



## Investments Pool Update: Month of March 31, 2018

### Markets

- Although fundamentals remained strong, threats to trade, political turmoil and an advancing business cycle all contributed to significant market volatility with the S&P 500 Index, posting its first negative quarter since 2015. This increased volatility will become a more significant concern if it migrates to other asset classes, but strong growth, low inflation, and the recent tax cuts suggest there still is room for risk assets to perform well.
- The Fed raised the Federal Funds rate by 25 basis points during the month, lifting the target range to 1.50% -1.75%. Current Fed projections suggest a continuation of the gradual pace with only two more 25-basis-point increases anticipated this year. The end result was a decline in 10-year Treasury yields during the month, from 2.90% to about 2.75%.
- The returns for Real Assets were mixed in March, as the *Bloomberg Commodities Index* declined -0.6% and the *Dow Jones Brookfield Global Listed Infrastructure Index* gained +1.12%.

### Pool & Market Performance Estimates

Total Investment Return net of fees, in %	Past Month	Quarter- to-Date	Cal. Year- to-Date	Past 1 Year	Past 3 Years	Past 5 years	Since Incep.**
<b>Moderate-Term Pool:</b>							
<b>Growth &amp; Income Pool</b>	<b>-0.8</b>	<b>-0.5</b>	<b>-0.5</b>	<b>7.4</b>	<b>4.4</b>	<b>5.5</b>	<b>6.3</b>
<i>Custom Benchmark</i>	-0.5	-0.7	-0.7	8.2	5.0	5.3	5.8
<i>50/50 U.S. Stocks/Bonds*</i>	-1.0	-1.0	-1.0	7.5	6.0	7.6	9.1
<b>Longer-Term Pools:</b>							
<b>Growth Pool</b>	<b>-1.6</b>	<b>-0.5</b>	<b>-0.5</b>	<b>11.0</b>	<b>6.6</b>	<b>8.0</b>	<b>8.2</b>
<i>Custom Benchmark</i>	-1.2	-0.6	-0.6	11.7	6.8	7.5	7.2
<b>Passive Growth Pool</b>	<b>-1.3</b>	<b>-0.6</b>	<b>-0.6</b>	<b>11.4</b>	<b>7.5</b>	<b>8.9</b>	<b>10.2</b>
<i>75/25 U.S. Stocks/Bonds*</i>	-1.7	-0.9	-0.9	10.7	8.4	10.4	12.2
<b>Shorter-Term Pools:</b>							
<b>Income Pool</b>	<b>0.0</b>	<b>0.4</b>	<b>0.4</b>	<b>6.5</b>	<b>4.6</b>	<b>5.5</b>	<b>6.2</b>
<i>Custom Benchmark</i>	0.0	-1.3	-1.3	6.2	3.8	4.3	5.1
<b>Passive Income Pool</b>	<b>-0.3</b>	<b>-1.0</b>	<b>-1.0</b>	<b>4.3</b>	<b>3.3</b>	<b>4.1</b>	<b>5.6</b>
<i>25/75 U.S. Stocks/Bonds*</i>	-0.2	-1.2	-1.2	4.3	3.6	4.7	6.0
<b>Money Market (Cash) Pool:</b>							
<b>Money Market Pool</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>1.2</b>
<i>91-Day T-Bills</i>	0.1	0.3	0.3	1.1	0.5	0.3	1.2
<b>Market Indices:</b>							
S&P 500 (U.S. Large Cap)	-2.5	-0.8	-0.8	14.0	10.8	13.3	
Russell 2000 (U.S. Sm. Cap)	1.3	-0.1	-0.1	11.8	8.4	11.5	
MSCI ACWI IMI (Global)	-1.9	-0.9	-0.9	15.1	8.3	9.3	
MSCI EAFE (International)	-1.8	-1.5	-1.5	14.8	5.6	6.5	
MSCI EM (Emerging Mkts.)	-1.9	1.4	1.4	24.9	8.8	5.0	
Bloomberg Bar. U.S. Agg.	0.6	-1.5	-1.5	1.2	1.2	1.8	
Bloomberg Commodity	-0.6	-0.4	-0.4	3.7	-3.2	-8.3	

Performance longer than one year is annualized.

\* U.S. Stocks represented by S&P 500, U.S. Bonds represented by Bloomberg Barclays Agg. Index

\*\*The investment pools were established July 1, 2010.

**Performance Commentary for Pools, Past Month**

Moderate-Term Pool:

- **The Growth & Income Pool declined by 0.8%**, and underperformed its custom benchmark. Global equity managers Dodge & Cox and Wellington were the worst performers on an absolute and relative basis.

