



Investments Pool Update: Month of May 31, 2018

Markets

- Growth in the U.S. accelerated, improving from a 2.2% annual pace during the first quarter to better than a 3% annual pace (NYFED Nowcast). This lifted U.S. equity markets. Growth in other economies remained flat or slowed slightly which caused developed international markets to fall.
- Markets received good news in the form of dovish comments in the May FOMC meeting minutes. Officials appear comfortable letting inflation run temporarily above the 2% target.
- The returns for Real Assets were positive in May, as the *Bloomberg Commodities Index* gained 1.4% and the *Dow Jones Brookfield Global Listed Infrastructure Index* gained +0.7%.

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.**
Moderate-Term Pool:							
Growth & Income Pool	1.2	1.4	0.9	6.7	4.3	5.5	6.3
<i>Custom Benchmark</i>	<i>0.6</i>	<i>0.8</i>	<i>0.1</i>	<i>6.2</i>	<i>4.8</i>	<i>5.3</i>	<i>5.8</i>
<i>50/50 U.S. Stocks/Bonds*</i>	<i>1.6</i>	<i>1.4</i>	<i>0.3</i>	<i>6.9</i>	<i>6.2</i>	<i>7.5</i>	<i>9.1</i>
Longer-Term Pools:							
Growth Pool	1.1	1.7	1.2	9.9	6.5	8.1	8.2
<i>Custom Benchmark</i>	<i>0.5</i>	<i>1.1</i>	<i>0.5</i>	<i>9.6</i>	<i>6.4</i>	<i>7.5</i>	<i>7.2</i>
Passive Growth Pool	1.2	1.3	0.7	10.2	7.3	8.7	10.1
<i>75/25 U.S. Stocks/Bonds*</i>	<i>2.0</i>	<i>2.1</i>	<i>1.2</i>	<i>10.6</i>	<i>8.6</i>	<i>10.2</i>	<i>12.2</i>
Shorter-Term Pools:							
Income Pool	0.6	0.8	1.2	5.5	4.5	5.3	6.1
<i>Custom Benchmark</i>	<i>0.6</i>	<i>0.3</i>	<i>-1.0</i>	<i>3.5</i>	<i>3.7</i>	<i>4.2</i>	<i>5.1</i>
Passive Income Pool	0.7	0.4	-0.5	3.1	3.3	4.1	5.6
<i>25/75 U.S. Stocks/Bonds*</i>	<i>1.1</i>	<i>0.7</i>	<i>-0.6</i>	<i>3.2</i>	<i>3.8</i>	<i>4.7</i>	<i>5.9</i>
Money Market (Cash) Pool:							
Money Market Pool	0.0	0.0	0.0	0.0	0.0	0.0	1.2
<i>91-Day T-Bills</i>	<i>0.1</i>	<i>0.3</i>	<i>0.6</i>	<i>1.2</i>	<i>0.6</i>	<i>0.4</i>	<i>1.2</i>
Market Indices:							
S&P 500 (U.S. Large Cap)	2.4	2.8	2.0	14.4	11.0	13.0	
Russell 2000 (U.S. Sm. Cap)	6.1	7.0	6.9	20.8	11.0	12.2	
MSCI ACWI IMI (Global)	0.4	1.3	0.4	12.5	7.7	9.1	
MSCI EAFE (International)	-2.2	0.0	-1.5	8.0	4.3	5.9	
MSCI EM (Emerging Mkts.)	-3.5	-4.0	-2.6	14.0	6.2	4.5	
Bloomberg Bar. U.S. Agg.	0.7	0.0	-1.5	-0.4	1.4	2.0	
Bloomberg Commodity	1.4	4.0	3.6	11.0	-2.8	-6.6	
<i>Performance longer than one year is annualized.</i>							
<i>* U.S. Stocks represented by S&P 500, U.S. Bonds represented by Bloomberg Barclays Agg. Index</i>							
<i>**The investment pools were established July 1, 2010.</i>							

Performance Commentary for Pools, Past Month

Moderate-Term Pool:

- **The Growth & Income Pool returned 1.2%**, and led its custom benchmark. Strong relative performance from long/short equity managers led to the outperformance.

