NOTICE OF REGULAR MEETING

AGENDA
CITY OF GALVESTON EMPLOYEES' RETIREMENT FUND FOR
NON-CIVIL SERVICE EMPLOYEES
TO BE HELD AT 100 P.M, TUESDAY AUGUST 3, 2021

Notice is hereby given in accordance with the Order of the Governor issued March 16, 2020, that the Board of Trustees the City of Galveston Employees' Retirement Fund for Police will conduct the meeting by telephone/video conference order to advance the public health goal of limiting face-to-face meetings (also called "social distancing") to slow the sprea of the Corona Virus/COVID-19. There will be no meeting or pubic access to the location described above.

INSTRUCTIONS FOR PARTICIPATING IN THIS MEETING ARE PROVIDED BELOW.

1. Quorum Determination
2. Call to order
3. Open Public Forum/Comments
4. Approval of minutes of May 4, 2021 meeting
5. Performance report from the Quantitative Group
6. Action on recommendations by the Quantitative Group
7. Discussion and possible action on the Funding Policy addressed by HB 3898
8. Compiled financial statements
9. Next meeting date November 2, 2021
10. Adjournment

Executive Session-Pursuant to Chapter 551, Subchapter D, Texas Government Code
At any time during the meeting, the Board may convene in closed session to deliberate any of the matters listed on this agenda as authorized by Chapter 551 of the Texas Government Code, including Sections 551.071 (consultation with attorney), 551.072 (deliberation regarding real property), 551.073 (deliberation regarding prospective gifts), 551.074 (deliberation regarding personnel matters),or 551.087 (deliberation regarding economic development negotiations).

Ann S. Masel, CPA
Administrator

Please Note
Members of the City Council may be attending and participating in the discussion.

To call in to Zoom Meeting:

Or dial the following numbers and enter the:

Meeting ID: 849 4994 4527
Passcode: 440421
Phone: 1 346 248 7799 US (Houston)

This written notice of the meeting agenda packet, are posted online at:
www.galvestontx.gov/agendacenter

The public will be permitted to offer public comments telephonically as provided by the agenda and as permitted by the presiding officer during the meeting

I certify that the above Notice of Meeting was posted in a place convenient to the public in compliance with Chapter 551 of th Texas Government Code on July__________________________

Janelle Williams, City Secretary

IN ACCORDANCE WITH THE PROVISIONS OF THE AMERICANS WITH DISABIITIES ACT (ADA), PERSONS IN NEED OF A SPECI ACCOMODATION TO PARTICIPATE IN THIS PROCEEDING SHALL, WITHIN THREE (3) DAYS PRIOR TO ANY PROCEEDING, CONTACT THE CI SECTARY'S OFFICE, SUITE 201; 823 ROSENBERG; GALVESTON, TEXAS 77550; (409) 797-3510

MINUTES OF THE CITY OF GALVESTON EMPLOYEES' RETIREMENT FUND
BOARD OF TRUSTEES OF GALVESTON, TEXAS

Meeting Date (Virtual meeting)
May 4, 2021

The following members were present:
Don Davison
Mike Loftin
Robert Simmons
Lewis Rosen
Rodney Low

The following members were absent:
Jeff Ammerman

Also attending was Ron Kern (Graystone Consulting), and Mark Fenlaw (Rudd and Wisdom)

It was determined that a quorum was present, and the meeting was called to order at 1:00.

Motion for approval of February 4, 2021 minutes was made by Mike Loftin; second by Lewis Rosen. Roll call vote passed unanimously.

Ron Kern, with the Quantitative Group, presented the Performance Evaluation. The following illustrates the returns and balances for the quarter:

Manager	Market Value	Actual	Benchmark	
iShares Core S&P 500 ETF	10,521,000	6.33%	Standard & Poors 500	6.17%
iSharesMSCI USA Min ETF	9,465,000	2.34%	Standard & Poors 500	6.17%
Vanguard Mid Cap	11,753,000	7.18%	Russell MidCap	8.14%
iShares Core S&P Small-(	6,352,000	18.39%	S&P Small Cap 600	18.24%
iShares Cove MSCI EAFE E	3,220,000	4.29%	MSCI ACWF ex-US	3.49%
iShares Core MSCI Emerg.	1,740,000	3.74%	MSCI EM Net	2.29%
Baird Aggregate Bond	3,365,000	-3.39%	Barclays US Aggre	-3.37%
Met West Total Rtn Bdl	3,773,000	-2.91%	Barclays US Aggre	-3.37%
TIAA CREF Bond Fund	3,307,000	-2.77%	Barclays US Aggre	-3.37%
Brandywine Global Opp	2,246,000	-4.07%	SB World Govt Bond	-5.68%
PIMCO Income Fund	2,778,000	0.16%	Barclays US Aggre	-3.37%
FPA Crescent	3,227,000	9.76%	HFRI Equity Hedge	7.09%
Salient Technical Growth	2,479,000	3.11%	HFRI Equity Hedge	7.09%
Cash	1,445,642			
Total	65,671,642			

Ron discussed the performance report. He referred to page 15 of the report which discloses all fees and pointed out that total fees are approximately .36% and fees have been very carefully controlled. The Fund performance was up 4.41% for the quarter but was up 39.02% for the 12 months ended March 31, 2021. The fund was rewarded for staying invested during the tough times at the beginning of the year and is well diversified by asset class. iShares MSCI USA MinVol ETF has been put on watch.

Total rate of return since inception has been 7.39%; total over 10 years has been 7.85%.

Mark Fenlaw and Rebecca Morris presented the annual actuarial report for the year ended December 31, 2020. The amortization period is 16.4 years; of the total 15% contributions, normal cost is 10.13 and 4.87 is available to pay off the unfunded liability. The fund is in a healthy position and the actuaries recommended consideration of raising the cap in the future.

Laura Lynch presented the audit engagement report from Whitley Penn. The audit report was an unmodified opinion.

The next regular meeting was set for Tuesday, August 3, 2021.

Compiled financial statements for the quarter showed an increase in changes in net assets of $2,536,780 for year to date. The compilation report was discussed, including specifically the categories of investment income, benefits paid, administrative fees and the comparison to the same period in the prior year.

With no further business or requests, the meeting was adjourned at 2:10.

Ann Masel, Plan Administrator

Galveston Employees Retirement

Quarterly Report

June 30, 2021

Graystone Consulting℠

CITY OF GALVESTON
EMPLOYEE RETIREMENT FUND

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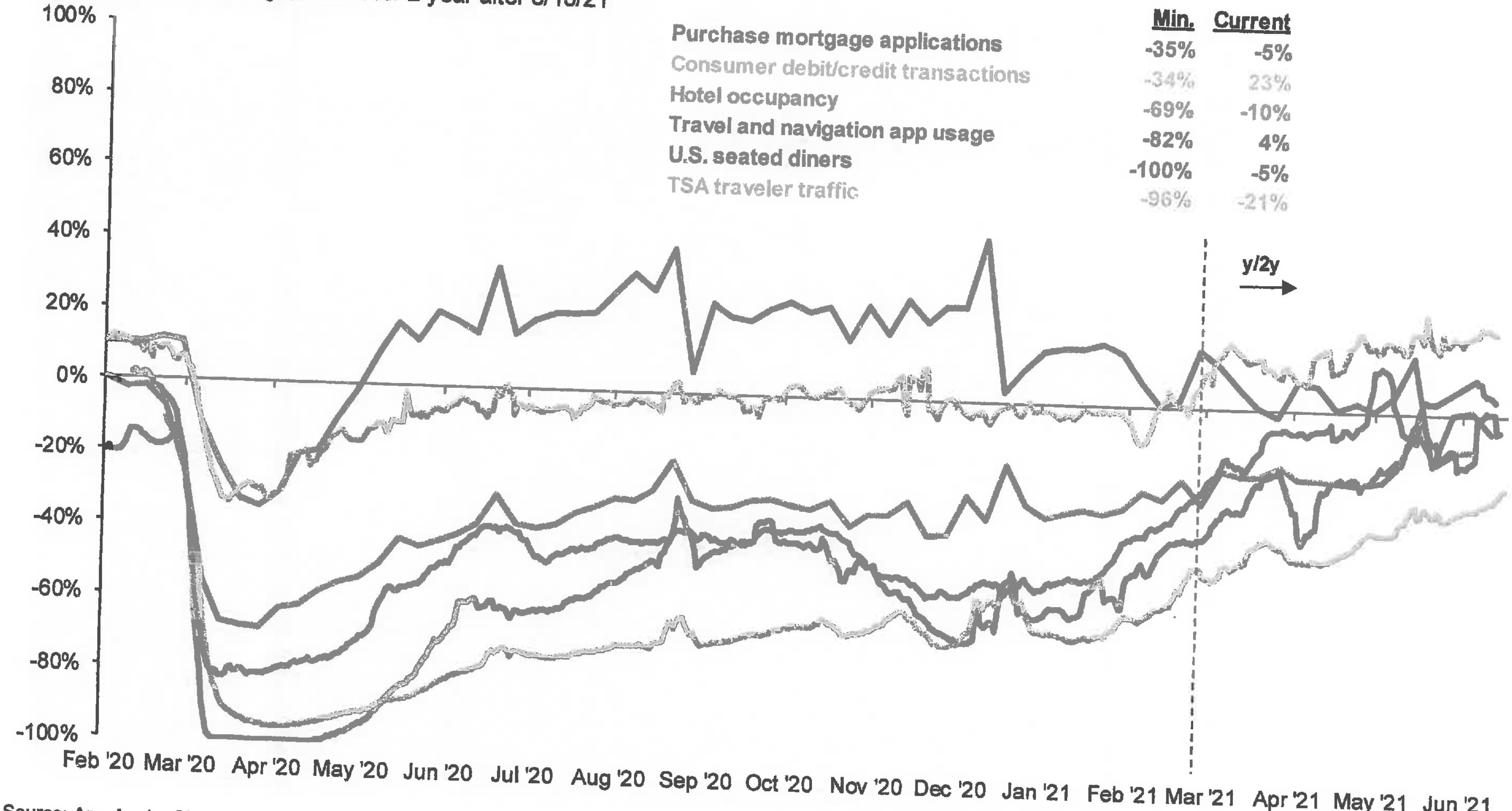
- Looking back at 1H21, the S&P 500 saw continued gains, the fifth consecutive quarter of strong returns advancing beyond the one-year anniversary of the March 2020 lows. Equities moved 8.6% in 2Q21, following a quarter where they gained 6.2%. This rally ensued as investors cheered a continued recovery, economic reopening, vaccine distribution, as well as robust economic data and easy monetary policy early on in the first quarter. US equities outperformed both international developed and emerging market equities in 2Q21. Morgan Stanley & Co. U.S. Equity Strategy had a 3,900 price target on the S&P 500 as of late April 2021, and has since shifted that price target to 4,225 as of May 18, 2021.
- The S&P 500 sectors finished the second quarter showing mixed results and moderate returns, with Real Estate, Technology, and Energy outperforming and returning 13.1%, 11.6%, and 11.3%, compared to 1Q21 with returns of 9.0%, 2.0%, and 30.9%, respectively. Laggards included Industrials , Consumer Staples, and Utilities, coming in at 4.5%, 3.8%, -0.4%, respectively. Other major US indices were also up for the quarter: The Dow Jones Industrial Average rose 5.1% and the NASDAQ Composite rose 9.7%.
- The MSCI EAFE Index (a benchmark for international developed markets) rose 5.4% while the MSCI Emerging Markets Index rose 5.1% for 2Q21. US equities outperformed International developed and emerging market equities by 317 and 343 basis points, respectively, in 2Q.
- The US aggregate bond market fell 3.4% in the first quarter. The Bloomberg Barclays US Aggregate Bond Index, a general measure of the bond market, rose 1.83% in the second quarter of 2021.
- Morgan Stanley & Co. economists expect US GDP will be 13.6% in 2Q21, 7.4% in 3Q21, and 8.0% in 4Q21, and are looking forward to continued positive GDP growth for the year as economic recovery continues.

Index Performance	2Q21	YTD	1 Year	3 Year	5 Year	7 Year	10 Year	15 Year	20 Year
Equities:									
Standard & Poor's 500	8.55	15.25	40.79	18.69	17.65	14.10	14.84	10.73	8.61
Russell Mid Cap	7.50	16.25	49.80	16.46	15.62	12.03	13.24	10.53	10.38
Russell 2000	4.29	17.54	62.03	13.53	16.47	11.39	12.34	9.52	9.26
Russell Micro Cap	4.14	29.02	75.77	14.49	18.13	11.85	13.06	8.73	9.26
MSCI All Country World ex USA	5.48	9.16	35.72	9.39	11.08	5.33	5.45	4.85	6.46
MSCI Emerging Markets	5.05	7.45	40.90	11.28	13.03	6.35	4.28	6.61	10.08
Fixed Income:									
Bloomberg Barclays U.S. Aggregate	1.83	-1.60	-0.33	5.35	3.03	3.28	3.39	4.43	4.56
Bloomberg Barclays Long Treasury	6.46	-7.92	-10.58	8.00	3.13	5.76	6.66	6.86	6.76
Bloomberg Barclays Long Credit	6.45	-2.49	4.32	10.74	6.65	6.60	7.55	7.60	7.95
Bloomberg Barclays Municipal Bond	1.42	1.06	4.17	5.11	3.25	3.83	4.28	4.50	4.64
Bloomberg Barclays High Yield	2.74	3.62	15.37	7.45	7.48	5.47	6.66	7.53	7.82
Blended:									
50%MSCI ACWI / 50%Barclays Agg	4.59	5.18	18.18	10.33	8.97	6.74	6.88	6.37	6.28
Non-Traditional:									
HFRI Fund of Funds Composite	2.80	4.87	18.20	6.30	6.11	4.08	3.85	3.07	3.86
Bloomberg Commodity Index	13.30	21.15	45.61	3.91	2.40	-4.13	-4.44	-3.00	0.94
S&P GSCI Gold Index	3.15	-6.96	-3.93	10.61	4.76	3.24	0.78	6.32	8.97
Consumer Price Index	2.34	3.52	5.35	2.61	2.47	1.93	1.89	1.99	2.13
90 Day Treasury Bill	0.01	0.03	0.08	1.31	1.14	0.84	0.60	1.02	1.30

High-frequency economic activity

High-frequency data

Year-over-year % change; Year-over-2 year after 3/15/21*



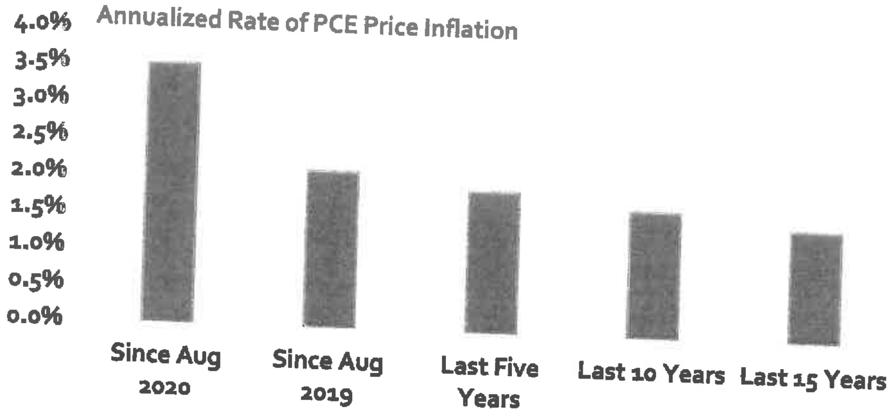
Source: App Annie, Chase, Mortgage Bankers Association (MBA), OpenTable, STR, Transportation Security Administration (TSA), J.P. Morgan Asset Management. *Beginning 3/15/21, all indicators compare 2021 to 2019. Prior to 3/15/21, figures are year-over-year. Consumer debit/credit transactions, U.S. seated diners and TSA traveler traffic are 7-day moving averages. App Annie data is compared to 2019 average and includes over 600 travel and navigation apps globally, including Google Maps, Uber, Airbnb and Booking.com. Consumer spending: This report uses rigorous security protocols for selected data sourced from Chase credit and debit card transactions to ensure all information is kept confidential and secure. All selected data is highly aggregated and all unique identifiable information—including names, account numbers, addresses, dates of birth and Social Security Numbers—is removed from the data before the report's author receives it.
Guide to the Markets – U.S. Data are as of June 30, 2021.

J.P.Morgan Asset Management

Charts in Focus (June 7, 2021): Inflationary Pressures

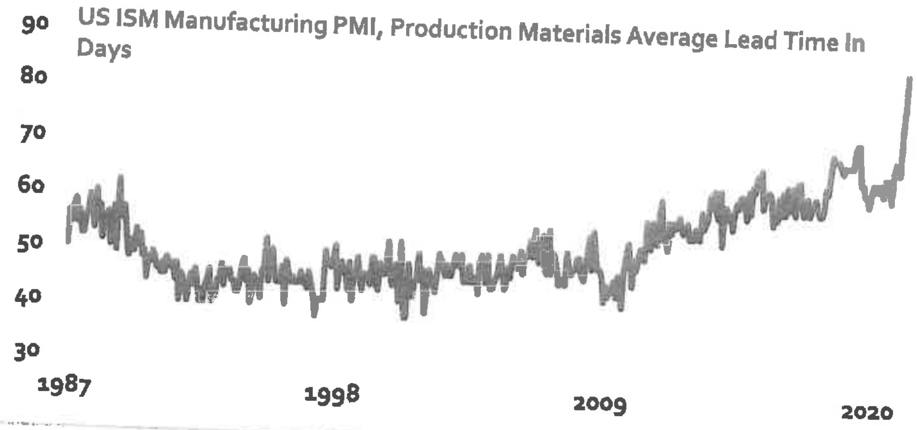
Fed's 2% Inflation Target Achieved Over Last Year

As of May 31, 2021



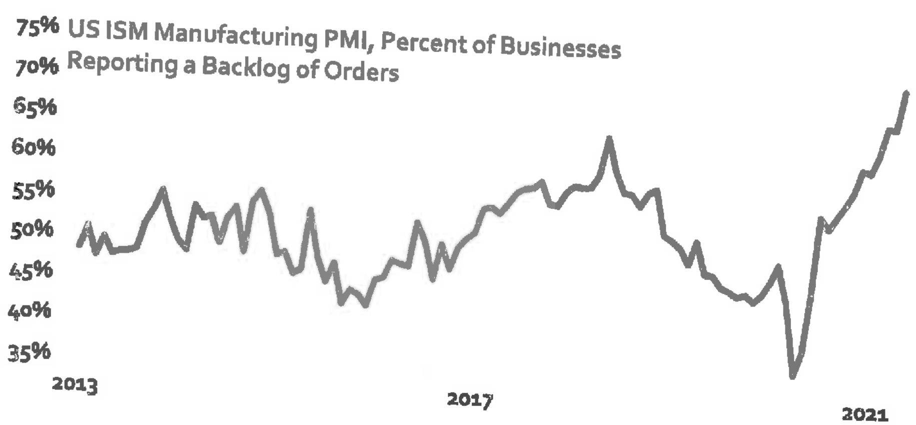
Wait Times for Materials Are Highest Since 1987

As of May 31, 2021



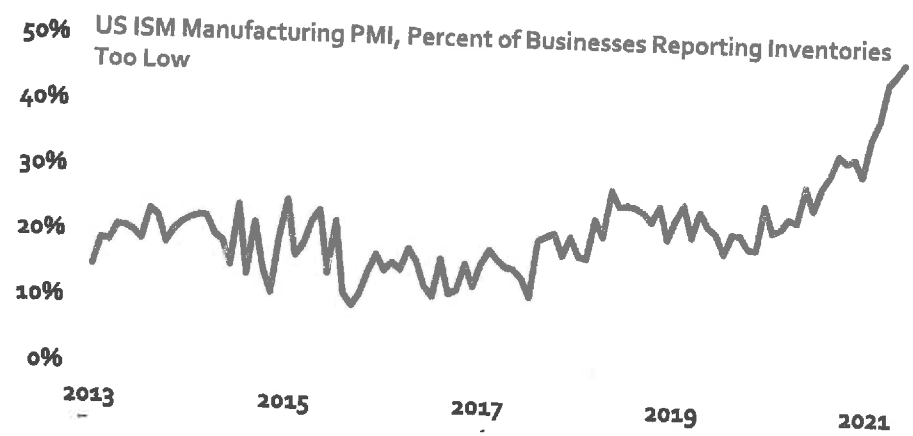
Order Backlogs Continue to Worsen…

As of May 31, 2021



… Leading to Inventory Woes for Businesses

As of May 31, 2021

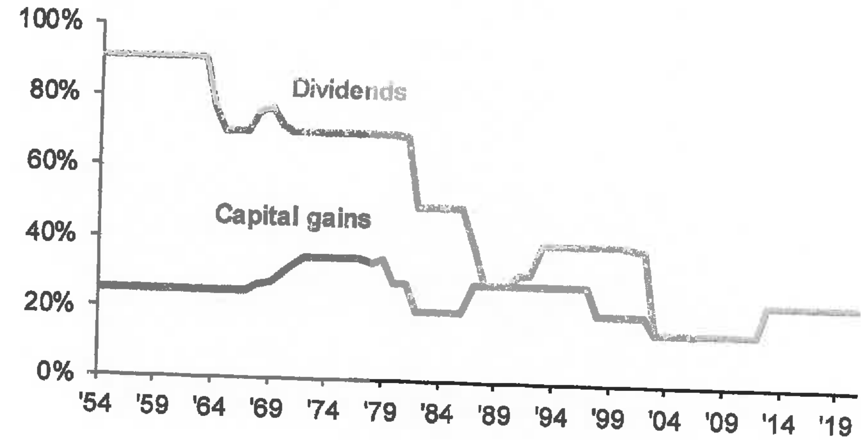


Source: Morgan Stanley & Co. Research, Morgan Stanley Wealth Management GIC, Bloomberg, Cornerstone Macroeconomics, Haver Analytics, ISM, Gavekal Research, Macrobond *Note: August 2020 is when the Fed announced their average inflation target policy

Taxes and the stock market

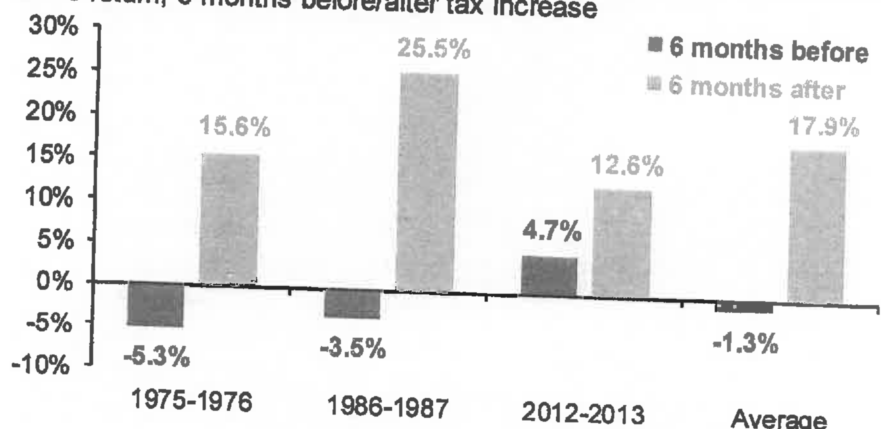
Capital gains and dividend tax rates**

1954-2021



S&P 500 performance and capital gains tax increases

Price return, 6 months before/after tax increase



Source: CBO, Compustat, FactSet, Standard & Poor's, Tax Policy Center, Treasury Department, Wolters Kluwer, J.P. Morgan Asset Management.
**Highest marginal federal tax rates. Includes Medicare tax of 3.8% from 2013-present.
Guide to the Markets – U.S. Data are as of June 30, 2021.

J.P.Morgan Asset Management

City of Galveston
Employee Retirement Fund
Market Value Update
July 23, 2021

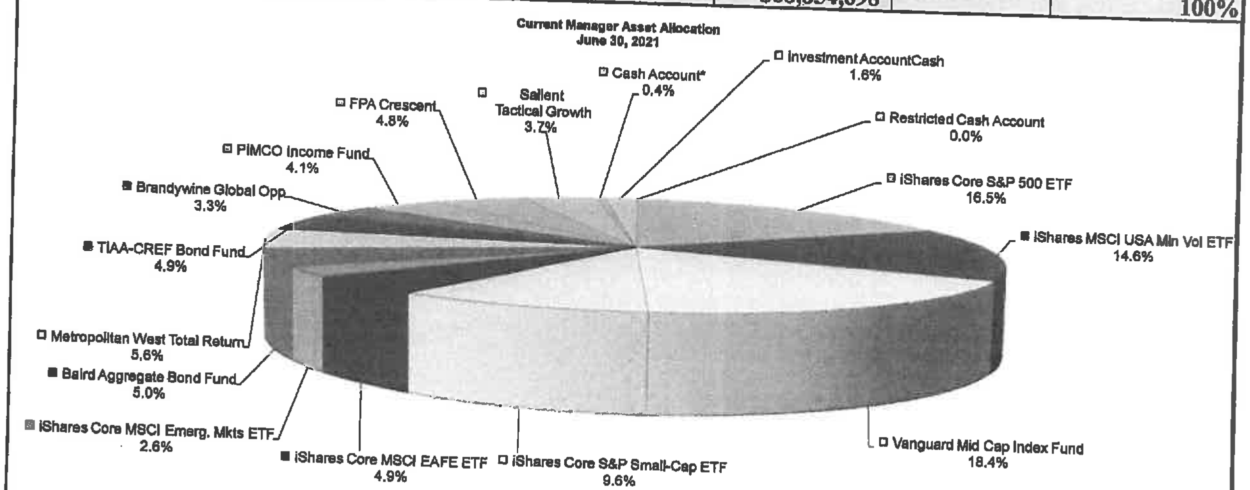
Manager Type	Style	Name	Market Value 6/30/2021	Total % of Class	Total % of Portfolio	Market Value 7/23/2021	Total % of Class	Total % of Portfolio
Equity	Large Cap Blend	iShares Core S&P 500 ETF	$11,369,664	24.8%	16.5%	$11,682,785	25.2%	16.8%
Equity	Large Cap Blend	iShares MSCI USA Min Vol ETF	$10,069,774	22.0%	14.6%	$10,430,924	22.5%	15.0%
Equity	Mid Cap Blend	Vanguard Mid Cap Index Fund	$12,644,280	27.6%	18.4%	$12,751,385	27.5%	18.4%
Equity	Small Cap Blend	iShares Core S&P Small-Cap ETF	$6,612,042	14.4%	9.6%	$6,344,002	13.7%	9.2%
Equity	Foreign Lg Blend	iShares Core MSCI EAFE ETF	$3,345,568	7.3%	4.9%	$3,365,679	7.3%	4.9%
Equity	Diversified EM	iShares Core MSCI Emerg. Mkts ETF	$1,811,075	3.9%	2.6%	$1,736,458	3.8%	2.5%
		Total Equity	**$45,852,403**	**100%**	**66.6%**	**$46,311,233**	**100%**	**66.8%**
Fixed	Interm-Term Bond	Baird Aggregate Bond Fund	$3,415,370	21.7%	5.0%	$3,445,094	21.8%	5.0%
Fixed	Interm-Term Bond	Metropolitan West Total Return Bond	$3,840,940	24.4%	5.6%	$3,872,423	24.5%	5.6%
Fixed	Interm-Term Bond	TIAA-CREF Bond Fund	$3,356,003	21.3%	4.9%	$3,369,191	21.4%	4.8%
Fixed	World Bond	Brandywine Global Opp	$2,302,836	14.6%	3.3%	$2,271,182	14.4%	3.3%
Fixed	Multisector Bond	PIMCO Income Fund	$2,833,447	18.0%	4.1%	$2,831,104	17.9%	4.1%
		Total Fixed	**$15,748,595**	**100%**	**22.9%**	**$15,788,993**	**100%**	**22.8%**
Other	Allo 50%-70% Equity	FPA Crescent	$3,332,662	56.6%	4.8%	$3,313,350	56.3%	4.8%
Other	Long-Short Equity	Salient Tactical Growth	$2,550,701	43.4%	3.7%	$2,572,200	43.7%	3.7%
		Total Alternatives	**$5,883,363**	**100%**	**8.5%**	**$5,885,550**	**100%**	**8.5%**
Cash	Money Market	Cash Account	$273,470	20.0%	0.4%	$335,843	25.1%	0.5%
Cash	Money Market	Investment Account Cash	$1,096,656	80.0%	1.6%	$1,002,065	74.9%	1.4%
Cash	Money Market	Restricted Cash Account	$210	0.0%	0.0%	$210	0.0%	0.0%
		Total Cash & Equivalents	**$1,370,337**	**100%**	**2.0%**	**$1,338,119**	**100%**	**1.9%**
		Composite Total	**$68,854,698**		**100%**	**$69,323,895**		**100%**

This investment evaluation is directed only to the client for whose account the evaluation was created. The underlying data has been obtained from sources considered to be reliable: the information is believed to be accurate, but there is no assurance that it is so. This evaluation is for informational purposes only and is not intended to be an offer, solicitation or recommendation with respect to the purchase or sale of any security or a recommendation of the services supplied by any money management organization.

CITY OF GALVESTON EMPLOYEE RETIREMENT FUND

June 30, 2021

Manager	*Style*	*Market Value*	*Total % of Class*	*Total % of Portfolio*
iShares Core S&P 500 ETF	Large Cap Blend	$11,369,664	24.8%	16.5%
iShares MSCI USA Min Vol ETF	Large Cap Blend	$10,069,774	22.0%	14.6%
Vanguard Mid Cap Index Fund	Mid Cap Blend	$12,644,280	27.6%	18.4%
iShares Core S&P Small-Cap ETF	Small Cap Blend	$6,612,042	14.4%	9.6%
iShares Core MSCI EAFE ETF	Foreign Large Blend	$3,345,568	7.3%	4.9%
iShares Core MSCI Emerg. Mkts ETF	Diversified Emerg. Mkts	$1,811,075	3.9%	2.6%
Total Equity		**$45,852,403**	**100%**	**66.6%**
Baird Aggregate Bond Fund	Intermediate Core Bond	$3,415,370	21.7%	5.0%
Metropolitan West Total Return Bond	Intermediate Core-Plus Bond	$3,840,940	24.4%	5.6%
TIAA-CREF Bond Fund	Intermediate Core-Plus Bond	$3,356,003	21.3%	4.9%
Brandywine Global Opp	World Bond	$2,302,836	14.6%	3.3%
PIMCO Income Fund	Multisector Bond	$2,833,447	18.0%	4.1%
Total Fixed Income		**$15,748,595**	**100%**	**22.9%**
FPA Crescent	Allo 50%-70% Equity	$3,332,662	56.6%	4.8%
Salient Tactical Growth	Long-Short Equity	$2,550,701	43.4%	3.7%
Total Alternative		**$5,883,363**	**100%**	**8.5%**
Cash Account*	Money Market	$273,470	20.0%	0.4%
Investment Account Cash	Money Market	$1,096,656	80.0%	1.6%
Restricted Cash Account	Money Market	$210	0.0%	0.0%
Total Cash & Equivalents		**$1,370,337**	**100%**	**2.0%**
Composite Total		**$68,854,698**		**100%**



* Not included in performance.

City of Galveston Employee Retirement Fund

ESTIMATED ANNUAL EXPENSE ANALYSIS

June 30, 2021

MANAGER	MARKET VALUE	MANAGER ACCESS MANAGER FEE	MANAGER ACCESS TOTAL $	THE QUANTITATIVE GROUP ADVISORY FEE	THE QUANTITATIVE GROUP TOTAL $	COMBINED ESTIMATED ANNUAL FEE $	COMBINED ESTIMATED ANNUAL FEE %	AVERAGE MORNINGSTAR EXPENSE RATIO BY STYLE AS OF 6/2021	MORNINGSTAR STYLE
iShares Core S&P 500 ETF	11,369,664	0.03%	3,411	0.14%	15,918	19,328	0.17%	*0.84%*	Large Cap Blend
iShares MSCI USA Min Vol ETF	10,069,774	0.15%	15,105	0.14%	14,098	29,202	0.29%	*0.84%*	Large Cap Blend
Vanguard Mid Cap Index Fund	12,644,280	0.04%	5,058	0.14%	17,702	22,760	0.18%	*0.93%*	Mid Cap Blend
iShares Core S&P Small-Cap ETF	6,612,042	0.06%	3,967	0.14%	9,257	13,224	0.20%	*1.03%*	Small Cap Blend
iShares Core MSCI EAFE ETF	3,345,568	0.07%	2,342	0.14%	4,684	7,026	0.21%	*0.94%*	Foreign Large Blend
iShares Core MSCI Emerg. Mkts ETF	1,811,075	0.11%	1,992	0.14%	2,536	4,528	0.25%	*1.22%*	Diversified Emerging Mkts.
Baird Aggregate Bond Fund	3,415,370	0.25%	8,538	0.14%	4,782	13,320	0.39%	*0.61%*	Intermediate Core Bond
Metropolitan West Total Return Bond	3,840,940	0.35%	13,443	0.14%	5,377	18,821	0.49%	*0.77%*	Intermediate Core-Plus Bond
TIAA-CREF Bond Fund	3,356,003	0.28%	9,397	0.14%	4,698	14,095	0.42%	*0.77%*	Intermediate Core-Plus Bond
Brandywine Global Opp	2,302,836	0.50%	11,514	0.14%	3,224	14,738	0.64%	*0.92%*	World Bond
PIMCO Income Fund	2,833,447	0.50%	14,167	0.14%	3,967	18,134	0.64%	*1.04%*	Multisector Bond
FPA Crescent	3,332,662	1.00%	33,327	0.14%	4,666	37,992	1.14%	*1.06%*	Allocation 50% - 70% Equity
Salient Tactical Growth	2,550,701	1.15%	29,333	0.14%	3,571	32,904	1.29%	*2.01%*	Long-Short Equity
Investment Account Cash	1,096,656	0.00%	0	0.14%	1,535	1,535	0.14%	*0.44%*	Money Market - Taxable
Restricted Cash Account	210	0.00%	0	0.14%	0	0	0.14%	*0.44%*	Money Market - Taxable
Cash Account	273,470	0.00%	0	0.14%	383	383	0.14%	*0.44%*	Money Market - Taxable
TOTAL	$68,854,698		$151,594 0.22%		$96,397 0.14%	$247,991 0.36%		*(for reference purposes only)*	

This investment evaluation is directed only to the client for whose account the evaluation was created. The underlying data has been obtained from sources considered to be reliable: the information is believed to be accurate, but there is no assurance that it is so. This evaluation is for informational purposes only and is not intended to be an offer, solicitation or recommendation with respect to the purchase or sale of any security or a recommendation of the services supplied by any money management organization. Past performance is not an indication, nor a guarantee of future results.

Executive Summary Table

	Allocation		Performance(%)								
	Market Value ($000)	%	Current Quarter	YTD	1 Year	3 Years	5 Years	7 Years	10 Years	Since Inception	Inception Date
Total Composite	68,581	100	5.25	9.89	28.46	11.72	10.83	7.90	8.20	7.51	10/01/1992
60%MSCI ACWI/ 40%Barclays Agg			*5.15*	*6.57*	*22.19*	*11.23*	*10.13*	*7.38*	*7.52*	*7.41*	
CPI +2%			*2.84*	*4.55*	*7.46*	*4.66*	*4.52*	*3.97*	*3.92*	*4.34*	
iShares Core S&P 500 ETF	11,370	17	8.38	15.24	40.92	18.59	17.60			16.69	01/01/2016
S&P 500 Total Return			*8.55*	*15.25*	*40.79*	*18.67*	*17.65*			*16.71*	
iShares MSCI USA Min Vol ETF	10,070	15	6.70	9.20	23.41	13.61	11.94			13.03	01/01/2016
S&P 500 Total Return			*8.55*	*15.25*	*40.79*	*18.67*	*17.65*			*16.71*	
Vanguard Mid Cap Index	12,644	18	7.58	15.31	46.88	16.50	15.76	12.20		14.80	10/01/2012
Russell Midcap			*7.50*	*16.25*	*49.80*	*16.45*	*15.62*	*12.03*		*14.75*	
iShares S&P Small Cap	6,612	10	4.33	23.52	67.36	12.20				15.05	10/01/2016
S&P 600 SC			*4.51*	*23.56*	*67.40*	*12.20*				*15.02*	
iShares MSCI EAFE ETF	3,346	5	5.40	9.92	34.07	8.65				7.83	09/01/2017
MSCI AC World ex US Net			*5.48*	*9.16*	*35.72*	*9.38*				*8.08*	
iShares MSCI Emerging Mkts ETF	1,811	3	4.82	8.74	43.44	11.34				8.69	09/01/2017
MSCI EM Net			*5.05*	*7.45*	*40.90*	*11.27*				*8.69*	
Baird Aggregate Bond Fund	3,415	5	1.99	-1.47	0.64	5.94				4.57	12/01/2017
Barclays Aggregate			*1.83*	*-1.60*	*-0.33*	*5.34*				*4.11*	
Met West Total Return Bond	3,841	6	1.80	-1.16	1.28	6.12	3.66	3.56		3.56	07/01/2014
Barclays Aggregate			*1.83*	*-1.60*	*-0.33*	*5.34*	*3.03*	*3.28*		*3.28*	
TIAA-CREF Bond Fund	3,356	5	1.99	-0.83	2.18	5.88				4.33	12/01/2017
Barclays Aggregate			*1.83*	*-1.60*	*-0.33*	*5.34*				*4.11*	
Brandywine Global Opp	2,303	3	2.52	-1.65	12.72	5.80	4.18	2.80		2.92	10/01/2012
Citi World Govt Bond			*0.98*	*-4.75*	*0.76*	*3.59*	*1.66*	*1.36*		*0.98*	
PIMCO Income Instl	2,833	4	2.01	2.18	9.59	5.65	5.80	5.22		5.64	01/01/2013
Barclays Aggregate			*1.83*	*-1.60*	*-0.33*	*5.34*	*3.03*	*3.28*		*2.91*	

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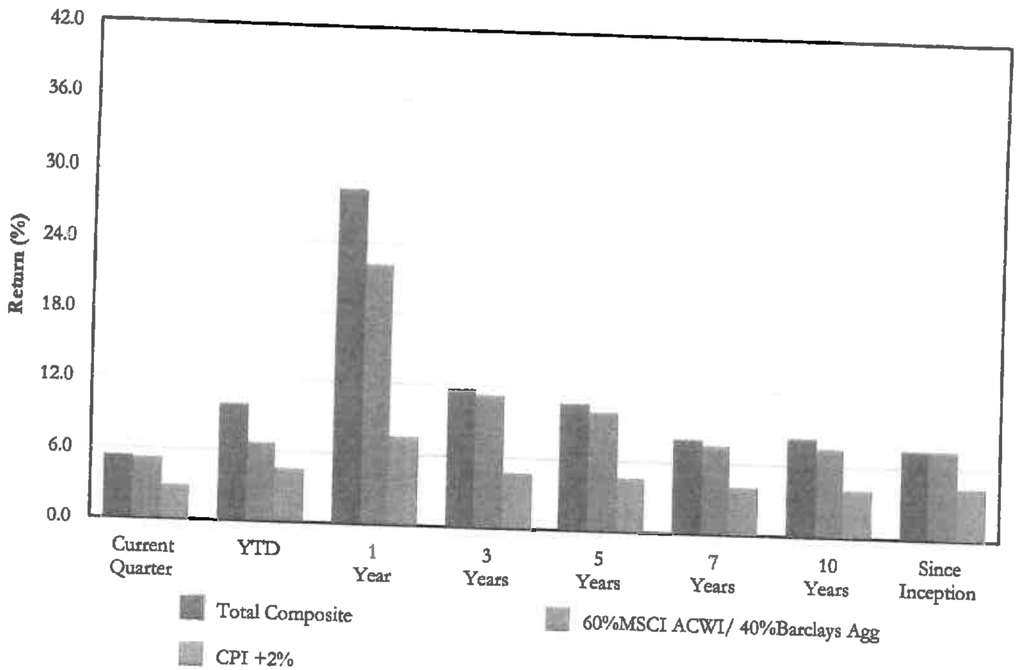
Executive Summary Table

	Allocation		Performance(%)								
	Market Value ($000)	%	Current Quarter	YTD	1 Year	3 Years	5 Years	7 Years	10 Years	Since Inception	Inception Date
FPA Crescent	3,333	5	3.26	13.34	39.09	12.45	11.40			8.34	01/01/2015
HFRI Equity Hedge Total			*5.07*	*12.26*	*36.93*	*11.37*	*10.89*			*8.04*	
Salient Tactical Growth	2,551	4	2.88	6.08	13.04					6.07	09/01/2018
HFRI Equity Hedge Total			*5.07*	*12.26*	*36.93*					*11.71*	

Galveston Employees Retirement - Total Composite

as of June 30, 2021

Portfolio Performance (%)

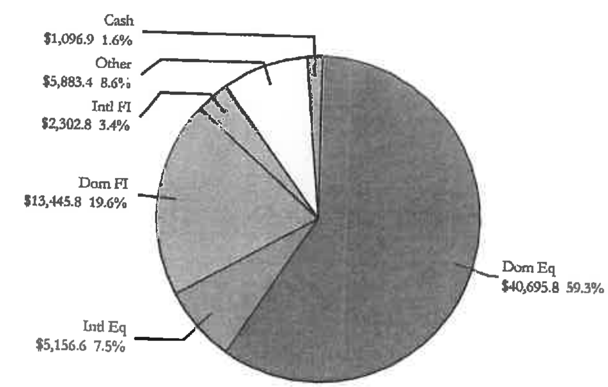


	Current Quarter	YTD	1 Year	3 Years	5 Years	7 Years	10 Years	Since Inception	Inception Date
Total Composite	5.25	9.89	28.46	11.72	10.83	7.90	8.20	7.51	10/01/1992
60%MSCI ACWI/ 40%Barclays Agg	5.15	6.57	22.19	11.23	10.13	7.38	7.52	7.41	10/01/1992
CPI +2%	2.84	4.55	7.46	4.66	4.52	3.97	3.92	4.34	10/01/1992

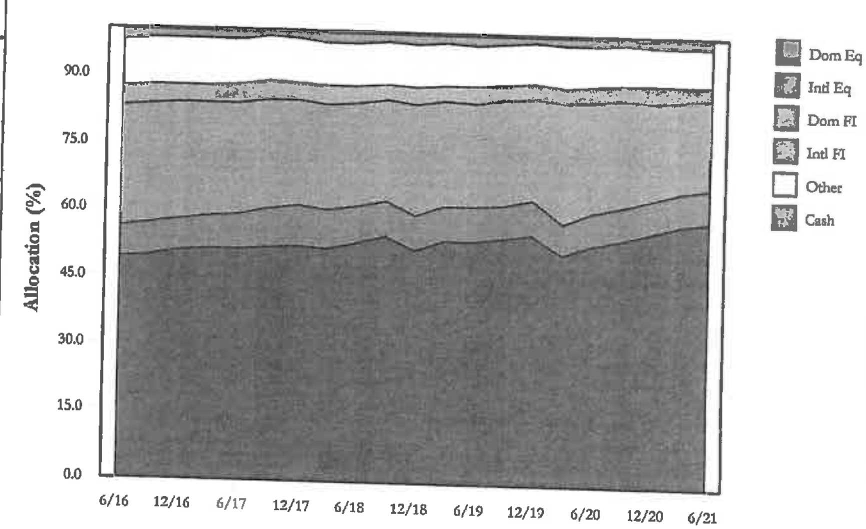
Asset Growth ($000)

	Current Quarter	YTD	1 Year	3 Years	5 Years	7 Years	10 Years	Since Inception	Inception Date
Total Composite									
Beginning Market Value	65,302	62,766	54,048	51,611	44,077	45,386	38,489	17,015	10/01/1992
Net Contributions	-150	-375	-760	-2,674	-3,781	-5,907	-9,627	-25,570	
Gain/Loss	3,430	6,190	15,293	19,644	28,285	29,102	39,719	77,136	
Ending Market Value	68,581	68,581	68,581	68,581	68,581	68,581	68,581	68,581	

