24.05%	23.85%	43.51%	23.03%	7.20%	9.82%	10.07%
LISTED REAL ASSETS							
FTSE NAREIT All Equity REITs	10.73%	14.90%	15.43%	10.06%	3.71%	5.86%	5.88%
FTSE Global Core Infrastructure 50/50	2.33%	10.66%	15.78%	12.24%	7.65%	6.71%	7.47%
Bloomberg Commodity	-8.08%	14.36%	25.46%	11.69%	9.37%	9.46%	5.83%
FIXED INCOME							
Bloomberg U.S. Aggregate	0.67%	0.62%	3.79%	4.16%	0.08%	1.22%	1.54%
Bloomberg U.S. Government/Credit	0.70%	0.49%	3.32%	3.97%	-0.10%	1.25%	1.59%
Bloomberg U.S. Intermediate Government/Credit	0.43%	0.40%	3.14%	4.68%	1.22%	1.89%	1.92%
Bloomberg U.S. Treasury (1-3 Y)	0.37%	0.64%	2.92%	4.38%	1.90%	1.95%	1.75%
ICE BofA U.S. High Yield	2.45%	1.89%	5.74%	8.79%	4.13%	4.92%	5.70%
Bloomberg Global Aggregate	0.87%	-0.21%	0.62%	3.41%	-1.55%	-0.15%	0.38%
CASH EQUIVALENT							
Bloomberg 3 Month T-Bill	0.90%	1.77%	3.89%	4.69%	3.58%	2.80%	2.38%

Source: Investment Metrics. Returns are expressed as percentages. Please refer to the last page of this document for important disclosures relating to this material.

Factors to Consider Over the Next 6-12 Months

Monetary Policy (Global):



- The Federal Reserve held rates steady at Chair Warsh's first meeting and removed forward guidance while shifting its focus to price stability. The June "dot plot" shifted more hawkish.
- Global central banks diverged, with ECB and BoJ hiking on persistent inflation while others remain on hold.

Economic Growth (Global):



- Global growth prospects improved following easing Middle East tensions, easing a key overhang on global supply chains and energy prices.
- AI-related productivity boost and easing tariff pressures are expected to mitigate downside risks to global growth amid geopolitical uncertainty and signs of softer consumer demand.

Inflation (U.S.):



- Headline inflation remains above target but may be at or near its peak as falling oil prices provide a disinflationary impulse.
- While long-run inflation expectations remain anchored, the Fed remains focused on the passthrough of higher energy prices into core inflation.

Financial Conditions (U.S.):



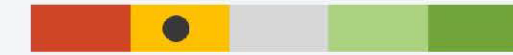
- Equity and fixed-income markets largely looked through the Middle East conflict, remaining focused on fundamentals and earnings strength.
- Recent capital raises amidst strong corporate fundamentals along with credit spreads near historical highs reflect steady financial conditions.

Consumer Spending (U.S.):



- Consumer spending remained resilient amidst high energy prices, supported by higher-income households while affordability pressures persist for lower-income consumers.
- Real wages have turned modestly negative as inflation outpaces nominal wage gains, eroding purchasing power. Savings rate at multi-year lows.

Labor Markets (U.S.):



- Recent payroll gains exceeding expectations and the unemployment rate holding steady. Falling labor force participation a concern.
- Hiring breadth remains narrow, concentrated in healthcare and social assistance.
- The "low-hire, low-fire" dynamic persists, with labor demand stable but hiring activity subdued.

Corporate Fundamentals:



- Earnings growth expectations continued to improve for 2026 and 2027 across global equities with double digit growth expected across U.S. and international equity benchmarks.
- In the U.S., AI related capex spend, M&A, tax changes and rising profit margins are positives.

Valuations:



- Valuations across U.S. equities and credit markets reflect resilient growth, strong earnings growth and profit margins.
- Equity markets recovered strongly in Q1 leading to valuations higher than averages.

Political/Policy Risks:



- Conflict with Iran and the ongoing geopolitical uncertainty remain center stage even as MoU is signed to resolve the U.S.-Iran conflict.
- Tariff-related uncertainty and upcoming mid-term elections in the U.S. also warrant attention.

● Current outlook ○ Outlook one quarter ago

Stance Unfavorable
to Risk Assets



Stance Favorable to
Risk Assets

Statements and opinions expressed about the next 6-12 months were developed based on our independent research with information obtained from Bloomberg. The views expressed within this material constitute the perspective and judgment of PFM Asset Management, a division of U.S. Bancorp Asset Management, Inc., at the time of distribution (June 30, 2026) and are subject to change. Information is obtained from sources generally believed to be reliable and available to the public; however, we cannot guarantee its accuracy, completeness, or suitability.

PARS OPEB and Pension Trust Target Index Conservative

As of June 30, 2026

Asset Allocation & Performance

	Allocation		Performance(%)							
	%	1 Quarter	Year To Date	1 Year	3 Years	5 Years	7 Years	10 Years	Since Inception	Inception Date
Total Portfolio - PARS/115 Target Index Conservative	100.00	5.74	5.28	11.49	N/A	N/A	N/A	N/A	10.29	04/01/2024
<i>Blended Benchmark - PARS/Target Index Conservative</i>		<i>6.11</i>	<i>5.30</i>	<i>11.65</i>	<i>N/A</i>	<i>N/A</i>	<i>N/A</i>	<i>N/A</i>	<i>10.18</i>	
Domestic Equity	23.72	15.72	11.11	23.07	N/A	N/A	N/A	N/A	18.46	04/01/2024
<i>Russell 3000 Index</i>		<i>15.43</i>	<i>10.86</i>	<i>22.81</i>	<i>20.35</i>	<i>12.30</i>	<i>15.51</i>	<i>15.06</i>	<i>18.37</i>	
Fidelity Total Market Index	23.72	15.72	11.11	23.07	20.46	12.26	15.47	15.04	18.46	04/01/2024
<i>Russell 3000 Index</i>		<i>15.43</i>	<i>10.86</i>	<i>22.81</i>	<i>20.35</i>	<i>12.30</i>	<i>15.51</i>	<i>15.06</i>	<i>18.37</i>	
International Equity	11.79	12.27	14.14	27.35	N/A	N/A	N/A	N/A	20.53	04/01/2024
<i>MSCI AC World ex USA (Net)</i>		<i>14.49</i>	<i>13.68</i>	<i>27.66</i>	<i>18.82</i>	<i>8.79</i>	<i>10.16</i>	<i>9.93</i>	<i>20.36</i>	
iShares Core MSCI Total Intl Stock ETF	11.79	12.27	14.14	27.35	18.86	8.77	10.35	10.07	20.62	04/01/2024
<i>MSCI AC World ex USA (Net)</i>		<i>14.49</i>	<i>13.68</i>	<i>27.66</i>	<i>18.82</i>	<i>8.79</i>	<i>10.16</i>	<i>9.93</i>	<i>20.36</i>	
Other Growth	3.94	5.27	10.48	14.29	N/A	N/A	N/A	N/A	14.31	04/01/2024
Vanguard Real Estate ETF	2.05	9.69	11.13	12.48	9.13	2.79	5.29	4.91	9.14	04/01/2024
<i>MSCI US REIT Index</i>		<i>12.15</i>	<i>17.58</i>	<i>21.15</i>	<i>12.39</i>	<i>5.83</i>	<i>6.92</i>	<i>6.07</i>	<i>13.15</i>	
iShares Global Infrastructure ETF	1.90	0.92	9.73	15.87	16.16	11.22	8.46	8.30	20.09	04/01/2024
<i>S&P Global Infrastructure (Net)</i>		<i>1.28</i>	<i>9.50</i>	<i>15.82</i>	<i>15.84</i>	<i>10.95</i>	<i>8.21</i>	<i>8.08</i>	<i>19.78</i>	
Fixed Income	57.11	0.80	0.80	3.99	N/A	N/A	N/A	N/A	4.86	04/01/2024
<i>Bmbg. U.S. Aggregate</i>		<i>0.67</i>	<i>0.62</i>	<i>3.79</i>	<i>4.16</i>	<i>0.08</i>	<i>1.22</i>	<i>1.54</i>	<i>4.40</i>	
iShares Core US Aggregate Bond ETF	52.70	0.67	0.71	3.80	4.16	0.09	1.20	1.52	4.44	04/01/2024
<i>Bmbg. U.S. Aggregate</i>		<i>0.67</i>	<i>0.62</i>	<i>3.79</i>	<i>4.16</i>	<i>0.08</i>	<i>1.22</i>	<i>1.54</i>	<i>4.40</i>	
SPDR Portfolio High Yield Bond	4.41	2.46	1.97	6.02	8.85	4.30	5.20	5.08	7.67	04/01/2024
<i>ICE BofA US High Yield Index</i>		<i>2.45</i>	<i>1.89</i>	<i>5.74</i>	<i>8.79</i>	<i>4.13</i>	<i>4.92</i>	<i>5.70</i>	<i>7.57</i>	
Cash Equivalent	3.43	0.89	1.79	3.88	N/A	N/A	N/A	N/A	4.40	04/01/2024
<i>ICE BofA 3 Month U.S. T-Bill</i>		<i>0.88</i>	<i>1.74</i>	<i>3.84</i>	<i>4.64</i>	<i>3.52</i>	<i>2.75</i>	<i>2.34</i>	<i>4.38</i>	
First American Government Obligation - X	3.43	0.89	1.79	3.88	4.64	3.54	2.72	2.28	4.39	04/01/2024
<i>ICE BofA 3 Month U.S. T-Bill</i>		<i>0.88</i>	<i>1.74</i>	<i>3.84</i>	<i>4.64</i>	<i>3.52</i>	<i>2.75</i>	<i>2.34</i>	<i>4.38</i>	

Returns are gross of investment advisory fees and net of mutual fund fees. Returns are expressed as percentages and for periods over one year are annualized. Asset class level returns may vary from individual underlying manager returns due to cash flows. Total Portfolio returns prior to 1/1/2024 were provided by previous Advisor and believed to be accurate and reliable. Returns for January 2024 were calculated by the legacy performance system of previous Advisor and believed to be accurate and reliable.

APPENDIX

2026 Capital Market Assumptions

	Intermediate: Next 5 Years		Long Term Projections	
	Expected Return	Expected Risk	Expected Return	Expected Risk
U.S. Large Cap Equity	6.8%	16%	7.2%	16%
U.S. Small Cap Equity	8.0%	19%	8.0%	19%
Int'l Developed Equity	7.6%	17%	7.2%	17%
EM Equity	8.0%	20%	7.8%	20%
Short-Term Bonds	3.5%	3%	3.4%	3%
Core Bonds	4.0%	5%	4.4%	5%
Global Core	3.1%	5%	3.6%	5%
Intermediate IG Corp	4.5%	7%	4.9%	7%
Long IG Corp	4.8%	8%	5.6%	8%
Broad Treasury	3.8%	5%	4.0%	5%
Long Treasury	4.4%	12%	4.8%	12%
20+ STRIPS	4.2%	21%	4.9%	21%
High Yield Bonds	5.3%	9%	5.8%	9%
Bank Loans	5.4%	6%	5.5%	6%
REITs	7.3%	16%	7.1%	16%
Listed Infrastructure	7.4%	13%	7.5%	13%
Private Equity	9.1%	22%	9.9%	22%
Private Debt	7.3%	13%	7.2%	13%
Private Real Estate	8.1%	18%	7.8%	18%
Private Infrastructure	9.6%	15%	8.8%	15%
Hedge Funds	7.3%	16%	7.5%	16%
Cash	3.3%	1%	3.1%	1%

For the intermediate term (up to 5 years), our capital market assumptions derive from our assessment of current economic conditions, including corporate profits, balance sheets, etc., and current valuations for various asset classes. Our long-term assumptions are derived using an economic building block approach that projects economic and corporate profit growth and takes into consideration the fundamental factors driving long-term real economic growth, our expectation for inflation, productivity and labor force growth.

2026 Capital Market Assumptions, Cont.

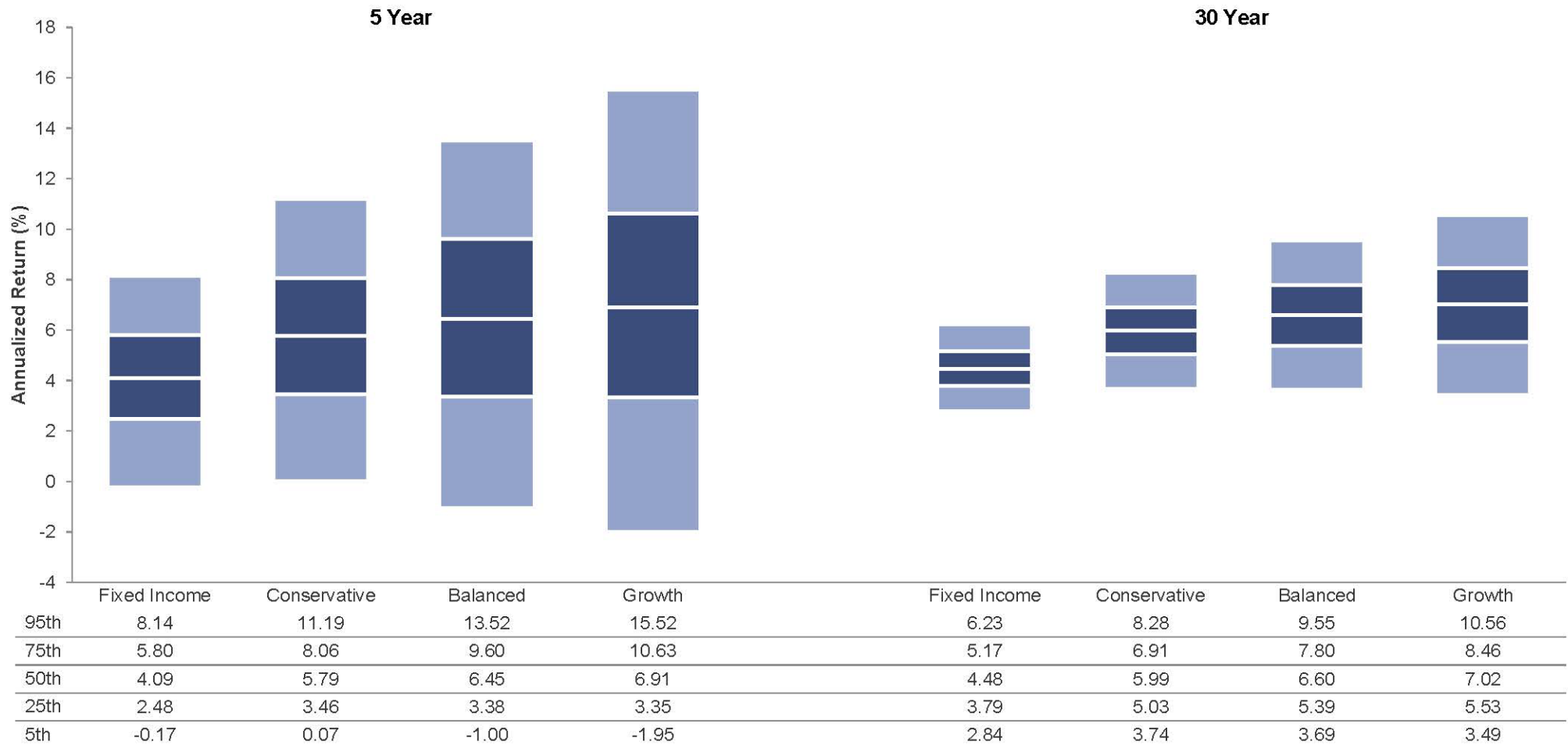
	Cash	Hedge Funds	Private Infrastructure	Private Real Estate	Private Debt	Private Equity	Listed Infrastructure	REITs	Bank Loans	High Yield Bonds	20+ STRIPS	Long Treasury	Broad Treasury	Long IG Corp	Intermediate IG Corp	Global Core	Core Bonds	Short-Term Bonds	EM Equity	Int'l Developed Equity	U.S. Small Cap Equity	U.S. Large Cap Equity
U.S. Large Cap Equity																						1
U.S. Small Cap Equity																					1	0.9
Int'l Developed Equity																					0.8	0.8
EM Equity																			1	0.8	0.7	0.7
Short-Term Bonds																		1	0.1	0.1	0.2	0.2
Core Bonds																	1	0.5	0.2	0.2	0.1	0.1
Global Core																1	0.7	0.4	0.3	0.3	0.2	0.2
Intermediate IG Corp															1	0.9	0.9	0.7	0.2	0.2	0.3	0.3
Long IG Corp														1	0.9	0.9	0.9	0.7	0.2	0.2	0.3	0.3
Broad Treasury													1	0.9	0.6	0.9	0.9	0.8	-0.2	-0.2	-0.3	-0.3
Long Treasury												1	0.9	0.9	0.5	0.9	0.8	0.6	-0.2	-0.2	-0.3	-0.3
20+ STRIPS											1	0.9	0.9	0.9	0.4	0.7	0.6	0.4	-0.2	-0.2	-0.3	-0.3
High Yield Bonds										1	-0.1	-0.1	-0.1	0.7	0.4	0.4	0.4	0.3	0.5	0.5	0.7	0.7
Bank Loans									1	0.4	-0.3	-0.3	-0.3	0.7	0.5	0.3	0.1	0.4	0.3	0.3	0.4	0.4
REITs								1	0.4	0.5	-0.1	-0.1	-0.1	0.4	0.7	0.3	0.3	0.2	0.6	0.7	0.7	0.6
Listed Infrastructure							1	0.7	0.5	0.6	-0.1	-0.1	-0.1	0.5	0.6	0.6	0.3	0.2	0.6	0.7	0.7	0.7
Private Equity						1	0.4	0.4	0.2	0.5	0.1	0.1	0.1	0.3	0.3	0.3	0.3	0.2	0.6	0.6	0.7	0.7
Private Debt					1	0.5	0.4	0.4	0.7	0.8	0.5	0.4	0.4	0.4	0.4	0.4	0.4	0.3	0.4	0.4	0.6	0.6
Private Real Estate				1	0.4	0.6	0.8	0.4	0.2	0.4	0.2	0.2	0.2	0.2	0.3	0.3	0.3	0.2	0.3	0.3	0.4	0.4
Private Infrastructure			1	0.5	0.3	0.7	0.4	0.4	0.3	0.3	0.1	0.1	0.1	0.2	0.3	0.3	0.3	0.3	0.2	0.3	0.3	0.3
Hedge Funds		1	0.3	0.3	0.4	0.5	0.4	0.4	0.4	0.4	-0.2	-0.2	-0.2	0.3	0.4	0.4	0.4	0.3	0.5	0.5	0.6	0.6
Cash	1	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.2	0.1	0.1	0.1	0.1	0.1	0.2	0.2	0.2	0.5	0.1	0.1	0.1	0.1

