



REPORT

To: ONE Joint Investment Board
From: Evelyn Foo, Chief Compliance Officer, ONE Investment
Date: November 25, 2025
Re: Compliance Report Asset Class and Target Weight Allocations
Report: ONE JIB 2025-053

1. RECOMMENDATIONS

It is recommended that the Board:

1. Receive the report.

2. SUMMARY

The compliance report provided by PH&N Institutional (Investment Manager) assists ONE JIB in monitoring the weights of investment holdings and asset classes relative to their targets for each Participating Municipality under the Prudent Investment Offering.

3. BACKGROUND

The Investment Manager's system produces a report to monitor allocation weights under the Prudent Investment Offering

The report found in Attachment 1 provides the asset class and allocation to targets and highlights those municipalities which are awaiting allocation for fulfilment in their assigned funds in their investment policy. It replaces the Class Weight and Allocation Drift Monitoring report previously generated by ONE Investment's portfolio management system since Participating Municipalities have moved to the new business model for the Prudent Investment Offering. The column titled "Variance from Strategic Benchmark" indicates the variance from the absolute value above or below by more than two percentage points. The report is reviewed by the CIO and CCO on a regular basis in their oversight responsibilities. There is no commentary offered unless a metric is above or below the target value by more than two percentage points.

4. ANALYSIS

The following events took place during the third quarter of 2025:

- 1) transition of Durham's in-kind securities back to the municipality and additional cash injection totaling \$410+M in two tranches
- 2) transition from the Outcomes Framework to Model Portfolios: Town of Aurora (Model E), Town of Innisfil (Model C), and District of Muskoka (Model E)

The remaining transition from the Outcomes Framework to Model Portfolios for the Towns of Aylmer and Bracebridge, and the Cities of Kenora (General Account and Citizens' Prosperity Trust Fund) and Thunder Bay will be completed in the fourth quarter of 2025.

5. CONCLUSION

The Investment Manager Asset Class and Target Weight Allocation report continues to provide ONE JIB with the ability to monitor allocations with the associated ONE JIB approved model portfolios in the Prudent Investment Offering business model. The attached report provides ONE JIB with the tools to monitor the positioning of asset classes and individual holdings relative to their intended targets.

ATTACHMENTS

Attachment 1: Asset Class and Target Weight Allocations Report Q3 2025

Drafted by: Evelyn Foo, Chief Compliance Officer

Approved by: Judy Dezell and Donna Herridge Co-Presidents/CEO