

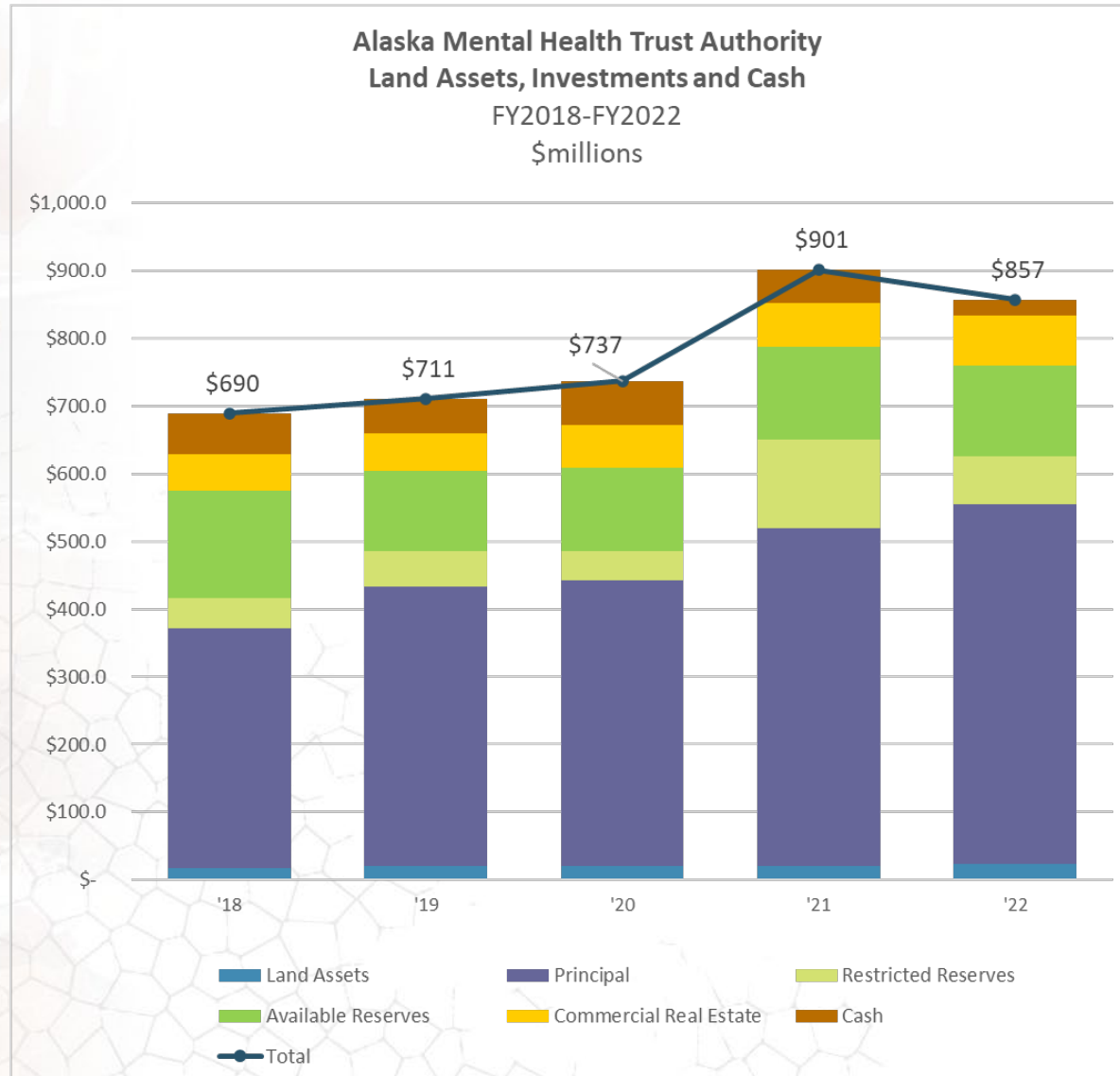
Trust

Alaska Mental Health
Trust Authority

Trust Authority FY2022 Performance Review

October 19, 2022 Finance Committee

FY22 assets under management declined 5% after record FY21 returns.



