



Curtis M. Loftis, Jr., Treasurer

SOUTH CAROLINA OFFICE OF THE STATE TREASURER

Portfolio Performance Summary

As of 06/30/26

Total investment and bank income distributed to all portfolios for the 1 year period ending June 30, 2026 was \$1,778,078,316. \$576,812,243 was returned back to the State's General Fund. \$652,382,287 was returned to Local Governments and municipalities through the Local Government Investment Pool (LGIP) and the remainder to state entities.

Account/ Benchmark	Market Value	Income to Participants	Annualized Total Returns (Net)		
			1-Year	3-Years	5-Years
LGIP¹ 80% 90dTbill, 20%BBShort Gov	\$ 15,802,198,376	\$ 652,382,287	4.13 3.89	4.92 4.70	3.81 3.53
Education Improvement Fund² Overnight Bank Funding Rate	\$ 350,028,931	\$ 14,415,624	4.09 3.83	4.83 4.58	3.72 3.59
State General Fund³ BBC Govt/Credit 1-3 Years	\$ 12,342,272,222	\$ 490,034,414	3.09 3.14	4.53 4.64	2.57 2.12
State Investment Pool⁴ BBC Govt/Credit 1-5 Years	\$ 10,979,009,138	\$ 486,439,368	3.15 3.00	4.69 4.68	2.08 1.73
Insurance Reserve Fund⁵ BBC Intermediate Govt/Credit	\$ 697,237,288	\$ 21,640,646	3.34 3.14	4.75 4.68	1.36 1.22
Long-Term Pool⁶ BBC Govt/Credit	\$ 330,656,314	\$ 11,015,023	3.62 3.32	4.24 3.97	0.15 -0.10
LTDI Trust Fund⁶ BBC Govt/Credit	\$ 33,649,436	\$ 1,199,196	3.92 3.32	4.37 3.97	0.19 -0.10
SCRHI Trust Fund⁵ BBC Intermediate Govt/Credit	\$ 1,880,291,146	\$ 60,322,449	3.50 3.14	4.85 4.68	1.47 1.22
State Composite Portfolio	\$ 42,415,342,852		3.09	4.53	2.57
Type of Account	Market Value	Income to Participants	Total Fees		Fees/Market Value
Subtotal-Investment Portfolios	\$ 42,415,342,852	\$ 1,737,449,006	\$ 21,498,010		0.000507
Bank Balances	\$ 1,849,351,348	\$ 40,629,310	\$ 3,465,350		0.001874
Total	\$ 44,264,694,200	\$ 1,778,078,316	\$ 24,963,360		0.000564

Liquidity requirements and daily fluctuations in investable balances affect investment options .

The State Treasurer's Office currently manages approximately \$43.0 billion in U.S. fixed income securities. This amount's estimated range is between \$35 billion and \$45 billion depending upon the cyclical nature of cash flows for State agencies, local governments and political subdivisions and the revenues they receive. More than 1500 accounts are managed by the STO for the State agencies, local governments, and political subdivisions.

The South Carolina Office of the State Treasurer is responsible for the administration, management, and investment of the State's funds. The investment of State funds is managed through multiple investment portfolios to preserve the State's capital, while maintaining liquidity and obtaining the best relative rates of return.

The mission of the State Treasurer's Office is to safely and effectively manage the funds for the State's agencies, local governments, and political subdivisions. The office manages multiple U.S. fixed income portfolios and the Local Government Investment Pool, which invests in money market securities and US Government guaranteed backed instruments. The authority to invest State Funds is limited to the State Treasurer under S.C. Code of Laws § 11-13- 30.

It is important to recognize that investment decisions involve managing the State's daily fluctuating cash flows and anticipating future revenues and expenditures. STO Staff manages cash balances available to anticipate the future use of these funds. Also, earnings on investments provide one of the many sources of revenue for the State and Local Governments annually. Consequently, the soundness and success of an investment program is of primary importance to meet the State's funding needs.

Fees and Administrative Service Charges- The State Treasurer's Office retains a fee for operating and managing the banking and investment costs associated with the states' General Deposit Funds and the Local Government Investment Pool. An investment management fee and administrative management fees is assessed based upon the average daily net assets(ie.e average daily amortized costs) balances. The fees for investments are taken out of monthly earning prior to the allocation of net earnings to participant balances. Banking fees are assessed on the state's monthly analysis statements. Proviso 98.40 and 98.50. South Carolina Code of Law 1-11-705(K), 1-11-707(K)

Disclosures & Index

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The SCSTO prepares this report in accordance with data supplied by the adviser and the custodian .

Total return represents the change in value of an investment after reinvesting all income and capital gains. Annualized total return is the geometric average amount of money earned by an investment each year over a given time period. Stated benchmarks reflect a blending over time.

Past performance is no guarantee of future results.

Index definitions:

The following benchmarks are used as a relative performance measure for each of the SCSTO's portfolios; the benchmarks utilized reflect similar target composition/maturity ranges as the underlying portfolios.

¹ Index: Represents a customized blend of the 90-day T-Bill and Bloomberg Barclays Short-Term Government/Credit Indexes.

² Overnight Bank Funding Rate: Published by the Federal Reserve Bank of New York, this rate is calculated as a volume-weighted median of overnight federal funds transactions and certain Eurodollar transactions.

³ Bloomberg Barclays US Govt/Credit 1-3 Year Bond Index: Includes all medium and larger issues of U.S. government, investment-grade corporate debt, and investment-grade international dollar-denominated bonds that have maturities of between 1-3 years.

⁴ Bloomberg Barclays US Govt/Credit 1-5 Year Bond Index: Includes investment grade, U.S. dollar-denominated, fixed-rate Treasuries, government-related and corporate securities that have a remaining maturity of 1-5 years.

⁵ Bloomberg Barclays Intermediate Govt/Credit Bond Index: Includes all intermediate government and investment-grade corporate debt securities with maturities of 1-10 years.

⁶ Bloomberg Barclays Govt/Credit Bond Index: Includes all government and investment-grade corporate debt securities with maturities of at least one year.
