

AGENDA
Investment Committee Meeting
Of the El Camino Hospital Board
 Monday, March 6, 2017, **5:30 p.m.**
 Conference Room A, Ground Floor
 2500 Grant Road, Mountain View, California

MISSION: The purpose of the Investment Committee is to develop and recommend to the El Camino Hospital Board of Directors the organization's investment policies, maintain current knowledge of the management and investment of the invested funds of the hospital and its pension plan(s), provide guidance to management in its investment management role, and provide oversight of the allocation of the investment assets.

AGENDA ITEM	PRESENTED BY		
1. CALL TO ORDER/ROLL CALL	John Zoglin, Chair		5:30 – 5:31
2. POTENTIAL CONFLICT OF INTEREST DISCLOSURES	John Zoglin, Chair		5:31 – 5:32
3. PUBLIC COMMUNICATION	John Zoglin, Chair		5:32 – 5:33
4. CONSENT CALENDAR: <i>Any committee member may remove an item for discussion before a motion is made.</i>	John Zoglin, Chair	<i>public comment</i>	Motion 5:33 – 5:38
Approval: a. Minutes of Investment Committee – November 14, 2016 Open Session b. Minutes of the Joint Finance and Investment Committee – January 30, 2017 Open Session Information: c. CFO – Report Out - Finance Committee Open Session Materials d. Updated 2017 Pacing Plan e. Article of Interest ATTACHMENT 4			
5. REPORT ON BOARD ACTIONS ATTACHMENT 5	John Zoglin, Chair		Information 5:38 – 5:43
6. EL CAMINO FINANCIAL PERFORMANCE ATTACHMENT 6	Iftikhar Hussain, Chief Financial Officer		Information 5:43 – 5:53
7. INVESTMENT COMMITTEE SCORECARD and PERFORMANCE REVIEW a. Investment Committee Scorecard b. Fees & Liquidity c. Fourth Quarter Performance Review	Antonio DiCosola, Pavilion Advisory Group		Information 5:53 – 6:30

A copy of the agenda for the Regular Committee Meeting will be posted and distributed at least seventy-two (72) hours prior to the meeting. In observance of the Americans with Disabilities Act, please notify us at 650-988-7504 prior to the meeting so that we may provide the agenda in alternative formats or make disability-related modifications and accommodations.

AGENDA ITEM	PRESENTED BY		
d. 4Q16 El Camino Hospital Executive Summary e. Appendix Items: 4Q16 PrePavilion Comparison and 4Q16 El Camino Hospital Manager Book ATTACHMENT 7			
8. 403(b) REVIEW ATTACHMENT 8	Brian Montanez, Multnomah Group Julie Johnston, Director of Total Rewards		Information 6:30 – 7:00
9. COMMITTEE GOALS a. Approved 2017 Goals b. Proposed 2018 Goals ATTACHMENT 9	John Zoglin, Chair	<i>public comment</i>	Possible Motion 7:00 – 7:15
10. ADJOURN TO CLOSED SESSION			7:15
11. POTENTIAL CONFLICT OF INTEREST DISCLOSURES	John Zoglin, Chair		7:15 - 7:16
12. CONSENT CALENDAR: <i>Any committee member may remove an item for discussion before a motion is made.</i> Approval: Meeting Minutes of the Closed Session Gov't Code Section 54957.2. – November 14 th , 2016	John Zoglin, Chair		Motion 7:16 – 7:20
13. RECONVENE OPEN SESSION			7:20 – 7:30
To report any required disclosures regarding permissible actions taken during Closed Session.	John Zoglin, Chair		
14. ADJOURNMENT	John Zoglin, Chair		7:30 p.m.

Important Dates:

- FY 2017 Investment Committee Meetings
- May 8, 2017

**a. Minutes of Investment Committee November 14, 2016
Open Session**

**Minutes of the Open Session of the
 Investment Committee Meeting of the
 El Camino Hospital Board
 Monday, November 14, 2016
 El Camino Hospital, Conference Room A
 2500 Grant Road, Mountain View, California**

Members Present

John Zoglin, Nicki Boone,
 Gary Kalbach, and
 Jeffrey Davis, MD.

Members Absent

John Conover,
 and Brooks Nelson.

Members Excused

A quorum was present at the El Camino Hospital Investment Committee on the 14th day of November, 2016 meeting.

Agenda Item	Comments/Discussion	Approvals/Action
1. CALL TO ORDER/ ROLL CALL	The meeting of the Investment Committee of El Camino Hospital (the "Committee") was called to order by Committee Chair John Zoglin at 5:30 p.m. Silent roll call was taken.	<i>None</i>
2. POTENTIAL CONFLICT OF INTEREST DISCLOSURES	Chair Zoglin asked if any Committee member or anyone in the audience believes that a Committee member may have a conflict of interest on any of the items on the agenda. No conflict of interest was reported.	<i>None</i>
3. PUBLIC COMMUNICATION	Chair Zoglin asked if there was any public communication to present. None were noted.	<i>None</i>
4. CONSENT CALENDAR ITEMS	<p>Chair Zoglin asked if any Committee member wished to remove any items from the consent calendar for discussion.</p> <p><u>Motion:</u> To approve the consent calendar (Open Minutes of the August 8, 2016 Investment Committee Meeting).</p> <p><u>Movant:</u> Kalbach</p> <p><u>Second:</u> Davis</p> <p><u>Ayes:</u> Boone, Davis, Kalbach, and Zoglin.</p> <p><u>Abstentions:</u> None</p> <p><u>Absent:</u> Conover, and Nelson</p> <p><u>Excused:</u> None</p> <p><u>Recused:</u> None</p>	<i>The Open Minutes of the August 8, 2016 Investment Committee Meeting were approved.</i>
5. REPORT ON BOARD ACTIONS	Chair Zoglin briefly reviewed the Board Report as further detailed in the packet and asked the Committee if there were any questions or concerns and discussion ensued. The Committee expressed general agreement with the new Board Report format.	<i>None</i>

Agenda Item	Comments/Discussion	Approvals/Action
<p>6. EL CAMINO HOSPITAL FINANCIAL PERFORMANCE</p>	<p>Iftikhar Hussain, Chief Financial Officer, reviewed the Hospital's current financial performance with the Committee. Mr. Hussain detailed the inpatient volume, outpatient volume, and operating income to include:</p> <ul style="list-style-type: none"> • YTD September Inpatient discharges were 2.5% below budget. On the other hand, NICU, General Robotic Surgery, HVI, and Hips Ortho Surgery case volume showed increase ranging from 12% to 83% higher than budget. • YTD Outpatient Volume was below budget by approximately 3.0% • Operating margin for September was \$4.3M favorable to budget, \$13.5M favorable year to date. Both revenues and expenses are favorable compared to budget. The favorable Net Revenue variance is primarily due to improved rev cycle operations including reduction in denials, Blue Cross rate increase and improvement in charge capture and cash collections. Expenses are low in labor by \$1.7M due to favorable productivity and pending PRN rate increase, in addition to positive variances in supplies (+\$357K), leases and rentals costs (+\$88K), and utilities costs (+\$121K). <p>Mr. Hussain asked the Committee for feedback and a brief discussion ensued. The Committee asked what was driving these results. Mr. Hussain further highlighted improvements to include more efficient charge capture due to iCare implementation, employee engagement, and the Integrated Performance Improvement Project.</p>	
<p>7. 2016 BONDS</p>	<p>Chair Zoglin asked that Agenda Item #7 be pulled from the agenda.</p>	
<p>8. INVESTMENT COMMITTEE SCORECARD AND PERFORMANCE REVIEW</p>	<p>Antonio DiCosola, Pavilion Advisory Group, reviewed the Investment Committee Scorecard and reported the following:</p> <p>a. Scorecard: Mr. DiCosola reported that the Investment performance for the Surplus Cash portfolio was in-line with the benchmark for the quarter with a return of +2.8%, and that the portfolio has performed in-line with the benchmark since inception (Nov. 1, 2012) with a return of +4.9% annualized. The assets within the Surplus Cash account ended the quarter at \$773.8 million, significantly higher than the beginning of the quarter due to strong performance</p>	

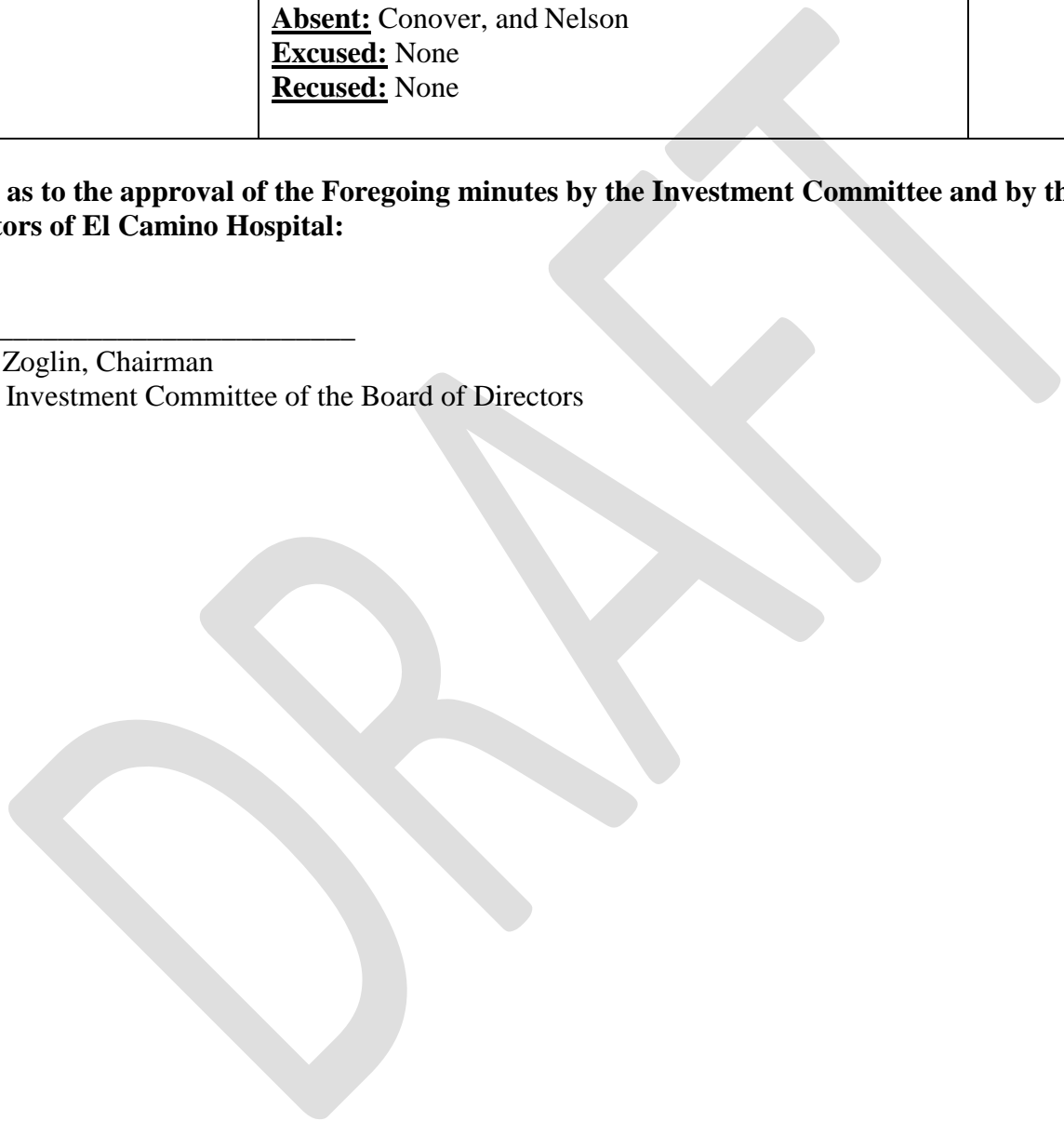
Agenda Item	Comments/Discussion	Approvals/Action
	<p>and an increase in cash from operations. Mr. DiCosola further reported that the Cash Balance Plan's performance was better than its benchmark for the quarter by 30 basis points with a return of +3.5%, and has outperformed its benchmark since inception. The since inception annualized return stands at +7.5%, 70 basis points ahead of its benchmark per year. The 403(b) balance has risen substantially and now stands at \$357.1 million, an increase of \$26.5 million, or 8% over the March 31, 2016 value.</p> <p>Mr. DiCosola also reviewed the Market Environment and market reaction to the U.S. election results, noting potential changes to infrastructure spending and tax policy reform. He further updated the Committee on recent developments at Pavilion.</p> <p>Chris Kuhlman, Pavilion Advisory Group, reviewed the Third Quarter Performance and Manager Performance as further detailed in the submitted materials to include the following:</p> <p>b. Surplus Cash: Mr. Kuhlman reported that the Surplus Cash portfolio returned +2.8% for the quarter, in-line with the benchmark return. Over the trailing one year period, the portfolio returned +7.1%, trailing the benchmark return by 40 basis points (bps). During the quarter, both manager results and the Plan's asset allocation positioning relative to its benchmark had a negligible impact on relative returns.</p> <ul style="list-style-type: none"> • Pavilion recommended no changes to the traditional asset manager lineup at this time. <p>c. Cash Balance Plan: The Cash Balance Plan returned +3.5% for the quarter, outperforming its benchmark by 30 basis points (bps). Over the trailing one year period, the Plan returned +8.5%, slightly trailing the benchmark by 10 bps. Outperformance during the quarter was driven by favorable manager results, as the Large Cap Equity, Market Duration Fixed Income, and Hedge Fund of Fund composites outpaced their respective benchmarks.</p> <ul style="list-style-type: none"> • Pavilion recommended no changes to the traditional asset manager lineup at this time. 	

Agenda Item	Comments/Discussion	Approvals/Action
	<p>d. Hedge Fund: The Surplus Cash Hedge Fund Portfolio returned +1.6% during the third quarter, underperforming the HFRI Fund of Funds Composite Index by 80 basis points. The strong rebound experienced by hedge funds in the second quarter generally continued in the third quarter, with three of the four strategies delivering positive returns. The portfolio's underperformance relative to the benchmark was driven by the Relative Value and Equity segments which lagged their benchmarks by 150 and 390 basis points, respectively.</p> <ul style="list-style-type: none"> • Pavilion recommends redeeming from the following funds: Brevan Howard (Macro), Luxor (Equity), Pine River (Relative Value), and Fir Tree (Relative Value) • Pavilion recommends re-investing the proceeds in the following funds: Caxton (Macro), Atreaus (Macro), Davidson Kempner (Credit), and York (Credit). <p><i>Committee Members requested the following items of note:</i> *Addition of inception dates on Fund Reporting. *Further discussion on the above hedge fund recommendations to be agendaized for the February 13th meeting.</p> <p>Mr. DiCosola and Mr. Kuhlman asked the Committee for feedback and questions and a brief discussion occurred. A Committee member asked for clarification on liquidity terms of the hedge funds, specifically rolling lock-ups. Mr. DiCosola and Mr. Kuhlman addressed the process in further detail.</p>	
<p>9. ADJOURN TO CLOSED SESSION</p>	<p>Motion: To adjourn to closed session at 6:35pm. Movant: Kalbach Second: Davis Ayes: Boone, Davis, Kalbach, and Zoglin. Abstentions: None Absent: Conover, and Nelson Excused: None Recused: None</p>	<p><i>A motion to adjourn to closed session at 6:35 p.m. was approved.</i></p>
<p>10. AGENDA ITEM 12 RECONVENE OPEN SESSION/ REPORT OUT</p>	<p><i>Agenda Items 10 through 11 were conducted in closed session.</i> Chair Zoglin reported that the Closed Minutes of the August 8, 2016 Investment Committee were approved, and updated the Committee on the upcoming meetings.</p>	<p><i>None</i></p>

Agenda Item	Comments/Discussion	Approvals/Action
11. AGENDA ITEM 13 ADJOURNMENT	<p><u>Motion:</u> To adjourn the Investment Committee meeting at 6:38 pm. <u>Movant:</u> Boone <u>Second:</u> Davis <u>Ayes:</u> Boone, Davis, Kalbach, and Zoglin. <u>Abstentions:</u> None <u>Absent:</u> Conover, and Nelson <u>Excused:</u> None <u>Recused:</u> None</p>	<p><i>A motion to adjourn to the Investment Committee meeting at 6:38 pm was approved.</i></p>

Attest as to the approval of the Foregoing minutes by the Investment Committee and by the Board of Directors of El Camino Hospital:

 John Zoglin, Chairman
 ECH Investment Committee of the Board of Directors



**b. Minutes of the Joint Finance and Investment
Committee January 30, 2017 Open Session**

**Minutes of the Open Session of the Joint Meeting
 of the Finance and Investment Committees
 Monday, January 30, 2017
 El Camino Hospital | Medical Staff Conference Room
 2500 Grant Road, Mountain View, CA 94040**

Finance Committee
Members Present
Dennis Chiu, Chair
Joseph Chow
Boyd Faust
William Hobbs, Vice Chair
Richard Juelis
John Zoglin

Investment Committee
Members Present
John Zoglin, Chair
Nicola Boone
John Conover
Brooks Nelson
Gary Kalbach

Members Absent
Jeffrey Davis, MD

Agenda Item	Comments/Discussion	Approvals/Action
1. CALL TO ORDER/ ROLL CALL	The joint meeting of the Finance Committee and Investment Committee of El Camino Hospital was called to order at 5:30pm by Investment Committee Chair Zoglin. A silent roll call was taken. Committee member Davis was absent. Committee member Boone arrived at 5:35 pm and Committee member Juelis arrived at 5:40 pm. All other Committee members were present at roll call.	
2. POTENTIAL CONFLICT OF INTEREST DISCLOSURES	Investment Committee Chair Zoglin asked if any Committee members may have a conflict of interest with any of the items on the agenda. No conflicts were noted.	
3. PUBLIC COMMUNICATION	None.	
4. INVESTMENT OVERVIEW	<p>Iftikhar Hussain, CFO, reported that the planned 2016 Revenue Bond transaction did not close, but that interest rates are still low and the construction projects on the Mountain View campus are good candidates for revenue bond financing. He explained that if ECH uses cash for the projects it would decrease cash on hand to 250 days, but with financing ECH will remain at 400 days cash on hand.</p> <p>Chad Kenan of Citigroup reported that interest rates are still historically low and have been higher 90% of the time over the last 30 years. He explained that there was extreme volatility in the market after the November 2016 Presidential election, but rates have started to normalize and are presently .5% higher than the 2016 Bond pricing in October. Mr. Kenan reviewed the financing eligible projects (BHS building, IMOB, North Parking Garage and Women’s Hospital) and explained that the hospital has the option to exclude and go back to the market at a later date for the Women’s Hospital project.</p> <p>Mr. Kenan and Jennifer Brown of Ponder and Co. recommended going forward with refunding of the El Camino Healthcare District’s General Obligation Bonds as long as there is 5% present value savings. The savings are currently 7% vs 17% at the 2016 pricing.</p> <p>The Committee members, consultants and staff discussed the next steps, including seeking Hospital Board approval on March 8th and</p>	

	<p>District Board approval on March 14th The Committee members commented that the Finance Committee and the Board had already approved the 2016 Plan of Finance, questioned whether further Board approval was required, and suggested that staff consider going to market as quickly as possible if further Board approval is not necessary. Mr. Hussain and Mr. Kenan agreed to convene the working group as quickly as possible and confer with counsel with regards to necessary Board approvals.</p> <p>In response to questions from Committee members, Mr. Hussain reported that neither capital project or spending plans have changed over the last year.</p>	
<p>5. ADJOURNMENT</p>	<p>Motion: To adjourn at 6:07 pm.</p> <p>Movant: Kalbach Second: Nelson Ayes: Chow, Chiu, Faust, Juelis, Zoglin, Kalbach, Boone, Nelson, Hobbs Noes: None Abstentions: None Absent: Davis Recused: None</p>	<p><i>Meeting adjourned at 6:07pm.</i></p>

Attest as to the approval of the foregoing minutes by the Finance Committee and the Investment Committee of El Camino Hospital:

Dennis Chiu, JD
Chair, Finance Committee

John Zoglin
Chair, Investment Committee

c. CFO – Report Out - Finance Committee Open Session Materials

Item:	Finance Committee Report El Camino Hospital Investment Committee (IC) March 6, 2017
Responsible party:	Iftikhar Hussain, CFO
Action requested:	For Information
Background: The Finance Committee meets 6 times per year. The Committee last met on January 30, 2017 and meets next on March 27, 2017.	
<p>Summary and session objectives: To update the Investment Committee on the work of the Finance Committee.</p> <ol style="list-style-type: none"> 1. Progress Against Goals: The Committee is on track to complete its FY17 Goals. 2. Other FY: 16 Key Accomplishments Since Last Report To The Board: Reviewed Men’s Health and Urology Service Line 3. Important Future Activities Review Long Term Forecast at the March 27, 2017 meeting 	
Suggested discussion questions: None.	
<p>Proposed Board motion, if any:</p> <ol style="list-style-type: none"> 1. Approval of P5 and P6 Financial Statements 2. Approval for the purchase of the budgeted Ventilator Replacements (Total of 28) at a cost not to exceed \$1.1 million. 3. Approval of funding \$400,000 from the Community Benefit Fund in FY 2018. We are not recommending any changes to the principal due to high capital needs of the facility plan. 4. Approve the following physician contracts <ol style="list-style-type: none"> a. Orthopedic Co-Management Program b. PT-OT Services Amendment 	
<p>LIST OF ATTACHMENTS: The Finance Committee Open Session Materials may be accessed by clicking here.</p>	

Updated 2017 Pacing Plan

**INVESTMENT COMMITTEE
FY 2017 PACING - DRAFT**

FY2017: Q1		
JULY – NO MEETING	AUGUST 8, 2016 Meeting	SEPTEMBER – NO MEETING
N/A	<ul style="list-style-type: none"> ▪ Review hospital financial performance ▪ Review investment performance ▪ Review manager selection as needed ▪ Educate Committee on Investment Strategy in low return environments ▪ CFO Report Out – Open Session Finance Committee Materials 	N/A
FY2017: Q2		
OCTOBER – NO MEETING	NOVEMBER 14, 2016 Meeting	DECEMBER – NO MEETING
N/A	<ul style="list-style-type: none"> ▪ Review hospital financial performance ▪ Review investment performance ▪ Review manager selection as needed ▪ CFO Report Out – Open Session Finance Committee Materials 	N/A
FY2017: Q3		
JANUARY 30, 2017	FEBRUARY 13, 2017 Meeting	MARCH – NO MEETING
<ul style="list-style-type: none"> ▪ <i>Joint Finance Committee and Investment Committee meeting.</i> 	<ul style="list-style-type: none"> ▪ Review hospital financial performance ▪ Review investment performance ▪ Review manager selection as needed ▪ CFO Report Out – Open Session Finance Committee Materials ▪ Propose FY2018 Goals/ Pacing Plan ▪ 403(b) Investment Performance 	N/A
FY2017: Q4		
APRIL – NO MEETING	MAY 8, 2017 Meeting	JUNE – NO MEETING
N/A	<ul style="list-style-type: none"> ▪ Review investment performance ▪ Review manager selection as needed ▪ Review performance of investment advisor ▪ Review self-assessment results ▪ CFO Report Out – Open Session Finance Committee Materials ▪ Proposed FY18 Meeting Dates 	N/A

Article of Interest

Hedge funds end year with positive returns

By [Christine Williamson](#) | January 9, 2017 3:42 pm | Updated 3:45 pm

In spite of difficult market conditions in the first six months of last year, average hedge fund returns ended 2016 in the black.

The HFRI Fund Weighted Composite index produced a 5.57% return in the 12 months ended Dec. 31, while the HFRI Asset Weighted Composite index came in at 2.96%. Index returns for 2016 were released Monday by [Enlarge](#)



Related Content

Hedge Fund Research.

The HFRI Fund Weighted Composite's 2016 return was well above the index's 2015 return of -1.12% and the 2014 return of 2.98%, but lagged the 9.13% return in 2013.

All four major strategy components of the HFRI Fund Weighted Composite index also were positive in 2016, led by a 10.22% return of the HFRI Event-Driven (Total) category, followed by 7.82% for the HFRI Relative Value bucket; 5.54% for the HFRI Equity Hedge (Total) index; and 1.49% for the HFRI Macro (Total) index.

HFRI index returns for all substrategies in 2016 ranged from 18.71% for the HFRI Equity Hedge: Sector-Energy/Basic Materials to -1.06% for the HFRI Macro: Systematic Diversified index, the only negative return among all HFRI categories.

The HFRI Fund of Funds Composite index was barely positive at 0.48% for

the 12 months ended Dec. 31, which bettered the index's drop of 0.27% in 2015, but was well below 2014's 3.37% return.

The HFRI Fund Weighted Composite index benefited in 2016, especially in December, from "post-election optimism and surging commodities," said [Kenneth J. Heinz](#), president of HFR, in a news release accompanying the year-end data.

"Following a disappointing decline in 2015, hedge fund performance in 2016 was the highest since 2013," Mr. Heinz said, adding his prediction that "the recent post-election increase in investor risk tolerance is likely to drive continued performance and capital gains into mid-2017."

— **Contact Christine Williamson at cwilliamson@pionline.com | [@Williamson_PI](#)**

ATTACHMENT 5

ECH BOARD COMMITTEE MEETING AGENDA ITEM COVER SHEET

Item:	Report on Board Actions Investment Committee March 6, 2017
Responsible party:	Cindy Murphy, Board Liaison
Action requested:	For Information
Background:	In FY16, we added this item to each Board Committee agenda to keep Committee members informed about Board actions via a verbal report by the Committee Chair. This written report is intended to supplement the Chair's verbal report.
Other Board Advisory Committees that reviewed the issue and recommendation, if any:	None.
Summary and session objectives :	To inform the Committee about recent Board actions.
Suggested discussion questions:	None.
Proposed Committee motion, if any:	None. This is an informational item.
LIST OF ATTACHMENTS:	<ol style="list-style-type: none"> 1. Report on February 2017 Board Actions

February 2017 Board Actions*

1. February 8, 2017 – Hospital Board
 - a. Approved Extension of MOU with SEIU/UHW – 3% across the board increases for two years and market adjustments for 12 difficult to recruit for positions.
 - b. Approved FY17 Period 6 Financials.
 - c. Approved funding of \$400,000 from the Board-Designated Community Benefit Fund in FY18 and no changes to the endowment principal.
 - d. Approved amendment to contract with Stanford to provide PT and OT services in the NICU.
 - e. Approved 2 policies: Board of Director Approval of Policies and Policy and Procedure Formulation, Approval, and Distribution (Policy on Policies).
 - f. Approved Orthopedic Co-Management Agreement.
 - g. Approved funding for replacement of 28 Ventilators.

2. February 15, 2017 – Hospital Board
 - a. Closed session study session on strategic priorities.

*This list is not meant to be exhaustive, but includes agenda items the Boards voted on that are most likely to be of interest to or pertinent to the work of El Camino Hospital's Board Advisory Committees.

ATTACHMENT 6



El Camino Hospital

THE HOSPITAL OF SILICON VALLEY

Summary of Financial Operations

Fiscal Year 2017 – Period 7
7/1/2016 to 1/31/2017

Dashboard - ECH combined as of January 31, 2017⁽²⁾

	Annual					Month			YTD		
	2014	2015	2016	2017 Proj.	2017 Bud/Target	PY	CY	Bud/Target	PY	CY	Bud/Target
Volume											
Licensed Beds	443	443	443	443	443	443	443	443	443	443	443
ADC	238	246	242	237	245	253	257	260	237	235	241
Adjusted Discharges	22,206	22,342	22,499	23,008	22,992	1,886	2,208	1,932	13,038	13,421	13,523
Total Discharges	19,427	19,637	19,367	19,527	19,781	1,652	1,806	1,678	11,265	11,391	11,612
Outpatient											
ED	46,056	49,130	49,927	47,813	51,258	4,195	4,319	4,346	28,235	27,891	30,075
Procedural Cases											
OP Surg	6,444	6,479	6,053	6,552	6,427	489	542	545	3,651	3,822	3,771
Endo	2,492	2,520	2,322	2,139	2,479	156	180	210	1,369	1,248	1,455
Interventional	1,706	1,878	1,970	1,975	2,323	179	150	197	1,213	1,152	1,363
All Other	69,458	68,052	79,656	85,596	84,566	6,744	7,204	7,170	46,146	49,931	49,618
Financial Performance (\$000s)											
Net Revenues	721,123	746,645	772,020	810,619	789,585	61,534	68,826	66,217	441,806	472,861	454,966
Operating Expenses	669,680	689,631	743,044	730,066	764,828	62,492	60,181	63,932	430,123	425,872	440,591
Operating Income \$	70,305	78,120	52,613	107,015	49,817	1,116	9,347	4,339	25,682	62,425	28,988
Operating Margin	9.5%	10.2%	6.6%	12.8%	6.1%	1.8%	13.4%	6.4%	5.6%	12.8%	6.2%
EBITDA \$	125,254	128,002	108,554	160,612	109,890	5,756	13,776	9,489	56,248	93,690	62,220
EBITDA %	16.9%	16.7%	13.6%	19.2%	13.5%	9.0%	19.8%	13.9%	12.3%	19.2%	13.3%
IP Margin ¹	-3.2%	-3.9%	-8.7%	-6.9%	-6.1%	-15.9%	-15.4%	-6.1%	-11.6%	-6.9%	-6.1%
OP Margin ¹	25.2%	26.7%	26.7%	32.8%	26.4%	17.7%	29.0%	26.4%	25.0%	32.8%	26.4%
Payor Mix											
Medicare	44.6%	46.2%	46.6%	47.4%	46.4%	49.2%	51.2%	46.4%	45.4%	47.4%	46.4%
Medi-Cal	6.0%	6.6%	7.4%	7.2%	6.5%	7.2%	7.5%	6.5%	7.7%	7.2%	6.5%
Commercial IP	25.4%	24.2%	23.2%	22.7%	24.0%	22.2%	20.6%	24.0%	24.1%	22.7%	24.0%
Commercial OP	18.6%	18.7%	18.7%	20.2%	19.0%	19.1%	18.2%	19.0%	19.9%	20.2%	19.1%
Total Commercial	44.0%	42.9%	41.9%	42.9%	43.0%	41.3%	38.8%	43.0%	44.0%	42.9%	43.1%
Other	5.4%	4.3%	4.1%	2.5%	4.1%	2.3%	2.5%	4.1%	2.9%	2.5%	4.1%
Cost											
Employees	2,435.6	2,452.4	2,542.8	2,479.8	2,547.7	2,587.5	2,527.1	2,578.3	2,616.5	2,479.8	2,547.7
Hrs/APD	29.31	30.45	30.35	30.37	31.03	31.01	29.45	29.46	32.48	30.37	31.03
Balance Sheet											
Net Days in AR	50.9	43.6	53.7	49.0	48.0	53.7	49.0	48.0	53.7	49.0	48.0
Days Cash	382	401	361	408	266	361	408	266	361	408	266
Debt to Capitalization	12.6%	13.6%	13.8%	12.8%	17.3%	13.8%	12.8%	17.3%	13.8%	12.8%	17.3%
MADS	9.5	8.9	6.1	15.5	9.3	6.1	15.5	9.3	6.1	15.5	9.3
Affiliates - Net Income (\$000s)											
Hosp	118,906	94,787	43,043	149,016	67,032	(14,838)	21,384	5,068	(8,147)	86,926	52,836
Concern	1,862	1,202	1,823	1,249	2,604	258	255	219	1,372	728	1,440
ECSC	(5)	(41)	(282)	(92)	0	2	(1)	0	17	(54)	0
Foundation	3,264	710	982	2,871	(450)	(268)	147	(122)	(334)	1,675	(267)
SVMD	32	106	156	326	0	(2)	200	(1)	(12)	190	198

Inpatient Volume:

- o January inpatient discharges exceed budget and PY same period; YTD discharge budget gap is narrowed to 1.4%.
- o The late flu season is the main reason for jump in General Medicine discharges
- o Other services show a modest increase in case volume including Orthopedics and Urology cases.

Outpatient Volume:

- o Overall YTD outpatient volume is 2.6% below budget but higher than PY.

Operating Income:

- o Operating Income was ahead of budget by \$5.0M for the month and \$33.4M YTD . The main contributing factors to a strong financial in January include:
 - o \$3.8M lower operating expense due to better productivity helped by high volume
 - o better mix of surgical and outpatient cases
- o LG posted a net loss of \$1.1M for January due to higher Medicare mix in both IP and OP and lower in PPO cases.
- o January's revenue include, a \$2.2M loss for BPSI program. This loss covers 3 years.
- o This partially offset by the \$814K Medi-Cal managed care supplemental payment.

- o Net AR increase in January due to slowdown in cash payments during the holidays.
- o Total cash on hand is at all time high of 408 days in Jan.

(1) Due to timing of month end costing, In Patient and Out Patient Operating Margin % for FYTD 2017 are one month in arrears

(2) Green - Equal to or better than budget

Yellow - Unfav vs budget by up to 5%

Red - Greater than 5% unfav variance from budget

* The FY2017 budget presented excludes 2016 bonds cost of issuance and interest expense since the issuance was delayed.

Budget Variances

\$ in Thousands	Month to Date (MTD)			Year to Date (YTD)		
	Detail	Net Income Impact	% Net Revenue	Detail	Net Income Impact	% Net Revenue
Net Revenue (FY2017 Budget/FY2017 Actual)						
	68,271	69,528		469,578	488,297	
Budgeted Hospital Operations FY2017		4,339	6.4%		28,988	6.2%
Net Revenue		1,257	1.8%		18,719	3.8%
* Rev cycle improvements	2,610			9,714		
* Medi-Cal Supplemental	814			1,127		
* Inter Govt Transfer (IGT)	0			6,535		
* Prime Medi-Cal	0			3,510		
* BPCI Settlement	(2,167)			(2,167)		
Labor and Benefit Expense Change		3,801	5.5%		9,793	2.0%
* Improve Productivity & flexing down staffing during holidays	3,784			15,216		
* Pay-for-Performance Bonus Accrual	(403)			(2,850)		
* Repricing of PTO Bank	0			404		
* Old employee WC settlement	0			(432)		
* Ratification Bonus to PRN	0			(2,600)		
* Severance Pay	0			(365)		
* One time UH expense reduction	420			420		
Professional Fees & Purchased Services		(145)	-0.2%		142	0.0%
* Physician Fees	180			857		
* Consulting Fee including LG Surgery Intrim Director, LG Rehab purchase service expense.	(307)			(1,415)		
* Purchased Services mainly due to backfill for vacant IT positions	(347)			(2,195)		
* Repairs and Maintenance Fees	329			2,894		
Supplies		(171)	-0.2%		3,161	0.6%
* Drug Exp (due to higher Infusion Center volume; but offset by higher gross revenue)	(336)			(1,466)		
* Medical Supplies	152			3,144		
* Misc Net Supplies (Food/Volumes)	13			1,483		
Other Expenses		(456)	-0.7%		(345)	-0.1%
* Leases & Rental Fees (Rental Lease Costs)	(232)			(307)		
* Utilities & Telephone (continue on routine PG&E accrual but no payment yet)	5			315		
* Other G&A	(228)			(244)		
* MD Income Guarantee forgiveness	0			(109)		
Depreciation & Interest		721	1.0%		1,968	0.4%
* Depreciation (Ongoing depreciation on the Old 2nd & 3rd Fl & GL improvement projects)	717			1,809		
* Interest Expense	4			159		
Actual Hospital Operations FY2017		9,347	13.4%		62,425	12.8%

El Camino Hospital (\$000s)

7 month ending 1/31/2017

PERIOD 7 FY 2016	PERIOD 7 FY 2017	PERIOD 7 Budget 2017	Variance Fav (Unfav)	Var%	\$000s	YTD FY 2016	YTD FY 2017	YTD Budget 2017	Variance Fav (Unfav)	Var%
OPERATING REVENUE										
227,307	268,834	245,584	23,249	9.5%	Gross Revenue	1,579,008	1,719,213	1,687,131	32,082	1.9%
(165,773)	(200,008)	(179,367)	(20,641)	1.0%	Deductions	(1,137,202)	(1,246,351)	(1,232,164)	(14,187)	1.2%
61,534	68,826	66,217	2,609	3.9%	Net Patient Revenue	441,806	472,861	454,966	17,895	3.9%
2,073	702	2,054	(1,352)	-65.8%	Other Operating Revenue	14,000	15,436	14,612	824	5.6%
63,607	69,528	68,271	1,257	1.8%	Total Operating Revenue	455,805	488,297	469,578	18,719	4.0%
OPERATING EXPENSE										
38,775	35,920	39,721	3,801	9.6%	Salaries & Wages	252,089	258,173	267,967	9,793	3.7%
8,335	9,650	9,479	(171)	-1.8%	Supplies	66,691	65,356	68,517	3,161	4.6%
8,514	7,763	7,618	(145)	-1.9%	Fees & Purchased Services	57,190	54,659	54,801	142	0.3%
2,242	2,420	1,964	(456)	-23.2%	Other Operating Expense	23,588	16,418	16,073	(345)	-2.1%
449	444	448	4	0.9%	Interest	3,143	2,979	3,137	159	5.1%
4,192	3,984	4,702	717	15.3%	Depreciation	27,422	28,286	30,095	1,809	6.0%
62,507	60,181	63,932	3,751	5.9%	Total Operating Expense	430,123	425,872	440,591	14,719	3.3%
1,100	9,347	4,339	5,007	115.4%	Net Operating Income/(Loss)	25,682	62,425	28,988	33,438	115.4%
(15,835)	12,046	729	11,317	1552.6%	Non Operating Income	(32,997)	24,497	5,102	19,395	380.1%
(14,735)	21,393	5,068	16,325	322.1%	Net Income(Loss)	(7,315)	86,923	34,090	52,833	155.0%
9.0%	19.8%	13.9%	5.9%		EBITDA	12.3%	19.2%	13.3%	5.9%	
1.7%	13.4%	6.4%	7.1%		Operating Margin	5.6%	12.8%	6.2%	6.6%	
-23.2%	30.8%	7.4%	23.3%		Net Margin	-1.6%	17.8%	7.3%	10.5%	

Non Operating Items and Net Income by Affiliate

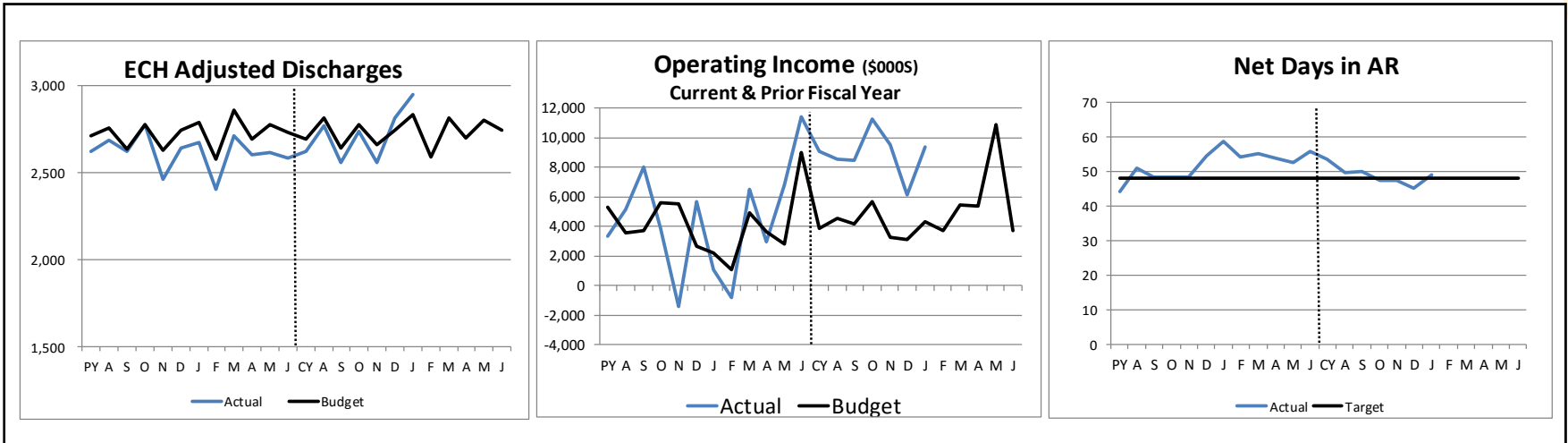
\$ in thousands

	Period 7 - Month			Period 7 - FYTD		
	Actual	Budget	Variance	Actual	Budget	Variance
El Camino Hospital Income (Loss) from Operations						
Mountain View	10,429	3,584	6,845	61,067	22,227	38,840
Los Gatos	(1,082)	755	(1,837)	1,358	6,760	(5,402)
Sub Total - El Camino Hospital, excl. Affilates	9,347	4,339	5,007	62,425	28,988	33,438
Operating Margin %	13.4%	6.4%		12.8%	6.2%	
El Camino Hospital Non Operating Income						
Investments	12,747	1,512	11,235	26,158	10,582	15,576
Swap Adjustments	(35)	0	(35)	3,399	0	3,399
Community Benefit	(62)	(283)	221	(2,116)	(1,983)	(133)
Other	(604)	(499)	(105)	(2,944)	(3,496)	552
Sub Total - Non Operating Income	12,046	729	11,317	24,497	5,102	19,395
El Camino Hospital Net Income (Loss)	21,393	5,068	16,325	86,923	34,090	52,833
ECH Net Margin %	30.8%	7.4%		17.8%	7.3%	
Concern	255	219	37	728	1,440	(711)
ECSC	(1)	0	(1)	(54)	0	(54)
Foundation	147	(122)	269	1,675	(267)	1,941
Silicon Valley Medical Development	200	(1)	201	190	(7)	198
Net Income Hospital Affiliates	601	95	506	2,540	1,166	1,374
Total Net Income Hospital & Affiliates	21,993	5,163	16,830	89,462	35,256	54,207

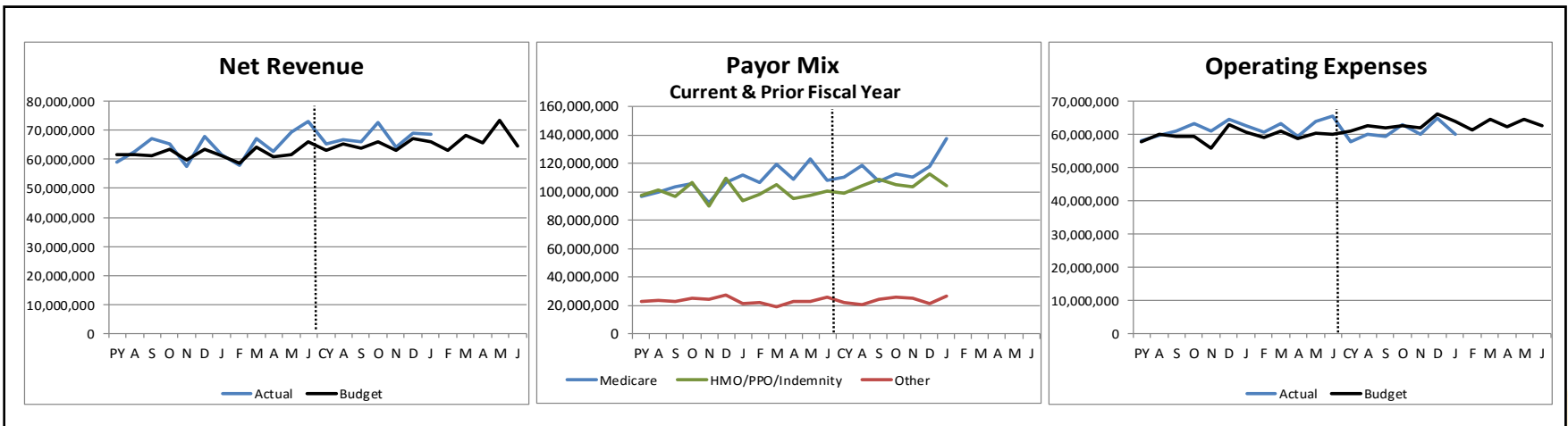
Swap gain due to rise in interest rates
Favorable variance in Other due to lower losses at SVMD

Higher Foundation income due to high unrestricted donations and investment income

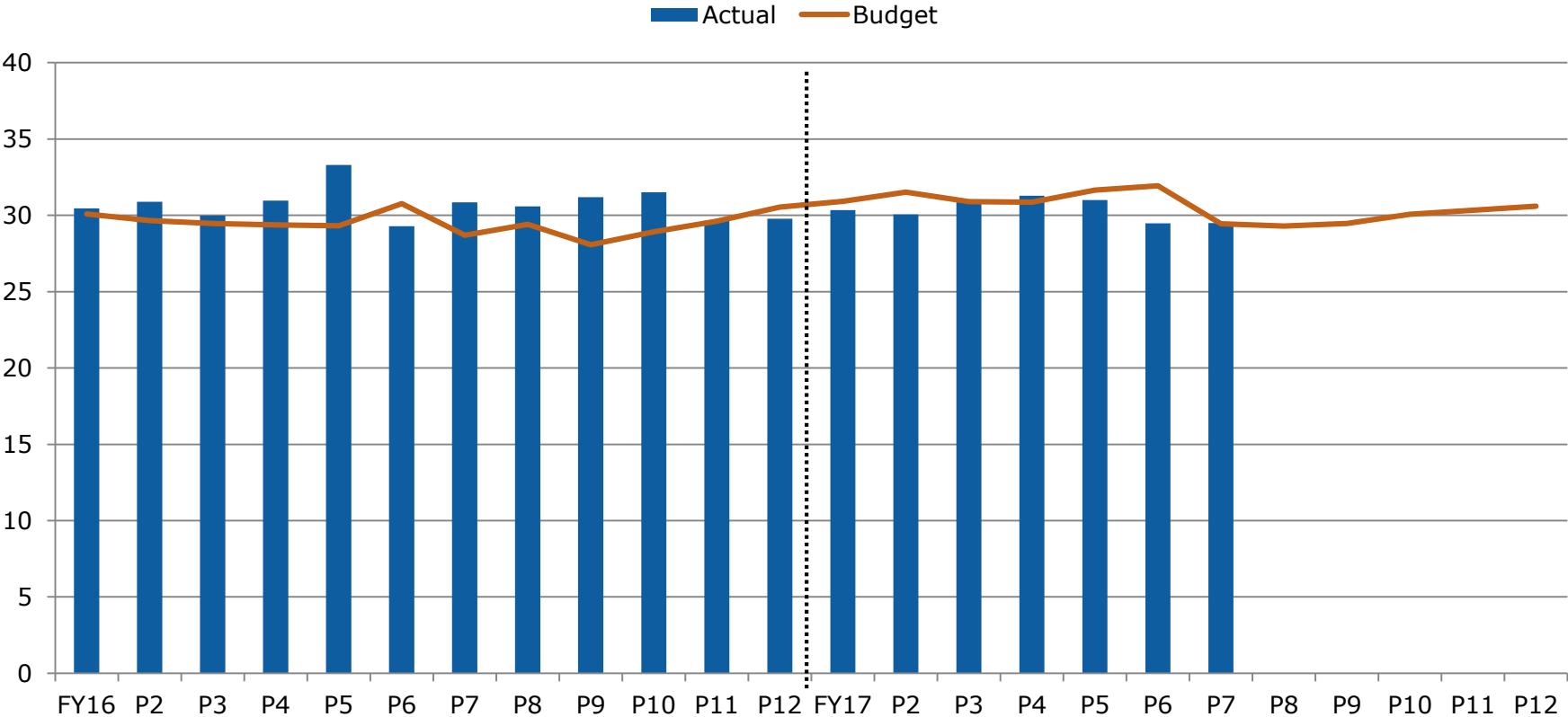
Monthly Financial Trends



January volume is strong due to flu season.
 Operating expenses lower than budgeted in January

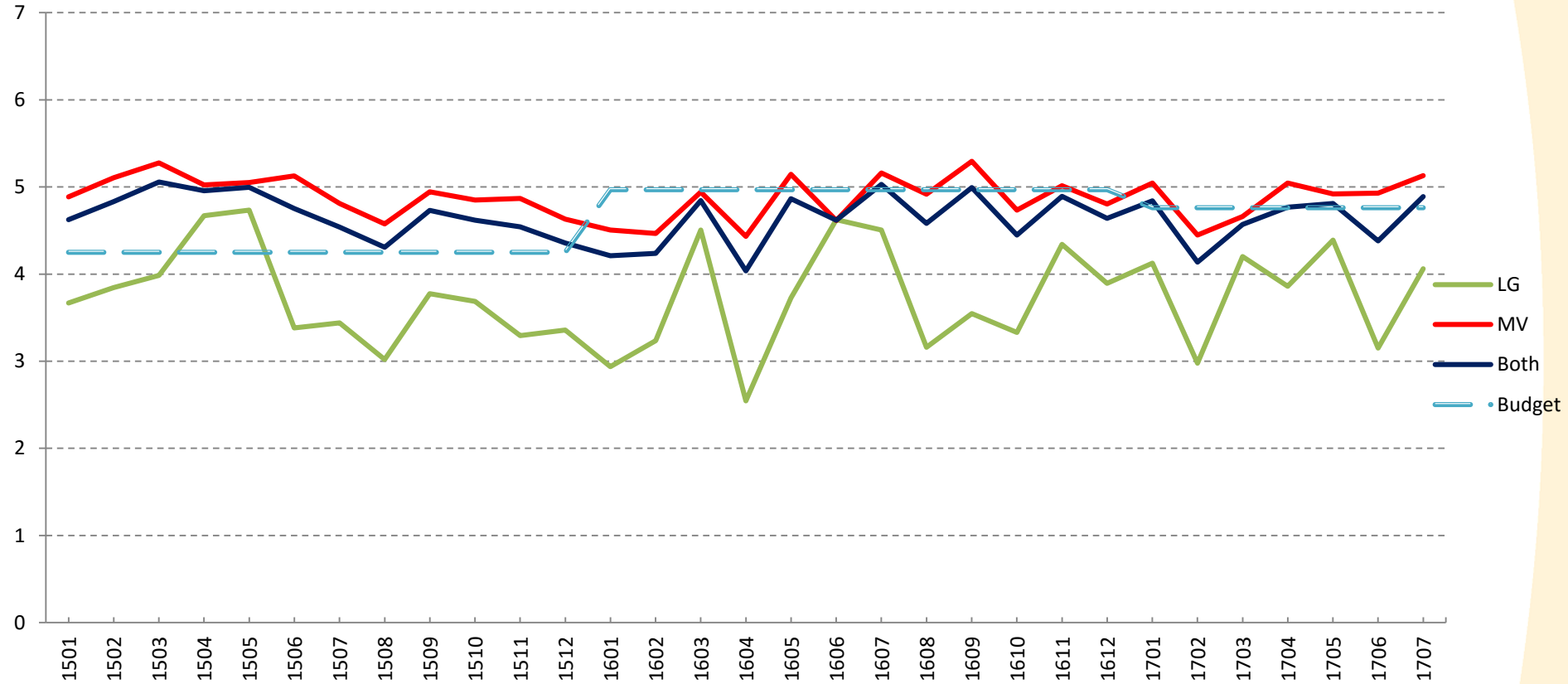


Worked Hours per Adjusted Patient Day



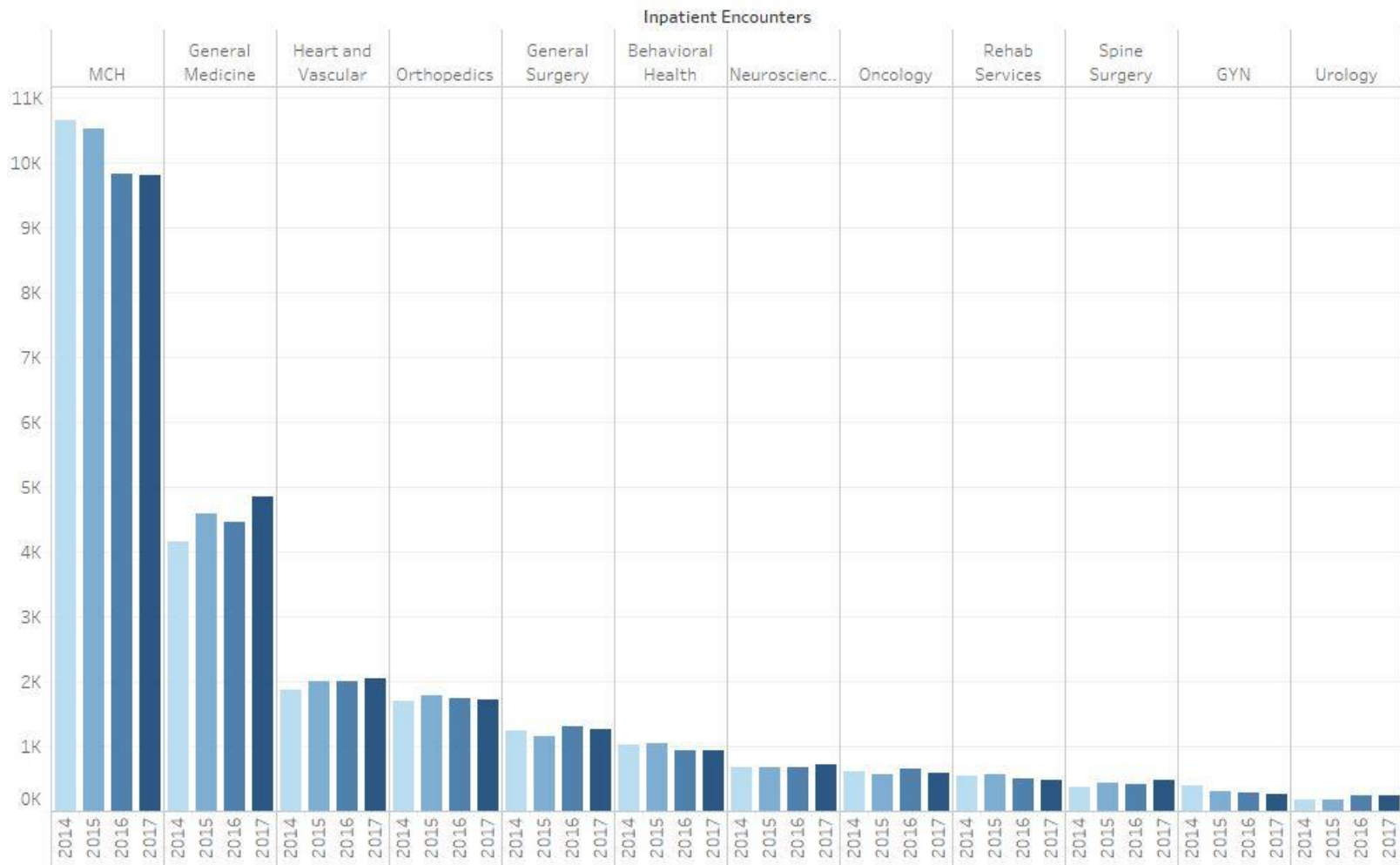
Productivity has improved after EPIC go-live and is favorable compared to budget.

Medicare ALOS



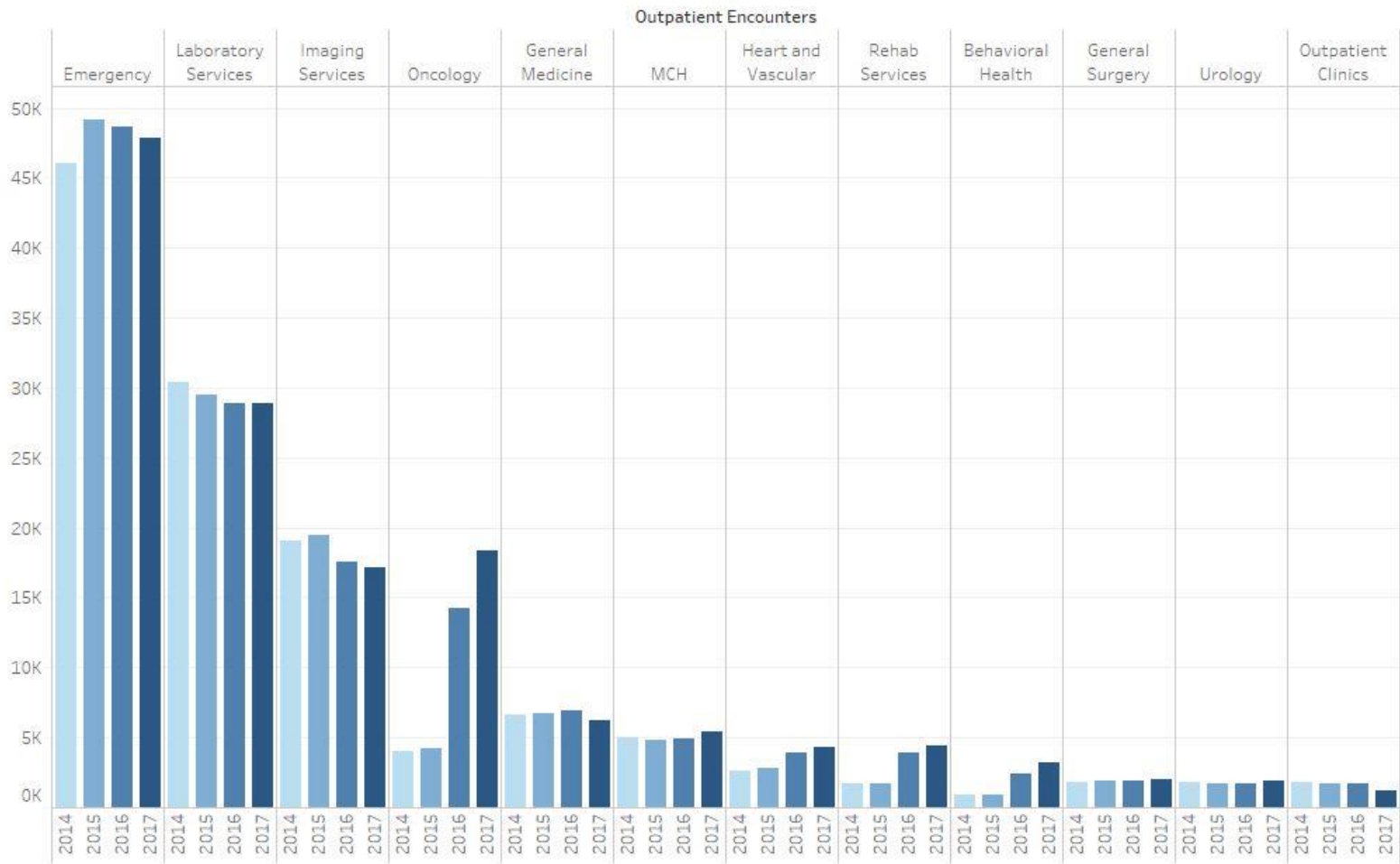
•ALOS increased slightly in January due to outlier cases.

El Camino Hospital Volume Annual Trends – Inpatient FY 2017 is annualized



- General Medicine experienced significant volume increases in January
- MCH volume recovered slightly from December with increases in vaginal deliveries and decreases in C-sections

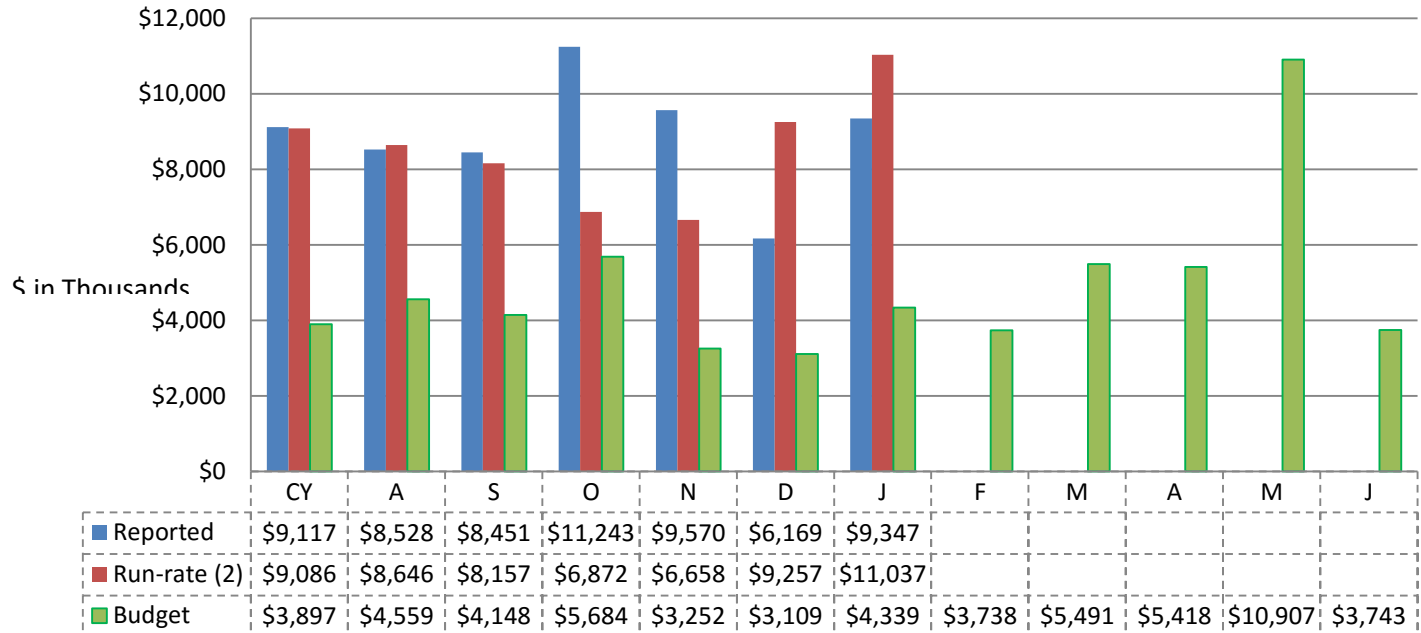
El Camino Hospital Volume Annual Trends – Outpatient FY 2017 is annualized



- Emergency room encounters increased 5% from the previous month.
- Infusion Center continues to report strong volume growth.

ECH Operating Margin

Run rate is booked operating income adjusted for material non-recurring transactions



FY 2017 Actual Run Rate Adjustments (in thousands)

	J	A	S	O	N	D	J	F	M	A	M	J
Revenue Adjustments												
RAC Release	\$76	\$1	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Insurance Overpayment Release Spine	\$0	\$0	-\$61	-\$145	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Mcare Settlmt/Appeal/Tent Settlmt/PIP	-\$100	\$158	-\$71	-\$67	\$0	\$0	-\$2,101	\$0	\$0	\$0	\$0	\$0
LPCH Adjstmt	-\$8	-\$41	-\$19	-\$25	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Medi-Cal Supplemental	\$0	\$0	\$0	\$0	\$0	-\$312	\$814	\$0	\$0	\$0	\$0	\$0
Tricare	\$0	\$0	-\$144	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
SVPMG Quarterly Payment	\$0	\$0	\$0	\$0	\$0	-\$199	\$0	\$0	\$0	\$0	\$0	\$0
IGT Supplemental	\$0	\$0	\$0	-\$6,535	-\$3,510	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total	-\$31	\$118	-\$295	-\$6,771	-\$3,510	-\$512	-\$1,287	\$0	\$0	\$0	\$0	\$0
Expense Adjustments												
Pay-For-Performance Bonus	\$0	\$0	\$0	\$0	\$0	\$2,400	\$403	\$0	\$0	\$0	\$0	\$0
Ratification Bonus	\$0	\$0	\$0	\$2,400	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Inst & Minor Med Equipment	\$0	\$0	\$0	\$0	\$598	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Worker's Comp Settlement	\$0	\$0	\$0	\$0	\$0	\$700	\$0	\$0	\$0	\$0	\$0	\$0
Other Purchased Services	\$0	\$0	\$0	\$0	\$0	\$500	\$0	\$0	\$0	\$0	\$0	\$0
Total	\$0	\$0	\$0	\$2,400	\$598	\$3,600	\$403	\$0	\$0	\$0	\$0	\$0

El Camino Hospital Investment Committee Scorecard

December 31, 2016

Key Performance Indicator	Status	El Camino		Benchmark		El Camino		Benchmark		FY17	Expectation
		El Camino	Benchmark	El Camino	Benchmark	El Camino	Benchmark	Year-end Budget	Per Asset Allocation		
Investment Performance											
		4Q 2016		Fiscal Year-to-date		4y 2m Since Inception (annualized)					May 2016
Surplus cash balance & op. cash (millions)		\$801.9	-	-	-	-	-	\$657.2	-		-
Surplus cash return	■	0.0%	0.3%	2.9%	3.1%	4.6%	4.6%	4.0%	5.2%		
Cash balance plan balance (millions)		\$227.9	-	-	-	-	-	\$220.6	-		-
Cash balance plan return	■	-0.2%	0.6%	3.4%	3.8%	7.0%	6.6%	6.0%	5.8%		
403(b) plan balance (millions)		\$362.4	-	-	-	-	-	-	-		-
Risk vs. Return											
		3-year				4y 2m Since Inception (annualized)					May 2016
Surplus cash Sharpe ratio	■	0.67	0.76	-	-	1.06	1.05	-	0.55		
Net of fee return	■	3.1%	3.6%	-	-	4.6%	4.6%	-	5.2%		
Standard deviation	■	4.5%	4.6%	-	-	4.3%	4.3%	-	8.6%		
Cash balance Sharpe ratio	■	0.65	0.69	-	-	1.18	1.15	-	0.49		
Net of fee return	■	3.8%	4.0%	-	-	7.0%	6.6%	-	5.8%		
Standard deviation	■	6.0%	5.8%	-	-	5.8%	5.6%	-	10.7%		
Asset Allocation											
		4Q 2016									
Surplus cash absolute variances to target	■	7.5%	< 10%	-	-	-	-	-	-		-
Cash balance absolute variances to target	■	5.7%	< 10%	-	-	-	-	-	-		-
Manager Compliance											
		4Q 2016									
Surplus cash manager flags	■	18	< 19 Green < 23 Yellow	-	-	-	-	-	-		-
Cash balance plan manager flags	■	21	< 20 Green < 25 Yellow	-	-	-	-	-	-		-

El Camino Hospital

Capital Spending (in millions)

Category	Detail	Approved	Total		Spent from Inception	FY 17 Proj Spend	FY 17 YTD Spent
			Total Estimated Cost of Project	Authorized Active			
CIP	EPIC Upgrade			6.1	2.0	6.1	2.0
IT Hardware, Software, Equipment*				5.4	0.3	5.4	0.3
Medical & Non Medical Equipment FY 16**				4.3	0.0	4.3	0.0
Medical & Non Medical Equipment FY 17				10.3	1.1	10.3	1.1
Facility Projects							
	1307 LG Upgrades	FY13	17.3	17.3	12.0	3.3	2.0
	1219 LG Spine OR	FY13	4.1	4.1	2.6	2.7	1.3
	1414 Integrated MOB	FY15	275.0	247.0	30.0	58.2	16.2
	1413 North Drive Parking Expansion	FY15	24.5	24.5	6.9	19.7	5.3
	1245 Behavioral Health Bldg	FY16	91.5	72.5	10.8	17.9	3.5
	1248 LG Imaging Phase II (CT & Gen Rad)	FY16	8.8	8.8	2.8	8.1	3.1
	1313/1224 LG Rehab HVAC System & Structural	FY16	3.7	3.7	3.0	1.6	1.2
	1502 Cabling & Wireless Upgrades	FY16	2.8	2.8	2.4	1.0	0.3
	1425 IMOB Preparation Project - Old Main	FY16	3.0	3.0	2.5	2.5	1.8
	1430 Women's Hospital Expansion	FY16	91.0	0.0	0.0	0.8	0.0
	1422 CUP Upgrade	FY16	9.0	7.5	1.5	4.0	0.5
	1503 Willow Pavilion Tomosynthesis	FY16	1.3	1.3	0.2	1.2	0.1
	1519/1314 LG Electrical Systems Upgrade	FY16	1.2	0.0	0.0	0.0	0.0
	1347 LG Central Sterile Upgrades	FY15	3.7	0.2	0.3	0.4	0.0
	1508 LG NICU 4 Bed Expansion	FY16	7.0	0.5	0.2	0.2	0.2
	1520 Facilities Planning Allowance	FY16	0.6	0.0	0.0	0.0	0.0
New to FP 3	1525 New Main Lab Upgrades		1.6	0.4	0.3	2.6	0.3
New to FP 3	1515 ED Remodel Triage/Psych Observation	FY16	1.6	0.0	0.0	0.6	0.0
New to FP 3	Site Signage and Other Improvements		1.0	0.0	0.0	0.1	0.0
New to FP 3	IR Room #6 Development		2.6	0.0	0.0	0.2	0.0
New to FP 3	1602 JW House (Patient Family Residence)		2.5	0.0	0.0	0.0	0.0
New to FP 3	1507 LG IR Upgrades		1.1	0.0	0.0	0.0	0.0
New to FP 3	LG Building Infrastructure Upgrades		1.5	0.0	0.0	0.0	0.0
New to FP 3	1421 LG MOB Improvements (17)		5.0	0.9	0.7	1.7	0.1
	All Other Projects under \$1M		8.6	6.7	4.6	4.1	1.7
			569.9	401.2	80.7	131.0	37.7
GRAND TOTAL				427.3		157.0	41.1

El Camino Hospital

Capital Spending – Facility Projects (in millions)

	(\$ in ,000)	Approved	A - FY17 Budgeted (Board packet)	D - FY17 Projected Spent	Variance from Budget
Mountain View Campus Master Plan Projects					
1245	BHS Replacement	FY16	30,000	17,890	12,110
1413	North Dr Parking Structure Expansion	FY15	20,500	19,651	849
1414	Integrated Medical Office Building	FY15	101,500	58,230	43,270
1422	CUP Upgrades	FY16	5,000	4,025	975
1430	Womens Hosp Expansion	FY16	5,500	800	4,700
Sub-Total			162,500	100,596	61,904
Other Capital Facilities Projects (Active/Budgeted)					
0					
0					
1501	Womens Hosp NPC Closeout ⁽¹⁾	FY16	327	595	(268)
1425	IMOB Preparation Project - Old Main		1,000	2,466	(1,466)
1502	Cabling and Wireless upgrades ⁽¹⁾	FY16	400	1,010	(610)
1525	New Main Lab Upgrades		1,200	2,575	(1,375)
1515	ED Remodel Triage / Psych Observation		1,400	600	800
1415	Signage & Wayfinding		300	425	(125)
1416	Digital Directories ⁽¹⁾	FY15	-	108	(108)
1503	Breast Imaging Tomography (Excludes \$1M Equip) ⁽¹⁾	FY16	300	1,228	(928)
1316	Willow Pavilion FA Sys and Equip Upgrades		800	100	700
1423	MV MOB TI Allowance ⁽¹⁾	FY16	-	419	(419)
1520	Facilities Planning Allowance		300	-	300
1523	MV Melchor Suite 309 TI's ⁽¹⁾	FY16	-	76	(76)
	Furniture Systems Inventory		250	250	0
	Site Signage & Other Improvements		200	100	100
	MV Equipment & Infrastructure Upgrades (17)		300	-	300
	IR Room #6 Development		500	200	300
1602	JW House (Patient Family Residence)		500	-	500
MV Capital Projects Sub-Total			7,777	10,153	(2,376)
0					
1219	LG Spine Room Expansion - OR 4	FY13	3,100	2,717	383
1313	LG Rehab HVAC Upgrades (CIP# 1313 / 1224)	FY15	400	1,643	(1,243)
1248	LG Imaging & Sterile Processing		7,250	8,100	(850)
1307	LG Upgrades - Major	FY13	7,300	3,266	4,034
1327	LG Rehab Building Upgrades		500	100	400
1346	LG Surgical Lights OR's 5, 6 & 7 ⁽¹⁾	FY15	-	154	(154)
1347	LG Central Sterile Upgrades		-	40	(40)
1421	LG MOB Improvements		150	219	(69)
1507	LG IR Upgrades		800	-	800
1508	LG NICU 4 Bed Expansion		5,000	247	4,753
1600	LG 825 Pollard - Aspire Phase 2 ⁽¹⁾	FY16	-	500	(500)
1519	LG Electrical Systems Upgrade	FY16			
	LG Building Infrastructure Improvements		1,200	-	1,200
	LG Facilities Planning		500	-	500
	LG MOB Improvements (17)		4,000	1,500	2,500
LG Capital Projects Sub-Total			30,200	18,487	11,713
0					
	Primary Care Clinic (TI's Only)		1,600	1,400	200
	Urgent Care Clinics (TI's Only)		2,400	-	2,400
Other Strategic Capital Project Sub-Total			4,000	1,400	2,600
0					
Grand Total Facilities Projects			204,477	130,636	73,841

⁽¹⁾ Approved Spending prior to FY17

Balance Sheet (in thousands)

ASSETS

	Audited	
	January 31, 2017	June 30, 2016
CURRENT ASSETS		
(1) Cash	88,983	59,169
Short Term Investments	118,444	105,284
(2) Patient Accounts Receivable, net	104,815	120,960
Other Accounts and Notes Receivable	2,493	4,369
(3) Intercompany Receivables	1,310	2,200
(4) Inventories and Prepaids	45,667	39,678
Total Current Assets	361,713	331,660
BOARD DESIGNATED ASSETS		
Plant & Equipment Fund	121,973	119,650
(5) Women's Hospital Expansion	9,298	-
Operational Reserve Fund	100,196	100,196
Community Benefit Fund	12,854	13,037
Workers Compensation Reserve Fund	23,118	22,309
Postretirement Health/Life Reserve Fund	19,203	18,256
PTO Liability Fund	21,874	22,984
Malpractice Reserve Fund	1,800	1,800
Catastrophic Reserves Fund	15,756	14,125
Total Board Designated Assets	326,071	312,358
(6) FUNDS HELD BY TRUSTEE	25,410	30,841
LONG TERM INVESTMENTS	221,582	207,597
INVESTMENTS IN AFFILIATES	32,129	31,627
PROPERTY AND EQUIPMENT		
Fixed Assets at Cost	1,181,729	1,171,372
Less: Accumulated Depreciation	(512,495)	(485,856)
Construction in Progress	77,442	46,009
Property, Plant & Equipment - Net	746,675	731,525
DEFERRED OUTFLOWS	29,464	29,814
RESTRICTED ASSETS - CASH	0	-
TOTAL ASSETS	1,743,045	1,675,422

LIABILITIES AND FUND BALANCE

	Audited	
	January 31, 2017	June 30, 2016
CURRENT LIABILITIES		
(7) Accounts Payable	20,822	28,519
(8) Salaries and Related Liabilities	16,431	22,992
Accrued PTO	21,874	22,984
Worker's Comp Reserve	2,300	2,300
Third Party Settlements	13,242	11,314
Intercompany Payables	32	105
Malpractice Reserves	1,969	1,936
Bonds Payable - Current	3,735	3,635
(9) Bond Interest Payable	1,340	5,459
Other Liabilities	8,076	10,478
Total Current Liabilities	86,930	106,830
LONG TERM LIABILITIES		
Post Retirement Benefits	19,203	18,256
Worker's Comp Reserve	20,818	20,009
Other L/T Obligation (Asbestos)	3,701	3,637
Other L/T Liabilities (IT/Medl Leases)	-	-
Bond Payable	219,445	225,857
Total Long Term Liabilities	263,167	267,759
DEFERRED INFLOW OF RESOURCES	2,892	2,892
FUND BALANCE/CAPITAL ACCOUNTS		
Unrestricted	1,063,985	985,583
Board Designated	326,071	312,358
Restricted	0	-
(10) Total Fund Bal & Capital Accts	1,390,056	1,297,941
TOTAL LIABILITIES AND FUND BALANCE	1,743,045	1,675,422

El Camino Hospital Comparative Balance Sheet Variances and Footnotes ⁽¹⁾

- (1) The increase in cash is due allowing for immediate cash to be available for the recent significant construction projects that have started in MV campus.
- (2) The decrease is primarily due to the significant cash payments the Patient Accounts team has brought in during the four months, two months were in excess of \$70M where the projected budgeted was approximately \$63M per month.
- (3) The decrease is just a timing issue of intercompany payments from one quarter to another. Normally at a fiscal year end, they are higher due to the books being held open for a longer period of time in preparation for audit.
- (4) The increase is principally due to two quarterly pension contributions of \$2.6M each since July 1, 2016.
- (5) A new item, the District allocated its FY 2014 and FY 2015 Capital Appropriation Funds in support of future renovations to the Women's Hospital when the IMOB is completed and those floors become for patient care.
- (6) The decrease is due to additional withdraws from the 2015A Project Fund for the renovations at the Los Gatos campus.
- (7) The decrease is due significant General Contractor payments being accrued at year end, that were subsequently relieved during the first quarter of fiscal year 2017.
- (8) The decrease is due to timing of the release of the bi-weekly payroll liabilities, at June 30 there were 12/14's accrual on the books, at January 31 it was down to 3/14's.
- (9) The decrease is due a semi-annual 2015A bond interest payment made in January, 2017.
- (10) The increase is due to this fiscal year's P&L affect (\$64M from Operations and \$24M for Non-Operations – primarily due to unrealized investment gain), and the transfer from the District in support of the future Women's Hospital renovations.

⁽¹⁾ Hospital entity only, excludes controlled affiliates

APPENDIX

El Camino Hospital – Mountain View (\$000s)

7 months ending 1/31/2017

PERIOD 7 FY 2016	PERIOD 7 FY 2017	PERIOD 7 Budget 2017	Variance Fav (Unfav)	Var%	\$000s	YTD FY 2016	YTD FY 2017	YTD Budget 2017	Variance Fav (Unfav)	Var%
OPERATING REVENUE										
187,196	220,743	200,942	19,800	9.9%	Gross Revenue	1,287,286	1,413,282	1,373,904	39,378	2.9%
(130,246)	(162,494)	(147,053)	(15,441)	10.5%	Deductions	(927,954)	(1,020,465)	(1,005,435)	(15,031)	1.5%
56,950	58,248	53,889	4,359	8.1%	Net Patient Revenue	359,332	392,817	368,470	24,348	6.6%
1,894	664	1,839	(1,175)	-63.9%	Other Operating Revenue	12,576	14,293	13,109	1,184	9.0%
58,844	58,913	55,728	3,184	5.7%	Total Operating Revenue	371,908	407,110	381,579	25,531	6.7%
OPERATING EXPENSE										
32,149	29,836	33,119	3,282	9.9%	Salaries & Wages	209,763	214,818	223,035	8,217	3.7%
6,401	7,521	7,772	251	3.2%	Supplies	54,230	53,420	56,086	2,666	4.8%
7,178	6,378	6,395	17	0.3%	Fees & Purchased Services	47,812	45,282	46,048	765	1.7%
715	822	404	(418)	-103.3%	Other Operating Expense	12,469	4,935	4,759	(176)	-3.7%
449	444	448	4	0.9%	Interest	3,143	2,979	3,137	159	5.1%
3,694	3,482	4,006	524	13.1%	Depreciation	23,941	24,609	26,287	1,677	6.4%
50,586	48,483	52,144	3,660	7.0%	Total Operating Expense	351,357	346,043	359,351	13,308	3.7%
8,258	10,429	3,584	6,845	191.0%	Net Operating Income/(Loss)	20,551	61,067	22,227	38,840	174.7%
(15,809)	12,046	729	11,317	1552.6%	Non Operating Income	(32,971)	24,508	5,102	19,405	380.3%
(7,551)	22,475	4,313	18,162	421.1%	Net Income(Loss)	(12,421)	85,575	27,330	58,245	213.1%
19.0%	22.2%	12.2%	10.1%		EBITDA	10.5%	19.6%	11.2%	8.4%	
14.0%	17.7%	6.4%	11.3%		Operating Margin	5.5%	15.0%	5.8%	9.2%	
-12.8%	38.1%	7.7%	30.4%		Net Margin	-3.3%	21.0%	7.2%	13.9%	

El Camino Hospital – Los Gatos(\$000s)

7 months ending 1/31/2017

PERIOD 7 FY 2016	PERIOD 7 FY 2017	PERIOD 7 Budget 2017	Variance Fav (Unfav)	Var%	\$000s	YTD FY 2016	YTD FY 2017	YTD Budget 2017	Variance Fav (Unfav)	Var%
OPERATING REVENUE										
40,111	48,091	44,642	3,449	7.7%	Gross Revenue	291,722	305,930	313,226	(7,296)	-2.3%
(35,526)	(37,514)	(32,314)	(5,199)	16.1%	Deductions	(209,248)	(225,886)	(226,730)	844	-0.4%
4,584	10,577	12,328	(1,750)	-14.2%	Net Patient Revenue	82,474	80,044	86,497	(6,452)	-7.5%
179	38	215	(177)	-82.4%	Other Operating Revenue	1,424	1,143	1,503	(360)	-24.0%
4,763	10,615	12,543	(1,928)	-15.4%	Total Operating Revenue	83,898	81,187	88,000	(6,813)	-7.7%
OPERATING EXPENSE										
6,626	6,083	6,602	519	7.9%	Salaries & Wages	42,327	43,356	44,932	1,576	3.5%
1,934	2,129	1,708	(422)	-24.7%	Supplies	12,461	11,936	12,431	495	4.0%
1,336	1,385	1,223	(162)	-13.2%	Fees & Purchased Services	9,378	9,376	8,753	(623)	-7.1%
1,527	1,598	1,560	(38)	-2.4%	Other Operating Expense	11,119	11,483	11,314	(169)	-1.5%
0	0	0	0	0.0%	Interest	0	0	0	0	0.0%
497	503	696	193	27.7%	Depreciation	3,481	3,677	3,809	132	3.5%
11,921	11,698	11,788	90	0.8%	Total Operating Expense	78,766	79,829	81,239	1,410	1.7%
(7,157)	(1,082)	755	(1,837)	-243.3%	Net Operating Income/(Loss)	5,132	1,358	6,760	(5,402)	-79.9%
(26)	0	0	0	0.0%	Non Operating Income	(26)	(10)	0	(10)	0.0%
(7,184)	(1,082)	755	(1,837)	-243.3%	Net Income(Loss)	5,106	1,347	6,760	(5,413)	-80.1%
-113.6%	6.3%	21.5%	-15.2%		EBITDA	20.7%	17.0%	22.0%	-5.0%	
-150.3%	-10.2%	6.0%	-16.2%		Operating Margin	6.1%	1.7%	7.7%	-6.0%	
-150.8%	-10.2%	6.0%	-16.2%		Net Margin	6.1%	1.7%	7.7%	-6.0%	

Investment Committee Scorecard

El Camino Hospital Investment Committee Scorecard

December 31, 2016

Key Performance Indicator	Status	4Q 2016		Fiscal Year-to-date		4y 2m Since Inception (annualized)		FY17 Year-end Budget	Expectation Per Asset Allocation
		El Camino	Benchmark	El Camino	Benchmark	El Camino	Benchmark		May 2016
Investment Performance									
Surplus cash balance & op. cash (millions)		\$801.9	--	--	--	--	--	\$657.2	--
Surplus cash return	■	0.0%	0.3%	2.9%	3.1%	4.6%	4.6%	4.0%	5.2%
Cash balance plan balance (millions)		\$227.9	--	--	--	--	--	\$220.6	--
Cash balance plan return	■	-0.2%	0.6%	3.4%	3.8%	7.0%	6.6%	6.0%	5.8%
403(b) plan balance (millions)		\$362.4	--	--	--	--	--	--	--
Risk vs. Return									
Surplus cash Sharpe ratio	■	0.67	0.77	--	--	1.06	1.05	--	0.55
Net of fee return	■	3.1%	3.6%	--	--	4.6%	4.6%	--	5.2%
Standard deviation	■	4.5%	4.6%	--	--	4.3%	4.3%	--	8.6%
Cash balance Sharpe ratio	■	0.64	0.70	--	--	1.17	1.15	--	0.49
Net of fee return	■	3.8%	4.0%	--	--	7.0%	6.6%	--	5.8%
Standard deviation	■	6.0%	5.8%	--	--	5.8%	5.6%	--	10.7%
Asset Allocation									
Surplus cash absolute variances to target	■	7.5%	< 10%	--	--	--	--	--	--
Cash balance absolute variances to target	■	5.7%	< 10%	--	--	--	--	--	--
Manager Compliance									
Surplus cash manager flags	■	17	< 19 Green < 23 Yellow	--	--	--	--	--	--
Cash balance plan manager flags	■	20	< 20 Green < 25 Yellow	--	--	--	--	--	--

Glossary of Terms for Scorecard

Key Performance Indicator	Definition / Explanation
Investment Performance	
Surplus cash balance (millions)	Investment performance for the Surplus Cash portfolio lagged the benchmark by 30 bps for the quarter with a flat return. The portfolio has performed in-line with the benchmark since inception (Nov. 1, 2012) with a return of +4.6% annualized. The assets within the Surplus Cash account ended the quarter at \$801.9 million, significantly higher than the beginning of the quarter due an increase in cash from operations. With significant capital expenditures in the fiscal year 2017 plan the projected balance at fiscal year end is much lower at \$657.2 million.
Surplus cash return	
Cash balance plan balance (millions)	The Cash Balance Plan's performance lagged its benchmark for the quarter by 80 basis points with a return of -0.2%, but has outperformed its benchmark since inception. The since inception annualized return stands at +7.0%, 40 basis points ahead of its benchmark per year. The assets within the Cash Balance Plan ended the quarter at \$227.9 million. The budgeted amount for fiscal year 2017 is \$220.6 million.
Cash balance plan return	
403(b) plan balance (millions)	The 403(b) balance has risen substantially and now stands at \$362.4 million, an increase of \$5.3 million or 1.5% over the September 30, 2016 value.
Risk vs. Return	
Surplus cash 3-year Sharpe ratio	The Sharpe ratio is the excess return of an investment over the risk free rate (US Treasuries) generated per unit of risk (standard deviation) taken to obtain that return. The higher the value, the better the risk-adjusted return. It is important to view returns in this context because it takes into account the risk associated with a particular return rather than simply focusing on the absolute level of return.
3-year return	
3-year standard deviation	Sharpe ratio = (actual return - risk free rate) / standard deviation
Cash balance 3-year Sharpe ratio	The Surplus Cash portfolio's 3-year Sharpe ratio was below that of its benchmark, but above the expected Sharpe ratio modeled. This was more so due to very little volatility over the period with moderate returns. The Cash Balance Plan's 3-year Sharpe ratio exceeded modeling expectations and was in-line with its benchmark. Both accounts have demonstrated strong risk-adjusted returns since inception.
3-year return	
3-year standard deviation	
Asset Allocation	
Surplus cash absolute variances to target	This represents the sum of the absolute differences between the portfolio's allocations to various asset classes and the target benchmark's allocations to those asset classes. The higher the number, the greater the portfolio's allocations deviate from the target benchmark's allocations, indicating a higher possibility for the portfolio's risk and return characteristics to differ from the Board's expectations.
Cash balance absolute variances to target	The threshold for an alert "yellow" status is set at 10% and the threshold for more severe "red" status is set at 20%. Both portfolios are below the 10% threshold as the private real estate managers are fully invested.
Manager Compliance	
Surplus cash manager flags	This section represents how individual investment managers have fared and draws attention to elevated concerns regarding performance, organizational stability, investment personnel, accounting and regulatory issues, and portfolio characteristics all at the individual manager level. The number of flags are aggregated and a percentage of the total is used to highlight an alert "yellow" status (40% of the performance flags) and a more severe "red" status (50%). In total there are 111 potential flags for the Surplus Cash account (46 performance based) and 125 for the Cash Balance Plan (50 performance based).
Cash balance plan manager flags	
	Currently, both accounts are within the threshold.

