

County Employees' Retirement Fund

Monthly ASAP Report

June 30, 2025



2018 2019 2020 2021 2022 2023 2024

**ACG has been named a
Coalition Greenwich Best Investment Consultant
for seven consecutive years.**

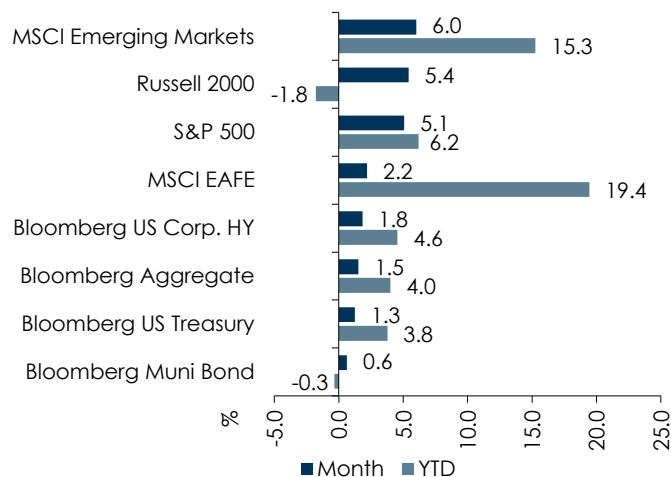
Methodology and Disclosure: Between February and September 2024, Coalition Greenwich conducted interviews with 699 individuals from 563 of the largest tax-exempt funds in the United States. These U.S.-based institutional investors are corporate, public, union, and endowment and foundation funds with either pension or investment pool assets greater than \$150 million. Study participants were asked to provide quantitative and qualitative evaluations of their asset management and investment consulting providers, including qualitative assessments of those firms soliciting their business and detailed information on important market trends. ACG is one of three firms recognized in the mid-size investment consultant category. The ratings may not be representative of any one client's experience with ACG; rather they are representative of those clients that chose to participate in the survey. The results are not indicative of ACG's future performance. ACG does not pay to have its clients participate in the study.

Economic Overview

- Trade policy was little changed in June, but optimism for additional trade deals is high as the July deadline for reciprocal tariffs approaches
- The FOMC held its policy rate at 4.25% – 4.50% for a 4th consecutive meeting and maintained guidance for two rate cuts yet to come in 2025
- Unemployment held steady at 4.2%, but revisions to prior months show an overall trend of modestly weaker job creation in 2025

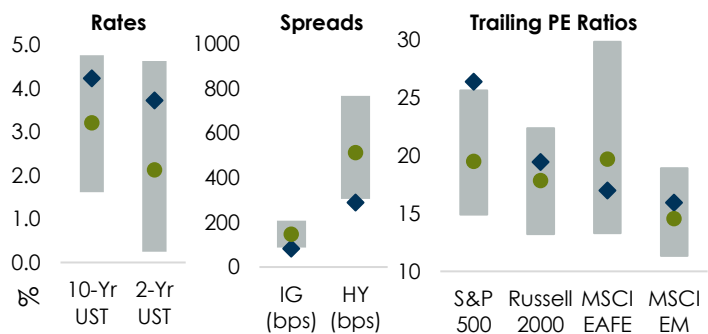
Market Returns (%)

- Solid equity returns continued amid a stabilizing trade outlook
- Bonds rallied on geopolitical risk and Fed rate cut optimism



Source: Bloomberg, ACG Research (as of 6/30/2025)

Fixed Income and Equity Valuation Metrics



■ 25-Year Range (90th - 10th Percentiles) ◆ Current ● Average
Source: Bloomberg (as of 6/30/2025)

Asset Class Valuations - Rebalancing Rationale

- US Large Caps remain expensive despite recent underperformance
- Upside for duration limited with additional Fed cuts already discounted by markets
- Cash yields set to fall as Fed continues easing

Asset Class	Current Valuation	Rationale
US Large Cap	Overvalued	Expensive valuations
US Small Cap	Fairly Valued	Balanced upside/downside risks
Int'l Developed	Fairly Valued	Fair valuations, improving growth
Emerging Mkt	Fairly Valued	Balanced upside/downside risks

Cash	Fairly Valued	Cash rates likely to decline
Core Bonds	Fairly Valued	Balanced duration risks
Multi-Sector	Fairly Valued	Attractive income, tight spreads
Absolute Return	Undervalued	Attractive income, manager flexibility