Long-Term Pools:

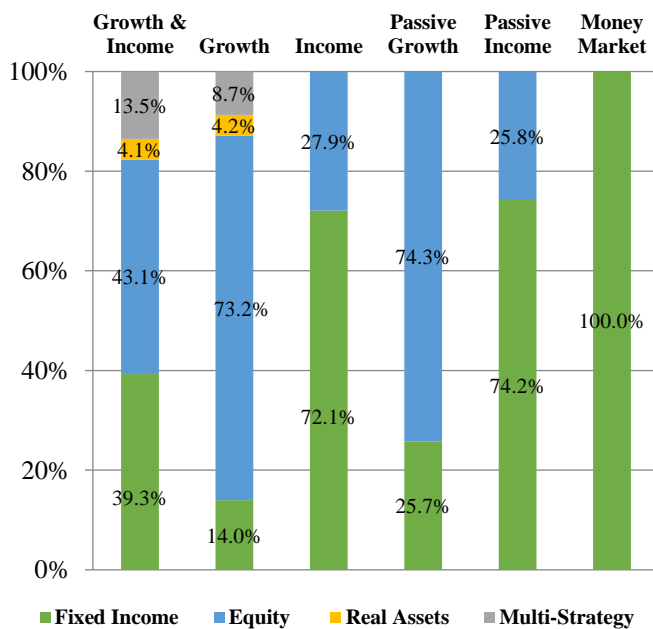
- **The Growth Pool declined 1.6%**, and underperformed its custom benchmark. Domestic equities were the main detractors on an absolute basis.
- **The Passive Growth Pool declined 1.3%**, but outperformed its simple benchmark by +40 bps.

Shorter-Term Pools:

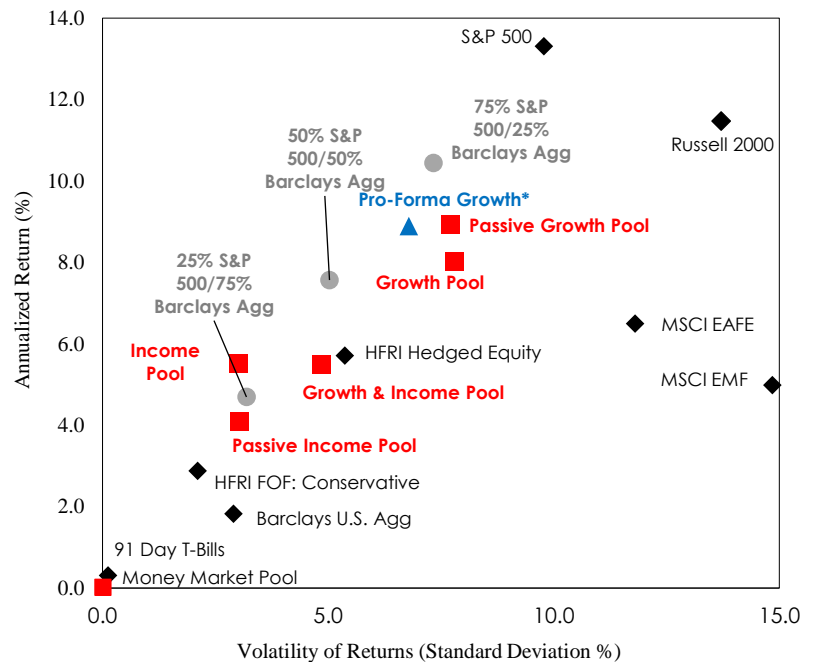
- **The Income Pool (+0.0%) was flat**, and in-line with its custom benchmark.
- **The Passive Income Pool declined 0.3%**, and lagged its simple benchmark by 10 bps.

**Pool Asset Allocation & Risk as of Month-End**

**Asset Allocation by Pool**



**Risk/Return Past 5 Years<sup>1</sup>**



<sup>1</sup> Performance is net of fees, using actual Foundation manager performance beginning July 1, 2010. U.S. Stocks =S&P 500, U.S. Bonds = Bloomberg Barclays Agg. Index

\*The Pro-Forma Growth Composite represents 5 years of returns using the current mix of managers in the Growth Pool. NOTES TO HYPOTHETICAL INFORMATION: This material contains certain hypothetical performance and portfolio information. No representation is made about the overall hypothetical portfolios or their suitability or potential benefits for any client or investor and no advice or recommendation is given with respect to such hypothetical portfolios and are included for illustration purposes only. The hypothetical portfolios do not represent actual client or investor accounts. Hypothetical information, including hypothetical performance results, has many inherent limitations. They are generally prepared with the benefit of hindsight, may not involve financial risk or reflect actual trading or asset allocations for any portfolio and therefore do not reflect the impact that economic and market factors may have had on the manager’s or advisor’s investment decisions for that portfolio. In fact, there are frequently sharp differences between hypothetical results and the actual record subsequently achieved. No representation is made that such portfolio’s performance would have been the same as such hypothetical results had the portfolio been in existence during such time.