Fees & Liquidity

El Camino Hospital Surplus Cash: Fees & Liquidity

December 31, 2016

Manager	Account Type	Liquidity Terms	Next Liquidity	Management Fees	Incentive Fees	Expected Annual Mgmt Fees (\$)	12/31/16 Market Value	%
Vanguard S&P 500 Index	Mutual Fund (VINIX)	T+1	Next Day	0.04%	0.00%	\$39,012	\$97,530,583	14.0%
Sands Large-Cap Growth	Mutual Fund (CISGX)	T+1	Next Day	0.79%	0.00%	\$201,999	\$25,569,519	3.7%
Barrow Hanley Large-Cap Value	Separate Account	T+3	3 Days	0.43%	0.00%	\$134,876	\$31,492,750	4.5%
Conestoga Small-Cap Growth	Mutual Fund (CCALX)	T+1	Next Day	0.90%	0.00%	\$147,034	\$16,337,060	2.4%
Wellington Small-Cap Value	Commingled Fund (WTC-CTF)	Monthly w/ 10 days	3/31/2017	0.89%	0.00%	\$179,973	\$20,161,899	2.9%
Walter Scott Int'l Equity (Dreyfus)	Mutual Fund (DISRX)	T+1	Next Day	0.94%	0.00%	\$422,330	\$44,928,708	6.5%
Northern Cross Int'l Equity (Harbor)	Mutual Fund (HAINX)	T+1	Next Day	0.77%	0.00%	\$325,308	\$42,247,832	6.1%
Harding Loevner Emerging Markets	Mutual Fund (HLMEX)	T+1	Next Day	1.29%	0.00%	\$157,977	\$12,246,257	1.8%
Total Equity				0.55%	0.00%	\$1,608,509	\$290,514,608	41.8%
Dodge & Cox Fixed	Separate Account	T+3	3 Days	0.23%	0.00%	\$224,063	\$99,375,194	14.3%
MetWest Total Return for CONCERN	Mutual Fund (MWT SX)	T+1	Next Day	0.38%	0.00%	\$48,310	\$12,713,043	1.8%
MetWest Fixed	Separate Account	T+3	3 Days	0.28%	0.00%	\$255,053	\$92,021,134	13.3%
Total Market Duration Fixed Income				0.26%	0.00%	\$527,425	\$204,109,371	29.4%
Barrow Hanley Short-Term Fixed	Separate Account	T+3	3 Days	0.19%	0.00%	\$141,131	\$75,128,694	10.8%
Wells Fargo Cash for CONCERN	Commingled Fund	T	Daily	n/a	0.00%	n/a	\$85,566	0.0%
Wells Fargo Cash	Commingled Fund	T	Daily	n/a	0.00%	n/a	\$2,855,069	0.4%
Total Short-Term				0.18%	0.00%	\$141,131	\$78,069,329	11.2%
Luxor Capital Partners Offshore, Ltd.	Limited Partnership	June 2017 w/ 90 days then 2-years after	6/30/2017	1.50%	17.50%	\$64,371	\$4,291,377	0.6%
ESG Cross Border Equity Offshore Fund, Ltd.	Limited Partnership	Quarterly w/ 60 days	6/30/2017	1.25%	20.00%	\$50,794	\$4,063,482	0.6%
Capeview Azri Fund	Limited Partnership	Monthly w/ 30 days	3/31/2017	1.50%	20.00%	\$41,570	\$2,771,311	0.4%
Capeview Azri 2x Fund	Limited Partnership	Monthly w/ 30 days	3/31/2017	2.00%	20.00%	\$62,343	\$3,117,127	0.4%
Passport Long Short Fund, Ltd. Class A1	Limited Partnership	Monthly w/ 15 days	3/31/2017	2.00%	15.00%	\$47,429	\$2,371,457	0.3%
Passport Long Short Fund, Ltd. Class B1	Limited Partnership	Monthly w/ 15 days	3/31/2017	2.00%	20.00%	\$44,890	\$2,244,476	0.3%
DK Distressed Opportunities Int'l, Ltd.	Limited Partnership	Annually w/ 90 days	12/31/2017	1.75%	20.00%	\$164,293	\$9,388,173	1.4%
York Credit Opportunities Unit Trust	Limited Partnership	Annually w/ 60 days	12/31/2017	1.50%	20.00%	\$102,808	\$6,853,863	1.0%
Brevan Howard Multi-Strategy Fund Ltd.	Limited Partnership	Monthly w/ 90 days	Redeemed	1.50%	20.00%	\$93,863	\$6,257,518	0.9%
Robeco Transtrend Diversified Fund LLC	Limited Partnership	Monthly w/ 3 days	3/31/2017	1.00%	20.00%	\$73,719	\$7,371,917	1.1%
BlackRock The 32 Capital Fund, Ltd.	Limited Partnership	Monthly w/ 30 days	3/31/2017	0.50%	30.00%	\$26,713	\$5,342,534	0.8%
Fir Tree International Value Fund, L.P.	Limited Partnership	Annually on 5/1 w/ 90 days	Redeemed	1.50%	20.00%	\$95,434	\$6,362,251	0.9%
Indus Japan Fund, Ltd.	Limited Partnership	Quarterly w/ 30 days	6/30/2017	1.50%	20.00%	\$77,774	\$5,184,918	0.7%
Bloom Tree Offshore Fund Ltd.	Limited Partnership	Quarterly w/ 45 days	6/30/2017	1.50%	20.00%	\$72,388	\$4,825,841	0.7%
Moore Macro Managers Fund	Limited Partnership	Quarterly w/ 60 days	6/30/2017	2.50%	25.00%	\$161,573	\$6,462,913	0.9%
Marathon Special Opportunity Fund Ltd.	Limited Partnership	Annually w/ 90 days on 6/30	6/30/2017	1.50%	20.00%	\$81,810	\$5,454,014	0.8%
Tiger Eye Fund, Ltd.	Limited Partnership	Quarterly w/ 60 days	6/30/2017	1.25%	20.00%	\$54,821	\$4,385,663	0.6%
Stone Milliner	Limited Partnership	Monthly w/ 60 days	4/30/2017	2.00%	20.00%	\$105,612	\$5,280,582	0.8%
Pine River Fund Ltd.	Limited Partnership	25% quarterly w/ 45 days	Redeemed	1.50%	20.00%	\$90,020	\$6,001,353	0.9%
Direct Hedge Fund Program Cash	Limited Partnership	T	Daily	n/a	0.00%	n/a	\$43,389	0.0%
Total Hedge Funds				1.54%	20.64%	\$1,512,222	\$98,074,158	14.1%
Oaktree RE Opportunities Fund VI	Limited Partnership	Illiquid	Illiquid	1.50%	20.00%	\$192,639	\$12,842,623	1.8%
Walton Street RE Fund	Limited Partnership	Illiquid	Illiquid	1.50%	20.00%	\$161,463	\$10,764,176	1.6%
Total Real Estate				1.50%	20.00%	\$354,102	\$23,606,799	3.4%
Total Alternatives				1.53%	20.51%	\$1,866,324	\$121,680,957	17.5%
Total Surplus Cash X District				0.60%	3.59%	\$4,143,388	\$694,374,265	100.0%

El Camino Hospital Cash Balance Plan: Fees & Liquidity

December 31, 2016

Manager	Account Type	Liquidity Terms	Next Liquidity	Management Fees	Incentive Fees	Expected Annual Mgmt Fees (\$)	12/31/16 Market Value	%
Vanguard S&P 500 Index	Mutual Fund (VINIX)	T+1	Next Day	0.04%	0.00%	\$14,342	\$35,853,753	15.7%
Sands Large-Cap Growth	Mutual Fund (CISGX)	T+1	Next Day	0.79%	0.00%	\$108,304	\$13,709,410	6.0%
Barrow Hanley Large-Cap Value	Separate Account	T+3	3 Days	0.43%	0.00%	\$75,325	\$17,587,998	7.7%
Conestoga Small-Cap Growth	Mutual Fund (CCALX)	T+1	Next Day	0.90%	0.00%	\$50,237	\$5,581,926	2.4%
Wellington Small-Cap Value	Commingled Fund (WTC-CIF)	Monthly w/ 10 days	3/31/2017	0.89%	0.00%	\$60,925	\$6,825,234	3.0%
Walter Scott Int'l Equity (Dreyfus)	Mutual Fund (DISRX)	T+1	Next Day	0.94%	0.00%	\$169,511	\$18,033,056	7.9%
Northern Cross Int'l Equity (Harbor)	Mutual Fund (HAINX)	T+1	Next Day	0.77%	0.00%	\$125,311	\$16,274,111	7.1%
Harding Loevner Emerging Markets	Mutual Fund (HLMEX)	T+1	Next Day	1.29%	0.00%	\$68,116	\$5,280,332	2.3%
Total Equity				0.56%	0.00%	\$672,071	\$119,145,821	52.3%
Dodge & Cox Fixed	Mutual Fund (DODIX)	T+1	Next Day	0.43%	0.00%	\$122,120	\$28,400,004	12.5%
MetWest Fixed	Mutual Fund (MWTIX)	T+1	Next Day	0.43%	0.00%	\$120,687	\$28,066,848	12.3%
Total Market Duration Fixed Income				0.43%	0.00%	\$242,807	\$56,466,852	24.8%
Barrow Hanley Short-Term Fixed	Separate Account	T+3	3 Days	0.19%	0.00%	\$13,343	\$7,103,066	3.1%
Cash	Commingled Fund	T	Daily	n/a	0.00%	n/a	\$2,373,517	1.0%
Total Short-Term				0.14%	0.00%	\$13,343	\$9,476,583	4.2%
Lighthouse Diversified	Limited Partnership	Monthly w/ 90 days	6/30/2017	1.50%	0.00%	\$232,654	\$15,510,263	6.8%
Pointer	Limited Partnership	50% semi-annual w/ 105 days	6/30/2017	1.00%	2.00%	\$131,684	\$13,168,357	5.8%
Total Hedge Funds				1.27%	0.92%	\$364,338	\$28,678,620	12.6%
Oaktree RE Opportunities	Limited Partnership	Illiquid	Illiquid	1.50%	20.00%	\$115,584	\$7,705,574	3.4%
Walton Street	Limited Partnership	Illiquid	Illiquid	1.50%	20.00%	\$96,806	\$6,453,719	2.8%
Total Real Estate				1.50%	20.00%	\$941,064	\$14,159,293	6.2%
Total Alternatives				1.35%	7.23%	\$1,305,402	\$42,837,912	18.8%
Total Cash Balance Plan				0.66%	1.36%	\$2,233,623	\$227,927,169	100.0%

Fourth Quarter Performance Review

Performance Update



El Camino Hospital

January 2017

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PAVILION

Surplus Cash Monthly Update

Composite Asset Allocation & Performance

As of January 31, 2017

	Allocation		Performance(%)							
	Market Value (\$)	%	Month	1 Quarter	1 Year	3 Years	5 Years	10 Years	Since Inception	Inception Period
Total Surplus Cash X District	704,878,319	100.0	1.3	2.4	9.2	3.7	4.9	5.3	4.8	4y 3m
Total Surplus Cash Benchmark			1.2	2.6	9.5	4.2	4.8	4.9	4.8	
Pre-Pavilion Total Surplus Cash Benchmark			0.3	0.1	4.3	3.3	3.5	4.2	3.3	
Total Surplus Cash X District X Privates	681,271,521	96.7	1.4	2.5	9.4	3.4	4.7	5.2	4.6	4y 3m
Surplus Cash Total Benchmark x Privates			1.2	2.6	9.7	4.2	4.8	4.9	4.8	
Total Equity Composite	298,000,351	42.3	2.6	5.8	17.9	5.9	10.9	4.7	10.5	4y 3m
Total Equity Benchmark - Surplus			2.4	7.2	20.5	6.8	11.4	4.4	10.8	
Domestic Equity Composite	194,736,163	27.6	1.9	8.2	20.7	7.9	13.5	6.0	13.5	4y 3m
Domestic Equity Benchmark - Surplus			1.7	9.3	23.0	10.1	14.5	5.8	14.4	
Large Cap Equity Composite	158,444,522	22.5	2.5	6.9	18.8	8.8	13.8	6.1	13.9	4y 3m
Large Cap Equity Benchmark			2.0	7.9	20.5	10.7	14.4	5.8	14.4	
Small Cap Equity Composite	36,291,640	5.1	-0.6	14.3	30.0	5.7	-	-	12.5	4y 3m
Small Cap Equity Benchmark			0.5	14.7	33.5	7.9	13.0	6.9	14.3	
International Equity Composite	103,264,188	14.6	3.9	1.6	12.8	1.8	-	-	4.2	4y 3m
MSCI AC World ex USA (Net)			3.5	3.7	16.1	0.9	4.4	1.3	4.2	

Returns are expressed as percentages and are net of investment management fees. Returns for periods greater than one year are annualized.

Surplus Cash Monthly Update

Composite Asset Allocation & Performance

As of January 31, 2017

	Allocation		Performance(%)							
	Market Value (\$)	%	Month	1 Quarter	1 Year	3 Years	5 Years	10 Years	Since Inception	Inception Period
Total Fixed Income Composite	286,982,522	40.7	0.3	-0.9	3.5	2.4	2.3	4.2	1.9	4y 3m
Total Fixed Income Benchmark - Surplus			0.2	-1.6	1.3	2.2	1.8	3.9	1.6	
Short Duration Fixed Income Composite	80,893,686	11.5	0.2	-0.1	1.5	1.0	1.2	3.2	0.8	4y 3m
Short Duration Fixed Income Benchmark - Surplus			0.2	-0.2	0.9	0.9	1.1	3.2	0.9	
Market Duration Fixed Income Composite	206,088,836	29.2	0.4	-1.2	4.1	2.9	3.0	5.5	2.3	4y 3m
Blmbg. Barc. U.S. Aggregate			0.2	-2.0	1.5	2.6	2.1	4.4	1.7	
Total Alternatives Composite	119,895,447	17.0	0.7	2.4	4.1	3.2	-	-	3.9	3y 9m
Total Alternatives Benchmark - Surplus			0.7	1.8	4.9	3.8	-	-	4.1	
Real Estate Composite	23,606,799	3.3	0.0	0.0	3.7	13.3	-	-	11.4	3y 5m
NCREIF Property Index			0.0	1.2	7.2	10.7	10.7	6.8	10.7	
Hedge Fund Composite	96,288,648	13.7	0.9	3.0	4.0	0.9	-	-	2.2	3y 9m
HFRI Fund of Funds Composite Index			0.9	2.0	4.2	1.6	3.2	1.3	2.4	

Returns are expressed as percentages and are net of investment management fees. Returns for periods greater than one year are annualized.

Surplus Cash Monthly Update

Manager Asset Allocation & Performance

As of January 31, 2017

	Allocation		Performance(%)							
	Market Value (\$)	%	Month	1 Quarter	1 Year	3 Years	5 Years	10 Years	Since Inception	Inception Period
Large-Cap Equity										
Vanguard S&P 500 Index	99,377,553	14.1	1.9	7.8	20.0	10.8	14.1	7.0	14.3	4y 3m
S&P 500			1.9	7.8	20.0	10.8	14.1	7.0	14.3	
Barrow Hanley Large Cap Value	31,331,725	4.4	-0.6	7.0	20.0	9.0	13.5	6.0	9.0	16y 6m
Russell 1000 Value Index			0.7	9.1	24.6	10.2	14.1	5.7	7.0	
Sands Large Cap Growth (Touchstone)	27,735,244	3.9	8.5	3.9	13.1	2.8	11.7	9.3	11.7	4y 3m
Russell 1000 Growth Index			3.4	6.9	17.2	10.8	13.9	8.4	14.7	
Small-Cap Equity										
Wellington Small Cap Value	19,938,446	2.8	-1.2	17.0	27.3	10.0	13.5	8.7	14.8	4y 3m
Russell 2000 Value Index			-0.7	17.1	40.2	9.5	13.4	6.0	14.4	
Conestoga Small Cap Growth	16,353,195	2.3	0.1	11.2	25.7	6.2	12.7	9.1	12.0	0y 7m
Russell 2000 Growth Index			1.6	12.2	26.9	6.2	12.5	7.7	15.0	
International Equity										
Walter Scott Int'l (Dreyfus)	46,560,282	6.6	3.6	1.0	13.1	3.3	5.2	3.7	4.1	4y 3m
MSCI AC World ex USA (Net)			3.5	3.7	16.1	0.9	4.4	1.3	4.2	
Northern Cross Int'l (Harbor)	43,759,525	6.2	3.6	2.3	9.9	-0.7	4.0	2.3	3.7	4y 3m
MSCI AC World ex USA (Net)			3.5	3.7	16.1	0.9	4.4	1.3	4.2	
Harding Loevner Inst. Emerging Markets I	12,944,381	1.8	5.7	1.5	26.0	3.1	3.6	3.4	11.8	1y 5m
MSCI Emerging Markets (Net)			5.5	0.8	25.4	1.4	0.2	2.5	10.0	
Short Duration Fixed Income										
Barrow Hanley Short Fixed	75,283,169	10.7	0.2	-0.1	1.6	1.0	0.8	2.4	4.8	25y 10m
Blmbg. Barc. 1-3 Year Gov/Credit			0.2	-0.2	0.9	0.9	0.9	2.4	4.3	
Cash Composite	5,610,516	0.8	0.0	0.1	0.3	0.2	-	-	-0.1	4y 3m
90 Day U.S. Treasury Bill			0.0	0.1	0.3	0.1	0.1	0.7	0.1	

Returns are expressed as percentages and are net of investment management fees. Returns for periods greater than one year are annualized.

Surplus Cash Monthly Update

Manager Asset Allocation & Performance

As of January 31, 2017

	Allocation		Performance(%)							
	Market Value (\$)	%	Month	1 Quarter	1 Year	3 Years	5 Years	10 Years	Since Inception	Inception Period
Market Duration Fixed Income										
Dodge & Cox Fixed	99,768,962	14.2	0.4	-0.7	6.3	3.4	3.6	5.1	2.9	4y 3m
Blmbg. Barc. U.S. Aggregate			0.2	-2.0	1.5	2.6	2.1	4.4	1.7	
MetWest Fixed	93,572,061	13.3	0.4	-1.6	2.2	2.6	3.3	5.7	1.8	4y 3m
Blmbg. Barc. U.S. Aggregate			0.2	-2.0	1.5	2.6	2.1	4.4	1.7	
Met West Total Return Bond Plan - CONCERN	12,747,813	1.8	0.3	-1.7	1.7	2.5	3.8	-	1.7	1y
Blmbg. Barc. U.S. Aggregate			0.2	-2.0	1.5	2.6	2.1	4.4	1.5	
Real Estate										
Oaktree Capital Management RE Opportunities Fund VI	12,842,623	1.8	0.0	-0.1	0.9	11.1	-	-	9.3	3y 5m
NCREIF Property Index			0.0	1.2	7.2	10.7	10.7	6.8	10.7	
Walton Street Real Estate Fund VII, L.P.	10,764,176	1.5	0.0	0.0	7.4	18.3	-	-	17.9	3y 3m
NCREIF Property Index			0.0	1.2	7.2	10.7	10.7	6.8	10.7	
Hedge Funds										
Hedge Fund Composite	96,288,648	13.7	0.9	3.0	4.0	0.9	-	-	2.2	3y 9m
HFRI Fund of Funds Composite Index			0.9	2.0	4.2	1.6	3.2	1.3	2.4	
Total Plan										
Total Surplus Cash X District	704,878,319	100.0	1.3	2.4	9.2	3.7	4.9	5.3	4.8	4y 3m
Surplus Cash Total Benchmark			1.2	2.6	9.5	4.2	4.8	4.9	4.8	
Pre-Pavilion Surplus Cash Total Benchmark			0.3	0.1	4.3	3.3	3.5	4.2	3.3	

Returns are expressed as percentages and are net of investment management fees. Returns for periods greater than one year are annualized.

Surplus Cash Monthly Update

Hedge Fund Manager Asset Allocation & Performance

As of January 31, 2017

	Allocation		Performance(%)							
	Market Value (\$)	%	Month	1 Quarter	1 Year	3 Years	5 Years	10 Years	Since Inception	Inception Period
Total Portfolio										
Hedge Fund Composite	96,288,648	100.0	0.9	3.0	4.0	0.9	-	-	2.2	3y 9m
HFRI Fund of Funds Composite Index			0.9	2.0	4.2	1.6	3.2	1.3	2.4	
Equity Long/Short										
Equity HF Composite	33,747,034	35.0	1.5	2.2	-4.0	-1.7	-	-	0.7	3y 9m
HFRI Equity Hedge (Total) Index			2.0	4.1	12.7	3.1	5.1	3.0	4.4	
Bloom Tree Offshore Fund Ltd.	4,897,033	5.1	1.5	3.1	3.5	3.5	6.4	-	3.0	2y 10m
HFRI Equity Hedge (Total) Index			2.0	4.1	12.7	3.1	5.1	3.0	2.5	
CapeView Azri Fund Limited	2,792,029	2.9	0.7	0.6	-4.2	1.8	4.4	-	3.1	3y 7m
HFRI Equity Hedge (Total) Index			2.0	4.1	12.7	3.1	5.1	3.0	4.8	
CapeView Azri 2X Fund	3,161,369	3.3	1.4	1.2	-8.2	4.1	9.5	-	6.8	3y 7m
HFRI Equity Hedge (Total) Index			2.0	4.1	12.7	3.1	5.1	3.0	4.8	
ESG Cross Border Equity Offshore Fund, Ltd.	3,965,035	4.1	-2.4	-7.6	-16.7	-8.8	-2.0	1.1	-6.0	3y 9m
HFRI Equity Hedge (Total) Index			2.0	4.1	12.7	3.1	5.1	3.0	4.4	
Indus Japan Fund Ltd.	5,224,756	5.4	0.8	5.8	-0.8	1.7	9.1	4.1	1.4	3y 2m
HFRI Equity Hedge (Total) Index			2.0	4.1	12.7	3.1	5.1	3.0	3.0	
Luxor Capital Partners Offshore, Ltd.	4,620,526	4.8	7.7	19.5	22.1	-5.8	-0.5	6.0	-2.1	3y 9m
HFRI Equity Hedge (Total) Index			2.0	4.1	12.7	3.1	5.1	3.0	4.4	
Passport Long Short Fund, Ltd. (1x)	2,363,936	2.5	-0.3	-3.6	-13.3	-3.3	4.2	-	-1.6	3y 6m
HFRI Equity Hedge (Total) Index			2.0	4.1	12.7	3.1	5.1	3.0	4.2	
Passport Long Short Fund, Ltd. (2x)	2,232,091	2.3	-0.6	-6.8	-24.5	-6.5	8.6	-	-3.2	3y 6m
HFRI Equity Hedge (Total) Index			2.0	4.1	12.7	3.1	5.1	3.0	4.2	
Tiger Eye Fund, Ltd.	4,490,259	4.7	2.4	1.7	-1.5	0.0	9.9	-	-0.1	2y 10m
HFRI Equity Hedge (Total) Index			2.0	4.1	12.7	3.1	5.1	3.0	2.5	

Returns are expressed as percentages and are net of investment management fees. Returns for periods greater than one year are annualized.

Surplus Cash Monthly Update

Hedge Fund Manager Asset Allocation & Performance

As of January 31, 2017

	Allocation		Performance(%)							
	Market Value (\$)	%	Month	1 Quarter	1 Year	3 Years	5 Years	10 Years	Since Inception	Inception Period
Credit										
Credit HF Composite	22,128,574	23.0	2.0	5.4	19.9	2.7	-	-	5.2	3y 9m
HFRI ED: Distressed/Restructuring Index			2.3	6.7	21.6	2.2	5.6	3.9	3.8	
DK Distressed Opportunities International (Cayman) Ltd.	9,523,363	9.9	1.4	4.5	24.8	5.5	9.8	7.5	7.9	3y 9m
HFRI ED: Distressed/Restructuring Index			2.3	6.7	21.6	2.2	5.6	3.9	3.8	
Marathon Special Opportunity Fund Ltd.	5,580,002	5.8	2.3	6.6	25.1	1.2	7.0	4.5	0.5	2y 10m
HFRI ED: Distressed/Restructuring Index			2.3	6.7	21.6	2.2	5.6	3.9	1.3	
York Credit Opportunities Unit Trust	7,025,209	7.3	2.5	5.8	10.4	-0.2	6.1	8.3	2.5	3y 9m
HFRI ED: Distressed/Restructuring Index			2.3	6.7	21.6	2.2	5.6	3.9	3.8	
Macro										
Macro HF Composite	25,135,211	26.1	-0.9	3.3	2.8	5.1	-	-	2.3	3y 9m
HFRI Macro (Total) Index			-0.4	0.3	-0.3	1.9	0.6	2.7	0.7	
BP Transtrend Diversified Fund LLC	7,180,986	7.5	-2.6	1.5	0.4	8.9	4.4	6.0	4.6	3y 9m
HFRI Macro (Total) Index			-0.4	0.3	-0.3	1.9	0.6	2.7	0.7	
Brevan Howard Multi-Strategy Fund Limited	6,273,044	6.5	0.2	5.1	6.3	2.5	2.3	-	1.0	3y 9m
HFRI Macro (Total) Index			-0.4	0.3	-0.3	1.9	0.6	2.7	0.7	
Moore Macro Managers Fund	6,462,267	6.7	0.0	4.0	1.9	2.8	6.0	7.0	2.7	2y 10m
HFRI Macro (Total) Index			-0.4	0.3	-0.3	1.9	0.6	2.7	1.9	
Stone Milliner Macro Fund Inc.	5,218,915	5.4	-1.2	2.8	3.4	7.1	8.5	8.1	3.2	1y 11m
HFRI Macro (Total) Index			-0.4	0.3	-0.3	1.9	0.6	2.7	-1.7	

Returns are expressed as percentages and are net of investment management fees. Returns for periods greater than one year are annualized.

Surplus Cash Monthly Update

Hedge Fund Manager Asset Allocation & Performance

As of January 31, 2017

	Allocation		Performance(%)							
	Market Value (\$)	%	Month	1 Quarter	1 Year	3 Years	5 Years	10 Years	Since Inception	Inception Period
Relative Value										
Relative Value HF Composite	15,277,829	15.9	1.3	1.1	4.9	-0.3	-	-	1.6	3y 9m
HFRI RV: Multi-Strategy Index			0.6	2.1	8.2	3.5	5.1	3.7	3.7	
Blackrock The 32 Capital Fund, Ltd.	5,427,358	5.6	1.6	0.0	-7.3	-0.8	2.1	3.0	-1.3	0y 6m
HFRI RV: Multi-Strategy Index			0.6	2.1	8.2	3.5	5.1	3.7	3.7	
Fir Tree International Value Fund (Non-US), L.P.	6,444,960	6.7	1.3	2.6	10.3	-2.3	3.7	5.4	0.2	3y 9m
HFRI RV: Multi-Strategy Index			0.6	2.1	8.2	3.5	5.1	3.7	3.7	
Pine River Fund Ltd.	3,405,511	3.5	0.9	0.3	5.0	0.2	6.1	10.6	0.3	2y 10m
HFRI RV: Multi-Strategy Index			0.6	2.1	8.2	3.5	5.1	3.7	3.3	

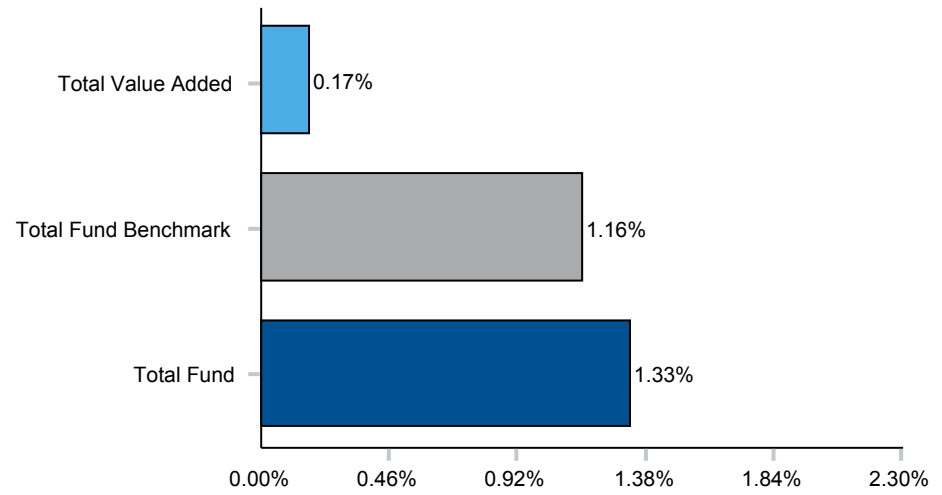
Returns are expressed as percentages and are net of investment management fees. Returns for periods greater than one year are annualized.

Surplus Cash Monthly Update

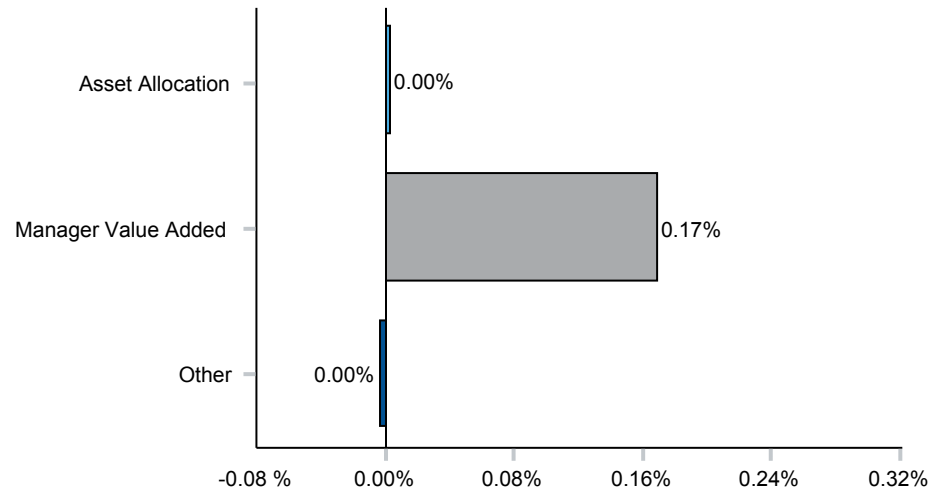
Total Surplus Cash X District Attribution

1 Month Ending January 31, 2017

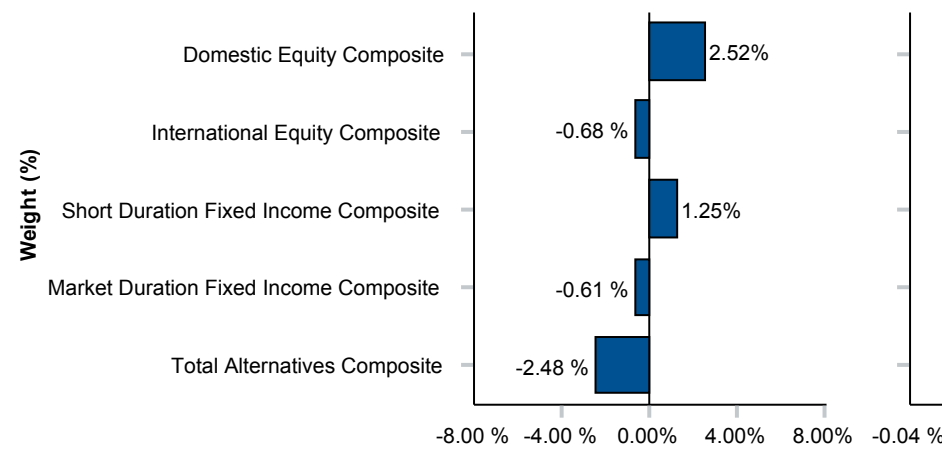
Total Fund Performance



Total Value Added:0.17%

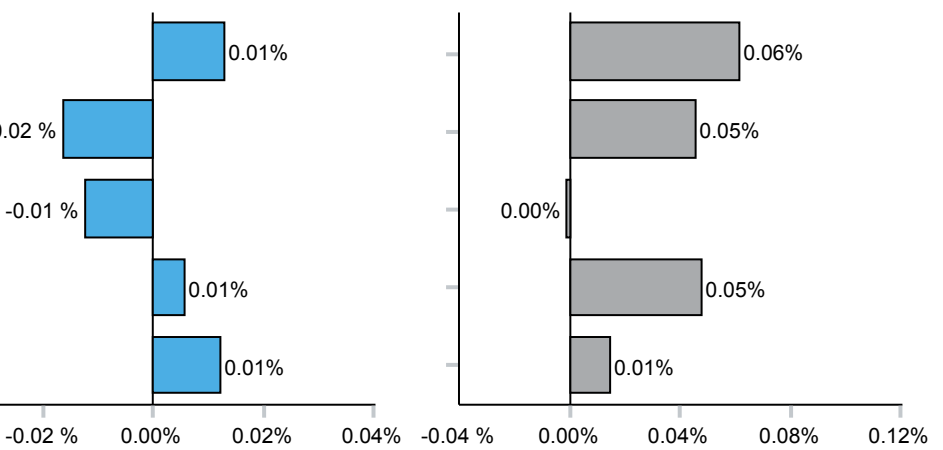


Total Asset Allocation:0.00%



■ Average Active Weight

Total Manager Value Added:0.17%



■ Asset Allocation Value Added

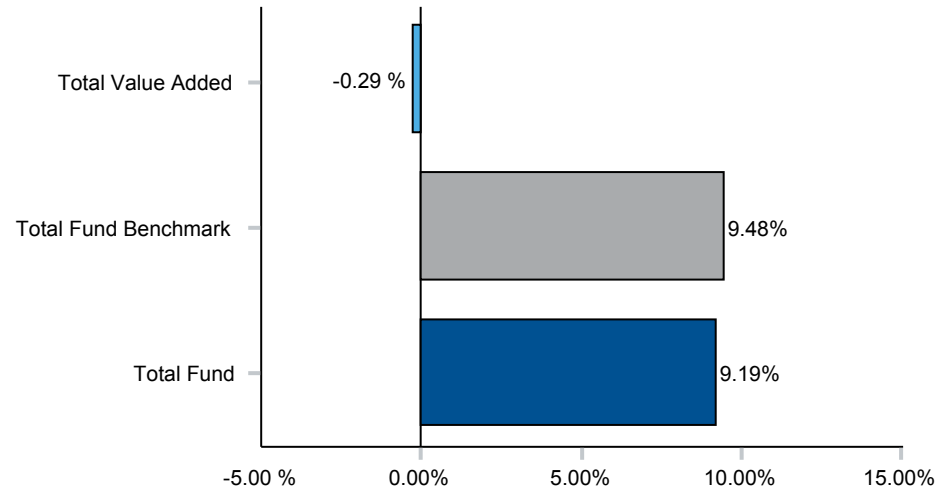
■ Manager Value Added

Surplus Cash Monthly Update

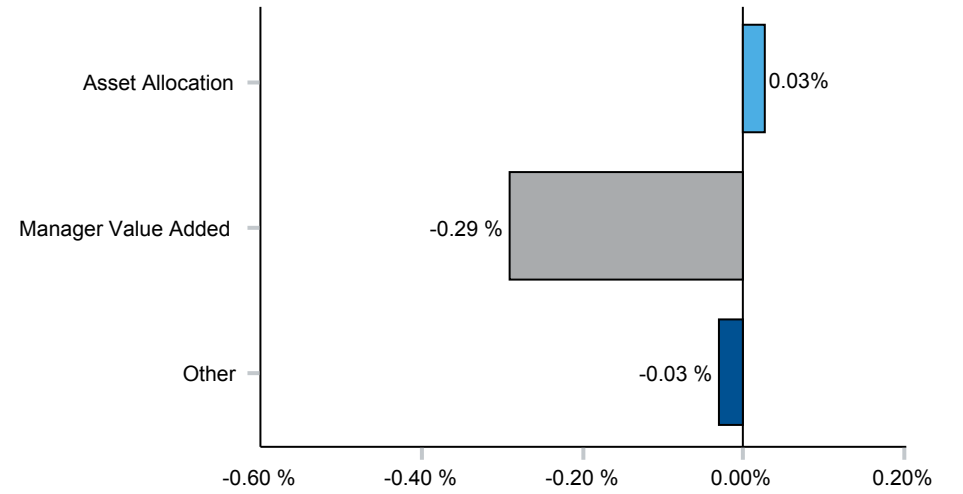
Total Surplus Cash X District Attribution

1 Year Ending January 31, 2017

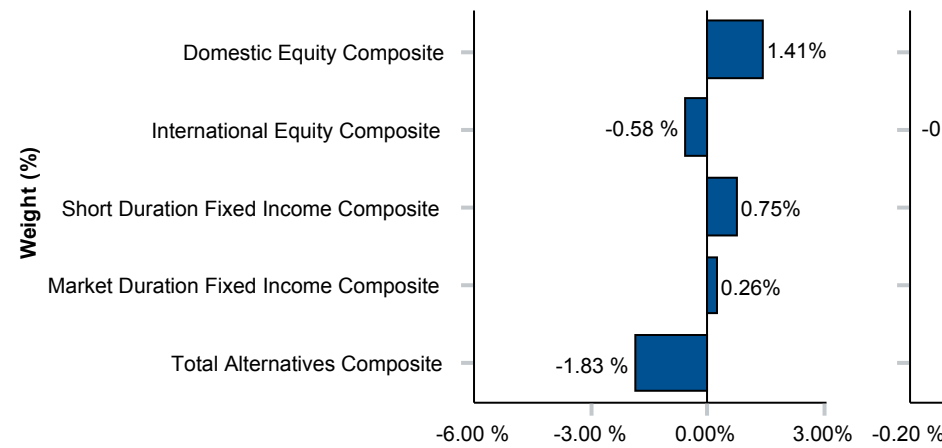
Total Fund Performance



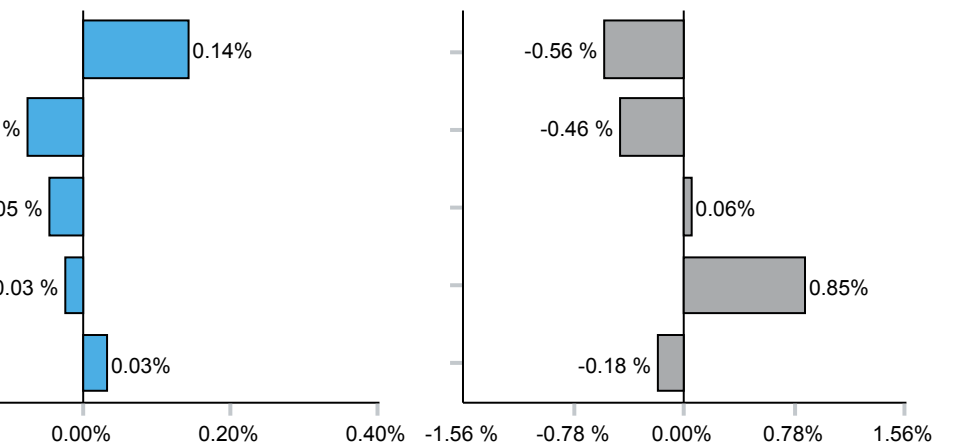
Total Value Added:-0.29 %



Total Asset Allocation:0.03%



Total Manager Value Added:-0.29 %



■ Average Active Weight

■ Asset Allocation Value Added

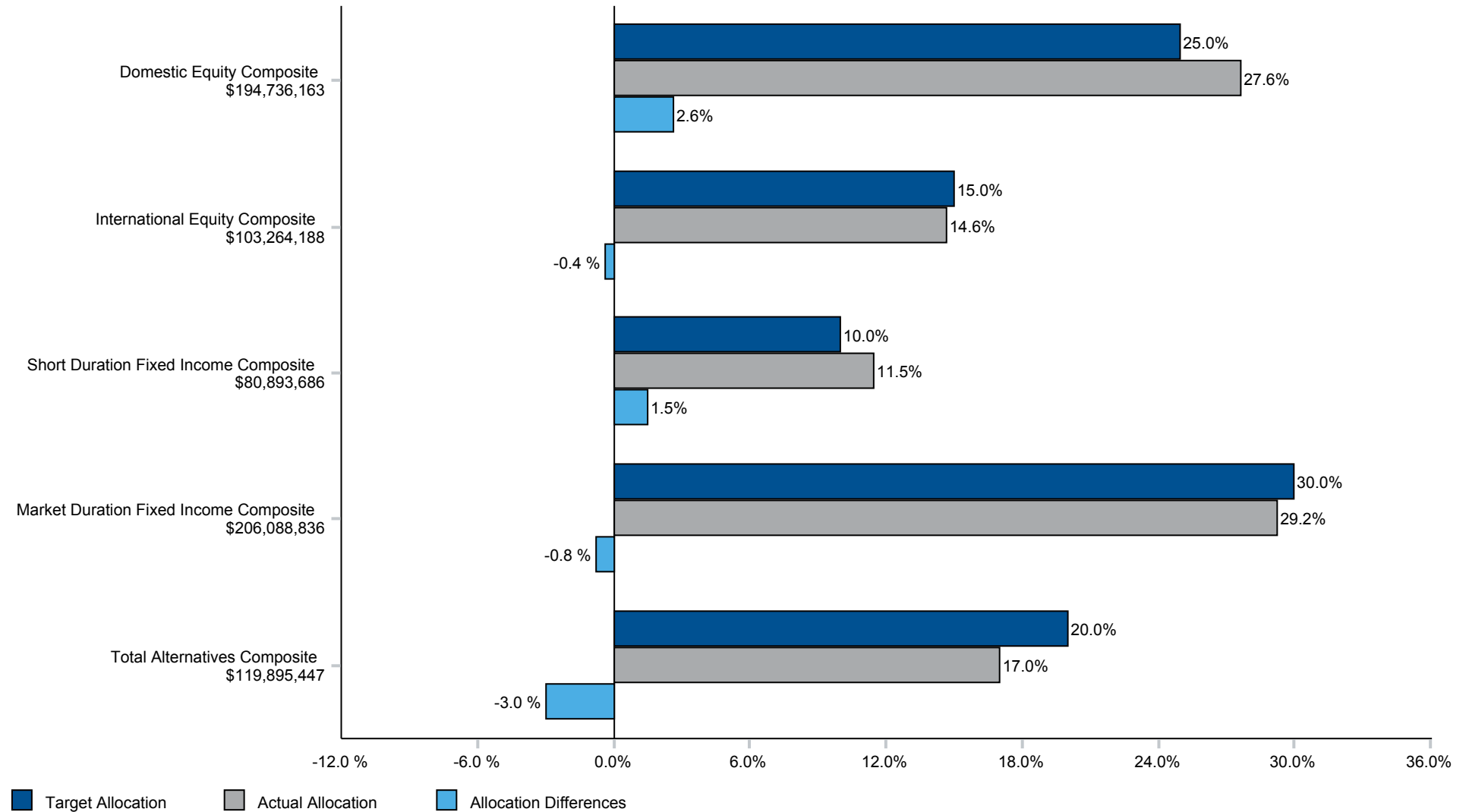
■ Manager Value Added

Surplus Cash Monthly Update

Total Surplus Cash X District vs. Surplus Cash Target Allocation

As of January 31, 2017

January 31, 2017 : \$704,878,319



Cash Balance Plan Monthly Update

Composite Asset Allocation & Performance

As of January 31, 2017

	Allocation		Performance(%)							
	Market Value (\$)	%	Month	1 Quarter	1 Year	3 Years	5 Years	10 Years	Since Inception	Inception Period
Total Cash Balance Plan	233,746,233	100.0	1.6	2.8	10.3	4.9	8.1	5.1	7.2	4y 3m
Total Cash Balance Plan Benchmark			1.3	3.2	11.1	5.0	7.4	4.5	6.8	
Pre-Pavilion Total Cash Balance Plan Benchmark			0.5	4.6	14.9	7.2	9.3	5.5	9.1	
Total Cash Balance Plan X Private Structures	219,586,941	93.9	1.7	3.0	10.8	4.4	7.8	4.9	6.9	4y 3m
Cash Balance Plan Total X Privates Benchmark			1.4	3.4	11.3	4.7	7.2	4.5	6.6	
Total Equity Composite	122,336,470	52.3	2.7	5.6	17.1	5.7	11.1	3.9	10.2	4y 3m
Total Equity Benchmark			2.4	7.1	20.2	6.9	11.3	4.4	10.7	
Domestic Equity Composite	81,210,776	34.7	2.1	7.8	20.0	8.0	14.0	5.2	13.5	4y 3m
Domestic Equity Benchmark			1.7	9.0	22.5	10.3	14.5	5.8	14.4	
Large Cap Equity Composite	68,875,663	29.5	2.6	6.7	18.4	8.5	14.1	5.3	13.7	4y 3m
Large Cap Equity Benchmark			2.0	7.9	20.5	10.7	14.4	5.8	14.4	
Small Cap Equity Composite	12,335,112	5.3	-0.6	14.3	30.0	5.7	-	-	12.5	4y 3m
Small Cap Equity Benchmark			0.5	14.7	33.5	7.9	13.0	6.9	14.3	
International Equity Composite	41,125,694	17.6	3.9	1.6	11.6	1.4	-	-	4.0	4y 3m
MSCI AC World ex USA (Net)			3.5	3.7	16.1	0.9	4.4	1.3	4.2	

Returns are expressed as percentages and are net of investment management fees. Returns for periods greater than one year are annualized.

Cash Balance Plan Monthly Update

Composite Asset Allocation & Performance

As of January 31, 2017

	Allocation		Performance(%)							
	Market Value (\$)	%	Month	1 Quarter	1 Year	3 Years	5 Years	10 Years	Since Inception	Inception Period
Total Fixed Income Composite	68,203,040	29.2	0.2	-1.1	3.4	2.3	2.7	5.1	2.1	4y 3m
Total Fixed Income Benchmark			0.2	-1.5	1.3	2.1	1.9	4.3	1.5	
Short Duration Fixed Income Composite	11,559,387	4.9	-0.2	-0.3	0.9	0.7	0.6	-	0.7	4y 3m
Short Duration Fixed Income Benchmark			0.2	-0.2	0.9	0.9	0.7	1.1	0.9	
Market Duration Fixed Income Composite	56,643,654	24.2	0.3	-1.2	3.8	2.8	3.2	5.2	2.6	4y 3m
Blmbg. Barc. U.S. Aggregate			0.2	-2.0	1.5	2.6	2.1	4.4	1.7	
Total Alternatives Composite	43,206,723	18.5	0.9	1.5	4.2	7.4	-	-	8.3	4y 3m
Total Alternatives Benchmark			0.6	1.7	5.2	4.6	-	-	5.9	
Hedge Fund of Fund Composite	29,047,431	12.4	1.3	2.3	4.3	4.4	-	-	6.6	4y 3m
HFRI Fund of Funds Composite Index			0.9	2.0	4.2	1.6	3.2	1.3	3.5	
Real Estate Composite	14,159,293	6.1	0.0	0.0	3.7	13.7	-	-	11.2	4y 1m
NCREIF Property Index			0.0	1.2	7.2	10.7	10.7	6.8	10.8	

Returns are expressed as percentages and are net of investment management fees. Returns for periods greater than one year are annualized.

Cash Balance Plan Monthly Update

Manager Asset Allocation & Performance

As of January 31, 2017

	Allocation		Performance(%)							
	Market Value (\$)	%	Month	1 Quarter	1 Year	3 Years	5 Years	10 Years	Since Inception	Inception Period
Large-Cap Equity										
Vanguard Institutional Index Fund	36,532,729	15.6	1.9	7.8	20.0	10.8	14.1	7.0	14.3	4y 3m
S&P 500			1.9	7.8	20.0	10.8	14.1	7.0	14.3	
Barrow Hanley Large Cap Value	17,472,345	7.5	-0.7	6.9	20.1	9.2	13.7	6.1	13.8	4y 3m
Russell 1000 Value Index			0.7	9.1	24.6	10.2	14.1	5.7	14.0	
Sands Large Cap Growth (Touchstone)	14,870,590	6.4	8.5	3.9	13.1	2.8	11.7	9.3	11.7	4y 3m
Russell 1000 Growth Index			3.4	6.9	17.2	10.8	13.9	8.4	14.7	
Small-Cap Equity										
Wellington Small Cap Value	6,747,673	2.9	-1.2	17.1	27.4	10.1	13.5	8.7	14.8	4y 3m
Russell 2000 Value Index			-0.7	17.1	40.2	9.5	13.4	6.0	14.4	
Conestoga Small Growth	5,587,439	2.4	0.1	11.2	25.7	6.2	12.7	9.1	12.0	0y 7m
Russell 2000 Growth Index			1.6	12.2	26.9	6.2	12.5	7.7	15.0	
International Equity										
Walter Scott Int'l (Dreyfus)	18,687,922	8.0	3.6	1.0	13.1	3.3	5.2	3.7	4.1	4y 3m
MSCI AC World ex USA (Net)			3.5	3.7	16.1	0.9	4.4	1.3	4.2	
Northern Cross Int'l (Harbor)	16,856,424	7.2	3.6	2.3	9.9	-0.7	4.0	2.3	3.7	4y 3m
MSCI AC World ex USA (Net)			3.5	3.7	16.1	0.9	4.4	1.3	4.2	
Harding Loevner Inst. Emerging Markets I	5,581,348	2.4	5.7	1.5	26.0	3.1	3.6	3.4	1.5	0y 3m
MSCI Emerging Markets (Net)			5.5	0.8	25.4	1.4	0.2	2.5	0.8	
Short Duration Fixed Income										
Barrow Hanley Short Fixed	10,684,400	4.6	-0.2	-0.6	0.8	0.6	0.7	2.3	0.7	4y 3m
Blmbg. Barc. 1-3 Year Gov/Credit			0.2	-0.2	0.9	0.9	0.9	2.4	0.9	
Cash Composite	874,987	0.4	0.1	0.7	1.5	2.2	1.4	-	1.7	4y 3m
90 Day U.S. Treasury Bill			0.0	0.1	0.3	0.1	0.1	0.7	0.1	

Returns are expressed as percentages and are net of investment management fees. Returns for periods greater than one year are annualized.

Cash Balance Plan Monthly Update

Manager Asset Allocation & Performance

As of January 31, 2017

	Allocation		Performance(%)							
	Market Value (\$)	%	Month	1 Quarter	1 Year	3 Years	5 Years	10 Years	Since Inception	Inception Period
Market Duration Fixed Income										
Dodge & Cox Income Fund	28,504,493	12.2	0.4	-0.7	6.1	3.1	3.4	5.1	6.9	28y 1m
Blmbg. Barc. U.S. Aggregate			0.2	-2.0	1.5	2.6	2.1	4.4	6.4	
Met West Total Return Fund I	28,139,161	12.0	0.3	-1.7	1.5	2.5	3.8	5.9	2.4	4y 3m
Blmbg. Barc. U.S. Aggregate			0.2	-2.0	1.5	2.6	2.1	4.4	1.7	
Hedge Fund of Funds										
Lighthouse Diversified	15,626,590	6.7	0.8	2.1	4.1	3.7	5.7	3.4	5.9	4y 3m
HFRI Fund of Funds Composite Index			0.9	2.0	4.2	1.6	3.2	1.3	3.5	
Pointer Offshore LTD	13,420,841	5.7	1.9	2.5	4.7	5.3	7.2	7.4	7.5	4y 1m
HFRI Fund of Funds Composite Index			0.9	2.0	4.2	1.6	3.2	1.3	3.2	
Real Estate										
Oaktree RE Opportunities Fund V1	7,705,574	3.3	0.0	-0.1	0.9	11.6	-	-	9.7	4y 1m
NCREIF Property Index			0.0	1.2	7.2	10.7	10.7	6.8	10.8	
Walton Street Real Estate Fund VII, L.P.	6,453,719	2.8	0.0	0.0	7.4	18.0	-	-	-	3y 8m
NCREIF Property Index			0.0	1.2	7.2	10.7	10.7	6.8	10.7	
Total Plan										
Total Cash Balance Plan	233,746,233	100.0	1.6	2.8	10.3	4.9	8.1	5.1	7.2	4y 3m
Total Cash Balance Plan Benchmark			1.3	3.2	11.1	5.0	7.4	4.5	6.8	

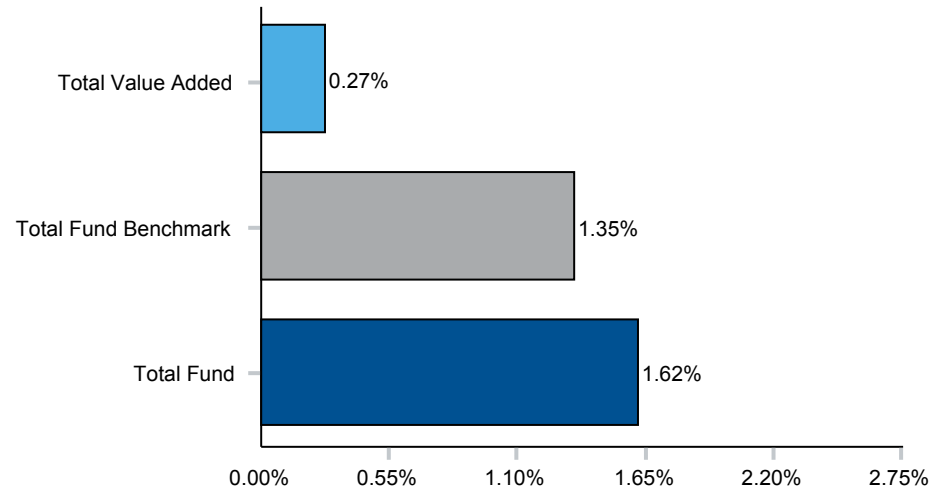
Returns are expressed as percentages and are net of investment management fees. Returns for periods greater than one year are annualized.

Cash Balance Plan Monthly Update

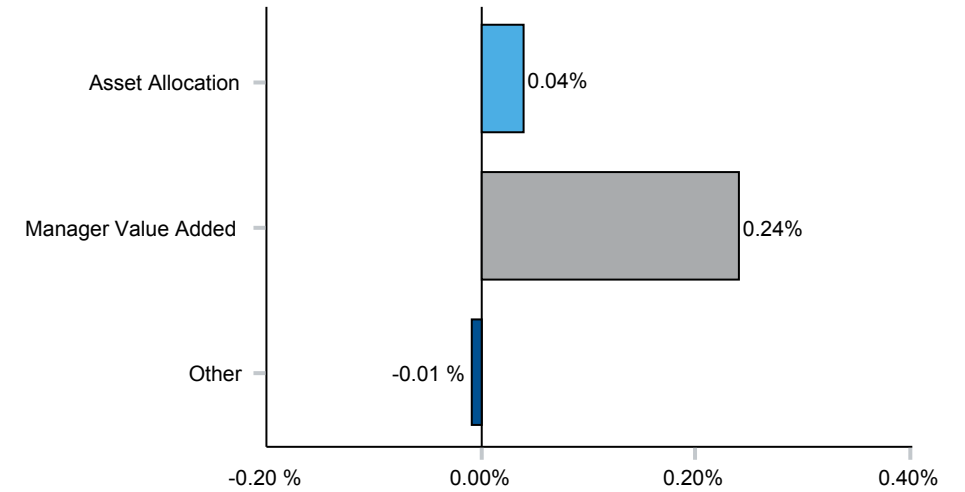
Total Cash Balance Plan Attribution

1 Month Ending January 31, 2017

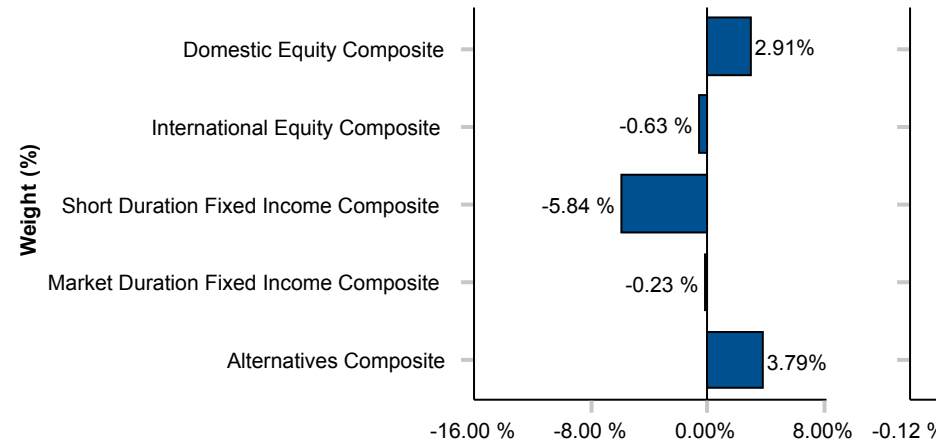
Total Fund Performance



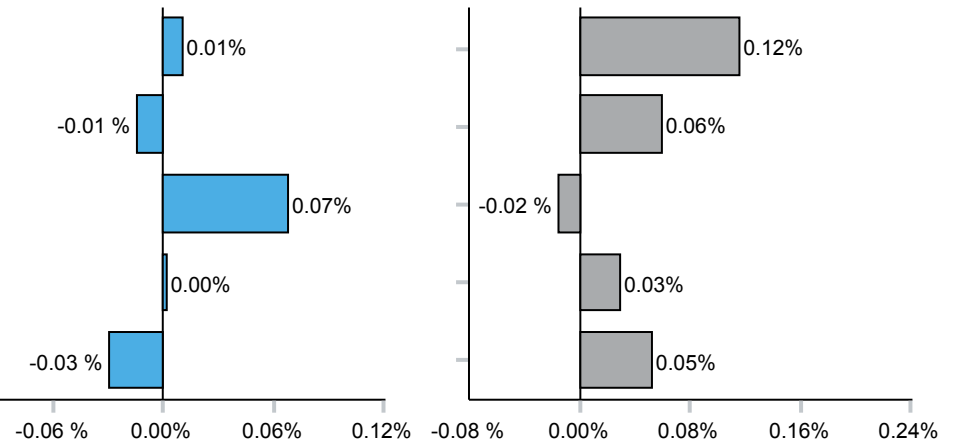
Total Value Added:0.27%



Total Asset Allocation:0.04%



Total Manager Value Added:0.24%



■ Average Active Weight

■ Asset Allocation Value Added

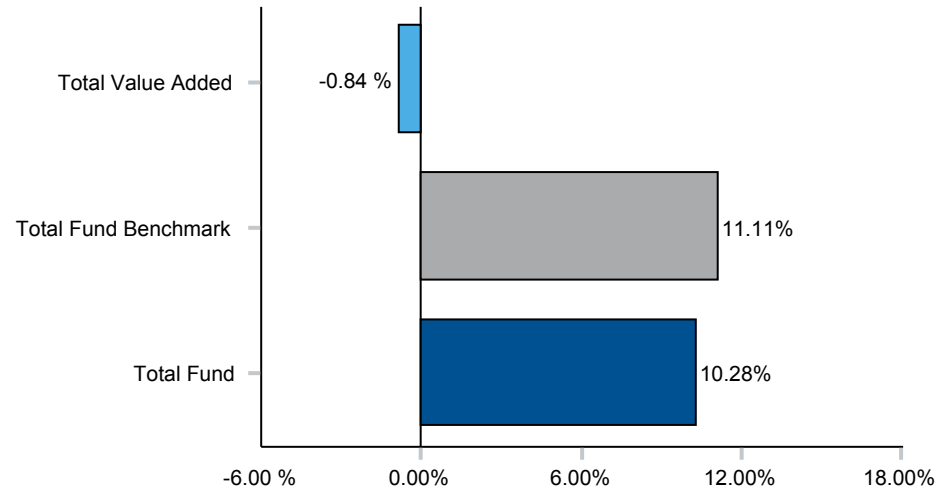
■ Manager Value Added

Cash Balance Plan Monthly Update

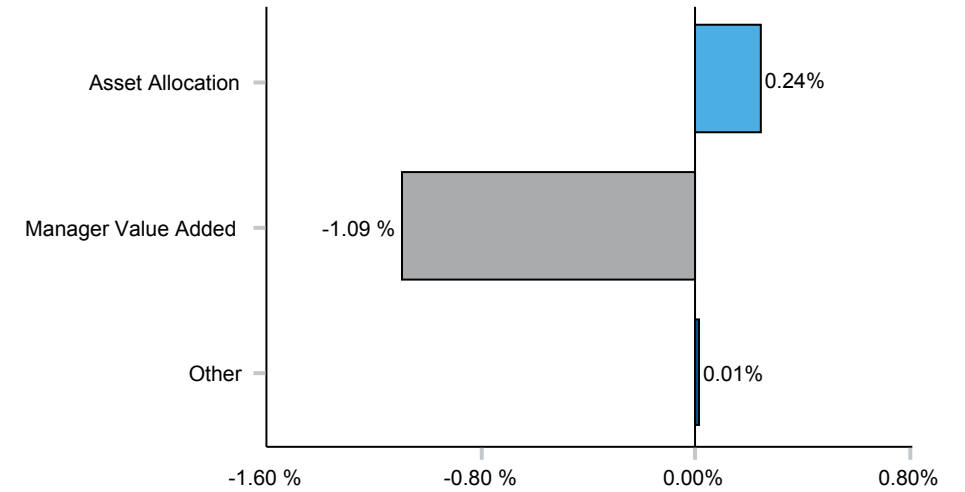
Total Cash Balance Plan Attribution

1 Year Ending January 31, 2017

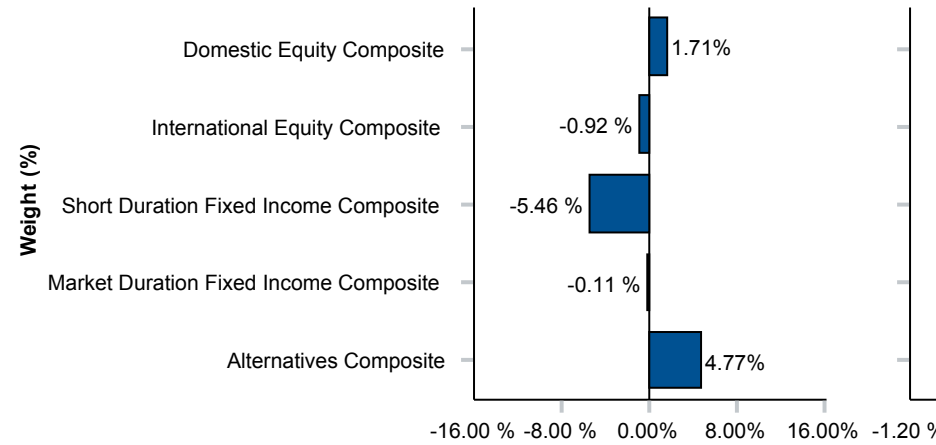
Total Fund Performance



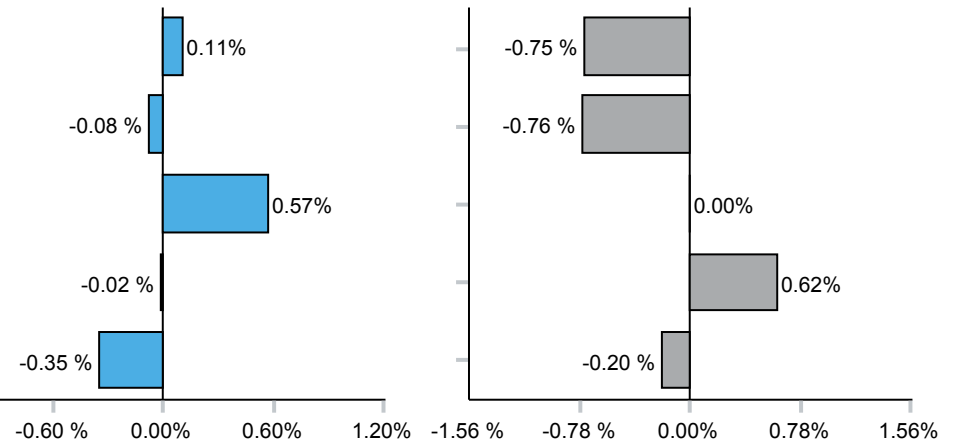
Total Value Added:-0.84 %



Total Asset Allocation:0.24%



Total Manager Value Added:-1.09 %



■ Average Active Weight

■ Asset Allocation Value Added

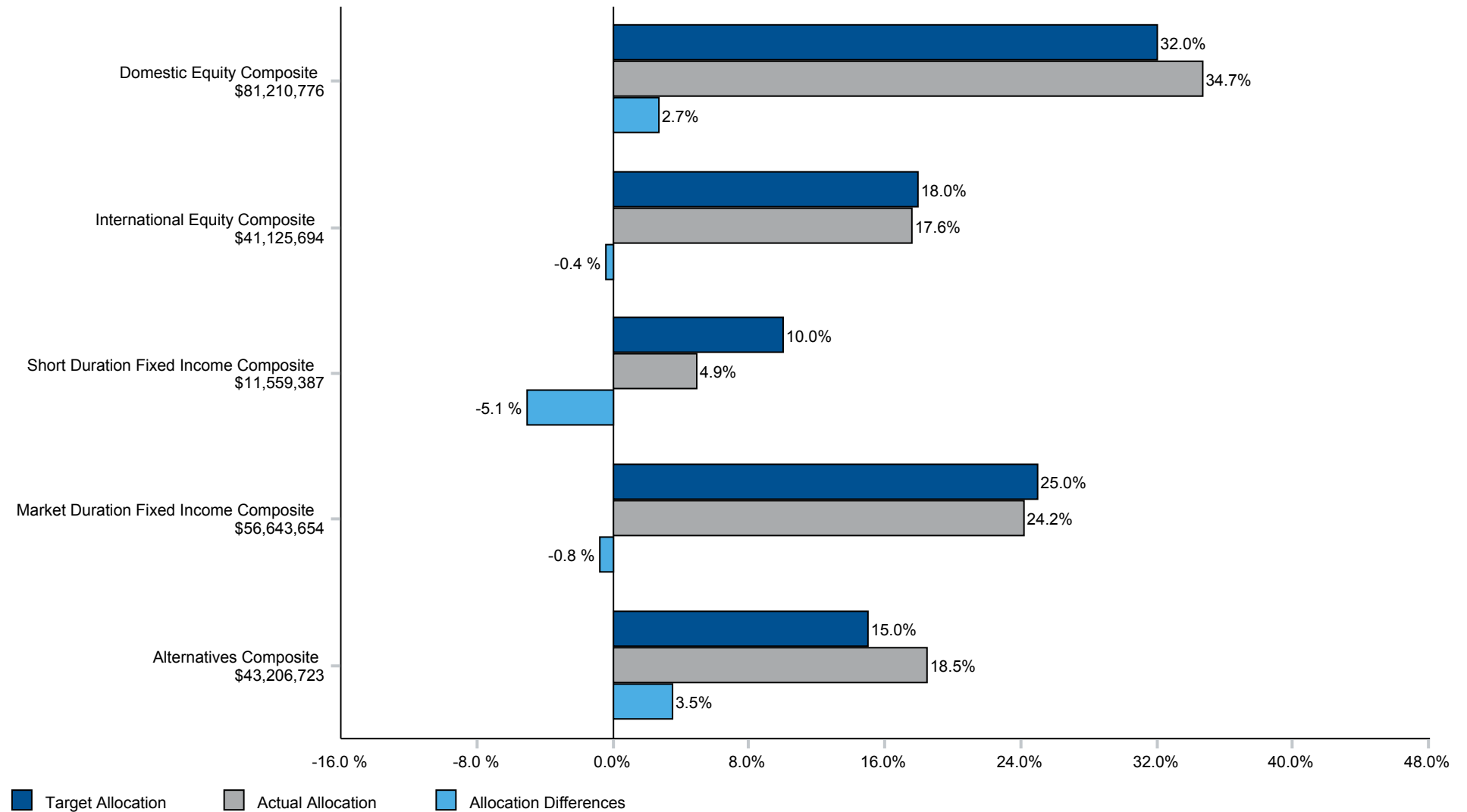
■ Manager Value Added

Cash Balance Plan Monthly Update

Total Cash Balance Plan vs. Cash Balance Plan Target Allocation

As of January 31, 2017

January 31, 2017 : \$233,746,233



Disclosures

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Returns are net of investment fees unless otherwise denoted. Returns for periods greater than one year are annualized. Mutual fund returns assume reinvestment of all distributions at net asset value (NAV) and deduction of fund expenses.

Past performance does not guarantee future results. This document may include certain forward-looking statements that are based on current estimates and forecasts. Actual results could differ materially. Investing in securities products involves risk, including possible loss of principal as the value of investments fluctuates.

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d. 4Q16 El Camino Hospital Executive Summary

Executive Summary



El Camino Hospital

4th Quarter 2016

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Table of Contents

1	Capital Markets Review & Investment Outlook	1
2	Portfolio Review	15
3	Surplus Cash - Performance Summary	22
4	Surplus Cash - Asset Class Diversification	37
5	Surplus Cash - Direct Hedge Fund Portfolio	44
6	Cash Balance Plan - Performance Summary	55
7	Cash Balance Plan - Asset Class Diversification	68
8	Appendix	75

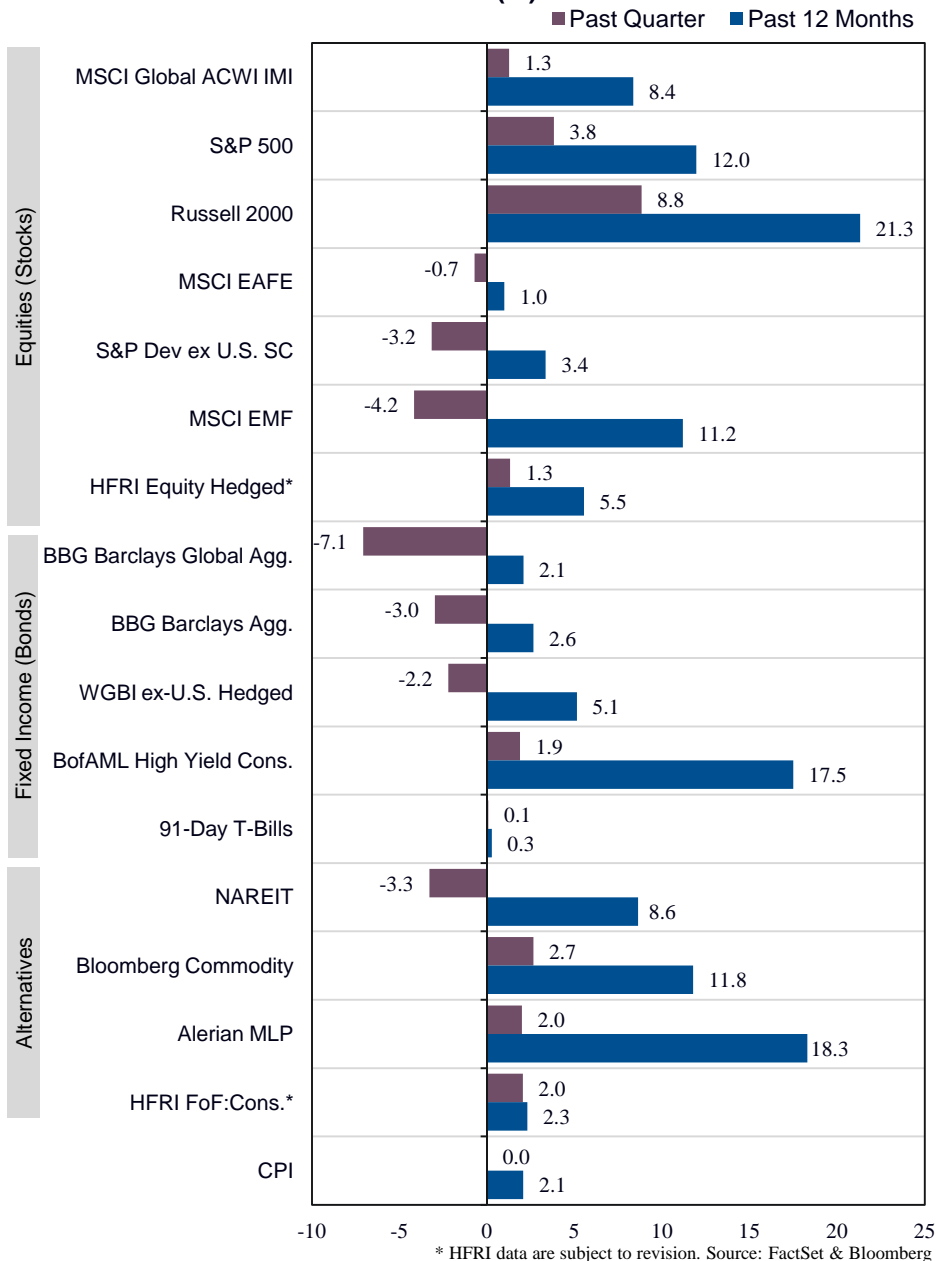


Capital Markets Review & Investment Outlook

Capital Markets Review

Summary

Performance: Past Quarter and Year (%)



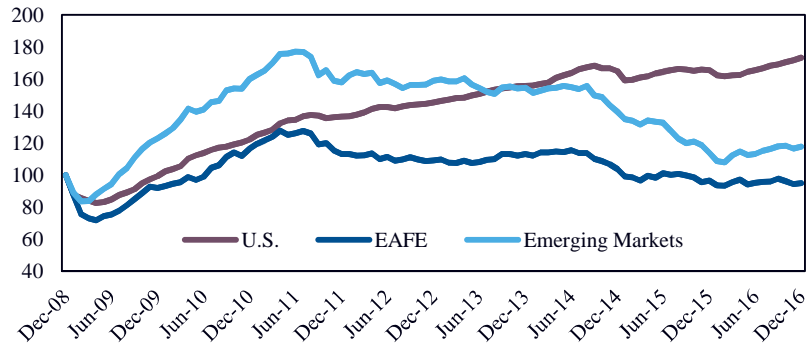
Global Growth Picks Up Steam

- § The positive economic momentum of the third quarter carried into the fourth. Improving expectations were supported by resolution of several uncertainties including the U.S. election, OPEC's oil production, and Italy's referendum. Shifting global fiscal policies reducing austerity drags or adding stimulus, as emphasized by the incoming U.S. administration added to investor optimism.
- § With the stabilization of commodity prices and the slowing of U.S. dollar appreciation, inflation has trended back toward more "normal" ranges. Advanced economies are beginning to reinflate while heightened inflation dissipates in emerging markets. Normalizing inflation coupled with accelerating global growth has provided reinforcement for rising interest rates.
- § Global monetary policy remained accommodative, providing few surprises as the U.S. Federal Open Market Committee ("FOMC") raised rates 25 basis points and the European Central Bank ("ECB") extended its purchase program. Less anticipated, however, were changes to the FOMC's projections indicating three rate increases in 2017, and the ECB's reduction of purchases while expanding eligible securities for purchase.
- § While economic growth is picking up globally, the recent spike in the U.S. dollar eroded much of the performance from international investments for U.S. dollar denominated investors, and somewhat curtailed emerging market optimism.
- § Domestic equities outpaced international equities during the quarter. Value stocks performed best globally, aided by overweights in financials deemed to benefit from the rising yield curve.
- § The global increase in interest rates held back fixed income performance with most spread sectors outpacing duration adjusted Treasury equivalents.
- § Oil prices were buoyed by OPEC's commitment to cut production and improving global growth. For the year, commodity price performance was strong (+11.8%), as many of 2015's headwinds disappeared throughout the year.

Capital Markets Review

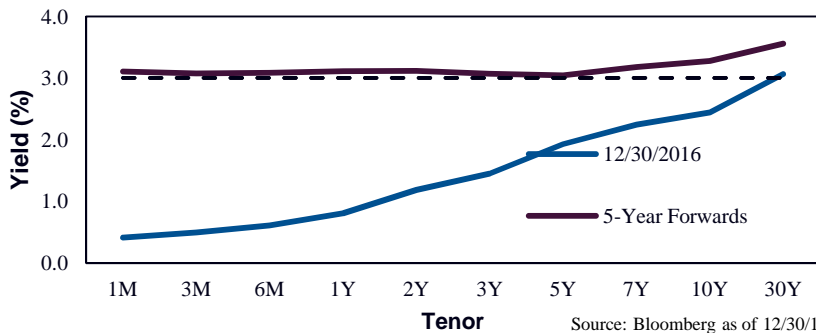
Asset Class Outlook

Returning Earnings Growth



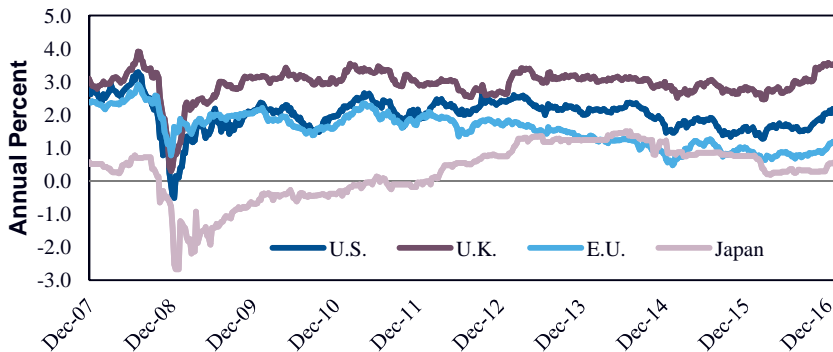
Source: FactSet NTM EPS Expectations (Jan. 2009 = 100), S&P 500, MSCI EAFE, & MSCI EM

U.S. Treasury Yields and Forward Expectations



Source: Bloomberg as of 12/30/16

Global Inflation Expectations



Source: Bloomberg, Sovereign Inflation Swaps

Equities

§ Despite strong fourth quarter performance, equity markets still appear to have room to run. Fundamentals have improved in almost every market, allowing earnings growth to turn positive, which is a reversal of almost five quarters of negative to flat earnings growth. The improvement in earnings combined with the anticipated business friendly policies of the new Trump administration likely will lend further support to U.S. equities, particularly those with more concentrated domestic exposure most likely to benefit from policy changes. Improving growth is not uniform across geographies. The U.S. and emerging markets are showing the strongest improvements. Equities with greater exposure to more rapidly growing geographies should outperform.

Fixed Income

§ The fourth quarter saw a fairly tumultuous rise in yields. The 10-year Treasury rate rose more than 80 basis points, bringing up yields across developed sovereign markets. The rate increases reflected the Federal Reserve's return to normalizing monetary policy, with December rate hike of 25 basis points. While yields in some credit sectors rose as well, spread tightening, likely reflecting improving economic fundamentals, significantly dampened the move. A positive result of the move higher in yields is the fact that duration positions now offer more protection in the event of an economic downturn or flight to quality. Since a significant component of the diversification benefit is derived from income, portfolio diversification benefits appear to be particularly pronounced in high quality investment-grade credits including Agency and Non-Agency MBS as well as CMBS. For long-term investors with an ability to sacrifice liquidity for yield pick-up, private credit remains an attractive opportunity. ABS also remains an attractive cash surrogate.

Real Assets (Inflation Protection Assets)

§ Fears of deflation appear to have abated as inflation expectations increased across developed markets, reverting to levels closer to long-term averages. While inflation expectations have risen, we do not anticipate actual levels rising much above the Federal Reserves 2% target near term. As a result, equity positions should provide some protection against near term inflation. In the current low yield environment, global listed infrastructure may provide a diversifying income stream with a slightly lower volatility profile than commodities. Within commodities and infrastructure, we continue to favor the energy complex. While U.S. REITs have outperformed broader equity markets, we maintain a cautious view due to its correlation to long duration instruments.

Capital Markets Review

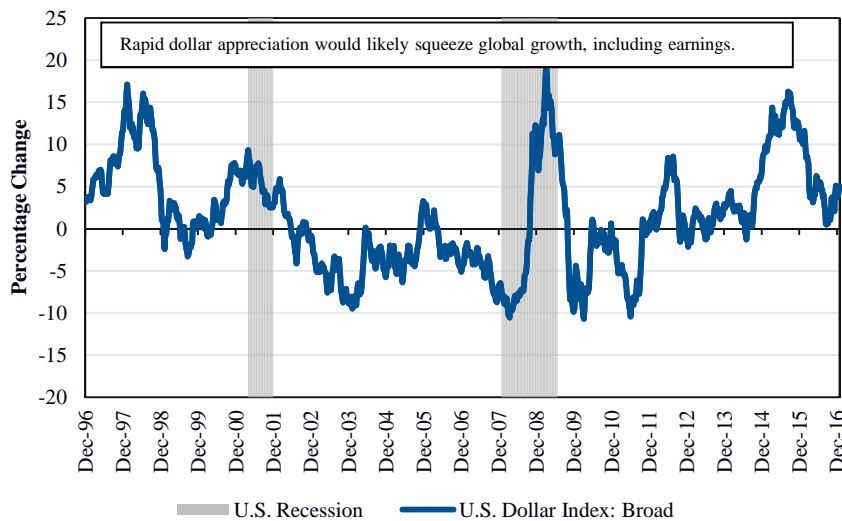
Key Market Risks

Current Risk Levels



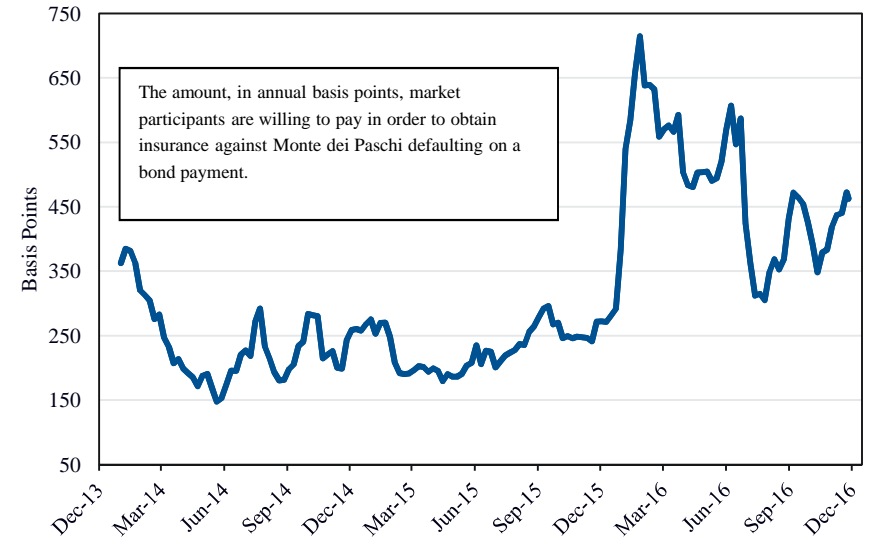
Source: Bloomberg, FactSet, Recession Alert, & Pavilion Analysis

Y-O-Y Percentage Change in Dollar Valuation



Source: Federal Reserve FRED Data

Banca Monte dei Paschi CDS



Source: Bloomberg

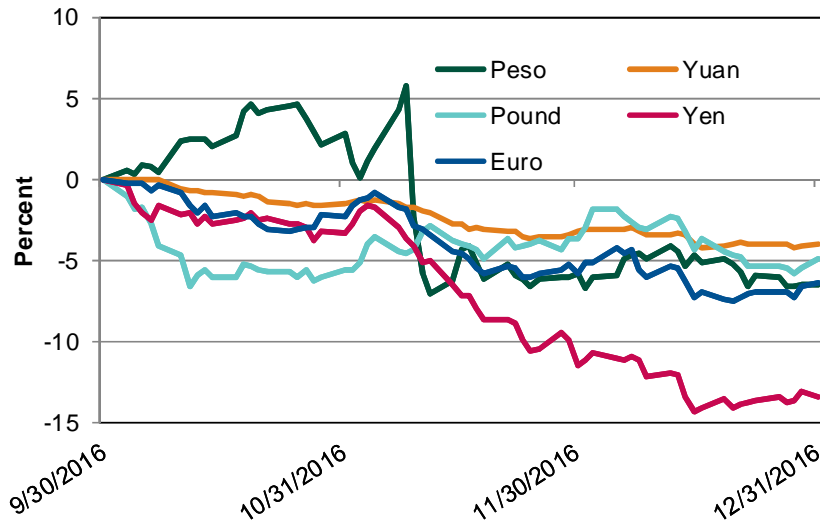
Cyclical Risks Remain Low with Regional Disturbances Present

- § **Italian Bank Crisis:** Italian banks and policy makers have struggled since the financial crisis to formulate a recapitalization plan for bank balance sheets. While banks throughout Europe had similar challenges, Italy's governance structure, weak fiscal position and the particular weakness of several high profile Italian banks has made them the poster child of the E.U. banking crisis. The concern is that loss of confidence in one or more Italian banks touches of a new round of E.U. financial sector fears or discussions of an Italian exit from the E.U., "Quitaly."
- § **Resurgence in Dollar Appreciation:** The global economy only now is recovering from the tightening of global financial conditions caused by the 2014-2015 appreciation of the U.S. dollar. The resumption of rate hikes by the FOMC has reignited fears of a continuation of this phenomenon. We think it unlikely that the pace of appreciation of the past two years will be revisited, but acknowledge that appreciation beyond a 5% year-over-year pace likely will create a drag and stymie or reverse this recovery.
- § **Policy Shortfall:** While anticipated policy changes are not the only factor providing a lift to equity markets, they have served as an accelerant. As a result, any material shortfall in actual proposals relative to expectations could trigger a material adjustment downward to the equity markets.

Capital Markets Review

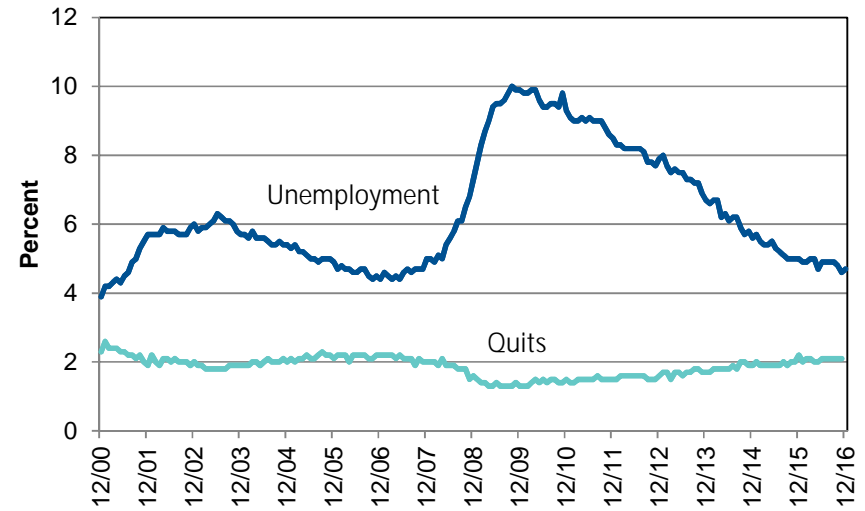
Economy

Currencies Weaken vs. USD



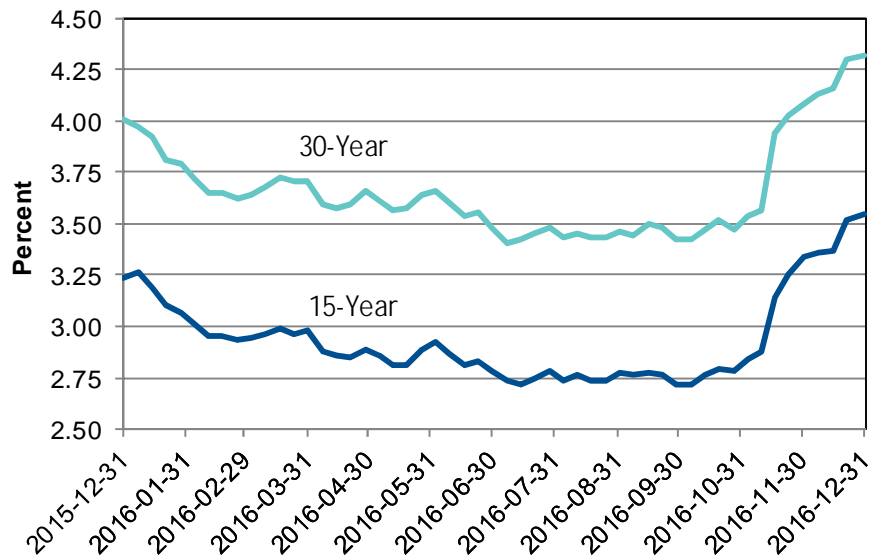
Source: Bloomberg

Employment Market Shows Strength



Source: Federal Reserve, BOL

Mortgage Rates Rise



Source: Federal Reserve

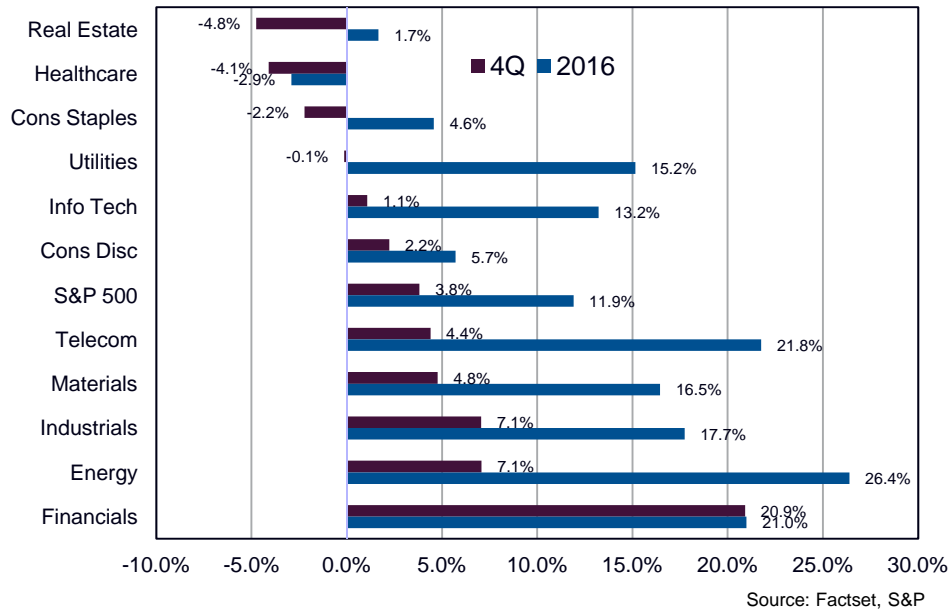
U.S. Election Jolts Markets and Currencies

- § The election of Donald Trump as President surprised investors and provided impetus for a rally in the equity markets. The economic outlook changed sharply as the increased likelihood of regulatory repeals and tax reform set the stage for a resurgence in business and consumer optimism.
- § The FOMC raised interest rates in December, a largely anticipated move. Currency markets moved slightly after the rate increase which were sharply jolted following the election. Uncertainties over trade restrictions and tariffs hurt the peso and yuan, and an improved outlook for the U.S. economy boosted the dollar. Mortgage rates rose ¾% during the quarter, though the home sales forecast did not diminish, given that average rents are high and demographics are expected to boost home demand in the coming years.
- § The labor market continued to show strength, with the unemployment ending December at 4.7%, and the quit rate up to 2.1%. Wage growth accelerated toward year-end, which was mirrored by the inflation rate, which approached 2%. With potential tax cuts and stronger wage growth, the FOMC will be closely watching for jumps in the inflation rate, which likely would prompt additional interest rate increases in 2017, though the FOMC already expects to implement up to 75 bps of increases, given current data trends.