Core Real Estate	Fairly Valued	Market values stabilizing
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Overvalued	Fairly Valued	Undervalued
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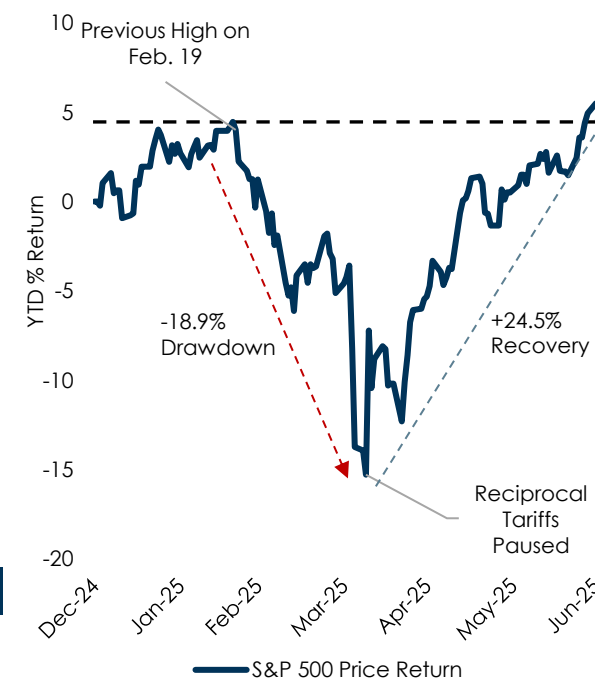
Recent Articles (click on links below)

- [Why Private Infrastructure Matters Now](#)
- [What's Next for the US Dollar?](#)
- [Navigating Tariffs in 2025](#)

Key Risk Factors We Are Watching

- US trade policy uncertainty, supply disruptions
- Potential short-term uptick in inflation
- Earnings pressure (tariffs, weaker demand)
- Consumer headwinds (higher prices, depleted savings)
- Rising US debt/deficit – impact on rates
- Escalation of geopolitical tensions

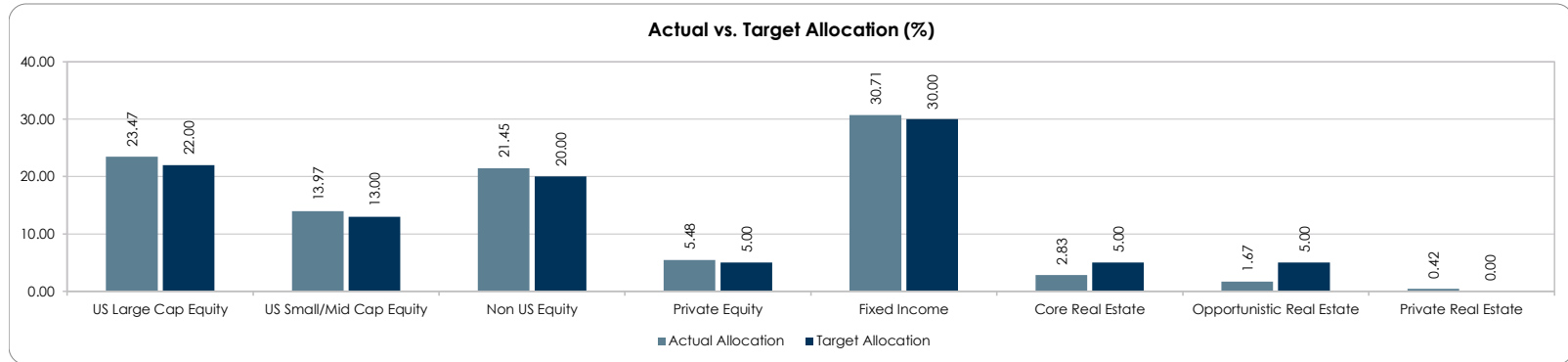
S&P 500 Recovers to Hit a New Record High



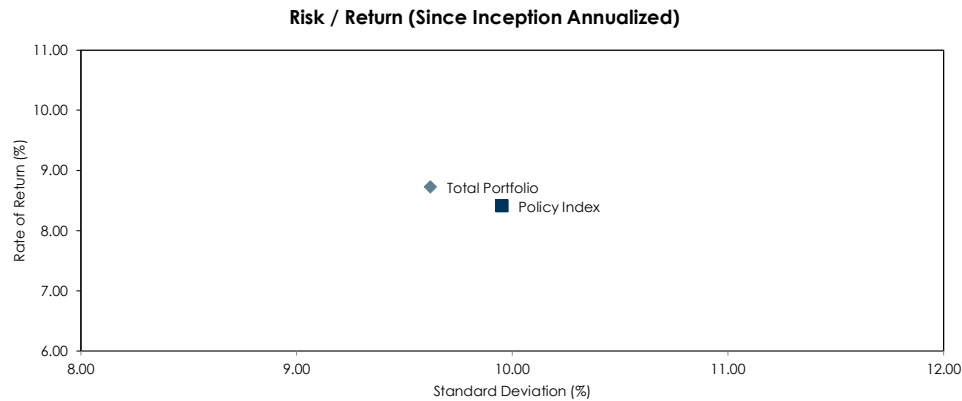
Source: Bloomberg (as of 6/30/2025)

