



# Independent Investment Consultants for Institutions



Board Meeting

*Trust, Process, Results*

Unrestricted Assets - Investment Portfolio Review  
Neil Heppler, Co – President  
March 2, 2023



# Fiscal Year Market Review

	<u>Fiscal YTD</u> <u>(Through</u> <u>1/31/23)</u>	<u>Calendar</u> <u>Year 2022</u>		<u>Fiscal YTD</u> <u>(Through</u> <u>1/31/23)</u>	<u>Calendar</u> <u>Year 2022</u>
<u>Equities</u>			<u>Fixed Income</u>		
U.S. Large Cap	2.3%	-18.1%	Inv. Grade Bonds	-3.0%	-13.0%
U.S. Mid Cap	5.4%	-17.3%	Inv. Grade Intermediate Bonds	-1.6%	-8.2%
U.S. Small Cap	3.9%	-20.4%	Inv. Grade Credit	-1.7%	-15.3%
Int'l Equity	6.4%	-14.5%	Inv. Grade Gov't	-3.6%	-12.3%
			3 Month Treasury Bill	1.3%	1.5%

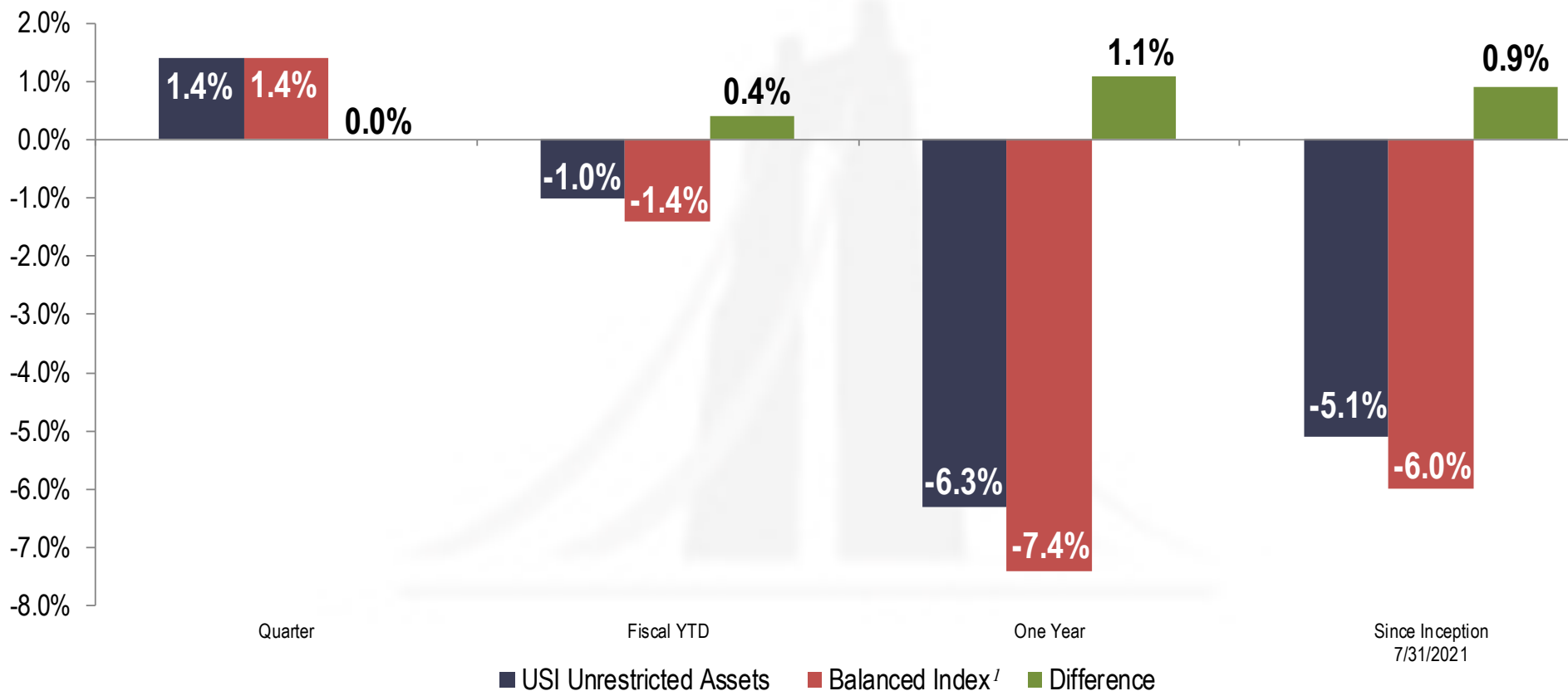