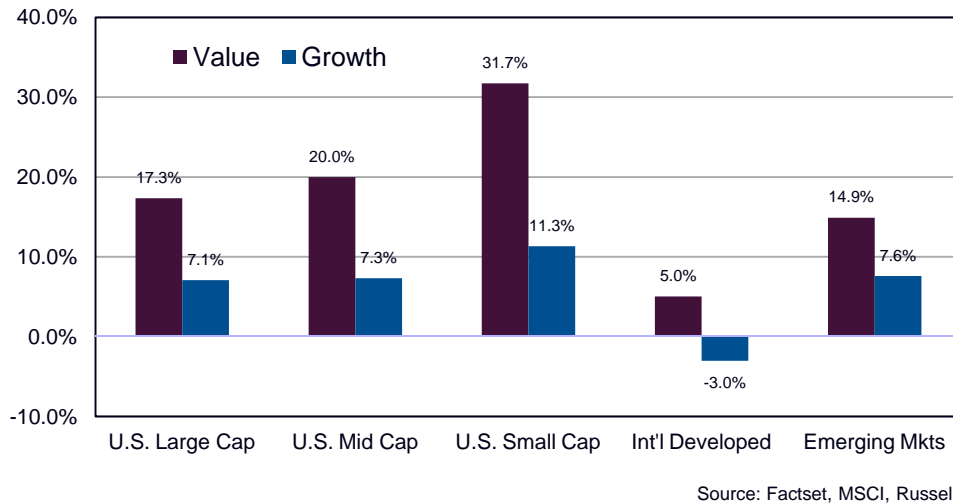
Capital Markets Review

Equities

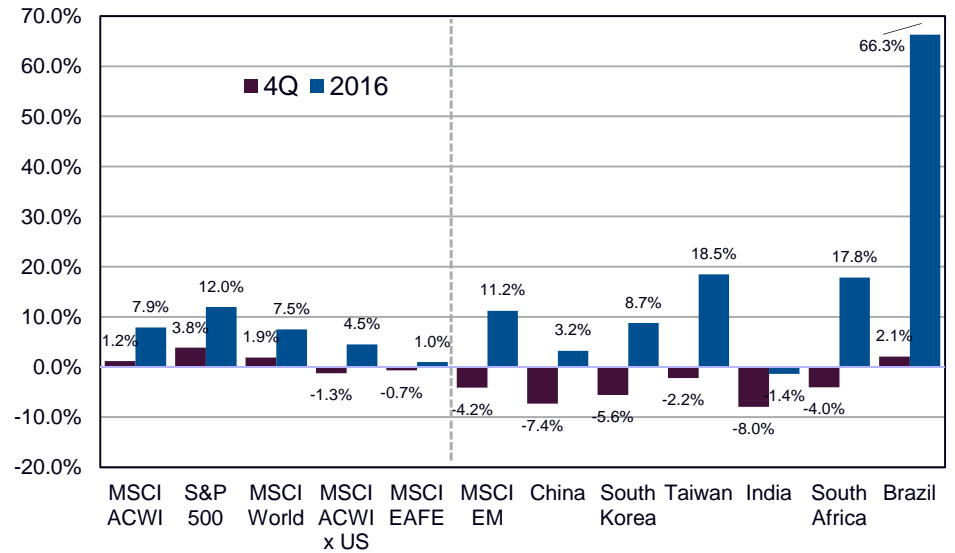
4th Quarter and 2016 S&P 500 Sector Returns



Value Drastically Outperformed Growth in 2016



4th Quarter and 2016 World and Emerging Market Equity Returns



Value, Cyclical, and Small Caps Propel Equity Markets Higher

- § The S&P 500 Index returned 3.8% during the fourth quarter, bringing the year-to-date return to 11.9%. Financials was by far the strongest performing sector during the quarter. Bank stocks drove much of this performance, rallying on rising interest rates and the prospects for a continuation of this trend under a Trump administration.
- § The MSCI ACWI returned a modest 1.2% during the quarter. U.S. equities were largely responsible for the Index's positive absolute return as stocks outside of the U.S. posted flat to negative returns. During the quarter, Emerging Market equities came under pressure on concerns surrounding the incoming U.S. administration's views on potential import taxes. China, the largest country by weight in the MSCI Emerging Markets Index traded down on the news. Despite the weak quarter, the MSCI Emerging Markets Index posted an annual return of 11.2%.
- § Value significantly outperformed Growth during the fourth quarter and in 2016 as a whole. This was a dramatic reversal from 2015 when Growth significantly outperformed Value, though not to the same magnitude as Value outperformed this year. The Russell 1000 Value Index outperformed the Russell 1000 Growth Index by the largest margin in a decade. Moving down the market cap spectrum, the outperformance was even more pronounced.

Capital Markets Review

Fixed Income

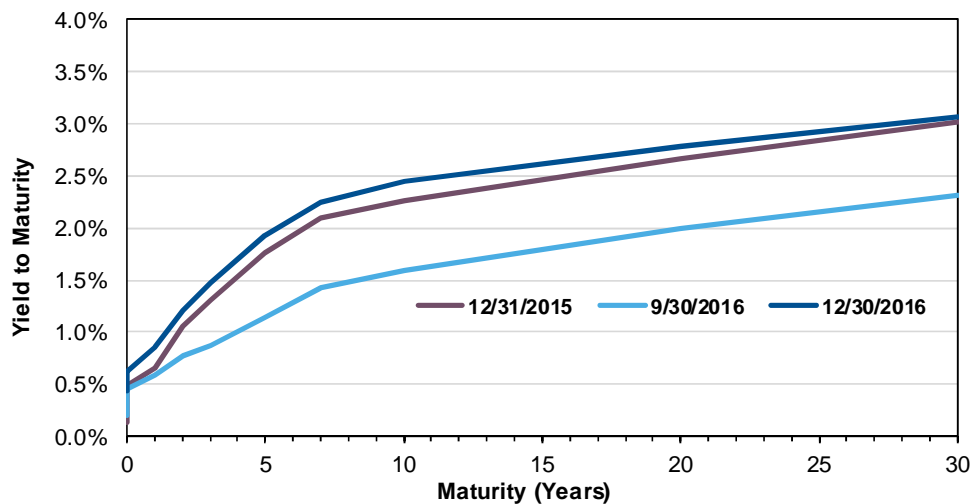
Duration – Adjusted Excess Returns to Treasuries (bps)

	2010	2011	2012	2013	2014	2015	2016	1Q16	2Q16	3Q16	4Q16
Aggregate	171	-114	226	93	10	-53	138	-4	31	68	39
Agency	77	-25	166	1	10	-133	121	23	36	44	17
MBS	225	-106	91	98	40	-5	-11	-38	3	64	-39
ABS	169	52	246	24	53	44	95	16	50	26	3
CMBS	1501	47	841	97	108	-28	236	58	37	91	46
Credit	192	-322	693	226	-18	-169	442	18	97	155	156
High Yield	974	-240	1394	923	-112	-577	1573	77	411	576	407
EMD (USD)	508	-537	1503	-32	-120	3	880	123	266	354	106

■ Best Period
 ■ Second Best Period
 ■ Worst Period
 ■ Second Worst Period

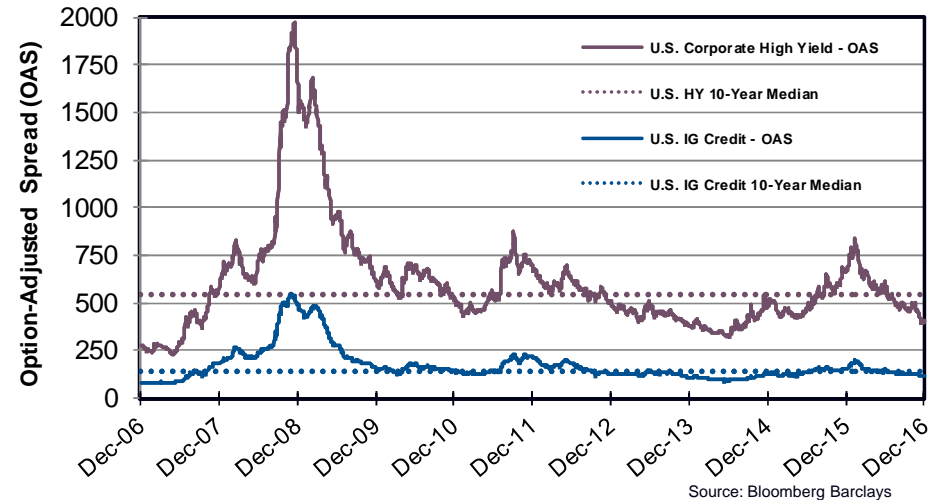
Source: Bloomberg Barclays

U.S. Treasury Yield Curve Change



Source: US Dept. of The Treasury

Trailing Ten-Year Credit Spreads



Source: Bloomberg Barclays

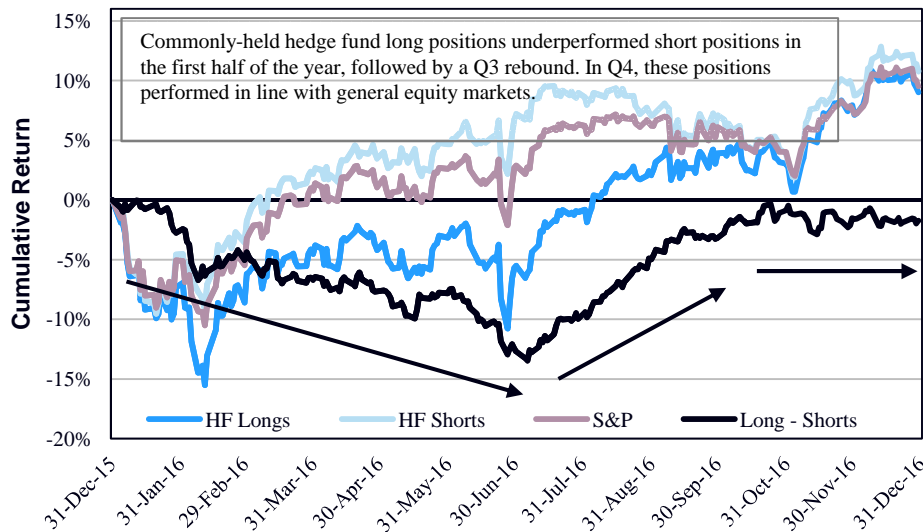
Credit Trumps Rates in Q4

- § Yields rose sharply on the election results pushing total returns negative across all bond sectors, sans high yield, for the quarter. Anticipated higher economic growth and inflation associated with President-elect Trump's promises of fiscal stimulus via tax cuts and infrastructure spending drove yields higher. Additionally, in a well-telegraphed move in December, the FOMC voted unanimously to raise rates by 25 bps, setting the new Fed Funds rate target to 0.50% - 0.75%. Despite the negative absolute returns, most fixed income spread sectors outpaced Treasuries on an excess return basis for the quarter and year.
- § Treasuries returned -3.8% as yields moved sharply higher across the curve. The ten-year yield increased over 80 basis points, while one and thirty-year yields increased 26 basis points and 74 basis points, respectively. In spite of significant rate movements during the quarter, year-end yields ended just modestly higher than the start of 2016.
- § Investment grade credit returned -3.0% for the quarter, but outpaced Treasuries by 156 bps on a duration-adjusted basis. Investment grade credit spreads ended the quarter 13 bps tighter at 118 bps as the post-election equity rally, a slowdown in primary issuance and light dealer inventories provided favorable technicals. Corporate high yield held up well (+1.8%) due to continued strong demand and delivered equity-like returns (+17.1%) for the year.
- § Agency MBS lagged other spread sectors as sharply higher rates reduced prepayment activity leading to significant duration extension. The MBS Index duration drifted two years higher on the quarter, driving the Bloomberg Barclays Aggregate Index duration up from 5.5 years to 5.9 years.

Capital Markets Review

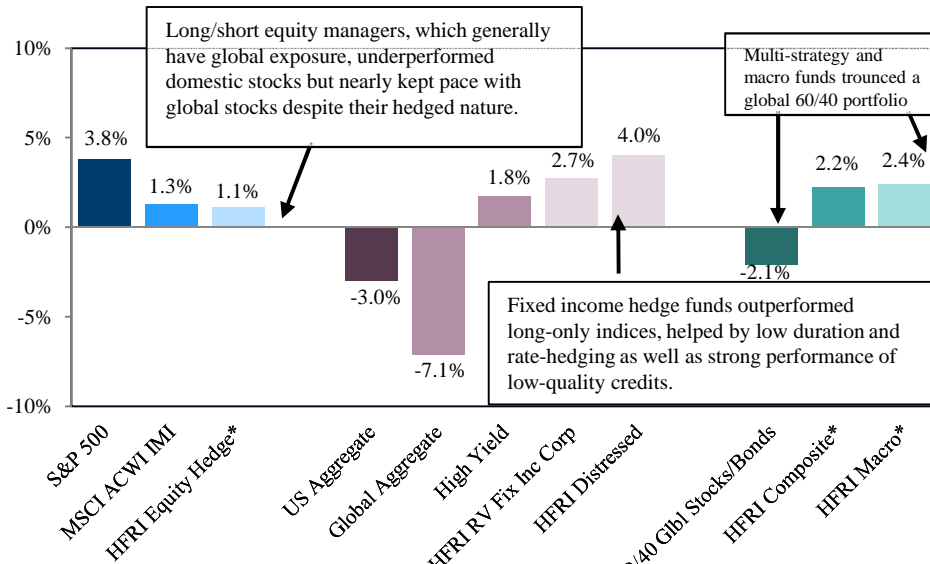
Alternative Investments

Top Hedge Fund Equity Longs vs Shorts (Goldman VIP)



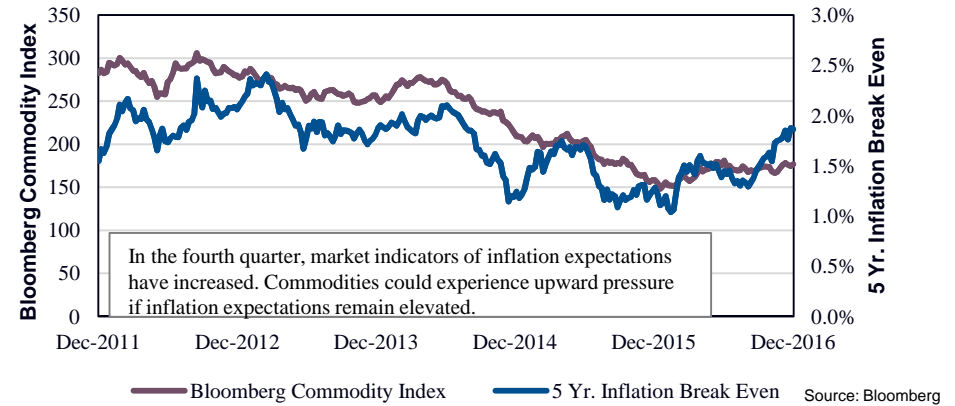
Sources: Bloomberg, Goldman Sachs

Hedge Funds vs Long-Only: Total Returns 2016 Q4



*Asset-weighted is used instead of fund-weighted, as it is available and more indicative of the universe. Sources: Hedge Fund Research, Factset

Commodities vs. Inflation



Volatility Gives Hedge Funds a Boost

- § **Hedge Funds** generally rallied alongside risk assets during the quarter as domestic and global growth indicators improved. Long/short equity funds generally kept pace with global stocks despite their hedged nature. Stock selection, which floundered in the first half of the year due to technical headwinds, was relatively steady in the fourth quarter after a third-quarter rebound. Hedge funds with a long exposure in domestic stocks, value-oriented names, small cap stocks, and winning sectors such as financials generally performed better than those with global, emerging market, and healthcare exposures.
- § A selloff in rates and volatility following the U.S. election drove a strong outperformance of fixed income hedge funds and relative value strategies, including discretionary macro. Positive sentiment for lower-quality credit and low-to-hedged duration positioning drove outperformance of distressed and RV corporate strategies versus fixed income indices. That said, volatility hurt systematic macro strategies, which posted losses during the quarter.
- § **Commodities** were mixed during the quarter: strong gains in energy commodities and base metals were offset by losses in precious metals following a strengthening U.S. dollar.
- § **U.S. REITs** ended the fourth quarter in negative territory (-3.3%). REITs experienced poor earnings results in October, with weak earnings growth across various segments of the REIT market. Rising interest rates put additional downward pressure on REIT prices.
- § **Private Capital Markets.** Private equity fundraising remains robust, and capital continues to pour into the asset class as LPs seek out returns. Funds focused on software have raised assets and conducted deals in record numbers, given software's prominence in companies across industries and as sector-focused funds have become more common since their arrival two decades ago. The M&A landscape remains robust, with the continued announcement of large deals through the end of the year. Median EV/EBITDA for buyout deals remained elevated at 8.4x, and competition remains high for the relatively few quality targets in the market. The lower middle market continues to be a target for firms seeking value, but competition could drive up multiples in this segment as well.

Capital Markets Review

Index Returns

As of December 31, 2016

(Percentage Return)

	Quarter	Year To Date	1 Year	2 Years	3 Years	5 Years	7 Years	10 Years
Domestic Equity Indices								
Dow Jones Wilshire 5000	4.5	13.4	13.4	6.8	8.8	14.7	13.0	7.2
S&P 500	3.8	12.0	12.0	6.5	8.9	14.7	12.8	6.9
Russell 1000 Index	3.8	12.1	12.1	6.3	8.6	14.7	12.9	7.1
Russell 1000 Growth Index	1.0	7.1	7.1	6.4	8.6	14.5	13.0	8.3
Russell 1000 Value Index	6.7	17.3	17.3	6.2	8.6	14.8	12.7	5.7
Russell Midcap Index	3.2	13.8	13.8	5.4	7.9	14.7	13.7	7.9
Russell Midcap Growth Index	0.5	7.3	7.3	3.5	6.2	13.5	12.9	7.8
Russell Midcap Value Index	5.5	20.0	20.0	6.9	9.5	15.7	14.3	7.6
Russell 2000 Index	8.8	21.3	21.3	7.7	6.7	14.5	13.2	7.1
Russell 2000 Growth Index	3.6	11.3	11.3	4.8	5.1	13.7	13.2	7.8
Russell 2000 Value Index	14.1	31.7	31.7	10.4	8.3	15.1	13.1	6.3
International Equity Indices								
MSCI EAFE	-0.7	1.0	1.0	0.1	-1.6	6.5	3.8	0.7
MSCI EAFE Growth Index	-5.5	-3.0	-3.0	0.5	-1.2	6.7	4.5	1.6
MSCI EAFE Value Index	4.2	5.0	5.0	-0.5	-2.1	6.3	3.0	-0.2
MSCI EAFE Small Cap	-2.9	2.2	2.2	5.8	2.1	10.6	7.8	2.9
MSCI AC World Index	1.2	7.9	7.9	2.6	3.1	9.4	7.3	3.6
MSCI AC World ex US	-1.3	4.5	4.5	-0.7	-1.8	5.0	2.9	1.0
MSCI Emerging Markets Index	-4.2	11.2	11.2	-2.7	-2.6	1.3	0.5	1.8
Fixed Income Indices								
Blmbg. Barc. U.S. Aggregate	-3.0	2.6	2.6	1.6	3.0	2.2	3.6	4.3
Blmbg. Barc. Intermed. U.S. Government/Credit	-2.1	2.1	2.1	1.6	2.1	1.8	3.0	3.8
Blmbg. Barc. U.S. Long Government/Credit	-7.8	6.7	6.7	1.6	7.2	4.1	7.4	6.9
Blmbg. Barc. U.S. Corp: High Yield	1.8	17.1	17.1	5.8	4.7	7.4	8.1	7.5
BofA Merrill Lynch 3 Month U.S. T-Bill	0.1	0.3	0.3	0.2	0.1	0.1	0.1	0.8
Blmbg. Barc. U.S. TIPS	-2.4	4.7	4.7	1.6	2.3	0.9	3.4	4.4
Citigroup Non-U.S. World Government Bond	-10.8	1.8	1.8	-1.9	-2.2	-1.9	0.0	2.5
JPM EMBI Global Diversified (external currency)	-4.0	10.2	10.2	5.6	6.2	5.9	7.0	6.9
JPM GBI-EM Global Diversified (local currency)	-6.1	9.9	9.9	-3.3	-4.1	-1.3	0.9	3.8
Real Asset Indices								
Bloomberg Commodity Index Total Return	2.7	11.7	11.7	-8.2	-11.3	-9.0	-6.3	-5.6
Dow Jones Wilshire REIT	-2.3	7.2	7.2	5.7	13.8	12.0	13.8	4.8

Returns for periods greater than one year are annualized.

Asset Class Outlooks

	Near-Term View	LT Return*	Qualitative Assessment
US Large Cap Equity	+	7.2%	<ul style="list-style-type: none"> Domestic equity valuations, while appearing full relative to trailing earnings, appear more fairly valued against expected earnings, particularly after adjusting for the level of interest rates. Continued improvement will rely on the improving path of earnings being maintained. While valuations are lower for developed international and emerging markets, these markets have been more severely affected by the rebalancing of the industrial and commodity sectors, in addition to growth challenges, particularly in the developed international markets. Valuations appear most attractive for emerging markets. Value's recent outperformance relative to growth may continue due to exposure to financials and energy, which may benefit from rising yields and relaxation of regulatory reforms. Proposed policy changes may give top-down emerging market managers an edge in managing volatility over less macro aware managers. For the same reason, managers focusing on emerging consumer strategies may see portfolios get whipsawed, as wholesale buying and selling swing prices.
US Small Cap Equity	~	8.4%	
International Equity	~	7.6%	
Emerging Markets	+	9.1%	
Private Equity	+	10.5%	
Long/Short Equity	~	5.1%	
Bonds – Core Plus (US)	~	3.1%	<ul style="list-style-type: none"> Despite the low level yields, high quality fixed income continues to provide investors with diversification benefits. Since a significant component of diversification benefit is derived from income, portfolio diversification benefits appear to be particularly pronounced in high quality investment grade credits, including select areas of the securitized markets that are tied to U.S. housing and the consumer. For long-term investors with an ability to sacrifice liquidity for yield pick-up, private credit provides an attractive opportunity. Equity investors willing to sacrifice potential upside returns for reduced volatility may find High Yield and Emerging Market Debt appealing options.
Bonds – Core (Non-Dollar)	~	2.8%	
Bonds – Spread Sectors	+	3.8%	
Bonds – Emerging Markets	~	4.9%	
Long/Short Fixed Income	+	5.0%	
Distressed	~	8.8%	
Diversified Hedge Funds	~	4.9/5.5%	<ul style="list-style-type: none"> Opportunities exist for nimble, specialized multi-strategy and diversifying strategies
Real Assets – Commodities	~	5.4%	<ul style="list-style-type: none"> Inflationary risks currently remain muted. To become a more elevated risk, the emergence of stronger growth is likely required. As a result, investors should receive some near-term inflation protection from equity positions. Strategies with income and some sensitivity to inflation, however, offer opportunities. Within infrastructure, the energy space experienced indiscriminate selling last year, and continues to be volatile, which has provided the potential for acute mispricings and opportunities.
Real Assets – Real Estate	~	6.4%	
Real Assets – Infrastructure	+	6.3%	

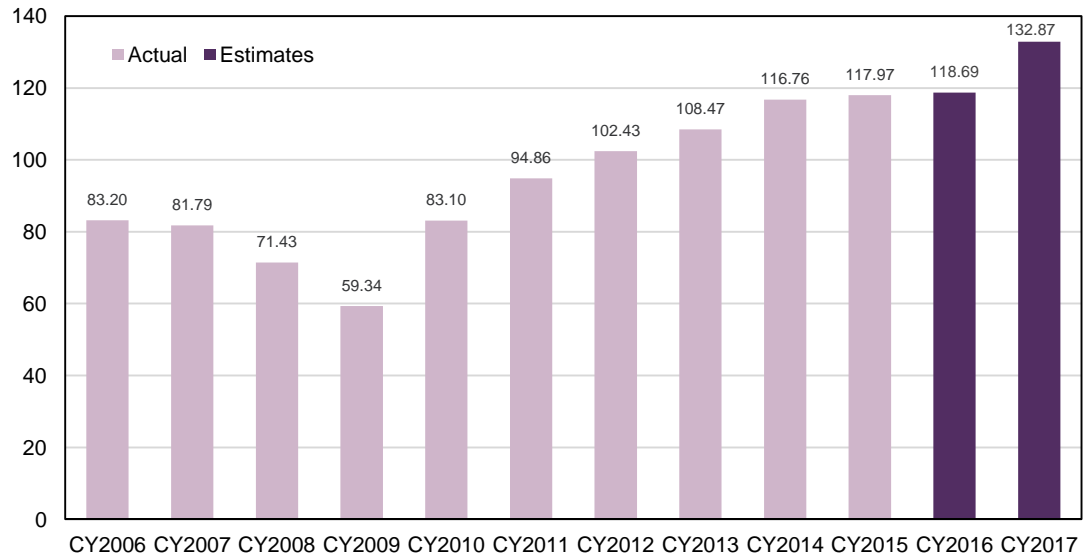
*Represents 2017 Asset Allocation Assumptions published in January 2017

Implications: Equities

Observations

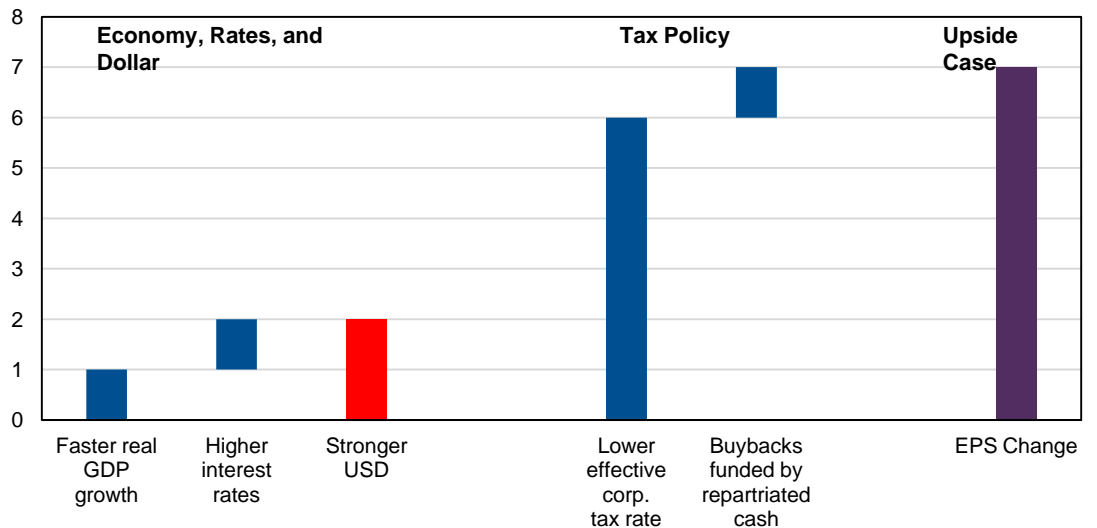
- Global growth has accelerated, however it is not symmetric across geographies. Investors will benefit from revenue exposure to regions demonstrating the strongest improvements.
- Conditions for U.S. Equities have improved: Expectations for renewed earnings growth, fiscal policy tailwinds and continued rebalancing toward risk assets should be supportive of U.S. equity prices.
- Emerging market equities should be supported by improved growth prospects: Any rapid appreciation of the U.S. dollar, however, could provide a headwind.
- Not the same in Europe: While valuations are more attractive, additional risks resulting from upcoming elections and the overhang created by the unresolved Italian bank crisis likely offset any perceived valuation discount.

S&P 500 Calendar Year bottom-Up EPS Actuals & Estimates



Source: FactSet as of December 30, 2016

Goldman Sachs S&P 500 Change in EPS Forecast Decomposition



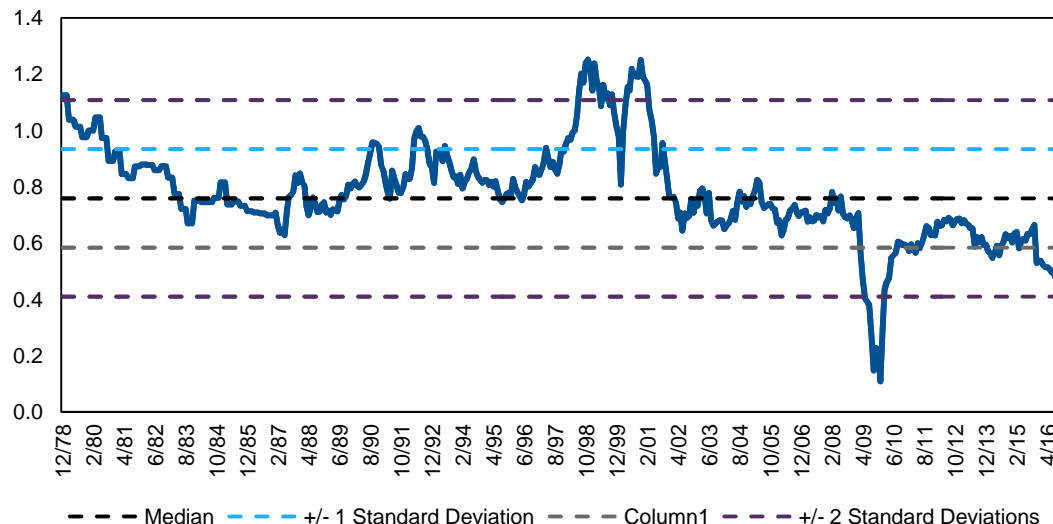
Source: Goldman Sachs as of December 5, 2016

Implications: Small Cap Valuations Not Cheap

Observations

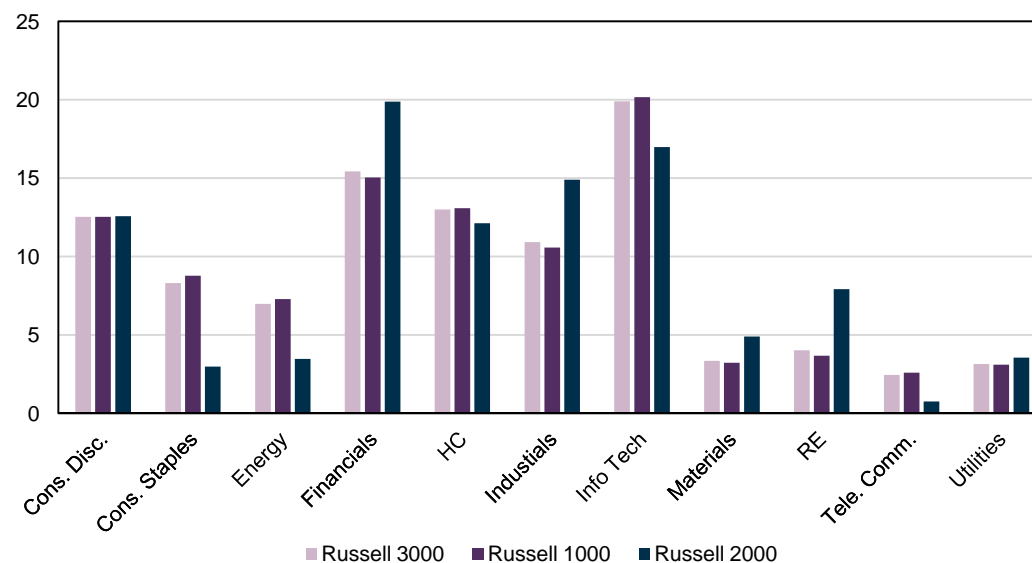
- The boost to economic growth from fiscal stimulus and tax cuts, reduced costs attributable to deregulation, and potentially easier credit access in a less regulated environment benefits U.S. small cap companies to a greater degree than large cap companies. Additionally, small cap companies generate more of their revenue domestically, and so will be penalized less than larger companies from the impact of a stronger dollar and protectionist measures.
- Small cap companies are fairly to expensively priced relative to large cap companies, both on price-earnings and price-to-book value measures.
- Small cap stocks tend to perform well during risk-on environments, such as the current market. Fund flows have favored small cap companies, particularly post election.
- Given the recent move in small cap stocks and valuation levels, we recommend that rebalancing back to target allocations.

Russell 1000 P/E relative to Russell 2000 P/E



Source: FactSet

GICS Sector Breakdown



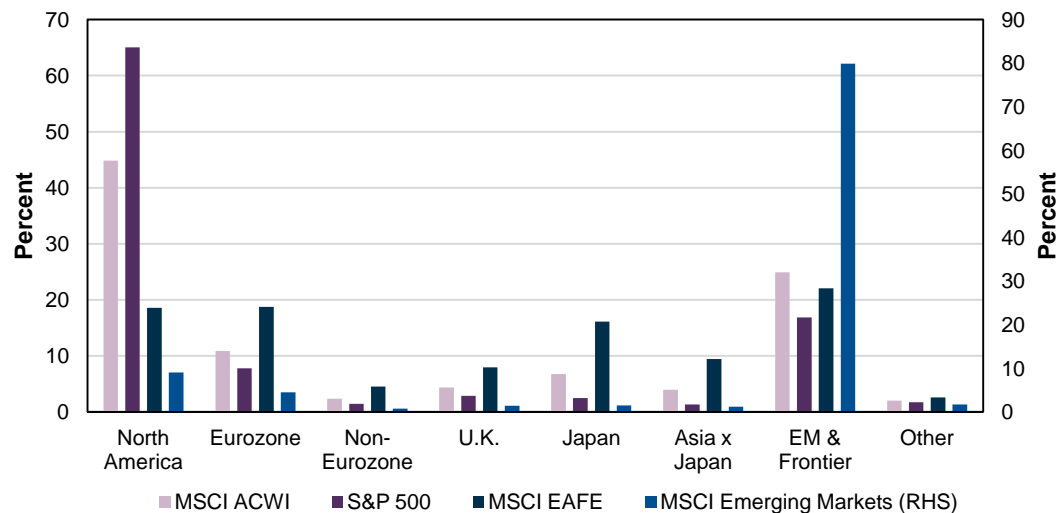
Source: FactSet

Implications: Barbell U.S. and EM Over Int'l Equity

Observations

- Emerging market equities and debt are not the only benefactors to these regions growth, as many equities now represent global exposure to much more than headquarter country
- Export driven emerging markets reap benefits from improving advanced economies' growth. The stabilization of the U.S. dollar and commodities prices is a positive as well.
- Emerging market stocks appear fairly priced relative to their own history, although adjusted for the current low level of interest rates and relative to the developed markets, emerging market stocks appear inexpensive.
- Investors generally maintain a negative view and underweight to emerging markets. We see early signs of this view shifting, and believe that fund flow likely will accelerate toward emerging market equities.

Geographic Revenue



Source: FactSet as of 12/31/2016

Emerging Market Debt Option Adjusted Spread



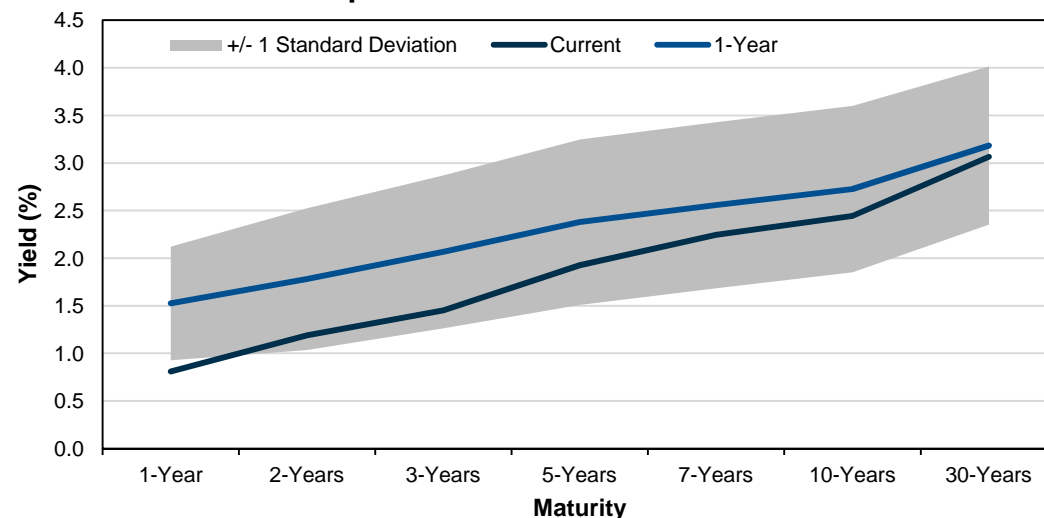
Source: Bloomberg

Implications: Fixed Income

Observations

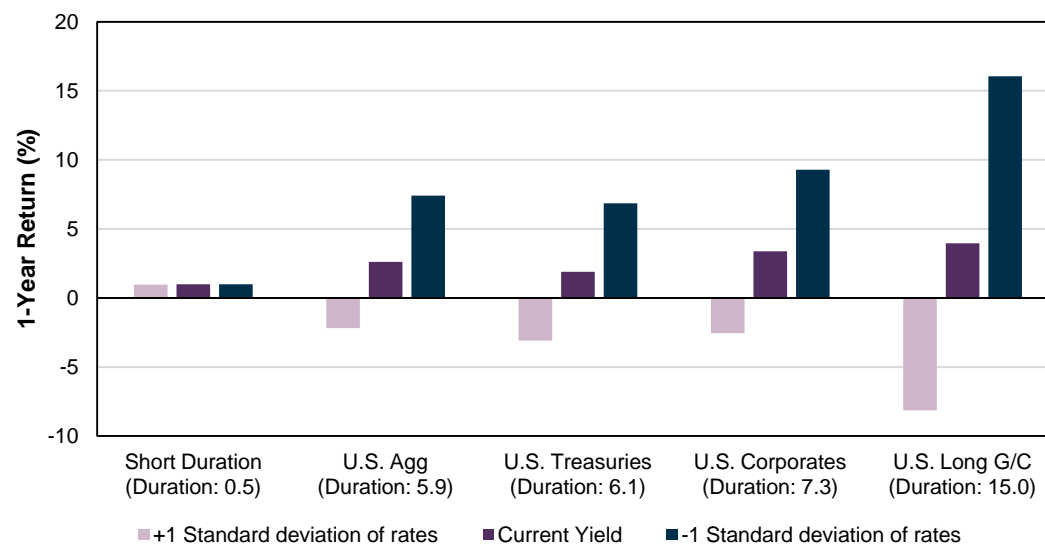
- Forward rates have normalized: Current forward rates are at levels consistent with long-term FOMC projections. This suggests rate increases are expected to occur at a gradual pace where income offsets capital losses.
- Duration benefits have improved: Recent rate increases have improved the diversification benefit of owning bonds. We recommend obtaining duration exposure through high quality credit rather than Treasuries as the additional income significantly improves return.
- TIPS currently are pricing in inflation of less than 2%. We anticipate inflation remaining below 3%, and as a result see little return benefit from a tactical tilt toward TIPS relative to nominal bonds, particularly corporate bonds.
- For emerging market debt, implementation matters: EM debt remains vulnerable to currency adjustments due to heightened uncertainties surrounding U.S. trade policy.

Current Yields and Expected Forwards in 1-Year



Source: Bloomberg as of 12/30/2016

Fixed Income Returns



Source: Bloomberg as of 12/30/2016 with Bloomberg Barclays Indices



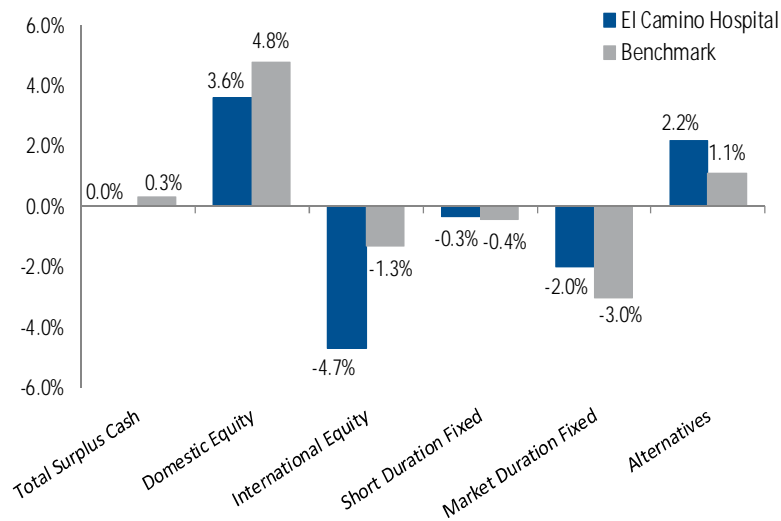
Portfolio Review

Surplus Cash Executive Summary

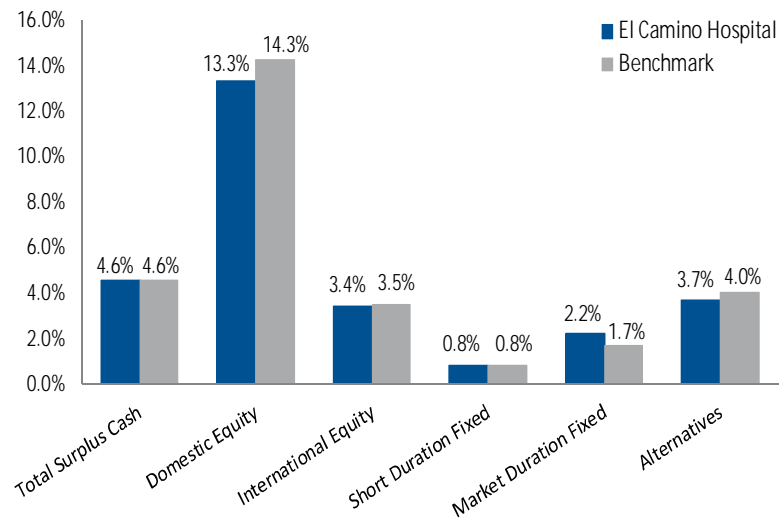
Dashboard

As of December 31, 2016

Performance: Most Recent Quarter



Performance: Since Inception¹



¹ Reflects the date Pavilion's recommended portfolio was implemented (November 1, 2012).

Asset Allocation

Manager	Total Assets (\$ mil.)	Percent of Total	Target Allocation	Variance to Target	Target Range	Within Policy Range
Domestic Equity	\$191.1	27.5%	25.0%	+ 2.5%	20-30%	Yes
International Equity	\$ 99.4	14.3%	15.0%	- 0.7%	10-20%	Yes
Short-Duration Fixed	\$ 78.1	11.2%	10.0%	+ 1.2%	8-12%	Yes
Market-Duration Fixed	\$204.1	29.4%	30.0%	- 0.6%	25-35%	Yes
Alternatives	\$121.6	17.5%	20.0%	- 2.5%	17-23%	Yes
Total (X District)	\$694.4	100.0%				

Portfolio Updates

Manager News/Issues

- Large-cap equity managers had mixed results as growth manager Sands trailed the benchmark by 840 basis points (bps), driven by poor stock selection in financials and healthcare. Conversely, Barrow Hanley was able to outpace its benchmark by 30 bps, benefiting from underweight positions in REITs and utilities.
- Small-cap value manager Wellington lagged the benchmark by 140 bps as an underweight to financials dampened results. Alternatively, small-cap growth manager Conestoga outperformed the benchmark by 140 bps, benefiting from stock selection in healthcare and consumer discretionary.
- The International Equity composite trailed the benchmark by 340 bps due to broad manager underperformance.
- Dodge & Cox fixed income outperformed the Barclays U.S. Aggregate Index by 170 basis points due to credit security selection, high yield exposure, and underweight duration positioning.
- The Direct Hedge Fund portfolio outperformed its benchmark by 190 basis points.

Funding News/Issues

- In October, \$5.0 million of excess cash was reinvested in the Harding Loevner Emerging Markets Fund (\$3.0 million) and Barrow Hanley Short-Term Fixed Account (\$2.0 million).
- In October, Walton Street Real Estate Fund VII made a distribution payment of \$985,750.
- In November, Oaktree Real Estate Opportunities Fund VI made a distribution payment of \$350,000.
- In December, Oaktree Real Estate Opportunities Fund VI made a distribution payment of \$182,801.
- Walton Street Real Estate Fund VIII is expected to begin calling capital in late April of ~25% (\$3.25mm).

Executive Summary

Portfolio Update – December 2016

The Surplus Cash portfolio returned +0.0% for the quarter, underperforming the benchmark return of +0.3%. Over the trailing one year period, the portfolio returned +5.2%, lagging the benchmark return by 40 basis points (bps).

During the quarter, manager results detracted from performance, while the Plan’s asset allocation positioning relative to its benchmark had a negligible impact on relative returns. The Large Cap Equity and International Equity composites trailed their respective benchmarks. Notable detractors included Large-Cap Growth manager Sands (-7.4%) and International manager Walter Scott (-5.0%), which trailed their benchmarks by 840 bps and 370 bps, respectively. The Market Duration Fixed Income and Hedge Fund composites positively impacted performance, outperforming their benchmarks by 100 bps and 190 bps, respectively.

Active Manager Impact - 4th Quarter 2016

Manager	Comments	Manager	Comments
Barrow Hanley LCV	+ Underweight REITs/utilities and selection in energy	Sands	- Selection in financials and healthcare
Conestoga	+ Selection in healthcare and consumer discretionary	Wellington	- Underweight to financials
Barrow Hanley Short Fixed	+ Underweight treasuries and overweight to credit	Walter Scott	- Underweight to financials and selection in Eurozone
Dodge & Cox	+ Credit selection, high yield, and short duration positioning	Northern Cross	- Selection in consumer discretionary and overweight to healthcare
MetWest	+ Short duration positioning and overweight financials	Harding Loevner	- Selection in financials and underweight to materials

Investment Activity

October

- \$5.0 million of excess cash was reinvested in the Harding Loevner Emerging Markets Fund (\$3.0 million) and Barrow Hanley Short-Term Fixed Account (\$2.0 million).
- Walton Street Real Estate Fund VII made a distribution payment of \$985,750.

November

- Oaktree Real Estate Opportunities Fund VI made a distribution payment of \$350,000.

December

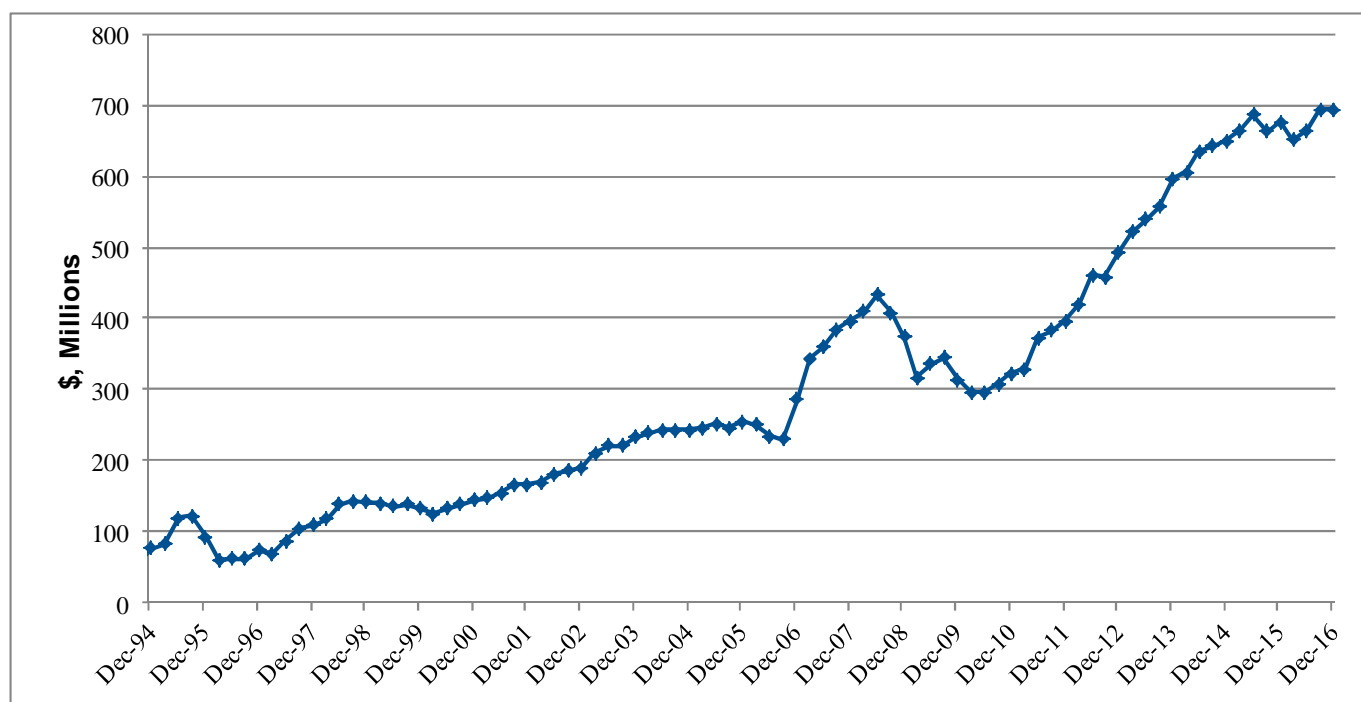
- Oaktree Real Estate Opportunities Fund VI made a distribution payment of \$182,801.

Surplus Cash Executive Summary

Market Value Reconciliation

As of December 31, 2016

\$ in Millions	2009	2010	2011	2012 ¹	2013	2014	2015	2016	2nd Quarter 2016	3rd Quarter 2016	4th Quarter 2016
Beginning Market Value	\$374.4	\$313.5	\$322.6	\$396.7	\$493.8	\$596.3	\$651.6	\$677.5	\$651.2	\$664.9	\$693.6
Net Cash Flow	(\$91.8)	(\$10.5)	\$55.6	\$67.8	\$55.3	\$27.4	\$27.0	(\$17.5)	\$1.2	\$9.1	\$0.3
Income	n/a	n/a	n/a	n/a	n/a	\$12.3	\$12.6	\$12.4	\$2.7	\$2.8	\$4.2
Realized Gain/(Loss)	n/a	n/a	n/a	n/a	n/a	\$10.4	\$4.4	\$7.1	\$3.5	\$0.8	\$2.9
Unrealized Gain/(Loss)	n/a	n/a	n/a	n/a	n/a	\$5.3	(\$18.0)	\$14.8	\$6.2	\$16.1	(\$6.7)
Capital App/(Dep)	\$30.9	\$19.6	\$18.5	\$29.3	\$47.2	\$27.9	(\$1.0)	\$34.3	\$12.4	\$19.7	\$0.4
End of Period Market Value	\$313.5	\$322.6	\$396.7	\$493.8	\$596.3	\$651.6	\$677.5	\$694.4	\$664.9	\$693.6	\$694.4
Return Net of Fees	11.3%	6.4%	5.1%	6.6%	8.8%	4.4%	-0.2%	5.2%	1.9%	2.9%	0.0%



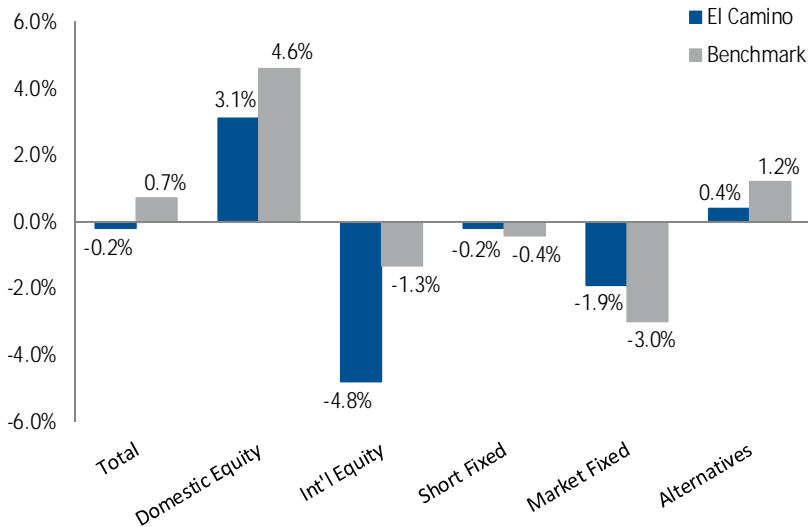
¹ Beginning 8/1/2012, market values represent the Surplus Cash portfolio excluding District assets, with \$13.9 million of District assets shown as a cash outflow in the third quarter of 2012.

Cash Balance Plan Executive Summary

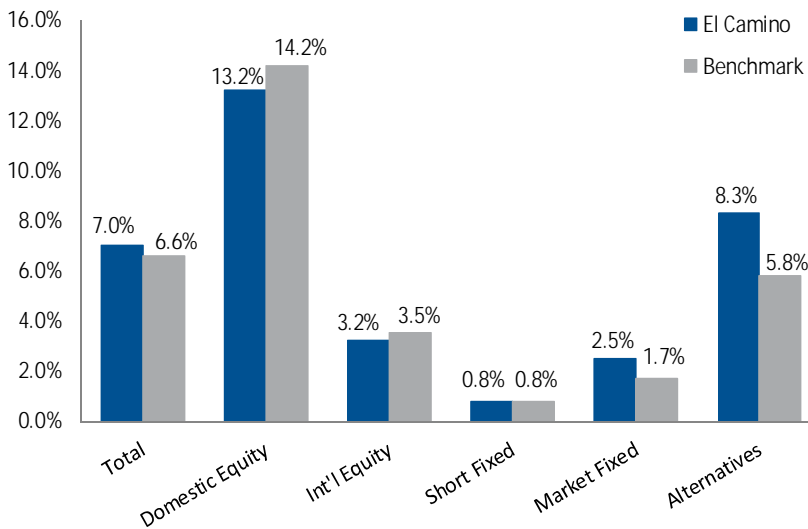
Dashboard

As of December 31, 2016

Performance: Most Recent Quarter



Performance: Since Inception¹



¹ Reflects the date Pavilion's recommended portfolio was implemented (November 1, 2012).

Asset Allocation

Manager	Total Assets (\$ mil.)	Percent of Total	Target Allocation	Variance to Target	Target Range	Within Policy Range
Domestic Equity	\$ 79.6	34.9%	32.0%	+ 2.9%	27-37%	Yes
International Equity	\$ 39.6	17.4%	18.0%	- 0.6%	15-21%	Yes
Short-Duration Fixed	\$ 9.5	4.2%	5.0%	- 0.8%	0-8%	Yes
Market-Duration Fixed	\$ 56.5	24.8%	25.0%	- 0.2%	20-30%	Yes
Alternatives	\$ 42.8	18.8%	20.0%	- 1.2%	17-23%	Yes
Total	\$227.9	100.0%				

Portfolio Updates

Manager News/Issues

- Large-cap equity managers had mixed results as growth manager Sands trailed the benchmark by 840 basis points (bps), driven by poor stock selection in financials and healthcare. Conversely, Barrow Hanley was able to outpace its benchmark by 40 bps, benefiting from underweight positions in REITs and utilities.
- Small-cap value manager Wellington lagged the benchmark by 140 bps as an underweight to financials dampened results. Alternatively, small-cap growth Conestoga outperformed the benchmark by 140 bps, benefiting from stock selection in healthcare and consumer discretionary.
- The International Equity composite trailed the benchmark by 350 bps due to broad manager underperformance.
- Dodge & Cox fixed income outperformed the Barclays U.S. Aggregate Index by 180 basis points due to credit security selection, high yield exposure, and underweight duration positioning.
- Hedge fund-of-funds trailed their benchmark by 30 bps.

Funding News/Issues

- In October, An initial investment of \$5.5 million was made in the Harding Loevner Emerging Markets fund using proceeds from the following liquidations: Vanguard S&P 500 Index (\$2.0 million), Dreyfus (Walter Scott) International (\$1.75 million), and Harbor (Northern Cross) International (\$1.75 million).
- Also in October, a \$2.6 million employer contribution was made. The proceeds, along with \$0.5 million of excess cash, were invested in the Barrow Hanley Short-Term Fixed Account (\$2.1 million), Dodge & Cox Income Fund (\$0.5 million), and MetWest Total Return Fund (\$0.5 million).
- During the quarter, the real estate funds distributed \$911,131.
- Walton Street Real Estate Fund VIII is expected to begin calling capital in late April of ~25% (\$2.5mm).

Executive Summary

Portfolio Update – December 2016

The Cash Balance Plan returned -0.2% for the quarter, underperforming its benchmark by 90 basis points (bps). Over the trailing one year period, the Plan returned +4.8%, lagging the benchmark by approximately 160 bps.

Underperformance during the quarter was driven by poor manager results, as the Large Cap Equity and International Equity composites trailed their respective benchmarks, while the Small Cap Equity and Market Duration Fixed Income composites outperformed. Notable detractors included Large Cap Growth manager Sands (-7.4%) and International manager Walter Scott (-5.0%), which trailed their benchmarks by 840 bps and 370 bps, respectively. The hedge fund-of-funds composite also weighed down results, returning +0.6% versus +0.9 for the benchmark.

Active Manager Impact - 4th Quarter 2016

Manager	Comments	Manager	Comments
Barrow Hanley LCV	+ Underweight REITs/utilities and selection in energy	Sands	- Selection in financials and healthcare
Conestoga	+ Selection in healthcare and consumer discretionary	Wellington	- Underweight to financials
Barrow Hanley Short Fixed	+ Underweight treasuries and overweight to credit	Walter Scott	- Underweight to financials and selection in Eurozone
Dodge & Cox	+ Credit selection, high yield, and short duration positioning	Northern Cross	- Selection in consumer discretionary and overweight to healthcare
MetWest	+ Short duration position and overweight financials	Harding Loevner	- Selection in financials and underweight to materials
		Lighthouse	- Global trading and market neutral strategies
		Pointer	- International exposure and short small cap cyclicals

Investment Activity

October

- An initial investment of \$5.5 million was made in the Harding Loevner Emerging Markets Fund using proceeds from the following liquidations: Vanguard S&P 500 Index (\$2.0 million), Dreyfus (Walter Scott) International (\$1.75 million), and Harbor (Northern Cross) International (\$1.75 million).
- A \$2.6 million employer contribution was made. The proceeds, along with \$0.5 million of excess cash, were invested in the Barrow Hanley Short-Term Fixed Account (\$2.1 million), Dodge & Cox Income Fund (\$0.5 million), and MetWest Total Return Fund (\$0.5 million).
- Walton Street Real Estate Fund VII made a distribution payment of \$591,450.

November

- Oaktree Real Estate Opportunities Fund VI made a distribution payment of \$210,000.

December

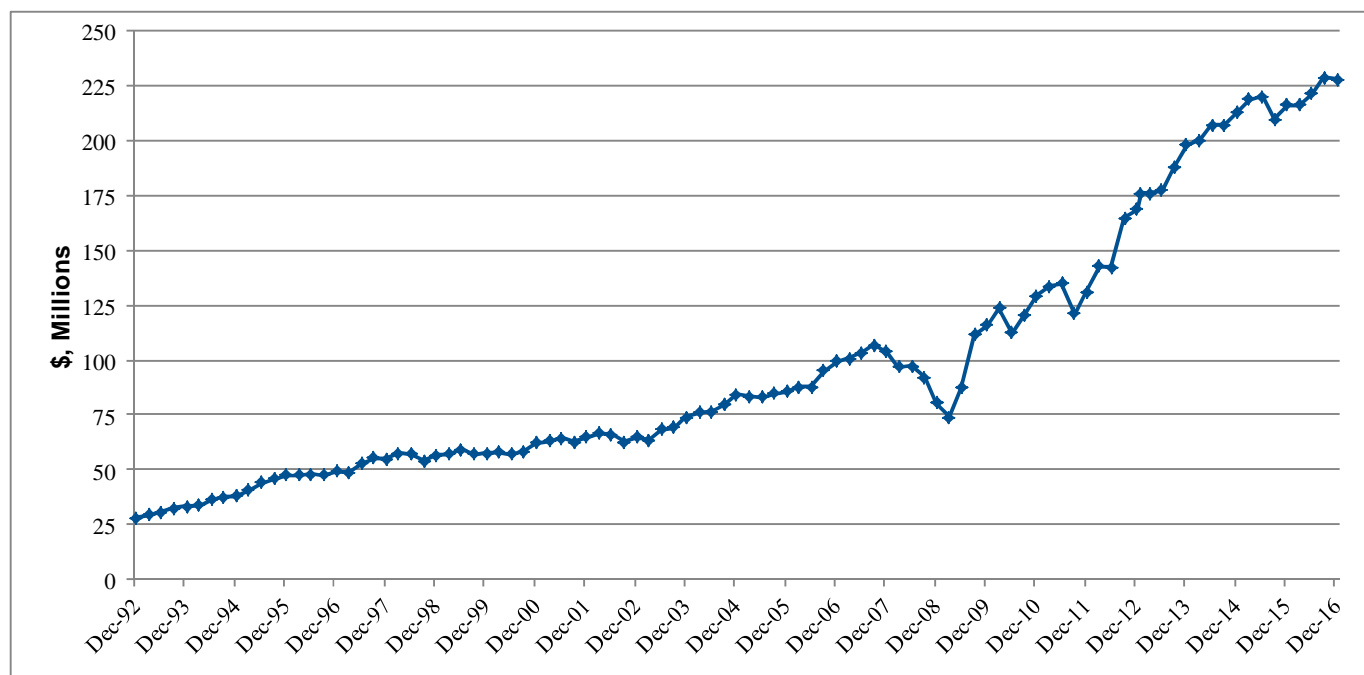
- Oaktree Real Estate Opportunities Fund VI made a distribution payment of \$109,681.

Cash Balance Plan Executive Summary

Market Value Reconciliation

As of December 31, 2016

\$ in Millions	2009	2010	2011	2012	2013	2014	2015	2016	2nd Quarter 2016	3rd Quarter 2016	4th Quarter 2016
Beginning Market Value	\$80.5	\$116.1	\$129.2	\$130.9	\$168.8	\$198.3	\$213.7	\$216.8	\$216.6	\$221.6	\$229.1
Net Cash Flow	\$11.8	(\$0.8)	\$2.3	\$14.7	\$2.4	\$3.8	\$0.6	\$0.4	\$1.2	(\$0.5)	(\$0.7)
Income	n/a	n/a	n/a	n/a	n/a	\$3.4	\$3.3	\$3.4	\$0.7	\$0.7	\$1.3
Realized Gain/(Loss)	n/a	n/a	n/a	n/a	n/a	\$4.7	\$2.0	\$4.5	\$0.7	\$0.4	\$3.4
Unrealized Gain/(Loss)	n/a	n/a	n/a	n/a	n/a	\$3.4	(\$2.7)	\$2.9	\$2.4	\$7.0	(\$5.2)
Capital App/(Dep)	\$23.8	\$13.9	(\$0.6)	\$23.2	\$27.2	\$11.5	\$2.5	\$10.7	\$3.8	\$8.1	(\$0.5)
End of Period Market Value	\$116.1	\$129.2	\$130.9	\$168.8	\$198.3	\$213.7	\$216.8	\$227.9	\$221.6	\$229.1	\$227.9
Return Net of Fees	28.2%	11.7%	-0.9%	17.0%	15.8%	5.6%	1.1%	4.8%	1.7%	3.6%	-0.2%



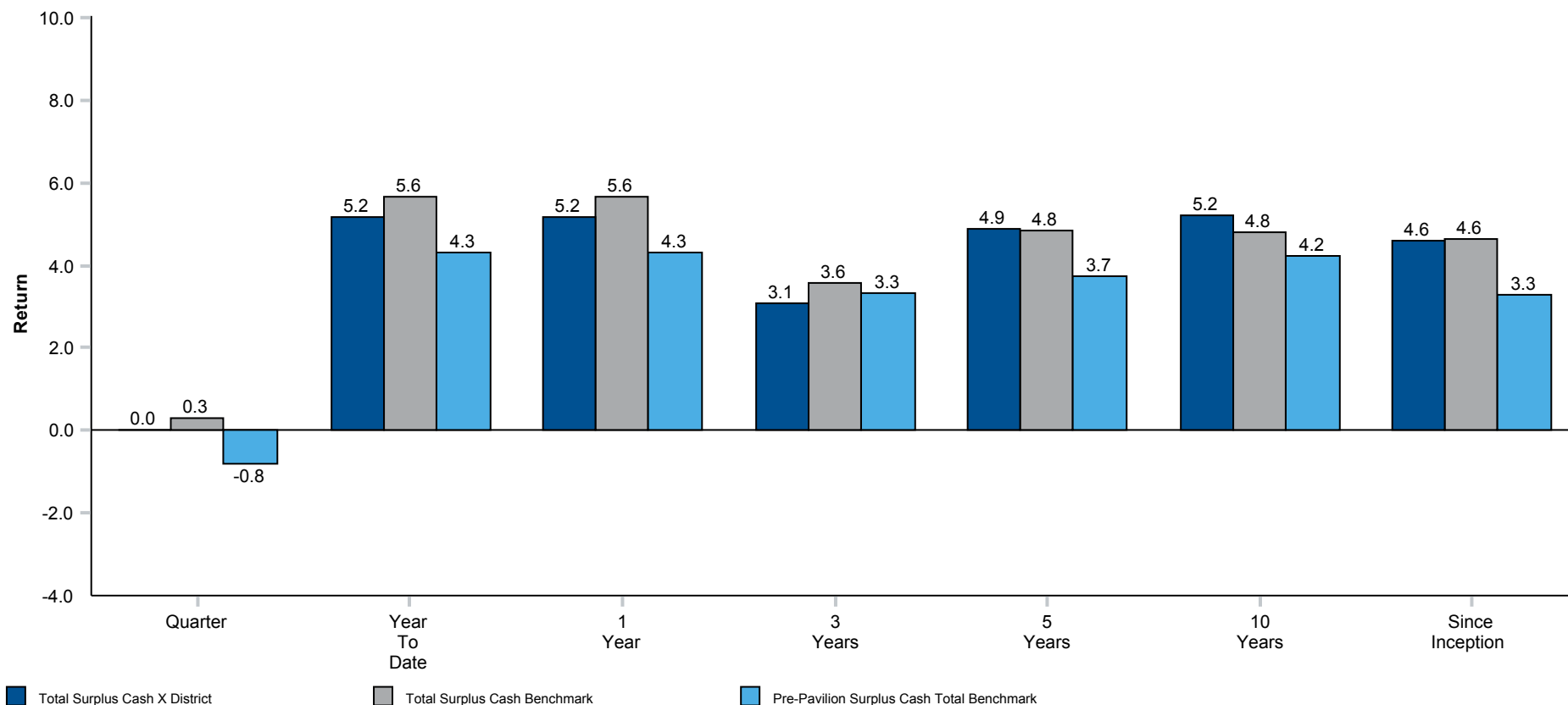


Surplus Cash - Performance Summary

Performance Summary

Total Surplus Cash X District vs. Total Surplus Cash Benchmark*

As of December 31, 2016



	Quarter	Year To Date	1 Year	3 Years	5 Years	10 Years	Since Inception	Inception Period
Total Surplus Cash X District	0.0	5.2	5.2	3.1	4.9	5.2	4.6	4y 2m
Total Surplus Cash Benchmark	0.3	5.6	5.6	3.6	4.8	4.8	4.6	
Pre-Pavilion Surplus Cash Total Benchmark	-0.8	4.3	4.3	3.3	3.7	4.2	3.3	

* Returns prior to August 1, 2012 include District assets. All returns are net of investment management fees.

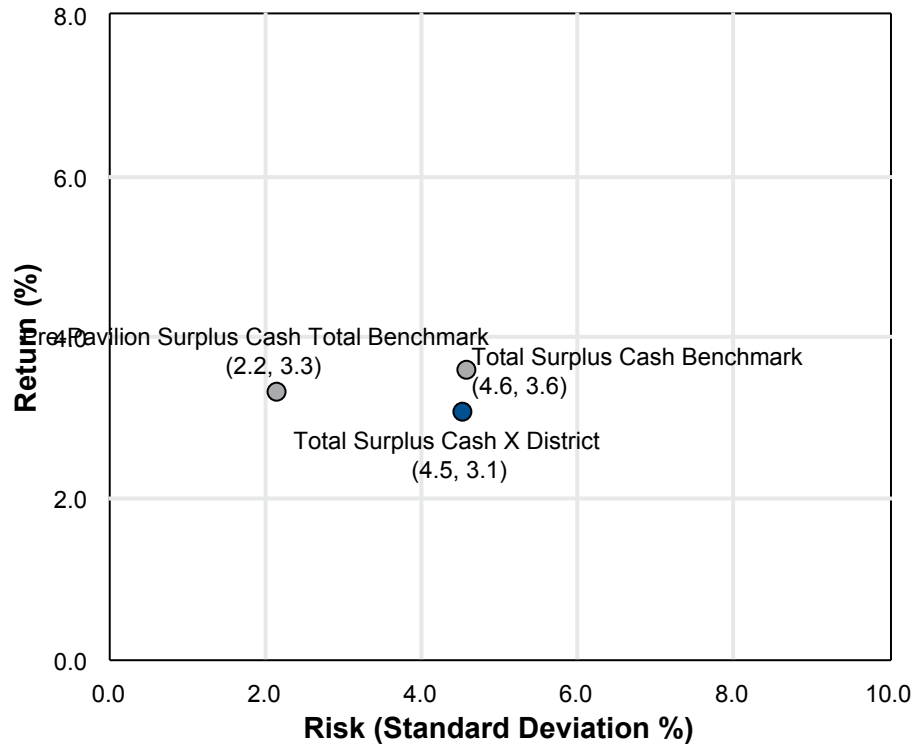
* Since inception returns reflect the date Pavilion's recommended portfolio was implemented (11/1/2012).

Performance Summary

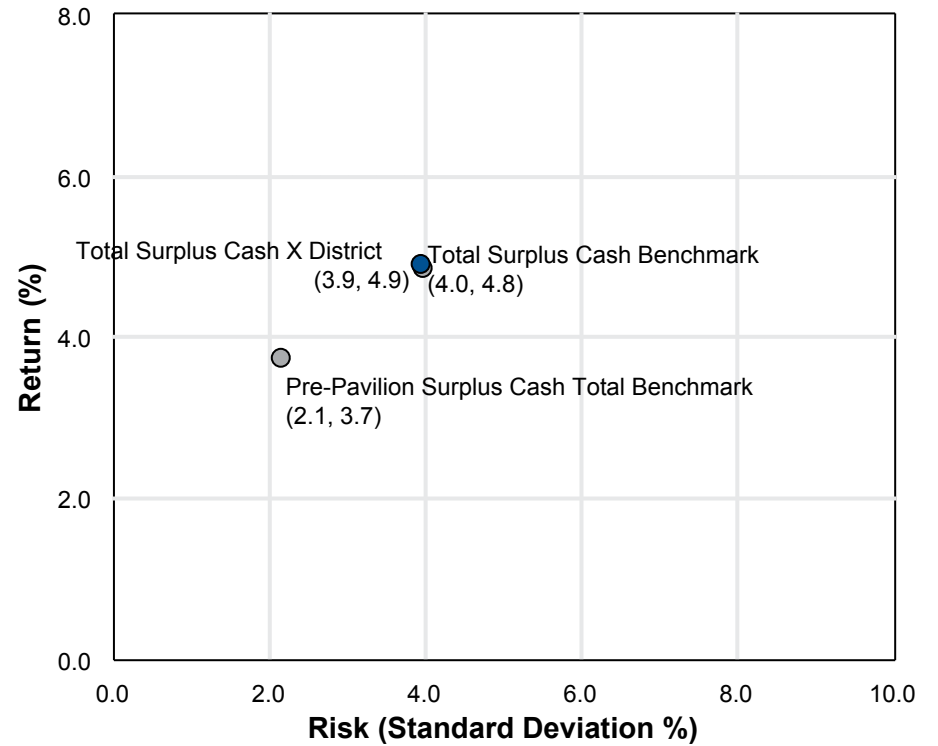
Risk and Return Summary (Net of Fees)

As of December 31, 2016

3 Years



5 Years

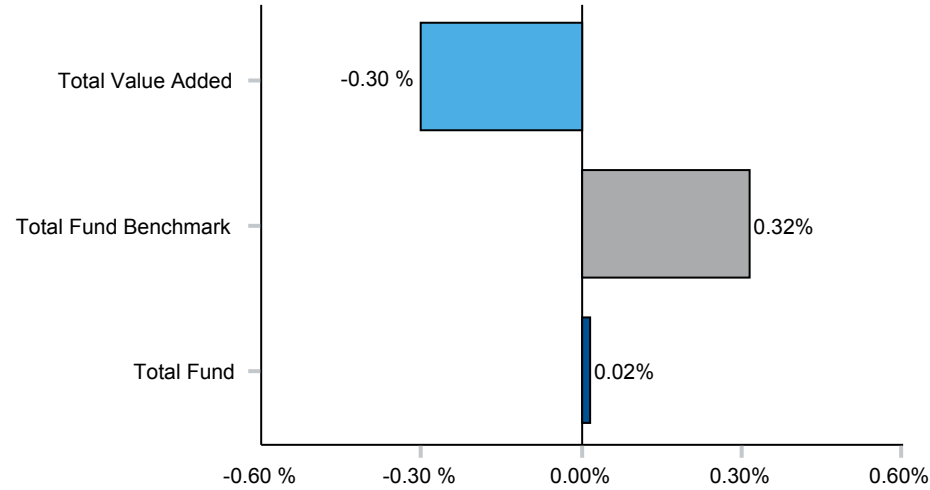


Performance Summary

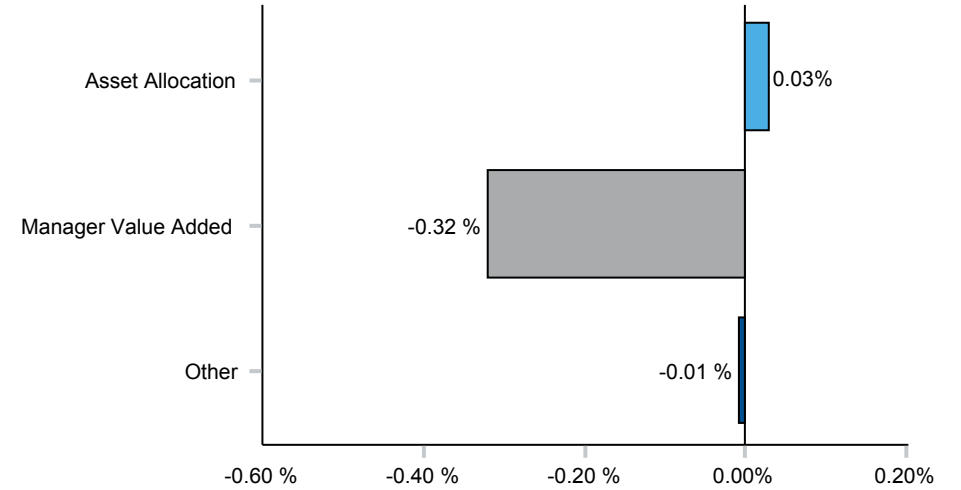
Total Surplus Cash X District Attribution

1 Quarter Ending December 31, 2016

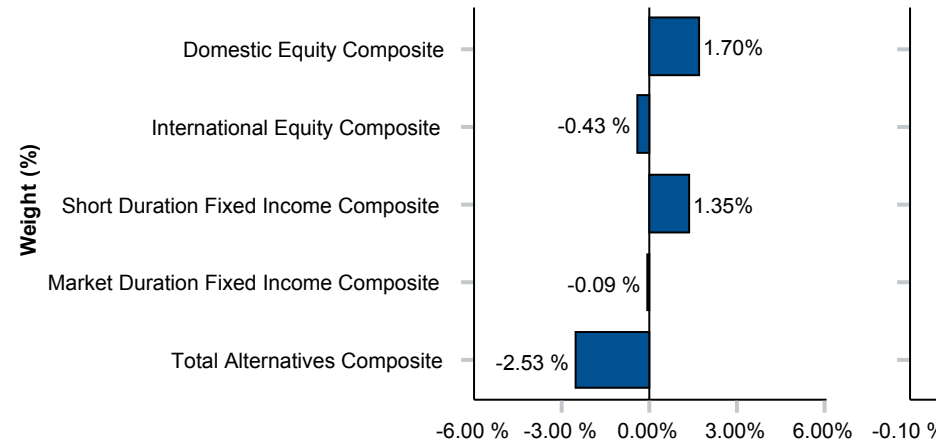
Total Fund Performance



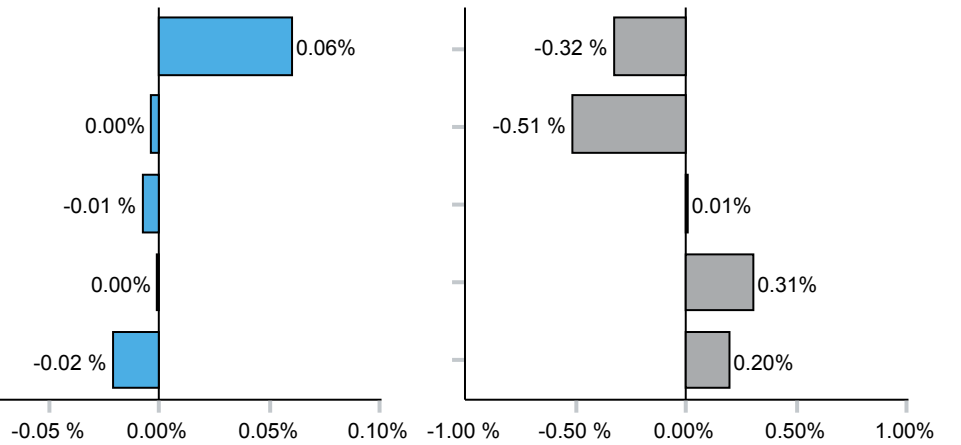
Total Value Added:-0.30 %



Total Asset Allocation:0.03%



Total Manager Value Added:-0.32 %



■ Average Active Weight

■ Asset Allocation Value Added

■ Manager Value Added

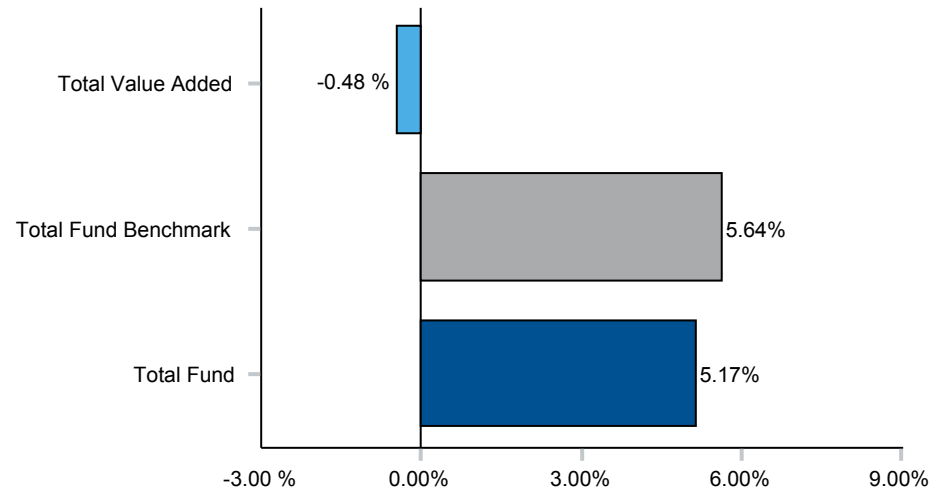
“Other” includes the effects of all other factors on the Fund’s relative return, including rebalancing and other trading activity.

Performance Summary

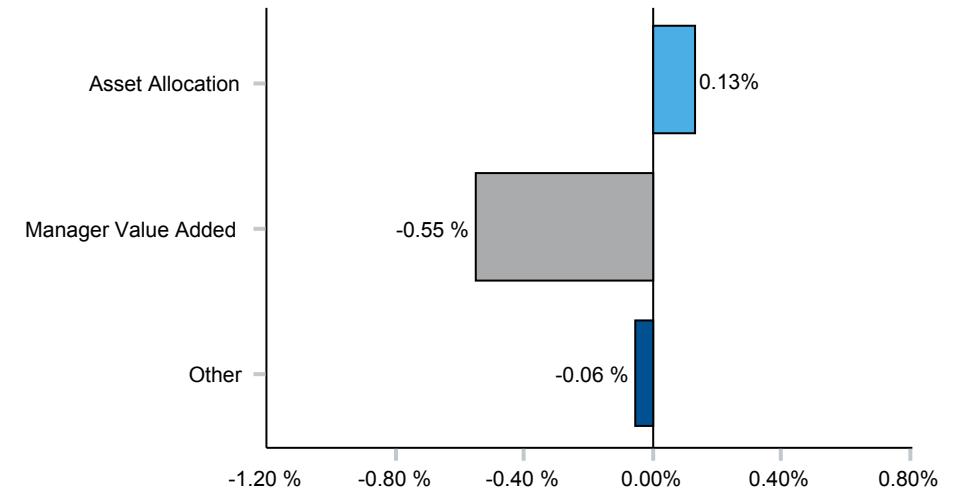
Total Surplus Cash X District Attribution

Year To Date Ending December 31, 2016

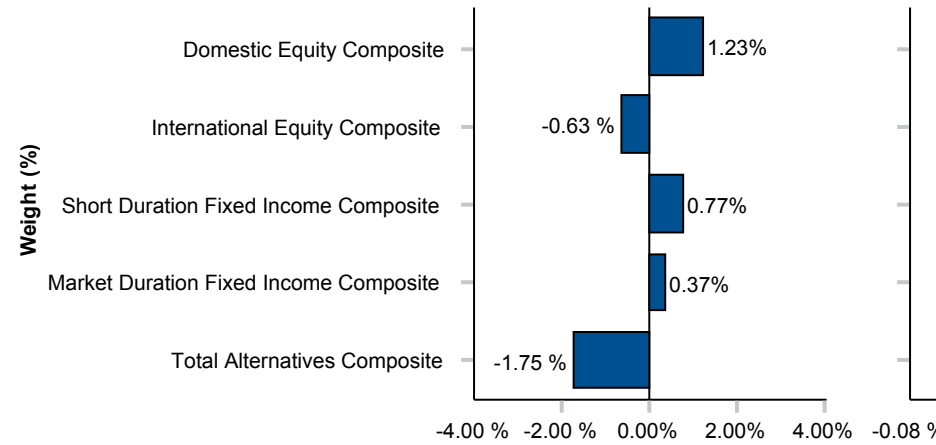
Total Fund Performance



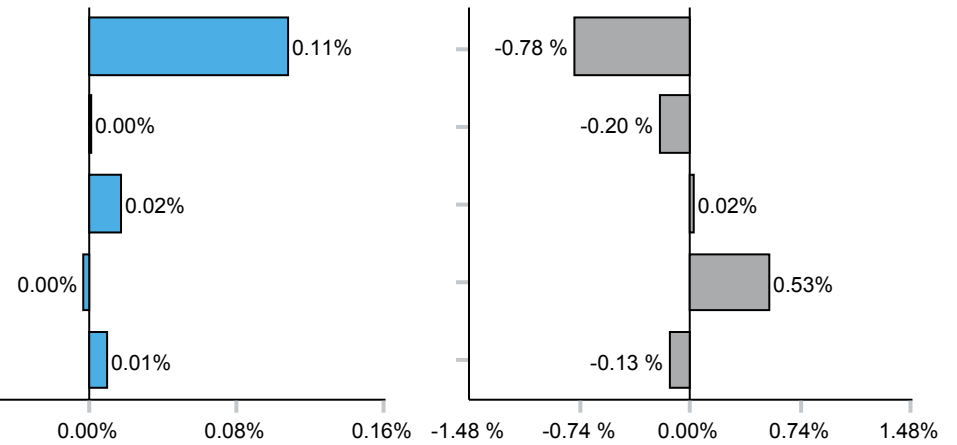
Total Value Added:-0.48 %



Total Asset Allocation:0.13%



Total Manager Value Added:-0.55 %



■ Average Active Weight

■ Asset Allocation Value Added

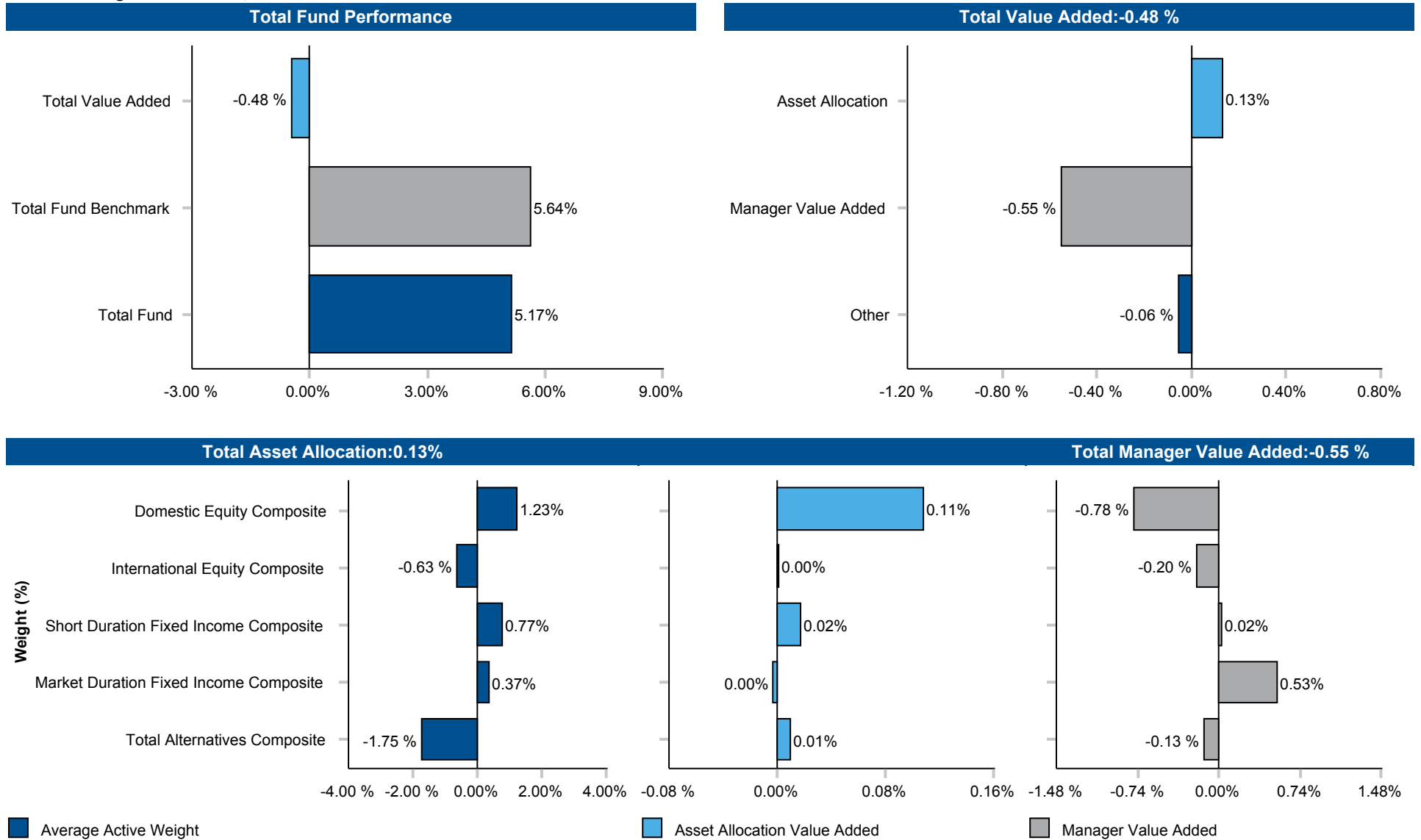
■ Manager Value Added

“Other” includes the effects of all other factors on the Fund’s relative return, including rebalancing and other trading activity.

Performance Summary

Total Surplus Cash X District Attribution

1 Year Ending December 31, 2016



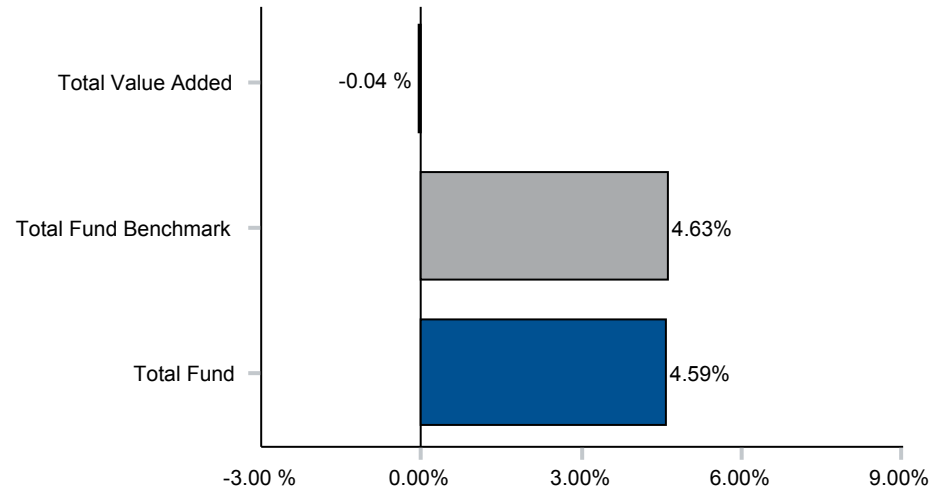
“Other” includes the effects of all other factors on the Fund’s relative return, including rebalancing and other trading activity.

