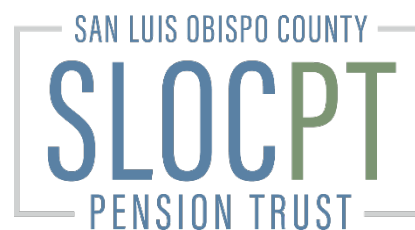


Board of Trustees

1000 Mill Street
 San Luis Obispo, CA 93408
 (805) 781-5465 Phone
 (805) 781-5697 Fax
 SLOCPT.org



Date: November 18, 2024

To: Board of Trustees

From: Katie Girardi – Executive Director
 Amy Burke – Deputy Director

Agenda Item 6: Monthly Investment Report for September 2024

	1-month	YTD	2023	2022	2021	2020	2019
Total Fund (%) (Gross)	0.90	8.4	8.9	(8.0)	15.2	8.9	16.3
Policy Index (%)	1.30	9.9	10.2	(9.7)	12.8	10	16.4

	YTD	2023	2022	2021	2020	2019
Market Value (millions)	\$1,816	\$1,694	\$1,614	\$1,775	\$1,552	\$1,446

- * Policy index as of Nov. 2021 Strategic Asset Allocation Policy with 2024 Interim targets:
 - Public Mkt Equity- 20% Russell 3000, 17% MSCI ACWI ex-US
 - Public Mkt Debt- 4% Bloomberg/Barclays US Aggregate,
 - Risk Diversifying 8% Barclays 7-10yr Treasury, 7% Barclays 5-10yr US TIPS
 - Real Estate & Infrastructure- 14% NCREIF Index (inc. Infrastructure)
 - Private Equity- 12% actual private equity returns
 - Private Credit- 10% actual private credit returns
 - Liquidity- 8% 90-day T-Bills
- Pending annual updates to interim targets.

SLOCPT Investment Returns:

The attached report from Verus provides an overview of the preliminary investment returns of the SLOCPT portfolio and offers market commentary through the end of September. It's important to note that the report does not include any activity or data from October.

U.S. equities rallied in September, driven by a surprise 50 bps Federal Reserve rate cut and declining unemployment figures, pushing the S&P 500 up by 2.1% to new all-time highs. Mega-cap stocks led the gains, but positive performance was broad-based across various sizes and styles. Fixed income also saw positive returns as longer-dated bonds outperformed, with the Bloomberg U.S. Treasury Long Index rising 2.0%. Shorter-term

bonds lagged slightly, increasing by 0.8%. The yield curve steepened, with the spread between 10-year and 2-year Treasuries turning positive for the first time in over two years. Internationally, rate decisions were mostly unchanged, but Eurozone markets faced headwinds from weak economic data, particularly in Germany.

Capital Markets:

- **Investment Markets** – International markets continued their outperformance of domestic markets for a second month due to an improved economic outlook in the Eurozone and the anticipated interest rate cut in September.
 - US stocks S&P 500 2.1%
 - International stocks MSCI ACWI ex-US 2.7%
 - Bonds Bloomberg US Aggregate Bonds 1.3%

The Economy:

- **Inflation**
 - CPI increased 0.2%, the same increase as in August and July. Over the last 12 months, the all items index increased 2.4 % before seasonal adjustment.
- **New Jobs, Unemployment**
 - **New Jobs** - The latest jobs report on non-farm employment report a gain of 254k new jobs. Employment trends continue in:
 - Hospitality sector: Restaurants and bars added 69k jobs
 - Health care: Aging population keeps demand steady
 - Government employment: Grew by 31k jobs
 - **Unemployment Rate – 4.1%** - decrease from August– approximately 6.8 million people who are not employed but could be.
 - **Labor Force Participation – 62.7%** - same as August – the economy's active workforce. Number of people ages 16 and older who are employed or actively seeking employment, divided by the total working-age population.
- **Monetary Policy**
 - On September 18th, the Fed approved a 50 point rate cut – the first cut in more than four (4) years. The range of rates sits at 4.75% - 5.00%. As the 12 month all items index moves closer to the target of 2.0% and the labor market remains strong, confidence continues to build for additional cuts this year to land at the median projection of 4.4%. The Fed's next meeting is November 6-7.

Attachments:

Attachment A – How Markets React to Presidential Elections

Attachment B – September 30, 2024 Capital Markets Update

Attachment C – September 30, 2024 Investment Performance Review

How Markets React to Presidential Elections: What Employees Should Know

Election season is here! As we close in on the last few weeks, you might wonder how presidential elections impact financial markets - and, more importantly, your pension and other retirement accounts. While pension plans are built to handle market ups and downs, understanding how elections affect things like your 457(b) plan can help you stay calm and focused.

Market Reactions: A Rollercoaster Ride

Markets, like people, can get anxious during election season. Uncertainty about future policies and leadership often leads to short-term volatility. Here's how it typically plays out:

- **Before the Election:** Markets tend to get jittery as investors speculate on potential outcomes, which can cause stock prices to swing. This volatility is part of the election cycle's natural rhythm.
- **Election Night:** As results come in, markets often react sharply. If the outcome matches expectations, things may stabilize. However, surprises can lead to more dramatic movements as investors adjust.
- **Post-Election:** Once the results are clear, the market usually calms down, and investors shift their focus to the policies of the incoming administration.

What About Your Pension?

Your pension is built for the long term, and it's designed to handle market fluctuations, even during uncertain times like elections. SLOCPT funds are diversified, meaning we spread investments across a variety of assets such as stocks, bonds, real estate, and private markets. This reduces the impact of any one market dip, ensuring your retirement security remains strong.

While short-term market movements can be unsettling, history shows that markets stabilize and continue to grow over time, regardless of who wins the presidency. Rest assured that SLOCPT funds are managed with a long-term strategy that prioritizes stability, meaning these election-driven fluctuations don't have a lasting impact on your retirement.

Don't Forget Your 457(b) Plan

If you participate in the 457(b) plan through Nationwide in addition to your pension, election-related market swings might feel more personal. After all, your 457(b) is more directly linked to market performance. However, the same principles apply: these accounts are designed for long-term growth, and short-term volatility should not cause alarm.

In fact, periods of market volatility can create opportunities for long-term investors. If you're regularly contributing to your 457(b), you're taking advantage of "dollar-cost averaging" - buying more shares when prices are low. Over time, this can help smooth out the impact of market fluctuations and potentially boost your savings when the markets recover.

For those nearing retirement, it might be worth reviewing the asset allocation in your 457(b) to ensure it aligns with your risk tolerance and retirement timeline. A well-balanced portfolio that reflects your personal financial goals is key to riding out election-related market movements with confidence. If

you have questions regarding your 457(b) account with Nationwide, please contact them at 877-677-3678.

Staying Calm During Election Season

Election season can bring uncertainty, but when it comes to your pension and 457(b) plan, the best thing you can do is stay calm and focused on the long term. Markets have always recovered from election cycles in the past, and the diversified strategies used by SLOCPT, and your retirement accounts are built to withstand temporary market dips.

Remember, elections are only one factor in the overall economic landscape. Your pension is managed to ride out market fluctuations, and your 457(b) plan, if wisely invested, will continue to grow over time.

So, whether you're closely following every political debate or just waiting for it all to be over, take comfort in knowing that your pension is in good hands. SLOCPT funds are managed to provide security no matter what happens in Washington – cheers!

Katie Girardi
Executive Director

For questions regarding your pension, please call us at 805-781-5465 or email us at slocpt@co.slo.ca.us. Many of your questions may be answered by logging in to MemberDirect!

A decorative geometric pattern of overlapping triangles in shades of blue and green is overlaid on the left side of the image. A large white triangle is positioned to the left of the main title text.