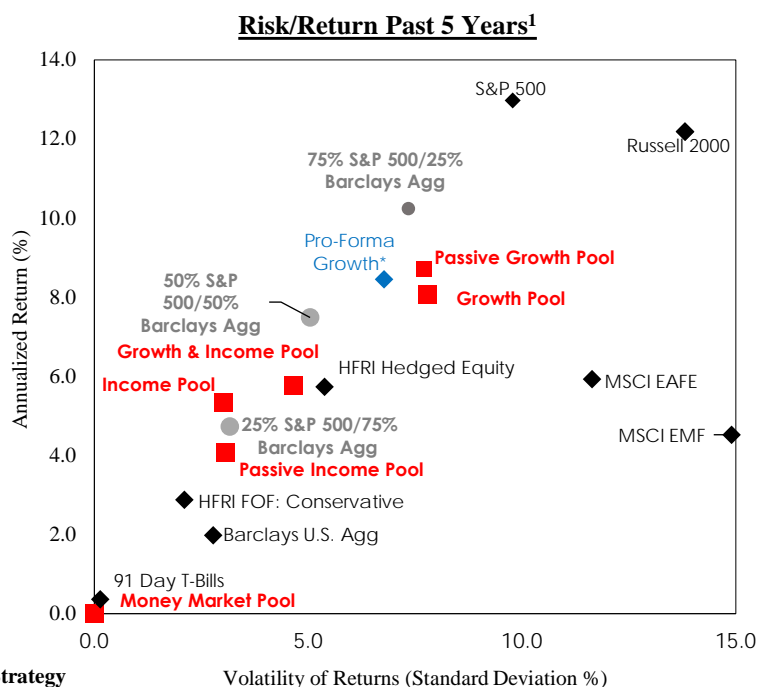
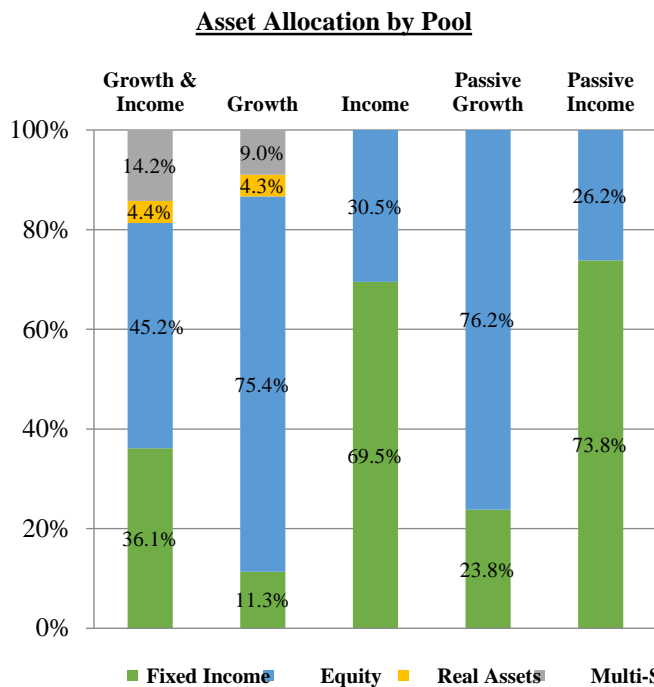
Long-Term Pools:

- **The Growth Pool gained 1.1%**, and led its custom benchmark. In addition to long/short equity managers, global and international equity manager also bolstered performance.
- **The Passive Growth Pool returned 1.2%**, trailed its simple benchmark.

Shorter-Term Pools:

- **The Income Pool returned 0.6%** and matched its custom benchmark, as strong equity performance was offset by the trailing of long/short fixed income managers.
- **The Passive Income Pool gained 0.7%**, and trailed its simple benchmark.

