CITY OF HOLLY HILL, FLORIDA

POLICE PENSION FUND BOARD OF TRUSTEES

AGENDA ● AUGUST 18, 2022

City Commission Chamber	Police Pension Fund Board of Trustees	11:00 AM

CITY HALL
1065 RIDGEWOOD AVENUE
HOLLY HILL, FL 32117

City Clerk's office: (386) 248-9441 - Fax: (386) 248-9448

City Commission Chamber
City Hall
1065 Ridgewood Avenue
Holly Hill, FL 32117

1. CALL TO ORDER

2. ROLL CALL

3. APPROVAL OF MINUTES

1. Minutes - May 19, 2022 Police Pension Board Meeting

   (Requested by Valerie Manning, City Clerk)

4. CHAIRPERSON'S REPORT

1. Annual Report
2. City Audited Financial Report
3. Administrative Services - Foster & Foster

5. OLD BUSINESS

1. Old Business Discussions

   (Requested by Valerie Manning, City Clerk)

6. NEW BUSINESS

1. New Business Discussions

   (Requested by Valerie Manning, City Clerk)

7. OTHER BUSINESS

A. Remaining Meeting Dates for 2022: November 17, 2022

8. ADJOURNMENT

HOLLY HILL
FLORIDA

Police Pension Board

,

SCHEDULED

Meeting: 08/18/22 11:00 AM
Department: City Clerk
Category: Minutes
Prepared By: Valerie Manning
Initiator: Valerie Manning
Sponsors:
DOC ID: 3858

POLICE PENSION FUND BOARD OF TRUSTEES (ID # 3858)

Minutes - May 19, 2022 Police Pension Board Meeting

DISCUSSION:

Minutes from May 19, 2022 Police Pension board meeting.

MOTION:

Approve the minutes as submitted by staff.

Holly Hill Police Officers' Retirement Trust Fund

"Meeting Minutes"

Thursday May 19, 2022
City Commission Chambers

1. CALL TO ORDER
   Meeting was called to order at 11:03 AM

2. ROLL CALL
   Stephen Aldrich – Chairman
   Thomas Bentley- Secretary
   Christopher Yates
   Robert Taylor
   Kimberly Lawson

3. APPROVAL OF MINUTES
   - Minutes- February , 2022, HHPD Pension Board Meeting
     Motion to Approve made by Yates, 2nd by Bentley
     All in favor, Motion approved

4. CHAIRMAN'S REPORT
   - Annual Report and audited financials still in the process
   - Steve Aldrich requesting to step down as Chairperson and requested Chris Yates to be appointed to Chairperson, motion made by Taylor, 2nd by Bentley
     All in Favor, Motion approved

5. OLD BUSINESS
   - Old Business- Retired Sergeant James Patton passed away, his wife Liz Patton to receive his benefits.
   - Paperwork filed for Officer Robert Milne, seeking disability retirement.

6. NEW BUSINESS
   - 1st Quarter Report by Frank Wan of Burgess Chambers and Associates, Inc.
     - Plan had a loss of – 6.7% this quarter (loss $1,011,494.00 this quarter)
     - Plan has a current balance of $14,066,051.00

- Payment of Outstanding Bills
  Motion to Approve made by Yates, 2nd by Bentley
  All in favor, motion approved

  - Paul Daragjati – Attorney Services - $1,369.00
  - Salem Trust – Custodial Services - $1,989.89
  - Foster & Foster – Actuarial Services – $0.00
  - Burgess Chambers and Associates, Inc. – Investment Services - $7,033.02
  - Integrity Fixed Income Management, LLC – Investment Management Fee - $1,750.84

7. OTHER BUSINESS

- Meeting Dates for 2022 – Commission Chambers at 11:00 AM.
  - August 18, 2022
  - November 17, 2022

8. ADJOURNMENT

- Meeting adjourned at 11:49 AM

HOLLY HILL
FLORIDA

Police Pension Board

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SCHEDULED

Meeting: 08/18/22 11:00 AM
Department: City Clerk
Category: Old Business
Prepared By: Valerie Manning
Initiator: Valerie Manning
Sponsors:
DOC ID: 3859

POLICE PENSION FUND BOARD OF TRUSTEES (ID # 3859)

Old Business Discussions

OLD BUSINESS:

A. Former Officer Giovanny Rivera left the agency. Mr. Rivera has received his contributions in the amount of $5,271.90.

B. Former Officer Robert Milne has filed disability paperwork and is seeking a disability retirement. Update by Attorney Paul Daragjati.

HOLLY HILL
FLORIDA

Police Pension Board

,

SCHEDULED

Meeting: 08/18/22 11:00 AM
Department: City Clerk
Category: New Business
Prepared By: Valerie Manning
Initiator: Valerie Manning
Sponsors:
DOC ID: 3860

POLICE PENSION FUND BOARD OF TRUSTEES (ID # 3860)

New Business Discussions

DISCUSSION:

A. 2nd Quarter Report - Frank Wan - Burgess Chambers & Associates, Inc.
*Investment Performance Period Ending June 30, 2022

B. FY2022-2023 Budget - Approval from Board Needed

C. Payment of outstanding bills:

- Paul Daragjati - Attorney Services - $1266.55
- Salem Trust - Custodial Services already deducted - **INFORMATIONAL PURPOSES ONLY** - $1681.75
- Foster & Foster - Actuarial Services - $3533.00
- Burgess Chambers & Associates, Inc. - Investment Services (2nd Quarter) - $6149.41
- Integrity Fixed Income Management, LLC (Investment Management Fee) - $1720.47
- Travelers Insurance - Insurance Renewal - $2875.00 (due in October 2022)

Burgess Chambers & Associates, Inc.

Institutional Investment Advisors

www.burgesschambers.com

June 30, 2022

Holly Hill Police Officers' Retirement Trust Fund

Investment Performance
Period Ending
June 30, 2022

Holly Hill Police Officers' Retirement System
BCA Market Perspective ©
Slowing Down a Fast Economy
July 2022

The US economy has been expanding too fast since the recent pandemic period stimulus measures were put in place. President Trump and Congress came to the rescue in providing numerous aid programs that grew the national debt by 22% from $22.7 trillion in 2019 to $27.8 trillion in 2020 (Bureau of Economic Analysis), and the figure was over $30 trillion as of July 11, 2022.

Individuals and businesses received over $1 trillion of stimulus, split between the Paycheck Protection Program (PPP) and individual deposits. The PPP loans were forgiven if properly documented. The Federal Reserve Bank weighed in during the 2020-2021 period by spending $4.0 trillion to keep mortgage and bond yields low through open market operations. The result was a massive $9 trillion balance sheet from asset purchases that doubled in 24 months. Meanwhile, the Fed Funds rate remained near zero. With every means available, a war-like approach was set in motion to save the US and the major global economies from a depression, and the unintended consequence of these stimulus measures was the super heating of aggregate demand.

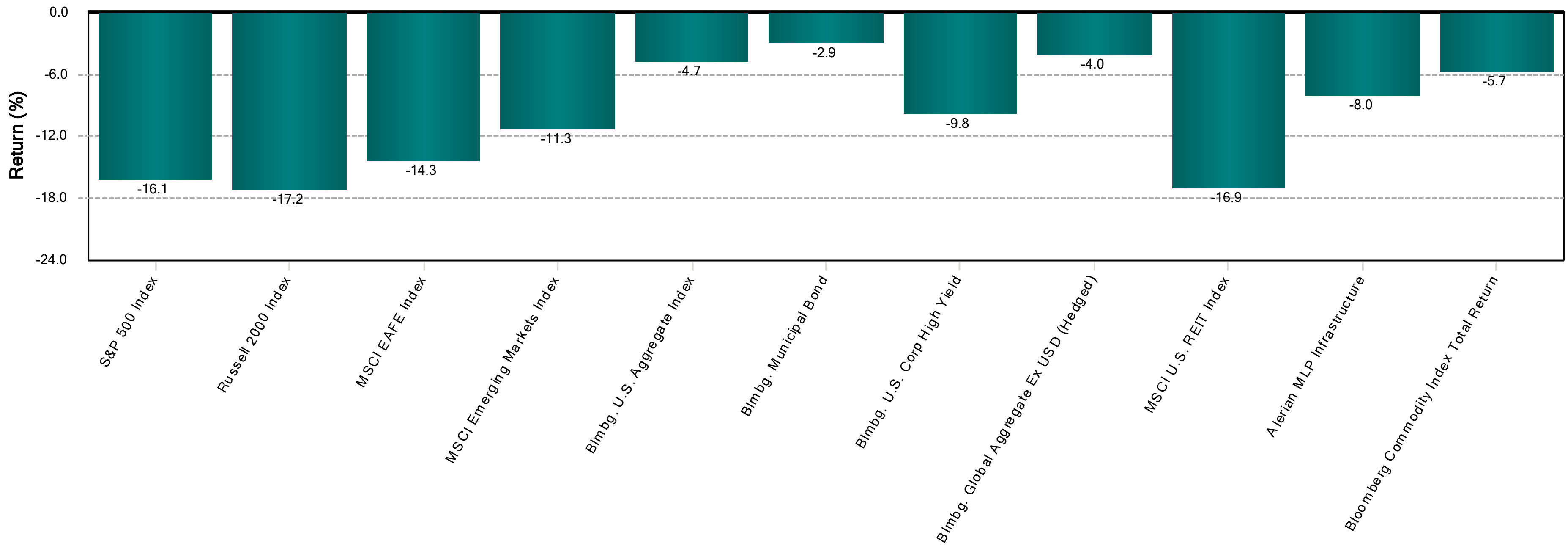
With so much money in the hands of eager consumers, the demand for goods and services has grossly outstripped supply at twice the rate as in Europe (WSJ). The result was an 8.6% annual inflation rate by May 2022 (Bureau of Labor Statistics). For the past 40 years, we have relied upon an average inflation rate of 2.0% and a real Gross Domestic Product (GDP) economic growth rate of 2.7% (4.7% nominal). Today, the nominal GDP is runnung at a 6.5% annual rate, up from 5.7% in Q4 (BEA). **The world's largest economy was growing at 1.4 times faster than the 40-year average.**

Getting back to normal will require a period of economic deceleration, meaning negative growth. Think about piloting a super tanker and slowing it down. Inflation is already slowing down the US economy, since real purchasing power is being diminished each day. The Federal Reserve has begun shifting to a neutral policy, by allowing interest rates to naturally move higher and resetting policy rates closer to a lower targeted inflation rate. This means slower US economic growth over the next 12 months, but not a protracted recession. Getting the inflation rate down to 3.5% from 8.6% could take several years (Federal Reserve survey). The objective is to reduce inflation while avoiding the choking off of real economic growth.

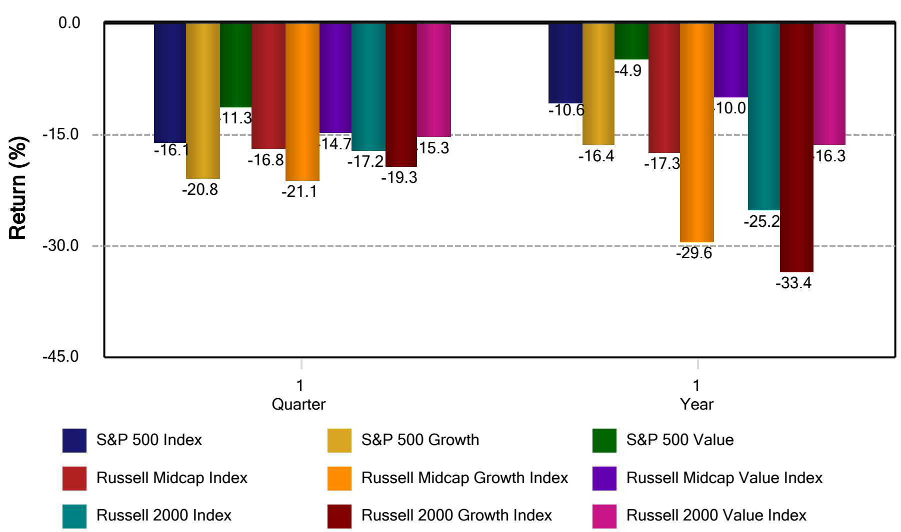
As the US economy enters into a slower growth rate, inflation is expected to respond favorably. The dollar should rise further against major foreign currencies, as the Federal Reserve allows interest rates to rise further. This eases inflation as imports become cheaper.

If the US economy slows down too quickly during the current deceleration phase, the Federal Reserve has the option to reverse course and bring down interst rates. In fact, this reversal may take place in late 2023 or early 2024. This would be positve news for stock, bond and real estate investors and may be the start of another bull market cycle.