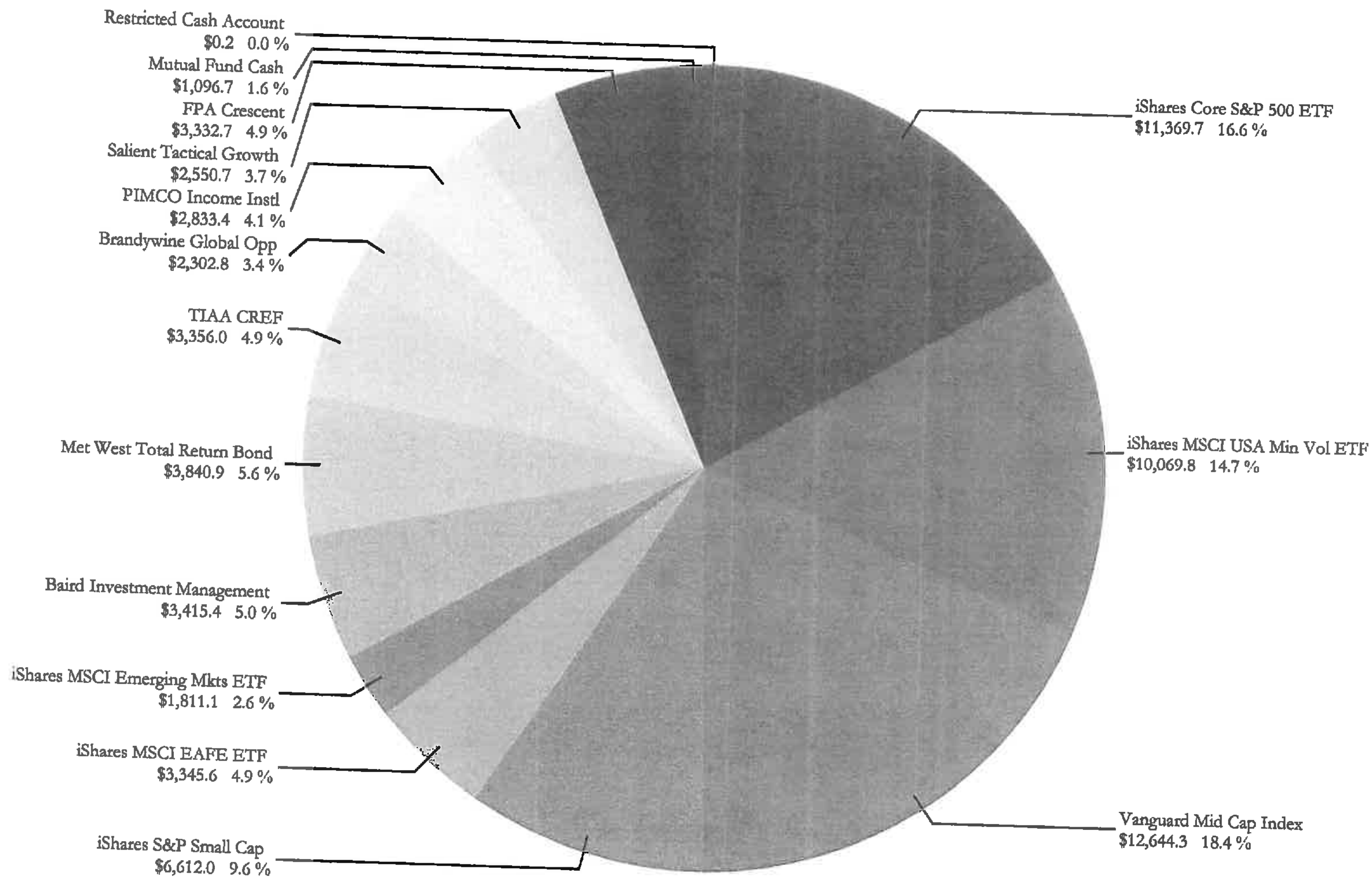
Asset Allocation ($000)



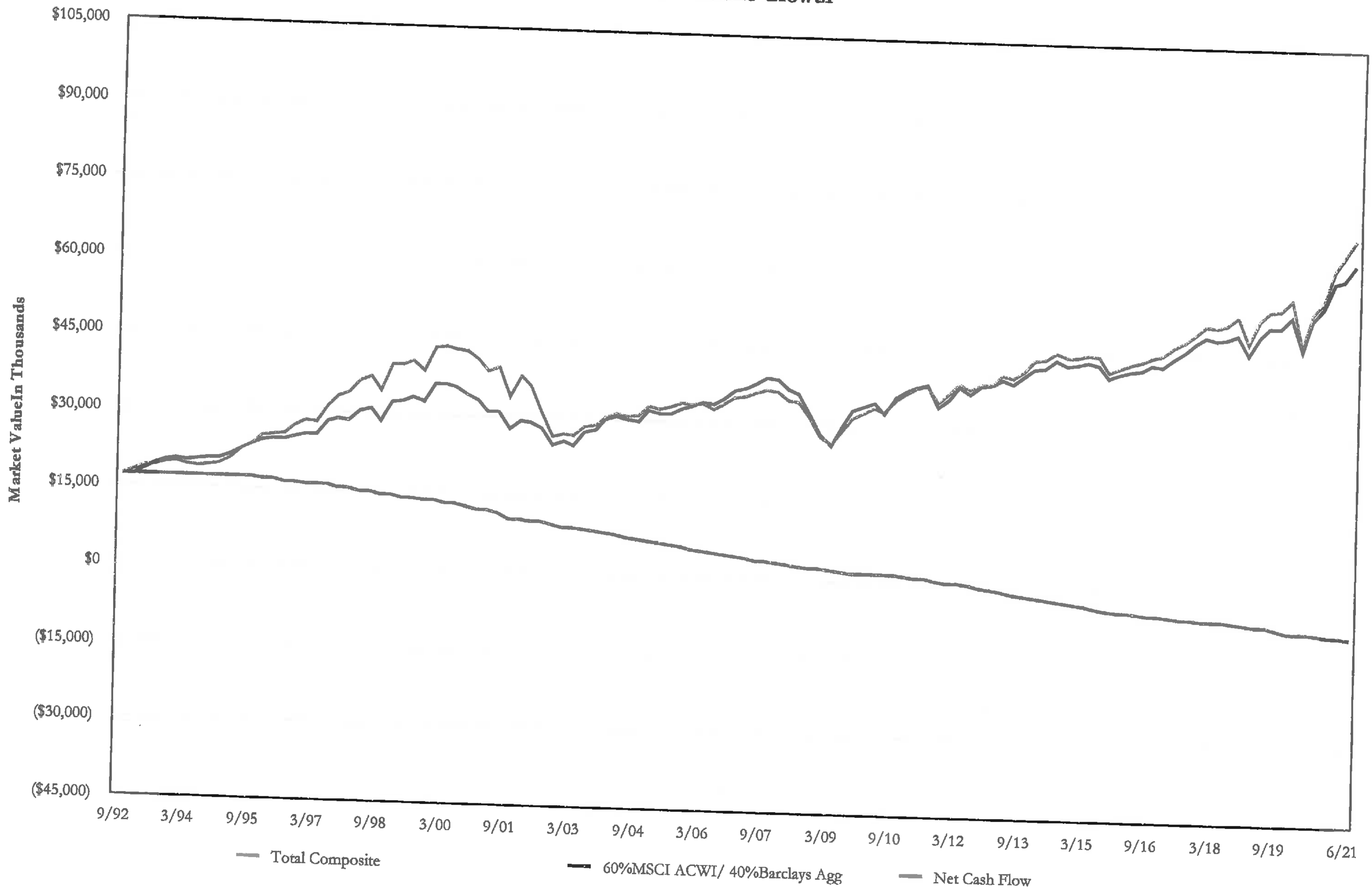
Allocation Over Time



Allocation By Manager ($000)



Sources of Portfolio Growth



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Sources of Portfolio Growth

Periods Ending	Beginning Market Value ($000)	Net Cash Flow ($000)	Investment Increment ($000)	Ending Market Value ($000)	%Return	Unit Value
Sep-1992	-	-	-	17,015	N/A	100.00
Dec-1992	17,015	-	804	17,819	4.73	104.73
Mar-1993	17,819	22	731	18,572	4.10	109.02
Jun-1993	18,572	-	431	19,003	2.32	111.55
Sep-1993	19,003	-	483	19,486	2.54	114.39
Dec-1993	19,486	-100	386	19,772	1.98	116.65
Mar-1994	19,772	-18	-610	19,144	-3.09	113.05
Jun-1994	19,144	-	-174	18,969	-0.91	112.02
Sep-1994	18,969	-	308	19,277	1.62	113.83
Dec-1994	19,277	-	83	19,360	0.43	114.32
Mar-1995	19,360	-	1,132	20,493	5.85	121.01
Jun-1995	20,493	-	2,008	22,501	9.80	132.87
Sep-1995	22,501	-	1,148	23,649	5.10	139.65
Dec-1995	23,649	-100	1,660	25,209	7.03	149.46
Mar-1996	25,209	-100	437	25,546	1.74	152.06
Jun-1996	25,546	-500	742	25,788	2.95	156.55
Sep-1996	25,788	-	1,494	27,282	5.79	165.61
Dec-1996	27,282	-300	1,400	28,383	5.14	174.13
Mar-1997	28,383	-	-232	28,151	-0.82	172.70
Jun-1997	28,151	-	3,116	31,267	11.07	191.82
Sep-1997	31,267	-500	2,515	33,282	8.15	207.45
Dec-1997	33,282	-	685	33,967	2.06	211.72
Mar-1998	33,967	-500	2,987	36,454	8.90	230.57
Jun-1998	36,454	-	755	37,209	2.07	235.34
Sep-1998	37,209	-500	-2,130	34,579	-5.79	221.71
Dec-1998	34,579	-	5,095	39,674	14.74	254.39
Mar-1999	39,674	-502	424	39,596	1.08	257.14
Jun-1999	39,596	-	928	40,524	2.34	263.16
Sep-1999	40,524	-500	-1,484	38,540	-3.70	253.42
Dec-1999	38,540	-	4,710	43,250	12.22	284.39
Mar-2000	43,250	-500	832	43,582	1.94	289.91
Jun-2000	43,582	-	-572	43,010	-1.31	286.11
Sep-2000	43,010	-500	301	42,811	0.71	288.14

Sources of Portfolio Growth

Periods Ending	Beginning Market Value ($000)	Net Cash Flow ($000)	Investment Increment ($000)	Ending Market Value ($000)	%Return	Unit Value
Dec-2000	42,811	-480	-1,169	41,161	-2.75	280.22
Mar-2001	41,161	-	-2,269	38,892	-5.51	264.78
Jun-2001	38,892	-440	1,366	39,817	3.53	274.12
Sep-2001	39,817	-1,062	-4,578	34,178	-11.64	242.21
Dec-2001	34,178	-5	3,831	38,004	11.21	269.37
Mar-2002	38,004	-397	-1,414	36,193	-3.73	259.32
Jun-2002	36,193	-	-5,215	30,978	-14.41	221.95
Sep-2002	30,978	-500	-4,103	26,375	-13.43	192.14
Dec-2002	26,375	-500	1,076	26,951	4.09	200.00
Mar-2003	26,951	-32	-145	26,774	-0.54	198.92
Jun-2003	26,774	-244	2,109	28,639	7.91	214.66
Sep-2003	28,639	-305	516	28,850	1.81	218.54
Dec-2003	28,850	-306	2,083	30,626	7.26	234.41
Mar-2004	30,626	-301	891	31,216	2.92	241.25
Jun-2004	31,216	-401	-132	30,683	-0.41	240.25
Sep-2004	30,683	-301	788	31,170	2.60	246.49
Dec-2004	31,170	-301	2,007	32,875	6.48	262.47
Mar-2005	32,875	-336	-176	32,363	-0.55	261.02
Jun-2005	32,363	-317	1,024	33,070	3.10	269.11
Sep-2005	33,070	-317	927	33,680	2.81	276.68
Dec-2005	33,680	-317	80	33,443	0.25	277.37
Mar-2006	33,443	-317	719	33,844	2.16	283.36
Jun-2006	33,844	-317	-773	32,754	-2.30	276.84
Sep-2006	32,754	-317	1,327	33,764	4.08	288.14
Dec-2006	33,764	-317	1,813	35,260	5.40	303.69
Mar-2007	35,260	-317	335	35,278	0.96	306.59
Jun-2007	35,278	-317	1,323	36,284	3.76	318.12
Sep-2007	36,284	-200	533	36,616	1.48	322.83
Dec-2007	36,616	-272	257	36,602	0.70	325.10
Mar-2008	36,602	-197	-1,454	34,952	-3.98	312.16
Jun-2008	34,952	-197	-153	34,602	-0.45	310.76
Sep-2008	34,602	-197	-2,658	31,747	-7.72	286.77
Dec-2008	31,747	-197	-3,659	27,891	-11.54	253.67

Sources of Portfolio Growth

Periods Ending	Beginning Market Value ($000)	Net Cash Flow ($000)	Investment Increment ($000)	Ending Market Value ($000)	%Return	Unit Value
Mar-2009	27,891	-197	-1,300	26,395	-4.66	241.85
Jun-2009	26,395	-196	2,627	28,826	9.99	266.01
Sep-2009	28,826	-196	3,086	31,716	10.75	294.60
Dec-2009	31,716	-131	1,090	32,675	3.45	304.77
Mar-2010	32,675	-	1,222	33,897	3.74	316.17
Jun-2010	33,897	-	-1,059	32,838	-3.12	306.29
Sep-2010	32,838	-	2,485	35,323	7.57	329.47
Dec-2010	35,323	-250	1,697	36,771	4.82	345.35
Mar-2011	36,771	-349	1,372	37,794	3.76	358.32
Jun-2011	37,794	-	696	38,489	1.84	364.91
Sep-2011	38,489	-500	-2,753	35,236	-7.20	338.63
Dec-2011	35,236	-250	2,111	37,098	5.99	358.92
Mar-2012	37,098	-	1,904	39,001	5.13	377.34
Jun-2012	39,001	-400	-907	37,694	-2.34	368.49
Sep-2012	37,694	-280	1,411	38,826	3.75	382.31
Dec-2012	38,826	-402	438	38,862	1.14	386.67
Mar-2013	38,862	-308	2,234	40,788	5.77	408.97
Jun-2013	40,788	-450	-70	40,268	-0.18	408.24
Sep-2013	40,268	-355	1,747	41,661	4.37	426.06
Dec-2013	41,661	-290	2,440	43,810	5.88	451.13
Mar-2014	43,810	-235	483	44,058	1.11	456.15
Jun-2014	44,058	-250	1,577	45,386	3.34	471.38
Sep-2014	45,386	-350	-546	44,490	-1.22	465.62
Dec-2014	44,490	-275	370	44,586	0.83	469.51
Mar-2015	44,586	-244	708	45,049	1.59	476.97
Jun-2015	45,049	-360	112	44,801	0.24	478.09
Sep-2015	44,801	-313	-2,684	41,804	-6.02	449.33
Dec-2015	41,804	-250	1,109	42,663	2.65	461.23
Mar-2016	42,663	-154	934	43,443	2.20	471.38
Jun-2016	43,443	-180	814	44,077	1.88	480.24
Sep-2016	44,077	-295	1,189	44,972	2.70	493.20
Dec-2016	44,972	-132	513	45,353	1.15	498.86
Mar-2017	45,353	-232	1,870	46,991	4.13	519.46

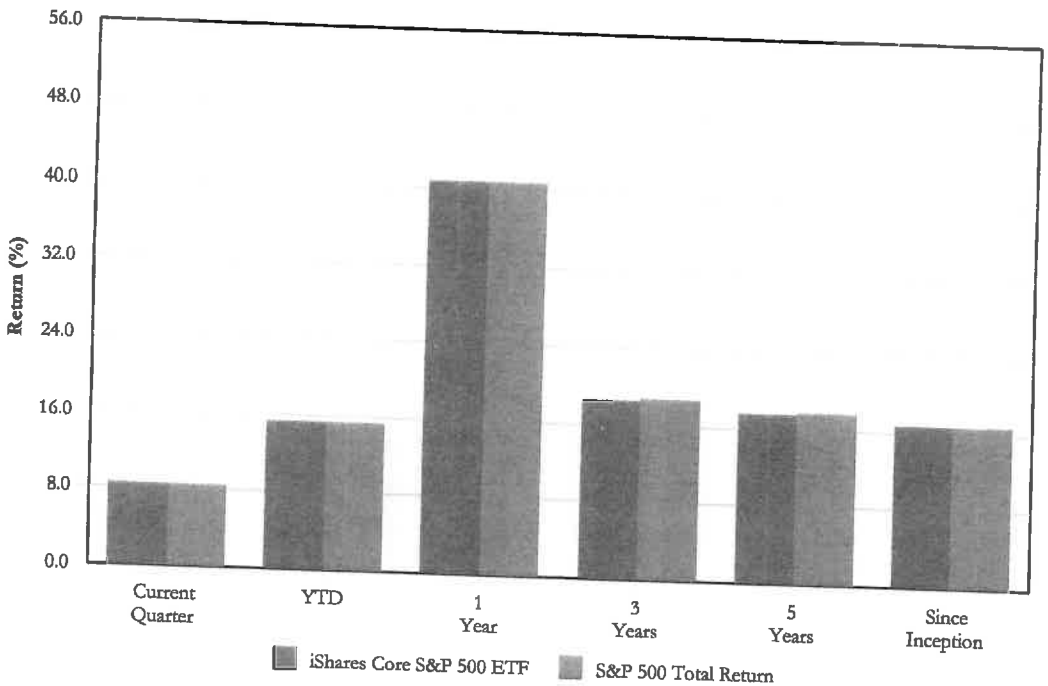
Sources of Portfolio Growth

Periods Ending	Beginning Market Value ($000)	Net Cash Flow ($000)	Investment Increment ($000)	Ending Market Value ($000)	%Return	Unit Value
Jun-2017	46,991	-160	1,266	48,096	2.70	533.46
Sep-2017	48,096	-50	1,509	49,555	3.13	550.17
Dec-2017	49,555	-174	1,807	51,188	3.65	570.27
Mar-2018	51,188	-64	-142	50,982	-0.28	568.69
Jun-2018	50,982	1	629	51,611	1.23	575.71
Sep-2018	51,611	-375	1,890	53,127	3.67	596.85
Dec-2018	53,127	-250	-4,688	48,188	-8.85	544.04
Mar-2019	48,188	-285	4,639	52,543	9.63	596.46
Jun-2019	52,543	-	1,853	54,395	3.53	617.49
Sep-2019	54,395	-460	613	54,548	1.13	624.49
Dec-2019	54,548	-494	2,776	56,830	5.13	656.52
Mar-2020	56,830	-	-9,332	47,498	-16.42	548.71
Jun-2020	47,498	-50	6,600	54,048	13.91	625.02
Sep-2020	54,048	-235	2,732	56,545	5.05	656.59
Dec-2020	56,545	-150	6,371	62,766	11.27	730.59
Mar-2021	62,766	-225	2,761	65,302	4.41	762.81
Jun-2021	65,302	-150	3,430	68,581	5.25	802.88
	17,015	**-25,570**	**77,136**	**68,581**	**702.88**	**802.88**

Galveston Employees Retirement - iShares Core S&P 500 ETF

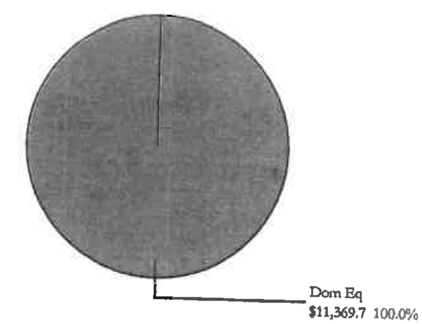
as of June 30, 2021

Portfolio Performance (%)



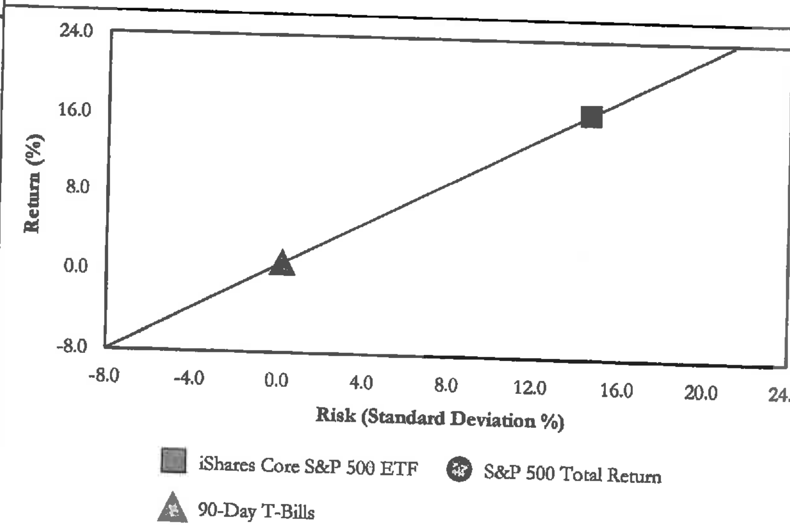
	Current Quarter	YTD	1 Year	3 Years	5 Years	Since Inception	Inception Date
iShares Core S&P 500 ETF	8.38	15.24	40.92	18.59	17.60	16.69	01/01/2016
S&P 500 Total Return	8.55	15.25	40.79	18.67	17.65	16.72	01/01/2016

Asset Allocation ($000)



Portfolio Characteristics vs. S&P 500 Total Return Since Inception

	Beta	Alpha	R-Squared	Sharpe Ratio	Inception Date
iShares Core S&P 500 ETF	0.99	0.06	1.00	1.06	01/01/2016



Asset Growth ($000)

	Current Quarter	YTD	1 Year	3 Years	5 Years	Since Inception	Inception Date
iShares Core S&P 500 ETF							01/01/2016
Beginning Market Value	10,521	9,928	8,190	7,255	5,810	5,654	
Net Contributions	-32	-67	-149	-508	-1,052	-1,116	
Gain/Loss	881	1,509	3,329	4,622	6,612	6,831	
Ending Market Value	11,370	11,370	11,370	11,370	11,370	11,370	

Actual inception 12/7/2015

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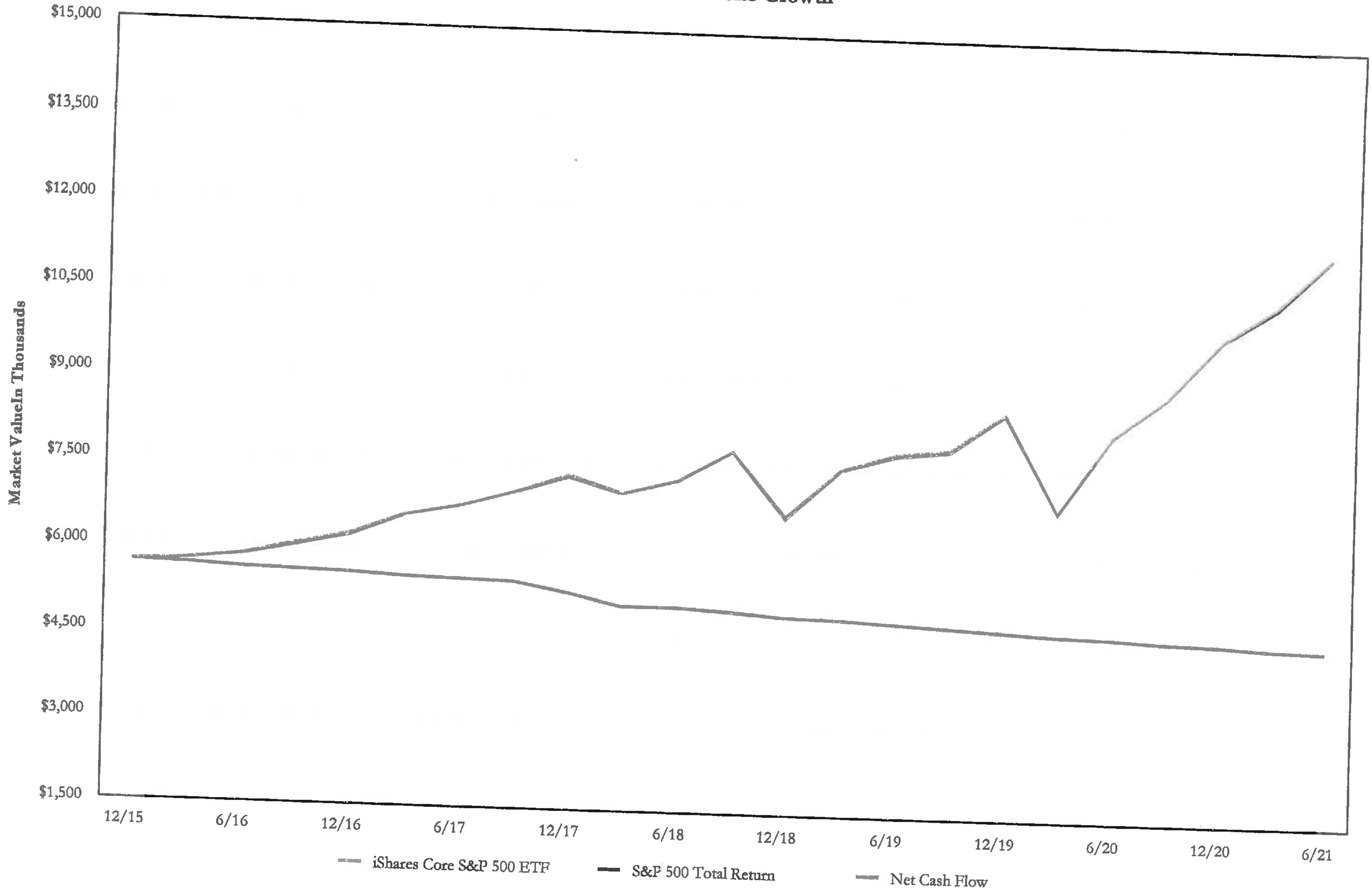
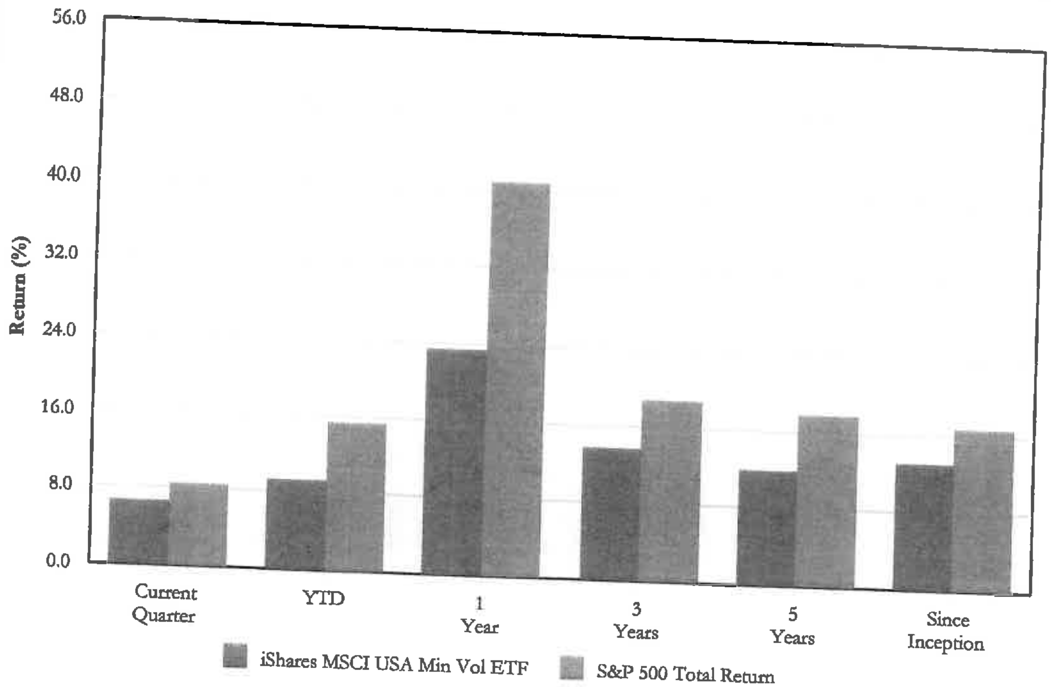
Sources of Portfolio Growth



Sources of Portfolio Growth

Periods Ending	Beginning Market Value ($000)	Net Cash Flow ($000)	Investment Increment ($000)	Ending Market Value ($000)	%Return	Unit Value
Dec-2015	-	-	-	5,654	N/A	100.00
Mar-2016	5,654	-36	85	5,704	1.51	101.51
Jun-2016	5,704	-28	134	5,810	2.35	103.89
Sep-2016	5,810	-30	225	6,005	3.88	107.92
Dec-2016	6,005	-36	241	6,210	4.02	112.26
Mar-2017	6,210	-28	367	6,549	5.92	118.90
Jun-2017	6,549	-31	200	6,718	3.06	122.54
Sep-2017	6,718	-35	298	6,981	4.44	127.98
Dec-2017	6,981	-160	474	7,295	6.80	136.68
Mar-2018	7,295	-224	-54	7,018	-0.83	135.55
Jun-2018	7,018	-	237	7,255	3.38	140.13
Sep-2018	7,255	-34	554	7,775	7.67	150.88
Dec-2018	7,775	-72	-1,041	6,663	-13.46	130.58
Mar-2019	6,663	-38	901	7,525	13.55	148.27
Jun-2019	7,525	-47	316	7,795	4.22	154.52
Sep-2019	7,795	-39	139	7,895	1.78	157.27
Dec-2019	7,895	-54	708	8,548	8.97	171.38
Mar-2020	8,548	-40	-1,674	6,834	-19.59	137.82
Jun-2020	6,834	-33	1,390	8,190	20.34	165.85
Sep-2020	8,190	-40	737	8,887	8.99	180.76
Dec-2020	8,887	-43	1,083	9,928	12.19	202.80
Mar-2021	9,928	-35	628	10,521	6.33	215.65
Jun-2021	10,521	-32	881	11,370	8.38	233.72
	5,654	**-1,116**	**6,831**	**11,370**	**133.72**	**233.72**

Portfolio Performance (%)



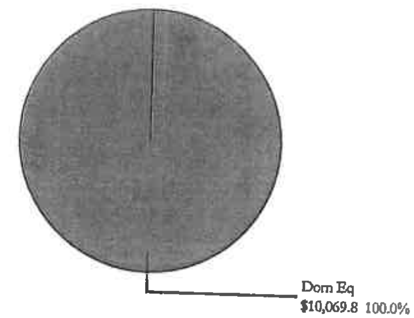
	Current Quarter	YTD	1 Year	3 Years	5 Years	Since Inception	Inception Date
iShares MSCI USA Min Vol ETF	6.70	9.20	23.41	13.61	11.94	13.03	01/01/2016
S&P 500 Total Return	8.55	15.25	40.79	18.67	17.65	16.72	01/01/2016

Asset Growth ($000)

	Current Quarter	YTD	1 Year	3 Years	5 Years	Since Inception	Inception Date
iShares MSCI USA Min Vol ETF							01/01/2016
Beginning Market Value	9,465	9,286	8,294	7,312	6,377	5,771	
Net Contributions	-29	-67	-151	-523	-826	-887	
Gain/Loss	634	850	1,926	3,281	4,518	5,186	
Ending Market Value	10,070	10,070	10,070	10,070	10,070	10,070	

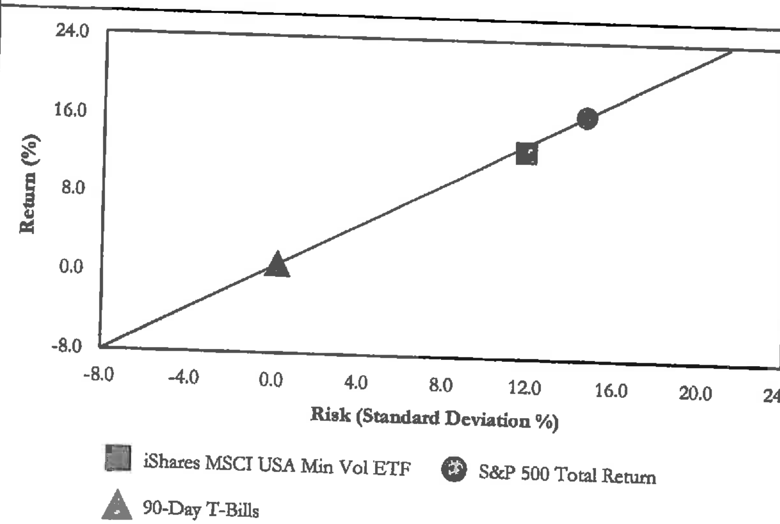
Actual inception 12/7/2015

Asset Allocation ($000)



Portfolio Characteristics vs. S&P 500 Total Return Since Inception

	Beta	Alpha	R-Squared	Sharpe Ratio	Inception Date
iShares MSCI USA Min Vol ETF	0.73	0.90	0.82	1.01	01/01/2016



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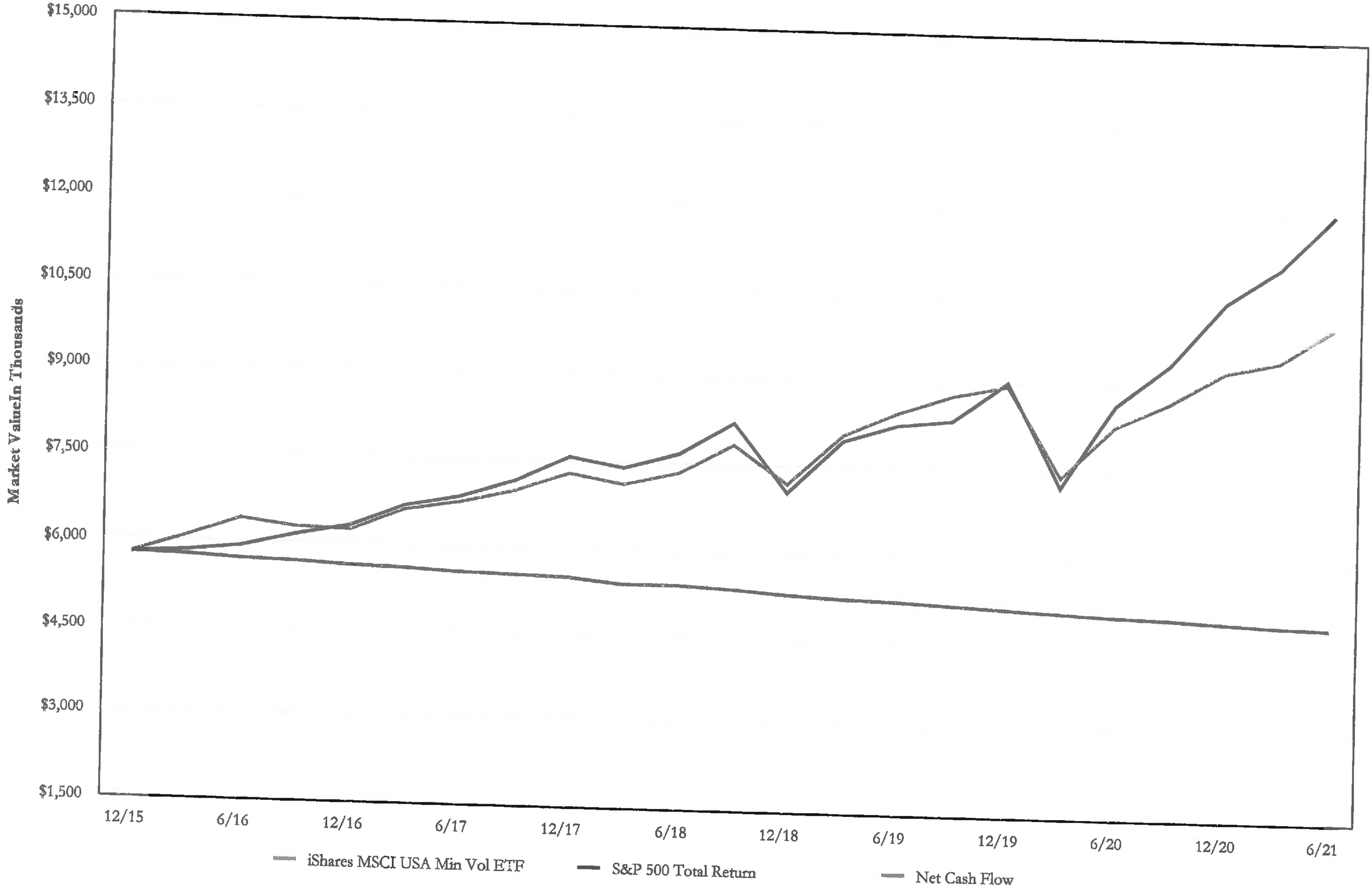
Sources of Portfolio Growth



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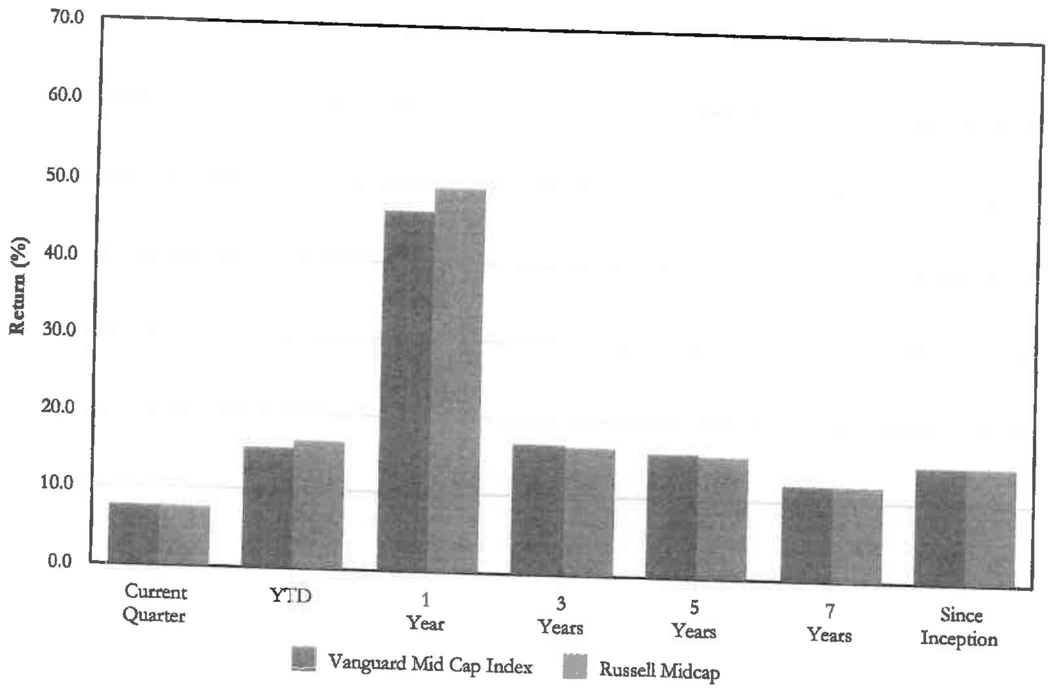
Sources of Portfolio Growth

Periods Ending	Beginning Market Value ($000)	Net Cash Flow ($000)	Investment Increment ($000)	Ending Market Value ($000)	%Return	Unit Value
Dec-2015	-	-	-	5,771	N/A	100.00
Mar-2016	5,771	-29	320	6,062	5.55	105.55
Jun-2016	6,062	-33	348	6,377	5.73	111.60
Sep-2016	6,377	-34	-74	6,269	-1.16	110.30
Dec-2016	6,269	-43	14	6,240	0.23	110.56
Mar-2017	6,240	-29	374	6,585	5.99	117.18
Jun-2017	6,585	-36	203	6,752	3.08	120.79
Sep-2017	6,752	-30	225	6,947	3.33	124.81
Dec-2017	6,947	-34	371	7,284	5.34	131.47
Mar-2018	7,284	-97	-83	7,104	-1.17	129.93
Jun-2018	7,104	-	208	7,312	2.93	133.74
Sep-2018	7,312	-40	565	7,838	7.77	144.14
Dec-2018	7,838	-76	-589	7,173	-7.56	133.23
Mar-2019	7,173	-37	908	8,044	12.66	150.11
Jun-2019	8,044	-45	445	8,445	5.55	158.43
Sep-2019	8,445	-39	363	8,769	4.30	165.25
Dec-2019	8,769	-52	258	8,974	2.94	170.11
Mar-2020	8,974	-43	-1,543	7,389	-17.19	140.87
Jun-2020	7,389	-41	947	8,294	12.81	158.92
Sep-2020	8,294	-43	467	8,718	5.63	167.86
Dec-2020	8,718	-41	609	9,286	6.99	179.60
Mar-2021	9,286	-37	217	9,465	2.34	183.81
Jun-2021	9,465	-29	634	10,070	6.70	196.13
	5,771	**-887**	**5,186**	**10,070**	**96.13**	**196.13**

Galveston Employees Retirement - Vanguard Mid Cap Index

as of June 30, 2021

Portfolio Performance (%)



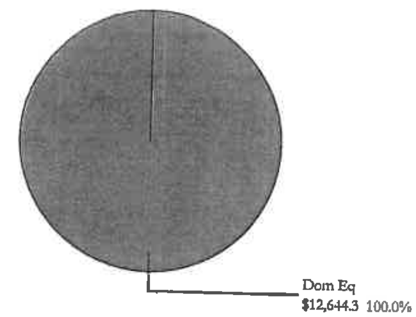
	Current Quarter	YTD	1 Year	3 Years	5 Years	7 Years	Since Inception	Inception Date
Vanguard Mid Cap Index	7.58	15.31	46.88	16.50	15.76	12.20	14.80	10/01/2012
Russell Midcap	7.50	16.25	49.80	16.45	15.62	12.03	14.77	10/01/2012

Asset Growth ($000)

	Current Quarter	YTD	1 Year	3 Years	5 Years	7 Years	Since Inception	Inception Date
Vanguard Mid Cap Index								
Beginning Market Value	11,753	10,966	8,608	7,996	6,409	6,668	4,003	10/01/2012
Net Contributions	-	-	-	-	-349	-1,072	-564	
Gain/Loss	891	1,679	4,036	4,649	6,584	7,048	9,205	
Ending Market Value	12,644	12,644	12,644	12,644	12,644	12,644	12,644	

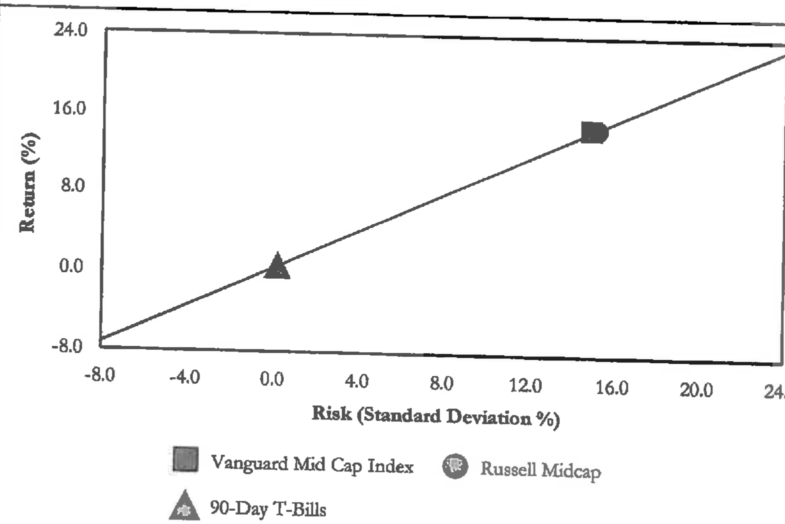
Actual inception 8/31/2012

Asset Allocation ($000)



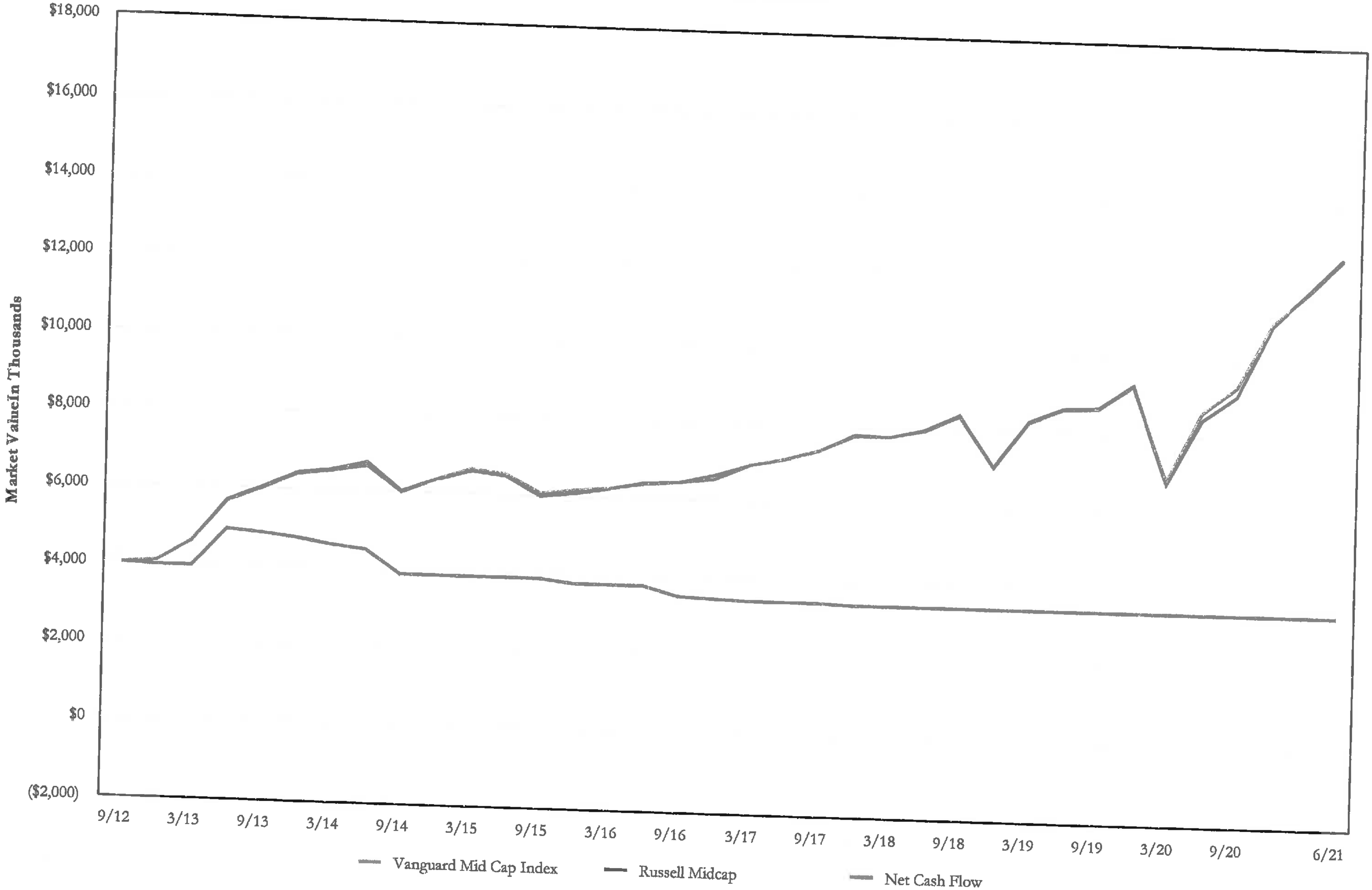
Portfolio Characteristics vs. Russell Midcap Since Inception