Target Index Strategies

	Fixed Income	Conservative	Balanced	Growth
Equity	0.0%	36.0%	54.0%	67.5%
US Large Cap Equity	0.0%	22.8%	34.2%	42.8%
US Small Cap Equity	0.0%	1.2%	1.8%	2.3%
Int'l Developed Equity	0.0%	9.0%	13.5%	16.9%
Emerging Market Equity	0.0%	3.0%	4.5%	5.6%
Listed Real Assets	0.0%	4.0%	6.0%	7.5%
REITs	0.0%	2.0%	3.0%	3.8%
Listed Infrastructure	0.0%	2.0%	3.0%	3.8%
Fixed Income	99.0%	59.0%	39.0%	24.0%
Core Bonds	91.6%	54.6%	36.1%	22.2%
High Yield Bonds	7.4%	4.4%	2.9%	1.8%
Cash	1.0%	1.0%	1.0%	1.0%

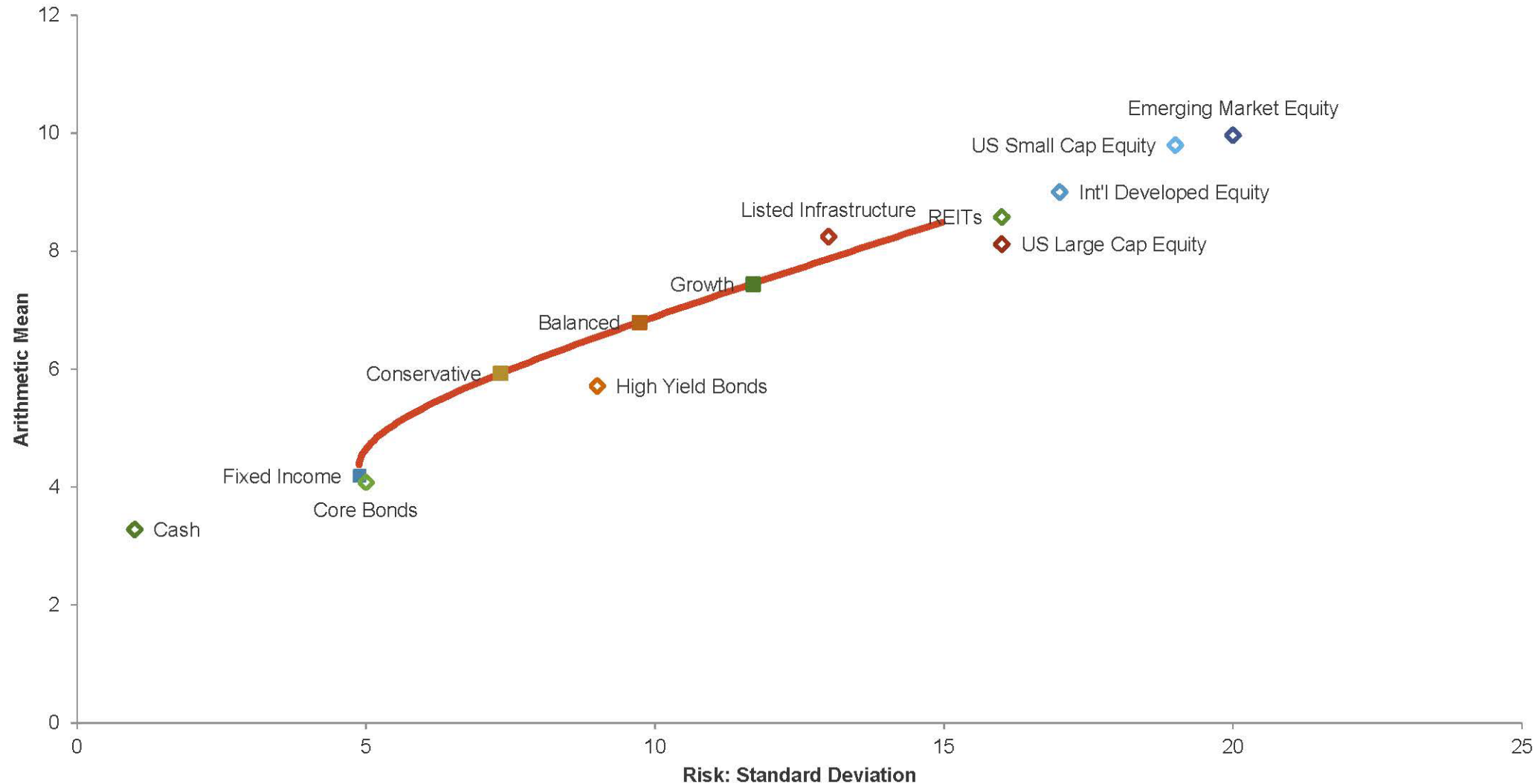
Intermediate-Term Assump. (5 Years)				
Expected Return	4.1%	5.8%	6.5%	6.9%
Standard Deviation	4.9%	7.3%	9.7%	11.7%
Return / Standard Deviation	0.84	0.79	0.66	0.59
Long-Term Assump. (30 Years)				
Expected Return	4.5%	6.0%	6.6%	7.0%
Standard Deviation	4.9%	7.3%	9.7%	11.7%
Return / Standard Deviation	0.92	0.82	0.68	0.60

Return Projections (Intermediate and Long-Term)



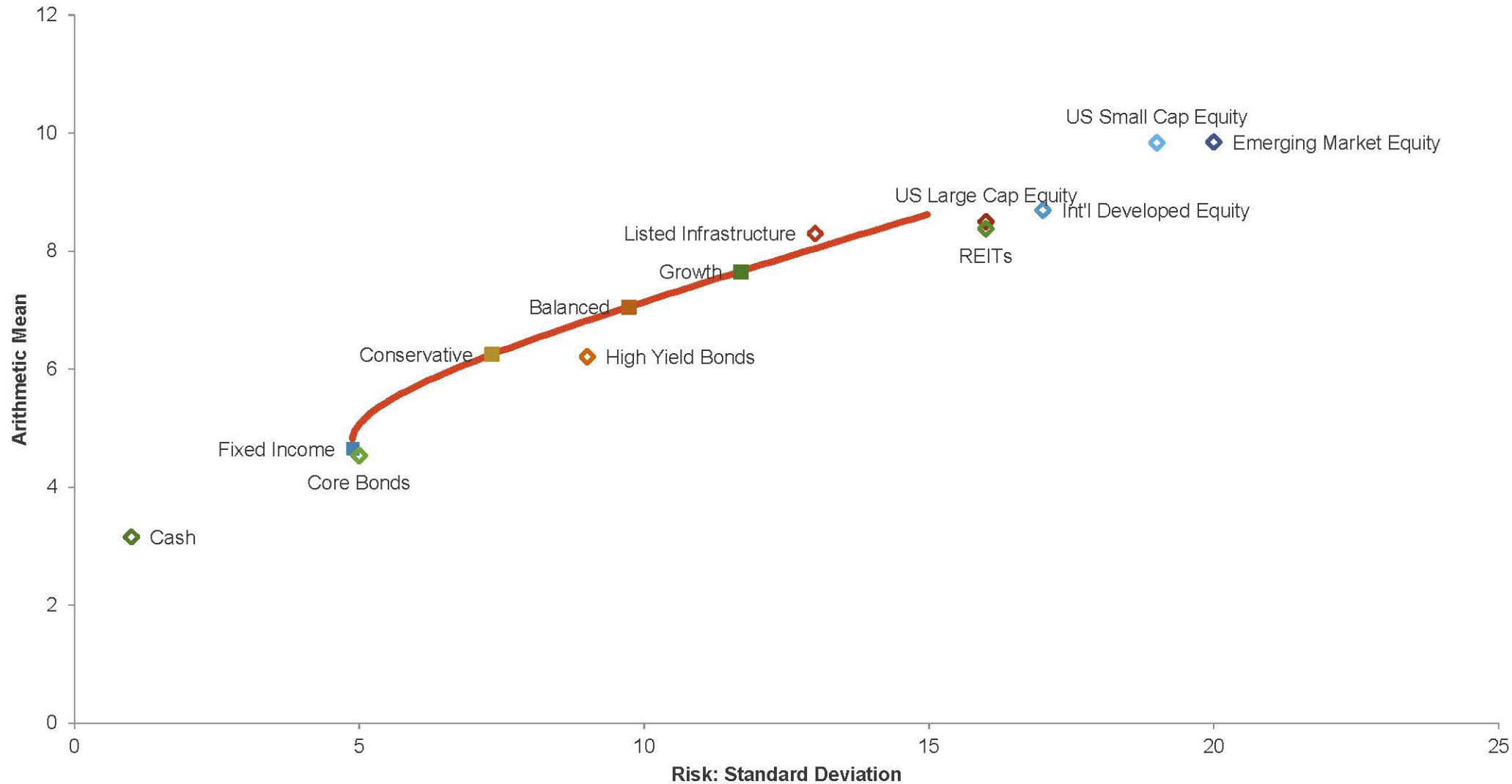
The information provided reflects standard risk and return metrics for the portfolio depicted and are derived by running Monte Carlo simulations using PFMAM's Capital Market Assumptions and target asset class allocations. Based on asset allocation scenarios provided above. Asset class and risk return analytics are run through FactSet. Please see additional disclosures for more information.

Efficient Frontier (Intermediate-Term)



Representative based on 2026 Capital Markets Assumptions. Asset allocations and assumptions are subject to change. Please see important disclosures at the end of this presentation for additional information.

Efficient Frontier (Long-Term)



Representative based on 2026 Capital Markets Assumptions. Asset allocations and assumptions are subject to change. Please see important disclosures at the end of this presentation for additional information.

Capital Market Assumptions



What are Capital Market Assumptions?

- ▶ Expected future return, associated risk, and correlation for various asset classes over a specified period

Example:

- ▶ Return: Expected average annual growth rate of the asset class for the period
 - 5% annualized over the next 30 years
- ▶ Risk (Standard Deviation): Expected range of annual returns based on a normal distribution
 - 5% expected return with a 10% standard deviation has a 68% certainty of a return between -5% and 15% in any one year



What is the Role of Correlation?

- ▶ An estimate of how asset classes will behave relative to one another
- ▶ The measure is standardized and ranges between -1 (perfectly negatively correlated) to +1 (perfectly correlated)
- ▶ Considering how asset classes are correlated as part of the portfolio construction process is important to ensure diversification—a fundamental principle of modern portfolio theory

Important Disclaimers for Return Projections (Intermediate and Long-Term)

The information provided reflects standard risk and return metrics for the portfolio depicted and are derived by running Monte Carlo simulations using PFMAM's Capital Market Assumptions and target asset class allocations based on the specific scenario within this presentation. Please refer to PFMAM's Capital Market Assumptions for key assumptions and the methodology utilized. PFMAM's Capital Market Assumptions are available upon request.

The return data is representative in nature and should not be relied upon as independently verifiable information. There is no guarantee that the projected returns can or will be achieved. Results may vary with each use and over time. This material does not purport to contain all of the information that a prospective investor may wish to consider and is not to be relied upon or used in substitution for the exercise of independent judgement.

Past performance is not a guarantee of future results. Prior to investing, you should consult your accounting, tax, and legal advisors to understand the implications of such an investment. Asset class and risk return analytics are run through FactSet.

The returns presented in this simulation are not actual returns experienced by a real investor, but rather simulated returns that we believe could have been achieved under controlled circumstances using a number of assumptions. No representation or warranty is made to the reasonableness of the assumptions made or that all assumptions used in achieving the returns have been stated or fully considered.

No assurance can be given as to whether the information and/or assumptions upon which this hypothetical performance is based reflect present market conditions or future market performance. Actual performance results may differ from this hypothetical performance presented. Changes in the assumptions may have a material impact on the hypothetical performance presented. Past performance is not a guarantee of future results.

The material is provided to you on the understanding that, as a sophisticated investor, you will understand and accept its inherent limitations.



Disclosures

Public Agency Retirement Services ("PARS") is a third-party and not affiliated with PFMAM, USBAM or U.S. Bank. PARS serves as the trust administrator to the Public Agencies Post-Employment Benefits Trust, Public Agencies Post-Retirement Health Care Plan Trust, and the Public Agency Retirement System Trust (the "Trusts"). U.S. Bank N.A. serves as the discretionary trustee to the Trusts. In its capacity as discretionary trustee, U.S. Bank N.A. delegates the investment management of the Trusts to its affiliate USBAM through a sub-advisory agreement. PARS is serviced by PFMAM, a division of USBAM.

U.S. Bank N.A. pays the sub-adviser up to 67% of the annual management fee for assets sub-advised under its sub-advisory agreement with U.S. Bank N.A. Refer to your U.S. Bank N.A. fee schedule for investment management fees applied to your specific portfolio. U.S. Bank N.A. compensates the sub-adviser for these services from its own fees.

The views expressed within this material constitute the perspective and judgment of U.S. Bancorp Asset Management, Inc. (USBAM) at the time of distribution and are subject to change. Any forecast, projection, or prediction of the market, the economy, economic trends, and equity or fixed-income markets are based upon current opinion as of the date of issue and are also subject to change. Opinions and data presented are not necessarily indicative of future events or expected performance. Information contained herein is based on data obtained from recognized statistical services, issuer reports or communications, or other sources, believed to be reliable. No representation is made as to its accuracy or completeness.

