

PARS: City of Beaumont

June 30, 2023

Presented by:

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DISCUSSION HIGHLIGHTS – CITY OF BEAUMONT

Asset Allocation (as of 6-30-23)

- Stocks 45.54% (40% - 60%); Bonds 45.13% (40% - 60%); Cash 9.34% (0% - 20%)
- Large Cap 24.38%, Mid Cap 3.98%, Small Cap 6.43%, International 9.24%, REIT 1.51%
- *Moderate (Active)*

Performance (as of 6-30-23) Gross of investment fees, net of fund level fees

- 1 Month: 3.02%
- 3 Month: 2.94%
- YTD: 7.47%
- 1 Year: 7.54%
- Inception to Date: -2.74% (March, 2022)

Outlook

- Economic
 - Inflation: Will central banks raise rates above current expectations?
 - The consumer: Mixed messages have corporate earnings implications.
 - Impact of higher interest rates.
- Capital Markets
 - Equities : A strong start to the year thanks to a resilient consumer.
 - Bonds: Yields remain intriguing, but “higher for longer” may be the reality given pesky inflation data.
 - Escape velocity or a head fake?
- Bottom line
 - We are currently in the “chop” period between central banks winding down interest rate increases and economies, consumers and businesses absorbing a year plus of higher interest rate trends.
 - Inflation, consumer activity and central bank plans are all major variables in determining where markets may head next.
 - We do expect economic and corporate earnings pressures to emerge later this year

Selected Period Performance

PARS/PRSP MODERATE HIGHMARK PLUS (****050106)
Performance Report

As of: June 30, 2023

	1 Month	3 Months	Year to Date (6 Months)	1 Year	Inception to Date 03/01/2022
Cash Equivalents	.15	.96	2.03	3.38	2.64
Lipper Money Market Funds Index	.41	1.21	2.30	3.70	2.87
Total Fixed Income	-.08	-.15	2.77	.62	-5.18
Bloomberg US Aggregate Bd Index (USD)	-.36	-.84	2.09	-.94	-6.22
Total Equities	6.58	6.47	13.09	15.47	-.81
Large Cap Funds	6.85	9.29	17.86	19.56	1.56
S&P 500 Composite Index	6.61	8.74	16.89	19.59	3.03
Mid Cap Funds	8.32	4.72	8.77	14.62	-1.73
Russell Midcap Index	8.34	4.76	9.01	14.92	-1.50
Small Cap Funds	7.77	4.23	7.17	12.38	-3.70
Russell 2000 Index (USD)	8.13	5.21	8.09	12.31	-4.42
International Equities	4.53	2.30	9.21	11.72	-2.18
MSCI EAFE Index (Net)	4.55	2.95	11.67	18.77	1.64
MSCI EM Free Index (Net USD)	3.80	.90	4.89	1.75	-9.09
REIT Funds	5.61	1.74	3.32	-4.12	-10.34
Wilshire REIT Index	5.43	3.31	6.73	-.31	-10.04
Total Managed Portfolio	3.02	2.94	7.47	7.54	-2.74

Returns are gross of fees not including account level advisory fees unless otherwise stated. Gross returns are presented before management and custodial fees but after all trading expenses, embedded and reflect the reinvestment of dividends and other income. Net returns are net of investment management fees in effect for the respective time period. Returns for periods over one year are annualized. An investor cannot invest directly in unmanaged indices. The information presented has been obtained from sources believed to be accurate and reliable. Past performance is not indicative of future returns. Securities are not FDIC insured have no bank guarantee and may lose value.