Performance Summary

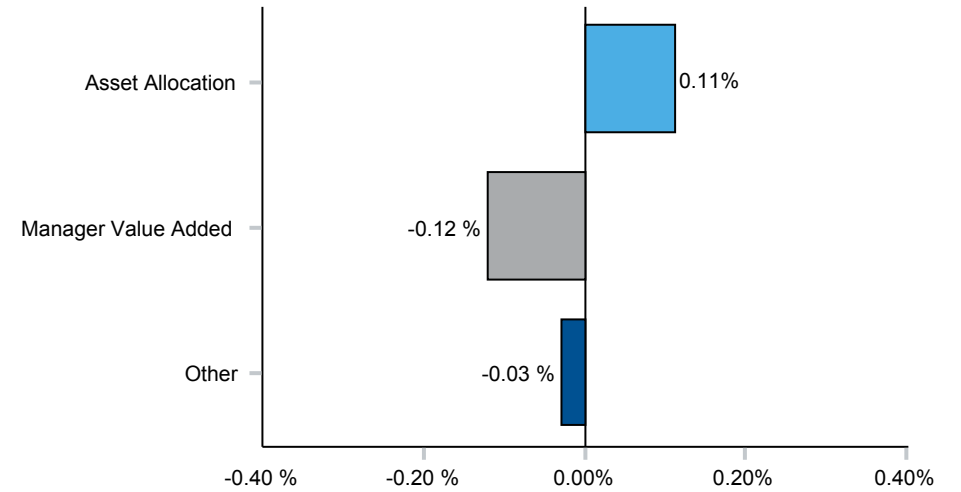
Total Surplus Cash X District Attribution

Since Inception

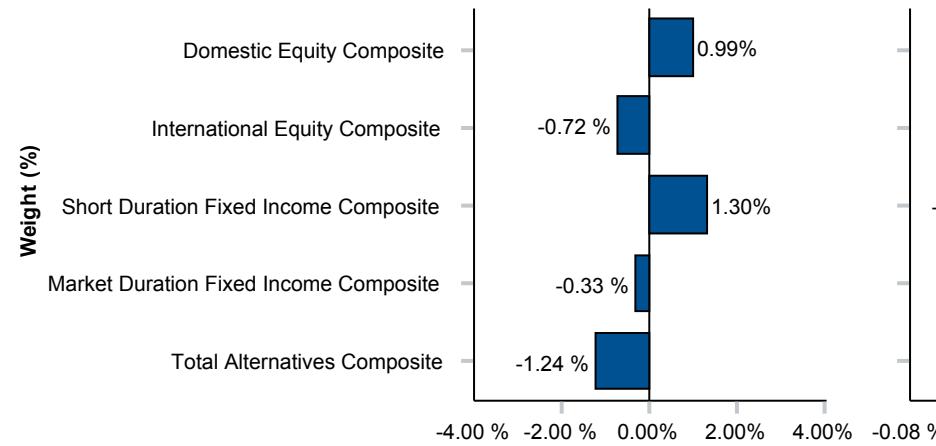
Total Fund Performance



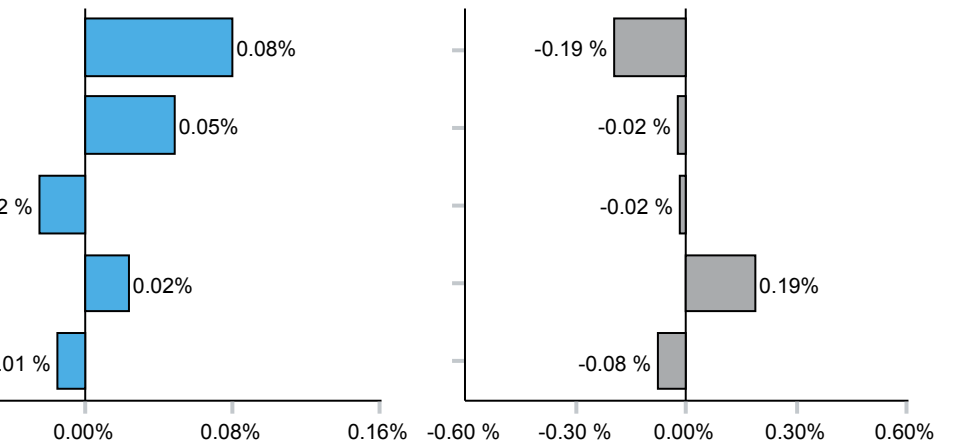
Total Value Added:-0.04 %



Total Asset Allocation:0.11%



Total Manager Value Added:-0.12 %



■ Average Active Weight

■ Asset Allocation Value Added

■ Manager Value Added

“Other” includes the effects of all other factors on the Fund’s relative return, including rebalancing and other trading activity.

Performance Summary

Composite Asset Allocation & Performance

As of December 31, 2016

	Allocation		Performance(%)						
	Market Value (\$)	%	Quarter	1 Year	3 Years	5 Years	10 Years	Since Inception	Inception Period
Total Surplus Cash X District	694,374,265	100.0	0.0	5.2	3.1	4.9	5.2	4.6	4y 2m
Surplus Cash Total Benchmark			0.3	5.6	3.6	4.8	4.8	4.6	
Pre-Pavilion Surplus Cash Total Benchmark			-0.8	4.3	3.3	3.7	4.2	3.3	
Total Surplus Cash X District X Privates	670,767,467	96.6	0.0	5.2	2.8	4.7	5.1	4.4	4y 2m
Surplus Cash Total Benchmark x Privates			0.3	5.8	3.6	4.8	4.8	4.6	
Total Equity Composite	290,514,608	41.8	0.6	8.1	3.8	11.1	4.6	10.0	4y 2m
Total Equity Benchmark - Surplus			2.6	10.4	4.6	11.7	4.3	10.4	
Domestic Equity Composite	191,091,811	27.5	3.6	10.7	6.4	13.9	5.9	13.3	4y 2m
Domestic Equity Benchmark - Surplus			4.8	13.9	8.3	15.0	5.8	14.3	
Large Cap Equity Composite	154,592,852	22.3	2.4	8.4	6.9	14.0	5.9	13.5	4y 2m
Large Cap Equity Benchmark			3.8	12.0	8.7	14.8	5.7	14.1	
Small Cap Equity Composite	36,498,959	5.3	9.2	21.7	5.3	-	-	13.0	4y 2m
Small Cap Equity Benchmark			8.7	21.2	6.7	14.5	7.1	14.5	
International Equity Composite	99,422,797	14.3	-4.7	3.4	-1.4	-	-	3.4	4y 2m
MSCI AC World ex USA (Net)			-1.3	4.5	-1.8	5.0	1.0	3.5	

Returns are expressed as percentages and are net of investment management fees. Returns for periods greater than one year are annualized. Peer group percentile ranks are shown in parentheses.

Performance Summary

Composite Asset Allocation & Performance

As of December 31, 2016

	Allocation		Performance(%)						
	Market Value (\$)	%	Quarter	1 Year	3 Years	5 Years	10 Years	Since Inception	Inception Period
Total Fixed Income Composite	282,222,089	40.6	-1.5	3.7	2.6	2.4	4.2	1.9	4y 2m
Total Fixed Income Benchmark - Surplus			-2.3	2.3	2.5	1.9	3.8	1.6	
Short Duration Fixed Income Composite	78,112,718	11.2	-0.3	1.6	1.0	1.4	3.2	0.8	4y 2m
Short Duration Fixed Income Benchmark - Surplus			-0.4	1.3	0.9	1.2	3.2	0.8	
Market Duration Fixed Income Composite	204,109,371	29.4	-2.0	4.4	3.2	3.2	5.4	2.2	4y 2m
Blmbg. Barc. U.S. Aggregate			-3.0	2.6	3.0	2.2	4.3	1.7	
Total Alternatives Composite	121,637,568	17.5	2.2	1.8	2.9	-	-	3.7	3y 8m
Total Alternatives Benchmark - Surplus			1.1	2.3	3.4	-	-	4.0	
Real Estate Composite	23,606,799	3.4	0.0	3.7	13.3	-	-	11.7	3y 4m
NCREIF Property Index			1.7	8.0	11.0	10.9	6.9	11.0	
Hedge Fund Composite	98,030,770	14.1	2.8	1.0	0.6	-	-	2.0	3y 8m
HFRI Fund of Funds Composite Index			0.9	0.5	1.2	3.4	1.3	2.2	

Returns are expressed as percentages and are net of investment management fees. Returns for periods greater than one year are annualized. Peer group percentile ranks are shown in parentheses.

Performance Summary

Manager Asset Allocation & Performance

As of December 31, 2016

	Allocation		Performance(%)							
	Market Value (\$)	%	Quarter	1 Year	3 Years	5 Years	10 Years	Since Inception	Inception Period	
Large-Cap Equity										
Vanguard S&P 500 Index	97,530,583	14.0	3.8 (46)	11.9 (29)	8.8 (8)	14.6 (16)	6.9 (23)	14.1 (13)	4y 2m	
S&P 500			3.8 (45)	12.0 (29)	8.9 (7)	14.7 (16)	6.9 (24)	14.1 (12)		
<i>IM U.S. Large Cap Core Equity</i>			3.7	10.2	7.3	13.4	6.1	12.8		
Sands Large Cap Growth (Touchstone)	25,569,519	3.7	-7.4 (97)	-8.6 (99)	-0.3 (100)	11.7 (78)	8.9 (7)	9.8 (95)	4y 2m	
Russell 1000 Growth Index			1.0 (16)	7.1 (8)	8.6 (8)	14.5 (21)	8.3 (15)	14.1 (15)		
<i>IM U.S. Large Cap Growth Equity</i>			-1.2	2.0	6.1	12.9	7.2	12.5		
Barrow Hanley Large Cap Value	31,492,750	4.5	7.0 (45)	14.6 (43)	8.1 (14)	14.4 (21)	6.1 (22)	9.1 (4)	16y 5m	
Russell 1000 Value Index			6.7 (57)	17.3 (22)	8.6 (7)	14.8 (14)	5.7 (35)	7.0 (37)		
<i>IM U.S. Large Cap Value Equity</i>			6.8	14.0	6.8	13.5	5.1	6.7		
Small-Cap Equity										
Wellington Small Cap Value	20,161,899	2.9	12.7 (58)	22.6 (81)	9.1 (12)	15.0 (23)	9.2 (1)	15.5 (16)	4y 2m	
Russell 2000 Value Index			14.1 (28)	31.7 (20)	8.3 (27)	15.1 (22)	6.3 (59)	14.9 (25)		
<i>IM U.S. Small Cap Value Equity</i>			13.2	29.4	6.7	13.9	6.7	14.0		
Conestoga Small Cap Growth	16,337,060	2.4	5.0 (42)	14.3 (47)	4.4 (54)	13.5 (48)	9.3 (11)	11.9 (84)	0y 6m	
Russell 2000 Growth Index			3.6 (60)	11.3 (69)	5.1 (47)	13.7 (47)	7.8 (33)	13.1 (78)		
<i>IM U.S. Small Cap Growth Equity</i>			4.8	14.0	4.6	13.4	7.4	14.8		
International Equity										
Walter Scott Int'l (Dreyfus)	44,928,708	6.5	-5.0 (64)	4.6 (34)	-0.2 (19)	5.6 (49)	3.0 (17)	3.3 (55)	4y 2m	
MSCI AC World ex USA (Net)			-1.3 (23)	4.5 (35)	-1.8 (45)	5.0 (58)	1.0 (51)	3.5 (53)		
<i>IM International Equity</i>			-3.8	1.8	-2.1	5.5	1.0	3.7		
Northern Cross Int'l (Harbor)	42,247,832	6.1	-4.3 (56)	0.2 (64)	-3.5 (75)	4.9 (60)	2.0 (32)	2.9 (61)	4y 2m	
MSCI AC World ex USA (Net)			-1.3 (23)	4.5 (35)	-1.8 (45)	5.0 (58)	1.0 (51)	3.5 (53)		
<i>IM International Equity</i>			-3.8	1.8	-2.1	5.5	1.0	3.7		
Harding Loevner Emerging Markets	12,246,257	1.8	-4.7 (42)	13.3 (18)	-1.3 (18)	4.2 (14)	2.7 (19)	8.0 (20)	1y 4m	
MSCI EM (net)			-4.2 (34)	11.2 (31)	-2.6 (42)	1.3 (56)	1.8 (39)	6.3 (31)		
<i>IM Emerging Markets Equity</i>			-5.2	8.3	-3.0	1.5	1.1	4.7		

Returns are expressed as percentages and are net of investment management fees. Returns for periods greater than one year are annualized. Peer group percentile ranks are shown in parentheses.

Performance Summary

Manager Asset Allocation & Performance

As of December 31, 2016

	Allocation		Performance(%)						
	Market Value (\$)	%	Quarter	1 Year	3 Years	5 Years	10 Years	Since Inception	Inception Period
Short Duration Fixed Income									
Barrow Hanley Short Fixed	75,128,694	10.8	-0.3 (69)	1.6 (51)	1.0 (42)	0.9 (73)	2.4 (44)	4.8 (16)	25y 9m
Blmbg. Barc. 1-3 Year Gov/Credit			-0.4 (75)	1.3 (72)	0.9 (49)	0.9 (72)	2.4 (39)	4.3 (23)	
<i>IM U.S. Short Term Investment Grade</i>			-0.1	1.7	0.9	1.3	2.2	3.9	
Cash Composite	2,984,024	0.4	0.1	0.3	0.2	-	-	-0.1	4y 2m
90 Day U.S. Treasury Bill			0.1	0.3	0.1	0.1	0.8	0.1	
Market Duration Fixed Income									
Dodge & Cox Fixed	99,375,194	14.3	-1.3 (9)	6.2 (12)	3.8 (17)	3.9 (16)	5.1 (36)	2.8 (12)	4y 2m
Blmbg. Barc. U.S. Aggregate			-3.0 (96)	2.6 (82)	3.0 (45)	2.2 (89)	4.3 (74)	1.7 (64)	
<i>IM U.S. Broad Market Core+ Fixed Income</i>			-2.4	4.2	2.9	3.1	4.9	2.0	
MetWest Fixed	92,021,134	13.3	-2.6 (69)	2.9 (77)	2.9 (50)	3.5 (35)	5.6 (11)	1.8 (60)	4y 2m
Blmbg. Barc. U.S. Aggregate			-3.0 (96)	2.6 (82)	3.0 (45)	2.2 (89)	4.3 (74)	1.7 (64)	
<i>IM U.S. Broad Market Core+ Fixed Income</i>			-2.4	4.2	2.9	3.1	4.9	2.0	
Met West Total Return Bond Plan - CONCERN	12,713,043	1.8	-2.6 (73)	2.6 (85)	3.0 (48)	4.1 (12)	-	1.4 (90)	0y 11m
Blmbg. Barc. U.S. Aggregate			-3.0 (96)	2.6 (82)	3.0 (45)	2.2 (89)	4.3 (74)	1.3 (94)	
<i>IM U.S. Broad Market Core+ Fixed Income</i>			-2.4	4.2	2.9	3.1	4.9	3.5	
Real Estate									
Oaktree Real Estate Opportunities Fund VI	12,842,623	1.8	-0.1	0.9	11.1	-	-	9.6	3y 4m
NCREIF Property Index			1.7	8.0	11.0	10.9	6.9	11.0	
Walton Street Real Estate Fund VII, L.P.	10,764,176	1.6	0.0	7.4	18.3	-	-	18.4	3y 2m
NCREIF Property Index			1.7	8.0	11.0	10.9	6.9	11.0	
Hedge Funds									
Hedge Fund Composite	98,030,770	14.1	2.8	1.0	0.6	-	-	2.0	3y 8m
HFRI Fund of Funds Composite Index			0.9	0.5	1.2	3.4	1.3	2.2	

Returns are expressed as percentages and are net of investment management fees. Returns for periods greater than one year are annualized. Peer group percentile ranks are shown in parentheses.

Performance Summary

Manager Asset Allocation & Performance

As of December 31, 2016

	Allocation		Performance(%)							
	Market Value (\$)	%	Quarter	1 Year	3 Years	5 Years	10 Years	Since Inception	Inception Period	
Total Plan										
Total Surplus Cash X District	694,374,265	100.0	0.0	5.2	3.1	4.9	5.2	4.6	4y 2m	
Total Surplus Cash Benchmark			0.3	5.6	3.6	4.8	4.8	4.6		
Pre-Pavilion Total Surplus Cash Benchmark			-0.8	4.3	3.3	3.7	4.2	3.3		

Returns are expressed as percentages and are net of investment management fees. Returns for periods greater than one year are annualized. Peer group percentile ranks are shown in parentheses.

Surplus Cash Executive Summary

Manager Compliance Checklist

As of December 31, 2016

Managers	Vanguard S&P 500 Index	Sands Large Cap Growth (Touchstone)	Barrow Hanley LCV	Wellington Small Cap Value	Conestoga Small Cap	Walter Scott Int'l (Dreyfus)	Northern Cross (Harbor Int'l)
Organizational/Product Issues							
No changes to investment team	+	-	+	+	+	+	+
No organizational changes	+	+	+	+	+	+	+
No accounting or regulatory concerns	+	+	+	+	+	+	+
Currently in adherence to guidelines	+	+	+	+	+	+	+
Characteristics meet stylistic expectations	+	+	+	+	+	+	+
Relative Performance ^{1,2}							
Three-year return > benchmark	In-Line	-890 bps	-50 bps	+	-70 bps	+	-170 bps
Three-year ranking > peer group median	+	100	+	+	54	+	75
Five year return > benchmark	In-Line	-280 bps	-40 bps	-10 bps	-20 bps	+	-10 bps
Five year ranking > peer group median	+	78	+	+	+	+	60
Performance Status	+	-	+	+	+	+	-
Date performance status changed		2Q16					4Q16
Summary Status	+	+	+	+	+	+	+
Date summary status changed							

¹ Manager performance is evaluated net of investment management fees.

² For each manager that underperformed its benchmark and/or peer group, the magnitude of underperformance and/or peer group ranking is shown.

Surplus Cash Executive Summary

Manager Compliance Checklist

As of December 31, 2016

Managers	Harding Loevner	Barrow Hanley Short Fixed	Dodge & Cox Fixed	MetWest Fixed
Organizational/Product Issues				
No changes to investment team	+	+	+	+
No organizational changes	+	+	+	+
No accounting or regulatory concerns	+	+	+	+
Currently in adherence to guidelines	+	+	+	+
Characteristics meet stylistic expectations	+	+	+	+
Relative Performance ^{1,2}				
Three-year return > benchmark	+	+	+	-10 bps
Three-year ranking > peer group median	+	+	+	+
Five year return > benchmark	+	In-Line	+	+
Five year ranking > peer group median	+	73	+	+
Performance Status	+	+	+	+
Date performance status changed				
Summary Status	+	+	+	+
Date summary status changed				

¹ Manager performance is evaluated net of investment management fees.

² For each manager that underperformed its benchmark and/or peer group, the magnitude of underperformance and/or peer group ranking is shown.

Executive Summary

Manager Compliance Checklist

As of December 31, 2016

Manager	Compliance Issue	Explanation	Recommended Action	Comments
Sands Large Cap Growth (Touchstone)	Investment Team Changes/ Performance	<p>Tom Ricketts, one of the three portfolio managers and member of the Executive Management Team, left the firm on June 30, 2016. Wes Johnston, who was an associate PM for the last 3 years was promoted to Co-PM to replace Mr. Ricketts.</p> <p>In addition, Sands trailed the Russell 1000 Growth Index over the trailing three- and five-year terms while ranking in the bottom quartile of the large-cap growth peer group universe.</p>	Hold	<p>All departures at the portfolio management level on any investment team are significant, however, Sands has maintained a proven investment philosophy and stable investment team up until this point.</p> <p>The concentrated nature of the strategy causes it to outperform or underperform significantly from time to time. 2016 was a particularly difficult year for Sands, returning -8.6% versus a +7.1% return for the Russell 1000 Growth Index. Sands was hampered by poor stock selection and overweight allocation to the health care sector, the worst performing sector in the index during 2016. Additionally, unfavorable stock selection in the information technology sector, which comprises approximately 50% of the portfolio at any given time, hampered results.</p> <p>Pavilion recommends no action at this time and will monitor this situation closely moving forward.</p>
Northern Cross (Harbor)	Performance	<p>Harbor has trailed the MSCI ACWI ex US Index and the international equity peer group median over the trailing 3- and 5-year time periods.</p>	Hold	<p>Recent performance has admittedly been difficult and frustrating. Pavilion does not believe anything has changed in the philosophy/process or at the team level that would result in future performance trends differing from historical trends. Some of the recent performance can be explained by headwinds, some of it can be explained by poor allocation choices. Harbor's contrarian-style investing in 2014 and 2016 was detrimental as market performance was driven by macro events. In 2014, the Fund's slight value bias was the largest deterrent to relative performance. In 2016, underperformance was driven by holdings in pharmaceuticals and underweight allocations to banks and emerging markets.</p> <p>The strategy has still managed to outpace the ACWI ex US in seven of the last ten years. There have been some outflows out of the Fund over the past two years (-\$6.7 billion in 2016, \$-3.7 billion in 2015), but Pavilion is not concerned about the Fund's viability since it still has just shy of \$35 billion in assets. Pavilion is monitoring the Fund closely, but recommends no immediate action.</p>



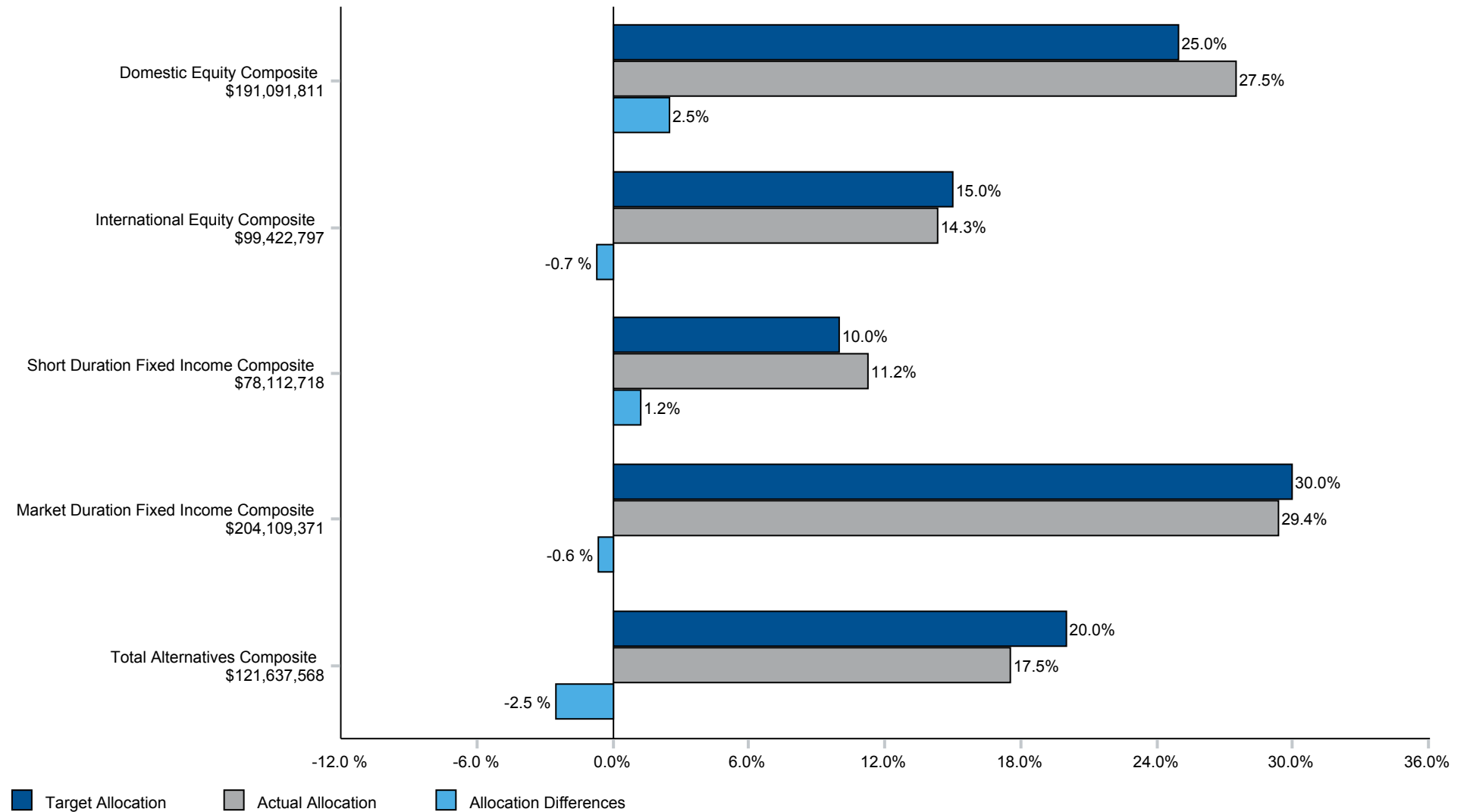
Surplus Cash - Asset Class Diversification

Asset Class Diversification

Total Surplus Cash X District vs. Surplus Cash Target Allocation

As of December 31, 2016

December 31, 2016 : \$694,374,265



Asset Class Diversification

Surplus Cash Investment Program Structure

As of December 31, 2016

Manager	Asset Class/Type	Total Assets (\$ mil.)	Percent of Total	Target Allocation	Weighting Relative to Target	Target Range
Large-Cap Domestic Equity		\$154.6	22.3%	20.0%	+ 2.3%	20-30%
Vanguard S&P 500 Index	Large-Cap Index	\$ 97.5	14.0%	10.0%	+ 4.0%	
Sands	Large-Cap Growth	\$ 25.6	3.7%	5.0%	- 1.3%	
Barrow Hanley	Large-Cap Value	\$ 31.5	4.5%	5.0%	- 0.5%	
Small-Cap Domestic Equity		\$ 36.5	5.3%	5.0%	+ 0.3%	
Conestoga	Small-Cap Growth	\$ 16.3	2.4%	2.5%	- 0.1%	
Wellington	Small-Cap Value	\$ 20.2	2.9%	2.5%	+ 0.4%	
International Equity		\$ 99.4	14.3%	15.0%	- 0.7%	10-20%
Walter Scott	Developed and Emerging	\$ 44.9	6.5%			
Harbor	Developed and Emerging	\$ 42.2	6.1%			
Harding Loevner	Emerging	\$ 12.2	1.8%			
Short-Duration Fixed Income		\$ 78.1	11.2%	10.0%	+ 1.2%	8-12%
Barrow Hanley	Short Duration	\$ 75.1	10.8%			
Cash	Money Market	\$ 3.0	0.4%			
Market-Duration Fixed Income		\$204.1	29.4%	30.0%	- 0.6%	25-35%
Dodge & Cox	Market Duration	\$ 99.4	14.3%	15.0%	- 0.7%	
MetWest	Market Duration	\$104.7	15.1%	15.0%	+ 0.1%	
Alternatives		\$121.6	17.5%	20.0%	- 2.5%	17-23%
Oaktree RE Opportunities	Real Estate	\$ 12.8	1.8%	2.5%	- 0.7%	
Walton Street	Real Estate	\$ 10.8	1.6%	2.5%	- 0.9%	
Direct Hedge Fund Composite	Hedge Fund	\$ 98.0	14.1%	15.0%	- 0.9%	
Total (X District)		\$694.4	100.0%			
District Assets - Barrow Hanley	Short Duration	\$ 23.4				
Debt Reserves - Ponder	Short Duration	\$ 28.2				
Total Surplus Cash		\$746.0				

*Totals may not add due to rounding.

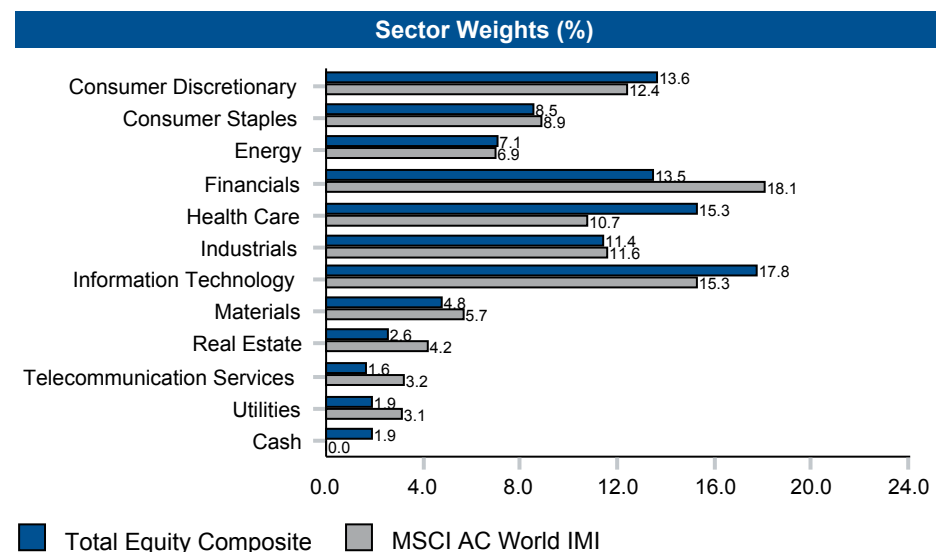
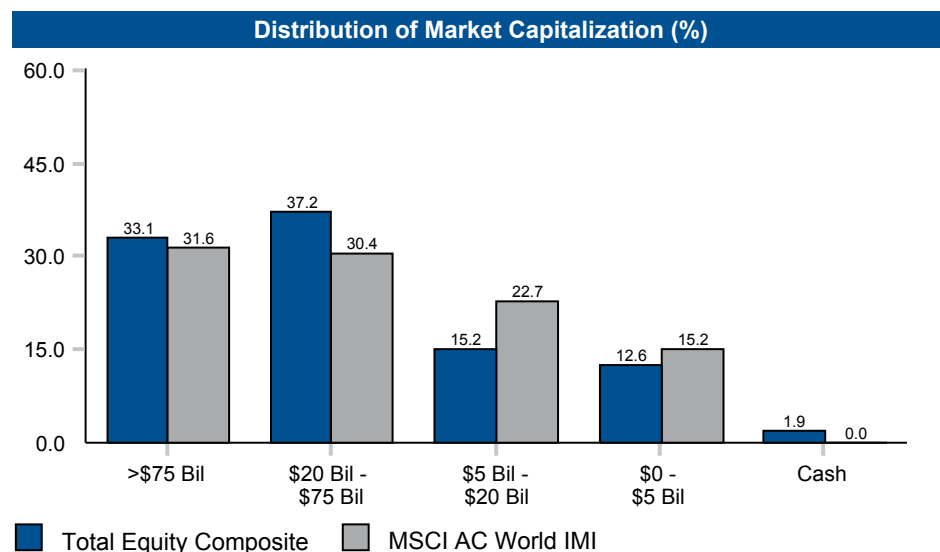
Equity Portfolio - Characteristics

Surplus Cash Equity Composite vs. MSCI AC World IMI

As of December 31, 2016

Portfolio Characteristics		
	Portfolio	Benchmark
Wtd. Avg. Mkt. Cap (\$M)	91,886	86,227
Median Mkt. Cap (\$M)	15,260	1,451
Price/Earnings ratio	22.0	18.7
Price/Book ratio	3.0	2.6
5 Yr. EPS Growth Rate (%)	9.6	7.9
Current Yield (%)	2.0	2.5
Debt to Equity	0.5	1.3
Number of Stocks	816	8,628
Beta (5 Years, Monthly)	0.88	1.00
Consistency (5 Years, Monthly)	50.00	1.00
Sharpe Ratio (5 Years, Monthly)	1.07	0.91
Information Ratio (5 Years, Monthly)	0.23	-
Up Market Capture (5 Years, Monthly)	95.71	-
Down Market Capture (5 Years, Monthly)	84.76	-

Top Ten Equity Holdings				
	Portfolio Weight (%)	Benchmark Weight (%)	Active Weight (%)	Quarterly Return (%)
Microsoft Corp	1.1	1.1	0.0	8.6
Amazon.com Inc	1.1	0.7	0.4	-10.4
Apple Inc	1.1	1.4	-0.3	3.0
Facebook Inc	1.1	0.6	0.5	-10.3
Visa Inc	1.1	0.3	0.8	-5.5
Schlumberger Ltd	1.0	0.3	0.7	7.4
JPMorgan Chase & Co	0.9	0.7	0.2	30.5
Johnson & Johnson	0.8	0.7	0.1	-1.8
Alphabet Inc	0.8	0.5	0.3	-1.4
Las Vegas Sands Corp	0.8	0.1	0.7	-6.0
% of Portfolio	9.8	6.4		



Equity Portfolio - Country/Region Allocation

Surplus Cash Equity Composite vs. MSCI AC World IMI

As of December 31, 2016

	Total Equity Composite	MSCI AC World IMI
Australia	0.5	2.4
Hong Kong	1.5	1.0
Japan	5.0	8.2
New Zealand	0.0	0.1
Singapore	0.0	0.4
Pacific	7.0	12.2
Austria	0.2	0.1
Belgium	0.3	0.4
Finland	0.3	0.3
France	4.7	3.0
Germany	2.2	2.9
Ireland	0.1	0.2
Italy	0.0	0.8
Netherlands	0.6	1.0
Portugal	0.0	0.1
Spain	0.6	1.0
EMU	9.0	9.8
Denmark	0.9	0.5
Norway	0.1	0.3
Sweden	0.7	1.0
Switzerland	3.6	2.7
United Kingdom	5.2	6.0
Europe ex EMU	10.4	10.5
Canada	0.6	3.3
United States	64.5	53.6
Israel	0.4	0.3
Middle East	0.4	0.3
Developed Markets	91.9	89.6

	Total Equity Composite	MSCI AC World IMI
Brazil	0.3	0.8
Cayman Islands	0.0	0.0
Chile	0.0	0.1
Colombia	0.6	0.0
Mexico	0.2	0.4
Peru	0.0	0.0
Virgin Islands	0.0	0.0
EM Latin America	1.3	1.3
China	2.1	2.6
India	0.4	0.9
Indonesia	0.1	0.3
Korea	0.5	1.5
Malaysia	0.0	0.3
Philippines	0.0	0.1
Taiwan	0.8	1.3
Thailand	0.1	0.3
EM Asia	4.0	7.4
Czech Republic	0.1	0.0
Egypt	0.0	0.0
Greece	0.0	0.0
Hungary	0.1	0.0
Poland	0.1	0.1
Qatar	0.0	0.1
Russia	0.3	0.4
South Africa	0.2	0.7
Turkey	0.1	0.1
United Arab Emirates	0.1	0.1
EM Europe + Middle East + Africa	0.8	1.7
Emerging Markets	6.0	10.4
Frontier Markets	0.0	0.0
Cash	1.9	0.0
Other	0.2	0.0
Total	100.0	100.0

Fixed Income Portfolio - Characteristics

Surplus Cash Fixed Income Composite vs. Total Fixed Income Bmk - Surplus

As of December 31, 2016

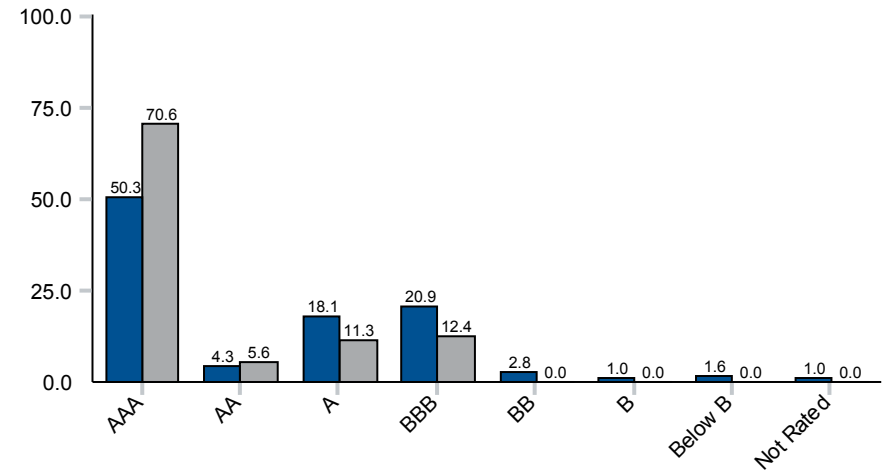
Portfolio Characteristics

	Portfolio	Benchmark
Effective Duration	4.3	4.8
Avg. Maturity	6.7	7.8
Avg. Quality	AA-	AA+
Yield To Maturity (%)	2.6	2.1

Risk Characteristics - 5 Years

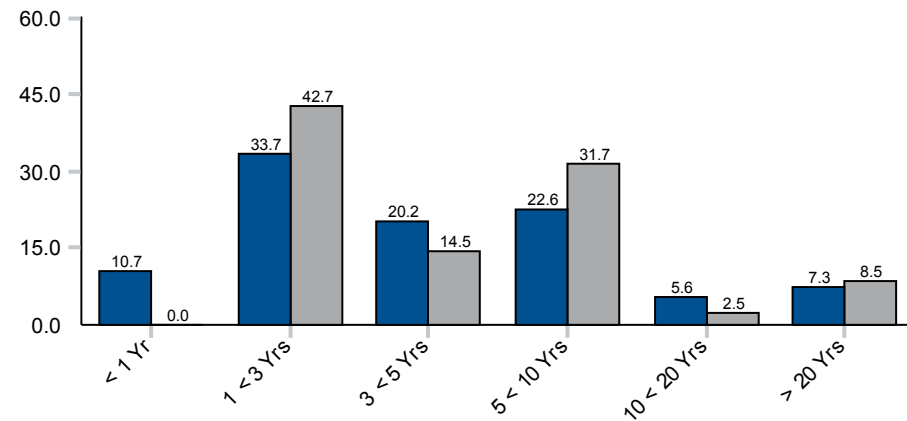
	Consistency	Sharpe Ratio	Information Ratio	Up Market Capture	Down Market Capture
Total Fixed Income Composite	58.3	1.2	0.5	94.7	67.2
Total Fixed Income Bmk - Surplus	0.0	0.8	N/A	100.0	100.0

Credit Quality Distribution (%)



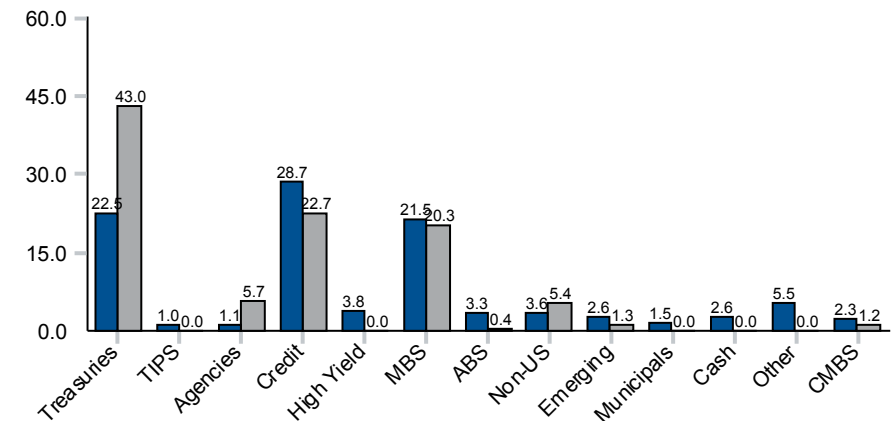
■ Total Fixed Income Composite ■ Total Fixed Income Bmk - Surplus

Maturity Distribution (%)



■ Total Fixed Income Composite ■ Total Fixed Income Bmk - Surplus

Sector Distribution (%)



■ Total Fixed Income Composite ■ Total Fixed Income Bmk - Surplus

Performance Summary

Surplus Cash Private Real Estate Investment

As of December 31, 2016 (\$ in Millions)

Partnership	Vintage Year	Fund Type	Committed Capital	Paid-in Capital	Unfunded Commitment	Market Value ¹	Distributions	Total Value	Net IRR ²	TV / PI	D / PI
Oaktree RE Opportunities VI	2012	Private RE	\$14.0	\$15.0	\$0.0	\$12.8	\$6.0	\$18.8	11.1%	1.3	0.4
Walton Street RE Fund VII	2012	Private RE	\$14.0	\$11.9	\$6.1	\$10.8	\$5.0	\$15.8	17.4%	1.3	0.4

¹ If a market value has not yet been released for a particular fund, the previous quarter's value is adjusted according to subsequent contributions and distributions.

² Net IRR is through the previous quarter end.



Surplus Cash - Direct Hedge Fund Portfolio

Hedge Fund Portfolio Executive Summary

Portfolio Update - Fourth Quarter 2016

The Hedge Fund Portfolio returned +2.8% during the fourth quarter, outperforming the HFRI Fund of Funds Composite Index by 190 basis points. The Portfolio's four strategies delivered positive absolute returns, with two of the four strategies (Credit and Macro) performing substantially better than their underlying benchmarks.

Strategy	Q4 Overall Performance	Strategy Commentary	Manager Highlights Q4 Contributors/Detractors		
Equity Long /Short	+	Manager performance showed wide dispersion during the quarter. Managers benefited from long positions in financials and commodity-related stocks while defensive equities proved more challenging.	+	Luxor	+15.7%
				Indus Japan	+8.6%
				Bloom Tree	+4.0%
			-	Passport 2x	-11.7%
				ESG	-7.1%
				Passport 1x	-6.1%
Credit	+++	Credit strategies produced a third consecutive positive quarter with energy-related trades as the largest contributors.	+	Marathon	+8.9%
				York	+5.7%
			-	DK	+5.4%
Macro	++	Discretionary macro strategies benefited from increased volatility and were able to profit from interest rate and currency trading.	+	Stone Milliner	+5.6%
				Brevan Howard	+5.4%
				Moore	+4.6%
			-	BP Transtrend	-0.8%
Relative Value	+	Relative value managers performed well over the quarter with profits coming from value equities, from corporate credit and structured products.	+	Fir Tree	+2.8%
				Pine River	+1.1%
			-	BlackRock 32	-1.4%

Investment Activity

No activity occurred during the quarter.

Recommendations or Action Items

Pavilion recommended redeeming from four hedge funds in the Portfolio:

Fund	Strategy	Rationale	Redemption details	Status
Brevan Howard Multi-Strategy Fund Limited	Macro	Dull performance relative to peer group. Portfolio is under-risked. More attractive opportunities in macro space.	Next redemption is on March 31, 2017. Notice needs to be in by December 27, 2017. Takes 4 quarters to get out (25% investor level gate).	Redemption request submitted.
Luxor Capital Partners Offshore, Ltd.	Equity	Poor performance relative to peer group. Locked in losses on several large positions. Outlook for event equity strategies is weakening.	Next redemption is on June 30, 2017. Notice needs to be in by March 30, 2017.	Redemption in process – form to be submitted by March 30, 2017.
Pine River Fund Ltd.	Relative Value	Dull performance and disappointing correlation characteristics. Significant staff turnover. Medium-term outlook for multi-strategy Relative Value managers is no longer compelling.	Next redemption date is December 31, 2016. Notice needs to be in by November 15, 2016. Takes 4 quarters to get out (25% investor level gate).	Redemption request submitted.
Fir Tree International Value Fund (USTE), L.P.	Relative Value	Poor performance relative to peer group with disappointing correlation characteristics. Medium term outlook for multi-strategy Relative Value managers is no longer compelling.	Next redemption date is May 1, 2017. Notice needs to be in by January 27, 2017. <i>(Relating to initial \$5 million investment made on May 1, 2013. A second \$1.5 million was invested on Dec 1, 2013 which can be redeemed December 1, 2017.)</i>	Redemption request submitted for first of two allocations.

Pavilion recommends reinvesting the proceeds into higher conviction strategies: **Credit** and **Macro**.

Given that the first redemption cash flows are expected to arrive in January 2017 from Pine River, but others will not come in until later in 2017, the below outline plan remains flexible:

Fund	Strategy	Details
York Credit Opportunities Unit Trust (<i>existing position</i>)	Credit	Top up as cash flows come in from Pine River starting in January 2017.
DK Distressed Opportunities International (Cayman) Ltd. (<i>existing position</i>)	Credit	Top up using cash flows from Brevan Howard expected to start arriving in April 2017.
(<i>Manager to be confirmed</i>)	Macro or Credit	To be funded with proceeds from Luxor expected in July 2017.
(<i>Manager to be confirmed</i>)	Macro or Credit	To be funded with proceeds from Fir Tree expected in May 2017.

Pavilion is working with El Camino management to approve and implement changes during the coming quarters if agreed upon.

Asset Allocation & Performance

El Camino Hedge Fund Portfolio

As of December 31, 2016

	Allocation		Performance(%)				
	Market Value (\$)	%	Quarter	1 Year	3 Years	Since Invested	Inception Period
Hedge Fund Composite	98,030,770	100.0	2.8	1.0	0.6	2.0	3y 8m
HFRI Fund of Funds Composite Index			0.9	0.5	1.2	2.2	
El Camino HF Composite Benchmark			1.8	6.7	2.2	3.2	
Credit HF Composite	21,696,050	22.1	6.4	14.7	2.6	4.8	3y 8m
HFRI ED: Distressed/Restructuring Index			5.6	15.2	1.5	3.3	
Equity HF Composite	33,255,651	33.9	1.1	-8.0	-2.2	0.4	3y 8m
HFRI Equity Hedge (Total) Index			1.2	5.4	2.1	4.0	
Macro HF Composite	25,372,930	25.9	3.4	5.0	4.5	2.6	3y 8m
HFRI Macro (Total) Index			-0.5	1.2	1.8	0.8	
Relative Value HF Composite	17,706,138	18.1	0.9	-0.4	-1.0	1.3	3y 8m
HFRI RV: Multi-Strategy Index			1.5	6.3	3.4	3.6	

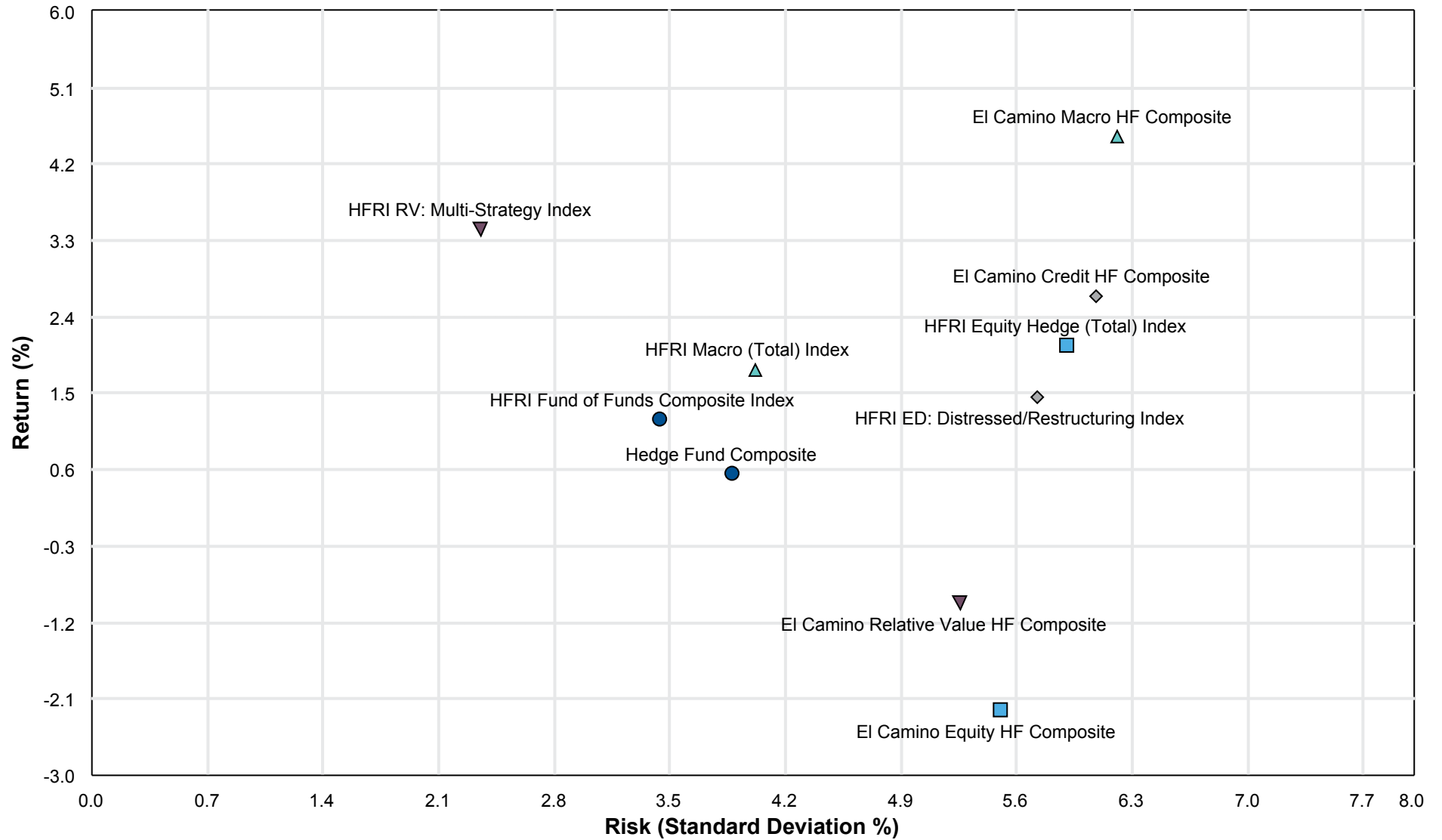
Returns are expressed as percentages and are net of investment management fees. Returns for periods greater than one year are annualized.

The El Camino HF Composite Benchmark consists of 40% HFRI Equity Hedge (Total) Index, 20% HFRI ED: Distressed/Restructuring Index, 20% HFRI Macro (Total) Index, and 20% HFRI RV: Multi-Strategy Index.

Performance Summary

Hedge Fund Composite Risk and Return Summary (Net of Fees)

3 Years Ending December 31, 2016



El Camino Hedge Fund Portfolio Risk Statistics

As of December 31, 2016

	Since Inception Return	Since Inception Standard Deviation	Since Inception Maximum Drawdown	Since Inception Best Quarter	Since Inception Worst Quarter	Since Inception Sharpe Ratio	Since Inception Sortino Ratio	Inception Period
Total Portfolio								
Hedge Fund Composite	2.0	3.9	-9.5	4.9	-5.7	0.5	0.5	3y 8m
HFRI Fund of Funds Composite Index	2.2	3.5	-7.6	3.7	-4.2	0.6	0.5	
Equity Long/Short								
El Camino Equity HF Composite	0.4	5.4	-14.3	5.2	-8.1	0.1	0.1	3y 8m
HFRI Equity Hedge (Total) Index	4.0	5.9	-10.3	6.0	-6.3	0.7	0.7	
Credit								
El Camino Credit HF Composite	4.8	5.9	-18.5	7.0	-6.6	0.8	0.8	3y 8m
HFRI ED: Distressed/Restructuring Index	3.3	5.5	-17.5	7.4	-6.4	0.6	0.5	
Macro								
El Camino Macro HF Composite	2.6	6.3	-7.4	7.9	-4.8	0.4	0.5	3y 8m
HFRI Macro (Total) Index	0.8	3.9	-4.4	5.1	-3.5	0.2	0.2	
Relative Value								
El Camino Relative Value HF Composite	1.3	5.1	-13.8	5.3	-8.1	0.3	0.2	3y 8m
HFRI RV: Multi-Strategy Index	3.6	2.4	-4.2	2.9	-2.4	1.5	1.4	

From May 1, 2013, results shown are El Camino Hedge Fund Portfolio returns.

Asset Class Diversification

Hedge Fund Portfolio

As of December 31, 2016

Manager	Asset Class/Type	Total Assets (\$, mil.)	Percent of Total	Target Allocation	Weighting Relative to Target
Equity Hedge Funds		\$ 33.3	33.9%	40.0%	- 6.1%
ESG	Emerging Market Equity	\$ 4.1	4.1%		
Luxor	Event Driven Equity	\$ 4.3	4.4%		
CapeView 1x	European Equity	\$ 2.8	2.8%		
CapeView 2x	European Equity	\$ 3.1	3.2%		
Passport 1x	US Equity	\$ 2.4	2.4%		
Passport 2x	US Equity	\$ 2.2	2.3%		
Bloom Tree	Global Equity	\$ 4.8	4.9%		
Tiger Eye	US Equity	\$ 4.4	4.5%		
Indus Japan	Japanese Equity	\$ 5.2	5.3%		
Credit Hedge Funds		\$ 21.7	22.1%	20.0%	+ 2.1%
Davidson Kempner	Distressed Credit	\$ 9.4	9.6%		
York	Multi-Strategy Credit	\$ 6.9	7.0%		
Marathon	Multi-Strategy Credit	\$ 5.5	5.6%		
Macro Hedge Funds		\$ 25.4	25.9%	20.0%	+ 5.9%
BP Transtrend	Systematic Macro	\$ 7.4	7.5%		
Brevan Howard	Discretionary Macro	\$ 6.3	6.4%		
Moore	Discretionary Macro	\$ 6.5	6.6%		
Stone Milliner	Discretionary Macro	\$ 5.3	5.4%		
Relative Value Hedge Funds		\$ 17.7	18.1%	20.0%	- 1.9%
BlackRock 32 Capital	Quantitative Market Neutral	\$ 5.3	5.4%		
Fir Tree	Multi-Strategy	\$ 6.4	6.5%		
Pine River	Multi-Strategy	\$ 6.0	6.1%		
Total Hedge Fund Portfolio		\$ 98.0	100.0%		

*Totals may not add due to rounding.

Pro Forma Performance Summary

As of December 31, 2016

	Quarter	Year To Date	1 Year	3 Years	5 Years	Since Invested	2015	2014	2013	2012	2011	2010	Inception Period
Total Portfolio													
Hedge Fund Composite	2.8	1.0	1.0	0.6	5.0	2.0	-1.6	2.2	14.0	9.9	-0.9	N/A	3y 8m
<i>HFRI Fund of Funds Composite Index</i>	<i>0.9</i>	<i>0.5</i>	<i>0.5</i>	<i>1.2</i>	<i>3.4</i>	<i>2.2</i>	<i>-0.3</i>	<i>3.4</i>	<i>9.0</i>	<i>4.8</i>	<i>-5.7</i>	<i>5.7</i>	
Equity Long/Short													
El Camino Equity HF Composite	1.1	-8.0	-8.0	-2.2	4.0	0.4	2.0	-0.4	20.6	7.7	0.0	N/A	3y 8m
<i>HFRI Equity Hedge (Total) Index</i>	<i>1.2</i>	<i>5.4</i>	<i>5.4</i>	<i>2.1</i>	<i>5.5</i>	<i>4.0</i>	<i>-1.0</i>	<i>1.8</i>	<i>14.3</i>	<i>7.4</i>	<i>-8.4</i>	<i>10.5</i>	
ESG Cross Border Equity Offshore Fund, Ltd.	-7.1	-13.1	-13.1	-8.5	-1.5	-5.5	-5.1	-7.0	13.4	6.7	9.3	11.0	3y 8m
<i>HFRI Equity Hedge (Total) Index</i>	<i>1.2</i>	<i>5.4</i>	<i>5.4</i>	<i>2.1</i>	<i>5.5</i>	<i>4.0</i>	<i>-1.0</i>	<i>1.8</i>	<i>14.3</i>	<i>7.4</i>	<i>-8.4</i>	<i>10.5</i>	
Luxor Capital Partners Offshore, Ltd.	15.7	8.0	8.0	-7.8	-1.6	-4.1	-20.9	-8.4	16.1	1.7	-3.2	4.6	3y 8m
<i>HFRI Equity Hedge (Total) Index</i>	<i>1.2</i>	<i>5.4</i>	<i>5.4</i>	<i>2.1</i>	<i>5.5</i>	<i>4.0</i>	<i>-1.0</i>	<i>1.8</i>	<i>14.3</i>	<i>7.4</i>	<i>-8.4</i>	<i>10.5</i>	
CapeView Azri Fund Limited	0.5	-8.3	-8.3	1.8	4.4	3.0	9.8	4.6	11.4	5.8	1.3	12.8	3y 6m
<i>HFRI Equity Hedge (Total) Index</i>	<i>1.2</i>	<i>5.4</i>	<i>5.4</i>	<i>2.1</i>	<i>5.5</i>	<i>4.3</i>	<i>-1.0</i>	<i>1.8</i>	<i>14.3</i>	<i>7.4</i>	<i>-8.4</i>	<i>10.5</i>	
CapeView Azri 2X Fund	1.1	-15.9	-15.9	4.0	9.5	6.5	21.6	9.8	24.4	12.7	4.3	16.4	3y 6m
<i>HFRI Equity Hedge (Total) Index</i>	<i>1.2</i>	<i>5.4</i>	<i>5.4</i>	<i>2.1</i>	<i>5.5</i>	<i>4.3</i>	<i>-1.0</i>	<i>1.8</i>	<i>14.3</i>	<i>7.4</i>	<i>-8.4</i>	<i>10.5</i>	
Passport Long Short Fund Ltd. (1x)	-6.1	-11.4	-11.4	-2.6	4.4	-1.5	10.6	-5.7	19.8	12.1	-7.2	N/A	3y 5m
<i>HFRI Equity Hedge (Total) Index</i>	<i>1.2</i>	<i>5.4</i>	<i>5.4</i>	<i>2.1</i>	<i>5.5</i>	<i>3.7</i>	<i>-1.0</i>	<i>1.8</i>	<i>14.3</i>	<i>7.4</i>	<i>-8.4</i>	<i>10.5</i>	
Passport Long Short Fund Ltd. (2x)	-11.7	-21.2	-21.2	-5.2	8.9	-3.1	21.8	-11.1	43.1	25.6	-14.4	N/A	3y 5m
<i>HFRI Equity Hedge (Total) Index</i>	<i>1.2</i>	<i>5.4</i>	<i>5.4</i>	<i>2.1</i>	<i>5.5</i>	<i>3.7</i>	<i>-1.0</i>	<i>1.8</i>	<i>14.3</i>	<i>7.4</i>	<i>-8.4</i>	<i>10.5</i>	
Bloom Tree Offshore Fund, Ltd.	4.0	-3.8	-3.8	1.8	6.2	2.6	6.3	3.0	12.8	13.7	23.7	5.8	2y 9m
<i>HFRI Equity Hedge (Total) Index</i>	<i>1.2</i>	<i>5.4</i>	<i>5.4</i>	<i>2.1</i>	<i>5.5</i>	<i>1.8</i>	<i>-1.0</i>	<i>1.8</i>	<i>14.3</i>	<i>7.4</i>	<i>-8.4</i>	<i>10.5</i>	
Tiger Eye Fund, Ltd.	-2.1	-5.0	-5.0	-1.1	9.4	-0.9	-2.0	3.9	37.7	17.7	5.6	10.1	2y 9m
<i>HFRI Equity Hedge (Total) Index</i>	<i>1.2</i>	<i>5.4</i>	<i>5.4</i>	<i>2.1</i>	<i>5.5</i>	<i>1.8</i>	<i>-1.0</i>	<i>1.8</i>	<i>14.3</i>	<i>7.4</i>	<i>-8.4</i>	<i>10.5</i>	
Indus Japan Fund Ltd.	8.6	-7.5	-7.5	0.0	9.4	1.2	1.8	6.3	45.0	8.1	-1.6	8.1	3y 1m
<i>HFRI Equity Hedge (Total) Index</i>	<i>1.2</i>	<i>5.4</i>	<i>5.4</i>	<i>2.1</i>	<i>5.5</i>	<i>2.5</i>	<i>-1.0</i>	<i>1.8</i>	<i>14.3</i>	<i>7.4</i>	<i>-8.4</i>	<i>10.5</i>	

Returns are expressed as percentages. Returns for periods greater than one year are annualized. From May 1, 2013, results shown are El Camino Hedge Fund Portfolio returns.

Returns for Passport Long Short Fund, Ltd. (2x) prior to January 2013 are those of Passport Long Short Fund, Ltd. (1x); returns for CapeView Azri 2x Fund prior to October 2010 are those of CapeView Azri Fund Limited; returns for BP Transtrend Diversified Fund, LLC prior to April 2008 are those of the Transtrend Diversified Trend Program Enhanced Risk (USD) Fund.

Pro Forma Performance Summary

As of December 31, 2016

	Quarter	Year To Date	1 Year	3 Years	5 Years	Since Invested	2015	2014	2013	2012	2011	2010	Inception Period
Credit													
El Camino Credit HF Composite	6.4	14.7	14.7	2.6	8.3	4.8	-8.2	2.8	18.6	16.2	-2.1	10.8	3y 8m
<i>HFRI ED: Distressed/Restructuring Index</i>	<i>5.6</i>	<i>15.2</i>	<i>15.2</i>	<i>1.5</i>	<i>5.6</i>	<i>3.3</i>	<i>-8.1</i>	<i>-1.4</i>	<i>14.0</i>	<i>10.1</i>	<i>-1.8</i>	<i>12.1</i>	
DK Distressed Opportunities International (Cayman) Ltd.	5.4	21.4	21.4	5.5	10.2	7.7	-6.2	3.2	21.7	13.5	-2.4	10.2	3y 8m
<i>HFRI ED: Distressed/Restructuring Index</i>	<i>5.6</i>	<i>15.2</i>	<i>15.2</i>	<i>1.5</i>	<i>5.6</i>	<i>3.3</i>	<i>-8.1</i>	<i>-1.4</i>	<i>14.0</i>	<i>10.1</i>	<i>-1.8</i>	<i>12.1</i>	
Marathon Special Opportunity Fund Ltd.	8.9	18.4	18.4	0.5	7.2	-0.3	-11.9	-2.8	19.6	16.5	-4.8	9.1	2y 9m
<i>HFRI ED: Distressed/Restructuring Index</i>	<i>5.6</i>	<i>15.2</i>	<i>15.2</i>	<i>1.5</i>	<i>5.6</i>	<i>0.6</i>	<i>-8.1</i>	<i>-1.4</i>	<i>14.0</i>	<i>10.1</i>	<i>-1.8</i>	<i>12.1</i>	
York Credit Opportunities Unit Trust	5.7	4.1	4.1	-0.3	6.4	1.9	-7.9	3.4	15.6	18.9	-1.8	11.4	3y 8m
<i>HFRI ED: Distressed/Restructuring Index</i>	<i>5.6</i>	<i>15.2</i>	<i>15.2</i>	<i>1.5</i>	<i>5.6</i>	<i>3.3</i>	<i>-8.1</i>	<i>-1.4</i>	<i>14.0</i>	<i>10.1</i>	<i>-1.8</i>	<i>12.1</i>	
Macro													
El Camino Macro HF Composite	3.4	5.0	5.0	4.5	3.5	2.6	1.0	7.7	0.7	3.4	-2.9	10.4	3y 8m
<i>HFRI Macro (Total) Index</i>	<i>-0.5</i>	<i>1.2</i>	<i>1.2</i>	<i>1.8</i>	<i>1.0</i>	<i>0.8</i>	<i>-1.3</i>	<i>5.6</i>	<i>-0.4</i>	<i>-0.1</i>	<i>-4.2</i>	<i>8.1</i>	
BP Transtrend Diversified Fund LLC	-0.8	8.2	8.2	8.4	5.3	5.5	-1.1	18.9	0.6	1.2	-11.3	18.6	3y 8m
<i>HFRI Macro (Total) Index</i>	<i>-0.5</i>	<i>1.2</i>	<i>1.2</i>	<i>1.8</i>	<i>1.0</i>	<i>0.8</i>	<i>-1.3</i>	<i>5.6</i>	<i>-0.4</i>	<i>-0.1</i>	<i>-4.2</i>	<i>8.1</i>	
Brevan Howard Multi-Strategy Fund Limited	5.4	6.8	6.8	2.2	2.5	0.9	-1.9	1.8	0.8	5.3	6.0	2.3	3y 8m
<i>HFRI Macro (Total) Index</i>	<i>-0.5</i>	<i>1.2</i>	<i>1.2</i>	<i>1.8</i>	<i>1.0</i>	<i>0.8</i>	<i>-1.3</i>	<i>5.6</i>	<i>-0.4</i>	<i>-0.1</i>	<i>-4.2</i>	<i>8.1</i>	
Moore Macro Managers Fund Ltd.	4.6	0.0	0.0	2.8	6.1	2.7	3.1	5.4	13.4	8.9	-2.6	11.6	2y 9m
<i>HFRI Macro (Total) Index</i>	<i>-0.5</i>	<i>1.2</i>	<i>1.2</i>	<i>1.8</i>	<i>1.0</i>	<i>2.1</i>	<i>-1.3</i>	<i>5.6</i>	<i>-0.4</i>	<i>-0.1</i>	<i>-4.2</i>	<i>8.1</i>	
Stone Milliner Macro Fund Inc.	5.6	4.9	4.9	8.2	8.8	4.0	5.7	14.3	11.2	8.1	-1.6	5.9	1y 10m
<i>HFRI Macro (Total) Index</i>	<i>-0.5</i>	<i>1.2</i>	<i>1.2</i>	<i>1.8</i>	<i>1.0</i>	<i>-1.5</i>	<i>-1.3</i>	<i>5.6</i>	<i>-0.4</i>	<i>-0.1</i>	<i>-4.2</i>	<i>8.1</i>	

Returns are expressed as percentages. Returns for periods greater than one year are annualized. From May 1, 2013, results shown are El Camino Hedge Fund Portfolio returns.

Returns for Passport Long Short Fund, Ltd. (2x) prior to January 2013 are those of Passport Long Short Fund, Ltd. (1x); returns for CapeView Azri 2x Fund prior to October 2010 are those of CapeView Azri Fund Limited; returns for BP Transtrend Diversified Fund, LLC prior to April 2008 are those of the Transtrend Diversified Trend Program Enhanced Risk (USD) Fund.

Pro Forma Performance Summary

As of December 31, 2016

	Quarter	Year To Date	1 Year	3 Years	5 Years	Since Invested	2015	2014	2013	2012	2011	2010	Inception Period
Relative Value													
El Camino Relative Value HF Composite	0.9	-0.4	-0.4	-1.0	4.6	1.3	-4.0	1.6	12.7	14.3	0.2	13.1	3y 8m
HFRI RV: Multi-Strategy Index	1.5	6.3	6.3	3.4	5.2	3.6	0.7	3.4	7.9	8.2	-2.4	13.2	
(BlackRock) The 32 Capital Fund, Ltd.	-1.4	-11.4	-11.4	-1.4	2.3	-2.9	8.6	-0.3	7.1	8.9	21.1	17.7	0y 5m
<i>HFRI EH: Equity Market Neutral Index</i>	<i>1.5</i>	<i>2.2</i>	<i>2.2</i>	<i>3.2</i>	<i>3.8</i>	<i>1.2</i>	<i>4.3</i>	<i>3.1</i>	<i>6.5</i>	<i>3.0</i>	<i>-2.1</i>	<i>2.9</i>	
Fir Tree International Value Fund (USTE), L.P.	2.8	0.9	0.9	-3.4	4.3	-0.1	-8.9	-2.1	17.2	16.9	2.4	16.7	3y 8m
HFRI RV: Multi-Strategy Index	1.5	6.3	6.3	3.4	5.2	3.6	0.7	3.4	7.9	8.2	-2.4	13.2	
Pine River Fund Ltd.	1.1	0.6	0.6	0.8	6.4	0.0	-2.8	4.7	9.7	21.7	5.7	13.9	2y 9m
HFRI RV: Multi-Strategy Index	1.5	6.3	6.3	3.4	5.2	3.2	0.7	3.4	7.9	8.2	-2.4	13.2	

Returns are expressed as percentages. Returns for periods greater than one year are annualized. From May 1, 2013, results shown are El Camino Hedge Fund Portfolio returns.

Returns for Passport Long Short Fund, Ltd. (2x) prior to January 2013 are those of Passport Long Short Fund, Ltd. (1x); returns for CapeView Azri 2x Fund prior to October 2010 are those of CapeView Azri Fund Limited; returns for BP Transtrend Diversified Fund, LLC prior to April 2008 are those of the Transtrend Diversified Trend Program Enhanced Risk (USD) Fund.

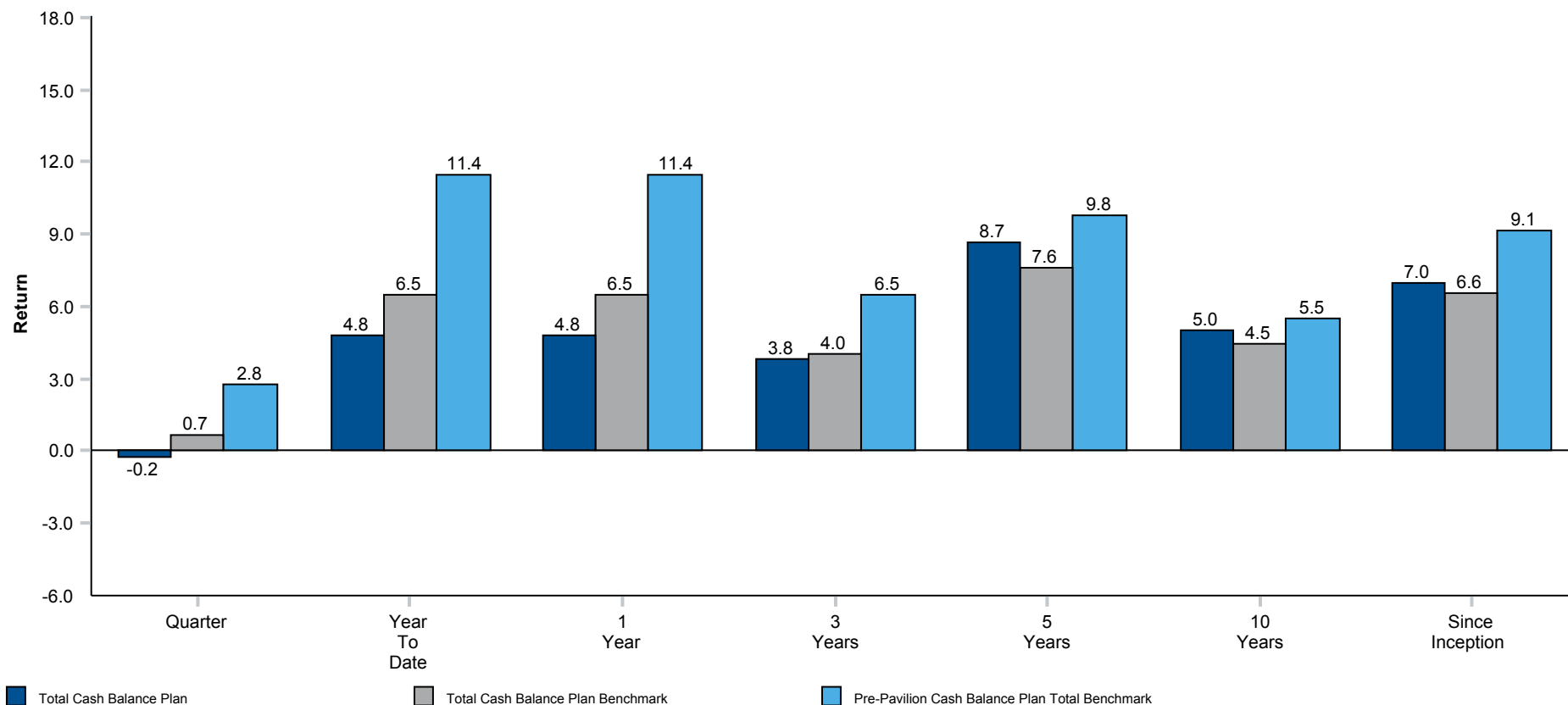


Cash Balance Plan - Performance Summary

Performance Summary

Total Cash Balance Plan vs. Total Cash Balance Plan Benchmark*

As of December 31, 2016



	Quarter	Year To Date	1 Year	3 Years	5 Years	10 Years	Since Inception	Inception Period
Total Cash Balance Plan	-0.2	4.8	4.8	3.8	8.7	5.0	7.0	4y 2m
Total Cash Balance Plan Benchmark	0.7	6.5	6.5	4.0	7.6	4.5	6.6	
Pre-Pavilion Cash Balance Plan Total Benchmark	2.8	11.4	11.4	6.5	9.8	5.5	9.1	

* Returns are net of investment management fees.

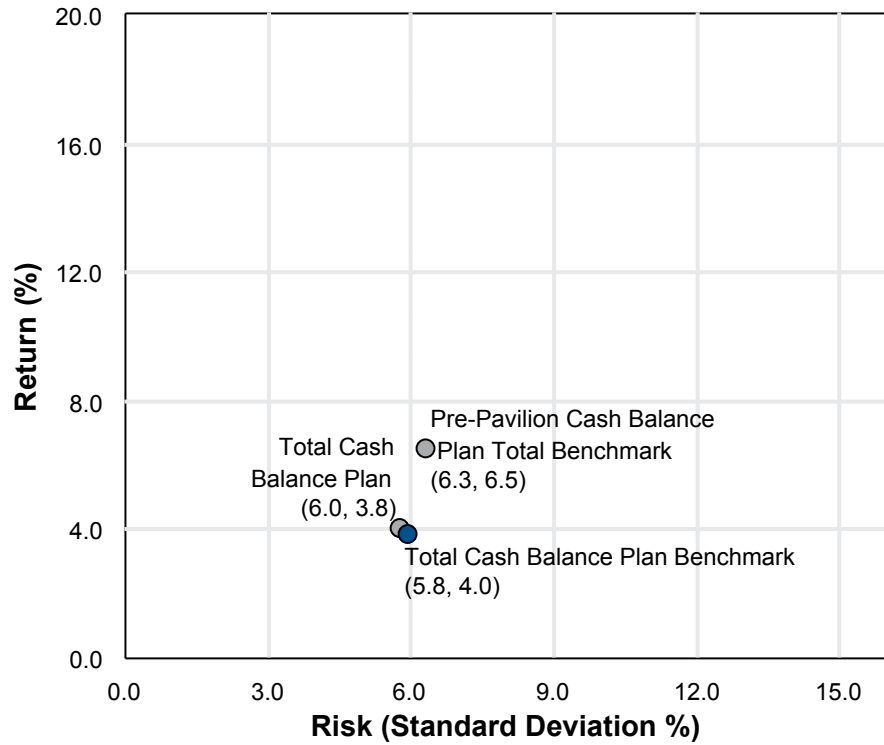
* Since inception returns reflect the date Pavilion's recommended portfolio was implemented (11/1/2012).

Performance Summary

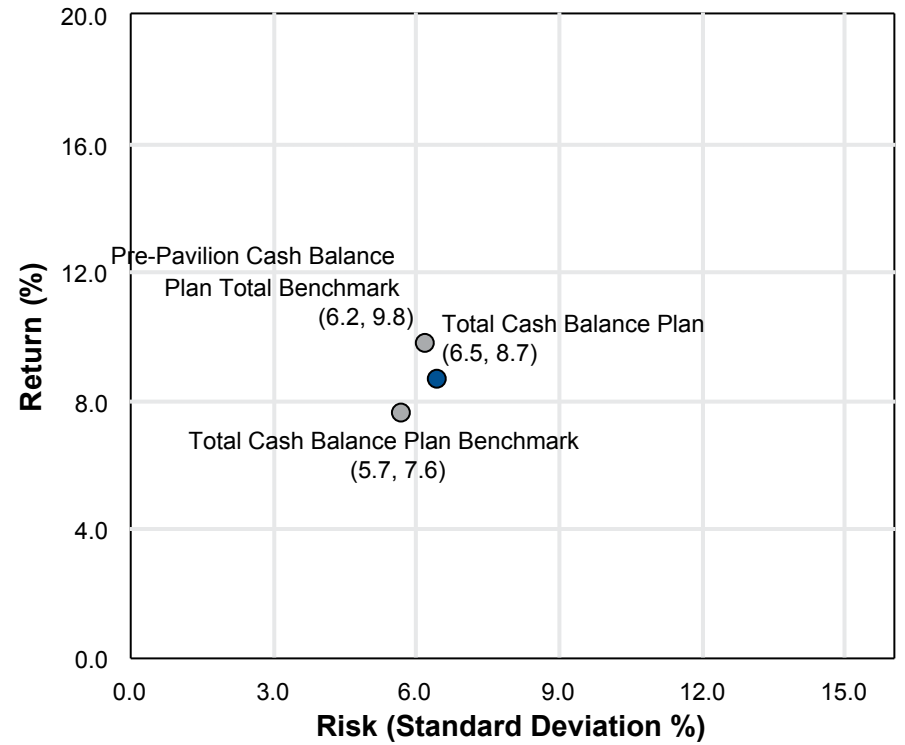
Risk and Return Summary (Net of Fees)

As of December 31, 2016

3 Years



5 Years

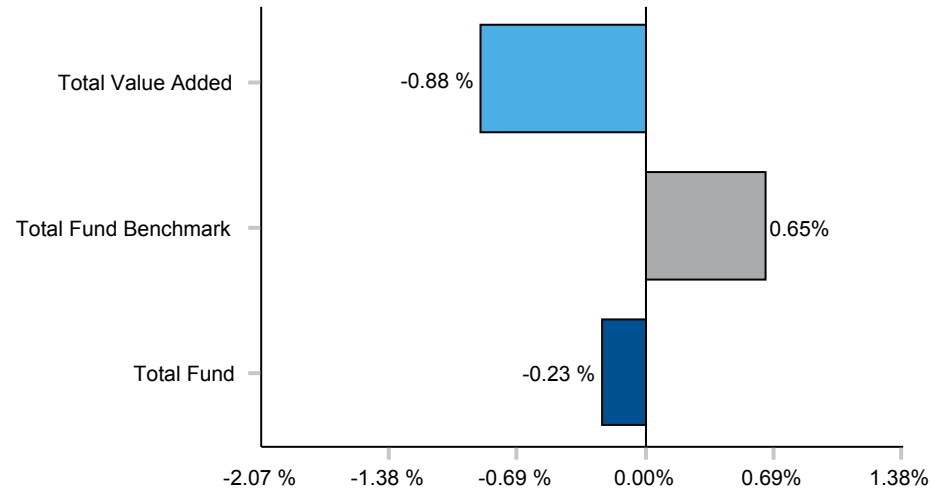


Performance Summary

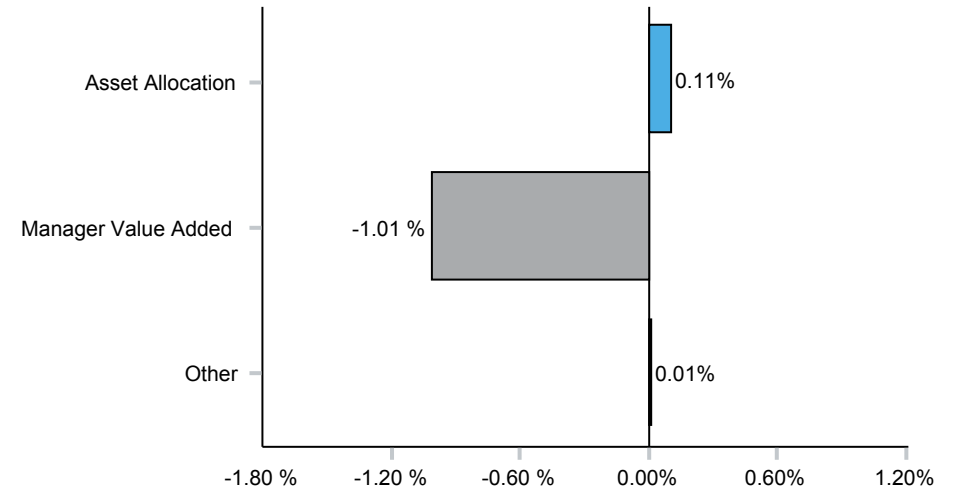
Total Cash Balance Plan Attribution

1 Quarter Ending December 31, 2016

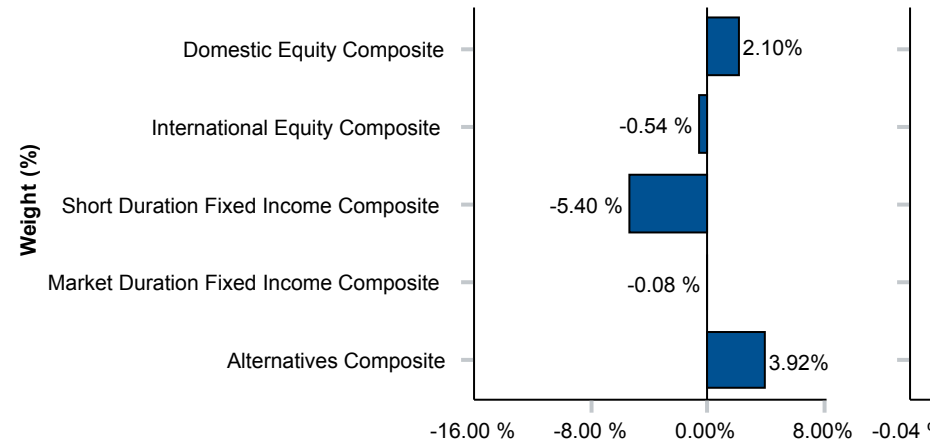
Total Fund Performance



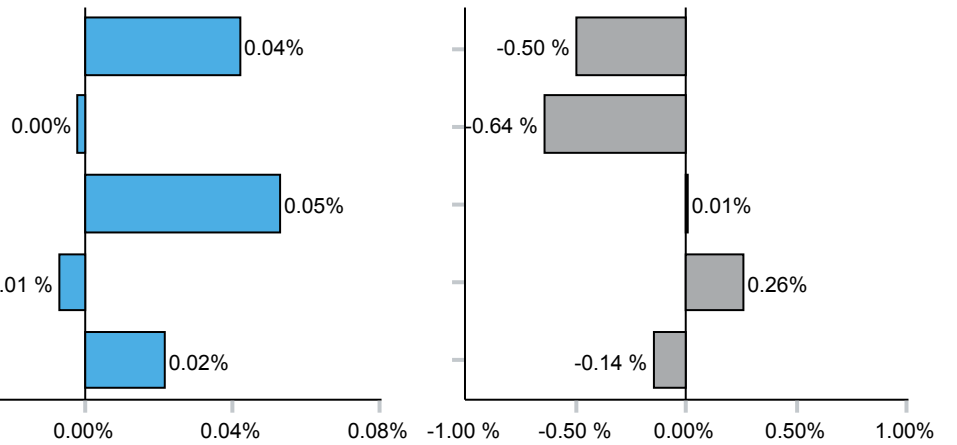
Total Value Added:-0.88 %



Total Asset Allocation:0.11%



Total Manager Value Added:-1.01 %



■ Average Active Weight

■ Asset Allocation Value Added

■ Manager Value Added

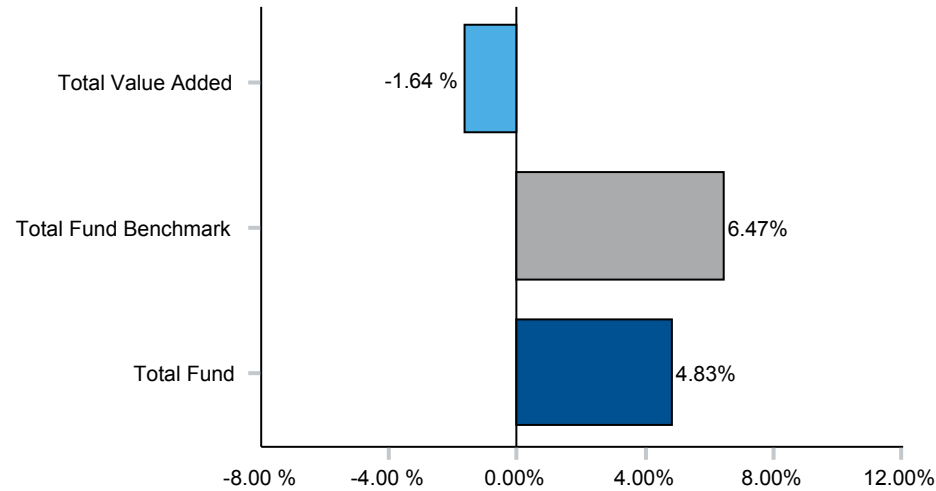
“Other” includes the effects of all other factors on the Fund’s relative return, including rebalancing and other trading activity.

Performance Summary

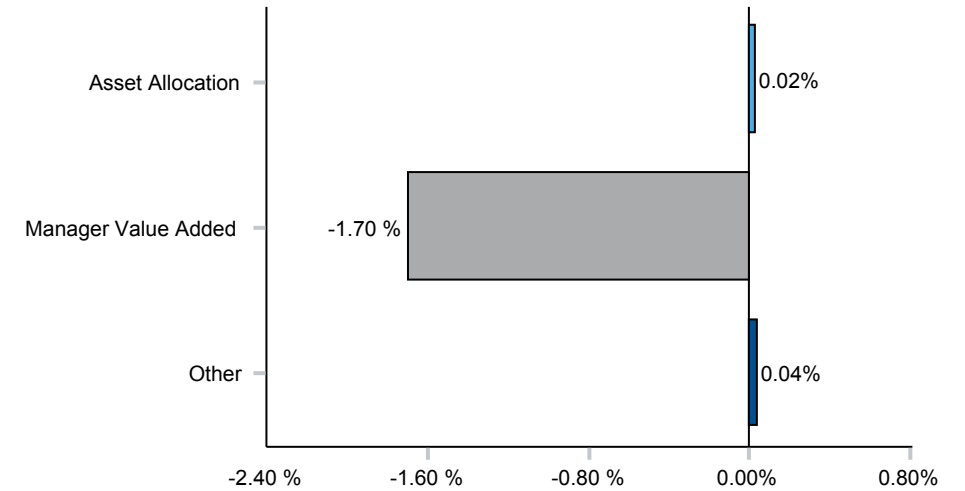
Total Cash Balance Plan Attribution

Year To Date Ending December 31, 2016

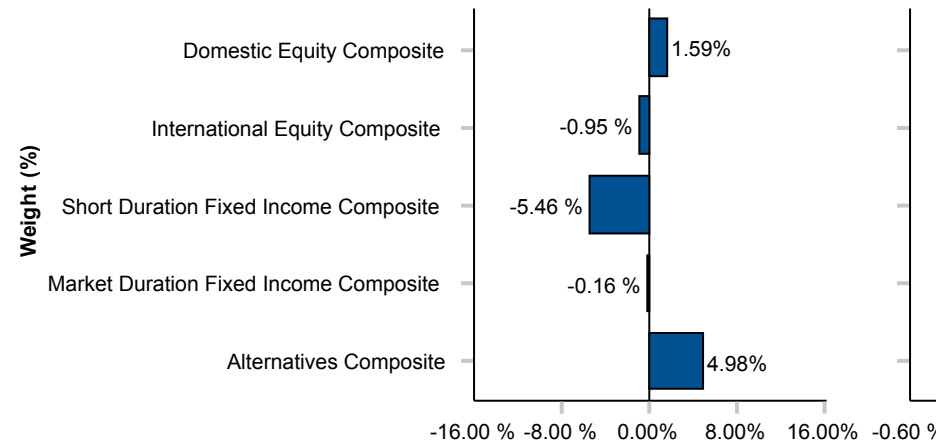
Total Fund Performance



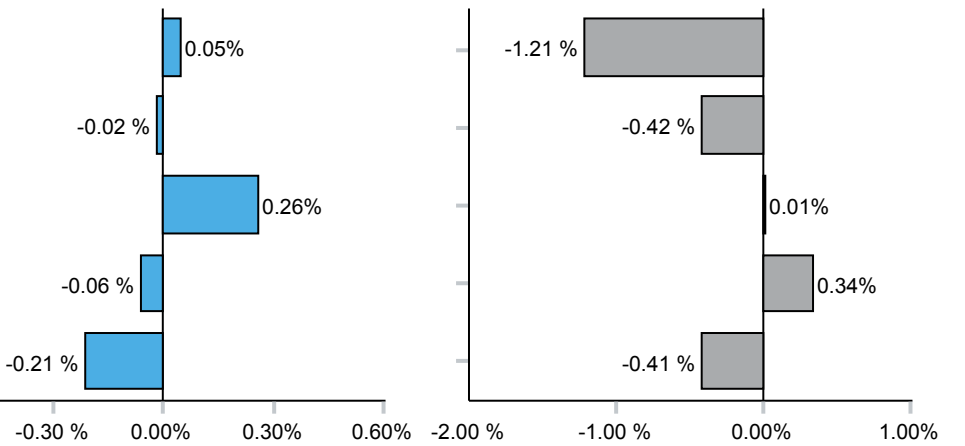
Total Value Added:-1.64 %



Total Asset Allocation:0.02%



Total Manager Value Added:-1.70 %



■ Average Active Weight

■ Asset Allocation Value Added

■ Manager Value Added

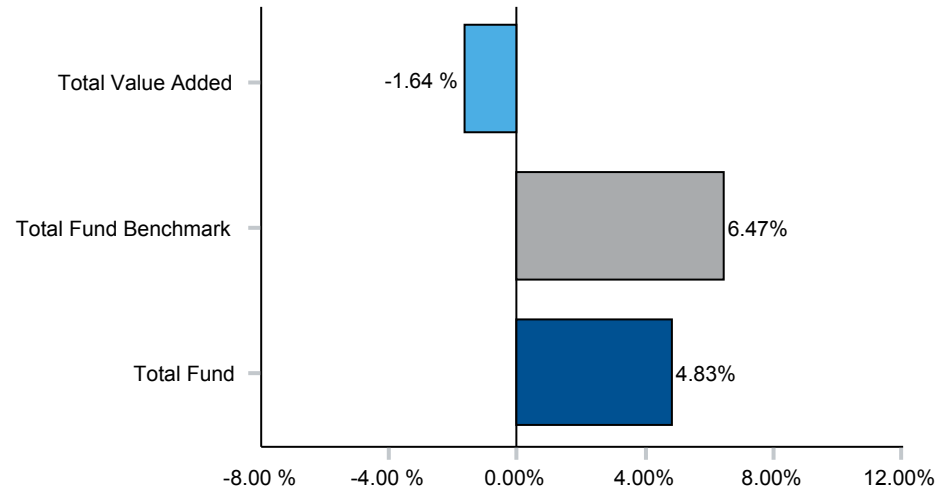
“Other” includes the effects of all other factors on the Fund’s relative return, including rebalancing and other trading activity.