**PERSPECTIVES
THAT DRIVE
ENTERPRISE
SUCCESS**

SEPTEMBER 2024
Capital Markets Update

Market commentary

U.S. ECONOMICS

- Inflation data continues to move in a favorable direction – towards the Fed’s 2% target – though investors remain focused on labor market developments and any signs of potential weakness. Labor weakness could lead the Fed to cut rates more quickly, while continued economic and labor stability could lead to more restraint.
- September nonfarm payrolls came in at 254,000, significantly above estimates of 150,000. The surprise print helped ease concerns that the Fed might be acting more aggressively due to some sort of developments not yet clear to the overall market.
- The ISM Manufacturing Survey remained flat at 47.2, in contractionary territory for the sixth month. The underlying sub-indexes suggest input price pressures are easing, which is supportive for disinflation, though demand and hiring remain soft.

U.S. EQUITIES

- The surprise Federal Reserve 50 bps rate cut, and downward trending weekly initial and continuing unemployment figures, likely helped reignite the equity rally that had slowed in the first week of September. The S&P 500 gained +2.1% over the month and hit new all-time highs above 5,760.
- Mega cap stocks continue to have significant influence over the index, but gains were broadly positive across sizes and styles as economic data continued to support the *soft landing* narrative.
- Concerns of a slowing U.S. economy contributed to volatility early in the month with the VIX Index spiking from 15 to 25 before settling down ahead of the FOMC meeting. Volatility picked up again as geopolitical tensions in the middle east created uncertainty and put upward pressure on energy prices.

U.S. FIXED INCOME

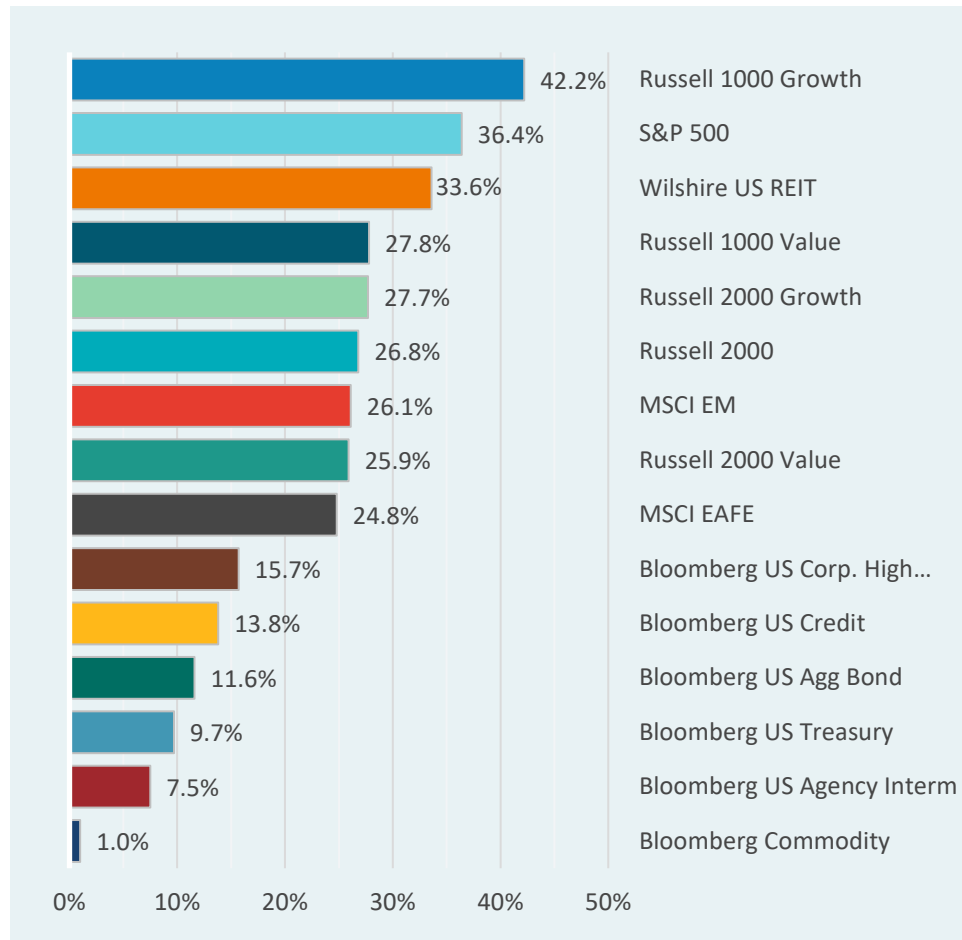
- Fixed income performance was generally positive as treasury yields fell in anticipation of a 50 bps rate cut, combined with investor expectations that rate cuts might come faster than previously believed. Yields jumped after the FOMC meeting but still finished lower month-over-month.
- The September FOMC meeting was of particular focus for investors due to its significance in marking the official pivot towards lower rates. Longer dated bonds benefitted most, with the Bloomberg U.S. Treasury long index rising +2.0%, while shorter dated treasury bonds (1-3 year) lagged, rising just +0.8%.
- The spread between the 10-year treasury and the 2-year treasury yield returned to positive territory – peaking intramonth at +26 bps. The 10-year treasury yield ended the month +15 bps above the 2-year treasury, for the first time in over 2 years.

INTERNATIONAL MARKETS

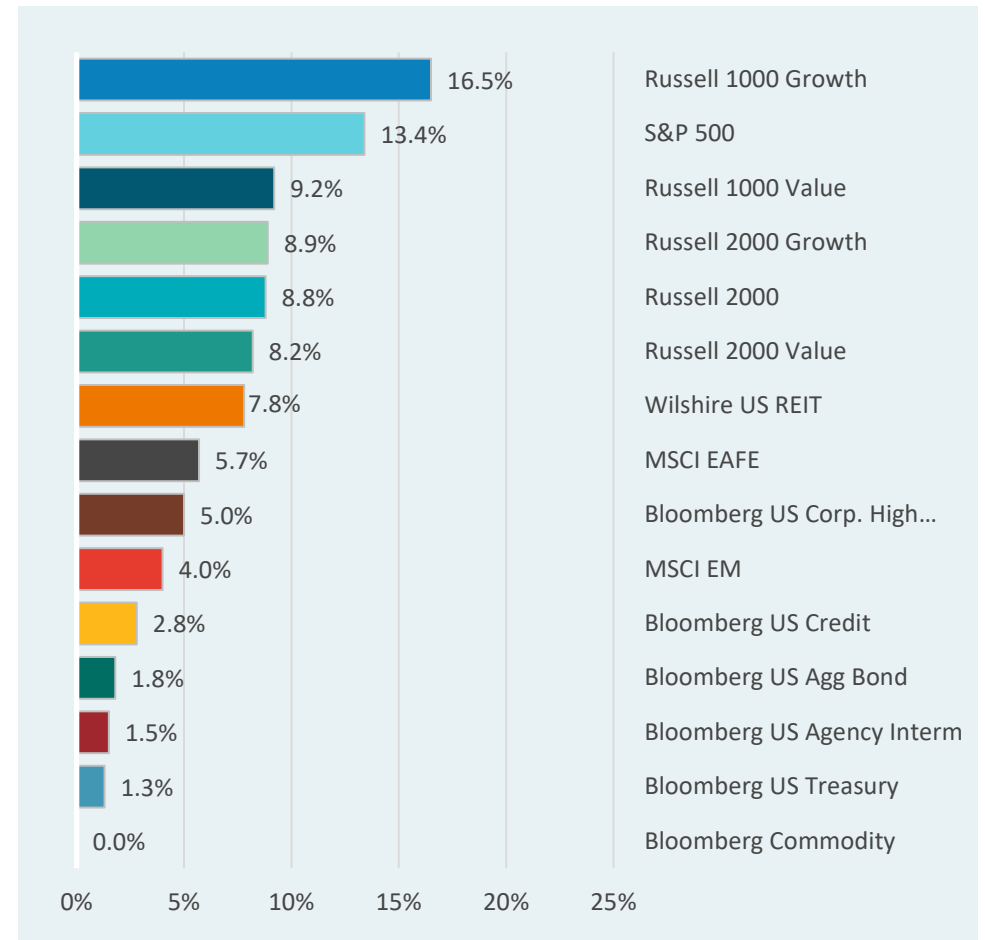
- Global central banks lined up for a slew of rate decisions in the days following the FOMC meeting. The bank of England, Bank of Japan, and the People’s Bank of China all announced they would keep rates unchanged. While the decisions were widely expected, individual economic backdrops will likely guide differing monetary policies in the future.
- Eurozone economic data and developments continue to paint a bleak picture, especially within Germany – the eurozone’s largest economy – which has struggling with languishing activity. Some investors are forecasting a decline in Q3 German GDP which would mark a second consecutive quarter of declines. Estimates were also recently revised downward to -0.2% year-over-year for calendar year 2024.