County Employees' Retirement Fund

For the Periods Ending June 30, 2025



Asset Class	Market Value (\$000s)	Actual Allocation (%)	Target Allocation (%)	Over/Under (%)
Total Portfolio	862,903	100.00	100.00	
Equity	555,448	64.37	60.00	4.37
US Large Cap Equity	202,538	23.47	22.00	1.47
US Small/Mid Cap Equity	120,542	13.97	13.00	0.97
Non US Equity	185,053	21.45	20.00	1.45
Private Equity	47,316	5.48	5.00	0.48
Fixed Income	265,010	30.71	30.00	0.71
Real Assets	42,446	4.92	10.00	-5.08
Core Real Estate	24,439	2.83	5.00	-2.17
Opportunistic Real Estate	14,407	1.67	5.00	-3.33
Private Real Estate	3,600	0.42	0.00	0.42



Return Statistics (Since Inception Annualized)		
	Total Portfolio	Policy Index
Return (%)	8.73	8.41
Standard Deviation (%)	9.62	9.95
Sharpe Ratio	0.67	0.61
Benchmark Relative Statistics		
Beta		0.90
Up Capture (%)		93.72
Down Capture (%)		88.66

County Employees' Retirement Fund

For the Periods Ending June 30, 2025

		Market Value (\$000s)	Actual Allocation (%)	1 Month (%)	3 Months (%)	YTD (%)	1 Year (%)	3 Years (%)	5 Years (%)	10 Years (%)	Since Inception (%)
Total Portfolio (01/95)		862,903	100.00	2.77	6.02	6.14	10.86	9.97	9.51	7.86	8.73
	<i>Policy Index ¹</i>			3.26	7.32	7.50	11.89	11.09	8.50	7.86	8.41
US Large Cap Equity (06/01)		202,538	23.47	5.08	10.94	6.19	15.20	19.72	17.19	13.70	10.49
	<i>S&P 500</i>			5.09	10.94	6.20	15.16	19.71	16.64	13.65	8.91
US Small/Mid Cap Equity (01/02)		120,542	13.97	3.27	4.43	-3.18	7.34	12.94	12.23	10.88	9.58
	<i>Russell 2500</i>			4.61	8.59	0.44	9.91	11.31	11.44	8.39	9.05
Non US Equity (11/02)		185,053	21.45	3.19	11.05	19.39	19.36	17.41	12.98	7.01	8.66
	<i>MSCI EAFE NetDiv</i>			2.20	11.78	19.45	17.73	15.97	11.16	6.51	7.50
Private Equity (11/09) *		47,316	5.48	0.00	0.00	-0.25	-0.30	-0.21	14.05	11.65	11.22
	<i>S&P 500</i>			5.09	10.94	6.20	15.16	19.71	16.64	13.65	14.25
Fixed Income (08/03)		265,010	30.71	1.54	2.08	4.62	7.63	4.77	1.91	2.90	4.40
	<i>Bloomberg US Aggregate</i>			1.54	1.21	4.02	6.08	2.55	-0.73	1.76	3.30
Core Real Estate (10/05)		24,439	2.83	0.40	1.27	2.32	4.97	-6.86	2.13	4.67	4.69
	<i>NFI ODCE</i>			1.03	1.03	2.10	3.54	-5.43	3.42	5.34	5.85
Opportunistic Real Estate (08/22)		14,407	1.67	-1.65	-2.42	-1.94	-1.74	--	--	--	-15.28
	<i>NFI ODCE</i>			1.03	1.03	2.10	3.54	-5.43	3.42	5.34	-5.58
Building Valuation		3,600	0.42	--	--	--	--	--	--	--	--

¹ Policy Index: Effective April 2024, the index consists of 60.00% MSCI ACWI NetDiv, 30.00% Bloomberg US Aggregate, 10.00% NFI ODCE.

Building Valuation is not included in performance.