Performance Summary

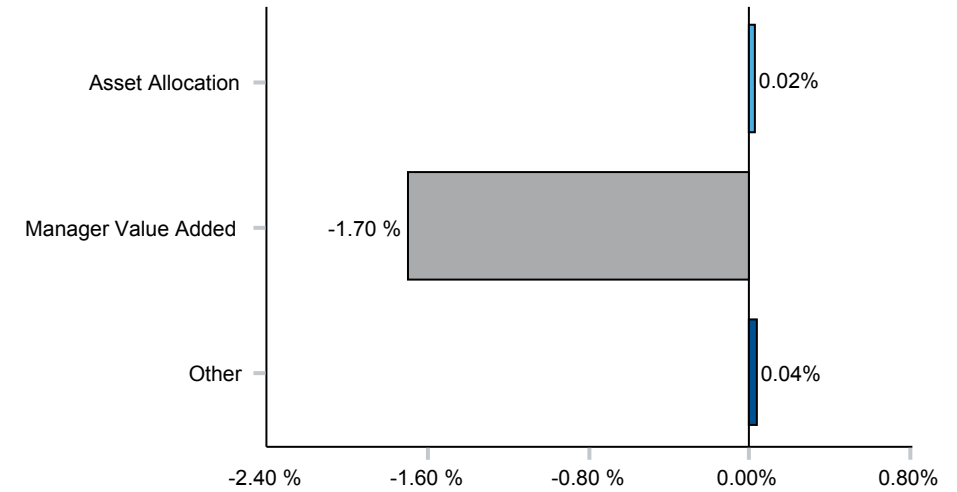
Total Cash Balance Plan Attribution

1 Year Ending December 31, 2016

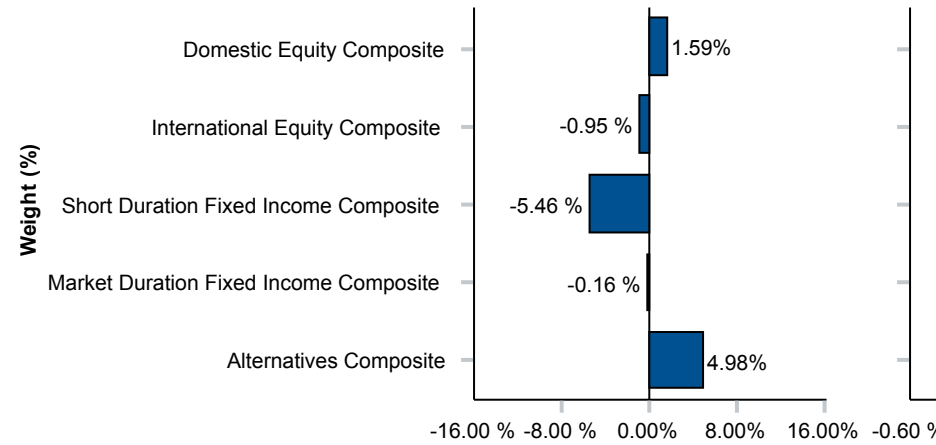
Total Fund Performance



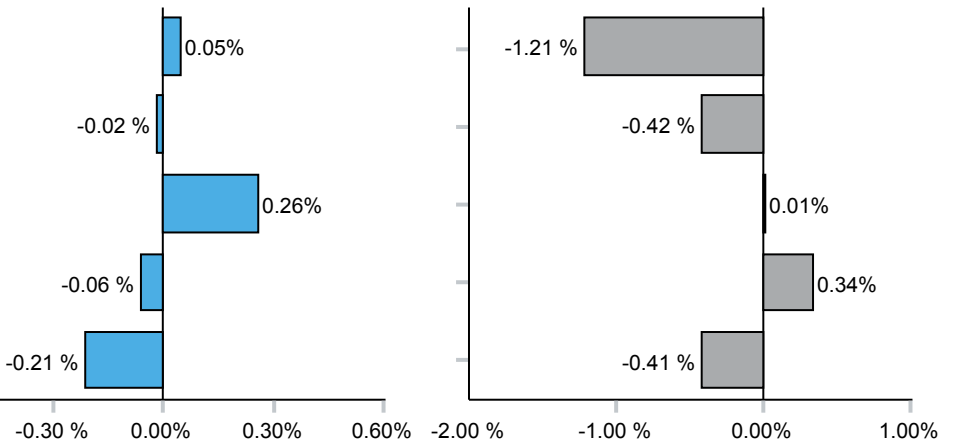
Total Value Added:-1.64 %



Total Asset Allocation:0.02%



Total Manager Value Added:-1.70 %



■ Average Active Weight

■ Asset Allocation Value Added

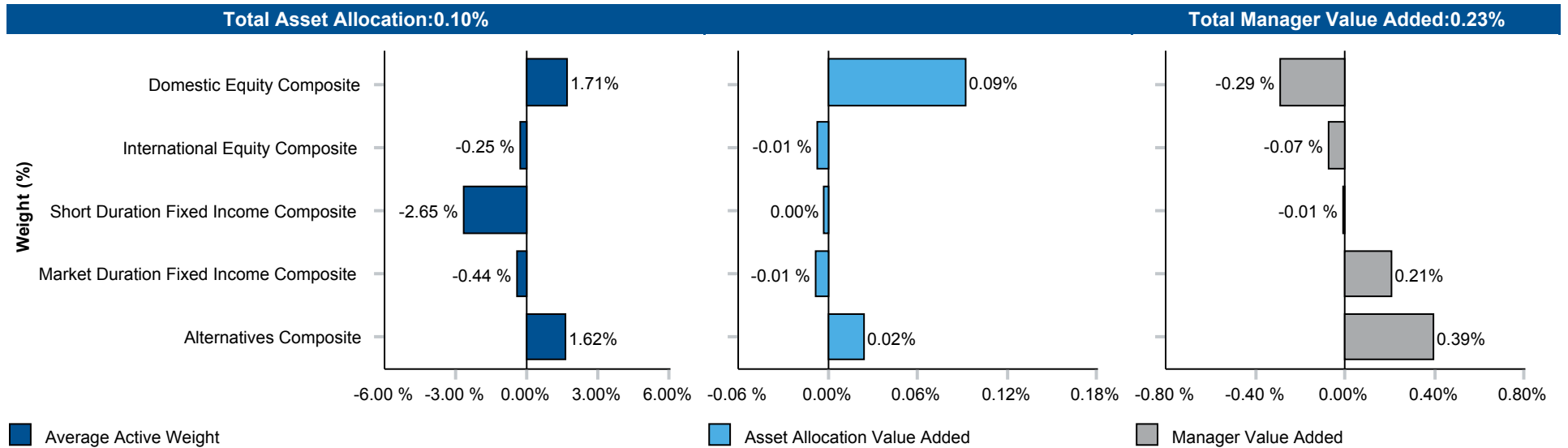
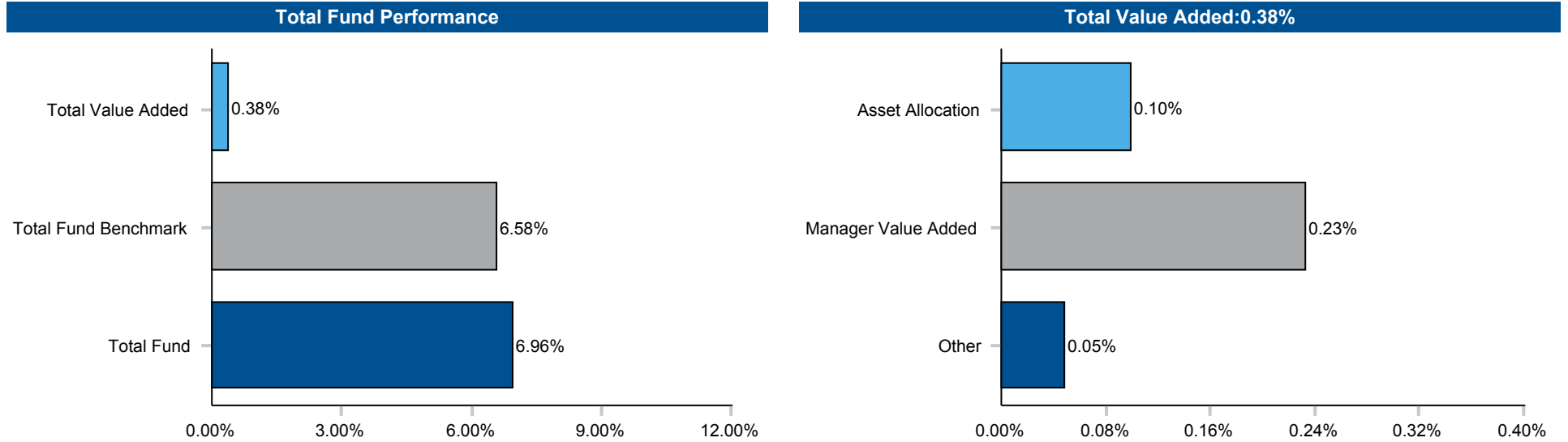
■ Manager Value Added

“Other” includes the effects of all other factors on the Fund’s relative return, including rebalancing and other trading activity.

Performance Summary

Total Cash Balance Plan Attribution

Since Inception



“Other” includes the effects of all other factors on the Fund’s relative return, including rebalancing and other trading activity.

Performance Summary

Composite Asset Allocation & Performance

As of December 31, 2016

	Allocation		Performance(%)						
	Market Value (\$)	%	Quarter	1 Year	3 Years	5 Years	10 Years	Since Inception	Inception Period
Total Cash Balance Plan	227,927,169	100.0	-0.2	4.8	3.8	8.7	5.0	7.0	4y 2m
Total Cash Balance Plan Benchmark			0.7	6.5	4.0	7.6	4.5	6.6	
Pre-Pavilion Total Cash Balance Plan Benchmark			2.8	11.4	6.5	9.8	5.5	9.1	
Total Cash Balance Plan X Private Structures	213,767,876	93.8	-0.2	4.9	3.2	8.4	4.9	6.6	4y 2m
Cash Balance Plan Total X Privates Benchmark			0.6	6.4	3.7	7.4	4.4	6.3	
Total Equity Composite	119,145,821	52.3	0.3	7.1	3.5	11.8	3.8	9.7	4y 2m
Total Equity Benchmark			2.5	10.3	4.8	11.6	4.3	10.3	
Domestic Equity Composite	79,558,322	34.9	3.1	9.6	6.4	14.8	5.2	13.2	4y 2m
Domestic Equity Benchmark			4.6	13.5	8.5	14.9	5.8	14.2	
Large Cap Equity Composite	67,151,161	29.5	2.1	7.6	6.6	14.9	5.2	13.3	4y 2m
Large Cap Equity Benchmark			3.8	12.0	8.7	14.8	5.7	14.1	
Small Cap Equity Composite	12,407,161	5.4	9.1	21.9	5.3	-	-	13.0	4y 2m
Small Cap Equity Benchmark			8.7	21.2	6.7	14.5	7.1	14.5	
International Equity Composite	39,587,499	17.4	-4.8	2.3	-1.8	-	-	3.2	4y 2m
MSCI AC World ex USA (Net)			-1.3	4.5	-1.8	5.0	1.0	3.5	

Returns are expressed as percentages and are net of investment management fees. Returns for periods greater than one year are annualized. Peer group percentile ranks are shown in parentheses.

Performance Summary

Composite Asset Allocation & Performance

As of December 31, 2016

	Allocation		Performance(%)						
	Market Value (\$)	%	Quarter	1 Year	3 Years	5 Years	10 Years	Since Inception	Inception Period
Total Fixed Income Composite	65,943,436	28.9	-1.7	3.7	2.6	3.1	5.1	2.1	4y 2m
Total Fixed Income Benchmark			-2.2	2.3	2.4	2.0	4.2	1.4	
Short Duration Fixed Income Composite	9,476,583	4.2	-0.2	1.5	0.8	0.7	-	0.8	4y 2m
Short Duration Fixed Income Benchmark			-0.4	1.3	0.9	0.7	1.1	0.8	
Market Duration Fixed Income Composite	56,466,852	24.8	-1.9	4.0	3.2	3.6	5.2	2.5	4y 2m
Blmbg. Barc. U.S. Aggregate			-3.0	2.6	3.0	2.2	4.3	1.7	
Total Alternatives Composite	42,837,912	18.8	0.4	1.0	7.3	-	-	8.3	4y 2m
Total Alternatives Benchmark			1.2	3.0	4.4	-	-	5.8	
Hedge Fund of Fund Composite	28,678,620	12.6	0.6	-0.7	4.2	-	-	6.4	4y 2m
HFRI Fund of Funds Composite Index			0.9	0.5	1.2	3.4	1.3	3.3	
Real Estate Composite	14,159,293	6.2	0.0	3.7	13.7	-	-	11.4	4y
NCREIF Property Index			1.7	8.0	11.0	10.9	6.9	11.0	

Returns are expressed as percentages and are net of investment management fees. Returns for periods greater than one year are annualized. Peer group percentile ranks are shown in parentheses.

Performance Summary

Manager Asset Allocation & Performance

As of December 31, 2016

	Allocation		Performance(%)						
	Market Value (\$)	%	Quarter	1 Year	3 Years	5 Years	10 Years	Since Inception	Inception Period
Large-Cap Equity									
Vanguard Institutional Index Fund	35,853,753	15.7	3.8 (46)	11.9 (29)	8.8 (8)	14.6 (16)	6.9 (23)	14.1 (13)	4y 2m
S&P 500			3.8 (45)	12.0 (29)	8.9 (7)	14.7 (16)	6.9 (24)	14.1 (12)	
<i>IM U.S. Large Cap Core Equity</i>			3.7	10.2	7.3	13.4	6.1	12.8	
Sands Large Cap Growth (Touchstone)	13,709,410	6.0	-7.4 (97)	-8.6 (99)	-0.3 (100)	11.7 (78)	8.9 (7)	9.8 (95)	4y 2m
Russell 1000 Growth Index			1.0 (16)	7.1 (8)	8.6 (8)	14.5 (21)	8.3 (15)	14.1 (15)	
<i>IM U.S. Large Cap Growth Equity</i>			-1.2	2.0	6.1	12.9	7.2	12.5	
Barrow Hanley Large Cap Value	17,587,998	7.7	7.1 (45)	14.9 (41)	8.3 (9)	14.7 (16)	6.2 (20)	14.3 (15)	4y 2m
Russell 1000 Value Index			6.7 (57)	17.3 (22)	8.6 (7)	14.8 (14)	5.7 (35)	14.1 (19)	
<i>IM U.S. Large Cap Value Equity</i>			6.8	14.0	6.8	13.5	5.1	12.8	
Small-Cap Equity									
Wellington Small Cap Value	6,825,234	3.0	12.7 (58)	22.8 (80)	9.2 (11)	15.0 (23)	9.2 (1)	15.5 (16)	4y 2m
Russell 2000 Value Index			14.1 (28)	31.7 (20)	8.3 (27)	15.1 (22)	6.3 (59)	14.9 (25)	
<i>IM U.S. Small Cap Value Equity</i>			13.2	29.4	6.7	13.9	6.7	14.0	
Conestoga Small Cap Growth	5,581,926	2.4	5.0 (42)	14.3 (47)	4.4 (54)	13.5 (48)	9.3 (11)	11.9 (84)	0y 6m
Russell 2000 Growth Index			3.6 (60)	11.3 (69)	5.1 (47)	13.7 (47)	7.8 (33)	13.1 (78)	
<i>IM U.S. Small Cap Growth Equity</i>			4.8	14.0	4.6	13.4	7.4	14.8	
International Equity									
Walter Scott Int'l (Dreyfus)	18,033,056	7.9	-5.0 (64)	4.6 (34)	-0.2 (19)	5.6 (49)	3.0 (17)	3.3 (55)	4y 2m
MSCI AC World ex USA (Net)			-1.3 (23)	4.5 (35)	-1.8 (45)	5.0 (58)	1.0 (51)	3.5 (53)	
<i>IM International Equity</i>			-3.8	1.8	-2.1	5.5	1.0	3.7	
Northern Cross Int'l (Harbor)	16,274,111	7.1	-4.3 (56)	0.2 (64)	-3.5 (75)	4.9 (60)	2.0 (32)	2.9 (61)	4y 2m
MSCI AC World ex USA (Net)			-1.3 (23)	4.5 (35)	-1.8 (45)	5.0 (58)	1.0 (51)	3.5 (53)	
<i>IM International Equity</i>			-3.8	1.8	-2.1	5.5	1.0	3.7	
Harding Loevner Inst. Emerging Markets I	5,280,332	2.3	-4.7 (42)	13.3 (18)	-1.3 (18)	4.2 (14)	2.7 (19)	-4.0 (32)	0y 2m
MSCI EM (net)			-4.2 (34)	11.2 (31)	-2.6 (42)	1.3 (56)	1.8 (39)	-4.4 (41)	
<i>IM Emerging Markets Equity (MF) Median</i>			-5.2	8.3	-3.0	1.5	1.1	-4.8	

Returns are expressed as percentages and are net of investment management fees. Returns for periods greater than one year are annualized. Peer group percentile ranks are shown in parentheses.

Performance Summary

Manager Asset Allocation & Performance

As of December 31, 2016

	Allocation		Performance(%)						
	Market Value (\$)	%	Quarter	1 Year	3 Years	5 Years	10 Years	Since Inception	Inception Period
Short Duration Fixed Income									
Barrow Hanley Short Fixed	7,103,066	3.1	-0.4 (75)	1.4 (62)	0.8 (56)	0.8 (75)	2.3 (45)	0.8 (56)	4y 2m
Blmbg. Barc. 1-3 Year Gov/Credit			-0.4 (75)	1.3 (72)	0.9 (49)	0.9 (72)	2.4 (39)	0.8 (48)	
<i>IM U.S. Short Term Investment Grade</i>			-0.1	1.7	0.9	1.3	2.2	0.8	
Cash Composite	2,373,517	1.0	0.6	1.4	2.2	1.4	-	1.7	4y 2m
90 Day U.S. Treasury Bill			0.1	0.3	0.1	0.1	0.8	0.1	
Market Duration Fixed Income									
Dodge & Cox Income Fund	28,400,004	12.5	-1.2 (9)	5.6 (18)	3.5 (26)	3.8 (22)	5.0 (39)	6.9 (29)	28y
Blmbg. Barc. U.S. Aggregate			-3.0 (96)	2.6 (82)	3.0 (45)	2.2 (89)	4.3 (74)	6.4 (64)	
<i>IM U.S. Broad Market Core+ Fixed Income</i>			-2.4	4.2	2.9	3.1	4.9	6.6	
Met West Total Return Fund I	28,066,848	12.3	-2.6 (76)	2.5 (88)	2.9 (50)	4.1 (14)	5.9 (5)	2.4 (31)	4y 2m
Blmbg. Barc. U.S. Aggregate			-3.0 (96)	2.6 (82)	3.0 (45)	2.2 (89)	4.3 (74)	1.7 (64)	
<i>IM U.S. Broad Market Core+ Fixed Income</i>			-2.4	4.2	2.9	3.1	4.9	2.0	
Hedge Fund of Funds									
Lighthouse Diversified	15,510,263	6.8	1.0	1.2	3.9	5.9	3.5	5.8	4y 2m
HFRI Fund of Funds Composite Index			0.9	0.5	1.2	3.4	1.3	3.3	
Pointer Offshore LTD	13,168,357	5.8	0.2	-2.7	4.6	7.1	7.4	7.1	4y
HFRI Fund of Funds Composite Index			0.9	0.5	1.2	3.4	1.3	3.1	
Real Estate									
Oaktree RE Opportunities Fund VI	7,705,574	3.4	-0.1	0.9	11.6	-	-	10.1	3y 11m
NCREIF Property Index			1.7	8.0	11.0	10.9	6.9	11.0	
Walton Street Real Estate Fund VII, L.P.	6,453,719	2.8	0.0	7.4	18.0	-	-	16.8	3y 6m
NCREIF Property Index			1.7	8.0	11.0	10.9	6.9	11.0	
Total Plan									
Total Cash Balance Plan	227,927,169	100.0	-0.2	4.8	3.8	8.7	5.0	7.0	4y 2m
Total Cash Balance Plan Benchmark			0.7	6.5	4.0	7.6	4.5	6.6	
Pre-Pavilion Total Cash Balance Plan Benchmark			2.8	11.4	6.5	9.8	5.5	9.1	

Returns are expressed as percentages and are net of investment management fees. Returns for periods greater than one year are annualized. Peer group percentile ranks are shown in parentheses.

Cash Balance Plan Executive Summary

Manager Compliance Checklist

As of December 31, 2016

Managers	Vanguard S&P 500 Index	Sands Large Cap Growth (Touchstone)	Barrow Hanley LCV	Wellington Small Cap Value	Conestoga Small Cap	Walter Scott Int'l (Dreyfus)	Northern Cross (Harbor Int'l)
Organizational/Product Issues							
No changes to investment team	+	-	+	+	+	+	+
No organizational changes	+	+	+	+	+	+	+
No accounting or regulatory concerns	+	+	+	+	+	+	+
Currently in adherence to guidelines	+	+	+	+	+	+	+
Characteristics meet stylistic expectations	+	+	+	+	+	+	+
Relative Performance ^{1,2}							
Three-year return > benchmark	In-Line	-890 bps	-30 bps	+	-70 bps	+	-170 bps
Three-year ranking > peer group median	+	100	+	+	54	+	75
Five year return > benchmark	In-Line	-280 bps	-10 bps	-10 bps	-20 bps	+	-10 bps
Five year ranking > peer group median	+	78	+	+	+	+	60
Performance Status	+	-	+	+	+	+	-
Date performance status changed		2Q16					4Q16
Summary Status	+	+	+	+	+	+	+

¹ Manager performance is evaluated net of investment management fees.

² For each manager that underperformed its benchmark and/or peer group, the magnitude of underperformance and/or peer group ranking is shown.

Cash Balance Plan Executive Summary

Manager Compliance Checklist

As of December 31, 2016

Managers	Harding Loevner	Barrow Hanley Short Fixed	Dodge & Cox Fixed	MetWest Fixed	Lighthouse	Pointer
Organizational/Product Issues						
No changes to investment team	+	+	+	+	+	+
No organizational changes	+	+	+	+	+	+
No accounting or regulatory concerns	+	+	+	+	+	+
Currently in adherence to guidelines	+	+	+	+	+	+
Characteristics meet stylistic expectations	+	+	+	+	+	+
Relative Performance ^{1,2}						
Three-year return > benchmark	+	-10 bps	+	-10 bps	+	+
Three-year ranking > peer group median	+	56	+	+	+	+
Five year return > benchmark	+	-10 bps	+	+	+	+
Five year ranking > peer group median	+	75	+	+	+	+
Performance Status	+	+	+	+	+	+
Date performance status changed						
Summary Status	+	+	+	+	+	+
Date summary status changed						

¹ Manager performance is evaluated net of investment management fees.

² For each manager that underperformed its benchmark and/or peer group, the magnitude of underperformance and/or peer group ranking is shown.



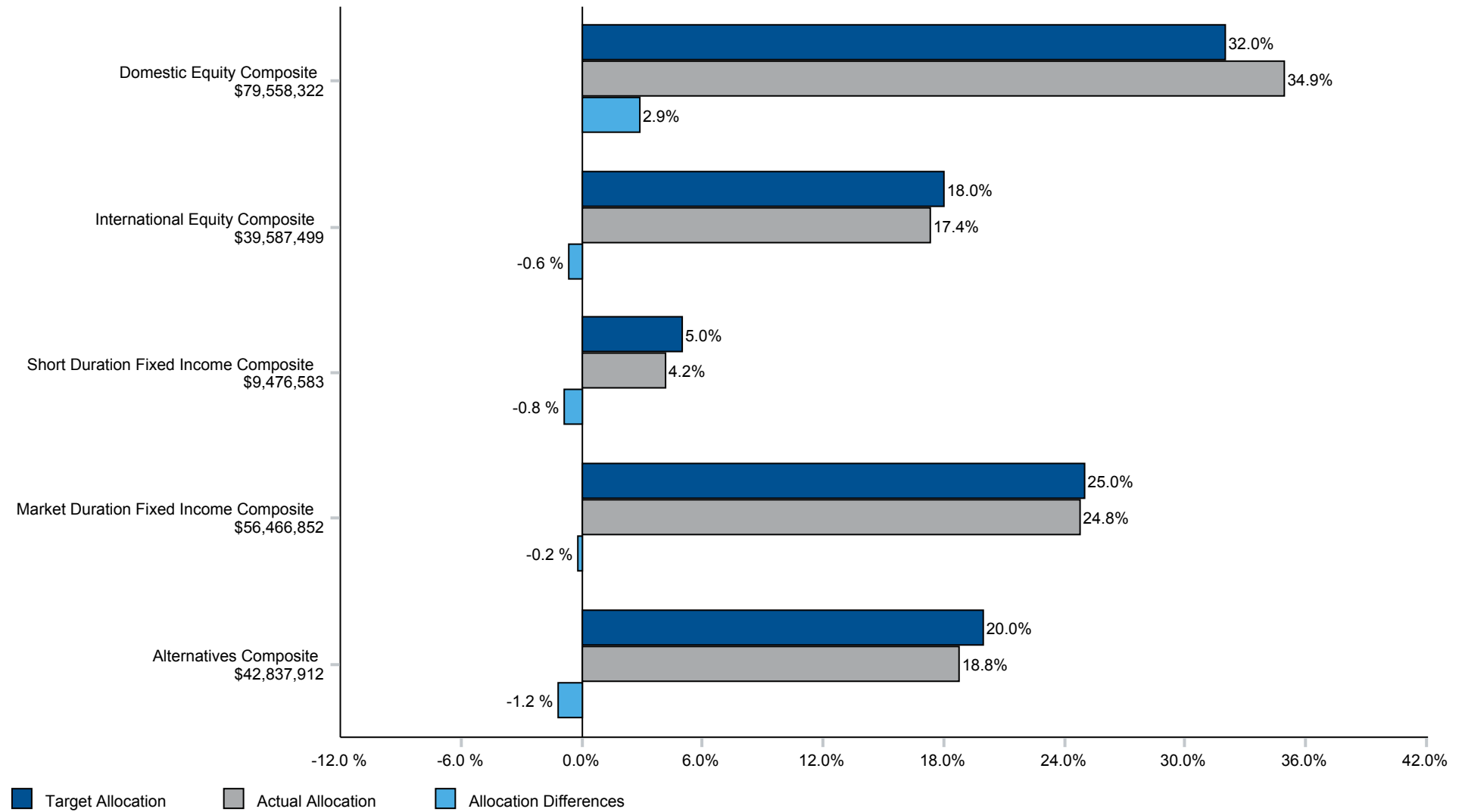
Cash Balance Plan - Asset Class Diversification

Asset Class Diversification

Total Cash Balance Plan vs. Cash Balance Plan Target Allocation

As of December 31, 2016

December 31, 2016 : \$227,927,169



Asset Class Diversification

Cash Balance Plan Investment Program Structure

As of December 31, 2016

Manager	Asset Class/Type	Total Assets (\$, mil.)	Percent of Total	Target Allocation	Weighting Relative to Target	Target Range
Large-Cap Domestic Equity		\$ 67.2	29.5%	27.0%	+ 2.5%	27-37%
Vanguard S&P 500 Index	Large-Cap Index	\$ 35.9	15.7%	13.5%	+ 2.2%	
Sands	Large-Cap Growth	\$ 13.7	6.0%	6.8%	- 0.8%	
Barrow Hanley	Large-Cap Value	\$ 17.6	7.7%	6.8%	+ 0.9%	
Small-Cap Domestic Equity		\$ 12.4	5.4%	5.0%	+ 0.4%	
Conestoga	Small-Cap Growth	\$ 5.6	2.4%	2.5%	- 0.1%	
Wellington	Small-Cap Value	\$ 6.8	3.0%	2.5%	+ 0.5%	
International Equity		\$ 39.6	17.4%	18.0%	- 0.6%	15-21%
Walter Scott	Developed and Emerging	\$ 18.0	7.9%			
Harbor	Developed and Emerging	\$ 16.3	7.1%			
Harding Loevner	Emerging Markets	\$ 5.3	2.3%			
Short-Duration Fixed Income		\$ 9.5	4.2%	5.0%	- 0.8%	0-8%
Barrow Hanley	Short Duration	\$ 7.1	3.1%			
Cash	Money Market	\$ 2.4	1.0%			
Market-Duration Fixed Income		\$ 56.5	24.8%	25.0%	- 0.2%	20-30%
Dodge & Cox	Market Duration	\$ 28.4	12.5%	12.5%	- 0.0%	
MetWest	Market Duration	\$ 28.1	12.3%	12.5%	- 0.2%	
Alternatives		\$ 42.9	18.8%	20.0%	- 1.2%	17-23%
Lighthouse	HFOF	\$ 15.5	6.8%	5.0%	+ 1.8%	
Pointer	HFOF	\$ 13.2	5.8%	5.0%	+ 0.8%	
Oaktree RE Opportunities	Real Estate	\$ 7.7	3.4%	5.0%	- 1.6%	
Walton Street	Real Estate	\$ 6.5	2.8%	5.0%	- 2.2%	
Total		\$227.9	100.0%			

*Totals may not add due to rounding.

Equity Portfolio - Characteristics

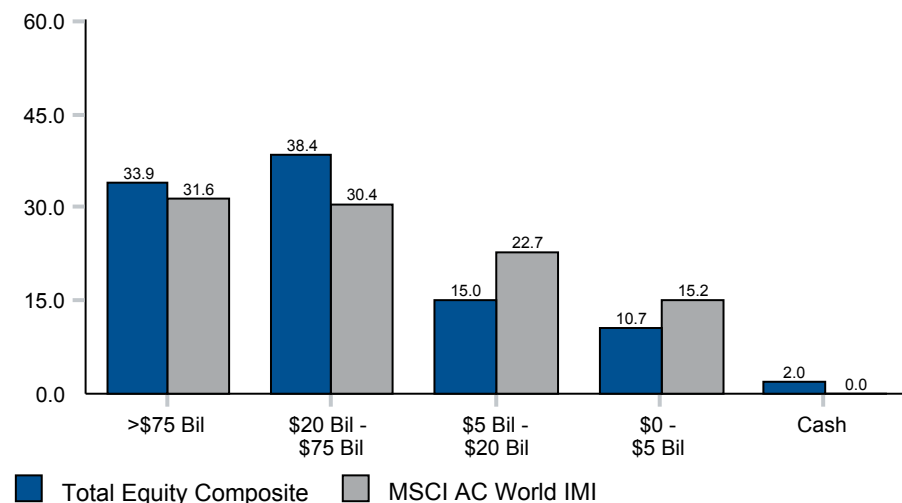
Cash Balance Plan Equity Composite vs. MSCI AC World IMI

As of December 31, 2016

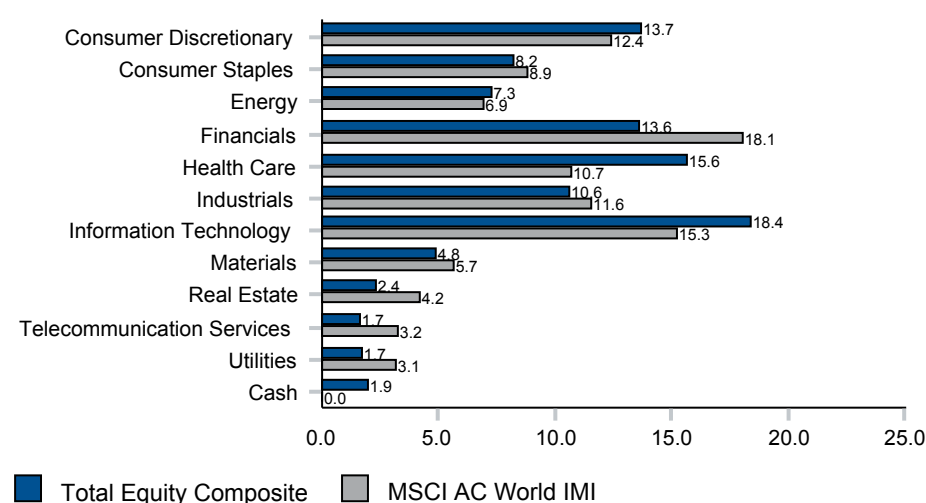
Portfolio Characteristics		
	Portfolio	Benchmark
Wtd. Avg. Mkt. Cap (\$M)	93,807	86,227
Median Mkt. Cap (\$M)	15,260	1,451
Price/Earnings ratio	22.2	18.7
Price/Book ratio	3.0	2.6
5 Yr. EPS Growth Rate (%)	9.7	7.9
Current Yield (%)	2.0	2.5
Debt to Equity	0.5	1.3
Number of Stocks	816	8,628
Beta (5 Years, Monthly)	0.94	1.00
Consistency (5 Years, Monthly)	55.00	1.00
Sharpe Ratio (5 Years, Monthly)	1.07	0.91
Information Ratio (5 Years, Monthly)	0.63	-
Up Market Capture (5 Years, Monthly)	102.63	-
Down Market Capture (5 Years, Monthly)	91.91	-

Top Ten Equity Holdings				
	Portfolio Weight (%)	Benchmark Weight (%)	Active Weight (%)	Quarterly Return (%)
Facebook Inc	1.3	0.6	0.7	-10.3
Visa Inc	1.3	0.3	1.0	-5.5
Amazon.com Inc	1.2	0.7	0.5	-10.4
Apple Inc	1.0	1.4	-0.4	3.0
Schlumberger Ltd	1.0	0.3	0.7	7.4
Microsoft Corp	1.0	1.1	-0.1	8.6
JPMorgan Chase & Co	0.9	0.7	0.2	30.5
Wells Fargo & Co	0.9	0.6	0.3	25.5
Alphabet Inc	0.9	0.5	0.4	-1.4
Salesforce.com Inc.	0.8	0.1	0.7	-4.0
% of Portfolio	10.3	6.3		

Distribution of Market Capitalization (%)



Sector Weights (%)



Equity Portfolio - Country/Region Allocation

Cash Balance Plan Equity Composite vs. MSCI AC World IMI

As of December 31, 2016

	Total Equity Composite	MSCI AC World IMI
Australia	0.5	2.4
Hong Kong	1.5	1.0
Japan	4.8	8.2
New Zealand	0.0	0.1
Singapore	0.0	0.4
Pacific	6.8	12.2
Austria	0.2	0.1
Belgium	0.3	0.4
Finland	0.3	0.3
France	4.6	3.0
Germany	2.1	2.9
Ireland	0.1	0.2
Italy	0.0	0.8
Netherlands	0.5	1.0
Portugal	0.0	0.1
Spain	0.6	1.0
EMU	8.7	9.8
Denmark	0.9	0.5
Norway	0.0	0.3
Sweden	0.7	1.0
Switzerland	3.4	2.7
United Kingdom	5.1	6.0
Europe ex EMU	10.1	10.5
Canada	0.6	3.3
United States	65.0	53.6
Israel	0.5	0.3
Middle East	0.5	0.3
Developed Markets	91.6	89.6

	Total Equity Composite	MSCI AC World IMI
Brazil	0.3	0.8
Cayman Islands	0.0	0.0
Chile	0.0	0.1
Colombia	0.6	0.0
Mexico	0.2	0.4
Peru	0.1	0.0
Virgin Islands	0.0	0.0
EM Latin America	1.2	1.3
China	2.3	2.6
India	0.4	0.9
Indonesia	0.1	0.3
Korea	0.5	1.5
Malaysia	0.0	0.3
Philippines	0.0	0.1
Taiwan	0.8	1.3
Thailand	0.1	0.3
EM Asia	4.2	7.4
Czech Republic	0.1	0.0
Egypt	0.0	0.0
Greece	0.0	0.0
Hungary	0.1	0.0
Poland	0.1	0.1
Qatar	0.0	0.1
Russia	0.3	0.4
South Africa	0.2	0.7
Turkey	0.1	0.1
United Arab Emirates	0.1	0.1
EM Europe + Middle East + Africa	0.8	1.7
Emerging Markets	6.3	10.4
Frontier Markets	0.0	0.0
Cash	1.9	0.0
Other	0.1	0.0
Total	100.0	100.0

Fixed Income Portfolio - Characteristics

Cash Balance Plan Fixed Income Composite vs. Total Fixed Income Benchmark

As of December 31, 2016

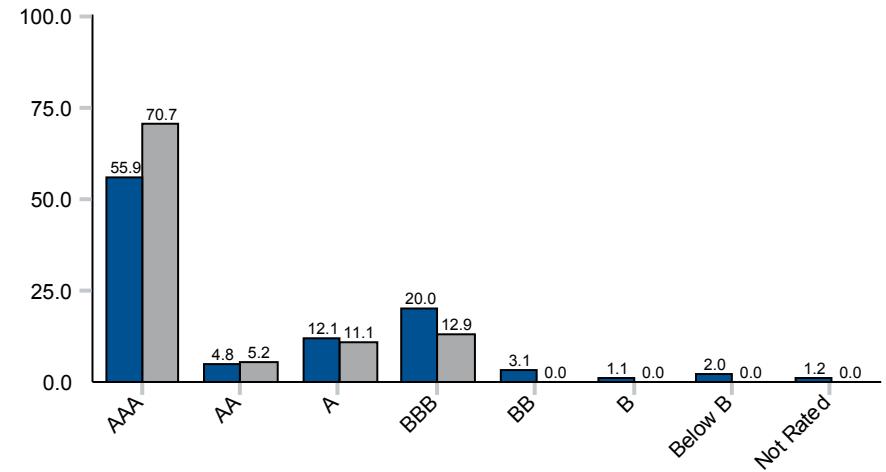
Portfolio Characteristics

	Portfolio	Benchmark
Effective Duration	4.4	5.3
Avg. Maturity	6.9	7.3
Avg. Quality	AA-	AA+
Yield To Maturity (%)	2.8	2.4

Risk Characteristics - 5 Years

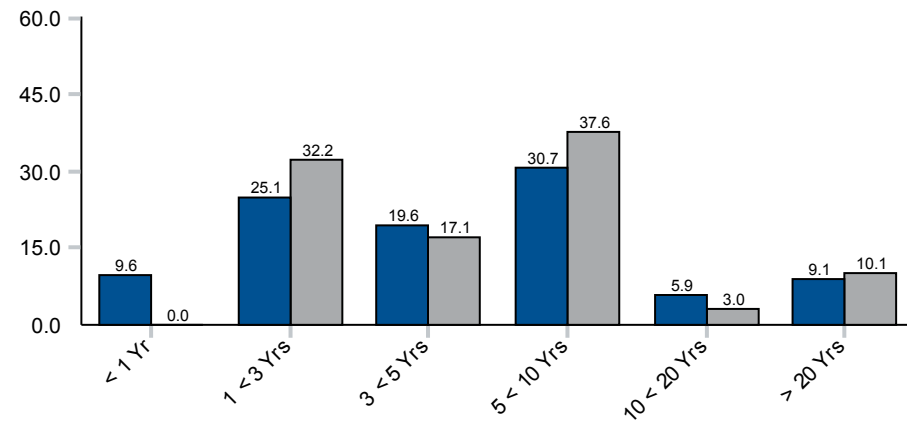
	Consistency	Sharpe Ratio	Information Ratio	Up Market Capture	Down Market Capture
Total Fixed Income Composite	60.0	1.3	0.9	106.8	66.5
Total Fixed Income Benchmark	0.0	0.9	N/A	100.0	100.0

Credit Quality Distribution (%)



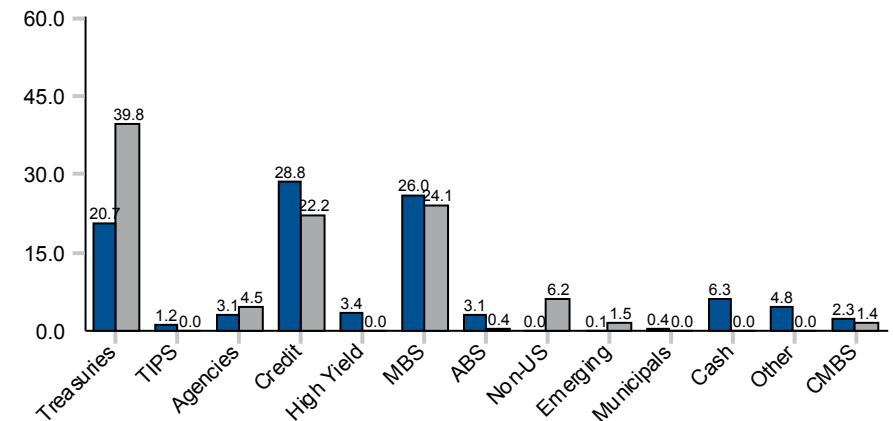
■ Total Fixed Income Composite ■ Total Fixed Income Benchmark

Maturity Distribution (%)



■ Total Fixed Income Composite ■ Total Fixed Income Benchmark

Sector Distribution (%)



■ Total Fixed Income Composite ■ Total Fixed Income Benchmark

Performance Summary

Cash Balance Plan Private Real Estate Investment

As of December 31, 2016 (\$ in Millions)

Partnership	Vintage Year	Fund Type	Committed Capital	Paid-in Capital	Unfunded Commitment	Market Value ¹	Distributions	Total Value	Net IRR ²	TV / PI	D / PI
Oaktree RE Opportunities VI	2012	Private RE	\$8.4	\$10.9	\$0.0	\$7.7	\$5.8	\$13.5	10.5%	1.2	0.5
Walton Street RE Fund VII	2012	Private RE	\$8.4	\$7.3	\$3.7	\$6.5	\$3.2	\$9.6	17.0%	1.3	0.4

¹ If a market value has not yet been released for a particular fund, the previous quarter's value is adjusted according to subsequent contributions and distributions.

² Net IRR is through the previous quarter end.



Appendix

Appendix

Surplus Cash Summary of Investment Decisions

Date	Decision
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July 2011 El Camino retained Stratford Advisory Group, Inc. (Stratford) as investment consultant for its Surplus Cash Plan.

May 2012 Stratford and El Camino management and Investment Committee recommended and the Board approved the following asset allocation:

Asset Class	Target Allocation	Range
Domestic Equity	20%	17% to 23%
International Equity	10%	8% to 12%
Alternatives	20%	17% to 23%
Broad Fixed Income	40%	35% to 45%
Short Fixed Income	10%	8% to 12%
Total Fund	100%	---

September 2012 Stratford changed its name to Pavilion Advisory Group, Inc. (Pavilion).

Pavilion recommended, the Investment Committee reviewed, and management approved the following investment lineup:

Manager	Asset Class	Target Allocation
Vanguard S&P 500 Index	Domestic Equity	7.5%
Sands Large Cap Growth (Touchstone)	Domestic Equity	3.75%
Barrow Hanley Large Cap Value	Domestic Equity	3.75%
Cortina Small Cap Growth	Domestic Equity	2.5%
Wellington Small Cap Value	Domestic Equity	2.5%
Walter Scott Int'l (Dreyfus)	International Equity	5.0%
Northern Cross Int'l (Harbor)	International Equity	5.0%
Barrow Hanley Short Fixed	Short Fixed Income	30%*
Dodge & Cox Fixed	Broad Fixed Income	20.0%
MetWest Fixed	Broad Fixed Income	20.0%
Total		100.0%

*20% of the allocation is an interim election until the alternatives portfolio construction methodology is determined.

October 2012 Management hired Citigroup to transition assets from Barrow Hanley Large Cap Value to Wellington Small Cap Value and Cortina Small Cap Growth. Barrow Hanley Intermediate Duration Fixed Income and the Wells Capital Montgomery Fund were fully redeemed.

Appendix

Surplus Cash Summary of Investment Decisions

Date	Decision	
October 2012	The Citigroup equity transition was completed.	
	The following managers were funded:	
	<u>Manager</u>	<u>Amount Funded (millions)</u>
	Vanguard S&P 500 Index	\$37.3
	Sands Large Cap Growth (Touchstone)	\$17.1
	Cortina Small Cap Growth	\$11.4
	Wellington Small Cap Value	\$11.4
	Walter Scott Int'l (Dreyfus)	\$22.8
	Northern Cross Int'l (Harbor)	\$23.0
	Dodge & Cox Fixed	\$90.4
MetWest Fixed	\$91.1	
November 2012	The following additional contributions were funded:	
	<u>Manager</u>	<u>Amount Funded (millions)</u>
	Vanguard S&P 500 Index	\$3.0
	Dodge & Cox Fixed	\$5.0
	MetWest Fixed	\$5.0
	Walter Scott Int'l (Dreyfus)	\$1.0
	Northern Cross Int'l (Harbor)	\$1.0
	Barrow Hanley Short Duration Fixed	\$5.0
December 2012	The following additional contributions were funded:	
	<u>Manager</u>	<u>Amount Funded (millions)</u>
	MetWest Fixed	\$2.8
	Barrow Hanley Short Duration Fixed	\$5.1

Appendix

Surplus Cash Summary of Investment Decisions

Date	Decision												
January 2013	The following additional contributions were funded:												
	<table border="1"> <thead> <tr> <th>Manager</th> <th>Amount Funded (millions)</th> </tr> </thead> <tbody> <tr> <td>Sands Large Cap Growth (Touchstone)</td> <td>\$1.0</td> </tr> <tr> <td>Barrow Hanley Large Cap Value</td> <td>\$1.0</td> </tr> <tr> <td>Cortina Small Cap Growth</td> <td>\$1.3</td> </tr> <tr> <td>Dodge & Cox Fixed</td> <td>\$5.5</td> </tr> <tr> <td>MetWest Fixed</td> <td>\$2.4</td> </tr> </tbody> </table>	Manager	Amount Funded (millions)	Sands Large Cap Growth (Touchstone)	\$1.0	Barrow Hanley Large Cap Value	\$1.0	Cortina Small Cap Growth	\$1.3	Dodge & Cox Fixed	\$5.5	MetWest Fixed	\$2.4
	Manager	Amount Funded (millions)											
	Sands Large Cap Growth (Touchstone)	\$1.0											
	Barrow Hanley Large Cap Value	\$1.0											
	Cortina Small Cap Growth	\$1.3											
Dodge & Cox Fixed	\$5.5												
MetWest Fixed	\$2.4												
February 2013	The Investment Committee recommended El Camino retain Pavilion for direct hedge fund advisory services.												
	The following additional contribution was funded:												
	<table border="1"> <thead> <tr> <th>Manager</th> <th>Amount Funded (millions)</th> </tr> </thead> <tbody> <tr> <td>Wellington Small Cap Value</td> <td>\$1.2</td> </tr> </tbody> </table>	Manager	Amount Funded (millions)	Wellington Small Cap Value	\$1.2								
Manager	Amount Funded (millions)												
Wellington Small Cap Value	\$1.2												
March 2013	The following additional contribution was funded:												
	<table border="1"> <thead> <tr> <th>Manager</th> <th>Amount Funded (millions)</th> </tr> </thead> <tbody> <tr> <td>MetWest Fixed</td> <td>\$1.6</td> </tr> </tbody> </table>	Manager	Amount Funded (millions)	MetWest Fixed	\$1.6								
Manager	Amount Funded (millions)												
MetWest Fixed	\$1.6												
May 2013	Eight hedge funds (\$5 million each) were funded on May 1, 2013 for a total of \$40 million.												
July 2013	The remaining two hedge fund strategies (\$5 million each) were funded on July 1, 2013 and August 1, 2013, respectively. The Direct Hedge Fund portfolio became fully invested.												
September 2013	\$14.0 million was committed to the Oaktree Real Estate Opportunities Fund VI and \$6.6 million was called in September. \$14.0 million was committed to the Walton Street Real Estate Fund VII.												
October 2013	The following additional contributions were funded:												
	<table border="1"> <thead> <tr> <th>Manager</th> <th>Amount Funded (millions)</th> </tr> </thead> <tbody> <tr> <td>MetWest Fixed</td> <td>\$7.6</td> </tr> <tr> <td>Dodge & Cox Fixed</td> <td>\$5.5</td> </tr> <tr> <td>Barrow Hanley Short Term Fixed - Non-District</td> <td>\$3.0</td> </tr> </tbody> </table>	Manager	Amount Funded (millions)	MetWest Fixed	\$7.6	Dodge & Cox Fixed	\$5.5	Barrow Hanley Short Term Fixed - Non-District	\$3.0				
	Manager	Amount Funded (millions)											
	MetWest Fixed	\$7.6											
	Dodge & Cox Fixed	\$5.5											
Barrow Hanley Short Term Fixed - Non-District	\$3.0												

Appendix

Surplus Cash Summary of Investment Decisions

Date	Decision												
November 2013	\$1.1 million of the capital committed to the Walton Street Real Estate Fund VII was called in November.												
December 2013	<p>The Indus Japan Fund was funded with an initial contribution of \$5.0 million.</p> <p>An additional contribution of \$1.5 million was made to the York Credit Opportunities Unit Trust.</p> <p>An additional contribution of \$1.5 million was made to the Fir Tree International Value Fund.</p> <p>An additional contribution of \$3.5 million was made to Barrow Hanley Short Term Fixed - District.</p>												
January 2014	<p>The portfolio was rebalanced back towards target allocation with \$16.0 million transferred out of domestic equity and into a combination of international equity (\$2.5 million) and short term fixed income (\$13.5 million).</p> <p>\$1.4 million of the capital committed to the Oaktree Real Estate Opportunities Fund VI was called in January.</p>												
February 2014	\$2.5 million was transferred from the Wellington Small Cap Value Fund to the Cash Account.												
March 2014	<p>\$1.4 million of the capital committed to the Oaktree Real Estate Opportunities Fund VI was called in March.</p> <p>\$2.8 million of the capital committed to the Walton Street Real Estate Fund VII was called in March.</p> <p>A distribution payment of \$0.2 million was made by the Walton Street Real Estate Fund VII in March.</p>												
April 2014	<p>\$1.4 million of the capital committed to the Oaktree Real Estate Opportunities Fund VI was called in April.</p> <p>\$1.6 million was contributed to the Barrow Hanley - District Assets.</p>												
	The following hedge funds were funded on April 1, 2014:												
	<table border="1"> <thead> <tr> <th data-bbox="373 1128 453 1153">Manager</th> <th data-bbox="890 1128 1136 1153">Amount Funded (millions)</th> </tr> </thead> <tbody> <tr> <td data-bbox="373 1161 716 1185">Marathon Special Opportunity Fund</td> <td data-bbox="989 1161 1035 1185">\$5.5</td> </tr> <tr> <td data-bbox="373 1193 621 1218">Bloom Tree Offshore Fund</td> <td data-bbox="989 1193 1035 1218">\$4.5</td> </tr> <tr> <td data-bbox="373 1226 516 1250">Tiger Eye Fund</td> <td data-bbox="989 1226 1035 1250">\$4.5</td> </tr> <tr> <td data-bbox="373 1258 653 1282">Moore Macro Managers Fund</td> <td data-bbox="989 1258 1035 1282">\$6.0</td> </tr> <tr> <td data-bbox="373 1291 520 1315">Pine River Fund</td> <td data-bbox="989 1291 1035 1315">\$6.0</td> </tr> </tbody> </table>	Manager	Amount Funded (millions)	Marathon Special Opportunity Fund	\$5.5	Bloom Tree Offshore Fund	\$4.5	Tiger Eye Fund	\$4.5	Moore Macro Managers Fund	\$6.0	Pine River Fund	\$6.0
Manager	Amount Funded (millions)												
Marathon Special Opportunity Fund	\$5.5												
Bloom Tree Offshore Fund	\$4.5												
Tiger Eye Fund	\$4.5												
Moore Macro Managers Fund	\$6.0												
Pine River Fund	\$6.0												
	Additional contributions of \$1.0 million were made to both Brevan Howard Multi-Strategy Fund and Robeco Transtrend Diversified Fund.												

Appendix

Surplus Cash Summary of Investment Decisions

Date	Decision												
May 2014	\$1.4 million of the capital committed to the Walton Street Real Estate Fund VII was called in May.												
June 2014	The following additional contributions were funded:												
	<table border="1"> <thead> <tr> <th data-bbox="373 480 457 505">Manager</th> <th data-bbox="890 480 1136 505">Amount Funded (millions)</th> </tr> </thead> <tbody> <tr> <td data-bbox="373 513 638 537">Vanguard Institutional Index</td> <td data-bbox="989 513 1037 537">\$2.0</td> </tr> <tr> <td data-bbox="373 545 541 570">Touchstone Sands</td> <td data-bbox="989 545 1037 570">\$3.0</td> </tr> <tr> <td data-bbox="373 578 562 602">Barrow Hanley LCV</td> <td data-bbox="989 578 1037 602">\$2.0</td> </tr> <tr> <td data-bbox="373 610 499 634">Dodge & Cox</td> <td data-bbox="989 610 1037 634">\$5.0</td> </tr> <tr> <td data-bbox="373 643 464 667">MetWest</td> <td data-bbox="989 643 1037 667">\$3.0</td> </tr> </tbody> </table>	Manager	Amount Funded (millions)	Vanguard Institutional Index	\$2.0	Touchstone Sands	\$3.0	Barrow Hanley LCV	\$2.0	Dodge & Cox	\$5.0	MetWest	\$3.0
Manager	Amount Funded (millions)												
Vanguard Institutional Index	\$2.0												
Touchstone Sands	\$3.0												
Barrow Hanley LCV	\$2.0												
Dodge & Cox	\$5.0												
MetWest	\$3.0												
July 2014	\$8.0 million was transferred from the Barrow Hanley - District account into the Surplus Cash Account.												
October 2014	An additional contribution of \$2.6 million was made to the Davidson Kempner Distressed Opportunities International Fund.												
November 2014	\$0.8 million of the capital committed to the Oaktree Real Estate Opportunities Fund VI was called in November.												
December 2014	\$1.1 million of the capital committed to the Walton Street Real Estate Fund VII was called in December.												
February 2015	\$3.0 million of the capital committed to the Walton Street Real Estate Fund VII was called in February.												
March 2015	<p>The portfolio was rebalanced to newly initiated policy targets with \$63.0 million transferred out of market duration fixed income (\$29.0 million redeemed from Dodge & Cox and \$34.0 million redeemed from MetWest) and into domestic and international equity [\$33.0 million contributed to Vanguard Institutional Index, \$15.0 million contributed to Walter Scott (Dreyfus), and \$15.0 million contributed to Northern Cross (Harbor)].</p>												
	<p>\$5.0 million was withdrawn from the Barrow Hanley Short-Term Fixed account with the proceeds used to fund an initial investment in Stone Milliner, a macro hedge fund manager, as of April 1, 2015.</p>												
	<p>\$1.3 million of the capital committed to the Oaktree Real Estate Opportunities Fund VI was called in March.</p>												

Appendix

Surplus Cash Summary of Investment Decisions

Date	Decision								
May 2015	<p>The Surplus Cash account received an inflow of \$20 million. The following additional contributions were funded utilizing the inflow:</p> <table border="1"> <thead> <tr> <th data-bbox="373 448 453 472">Manager</th> <th data-bbox="890 448 1136 472">Amount Funded (millions)</th> </tr> </thead> <tbody> <tr> <td data-bbox="373 483 499 508">Dodge & Cox</td> <td data-bbox="989 483 1031 508">\$5.1</td> </tr> <tr> <td data-bbox="373 516 464 540">MetWest</td> <td data-bbox="989 516 1031 540">\$4.7</td> </tr> </tbody> </table>	Manager	Amount Funded (millions)	Dodge & Cox	\$5.1	MetWest	\$4.7		
Manager	Amount Funded (millions)								
Dodge & Cox	\$5.1								
MetWest	\$4.7								
	<p>\$9.0 million of the proceeds remained in the cash account in order to fund a dedicated emerging markets manager.</p>								
June 2015	<p>\$0.7 million of the capital committed to the Oaktree Real Estate Opportunities Fund VI was called in June. \$1.1 million of the capital committed to the Walton Street Real Estate Fund VII was called in June.</p>								
August 2015	<p>A contribution of \$1.2 million was made to the MetWest Total Return Fixed Income account. Harding Loevner, the Surplus Cash Plan's dedicated emerging markets manager, was funded on August 13th with an initial \$9.0 million.</p>								
September 2015	<p>\$1.4 million of the capital committed to the Oaktree Real Estate Opportunities Fund VI was called in September. All of the capital committed to the Oaktree Real Estate Opportunities Fund VI has now been called.</p>								
October 2015	<p>\$1.4 million of the capital committed to the Walton Street Real Estate Fund VII was called in October. The Walton Street Real Estate Fund VII made a distribution payment in the amount of \$1.6 million, which was allocated to the Harbor International Fund.</p>								
November 2015	<p>The Oaktree Real Estate Opportunities Fund VI made a distribution payment in the amount of \$1.4 million.</p>								
December 2015	<p>The Oaktree Real Estate Opportunities Fund VI made a distribution payment in the amount of \$0.6 million.</p>								
January 2016	<p>A \$13.0 million commitment was made to the Walton Street Real Estate Fund VIII in January. The following redemptions were made during January for operating needs:</p> <table border="1"> <thead> <tr> <th data-bbox="373 1344 453 1369">Manager</th> <th data-bbox="877 1344 1144 1369">Amount Redeemed (millions)</th> </tr> </thead> <tbody> <tr> <td data-bbox="373 1377 499 1401">Dodge & Cox</td> <td data-bbox="989 1377 1031 1401">\$8.0</td> </tr> <tr> <td data-bbox="373 1409 464 1433">MetWest</td> <td data-bbox="989 1409 1031 1433">\$8.0</td> </tr> <tr> <td data-bbox="373 1442 657 1466">Barrow Hanley Short Duration</td> <td data-bbox="982 1442 1037 1466">\$14.0</td> </tr> </tbody> </table>	Manager	Amount Redeemed (millions)	Dodge & Cox	\$8.0	MetWest	\$8.0	Barrow Hanley Short Duration	\$14.0
Manager	Amount Redeemed (millions)								
Dodge & Cox	\$8.0								
MetWest	\$8.0								
Barrow Hanley Short Duration	\$14.0								

Appendix

Surplus Cash Summary of Investment Decisions

Date	Decision						
March 2016	The Oaktree Real Estate Opportunities Fund VI made a distribution payment in the amount of \$420,000. The Walton Street Real Estate Fund VII made a distribution payment in the amount of \$700,000.						
May 2016	The decision was made to liquidate the Fund's position in Cortina and invest the proceeds in Conestoga. The Oaktree Real Estate Opportunities Fund VI made a distribution payment in the amount of \$218,802. The Walton Street Real Estate Fund VII made a distribution payment in the amount of \$328,583.						
June 2016	The Oaktree Real Estate Opportunities Fund VI made a distribution payment in the amount of \$420,000. Small-cap growth manager, Cortina, was liquidated and the proceeds reinvested in the Conestoga small-cap Fund. The Carlson Double Black Diamond Fund was redeemed as of June 30, 2016 and the proceeds reinvested in the BlackRock 32 Capital Fund as of August 1, 2016.						
July 2016	\$9.0 million was transferred to Barrow Hanley Non-District from Barrow Hanley District.						
August 2016	The Walton Street Real Estate Fund VII made a distribution payment of \$1,095,278.						
September 2016	The Oaktree Real Estate Opportunities Fund VI made a distribution payment of \$1,441,575.						
October 2016	The following additional contributions were funded from excess cash: <table border="1" data-bbox="373 1024 1178 1122"> <thead> <tr> <th data-bbox="373 1024 453 1049">Manager</th> <th data-bbox="848 1024 1094 1049">Amount Funded (millions)</th> </tr> </thead> <tbody> <tr> <td data-bbox="373 1062 695 1086">Harding Loevner Emerging Markets</td> <td data-bbox="989 1062 1031 1086">\$3.0</td> </tr> <tr> <td data-bbox="373 1099 680 1123">Barrow Hanley Short-Term Fixed</td> <td data-bbox="989 1099 1031 1123">\$2.0</td> </tr> </tbody> </table> The Walton Street Real Estate Fund VII made a distribution payment of \$985,750.	Manager	Amount Funded (millions)	Harding Loevner Emerging Markets	\$3.0	Barrow Hanley Short-Term Fixed	\$2.0
Manager	Amount Funded (millions)						
Harding Loevner Emerging Markets	\$3.0						
Barrow Hanley Short-Term Fixed	\$2.0						
November 2016	The Oaktree Real Estate Opportunities Fund VI made a distribution payment of \$350,000.						
December 2016	The Oaktree Real Estate Opportunities Fund VI made a distribution payment of \$182,801.						

Appendix

Cash Balance Plan Summary of Investment Decisions

Date	Decision
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July 2011 El Camino retained Stratford Advisory Group, Inc. (Stratford) as investment consultant for its Cash Balance Plan.

May 2012 Stratford and El Camino management and Investment Committee recommended and the Board approved the following asset allocation:

Asset Class	Target Allocation	Range
Domestic Equity	32%	27% to 37%
International Equity	18%	15% to 21%
Alternatives	20%	17% to 23%
Broad Fixed Income	25%	20% to 30%
Short Fixed Income	5%	0% to 8%
Total Fund	100%	---

September 2012 Stratford changed its name to Pavilion Advisory Group, Inc. (Pavilion).

\$5.6 million and \$7.0 million employer contributions for Plan Year 2012 were made on September 13th and 14th, 2012, respectively.

Pavilion recommended, the Investment Committee reviewed, and management approved the following investment lineup:

Manager	Asset Class	Target Allocation
Vanguard S&P 500 Index	Domestic Equity	13.5%
Sands Large Cap Growth (Touchstone)	Domestic Equity	6.75%
Barrow Hanley Large Cap Value	Domestic Equity	6.75%
Cortina Small Cap Growth	Domestic Equity	2.5%
Wellington Small Cap Value	Domestic Equity	2.5%
Walter Scott Int'l (Dreyfus)	International Equity	9.0%
Northern Cross Int'l (Harbor)	International Equity	9.0%
Barrow Hanley Short Fixed	Short Fixed Income	5.0%
Dodge & Cox Fixed	Broad Fixed Income	12.5%
MetWest Fixed	Broad Fixed Income	12.5%
Pointer*	Hedge Fund of Funds	5.0%
Lighthouse Diversified	Hedge Fund of Funds	5.0%
Oaktree Real Estate*	Real Estate	5.0%
Walton Street*	Real Estate	5.0%
Total		100.0%

*Barrow Hanley Short Fixed will be utilized as the interim holding for alternatives holdings that have not yet funded.

Appendix

Cash Balance Plan Summary of Investment Decisions

Date	Decision																						
October 2012	<p>A \$2.7 million employer contribution for Plan Year 2012 was made on October 12, 2012.</p> <p>Management hired Citigroup to transition assets from Dodge & Cox Large Cap Value to Barrow Hanley Large Cap Value and Cortina Small Cap Growth.</p> <p>The Citigroup equity transition was completed.</p> <p>The following managers were funded:</p>																						
	<table border="1"> <thead> <tr> <th data-bbox="394 553 478 578">Manager</th> <th data-bbox="989 553 1230 578">Amount Funded (millions)</th> </tr> </thead> <tbody> <tr> <td data-bbox="394 586 638 610">Vanguard S&P 500 Index</td> <td data-bbox="1087 586 1142 610">\$22.7</td> </tr> <tr> <td data-bbox="394 618 764 643">Sands Large Cap Growth (Touchstone)</td> <td data-bbox="1087 618 1142 643">\$11.3</td> </tr> <tr> <td data-bbox="394 651 705 675">Barrow Hanley Large Cap Value</td> <td data-bbox="1087 651 1142 675">\$11.3</td> </tr> <tr> <td data-bbox="394 683 638 708">Cortina Small Cap Growth</td> <td data-bbox="1087 683 1142 708">\$4.2</td> </tr> <tr> <td data-bbox="394 716 659 740">Wellington Small Cap Value</td> <td data-bbox="1087 716 1142 740">\$4.2</td> </tr> <tr> <td data-bbox="394 748 653 773">Walter Scott Int'l (Dreyfus)</td> <td data-bbox="1087 748 1142 773">\$15.1</td> </tr> <tr> <td data-bbox="394 781 667 805">Northern Cross Int'l (Harbor)</td> <td data-bbox="1087 781 1142 805">\$15.1</td> </tr> <tr> <td data-bbox="394 813 653 837">Barrow Hanley Short Fixed</td> <td data-bbox="1087 813 1142 837">\$19.4</td> </tr> <tr> <td data-bbox="394 846 541 870">MetWest Fixed</td> <td data-bbox="1087 846 1142 870">\$21.0</td> </tr> <tr> <td data-bbox="394 878 604 902">Lighthouse Diversified</td> <td data-bbox="1087 878 1142 902">\$8.4</td> </tr> </tbody> </table>	Manager	Amount Funded (millions)	Vanguard S&P 500 Index	\$22.7	Sands Large Cap Growth (Touchstone)	\$11.3	Barrow Hanley Large Cap Value	\$11.3	Cortina Small Cap Growth	\$4.2	Wellington Small Cap Value	\$4.2	Walter Scott Int'l (Dreyfus)	\$15.1	Northern Cross Int'l (Harbor)	\$15.1	Barrow Hanley Short Fixed	\$19.4	MetWest Fixed	\$21.0	Lighthouse Diversified	\$8.4
Manager	Amount Funded (millions)																						
Vanguard S&P 500 Index	\$22.7																						
Sands Large Cap Growth (Touchstone)	\$11.3																						
Barrow Hanley Large Cap Value	\$11.3																						
Cortina Small Cap Growth	\$4.2																						
Wellington Small Cap Value	\$4.2																						
Walter Scott Int'l (Dreyfus)	\$15.1																						
Northern Cross Int'l (Harbor)	\$15.1																						
Barrow Hanley Short Fixed	\$19.4																						
MetWest Fixed	\$21.0																						
Lighthouse Diversified	\$8.4																						
December 2012	<p>The following commitments were made:</p>																						
	<table border="1"> <thead> <tr> <th data-bbox="394 1000 478 1024">Manager</th> <th data-bbox="974 1000 1245 1024">Amount Committed (millions)</th> </tr> </thead> <tbody> <tr> <td data-bbox="394 1032 726 1057">Oaktree Real Estate Opps Fund VI</td> <td data-bbox="1087 1032 1142 1057">\$8.4</td> </tr> <tr> <td data-bbox="394 1065 730 1089">Walton Street Real Estate Fund VII</td> <td data-bbox="1087 1065 1142 1089">\$8.4</td> </tr> </tbody> </table>	Manager	Amount Committed (millions)	Oaktree Real Estate Opps Fund VI	\$8.4	Walton Street Real Estate Fund VII	\$8.4																
Manager	Amount Committed (millions)																						
Oaktree Real Estate Opps Fund VI	\$8.4																						
Walton Street Real Estate Fund VII	\$8.4																						
January 2013	<p>The following managers were funded:</p>																						
	<table border="1"> <thead> <tr> <th data-bbox="394 1179 478 1203">Manager</th> <th data-bbox="989 1179 1230 1203">Amount Funded (millions)</th> </tr> </thead> <tbody> <tr> <td data-bbox="394 1211 464 1235">Pointer</td> <td data-bbox="1087 1211 1142 1235">\$8.4</td> </tr> <tr> <td data-bbox="394 1243 726 1268">Oaktree Real Estate Opps Fund VI</td> <td data-bbox="1087 1243 1142 1268">\$5.9</td> </tr> </tbody> </table>	Manager	Amount Funded (millions)	Pointer	\$8.4	Oaktree Real Estate Opps Fund VI	\$5.9																
Manager	Amount Funded (millions)																						
Pointer	\$8.4																						
Oaktree Real Estate Opps Fund VI	\$5.9																						

Appendix

Cash Balance Plan Summary of Investment Decisions

Date	Decision						
January 2013	A \$2.7 million employer contribution for Plan Year 2012 was made on January 14, 2013.						
April 2013	A \$3.0 million employer contribution for Plan Year 2012 was made on April 12, 2013 to the following managers:						
	<table border="1"> <thead> <tr> <th data-bbox="386 479 470 503">Manager</th> <th data-bbox="932 479 1234 503">Amount Contributed (millions)</th> </tr> </thead> <tbody> <tr> <td data-bbox="386 511 575 535">Dodge & Cox Fixed</td> <td data-bbox="1058 511 1108 535">\$1.5</td> </tr> <tr> <td data-bbox="386 544 537 568">MetWest Fixed</td> <td data-bbox="1058 544 1108 568">\$1.5</td> </tr> </tbody> </table>	Manager	Amount Contributed (millions)	Dodge & Cox Fixed	\$1.5	MetWest Fixed	\$1.5
Manager	Amount Contributed (millions)						
Dodge & Cox Fixed	\$1.5						
MetWest Fixed	\$1.5						
June 2013	Walton Street Real Estate was funded with an initial contribution of \$0.8 million						
July 2013	A \$3.0 million employer contribution and \$4.3 million transfer from the cash account was made to the Barrow Hanley Short-Term Fixed Fund.						
October 2013	A \$3.0 million employer contribution was made to Dodge & Cox (\$1.5 million) and MetWest (\$1.5 million).						
January 2014	The portfolio was rebalanced, reducing equity exposure and distributing proceeds to fixed income and hedge fund of funds managers.						
	\$0.8 million of the capital committed to the Oaktree Real Estate Opportunities Fund VI was called in March.						
February 2014	\$0.8 million was transferred from the Wellington Small Cap Value Fund to the Cash Account.						
March 2014	<p>Distribution payments of \$0.1 million were made by the Walton Street Real Estate Fund VII.</p> <p>\$1.7 million of the capital committed to the Walton Street Real Estate Fund VII was called in March.</p> <p>\$0.8 million of the capital committed to the Oaktree Real Estate Opportunities Fund VI was called in March.</p>						
April 2014	<p>A \$3.6 million employer contribution was made to the Barrow Hanley Short-Term Fixed account.</p> <p>\$0.8 million of the capital committed to the Oaktree Real Estate Opportunities Fund VI was called in April.</p>						
May 2014	\$0.8 million of the capital committed to the Walton Street Real Estate Fund VII was called in May.						
July 2014	A \$3.6 million employer contribution was made on July 14, 2014.						
August 2014	A \$1.6 million contribution was made to the Lighthouse Diversified Fund.						

Appendix

Cash Balance Plan Summary of Investment Decisions

Date	Decision
October 2014	<p>A \$3.6 million employer contribution was made in October with the proceeds split between Walter Scott (Dreyfus) (\$0.9 million), Northern Cross (Harbor) (\$1.3 million), and Barrow Hanley Short-Term Fixed (\$1.4 million).</p> <p>\$2 million was transferred out of the Barrow Hanley Short-Term Fixed account and reallocated to the Pointer Offshore Fund.</p>
November 2014	<p>\$0.5 million of the capital committed to the Oaktree Real Estate Opportunities Fund VI was called in November.</p>
December 2014	<p>\$0.7 million of the capital committed to the Walton Real Estate Fund VII was called in December.</p>
January 2015	<p>A \$3.6 million employer contribution was made in January with the proceeds split between the Vanguard Institutional Index Fund (\$1.3 million), the Barrow Hanley Short-Term Fixed account (\$0.3 million), and the Lighthouse Diversified Fund (\$2.0 million).</p>
February 2015	<p>\$1.8 million of the capital committed to the Walton Real Estate Fund VII was called in February.</p>
March 2015	<p>\$0.8 million of the capital committed to the Oaktree Real Estate Opportunities Fund VI was called in March.</p>
April 2015	<p>A \$3.6 million employer contribution was made in March with the proceeds split between Walter Scott (Dreyfus) (\$0.7 million), Northern Cross (Harbor) (\$0.5 million), and Barrow Hanley Short-Term Fixed (\$2.4 million).</p>
June 2015	<p>\$0.4 million of the capital committed to the Oaktree Real Estate Opportunities Fund VI was called in June. \$0.6 million of the capital committed to the Walton Street Real Estate Fund VII was called in June.</p>
July 2015	<p>A \$2.4 million employer contribution was made in July with the proceeds invested in the Barrow Hanley Short-Term Fixed account.</p>
September 2015	<p>\$0.8 million of the capital committed to the Oaktree Real Estate Opportunities Fund VI was called in September. All of the committed capital to the Oaktree Real Estate Opportunities Fund VI has now been called.</p>
October 2015	<p>\$0.8 million of the capital committed to the Walton Street Real Estate Fund VII was called in October The Walton Street Real Estate Fund VII made a distribution payment in the amount of \$1.0 million, which was allocated to the Barrow Hanley Short-Term Fixed account.</p> <p>A \$2.4 million employer contribution was made in October with the proceeds invested in the Barrow Hanley Short-Term Fixed account.</p>

Appendix

Cash Balance Plan Summary of Investment Decisions

Date	Decision								
November 2015	The Oaktree Real Estate Opportunities Fund VI made a \$0.8 million distribution payment in December.								
December 2015	The Oaktree Real Estate Opportunities Fund VI made a \$0.3 million distribution payment in December.								
January 2016	A \$10.0 million commitment was made to the Walton Street Real Estate Fund VIII in January. A \$2.4 million employer contribution was made in January with the proceeds invested in the Barrow Hanley Short-Term Fixed account.								
March 2016	The Oaktree Real Estate Opportunities Fund VI made a distribution payment in the amount of \$252,000. The Walton Street Real Estate Fund VII made a distribution payment in the amount of \$420,000.								
May 2016	The decision was made to liquidate the Fund's position in Cortina and invest the proceeds in Conestoga. The Oaktree Real Estate Opportunities Fund VI made a distribution payment in the amount of \$131,281. The Walton Street Real Estate Fund VII made a distribution payment in the amount of \$197,150								
June 2016	The Oaktree Real Estate Opportunities Fund VI made a distribution payment in the amount of \$252,000. Small-cap growth manager, Cortina was liquidated and the proceeds reinvested in the Conestoga small-cap fund.								
July 2016	An employer contribution of \$2.6 million was made in July with the proceeds invested in the Barrow Hanley Short-Term Fixed account.								
August 2016	The Walton Street Real Estate Fund VII made a distribution payment of \$657,167.								
September 2016	The Oaktree Real Estate Opportunities Fund VI made a distribution payment of \$966,000.								
October 2016	<p>An initial investment of \$5.5 million was made in the Harding Loevner Emerging Markets fund using proceeds from the following liquidations:</p> <table border="1" data-bbox="386 1205 1287 1333"> <thead> <tr> <th data-bbox="386 1205 470 1229">Manager</th> <th data-bbox="890 1205 1171 1229">Amount Liquidated (millions)</th> </tr> </thead> <tbody> <tr> <td data-bbox="386 1237 625 1261">Vanguard S&P 500 Index</td> <td data-bbox="1052 1237 1108 1261">\$2.00</td> </tr> <tr> <td data-bbox="386 1269 737 1294">Dreyfus (Walter Scott) International</td> <td data-bbox="1052 1269 1108 1294">\$1.75</td> </tr> <tr> <td data-bbox="386 1302 751 1326">Harbor (Northern Cross) International</td> <td data-bbox="1052 1302 1108 1326">\$1.75</td> </tr> </tbody> </table> <p>A \$2.6 million employer contribution was made. The proceeds, along with \$0.5 million of excess cash, were invested in the Barrow Hanley Short-Term Fixed Account (\$2.1 million), Dodge & Cox Income Fund (\$0.5 million), and MetWest Total Return Fund (\$0.5 million). The Walton Street Real Estate Fund VII made a distribution payment of \$591,450.</p>	Manager	Amount Liquidated (millions)	Vanguard S&P 500 Index	\$2.00	Dreyfus (Walter Scott) International	\$1.75	Harbor (Northern Cross) International	\$1.75
Manager	Amount Liquidated (millions)								
Vanguard S&P 500 Index	\$2.00								
Dreyfus (Walter Scott) International	\$1.75								
Harbor (Northern Cross) International	\$1.75								

Appendix

Cash Balance Plan Summary of Investment Decisions

Date	Decision
November 2016	The Oaktree Real Estate Opportunities Fund VI made a distribution payment of \$210,000.
December 2016	The Oaktree Real Estate Opportunities Fund VI made a distribution payment of \$109,681.

Appendix

Benchmark Descriptions

As of December 31, 2016

Surplus Cash

Surplus Cash Total Benchmark

Beginning March 2015, the Surplus Cash Total Benchmark consists of 40% Total Equity Benchmark - Surplus, 30% Barclays Capital Aggregate, 10% Short Duration Fixed Income Benchmark - Surplus, and 20% Total Alternatives Benchmark - Surplus. From April 2014 to February 2015, the Surplus Cash Total Benchmark consisted of 30% Total Equity Benchmark - Surplus, 40% Barclays Capital Aggregate, 10% Short Duration Fixed Income Benchmark - Surplus, and 20% Total Alternatives Benchmark - Surplus. From August 2013 to March 2014, the Surplus Cash Total Benchmark consisted of 30% Total Equity Benchmark - Surplus, 40% Barclays Capital Aggregate, 20% Short Duration Fixed Income Benchmark - Surplus, and 10% Total Alternatives Benchmark - Surplus. During July 2013, the Surplus Cash Total Benchmark consisted of 30% Total Equity Benchmark - Surplus, 40% Barclays Capital Aggregate, 21% Short Duration Fixed Income Benchmark - Surplus, and 9% Total Alternatives Benchmark - Surplus. From May 2013 to June 2013, the Surplus Cash Total Benchmark consisted of 30% Total Equity Benchmark - Surplus, 40% Barclays Capital Aggregate, 22% Short Duration Fixed Income Benchmark - Surplus, and 8% HFRI Fund of Funds Composite Index. From November 2012 to April 2013, the Surplus Cash Total Benchmark consists of 30% Total Equity Benchmark - Surplus and 70% Total Fixed Income Benchmark - Surplus. From January 2007 to October 2012, the Surplus Cash Total Benchmark consisted of 15% Total Equity Benchmark - Surplus and 85% Total Fixed Income Benchmark - Surplus. From August 2000 to December 2006, the Surplus Cash Total Benchmark consisted of 2% Total Equity Benchmark - Surplus and 98% Total Fixed Income Benchmark - Surplus. From April 1991 to July 2000, the Surplus Cash Total Benchmark consisted of 100% Total Fixed Income Benchmark - Surplus.

Surplus Cash Total Benchmark X Privates

Beginning March 2015 the Surplus Cash Total Benchmark consists of 42.1% Total Equity Benchmark - Surplus, 31.6% Barclays Capital Aggregate, 10.5% Short Duration Fixed Income Benchmark - Surplus, and 15.8% Total Alternatives Benchmark - Surplus. From April 2014 to February 2015 the Surplus Cash Total Benchmark consisted of 31.6% Total Equity Benchmark - Surplus, 42.1% Barclays Capital Aggregate, 10.5% Short Duration Fixed Income Benchmark - Surplus, and 15.8% Total Alternatives Benchmark - Surplus. From August 2013 to March 2014, the Surplus Cash Total Benchmark consisted of 30% Total Equity Benchmark - Surplus, 40% Barclays Capital Aggregate, 20% Short Duration Fixed Income Benchmark - Surplus, and 10% Total Alternatives Benchmark - Surplus. During July 2013, the Surplus Cash Total Benchmark consisted of 30% Total Equity Benchmark - Surplus, 40% Barclays Capital Aggregate, 21% Short Duration Fixed Income Benchmark - Surplus, and 9% Total Alternatives Benchmark - Surplus. From May 2013 to June 2013, the Surplus Cash Total Benchmark consisted of 30% Total Equity Benchmark - Surplus, 40% Barclays Capital Aggregate, 22% Short Duration Fixed Income Benchmark - Surplus, and 8% HFRI Fund of Funds Composite Index. From November 2012 to April 2013, the Surplus Cash Total Benchmark consists of 30% Total Equity Benchmark - Surplus and 70% Total Fixed Income Benchmark - Surplus. From January 2007 to October 2012, the Surplus Cash Total Benchmark consisted of 15% Total Equity Benchmark - Surplus and 85% Total Fixed Income Benchmark - Surplus. From August 2000 to December 2006, the Surplus Cash Total Benchmark consisted of 2% Total Equity Benchmark - Surplus and 98% Total Fixed Income Benchmark - Surplus. From April 1991 to July 2000, the Surplus Cash Total Benchmark consisted of 100% Total Fixed Income Benchmark - Surplus.

Pre-Pavilion Surplus Cash Total Benchmark

Beginning January 2007, the Pre-Pavilion Surplus Cash Total Benchmark consists of 15% Total Equity Benchmark - Surplus and 85% Total Fixed Income Benchmark - Surplus. From August 2000 to December 2006, the Pre-Pavilion Surplus Cash Total Benchmark consisted of 2% Total Equity Benchmark - Surplus and 98% Total Fixed Income Benchmark - Surplus. From April 1991 to July 2000, the Pre-Pavilion Surplus Cash Total Benchmark consisted of 100% Total Fixed Income Benchmark - Surplus.

Total Equity Benchmark - Surplus

Beginning March 2015, the Total Equity Benchmark - Surplus consists of 50% Large Cap Equity Benchmark, 12.5% Small Cap Equity Benchmark, and 37.5% MSCI AC World ex USA (Net). From November 2012 to February 2015, the Total Equity Benchmark - Surplus consisted of 50% Large Cap Equity Benchmark, 16.67% Small Cap Equity Benchmark, and 33.33% MSCI AC World ex USA (Net). From April 1991 to October 2012, the Total Equity Benchmark - Surplus consisted of 100% Large Cap Equity Benchmark.

Domestic Equity Benchmark - Surplus

Beginning March 2015, the Domestic Equity Benchmark - Surplus consists of 80% Large Cap Equity Benchmark and 20% Small Cap Equity Benchmark. From November 2012 to February 2015, the Domestic Equity Benchmark - Surplus consisted of 75% Large Cap Equity Benchmark and 25% Small Cap Equity Benchmark. From April 1991 to October 2012, the Domestic Equity Benchmark - Surplus consisted of 100% Large Cap Equity Benchmark.

Appendix

Benchmark Descriptions

As of December 31, 2016

Large Cap Equity Benchmark

Beginning November 2012, the Large Cap Equity Benchmark consists of 25% Russell 1000 Value Index, 25% Russell 1000 Growth Index, and 50% S&P 500 Index. From April 1991 to October 2012, the Large Cap Equity Benchmark consisted of 100% Russell 1000 Value Index.

Small Cap Equity Benchmark

Beginning November 2012, the Small Cap Equity Benchmark consists of 50% Russell 2000 Growth Index and 50% Russell 2000 Value Index.

Total Fixed Income Benchmark - Surplus

Beginning March 2015, the Total Fixed Income Benchmark - Surplus consists of 75% Barclays Capital Aggregate and 25% Short Duration Fixed Income Benchmark - Surplus. From April 2014 to February 2015, the Total Fixed Income Benchmark - Surplus consisted of 80% Barclays Capital Aggregate and 20% Short Duration Fixed Income Benchmark - Surplus. From August 2013 to March 2014, the Total Fixed Income Benchmark - Surplus consisted of 66.67% Barclays Capital Aggregate and 33.33% Short Duration Fixed Income Benchmark - Surplus. During July 2013, the Total Fixed Income Benchmark - Surplus consisted of 65.57% Barclays Capital Aggregate and 34.43% Short Duration Fixed Income Benchmark - Surplus. From May 2013 to June 2013, the Total Fixed Income Benchmark - Surplus consisted of 64.52% Barclays Capital Aggregate and 35.48% Short Duration Fixed Income Benchmark - Surplus. From November 2012 to April 2013, the Total Fixed Income Benchmark - Surplus consisted of 57.14% Barclays Capital Aggregate and 42.86% Short Duration Fixed Income Benchmark - Surplus. From January 2007 to October 2012, the Total Fixed Income Benchmark - Surplus consisted of 40% Barclays Capital Aggregate and 60% Short Duration Fixed Income Benchmark - Surplus. From April 1991 to December 2006, the Total Fixed Income Benchmark - Surplus consisted of 100% Short Duration Fixed Income Benchmark - Surplus.

Short Duration Fixed Income Benchmark - Surplus

Beginning in November 2012, the Short Duration Fixed Income Benchmark - Surplus consists of 100% Barclays Capital 1-3 Year Gov't/Credit. From January 2007 to October 2012, the Short Duration Fixed Income Benchmark - Surplus consisted of 66.67% Barclays Capital Intermediate Aggregate and 33.33% Barclays Capital Gov't 1-3 Year. From May 2001 to December 2006, the Short Duration Fixed Income Benchmark - Surplus consisted of 84.69% Barclays Capital Intermediate Aggregate and 15.31% Barclays Capital Gov't 1-3 Year. From April 1991 to April 2001, the Short Duration Fixed Income Benchmark - Surplus consisted of 100% Barclays Capital Gov't 1-3 Year.

Total Alternatives Benchmark - Surplus

Beginning April 2014 the Total Alternatives Benchmark - Surplus consists of 75% HFRI Fund of Funds Composite Index and 25% NCREIF Property Index. From May 2013 to March 2014, the Total Alternatives Benchmark - Surplus consisted of 100% HFRI Fund of Funds Composite Index.

Appendix

Benchmark Descriptions

As of December 31, 2016

Cash Balance Plan

Cash Balance Plan Total Benchmark

Beginning January 2013, the Cash Balance Plan Total Benchmark consists of 50% Total Equity Benchmark, 35% Total Fixed Income Benchmark, and 15% Alternatives Benchmark. From November 2012 to December 2012, the Cash Balance Plan Total Benchmark consisted of 50% Total Equity Benchmark, 45% Total Fixed Income Benchmark, and 5% Alternatives Benchmark. From October 1990 to October 2012, the Cash Balance Plan Total Benchmark consisted of 60% Russell 1000 Value Index and 40% Barclays Capital Aggregate.

Cash Balance Plan Total X Privates Benchmark

Beginning January 2013, the Cash Balance Plan Total Benchmark consists of 52.63% Total Equity Benchmark, 36.84% Total Fixed Income Benchmark, and 10.53% Alternatives Benchmark. From November 2012 to December 2012, the Cash Balance Plan Total Benchmark consisted of 50% Total Equity Benchmark, 45% Total Fixed Income Benchmark, and 5% Alternatives Benchmark. From October 1990 to October 2012

Pre-Pavilion Cash Balance Plan Total Benchmark

Beginning October 1990, the Cash Balance Plan Total Benchmark consists of 60% Russell 1000 Value Index and 40% Barclays Capital Aggregate.

Total Equity Benchmark

Beginning November 2012, the Total Equity Benchmark consists of 54% Large Cap Equity Benchmark, 10% Small Cap Equity Benchmark, and 36% MSCI AC World ex USA (Net). From October 1990 to October 2012, the Total Equity Benchmark consisted of 100% Large Cap Equity Benchmark.

Domestic Equity Benchmark

Beginning November 2012, the Domestic Equity Benchmark consists of 84.38% Large Cap Equity Benchmark and 15.62% Small Cap Equity Benchmark. From October 1990 to October 2012, the Domestic Equity Benchmark consisted of 100% Large Cap Equity Benchmark.

Large Cap Equity Benchmark

Beginning November 2012, the Large Cap Equity Benchmark consists of 25% Russell 1000 Value Index, 25% Russell 1000 Growth Index, and 50% S&P 500 Index. From October 1990 to October 2012, the Large Cap Equity Benchmark consisted of 100% Russell 1000 Value Index.

Small Cap Equity Benchmark

Beginning November 2012, the Small Cap Equity Benchmark consists of 50% Russell 2000 Growth Index and 50% Russell 2000 Value Index.

Total Fixed Income Benchmark

Beginning January 2013, the Total Fixed Income Benchmark consists of 71.43% Barclays Capital Aggregate and 28.57% Short Duration Fixed Income Benchmark. From November 2012 to December 2012, the Total Fixed Income Benchmark consists of 55.56% Barclays Capital Aggregate and 44.44% Short Duration Fixed Income Benchmark. From October 1990 to October 2012, the Total Fixed Income Benchmark consisted of 100% Barclays Aggregate.

Short Duration Fixed Income Benchmark

Beginning November 2012, the Short Duration Fixed Income Benchmark consists of 100% Barclays Capital 1-3 Year Gov't/Credit. From October 1990 to October 2012, the Short Duration Fixed Income Benchmark consisted of 100% 90 Day U.S. Treasury Bills.

Appendix

Benchmark Descriptions

As of December 31, 2016

Total Alternatives Benchmark

Beginning January 2013, the Alternatives Benchmark consists of 66.67% HFRI Fund of Funds Composite Index and 33.33% NCREIF Property Index. From November 2012 to December 2012, the Alternatives Benchmark consisted of 100% HFRI Fund of Funds Composite Index.

