CITY OF CLERMONT
POLICE OFFICERS AND FIREFIGHTERS PENSION BOARD OF TRUSTEES JOINT MEETING
AGENDA
11:00 AM, FRIDAY, AUGUST 31, 2018

CALL TO ORDER

OATH OF OFFICE

PUBLIC COMMENTS

APPROVAL OF MINUTES

Approval of May 30, 2018 Joint Police Officers Retirement Plan Board of Trustees and Firefighters Retirement Plan Board of Trustees Meeting Minutes

UNFINISHED BUSINESS

Discussion of PFM Retirement Plans Review

Discussion of Revised Adoption Agreement

NEW BUSINESS

Approval of Police Officers Pension Plan FY 2019 Administrative Expenses Budget

Approval of Firefighters Pension Plan FY 2019 Administrative Expenses Budget

BILLS AND EXPENSES

Approval of Police Officers Pension Plan Administrative Expenses - May 24, 2018 - August 20, 2018

Approval of Police Officers Pension Share Plan Administrative Expenses - May 24, 2018 - August 20, 2018

Approval of Firefighters Pension Plan Administrative Expenses - May 24, 2018 - August 20, 2018

Approval of Firefighters Pension Share Plan Administrative Expenses - May 24, 2018 - August 20, 2018

MEMBER DISTRIBUTIONS

Approval of Police Officer Pension Plan Member Distribution - Desean Satcher

Approval of Police Officer Pension Share Plan Member Distribution - Mark Edwards

Approval of Firefighters Pension Plan Member Distributions - None

Approval of Firefighters Pension Share Plan Member Distributions - None

DROP PARTICIPANTS

Approval of Police Officers Pension Plan DROP Participants - None

Approval of Firefighters Pension Plan DROP Participants - None

PLAN ADMINISTRATOR REPORT

Discussion of Police Officers and Firefighters Investment Performance Report for Quarter Ended June 30, 2018

ATTORNEY REPORT

Police Officers Pension Plan Attorney Report

Firefighters Pension Plan Attorney Report

ADJOURN

In accordance with Florida Statute 286.0105: Any person who desires to appeal any decision at this meeting will need a record of the proceedings and for this purpose may need to ensure that a verbatim record of the proceedings is made which includes the testimony and evidence upon which the appeal is based.

In accordance with Florida Statute 286.26: Persons with disabilities needing assistance to participate in any of these proceedings should contact Judd Lent, Clermont Fire Department, 352-394-7662 at least 48 hours in advance of the meeting.

CITY OF CLERMONT

AGENDA ITEM

Meeting Date	
Friday, August 31, 2018	
Agenda Item Name	
Approval of May 30, 2018 Joint Police Officers Retirement Plan Board of Trustees and Firefighters Retirement Plan Board of Trustees Meeting Minutes	
Requested Action	
Staff Report	
Additional Analysis	
Fiscal Impact Summary	

Fiscal Impact	Fund Number and Description	Available Budget Amount

Exhibits Attached (copies of original agreements)	
1. 05-30-2018 Joint Pension Minutes	05-30-2018 Joint Pension Minutes.docx

City of Clermont
MINUTES
JOINT RETIREMENT PLAN BOARDS OF TRUSTEES MEETING
May 30, 2018

The Firefighters Retirement Plan Board of Trustees and the Police Officers Retirement Plan Board of Trustees met in a joint meeting on Friday, May 30, 2018 in the Council Chambers at City Hall. Firefighters' Board Members present: Judd Lent, Judi Proli, Jim Purvis, Adam Watkins and Ryan Moore. Attorney Bonni Jensen was present via telephone conference call. Police Officers' Board Members present: Michael Scheller, Scott Tufts, Mark Vitek, Jason Sayre, and John Baker. Attorney Scott Christiansen was present. Jeremy Langley and Paul Shamoun with Florida League of Cities and Steve Alexander with PFM Asset Management were present. Staff members present: Finance Director Van Zile, Risk and Benefits Manager Ohlinger, and Deputy City Clerk Zinker.

CALL TO ORDER

Chairman Lent called the meeting to order at 11:03am.

Chairman Scheller called the meeting to order at 11:03 am.

OATH OF OFFICE

None.

PUBLIC COMMENTS

Chairman Lent opened public comments. There were no public comments. Chairman Lent closed public comments.

Chairman Scheller opened public comments. There were no public comments. Chairman Scheller closed public comments.

APPROVAL OF MINUTES

Approval of minutes of the December 14, 2017 and February 16, 2018 Fire Pension Board Meeting

Board Member Purvis moved for approval; seconded by Board Member Proli. The motion passed unanimously.

Approval of the February 16, 2018 Police Officer Pension Board Minutes

Board Member Sayre moved for approval; seconded by Board Member Baker. The motion passed unanimously

UNFINISHED BUSINESS

Discussion of PFM Retirement Plans Review

Finance Director Van Zile provided a background of PFM Asset Management and the City's working relationship.

Attorney Christiansen inquired if Steve Alexander from PFM will review all parts of the report or just the defined benefits portion. Finance Director Van Zile clarified the Boards could decide if they want to hear Mr. Alexander review all of the report or just the defined benefits portion.

Attorney Christiansen stated the Boards' responsibility is to make the decision with regard to the assets which are currently being invested through the League's program. The Boards can make the decision to keep everything as is or to change to another way of investing the assets which includes the fees that are being charged for vendors.

Steve Alexander, Managing Director of PFM Asset Management, presented the City of Clermont's retirement plans review, discussing the executive summary, Police Officers' and Firefighters' pension plan analysis, and 401(a) and 457(b) Plan analysis. The report does take into account the size of the plan.

Finance Director Van Zile stated on a ten year review the 42 basis points relates to an underperforming value of $771,000. The five year 52 basis points relates to underperforming value of $658,000. The three year 13 basis points equates to about $108,000 underperforming value. The numbers were based on actual annual pension balances for those time periods.

Attorney Christiansen inquired if the report was adding the two plans together. Finance Director Van Zile replied the report was adding the two plans together as it is the same information for both.

Board Member Sayre inquired if, outside of the 70/30 and 60/40, the League offers any other plan options. Paul Shamoun replied 50/50 is the other option, however a staggered plan such as 65/35 is also available for an additional $3,000 fee.

Finance Director Van Zile stated the other cities follow an unbundled model whereas the City of Clermont is bundled. The other Cities contract with Administrator separate from their Custodian and separate from their Actuaries. In Florida, there are just two models that you have a choice of for Pension, the bundled approach with the League or the unbundled approach.

Board Member Purvis inquired if there are additional fees and overhead costs to an unbundled approach. Finance Director Van Zile replied the fees are comparable. The choice to go to unbundled would not be driven by the fees but rather the returns.

Finance Director Van Zile stated the Boards have the choice in working with a separate actuarial firm. The Boards currently work with the firm the League coordinates with. Mr. Shamoun commented on the City's actuarial fees including an actuarial evaluation once every two years, whereas the other cities may have an evaluation every year. If this were the case, the City's total administrative costs would be approximately 4 basis points less than the survey average.

Attorney Christiansen commented Winter Garden and St. Cloud plans are combined police and fire pension plans which may skew the cost comparisons. Finance Director Van Zile clarified the main take away of the administrative expenses comparison is that the League's fees are slightly less than what the Boards would see going out to the unbundled approach.

Board Member Purvis inquired as to the average fee for an index plan. Mr. Shamoun replied the average fee for a completely passive plan of similar size would be roughly 20 basis points and for active would be 48 to 50 basis points. Mr. Shamoun further commented that active management earns its money when the market is volatile.

Finance Director Van Zile inquired whether the target index is the best comparison. Mr. Shamoun replied the target index isn't an exact comparison however the index is the best proxy to use as a benchmark.

Finance Director Van Zile inquired if the Board would have greater control over under-performing managers in an unbundled model. Mr. Alexander replied the Board would have more control over which managers they used and would have that decision to make. Attorney Christiansen clarified the Board would also have to hire a consultant if they were to unbundle.

Board Member Purvis asked if police and fire boards have to follow the same path going forward. Attorney Christiansen clarified each Board may make independent choices.

NEW BUSINESS

Discussion of Share Plan conflicting language

Finance Director Van Zile stated both shared plans were created by collective bargaining and both contracts indicate the original shared plan distribution would be based on credited months of service. Any excess amount going forward would be credited in equal shares. In the shared plan portion of the adoption agreement, there is the same wording as the contract but also has additional language stating the excess amount going forward should be based on years of service. This discrepancy needs to be clarified so both adoption agreements include the same language.

Attorney Jensen recommended making a scrivener's error and delete the last sentence from page eleven of the agreement. Finance Director Van Zile stated the problem is the beginning portion of the paragraph only applies to Chapter 185. If the last sentence is eliminated, the allocations of forfeiture and interests would be unclear. The proposed idea is to copy the same sentence regarding allocations distributed in equal shares. The Board would have to revise the adoption agreement by ordinance which would have to go to the City Council.

Attorney Christiansen suggested for himself and Attorney Jensen to get together in order to come up with new language for the agreement.

Chairmen Lent requested the item be tabled to the next agenda. Finance Director Van Zile confirmed the item will be put on the next agenda.

BILLS AND EXPENSES

Approval of Plan Expenses

Finance Director Van Zile presented the quarterly expenses to the Firefighters Retirement Plan Board of Trustees for approval.

Board Member Purvis moved to approve the quarterly expenses; seconded by Board Member Moore. The motion passed unanimously.

Finance Director Van Zile presented the quarterly expenses to the Police Officers Retirement Plan Board of Trustees for approval.

Chairman Scheller moved to approve quarterly expenses; seconded by Board Member Tufts. The motion passed unanimously.

MEMBER DISTRIBUTIONS

Approve Dara Hennessey - Fire

Board Member Moore moved to approve the contribution refund of Dara Hennessey; seconded by Board Member Purvis. The motion passed unanimously.

DROP PARTICIPANTS

Approval of DROP Participants

Finance Director Van Zile stated there were no DROP participants at this time.

PLAN ADMINISTRATOR REPORT

Discussion of Quarterly Investment Performance Report

Mr. Langley presented the Investment Performance Report for the quarter ending on March 31, 2018. Portfolio was down as a whole of 19 basis points. Managers were up by 49 basis points this quarter while the target index was down 69 basis points.

Board Member Purvis inquired to the recently acquired real estate portfolio. Mr. Shamoun replied the portfolio is mainly large, fully leased, commercial buildings which are not retail. The main income comes from rents and not appreciation.

Attorney Jensen asked if a manager could attend a future meeting to make a presentation of these investments as they are so different. Mr. Shamoun replied the manager absolutely could make a presentation at a future meeting to the Boards.

ATTORNEY REPORT

Discussion of the Letter from Paul Anderson

Attorney Jensen contacted Mr. Anderson about meeting today however he was unable to come. Mr. Anderson consented to moving the discussion of his letter to the August 31 meeting. Attorney Jensen reported on legislative updates. On April 18, the Florida Fourth District Court of Appeal issued its opinion in Transparency for Florida v. City of Port St. Lucie. The City of Port St. Lucie posted notice of the meeting 21 hours prior to said meeting. The City Attorney also reached out to Council Members to conduct a polling outside of the meeting. As a result, the Board needs ensure reasonable notice is given, which the State dictates is 24 hours, before calling the meeting to order and Board Members need to be careful not to select "reply all" to e-mails which have been sent to all of the Board Members as the Board Members cannot communicate with each other outside of the meeting regarding issues which are to be discussed. Participating in online blogs or Facebook posts should be treated the same as the real world. Board members should not be discussing board materials with each other online or in-person outside of the meeting. The posttraumatic stress disorder bill was signed into law by the governor. The bill carves out an exception which indicates posttraumatic stress disorder will now be recognized as a compensable occupational disease provided that the requirements of SB 376 are satisfied. Posttraumatic stress disorder does not require any kind of physical impact to qualify for the indemnity benefits. This may change the way posttraumatic stress disorder comes before the Board as it is ultimately treatable. This bill deals with workers' compensation and not with the pension fund. Form 1 Statement of Financial Interests must be filed by Trustees with the Supervisor of Elections for the county in which they reside, prior to July 1, 2018.

Attorney Christiansen commented on the possible forfeiture which was mentioned to the Board previously. The paperwork went to the former police officer in regards to scheduling a hearing and also indicated what was involved with the process as well as his right to request for his own contributions. He elected to request his contributions so there is no longer any need for a forfeiture. The next meeting will need to include the Board's operating rules. The whole document will be reviewed as a lot has changed since the initial implantation of the operating rules.

ADJOURN: With no further comments, this meeting adjourned at 12:56pm.

APPROVED:

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Chairman Judd Lent

ATTEST:

____
Tracy Ackroyd Howe, City Clerk.

ADJOURN: With no further comments, this meeting adjourned at 12:56pm.

APPROVED:

____
Chairman Michael Scheller

ATTEST:

____
Tracy Ackroyd Howe, City Clerk.

CITY OF CLERMONT

AGENDA ITEM

Meeting Date	
Friday, August 31, 2018	
Agenda Item Name	
Discussion of PFM Retirement Plans Review	
Requested Action	
Staff Report	
This is a continuation of the review of the PFM Retirement Plans Review discussed at the May 30 Police Officers and Firefighters Pension Joint meeting.	
Additional Analysis	
Fiscal Impact Summary	

Fiscal Impact	Fund Number and Description	Available Budget Amount

Exhibits Attached (copies of original agreements)	
1. PFM Retirement Plans Review - 4-20-18	PFM Retirement Plans Review - 4-20-18.pptx

City of Clermont

Retirement Plans Review

April 20, 2018

PFM Asset
Management LLC

300 S. Orange Avenue
Suite 1170
Orlando, FL 32801

(407) 648-2208
pfm.com

Agenda

I. Executive Summary

II. Police Officers' and Firefighters' Pension Plan Analysis

III. 401(a) and 457(b) Plan Analysis

I. Executive Summary

Background

- The City of Clermont (the “City” or “Clermont”) requested PFM Asset Management LLC (“PFM”) to review the City’s Police Officers’ and Firefighters’ Pension Plans (“Pension Plans”).
- The City requested PFM to review the City’s 401(a) and 457(b) defined contribution/deferred compensation plans (together “DC Plans”).
- PFM reviewed the Pension Plans’ investment policies, existing reporting, asset allocation, performance vs. target and managers fees.
- PFM also reviewed the DC Plans’ investment menu options, fees, asset allocation and existing reporting.

Executive Summary

- Clermont's Pension Plans have underperformed the Florida Municipal Pension Trust Fund ("FMPTF") target index for all periods reviewed with the exception of the FY 2017 period. Underperformance in the 3-year period was 0.13% or 13 basis points ("bps"); 5-year was 52 bps and 10 year period was 42 bps
- The City conducted a Peer Group Survey that included police and firefighter pension plans from six Central Florida municipalities[1]
- Clermont's Pension Plans, with a target allocation of 60% equities and 40% fixed income ("60/40"), have underperformed the peer group average rate of return for the 5-year period by 79 bps
- The weighted average underlying manager fees for Clermont's Plans are 65 bps, which is 17 bps higher than the peer group average of 48 bps
- The FMPTF alternative 70/30 asset allocation model while displaying similar target index underperformance issues to the 60/40 model, did exceed the peer group average rate of return for all periods reviewed
- Clermont's Pension Plans' administrative expenses for FY 2017 were lower in absolute dollar terms than the peer group average, but when calculated as a percentage of total assets were slightly higher than the peer group average fees by 3 bps

Source: Plan Investment Report for the Quarter Ending September 30, 2017. Strategy name: FMPTF - DB 60/40 Allocation. Peer Group Survey results provided by the City of Clermont: Eustis, Leesburg, Oviedo, St. Cloud, Winter Garden, and Winter Haven.

II. Police Officers’ and Firefighters’ Pension Fund Analysis

FMPTF Performance (September 30, 2017) – Observations

- Per the Investment Policy Statement, Clermont's Plans are expected to outperform their Target Index over a 3-year period or longer

- Clermont's Plans have consistently underperformed their Target Index for all trailing periods over 1-year

As of September 30, 2017	FYTD	3 Year	5 Year	10 Year
FMPTF - DB 60/40	13.44%	7.02%	8.30%	5.64%
Policy Target Index	*10.97%*	*7.15%*	*8.82%*	*6.06%*
Relative Performance	*2.47%*	***-0.13%***	***-0.52%***	***-0.42%***

- If a $33 million fund underperforms its index by 0.42%, this equates to $138,600 lost compared to the index in a single year

Source: Florida League of Cities investment report as of 9/30/2017.
Target Index: 39% S&P 500, 11% Russell 2500, 10% MSCI EAFE, 40% Bloomberg-Barclays US Aggregate.

Pension Plans Investment Earnings Comparison – Observations

- Clermont's Pension Plans' current 60/40 asset allocation model net rates of return exceeded the FMPTF target index for FY 2017, however, lagged behind the FMPTF target indexes for the 3, 5 and 10 year periods by 13 bps, 52 bps and 42 bps, respectively
- The target index is the primary and most relevant benchmark for measuring the long term success of the investment consultant and underlying investment strategy. Based on this underperformance during the 10-year period, the Pension Plans' earnings (calculated on the 10-year average Pension Plan balances) the 10-year were estimated at $771,078 less than the target.

Source: Florida League of Cities investment report as of 9/30/2017.

Pension Plans Investment Earnings Comparison – Observations

- As a secondary comparison, Clermont's Plans were compared to a peer group with similar asset allocations. Clermont's Plans net rates of returns exceeded the peer group averages for FY 2017 and the 3-year period, however, lagged behind the 5-year period average by 79 bps annually. Based on this underperformance during the 5-year period, the Pension Plans' earnings (calculated on the 5-year average Pension Plan balances) were $1,000,017 less than the peer group's average earnings.

- It is noted, the FMPTF has an alternative (higher risk) 70/30 asset allocation model available to participants. While there were similar target index underperformance issues to the 60/40 model, the 70/30 model returns exceeded the peer group average returns for all periods compared.

- Clermont's underlying managers are 100% active with fees averaging 65 bps, as compared to the average of 48 bps for the peer group. The use of passive management, which have average fees of 20 bps, in efficient asset classes would improve returns net of fees.[1]

Source: Peer survey conducted by City of Clermont in March 2018 using performance data as of 9/30/2017 [1] Morningstar.

City of Clermont Peer Survey
Police and Fire Pension Plans Investment Earnings Comparison – 60/40 Allocation
April 2018

City 60/40 Allocations -	Total Assets 9/30/2017	Target Allocation	Rate of Return (Net of Investment Fees) FY 2017	 3 Yr	 5 Yr
Eustis	$27,759,479	63/37	10.84%	6.19%	8.92%
Target			11.61%	7.69%	9.57%
Winter Haven	$62,983,950	60/40	11.45%	7.04%	9.25%
Target			11.04%	6.69%	8.22%
Survey Average	**$45,371,715**	**62/38**	**11.15%**	**6.62%**	**9.09%**
Survey Target Average			**11.33%**	**7.19%**	**8.90%**
Survey Average Over (Under) Survey Target			**-0.18%**	**-0.57%**	**0.19%**
Clermont Actual	**$32,324,733**	**60/40**	**13.44%**	**7.02%**	**8.30%**
Clermont Target			**10.97%**	**7.15%**	**8.82%**
Clermont Actual Over (Under) Clermont Target			**2.47%**	**-0.13%**	**-0.52%**
Survey Average	**$45,371,715**	**62/38**	**11.15%**	**6.62%**	**9.09%**
Clermont Actual	**$32,324,733**	**60/40**	**13.44%**	**7.02%**	**8.30%**
Clermont Actual Over (Under) Survey Average			**2.30%**	**0.41%**	**-0.79%**

Source: City of Clermont. Peer survey conducted by City of Clermont in March 2018 using data as of 9/30/2017.

City of Clermont Peer Survey
Police and Fire Pension Plans Investment Earnings Comparison – 70/30 Allocation
April 2018

City	Total Assets	Target	Rate of Return (Net of Investment Fees)		
70/30 Allocations -	9/30/2017	Allocation	FY 2017	3 Yr	5 Yr
Leesburg	$38,729,185	73/27	11.54%	6.28%	8.53%
Target			11.47%	6.95%	9.07%
Oviedo	$36,750,798	74/26	14.15%	6.58%	8.69%
Target			12.79%	7.58%	9.32%
St. Cloud	$48,005,576	70/30	12.48%	7.30%	8.97%
Target			11.38%	7.47%	8.77%
Winter Garden	$38,033,773	70/30	11.36%	7.22%	8.84%
Target			11.82%	7.79%	9.32%
Survey Average	**$40,379,833**	**74/26**	**12.38%**	**6.85%**	**8.76%**
Survey Target Average			**11.87%**	**7.45%**	**9.12%**
Survey Average Over (Under) Survey Target			**0.52%**	**-0.60%**	**-0.36%**
FMPTF 70/30 Actual	**$32,324,733**	**70/30**	**14.97%**	**7.82%**	**9.50%**
FMPTF 70/30 Target			**12.85%**	**7.95%**	**10.04%**
FMPTF 70/30 Actual Over (Under) Clermont Target			**2.12%**	**-0.13%**	**-0.54%**
Survey Average	**$40,379,833**	**74/26**	**12.38%**	**6.85%**	**8.76%**
FMPTF 70/30 Actual	**$32,324,733**	**70/30**	**14.97%**	**7.82%**	**9.50%**
FMPTF 70/30 Actual Over (Under) Survey Average			**2.59%**	**0.98%**	**0.74%**

Source: City of Clermont. Peer survey conducted by City of Clermont in March 2018 using performance data as of 9/30/2017.

Pension Plans Administrative Expenses Comparison – Observations

- Clermont's Pension Plans administrative expenses consisting of fees for such services as administrator, custodian, investment performance monitoring, actuarial, legal and other expenses were compared to the peer group similar fees for FY 2017.
- While Clermont's total administrative expenses were less than the peer group average by $18,752 in absolute dollar terms, expenses as a percentage to total assets were slightly higher than the peer group average by 3 bps at 32 bps compared to 29 bps for the peer group.

Source: City of Clermont. Peer survey conducted by City of Clermont in March 2018 using performance data as of 9/30/2017.

City of Clermont Peer Survey
Police and Fire Pension Plans Administrative Expenses Comparison
April 2018

City	Total Assets 9/30/2017	Admin (1)	Actuarial	Legal	Other	Total	% of Assets
Eustis	$27,759,479	n/a	n/a	n/a	n/a	n/a	n/a
Winter Haven	$62,983,950	n/a	n/a	n/a	n/a	n/a	n/a
Leesburg	$38,729,185	$76,293	$41,234	$25,737	$5,031	$148,295	0.38%
Oviedo	$36,750,798	$74,836	$32,945	$13,550	$16,738	$138,069	0.38%
St. Cloud	$48,005,576	$56,026	$20,547	$13,476	$5,680	$95,729	0.20%
Winter Garden	$38,033,773	$50,455	$33,922	$9,502	$6,445	$100,324	0.26%
Survey Average	$42,043,794	$64,403	$32,162	$15,566	$8,474	$120,604	0.29%
Clermont Actual	$32,324,733	$50,875	$38,625	$12,352	$0	$101,852	0.32%
Clermont Actual Over (Under) Survey Average		**-$13,528**	**$6,463**	**-$3,214**	**-$8,474**	**-$18,752**	**0.03%**

Source: City of Clermont. Peer survey conducted by City of Clermont in March 2018 using performance data as of 9/30/2017.

Pension Plans Net Earnings Comparison – Observations

- Clermont's Plans (based on the current 60/40 asset allocation model) net earnings (investment earnings net of investment management and administrative fees) exceeded the peer group for FY 2017 and the 3-year period, however, lagged the peer group for the 5-year period. Based on this underperformance during the 5-year period, the plans' net earnings (calculated on the 5-year average Pension Plan balances) were $906,258 less than the peer group's net earnings.

- It is noted, when comparing the FMPTF 70/30 asset allocation model to the peer group, the FMPTF net earnings exceeded the peer group's net earnings in all periods compared. The FMPTF 70/30 model exceeded the peer group net earnings (calculated on the 5-year average Pension Plan balances) by $1,030,485 during the 5-year period.

Source: Peer survey conducted by City of Clermont in March 2018 using performance data as of 9/30/2017.

City of Clermont Peer Survey
Police and Fire Pension Plans Net Earnings Comparison – 60/40 Model
April 2018

FY 2017			3 Year Average			5 Year Average		
Invest Bal	**Clermont**	**Peers**	**Invest Bal Avg**	**Clermont**	**Peers**	**Invest Bal Avg**	**Clermont**	**Peers**
$32,324,733	$4,344,444	$3,604,208	$27,928,449	$1,960,577	$1,848,863	$25,316,904	$2,101,303	$2,301,307
	13.44%	11.15%		7.02%	6.62%		8.30%	9.09%
	$101,852	$120,604		$101,852	$120,604		$101,852	$120,604
	$4,242,592	$3,483,604						
	$758,988							
				$5,576,175	$5,184,778			
				$391,397				
							$9,997,255	$10,903,513
							-$906,258	

Source: Analysis provided by the City of Clermont. Peers investment earnings (net) rates of return based on survey of cities with similar asset allocations (Eustis and Winter Haven). Peers Admin Fees based on survey of cities administrative expenses (Leesburg, Oviedo, St. Cloud and Winter Garden).

FMPTF 70/30 vs. Peer Survey
Police and Fire Pension Plans Net Earnings Comparison – 70/30 Model
April 2018

FY 2017			3 Year Average			5 Year Average		
Invest Bal	**Clermont**	**Peers**	**Invest Bal Avg**	**Clermont**	**Peers**	**Invest Bal Avg**	**Clermont**	**Peers**
$32,324,733	$4,839,013	$4,001,802	$27,928,449	$2,184,005	$1,913,099	$25,316,904	$2,405,106	$2,217,761
	14.97%	12.38%		7.82%	6.85%		9.50%	8.76%
	$101,852	$120,604		$101,852	$120,604		$101,852	$120,604
	$4,737,161	$3,881,198						
	$855,963							
				$6,246,458	$5,377,484			
				$868,974				
							$11,516,269	$10,485,784
							$1,030,485	

Source: Analysis provided by the City of Clermont. Peers investment earnings (net) rates of return are based on survey of cities with a target allocation around 70/30 (Leesburg, Oviedo, St. Cloud and Winter Garden). Administrative expenses based on peer survey of six cities.

Bundled vs. Unbundled – Observations

Bundled Model

- Investment Policy Statement "IPS" is generic and not customized for each plan
- Plan sponsor is not holding assets directly at its own independent custody bank
- Combined plans make up over 8% of investment manager's total 60/40 Fund[2]
- Investment strategy utilizes 100% active management
- IPS mandates a permanent 10% target allocation to core real estate

Unbundled Model

- Unbundling allows for policy customization based on each plan's unique needs
- Unbundling allows for GFOA best practice for added transparency and fraud protection[1]
- Best practices suggest no more than 5% as a concentration of a single fund's assets
- Unbundling allows a more flexible active/passive approach to help minimize manager costs
- Real estate tends to be sensitive to rising interest rates. Unbundling would allow for a more customized range (ex: from 0% to 10%)

Source: Florida Municipal Pension Trust Fund Statement of Investment Policy Objectives and Guidelines, Amended June 1, 2017.
[1] Government Finance Officers Association (GFOA), 2010. [2] FMIvT 6040 Trust "Fund B"

Industry Data Related to Active vs. Passive

- Passive Management Outperforms Active (Net of Fees)

Percentage of Active Funds Beaten By Index (as of 6/30/2017)

Fund Category	Benchmark	1-Year	3-Years	5-Years	10-Years	15-Years
All Domestic Equity	S&P 1500	48%	86%	84%	85%	85%
Large-Cap Equity	S&P 500	57%	82%	82%	85%	93%
Mid-Cap Equity	S&P 400	61%	87%	87%	95%	94%
Small-Cap Equity	S&P 600	60%	89%	94%	94%	94%
Multi-Cap Equity	S&P 1500	50%	86%	85%	88%	88%
REITs	S&P REIT	44%	72%	85%	85%	82%

Source: SPIVA Scorecard, S&P Dow Jones, mid-year 2017

III. 401(a) and 457(b) Plan Analysis

Summary – 401(a) and 457(b) Plans

- Two providers: Florida League of Cities (FLC) on 401(a) and 457(b) Plan, and ICMA on 457(b) Plan
- Between FLC and ICMA, FLC may seem to be the better option from an overall cost perspective, investment menu lineup, reporting and general performance efficiency.
- As the Plans grow, adding more participants and assets, the City may be able to drive down investment and administrative costs per participant
- Based on the plan size, FLC seems reasonable in cost and general services compared to the broader marketplace
- If participant age breakouts are also made available by record-keeper, this would enhance the overall reporting to enable better informed decisions and participant education

Florida League of Cities – 401(a) and 457(b) Plan

Observations

- FLC provides adequate menu with both active and low-cost passive investment options in each asset class.
- Except for Eaton Vance Atlanta Fund, all funds are Vanguard family funds
- Money market fund (MMF) in both the 401 and 457 Plans has a large allocation. In 401 Plan, the MMF is the 6th largest fund at ~9.2% of total plan assets. In 457 Plan the MMF is the largest fund with ~49% of the total plan assets

Considerations

- Consider adding a broad equity Index Fund, in addition to an active core fixed income fund to help mitigate rising interest rate risks
- Consider fund family diversification
- We need to understand the reasons for this high allocation as there may be a need for some participant education

Source: Florida League of Cities reports as of 9/30/2016 .

Florida League of Cities – 401(a) and 457(b) Plan (cont'd.)

Observations

- There is a high utilization rate of the target date series of funds. Total assets in the series for the 401 plan is ~46% and 45% for the 457 plan
- Not clear if participants are allocating correctly within target date series. 2020 fund in both plans has highest allocation
- Recordkeeping fee at 30 bps, plus the $50 per inactive participant charge appears reasonable.*

Considerations

- This is a good indicator as target date funds tend to provide reasonable asset allocation and risk mitigation based on participant age
- It is possible those utilizing the target date funds with the greatest amount of assets are closer to retirement. Participant age breakouts in the reporting is needed
- Fee may drop to 20 bps if all DC assets were combined with FLC. As Plans grow, costs per participant may drop further

Source: Florida League of Cities reports as of 9/30/2016 . *Total number of participants with a balance not available, so we relied on some basic assumptions. We would be happy to perform a more in depth analysis. Reflects new FLC reduced fees as of 2/7/2018.

ICMA – 457(b) Deferred Compensation Plan

Observations

- ICMA seems to be providing their typical package for small plans. Index funds are being offered in the main asset classes. Target date and target risk funds are offered
- Target date funds have high utilization (48% of plan assets). 2010 target date fund has 18% of total assets.
- There is a broad array of funds across asset classes with some overlap
- Fees seem to be at 80 bps (all-inclusive)

Considerations

- Use of index funds is good. For simplicity, consider only offering target date funds instead of target risk funds.
- Without having a participant age breakdown, it's difficult to determine whether participants utilizing the fund are properly allocating
- Unnecessary redundancy of similar fund types may be simplified further
- FLC fees are lower

Source: ICMA report provided by the City.

Disclosures

Any investment advice in this document is provided solely by PFM Asset Management LLC. PFM Asset Management LLC ("PFMAM") is an investment advisor registered under the Investment Advisers Act of 1940.

This material is based on information obtained from sources generally believed to be reliable and available to the public, however PFM Asset Management LLC cannot guarantee its accuracy, completeness or suitability. This material is for general information purposes only and is not intended to provide specific advice or a specific recommendation. All statements as to what will or may happen under certain circumstances are based on assumptions, some but not all of which are noted in the presentation. Assumptions may or may not be proven correct as actual events occur, and results may depend on events outside of your or our control. Changes in assumptions may have a material effect on results. Past performance does not necessarily reflect and is not a guaranty of future results. The information contained in this presentation is not an offer to purchase or sell any securities.

CITY OF CLERMONT

AGENDA ITEM

Meeting Date	
Friday, August 31, 2018	
Agenda Item Name	
Discussion of Revised Adoption Agreement	
Requested Action	
Staff Report	
This is a continuation of the discussion of this item from the May 30 Police Officers and Firefighter Pension Joint Meeting. Attached are proposed Adoption Agreements that includes revised language clarifying the inconsistent language regarding the Share Plans.	
Additional Analysis	
Fiscal Impact Summary	

Fiscal Impact	**Fund Number and Description**	**Available Budget Amount**

Exhibits Attached (copies of original agreements)	
1. Police Officers Adoption Agreement (Draft) - 08-24-18	Police Officers Adoption Agreement (Draft) - 08-24-18.doc
2. Firefighters Adoption Agreement (Draft) 08-24-18)	Firefighters Adoption Agreement (Draft) 08-24-18).docx

FLORIDA MUNICIPAL PENSION TRUST FUND
DEFINED BENEFIT PLAN AND TRUST

ADOPTION AGREEMENT

The undersigned Employer adopts the Florida Municipal Pension Trust Fund Defined Benefit Plan and Trust for those Employees who shall qualify as participants hereunder, to be known as the Retirement Plan and Trust for the Police Officers of the City of Clermont

It shall be effective as of the date specified below. The Employer hereby selects the following Plan specifications:

EMPLOYER INFORMATION

Employer:	City of Clermont
Contact Name and Title:	Joseph E. Van Zile, Finance Director
Address:	P. O. Box 120219 Clermont, FL 34712-0219
Telephone:	352-241-7368
Fax:	352-394-4082
E-Mail:	jvanzile@clermontfl.org

NAME AND ADDRESS OF TRUSTEE:
Florida Municipal Pension Trust Fund
301 S. Bronough St., Suite 300
P.O. Box 1757
Tallahassee, FL 32302-1757
TEL: (850)222-9684 Fax: (850)222-3806

LOCATION OF EMPLOYER'S PRINCIPAL OFFICE:
The Employer is located in the State of Florida
and this Trust shall be enforced and construed
under the laws of the State of Florida.

EMPLOYER FISCAL YEAR:
Twelve months commencing on October 1st and ending on September 30th.

A. PLAN INFORMATION

This Adoption Agreement shall establish a Plan and Trust with the following provisions:

1. **Plan Inception Date:** December 20, 1960

2. **Plan Year** (12 consecutive month period)
   Beginning October 1 and Ending September 30

3. **Plan Anniversary Date (Annual Valuation Date):** October 1

4. **Name of Plan Administrator:**
   Florida League of Cities, Inc.
   301 S. Bronough St., Suite 300
   Post Office Box 1757
   Tallahassee, Florida 32302-1757
   Tel: (850) 222-9684 Fax: (850) 222-3806

5. **Florida Municipal Pension Trust Fund I.D. Number:** 59-2961075

6. **Florida Municipal Pension Trust Funds' Agent for Legal Process:**
   Christiansen & Dehner, P. A.
   63 Sarasota Center Boulevard, Suite 107
   Sarasota, FL 34240
   Tel: (941) 377-2200 Fax: (941) 377-4848

B. PLAN

This plan represents the full-time Police Officers of the City of Clermont.

C. ELIGIBILITY

All full-time Police officers of the City of Clermont are eligible to participate in this plan immediately when hired*. (Statutory requirement for Plans operating under Chapters 185, Fl. Stat.)*

D. SALARY

Shall mean the total cash remuneration paid to a Police Officer for services rendered, but not including any payments for extra duty or special detail work performed on behalf of a second party employer. The amount of annual overtime compensation that may be included in the calculation of the participant's retirement benefit shall be limited to the first three hundred (300) hours of overtime paid per calendar year. The remuneration paid a Police Officer by the employer for a plan year ***excludes*** bonuses. The amount of the accrued unused sick or annual leave payment at retirement that may be included in the calculation of the participant's retirement benefit shall be the lesser of (a) the total value of accrued unused sick or annual leave that would have been paid to the participant based on years of service as of February 14, 2012 or (b) the actual amount of accrued unused sick or annual leave paid to the participant at retirement.

E. CREDITED SERVICE

Shall mean the total number of years and fractional parts of years of service as a participant during which the participant made required contributions to the plan, omitting intervening years or fractional parts of years when such participant is not employed by the City of Clermont. Credited service shall also include credited service purchased by a member in accordance with this section:

1. Participants who are employed in a position covered by the plan may purchase up to a total of five (5) additional years of credited service under the plan for:

a. The years and fractional parts of years that a member served as a full-time police officer for any other municipal, county or state law enforcement department in the State of Florida or for full time service as a federal or other state, county or municipal service as a law enforcement officer if the prior service is recognized by the Criminal Justice Standards and Training Commission within the Department of Law Enforcement, as provided under Chapter 943, Florida Statutes, or the police officer provides proof to the Board that such service is equivalent to the service required to meet the definition of a police officer as defined herein; and/or

b. The years or fractional parts of years that a police officer serves or has served on active duty in the military service of the Armed Forces of the United States, the United States Merchant Marine or the United States Coast Guard, voluntarily or involuntarily and honorably or under honorable conditions, prior to first and initial employment with the City. Any participant who elects, to purchase credited service, shall pay the full actuarial cost of such credited service on or before three (3) months from-date of election to purchase such credited service in accordance with subsection 3 below. The calculation of the full actuarial cost shall be made using the assumptions contained in the actuarial valuation performed prior to the purchase of the service credits. The employee salary used as the initial salary for the projected salary shall be the salary for the year preceding the purchase of the service credits. The service credits shall be used for vesting, benefit accrual and for satisfying service requirements for benefits.

2. No additional service credit will be allowed if the participant is receiving or will receive any other retirement benefit based on the prior government service.

3. Payment for the purchase of credited service authorized in subsection 1, above, shall be made in one of the following manners:

a. Cash lump sum payment.

b. Direct transfer or rollover of an eligible rollover distribution from a qualified plan.

c. Any reasonable method established by the Trustees provided, however, that participants similarly situated shall be similarly treated.

Full payment for the purchase of past service credit must be made before separation from City employment.

F. AVERAGE FINAL COMPENSATION

Shall mean one-twelfth (1/12) of the average annual compensation of the five (5) best years of the last ten (10) years of credited service prior to retirement, termination or death, or the career average, whichever is greater.

G. BENEFIT AMOUNTS AND ELIGIBILITY

1. Normal Retirement Date

A participant's Normal Retirement Date shall be the first day of the month coincident with or next following the attainment of age 55 and 10 years of service or 20 years of service, regardless of age.

2. Normal Retirement Benefit

The monthly retirement benefit shall be equal to the sum of (1) the number of years of service prior to October 1, 2002 multiplied by 2.25% and (2) the number of years of service after October 1, 2002, multiplied by 3% and multiplied by average final compensation.

3. Early Retirement Date

A participant may retire on his Early Retirement Date, which shall be the first day of any month coincident with or next following the attainment of age 50 and the completion of 10 years of credited service.

4. Early Retirement Benefit

The accrued benefit will be reduced by three percent (3%) for all years before normal retirement age.

H. DISABILITY BENEFITS

1. Disability Benefits In-the-Line-of-Duty:

A member determined to be totally and permanently disabled from a service connected injury or disease will receive the greater of (a) the member's accumulated contributions at 5% interest or (b) the greater of (i.) the member's accrued benefit or (ii.) 42% of the member's average final compensation.

2. Disability Benefits Off-Duty

A member determined to be totally and permanently disabled from a non-service connected injury or disease must have completed at least ten (10) years of service in order to be eligible for a non-service connected disability benefit. A member determined to be totally and permanently disabled from a non-service connected injury or disease and who has completed the required years of service will receive the greater of (a) the member's accumulated contributions at 5% interest or (b) the greater of (i.) the member's accrued benefit or (ii.) 25% of the member's average final compensation. A member determined to be totally and permanently disabled from a non-service connected injury or disease and who has not completed ten (10) years of service shall receive a return of employee contributions with 5% interest.

I. DEATH BENEFITS

1. Death Prior to Vesting – In-Line-Of-Duty

If a member dies prior to retirement in-the-line-of-duty, and he is not vested, his beneficiary shall receive the benefit provided for in I.2. below.

2. Death After Vesting – In-Line-Of-Duty

If a member, other than a participant in the DROP under Section M, dies in-the-line-of-duty, the following benefits are payable:

a. If the member dies leaving a surviving spouse, the surviving spouse may receive a monthly pension equal to one hundred percent (100%) of the monthly salary being received by the member at the time of the member's death for the rest of the surviving spouse's lifetime. Benefits provided by this paragraph supersede any other distribution that may have been provided by the member's designation of beneficiary. Such benefit ceases upon the surviving spouse's death unless the member's minor children survive the spouse as provided for in paragraph b of this subsection.

b. If the surviving spouse dies and the member's minor children survive the spouse, the monthly payments that otherwise would have been payable to such surviving spouse shall be paid for the use and benefit of the member's child or children under 18 years of age and unmarried until the 18th birthday of the member's youngest child. Such monthly payments may be extended until the 25th birthday of the member's child if the child is unmarried and enrolled as a full-time student at an accredited institution. If there is more than one minor child, the benefits shall be divided equally among the children. As each child reaches the benefit termination age, the remaining eligible children will divide the benefits.

c. If the member dies leaving no surviving spouse but is survived by a child or children under 18 years of age and unmarried, the benefits provided by subparagraph a., shall be paid for the use and benefit of such member's child or children under 18 years of age and unmarried until the 18th birthday of the member's youngest child. Such monthly payments may be extended until the 25th birthday of any of the member's children if the child is unmarried and enrolled as a full-time student at an accredited institution. If there is more than one minor child, the benefits shall be divided equally among the children. As each child reaches the benefit termination age, the remaining eligible children will divide the benefits.

d. If the member dies leaving no surviving spouse and no child or children under 18 years of age and unmarried or no child under age 25 and unmarried and enrolled as a full-time student, then the member's beneficiary shall receive the greater of (i) the member's accrued benefit or (ii) 42% of the member's average final compensation, with the applicable annuity amount payable for 10 years. If the named beneficiary dies before the full 10 years of payments are made, the remaining benefit payments will be paid in a lump sum to the estate of the beneficiary.

e. For purposes of determining whether a death is in-the-line-of-duty, the presumption and additional presumption provided for in Section 8.01 (B) and (C) shall apply.

f. In all cases, the benefits paid in paragraphs a., b. and c. above will be at least the member's accrued benefit paid for 10 years. In the event that the surviving spouse or children's benefits cease due to death or reaching the age of majority as provided for herein, the benefit will be paid to the estate of the survivor payee (i.e. the surviving spouse or surviving children).

J. TERMINATION OF EMPLOYMENT AND VESTING

If a member's employment is terminated either voluntarily or involuntarily the following benefits are payable:

1. If the member has less than five (5) years of credited service upon termination of employment, the member shall be entitled to a refund of his accumulated contributions or the member may leave the accumulated contributions deposited with the Fund.

2. If the member has more than five (5) and less than ten (10) years of Credited Service upon termination of employment, the member shall be entitled to their accrued monthly retirement benefit, starting at the member's otherwise Normal or Early Retirement Date, provided he does not elect to withdraw his contributions and provided he survives to his Normal or Early Retirement Date. In accordance with the following schedule:

Years of Service	Vesting %
5	**50%**
6	**60%**
7	**70%**
8	**80%**
9	**90%**

For the purposes of this section only, a member may start drawing his vested Accrued Benefit at age 55. Early retirement deduction will be based on the years between age 55 and Early Retirement Date.

3. If the member has ten (10) or more years of credited service upon termination of employment, the member shall be entitled to their accrued monthly retirement benefit, starting at the member's otherwise Normal or Early Retirement Date, provided he does not elect to withdraw his contributions and provided he survives to his Normal or Early Retirement Date. Early and Normal Retirement Dates are based on actual years of credited service.

K. EMPLOYEE CONTRIBUTIONS

Members of the Plan shall be required to make regular contributions to the Fund in the amount of three percent (3%) % of their salary on a pre-tax basis.

L. COST OF LIVING ADJUSTMENT

Not applicable unless otherwise stated.

M. DEFERRED RETIREMENT OPTION PROGRAM (DROP)

1. Eligibility

A participant who reaches the normal retirement date as a Police Officer for the City of Clermont and is a member of the City of Clermont Police Officers' Pension Plan may enter into a Deferred Retirement Option Plan ("DROP") on the first day of any month following the attainment of normal retirement date as defined in the Plan Adoption Agreement.

2. Written Election

An eligible participant electing to participate in the "DROP" must complete and execute the proper forms supplied by the plan and a resignation of employment. Election into the "DROP" is irrevocable once a participant completes the application to enter the "DROP".

3. Limitation and Disqualification for Other Benefits

A participant may participate in the “DROP” only once. After commencement of participation the employee shall no longer earn or accrue additional vesting credits or credited years of service toward retirement benefits and shall not be eligible for disability or pre-retirement death benefits in the City of Clermont Police Officers’ Pension Plan.

4. Cessation or Reduction or Contributions

Upon the effective date of a participant’s commencement of participation in the “DROP”, the participant’s contributions to the City of Clermont Police Officers’ Pension Plan will be discontinued.

5. Benefit Calculations

For all City of Clermont Police Officers’ Pension Plan purposes, the credited service and vesting credits of a participant participating in the “DROP” shall remain as they existed on the effective date of commencement of participation in the “DROP”. The participant shall not earn or be credited with any additional vesting credits or credited service after beginning “DROP” participation. Service thereafter shall not be recognized by the City of Clermont Police Officers’ Pension Plan or used for the calculation or determination of any benefits payable by such Plan.

The average final compensation of the participant shall remain as it existed on the effective date of commencement of participation in the “DROP”. Payment for accrued unused leave (vacation, holiday, etc.) shall be made, at the option of the participant, from one of the following choices:

a. when commencing participation in the “DROP”, or

b. as the leave is actually used during participation in the “DROP”, or

c. when the participant actually terminates employment with the City**.**

Earnings thereafter shall not be recognized by the Plan or used for the calculation or determination of any benefits payable by the Plan. However, the value of any retirement gift provided by the City shall be based on the date that a participant actually leaves employment with the City including the “DROP” participation period.

6. Payments to DROP Accounts

The monthly retirement benefits that would have been payable had the member elected to cease employment and receive normal retirement benefits shall be deposited in the participant’s “DROP” account.

7. DROP Account Earnings

After each fiscal year quarter, the average daily balance in a participant’s deferred retirement option account shall be credited at a rate of six and one-half percent (6.5%) annual interest compounded monthly. The Board of Trustees along with the City shall review the stated rate of return on an annual basis in order to determine the necessity of any adjustment for future “DROP” participants only.

8. Maximum Participation

A participant may participate in the “DROP” for a maximum of sixty (60) months. At the conclusion of the sixty (60) months, the participants’ covered city employment must terminate pursuant to the resignation submitted by the participant as part of the

"DROP" application. The participant may terminate "DROP" participation by advancing their resignation from covered city employment to a date prior to that submitted by the participant as part of the "DROP" application.

9. Payout

Upon the termination of a member's covered City employment (for any reason, whether by retirement, resignation, discharge or death), the retirement benefits payable to the participant or the participant's beneficiary (if the participant selected an optional form of retirement benefit which provides for payments to the beneficiary) shall be paid to the member or beneficiary and shall no longer be deposited into the participant's "DROP" account.

Within thirty (30) days after the end of any calendar quarter following the termination of a participant's employment, the balance in the participant's "DROP" account shall be payable at the participant's option:

a. In full in a single lump sum payment, all accrued "DROP" benefits, plus interest, less withholding taxes remitted to the Internal Revenue Services (IRS), paid to the "DROP" participant or surviving beneficiary, or;

b. As a direct rollover, all accrued "DROP" benefits, plus interest, paid directly from the "DROP" to the custodian of an eligible retirement plan as defined in Section 402(c)(8)(B), Internal Revenue Code (IRC). If benefit is to be paid to a surviving beneficiary, the transfer shall be to an individual retirement account or annuity as described in Section 402(c) (9), IRC.

c. Partial lump sum – A portion of the accrued "DROP" benefits shall be paid to the participant or surviving beneficiary, less IRS tax, and the remaining "DROP" benefits shall be transferred directly to the custodian of an eligible retirement plan as defined in Section 402 (c)(8)(B), IRC. However, in the case of an eligible rollover distribution to the surviving beneficiary of a deceased participant, an eligible retirement plan is an individual retirement account or annuity as described in Section 402(c) (9), IRC. The "DROP" participant or surviving beneficiary shall specify the proportions.

Regardless of the option selected by the participant, the Board of Trustees has the right to accelerate payments in order to comply with Section 401 (A) (9) of the Internal Revenue Code and the right to defer payments to comply with Section 415 of the Internal Revenue Code.

10. Death

If a "DROP" participant dies before their account balances are paid out in full, the participant's designated beneficiary shall have the same rights as the participant to elect and receive the payout options set forth in paragraph nine (IX) above. "DROP" payments to a beneficiary shall be in addition to any retirement benefits payable to the participant. Participants who are or have been "DROP" participants are not eligible for pre-retirement death or disability benefits.

11. Forms

The forms and notices approved by the City shall be used in the administration of The "DROP" Plan.

12. **Amendment**

The Board of Trustees, upon approval by the City Council, can amend the "DROP" at any time. Such amendments shall be consistent with the provisions covering deferred retirement option plans set forth in any applicable collective bargaining agreement and shall be binding upon all future "DROP" participants and upon all "DROP" participants who have balances in their accounts. Such amendments may increase the expense, decrease the account earnings, or limit or restrict the payout options.

N. SHARE PLAN

1. The purpose of this Section is to implement the provisions of Chapter 185, Florida Statutes, and to provide a mechanism to pay required "extra benefits" to Police Officers based on the growth of premium tax revenue pursuant to Chapter 185. The monies shall be derived exclusively from monies received from the state and not from any additional taxes levied by the City.

2. **Initial Allocation -**

Effective January 26, 2016, the City agrees to convert 100% of the Chapter 185 reserve fund to a share plan. The total amount shall be credited to each participant based on their completed months of credited service in proportion to the combined completed months of credited service of all participants.

3. **Annual Allocation -**

Effective January 26, 2016, the Union agrees to allow the City to use 100% of all future Chapter 185 annual distributions up to the amount received in the 2012 calendar year ($211,000) and 50% of any future annual amounts in excess of the 2012 calendar year distribution to fund the normal cost of the pension plan. The remaining 50% of any future annual amounts in excess of the 2012 calendar year distribution shall be credited to participant share accounts, with each participant's account receiving an equal share of the total amount allocated.

4. All monies received and allocated to the Share accounts will be placed in the fund, as outlined in Article 4 of the Basic Plan Document, and shall be commingled for investment purposes with the other assets of the City's retirement pension funds. Separate accounting shall be maintained for all commingled assets.

~~In accordance with provisions of Chapter 185, Florida Statutes and such other required authority, a Police Officer, who is a participant, shall be entitled to one share for each year of credited service, as defined below, as a Police Officer of the City. Each participant shall thereupon have as many shares as years of credited service. The number of years of credited service rendered by each participant shall be determined and a record thereof shall be made on the participant's service record.~~

5. For purposes of this Section, the word, credited service shall mean all time served as a regularly appointed or employed Police Officer of the City for which regular compensation is paid by the City and all times during which a participant is absent on military leave. It shall include all leave of absences with pay, but shall not include leave of absences during which no regular compensation is paid by the City, except military leave. Credited service for the purposes of the Share Plan only, shall include participants in the DROP.

~~Available funds shall be credited to active participant share accounts, or participants in the DROP, as of September 30th of the applicable Plan Year. Available funds~~

~~shall be prorated to each qualifying Police Officer in proportion to the number of individual shares for the Plan Year by credit to the Fund.~~

6. **Allocation of Expenses, Gains, and Losses -**
The Board of Trustees shall pay all costs and expenses for the management and operation for the current fiscal year and shall set aside as much of the income as it considers advisable as a reserve for expenses for the next fiscal year. After deducting these monies, the remaining monies shall be credited to each participant's account as of September 30, based on the same percentage which is earned or lost by the total plan investments, including realized and unrealized gains or losses, net of brokerage commissions, transaction costs and management fees. ~~allocated and credited to the Fund on behalf of the respective participants.~~ The City shall bear no expense in the operation of this share plan.

7. **Distributions -**
Upon termination of employment, a vested participant shall be paid the entire share balance as soon as administratively feasible following his termination of employment. In addition, a vested participant, or his designated beneficiary, shall be entitled to payment of the entire share balance when the participant or beneficiary becomes eligible for a disability or death benefit from the defined benefit plan.

~~Upon the separation from service of a non-vested participant (as defined in Section J. of the Adoption Agreement), shares shall revert back into this Share Plan and shall be reallocated to the membership unless the former participant returns to service prior to the September 30th allocation date.~~

8. **Forfeitures -**
Upon termination of employment, a non-vested participant (as defined in Section J. of the Adoption Agreement) shall not be paid his Share balance. If the non-vested participant does not return to service prior to September 30, his Share balance as of the date of employment termination shall be credited to the remaining participant Share accounts at September 30, with each participant's account receiving an equal share of amount allocated.

9. If any provisions of this Section or the Plan hereby created shall conflict with the provisions of Chapter 185, Florida Statutes, such conflict shall be resolved in favor of the statutory provisions which are intended to control.

This Adoption Agreement may be used only in conjunction with the Basic Defined Benefit Plan Document. This Adoption Agreement and the Basic Defined Benefit Plan Document shall together be known as the Retirement Plan and Trust for the Police Officers of the City of Clermont.

The Adoption Agreement and the Basic Defined Benefit Plan Document are furnished for the consideration of the Employer and its legal and financial advisors. The Florida Municipal Pension Trust Fund advises the sponsoring Employer to consult with its own attorney and financial advisors on the legal and tax implications of the Defined Benefit Plan and the Adoption Agreement. Nothing herein should be construed as constituting legal or tax advice.

We understand that the Employer may amend any election in this Adoption Agreement by giving the Trustee written notification of such Amendment as adopted.

The Employer hereby agrees to operate under the provisions of the Master Trust Agreement creating the Florida Municipal Pension Trust Fund, which is incorporated in full into this Agreement and attached hereto as Exhibit A to the Basic Defined Benefit Plan Document and the Adoption Agreement.

IN WITNESS WHEREOF, the Employer and Trustee hereby cause this Agreement to be executed on this xx day of xxxxxx, 2018.

City of Clermont

____
Gail L. Ash, Mayor

FLORIDA MUNICIPAL PENSION TRUST FUND
DEFINED BENEFIT PLAN AND TRUST

ADOPTION AGREEMENT

The undersigned Employer adopts the Florida Municipal Pension Trust Fund Defined Benefit Plan and Trust for those Employees who shall qualify as participants hereunder, to be known as the Retirement Plan and Trust for the Firefighters of the City of Clermont.

It shall be effective as of the date specified below. The Employer hereby selects the following Plan specifications:

EMPLOYER INFORMATION

Employer:	City of Clermont
Contact Name and Title:	Joseph E. Van Zile Finance Director
Address:	P.O. Box 120219 Clermont, FL 34712-0219
Telephone:	(352) 241-7368
Fax:	(352) 394-4082
Email:	jvanzile@clermontfl.org

NAME AND ADDRESS OF TRUSTEE:
Florida Municipal Pension Trust Fund
301 S. Bronough St., Suite 300
P.O. Box 1757
Tallahassee, FL 32302-1757
TEL: (850)222-9684 Fax: (850)222-3806

LOCATION OF EMPLOYER'S PRINCIPAL OFFICE:
The Employer is located in the State of Florida and this Trust shall be enforced and construed under the laws of the State of Florida.

EMPLOYER FISCAL YEAR:
Twelve months commencing on October 1st and ending on September 30th.

A. PLAN INFORMATION

This Adoption Agreement shall establish a Plan and Trust with the following provisions:

1. **Plan Inception Date:** December 20, 1960

2. **Plan Year:** (12 consecutive month period)
   Beginning October 1 and Ending September 30

3. **Plan Anniversary Date (Annual Valuation Date):** October 1

4. **Name of Plan Administrator:**
   Florida League of Cities, Inc.
   301 S. Bronough St., Suite 300
   Post Office Box 1757
   Tallahassee, Florida 32302-1757
   Tel: (850) 222-9684 Fax: (850) 222-3806

5. **Florida Municipal Pension Trust Fund I.D. Number:** 59-2961075

6. **Florida Municipal Pension Trust Funds' Agent for Legal Process:**
   Klausner, Kaufman, Jensen & Levinson
   7080 N. W. 4th Street
   Plantation, FL 33317
   Telephone (954) 916-1202
   Fax (954) 916-1232

B. PLAN

The Firefighters of the City of Clermont are eligible to participate in the Plan.

C. ELIGIBILITY

Firefighters are eligible to participate in the plan immediately when hired.

D. SALARY

Means the fixed monthly remuneration paid a Firefighter; where, as in the case of a Volunteer Firefighter, remuneration is based on actual services rendered, salary shall be the total cash remuneration received yearly for such services, prorated on a monthly basis. The remuneration paid a Firefighter by the employer for a plan year excludes bonuses. The amount of annual overtime compensation that may be included in
the calculation of the bargaining unit member's retirement benefit shall be limited to the first three hundred (300) hours of overtime paid per calendar year. The amount of the accrued unused sick or annual leave payment at retirement that may be included in the calculation of the bargaining unit member's retirement benefit shall be the lesser of (a) the total value of accrued unused sick or annual leave that would have been paid to the bargaining unit member based on years of service as of the date of approval of this contract by the City Council or (b) the actual amount of accrued unused sick or annual leave paid to the bargaining unit member at retirement.

E. CREDITED SERVICE

Shall mean the total number of years and fractional parts of years of service as a participant during which the participant made required contributions to the plan, omitting intervening years or fractional parts of years when such participant is not employed by the City of Clermont. Credited service shall also include credited service purchased by a member in accordance with this section:

1. Participants who are employed in a position covered by the plan may purchase up to a total of five (5) additional years of credited service under the plan for:

a. The years and fractional parts of years that a member served as a full-time firefighter for any other municipal, county or state firefighting department in the State of Florida or for full time service as a federal or other state, county or municipal service as a firefighter if the prior service is recognized by the Division of State Fire Marshal as provided in Chapter 633, Florida Statutes, or the firefighter provides proof to the Board that such service is equivalent to the service required to meet the definition of a firefighter as defined herein; and/or

b. The years or fractional parts of years that a firefighter serves or has served on active duty in the military service of the Armed Forces of the United States, the United States Merchant Marine or the United States Coast Guard, voluntarily or involuntarily and honorably or under honorable conditions, prior to first and initial employment with the City. Any participant who elects, to purchase credited service, shall pay the full actuarial cost of such credited service on or before three (3) months from date of election to purchase such credited service in accordance with subsection 3 below. The calculation of the full actuarial cost shall be made using the assumptions contained in the actuarial valuation performed prior to the purchase of the service credits. The employee salary used as the initial salary for the projected salary shall be the salary for the year preceding the purchase of the service credits. The service credits shall be used for vesting, benefit accrual and for satisfying service requirements for benefits.

2. No additional service credit will be allowed if the participant is receiving or will receive any other retirement benefit based on the prior government service.

3. Payment for the purchase of credited service authorized in subsection 1 above, shall be made in one of the following manners:

a. Cash lump sum payment.

b. Direct transfer or rollover of an eligible rollover distribution from a qualified Plan.

c. Any reasonable method established by the Trustees provided, however, that participants similarly situated shall be similarly treated.

Full payment for the purchase of past service credit must be made before separation from City employment.

F. AVERAGE FINAL COMPENSATION

1. Full-Time Firefighters

One-twelfth of the average annual compensation of the 5 best years of the last 10 years of creditable service prior to retirement, termination or death, or the Full-time Firefighter career average of the Firefighter, whichever is greater.

2. Volunteer Firefighters

The average salary of the 5 best years of the last 10 best contributing years prior to change in status to a permanent Full-time Firefighter or retirement as a Volunteer Firefighter or the career average of the Firefighter, whichever is greater.

G. BENEFIT AMOUNTS AND ELIGIBILITY

1. Normal Retirement Date

A participant's Normal Retirement Date shall be the first day of the month coincident with or next following the attainment of age 55 and 10 years of service or attainment of 20 years of service, regardless of age.
(Only actual completed years of credited service will be used to determine normal retirement date)

2. Normal Retirement Benefit

The monthly normal retirement benefit for Full-time Firefighters shall be:
The sum of (1) the number of years of service prior to October 1, 2002 multiplied by 2.25% and (2) the number of years of service after October 1, 2002, multiplied by 3% and multiplied by average final compensation.

The monthly normal retirement benefit for Volunteer Firefighters shall be the greater of:

a. five dollars ($5.00) a year multiplied by the years of credited volunteer service, or

b. the sum of (1) the number of years of credited volunteer service prior to October 1, 2002 multiplied by 2.25% and (2) the number of years of credited volunteer service after October 1, 2002 multiplied by 3% and multiplied by average monthly compensation as a volunteer.

The monthly normal retirement benefit of a Volunteer Firefighter that changes status from a Volunteer Firefighter to a Full-time Firefighter shall be:

The sum of:
(1) the accrued benefit as a volunteer firefighter, and
(2) the accrued benefit as a full-time firefighter

3. Early Retirement Date

A participant may retire on his Early Retirement Date which shall be the first day of any month coincident with or next following the attainment of age 50 and the completion of 10 years of credited service.
(Only actual completed years of credited service will be used to determine early retirement date.)

4. **Early Retirement Benefit**
The accrued benefit will be reduced by three percent (3%) for each year by which early retirement precedes normal retirement.

H. DISABILITY BENEFITS

1. **Disability Benefits In-the-Line-of-Duty**
A member determined by the Board of Trustees to be totally and permanently disabled from a service connected injury or disease will receive the greater of (a) the member's accumulated contributions at 5% interest or (b) the greater of (i.) the member's accrued benefit or (ii.) 42% of the member's average final compensation.

2. **Disability Benefits Off-Duty**
A member determined to be totally and permanently disabled by the Board of Trustees from a non-service connected injury or disease must have completed at least ten (10) years of service in order to be eligible for a non-service connected disability benefit. A member determined to be totally and permanently disabled from a non-service connected injury or disease and who has completed the required years of service will receive the greater of (a) the member's accumulated contributions at 5% interest or (b) the greater of (i.) the member's accrued benefit or (ii.) 25% of the member's average final compensation. A member determined to be totally and permanently disabled from a non-service connected injury or disease and who has **not** completed ten (10) years of service shall receive a return of accumulated employee contributions with 5% interest.

I. DEATH BENEFITS

1. **Death Prior to Vesting – In-Line-Of-Duty**
If a member dies prior to retirement in-the-line-of-duty, and he is not vested, his beneficiary shall receive the benefit provided for in I.2. below.

2. **Death After Vesting – In-Line-Of-Duty**
If a member, other than a participant in the DROP under Section M, dies in-the-line-of-duty, the following benefits are payable:

a. If the member dies leaving a surviving spouse, the surviving spouse may receive a monthly pension equal to one hundred percent (100%) of the monthly salary being received by the member at the time of the member's death for the rest of the surviving spouse's lifetime. Benefits provided by this paragraph supersede any other distribution that may have been provided by the member's designation of beneficiary. Such benefit ceases upon the surviving spouse's death unless the member's minor children survive the spouse as provided for in paragraph b of this subsection.

b. If the surviving spouse dies and the member's minor children survive the spouse, the monthly payments that otherwise would have been payable to such surviving spouse shall be paid for the use and benefit of the member's child or children under 18 years of age and unmarried until the 18th birthday of the member's youngest child. Such monthly payments may be extended until the 25th birthday of the member's child if the child is unmarried and enrolled as a full-time student at an accredited institution. If there is more than one minor child, the benefits shall be divided equally among the children. As each child reaches the benefit termination age, the remaining eligible children will divide the benefits.

c. If the member dies leaving no surviving spouse but is survived by a child or children under 18 years of age and unmarried, the benefits provided by subparagraph a., shall be paid for the use and benefit of such member's child or children under 18 years of age and unmarried until the 18th birthday of the member's youngest child. Such monthly payments may be extended until the 25th birthday of any of the member's children if the child is unmarried and enrolled as a full-time student at an accredited institution. If there is more than one minor child, the benefits shall be divided equally among the children. As each child reaches the benefit termination age, the remaining eligible children will divide the benefits.

d. If the member dies leaving no surviving spouse and no child or children under 18 years of age and unmarried or no child under age 25 and unmarried and enrolled as a full-time student, then the member's beneficiary shall receive the greater of (i) the member's accrued benefit or (ii) 42% of the member's average final compensation, with the applicable annuity amount payable for 10 years. If the named beneficiary dies before the full 10 years of payments are made, the remaining benefit payments will be paid in a lump sum to the estate of the beneficiary.

e. For purposes of determining whether a death is in-the-line-of-duty, the presumption and additional presumption provided for in Section 8.01 (B) and (C) shall apply.

f. In all cases, the benefits paid in paragraphs a., b. and c. above will be at least the member's accrued benefit paid for 10 years. In the event that the surviving spouse or children's benefits cease due to death or reaching the age of majority as provided for herein, the benefit will be paid to the estate of the survivor payee (i.e. the surviving spouse or surviving children).

3. Death Prior to Vesting – Off-Duty

If a member dies prior to retirement other than in-the-line-of-duty, and he is not vested, his beneficiary shall receive a refund of one hundred percent (100%) of the member's accumulated contributions.

4. Death After Vesting – Off Duty

If a member dies prior to retirement other than in-the-line-of-duty, but he is vested, having completed the required years of credited service, his beneficiary shall receive the benefits otherwise payable to the member at the members' early or normal retirement date.

J. TERMINATION OF EMPLOYMENT AND VESTING

The sum of the volunteer firefighter years of service and full-time firefighter years of service will be counted in total for vesting purposes.

If a member's employment is terminated either voluntarily or involuntarily the following benefits are payable:

1. If a member has less than five (5) years of credited service upon termination of employment, the member shall be entitled to a refund of his accumulated contributions or the member may leave the accumulated contributions deposited with the fund.

2. If a member has more than five (5) and less than ten (10) years of credited service upon termination of employment, the member shall be entitled to their accrued monthly benefit, starting at the member's otherwise normal or early retirement date, provided he does not elect to withdraw his contributions and provided he survives to his normal or early retirement date, in accordance with the following schedule:

Years of Service	Vesting %
5	50%
6	60%
7	70%
8	80%
9	90%

For the purposes of this section only, a member may start drawing his vested accrued benefit at the age of 55. Early retirement deduction will be based on the years between the age of 55 and the early retirement date.

3. If the member has ten (10) or more years of credited service upon termination of employment, the member shall be entitled to their accrued monthly retirement benefits, starting at the member's otherwise normal or early retirement date, provided he does not elect to withdraw his contributions and provided he survives to this normal or early retirement date. Early and normal retirement dates are based on actual years of service.

K. EMPLOYEE CONTRIBUTIONS

Members of the Plan shall be required to make regular contributions to the Fund in the amount of four (4%) percent of their salary/after-tax, effective in the pay period beginning February 10, 2014.

L. COST OF LIVING ADJUSTMENT

Not applicable unless otherwise stated.

M. DEFERRED RETIREMENT OPTION PROGRAM (DROP)

1. Eligibility

A participant who reaches the normal retirement date as a Firefighter for the City of Clermont and is a member of the City of Clermont Firefighters' Pension Plan may enter into a Deferred Retirement Option Plan ("DROP") on the first day of any month following the attainment of normal retirement date as defined in the Plan Adoption Agreement.

2. Written Election

An eligible participant electing to participate in the "DROP" must complete and execute the proper forms supplied by the plan and a resignation of employment.
Election into the "DROP" is irrevocable once a participant completes the application to enter the "DROP".

3. Limitation and Disqualification for Other Benefits

A participant may participate in the "DROP" only once. After commencement of participation the employee shall no longer earn or accrue additional vesting credits or credited years of service toward retirement benefits and shall not be eligible for disability or pre-retirement death benefits in the City of Clermont Firefighters' Pension Plan.

4. Cessation or Reduction of Contributions

Upon the effective date of a participant's commencement of participation in the "DROP", the participant's contributions to the City of Clermont Firefighters' Pension Plan will be discontinued.

5. Benefit Calculations

For all City of Clermont Firefighters' Pension Plan purposes, the credited service and vesting credits of a participant participating in the "DROP" shall remain as they existed on the effective date of commencement of participation in the "DROP". The participant shall not earn or be credited with any additional vesting credits or credited service after beginning "DROP" participation. Service thereafter shall not be recognized by the City of Clermont Firefighters' Pension Plan or used for the calculation or determination of any benefits payable by such Plan.

The average final compensation of the participant shall remain as it existed on the effective date of commencement of participation in the "DROP". Payment for accrued unused leave (vacation, holiday, etc.) shall be made, at the option of the participant, from one of the following choices:

a. when commencing participation in the "DROP", or

b. as the leave is actually used during participation in the "DROP", or

c. when the participant actually terminates employment with the City.

Earnings thereafter shall not be recognized by the Plan or used for the calculation or determination of any benefits payable by the Plan. However, the value of any retirement gift provided by the City shall be based on the date that a participant actually leaves employment with the City including the "DROP" participation period.

6. Payments to DROP Account

The monthly retirement benefits that would have been payable had the member elected to cease employment and receive normal retirement benefits shall be deposited in the participant's "DROP" account.

7. Drop Account Earnings

After each fiscal year quarter, the average daily balance in a participant's deferred retirement option account shall be credited at a rate of six and one-half percent (6.5%) annual interest compounded monthly. The Board of Trustees along with the City shall review the stated rate of return on an annual basis in order to determine the necessity of any adjustment for future "DROP" participants only.

8. Maximum Participation

A participant may participate in the "DROP" for a maximum of sixty (60) months. At the conclusion of the sixty (60) months, the participants' covered city employment must terminate pursuant to the resignation submitted by the participant as part of the “DROP” application. The participant may terminate “DROP” participation by advancing their resignation from covered city employment to a date prior to that submitted by the participant as part of the “DROP” application.

9. Payout

Upon the termination of a members’ covered City employment (for any reason, whether by retirement, resignation, discharge or death), the retirement benefits payable to the participant or the participant’s beneficiary (if the participant selected an optional form of retirement benefit which provides for payments to the beneficiary) shall be paid to the member or beneficiary and shall no longer be deposited into the participant’s “DROP” account.

Within thirty (30) days after the end of any calendar quarter following the termination of a participant’s employment, the balance in the participant’s “DROP” account shall be payable at the participant’s option:

a. In full in a single lump sum payment, all accrued “DROP” benefits, plus interest, less withholding taxes remitted to the Internal Revenue Services (IRS), paid to the “DROP” participant or surviving beneficiary, or;

b. As a direct rollover, all accrued “DROP” benefits, plus interest, paid directly from the “DROP” to the custodian of an eligible retirement plan as defined in Section 402(c)(8)(B), Internal Revenue Code (IRC). If benefit is to be paid to a surviving beneficiary, the transfer shall be to an individual retirement account or annuity as described in Section 402(c)(9), IRC.

c. Partial lump sum – A portion of the accrued “DROP” benefits shall be paid to the participant or surviving beneficiary, less IRS tax, and the remaining “DROP” benefits shall be transferred directly to the custodian of an eligible retirement plan as defined in Section 402 (c)(8)(B), IRC. However, in the case of an eligible rollover distribution to the surviving beneficiary of a decease participant, an eligible retirement plan is an individual retirement account or annuity as described in Section 402(c)(9), IRC. The “DROP” participant or surviving beneficiary shall specify the proportions.

Regardless of the option selected by the participant, the Board of Trustees has the right to accelerate payments in order to comply with Section 401 (A)(9) of the Internal Revenue Code and the right to defer payments to comply with Section 415 of the Internal Revenue Code.

10. Death

If a “DROP” participant dies before their account balances are paid out in full, the participant’s designated beneficiary shall have the same rights as the participant to elect and receive the payout options set forth in paragraph nine (IX) above. “DROP” payments to a beneficiary shall be in addition to any retirement benefits payable to the participant. Participants who are or have been “DROP” participants are not eligible for pre-retirement death or disability benefits.

11. Forms

The forms and notices approved by the City shall be used in the administration of the “DROP” Plan.

12. Amendment

The Board of Trustees, upon approval by the City Council, can amend the “DROP” at any time. Such amendments shall be consistent with the provisions covering deferred retirement option plans set forth in any applicable collective bargaining agreement and shall be binding upon all future “DROP” participants and upon all “DROP” participants who have balances in their accounts. Such amendments may increase the expense, decrease the account earnings, or limit or restrict the payout options.

N. SHARE PLAN

1. The purpose of this Section is to implement the provisions of Chapter 175, Florida Statutes, and to provide a mechanism to pay required “extra benefits” to Firefighters based on the growth of premium tax revenue pursuant to Chapter 175. The monies shall be derived exclusively from monies received from the state and not from any additional taxes levied by the City.

2. Initial Allocation –

Effective January 24, 2017, the City agrees to convert 100% of the Chapter 175 reserve fund to a Share Plan. The total amount shall be credited to each participant based on their completed months of credited service in proportion to the combined completed months of credited service of all participants.

3. Annual Allocation –

Effective January 24, 2017, the Union agrees to allow the City to use 100% of all future Chapter 175 annual distributions up to the amount received in the 2012 calendar year ($188,967) and 50% of any future annual amounts in excess of the 2012 calendar year distribution to fund the normal cost of the pension plan. The remaining 50% of any future annual amounts in excess of the 2012 calendar year distribution shall be credited to participant share accounts, with each participant’s account receiving an equal share of the total amount allocated.

4. All monies received and allocated to the Share accounts will be placed in the fund, as outlined in Article 4 of the Basic Plan Document, and shall be commingled for investment purposes with the other assets of the City’s retirement pension funds. Separate accounting shall be maintained for all commingled assets.

~~In accordance with provisions of Chapter 175, Florida Statutes and such other required authority, a firefighter, who is a participant, shall be entitled to one share for each year of credited service, as defined below, as a firefighter of the City. Each participant shall thereupon have as many shares as years of credited service. The number of years of credited service rendered by each participant shall be determined and a record thereof shall be made on the participant's service record.~~

5. For purposes of this Section, the word, credited service shall mean all time served as a regularly appointed or employed firefighter of the City for which regular compensation is paid by the City and all times during which a participant is absent on military leave. It shall include all leave of absences with pay, but shall not include leave of absences during which no regular compensation is paid by the City, except military leave. Credited service for the purposes of the Share Plan only, shall include participants in the DROP.

~~Available funds shall be credited to active participant share accounts, or participants in the DROP, as of September 30th of the applicable plan year. Available funds shall be prorated to each qualifying firefighter in proportion to the number of individual shares for the plan year by credit to the fund.~~

6. Allocation of Expenses, Gains, and Losses –
The Board of Trustees shall pay all costs and expenses for the management and operation for the current fiscal year and shall set aside as much of the income as it considers advisable as a reserve for expenses for the next fiscal year. After deducting these monies, the remaining monies shall be credited to each participant's account as of September 30, based on the same percentage which is earned or lost by the total plan investments, including realized and unrealized gains or losses, net or brokerage commissions, transaction costs and management fees. ~~based on their completed months of credited service in proportion to the combined completed months of credited service of all participants.~~ ~~allocated and credited to the fund on behalf of the respective participants.~~ The City shall bear no expense in the operation of this Share Plan.

7. Distributions –
Upon termination of employment, a vested participant shall be paid the entire share balance as soon as administratively feasible following his termination of employment. In addition, a vested participant, or his designated beneficiary, shall be entitled to payment of the entire share balance when the participant or beneficiary becomes eligible for a disability or death benefit from the defined benefit plan.

~~Upon the separation from service of a non-vested participant (as defined in Section J, of the Adoption Agreement), shares shall revert back into this Share Plan and shall be reallocated to the membership unless the former participant returns to service prior to the September 30th allocation date.~~

8. Forfeitures –
Upon termination of employment, a non-vested participant (as defined in Section J. of the Adoption Agreement) shall not be paid his Share balance. If the non-vested participant does not return to service prior to September 30, his Share balance as of the date of employment termination shall be credited to the remaining participant Share accounts at September 30, with each participant's account receiving an equal share of amount allocated.

9. If any provisions of this Section or the Plan hereby created shall conflict with the provisions of Chapter 175, Florida Statutes, such conflict shall be resolved in favor of the statutory provisions which are intended to control.

This Adoption Agreement may be used only in conjunction with the Basic Defined Benefit Plan Document.

This Adoption Agreement and the Basic Defined Benefit Plan Document shall together be known as the Retirement Plan and Trust for the Firefighters of the City of Clermont.

The Adoption Agreement and the Basic Defined Benefit Plan Document are furnished for the consideration of the Employer and its legal and financial advisors. The Florida Municipal Pension Trust Fund advises the sponsoring Employer to consult with its own attorney and financial advisors on the legal and tax implications of the Defined Benefit Plan and the Adoption Agreement. Nothing herein should be construed as constituting legal or tax advice.

We understand that the Employer may amend any election in this Adoption Agreement by giving the Trustee written notification of such Amendment as adopted.

The Employer hereby agrees to operate under the provisions of the Master Trust Agreement creating the Florida Municipal Pension Trust Fund, which is incorporated in full into this Agreement and attached hereto as Exhibit A to the Basic Defined Benefit Plan Document and the Adoption Agreement.

IN WITNESS WHEREOF, the Employer and Trustee hereby cause this Agreement to be executed on this xx day of xxxxxx, 2018.

