

A G E N D A

A regular meeting of the Board of Trustees of the Waxahachie Firemen's Relief and Retirement (FR&R) Fund to be held at Waxahachie Fire Station No. 1, 407 Water Street, Waxahachie, Texas on **Monday, January 13, 2020 at 8:30 a.m.**

BOARD MEMBERS: Gary Myers, Chairman
Matt Dorsey, Vice Chairman
Scott Safford, Secretary
John Tillery
Lee Statham
David Hill, Mayor
Charles Harris, Finance Director

1. Call to Order
2. **Public Comments:** Persons may address the Waxahachie Firemen's Relief and Retirement (FR&R) Fund on any issues. This is the appropriate time for citizens to address the Waxahachie Firemen's Relief and Retirement (FR&R) Fund on any concern whether on this agenda or not. In accordance with the State of Texas Open Meetings Act, the Waxahachie Firemen's Relief and Retirement (FR&R) Fund may not comment or deliberate such statements during this period, except as authorized by Section 551.042, Texas Government Code.
3. Canvass votes for FR&R Firefighter Board Member
4. Administer Oath of Office to Board Member
5. Reorganize the Board
6. Consent Agenda

All matters listed under Item 6, Consent Agenda, are considered to be routine by the Board Members and will be enacted by one motion. Approval of the Consent Agenda authorizes the Chairman to execute all matters necessary to implement each item. Any item may be removed from the Consent Agenda for separate discussion and consideration by any Board Member.

- a. Minutes of the regular Firemen's Relief & Retirement Fund meeting of December 9, 2019
- b. Annuity checks for FR&R Retirees and other disbursements for the month of February 2020
7. Hear Fourth Quarter Report 2019 from Graystone Consulting and take any necessary action
8. Consider invoice from Retirement Horizons
9. Consider invoice from Helen R. Duvall, CPA
10. Discuss consultant search and take any necessary action
11. Set next meeting date and time of Firemen's Relief and Retirement Fund Board
12. Adjourn

The Waxahachie Firemen's Relief and Retirement Fund reserves the right to go into Executive Session on any posted item.

This meeting location is wheelchair-accessible. Parking for mobility impaired persons is available. Any request for sign interpretive services must be made forty-eight hours ahead of the meeting. To make arrangements, call the City Secretary at 469-309-4005 or (TDD) 1-800-RELAY TX

Notice of Potential Quorum
One or more members of the Waxahachie City Council may be present at this meeting
No action will be taken by the City Council at this meeting

(ba)

Firemen's Relief & Retirement Fund
December 9, 2019

A regular meeting of the Board of Trustees of the Waxahachie Firemen's Relief and Retirement (FR&R) Fund was held at Waxahachie Fire Station No. 1, 407 Water Street, Waxahachie, Texas on Monday, December 9, 2019 at 8:30 a.m.

Members Present: Gary Myers, Chairman
Matt Dorsey, Vice Chairman
Scott Safford, Secretary
John Tillery
David Hill, Mayor

Members Absent: Lee Statham
Charles Harris, Finance Director

Others Present: Clarice Crocker, Acting Assistant City Secretary

1. Call to Order

Chairman Gary Myers called the meeting to order.

2. Public Comments

None

3. Consent Agenda

- a. Minutes of the regular Firemen's Relief & Retirement Fund meeting of November 11, 2019
- b. Annuity checks for FR&R Retirees and other disbursements for the month of January 2020

Action:

Vice Chairman Matt Dorsey moved to approve items a. and b. on the Consent Agenda. Mr. John Tillery seconded, All Ayes.

4. Hear presentation from Claude Parenteau, Parenteau Analytics, on Investment Advise

Mr. Claude Parenteau, Parenteau Analytics, briefed the Board on his investment background experience and services noting he is independent and not affiliated with any bank, investment management firm, or brokerage firm. He accepted feedback from the Board regarding the business relationship with prior consultant and addressed questions from the Board.

5. Consider Texas Local Fire Fighters' Retirement Act Annual Report for fiscal year end September 30, 2019

Chairman Myers reviewed the Texas Local Fire Fighters' Retirement Act Annual Report for fiscal year end September 30, 2019. He referenced the year end balances for assets, contributions, total revenue, benefits, investment consultant and mangers' fees, net income, and end of year assets.

(b)(a)

Firemen's Relief & Retirement Fund
December 9, 2019
Page 2

Chairman Myers reported the approximate rate of return for the year was 3.29% noting it included the 4th quarter from last year.

Action:

Mr. John Tillery moved to accept the Texas Local Fire Fighters' Retirement Act Annual Report for fiscal year end September 30, 2019. Secretary Scott Safford seconded, All Ayes.

6. Discuss Pension Review Board Funding Policy and take any necessary action

Chairman Myers stated Legislature changed a law which requires the Board to adopt a funding policy by January 1, 2020 noting the policy has to be filed with the City. The funding policy is designed as a guideline to communicate the Board's position on plan funding policy and how the Fund intends to achieve a 100% funded ratio noting that this plan does that. Chairman Myers contacted Mr. David Sawyer, Retirement Horizons, for assistance. Chairman Myers referenced the Funding Policy Guidance section stating the AFT is initially set to 25 years, noting that this is the amortization period which currently is 22 years, and it will reduce annually by 1 year in each future year until an ultimate 15 year closed period is reached.

Action:

Secretary Scott Safford moved to accept the Pension Review Board Funding Policy as presented. Mr. John Tillery seconded, All Ayes.

7. Set next meeting date and time of Firemen's Relief and Retirement Fund Board

The Firemen's Relief and Retirement Board set their next meeting for Monday, January 13, 2020 at 8:30 a.m.

8. Adjourn

There being no further business, the meeting adjourned at 9:37 a.m.

Respectfully submitted,

Clarice Crocker
Acting Assistant City Secretary

(6b)

MEMORANDUM

TO: FR&R Board Members
FROM: Amber Villarreal, Acting City Secretary
DATE: January 13, 2020
SUBJECT: ANNUITY CHECKS

Please approve the annuity checks for the month of February for the following retirees:

Mrs. James Gilley	Widow Benefits
Alan Morgan	Disability
Jimmy Turner	Service Retirement
John Olin Turner	Service Retirement
Mike Slay	Service Retirement
(Sharon Cobb QDRO Payment)	
John Tillery	Service Retirement
Loyde Junkin	Service Retirement
Don Fuller	Service Retirement
Billy Bratcher	Service Retirement
Larry Evans	Service Retirement
Dwayne Williams	Service Retirement
Don Bennett	Service Retirement
Terry Kuykendall	Service Retirement
Steve Hamilton	Service Retirement
(Denise Hamilton QDRO payment)	
Sam Lewis	Service Retirement
John Chenault	Service Retirement
Rusty Ogletree	Service Retirement
Jeff Sport	Service Retirement
Paul Carrington	Service Retirement
(Carol Nunn QDRO payment)	
Randy Johnston	Service Retirement
Terry Skipper	Service Retirement
Jeff Alexander	Service Retirement
(Lisa Warren QDRO payment)	
James Irvin	Service Retirement
(Lori Irvin QDRO payment)	
David Len Crow	Service Retirement
Randy Muirhead	Service Retirement
Jerry Sykes	Service Retirement
Don Alexander	Service Retirement
Dennis Crecelious	Service Retirement

TOTAL

\$80,662.87

(7)

Waxahachie Firemen's Relief & Retirement Fund
Quarterly Report
December 31, 2019

Graystone
Consulting

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Waxahachie Firemen's Relief & Retirement Fund