Appendix

Surplus Cash Calendar Year Composite Performance

As of December 31, 2016

	Performance(%)										
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Total Surplus Cash X District	5.2	-0.2	4.4	8.8	6.6	5.1	6.4	11.3	-1.2	6.3	6.0
Total Surplus Cash Benchmark	5.6	-0.1	5.3	7.5	6.0	5.2	7.3	7.7	-2.0	6.0	4.8
Pre-Pavilion Total Surplus Cash Benchmark	4.3	0.2	5.5	3.4	5.3	5.2	7.3	7.7	-2.0	6.0	4.8
Total Surplus Cash X District X Privates	5.2	-0.8	4.0	8.8	6.6	5.1	6.4	11.3	-1.2	6.3	6.0
Surplus Cash Total Benchmark x Privates	5.8	-0.3	5.3	7.5	6.0	5.2	7.3	7.7	-2.0	6.0	4.8
Total Equity Composite	8.1	-1.0	4.4	28.8	17.7	2.3	10.8	23.7	-35.3	1.9	14.6
Total Equity Benchmark - Surplus	10.4	-2.2	6.1	27.7	19.0	0.4	15.5	19.7	-36.8	-0.2	22.2
Domestic Equity Composite	10.7	-0.2	9.0	36.7	16.3	2.3	10.8	23.7	-35.3	1.9	14.6
Domestic Equity Benchmark - Surplus	13.9	0.0	11.4	34.3	17.8	0.4	15.5	19.7	-36.8	-0.2	22.2
Large Cap Equity Composite	8.4	0.5	12.2	35.1	16.5	2.3	10.8	23.7	-35.3	1.9	14.6
Large Cap Equity Benchmark	12.0	1.1	13.5	32.7	17.1	0.4	15.5	19.7	-36.8	-0.2	22.2
Small Cap Equity Composite	21.7	-3.4	-0.9	41.2	-	-	-	-	-	-	-
Small Cap Equity Benchmark	21.2	-4.4	5.0	38.9	16.3	-4.2	26.8	27.5	-33.8	-1.7	18.4
International Equity Composite	3.4	-1.9	-5.6	13.0	-	-	-	-	-	-	-
MSCI AC World ex USA (Net)	4.5	-5.7	-3.9	15.3	16.8	-13.7	11.2	41.4	-45.5	16.7	26.7

Returns are expressed as percentages and are net of investment management fees. Returns for periods greater than one year are annualized.

Peer group percentile ranks are shown in parentheses.

Appendix

Surplus Cash Calendar Year Composite Performance

As of December 31, 2016

	Performance(%)										
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Total Fixed Income Composite	3.7	0.0	4.3	-0.3	4.4	5.5	5.8	7.6	4.1	6.8	5.6
Total Fixed Income Benchmark - Surplus	2.3	0.6	4.7	-1.1	3.2	5.8	5.5	5.2	5.4	7.0	4.5
Short Duration Fixed Income Composite	1.6	0.7	0.6	0.5	3.5	4.3	4.8	5.3	4.5	6.8	5.6
Short Duration Fixed Income Benchmark - Surplus	1.3	0.7	0.8	0.6	2.5	4.5	4.9	4.8	5.5	7.0	4.5
Market Duration Fixed Income Composite	4.4	-0.4	5.8	-0.6	6.9	8.8	8.1	12.6	2.5	6.9	-
Blmbg. Barc. U.S. Aggregate	2.6	0.5	6.0	-2.0	4.2	7.8	6.5	5.9	5.2	7.0	4.3
Alternatives Composite	1.8	1.7	5.1	-	-	-	-	-	-	-	-
Total Alternatives Benchmark -Surplus	3.0	4.1	6.1	9.6	-	-	-	-	-	-	-
Real Estate Composite	3.7	14.3	22.8	-	-	-	-	-	-	-	-
NCREIF Property Index	8.0	13.3	11.8	11.0	10.5	14.3	13.1	-16.8	-6.5	15.8	16.6
Hedge Fund Composite	1.0	-1.6	2.2	-	-	-	-	-	-	-	-
HFRI Fund of Funds Composite Index	0.5	-0.3	3.4	9.0	4.8	-5.7	5.7	11.5	-21.4	10.3	10.4

Returns are expressed as percentages and are net of investment management fees. Returns for periods greater than one year are annualized.

Peer group percentile ranks are shown in parentheses.

Appendix

Cash Balance Plan Calendar Year Composite Performance

As of December 31, 2016

	Performance(%)										
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Total Cash Balance Plan	4.8	1.1	5.6	15.8	17.0	-0.9	11.7	28.2	-25.9	2.4	12.6
Total Cash Balance Plan Benchmark	6.5	0.1	5.7	13.8	12.7	3.7	12.4	14.8	-22.0	2.8	14.8
Pre-Pavilion Total Cash Balance Plan Benchmark	11.4	-1.9	10.5	17.7	12.2	3.7	12.4	14.8	-22.0	2.8	14.8
Total Cash Balance Plan X Private Structures	4.9	0.1	4.8	16.2	17.0	-0.9	11.7	28.2	-25.9	2.4	12.6
Cash Balance Plan Total X Privates Benchmark	6.4	-0.6	5.3	14.0	12.7	3.7	12.4	14.8	-22.0	2.8	14.8
Total Equity Composite	7.1	-1.0	4.6	27.7	23.3	-3.9	14.2	33.0	-43.0	0.3	19.5
Total Equity Benchmark	10.3	-1.8	6.2	26.9	18.9	0.4	15.5	19.7	-36.8	-0.2	22.2
Domestic Equity Composite	9.6	-0.3	10.2	36.3	21.5	-3.9	14.2	33.0	-43.0	0.3	19.5
Domestic Equity Benchmark	13.5	0.3	12.2	33.7	17.5	0.4	15.5	19.7	-36.8	-0.2	22.2
Large Cap Equity Composite	7.6	0.3	12.3	35.4	21.8	-3.9	14.2	33.0	-43.0	0.3	19.5
Large Cap Equity Benchmark	12.0	1.1	13.5	32.7	17.1	0.4	15.5	19.7	-36.8	-0.2	22.2
Small Cap Equity Composite	21.9	-3.4	-0.9	41.1	-	-	-	-	-	-	-
Small Cap Equity Benchmark	21.2	-4.4	5.0	38.9	16.3	-4.2	26.8	27.5	-33.8	-1.7	18.4
International Equity Composite	2.3	-2.3	-5.3	13.0	-	-	-	-	-	-	-
MSCI AC World ex USA (Net)	4.5	-5.7	-3.9	15.3	16.8	-13.7	11.2	41.4	-45.5	16.7	26.7

Returns are expressed as percentages and are net of investment management fees. Returns for periods greater than one year are annualized. Peer group percentile ranks are shown in parentheses.

Appendix

Cash Balance Plan Calendar Year Composite Performance

As of December 31, 2016

	Performance(%)										
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Total Fixed Income Composite	3.7	-0.1	4.3	0.6	7.0	6.4	7.8	17.6	-0.3	4.9	5.4
Total Fixed Income Benchmark	2.3	0.6	4.5	-1.3	4.3	7.8	6.5	5.9	5.2	7.0	4.3
Short Duration Fixed Income Composite	1.5	0.6	0.5	0.6	0.2	-	-	-	-	-	-
Short Duration Fixed Income Benchmark	1.3	0.7	0.8	0.6	0.2	0.1	0.1	0.2	2.1	4.9	4.8
Market Duration Fixed Income Composite	4.0	-0.1	5.7	0.6	8.0	5.4	7.8	17.6	-0.3	4.9	5.4
Blmbg. Barc. U.S. Aggregate	2.6	0.5	6.0	-2.0	4.2	7.8	6.5	5.9	5.2	7.0	4.3
Total Alternatives Composite	1.0	8.2	13.1	11.4	-	-	-	-	-	-	-
Total Alternatives Benchmark	3.0	4.1	6.1	9.6	-	-	-	-	-	-	-
Hedge Fund of Fund Composite	-0.7	4.7	8.8	13.3	-	-	-	-	-	-	-
HFRI Fund of Funds Composite Index	0.5	-0.3	3.4	9.0	4.8	-5.7	5.7	11.5	-21.4	10.3	10.4
Real Estate Composite	3.7	14.3	23.9	5.0	-	-	-	-	-	-	-
NCREIF Property Index	8.0	13.3	11.8	11.0	10.5	14.3	13.1	-16.8	-6.5	15.8	16.6

Returns are expressed as percentages and are net of investment management fees. Returns for periods greater than one year are annualized. Peer group percentile ranks are shown in parentheses.

Hedge Fund Strategy Definitions

The **Equity Strategy** is comprised of Equity Long/Short strategies. Equity hedge strategies typically have a directional bias (long or short) and trade in equities and equity-related derivatives. Managers seek to buy undervalued equities with improving fundamentals and short overvalued equities with deteriorating fundamentals.

Trade Example: Long a basket of energy stocks and short a basket of consumer electronics stocks.

The **Credit Strategy** is comprised of Distressed Securities, Credit Long/Short, Emerging Market Debt and Credit Event Driven. Credit strategies typically have a directional bias and involve the purchase of various types of debt, equity, trade claims and fixed income securities. Hedging using various instruments such as Credit Default swaps is frequently employed.

Trade Example: Buying the distressed bonds of a company which has defaulted and participating in the corporate restructuring.

The **Macro Strategy** consists of Global Macro, Managed Futures, Commodities and Currencies. Macro strategies usually have a directional bias (which can be either long or short) and involve the purchase of a variety of securities and/or derivatives related to major markets. Managed futures strategies trade similar instruments but are typically implemented by computerized systems.

Trade Example: Long the US Dollar and short the Japanese Yen.

The **Relative Value Strategy** typically does not display a distinct directional bias. Relative Value encompasses a range of strategies covering different asset classes. Arbitrage strategies focus on capturing movements or anomalies in the price spreads between related or similar instruments. The rationale for Arbitrage trades is the ultimate convergence of the market price relationship to a known, theoretical or equilibrium relationship.

Trade Example: Long the stock of a merger bid target and short the stock of the acquirer.

Statistical Definitions

Risk Statistics

As of December 31, 2016

Statistics	Definition
Alpha	- A measure of the difference between a portfolio's actual returns and its expected performance, given its level of risk as measured by beta. It is a measure of the portfolio's historical performance not explained by movements of the market, or a portfolio's non-systematic return.
Best Quarter	- The best of rolling 3 months(or 1 quarter) cumulative return.
Beta	- A measure of the sensitivity of a portfolio to the movements in the market. It is a measure of a portfolio's non-diversifiable or systematic risk.
Consistency	- The percentage of quarters that a product achieved a rate of return higher than that of its benchmark. The higher the consistency figure, the more value a manager has contributed to the product's performance.
Downside Risk	- A measure similar to standard deviation, but focuses only on the negative movements of the return series. It is calculated by taking the standard deviation of the negative set of returns. The higher the factor, the riskier the product.
Excess Return	- Arithmetic difference between the managers return and the risk-free return over a specified time period.
Information Ratio	- Measured by dividing the active rate of return by the tracking error. The higher the Information Ratio, the more value-added contribution by the manager.
Maximum Drawdown	- The drawdown is defined as the percent retrenchment from a fund's peak value to the fund's valley value. It is in effect from the time the fund's retrenchment begins until a new fund high is reached. The maximum drawdown encompasses both the period from the fund's peak to the fund's valley (length), and the time from the fund's valley to a new fund high (recovery). It measures the largest percentage drawdown that has occurred in any fund's data record.
Return	- Compounded rate of return for the period.
Sharpe Ratio	- Represents the excess rate of return over the risk free return divided by the standard deviation of the excess return. The result is the absolute rate of return per unit of risk. The higher the value, the better the product's historical risk-adjusted performance.
Sortino Ratio	- A ratio developed by Frank A. Sortino to differentiate between good and bad volatility in the Sharpe ratio. This differentiation of upwards and downwards volatility allows the calculation to provide a risk-adjusted measure of a security or fund's performance without penalizing it for upward price changes.
Standard Deviation	- A statistical measure of the range of a portfolio's performance, the variability of a return around its average return over a specified time period.
Tracking Error	- A measure of the standard deviation of a portfolio's performance relative to the performance of an appropriate market benchmark.
Worst Quarter	- The worst of rolling 3 months(or 1 quarter) cumulative return.

Disclosures

This report contains confidential and proprietary information and is intended for the exclusive use of the parties to whom it was provided. Facts and information provided in this report are believed to be accurate at the time of preparation. However, certain information in this document has been provided to Pavilion Advisory Group Inc. (Pavilion) by third parties and subject to change at any time and based on market conditions. Although we believe this information is reliable, we have not independently verified the information.

Returns are net of investment fees unless otherwise denoted. Returns for periods greater than one year are annualized. Mutual fund returns assume reinvestment of all distributions at net asset value (NAV) and deduction of fund expenses.

Past performance does not guarantee future results. This document may include certain forward-looking statements that are based on current estimates and forecasts. Actual results could differ materially. Investing in securities products involves risk, including possible loss of principal as the value of investments fluctuates.

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**e. Appendix Items: 4Q16 PrePavilion Comparison and 4Q16 El Camino
Hospital Manager Book**

Performance Review



El Camino Hospital

4th Quarter 2016

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PAVILION



Surplus Cash Plan Comparison

Performance Summary

Composite Asset Allocation & Performance

As of December 31, 2016

	Allocation		Performance(%)				
	Market Value (\$)	%	Quarter	Year To Date	1 Year	Since Inception	Inception Period
Total Surplus Cash X District	694,374,265	100.0	0.0 (84)	5.2 (87)	5.2 (87)	4.6 (81)	4y 2m
Pre-Pavilion Surplus Cash Total Benchmark			-0.8 (97)	4.3 (94)	4.3 (94)	3.3 (100)	
Surplus Cash Total Benchmark			0.3 (72)	5.6 (85)	5.6 (85)	4.6 (80)	
<i>All Health Care Plans > \$250 million Median*</i>			0.5	6.6	6.6	5.6	
Total Equity Composite	290,514,608	41.8	0.6	8.1	8.1	10.0	4y 2m
Russell 1000 Value Index (Pre-Pavilion)			6.7	17.3	17.3	14.1	
Total Equity Benchmark - Surplus			2.6	10.4	10.4	10.4	
Domestic Equity Composite	191,091,811	27.5	3.6	10.7	10.7	13.3	4y 2m
Russell 1000 Value Index (Pre-Pavilion)			6.7	17.3	17.3	14.1	
Domestic Equity Benchmark - Surplus			4.8	13.9	13.9	14.3	
Large Cap Equity Composite	154,592,852	22.3	2.4	8.4	8.4	13.5	4y 2m
Russell 1000 Value Index (Pre-Pavilion)			6.7	17.3	17.3	14.1	
Large Cap Equity Benchmark			3.8	12.0	12.0	14.1	
Small Cap Equity Composite	36,498,959	5.3	9.2	21.7	21.7	13.0	4y 2m
Small Cap Equity Benchmark			8.7	21.2	21.2	14.5	
International Equity Composite	99,422,797	14.3	-4.7	3.4	3.4	3.4	4y 2m
MSCI AC World ex USA (Net)			-1.3	4.5	4.5	3.5	
Total Fixed Income Composite	282,222,089	40.6	-1.5	3.7	3.7	1.9	4y 2m
Pre-Pavilion Total Fixed Income Benchmark - Surplus			-2.1	2.0	2.0	1.4	
Total Fixed Income Benchmark - Surplus			-2.3	2.3	2.3	1.6	

Returns are expressed as percentages. Returns for periods greater than one year are annualized.

Peer group percentile ranks are shown in parentheses.

The Pre-Pavilion Surplus Cash Total Benchmark consists of 15% Russell 1000 Value Index, 34% Barcalys U.S. Aggregate Index, 34% Barcalys U.S. Intermediate Aggregate, and 17% Barcalys 1-3 Year Government Index.

* All Health Care Plans > \$250 Million Median results are gross of fees.

Performance Summary

Composite Asset Allocation & Performance

As of December 31, 2016

	Allocation		Performance(%)				
	Market Value (\$)	%	Quarter	Year To Date	1 Year	Since Inception	Inception Period
Short Duration Fixed Income Composite	78,112,718	11.2	-0.3	1.6	1.6	0.8	4y 2m
Pre-Pavilion Short Duration Fixed Income Benchmark - Surplus			-1.5	1.6	1.6	1.2	
Short Duration Fixed Income Benchmark - Surplus			-0.4	1.3	1.3	0.8	
Market Duration Fixed Income Composite	204,109,371	29.4	-2.0	4.4	4.4	2.2	4y 2m
Blmbg. Barc. U.S. Aggregate			-3.0	2.6	2.6	1.7	
Total Alternatives Composite	121,637,568	17.5	2.2	1.8	1.8	3.7	3y 8m
Total Alternatives Benchmark - Surplus			1.1	2.3	2.3	4.0	
Real Estate Composite	23,606,799	3.4	0.0	3.7	3.7	11.7	3y 4m
NCREIF Property Index			1.7	8.0	8.0	11.0	
Hedge Fund Composite	98,030,770	14.1	2.8	1.0	1.0	2.0	3y 8m
HFRI Fund of Funds Composite Index			0.9	0.5	0.5	2.2	

Returns are expressed as percentages. Returns for periods greater than one year are annualized.

Peer group percentile ranks are shown in parentheses.

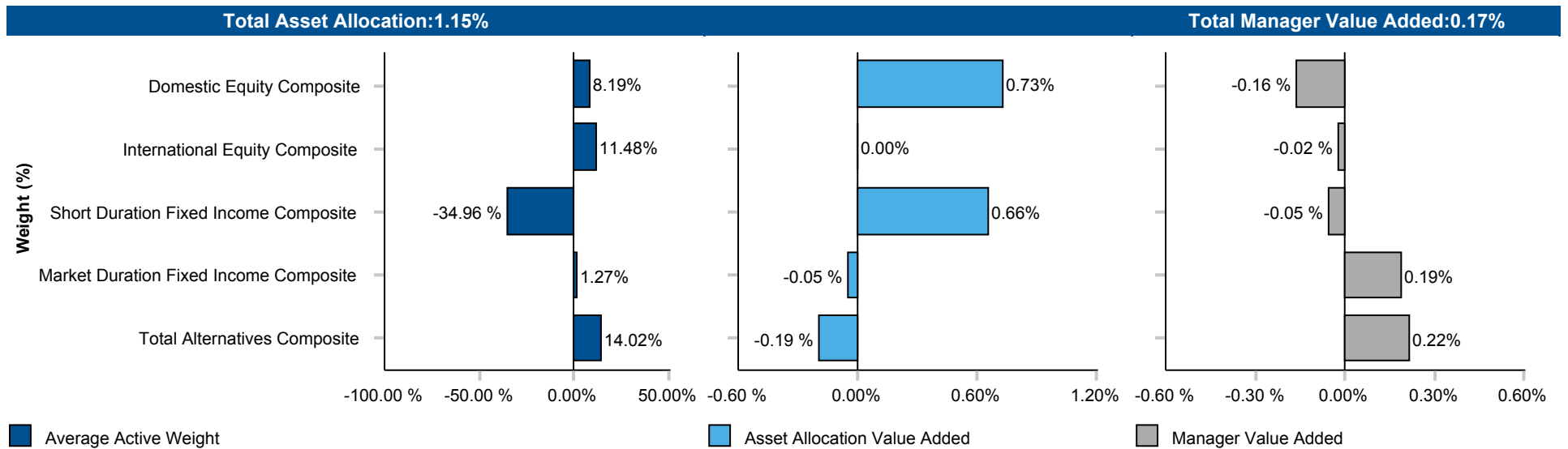
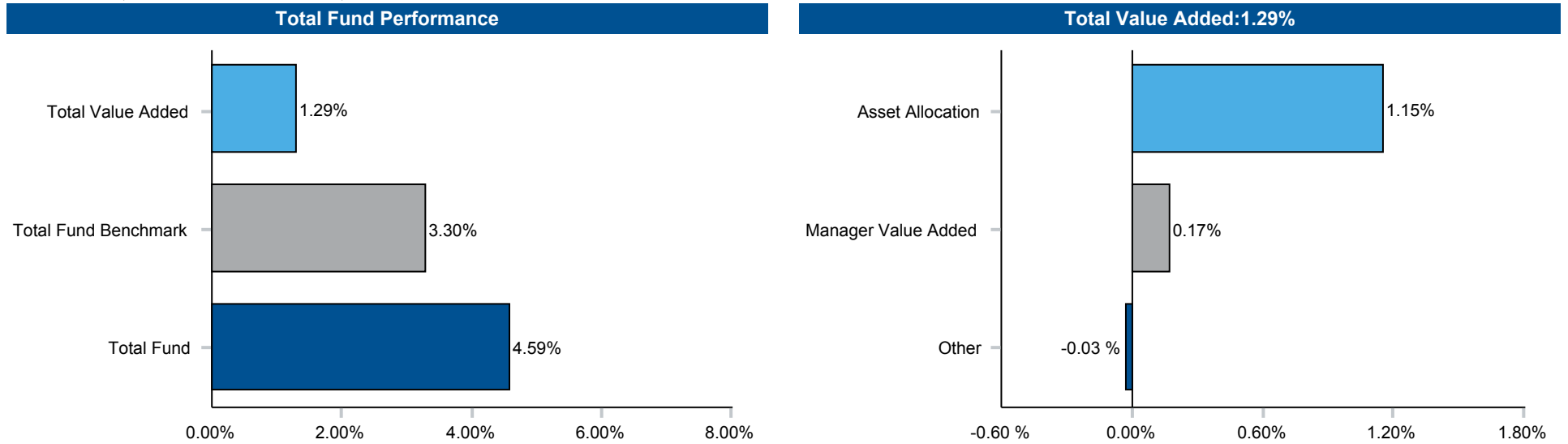
The Pre-Pavilion Surplus Cash Total Benchmark consists of 15% Russell 1000 Value Index, 34% Barcalys U.S. Aggregate Index, 34% Barclays U.S. Intermediate Aggregate, and 17% Barclays 1-3 Year Government Index.

* All Health Care Plans > \$250 Million Median results are gross of fees.

Performance Summary

Total Surplus Cash X District Attribution

November 1, 2012 To December 31, 2016

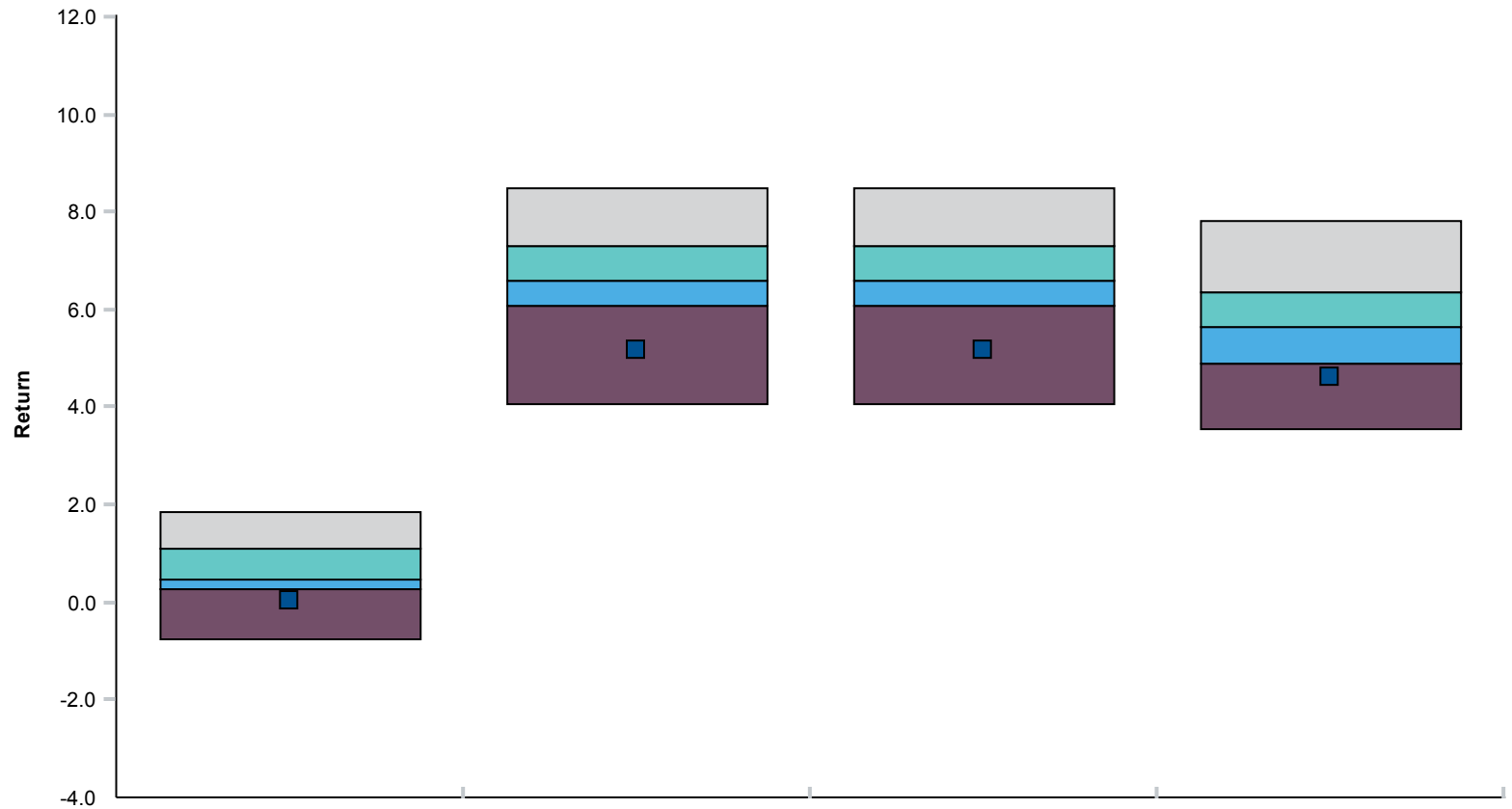


“Other” includes the effects of all other factors on the Fund’s relative return, including rebalancing and other trading activity.

Plan Sponsor Peer Group Analysis

Total Surplus Cash X District Plan vs. Healthcare Plans - Return Comparison

As of December 31, 2016



	Quarter	Year To Date	1 Year	Since Inception
■ Total Surplus Cash X District	0.0 (84)	5.2 (87)	5.2 (87)	4.6 (81)
5th Percentile	1.9	8.5	8.5	7.8
1st Quartile	1.1	7.3	7.3	6.3
Median	0.5	6.6	6.6	5.6
3rd Quartile	0.3	6.1	6.1	4.9
95th Percentile	-0.8	4.1	4.1	3.6

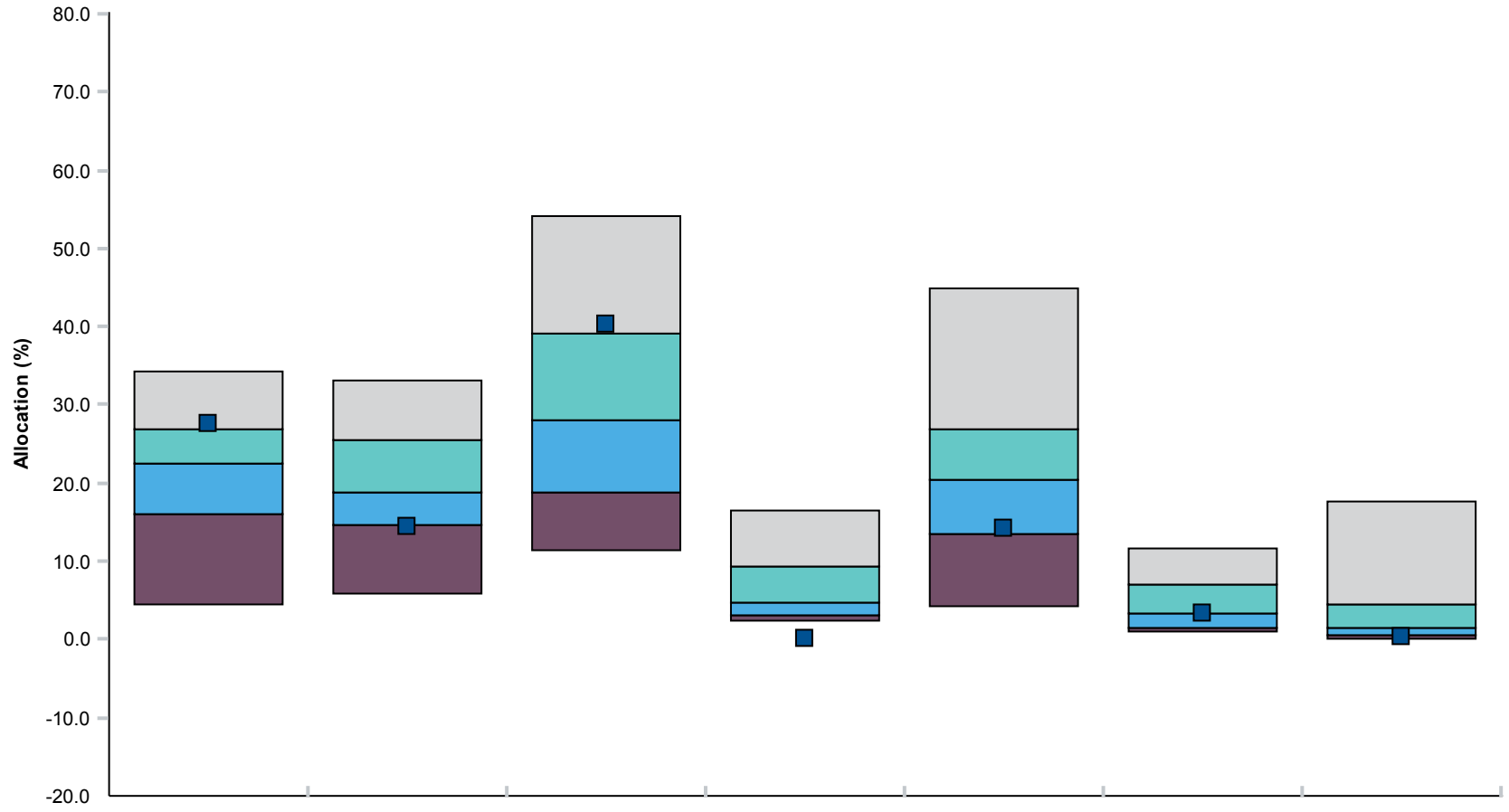
Parentheses contain percentile rankings.

The Healthcare Plans peer group contains 63 members. The information was sourced from BNY Mellon using only healthcare plans.

Plan Sponsor Peer Group Analysis

Total Surplus Cash X District Plan vs. Healthcare Plans - Asset Allocation Comparison

As of December 31, 2016



	US Equity	Intl. Equity	US Fixed Income	Intl. Fixed Income	Alternative Inv.	Real Estate	Cash
■ Total Surplus Cash X District	27.5 (24)	14.3 (79)	40.2 (22)	0.0	14.1 (73)	3.4 (50)	0.4 (77)
5th Percentile	34.2	33.1	54.1	16.5	45.0	11.6	17.6
1st Quartile	26.9	25.5	39.2	9.3	26.8	6.9	4.4
Median	22.5	18.8	28.1	4.7	20.5	3.4	1.6
3rd Quartile	15.9	14.7	18.9	3.1	13.4	1.6	0.6
95th Percentile	4.4	5.8	11.4	2.3	4.2	1.1	0.0

Parentheses contain percentile rankings.

The Healthcare Plans peer group contains 63 members. The information was sourced from BNY Mellon using only healthcare plans.

Performance Summary

Portfolio Risk Statistics

As of December 31, 2016

	Since Inception Return	Since Inception Standard Deviation	Since Inception Maximum Drawdown	Since Inception Best Quarter	Since Inception Worst Quarter	Since Inception Sharpe Ratio	Since Inception Sortino Ratio	Inception Period
Total Surplus Cash X District	4.6	4.3	-5.8	4.8	-4.0	1.1	1.1	4y 2m
Pre-Pavilion Surplus Cash Total Benchmark	3.3	2.2	-1.7	2.6	-1.4	1.4	1.4	
Surplus Cash Total Benchmark	4.6	4.3	-5.4	4.6	-3.8	1.1	1.1	
Total Equity Composite	10.0	10.4	-11.9	11.4	-9.0	1.0	1.0	4y 2m
Russell 1000 Value Index (Pre-Pavilion)	14.1	10.5	-10.2	12.3	-8.4	1.3	1.4	
Total Equity Benchmark - Surplus	10.4	10.6	-12.9	11.5	-9.4	1.0	1.0	
Domestic Equity Composite	13.3	10.8	-10.0	12.9	-9.2	1.2	1.3	4y 2m
Russell 1000 Value Index (Pre-Pavilion)	14.1	10.5	-10.2	12.3	-8.4	1.3	1.4	
Domestic Equity Benchmark - Surplus	14.3	10.8	-9.1	11.7	-8.2	1.3	1.3	
International Equity Composite	3.4	11.6	-16.2	10.6	-11.0	0.3	0.4	4y 2m
MSCI AC World ex USA (Net)	3.5	12.2	-20.8	11.1	-12.2	0.3	0.4	
Total Fixed Income Composite	1.9	2.0	-2.2	2.3	-1.9	0.9	0.9	4y 2m
Pre-Pavilion Total Fixed Income Benchmark - Surplus	1.4	2.2	-2.5	2.3	-2.2	0.6	0.6	
Total Fixed Income Benchmark - Surplus	1.6	2.3	-2.6	2.5	-2.5	0.6	0.7	
Short Duration Fixed Income Composite	0.8	0.7	-0.4	1.0	-0.4	1.1	1.4	4y 2m
Pre-Pavilion Short Duration Fixed Income Benchmark - Surplus	1.2	1.6	-1.8	1.8	-1.5	0.7	0.7	
Short Duration Fixed Income Benchmark - Surplus	0.8	0.7	-0.5	1.0	-0.4	1.1	1.4	
Market Duration Fixed Income Composite	2.2	2.6	-3.3	2.8	-2.8	0.8	0.8	4y 2m
Blmbg. Barc. U.S. Aggregate	1.7	3.0	-3.7	3.0	-3.2	0.5	0.5	
Total Alternatives Composite	3.7	3.0	-5.8	4.3	-3.8	1.2	1.1	3y 8m
Total Alternatives Benchmark - Surplus	4.0	2.8	-3.7	3.7	-2.6	1.4	1.4	
Real Estate Composite	11.7	6.5	-0.6	6.9	-0.5	1.7	33.2	3y 4m
NCREIF Property Index	11.0	0.6	0.0	3.6	1.7	16.4	N/A	
Hedge Fund Composite	2.0	3.9	-9.5	4.9	-5.7	0.5	0.5	3y 8m
HFRI Fund of Funds Composite Index	2.2	3.5	-7.6	3.7	-4.2	0.6	0.5	



Cash Balance Plan Comparison

Performance Summary

Composite Asset Allocation & Performance

As of December 31, 2016

	Allocation		Performance(%)				
	Market Value (\$)	%	Quarter	Year To Date	1 Year	Since Inception	Inception Period
Total Cash Balance Plan	227,927,169	100.0	-0.2 (46)	4.8 (97)	4.8 (97)	7.0 (63)	4y 2m
Pre-Pavilion Total Cash Balance Plan Benchmark			2.8 (2)	11.4 (1)	11.4 (1)	9.1 (14)	
Total Cash Balance Plan Benchmark			0.7 (35)	6.5 (80)	6.5 (80)	6.6 (70)	
<i>All Corporate Plans \$100-500 Million Median*</i>			-0.6	7.9	7.9	7.3	
Total Equity Composite	119,145,821	52.3	0.3	7.1	7.1	9.7	4y 2m
Russell 1000 Value Index (Pre-Pavilion)			6.7	17.3	17.3	14.1	
Total Equity Benchmark			2.5	10.3	10.3	10.3	
Domestic Equity Composite	79,558,322	34.9	3.1	9.6	9.6	13.2	4y 2m
Russell 1000 Value Index (Pre-Pavilion)			6.7	17.3	17.3	14.1	
Domestic Equity Benchmark			4.6	13.5	13.5	14.2	
Large Cap Equity Composite	67,151,161	29.5	2.1	7.6	7.6	13.3	4y 2m
Russell 1000 Value Index (Pre-Pavilion)			6.7	17.3	17.3	14.1	
Large Cap Equity Benchmark			3.8	12.0	12.0	14.1	
Small Cap Equity Composite	12,407,161	5.4	9.1	21.9	21.9	13.0	4y 2m
Small Cap Equity Benchmark			8.7	21.2	21.2	14.5	
International Equity Composite	39,587,499	17.4	-4.8	2.3	2.3	3.2	4y 2m
MSCI AC World ex USA (Net)			-1.3	4.5	4.5	3.5	
Total Fixed Income Composite	65,943,436	28.9	-1.7	3.7	3.7	2.1	4y 2m
Barclays U.S. Aggregate (Pre-Pavilion)			-3.0	2.6	2.6	1.7	
Total Fixed Income Benchmark			-2.2	2.3	2.3	1.4	

Returns are expressed as percentages. Returns for periods greater than one year are annualized.

Peer group percentile ranks are shown in parentheses.

The Pre-Pavilion Total Cash Balance Plan Benchmark consists of 60% Russell 1000 Value Index and 40% Barclays U.S. Aggregate Index.

* All Corporate Plans \$100-500 Million Median returns are gross of fees.

Performance Summary

Composite Asset Allocation & Performance

As of December 31, 2016

	Allocation		Performance(%)				
	Market Value (\$)	%	Quarter	Year To Date	1 Year	Since Inception	Inception Period
Short Duration Fixed Income Composite	9,476,583	4.2	-0.2	1.5	1.5	0.8	4y 2m
Short Duration Fixed Income Benchmark			-0.4	1.3	1.3	0.8	
Market Duration Fixed Income Composite	56,466,852	24.8	-1.9	4.0	4.0	2.5	4y 2m
Barclays U.S. Aggregate (Pre-Pavilion)			-3.0	2.6	2.6	1.7	
Total Alternatives Composite	42,837,912	18.8	0.4	1.0	1.0	8.3	4y 2m
Total Alternatives Benchmark			1.2	3.0	3.0	5.8	
Hedge Fund of Fund Composite	28,678,620	12.6	0.6	-0.7	-0.7	6.4	4y 2m
HFRI Fund of Funds Composite Index			0.9	0.5	0.5	3.3	
Real Estate Composite	14,159,293	6.2	0.0	3.7	3.7	11.4	4y
NCREIF Property Index			1.7	8.0	8.0	11.0	

Returns are expressed as percentages. Returns for periods greater than one year are annualized.

Peer group percentile ranks are shown in parentheses.

The Pre-Pavilion Total Cash Balance Plan Benchmark consists of 60% Russell 1000 Value Index and 40% Barclays U.S. Aggregate Index.

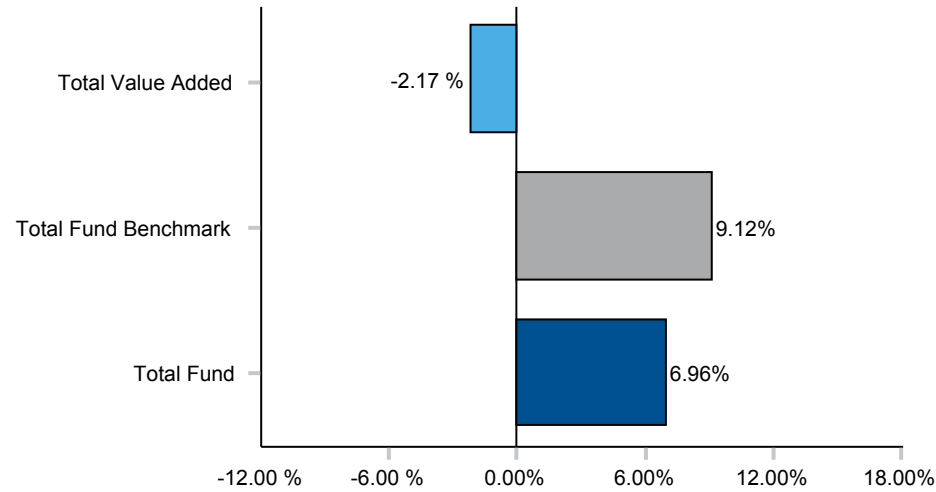
* All Corporate Plans \$100-500 Million Median returns are gross of fees.

Performance Summary

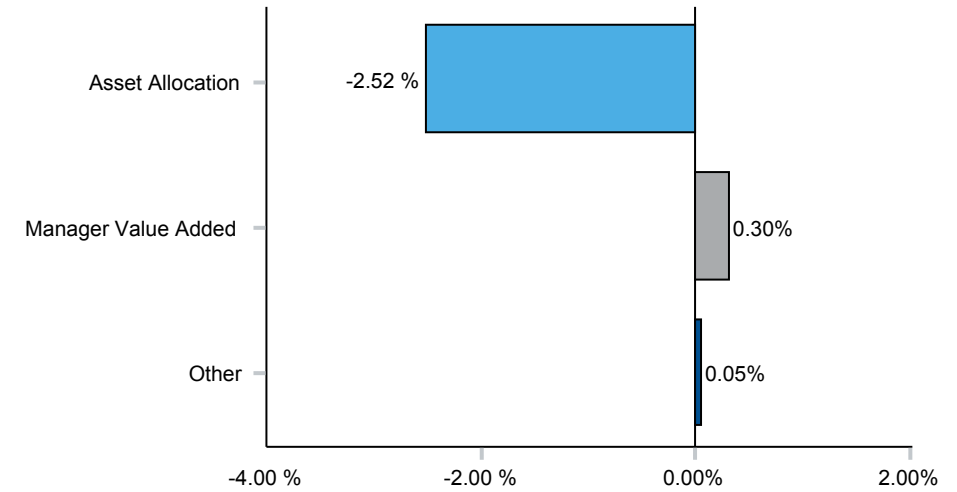
Total Cash Balance Plan Attribution

November 1, 2012 To December 31, 2016

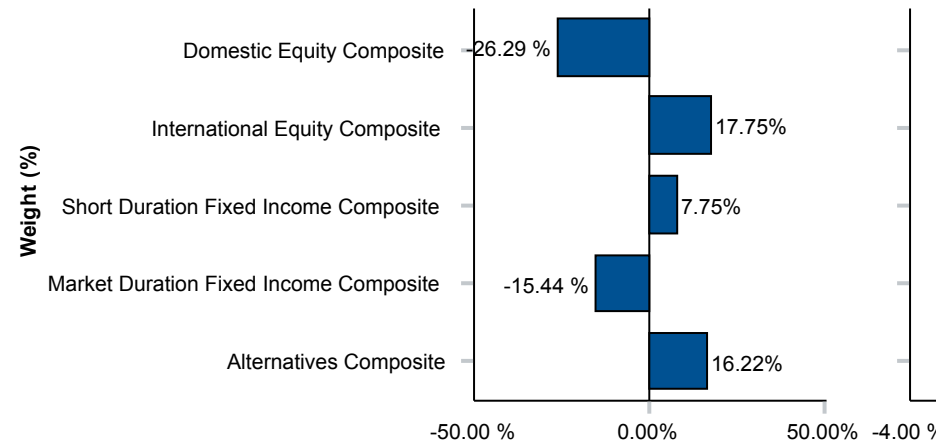
Total Fund Performance



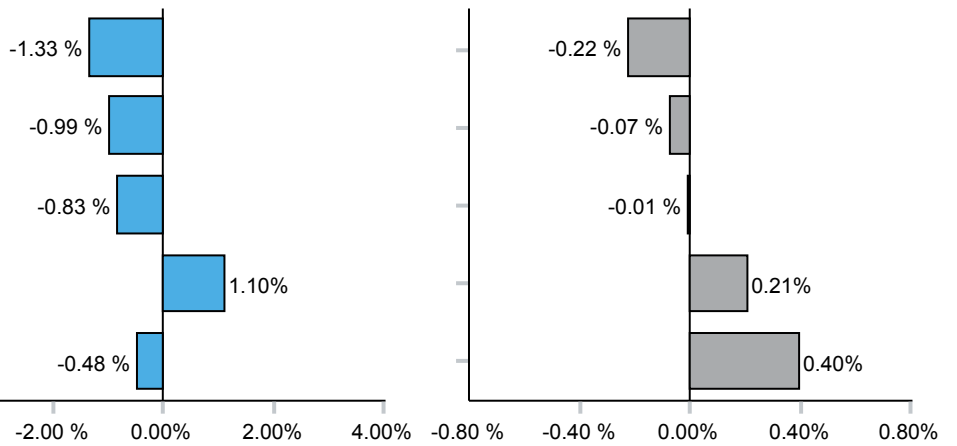
Total Value Added:-2.17 %



Total Asset Allocation:-2.52 %



Total Manager Value Added:0.30%



■ Average Active Weight

■ Asset Allocation Value Added

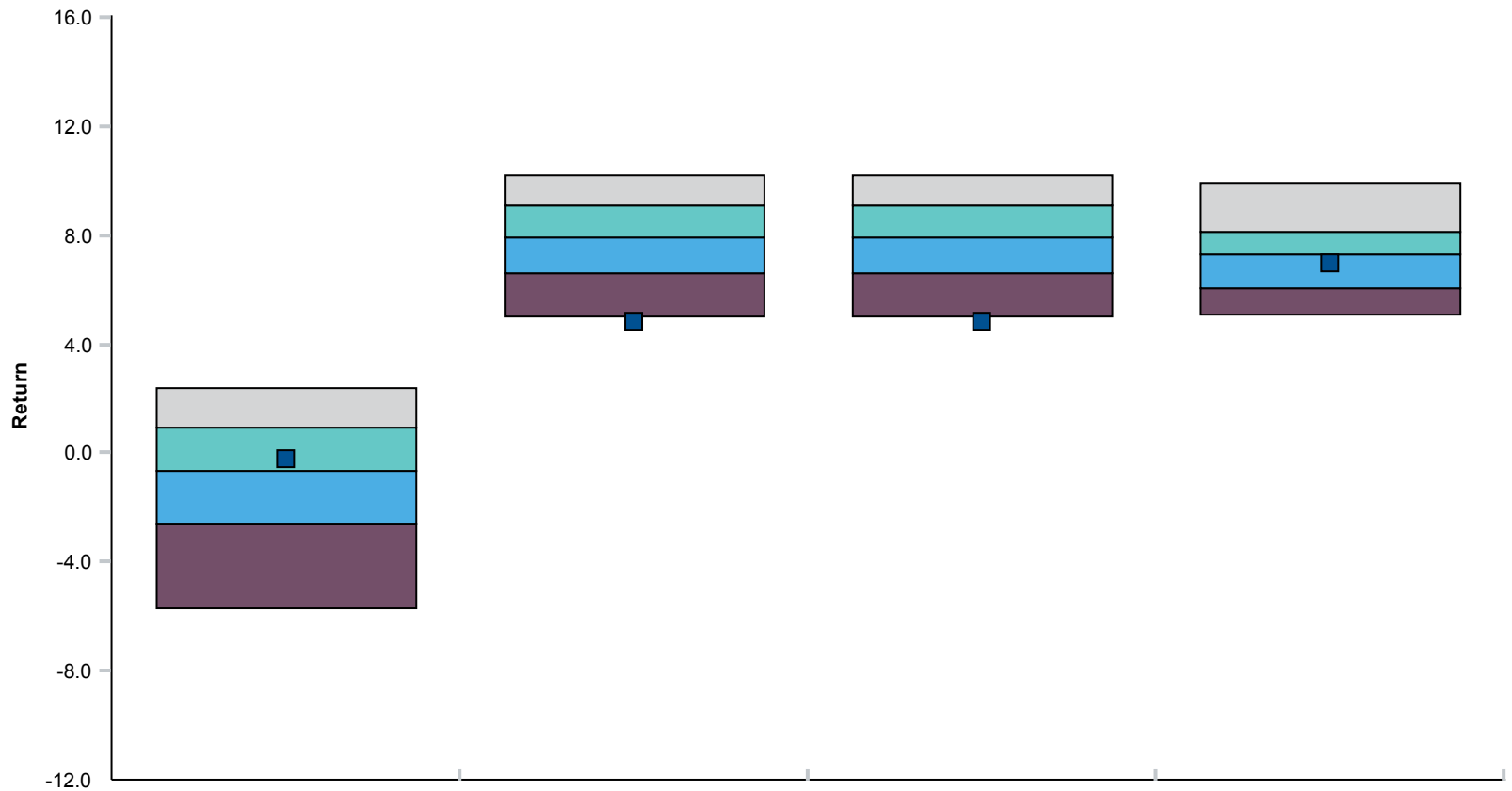
■ Manager Value Added

“Other” includes the effects of all other factors on the Fund’s relative return, including rebalancing and other trading activity.

Plan Sponsor Peer Group Analysis

Total Cash Balance Plan vs. Corporate Plans - Return Comparison

As of December 31, 2016



	Quarter	Year To Date	1 Year	Since Inception
■ Total Cash Balance Plan	-0.2 (46)	4.8 (97)	4.8 (97)	7.0 (63)
5th Percentile	2.4	10.2	10.2	9.9
1st Quartile	0.9	9.1	9.1	8.1
Median	-0.6	7.9	7.9	7.3
3rd Quartile	-2.6	6.6	6.6	6.1
95th Percentile	-5.7	5.0	5.0	5.1

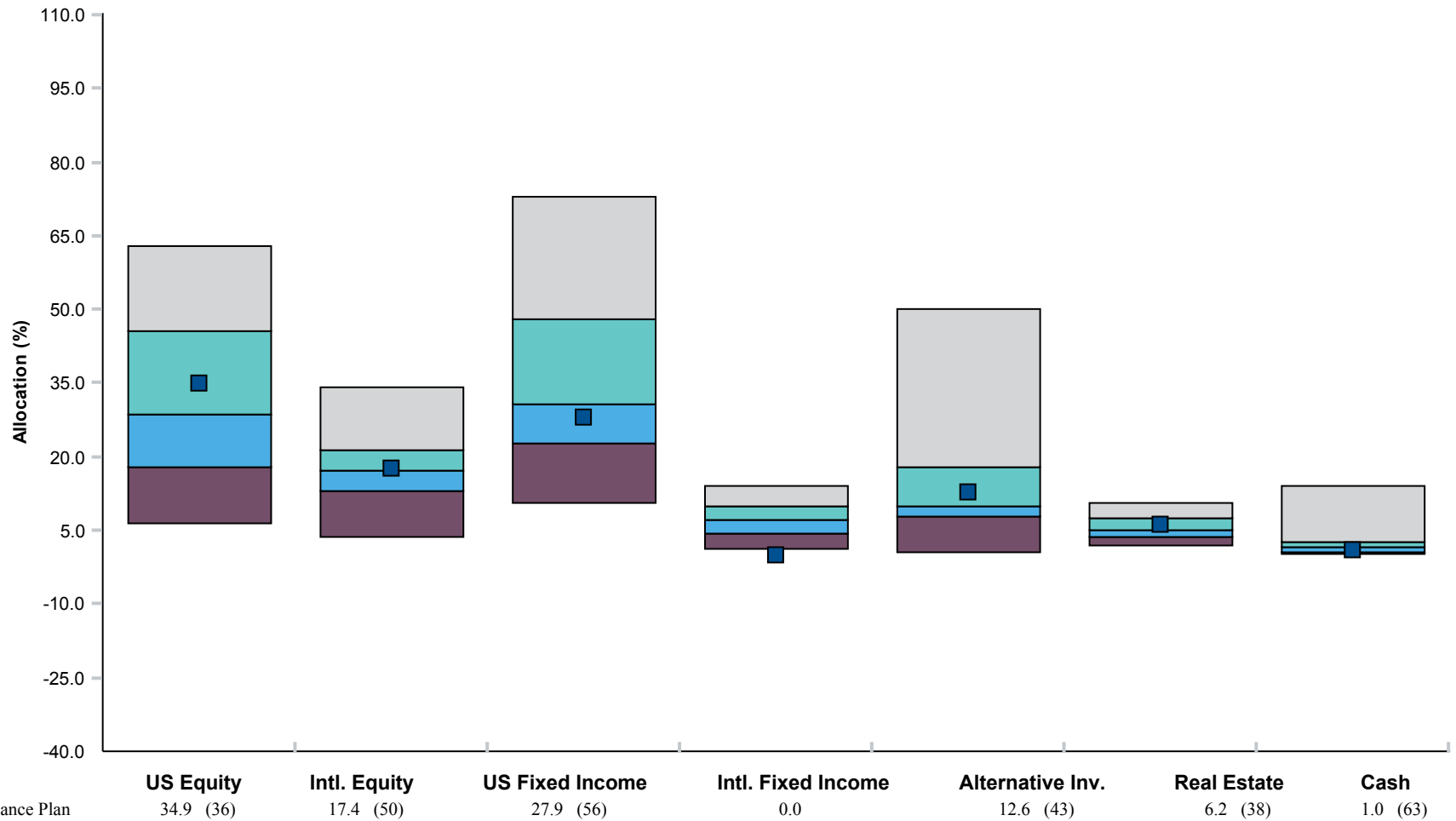
Parentheses contain percentile rankings.

The Corporate Plans peer group contains 25 members. The information was sourced from BNY Mellon using only corporate plans with assets in between \$150-250 million.

Plan Sponsor Peer Group Analysis

Total Cash Balance Plan vs. Corporate Plans - Asset Allocation Comparison

As of December 31, 2016



Parentheses contain percentile rankings.

The Corporate Plans peer group contains 25 members. The information was sourced from BNY Mellon using only corporate plans with assets in between \$150-250 million.

Performance Summary

Portfolio Risk Statistics

As of December 31, 2016

	Since Inception Return	Since Inception Standard Deviation	Since Inception Maximum Drawdown	Since Inception Best Quarter	Since Inception Worst Quarter	Since Inception Sharpe Ratio	Since Inception Sortino Ratio	Inception Period
Total Cash Balance Plan	7.0	5.8	-6.3	7.2	-4.8	1.2	1.3	4y 2m
Pre-Pavilion Total Cash Balance Plan Benchmark	9.1	6.2	-6.2	7.2	-4.7	1.4	1.4	
Total Cash Balance Plan Benchmark	6.6	5.6	-6.2	6.5	-4.5	1.2	1.2	
Total Equity Composite	9.7	10.4	-12.1	11.2	-9.0	0.9	1.0	4y 2m
Russell 1000 Value Index (Pre-Pavilion)	14.1	10.5	-10.2	12.3	-8.4	1.3	1.4	
Total Equity Benchmark	10.3	10.5	-12.5	11.4	-9.2	1.0	1.0	
Domestic Equity Composite	13.2	10.8	-10.4	12.9	-9.4	1.2	1.3	4y 2m
Russell 1000 Value Index (Pre-Pavilion)	14.1	10.5	-10.2	12.3	-8.4	1.3	1.4	
Domestic Equity Benchmark	14.2	10.6	-8.9	11.5	-7.9	1.3	1.4	
International Equity Composite	3.2	11.5	-15.9	9.8	-11.0	0.3	0.3	4y 2m
MSCI AC World ex USA (Net)	3.5	12.2	-20.8	11.1	-12.2	0.3	0.4	
Total Fixed Income Composite	2.1	2.2	-2.2	2.4	-1.9	0.9	0.9	4y 2m
Barclays U.S. Aggregate (Pre-Pavilion)	1.7	3.0	-3.7	3.0	-3.2	0.5	0.5	
Total Fixed Income Benchmark	1.4	2.3	-2.7	2.4	-2.4	0.6	0.6	
Short Duration Fixed Income Composite	0.8	0.6	-0.4	0.9	-0.3	1.2	1.5	4y 2m
Short Duration Fixed Income Benchmark	0.8	0.7	-0.5	1.0	-0.4	1.1	1.4	
Market Duration Fixed Income Composite	2.5	2.6	-3.1	2.7	-2.6	0.9	0.9	4y 2m
Barclays U.S. Aggregate (Pre-Pavilion)	1.7	3.0	-3.7	3.0	-3.2	0.5	0.5	
Total Alternatives Composite	8.3	3.5	-3.3	5.2	-2.4	2.3	9.5	4y 2m
Total Alternatives Benchmark	5.8	2.3	-2.5	3.4	-2.0	2.4	2.5	
Hedge Fund of Fund Composite	6.4	4.3	-6.3	6.2	-5.1	1.4	1.4	4y 2m
HFRI Fund of Funds Composite Index	3.3	3.5	-7.6	3.8	-4.2	0.9	0.8	
Real Estate Composite	11.4	6.4	-0.7	6.9	-0.7	1.7	27.6	4y
NCREIF Property Index	11.0	0.6	0.0	3.6	1.7	17.9	N/A	



Appendix

Statistical Definitions

Risk Statistics

As of December 31, 2016

Statistics	Definition
Return	- Compounded rate of return for the period.
Standard Deviation	- A statistical measure of the range of a portfolio's performance, the variability of a return around its average return over a specified time period.
Maximum Drawdown	- The drawdown is defined as the percent retrenchment from a fund's peak value to the fund's valley value. It is in effect from the time the fund's retrenchment begins until a new fund high is reached. The maximum drawdown encompasses both the period from the fund's peak to the fund's valley (length), and the time from the fund's valley to a new fund high (recovery). It measures the largest percentage drawdown that has occurred in any fund's data record.
Best Quarter	- The best of rolling 3 months(or 1 quarter) cumulative return.
Worst Quarter	- The worst of rolling 3 months(or 1 quarter) cumulative return.
Sharpe Ratio	- Represents the excess rate of return over the risk free return divided by the standard deviation of the excess return. The result is the absolute rate of return per unit of risk. The higher the value, the better the product's historical risk-adjusted performance.
Sortino Ratio	- A ratio developed by Frank A. Sortino to differentiate between good and bad volatility in the Sharpe ratio. This differentiation of upwards and downwards volatility allows the calculation to provide a risk-adjusted measure of a security or fund's performance without penalizing it for upward price changes.

Manager Book



El Camino Hospital

4th Quarter 2016

Pavilion Advisory Group Inc.
227 W. Monroe Street, Suite 2020
Chicago, IL 60606
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PAVILION

Table of Contents

1	Manager Review	1
2	Direct Hedge Fund Manager Review	40



Manager Review

Manager Evaluation

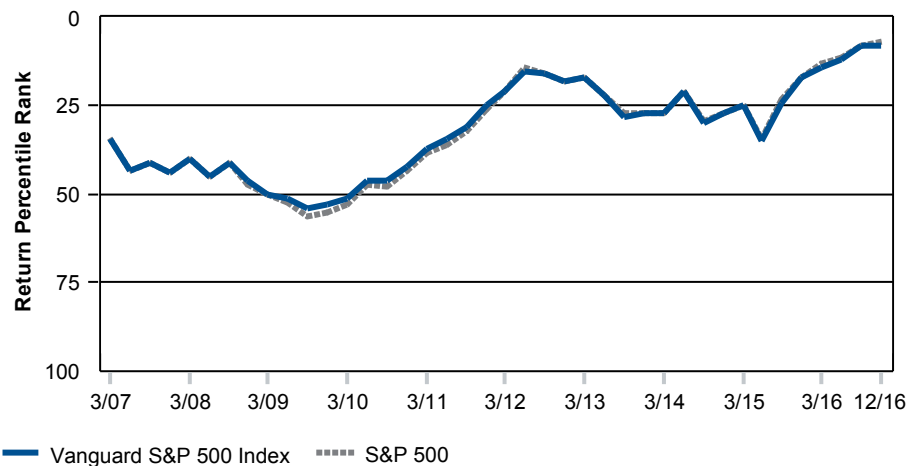
Vanguard S&P 500 Index vs. S&P 500

As of December 31, 2016

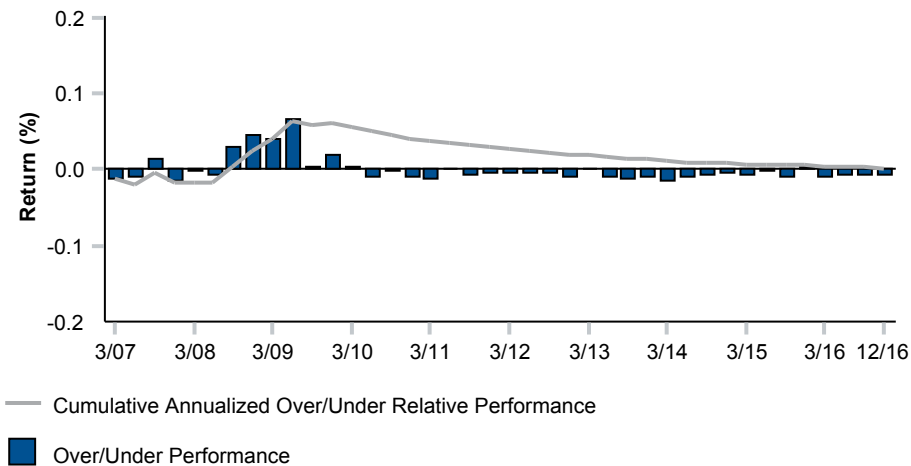
Historical Performance

	Quarter	Year To Date	1 Year	3 Years	5 Years	10 Years	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Vanguard S&P 500 Index	3.8	11.9	11.9	8.8	14.6	6.9	1.4	13.7	32.3	16.0	2.1	15.0	26.6	-37.0	5.5	15.8
S&P 500	3.8	12.0	12.0	8.9	14.7	6.9	1.4	13.7	32.4	16.0	2.1	15.1	26.5	-37.0	5.5	15.8
IM U.S. Large Cap Core Equity	3.7	10.2	10.2	7.3	13.4	6.1	-0.4	11.5	31.8	15.4	-0.3	13.2	26.3	-37.0	5.8	14.0
<i>Vanguard S&P 500 Index Rank</i>	<i>46</i>	<i>29</i>	<i>29</i>	<i>8</i>	<i>16</i>	<i>23</i>	<i>27</i>	<i>16</i>	<i>41</i>	<i>39</i>	<i>26</i>	<i>25</i>	<i>49</i>	<i>49</i>	<i>55</i>	<i>28</i>

Three Year Rolling Percentile Ranking



Relative Performance



Historical Statistics - Monthly Periodicity (Jan-2012 - Dec-2016)

	Return	Standard Deviation	Excess Return	Alpha	Beta	Sharpe Ratio	Tracking Error	Information Ratio	Downside Risk	Consistency	Inception Date
Vanguard S&P 500 Index	14.6	10.3	14.2	0.0	1.0	1.4	0.0	-1.9	5.6	26.7	26y 5m
S&P 500	14.7	10.3	14.2	0.0	1.0	1.4	0.0	N/A	5.6	0.0	26y 5m

Manager Evaluation

Vanguard S&P 500 Index vs. S&P 500

As of December 31, 2016

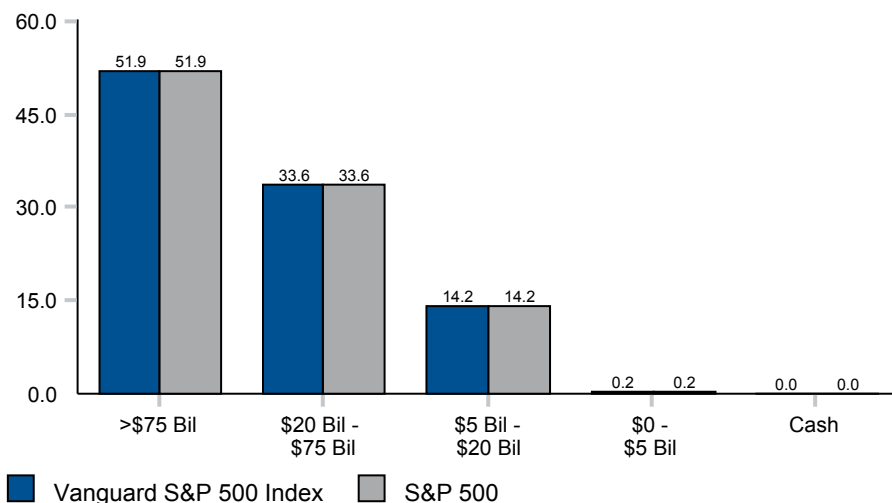
Portfolio Characteristics

	Portfolio	Benchmark
Wtd. Avg. Mkt. Cap (\$M)	148,437	148,474
Median Mkt. Cap (\$M)	19,131	18,956
Price/Earnings ratio	20.5	20.5
Price/Book ratio	3.1	3.1
5 Yr. EPS Growth Rate (%)	10.0	9.7
Current Yield (%)	2.1	2.1
Debt to Equity	1.0	1.0
Number of Stocks	506	505
Beta (5 Years, Monthly)	1.00	1.00
Consistency (5 Years, Monthly)	26.67	1.00
Sharpe Ratio (5 Years, Monthly)	1.38	1.38
Information Ratio (5 Years, Monthly)	-1.95	-
Up Market Capture (5 Years, Monthly)	99.93	-
Down Market Capture (5 Years, Monthly)	100.09	-

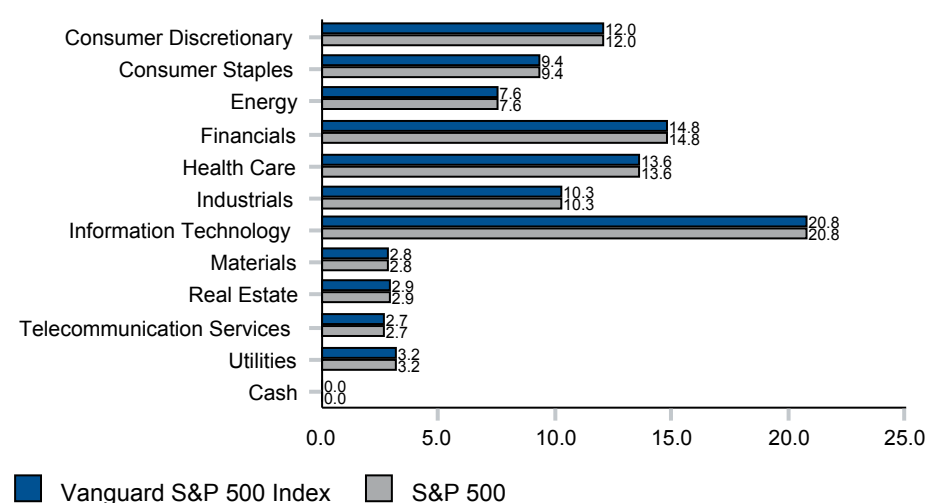
Top Ten Equity Holdings

	Portfolio Weight (%)	Benchmark Weight (%)	Active Weight (%)	Quarterly Return (%)
Apple Inc	3.2	3.2	0.0	3.0
Microsoft Corp	2.5	2.5	0.0	8.6
Exxon Mobil Corp	1.9	1.9	0.0	4.3
JPMorgan Chase & Co	1.6	1.6	0.0	30.5
Johnson & Johnson	1.6	1.6	0.0	-1.8
Berkshire Hathaway Inc	1.5	1.6	-0.1	12.8
Amazon.com Inc	1.5	1.5	0.0	-10.4
General Electric Co	1.5	1.5	0.0	7.5
AT&T Inc	1.4	1.4	0.0	6.0
Facebook Inc	1.4	1.4	0.0	-10.3
% of Portfolio	18.1	18.2		

Distribution of Market Capitalization (%)



Sector Weights (%)



Manager Evaluation

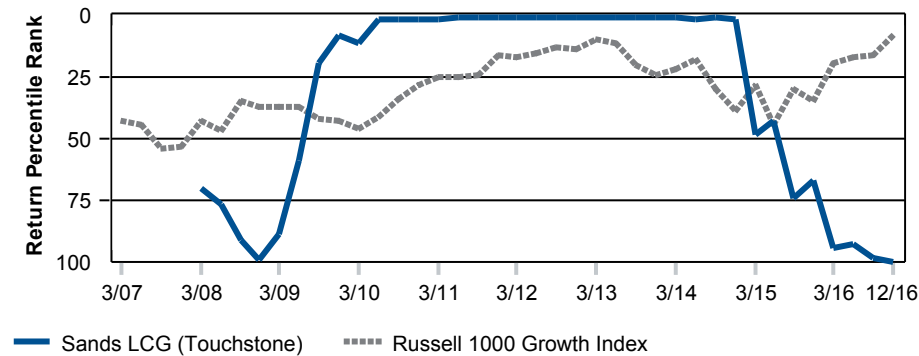
Sands Large Cap Growth (Touchstone) vs. Russell 1000 Growth Index

As of December 31, 2016

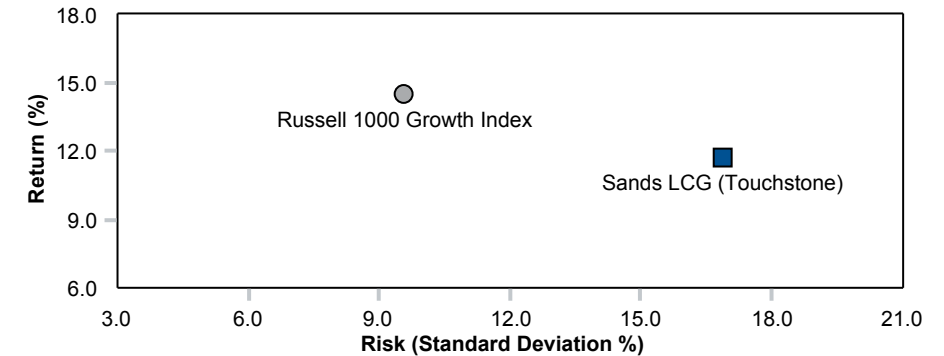
Historical Performance

	Quarter	Year To Date	1 Year	3 Years	5 Years	10 Years	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Sands LCG (Touchstone)	-7.4	-8.6	-8.6	-0.3	11.7	8.9	0.2	8.4	41.3	23.8	2.3	26.3	71.1	-48.5	18.7	-5.9
Russell 1000 Growth Index	1.0	7.1	7.1	8.6	14.5	8.3	5.7	13.1	33.5	15.3	2.6	16.7	37.2	-38.4	11.8	9.1
IM U.S. Large Cap Growth Equity	-1.2	2.0	2.0	6.1	12.9	7.2	5.6	10.5	33.9	14.9	-1.8	15.1	35.1	-39.9	13.8	6.6
Sands LCG (Touchstone) Rank	97	99	99	100	78	7	94	79	7	1	12	2	1	96	22	99

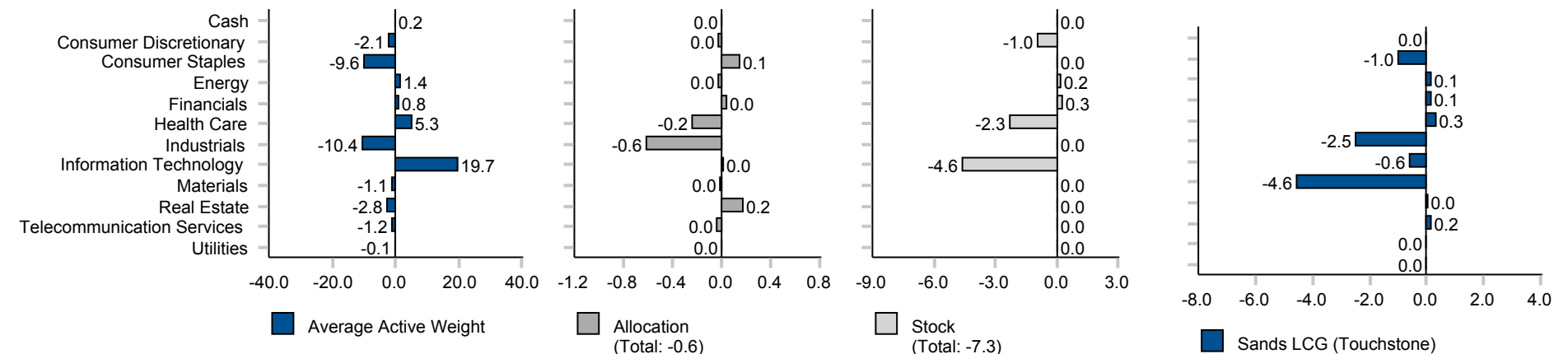
Three Year Rolling Percentile Ranking



Risk and Return (Jan - 2012 - Dec - 2016)



Buy and Hold Attribution



Differences between the manager return and the attribution return are due primarily to the effects of fees and portfolio trading.

Manager Evaluation

Sands Large Cap Growth (Touchstone) vs. Russell 1000 Growth Index

As of December 31, 2016

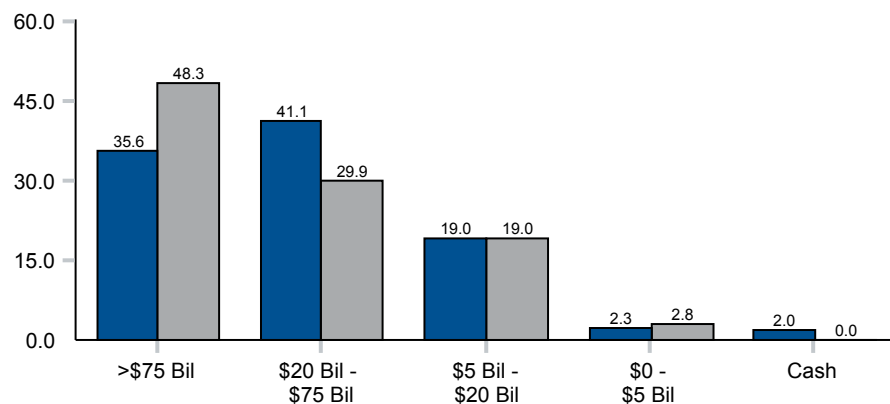
Portfolio Characteristics

	Portfolio	Benchmark
Wtd. Avg. Mkt. Cap (\$M)	120,739	148,016
Median Mkt. Cap (\$M)	41,340	8,951
Price/Earnings ratio	42.8	23.2
Price/Book ratio	6.3	5.4
5 Yr. EPS Growth Rate (%)	16.5	13.4
Current Yield (%)	0.2	1.6
Debt to Equity	0.5	1.1
Number of Stocks	31	606
Beta (5 Years, Monthly)	1.29	1.00
Consistency (5 Years, Monthly)	45.00	1.00
Sharpe Ratio (5 Years, Monthly)	0.78	1.31
Information Ratio (5 Years, Monthly)	-0.24	-
Up Market Capture (5 Years, Monthly)	108.31	-
Down Market Capture (5 Years, Monthly)	142.42	-

Top Ten Equity Holdings

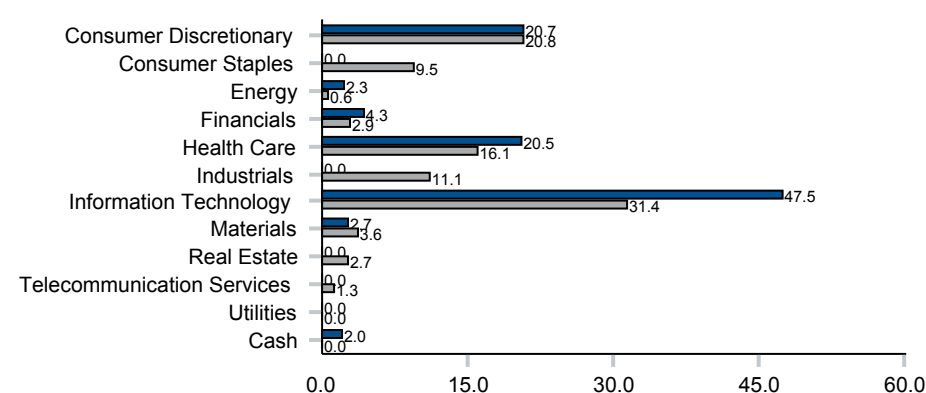
	Portfolio Weight (%)	Benchmark Weight (%)	Active Weight (%)	Quarterly Return (%)
Visa Inc	9.5	1.4	8.1	-5.5
Facebook Inc	7.3	2.5	4.8	-10.3
Salesforce.com Inc.	6.7	0.4	6.3	-4.0
Amazon.com Inc	6.3	2.8	3.5	-10.4
Priceline Group Inc (The)	6.2	0.7	5.5	-0.4
Adobe Systems Inc	4.6	0.5	4.1	-5.2
Alphabet Inc	4.5	2.2	2.3	-1.4
Netflix Inc	4.2	0.5	3.7	25.6
Alibaba Group Holding Ltd	4.0	0.0	4.0	-17.0
Schwab (Charles) Corp	3.5	0.3	3.2	25.3
% of Portfolio	56.8	11.3		

Distribution of Market Capitalization (%)



■ Sands Large Cap Growth (Touchstone)
 ■ Russell 1000 Growth Index

Sector Weights (%)



■ Sands Large Cap Growth (Touchstone)
 ■ Russell 1000 Growth Index

Manager Evaluation

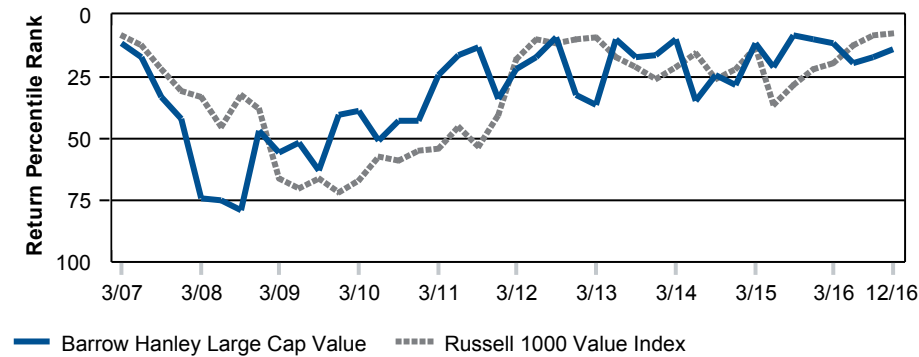
Barrow Hanley Large Cap Value vs. Russell 1000 Value Index

As of December 31, 2016

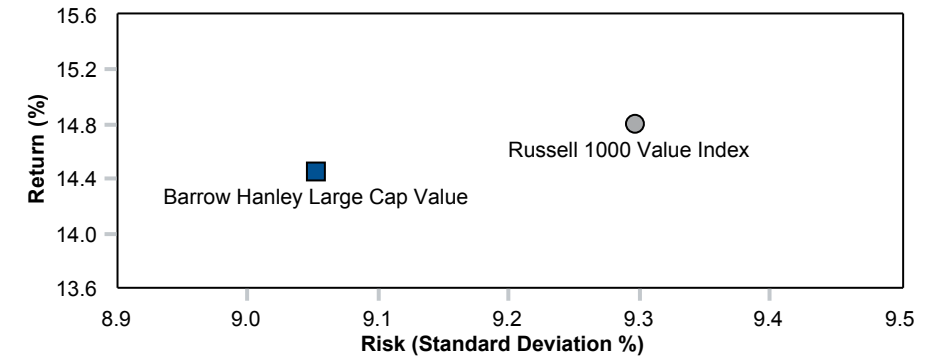
Historical Performance

	Quarter	Year To Date	1 Year	3 Years	5 Years	10 Years	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Barrow Hanley Large Cap Value	7.0	14.6	14.6	8.1	14.4	6.1	-2.3	12.8	34.7	15.3	2.3	10.8	23.7	-35.3	1.9	14.6
Russell 1000 Value Index	6.7	17.3	17.3	8.6	14.8	5.7	-3.8	13.5	32.5	17.5	0.4	15.5	19.7	-36.8	-0.2	22.2
IM U.S. Large Cap Value Equity	6.8	14.0	14.0	6.8	13.5	5.1	-3.8	10.8	32.5	15.5	-2.5	12.7	24.0	-36.9	1.7	18.0
Barrow Hanley Large Cap Value Rank	45	43	43	14	21	22	25	12	28	54	12	80	53	30	48	87

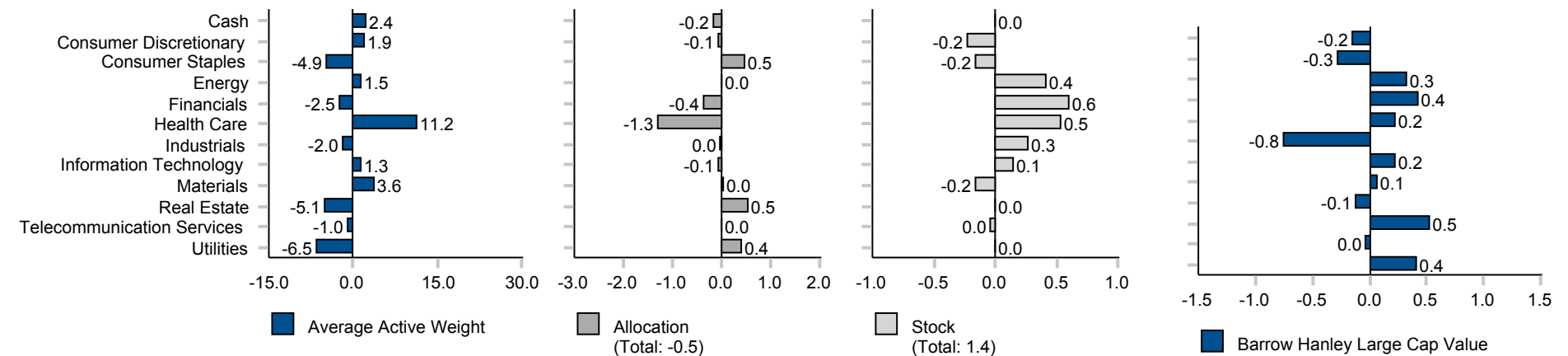
Three Year Rolling Percentile Ranking



Risk and Return (Jan - 2012 - Dec - 2016)



Buy and Hold Attribution



Differences between the manager return and the attribution return are due primarily to the effects of fees and portfolio trading.

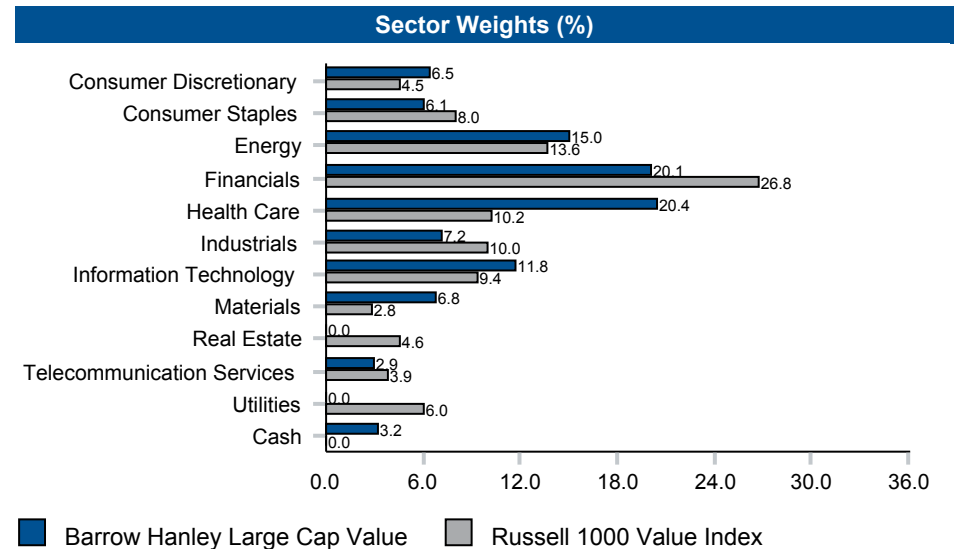
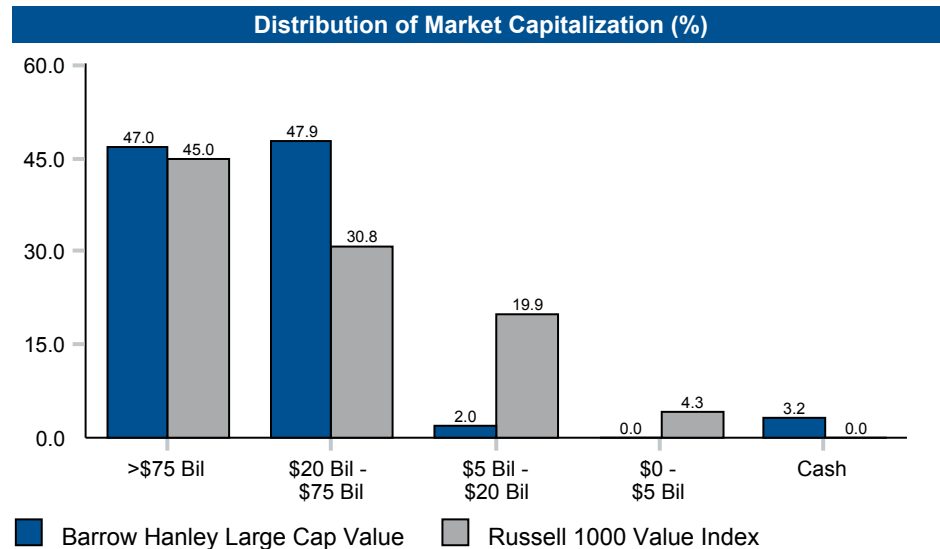
Manager Evaluation

Barrow Hanley Large Cap Value vs. Russell 1000 Value Index

As of December 31, 2016

Portfolio Characteristics		
	Portfolio	Benchmark
Wtd. Avg. Mkt. Cap (\$M)	114,461	120,671
Median Mkt. Cap (\$M)	64,038	8,372
Price/Earnings ratio	18.9	18.4
Price/Book ratio	2.4	2.1
5 Yr. EPS Growth Rate (%)	7.8	6.3
Current Yield (%)	2.6	2.5
Debt to Equity	1.1	0.8
Number of Stocks	44	696
Beta (5 Years, Monthly)	0.94	1.00
Consistency (5 Years, Monthly)	45.00	1.00
Sharpe Ratio (5 Years, Monthly)	1.37	1.36
Information Ratio (5 Years, Monthly)	-0.14	-
Up Market Capture (5 Years, Monthly)	95.25	-
Down Market Capture (5 Years, Monthly)	91.48	-

Top Ten Equity Holdings				
	Portfolio Weight (%)	Benchmark Weight (%)	Active Weight (%)	Quarterly Return (%)
BP PLC	3.2	0.0	3.2	8.2
CVS Health Corp	3.1	0.0	3.1	-10.9
JPMorgan Chase & Co	3.1	2.9	0.2	30.5
Phillips 66	3.1	0.4	2.7	8.1
Wells Fargo & Co	3.1	2.3	0.8	25.5
Wal-Mart Stores Inc	3.0	0.9	2.1	-3.5
Verizon Communications Inc	2.9	1.0	1.9	3.9
American International Group Inc	2.9	0.6	2.3	10.6
Air Products and Chemicals Inc.	2.7	0.0	2.7	4.6
Pfizer Inc	2.7	1.6	1.1	-3.1
% of Portfolio	29.8	9.7		



Manager Evaluation

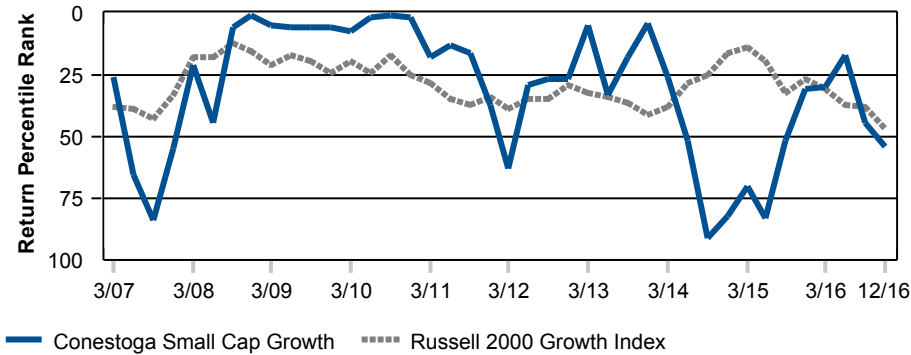
Conestoga Small Cap Growth vs. Russell 2000 Growth Index

As of December 31, 2016

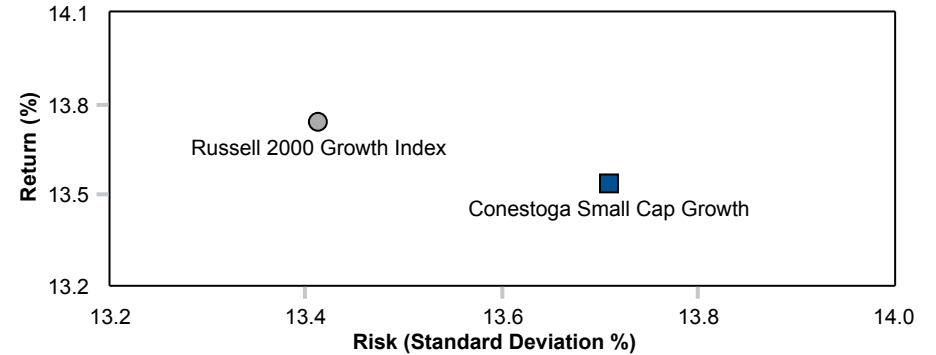
Historical Performance

	Quarter	Year To Date	1 Year	3 Years	5 Years	10 Years	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Conestoga Small Cap Growth	5.0	14.3	14.3	4.4	13.5	9.3	8.3	-8.0	49.3	11.0	4.6	24.0	29.1	-27.7	6.4	9.2
Russell 2000 Growth Index	3.6	11.3	11.3	5.1	13.7	7.8	-1.4	5.6	43.3	14.6	-2.9	29.1	34.5	-38.5	7.0	13.3
IM U.S. Small Cap Growth Equity	4.8	14.0	14.0	4.6	13.4	7.4	-3.4	1.6	42.4	12.0	-4.6	27.0	33.1	-42.7	7.4	9.4
Conestoga Small Cap Growth Rank	42	47	47	54	48	11	1	97	20	60	3	71	70	1	53	52

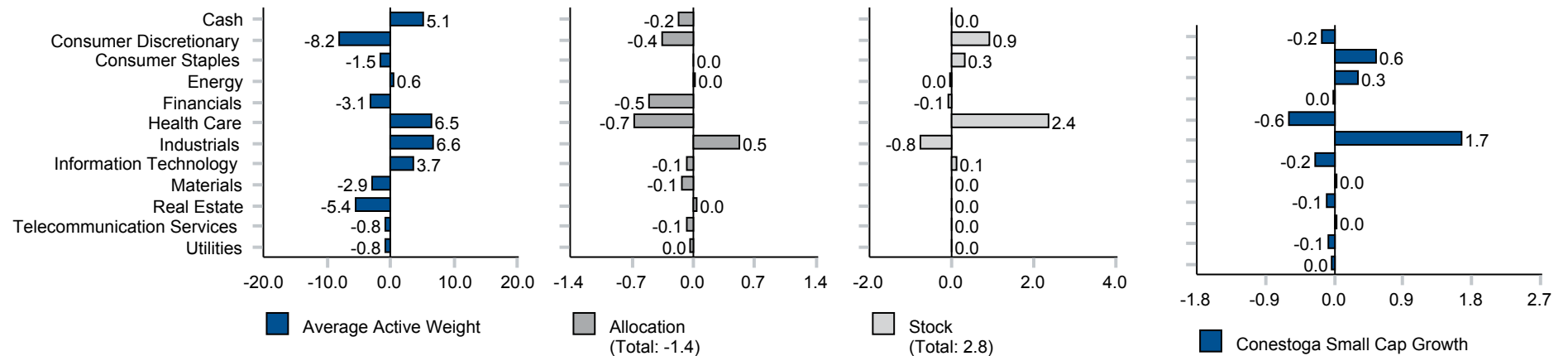
Three Year Rolling Percentile Ranking



Risk and Return (Jan - 2012 - Dec - 2016)



Buy and Hold Attribution



Differences between the manager return and the attribution return are due primarily to the effects of fees and portfolio trading.

