

[View in French](#)



Newsletter

www.retirewithgary.com

Share Our Newsletter With Family and Friends

Please feel free to share this newsletter with friends and relatives. If they would like to receive our newsletter, they can subscribe by [clicking here](#) or email me at Gary.pawliczek@lpl.com and put "Newsletter" in the subject line. We are happy to send the newsletter even if they are not a client of ours! Make sure to visit www.retirewithgary.com and read our latest blogs!

Gary Pawliczek CFP®

Gary.pawliczek@lpl.com

www.retirewithgary.com

[Book With Gary](#)

Worthwhile Topics

[Weekly Market Commentary - HOW MUCH OF A PROBLEM IS CONCENTRATED LEADERSHIP? - 05/30/23](#)

[Weekly Market Commentary - CLOSING OUT OUR EQUITIES OVERWEIGHT - 06/05/23](#)

[Weekly Market Commentary - FOMC PREVIEW: SKIP PAUSE OR HIKE? - 06/12/23](#)

Content in this material is for general information only and not intended to provide specific advice or recommendations for any individual. All performance referenced is historical and is no guarantee of future results.

The economic forecasts set forth in this material may not develop as predicted.

This information is not intended to be a substitute for specific individualized tax advice. We suggest that you discuss your specific tax issues with a qualified tax advisor.



Debt Ceiling Drama Is Behind Us


Every so often Washington likes to remind us how hard it can be to get things accomplished. The most recent example is the debt ceiling—the amount Congress can borrow to pay its bills. It seems like we have this debate every few years and in the end a deal is made, which is just what happened this time. Considering equity markets never really reacted to the drama, perhaps this is a good reminder that focusing on long-term objectives is the best strategy, even amid a fair amount of market noise.

With the debt ceiling drama behind us, markets will likely return their attention to topics such as inflation, the health of the economy, and the Federal Reserve (Fed)—who is scheduled to meet June 14-15. Expectations are that they will not raise short-term interest rates for the first time in 10 meetings. The Fed has done a lot of heavy lifting already—raising short-term interest rates by 5% in just over a year. Since rate hikes tend to have a long and variable lag, the Fed wants to see how those rate hikes more fully flow through the economy before its next move.

The Fed's goal has been to elevate the fed funds rate and make the cost of borrowing money prohibitively expensive, to slow aggregate demand. While this has exposed some cracks in the regional banking sector, it should allow inflationary pressures to abate. But then what? After winning its fight with inflation, the Fed is expected to start cutting rates early next year. Just as the aggressive rate-hiking cycle took Treasury yields higher, interest rate cuts will take Treasury (and other bond market) yields lower. Both lower inflation and an end to rate increases could be welcome news for core bonds, especially intermediate core bonds, which have tended to perform well after rate-hiking campaigns. Investors may be better served by looking in these higher yields before they're gone. Only time will tell, but it feels like we're finally on a path to lower interest rates and the end of this inflationary cycle.

Of course there will be other challenges to deal with, that's just the dynamic nature of the market. But in the meantime, returning to the familiar—lower rates and the end of inflation—is something we can all rally around.

Check Out Our Blogs




3 Reasons to Rethink Your Retirement Plan

www.retirewithgary.com

Retirement planning is not a one-and-done deal. It's important to reevaluate your plan every now and then. Here are three reasons why you should revisit your retirement plan today!

[Read More](#)



How To Improve Retirement Confidence In Today's Uncertain Economy

www.retirewithgary.com

Don't let an uncertain economy stop you from enjoying a comfortable retirement! Check out our latest blog for tips on how to improve your retirement confidence today.

[Read More](#)

Subscribe to the LPL Research Blog

LPLResearch.com is the official Research blog of LPL Financial. Click the button below, enter your email address and receive notifications of new posts by email.

[Subscribe](#)



Questions about your retirement portfolio? Click below to request 15-, 30- or 60-Minute one-on-one complimentary consultation with Gary

Book an Appointment



Important Information

For a list of descriptions of the indexes and economic terms referenced, please visit our website at research.com/definitions.

All data is provided as of June 6, 2023
Tracking # 1-05372704

[Privacy Policy](#) | [LPL.com](#)

Securities and advisory services offered through LPL Financial, a registered investment advisor.
Member [SIPC](#).

The information contained in this e-mail message is being transmitted to and is intended for the use of only the individual(s) to whom it is addressed. If the reader of this message is not the intended recipient, you are hereby advised that any dissemination, distribution or copying of this message is strictly prohibited. If you have received this message in error, please immediately delete.

Gary Pawliczek - LPL Financial, 715 Sullivan Rd, Avondale, Pennsylvania 19311, United States,
(610) 583-5853
[Introduction](#), [Security](#), [Testimonials](#)