Total Fund - Asset Allocation

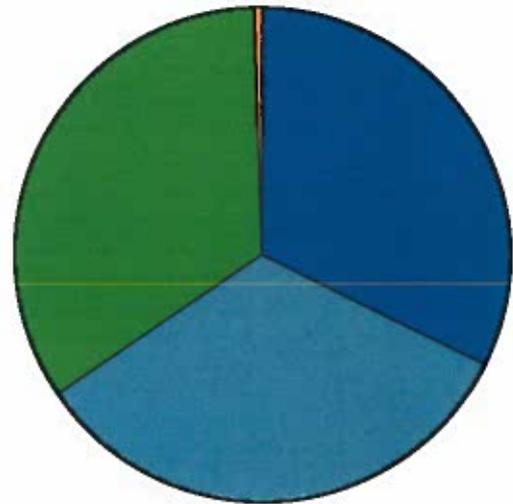
as of December 31, 2019

Manager Allocation

	Total Fund	%
Domestic Equity	\$6,194,267	32.2
Delaware - Domestic LCV	\$1,992,896	10.4
Vanguard Index Fund - LCV	\$296,702	1.5
Polen - Large Cap Growth	\$1,776,885	9.2
Vanguard Index Fund - LCG	\$534,506	2.8
Kayne Anderson - SMID Core	\$1,593,278	8.3
International Equity	\$6,381,138	33.2
Delaware - International Value	\$1,918,989	10.0
WCM - International Growth	\$1,980,229	10.3
Victory Trivalent - Intl SMID	\$1,043,235	5.4
Driehaus - EM	\$1,438,685	7.5
Fixed Income	\$6,553,960	34.1
Federated Investors - Fixed Income	\$2,257,379	11.7
Blackstone - BREIF II	\$2,156,679	11.2
Blackrock - Strategic Income	\$2,139,902	11.1
Omnibus Cash Account	\$85,446	0.4
Total Fund	\$19,214,811	100.0

Asset Class Allocation

December 31, 2019 : \$19,214,811



Asset Class	Amount	Percentage
Domestic Equity	\$6,194,267	32.2
International Equity	\$6,381,138	33.2
Fixed Income	\$6,553,960	34.1
Omnibus Cash Account	\$85,446	0.4

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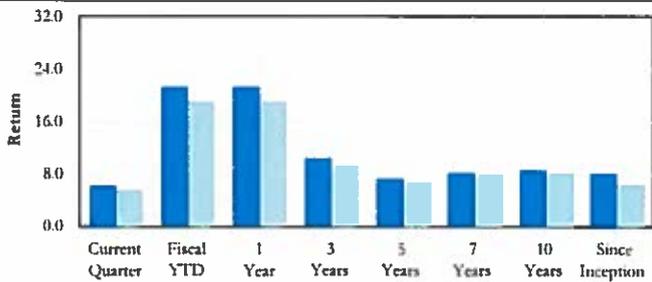
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Waxahachie Firemen's Relief & Retirement Fund

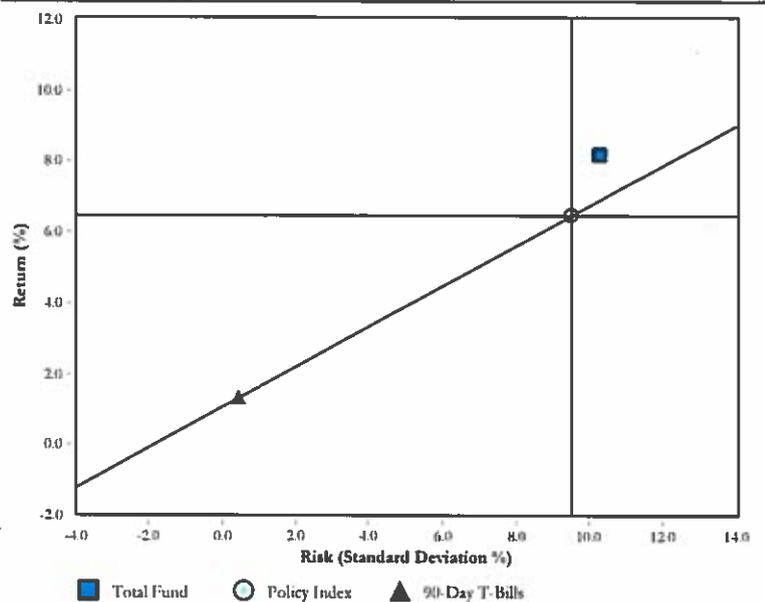
Total Fund - Executive Summary

as of December 31, 2019

Manager Performance Chart



Manager Risk & Return



Manager Annualized Performance

	Current Quarter	Fiscal YTD	1 Year	3 Years	5 Years	7 Years	10 Years	Inception 04/01/2004
Total Fund	6.33	21.29	21.29	10.55	7.26	8.27	8.59	8.16
Policy Index	5.63	19.11	19.11	9.27	6.83	7.97	8.16	6.46
Differences	0.70	2.18	2.18	1.28	0.43	0.30	0.43	1.70

Historic Asset Growth

	Current Quarter	Fiscal YTD	1 Year	3 Years	5 Years	7 Years	10 Years	Inception 04/01/2004
Total Fund								
Beginning Market Value	18,041	15,851	15,851	14,224	13,855	10,779	7,450	4,737
Net Contributions	79	177	177	521	519	1,409	2,639	3,240
Fees/Expenses	-38	-160	-160	-486	-770	-1,033	-1,327	-1,709
Income	113	346	346	1,011	1,584	2,131	2,825	3,867
Gain/Loss	1,021	3,001	3,001	3,946	4,027	5,928	7,629	9,080
Ending Market Value	19,215	19,215	19,215	19,215	19,215	19,215	19,215	19,215

Modern Portfolio Statistics

	Return	Standard Deviation	Beta	Maximum Drawdown	Up Market Capture	Down Market Capture	Alpha	Sharpe Ratio	R-Squared	Inception Date
Total Fund	8.16	10.30	0.96	-30.83	108.51	96.71	1.98	0.69	0.78	04/01/2004
Policy Index	6.46	9.50	1.00	-37.09	100.00	100.00	0.00	0.57	1.00	04/01/2004

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Graystone
ConsultingSM

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Waxahachie Firemen's Relief & Retirement Fund
Asset Allocation & Time Weighted Performance
as of December 31, 2019

	Allocation		Performance(%)								
	Market Value (\$)	%	Current Quarter	YTD	1 Year	3 Years	5 Years	7 Years	10 Years	Since Inception	Inception Date
Total Fund	19,214,811	100.00	6.33	21.29	21.29	10.55	7.36	8.27	8.59	8.16	04/01/2004
Policy Index			5.63	19.11	19.11	9.27	6.83	7.97	8.16	6.46	
Domestic Equity	6,194,267	32.24	8.69	28.17	28.17	14.38	10.51	13.42	13.36	9.28	04/01/2004
Russell 3000			9.10	31.02	31.02	14.57	11.24	14.38	13.42	9.20	
Delaware - Domestic LCV	1,992,896	10.37	6.74	20.76	20.76	10.80	9.48	13.50	13.64	9.61	04/01/2004
Russell 1000 VL			7.41	26.54	26.54	9.68	8.29	12.20	11.80	8.09	
Vanguard Index Fund - LCV	296,702	1.54	8.01	24.69	24.69	N/A	N/A	N/A	N/A	9.32	12/01/2017
CRSP Lg VL			8.25	25.85	25.85	N/A	N/A	N/A	N/A	9.50	
Polen - Large Cap Growth	1,776,885	9.25	10.47	38.89	38.89	N/A	N/A	N/A	N/A	24.55	04/01/2018
Russell 1000 Gr			10.62	36.39	36.39	N/A	N/A	N/A	N/A	17.33	
Vanguard Index Fund - LCG	534,506	2.78	9.86	36.70	36.70	N/A	N/A	N/A	N/A	15.14	12/01/2017
CRSP Lg Cap Gr			9.91	37.31	37.31	N/A	N/A	N/A	N/A	14.94	
Kayne Anderson - SMID Core	1,593,278	8.29	N/A	N/A	N/A	N/A	N/A	N/A	N/A	6.72	11/01/2019
Russell 2500			N/A	N/A	N/A	N/A	N/A	N/A	N/A	6.50	
International Equity	6,381,138	33.21	10.21	28.74	28.74	13.55	7.20	7.02	6.21	6.58	04/01/2004
MSCI AC World ex US Net			8.92	21.51	21.51	9.87	5.51	5.44	4.97	5.95	
Delaware - International Value	1,918,989	9.99	9.19	20.30	20.30	9.53	6.15	7.45	6.05	6.48	04/01/2004
MSCI EAFE VL Net			7.82	16.09	16.09	6.31	3.54	4.76	3.98	4.72	
WCM - International Growth	1,980,229	10.31	10.48	39.80	39.80	20.75	N/A	N/A	N/A	16.22	10/01/2016
MSCI AC World ex US Net			8.92	21.51	21.51	9.87	N/A	N/A	N/A	8.64	
Victory Trivalent - Intl SMID	1,043,235	5.43	9.81	27.67	27.67	N/A	N/A	N/A	N/A	0.59	06/01/2018
MSCI ACWI x USA SMID Net			10.28	22.36	22.36	N/A	N/A	N/A	N/A	1.17	

