

**Treasury/Public Finance Department's
Report On**

**Orange County Transportation Authority
Investment and Debt Programs**



**Presented to the
Finance and Administration Committee**

**For The Period Ending
January 31, 2026**

INVESTMENT PROGRAM

OCTA Investment Dashboard

1/31/2026

Safety of Principal

Securities that fell below OCTA's minimum credit quality requirements during the month of January 2026:

N/A

Securities currently held within OCTA's portfolio that fell below OCTA's minimum credit quality requirements during prior reporting periods:

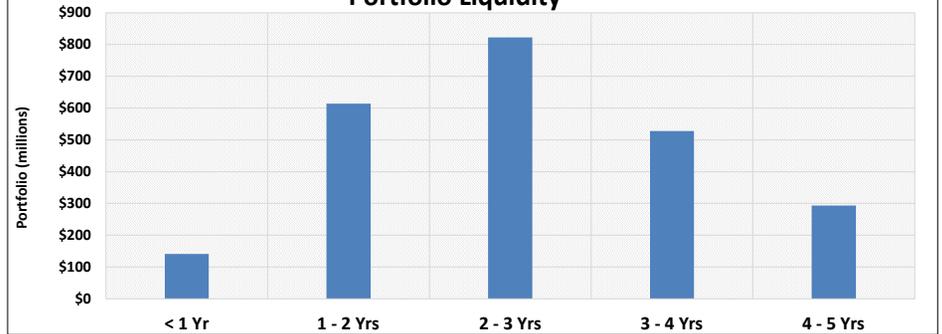
N/A

Securities downgraded or placed on Negative Credit Watch during the month of January 2026, but remain in compliance with OCTA's Investment Policy:

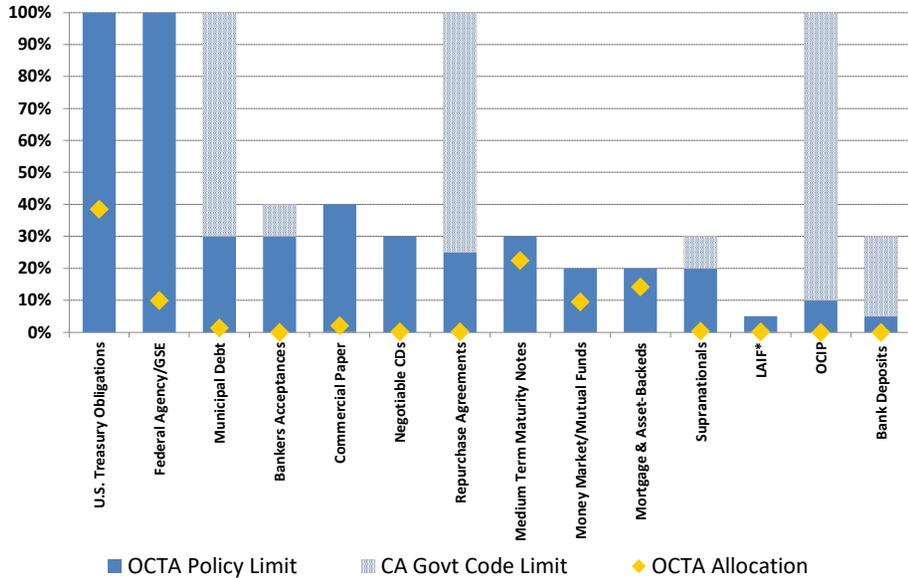
N/A

For further details please refer to A-4 of this report.