CITY OF CLERMONT

____
Gail L. Ash, Mayor

CITY OF CLERMONT

AGENDA ITEM

Meeting Date	
Friday, August 31, 2018	
Agenda Item Name	
Approval of Police Officers Pension Plan FY 2019 Administrative Expenses Budget	
Requested Action	
Staff Report	
Additional Analysis	
Fiscal Impact Summary	

Fiscal Impact	Fund Number and Description	Available Budget Amount

Exhibits Attached (copies of original agreements)		
1.	Police Officers Budgeted Expenses - FY 2019	Police Officers Budgeted Expenses - FY 2019.pdf

City of Clermont Police Officers Pension Plan
Administrative Expenses Budget
FY 2019

	FY 2017 Actual	FY 2018 Budget	FY 2018 Projected	FY 2019 Budget
Administrative Fees	$27,793	$28,600	$29,900	$30,200
Actuary Fees	$16,875	$4,700	$375	$25,000
Legal Fees	$7,024	$7,500	$14,800	$7,500
Travel and Education	$0	$10,000	$837	$10,000
Miscellaneous	$0	$5,000	$0	$5,000
Total	$51,692	$55,800	$45,912	$77,700

CITY OF CLERMONT

AGENDA ITEM

Meeting Date		
Friday, August 31, 2018		
Agenda Item Name		
Approval of Firefighters Pension Plan FY 2019 Administrative Expenses Budget		
Requested Action		
Staff Report		
Additional Analysis		
Fiscal Impact Summary		
Fiscal Impact	**Fund Number and Description**	**Available Budget Amount**
Exhibits Attached (copies of original agreements)		
1. Firefighters Budgeted Expenses - FY 2019	Firefighters Budgeted Expenses - FY 2019.pdf	

City of Clermont Firefighters Pension Plan
Administrative Expenses Budget
FY 2019

	FY 2017 Actual	FY 2018 Budget	FY 2018 Projected	FY 2019 Budget
Administrative Fees	$23,082	$24,000	$27,029	$28,000
Actuary Fees	$21,750	$5,000	$2,250	$25,000
Legal Fees	$5,328	$5,000	$8,427	$5,000
Travel and Education	$0	$10,000	$0	$10,000
Miscellaneous	$0	$5,000	$0	$5,000
Total	$50,160	$49,000	$37,706	$73,000

Expenses - 05/24/2018 to 08/20/2018

08/20/2018

Member Plan Name	Create Date	Amount	Reason	Date Paid
Clermont Police Officers				
R-2018-06-00451	06/12/2018	$837.72	Police Pension Trustee School Travel Reimbursement.	06/15/2018
R-2018-06-00452	06/12/2018	$2,787.70	Christiansen & Dehner Invoice #32191 Legal Services	06/15/2018
R-2018-06-00453	06/12/2018	$1,433.43	Christiansen & Dehner Invoice #32192 Legal Services	06/15/2018
R-2018-Qrtrly3-008	07/01/2018	$6,790.11	06/30/2018 Quarterly Fees	07/01/2018
R-2018-07-00494	07/03/2018	$212.50	Christiansen & Dehner Invoice #32316 Legal Services	07/13/2018
R-2018-07-00495	07/03/2018	$1,706.92	Christiansen & Dehner Invoice #32317 John Kruse Disability	07/13/2018
		$13,768.38		

Expenses - 05/24/2018 to 08/20/2018

08/20/2018

Member Plan Name	Create Date	Amount	Reason	Date Paid
Clermont Police Share Plan				
R-2018-Qrtrly3-009	07/01/2018	$515.07	06/30/2018 Quarterly Fees	07/01/2018
		$515.07		

Expenses - 05/24/2018 to 08/20/2018

08/20/2018

Member Plan Name	Create Date	Amount	Reason	Date Paid
Clermont Firefighters				
R-2018-06-00425	06/07/2018	$962.50	Legal fees bill # 21767	06/15/2018
R-2018-Qrtrly3-005	07/01/2018	$6,264.36	06/30/2018 Quarterly Fees	07/01/2018
		$7,226.86		

Expenses - 05/24/2018 to 08/20/2018

08/20/2018

Member Plan Name	Create Date	Amount	Reason	Date Paid
Clermont Fire Share Plan				
R-2018-Qrtrly3-006	07/01/2018	$402.98	06/30/2018 Quarterly Fees	07/01/2018
		$402.98		

CITY OF CLERMONT

AGENDA ITEM

Meeting Date	
Friday, August 31, 2018	

Agenda Item Name	
Discussion of Police Officers and Firefighters Investment Performance Report for Quarter Ended June 30, 2018	

Requested Action	

Staff Report	

Additional Analysis	

Fiscal Impact Summary	

Fiscal Impact	Fund Number and Description	Available Budget Amount

Exhibits Attached (copies of original agreements)		
1.	Police Officers Investment Report - Quarter Ended June 30, 2018	Police Officers Investment Report - Quarter Ended June 30, 2018.pdf
2.	Firefighters Investment Report - Quarter Ended June 30, 2018	Firefighters Investment Report - Quarter Ended June 30, 2018.pdf

Plan Information for the Quarter Ending

June 30, 2018

Clermont Police Officers

Beginning Balance	$17,216,126.06
Contributions	$217,649.14
Earnings	$83,888.69
Distributions	($102,814.00)
Expenses	($14,094.36)
Other	$0.00
Ending Balance	$17,400,755.53

Cash	$121,805.28	0.7%
Broad Market HQ Bond Fund	$1,983,686.13	11.4%
Core Plus Fixed Income	$3,706,360.93	21.3%
Diversified Large Cap	$5,463,837.24	31.4%
Diversified Small to Mid Cap	$1,983,686.13	11.4%
International Equity	$2,540,510.31	14.6%
Core Real Estate	$1,600,869.51	9.2%

301 S. Bronough Street
P.O. Box 1757
Tallahassee, FL 32302
(800) 342 - 8112

Clermont Police Police Officers

Plan Account Statement for 04/01/2018 to 06/30/2018

Beginning Balance	Contributions	Earnings/(Losses)	Distributions	Fees / Req. / Exp.	Other	Ending Balance
$17,216,126.06	$217,649.14	$83,888.69	($102,814.00)	($14,094.36)	$0.00	$17,400,755.53

Transaction Detail

Contributions

Contribution Detail

Date	Payroll Ending	Employer	EE Pre-Tax	EE After-Tax	State Excise	Subtotal
04/06/2018	04/06/2018	$0.00	$4,383.78	$0.00	$0.00	$4,383.78
04/06/2018	04/06/2018	$25,572.15	$0.00	$0.00	$0.00	$25,572.15
04/20/2018	04/20/2018	$0.00	$4,528.99	$0.00	$0.00	$4,528.99
04/20/2018	04/20/2018	$26,418.94	$0.00	$0.00	$0.00	$26,418.94
05/04/2018	05/04/2018	$0.00	$4,537.90	$0.00	$0.00	$4,537.90
05/04/2018	05/04/2018	$26,471.20	$0.00	$0.00	$0.00	$26,471.20
05/18/2018	05/18/2018	$0.00	$4,667.98	$0.00	$0.00	$4,667.98
05/18/2018	05/18/2018	$27,230.09	$0.00	$0.00	$0.00	$27,230.09
06/01/2018	06/01/2018	$0.00	$4,358.42	$0.00	$0.00	$4,358.42
06/01/2018	06/01/2018	$25,424.19	$0.00	$0.00	$0.00	$25,424.19
06/15/2018	06/15/2018	$28,978.80	$0.00	$0.00	$0.00	$28,978.80
06/15/2018	06/15/2018	$0.00	$4,967.78	$0.00	$0.00	$4,967.78
06/18/2018	06/18/2018	$0.00	$14.07	$0.00	$0.00	$14.07
06/18/2018	06/18/2018	$82.08	$0.00	$0.00	$0.00	$82.08
06/29/2018	06/29/2018	$0.00	$4,392.12	$0.00	$0.00	$4,392.12
06/29/2018	06/29/2018	$25,620.65	$0.00	$0.00	$0.00	$25,620.65
Total						$217,649.14

Rollover Detail

Date	Participant	EE Pre-Tax Rollover	EE After Tax Rollover	Total
Total				

Fees, Requisitions and Expenses

Date	Req. Num	Description	Amount
04/01/2018	R-2018-Qrtrly2-008	VENDOR: FMPTF/ DETAIL: 03/31/2018 Quarterly Fees	($6,742.88)
04/13/2018	R-2018-04-00289	VENDOR: Christiansen & Dehner, P.A./ DETAIL: CHRISTIANSEN & DEHNER INVOICE #31949 LEGAL SERVICES	($1,138.21)
05/18/2018	R-2018-05-00343	VENDOR: Christiansen & Dehner, P.A./ DETAIL: Legal fees Inv 32058	($389.42)
05/18/2018	R-2018-05-00344	VENDOR: Christiansen & Dehner, P.A./ DETAIL: Legal fees Inv 32057	($765.00)
06/15/2018	R-2018-06-00451	VENDOR: John Baker/ DETAIL: Police Pension Trustee School Travel Reimbursement.	($837.72)
06/15/2018	R-2018-06-00452	VENDOR: Christiansen & Dehner, P.A./ DETAIL: Christiansen & Dehner Invoice #32191 Legal Services	($2,787.70)
06/15/2018	R-2018-06-00453	VENDOR: Christiansen & Dehner, P.A./ DETAIL: Christiansen & Dehner Invoice #32192 Legal Services	($1,433.43)
Total			($14,094.36)

Other

Date	Description	Amount

Earnings / (Losses)

Date	Amount
04/30/2018	$59,028.96

301 S. Bronough Street
P.O. Box 1757
Tallahassee, FL 32302
(800) 342 - 8112

Clermont Police Police Officers

Plan Account Statement for 04/01/2018 to 06/30/2018

Total	$0.00

05/31/2018	$54,686.56
06/30/2018	($29,826.83)
Total	$83,888.69

Distributions

Lump Sum Detail

Date	Participant	Type	Amount
05/04/2018	Cecil C. Garrett	Lump Sum	($18,958.00)
Total			($18,958.00)

Recurring Payment Detail

Date	Participant	Amount
04/01/2018	Blackmon, Michael	($2,338.27)
04/01/2018	Castro, Rene	($3,651.23)
04/01/2018	Cheatham, Daniel	($829.81)
04/01/2018	Conlee, Lori	($1,544.69)
04/01/2018	Graham, Stephen	($1,282.69)
04/01/2018	Hildreth , Julia	($1,277.36)
04/01/2018	Holmes, Gary L.	($1,200.57)
04/01/2018	Homelius, Katherine	($1,588.31)
04/01/2018	Jensen, Eric	($3,565.28)
04/01/2018	Johnson, Jon	($496.46)
04/01/2018	Robbins, Robert	($902.03)
04/01/2018	Rogers, Mary	($1,526.87)
04/01/2018	Rooney, James	($2,239.87)
04/01/2018	Simmons, Raymond	($795.32)
04/01/2018	Story, Randall	($2,003.34)
04/01/2018	Swanson, Robert	($224.63)
04/01/2018	Torres-Rodriguez , Evelyn	($801.44)
04/01/2018	Vigeant, Christopher A.	($1,683.83)
05/01/2018	Blackmon, Michael	($2,338.27)
05/01/2018	Castro, Rene	($3,651.23)
05/01/2018	Cheatham, Daniel	($829.81)
05/01/2018	Conlee, Lori	($1,544.69)
05/01/2018	Graham, Stephen	($1,282.69)
05/01/2018	Hildreth , Julia	($1,277.36)
05/01/2018	Holmes, Gary L.	($1,200.57)
05/01/2018	Homelius, Katherine	($1,588.31)
05/01/2018	Jensen, Eric	($3,565.28)
05/01/2018	Johnson, Jon	($496.46)
05/01/2018	Robbins, Robert	($902.03)
05/01/2018	Rogers, Mary	($1,526.87)
05/01/2018	Rooney, James	($2,239.87)
05/01/2018	Simmons, Raymond	($795.32)
05/01/2018	Story, Randall	($2,003.34)
05/01/2018	Swanson, Robert	($224.63)
05/01/2018	Torres-Rodriguez , Evelyn	($801.44)
05/01/2018	Vigeant, Christopher A.	($1,683.83)
06/01/2018	Blackmon, Michael	($2,338.27)
06/01/2018	Castro, Rene	($3,651.23)
06/01/2018	Cheatham, Daniel	($829.81)
06/01/2018	Conlee, Lori	($1,544.69)
06/01/2018	Graham, Stephen	($1,282.69)
06/01/2018	Hildreth , Julia	($1,277.36)
06/01/2018	Holmes, Gary L.	($1,200.57)

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Clermont Police Police Officers

Plan Account Statement for 04/01/2018 to 06/30/2018

06/01/2018	Homelius, Katherine	($1,588.31)
06/01/2018	Jensen, Eric	($3,565.28)
06/01/2018	Johnson, Jon	($496.46)
06/01/2018	Robbins, Robert	($902.03)
06/01/2018	Rogers, Mary	($1,526.87)
06/01/2018	Rooney, James	($2,239.87)
06/01/2018	Simmons, Raymond	($795.32)
06/01/2018	Story, Randall	($2,003.34)
06/01/2018	Swanson, Robert	($224.63)
06/01/2018	Torres-Rodriguez , Evelyn	($801.44)
06/01/2018	Vigeant, Christopher A.	($1,683.83)
Total		($83,856.00)

Plan Information for the Quarter Ending

June 30, 2018

Clermont Police Share Plan

Beginning Balance	$1,314,071.24
Contributions	$0.00
Earnings	$6,401.51
Distributions	$0.00
Expenses	($514.67)
Other	$0.00
Ending Balance	$1,319,958.08

Cash	$9,239.71	0.7%
Broad Market HQ Bond Fund	$150,475.22	11.4%
Core Plus Fixed Income	$281,151.07	21.3%
Diversified Large Cap	$414,466.84	31.4%
Diversified Small to Mid Cap	$150,475.22	11.4%
International Equity	$192,713.88	14.6%
Core Real Estate	$121,436.14	9.2%

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Clermont Police Share Plan

Plan Account Statement for 04/01/2018 to 06/30/2018

Beginning Balance	Contributions	Earnings/(Losses)	Distributions	Fees / Req. / Exp.	Other	Ending Balance
$1,314,071.24	$0.00	$6,401.51	$0.00	($514.67)	$0.00	$1,319,958.08

Transaction Detail

Contributions

Contribution Detail

Date	Payroll Ending	Employer	EE Pre-Tax	EE After-Tax	State Excise	Subtotal
Total						$0.00

Rollover Detail

Date	Participant	EE Pre-Tax Rollover	EE After Tax Rollover	Total
Total				

Fees, Requisitions and Expenses

Date	Req. Num	Description	Amount
04/01/2018	R-2018-Qrtrly2-009	VENDOR: FMPTF/ DETAIL: 03/31/2018 Quarterly Fees	($514.67)
Total			($514.67)

Other

Date	Description	Amount
Total		$0.00

Earnings / (Losses)

Date	Amount
04/30/2018	$4,505.56
05/31/2018	$4,166.44
06/30/2018	($2,270.49)
Total	$6,401.51

Distributions

Lump Sum Detail

Date	Participant	Type	Amount
Total			$0.00

Recurring Payment Detail

Date	Participant	Amount
Total		$0.00

Florida Municipal Pension Trust Fund – DB 60% Equity Allocation

Executive Summary

As of June 30, 2018

60% Equity Allocation

- Underperformance in the domestic equity portfolios made the second quarter a challenging one for the 60% Equity Allocation as it struggled to keep pace with the target index (up 0.5% vs. up 1.6%).
- This allocation posted strong absolute results over the past year (rising 7.3%), although modestly trailing the target index (up 8.2%) and the public fund peer group (up 7.6%).
- Over the past 10 years, this allocation is up 6.7% on average annually. While this performance is slightly behind the target index, it ranks in the top 23rd percentile of the peer group, with the risk controlled nature of many of the underlying strategies providing downside protection should the markets moderate.
- An allocation to the new FMIvT Core Real Estate Portfolio was added in the first quarter of the year, and was fully implemented as of June 30.

FMIvT Broad Market High Quality Bond Fund

- The Broad Market High Quality Bond Fund (up 0.2%) outpaced the BloomBar Capital Aggregate A+ Index (up 0.0%) in the second quarter and ranked in the top 7th percentile of US core fixed income managers.
- The fund has displayed a consistent pattern of performance, posting absolute returns of 3.0% on average annually over the past 10 years. This slightly trails the benchmark (up 3.4%), with the high quality focus providing a headwind, particularly over the past several years.
- The portfolio's conservative risk profile and high quality bias are in line with the objectives for this fund. This bias has rewarded investors in the form of a more favorable relative risk-adjusted return comparison over the long-term.

FMIvT Core Plus Fixed Income Fund

- The Core Plus Fixed Income Fund (down 2.7%) outperformed the BloomBar Multiverse (down 2.8%) in the second quarter, but the Fund's emerging markets exposure and security selection made it difficult to keep up with the peer universe of global unconstrained fixed income managers.
- In the 4 years since inception, the Core Plus Fixed Income Fund has posted absolute returns of 1.4% on average annually, outperforming the benchmark (up 0.2%) by nearly 120 bps.
- The Core Plus Fixed Income Fund was added to the FMIvT lineup in April 2014 to provide broad global fixed income exposure, through equal allocation to two strategies (Amundi Pioneer Multi-Sector Fixed Income Fund and the Franklin Templeton Global Multi-Sector Plus Fund).

Florida Municipal Pension Trust Fund – DB 60% Equity Allocation

Executive Summary

As of June 30, 2018

FMIvT Diversified Large Cap Equity Portfolio

- The Diversified Large Cap Equity Portfolio was created in October 2017. The fund is allocated 60% to the Intech US Broad Enhanced Plus Fund, and 20% each to the Hotchkis & Wiley Diversified Value Fund and the Atlanta Capital High Quality Growth Fund. This fund provides investors with exposure to core, value, and growth opportunities within the US large cap equity space.
- This strategy struggled to keep up with the Russell 1000 in the second quarter, rising 2.4% compared to 3.6% for the benchmark due to the challenging results for the core and growth strategies. However, this fund has posted a 8.6% return since inception, ranking in the top half of their peer universe of US large cap core managers.

FMIvT Diversified Small to Mid Cap Equity Fund

- Adverse stock selection and lack of exposure to the energy sector made for a difficult second quarter as this strategy struggled to match the benchmark's strong performance (up 3.8% vs. up 5.7%).
- This strategy has generated very strong results over the past 10 years, rising 14.9% on average annually compared with 10.8% for the benchmark. Furthermore, the fund ranked in the top 2nd percentile of its peer group, with a more modest risk profile and very strong risk-adjusted returns.

FMIvT International Equity Portfolio

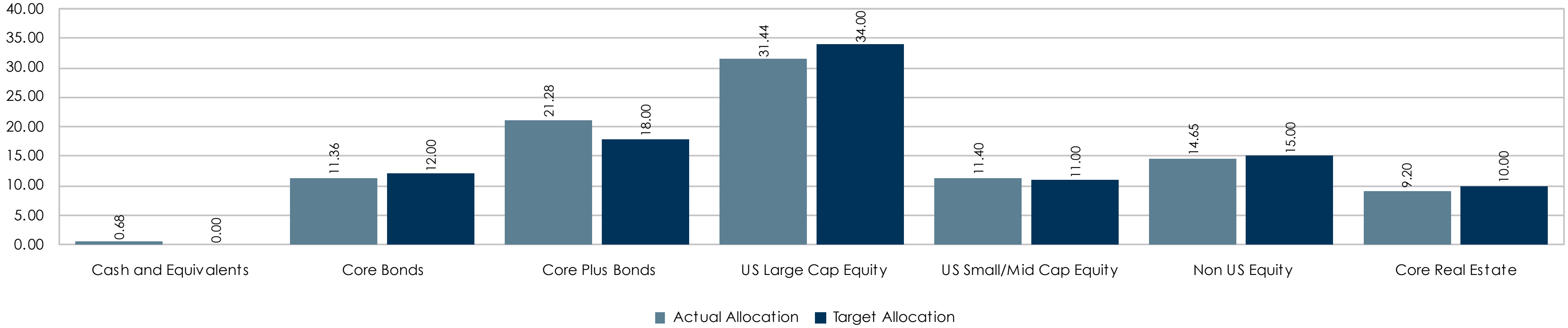
- In October 2017, a ten percent allocation to emerging markets (Wells Capital Berkeley Street Emerging Markets Fund) was added to this portfolio.
- The portfolio outpaced the MSCI ACWI ex US in the second quarter (-1.9% vs -2.4%) with strong stock selection by both funds in the portfolio providing a boost.
- This FMIvT International Equity portfolio modestly lagged the international markets over the past 3 years, but has posted strong absolute returns over that time period (up 3.7% on average annually).
- This strategy is intended to provide strong diversification across the broad spectrum of equity markets outside the US, with exposure to both developed and emerging markets.

FMIvT Core Real Estate Portfolio

- This fund was added to the FMIvT early this year with the objective to provide broad exposure to the core real estate markets.
- In June 2018, the manager (Morgan Stanley Prime Property Fund) called down an additional commitment of $75 million which increases the total commitment thus far to $100 million.
- The FMIvT Core Real Estate Portfolio (up 1.8%) performed in line with the NFI ODCE Net benchmark (up 1.8%) in the second quarter.

Total Portfolio

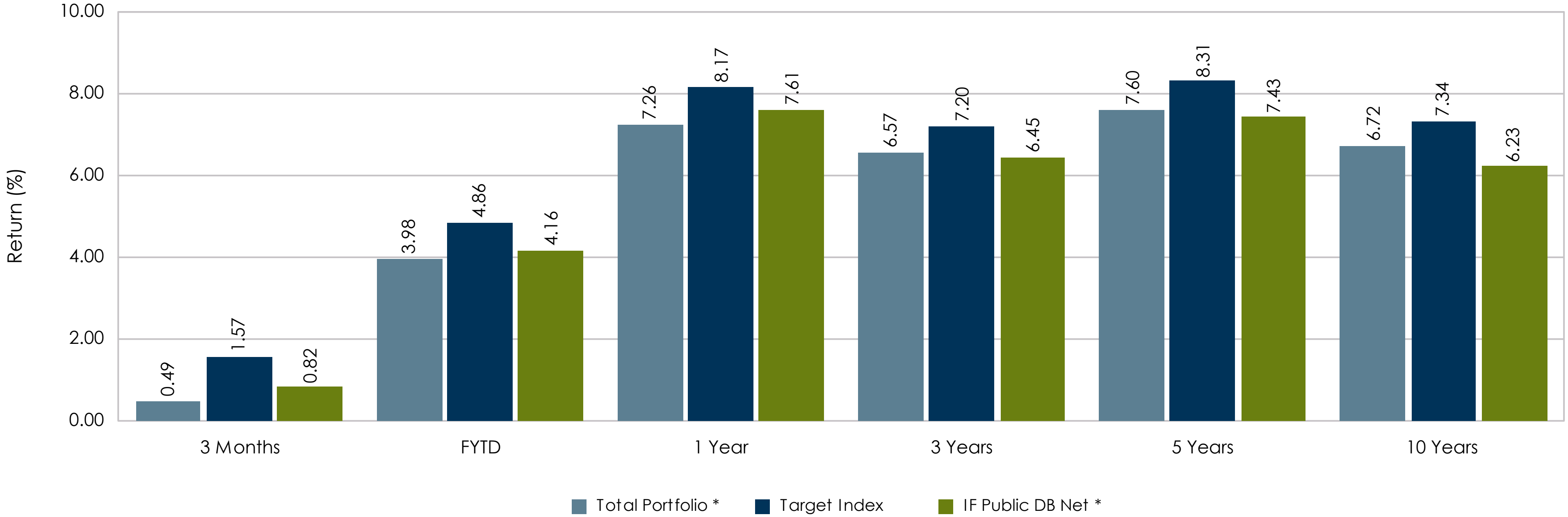
For the Period Ending June 30, 2018



	Market Value ($000s)	Actual Allocation (%)	Target Allocation (%)	Over/Under Target (%)
Total Portfolio	**415,829**	**100.00**	**100.00**	
Cash and Equivalents	**2,830**	**0.68**	**0.00**	**0.68**
Fixed Income	**135,702**	**32.63**	**30.00**	**2.63**
Core Bonds	47,230	11.36	12.00	-0.64
Core Plus Bonds	88,471	21.28	18.00	3.28
Equity	**239,049**	**57.49**	**60.00**	**-2.51**
US Equity	178,148	42.84	45.00	-2.16
US Large Cap Equity	130,733	31.44	34.00	-2.56
US Small/Mid Cap Equity	47,415	11.40	11.00	0.40
Non US Equity	60,901	14.65	15.00	-0.35
Core Real Estate	**38,248**	**9.20**	**10.00**	**-0.80**

Total Portfolio

For the Periods Ending June 30, 2018



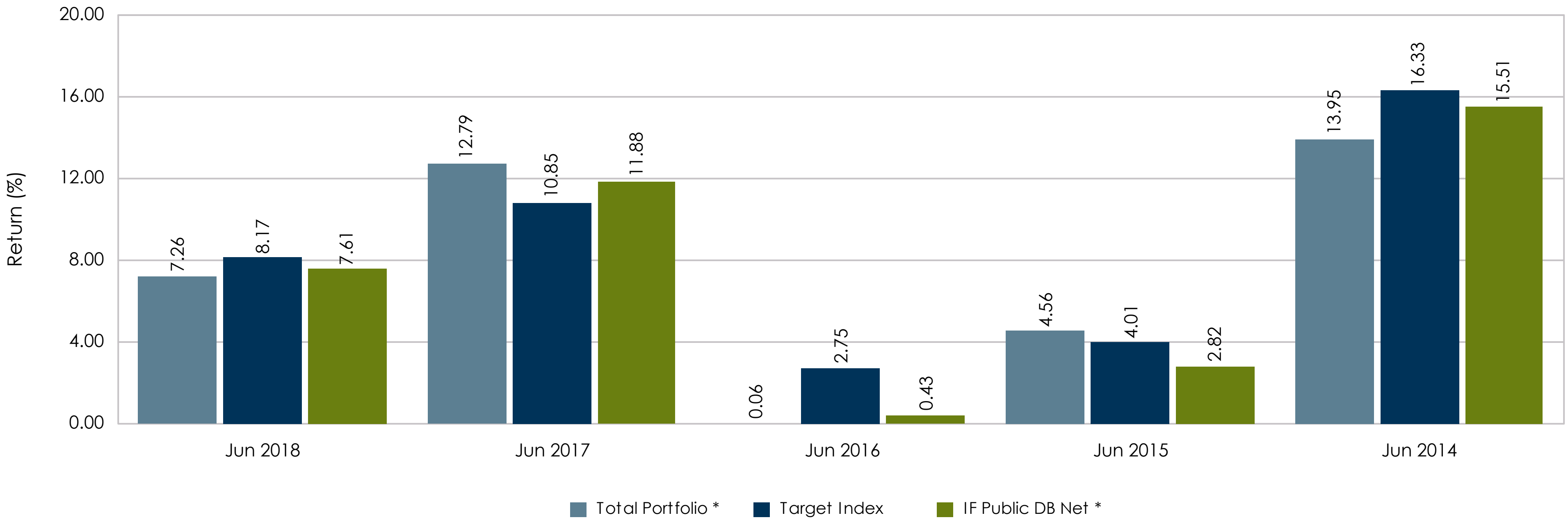
	3 Months	FYTD	1 Year	3 Years	5 Years	10 Years
Ranking	71	55	61	45	41	23
5th Percentile	1.96	6.01	9.71	7.71	8.72	7.51
25th Percentile	1.24	4.85	8.46	6.94	7.96	6.64
50th Percentile	0.82	4.16	7.61	6.45	7.43	6.23
75th Percentile	0.40	3.44	6.83	5.92	6.89	5.68
95th Percentile	-0.38	2.39	5.75	5.02	5.88	4.84
Observations	203	202	201	194	178	135

The rankings represent the portfolio's returns versus a peer universe. The rankings are on a scale of 1 to 100 with 1 being the best.

** Performance is calculated using net of fee returns.*

Total Portfolio

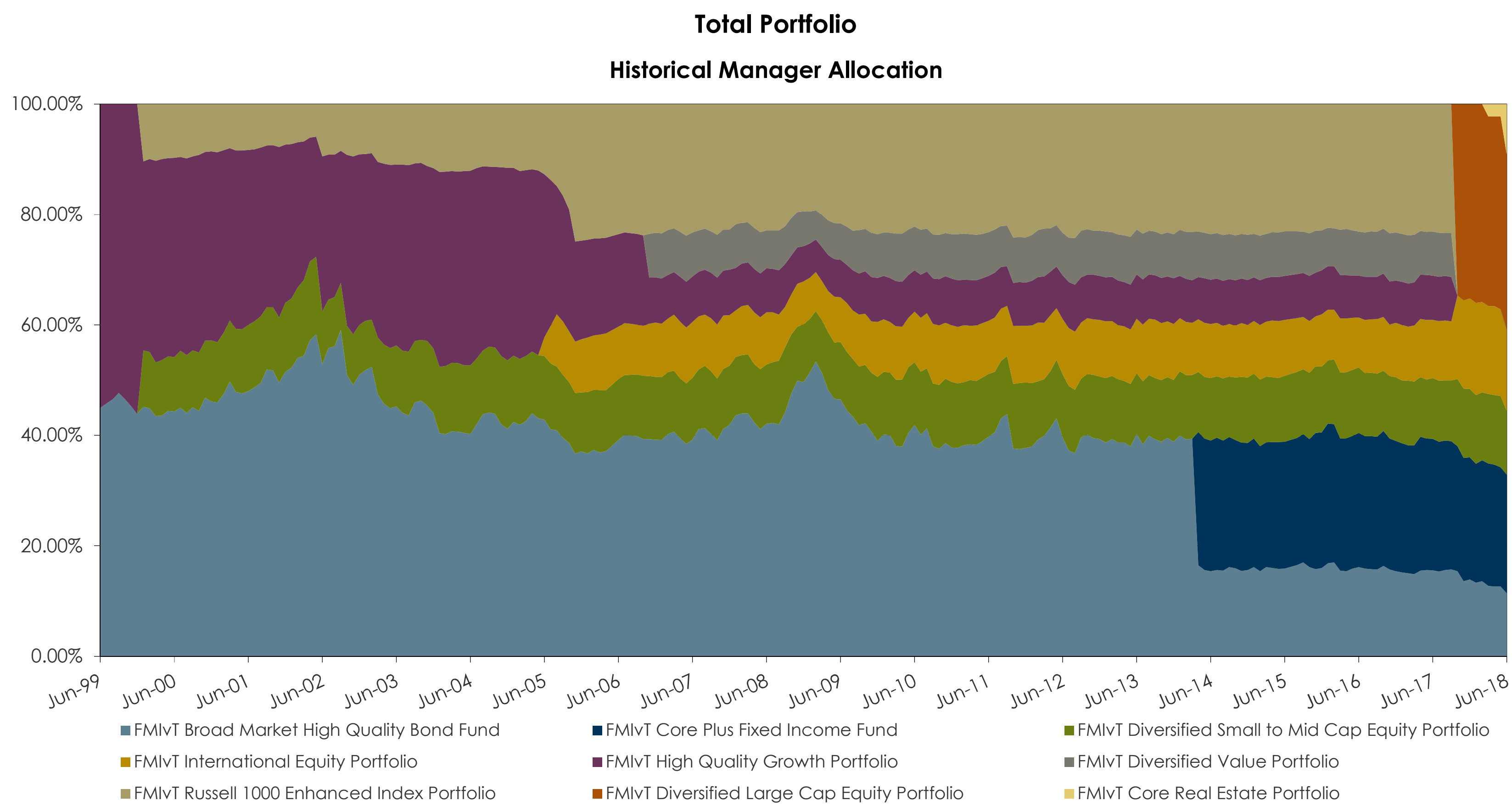
For the One Year Periods Ending June



Ranking	61	27	59	3	81
5th Percentile	9.71	14.72	2.79	4.35	18.59
25th Percentile	8.46	12.93	1.40	3.58	16.66
50th Percentile	7.61	11.88	0.43	2.82	15.51
75th Percentile	6.83	10.58	-0.95	1.56	14.12
95th Percentile	5.75	8.11	-2.91	-0.08	11.95
Observations	201	282	258	231	173

The rankings represent the portfolio's returns versus a peer universe. The rankings are on a scale of 1 to 100 with 1 being the best.

** Performance is calculated using net of fee returns.*



January 1998: Initial allocation to Broad Market HQ Bond and HQ Growth Equity only.
January 2000: Added exposure to Small Cap markets and passive Large Cap.
February 2004: Increased equity portfolio exposure through reduction in the Broad Market HQ Bond Fund.
May 2005: Added International exposure; increased the Large Core allocation to reduce the Fund's growth bias.
November 2006: Added Large Cap Value allocation to balance the style exposure.
April 2014: Added Core Plus Fixed Income.
October 2017: FMIvT Diversified Large Cap Equity Portfolio was created, which combines the large cap core, value, and growth portfolios.

Performance vs. Objectives

For the Periods Ending June 30, 2018

	Benchmark (%)	Rank	Total Portfolio (%)	Rank	Objective Met?
	5 Years				
▪ The Total Portfolio's annualized total return should exceed the total return of the Target Index.	8.31		7.60		No
▪ The Total Portfolio's annualized total return should rank at median or above when compared to the IF Public DB Net universe.	7.43	50th	7.60	41st	Yes

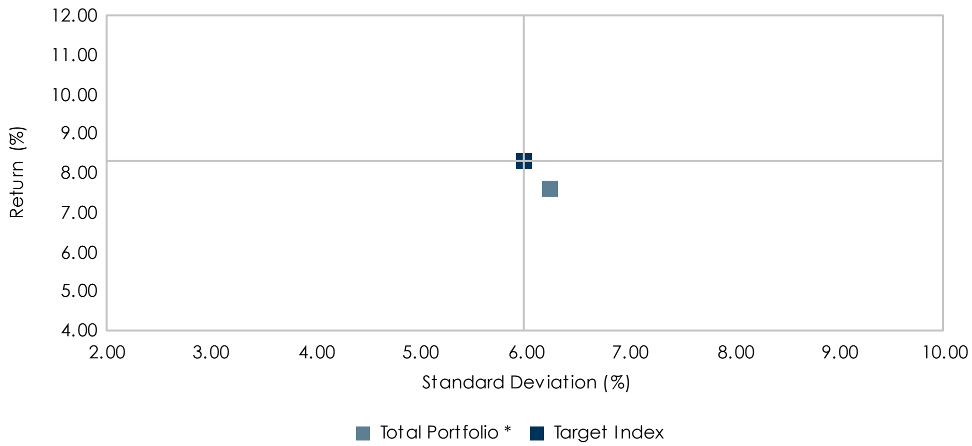
Performance and Statistics are calculated using monthly return data.

Target Index: Effective October 2017, the index consists of 30.0% BloomBar US Aggregate, 34.0% S&P 500, 11.0% Russell 2500, 15.0% MSCI ACWI ex US, 10.0% NFI ODCE Net.

Total Portfolio

For the Periods Ending June 30, 2018

5 Year Risk / Return



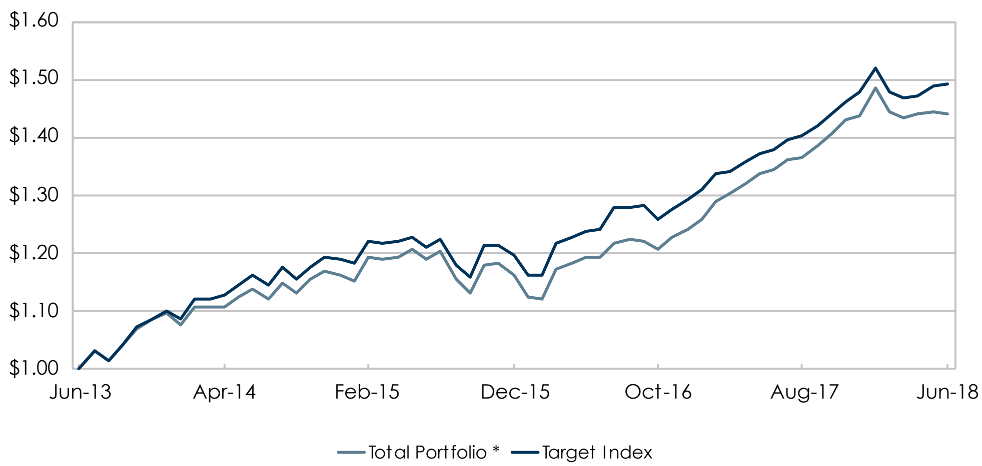
5 Year Portfolio Statistics

	Total Portfolio *	Target Index
Return (%)	7.60	8.31
Standard Deviation (%)	6.23	5.99
Sharpe Ratio	1.16	1.33

Benchmark Relative Statistics

Beta	1.02
Up Capture (%)	97.84
Down Capture (%)	107.59

5 Year Growth of a Dollar



5 Year Return Analysis

	Total Portfolio *	Target Index
Number of Months	60	60
Highest Monthly Return (%)	4.88	4.69
Lowest Monthly Return (%)	-4.13	-3.80
Number of Positive Months	39	45
Number of Negative Months	21	15
% of Positive Months	65.00	75.00

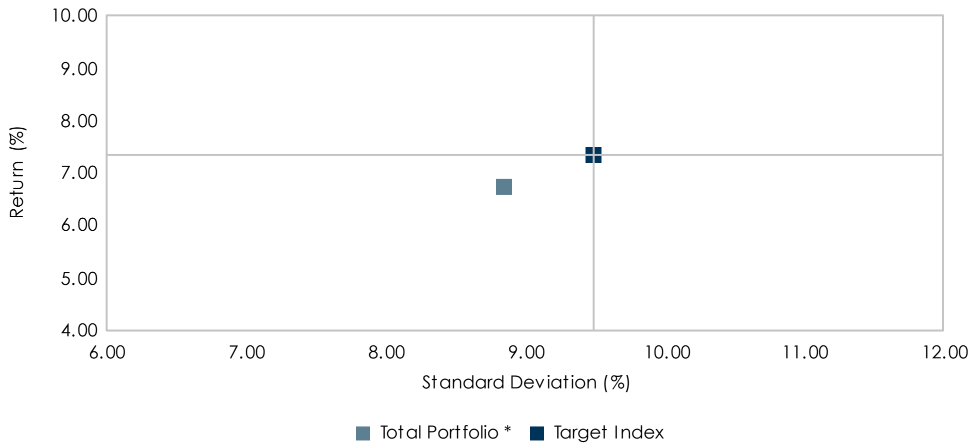
** Performance is calculated using net of fee returns.*

Statistics are calculated using monthly return data.

Total Portfolio

For the Periods Ending June 30, 2018

10 Year Risk / Return



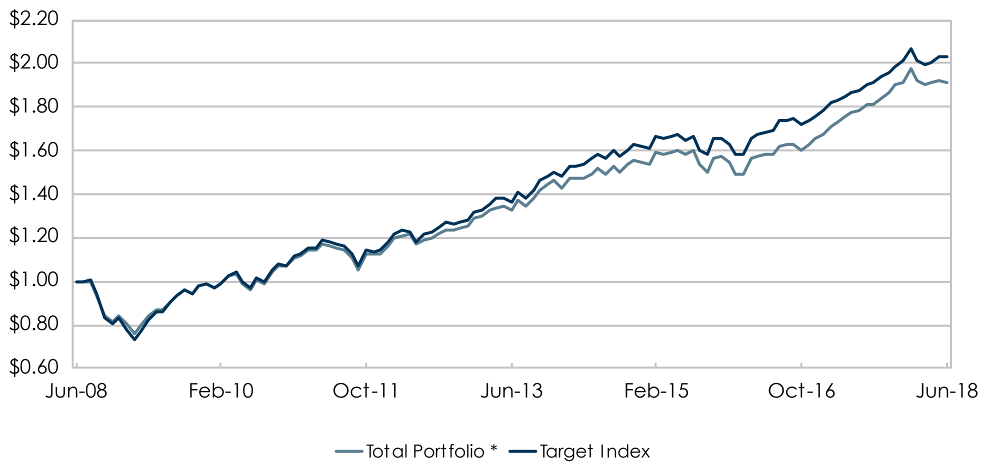
10 Year Portfolio Statistics

	Total Portfolio *	Target Index
Return (%)	6.72	7.34
Standard Deviation (%)	8.84	9.49
Sharpe Ratio	0.73	0.75

Benchmark Relative Statistics

Beta	0.92
Up Capture (%)	92.90
Down Capture (%)	95.66

10 Year Growth of a Dollar



10 Year Return Analysis

	Total Portfolio *	Target Index
Number of Months	120	120
Highest Monthly Return (%)	6.64	6.92
Lowest Monthly Return (%)	-10.07	-11.80
Number of Positive Months	79	83
Number of Negative Months	41	37
% of Positive Months	65.83	69.17

** Performance is calculated using net of fee returns.*

Statistics are calculated using monthly return data.

Rates of Return Summary

For the Periods Ending June 30, 2018

	Market Value ($000s)	Actual Allocation (%)	3 Months (%)	FYTD (%)	1 Year (%)	3 Years (%)	5 Years (%)	10 Years (%)
Total Portfolio * [1]	**415,829**	**100.00**	**0.49**	**3.98**	**7.26**	**6.57**	**7.60**	**6.72**
Target Index [2]			*1.57*	*4.86*	*8.17*	*7.20*	*8.31*	*7.34*
Cash and Equivalents	**2,830**	**0.68**						
Capital City Cash *	**2,830**	**0.68**	**0.24**	**0.64**	**0.75**	**0.29**	**0.20**	**0.18**
US T-Bills 90 Day			*0.46*	*1.09*	*1.36*	*0.68*	*0.42*	*0.36*
Fixed Income	**135,702**	**32.63**						
Core Bonds								
FMIvT Broad Market High Quality Bond Fund *	**47,230**	**11.36**	**0.16**	**-0.62**	**-0.18**	**1.10**	**1.59**	**2.95**
BloomBar US Aggregate A+			*0.00*	*-1.10*	*-0.38*	*1.47*	*2.05*	*3.44*
Core Plus Bonds								
FMIvT Core Plus Fixed Income Fund *	**88,471**	**21.28**	**-2.67**	**-2.50**	**-1.24**	**1.87**	**--**	**--**
BloomBar Multiverse			*-2.83*	*-0.53*	*1.34*	*2.78*	*1.67*	*2.78*
Equity	**239,049**	**57.49**						
US Equity	**178,148**	**42.84**						
US Large Cap Equity * [3]	**130,733**	**31.44**	**2.43**	**8.52**	**13.56**	**10.44**	**12.56**	**9.67**
Russell 1000			*3.57*	*9.63*	*14.54*	*11.64*	*13.37*	*10.20*
FMIvT Diversified Large Cap Equity Portfolio *	**130,733**	**31.44**	**2.40**	**8.59**	**--**	**--**	**--**	**--**
Russell 1000			*3.57*	*9.63*	*14.54*	*11.64*	*13.37*	*10.20*
US Small/Mid Cap Equity								
FMIvT Diversified SMID Cap Equity Portfolio * [4]	**47,415**	**11.40**	**3.83**	**14.76**	**19.07**	**14.12**	**14.99**	**14.85**
SMID Benchmark [5]			*5.71*	*10.98*	*16.24*	*10.30*	*12.29*	*10.84*

FYTD: Fiscal year ending September.

** Net of fee return data.*

Rates of Return Summary

For the Periods Ending June 30, 2018

	Market Value ($000s)	Actual Allocation (%)	3 Months (%)	FYTD (%)	1 Year (%)	3 Years (%)	5 Years (%)	10 Years (%)
Non-US Equity								
FMIvT International Equity Portfolio * [6]	**60,901**	**14.65**	**-1.94**	**0.03**	**5.52**	**3.74**	**5.01**	**-0.81**
MSCI ACWI ex US			*-2.39*	*1.45*	*7.79*	*5.56*	*6.48*	*3.01*
Core Real Estate	**38,248**	**9.20**						
FMIvT Core Real Estate Portfolio *	**38,248**	**9.20**	**1.82**	**--**	**--**	**--**	**--**	**--**
NFI ODCE Net			*1.81*	*5.74*	*7.47*	*8.37*	*10.03*	*4.33*

Notes:

[1] Market values and Total Portfolio performance includes all fees and expenses. Beginning July 2008 and ending September 2010, the net of fee performance includes the impact of securities lending activity, which may increase or decrease the total expenses of the portfolio.

[2] Target Index: Effective October 2017, the index consists of 30.0% BloomBar US Aggregate, 34.0% S&P 500, 11.0% Russell 2500, 15.0% MSCI ACWI ex US, 10.0% NFI ODCE Net.

[3] Represents the FMPTF Large Cap Equity Composite net of fees returns.

[4] Custom Index consists of the Russell 2500 beginning June 1, 2010 and prior to that the Russell 2000.

[5] SMID Benchmark: Effective June 2010, the index consists of 100% Russell 2500.

[6] Wells Capital EM was added to the portfolio in October 2017. Portfolio renamed and manager changed in October 2014 and April 2011.

FYTD: Fiscal year ending September.

** Net of fee return data.*

Florida Municipal Investment Trust

Protecting Florida Investment Act - Quarterly Disclosure

As of June 30, 2018

This Disclosure is intended to provide information with respect to Chapter 175 and 185 Police and Fire Plan's required disclosure of direct or indirect holdings in any "scrutinized companies" as defined in the FSBA PFIA Quarterly Report for Quarter 2 2018.

It is important to note that individual Police and Fire Plan's have no direct interests in any scrutinized companies. Police and Fire Plan's hold an interest in the Florida Municipal Pension Trust Fund. It is also important to note that the Florida Municipal Pension Trust Fund has no direct interests in any scrutinized companies as all of its interests are invested in the Florida Municipal Investment Trust.

The Florida Municipal Investment Trust is the only entity that could possibly have direct interests in any scrutinized companies. ACG has reviewed the **Protecting Florida's Investments Act (PFIA) Quarterly Report-June 13, 2018** that is available on the Florida SBA website. In particular we have reviewed the list of companies appearing in **Tables 1 and 3- Scrutinized Companies with Activities in Sudan and Iran,** and compared these lists to securities of companies held directly by the Florida Municipal Investment Trust. As of 6/30/18, the Florida Municipal Investment Trust had no direct interest in securities on the above referenced lists.

ACG also requested that investment managers, who manage commingled funds that are owned by the Florida Municipal Investment Trust, review the **Protecting Florida's Investments Act (PFIA) Quarterly Report-June 13, 2018** and disclose whether the Florida Municipal Investment Trust may hold any scrutinized companies indirectly through investment in their respective commingled funds. They have confirmed that they do not hold any of these securities.

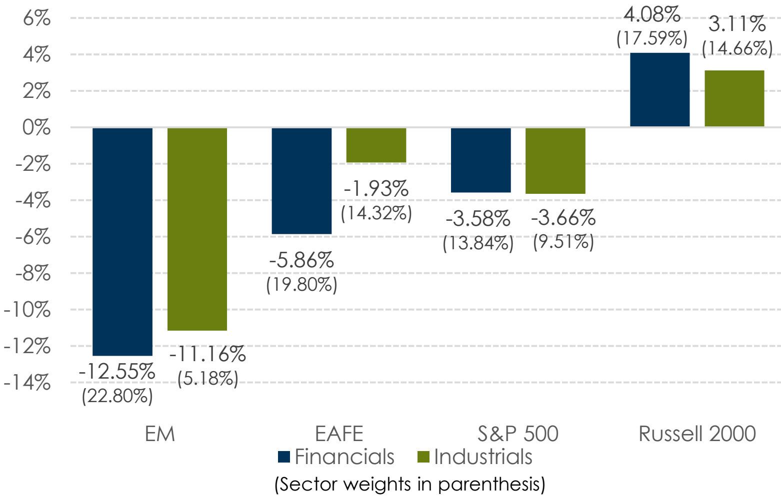
Global Long-Only Equity

After a tumultuous start to the year, the second quarter of 2018 continued to see increased volatility. **US markets advanced in the quarter and now are in positive territory for the year**, but International equities remain battered. The unpredictable behavior witnessed year-to-date is in part due to trade concerns and a **decoupling of the synchronized expansion that defined 2017**. As such, investors attempted to identify winners and losers, driving **wide sector and geographic dispersion**. Trade pressures were highlighted most meaningfully within the Industrials and Financial sectors of US Large Cap and International stocks as these two sectors are expected to be hurt the most by prolonged trade wars.

Among developed International equities, most countries delivered negative returns; the UK and Australia were notable exceptions. Within emerging markets, all major countries showed declines, as **trade-related anxiety and US dollar strength fueled significant investor concerns.** The US dollar strengthened against all major worldwide currencies, particularly versus Brazil, Turkey and South Africa. The euro and yuan both declined 5.0% during 2Q-18.

US Large Cap stocks trudged higher in 2Q-18 **with IT and Consumer Discretionary stocks continuing to rise** despite poor performance in the Industrials and Financials sectors, highlighting the high sector dispersion seen this year. **US small caps have held up**, in part on the thesis that companies with a domestic focus will be insulated from trade wars and currency translation issues. **All sectors within the Russell 2000 advanced** in the quarter and are positive year-to-date, with IT and Healthcare being notable leaders.

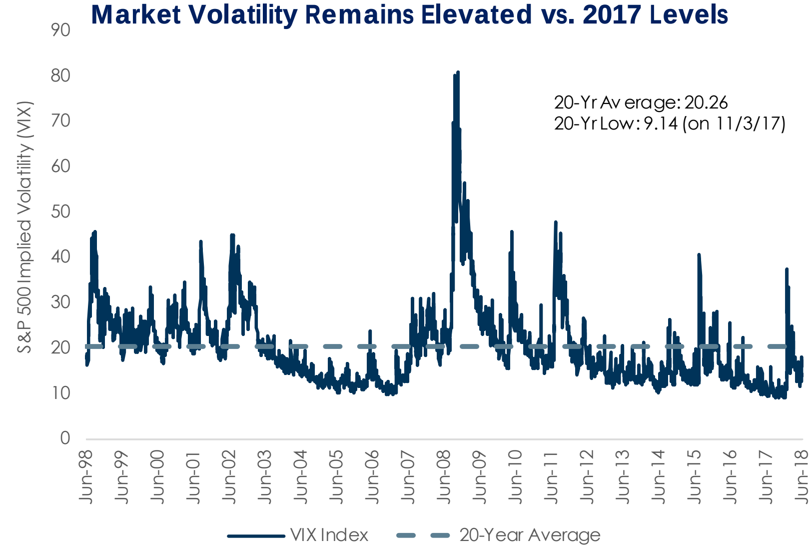
Equity Market Returns in 2Q-18 Reflect Trade War Fears



Sources: Bloomberg, FactSet, ACG Research

Global Long/Short Equity

Market Volatility Remains Elevated vs. 2017 Levels



Sources: Bloomberg, ACG Research

Managers remain positive about the equity outlook as gross exposure continues to track near historical post-crisis highs. Managers have benefitted from an **increase in dispersion** in both **sectors and companies** and we expect this will continue through the rest of the year. The **increased market volatility** has also **assisted equity long/short managers**, giving them a long-awaited **opportunity to provide downside protection**. The unpredictable macro environment with trade wars and mid-term elections will likely continue to create volatility, which should provide opportunities for managers to generate returns on both the long and the short side of their portfolios.

The possibility of continued interest rate increases is helpful to equity long/short managers as they start to earn rebates on their short portfolios (after not receiving a rebate on short sales for over a decade due to low rates).

The outlook for **event driven** strategies has improved as a number of large deals have finally been approved after many months of terminated or postponed deals. Global M&A hit a record $2 trillion year-to-date with the tailwind from tax cuts and cash repatriation.

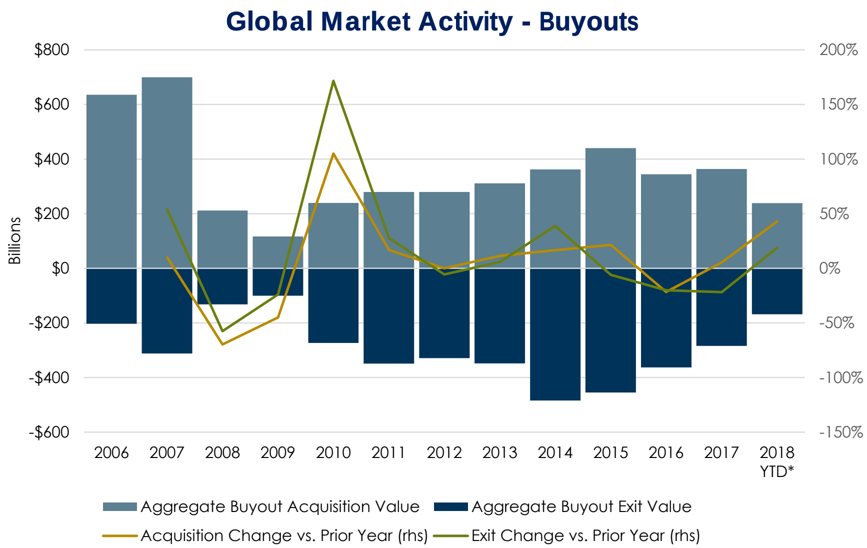
Technology continues to be a key area of interest. Tech exposure remains high among equity long/short managers as the sector has been a major contributor to returns and there continues to be a large amount of dispersion between winners and losers (which creates a **positive opportunity set for equity long/short stock pickers).**

Global Private Equity

Much like public markets, valuations remain high for new deals in private markets, further bolstered by lower corporate tax rates' impact on the most common buyout valuation measure. The **median acquisition price for a private equity-backed company purchased in 1Q-18 was 10.2x EBITDA**, down marginally from 2017's all time high of 10.7x but still hovering near record levels. As EBITDA excludes tax expense, we are watching for signs that the boost in after-tax earnings is driving further expansion in acquisition multiples. Though recent leverage levels have been about 25% lower than 2007-vintage funds, rising interest rates and the possibility of slowing economic growth poses a risk to private equity-backed companies.

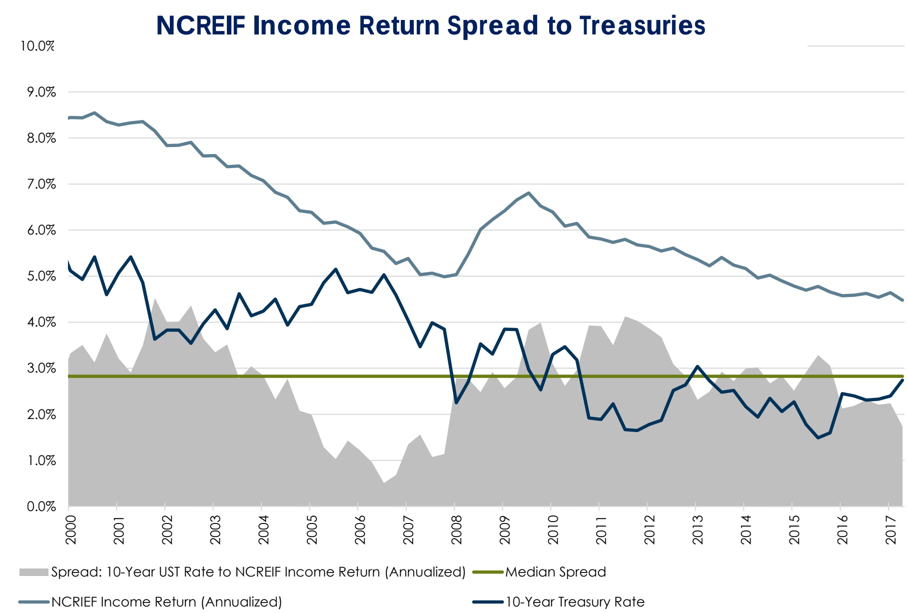
The pace of capital deployment among buyout funds continues to accelerate in an attempt to consume the record levels of dry powder available to private equity funds. **Through the first half of the year, buyout acquisition deal volume was nearly $240 billion, on pace to surpass 2015's post-financial crisis record of $440 billion in capital deployed and up nearly 50% relative to the first half of 2017.** This year's buyout activity has continued 2017's trend of more money being invested in acquisitions than harvested through exits.

High purchase prices today are likely to translate into lower returns going forward. The best managers recognize that **high multiples are unlikely to continue indefinitely and that patience and asset selection is key to driving strong investment outcomes** in this environment.



Sources: Preqin, ACG Research
*Acquisition and Exit Changes vs. Prior Year for 2018 YTD reflect the change over the comparable time period from the prior year.

Global Real Assets



Sources: NCREIF, ACG Research

US real estate assets continue to benefit from a solid economic outlook and generally low new supply. The NCREIF Property Index is expected to post its 33rd consecutive quarter of positive appreciation in 2Q-18. This is 11 quarters longer than the second longest winning streak since the benchmark's inception in 1978. In 1Q-18, NCREIF annualized income returns (a proxy for cap rates) decreased 16 bps to end at 4.48%. **Between tightening income returns and rising interest rates, the spread between NCREIF income returns and the 10-year UST yield ended the quarter at 174 bps, 109 bps tighter than the median spread since 2000.** This quarter marked the first time the spread has fallen below 200 bps since September 2008.

Though there have been no significant impacts to real estate valuations so far, **the potential for higher interest rates could put upward pressure on cap rates and lower future core real estate returns.** Real estate market fundamentals remain relatively solid, with no imminent signs of a dramatic imbalance between supply and demand outside of the long-challenged retail sector. **Given the potential for rising cap rates and the length of the current economic cycle, core real estate funds focused on income may outperform those focused on generating appreciation in the intermediate term.**

Up close to 0.4% during the quarter, the Bloomberg Commodity Index (BCOM) outperformed the Bloomberg Barclays US Aggregate Bond Index by 56 bps and underperformed the S&P 500 and MSCI ACWI by 225 bps and 39 bps, respectively. **Signs of rising inflation may be positive for commodities broadly**, though ongoing uncertainty about international trade policy and sanctions may drive further volatility in the near term.

Global Traditional Bond Markets

Fixed income headwinds persisted during 2Q-18. Despite geopolitical headlines, the **Federal Reserve** continued to operate in a predictable manner, with another 25 bps hike in mid-June. Forecasts were also revised to now include a total of four rate hikes in 2018, with three hikes expected to follow next year. The **US Treasury market adjusted** throughout the quarter, with longer-term rates reaching levels last seen in 2011, before retreating somewhat as risk-off sentiment spread with escalating trade concerns. The US yield curve continued its multi-year flattening trend, as front-end rates advanced.

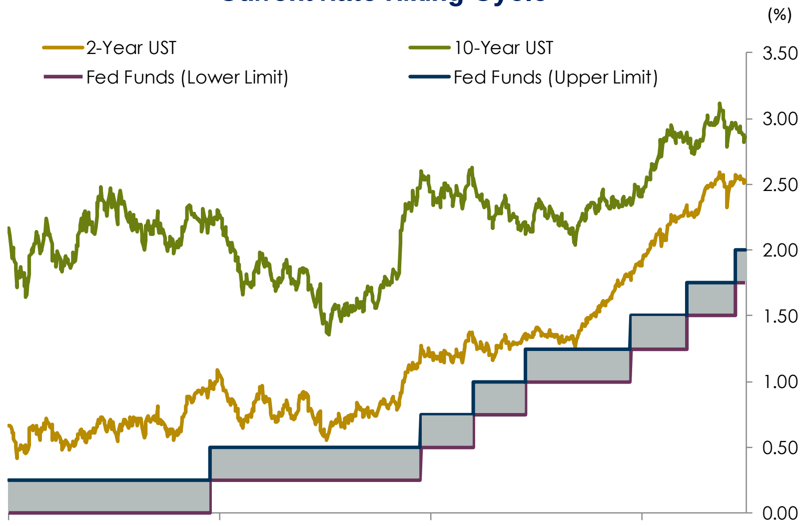
The **BloomBar Aggregate** suffered a modest loss. Despite high rate sensitivity, government-related issues performed well relative to IG corporates. Credit spread widening was most pronounced for longer (10+ year maturities) and lower-quality (BBB-rated) issues. Worth noting, the yield-to-worst for the broad index has moved up to nearly 3.3%.

High Yield avoided the supply/demand issues that hurt the IG market. Although spreads have now widened by 44 bps from January's tights, 2Q-18 performance stayed in positive territory. Higher beta, less rate sensitive issues outperformed given views on default risk.

Municipal Bonds performed well relative to taxable counterparts. With strong demand for short-term issues, the tax-exempt yield curve had contradictory steepening bias. Credit risk was the driving factor for the quarter, with BBB's again outperforming higher quality issues.

Unhedged Global government bonds, particularly those from **Emerging Markets**, underperformed domestic counterparts as the US dollar's strength weighed on returns.

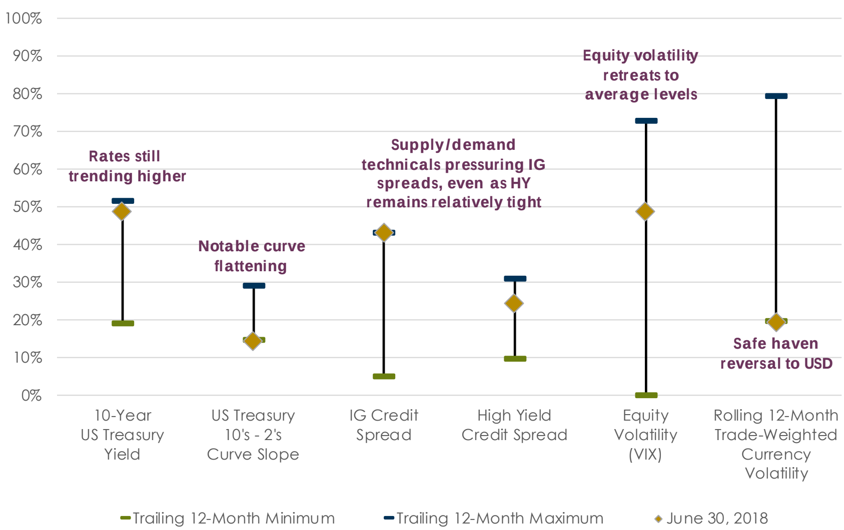
Current Rate Hiking Cycle



Sources: Bloomberg, ACG Research

Global Nontraditional Fixed Income

Percentile Rankings of Observations for Past 15-Years



Sources: Bloomberg, ACG Research

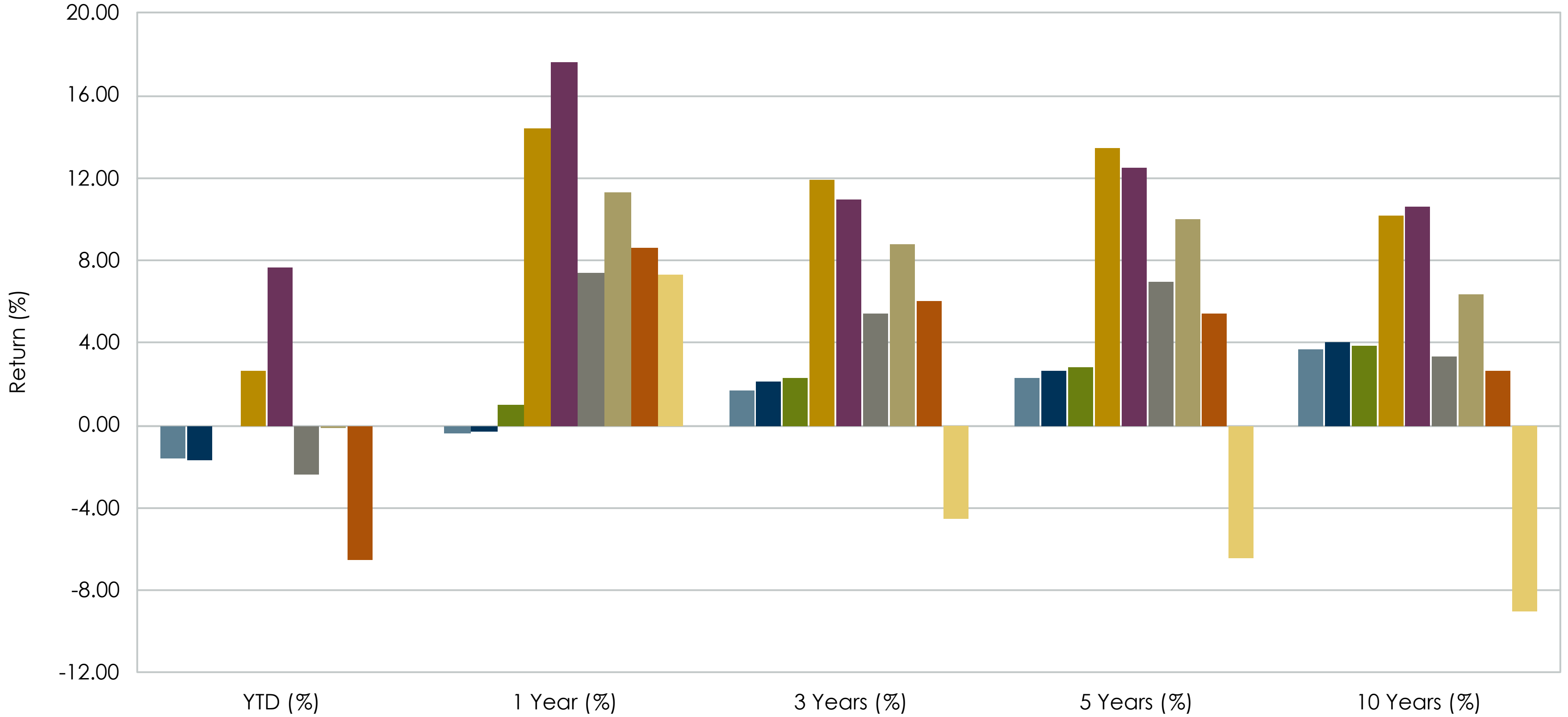
Liquid Absolute Return strategies produced varied results in 2Q-18, although the group remains comfortably ahead of traditional bond benchmarks in 2018. The diversification of risk factors within portfolios remains valuable, as this aids in downside protection and reduces key correlations. Achieving full-cycle alpha objectives becomes more challenging as cash rates increase, but **enhanced volatility in rates, spreads, and currency should provide opportunities.**

As the credit cycle lengthens, **managers are faced with the dilemma** of trying to find opportunities to deploy capital in ways that don't extend the risk level and directionality of their portfolios, while seeking to maintain upside participation. Though managers differ in their willingness to accept market risk, relative-value trades and IG market-making activities have received attention from managers looking for less directional allocations. In 2Q-18, Event-Driven and ABS-focused hedge funds tended toward positive performance, while performance of non-event corporate long/short strategies was more mixed. **We expect absolute return managers will increasingly seek relative value opportunities as the cycle progresses**.

Private Credit strategies (typically 5 to 10-year fund life) offer the opportunity to earn both a credit spread and an illiquidity premium versus publicly traded bond strategies. **Fundraising in the sector remains strong**. Preqin reported 22 private debt funds held a final close on $25 billion of commitments in 2Q-18, up from $20 billion in 1Q-18. **Perhaps sensing an overdue market correction, investors committed almost twice as much capital to new distressed funds as they committed to new direct lending funds during 2Q-18.** With many new entrants into the direct lending market over the past several years and an ever extending credit cycle, it has been difficult to separate the skilled from the fortunate. Any changes to the current low default rate environment should provide opportunity for some and insight into the skill level of others.

Market Environment

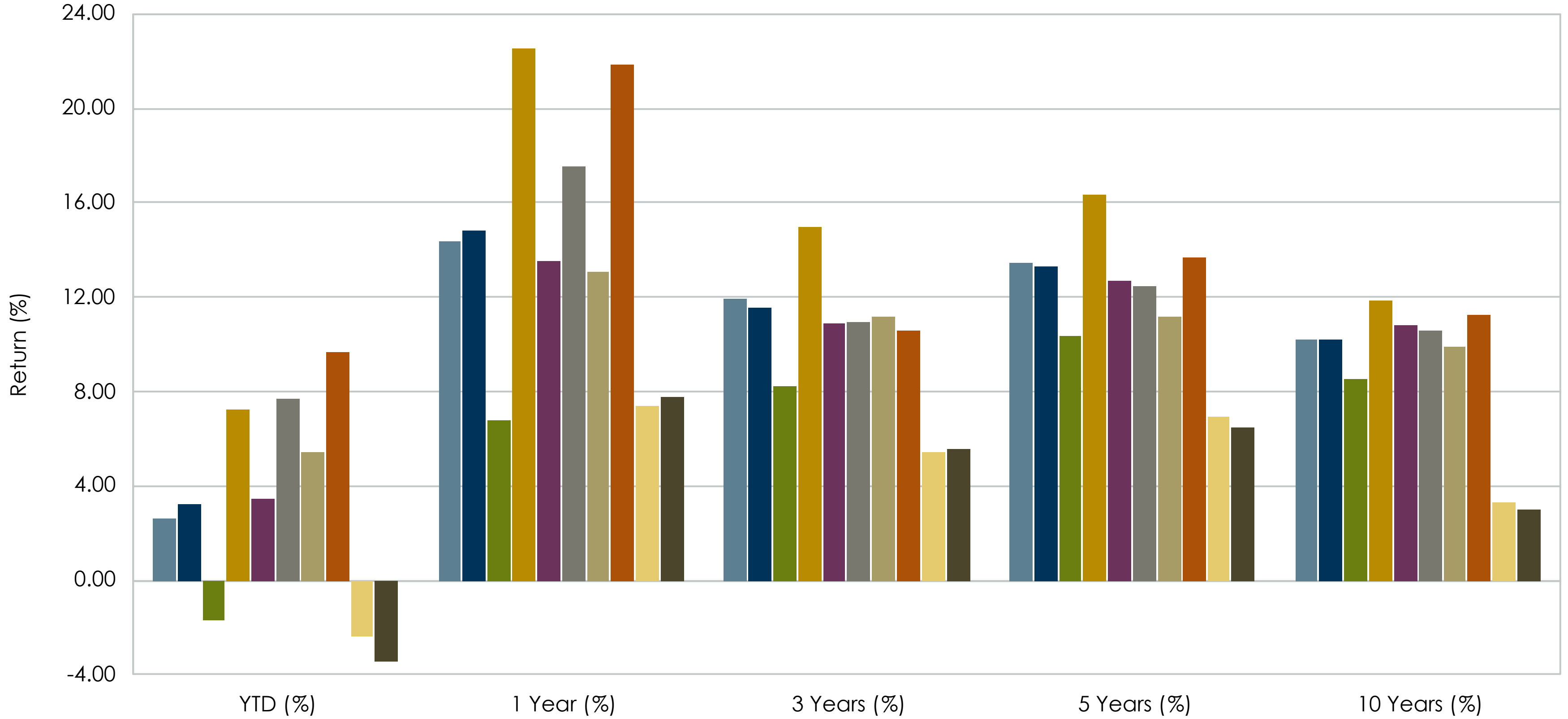
For the Periods Ending June 30, 2018



	YTD (%)	1 Year (%)	3 Years (%)	5 Years (%)	10 Years (%)
BloomBar US Aggregate	-1.62	-0.40	1.72	2.27	3.72
BloomBar Universal	-1.67	-0.28	2.12	2.63	4.07
BloomBar 1-15 Yr Municipal	-0.07	1.01	2.29	2.85	3.89
S&P 500	2.65	14.37	11.93	13.42	10.17
Russell 2000	7.66	17.57	10.96	12.46	10.60
MSCI EAFE	-2.37	7.37	5.41	6.93	3.33
MSCI ACWI	-0.13	11.31	8.78	10.00	6.37
MSCI Emerging Markets	-6.51	8.59	5.98	5.39	2.60
Bloomberg Commodity	0.00	7.35	-4.54	-6.40	-9.04

Equity Index Returns

For the Periods Ending June 30, 2018

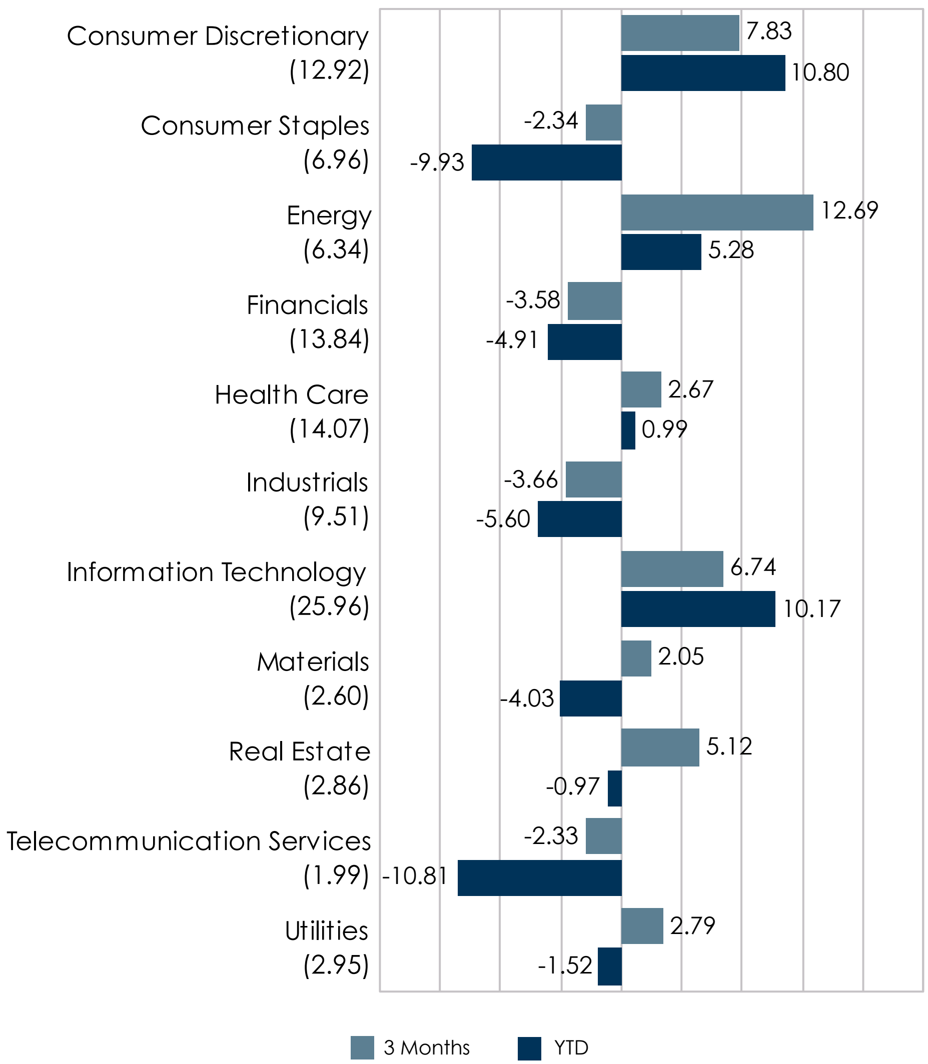


	YTD (%)	1 Year (%)	3 Years (%)	5 Years (%)	10 Years (%)
S&P 500	2.65	14.37	11.93	13.42	10.17
Russell 3000	3.22	14.78	11.58	13.29	10.23
Russell 1000 Value	-1.69	6.77	8.26	10.34	8.49
Russell 1000 Growth	7.25	22.51	14.98	16.36	11.83
S&P Mid Cap 400	3.49	13.50	10.89	12.69	10.78
Russell 2000	7.66	17.57	10.96	12.46	10.60
Russell 2000 Value	5.44	13.10	11.22	11.18	9.88
Russell 2000 Growth	9.70	21.86	10.60	13.65	11.24
MSCI EAFE	-2.37	7.37	5.41	6.93	3.33
MSCI ACWI ex US	-3.44	7.79	5.56	6.48	3.01

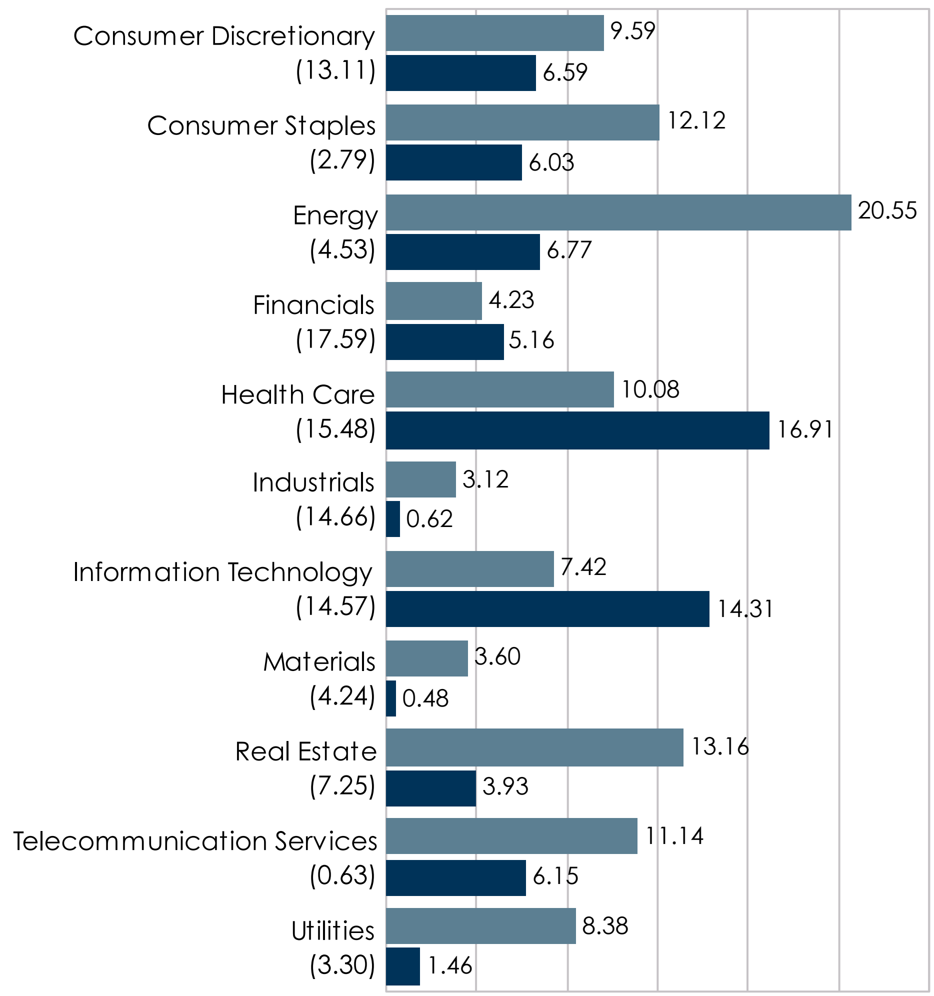
US Markets - Performance Breakdown

For the Periods Ending June 30, 2018

S&P 500 - Sector Returns (%)



Russell 2000 - Sector Returns (%)

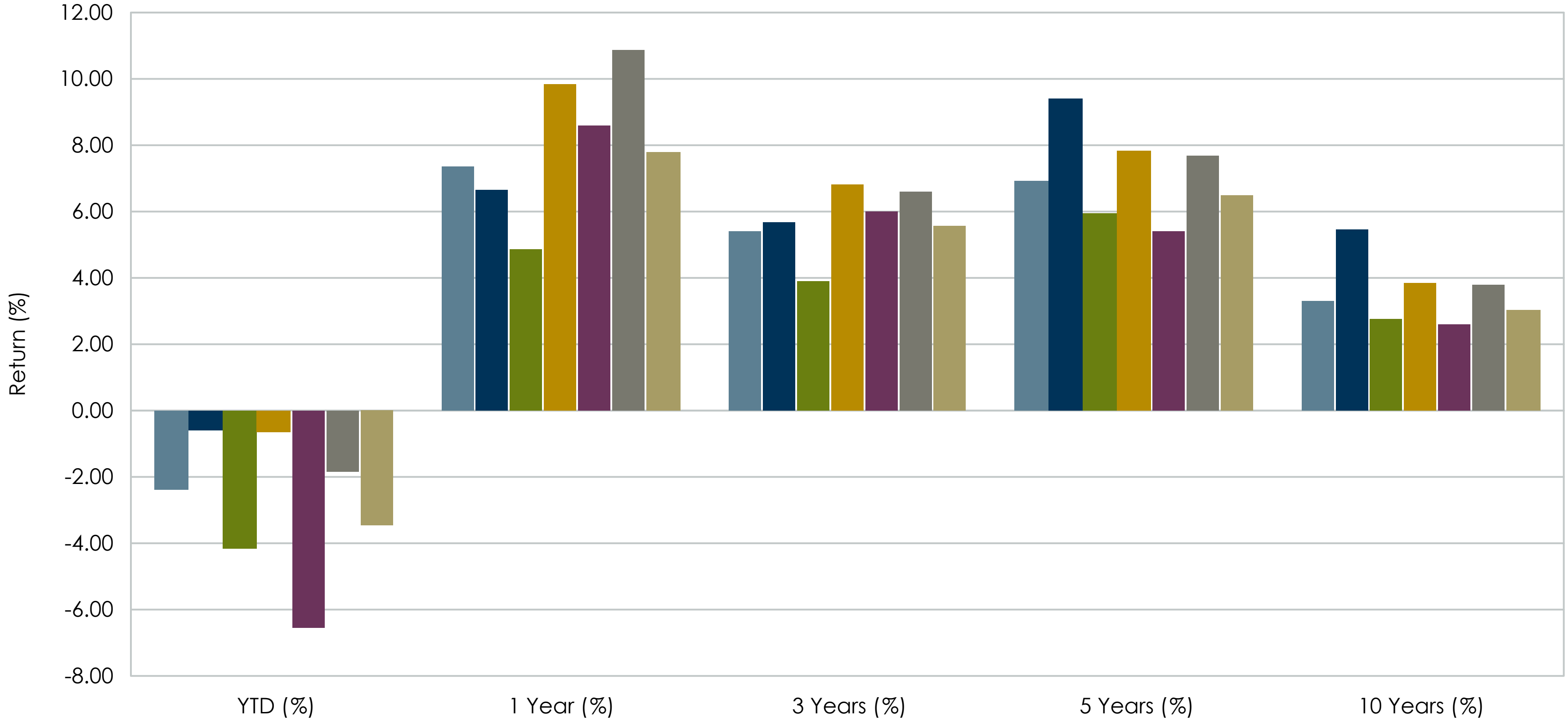


Numbers in parenthesis represent sector weightings of the index. Sector weights may not add to 100% due to rounding or securities that are not assigned to a Global Industry Classification Standard (GICS) sector.