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Waxahachie Firemen's Relief & Retirement Fund
Asset Allocation & Time Weighted Performance
as of December 31, 2019

	Allocation		Performance(%)								
	Market Value (\$)	%	Current Quarter	YTD	1 Year	3 Years	5 Years	7 Years	10 Years	Since Inception	Inception Date
Driehaus - EM	1,438,685	7.49	11.52	25.55	25.55	N/A	N/A	N/A	N/A	5.13	06/01/2018
MSCI EM Net			11.84	18.42	18.42	N/A	N/A	N/A	N/A	2.43	
Fixed Income	6,553,960	34.11	1.30	9.64	9.64	5.61	4.27	3.46	4.53	4.48	01/01/2004
Barclays Aggregate			0.18	8.72	8.72	4.03	3.05	2.72	3.75	4.05	
Federated Investors - Fixed Income	2,257,379	11.75	0.69	10.14	10.14	4.81	3.86	3.42	N/A	3.83	11/01/2010
Barclays Aggregate			0.18	8.72	8.72	4.03	3.05	2.72	N/A	3.19	
Blackstone - BREIF II	2,156,679	11.22	0.70	11.04	11.04	7.94	6.42	N/A	N/A	5.62	07/01/2014
Barclays Aggregate			0.18	8.72	8.72	4.03	3.05	N/A	N/A	3.13	
Blackrock - Strategic Income	2,139,902	11.14	1.59	7.61	7.61	3.93	N/A	N/A	N/A	4.33	03/01/2016
Barclays Aggregate			0.18	8.72	8.72	4.03	N/A	N/A	N/A	3.28	

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Waxahachie Firemen's Relief & Retirement Fund
Asset Allocation & Net Dollar Weighted Performance (IRR)
 as of December 31, 2019

	%	Current Quarter	Fiscal YTD	1 Year	3 Years	5 Years	7 Years	10 Years	Since Inception	Inception Date
Total Fund	100.00	6.07	20.16	20.16	9.44	6.14	7.04	7.32	7.03	03/31/2004
Domestic Equity	32.24	8.13	26.96	26.96	13.10	8.77	12.29	12.04	8.24	03/31/2004
Polen - Large Cap Growth	9.25	10.25	37.73	37.73	N/A	N/A	N/A	N/A	22.80	03/31/2018
Vanguard Index Fund - LCG	2.78	9.70	36.60	36.60	N/A	N/A	N/A	N/A	14.23	11/30/2017
Vanguard Index Fund - LCV	1.54	8.22	24.79	24.79	N/A	N/A	N/A	N/A	9.70	11/30/2017
Delaware - Domestic LCV	10.37	6.52	19.58	19.58	9.76	7.91	13.00	12.77	8.93	03/31/2004
Kayne Anderson - SMID Core	8.29	N/A	N/A	N/A	N/A	N/A	N/A	N/A	6.54	10/31/2019
International Equity	33.21	9.97	27.29	27.29	11.50	6.23	5.97	5.70	5.61	03/31/2004
Delaware - International Value	9.99	8.95	19.02	19.02	8.34	5.05	6.22	4.65	4.83	03/31/2004
WCM - International Growth	10.31	10.12	38.29	38.29	18.87	N/A	N/A	N/A	14.32	09/30/2016
Victory Trivalent - Int SMID	5.43	9.66	26.52	26.52	N/A	N/A	N/A	N/A	1.77	05/31/2018
Driehaus - EM	7.49	11.36	24.82	24.82	N/A	N/A	N/A	N/A	5.15	05/31/2018
Fixed Income	34.11	0.82	8.79	8.79	4.84	3.54	2.79	3.49	6.47	03/31/2004
Federated Investors - Fixed Income	11.75	0.48	9.12	9.12	4.06	3.11	2.37	N/A	3.03	10/31/2010
Blackstone - BREIF II	11.22	0.56	10.32	10.32	7.21	5.70	N/A	N/A	4.92	07/01/2014
Blackrock - Strategic Income	11.14	1.45	6.91	6.91	3.25	N/A	N/A	N/A	3.59	02/29/2016

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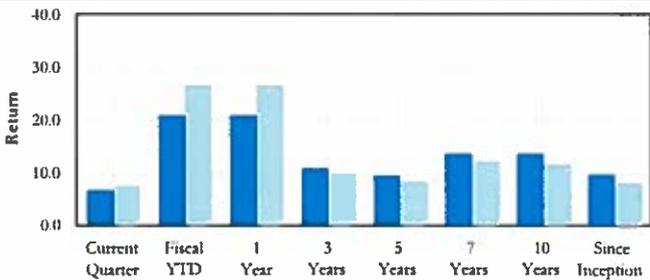
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Waxahachie Firemen's Relief & Retirement Fund

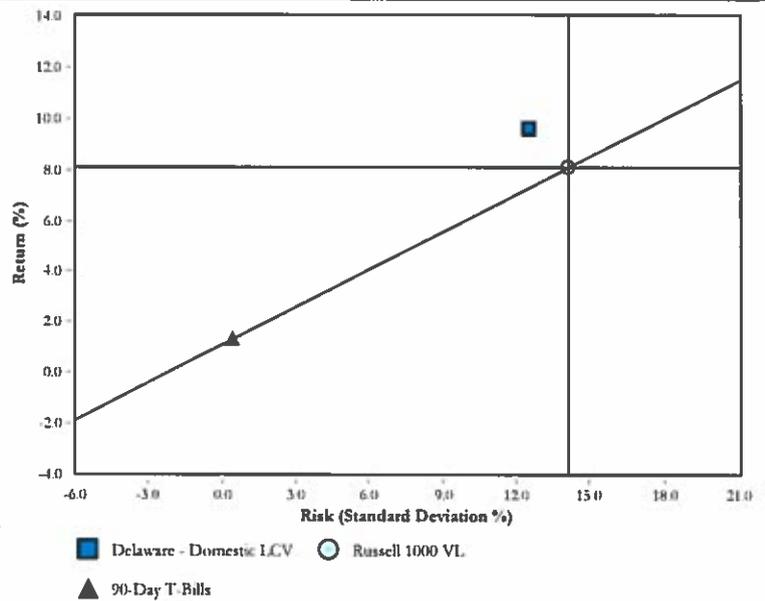
Delaware - Domestic LCV - Executive Summary

as of December 31, 2019

Manager Performance Chart



Manager Risk & Return



Manager Annualized Performance

	Current Quarter	Fiscal YTD	1 Year	3 Years	5 Years	7 Years	10 Years	Inception 04/01/2004
Delaware - Domestic LCV	6.74	20.76	20.76	10.80	9.48	13.50	13.64	9.61
Russell 1000 VL	7.41	26.54	26.54	9.68	8.29	12.20	11.80	8.09
Differences	-0.67	-5.78	-5.78	1.12	1.19	1.30	1.84	1.52

Historic Asset Growth

	Current Quarter	Fiscal YTD	1 Year	3 Years	5 Years	7 Years	10 Years	Inception 04/01/2004
Delaware - Domestic LCV								
Beginning Market Value	1,871	1,660	1,660	2,176	2,189	1,676	1,247	748
Net Contributions	-	10	10	-729	-994	-1,258	-1,343	-995
Fees/Expenses	-4	-19	-19	-66	-115	-159	-211	-281
Income	13	48	48	146	256	354	480	669
Gain/Loss	113	295	295	466	657	1,381	1,821	1,851
Ending Market Value	1,993	1,993	1,993	1,993	1,993	1,993	1,993	1,993

Modern Portfolio Statistics

	Return	Standard Deviation	Beta	Maximum Drawdown	Up Market Capture	Down Market Capture	Alpha	Sharpe Ratio	R-Squared	Inception Date
Delaware - Domestic LCV	9.61	12.55	0.84	-47.59	94.65	83.21	2.59	0.69	0.91	04/01/2004
Russell 1000 VL	8.09	14.13	1.00	-55.56	100.00	100.00	0.00	0.53	1.00	04/01/2004

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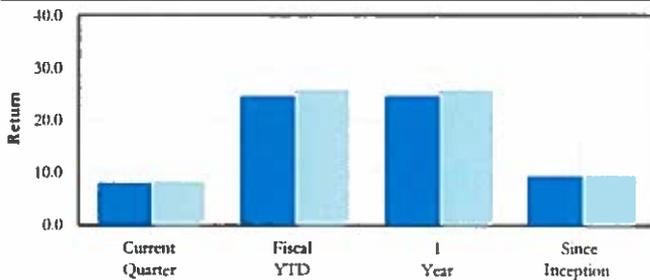
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Waxahachie Firemen's Relief & Retirement Fund