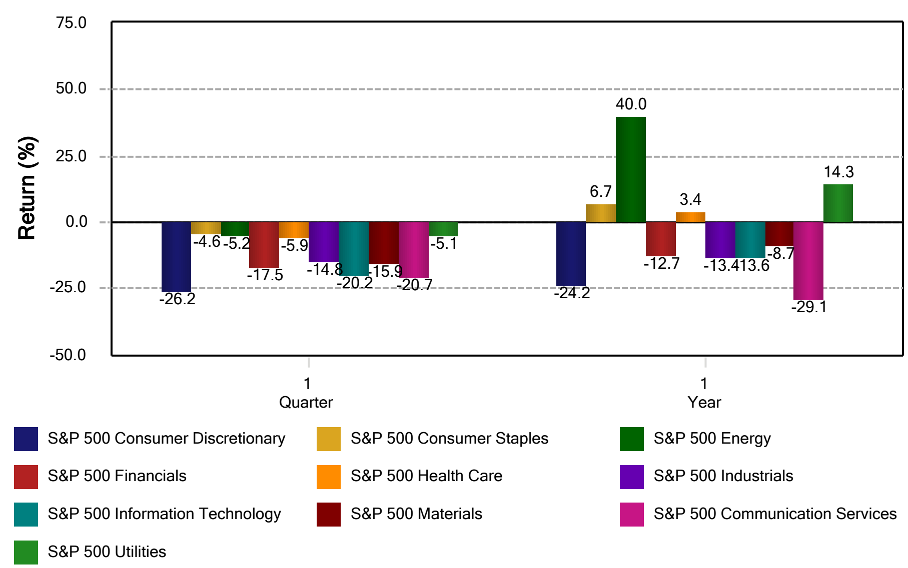
1 Quarter Performance



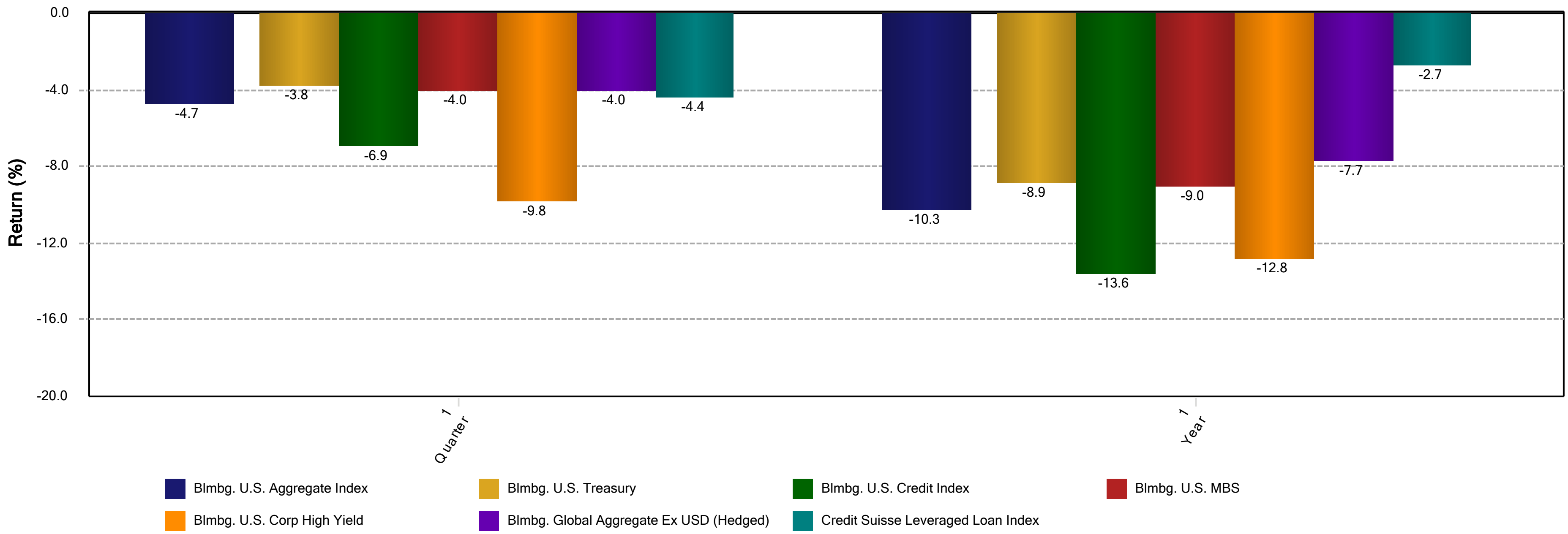
US Market Indices Performance



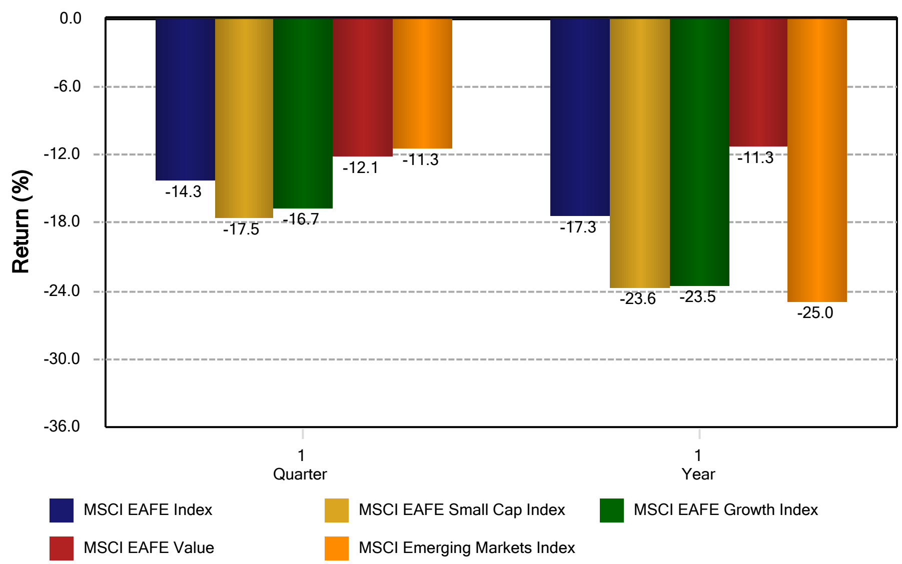
US Market Sector Performance



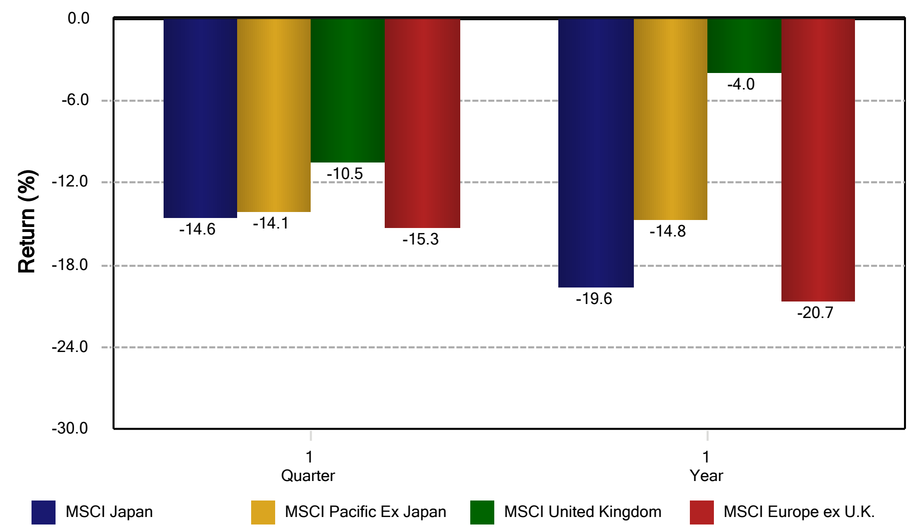
Fixed Income Market Sector Performance



Intl Equity Indices Performance

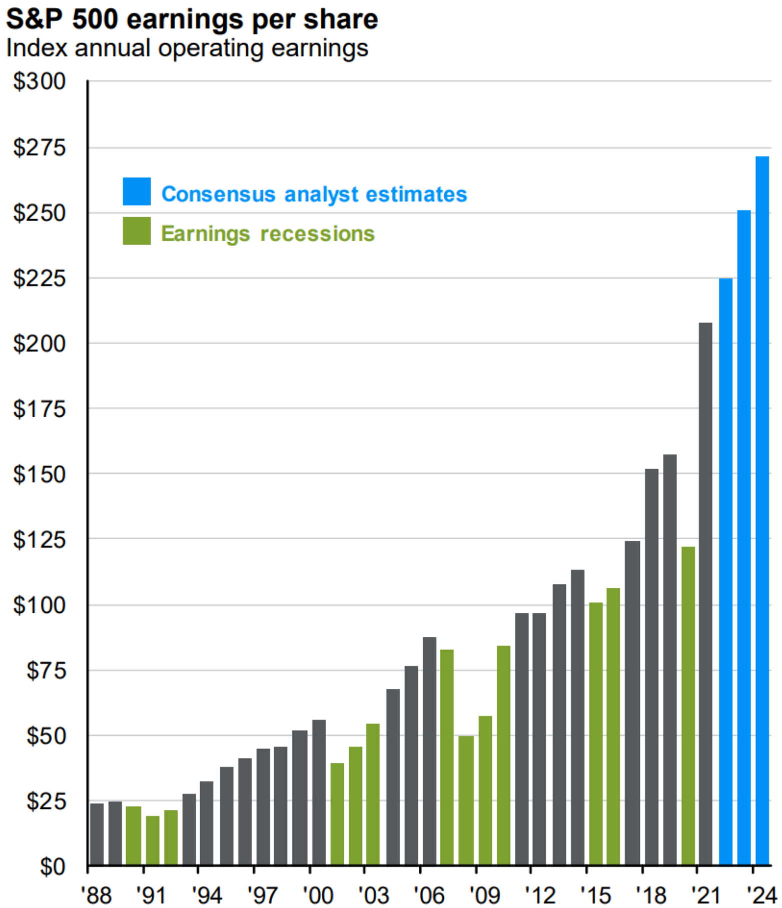


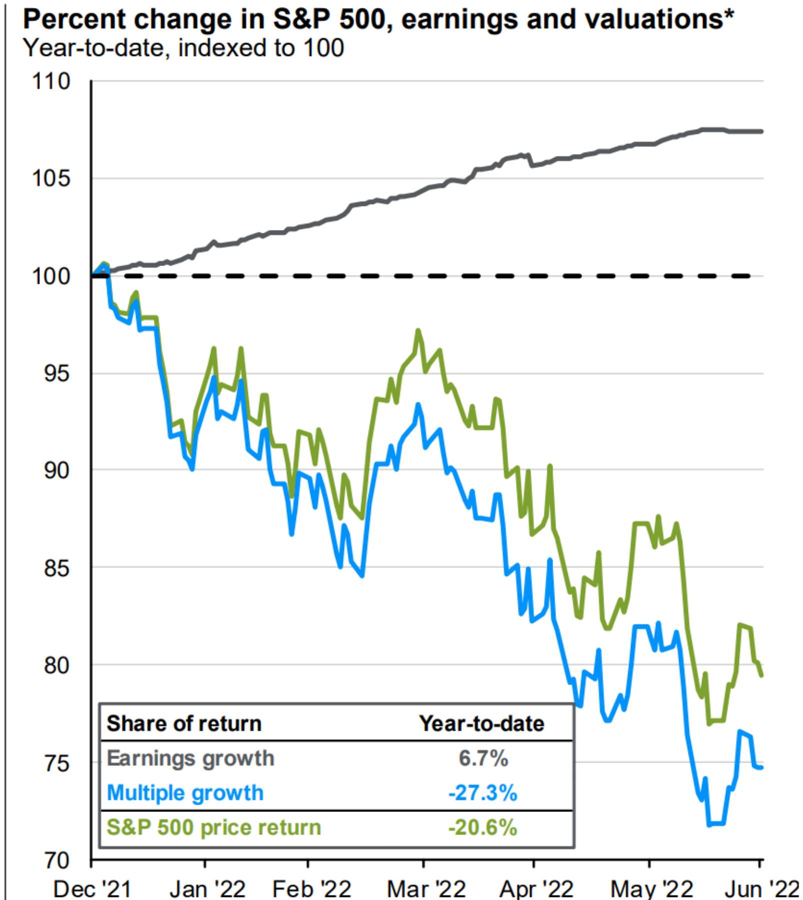
Intl Equity Region Performance



Holly Hill Police Officers' Retirement System
Total Fund
Investment Summary
June 30, 2022

The stock market does not always move in tandem with the economy. This quarter reminds us that investors are fearful of the unknown.





Source: JPM; Data as of 6/30/22.

Holly Hill Police Officers' Retirement System
Total Fund
Investment Summary
June 30, 2022

- For the quarter, the Plan experienced a market-based loss of $1.6 million or -11.5% net. It was another difficult quarter for publicly traded securities; fixed income lost 2.5% and equity managers were in-line with or underperformed their benchmark indices.

- For the one-year period, the Plan was down $1.9 million or -13.1% net, behind the policy index (-8.6%). The best three performers were: Intercontinental Real Estate (+31.7%), Cash (+0.1%), and Integrity Fixed Income (-7.1%).

- For the three and five-year periods, the System earned +6.7% (+6.1% net, top 26th) and +7.5% (+6.7% net, top 16th), respectively.

- In April, $75K was raised from the Euro Pacific fund to cover benefit payments.

- In May, $60K was raised from the Euro Pacific fund to cover benefit payments.

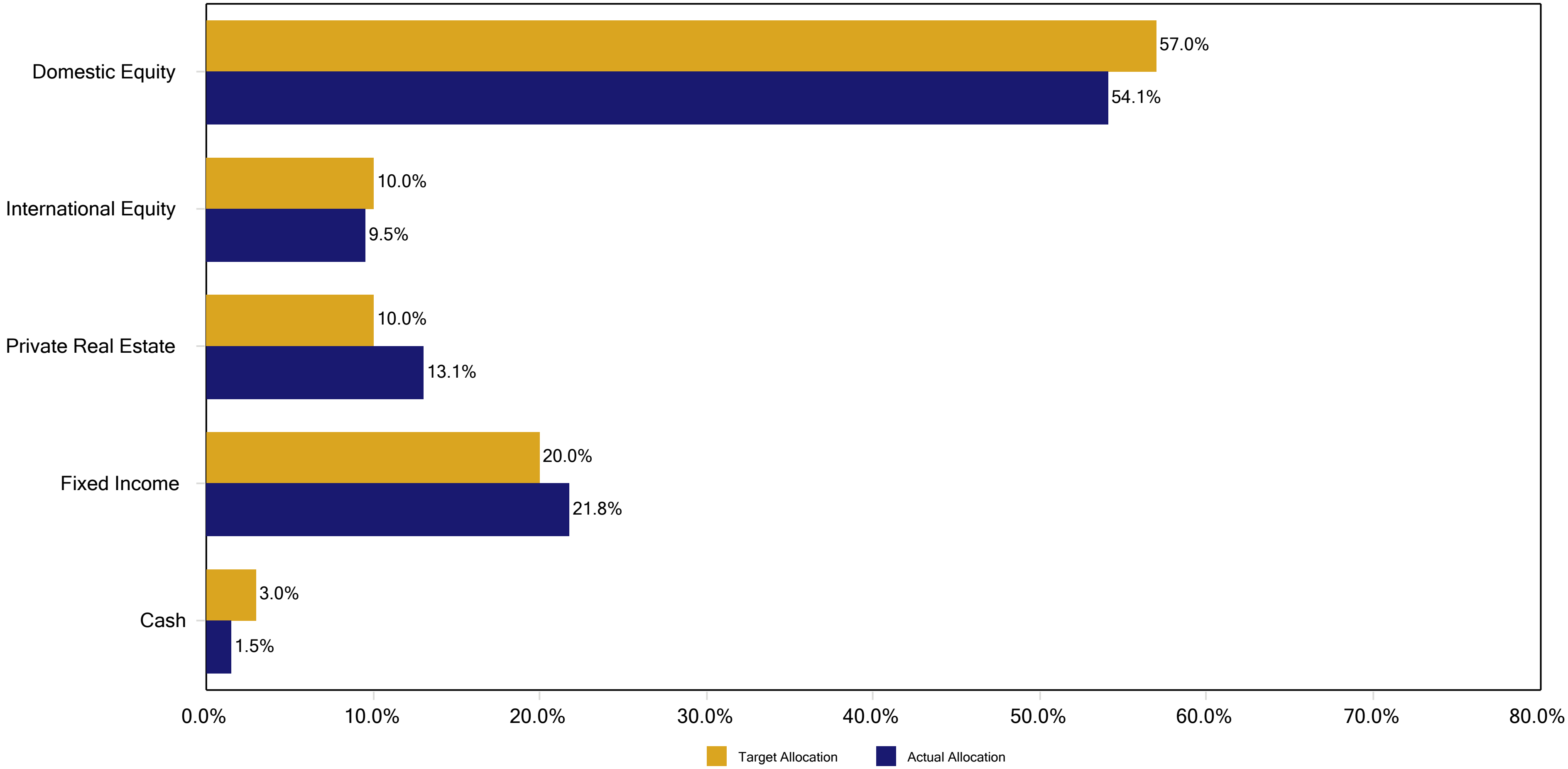
- In June, $50K was raised from the Fidelity 500 Index fund and $50K was raised from Integrity Fixed Income to cover benefit payments.

- At the board meeting on November 18, 2021, the Board committed an additional $200,000 to the Intercontinental Private Real Estate portfolio. The $200,000 was wired on Friday, April 8, 2022.

Holly Hill Police Officers' Retirement Trust Fund
Investment Performance - Net
June 30, 2022

	Quarter	FYTD	One Year	Three Years	Five Years
Beginning Market Value	14,066,051	14,886,759	14,841,509	11,047,363	9,673,066
Contributions	-162,499	-730,826	-690,307	-1,012,009	-1,134,984
Gain/Loss	-1,604,716	-1,857,096	-1,852,365	2,263,482	3,760,754
Ending Market Value	12,298,836	12,298,836	12,298,836	12,298,836	12,298,836
Total Fund (%)	-11.5	-13.1	-13.1	6.1	6.7
Policy Index (%)	-10.9	-8.9	-8.6	7.0	7.6

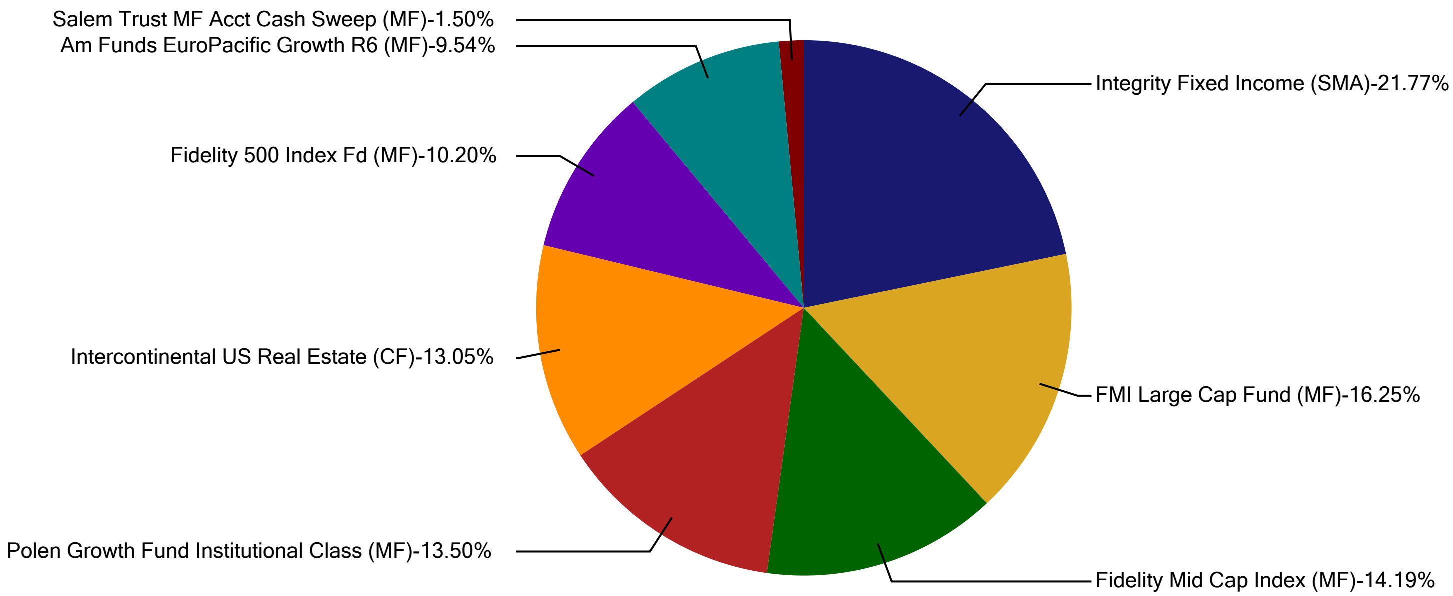
Holly Hill Police Officers' Retirement Trust Fund
Actual vs. Target Asset Allocation
June 30, 2022



	Market Value Actual $	Percent Actual	Percent Target	Percent Difference
Total Fund	**12,298,836**	**100.0**	**100.0**	**0.0**
Domestic Equity	6,658,632	54.1	57.0	-2.9
International Equity	1,173,583	9.5	10.0	-0.5
Private Real Estate	1,605,146	13.1	10.0	3.1
Fixed Income	2,677,522	21.8	20.0	1.8
Cash	183,954	1.5	3.0	-1.5

Holly Hill Police Officers' Retirement Trust Fund
Asset Allocation

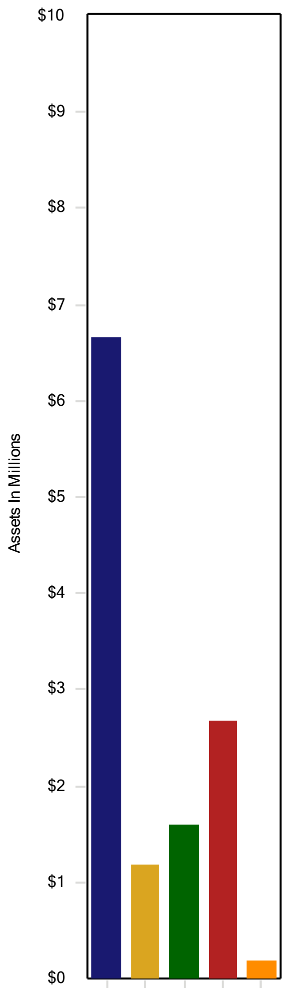
June 30, 2022 : 12,298,836



	Market Value $	Allocation (%)
Integrity Fixed Income (SMA)	2,677,522	21.77
FMI Large Cap Fund (MF)	1,998,200	16.25
Fidelity Mid Cap Index (MF)	1,745,544	14.19
Polen Growth Fund Institutional Class (MF)	1,660,444	13.50
Intercontinental US Real Estate (CF)	1,605,146	13.05
Fidelity 500 Index Fd (MF)	1,254,444	10.20
Am Funds EuroPacific Growth R6 (MF)	1,173,583	9.54
Salem Trust MF Acct Cash Sweep (MF)	183,954	1.50