Major asset class returns

ONE YEAR ENDING SEPTEMBER



TEN YEARS ENDING SEPTEMBER



*Only publicly traded asset performance is shown here. Performance of private assets is typically released with a 3- to 6-month delay.

Source: Morningstar, as of 9/30/24

Source: Morningstar, as of 9/30/24

U.S. large cap equities

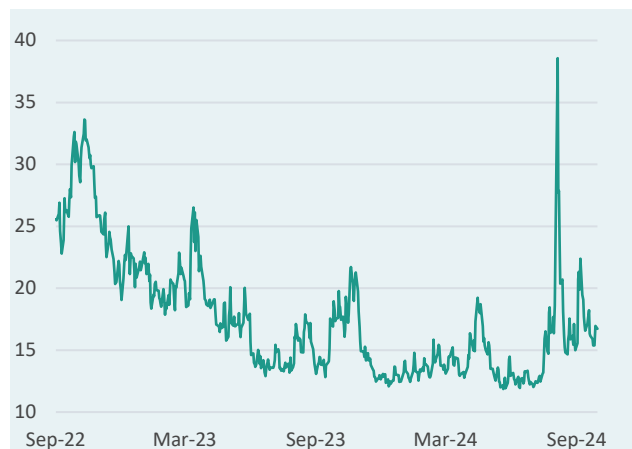
- The S&P 500 delivered a bumpy ride in September but ended the month +2.1%, and +5.9% for the third quarter. The index started the month down -4.3% before recovering as investors' concerns appeared to be quelled by a strong labor market, good inflation data, and a 50 bps Federal Reserve rate cut.
- The difference in performance between the S&P 500 cap-weighted index and the S&P 500 equal-weighted index continued to expand. By month end, year-to-date returns for the cap-weighted index were +21.7% compared to +14.7% for the equal-weighted index.
- S&P sector performance was broadly positive as 8 of 11 sectors ended in the green. Consumer Discretionary (+7.1%) more than made up for August losses while Utilities (+6.6%) posted strong positive gains for the third month. Energy (-2.7%) and Health Care (-1.7%) were among the worst performing sectors.
- As a group, the Magnificent 7 reversed course from August, recouping losses and returning +6.5% in September compared to +2.1% for the S&P 500. The Seven have gained +44.4% year-to-date while the S&P 500 has gained +22.1%.

S&P 500 PRICE INDEX



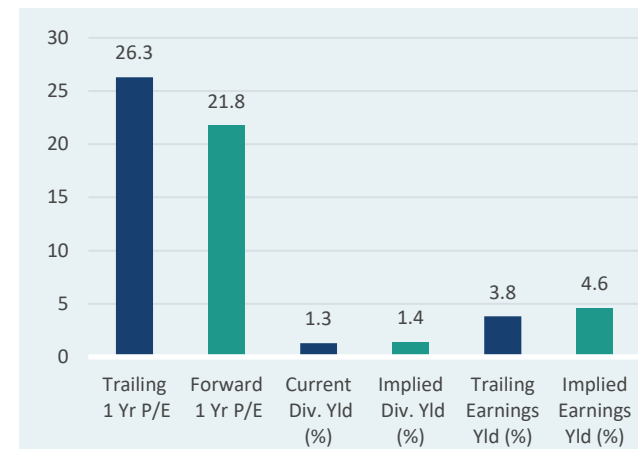
Source: S&P, as of 9/30/24

IMPLIED VOLATILITY (VIX INDEX)



Source: Cboe, based on closing price as of 9/30/24

S&P 500 VALUATION SNAPSHOT

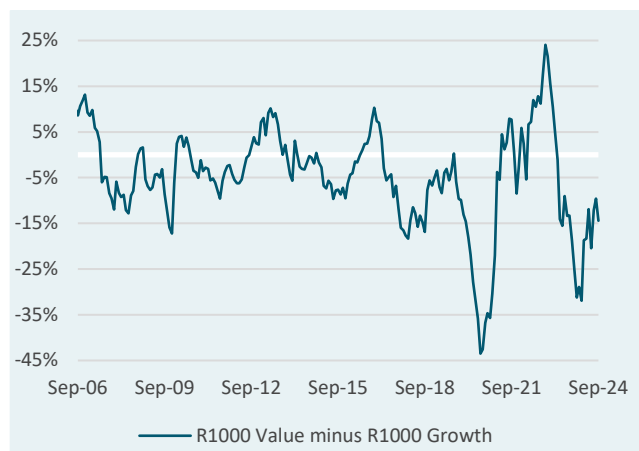


Source: S&P, as of 9/30/24

Domestic equity size and style

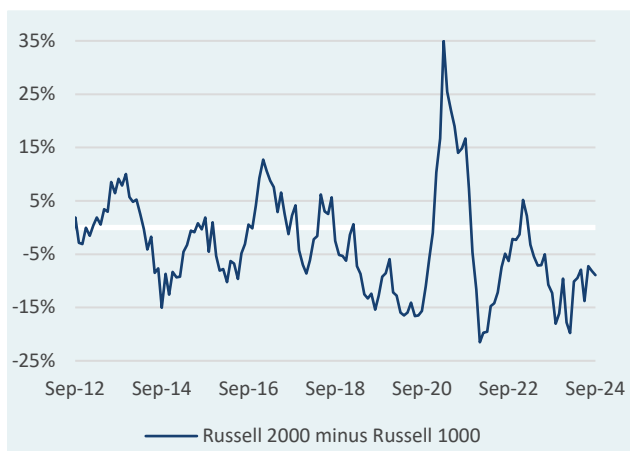
- Large cap indexes (Russell 1000 +2.1%) outperformed small caps (Russell 2000 +0.7%) in September, but for the full quarter, small cap indexes (+9.3%) outperformed large cap indexes (+6.1%). Small caps, often considered to be more interest-rate sensitive, likely benefited from growing expectations around interest rate cuts throughout the third quarter.
- In a reversal from last month, large growth indexes (Russell 1000 Growth +2.8%) outperformed large value indexes (Russell 1000 Value +1.4), primarily driven by the Magnificent 7.
- Small cap value (Russell 2000 Value +0.1%) was the worst performing index in September and also year-to-date (+9.2%). Quarter-to-date, small cap value was the best performer among sizes and styles (+10.2%).
- Large cap valuations expanded in September while small cap valuations remained flat. The S&P 500 forward earnings multiple rose to 21.6x, and the premium to the 10-year average P/E grew to 20%. The Russell 2000 ended the month flat, trading at 24.8x forward earnings.