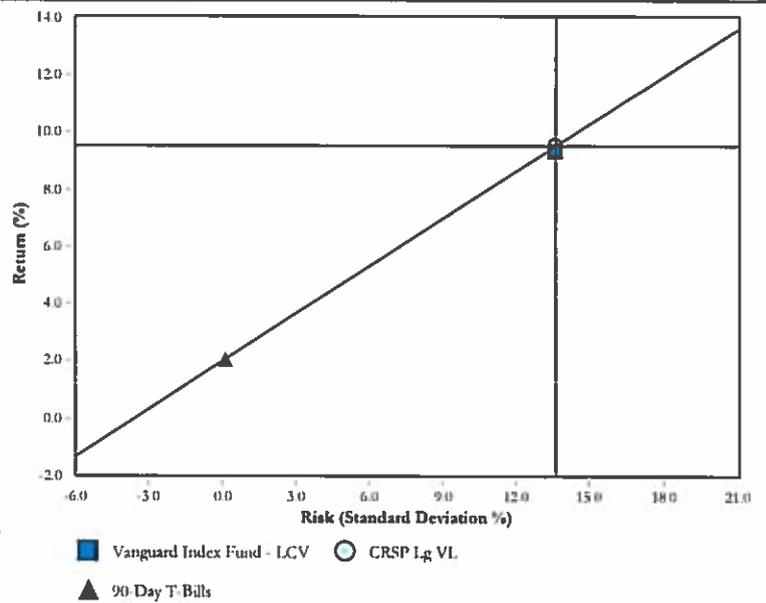
Vanguard - Large Cap Value - Executive Summary

as of December 31, 2019

Manager Performance Chart



Manager Risk & Return



Manager Annualized Performance

	Current Quarter	Fiscal YTD	1 Year	Inception 12/01/2017
Vanguard Index Fund - LCV	8.01	24.69	24.69	9.32
CRSP Lg VL	8.25	25.85	25.85	9.50
Differences	-0.24	-1.16	-1.16	-0.18

Historic Asset Growth

	Current Quarter	Fiscal YTD	1 Year	Inception 12/01/2017
Vanguard Index Fund - LCV				
Beginning Market Value	236	178	178	185
Net Contributions	38	69	69	69
Fees/Expenses	-	-1	-1	-3
Income	2	6	6	12
Gain/Loss	20	-44	-44	32
Ending Market Value	297	297	297	297

Modern Portfolio Statistics

	Return	Standard Deviation	Beta	Maximum Drawdown	Up Market Capture	Down Market Capture	Alpha	Sharpe Ratio	R-Squared	Inception Date
Vanguard Index Fund - LCV	9.32	13.62	1.00	-10.82	100.10	101.34	-0.15	0.58	1.00	12/01/2017
CRSP Lg VL	9.50	13.63	1.00	-10.91	100.00	100.00	0.00	0.59	1.00	12/01/2017

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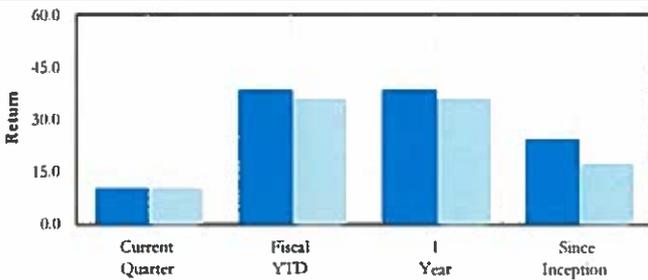
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Waxahachie Firemen's Relief & Retirement Fund

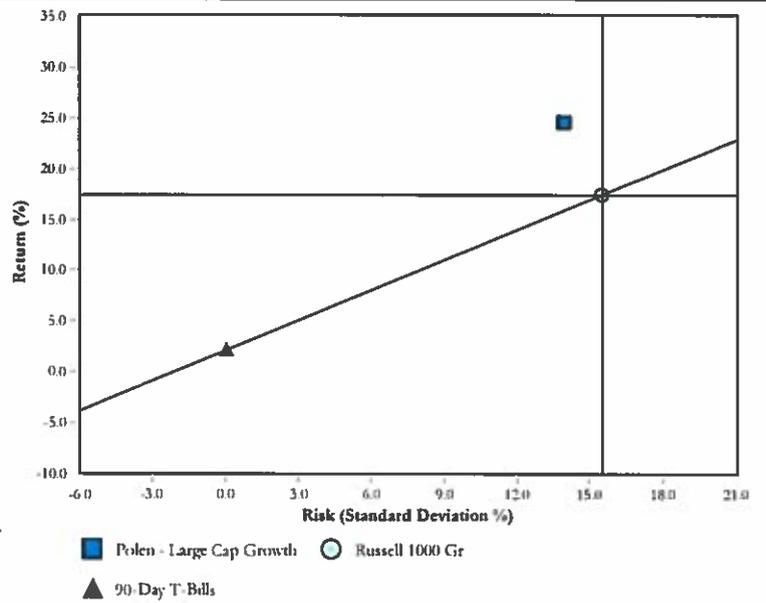
Polen - Large Cap Growth - Executive Summary

as of December 31, 2019

Manager Performance Chart



Manager Risk & Return



Manager Annualized Performance

	Current Quarter	Fiscal YTD	1 Year	Inception 04/01/2018
Polen - Large Cap Growth	10.47	38.89	38.89	24.55
Russell 1000 Gr	10.62	36.39	36.39	17.42
Differences	-0.15	2.50	2.50	7.13

Historic Asset Growth

	Current Quarter	Fiscal YTD	1 Year	Inception 04/01/2018
Polen - Large Cap Growth				
Beginning Market Value	1,612	1,433	1,433	1,518
Net Contributions	-	-150	-150	-310
Fees/Expenses	-3	-18	-18	-34
Income	2	12	12	21
Gain/Loss	166	500	500	581
Ending Market Value	1,777	1,777	1,777	1,777

Modern Portfolio Statistics

	Return	Standard Deviation	Beta	Maximum Drawdown	Up Market Capture	Down Market Capture	Alpha	Sharpe Ratio	R-Squared	Inception Date
Polen - Large Cap Growth	24.55	13.99	0.88	-12.30	108.41	77.88	8.05	1.50	0.96	04/01/2018
Russell 1000 Gr	17.42	15.52	1.00	-15.89	100.00	100.00	0.00	0.98	1.00	04/01/2018

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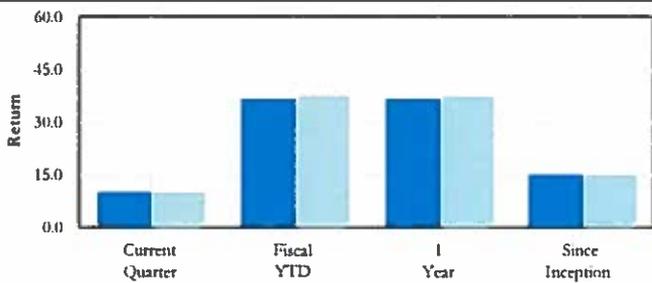
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Waxahachie Firemen's Relief & Retirement Fund