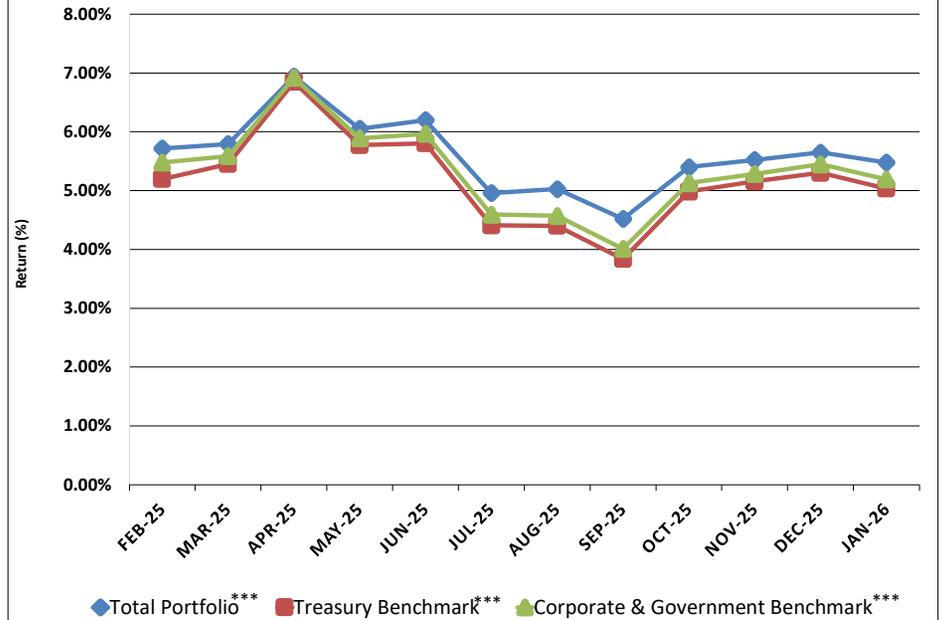
Portfolio Liquidity⁽¹⁾



Portfolio Diversification **



Total Return - 12 Month⁽¹⁾



1. Reflects Managed Portfolio.

* Per CA Government Code LAIF limit is \$75 million

** Per OCTA's Investment Policy the limit is 30% for variable and floating rate securities. As of January 31, 2026, 8.7% of the portfolio was invested in variable & floating rate securities.

*** Actual portfolio returns represent the aggregate performance of the managed portfolio.

The Treasury Benchmark is the market value-weighted blend of the 1-3 Year and 1-5 Year Treasury Indices.

The Corporate & Government Benchmark is the market value-weighted blend of the 1-3 Year and 1-5 Year AAA-A U.S. Corporate & Government Indices.

Investment Compliance

1/31/2026

Portfolio Subject to Investment Policy			
Managed/Liquid Portfolio ¹	Dollar Amount Invested	Percent Of Portfolio	Maximum Percentages
U.S. Treasury Obligations	\$ 1,043,030,579	38.6%	100%
Federal Agency/GSE	271,395,003	10.0%	100%
Municipal Debt	39,448,188	1.5%	30%
Commercial Paper	58,701,933	2.2%	40%
Negotiable Certificates of Deposit	7,325,000	0.3%	30%
Repurchase Agreements	7,000,000	0.3%	25%
Medium Term Maturity Notes/Corporates	608,925,259	22.5%	30%
Money Market/Mutual Funds	259,155,650	9.6%	20%
Mortgage & Asset-Backed	386,370,906	14.3%	20%
Supranationals	11,786,289	0.4%	20%
Local Agency Investment Fund	7,517,868	0.3%	\$ 75 Million
Orange County Investment Pool	134,967	0.0%	10%
Bank Deposits	470,032	0.0%	5%
Total Managed/Liquid Portfolio ²	\$ 2,701,261,673		

1. Excludes portion of Liquid Portfolio subject to Indenture

2. Includes variable & floating rate securities invested in the amount of \$236,221,128 (8.7% of total Managed/Liquid portfolio) and subject to 30% limit per OCTA's Investment Policy.