Manager Evaluation

Conestoga Small Cap Growth vs. Russell 2000 Growth Index

As of December 31, 2016

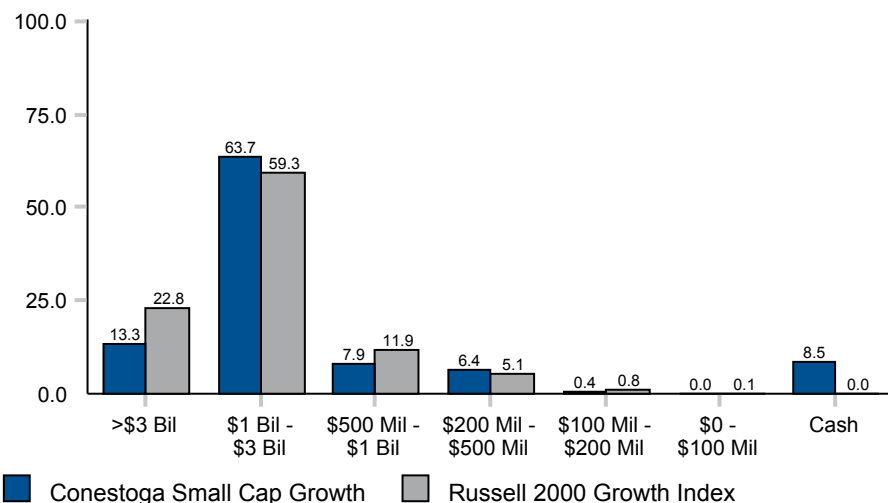
Portfolio Characteristics

	Portfolio	Benchmark
Wtd. Avg. Mkt. Cap (\$M)	1,901	2,169
Median Mkt. Cap (\$M)	1,600	879
Price/Earnings ratio	42.2	26.4
Price/Book ratio	5.0	3.8
5 Yr. EPS Growth Rate (%)	13.1	13.5
Current Yield (%)	0.6	0.8
Debt to Equity	0.7	0.8
Number of Stocks	45	1,177
Beta (5 Years, Monthly)	0.89	1.00
Consistency (5 Years, Monthly)	56.67	1.00
Sharpe Ratio (5 Years, Monthly)	0.91	0.91
Information Ratio (5 Years, Monthly)	-0.04	-
Up Market Capture (5 Years, Monthly)	92.09	-
Down Market Capture (5 Years, Monthly)	86.59	-

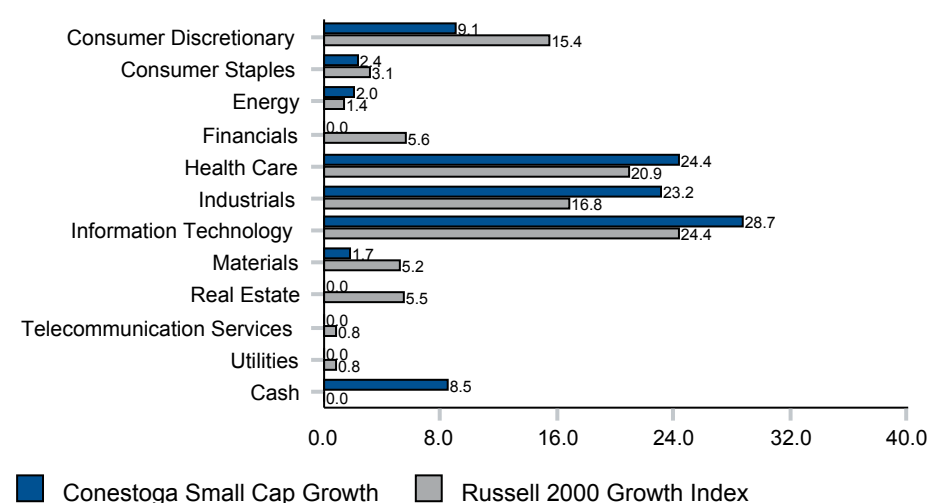
Top Ten Equity Holdings

	Portfolio Weight (%)	Benchmark Weight (%)	Active Weight (%)	Quarterly Return (%)
Cantel Medical Corp.	3.4	0.3	3.1	1.0
Neogen Corp	3.4	0.3	3.1	18.0
AAON Inc	3.4	0.1	3.3	15.1
Mesa Laboratories Inc	3.3	0.0	3.3	7.5
Stamps.com Inc	3.2	0.2	3.0	21.3
SPS Commerce Inc	3.2	0.1	3.1	-4.8
Blackbaud Inc	3.1	0.3	2.8	-3.4
Omniceil Inc	3.1	0.1	3.0	-11.5
Simpson Manufacturing Co. Inc.	3.0	0.2	2.8	0.0
NIC Inc	2.6	0.2	2.4	4.5
% of Portfolio	31.7	1.8		

Distribution of Market Capitalization (%)



Sector Weights (%)



Manager Evaluation

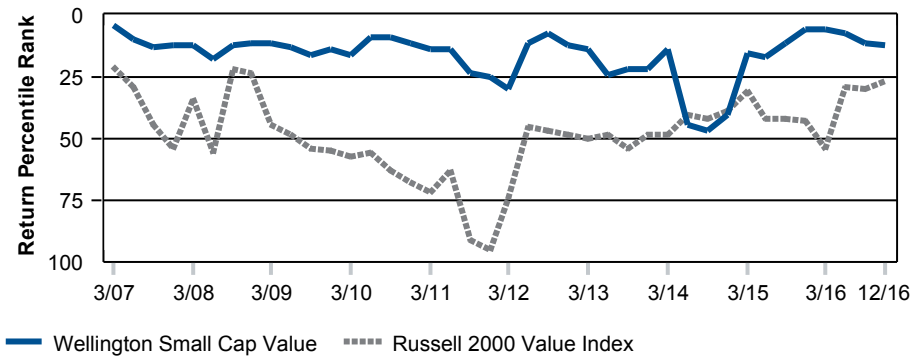
Wellington Small Cap Value vs. Russell 2000 Value Index

As of December 31, 2016

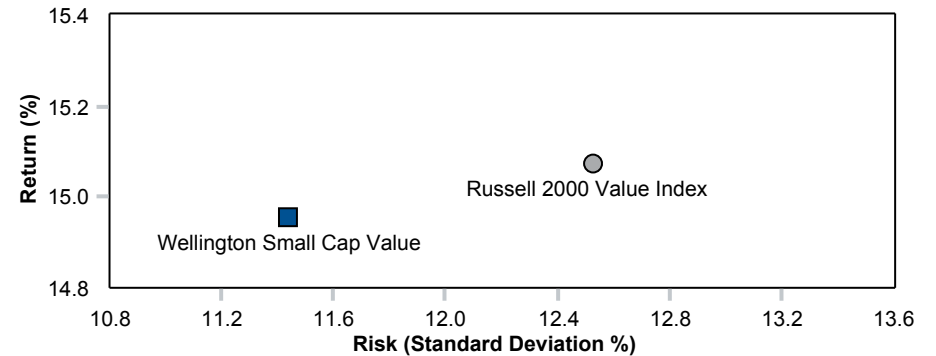
Historical Performance

	Quarter	Year To Date	1 Year	3 Years	5 Years	10 Years	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Wellington Small Cap Value	12.7	22.6	22.6	9.1	15.0	9.2	-0.8	6.8	33.7	15.6	1.2	26.4	31.2	-26.5	-3.0	19.9
Russell 2000 Value Index	14.1	31.7	31.7	8.3	15.1	6.3	-7.5	4.2	34.5	18.1	-5.5	24.5	20.6	-28.9	-9.8	23.5
IM U.S. Small Cap Value Equity	13.2	29.4	29.4	6.7	13.9	6.7	-7.5	3.3	34.5	15.4	-3.8	25.3	28.1	-31.9	-5.8	16.9
Wellington Small Cap Value Rank	58	81	81	12	23	1	2	10	61	49	7	36	38	5	23	20

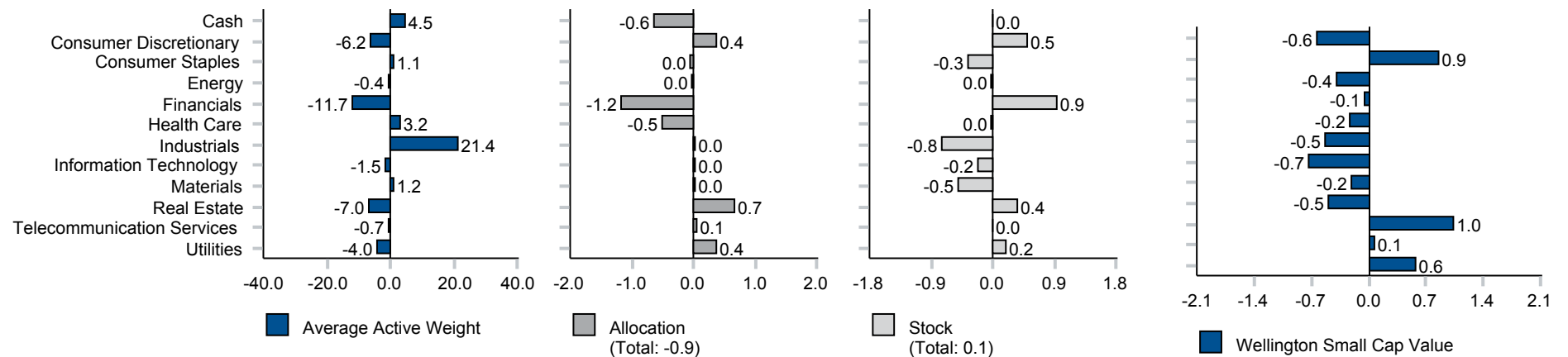
Three Year Rolling Percentile Ranking



Risk and Return (Jan - 2012 - Dec - 2016)



Buy and Hold Attribution



Differences between the manager return and the attribution return are due primarily to the effects of fees and portfolio trading.

Manager Evaluation

Wellington Small Cap Value vs. Russell 2000 Value Index

As of December 31, 2016

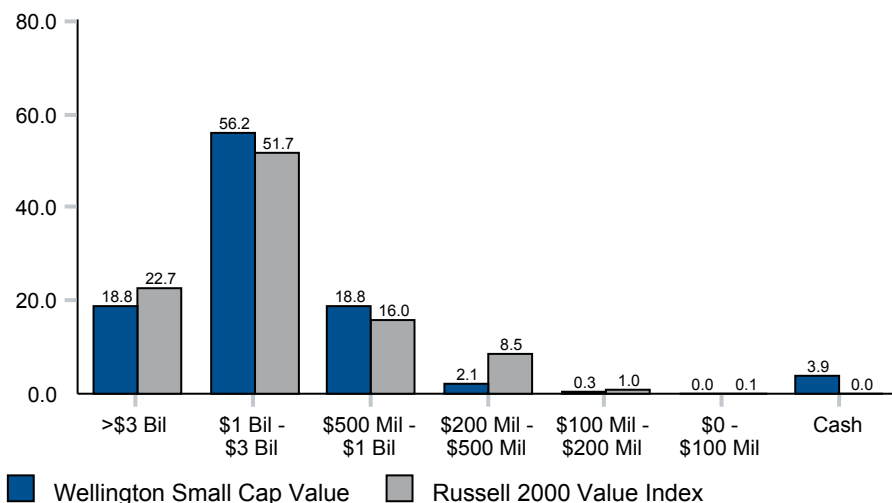
Portfolio Characteristics

	Portfolio	Benchmark
Wtd. Avg. Mkt. Cap (\$M)	1,936	2,040
Median Mkt. Cap (\$M)	1,437	708
Price/Earnings ratio	23.7	19.8
Price/Book ratio	2.0	1.8
5 Yr. EPS Growth Rate (%)	8.4	8.8
Current Yield (%)	1.6	1.9
Debt to Equity	0.8	0.8
Number of Stocks	75	1,369
Beta (5 Years, Monthly)	0.96	1.00
Consistency (5 Years, Monthly)	51.67	1.00
Sharpe Ratio (5 Years, Monthly)	1.07	1.06
Information Ratio (5 Years, Monthly)	-0.04	-
Up Market Capture (5 Years, Monthly)	97.36	-
Down Market Capture (5 Years, Monthly)	95.41	-

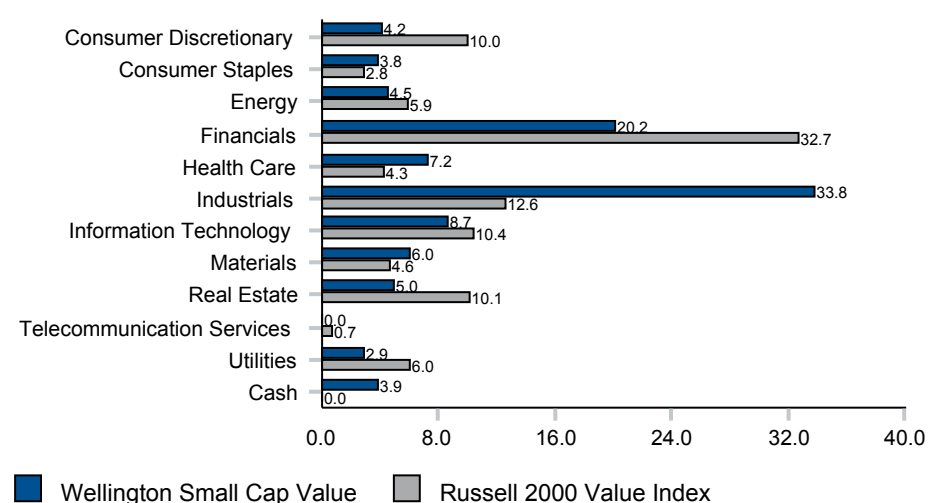
Top Ten Equity Holdings

	Portfolio Weight (%)	Benchmark Weight (%)	Active Weight (%)	Quarterly Return (%)
Mueller Industries Inc.	2.9	0.1	2.8	23.6
Webster Financial Corp	2.9	0.5	2.4	43.7
G&K Services Inc	2.6	0.0	2.6	1.4
Belden Inc	2.6	0.0	2.6	8.4
International Bancshares Corp	2.5	0.2	2.3	37.0
Albany International Corp.	2.3	0.1	2.2	9.6
First Midwest Bancorp Inc	2.2	0.2	2.0	30.8
Sensient Technologies Corp	2.0	0.0	2.0	4.1
Northwest Bancshares Inc	2.0	0.2	1.8	15.9
MB Financial Inc	2.0	0.4	1.6	24.7
% of Portfolio	24.0	1.7		

Distribution of Market Capitalization (%)



Sector Weights (%)



Manager Evaluation

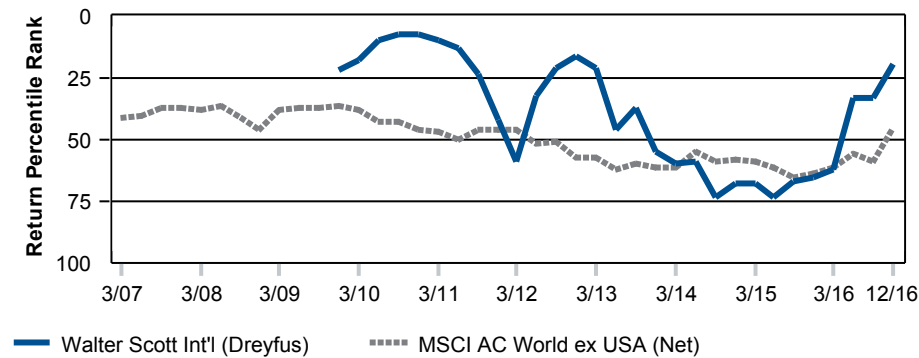
Walter Scott Int'l (Dreyfus) vs. MSCI AC World ex USA (Net)

As of December 31, 2016

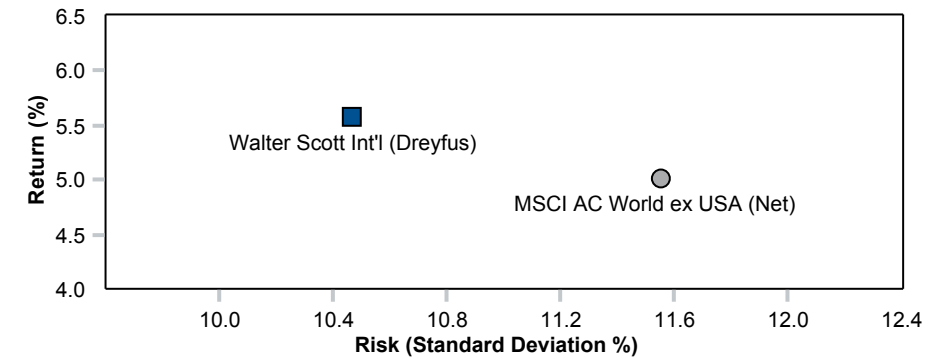
Historical Performance

	Quarter	Year To Date	1 Year	3 Years	5 Years	10 Years	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Walter Scott Int'l (Dreyfus)	-5.0	4.6	4.6	-0.2	5.6	3.0	-0.6	-4.4	9.0	21.0	-9.9	14.0	34.9	-31.6	8.5	N/A
MSCI AC World ex USA (Net)	-1.3	4.5	4.5	-1.8	5.0	1.0	-5.7	-3.9	15.3	16.8	-13.7	11.2	41.4	-45.5	16.7	26.7
IM International Equity	-3.8	1.8	1.8	-2.1	5.5	1.0	-2.8	-4.5	17.3	18.6	-14.9	12.9	36.4	-46.0	13.2	26.2
Walter Scott Int'l (Dreyfus) Rank	64	34	34	19	49	17	37	49	70	28	14	44	54	3	78	N/A

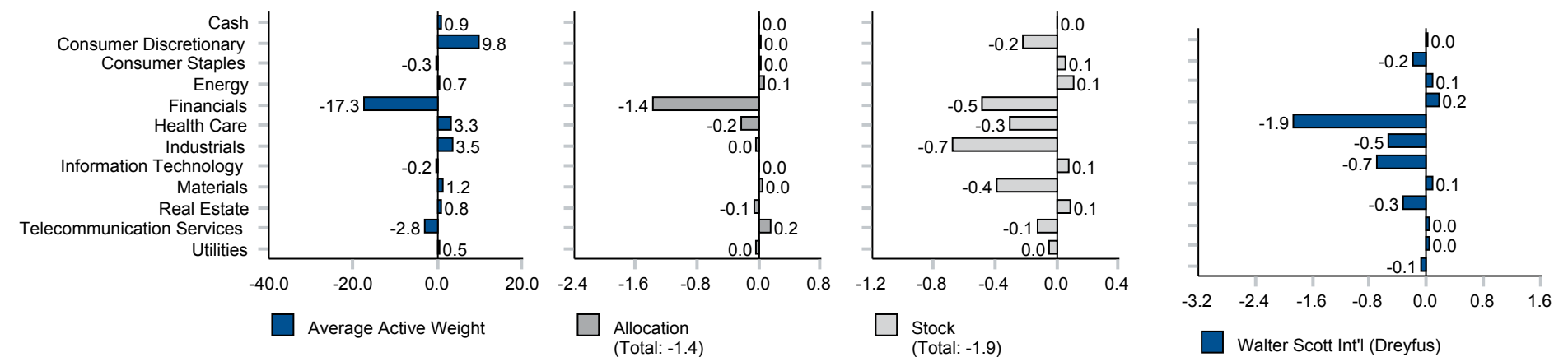
Three Year Rolling Percentile Ranking



Risk and Return (Jan - 2012 - Dec - 2016)



Buy and Hold Attribution



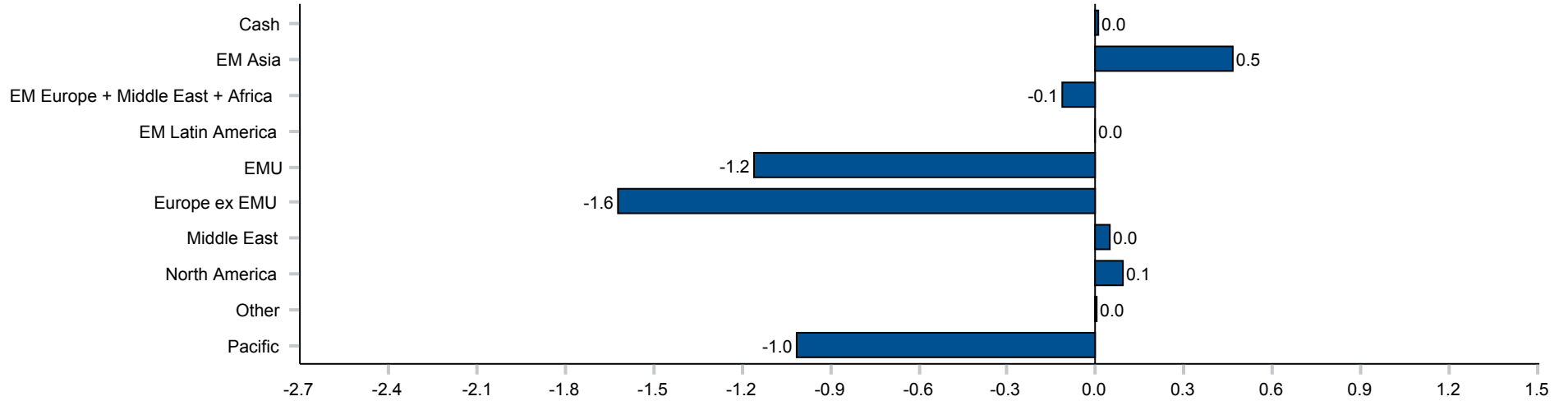
Differences between the manager return and the attribution return are due primarily to the effects of fees and portfolio trading.

Manager Evaluation

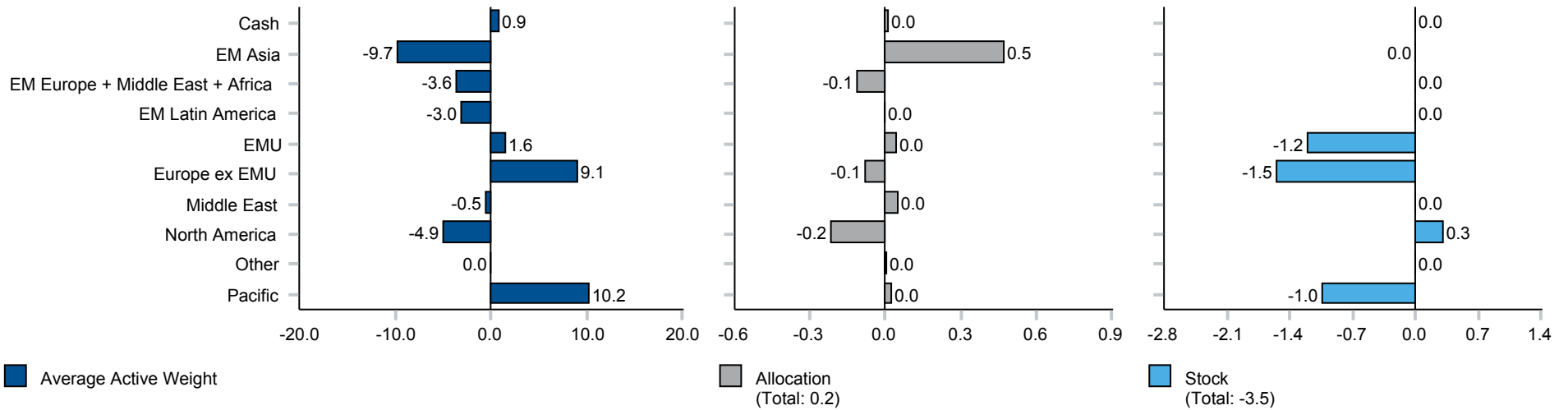
Walter Scott Int'l (Dreyfus) vs. MSCI AC World ex USA (Net)

1 Quarter Ending December 31, 2016

Total Attribution



Performance Attribution



■ Average Active Weight

■ Allocation
(Total: 0.2)

■ Stock
(Total: -3.5)

Manager Evaluation

Walter Scott Int'l (Dreyfus) vs. MSCI AC World ex USA (Net)

As of December 31, 2016

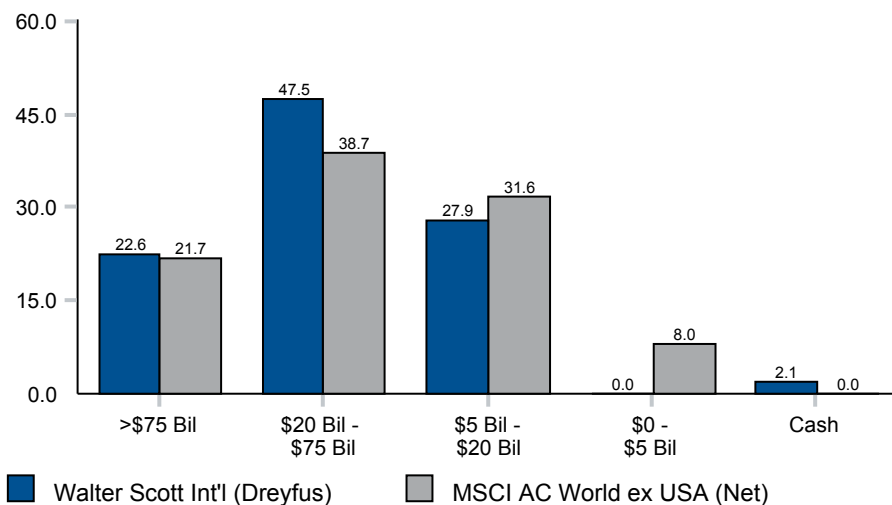
Portfolio Characteristics

	Portfolio	Benchmark
Wtd. Avg. Mkt. Cap (\$M)	56,068	51,613
Median Mkt. Cap (\$M)	33,133	6,856
Price/Earnings ratio	22.3	16.7
Price/Book ratio	3.1	2.2
5 Yr. EPS Growth Rate (%)	7.9	5.3
Current Yield (%)	2.4	3.0
Debt to Equity	0.5	1.9
Number of Stocks	52	1,856
Beta (5 Years, Monthly)	0.84	1.00
Consistency (5 Years, Monthly)	50.00	1.00
Sharpe Ratio (5 Years, Monthly)	0.51	0.43
Information Ratio (5 Years, Monthly)	0.08	-
Up Market Capture (5 Years, Monthly)	85.80	-
Down Market Capture (5 Years, Monthly)	78.02	-

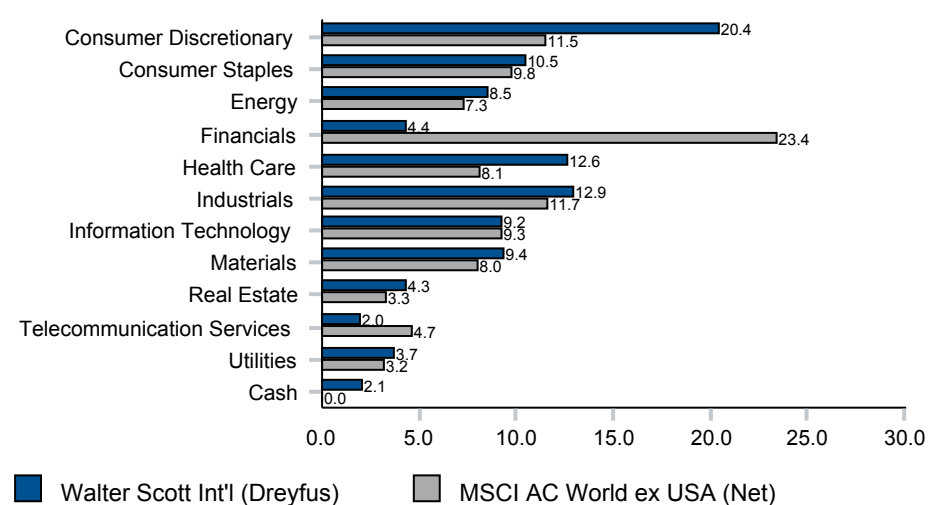
Top Ten Equity Holdings

	Portfolio Weight (%)	Benchmark Weight (%)	Active Weight (%)	Quarterly Return (%)
Keyence Corp	3.0	0.2	2.8	-5.2
Shin-Etsu Chemical Co Ltd	2.9	0.2	2.7	12.4
Taiwan Semiconductor Manufacturing Co	2.7	0.8	1.9	-6.0
Daito Trust Construction Co Ltd	2.6	0.1	2.5	-5.6
Industria De Diseno Textil Inditex SA	2.5	0.2	2.3	-6.9
L'Air Liquide	2.5	0.2	2.3	3.9
Lvmh Moet Hennessy Louis Vuitton	2.5	0.3	2.2	13.1
Suncor Energy Inc.	2.4	0.3	2.1	19.0
Total	2.4	0.7	1.7	9.8
SAP AG Systeme Anwendungen	2.4	0.5	1.9	-3.9
% of Portfolio	25.9	3.5		

Distribution of Market Capitalization (%)



Sector Weights (%)



Manager Evaluation

Walter Scott Int'l (Dreyfus) vs. MSCI AC World ex USA (Net)

As of December 31, 2016

	Walter Scott Int'l (Dreyfus)	MSCI AC World ex USA (Net)
Australia	3.2	5.2
Hong Kong	7.5	2.2
Japan	23.4	17.0
New Zealand	0.0	0.1
Singapore	0.0	0.9
Pacific	34.2	25.4
Austria	0.0	0.1
Belgium	0.0	0.8
Finland	2.2	0.7
France	13.4	7.2
Germany	4.8	6.5
Ireland	0.0	0.4
Italy	0.0	1.5
Netherlands	0.0	2.3
Portugal	0.0	0.1
Spain	2.5	2.2
EMU	22.9	21.7
Denmark	3.5	1.2
Norway	0.0	0.5
Sweden	1.5	2.0
Switzerland	12.1	6.1
United Kingdom	14.6	12.9
Europe ex EMU	31.7	22.6
Canada	2.4	7.1
United States	0.0	0.1
Israel	0.0	0.5
Middle East	0.0	0.5
Developed Markets	91.2	77.4

	Walter Scott Int'l (Dreyfus)	MSCI AC World ex USA (Net)
Brazil	0.0	1.7
Cayman Islands	0.0	0.0
Chile	0.0	0.3
Colombia	0.0	0.1
Mexico	0.0	0.8
Peru	0.0	0.1
Virgin Islands	0.0	0.0
EM Latin America	0.0	3.0
China	4.0	5.9
India	0.0	1.9
Indonesia	0.0	0.6
Korea	0.0	3.3
Malaysia	0.0	0.6
Philippines	0.0	0.3
Taiwan	2.7	2.8
Thailand	0.0	0.5
EM Asia	6.7	15.8
Czech Republic	0.0	0.0
Egypt	0.0	0.0
Greece	0.0	0.1
Hungary	0.0	0.1
Poland	0.0	0.3
Qatar	0.0	0.2
Russia	0.0	1.0
South Africa	0.0	1.6
Turkey	0.0	0.2
United Arab Emirates	0.0	0.2
EM Europe + Middle East + Africa	0.0	3.8
Emerging Markets	6.7	22.6
Frontier Markets	0.0	0.0
Cash	2.1	0.0
Other	0.0	0.0
Total	100.0	100.0

Manager Evaluation

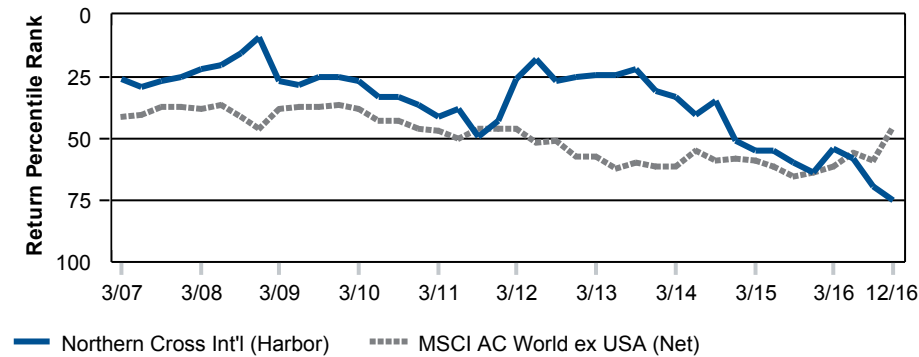
Northern Cross Int'l (Harbor) vs. MSCI AC World ex USA (Net)

As of December 31, 2016

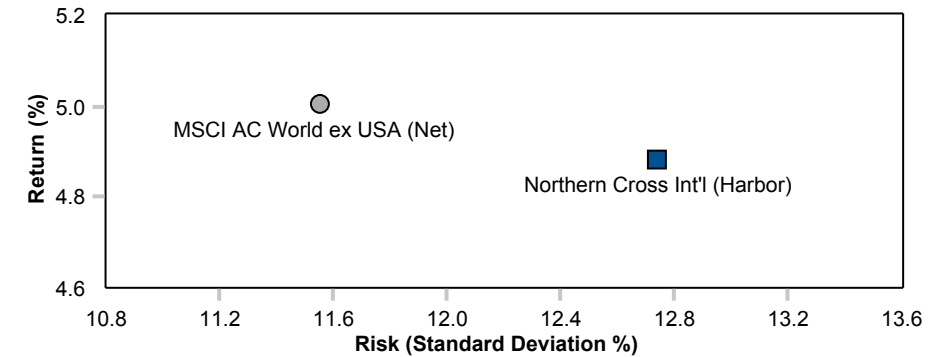
Historical Performance

	Quarter	Year To Date	1 Year	3 Years	5 Years	10 Years	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Northern Cross Int'l (Harbor)	-4.3	0.2	0.2	-3.5	4.9	2.0	-3.8	-6.8	16.8	20.9	-11.1	12.0	38.6	-42.7	21.8	32.7
MSCI AC World ex USA (Net)	-1.3	4.5	4.5	-1.8	5.0	1.0	-5.7	-3.9	15.3	16.8	-13.7	11.2	41.4	-45.5	16.7	26.7
IM International Equity	-3.8	1.8	1.8	-2.1	5.5	1.0	-2.8	-4.5	17.3	18.6	-14.9	12.9	36.4	-46.0	13.2	26.2
Northern Cross Int'l (Harbor) Rank	56	64	64	75	60	32	55	76	52	30	20	55	45	27	26	19

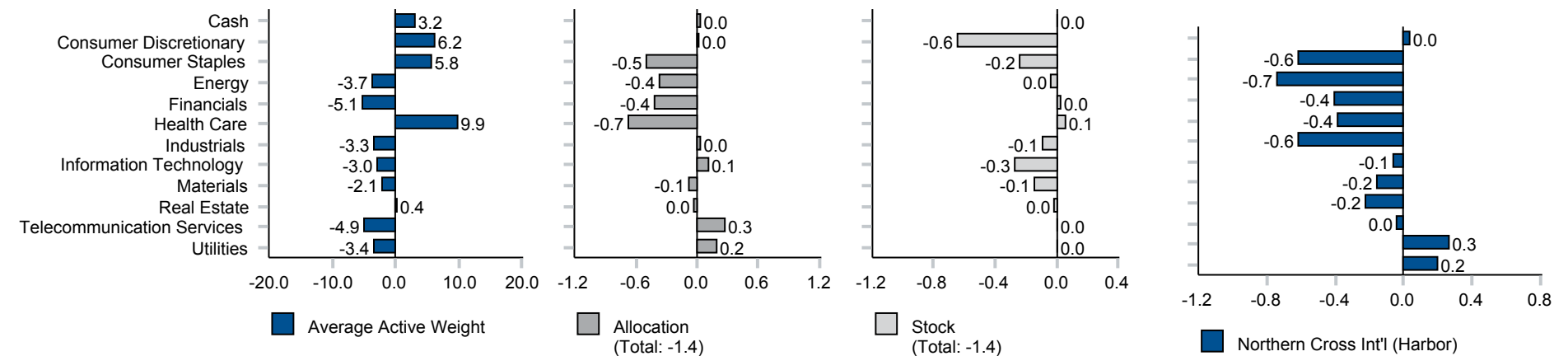
Three Year Rolling Percentile Ranking



Risk and Return (Jan - 2012 - Dec - 2016)



Buy and Hold Attribution



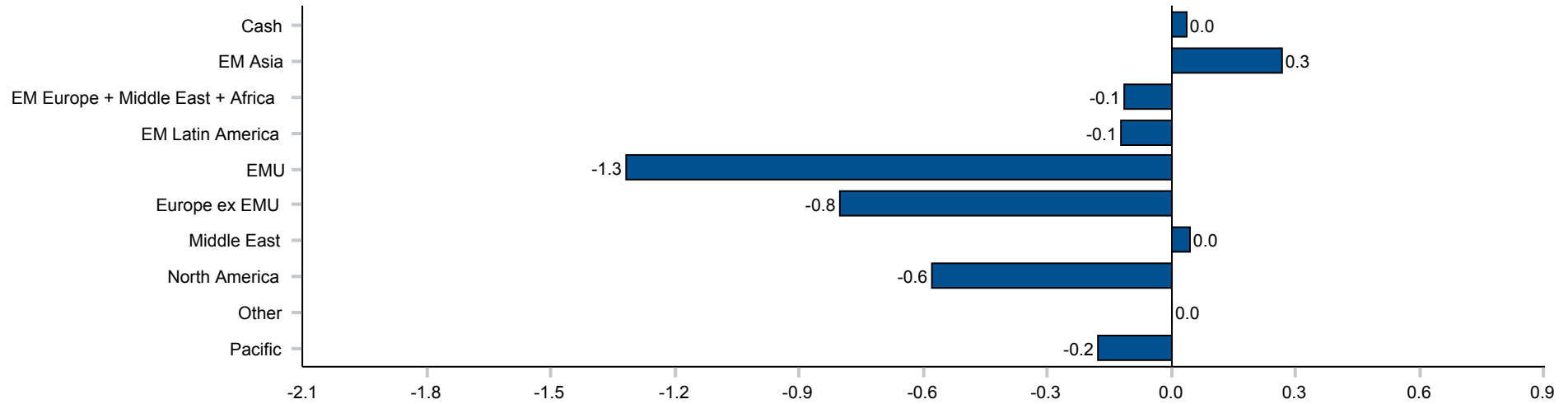
Differences between the manager return and the attribution return are due primarily to the effects of fees and portfolio trading.

Manager Evaluation

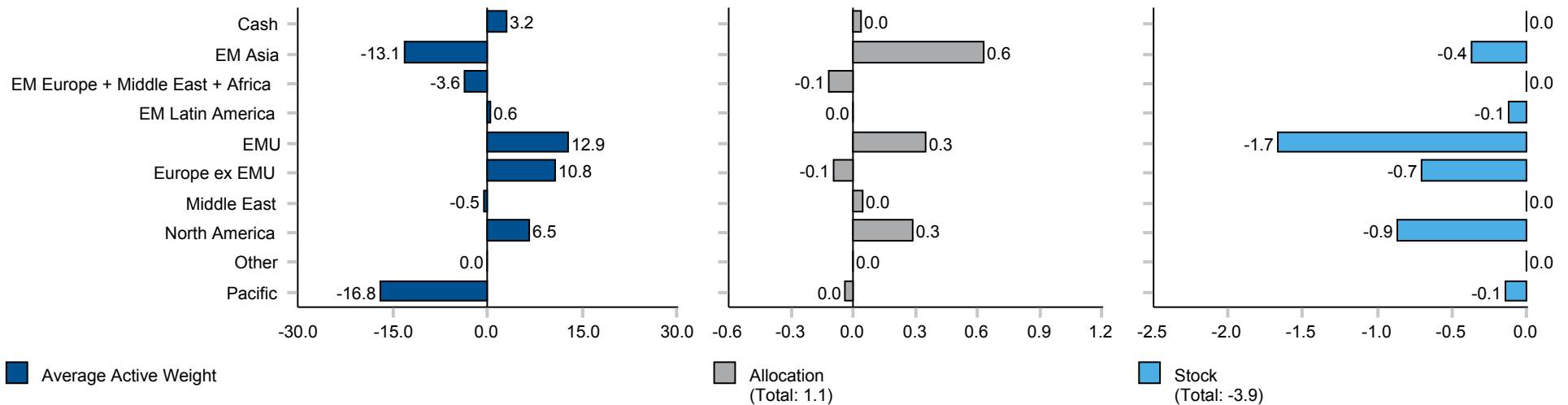
Northern Cross Int'l (Harbor) vs. MSCI AC World ex USA (Net)

1 Quarter Ending December 31, 2016

Total Attribution



Performance Attribution



Manager Evaluation

Northern Cross Int'l (Harbor) vs. MSCI AC World ex USA (Net)

As of December 31, 2016

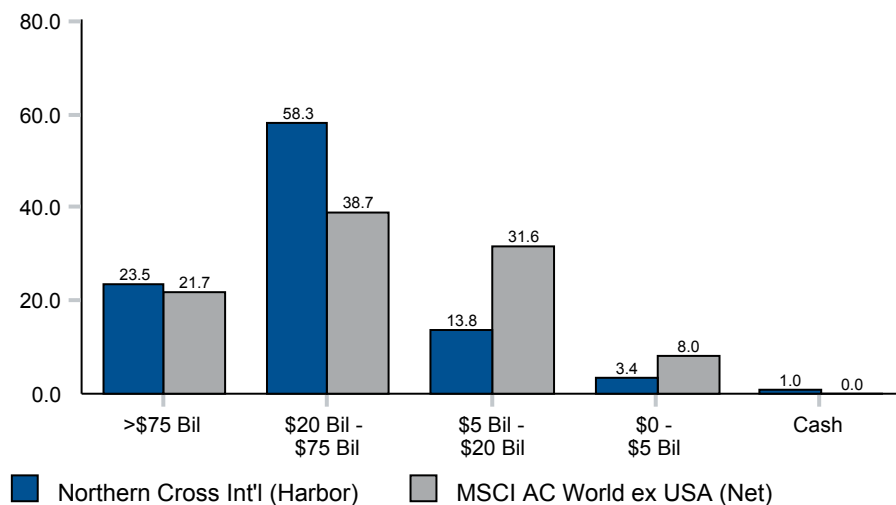
Portfolio Characteristics

	Portfolio	Benchmark
Wtd. Avg. Mkt. Cap (\$M)	61,359	51,613
Median Mkt. Cap (\$M)	29,714	6,856
Price/Earnings ratio	19.3	16.7
Price/Book ratio	2.4	2.2
5 Yr. EPS Growth Rate (%)	7.7	5.3
Current Yield (%)	2.8	3.0
Debt to Equity	-1.0	1.9
Number of Stocks	72	1,856
Beta (5 Years, Monthly)	0.98	1.00
Consistency (5 Years, Monthly)	48.33	1.00
Sharpe Ratio (5 Years, Monthly)	0.42	0.43
Information Ratio (5 Years, Monthly)	-0.03	-
Up Market Capture (5 Years, Monthly)	98.40	-
Down Market Capture (5 Years, Monthly)	98.50	-

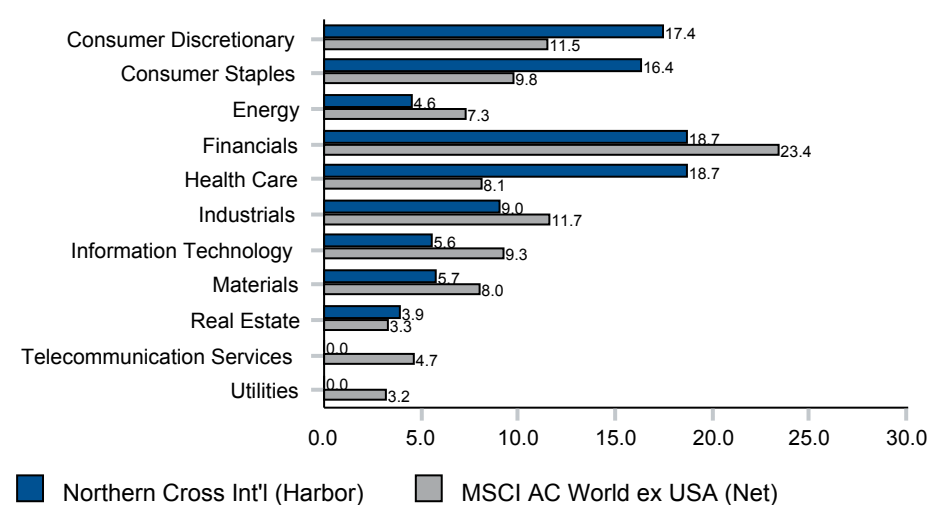
Top Ten Equity Holdings

	Portfolio Weight (%)	Benchmark Weight (%)	Active Weight (%)	Quarterly Return (%)
Las Vegas Sands Corp	5.7	0.0	5.7	-6.0
Schlumberger Ltd	4.2	0.0	4.2	7.4
Shire PLC	3.0	0.3	2.7	-10.8
Wynn Resorts Ltd	2.6	0.0	2.6	-10.7
Tokio Marine Holdings Inc	2.6	0.2	2.4	8.6
Novartis AG	2.6	0.9	1.7	-7.5
Novo Nordisk A/S	2.5	0.4	2.1	-13.1
CIE Generale D""Optique Essilor Int'l	2.5	0.1	2.4	-12.2
Bayer AG	2.4	0.5	1.9	4.0
Anheuser-Busch InBev SA/NV	2.3	0.5	1.8	-17.7
% of Portfolio	30.4	2.9		

Distribution of Market Capitalization (%)



Sector Weights (%)



Manager Evaluation

Northern Cross Int'l (Harbor) vs. MSCI AC World ex USA (Net)

As of December 31, 2016

	Harbor International Fund	MSCI AC World ex USA
Australia	0.0	5.2
Hong Kong	0.1	2.2
Japan	9.5	17.0
New Zealand	0.0	0.1
Singapore	0.0	0.9
Pacific	9.5	25.4
Austria	1.2	0.1
Belgium	2.3	0.8
Finland	0.0	0.7
France	17.6	7.2
Germany	9.8	6.5
Ireland	0.0	0.4
Italy	0.0	1.5
Netherlands	4.0	2.3
Portugal	0.0	0.1
Spain	1.8	2.2
EMU	36.6	21.7
Denmark	2.5	1.2
Norway	0.4	0.5
Sweden	3.3	2.0
Switzerland	11.5	6.1
United Kingdom	15.3	12.9
Europe ex EMU	33.0	22.6
Canada	0.5	7.1
United States	14.0	0.1
Israel	0.0	0.5
Middle East	0.0	0.5
Developed Markets	93.6	77.4

	Harbor International Fund	MSCI AC World ex USA
Brazil	0.3	1.7
Cayman Islands	0.0	0.0
Chile	0.0	0.3
Colombia	3.8	0.1
Mexico	0.2	0.8
Peru	0.0	0.1
Virgin Islands	0.0	0.0
EM Latin America	4.3	3.0
China	2.1	5.9
India	0.0	1.9
Indonesia	0.0	0.6
Korea	0.0	3.3
Malaysia	0.0	0.6
Philippines	0.0	0.3
Taiwan	0.0	2.8
Thailand	0.0	0.5
EM Asia	2.1	15.8
Czech Republic	0.0	0.0
Egypt	0.0	0.0
Greece	0.0	0.1
Hungary	0.0	0.1
Poland	0.0	0.3
Qatar	0.0	0.2
Russia	0.0	1.0
South Africa	0.0	1.6
Turkey	0.0	0.2
United Arab Emirates	0.0	0.2
EM Europe + Middle East + Africa	0.0	3.8
Emerging Markets	6.4	22.6
Frontier Markets	0.0	0.0
Cash	0.0	0.0
Other	0.0	0.0
Total	100.0	100.0

Manager Evaluation

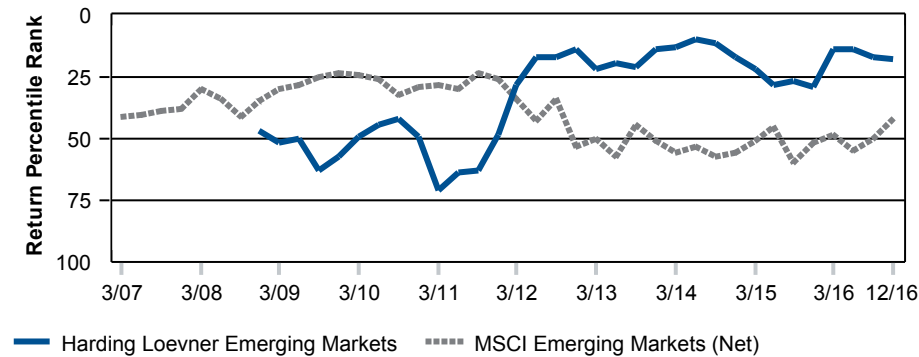
Harding Loevner Emerging Markets vs. MSCI Emerging Markets (Net)

As of December 31, 2016

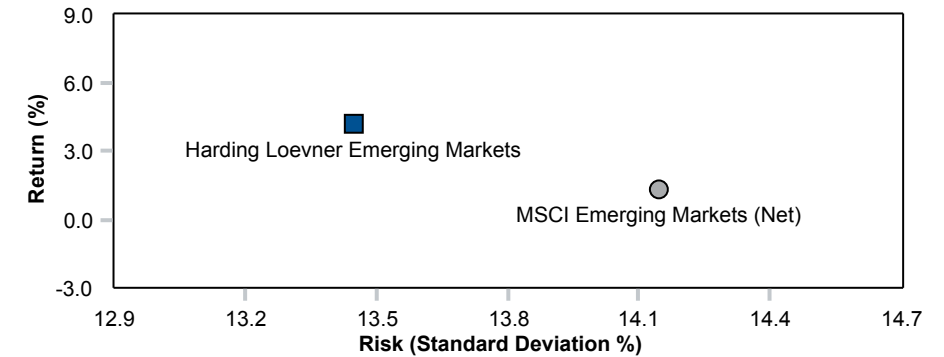
Historical Performance

	Quarter	Year To Date	1 Year	3 Years	5 Years	10 Years	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Harding Loevner Emerging Markets	-4.7	13.3	13.3	-1.3	4.2	2.7	-13.5	-1.9	4.3	22.5	-17.0	20.8	64.0	-52.5	36.3	30.1
MSCI Emerging Markets (Net)	-4.2	11.2	11.2	-2.6	1.3	1.8	-14.9	-2.2	-2.6	18.2	-18.4	18.9	78.5	-53.3	39.4	32.2
IM Emerging Markets Equity	-5.2	8.3	8.3	-3.0	1.5	1.1	-14.2	-2.9	-1.4	18.8	-19.5	18.3	72.8	-54.6	36.8	32.3
Harding Loevner Emerging Markets Rank	42	18	18	18	14	19	43	41	20	17	21	31	82	38	54	67

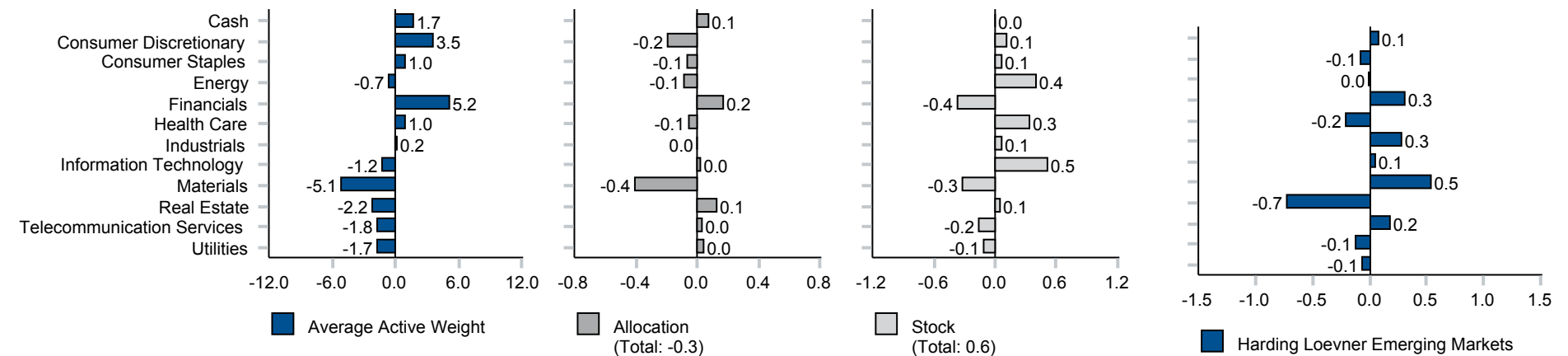
Three Year Rolling Percentile Ranking



Risk and Return (Jan - 2012 - Dec - 2016)



Buy and Hold Attribution



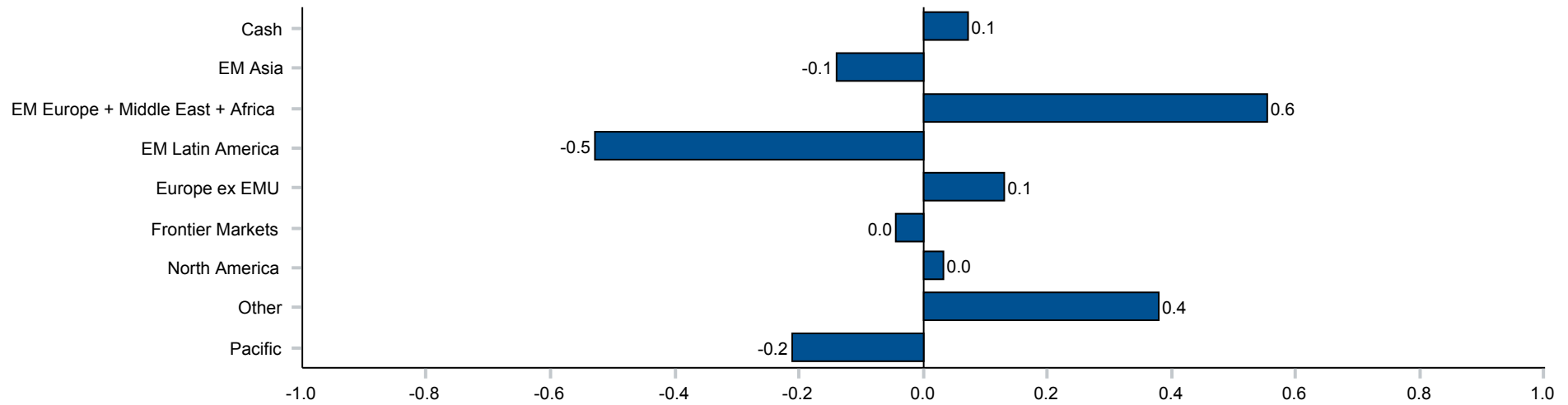
Differences between the manager return and the attribution return are due primarily to the effects of fees and portfolio trading.

Manager Evaluation

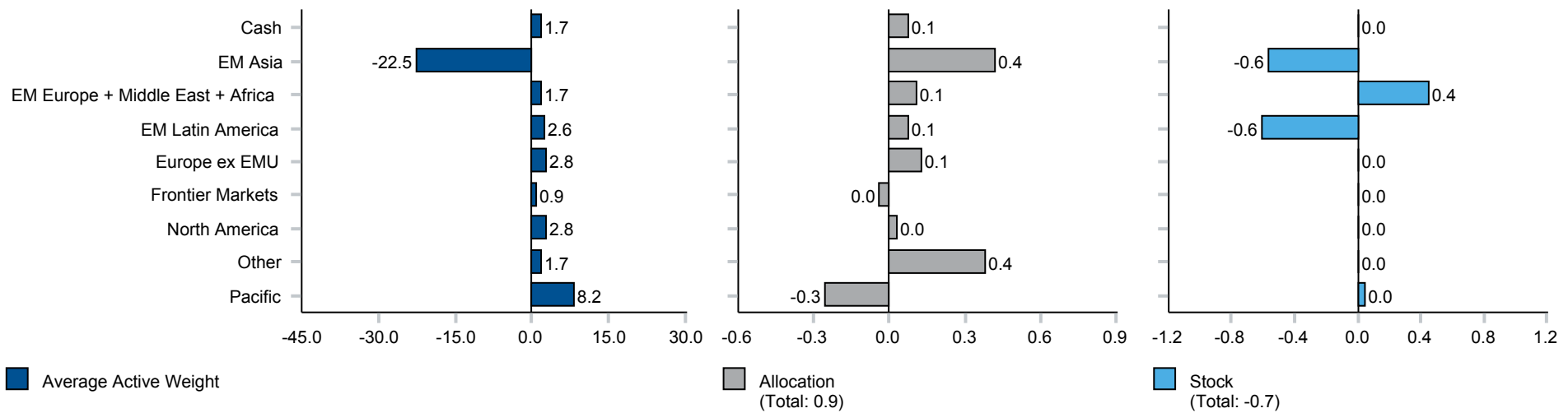
Harding Loevner Emerging Markets vs. MSCI Emerging Markets (Net)

1 Quarter Ending December 31, 2016

Total Attribution



Performance Attribution



Manager Evaluation

Harding Loevner Emerging Markets vs. MSCI Emerging Markets (Net)

As of December 31, 2016

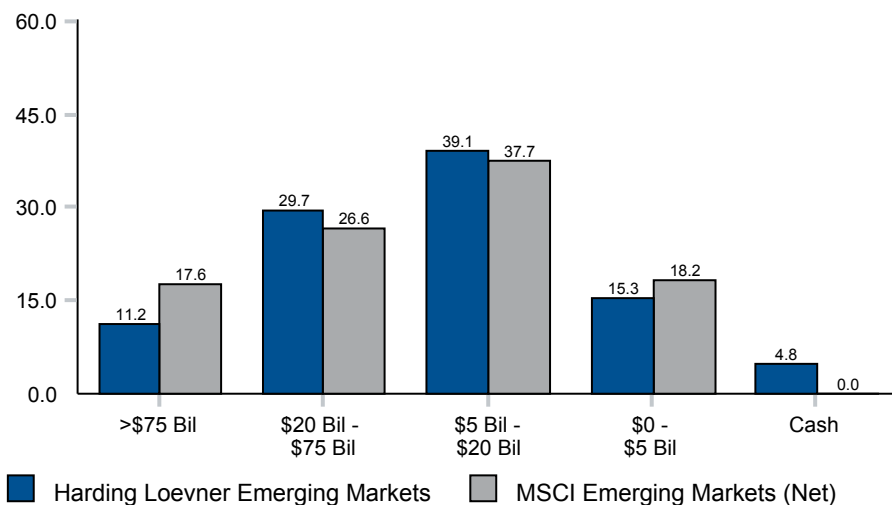
Portfolio Characteristics

	Portfolio	Benchmark
Wtd. Avg. Mkt. Cap (\$M)	31,367	48,996
Median Mkt. Cap (\$M)	10,708	4,713
Price/Earnings ratio	16.0	13.5
Price/Book ratio	2.8	2.3
5 Yr. EPS Growth Rate (%)	9.2	8.7
Current Yield (%)	2.2	2.6
Debt to Equity	0.6	0.9
Number of Stocks	80	832
Beta (5 Years, Monthly)	0.88	1.00
Consistency (5 Years, Monthly)	63.33	1.00
Sharpe Ratio (5 Years, Monthly)	0.35	0.15
Information Ratio (5 Years, Monthly)	0.61	-
Up Market Capture (5 Years, Monthly)	93.84	-
Down Market Capture (5 Years, Monthly)	79.99	-

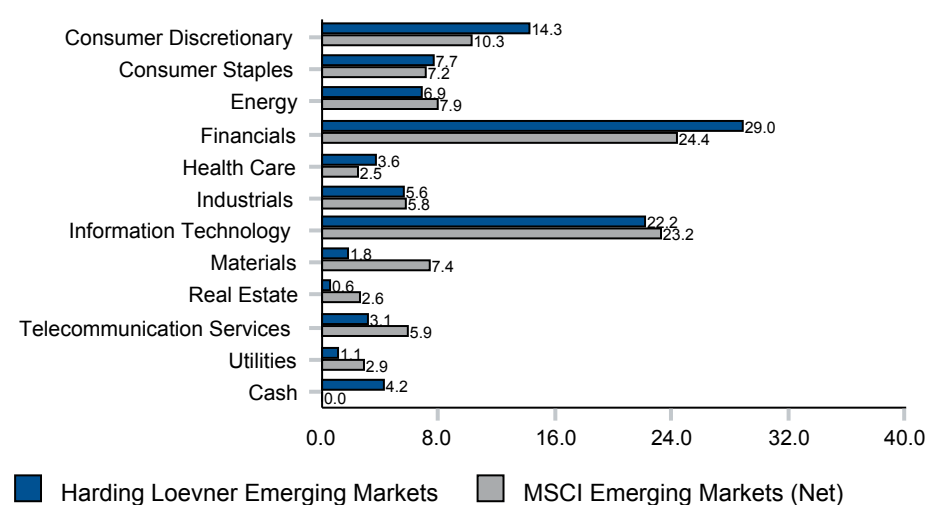
Top Ten Equity Holdings

	Portfolio Weight (%)	Benchmark Weight (%)	Active Weight (%)	Quarterly Return (%)
Samsung Electronics Co Ltd (B)	4.7	3.8	0.9	3.4
Taiwan Semiconductor Manufacturing	4.5	3.5	1.0	-3.8
Sberbank of Russia OJSC	3.5	0.8	2.7	23.4
Tencent Holdings LTD	3.0	3.5	-0.5	-10.9
Oil Co LUKOIL PJSC	2.6	0.6	2.0	18.6
AIA Group Ltd	2.5	0.0	2.5	-15.1
Sands China Ltd	2.3	0.0	2.3	0.2
Cnooc Ltd	2.1	0.6	1.5	2.7
Itau Unibanco Holding SA	1.8	0.9	0.9	5.0
Uti Bank Ltd	1.8	0.3	1.5	-18.5
% of Portfolio	28.8	14.0		

Distribution of Market Capitalization (%)



Sector Weights (%)



Manager Evaluation

Harding Loevner Emerging Markets vs. MSCI Emerging Markets (Net)

As of December 31, 2016

	Harding Loevner Emerging Markets	MSCI Emerging Markets (Net)
Australia	0.0	0.0
Hong Kong	7.8	0.4
Japan	0.0	0.0
New Zealand	0.0	0.0
Singapore	0.0	0.0
Pacific	7.8	0.4
Austria	0.0	0.0
Belgium	0.0	0.0
Finland	0.0	0.0
France	0.0	0.0
Germany	0.0	0.0
Ireland	0.0	0.0
Italy	0.0	0.0
Netherlands	0.0	0.0
Portugal	0.0	0.0
Spain	0.0	0.0
EMU	0.0	0.0
Denmark	0.0	0.0
Norway	0.0	0.0
Sweden	0.0	0.0
Switzerland	0.0	0.0
United Kingdom	2.7	0.0
Europe ex EMU	2.7	0.0
Canada	2.1	0.0
United States	0.8	0.0
Israel	0.0	0.0
Middle East	0.0	0.0
Developed Markets	13.4	0.4

	Harding Loevner Emerging Markets	MSCI Emerging Markets (Net)
Brazil	6.6	7.7
Cayman Islands	0.0	0.0
Chile	1.0	1.2
Colombia	1.1	0.5
Mexico	5.1	3.5
Peru	1.1	0.4
Virgin Islands	0.0	0.0
EM Latin America	14.9	13.3
China	12.9	26.2
India	7.7	8.3
Indonesia	3.1	2.6
Korea	11.2	14.5
Malaysia	0.0	2.5
Philippines	0.5	1.2
Taiwan	9.0	12.1
Thailand	1.7	2.3
EM Asia	45.9	69.8
Czech Republic	1.3	0.2
Egypt	0.3	0.1
Greece	0.0	0.4
Hungary	1.5	0.3
Poland	1.4	1.1
Qatar	0.0	0.9
Russia	6.1	4.5
South Africa	5.5	7.1
Turkey	1.2	1.0
United Arab Emirates	1.3	0.9
EM Europe + Middle East + Africa	18.6	16.6
Emerging Markets	79.4	99.6
Frontier Markets	0.8	0.0
Cash	4.2	0.0
Other	2.1	0.0
Total	100.0	100.0

Manager Evaluation

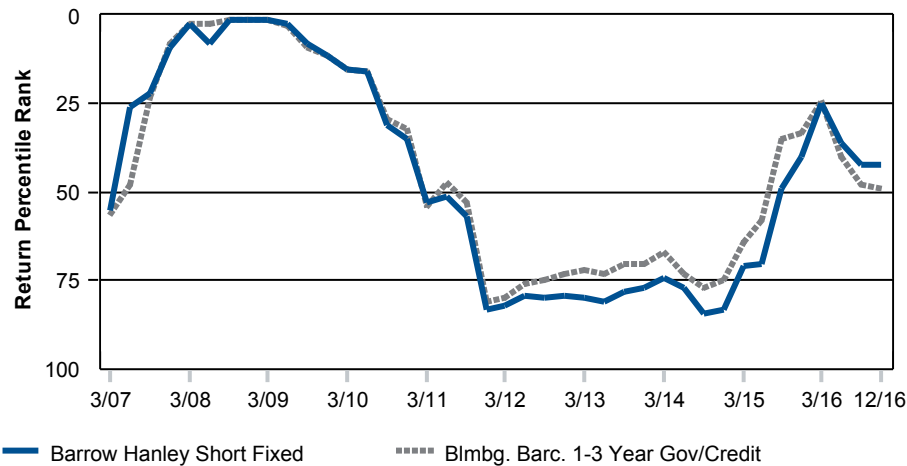
Barrow Hanley Short Fixed vs. Blmbg. Barc. 1-3 Year Gov/Credit

As of December 31, 2016

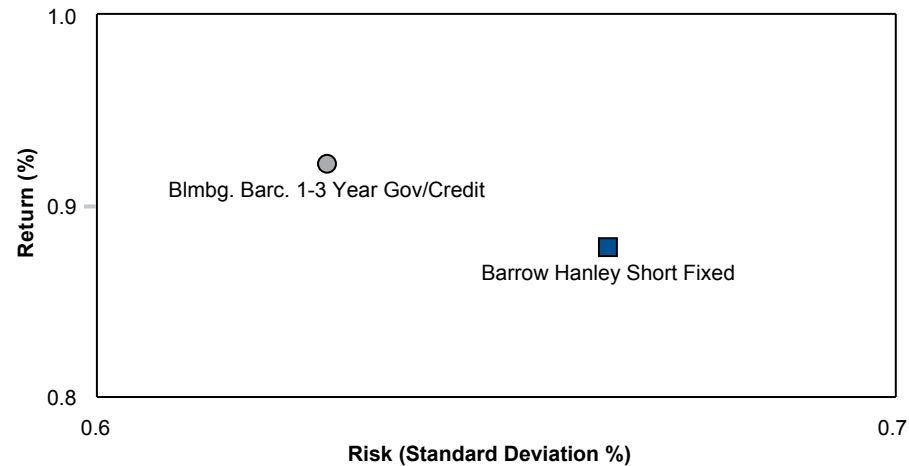
Historical Performance

	Quarter	Year To Date	1 Year	3 Years	5 Years	10 Years	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Barrow Hanley Short Fixed	-0.3	1.6	1.6	1.0	0.9	2.4	0.7	0.6	0.4	1.0	1.5	2.4	4.0	4.9	6.8	4.3
Blmbg. Barc. 1-3 Year Gov/Credit	-0.4	1.3	1.3	0.9	0.9	2.4	0.7	0.8	0.6	1.3	1.6	2.8	3.8	5.0	6.8	4.3
IM U.S. Short Term Investment Grade	-0.1	1.7	1.7	0.9	1.3	2.2	0.3	0.7	0.5	3.1	1.1	3.5	8.7	-2.8	4.6	4.2
<i>Barrow Hanley Short Fixed Rank</i>	<i>69</i>	<i>51</i>	<i>51</i>	<i>42</i>	<i>73</i>	<i>44</i>	<i>19</i>	<i>52</i>	<i>52</i>	<i>90</i>	<i>35</i>	<i>73</i>	<i>88</i>	<i>4</i>	<i>5</i>	<i>46</i>

Three Year Rolling Percentile Ranking



Risk and Return (Jan-2012 - Dec-2016)



Historical Statistics - Monthly Periodicity (Jan-2012 - Dec-2016)

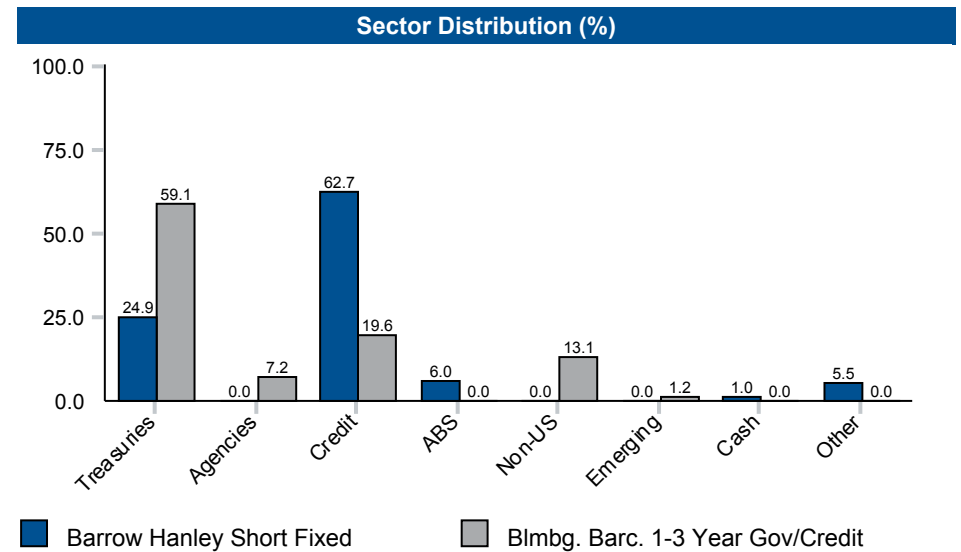
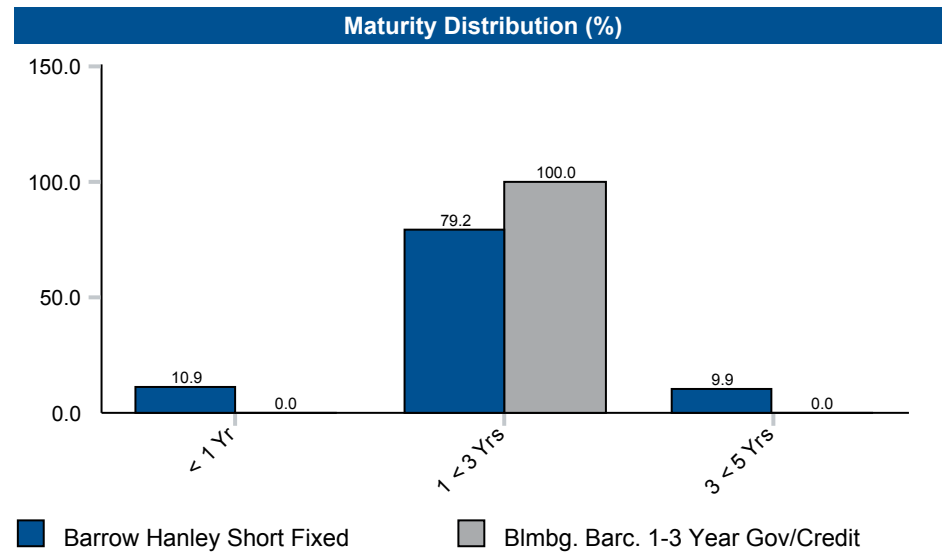
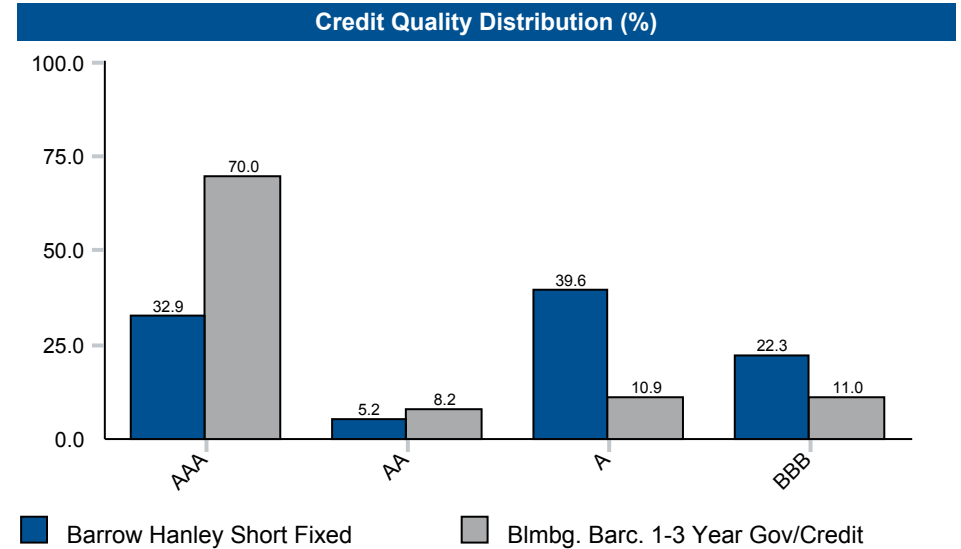
	Return	Standard Deviation	Excess Return	Alpha	Beta	Sharpe Ratio	Tracking Error	Information Ratio	Downside Risk	Consistency	Inception Date
Barrow Hanley Short Fixed	0.9	0.7	0.8	0.0	0.9	1.2	0.3	-0.2	0.3	40.0	25y 9m
Blmbg. Barc. 1-3 Year Gov/Credit	0.9	0.6	0.8	0.0	1.0	1.3	0.0	N/A	0.3	0.0	25y 9m

Manager Evaluation

Barrow Hanley Short Fixed vs. Blmbg. Barc. 1-3 Year Gov/Credit

As of December 31, 2016

Portfolio Characteristics		
	Portfolio	Benchmark
Effective Duration	1.8	1.9
Avg. Maturity	1.9	2.0
Avg. Quality	A+	AA+
Yield To Maturity (%)	1.7	1.4



Manager Evaluation

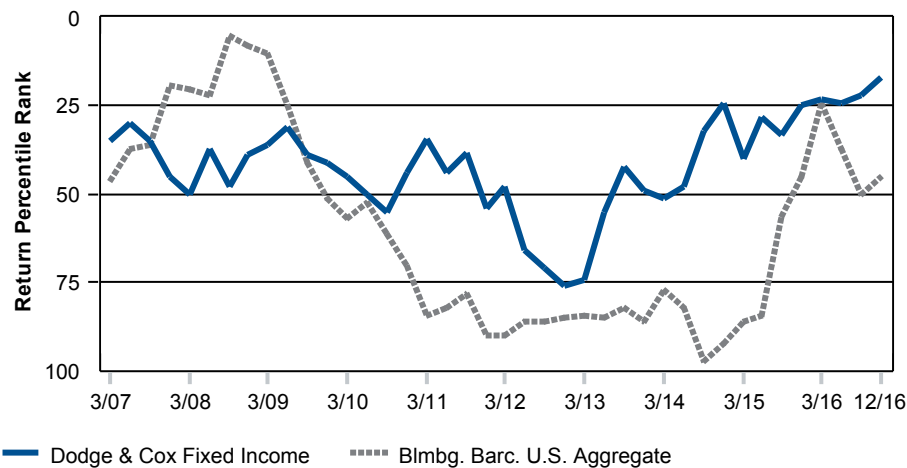
Dodge & Cox Fixed Income vs. Blmbg. Barc. U.S. Aggregate

As of December 31, 2016

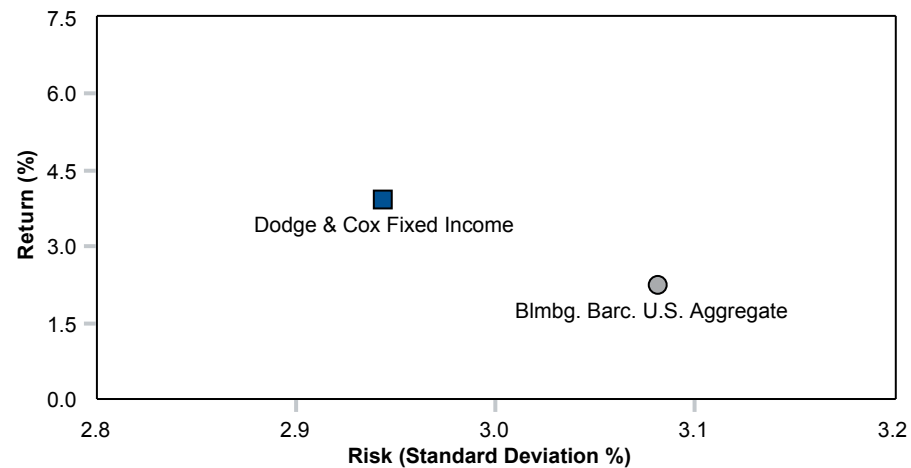
Historical Performance

	Quarter	Year To Date	1 Year	3 Years	5 Years	10 Years	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Dodge & Cox Fixed Income	-1.3	6.2	6.2	3.8	3.9	5.1	-0.6	5.9	0.3	8.1	4.8	7.2	16.1	-0.3	4.7	5.3
Blmbg. Barc. U.S. Aggregate	-3.0	2.6	2.6	3.0	2.2	4.3	0.5	6.0	-2.0	4.2	7.8	6.5	5.9	5.2	7.0	4.3
IM U.S. Broad Market Core+ Fixed Income	-2.4	4.2	4.2	2.9	3.1	4.9	-0.3	5.4	-1.1	8.2	6.0	8.3	14.5	-2.4	5.4	4.1
<i>Dodge & Cox Fixed Income Rank</i>	9	12	12	17	16	36	61	35	19	55	75	74	36	37	76	17

Three Year Rolling Percentile Ranking



Risk and Return (Jan-2012 - Dec-2016)



Historical Statistics - Monthly Periodicity (Jan-2012 - Dec-2016)

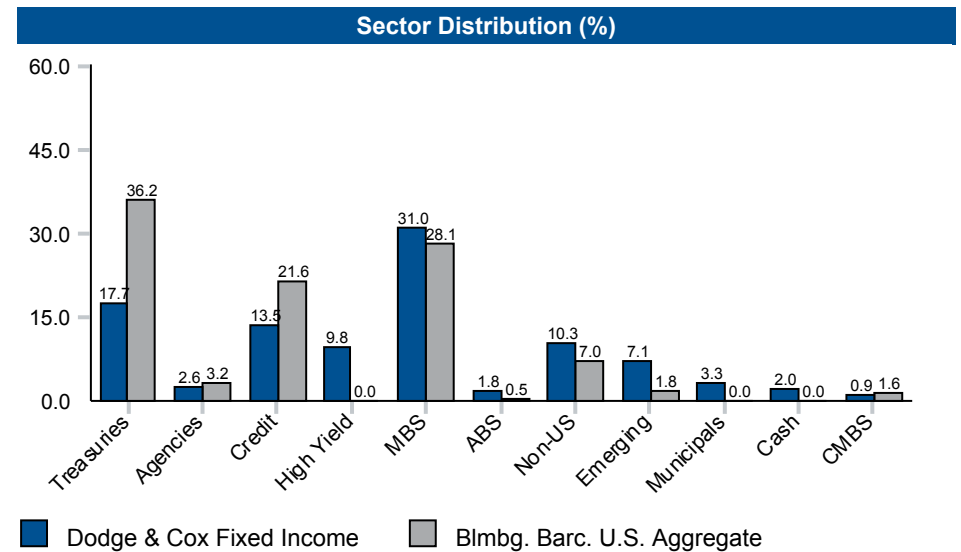
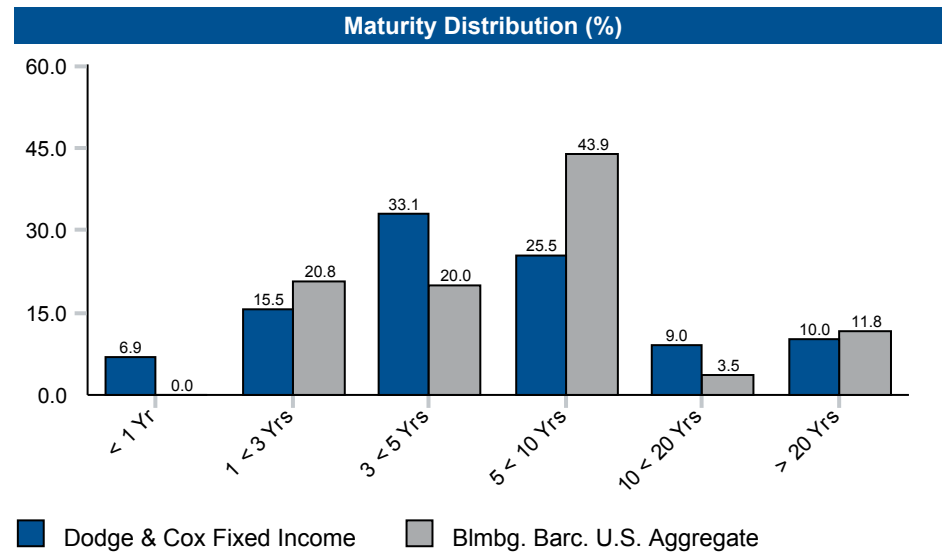
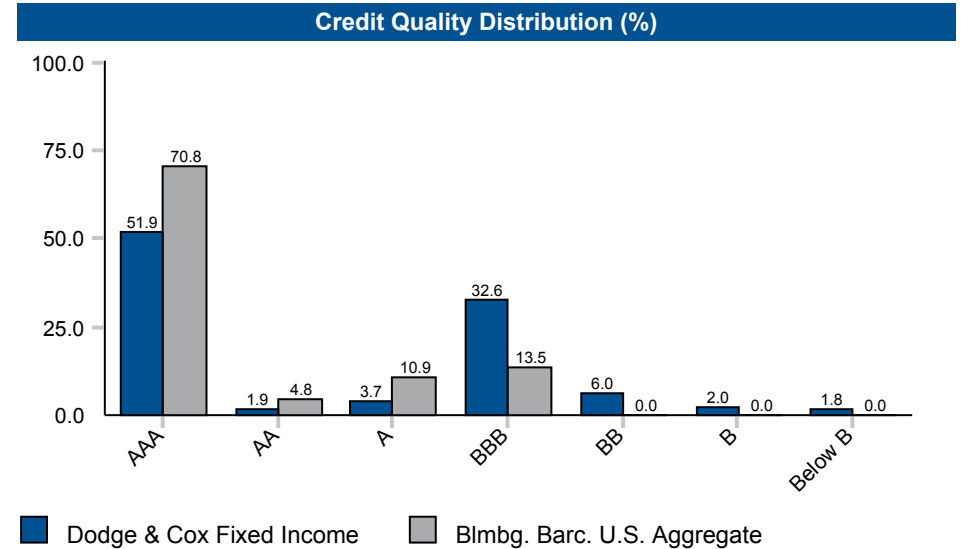
	Return	Standard Deviation	Excess Return	Alpha	Beta	Sharpe Ratio	Tracking Error	Information Ratio	Downside Risk	Consistency	Inception Date
Dodge & Cox Fixed Income	3.9	2.9	3.8	2.1	0.8	1.3	1.7	0.9	1.5	58.3	28y
Blmbg. Barc. U.S. Aggregate	2.2	2.9	2.2	0.0	1.0	0.8	0.0	N/A	1.8	0.0	28y

Manager Evaluation

Dodge & Cox Fixed Income vs. Blmbg. Barc. U.S. Aggregate

As of December 31, 2016

Portfolio Characteristics		
	Portfolio	Benchmark
Effective Duration	4.5	5.9
Yield To Maturity (%)	3.2	2.6
Avg. Maturity	7.8	8.2
Avg. Quality	A+	AA+



Manager Evaluation

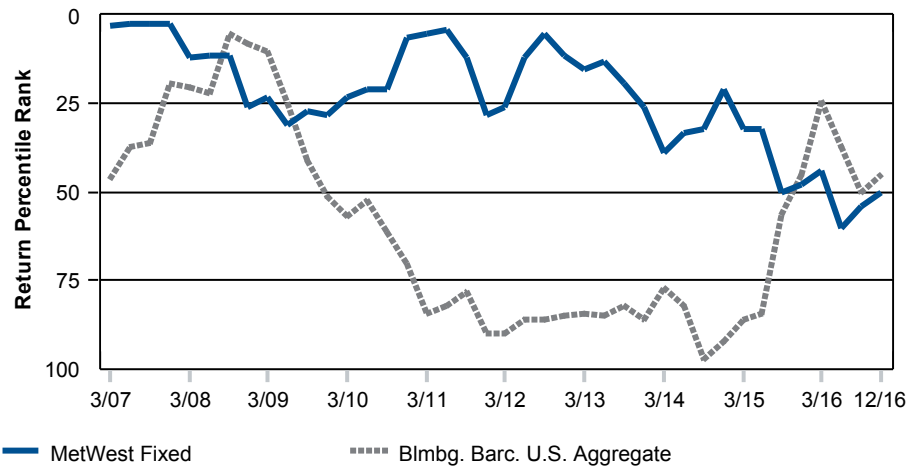
MetWest Fixed vs. Blmbg. Barc. U.S. Aggregate

As of December 31, 2016

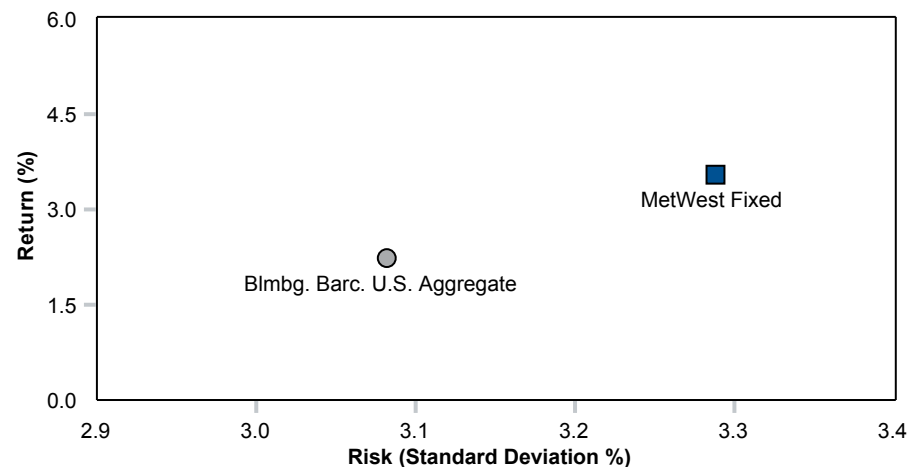
Historical Performance

	Quarter	Year To Date	1 Year	3 Years	5 Years	10 Years	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
MetWest Fixed	-2.6	2.9	2.9	2.9	3.5	5.6	0.2	5.6	-1.5	11.0	5.5	11.7	17.3	-1.3	6.5	7.2
Blmbg. Barc. U.S. Aggregate	-3.0	2.6	2.6	3.0	2.2	4.3	0.5	6.0	-2.0	4.2	7.8	6.5	5.9	5.2	7.0	4.3
IM U.S. Broad Market Core+ Fixed Income	-2.4	4.2	4.2	2.9	3.1	4.9	-0.3	5.4	-1.1	8.2	6.0	8.3	14.5	-2.4	5.4	4.1
<i>MetWest Fixed Rank</i>	<i>69</i>	<i>77</i>	<i>77</i>	<i>50</i>	<i>35</i>	<i>11</i>	<i>27</i>	<i>44</i>	<i>64</i>	<i>8</i>	<i>64</i>	<i>7</i>	<i>32</i>	<i>39</i>	<i>30</i>	<i>1</i>

Three Year Rolling Percentile Ranking



Risk and Return (Jan-2012 - Dec-2016)



Historical Statistics - Monthly Periodicity (Jan-2012 - Dec-2016)