County Employees' Retirement Fund

For the Periods Ending June 30, 2025

	Market Value (\$000s)	Actual Allocation (%)	1 Month (%)	3 Months (%)	YTD (%)	1 Year (%)	3 Years (%)	5 Years (%)	10 Years (%)	Since Inception (%)
Equity										
US Large Cap Equity										
Northern Trust S&P 500 Index (06/21)	202,538	23.47	5.08	10.94	6.19	15.20	19.72	--	--	11.67
S&P 500			5.09	10.94	6.20	15.16	19.71	16.64	13.65	11.67
US Small/Mid Cap Equity										
William Blair SMID Cap Growth (08/16)	55,981	6.49	5.17	5.99	-5.81	4.13	10.98	7.35	--	10.88
Russell 2500 Growth			4.81	11.31	-0.71	8.81	12.05	7.50	8.53	9.89
Burgundy Asset Management (07/04)	64,560	7.48	1.67	3.13	-0.78	10.29	14.91	16.39	13.01	12.23
Russell 2000 Value			4.95	4.97	-3.16	5.54	7.45	12.47	6.72	7.15
Non US Equity										
Brandes (10/98)	86,179	9.99	3.46	11.07	22.56	25.94	22.58	18.16	8.18	9.14
MSCI EAFE NetDiv			2.20	11.78	19.45	17.73	15.97	11.16	6.51	5.72
MSCI EAFE Value NetDiv			1.74	10.11	22.84	24.24	18.38	14.29	6.05	6.09
Harding Loevner Int'l Equity (06/25)	69,286	8.03	1.18	--	--	--	--	--	--	1.18
MSCI EAFE NetDiv			2.20	11.78	19.45	17.73	15.97	11.16	6.51	2.20
MSCI EAFE Growth NetDiv			2.66	13.54	15.96	11.39	13.57	7.90	6.70	2.66
Artisan Sustainable Emerging (11/24)	29,588	3.43	7.34	17.62	21.59	--	--	--	--	16.43
MSCI EM NetDiv			6.01	11.99	15.27	15.29	9.70	6.81	4.81	10.97
Private Equity (11/09) *										
S&P 500	47,316	5.48	0.00	0.00	-0.25	-0.30	-0.21	14.05	11.65	11.22
			5.09	10.94	6.20	15.16	19.71	16.64	13.65	14.25

County Employees' Retirement Fund

For the Periods Ending June 30, 2025

		Market Value (\$000s)	Actual Allocation (%)	1 Month (%)	3 Months (%)	YTD (%)	1 Year (%)	3 Years (%)	5 Years (%)	10 Years (%)	Since Inception (%)
Fixed Income											
Loomis Sayles (04/01)		77,464	8.98	1.84	1.61	4.92	6.62	3.57	0.54	2.85	4.97
	<i>Bloomberg US Aggregate</i>			1.54	1.21	4.02	6.08	2.55	-0.73	1.76	3.63
Baird Core Plus (11/16)		76,334	8.85	1.57	1.50	4.21	6.88	4.07	0.53	--	2.48
	<i>Bloomberg Universal</i>			1.56	1.40	4.10	6.51	3.28	-0.15	2.11	1.74
BlackRock Strategic Opportunities Fund (03/17)		102,769	11.91	1.39	3.01	4.97	9.12	6.32	4.45	--	4.20
	<i>Bloomberg US Aggregate</i>			1.54	1.21	4.02	6.08	2.55	-0.73	1.76	1.61
Deferred Comp (01/13)		0	0.00	0.00	0.00	1.07	3.56	4.16	2.51	1.76	1.41
Cash and Equivalents (01/13)		8,442	0.98	0.34	0.94	2.13	4.94	4.60	2.78	1.90	1.53
	<i>US T-Bills 90 Day</i>			0.33	1.04	2.07	4.68	4.56	2.76	1.98	1.59
Real Assets											
Core Real Estate											
JP Morgan Strategic Property Fund (04/15)		24,439	2.83	0.40	1.27	2.32	4.97	-6.86	2.13	4.47	4.73
	<i>NFI ODCE</i>			1.03	1.03	2.10	3.54	-5.43	3.42	5.34	5.60
Opportunistic Real Estate											
JP Morgan Special Situations Property Fund (08/22)		14,407	1.67	-1.65	-2.42	-1.94	-1.74	--	--	--	-15.28
	<i>NFI ODCE</i>			1.03	1.03	2.10	3.54	-5.43	3.42	5.34	-5.58
Building Valuation		3,600	0.42	--	--	--	--	--	--	--	--

Building Valuation is not included in performance.