Asset Allocation – City of Beaumont

As of June 30, 2023

Current Asset Allocation		Investment Vehicle		
Equity		Range: 40%-60%		45.54%
Large Cap Core	COFYX	Columbia Contrarian Core CI Z		4.41%
	VGIAX	Vanguard Growth & Income Adm		8.79%
Large Cap Value	IVE	iShares S&P 500 Value ETF		1.84%
	DODGX	Dodge & Cox Stock Fund		4.16%
Large Cap Growth	HNACX	Harbor Capital Appreciation Retirement		2.59%
	IVW	T. Rowe Price Growth Stock Fund I		2.60%
Mid Cap Core	IWR	iShares Russell Mid-Cap ETF		3.98%
Small Cap Value	UBVFX	Undiscovered Mgrs Behavioral Value R6		3.21%
Small Cap Growth	FGROX	Emerald Growth Fund Inst		3.22%
International Core	DFALX	DFA Large Cap International I		3.40%
International Value	DODFX	Dodge & Cox International Stock Fund		1.17%
International Growth	MGRDX	MFS® International Growth R6		1.16%
Emerging Markets	HHHFX	Hartford Schrodgers Emerging Mkts Eq		3.52%
Real Estate	VNQ	Vanguard Real Estate ETF		1.51%
Fixed Income		Range: 40%-60%		45.13%
Short-Term	VFSUX	Vanguard Short-Term Investment-Grade Adm		5.30%
Intermediate-Term	DODIX	Dodge & Cox Income Fund		11.42%
	DBLFX	DoubleLine Core Income Fund		11.36%
	PTRQX	Prudential Total Return Bond Q		11.41%
	GOVT	iShares US Treasury ETF		2.82%
Mortgage Backed	MBB	iShares MBB ETF		2.82%
Cash		Range: 0%-20%		9.34%
	FGZXX	First American Government Oblig Z		9.34%
TOTAL				100.00%

City of Beaumont

For Period Ending June 30, 2023

LARGE CAP EQUITY FUNDS							
Fund Name	1-Month Return	3-Month Return	Year-to-Date	1-Year Return	3-Year Return	5-Year Return	10-Year Return
Columbia Contrarian Core Inst3	6.58	11.06	20.75	21.21	15.02	12.88	12.78
Vanguard Growth & Income Adm	7.16	8.50	15.52	18.31	14.72	11.92	12.74
Dodge & Cox Stock I	6.91	5.58	7.15	12.37	18.18	10.02	11.41
iShares S&P 500 Value ETF	6.86	6.60	12.06	19.78	16.58	10.39	10.33
Harbor Capital Appreciation Retirement	6.84	15.74	36.94	32.51	8.83	12.69	15.40
iShares S&P 500 Growth ETF	6.36	10.54	21.13	18.04	11.60	12.81	14.28
S&P 500 TR USD	6.61	8.74	16.89	19.59	14.60	12.31	12.86
MID CAP EQUITY FUNDS							
iShares Russell Mid-Cap ETF	8.33	4.73	8.94	14.79	12.32	8.31	10.15
SMALL CAP EQUITY FUNDS							
Undiscovered Managers Behavioral Val R6	7.38	-0.17	0.36	7.78	24.50	6.90	9.90
Emerald Growth Institutional	8.17	8.78	13.26	20.32	7.22	5.66	10.41
Russell 2000 TR USD	8.13	5.21	8.09	12.31	10.82	4.21	8.26
INTERNATIONAL EQUITY FUNDS							
Dodge & Cox International Stock I	7.02	4.31	10.72	14.70	12.78	4.88	5.33
DFA Large Cap International I	4.81	3.00	11.18	17.21	9.99	4.82	5.64
MFS International Growth R6	3.74	2.97	12.47	18.55	8.43	6.86	7.56
MSCI EAFE NR USD	4.55	2.95	11.67	18.77	8.93	4.39	5.41
Hartford Schroders Emerging Mkts Eq F	5.13	1.90	7.15	4.00	2.31	1.59	3.70
MSCI EM NR USD	3.80	0.90	4.89	1.75	2.32	0.93	2.95
REAL ESTATE FUNDS							
Fund Name	1-Month Return	3-Month Return	Year-to-Date	1-Year Return	3-Year Return	5-Year Return	10-Year Return
Vanguard Real Estate ETF	5.56	1.64	3.44	-3.95	5.86	4.36	6.12
BOND FUNDS							
DoubleLine Core Fixed Income I	-0.26	-0.59	2.95	-0.09	-2.48	0.59	1.88
PGIM Total Return Bond R6	0.14	0.00	3.17	0.71	-3.28	1.10	2.42
Dodge & Cox Income I	0.32	0.08	3.21	1.83	-1.76	2.02	2.55
Vanguard Short-Term Investment-Grade Adm	-0.32	-0.12	1.76	1.58	-0.87	1.52	1.68
Bloomberg US Agg Bond TR USD	-0.36	-0.84	2.09	-0.94	-3.96	0.77	1.52
iShares MBS ETF	-0.43	-0.69	1.92	-1.58	-3.76	-0.01	1.00
iShares US Treasury Bond ETF	-0.73	-1.34	1.92	-2.08	-4.85	0.35	0.87

Source: SEI Investments, Morningstar Investments

Returns less than one year are not annualized. Past performance is no indication of future results. The information presented has been obtained from sources believed to be accurate and reliable. Securities are not FDIC insured, have no bank guarantee and may lose value.