Investment Terminology 101 & Market Update

October 20, 2020
Key Features

- Five fund options;
- No minimum or maximum investment amount;
- No minimum or maximum transaction allowances;
- No transaction, wire, or account maintenance fees;
- Fully transparent;
  - Updated holdings available daily;
- Ability to have unlimited subaccounts;
- Access to BlackRock investment expertise;
- 24/7 online shareholder portal with online trading and customized access levels for individuals;
- Agencies do not have to join the JPA to participate in CalTRUST; and
- Currently, over 150 California public agencies invest with CalTRUST.
## Fund Options

<table>
<thead>
<tr>
<th>Liquidity Fund</th>
<th>Short-Term Fund</th>
<th>Medium-Term Fund</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Liquidity:</strong> Same-Day</td>
<td><strong>Liquidity:</strong> Same-Day</td>
<td><strong>Liquidity:</strong> Two-Days</td>
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<tr>
<td><strong>Cut-Off Time:</strong> 12:00pm PST</td>
<td><strong>Cut-Off Time:</strong> 9:30am PST</td>
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<tr>
<td><strong>S&amp;P Rating:</strong> AAAm</td>
<td><strong>S&amp;P Rating:</strong> AAf</td>
<td><strong>S&amp;P Rating:</strong> AA-f</td>
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<tr>
<td><strong>Stable NAV</strong></td>
<td><strong>Floating NAV</strong></td>
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**BlackRock FedFund**
- Government Money Market Fund
- **Liquidity:** Same-Day
- **Cut-Off Time:** 1:00pm PST
- **S&P Rating:** AAAm
- **Stable NAV**

**BlackRock Liquid Environmentally Aware Fund**
- Environmentally Sensitive Prime Money Market Fund
- **Liquidity:** Same-Day
- **Cut-Off Time:** 11:00am PST
- **S&P Rating:** AAAm
- Floating NAV
History & Overview

• CalTRUST was created in 2005 by the Treasurers of two counties and one special district who were seeking an alternative pooled investment option for California public agencies.

• CalTRUST is a public agency; having been formed as a Joint Powers Authority (JPA) and is governed by a Board of Trustees comprised of California public agency investment experts.

• CalTRUST is only open to California public agencies so our investment policy mirrors California investment code.

• CalTRUST is endorsed by California local government organizations including the California Special Districts Association, CSAC Finance Corporation, and League of California Cities.

• CalTRUST assets are exclusively managed by BlackRock.
CalTRUST in the Era of COVID

• Seamless transition to remote work environment;
• No operations events;
• Timely market information via webinars and email blasts;
• Individual agency strategy discussions;
• Online access; and
• Flexible account update processes.
Fund Utilization – A Basic Approach

- The Basic Approach manages all expected cash outflows through existing cash balances, represented by the gray shaded area.

- The light and dark blue cash balances are not anticipated to be used in the near-term and can be invested further out on the maturity range (the yield curve) to augment yield.

[Diagram showing cash balance forecast with categories for Operating Cash, Working Capital, and Investment Assets, along with dates from 7-Jan to 7-Dec and cash balances ranging from $0 to $30.]