Source: ACG Research, Bloomberg

Non-US Equity Index Returns

For the Periods Ending June 30, 2018

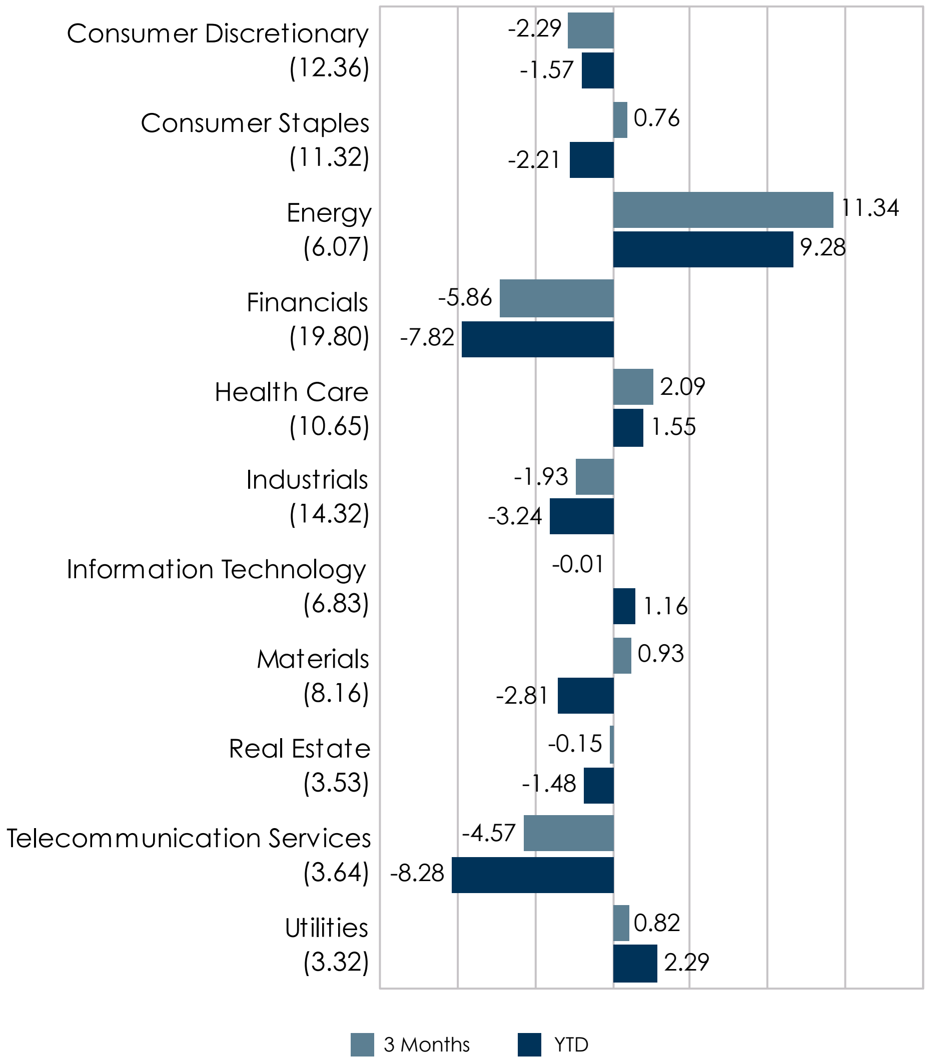


	YTD (%)	1 Year (%)	3 Years (%)	5 Years (%)	10 Years (%)
MSCI EAFE	-2.37	7.37	5.41	6.93	3.33
MSCI EAFE Local Currency	-0.57	6.64	5.69	9.43	5.47
MSCI EAFE Value	-4.16	4.87	3.90	5.95	2.76
MSCI EAFE Growth	-0.62	9.84	6.82	7.83	3.83
MSCI Emerging Markets	-6.51	8.59	5.98	5.39	2.60
MSCI Japan	-1.85	10.88	6.60	7.70	3.78
MSCI ACWI ex US	-3.44	7.79	5.56	6.48	3.01

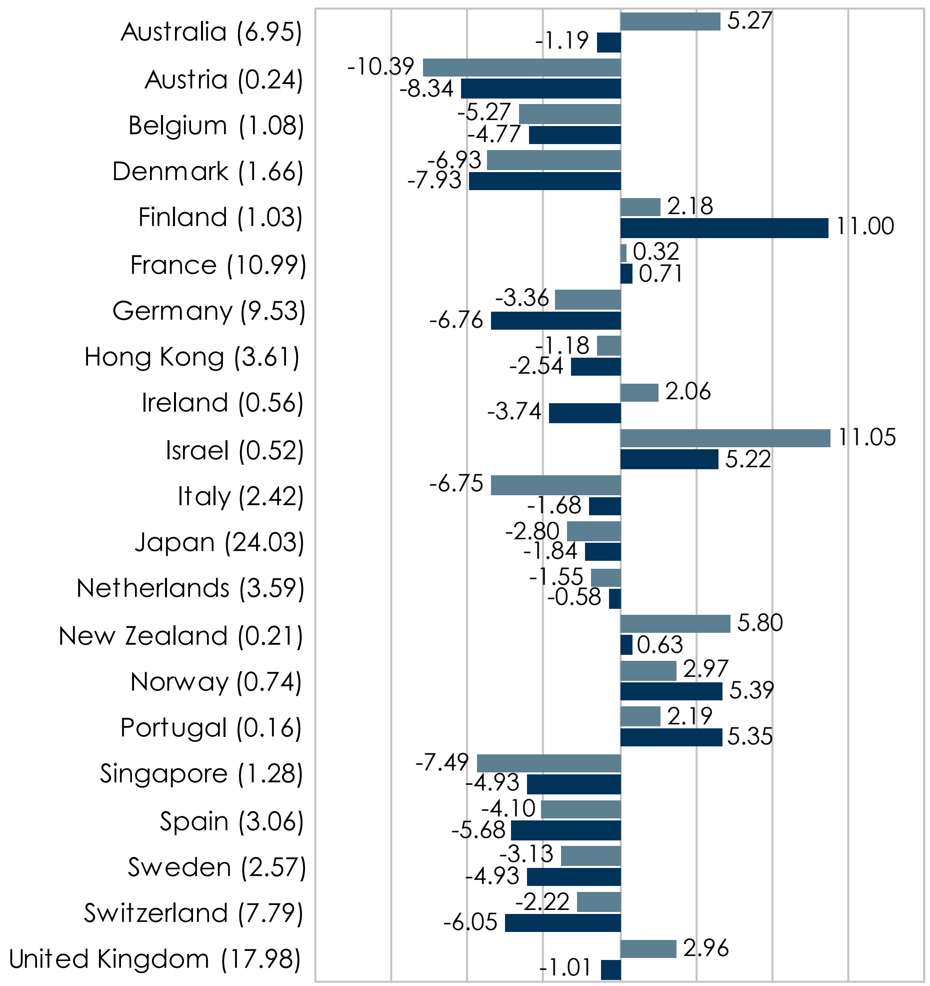
Non-US Equity - Performance Breakdown

For the Periods Ending June 30, 2018

MSCI EAFE - Sector Returns (%)



MSCI EAFE - Country Returns (%)



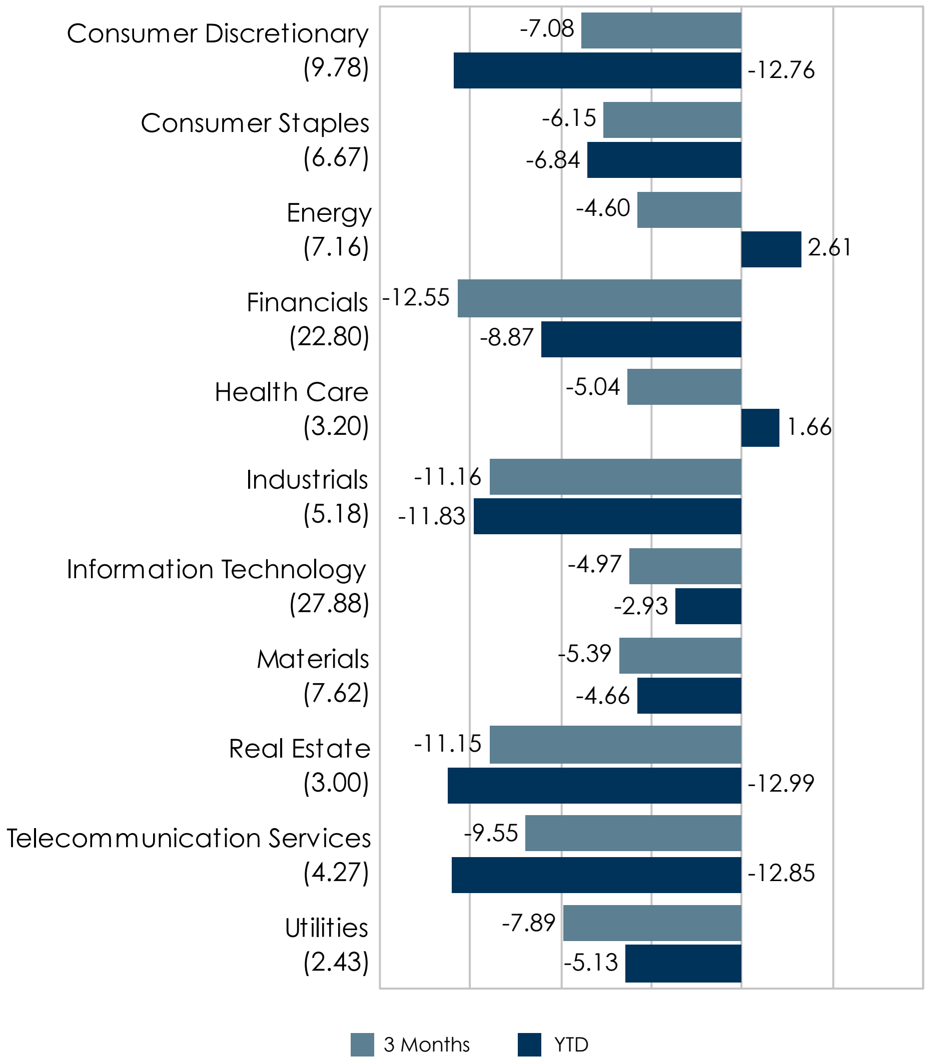
Numbers in parenthesis represent sector or country weights of the index. Sector or country weights may not add to 100% due to rounding.

Source: ACG Research, Bloomberg

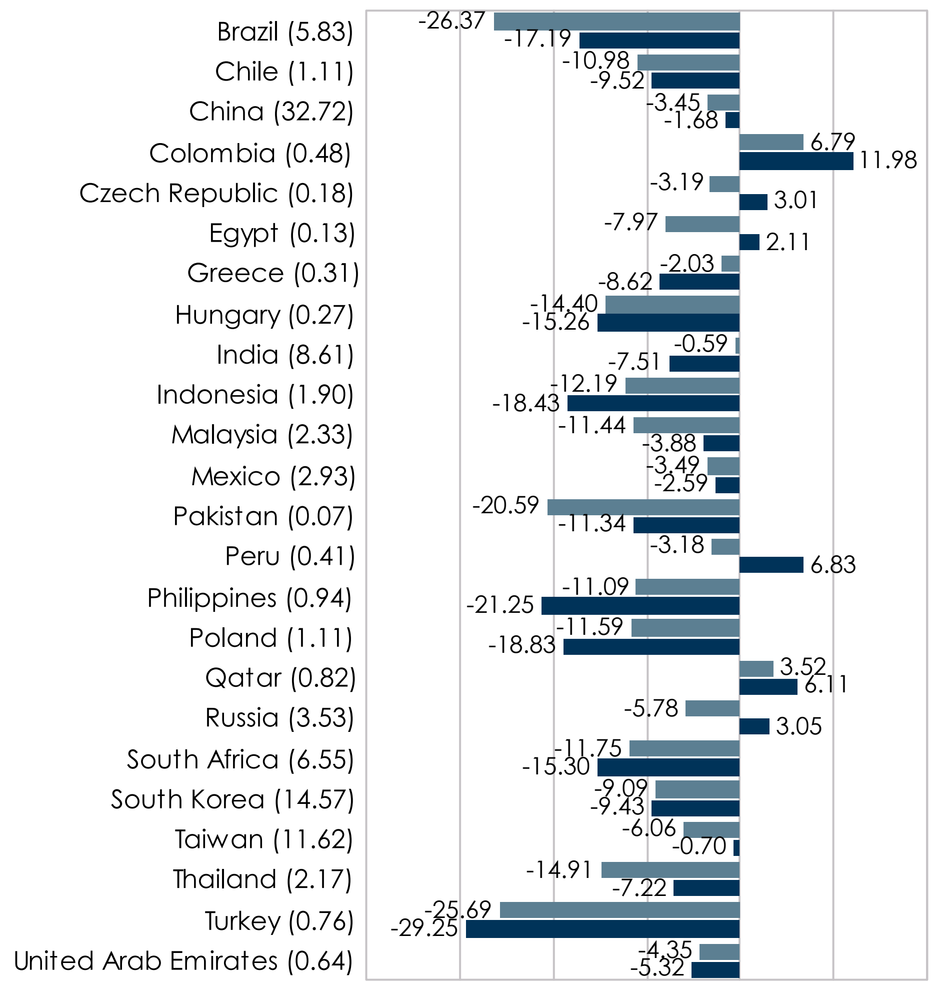
Emerging Markets - Performance Breakdown

For the Periods Ending June 30, 2018

MSCI Emerging Markets - Sector Returns (%)



MSCI Emerging Markets - Country Returns (%)

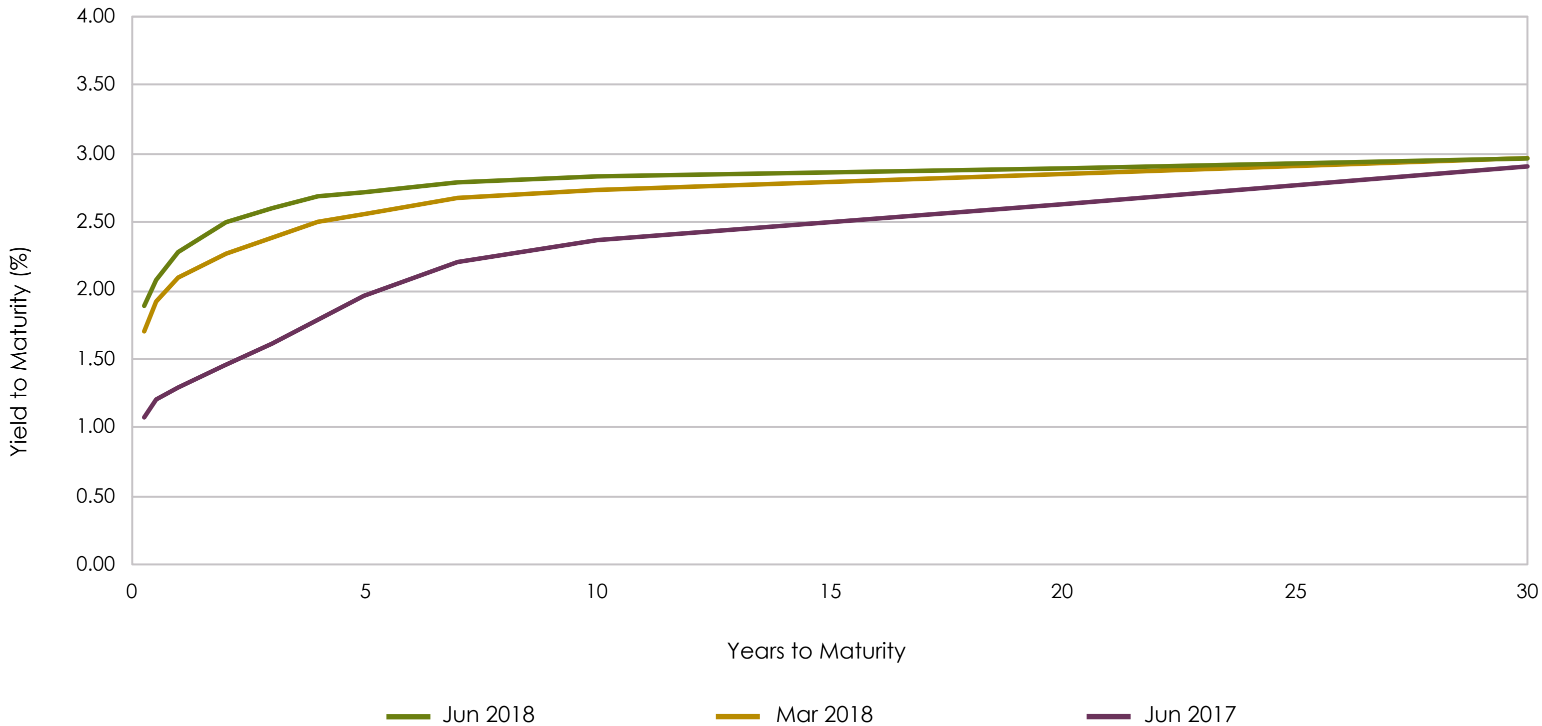


Numbers in parenthesis represent sector or country weights of the index. Sector or country weights may not add to 100% due to rounding.

Source: ACG Research, Bloomberg

Interest Rate Term Structure

Government Issues - 3 Months to 30 Years Maturity

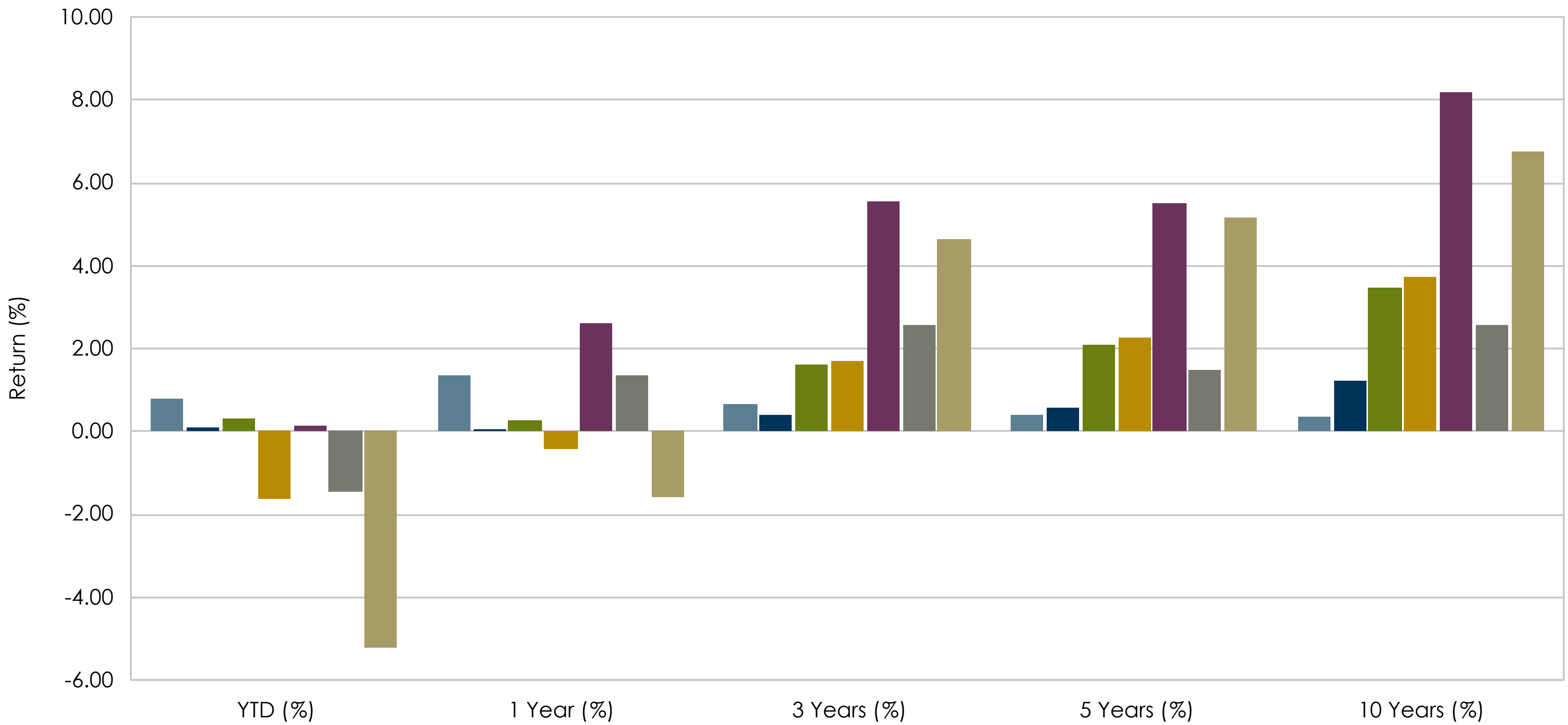


	Jun 2018	Mar 2018	Jun 2017
90 Days	1.92	1.71	1.01
180 Days	2.11	1.92	1.13
1 Year	2.31	2.09	1.23
2 Years	2.53	2.27	1.38
3 Years	2.62	2.38	1.55
4 Years	2.71	2.50	1.72
5 Years	2.74	2.56	1.89
7 Years	2.82	2.69	2.14
10 Years	2.86	2.74	2.30
20 Years	2.91	2.85	2.57
30 Years	2.99	2.97	2.84

Source: Bloomberg

Fixed Income Index Returns

For the Periods Ending June 30, 2018



	YTD (%)	1 Year (%)	3 Years (%)	5 Years (%)	10 Years (%)
US T-Bills 90 Day	0.81	1.36	0.68	0.42	0.36
ICE BofA ML 1-3 Yr Treasury	0.10	0.07	0.42	0.58	1.24
BloomBar 5 Yr Municipal	0.30	0.27	1.62	2.07	3.46
BloomBar US Aggregate	-1.62	-0.40	1.72	2.27	3.72
BloomBar US Corp High Yield	0.16	2.62	5.53	5.51	8.19
BloomBar Global Aggregate	-1.46	1.36	2.58	1.50	2.58
JPM EMBI Global Diversified	-5.23	-1.60	4.63	5.15	6.75

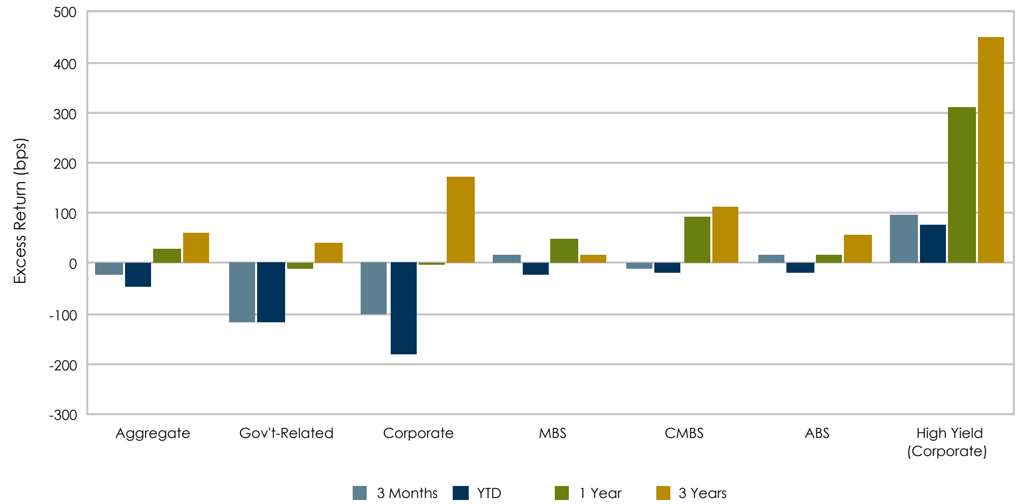
US Fixed Income Market Environment

For the Periods Ending June 30, 2018

Nominal Returns By Sector (%)

	3 Months	YTD	1 Year	3 Years
US Aggregate	-0.16	-1.62	-0.40	1.73
US Treasury	0.10	-1.08	-0.65	1.01
US Agg: Gov't-Related	-0.28	-1.30	0.12	1.69
US Corporate IG	-0.97	-3.27	-0.83	3.07
MBS	0.25	-0.95	0.16	1.46
CMBS	-0.07	-1.38	-0.26	1.83
ABS	0.42	0.04	0.45	1.26
US Corp High Yield	1.02	0.16	2.61	5.53

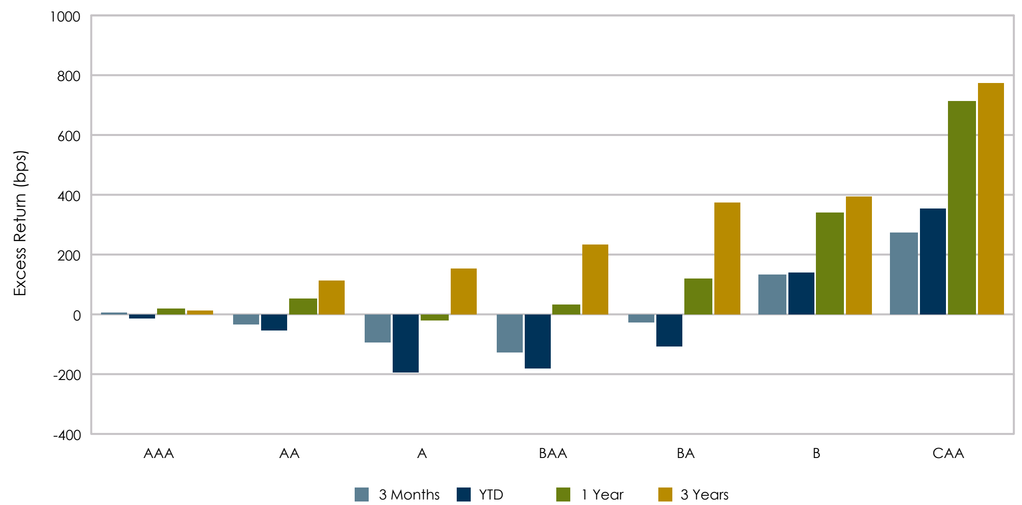
Excess Returns by Sector



Nominal Returns by Quality (%)

	3 Months	YTD	1 Year	3 Years
AAA	0.14	-1.03	-0.32	1.23
AA	-0.21	-1.56	0.00	2.26
A	-0.86	-3.33	-1.00	2.83
BAA	-1.22	-3.35	-0.56	3.25
BA	-0.17	-1.77	0.59	4.77
B	1.41	0.86	3.00	4.80
CAA	2.87	3.17	6.83	8.69

Excess Returns by Quality



Nominal Returns by Maturity (%)

	3 Months	YTD	1 Year	3 Years
1-3 Yr.	0.29	0.09	0.23	0.74
3-5 Yr.	0.05	-0.81	-0.60	1.08
5-7 Yr.	0.02	-1.20	-0.46	1.35
7-10 Yr.	-0.01	-1.81	-0.54	1.76
10+ Yr.	-1.44	-4.95	-0.77	4.27

Source: Bloomberg

Excess returns are relative to the duration-neutral Treasury.

FMIvT Broad Market High Quality Bond Fund

For the Periods Ending June 30, 2018

Portfolio Description

- **Strategy** Expanded High Quality Fixed Income
- **Manager** Atlanta Capital Management Company
- **Vehicle** Separately Managed Account
- **Benchmark** Barclays Aggregate A+
- **Performance Inception Date** January 1998
- **Fees** Manager Fees - 15 bps; Admin Fees - 14.5 bps
- **Total Expenses** Approximately 33 bps

Portfolio Information

- **Minimum initial investment** $50,000
- **Minimum subsequent investments** $5,000
- **Minimum redemption** $5,000
- The Portfolio is open once a month, on the first business day following the Portfolio Valuation date, to accept Member contributions or redemptions.
- The Portfolio is valued on the last business day of the month.
- The Administrator must have advance written notification of Member contributions or redemptions.

Portfolio Objectives and Constraints

- Invests in Government and high quality securities while maintaining an average maturity of approximately eight and one-half years.
- Outperform the BloomBar US Aggregate A+ over a complete market cycle (usually 3 to 5 years).
- Rank above median in a relevant peer group universe.
- The Portfolio is subject to interest rate, credit and liquidity risk, which may cause a loss of principal. Neither the Fund nor its yield is guaranteed by the US Government.

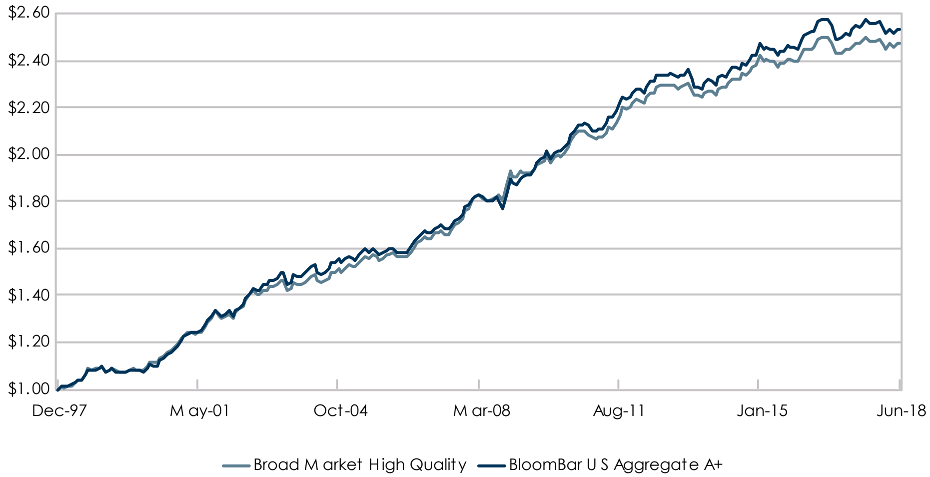
Dollar Growth Summary ($000s)

	FYTD	1 Year
Beginning Market Value	**134,310**	**130,742**
Net Additions	-21,184	-18,283
Return on Investment	-498	170
Income	*2,641*	*3,159*
Gain/Loss	*-3,138*	*-2,989*
Ending Market Value	**112,629**	**112,629**

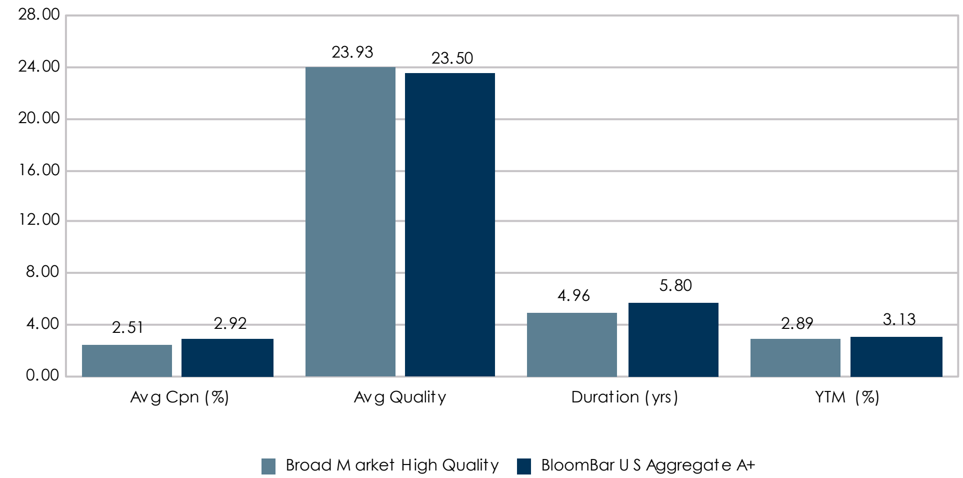
FMIvT Broad Market High Quality Bond Fund

For the Periods Ending June 30, 2018

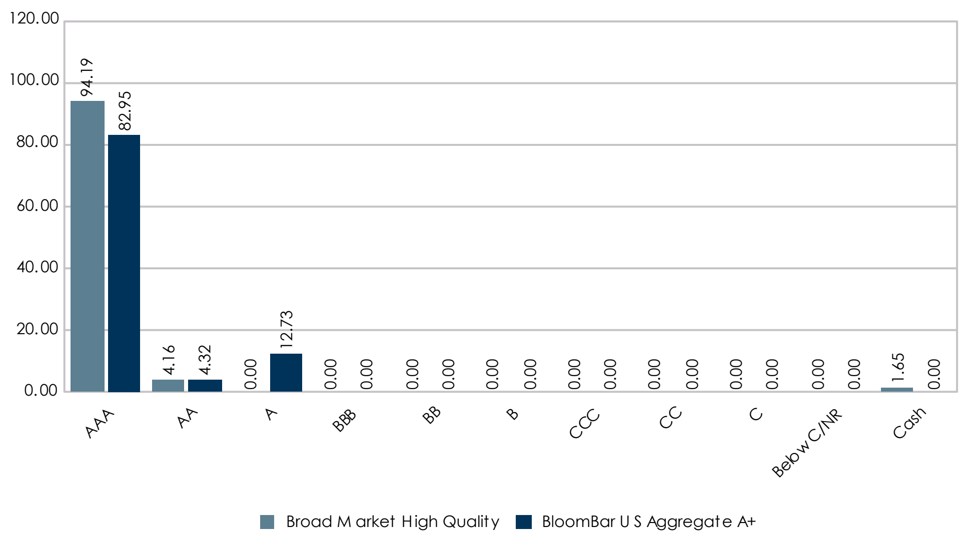
Growth of a Dollar



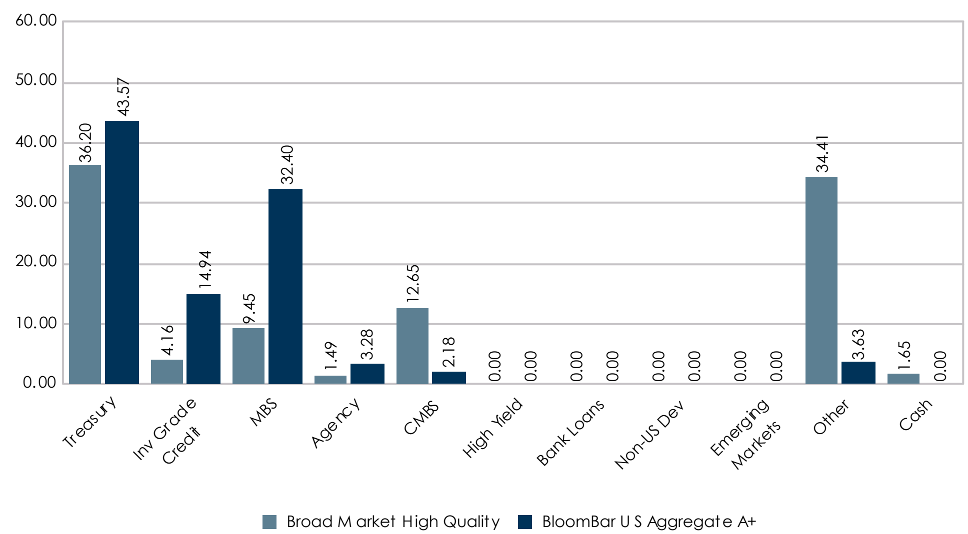
Characteristics



Quality Allocation



Sector Allocation

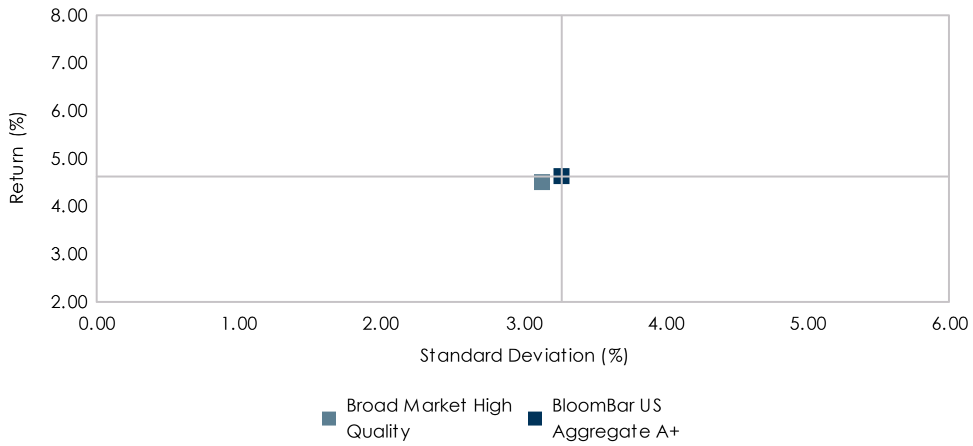


The Other sector consists of ABS, CMO, Convertibles, Municipals, Private Placements/144As and TIPS.

FMIvT Broad Market High Quality Bond Fund

For the Periods Ending June 30, 2018

Risk / Return Since Jan 1998



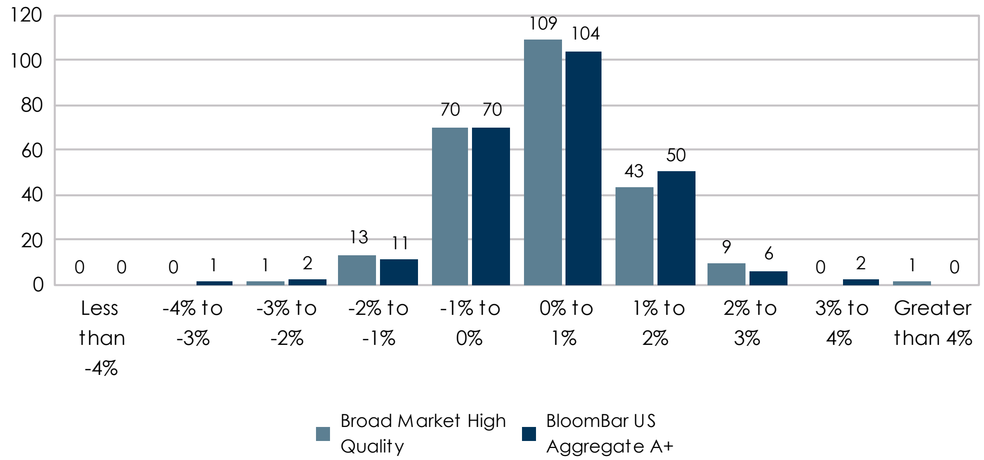
Portfolio Statistics Since Jan 1998

	Broad Market High Quality	BloomBar US Aggregate A+
Return (%)	4.52	4.64
Standard Deviation (%)	3.13	3.27
Sharpe Ratio	0.86	0.86

Benchmark Relative Statistics

Beta	0.92
R Squared (%)	92.98
Alpha (%)	0.25
Tracking Error (%)	0.87
Batting Average (%)	47.15
Up Capture (%)	93.91
Down Capture (%)	88.47

Return Histogram Since Jan 1998



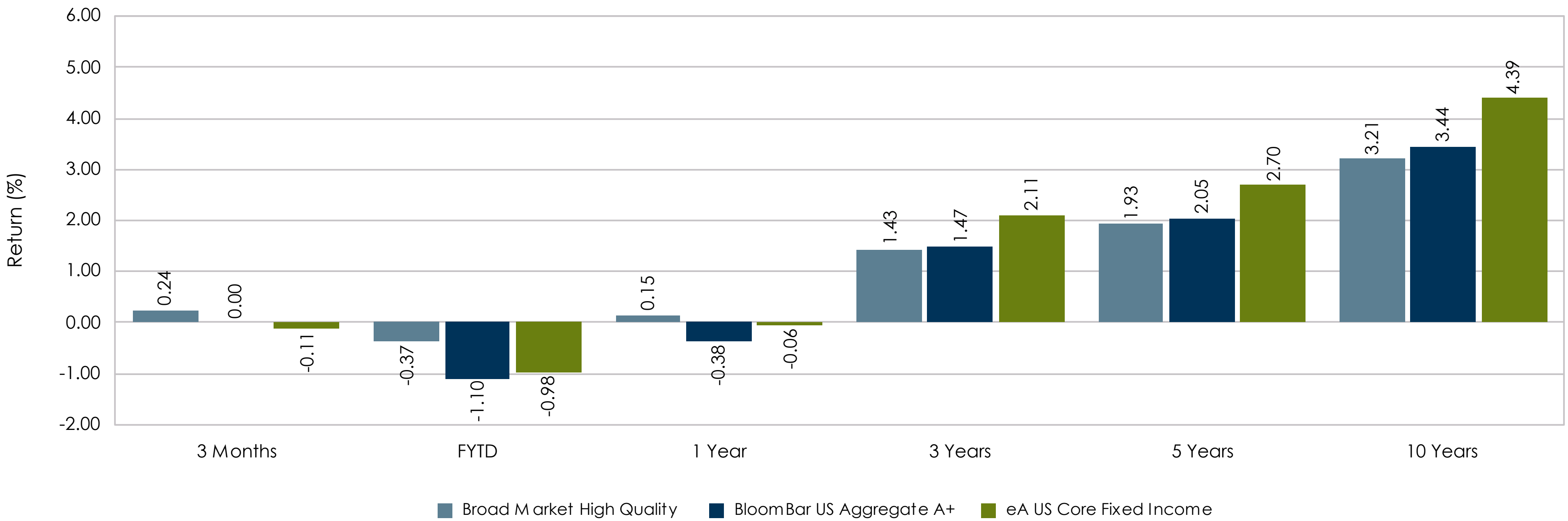
Return Analysis Since Jan 1998

	Broad Market High Quality	BloomBar US Aggregate A+
Number of Months	246	246
Highest Monthly Return (%)	4.01	3.60
Lowest Monthly Return (%)	-2.47	-3.24
Number of Positive Months	162	162
Number of Negative Months	84	84
% of Positive Months	65.85	65.85

Statistics are calculated using monthly return data.

FMIvT Broad Market High Quality Bond Fund

For the Periods Ending June 30, 2018

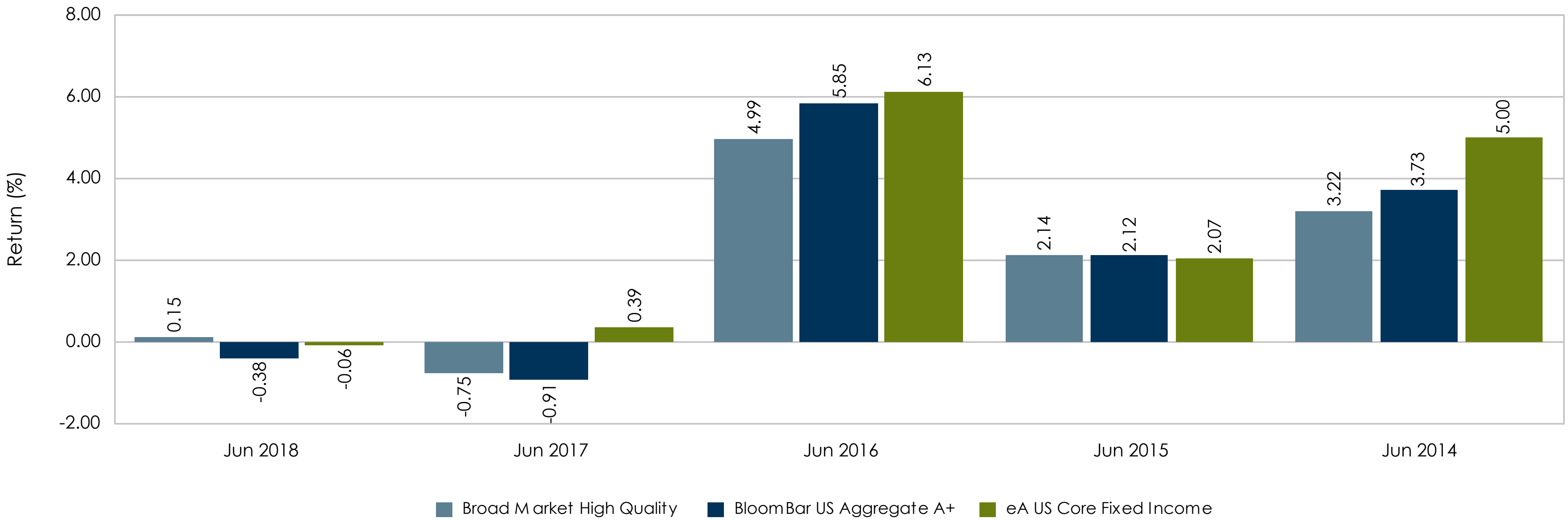


	3 Months	FYTD	1 Year	3 Years	5 Years	10 Years
Ranking	7	11	32	99	99	99
5th Percentile	0.30	0.26	1.14	3.10	3.71	5.39
25th Percentile	0.00	-0.70	0.26	2.42	2.98	4.75
50th Percentile	-0.11	-0.98	-0.06	2.11	2.70	4.39
75th Percentile	-0.19	-1.20	-0.34	1.89	2.46	4.08
95th Percentile	-0.45	-1.52	-0.70	1.57	2.13	3.63
Observations	246	246	246	240	235	213

The rankings represent the portfolio's returns versus a peer universe. The rankings are on a scale of 1 to 100 with 1 being the best.

FMIvT Broad Market High Quality Bond Fund

For the One Year Periods Ending June



	Jun 2018	Jun 2017	Jun 2016	Jun 2015	Jun 2014
Ranking	32	96	90	45	96
5th Percentile	1.14	2.59	7.28	2.96	6.84
25th Percentile	0.26	1.03	6.57	2.38	5.56
50th Percentile	-0.06	0.39	6.13	2.07	5.00
75th Percentile	-0.34	-0.09	5.68	1.75	4.36
95th Percentile	-0.70	-0.70	4.53	1.21	3.31
Observations	246	265	259	263	276

The rankings represent the portfolio's returns versus a peer universe. The rankings are on a scale of 1 to 100 with 1 being the best.

Investment Guidelines

Broad Market High Quality Bond Fund

For the Periods Ending June 30, 2018

Portfolio Sector Allocations	Max.%	Min. %	Actual Portfolio	Within Guidelines?	Comments
U.S. Govt Oblig., U.S. Govt Agency Oblig, or U.S. Govt Instrum. Oblig.	75.00%	30.00%	37.69%	Yes	
Mortgage Securities including CMO's	50.00%	0.00%	26.68%	Yes	
Corporate and Yankee Debt Obligations	30.00%	0.00%	4.16%	Yes	
Asset Backed Securities	30.00%	0.00%	29.83%	Yes	
Reverse Repurchase Agreements and/or other forms of financial leverage *	30.00%	0.00%	0.00%	Yes	
Other (Cash)	25.00%	0.00%	1.65%	Yes	

Portfolio Duration/Quality	Policy Expectations	Actual Portfolio	Within Guidelines?	Comments
Modified Duration Portfolio should maintain a duration equal to the BloomBar US Aggregate A+ Index plus or minus 30% but no greater than 7 years.	4.06 to 7.00	4.96	Yes	
Credit quality Portfolio should Maintain a minimum bond fund rating of AA (Fitch).	AAf		Yes	

Individual Securities		Within Guidelines?	Comments
Minimum credit rating of A by any NRSRO for all corporate securities.		Yes	
Maximum of 3% at time of purchase and 5% of the portfolio value may be invested in corporate securities of an individual issuer.	1.66%	Yes	Largest Position Noted
A maximum of 5% of the portfolio, at market, may be invested in individual trusts of ABS and Non-Agency CMOs.	2.13%	Yes	Largest Position Noted
Final stated maturity of 31.0 years or less for all securities.		Yes	

**Asset Consulting Group is unable to verify the actual percentages in the portfolio. However, ACG has confirmed the actual portfolio allocation is less than the maximum percentage allowed.*

FMIvT Core Plus Fixed Income Fund

For the Periods Ending June 30, 2018

Portfolio Description

- **Strategy** Core Plus Fixed Income
- **Manager** Franklin Resources, Inc & Pioneer Institutional Investment
- **Vehicle** Non-Mutual Commingled
- **Benchmark** Barclays Multiverse
- **Performance Inception Date** April 2014
- **Fees** Manager Fee - 69 bps; Admin Fee - 14.5 bps
- **Total Expenses** Approximately 87 bps

Portfolio Information

- **Minimum initial investment** $50,000
- **Minimum subsequent investments** $5,000
- **Minimum redemption** $5,000
- The Portfolio is open once a month, on the first business day following a Portfolio Valuation date, to accept Member contributions or redemptions.
- The Portfolio is valued on the last business day of the month.
- The Administrator must have advance written notification of Member contributions or redemptions.

Portfolio Objectives and Constraints

- Invests in a broad spectrum of fixed and floating rate debt securities that are diversified by credit quality, geography and duration.
- Outperform the BloomBar Multiverse over a complete market cycle (usually 3 to 5 years).
- Rank above median in a relevant peer group universe.
- The Portfolio is subject to interest rate, credit and liquidity risk, which may cause a loss of prinicpal. Neither the Fund nor its yield is guaranteed by the US Government.

Dollar Growth Summary ($000s)

	FYTD	1 Year
Beginning Market Value	**166,304**	**163,485**
Net Additions	237	834
Return on Investment	-3,855	-1,634
Ending Market Value	**162,685**	**162,685**

FMIvT Core Plus Fixed Income Fund

For the Periods Ending June 30, 2018

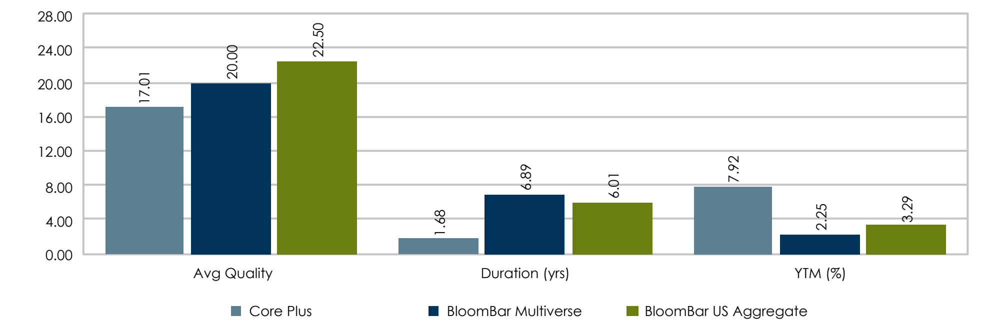
Manager Allocation

Name	Market Value ($000s)	Allocation (%)
Total Core Plus	**162,685**	**100.00**
Amundi Pioneer MSFI Fund	81,711	50.23
Franklin Templeton GMSP Fund	81,061	49.83

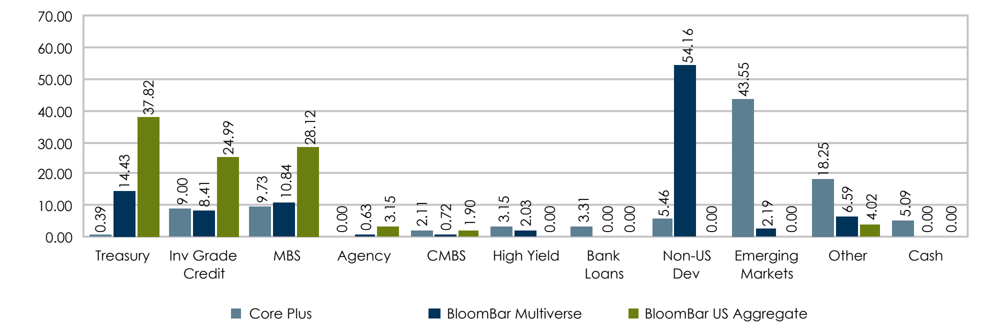
Dollar Growth Summary ($000s)

	FYTD	1 Year
Beginning Market Value	**166,304**	**163,485**
Net Additions	237	834
Return on Investment	-3,855	-1,634
Ending Market Value	**162,685**	**162,685**

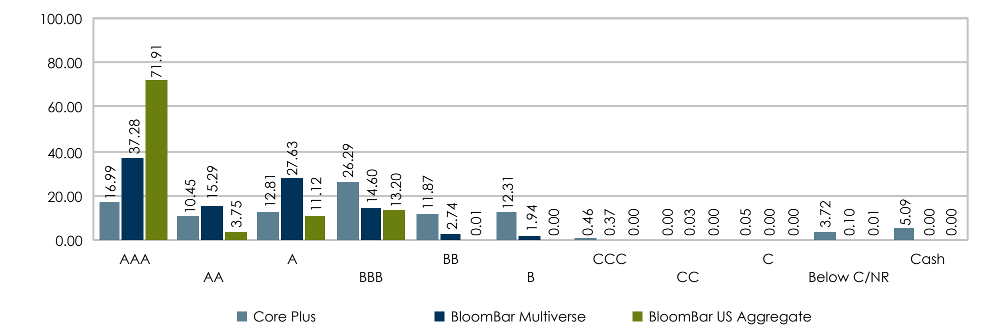
Characteristics



Sector Allocation



Quality Allocation

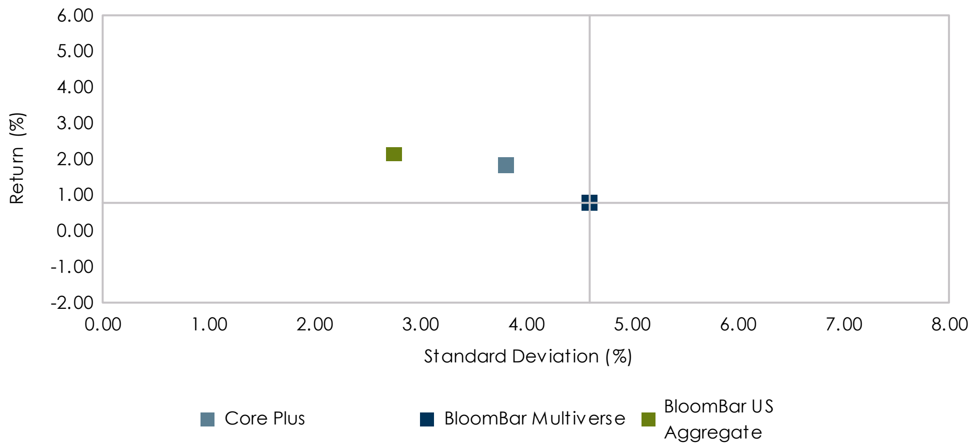


The Other sector consists of ABS, CMO, Convertibles, Municipals, Private Placements/144As and TIPS.

FMIvT Core Plus Fixed Income Fund

For the Periods Ending June 30, 2018

Risk / Return Since Apr 2014



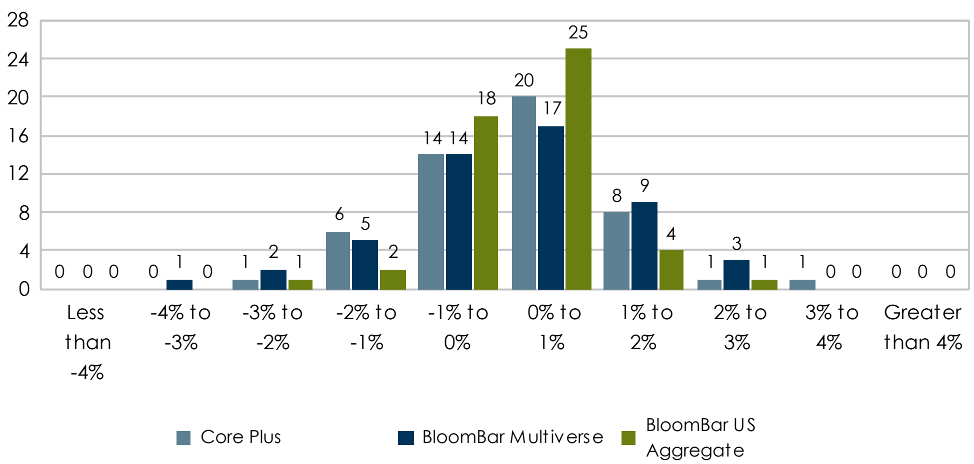
Portfolio Statistics Since Apr 2014

	Core Plus	BloomBar Multiverse	BloomBar US Aggregate
Return (%)	1.82	0.79	2.14
Standard Deviation (%)	3.81	4.60	2.76
Sharpe Ratio	0.37	0.08	0.62

Benchmark Relative Statistics

Beta	0.22	0.21
R Squared (%)	7.15	2.30
Alpha (%)	1.70	1.44
Tracking Error (%)	5.13	4.35
Batting Average (%)	49.02	43.14
Up Capture (%)	31.37	38.54
Down Capture (%)	6.02	3.26

Return Histogram Since Apr 2014



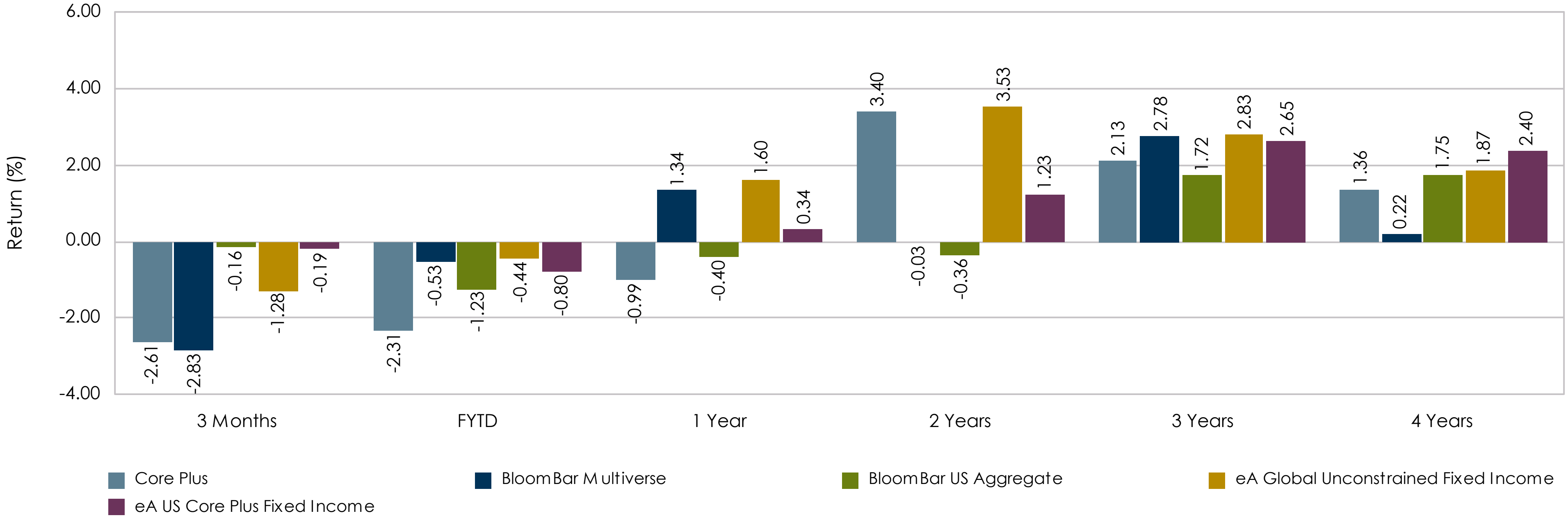
Return Analysis Since Apr 2014

	Core Plus	BloomBar Multiverse	BloomBar US Aggregate
Number of Months	51	51	51
Highest Monthly Return (%)	3.09	2.89	2.10
Lowest Monthly Return (%)	-2.34	-3.88	-2.37
Number of Positive Months	30	29	30
Number of Negative Months	21	22	21
% of Positive Months	58.82	56.86	58.82

Statistics are calculated using monthly return data.

FMIvT Core Plus Fixed Income Fund

For the Periods Ending June 30, 2018

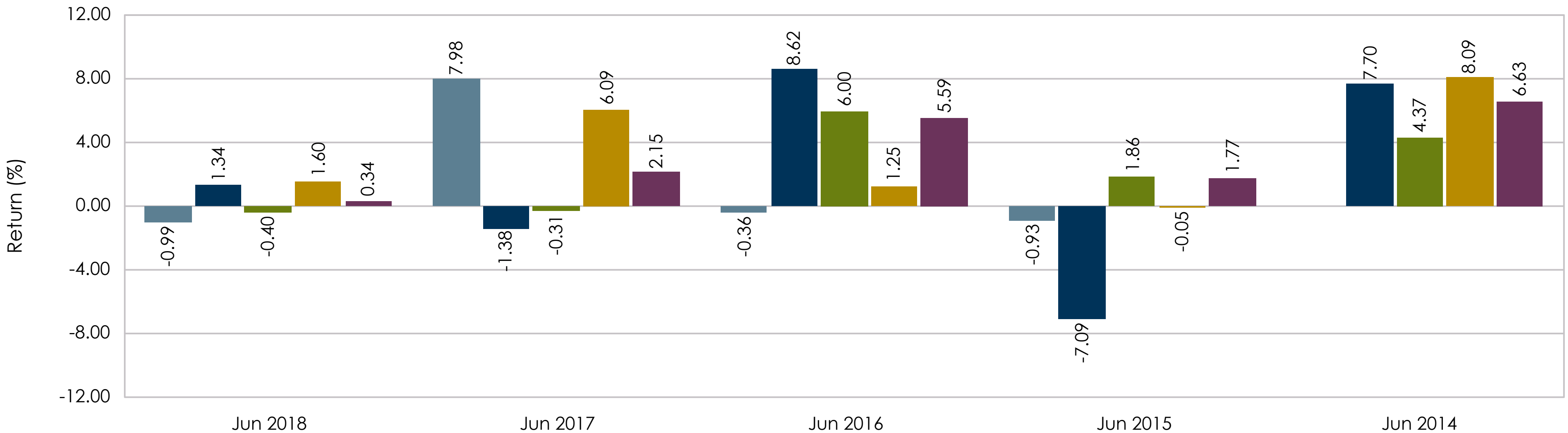


	3 Months	FYTD	1 Year	2 Years	3 Years	4 Years
Ranking	61 / 99	82 / 99	89 / 98	53 / 6	68 / 83	60 / 98
5th Percentile	0.75 / 0.47	3.18 / 0.16	5.49 / 1.69	7.76 / 3.54	5.05 / 3.83	4.52 / 3.33
25th Percentile	-0.09 / -0.01	0.98 / -0.54	2.78 / 0.74	5.09 / 1.85	3.65 / 3.04	3.08 / 2.82
50th Percentile	-1.28 / -0.19	-0.44 / -0.80	1.60 / 0.34	3.53 / 1.23	2.83 / 2.65	1.87 / 2.40
75th Percentile	-5.18 / -0.38	-1.91 / -1.15	0.51 / 0.00	2.14 / 0.60	1.83 / 2.24	-1.81 / 2.15
95th Percentile	-6.97 / -0.88	-4.75 / -1.73	-2.13 / -0.71	0.18 / 0.03	-2.23 / 1.88	-4.25 / 1.71
Observations	145 / 135	145 / 135	145 / 135	144 / 135	135 / 130	119 / 126

The rankings represent the portfolio's returns versus a peer universe. The rankings are on a scale of 1 to 100 with 1 being the best.

FMIvT Core Plus Fixed Income Fund

For the One Year Periods Ending June



	Jun 2018	Jun 2017	Jun 2016	Jun 2015	Jun 2014
Ranking	89 / 98	29 / 2	72 / 99	60 / 97	
5th Percentile	5.49 / 1.69	11.84 / 4.88	5.81 / 7.05	4.22 / 3.28	16.29 / 10.55
25th Percentile	2.78 / 0.74	8.24 / 3.27	3.29 / 6.09	1.57 / 2.25	10.58 / 7.87
50th Percentile	1.60 / 0.34	6.09 / 2.15	1.25 / 5.59	-0.05 / 1.77	8.09 / 6.63
75th Percentile	0.51 / 0.00	3.48 / 1.30	-0.81 / 4.76	-6.45 / 1.22	5.25 / 5.71
95th Percentile	-2.13 / -0.71	-0.19 / 0.18	-11.96 / 3.08	-17.70 / -0.66	1.19 / 4.46
Observations	145 / 135	154 / 140	184 / 149	168 / 172	149 / 175

The rankings represent the portfolio's returns versus a peer universe. The rankings are on a scale of 1 to 100 with 1 being the best.

Investment Guidelines

Core Plus Fixed Income Fund

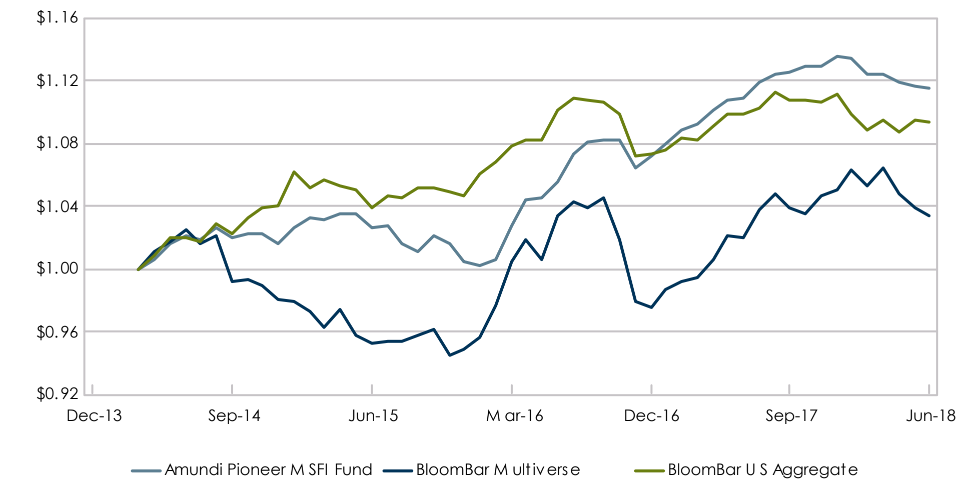
For the Periods Ending June 30, 2018

Manager Allocations	Target %	Range%	Actual Portfolio	Within Guidelines?	Comments
Franklin Templeton Global Multisector Plus Fixed Income Fund	50.00%	45% - 55%	49.83%	Yes	
Pioneer Multisector Fixed Income Fund	50.00%	45% - 55%	50.23%	Yes	

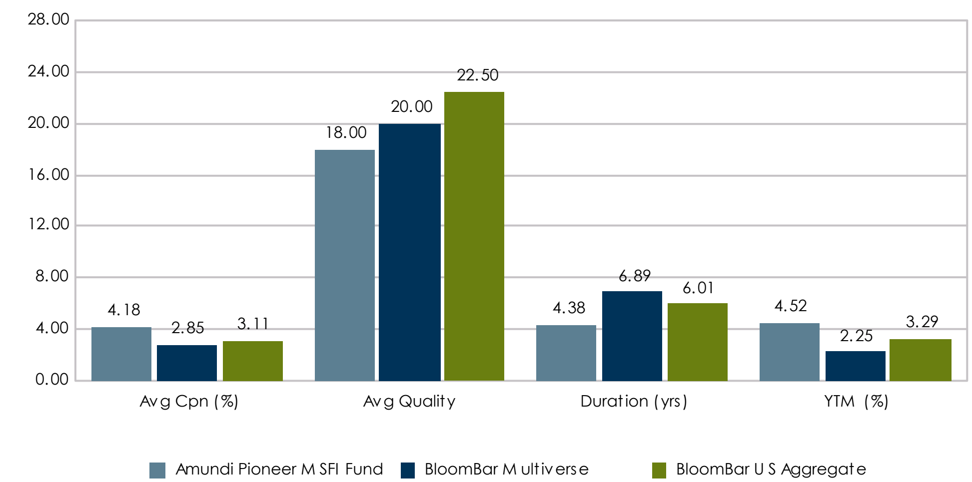
Amundi Pioneer MSFI Fund

For the Periods Ending June 30, 2018

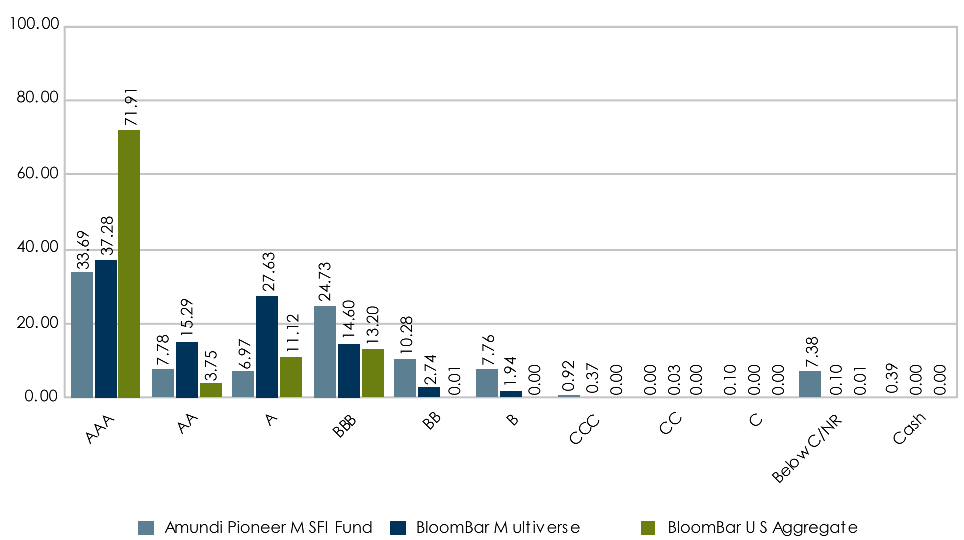
Growth of a Dollar



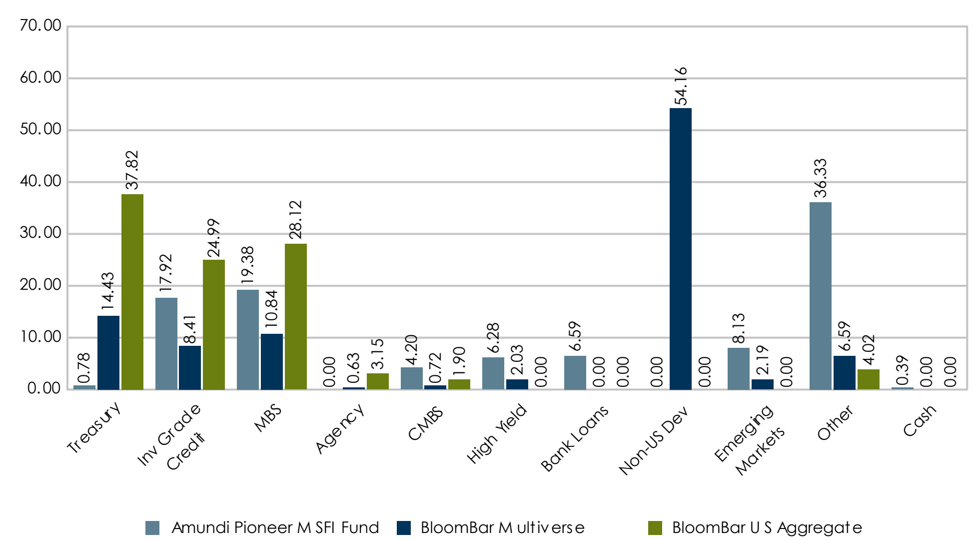
Characteristics



Quality Allocation



Sector Allocation



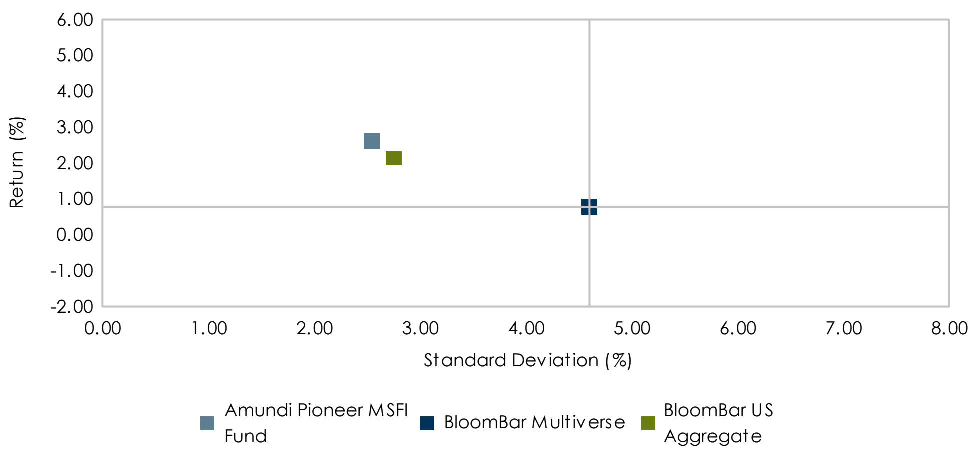
Characteristic and allocation charts represents the composite data of the Amundi Pioneer\Multi-Sector Fixed Income.

The Other sector consists of ABS, CMO, Convertibles, Municipals, Private Placements/144As and TIPS.

Amundi Pioneer MSFI Fund

For the Periods Ending June 30, 2018

Risk / Return Since Apr 2014



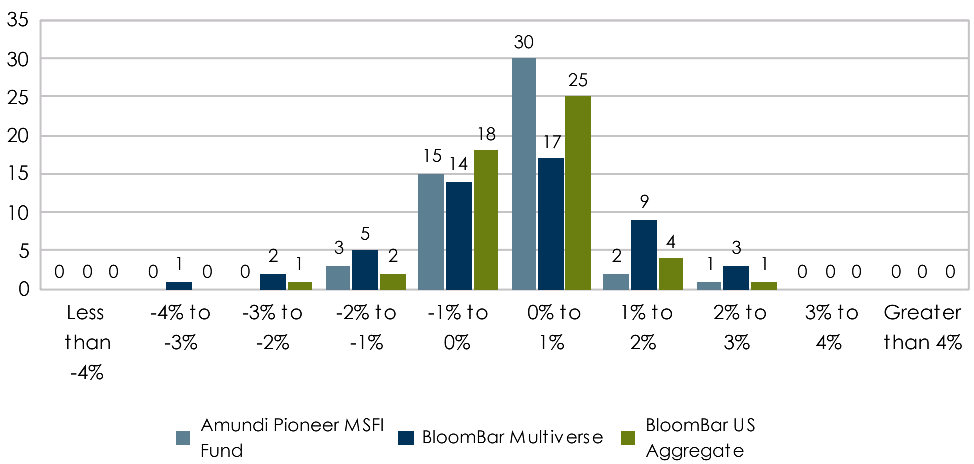
Portfolio Statistics Since Apr 2014

	Amundi Pioneer MSFI Fund	BloomBar Multiverse	BloomBar US Aggregate
Return (%)	2.60	0.79	2.14
Standard Deviation (%)	2.54	4.60	2.76
Sharpe Ratio	0.86	0.08	0.62

Benchmark Relative Statistics

	BloomBar Multiverse	BloomBar US Aggregate
Beta	0.35	0.55
R Squared (%)	40.34	35.20
Alpha (%)	2.31	1.43
Tracking Error (%)	3.57	2.40
Batting Average (%)	56.86	54.90
Up Capture (%)	48.18	78.69
Down Capture (%)	12.50	46.95

Return Histogram Since Apr 2014



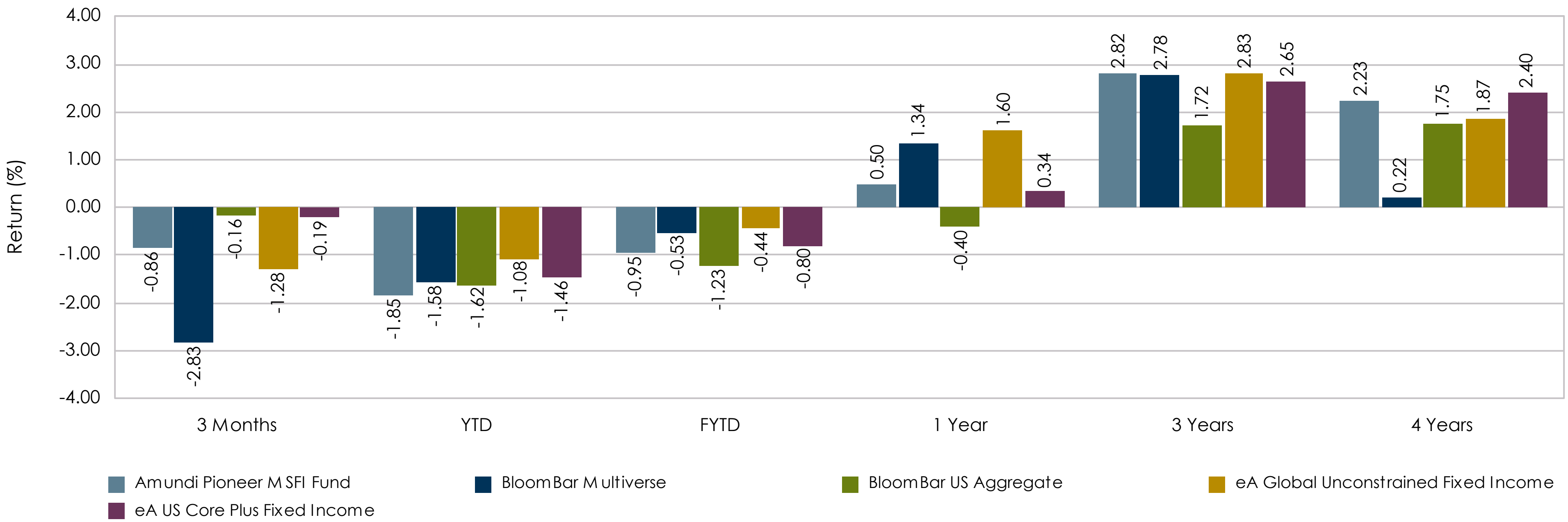
Return Analysis Since Apr 2014

	Amundi Pioneer MSFI Fund	BloomBar Multiverse	BloomBar US Aggregate
Number of Months	51	51	51
Highest Monthly Return (%)	2.15	2.89	2.10
Lowest Monthly Return (%)	-1.65	-3.88	-2.37
Number of Positive Months	33	29	30
Number of Negative Months	18	22	21
% of Positive Months	64.71	56.86	58.82

Statistics are calculated using monthly return data.