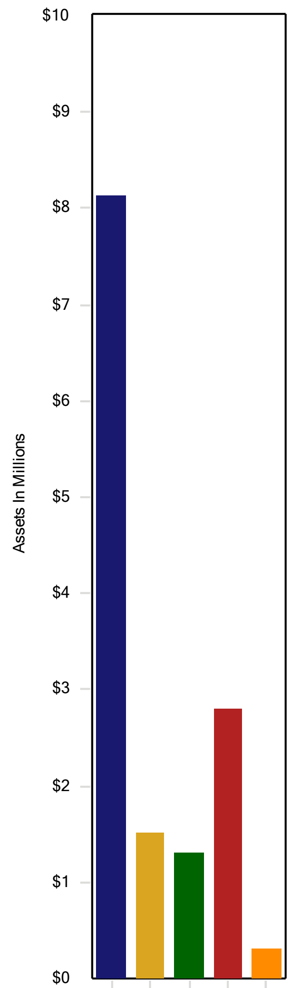
Holly Hill Police Officers' Retirement Trust Fund
Historical Asset Allocation
June 30, 2022

June 30, 2022



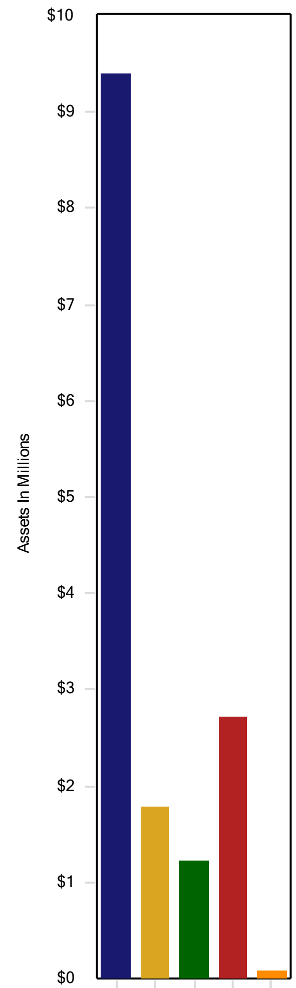
Domestic Equity	54.14
International Equity	9.54
Private Real Estate	13.05
Fixed Income	21.77
Cash	1.50

March 31, 2022



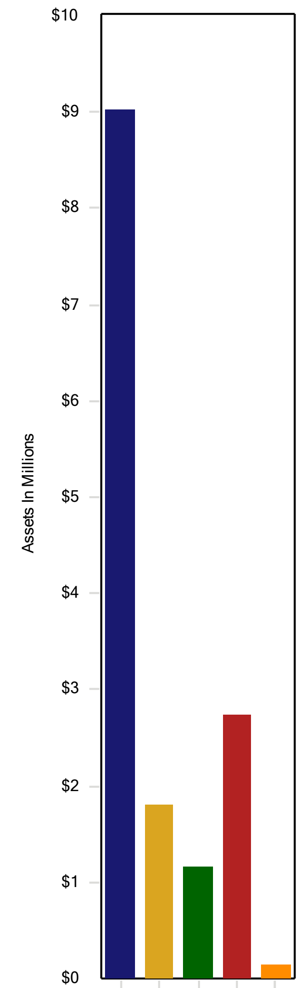
Domestic Equity	57.84
International Equity	10.82
Private Real Estate	9.24
Fixed Income	19.89
Cash	2.20

December 31, 2021



Domestic Equity	61.73
International Equity	11.75
Private Real Estate	8.09
Fixed Income	17.86
Cash	0.57

September 30, 2021



Domestic Equity	60.63
International Equity	12.16
Private Real Estate	7.82
Fixed Income	18.36
Cash	1.04

Holly Hill Police Officers' Retirement Trust Fund
Asset Allocation & Performance - Gross
June 30, 2022

	Market Value	QTD ROR - Rank	FYTD ROR - Rank	1 Year ROR - Rank	3 Year ROR - Rank	5 Year ROR - Rank
Total Fund	12,298,836	-11.4 (85)	-12.6 (84)	-12.5 (83)	6.7 (26)	7.5 (16)
Policy Index		-10.9	-8.9	-8.6	7.0	7.6
7.4%		1.8	5.5	7.4	7.4	7.4
CPI + 4%		3.7	10.9	13.4	9.2	8.0
Equity	7,832,214	-17.0	-19.0	-19.3	6.5	N/A
Domestic Equity	6,658,632	-17.5	-17.6	-17.6	7.5	N/A
Polen Growth Fund Institutional Class (MF)	1,660,444	-23.8	-30.6	-28.6	7.3	N/A
Russell 1000 Growth Index		-20.9	-19.7	-18.8	12.6	14.3
Fidelity 500 Index Fd (MF)	1,254,444	-16.1	-11.1	-10.6	10.6	N/A
S&P 500 Index		-16.1	-11.1	-10.6	10.6	11.3
FMI Large Cap Fund (MF)	1,998,200	-12.9	-9.5	-11.7	5.0	N/A
Russell 1000 Value Index		-12.2	-6.1	-6.8	6.9	7.2
Fidelity Mid Cap Index (MF)	1,745,544	-16.8	-16.5	-17.3	6.6	N/A
Russell Midcap Index		-16.8	-16.5	-17.3	6.6	8.0
International Equity	1,173,583	-14.5	-25.6	-27.3	2.0	N/A
Am Funds EuroPacific Growth R6 (MF)	1,173,583	-14.5	-25.7	-27.3	2.0	N/A
MSCI AC World ex USA		-13.5	-16.6	-19.0	1.8	3.0
Private Real Estate	1,605,146	7.2	24.4	31.7	14.9	N/A
Intercontinental US Real Estate (CF)	1,605,146	7.2	24.4	31.7	14.9	N/A
NCREIF Fund Index-ODCE (VW)		4.8	21.5	29.5	12.7	10.5
Fixed Income	2,677,522	-2.5	-7.0	-7.1	0.8	N/A
Integrity Fixed Income (SMA)	2,677,522	-2.5 (3)	-7.0 (2)	-7.1 (3)	0.8 (6)	N/A
Bloomberg Intermediate US Govt/Credit Idx		-2.4	-7.3	-7.3	-0.2	1.1
Cash	183,954	0.1	0.1	0.1	0.4	N/A
Salem Trust MF Acct Cash Sweep (MF)	183,954	0.1	0.1	0.1	0.4	N/A

Holly Hill Police Officers' Retirement Trust Fund
Asset Allocation & Performance - Net
June 30, 2022

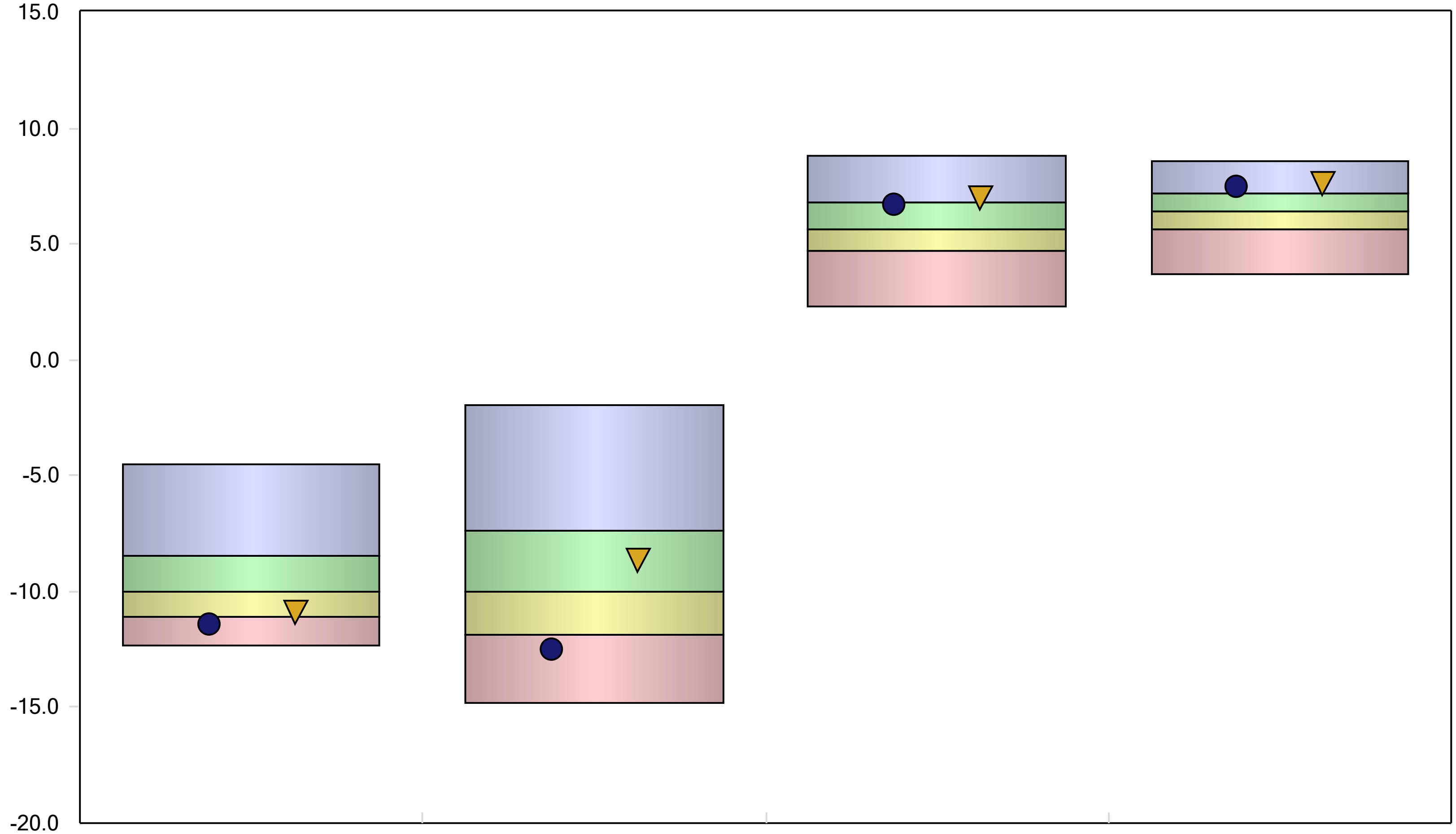
	Market Value	QTD ROR - Rank	FYTD ROR - Rank	1 Year ROR - Rank	3 Year ROR - Rank	5 Year ROR - Rank
Total Fund	12,298,836	-11.5	-13.1	-13.1	6.1	6.7
Policy Index		-10.9	-8.9	-8.6	7.0	7.6
7.4%		1.8	5.5	7.4	7.4	7.4
CPI + 4%		3.7	10.9	13.4	9.2	8.0
Equity	7,832,214	-17.1	-19.3	-19.7	6.0	N/A
Domestic Equity	6,658,632	-17.6	-17.9	-18.0	7.0	N/A
Polen Growth Fund Institutional Class (MF)	1,660,444	-24.1 (82)	-31.1 (86)	-29.4 (78)	6.2 (79)	N/A
Russell 1000 Growth Index		-20.9	-19.7	-18.8	12.6	14.3
Fidelity 500 Index Fd (MF)	1,254,444	-16.1 (58)	-11.1 (33)	-10.6 (33)	10.6 (26)	N/A
S&P 500 Index		-16.1	-11.1	-10.6	10.6	11.3
FMI Large Cap Fund (MF)	1,998,200	-13.1 (73)	-9.9 (89)	-12.3 (95)	4.3 (96)	N/A
Russell 1000 Value Index		-12.2	-6.1	-6.8	6.9	7.2
Fidelity Mid Cap Index (MF)	1,745,544	-16.9 (91)	-16.5 (93)	-17.3 (94)	6.6 (54)	N/A
Russell Midcap Index		-16.8	-16.5	-17.3	6.6	8.0
International Equity	1,173,583	-14.7	-25.9	-27.6	1.5	N/A
Am Funds EuroPacific Growth R6 (MF)	1,173,583	-14.7 (70)	-25.9 (79)	-27.7 (72)	1.5 (45)	N/A
MSCI AC World ex USA		-13.5	-16.6	-19.0	1.8	3.0
Private Real Estate	1,605,146	7.0	20.3	27.1	12.7	N/A
Intercontinental US Real Estate (CF)	1,605,146	7.0	20.3	27.1	12.7	N/A
NCREIF Fund Index-ODCE (VW)		4.8	21.5	29.5	12.7	10.5
Fixed Income	2,677,522	-2.5	-7.2	-7.3	0.6	N/A
Integrity Fixed Income (SMA)	2,677,522	-2.5	-7.2	-7.3	0.6	N/A
Bloomberg Intermediate US Govt/Credit Idx		-2.4	-7.3	-7.3	-0.2	1.1
Cash	183,954	0.1	0.1	0.1	0.4	N/A
Salem Trust MF Acct Cash Sweep (MF)	183,954	0.1	0.1	0.1	0.4	N/A

Holly Hill Police Officers' Retirement Trust Fund
Asset Allocation & Performance - Net
June 30, 2022

1. Returns prior to 04/01/2019 were provided by previous service providers. Past performance should be used for illustrative purposes only.

2. Policy Index: eff 09/20 57% Russ 3000, 10% MSCI ACWI ex US, 20% BC Int G/C, 10% NCREIF ODCE and 3% 90-day treasury index; eff 12/17 17.5% Russ 1000 Value, 17.5% Russ 1000 Growth, 10% S&P 500, 7.5% Russ 2500 Value, 7.5% Russ 2000 Growth, 5% MSCI EAFE (net), 5% MSCI AC Wd ex US (net), 20% BC Int G/C, 10% NCREIF Prop Idx; eff 3/16 17.5% Russ 1000 Value, 17.5% Russ 1000 Growth, 10% S&P 500, 7.5% Russ 2500 Value, 7.5% Russ 2000 Growth, 5% MSCI EAFE (net), 5% MSCI AC Wd ex US (net), 30% BC Int G/C; eff 8/13 17.5% Russ 1000 Value, 17.5% Russ 1000 Growth, 10% S&P 500, 7.5% Russ 2000 Value, 7.5% Russ 2000 Growth, 5% MSCI EAFE (net), 5% MSCI AC Wd ex US (net), 30% BC Int G/C; eff 1/09 20% Russ 1000 Value, 20% Russ 1000 Growth, 7.5% Russ 2000 Value, 7.5% Russ 2000 Growth, 5% MSCI EAFE (net), 5% MSCI AC Wd ex US (gross), 35% BC Int G/C; eff 1/05 22.5% Russ 1000 Value, 17.5% Russ 1000 Growth, 7.5% Russ 2000, 7.5% Russ 2000 Growth, 5% MSCI EAFE (net), 40% BC Int G/C; eff 9/04 22.5% Russ 1000 Value, 17.5% Russ 1000 Growth, 15% Russ 2500 Growth, 5% MSCI EAFE (net), 40% BC Int G/C; Prior 24% Russ 1000 Value, 18% Russ 1000 Growth, 18% Russ 2500 Growth, 40% BC Int G/C

Holly Hill Police Officers' Retirement Trust Fund
Peer Universe Quartile Ranking
June 30, 2022

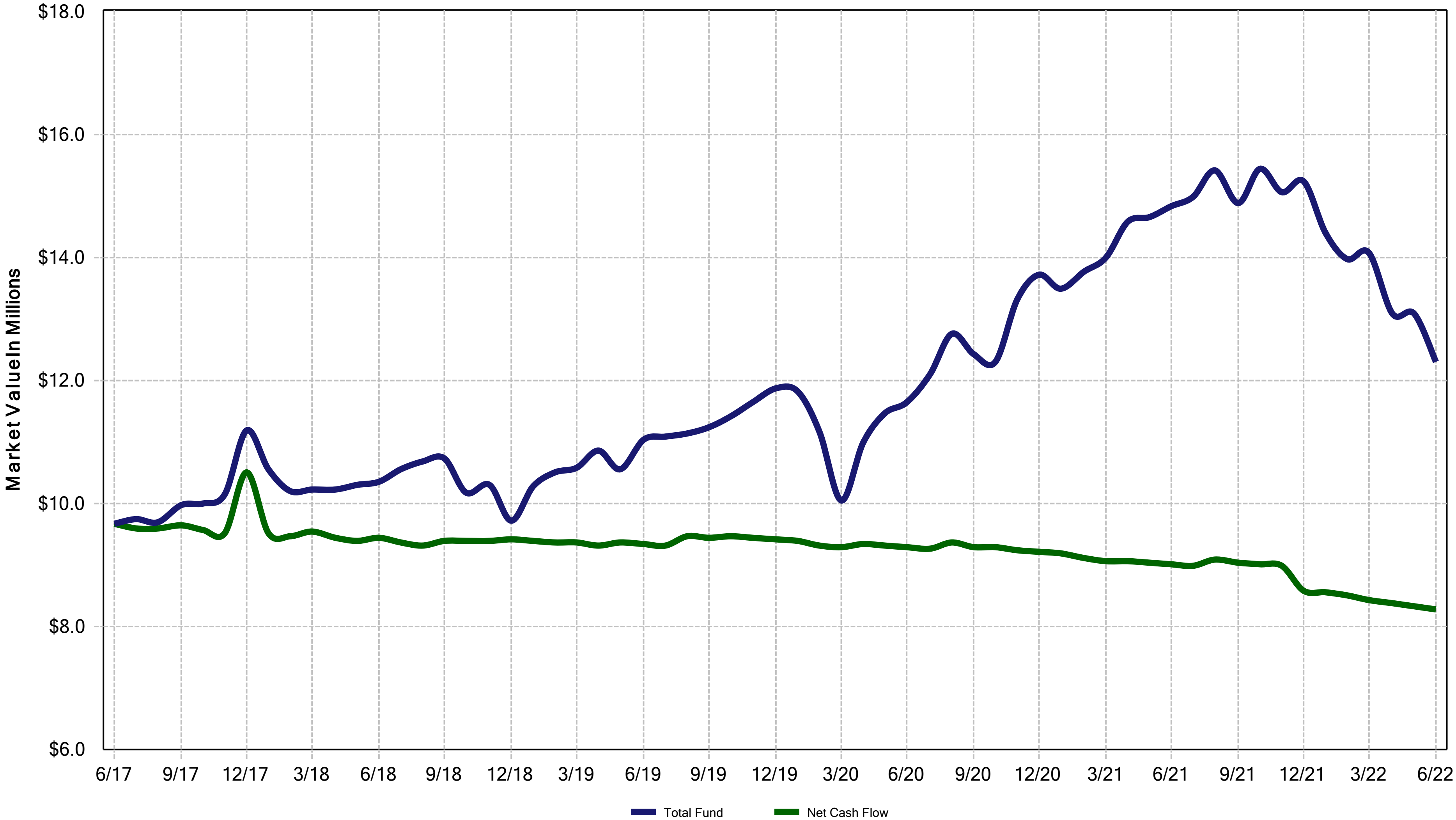


	Quarter	One Year	Three Years	Five Years
● Total Fund	-11.4 (85)	-12.5 (83)	6.7 (26)	7.5 (16)
▽ Policy Index	-10.9 (72)	-8.6 (38)	7.0 (21)	7.6 (14)
5th Percentile	-4.5	-1.9	8.8	8.6
1st Quartile	-8.5	-7.4	6.8	7.2
Median	-10.0	-10.0	5.6	6.4
3rd Quartile	-11.1	-11.9	4.7	5.6
95th Percentile	-12.4	-14.8	2.3	3.7

Parentheses contain percentile rankings.