	Beta	Alpha	R-Squared	Sharpe Ratio	Inception Date
Vanguard Mid Cap Index	0.98	0.26	0.99	0.96	10/01/2012



P31

Sources of Portfolio Growth



P32

Sources of Portfolio Growth

Periods Ending	Beginning Market Value ($000)	Net Cash Flow ($000)	Investment Increment ($000)	Ending Market Value ($000)	%Return	Unit Value
Sep-2012	-	-	-	4,003	N/A	100.00
Dec-2012	4,003	-35	113	4,081	2.85	102.85
Mar-2013	4,081	-	526	4,607	12.90	116.12
Jun-2013	4,607	973	81	5,661	1.95	118.39
Sep-2013	5,661	-65	432	6,029	7.68	127.48
Dec-2013	6,029	-125	512	6,416	8.63	138.48
Mar-2014	6,416	-115	204	6,505	3.27	143.00
Jun-2014	6,505	-125	288	6,668	4.51	149.45
Sep-2014	6,668	-600	-69	5,999	-1.15	147.74
Dec-2014	5,999	-25	396	6,370	6.63	157.53
Mar-2015	6,370	-	273	6,643	4.28	164.28
Jun-2015	6,643	-	-77	6,566	-1.16	162.37
Sep-2015	6,566	-	-489	6,077	-7.45	150.27
Dec-2015	6,077	-98	211	6,190	3.44	155.45
Mar-2016	6,190	-	73	6,263	1.19	157.29
Jun-2016	6,263	-	145	6,409	2.32	160.94
Sep-2016	6,409	-258	332	6,483	5.19	169.29
Dec-2016	6,483	-23	137	6,598	2.13	172.89
Mar-2017	6,598	-27	408	6,978	6.19	183.59
Jun-2017	6,978	-17	194	7,156	2.79	188.71
Sep-2017	7,156	-	246	7,402	3.44	195.20
Dec-2017	7,402	-14	419	7,807	5.66	206.25
Mar-2018	7,807	-11	-	7,796	0.00	206.25
Jun-2018	7,796	-	200	7,996	2.57	211.54
Sep-2018	7,996	-	374	8,370	4.68	221.44
Dec-2018	8,370	-	-1,294	7,076	-15.47	187.19
Mar-2019	7,076	-	1,188	8,263	16.78	218.61
Jun-2019	8,263	-	361	8,624	4.36	228.15
Sep-2019	8,624	-	52	8,676	0.60	229.53
Dec-2019	8,676	-	596	9,272	6.87	245.30
Mar-2020	9,272	-	-2,384	6,889	-25.71	182.24
Jun-2020	6,889	-	1,720	8,608	24.96	227.74
Sep-2020	8,608	-	683	9,291	7.93	245.81

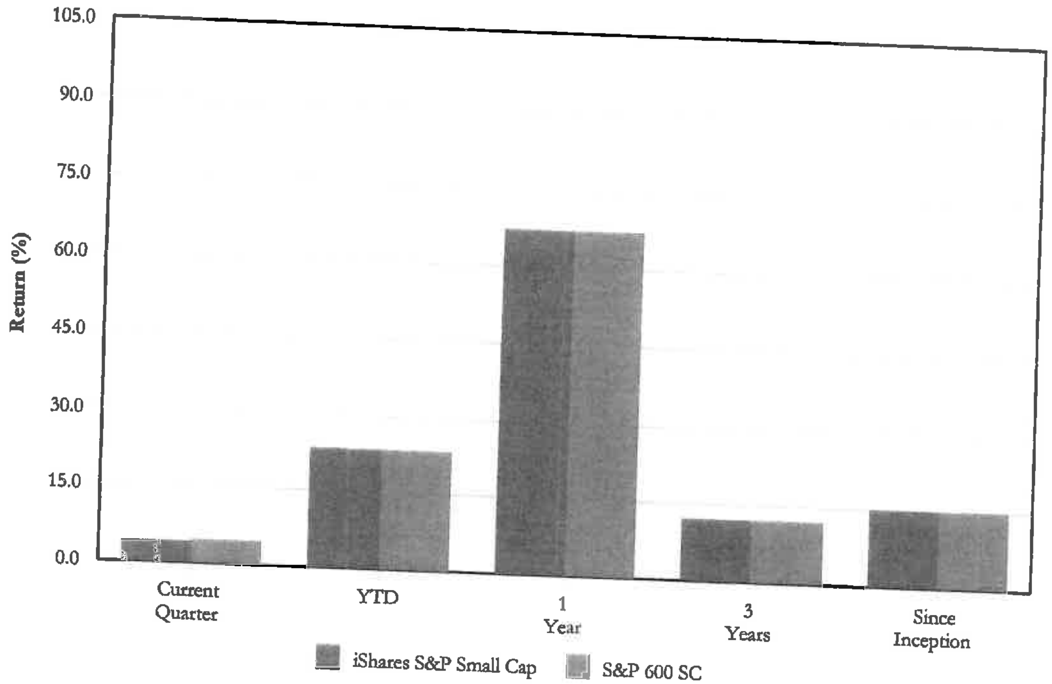
Sources of Portfolio Growth

Periods Ending	Beginning Market Value ($000)	Net Cash Flow ($000)	Investment Increment ($000)	Ending Market Value ($000)	%Return	Unit Value
Dec-2020	9,291	-	1,674	10,966	18.02	290.10
Mar-2021	10,966	-	787	11,753	7.18	310.93
Jun-2021	11,753	-	891	12,644	7.58	334.51
	4,003	**-564**	**9,205**	**12,644**	**234.51**	**334.51**

Galveston Employees Retirement - iShares S&P Small Cap

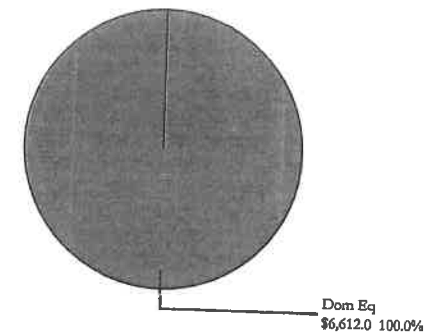
as of June 30, 2021

Portfolio Performance (%)



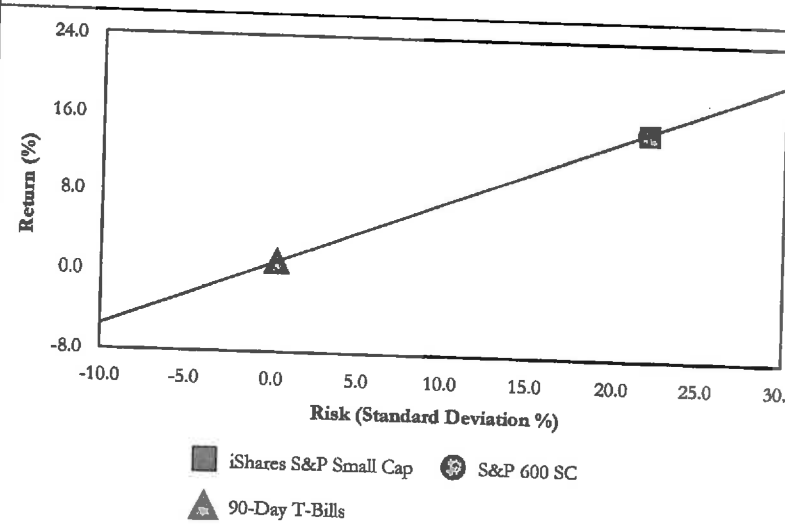
	Current Quarter	YTD	1 Year	3 Years	Since Inception	Inception Date
iShares S&P Small Cap	4.33	23.52	67.36	12.20	15.05	10/01/2016
S&P 600 SC	4.51	23.56	67.40	12.20	15.03	10/01/2016

Asset Allocation ($000)



Portfolio Characteristics vs. S&P 600 SC Since Inception

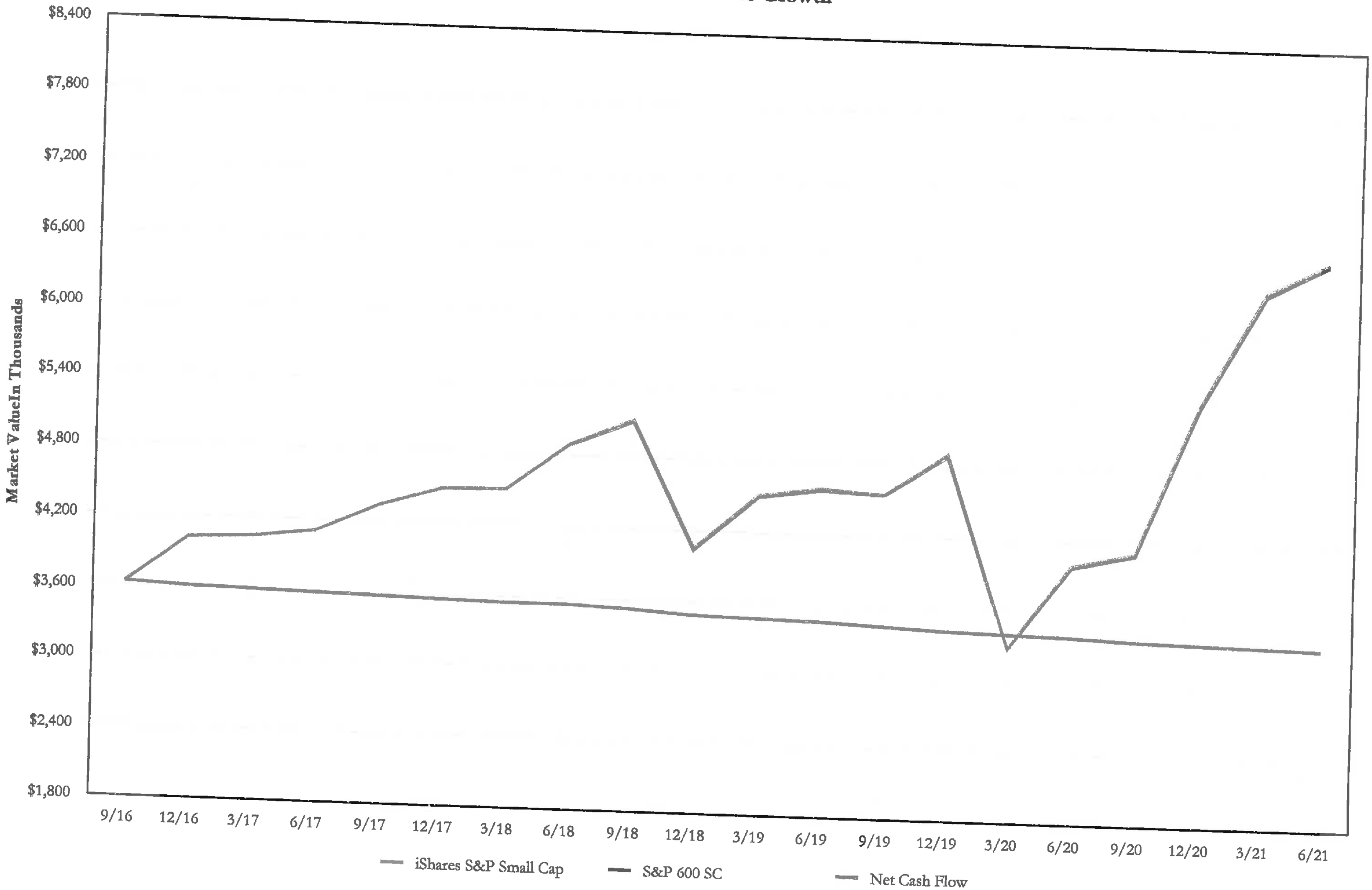
	Beta	Alpha	R-Squared	Sharpe Ratio	Inception Date
iShares S&P Small Cap	1.00	-0.02	1.00	0.70	10/01/2016



Asset Growth ($000)

	Current Quarter	YTD	1 Year	3 Years	Since Inception	Inception Date
iShares S&P Small Cap						10/01/2016
Beginning Market Value	6,352	5,378	3,997	4,899	3,633	
Net Contributions	-15	-30	-62	-211	-302	
Gain/Loss	275	1,264	2,677	1,924	3,281	
Ending Market Value	6,612	6,612	6,612	6,612	6,612	

Sources of Portfolio Growth



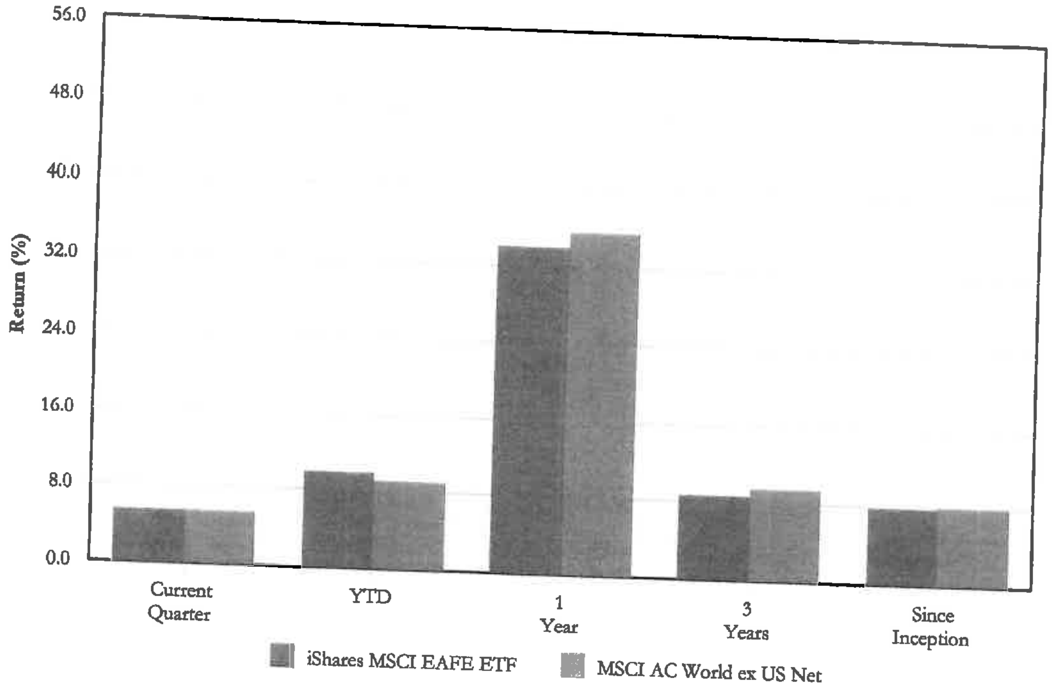
Sources of Portfolio Growth

Periods Ending	Beginning Market Value ($000)	Net Cash Flow ($000)	Investment Increment ($000)	Ending Market Value ($000)	%Return	Unit Value
Sep-2016	-	-	-	3,633	N/A	100.00
Dec-2016	3,633	-23	414	4,024	11.42	111.42
Mar-2017	4,024	-13	37	4,048	0.91	112.43
Jun-2017	4,048	-12	68	4,103	1.67	114.31
Sep-2017	4,103	-13	254	4,344	6.19	121.38
Dec-2017	4,344	-16	167	4,495	3.85	126.05
Mar-2018	4,495	-14	26	4,507	0.57	126.77
Jun-2018	4,507	-	392	4,899	8.70	137.79
Sep-2018	4,899	-14	238	5,122	4.87	144.51
Dec-2018	5,122	-36	-1,030	4,057	-20.19	115.34
Mar-2019	4,057	-15	473	4,515	11.67	128.80
Jun-2019	4,515	-15	81	4,581	1.80	131.11
Sep-2019	4,581	-17	-9	4,556	-0.20	130.85
Dec-2019	4,556	-24	376	4,907	8.26	141.66
Mar-2020	4,907	-15	-1,609	3,284	-32.78	95.22
Jun-2020	3,284	-14	727	3,997	22.13	116.29
Sep-2020	3,997	-17	130	4,110	3.25	120.08
Dec-2020	4,110	-14	1,283	5,378	31.22	157.57
Mar-2021	5,378	-16	989	6,352	18.39	186.55
Jun-2021	6,352	-15	275	6,612	4.33	194.63
	3,633	**-302**	**3,281**	**6,612**	**94.63**	**194.63**

Galveston Employees Retirement - iShares MSCI EAFE ETF

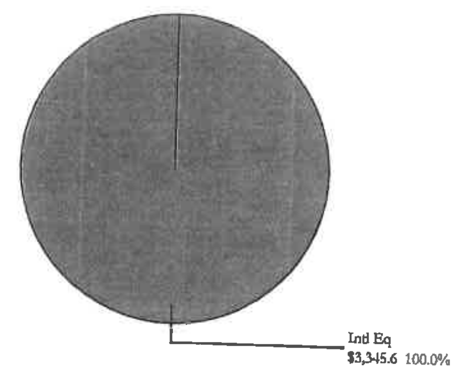
as of June 30, 2021

Portfolio Performance (%)



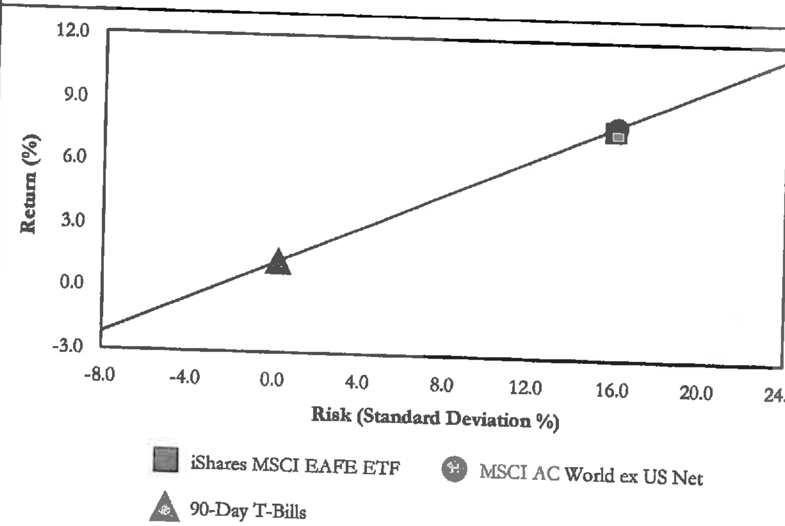
	Current Quarter	YTD	1 Year	3 Years	Since Inception	Inception Date
iShares MSCI EAFE ETF	5.40	9.92	34.07	8.65	7.83	09/01/2017
MSCI AC World ex US Net	5.48	9.16	35.72	9.38	8.08	09/01/2017

Asset Allocation ($000)



Portfolio Characteristics vs. MSCI AC World ex US Net Since Inception

	Beta	Alpha	R-Squared	Sharpe Ratio	Inception Date
iShares MSCI EAFE ETF	0.98	-0.06	0.97	0.47	09/01/2017



Asset Growth ($000)

	Current Quarter	YTD	1 Year	3 Years	Since Inception	Inception Date
iShares MSCI EAFE ETF						09/01/2017
Beginning Market Value	3,220	3,088	2,555	2,832	2,801	
Net Contributions	-49	-49	-76	-234	-318	
Gain/Loss	174	307	867	747	863	
Ending Market Value	3,346	3,346	3,346	3,346	3,346	

Actual inception 8/9/2017

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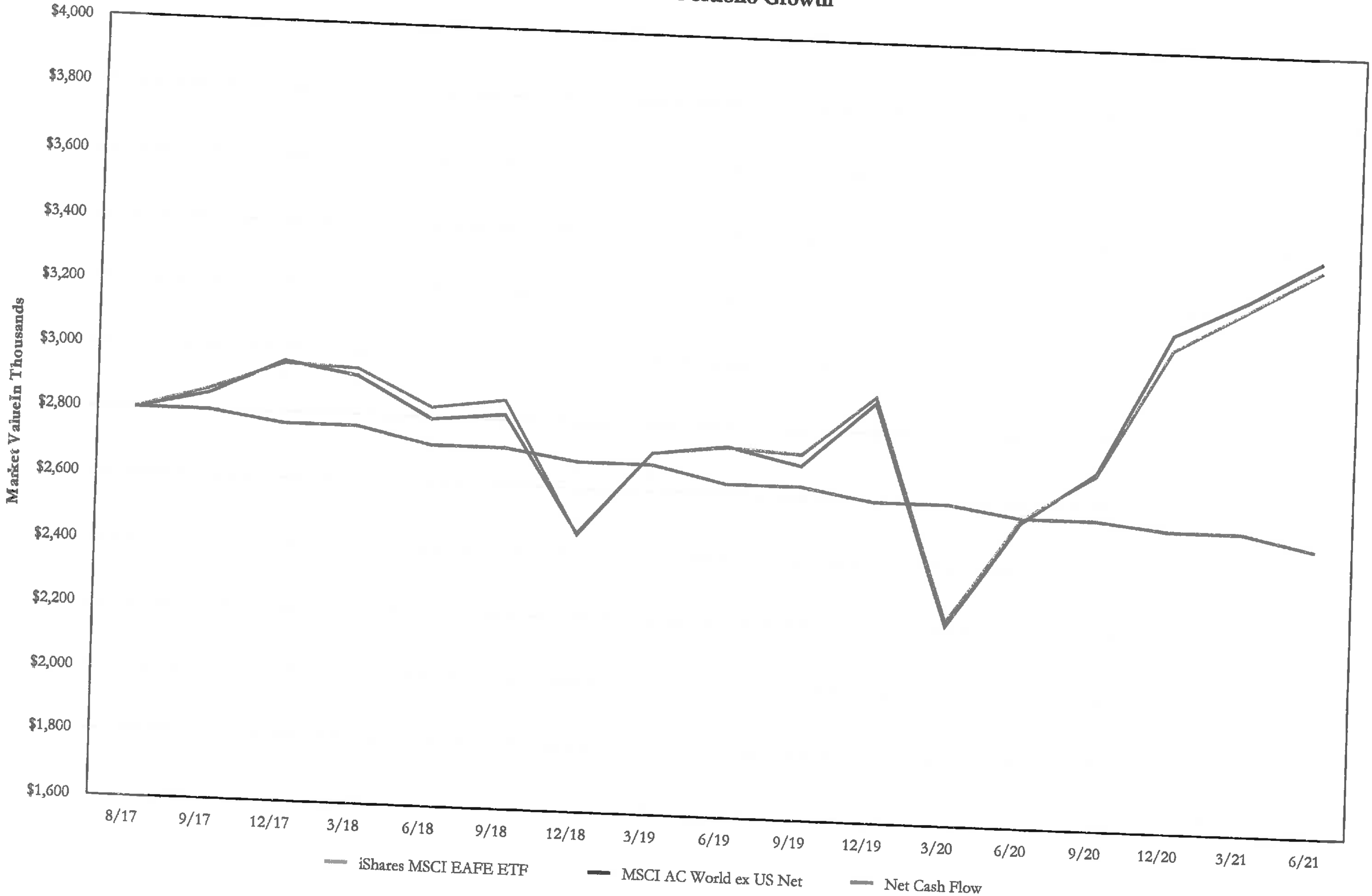
Sources of Portfolio Growth



P39

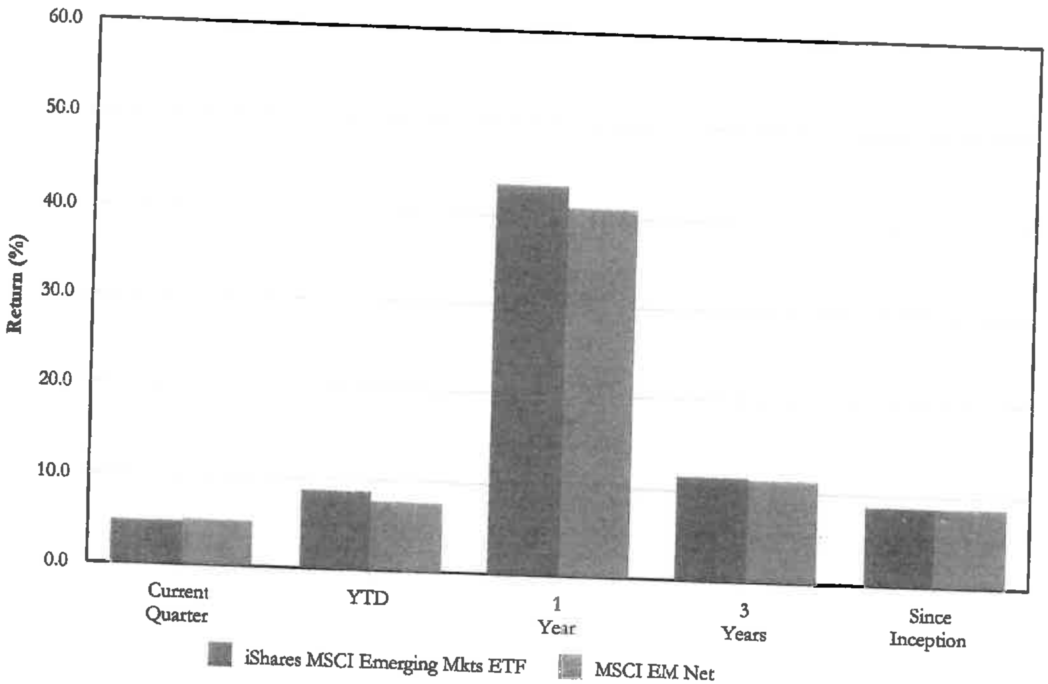
Sources of Portfolio Growth

Periods Ending	Beginning Market Value ($000)	Net Cash Flow ($000)	Investment Increment ($000)	Ending Market Value ($000)	%Return	Unit Value
Aug-2017	-	-	-	2,801	N/A	100.00
Sep-2017	2,801	-	67	2,868	2.39	102.39
Dec-2017	2,868	-33	118	2,954	4.13	106.63
Mar-2018	2,954	-	-9	2,944	-0.32	106.29
Jun-2018	2,944	-51	-61	2,832	-2.07	104.09
Sep-2018	2,832	-	32	2,864	1.12	105.26
Dec-2018	2,864	-34	-372	2,458	-13.01	91.56
Mar-2019	2,458	-	258	2,716	10.49	101.17
Jun-2019	2,716	-53	82	2,744	3.04	104.24
Sep-2019	2,744	-	-15	2,729	-0.54	103.68
Dec-2019	2,729	-39	226	2,916	8.29	112.28
Mar-2020	2,916	-	-686	2,230	-23.53	85.86
Jun-2020	2,230	-31	356	2,555	15.99	99.59
Sep-2020	2,555	-	139	2,694	5.46	105.03
Dec-2020	2,694	-27	421	3,088	15.66	121.47
Mar-2021	3,088	-	132	3,220	4.29	126.68
Jun-2021	3,220	-49	174	3,346	5.40	133.52
	2,801	**-318**	**863**	**3,346**	**33.52**	**133.52**

Galveston Employees Retirement - iShares MSCI Emerging Mkts ETF

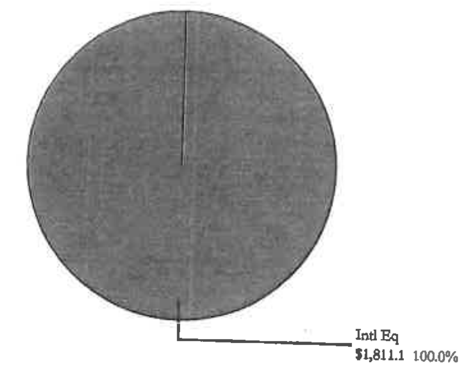
as of June 30, 2021

Portfolio Performance (%)



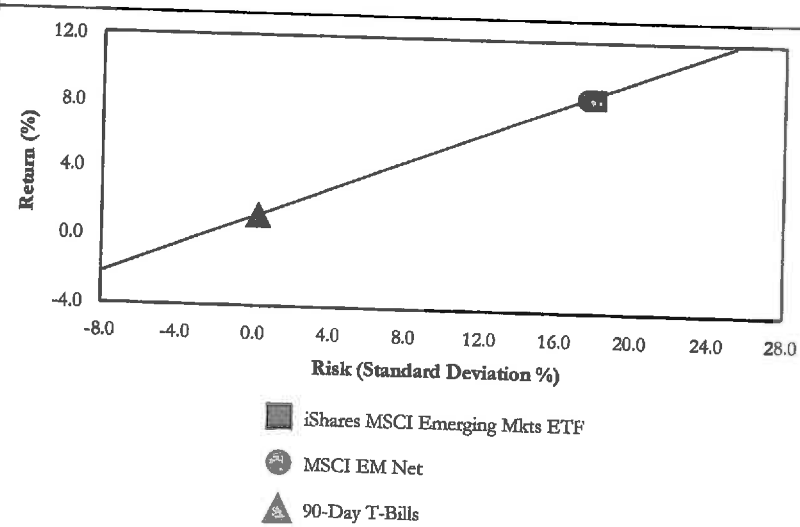
	Current Quarter	YTD	1 Year	3 Years	Since Inception	Inception Date
iShares MSCI Emerging Mkts ETF	4.82	8.74	43.44	11.34	8.69	09/01/2017
MSCI EM Net	5.05	7.45	40.90	11.27	8.69	09/01/2017

Asset Allocation ($000)



Portfolio Characteristics vs. MSCI EM Net Since Inception

	Beta	Alpha	R-Squared	Sharpe Ratio	Inception Date
iShares MSCI Emerging Mkts ETF	1.00	0.06	0.97	0.48	09/01/2017



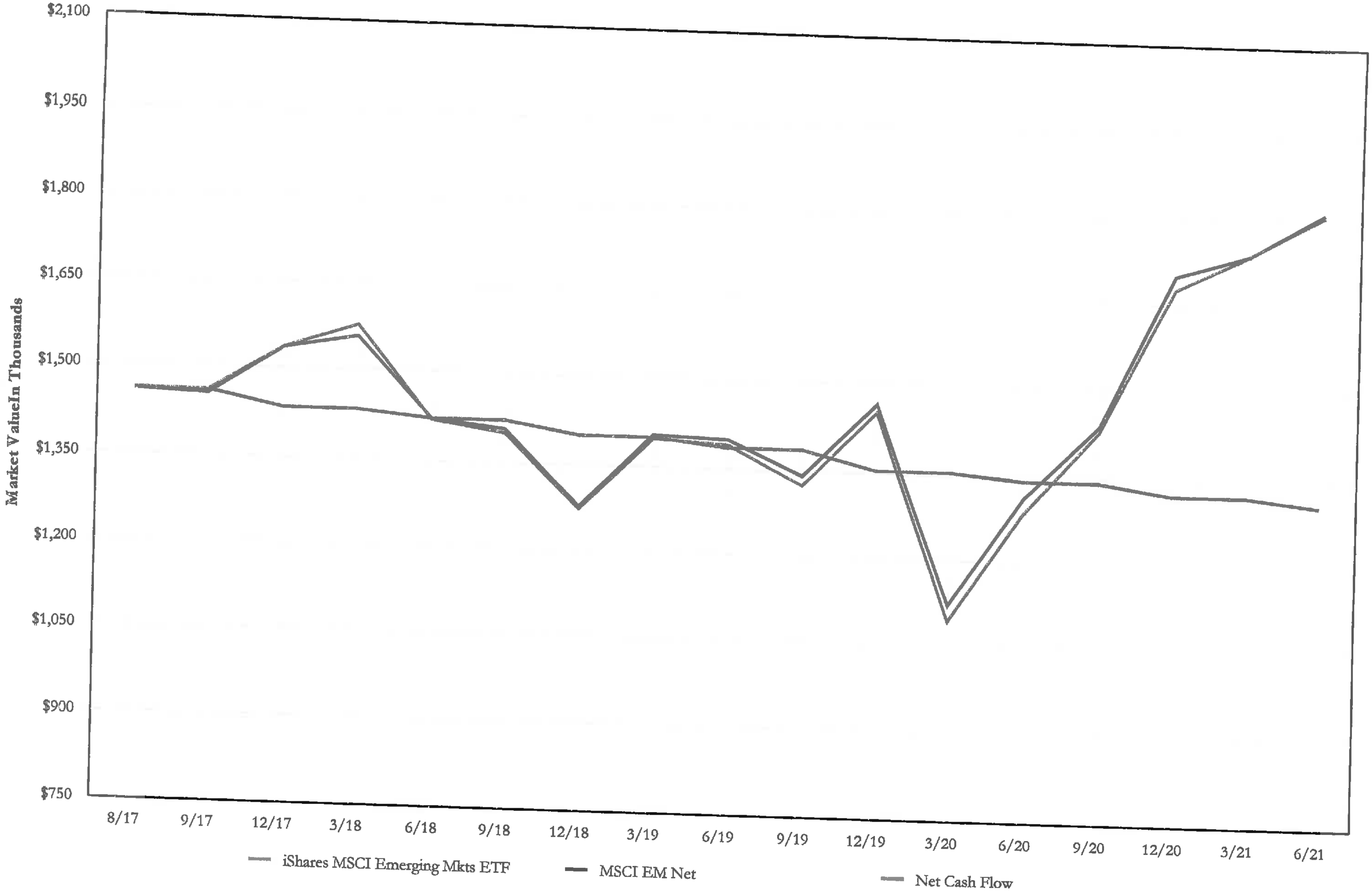
Asset Growth ($000)

	Current Quarter	YTD	1 Year	3 Years	Since Inception	Inception Date
iShares MSCI Emerging Mkts ETF						09/01/2017
Beginning Market Value	1,740	1,677	1,287	1,420	1,460	
Net Contributions	-13	-13	-32	-113	-151	
Gain/Loss	84	147	556	505	502	
Ending Market Value	1,811	1,811	1,811	1,811	1,811	

Actual inception 8/4/2017

P41

Sources of Portfolio Growth



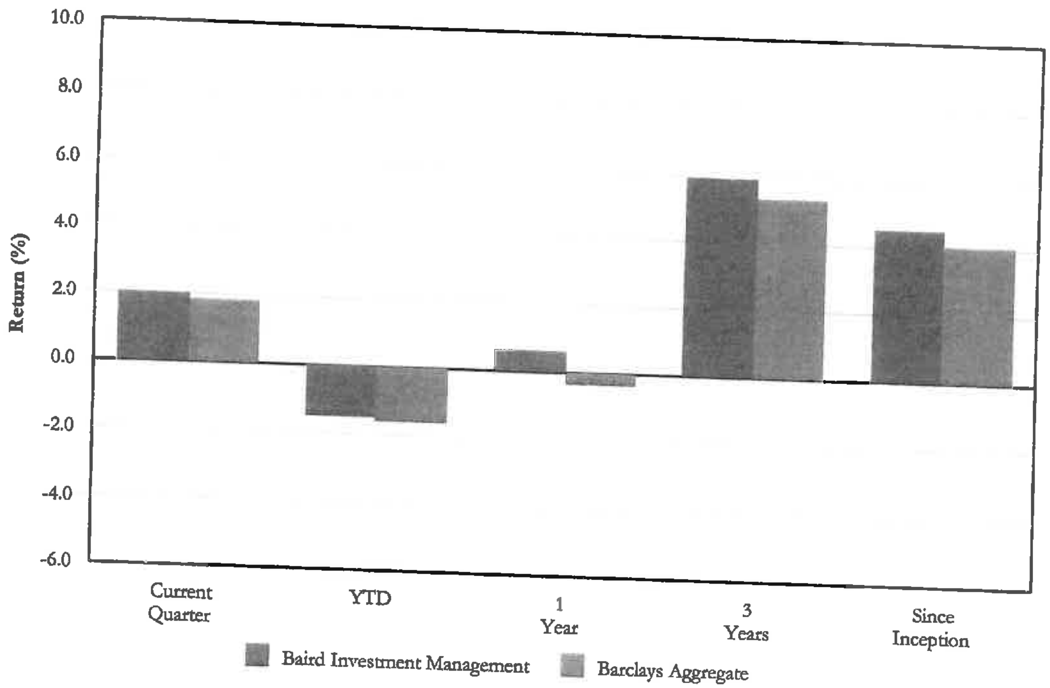
Sources of Portfolio Growth

Periods Ending	Beginning Market Value ($000)	Net Cash Flow ($000)	Investment Increment ($000)	Ending Market Value ($000)	%Return	Unit Value
Aug-2017	-	-	-	1,460	N/A	100.00
Sep-2017	1,460	-	-	1,460	0.02	100.02
Dec-2017	1,460	-26	104	1,538	7.14	107.16
Mar-2018	1,538	-	41	1,579	2.64	109.99
Jun-2018	1,579	-12	-147	1,420	-9.33	99.72
Sep-2018	1,420	-	-20	1,400	-1.39	98.34
Dec-2018	1,400	-23	-102	1,275	-7.29	91.16
Mar-2019	1,275	-	123	1,398	9.67	99.98
Jun-2019	1,398	-13	6	1,391	0.44	100.42
Sep-2019	1,391	-	-65	1,325	-4.70	95.70
Dec-2019	1,325	-32	161	1,453	12.18	107.36
Mar-2020	1,453	-	-359	1,094	-24.72	80.82
Jun-2020	1,094	-12	205	1,287	18.72	95.95
Sep-2020	1,287	-	141	1,427	10.92	106.43
Dec-2020	1,427	-20	269	1,677	18.92	126.57
Mar-2021	1,677	-	63	1,740	3.74	131.30
Jun-2021	1,740	-13	84	1,811	4.82	137.63
	1,460	**-151**	**502**	**1,811**	**37.63**	**137.63**

Galveston Employees Retirement - Baird Investment Management

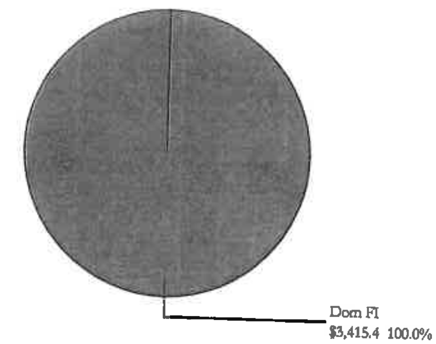
as of June 30, 2021

Portfolio Performance (%)



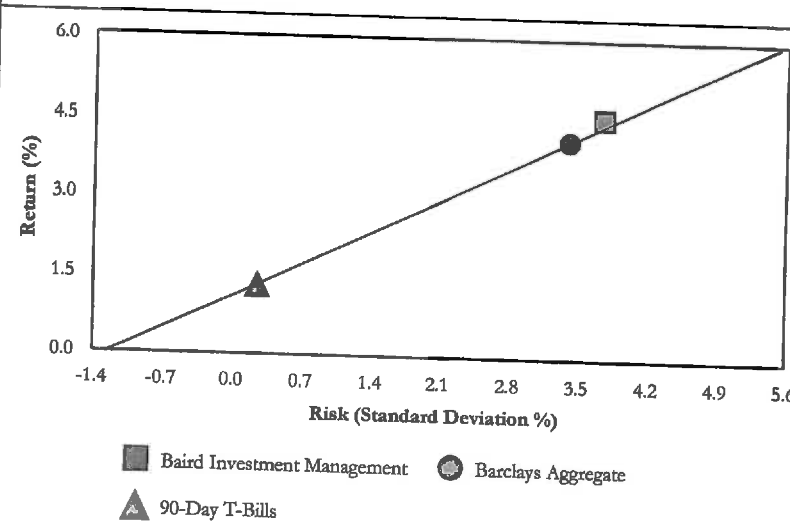
	Current Quarter	YTD	1 Year	3 Years	Since Inception	Inception Date
Baird Investment Management	1.99	-1.47	0.64	5.94	4.57	12/01/2017
Barclays Aggregate	1.83	-1.60	-0.33	5.34	4.11	12/01/2017

Asset Allocation ($000)



Portfolio Characteristics vs. Barclays Aggregate Since Inception

	Beta	Alpha	R-Squared	Sharpe Ratio	Inception Date
Baird Investment Management	1.06	0.19	0.92	0.87	12/01/2017



Asset Growth ($000)

	Current Quarter	YTD	1 Year	3 Years	Since Inception	Inception Date
Baird Investment Management						12/01/2017
Beginning Market Value	3,365	3,499	3,502	3,133	3,225	
Net Contributions	-16	-32	-109	-291	-341	
Gain/Loss	67	-52	23	573	531	
Ending Market Value	3,415	3,415	3,415	3,415	3,415	

Actual inception 11/20/2017

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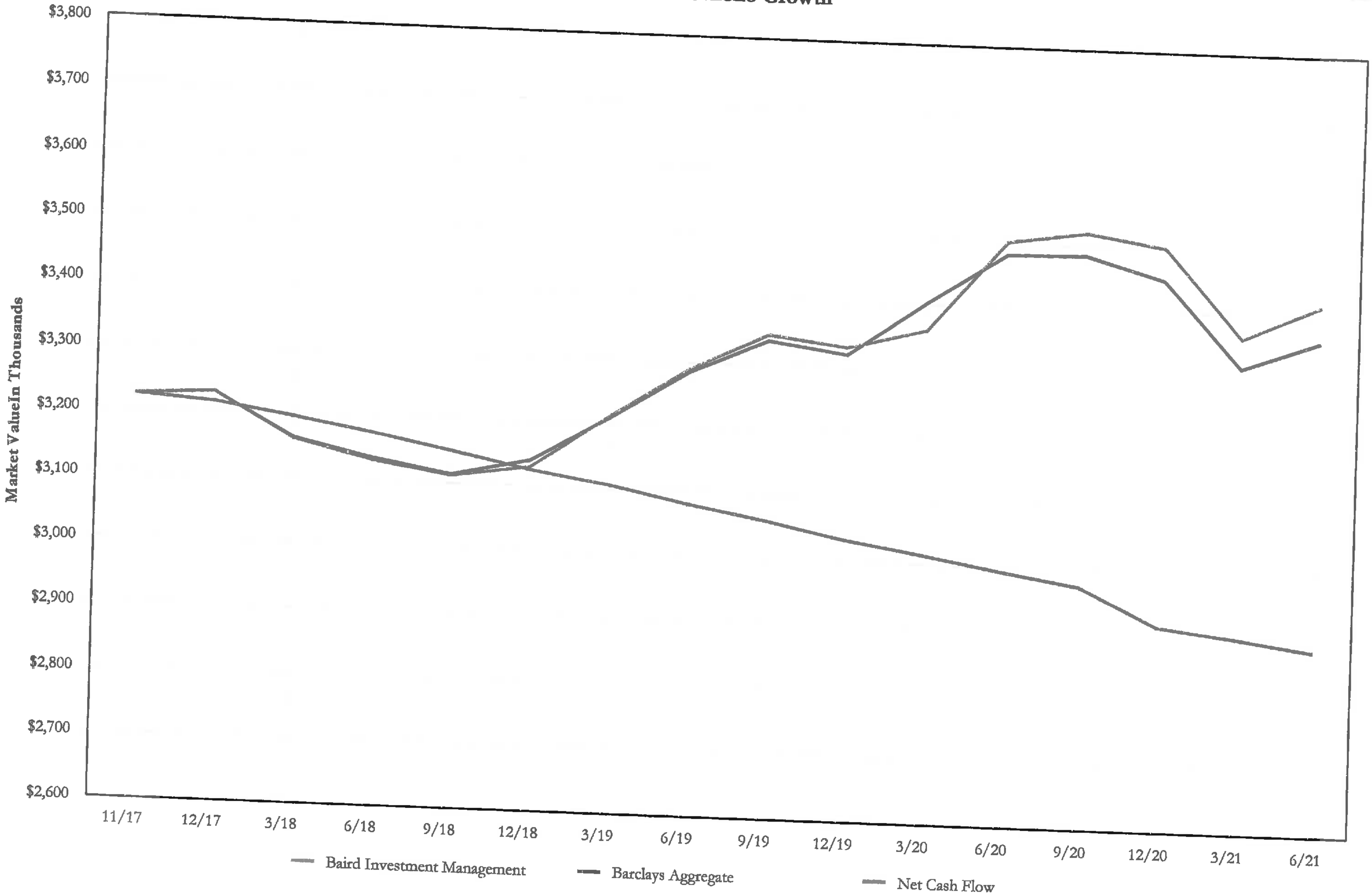
Sources of Portfolio Growth