Additional information on U.S. Bancorp Asset Management, Inc. and a description of its fees are described in its ADV which is available at www.adviserinfo.sec.gov.

PFM Asset Management (PFMAM) serves clients in the public sector and is a division of U.S. Bancorp Asset Management, Inc. which is the legal entity providing investment advisory services. U.S. Bancorp Asset Management, Inc. is a registered investment adviser, a direct subsidiary of U.S. Bank N.A. and an indirect subsidiary of U.S. Bancorp. U.S. Bank N.A. is not responsible for and does not guarantee the products, services, or performance of U.S. Bancorp Asset Management, Inc.

NOT FDIC INSURED : NO BANK GUARANTEE : MAY LOSE VALUE



PARS OPEB and Pension Trust Target Index Conservative

Investment Performance Review For the Quarter Ended June 30, 2026

Client Management Team

PFM Asset Management

PFM Asset Management
A division of U.S. Bancorp Asset Management, Inc.

1 California Street
Suite 1000
San Francisco, CA 94111

1735 Market Street
43rd Floor
Philadelphia, PA 19103

About PFM Asset Management*

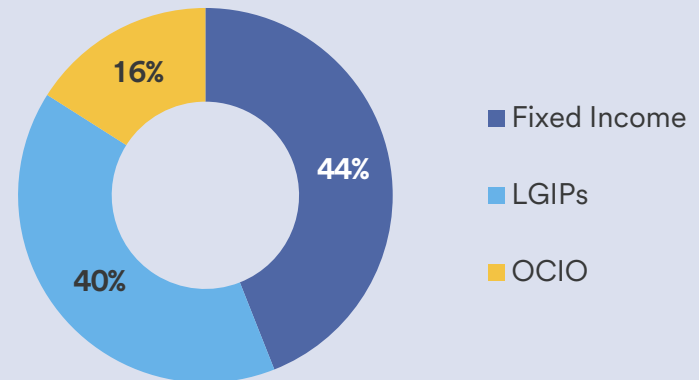
Our Investment Solutions

- **Outsourced Chief Investment Officer (OCIO):** Multi-asset class portfolios for institutional investors
- **Fixed Income:** High-quality, short- and intermediate-term portfolios for operating funds, reserves, working capital, self-insurance funds and bond proceeds
- **Local Government Investment Pools (LGIPs):** services for programs with options ranging from fully liquid cash management to a fixed-rate, fixed-term investment
- **Specialized Solutions:** Arbitrage rebate, escrow restructuring, bond proceeds investments, structured investments

40+ years of experience in the public sector**

\$176.8b in public sector assets under management**

Assets by Investment Solution¹



¹Illustrates public sector assets under management by investment solution as of March 31, 2026. Total may not add up to 100% due to rounding.

*A division of U.S. Bancorp Asset Management, Inc.

**As of March 31, 2026. Public sector includes government, pool, and TERM. Total assets under management for U.S. Bancorp Asset Management, Inc. were \$435.8 billion.

Financial Markets & Investment Strategy Review

QUARTERLY MARKET SUMMARY

For the Quarter Ended June 30, 2026

Multi-Asset Class Management

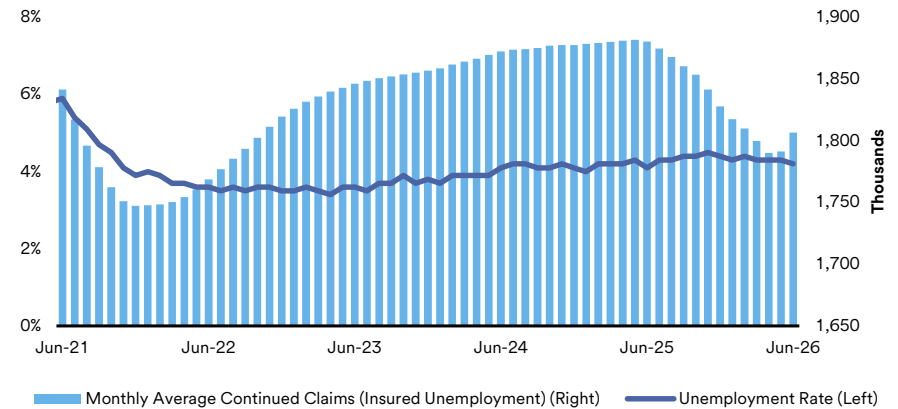
Index Name	QTD	YTD	One Year	Three Year	Five Year	Seven Year	Ten Year
DOMESTIC EQUITY							
S&P 500	15.20%	10.21%	22.32%	20.61%	13.41%	16.08%	15.51%
Russell 3000	15.44%	10.88%	22.82%	20.36%	12.31%	15.51%	15.06%
Russell 1000 Growth	16.74%	5.33%	17.71%	22.58%	13.71%	18.80%	18.58%
Russell 1000	15.14%	10.33%	22.02%	20.47%	12.66%	15.79%	15.30%
Russell 1000 Value	13.87%	16.26%	27.12%	17.79%	11.17%	12.10%	11.52%
Russell Midcap Growth	14.55%	7.27%	6.17%	15.61%	6.03%	11.60%	13.04%
Russell Midcap	13.83%	15.30%	21.63%	16.51%	8.50%	11.93%	12.00%
Russell Midcap Value	13.40%	17.58%	26.62%	16.51%	9.48%	11.35%	10.63%
Russell 2000 Growth	25.71%	22.18%	38.74%	18.44%	5.57%	10.82%	11.97%
Russell 2000	21.49%	22.57%	40.78%	18.60%	6.98%	11.34%	11.62%
Russell 2000 Value	17.19%	22.99%	43.01%	18.73%	8.23%	11.36%	10.89%
INTERNATIONAL EQUITY							
MSCI EAFE	10.82%	9.44%	20.23%	16.44%	9.05%	9.90%	9.66%
MSCI AC World	14.93%	11.25%	23.67%	19.70%	10.98%	13.28%	12.78%
MSCI AC World ex USA	14.49%	13.68%	27.66%	18.82%	8.79%	10.16%	9.93%
MSCI AC World ex USA Small Cap	9.62%	9.10%	19.83%	16.42%	6.30%	9.68%	9.10%
MSCI EM (Emerging Markets)	24.05%	23.85%	43.51%	23.03%	7.20%	9.82%	10.07%
LISTED REAL ASSETS							
FTSE NAREIT All Equity REITs	10.73%	14.90%	15.43%	10.06%	3.71%	5.86%	5.88%
FTSE Global Core Infrastructure 50/50	2.33%	10.66%	15.78%	12.24%	7.65%	6.71%	7.47%
Bloomberg Commodity	-8.08%	14.36%	25.46%	11.69%	9.37%	9.46%	5.83%
FIXED INCOME							
Bloomberg U.S. Aggregate	0.67%	0.62%	3.79%	4.16%	0.08%	1.22%	1.54%
Bloomberg U.S. Government/Credit	0.70%	0.49%	3.32%	3.97%	-0.10%	1.25%	1.59%
Bloomberg U.S. Intermediate Government/Credit	0.43%	0.40%	3.14%	4.68%	1.22%	1.89%	1.92%
Bloomberg U.S. Treasury (1-3 Y)	0.37%	0.64%	2.92%	4.38%	1.90%	1.95%	1.75%
ICE BofA U.S. High Yield	2.45%	1.89%	5.74%	8.79%	4.13%	4.92%	5.70%
Bloomberg Global Aggregate	0.87%	-0.21%	0.62%	3.41%	-1.55%	-0.15%	0.38%
CASH EQUIVALENT							
Bloomberg 3 Month T-Bill	0.90%	1.77%	3.89%	4.69%	3.58%	2.80%	2.38%

Source: Investment Metrics. Returns are expressed as percentages. Please refer to the last page of this document for important disclosures relating to this material.

THE ECONOMY

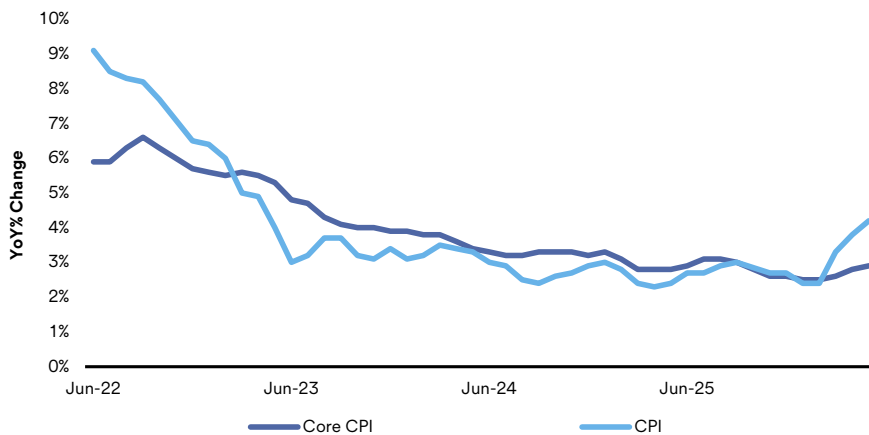
- U.S. real gross domestic product (GDP) grew at a seasonally adjusted annualized rate of 2.1% in the first quarter, up from 0.5% in Q4 2025. While personal consumption growth was 0.5%, its weakest pace since 2022, private domestic investment grew 7.9%. It was largely supported by business investment in information processing equipment and software IP, underscoring the impact of AI-related spending. Government spending was up also 4.4%, recovering from a 5.6% contraction, as activity resumed following the end of the government shutdown.
- U.S. labor-market conditions remained broadly stable in Q2. The three-month average gain in non-farm payrolls rose to 111k jobs, though hiring momentum slowed as the quarter progressed. The moderation appeared industry-specific rather than indicative of broad labor-market weakness. While the unemployment rate ticked down to 4.2%, labor-force participation also fell, suggesting slower labor-force growth, rather than stronger employment gains, was the primary driver of the decline.
- Inflation accelerated in the second quarter, as headline Consumer Price Index inflation (CPI) rose 4.2% year-over-year (YoY) in May, up from 3.3% at the end of the first quarter. Energy prices were the key driver, rising 23.5% YoY, while core CPI rose a more moderate 2.9%. Producer Price Index (PPI) inflation rose 6.5% YoY, the highest rate since late 2022. Core PPI (ex. food, energy and trade services), increased 5.1%, suggesting that inflation pressures broadened across the economy rather than being confined to the energy sector.

U.S. Unemployment and Monthly Average Continued Claims



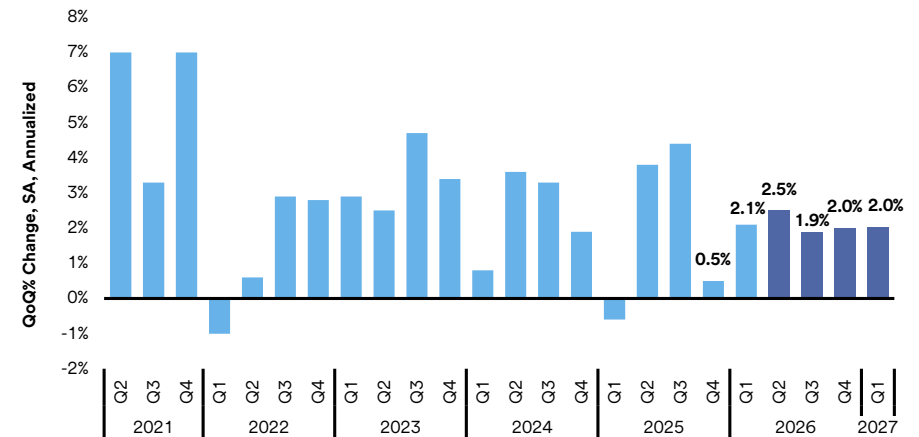
Source: Bloomberg.

U.S. Inflation Rate
Seasonally Adjusted (SA)



Source: Bureau of Labor Statistics.

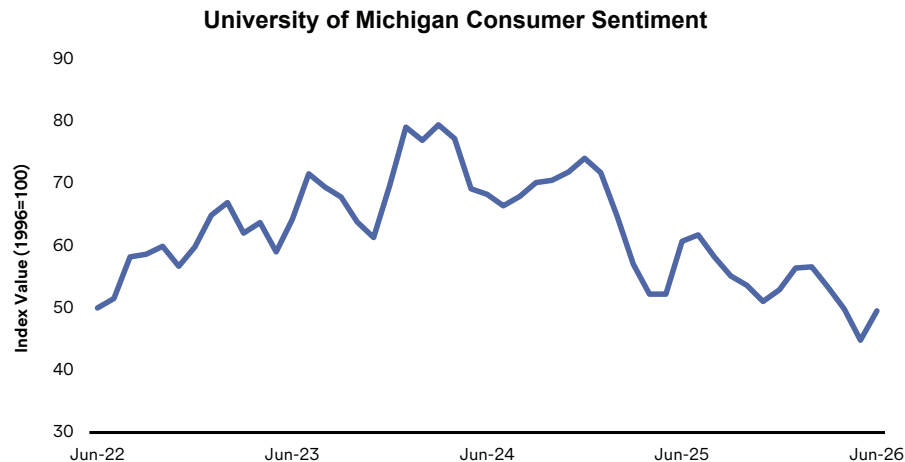
U.S. GDP Growth



Source: Bloomberg. Light blue bars indicate actual numbers; dark blue bars indicate forecasted estimates.

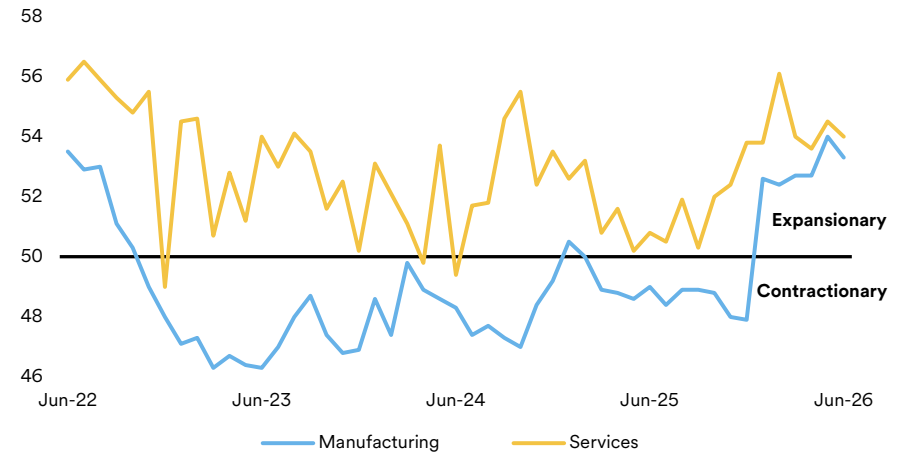
WHAT WE'RE WATCHING

- The Federal Reserve (Fed) held its target rate at 3.75% through Q2. The Federal Open Market Committee meeting delivered a more hawkish message, removing language suggesting an easing bias, while the updated dot plot shifted from implying a 2026 rate cut to a potential rate hike. Outside the U.S., the European Central Bank hiked rates for the first time since 2023, citing energy inflation across the Eurozone. The Bank of Japan also raised interest rates, marking the highest rate in 31 years, citing concerns that energy related price pass-through could push consumer inflation above the 2% target.
- Consumer sentiment recovered from its May low but finished below its March level, with the University of Michigan Survey of Consumers, at 49.5 in June. Manufacturing and services indicators were also in expansionary territory at quarter-end, with the ISM U.S. PMI surveys reporting of 53.3 and 54.0, respectively.
- The conflict with Iran and the disrupted Middle Eastern oil supplies have been major market drags since the effective closure of the Strait of Hormuz. Energy alone drove more than 60% of May's headline inflation, however an interim peace deal brokered in June prompted a sharp pullback in oil prices. The Brent Crude spot price fell to near pre-conflict levels at quarter end. Shipping transit through the Strait has begun also to pick up, though it remains less than half the pre-war average. Any renewed disruption could have an impact on inflation and economic growth.