# USI Unrestricted Assets



## Investment Portfolio Performance Summary Table

For Periods Ended December 31, 2022\*



\*Returns are presented net of investment management fees.

<sup>1</sup> The Balanced Index is comprised of 80% of the Bloomberg Intermediate U.S. Government/Credit Index and 20% of the ICE BofA 1-3 Year Gov/Corp Index

# USI Unrestricted Assets

Asset Allocation as of December 31, 2022

Market Value \$102,168,730

*Target for Short Duration: 20%*

*Target for Intermediate: 80%*

Certificates of Deposit & Cash

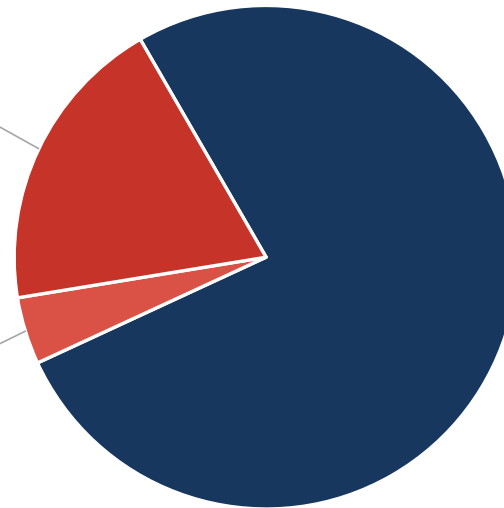
\$19,658,152  
19.2%

Intermediate Fixed Income

\$78,092,336  
76.4%

Government Bonds > 1 Year Duration

\$4,418,242  
4.3%



Estimated 12-month Cash Yield = \$2,816,422 (2.8%)  
Estimated Yield to Maturity = (4.1%)