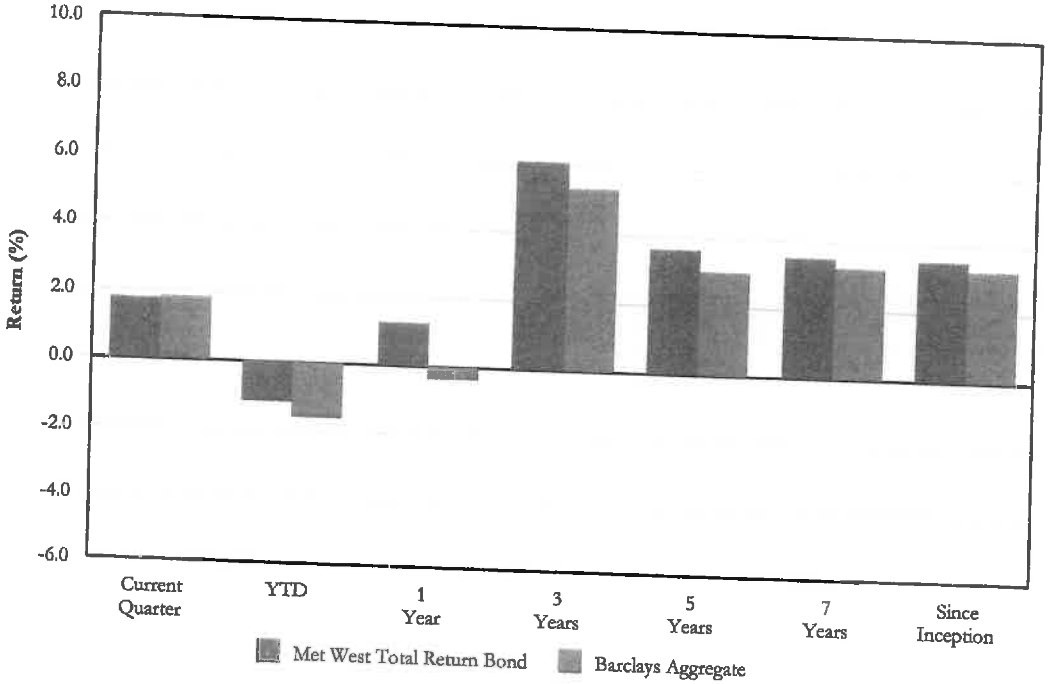


P45

Sources of Portfolio Growth

Periods Ending	Beginning Market Value ($000)	Net Cash Flow ($000)	Investment Increment ($000)	Ending Market Value ($000)	%Return	Unit Value
Nov-2017	-	-	-	3,225	N/A	100.00
Dec-2017	3,225	-9	15	3,231	0.47	100.47
Mar-2018	3,231	-19	-49	3,163	-1.52	98.94
Jun-2018	3,163	-22	-8	3,133	-0.24	98.70
Sep-2018	3,133	-23	2	3,112	0.07	98.77
Dec-2018	3,112	-26	43	3,130	1.41	100.16
Mar-2019	3,130	-20	103	3,213	3.32	103.48
Jun-2019	3,213	-24	101	3,291	3.16	106.75
Sep-2019	3,291	-23	79	3,347	2.41	109.33
Dec-2019	3,347	-25	10	3,332	0.30	109.65
Mar-2020	3,332	-20	50	3,362	1.49	111.29
Jun-2020	3,362	-21	161	3,502	4.79	116.62
Sep-2020	3,502	-19	37	3,519	1.06	117.85
Dec-2020	3,519	-58	37	3,499	1.07	119.11
Mar-2021	3,499	-15	-118	3,365	-3.39	115.07
Jun-2021	3,365	-16	67	3,415	1.99	117.36
	3,225	**-341**	**531**	**3,415**	**17.36**	**117.36**

Portfolio Performance (%)



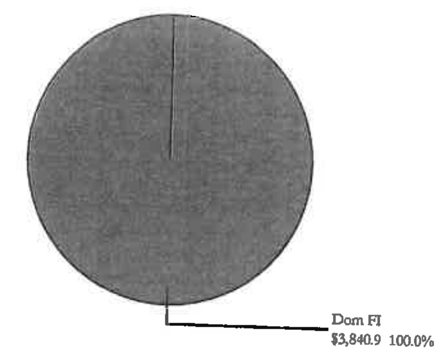
	Current Quarter	YTD	1 Year	3 Years	5 Years	7 Years	Since Inception	Inception Date
Met West Total Return Bond	1.80	-1.16	1.28	6.12	3.66	3.56	3.56	07/01/2014
Barclays Aggregate	1.83	-1.60	-0.33	5.34	3.03	3.28	3.28	07/01/2014

Asset Growth ($000)

	Current Quarter	YTD	1 Year	3 Years	5 Years	7 Years	Since Inception	Inception Date
Met West Total Return Bond								07/01/2014
Beginning Market Value	3,773	3,886	3,792	3,214	9,593	9,014	9,014	
Net Contributions	-	-	-	-	-6,464	-6,489	-6,489	
Gain/Loss	68	-45	49	627	712	1,316	1,316	
Ending Market Value	3,841	3,841	3,841	3,841	3,841	3,841	3,841	

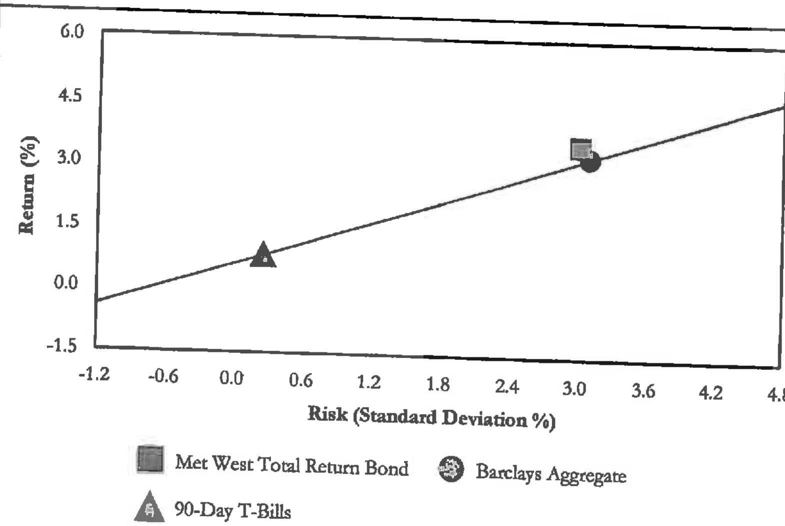
Actual inception 5/16/2014

Asset Allocation ($000)



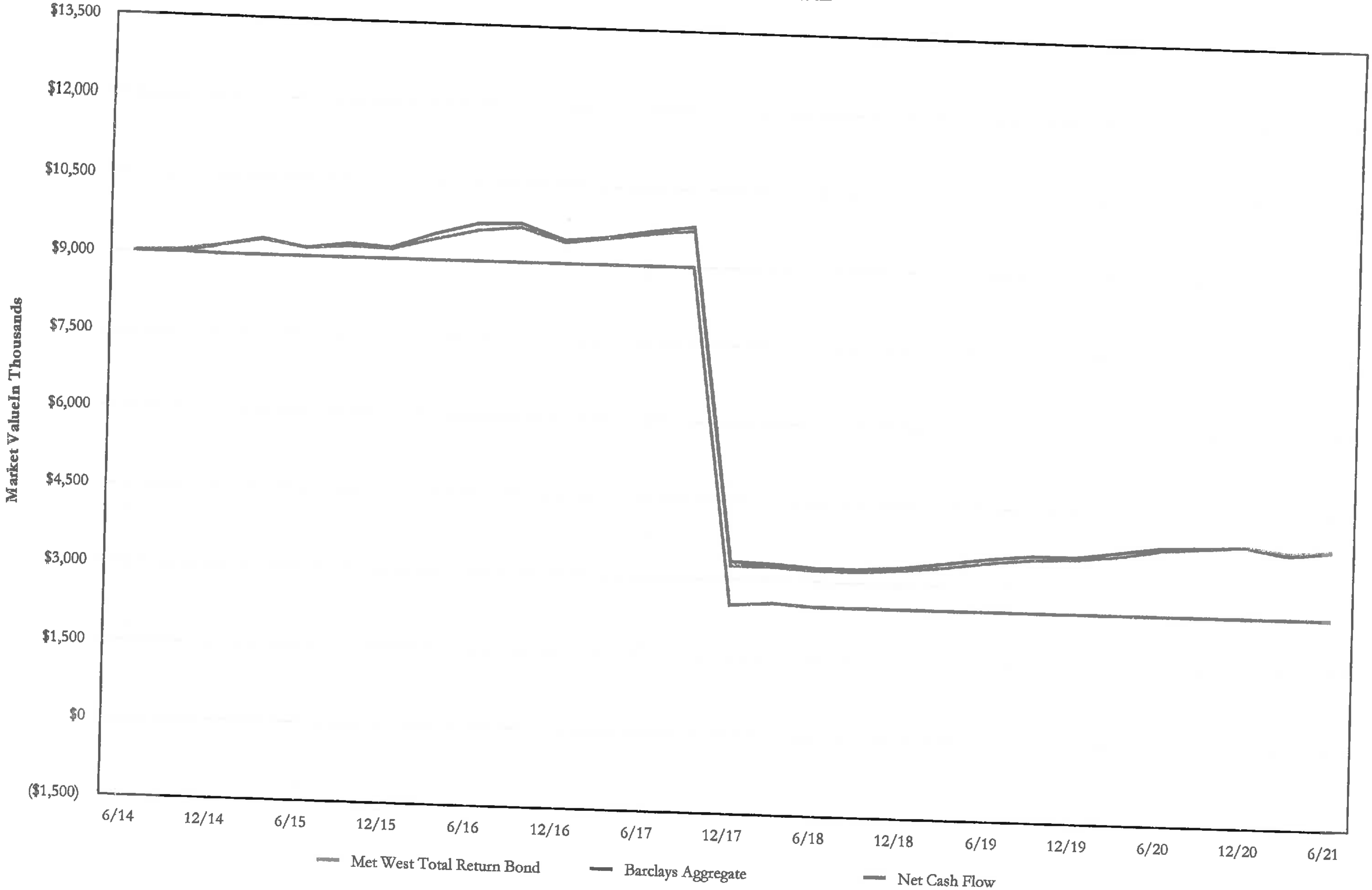
Portfolio Characteristics vs. Barclays Aggregate Since Inception

	Beta	Alpha	R-Squared	Sharpe Ratio	Inception Date
Met West Total Return Bond	0.96	0.42	0.96	0.91	07/01/2014



P47

Sources of Portfolio Growth



P48

Sources of Portfolio Growth

Periods Ending	Beginning Market Value ($000)	Net Cash Flow ($000)	Investment Increment ($000)	Ending Market Value ($000)	%Return	Unit Value
Jun-2014	-	-	-	9,014	N/A	100.00
Sep-2014	9,014	-	28	9,042	0.31	100.31
Dec-2014	9,042	-25	140	9,157	1.55	101.87
Mar-2015	9,157	-	128	9,285	1.40	103.29
Jun-2015	9,285	-	-124	9,160	-1.34	101.91
Sep-2015	9,160	-	60	9,220	0.65	102.57
Dec-2015	9,220	-	-37	9,183	-0.40	102.16
Mar-2016	9,183	-	223	9,406	2.43	104.64
Jun-2016	9,406	-	187	9,593	1.98	106.72
Sep-2016	9,593	-	71	9,664	0.74	107.51
Dec-2016	9,664	-	-258	9,407	-2.67	104.64
Mar-2017	9,407	-	87	9,494	0.93	105.61
Jun-2017	9,494	-	117	9,611	1.23	106.92
Sep-2017	9,611	-	84	9,694	0.87	107.85
Dec-2017	9,694	-6,451	29	3,272	0.51	108.39
Mar-2018	3,272	42	-41	3,272	-1.26	107.02
Jun-2018	3,272	-54	-4	3,214	-0.12	106.90
Sep-2018	3,214	-	1	3,216	0.04	106.94
Dec-2018	3,216	-	49	3,265	1.53	108.57
Mar-2019	3,265	-	104	3,369	3.20	112.04
Jun-2019	3,369	-	108	3,477	3.20	115.63
Sep-2019	3,477	-	78	3,555	2.24	118.22
Dec-2019	3,555	-	7	3,561	0.19	118.44
Mar-2020	3,561	-	83	3,644	2.32	121.19
Jun-2020	3,644	-	148	3,792	4.07	126.12
Sep-2020	3,792	-	48	3,840	1.26	127.70
Dec-2020	3,840	-	46	3,886	1.20	129.23
Mar-2021	3,886	-	-113	3,773	-2.91	125.47
Jun-2021	3,773	-	68	3,841	1.80	127.73
	9,014	**-6,489**	**1,316**	**3,841**	**27.73**	**127.73**

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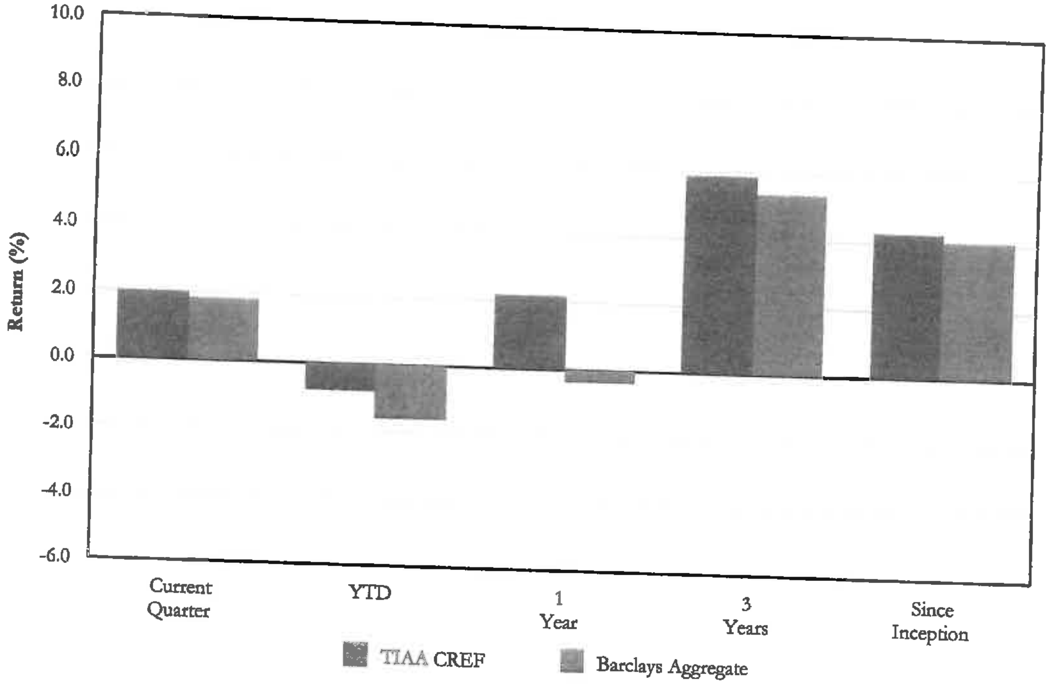
Galveston Employees Retirement - TIAA CREF

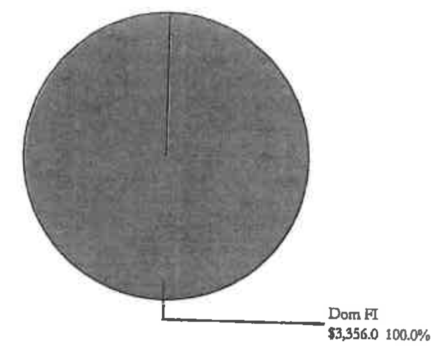
as of June 30, 2021

Portfolio Performance (%)



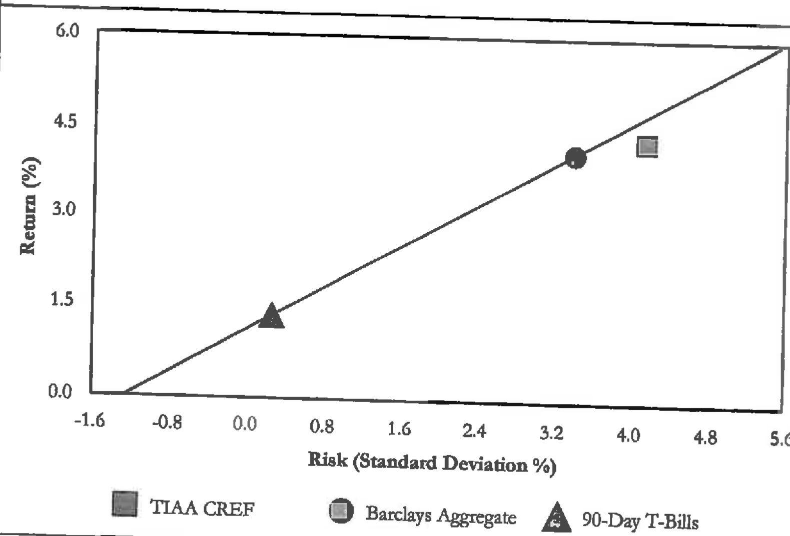
	Current Quarter	YTD	1 Year	3 Years	Since Inception	Inception Date
TIAA CREF	1.99	-0.83	2.18	5.88	4.33	12/01/2017
Barclays Aggregate	1.83	-1.60	-0.33	5.34	4.11	12/01/2017

Asset Allocation ($000)



Portfolio Characteristics vs. Barclays Aggregate Since Inception

	Beta	Alpha	R-Squared	Sharpe Ratio	Inception Date
TIAA CREF	1.03	0.11	0.71	0.73	12/01/2017



Asset Growth ($000)

	Current Quarter	YTD	1 Year	3 Years	Since Inception	Inception Date
TIAA CREF						12/01/2017
Beginning Market Value	3,307	3,419	3,416	3,121	530	
Net Contributions	-16	-34	-135	-327	2,325	
Gain/Loss	66	-29	74	562	501	
Ending Market Value	3,356	3,356	3,356	3,356	3,356	

Actual inception 11/20/2017

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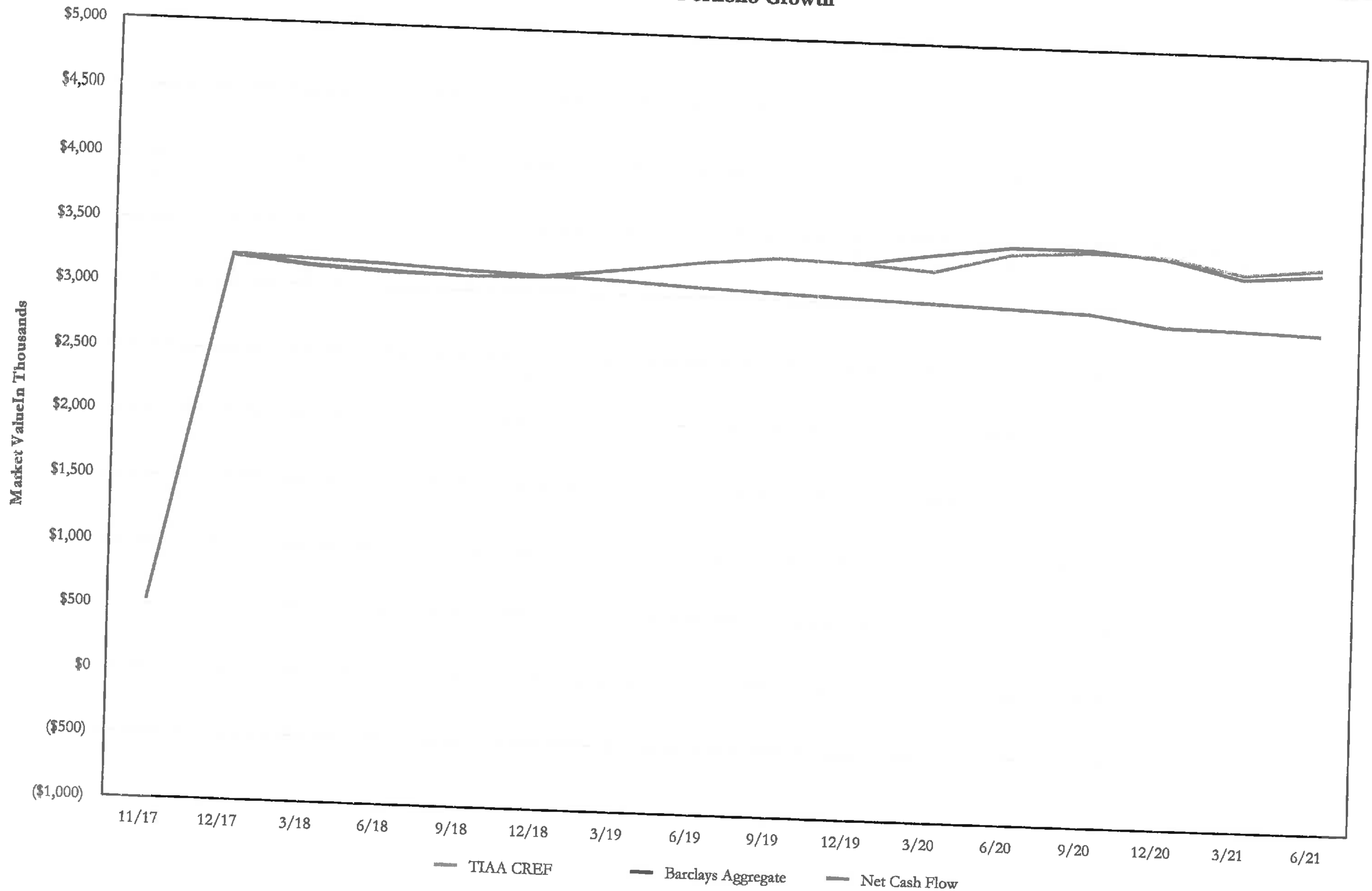
Sources of Portfolio Growth



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Sources of Portfolio Growth

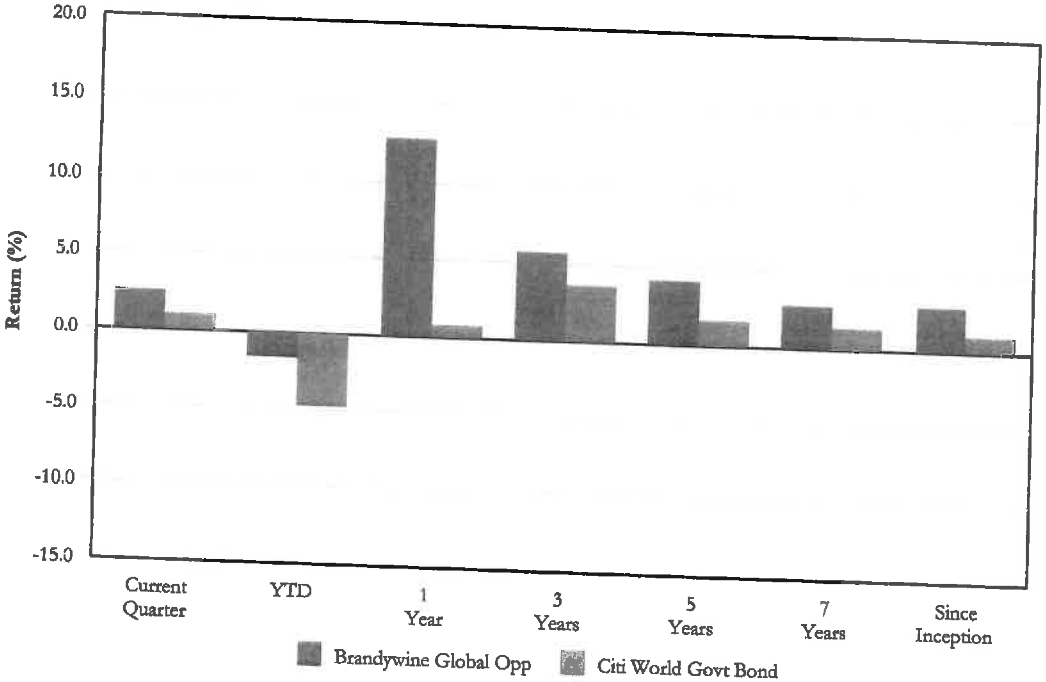
Periods Ending	Beginning Market Value ($000)	Net Cash Flow ($000)	Investment Increment ($000)	Ending Market Value ($000)	%Return	Unit Value
Nov-2017	-	-	-			
Dec-2017	530	2,698	-8	530	N/A	100.00
Mar-2018	3,220	-22	-43	3,220	-0.31	99.69
Jun-2018	3,155	-24	-10	3,155	-1.33	98.37
Sep-2018	3,121	-25	11	3,121	-0.31	98.06
Dec-2018	3,108	-25	35	3,108	0.35	98.40
Mar-2019	3,117	-26	107	3,117	1.13	99.52
Jun-2019	3,198	-25	99	3,198	3.44	102.94
Sep-2019	3,272	-22	74	3,272	3.12	106.15
Dec-2019	3,325	-24	8	3,325	2.28	108.57
Mar-2020	3,309	-23	-30	3,309	0.23	108.83
Jun-2020	3,256	-23	183	3,256	-0.91	107.83
Sep-2020	3,416	-20	44	3,416	5.64	113.92
Dec-2020	3,441	-81	59	3,441	1.29	115.39
Mar-2021	3,419	-18	-94	3,419	1.73	117.38
Jun-2021	3,307	-16	66	3,307	-2.77	114.13
				3,356	1.99	116.40
	530	**2,325**	**501**	**3,356**	**16.40**	**116.40**

P52

Galveston Employees Retirement - Brandywine Global Opp

as of June 30, 2021

Portfolio Performance (%)



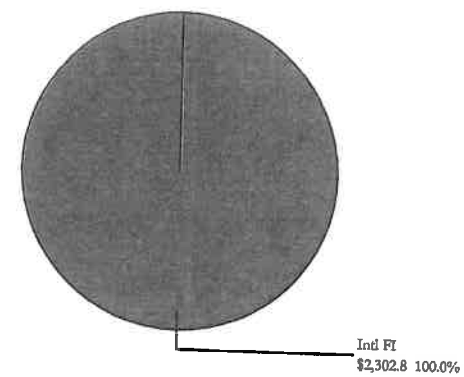
	Current Quarter	YTD	1 Year	3 Years	5 Years	7 Years	Since Inception	Inception Date
Brandywine Global Opp	2.52	-1.65	12.72	5.80	4.18	2.80	2.92	10/01/2012
Citi World Govt Bond	0.98	-4.75	0.76	3.59	1.66	1.36	0.98	10/01/2012

Asset Growth ($000)

	Current Quarter	YTD	1 Year	3 Years	5 Years	7 Years	Since Inception	Inception Date
Brandywine Global Opp								
Beginning Market Value	2,246	2,341	2,043	1,944	1,971	1,995	720	10/01/2012
Net Contributions	-	-	-	-	-96	-96	1,089	
Gain/Loss	57	-39	260	358	428	404	494	
Ending Market Value	2,303	2,303	2,303	2,303	2,303	2,303	2,303	

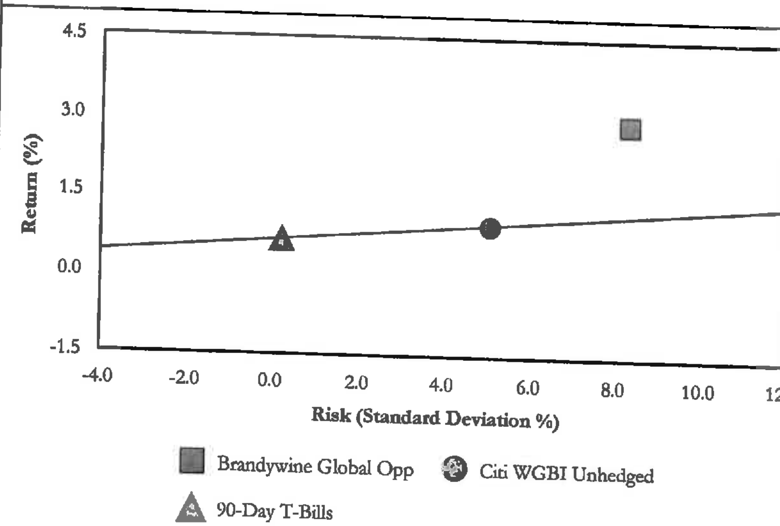
Actual inception 8/30/2012

Asset Allocation ($000)



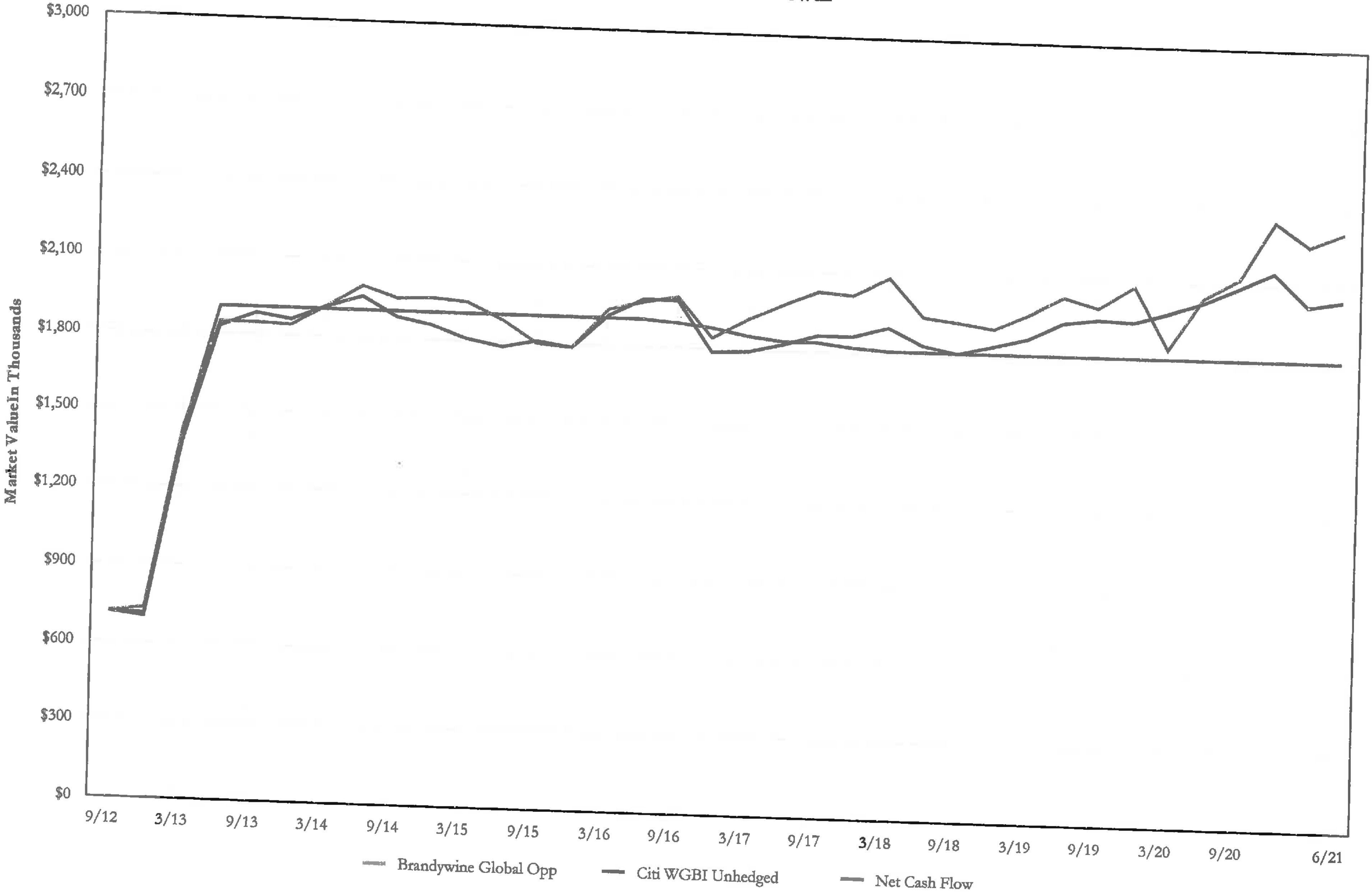
Portfolio Characteristics vs. Citi WGBI Unhedged Since Inception

	Beta	Alpha	R-Squared	Sharpe Ratio	Inception Date
Brandywine Global Opp	1.10	2.03	0.45	0.31	10/01/2012



P53

Sources of Portfolio Growth



P54

Sources of Portfolio Growth

Periods Ending	Beginning Market Value ($000)	Net Cash Flow ($000)	Investment Increment ($000)	Ending Market Value ($000)	%Return	Unit Value
Sep-2012	-	-	-	720	N/A	100.00
Dec-2012	720	-4	20	735	2.75	102.75
Mar-2013	735	696	-6	1,426	-0.91	101.82
Jun-2013	1,426	492	-71	1,847	-3.52	98.23
Sep-2013	1,847	-	-	1,848	0.03	98.26
Dec-2013	1,848	-	-9	1,838	-0.50	97.76
Mar-2014	1,838	-	75	1,914	4.09	101.76
Jun-2014	1,914	-	81	1,995	4.24	106.08
Sep-2014	1,995	-	-39	1,956	-1.94	104.02
Dec-2014	1,956	-	2	1,958	0.12	104.15
Mar-2015	1,958	-	-11	1,948	-0.54	103.58
Jun-2015	1,948	-	-63	1,884	-3.25	100.22
Sep-2015	1,884	-	-84	1,800	-4.48	95.73
Dec-2015	1,800	-	-14	1,786	-0.80	94.97
Mar-2016	1,786	-	150	1,936	8.40	102.94
Jun-2016	1,936	-	35	1,971	1.83	104.82
Sep-2016	1,971	-8	28	1,991	1.42	106.31
Dec-2016	1,991	-21	-128	1,843	-6.43	99.47
Mar-2017	1,843	-26	97	1,914	5.28	104.73
Jun-2017	1,914	-17	78	1,975	4.10	109.02
Sep-2017	1,975	-	53	2,028	2.68	111.94
Dec-2017	2,028	-14	3	2,017	0.17	112.13
Mar-2018	2,017	-11	79	2,086	3.94	116.55
Jun-2018	2,086	-	-142	1,944	-6.79	108.64
Sep-2018	1,944	-	-17	1,927	-0.88	107.69
Dec-2018	1,927	-	-21	1,907	-1.07	106.54
Mar-2019	1,907	-	56	1,963	2.93	109.66
Jun-2019	1,963	-	70	2,033	3.59	113.60
Sep-2019	2,033	-	-36	1,997	-1.79	111.56
Dec-2019	1,997	-	84	2,081	4.22	116.27
Mar-2020	2,081	-	-236	1,844	-11.36	103.05
Jun-2020	1,844	-	198	2,043	10.76	114.14
Sep-2020	2,043	-	79	2,121	3.84	118.53

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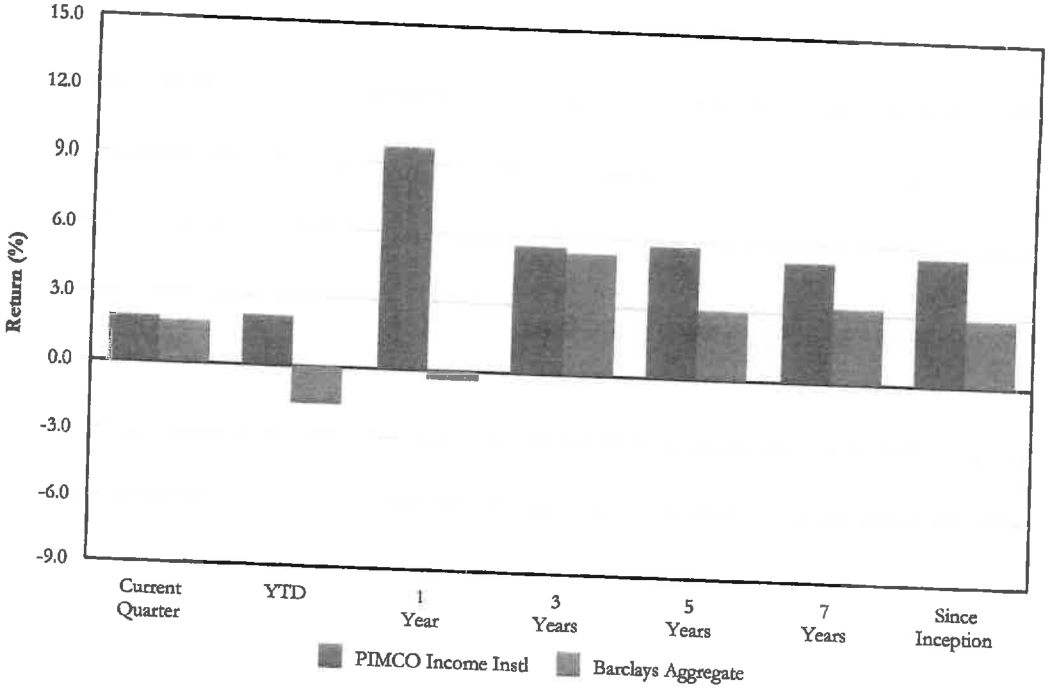
Sources of Portfolio Growth

Periods Ending	Beginning Market Value ($000)	Net Cash Flow ($000)	Investment Increment ($000)	Ending Market Value ($000)	%Return	Unit Value
Dec-2020	2,121	-	220	2,341	10.37	130.82
Mar-2021	2,341	-	-95	2,246	-4.07	125.50
Jun-2021	2,246	-	57	2,303	2.52	128.66
	720	**1,089**	**494**	**2,303**	**28.66**	**128.66**

Galveston Employees Retirement - PIMCO Income Instl

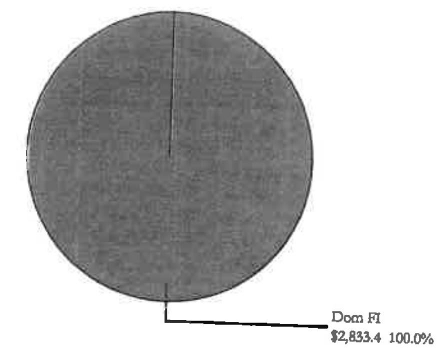
as of June 30, 2021

Portfolio Performance (%)



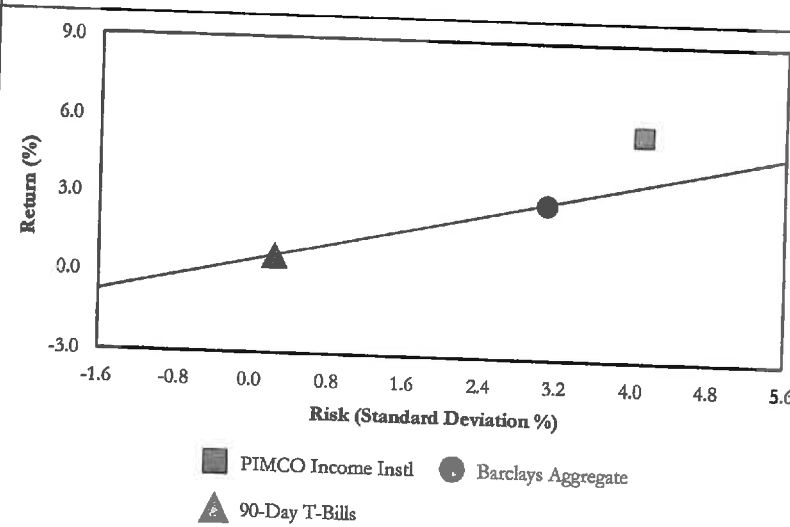
	Current Quarter	YTD	1 Year	3 Years	5 Years	7 Years	Since Inception	Inception Date
PIMCO Income Instl	2.01	2.18	9.59	5.65	5.80	5.22	5.64	01/01/2013
Barclays Aggregate	1.83	-1.60	-0.33	5.34	3.03	3.28	2.91	01/01/2013

Asset Allocation ($000)



Portfolio Characteristics vs. Barclays Aggregate Since Inception

	Beta	Alpha	R-Squared	Sharpe Ratio	Inception Date
PIMCO Income Instl	0.44	4.40	0.11	1.18	01/01/2013



Asset Growth ($000)

	Current Quarter	YTD	1 Year	3 Years	5 Years	7 Years	Since Inception	Inception Date
PIMCO Income Instl								01/01/2013
Beginning Market Value	2,778	2,773	2,586	2,402	2,230	2,070	701	
Net Contributions	-	-	-	-	-100	-100	1,096	
Gain/Loss	56	60	248	431	703	863	1,037	
Ending Market Value	2,833	2,833	2,833	2,833	2,833	2,833	2,833	

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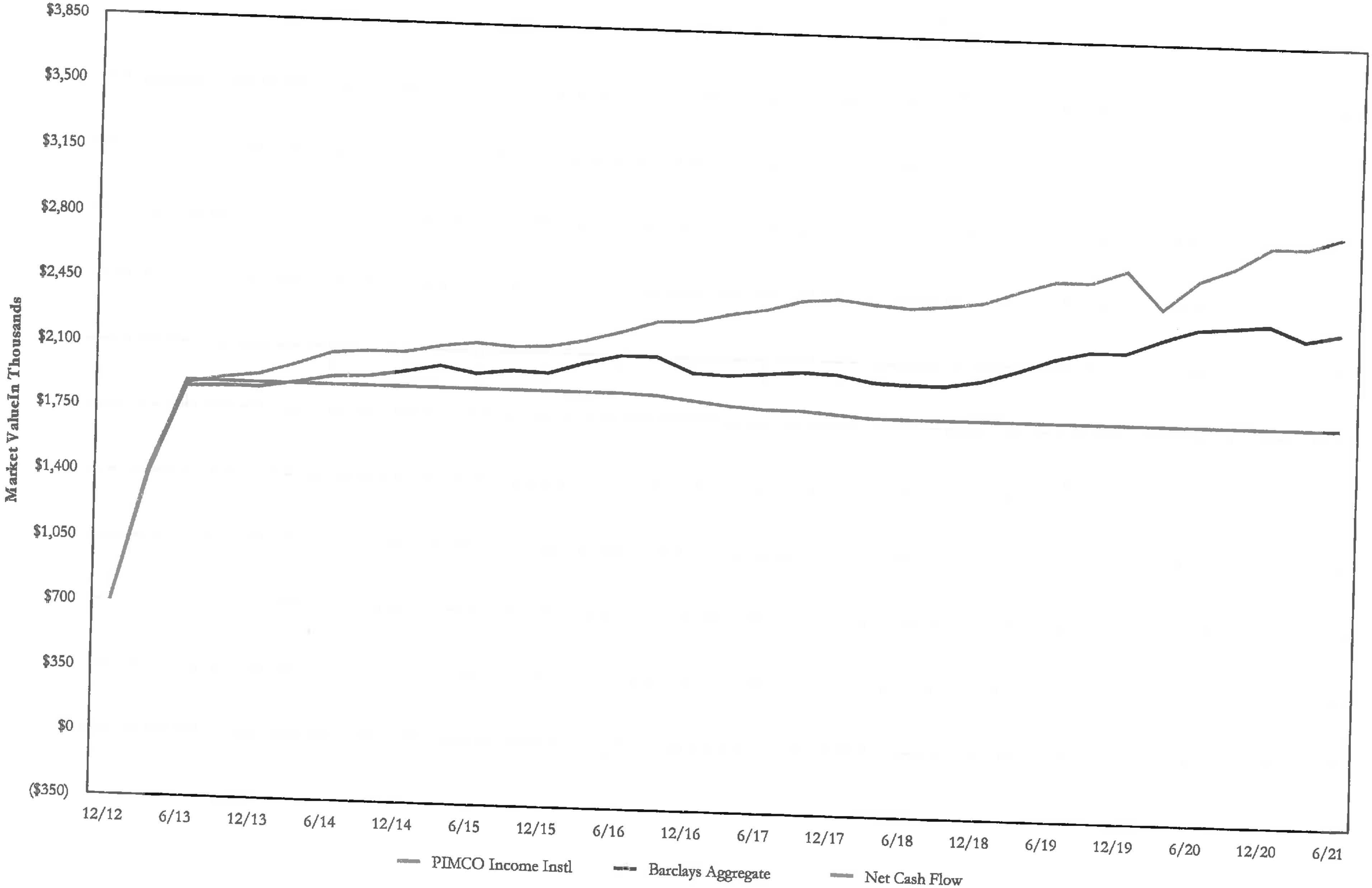
Sources of Portfolio Growth