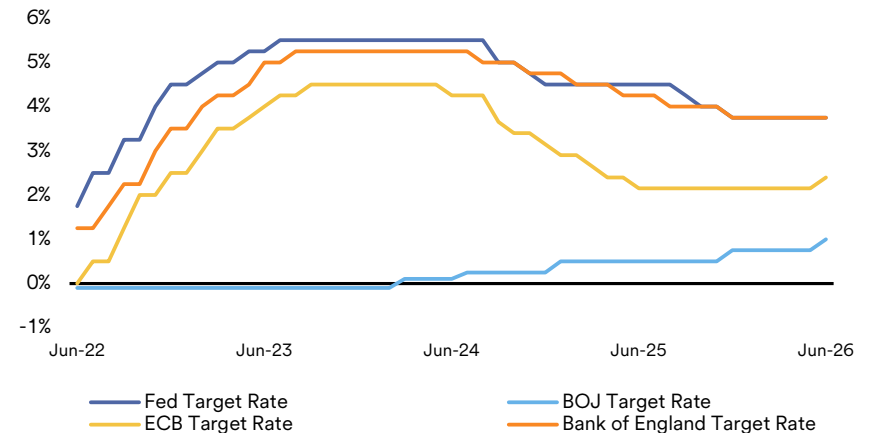
Source: Bloomberg.

U.S. ISM Manufacturing & Services PMI



Source: Bloomberg.

Global Central Bank Rates



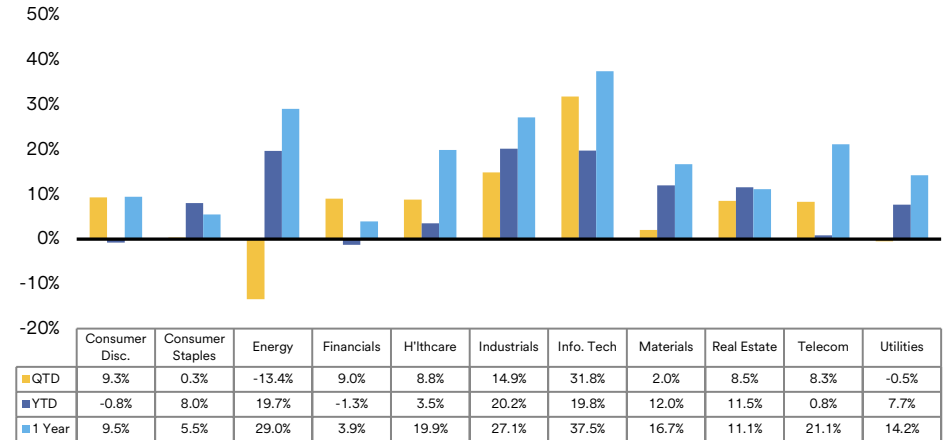
Source: Bloomberg.

DOMESTIC EQUITY

- Domestic equity markets advanced sharply in the second quarter of 2026. The S&P 500 Index returned 15.2% for the quarter and 10.2% year to date, while the Russell 3000 Index returned 15.4% for the quarter and 10.9% year to date.
- Within the S&P 500, nine of the 11 sectors posted positive returns. Information Technology led performance, returning 31.8%. Industrials also posted strong gains, returning 14.9%. The weakest sector was Energy, which declined 13.4%, followed by Utilities with a near-flat return of -0.5%.
- Small-cap stocks outperformed mid-and-large caps during the quarter, with the Russell 2000 Index returning 21.5%, while Russell 1000 Index returned 15.4% and Russell Midcap Index returned 13.8%. Growth stocks outpaced value stocks across all capitalizations, with small caps in particular seeing wider dispersion, as the growth benchmark outperformed the value benchmark by more than 8% for the quarter. This trend reversed in the last month of the quarter, with leadership rotating toward value across all capitalizations, and large cap growth seeing negative returns for the month of June.
- According to FactSet Earnings Insight (as of July 2, 2026), the expected Q2 2026 earnings growth is 23.3% YoY, up from 18.8% at the start of the quarter. If this estimate holds, it would mark the second consecutive quarter of earnings growth above 20% and the seventh straight quarter of double-digit earnings growth. Revenue growth is projected to be 12.2%, the strongest pace since Q2 2022, while S&P 500 net profit margins are expected to remain robust at 14.2%, near record levels. Looking ahead, analysts forecast earnings growth of 24.1% for full-year 2026, supported by continued strength in technology and energy-related earnings.
- At quarter end, the S&P 500's adjusted positive forward price-to-earnings ratio stood at 23.1, roughly in line with its five-year average of 23.1. The Russell 2000 Index, which represents small-cap stocks, posted an adjusted positive forward price-to-earnings ratio was 21.0, above its five-year average of 17.5.

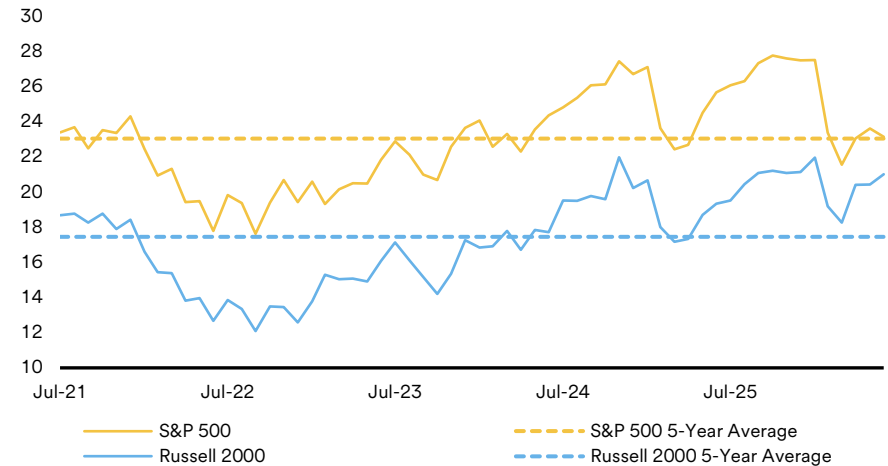
S&P 500 Index Performance by Sector

Periods Ended June 30, 2026



Source: Bloomberg.

P/E Ratios of Major U.S. Stock Indices*



Source: Bloomberg.

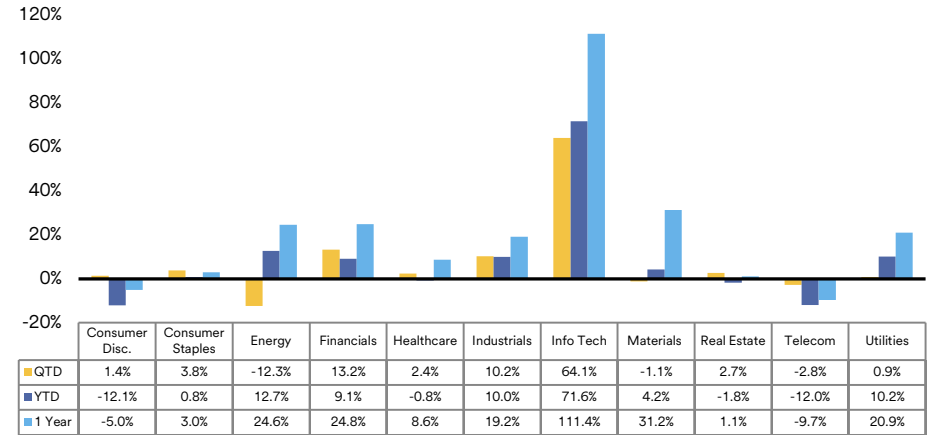
*P/E ratios are calculated based on one-year forward estimates and adjusted to include only positive earnings results for consistency.

INTERNATIONAL EQUITY

- International equity markets also posted strong gains in the second quarter. The MSCI AC World ex USA Index returned 14.5% for the quarter and 13.7% year to date. Developed ex-U.S. markets, represented by the MSCI EAFE Index, returned 10.8% for the quarter and 9.4% year to date. Emerging markets, represented by the MSCI Emerging Markets Index, returned 24.1% for the quarter and 23.8% year-to-date.
- Among the five largest-weighted countries in the MSCI EAFE Index, the MSCI Japan (+14.2%) and MSCI Switzerland (+12.2%) indices outperformed the broader index, while MSCI France (+8.7%), and MSCI Germany (+8.1%), and MSCI United Kingdom (+4.1%) indices underperformed.
- Within emerging markets (EM), MSCI Korea (+87.6%) and MSCI Taiwan (+48.9%) outperformed the MSCI Emerging Markets index, while MSCI China (-6.6%) and MSCI Brazil (-8.23%) returned negative for the quarter.
- International sector level performance was uneven, with three of the 11 sectors posting negative returns. The leading sector, Information Technology, returned 64.1% for the quarter. Financials returned 13.2% for the quarter, while Energy declined 12.3%, reversing strong gains earlier in the year.
- Value and growth stocks both posted positive returns outside the U.S. The MSCI ACWI ex U.S. Growth Index returned 17.0% for the quarter, while the MSCI ACWI ex U.S. Value Index returned 12.2%. Within emerging markets, growth (MSCI EM Growth) returned 26.0%, ahead of value (MSCI EM Value) at 20.7%.
- International equity valuations finished the quarter above recent averages for developed markets and near longer-term averages for emerging markets. The MSCI EAFE adjusted positive forward P/E ratio stood at 17.1 versus a five-year average of 15.3, while the MSCI Emerging Markets adjusted positive forward P/E ratio was 12.8 versus a five-year average of 12.9.

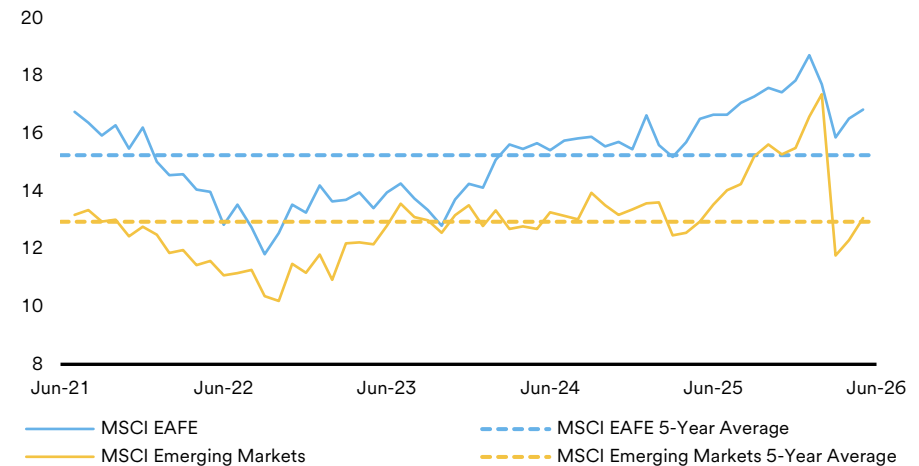
MSCI ACWI ex-U.S. Sectors

Periods Ended June 30, 2026



Source: Bloomberg.

P/E Ratios of MSCI Equity Indices*



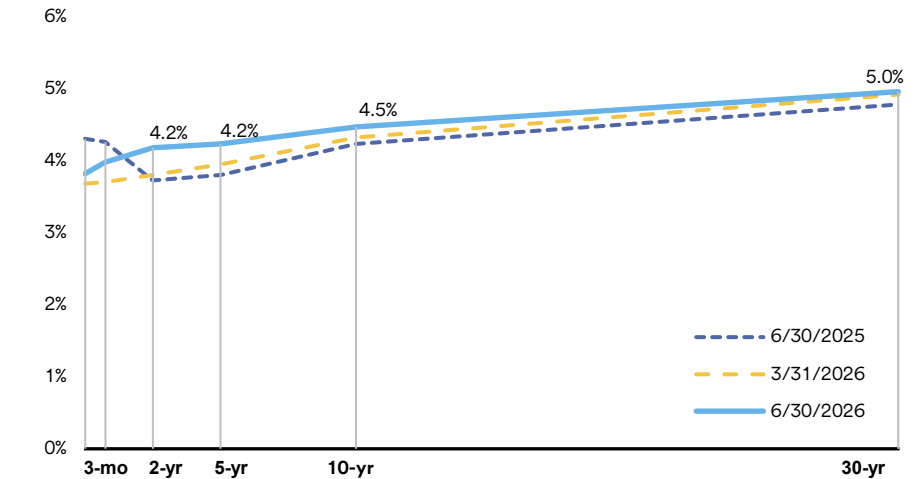
Source: Bloomberg.

*P/E ratios are calculated based on one-year forward estimates and adjusted to include only positive earnings results for consistency.

FIXED INCOME

- The U.S. bond market, as represented by the Bloomberg U.S. Aggregate Index, returned 0.7% in the second quarter of 2026 and 0.6% year to date. Intermediate government/credit bonds returned 0.4% for the quarter, while short-term Treasury bonds, represented by the Bloomberg U.S. Treasury 1-3 Year Index, returned 0.4%.
- The Bloomberg U.S. Treasury Index returned 0.3% in the second quarter as treasury yields moved modestly upwards. While the Fed held rates steady, treasury yields moved higher as investors reassessed the potential rate path. The 2-year Treasury yield rose from 3.8% at the end of March to 4.2% at quarter end, while the 10-year Treasury yield rose from 4.3% to 4.5%. The 30-year Treasury yield stayed near flat, rising 4 basis points to 5.0%. As of the quarter end, the market has priced in a 50% probability of a rate-hike at the September meeting.
- Credit markets generated positive returns during the quarter. The Bloomberg U.S. Corporate Index returned 1.4%, while the ICE BofA U.S. High Yield Index returned 2.5%. Investment-grade spreads narrowed to 74 basis points (bps) from 89 bps at the end of March, nearing the year-to-date tight of 71 bps set in January. High-yield spreads also narrowed to 270bps from 317bps. Both sit well below their long-term averages.

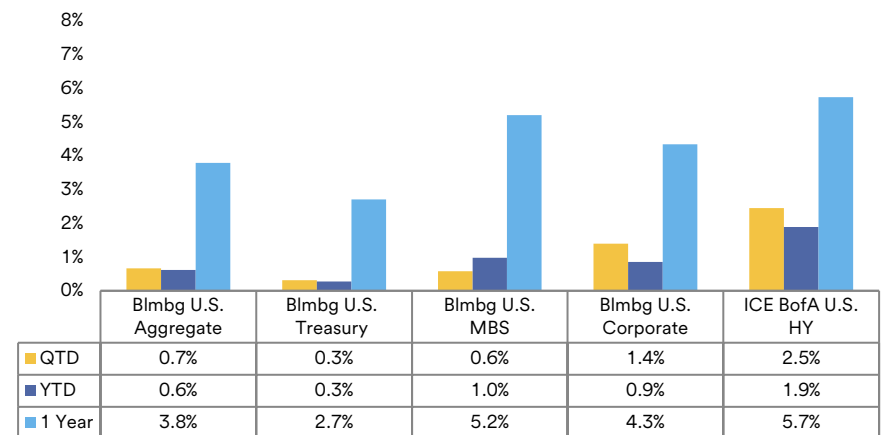
U.S. Treasury Yield Curve



Source: Bloomberg.

Returns for Fixed-Income Segments

Periods Ended June 30, 2026



Source: Bloomberg.