VALUE VS. GROWTH 1-YR ROLLING RELATIVE PERFORMANCE



Source: FTSE, Russell, as of 9/30/24

SMALL VS. LARGE 1-YR ROLLING RELATIVE PERFORMANCE



Source: FTSE, Russell, as of 9/30/24

1-YEAR SIZE & STYLE PERFORMANCE

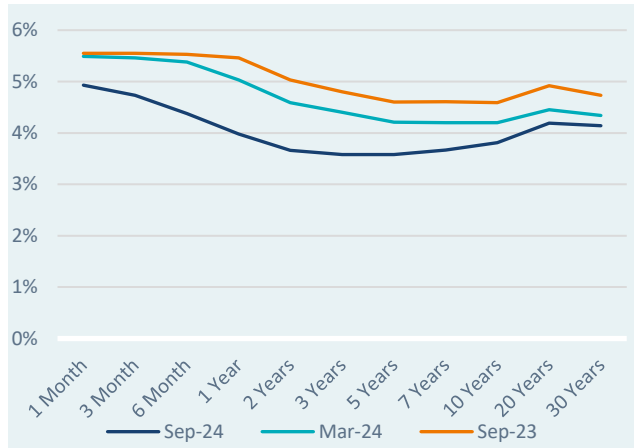
	Value	Core	Growth
Large Cap	27.8%	35.7%	42.2%
Mid Cap	29.0%	29.3%	29.3%
Small Cap	25.9%	26.8%	27.7%

Source: FTSE, Russell, as of 9/30/24

Fixed income

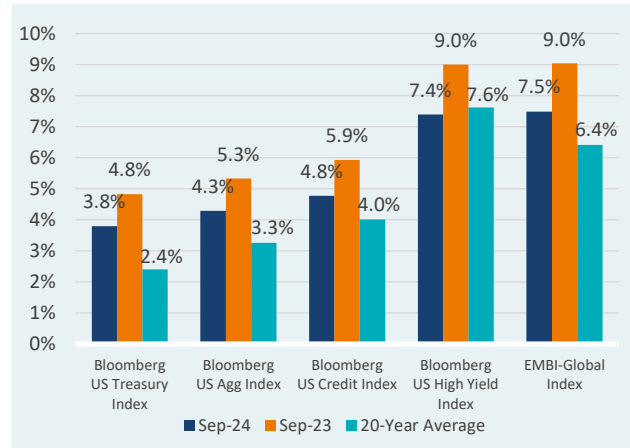
- U.S. core bonds (Bloomberg U.S. Aggregate Index +1.3%) gained in September given the environment of rate cuts, strong employment data, and cooling inflation.
- The Bloomberg U.S. Long Index (+2.0%) was the top U.S. fixed income performer over the month, benefiting from a greater sensitivity to rates (higher duration) relative to shorter tenor treasuries (Bloomberg U.S. Treasury 1-3 Year +0.8%). Local-currency debt (JPM GBI-EM Global Diversified +3.4%) gained the most overall in September, boosted by foreign currency exposure as the dollar grew weaker following the Federal Reserve’s pivot.
- Yields for 2- and 10-year treasuries fell. The 2-year moved -25 bps lower to 3.66% and the 10-year fell -10 bps to 3.81%. The U.S. yield curve has now *uninverted*, as represented by the 10/2 yield curve.
- Option-adjusted spreads remain very compressed for high yield and corporate fixed income instruments relative to the 10-year average. High yield bond spreads ended the month only +2 bps above the 10-year low and -102 bps below the 10-year median of 405 bps. Corporate debt spreads finished the month at 89 bps, which was -31 bps below the 10-year median.

U.S. TREASURY YIELD CURVE



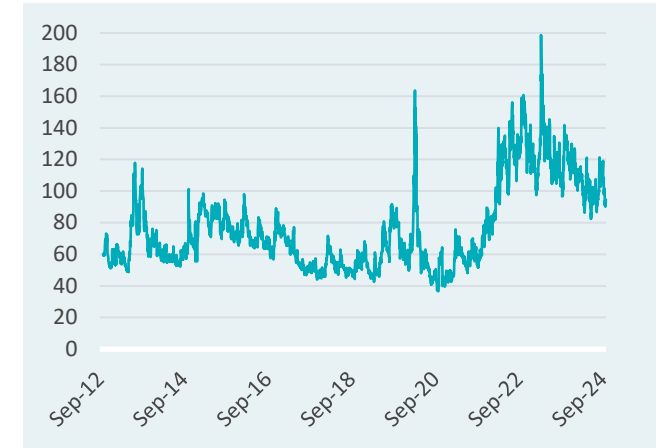
Source: U.S DoT, as of 9/30/24

NOMINAL YIELDS



Source: Morningstar, as of 9/30/24

U.S. TREASURY IMPLIED VOL (“MOVE” INDEX)

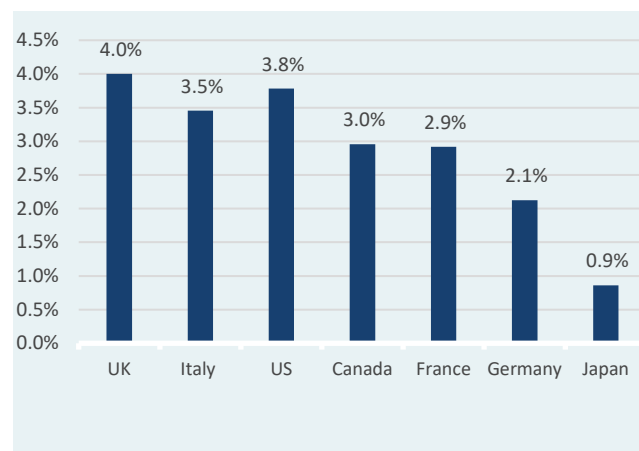


Source: BofA, as of 9/30/24

Global markets

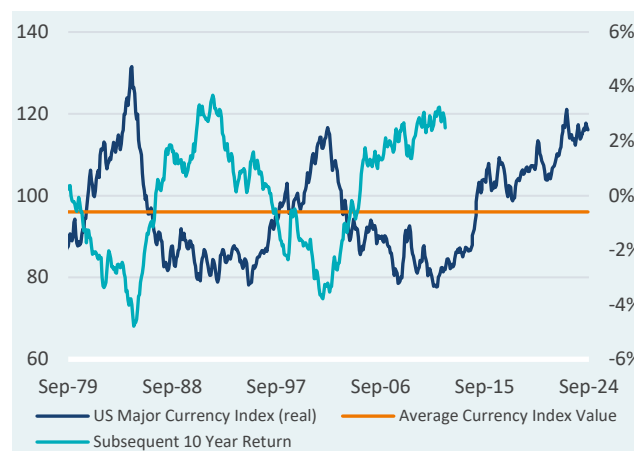
- International equities outperformed U.S. equities by +0.4% (MSCI ACWI ex-US +2.8%) during the month. Steady outperformance brought the full third quarter return for the ACWI ex-US to +8.1%, compared to +5.9% from the S&P 500.
- The MSCI Japan moderately lagged the MSCI EAFE Index, down -0.6%. Although the BOJ held rates steady, the yen (+1.8%) strengthened over the month which likely helped add pressure to Japan’s export reliant economy - a reversal after the weakening yen had contributed in part to the Japanese equity rally.
- The MSCI EM Asia index rallied +8.0%. Although constituents generally performed well, China accounted for a significant portion of the rise, given its 34.5% weight in the index and its late month rally which propelled the MSCI China index to a +24% return.
- On September 24th, the People’s Bank of China (PBOC) announced an economic stimulus package intended to help counter the nation’s broader economic slowdown and boost consumer confidence. The proposed measures included monetary easing, equity market stimulus, and support for the still struggling property sector.