Sources of Portfolio Growth

Periods Ending	Beginning Market Value ($000)	Net Cash Flow ($000)	Investment Increment ($000)	Ending Market Value ($000)	%Return	Unit Value
Dec-2012	-	-	-	701	N/A	100.00
Mar-2013	701	700	25	1,426	3.08	103.08
Jun-2013	1,426	495	-39	1,883	-1.55	101.48
Sep-2013	1,883	-	34	1,916	1.79	103.29
Dec-2013	1,916	-	28	1,944	1.48	104.82
Mar-2014	1,944	-	61	2,005	3.11	108.08
Jun-2014	2,005	-	65	2,070	3.25	111.60
Sep-2014	2,070	-	16	2,086	0.76	112.44
Dec-2014	2,086	-	-2	2,084	-0.11	112.32
Mar-2015	2,084	-	41	2,125	1.96	114.53
Jun-2015	2,125	-	21	2,146	1.00	115.67
Sep-2015	2,146	-	-18	2,128	-0.85	114.69
Dec-2015	2,128	-	10	2,138	0.48	115.25
Mar-2016	2,138	-	39	2,177	1.82	117.34
Jun-2016	2,177	-	53	2,230	2.44	120.21
Sep-2016	2,230	-8	63	2,285	2.81	123.59
Dec-2016	2,285	-21	32	2,296	1.39	125.31
Mar-2017	2,296	-26	66	2,336	2.88	128.92
Jun-2017	2,336	-17	53	2,372	2.27	131.85
Sep-2017	2,372	-	50	2,422	2.10	134.62
Dec-2017	2,422	-14	27	2,434	1.10	136.10
Mar-2018	2,434	-11	-5	2,419	-0.21	135.81
Jun-2018	2,419	-4	-12	2,402	-0.49	135.14
Sep-2018	2,402	-	14	2,416	0.57	135.91
Dec-2018	2,416	-	18	2,434	0.73	136.91
Mar-2019	2,434	-	74	2,508	3.03	141.05
Jun-2019	2,508	-	60	2,568	2.40	144.44
Sep-2019	2,568	-	-3	2,565	-0.11	144.28
Dec-2019	2,565	-	65	2,630	2.53	147.93
Mar-2020	2,630	-	-202	2,428	-7.66	136.59
Jun-2020	2,428	-	157	2,586	6.48	145.44
Sep-2020	2,586	-	78	2,663	3.01	149.82
Dec-2020	2,663	-	110	2,773	4.12	155.99

Sources of Portfolio Growth

Periods Ending	Beginning Market Value ($000)	Net Cash Flow ($000)	Investment Increment ($000)	Ending Market Value ($000)	%Return	Unit Value
Mar-2021	2,773	-	5	2,778	0.16	156.24
Jun-2021	2,778	-	56	2,833	2.01	159.38
	701	**1,096**	**1,037**	**2,833**	**59.38**	**159.38**

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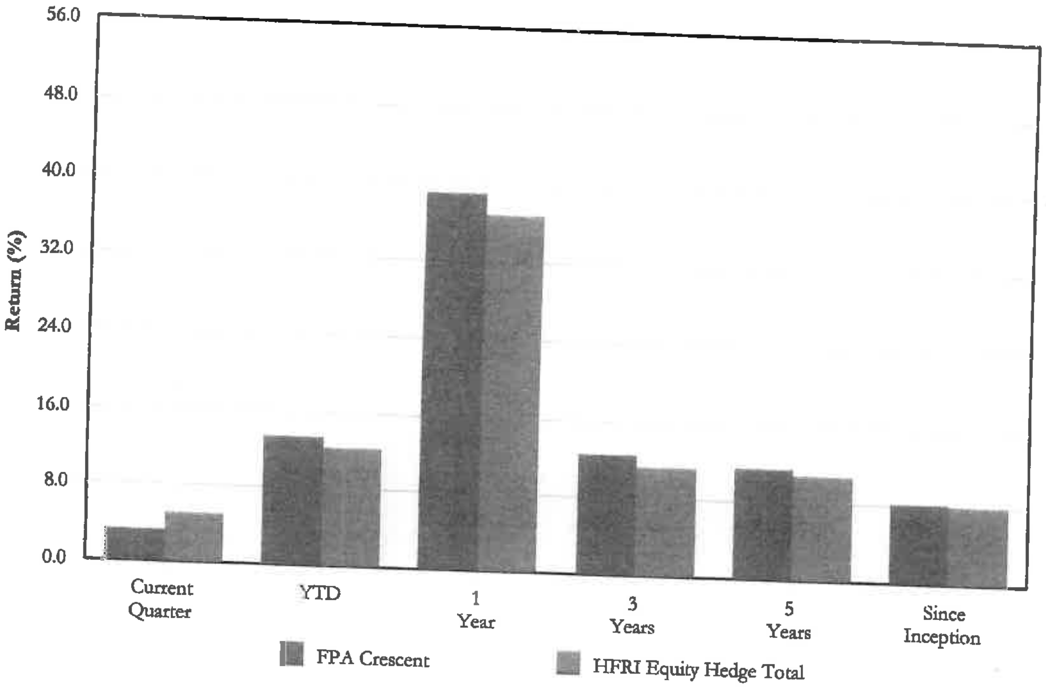
Portfolio Performance (%)



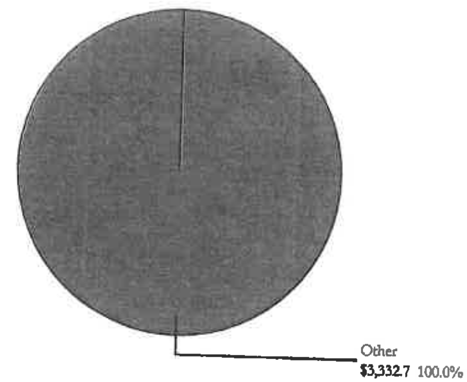
	Current Quarter	YTD	1 Year	3 Years	5 Years	Since Inception	Inception Date
FPA Crescent	3.26	13.34	39.09	12.45	11.40	8.34	01/01/2015
HFRI Equity Hedge Total	5.07	12.26	36.93	11.37	10.89	8.04	01/01/2015

Asset Growth ($000)

	Current Quarter	YTD	1 Year	3 Years	5 Years	Since Inception	Inception Date
FPA Crescent							01/01/2015
Beginning Market Value	3,227	2,940	2,215	2,166	1,880	977	
Net Contributions	-	-	200	200	104	1,067	
Gain/Loss	105	392	918	966	1,348	1,288	
Ending Market Value	3,333	3,333	3,333	3,333	3,333	3,333	

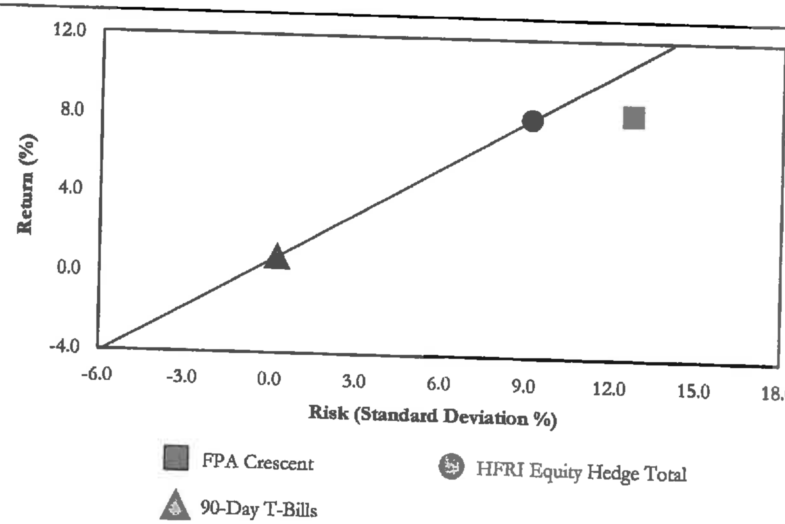
Actual inception 11/17/2014

Asset Allocation ($000)



Portfolio Characteristics vs. HFRI Equity Hedge Total Since Inception

	Beta	Alpha	R-Squared	Sharpe Ratio	Inception Date
FPA Crescent	1.31	-1.86	0.89	0.62	01/01/2015



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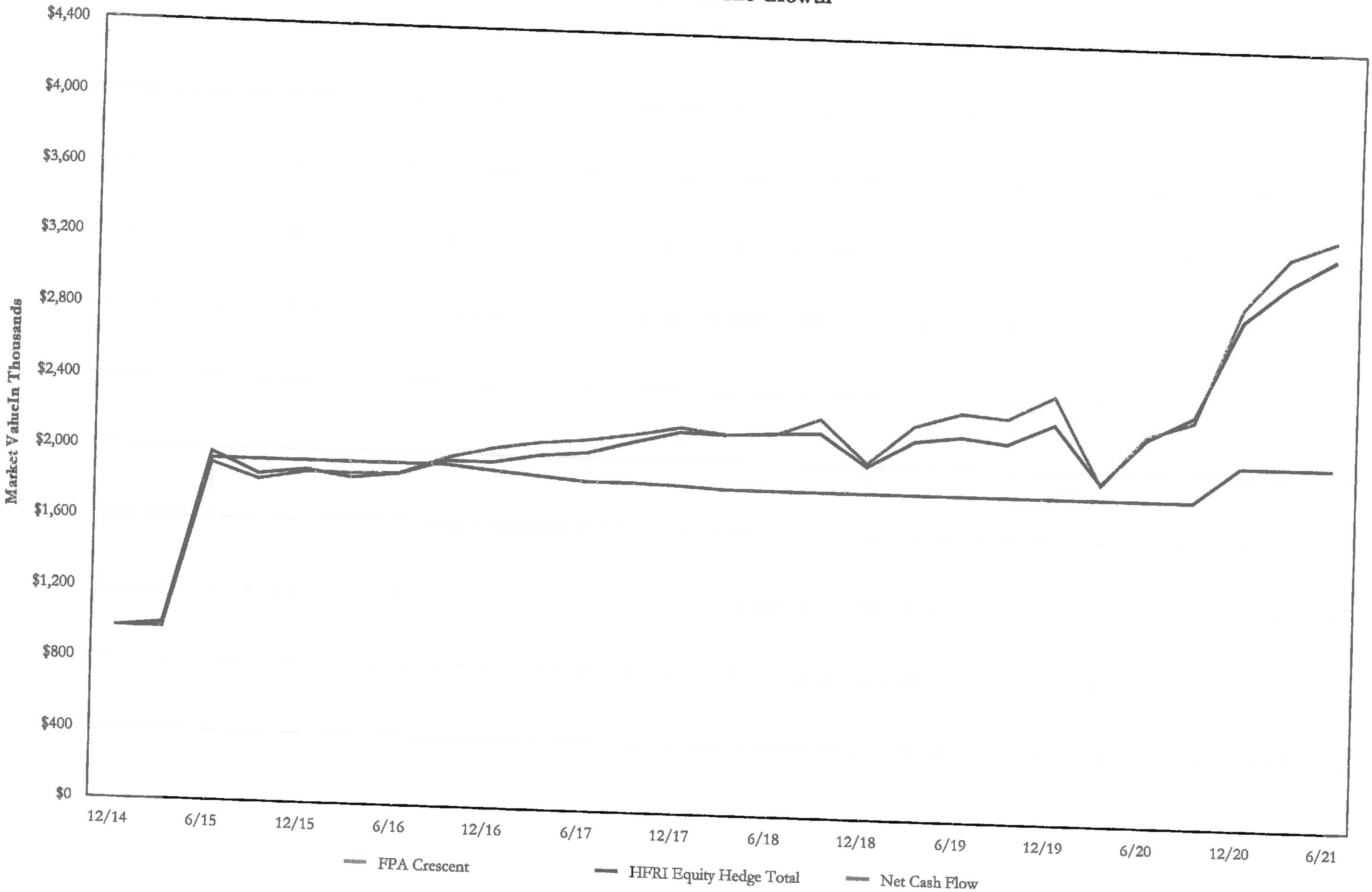
Sources of Portfolio Growth



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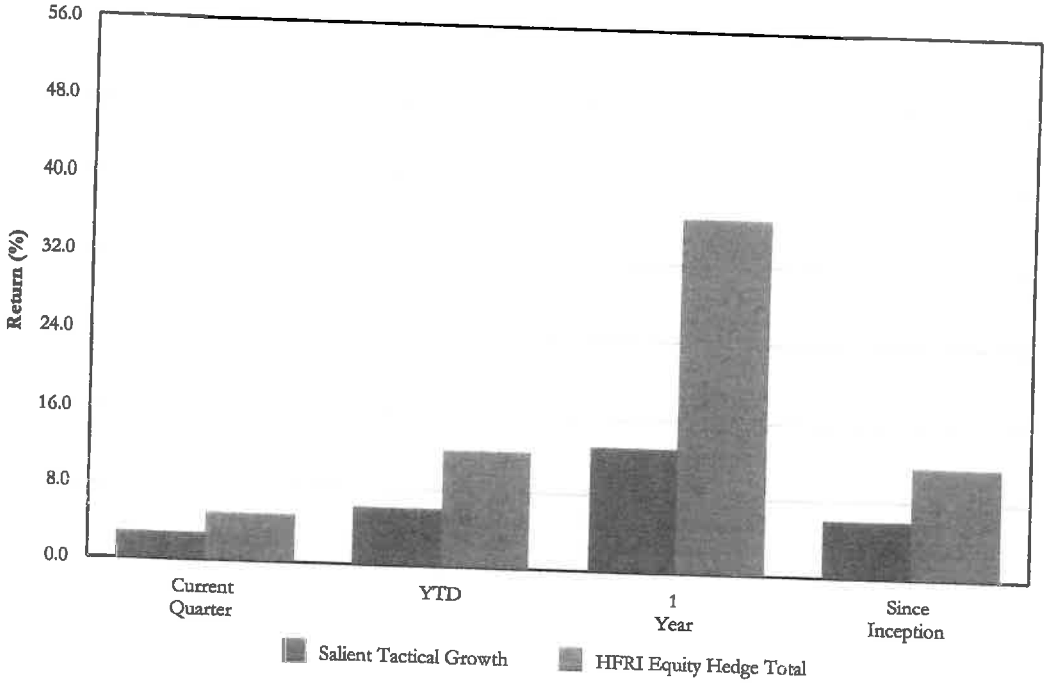
Sources of Portfolio Growth

Periods Ending	Beginning Market Value ($000)	Net Cash Flow ($000)	Investment Increment ($000)	Ending Market Value ($000)	%Return	Unit Value
Dec-2014	-	-	-	977	N/A	100.00
Mar-2015	977	-	1	979	0.15	100.15
Jun-2015	979	963	-26	1,916	-0.15	100.00
Sep-2015	1,916	-	-91	1,825	-4.73	95.27
Dec-2015	1,825	-	51	1,876	2.80	97.94
Mar-2016	1,876	-	-4	1,873	-0.19	97.75
Jun-2016	1,873	-	7	1,880	0.39	98.13
Sep-2016	1,880	-8	99	1,972	5.29	103.32
Dec-2016	1,972	-21	88	2,039	4.49	107.95
Mar-2017	2,039	-26	68	2,082	3.38	111.60
Jun-2017	2,082	-17	38	2,104	1.84	113.66
Sep-2017	2,104	-	40	2,143	1.90	115.81
Dec-2017	2,143	-14	62	2,191	2.90	119.18
Mar-2018	2,191	-11	-21	2,159	-0.98	118.01
Jun-2018	2,159	-	7	2,166	0.32	118.39
Sep-2018	2,166	-	90	2,256	4.15	123.30
Dec-2018	2,256	-	-237	2,019	-10.52	110.33
Mar-2019	2,019	-	218	2,237	10.80	122.24
Jun-2019	2,237	-	74	2,311	3.33	126.31
Sep-2019	2,311	-	-19	2,293	-0.81	125.29
Dec-2019	2,293	-	130	2,423	5.69	132.41
Mar-2020	2,423	-	-497	1,926	-20.51	105.25
Jun-2020	1,926	-	289	2,215	15.00	121.04
Sep-2020	2,215	-	84	2,299	3.80	125.64
Dec-2020	2,299	200	441	2,940	18.23	148.54
Mar-2021	2,940	-	287	3,227	9.76	163.03
Jun-2021	3,227	-	105	3,333	3.26	168.35
	977	**1,067**	**1,288**	**3,333**	**68.35**	**168.35**

Galveston Employees Retirement - Salient Tactical Growth

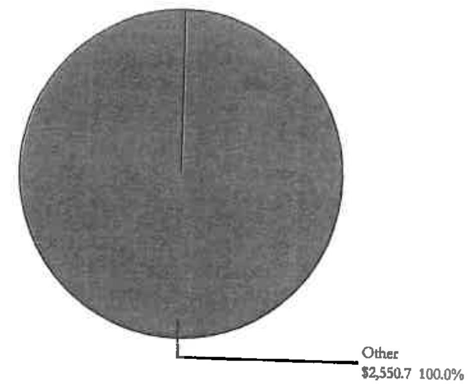
as of June 30, 2021

Portfolio Performance (%)



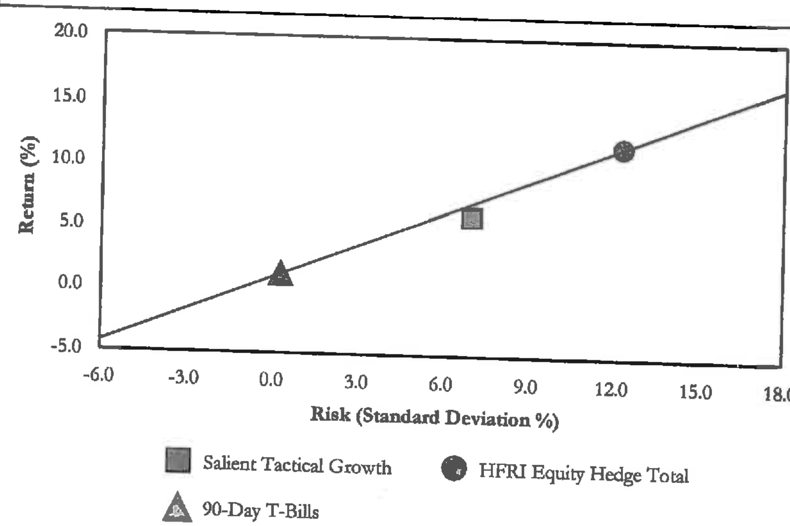
	Current Quarter	YTD	1 Year	Since Inception	Inception Date
Salient Tactical Growth	2.88	6.08	13.04	6.07	09/01/2018
HFRI Equity Hedge Total	5.07	12.26	36.93	11.71	09/01/2018

Asset Allocation ($000)



Portfolio Characteristics vs. HFRI Equity Hedge Total Since Inception

	Beta	Alpha	R-Squared	Sharpe Ratio	Inception Date
Salient Tactical Growth	0.34	2.15	0.35	0.69	09/01/2018



Asset Growth ($000)

	Current Quarter	YTD	1 Year	Since Inception	Inception Date
Salient Tactical Growth					09/01/2018
Beginning Market Value	2,479	2,405	1,268	1,306	
Net Contributions	-	-	1,007	914	
Gain/Loss	71	146	276	331	
Ending Market Value	2,551	2,551	2,551	2,551	

Actual inception 11/25/2015

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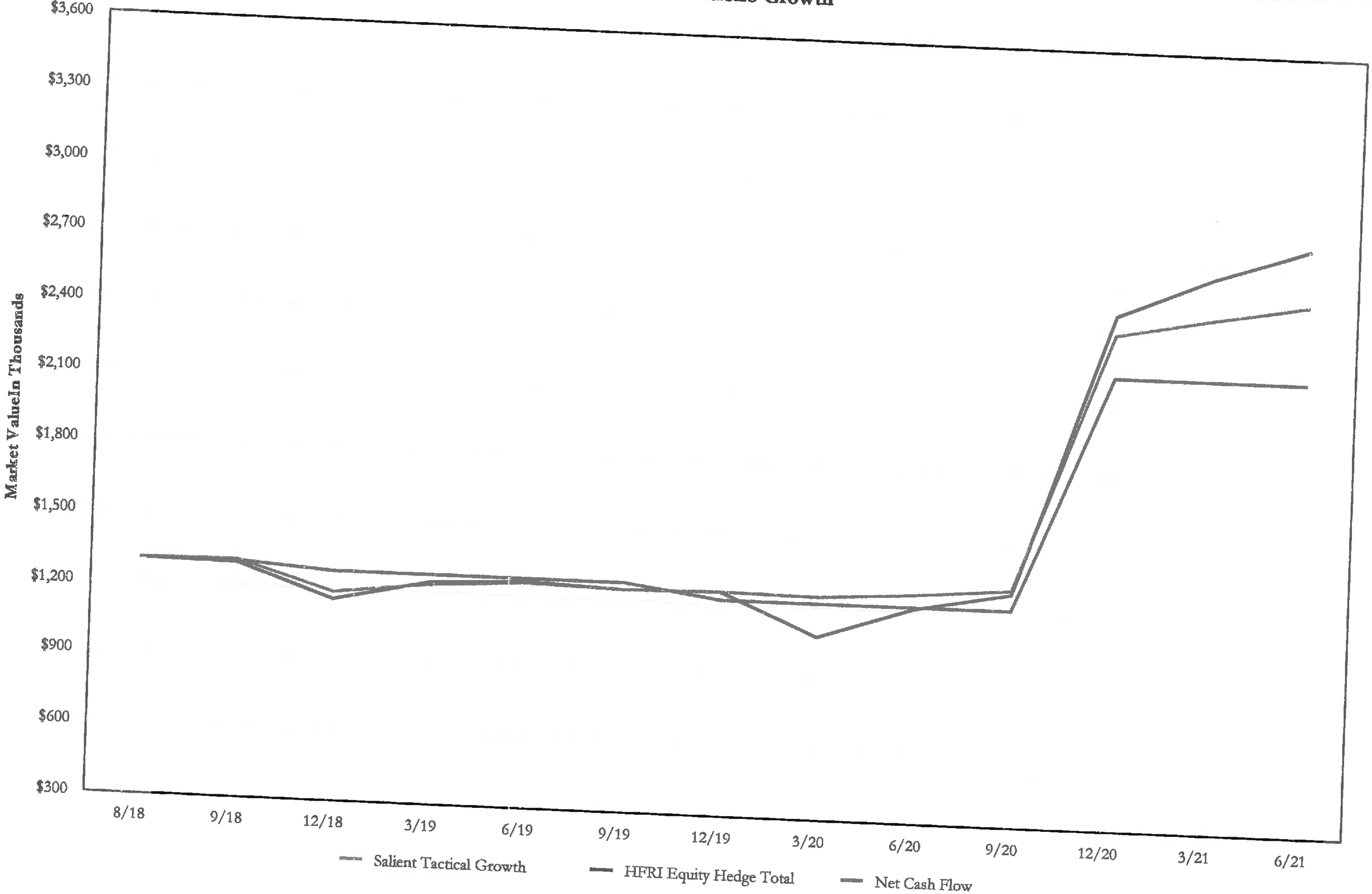
Sources of Portfolio Growth



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Sources of Portfolio Growth

Periods Ending	Beginning Market Value ($000)	Net Cash Flow ($000)	Investment Increment ($000)	Ending Market Value ($000)	%Return	Unit Value
Aug-2018	-	-	-	1,306	N/A	100.00
Sep-2018	1,306	-	2	1,308	0.18	100.18
Dec-2018	1,308	-32	-90	1,187	-6.91	93.26
Mar-2019	1,187	-	47	1,233	3.93	96.93
Jun-2019	1,233	-	21	1,254	1.70	98.58
Sep-2019	1,254	-	-12	1,242	-0.97	97.63
Dec-2019	1,242	-61	70	1,251	5.64	103.13
Mar-2020	1,251	-	-5	1,246	-0.41	102.70
Jun-2020	1,246	-	22	1,268	1.80	104.55
Sep-2020	1,268	-	35	1,304	2.80	107.47
Dec-2020	1,304	1,007	94	2,405	3.66	111.41
Mar-2021	2,405	-	75	2,479	3.11	114.88
Jun-2021	2,479	-	71	2,551	2.88	118.18
	1,306	**914**	**331**	**2,551**	**18.18**	**118.18**

Release date 06-30-2021

iShares Core S&P 500 ETF (USD)

Morningstar Analyst Rating™	Overall Morningstar Rating™	Standard Index	Category Index	Morningstar Cat
Gold 02-22-2021	★★★★★ 1,257 US Fund Large Blend	S&P 500 TR USD	Russell 1000 TR USD	US Fund Large Blend

Performance 06-30-2021

Quarterly Returns	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	Total %
2019	13.65	4.29	1.69	9.05	31.44
2020	-19.60	20.54	8.92	12.14	18.37
2021	6.17	8.54	—	—	15.23

Trailing Returns	1 Yr	3 Yr	5 Yr	10 Yr	Incept
Std Mkt 06-30-21	40.96	—	17.62	14.79	7.27
Std NAV 06-30-21	40.75	—	17.61	14.78	7.27
Mkt Total Ret	40.96	18.62	17.62	14.79	7.27
NAV Total Ret	40.75	18.64	17.61	14.78	7.27
+/- Std Index	-0.05	-0.04	-0.04	-0.06	—
+/- Cat Index	-2.32	-0.52	-0.39	-0.11	—
% Rank Cat	52	27	26	14	
No. in Cat	1,386	1,257	1,099	820	

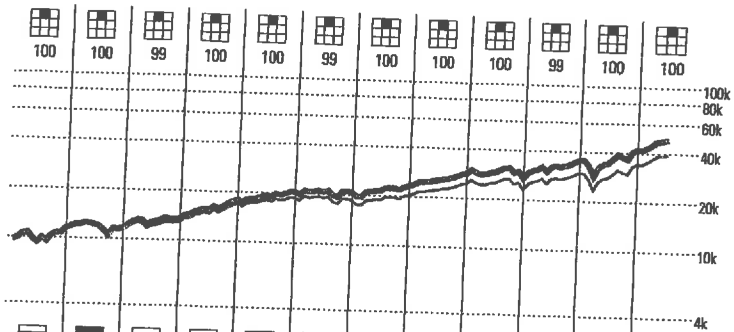
	Subsidized	Unsubsidized
30-day SEC Yield	—	—

Performance Disclosure

The Overall Morningstar Rating is based on risk-adjusted returns, derived from a weighted average of the three-, five-, and 10-year (if applicable) Morningstar metrics.

The performance data quoted represents past performance and does not guarantee future results. The investment return and principal value of an investment will fluctuate; thus an investor's shares, when sold or redeemed, may be worth more or less than their original cost.

Current performance may be lower or higher than return data quoted herein. For performance data current to the most recent month-end, please call 800-474-2737 or visit www.ishares.com.



Investment Style
Equity
Stocks %

Growth of $10,000
- iShares Core S&P 500 ETF 48,371
- Category Average 39,139
- Standard Index 48,668

Performance Quartile (within category)

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	06-21	History
	15.09	1.86	16.06	32.30	13.56	1.30	12.16	21.76	-4.47	31.25	18.40	15.24	Mkt Total Ret %
	14.96	2.03	15.91	32.31	13.62	1.34	11.90	21.79	-4.42	31.44	18.37	15.23	NAV Total Ret %
	-0.10	-0.08	-0.09	-0.08	-0.07	-0.05	-0.06	-0.04	-0.04	-0.04	-0.03	-0.02	+/- Standard Index
	-1.14	0.53	-0.51	-0.80	0.38	0.42	-0.15	0.10	0.36	0.02	-2.59	0.28	+/- Category Index
	30	18	37	43	18	20	28	29	26	24	38	—	% Rank Cat
	2010	1786	1686	1559	1568	1606	1409	1396	1402	1387	1363	1460	No. of Funds in Cat
	-0.03	-0.02	-0.06	-0.04	-0.02	0.00	-0.02	0.01	0.02	-0.01	-0.07	—	Avg Prem/Discount %

Fees and Expenses

Fund Expenses

Management Fees %	0.03
Annual Report Net Expense Ratio %	**0.03**
Annual Report Gross Expense Ratio %	**0.03**
12b1 Expense %	NA

Risk and Return Profile

	3 Yr 1257 funds	5 Yr 1099 funds	10 Yr 820 funds
Morningstar Rating™	4★	4★	5★
Morningstar Risk	Avg	Avg	Avg
Morningstar Return	+Avg	+Avg	+Avg

	3 Yr	5 Yr	10 Yr
Standard Deviation NAV	18.52	14.99	13.58
Standard Deviation MKT	18.39	14.90	13.54
Mean NAV	18.64	17.61	14.78
Mean MKT	18.62	17.62	14.79
Sharpe Ratio	0.95	1.08	1.04

MPT Statistics NAV	Standard Index	Best Fit Index S&P 500 TR USD
Alpha	-0.03	-0.03
Beta	1.00	1.00
R-Squared	100.00	100.00

12-Month Yield	—
Potential Cap Gains Exp	—
Leveraged	No
Leverage Type	—
Leverage %	100.00
Primary Prospectus Benchmark	S&P 500 TR USD

Portfolio Analysis 07-21-2021

Asset Allocation % 07-19-2021	Net %	Long %	Short %
Cash	0.29	0.29	0.00
US Stocks	98.72	98.72	0.00
Non-US Stocks	0.99	0.99	0.00
Bonds	0.00	0.00	0.00
Other/Not Clsfd	0.00	0.00	0.00
Total	100.00	100.00	0.00

Equity Style

Value Blend Growth
Large Mid Small

Portfolio Statistics	Port Avg	Rel Index	Rel Cat
P/E Ratio TTM	26.6	1.01	1.01
P/C Ratio TTM	17.7	1.01	1.01
P/B Ratio TTM	4.5	1.02	22.43
Geo Avg Mkt Cap $mil	201480	1.02	0.76

Fixed-Income Style

Ltd Mod Ext
High Med Low

Avg Eff Maturity	—
Avg Eff Duration	—
Avg Wtd Coupon	—
Avg Wtd Price	—

Credit Quality Breakdown —	Bond %
AAA	—
AA	—
A	—
BBB	—
BB	—
B	—
Below B	—
NR	—

Regional Exposure	Stocks %	Rel Std Index
Americas	99.0	1.00
Greater Europe	0.8	1.01
Greater Asia	0.2	0.94

Top Holdings 07-14-2021

Share Chg since 07-2021	Share Amount	Holdings : 505 Total Stocks , 0 Total Fixed-Income, 5% Turnover Ratio	Net Assets %
⊕	125 mil	Apple Inc	6.17
⊕	60 mil	Microsoft Corp	5.74
⊕	3 mil	Amazon.com Inc	4.16
⊕	19 mil	Facebook Inc A	2.24
⊕	2 mil	Alphabet Inc A	2.08
⊕	2 mil	Alphabet Inc Class C	2.04
⊕	15 mil	Berkshire Hathaway Inc Class B	1.44
⊕	6 mil	Tesla Inc	1.37
⊕	20 mil	NVIDIA Corp	1.31
⊕	24 mil	JPMorgan Chase & Co	1.25
⊕	21 mil	Johnson & Johnson	1.21
⊕	13 mil	Visa Inc Class A	1.11
⊕	8 mil	UnitedHealth Group Inc	1.06
⊕	9 mil	PayPal Holdings Inc	0.96
⊕	8 mil	The Home Depot Inc	0.94

Sector Weightings	Stocks %	Rel Std Index
Cyclical	**30.9**	**0.99**
Basic Materials	2.2	0.97
Consumer Cyclical	12.0	1.00
Financial Services	14.1	0.99
Real Estate	2.6	1.03
Sensitive	**47.0**	**1.00**
Communication Services	11.1	1.00
Energy	2.6	0.90
Industrials	8.8	0.99
Technology	24.5	1.01
Defensive	**22.1**	**1.01**
Consumer Defensive	6.3	1.00
Healthcare	13.3	1.02
Utilities	2.5	1.00

Operations

Family:	iShares
Manager:	Multiple
Tenure:	13.5 Years
Total Assets:	$297,056.8 mil
Shares Outstanding:	672.35 mil
Type:	ETF

Ticker:	IVV
Incept:	05-15-2000
Expiration Date:	—
Exchange:	NYSE ARCA
NAV:	430.05
Prem/Discount:	-0.03

Mkt Price:	429.92
Base Currency:	USD
Legal Structure:	Open Ended Investment Company
Backing Bank:	BlackRock Fund Advisors

iShares MSCI USA Min Vol Factor ETF (USD)

Morningstar Analyst Rating™	Overall Morningstar Rating™	Standard Index	Category Index	Morningstar Cat
Silver 06-02-2021	★ 1,257 US Fund Large Blend	S&P 500 TR USD	Russell 1000 TR USD	US Fund Large Blend

Performance 06-30-2021

Quarterly Returns	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	Total %
2019	12.70	5.56	4.24	3.04	27.77
2020	-17.20	12.86	5.73	6.90	5.60
2021	2.28	6.77	—	—	9.21

Trailing Returns	1 Yr	3 Yr	5 Yr	10 Yr	Incept
Std Mkt 06-30-21	23.43	—	11.95	—	13.88
Std NAV 06-30-21	23.42	—	11.95	—	13.90
Mkt Total Ret	23.43	13.64	11.95	—	13.88
NAV Total Ret	23.42	13.67	11.95	—	13.90
+/- Std Index	-17.37	-5.01	-5.70	—	—
+/- Cat Index	-19.65	-5.49	-6.05	—	—
% Rank Cat	97	88	96	—	
No. in Cat	1,386	1,257	1,099	—	

	Subsidized	Unsubsidized
30-day SEC Yield	—	—

Performance Disclosure

The Overall Morningstar Rating is based on risk-adjusted returns, derived from a weighted average of the three-, five-, and 10-year (if applicable) Morningstar metrics.

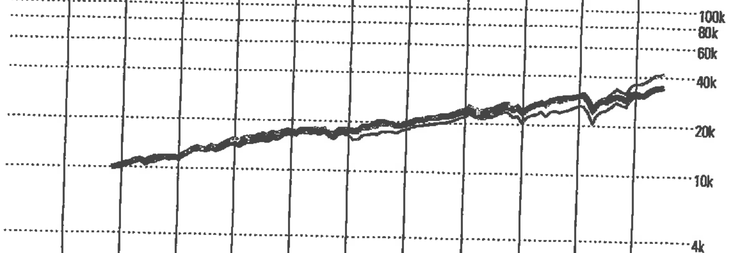
The performance data quoted represents past performance and does not guarantee future results. The investment return and principal value of an investment will fluctuate; thus an investor's shares, when sold or redeemed, may be worth more or less than their original cost.

Current performance may be lower or higher than return data quoted herein. For performance data current to the most recent month-end, please call 800-474-2737 or visit www.ishares.com.

Investment Style

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	06-21
Equity Stocks %	—	100	100	100	100	100	100	100	100	99	100	100

Growth of $10,000



- iShares MSCI USA Min Vol Factor ETF 34,750
- Category Average 34,715
- Standard Index 41,753

Performance Quartile (within category)

History

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	06-21
Mkt Total Ret %	—	—	10.83	25.09	16.33	5.45	10.57	18.91	1.36	27.69	5.64	9.19
NAV Total Ret %	—	—	11.04	25.11	16.34	5.50	10.50	18.97	1.36	27.77	5.60	9.21
+/- Standard Index	—	—	-4.96	-7.28	2.65	4.12	-1.46	-2.86	5.74	-3.72	-12.80	-6.05
+/- Category Index	—	—	-5.38	-8.01	3.10	4.59	-1.56	-2.72	6.14	-3.66	-15.36	-5.75
% Rank Cat	—	—	—	—	3	2	52	73	2	70	95	—
No. of Funds in Cat	—	—	—	—	1568	1606	1409	1396	1402	1387	1363	1460
Avg Prem/Discount %	—	*0.31*	0.05	0.03	0.03	0.02	-0.01	0.02	-0.02	-0.01	-0.06	—

Fees and Expenses

Fund Expenses

Management Fees %	0.15
Annual Report Net Expense Ratio %	**0.15**
Annual Report Gross Expense Ratio %	**0.15**
12b1 Expense %	NA

Risk and Return Profile

	3 Yr 1257 funds	5 Yr 1099 funds	10 Yr *820 funds*
Morningstar Rating™	2★	1★	—
Morningstar Risk	Low	Low	—
Morningstar Return	-Avg	Low	—

	3 Yr	5 Yr	10 Yr
Standard Deviation NAV	14.89	12.23	—
Standard Deviation MKT	14.71	12.10	—
Mean NAV	13.67	11.95	—
Mean MKT	13.64	11.95	—
Sharpe Ratio	0.86	0.89	—

MPT Statistics NAV	Standard Index	Best Fit Index Morningstar Gbl Eq Infra GR USD
Alpha	-0.50	2.33
Beta	0.75	0.92
R-Squared	87.15	90.38

12-Month Yield	—
Potential Cap Gains Exp	—
Leveraged	No
Leverage Type	—
Leverage %	100.00
Primary Prospectus Benchmark	MSCI USA Minimum Volatility (USD) GR USD

Portfolio Analysis 07-21-2021

Asset Allocation % 07-19-2021	Net %	Long %	Short %
Cash	0.22	0.22	0.00
US Stocks	97.82	97.82	0.00
Non-US Stocks	1.96	1.96	0.00
Bonds	0.00	0.00	0.00
Other/Not Clsfd	0.00	0.00	0.00
Total	100.00	100.00	0.00

Equity Style (Value Blend Growth; Large Mid Small)

Portfolio Statistics	Port Avg	Rel Index	Rel Cat
P/E Ratio TTM	27.4	1.03	1.04
P/C Ratio TTM	16.8	0.96	0.95
P/B Ratio TTM	4.9	1.12	24.58
Geo Avg Mkt Cap $mil	79778	0.40	0.30

Fixed-Income Style (Ltd Mod Ext; High Med Low)

Avg Eff Maturity	—
Avg Eff Duration	—
Avg Wtd Coupon	—
Avg Wtd Price	—

Credit Quality Breakdown —	Bond %
AAA	—
AA	—
A	—
BBB	—
BB	—
B	—
Below B	—
NR	—

Regional Exposure	Stocks %	Rel Std Index
Americas	99.3	1.00
Greater Europe	0.7	0.89
Greater Asia	0.0	0.00

Top Holdings 07-14-2021

Share Chg since 07-2021	Share Amount	Holdings: 183 Total Stocks, 0 Total Fixed-Income, 22% Turnover Ratio	Net Assets %
⊕	2 mil	Eli Lilly and Co	1.66
⊕	2 mil	Microsoft Corp	1.65
⊕	1 mil	Accenture PLC Class A	1.57
⊕	2 mil	Visa Inc Class A	1.51
⊕	683,858	Adobe Inc	1.49
⊕	3 mil	T-Mobile US Inc	1.48
⊕	10 mil	The Kroger Co	1.48
⊕	3 mil	Waste Management Inc	1.47
⊕	2 mil	Johnson & Johnson	1.43
⊕	3 mil	PepsiCo Inc	1.39
⊕	6 mil	Gilead Sciences Inc	1.38
⊕	659,989	Regeneron Pharmaceuticals Inc	1.37
⊕	5 mil	NextEra Energy Inc	1.32
⊕	3 mil	Republic Services Inc	1.31
⊕	138,147	Alphabet Inc Class C	1.30

Sector Weightings	Stocks %	Rel Std Index
Cyclical	**19.4**	**0.63**
Basic Materials	1.6	0.69
Consumer Cyclical	5.6	0.47
Financial Services	9.5	0.67
Real Estate	2.7	1.07
Sensitive	**42.3**	**0.90**
Communication Services	10.7	0.96
Energy	0.2	0.07
Industrials	10.6	1.20
Technology	20.8	0.86
Defensive	**38.3**	**1.75**
Consumer Defensive	12.8	2.02
Healthcare	18.5	1.41
Utilities	7.0	2.85

Operations

Family:	iShares
Manager:	Multiple
Tenure:	9.8 Years
Total Assets:	$28,526.0 mil
Shares Outstanding:	374.20 mil
Type:	ETF
Ticker:	USMV
Incept:	10-18-2011
Expiration Date:	—
Exchange:	CBOE BZX U.S. EQUITIES EXCHANGE
NAV:	73.63
Prem/Discount:	-0.03
Mkt Price:	73.61
Base Currency:	USD
Legal Structure:	Open Ended Investment Company
Backing Bank:	BlackRock Fund Advisors

Vanguard Mid Cap Index Institutional (USD)

Morningstar Analyst Rating™	Overall Morningstar Rating™	Standard Index	Category Index	Morningstar Cat
Gold 08-14-2020	★★★★★ 357 US Fund Mid-Cap Blend	S&P 500 TR USD	Russell Mid Cap TR USD	US Fund Mid-Cap Blend

Performance 06-30-2021

Quarterly Returns	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	Total %
2019	16.78	4.36	0.60	6.87	31.04
2020	-25.71	24.96	7.94	18.02	18.26
2021	7.18	7.58	—	—	15.31

Trailing Returns	1 Yr	3 Yr	5 Yr	10 Yr	Incept
Load-adj Mthly	46.88	16.51	15.76	13.14	10.84
Std 06-30-2021	46.88	—	15.76	13.14	10.84
Total Return	46.88	16.51	15.76	13.14	10.84
+/- Std Index	6.09	-2.17	-1.89	-1.70	—
+/- Cat Index	-2.91	0.06	0.14	-0.10	—
% Rank Cat	67	13	17	10	
No. in Cat	389	357	290	202	

	Subsidized	Unsubsidized
7-day Yield	—	—
30-day SEC Yield 07-23-21	1.12	1.12

Performance Disclosure

The Overall Morningstar Rating is based on risk-adjusted returns, derived from a weighted average of the three-, five-, and 10-year (if applicable) Morningstar metrics.

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Current performance may be lower or higher than return data quoted herein. For performance data current to the most recent month-end, please call 888-809-8102 or visit www.vanguard.com.

Fees and Expenses

Sales Charges

Front-End Load %	**NA**
Deferred Load %	**NA**

Fund Expenses

Management Fees %	0.04
12b1 Expense %	NA
Net Expense Ratio %	**0.04**
Gross Expense Ratio %	**0.04**

Risk and Return Profile

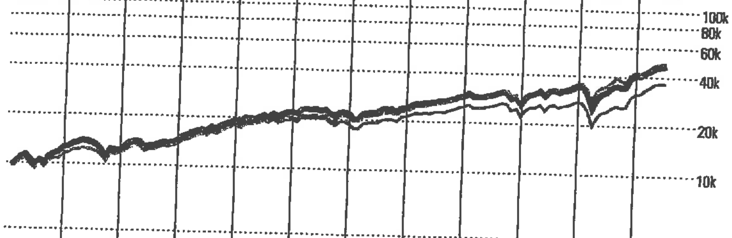
	3 Yr 357 funds	5 Yr 290 funds	10 Yr 202 funds
Morningstar Rating™	5★	4★	5★
Morningstar Risk	Avg	-Avg	-Avg
Morningstar Return	+Avg	+Avg	High

	3 Yr	5 Yr	10 Yr
Standard Deviation	21.61	17.27	15.65
Mean	16.51	15.76	13.14
Sharpe Ratio	0.76	0.87	0.83

MPT Statistics	Standard Index	Best Fit Index Morningstar US Mid Cap TR USD
Alpha	-3.47	-0.20
Beta	1.13	0.99
R-Squared	93.35	99.74

12-Month Yield	1.23%
Potential Cap Gains Exp	32.29%

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	06-21	
Equity Stocks %	100	100	100	100	100	100	99	100	100	99	100	100	Investment Style



Growth of $10,000
- Vanguard Mid Cap Index Institutional 46,677
- Category Average 36,376
- Standard Index 48,668

Performance Quartile (within category)

2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	06-21	History
20.36	19.69	22.52	30.08	33.79	32.85	35.99	42.32	37.78	48.74	56.64	64.93	NAV/Price
25.67	-1.96	16.01	35.17	13.78	-1.33	11.23	19.29	-9.24	31.04	18.26	15.31	Total Return %
10.60	-4.07	0.00	2.78	0.09	-2.72	-0.73	-2.54	-4.86	-0.44	-0.13	0.06	+/- Standard Index
0.19	-0.41	-1.27	0.41	0.57	1.11	-2.57	0.78	-0.18	0.50	1.16	-0.94	+/- Category Index
26	32	55	40	5	17	73	17	32	13	17	—	% Rank Cat
433	424	412	399	369	432	427	443	464	404	407	396	No. of Funds in Cat

Portfolio Analysis 06-30-2021

Asset Allocation %	Net %	Long %	Short %
Cash	0.02	0.02	0.00
US Stocks	97.82	97.82	0.00
Non-US Stocks	2.15	2.15	0.00
Bonds	0.00	0.00	0.00
Other/Not Clsfd	0.00	0.00	0.00
Total	100.00	100.00	0.00

Equity Style: Value Blend Growth / Large Mid Small

Portfolio Statistics	Port Avg	Rel Index	Rel Cat
P/E Ratio TTM	25.5	0.96	1.10
P/C Ratio TTM	17.1	0.98	1.29
P/B Ratio TTM	3.6	0.81	1.14
Geo Avg Mkt Cap $mil	25216	0.13	2.26

Fixed-Income Style: Ltd Mod Ext / High Med Low

Avg Eff Maturity	—
Avg Eff Duration	—
Avg Wtd Coupon	—
Avg Wtd Price	—

Credit Quality Breakdown —	Bond %
AAA	—
AA	—
A	—
BBB	—
BB	—
B	—
Below B	—
NR	—

Regional Exposure	Stocks %	Rel Std Index
Americas	98.3	0.99
Greater Europe	0.8	0.94
Greater Asia	0.9	4.62

Share Chg since 05-2021	Share Amount	Holdings : 371 Total Stocks , 0 Total Fixed-Income, 26% Turnover Ratio	Net Assets %
⊖	2 mil	IDEXX Laboratories Inc	0.78
⊕	4 mil	DocuSign Inc	0.75
⊖	18 mil	Marvell Technology Inc	0.68
⊖	4 mil	IQVIA Holdings Inc	0.68
⊖	626,894	Chipotle Mexican Grill Inc	0.63
⊖	3 mil	Veeva Systems Inc Class A	0.62
⊖	6 mil	Aptiv PLC	0.62
⊖	13 mil	Centene Corp	0.62
⊖	6 mil	Digital Realty Trust Inc	0.62
⊖	19 mil	Carrier Global Corp Ordinary Shares	0.61
⊖	3 mil	Synopsys Inc	0.61
⊖	2 mil	MSCI Inc	0.61
⊖	2 mil	DexCom Inc	0.60
⊕	6 mil	Microchip Technology Inc	0.60
⊖	13 mil	Amphenol Corp Class A	0.59

Sector Weightings	Stocks %	Rel Std Index
Cyclical	**35.2**	**1.13**
Basic Materials	3.4	1.48
Consumer Cyclical	12.1	1.01
Financial Services	11.1	0.78
Real Estate	8.7	3.37
Sensitive	**43.4**	**0.92**
Communication Services	5.6	0.50
Energy	3.8	1.34
Industrials	11.9	1.35
Technology	22.0	0.91
Defensive	**21.4**	**0.98**
Consumer Defensive	3.2	0.51
Healthcare	13.0	1.00
Utilities	5.1	2.09

Operations

Family:	Vanguard
Manager:	Multiple
Tenure:	23.2 Years
Objective:	Growth
Base Currency:	USD
Ticker:	VMCIX
ISIN:	US9229088359
Minimum Initial Purchase:	$5 mil
Purchase Constraints:	—
Incept:	05-21-1998
Type:	MF
Total Assets:	$50,540.07 mil

iShares Core S&P Small-Cap ETF (USD)

Morningstar Analyst Rating™	Overall Morningstar Rating™	Standard Index	Category Index	Morningstar Cat
Silver 06-22-2021	★★★★ 603 US Fund Small Blend	S&P 500 TR USD	Russell 2000 TR USD	US Fund Small Blend

Performance 06-30-2021

Quarterly Returns	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	Total %
2019	11.59	1.87	-0.20	8.23	22.79
2020	-32.65	21.98	3.13	31.29	11.24
2021	18.21	4.49	—	—	23.51

Trailing Returns	1 Yr	3 Yr	5 Yr	10 Yr	Incept
Std Mkt 06-30-21	67.40	—	15.80	13.46	10.87
Std NAV 06-30-21	67.23	—	15.80	13.46	10.87
Mkt Total Ret	67.40	12.22	15.80	13.46	10.87
NAV Total Ret	67.23	12.19	15.80	13.46	10.87
+/- Std Index	26.44	-6.48	-1.84	-1.38	—
+/- Cat Index	5.21	-1.33	-0.66	1.12	—
% Rank Cat	19	43	23	2	
No. in Cat	653	603	512	356	

	Subsidized	Unsubsidized
30-day SEC Yield	—	—

Performance Disclosure

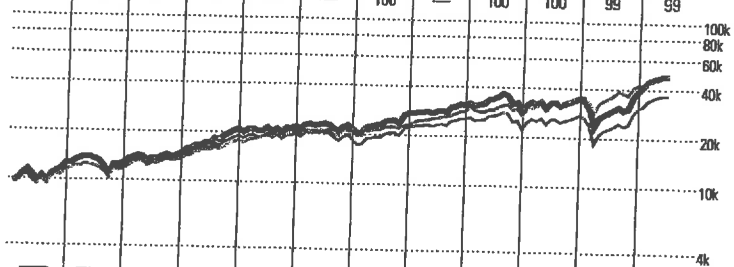
The Overall Morningstar Rating is based on risk-adjusted returns, derived from a weighted average of the three-, five-, and 10-year (if applicable) Morningstar metrics.