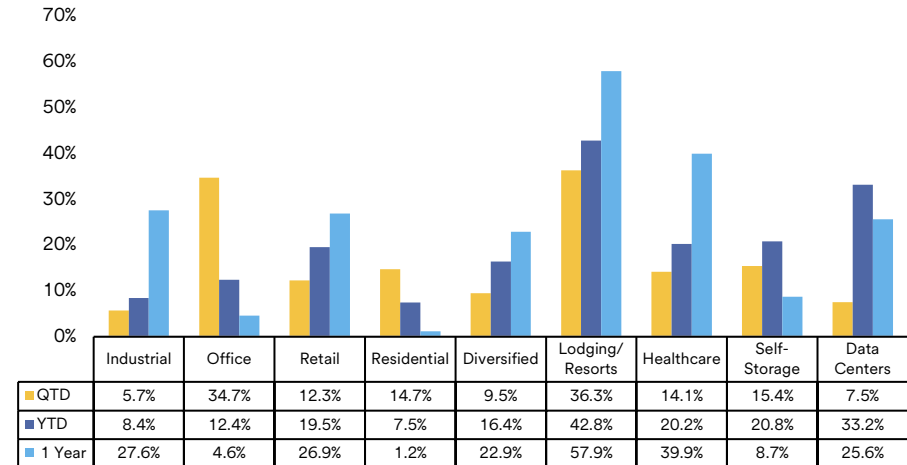
LISTED REAL ASSETS

- Real estate investment trusts (REITs), as measured by the FTSE NAREIT All Equity REITs Index, returned 10.7% for the quarter and 14.9% year-to-date. Within listed real estate, Office and Lodging/Resorts were the strongest subsectors, returning 34.7% and 36.3%, respectively. The weakest sectors were Data Centers (+7.5%) and Industrial (+5.7%).
- Performance of listed infrastructure lagged broader global equities as represented by the FTSE Global Core Infrastructure 50/50 Index, returning 2.3% in the second quarter and 10.7% year to date. The exposure to U.S. midstream energy was a drag for the quarter as energy prices fell in anticipation of a resolution in Iran, while listed infrastructure benefited from global exposure to utilities and transport.

ALTERNATIVES

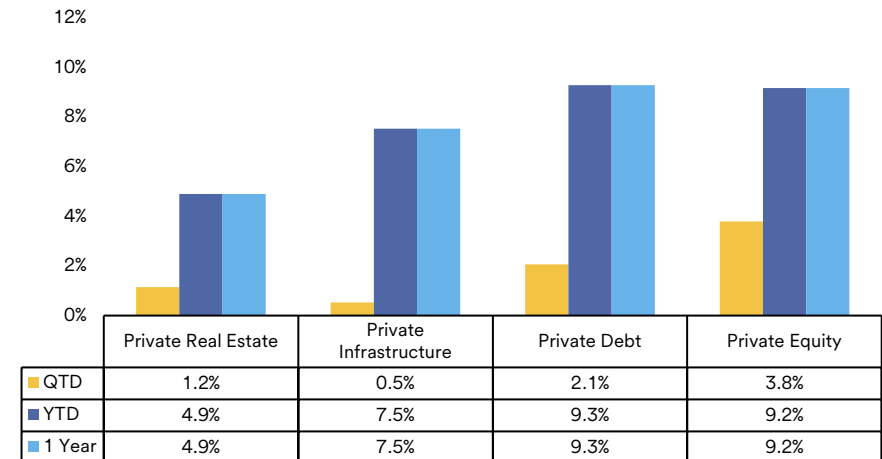
- Within private real assets, private real estate, as measured by the NCREIF Property Index, gained 1.2% in the fourth quarter of 2025. This was primarily driven by income return as capital return (price change less any capital expenditures) was flat for the quarter. Eight of the property sectors produced positive total returns. Senior housing continued to lead with a return of 3.3%, up from 2.9% during the third quarter.
- According to PitchBook, private infrastructure funds posted returns of 0.5% in the fourth quarter of 2025. Within infrastructure, datacenter demand continued to drive fundraising in Q1 2026. Infrastructure and real estate funds investing exclusively in datacenters and telecom infrastructure collectively raised \$26 billion in 2025.
- Private debt, as measured by the Cliffwater Direct Lending Index, continued to see steady performance, reporting a 2.1% return for the fourth quarter. Income remained high, delivering a 2.4% return in the fourth quarter. Realized losses remain substantially below their long-term historical average, while unrealized losses increased slightly, signaling a modest pickup in future credit losses.
- According to PitchBook, private equity funds returned 3.8% in the fourth quarter of 2025 and have generated an annualized return of 14.2% for the five years. The slowing of private equity fundraising activity extended into Q1 2026, with the strategy's rolling 12-month fundraising figure falling for an eighth consecutive quarter.

Listed Real Estate Returns by Sector



Source: Bloomberg.

Returns for Private Capital Assets Periods Ended December 31, 2025*



Source: NCREIF, PitchBook, Cliffwater.

*The most recent period for which all performance data is available.

Factors to Consider Over the Next 6-12 Months

Monetary Policy (Global):



- The Federal Reserve held rates steady at Chair Warsh's first meeting and removed forward guidance while shifting its focus to price stability. The June "dot plot" shifted more hawkish.
- Global central banks diverged, with ECB and BoJ hiking on persistent inflation while others remain on hold.

Economic Growth (Global):



- Global growth prospects improved following easing Middle East tensions, easing a key overhang on global supply chains and energy prices.
- AI-related productivity boost and easing tariff pressures are expected to mitigate downside risks to global growth amid geopolitical uncertainty and signs of softer consumer demand.

Inflation (U.S.):



- Headline inflation remains above target but may be at or near its peak as falling oil prices provide a disinflationary impulse.
- While long-run inflation expectations remain anchored, the Fed remains focused on the passthrough of higher energy prices into core inflation.

Financial Conditions (U.S.):



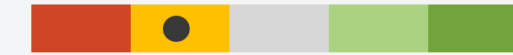
- Equity and fixed-income markets largely looked through the Middle East conflict, remaining focused on fundamentals and earnings strength.
- Recent capital raises amidst strong corporate fundamentals along with credit spreads near historical highs reflect steady financial conditions.

Consumer Spending (U.S.):



- Consumer spending remained resilient amidst high energy prices, supported by higher-income households while affordability pressures persist for lower-income consumers.
- Real wages have turned modestly negative as inflation outpaces nominal wage gains, eroding purchasing power. Savings rate at multi-year lows.

Labor Markets (U.S.):



- Recent payroll gains exceeding expectations and the unemployment rate holding steady. Falling labor force participation a concern.
- Hiring breadth remains narrow, concentrated in healthcare and social assistance.
- The "low-hire, low-fire" dynamic persists, with labor demand stable but hiring activity subdued.

Corporate Fundamentals:



- Earnings growth expectations continued to improve for 2026 and 2027 across global equities with double digit growth expected across U.S. and international equity benchmarks.
- In the U.S., AI related capex spend, M&A, tax changes and rising profit margins are positives.

Valuations:



- Valuations across U.S. equities and credit markets reflect resilient growth, strong earnings growth and profit margins.
- Equity markets recovered strongly in Q1 leading to valuations higher than averages.

Political/Policy Risks:



- Conflict with Iran and the ongoing geopolitical uncertainty remain center stage even as MoU is signed to resolve the U.S.-Iran conflict.
- Tariff-related uncertainty and upcoming mid-term elections in the U.S. also warrant attention.

● Current outlook
○ Outlook one quarter ago

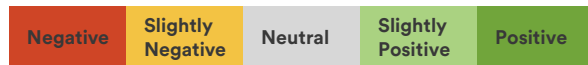
Stance Unfavorable to Risk Assets
Negative
Slightly Negative
Neutral
Slightly Positive
Positive
Stance Favorable to Risk Assets

Statements and opinions expressed about the next 6-12 months were developed based on our independent research with information obtained from Bloomberg. The views expressed within this material constitute the perspective and judgment of PFM Asset Management, a division of U.S. Bancorp Asset Management, Inc., at the time of distribution (June 30, 2026) and are subject to change. Information is obtained from sources generally believed to be reliable and available to the public; however, we cannot guarantee its accuracy, completeness, or suitability.

Investment Strategy Overview

Asset Class	Our Q3 2026 Investment Outlook	Comments
U.S. Equities		- The U.S.-Iran conflict has largely been resolved following the signing of an MoU, though some uncertainty remains and could affect energy prices and the inflation outlook, thereby impacting risk assets. - Underlying fundamentals remain supportive of positive equity returns, with corporate earnings expected to grow at a high double-digit pace. - Equity market broadening and strong earnings growth led us to modestly overweight domestic small caps in Q1, prior to the U.S.-Iran conflict. The subsequent recovery in valuations led us to close the overweight position and realign portfolios with strategic targets.
Large-Caps		
Small-Caps		
Non-U.S. Equities		- Several major central banks outside the U.S. have begun raising rates in response to near-term inflation pressures. At the same time, relatively attractive valuations and strong earnings growth provide a cushion against rising inflation expectations. - Emerging markets have been strong performers this year, driven by a rally in semiconductor-related companies, particularly in Korea and Taiwan. Earnings and profit margin estimates for EM equities continue to improve, while valuations remain attractive. However, a concentrated return profile, potential Fed rate hikes, and geopolitical uncertainty lead us to maintain an equal-weight allocation.
Developed Markets		
Emerging Markets		
Fixed Income		- The Fed remains on hold, with its June projections signaling a more hawkish stance. Future rate decisions will be dependent on inflation moving closer to 2%, as energy-related pressures ease. Increased uncertainty around the rate path is expected to weigh on risk assets. - Absolute yield levels remain attractive, while credit spreads are near historical lows. Returns are expected to be driven primarily by yield/carry rather than price appreciation. Strong profit margins, continued issuance, ongoing share buybacks, and active M&A activity point to a healthy corporate environment that remains supportive of credit spreads. - We remain neutral across both duration and credit sectors.
Core Bonds		
Investment Grade Credit		
High Yield Credit		
Diversifying Assets		- Listed REITs recovered more strongly than listed infrastructure in Q2 as the economic resilience narrative gained traction. However, the long-duration and rate-sensitive nature of both asset classes leads us to maintain a neutral stance. - In addition to providing diversified sources of return, improving sentiment around AI continues to support data center and utility buildout, creating a favorable tailwind for listed real assets.
Listed Real Estate		
Listed Global Infrastructure		

● Current outlook ○ Outlook one quarter ago



The view expressed within this material constitute the perspective and judgment of PFM Asset Management, a division of U.S. Bancorp Asset Management, Inc., at the time of distribution (June 30, 2026) and are subject to change.

Sources

FactSet

Bloomberg

NCREIF

PitchBook

Cliffwater

U.S. Bureau of Economic Analysis (BEA)

University of Michigan

WTO in partnership with AXSMarine

Disclosures

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Plan Performance Summary

PARS OPEB and Pension Trust Target Index Conservative

As of June 30, 2026

Asset Allocation & Performance

	Allocation	Performance(%)								Inception Date
	%	1 Quarter	Year To Date	1 Year	3 Years	5 Years	7 Years	10 Years	Since Inception	
Total Portfolio - PARS/115 Target Index Conservative	100.00	5.74	5.28	11.49	N/A	N/A	N/A	N/A	10.29	04/01/2024
<i>Blended Benchmark - PARS/Target Index Conservative</i>		6.11	5.30	11.65	N/A	N/A	N/A	N/A	10.18	
Domestic Equity	23.72	15.72	11.11	23.07	N/A	N/A	N/A	N/A	18.46	04/01/2024
<i>Russell 3000 Index</i>		15.43	10.86	22.81	20.35	12.30	15.51	15.06	18.37	
Fidelity Total Market Index	23.72	15.72	11.11	23.07	20.46	12.26	15.47	15.04	18.46	04/01/2024
<i>Russell 3000 Index</i>		15.43	10.86	22.81	20.35	12.30	15.51	15.06	18.37	
International Equity	11.79	12.27	14.14	27.35	N/A	N/A	N/A	N/A	20.53	04/01/2024
<i>MSCI AC World ex USA (Net)</i>		14.49	13.68	27.66	18.82	8.79	10.16	9.93	20.36	
iShares Core MSCI Total Intl Stock ETF	11.79	12.27	14.14	27.35	18.86	8.77	10.35	10.07	20.62	04/01/2024
<i>MSCI AC World ex USA (Net)</i>		14.49	13.68	27.66	18.82	8.79	10.16	9.93	20.36	
Other Growth	3.94	5.27	10.48	14.29	N/A	N/A	N/A	N/A	14.31	04/01/2024
Vanguard Real Estate ETF	2.05	9.69	11.13	12.48	9.13	2.79	5.29	4.91	9.14	04/01/2024
<i>MSCI US REIT Index</i>		12.15	17.58	21.15	12.39	5.83	6.92	6.07	13.15	
iShares Global Infrastructure ETF	1.90	0.92	9.73	15.87	16.16	11.22	8.46	8.30	20.09	04/01/2024
<i>S&P Global Infrastructure (Net)</i>		1.28	9.50	15.82	15.84	10.95	8.21	8.08	19.78	
Fixed Income	57.11	0.80	0.80	3.99	N/A	N/A	N/A	N/A	4.86	04/01/2024
<i>Blmbg. U.S. Aggregate</i>		0.67	0.62	3.79	4.16	0.08	1.22	1.54	4.40	
iShares Core US Aggregate Bond ETF	52.70	0.67	0.71	3.80	4.16	0.09	1.20	1.52	4.44	04/01/2024
<i>Blmbg. U.S. Aggregate</i>		0.67	0.62	3.79	4.16	0.08	1.22	1.54	4.40	
SPDR Portfolio High Yield Bond	4.41	2.46	1.97	6.02	8.85	4.30	5.20	5.08	7.67	04/01/2024
<i>ICE BofA US High Yield Index</i>		2.45	1.89	5.74	8.79	4.13	4.92	5.70	7.57	
Cash Equivalent	3.43	0.89	1.79	3.88	N/A	N/A	N/A	N/A	4.40	04/01/2024
<i>ICE BofA 3 Month U.S. T-Bill</i>		0.88	1.74	3.84	4.64	3.52	2.75	2.34	4.38	
First American Government Obligation - X	3.43	0.89	1.79	3.88	4.64	3.54	2.72	2.28	4.39	04/01/2024
<i>ICE BofA 3 Month U.S. T-Bill</i>		0.88	1.74	3.84	4.64	3.52	2.75	2.34	4.38	

Returns are gross of investment advisory fees and net of mutual fund fees. Returns are expressed as percentages and for periods over one year are annualized. Asset class level returns may vary from individual underlying manager returns due to cash flows. Total Portfolio returns prior to 1/1/2024 were provided by previous Advisor and believed to be accurate and reliable. Returns for January 2024 were calculated by the legacy performance system of previous Advisor and believed to be accurate and reliable.