GLOBAL SOVEREIGN 10-YEAR YIELDS



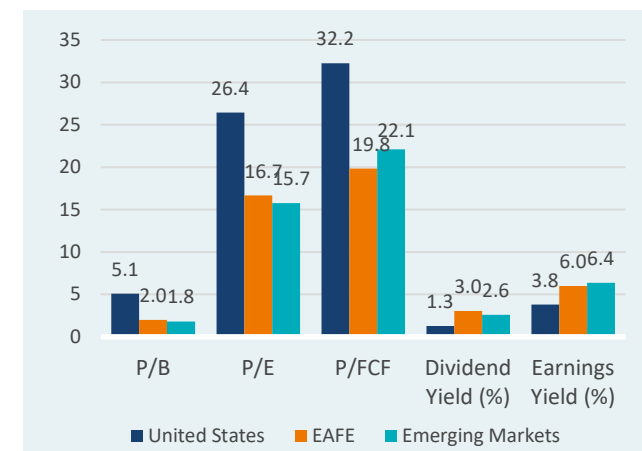
Source: Bloomberg, as of 9/30/24

U.S. DOLLAR MAJOR CURRENCY INDEX



Source: Federal Reserve, as of 9/30/24

MSCI VALUATION METRICS (3-MONTH AVG)



Source: MSCI, as of 9/30/24

Appendix

Periodic table of returns

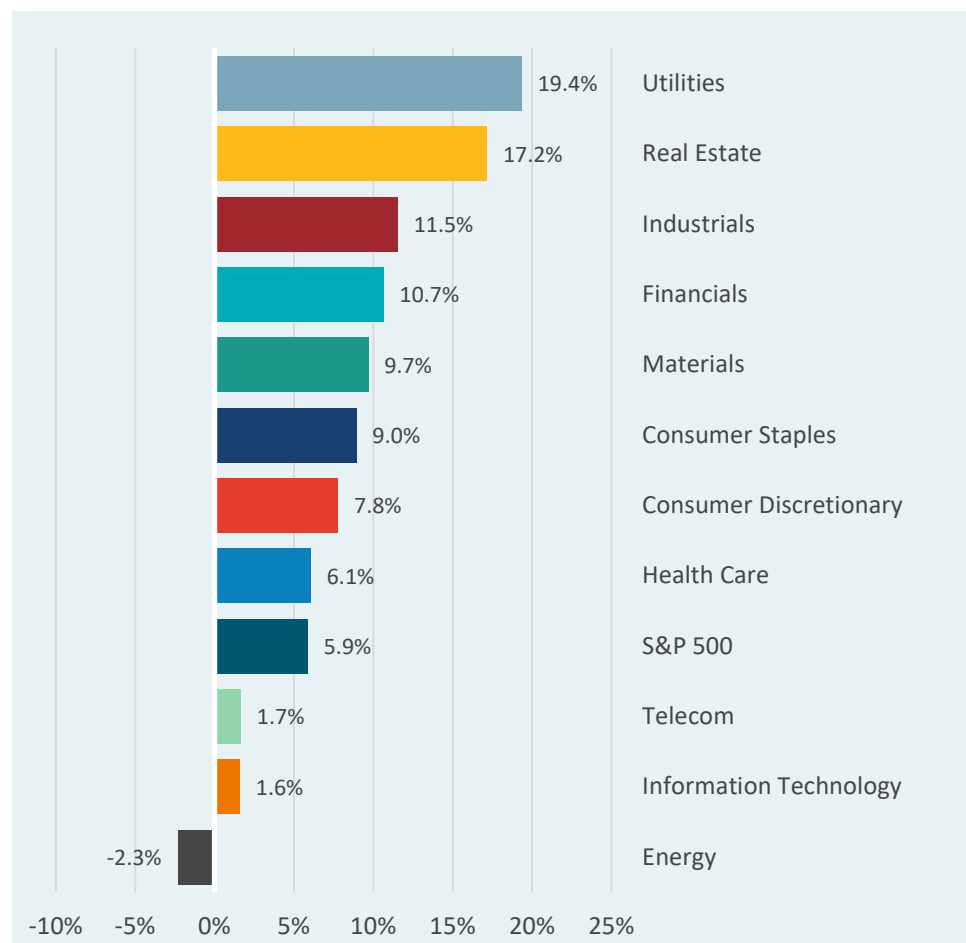
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	YTD	5-Year	10-Year
Large Cap Growth	26.0	34.5	32.6	39.8	5.2	79.0	29.1	14.3	18.6	43.3	13.5	13.3	31.7	37.3	6.7	36.4	38.5	28.3	16.1	42.7	24.5	19.7	16.5
Large Cap Equity	22.2	21.4	26.9	16.2	1.4	37.2	26.9	7.8	18.1	38.8	13.2	5.7	21.3	30.2	1.9	31.4	34.6	27.6	9.4	26.5	21.2	15.6	13.1
Emerging Markets Equity	20.7	20.1	23.5	15.8	-6.5	34.5	24.5	2.6	17.9	34.5	13.0	0.9	17.3	25.0	0.0	28.5	21.0	27.1	1.5	18.7	16.9	10.7	9.2
Large Cap Value	18.3	14.0	22.2	11.8	-21.4	32.5	19.2	1.5	17.5	33.5	11.8	0.6	12.1	22.2	-1.5	26.5	20.0	26.5	-4.7	18.2	16.7	7.8	8.9
Small Cap Growth	16.5	7.5	18.4	11.6	-25.9	28.4	16.8	0.4	16.4	33.1	6.0	0.0	11.8	21.7	-3.5	25.5	18.3	25.2	-7.5	16.9	13.2	9.3	8.8
International Equity	14.5	7.1	16.6	10.9	-28.9	27.2	16.7	0.1	16.3	32.5	5.6	-0.4	11.3	17.1	-4.8	22.4	14.0	17.7	-13.0	15.4	13.0	9.4	6.4
60/40 Global Portfolio	14.3	6.3	15.5	10.3	-33.8	23.3	16.1	-2.1	15.3	23.3	4.9	-0.8	11.2	14.6	-6.0	22.0	10.3	14.8	-14.5	14.6	12.5	8.2	8.2
Small Cap Equity	12.9	5.3	15.1	7.0	-35.6	20.6	15.5	-2.9	14.6	12.1	4.2	-1.4	8.0	13.7	-8.3	18.6	7.8	11.3	-14.5	11.5	11.2	8.8	5.0
Small Cap Value	11.4	4.7	13.3	7.0	-36.8	19.7	13.1	-4.2	11.5	11.0	3.4	-2.5	7.1	7.8	-9.3	18.4	7.5	8.9	-17.3	9.8	9.2	5.7	5.7
Hedge Funds of Funds	9.1	4.6	10.4	5.8	-37.6	18.9	10.2	-5.5	10.5	9.0	2.8	-3.8	5.7	7.7	-11.0	8.7	4.6	6.5	-19.1	6.3	6.0	5.3	3.6
Commodities	6.9	4.6	9.1	4.4	-38.4	11.5	8.2	-5.7	4.8	0.1	0.0	-4.4	2.6	7.0	-11.2	7.8	2.8	2.8	-20.1	5.5	5.9	3.8	4.0
US Bonds	6.3	4.2	4.8	-0.2	-38.5	5.9	6.5	-11.7	4.2	-2.0	-1.8	-7.5	1.0	3.5	-12.9	7.7	0.5	0.0	-20.4	5.0	4.4	5.7	1.5
Cash	4.3	3.2	4.3	-1.6	-43.1	0.2	5.7	-13.3	0.1	-2.3	-4.5	-14.9	0.5	1.7	-13.8	6.4	0.5	-1.5	-26.4	-7.9	4.0	2.1	1.8
Real Estate	1.4	2.4	2.1	-9.8	-53.2	-16.9	0.1	-18.2	-1.1	-9.5	-17.0	-24.7	0.3	0.9	-14.6	2.1	-3.1	-2.5	-29.1	-7.9	-1.2	0.3	0.0



Source Data: Morningstar, Inc., Hedge Fund Research, Inc. (HFR), National Council of Real Estate Investment Fiduciaries (NCREIF). Indices used: Russell 1000, Russell 1000 Value, Russell 1000 Growth, Russell 2000, Russell 2000 Value, Russell 2000 Growth, MSCI EAFE, MSCI EM, Bloomberg US Aggregate, T-Bill 90 Day, Bloomberg Commodity, NCREIF Property, HFRI FOF, MSCI ACWI, Bloomberg Global Bond. NCREIF Property Index performance data as of 6/30/24.