Calculation based on quarterly data.

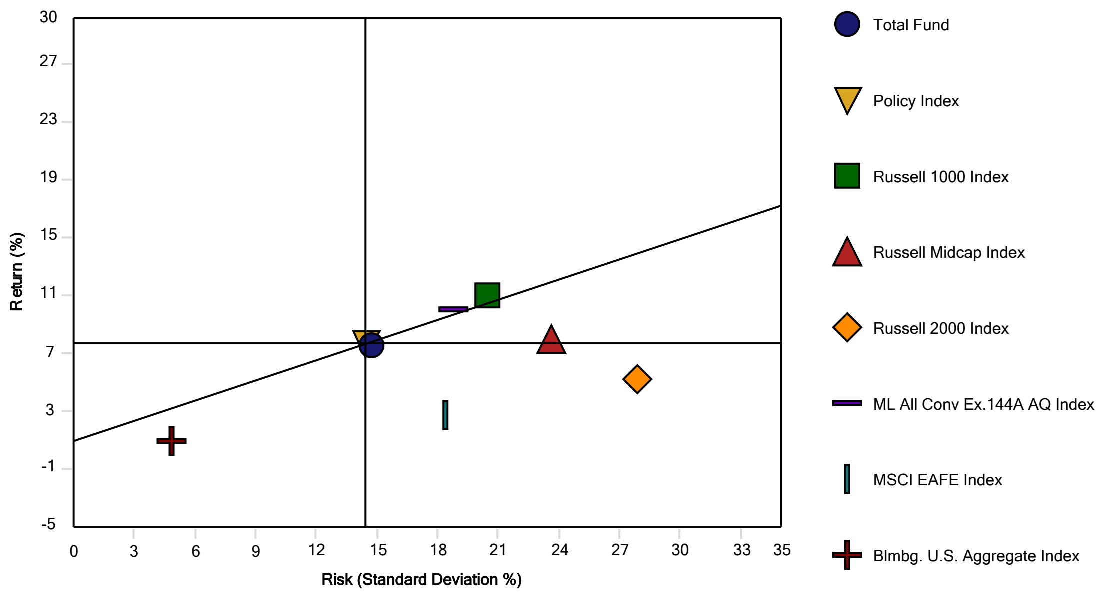
Holly Hill Police Officers' Retirement Trust Fund
Growth of Investments
July 1, 2017 Through June 30, 2022



Beginning MV	Ending MV	Annualized ROR
$9,673,066	$12,298,836	7.5

Holly Hill Police Officers' Retirement Trust Fund
Capital Market Line
Period Ending June 30, 2022

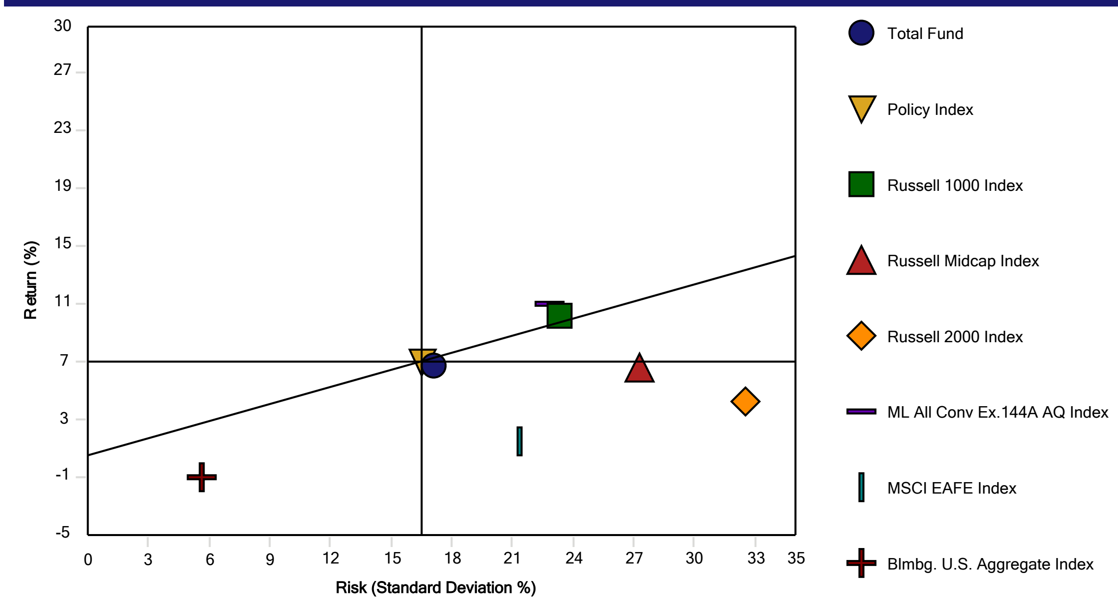
5 Years Risk/Reward



5 Years Statistics

	Return	Standard Deviation	Beta	Alpha
Total Fund	**7.47**	**14.75**	**1.01**	**-0.19**
Policy Index	7.62	14.48	1.00	0.00
Russell 1000 Index	11.00	20.43	1.41	0.79
Russell Midcap Index	7.96	23.62	1.61	-3.01
Russell 2000 Index	5.17	27.89	1.81	-6.15
ML All Conv Ex.144A AQ Index	9.99	18.77	1.19	1.23
MSCI EAFE Index	2.69	18.36	1.24	-5.94
Blmbg. U.S. Aggregate Index	0.88	4.88	0.09	0.20

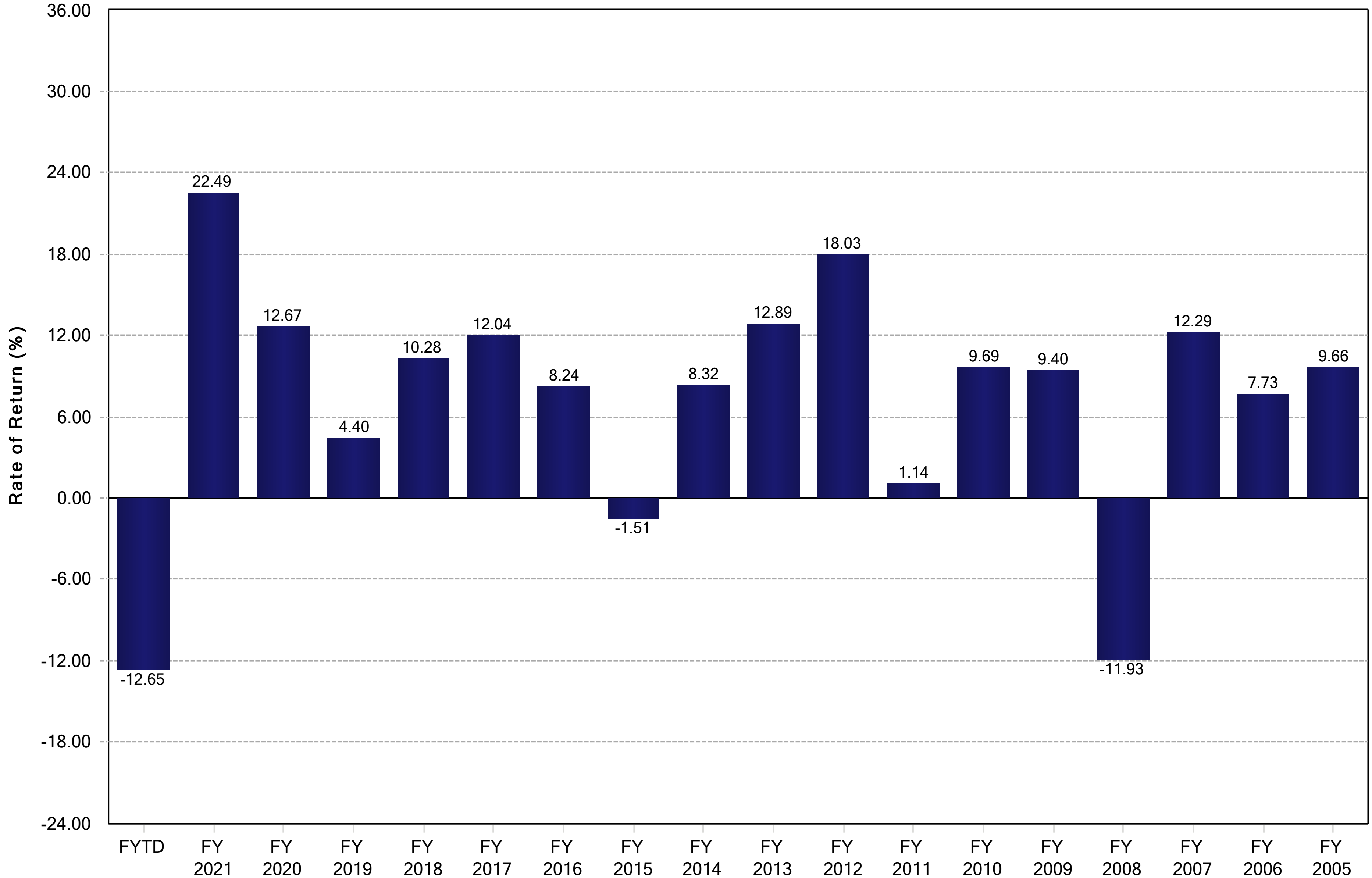
3 Years Risk/Reward



3 Years Statistics

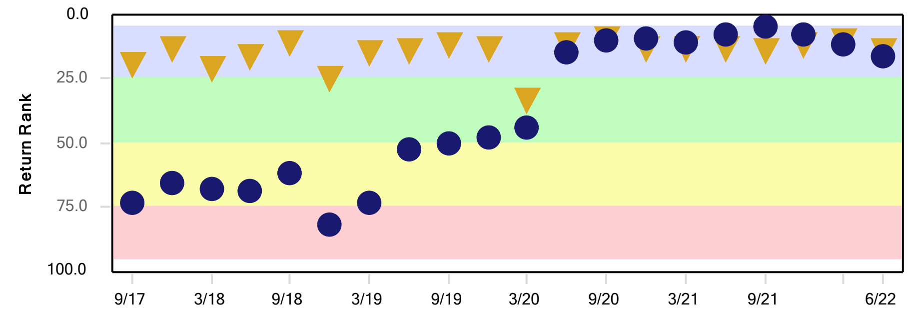
	Return	Standard Deviation	Beta	Alpha
Total Fund	**6.71**	**17.13**	**1.03**	**-0.42**
Policy Index	7.00	16.54	1.00	0.00
Russell 1000 Index	10.17	23.34	1.41	1.05
Russell Midcap Index	6.59	27.33	1.64	-3.05
Russell 2000 Index	4.21	32.58	1.85	-5.51
ML All Conv Ex.144A AQ Index	10.97	22.80	1.28	2.57
MSCI EAFE Index	1.54	21.37	1.27	-6.34
Blmbg. U.S. Aggregate Index	-0.94	5.65	0.10	-1.61

Holly Hill Police Officers' Retirement Trust Fund
Fiscal Year Rates of Return
June 30, 2022



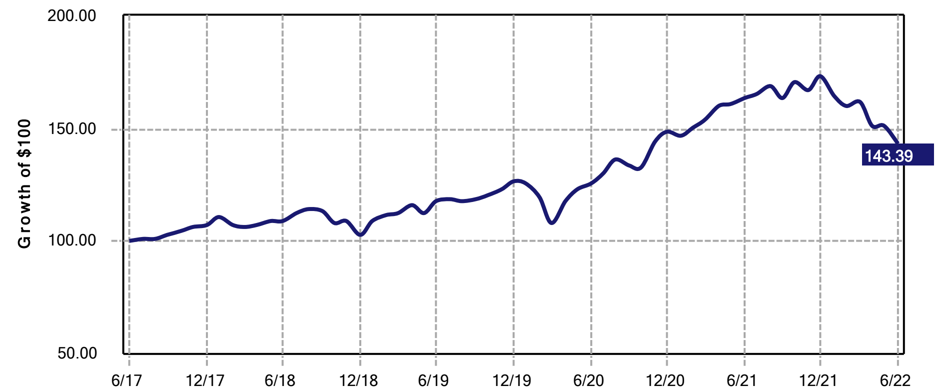
Holly Hill Police Officers' Retirement Trust Fund
Total Fund
June 30, 2022

5 Years Rolling Percentile Ranking - 5 Years

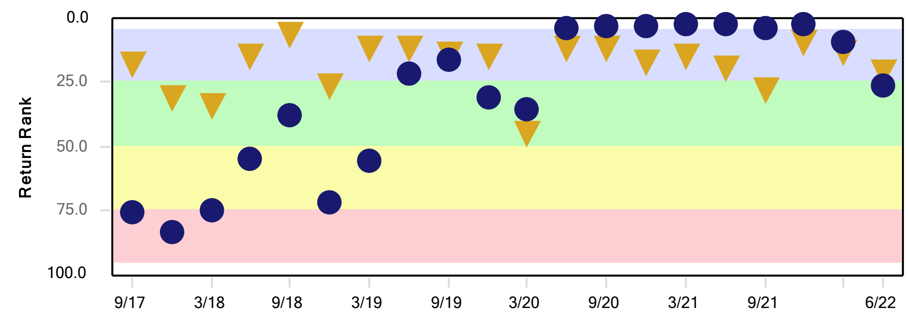


	Periods	5 - 25	25 - 50	50 - 75	75 - 95
Total Fund	20	9 (45%)	3 (15%)	7 (35%)	1 (5%)
Policy Index	20	19 (95%)	1 (5%)	0 (0%)	0 (0%)

Growth of a Dollar

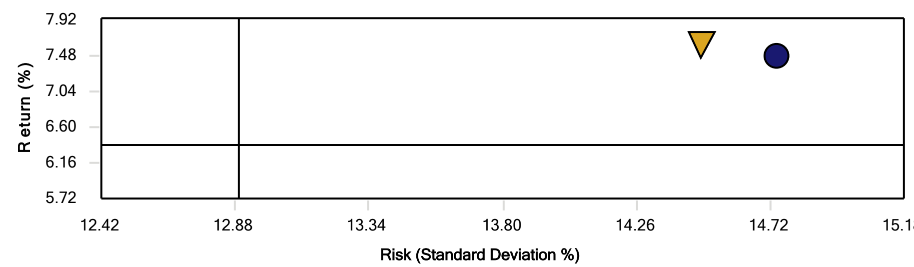


3 Years Rolling Percentile Ranking - 5 Years



	Periods	5 - 25	25 - 50	50 - 75	75 - 95
Total Fund	20	10 (50%)	4 (20%)	4 (20%)	2 (10%)
Policy Index	20	15 (75%)	5 (25%)	0 (0%)	0 (0%)

Peer Group Risk/Reward - 5 Years



	Return	Standard Deviation
Total Fund	7.47	14.75
Policy Index	7.62	14.48
Median	6.38	12.89

Historical Statistics - 5 Years

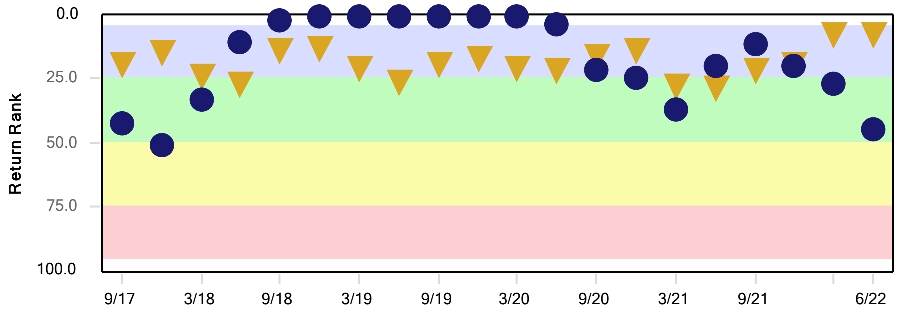
	Return	Standard Deviation	Alpha	Beta	Sharpe Ratio	Down Market Capture	Up Market Capture
Total Fund	7.47	14.75	-0.19	1.01	0.49	104.15	101.40
Policy Index	*7.62*	*14.48*	*0.00*	*1.00*	*0.50*	*100.00*	*100.00*