Amundi Pioneer MSFI Fund

For the Periods Ending June 30, 2018

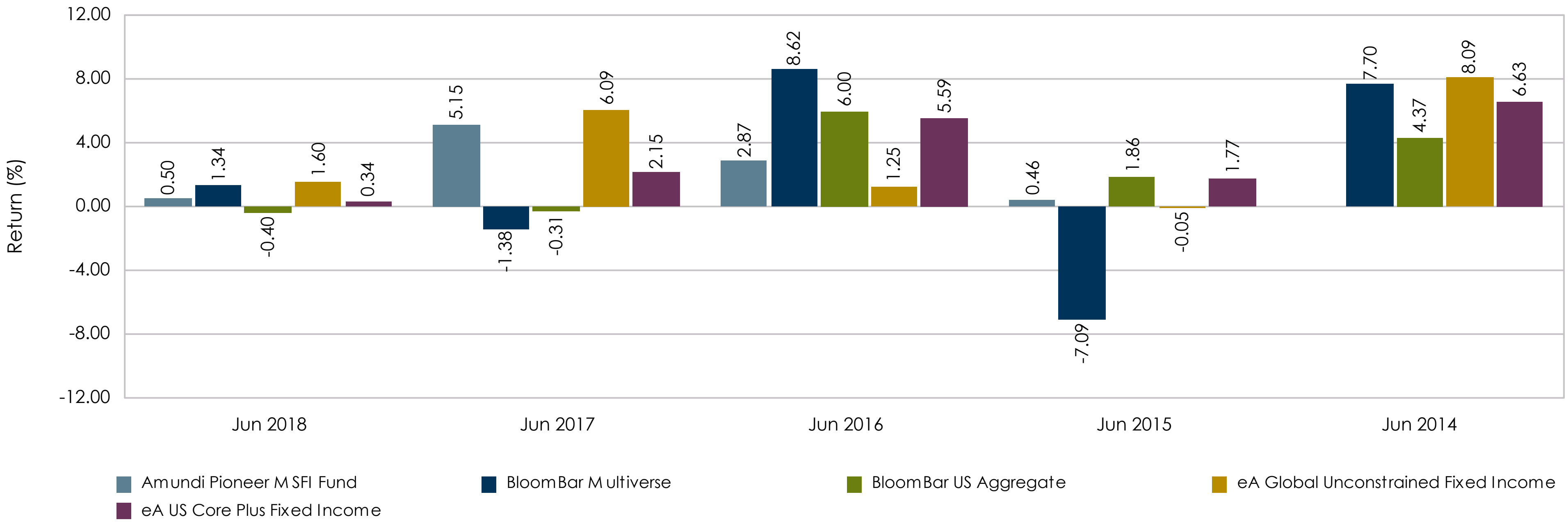


	3 Months	YTD	FYTD	1 Year	3 Years	4 Years
Ranking	45 / 95	61 / 82	59 / 62	76 / 40	51 / 42	44 / 67
5th Percentile	0.75 / 0.47	1.61 / -0.28	3.18 / 0.16	5.49 / 1.69	5.05 / 3.83	4.52 / 3.33
25th Percentile	-0.09 / -0.01	0.07 / -1.14	0.98 / -0.54	2.78 / 0.74	3.65 / 3.04	3.08 / 2.82
50th Percentile	-1.28 / -0.19	-1.08 / -1.46	-0.44 / -0.80	1.60 / 0.34	2.83 / 2.65	1.87 / 2.40
75th Percentile	-5.18 / -0.38	-3.02 / -1.73	-1.91 / -1.15	0.51 / 0.00	1.83 / 2.24	-1.81 / 2.15
95th Percentile	-6.97 / -0.88	-5.45 / -2.23	-4.75 / -1.73	-2.13 / -0.71	-2.23 / 1.88	-4.25 / 1.71
Observations	145 / 135	145 / 135	145 / 135	145 / 135	135 / 130	119 / 126

The rankings represent the portfolio's returns versus a peer universe. The rankings are on a scale of 1 to 100 with 1 being the best.

Amundi Pioneer MSFI Fund

For the One Year Periods Ending June



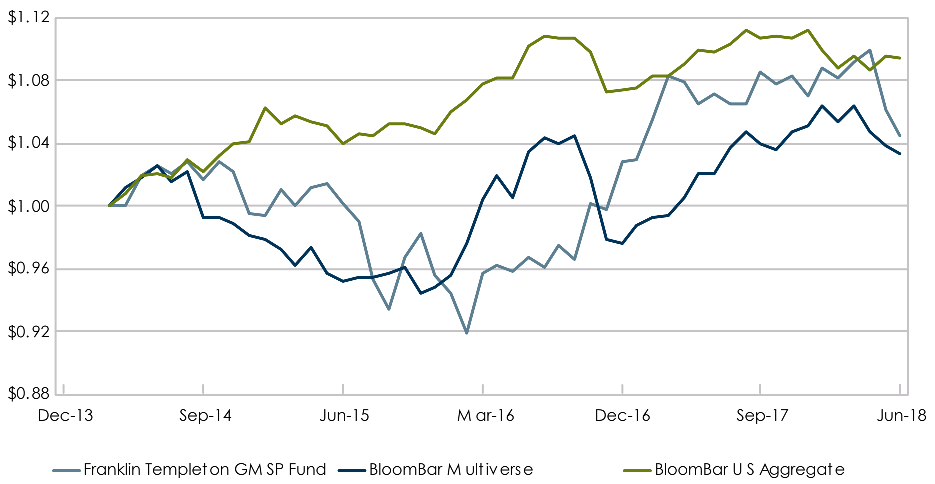
	Jun 2018	Jun 2017	Jun 2016	Jun 2015	Jun 2014
Ranking	76 / 40	58 / 5	30 / 97	43 / 89	
5th Percentile	5.49 / 1.69	11.84 / 4.88	5.81 / 7.05	4.22 / 3.28	16.29 / 10.55
25th Percentile	2.78 / 0.74	8.24 / 3.27	3.29 / 6.09	1.57 / 2.25	10.58 / 7.87
50th Percentile	1.60 / 0.34	6.09 / 2.15	1.25 / 5.59	-0.05 / 1.77	8.09 / 6.63
75th Percentile	0.51 / 0.00	3.48 / 1.30	-0.81 / 4.76	-6.45 / 1.22	5.25 / 5.71
95th Percentile	-2.13 / -0.71	-0.19 / 0.18	-11.96 / 3.08	-17.70 / -0.66	1.19 / 4.46
Observations	145 / 135	154 / 140	184 / 149	168 / 172	149 / 175

The rankings represent the portfolio's returns versus a peer universe. The rankings are on a scale of 1 to 100 with 1 being the best.

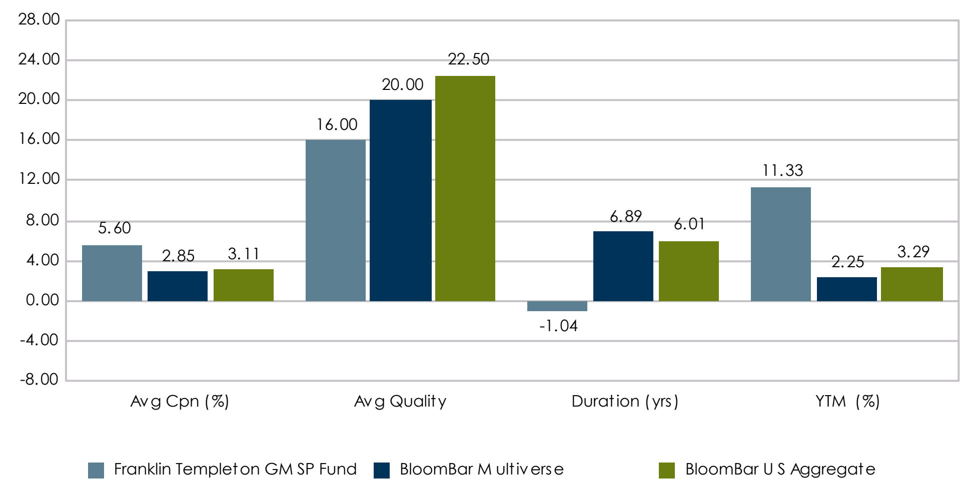
Franklin Templeton GMSP Fund

For the Periods Ending June 30, 2018

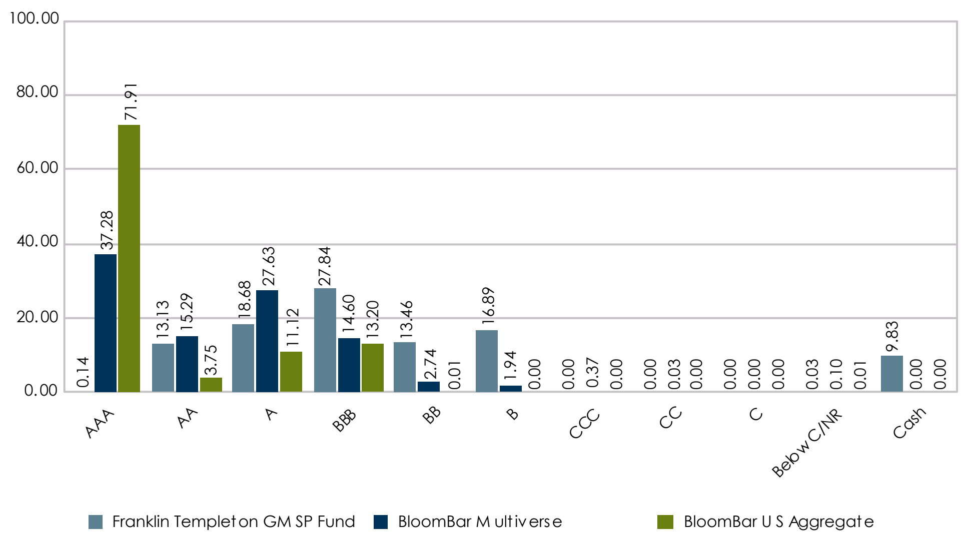
Growth of a Dollar



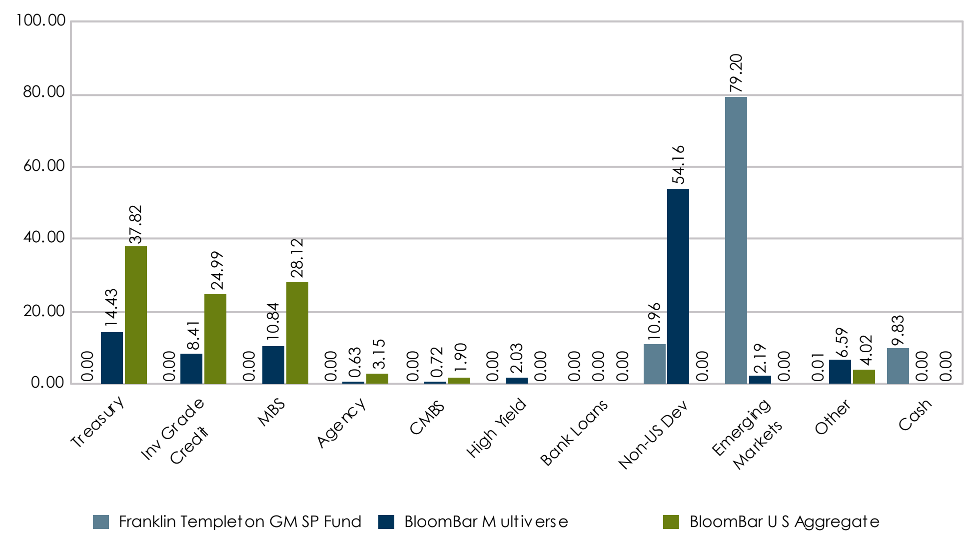
Characteristics



Quality Allocation



Sector Allocation



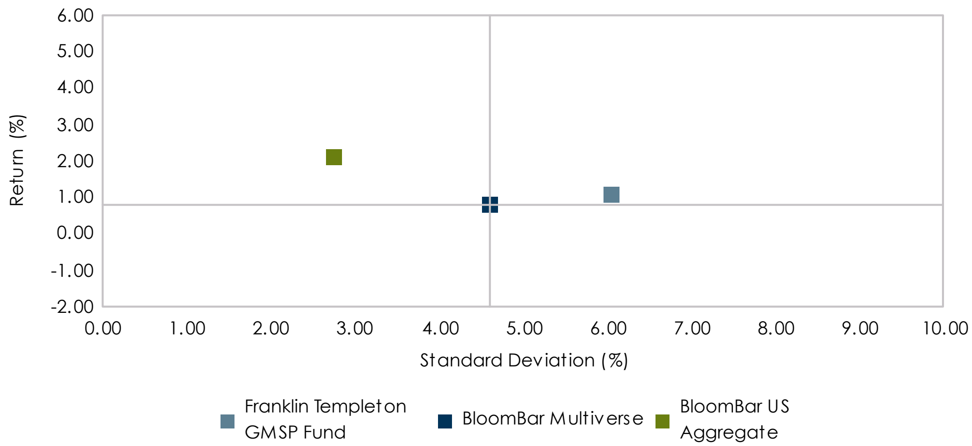
Characteristic and allocation charts represents the composite data of the Franklin Templeton\Global Multisector Plus.

The Other sector consists of ABS, CMO, Convertibles, Municipals, Private Placements/144As and TIPS.

Franklin Templeton GMSP Fund

For the Periods Ending June 30, 2018

Risk / Return Since Apr 2014



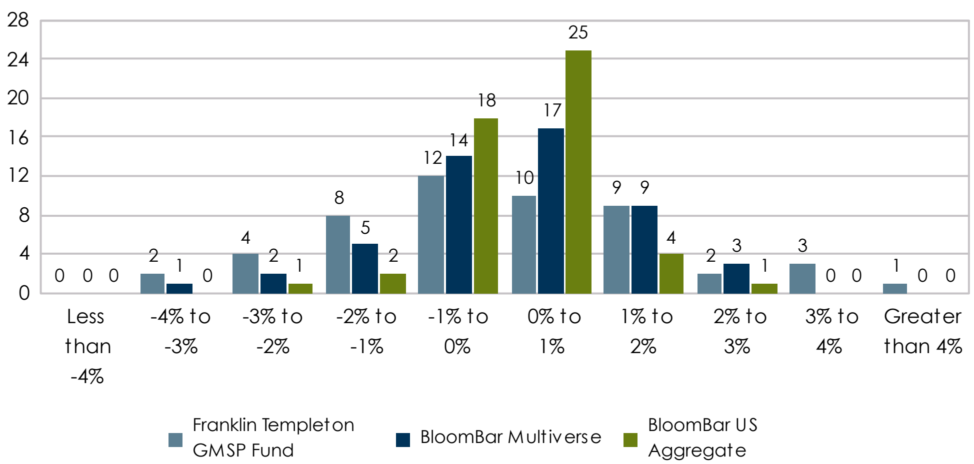
Portfolio Statistics Since Apr 2014

	Franklin Templeton GMSP Fund	BloomBar Multiverse	BloomBar US Aggregate
Return (%)	1.05	0.79	2.14
Standard Deviation (%)	6.05	4.60	2.76
Sharpe Ratio	0.10	0.08	0.62

Benchmark Relative Statistics

		BloomBar Multiverse	BloomBar US Aggregate
Beta		0.09	-0.14
R Squared (%)		0.42	0.39
Alpha (%)		1.16	1.53
Tracking Error (%)		7.35	6.80
Batting Average (%)		45.10	45.10
Up Capture (%)		14.17	-1.02
Down Capture (%)		-1.34	-42.89

Return Histogram Since Apr 2014



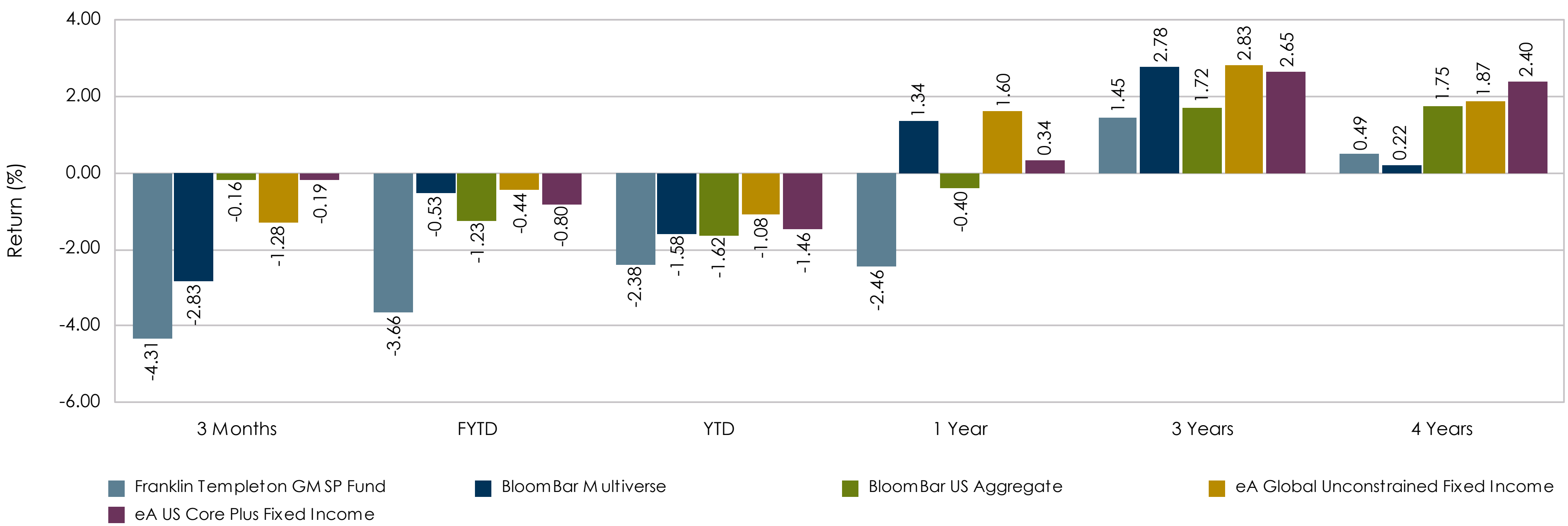
Return Analysis Since Apr 2014

	Franklin Templeton GMSP Fund	BloomBar Multiverse	BloomBar US Aggregate
Number of Months	51	51	51
Highest Monthly Return (%)	4.03	2.89	2.10
Lowest Monthly Return (%)	-3.68	-3.88	-2.37
Number of Positive Months	25	29	30
Number of Negative Months	26	22	21
% of Positive Months	49.02	56.86	58.82

Statistics are calculated using monthly return data.

Franklin Templeton GMSP Fund

For the Periods Ending June 30, 2018

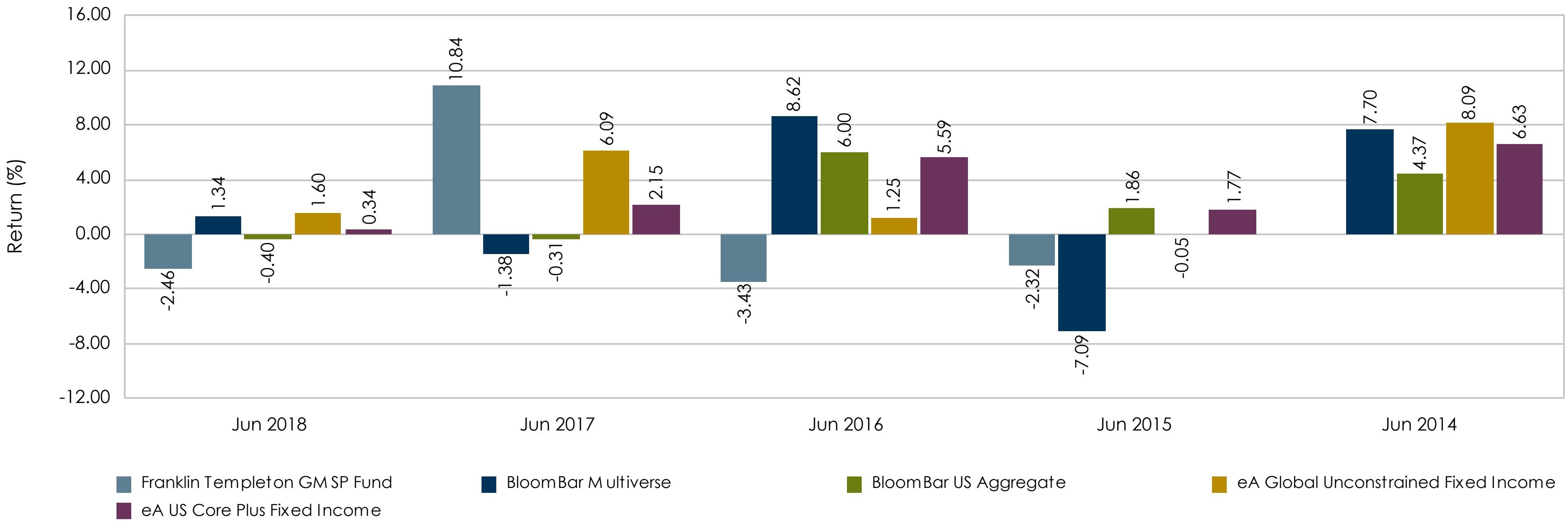


	3 Months	FYTD	YTD	1 Year	3 Years	4 Years
Ranking	70 / 99	94 / 99	67 / 99	98 / 99	80 / 99	65 / 99
5th Percentile	0.75 / 0.47	3.18 / 0.16	1.61 / -0.28	5.49 / 1.69	5.05 / 3.83	4.52 / 3.33
25th Percentile	-0.09 / -0.01	0.98 / -0.54	0.07 / -1.14	2.78 / 0.74	3.65 / 3.04	3.08 / 2.82
50th Percentile	-1.28 / -0.19	-0.44 / -0.80	-1.08 / -1.46	1.60 / 0.34	2.83 / 2.65	1.87 / 2.40
75th Percentile	-5.18 / -0.38	-1.91 / -1.15	-3.02 / -1.73	0.51 / 0.00	1.83 / 2.24	-1.81 / 2.15
95th Percentile	-6.97 / -0.88	-4.75 / -1.73	-5.45 / -2.23	-2.13 / -0.71	-2.23 / 1.88	-4.25 / 1.71
Observations	145 / 135	145 / 135	145 / 135	145 / 135	135 / 130	119 / 126

The rankings represent the portfolio's returns versus a peer universe. The rankings are on a scale of 1 to 100 with 1 being the best.

Franklin Templeton GMSP Fund

For the One Year Periods Ending June



	Jun 2018	Jun 2017	Jun 2016	Jun 2015	Jun 2014
Ranking	98 / 99	7 / 2	85 / 99	68 / 99	
5th Percentile	5.49 / 1.69	11.84 / 4.88	5.81 / 7.05	4.22 / 3.28	16.29 / 10.55
25th Percentile	2.78 / 0.74	8.24 / 3.27	3.29 / 6.09	1.57 / 2.25	10.58 / 7.87
50th Percentile	1.60 / 0.34	6.09 / 2.15	1.25 / 5.59	-0.05 / 1.77	8.09 / 6.63
75th Percentile	0.51 / 0.00	3.48 / 1.30	-0.81 / 4.76	-6.45 / 1.22	5.25 / 5.71
95th Percentile	-2.13 / -0.71	-0.19 / 0.18	-11.96 / 3.08	-17.70 / -0.66	1.19 / 4.46
Observations	145 / 135	154 / 140	184 / 149	168 / 172	149 / 175

The rankings represent the portfolio's returns versus a peer universe. The rankings are on a scale of 1 to 100 with 1 being the best.

FMIvT Diversified Large Cap Equity Portfolio

For the Periods Ending June 30, 2018

Portfolio Description

- **Strategy** Large Cap US Equity
- **Manager** Janus/INTECH, Hotchkis & Wiley, & Atlanta Capital
- **Vehicle** Non-Mutual Commingled
- **Benchmark** Russell 1000
- **Performance Inception Date** October 2017
- **Fees** Manager Fee - 49 bps; Admin Fee - 14.5 bps
- **Total Expenses** Approximately 65 bps

Portfolio Information

- **Minimum initial investment** $50,000
- **Minimum subsequent investments** $5,000
- **Minimum redemption** $5,000
- The Portfolio is open once a month, on the first business day following the Portfolio Valuation date, to accept Member contributions or redemptions.
- The Portfolio is valued on the last business day of the month.
- The Administrator must have advance written notification of Member contributions or redemptions.

Portfolio Objectives and Constraints

- Invests in large cap US stocks that are diversified by industry and sector.
- Outperform the Russell 1000 over a complete market cycle (usually 3 to 5 years).
- Rank above median in a relevant peer group universe.
- Stock values fluctuate in response to the activities of individual companies, the general market and economic conditions. Shares of the Portfolio are neither insured nor guaranteed by any US Government agency, including the FDIC.

Dollar Growth Summary ($000s)

	3 Months	FYTD
Beginning Market Value	**275,120**	**301,795**
Net Additions	-22,051	-66,198
Return on Investment	7,107	24,579
Ending Market Value	**260,176**	**260,176**

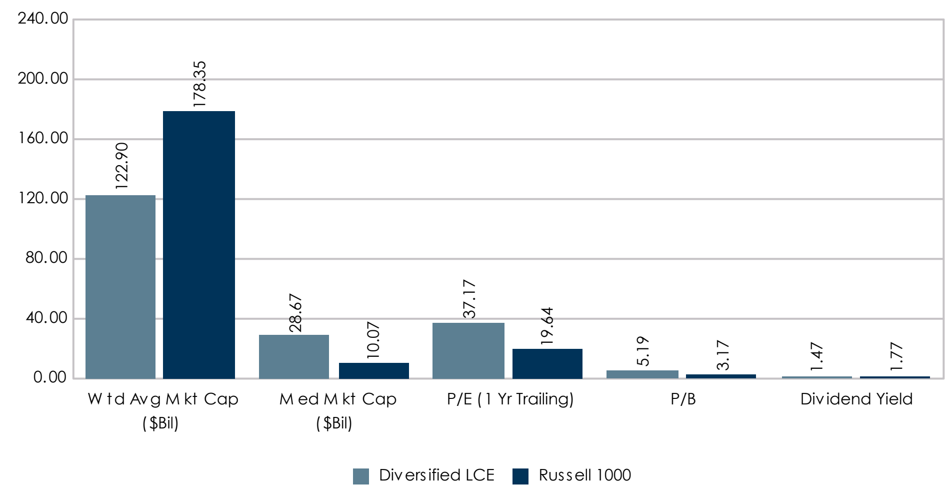
FMIvT Diversified Large Cap Equity Portfolio

For the Periods Ending June 30, 2018

Manager Allocation

Name	Market Value ($000s)	Allocation (%)
Total Diversified LCE	**260,176**	**100.00**
Intech US Broad Enhanced Plus Fund	149,976	57.64
Atlanta Capital High Quality Growth	57,130	21.96
Hotchkis & Wiley Diversified Value	53,071	20.40

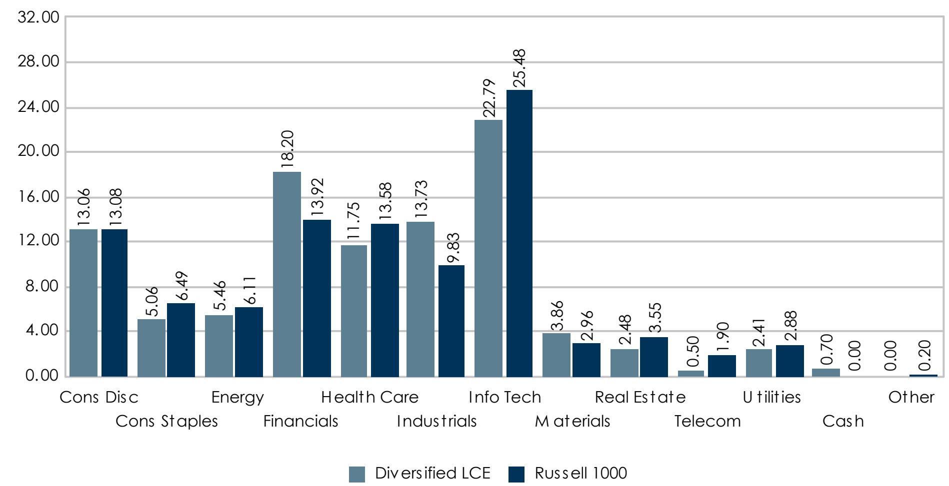
Characteristics



Dollar Growth Summary ($000s)

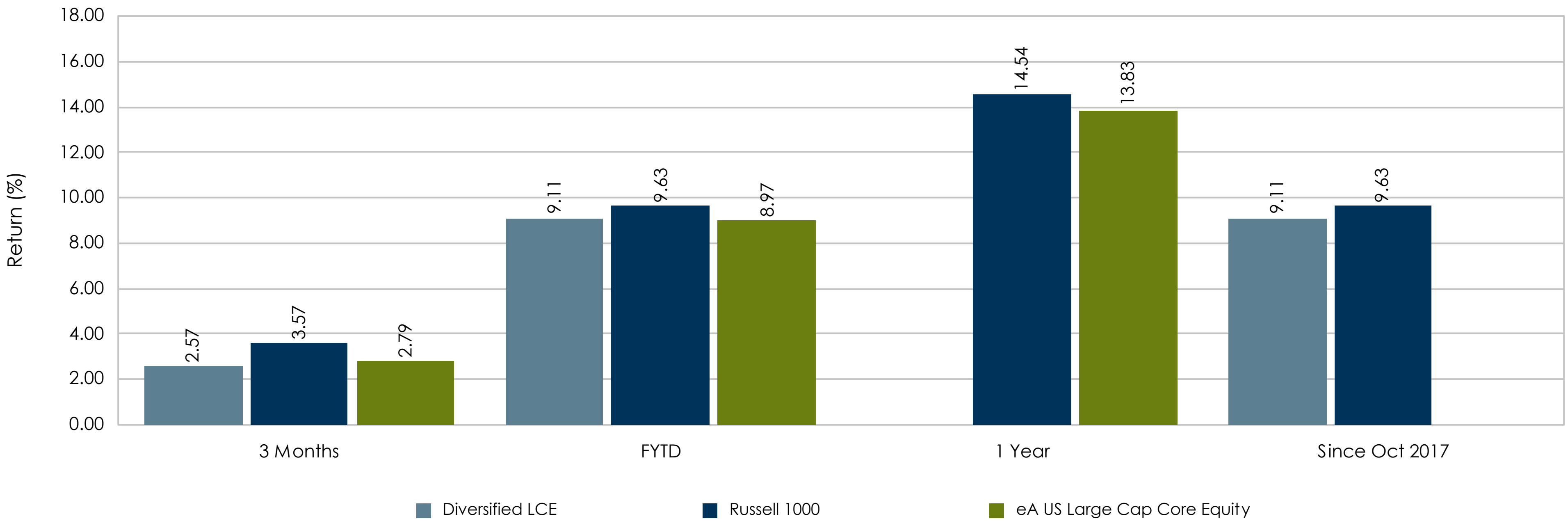
	3 Months	FYTD
Beginning Market Value	**275,120**	**301,795**
Net Additions	-22,051	-66,198
Return on Investment	7,107	24,579
Ending Market Value	**260,176**	**260,176**

Sector Allocation



FMIvT Diversified Large Cap Equity Portfolio

For the Periods Ending June 30, 2018



	3 Months	FYTD	1 Year
Ranking	57	48	
5th Percentile	5.03	14.01	20.31
25th Percentile	3.65	10.59	16.18
50th Percentile	2.79	8.97	13.83
75th Percentile	1.90	7.06	11.56
95th Percentile	0.69	3.68	7.19
Observations	346	345	345

The rankings represent the portfolio's returns versus a peer universe. The rankings are on a scale of 1 to 100 with 1 being the best.

Investment Guidelines

Diversified Large Cap Equity Portfolio

For the Periods Ending June 30, 2018

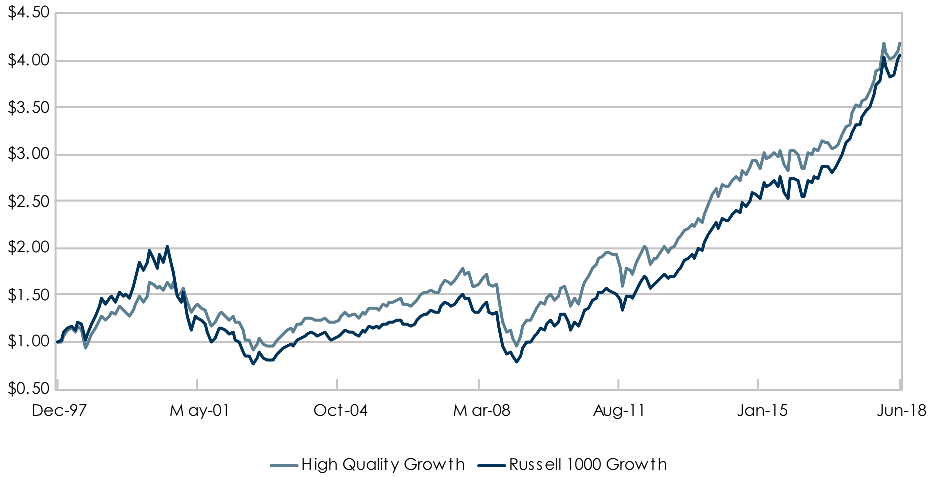
Manager Allocations	Target %	Range%	Actual Portfolio	Within Guidelines?	Comments
INTECH Broad Enhanced Russell 1000	60.0%	50% - 70%	57.64%	Yes	
Atlanta Capital High Quality Growth	20.0%	10% - 30%	21.96%	Yes	
Hotchkis & Wiley Diversified Value	20.0%	10% - 30%	20.40%	Yes	

Allocation	Max. %	Actual Portfolio	Within Guidelines?	Comments
A maximum of 10% of the portfolio, valued at market, may be invested in cash.	10.0%	0.70%	Yes	
The portfolio shall not own private placements, unregistered or registered stock, options, futures, or commodities, nor participate in margin trading.	N/A	N/A	Yes	

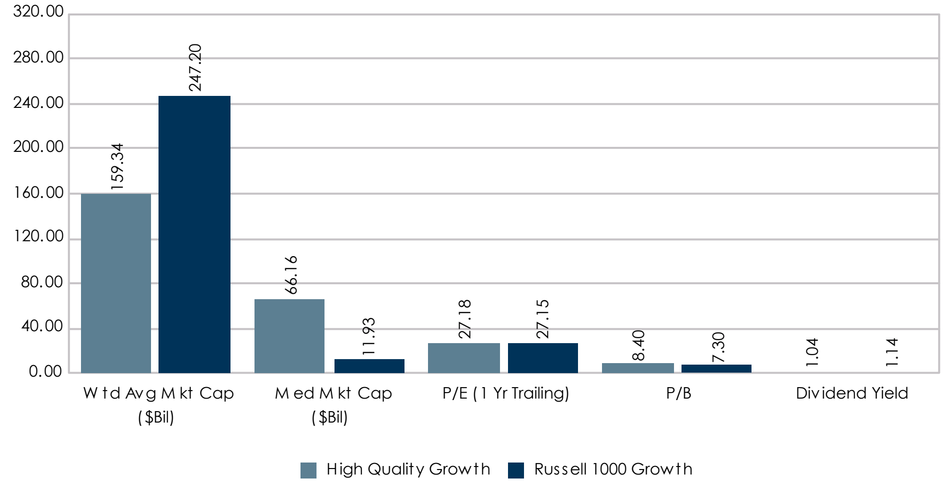
Atlanta Capital High Quality Growth

For the Periods Ending June 30, 2018

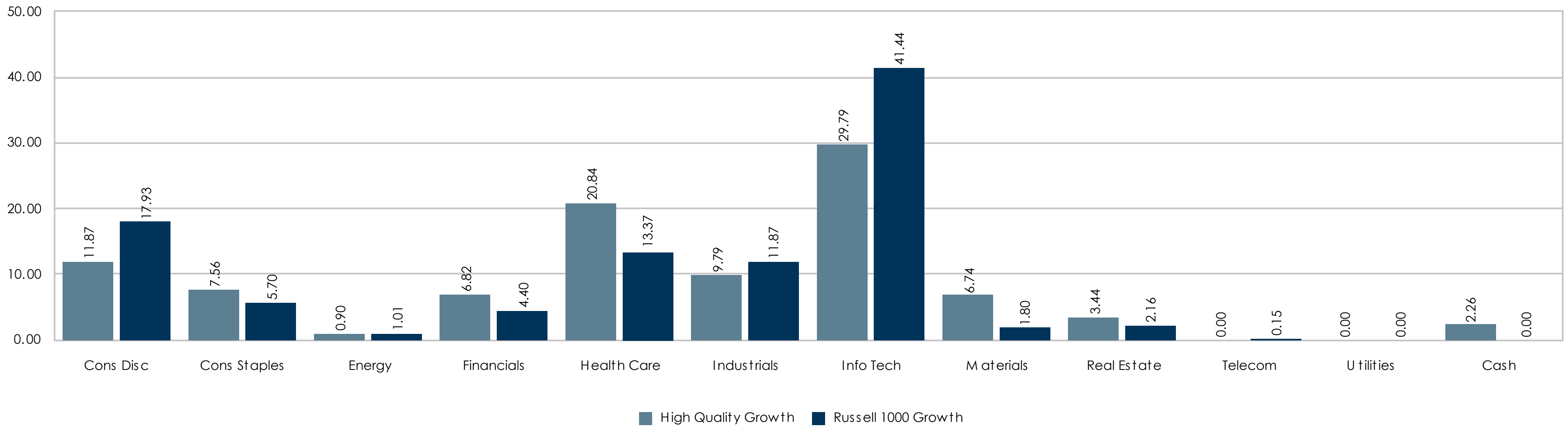
Growth of a Dollar



Characteristics



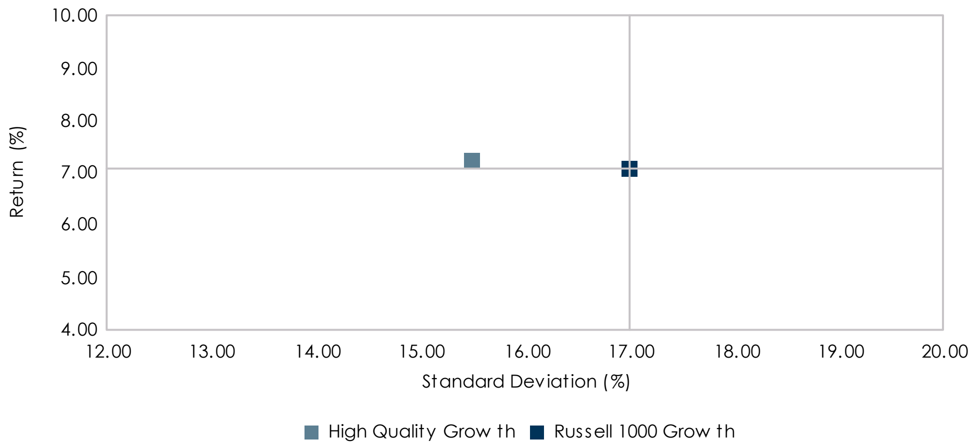
Sector Allocation



Atlanta Capital High Quality Growth

For the Periods Ending June 30, 2018

Risk / Return Since Jan 1998



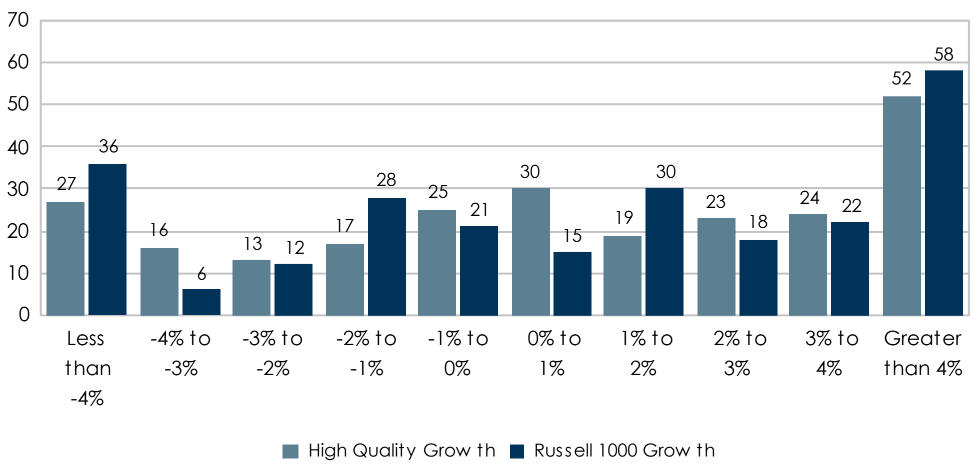
Portfolio Statistics Since Jan 1998

	High Quality Growth	Russell 1000 Growth
Return (%)	7.22	7.06
Standard Deviation (%)	15.49	16.99
Sharpe Ratio	0.35	0.31

Benchmark Relative Statistics

Beta	0.86
R Squared (%)	88.25
Alpha (%)	1.10
Tracking Error (%)	5.84
Batting Average (%)	45.53
Up Capture (%)	87.52
Down Capture (%)	88.05

Return Histogram Since Jan 1998



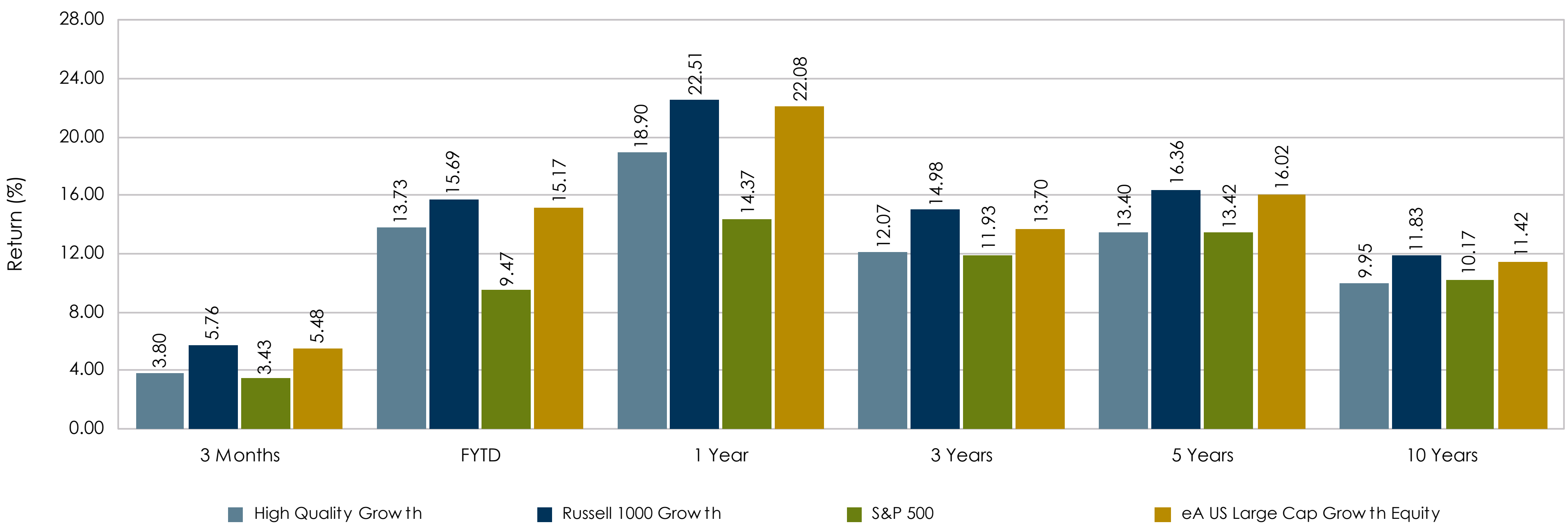
Return Analysis Since Jan 1998

	High Quality Growth	Russell 1000 Growth
Number of Months	246	246
Highest Monthly Return (%)	12.11	12.65
Lowest Monthly Return (%)	-17.56	-17.61
Number of Positive Months	148	143
Number of Negative Months	98	103
% of Positive Months	60.16	58.13

Statistics are calculated using monthly return data.

Atlanta Capital High Quality Growth

For the Periods Ending June 30, 2018

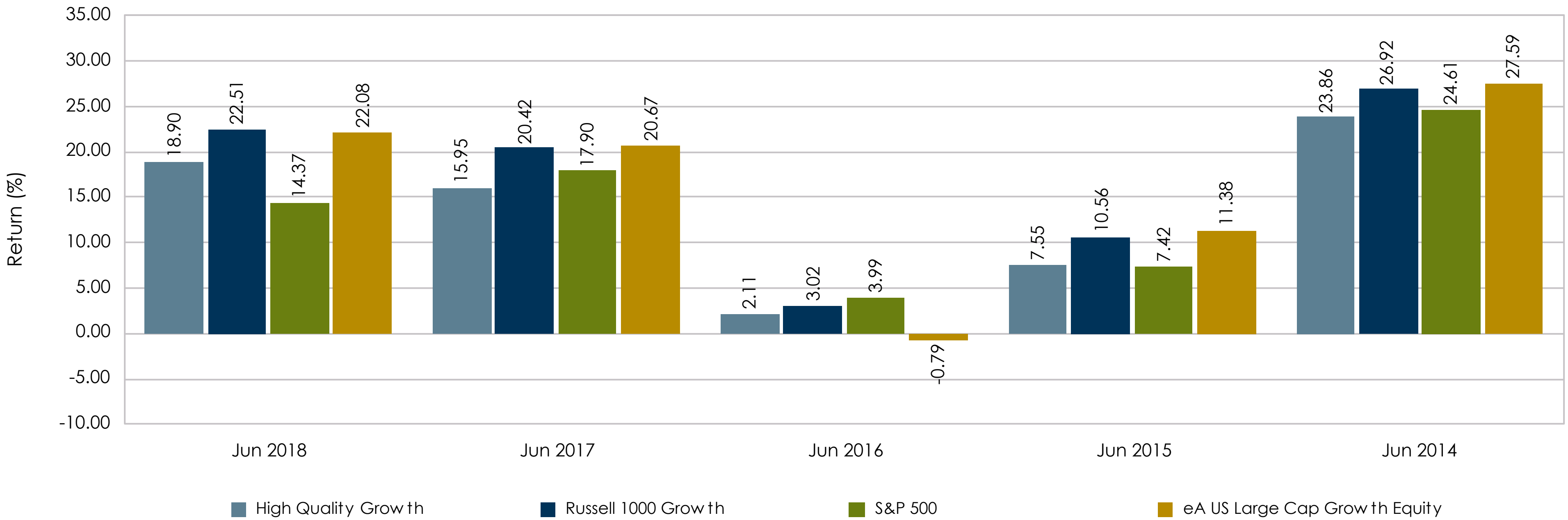


	3 Months	FYTD	1 Year	3 Years	5 Years	10 Years
Ranking	74	62	69	74	87	82
5th Percentile	8.43	23.75	30.07	17.20	19.16	13.50
25th Percentile	6.62	18.33	25.51	15.17	17.37	12.33
50th Percentile	5.48	15.17	22.08	13.70	16.02	11.42
75th Percentile	3.68	12.18	17.70	11.80	14.24	10.42
95th Percentile	1.67	7.65	12.08	8.66	11.63	8.81
Observations	280	280	279	274	270	237

The rankings represent the portfolio's returns versus a peer universe. The rankings are on a scale of 1 to 100 with 1 being the best.

Atlanta Capital High Quality Growth

For the One Year Periods Ending June



Ranking	69	89	25	83	82
5th Percentile	30.07	28.59	6.52	16.93	33.76
25th Percentile	25.51	23.10	1.96	13.51	29.96
50th Percentile	22.08	20.67	-0.79	11.38	27.59
75th Percentile	17.70	18.19	-3.13	8.82	25.03
95th Percentile	12.08	14.55	-6.84	4.47	20.59
Observations	279	307	330	342	361

The rankings represent the portfolio's returns versus a peer universe. The rankings are on a scale of 1 to 100 with 1 being the best.

Investment Guidelines

Atlanta Capital High Quality Growth

For the Periods Ending June 30, 2018

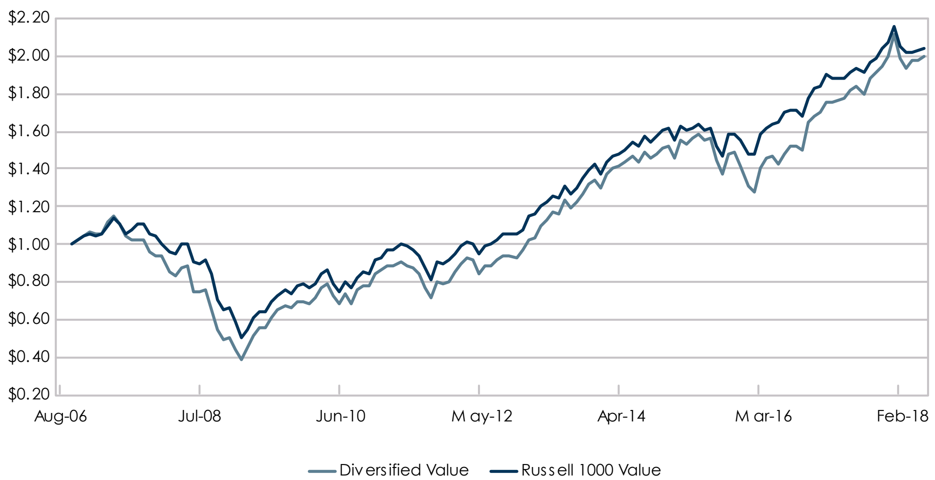
Portfolio Sector Allocations	Maximum	Actual Portfolio	Within Guidelines?	Comments
Maximum sector concentration shall be no more than 30% in any one sector as defined by the Standard & Poor's GICS.				
Consumer Discretionary	30.00%	11.87%	Yes	
Consumer Staples	30.00%	7.56%	Yes	
Energy	30.00%	0.90%	Yes	
Financials	30.00%	6.82%	Yes	
Health Care	30.00%	20.84%	Yes	
Industrials	30.00%	9.79%	Yes	
Information Technology	30.00%	29.79%	Yes	
Materials	30.00%	6.74%	Yes	
Real Estate	30.00%	3.44%	Yes	
Telecommunication Services	30.00%	0.00%	Yes	
Utilities	30.00%	0.00%	Yes	

Allocation	Max. %	Actual Portfolio	Within Guidelines?	Comments
A maximum of 10% of the portfolio, valued at market, may be invested in cash.	10.0%	2.26%	Yes	
A maximum of 15% of the portfolio may be held in securities that have an S&P equity ranking or Value Line Financial Strength rating below B+.	15.0%	6.81%	Yes	
A maximum of 5% of the portfolio may be invested in the securities of an individual corporation.	5.0%	4.77%	Yes	Largest Position Noted
A maximum of 10% of the portfolio, valued at market, may be invested in convertible issues (must have rating of Baa/BBB or better).	10.0%	0.00%	Yes	
A maximum of 5% of the portfolio, valued at market, may be invested in any one convertible issuer.	5.0%	0.00%	Yes	
Maximum of 20% of the Portfolio, valued at market, may be invested in ADRs and common stocks of corporations organized under the laws of any country other than the United States, which are traded primarily on a US stock exchange.	20.0%	8.91%	Yes	

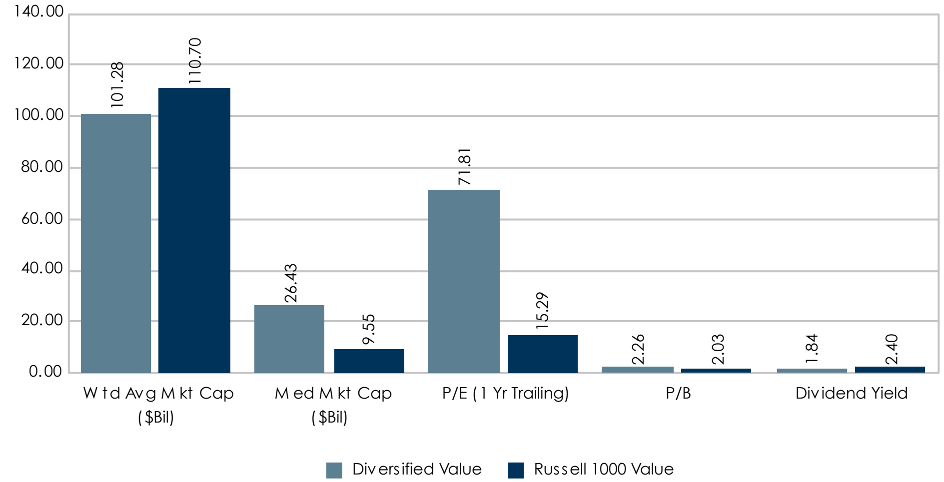
Hotchkis & Wiley Diversified Value

For the Periods Ending June 30, 2018

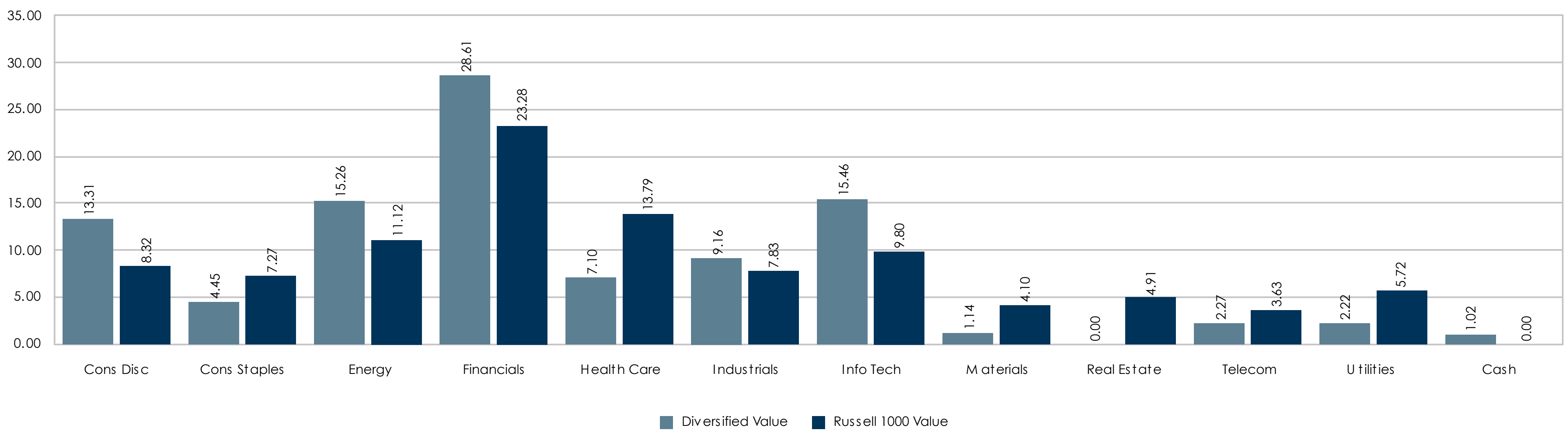
Growth of a Dollar



Characteristics



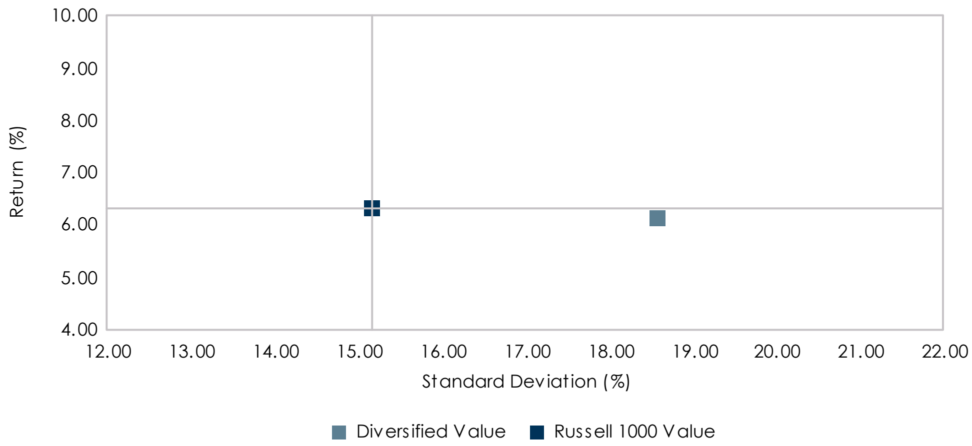
Sector Allocation



Hotchkis & Wiley Diversified Value

For the Periods Ending June 30, 2018

Risk / Return Since Nov 2006



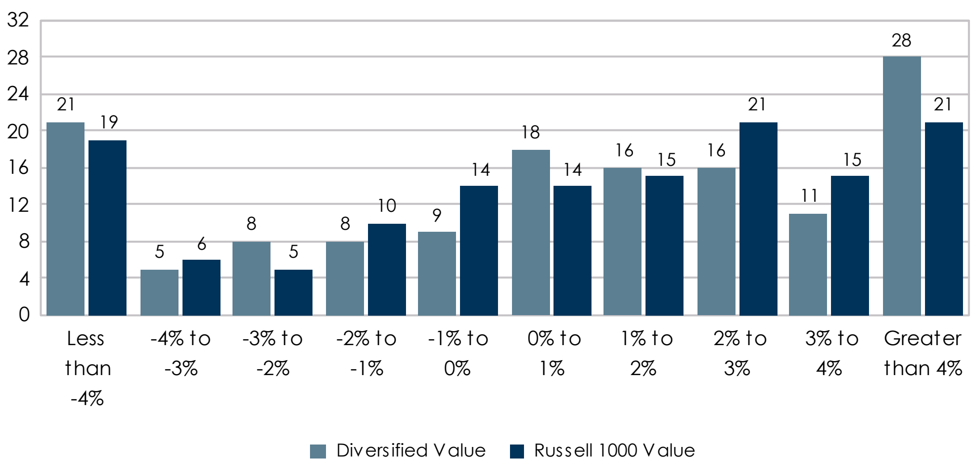
Portfolio Statistics Since Nov 2006

	Diversified Value	Russell 1000 Value
Return (%)	6.13	6.30
Standard Deviation (%)	18.57	15.17
Sharpe Ratio	0.29	0.36

Benchmark Relative Statistics

Beta	1.17
R Squared (%)	90.80
Alpha (%)	-0.80
Tracking Error (%)	6.18
Batting Average (%)	55.00
Up Capture (%)	116.50
Down Capture (%)	114.66

Return Histogram Since Nov 2006



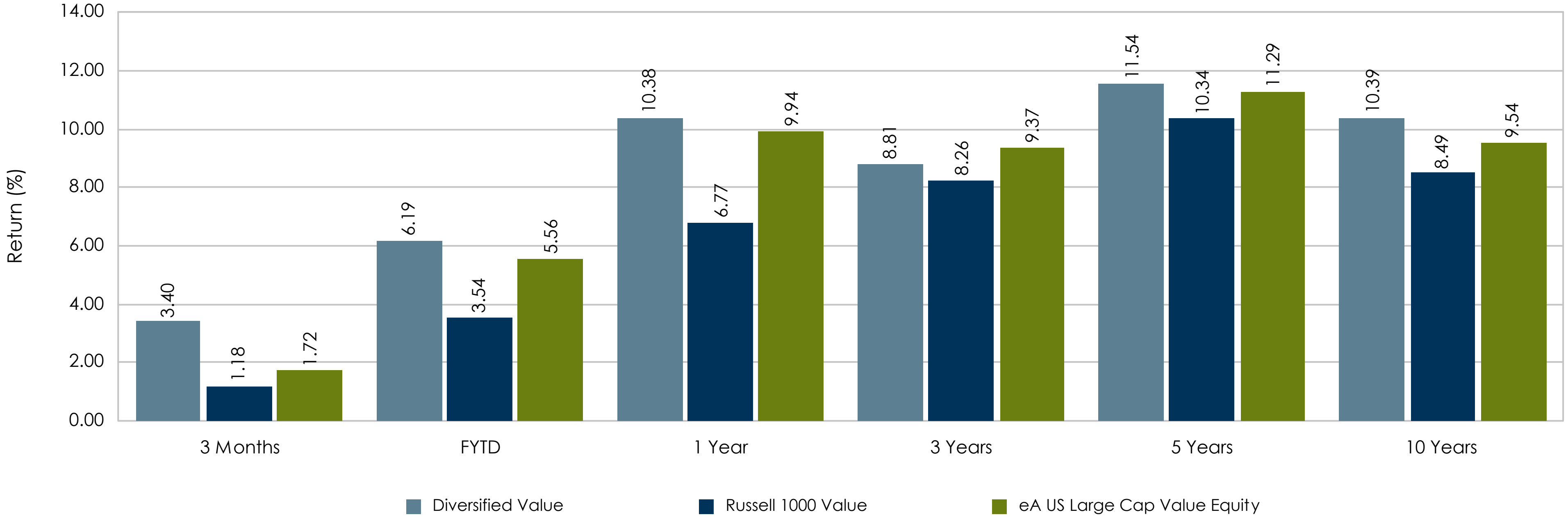
Return Analysis Since Nov 2006

	Diversified Value	Russell 1000 Value
Number of Months	140	140
Highest Monthly Return (%)	15.99	11.45
Lowest Monthly Return (%)	-16.08	-17.31
Number of Positive Months	89	86
Number of Negative Months	51	54
% of Positive Months	63.57	61.43

Statistics are calculated using monthly return data.

Hotchkis & Wiley Diversified Value

For the Periods Ending June 30, 2018

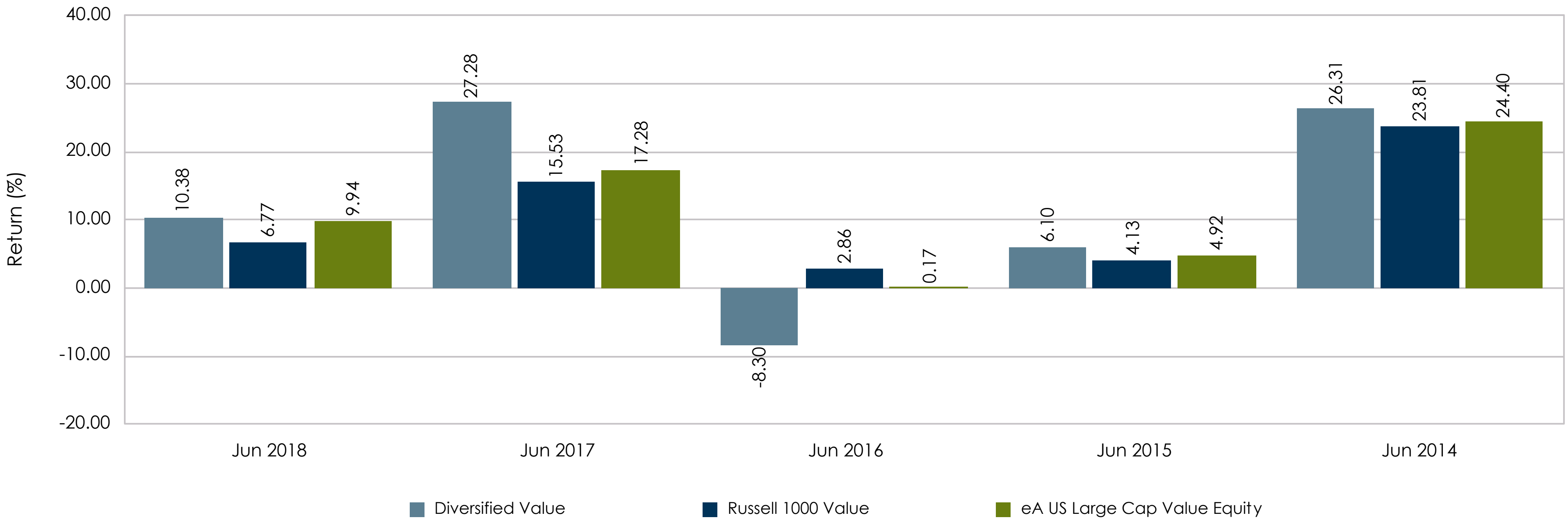


	3 Months	FYTD	1 Year	3 Years	5 Years	10 Years
Ranking	12	40	46	62	45	26
5th Percentile	4.47	10.16	15.83	12.36	13.60	11.81
25th Percentile	2.65	7.38	12.09	10.57	12.16	10.41
50th Percentile	1.72	5.56	9.94	9.37	11.29	9.54
75th Percentile	0.72	4.12	7.97	8.09	10.17	8.69
95th Percentile	-0.44	1.47	4.66	5.41	8.09	6.81
Observations	363	363	363	359	348	292

The rankings represent the portfolio's returns versus a peer universe. The rankings are on a scale of 1 to 100 with 1 being the best.

Hotchkis & Wiley Diversified Value

For the One Year Periods Ending June



Ranking	46	4	94	36	30
5th Percentile	15.83	26.94	10.76	10.28	31.01
25th Percentile	12.09	20.40	3.82	6.89	26.70
50th Percentile	9.94	17.28	0.17	4.92	24.40
75th Percentile	7.97	14.18	-3.74	2.65	22.07
95th Percentile	4.66	8.59	-8.83	-2.24	19.05
Observations	363	399	425	426	433

The rankings represent the portfolio's returns versus a peer universe. The rankings are on a scale of 1 to 100 with 1 being the best.

Investment Guidelines

Hotchkis & Wiley Diversified Value

For the Periods Ending June 30, 2018

Portfolio Sector Allocations	Maximum	Actual Portfolio	Within Guidelines?	Comments
Maximum sector concentration shall be no more than 35% for any sector as defined by the Standard & Poor's GICS.				
Consumer Discretionary	35.00%	13.31%	Yes	
Consumer Staples	35.00%	4.45%	Yes	
Energy	35.00%	15.26%	Yes	
Financials	35.00%	28.61%	Yes	
Health Care	35.00%	7.10%	Yes	
Industrials	35.00%	9.16%	Yes	
Information Technology	35.00%	15.46%	Yes	
Materials	35.00%	1.14%	Yes	
Real Estate	35.00%	0.00%	Yes	
Telecommunication Services	35.00%	2.27%	Yes	
Utilities	35.00%	2.22%	Yes	
Allocation	**Max. %**	**Actual Portfolio**	**Within Guidelines?**	**Comments**
A maximum of 10% of the portfolio, valued at market, may be invested in cash.	10.0%	1.02%	Yes	
The portfolio shall not own more than 5% of the outstanding common stock of any individual corporation.	5.0%	N/A	Yes	
A maximum of 7.5% of the portfolio may be invested in the securities of an individual corporation.	7.5%	4.89%	Yes	Largest Position Noted
A maximum of 10% of the portfolio, valued at market, may be invested in convertible issues (must have rating of Baa/BBB or better).	10.0%	0.00%	Yes	
A maximum of 5% of the portfolio, valued at market, may be invested in any one convertible issuer.	5.0%	0.00%	Yes	
A maximum of 20% of the portfolio, valued at cost, may be invested in common stocks of corporations that are organized under the laws of any country other than the United States and traded on the NYSE, AMEX, or NASDAQ.	20.0%	18.77%	No	

FMIvT Diversified SMID Cap Equity Portfolio

For the Periods Ending June 30, 2018

Portfolio Description

- **Strategy** Small to Mid (SMID) (Strategy change in 2010)
- **Manager** Atlanta Capital Management Company
- **Vehicle** Separately Managed Account
- **Benchmark** A blend of Russell 2500 and Russell 2000
- **Performance Inception Date** January 2000
- **Fees** Manager Fee - 45 bps; Admin Fee - 14.5 bps
- **Total Expenses** Approximately 63 bps

Portfolio Information

- **Minimum initial investment** $50,000
- **Minimum subsequent investments** $5,000
- **Minimum redemption** $5,000
- The Portfolio is open once a month, on the first business day following the Portfolio Valuation date, to accept Member contributions or redemptions.
- The Portfolio is valued on the last business day of the month.
- The Administrator must have advance written notification of Member contributions or redemptions.

Portfolio Objectives and Constraints

- Invests in small to mid cap core style common stocks of companies domiciled in the US or traded on the New York Stock Exchange.
- Outperform a blended index of the Russell 2500 beginning June 1, 2010 and the Russell 2000 prior to that, over a complete market cycle (usually 3 to 5 years).
- Rank above median in a relevant peer group universe.
- Stock values fluctuate in response to the activities of individual companies, the general market and economic conditions. Shares of the Portfolio are neither insured nor guaranteed by any US Government agency, including the FDIC.

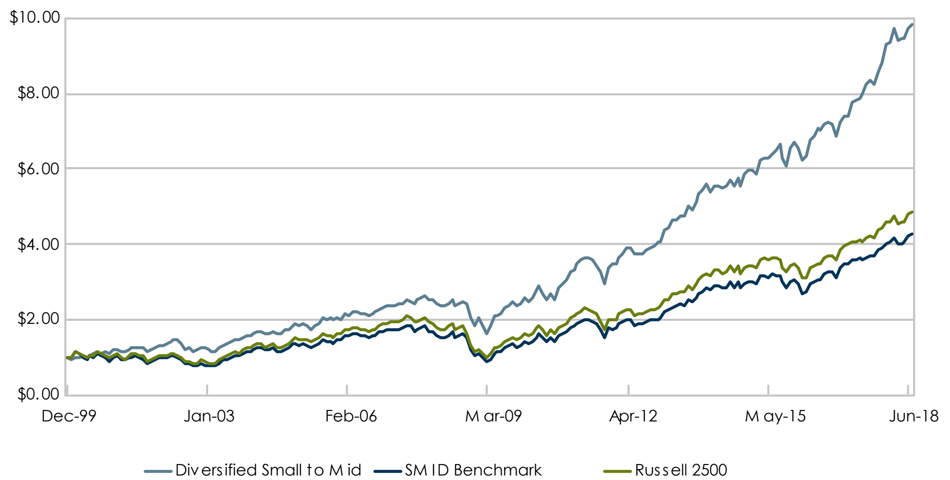
Dollar Growth Summary ($000s)

	FYTD	1 Year
Beginning Market Value	**120,571**	**116,115**
Net Additions	-11,330	-11,409
Return on Investment	19,139	23,674
Income	*887*	*1,102*
Gain/Loss	*18,252*	*22,572*
Ending Market Value	**128,379**	**128,379**

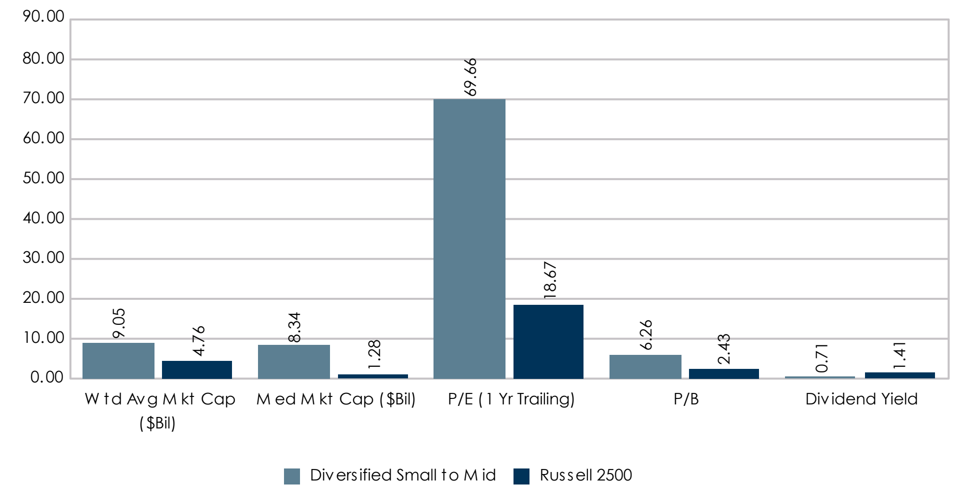
FMIvT Diversified SMID Cap Equity Portfolio

For the Periods Ending June 30, 2018

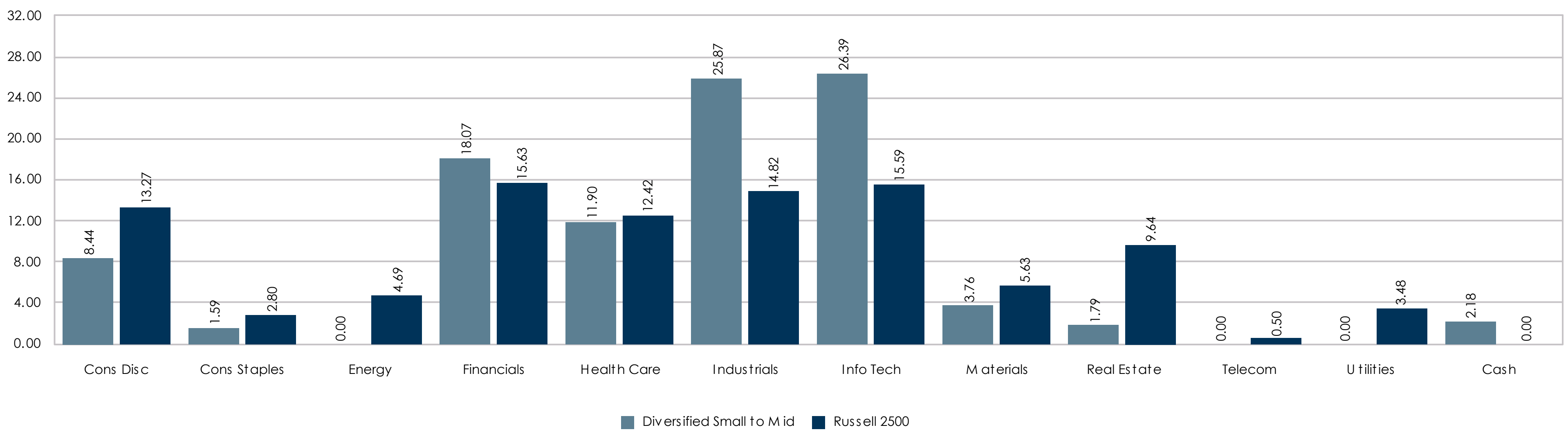
Growth of a Dollar



Characteristics



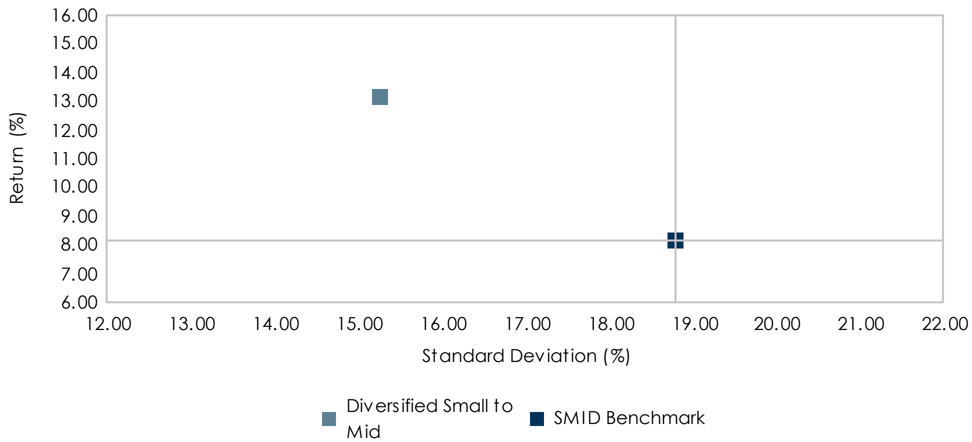
Sector Allocation



FMIvT Diversified SMID Cap Equity Portfolio

For the Periods Ending June 30, 2018

Risk / Return Since Jan 2000



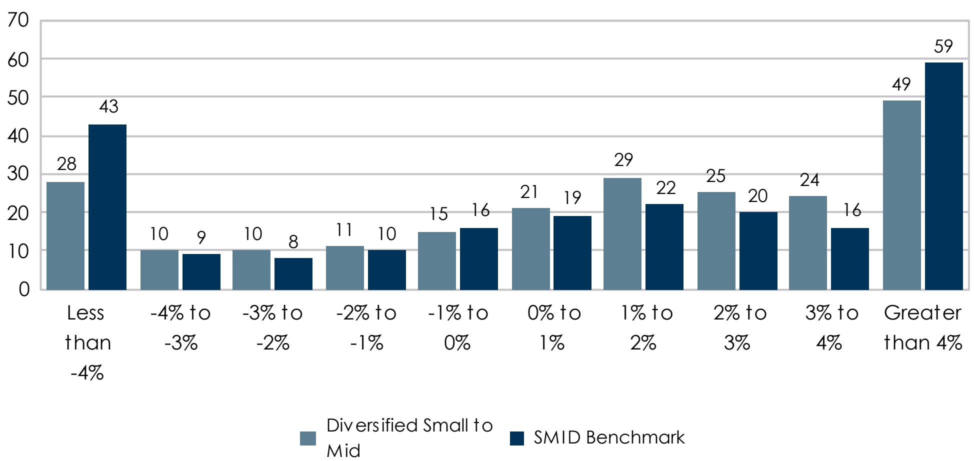
Portfolio Statistics Since Jan 2000

	Diversified Small to Mid	SMID Benchmark
Return (%)	13.16	8.14
Standard Deviation (%)	15.27	18.79
Sharpe Ratio	0.76	0.35

Benchmark Relative Statistics

Beta	0.74
R Squared (%)	83.11
Alpha (%)	6.65
Tracking Error (%)	7.94
Batting Average (%)	51.80
Up Capture (%)	84.75
Down Capture (%)	68.49

Return Histogram Since Jan 2000



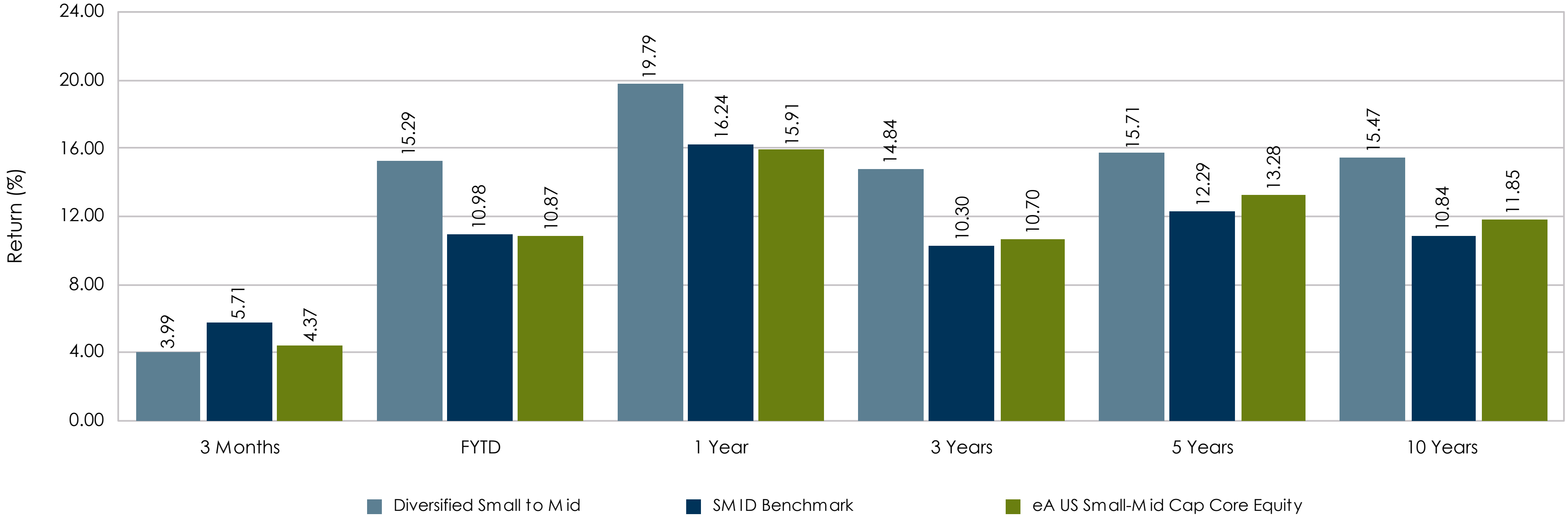
Return Analysis Since Jan 2000

	Diversified Small to Mid	SMID Benchmark
Number of Months	222	222
Highest Monthly Return (%)	15.00	16.51
Lowest Monthly Return (%)	-16.30	-20.80
Number of Positive Months	148	136
Number of Negative Months	74	86
% of Positive Months	66.67	61.26

Statistics are calculated using monthly return data.