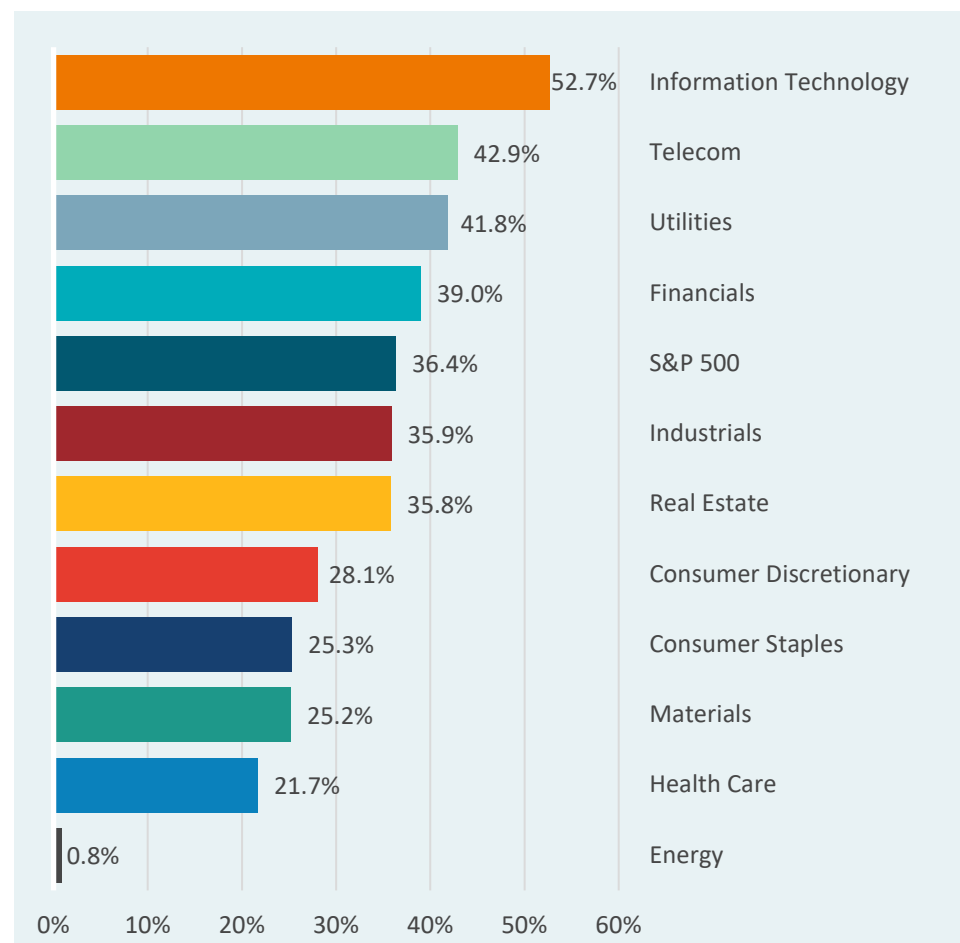
S&P 500 sector returns

QTD



Source: Morningstar, as of 9/30/24

ONE YEAR ENDING AUGUST



Source: Morningstar, as of 9/30/24

Detailed index returns

DOMESTIC EQUITY

	Month	QTD	YTD	1 Year	3 Year	5 Year	10 Year
Core Index							
S&P 500	2.1	5.9	22.1	36.4	11.9	16.0	13.4
S&P 500 Equal Weighted	2.3	9.6	15.2	28.8	8.2	12.8	11.1
DJ Industrial Average	2.0	8.7	13.9	28.8	10.0	11.8	12.0
Russell Top 200	2.1	5.2	23.3	37.7	12.6	17.2	14.1
Russell 1000	2.1	6.1	21.2	35.7	10.8	15.6	13.1
Russell 2000	0.7	9.3	11.2	26.8	1.8	9.4	8.8
Russell 3000	2.1	6.2	20.6	35.2	10.3	15.3	12.8
Russell Mid Cap	2.2	9.2	14.6	29.3	5.8	11.3	10.2
Style Index							
Russell 1000 Growth	2.8	3.2	24.5	42.2	12.0	19.7	16.5
Russell 1000 Value	1.4	9.4	16.7	27.8	9.0	10.7	9.2
Russell 2000 Growth	1.3	8.4	13.2	27.7	(0.4)	8.8	8.9
Russell 2000 Value	0.1	10.2	9.2	25.9	3.8	9.3	8.2

INTERNATIONAL EQUITY

	Month	QTD	YTD	1 Year	3 Year	5 Year	10 Year
Broad Index							
MSCI ACWI	2.3	6.6	18.7	31.8	8.1	12.2	9.4
MSCI ACWI ex US	2.7	8.1	14.2	25.4	4.1	7.6	5.2
MSCI EAFE	0.9	7.3	13.0	24.8	5.5	8.2	5.7
MSCI EM	6.7	8.7	16.9	26.1	0.4	5.7	4.0
MSCI EAFE Small Cap	2.6	10.5	11.1	23.5	(0.4)	6.4	6.2
Style Index							
MSCI EAFE Growth	0.4	5.7	12.3	26.5	1.9	7.7	6.6
MSCI EAFE Value	1.4	8.9	13.8	23.1	8.9	8.3	4.6
Regional Index							
MSCI UK	0.3	7.9	15.4	23.3	9.8	7.9	4.1
MSCI Japan	(0.6)	5.7	12.4	21.6	2.7	7.1	6.4
MSCI Euro	1.8	6.9	12.8	27.3	6.7	9.1	5.7
MSCI EM Asia	8.0	9.5	21.6	29.7	0.8	7.2	5.6
MSCI EM Latin American	0.1	3.7	(12.5)	2.8	7.2	2.1	0.6

FIXED INCOME

	Month	QTD	YTD	1 Year	3 Year	5 Year	10 Year
Broad Index							
Bloomberg US TIPS	1.5	4.1	4.9	9.8	(0.6)	2.6	2.5
Bloomberg US Treasury Bills	0.5	1.4	4.1	5.6	3.5	2.3	1.7
Bloomberg US Agg Bond	1.3	5.2	4.4	11.6	(1.4)	0.3	1.8
Bloomberg US Universal	1.4	5.2	4.9	12.1	(1.1)	0.7	2.2
Duration							
Bloomberg US Treasury 1-3 Yr	0.8	2.9	4.1	6.8	1.3	1.5	1.4
Bloomberg US Treasury Long	2.0	7.8	2.4	15.4	(8.4)	(4.3)	1.1
Bloomberg US Treasury	1.2	4.7	3.8	9.7	(1.8)	(0.2)	1.3
Issuer							
Bloomberg US MBS	1.2	5.5	4.5	12.3	(1.2)	0.0	1.4
Bloomberg US Corp. High Yield	1.6	5.3	8.0	15.7	3.1	4.7	5.0
Bloomberg US Agency Interm	0.9	3.1	4.2	7.5	0.5	1.1	1.5
Bloomberg US Credit	1.7	5.7	5.2	13.8	(1.1)	1.1	2.8

OTHER

	Month	QTD	YTD	1 Year	3 Year	5 Year	10 Year
Index							
Bloomberg Commodity	4.9	0.7	5.9	1.0	3.7	7.8	0.0
Wilshire US REIT	2.6	15.2	14.9	33.6	4.6	5.4	7.8
CS Leveraged Loans	0.7	2.1	6.6	9.7	6.3	5.6	4.9
S&P Global Infrastructure	3.8	13.4	18.0	30.9	9.6	6.9	6.3
Alerian MLP	(0.4)	0.7	20.0	23.6	25.3	12.5	1.6
Regional Index							
JPM EMBI Global Div	1.8	6.2	8.6	18.6	(0.4)	0.9	3.3
JPM GBI-EM Global Div	3.4	9.0	4.9	13.4	0.6	0.6	0.6
Hedge Funds							
HFRI Composite	0.3	1.3	6.2	10.7	3.4	7.0	4.9
HFRI FOF Composite	0.2	1.1	6.0	9.3	2.3	5.3	3.6
Currency (Spot)							
Euro	0.8	4.1	1.0	5.4	(1.3)	0.5	(1.2)
Pound Sterling	2.1	6.1	5.2	9.9	(0.2)	1.7	(1.9)
Yen	1.8	12.5	(1.4)	4.3	(8.0)	(5.5)	(2.6)