Preliminary Manager Performance

Aggregate Target	Current Variance		Month	QTD	YTD	One Year	Three Years *	Five Years *	Since Inception †	Inception Date
<b>Money Market Pool</b>										
16.3%	0.6%	Cash	0.0	0.0	0.0	0.0	0.0	0.0	1.2	Dec-01
		<i>91-Day Treasury Bills</i>	0.1	0.3	0.3	1.1	0.5	0.3	1.2	Dec-01
<b>Fixed Income Pool</b>										
6.8%	0.0%	Galliard	0.6	-1.3	-1.3	1.8	1.8	2.2	4.5	Jan-06
6.1%	0.6%	TCW MetWest	0.7	-1.3	-1.3	1.2	1.3	2.1	1.9	Dec-16
		<i>Barclays Capital Aggregate Index</i>	0.6	-1.5	-1.5	1.2	1.2	1.8	4.1	Jan-06
		<i>Barclays Global Aggregate Index</i>	1.1	1.4	1.4	7.0	3.1	1.5	3.9	Jan-06
<b>Fixed Income Index Pool</b>										
3.8%	-1.0%	Vanguard Intermediate Investment Grade	0.3	1.0	1.0	3.9	2.8	3.0	4.8	Jun-10
		<i>Barclays US 5-10 Year Credit Index</i>	0.2	-2.3	-2.3	1.6	2.5	2.9	5.1	Jun-10
3.3%	-0.5%	Vanguard Short Term Bond Index	0.3	-0.5	-0.5	0.2	0.7	0.9	1.4	Mar-11
		<i>Barclays US 1-5 Year Gov/Credit Index</i>	0.2	-0.5	-0.5	0.2	0.8	1.0	1.4	Mar-11
<b>Long/Short Fixed Income Pool</b>										
2.4%	-0.1%	Rimrock	0.4	1.4	1.4	3.3	2.1	2.8	10.2	Apr-09
2.4%	-0.1%	Aurelius	1.8	5.4	5.4	4.2	3.1	5.0	5.9	Jan-10
2.0%	0.1%	Chatham	0.6	3.0	3.0	13.2	13.7	11.7	11.7	Jan-14
		<i>91 Day T-Bills +3%</i>	0.4	1.1	1.1	4.1	3.5	3.4	3.3	Apr-09
		<i>HFRI RV: Fixed Income-Corporate Index</i>	-0.1	1.0	1.0	5.4	5.1	4.3	8.2	Apr-09
<b>Domestic Equity Pool</b>										
11.3%	1.6%	Adage	-2.3	-0.7	-0.7	14.6	9.4	14.7	17.2	Mar-10
		<i>S&amp;P 500 Index</i>	-2.5	-0.8	-0.8	14.0	10.8	13.3	13.7	Mar-10
1.0%	0.0%	DFA	0.9	-1.5	-1.5	8.7	8.0	11.7	9.1	Jun-14
		<i>Russell 2000 Index</i>	1.3	-0.1	-0.1	11.8	8.4	11.5	9.6	Jun-14
<b>Global Equity Pool</b>										
4.0%	-0.1%	Dodge & Cox	-3.2	-2.7	-2.7	9.8	7.8	11.0	6.5	Jun-14
		<i>MSCI ACWI Value Index</i>	-2.2	-3.2	-3.2	8.8	6.3	7.3	4.4	Jun-14
4.0%	-0.1%	Wellington Global	-2.5	1.9	1.9	18.0	8.5	11.1	8.9	Jun-14
		<i>MSCI ACWI Index</i>	-2.1	-1.0	-1.0	14.8	8.1	9.2	6.9	Jun-14
<b>Foreign Equity Pool</b>										
0.7%	0.0%	RBC Emerging Markets	-0.8	-0.8	-0.8	20.8	7.3	--	5.8	Jul-17
		<i>MSCI Emerging Markets Index</i>	-1.9	1.4	1.4	24.9	8.8	5.0	5.3	Jan-12
1.2%	-0.1%	FMI International Fund	-1.1	-3.3	-3.3	5.6	5.5	--	5.0	Mar-15
		<i>MSCI EAFE Value Index</i>	-2.4	-2.0	-2.0	12.2	4.3	5.8	3.5	Mar-15
1.1%	-0.1%	Wellington Intl Small Cap	0.4	1.0	1.0	22.7	9.7	9.9	6.1	Jun-14