# USI Unrestricted Assets

## Summary of Portfolio Cash Flows

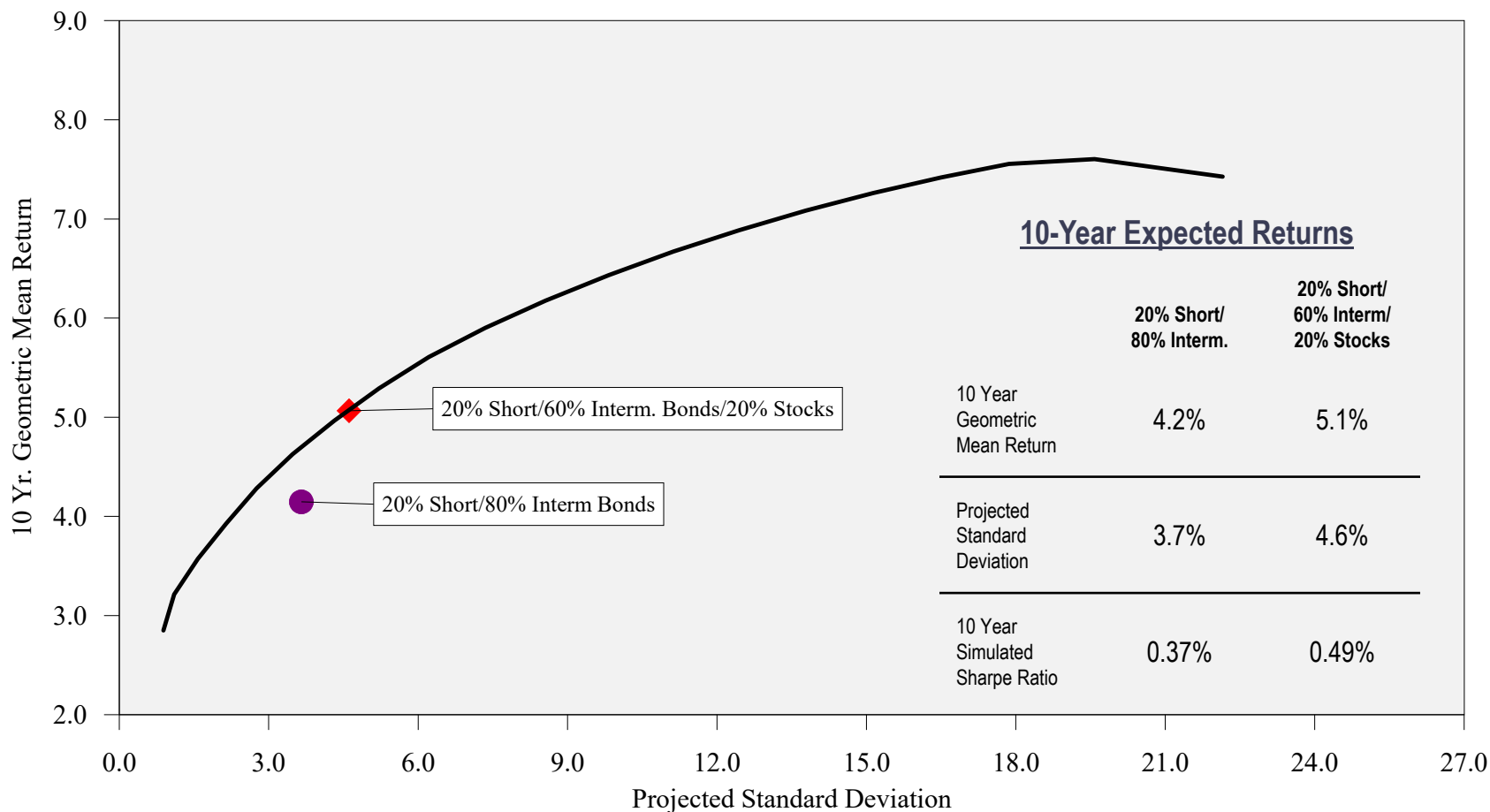


### Summary of Cash Flows

	Fourth Quarter	Fiscal YTD	One Year	Inception 7/31/21
Beginning Market Value	\$102,871,651	\$108,348,871	\$111,137,715	\$109,336,566
Contributions	\$30	\$213	\$7,333,143	\$12,633,143
Distributions	(\$2,079,508)	(\$5,124,296)	(\$9,400,063)	(\$11,933,956)
Net Cash Flows	(\$2,079,478)	(\$5,124,082)	(\$2,066,920)	\$699,187
Income	\$715,237	\$1,349,340	\$2,527,626	\$3,553,609
Net Investment Change	\$1,376,556	(\$1,056,059)	(\$6,902,065)	(\$7,867,024)
Fees	(\$45,080)	(\$91,709)	(\$183,321)	(\$241,250)
Ending Market Value	\$102,168,730	\$102,168,730	\$102,168,730	\$102,168,730

