



The graph above contains the projected long-term returns for major asset classes as required by GASB.



The table below contains the projection of long-term real returns for the Trust's Target Policy Allocation as required by GASB 67 & 68.

Asset Group	Long-Term Real Return⁽¹⁾	Target Policy	Asset Group Contribution
Domestic Equity	7.50%	45%	3.38%
International Equity	8.50%	15%	1.28%
Domestic Bonds	2.50%	20%	0.50%
International Bonds	3.50%	0%	0.00%
Real Estate	4.50%	10%	0.45%
Alternative Assets ⁽²⁾	6.22%	10%	0.62%
Total Real Return			6.22%

(1) The long-term real return expectations remove the 2.5% inflation rate embedded in each nominal return assumption.

(2) The 10% Alternative Assets long-term real return assumption represents a relational combination of the remaining 90% of the policy target.

(50.% Domestic Equity + 16.67% International Equity + 22.22% Domestic Bonds + 0.0% International Bonds + 11.11% Real Estate)



- The projected long-term real rate of return for **Kissimmee General**, net of investment expenses, is 6.22%.
- This real return was projected using the long-term nominal building block data on the first page less the long-term inflation assumption of 2.5%.
- The table on the previous page reflects the long-term real returns for each asset class in conjunction with Kissimmee General's target policy. A proxy representation was used for Kissimmee General's 10% Alternatives Assets allocation target.
- The long-term real return expectation is an arithmetic calculation.
- The GASB building block long-term real return projections were developed through an evaluation process overseen by the AndCo Investment Committee. The Committee considered many factors, including but not limited to, the intellectual capital of our tenured professionals, long-term historic capital market returns, 10-15 year expected capital market return assumptions, as well as, historical, current, and expected inflation data.
- This report contains forward-looking statements, estimates and projections which are inherently speculative and subject to various uncertainties whereby the actual outcomes or results could differ materially from those indicated.
- This report was prepared on 10/27/2023.