PARS OPEB and Pension Trust Target Index Conservative**As of June 30, 2026****Calendar Year Comparative Performance**

	Performance(%)				
	Year To Date	2025	2024	2023	2022
Total Portfolio - PARS/115 Target Index Conservative	5.28	12.67	N/A	N/A	N/A
<i>Blended Benchmark - PARS/Target Index Conservative</i>	<i>5.30</i>	<i>12.66</i>	<i>N/A</i>	<i>N/A</i>	<i>N/A</i>
Domestic Equity	11.11	17.05	N/A	N/A	N/A
<i>Russell 3000 Index</i>	<i>10.86</i>	<i>17.15</i>	<i>23.81</i>	<i>25.96</i>	<i>-19.21</i>
<i>Fidelity Total Market Index</i>	<i>11.11</i>	<i>17.05</i>	<i>23.88</i>	<i>26.12</i>	<i>-19.51</i>
<i>Russell 3000 Index</i>	<i>10.86</i>	<i>17.15</i>	<i>23.81</i>	<i>25.96</i>	<i>-19.21</i>
International Equity	14.14	32.63	N/A	N/A	N/A
<i>MSCI AC World ex USA (Net)</i>	<i>13.68</i>	<i>32.39</i>	<i>5.53</i>	<i>15.62</i>	<i>-16.00</i>
<i>iShares Core MSCI Total Intl Stock ETF</i>	<i>14.14</i>	<i>32.63</i>	<i>5.15</i>	<i>15.62</i>	<i>-16.35</i>
<i>MSCI AC World ex USA (Net)</i>	<i>13.68</i>	<i>32.39</i>	<i>5.53</i>	<i>15.62</i>	<i>-16.00</i>
Other Growth	10.48	12.52	N/A	N/A	N/A
<i>Vanguard Real Estate ETF</i>	<i>11.13</i>	<i>3.18</i>	<i>4.92</i>	<i>11.75</i>	<i>-26.20</i>
<i>MSCI US REIT Index</i>	<i>17.58</i>	<i>2.95</i>	<i>8.75</i>	<i>13.74</i>	<i>-24.51</i>
<i>iShares Global Infrastructure ETF</i>	<i>9.73</i>	<i>21.86</i>	<i>14.34</i>	<i>6.16</i>	<i>-0.95</i>
<i>S&P Global Infrastructure (Net)</i>	<i>9.50</i>	<i>21.54</i>	<i>14.05</i>	<i>5.78</i>	<i>-0.99</i>
Fixed Income	0.80	7.40	N/A	N/A	N/A
<i>Blmbg. U.S. Aggregate</i>	<i>0.62</i>	<i>7.30</i>	<i>1.25</i>	<i>5.53</i>	<i>-13.01</i>
<i>iShares Core US Aggregate Bond ETF</i>	<i>0.71</i>	<i>7.19</i>	<i>1.37</i>	<i>5.59</i>	<i>-13.06</i>
<i>Blmbg. U.S. Aggregate</i>	<i>0.62</i>	<i>7.30</i>	<i>1.25</i>	<i>5.53</i>	<i>-13.01</i>
<i>SPDR Portfolio High Yield Bond</i>	<i>1.97</i>	<i>8.52</i>	<i>8.27</i>	<i>13.56</i>	<i>-10.76</i>
<i>ICE BofA US High Yield Index</i>	<i>1.89</i>	<i>8.50</i>	<i>8.20</i>	<i>13.46</i>	<i>-11.22</i>
Cash Equivalent	1.79	4.23	N/A	N/A	N/A
<i>ICE BofA 3 Month U.S. T-Bill</i>	<i>1.74</i>	<i>4.18</i>	<i>5.25</i>	<i>5.02</i>	<i>1.46</i>
<i>First American Government Obligation - X</i>	<i>1.79</i>	<i>4.23</i>	<i>5.19</i>	<i>5.02</i>	<i>1.52</i>
<i>ICE BofA 3 Month U.S. T-Bill</i>	<i>1.74</i>	<i>4.18</i>	<i>5.25</i>	<i>5.02</i>	<i>1.46</i>

Returns are gross of investment advisory fees and net of mutual fund fees. Returns are expressed as percentages and for periods over one year are annualized. Asset class level returns may vary from individual underlying manager returns due to cash flows. Total Portfolio returns prior to 1/1/2024 were provided by previous Advisor and believed to be accurate and reliable. Returns for January 2024 were calculated by the legacy performance system of previous Advisor and believed to be accurate and reliable.

PARS OPEB and Pension Trust Target Index Conservative**As of June 30, 2026****Historical Hybrid Composition - Blended Benchmark - PARS/Target Index Conservative**

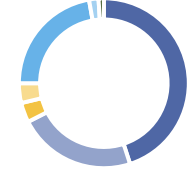
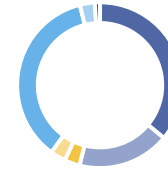
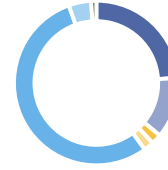
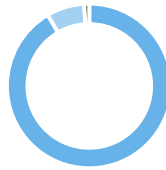
Allocation Mandate	Weight (%)
Apr-2024	
Russell 3000 Index	24.0
MSCI AC World ex USA (Net)	12.0
MSCI US REIT Index	2.0
MSCI World Core Infrastructure Index (Net)	2.0
Blmbg. U.S. Aggregate	54.5
ICE BofA US High Yield Index	4.5
FTSE 1 Month T-Bill	1.0

Supplemental Material

PARS Target Portfolios

As of June 30, 2026

Asset Allocation



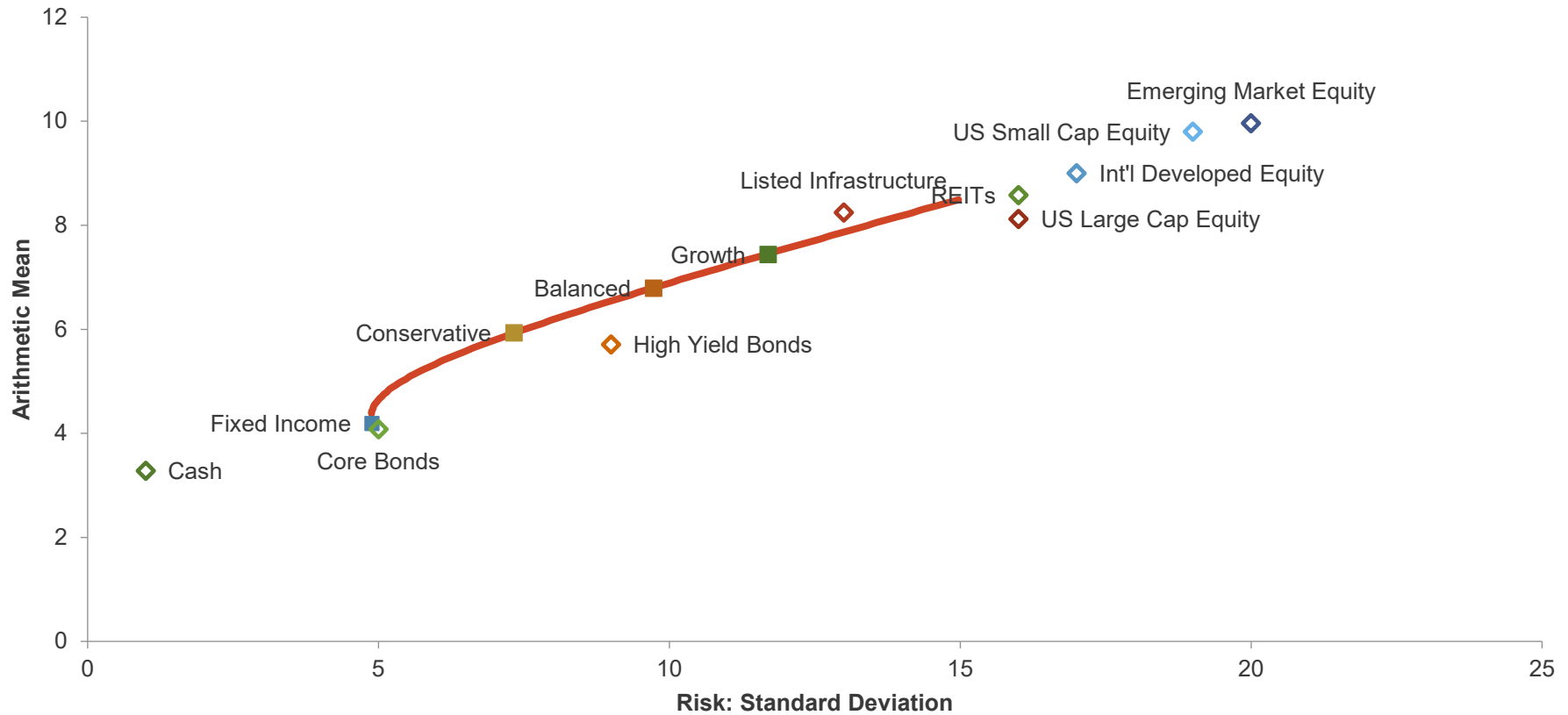
Portfolios		Fixed Income	Conservative	Balanced	Growth
<i>Target Weights</i>					
	Equity	0%	40%	60%	75%
	Fixed Income	99%	59%	39%	24%
	Cash	1%	1%	1%	1%
Total Equity		0.00%	36.00%	54.00%	67.50%
	Domestic Equity	0.00%	24.00%	36.00%	45.00%
	International Equity	0.00%	12.00%	18.00%	22.50%
Total Other Growth		0.00%	4.00%	6.00%	7.50%
	Real Estate	0.00%	2.00%	3.00%	3.75%
	Global Infrastructure	0.00%	2.00%	3.00%	3.75%
Total Fixed Income		99.00%	59.00%	39.00%	24.00%
	Investment Grade	91.58%	54.58%	36.08%	22.20%
	High Yield	7.42%	4.42%	2.92%	1.80%
Cash		1.00%	1.00%	1.00%	1.00%
	Cash	1.00%	1.00%	1.00%	1.00%
Total weighted average expense ratio		0.03%	0.04%	0.05%	0.05%

The information above is for illustration purposes only and is not a recommendation to buy or sell investments. Each investment objective reflects the associated PARS diversified portfolio as of the date above. Investments and weights may change without notice based on prevailing market conditions and changes to asset allocation and/or portfolio construction decisions. The weighted expense ratio reflects the net expense ratios reflected in fund prospectuses based on current investments and weights as reflected above.

PARS Target Portfolios

As of June 30, 2026

Efficient Frontier (Intermediate-Term: 5 Years)

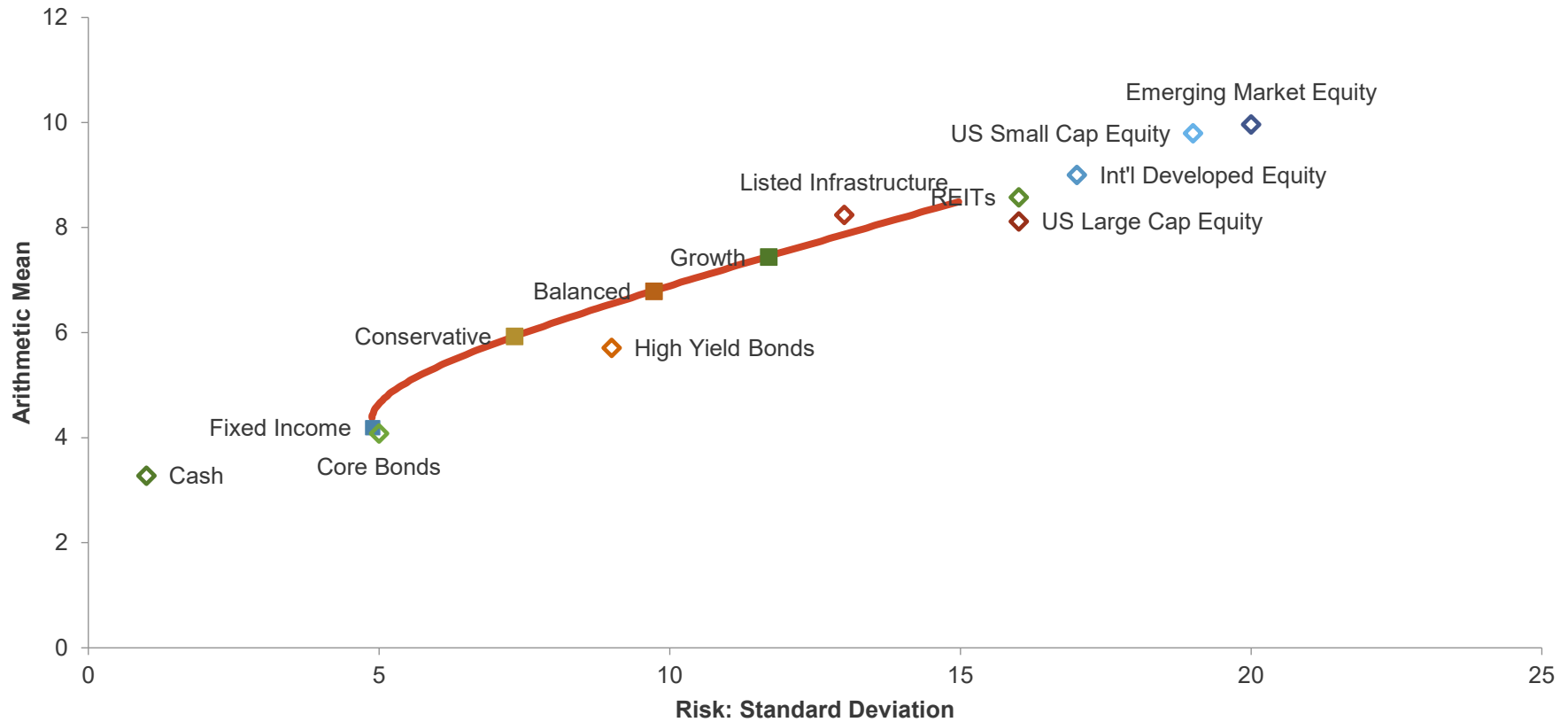


	Fixed Income	Conservative	Balanced	Growth
Expected Return	4.1%	5.8%	6.5%	6.9%
Standard Deviation	4.9%	7.3%	9.7%	11.7%
Return / Standard Deviation	0.84	0.82	0.66	0.59

PARS Target Portfolios

As of June 30, 2026

Efficient Frontier (Long-Term: 30 Years)

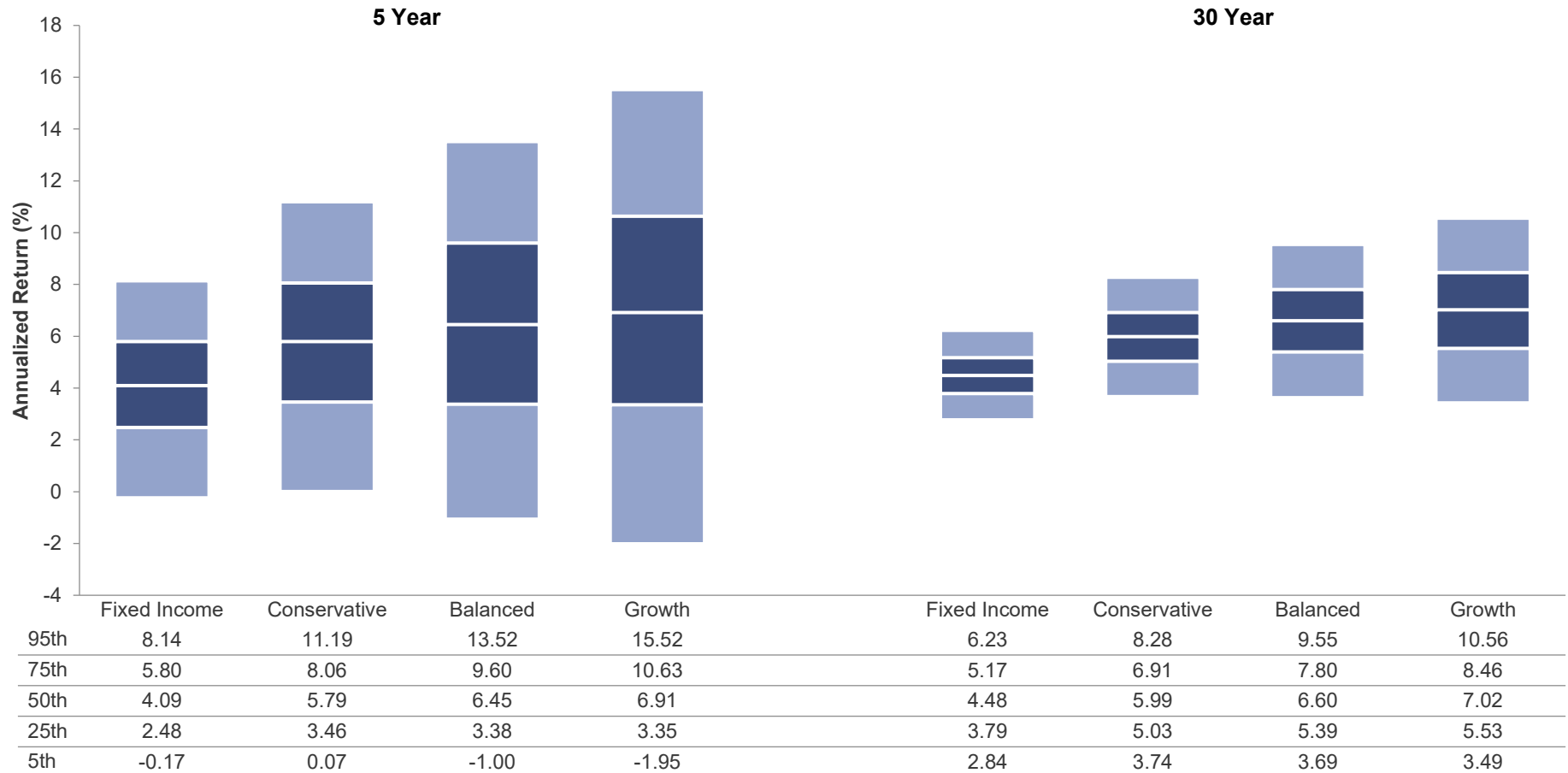


	Fixed Income	Conservative	Balanced	Growth
Expected Return	4.5%	6.0%	6.6%	7.0%
Standard Deviation	4.9%	7.3%	9.7%	11.7%
Return / Standard Deviation	0.92	0.82	0.68	0.60

PARS Target Portfolios

As of June 30, 2026

Return Projections



Capital Market Assumptions Disclosures

The returns presented in this simulation are not actual returns experienced by a real investor, but rather simulated returns that we believe could have been achieved under controlled circumstances using a number of assumptions. No representation or warranty is made to the reasonableness of the assumptions made or that all assumptions used in achieving the returns have been stated or fully considered.