* Performance is Net of Fees

County Employees' Retirement Fund

For the Period Ending June 30, 2025

Summary of Cash Flows for 1 Month

Cash Outflows	Cash Inflows	Net Cash Flows
-	895,180	895,180

Summary of Portfolio Inception to Date

	Inception Date	Committed	Drawn to Date	Remaining Commitment	Distributions to Date	Adjusted Ending Value	Total Value	Total Value to Paid-in	Annualized IRR (%)
Total	Nov-09	60,000,000	45,333,766	9,546,235	36,893,245	47,315,630	84,208,875	1.86x	12.75
Portfolio Advisors VI	Nov-09	10,000,000	6,474,540	1,025,461	13,394,799	641,282	14,036,081	2.17x	11.82
Portfolio Advisors VIII	Nov-15	20,000,000	14,753,050	2,626,950	19,905,415	14,081,241	33,986,656	2.30x	14.68
Portfolio Advisors X	Jul-20	30,000,000	24,106,176	5,893,824	3,593,031	32,593,107	36,186,138	1.50x	10.93

Cash Flow Activity for 1 Month

Fund Name	Date	Transaction Type	Cash Outflows	Cash Inflows	Net Cash Flows
Total			-	895,180	895,180
Portfolio Advisors X	6/27/2025	Distribution	-	331,078	
Portfolio Advisors VIII	6/29/2025	Distribution	-	564,102	

Market Overview

For the Periods Ending June 30, 2025

	1 Month (%)	3 Months (%)	YTD (%)	1 Year (%)	3 Years (%)	5 Years (%)	10 Years (%)
Equity Markets - Core							
S&P 500	5.09	10.94	6.20	15.16	19.71	16.64	13.65
Russell 1000	5.06	11.11	6.12	15.66	19.59	16.30	13.35
Russell 2000	5.44	8.50	-1.79	7.68	10.00	10.04	7.12
Russell 2500	4.61	8.59	0.44	9.91	11.31	11.44	8.39
Russell Mid Cap	3.73	8.53	4.84	15.21	14.33	13.11	9.89
Equity Markets - Growth							
S&P 500 Growth	6.34	18.94	8.86	19.88	23.39	17.29	15.95
Russell 1000 Growth	6.38	17.84	6.09	17.22	25.76	18.15	17.01
Russell 2000 Growth	5.89	11.97	-0.48	9.73	12.38	7.42	7.14
Russell 2500 Growth	4.81	11.31	-0.71	8.81	12.05	7.50	8.53
Russell Mid Cap Growth	4.36	18.20	9.79	26.49	21.46	12.65	12.13
Equity Markets - Value							
S&P 500 Value	3.69	3.00	3.28	9.63	14.89	15.02	10.41
Russell 1000 Value	3.42	3.79	6.00	13.70	12.76	13.93	9.19
Russell 2000 Value	4.95	4.97	-3.16	5.54	7.45	12.47	6.72
Russell 2500 Value	4.52	7.29	1.03	10.47	10.69	13.96	7.73
Russell Mid Cap Value	3.51	5.35	3.12	11.53	11.34	13.71	8.39
International Markets							
MSCI EAFE NetDiv	2.20	11.78	19.45	17.73	15.97	11.16	6.51
MSCI ACWI NetDiv	4.49	11.53	10.05	16.17	17.35	13.65	9.99
MSCI World NetDiv	4.32	11.47	9.47	16.26	18.31	14.55	10.66
MSCI World ex US NetDiv	2.34	12.05	18.99	18.70	15.73	11.51	6.65
Fixed Income							
ICE BofA 1-3 Yr Treasury	0.61	1.18	2.79	5.69	3.42	1.37	1.61
ICE BofA High Yield Master II	1.86	3.57	4.55	10.28	9.85	6.01	5.29
Bloomberg US Aggregate	1.54	1.21	4.02	6.08	2.55	-0.73	1.76
Bloomberg Intermediate G/C	1.07	1.67	4.13	6.74	3.57	0.64	2.04
Bloomberg 10 Yr Municipal	0.87	0.78	1.04	2.32	2.75	0.71	2.42
Bloomberg US Credit	1.83	1.82	4.22	6.83	4.19	0.12	2.80

Historical Benchmark Composition

Policy Index

12/31/1994	The index consists of 65.00% S&P 500, 35.00% Bloomberg US Aggregate.
01/31/2017	The index consists of 65.00% MSCI ACWI NetDiv, 30.00% Bloomberg US Aggregate, 5.00% NFI ODCE.
08/31/2022	The index consists of 65.00% MSCI ACWI NetDiv, 25.00% Bloomberg US Aggregate, 10.00% NFI ODCE.
04/30/2024	The index consists of 60.00% MSCI ACWI NetDiv, 30.00% Bloomberg US Aggregate, 10.00% NFI ODCE.

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