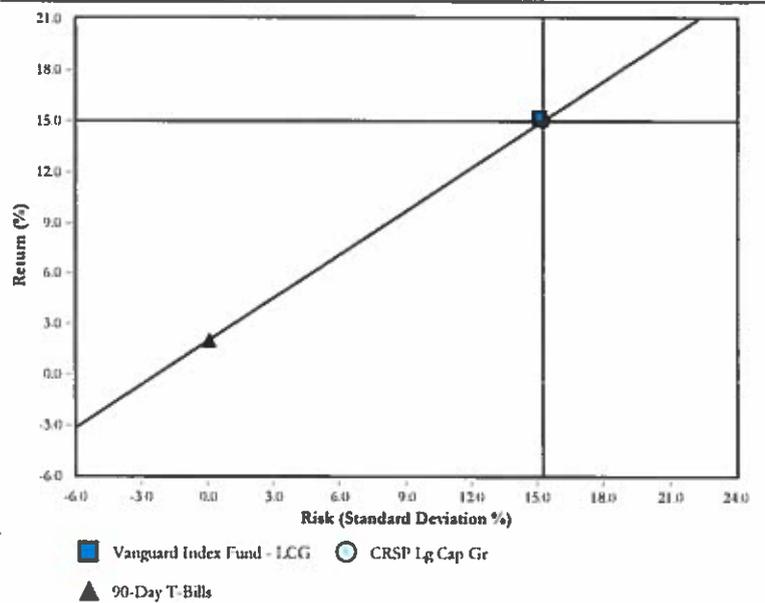
Vanguard - Large Cap Growth - Executive Summary

as of December 31, 2019

Manager Performance Chart



Manager Risk & Return



Manager Annualized Performance

	Current Quarter	Fiscal YTD	1 Year	Inception 12/01/2017
Vanguard Index Fund - LCG	9.86	36.70	36.70	15.14
CRSP Lg Cap Gr	9.91	37.31	37.31	14.96
Differences	-0.05	-0.61	-0.61	0.18

Historic Asset Growth

	Current Quarter	Fiscal YTD	1 Year	Inception 12/01/2017
Vanguard Index Fund - LCG				
Beginning Market Value	-487	-433	-433	-463
Net Contributions	1	-47	-47	-68
Fees/Expenses	-1	-3	-3	-6
Income	1	5	5	13
Gain/Loss	-6	146	146	134
Ending Market Value	535	535	535	535

Modern Portfolio Statistics

	Return	Standard Deviation	Beta	Maximum Drawdown	Up Market Capture	Down Market Capture	Alpha	Sharpe Ratio	R-Squared	Inception Date
Vanguard Index Fund - LCG	15.14	15.12	0.99	-16.00	100.35	99.77	0.28	0.88	1.00	12/01/2017
CRSP Lg Cap Gr	14.96	15.24	1.00	-16.32	100.00	100.00	0.00	0.87	1.00	12/01/2017

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Graystone ConsultingSM

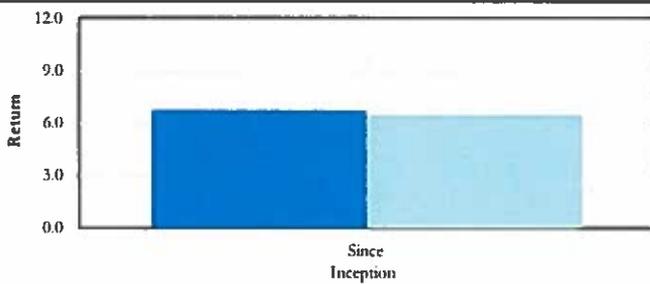
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Waxahachie Firemen's Relief & Retirement Fund

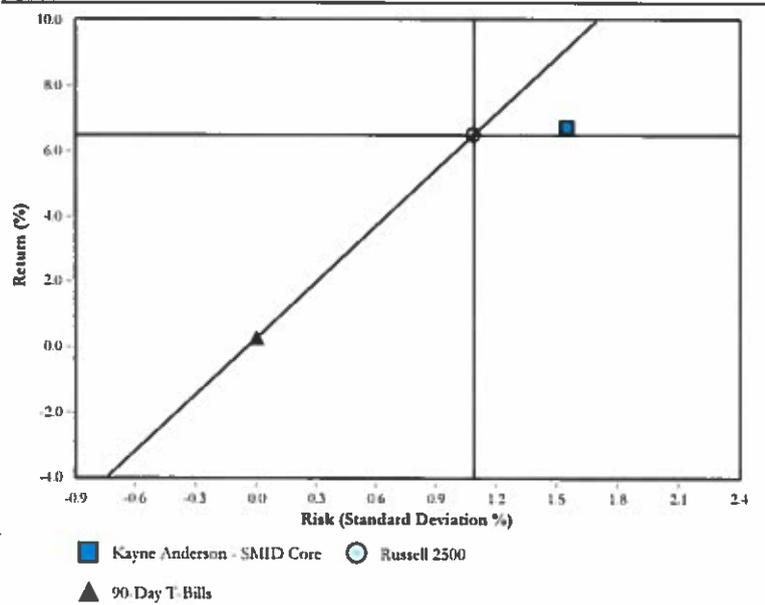
Kayne Anderson - SMID Cap Core - Executive Summary

as of December 31, 2019

Manager Performance Chart



Manager Risk & Return



Manager Annualized Performance

	Since Inception	Inception Date
Kayne Anderson - SMID Core	6.72	11/01/2019
Russell 2500	6.50	
Differences	0.22	

Historic Asset Growth

	Since Inception	Inception Date
Kayne Anderson - SMID Core		11/01/2019
Beginning Market Value	1,494	
Net Contributions	2	
Fees/Expenses	-3	
Income	3	
Gain/Loss	97	
Ending Market Value	1,593	

Modern Portfolio Statistics

	Return	Standard Deviation	Beta	Maximum Drawdown	Up Market Capture	Down Market Capture	Alpha	Sharpe Ratio	R-Squared	Inception Date
Kayne Anderson - SMID Core	6.72	1.55	1.43	0.00	103.57	N/A	-1.25	2.05	1.00	11/01/2019
Russell 2500	6.50	1.09	1.00	0.00	100.00	N/A	0.00	2.82	1.00	11/01/2019

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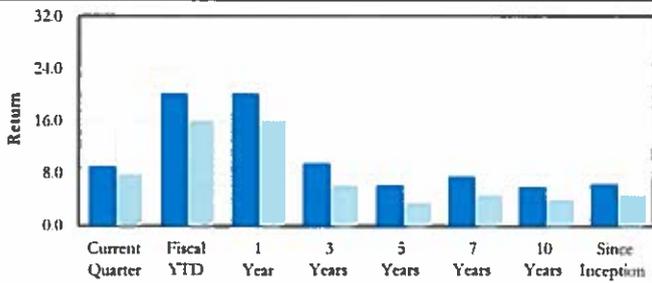
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Waxahachie Firemen's Relief & Retirement Fund

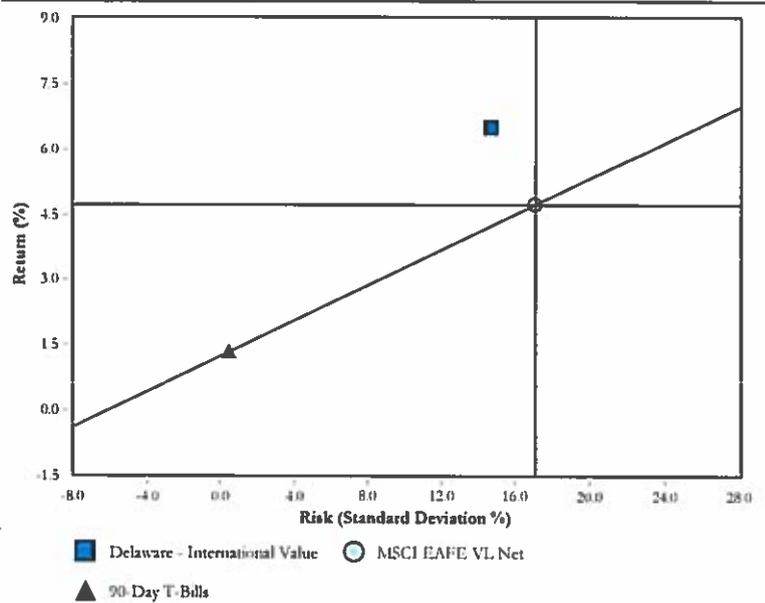
Delaware - International Value - Executive Summary

as of December 31, 2019

Manager Performance Chart



Manager Risk & Return



Manager Annualized Performance

	Current Quarter	Fiscal YTD	1 Year	3 Years	5 Years	7 Years	10 Years	Inception 04/01/2004
Delaware - International Value	9.19	20.30	20.30	9.53	6.15	7.45	6.05	6.48
MSCI EAFE VL Net	7.82	16.09	16.09	6.31	3.54	4.76	3.98	4.73
Differences	1.37	4.21	4.21	3.22	2.61	2.69	2.07	1.75

Historic Asset Growth

	Current Quarter	Fiscal YTD	1 Year	3 Years	5 Years	7 Years	10 Years	Inception 04/01/2004
Delaware - International Value								
Beginning Market Value	1,761	1,518	1,518	1,425	1,407	1,035	1,356	538
Net Contributions	-	101	101	92	107	253	-342	393
Fees/Expenses	-4	-18	-18	-55	-87	-117	-167	-241
Income	14	62	62	170	247	341	507	747
Gain/Loss	148	256	256	287	245	407	365	482
Ending Market Value	1,919	1,919	1,919	1,919	1,919	1,919	1,919	1,919