Portfolio Subject to Indenture/Grant Funding Agreement					
Portfolio	Dollar Amount Invested	OCTA		Indenture/Funding Agreement Requirements	
		Credit Quality	Term	Min. Credit Quality	Max. Term
Liquid Portfolio*					
Government Obligations MMKT Fund	\$ 218,930,361	"AAAm"	N/A	AAA Category	N/A
Government Obligations MMKT Fund	33,892,430	"AAAm"/"Aammf"	N/A	AAA Category	N/A
Government Obligations MMKT Fund **	57,141,081	"AAAm"/"Aaa-mf"	N/A	N/A	N/A
Government Obligations MMKT Fund **	25,000,000	"AAAm"/"Aaa-mf"	N/A	N/A	N/A
Government Obligations MMKT Fund **	21,531,621	"AAAm"/"Aaa-mf"	N/A	N/A	N/A
Government Obligations MMKT Fund **	28,112,096	"AAAm"/"Aammf"	N/A	N/A	N/A
Government Obligations MMKT Fund **	27,065,299	"AAAm"/"Aaa-mf"	N/A	N/A	N/A
Government Obligations MMKT Fund **	26,500,000	"AAAm"/"Aaa-mf"	N/A	N/A	N/A
Bank Deposits **	332,996	N/A	N/A	N/A	N/A
Total Liquid Portfolio	\$ 438,505,885				
Reserve Funds Portfolio					
Government Obligations MMKT Fund	\$ 3,969,919	"AAAm"/ "Aaa-mf"/"AAAmf"	N/A	N/A	N/A
Negotiable Certificates of Deposit	5,000,000	"A-1"/"P-1"/"F1+"	266 days	"A-1"/"P-1"/"F1"	270 days
Negotiable Certificates of Deposit	3,000,000	"A-1"/"P-1"/"F1+"	266 days	"A-1"/"P-1"/"F1"	270 days
Government Obligations MMKT Fund ***	35,033	"AAAm"/ "Aaa-mf"/"AAAmf"	N/A	N/A	N/A
Government Obligations MMKT Fund ****	59,609,550	"AAAm"/ "Aaa-mf"/"AAAmf"	N/A	N/A	N/A
Bank Deposits ****	530,333	N/A	N/A	N/A	N/A
Total Reserve Funds Portfolio	\$ 72,144,835				
Total Portfolio Subject to Indenture	\$ 510,650,719				

91EL and 405EL Operating Funds *****	
Money Market Funds	\$ 12,861,663
Bank Deposits	732,935
Total for EL Operating Funds	\$ 13,594,598
Portfolio Total	\$ 3,225,506,990

* Reflects portion of Liquid Portfolio subject to Indenture (OCTA Sales Tax Revenue) or Grant Funding Agreement

** Senate Bill (SB) 125 Grant Funding

*** 91 EL Debt Service Fund

**** Funds subject to 2021 TIFIA Loan Agreement

***** Reflects Express Lanes customers' prepaid balances held in the 91EL and 405EL operating accounts. These funds are invested by OCTA but represent customer liabilities and are therefore disclosed for transparency but excluded from investment policy compliance calculations.

Managed Portfolio
Sector Allocation and Performance Overview
1/31/2026

Book/Market Value	CHANDLER	METLIFE	PFM	Payden & Rygel	Total Portfolio
Total Portfolio:					
Book Value	\$ 593,846,568	\$ 599,106,718	\$ 600,206,442	\$ 606,787,562	\$ 2,399,947,291
Market Value with Accrued Interest	\$ 608,750,610	\$ 610,108,578	\$ 611,109,556	\$ 616,115,643	\$ 2,446,084,387
1-3 Year Portfolio:					
Book Value	\$ 391,101,183	\$ 399,477,609	\$ 423,855,346	\$ 404,117,417	\$ 1,618,551,555
Market Value with Accrued Interest	\$ 400,954,381	\$ 406,978,464	\$ 431,554,772	\$ 410,384,741	\$ 1,649,872,358
1-5 Year Portfolio:					
Book Value	\$ 202,745,385	\$ 199,629,109	\$ 176,351,096	\$ 202,670,146	\$ 781,395,736
Market Value with Accrued Interest	\$ 207,796,229	\$ 203,130,114	\$ 179,554,784	\$ 205,730,902	\$ 796,212,029