The performance data quoted represents past performance and does not guarantee future results. The investment return and principal value of an investment will fluctuate; thus an investor's shares, when sold or redeemed, may be worth more or less than their original cost.

Current performance may be lower or higher than return data quoted herein. For performance data current to the most recent month-end, please call 800-474-2737 or visit www.ishares.com.

Investment Style

Equity Stocks %	—	—	—	—	—	—	100	—	100	100	99	99



Growth of $10,000

- iShares Core S&P Small-Cap ETF 47,923
- Category Average 36,413
- Standard Index 48,668

Performance Quartile (within category)

History	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	06-21
Mkt Total Ret %	26.60	0.79	16.29	41.32	5.85	-2.07	26.61	13.15	-8.49	22.82	11.28	23.52
NAV Total Ret %	26.14	0.90	16.28	41.36	5.67	-2.00	26.49	13.20	-8.43	22.79	11.24	23.51
+/- Standard Index	11.08	-1.21	0.28	8.98	-8.02	-3.38	14.53	-8.64	-4.04	-8.70	-7.16	8.26
+/- Category Index	-0.71	5.07	-0.07	2.54	0.77	2.42	5.19	-1.45	2.59	-2.74	-8.72	5.98
% Rank Cat	44	9	37	20	33	20	10	42	10	60	51	—
No. of Funds in Cat	649	650	662	681	737	780	750	802	769	702	671	658
Avg Prem/Discount %	-0.09	-0.03	-0.06	-0.05	-0.01	-0.05	-0.02	-0.03	0.00	-0.01	-0.01	—

Fees and Expenses

Fund Expenses

Management Fees %	0.06
Annual Report Net Expense Ratio %	**0.06**
Annual Report Gross Expense Ratio %	**0.06**
12b1 Expense %	NA

Risk and Return Profile

	3 Yr 603 funds	5 Yr 512 funds	10 Yr 356 funds
Morningstar Rating™	3★	4★	5★
Morningstar Risk	Avg	Avg	Avg
Morningstar Return	Avg	+Avg	High

	3 Yr	5 Yr	10 Yr
Standard Deviation NAV	26.01	21.58	18.69
Standard Deviation MKT	26.09	21.63	18.72
Mean NAV	12.19	15.80	13.46
Mean MKT	12.22	15.80	13.46
Sharpe Ratio	0.53	0.74	0.74

MPT Statistics NAV	Standard Index	Best Fit Index Russell 2000 TR USD
Alpha	-8.87	-1.16
Beta	1.28	1.01
R-Squared	82.87	97.99

12-Month Yield	—
Potential Cap Gains Exp	—
Leveraged	No
Leverage Type	—
Leverage %	100.00
Primary Prospectus Benchmark	S&P SmallCap 600 TR USD

Portfolio Analysis 07-21-2021

Asset Allocation % 07-19-2021	Net %	Long %	Short %
Cash	0.21	1.38	1.17
US Stocks	98.66	98.66	0.00
Non-US Stocks	1.13	1.13	0.00
Bonds	0.00	0.00	0.00
Other/Not Clsfd	0.00	0.00	0.00
Total	100.00	101.17	1.17

Equity Style

Value Blend Growth

Large Mid Small

Portfolio Statistics	Port Avg	Rel Index	Rel Cat
P/E Ratio TTM	17.6	0.67	0.85
P/C Ratio TTM	10.4	0.59	0.88
P/B Ratio TTM	2.2	0.50	6.33
Geo Avg Mkt Cap $mil	2341	0.01	0.48

Fixed-Income Style

Ltd Mod Ext

High Med Low

Avg Eff Maturity	—
Avg Eff Duration	—
Avg Wtd Coupon	—
Avg Wtd Price	—

Credit Quality Breakdown —	Bond %
AAA	—
AA	—
A	—
BBB	—
BB	—
B	—
Below B	—
NR	—

Regional Exposure	Stocks %	Rel Std Index
Americas	99.5	1.00
Greater Europe	0.2	0.25
Greater Asia	0.3	1.63

Top Holdings 07-14-2021

Share Chg since 07-2021	Share Amount	Holdings: 602 Total Stocks, 0 Total Fixed-Income, 20% Turnover Ratio	Net Assets %
⊖	777 mil	BlackRock Cash Funds Treasury SL A	1.14
⊖	4 mil	GameStop Corp Class A	1.00
⊖	3 mil	Omnicell Inc	0.64
⊖	1 mil	Stamps.com Inc	0.58
⊖	2 mil	Chart Industries Inc	0.54
	21 mil	Macy's Inc	0.53
⊖	2 mil	Saia Inc	0.52
⊖	8 mil	NeoGenomics Inc	0.52
⊖	4 mil	Power Integrations Inc	0.50
⊖	2 mil	Innovative Industrial Properties I	0.50
⊖	5 mil	Agree Realty Corp	0.49
⊖	3 mil	Exponent Inc	0.48
⊖	3 mil	AMN Healthcare Services Inc	0.46
⊖	4 mil	UFP Industries Inc	0.44
⊖	3 mil	Ensign Group Inc	0.43

Sector Weightings	Stocks %	Rel Std Index
Cyclical	**44.7**	**1.44**
Basic Materials	5.2	2.30
Consumer Cyclical	13.8	1.15
Financial Services	16.1	1.13
Real Estate	9.6	3.74
Sensitive	**37.9**	**0.81**
Communication Services	2.6	0.24
Energy	4.2	1.46
Industrials	17.1	1.93
Technology	14.0	0.58
Defensive	**17.4**	**0.79**
Consumer Defensive	4.0	0.64
Healthcare	11.6	0.88
Utilities	1.8	0.72

Operations

Family:	iShares
Manager:	Multiple
Tenure:	13.5 Years
Total Assets:	$67,491.6 mil
Shares Outstanding:	622.85 mil
Type:	ETF
Ticker:	IJR
Incept:	05-22-2000
Expiration Date:	—
Exchange:	NYSE ARCA
NAV:	112.95
Prem/Discount:	0.03
Mkt Price:	112.98
Base Currency:	USD
Legal Structure:	Open Ended Investment Company
Backing Bank:	BlackRock Fund Advisors

Release date 06-30-2021

iShares Core MSCI EAFE ETF (USD)

Morningstar Analyst Rating™	Overall Morningstar Rating™	Standard Index	Category Index	Morningstar Cat
Silver 11-27-2020	★★★ 673 US Fund Foreign Large Blend	MSCI ACWI Ex USA NR USD	MSCI ACWI Ex USA NR USD	US Fund Foreign Large Blend

Performance 06-30-2021

Quarterly Returns	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	Total %
2019	10.12	3.54	-0.94	8.62	22.67
2020	-23.52	15.68	5.52	16.27	8.55
2021	3.72	5.22	—	—	9.14

Trailing Returns	1 Yr	3 Yr	5 Yr	10 Yr	Incept
Std Mkt 06-30-21	34.03	—	10.61	—	8.03
Std NAV 06-30-21	33.89	—	10.75	—	7.97
Mkt Total Ret	34.03	8.64	10.61	—	8.03
NAV Total Ret	33.89	8.50	10.75	—	7.97
+/- Std Index	-1.83	-0.88	-0.33	—	—
+/- Cat Index	-1.83	-0.88	-0.33	—	—
% Rank Cat	46	52	38	—	
No. in Cat	757	673	579	—	

	Subsidized	Unsubsidized
30-day SEC Yield	—	—

Performance Disclosure

The Overall Morningstar Rating is based on risk-adjusted returns, derived from a weighted average of the three-, five-, and 10-year (if applicable) Morningstar metrics.

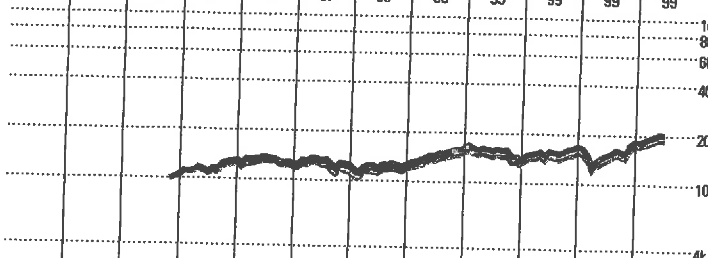
The performance data quoted represents past performance and does not guarantee future results. The investment return and principal value of an investment will fluctuate; thus an investor's shares, when sold or redeemed, may be worth more or less than their original cost.

Current performance may be lower or higher than return data quoted herein. For performance data current to the most recent month-end, please call 800-474-2737 or visit www.ishares.com.

Investment Style
Equity
Stocks %

2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	06-21
—	—	98	97	97	97	99	99	99	99	99	99

Growth of $10,000
- iShares Core MSCI EAFE ETF 19,981
- Category Average 18,321
- Standard Index 18,452



Performance Quartile (within category)

History

2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	06-21	History
—	—	—	22.42	-6.33	0.73	1.58	26.59	-14.13	22.63	8.17	9.89	Mkt Total Ret %
—	—	—	23.73	-4.82	0.53	1.36	26.42	-14.20	22.67	8.55	9.14	NAV Total Ret %
—	—	—	8.44	-0.96	6.19	-3.13	-0.77	-0.01	1.16	-2.11	-0.02	+/- Standard Index
—	—	—	8.44	-0.96	6.19	-3.13	-0.77	-0.01	1.16	-2.11	-0.02	+/- Category Index
—	—	—	15	43	28	40	35	46	34	51	—	% Rank Cat
—	—	—	791	750	788	762	756	741	732	785	777	No. of Funds in Cat
—	—	*1.23*	0.21	0.08	-0.09	0.06	0.14	0.00	-0.04	-0.16	—	Avg Prem/Discount %

Fees and Expenses

Fund Expenses

Management Fees %	0.07
Annual Report Net Expense Ratio %	**0.07**
Annual Report Gross Expense Ratio %	**0.07**
12b1 Expense %	NA

Risk and Return Profile

	3 Yr 673 funds	5 Yr 579 funds	10 Yr *385 funds*
Morningstar Rating™	3★	3★	—
Morningstar Risk	Avg	Avg	—
Morningstar Return	Avg	Avg	—

	3 Yr	5 Yr	10 Yr
Standard Deviation NAV	18.07	14.92	—
Standard Deviation MKT	17.68	14.55	—
Mean NAV	8.50	10.75	—
Mean MKT	8.64	10.61	—
Sharpe Ratio	0.47	0.68	—

MPT Statistics NAV	Standard Index	Best Fit Index MSCI Europe NR USD
Alpha	-0.85	0.27
Beta	1.01	0.93
R-Squared	97.24	98.08

12-Month Yield	—
Potential Cap Gains Exp	—
Leveraged	No
Leverage Type	—
Leverage %	100.00
Primary Prospectus Benchmark	MSCI EAFE IMI NR USD

Portfolio Analysis 07-21-2021

Asset Allocation % 07-19-2021	Net %	Long %	Short %
Cash	0.41	0.44	0.02
US Stocks	1.09	1.09	0.00
Non-US Stocks	98.36	98.36	0.00
Bonds	0.00	0.00	0.00
Other/Not Clsfd	0.13	0.13	0.00
Total	100.00	100.02	0.02

Equity Style
Value Blend Growth
Large Mid Small

Portfolio Statistics	Port Avg	Rel Index	Rel Cat
P/E Ratio TTM	20.2	1.07	1.03
P/C Ratio TTM	10.7	0.99	0.97
P/B Ratio TTM	1.8	0.94	3.66
Geo Avg Mkt Cap $mil	30135	0.63	0.55

Fixed-Income Style
Ltd Mod Ext
High Med Low

Avg Eff Maturity	—
Avg Eff Duration	—
Avg Wtd Coupon	—
Avg Wtd Price	—

Credit Quality Breakdown —	Bond %
AAA	—
AA	—
A	—
BBB	—
BB	—
B	—
Below B	—
NR	—

Regional Exposure	Stocks %	Rel Std Index
Americas	1.2	0.12
Greater Europe	63.1	1.45
Greater Asia	35.7	0.77

Top Holdings 07-14-2021

Share Chg since 07-2021	Share Amount	Holdings: 2,936 Total Stocks, 0 Total Fixed-Income, 2% Turnover Ratio	Net Assets %
	14 mil	Nestle SA	1.81
	2 mil	ASML Holding NV	1.48
	3 mil	Roche Holding AG	1.35
	1 mil	LVMH Moet Hennessy Louis Vuitton SE	1.08
	11 mil	Novartis AG	0.99
	10 mil	Toyota Motor Corp	0.93
	7 mil	AstraZeneca PLC	0.89
	13 mil	Unilever PLC	0.77
	8 mil	Novo Nordisk A/S B	0.76
	5 mil	SAP SE	0.73
	58 mil	AIA Group Ltd	0.73
	9 mil	Commonwealth Bank of Australia	0.64
	6 mil	Sony Group Corp	0.62
	4 mil	Siemens AG	0.58
	5 mil	Sanofi SA	0.58

Sector Weightings	Stocks %	Rel Std Index
Cyclical	**39.9**	**0.95**
Basic Materials	8.0	0.97
Consumer Cyclical	11.8	0.95
Financial Services	15.7	0.85
Real Estate	4.4	1.68
Sensitive	**34.8**	**0.94**
Communication Services	5.5	0.73
Energy	3.0	0.64
Industrials	16.4	1.44
Technology	9.9	0.74
Defensive	**25.3**	**1.20**
Consumer Defensive	9.8	1.14
Healthcare	12.2	1.28
Utilities	3.3	1.11

Operations

Family:	iShares	Ticker:	IEFA	Mkt Price:	74.86
Manager:	Multiple	Incept:	10-18-2012	Base Currency:	USD
Tenure:	8.8 Years	Expiration Date:	—	Legal Structure:	Open Ended Investment Company
Total Assets:	$98,292.3 mil	Exchange:	CBOE BZX U.S. EQUITIES EXCHANGE	Backing Bank:	BlackRock Fund Advisors
Shares Outstanding:	1,307.60 mil	NAV:	74.68		
Type:	ETF	Prem/Discount:	0.24		

MORNINGSTAR®

Release date 06-30-2021

iShares Core MSCI Emerging Markets ETF (USD)

Morningstar Analyst Rating™	Overall Morningstar Rating™	Standard Index	Category Index	Morningstar Cat
Bronze 03-29-2021	★★★ 701 US Fund Diversified Emerging Mkts	MSCI ACWI Ex USA NR USD	MSCI EM NR USD	US Fund Diversified Emerging Mkts

Performance 06-30-2021

Quarterly Returns	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	Total %
2019	9.53	0.47	-4.28	11.54	17.50
2020	-24.40	18.90	9.77	19.78	18.18
2021	2.77	5.78	—	—	8.71

Trailing Returns	1 Yr	3 Yr	5 Yr	10 Yr	Incept
Std Mkt 06-30-21	43.43	—	12.67	—	6.06
Std NAV 06-30-21	42.93	—	12.87	—	6.09
Mkt Total Ret	43.43	11.34	12.67	—	6.06
NAV Total Ret	42.93	11.32	12.87	—	6.09
+/- Std Index	7.21	1.94	1.79	—	—
+/- Cat Index	2.02	0.05	-0.16	—	—
% Rank Cat	43	44	37	—	
No. in Cat	789	701	602	—	

	Subsidized	Unsubsidized
30-day SEC Yield	—	—

Performance Disclosure

The Overall Morningstar Rating is based on risk-adjusted returns, derived from a weighted average of the three-, five-, and 10-year (if applicable) Morningstar metrics.

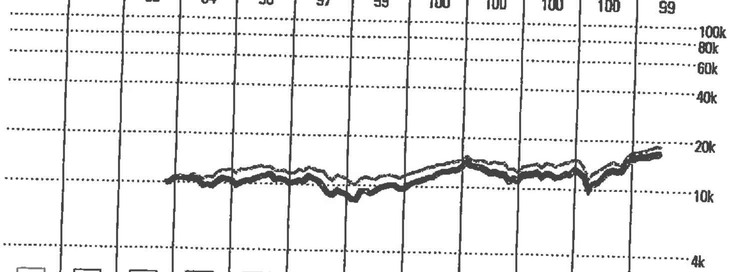
The performance data quoted represents past performance and does not guarantee future results. The investment return and principal value of an investment will fluctuate; thus an investor's shares, when sold or redeemed, may be worth more or less than their original cost.

Current performance may be lower or higher than return data quoted herein. For performance data current to the most recent month-end, please call 800-474-2737 or visit www.ishares.com.

Investment Style
Equity
Stocks %

2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	06-21
—	—	96	94	96	97	99	100	100	100	100	99

Growth of $10,000



iShares Core MSCI Emerging Markets ETF 17,049
Category Average 16,351
Standard Index 18,452

Performance Quartile (within category)

History

2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	06-21	History
—	—	—	-2.81	-3.44	-14.31	10.29	37.40	-14.93	17.79	17.88	8.73	Mkt Total Ret %
—	—	—	-2.16	-2.04	-13.86	9.98	36.78	-14.69	17.50	18.18	8.71	NAV Total Ret %
—	—	—	-17.45	1.83	-8.20	5.48	9.58	-0.49	-4.01	7.53	-0.45	+/- Standard Index
—	—	—	0.44	0.15	1.06	-1.21	-0.51	-0.11	-0.93	-0.13	1.26	+/- Category Index
—	—	—	53	40	47	40	40	36	63	40	—	% Rank Cat
—	—	—	614	749	840	813	806	836	835	796	804	No. of Funds in Cat
—	—	0.89	0.01	-0.13	-0.04	0.29	0.24	0.04	-0.05	-0.21	—	Avg Prem/Discount %

Fees and Expenses

Fund Expenses

Management Fees %	0.11
Annual Report Net Expense Ratio %	**0.14**
Annual Report Gross Expense Ratio %	**0.14**
12b1 Expense %	NA

Risk and Return Profile

	3 Yr 701 funds	5 Yr 602 funds	10 Yr *306 funds*
Morningstar Rating™	3★	3★	—
Morningstar Risk	-Avg	-Avg	—
Morningstar Return	Avg	Avg	—

	3 Yr	5 Yr	10 Yr
Standard Deviation NAV	18.97	16.30	—
Standard Deviation MKT	19.14	16.55	—
Mean NAV	11.32	12.87	—
Mean MKT	11.34	12.67	—
Sharpe Ratio	0.60	0.76	—

MPT Statistics NAV	Standard Index	Best Fit Index MSCI EM NR USD
Alpha	2.02	0.01
Beta	1.00	1.01
R-Squared	86.40	99.46

12-Month Yield	—
Potential Cap Gains Exp	—
Leveraged	No
Leverage Type	—
Leverage %	100.00
Primary Prospectus Benchmark	MSCI EM IMI NR USD

Portfolio Analysis 07-21-2021

Asset Allocation % 07-19-2021	Net %	Long %	Short %
Cash	0.25	0.55	0.30
US Stocks	0.28	0.28	0.00
Non-US Stocks	99.43	99.43	0.00
Bonds	0.00	0.00	0.00
Other/Not Clsfd	0.04	0.04	0.00
Total	100.00	100.30	0.30

Equity Style (Value Blend Growth; Large Mid Small)

Portfolio Statistics	Port Avg	Rel Index	Rel Cat
P/E Ratio TTM	16.8	0.89	0.90
P/C Ratio TTM	10.3	0.96	0.84
P/B Ratio TTM	2.0	1.04	5.06
Geo Avg Mkt Cap $mil	33432	0.70	0.51

Fixed-Income Style (Ltd Mod Ext; High Med Low)

Avg Eff Maturity	—
Avg Eff Duration	—
Avg Wtd Coupon	—
Avg Wtd Price	—

Credit Quality Breakdown —	Bond %
AAA	—
AA	—
A	—
BBB	—
BB	—
B	—
Below B	—
NR	—

Regional Exposure	Stocks %	Rel Std Index
Americas	8.3	0.81
Greater Europe	13.2	0.30
Greater Asia	78.5	1.70

Top Holdings 07-14-2021

Share Chg since 07-2021	Share Amount	Holdings: 2,560 Total Stocks, 1 Total Fixed-Income, 15% Turnover Ratio	Net Assets %
⊕	211 mil	Taiwan Semiconductor Manufacturing	5.46
⊕	49 mil	Tencent Holdings Ltd	4.24
⊕	129 mil	Alibaba Group Holding Ltd Ordinary	4.21
⊕	41 mil	Samsung Electronics Co Ltd	3.45
⊕	31 mil	Meituan	1.34
⊕	4 mil	Naspers Ltd Class N	0.93
⊕	34 mil	VALE SA	0.91
	24 mil	Reliance Industries Ltd Shs Demate	0.85
	29 mil	Infosys Ltd	0.76
⊕	822 mil	China Construction Bank Corp Class	0.71
⊕	7 mil	JD.com Inc ADR	0.69
⊕	11 mil	NIO Inc ADR	0.64
⊕	54 mil	Ping An Insurance (Group) Co. of C	0.61
⊕	29 mil	WuXi Biologics (Cayman) Inc Regist	0.61
	15 mil	Housing Development Finance Corp L	0.60

Sector Weightings	Stocks %	Rel Std Index
Cyclical	**43.8**	**1.05**
Basic Materials	8.9	1.09
Consumer Cyclical	15.2	1.22
Financial Services	17.0	0.91
Real Estate	2.7	1.02
Sensitive	**42.6**	**1.15**
Communication Services	11.2	1.48
Energy	4.6	0.98
Industrials	6.0	0.53
Technology	20.8	1.56
Defensive	**13.6**	**0.64**
Consumer Defensive	5.7	0.66
Healthcare	5.7	0.60
Utilities	2.2	0.74

Operations

Family:	iShares
Manager:	Multiple
Tenure:	8.8 Years
Total Assets:	$80,701.4 mil
Shares Outstanding:	1,255.80 mil
Type:	ETF
Ticker:	IEMG
Incept:	10-18-2012
Expiration Date:	—
Exchange:	NYSE ARCA
NAV:	67.05
Prem/Discount:	-0.09
Mkt Price:	66.99
Base Currency:	USD
Legal Structure:	Open Ended Investment Company
Backing Bank:	BlackRock Fund Advisors

Baird Aggregate Bond Inst (USD)

Morningstar Analyst Rating™	Overall Morningstar Rating™	Standard Index	Category Index	Morningstar Cat
Gold 02-19-2021	★★★★★ 403 US Fund Intermediate Core Bond	BBgBarc US Agg Bond TR USD	BBgBarc US Agg Bond TR USD	US Fund Intermediate Core Bond

Performance 06-30-2021

Quarterly Returns	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	Total %
2019	3.32	3.16	2.41	0.30	9.48
2020	1.50	4.79	1.06	1.07	8.63
2021	-3.39	1.99	—	—	-1.47

Trailing Returns	1 Yr	3 Yr	5 Yr	10 Yr	Incept
Load-adj Mthly	0.64	5.95	3.59	4.18	5.29
Std 06-30-2021	0.64	—	3.59	4.18	5.29
Total Return	0.64	5.95	3.59	4.18	5.29
+/- Std Index	0.97	0.60	0.56	0.79	—
+/- Cat Index	0.97	0.60	0.56	0.79	—
% Rank Cat	45	17	18	5	
No. in Cat	437	403	348	264	

	Subsidized	Unsubsidized
7-day Yield	—	—
30-day SEC Yield 06-30-21	1.36	0.00

Performance Disclosure

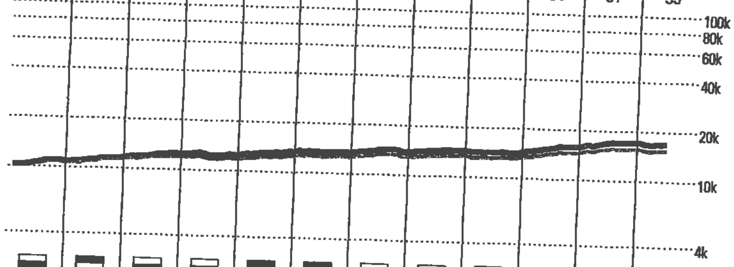
The Overall Morningstar Rating is based on risk-adjusted returns, derived from a weighted average of the three-, five-, and 10-year (if applicable) Morningstar metrics.

The performance data quoted represents past performance and does not guarantee future results. The investment return and principal value of an investment will fluctuate; thus an investor's shares, when sold or redeemed, may be worth more or less than their original cost.

Current performance may be lower or higher than return data quoted herein. For performance data current to the most recent month-end, please call 866-442-2473 or visit www.bairdfunds.com.

Investment Style	89	94	97	98	96	98	97	97	97	94	91	93

Investment Style
Fixed-Income
Bond %



Growth of $10,000
- Baird Aggregate Bond Inst 16,866
- Category Average 15,423
- Standard Index 15,280

Performance Quartile (within category)

History	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	06-21
NAV/Price	10.52	10.65	10.89	10.41	10.81	10.61	10.70	10.87	10.53	11.21	11.77	11.49
Total Return %	8.34	7.85	7.92	-1.25	6.89	0.55	3.52	4.20	-0.30	9.48	8.63	-1.47
+/- Standard Index	1.79	0.01	3.70	0.77	0.93	0.00	0.87	0.66	-0.31	0.76	1.12	0.14
+/- Category Index	1.79	0.01	3.70	0.77	0.93	0.00	0.87	0.66	-0.31	0.76	1.12	0.14
% Rank Cat	31	9	34	36	8	22	37	31	41	15	22	—
No. of Funds in Cat	1164	1195	1165	1079	1038	1042	985	986	1019	430	415	452

Portfolio Analysis 06-30-2021

Asset Allocation %	Net %	Long %	Short %
Cash	2.80	2.84	0.04
US Stocks	0.00	0.00	0.00
Non-US Stocks	0.00	0.00	0.00
Bonds	93.27	93.27	0.00
Other/Not Clsfd	3.93	3.93	0.00
Total	100.00	100.04	0.04

Share Chg since 03-2021	Share Amount	Holdings : 1 Total Stocks , 1,576 Total Fixed-Income, 35% Turnover Ratio	Net Assets %
⊕	1,505 mil	United States Treasury Notes 2.5%	4.48
⊖	1,308 mil	United States Treasury Bonds 2.88%	4.22
⊕	1,329 mil	United States Treasury Bonds 2.5%	4.04
⊕	1,000 mil	United States Treasury Notes 2%	2.96
⊕	966 mil	United States Treasury Notes 2.25%	2.90
⊖	981 mil	First American Government Obligs U	2.75
⊕	1,011 mil	United States Treasury Notes 0.62%	2.65
⊖	650 mil	United States Treasury Notes 2.25%	1.94
⊖	438 mil	United States Treasury Notes 2.12%	1.27
⊖	319 mil	United States Treasury Bonds 2.88%	1.05
☼	324 mil	United States Treasury Bonds 1.38%	0.82
⊖	223 mil	United States Treasury Notes 1.88%	0.64
⊖	139 mil	Federal Home Loan Mortgage Corpora	0.42
⊖	143 mil	United States Treasury Notes 1.62%	0.41
⊖	127 mil	Federal Home Loan Banks 4%	0.39

Equity Style
Value Blend Growth
Large Mid Small

Portfolio Statistics	Port Avg	Rel Index	Rel Cat
P/E Ratio TTM	—	—	—
P/C Ratio TTM	—	—	—
P/B Ratio TTM	—	—	—
Geo Avg Mkt Cap $mil	2166	—	—

Fixed-Income Style
Ltd Mod Ext
High Med Low

Avg Eff Maturity	8.29
Avg Eff Duration	6.58
Avg Wtd Coupon	3.19
Avg Wtd Price	108.16

Credit Quality Breakdown 06-30-2021	Bond %
AAA	58.10
AA	3.70
A	13.80
BBB	23.60
BB	0.80
B	0.00
Below B	0.00
NR	0.00

Regional Exposure	Stocks %	Rel Std Index
Americas	100.0	—
Greater Europe	0.0	—
Greater Asia	0.0	—

Sector Weightings	Stocks %	Rel Std Index
Cyclical	0.0	—
Basic Materials	0.0	—
Consumer Cyclical	0.0	—
Financial Services	0.0	—
Real Estate	0.0	—
Sensitive	100.0	—
Communication Services	0.0	—
Energy	100.0	—
Industrials	0.0	—
Technology	0.0	—
Defensive	0.0	—
Consumer Defensive	0.0	—
Healthcare	0.0	—
Utilities	0.0	—

Fees and Expenses

Sales Charges

Front-End Load %	**NA**
Deferred Load %	**NA**

Fund Expenses

Management Fees %	0.25
12b1 Expense %	NA
Net Expense Ratio %	**0.30**
Gross Expense Ratio %	**0.30**

Risk and Return Profile

	3 Yr 403 funds	5 Yr 348 funds	10 Yr 264 funds
Morningstar Rating™	4★	4★	5★
Morningstar Risk	Avg	Avg	Avg
Morningstar Return	+Avg	+Avg	High

	3 Yr	5 Yr	10 Yr
Standard Deviation	3.91	3.53	3.19
Mean	5.95	3.59	4.18
Sharpe Ratio	1.20	0.70	1.12

MPT Statistics	Standard Index	Best Fit Index BBgBarc US Universal TR USD
Alpha	0.26	-0.14
Beta	1.08	1.10
R-Squared	91.52	98.00
12-Month Yield		2.03%
Potential Cap Gains Exp		5.68%

Operations

Family:	Baird
Manager:	Multiple
Tenure:	20.8 Years
Objective:	Income
Base Currency:	USD

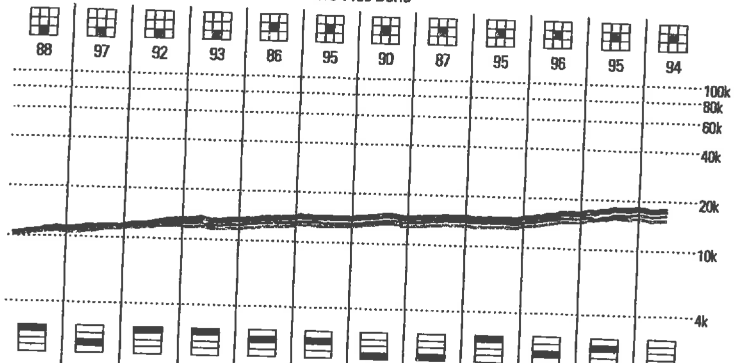
Ticker:	BAGIX
ISIN:	US0570718546
Minimum Initial Purchase:	$10,000
Min Auto Investment Plan:	$10,000
Minimum IRA Purchase:	$10,000

Purchase Constraints:	—
Incept:	09-29-2000
Type:	MF
Total Assets:	$36,207.91 mil

MORNINGSTAR®

Metropolitan West Total Return Bd I (USD)

Morningstar Analyst Rating™	Overall Morningstar Rating™	Standard Index	Category Index	Morningstar Cat
Gold 12-01-2020	★★★★ 550 US Fund Intermediate Core-Plus Bond	BBgBarc US Agg Bond TR USD	BBgBarc US Universal TR USD	US Fund Intermediate Core-Plus Bond



	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	06-21	History
	10.37	10.37	10.89	10.55	10.90	10.62	10.53	10.66	10.39	10.93	11.18	10.98	NAV/Price
	11.65	5.52	11.54	0.50	5.99	0.29	2.46	3.43	0.16	9.09	9.11	-1.16	Total Return %
	5.11	-2.32	7.33	2.52	0.02	-0.26	-0.19	-0.11	0.15	0.37	1.61	0.44	+/- Standard Index
	4.49	-1.88	6.01	1.85	0.43	-0.14	-1.45	-0.66	0.41	-0.20	1.54	-0.01	+/- Category Index
	7	70	7	16	31	29	85	79	20	56	29	—	% Rank Cat
	428	456	467	500	510	528	561	597	617	613	602	600	No. of Funds in Cat

Performance 06-30-2021

Quarterly Returns	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	Total %
2019	3.20	3.20	2.24	0.19	9.09
2020	2.32	4.07	1.26	1.20	9.11
2021	-2.91	1.80	—	—	-1.16

Trailing Returns	1 Yr	3 Yr	5 Yr	10 Yr	Incept
Load-adj Mthly	1.28	6.12	3.63	4.32	5.89
Std 06-30-2021	1.28	—	3.63	4.32	5.89
Total Return	1.28	6.12	3.63	4.32	5.89
+/- Std Index	1.61	0.77	0.61	0.92	—
+/- Cat Index	0.16	0.48	0.16	0.57	—
% Rank Cat	81	34	55	21	
No. in Cat	587	550	478	341	

	Subsidized	Unsubsidized
7-day Yield 07-23-21	1.18	—
30-day SEC Yield 06-30-21	1.08	0.00

Performance Disclosure

The Overall Morningstar Rating is based on risk-adjusted returns, derived from a weighted average of the three-, five-, and 10-year (if applicable) Morningstar metrics.

The performance data quoted represents past performance and does not guarantee future results. The investment return and principal value of an investment will fluctuate; thus an investor's shares, when sold or redeemed, may be worth more or less than their original cost.

Current performance may be lower or higher than return data quoted herein. For performance data current to the most recent month-end, please call 800-241-4671 or visit www.mwamllc.com.

Fees and Expenses

Sales Charges

Front-End Load %	**NA**
Deferred Load %	**NA**

Fund Expenses

Management Fees %	0.35
12b1 Expense %	NA
Net Expense Ratio %	**0.46**
Gross Expense Ratio %	**0.46**

Risk and Return Profile

	3 Yr 550 funds	5 Yr 478 funds	10 Yr 341 funds
Morningstar Rating™	4★	3★	4★
Morningstar Risk	-Avg	-Avg	-Avg
Morningstar Return	Avg	Avg	+Avg

	3 Yr	5 Yr	10 Yr
Standard Deviation	3.58	3.27	2.99
Mean	6.12	3.63	4.32
Sharpe Ratio	1.36	0.77	1.23

MPT Statistics	Standard Index	Best Fit Index BBgBarc US Universal TR USD
Alpha	0.68	0.45
Beta	1.02	1.00
R-Squared	96.34	96.66
12-Month Yield		1.33%
Potential Cap Gains Exp		-0.30%

Portfolio Analysis 06-30-2021

Asset Allocation %	Net %	Long %	Short %
Cash	-7.65	5.32	12.97
US Stocks	0.00	0.00	0.00
Non-US Stocks	0.00	0.00	0.00
Bonds	106.04	106.04	0.00
Other/Not Clsfd	1.61	1.61	0.00
Total	100.00	112.97	12.97

Equity Style (Value Blend Growth; Large Mid Small)

Portfolio Statistics	Port Avg	Rel Index	Rel Cat
P/E Ratio TTM	—	—	—
P/C Ratio TTM	—	—	—
P/B Ratio TTM	—	—	—
Geo Avg Mkt Cap $mil	—	—	—

Fixed-Income Style (Ltd Mod Ext; High Med Low)

Avg Eff Maturity	8.11
Avg Eff Duration	6.04
Avg Wtd Coupon	2.16
Avg Wtd Price	103.02

Credit Quality Breakdown 06-30-2021	Bond %
AAA	68.36
AA	2.68
A	7.77
BBB	15.00
BB	2.79
B	0.72
Below B	2.68
NR	0.01

Regional Exposure	Stocks %	Rel Std Index
Americas	—	—
Greater Europe	—	—
Greater Asia	—	—

Share Chg since 05-2021	Share Amount	Holdings : 0 Total Stocks , 1,669 Total Fixed-Income, 470% Turnover Ratio	Net Assets %
☼	7,194 mil	Federal National Mortgage Associat	8.08
☼	6,446 mil	Federal National Mortgage Associat	7.42
⊕	6,317 mil	United States Treasury Notes 0.12%	7.02
☼	6,161 mil	United States Treasury Notes 0.12%	6.85
⊕	3,794 mil	United States Treasury Bonds 2.38%	4.51
⊖	4,047 mil	United States Treasury Notes 0.75%	4.49
⊖	3,340 mil	United States Treasury Notes 0.12%	3.72
⊕	3,294 mil	United States Treasury Notes 0.75%	3.65
☼	2,740 mil	United States Treasury Notes 0.88%	3.05
☼	1,505 mil	Federal National Mortgage Associat	1.73
☼	1,193 mil	Government National Mortgage Assoc	1.37
	1,143 mil	United States Treasury Bonds 1.88%	1.25
☼	1,097 mil	Federal National Mortgage Associat	1.24
☼	863 mil	Government National Mortgage Assoc	0.98
⊖	760 mil	United States Treasury Notes 1.62%	0.86

Sector Weightings	Stocks %	Rel Std Index
Cyclical	—	—
Basic Materials	—	—
Consumer Cyclical	—	—
Financial Services	—	—
Real Estate	—	—
Sensitive	—	—
Communication Services	—	—
Energy	—	—
Industrials	—	—
Technology	—	—
Defensive	—	—
Consumer Defensive	—	—
Healthcare	—	—
Utilities	—	—

Operations

Family:	Metropolitan West Funds	Base Currency:	USD	Purchase Constraints:	—
Manager:	Multiple	Ticker:	MWTIX	Incept:	03-31-2000
Tenure:	24.3 Years	ISIN:	US5929055094	Type:	MF
Objective:	Corporate Bond - General	Minimum Initial Purchase:	$3 mil	Total Assets:	$90,654.34 mil

MORNINGSTAR®

Release date 06-30-2021

TIAA-CREF Core Bond Instl (USD)

Morningstar Analyst Rating™	Overall Morningstar Rating™	Standard Index	Category Index	Morningstar Cat
Silver 02-23-2021	★★★ 550 US Fund Intermediate Core-Plus Bond	BBgBarc US Agg Bond TR USD	BBgBarc US Universal TR USD	US Fund Intermediate Core-Plus Bond

Performance 06-30-2021

Quarterly Returns	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	Total %
2019	3.44	3.12	2.28	0.23	9.35
2020	-0.91	5.65	1.29	1.73	7.87
2021	-2.77	1.97	—	—	-0.85

Trailing Returns	1 Yr	3 Yr	5 Yr	10 Yr	Incept
Load-adj Mthly	2.16	5.78	3.65	4.09	5.09
Std 06-30-2021	2.16	—	3.65	4.09	5.09
Total Return	2.16	5.78	3.65	4.09	5.09
+/- Std Index	2.49	0.44	0.63	0.70	—
+/- Cat Index	1.04	0.14	0.18	0.35	—
% Rank Cat	61	50	53	35	
No. in Cat	587	550	478	341	

	Subsidized	Unsubsidized
7-day Yield	—	—
30-day SEC Yield 07-22-21	1.62	3.16

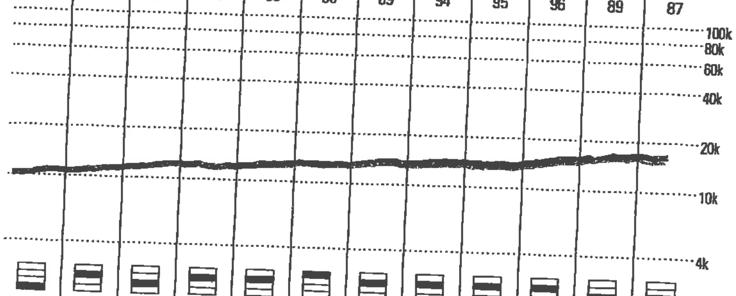
Performance Disclosure

The Overall Morningstar Rating is based on risk-adjusted returns, derived from a weighted average of the three-, five-, and 10-year (if applicable) Morningstar metrics.

The performance data quoted represents past performance and does not guarantee future results. The investment return and principal value of an investment will fluctuate; thus an investor's shares, when sold or redeemed, may be worth more or less than their original cost.

Current performance may be lower or higher than return data quoted herein. For performance data current to the most recent month-end, please call 877-518-9161 or visit www.tiaa.org.