Source: Morningstar, HFRI, as of 9/30/24

Detailed private market returns

Comparison to public market index returns

Private Equity Pooled IRRs	1 Year	3 Year	5 Year	10 Year
Global Private Equity FoFs & Secondary Funds	2.7	7.4	14.9	12.4
<i>MSCI World Index (PME)</i>	25.2	9.0	12.4	9.1
Global Private Equity Direct Funds ¹	4.9	6.9	15.3	14.0
<i>MSCI World Index (PME)</i>	25.1	9.2	12.4	9.6
U.S. Private Equity Direct Funds ¹	6.2	8.3	17.0	15.3
<i>Russell 3000 Index (PME)</i>	29.2	10.4	14.6	12.5
Europe Private Equity Direct Funds ¹	4.3	8.2	14.8	12.5
<i>MSCI Europe Index (PME)</i>	14.4	7.0	8.6	4.8
Asia Private Equity Direct Funds ^{1,4}	(1.1)	(0.7)	8.2	11.1
<i>MSCI AC Asia Pacific Index (PME)</i>	11.7	(1.9)	4.4	4.9

Private Credit Pooled IRRs	1 Year	3 Year	5 Year	10 Year
U.S. All Private Debt ^{2,4}	8.0	12.1	12.2	10.8
<i>Morningstar LSTA U.S. Leveraged Loan 100 Index (PME)</i>	12.1	5.9	5.6	4.8

Private Real Estate Pooled IRRs	1 Year	3 Year	5 Year	10 Year
U.S. All Private Real Estate	(4.0)	8.4	7.6	10.3
<i>FTSE NAREIT Equity REIT Index (PME)</i>	10.8	5.2	5.0	7.6

Private Real Assets Pooled IRRs	1 Year	3 Year	5 Year	10 Year
Global Natural Resources ^{3,4}	6.6	17.9	6.1	3.4
<i>S&P Global Natural Resources Index (PME)</i>	4.6	9.1	8.5	5.7
Global Infrastructure ⁴	8.2	10.3	10.2	10.2
<i>S&P Global Infrastructure Index (PME)</i>	3.5	4.6	4.3	4.6

Source: Pooled IRRs and Public Market Equivalents (PMEs) are both from Refinitiv C/A, as of March 31st, 2024. All returns in U.S. dollars.

1. Includes Buyout, Growth Equity and Venture Capital.

2. Includes Control-Oriented Distressed, Credit Opportunities, Senior Debt and Subordinated Capital.

3. Includes Private Equity Energy, Timber and Upstream Energy & Royalties.

4. Due to limited history of the PME, only the funds with the same vintage years as PMEs are included.

Notices & disclosures

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San Luis Obispo County

Investment Performance Review
Period Ending: September 30, 2024



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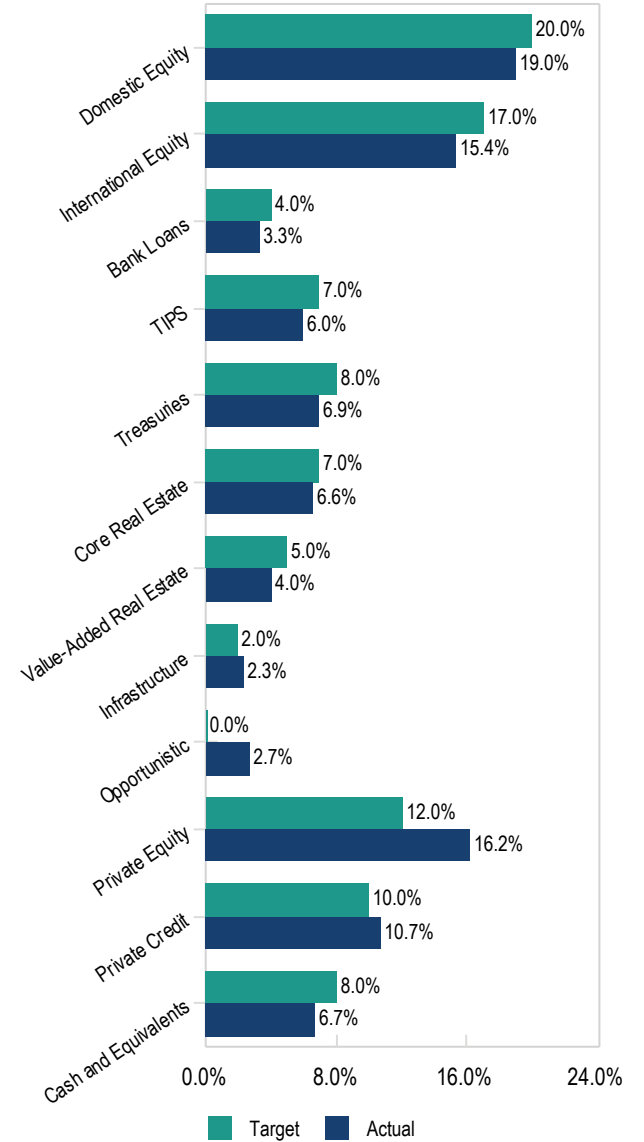
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SAN FRANCISCO 415.362.3484

Total Fund
Executive Summary - Preliminary (Gross of Fees)

San Luis Obispo County Pension Trust
Period Ending: September 30, 2024

	Market Value	% of Portfolio	1 Mo	YTD
Total Fund	1,815,933,108	100.0	0.9	8.4
Interim Policy Index			1.3	9.9
FFP SAA Index			1.2	9.9
Total Growth	1,348,699,090	74.3	0.9	10.3
Custom Growth Benchmark			1.4	11.9
Total Public Equity	624,149,381	34.4	1.8	16.9
Public Equity Benchmark			2.4	18.0
Total Domestic Equity	345,051,255	19.0	2.1	18.2
Russell 3000 Index			2.1	20.6
PIMCO RAE US	85,423,291	4.7	1.4	14.6
S&P 500 Index			2.1	22.1
Loomis Sayles Large Cap Growth	89,382,407	4.9	4.0	23.4
Russell 1000 Growth Index			2.8	24.6
Boston Partners Large Cap Value	83,279,566	4.6	0.6	17.1
Russell 1000 Value Index			1.4	16.7
Atlanta Capital Mgmt	86,965,991	4.8	2.3	17.8
Russell 2500 Index			1.5	11.3
Total International Equity	279,098,125	15.4	1.4	15.3
MSCI AC World ex USA Index			2.7	14.7
Dodge & Cox Intl Stock	139,553,257	7.7	3.6	14.0
MSCI AC World ex USA Value			2.9	15.1
WCM International Growth	139,544,868	7.7	-0.7	16.6
MSCI AC World ex USA Growth			2.6	14.3
Total Private Equity	295,037,232	16.2	0.2	11.2
Harbourvest Partners IX Buyout Fund L.P.	9,038,099	0.5	0.0	-2.2
Pathway Private Equity Fund Investors 9 L.P.	85,478,720	4.7	0.9	10.3
Harbourvest 2018 Global Fund L.P.	20,868,372	1.1	0.0	2.7
Harbourvest SLO Fund Private Equity	159,216,133	8.8	0.0	16.0
Pathway Private Equity Fund Investors 10 L.P.	20,435,908	1.1	-0.1	5.4
Total Private Credit	195,041,479	10.7	0.0	6.3
Sixth Street Partners DCP	90,625,824	5.0	0.0	4.0
Harbourvest SLO Credit Fund	104,415,655	5.7	0.0	8.5