Modern Portfolio Statistics

	Return	Standard Deviation	Beta	Maximum Drawdown	Up Market Capture	Down Market Capture	Alpha	Sharpe Ratio	R-Squared	Inception Date
Delaware - International Value	6.48	14.69	0.82	-50.09	88.13	78.06	2.41	0.41	0.91	04/01/2004
MSCI EAFE VL Net	4.73	17.12	1.00	-58.93	100.00	100.00	0.00	0.28	1.00	04/01/2004

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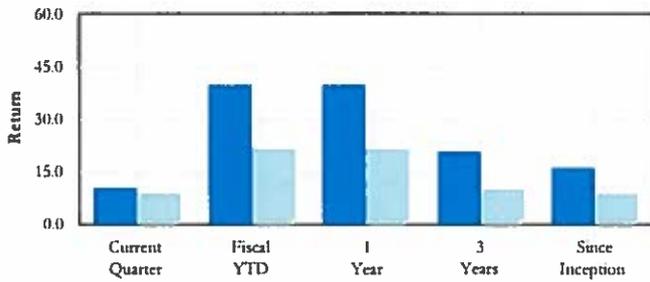
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Waxahachie Firemen's Relief & Retirement Fund

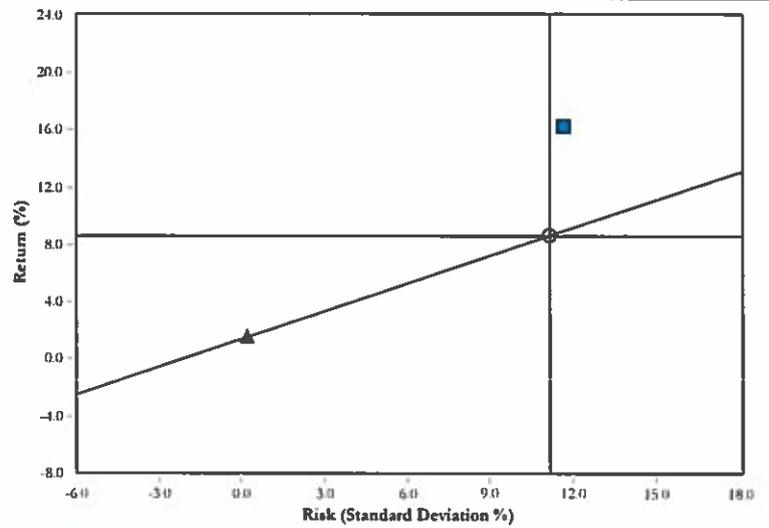
WCM - International Growth - Executive Summary

as of December 31, 2019

Manager Performance Chart



Manager Risk & Return



Manager Annualized Performance

	Current Quarter	Fiscal YTD	1 Year	3 Years	Inception 10/01/2016
WCM - International Growth	10.48	39.80	39.80	20.75	16.22
MSCI AC World ex US Net	8.92	21.51	21.51	9.87	8.65
Differences	1.56	18.29	18.29	10.88	7.57

Historic Asset Growth

	Current Quarter	Fiscal YTD	1 Year	3 Years	Inception 10/01/2016
WCM - International Growth					
Beginning Market Value	1,798	1,560	1,560	1,341	1,454
Net Contributions	-	-150	-150	-249	-248
Fees/Expenses	-6	-24	-24	-72	-77
Income	4	22	22	87	90
Gain/Loss	183	573	573	873	762
Ending Market Value	1,980	1,980	1,980	1,980	1,980

Modern Portfolio Statistics

	Return	Standard Deviation	Beta	Maximum Drawdown	Up Market Capture	Down Market Capture	Alpha	Sharpe Ratio	R-Squared	Inception Date
WCM - International Growth	16.22	11.70	0.87	-12.80	108.86	58.26	8.32	1.22	0.69	10/01/2016
MSCI AC World ex US Net	8.65	11.16	1.00	-18.72	100.00	100.00	0.00	0.66	1.00	10/01/2016

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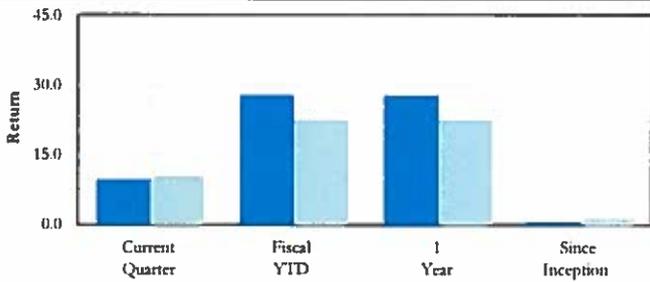
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Waxahachie Firemen's Relief & Retirement Fund

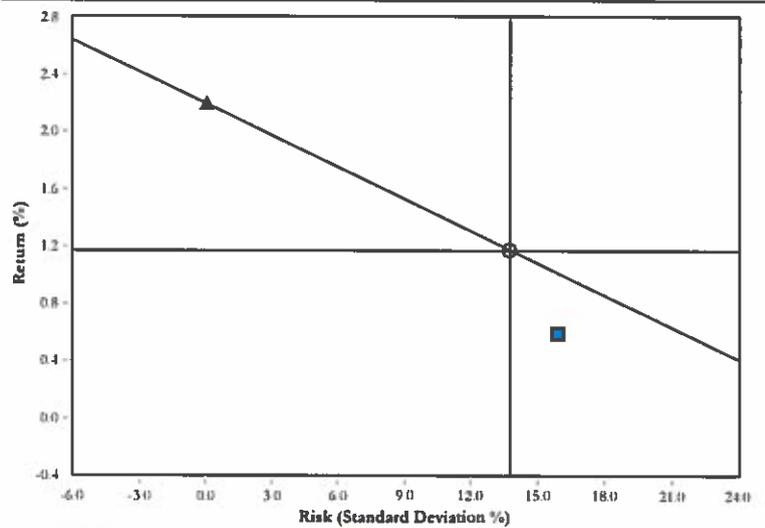
Victory Trivalent - International SMID Cap Core - Executive Summary

as of December 31, 2019

Manager Performance Chart



Manager Risk & Return



Manager Annualized Performance

	Current Quarter	Fiscal YTD	1 Year	Inception 06/01/2018
Victory Trivalent - Intl SMID	9.81	27.67	27.67	0.59
MSCI ACWI x USA SMID Net	10.28	22.36	22.36	1.17
Differences	-0.47	5.31	5.31	-0.58

Historic Asset Growth

	Current Quarter	Fiscal YTD	1 Year	Inception 06/01/2018
Victory Trivalent - Intl SMID				
Beginning Market Value	950	755	755	815
Net Contributions	1	76	76	202
Fees/Expenses	-1	-6	-6	-8
Income	19	19	19	44
Gain/Loss	74	199	199	-10
Ending Market Value	1,043	1,043	1,043	1,043

Modern Portfolio Statistics

	Return	Standard Deviation	Beta	Maximum Drawdown	Up Market Capture	Down Market Capture	Alpha	Sharpe Ratio	R-Squared	Inception Date
Victory Trivalent - Intl SMID	0.59	15.93	1.12	-20.94	103.00	104.79	-0.51	-0.02	0.95	06/01/2018
MSCI ACWI x USA SMID Net	1.17	13.81	1.00	-16.75	100.00	100.00	0.00	0.00	1.00	06/01/2018

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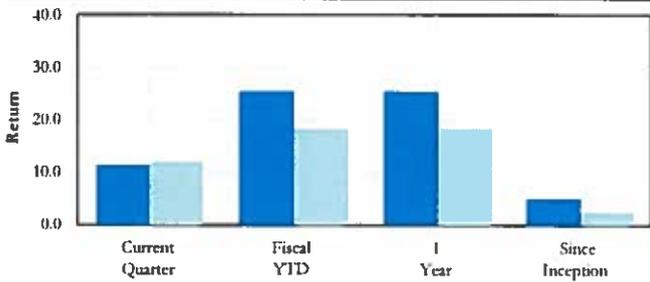
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Waxahachie Firemen's Relief & Retirement Fund