Pool Asset Allocation & Risk as of Month-End



¹ 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
Money Market Pool										
18.1%	-1.6%	Cash	0.0	0.0	0.0	0.0	0.0	0.0	1.2	Dec-01
		91-Day Treasury Bills	0.1	0.3	0.6	1.2	0.6	0.4	1.2	Dec-01
Fixed Income Pool										
6.6%	-0.4%	Galliard	0.7	0.0	-1.3	0.1	1.9	2.4	4.4	Jan-06
6.0%	0.2%	TCW MetWest	0.7	0.1	-1.2	-0.2	1.4	2.1	1.7	Dec-16
		Barclays Capital Aggregate Index	0.7	0.0	-1.5	-0.4	1.4	2.0	4.0	Jan-06
Fixed Income Index Pool										
3.7%	-0.5%	Vanguard Intermediate Investment Grade	0.6	-0.2	-2.0	-0.9	1.9	2.5	4.3	Jun-10
		Barclays US 5-10 Year Credit Index	0.6	-0.3	-2.6	-0.9	2.6	3.0	5.0	Jun-10
3.3%	-0.1%	Vanguard Short Term Bond Index	0.5	0.1	-0.4	-0.3	0.7	1.0	1.3	Mar-11
		Barclays US 1-5 Year Gov/Credit Index	0.5	0.2	-0.3	-0.3	0.8	1.0	1.4	Mar-11
Long/Short Fixed Income Pool										
2.3%	-0.1%	Rimrock	0.0	0.0	1.4	3.4	1.9	2.3	10.0	Apr-09
2.3%	0.0%	Aurelius	-0.2	0.8	6.2	5.1	3.2	4.2	5.9	Jan-10
2.0%	0.1%	Chatham	-0.5	1.2	4.2	12.7	13.9	11.5	11.5	Jan-14
		91 Day T-Bills +3%	0.4	0.8	1.9	4.3	3.6	3.4	3.3	Apr-09
		HFRI RV: Fixed Income-Corporate Index	-0.3	0.1	0.9	4.7	4.6	4.1	8.1	Apr-09
Domestic Equity Pool										
11.2%	1.8%	Adage	2.7	3.1	2.4	14.5	10.1	14.3	17.3	Mar-10
		S&P 500 Index	2.4	2.8	2.0	14.4	11.0	13.0	13.8	Mar-10
1.0%	0.0%	DFA	5.2	6.1	4.5	17.3	10.4	12.0	10.3	Jun-14
		Russell 2000 Index	6.1	7.0	6.9	20.8	11.0	12.2	11.1	Jun-14
Global Equity Pool										
4.0%	-0.3%	Dodge & Cox	-1.7	-1.0	-3.7	5.7	6.5	9.5	5.9	Jun-14
		MSCI ACWI Value Index	-1.4	0.0	-3.2	7.2	5.2	6.7	4.2	Jun-14
4.0%	0.0%	Wellington Global	1.8	2.2	4.1	16.0	8.0	10.6	9.1	Jun-14
		MSCI ACWI Index	0.1	1.7	0.1	11.8	7.5	8.9	6.9	Jun-14
Foreign Equity Pool										
0.7%	-0.1%	RBC Emerging Markets MSCI	-4.6	-4.9	-5.7	8.3	5.0	--	7.3	Jul-17
		Emerging Markets Index	-3.5	-4.0	-2.6	14.0	6.2	4.5	4.7	Jan-12
1.2%	0.0%	Boston Partners	-2.1	-1.8	-4.1	5.1	3.4	--	-2.1	May-18
		MSCI EAFE Index	-2.2	-0.0	-1.5	8.0	4.3	5.9	-2.2	May-18
1.0%	-0.1%	Wellington Int'l Small Cap	-0.5	-0.6	0.3	12.7	7.9	8.9	5.6	Jun-14
		MSCI EAFE Small Cap Index	-1.0	0.4	0.6	14.7	10.3	10.9	8.2	Jun-14
Domestic Equity Index Pool										
12.6%	0.3%	Vanguard Large Cap Index	2.4	2.8	2.3	14.7	11.1	13.0	13.1	May-10
		S&P 500 Index	2.4	2.8	2.0	14.4	11.0	13.0	13.1	May-10
1.3%	0.1%	Vanguard Small Cap Index	5.1	5.4	5.2	18.2	10.0	12.1	12.7	May-10
		Vanguard SC Spliced Benchmark ¹	5.1	5.4	5.2	18.2	9.8	12.0	12.5	May-10
Foreign Equity Index Pool										
2.9%	-0.1%	Vanguard Developed Markets	-1.6	-0.1	-1.1	9.5	5.2	6.7	7.0	Mar-10
		Vanguard Dev Mkts Spliced Benchmark ²	-1.9	0.3	-1.5	9.4	5.6	7.0	7.2	Mar-10
1.5%	0.0%	Vanguard Emerging Markets	-2.8	-4.8	-2.9	12.1	3.8	3.7	4.0	Mar-10
		Vanguard EM Spliced Benchmark ³	-3.2	-4.2	-3.0	12.2	4.8	4.5	4.7	Mar-10
Long/Short Equity Pool										
0.9%	-0.1%	Hound	3.9	1.6	4.5	3.2	-2.5	3.3	6.0	May-12
0.9%	0.0%	Eminence	2.2	0.8	2.2	4.5	5.5	7.5	7.8	May-13