Historical Statistics - 3 Years

	Return	Standard Deviation	Alpha	Beta	Sharpe Ratio	Down Market Capture	Up Market Capture
Total Fund	6.71	17.13	-0.42	1.03	0.43	107.77	103.23
Policy Index	*7.00*	*16.54*	*0.00*	*1.00*	*0.45*	*100.00*	*100.00*

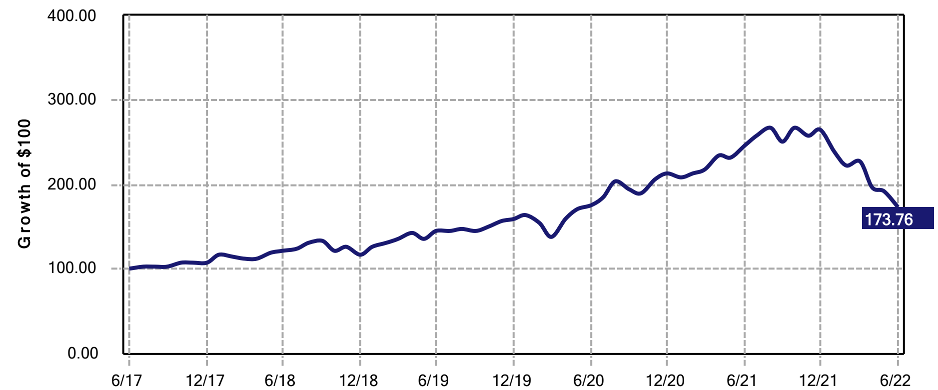
Holly Hill Police Officers' Retirement Trust Fund
Polen Growth;Inst (POLIX)
June 30, 2022

5 Years Rolling Percentile Ranking - 5 Years

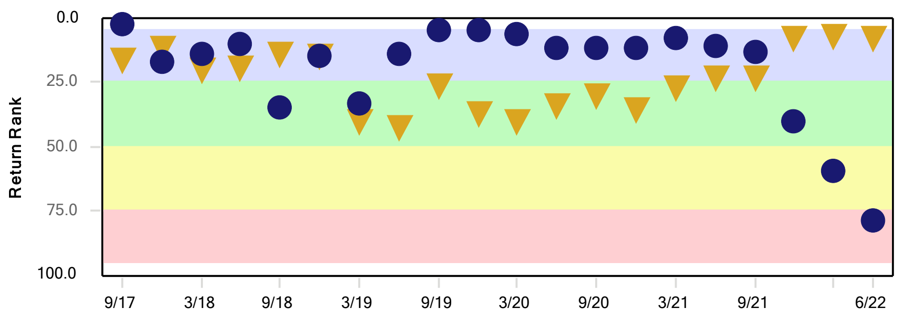


	Periods	5 - 25	25 - 50	50 - 75	75 - 95
● Polen Growth;Inst (POLIX)	20	14 (70%)	5 (25%)	1 (5%)	0 (0%)
▼ Russell 1000 Growth Index	20	16 (80%)	4 (20%)	0 (0%)	0 (0%)

Growth of a Dollar

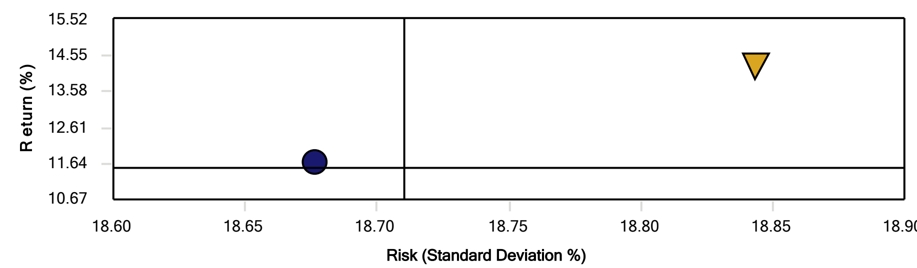


3 Years Rolling Percentile Ranking - 5 Years



	Periods	5 - 25	25 - 50	50 - 75	75 - 95
● Polen Growth;Inst (POLIX)	20	15 (75%)	3 (15%)	1 (5%)	1 (5%)
▼ Russell 1000 Growth Index	20	11 (55%)	9 (45%)	0 (0%)	0 (0%)

Peer Group Risk/Reward - 5 Years



	Return	Standard Deviation
● Polen Growth;Inst (POLIX)	11.68	18.68
▼ Russell 1000 Growth Index	14.29	18.84
__ Median	11.53	18.71

Historical Statistics - 5 Years

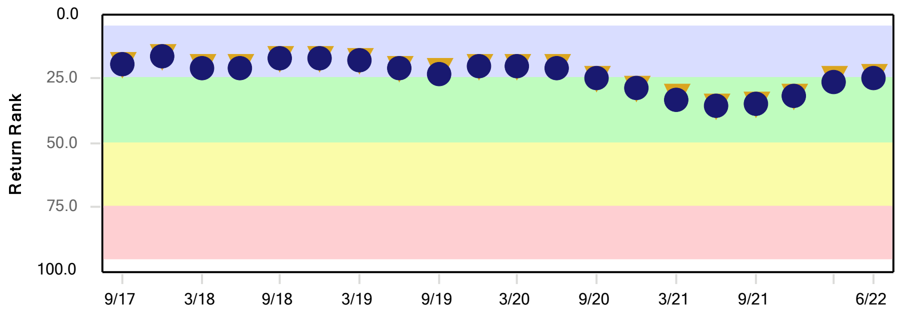
	Return	Standard Deviation	Alpha	Beta	Sharpe Ratio	Down Market Capture	Up Market Capture
Polen Growth;Inst (POLIX)	11.68	18.68	-1.75	0.96	0.63	96.74	91.40
Russell 1000 Growth Index	*14.29*	*18.84*	*0.00*	*1.00*	*0.75*	*100.00*	*100.00*

Historical Statistics - 3 Years

	Return	Standard Deviation	Alpha	Beta	Sharpe Ratio	Down Market Capture	Up Market Capture
Polen Growth;Inst (POLIX)	6.23	21.01	-5.41	0.98	0.36	102.25	85.71
Russell 1000 Growth Index	*12.58*	*20.80*	*0.00*	*1.00*	*0.64*	*100.00*	*100.00*

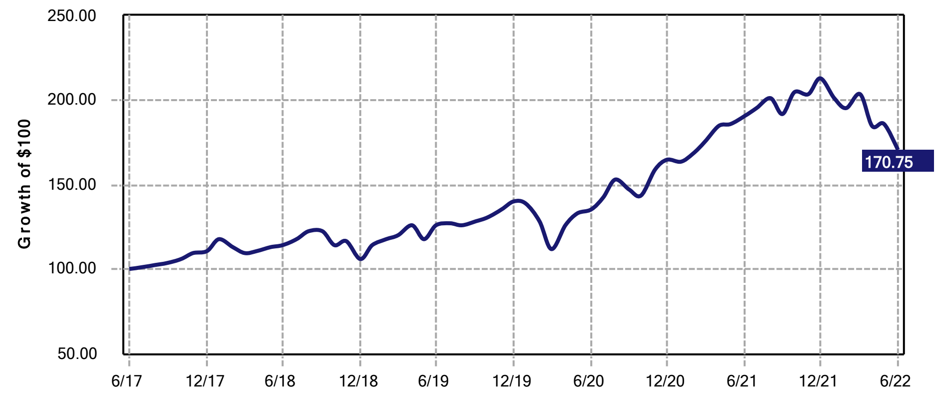
Holly Hill Police Officers' Retirement Trust Fund
Fidelity 500 Index Fund (FXAIX)
June 30, 2022

5 Years Rolling Percentile Ranking - 5 Years

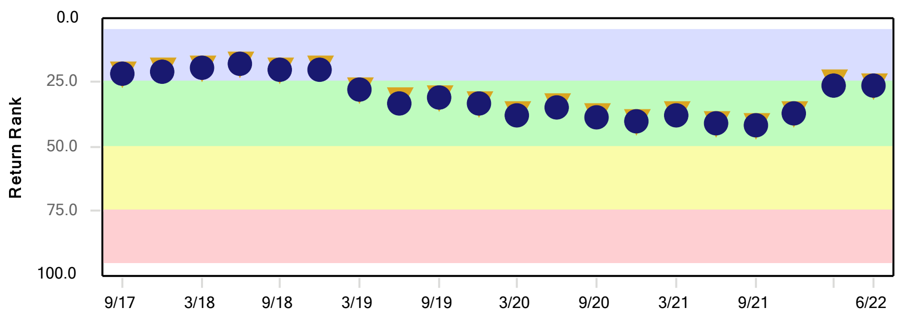


	Periods	5 - 25	25 - 50	50 - 75	75 - 95
Fidelity 500 Index Fund (FXAIX)	20	14 (70%)	6 (30%)	0 (0%)	0 (0%)
S&P 500 Index	20	15 (75%)	5 (25%)	0 (0%)	0 (0%)

Growth of a Dollar

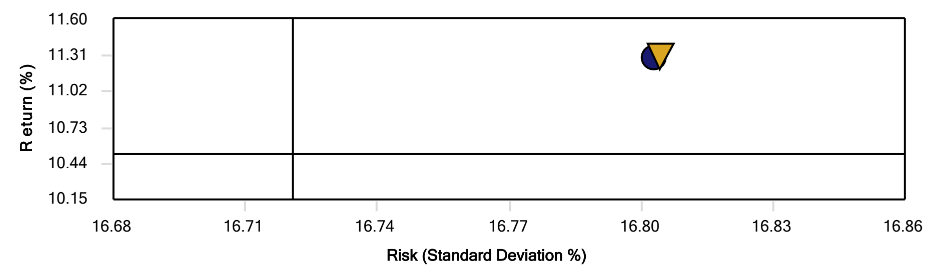


3 Years Rolling Percentile Ranking - 5 Years



	Periods	5 - 25	25 - 50	50 - 75	75 - 95
Fidelity 500 Index Fund (FXAIX)	20	6 (30%)	14 (70%)	0 (0%)	0 (0%)
S&P 500 Index	20	7 (35%)	13 (65%)	0 (0%)	0 (0%)

Peer Group Risk/Reward - 5 Years



	Return	Standard Deviation
Fidelity 500 Index Fund (FXAIX)	11.29	16.80
S&P 500 Index	11.31	16.80
Median	10.51	16.72

Historical Statistics - 5 Years

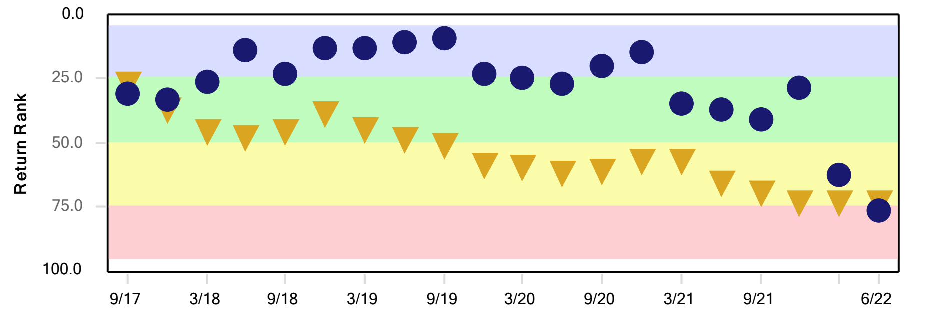
	Return	Standard Deviation	Alpha	Beta	Sharpe Ratio	Down Market Capture	Up Market Capture
Fidelity 500 Index Fund (FXAIX)	11.29	16.80	-0.01	1.00	0.66	100.01	99.96
S&P 500 Index	*11.31*	*16.80*	*0.00*	*1.00*	*0.66*	*100.00*	*100.00*

Historical Statistics - 3 Years

	Return	Standard Deviation	Alpha	Beta	Sharpe Ratio	Down Market Capture	Up Market Capture
Fidelity 500 Index Fund (FXAIX)	10.59	18.37	-0.01	1.00	0.61	99.99	99.95
S&P 500 Index	*10.60*	*18.38*	*0.00*	*1.00*	*0.61*	*100.00*	*100.00*

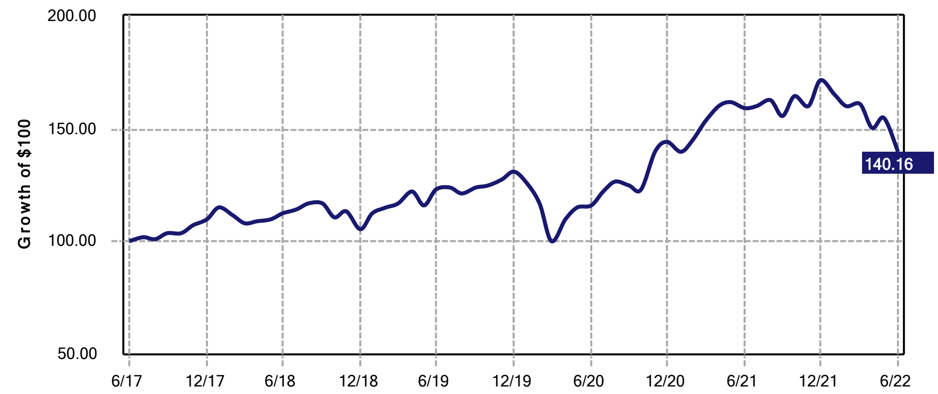
Holly Hill Police Officers' Retirement Trust Fund
FMI:Large Cap;Inst (FMIQX)
June 30, 2022

5 Years Rolling Percentile Ranking - 5 Years

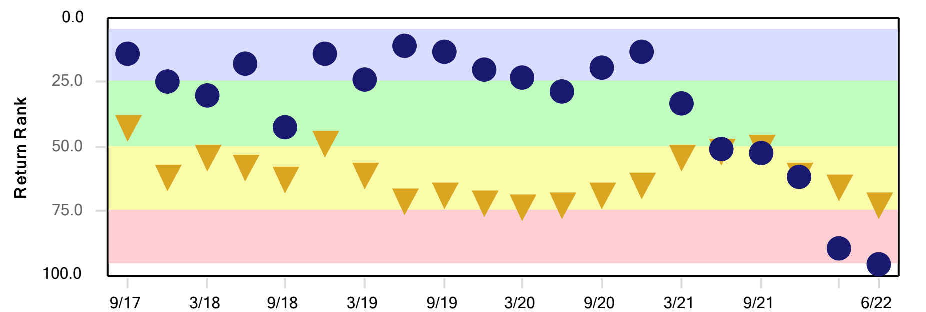


	Periods	5 - 25	25 - 50	50 - 75	75 - 95
● FMI:Large Cap;Inst (FMIQX)	20	10 (50%)	8 (40%)	1 (5%)	1 (5%)
▼ Russell 1000 Value Index	20	0 (0%)	8 (40%)	12 (60%)	0 (0%)

Growth of a Dollar

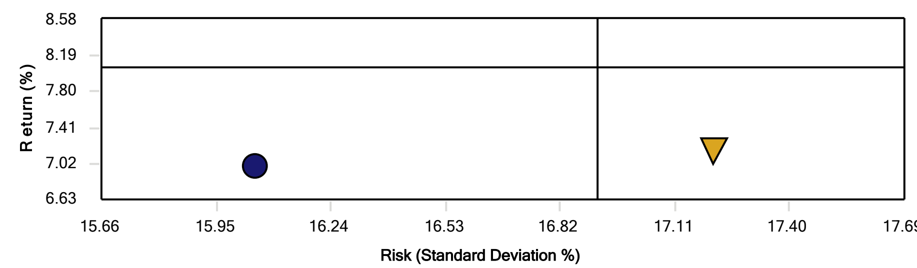


3 Years Rolling Percentile Ranking - 5 Years



	Periods	5 - 25	25 - 50	50 - 75	75 - 95
● FMI:Large Cap;Inst (FMIQX)	20	11 (55%)	4 (20%)	3 (15%)	2 (10%)
▼ Russell 1000 Value Index	20	0 (0%)	3 (15%)	17 (85%)	0 (0%)

Peer Group Risk/Reward - 5 Years



	Return	Standard Deviation
● FMI:Large Cap;Inst (FMIQX)	6.98	16.05
▼ Russell 1000 Value Index	7.17	17.21
— Median	8.07	16.91

Historical Statistics - 5 Years

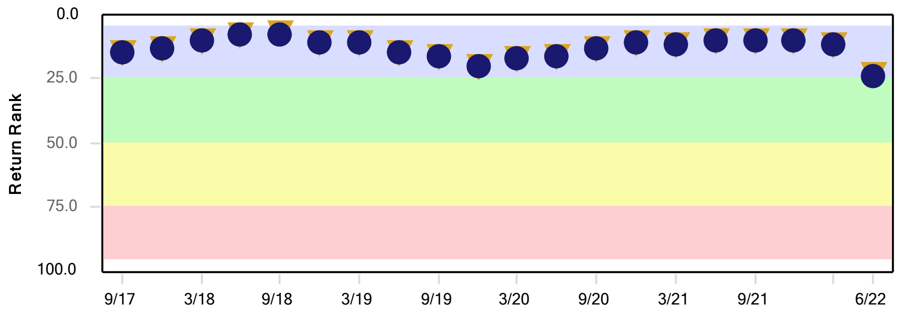
	Return	Standard Deviation	Alpha	Beta	Sharpe Ratio	Down Market Capture	Up Market Capture
FMI:Large Cap;Inst (FMIQX)	6.98	16.05	0.43	0.90	0.43	95.94	95.80
Russell 1000 Value Index	*7.17*	*17.21*	*0.00*	*1.00*	*0.43*	*100.00*	*100.00*