FMIvT Diversified SMID Cap Equity Portfolio

For the Periods Ending June 30, 2018

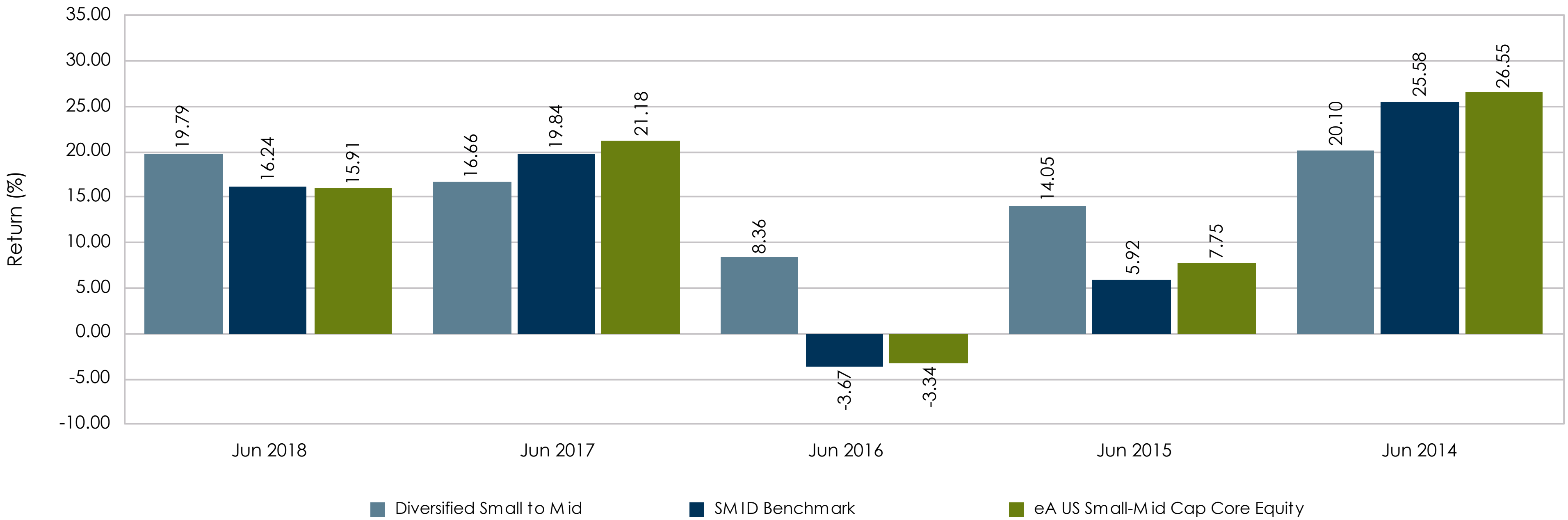


	3 Months	FYTD	1 Year	3 Years	5 Years	10 Years
Ranking	60	15	17	8	5	2
5th Percentile	7.60	18.16	24.38	15.10	15.66	14.65
25th Percentile	5.87	13.76	18.32	12.67	14.10	12.87
50th Percentile	4.37	10.87	15.91	10.70	13.28	11.85
75th Percentile	3.71	8.92	13.47	9.35	12.33	10.80
95th Percentile	1.99	4.95	9.22	6.34	9.62	9.19
Observations	79	79	79	75	68	48

The rankings represent the portfolio's returns versus a peer universe. The rankings are on a scale of 1 to 100 with 1 being the best.

FMIvT Diversified SMID Cap Equity Portfolio

For the One Year Periods Ending June



	Jun 2018	Jun 2017	Jun 2016	Jun 2015	Jun 2014
Ranking	17	83	2	5	95
5th Percentile	24.38	28.40	5.07	13.75	33.94
25th Percentile	18.32	23.16	0.05	9.95	29.74
50th Percentile	15.91	21.18	-3.34	7.75	26.55
75th Percentile	13.47	17.74	-5.55	5.95	23.96
95th Percentile	9.22	10.65	-10.89	0.94	19.97
Observations	79	83	78	80	81

The rankings represent the portfolio's returns versus a peer universe. The rankings are on a scale of 1 to 100 with 1 being the best.

Investment Guidelines

Diversified Small to Mid (SMID) Cap Equity Portfolio

For the Periods Ending June 30, 2018

Portfolio Sector Allocations	Maximum	Actual Portfolio	Within Guidelines?	Comments
Maximum sector concentration shall be no more than 30% in any one sector				
Consumer Discretionary	30.00%	8.44%	Yes	
Consumer Staples	30.00%	1.59%	Yes	
Energy	30.00%	0.00%	Yes	
Financials	30.00%	18.07%	Yes	
Health Care	30.00%	11.90%	Yes	
Industrials	30.00%	25.87%	Yes	
Information Technology	30.00%	26.39%	Yes	
Materials	30.00%	3.76%	Yes	
Real Estate	30.00%	1.79%	Yes	
Telecommunication Services	30.00%	0.00%	Yes	
Utilities	30.00%	0.00%	Yes	
Allocation	**Max. %**	**Actual Portfolio**	**Within Guidelines?**	**Comments**
A maximum of 10% of the portfolio, valued at market, may be invested in cash.	10.00%	2.18%	Yes	
A maximum of 25% of the portfolio may be held in securities that have an S&P equity ranking or Value Line Financial Strength rating below B+.	25.00%	22.11%	Yes	
A maximum of 5% of the portfolio may be invested in the securities of an individual corporation.	5.00%	4.14%	Yes	Largest Position Noted
A maximum of 10% of the portfolio, valued at market, may be invested in convertible issues (must have rating of Baa/BBB or better).	10.00%	0.00%	Yes	
A maximum of 5% of the portfolio, valued at market, may be invested in any one convertible issuer.	5.00%	0.00%	Yes	
A maximum of 10% of the portfolio, valued at cost, may be invested in common stocks of corporations that are organized under the laws of any country other than the United States and traded on the NYSE, AMEX, or NASDAQ.	10.00%	0.00%	Yes	

FMIvT International Equity Portfolio

For the Periods Ending June 30, 2018

Portfolio Description

- **Strategy** International Equity
- **Manager** Investec Asset Management and Wells Capital Management
- **Vehicle** Non-Mutual Commingled
- **Benchmark** MSCI ACWI ex US
- **Performance Inception Date** June 2005 (Manager changes April 2011, October 2014 & October 2017)
- **Fees** Manager Fee - 43 bps; Admin Fee - 14.5 bps
- **Total Expenses** Approximately 62 bps

Portfolio Information

- **Minimum initial investment** $50,000
- **Minimum subsequent investments** $5,000
- **Minimum redemption** $5,000
- The Portfolio is open once a month, on the first business day following the Portfolio Valuation date, to accept Member contributions or redemptions.
- The Portfolio is valued on the last business day of the month.
- The Administrator must have advance written notification of Member contributions or redemptions.

Portfolio Objectives and Constraints

- Invests in developed and emerging markets outside the US. Maintains approximately equal weightings to both growth and value securities through a systematic rebalancing process.
- Outperform the MSCI ACWI ex US over a complete market cycle (usually 3 to 5 years).
- Rank above median in a relevant peer group universe.
- Stock values fluctuate in response to the activities of individual companies, the general market and economic conditions. Investments in foreign securities generally pose greater risk than domestic securities.

Dollar Growth Summary ($000s)

	FYTD	1 Year
Beginning Market Value	**89,210**	**85,115**
Net Additions	31,998	31,313
Return on Investment	541	5,321
Ending Market Value	**121,750**	**121,750**

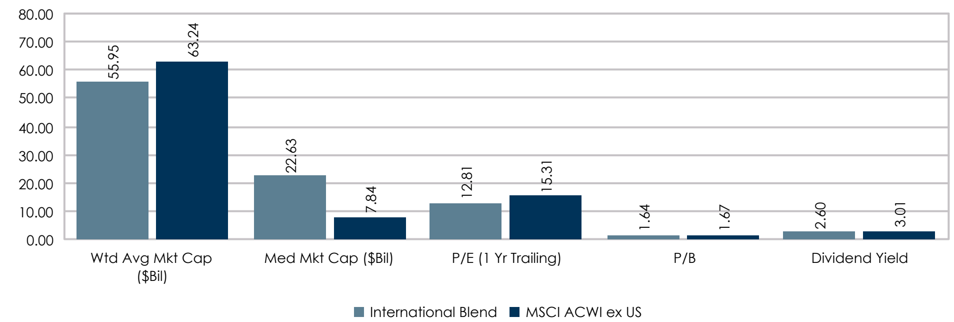
FMIvT International Equity Portfolio

For the Periods Ending June 30, 2018

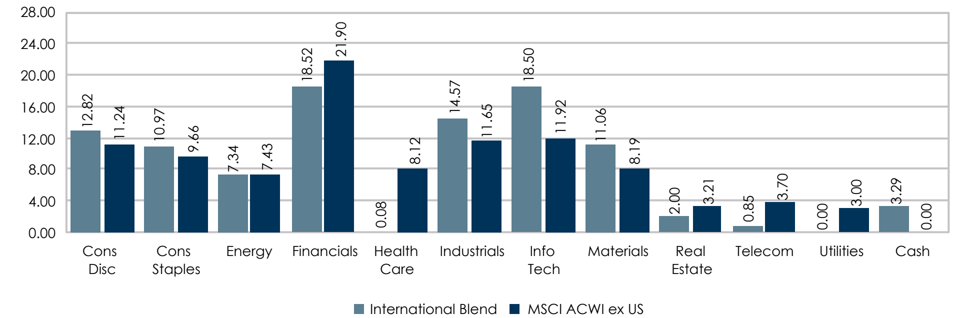
Manager Allocation

Name	Market Value ($000s)	Allocation (%)
Total International Blend	**121,750**	**100.00**
Investec International Dynamic Fund	106,359	87.36
Wells Capital EM Large/Mid Cap Fund	15,390	12.64

Characteristics



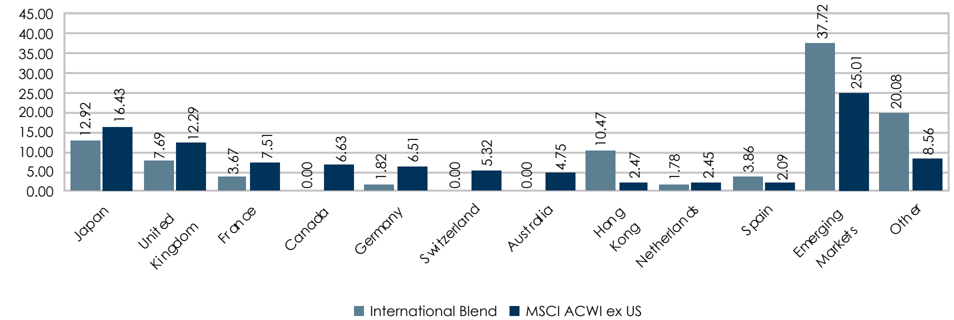
Sector Allocation



Dollar Growth Summary ($000s)

	FYTD	1 Year
Beginning Market Value	**89,210**	**85,115**
Net Additions	31,998	31,313
Return on Investment	541	5,321
Ending Market Value	**121,750**	**121,750**

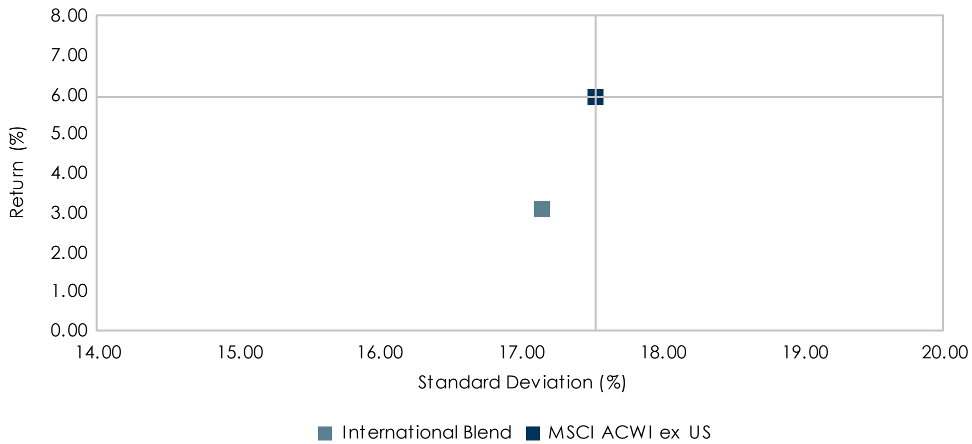
Country Allocation



FMIvT International Equity Portfolio

For the Periods Ending June 30, 2018

Risk / Return Since Jul 2005



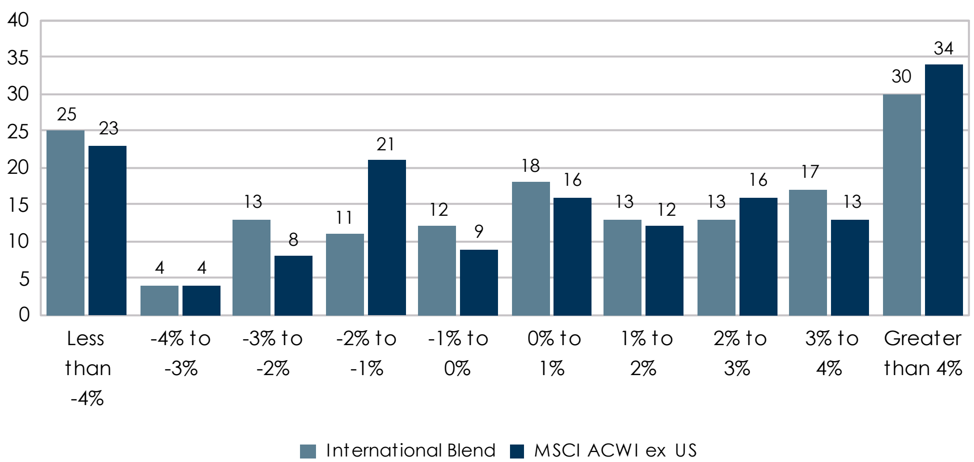
Portfolio Statistics Since Jul 2005

	International Blend	MSCI ACWI ex US
Return (%)	3.10	5.91
Standard Deviation (%)	17.16	17.53
Sharpe Ratio	0.12	0.27

Benchmark Relative Statistics

Beta	0.95
R Squared (%)	95.08
Alpha (%)	-2.40
Tracking Error (%)	3.89
Batting Average (%)	45.51
Up Capture (%)	89.87
Down Capture (%)	102.13

Return Histogram Since Jul 2005



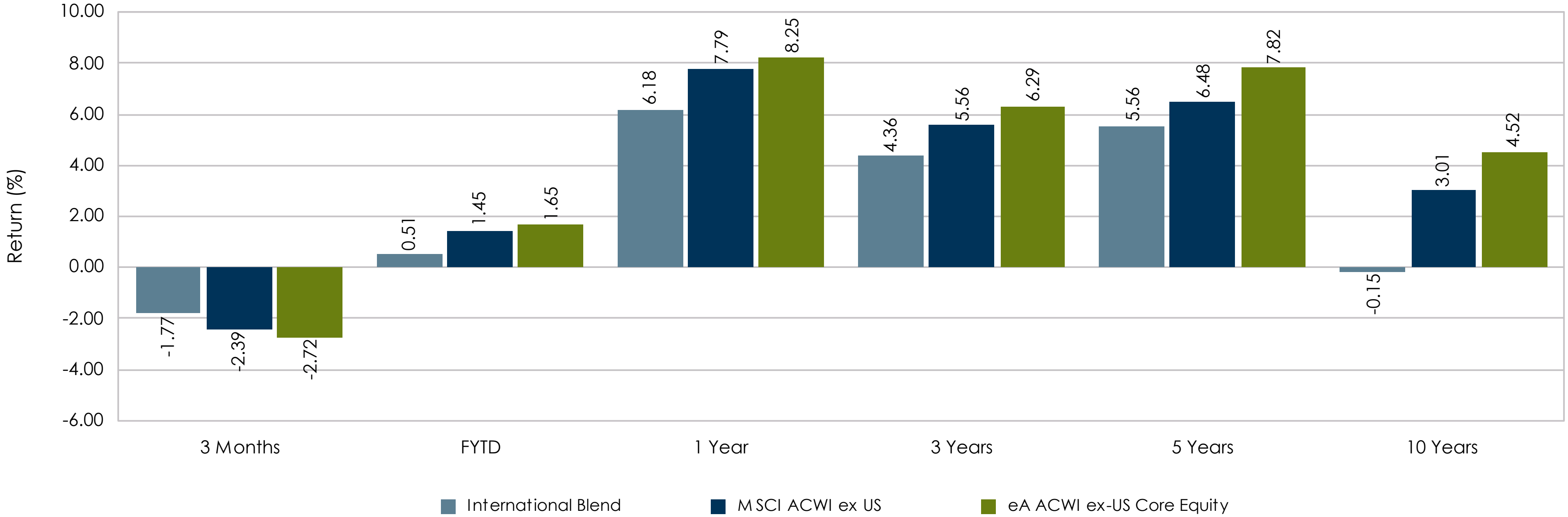
Return Analysis Since Jul 2005

	International Blend	MSCI ACWI ex US
Number of Months	156	156
Highest Monthly Return (%)	12.03	13.75
Lowest Monthly Return (%)	-21.48	-22.01
Number of Positive Months	91	91
Number of Negative Months	65	65
% of Positive Months	58.33	58.33

Statistics are calculated using monthly return data.

FMIvT International Equity Portfolio

For the Periods Ending June 30, 2018

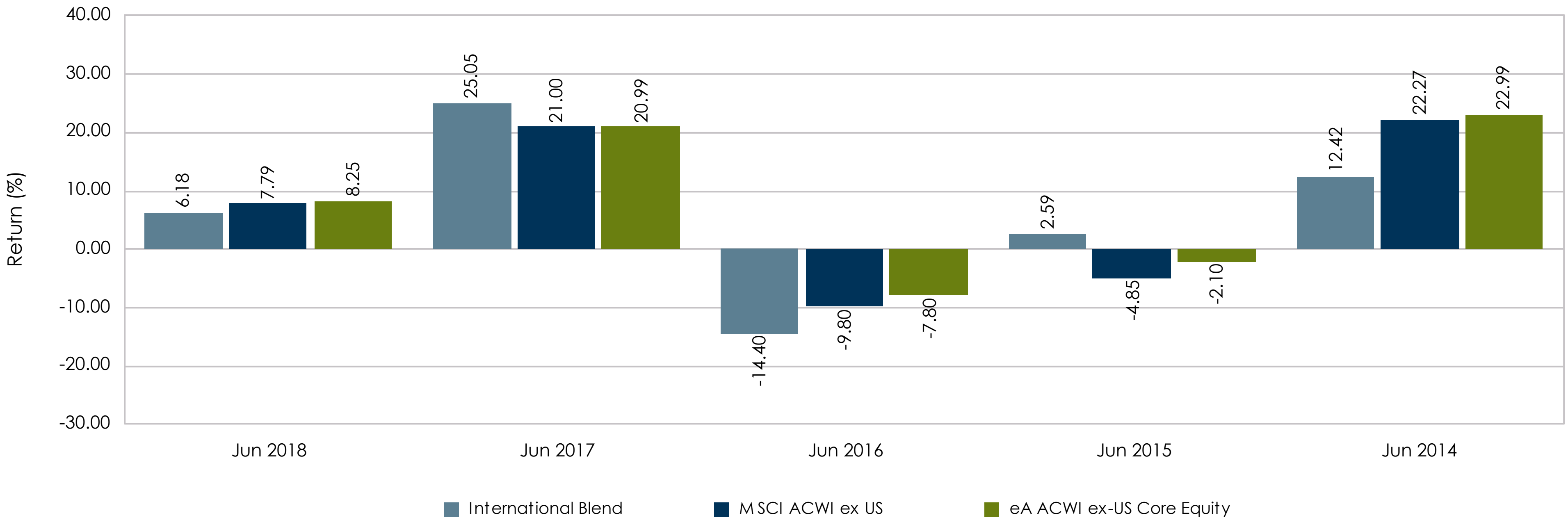


	3 Months	FYTD	1 Year	3 Years	5 Years	10 Years
Ranking	27	70	79	84	90	99
5th Percentile	0.15	6.76	16.69	12.39	12.27	8.71
25th Percentile	-1.49	3.17	10.49	8.30	8.92	5.28
50th Percentile	-2.72	1.65	8.25	6.29	7.82	4.52
75th Percentile	-3.71	0.19	6.64	4.96	6.49	3.74
95th Percentile	-5.27	-2.81	2.57	3.17	4.38	2.62
Observations	142	142	142	134	120	78

The rankings represent the portfolio's returns versus a peer universe. The rankings are on a scale of 1 to 100 with 1 being the best.

FMIvT International Equity Portfolio

For the One Year Periods Ending June



Ranking	79	21	96	10	99
5th Percentile	16.69	28.90	0.09	4.64	29.46
25th Percentile	10.49	24.09	-5.06	0.09	25.05
50th Percentile	8.25	20.99	-7.80	-2.10	22.99
75th Percentile	6.64	17.84	-10.92	-4.58	20.03
95th Percentile	2.57	12.88	-14.36	-8.84	15.66
Observations	142	156	142	130	132

The rankings represent the portfolio's returns versus a peer universe. The rankings are on a scale of 1 to 100 with 1 being the best.

Investment Guidelines

International Equity Portfolio

For the Periods Ending June 30, 2018

Manager Allocations	Target %	Range%	Actual Portfolio	Within Guidelines?	Comments
Investec International Dynamic Equity Fund	90.00%	80% - 100%	87.36%	Yes	
Wells Fargo Berkeley Street EM Large/Mid Cap Fund	10.00%	0% - 20%	12.64%	Yes	

Allocation	Max. %	Actual Portfolio	Within Guidelines?	Comments
A maximum of 10% of the portfolio, valued at market, may be invested in cash.	10.0%	3.29%	Yes	

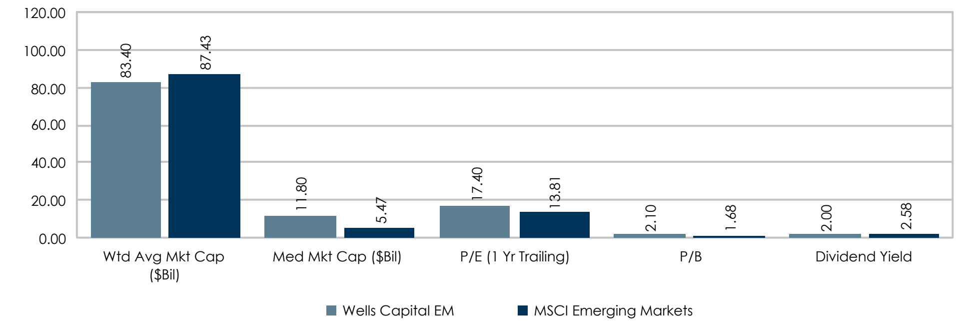
Wells Capital EM Large/Mid Cap Fund

For the Periods Ending June 30, 2018

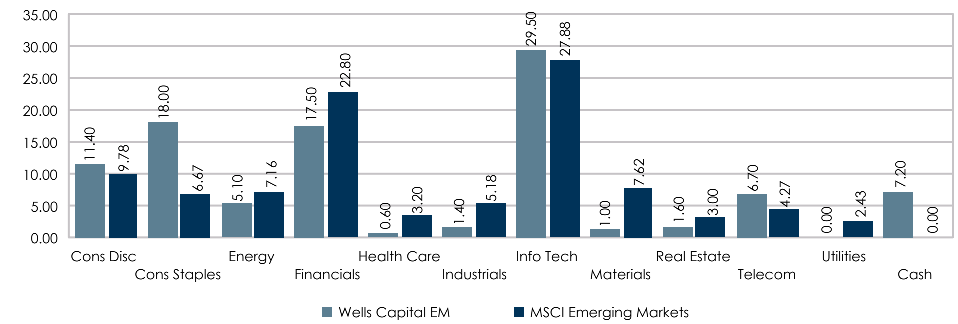
Account Description

- **Strategy** Emerging Markets Equity
- **Vehicle** Non-Mutual Commingled
- **Benchmark** MSCI Emerging Markets
- **Performance Inception Date** November 2017

Characteristics



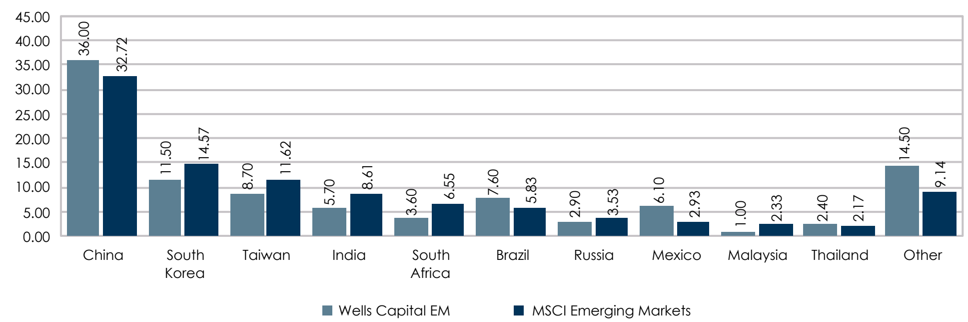
Sector Allocation



Dollar Growth Summary ($000s)

	3 Months	FYTD
Beginning Market Value	**16,394**	**0**
Net Additions	0	15,894
Return on Investment	-1,004	-504
Ending Market Value	**15,390**	**15,390**

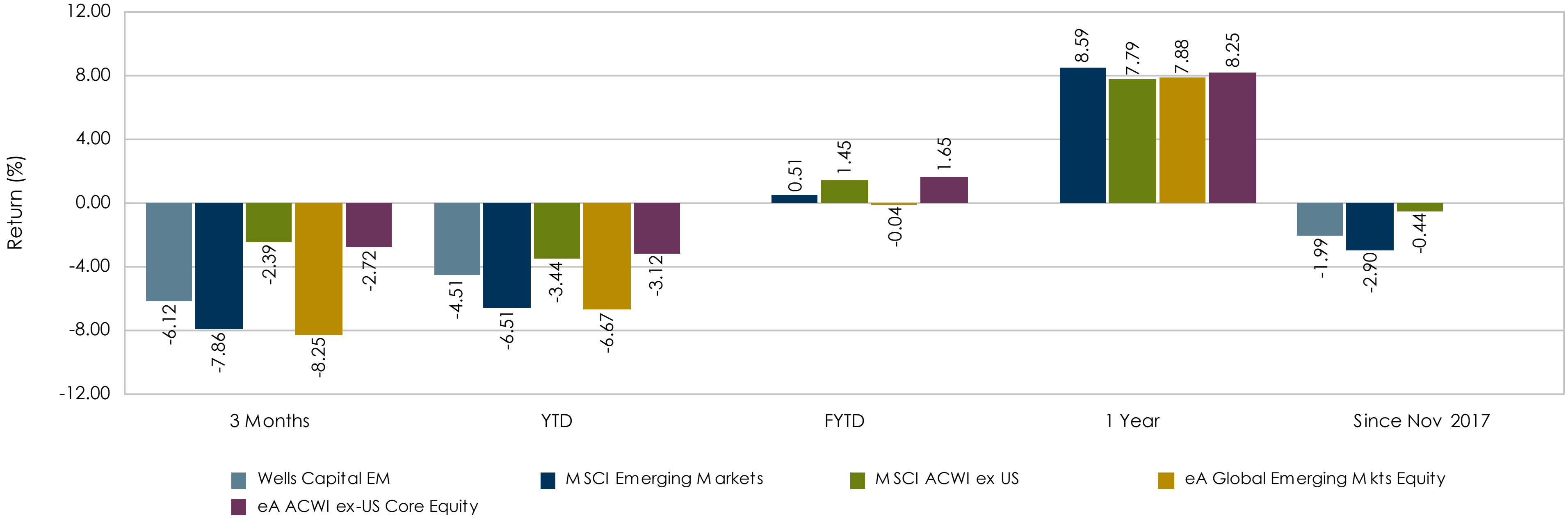
Country Allocation



Characteristic and allocation charts represents data of the Wells Fargo Emerging Markets Large/Mid Cap Fund (Non-Mutual Commingled).

Wells Capital EM Large/Mid Cap Fund

For the Periods Ending June 30, 2018



	3 Months	YTD	FYTD	1 Year
Ranking	15 / 98	17 / 82		
5th Percentile	-4.44 / 0.15	-2.69 / 0.98	6.02 / 6.76	15.40 / 16.69
25th Percentile	-6.95 / -1.49	-5.32 / -1.86	1.84 / 3.17	10.61 / 10.49
50th Percentile	-8.25 / -2.72	-6.67 / -3.12	-0.04 / 1.65	7.88 / 8.25
75th Percentile	-9.33 / -3.71	-8.09 / -4.17	-1.70 / 0.19	4.89 / 6.64
95th Percentile	-11.29 / -5.27	-10.99 / -6.38	-6.03 / -2.81	-0.63 / 2.57
Observations	462 / 142	462 / 142	459 / 142	458 / 142

The rankings represent the portfolio's returns versus a peer universe. The rankings are on a scale of 1 to 100 with 1 being the best.

FMIvT Core Real Estate Portfolio

For the Periods Ending June 30, 2018

Portfolio Description

- **Strategy** Core Real Estate
- **Manager** Morgan Stanley Real Estate Advisor, Inc.
- **Vehicle** Non-Mutual Commingled
- **Benchmark** NFI ODCE Net Index
- **Performance Inception Date** April 2018
- **Fees** Manager Fees - 124 bps; Admin Fees - 14.5 bps
- **Total Expenses** Approximately 141 bps

Portfolio Information

- **Minimum initial investment** $50,000
- **Minimum subsequent investments** $5,000
- **Minimum redemption** $5,000 or Member's entire remaining account balance if the Member's balance falls below $50,000
- The Portfolio is open once a quarter, on the first business day following the Portfolio Valuation date, to accept Member contributions or redemptions.
- The Portfolio is valued on the last business day of the calendar quarter.
- The Administrator must have written notification five business days prior to the valuation of the Portfolio of Member contributions or redemptions.

Portfolio Objectives and Constraints

- Invests in real estate properties diversified by type and location.
- Outperform the NFI ODCE Net index on an annual basis.

Dollar Growth Summary ($000s)

	3 Months	FYTD
Beginning Market Value	**25,000**	**0**
Net Additions	74,940	99,940
Return on Investment	514	514
Ending Market Value	**100,454**	**100,454**

FMIvT Core Real Estate Portfolio

For the Periods Ending June 30, 2018

Account Description

- **Strategy** Core Real Estate
- **Vehicle** Non-Mutual Commingled
- **Benchmark** NFI ODCE Net
- **Performance Inception Date** April 2018

Fund Information

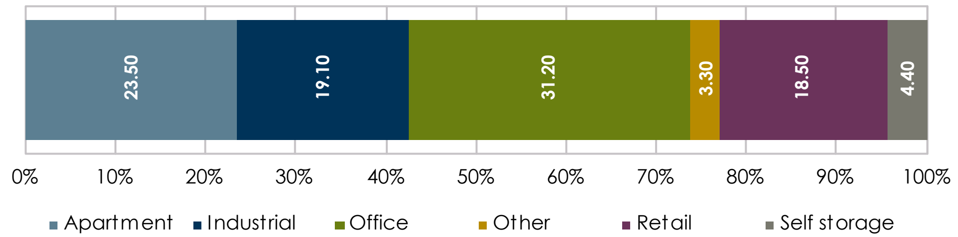
Gross Market Value	$26,055,000,000
Net Market Value	$21,663,000,000
Cash Balance of Fund	$281,619,000
# of Properties	392
# of Participants	360

Performance Goals

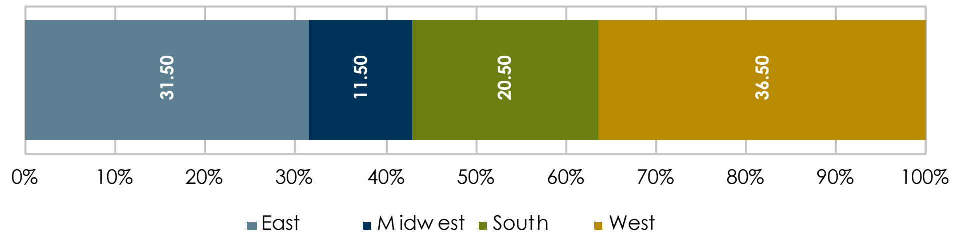
- Invests in real estate properties diversified by type and location.
- Outperform the NFI ODCE Net index on an annual basis.

Allocations

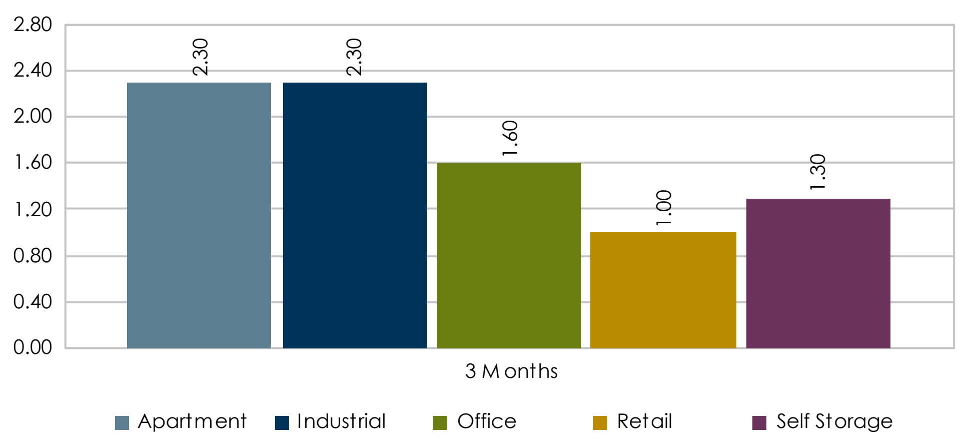
Property Type



Geographic Region



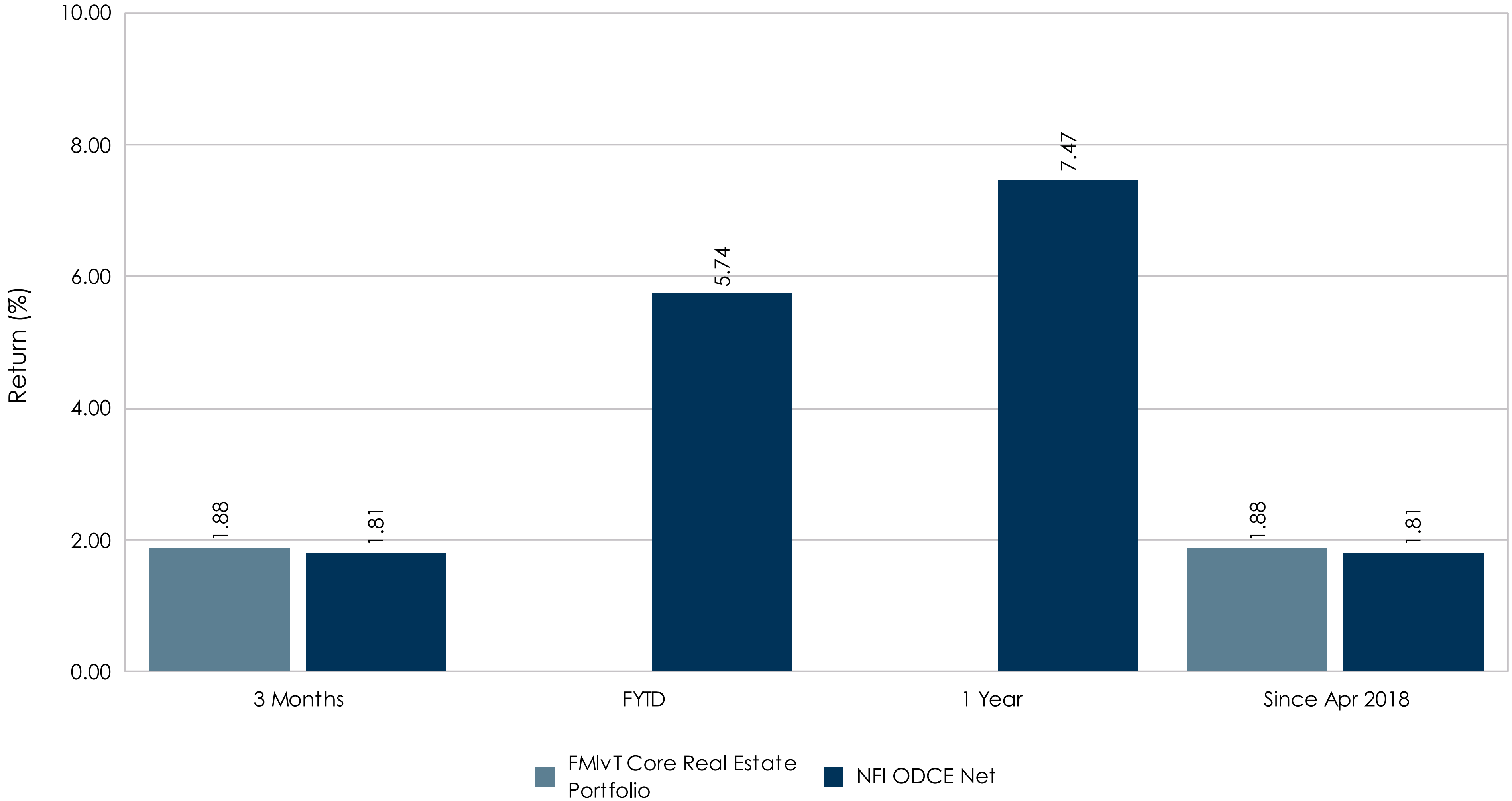
Returns by Property Type (%)



Characteristic and allocation charts represents data of the Prime Property Fund, LLC (Non-Mutual Commingled).

FMIvT Core Real Estate Portfolio

For the Periods Ending June 30, 2018



Plan Information for the Quarter Ending

June 30, 2018

Clermont Firefighters

FLORIDA LEAGUE OF CITIES, INC.
SPONSOR OF THE
FLORIDA MUNICIPAL PENSION
TRUST FUND

Beginning Balance	$14,870,913.54
Contributions	$261,697.32
Earnings	$72,418.01
Distributions	($5,265.60)
Expenses	($7,694.03)
Other	$0.00
Ending Balance	$15,192,069.24

Cash	$106,344.49	0.7%
Broad Market HQ Bond Fund	$1,731,895.89	11.4%
Core Plus Fixed Income	$3,235,910.75	21.3%
Diversified Large Cap	$4,770,309.74	31.4%
Diversified Small to Mid Cap	$1,731,895.89	11.4%
International Equity	$2,218,042.11	14.6%
Core Real Estate	$1,397,670.37	9.2%

301 S. Bronough Street
P.O. Box 1757
Tallahassee, FL 32302
(800) 342 - 8112

Clermont Fire Firefighters

Plan Account Statement for 04/01/2018 to 06/30/2018

Beginning Balance	Contributions	Earnings/(Losses)	Distributions	Fees / Req. / Exp.	Other	Ending Balance
$14,870,913.54	$261,697.32	$72,418.01	($5,265.60)	($7,694.03)	$0.00	$15,192,069.24

Transaction Detail

Contributions

Contribution Detail

Date	Payroll Ending	Employer	EE Pre-Tax	EE After-Tax	State Excise	Subtotal
04/06/2018	04/06/2018	$30,260.84	$0.00	$0.00	$0.00	$30,260.84
04/06/2018	04/06/2018	$0.00	$0.00	$7,809.23	$0.00	$7,809.23
04/20/2018	04/20/2018	$0.00	$0.00	$6,983.50	$0.00	$6,983.50
04/20/2018	04/20/2018	$27,061.19	$0.00	$0.00	$0.00	$27,061.19
05/04/2018	05/04/2018	$30,528.91	$0.00	$0.00	$0.00	$30,528.91
05/04/2018	05/04/2018	$0.00	$0.00	$7,878.42	$0.00	$7,878.42
05/18/2018	05/18/2018	$0.00	$0.00	$7,483.11	$0.00	$7,483.11
05/18/2018	05/18/2018	$28,996.93	$0.00	$0.00	$0.00	$28,996.93
06/01/2018	06/01/2018	$0.00	$0.00	$8,028.58	$0.00	$8,028.58
06/01/2018	06/01/2018	$31,110.82	$0.00	$0.00	$0.00	$31,110.82
06/15/2018	06/15/2018	$0.00	$0.00	$7,593.29	$0.00	$7,593.29
06/15/2018	06/15/2018	$29,424.18	$0.00	$0.00	$0.00	$29,424.18
06/29/2018	06/29/2018	$0.00	$0.00	$7,905.30	$0.00	$7,905.30
06/29/2018	06/29/2018	$30,633.02	$0.00	$0.00	$0.00	$30,633.02
Total						$261,697.32

Rollover Detail

Date	Participant	EE Pre-Tax Rollover	EE After Tax Rollover	Total
Total				

Fees, Requisitions and Expenses

Date	Req. Num	Description	Amount
04/01/2018	R-2018-Qrtrly2-005	VENDOR: FMPTF/ DETAIL: 03/31/2018 Quarterly Fees	($6,181.53)
04/06/2018	R-2018-03-00254	VENDOR: FMPTF/ DETAIL: 332-0218 Individual benefit calculation for Jerome M Johnson submitted 2/1/18 (From I-2018-02-00079)	($375.00)
04/06/2018	R-2018-04-00279	VENDOR: Klausner, Kaufman, Jensen & Levinson/ DETAIL: Legal Services Invoice #21456	($175.00)
06/15/2018	R-2018-06-00425	VENDOR: Klausner, Kaufman, Jensen & Levinson/ DETAIL: Legal fees bill # 21767	($962.50)
Total			($7,694.03)

Other

Date	Description	Amount
Total		$0.00

Earnings / (Losses)

Date	Amount
04/30/2018	$50,987.92
05/31/2018	$47,369.73
06/30/2018	($25,939.64)
Total	$72,418.01

Distributions

Lump Sum Detail

Recurring Payment Detail

301 S. Bronough Street
P.O. Box 1757
Tallahassee, FL 32302
(800) 342 - 8112

Clermont Fire Firefighters

Plan Account Statement for 04/01/2018 to 06/30/2018

Date	Participant	Type	Amount
Total			$0.00

Date	Participant	Amount
04/01/2018	Ellrodt, Robert	($50.08)
04/01/2018	Johnson, Jerome	($1,705.12)
05/01/2018	Ellrodt, Robert	($50.08)
05/01/2018	Johnson, Jerome	($1,705.12)
06/01/2018	Ellrodt, Robert	($50.08)
06/01/2018	Johnson, Jerome	($1,705.12)
Total		($5,265.60)

Plan Information for the Quarter Ending

June 30, 2018

Clermont Firefighters Share Plan

Beginning Balance	$972,943.82
Contributions	$0.00
Earnings	$4,739.66
Distributions	$0.00
Expenses	($404.43)
Other	$0.00
Ending Balance	$977,279.05

Cash	$6,840.96	0.7%
Broad Market HQ Bond Fund	$111,409.81	11.4%
Core Plus Fixed Income	$208,160.44	21.3%
Diversified Large Cap	$306,865.62	31.4%
Diversified Small to Mid Cap	$111,409.81	11.4%
International Equity	$142,682.74	14.6%
Core Real Estate	$89,909.67	9.2%

301 S. Bronough Street
P.O. Box 1757
Tallahassee, FL 32302
(800) 342 - 8112

Clermont Fire Share Plan

Plan Account Statement for 04/01/2018 to 06/30/2018

Beginning Balance	Contributions	Earnings/(Losses)	Distributions	Fees / Req. / Exp.	Other	Ending Balance
$972,943.82	$0.00	$4,739.66	$0.00	($404.43)	$0.00	$977,279.05

Transaction Detail

Contributions

Contribution Detail

Date	Payroll Ending	Employer	EE Pre-Tax	EE After-Tax	State Excise	Subtotal
Total						$0.00

Rollover Detail

Date	Participant	EE Pre-Tax Rollover	EE After Tax Rollover	Total
Total				

Fees, Requisitions and Expenses

Date	Req. Num	Description	Amount
04/01/2018	R-2018-Qrtrly2-006	VENDOR: FMPTF/ DETAIL: 03/31/2018 Quarterly Fees	($404.43)
Total			($404.43)

Other

Date	Description	Amount
Total		$0.00

Earnings / (Losses)

Date	Amount
04/30/2018	$3,335.93
05/31/2018	$3,084.77
06/30/2018	($1,681.04)
Total	$4,739.66

Distributions

Lump Sum Detail

Date	Participant	Type	Amount
Total			$0.00

Recurring Payment Detail

Date	Participant	Amount
Total		$0.00

Florida Municipal Pension Trust Fund – DB 60% Equity Allocation

Executive Summary

As of June 30, 2018

60% Equity Allocation

- Underperformance in the domestic equity portfolios made the second quarter a challenging one for the 60% Equity Allocation as it struggled to keep pace with the target index (up 0.5% vs. up 1.6%).
- This allocation posted strong absolute results over the past year (rising 7.3%), although modestly trailing the target index (up 8.2%) and the public fund peer group (up 7.6%).
- Over the past 10 years, this allocation is up 6.7% on average annually. While this performance is slightly behind the target index, it ranks in the top 23rd percentile of the peer group, with the risk controlled nature of many of the underlying strategies providing downside protection should the markets moderate.
- An allocation to the new FMIvT Core Real Estate Portfolio was added in the first quarter of the year, and was fully implemented as of June 30.

FMIvT Broad Market High Quality Bond Fund

- The Broad Market High Quality Bond Fund (up 0.2%) outpaced the BloomBar Capital Aggregate A+ Index (up 0.0%) in the second quarter and ranked in the top 7th percentile of US core fixed income managers.
- The fund has displayed a consistent pattern of performance, posting absolute returns of 3.0% on average annually over the past 10 years. This slightly trails the benchmark (up 3.4%), with the high quality focus providing a headwind, particularly over the past several years.
- The portfolio's conservative risk profile and high quality bias are in line with the objectives for this fund. This bias has rewarded investors in the form of a more favorable relative risk-adjusted return comparison over the long-term.

FMIvT Core Plus Fixed Income Fund

- The Core Plus Fixed Income Fund (down 2.7%) outperformed the BloomBar Multiverse (down 2.8%) in the second quarter, but the Fund's emerging markets exposure and security selection made it difficult to keep up with the peer universe of global unconstrained fixed income managers.
- In the 4 years since inception, the Core Plus Fixed Income Fund has posted absolute returns of 1.4% on average annually, outperforming the benchmark (up 0.2%) by nearly 120 bps.
- The Core Plus Fixed Income Fund was added to the FMIvT lineup in April 2014 to provide broad global fixed income exposure, through equal allocation to two strategies (Amundi Pioneer Multi-Sector Fixed Income Fund and the Franklin Templeton Global Multi-Sector Plus Fund).

Florida Municipal Pension Trust Fund – DB 60% Equity Allocation

Executive Summary

As of June 30, 2018

FMIvT Diversified Large Cap Equity Portfolio

- The Diversified Large Cap Equity Portfolio was created in October 2017. The fund is allocated 60% to the Intech US Broad Enhanced Plus Fund, and 20% each to the Hotchkis & Wiley Diversified Value Fund and the Atlanta Capital High Quality Growth Fund. This fund provides investors with exposure to core, value, and growth opportunities within the US large cap equity space.
- This strategy struggled to keep up with the Russell 1000 in the second quarter, rising 2.4% compared to 3.6% for the benchmark due to the challenging results for the core and growth strategies. However, this fund has posted a 8.6% return since inception, ranking in the top half of their peer universe of US large cap core managers.

FMIvT Diversified Small to Mid Cap Equity Fund

- Adverse stock selection and lack of exposure to the energy sector made for a difficult second quarter as this strategy struggled to match the benchmark's strong performance (up 3.8% vs. up 5.7%).
- This strategy has generated very strong results over the past 10 years, rising 14.9% on average annually compared with 10.8% for the benchmark. Furthermore, the fund ranked in the top 2nd percentile of its peer group, with a more modest risk profile and very strong risk-adjusted returns.

FMIvT International Equity Portfolio

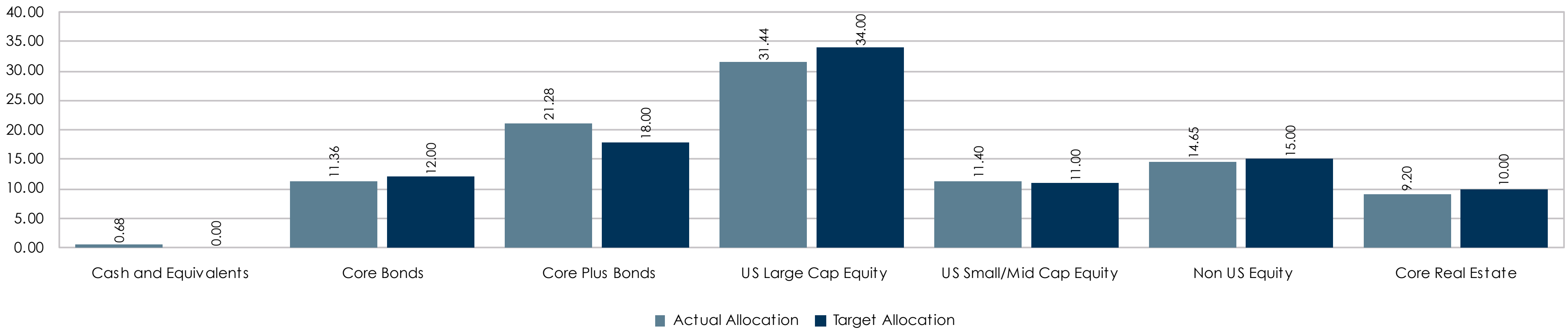
- In October 2017, a ten percent allocation to emerging markets (Wells Capital Berkeley Street Emerging Markets Fund) was added to this portfolio.
- The portfolio outpaced the MSCI ACWI ex US in the second quarter (-1.9% vs -2.4%) with strong stock selection by both funds in the portfolio providing a boost.
- This FMIvT International Equity portfolio modestly lagged the international markets over the past 3 years, but has posted strong absolute returns over that time period (up 3.7% on average annually).
- This strategy is intended to provide strong diversification across the broad spectrum of equity markets outside the US, with exposure to both developed and emerging markets.

FMIvT Core Real Estate Portfolio

- This fund was added to the FMIvT early this year with the objective to provide broad exposure to the core real estate markets.
- In June 2018, the manager (Morgan Stanley Prime Property Fund) called down an additional commitment of $75 million which increases the total commitment thus far to $100 million.
- The FMIvT Core Real Estate Portfolio (up 1.8%) performed in line with the NFI ODCE Net benchmark (up 1.8%) in the second quarter.

Total Portfolio

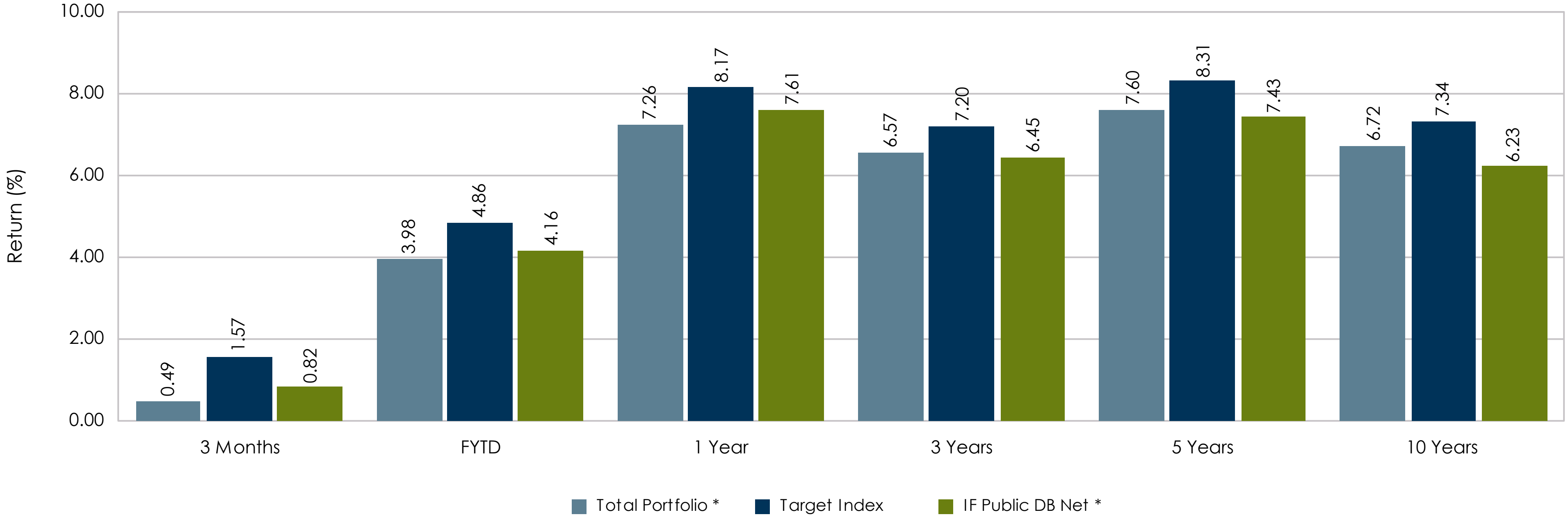
For the Period Ending June 30, 2018



	Market Value ($000s)	Actual Allocation (%)	Target Allocation (%)	Over/Under Target (%)
Total Portfolio	**415,829**	**100.00**	**100.00**	
Cash and Equivalents	**2,830**	**0.68**	**0.00**	**0.68**
Fixed Income	**135,702**	**32.63**	**30.00**	**2.63**
Core Bonds	47,230	11.36	12.00	-0.64
Core Plus Bonds	88,471	21.28	18.00	3.28
Equity	**239,049**	**57.49**	**60.00**	**-2.51**
US Equity	178,148	42.84	45.00	-2.16
US Large Cap Equity	130,733	31.44	34.00	-2.56
US Small/Mid Cap Equity	47,415	11.40	11.00	0.40
Non US Equity	60,901	14.65	15.00	-0.35
Core Real Estate	**38,248**	**9.20**	**10.00**	**-0.80**

Total Portfolio

For the Periods Ending June 30, 2018



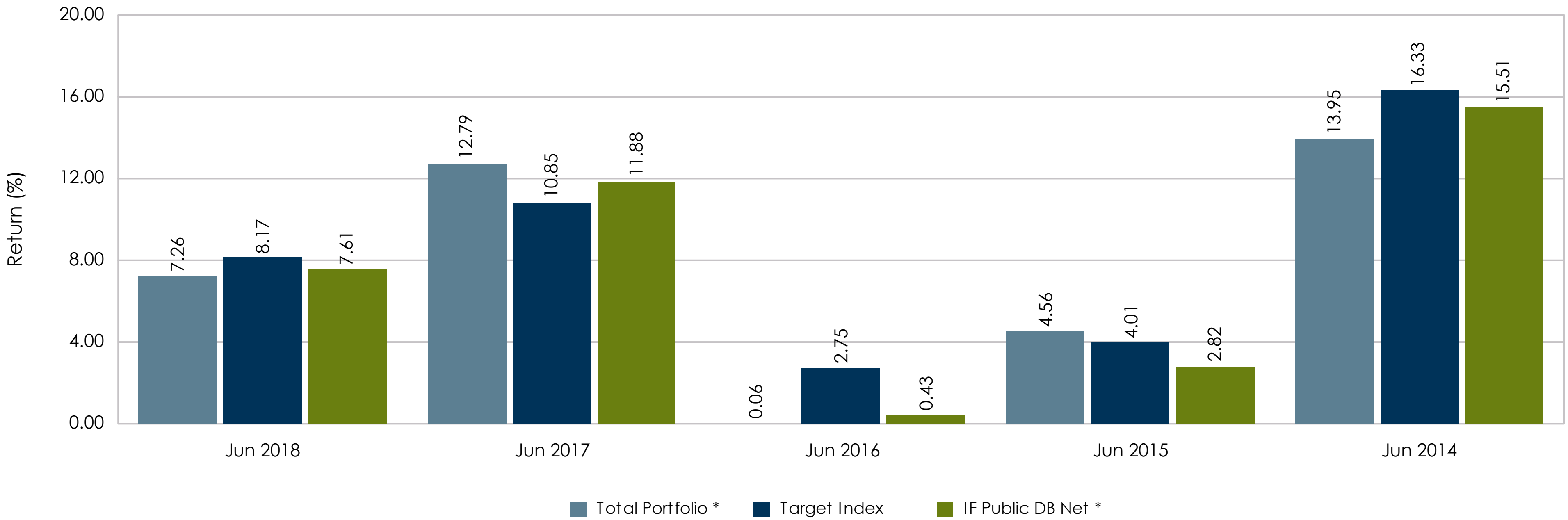
	3 Months	FYTD	1 Year	3 Years	5 Years	10 Years
Ranking	71	55	61	45	41	23
5th Percentile	1.96	6.01	9.71	7.71	8.72	7.51
25th Percentile	1.24	4.85	8.46	6.94	7.96	6.64
50th Percentile	0.82	4.16	7.61	6.45	7.43	6.23
75th Percentile	0.40	3.44	6.83	5.92	6.89	5.68
95th Percentile	-0.38	2.39	5.75	5.02	5.88	4.84
Observations	203	202	201	194	178	135

The rankings represent the portfolio's returns versus a peer universe. The rankings are on a scale of 1 to 100 with 1 being the best.

** Performance is calculated using net of fee returns.*

Total Portfolio

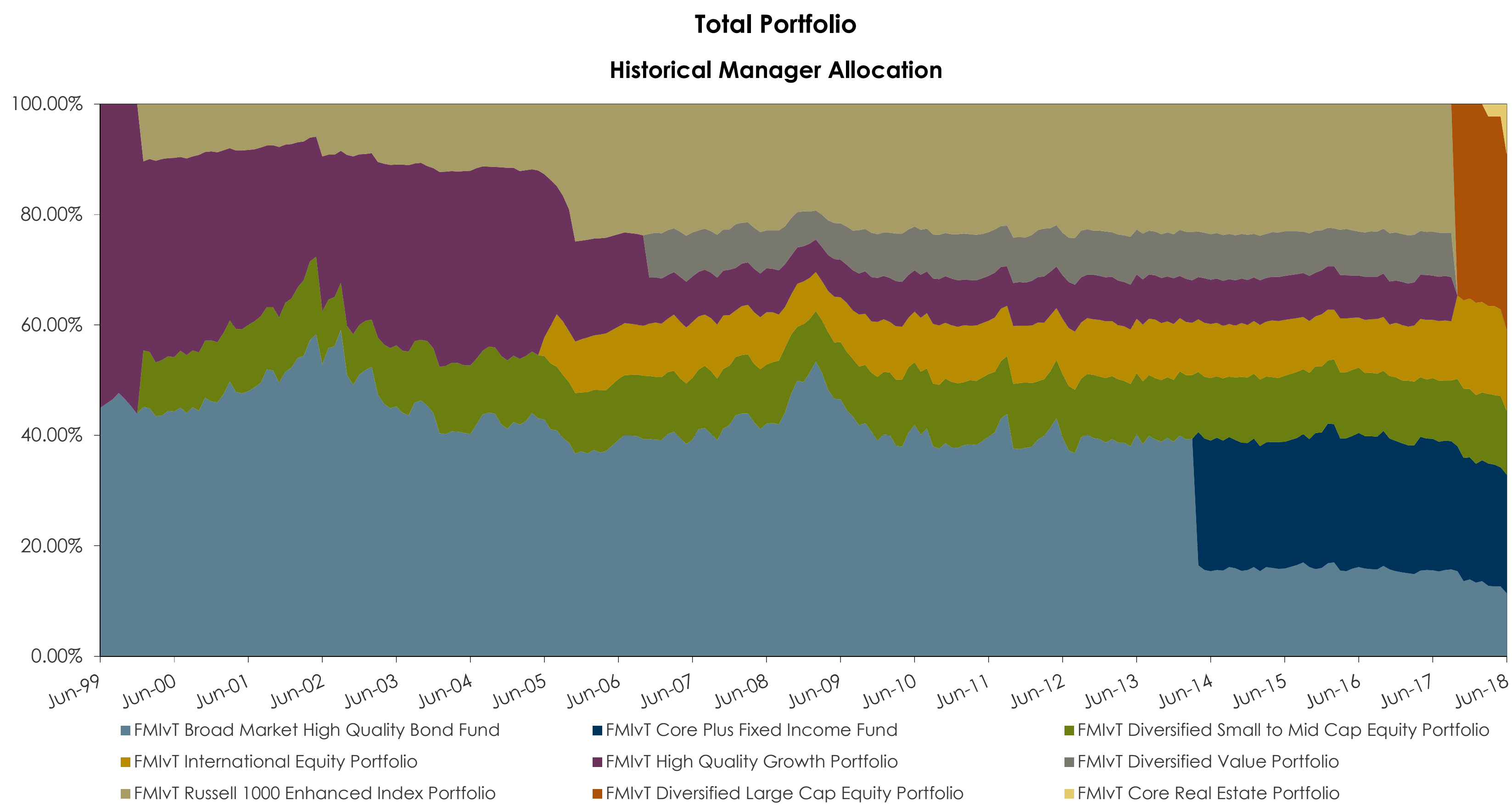
For the One Year Periods Ending June



	Jun 2018	Jun 2017	Jun 2016	Jun 2015	Jun 2014
Ranking	61	27	59	3	81
5th Percentile	9.71	14.72	2.79	4.35	18.59
25th Percentile	8.46	12.93	1.40	3.58	16.66
50th Percentile	7.61	11.88	0.43	2.82	15.51
75th Percentile	6.83	10.58	-0.95	1.56	14.12
95th Percentile	5.75	8.11	-2.91	-0.08	11.95
Observations	201	282	258	231	173

The rankings represent the portfolio's returns versus a peer universe. The rankings are on a scale of 1 to 100 with 1 being the best.

** Performance is calculated using net of fee returns.*



January 1998: Initial allocation to Broad Market HQ Bond and HQ Growth Equity only.
January 2000: Added exposure to Small Cap markets and passive Large Cap.
February 2004: Increased equity portfolio exposure through reduction in the Broad Market HQ Bond Fund.
May 2005: Added International exposure; increased the Large Core allocation to reduce the Fund's growth bias.
November 2006: Added Large Cap Value allocation to balance the style exposure.
April 2014: Added Core Plus Fixed Income.
October 2017: FMIvT Diversified Large Cap Equity Portfolio was created, which combines the large cap core, value, and growth portfolios.

Performance vs. Objectives

For the Periods Ending June 30, 2018

	Benchmark (%)	Rank	Total Portfolio (%)	Rank	Objective Met?
	5 Years				
▪ The Total Portfolio's annualized total return should exceed the total return of the Target Index.	8.31		7.60		No
▪ The Total Portfolio's annualized total return should rank at median or above when compared to the IF Public DB Net universe.	7.43	50th	7.60	41st	Yes

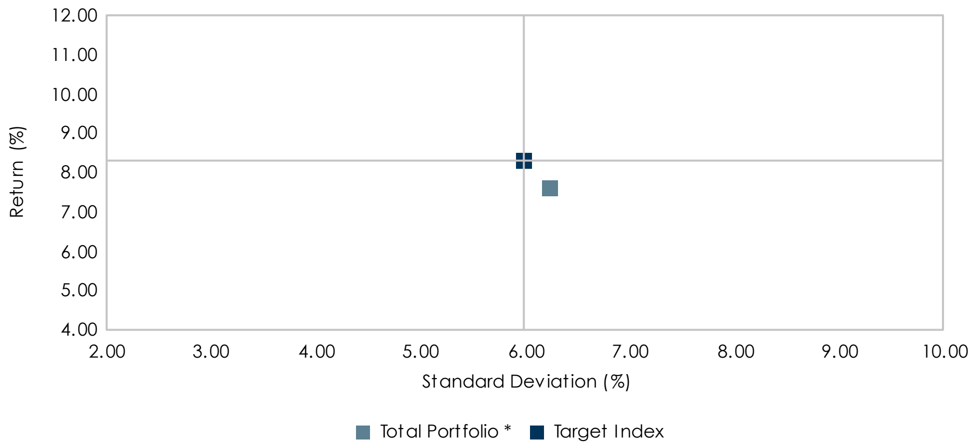
Performance and Statistics are calculated using monthly return data.

Target Index: Effective October 2017, the index consists of 30.0% BloomBar US Aggregate, 34.0% S&P 500, 11.0% Russell 2500, 15.0% MSCI ACWI ex US, 10.0% NFI ODCE Net.

Total Portfolio

For the Periods Ending June 30, 2018

5 Year Risk / Return



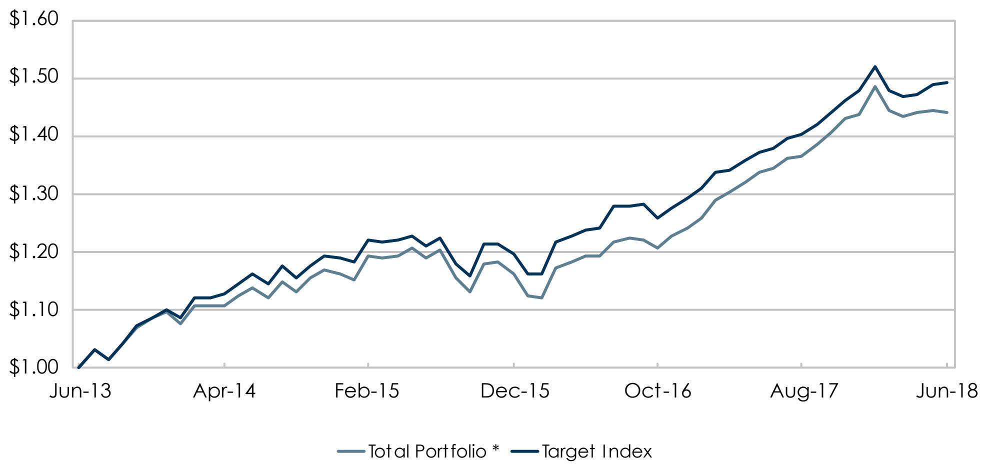
5 Year Portfolio Statistics

	Total Portfolio *	Target Index
Return (%)	7.60	8.31
Standard Deviation (%)	6.23	5.99
Sharpe Ratio	1.16	1.33

Benchmark Relative Statistics

Beta	1.02
Up Capture (%)	97.84
Down Capture (%)	107.59

5 Year Growth of a Dollar



5 Year Return Analysis

	Total Portfolio *	Target Index
Number of Months	60	60
Highest Monthly Return (%)	4.88	4.69
Lowest Monthly Return (%)	-4.13	-3.80
Number of Positive Months	39	45
Number of Negative Months	21	15
% of Positive Months	65.00	75.00

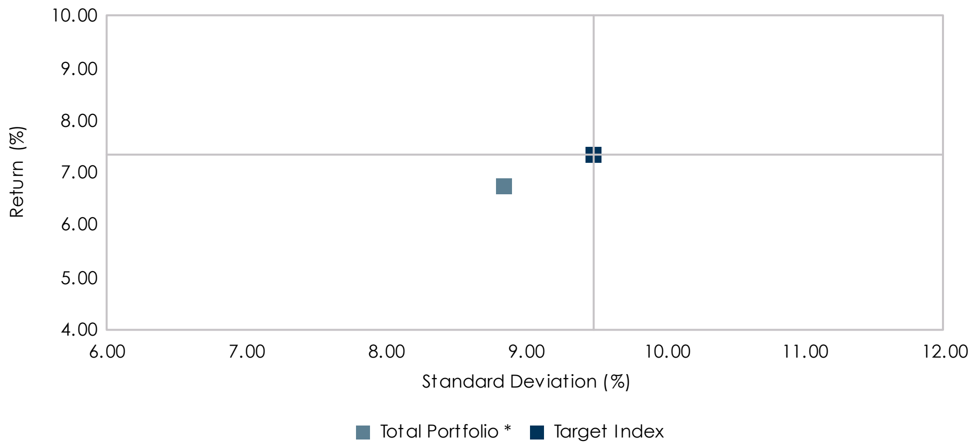
** Performance is calculated using net of fee returns.*

Statistics are calculated using monthly return data.

Total Portfolio

For the Periods Ending June 30, 2018

10 Year Risk / Return



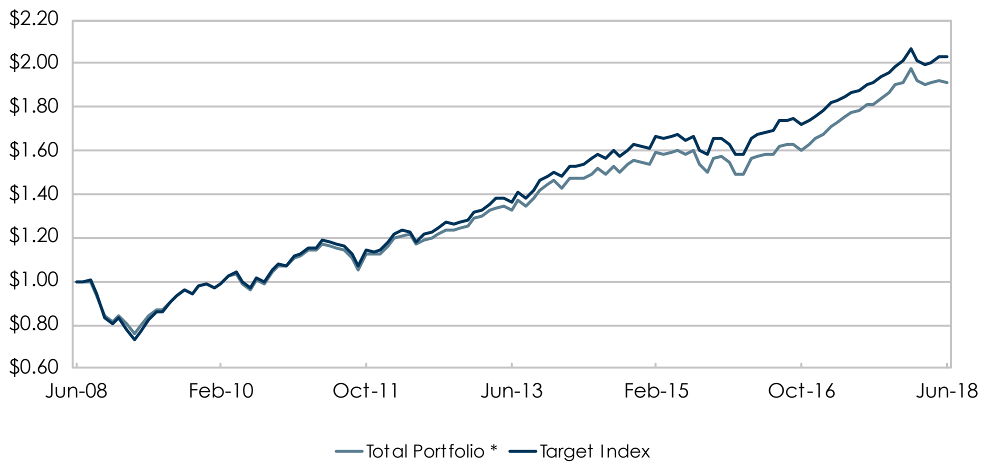
10 Year Portfolio Statistics

	Total Portfolio *	Target Index
Return (%)	6.72	7.34
Standard Deviation (%)	8.84	9.49
Sharpe Ratio	0.73	0.75

Benchmark Relative Statistics

Beta	0.92
Up Capture (%)	92.90
Down Capture (%)	95.66

10 Year Growth of a Dollar



10 Year Return Analysis

	Total Portfolio *	Target Index
Number of Months	120	120
Highest Monthly Return (%)	6.64	6.92
Lowest Monthly Return (%)	-10.07	-11.80
Number of Positive Months	79	83
Number of Negative Months	41	37
% of Positive Months	65.83	69.17

** Performance is calculated using net of fee returns.*

Statistics are calculated using monthly return data.

Rates of Return Summary

For the Periods Ending June 30, 2018

	Market Value ($000s)	Actual Allocation (%)	3 Months (%)	FYTD (%)	1 Year (%)	3 Years (%)	5 Years (%)	10 Years (%)
Total Portfolio * [1]	**415,829**	**100.00**	**0.49**	**3.98**	**7.26**	**6.57**	**7.60**	**6.72**
Target Index [2]			*1.57*	*4.86*	*8.17*	*7.20*	*8.31*	*7.34*
Cash and Equivalents	**2,830**	**0.68**						
Capital City Cash *	**2,830**	**0.68**	**0.24**	**0.64**	**0.75**	**0.29**	**0.20**	**0.18**
US T-Bills 90 Day			*0.46*	*1.09*	*1.36*	*0.68*	*0.42*	*0.36*
Fixed Income	**135,702**	**32.63**						
Core Bonds								
FMIvT Broad Market High Quality Bond Fund *	**47,230**	**11.36**	**0.16**	**-0.62**	**-0.18**	**1.10**	**1.59**	**2.95**
BloomBar US Aggregate A+			*0.00*	*-1.10*	*-0.38*	*1.47*	*2.05*	*3.44*
Core Plus Bonds								
FMIvT Core Plus Fixed Income Fund *	**88,471**	**21.28**	**-2.67**	**-2.50**	**-1.24**	**1.87**	**--**	**--**
BloomBar Multiverse			*-2.83*	*-0.53*	*1.34*	*2.78*	*1.67*	*2.78*
Equity	**239,049**	**57.49**						
US Equity	**178,148**	**42.84**						
US Large Cap Equity * [3]	**130,733**	**31.44**	**2.43**	**8.52**	**13.56**	**10.44**	**12.56**	**9.67**
Russell 1000			*3.57*	*9.63*	*14.54*	*11.64*	*13.37*	*10.20*
FMIvT Diversified Large Cap Equity Portfolio *	**130,733**	**31.44**	**2.40**	**8.59**	**--**	**--**	**--**	**--**
Russell 1000			*3.57*	*9.63*	*14.54*	*11.64*	*13.37*	*10.20*
US Small/Mid Cap Equity								
FMIvT Diversified SMID Cap Equity Portfolio * [4]	**47,415**	**11.40**	**3.83**	**14.76**	**19.07**	**14.12**	**14.99**	**14.85**
SMID Benchmark [5]			*5.71*	*10.98*	*16.24*	*10.30*	*12.29*	*10.84*

FYTD: Fiscal year ending September.

** Net of fee return data.*

Rates of Return Summary

For the Periods Ending June 30, 2018

	Market Value ($000s)	Actual Allocation (%)	3 Months (%)	FYTD (%)	1 Year (%)	3 Years (%)	5 Years (%)	10 Years (%)
Non-US Equity								
FMIvT International Equity Portfolio * [6]	**60,901**	**14.65**	**-1.94**	**0.03**	**5.52**	**3.74**	**5.01**	**-0.81**
MSCI ACWI ex US			*-2.39*	*1.45*	*7.79*	*5.56*	*6.48*	*3.01*
Core Real Estate	**38,248**	**9.20**						
FMIvT Core Real Estate Portfolio *	**38,248**	**9.20**	**1.82**	**--**	**--**	**--**	**--**	**--**
NFI ODCE Net			*1.81*	*5.74*	*7.47*	*8.37*	*10.03*	*4.33*

Notes:

[1] Market values and Total Portfolio performance includes all fees and expenses. Beginning July 2008 and ending September 2010, the net of fee performance includes the impact of securities lending activity, which may increase or decrease the total expenses of the portfolio.