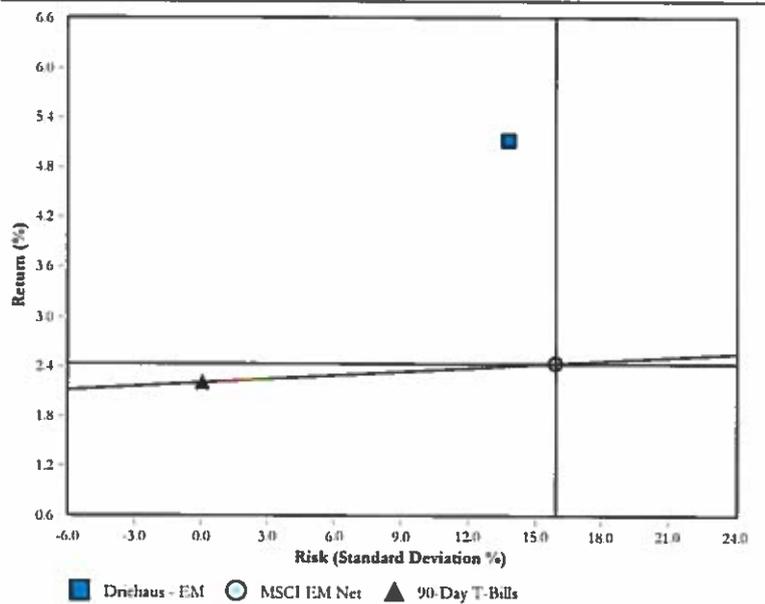
Driehaus - Emerging Markets - Executive Summary

as of December 31, 2019

Manager Performance Chart



Manager Risk & Return



Manager Annualized Performance

	Current Quarter	Fiscal YTD	1 Year	Inception 06/01/2018
Driehaus - EM	11.52	25.55	25.55	5.13
MSCI EM Net	11.84	18.42	18.42	2.43
Differences	-0.32	7.13	7.13	2.70

Historic Asset Growth

	Current Quarter	Fiscal YTD	1 Year	Inception 06/01/2018
Driehaus - EM				
Beginning Market Value	1,290	1,053	1,053	1,222
Net Contributions	2	108	108	112
Fees/Expenses	-2	8	-8	-12
Income	15	15	15	61
Gain/Loss	134	271	271	56
Ending Market Value	1,439	1,439	1,439	1,439

Modern Portfolio Statistics

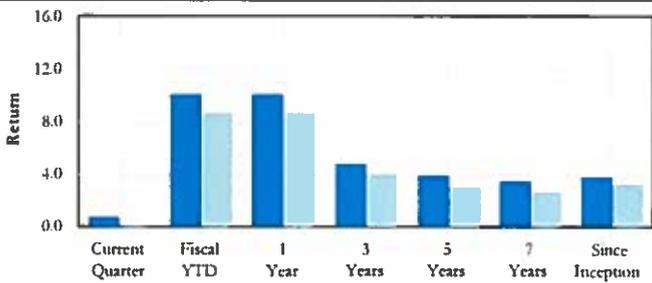
	Return	Standard Deviation	Beta	Maximum Drawdown	Up Market Capture	Down Market Capture	Alpha	Sharpe Ratio	R-Squared	Inception Date
Driehaus - EM	5.13	13.85	0.85	-14.21	92.28	79.67	2.8%	0.27	0.95	06/01/2018
MSCI EM Net	2.43	15.96	1.00	-13.46	100.00	100.00	0.00	0.09	1.00	06/01/2018

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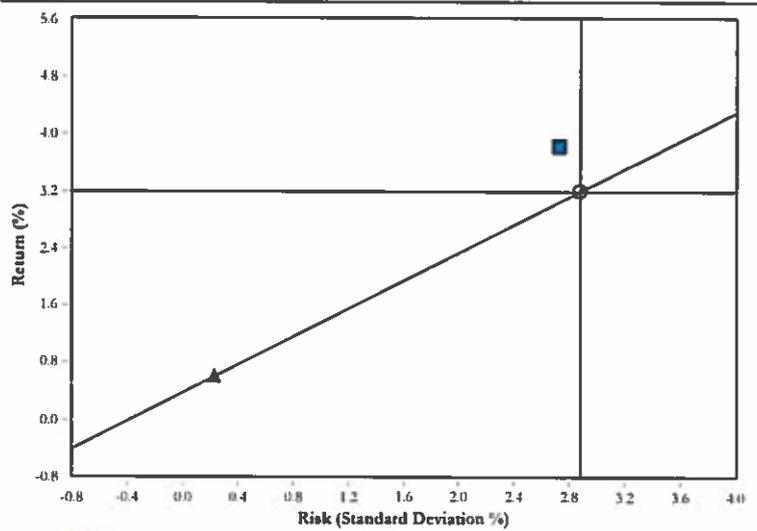
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Waxahachie Firemen's Relief & Retirement Fund
Federated Investors - Fixed Income - Executive Summary
 as of December 31, 2019

Manager Performance Chart



Manager Risk & Return



Manager Annualized Performance

	Current Quarter	Fiscal YTD	1 Year	3 Years	5 Years	7 Years	Inception 11/01/2010
Federated Investors - Fixed Income	0.69	10.14	10.14	4.81	3.86	3.42	3.83
Barclays Aggregate	0.18	8.72	8.72	4.03	3.05	2.72	3.19
Differences	0.51	1.42	1.42	0.78	0.81	0.70	0.64

Historic Asset Growth

	Current Quarter	Fiscal YTD	1 Year	3 Years	5 Years	7 Years	Inception 11/01/2010
Federated Investors - Fixed Income	2,247	2,021	2,021	1,452	1,547	3,425	2,518
Beginning Market Value	-	50	50	573	434	-1,529	-908
Net Contributions	-5	-19	-19	-51	-79	-138	-194
Fees/Expenses	14	62	62	147	214	391	605
Income	1	143	143	136	141	108	237
Gain/Loss	2,257	2,257	2,257	2,257	2,257	2,257	2,257
Ending Market Value							

Modern Portfolio Statistics

	Return	Standard Deviation	Beta	Maximum Drawdown	Up Market Capture	Down Market Capture	Alpha	Sharpe Ratio	R-Squared	Inception Date
Federated Investors - Fixed Income	3.83	2.74	0.88	-3.55	102.66	80.43	0.99	1.18	0.87	11/01/2010
Barclays Aggregate	3.19	2.88	1.00	-3.67	100.00	100.00	0.00	0.90	1.00	11/01/2010

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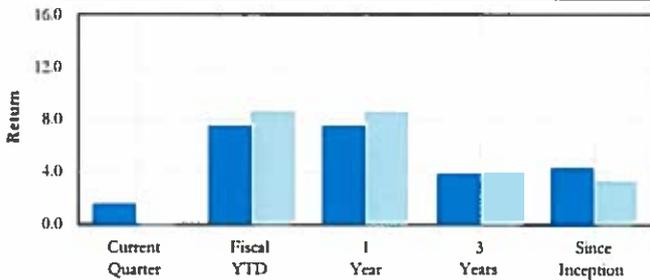
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Waxahachie Firemen's Relief & Retirement Fund

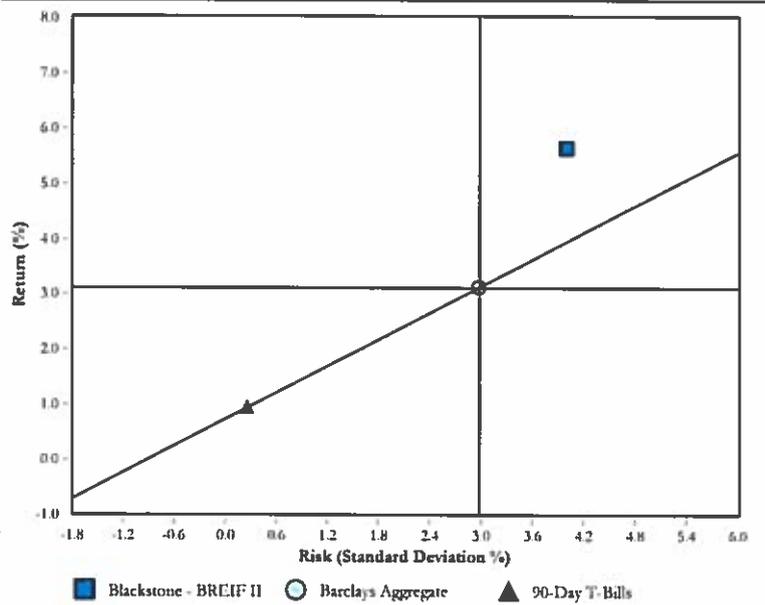
Blackrock - Strategic Income - Executive Summary

as of December 31, 2019

Manager Performance Chart



Manager Risk & Return



Manager Annualized Performance

	Current Quarter	Fiscal YTD	1 Year	3 Years	Inception 03/01/2016
Blackrock - Strategic Income	1.59	7.61	7.61	3.93	4.33
Barclays Aggregate	0.18	8.72	8.72	-4.03	3.28
Differences	1.41	-1.11	-1.11	-0.10	1.05

