

Investment Report - Fourth Quarter 2025



Investment Review

Economic Summary Outlook

- Inflation (Consumer Price Index) reported in December was 2.7% (year-over-year), above the Federal Reserve's target (2.0%)
- The national labor market reported 4.4% in December reflects slight weakness between supply and demand
- U.S. Treasury yields continue decreasing from the 1 to 5 year maturities – *flattened* yield curve
- Federal Reserve lowered Federal Funds target and anticipate additional rate cuts in 2025
 - Current Federal Funds Target: 3.50%-3.75%

Investment Results

- Portfolio returns for 4Q 2025 was an average rate of 3.89% (*annualized*).



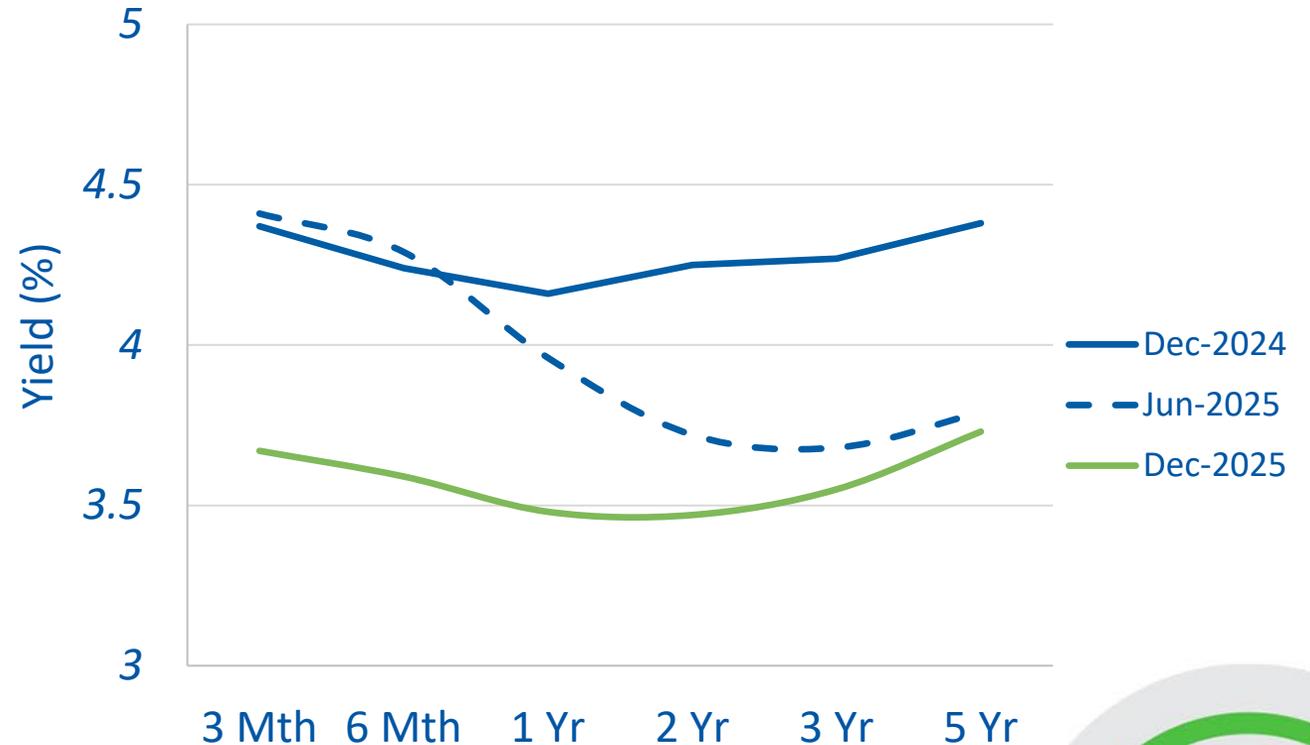
U. S. Treasury Yield Curve

Beginning in **December 2024**, the **U.S. Treasury yield curve flattened** across maturities from 3 months to 5 years, indicating similar returns regardless of short-term investment length.

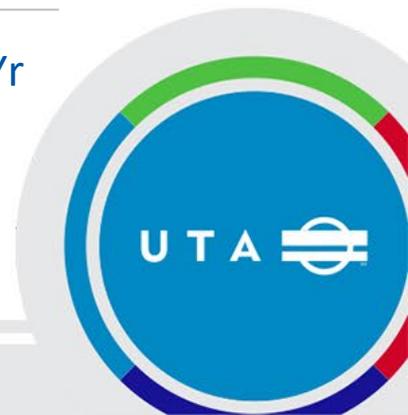
By **June 2025**, the curve had become **inverted**, meaning yields on 1- to 5-year bonds fell below those of shorter-term maturities (less than 1 year).

Following a recent cuts in the Federal Funds target rate, **the curve has moved to a flatter shape**.

As a result, yields across the 5-year investment horizon are now closely aligned, offering similar returns regardless of maturity.