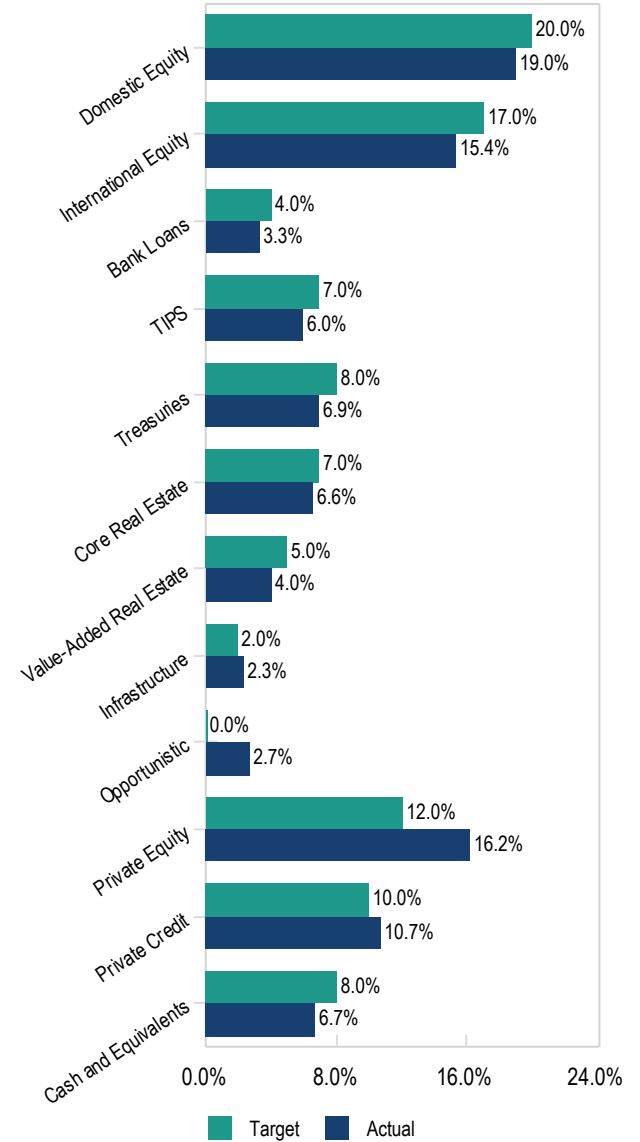


Interim Policy Index as of 1/1/2024: 20% Russell 3000, 17% MSCI ACWI ex-US (Gross), 4% Morningstar LTSA U.S. Leveraged Loan Index, 8% Bloomberg U.S. Gov't Bond Index, 7% Bloomberg US TIPS 5+ Year, 12% NCREIF Property Index, 2% Dow Jones Brookfield Index, 12% Private Equity Return, 10% Private Credit Return, 4% 90-day T-Bills, 4% Bloomberg U.S. Gov't/Credit 1-3 Yr. All privates are valued as of 6/30/24 except for the HarborVest Infrastructure Fund which is valued as of 3/31/24. All data is preliminary.

Total Fund
Executive Summary - Preliminary (Gross of Fees)

San Luis Obispo County Pension Trust
Period Ending: September 30, 2024

	Market Value	% of Portfolio	1 Mo	YTD
Total Real Assets	234,470,998	12.9	0.1	-2.2
NCREIF Property Index			0.0	-1.2
JP Morgan Core Real Estate	120,544,157	6.6	0.2	-3.4
NCREIF-ODCE			0.3	-2.6
NCREIF Property Index			0.0	-1.2
ARA American Strategic Value Realty	72,501,497	4.0	0.0	-3.7
NCREIF-ODCE			0.3	-2.6
NCREIF Property Index			0.0	-1.2
Brookfield Infrastructure Fund	31,216,127	1.7	0.0	7.4
Dow Jones Brookfield Global Infrastructure			2.5	14.0
HarbourVest Infrastructure	10,209,217	0.6		
Total Risk Diversifying	295,617,198	16.3	1.2	4.5
Total Risk Diversifying Benchmark			1.4	4.0
Total Domestic Fixed Income	295,617,198	16.3	1.2	4.9
Blmbg. U.S. Aggregate Index			1.3	4.4
Pacific Asset Corporate Loan	60,616,719	3.3	0.7	6.7
Morningstar LSTA U.S. Leveraged Loan			0.7	6.5
SSGA U.S. Govt Bond Index	125,744,462	6.9	1.2	4.0
Blmbg. U.S. Government Index			1.2	3.8
BlackRock TIPS	109,256,018	6.0	1.5	5.1
Blmbg. U.S. TIPS Index			1.5	4.9

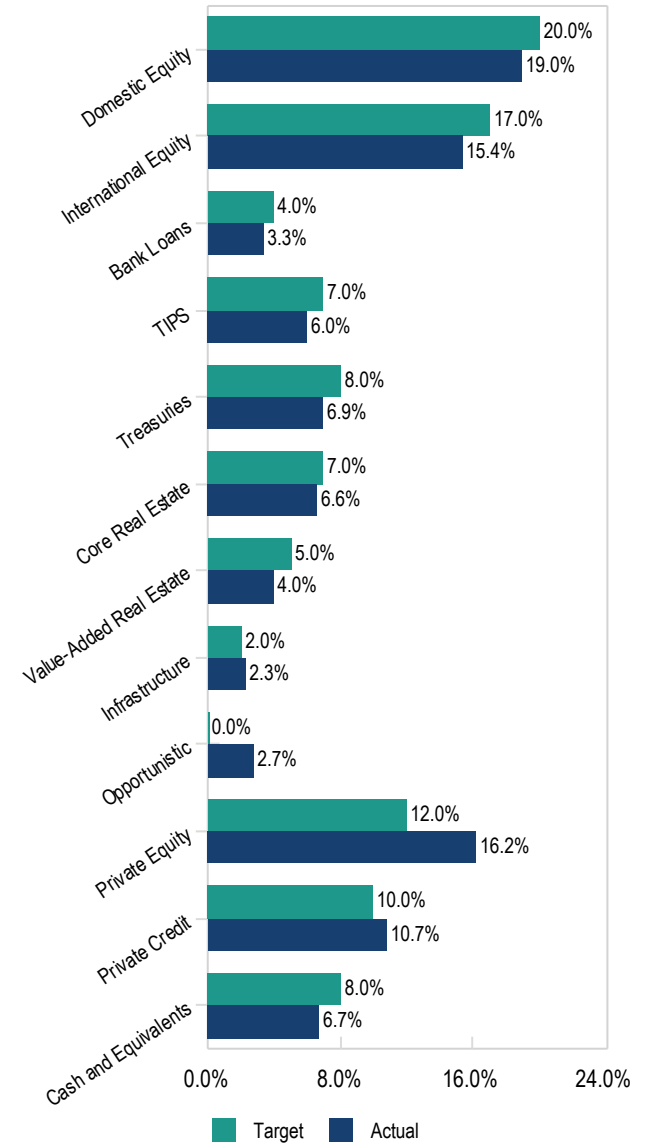


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Total Fund
Executive Summary - Preliminary (Gross of Fees)

San Luis Obispo County Pension Trust
Period Ending: September 30, 2024

	Market Value	% of Portfolio	1 Mo	YTD
Total Liquidity	121,954,295	6.7	0.4	3.2
90 Day U.S. Treasury Bill			0.4	4.0
Total Cash	121,954,295	6.7	0.4	3.2
90 Day U.S. Treasury Bill			0.4	4.0
PIMCO Short Duration Fund	36,276,651	2.0	0.7	4.4
Bloomberg U.S. Gov/Credit 1-3 Year Index			0.8	4.4
Cash Account	36,694,276	2.0	0.0	2.5
90 Day U.S. Treasury Bill			0.4	4.0
Investment Cash	48,983,368	2.7	0.3	3.0
90 Day U.S. Treasury Bill			0.4	4.0
Total Opportunistic	49,662,525	2.7	0.0	5.1
Kohlberg Kravis Roberts & Co. Mezzanine Partners I	2,754,955	0.2	0.0	-16.2
Sixth Street Partners TAO	46,907,570	2.6	0.0	6.7



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