Historic Asset Growth

	Current Quarter	Fiscal YTD	1 Year	3 Years	Inception 03/01/2016
Blackrock - Strategic Income					
Beginning Market Value	2,106	1,917	1,917	1,429	1,319
Net Contributions	3	88	88	535	587
Fees/Expenses	-3	-13	-13	-35	-42
Income	21	72	72	186	221
Gain/Loss	13	75	75	25	54
Ending Market Value	2,140	2,140	2,140	2,140	2,140

Modern Portfolio Statistics

	Return	Standard Deviation	Beta	Maximum Drawdown	Up Market Capture	Down Market Capture	Alpha	Sharpe Ratio	R-Squared	Inception Date
Blackrock - Strategic Income	4.33	1.65	0.13	-2.01	60.88	-33.59	3.88	1.73	0.06	03/01/2016
Barclays Aggregate	3.28	3.07	1.00	-3.28	100.00	100.00	0.00	0.64	1.00	03/01/2016

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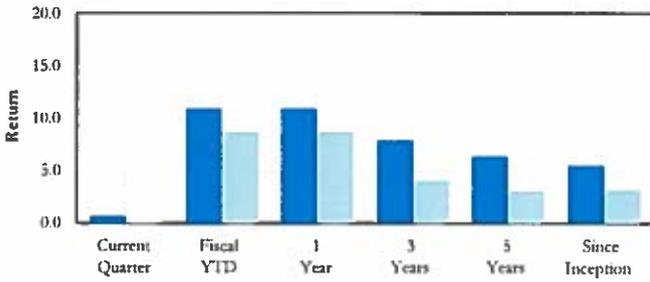
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Waxahachie Firemen's Relief & Retirement Fund

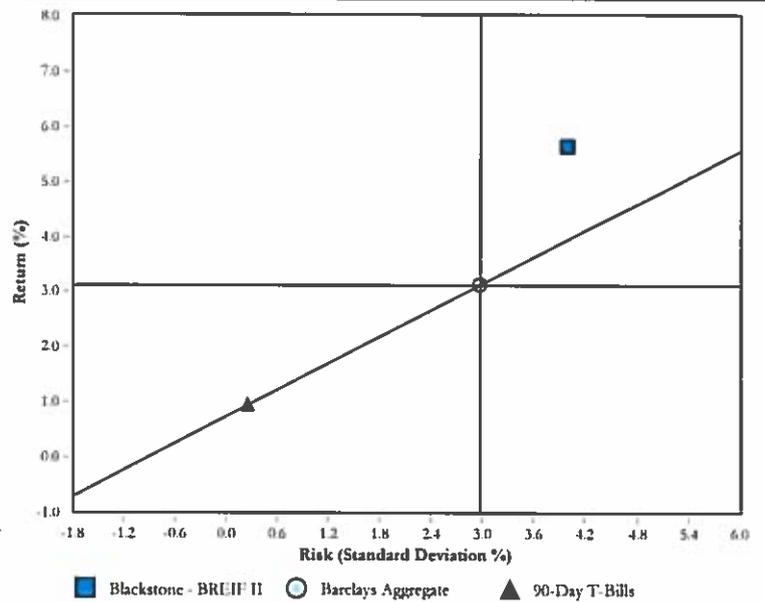
Blackstone - BREIF II - Executive Summary

as of December 31, 2019

Manager Performance Chart



Manager Risk & Return



Manager Annualized Performance

	Current Quarter	Fiscal YTD	1 Year	3 Years	5 Years	Inception 07/01/2014
Blackstone - BREIF II	0.70	11.04	11.04	7.94	6.42	5.62
Barclays Aggregate	0.18	8.72	8.72	4.03	3.05	3.13
Differences	0.52	2.32	2.32	3.91	3.37	2.49

Historic Asset Growth

	Current Quarter	Fiscal YTD	1 Year	3 Years	5 Years	Inception 07/01/2014
Blackstone - BREIF II						
Beginning Market Value	2,142	1,942	1,942	1,659	1,459	1,389
Net Contributions	3	13	13	102	196	291
Fees/Expenses	-3	-13	-13	-37	-61	-63
Income	-	-	-	-	-	-
Gain/Loss	15	214	214	433	563	540
Ending Market Value	2,157	2,157	2,157	2,157	2,157	2,157

Modern Portfolio Statistics

	Return	Standard Deviation	Beta	Maximum Drawdown	Up Market Capture	Down Market Capture	Alpha	Sharpe Ratio	R-Squared	Inception Date
Blackstone - BREIF II	5.62	4.02	-0.10	-7.20	54.57	-102.76	6.02	1.15	0.01	07/01/2014
Barclays Aggregate	3.13	2.98	1.00	-3.28	100.00	100.00	0.00	0.74	1.00	07/01/2014

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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
Blackrock - Strategic Income	1.45	6.93	6.93	3.25	--	--	3.66	03/01/2016
Blackstone - BREIF II	0.55	10.33	10.33	7.24	5.68	--	4.92	07/01/2014
Delaware - Domestic LCV	6.52	19.49	19.49	9.58	8.24	12.34	8.34	04/01/2004
Delaware - International Value	8.95	19.05	19.05	8.35	5.00	4.86	5.26	04/01/2004
Driehaus - EM	11.36	24.76	24.76	--	--	--	4.49	06/01/2018
Federated Investors - Fixed Income	0.48	9.18	9.18	3.87	2.93	--	2.90	11/01/2010
Kayne Anderson - SMID Core	--	--	--	--	--	--	6.54	11/01/2019
Omnibus Cash Account	0.51	3.27	3.27	2.18	1.34	53.99	32.49	03/01/2004
Polen - Large Cap Growth	10.25	37.31	37.31	--	--	--	23.02	04/01/2018
Vanguard Index Fund - LCG	9.70	35.87	35.87	--	--	--	14.41	12/01/2017
Vanguard Index Fund - LCV	7.84	23.90	23.90	--	--	--	8.61	12/01/2017
Victory Trivalent - Intl SMID	9.66	26.87	26.87	--	--	--	-0.04	06/01/2018
WCM - International Growth	10.12	37.94	37.94	19.11	--	--	14.62	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

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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 Comingled 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.

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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 these 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).

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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 client's 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.investmentmetrics.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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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.

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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.

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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>> or from your Financial Advisor/Private Wealth Advisor

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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.

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RETIREMENT
HORIZONS
INCORPORATED

BILL TO
Waxahachie Firemen's Relief & Retirement ATTN: Gary Myers PO Box 1045 Waxahachie, TX 75168

Invoice

INVOICE #	PROJECT	
38527	Actuarial Valuation	
DATE	TERMS	DUE DATE
3/26/2019	Net 20	4/15/2019

ITEM	DESCRIPTION	QTY	RATE	AMOUNT
Analysis	Completion of actuarial valuation	36.75	200.00	7,350.00
Analysis	GASB No. 68, requested by City	1	1,000.00	1,000.00
	3/11/19: Travel to Waxahachie Board Meeting		255.30	255.30
Please mail payment to address below - Attention: Controller. Thank you. Tax ID 76-0551734			Total	\$8,605.30

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HELEN R DUVALL CPA, PLLC
117 Misty Morning
League City, TX 77573
(832) 620-0424



INVOICE

Invoice Date: 01/07/2020
Invoice Number: 2020004

Waxahachie Firemens Relief & Retirement Fund
407 Water Street
Waxahachie, TX 75165

Summary of Services January - December 2019:

Description

Annual report; schedule investment fees; assist auditor and actuary	\$ 550.00
Investment accounting: October 2017 - September 2018	<u>1,800.00</u>
Total Services:	<u><u>\$2,350.00</u></u>