Historical Statistics - 3 Years

	Return	Standard Deviation	Alpha	Beta	Sharpe Ratio	Down Market Capture	Up Market Capture
FMI:Large Cap;Inst (FMIQX)	4.32	18.27	-1.98	0.93	0.29	101.22	92.03
Russell 1000 Value Index	*6.87*	*19.18*	*0.00*	*1.00*	*0.41*	*100.00*	*100.00*

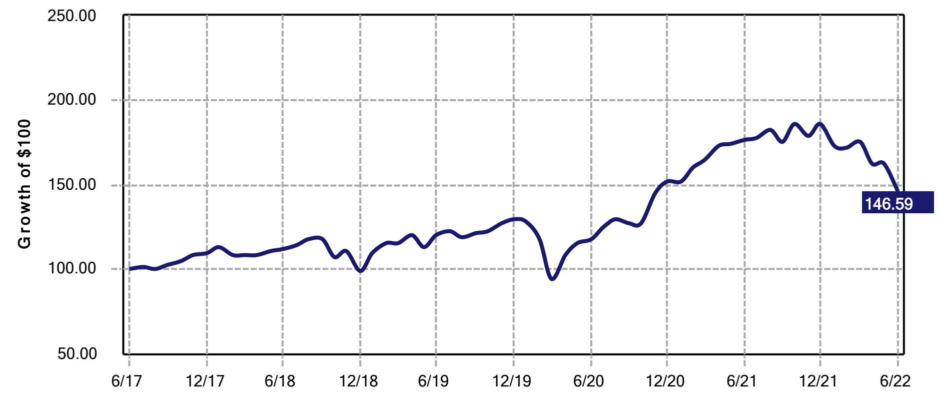
Holly Hill Police Officers' Retirement Trust Fund
Fidelity Mid Cap Index (FSMDX)
June 30, 2022

5 Years Rolling Percentile Ranking - 5 Years

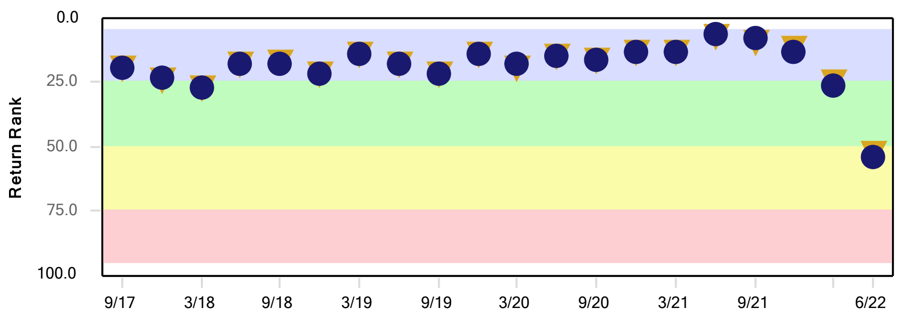


	Periods	5 - 25	25 - 50	50 - 75	75 - 95
● Fidelity Mid Cap Index (FSMDX)	20	20 (100%	0 (0%)	0 (0%)	0 (0%)
▼ Russell Midcap Index	20	20 (100%	0 (0%)	0 (0%)	0 (0%)

Growth of a Dollar

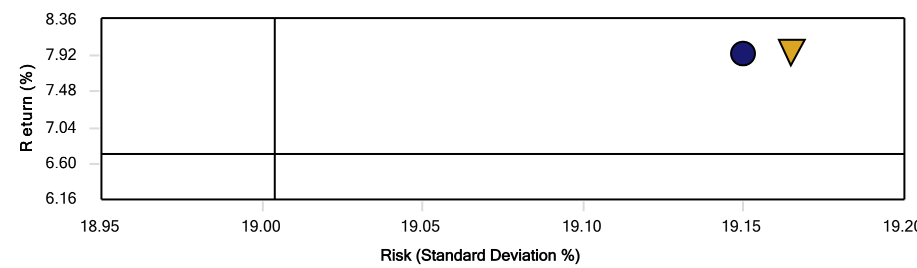


3 Years Rolling Percentile Ranking - 5 Years



	Periods	5 - 25	25 - 50	50 - 75	75 - 95
● Fidelity Mid Cap Index (FSMDX)	20	17 (85%)	2 (10%)	1 (5%)	0 (0%)
▼ Russell Midcap Index	20	18 (90%)	1 (5%)	1 (5%)	0 (0%)

Peer Group Risk/Reward - 5 Years



	Return	Standard Deviation
● Fidelity Mid Cap Index (FSMDX)	7.95	19.15
▼ Russell Midcap Index	7.96	19.16
— Median	6.73	19.00

Historical Statistics - 5 Years

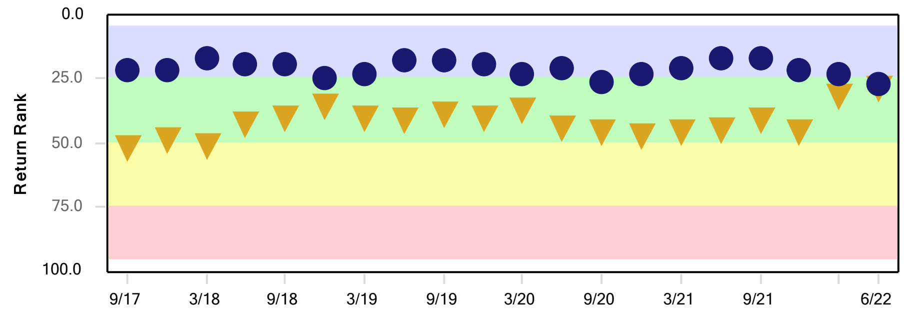
	Return	Standard Deviation	Alpha	Beta	Sharpe Ratio	Down Market Capture	Up Market Capture
Fidelity Mid Cap Index (FSMDX)	7.95	19.15	-0.01	1.00	0.44	99.87	99.86
Russell Midcap Index	*7.96*	*19.16*	*0.00*	*1.00*	*0.44*	*100.00*	*100.00*

Historical Statistics - 3 Years

	Return	Standard Deviation	Alpha	Beta	Sharpe Ratio	Down Market Capture	Up Market Capture
Fidelity Mid Cap Index (FSMDX)	6.57	21.34	-0.02	1.00	0.38	99.87	99.83
Russell Midcap Index	*6.59*	*21.36*	*0.00*	*1.00*	*0.38*	*100.00*	*100.00*

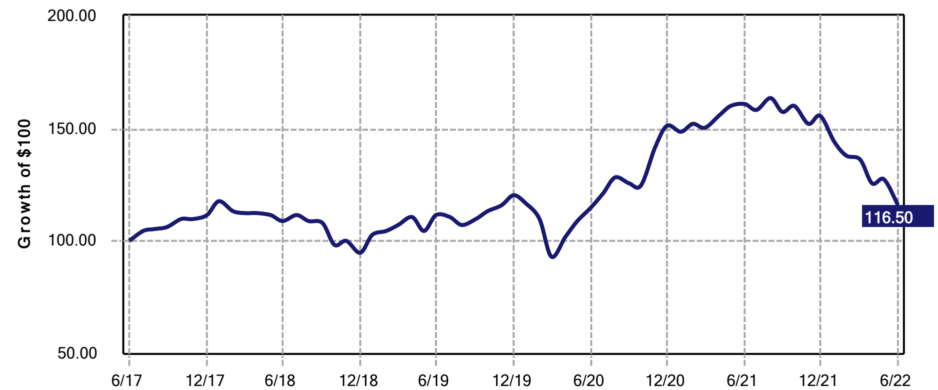
Holly Hill Police Officers' Retirement Trust Fund
American Funds EuPc;R6 (RERGX)
June 30, 2022

5 Years Rolling Percentile Ranking - 5 Years

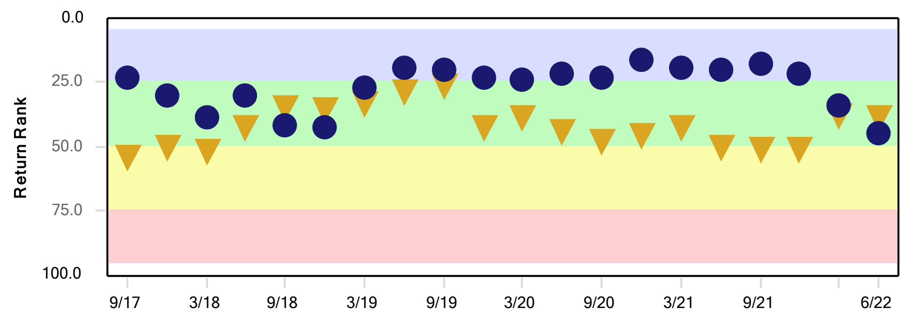


	Periods	5 - 25	25 - 50	50 - 75	75 - 95
American Funds EuPc;R6 (RERGX)	20	18 (90%)	2 (10%)	0 (0%)	0 (0%)
MSCI AC World ex USA	20	0 (0%)	18 (90%)	2 (10%)	0 (0%)

Growth of a Dollar

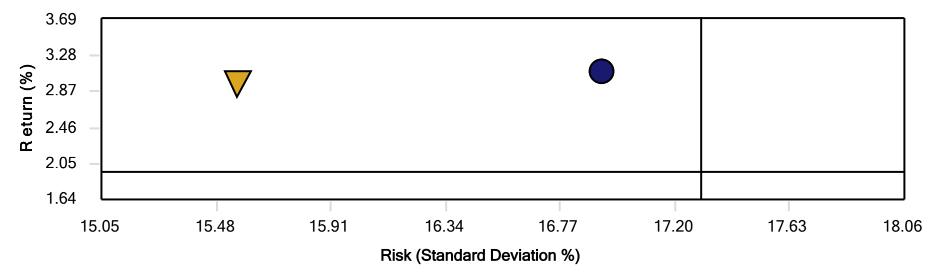


3 Years Rolling Percentile Ranking - 5 Years



	Periods	5 - 25	25 - 50	50 - 75	75 - 95
American Funds EuPc;R6 (RERGX)	20	12 (60%)	8 (40%)	0 (0%)	0 (0%)
MSCI AC World ex USA	20	0 (0%)	16 (80%)	4 (20%)	0 (0%)

Peer Group Risk/Reward - 5 Years



	Return	Standard Deviation
American Funds EuPc;R6 (RERGX)	3.10	16.93
MSCI AC World ex USA	2.98	15.56
Median	1.96	17.30

Historical Statistics - 5 Years

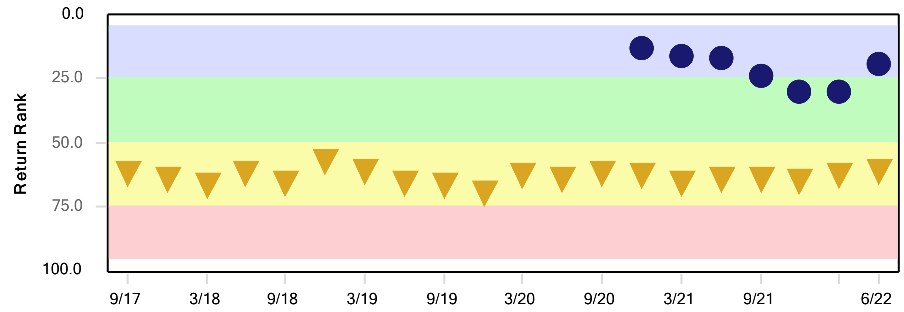
	Return	Standard Deviation	Alpha	Beta	Sharpe Ratio	Down Market Capture	Up Market Capture
American Funds EuPc;R6 (RERGX)	3.10	16.93	0.10	1.06	0.20	104.29	105.01
MSCI AC World ex USA	*2.98*	*15.56*	*0.00*	*1.00*	*0.20*	*100.00*	*100.00*

Historical Statistics - 3 Years

	Return	Standard Deviation	Alpha	Beta	Sharpe Ratio	Down Market Capture	Up Market Capture
American Funds EuPc;R6 (RERGX)	1.49	18.82	-0.22	1.06	0.14	106.85	105.83
MSCI AC World ex USA	*1.81*	*17.21*	*0.00*	*1.00*	*0.15*	*100.00*	*100.00*

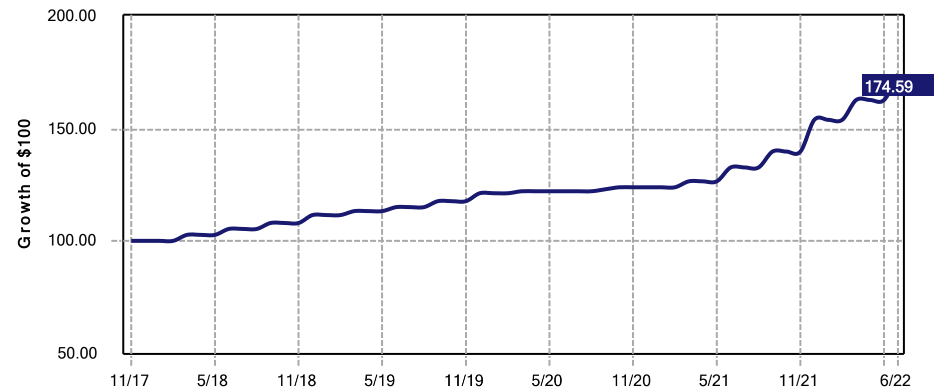
Holly Hill Police Officers' Retirement Trust Fund
Intercontinental US Real Estate (CF)
June 30, 2022

3 Years Rolling Percentile Ranking - 5 Years

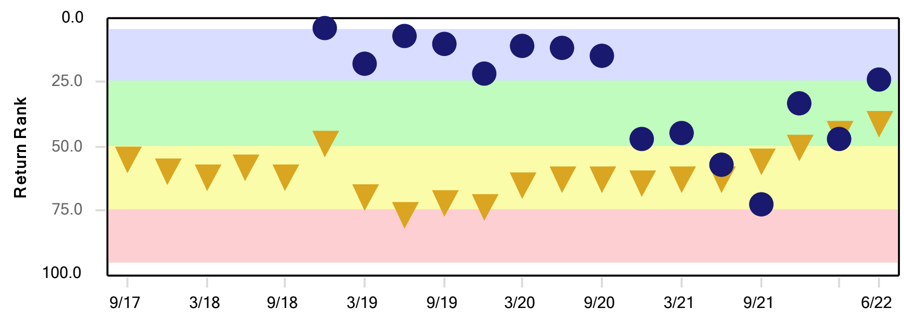


	Periods	5 - 25	25 - 50	50 - 75	75 - 95
● Intercontinental US Real Estate (CF)	7	5 (71%)	2 (29%)	0 (0%)	0 (0%)
▼ NCREIF Fund Index-ODCE (VW)	20	0 (0%)	0 (0%)	20 (100%	0 (0%)

Growth of a Dollar

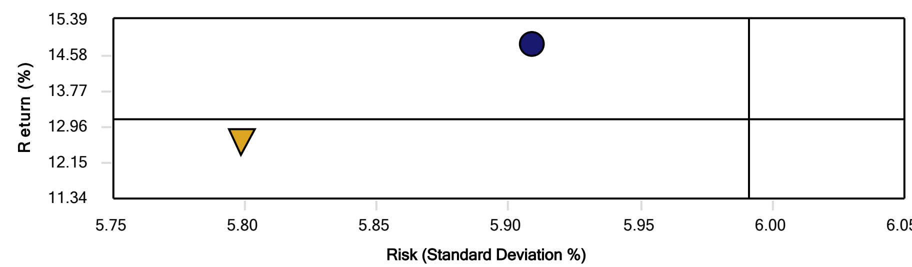


1 Year Rolling Percentile Ranking - 5 Years



	Periods	5 - 25	25 - 50	50 - 75	75 - 95
● Intercontinental US Real Estate (CF)	15	9 (60%)	4 (27%)	2 (13%)	0 (0%)
▼ NCREIF Fund Index-ODCE (VW)	20	0 (0%)	4 (20%)	15 (75%)	1 (5%)

Peer Group Risk/Reward - 3 Years



	Return	Standard Deviation
● Intercontinental US Real Estate (CF)	14.86	5.91
▼ NCREIF Fund Index-ODCE (VW)	12.66	5.80
__ Median	13.12	5.99

Historical Statistics - 3 Years

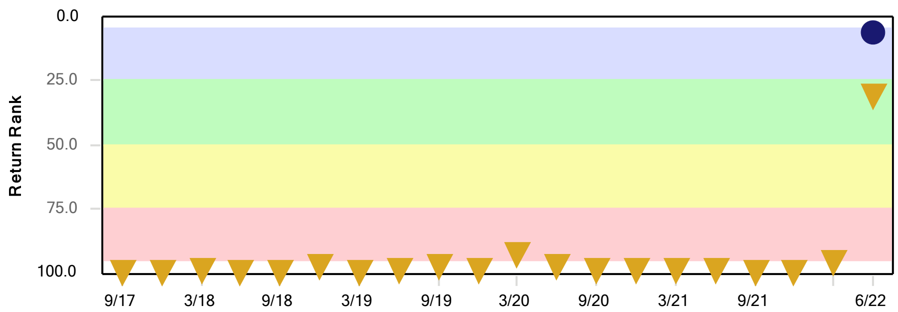
	Return	Standard Deviation	Alpha	Beta	Sharpe Ratio	Down Market Capture	Up Market Capture
Intercontinental US Real Estate (CF)	14.86	5.91	2.87	0.93	2.25	1.25	111.65
NCREIF Fund Index-ODCE (VW)	*12.66*	*5.80*	*0.00*	*1.00*	*1.95*	*100.00*	*100.00*