[2] Target Index: Effective October 2017, the index consists of 30.0% BloomBar US Aggregate, 34.0% S&P 500, 11.0% Russell 2500, 15.0% MSCI ACWI ex US, 10.0% NFI ODCE Net.

[3] Represents the FMPTF Large Cap Equity Composite net of fees returns.

[4] Custom Index consists of the Russell 2500 beginning June 1, 2010 and prior to that the Russell 2000.

[5] SMID Benchmark: Effective June 2010, the index consists of 100% Russell 2500.

[6] Wells Capital EM was added to the portfolio in October 2017. Portfolio renamed and manager changed in October 2014 and April 2011.

FYTD: Fiscal year ending September.

** Net of fee return data.*

Florida Municipal Investment Trust

Protecting Florida Investment Act - Quarterly Disclosure

As of June 30, 2018

This Disclosure is intended to provide information with respect to Chapter 175 and 185 Police and Fire Plan's required disclosure of direct or indirect holdings in any "scrutinized companies" as defined in the FSBA PFIA Quarterly Report for Quarter 2 2018.

It is important to note that individual Police and Fire Plan's have no direct interests in any scrutinized companies. Police and Fire Plan's hold an interest in the Florida Municipal Pension Trust Fund. It is also important to note that the Florida Municipal Pension Trust Fund has no direct interests in any scrutinized companies as all of its interests are invested in the Florida Municipal Investment Trust.

The Florida Municipal Investment Trust is the only entity that could possibly have direct interests in any scrutinized companies. ACG has reviewed the **Protecting Florida's Investments Act (PFIA) Quarterly Report-June 13, 2018** that is available on the Florida SBA website. In particular we have reviewed the list of companies appearing in **Tables 1 and 3- Scrutinized Companies with Activities in Sudan and Iran,** and compared these lists to securities of companies held directly by the Florida Municipal Investment Trust. As of 6/30/18, the Florida Municipal Investment Trust had no direct interest in securities on the above referenced lists.

ACG also requested that investment managers, who manage commingled funds that are owned by the Florida Municipal Investment Trust, review the **Protecting Florida's Investments Act (PFIA) Quarterly Report-June 13, 2018** and disclose whether the Florida Municipal Investment Trust may hold any scrutinized companies indirectly through investment in their respective commingled funds. They have confirmed that they do not hold any of these securities.

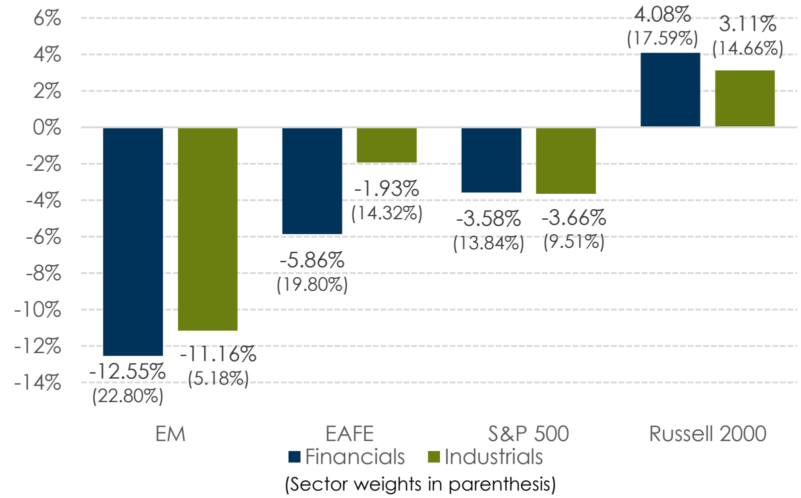
Global Long-Only Equity

After a tumultuous start to the year, the second quarter of 2018 continued to see increased volatility. **US markets advanced in the quarter and now are in positive territory for the year**, but International equities remain battered. The unpredictable behavior witnessed year-to-date is in part due to trade concerns and a **decoupling of the synchronized expansion that defined 2017**. As such, investors attempted to identify winners and losers, driving **wide sector and geographic dispersion**. Trade pressures were highlighted most meaningfully within the Industrials and Financial sectors of US Large Cap and International stocks as these two sectors are expected to be hurt the most by prolonged trade wars.

Among developed International equities, most countries delivered negative returns; the UK and Australia were notable exceptions. Within emerging markets, all major countries showed declines, as **trade-related anxiety and US dollar strength fueled significant investor concerns.** The US dollar strengthened against all major worldwide currencies, particularly versus Brazil, Turkey and South Africa. The euro and yuan both declined 5.0% during 2Q-18.

US Large Cap stocks trudged higher in 2Q-18 **with IT and Consumer Discretionary stocks continuing to rise** despite poor performance in the Industrials and Financials sectors, highlighting the high sector dispersion seen this year. **US small caps have held up**, in part on the thesis that companies with a domestic focus will be insulated from trade wars and currency translation issues. **All sectors within the Russell 2000 advanced** in the quarter and are positive year-to-date, with IT and Healthcare being notable leaders.

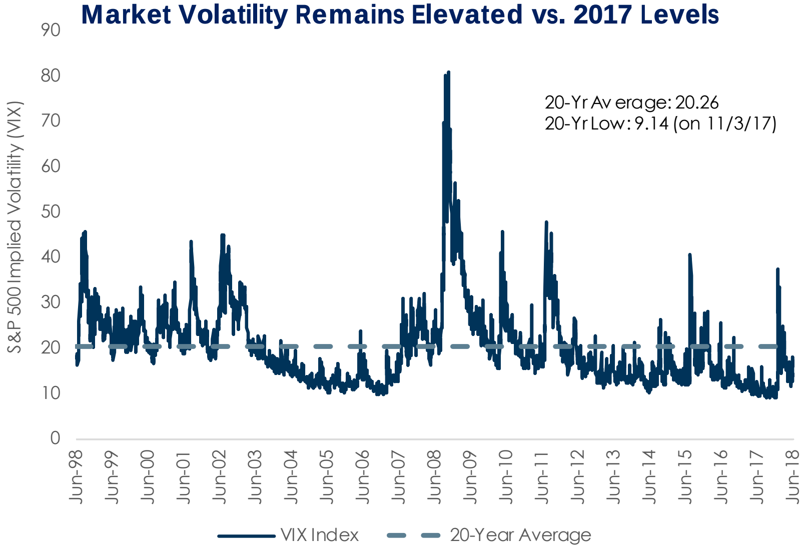
Equity Market Returns in 2Q-18 Reflect Trade War Fears



Sources: Bloomberg, FactSet, ACG Research

Global Long/Short Equity

Market Volatility Remains Elevated vs. 2017 Levels



Sources: Bloomberg, ACG Research

Managers remain positive about the equity outlook as gross exposure continues to track near historical post-crisis highs. Managers have benefitted from an **increase in dispersion** in both **sectors and companies** and we expect this will continue through the rest of the year. The **increased market volatility** has also **assisted equity long/short managers**, giving them a long-awaited **opportunity to provide downside protection**. The unpredictable macro environment with trade wars and mid-term elections will likely continue to create volatility, which should provide opportunities for managers to generate returns on both the long and the short side of their portfolios.

The possibility of continued interest rate increases is helpful to equity long/short managers as they start to earn rebates on their short portfolios (after not receiving a rebate on short sales for over a decade due to low rates).

The outlook for **event driven** strategies has improved as a number of large deals have finally been approved after many months of terminated or postponed deals. Global M&A hit a record $2 trillion year-to-date with the tailwind from tax cuts and cash repatriation.

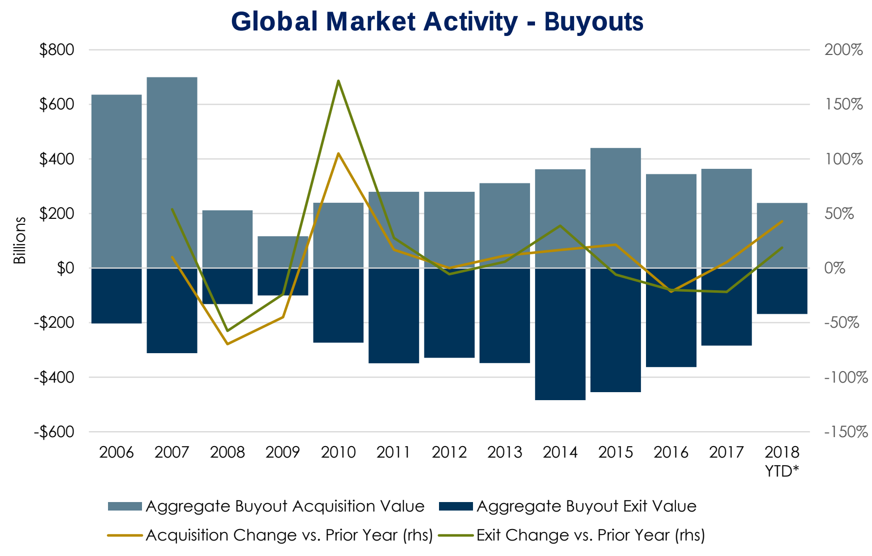
Technology continues to be a key area of interest. Tech exposure remains high among equity long/short managers as the sector has been a major contributor to returns and there continues to be a large amount of dispersion between winners and losers (which creates a **positive opportunity set for equity long/short stock pickers).**

Global Private Equity

Much like public markets, valuations remain high for new deals in private markets, further bolstered by lower corporate tax rates' impact on the most common buyout valuation measure. The **median acquisition price for a private equity-backed company purchased in 1Q-18 was 10.2x EBITDA**, down marginally from 2017's all time high of 10.7x but still hovering near record levels. As EBITDA excludes tax expense, we are watching for signs that the boost in after-tax earnings is driving further expansion in acquisition multiples. Though recent leverage levels have been about 25% lower than 2007-vintage funds, rising interest rates and the possibility of slowing economic growth poses a risk to private equity-backed companies.

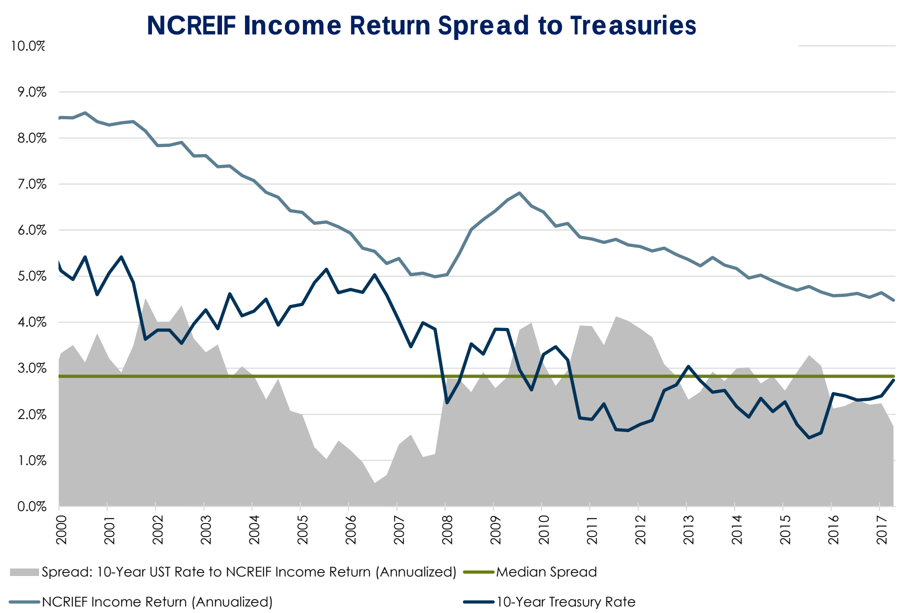
The pace of capital deployment among buyout funds continues to accelerate in an attempt to consume the record levels of dry powder available to private equity funds. **Through the first half of the year, buyout acquisition deal volume was nearly $240 billion, on pace to surpass 2015's post-financial crisis record of $440 billion in capital deployed and up nearly 50% relative to the first half of 2017.** This year's buyout activity has continued 2017's trend of more money being invested in acquisitions than harvested through exits.

High purchase prices today are likely to translate into lower returns going forward. The best managers recognize that **high multiples are unlikely to continue indefinitely and that patience and asset selection is key to driving strong investment outcomes** in this environment.



Sources: Preqin, ACG Research
*Acquisition and Exit Changes vs. Prior Year for 2018 YTD reflect the change over the comparable time period from the prior year.

Global Real Assets



Sources: NCREIF, ACG Research

US real estate assets continue to benefit from a solid economic outlook and generally low new supply. The NCREIF Property Index is expected to post its 33rd consecutive quarter of positive appreciation in 2Q-18. This is 11 quarters longer than the second longest winning streak since the benchmark's inception in 1978. In 1Q-18, NCREIF annualized income returns (a proxy for cap rates) decreased 16 bps to end at 4.48%. **Between tightening income returns and rising interest rates, the spread between NCREIF income returns and the 10-year UST yield ended the quarter at 174 bps, 109 bps tighter than the median spread since 2000.** This quarter marked the first time the spread has fallen below 200 bps since September 2008.

Though there have been no significant impacts to real estate valuations so far, **the potential for higher interest rates could put upward pressure on cap rates and lower future core real estate returns.** Real estate market fundamentals remain relatively solid, with no imminent signs of a dramatic imbalance between supply and demand outside of the long-challenged retail sector. **Given the potential for rising cap rates and the length of the current economic cycle, core real estate funds focused on income may outperform those focused on generating appreciation in the intermediate term.**

Up close to 0.4% during the quarter, the Bloomberg Commodity Index (BCOM) outperformed the Bloomberg Barclays US Aggregate Bond Index by 56 bps and underperformed the S&P 500 and MSCI ACWI by 225 bps and 39 bps, respectively. **Signs of rising inflation may be positive for commodities broadly**, though ongoing uncertainty about international trade policy and sanctions may drive further volatility in the near term.

Global Traditional Bond Markets

Fixed income headwinds persisted during 2Q-18. Despite geopolitical headlines, the **Federal Reserve** continued to operate in a predictable manner, with another 25 bps hike in mid-June. Forecasts were also revised to now include a total of four rate hikes in 2018, with three hikes expected to follow next year. The **US Treasury market adjusted** throughout the quarter, with longer-term rates reaching levels last seen in 2011, before retreating somewhat as risk-off sentiment spread with escalating trade concerns. The US yield curve continued its multi-year flattening trend, as front-end rates advanced.

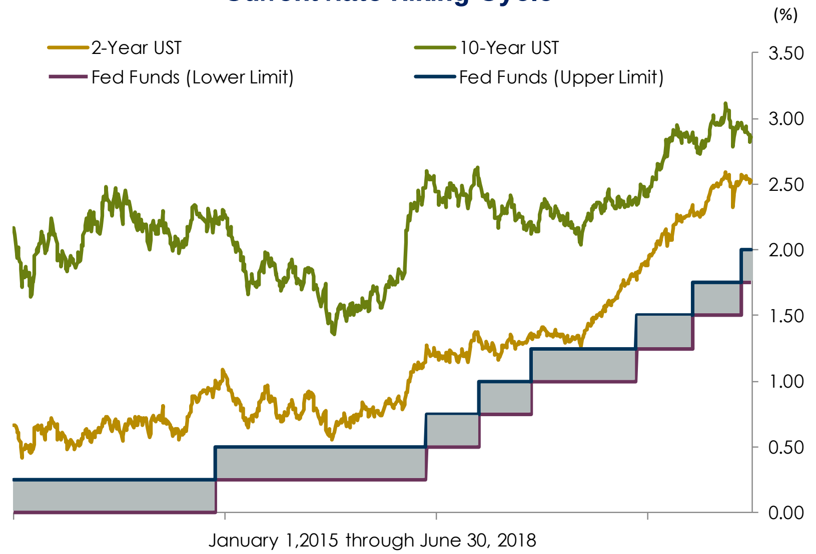
The **BloomBar Aggregate** suffered a modest loss. Despite high rate sensitivity, government-related issues performed well relative to IG corporates. Credit spread widening was most pronounced for longer (10+ year maturities) and lower-quality (BBB-rated) issues. Worth noting, the yield-to-worst for the broad index has moved up to nearly 3.3%.

High Yield avoided the supply/demand issues that hurt the IG market. Although spreads have now widened by 44 bps from January's tights, 2Q-18 performance stayed in positive territory. Higher beta, less rate sensitive issues outperformed given views on default risk.

Municipal Bonds performed well relative to taxable counterparts. With strong demand for short-term issues, the tax-exempt yield curve had contradictory steepening bias. Credit risk was the driving factor for the quarter, with BBB's again outperforming higher quality issues.

Unhedged Global government bonds, particularly those from **Emerging Markets**, underperformed domestic counterparts as the US dollar's strength weighed on returns.

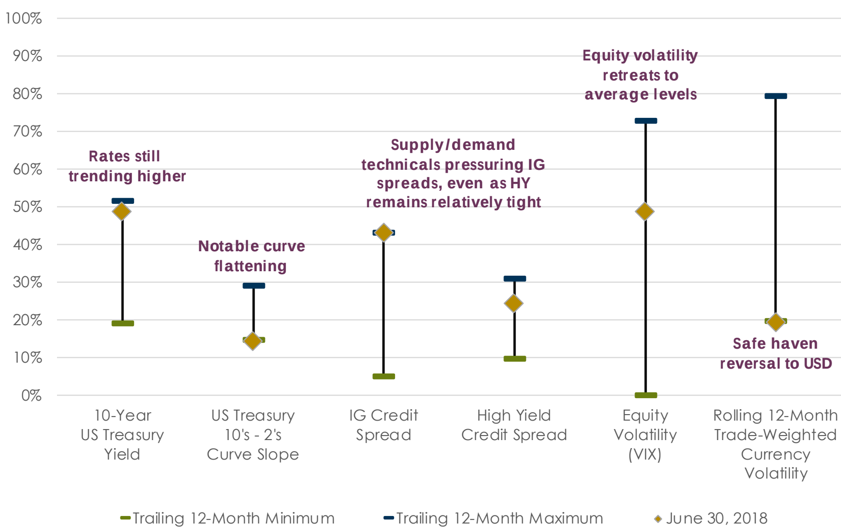
Current Rate Hiking Cycle



Sources: Bloomberg, ACG Research

Global Nontraditional Fixed Income

Percentile Rankings of Observations for Past 15-Years



Sources: Bloomberg, ACG Research

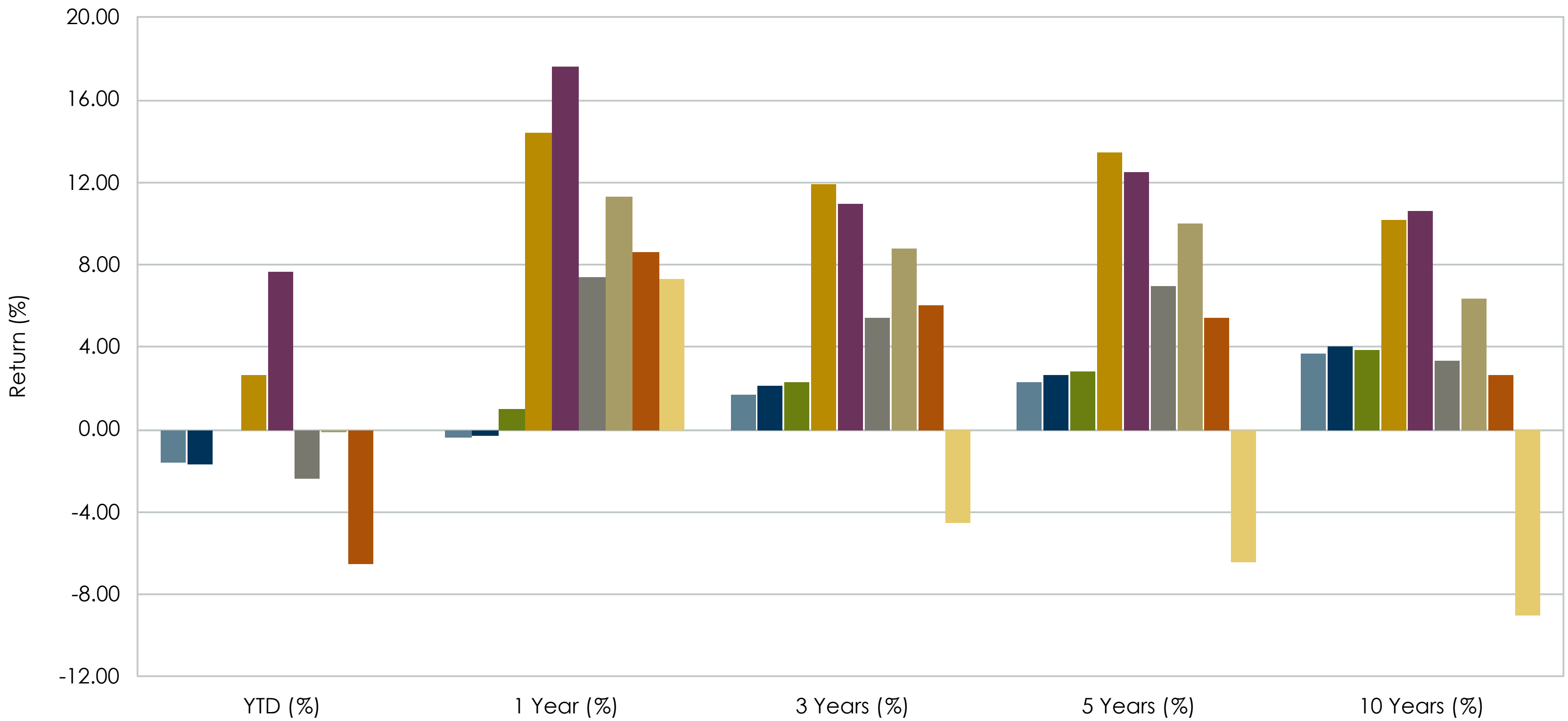
Liquid Absolute Return strategies produced varied results in 2Q-18, although the group remains comfortably ahead of traditional bond benchmarks in 2018. The diversification of risk factors within portfolios remains valuable, as this aids in downside protection and reduces key correlations. Achieving full-cycle alpha objectives becomes more challenging as cash rates increase, but **enhanced volatility in rates, spreads, and currency should provide opportunities.**

As the credit cycle lengthens, **managers are faced with the dilemma** of trying to find opportunities to deploy capital in ways that don't extend the risk level and directionality of their portfolios, while seeking to maintain upside participation. Though managers differ in their willingness to accept market risk, relative-value trades and IG market-making activities have received attention from managers looking for less directional allocations. In 2Q-18, Event-Driven and ABS-focused hedge funds tended toward positive performance, while performance of non-event corporate long/short strategies was more mixed. **We expect absolute return managers will increasingly seek relative value opportunities as the cycle progresses**.

Private Credit strategies (typically 5 to 10-year fund life) offer the opportunity to earn both a credit spread and an illiquidity premium versus publicly traded bond strategies. **Fundraising in the sector remains strong**. Preqin reported 22 private debt funds held a final close on $25 billion of commitments in 2Q-18, up from $20 billion in 1Q-18. **Perhaps sensing an overdue market correction, investors committed almost twice as much capital to new distressed funds as they committed to new direct lending funds during 2Q-18.** With many new entrants into the direct lending market over the past several years and an ever extending credit cycle, it has been difficult to separate the skilled from the fortunate. Any changes to the current low default rate environment should provide opportunity for some and insight into the skill level of others.

Market Environment

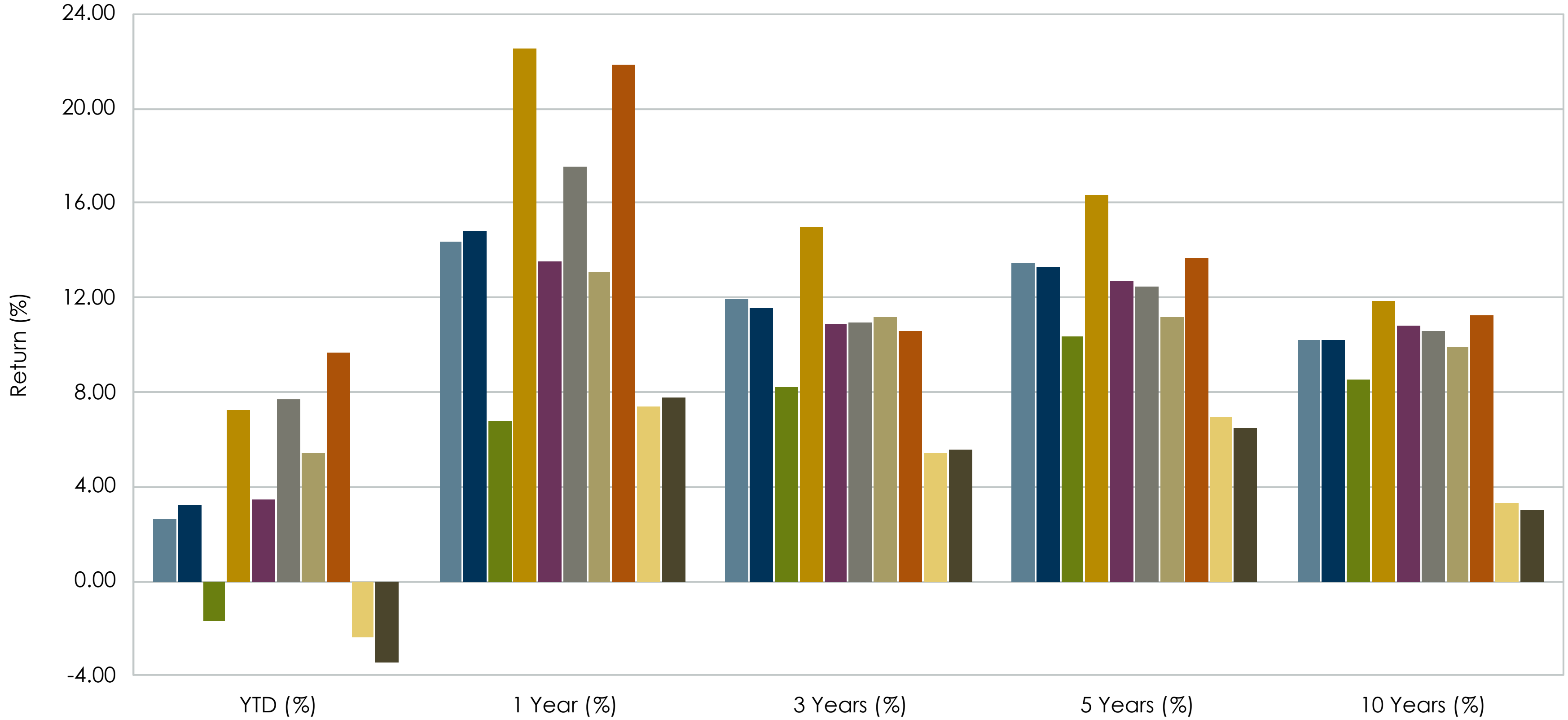
For the Periods Ending June 30, 2018



	YTD (%)	1 Year (%)	3 Years (%)	5 Years (%)	10 Years (%)
BloomBar US Aggregate	-1.62	-0.40	1.72	2.27	3.72
BloomBar Universal	-1.67	-0.28	2.12	2.63	4.07
BloomBar 1-15 Yr Municipal	-0.07	1.01	2.29	2.85	3.89
S&P 500	2.65	14.37	11.93	13.42	10.17
Russell 2000	7.66	17.57	10.96	12.46	10.60
MSCI EAFE	-2.37	7.37	5.41	6.93	3.33
MSCI ACWI	-0.13	11.31	8.78	10.00	6.37
MSCI Emerging Markets	-6.51	8.59	5.98	5.39	2.60
Bloomberg Commodity	0.00	7.35	-4.54	-6.40	-9.04

Equity Index Returns

For the Periods Ending June 30, 2018

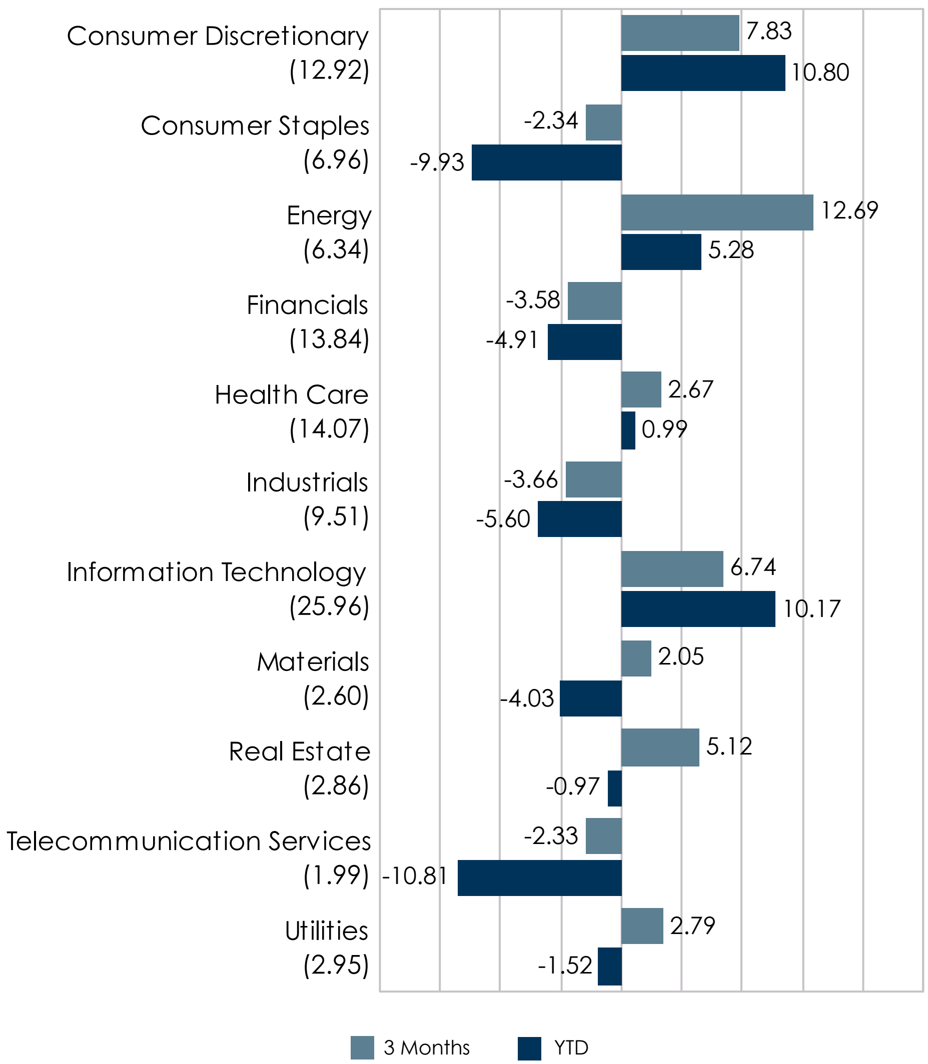


	YTD (%)	1 Year (%)	3 Years (%)	5 Years (%)	10 Years (%)
S&P 500	2.65	14.37	11.93	13.42	10.17
Russell 3000	3.22	14.78	11.58	13.29	10.23
Russell 1000 Value	-1.69	6.77	8.26	10.34	8.49
Russell 1000 Growth	7.25	22.51	14.98	16.36	11.83
S&P Mid Cap 400	3.49	13.50	10.89	12.69	10.78
Russell 2000	7.66	17.57	10.96	12.46	10.60
Russell 2000 Value	5.44	13.10	11.22	11.18	9.88
Russell 2000 Growth	9.70	21.86	10.60	13.65	11.24
MSCI EAFE	-2.37	7.37	5.41	6.93	3.33
MSCI ACWI ex US	-3.44	7.79	5.56	6.48	3.01

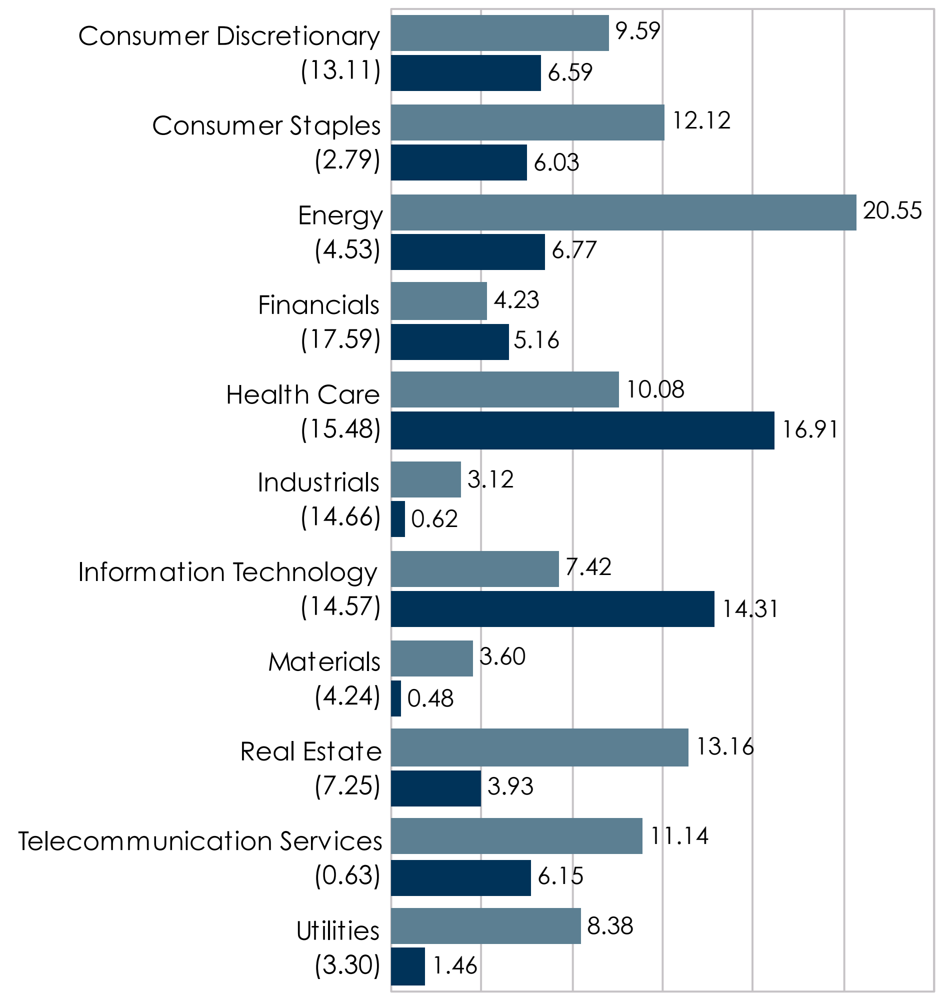
US Markets - Performance Breakdown

For the Periods Ending June 30, 2018

S&P 500 - Sector Returns (%)



Russell 2000 - Sector Returns (%)

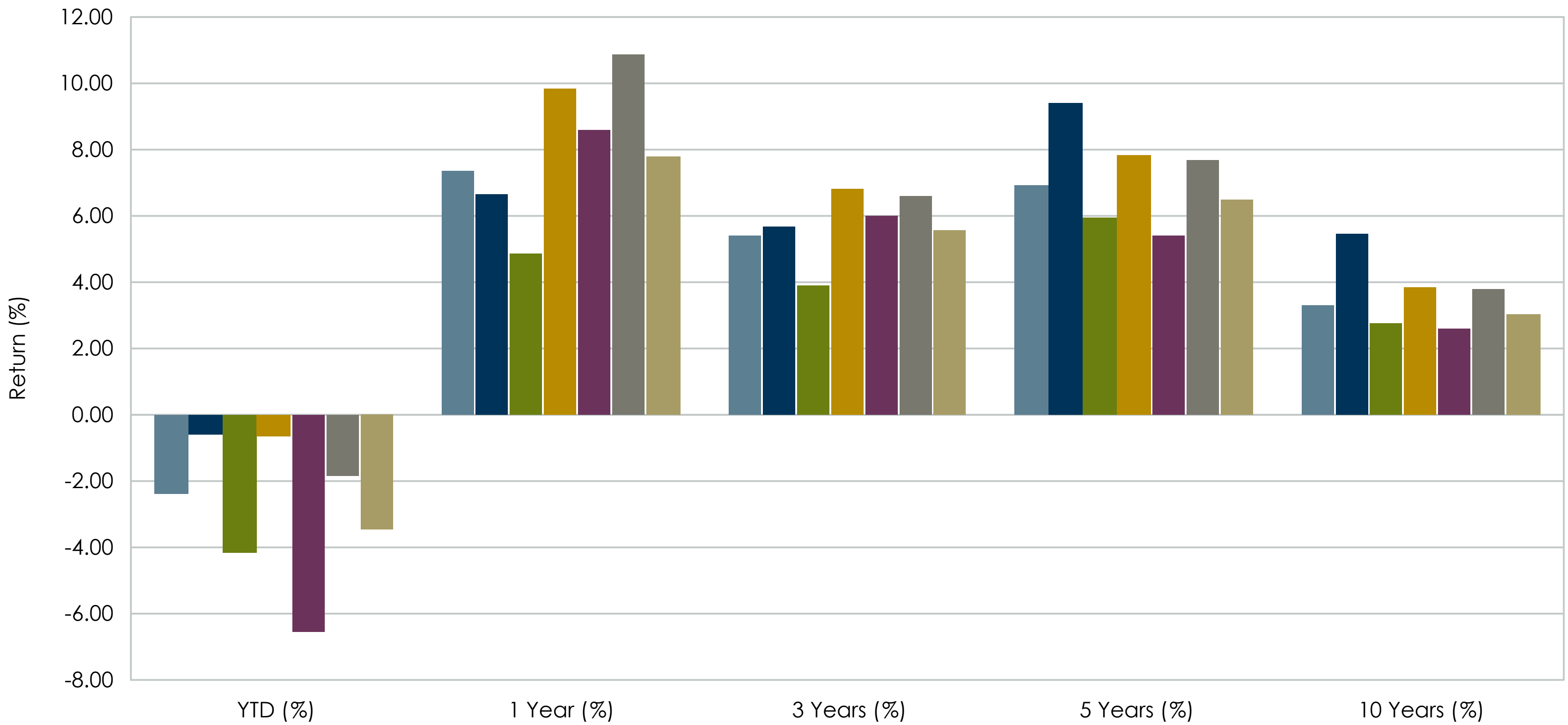


Numbers in parenthesis represent sector weightings of the index. Sector weights may not add to 100% due to rounding or securities that are not assigned to a Global Industry Classification Standard (GICS) sector.

Source: ACG Research, Bloomberg

Non-US Equity Index Returns

For the Periods Ending June 30, 2018

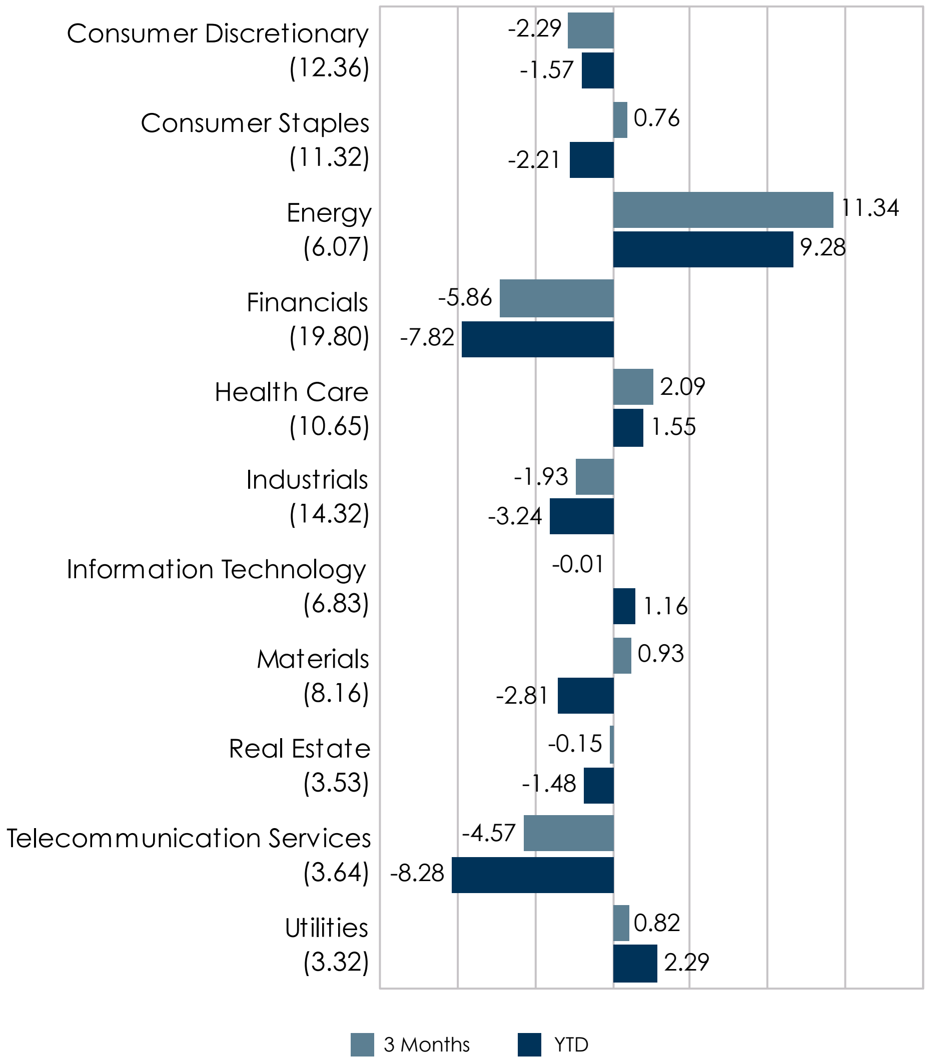


	YTD (%)	1 Year (%)	3 Years (%)	5 Years (%)	10 Years (%)
MSCI EAFE	-2.37	7.37	5.41	6.93	3.33
MSCI EAFE Local Currency	-0.57	6.64	5.69	9.43	5.47
MSCI EAFE Value	-4.16	4.87	3.90	5.95	2.76
MSCI EAFE Growth	-0.62	9.84	6.82	7.83	3.83
MSCI Emerging Markets	-6.51	8.59	5.98	5.39	2.60
MSCI Japan	-1.85	10.88	6.60	7.70	3.78
MSCI ACWI ex US	-3.44	7.79	5.56	6.48	3.01

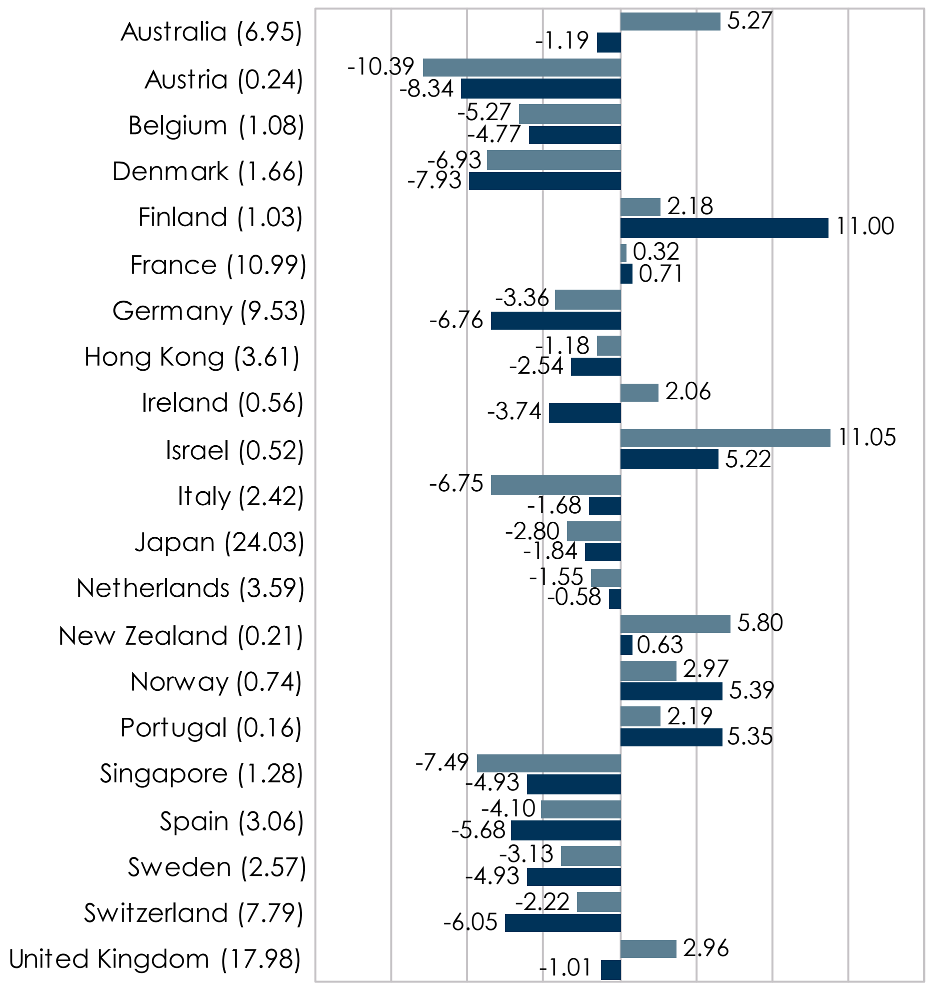
Non-US Equity - Performance Breakdown

For the Periods Ending June 30, 2018

MSCI EAFE - Sector Returns (%)



MSCI EAFE - Country Returns (%)



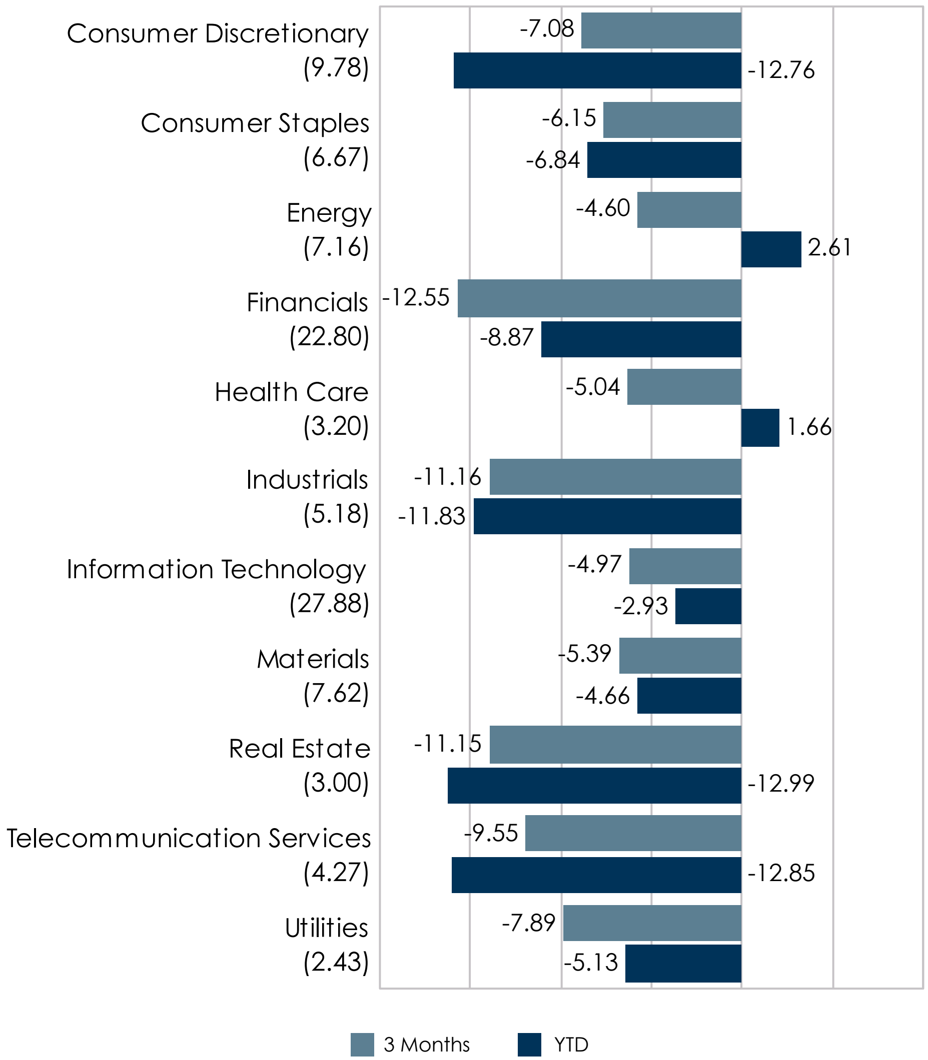
Numbers in parenthesis represent sector or country weights of the index. Sector or country weights may not add to 100% due to rounding.

Source: ACG Research, Bloomberg

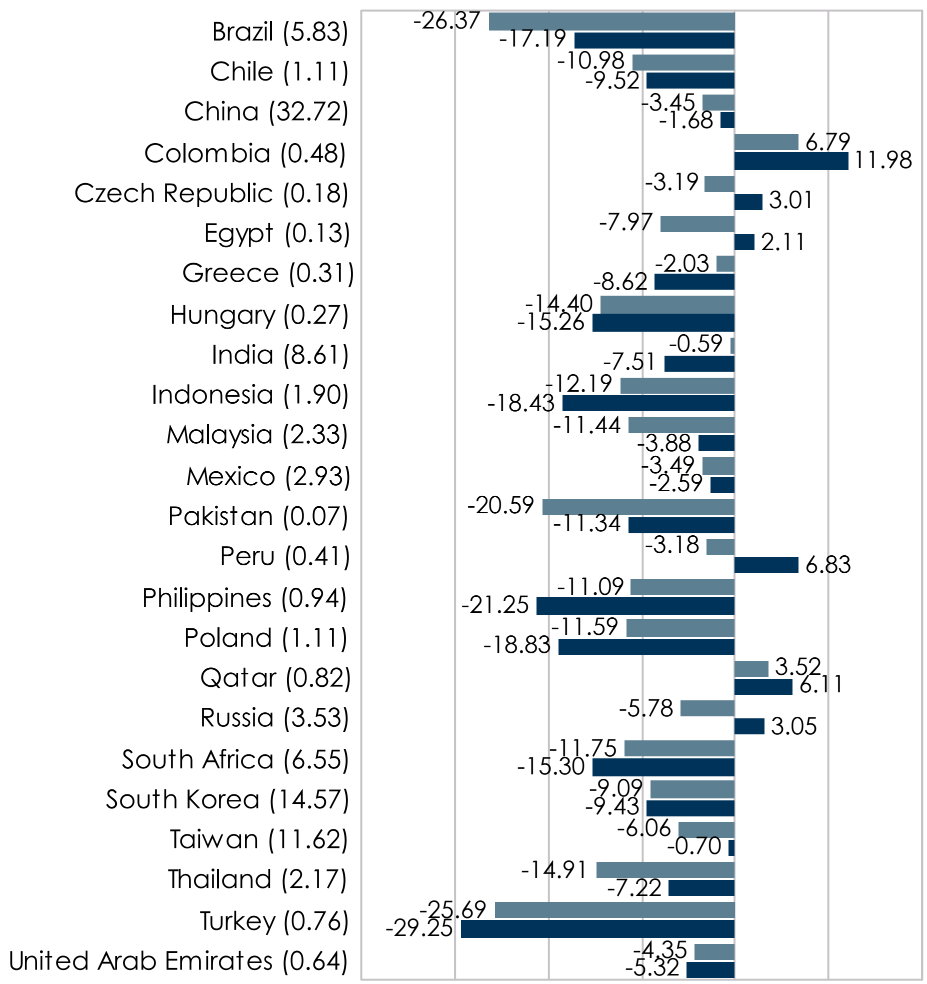
Emerging Markets - Performance Breakdown

For the Periods Ending June 30, 2018

MSCI Emerging Markets - Sector Returns (%)



MSCI Emerging Markets - Country Returns (%)

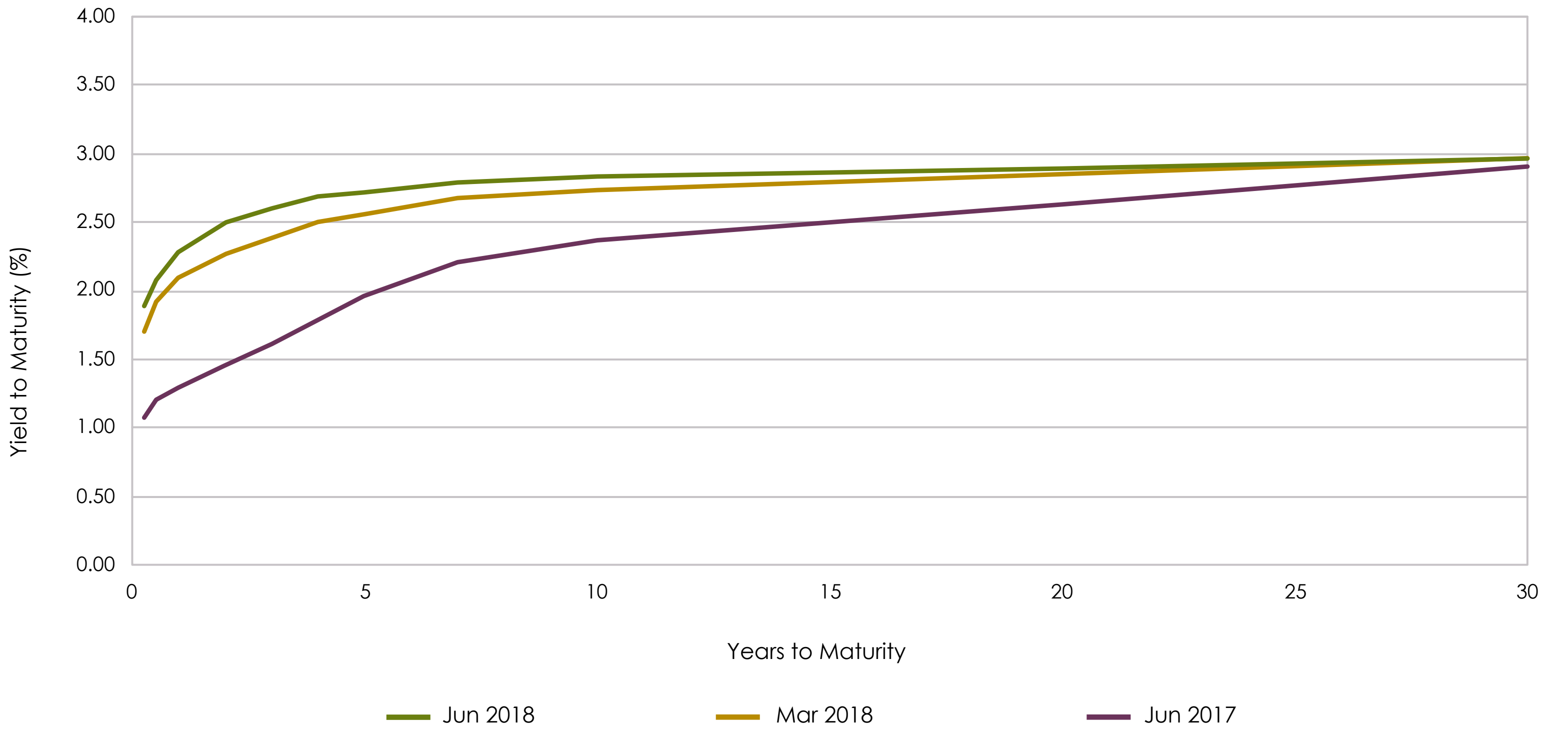


Numbers in parenthesis represent sector or country weights of the index. Sector or country weights may not add to 100% due to rounding.

Source: ACG Research, Bloomberg

Interest Rate Term Structure

Government Issues - 3 Months to 30 Years Maturity

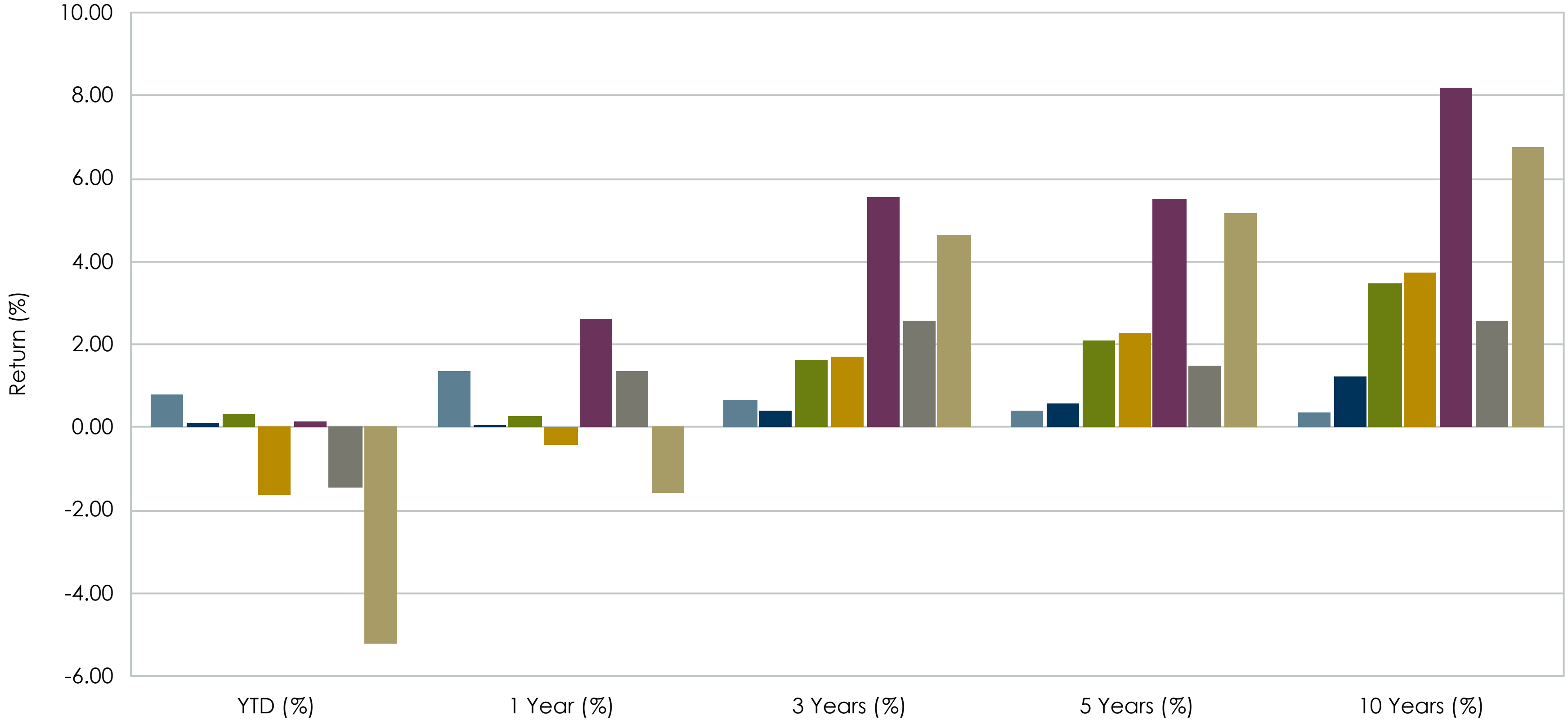


90 Days	1.92	1.71	1.01
180 Days	2.11	1.92	1.13
1 Year	2.31	2.09	1.23
2 Years	2.53	2.27	1.38
3 Years	2.62	2.38	1.55
4 Years	2.71	2.50	1.72
5 Years	2.74	2.56	1.89
7 Years	2.82	2.69	2.14
10 Years	2.86	2.74	2.30
20 Years	2.91	2.85	2.57
30 Years	2.99	2.97	2.84

Source: Bloomberg

Fixed Income Index Returns

For the Periods Ending June 30, 2018



	YTD (%)	1 Year (%)	3 Years (%)	5 Years (%)	10 Years (%)
US T-Bills 90 Day	0.81	1.36	0.68	0.42	0.36
ICE BofA ML 1-3 Yr Treasury	0.10	0.07	0.42	0.58	1.24
BloomBar 5 Yr Municipal	0.30	0.27	1.62	2.07	3.46
BloomBar US Aggregate	-1.62	-0.40	1.72	2.27	3.72
BloomBar US Corp High Yield	0.16	2.62	5.53	5.51	8.19
BloomBar Global Aggregate	-1.46	1.36	2.58	1.50	2.58
JPM EMBI Global Diversified	-5.23	-1.60	4.63	5.15	6.75

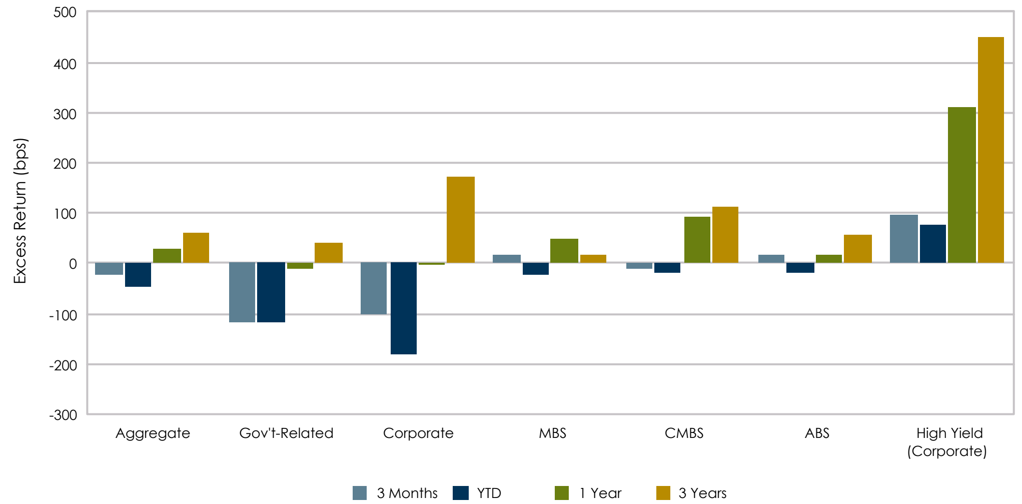
US Fixed Income Market Environment

For the Periods Ending June 30, 2018

Nominal Returns By Sector (%)

	3 Months	YTD	1 Year	3 Years
US Aggregate	-0.16	-1.62	-0.40	1.73
US Treasury	0.10	-1.08	-0.65	1.01
US Agg: Gov't-Related	-0.28	-1.30	0.12	1.69
US Corporate IG	-0.97	-3.27	-0.83	3.07
MBS	0.25	-0.95	0.16	1.46
CMBS	-0.07	-1.38	-0.26	1.83
ABS	0.42	0.04	0.45	1.26
US Corp High Yield	1.02	0.16	2.61	5.53

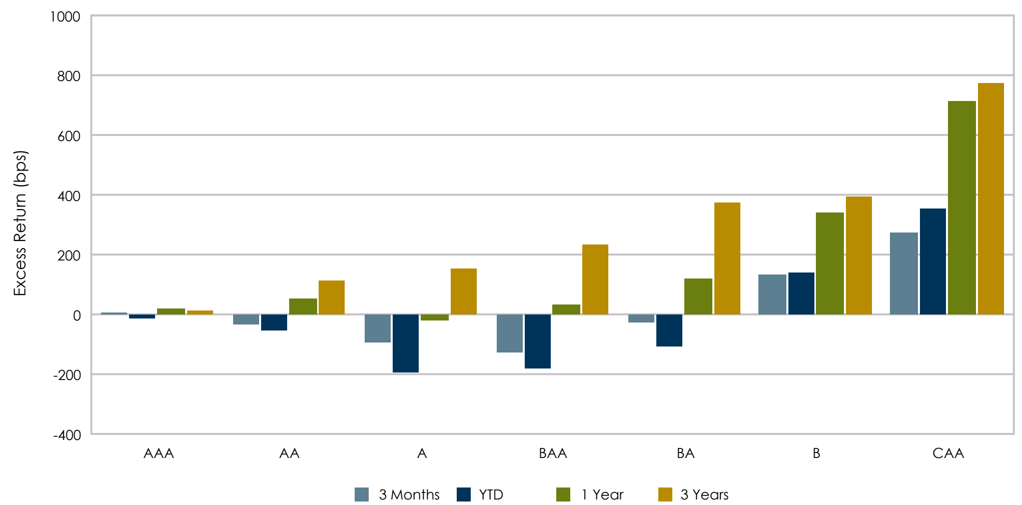
Excess Returns by Sector



Nominal Returns by Quality (%)

	3 Months	YTD	1 Year	3 Years
AAA	0.14	-1.03	-0.32	1.23
AA	-0.21	-1.56	0.00	2.26
A	-0.86	-3.33	-1.00	2.83
BAA	-1.22	-3.35	-0.56	3.25
BA	-0.17	-1.77	0.59	4.77
B	1.41	0.86	3.00	4.80
CAA	2.87	3.17	6.83	8.69

Excess Returns by Quality



Nominal Returns by Maturity (%)

	3 Months	YTD	1 Year	3 Years
1-3 Yr.	0.29	0.09	0.23	0.74
3-5 Yr.	0.05	-0.81	-0.60	1.08
5-7 Yr.	0.02	-1.20	-0.46	1.35
7-10 Yr.	-0.01	-1.81	-0.54	1.76
10+ Yr.	-1.44	-4.95	-0.77	4.27

Source: Bloomberg

Excess returns are relative to the duration-neutral Treasury.

FMIvT Broad Market High Quality Bond Fund

For the Periods Ending June 30, 2018

Portfolio Description

- **Strategy** Expanded High Quality Fixed Income
- **Manager** Atlanta Capital Management Company
- **Vehicle** Separately Managed Account
- **Benchmark** Barclays Aggregate A+
- **Performance Inception Date** January 1998
- **Fees** Manager Fees - 15 bps; Admin Fees - 14.5 bps
- **Total Expenses** Approximately 33 bps

Portfolio Information

- **Minimum initial investment** $50,000
- **Minimum subsequent investments** $5,000
- **Minimum redemption** $5,000
- The Portfolio is open once a month, on the first business day following the Portfolio Valuation date, to accept Member contributions or redemptions.
- The Portfolio is valued on the last business day of the month.
- The Administrator must have advance written notification of Member contributions or redemptions.

Portfolio Objectives and Constraints

- Invests in Government and high quality securities while maintaining an average maturity of approximately eight and one-half years.
- Outperform the BloomBar US Aggregate A+ over a complete market cycle (usually 3 to 5 years).
- Rank above median in a relevant peer group universe.
- The Portfolio is subject to interest rate, credit and liquidity risk, which may cause a loss of principal. Neither the Fund nor its yield is guaranteed by the US Government.

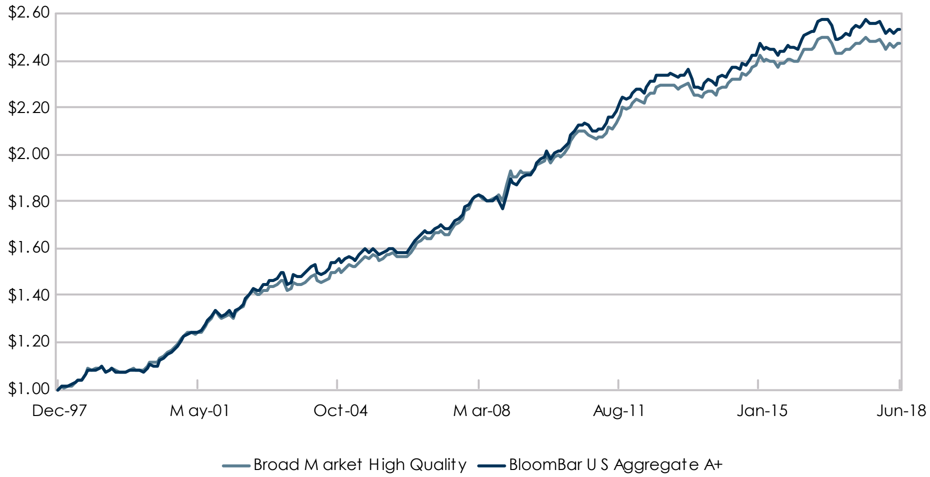
Dollar Growth Summary ($000s)

	FYTD	1 Year
Beginning Market Value	**134,310**	**130,742**
Net Additions	-21,184	-18,283
Return on Investment	-498	170
Income	*2,641*	*3,159*
Gain/Loss	*-3,138*	*-2,989*
Ending Market Value	**112,629**	**112,629**

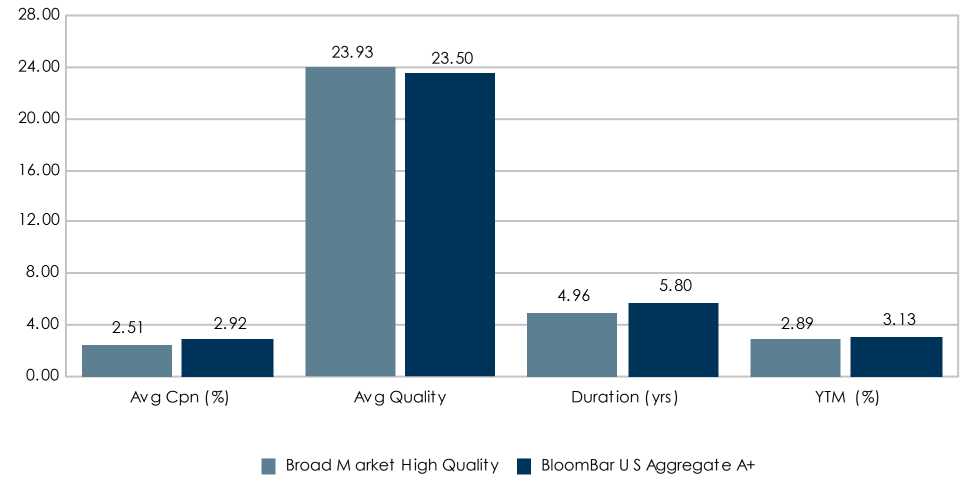
FMIvT Broad Market High Quality Bond Fund

For the Periods Ending June 30, 2018

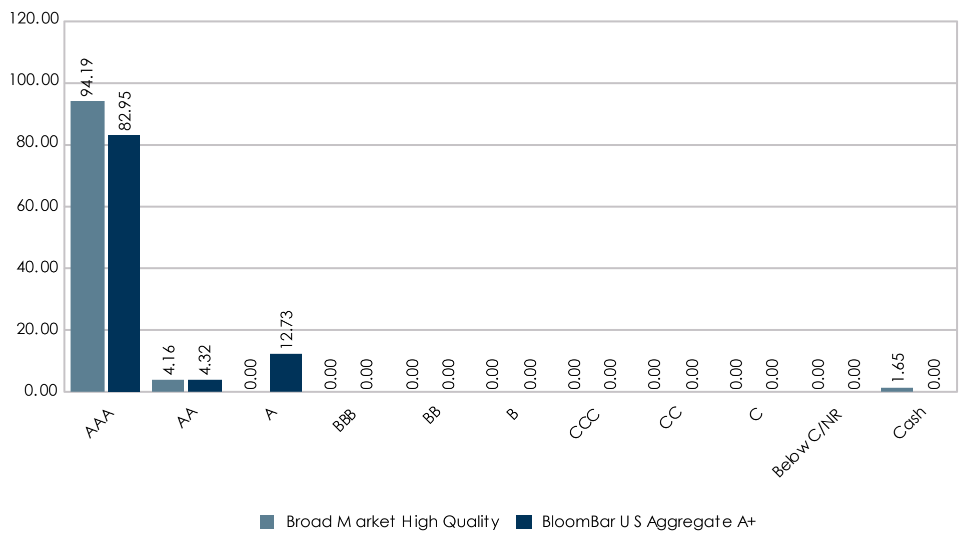
Growth of a Dollar



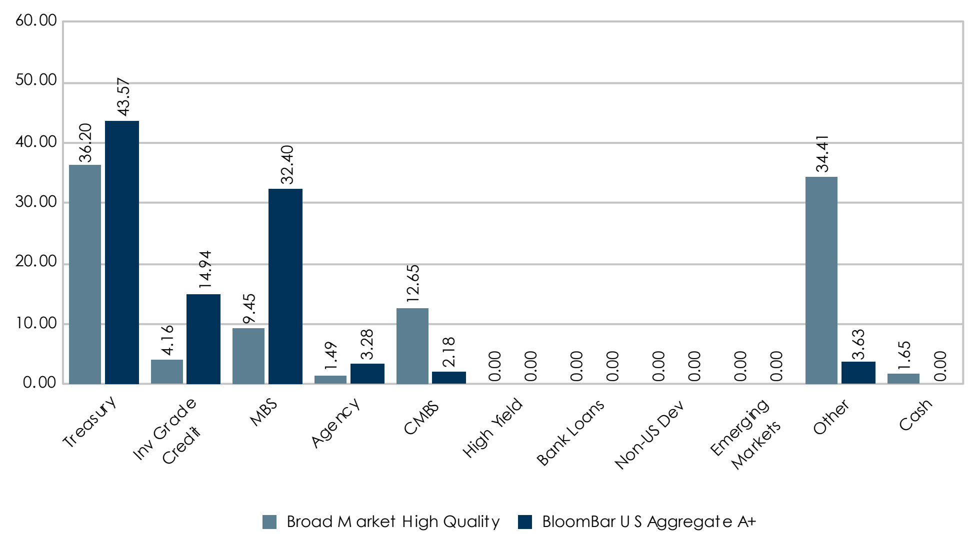
Characteristics



Quality Allocation



Sector Allocation

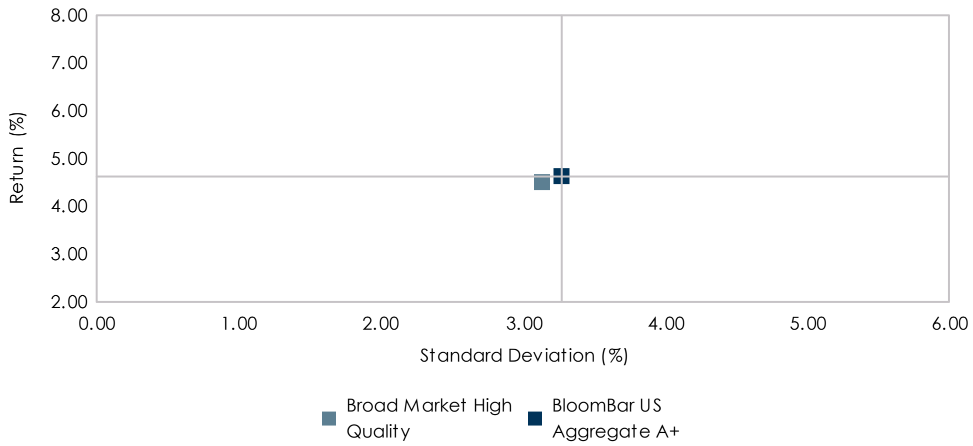


The Other sector consists of ABS, CMO, Convertibles, Municipals, Private Placements/144As and TIPS.

FMIvT Broad Market High Quality Bond Fund

For the Periods Ending June 30, 2018

Risk / Return Since Jan 1998



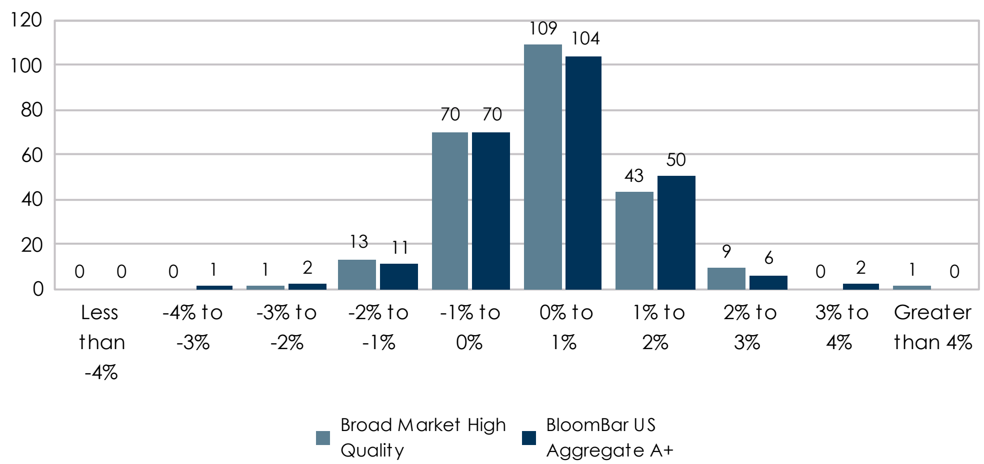
Portfolio Statistics Since Jan 1998

	Broad Market High Quality	BloomBar US Aggregate A+
Return (%)	4.52	4.64
Standard Deviation (%)	3.13	3.27
Sharpe Ratio	0.86	0.86

Benchmark Relative Statistics

Beta	0.92
R Squared (%)	92.98
Alpha (%)	0.25
Tracking Error (%)	0.87
Batting Average (%)	47.15
Up Capture (%)	93.91
Down Capture (%)	88.47

Return Histogram Since Jan 1998



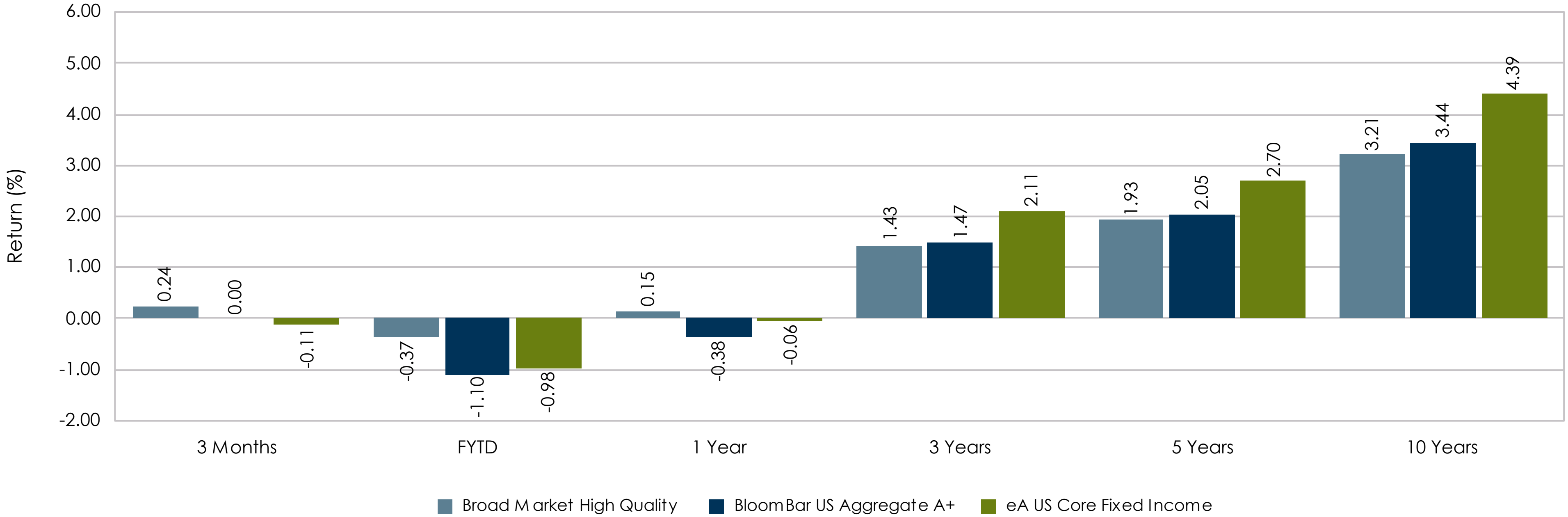
Return Analysis Since Jan 1998

	Broad Market High Quality	BloomBar US Aggregate A+
Number of Months	246	246
Highest Monthly Return (%)	4.01	3.60
Lowest Monthly Return (%)	-2.47	-3.24
Number of Positive Months	162	162
Number of Negative Months	84	84
% of Positive Months	65.85	65.85

Statistics are calculated using monthly return data.

