OREGON STATE TREASURY

State of Oregon
Office of the State Treasurer

16290 SW Upper Boones Ferry Road

Tigard, Oregon 97224

OREGON SHORT TERM FUND

August 20, 2026

Meeting Minutes

Members Present:	Douglas Goe, George Naughton, Brian Nava, Bryan Wolf, Michelle Wareing, Deanne Woodring, Michelle Morrison
Staff Present:	Andy Coutu, Perrin Lim, Jamie McCreary, Amy Hsiang-Wei, Louise Howard, Will Hampson, Tan Cao, Alli Gordon, Patrick Deptula, Keaton Flannery, Geoff Hildreth, Debra Day, David Randall, Ericka Langone, Jordan Proudfoot, Rex Kim, Trey Petersonwood, Scott Robertson, Shain Corey, Aleshia Slaughter, Patrick Sharp, Brian Sanker, Eric Mason, Renee Klein, Ken Tennies, John Lutkehaus, Bryan Cruz González, Philip Larrieu
Other Attendees Present:	TriMet: Kingston Sprague, Anna Rath, Cara Fitzpatrick City of Gresham: Elizabeth McCann, Terryl Aguon, Susan Brown City of Stayton: James Brand City of Redmond: James Wood, Tom Ferrell City of Hillsboro: Michelle Wareing Government Portfolio Advisors: Whitney Maher, Mitch Henke

The August 20, 2026 OSTF meeting was called to order at 10:02am by Douglas Goe, OSTF Chair.

I. Opening Remarks

Douglas Goe welcomed all to the Oregon Short Term Fund Board (the "Board") meeting and roll was taken.

II. Review and Approval of Minutes

MOTION: Mr. Goe asked for a motion to approve the May 14, 2026 OSTF meeting minutes. The Board approved the minutes unanimously.

The board voted to approve the May 14, 2026 OSTF meeting minutes. At 10:03am member Bryan Wolf moved for approval; Chairman Douglas Goe seconded the motion, which then passed by a vote of 7/0. (Yes votes: Deputy Treasurer George Naughton, Chairman Douglas Goe, Brian Nava, Bryan Wolf, Michelle Wareing, Deanne Woodring, Michelle Morrison).

III. LGIP/OSTF Investment Policy Review

TriMet

PRESENTED BY Amy Hsiang-Wei, Senior Investment Officer, Tan Cao, Investment Analyst Fixed Income Team, Patrick Deptula, Investment Analyst Fixed Income Team. Tan Cao reviewed the investment policy for Tri-County Metropolitan Transportation District of Oregon (TriMet or the District). TriMet updated their investment policy and submitted their proposed revisions to staff for an opinion on the materiality of their changes.

Summary of Staff Review:
Staff reviewed the District's proposed policy revisions and the changes do not appear to be material. The revisions reflect a shortened portfolio weighted average maturity, from 2.5 years to 2 years while the remaining changes either align with the sample policy guidance or provide greater clarification.

City of Gresham

PRESENTED BY Amy Hsiang-Wei, Senior Investment Officer, Tan Cao, Investment Analyst Fixed Income Team, Patrick Deptula, Investment Analyst Fixed Income Team. Tan Cao reviewed the investment policy for the City of Gresham (City). The City seeks to update their investment policy. The amount of funds falling within the scope of their policy over the next three years is expected to range between $375 and $450 million.

Summary of Staff Review:
Treasury staff compared the City's investment policy to the current OSTF Board sample policy. There were several changes recommended by staff to the City, along with a few minor recommendations. Notably, staff recommend aligning with the sample policy guidance on the maximum maturity for individual securities of 5.25 years and the portfolio weighted average maturity of 2.5 years.

City of Stayton

PRESENTED BY Amy Hsiang-Wei, Senior Investment Officer, Tan Cao, Investment Analyst Fixed Income Team, Patrick Deptula, Investment Analyst Fixed Income Team. Patrick Deptula reviewed the investment policy for the City of Stayton (City). The City wishes to establish an investment policy similar to the OSTF Board sample investment policy. This is the City's first investment policy and initial submission to the Board for review. The amount of funds falling within the scope of this policy over the next three years is expected to range between $10 and $25 million.

Summary of Staff Review:
Treasury Staff compared the City's investment policy to the current OSTF Board sample policy. While there were only a few changes recommended by Staff to the City, it was deemed fine to proceed without revisions for the OSTF Board to review.

City of Redmond

PRESENTED BY Amy Hsiang-Wei, Senior Investment Officer, Tan Cao, Investment Analyst Fixed Income Team, Patrick Deptula, Investment Analyst Fixed Income Team. Patrick Deptula reviewed the investment policy for the City of Redmond (City). The City wishes to update their investment policy to better align with the OSTF Board sample investment policy. The City has not had their policy reviewed by the OSTF Board for several years and is seeking feedback to be included in their next annual review and adoption. The amount of funds falling within the scope of this policy ranges between $90 and $180 million.

Summary of Staff Review:
Treasury Staff compared the City's investment policy to the current OSTF Board sample policy. There were several changes recommended by staff to the City, along with a few minor recommendations.