Historical Statistics - 1 Year

	Return	Standard Deviation	Alpha	Beta	Sharpe Ratio	Down Market Capture	Up Market Capture
Intercontinental US Real Estate (CF)	31.70	3.20	19.06	0.40	8.83	N/A	106.79
NCREIF Fund Index-ODCE (VW)	*29.51*	*2.41*	*0.00*	*1.00*	*10.74*	*N/A*	*100.00*

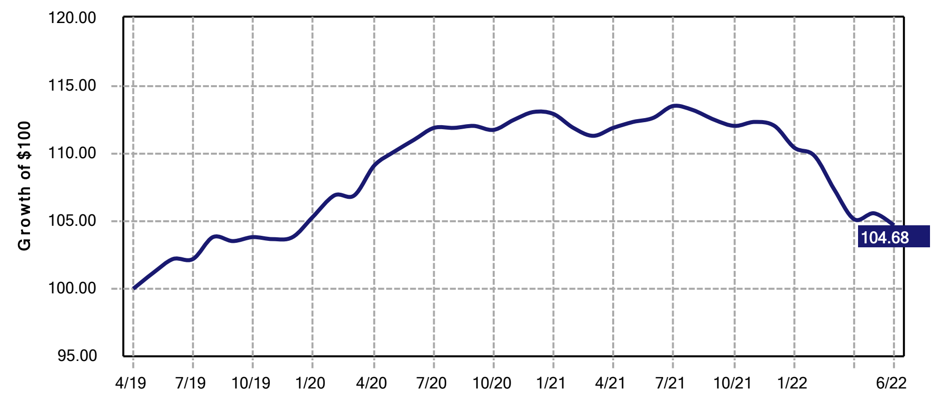
Holly Hill Police Officers' Retirement Trust Fund
Integrity Fixed Income (SMA)
June 30, 2022

3 Years Rolling Percentile Ranking - 5 Years

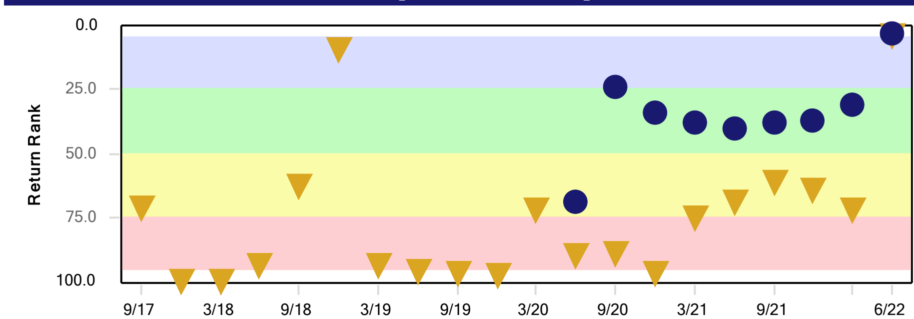


	Periods	5 - 25	25 - 50	50 - 75	75 - 95
● Integrity Fixed Income (SMA)	1	1 (100%	0 (0%)	0 (0%)	0 (0%)
▼ Bloomberg Intermediate US Govt/Credit Idx	20	0 (0%)	1 (5%)	0 (0%)	19 (95%

Growth of a Dollar

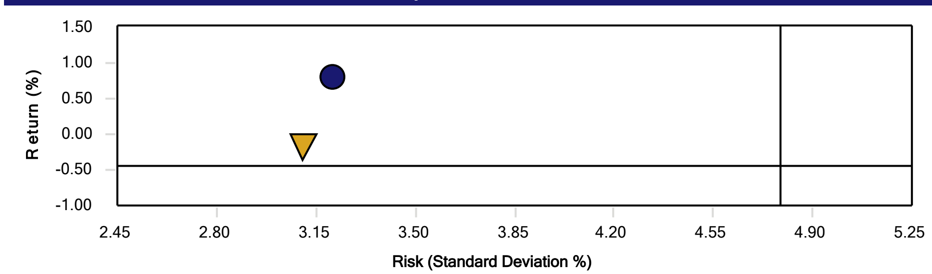


1 Year Rolling Percentile Ranking - 5 Years



	Periods	5 - 25	25 - 50	50 - 75	75 - 95
● Integrity Fixed Income (SMA)	9	2 (22%	6 (67%	1 (11%	0 (0%)
▼ Bloomberg Intermediate US Govt/Credit Idx	20	2 (10%	0 (0%)	8 (40%	10 (50%

Peer Group Risk/Reward - 3 Years



	Return	Standard Deviation
● Integrity Fixed Income (SMA)	0.81	3.20
▼ Bloomberg Intermediate US Govt/Credit Idx	-0.16	3.10
— Median	-0.44	4.78

Historical Statistics - 3 Years

	Return	Standard Deviation	Alpha	Beta	Sharpe Ratio	Down Market Capture	Up Market Capture
Integrity Fixed Income (SMA)	0.81	3.20	0.98	1.01	0.07	89.57	113.79
Bloomberg Intermediate US Govt/Credit Idx	*-0.16*	*3.10*	*0.00*	*1.00*	*-0.24*	*100.00*	*100.00*

Historical Statistics - 1 Year

	Return	Standard Deviation	Alpha	Beta	Sharpe Ratio	Down Market Capture	Up Market Capture
Integrity Fixed Income (SMA)	-7.06	3.13	-0.24	0.94	-2.37	95.54	89.34
Bloomberg Intermediate US Govt/Credit Idx	*-7.28*	*3.31*	*0.00*	*1.00*	*-2.31*	*100.00*	*100.00*

Holly Hill Police Officers' Retirement Trust Fund
Glossary
June 30, 2022

-ACCRUED INTEREST- Bond interest earned since the last interest payment, but not yet received.

-ALPHA- A linear regressive constant that measures expected return independent of Beta.

-ASSET ALLOCATION- The division of portfolio asset classes in order to achieve an expected investment objective.

-BALANCED UNIVERSES - Public Funds, Endowments & Foundations, Corporate peer groups, and PSN peer groups.

-BETA- A measure of portfolio sensitivity (volatility) in relation to the market, based upon past experience.

-BOND DURATION- A measure of portfolio sensitivity to interest rate risk.

-COMMINGLED FUND- An investment fund which is similar to a mutual fund in that investors are permitted to purchase and redeem units that represent ownership in a pool of securities.

-CONVERTIBLE BONDS - Hybrid securities' that offer equity returns during rising equity markets and improved down-market protection.

-CORE- An equal weighting in both growth and value stocks.

-CORRELATION COEFFICIENT- A measure of how two assets move together. The measure is bounded by +1 and -1; +1 means that the two assets move together positively, while a measure of -1 means that the assets are perfectly negatively correlated.

-GROWTH MANAGER- Generally invests in companies that have either experienced above-average growth rates and/or are expected to experience above-average growth rates in the future. Growth portfolios tend to have high price/earnings ratios and generally pay little to no dividends.

-INDEXES- Indexes are used as "independent representations of markets" (e.g., S&P 500).

-INFORMATION RATIO- Annualized excess return above the benchmark relative to the annualized tracking error.

-LARGE CAP- Generally, the term refers to a company that has a market capitalization that exceeds $10 billion.

-MANAGER UNIVERSE- A collection of quarterly investment returns from various investment management firms that may be subdivided by style (e.g. growth, value, core).

-MID CAP- Generally, the term refers to a company that has a market capitalization between $2 and $10 billion.

-NCREIF - A quarterly time series composite total rate of return measure of investment performance of a large pool of individual commercial real estate properties acquired in the private market for investment purposes only.

-NCREIF ODCE - Open End Diversified Core Equity index which consists of historical and current returns from 26 open-end commingled funds pursuing core strategy. This index is capitalization weighted, time weighted and gross of fees.

-NET- Investment return accounts only for manager fees.

-PROTECTING FLORIDA INVESTMENT ACT (PFIA) - SBA publishes a list of prohibited investments (scrutinized companies).

-RATE OF RETURN- The percentage change in the value of an investment in a portfolio over a specified time period, excluding contributions.

-RISK MEASURES- Measures of the investment risk level, including beta, credit, duration, standard deviation, and others that are based on current and historical data.

-R-SQUARED- Measures how closely portfolio returns and those of the market are correlated, or how much variation in the portfolio returns may be explained by the market. An R2 of 40 means that 40% of the variation in a fund’s price changes could be attributed to changes in the market index over the time period.

Holly Hill Police Officers' Retirement Trust Fund
Glossary
June 30, 2022

-SHARPE RATIO- The ratio of the rate of return earned above the risk-free rate to the standard deviation of the portfolio. It measures the number of units of return per unit of risk.

-SMALL CAP- Generally refers to a company with a market capitalization $300 million to $2 billion.

-STANDARD DEVIATION- Measure of the variability (dispersion) of historical returns around the mean. It measures how much exposure to volatility was experienced by the implementation of an investment strategy.

-SYSTEMATIC RISK- Measured by beta, it is the risk that cannot be diversified away (market risk).

-TIME WEIGHTED (TW) RETURN - A measure of the investments versus the investor. When there are no flows the TW & DOLLAR weighted (DW) returns are the same and vice versa.

-TRACKING ERROR- A measure of how closely a manager’s performance tracks an index; it is the annualized standard deviation of the differences between the quarterly returns for the manager and the benchmark.

-TREYNOR RATIO- A measure of reward per unit of risk. (excess return divided by beta).

-UP AND DOWN-MARKET CAPTURE RATIO- Ratio that illustrates how a manager performed relative to the market during rising and declining market periods.

-VALUE MANAGER- Generally invests in companies that have low price-to-earnings and price-to-book ratios and/or above-average dividend yields.

Holly Hill Police Officers' Retirement Trust Fund
Disclosure
June 30, 2022

Advisory services are offered through or by Burgess Chambers and Associates, Inc., a registered SEC investment advisor.

Performance Reporting:

1. Changes in portfolio valuations due to capital gains or losses, dividends, interest, income and management fees are included in the calculation of returns. All calculations are made in accordance with generally accepted industry standards.

2. Transaction costs, such as commissions, are included in the purchase cost or deducted from the proceeds or sale of a security. Differences in transaction costs may affect comparisons.

3. Individual client returns may vary due to a variety of factors, including differences in investment objectives, asset allocating and timing of investment decisions.

4. Performance reports are generated from information supplied by the client, custodian, and/or investment managers. BCA relies upon the accuracy of this data when preparing reports.

5. The market indexes do not include transaction costs, and an investment in a product similar to the index would have lower performance dependent upon costs, fees, dividend reinvestments, and timing. Benchmarks and indexes are for comparison purposes only, and there is no assurance or guarantee that such performance will be achieved.

6. Performance information prepared by third party sources may differ from that shown by BCA. These differences may be due to different methods of analysis, different time periods being evaluated, different pricing sources for securities, treatment of accrued income, treatment of cash, and different accounting procedures.

7. Certain valuations, such as alternative assets, ETF, and mutual funds, are prepared based on information from third party sources, the accuracy of such information cannot be guaranteed by BCA. Such data may include estimates and maybe subject to revision.

8. BCA relies on third party vendors to supply tax cost and market values, In the event that cost values are not available, market values may be used as a substitute.

9. BCA has not reviewed the risks of individual security holdings.

10. BCA investment reports are not indicative of future results.

11. Performance rankings are time sensitive and subject to change.

12. Mutual Fund (MF), Collective Investment Trusts (CIT) and Exchange Traded Funds (ETF) are ranked in net of fee universes.

13. Separately Managed Account (SMA) and Commingled Fund (CF) returns are ranked in gross of fees universes.

14. Composite returns are ranked in universes that encompass both gross and net of fee returns.

15. Total Fund returns are ranked in a gross of fee universe.

16. Private investments may include performance fees in addition to a management fee. For the purpose of BCA's calculations, net returns take in consideration both performance and management fees, but gross returns include management fees only.

17. For a free copy of Part II (mailed w/i 5 bus. days from request receipt) of Burgess Chambers & Associates, Inc.'s most recent Form ADV which details pertinent business procedures, please contact: 315 East Robinson Street Suite #690, Orlando, Florida 32801, 407-644-0111, info@burgesschambers.com.

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MARKET OVERVIEW

Q2 2022

Presented by:
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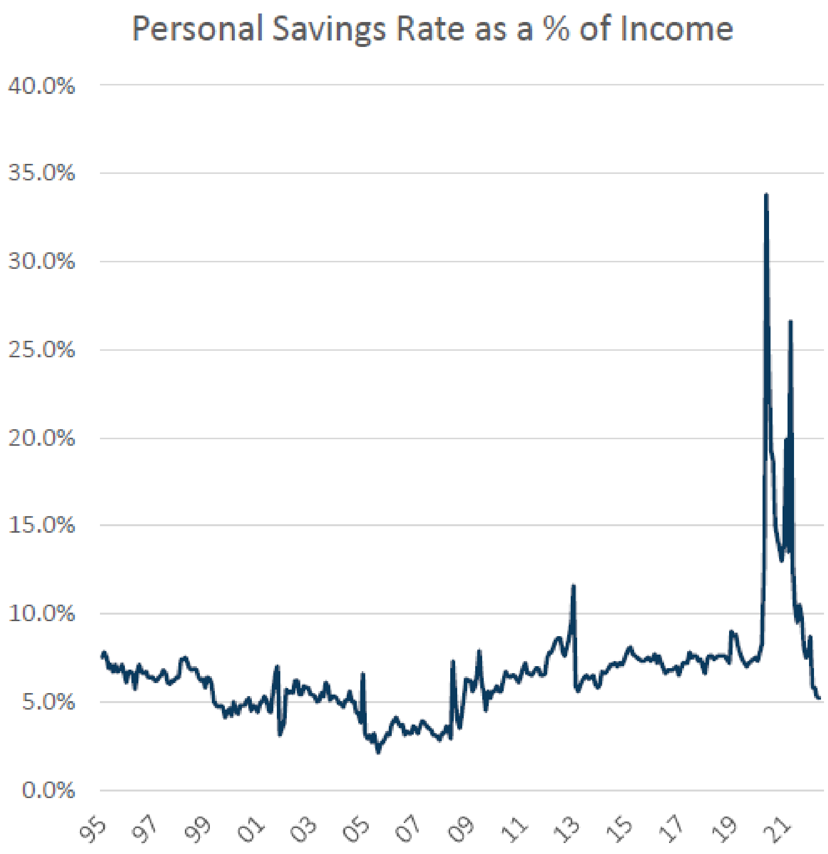
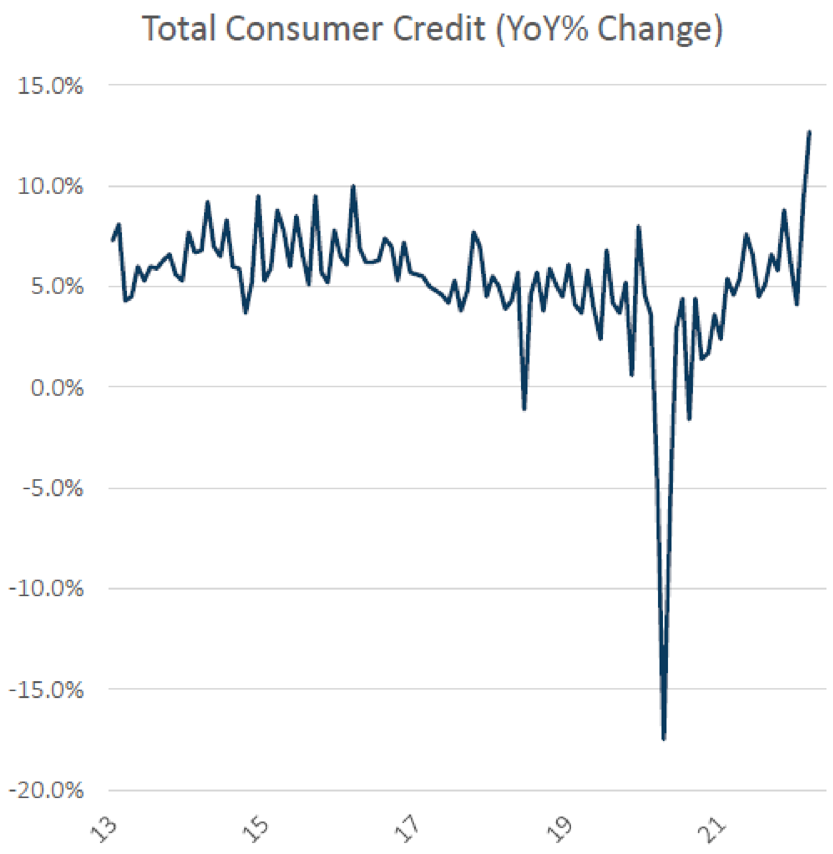
FIXED INCOME RETURNS