Sector Allocation	CHANDLER	METLIFE	PFM	Payden & Rygel	Total Portfolio
Total Portfolio:					
U.S. Treasury Obligations	35.9%	45.3%	42.0%	50.4%	43.5%
Federal Agency/GSE	24.6%	3.6%	12.7%	4.5%	11.3%
Municipal Debt	0.5%	4.3%	0.3%	1.5%	1.6%
Commercial Paper	0.8%	0.0%	0.0%	0.0%	0.2%
Negotiable Certificates of Deposit	0.0%	0.0%	1.2%	0.0%	0.3%
Repurchase Agreements	0.0%	1.2%	0.0%	0.0%	0.3%
Medium Term Maturity Notes	26.0%	25.1%	25.8%	24.7%	25.4%
Money Market/Mutual Funds	0.7%	1.1%	0.1%	1.4%	0.8%
Mortg & Asset Backed Sec	9.5%	19.4%	18.0%	17.5%	16.1%
Supranationals	2.0%	0.0%	0.0%	0.0%	0.5%
Total	100.0%	100.0%	100.0%	100.0%	100.0%

1-3 Year Portfolio:					
U.S. Treasury Obligations	40.5%	45.7%	43.2%	50.6%	45.0%
Federal Agency/GSE	19.6%	3.1%	10.9%	4.5%	9.5%
Municipal Debt	0.0%	3.5%	0.3%	1.5%	1.3%
Commercial Paper	1.3%	0.0%	0.0%	0.0%	0.3%
Negotiable Certificates of Deposit	0.0%	0.0%	1.3%	0.0%	0.3%
Repurchase Agreements	0.0%	1.8%	0.0%	0.0%	0.4%
Medium Term Maturity Notes	26.2%	25.6%	25.5%	24.7%	25.5%
Money Market/Mutual Funds	0.9%	1.0%	0.1%	1.6%	0.9%
Mortg & Asset Backed Sec	9.5%	19.4%	18.8%	17.1%	16.3%
Supranationals	2.1%	0.0%	0.0%	0.0%	0.5%
Total	100.0%	100.0%	100.0%	100.0%	100.0%

1-5 Year Portfolio:					
U.S. Treasury Obligations	27.2%	44.4%	39.2%	50.2%	40.3%
Federal Agency/GSE	34.4%	4.6%	17.0%	4.5%	15.1%
Municipal Debt	1.3%	6.1%	0.3%	1.4%	2.3%
Commercial Paper	0.0%	0.0%	0.0%	0.0%	0.0%
Negotiable Certificates of Deposit	0.0%	0.0%	1.1%	0.0%	0.2%
Repurchase Agreements	0.0%	0.0%	0.0%	0.0%	0.0%
Medium Term Maturity Notes	25.5%	24.3%	26.4%	24.6%	25.2%
Money Market/Mutual Funds	0.4%	1.2%	0.1%	1.1%	0.7%
Mortg & Asset Backed Sec	9.6%	19.4%	15.8%	18.2%	15.7%
Supranationals	1.7%	0.0%	0.0%	0.0%	0.4%
Total	100.0%	100.0%	100.0%	100.0%	100.0%

Portfolio Characteristics	CHANDLER	METLIFE	PFM	Payden & Rygel	Total Portfolio	* US Treasury Benchmark	** Corp./Govt. Benchmark
Total Portfolio:							
Weighted Average Life	2.19	2.30	2.10	2.33	2.23	n/a	n/a
Duration	2.04	2.12	1.96	2.17	2.07	1.98	1.97
Monthly Yield (Annualized)	3.72%	3.80%	3.74%	3.75%	3.75%	3.56%	3.70%
1-3 Year Portfolio:							
Weighted Average Life	1.89	2.03	1.86	2.05	1.95	n/a	n/a
Duration	1.78	1.86	1.75	1.92	1.82	1.75	1.73
Monthly Yield (Annualized)	3.68%	3.76%	3.72%	3.70%	3.72%	3.54%	3.67%
1-5 Year Portfolio:							
Weighted Average Life	2.78	2.85	2.68	2.90	2.80	n/a	n/a
Duration	2.56	2.63	2.46	2.68	2.58	2.46	2.48
Monthly Yield (Annualized)	3.79%	3.86%	3.79%	3.84%	3.82%	3.60%	3.77%