City of Hillsboro

PRESENTED BY Amy Hsiang-Wei, Senior Investment Officer, Tan Cao, Investment Analyst Fixed Income Team, Patrick Deptula, Investment Analyst Fixed Income Team. Patrick Deptula reviewed the investment policy for the City of Hillsboro (City). The City wishes to update their investment policy to better align with the OSTF Board sample investment policy. The City has not had their policy reviewed by the OSTF Board for several years and is seeking feedback on their proposed policy revisions for 2026. The amount of funds falling within the scope of this policy over the next three years is expected to range between $500 and $650 million.

Summary of Staff Review:
Treasury Staff compared the City's investment policy to the current OSTF Board sample policy. While there were only a few changes recommended by Staff to the City, it was deemed fine to proceed without revisions for the OSTF Board to review.

IV. LGIP Participants and Operations Overview

PRESENTED BY Renee Klein, Director of Finance Division and Brian Sanker, Managing Director - Co-lead Liquidity Products Service Team with PFM Asset Management. Renee Klein introduced herself and Brian Sanker as this is their first OSTF Board Meeting. Ms. Klein and Mr. Sanker are succeeded by their predecessors Cora Park, former Director of Finance at Oregon State Treasury and Lauren Brant former Director at PFM Asset Management. Ms. Klein discussed the OSTF Portfolio Overview. Brian Sanker with PFM Asset Management reviewed the Participant Distribution and Breakdown for the June 30, 2026 reporting period.

TOPICS

- Oregon Short Term Fund Analysis, Participant Breakdown, Participant Distribution, Transaction Activity, SLA Report Metrics, New & Closed Participants

V. OSTF Market Overview and Portfolio Update

PRESENTED BY Amy Hsiang-Wei, Senior Investment Officer, Fixed Income and Perrin Lim, Investment Officer, Fixed Income: Amy Hsiang-Wei and Perrin Lim presented the market overview and OSTF Portfolio update:

- Executive Summary
  - Persistent geopolitical disruptions have tended to be inflationary and provide justification to delay non-AI business fixed investment. But AI investment continues to be large and continues to increase.
    - Iran Conflict, Tariffs, Export Controls, Sanctions, Government Shutdown.
    - Iran Conflict – extreme energy price shock and related uncertainty stalls business investment.
    - Tariffs – Supreme Court deemed broad IEEPA-based tariffs invalid. The strategy has solidified around permanent use of national security and unfair trade practice-based justifications, moving away from temporary, emergency actions.
  - Domestic demand looks 'ok' on average but sharply diverges into AI and non-AI buckets.
  - Most measures of inflation remain above the 2% target.
  - Labor market stagnancy and delayed real business investment are the primary economic weaknesses.
    - But the strength of the AI related segment is dominating, pulling up the averages.
  - The Fed has remained on hold since December at 3.5%-3.75%.
    - Fed Independence, critical for inflation control, has come under threat.

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- Fed unity lowest in decades; Three members favored a 25 bp hike at July 29 FOMC meeting.
- Powell to remain on Fed due to Trump Administration legal actions that are "unprecedented in our 113-year history".

- Credit spreads remain tight making attractive value hard to find. Patience and defense are still working.
- The frontend of the yield curve is the steepest it's been since September 21' -- we think current levels are attractive and are cautiously looking to extend duration.

- OSTF Portfolio Overview
  - As of 6/30/2026 Fund NAV $ 34,077,516,344 with a paid rate as of 2/12/2026 of 4.00%.

VI. Treasury Stewardship Overview

PRESENTED BY Philip Larrieu, Senior Investment Officer, Engagement: Philip Larrieu presented the Treasury Stewardship Overview:

TOPICS

- The Stewardship & Engagement Team:
  - Coverage spans all Treasury managed investments.
  - Supplemented with external engagement to extend staff's reach.
  - Under Oregon law, proxy voting authority rests exclusively with the State Treasurer.
- Stewardship Philosophy & OST Three- Pronged Strategy:
  - Serve as a strategic partner within the investment office, translating fiduciary policy into actionable stewardship that protects and enhances total portfolio value.
  - Five forms of engagement:
    - Proxy voting, Shareholder proposals, Direct company dialogue, Investor coalitions, Regulatory advocacy
  - Three-pronged engagement strategy:
    - Broad Portfolio Engagement, Staff-Led Engagements, Targeted Investment Engagement
  - Board Reporting and Oversight:
    - Oregon Investment Council (Policy-setting authority) and Stewardship and Engagement Committee (Consultative, not policy-setting)
  - What Fiduciary Duty Actually Requires: Fiduciary duty is the highest standard of care the law recognizes. A legal and ethical obligation to act solely in the interest of another party.
    - Duty of Loyalty, Duty of Care (Prudence), Duty of Impartiality

VII. Closing Remarks/Other Items of Business

- Mr. Goe stated that no submissions or in person sign up was received for public comment and thanked everyone for an excellent meeting.

Mr. Goe adjourned the meeting at 12:01 PM.

Respectfully submitted,

Alli Gordon
Executive Support Specialist