As of 6/30/2022	MTD	YTD	3 Month	1 Year	Duration	OAS	YTW	YTM
U.S. Treasury Bills: 1-3 Months	0.05	0.16	0.12	0.18	0.16	-0.01	1.46	1.46
1-3 Yr Gov/Credit	-0.70	-3.11	-0.63	-3.56	1.94	0.22	3.24	3.24
Intermediate U.S. Government/Credit	-1.11	-6.77	-2.37	-7.28	4.05	0.43	3.48	3.49
U.S. Government/Credit	-1.58	-11.05	-5.03	-10.85	6.84	0.57	3.69	3.69
U.S. Aggregate	-1.57	-10.35	-4.69	-10.29	6.62	0.55	3.72	3.72
U.S. Treasury	-0.88	-9.14	-3.78	-8.90	6.46	-0.01	3.09	3.09
U.S. Treasury: 1-3 Year	-0.63	-3.01	-0.52	-3.51	1.92	0.00	3.00	3.00
U.S. Treasury: Intermediate	-0.74	-5.80	-1.67	-6.35	3.92	-0.01	3.04	3.04
U.S. Treasury: Long	-1.47	-21.25	-11.93	-18.45	17.23	-0.02	3.33	3.33
U.S. Credit	-2.61	-13.81	-6.90	-13.64	7.53	1.43	4.58	4.58
1-3 Yr Credit	-0.89	-3.35	-0.91	-3.72	2.00	0.76	3.82	3.83
U.S. Intermediate Credit	-1.79	-8.52	-3.63	-8.96	4.34	1.22	4.31	4.31
U.S. Long Credit	-4.15	-22.40	-12.59	-21.36	13.65	1.84	5.09	5.09
U.S. Corporate Investment Grade	-2.80	-14.39	-7.26	-14.19	7.77	1.55	4.70	4.71
US Corporate 1-3 Yr	-0.98	-3.47	-1.02	-3.82	2.01	0.93	4.01	4.02
Intermediate Corporate	-1.95	-8.97	-3.92	-9.41	4.45	1.39	4.48	4.48
Long U.S. Corporate	-4.32	-22.75	-12.80	-21.71	13.84	1.86	5.11	5.11
Aaa Corporate	-2.58	-16.44	-8.22	-15.78	11.29	0.71	3.86	3.86
Aa Corporate	-2.52	-14.60	-7.32	-14.17	9.45	0.88	4.04	4.04
A Corporate	-2.47	-13.38	-6.56	-13.37	7.51	1.26	4.41	4.41
Baa Corporate	-3.12	-15.12	-7.80	-14.83	7.65	1.92	5.07	5.07
U.S. Corporate High Yield	-6.73	-14.19	-9.83	-12.81	4.77	5.69	8.89	8.91
U.S. Mortgage Backed Securities	-1.60	-8.78	-4.01	-9.03	6.23	0.46	3.77	3.77
Asset-Backed Securities	-0.46	-3.77	-0.91	-4.27	2.28	0.75	3.78	3.78
Investment Grade CMBS	-0.78	-8.28	-2.88	-8.90	4.90	1.10	4.17	4.17
CMBS: Erisa Eligible	-0.76	-8.28	-2.85	-8.89	4.93	1.01	4.07	4.07

CONSUMER CREDIT

- The consumer has a lower propensity to spend and no longer provides a tailwind to economic activity in the U.S.
- Personal savings rates have declined to below pre-Covid levels and consumer credit is on the rise

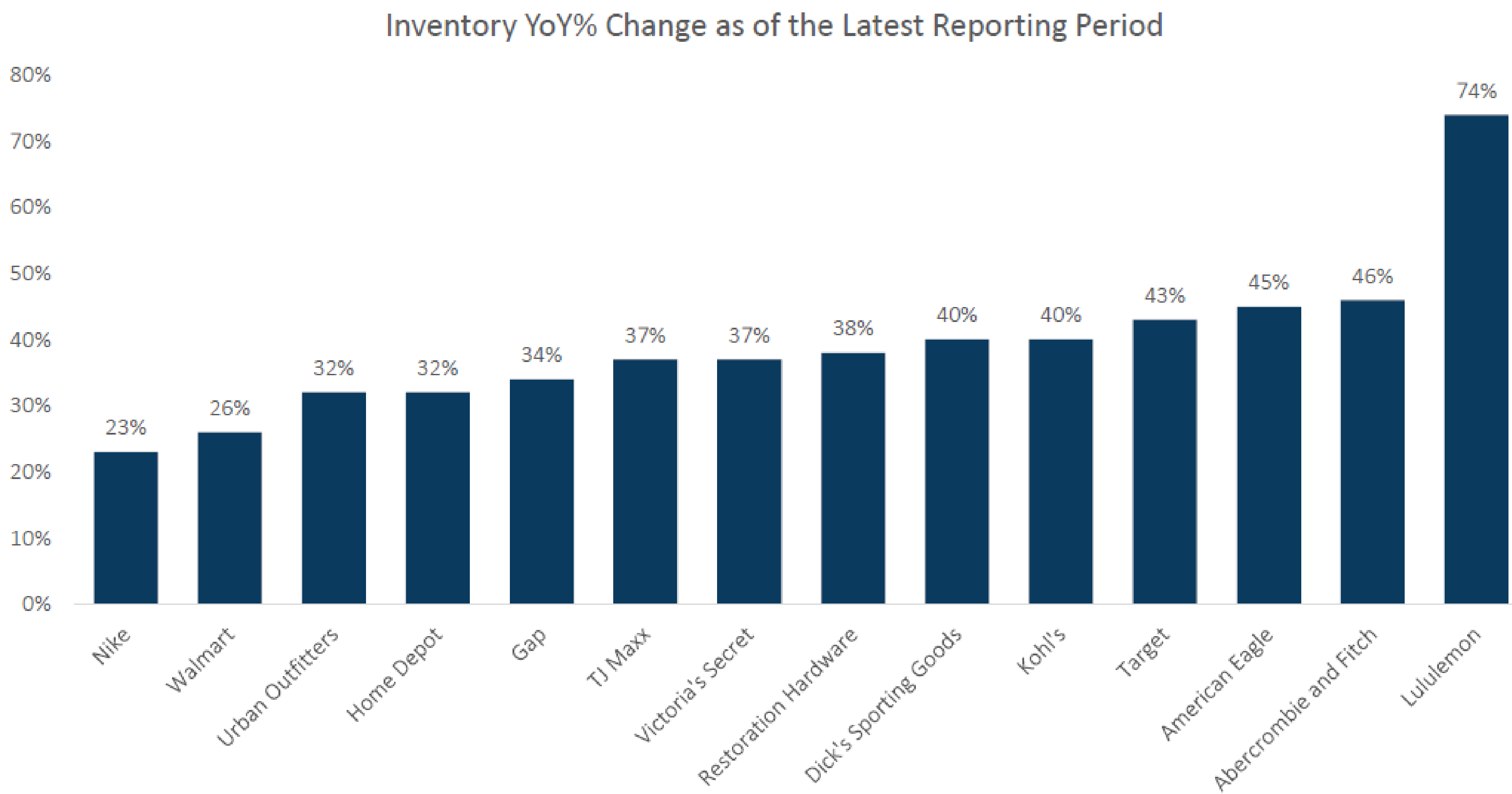




Disclosure: Not for public distribution. For illustrative purposes only. Source: Sage

RETAILERS INVENTORY

- During the last reporting cycle, large retailers reported a significant increase in year-over-year inventories
- This, coupled with the consumer's lower propensity to spend, should push goods prices lower



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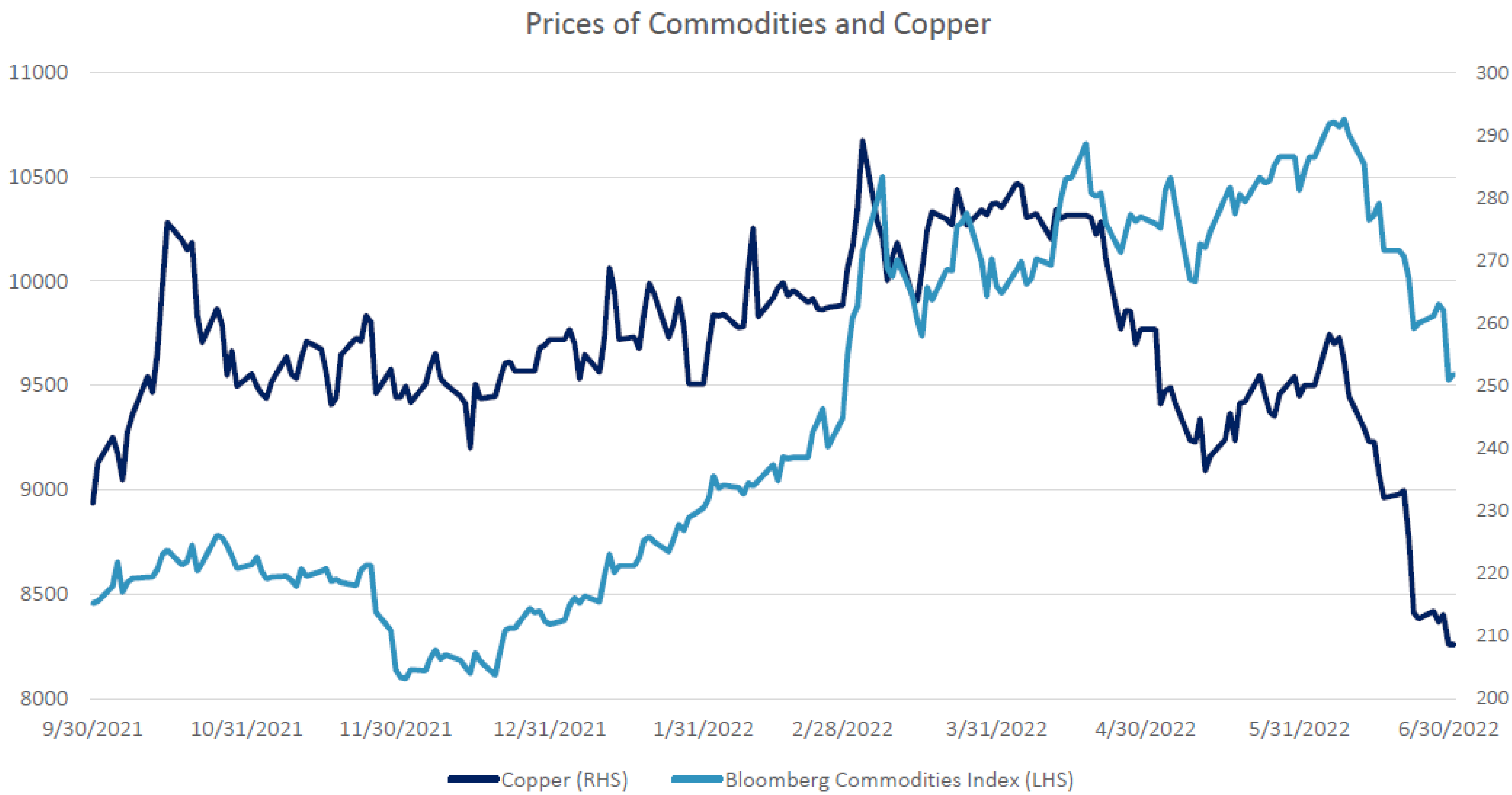
COMMODITY PRICES

- Commodity prices, particularly energy and industrial metals, have corrected significantly in recent weeks
- This weakness should flow through to headline inflation data in the near-term



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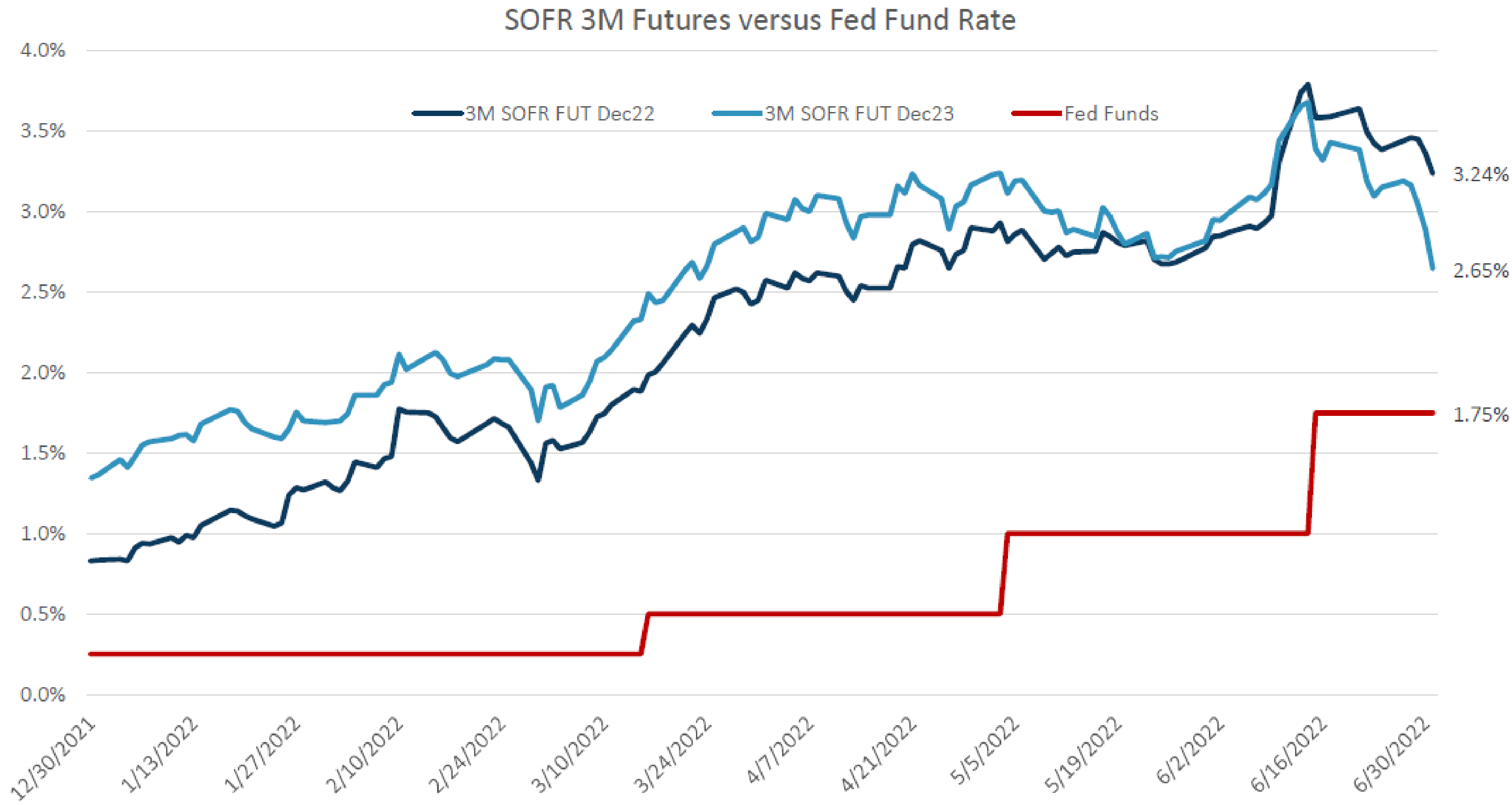
TERMINAL FED FUNDS RATE

- The futures pricing of the Secured Overnight Financing Rate (SOFR) tells us how the market is pricing in the future FF rate
- In addition to the expectation of the terminal rate falling, the market doesn't expect the Fed to raise rates in 2023



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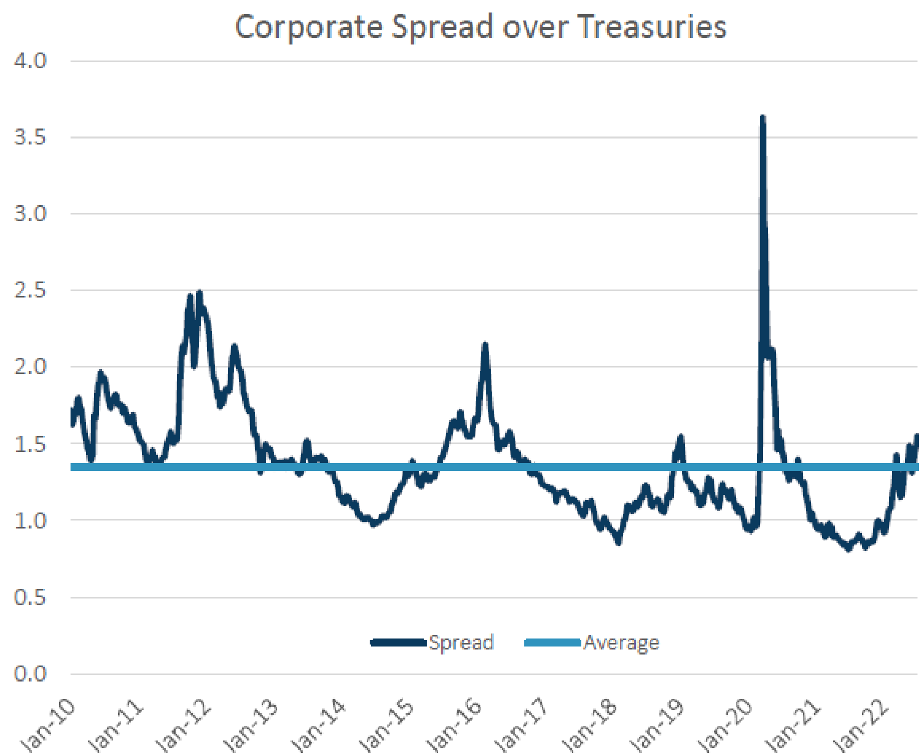
CORPORATE SPREADS

- Growth concerns and balance sheet tightening could continue to pressure spreads in the near-term
- However, valuations are better compensating for these risks and suggest upside opportunities over next 12 to 18 months



IG Credit Index Since Inception (6/30/1989)			
Spread Level	150bps	175bps	200bps
% of Days at This Level	28%	16%	10%
Average 12M Forward Total Return	8%	9%	10%
% of Instances with 12M Positive Return	91%	88%	85%
Average 18M Forward total return	13%	14%	16%
% of Instances with 18M Positive Return	98%	99%	100%

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Holly Hill Municipal Police Officers' Pension Trust

Budget of Administrative Expenses- 2022/2023 Fiscal Year

Professional Services

• Actuarial	$28,000
• Audit	$9,000
• Investment Management/Custodian	$35,000
• Custodian	$7,500
• Legal	$7,000
• Miscellaneous	$1,000
Total Professional Service	$87,500

Other Expenses

• Disability Processing	$5,000
• Dues and Subscriptions	$1,000
• Insurance	$3,000
• Travel and Education	$5,000
• Miscellaneous	$1,000
Total Other Expenses	$15,000
Total Annual Budget	**$102,500**

Approved by the Pension Board of Trustees at meeting held August 18, 2022.

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Christopher L. Yates, Chairperson