FMIvT Broad Market High Quality Bond Fund

For the Periods Ending June 30, 2018

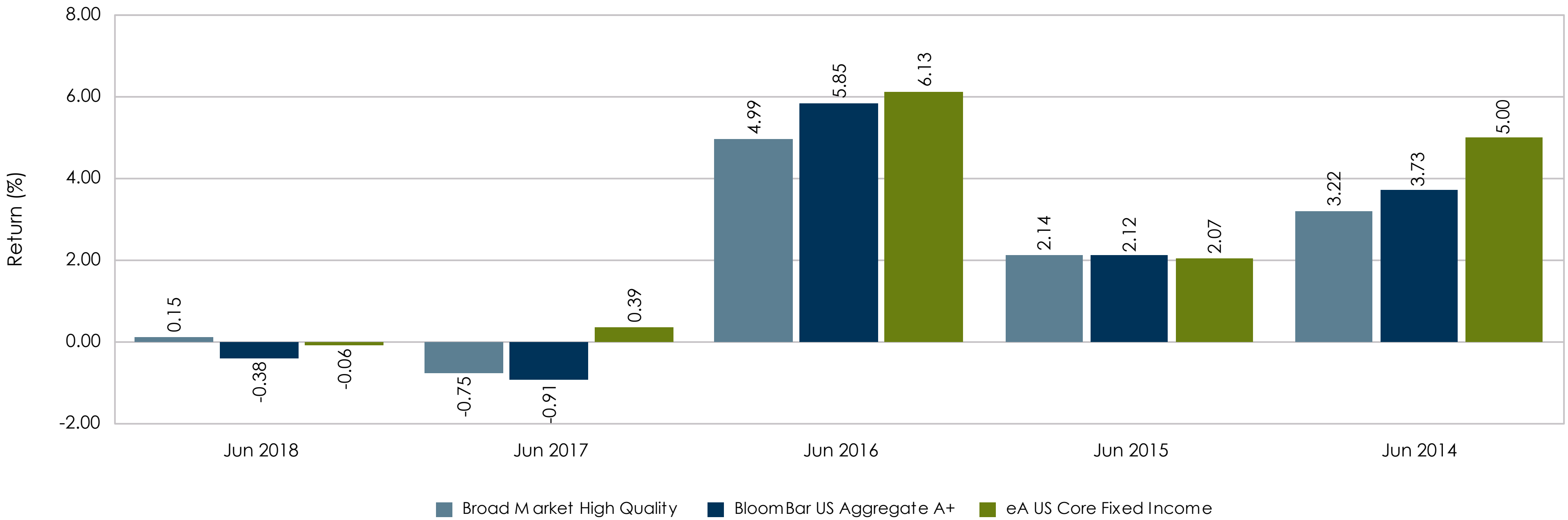


	3 Months	FYTD	1 Year	3 Years	5 Years	10 Years
Ranking	7	11	32	99	99	99
5th Percentile	0.30	0.26	1.14	3.10	3.71	5.39
25th Percentile	0.00	-0.70	0.26	2.42	2.98	4.75
50th Percentile	-0.11	-0.98	-0.06	2.11	2.70	4.39
75th Percentile	-0.19	-1.20	-0.34	1.89	2.46	4.08
95th Percentile	-0.45	-1.52	-0.70	1.57	2.13	3.63
Observations	246	246	246	240	235	213

The rankings represent the portfolio's returns versus a peer universe. The rankings are on a scale of 1 to 100 with 1 being the best.

FMIvT Broad Market High Quality Bond Fund

For the One Year Periods Ending June



	Jun 2018	Jun 2017	Jun 2016	Jun 2015	Jun 2014
Ranking	32	96	90	45	96
5th Percentile	1.14	2.59	7.28	2.96	6.84
25th Percentile	0.26	1.03	6.57	2.38	5.56
50th Percentile	-0.06	0.39	6.13	2.07	5.00
75th Percentile	-0.34	-0.09	5.68	1.75	4.36
95th Percentile	-0.70	-0.70	4.53	1.21	3.31
Observations	246	265	259	263	276

The rankings represent the portfolio's returns versus a peer universe. The rankings are on a scale of 1 to 100 with 1 being the best.

Investment Guidelines

Broad Market High Quality Bond Fund

For the Periods Ending June 30, 2018

Portfolio Sector Allocations	Max.%	Min. %	Actual Portfolio	Within Guidelines?	Comments
U.S. Govt Oblig., U.S. Govt Agency Oblig, or U.S. Govt Instrum. Oblig.	75.00%	30.00%	37.69%	Yes	
Mortgage Securities including CMO's	50.00%	0.00%	26.68%	Yes	
Corporate and Yankee Debt Obligations	30.00%	0.00%	4.16%	Yes	
Asset Backed Securities	30.00%	0.00%	29.83%	Yes	
Reverse Repurchase Agreements and/or other forms of financial leverage *	30.00%	0.00%	0.00%	Yes	
Other (Cash)	25.00%	0.00%	1.65%	Yes	

Portfolio Duration/Quality	Policy Expectations	Actual Portfolio	Within Guidelines?	Comments
Modified Duration Portfolio should maintain a duration equal to the BloomBar US Aggregate A+ Index plus or minus 30% but no greater than 7 years.	4.06 to 7.00	4.96	Yes	
Credit quality Portfolio should Maintain a minimum bond fund rating of AA (Fitch).	AAf		Yes	

Individual Securities	Actual	Within Guidelines?	Comments
Minimum credit rating of A by any NRSRO for all corporate securities.		Yes	
Maximum of 3% at time of purchase and 5% of the portfolio value may be invested in corporate securities of an individual issuer.	1.66%	Yes	Largest Position Noted
A maximum of 5% of the portfolio, at market, may be invested in individual trusts of ABS and Non-Agency CMOs.	2.13%	Yes	Largest Position Noted
Final stated maturity of 31.0 years or less for all securities.		Yes	

**Asset Consulting Group is unable to verify the actual percentages in the portfolio. However, ACG has confirmed the actual portfolio allocation is less than the maximum percentage allowed.*

FMIvT Core Plus Fixed Income Fund

For the Periods Ending June 30, 2018

Portfolio Description

- **Strategy** Core Plus Fixed Income
- **Manager** Franklin Resources, Inc & Pioneer Institutional Investment
- **Vehicle** Non-Mutual Commingled
- **Benchmark** Barclays Multiverse
- **Performance Inception Date** April 2014
- **Fees** Manager Fee - 69 bps; Admin Fee - 14.5 bps
- **Total Expenses** Approximately 87 bps

Portfolio Information

- **Minimum initial investment** $50,000
- **Minimum subsequent investments** $5,000
- **Minimum redemption** $5,000
- The Portfolio is open once a month, on the first business day following a Portfolio Valuation date, to accept Member contributions or redemptions.
- The Portfolio is valued on the last business day of the month.
- The Administrator must have advance written notification of Member contributions or redemptions.

Portfolio Objectives and Constraints

- Invests in a broad spectrum of fixed and floating rate debt securities that are diversified by credit quality, geography and duration.
- Outperform the BloomBar Multiverse over a complete market cycle (usually 3 to 5 years).
- Rank above median in a relevant peer group universe.
- The Portfolio is subject to interest rate, credit and liquidity risk, which may cause a loss of prinicpal. Neither the Fund nor its yield is guaranteed by the US Government.

Dollar Growth Summary ($000s)

	FYTD	1 Year
Beginning Market Value	**166,304**	**163,485**
Net Additions	237	834
Return on Investment	-3,855	-1,634
Ending Market Value	**162,685**	**162,685**

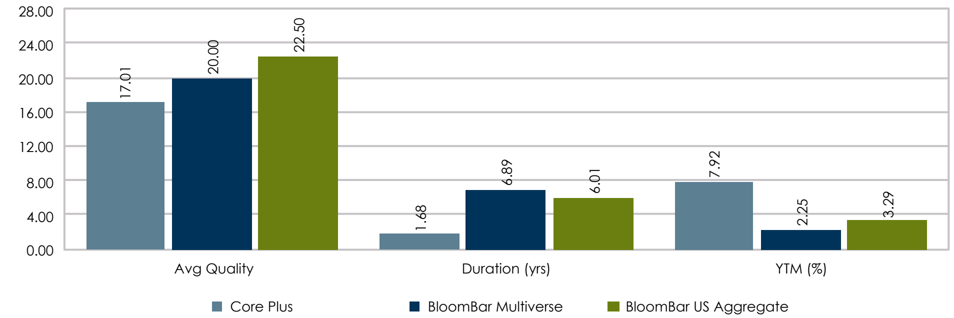
FMIvT Core Plus Fixed Income Fund

For the Periods Ending June 30, 2018

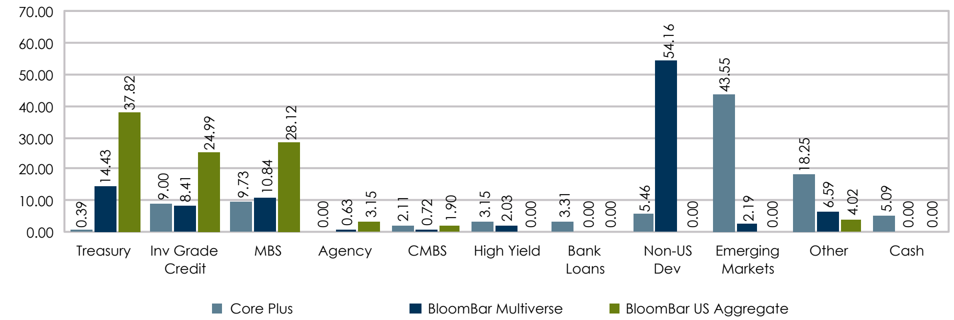
Manager Allocation

Name	Market Value ($000s)	Allocation (%)
Total Core Plus	**162,685**	**100.00**
Amundi Pioneer MSFI Fund	81,711	50.23
Franklin Templeton GMSP Fund	81,061	49.83

Characteristics



Sector Allocation



Dollar Growth Summary ($000s)

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Beginning Market Value	**166,304**	**163,485**
Net Additions	237	834
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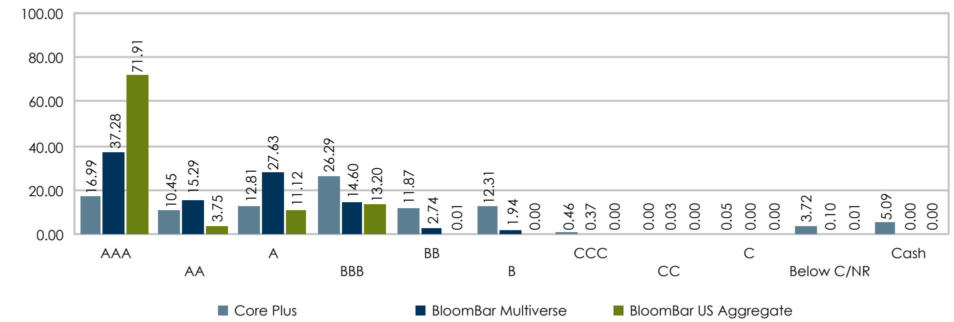
Ending Market Value	**162,685**	**162,685**

Quality Allocation

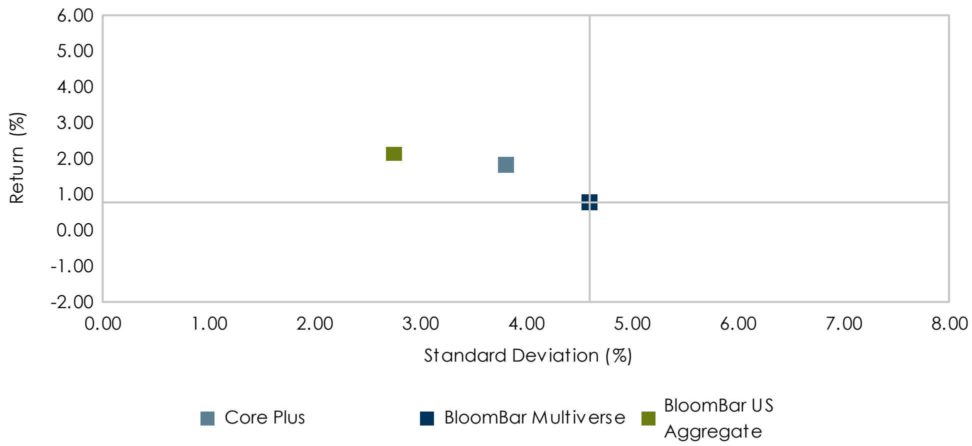


The Other sector consists of ABS, CMO, Convertibles, Municipals, Private Placements/144As and TIPS.

FMIvT Core Plus Fixed Income Fund

For the Periods Ending June 30, 2018

Risk / Return Since Apr 2014



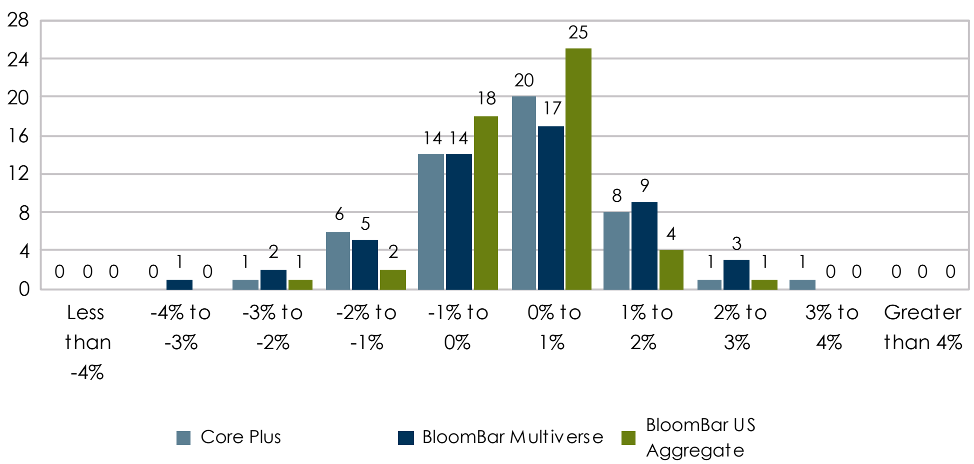
Portfolio Statistics Since Apr 2014

	Core Plus	BloomBar Multiverse	BloomBar US Aggregate
Return (%)	1.82	0.79	2.14
Standard Deviation (%)	3.81	4.60	2.76
Sharpe Ratio	0.37	0.08	0.62

Benchmark Relative Statistics

Beta		0.22	0.21
R Squared (%)		7.15	2.30
Alpha (%)		1.70	1.44
Tracking Error (%)		5.13	4.35
Batting Average (%)		49.02	43.14
Up Capture (%)		31.37	38.54
Down Capture (%)		6.02	3.26

Return Histogram Since Apr 2014



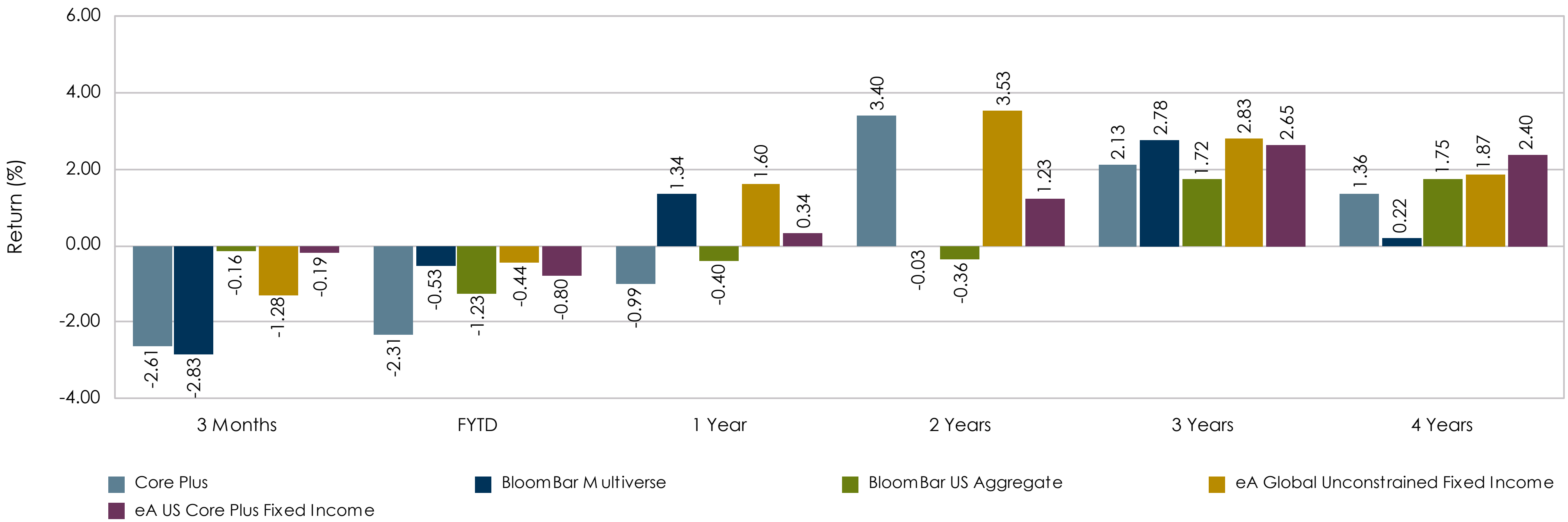
Return Analysis Since Apr 2014

	Core Plus	BloomBar Multiverse	BloomBar US Aggregate
Number of Months	51	51	51
Highest Monthly Return (%)	3.09	2.89	2.10
Lowest Monthly Return (%)	-2.34	-3.88	-2.37
Number of Positive Months	30	29	30
Number of Negative Months	21	22	21
% of Positive Months	58.82	56.86	58.82

Statistics are calculated using monthly return data.

FMIvT Core Plus Fixed Income Fund

For the Periods Ending June 30, 2018

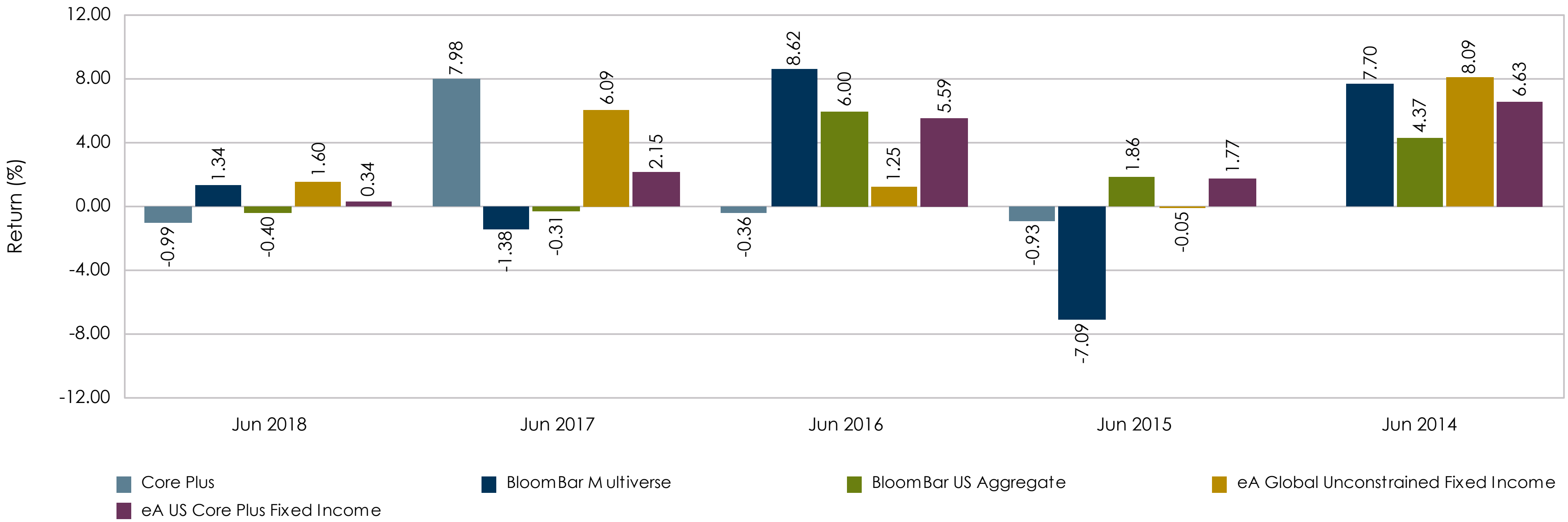


	3 Months	FYTD	1 Year	2 Years	3 Years	4 Years
Ranking	61 / 99	82 / 99	89 / 98	53 / 6	68 / 83	60 / 98
5th Percentile	0.75 / 0.47	3.18 / 0.16	5.49 / 1.69	7.76 / 3.54	5.05 / 3.83	4.52 / 3.33
25th Percentile	-0.09 / -0.01	0.98 / -0.54	2.78 / 0.74	5.09 / 1.85	3.65 / 3.04	3.08 / 2.82
50th Percentile	-1.28 / -0.19	-0.44 / -0.80	1.60 / 0.34	3.53 / 1.23	2.83 / 2.65	1.87 / 2.40
75th Percentile	-5.18 / -0.38	-1.91 / -1.15	0.51 / 0.00	2.14 / 0.60	1.83 / 2.24	-1.81 / 2.15
95th Percentile	-6.97 / -0.88	-4.75 / -1.73	-2.13 / -0.71	0.18 / 0.03	-2.23 / 1.88	-4.25 / 1.71
Observations	145 / 135	145 / 135	145 / 135	144 / 135	135 / 130	119 / 126

The rankings represent the portfolio's returns versus a peer universe. The rankings are on a scale of 1 to 100 with 1 being the best.

FMIvT Core Plus Fixed Income Fund

For the One Year Periods Ending June



	Jun 2018	Jun 2017	Jun 2016	Jun 2015	Jun 2014
Ranking	89 / 98	29 / 2	72 / 99	60 / 97	
5th Percentile	5.49 / 1.69	11.84 / 4.88	5.81 / 7.05	4.22 / 3.28	16.29 / 10.55
25th Percentile	2.78 / 0.74	8.24 / 3.27	3.29 / 6.09	1.57 / 2.25	10.58 / 7.87
50th Percentile	1.60 / 0.34	6.09 / 2.15	1.25 / 5.59	-0.05 / 1.77	8.09 / 6.63
75th Percentile	0.51 / 0.00	3.48 / 1.30	-0.81 / 4.76	-6.45 / 1.22	5.25 / 5.71
95th Percentile	-2.13 / -0.71	-0.19 / 0.18	-11.96 / 3.08	-17.70 / -0.66	1.19 / 4.46
Observations	145 / 135	154 / 140	184 / 149	168 / 172	149 / 175

The rankings represent the portfolio's returns versus a peer universe. The rankings are on a scale of 1 to 100 with 1 being the best.

Investment Guidelines

Core Plus Fixed Income Fund

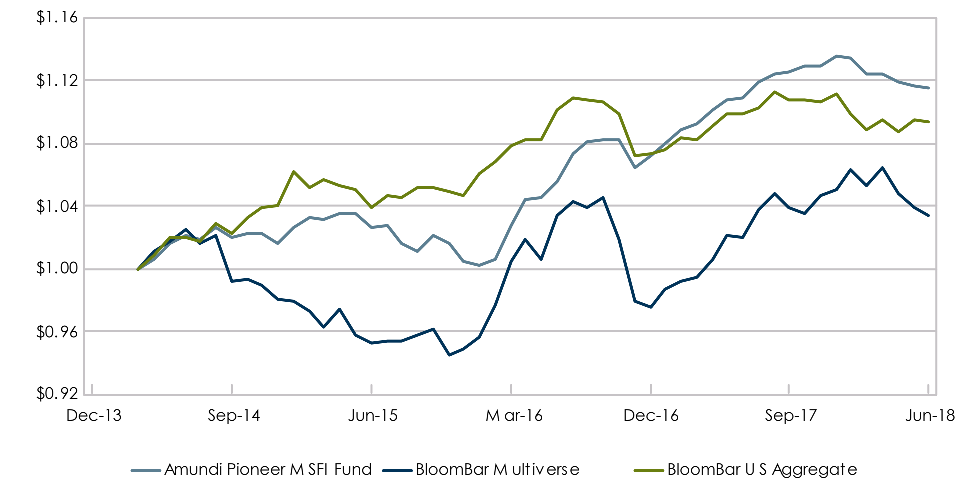
For the Periods Ending June 30, 2018

Manager Allocations	Target %	Range%	Actual Portfolio	Within Guidelines?	Comments
Franklin Templeton Global Multisector Plus Fixed Income Fund	50.00%	45% - 55%	49.83%	Yes	
Pioneer Multisector Fixed Income Fund	50.00%	45% - 55%	50.23%	Yes	

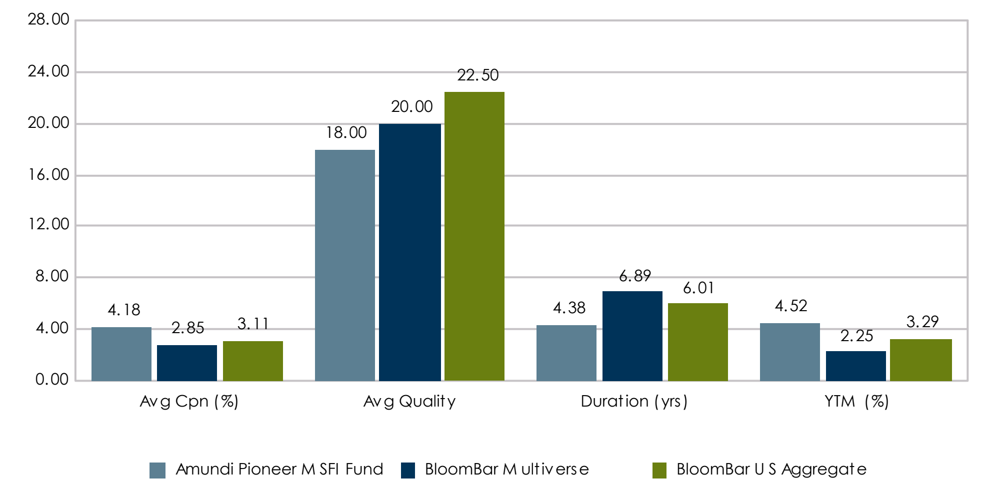
Amundi Pioneer MSFI Fund

For the Periods Ending June 30, 2018

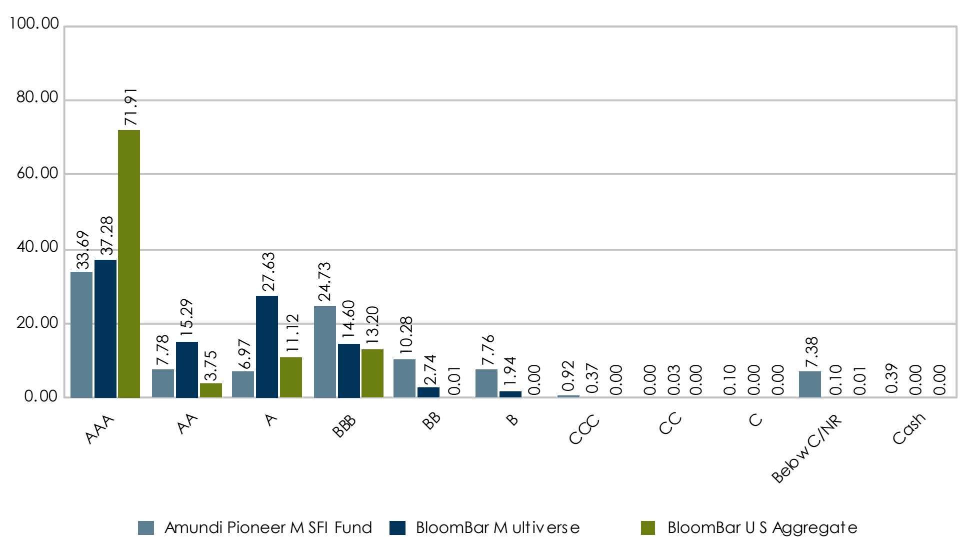
Growth of a Dollar



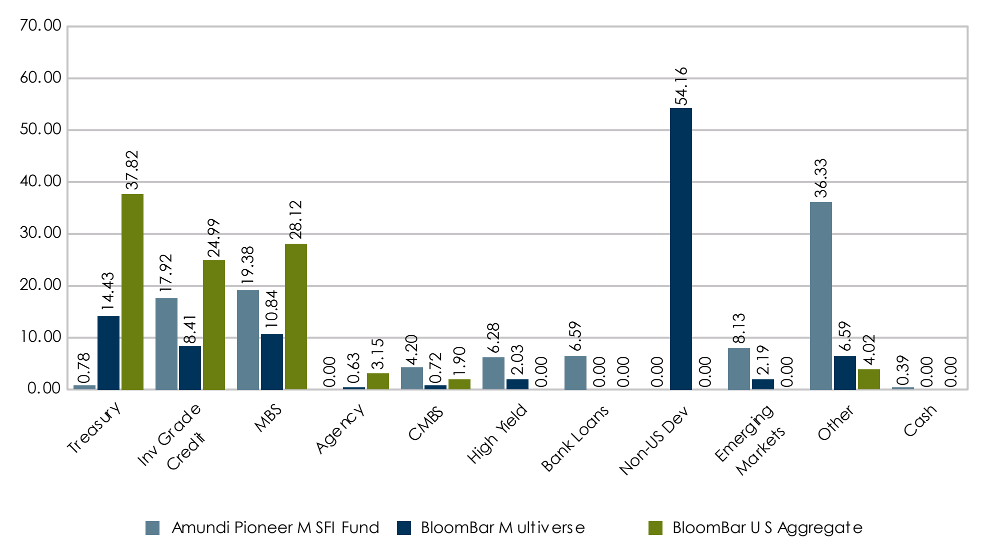
Characteristics



Quality Allocation



Sector Allocation



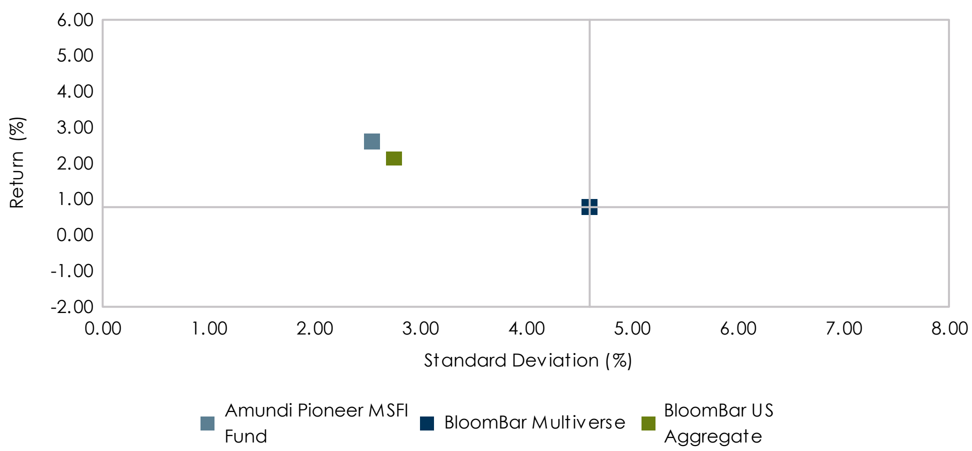
Characteristic and allocation charts represents the composite data of the Amundi Pioneer\Multi-Sector Fixed Income.

The Other sector consists of ABS, CMO, Convertibles, Municipals, Private Placements/144As and TIPS.

Amundi Pioneer MSFI Fund

For the Periods Ending June 30, 2018

Risk / Return Since Apr 2014



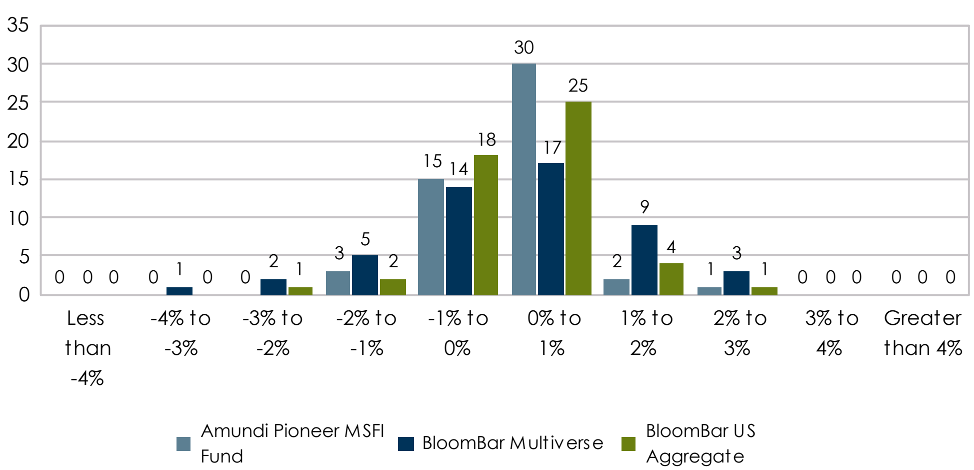
Portfolio Statistics Since Apr 2014

	Amundi Pioneer MSFI Fund	BloomBar Multiverse	BloomBar US Aggregate
Return (%)	2.60	0.79	2.14
Standard Deviation (%)	2.54	4.60	2.76
Sharpe Ratio	0.86	0.08	0.62

Benchmark Relative Statistics

Beta		0.35	0.55
R Squared (%)		40.34	35.20
Alpha (%)		2.31	1.43
Tracking Error (%)		3.57	2.40
Batting Average (%)		56.86	54.90
Up Capture (%)		48.18	78.69
Down Capture (%)		12.50	46.95

Return Histogram Since Apr 2014



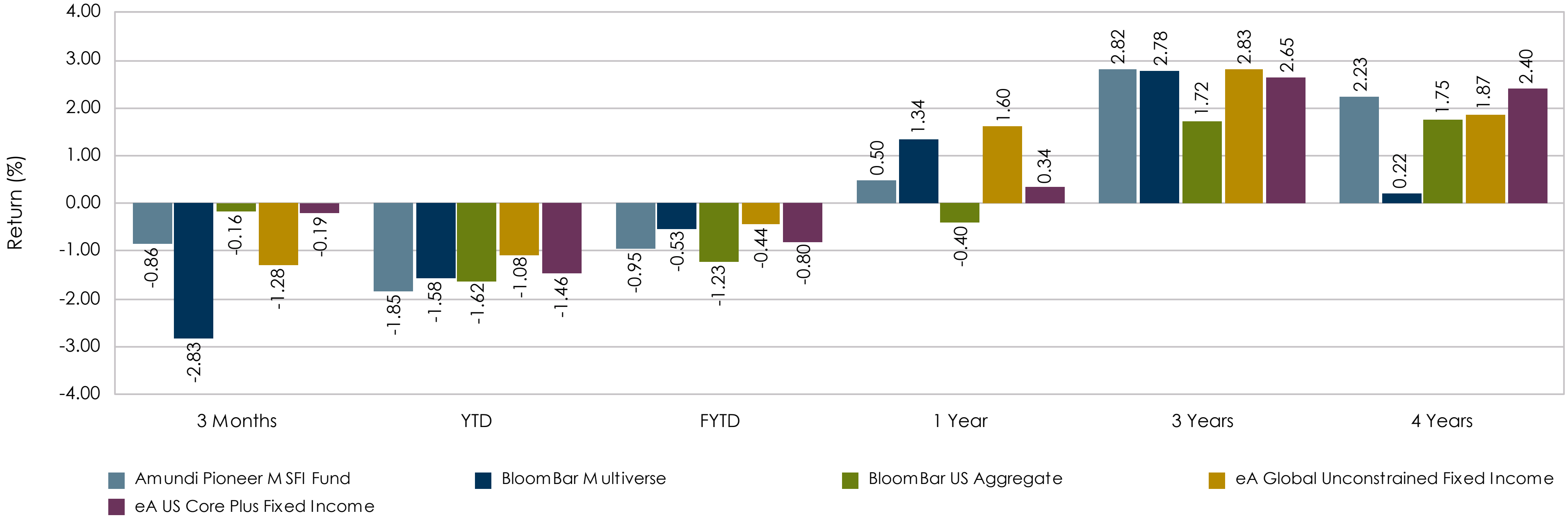
Return Analysis Since Apr 2014

	Amundi Pioneer MSFI Fund	BloomBar Multiverse	BloomBar US Aggregate
Number of Months	51	51	51
Highest Monthly Return (%)	2.15	2.89	2.10
Lowest Monthly Return (%)	-1.65	-3.88	-2.37
Number of Positive Months	33	29	30
Number of Negative Months	18	22	21
% of Positive Months	64.71	56.86	58.82

Statistics are calculated using monthly return data.

Amundi Pioneer MSFI Fund

For the Periods Ending June 30, 2018

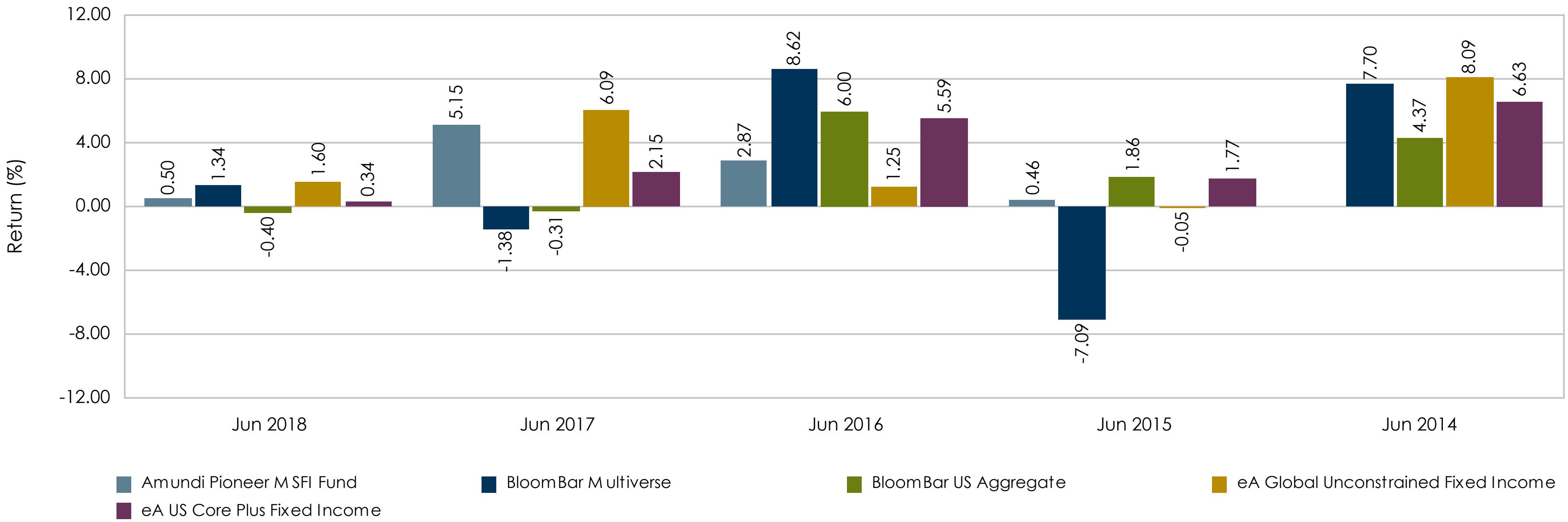


	3 Months	YTD	FYTD	1 Year	3 Years	4 Years
Ranking	45 / 95	61 / 82	59 / 62	76 / 40	51 / 42	44 / 67
5th Percentile	0.75 / 0.47	1.61 / -0.28	3.18 / 0.16	5.49 / 1.69	5.05 / 3.83	4.52 / 3.33
25th Percentile	-0.09 / -0.01	0.07 / -1.14	0.98 / -0.54	2.78 / 0.74	3.65 / 3.04	3.08 / 2.82
50th Percentile	-1.28 / -0.19	-1.08 / -1.46	-0.44 / -0.80	1.60 / 0.34	2.83 / 2.65	1.87 / 2.40
75th Percentile	-5.18 / -0.38	-3.02 / -1.73	-1.91 / -1.15	0.51 / 0.00	1.83 / 2.24	-1.81 / 2.15
95th Percentile	-6.97 / -0.88	-5.45 / -2.23	-4.75 / -1.73	-2.13 / -0.71	-2.23 / 1.88	-4.25 / 1.71
Observations	145 / 135	145 / 135	145 / 135	145 / 135	135 / 130	119 / 126

The rankings represent the portfolio's returns versus a peer universe. The rankings are on a scale of 1 to 100 with 1 being the best.

Amundi Pioneer MSFI Fund

For the One Year Periods Ending June



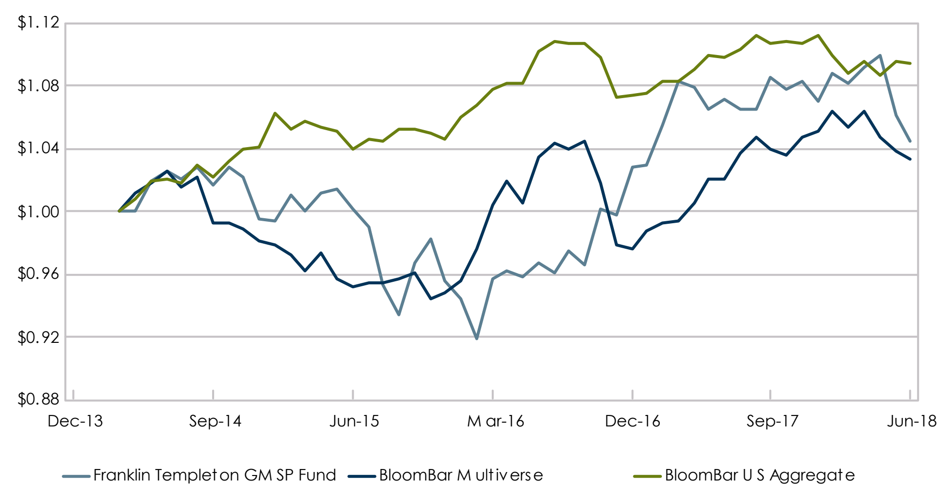
	Jun 2018	Jun 2017	Jun 2016	Jun 2015	Jun 2014
Ranking	76 / 40	58 / 5	30 / 97	43 / 89	
5th Percentile	5.49 / 1.69	11.84 / 4.88	5.81 / 7.05	4.22 / 3.28	16.29 / 10.55
25th Percentile	2.78 / 0.74	8.24 / 3.27	3.29 / 6.09	1.57 / 2.25	10.58 / 7.87
50th Percentile	1.60 / 0.34	6.09 / 2.15	1.25 / 5.59	-0.05 / 1.77	8.09 / 6.63
75th Percentile	0.51 / 0.00	3.48 / 1.30	-0.81 / 4.76	-6.45 / 1.22	5.25 / 5.71
95th Percentile	-2.13 / -0.71	-0.19 / 0.18	-11.96 / 3.08	-17.70 / -0.66	1.19 / 4.46
Observations	145 / 135	154 / 140	184 / 149	168 / 172	149 / 175

The rankings represent the portfolio's returns versus a peer universe. The rankings are on a scale of 1 to 100 with 1 being the best.

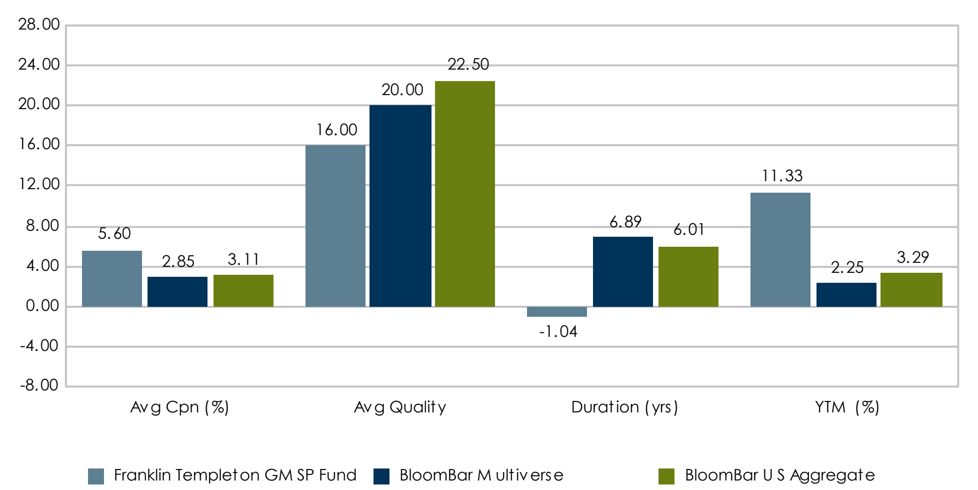
Franklin Templeton GMSP Fund

For the Periods Ending June 30, 2018

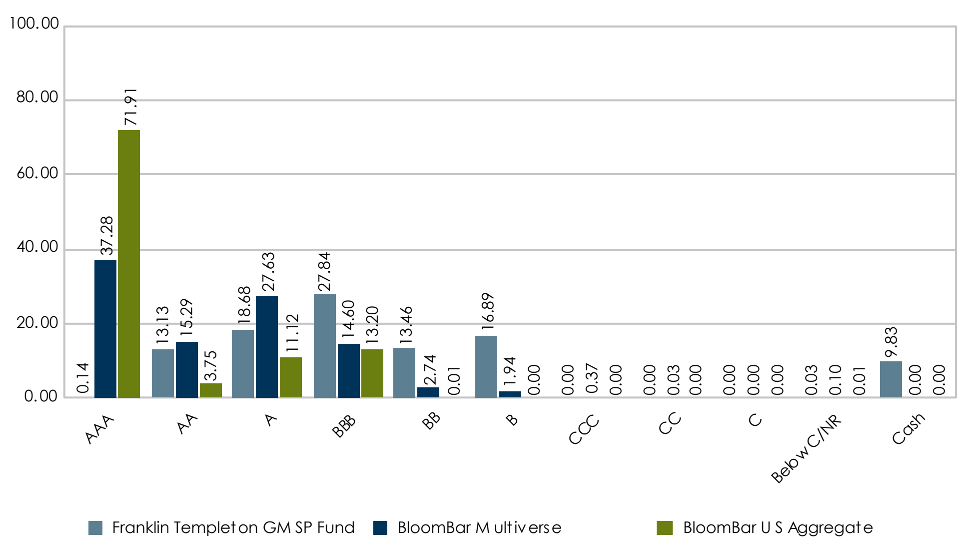
Growth of a Dollar



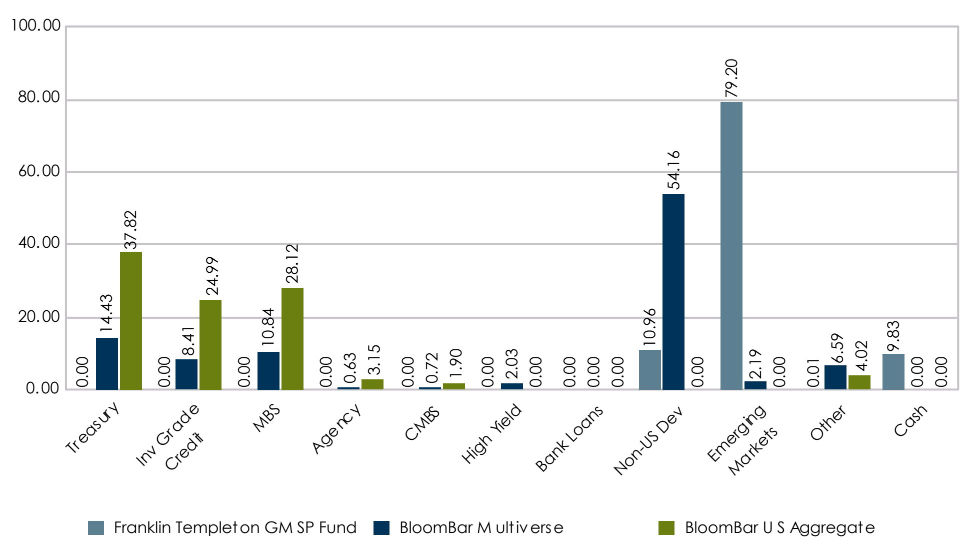
Characteristics



Quality Allocation



Sector Allocation



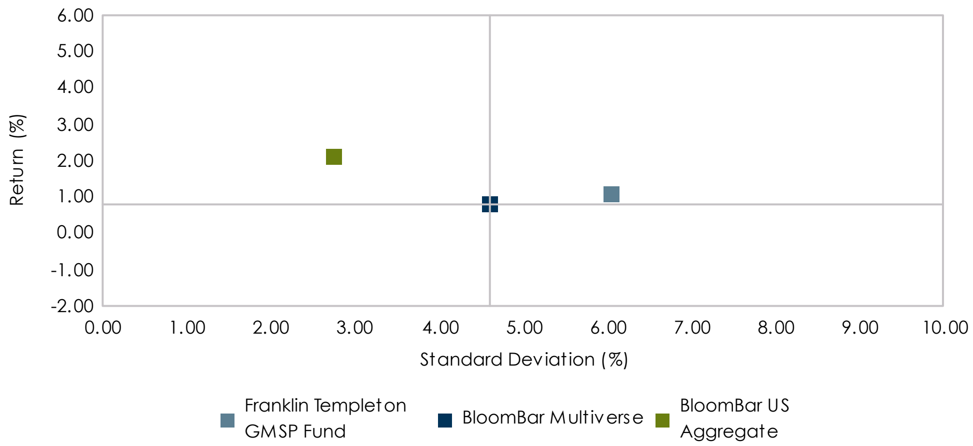
Characteristic and allocation charts represents the composite data of the Franklin Templeton\Global Multisector Plus.

The Other sector consists of ABS, CMO, Convertibles, Municipals, Private Placements/144As and TIPS.

Franklin Templeton GMSP Fund

For the Periods Ending June 30, 2018

Risk / Return Since Apr 2014



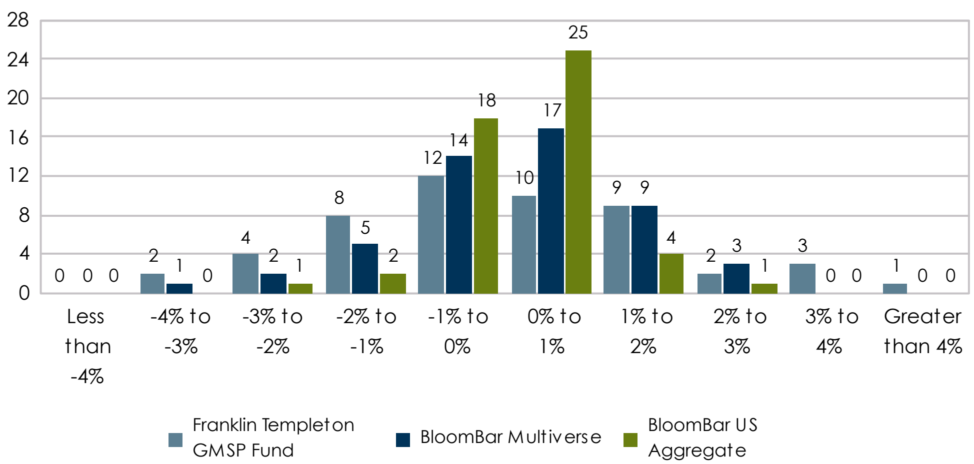
Portfolio Statistics Since Apr 2014

	Franklin Templeton GMSP Fund	BloomBar Multiverse	BloomBar US Aggregate
Return (%)	1.05	0.79	2.14
Standard Deviation (%)	6.05	4.60	2.76
Sharpe Ratio	0.10	0.08	0.62

Benchmark Relative Statistics

Beta	0.09	-0.14
R Squared (%)	0.42	0.39
Alpha (%)	1.16	1.53
Tracking Error (%)	7.35	6.80
Batting Average (%)	45.10	45.10
Up Capture (%)	14.17	-1.02
Down Capture (%)	-1.34	-42.89

Return Histogram Since Apr 2014



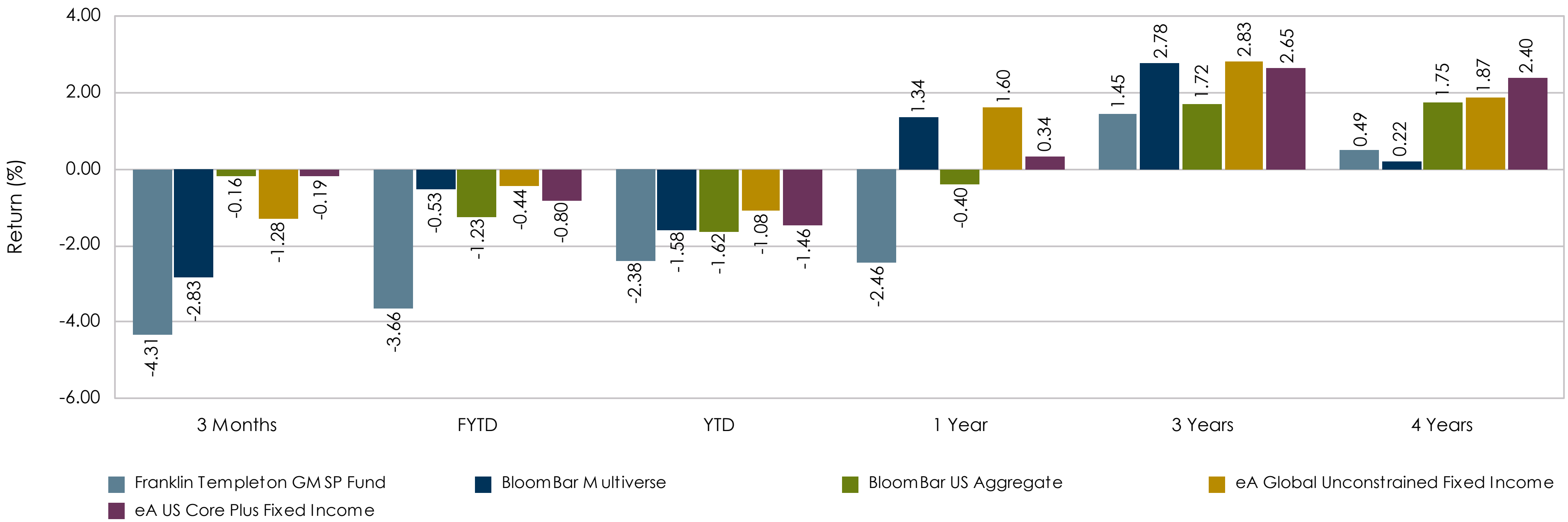
Return Analysis Since Apr 2014

	Franklin Templeton GMSP Fund	BloomBar Multiverse	BloomBar US Aggregate
Number of Months	51	51	51
Highest Monthly Return (%)	4.03	2.89	2.10
Lowest Monthly Return (%)	-3.68	-3.88	-2.37
Number of Positive Months	25	29	30
Number of Negative Months	26	22	21
% of Positive Months	49.02	56.86	58.82

Statistics are calculated using monthly return data.

Franklin Templeton GMSP Fund

For the Periods Ending June 30, 2018

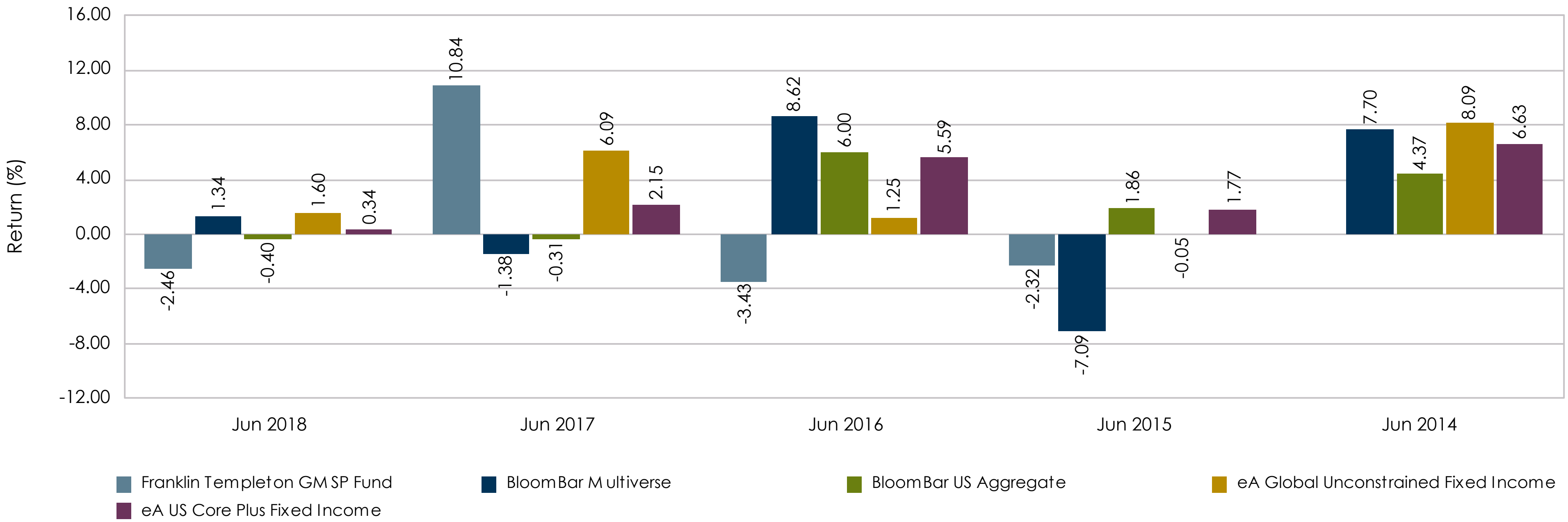


	3 Months	FYTD	YTD	1 Year	3 Years	4 Years
Ranking	70 / 99	94 / 99	67 / 99	98 / 99	80 / 99	65 / 99
5th Percentile	0.75 / 0.47	3.18 / 0.16	1.61 / -0.28	5.49 / 1.69	5.05 / 3.83	4.52 / 3.33
25th Percentile	-0.09 / -0.01	0.98 / -0.54	0.07 / -1.14	2.78 / 0.74	3.65 / 3.04	3.08 / 2.82
50th Percentile	-1.28 / -0.19	-0.44 / -0.80	-1.08 / -1.46	1.60 / 0.34	2.83 / 2.65	1.87 / 2.40
75th Percentile	-5.18 / -0.38	-1.91 / -1.15	-3.02 / -1.73	0.51 / 0.00	1.83 / 2.24	-1.81 / 2.15
95th Percentile	-6.97 / -0.88	-4.75 / -1.73	-5.45 / -2.23	-2.13 / -0.71	-2.23 / 1.88	-4.25 / 1.71
Observations	145 / 135	145 / 135	145 / 135	145 / 135	135 / 130	119 / 126

The rankings represent the portfolio's returns versus a peer universe. The rankings are on a scale of 1 to 100 with 1 being the best.

Franklin Templeton GMSP Fund

For the One Year Periods Ending June



Ranking	98 / 99	7 / 2	85 / 99	68 / 99	
5th Percentile	5.49 / 1.69	11.84 / 4.88	5.81 / 7.05	4.22 / 3.28	16.29 / 10.55
25th Percentile	2.78 / 0.74	8.24 / 3.27	3.29 / 6.09	1.57 / 2.25	10.58 / 7.87
50th Percentile	1.60 / 0.34	6.09 / 2.15	1.25 / 5.59	-0.05 / 1.77	8.09 / 6.63
75th Percentile	0.51 / 0.00	3.48 / 1.30	-0.81 / 4.76	-6.45 / 1.22	5.25 / 5.71
95th Percentile	-2.13 / -0.71	-0.19 / 0.18	-11.96 / 3.08	-17.70 / -0.66	1.19 / 4.46
Observations	145 / 135	154 / 140	184 / 149	168 / 172	149 / 175

The rankings represent the portfolio's returns versus a peer universe. The rankings are on a scale of 1 to 100 with 1 being the best.

FMIvT Diversified Large Cap Equity Portfolio

For the Periods Ending June 30, 2018

Portfolio Description

- **Strategy** Large Cap US Equity
- **Manager** Janus/INTECH, Hotchkis & Wiley, & Atlanta Capital
- **Vehicle** Non-Mutual Commingled
- **Benchmark** Russell 1000
- **Performance Inception Date** October 2017
- **Fees** Manager Fee - 49 bps; Admin Fee - 14.5 bps
- **Total Expenses** Approximately 65 bps

Portfolio Information

- **Minimum initial investment** $50,000
- **Minimum subsequent investments** $5,000
- **Minimum redemption** $5,000
- The Portfolio is open once a month, on the first business day following the Portfolio Valuation date, to accept Member contributions or redemptions.
- The Portfolio is valued on the last business day of the month.
- The Administrator must have advance written notification of Member contributions or redemptions.

Portfolio Objectives and Constraints

- Invests in large cap US stocks that are diversified by industry and sector.
- Outperform the Russell 1000 over a complete market cycle (usually 3 to 5 years).
- Rank above median in a relevant peer group universe.
- Stock values fluctuate in response to the activities of individual companies, the general market and economic conditions. Shares of the Portfolio are neither insured nor guaranteed by any US Government agency, including the FDIC.

Dollar Growth Summary ($000s)

	3 Months	FYTD
Beginning Market Value	**275,120**	**301,795**
Net Additions	-22,051	-66,198
Return on Investment	7,107	24,579
Ending Market Value	**260,176**	**260,176**

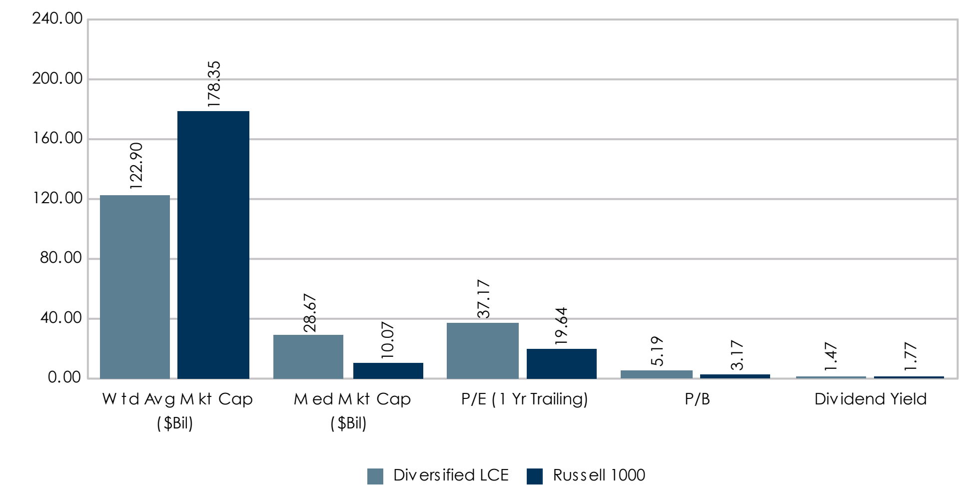
FMIvT Diversified Large Cap Equity Portfolio

For the Periods Ending June 30, 2018

Manager Allocation

Name	Market Value ($000s)	Allocation (%)
Total Diversified LCE	**260,176**	**100.00**
Intech US Broad Enhanced Plus Fund	149,976	57.64
Atlanta Capital High Quality Growth	57,130	21.96
Hotchkis & Wiley Diversified Value	53,071	20.40

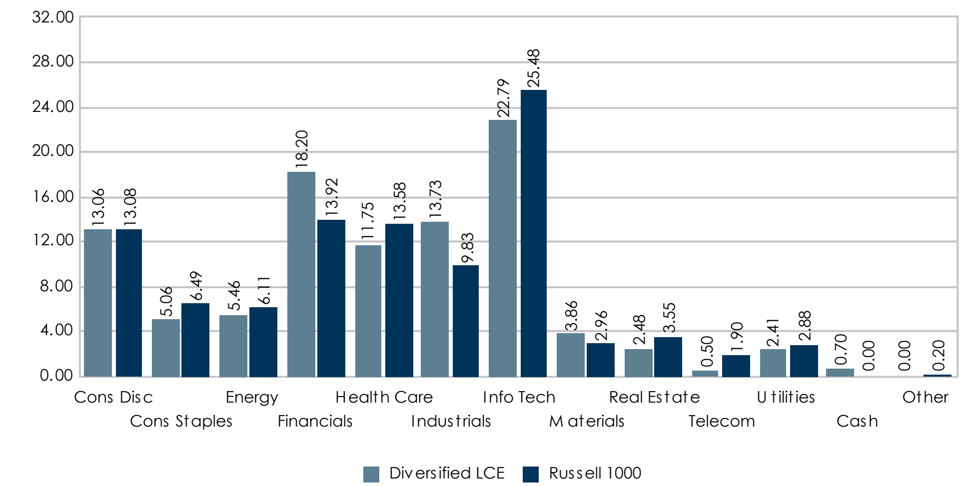
Characteristics



Dollar Growth Summary ($000s)

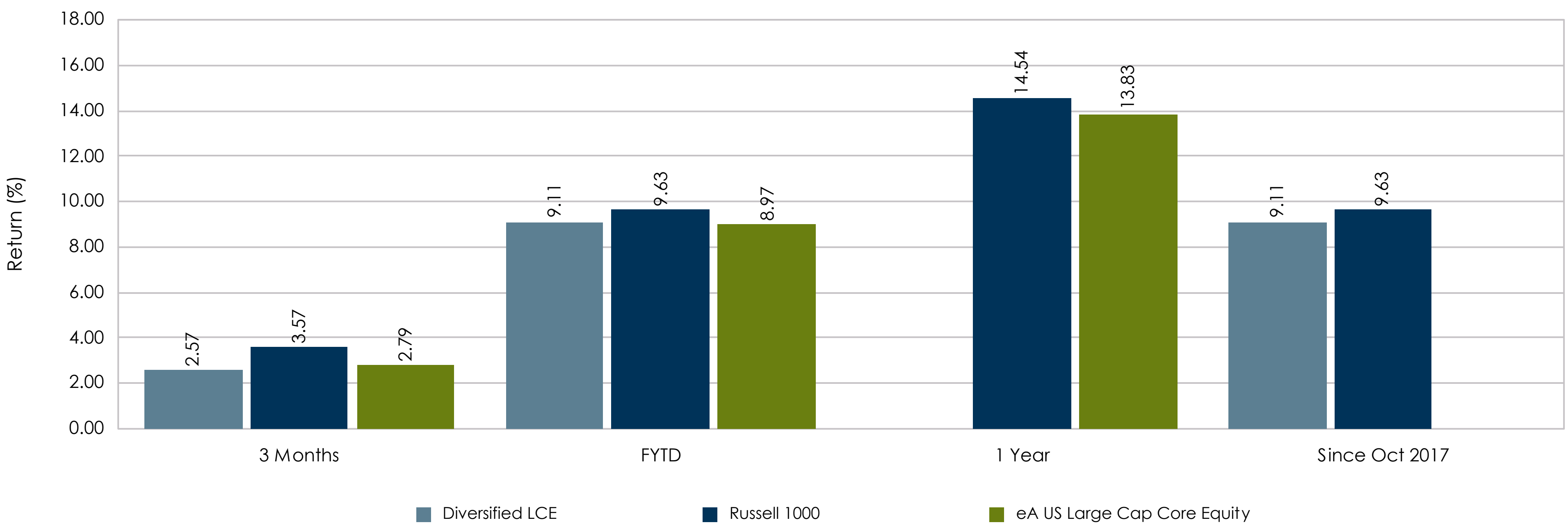
	3 Months	FYTD
Beginning Market Value	**275,120**	**301,795**
Net Additions	-22,051	-66,198
Return on Investment	7,107	24,579
Ending Market Value	**260,176**	**260,176**

Sector Allocation



FMIvT Diversified Large Cap Equity Portfolio

For the Periods Ending June 30, 2018



	3 Months	FYTD	1 Year
Ranking	57	48	
5th Percentile	5.03	14.01	20.31
25th Percentile	3.65	10.59	16.18
50th Percentile	2.79	8.97	13.83
75th Percentile	1.90	7.06	11.56
95th Percentile	0.69	3.68	7.19
Observations	346	345	345

The rankings represent the portfolio's returns versus a peer universe. The rankings are on a scale of 1 to 100 with 1 being the best.

Investment Guidelines

Diversified Large Cap Equity Portfolio

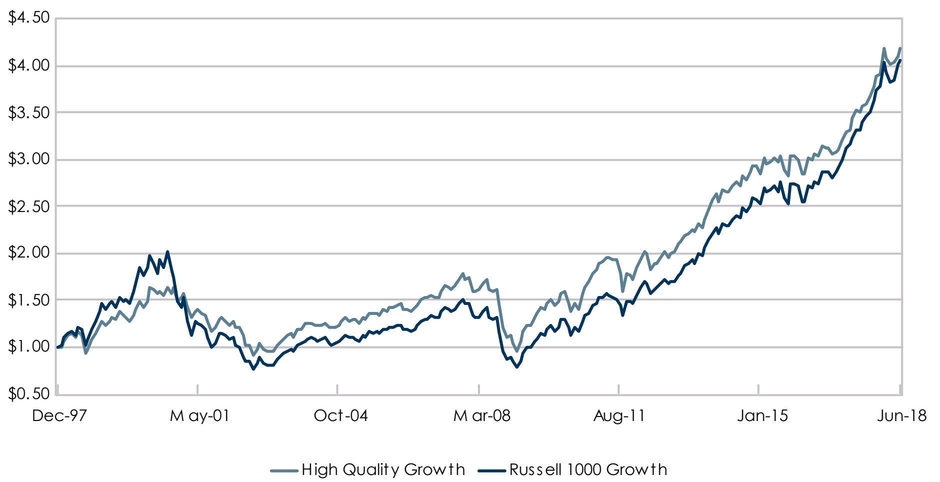
For the Periods Ending June 30, 2018

Manager Allocations	Target %	Range%	Actual Portfolio	Within Guidelines?	Comments
INTECH Broad Enhanced Russell 1000	60.0%	50% - 70%	57.64%	Yes	
Atlanta Capital High Quality Growth	20.0%	10% - 30%	21.96%	Yes	
Hotchkis & Wiley Diversified Value	20.0%	10% - 30%	20.40%	Yes	
Allocation		**Max. %**	**Actual Portfolio**	**Within Guidelines?**	**Comments**
A maximum of 10% of the portfolio, valued at market, may be invested in cash.		10.0%	0.70%	Yes	
The portfolio shall not own private placements, unregistered or registered stock, options, futures, or commodities, nor participate in margin trading.		N/A	N/A	Yes	

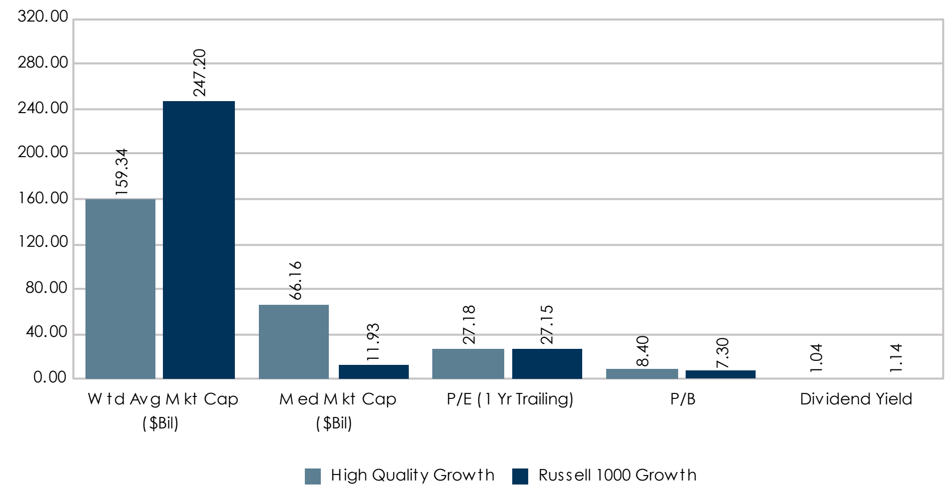
Atlanta Capital High Quality Growth

For the Periods Ending June 30, 2018

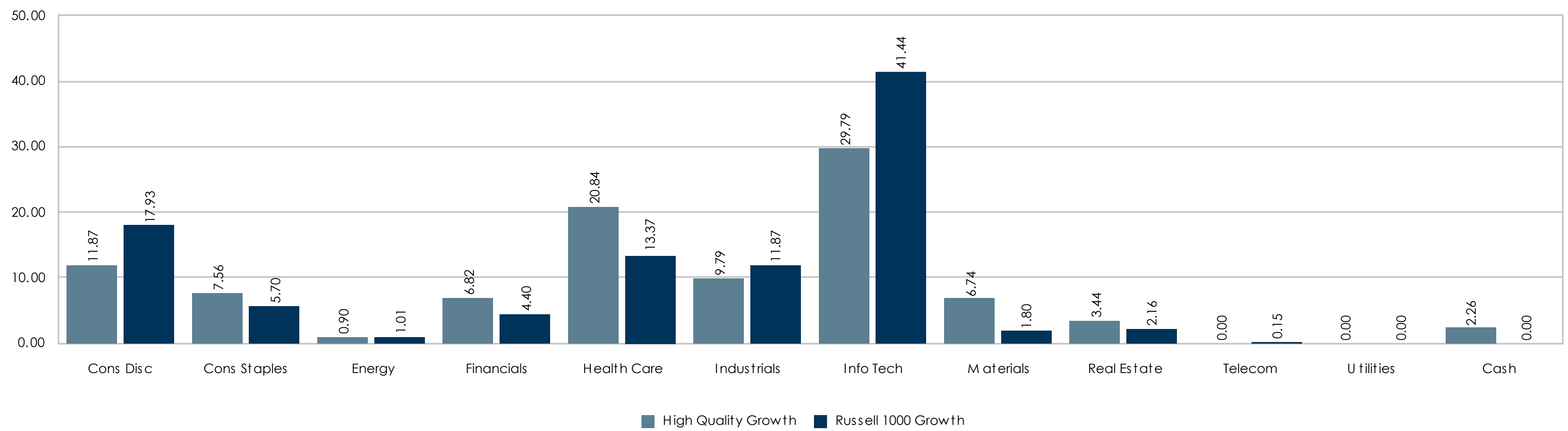
Growth of a Dollar



Characteristics



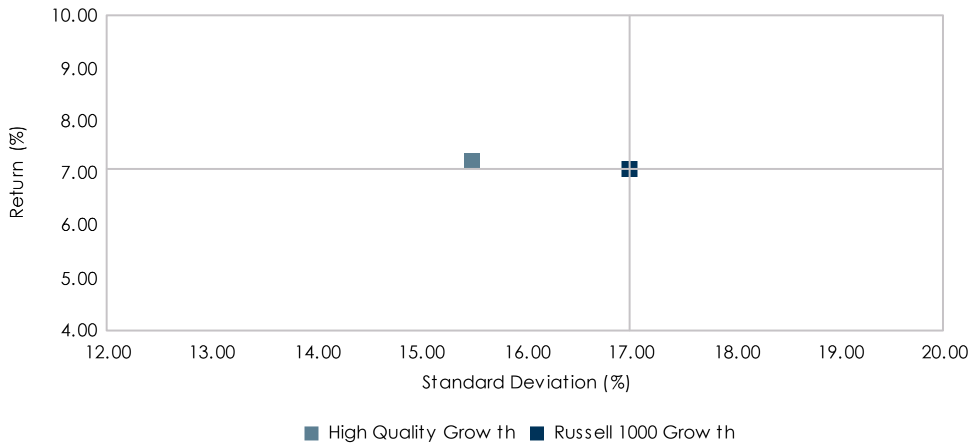
Sector Allocation



Atlanta Capital High Quality Growth

For the Periods Ending June 30, 2018

Risk / Return Since Jan 1998



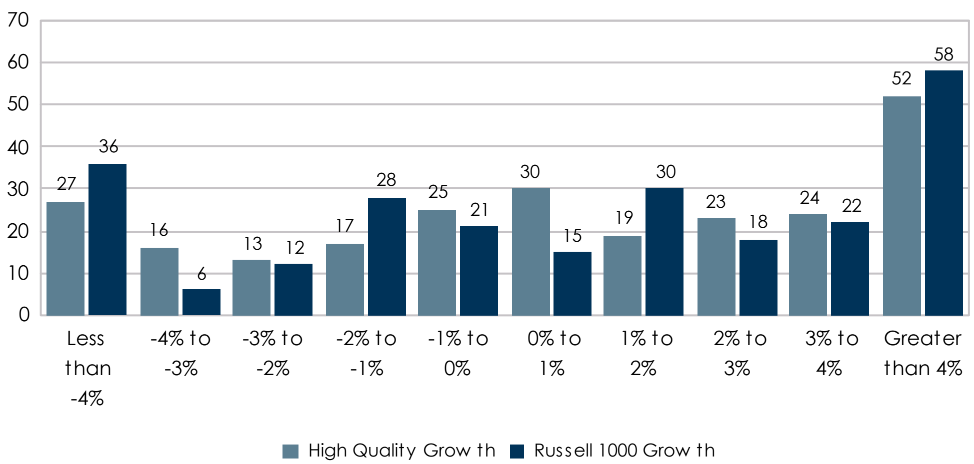
Portfolio Statistics Since Jan 1998

	High Quality Growth	Russell 1000 Growth
Return (%)	7.22	7.06
Standard Deviation (%)	15.49	16.99
Sharpe Ratio	0.35	0.31

Benchmark Relative Statistics

Beta	0.86
R Squared (%)	88.25
Alpha (%)	1.10
Tracking Error (%)	5.84
Batting Average (%)	45.53
Up Capture (%)	87.52
Down Capture (%)	88.05

Return Histogram Since Jan 1998



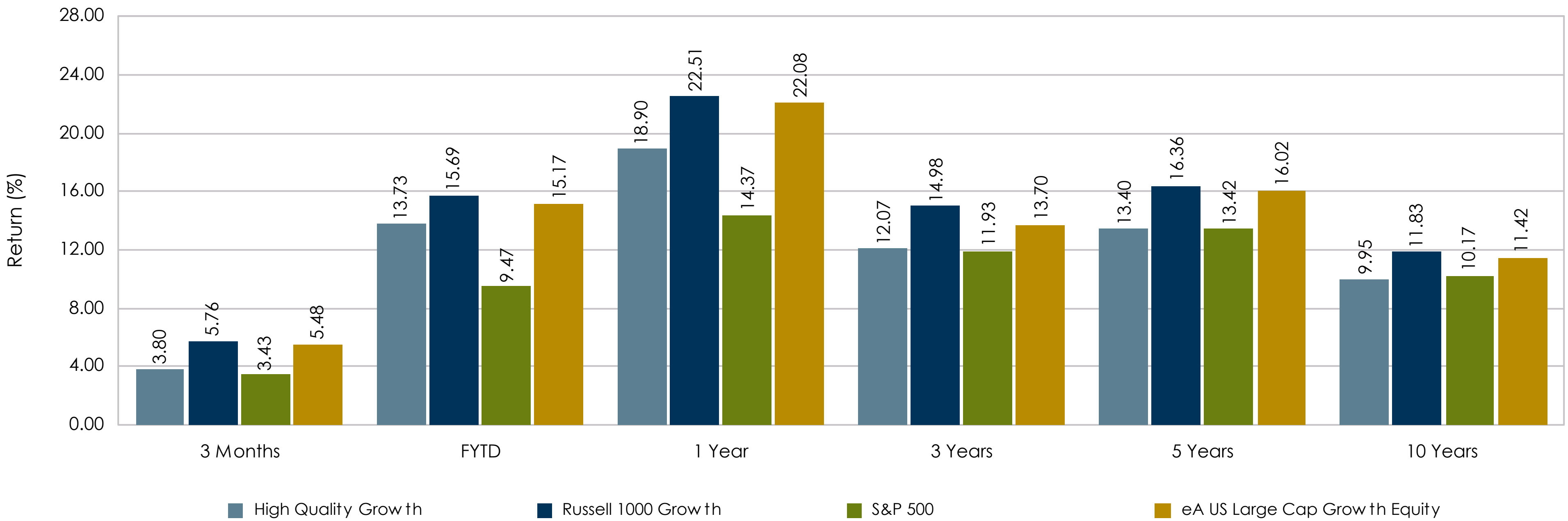
Return Analysis Since Jan 1998

	High Quality Growth	Russell 1000 Growth
Number of Months	246	246
Highest Monthly Return (%)	12.11	12.65
Lowest Monthly Return (%)	-17.56	-17.61
Number of Positive Months	148	143
Number of Negative Months	98	103
% of Positive Months	60.16	58.13

Statistics are calculated using monthly return data.