2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	06-21	Investment Style
77	95	90	93	95	90	89	94	95	96	89	87	Fixed-Income Bond %



2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	06-21	History
10.38	10.50	10.70	10.25	10.52	10.20	10.24	10.39	10.03	10.65	11.01	10.81	NAV/Price
6.96	6.73	7.34	-1.09	5.84	0.72	4.21	4.47	-0.38	9.35	7.87	-0.85	Total Return %
0.42	-1.11	3.13	0.94	-0.12	0.17	1.57	0.93	-0.39	0.64	0.36	0.75	+/- Standard Index
-0.20	-0.67	1.81	0.26	0.29	0.29	0.30	0.38	-0.12	0.06	0.29	0.30	+/- Category Index
79	36	59	48	38	12	36	40	34	48	57	—	% Rank Cat
428	456	467	500	510	528	561	597	617	613	602	600	No. of Funds in Cat

Portfolio Analysis 05-31-2021

Asset Allocation %	Net %	Long %	Short %
Cash	12.40	12.40	0.00
US Stocks	0.00	0.00	0.00
Non-US Stocks	0.01	0.01	0.00
Bonds	100.21	100.21	0.00
Other/Not Clsfd	-12.62	2.84	15.46
Total	100.00	115.46	15.46

Share Chg since 04-2021	Share Amount	Holdings : 1 Total Stocks , 2,016 Total Fixed-Income, 229% Turnover Ratio	Net Assets %
⊖	484 mil	United States Treasury Notes 0.25%	5.24
⊕	205 mil	Government National Mortgage Assoc	2.29
⊖	191 mil	Federal National Mortgage Associat	2.14
⊕	162 mil	Federal National Mortgage Associat	1.76
⊖	144 mil	Federal National Mortgage Associat	1.63
⊕	141 mil	Federal National Mortgage Associat	1.57
⊕	126 mil	Federal National Mortgage Associat	1.41
⊕	96 mil	Government National Mortgage Assoc	1.06
☼	83 mil	Federal National Mortgage Associat	0.94
☼	84 mil	Federal National Mortgage Associat	0.91
⊖	85 mil	United States Treasury Bonds 1.88%	0.84
☼	71 mil	Federal National Mortgage Associat	0.80
⊕	68 mil	Government National Mortgage Assoc	0.76
☼	69 mil	Federal Home Loan Banks	0.75
	55 mil	United States Treasury Bonds 3%	0.69

Equity Style

Value Blend Growth / Large Mid Small

Portfolio Statistics	Port Avg	Rel Index	Rel Cat
P/E Ratio TTM	—	—	—
P/C Ratio TTM	0.8	—	—
P/B Ratio TTM	1.6	—	—
Geo Avg Mkt Cap $mil	198	—	—

Fixed-Income Style

Ltd Mod Ext / High Med Low

Avg Eff Maturity	7.45
Avg Eff Duration	5.65
Avg Wtd Coupon	3.14
Avg Wtd Price	104.50

Credit Quality Breakdown 05-31-2021	Bond %
AAA	51.06
AA	4.67
A	11.68
BBB	23.02
BB	4.47
B	3.13
Below B	0.27
NR	1.70

Regional Exposure	Stocks %	Rel Std Index
Americas	0.0	—
Greater Europe	100.0	—
Greater Asia	0.0	—

Sector Weightings	Stocks %	Rel Std Index
Cyclical	**100.0**	—
Basic Materials	100.0	—
Consumer Cyclical	0.0	—
Financial Services	0.0	—
Real Estate	0.0	—
Sensitive	**0.0**	—
Communication Services	0.0	—
Energy	0.0	—
Industrials	0.0	—
Technology	0.0	—
Defensive	**0.0**	—
Consumer Defensive	0.0	—
Healthcare	0.0	—
Utilities	0.0	—

Fees and Expenses

Sales Charges

Front-End Load %	**NA**
Deferred Load %	**NA**

Fund Expenses

Management Fees %	0.28
12b1 Expense %	NA
Net Expense Ratio %	**0.30**
Gross Expense Ratio %	**0.30**

Risk and Return Profile

	3 Yr 550 funds	5 Yr 478 funds	10 Yr 341 funds
Morningstar Rating™	3★	3★	3★
Morningstar Risk	Avg	Avg	Avg
Morningstar Return	Avg	Avg	Avg

	3 Yr	5 Yr	10 Yr
Standard Deviation	4.39	3.80	3.37
Mean	5.78	3.65	4.09
Sharpe Ratio	1.04	0.67	1.03

MPT Statistics	Standard Index	Best Fit Index BBgBarc US Corp Bond TR USD
Alpha	0.19	0.59
Beta	1.06	0.60
R-Squared	69.79	93.77
12-Month Yield		2.06%
Potential Cap Gains Exp		1.93%

Operations

Family:	TIAA Investments	Base Currency:	USD	Purchase Constraints:	—
Manager:	Multiple	Ticker:	TIBDX	Incept:	07-01-1999
Tenure:	17.6 Years	ISIN:	US87244W6075	Type:	MF
Objective:	Income	Minimum Initial Purchase:	$2 mil	Total Assets:	$9,636.64 mil

Release date 06-30-2021

BrandywineGLOBAL Global Opp Bond I (USD)

Morningstar Analyst Rating™	Overall Morningstar Rating™	Standard Index	Category Index	Morningstar Cat
Bronze 10-13-2020	★★★★★ 185 US Fund World Bond	BBgBarc US Agg Bond TR USD	BBgBarc Global Aggregate TR USD	US Fund World Bond

Performance 06-30-2021

Quarterly Returns	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	Total %
2019	2.93	3.59	-1.79	4.22	9.14
2020	-11.36	10.76	3.85	10.37	12.52
2021	-4.07	2.52	—	—	-1.65

Trailing Returns	1 Yr	3 Yr	5 Yr	10 Yr	Incept
Load-adj Mthly	12.73	5.80	4.20	3.93	6.46
Std 06-30-2021	12.73	—	4.20	3.93	6.46
Total Return	12.73	5.80	4.20	3.93	6.46
+/- Std Index	13.06	0.46	1.18	0.53	—
+/- Cat Index	10.10	1.58	1.86	1.87	—
% Rank Cat	1	3	7	1	
No. in Cat	206	185	170	126	

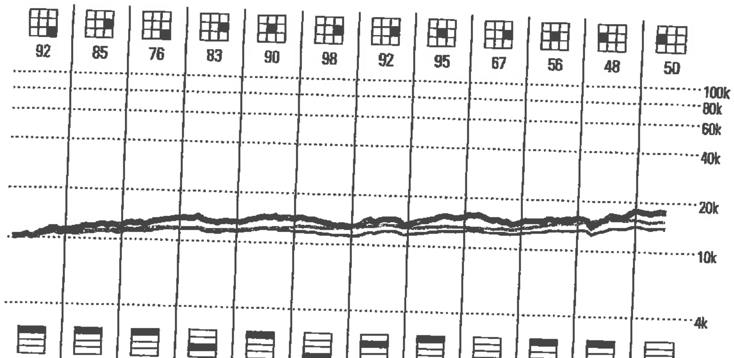
	Subsidized	Unsubsidized
7-day Yield 07-23-21	0.00	—
30-day SEC Yield	—	—

Performance Disclosure

The Overall Morningstar Rating is based on risk-adjusted returns, derived from a weighted average of the three-, five-, and 10-year (if applicable) Morningstar metrics.

The performance data quoted represents past performance and does not guarantee future results. The investment return and principal value of an investment will fluctuate; thus an investor's shares, when sold or redeemed, may be worth more or less than their original cost.

Current performance may be lower or higher than return data quoted herein. For performance data current to the most recent month-end, please call 877-721-1926 or visit www.leggmason.com.



Investment Style
Fixed-Income
Bond %

Growth of $10,000
- BrandywineGLOBAL Global Opp Bond I 17,409
- Category Average 13,862
- Standard Index 15,280

Performance Quartile (within category)

History	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	06-21
NAV/Price	10.60	10.85	11.71	10.79	10.92	9.75	10.04	10.80	9.89	10.63	11.92	11.64
Total Return %	13.03	7.79	13.16	-4.04	6.13	-8.63	4.91	12.72	-4.99	9.14	12.52	-1.65
+/- Standard Index	6.49	-0.05	8.95	-2.02	0.16	-9.18	2.27	9.18	-5.00	0.42	5.01	-0.04
+/- Category Index	7.49	2.15	8.84	-1.45	5.54	-5.47	2.83	5.33	-3.79	2.30	3.32	1.56
% Rank Cat	5	8	10	71	13	92	33	4	90	16	7	—
No. of Funds in Cat	270	297	315	365	385	367	339	303	310	210	204	209

Fees and Expenses

Sales Charges

Front-End Load %	**NA**
Deferred Load %	**NA**

Fund Expenses

Management Fees %	0.50
12b1 Expense %	NA
Net Expense Ratio %	**0.69**
Gross Expense Ratio %	**0.69**

Risk and Return Profile

	3 Yr 185 funds	5 Yr 170 funds	10 Yr 126 funds
Morningstar Rating™	4★	4★	5★
Morningstar Risk	High	High	High
Morningstar Return	High	High	High

	3 Yr	5 Yr	10 Yr
Standard Deviation	10.02	9.03	8.13
Mean	5.80	4.20	3.93
Sharpe Ratio	0.49	0.37	0.44

MPT Statistics	Standard Index	Best Fit Index JPM GBI-EM Global Diversified TR USD
Alpha	0.32	2.23
Beta	1.13	0.76
R-Squared	14.79	82.50
12-Month Yield		—
Potential Cap Gains Exp		-2.30%

Portfolio Analysis 06-30-2021

Asset Allocation %	Net %	Long %	Short %
Cash	1.92	87.35	85.43
US Stocks	0.22	0.22	0.00
Non-US Stocks	0.05	0.05	0.00
Bonds	92.92	93.11	0.19
Other/Not Clsfd	4.90	4.90	0.00
Total	100.00	185.62	85.62

Equity Style (Value Blend Growth; Large Mid Small)

Portfolio Statistics	Port Avg	Rel Index	Rel Cat
P/E Ratio TTM	16.9	—	—
P/C Ratio TTM	—	—	—
P/B Ratio TTM	1.9	—	—
Geo Avg Mkt Cap $mil	246	—	—

Fixed-Income Style (Ltd Mod Ext; High Med Low)

Avg Eff Maturity	6.30
Avg Eff Duration	2.67
Avg Wtd Coupon	—
Avg Wtd Price	—

Credit Quality Breakdown 06-30-2021	Bond %
AAA	43.80
AA	4.08
A	13.43
BBB	25.84
BB	12.65
B	0.20
Below B	0.00
NR	0.00

Regional Exposure	Stocks %	Rel Std Index
Americas	—	—
Greater Europe	—	—
Greater Asia	—	—

Share Chg since 03-2021	Share Amount	Holdings: 1 Total Stocks, 62 Total Fixed-Income, 99% Turnover Ratio	Net Assets %
⊕	432 mil	United States Treasury Notes 0.1%	17.28
	336 mil	United States Treasury Notes 0.11%	13.42
	198 mil	United States Treasury Notes 0.11%	7.90
⊕	1,498 mil	Mexico (United Mexican States) 7.7	3.09
⊕	1,292 mil	South Africa (Republic of) 8.75%	3.06
☼	449 mil	China (People's Republic Of) 3.81%	2.85
☼	68 mil	Western Asset Prem Instl US Trs Rs	2.73
	1,160 mil	Mexico (United Mexican States) 8.5%	2.57
	775,900 mil	Indonesia (Republic of) 9%	2.48
	289 mil	Secretaria Tesouro Nacional 10%	2.46
	1,095 mil	Mexico (United Mexican States) 8.5%	2.42
	55 mil	Goldman Sachs Group, Inc. 0.9%	2.21
	208,500 mil	Colombia (Republic of) 6%	2.13
⊕	67 mil	Australia (Commonwealth of) 5.75%	2.11
	1,066 mil	South Africa (Republic of) 6.5%	2.01

Sector Weightings	Stocks %	Rel Std Index
Cyclical	—	—
Basic Materials	—	—
Consumer Cyclical	—	—
Financial Services	—	—
Real Estate	—	—
Sensitive	—	—
Communication Services	—	—
Energy	—	—
Industrials	—	—
Technology	—	—
Defensive	—	—
Consumer Defensive	—	—
Healthcare	—	—
Utilities	—	—

Operations

Family:	Franklin Templeton Investments	Ticker:	GOBIX	Purchase Constraints:	A
Manager:	Multiple	ISIN:	US5246863345	Incept:	03-19-2009
Tenure:	14.7 Years	Minimum Initial Purchase:	$1 mil	Type:	MF
Objective:	Worldwide Bond	Min Auto Investment Plan:	$1 mil	Total Assets:	$2,510.83 mil
Base Currency:	USD	Minimum IRA Purchase:	$1 mil		

Release date 06-30-2021

PIMCO Income Instl (USD)

Morningstar Analyst Rating™	Overall Morningstar Rating™	Standard Index	Category Index	Morningstar Cat
Gold 05-17-2021	★★★★★ 289 US Fund Multisector Bond	BBgBarc US Agg Bond TR USD	BBgBarc US Universal TR USD	US Fund Multisector Bond

Performance 06-30-2021

Quarterly Returns	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	Total %
2019	3.03	2.40	-0.11	2.53	8.05
2020	-7.66	6.48	3.01	4.46	5.80
2021	-0.17	2.01	—	—	1.84

Trailing Returns	1 Yr	3 Yr	5 Yr	10 Yr	Incept
Load-adj Mthly	9.59	5.65	5.80	6.97	7.91
Std 06-30-2021	9.59	—	5.80	6.97	7.91
Total Return	9.59	5.65	5.80	6.97	7.91
+/- Std Index	9.92	0.31	2.78	3.58	—
+/- Cat Index	8.47	0.01	2.33	3.23	—
% Rank Cat	47	48	15	1	
No. in Cat	347	289	256	134	

	Subsidized	Unsubsidized
7-day Yield	—	—
30-day SEC Yield 06-30-21	2.84	2.84

Performance Disclosure

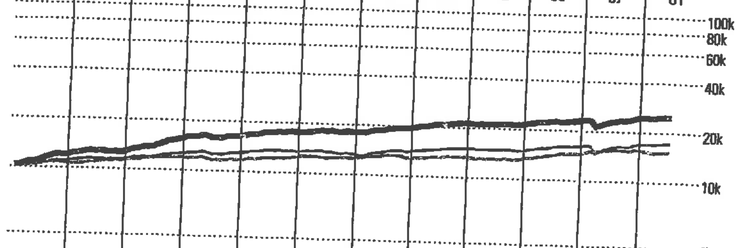
The Overall Morningstar Rating is based on risk-adjusted returns, derived from a weighted average of the three-, five-, and 10-year (if applicable) Morningstar metrics.

The performance data quoted represents past performance and does not guarantee future results. The investment return and principal value of an investment will fluctuate; thus an investor's shares, when sold or redeemed, may be worth more or less than their original cost.

Current performance may be lower or higher than return data quoted herein. For performance data current to the most recent month-end, please call 888-877-4626 or visit www.pimco.com.

Investment Style
Fixed-Income
Bond %

84	94	88	87	72	69	73	68	72	65	57	61



Growth of $10,000
PIMCO Income Instl 24,945
Category Average 17,232
Standard Index 15,280

Performance Quartile (within category)

History

2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	06-21	History
11.04	10.85	12.36	12.26	12.33	11.73	12.06	12.41	11.81	12.04	12.11	12.09	NAV/Price
20.46	6.36	22.17	4.80	7.18	2.63	8.72	8.60	0.58	8.05	5.80	1.84	Total Return %
13.92	-1.48	17.95	6.83	1.21	2.08	6.07	5.06	0.57	-0.67	-1.71	3.44	+/- Standard Index
13.29	-1.04	16.63	6.15	1.62	2.20	4.81	4.51	0.84	-1.24	-1.78	2.99	+/- Category Index
1	7	1	18	7	3	31	10	18	78	47	—	% Rank Cat
268	250	283	308	276	304	299	321	326	302	336	369	No. of Funds in Cat

Portfolio Analysis 03-31-2021

Asset Allocation %	Net %	Long %	Short %
Cash	11.42	118.84	107.42
US Stocks	0.75	0.75	0.00
Non-US Stocks	2.75	2.75	0.00
Bonds	79.93	199.62	119.69
Other/Not Clsfd	5.15	5.15	0.00
Total	100.00	327.12	227.12

Share Chg since 12-2020	Share Amount	Holdings : 15 Total Stocks , 7,108 Total Fixed-Income, 396% Turnover Ratio	Net Assets %
☼	151,108	10 Year Treasury Note Future June	-14.65
☼	6,887 mil	Federal National Mortgage Associat	5.22
☼	6,873 mil	Federal National Mortgage Associat	5.07
☼	4,285 mil	Federal National Mortgage Associat	3.31
⊖	451 mil	Pimco Fds	3.29
☼	19,019	FTSE Bursa Malaysia KLCI Future Ju	2.47
☼	16,810	Fin Fut Us Ultra 30yr Cbt 06/21/21	-2.26
☼	17,279	US Treasury Bond Future June 21	-1.98
⊖	2,152 mil	CSMC TRUST 3.30155%	1.69
☼	1,637 mil	Durham Mortgages A PLC 0.84887%	1.68
☼	2,063 mil	Federal National Mortgage Associat	1.57
☼	1,929 mil	Federal National Mortgage Associat	-1.42
☼	11 mil	Secretaria Tesouro Nacional 0%	1.38
⊕	1,611 mil	United States Treasury Notes 0.25%	1.31
☼	1,723 mil	Federal National Mortgage Associat	1.31

Equity Style (Value Blend Growth; Large Mid Small)

Portfolio Statistics	Port Avg	Rel Index	Rel Cat
P/E Ratio TTM	13.6	—	0.82
P/C Ratio TTM	8.8	—	0.68
P/B Ratio TTM	0.9	—	0.59
Geo Avg Mkt Cap $mil	7771	—	0.15

Fixed-Income Style (Ltd Mod Ext; High Med Low)

Avg Eff Maturity	3.94
Avg Eff Duration	2.50
Avg Wtd Coupon	3.28
Avg Wtd Price	104.99

Credit Quality Breakdown —	Bond %
AAA	—
AA	—
A	—
BBB	—
BB	—
B	—
Below B	—
NR	—

Regional Exposure	Stocks %	Rel Std Index
Americas	22.7	—
Greater Europe	6.7	—
Greater Asia	70.6	—

Sector Weightings	Stocks %	Rel Std Index
Cyclical	**52.6**	—
Basic Materials	8.2	—
Consumer Cyclical	4.3	—
Financial Services	32.4	—
Real Estate	7.7	—
Sensitive	**24.1**	—
Communication Services	18.4	—
Energy	3.2	—
Industrials	2.6	—
Technology	0.0	—
Defensive	**23.3**	—
Consumer Defensive	9.2	—
Healthcare	6.9	—
Utilities	7.3	—

Fees and Expenses

Sales Charges

Front-End Load %	**NA**
Deferred Load %	**NA**

Fund Expenses

Management Fees %	0.50
12b1 Expense %	NA
Net Expense Ratio %	**1.09**
Gross Expense Ratio %	**1.09**

Risk and Return Profile

	3 Yr 289 funds	5 Yr 256 funds	10 Yr 134 funds
Morningstar Rating™	3★	5★	5★
Morningstar Risk	-Avg	-Avg	-Avg
Morningstar Return	Avg	+Avg	High

	3 Yr	5 Yr	10 Yr
Standard Deviation	5.75	4.56	4.20
Mean	5.65	5.80	6.97
Sharpe Ratio	0.77	1.01	1.48

MPT Statistics	Standard Index	Best Fit Index Morningstar EM Bd GR USD
Alpha	2.91	0.55
Beta	0.38	0.63
R-Squared	5.08	87.76
12-Month Yield		4.10%
Potential Cap Gains Exp		0.52%

Operations

Family:	PIMCO	Base Currency:	USD	Purchase Constraints:	A
Manager:	Multiple	Ticker:	PIMIX	Incept:	03-30-2007
Tenure:	14.3 Years	ISIN:	US72201F4900	Type:	MF
Objective:	Multisector Bond	Minimum Initial Purchase:	$1 mil	Total Assets:	$140,173.79 mil

Release date 06-30-2021

FPA Crescent (USD)

Morningstar Analyst Rating™	Overall Morningstar Rating™	Standard Index	Category Index	Morningstar Cat
Gold 03-24-2021	★★★ 659 US Fund Allocation–50% to 70% Equity	Morningstar Mod Tgt Risk TR USD	Morningstar Mod Tgt Risk TR USD	US Fund Allocation–50% to 70% Equity

Performance 06-30-2021

Quarterly Returns	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	Total %
2019	10.80	3.33	-0.81	5.69	20.02
2020	-20.51	15.00	3.80	18.15	12.11
2021	9.76	3.26	—	—	13.34

Trailing Returns	1 Yr	3 Yr	5 Yr	10 Yr	Incept
Load-adj Mthly	39.00	12.43	11.39	9.01	10.38
Std 06-30-2021	39.00	—	11.39	9.01	10.38
Total Return	39.00	12.43	11.39	9.01	10.38
+/- Std Index	15.08	1.20	1.09	0.98	—
+/- Cat Index	15.08	1.20	1.09	0.98	—
% Rank Cat	6	26	28	35	
No. in Cat	685	659	601	428	

	Subsidized	Unsubsidized
7-day Yield	—	—
30-day SEC Yield	—	—

Performance Disclosure

The Overall Morningstar Rating is based on risk-adjusted returns, derived from a weighted average of the three-, five-, and 10-year (if applicable) Morningstar metrics.

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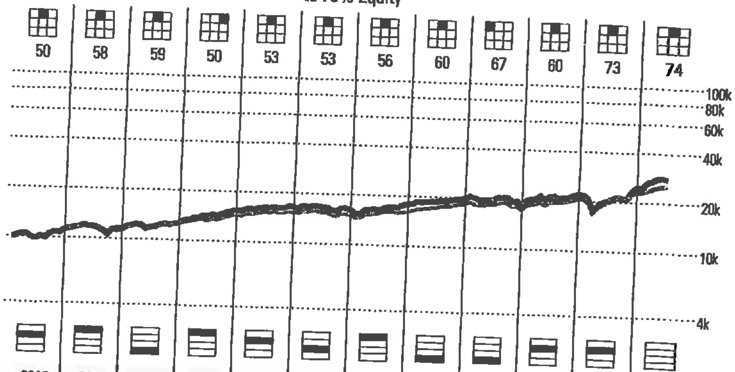
Current performance may be lower or higher than return data quoted herein. For performance data current to the most recent month-end, please call 800-982-4372 or visit www.fpafunds.com.



Investment Style
Equity
Stocks %

Growth of $10,000
FPA Crescent 27,865
Category Average 24,899
Standard Index 25,458

Performance Quartile (within category)

2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	06-21	History
26.79	26.78	29.29	32.96	33.74	31.06	32.61	34.69	29.53	33.83	35.97	39.69	NAV/Price
12.04	3.02	10.33	21.95	6.64	-2.06	10.25	10.39	-7.43	20.02	12.11	13.34	Total Return %
-0.30	2.43	-1.72	7.64	1.75	-0.27	1.68	-4.27	-2.67	0.99	-0.72	6.08	+/- Standard Index
-0.30	2.43	-1.72	7.64	1.75	-0.27	1.68	-4.27	-2.67	0.99	-0.72	6.08	+/- Category Index
47	13	79	6	43	66	13	86	76	40	49	—	% Rank Cat
1074	963	936	877	866	940	810	810	775	697	673	711	No. of Funds in Cat

Fees and Expenses

Sales Charges

Front-End Load %	**NA**
Deferred Load %	**NA**

Fund Expenses

Management Fees %	1.00
12b1 Expense %	NA
Net Expense Ratio %	**1.13**
Gross Expense Ratio %	**1.15**

Risk and Return Profile

	3 Yr 659 funds	5 Yr 601 funds	10 Yr 428 funds
Morningstar Rating™	3★	3★	3★
Morningstar Risk	High	High	High
Morningstar Return	+Avg	+Avg	Avg

	3 Yr	5 Yr	10 Yr
Standard Deviation	17.13	13.64	11.30
Mean	12.43	11.39	9.01
Sharpe Ratio	0.70	0.78	0.77

MPT Statistics	Standard Index	Best Fit Index Russell Mid Cap Value TR USD
Alpha	-2.32	2.88
Beta	1.42	0.71
R-Squared	88.84	93.95
12-Month Yield		—
Potential Cap Gains Exp		24.57%

Portfolio Analysis 06-30-2021

Asset Allocation %	Net %	Long %	Short %
Cash	20.35	20.35	0.00
US Stocks	49.50	49.50	0.00
Non-US Stocks	26.28	26.42	0.14
Bonds	4.15	4.43	0.28
Other/Not Clsfd	-0.27	2.56	2.83
Total	100.00	103.26	3.26

Equity Style
Value Blend Growth
Large Mid Small

Portfolio Statistics	Port Avg	Rel Index	Rel Cat
P/E Ratio TTM	21.5	1.01	0.91
P/C Ratio TTM	15.4	1.17	0.99
P/B Ratio TTM	2.0	0.77	0.60
Geo Avg Mkt Cap $mil	72288	1.53	0.74

Fixed-Income Style
Ltd Mod Ext
High Med Low

Avg Eff Maturity	—
Avg Eff Duration	—
Avg Wtd Coupon	—
Avg Wtd Price	—

Credit Quality Breakdown —	Bond %
AAA	—
AA	—
A	—
BBB	—
BB	—
B	—
Below B	—
NR	—

Regional Exposure	Stocks %	Rel Std Index
Americas	65.7	1.06
Greater Europe	22.8	1.28
Greater Asia	11.4	0.57

Top Holdings 03-31-2021

Share Chg since 03-2021	Share Amount	Holdings: 121 Total Stocks, 27 Total Fixed-Income, 29% Turnover Ratio	Net Assets %
⊖	6 mil	Comcast Corp Class A	3.46
⊕	943,178	Facebook Inc A	3.09
⊖	5 mil	Holcim Ltd	2.93
	2 mil	Analog Devices Inc	2.92
⊖	122,045	Alphabet Inc Class C	2.88
⊖	640,699	Broadcom Inc	2.88
⊖	122,518	Alphabet Inc A	2.82
⊖	3 mil	Groupe Bruxelles Lambert SA	2.77
	407,280	Charter Communications Inc A	2.77
⊖	2 mil	TE Connectivity Ltd	2.70
⊖	6 mil	American International Group Inc	2.66
⊖	4 mil	Citigroup Inc	2.38
	57 mil	Glencore PLC	2.30
⊖	5 mil	Wells Fargo & Co	2.14
	910,807	Aon PLC	2.05

Sector Weightings	Stocks %	Rel Std Index
Cyclical	**42.1**	**1.08**
Basic Materials	10.7	2.08
Consumer Cyclical	7.5	0.69
Financial Services	23.8	1.53
Real Estate	0.0	0.00
Sensitive	**53.4**	**1.38**
Communication Services	28.2	3.91
Energy	1.6	0.41
Industrials	7.3	0.64
Technology	16.3	1.01
Defensive	**4.5**	**0.20**
Consumer Defensive	2.0	0.27
Healthcare	0.8	0.07
Utilities	1.7	0.56

Operations

Family:	FPA	Ticker:	FPACX	Purchase Constraints:	—
Manager:	Multiple	ISIN:	US30254T7596	Incept:	06-02-1993
Tenure:	28.1 Years	Minimum Initial Purchase:	$1,500	Type:	MF
Objective:	Growth	Min Auto Investment Plan:	$100	Total Assets:	$12,401.11 mil
Base Currency:	USD	Minimum IRA Purchase:	$100		

Salient Tactical Growth Inst (USD)

Morningstar Quantitative Rating™	Overall Morningstar Rating™	Standard Index	Category Index	Morningstar Cat
Negative Q 05-31-2021	★★★ 179 US Fund Long-Short Equity	S&P 500 TR USD	MSCI ACWI NR USD	US Fund Long-Short Equity

Performance 06-30-2021

Quarterly Returns	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	Total %
2019	3.93	1.70	-0.97	5.75	10.69
2020	-0.41	1.80	2.80	4.02	8.40
2021	3.11	2.88	—	—	6.08

Trailing Returns	1 Yr	3 Yr	5 Yr	10 Yr	Incept
Load-adj Mthly	13.43	6.91	7.34	4.88	4.66
Std 06-30-2021	13.43	—	7.34	4.88	4.66
Total Return	13.43	6.91	7.34	4.88	4.66
+/- Std Index	-27.37	-11.76	-10.31	-9.96	—
+/- Cat Index	-25.84	-7.65	-7.28	-5.02	—
% Rank Cat	76	49	51	56	
No. in Cat	202	179	151	49	

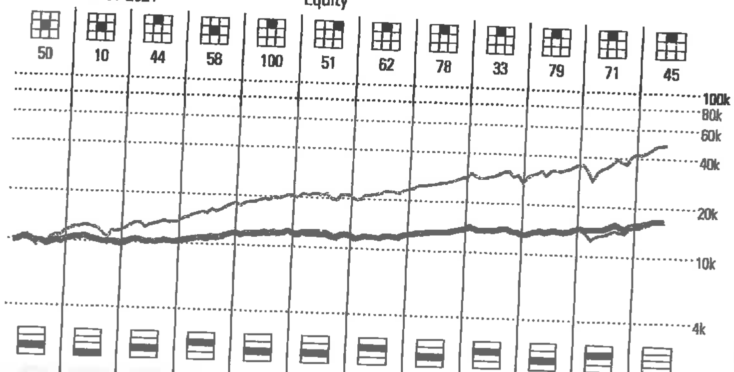
	Subsidized	Unsubsidized
7-day Yield	—	—
30-day SEC Yield	—	—

Performance Disclosure

The Overall Morningstar Rating is based on risk-adjusted returns, derived from a weighted average of the three-, five-, and 10-year (if applicable) Morningstar metrics.

The performance data quoted represents past performance and does not guarantee future results. The investment return and principal value of an investment will fluctuate; thus an investor's shares, when sold or redeemed, may be worth more or less than their original cost.

Current performance may be lower or higher than return data quoted herein. For performance data current to the most recent month-end, please call 800-999-6809 or visit www.forwardinvesting.com.



Investment Style
Equity
Stocks %

Growth of $10,000
Salient Tactical Growth Inst 16,634
Category Average 16,414
Standard Index 48,668

Performance Quartile (within category)

2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	06-21	History
26.37	24.91	25.34	26.56	26.04	25.51	26.36	27.41	25.43	26.81	27.96	29.66	NAV/Price
2.57	-5.04	5.14	15.74	2.33	-1.54	3.61	10.91	-4.76	10.69	8.40	6.08	Total Return %
-12.50	-7.15	-10.87	-16.65	-11.35	-2.93	-8.35	-10.93	-0.38	-20.79	-10.00	-9.17	+/- Standard Index
-10.10	2.31	-10.99	-7.07	-1.83	0.82	-4.26	-13.07	4.65	-15.90	-7.86	-6.22	+/- Category Index
66	76	51	43	56	51	40	54	42	55	40	—	% Rank Cat
216	145	191	241	326	439	304	290	263	233	209	208	No. of Funds in Cat

Portfolio Analysis 06-30-2021

Asset Allocation %	Net %	Long %	Short %
Cash	54.60	54.67	0.07
US Stocks	44.70	44.70	0.00
Non-US Stocks	0.70	0.70	0.00
Bonds	0.00	0.00	0.00
Other/Not Clsfd	0.00	0.00	0.00
Total	100.00	100.07	0.07

Share Chg since 05-2021	Share Amount	Holdings: 526 Total Stocks , 0 Total Fixed-Income, 626% Turnover Ratio	Net Assets %
	275,401	SPDR® S&P 500 ETF Trust	35.44
☼	94,515	Invesco QQQ Trust	10.07
⊖	0	Energy Select Sector SPDR® ETF	0.00
⊖	0	VanEck Vectors Gold Miners ETF	0.00
⊖	0	Financial Select Sector SPDR® ETF	0.00
⊖	0	Materials Select Sector SPDR® ETF	0.00

Equity Style

Value Blend Growth
Large Mid Small

Portfolio Statistics	Port Avg	Rel Index	Rel Cat
P/E Ratio TTM	28.0	1.06	1.31
P/C Ratio TTM	18.5	1.05	1.21
P/B Ratio TTM	5.0	1.12	1.63
Geo Avg Mkt Cap $mil	228361	1.16	2.93

Fixed-Income Style

Ltd Mod Ext
High Med Low

Avg Eff Maturity	—
Avg Eff Duration	—
Avg Wtd Coupon	—
Avg Wtd Price	—

Credit Quality Breakdown —	Bond %
AAA	—
AA	—
A	—
BBB	—
BB	—
B	—
Below B	—
NR	—

Regional Exposure	Stocks %	Rel Std Index
Americas	98.6	1.00
Greater Europe	0.7	0.92
Greater Asia	0.7	3.36

Sector Weightings	Stocks %	Rel Std Index
Cyclical	28.6	0.92
Basic Materials	1.8	0.78
Consumer Cyclical	13.2	1.10
Financial Services	11.6	0.82
Real Estate	2.0	0.78
Sensitive	51.6	1.10
Communication Services	13.0	1.17
Energy	2.2	0.78
Industrials	7.5	0.84
Technology	28.9	1.19
Defensive	19.8	0.91
Consumer Defensive	6.0	0.94
Healthcare	11.8	0.90
Utilities	2.1	0.86

Fees and Expenses

Sales Charges

Front-End Load %	**NA**
Deferred Load %	**NA**

Fund Expenses

Management Fees %	1.15
12b1 Expense %	NA
Net Expense Ratio %	**1.56**
Gross Expense Ratio %	**1.56**

Risk and Return Profile

	3 Yr 179 funds	5 Yr 151 funds	10 Yr 49 funds
Morningstar Rating™	3★	3★	3★
Morningstar Risk	Low	Low	-Avg
Morningstar Return	Avg	Avg	Avg

	3 Yr	5 Yr	10 Yr
Standard Deviation	7.04	6.36	6.40
Mean	6.91	7.34	4.88
Sharpe Ratio	0.81	0.96	0.68

MPT Statistics	Standard Index	Best Fit Index Morningstar US Technology TR USD
Alpha	0.93	-1.25
Beta	0.27	0.25
R-Squared	50.36	58.55
12-Month Yield		—
Potential Cap Gains Exp		10.26%

Operations

Family:	Salient Funds	Base Currency:	USD	Purchase Constraints:	—
Manager:	Christopher Guptill	Ticker:	FTGWX	Incept:	09-14-2009
Tenure:	11.8 Years	ISIN:	US34986P4081	Type:	MF
Objective:	Growth	Minimum Initial Purchase:	$100,000	Total Assets:	$336.61 mil

MORNINGSTAR®

Mutual Fund Detail Report
Disclosure Statement

The Mutual Fund Detail Report is to be used as supplemental sales literature, and therefore must be preceded or accompanied by the fund's current prospectus and a disclosure statement. Please read the prospectus carefully. In all cases, this disclosure statement should accompany the Mutual Fund Detail Report. Morningstar is not itself a FINRA-member firm. Portfolio information is based on the most recent information available to Morningstar.

Pre-inception Returns

The analysis in this report may be based, in part, on adjusted historical returns for periods prior to the fund's actual inception. These calculated returns reflect the historical performance of the oldest share class of the fund, adjusted to reflect the fees and expenses of this share class. These fees and expenses are referenced in the report's Performance section.

When pre-inception data is presented in the report, the header at the top of the report will indicate this. In addition, the pre-inception data included in the report will appear in italics.

While the inclusion of pre-inception data provides valuable insight into the probable long-term behavior of newer share classes of a fund, investors should be aware that an adjusted historical return can only provide an approximation of that behavior. For example, the fee structures of a retail share class will vary from that of an institutional share class, as retail shares tend to have higher operating expenses and sales charges. These adjusted historical returns are not actual returns. Calculation methodologies utilized by Morningstar may differ from those applied by other entities, including the fund itself.

Performance

The performance data given represents past performance and should not be considered indicative of future results. Principal value and investment return will fluctuate, so that an investor's shares, when redeemed, may be worth more or less than the original investment. Fund portfolio statistics change over time. The fund is not FDIC-insured, may lose value and is not guaranteed by a bank or other financial institution.

Total Return and Quarterly Return reflects performance without adjusting for sales charges or the effects of taxation, but is adjusted to reflect all actual ongoing fund expenses and assumes reinvestment of dividends and capital gains. If adjusted for sales charges and the effects of taxation, the performance quoted would be reduced.

Standardized Return is reflected as of the quarter-end. It depicts performance without adjusting for the effects of taxation, but is adjusted for sales charges and all ongoing fund expenses, and assumes reinvestment of dividends and capital gains. If adjusted for the effects of taxation, the performance quoted would be reduced. The sales charge used in the calculation was obtained from the fund's most recent prospectus and/or shareholder report available to Morningstar. Standardized Returns never include pre-inception history.

Load-Adjusted Monthly Return is calculated applying the same methodology as Standardized Returns, except that it represents return through month-end. As with Standardized Returns, it reflects the impact of sales charges and ongoing fund expenses, but not taxation. If adjusted for the effects of taxation, the performance quoted would be significantly reduced.

Morningstar % Rank within Morningstar Category does not account for a fund's sales charge (if applicable). Rankings will not be provided for periods less than one year.

Growth of 10,000

This graph compares the growth of an investment of 10,000 (in the base currency of the fund) with that of an index and with that of the average for all funds in its Morningstar category. The total returns are not adjusted to reflect sales charges or the effects of taxation, but are adjusted to reflect actual ongoing fund expenses, and assume reinvestment of dividends and capital gains. If adjusted, sales charges would reduce the performance quoted. The index is an unmanaged portfolio of specified securities and cannot be invested in directly. The index and the category average do not reflect any initial or ongoing expenses. A fund's portfolio may differ significantly from the securities in the index. The index is chosen by Morningstar.

If pre-inception data is included in the analysis, it will be graphed.

Morningstar Analyst Rating

The Morningstar Analyst Rating is not a credit or risk rating. It is a subjective evaluation performed by the mutual fund analysts of Morningstar, Inc. Morningstar evaluates funds based on five key pillars, which are process, performance, people, parent, and price. Morningstar's analysts use this five pillar evaluation to identify funds they believe are more likely to outperform over the long term on a risk-adjusted basis. Analysts consider quantitative and qualitative factors in their research, and the weighting of each pillar may vary. The Analyst Rating ultimately reflects the analyst's overall assessment and is overseen by Morningstar's Analyst Rating Committee. The approach serves not as a formula but as a framework to ensure consistency across Morningstar's global coverage universe.

The Analyst Rating scale ranges from Gold to Negative, with Gold being the highest rating and Negative being the lowest rating. A fund with a Gold rating distinguishes itself across the five pillars and has garnered the analysts' highest level of conviction. A fund with a Silver rating has notable advantages across several, but perhaps not all, of the five pillars-strengths that give the analysts a high level of conviction. A Bronze-rated fund has advantages that outweigh the disadvantages across the five pillars, with sufficient level of analyst conviction to warrant a positive rating. A fund with a Neutral rating isn't seriously flawed across the five pillars, nor does it distinguish itself very positively. A Negative rated fund is flawed in at least one if not more pillars and is considered an inferior offering to its peers. Analyst Ratings are reevaluated at least every 14 months.

For more detailed information about Morningstar's Analyst Rating, including its methodology, please go to http://corporate.morningstar.com/us/documents/MethodologyDocuments/AnalystRatingforFundsMethodology.pdf.

The Morningstar Analyst Rating should not be used as the sole basis in evaluating a mutual fund. Morningstar Analyst Ratings are based on Morningstar's current expectations about future events; therefore, in no way does Morningstar represent ratings as a guarantee nor should they be viewed by an investor as such. Morningstar Analyst Ratings involve unknown risks and uncertainties which may cause Morningstar's expectations not to occur or to differ significantly from what we expected.

Risk and Return

The Morningstar Rating is calculated for funds with at least a three-year history. It is calculated based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a fund's monthly performance, placing more emphasis on downward variations and rewarding consistent performance. The top 10% of funds in each category receive 5 stars, the next 22.5% receive 4 stars, the next

35% receive 3 stars, the next 22.5% receive 2 stars and the bottom 10% receive 1 star. The Overall Morningstar Rating for a mutual fund is derived from a weighted average of the performance figures associated with its three-, five- and 10-year (if applicable) Morningstar Rating metrics.

Please note that some Morningstar proprietary calculations, including the Morningstar Rating, may be calculated based on adjusted historical returns (pre-inception returns). If the extended performance rating is in effect, the "stars" are represented as unshaded stars. For each mutual fund with at least a three-year history, Morningstar calculates a Morningstar Rating based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a fund's adjusted monthly performance, placing more emphasis on downward variations and rewarding consistent performance. The top 10% of funds in each category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars and the bottom 10% receive 1 star. This investment's independent Morningstar Rating metric is then compared against the open-end mutual fund universe's actual performance breakpoints to determine its extended performance rating. The Overall Morningstar Rating for a mutual fund is derived from a weighted average of the actual performance figures associated with its three-, five- and 10-year (if applicable) Morningstar Rating metrics.

Morningstar Return rates a mutual fund's performance relative to other funds in its Morningstar Category. It is an assessment of a fund's excess return over a risk-free rate (the return of the 90-day Treasury Bill), after adjusting for all applicable loads and sales charges, in comparison with the mutual funds in its Morningstar Category. In each Morningstar Category, the top 10% of funds earn a High Morningstar Return (HIGH), the next 22.5% Above Average (+AVG), the middle 35% Average (AVG), the next 22.5% Below Average (-AVG), and the bottom 10% Low (LOW). Morningstar Return is measured for up to three time periods (three-, five-, and 10 years). These separate measures are then weighted and averaged to produce an overall measure for the mutual fund. Funds with less than three years of performance history are not rated.

Morningstar Risk evaluates a mutual fund's downside volatility relative to that of other funds in its Morningstar Category. It is an assessment of the variations in a fund's monthly returns, with an emphasis on downside variations, in comparison with the mutual funds in its Morningstar Category. In each Morningstar Category, the 10% of funds with the lowest measured risk are described as Low Risk (LOW), the next 22.5% Below Average (-AVG), the middle 35% Average (AVG), the next 22.5% Above Average (+AVG), and the top 10% High (HIGH). Morningstar Risk is measured for up to three time periods (three-, five-, and 10 years). These separate measures are then weighted and averaged to produce an overall measure for the mutual fund. Funds with less than three years of performance history are not rated.

If pre-inception returns are included in this analysis, the risk and return profile data calculated on the basis of these returns will appear in italics.

Risk Measures
The risk measures below are calculated for funds with at least a three-year history.

Standard deviation is a statistical measure of the volatility of the fund's returns.

Mean represents the annualized geometric return for the period shown.

The Sharpe ratio uses standard deviation and excess return to determine reward per unit of risk.

Alpha measures the difference between a fund's actual returns and its expected performance, given its level of risk (as measured by beta). Alpha is often seen as a measure of the value added or subtracted by a portfolio manager.

Beta is a measure of a fund's sensitivity to market movements. A portfolio with a beta greater than 1 is more volatile than the market, and a portfolio with a beta less than 1 is less volatile than the market.

R-squared reflects the percentage of a fund's movements that is explained by movements in its benchmark index, showing the degree of correlation between the fund and the benchmark. This figure is also helpful in assessing how likely it is that alpha and beta are statistically significant.

Best Fit index: Alpha, beta, and R-squared statistics are presented for a broad market index and a "Best Fit" index. The Best Fit index identified in this report was determined by Morningstar by calculating R-squared for the fund against approximately 100 indexes tracked by Morningstar. The index representing the highest R-squared is identified as the Best Fit index. The Best Fit index may not be the fund's benchmark, nor does it necessarily contain the types of securities that may be held by the fund.

Risk measures calculated using pre-inception data, if included in the analysis, will be presented in italics.

Asset Allocation
The weighting of the portfolio in various asset classes, including "Other" is shown in the table. "Other" includes security types that are not neatly classified in the other asset classes, such as convertible bonds and preferred stocks.

In the table, allocation to the classes is shown for long positions, short positions, and net (long positions net of short) positions. These statistics summarize what the managers are buying and how they are positioning the portfolio. When short positions are captured in these portfolio statistics, investors get a more robust description of the funds' exposure and risk.

Most managed product portfolios hold fairly conventional securities, such as long positions in stocks and bonds. Other portfolios use other investment strategies or securities, such as short positions or derivatives, to reduce transaction costs, enhance returns, or reduce risk. Some of these securities and strategies behave like conventional securities, while others have unique return and risk characteristics.

Most portfolios take long positions in securities. Long positions involve buying the security outright and then selling it later, with the hope that the security price rises over time. In contrast, short positions are taken to benefit from anticipated price declines. In this type of transaction, the investor borrows the security from another investor, sells it and receives cash, and then is obligated to buy it back at some point in the future. If the price falls after the short sale, the investor will have sold high and can now buy low to close the short position and lock in a profit. However, if the price of the security increases after the short sale, the investor will experience losses by buying it at a higher price than the sale price.

The strategy of selling securities short is prevalent in specialized portfolios, such as long-short, market-neutral, bear-market, and hedge funds. Most conventional portfolios do not typically short securities, although they may reserve the right to do so under special circumstances. Funds may also short derivatives, and this is sometimes more efficient than shorting individual securities. Short positions produce negative exposure to the security that is being shorted. This means that when the security rises in value, the short position will fall in value and vice versa. Morningstar's portfolio statistics will capture this negative exposure. For example, if a fund has many short stock positions, the percent of assets in stocks in the asset allocation breakdown may be negative. Funds must provide their broker with cash collateral for the short position, so funds that short often have a large cash position, sometimes even exceeding 100% cash.

Note that all other portfolio statistics presented in this report are based on the long holdings of the fund only.

Style Analysis

The Morningstar Style Box reveals a fund's investment style as of the date noted on this report.

For equity funds the vertical axis shows the market capitalization of the stocks owned and the horizontal axis shows investment style (value, blend, or growth).

For fixed-income funds, the vertical axis shows the credit quality of the bonds owned and the horizontal axis shows interest rate sensitivity as measured by a bond's effective duration.

Morningstar seeks credit rating information from fund companies on a periodic basis (e.g., quarterly). In compiling credit rating information Morningstar accepts credit ratings reported by fund companies that have been issued by all Nationally Recognized Statistical Rating Organizations (NRSROs). For a list of all NRSROs, please visit http://www.sec.gov/divisions/marketreg/ratingagency.htm. Additionally, Morningstar accepts foreign credit ratings from widely recognized or registered rating agencies. If two rating organizations/agencies have rated a security, fund companies are to report the lower rating; if three or more organizations/agencies have rated a security, fund companies are to report the median rating, and in cases where there are more than two organization/agency ratings and a median rating does not exist, fund companies are to use the lower of the two middle ratings. PLEASE NOTE: Morningstar, Inc. is not itself a NRSRO nor does it issue a credit rating on the fund. A NRSRO or rating agency ratings can change from time-to-time.

For credit quality, Morningstar combines the credit rating information provided by the fund companies with an average default rate calculation to come up with a weighted-average credit quality. The weighted-average credit quality is currently a letter that roughly corresponds to the scale used by a leading NRSRO. Bond funds are assigned a style box placement of "low", "medium", or "high" based on their average credit quality. Funds with a low credit quality are those whose weighted-average credit quality is determined to be less than "BBB-"; medium are those less than "AA-", but greater or equal to "BBB-"; and high are those with a weighted-average credit quality of "AA-" or higher. When classifying a bond portfolio, Morningstar first maps the NRSRO credit ratings of the underlying holdings to their respective default rates (as determined by Morningstar's analysis of actual historical default rates). Morningstar then averages these default rates to determine the average default rate for the entire bond fund. Finally, Morningstar maps this average default rate to its corresponding credit rating along a convex curve.