		<i>MSCI EAFE Small Cap Index</i>	-1.1	0.2	0.2	23.5	12.3	11.1	8.5	Jun-14
<b>Domestic Equity Index Pool</b>										
12.9%	-0.1%	Vanguard Large Cap Index	-2.2	-0.5	-0.5	14.3	10.9	13.3	13.0	May-10
		<i>S&amp;P 500 Index</i>	-2.5	-0.8	-0.8	14.0	10.8	13.3	13.0	May-10
1.3%	0.0%	Vanguard Small Cap Index	1.1	-0.2	-0.2	11.8	8.2	11.7	12.3	May-10
		<i>Vanguard SC Spliced Benchmark<sup>1</sup></i>	1.1	-0.2	-0.2	11.8	8.0	11.7	12.0	May-10
<b>Foreign Equity Index Pool</b>										
2.9%	-0.1%	Vanguard Developed Markets	-0.5	-1.1	-1.1	16.0	6.6	7.1	7.2	Mar-10
		<i>Vanguard Dev Mkts Spliced Benchmark<sup>2</sup></i>	-1.4	-1.8	-1.8	15.5	6.9	7.5	7.3	Mar-10
1.6%	0.0%	Vanguard Emerging Markets	-1.2	2.1	2.1	21.0	7.0	4.2	4.7	Mar-10
		<i>Vanguard EM Spliced Benchmark<sup>3</sup></i>	-2.5	1.4	1.4	21.2	7.9	5.1	5.4	Mar-10
<b>Long/Short Equity Pool</b>										
0.9%	-0.1%	Hound	1.1	2.8	2.8	6.8	-1.6	3.8	5.9	May-12
0.9%	0.0%	Eminence	2.4	1.4	1.4	7.4	4.9	7.6	7.9	May-13
0.9%	0.1%	Flowering Tree	-1.4	6.4	6.4	32.2	11.1	14.1	14.0	Nov-15
1.9%	0.1%	Pelham	-0.1	4.6	4.6	16.3	8.3	11.9	17.7	Jan-17
0.0%	0.0%	Senator (Holdback)	0.0	0.0	0.0	7.3	2.6	6.8	6.6	May-13
0.0%	0.0%	Valinor (Holdback)	-56.5	-87.6	-87.6	-87.0	-51.2	-30.8	-31.2	May-13
		<i>HFRI Hedged Equity Index</i>	-0.4	0.6	0.6	9.7	5.3	5.7	5.9	May-12
<b>Real Assets Pool</b>										
1.3%	-0.2%	Principal Diversified Real Assets	0.4	-1.4	-1.4	6.6	0.9	1.2	1.5	Jul-17
		<i>Principal Custom Real Assets Benchmark</i>	0.2	-2.2	-2.2	5.4	2.5	1.0	0.2	Jul-17
1.3%	-0.2%	Brookfield Global Infrastructure	0.0	-5.7	-5.7	-2.7	2.2	4.5	9.3	Dec-15
		<i>Dow-Jones Brookfield Global Infrastructure</i>	1.1	-5.3	-5.3	2.0	2.2	5.7	7.4	Dec-15
<b>Multi-Strategy Pool</b>										
1.5%	-0.2%	Alyeska	-0.9	-6.2	-6.2	-1.2	-1.9	5.4	-2.7	Aug-15
2.3%	0.1%	Canyon Balanced Fund	1.1	3.4	3.4	14.2	5.1	6.9	5.1	Apr-15
1.1%	-0.3%	Discovery	-3.8	-9.5	-9.5	-15.5	-2.9	-1.1	4.0	Jul-11
1.1%	-0.1%	Fir Tree	0.1	-1.2	-1.2	1.1	-2.9	0.4	3.2	Aug-11
1.1%	0.0%	Pentwater	-7.5	-1.0	-1.0	13.1	5.4	8.3	7.7	Nov-13
0.4%	-0.3%	Mount Kelleff	0.0	0.0	0.0	20.7	5.5	5.5	5.7	Jul-12
		<i>HFRI FoF: Conservative Index</i>	-0.1	0.4	0.4	3.3	1.6	2.9	2.6	Jul-11

\* Annualized

† Since Inception periods longer than one year are annualized.

Shaded performance includes that of the manager's before the Foundation's investment.