Portfolio Performance (Total Rate of Return)	CHANDLER	METLIFE	PFM	Payden & Rygel	Total Portfolio	* US Treasury Benchmark	** Corp./Govt. Benchmark
Total Portfolio:							
Monthly Return	0.26%	0.26%	0.27%	0.23%	0.26%	0.19%	0.22%
Three Months Return	1.04%	1.15%	1.09%	1.03%	1.08%	0.96%	1.00%
12 Months Return	5.50%	5.59%	5.47%	5.48%	5.51%	5.03%	5.19%
1-3 Year Portfolio:							
Monthly Return	0.27%	0.28%	0.28%	0.24%	0.27%	0.21%	0.24%
Three Months Return	1.05%	1.19%	1.11%	1.04%	1.10%	0.99%	1.03%
12 Months Return	5.34%	5.43%	5.30%	5.32%	5.35%	4.86%	5.00%
1-5 Year Portfolio:							
Monthly Return	0.24%	0.23%	0.26%	0.22%	0.23%	0.16%	0.20%
Three Months Return	1.03%	1.06%	1.05%	0.99%	1.03%	0.90%	0.95%
12 Months Return	5.80%	5.95%	5.87%	5.82%	5.86%	5.40%	5.59%

* Represents the ICE/BAML 1-3 Year U.S. Treasury Index for the 1-3 Year Portfolio and the ICE/BAML 1-5 Year U.S. Treasury Index for the 1-5 Year Portfolio. The benchmarks for duration and monthly yield are weighted for the Total Portfolio.

** Represents the ICE/BAML 1-3 Year AAA-A U.S. Corporate & Government Index for the 1-3 Year Portfolio and the ICE/BAML 1-5 Year AAA-A U.S. Corporate & Government Index for the 1-5 Year Portfolio. The benchmarks for duration and monthly yield are weighted for the Total Portfolio.

Rating Downgrades & Negative Credit Watch

1/31/2026

Investment Manager / Security

Par Amount

Maturity

S&P

Moody's

Fitch Ratings

Rating Downgrades:

N/A

Negative Credit Watch:

N/A

DEBT PROGRAM

(M2 Sales Tax Revenue Bonds, 91 Express Lanes Toll Road Revenue Bonds, 2021 TIFIA Loan)

Outstanding Debt¹

As of 1/31/2026

Orange County Local Transportation Authority (OCLTA-M2)

2025 M2 Sales Tax Revenue Bonds

Issued:	\$	227,565,000
Outstanding:		227,565,000
Debt Service FY 2026:		17,662,394
All in True Interest Cost:		3.04%
Pledged Revenue Source:	M2 Sales Tax Revenues	
Ratings (Fitch/ S&P):		AA+/AAA
Final Maturity:		2041

2019 M2 Sales Tax Revenue Bonds

Issued:	\$	376,690,000
Outstanding:		301,885,000
Debt Service FY 2026:		27,579,400
All in True Interest Cost:		3.14%
Pledged Revenue Source:	M2 Sales Tax Revenues	
Ratings (Fitch/ S&P):		AA+/AAA
Final Maturity:		2041

Sub-total M2 Outstanding Debt	\$	529,450,000
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91 Express Lanes

2023 OCTA 91 Express Lanes Refunding Bonds

Issued:	\$	47,545,000
Outstanding:		35,610,000
Debt Service FY 2026:		8,048,375
All in True Interest Cost:		2.80%
Pledged Revenue Source:	91 Toll Road Revenues	
Ratings (Fitch/ Moody's/ S&P):		AA-/Aa3/AA-
Final Maturity:		2030

Sub-total 91 Express Lanes Outstanding Debt	\$	35,610,000
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405 Express Lanes

2021 TIFIA Loan

Amount Available	\$	628,930,000
Outstanding:		643,734,758
Capitalized Interest:		30,023,463
Interest Rate:		1.95%
Pledged Revenue Source:	405 Toll Road Revenues	
Ratings (Moody's):		Baa2
Final Maturity:		2058

Sub-total 405 Express Lanes Outstanding Debt	\$	643,734,758
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TOTAL OUTSTANDING DEBT:	\$	1,208,794,758
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1. Comprises OCTA's debt obligations (M2 Sales Tax Revenue Bonds, 91 Express Lanes Toll Road Revenue Bonds, and 2021 TIFIA Loan) currently outstanding and irrespective of OCTA's investment program.