\$857mm assets under management, of which \$531mm cash principal and \$23mm land assets

FY2022 Highlights

\$(35.1)mm financial investment earnings

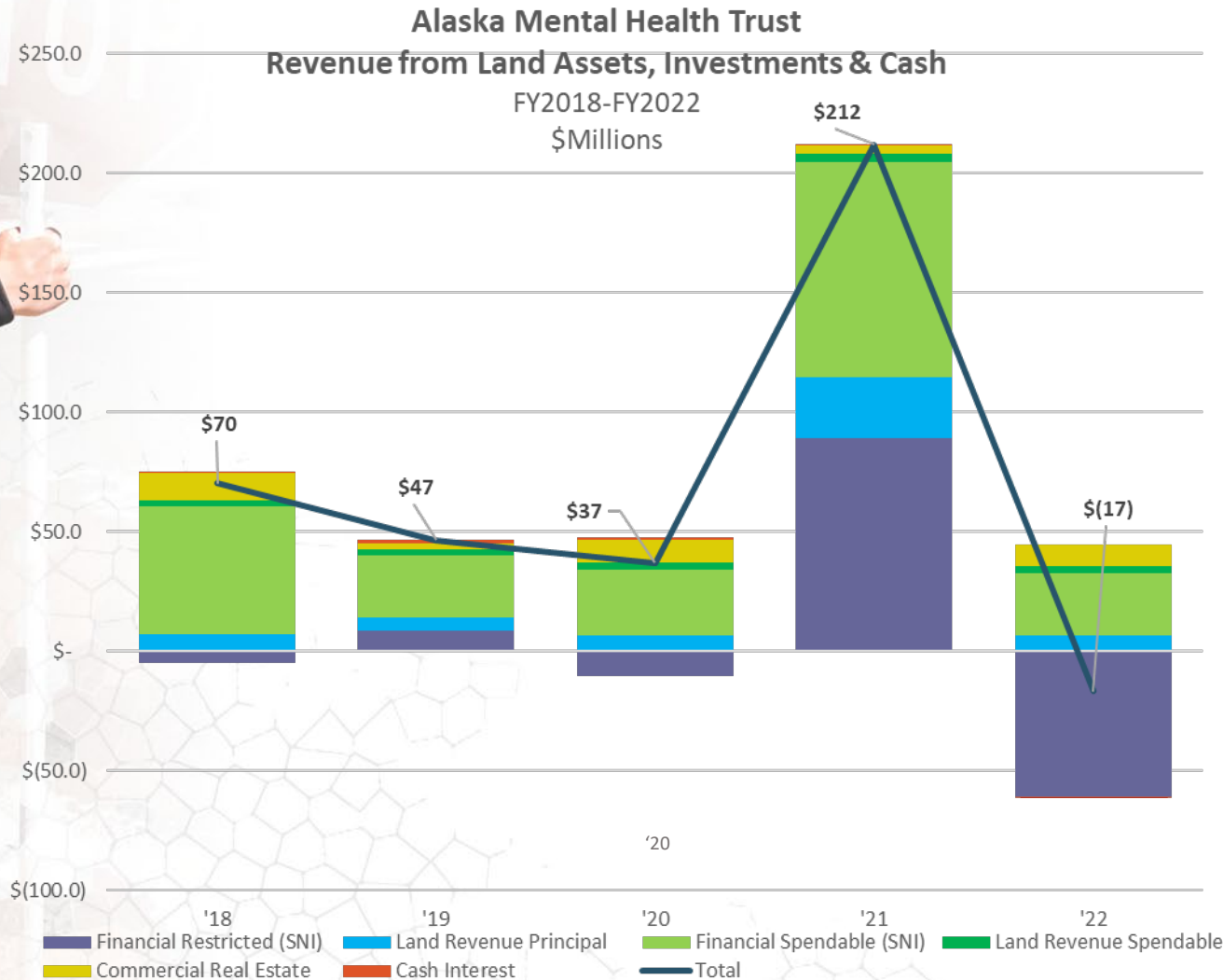
\$2.8mm investments in Land

\$7.5mm CRE equity gain

\$7.2mm transfers to principal

\$(23.7)mm reduction in large cash-on-hand balance

The Trust's decline in FY22 net position was due to investment losses in financial assets under management



Total Revenue was \$(13mm), of which \$(17mm) was from core revenue sources

Average investment revenue over time remains strong despite volatility in public financial markets

FY2022 Highlights

Revenue:

APFC \$(27mm)

DOR \$(9mm)

TLO \$10mm

CRE \$9mm

Note: Audited financials. Commercial Real Estate=Distributions + unrealized gains

The Trust's investment managers generally beat benchmarks in a tough investment environment

Asset Management	Return	Initial Target	Benchmark
APFC Trust & Reserves	-1.32%	-1.45% Lo 5.86% Mid 14.68% Hi	Passive: -14.64% Performance: -3.24% Return Objective, CPI + 5%: 14.06%
DOR Reserves	-13.27%	5%	-13.41%
GeFONSI	-1.47%	0.27%	-1.44%
CRE			
Earnings	5.18%		4.20%
Distributions	2.33%		
Asset Appreciation	13.7%		17.2% (6.8% Office)
TLO Land (excludes CRE)	5.01% over Plan	\$9.4MM	Plan



FY22 performance reflects strong management in volatile markets

- Despite volatile markets, the Trust's long-term performance is upward trending
- FY23 sees a \$1.9mm increase in payout compared to FY22 due to four-year averaging



Trustee Comments & Discussion