No assurance can be given as to whether the information and/or assumptions upon which this hypothetical performance is based reflect present market conditions or future market performance. Actual performance results may differ from this hypothetical performance presented. Changes in the assumptions may have a material impact on the hypothetical performance presented. Past performance is no guarantee of future results.

The material is provided to you on the understanding that, as a sophisticated investor, you will understand and accept its inherent limitations.

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Disaggregated Student Information

October 8, 2026

Unduplicated Headcount | Race/Ethnicity

Academic Terms Fall 2025 and Fall 2026

	Fall 2025	Fall 2026	CHANGE (count and % change)
ASIAN/ PACIFIC ISLANDER/HAWAIIAN	1,169	1,143	-26 -2.2%
BLACK/AFRICAN AMERICAN	1,795	1,925	+130 +7.2%
HISPANIC	15,386	15,916	+530 +3.4%
NATIVE AMERICAN	42	45	+3 +7.1%
WHITE	3,076	3,186	+110 +3.6%
MULTIRACIAL	848	919	+71 +8.4%
UNREPORTED	133	189	+56 +42.1%
TOTAL	22,449	23,323	+874 +3.9%



Unduplicated Headcount | Gender

Academic Terms Fall 2025 and Fall 2026

	Fall 2025	Fall 2026	CHANGE (count and % change)
FEMALE	12,674	13,112	+438 +3.5%
MALE	9,337	9,769	+432 +4.6%
UNREPORTED	438	442	+4 +0.9%
TOTAL	22,449	23,323	+874 +3.9%



Unduplicated Headcount | Age

Academic Terms Fall 2025 and Fall 2026

	Fall 2025	Fall 2026	CHANGE (count and % change)
17 OR LESS	4,185	4,432	+248 +5.6%
18 TO 24	10,674	11,120	+446 +4.0%
25 TO 29	2,577	2,617	+40 +1.6%
30 TO 34	1,879	1,806	-73 -3.9%
35 TO 39	1,147	1,279	+132 +11.5%
40 TO 49	1,286	1,333	+47 +3.7%
50+	701	735xx	+34 +4.6%
TOTAL	22,449	23,323	+874 +3.9%





Fraud Detection & Enrollment Integrity

October 8, 2026



Cyber Security & Invalid Enrollment Update | Fall 2026

	CCCApply Applications to SBCCD	Fraud Removed by CCCApply	Fraud Removed by SBCCD <u>before</u> import	Fraud Removed by SBCCD <u>after</u> Import
April 2026	5,348	300	576	22
May	5,180	597	599	0
June	3,800	186	551	0
July	3,291	87	484	0
August	4,501	130	695	0
September*	2,868	111	788	0
TOTAL	24,988	1,411	3,693	22

* = Census





Board Finance Committee Quarterly Activity Report

October 8, 2026



Board Finance Committee Quarterly Activity Report

JULY 2026

DARK



AUGUST 2026

PARS Pension Rate Stabilization Trust Presentation

The Committee receives comprehensive presentations on the Pension Rate Stabilization Trust twice per year to review investment strategy & performance. The Committee reviewed the performance and investment strategy of the Trust and reaffirmed the District's conservative approach to managing these resources.

The Trust continues to serve as an important long-term fiscal strategy designed to help protect the General Fund from future pension cost volatility.

Student Success Initiatives at SBCCD

The Committee conducted a comprehensive review of the District's investments in student success and equity initiatives. Crafton Hills College and San Bernardino Valley College may implement resources differently based on the unique needs of their students while remaining aligned with the same District strategic goals.

A central theme of the presentation was that student success is not driven by a single program or funding source. Student success is achieved through a coordinated system of targeted investments, evidence based practices, and institutional commitment that enables every student to succeed.

SEPTEMBER 2026

Bond Measure Workforce Report & Semi-Annual Bond Construction Update

The September report shows that the District's bond program is delivering benefits both on our campuses and our communities. The District continues to exceed its established goals for local hiring & local business participation. About 48% of bond contract value has been awarded to local businesses, compared with the District's 25% goal. Local workers have also received about 60% of total craft-worker compensation, exceeding the District's 50% local hire goal.

Commercial Properties Lease Update

The commercial property portfolio continues to maintain strong occupancy, with two of the District's three buildings fully leased. Overall, approximately 94% of the available portfolio is currently leased. The remaining available space continues to be actively marketed, and the District is working with prospective tenants to maximize occupancy and the long-term revenue potential of these properties.

Enrollment

At this early point in the academic year, CHC and SBVC have already achieved 60% of the District's enrollment target. This strong early progress reflects the continued efforts of both colleges to expand access, respond to the needs of their students and communities, and support student success.



Board of Trustees

Budget to Actual

October 8, 2026

SAN BERNARDINO COMMUNITY COLLEGE DISTRICT

Program Summary: Board of Trustees - As of 09/22/26

Percentage of Year Expired: 23.0%

②

①

① ÷ 2

Object #	Description	2027 Budget	2027 Actuals YTD 09/22/26	Encumb.	Total 2027 Actuals + Encumb.	% of Budget Used	Notes
200000	Board Of Trustees Stipends	49,009	8,168	-	8,168	17%	
	Total 2000's Classified Salaries	49,009	8,168	-	8,168	17%	
300000	Employee Benefits	206,347	25,526	-	25,526	12%	
	Total 3000's Employee Benefits	206,347	25,526	-	25,526	12%	
450000	Noninstructional Supplies	2,000	-	1,000	1,000	50%	
456000	Commencement Supplies	1,200	-	-	-	0%	
475000	Meals & Refreshments	16,400	1,156	9,211	10,367	63%	
	Total 4000's Supplies & Materials	19,600	1,156	10,211	11,367	58%	
511300	Consultant & Other Services	14,400	2,500	-	2,500	17%	Retreats, training facilitator
520000	Travel & Conference Expenses	100,000	12,994	19,831	32,825	33%	
521000	Personal Mileage	-	-	-	-	0%	
531000	Dues And Membership	10,000	250	8,379	8,629	86%	ACCT, CCLC, CALCCTA
554000	Telephone	2,165	-	-	-	0%	
561000	Rentals	1,000	-	-	-	0%	
572000	Election Expenses	110,000	-	-	-	0%	
581800	Student Travel	7,200	2,948	3,784	6,732	94%	Student trustee conference attendance
	Total 5000's Other Expenses	244,765	18,692	31,994	50,686	21%	
	Total Expenditures:	519,721	53,542	42,205	95,747	18%	



Budget Revenue & Expenditure Summary

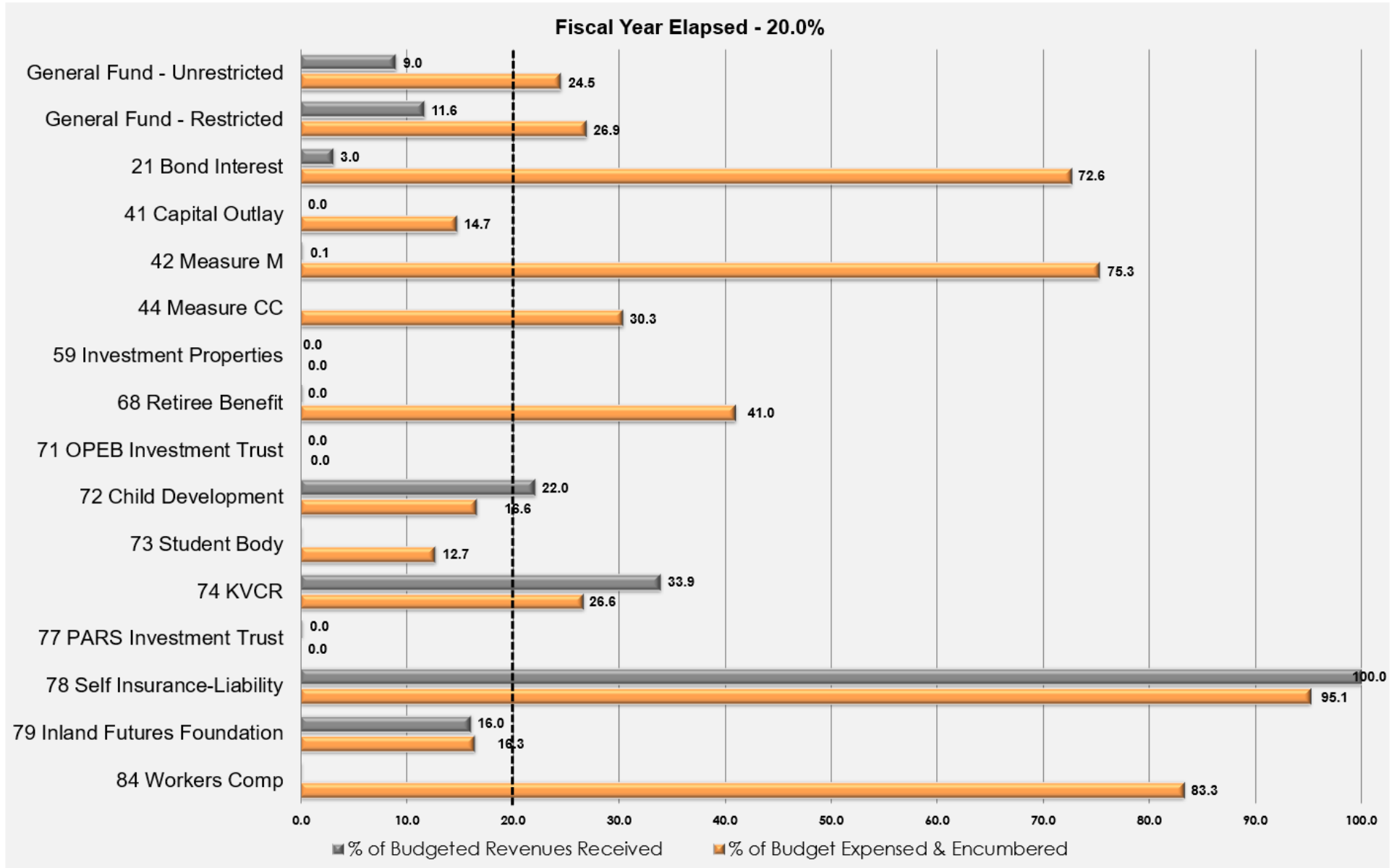
October 8, 2026



Budget Revenue & Expenditure Summary

Year to Date 9/11/26

[v.9.22.2026.p.1|2]





Budget Revenue & Expenditure Summary

Year to Date 9/11/26

[v.9.22.2026.p.2][2]

20.0% of Fiscal Year Elapsed

FUND	REVENUES			EXPENDITURES			COMMENTS
	Budget	Received YTD		Budget	Expensed/ Encumbered YTD		
01 General Fund - Unrestricted	165,708,690	14,857,326	9.0%	165,764,692	40,661,411	24.5%	Expenditures are consistent with the needs of the fund given the current climate.
01 General Fund - Restricted	96,213,023	11,179,308	11.6%	96,213,023	25,882,700	26.9%	Some revenues are received on reimbursement basis.
21 Bond Interest & Redemption	74,500,000	2,271,238	3.0%	74,500,000	54,119,918	72.6%	Taxes are determined and collected by the County for bond measures.
41 Capital Outlay	5,326,000	-	0.0%	3,889,137	571,942	14.7%	Revenue posting for Q1 activity is in progress.
42 Measure M	7,300,000	5,450	0.1%	119,792,854	90,153,226	75.3%	Revenue posting for Q1 activity is in progress. Encumbrances are consistent with the planned projects for FY27.
44 Measure CC	8,000,000	(0)	0.0%	110,250,236	33,449,626	30.3%	Revenue posting for Q1 activity is in progress. Encumbrances are consistent with the planned projects for FY27.
59 Investment Properties	6,084,738	0	0.0%	5,134,960	-	0.0%	Revenue and expenditure posting for Q1 activity is in progress.
68 Retiree Benefit	411,188	0	0.0%	411,188	168,492	41.0%	Revenues are posted in arrears. Expenditures are consistent with the needs of the funds.
71 OPEB Trust	904,000	-	0.0%	95,000	-	0.0%	Revenue and expenditure posting for Q1 activity is in progress.
72 Child Development	5,599,505	1,234,548	22.0%	5,599,505	927,555	16.6%	
73 Student Body Center Fee	350,324	(0)	0.0%	350,324	44,408	12.7%	Revenue posting for Q1 activity is in progress. Expenditures are consistent with the needs of the fund.
74 KVCR	8,162,334	2,769,142	33.9%	8,132,601	2,165,575	26.6%	Fund received annual PARS distribution in the month of August 2026.
77 PARS Trust	6,350,000	2,970	0.0%	7,336,663	-	0.0%	Revenue and expenditure posting for Q1 activity is in progress.
78 Self Insurance-Liability	1,635,000	1,635,000	100.0%	1,897,253	1,804,685	95.1%	Revenue transferred in full at the beginning for the fiscal year. Payment for policy occurs early in the fiscal year.
79 Inland Futures Foundation	1,615,665	258,108	16.0%	1,615,665	264,087	16.3%	
84 Workers Compensation	2,774,575	(0)	0.0%	3,295,673	2,744,838	83.3%	Q1 revenue activity posted in Q2. Encumbrances related to PIPS annual contract, which is paid in installments through the year.
Total (All Funds)	390,935,042	34,213,089	8.8%	604,278,774	252,958,463	41.9%	