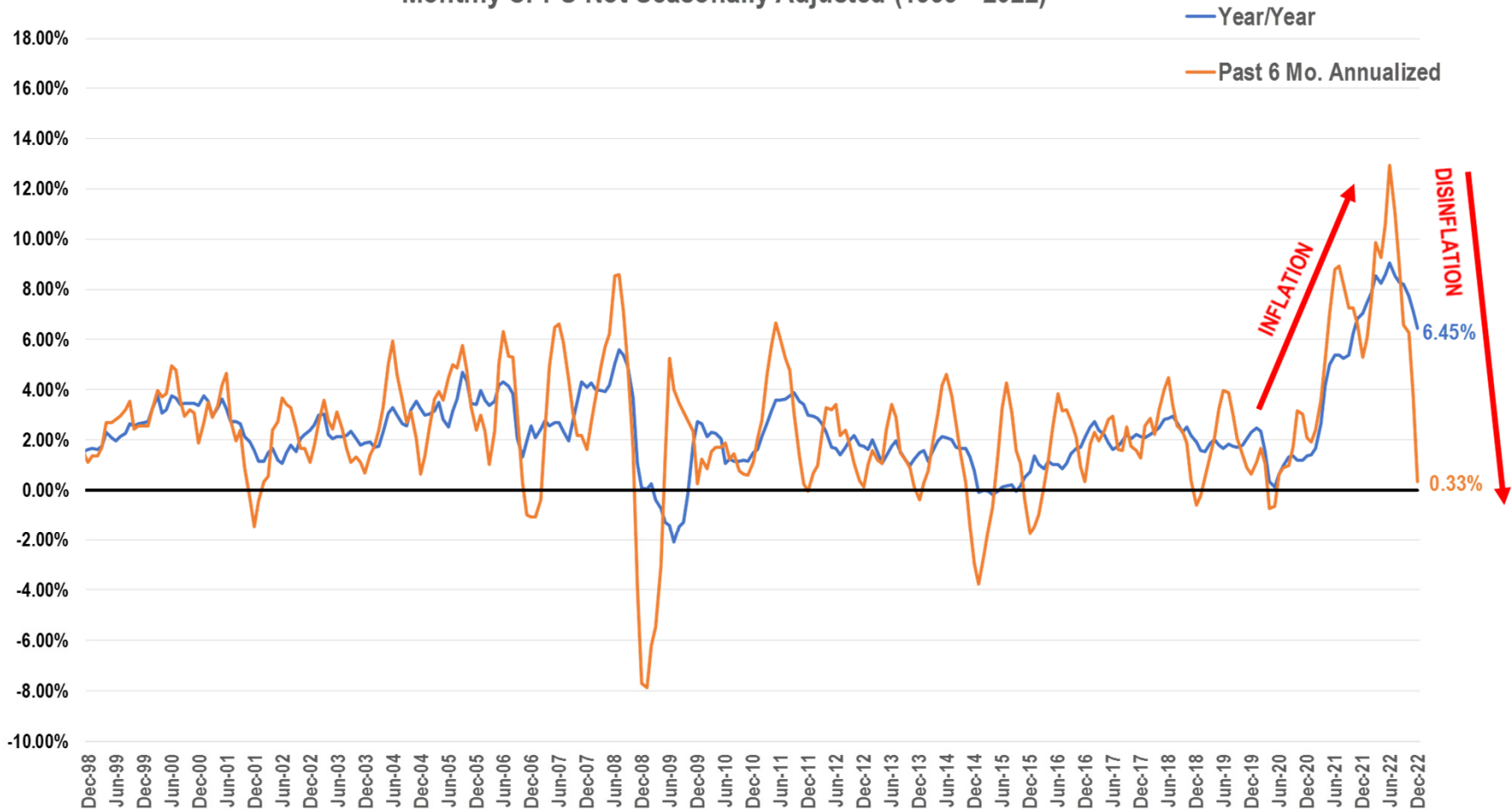
# Modest Equity Exposure Boosts Returns

Patiently wait for recessionary recovery to implement

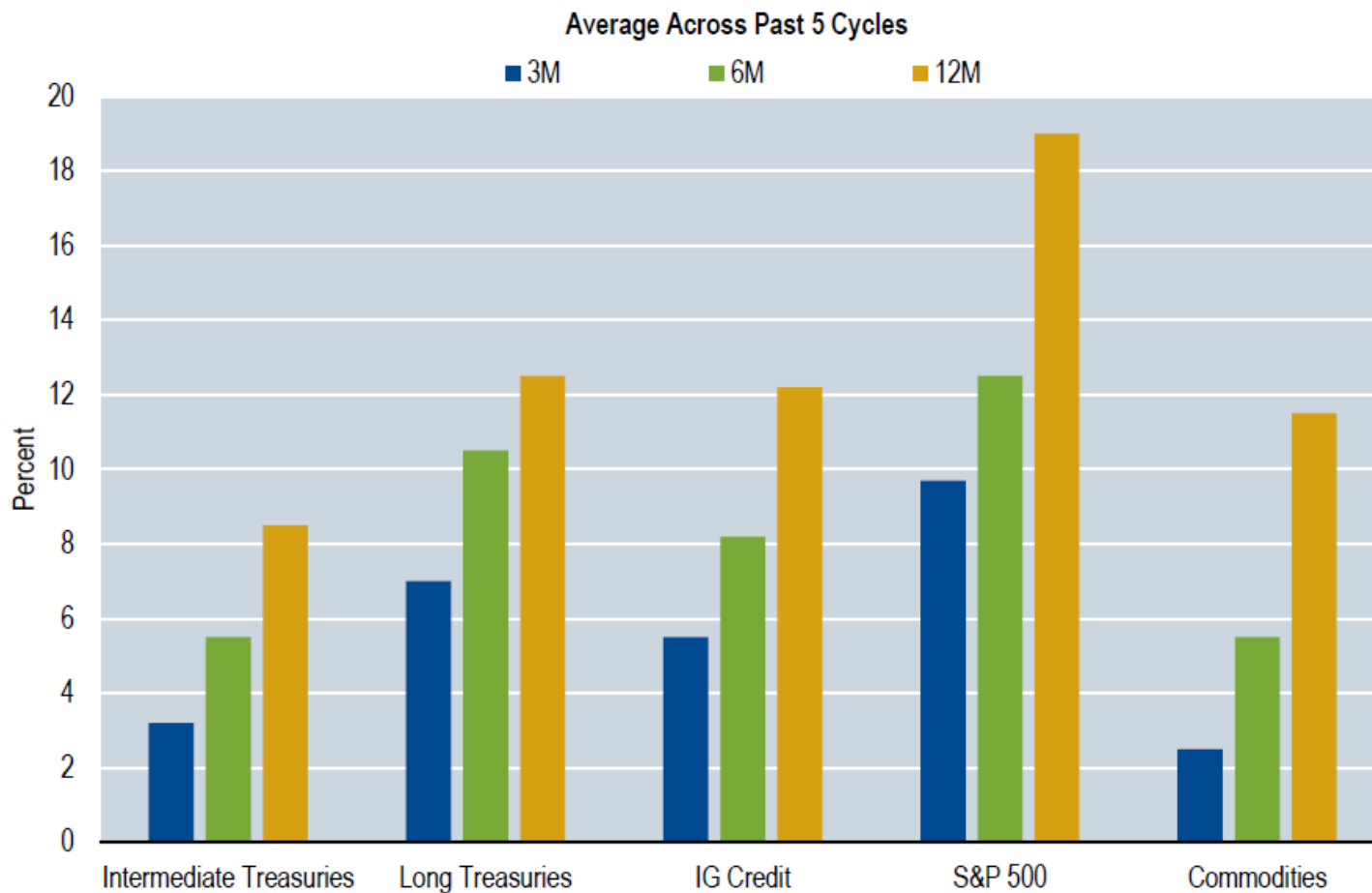


# 2023: Inflation or Deflation?

Monthly CPI-U Not Seasonally Adjusted (1999 - 2022)



# Financial Assets Rally After Fed Pauses



Source: Bloomberg. As of 31 Dec 22

Past investment results are not indicative of future investment results.



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