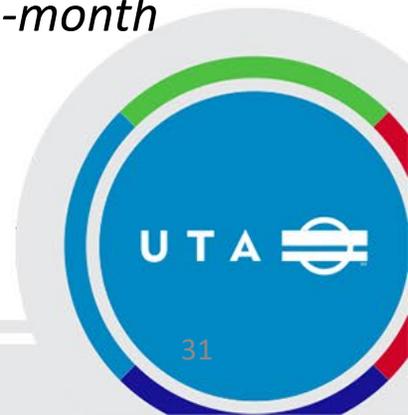
Source: U.S Federal Reserve Statistics



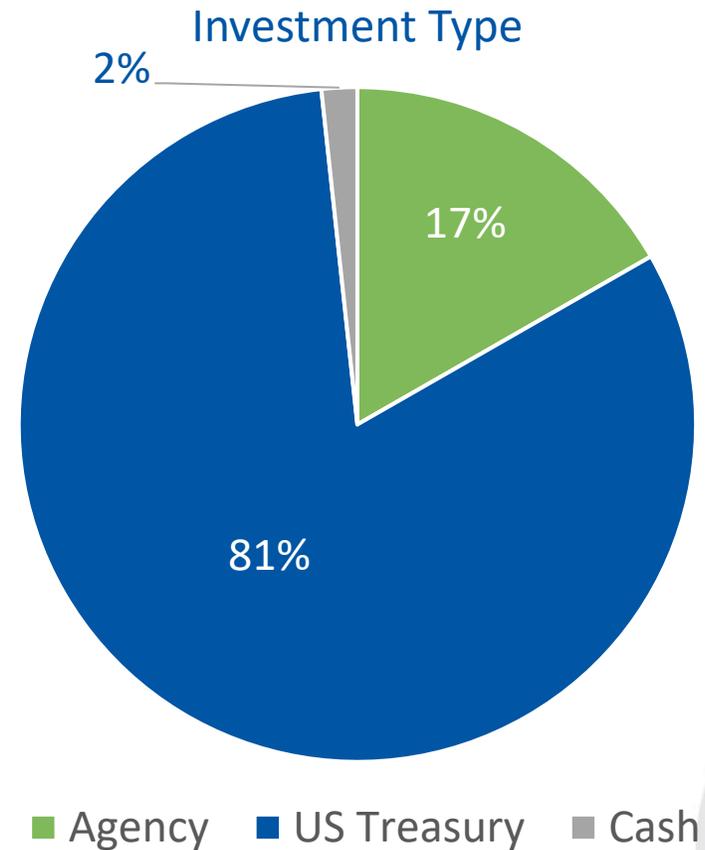
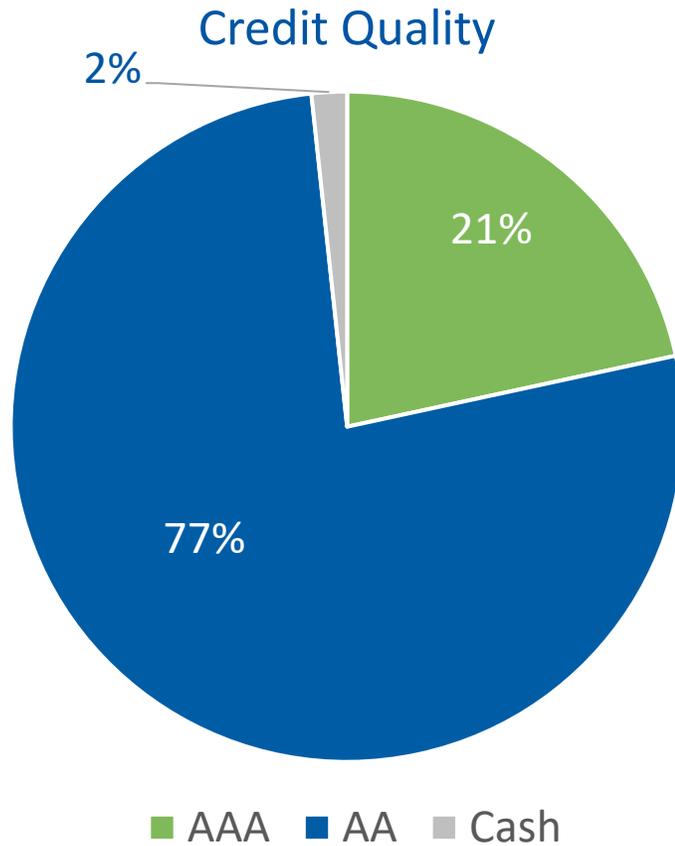
Investments as of Fourth Quarter 2025

Institution	Amount	Yield
Chandler Asset Management	\$269,471,370	3.69%
Public Treasurer's Investment Fund	\$163,044,683	4.14%
Zions Bank	\$33,327,504	3.40%
Zions Corporate Trust	\$120,247,783	4.14%
Totals	\$586,091,340	3.89%

Note: Benchmark Return was 3.90%, the greater of the average rate of return of the three-month U.S. Treasury bills or the average rate of return of Federal Funds rate for the same period.



Chandler Asset Management – Credit Quality & Investment Type



Interest Earned as of Fourth Quarter 2025

Institution	Q4	YTD
Chandler Asset Management	\$2,373,210	\$8,483,640
Public Treasurer's Investment Fund	\$1,684,435	\$5,199,978
Zions Bank	\$154,976	\$605,029
Zions Corporate Trust	\$1,947,513	\$4,869,466
Totals	\$6,160,134	\$19,158,112



Benchmark Comparisons

Fourth Quarter 2025

Institution	October	November	December
PTIF/Zions Corporate Trust	4.27%	4.13%	4.01%
Chandler Asset Management	3.77%	3.69%	3.60%
Zions Bank	3.52%	3.41%	3.26%
Benchmark Returns*	4.09%	3.88%	3.72%

* *Benchmark Returns are the greater of the average rate of return of the three-month U.S. Treasury bills or the average rate of return of Federal Funds rate for the same period.*