0.9%	0.2%	Flowering Tree	1.9	2.6	9.1	30.1	10.9	14.1	14.2	Nov-15
1.8%	0.2%	Pelham	1.9	3.7	8.5	12.7	7.4	11.3	18.5	Jan-17
0.0%	0.0%	Senator (Holdback)	0.0	0.0	0.0	4.8	2.1	6.2	6.4	May-13
0.0%	0.0%	Valinor (Holdback)	-0.1	-0.6	-87.2	-87.2	-51.8	-30.8	-30.4	May-13
		HFRI Hedged Equity Index	1.6	2.0	2.3	10.4	4.9	5.7	6.0	May-12
Real Assets Pool										
1.3%	-0.1%	Principal Diversified Real Assets	0.5	2.6	1.2	8.6	1.4	2.1	7.0	Jul-17
		Principal Custom Real Assets Benchmark	0.4	2.5	0.2	7.0	2.8	2.0	7.3	Jul-17
1.3%	-0.1%	Brookfield Global Infrastructure	0.7	3.6	-2.3	-1.5	2.8	5.0	10.2	Dec-15
		Dow-Jones Brookfield Global Infrastructure	0.7	3.3	-3.1	-1.1	1.2	5.5	7.0	Dec-15
Multi-Strategy Pool										
1.5%	-0.1%	Alyeska	2.3	3.2	-3.1	1.8	-1.4	5.6	-1.4	Aug-15
2.2%	0.2%	Canyon Balanced Fund	1.0	0.6	1.5	9.0	3.3	5.5	4.2	Apr-15
1.1%	-0.2%	Discovery	10.7	8.6	-1.7	-1.8	-0.1	0.2	5.2	Jul-11
1.1%	-0.1%	Fir Tree	0.2	-1.3	-2.5	-1.6	-4.3	-0.5	2.9	Aug-11
1.1%	0.1%	Pentwater	0.8	4.3	3.3	15.5	4.8	8.2	8.4	Nov-13
0.4%	-0.3%	Mount Kellett	0.0	0.0	7.0	34.6	9.4	7.8	7.5	Jul-12
		HFRI FoF: Conservative Index	0.9	1.4	2.0	4.3	1.8	2.9	2.7	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
Market Value (Millions)*	\$167.3	\$35.2	\$27.3	\$96.5	\$13.6	\$67.3
Percent of Total	41.1%	8.6%	6.7%	23.7%	3.3%	16.5%
Fee Ratio	0.97%	0.91%	0.84%	0.06%	0.07%	0.00%
Target Asset Allocation						
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%
Total Fixed Income	40.0%	15.0%	75.0%	25.0%	75.0%	100.0%
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%
Total Equity	40.0%	70.0%	25.0%	75.0%	25.0%	0.0%
Total Real Assets	5.0%	5.0%	0.0%	0.0%	0.0%	0.0%
Total Multi-Strategy	15.0%	10.0%	0.0%	0.0%	0.0%	0.0%
Total Pool	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%
Actual Asset Allocation						
Cash	1.2%	1.1%	0.1%	3.3%	3.3%	100.0%
Long-Only Fixed Income	24.8%	2.6%	36.8%	20.5%	70.5%	0.0%
Long/Short Fixed Income	10.2%	7.5%	32.6%	0.0%	0.0%	0.0%
Total Fixed Income	36.1%	11.3%	69.5%	23.8%	73.8%	100.0%
Traditional Equity	34.5%	69.7%	26.6%	76.2%	26.2%	0.0%
Long/Short Equity	10.8%	5.7%	3.9%	0.0%	0.0%	0.0%
Total Equity	45.2%	75.4%	30.5%	76.2%	26.2%	0.0%
Total Real Assets	4.4%	4.3%	0.0%	0.0%	0.0%	0.0%
Total Multi-Strategy	14.2%	9.0%	0.0%	0.0%	0.0%	0.0%
Total Pool	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%
Variance (Actual Vs Target) Asset Allocation						
Cash	-2.8%	-2.9%	-3.9%	-0.7%	-0.7%	0.0%
Long-Only Fixed Income	-1.2%	-0.9%	-1.2%	-0.5%	-0.5%	0.0%
Long/Short Fixed Income	0.2%	0.0%	-0.4%	0.0%	0.0%	0.0%
Total Fixed Income	-3.9%	-3.7%	-5.5%	-1.2%	-1.2%	0.0%
Traditional Equity	4.5%	4.7%	4.6%	1.2%	1.2%	0.0%
Long/Short Equity	0.8%	0.7%	0.9%	0.0%	0.0%	0.0%
Total Equity	5.2%	5.4%	5.5%	1.2%	1.2%	0.0%
Total Real Assets	-0.6%	-0.7%	0.0%	0.0%	0.0%	0.0%
Total Multi-Strategy	-0.8%	-1.0%	0.0%	0.0%	0.0%	0.0%
Total Pool	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%

* 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.