Atlanta Capital High Quality Growth

For the Periods Ending June 30, 2018

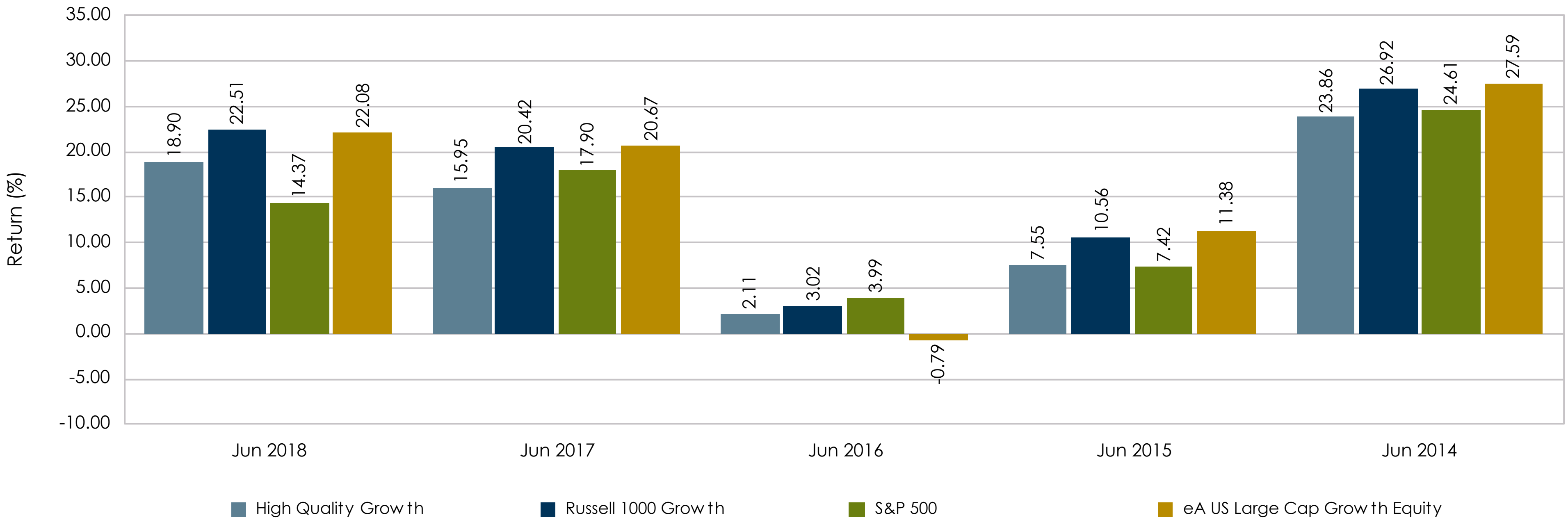


	3 Months	FYTD	1 Year	3 Years	5 Years	10 Years
Ranking	74	62	69	74	87	82
5th Percentile	8.43	23.75	30.07	17.20	19.16	13.50
25th Percentile	6.62	18.33	25.51	15.17	17.37	12.33
50th Percentile	5.48	15.17	22.08	13.70	16.02	11.42
75th Percentile	3.68	12.18	17.70	11.80	14.24	10.42
95th Percentile	1.67	7.65	12.08	8.66	11.63	8.81
Observations	280	280	279	274	270	237

The rankings represent the portfolio's returns versus a peer universe. The rankings are on a scale of 1 to 100 with 1 being the best.

Atlanta Capital High Quality Growth

For the One Year Periods Ending June



	Jun 2018	Jun 2017	Jun 2016	Jun 2015	Jun 2014
Ranking	69	89	25	83	82
5th Percentile	30.07	28.59	6.52	16.93	33.76
25th Percentile	25.51	23.10	1.96	13.51	29.96
50th Percentile	22.08	20.67	-0.79	11.38	27.59
75th Percentile	17.70	18.19	-3.13	8.82	25.03
95th Percentile	12.08	14.55	-6.84	4.47	20.59
Observations	279	307	330	342	361

The rankings represent the portfolio's returns versus a peer universe. The rankings are on a scale of 1 to 100 with 1 being the best.

Investment Guidelines

Atlanta Capital High Quality Growth

For the Periods Ending June 30, 2018

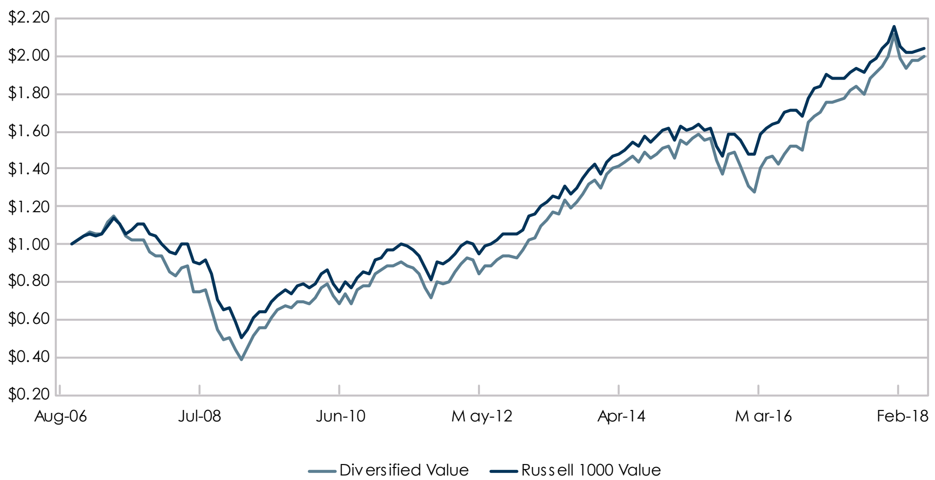
Portfolio Sector Allocations	Maximum	Actual Portfolio	Within Guidelines?	Comments
Maximum sector concentration shall be no more than 30% in any one sector as defined by the Standard & Poor's GICS.				
Consumer Discretionary	30.00%	11.87%	Yes	
Consumer Staples	30.00%	7.56%	Yes	
Energy	30.00%	0.90%	Yes	
Financials	30.00%	6.82%	Yes	
Health Care	30.00%	20.84%	Yes	
Industrials	30.00%	9.79%	Yes	
Information Technology	30.00%	29.79%	Yes	
Materials	30.00%	6.74%	Yes	
Real Estate	30.00%	3.44%	Yes	
Telecommunication Services	30.00%	0.00%	Yes	
Utilities	30.00%	0.00%	Yes	

Allocation	Max. %	Actual Portfolio	Within Guidelines?	Comments
A maximum of 10% of the portfolio, valued at market, may be invested in cash.	10.0%	2.26%	Yes	
A maximum of 15% of the portfolio may be held in securities that have an S&P equity ranking or Value Line Financial Strength rating below B+.	15.0%	6.81%	Yes	
A maximum of 5% of the portfolio may be invested in the securities of an individual corporation.	5.0%	4.77%	Yes	Largest Position Noted
A maximum of 10% of the portfolio, valued at market, may be invested in convertible issues (must have rating of Baa/BBB or better).	10.0%	0.00%	Yes	
A maximum of 5% of the portfolio, valued at market, may be invested in any one convertible issuer.	5.0%	0.00%	Yes	
Maximum of 20% of the Portfolio, valued at market, may be invested in ADRs and common stocks of corporations organized under the laws of any country other than the United States, which are traded primarily on a US stock exchange.	20.0%	8.91%	Yes	

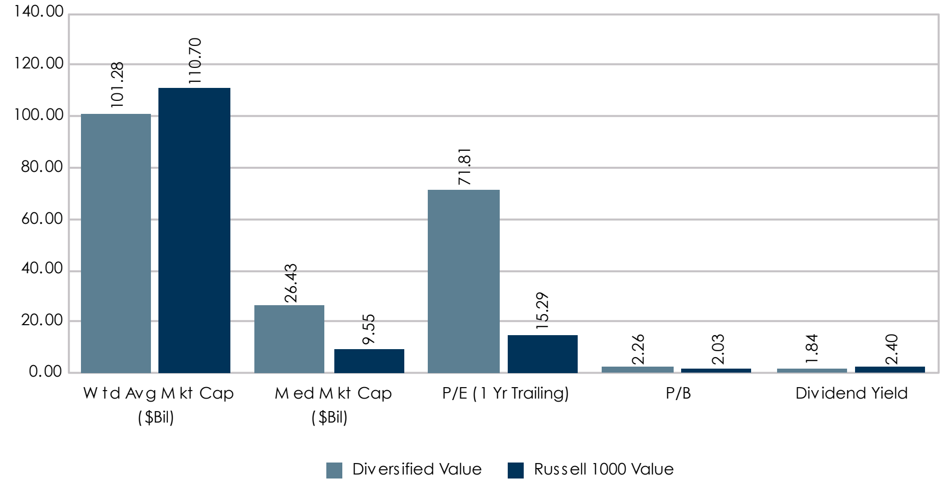
Hotchkis & Wiley Diversified Value

For the Periods Ending June 30, 2018

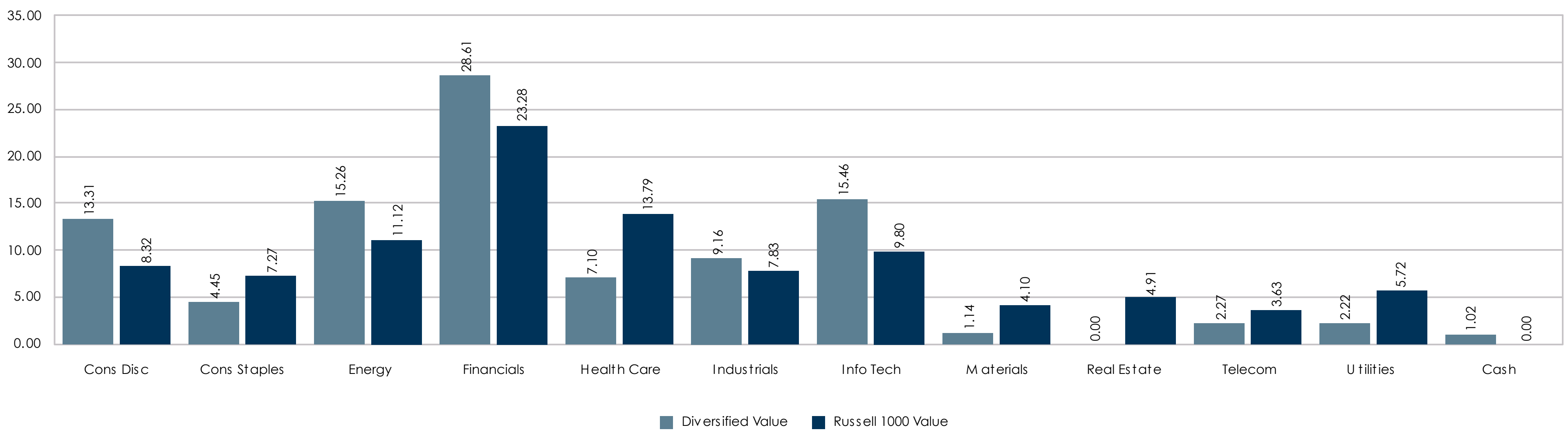
Growth of a Dollar



Characteristics



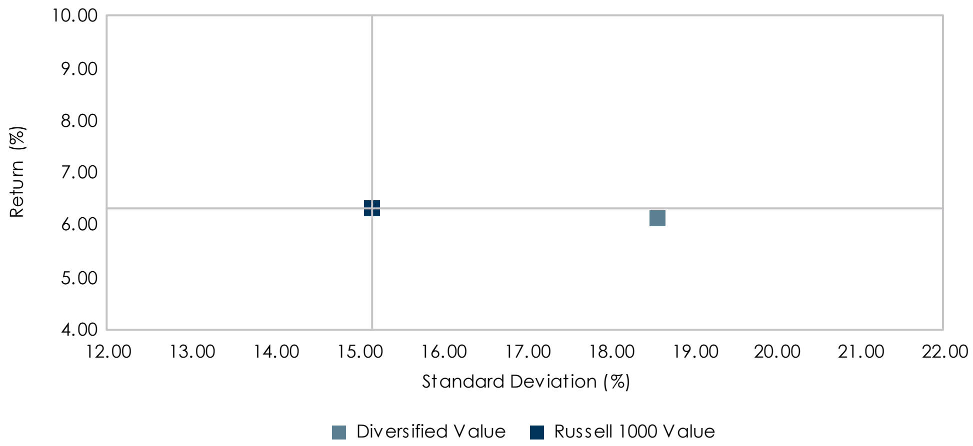
Sector Allocation



Hotchkis & Wiley Diversified Value

For the Periods Ending June 30, 2018

Risk / Return Since Nov 2006



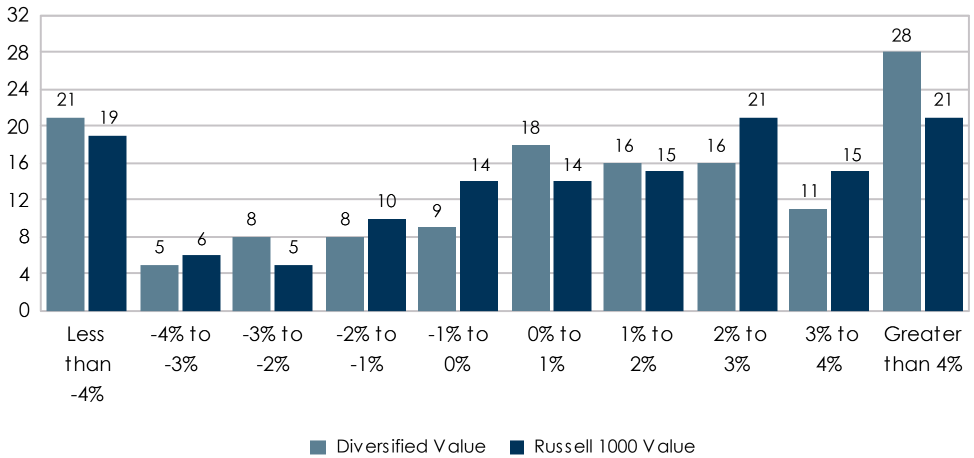
Portfolio Statistics Since Nov 2006

	Diversified Value	Russell 1000 Value
Return (%)	6.13	6.30
Standard Deviation (%)	18.57	15.17
Sharpe Ratio	0.29	0.36

Benchmark Relative Statistics

Beta	1.17
R Squared (%)	90.80
Alpha (%)	-0.80
Tracking Error (%)	6.18
Batting Average (%)	55.00
Up Capture (%)	116.50
Down Capture (%)	114.66

Return Histogram Since Nov 2006



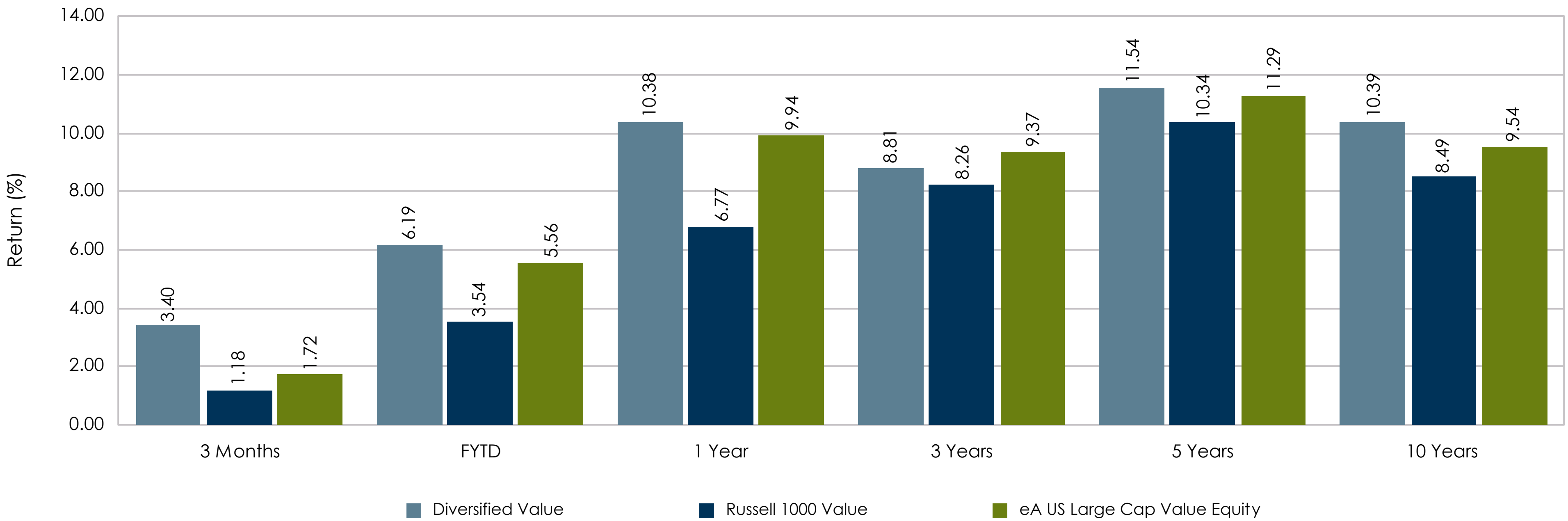
Return Analysis Since Nov 2006

	Diversified Value	Russell 1000 Value
Number of Months	140	140
Highest Monthly Return (%)	15.99	11.45
Lowest Monthly Return (%)	-16.08	-17.31
Number of Positive Months	89	86
Number of Negative Months	51	54
% of Positive Months	63.57	61.43

Statistics are calculated using monthly return data.

Hotchkis & Wiley Diversified Value

For the Periods Ending June 30, 2018

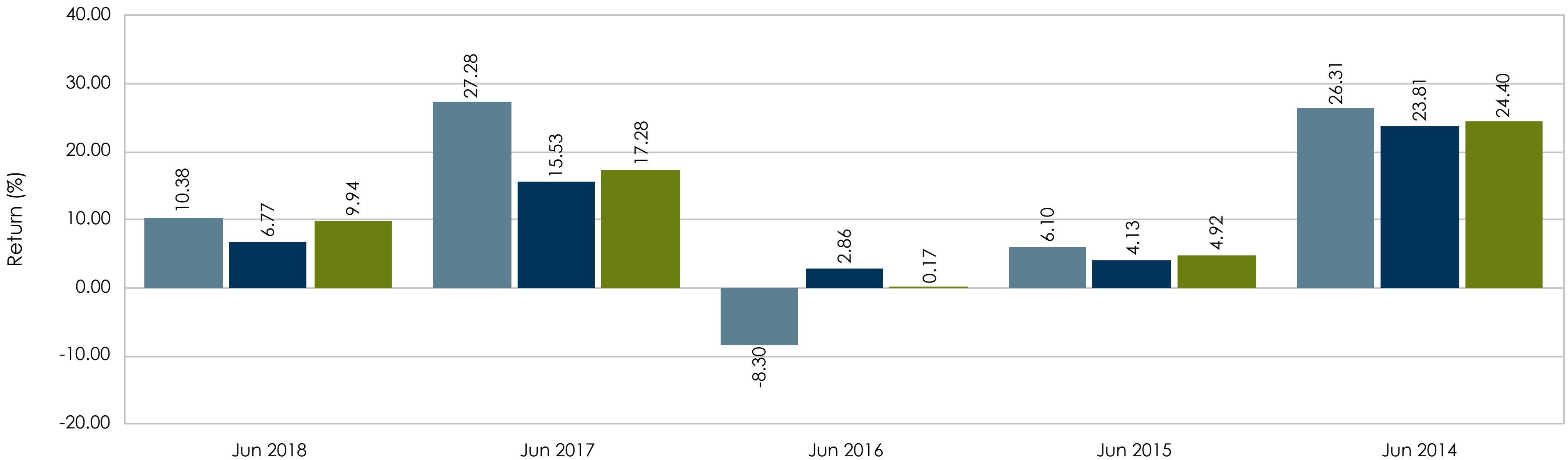


	3 Months	FYTD	1 Year	3 Years	5 Years	10 Years
Ranking	12	40	46	62	45	26
5th Percentile	4.47	10.16	15.83	12.36	13.60	11.81
25th Percentile	2.65	7.38	12.09	10.57	12.16	10.41
50th Percentile	1.72	5.56	9.94	9.37	11.29	9.54
75th Percentile	0.72	4.12	7.97	8.09	10.17	8.69
95th Percentile	-0.44	1.47	4.66	5.41	8.09	6.81
Observations	363	363	363	359	348	292

The rankings represent the portfolio's returns versus a peer universe. The rankings are on a scale of 1 to 100 with 1 being the best.

Hotchkis & Wiley Diversified Value

For the One Year Periods Ending June



	Jun 2018	Jun 2017	Jun 2016	Jun 2015	Jun 2014
Ranking	46	4	94	36	30
5th Percentile	15.83	26.94	10.76	10.28	31.01
25th Percentile	12.09	20.40	3.82	6.89	26.70
50th Percentile	9.94	17.28	0.17	4.92	24.40
75th Percentile	7.97	14.18	-3.74	2.65	22.07
95th Percentile	4.66	8.59	-8.83	-2.24	19.05
Observations	363	399	425	426	433

The rankings represent the portfolio's returns versus a peer universe. The rankings are on a scale of 1 to 100 with 1 being the best.

Investment Guidelines

Hotchkis & Wiley Diversified Value

For the Periods Ending June 30, 2018

Portfolio Sector Allocations	Maximum	Actual Portfolio	Within Guidelines?	Comments
Maximum sector concentration shall be no more than 35% for any sector as defined by the Standard & Poor's GICS.				
Consumer Discretionary	35.00%	13.31%	Yes	
Consumer Staples	35.00%	4.45%	Yes	
Energy	35.00%	15.26%	Yes	
Financials	35.00%	28.61%	Yes	
Health Care	35.00%	7.10%	Yes	
Industrials	35.00%	9.16%	Yes	
Information Technology	35.00%	15.46%	Yes	
Materials	35.00%	1.14%	Yes	
Real Estate	35.00%	0.00%	Yes	
Telecommunication Services	35.00%	2.27%	Yes	
Utilities	35.00%	2.22%	Yes	
Allocation	**Max. %**	**Actual Portfolio**	**Within Guidelines?**	**Comments**
A maximum of 10% of the portfolio, valued at market, may be invested in cash.	10.0%	1.02%	Yes	
The portfolio shall not own more than 5% of the outstanding common stock of any individual corporation.	5.0%	N/A	Yes	
A maximum of 7.5% of the portfolio may be invested in the securities of an individual corporation.	7.5%	4.89%	Yes	Largest Position Noted
A maximum of 10% of the portfolio, valued at market, may be invested in convertible issues (must have rating of Baa/BBB or better).	10.0%	0.00%	Yes	
A maximum of 5% of the portfolio, valued at market, may be invested in any one convertible issuer.	5.0%	0.00%	Yes	
A maximum of 20% of the portfolio, valued at cost, may be invested in common stocks of corporations that are organized under the laws of any country other than the United States and traded on the NYSE, AMEX, or NASDAQ.	20.0%	18.77%	No	

FMIvT Diversified SMID Cap Equity Portfolio

For the Periods Ending June 30, 2018

Portfolio Description

- **Strategy** Small to Mid (SMID) (Strategy change in 2010)
- **Manager** Atlanta Capital Management Company
- **Vehicle** Separately Managed Account
- **Benchmark** A blend of Russell 2500 and Russell 2000
- **Performance Inception Date** January 2000
- **Fees** Manager Fee - 45 bps; Admin Fee - 14.5 bps
- **Total Expenses** Approximately 63 bps

Portfolio Information

- **Minimum initial investment** $50,000
- **Minimum subsequent investments** $5,000
- **Minimum redemption** $5,000
- The Portfolio is open once a month, on the first business day following the Portfolio Valuation date, to accept Member contributions or redemptions.
- The Portfolio is valued on the last business day of the month.
- The Administrator must have advance written notification of Member contributions or redemptions.

Portfolio Objectives and Constraints

- Invests in small to mid cap core style common stocks of companies domiciled in the US or traded on the New York Stock Exchange.
- Outperform a blended index of the Russell 2500 beginning June 1, 2010 and the Russell 2000 prior to that, over a complete market cycle (usually 3 to 5 years).
- Rank above median in a relevant peer group universe.
- Stock values fluctuate in response to the activities of individual companies, the general market and economic conditions. Shares of the Portfolio are neither insured nor guaranteed by any US Government agency, including the FDIC.

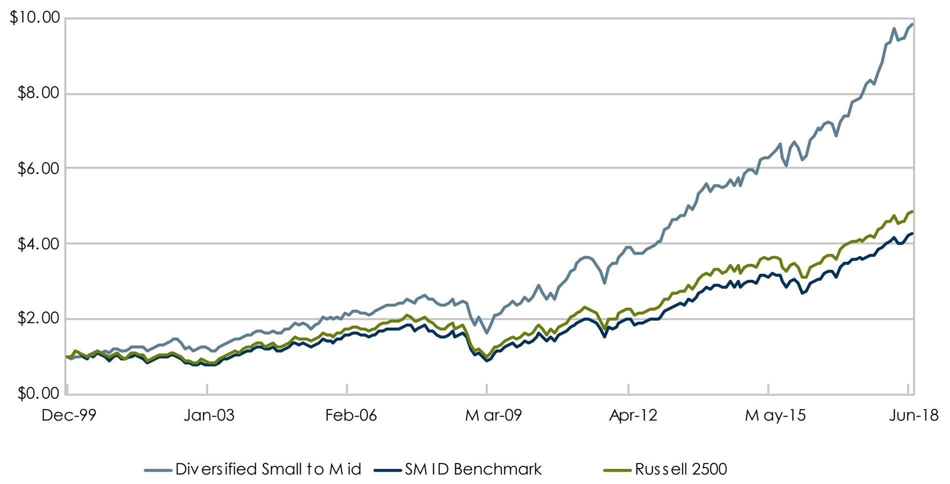
Dollar Growth Summary ($000s)

	FYTD	1 Year
Beginning Market Value	**120,571**	**116,115**
Net Additions	-11,330	-11,409
Return on Investment	19,139	23,674
Income	*887*	*1,102*
Gain/Loss	*18,252*	*22,572*
Ending Market Value	**128,379**	**128,379**

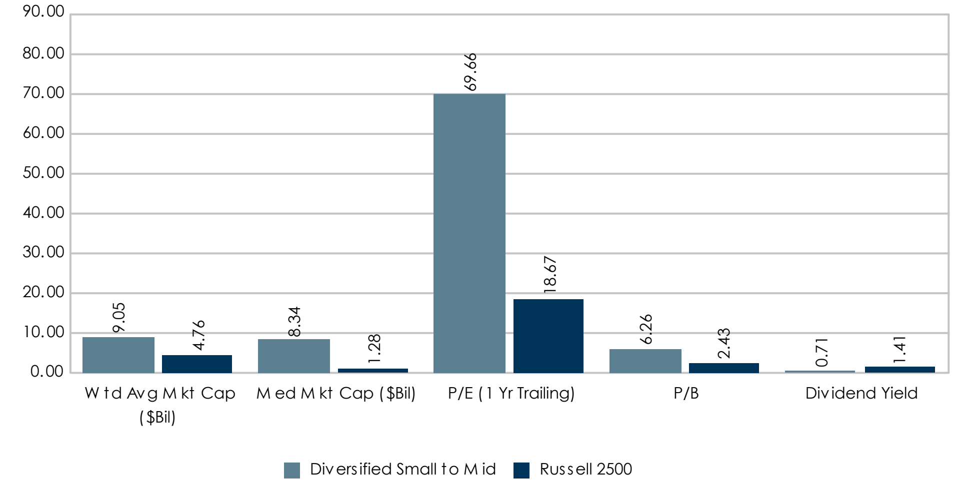
FMIvT Diversified SMID Cap Equity Portfolio

For the Periods Ending June 30, 2018

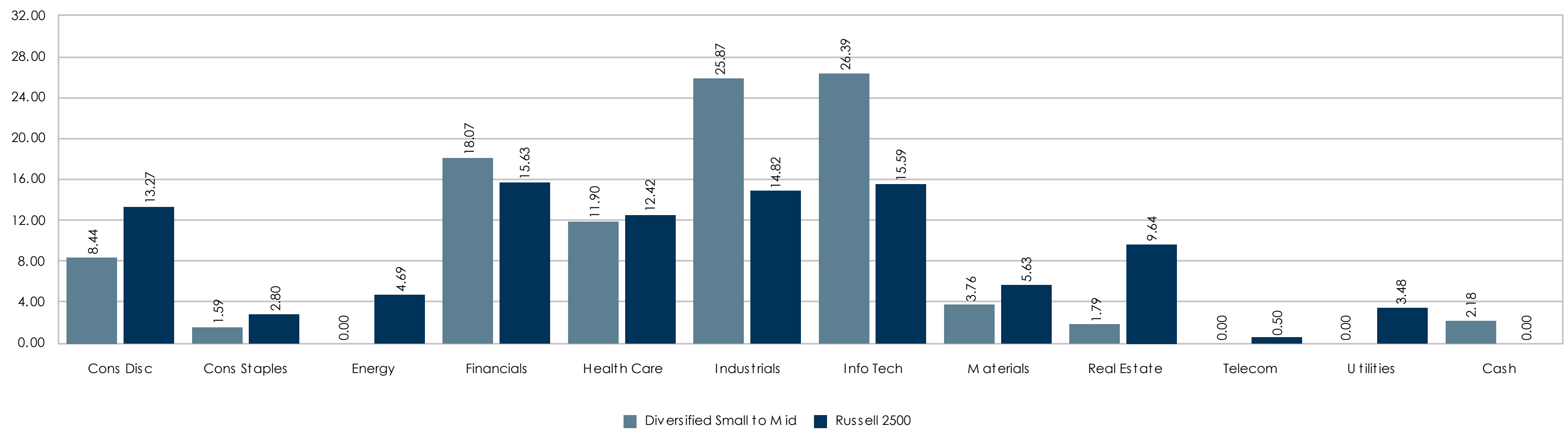
Growth of a Dollar



Characteristics



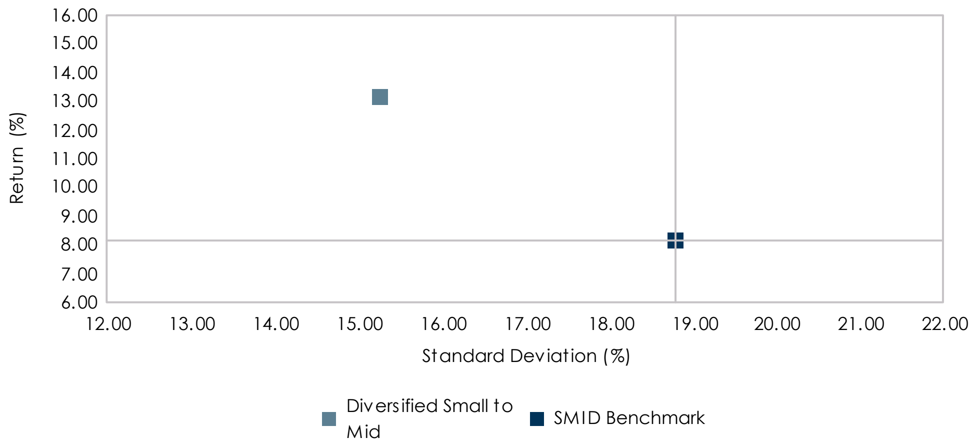
Sector Allocation



FMIvT Diversified SMID Cap Equity Portfolio

For the Periods Ending June 30, 2018

Risk / Return Since Jan 2000



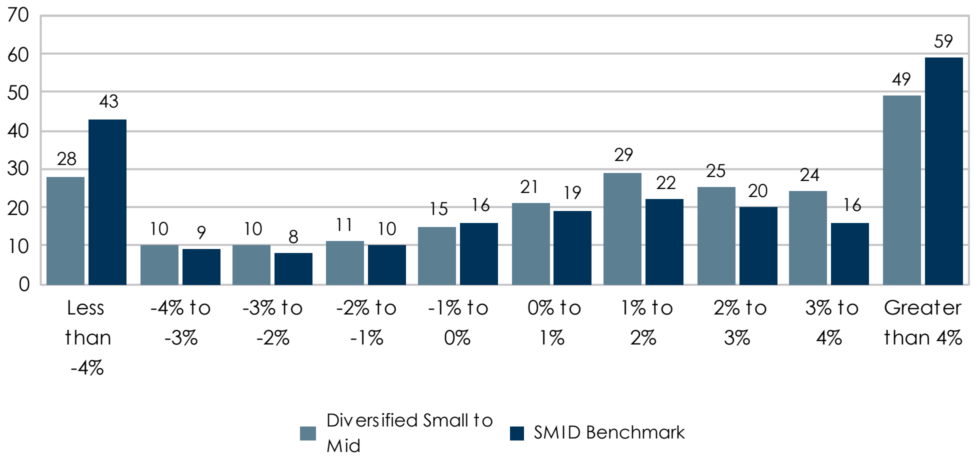
Portfolio Statistics Since Jan 2000

	Diversified Small to Mid	SMID Benchmark
Return (%)	13.16	8.14
Standard Deviation (%)	15.27	18.79
Sharpe Ratio	0.76	0.35

Benchmark Relative Statistics

Beta	0.74
R Squared (%)	83.11
Alpha (%)	6.65
Tracking Error (%)	7.94
Batting Average (%)	51.80
Up Capture (%)	84.75
Down Capture (%)	68.49

Return Histogram Since Jan 2000



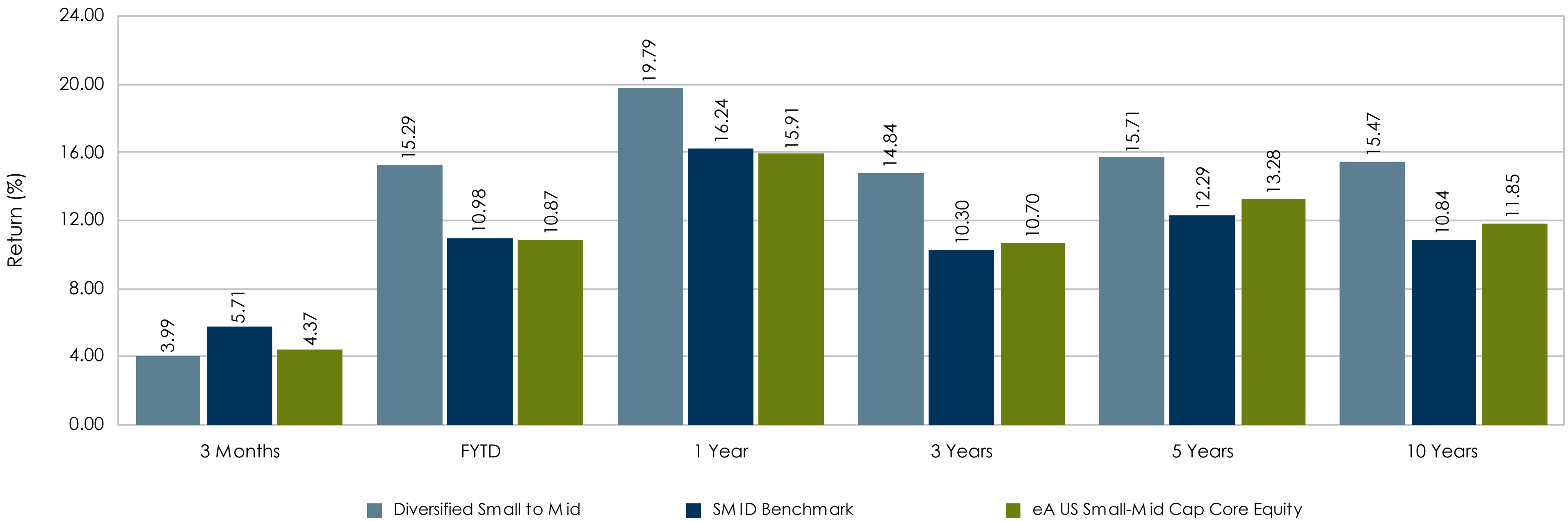
Return Analysis Since Jan 2000

	Diversified Small to Mid	SMID Benchmark
Number of Months	222	222
Highest Monthly Return (%)	15.00	16.51
Lowest Monthly Return (%)	-16.30	-20.80
Number of Positive Months	148	136
Number of Negative Months	74	86
% of Positive Months	66.67	61.26

Statistics are calculated using monthly return data.

FMIvT Diversified SMID Cap Equity Portfolio

For the Periods Ending June 30, 2018

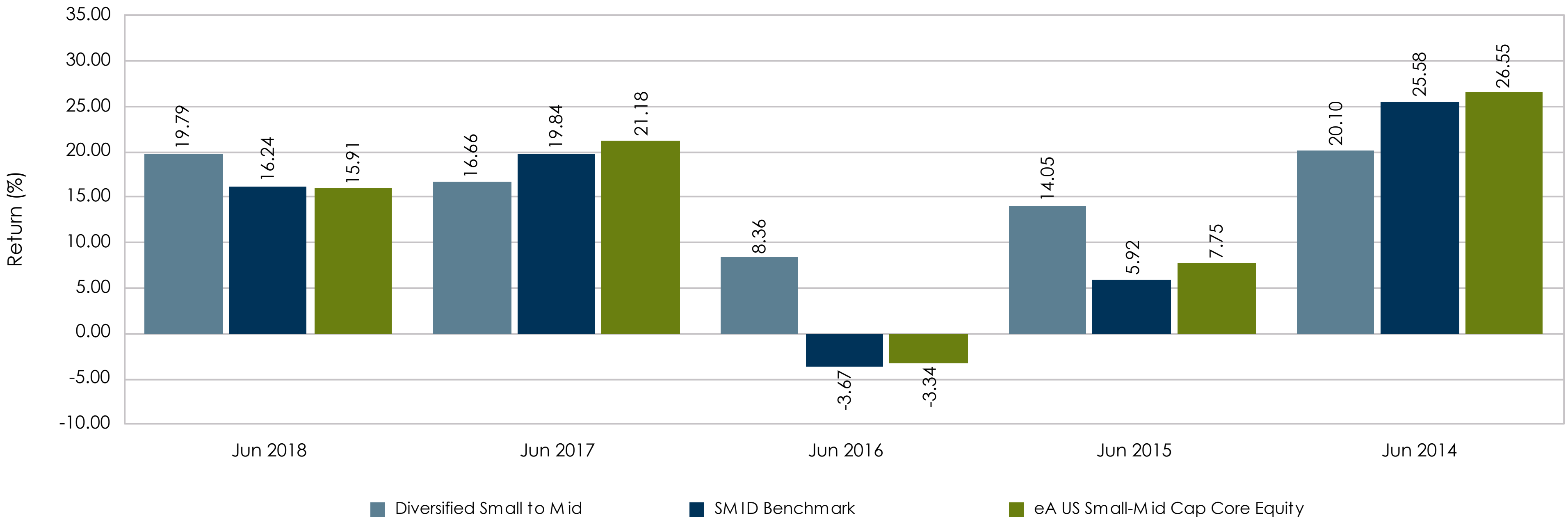


	3 Months	FYTD	1 Year	3 Years	5 Years	10 Years
Ranking	60	15	17	8	5	2
5th Percentile	7.60	18.16	24.38	15.10	15.66	14.65
25th Percentile	5.87	13.76	18.32	12.67	14.10	12.87
50th Percentile	4.37	10.87	15.91	10.70	13.28	11.85
75th Percentile	3.71	8.92	13.47	9.35	12.33	10.80
95th Percentile	1.99	4.95	9.22	6.34	9.62	9.19
Observations	79	79	79	75	68	48

The rankings represent the portfolio's returns versus a peer universe. The rankings are on a scale of 1 to 100 with 1 being the best.

FMIvT Diversified SMID Cap Equity Portfolio

For the One Year Periods Ending June



	Jun 2018	Jun 2017	Jun 2016	Jun 2015	Jun 2014
Ranking	17	83	2	5	95
5th Percentile	24.38	28.40	5.07	13.75	33.94
25th Percentile	18.32	23.16	0.05	9.95	29.74
50th Percentile	15.91	21.18	-3.34	7.75	26.55
75th Percentile	13.47	17.74	-5.55	5.95	23.96
95th Percentile	9.22	10.65	-10.89	0.94	19.97
Observations	79	83	78	80	81

The rankings represent the portfolio's returns versus a peer universe. The rankings are on a scale of 1 to 100 with 1 being the best.

Investment Guidelines

Diversified Small to Mid (SMID) Cap Equity Portfolio

For the Periods Ending June 30, 2018

Portfolio Sector Allocations	Maximum	Actual Portfolio	Within Guidelines?	Comments
Maximum sector concentration shall be no more than 30% in any one sector				
Consumer Discretionary	30.00%	8.44%	Yes	
Consumer Staples	30.00%	1.59%	Yes	
Energy	30.00%	0.00%	Yes	
Financials	30.00%	18.07%	Yes	
Health Care	30.00%	11.90%	Yes	
Industrials	30.00%	25.87%	Yes	
Information Technology	30.00%	26.39%	Yes	
Materials	30.00%	3.76%	Yes	
Real Estate	30.00%	1.79%	Yes	
Telecommunication Services	30.00%	0.00%	Yes	
Utilities	30.00%	0.00%	Yes	

Allocation	Max. %	Actual Portfolio	Within Guidelines?	Comments
A maximum of 10% of the portfolio, valued at market, may be invested in cash.	10.00%	2.18%	Yes	
A maximum of 25% of the portfolio may be held in securities that have an S&P equity ranking or Value Line Financial Strength rating below B+.	25.00%	22.11%	Yes	
A maximum of 5% of the portfolio may be invested in the securities of an individual corporation.	5.00%	4.14%	Yes	Largest Position Noted
A maximum of 10% of the portfolio, valued at market, may be invested in convertible issues (must have rating of Baa/BBB or better).	10.00%	0.00%	Yes	
A maximum of 5% of the portfolio, valued at market, may be invested in any one convertible issuer.	5.00%	0.00%	Yes	
A maximum of 10% of the portfolio, valued at cost, may be invested in common stocks of corporations that are organized under the laws of any country other than the United States and traded on the NYSE, AMEX, or NASDAQ.	10.00%	0.00%	Yes	

FMIvT International Equity Portfolio

For the Periods Ending June 30, 2018

Portfolio Description

- **Strategy** International Equity
- **Manager** Investec Asset Management and Wells Capital Management
- **Vehicle** Non-Mutual Commingled
- **Benchmark** MSCI ACWI ex US
- **Performance Inception Date** June 2005 (Manager changes April 2011, October 2014 & October 2017)
- **Fees** Manager Fee - 43 bps; Admin Fee - 14.5 bps
- **Total Expenses** Approximately 62 bps

Portfolio Information

- **Minimum initial investment** $50,000
- **Minimum subsequent investments** $5,000
- **Minimum redemption** $5,000
- The Portfolio is open once a month, on the first business day following the Portfolio Valuation date, to accept Member contributions or redemptions.
- The Portfolio is valued on the last business day of the month.
- The Administrator must have advance written notification of Member contributions or redemptions.

Portfolio Objectives and Constraints

- Invests in developed and emerging markets outside the US. Maintains approximately equal weightings to both growth and value securities through a systematic rebalancing process.
- Outperform the MSCI ACWI ex US over a complete market cycle (usually 3 to 5 years).
- Rank above median in a relevant peer group universe.
- Stock values fluctuate in response to the activities of individual companies, the general market and economic conditions. Investments in foreign securities generally pose greater risk than domestic securities.

Dollar Growth Summary ($000s)

	FYTD	1 Year
Beginning Market Value	**89,210**	**85,115**
Net Additions	31,998	31,313
Return on Investment	541	5,321
Ending Market Value	**121,750**	**121,750**

FMIvT International Equity Portfolio

For the Periods Ending June 30, 2018

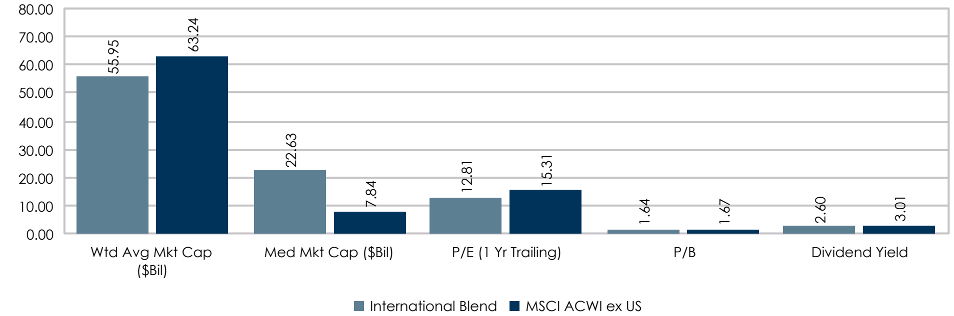
Manager Allocation

Name	Market Value ($000s)	Allocation (%)
Total International Blend	**121,750**	**100.00**
Investec International Dynamic Fund	106,359	87.36
Wells Capital EM Large/Mid Cap Fund	15,390	12.64

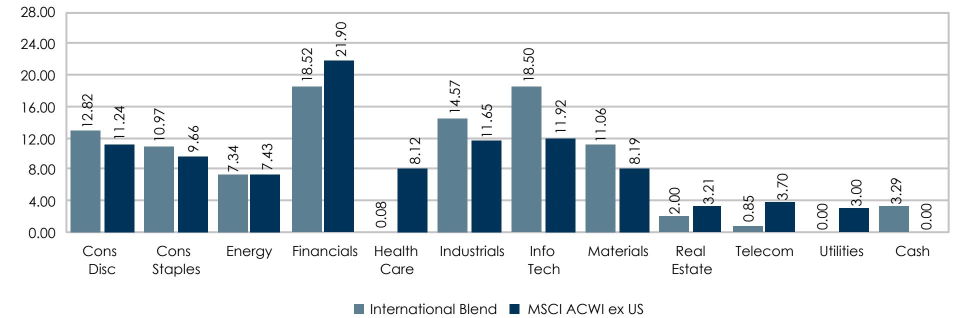
Dollar Growth Summary ($000s)

	FYTD	1 Year
Beginning Market Value	**89,210**	**85,115**
Net Additions	31,998	31,313
Return on Investment	541	5,321
Ending Market Value	**121,750**	**121,750**

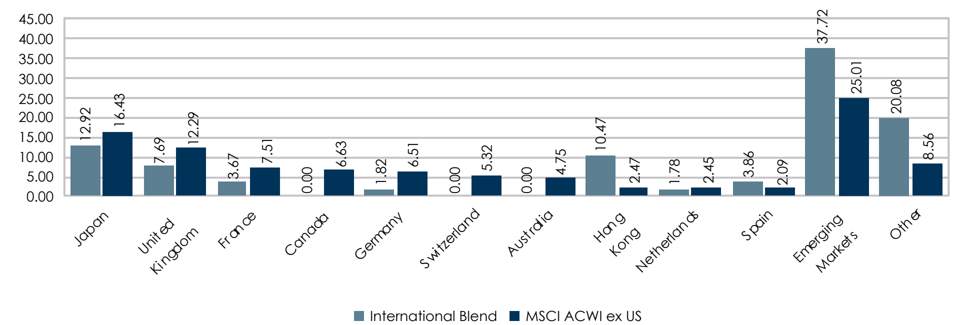
Characteristics



Sector Allocation



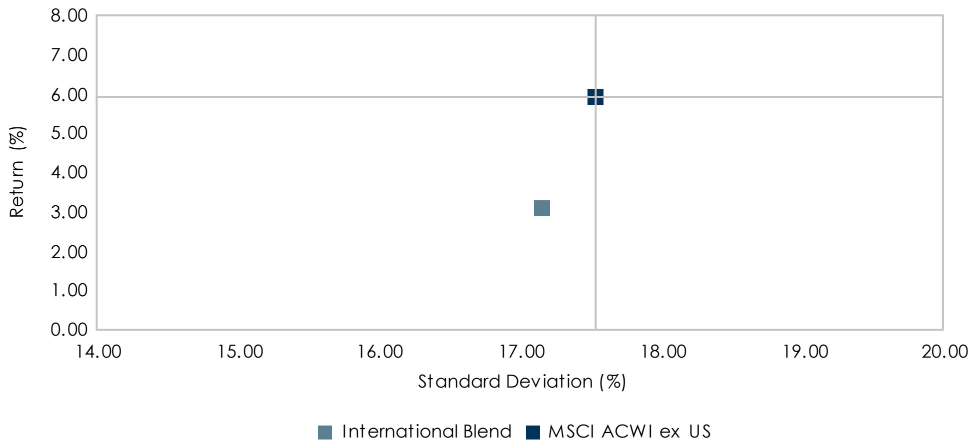
Country Allocation



FMIvT International Equity Portfolio

For the Periods Ending June 30, 2018

Risk / Return Since Jul 2005



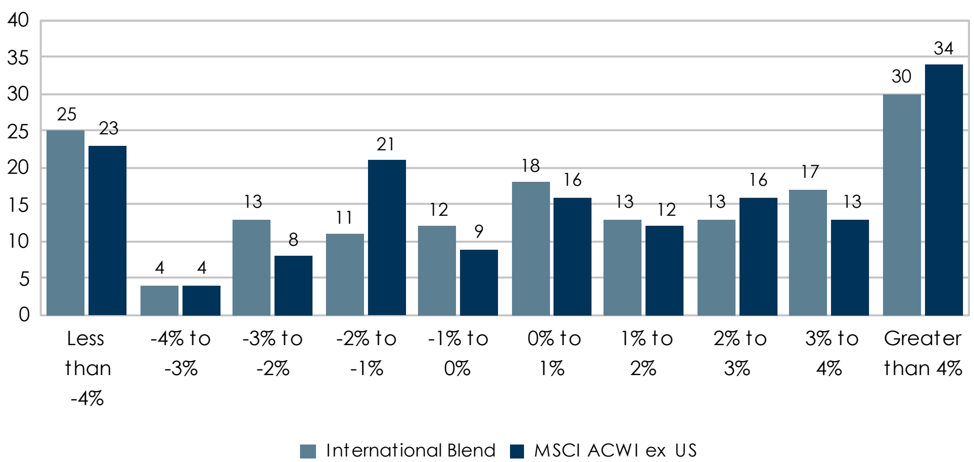
Portfolio Statistics Since Jul 2005

	International Blend	MSCI ACWI ex US
Return (%)	3.10	5.91
Standard Deviation (%)	17.16	17.53
Sharpe Ratio	0.12	0.27

Benchmark Relative Statistics

Beta	0.95
R Squared (%)	95.08
Alpha (%)	-2.40
Tracking Error (%)	3.89
Batting Average (%)	45.51
Up Capture (%)	89.87
Down Capture (%)	102.13

Return Histogram Since Jul 2005



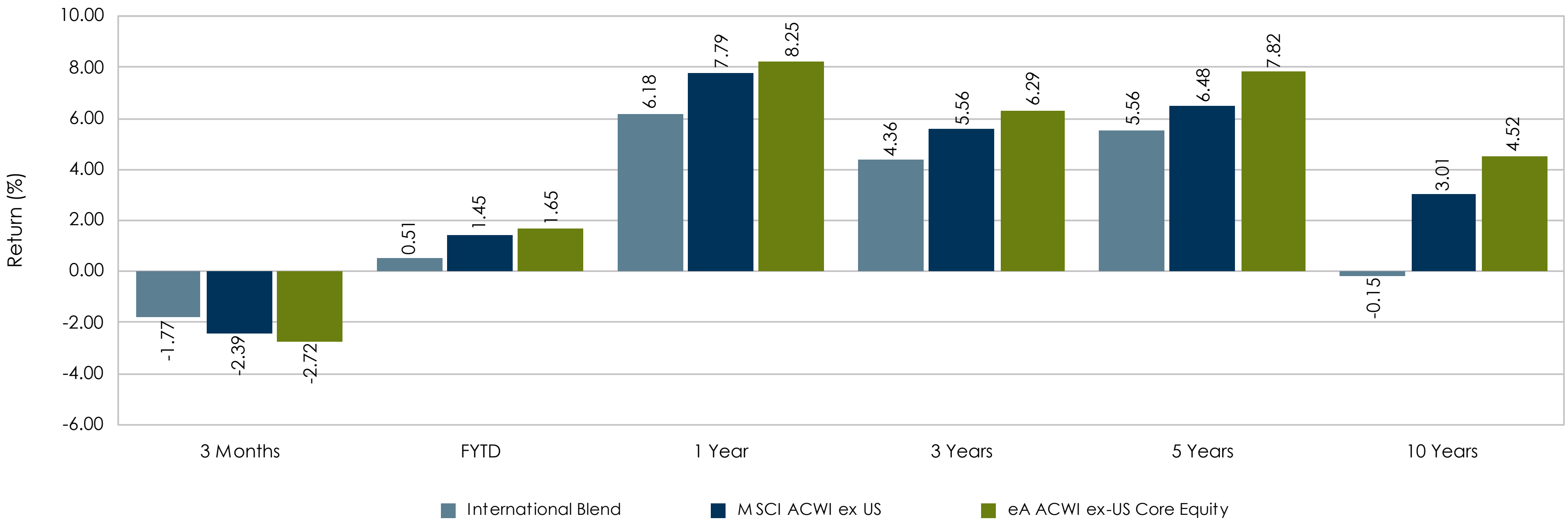
Return Analysis Since Jul 2005

	International Blend	MSCI ACWI ex US
Number of Months	156	156
Highest Monthly Return (%)	12.03	13.75
Lowest Monthly Return (%)	-21.48	-22.01
Number of Positive Months	91	91
Number of Negative Months	65	65
% of Positive Months	58.33	58.33

Statistics are calculated using monthly return data.

FMIvT International Equity Portfolio

For the Periods Ending June 30, 2018

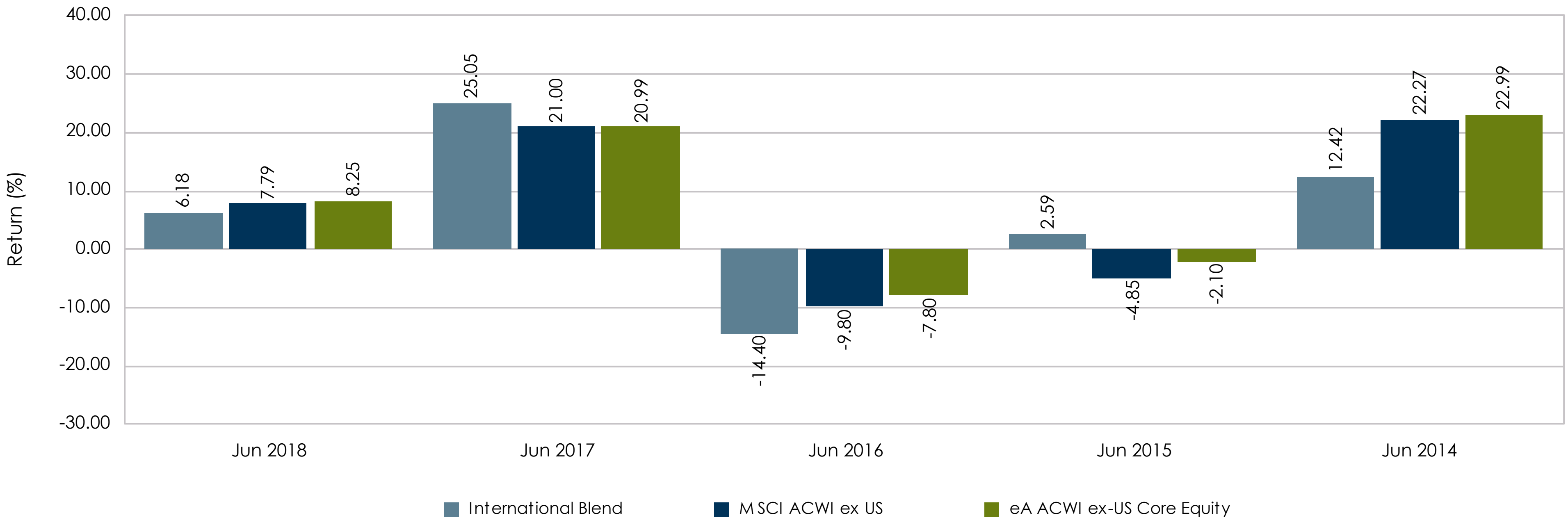


	3 Months	FYTD	1 Year	3 Years	5 Years	10 Years
Ranking	27	70	79	84	90	99
5th Percentile	0.15	6.76	16.69	12.39	12.27	8.71
25th Percentile	-1.49	3.17	10.49	8.30	8.92	5.28
50th Percentile	-2.72	1.65	8.25	6.29	7.82	4.52
75th Percentile	-3.71	0.19	6.64	4.96	6.49	3.74
95th Percentile	-5.27	-2.81	2.57	3.17	4.38	2.62
Observations	142	142	142	134	120	78

The rankings represent the portfolio's returns versus a peer universe. The rankings are on a scale of 1 to 100 with 1 being the best.

FMIvT International Equity Portfolio

For the One Year Periods Ending June



Ranking	79	21	96	10	99
5th Percentile	16.69	28.90	0.09	4.64	29.46
25th Percentile	10.49	24.09	-5.06	0.09	25.05
50th Percentile	8.25	20.99	-7.80	-2.10	22.99
75th Percentile	6.64	17.84	-10.92	-4.58	20.03
95th Percentile	2.57	12.88	-14.36	-8.84	15.66
Observations	142	156	142	130	132

The rankings represent the portfolio's returns versus a peer universe. The rankings are on a scale of 1 to 100 with 1 being the best.

Investment Guidelines

International Equity Portfolio

For the Periods Ending June 30, 2018

Manager Allocations	Target %	Range%	Actual Portfolio	Within Guidelines?	Comments
Investec International Dynamic Equity Fund	90.00%	80% - 100%	87.36%	Yes	
Wells Fargo Berkeley Street EM Large/Mid Cap Fund	10.00%	0% - 20%	12.64%	Yes	

Allocation	Max. %	Actual Portfolio	Within Guidelines?	Comments
A maximum of 10% of the portfolio, valued at market, may be invested in cash.	10.0%	3.29%	Yes	

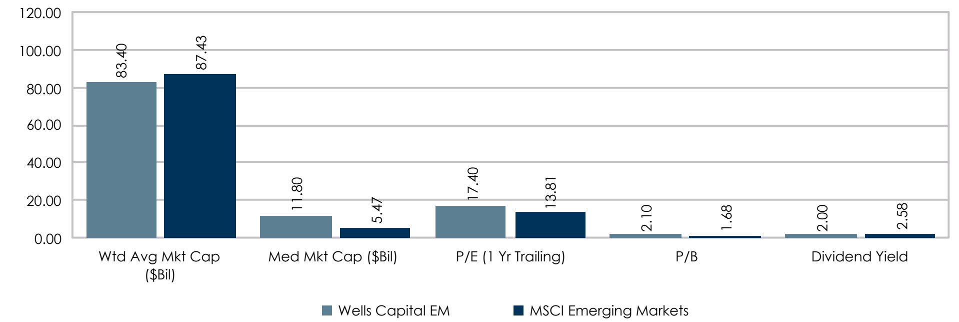
Wells Capital EM Large/Mid Cap Fund

For the Periods Ending June 30, 2018

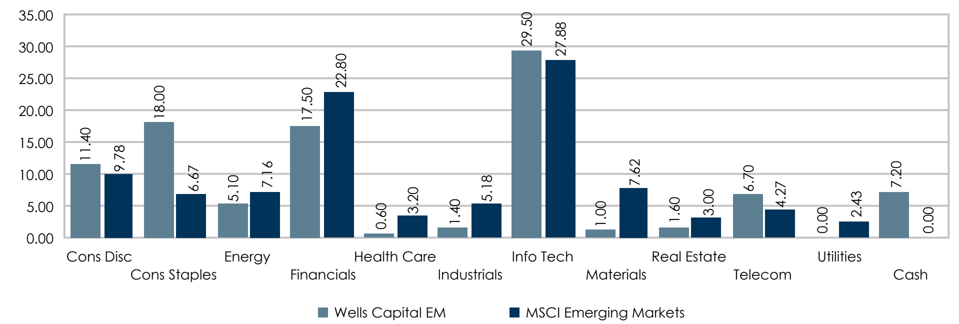
Account Description

- **Strategy** Emerging Markets Equity
- **Vehicle** Non-Mutual Commingled
- **Benchmark** MSCI Emerging Markets
- **Performance Inception Date** November 2017

Characteristics



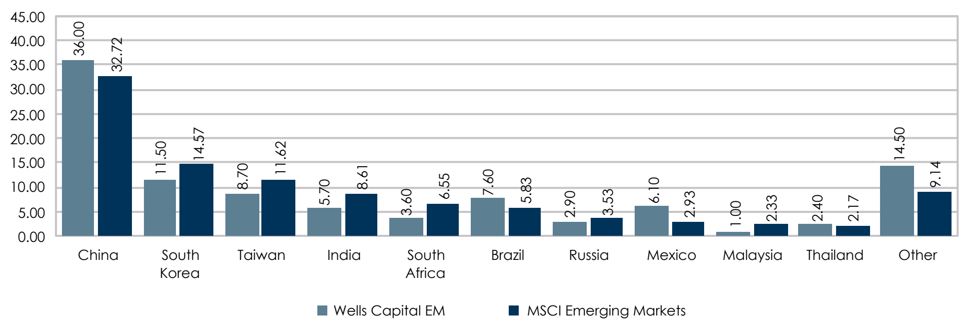
Sector Allocation



Dollar Growth Summary ($000s)

	3 Months	FYTD
Beginning Market Value	**16,394**	**0**
Net Additions	0	15,894
Return on Investment	-1,004	-504
Ending Market Value	**15,390**	**15,390**

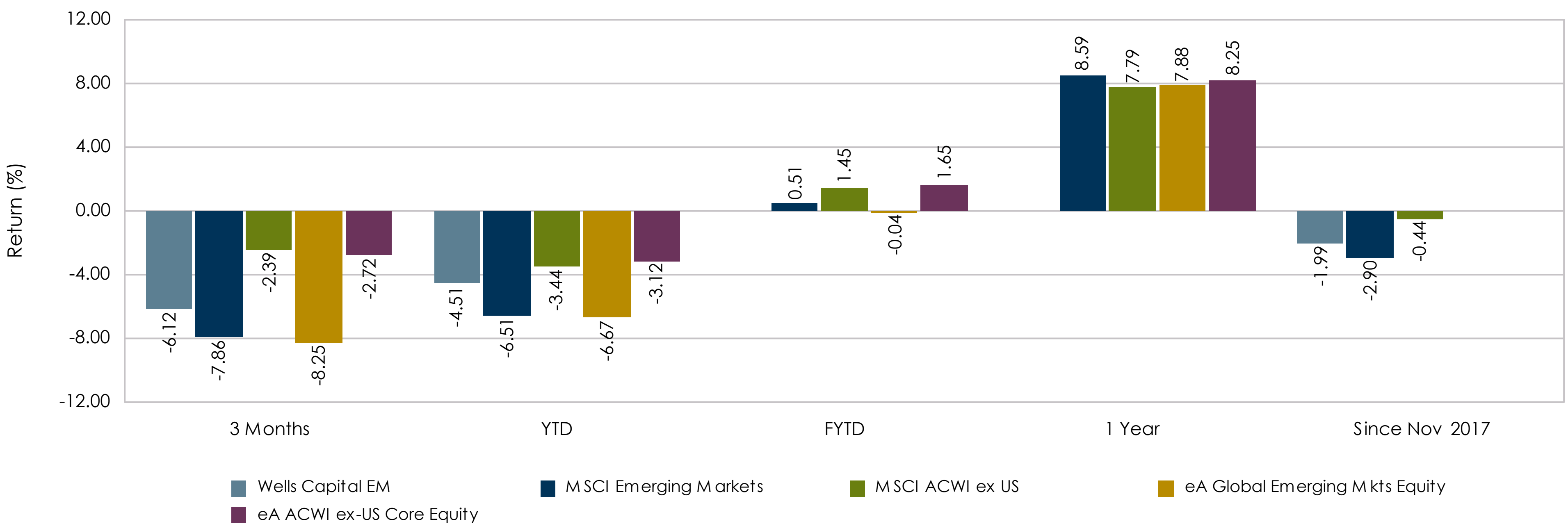
Country Allocation



Characteristic and allocation charts represents data of the Wells Fargo Emerging Markets Large/Mid Cap Fund (Non-Mutual Commingled).

Wells Capital EM Large/Mid Cap Fund

For the Periods Ending June 30, 2018



	3 Months	YTD	FYTD	1 Year
Ranking	15 / 98	17 / 82		
5th Percentile	-4.44 / 0.15	-2.69 / 0.98	6.02 / 6.76	15.40 / 16.69
25th Percentile	-6.95 / -1.49	-5.32 / -1.86	1.84 / 3.17	10.61 / 10.49
50th Percentile	-8.25 / -2.72	-6.67 / -3.12	-0.04 / 1.65	7.88 / 8.25
75th Percentile	-9.33 / -3.71	-8.09 / -4.17	-1.70 / 0.19	4.89 / 6.64
95th Percentile	-11.29 / -5.27	-10.99 / -6.38	-6.03 / -2.81	-0.63 / 2.57
Observations	462 / 142	462 / 142	459 / 142	458 / 142

The rankings represent the portfolio's returns versus a peer universe. The rankings are on a scale of 1 to 100 with 1 being the best.

FMIvT Core Real Estate Portfolio

For the Periods Ending June 30, 2018

Portfolio Description

- **Strategy** Core Real Estate
- **Manager** Morgan Stanley Real Estate Advisor, Inc.
- **Vehicle** Non-Mutual Commingled
- **Benchmark** NFI ODCE Net Index
- **Performance Inception Date** April 2018
- **Fees** Manager Fees - 124 bps; Admin Fees - 14.5 bps
- **Total Expenses** Approximately 141 bps

Portfolio Information

- **Minimum initial investment** $50,000
- **Minimum subsequent investments** $5,000
- **Minimum redemption** $5,000 or Member's entire remaining account balance if the Member's balance falls below $50,000
- The Portfolio is open once a quarter, on the first business day following the Portfolio Valuation date, to accept Member contributions or redemptions.
- The Portfolio is valued on the last business day of the calendar quarter.
- The Administrator must have written notification five business days prior to the valuation of the Portfolio of Member contributions or redemptions.

Portfolio Objectives and Constraints

- Invests in real estate properties diversified by type and location.
- Outperform the NFI ODCE Net index on an annual basis.

Dollar Growth Summary ($000s)

	3 Months	FYTD
Beginning Market Value	**25,000**	**0**
Net Additions	74,940	99,940
Return on Investment	514	514
Ending Market Value	**100,454**	**100,454**

FMIvT Core Real Estate Portfolio

For the Periods Ending June 30, 2018

Account Description

- **Strategy** Core Real Estate
- **Vehicle** Non-Mutual Commingled
- **Benchmark** NFI ODCE Net
- **Performance Inception Date** April 2018

Fund Information

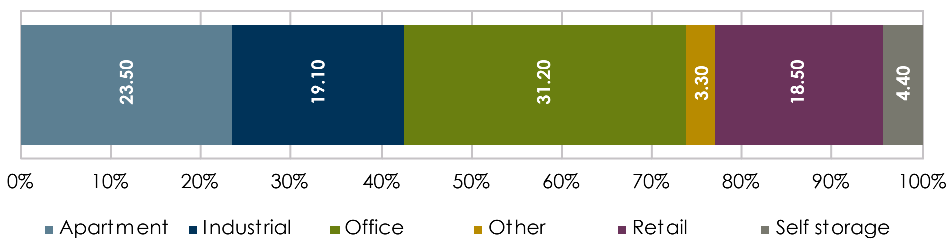
Gross Market Value	$26,055,000,000
Net Market Value	$21,663,000,000
Cash Balance of Fund	$281,619,000
# of Properties	392
# of Participants	360

Performance Goals

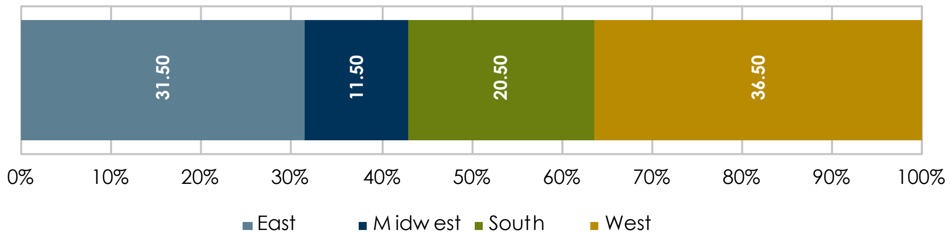
- Invests in real estate properties diversified by type and location.
- Outperform the NFI ODCE Net index on an annual basis.

Allocations

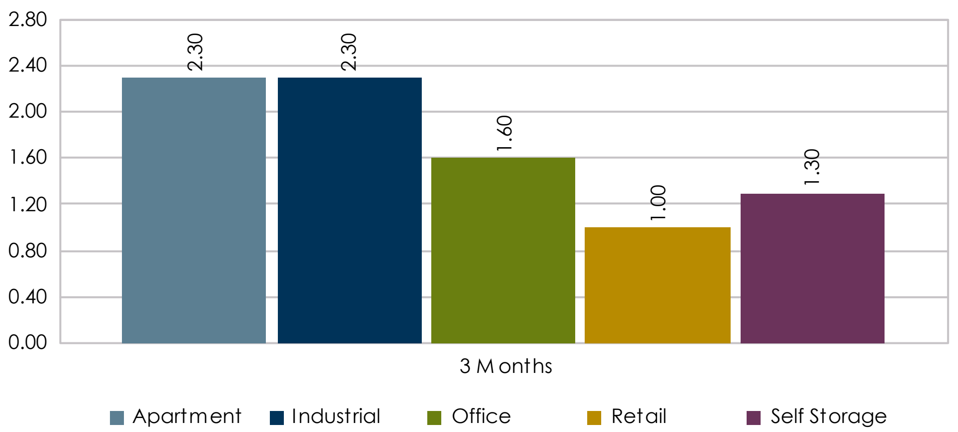
Property Type



Geographic Region



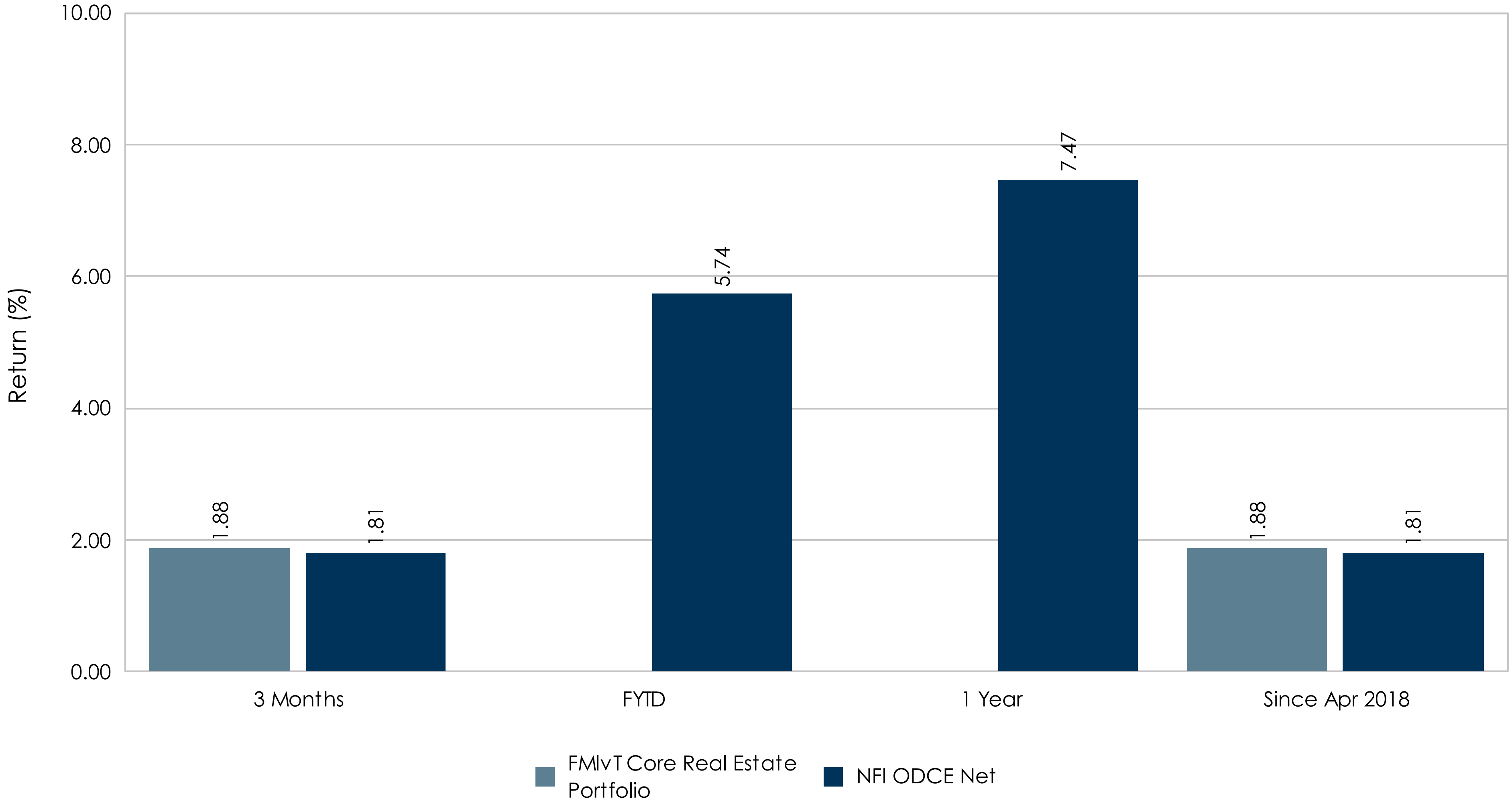
Returns by Property Type (%)



Characteristic and allocation charts represents data of the Prime Property Fund, LLC (Non-Mutual Commingled).

FMIvT Core Real Estate Portfolio

For the Periods Ending June 30, 2018



CITY OF CLERMONT

AGENDA ITEM

Meeting Date	
Friday, August 31, 2018	
Agenda Item Name	
Police Officers Pension Plan Attorney Report	
Requested Action	
Staff Report	
Additional Analysis	
Fiscal Impact Summary	

Fiscal Impact	Fund Number and Description	Available Budget Amount

Exhibits Attached (copies of original agreements)	

CITY OF CLERMONT

AGENDA ITEM

Meeting Date		
Friday, August 31, 2018		
Agenda Item Name		
Firefighters Pension Plan Attorney Report		
Requested Action		
Staff Report		
Additional Analysis		
Fiscal Impact Summary		
Fiscal Impact	**Fund Number and Description**	**Available Budget Amount**
Exhibits Attached (copies of original agreements)		