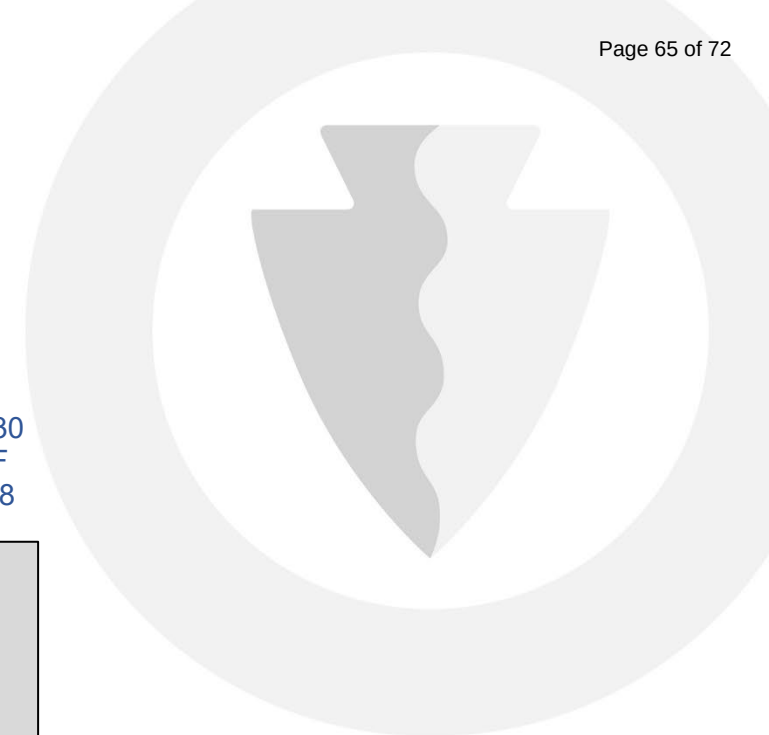
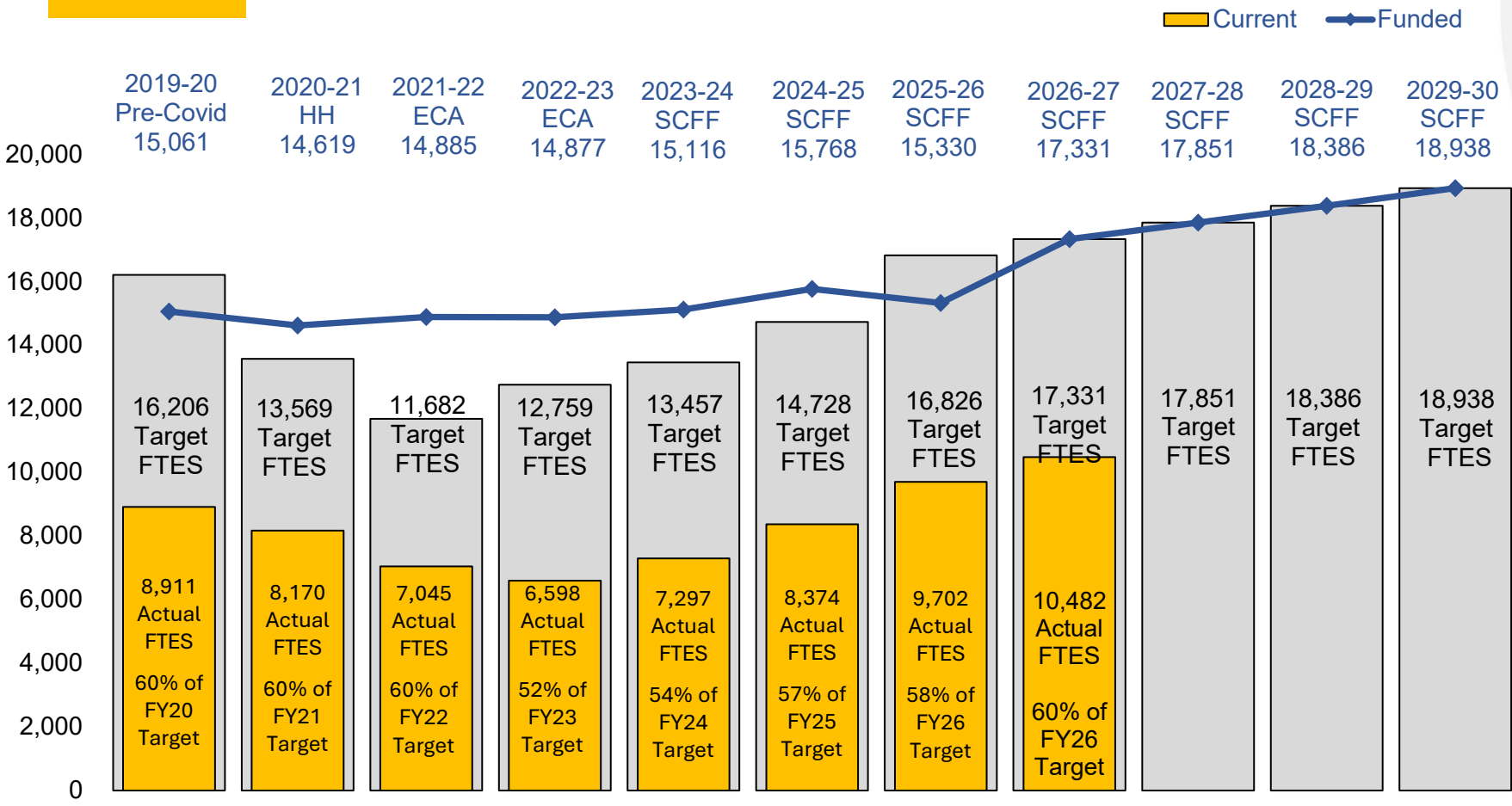


Enrollment

October 8, 2026



Enrollment (October 2026)





Bond Construction Highlights

October 8, 2026



Board Finance Committee
BOND CONSTRUCTION HIGHLIGHTS

October 8, 2026
 Page 1 of 2



In Construction	CHC Instructional Building <i>Project comprised of demolition of existing PAC, new IB building, renovation to the LRC, demolition at the East Quad, and site improvements</i> Construction Start: Jun 2025 Expected Completion: Jan 2028 % Contracted Budget Expended: 56% % Construction Completed: 64%
Complete	CHC Crafton Hall Renovation <i>Renovation of spaces, ADA, and MEP upgrades within Crafton Hall</i> Construction Start: Jul 2024 Completed: Sep 2025 % Contracted Budget Expended: 97% % Construction Completed: 100%
Complete	CHC New Performing Arts Center <i>Construction of the new Performing Arts Center for theater and music programs</i> Construction Start: May 2023 Completed: Aug 2025 % Contracted Budget Expended: 99% % Construction Completed: 100%
Complete	CHC Student Support Building Renovation <i>Renovation of spaces, ADA, and MEP upgrades within the Student Support Building</i> Construction Start: May 2025 Completed: Aug 2025 % Contracted Budget Expended: 100% % Construction Completed: 100%
Upcoming	CHC New Gym and Soccer Field – Phase I <i>Investigation and design a new collegiate sized Gym and Soccer Field with associated amenities</i> Construction Start: TBD Expected Completion: TBD % Contracted Budget Expended: 0.27% % Construction Completed: 0%
Completed	CHC Campus Wide Infrastructure - Solar PV <i>This project replaces the existing solar array at CHC with a battery energy storage system (BESS)</i> Construction Start: Aug 2023 Completed: Dec 2024 % Contracted Budget Expended: 100% % Construction Completed: 100%

*Project is complete, and the release of final payment/retainage is in progress.

Data as of 09/16/2026



Board Finance Committee
BOND CONSTRUCTION HIGHLIGHTS

October 8, 2026

Page 2 of 2



In Construction	SBVC Student Services Building <i>Construction of the new Student Services Building and demolition of the existing Liberal Arts Building</i>	Construction Start: Apr 2025 Expected Completion: Jul 2027	% Contracted Budget Expended: 75% % Construction Completed: 75%
In Construction	SBVC Career Pathways 2 – Phase I <i>Construction of the new Allied Health & Aeronautics Building, demo of old Applied Tech Building, and Construction of New Parking Lot</i>	Construction Start: Winter 2025 Expected Completion: Fall 2028	% Contracted Budget Expended: 31% % Construction Completed: 23%
In Design	SBVC Career Pathways 2 – Phase II <i>Construction of the new Welding Building</i>	Construction Start: Spring 2028 Expected Completion: Spring 2030	% Contracted Budget Expended: 99% % Construction Completed: 0%
In Design	SBVC Campus Wide Infrastructure - Retro-Commissioning of Central Plant <i>Conduct a comprehensive retro-commissioning of the central plant with the aim of optimizing its efficiency to the highest possible state.</i>	Construction Start: Nov 2023 Expected Completion: Sep 2026	% Contracted Budget Expended: 70% % Construction Completed: 100%
Upcoming	SBVC Administration & Campus Center Repurpose <i>Repurposing of vacated spaces within the Administration Building and Lois Carson Campus Center Building.</i>	Construction Start: Dec 2028 Expected Completion: May 2030	% Contracted Budget Expended: 73% % Construction Completed: 0%
Complete	SBVC Technical Building Replacement (CP1) <i>Construction of the new Applied Technology Building for CTE programs</i>	Construction Start: Jun 2022 *Completed: Jan 2025	% Contracted Budget Expended: 98% % Construction Completed: 100%

*Project is complete, and the release of final payment/retainage is in progress.

Data as of 09/16/2026



PARS Investment

October 8, 2026

SAN BERNARDINO COMMUNITY COLLEGE DISTRICT

PARS Pension Rate Stabilization Trust Snapshot | August 31, 2026

	Original Contribution	Changes in Principal	Current Principal	Account Balance	Current Principal Excess/ (Deficit)	Distribution of Gains	Expenses	Total Gains/(Losses) Net of Expenses
General Fund	49,000,000	-3,000,000	46,000,000	57,838,837	11,838,837	14,350,000	853,166	26,188,837
SBVC	5,000,000	0	5,000,000	5,749,421	749,421	2,035,000	83,163	2,784,421
CHC	2,700,000	0	2,700,000	3,527,112	827,112	445,000	42,326	1,272,112
DSO	0	3,000,000	3,000,000	3,870,360	870,360	0	30,868	870,360
KVCR \$15M	15,000,000	0	15,000,000	20,283,671	5,283,671	1,000,000	143,305	6,283,671
KVCR	21,000,000	0	21,000,000	25,554,446	4,554,446	7,000,000	360,847	11,554,446
MAE	9,000,000	-1,960,000	7,040,000	8,603,167	1,563,167	1,847,946	110,403	3,411,113
TOTAL	101,700,000	-1,960,000	99,740,000	125,427,014	25,687,014	26,677,946	1,624,078	52,364,960

Account Notes

- GF includes \$5 million contribution from General Fund invested prior to FCC Auction Proceeds as Board approved 11/10/2016.
- Principal investment has been adjusted to show \$3 million transfer from GF as DSO principal as Board approved 3/10/2022.
- SBVC, CHC, and DSO contain funds fully allocated to the various sites by the Board of Trustees on 4/26/2018.
- MAE refers to overarching Media Academy Endowment, which is comprised of SBVC's Institute of Media Arts and CHC's Digital Media. Principal investment has been reduced by \$1,960 million per Board action on 9/10/2020.
- KVCR \$15 million State grant funds subject to Guiding Principles reaffirmed 12/12/2025.





SAN BERNARDINO COMMUNITY COLLEGE DISTRICT
PARS Post-Employment Benefits Trust

Account Report for the Period
8/1/2026 to 8/31/2026

Jose Torres
Executive Vice Chancellor
San Bernardino Community College District
550 E. Hospitality Lane
San Bernardino, CA 92408

Account Summary

Source	Balance as of 8/1/2026	Contributions	Earnings	Expenses	Distributions	Transfers	Balance as of 8/31/2026
PENSION - GF	\$57,182,812.48	\$0.00	\$665,358.78	\$9,333.89	\$0.00	\$0.00	\$57,838,837.37
KVCR \$15 Million State	\$20,053,607.53	\$0.00	\$233,336.63	\$3,273.34	\$0.00	\$0.00	\$20,283,670.82
PENSION - SBVC	\$5,684,209.05	\$0.00	\$66,139.43	\$927.83	\$0.00	\$0.00	\$5,749,420.65
PENSION - KVCR	\$25,264,600.11	\$0.00	\$293,969.88	\$4,123.92	\$0.00	\$0.00	\$25,554,446.07
PENSION - MAE	\$8,505,587.14	\$0.00	\$98,967.98	\$1,388.37	\$0.00	\$0.00	\$8,603,166.75
PENSION-DSO	\$3,826,461.70	\$0.00	\$44,523.34	\$624.59	\$0.00	\$0.00	\$3,870,360.45
PENSION - CHC	\$3,487,106.44	\$0.00	\$40,574.73	\$569.20	\$0.00	\$0.00	\$3,527,111.97
Totals	\$124,004,384.45	\$0.00	\$1,442,870.77	\$20,241.14	\$0.00	\$0.00	\$125,427,014.08

Investment Selection

Source
PENSION Target Index Conservative Strategy

Investment Objective

Source
PENSION Dual goals are to provide current income and low to moderate growth of capital.

Investment Return

Source	1-Month	3-Months	1-Year	Annualized Return			Plan's Inception Date
				3-Years	5-Years	10-Years	
PENSION - GF	1.16%	0.38%	9.41%	10.65%	4.34%	-	6/22/2018
KVCR \$15 Million State	1.16%	0.38%	9.41%	10.65%	-	-	12/20/2022
PENSION - SBVC	1.16%	0.38%	9.41%	10.65%	4.34%	-	6/22/2018
PENSION - KVCR	1.16%	0.38%	9.41%	10.65%	4.33%	-	6/22/2018
PENSION - MAE	1.16%	0.38%	9.41%	10.65%	4.34%	-	9/23/2019
PENSION-DSO	1.16%	0.38%	9.41%	10.65%	-	-	3/16/2022
PENSION - CHC	1.16%	0.38%	9.41%	10.65%	4.34%	-	11/1/2019

Information as provided by US Bank, Trustee for PARS; Not FDIC Insured; No Bank Guarantee; May Lose Value

Past performance does not guarantee future results. Performance returns may not reflect the deduction of applicable fees, which could reduce returns. Information is deemed reliable but may be subject to change.

Investment Return: Annualized rate of return is the return on an investment over a period other than one year multiplied or divided to give a comparable one-year return.

Account balances are inclusive of Trust Administration, Trustee and Investment Management fees



Board Finance Committee (BFC) Planning Calendar

October 2026

THU, JAN 22, 2026
CANCELLED

THU, FEB 12, 2026

@SBCCD Boardroom Extension

- ✓ Annual Affirmation of BFC Charge
- ✓ PARS Pension Rate Stabilization Trust Presentation
- ✓ BFC Quarterly Activity
- ✓ Bond Measure Workforce Report & Semi-Annual Bond Construction Update
- ✓ Monthly Updates

THU, MARCH 12, 2026

@SBCCD Boardroom Extension

- ✓ Investment Properties | Occupancy & Fiscal Performance
- ✓ Disaggregated Student Data
- ✓ Fraudulent Enrollments Detection & Prevention Update
- ✓ Monthly Updates

THU, APRIL 9, 2026

@SBCCD Boardroom Extension

- ✓ BFC Quarterly Activity
- ✓ Monthly Updates

THU, MAY 14, 2026

@SBCCD Boardroom Extension

- ✓ Bond Measure Workforce Report
- ✓ Monthly Updates

THU, JUNE 11, 2026

@SBCCD Boardroom Extension

CANCELLED

THU, JULY 09, 2026

@SBCCD Boardroom Extension

DARK

THU, AUG 13, 2026

@SBCCD Boardroom Extension

- ✓ PARS Pension Rate Stabilization Trust Presentation
- ✓ BFC Quarterly Activity
- ✓ Monthly Updates

THU, SEPT 10, 2026

@SBCCD Boardroom Extension

- ✓ Investment Properties | Occupancy & Fiscal Performance
- ✓ Bond Measure Workforce Report & Semi-Annual Bond Construction Update
- ✓ Monthly Updates

THU, OCT 08, 2026

@SBCCD Boardroom Extension

- ✓ BFC Quarterly Activity
- ✓ Disaggregated Student Data
- ✓ Fraudulent Enrollments Detection & Prevention Update
- ✓ Monthly Updates

THU, NOV 12, 2026

@SBCCD Boardroom Extension

- ✓ Bond Measure Workforce Report
- ✓ 2026-27 Budget Calendar
- ✓ Monthly Updates

FRI, DEC 11, 2026

@SBCCD Boardroom Extension

- ✓ BFC Annual Update
- ✓ BLC Legislative & Budget Priorities
- ✓ BOT Directives for 2026-27 Budget
- ✓ Guiding Principles | KVCRC \$15 Million
- ✓ Guiding Principles | FCC Auction Proceed
- ✓ Monthly Updates

MONTHLY
UPDATES
(as necessary)

- State Budget
- Enrollment
- PARS Investment

- Budget Revenue & Expenditures
- Bond Construction Highlights

- BOT Budget to Actual
- BFC Planning Calendar