For interest-rate sensitivity, Morningstar obtains from fund companies the average effective duration. Generally, Morningstar classifies a fixed-income fund's interest-rate sensitivity based on the effective duration of the Morningstar Core Bond Index (MCBI), which is currently three years. The classification of Limited will be assigned to those funds whose average effective duration is between 25% to 75% of MCBI's average effective duration; funds whose average effective duration is between 75% to 125% of the MCBI will be classified as Moderate; and those that are at 125% or greater of the average effective duration of the MCBI will be classified as Extensive.

For municipal bond funds, Morningstar also obtains from fund companies the average effective duration. In these cases static breakpoints are utilized. These breakpoints are as follows: (i) Limited: 4.5 years or less; (ii) Moderate: more than 4.5 years but less than 7 years; and (iii) Extensive: more than 7 years. In addition, for non-US taxable and non-US domiciled fixed income funds static duration breakpoints are used: (i) Limited: less than or equal to 3.5 years; (ii) Moderate: greater than 3.5 and less than equal to 6 years; (iii) Extensive: greater than 6 years.

Equity Portfolio Statistics

The referenced data elements below are a weighted average of the long equity holdings in the portfolio.

The Price/Earnings ratio is a weighted average of the price/earnings ratios of the stocks in the underlying fund's portfolio. The P/E ratio of a stock is calculated by dividing the current price of the stock by its trailing 12-months' earnings per share. In computing the average, Morningstar weights each portfolio holding by the percentage of equity assets it represents.

The Price/Cash Flow ratio is a weighted average of the price/cash-flow ratios of the stocks in a fund's portfolio. Price/cash-flow shows the ability of a business to generate cash and acts as a gauge of liquidity and solvency.

The Price/Book ratio is a weighted average of the price/book ratios of all the stocks in the underlying fund's portfolio. The P/B ratio of a company is calculated by dividing the market price of its stock by the company's per-share book value. Stocks with negative book values are excluded from this calculation.

The geometric average market capitalization of a fund's equity portfolio offers a measure of the size of the companies in which the mutual fund invests.

Fixed-Income Portfolio Statistics

The referenced data elements below are a weighted average of the long fixed income holdings in the portfolio.

Duration is a time measure of a bond's interest rate sensitivity. Average effective duration is a weighted average of the duration of the underlying fixed income securities within the portfolio.

Average effective maturity is a weighted average of all the maturities of the bonds in a portfolio, computed by weighting each maturity date by the market value of the security.

Average weighted coupon is generated from the fund's portfolio by weighting the coupon of each bond by its relative size in the portfolio. Coupons are fixed percentages paid out on a fixed-income security on an annual basis.

Average weighted price is generated from the fund's portfolio by weighting the price of each bond by its relative size in the portfolio. This number reveals if the fund favors bonds selling at prices above or below face value (premium or discount securities, respectively). A higher number indicates a bias toward premiums. This statistic is expressed as a percentage of par (face) value.

Credit quality breakdowns are shown for corporate-bond holdings and depict the quality of bonds in the underlying portfolio. The report shows the percentage of fixed-income securities that fall within each credit quality rating as assigned by a NRSRO. Bonds not rated by a NRSRO are included in the not rated (NR) category.

Turnover Ratio is a decent proxy for how frequently a manager trades his or her portfolio. The inverse of a fund's turnover ratio is the average holding period for a security in the fund. As turnover increases, a fund's brokerage costs typically rise as well.

Operations
Purchase constraints denote if a mutual fund has any of the following qualities: Qualified Access (A), Institutional (T), Closed to New Investments, (C) or Closed to All Investments (L). Because these qualities can all act as restrictions and/or requirements for investment, they are grouped together.

Potential capital gains exposure is the percentage of a mutual fund's total assets that represents capital appreciation.

Fees and Expenses
Prospectus Gross Expense Ratio reflects the annual percentage of a fund's assets paid out in expenses. Expenses include management, 12B-1, transfer agent and all other asset-based fees associated with the fund's daily operations and distribution, with the exception of brokerage commissions. It does not reflect expenses that have been reimbursed by the investment advisor, reductions from brokerage service arrangements or other expense offset arrangements.

Prospectus Net Expense Ratio reflects actual expenses paid by the fund as well as any voluntary waivers, reductions from brokerage service arrangements and any other expense offset arrangements.

Investment Risks

International/Emerging Market Equities: Investing in international securities involves special additional risks. These risks include, but are not limited to, currency risk, political risk, and risk associated with varying accounting standards. Investing in emerging markets may accentuate these risks.

Sector Strategies: Portfolios that invest exclusively in one sector or industry involve additional risks. The lack of industry diversification subjects the investor to increased industry-specific risks.

Non-Diversified Strategies: Portfolios that invest a significant percentage of assets in a single issuer involve additional risks, including share price fluctuations, because of the increased concentration of investments.

Small Cap Equities: Portfolios that invest in stocks of small companies involve additional risks. Smaller companies typically have a higher risk of failure, and are not as well established as larger blue-chip companies. Historically, smaller-company stocks have experienced a greater degree of market volatility than the overall market average.

Mid Cap Equities: Portfolios that invest in companies with market capitalization below $10 billion involve additional risks. The securities of these companies may be more volatile and less liquid than the securities of larger companies.

High-Yield Bonds: Portfolios that invest in lower-rated debt securities (commonly referred to as junk bonds) involve additional risks because of the lower credit quality of the securities in the portfolio. The investor should be aware of the possible higher level of volatility, and increased risk of default.

Tax-Free Municipal Bonds: The investor should note that the income from tax-free municipal bond funds may be subject to state and local taxation and the Alternative Minimum Tax.

Bonds: Bonds are subject to interest rate risk. As the prevailing level of bond interest rates rise, the value of bonds already held in a portfolio declines. Portfolios that hold bonds are subject to declines and increases in value due to general changes in interest rates.

HOLDRs: The investor should note that these are narrow industry-focused products that, if the industry is hit by hard times, will lack diversification and possible loss of investment would be likely. These securities can trade at a discount to market price, ownership is of a fractional share interest, the underlying investments may not be representative of the particular industry, the HOLDR might be delisted from the AMEX if the number of underlying companies drops below nine, and the investor may experience trading halts.

Hedge Funds: The investor should note that hedge fund investing involves specialized risks that are dependent upon the type of strategies undertaken by the manager. This can include distressed or event-driven strategies, long/short strategies, using arbitrage (exploiting price inefficiencies), international investing, and use of leverage, options and/or derivatives. Although the goal of hedge fund managers may be to reduce volatility and produce positive absolute return under a variety of market conditions, hedge funds may involve a high degree of risk and are suitable only for investors of substantial financial means who could bear the entire loss of their investment.

Bank Loan/Senior Debt: Bank loans and senior loans are impacted by the risks associated with fixed income in general, including interest rate risk and default risk. They are often non-investment grade; therefore, the risk of default is high. These securities are also relatively illiquid. Managed products that invest in bank loans/senior debt are often highly leveraged, producing a high risk of return volatility.

Exchange Traded Notes (ETNs): ETNs are unsecured debt obligations. Any repayment of notes is subject to the issuer's ability to repay its obligations. ETNs do not typically pay interest.

Leveraged ETFs: Leveraged investments are designed to meet multiples of the return performance of the index they track and seek to meet their fund objectives on a daily basis (or other time period stated within the prospectus objective). The leverage/gearing ratio is the amount of excess return that a leveraged investment is designed to achieve in comparison to its index performance (i.e. 200%, 300%, -200%, or -300% or 2X, 3X, -2X, -3X). Compounding has the ability to affect the performance of the fund to be either greater or less than the index performance multiplied by the multiple stated within the funds objective over a stated time period.

Short Positions: When a short position moves in an unfavorable way, the losses are theoretically unlimited. The broker may demand more collateral and a manager might have to close out a short position at an inopportune time to limit further losses.

Long-Short: Due to the strategies used by long-short funds, which may include but are not limited to leverage, short selling, short-term trading, and investing in derivatives, these funds may have greater risk, volatility, and expenses than those focusing on traditional investment strategies.

Liquidity Risk: Closed-end fund, ETF, and HOLDR trading may be halted due to market conditions, impacting an investor's ability to sell a fund.

Market Price Risk: The market price of ETFs, HOLDRs, and closed-end funds traded on the secondary market is subject to the forces of supply and demand and thus independent of the NAV. This can result in the market price trading at a premium or discount to the NAV, which will affect an investor's value.

Market Risk: The market prices of ETFs and HOLDRs can fluctuate as a result of several factors, such as security-specific factors or general investor sentiment. Therefore, investors should be aware of the prospect of market fluctuations and the impact it may have on the market price.

Performance Appendix

Performance Data below is net of fees. Please see the Morgan Stanley Smith Barney LLC Form ADV Part 2 Brochure for advisory accounts and/or any applicable brokerage account trade confirmation statements for a full disclosure of the applicable charges, fees and expenses. Your Financial Advisor will provide those documents to you upon request.

Account Name	QTD	YTD	1 Year	3 Years	5 Years	10 Years	Since Inception	Inception Date
Baird Investment Management	1.99	-1.47	0.64	5.94	--	--	4.57	12/01/2017
Brandywine Global Opp	2.52	-1.65	12.72	5.80	4.18	--	2.92	10/01/2012
FPA Crescent	3.26	13.34	39.09	12.45	11.40	--	8.34	01/01/2015
Met West Total Return Bond	1.80	-1.16	1.28	6.12	3.66	--	3.56	07/01/2014
Mutual Fund Cash	0.00	0.01	0.02	1.10	0.96	--	--	09/01/2012
PIMCO Income Instl	2.01	2.18	9.59	5.65	5.80	--	5.64	01/01/2013
Restricted Cash Account	0.00	0.00	0.01	1.12	--	--	1.18	02/01/2018
Salient Tactical Growth	2.88	6.08	13.04	--	--	--	6.07	09/01/2018
TIAA CREF	1.99	-0.83	2.18	5.88	--	--	4.33	12/01/2017
Vanguard Mid Cap Index	7.58	15.31	46.88	16.50	15.76	--	14.80	10/01/2012
iShares Core S&P 500 ETF	8.38	15.24	40.92	18.59	17.60	--	16.69	01/01/2016
iShares MSCI EAFE ETF	5.40	9.92	34.07	8.65	--	--	7.83	09/01/2017
iShares MSCI Emerging Mkts ETF	4.82	8.74	43.44	11.34	--	--	8.69	09/01/2017
iShares MSCI USA Min Vol ETF	6.70	9.20	23.41	13.61	11.94	--	13.03	01/01/2016
iShares S&P Small Cap	4.33	23.52	67.36	12.20	--	--	15.05	10/01/2016

All performance above are Time Weighted(TWR) performance

Glossary of Terms

Active Contribution Return: The gain or loss percentage of an investment relative to the performance of the investment benchmark.

Active Exposure: The percentage difference in weight of the portfolio compared to its policy benchmark.

Active Return: Arithmetic difference between the manager's return and the benchmark's return over a specified time period.

Actual Correlation: A measure of the correlation (linear dependence) between two variables X and Y, with a value between +1 and -1 inclusive. This is also referred to as coefficient of correlation.

Alpha: A measure of a portfolio's time weighted return in excess of the market's return, both adjusted for risk. A positive alpha indicates that the portfolio outperformed the market on a risk-adjusted basis, and a negative alpha indicates the portfolio did worse than the market.

Best Quarter: The highest quarterly return for a certain time period.

Beta: A measure of the sensitivity of a portfolio's time weighted return (net of fees) against that of the market. A beta greater than 1.00 indicates volatility greater than the market.

Consistency: The percentage of quarters that a product achieved a rate of return higher than that of its benchmark. The higher the consistency figure, the more value a manager has contributed to the product's performance.

Core: Refers to an investment strategy mandate that is blend of growth and value styles without a pronounced tilt toward either style.

Cumulative Selection Return (*Cumulative Return*): Cumulative investment performance over a specified period of time.

Distribution Rate: The most recent distribution paid, annualized, and then divided by the current market price. Distribution rate may consist of investment income, short-term capital gains, long-term capital gains, and/or return of capital.

Down Market Capture: The ratio of average portfolio returns over the benchmark during periods of negative benchmark return. Lower values indicate better product performance.

Downside Risk: A measure similar to standard deviation, but focuses only on the negative movements of the return series. It is calculated by taking the standard deviation of the negative quarterly set of returns. The higher the value, the more risk the product has.

Downside Semi Deviation: A statistical calculation that measures the volatility of returns below a minimum acceptable return. This return measure isolates the negative portion of volatility: the larger the number, the greater the volatility.

Drawdown: A drawdown is the peak-to-trough decline during a specific period of an investment, fund or commodity.

Excess over Benchmark: The percentage gain or loss of an investment relative to the investment's benchmark.

Excess Return: Arithmetic difference between the manager's return and the risk-free return over a specified time period.

Growth: A diversified investment strategy which includes investment selections that have capital appreciation as the primary goal, with little or no dividend payouts. These strategies can include reinvestment in expansion, acquisitions, and/or research and development opportunities.

Growth of Dollar: The aggregate amount an investment has gained or lost over a certain time period, also referred to as Cumulative Return, stated in terms of the amount to which an initial dollar investment would have grown over the given time period.

Investment Decision Process (IDP): A model for structuring the investment process and implementing the correct attribution methodologies. The IDP includes every decision made concerning the division of the assets under management over the various asset categories. To analyze each decision's contribution to the total return, a modeling approach must measure the marginal value of every individual decision. In this respect, the hierarchy of the decisions becomes very important. We therefore use the IDP model, which serves as a proper foundation for registering the decisions and relating them to each other.

Information Ratio: Measured by dividing the active rate of return by the tracking error. The higher the Information Ratio, the more value-added contribution by the manager.

Jensen's Alpha: The Jensen's alpha measure is a risk-adjusted performance measure that represents the average return on a portfolio or investment above or below that predicted by the capital asset pricing model (CAPM) given the portfolio's or investment's beta and the average market return. This metric is also commonly referred to as alpha..

Kurtosis: A statistical measure that is used to describe the distribution, or skewness, of observed data around the mean; sometimes referred to as the volatility of volatility.

Maximum Drawdown: The drawdown is defined as the percent retrenchment from a fund's peak to the fund's trough value. It is in effect from the time the fund's retrenchment begins until a new fund high is reached. The maximum drawdown encompasses both the period from the fund's peak to the fund's valley (length), and the time from the fund's valley to a new fund high (recovery). It measures the largest percentage drawdown that has occurred in any fund's data record.

Modern Portfolio Theory (MPT): An investment analysis theory on how risk-averse investors can construct portfolios to optimize or maximize expected return based on a given level of market risk, emphasizing that risk is an inherent part of higher reward.

Mutual Fund (MF): An investment program funded by shareholders that trade in diversified holdings and is professionally managed.

Peer Group: A combination of funds that share the same investment style combined as a group for comparison purposes.

Peer/ Plan Sponsor Universe: A combination of asset pools of total plan investments by specific sponsor and plan types for comparison purposes.

Performance Ineligible Assets: Performance returns are not calculated for certain assets because accurate valuations and transaction data for these assets are not processed or maintained by us. Common examples of these include life insurance, some annuities and some assets held externally.

Performance Statistics: A generic term for various measures of investment performance measurement terms.

Portfolio Characteristics: A generic term for various measures of investment portfolio characteristics.

Preferred Return: A term used in the private equity (PE) world, and also referred to as a "Hurdle Rate." It refers to the threshold return that the limited partners of a private equity fund must receive, prior to the PE firm receiving its carried interest or "carry."

Ratio of Cumulative Wealth: A defined ratio of the Cumulative Return of the portfolio divided by the Cumulative Return of the benchmark for a certain time period.

Regression Based Analysis: A statistical process for estimating the relationships among variables. It includes many techniques for modeling and analyzing several variables, when the focus is on the relationship between a dependent variable and one or more independent variables

Residual Correlation: Within returns-based style analysis, residual correlation refers to the portion of a strategy's return pattern that cannot be explained by its correlation to the asset-class benchmarks to which it is being compared.

Return: A rate of investment performance for the specified period.

Rolling Percentile Ranking: A measure of an investment portfolio's ranking versus a peer group for a specific rolling time period (i.e. Last 3 Years, Last 5 years, etc.).

R-Squared: The percentage of a portfolio's performance explained by the behavior of the appropriate benchmark. High R-Squared means a higher correlation of the portfolio's performance to the appropriate benchmark.

SA/CF (Separate Account/Comingled Fund): Represents an acronym for Separate Account and Commingled Fund investment vehicles.

Sector Benchmark: A market index that serves as a proxy for a sector within an asset class.

Sharpe Ratio: Represents the excess rate of return over the risk free return divided by the standard deviation of the excess return. The result is the absolute rate of return per unit of risk. The higher the value, the better the product's historical risk-adjusted performance results in.

Standard Deviation: A statistical measure of the range of a portfolio's performance; the variability of a return around its average return over a specified time period.

Total Fund Benchmark: The policy benchmark for a complete asset pool that could consist of multiple investment mandates.

Total Fund Composite: The aggregate of multiple portfolios within an asset pool or household.

Tracking Error: A measure of standard deviation for a portfolio's investment performance, relative to the performance of an appropriate market benchmark.

Treynor Ratio: A ratio that divides the excess return (above the risk free rate) by the portfolio's beta to arrive at a unified measure of risk adjusted return. It is generally used to rank portfolios, funds and benchmarks. A higher ratio is indicative of higher returns per unit of market risk. This measurement can help determine if the portfolio is reaching its goal of increasing returns while managing market risk.

Up Market Capture: The ratio of average portfolio returns over the benchmark during periods of positive benchmark return. Higher values indicate better product performance.

Upside Semi Deviation: A statistical calculation that measures the volatility of returns above an acceptable return. This return measure isolates the positive portion of volatility: the larger the number, the greater the volatility.

Value: A diversified investment strategy that includes investment selections which tend to trade at a lower price relative to its dividends, earnings, and sales. Common attributes are stocks that include high dividend, low price-to-book ratio, and/or low price-to-earnings ratio.

Worst Quarter: The lowest rolling quarterly return for a certain time period.

Information Disclosures

Performance results are annualized for time periods greater than one year and include all cash and cash equivalents, realized and unrealized capital gains and losses, and dividends, interest and income. The investment results depicted herein represent historical performance. As a result of recent market activity, current performance may vary from the figures shown. Past performance is not a guarantee of future results.

Please see the Morgan Stanley Smith Barney LLC Form ADV Part 2 Brochure for advisory accounts and/or any applicable brokerage account trade confirmation statements for a full disclosure of the applicable charges, fees and expenses. Your Financial Advisor will provide those documents to you upon request.

Benchmark indices and blends included in this material are for informational purposes only, are provided solely as a comparison tool and may not reflect the underlying composition and/or investment objective(s) associated with the account(s). Indices are unmanaged and not available for direct investment. Index returns do not take into account fees or other charges. Such fees and charges would reduce performance.

The performance data shown reflects past performance, which does not guarantee future results. Investment return and principal will fluctuate so that an investor's shares when redeemed may be worth more or less than original cost. Please note, current performance may be higher or lower than the performance data shown. For up to date month-end performance information, please contact your Financial Advisor or visit the funds' company website.

Investors should carefully consider the fund's investment objectives, risks, charges and expenses before investing. The prospectus and, if available the summary prospectus, contains this and other information that should be read carefully before investing. Investors should review the information in the prospectus carefully. To obtain a prospectus, please contact your Financial Advisor or visit the funds' company website.

Past performance is no guarantee of future results.

Investing involves market risk, including possible loss of principal. **Growth investing** does not guarantee a profit or eliminate risk. The stocks of these companies can have relatively high valuations. Because of these high valuations, an investment in a growth stock can be more risky than an investment in a company with more modest growth expectations. **Value investing** involves the risk that the market may not recognize that securities are undervalued and they may not appreciate as anticipated. **Small and mid-capitalization companies** may lack the financial resources, product diversification and competitive strengths of larger companies. The securities of small capitalization companies may not trade as readily as, and be subject to higher volatility than those of larger, more established companies. **Bond funds** and bond holdings have the same interest rate, inflation and credit risks that are associated with the underlying bonds owned by the funds. The return of principal in bond funds, and in funds with significant bond holdings, is not guaranteed. **International securities'** prices may carry additional risks, including foreign economic, political, monetary and/or legal factors, changing currency exchange rates, foreign taxes and differences in financial and accounting standards. International investing may not be for everyone. These risks may be magnified in emerging markets. **Alternative investments**, including private equity funds, real estate funds, hedge funds, managed futures funds, and funds of hedge funds, private equity, and managed futures funds, are speculative and entail significant risks that can include losses due to leveraging or\other speculative investment practices, lack of liquidity, volatility of returns, restrictions on transferring interests in a fund, potential lack of diversification, absence and/or delay of information regarding valuations and pricing, complex tax structures and delays in tax reporting, less regulation and higher fees than mutual funds and risks associated with the operations, personnel and processes of the advisor. **Master Limited Partnerships** (MLPs) are limited partnerships or limited liability companies that are taxed as partnerships and whose interests (limited partnership units or limited liability company units) are traded on securities exchanges like shares of common stock. Currently, most MLPs operate in the energy, natural resources or real estate sectors. Investments in MLP interests are subject to the risks generally applicable to companies in the energy and natural resources sectors, including commodity pricing risk, supply and demand risk, depletion risk and exploration risk; and MLP interests in the real estate sector are subject to special risks, including interest rate and property value fluctuations, as well as risks related to general and economic conditions. Because of their narrow focus, MLPs maintain exposure to price volatility of commodities and/or underlying assets and tend to be more volatile than investments that diversify across many sectors and companies. MLPs are also subject to additional risks including: investors having limited control and rights to vote on matters affecting the MLP, limited access to capital, cash flow risk, lack of liquidity, dilution risk, conflict of interests, and limited call rights related to acquisitions.

Mortgage backed securities also involve prepayment risk, in that faster or slower prepayments than expected on underlying mortgage loans can dramatically alter the yield-to-maturity of a mortgage-backed security and prepayment risk includes the possibility that a fund may invest the proceeds at generally lower interest rates.

Tax managed funds may not meet their objective of being tax-efficient.

Real estate investments are subject to special risks, including interest rate and property value fluctuations, as well as risks related to general and economic conditions. **High yield** fixed income securities, also known as "junk bonds", are considered speculative, involve greater risk of default and tend to be more volatile than investment grade fixed income securities.

Credit quality is a measure of a bond issuer's creditworthiness, or ability to repay interest and principal to bondholders in a timely manner. The credit ratings shown are based on security rating as provided by

Standard & Poor's, Moody's and/or Fitch, as applicable. Credit ratings are issued by the rating agencies for the underlying securities in the fund and not the fund itself, and the credit quality of the securities in the fund does not represent the stability or safety of the fund. Credit ratings shown range from AAA, being the highest, to D, being the lowest based on S&P and Fitch's classification (the equivalent of Aaa and C, respectively, by Moody(s). Ratings of BBB or higher by S&P and Fitch (Baa or higher by Moody's) are considered to be investment grade-quality securities. If two or more of the agencies have assigned different ratings to a security, the highest rating is applied. Securities that are not rated by all three agencies are listed as "NR".

"**Alpha tilt strategies** comprise a core holding of stocks that mimic a benchmark type index such as the S&P 500 to which additional securities are added to help tilt the fund toward potentially outperforming the market in an effort to enhance overall investment returns. Tilt strategies are subject to significant timing risk and could potentially expose investors to extended periods of underperformance."

Custom Account Index: The Custom Account Index is an investment benchmark based on your historical target allocations and/or manager selection that you may use to evaluate the performance of your account. The Custom Account index does take into consideration certain changes that may have occurred in your portfolio since the inception of your account, i.e., asset class and/or manager changes. However, in some circumstances, it may not be an appropriate benchmark for use with your specific account composition. For detailed report of the historical composition of this blend please contact your Financial Advisor.

Peer Groups

Peer Groups are a collection of similar investment strategies that essentially group investment products that share the same investment approach. Peer Groups are used for comparison purposes to compare and illustrate a clients investment portfolio versus its peer across various quantitative metrics like performance and risk. Peer Group comparison is conceptually another form of benchmark comparison whereby the actual investment can be ranked versus its peer across various quantitative metrics.

All Peer Group data are provided by Investment Metrics, LLC.

The URL below provides all the definitions and methodology about the various Peer Groups

https://www.invmetrics.com/style-peer-groups

Peer Group Ranking Methodology

A percentile rank denotes the value of a product in which a certain percent of observations fall within a peer group. The range of percentile rankings is between 1 and 100, where 1 represents a high statistical value and 100 represents a low statistical value.

The 30th percentile, for example, is the value in which 30% of the highest observations may be found, the 65th percentile is the value in which 65% of the highest observations may be found, and so on.

Percentile rankings are calculated based on a normalized distribution ranging from 1 to 100 for all products in each peer group, where a ranking of 1 denotes a high statistical value and a ranking of 100 denotes a low statistical value. It is important to note that the same ranking methodology applies to all statistics, implying that a ranking of 1 will always mean highest value across all statistics.

For example, consider a risk/return assessment using standard deviation as a measure of risk. A percentile ranking equal to 1 for return denotes highest return, whereas a percentile ranking of 1 for standard deviation denotes highest risk among peers.

In addition, values may be used to demonstrate quartile rankings. For example, the third quartile is also known as the 75th percentile, and the median is the 50th percentile.

Alternatives

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Alternatives may be either traditional alternative investment vehicles or non-traditional alternative strategy vehicles. Traditional alternative investment vehicles may include, but are not limited to, Hedge Funds, Fund of Funds (both registered and unregistered), Exchange Funds, Private Equity Funds, Private Credit Funds, Real Estate Funds, and Managed Futures Funds. Non-traditional alternative strategy vehicles may include, but are not limited to, Open or Closed End Mutual Funds, Exchange-Traded and Closed-End Funds, Unit Investment Trusts, exchange listed Real Estate Investment Trusts (REITs), and Master Limited Partnerships (MLPs). These non-traditional alternative strategy vehicles also seek alternative-like exposure but have significant differences from traditional alternative investment vehicles. Non-traditional alternative strategy vehicles may behave like, have characteristics of, or employ various investment strategies and techniques for both hedging and more speculative purposes such as short-selling, leverage, derivatives, and options, which can increase volatility and the risk of investment loss. Characteristics such as correlation to traditional markets, investment strategy, and market sector exposure can play a role in the classification of a traditional security being classified as alternative.

Traditional alternative investment vehicles are illiquid and usually are not valued daily. The estimated valuation provided will be as of the most recent date available and will be included in summaries of your assets. Such valuation may not be the most recent provided by the fund in which you are invested. No representation is made that the valuation is a market value or that the interest could be liquidated at this value. We are not required to take any action with respect to your investment unless valid instructions are received from you in a timely manner. Some positions reflected herein may not represent interests in the fund, but rather redemption proceeds withheld by the issuer pending final valuations which are not subject to the investment performance of the fund and may or may not accrue interest for the length of the withholding. Morgan Stanley does not engage in an independent valuation of your alternative investment assets. Morgan Stanley provides periodic information to you including the market value of an alternative investment vehicle based on information received from the management entity of the alternative investment vehicle or another service provider.

Traditional alternative investment vehicles often are speculative and include a high degree of risk. . Investors should carefully review and consider potential risks before investing. Certain of these risks may include but are not limited to:• Loss of all or a substantial portion of the investment due to leveraging, short-selling, or other speculative practices;• Lack of liquidity in that there may be no secondary market for a fund;• Volatility of returns;• Restrictions on transferring interests in a fund;• Potential lack of diversification and resulting higher risk due to concentration of trading authority when a single advisor is utilized;• Absence of information regarding valuations and pricing;• Complex tax structures and delays in tax reporting;• Less regulation and higher fees than mutual funds; and• Risks associated with the operations, personnel, and processes of the manager. As a diversified global financial services firm, Morgan Stanley Wealth Management engages in a broad spectrum of activities including financial advisory services, investment management activities, sponsoring and managing private investment funds, engaging in broker-dealer transactions and principal securities, commodities and foreign exchange transactions, research publication, and other activities. In the ordinary course of its business, Morgan Stanley Wealth Management therefore engages in activities where Morgan Stanley Wealth Management's interests may conflict with the interests of its clients, including the private investment funds it manages. Morgan Stanley Wealth Management can give no assurance that conflicts of interest will be resolved in favor of its clients or any such fund.

Indices are unmanaged and investors cannot directly invest in them. Composite index results are shown for illustrative purposes and do not represent the performance of a specific investment. Past performance is no guarantee of future results. Actual results may vary. Diversification does not assure a profit or protect against loss in a declining market. Any performance or related information presented has not been adjusted to reflect the impact of the additional fees paid to a placement agent by an investor (for Morgan Stanley placement clients, a one-time upfront Placement Fee of up to 3%, and for Morgan Stanley investment advisory clients, an annual advisory fee of up to 2.5%), which would result in a substantial reduction in the returns if such fees were incorporated.

For most investment advisory clients, the program account will be charged an asset-based wrap fee every quarter ("the Fee"). In general, the Fee covers investment advisory services and reporting. In addition to the Fee, clients will pay the fees and expenses of any funds in which their account is invested. Fund fees and expenses are charged directly to the pool of assets the fund invests in and impact the valuations. Clients must understand that these fees and expenses are an additional cost and will not be included in the Fee amount in the account statements.

As fees are deducted quarterly, the compounding effect will be to increase the impact of the fees by an amount directly related to the gross account performance. For example, for an account with an initial value of $100,000 and a 2.5% annual fee, if the gross performance is 5% per year over a three year period, the compounding effect of the fees will result in a net annual compound rate of return of approximately 2.40% per year over a three year period, and the total value of the client's portfolio at the end of the three year period would be approximately $115,762.50 without the fees and $107,372.63 with the fees. Please see the applicable Morgan Stanley Smith Barney LLC Form ADV Part 2A for more information including a description of the fee schedule. It is available at www.morganstanley.com/ADV <http://www.morganstanley.com/ADV> <http://www.morganstanley.com/ADV> or from your Financial Advisor/Private Wealth Advisor.

Alternative investments involve complex tax structures, tax inefficient investing, and delays in distributing important tax information. Individual funds have specific risks related to their investment programs that will vary from fund to fund. Clients should consult their own tax and legal advisors as Morgan Stanley does not provide tax or legal advice. Interests in alternative investment products are offered pursuant to the terms of the applicable offering memorandum, are distributed by Morgan Stanley Smith Barney LLC and certain of its affiliates, and (1) are not FDIC-insured, (2) are not deposits or other obligations of Morgan Stanley or any of its affiliates, (3) are not guaranteed by Morgan Stanley and its affiliates, and (4) involve investment risks, including possible loss of principal. Morgan Stanley Smith Barney LLC is a registered broker-dealer, not a bank.

SIPC insurance does not apply to precious metals, other commodities, or traditional alternative investments.

Money Market Funds

You could lose money in Money Market Funds. Although MMFs classified as government funds (i.e., MMFs that invest 99.5% of total assets in cash and/or securities backed by the U.S government) and retail funds (i.e., MMFs open to natural person investors only) seek to preserve value at $1.00 per share, they cannot guarantee they will do so. The price of other MMFs will fluctuate and when you sell shares they may be worth more or less than originally paid. MMFs may impose a fee upon sale or temporarily suspend sales if liquidity falls below required minimums. During suspensions, shares would not be available for purchases, withdrawals, check writing or ATM debits. A MMF investment is not insured or guaranteed by the Federal Deposit Insurance Corporation or other government agency.

Ann Masel

From: Daniel Buckley <DBuckley@GalvestonTX.Gov>
Sent: Monday, June 07, 2021 8:57 AM
To: Ann Masel
Subject: FW: Possible Legislative Change

Daniel Buckley, Deputy City Manager
Office of the City Manager
823 Rosenberg Galveston, TX 77550
O:409.797.3520 | dbuckley@galvestontx.gov

From: Daniel Buckley <DBuckley@GalvestonTX.Gov>
Sent: Monday, June 7, 2021 8:49 AM
To: Ann Masel <amasel@hlb-cpa.com>
Cc: Kent Etienne <KEtienne@GalvestonTX.Gov>; Mike Loftin <MLoftin@GalvestonTX.Gov>; Brian Maxwell <BMaxwell@GalvestonTX.Gov>
Subject: Possible Legislative Change

Ann, the following has been sent to the Governor for signature. If signed, only the Police Plan is compliant as I read it. Both the Civilian and Firefighters plans would need to adopt compliant policies.

Dan

HB 3898 (Anchia) Funding of public retirement systems. Requires a public retirement system governing body and its associated governmental entity to: 1) jointly develop and adopt a written funding policy that details a plan for achieving a funded ratio of the system that is equal to or greater than 100 percent; 2) revise the policy to reflect any significant changes to the policy, including changes required as a result of formulating and implementing a funding soundness restoration plan; and 3) post a copy of the most recent edition of the written funding policy on a public available website no later than the 31st day after the policy or change is adopted. The written funding policy must outline any automatic contribution o benefit changes designed to prevent having to formulate a revised funding soundness restoration plan, including any automatic risk-sharing mechanisms implemented, the adoption of an actuarially determined contribution structure, and other benefit or contribution mechanisms. The public retirement system must provide written notice to the associated governmental entity when an actuarial valuation indicates the system's actual contributions are not sufficient to amortize the unfunded actuarial accrued liability within 30 years. Requires the governing body and the governmental entity to jointly formulate a funding soundness restoration plan when the system's funding period: 1) has exceeded 30 years for three consecutive annual actuarial valuations or two consecutive annual actuarial valuations when a system conducts the valuations every two or three years; or 2) effective September 1, 2025: a) exceeds 40 years; or b) exceeds 30 years and the funded ration of the system is less than 65 percent. The bill makes additional changes to funding soundness restoration plan requirements. *Effective September 1, 2021.*

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Funding Policy for The City of Galveston Employees' Retirement Plan for City Employees

Introduction

Effective February 4, 2020, the Board of Trustees (the "***Board***") of The City of Galveston Employees' Retirement Plan for City Employees (the "***Plan***") adopts this Funding Policy. The Funding Policy should strive to **balance** three pension funding goals: (1) an **adequate contribution arrangement** so that member benefits are secure, (2) **contribution stability** so that the City of Galveston (the "***City***") as the Plan sponsor and its employees who are members of the Plan have some level of predictability of contribution rates from year to year, and (3) **intergenerational equity** so that future taxpayers and member employees are not burdened with costs associated with a previous generation's service. The Board acknowledges its role in the process of working with the member employees, the City, and the Plan's actuary to achieve a balance between the total contribution rate and benefits expected over the long-term future as reflected in this Funding Policy.

Funding Objectives

Pursuant to Texas Government Code Section 802.2011, the Plan will target a 100% funded ratio, which is the ratio of the Plan's actuarial value of assets divided by the Plan's actuarial accrued liability, through the funding objectives and considering the limitations outlined in this Funding Policy. The Plan will target to fully fund the Plan's long-term obligations over as brief a period as reasonably possible, with 10-25 years being the preferable range, and over no more than 30 years.

Based on the plan document governing the Plan and the authority of the City granted by the state, the contribution rates of the employees and of the City are determined in advance, so the Plan has a "fixed-rate" contribution policy. The Board may not unilaterally change contribution rates, and this Funding Policy reflects such limitation.

Actuarial Methods

There are three actuarial methods that are part of each actuarial valuation for the Plan:

Actuarial Cost Method

The Entry Age Actuarial Cost Method is an actuarial cost method in which the actuarial present value of projected benefits of each active employee included in the valuation is allocated as a level percentage of compensation between age at hire and assumed termination. Each active employee's normal cost is the current annual contribution in a series of annual contributions which, if made throughout the employee's total period of employment, would fund his or her expected benefits. Each employee's normal cost is calculated to be a constant percentage of his or her expected compensation in each year of employment. The normal cost for the Plan is the sum of the normal costs for each active employee for the year following the valuation date.

The Plan's actuarial accrued liability is the excess of the actuarial present value of projected benefits over the actuarial present value of all future remaining normal cost contributions. The unfunded actuarial accrued liability (**"UAAL"**) is the amount by which the actuarial accrued liability exceeds the actuarial value of assets. The UAAL is recalculated each time a valuation is performed. Experience gains and losses, which represent deviations of the UAAL from its expected value based on the prior valuation, are determined at each valuation and are amortized as part of the newly calculated UAAL.

Amortization Method

The UAAL is assumed to be amortized with level percentage of payroll contributions (total assumed contribution rate less normal cost contribution rate) based on an assumed payroll growth of 2.75% per year.

Actuarial Value of Assets Method

All assets are valued at market value with an adjustment made to uniformly spread actuarial gains or losses (as measured by actual market value investment return vs. expected market value investment return) over a five-year period. The total adjustment amount shall be limited as necessary such that the actuarial value of assets shall not be less than 80% of market value nor greater than 120% of market value.

A Roadmap to Achieve Funding Objectives

As part of its fiduciary duty, the Board will oversee and monitor the ongoing investment experience of the Plan and the adequacy of the City and member contribution rates to fund the benefits expected over the long-term future. In doing so, the Board will take the following actions or arrange for them to occur:

Actuarial Valuation

The Plan's actuary completes an actuarial valuation of the Plan annually. As a part of each actuarial valuation, the Plan's actuary reviews the actuarial assumptions used in the prior actuarial valuation to see if they are still appropriate. Recommended changes in assumptions are communicated to the Board for its consideration as a part of the actuarial valuation process. The report of the valuation is presented to, reviewed, and approved by the Board at a regular posted public meeting. This report is provided to the Texas State Pension Review Board (**"*PRB*"**).

In each actuarial valuation, the actuary determines the normal cost, the actuarial accrued liability, the actuarial value of assets, the UAAL and how long it will take for the total contribution rate in excess of the normal cost contribution rate to amortize the UAAL (actuarially determined amortization period) as a level percentage of payroll. Each actuarial valuation report will also include a benchmark actuarially determined contribution (**"*ADC*"**) rate using a closed amortization period of 30 years beginning with the date of the first actuarial valuation completed after January 1, 2020.

Review of Funding Policy

The Board will review this Funding Policy periodically, but no less frequently than every two years.

Comparison of Contribution Rates to Benchmark ADC Rate

In conjunction with each annual actuarial valuation, the Plan's actuary will calculate the benchmark ADC rate as described in this Funding Policy and will prepare a comparison of the benchmark ADC rate with the actual fixed contributions being received by the Plan for review by the Board. One indicator of achieving the desired balance between contribution rates and the long-term cost of benefits is that the contribution arrangement results in an actuarially determined amortization period that is reasonably in line with the period used in the benchmark ADC rate, such as within five years. Another indicator of achieving this balance is that the total contribution rate is reasonably in line with the benchmark ADC rate, such as within 1% of payroll.

When Actual Experience Diverges from Expected Experience

In connection with the comparison of the total contribution rate to the benchmark ADC rate described above, when actual experience diverges from expected experience, the Board will adhere to the following guidelines:

Positive Divergence From Benchmark ADC Rate

If the actuarially determined amortization period is determined to be sufficiently less than the period used in the benchmark ADC rate, the Board may consider a lower investment return assumption or a benefit increase, such as an increase in the dollar cap on benefits or an ad hoc cost-of-living adjustment for the retirees and surviving spouses, that would result in an actuarially determined amortization period somewhat less than the period used in the benchmark ADC rate. It is the Board's intention to eventually get the investment return assumption to 7%.

Negative Divergence From Benchmark ADC Rate

If the actuarially determined amortization period is not reasonably in line with the period used in the benchmark ADC rate (i.e., greater than the period used in the benchmark ADC rate by more than five years), the Board will notify the City of the condition and then may consider whether a contribution rate increase, a benefit formula reduction, or a combination thereof should be pursued in order to achieve an actuarially determined amortization period that is reasonably in line with the period used in the benchmark ADC rate or with the PRB Pension Funding Guidelines. Initially the Board would work with the Plan's actuary to develop potential changes that would reestablish an appropriate balance between benefits and contributions. The process would continue by working with the City to achieve the necessary changes.

Changes to Funding Policy

The adoption of this Funding Policy in no way restricts future modifications to be made by the Board of Trustees.

Adopted by The City of Galveston Employees' Retirement Plan for City Employees Board of Trustees at its meeting held on the 4th day of February, 2020.

Approved:

Chair, Board of Trustees

Attest:

Secretary, Board of Trustees

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City of Galveston Employees' Retirement Plan

COMPILED FINANCIAL STATEMENTS
For The Three Months and Six Months Ended
June 30, 2021

Ham, Langston & Brezina, L.L.P.
CPAs and Advisors

1011 Tremont St.
Galveston, Texas 77550
409-765-9311 Main
hlb-cpa.com

ACCOUNTANTS' COMPILATION REPORT

To the Board of Directors
City of Galveston Employees' Ret Plan
Galveston, TX 77550

Management is responsible for the accompanying financial statements of City of Galveston Employees' Ret Plan (a Texas, non-profit organization), which comprise the Statement of Net Assets Available for Benefits- tax basis as of June 30, 2021, and the related Statement of Changes in Net Assets Available for Benefits- tax basis for the three months and six months then ended in accordance with the tax basis of accounting, and for determining that the tax basis of accounting is an acceptable financial reporting framework. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

The financial statements are prepared in accordance with the tax basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

Management has elected to omit substantially all of the disclosures ordinarily included in the financial statements prepared in accordance with the tax basis of accounting. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the company's assets, liabilities, equity, revenues and expenses. Accordingly, these financial statements are not designed for those who are not informed about such matters.

We are not independent with respect to City of Galveston Employees' Ret Plan as we perform monthly administrative duties for the plan.

Ham, Langston, & Brezina
Galveston, TX

July 25, 2021

City of Galveston Employees' Retirement Plan
Net Assets Available for Benefits
As of June 30, 2021

ASSETS

MNB - Trust 300		$ 0.00
MNB - MM - Act 300		1,370,328.00
Accrued dividends & interest		10,301.77
Investments at FMV		
Int'l Fixed Income Mutual Funds	2,251,433.27	
Market values adj - Int'l Fixed Income Mutual Funds	51,402.38	
Investments - Equity Funds	26,989,393.08	
Market value adj - Equity Funds	22,195,672.67	
Fixed Income Funds	13,149,397.62	
Market value adj - Fixed Income Funds	290,952.74	
Private Equity Funds	2,394,629.93	
Market value adj - Private Equity Funds	156,070.77	
Total Investments		67,478,952.46
TOTAL ASSETS		$ 68,859,582.23

LIABILITIES

Withholding payable	$ 17,326.97
Due to Moody National Bank	75,000.00
TOTAL LIABILITIES	92,326.97
NET ASSETS HELD IN TRUST FOR BENEFIT OBLIGATION	$ 68,767,255.26

City of Galveston Employees' Retirement Plan
Statement of Changes in Net Assets
Available for Benefits
For the Three Months and Six Months Ended June 30, 2021

	3 Months Ended June 30, 2021	6 Months Ended June 30, 2021	6 Months Ended June 30, 2020
ADDITIONS:			
Contributions			
Contributions - City	$ 664,476.99	$ 1,254,529.03	1,227,882
Contributions - Employees	442,984.86	900,789.52	818,589
Total contributions	1,107,461.85	2,155,318.55	2,046,471
Investment income			
Realized Gain on Sale of Investment	0.00	0.00	-
Net gain(/loss) in Fair Market Value	3,078,919.83	5,560,960.73	(3,307,060)
Capital Gain Distributions	70,505.18	70,505.18	58,677
	3,149,425.01	5,631,465.91	(3,248,383)
Other income	0.00	0.00	373
Dividends	289,500.10	484,479.16	519,815
Total Other Income	289,500.10	484,479.16	520,188
Total Investment Income/(loss)	3,438,925.11	6,115,945.07	(2,728,195)
Less: Investment expense			
Manager expense	(22,921.82)	(44,687.16)	(36,657)
Total investment expense	(22,921.82)	(44,687.16)	(36,657)
TOTAL ADDITIONS	4,523,465.14	8,226,576.46	(718,381)
DEDUCTIONS:			
Retirement benefits	918,582.05	1,803,815.28	1,689,580
Benefits - non-taxable	2,069.34	4,232.88	4,700
Survivor benefits	78,927.42	157,854.84	157,855
Survivor benefits - non-taxable	488.34	976.68	977
Disability benefits	8,161.26	16,322.52	16,343
Disability benefits - non-taxable	18.27	36.54	37
Rollover benefits	107,996.67	127,256.00	45,520
Lumpsum benefits	136,227.53	273,324.97	369,924
Actuarial fees	30,468.75	36,152.50	7,297
Custodial services	9,000.00	18,000.00	18,000
Dues and fees	0.00	0.00	-
Insurance	4,750.00	4,750.00	4,750
Investment Mgmt Evaluation	0.00	0.00	14,700
Legal fees	2,700.00	4,440.00	1,090
Miscellaneous	0.00	0.00	-
Audit fees	14,375.00	15,100.00	8,846
Accounting fees	16,425.00	34,258.75	20,215
TOTAL DEDUCTIONS	1,330,189.63	2,496,520.96	2,359,834
Net increase/(decrease)	$ 3,193,275.51	$ 5,730,055.50	(3,078,215)

See Accountant's Compilation Report