1. Russell 2000 Index through May 2003; MSCI US Small Cap 1750 Index through January 2013; CRSP US Small Cap Index thereafter.

2. MSCI EAFE Index through May 2013; FTSE Developed ex North America Index through December 2015; FTSE Developed All Cap ex US Transition Index thereafter.

3. MSCI Emerging Markets Index through January 2013; FTSE Emerging Transition Index through June 2013; FTSE Emerging Index thereafter



### Asset Allocations

	Actively Managed			Passively Managed		
	Growth & Income	Growth	Income	Passive Growth	Passive Income	Money Market
<b>Market Value (Millions)*</b>	<b>\$164.1</b>	<b>\$34.3</b>	<b>\$27.8</b>	<b>\$97.3</b>	<b>\$13.4</b>	<b>\$57.4</b>
Percent of Total	41.6%	8.7%	7.1%	24.7%	3.4%	14.6%
Fee Ratio	0.93%	0.88%	0.83%	0.06%	0.07%	0.00%
<b>Target Asset Allocation</b>						
Cash	4.0%	4.0%	4.0%	4.0%	4.0%	100.0%
Long-Only Fixed Income	26.0%	3.5%	38.0%	21.0%	71.0%	0.0%
Long/Short Fixed Income	10.0%	7.5%	33.0%	0.0%	0.0%	0.0%
<b>Total Fixed Income</b>	<b>40.0%</b>	<b>15.0%</b>	<b>75.0%</b>	<b>25.0%</b>	<b>75.0%</b>	<b>100.0%</b>
Traditional Equity	30.0%	65.0%	22.0%	75.0%	25.0%	0.0%
Long/Short Equity	10.0%	5.0%	3.0%	0.0%	0.0%	0.0%
<b>Total Equity</b>	<b>40.0%</b>	<b>70.0%</b>	<b>25.0%</b>	<b>75.0%</b>	<b>25.0%</b>	<b>0.0%</b>
<b>Total Real Assets</b>	<b>5.0%</b>	<b>5.0%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>
<b>Total Multi-Strategy</b>	<b>15.0%</b>	<b>10.0%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>
<b>Total Pool</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>
<b>Actual Asset Allocation</b>						
Cash	3.2%	3.2%	1.0%	8.9%	6.9%	100.0%
Long-Only Fixed Income	26.2%	3.4%	38.1%	16.8%	67.3%	0.0%
Long/Short Fixed Income	9.9%	7.4%	33.0%	0.0%	0.0%	0.0%
<b>Total Fixed Income</b>	<b>39.3%</b>	<b>14.0%</b>	<b>72.1%</b>	<b>25.7%</b>	<b>74.2%</b>	<b>100.0%</b>
Traditional Equity	32.6%	67.6%	24.5%	74.3%	25.8%	0.0%
Long/Short Equity	10.5%	5.5%	3.4%	0.0%	0.0%	0.0%
<b>Total Equity</b>	<b>43.1%</b>	<b>73.2%</b>	<b>27.9%</b>	<b>74.3%</b>	<b>25.8%</b>	<b>0.0%</b>
<b>Total Real Assets</b>	<b>4.1%</b>	<b>4.2%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>
<b>Total Multi-Strategy</b>	<b>13.5%</b>	<b>8.7%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>
<b>Total Pool</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>
<b>Variance (Actual Vs Target) Asset Allocation</b>						
Cash	-0.8%	-0.8%	-3.0%	4.9%	2.9%	0.0%
Long-Only Fixed Income	0.2%	-0.1%	0.1%	-4.2%	-3.7%	0.0%
Long/Short Fixed Income	-0.1%	-0.1%	0.0%	0.0%	0.0%	0.0%
<b>Total Fixed Income</b>	<b>-0.7%</b>	<b>-1.0%</b>	<b>-2.9%</b>	<b>0.7%</b>	<b>-0.8%</b>	<b>0.0%</b>
Traditional Equity	2.6%	2.6%	2.5%	-0.7%	0.8%	0.0%
Long/Short Equity	0.5%	0.5%	0.4%	0.0%	0.0%	0.0%
<b>Total Equity</b>	<b>3.1%</b>	<b>3.2%</b>	<b>2.9%</b>	<b>-0.7%</b>	<b>0.8%</b>	<b>0.0%</b>
<b>Total Real Assets</b>	<b>-0.9%</b>	<b>-0.8%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>
<b>Total Multi-Strategy</b>	<b>-1.5%</b>	<b>-1.3%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>
<b>Total Pool</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>

\* The above pool market values reflect preliminary returns that are net of fees, except where noted. They have not been verified and are subject to change.