	Return	Standard Deviation	Excess Return	Alpha	Beta	Sharpe Ratio	Tracking Error	Information Ratio	Downside Risk	Consistency	Inception Date
MetWest Fixed	3.5	2.6	3.4	1.7	0.8	1.3	1.3	1.0	1.5	56.7	19y 9m
Blmbg. Barc. U.S. Aggregate	2.2	2.9	2.2	0.0	1.0	0.8	0.0	N/A	1.8	0.0	19y 9m

Manager Evaluation

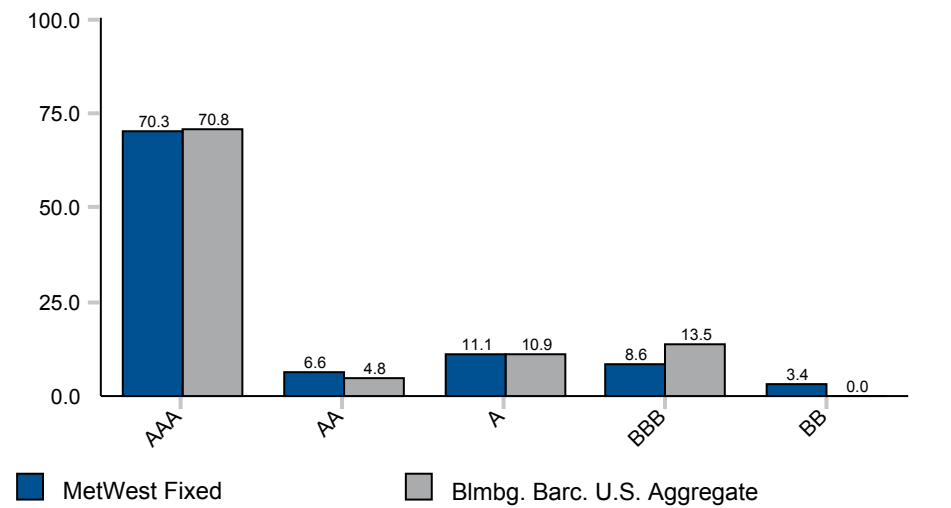
MetWest Fixed vs. Blmbg. Barc. U.S. Aggregate

As of December 31, 2016

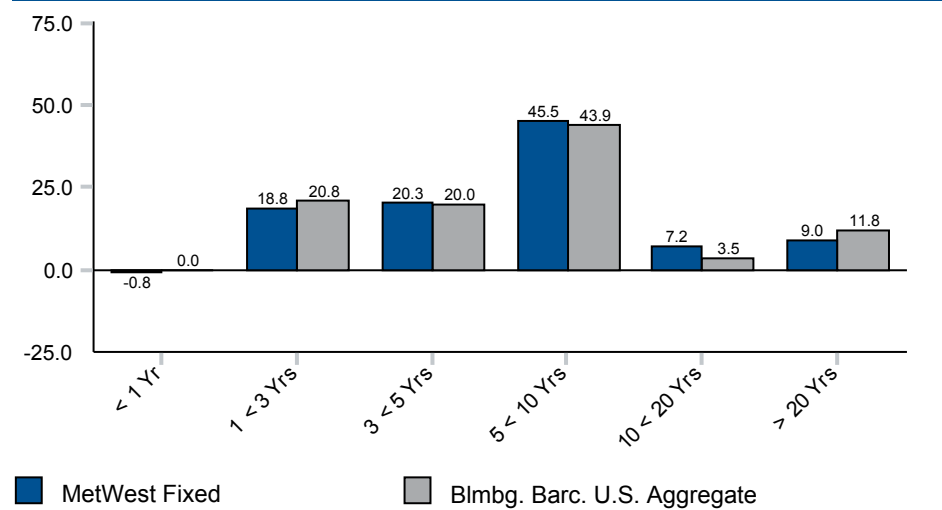
Portfolio Characteristics

	Portfolio	Benchmark
Effective Duration	5.6	5.9
Yield To Maturity (%)	2.9	2.6
Avg. Maturity	8.3	8.2
Avg. Quality	AA+	AA+

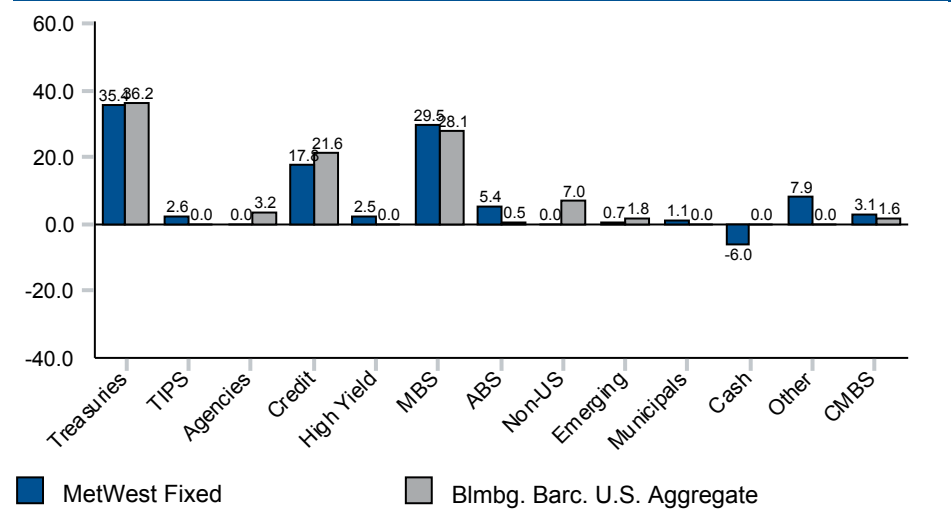
Credit Quality Distribution (%)



Maturity Distribution (%)



Sector Distribution (%)



Manager Evaluation

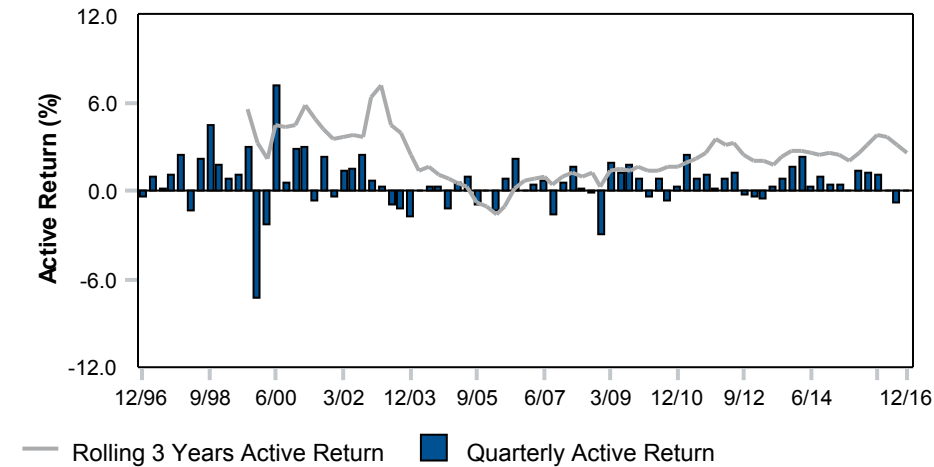
Lighthouse Diversified vs. HFRI Fund of Funds Composite Index

As of December 31, 2016

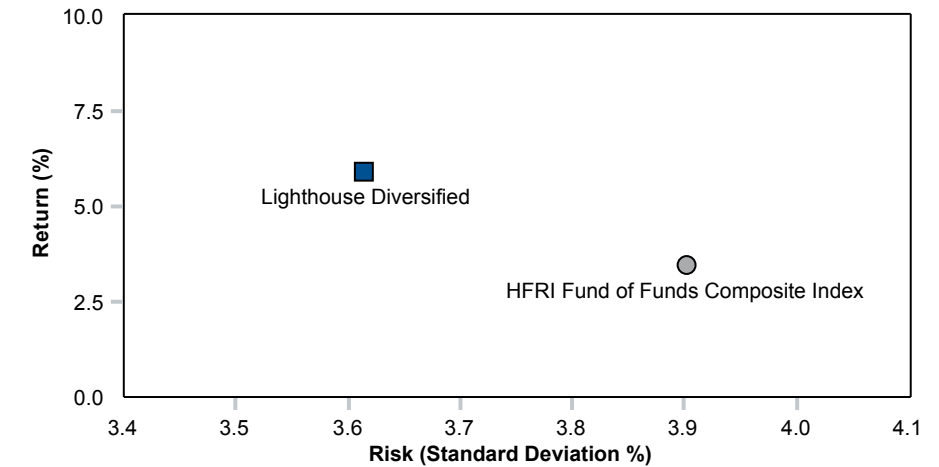
Historical Performance

	Quarter	Year To Date	1 Year	3 Years	5 Years	10 Years	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Lighthouse Diversified	1.0	1.2	1.2	3.9	5.9	3.5	3.1	7.7	11.4	6.4	-1.2	6.0	18.0	-22.6	10.4	12.5
HFRI Fund of Funds Composite Index	0.9	0.5	0.5	1.2	3.4	1.3	-0.3	3.4	9.0	4.8	-5.7	5.7	11.5	-21.4	10.3	10.4

Comparative Performance and Rolling Return



Risk and Return (Jan-2012 - Dec-2016)



Historical Statistics - Quarterly Periodicity (Jan-2012 - Dec-2016)

	Return	Standard Deviation	Excess Return	Alpha	Beta	Sharpe Ratio	Tracking Error	Information Ratio	Downside Risk	Consistency	Inception Date
Lighthouse Diversified	5.9	3.6	5.7	2.9	0.8	1.6	1.6	1.5	1.4	80.0	20y 5m
HFRI Fund of Funds Composite Index	3.4	3.9	3.4	0.0	1.0	0.9	0.0	N/A	2.4	0.0	20y 5m

Manager Evaluation

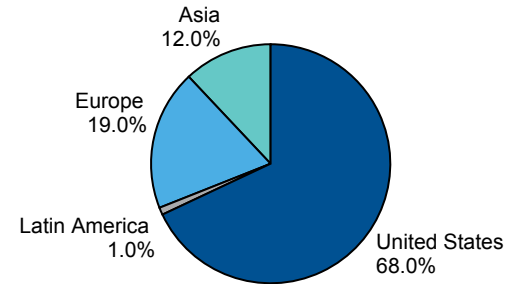
Lighthouse Diversified

As of December 31, 2016

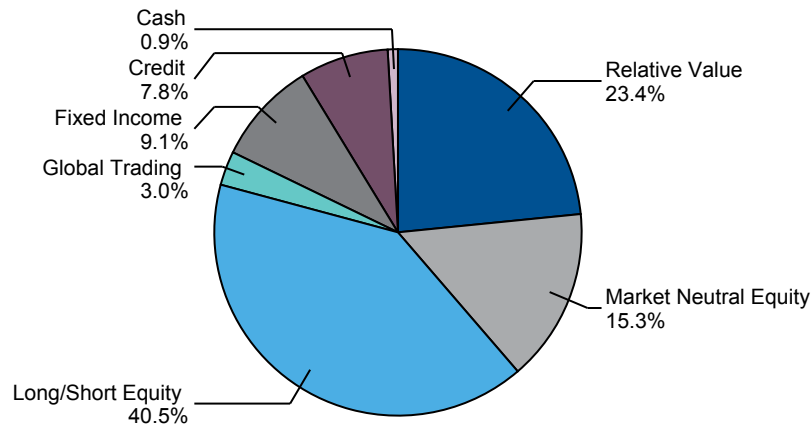
Portfolio Characteristics

	Portfolio
Net Exposure %	39.5
Leverage	1.3
Manager Count	29
# Managers Funded	0
# Managers Redeemed	2

Region Allocation



Strategy Allocation



Manager Evaluation

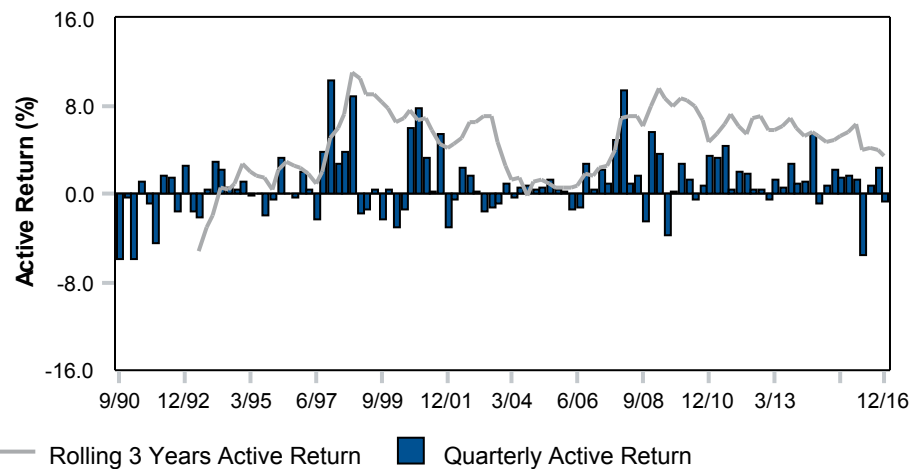
Pointer Offshore LTD vs. HFRI Fund of Funds Composite Index

As of December 31, 2016

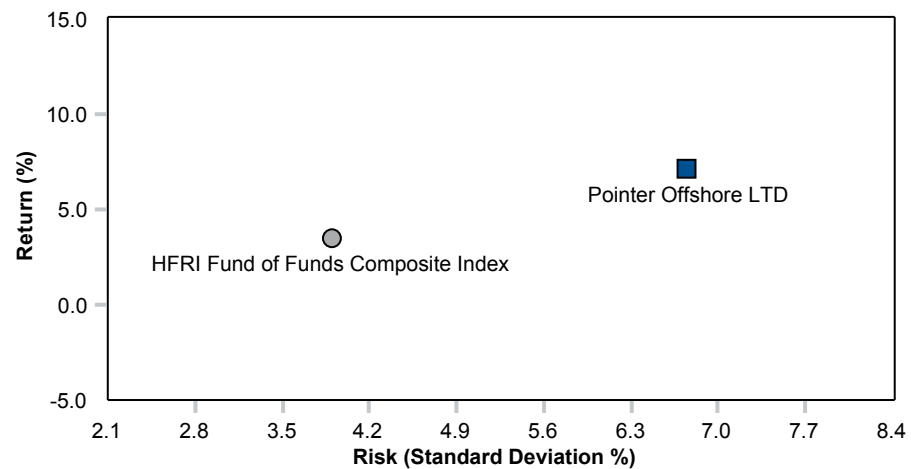
Historical Performance

	Quarter	Year To Date	1 Year	3 Years	5 Years	10 Years	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Pointer Offshore LTD	0.2	-2.7	-2.7	4.6	7.1	7.4	6.7	10.2	15.1	7.0	4.3	11.2	14.8	-16.5	30.4	11.1
HFRI Fund of Funds Composite Index	0.9	0.5	0.5	1.2	3.4	1.3	-0.3	3.4	9.0	4.8	-5.7	5.7	11.5	-21.4	10.3	10.4

Comparative Performance and Rolling Return



Risk and Return (Jan-2012 - Dec-2016)



Historical Statistics - Quarterly Periodicity (Jan-2012 - Dec-2016)

	Return	Standard Deviation	Excess Return	Alpha	Beta	Sharpe Ratio	Tracking Error	Information Ratio	Downside Risk	Consistency	Inception Date
Pointer Offshore LTD	7.1	6.8	7.1	2.1	1.5	1.0	4.0	0.9	4.0	80.0	26y 6m
HFRI Fund of Funds Composite Index	3.4	3.9	3.4	0.0	1.0	0.9	0.0	N/A	2.4	0.0	26y 6m

Manager Evaluation

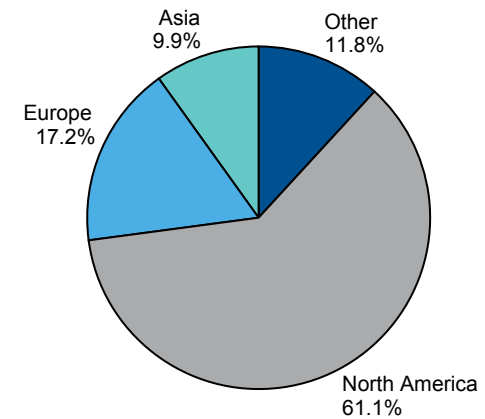
Pointer Offshore LTD

As of December 31, 2016

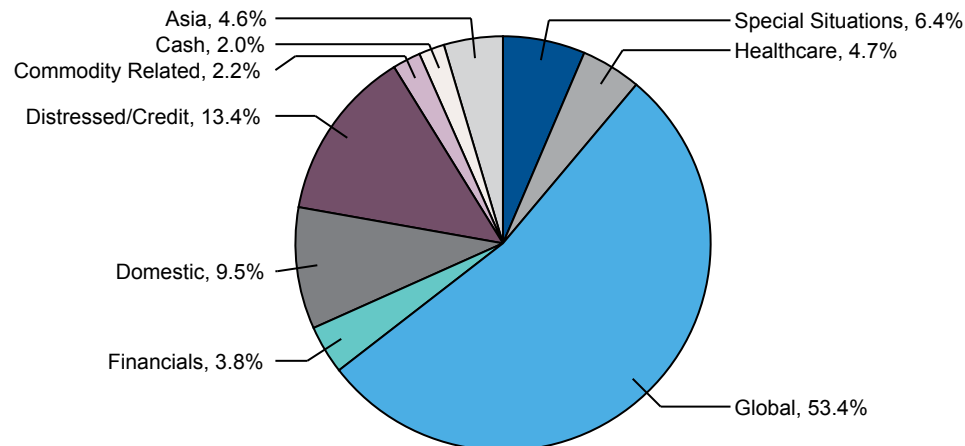
Portfolio Characteristics

	Portfolio
Net Exposure %	49.0
Gross Exposure %	151.0
Gross Long %	98.0
Gross Short %	51.0
Leverage	1.5
Manager Count	26
# Managers Funded	2
# Managers Redeemed	0

Region Allocation



Strategy Allocation



Manager Evaluation

Oaktree Real Estate Opportunities Fund VI

As of December 31, 2016*

Administrative Facts

Commencement of Operations	9/20/2012
Final Closing Date	9/20/2013
Investment Period End Date	8/30/2016
Fund Closing Date ¹	9/20/2022
Fund Type	Closed-end
Total Committed Capital	\$2,677
% Drawn	100%
% Distributed	35%
GP and Affiliates % of the Fund	3.0%

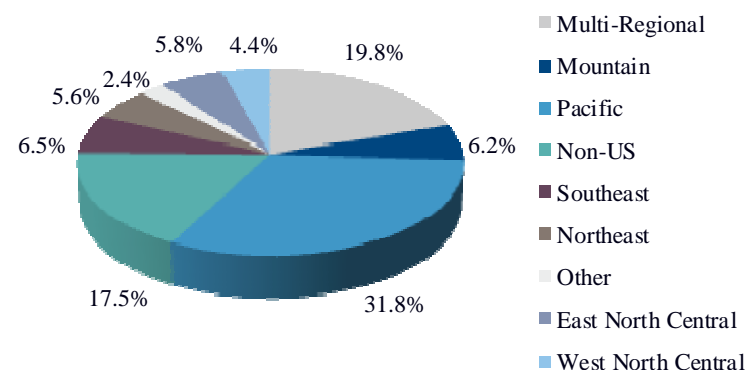
Historical Investment Profile

Investment Category	# of Investments	Net Invested Capital	
		Total (\$)	% of Total
Commercial	51	1547.8	50.4%
Non-US	19	630.8	20.6%
Residential	10	475.9	15.5%
Residential NPLs	15	148.8	4.8%
Commercial NPLs	11	150.2	4.9%
Corporate	2	115.3	3.8%
Total	108	3068.8	100%

Top Ten Holdings

	Asset Type	Property Type	Market Value	%
Genesis Platform	Equity	Residential	\$148.0	5.4%
Bascom Platform	Equity	Multi-Family	\$130.0	4.7%
Philadelphia Marriott	Equity	Hotel/Gaming/Leisure	\$101.0	3.7%
Kauai Lagoons	Recapitalized Equity	Hotel/Gaming/Leisure	\$99.2	3.6%
Chicago Board of Trade Building	Equity	Office	\$90.1	3.3%
ETCO Homes Platform	Equity	Mixed	\$75.1	2.7%
Northlake	Recapitalized Equity	Residential	\$65.9	2.4%
Brea Corporate Place	Recapitalized Equity	Office	\$65.5	2.4%
Southeast Office Portfolio	Recapitalized Equity	Office	\$63.9	2.3%
SoCal Biomedical Parks	Equity	Mixed	\$61.7	2.2%
Total			\$900.4	32.7%

Geographic Exposure



* Characteristics are updated through September 30, 2016 as current quarter data was not available.

¹ Fund Closing Date is subject to two possible one-year add-ons after September 20, 2022.

Manager Evaluation

Walton Street Real Estate Fund VII

As of December 31, 2016*

Administrative Facts

Commencement of Operations	5/2/2013
Final Closing Date	2/28/2014
Investment Period End Date	11/2/2017
Fund Closing Date ¹	11/2/2023
Fund Type	Closed-end
Total Committed Capital	\$1,278
% Drawn	83.0%
% Distributed	32%
GP and Affiliates % of the Fund	7.7%

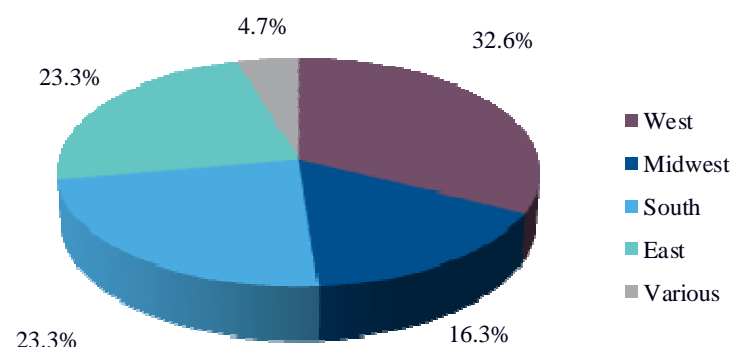
Historical Investment Profile

Investment Category	# of Investments	Invested Capital		Projected Committed Equity
		Total (\$)	% of Total	Total (\$)
Office	14	364.3	34.9%	460.1
Residential	10	183.3	17.6%	189.5
Retail	8	149.5	14.3%	155.2
Hotel	9	283.2	27.1%	295.8
Industrial	1	44.0	4.2%	44.0
Senior Housing	1	19.6	1.9%	19.6
Total	43	1043.9	100%	1164.3

Top Ten Holdings

	Investment Date	Investment Category	Invested Equity	% of Total
237 Park Avenue	Oct-13	Office	\$84.1	8.2%
Legends	Jan-16	Retail	\$65.2	6.4%
European Hotel Portfolio	Oct-15	Hotel	\$58.4	5.7%
Hyatt Regency	Mar-15	Hotel	\$46.0	4.5%
World Trade Center	Aug-15	Office	\$39.5	3.9%
Key West Portfolio	Aug-12	Office	\$38.3	3.7%
Milestone Business Park	Dec-13	Office	\$33.6	3.3%
Independence Collection	Jan-16	Office	\$32.0	3.1%
16550 Via Esprillo	Aug-15	Office	\$30.4	3.0%
Hilton Alexandria	Jun-14	Hotel	\$30.4	3.0%
Total			\$457.9	44.8%

Geographic Exposure ³



* Characteristics are updated through September 30, 2016 as current quarter data was not available.

¹ Fund Closing Date is subject to two possible one-year add-ons after November 2, 2023.

² Reflects only those holdings with invested equity.

Manager Evaluation

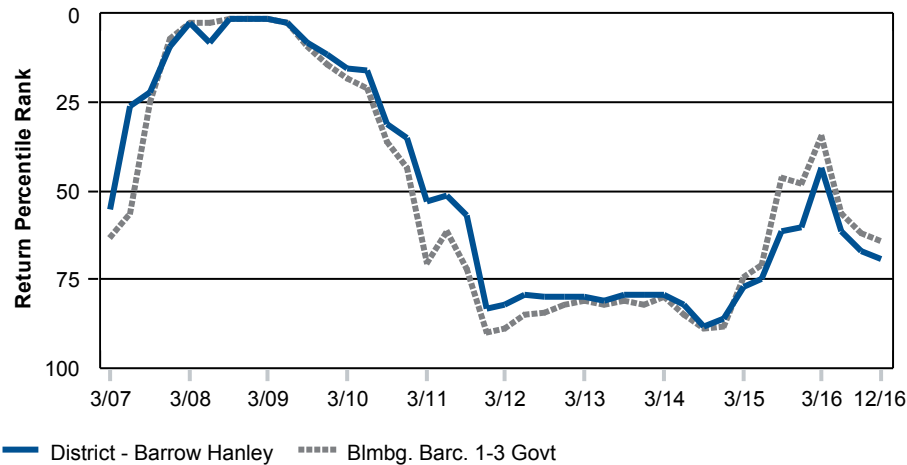
District - Barrow Hanley vs. Blmbg. Barc. 1-3 Govt

As of December 31, 2016

Historical Performance

	Quarter	Year To Date	1 Year	3 Years	5 Years	10 Years	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
District - Barrow Hanley	-0.4	1.0	1.0	0.6	0.6	2.2	0.5	0.4	0.3	0.9	1.5	2.4	4.0	4.9	6.8	4.3
Blmbg. Barc. 1-3 Govt	-0.4	0.9	0.9	0.7	0.6	2.2	0.6	0.6	0.4	0.5	1.6	2.4	1.4	6.7	7.1	4.1
IM U.S. Short Term Investment Grade	-0.1	1.7	1.7	0.9	1.3	2.2	0.3	0.7	0.5	3.1	1.1	3.5	8.7	-2.8	4.6	4.2
<i>District - Barrow Hanley Rank</i>	73	81	81	69	83	50	34	68	63	91	35	73	88	4	5	46

Three Year Rolling Percentile Ranking



Risk and Return (Jan-2012 - Dec-2016)



Historical Statistics - Monthly Periodicity (Jan-2012 - Dec-2016)

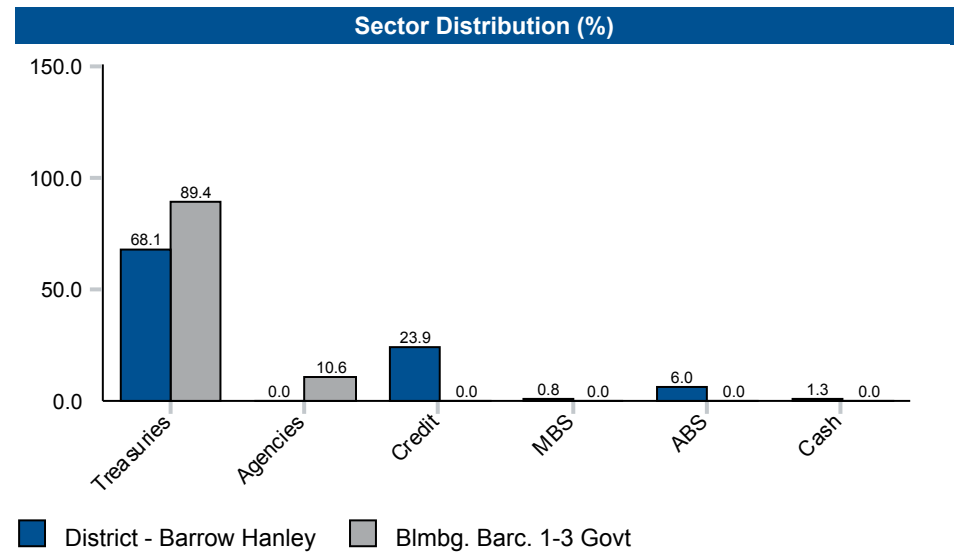
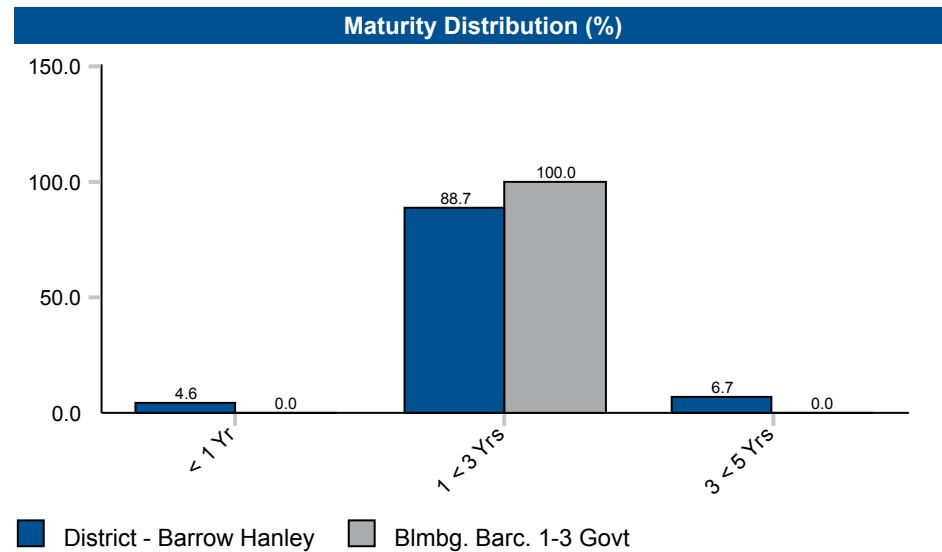
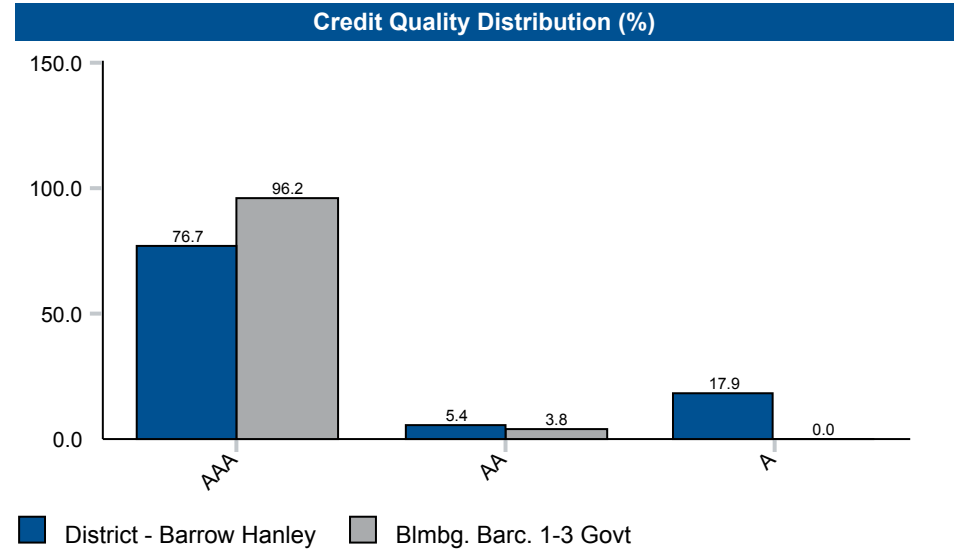
	Return	Standard Deviation	Excess Return	Alpha	Beta	Sharpe Ratio	Tracking Error	Information Ratio	Downside Risk	Consistency	Inception Date
District - Barrow Hanley	0.6	0.6	0.5	0.1	0.9	0.9	0.2	0.2	0.3	48.3	25y 9m
Blmbg. Barc. 1-3 Govt	0.6	0.6	0.5	0.0	1.0	0.8	0.0	N/A	0.3	0.0	25y 9m

Manager Evaluation

District - Barrow Hanley vs. Blmbg. Barc. 1-3 Govt

As of December 31, 2016

Portfolio Characteristics		
	Portfolio	Benchmark
Effective Duration	1.8	1.9
Avg. Maturity	1.9	2.0
Avg. Quality	AA+	AAA
Yield To Maturity (%)	1.3	1.2



Manager Evaluation

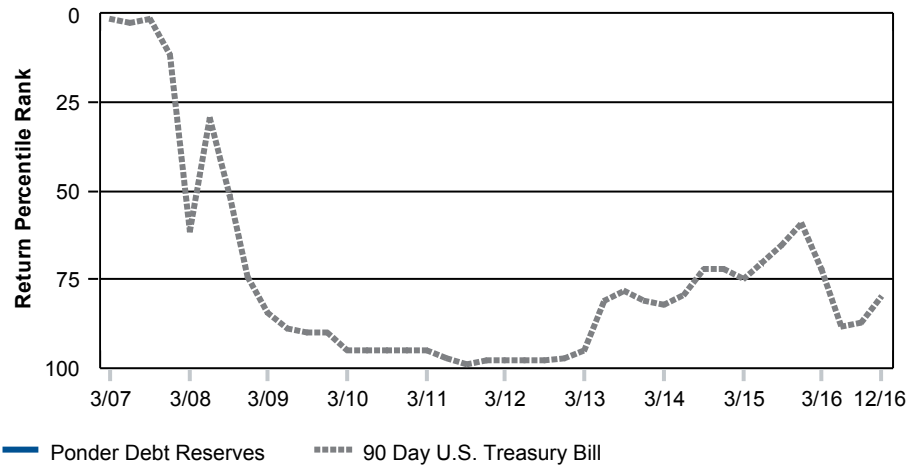
Ponder Debt Reserves vs. 90 Day U.S. Treasury Bill

As of December 31, 2016

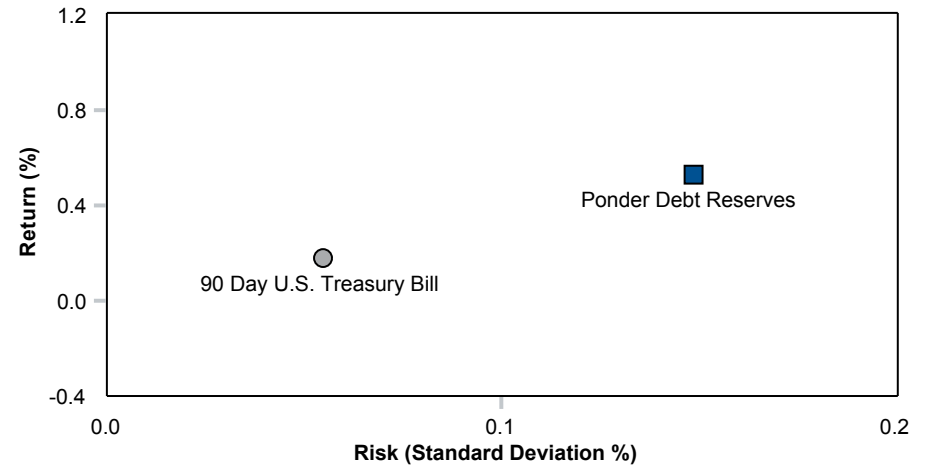
Historical Performance

	Quarter	Year To Date	1 Year	3 Years	5 Years	10 Years	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Ponder Debt Reserves	0.1	0.7	0.7	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
90 Day U.S. Treasury Bill	0.1	0.3	0.3	0.1	0.1	0.8	0.0	0.0	0.0	0.1	0.1	0.1	0.2	2.1	4.9	4.8
IM U.S. Short Term Treasury/Govt Bonds (MF) Median	-0.6	0.7	0.7	0.6	0.5	2.0	0.2	0.6	-0.6	0.9	1.4	2.3	2.8	4.7	5.8	3.7
<i>Ponder Debt Reserves Rank</i>	9	50	50	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Three Year Rolling Percentile Ranking



Risk and Return (Jul-2015 - Dec-2016)



Historical Statistics - Monthly Periodicity (May-2015 - Dec-2016)

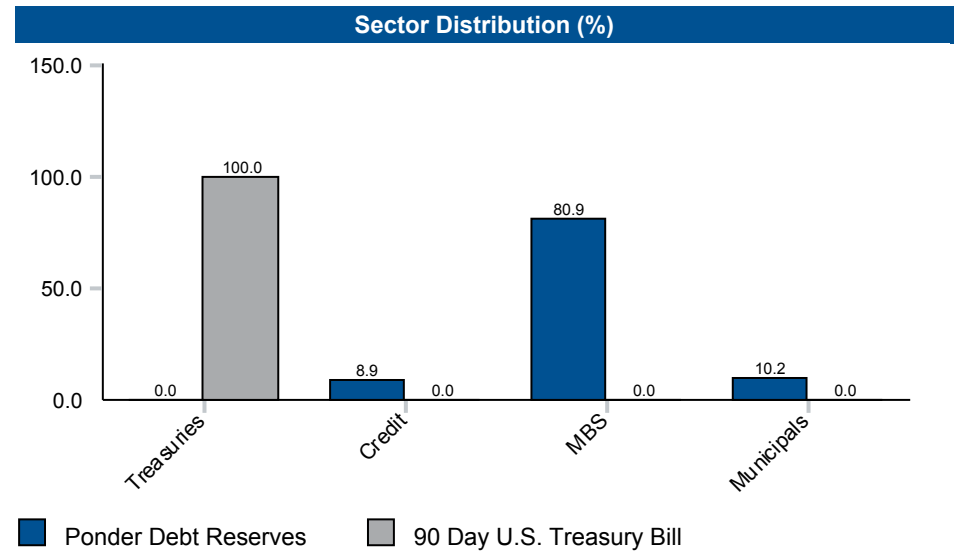
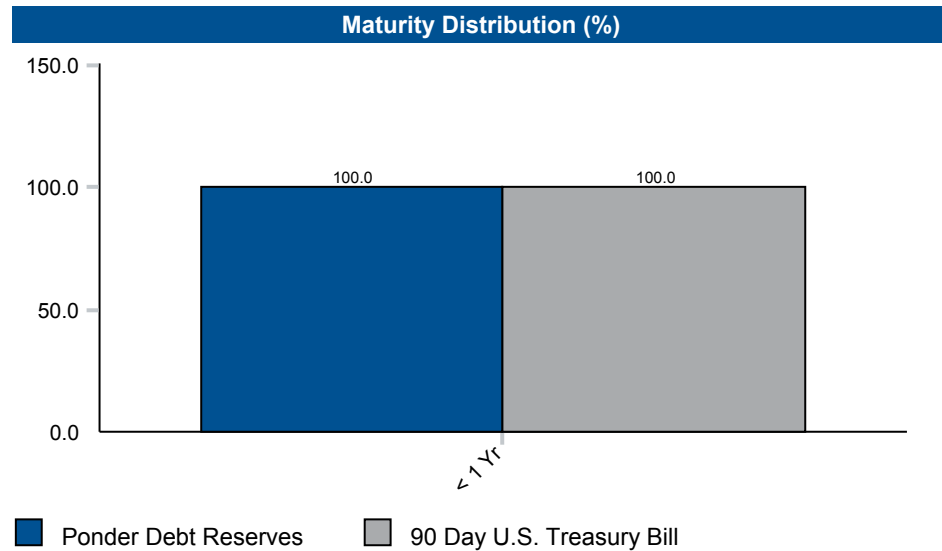
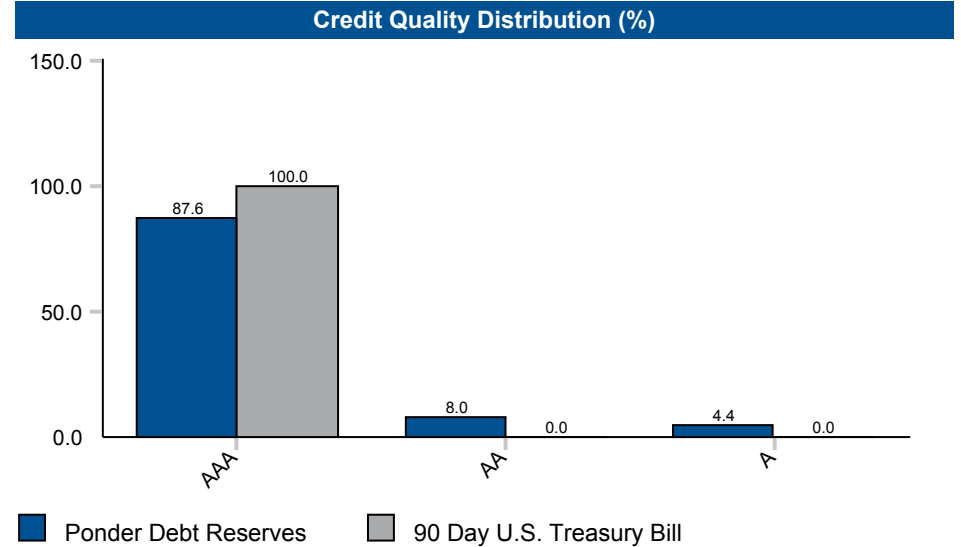
	Return	Standard Deviation	Excess Return	Alpha	Beta	Sharpe Ratio	Tracking Error	Information Ratio	Downside Risk	Consistency	Inception Date
Ponder Debt Reserves	0.5	0.1	0.3	0.4	0.6	2.7	0.1	2.7	0.0	85.0	1y 8m
90 Day U.S. Treasury Bill	0.2	0.1	0.0	0.0	1.0	N/A	0.0	N/A	0.0	0.0	1y 8m

Manager Evaluation

Ponder Debt Reserves vs. 90 Day U.S. Treasury Bill

As of December 31, 2016

Portfolio Characteristics		
	Portfolio	Benchmark
Effective Duration	0.1	0.3
Avg. Maturity	0.1	0.3
Avg. Quality	AAA	AAA
Yield To Maturity (%)	1.0	0.0



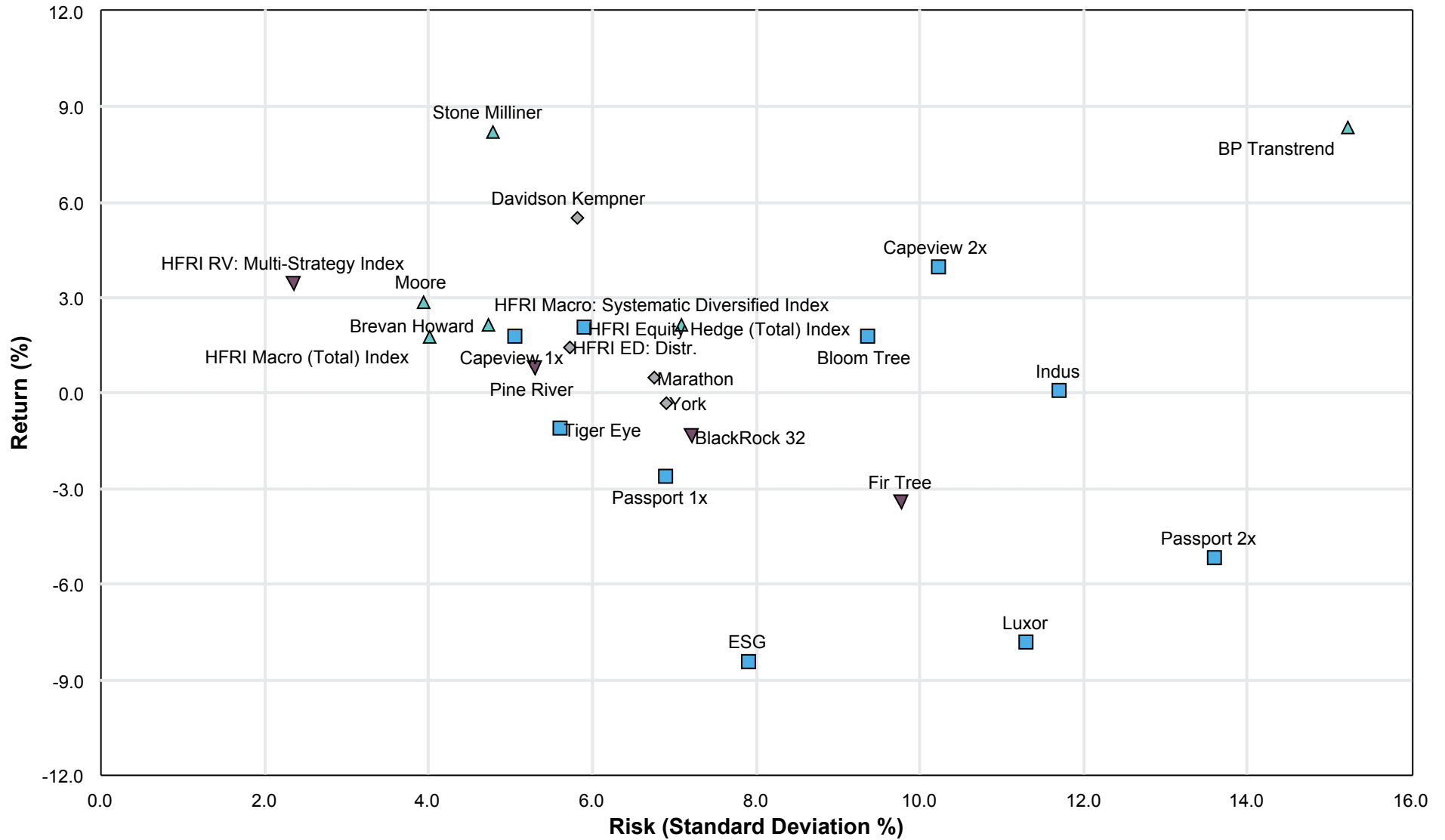


Direct Hedge Fund Manager Review

Risk and Return

Hedge Fund Managers Risk Return (Net of Fees)

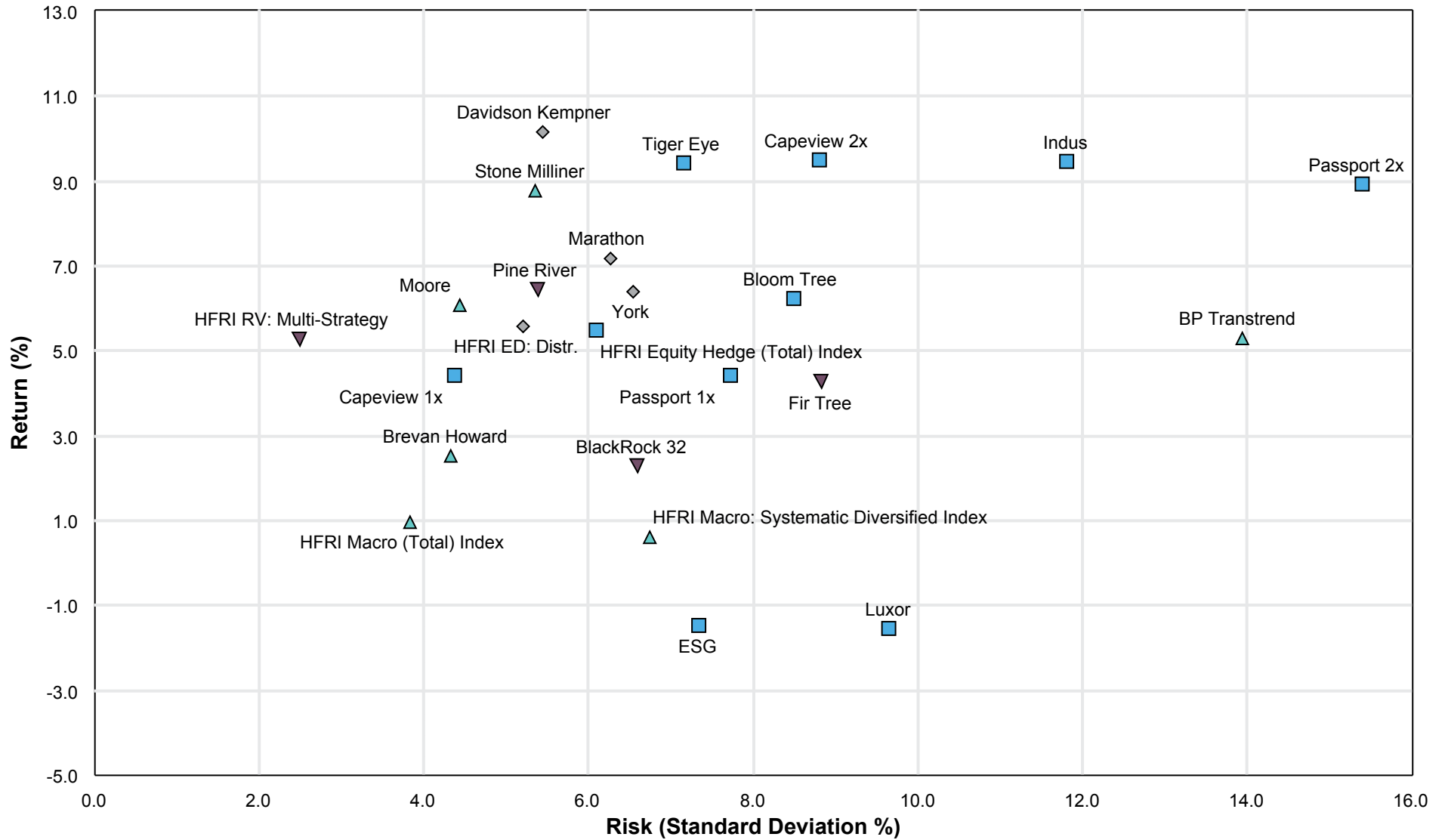
3 Years Ending December 31, 2016



Risk and Return

Hedge Fund Managers Risk Return (Net of Fees)

5 Years Ending December 31, 2016



From May 1, 2013, results shown are El Camino Hedge Fund Portfolio returns.

Manager Evaluation

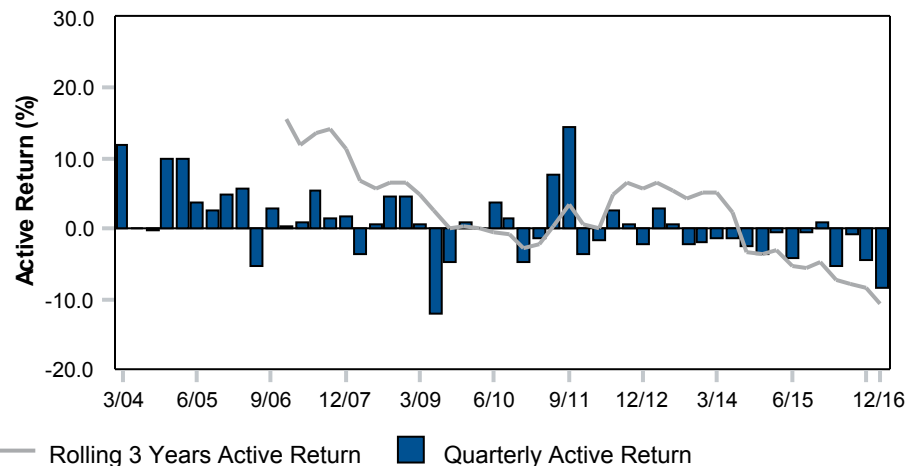
ESG Cross Border Equity Offshore Fund, Ltd. vs. HFRI Equity Hedge (Total) Index

As of December 31, 2016

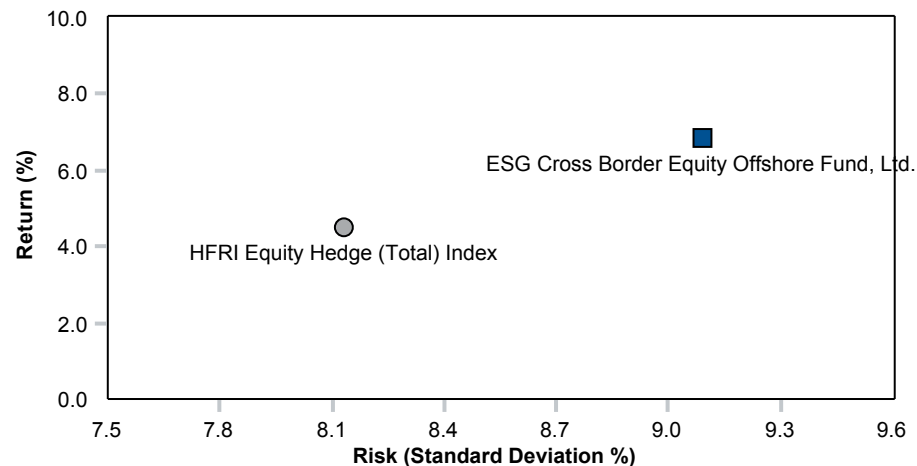
Historical Performance

	Quarter	Year To Date	1 Year	3 Years	5 Years	10 Years	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
ESG Cross Border Equity Offshore Fund, Ltd.	-7.1	-13.1	-13.1	-8.5	-1.5	1.5	-5.1	-7.0	13.4	6.7	9.3	11.0	7.9	-21.2	21.0	14.8
HFRI Equity Hedge (Total) Index	1.2	5.4	5.4	2.1	5.5	2.9	-1.0	1.8	14.3	7.4	-8.4	10.5	24.6	-26.7	10.5	11.7
MSCI Emerging Markets Index	-4.1	11.6	11.6	-2.2	1.6	2.2	-14.6	-1.8	-2.3	18.6	-18.2	19.2	79.0	-53.2	39.8	32.6

Comparative Performance and Rolling Return



Risk and Return (Jan-2004 - Dec-2016)



Historical Statistics - Quarterly Periodicity (Jan-2012 - Dec-2016)

	Return	Standard Deviation	Excess Return	Alpha	Beta	Sharpe Ratio	Tracking Error	Information Ratio	Downside Risk	Consistency	Inception Date
ESG Cross Border Equity Offshore Fund, Ltd.	-1.5	7.8	-1.3	-6.3	0.9	-0.2	5.2	-1.3	6.1	25.0	13y
HFRI Equity Hedge (Total) Index	5.5	6.2	5.5	0.0	1.0	0.9	0.0	N/A	3.6	0.0	13y

Manager Evaluation

ESG Cross Border Equity Offshore Fund, Ltd.

As of December 31, 2016

Portfolio Characteristics

Firm Assets	\$3.3 billion
Fund Assets	\$1.3 billion
Gross Exposure	115.1%
Net Exposure	15.5%
Long Exposure	65.3%
Short Exposure	-49.8%

Performance Attribution by Industry*

	Q4 Gross Attribution	YTD Gross Attribution
Basic Materials	-0.1%	0.4%
Business Services	-0.2%	1.0%
Consumer Durables	-1.1%	0.2%
Consumer Non-Durable	-4.2%	0.6%
Financials	-0.9%	4.8%
Gaming & Leisure	-0.1%	0.2%
Healthcare	-0.1%	-1.0%
Industrial	0.1%	0.2%
Real Estate	0.0%	0.0%
Retail	-1.0%	4.0%
Tech, Media and Telecom	-2.4%	-2.4%
Index	0.3%	1.9%

* Attribution excludes cost of currency hedging.

Regional Exposure

	Long	Short	Gross	Net
Global	12.5%	-10.5%	23.0%	2.0%
Latin America	3.5%	-2.2%	5.7%	1.3%
EMEA	7.2%	0.0%	7.2%	7.2%
Asia	20.3%	-16.6%	36.9%	3.7%
Pan EM	21.8%	-20.5%	42.3%	1.3%

Industry Exposure

	Long	Short	Gross	Net
Basic Materials	0.0%	0.0%	0.0%	0.0%
Business Services	0.0%	-3.4%	3.4%	-3.4%
Consumer Durables	4.0%	-2.9%	6.9%	1.1%
Consumer Non-Durable	29.7%	-18.1%	47.8%	11.6%
Financials	12.9%	-7.2%	20.1%	5.7%
Gaming & Leisure	1.7%	-0.7%	2.4%	1.0%
Healthcare	0.0%	0.0%	0.0%	0.0%
Industrial	0.0%	-1.4%	1.4%	-1.4%
Real Estate	0.0%	0.0%	0.0%	0.0%
Retail	8.9%	-11.3%	20.2%	-2.4%
Tech, Media and Telecom	8.1%	-2.3%	10.4%	5.8%
Index	0.0%	-2.5%	2.5%	-2.5%

Manager Evaluation

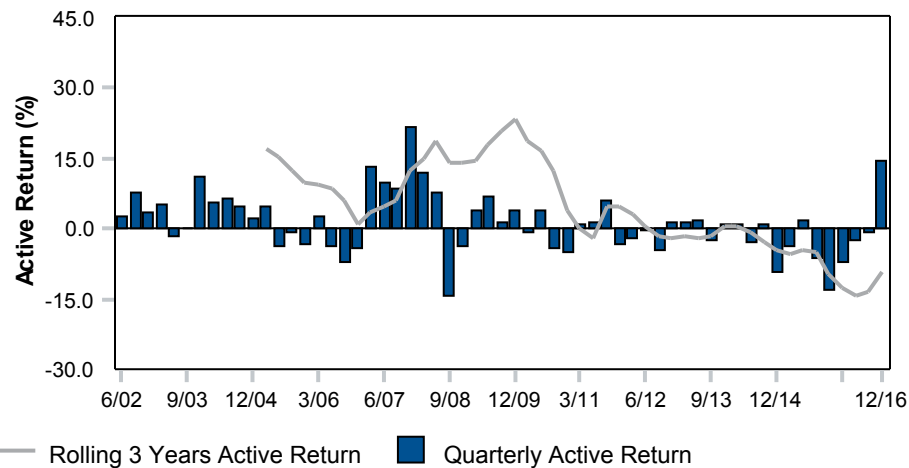
Luxor Capital Partners Offshore, Ltd. vs. HFRI Equity Hedge (Total) Index

As of December 31, 2016

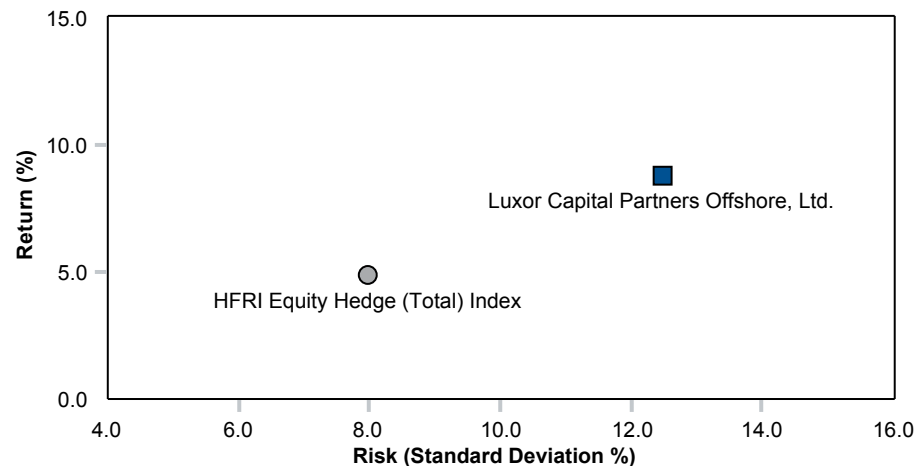
Historical Performance

	Quarter	Year To Date	1 Year	3 Years	5 Years	10 Years	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Luxor Capital Partners Offshore, Ltd.	15.7	8.0	8.0	-7.8	-1.6	5.5	-20.9	-8.4	16.1	1.7	-3.2	4.6	43.9	-29.0	79.3	-1.4
HFRI Equity Hedge (Total) Index	1.2	5.4	5.4	2.1	5.5	2.9	-1.0	1.8	14.3	7.4	-8.4	10.5	24.6	-26.7	10.5	11.7
DJ Credit Suisse Event Driven Index	2.3	2.7	2.7	-0.8	4.5	3.7	-6.3	1.6	15.5	10.6	-9.1	12.6	20.4	-17.7	13.2	15.7

Comparative Performance and Rolling Return



Risk and Return (Apr-2002 - Dec-2016)



Historical Statistics - Quarterly Periodicity (Jan-2012 - Dec-2016)

	Return	Standard Deviation	Excess Return	Alpha	Beta	Sharpe Ratio	Tracking Error	Information Ratio	Downside Risk	Consistency	Inception Date
Luxor Capital Partners Offshore, Ltd.	-1.6	13.2	-0.8	-7.4	1.2	-0.1	10.8	-0.6	9.8	40.0	14y 9m
HFRI Equity Hedge (Total) Index	5.5	6.2	5.5	0.0	1.0	0.9	0.0	N/A	3.6	0.0	14y 9m

Manager Evaluation

Luxor Capital Partners Offshore, Ltd.

As of December 31, 2016

Portfolio Characteristics

Firm Assets	\$3.2 billion
Fund Assets	\$1.1 billion
Gross Exposure	269.3%
Net Exposure	-46.1%
Long Exposure	111.6%
Short Exposure ¹	-157.7%

Performance Attribution by Strategy

	Q4 Gross Attribution	YTD Gross Attribution
Equity	-2.3%	-6.0%
Credit		
Bank Debt and Loans	18.2%	16.9%
Investment Grade	0.1%	-1.7%
High Yield	0.7%	3.4%
Convertible Bonds	0.2%	1.6%
Mortgage Backed Securities	0.0%	0.0%
Other	0.0%	0.0%
Commodity and FX Hedges	0.1%	0.3%

Regional Exposure

	Long	Short	Gross	Net
North America	73.2%	-53.6%	126.8%	19.6%
South America	0.0%	0.0%	0.0%	0.0%
Europe	26.6%	-30.5%	57.2%	-3.9%
Asia Pacific / Africa	11.7%	-67.9%	79.6%	-56.2%
Commodity	0.0%	-5.7%	5.7%	-5.7%

Industry Exposure

	Long	Short	Gross	Net
Internet	25.1%	-0.8%	25.9%	24.2%
Financial Services	12.5%	-0.4%	13.0%	12.1%
Real Estate/REITs	12.6%	-1.2%	13.7%	11.4%
Exploration and Production	10.2%	-4.6%	14.8%	5.7%
Software and Technology	4.0%	-0.5%	4.6%	3.5%
Media	7.5%	-4.7%	12.2%	2.7%
Retail	2.4%	-0.4%	2.8%	2.0%
Lodging and Gaming	4.3%	-2.5%	6.8%	1.7%
Oil and Gas Services	13.5%	-12.1%	25.6%	1.4%
Utilities	1.2%	-0.7%	1.9%	0.5%
Mining	1.0%	-1.3%	2.3%	-0.3%
Insurance	0.0%	-0.3%	0.3%	-0.3%
Alternative Energy	0.0%	-0.4%	0.4%	-0.4%
Healthcare and BioTech	0.1%	-1.2%	1.3%	-1.2%
Consumer Products	3.0%	-4.2%	7.3%	-1.2%
Communications	0.0%	-1.5%	1.5%	-1.5%
Chemicals	0.0%	-4.5%	4.5%	-4.5%
Industrial	10.1%	-16.6%	26.7%	-6.4%
Transportation	0.0%	-6.6%	6.6%	-6.6%
Sovereign	0.0%	-14.3%	14.3%	-14.3%
Index	4.1%	-78.7%	82.8%	-74.6%

¹ Short exposure includes short derivatives positions

Manager Evaluation

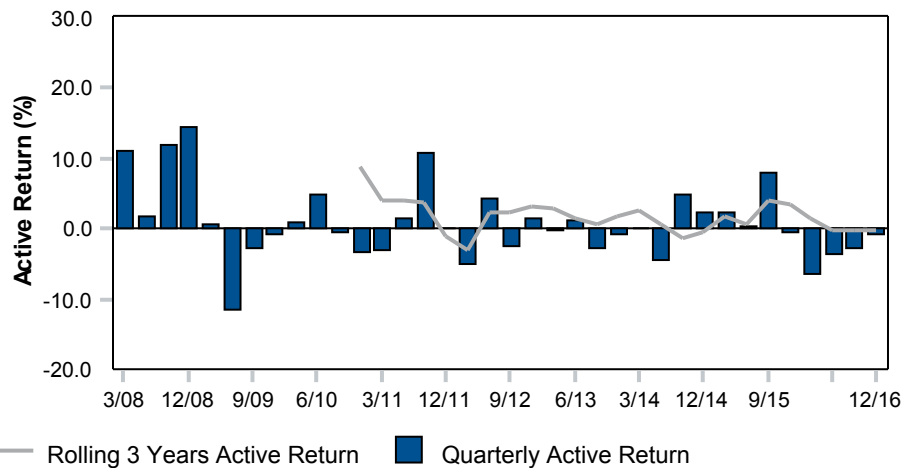
CapeView Azri Fund Limited vs. HFRI Equity Hedge (Total) Index

As of December 31, 2016

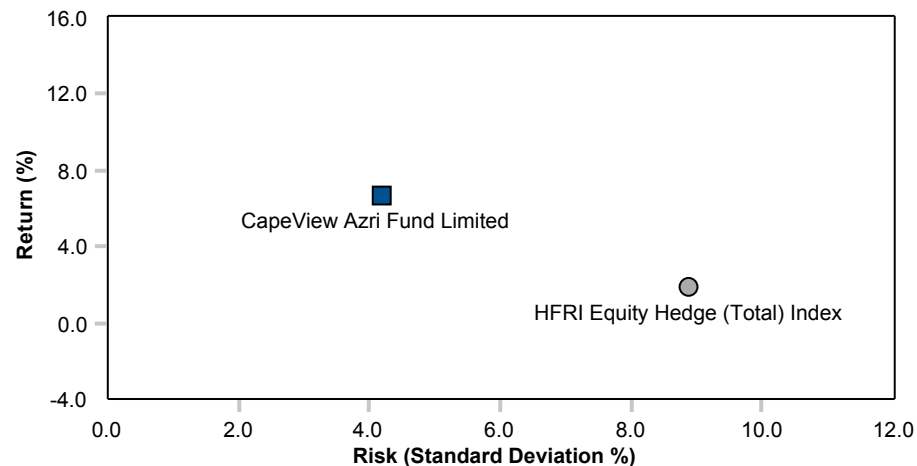
Historical Performance

	Quarter	Year To Date	1 Year	3 Years	5 Years	10 Years	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
CapeView Azri Fund Limited	0.5	-8.3	-8.3	1.8	4.4	N/A	9.8	4.6	11.4	5.8	1.3	12.8	8.7	10.5	N/A	N/A
HFRI Equity Hedge (Total) Index	1.2	5.4	5.4	2.1	5.5	2.9	-1.0	1.8	14.3	7.4	-8.4	10.5	24.6	-26.7	10.5	11.7
MSCI Europe Index	-0.4	0.2	0.2	-2.6	6.9	1.0	-2.3	-5.7	26.0	19.9	-10.5	4.5	36.8	-46.1	14.4	34.4

Comparative Performance and Rolling Return



Risk and Return (Nov-2007 - Dec-2016)



Historical Statistics - Quarterly Periodicity (Jan-2012 - Dec-2016)

	Return	Standard Deviation	Excess Return	Alpha	Beta	Sharpe Ratio	Tracking Error	Information Ratio	Downside Risk	Consistency	Inception Date
CapeView Azri Fund Limited	4.4	5.6	4.4	3.0	0.3	0.8	7.0	-0.1	4.0	45.0	9y 2m
HFRI Equity Hedge (Total) Index	5.5	6.2	5.5	0.0	1.0	0.9	0.0	N/A	3.6	0.0	9y 2m

Manager Evaluation

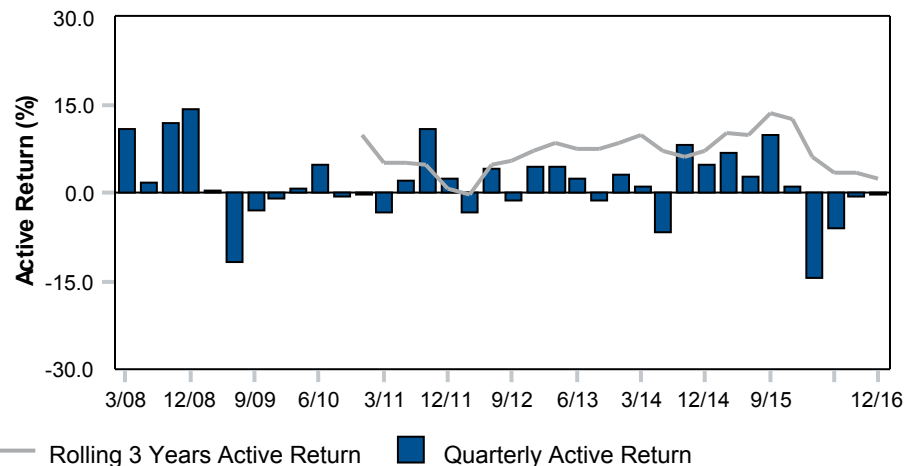
CapeView Azri 2X Fund vs. HFRI Equity Hedge (Total) Index

As of December 31, 2016

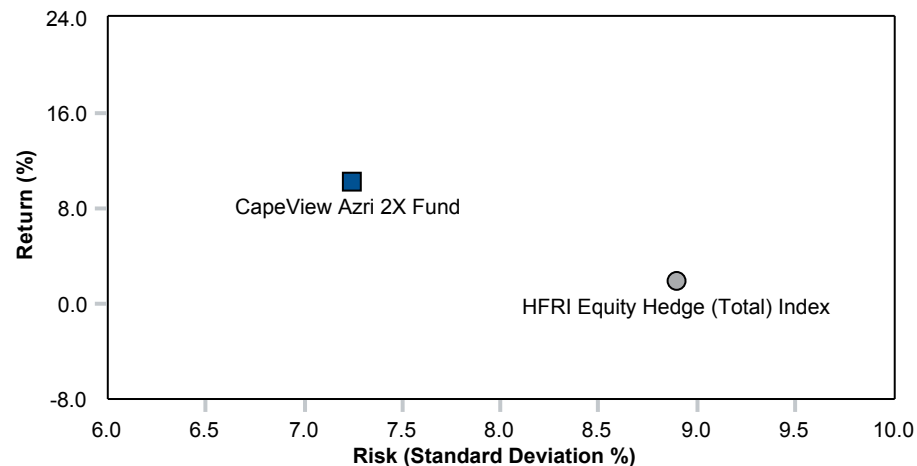
Historical Performance

	Quarter	Year To Date	1 Year	3 Years	5 Years	10 Years	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
CapeView Azri 2X Fund	1.1	-15.9	-15.9	4.0	9.5	N/A	21.6	9.8	24.4	12.7	4.3	16.4	8.7	10.5	N/A	N/A
HFRI Equity Hedge (Total) Index	1.2	5.4	5.4	2.1	5.5	2.9	-1.0	1.8	14.3	7.4	-8.4	10.5	24.6	-26.7	10.5	11.7
MSCI Europe Index	-0.4	0.2	0.2	-2.6	6.9	1.0	-2.3	-5.7	26.0	19.9	-10.5	4.5	36.8	-46.1	14.4	34.4

Comparative Performance and Rolling Return



Risk and Return (Nov-2007 - Dec-2016)



Historical Statistics - Quarterly Periodicity (Jan-2012 - Dec-2016)

	Return	Standard Deviation	Excess Return	Alpha	Beta	Sharpe Ratio	Tracking Error	Information Ratio	Downside Risk	Consistency	Inception Date
CapeView Azri 2X Fund	9.5	11.2	9.7	6.9	0.6	0.9	11.0	0.4	7.8	60.0	9y 2m
HFRI Equity Hedge (Total) Index	5.5	6.2	5.5	0.0	1.0	0.9	0.0	N/A	3.6	0.0	9y 2m

Prior to October 2010, returns represent CapeView Azri Fund, Ltd. multiplied by 2.

Manager Evaluation

CapeView Azri Fund Limited

As of December 31, 2016

Portfolio Characteristics

Firm Assets	\$1.7 billion
Fund Assets	\$1.3 billion
Gross Exposure	114.2%
Net Exposure	19.2%
Long Exposure	66.7%
Short Exposure	-47.5%

Regional Exposure

	Long	Short	Gross	Net
Belgium	0.0%	-0.8%	0.8%	-0.8%
Denmark	2.3%	-0.5%	2.8%	1.8%
Europe (Index)	10.2%	-7.9%	18.1%	2.3%
France	10.7%	-2.2%	12.9%	8.5%
Germany	5.5%	-3.1%	8.6%	2.4%
Italy	0.5%	-1.5%	2.0%	-1.0%
Luxembourg	2.0%	-1.3%	3.3%	0.7%
Netherlands	7%	-2%	8.7%	5.1%
Norway	2.9%	0.0%	2.9%	2.9%
Spain	0%	-1%	1.4%	-1.4%
Switzerland	3%	-5%	8.1%	-2.5%
United Kingdom	19%	-20%	38.9%	-0.1%
United States	4%	-2%	5.7%	1.3%
Other	0%	0%	0.0%	0.0%

Industry Exposure

	Long	Short	Gross	Net
Basic Materials	8.3%	-4.0%	12.3%	4.3%
Commodity	0.0%	0.0%	0.0%	0.0%
Communications	2.4%	-2.4%	4.8%	0.0%
Consumer, Cyclical	11.5%	-6.4%	17.9%	5.1%
Consumer, Non-cyclical	2.9%	-5.1%	8.0%	-2.2%
Currency	0.0%	0.0%	0.0%	0.0%
Diversified	0.0%	0.0%	0.0%	0.0%
Energy	0.2%	-1.5%	1.7%	-1.3%
Financial	10.3%	-6.7%	17.0%	3.6%
Government	0.0%	0.0%	0.0%	0.0%
Index	16.7%	-9.2%	25.9%	7.5%
Industrial	7.5%	-6.7%	14.2%	0.8%
Technology	6.9%	-1.5%	8.4%	5.4%
Utilities	0.0%	-4.1%	4.1%	-4.1%

Manager Evaluation

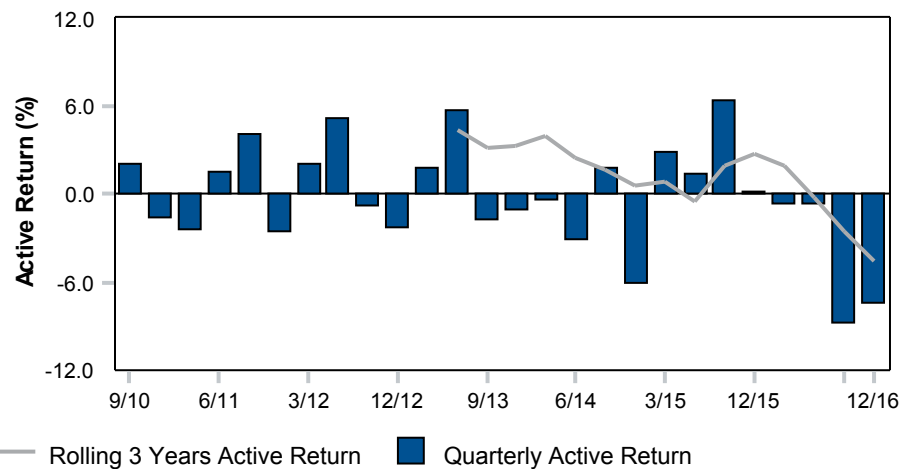
Passport Long Short Fund Ltd. (1x) vs. HFRI Equity Hedge (Total) Index

As of December 31, 2016

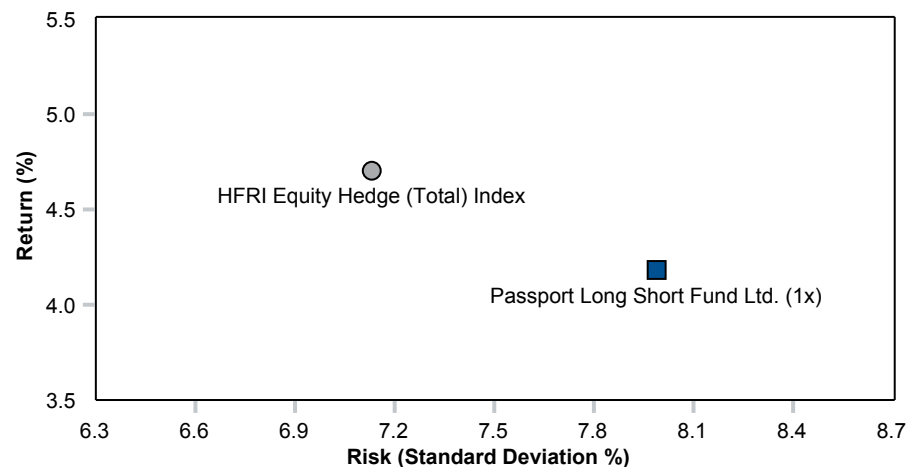
Historical Performance

	Quarter	Year To Date	1 Year	3 Years	5 Years	10 Years	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Passport Long Short Fund Ltd. (1x)	-6.1	-11.4	-11.4	-2.6	4.4	N/A	10.6	-5.7	19.8	12.1	-7.2	N/A	N/A	N/A	N/A	N/A
HFRI Equity Hedge (Total) Index	1.2	5.4	5.4	2.1	5.5	2.9	-1.0	1.8	14.3	7.4	-8.4	10.5	24.6	-26.7	10.5	11.7
MSCI AC World Index	1.3	8.5	8.5	3.7	10.0	4.1	-1.8	4.7	23.4	16.8	-6.9	13.2	35.4	-41.8	12.2	21.5

Comparative Performance and Rolling Return



Risk and Return (Jul-2010 - Dec-2016)



Historical Statistics - Quarterly Periodicity (Jan-2012 - Dec-2016)

	Return	Standard Deviation	Excess Return	Alpha	Beta	Sharpe Ratio	Tracking Error	Information Ratio	Downside Risk	Consistency	Inception Date
Passport Long Short Fund Ltd. (1x)	4.4	7.7	4.5	2.1	0.5	0.6	7.9	-0.1	4.4	45.0	6y 6m
HFRI Equity Hedge (Total) Index	5.5	6.2	5.5	0.0	1.0	0.9	0.0	N/A	3.6	0.0	6y 6m

Manager Evaluation

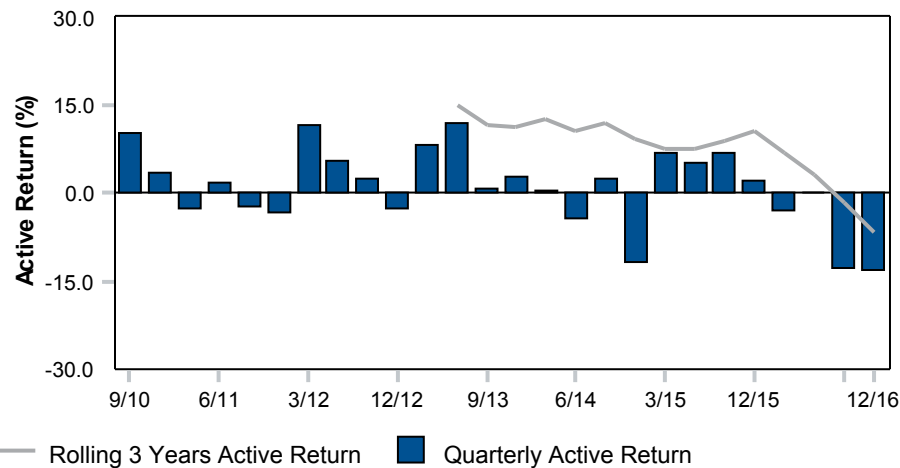
Passport Long Short Fund Ltd. (2x) vs. HFRI Equity Hedge (Total) Index

As of December 31, 2016

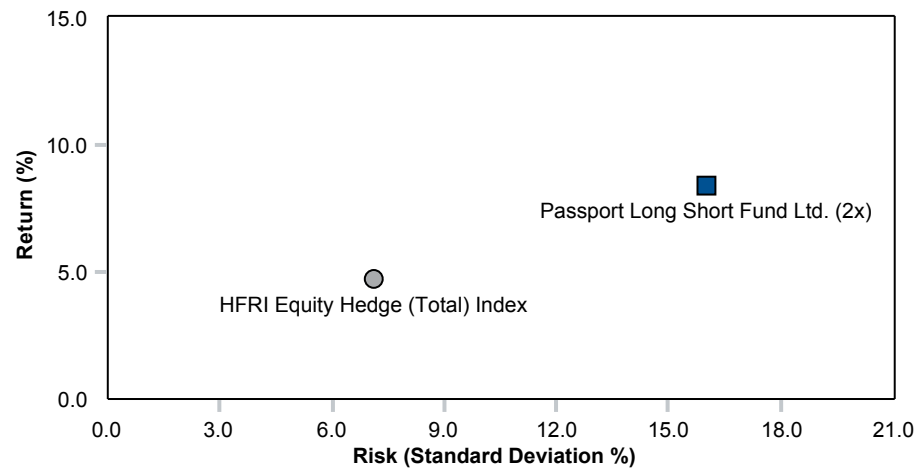
Historical Performance

	Quarter	Year To Date	1 Year	3 Years	5 Years	10 Years	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Passport Long Short Fund Ltd. (2x)	-11.7	-21.2	-21.2	-5.2	8.9	N/A	21.8	-11.1	43.1	25.6	-14.4	N/A	N/A	N/A	N/A	N/A
HFRI Equity Hedge (Total) Index	1.2	5.4	5.4	2.1	5.5	2.9	-1.0	1.8	14.3	7.4	-8.4	10.5	24.6	-26.7	10.5	11.7
MSCI AC World Index	1.3	8.5	8.5	3.7	10.0	4.1	-1.8	4.7	23.4	16.8	-6.9	13.2	35.4	-41.8	12.2	21.5

Comparative Performance and Rolling Return



Risk and Return (Jul-2010 - Dec-2016)



Historical Statistics - Quarterly Periodicity (Jan-2012 - Dec-2016)

	Return	Standard Deviation	Excess Return	Alpha	Beta	Sharpe Ratio	Tracking Error	Information Ratio	Downside Risk	Consistency	Inception Date
Passport Long Short Fund Ltd. (2x)	8.9	15.4	9.7	4.6	0.9	0.6	14.2	0.3	8.6	70.0	6y 6m
HFRI Equity Hedge (Total) Index	5.5	6.2	5.5	0.0	1.0	0.9	0.0	N/A	3.6	0.0	6y 6m

Prior to January 2013, returns were calculated by doubling the returns of Passport Long Short Fund, Ltd. (1x).

Manager Evaluation

Passport Long Short Fund, Ltd. (1x)

As of December 31, 2016

Portfolio Characteristics

Firm Assets	\$3.0 billion
Fund Assets	\$909 million
Gross Exposure	187.0%
Net Exposure	1.0%
Long Exposure	94.0%
Short Exposure	-93.0%

Performance Attribution by Industry

	Q4 Gross Attribution	2016 Gross Attribution
Consumer Discretionary	-2.2%	-1.5%
Internet / Technology	-1.3%	0.3%
Basic Materials	-1.1%	-5.2%
Diversified	-0.7%	-1.4%
Consumer Staple	-0.8%	0.1%
Healthcare	0.4%	0.8%
Industrial	-0.5%	-0.4%
Energy	-1.3%	-1.5%
Utilities	0.0%	0.5%
Middle East / North Africa	2.3%	1.3%
Financial	-0.9%	-3.3%
Foreign Exchange	0.3%	0.3%
Telecom	0.1%	0.1%

Regional Exposure

	Long	Short	Gross	Net
United States	65.0%	-72.0%	137.0%	-7.0%
Europe	0.0%	-5.0%	5.0%	-5.0%
Asia	8.0%	-1.0%	9.0%	7.0%
Canada	2.0%	0.0%	2.0%	2.0%
Middle East / North Africa	15.0%	-2.0%	17.0%	13.0%
South America	4.0%	0.0%	4.0%	4.0%
Emerging Markets (Diversified)	0.0%	-13.0%	13.0%	-13.0%

Industry Exposure

	Long	Short	Gross	Net
Consumer Discretionary	0.0%	-17.0%	17.0%	-17.0%
Internet / Technology	19.0%	-14.0%	33.0%	5.0%
Basic Materials	7.0%	-2.0%	9.0%	5.0%
Diversified	0.0%	-37.0%	37.0%	-37.0%
Consumer Staple	10.0%	0.0%	10.0%	10.0%
Healthcare	7.0%	-8.0%	15.0%	-1.0%
Industrial	6.0%	-4.0%	10.0%	2.0%
Financial	18.0%	-7.0%	25.0%	11.0%
Energy	8.0%	-2.0%	10.0%	6.0%
Utilities	0.0%	0.0%	0.0%	0.0%
Middle East / North Africa	15.0%	-2.0%	17.0%	13.0%
Telecom	4.0%	0.0%	4.0%	4.0%
F/X	0.0%	0.0%	0.0%	0.0%

Manager Evaluation

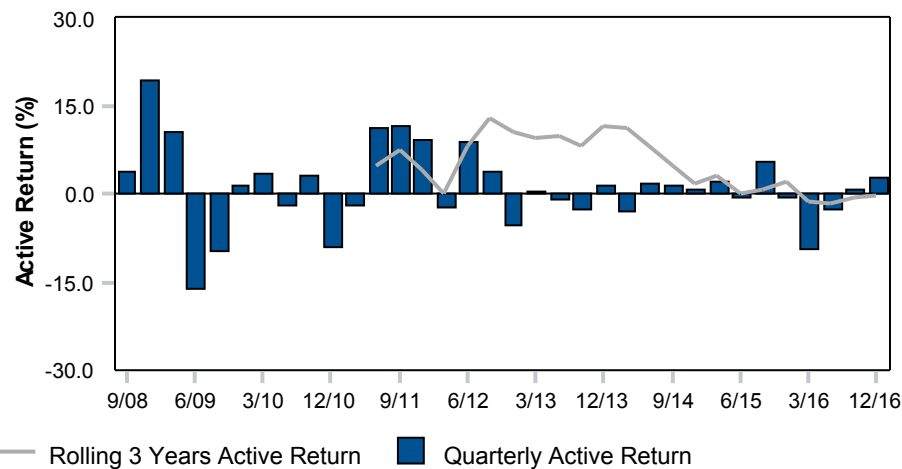
Bloom Tree Offshore Fund, Ltd. vs. HFRI Equity Hedge (Total) Index

As of December 31, 2016

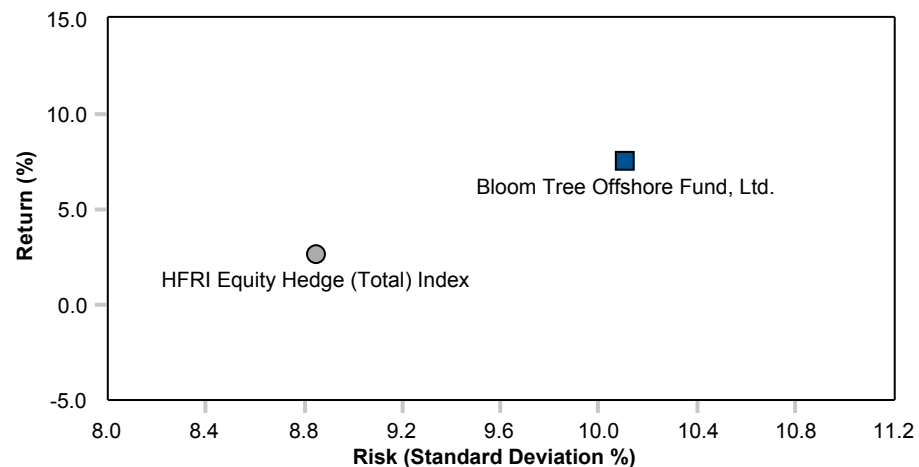
Historical Performance

	Quarter	Year To Date	1 Year	3 Years	5 Years	10 Years	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Bloom Tree Offshore Fund, Ltd.	4.0	-3.8	-3.8	1.8	6.2	N/A	6.3	3.0	12.8	13.7	23.7	5.8	9.1	N/A	N/A	N/A
HFRI Equity Hedge (Total) Index	1.2	5.4	5.4	2.1	5.5	2.9	-1.0	1.8	14.3	7.4	-8.4	10.5	24.6	-26.7	10.5	11.7
MSCI AC World Index	1.3	8.5	8.5	3.7	10.0	4.1	-1.8	4.7	23.4	16.8	-6.9	13.2	35.4	-41.8	12.2	21.5

Comparative Performance and Rolling Return



Risk and Return (May-2008 - Dec-2016)



Historical Statistics - Quarterly Periodicity (Jan-2012 - Dec-2016)

	Return	Standard Deviation	Excess Return	Alpha	Beta	Sharpe Ratio	Tracking Error	Information Ratio	Downside Risk	Consistency	Inception Date
Bloom Tree Offshore Fund, Ltd.	6.2	8.3	6.3	3.0	0.6	0.8	7.7	0.1	5.3	55.0	8y 8m
HFRI Equity Hedge (Total) Index	5.5	6.2	5.5	0.0	1.0	0.9	0.0	N/A	3.6	0.0	8y 8m

Manager Evaluation

Bloom Tree Offshore Fund, Ltd.

As of December 31, 2016

Portfolio Characteristics

Firm Assets	\$1.3 billion
Fund Assets	\$643 million
Gross Exposure	162.3%
Net Exposure	17.8%
Long Exposure	90.0%
Short Exposure	-72.3%

Performance Attribution by Industry

	<u>YTD Gross Attribution</u>
Business Services	0.0%
Consumer Discretionary	0.0%
Consumer Staples	0.2%
Energy	-4.0%
Financials	1.0%
Health Care	-0.2%
Industrials	-0.5%
Information Technology	1.1%
LED	0.0%
Materials	0.5%
REIT	1.8%
Solar	0.0%
Telecommunication Services	0.4%
Utilities	-0.8%
Other Assets	0.0%
Credit/Risk Arbitrage/Other	-0.7%

Industry Exposure

	<u>Long</u>	<u>Short</u>	<u>Gross</u>	<u>Net</u>
Business Services	0.0%	0.0%	0.0%	0.0%
Consumer Discretionary	17.0%	-14.3%	31.3%	2.7%
Consumer Staples	0.0%	-6.4%	6.4%	-6.4%
Energy	0.0%	-0.2%	0.2%	-0.2%
Financials	14.5%	-5.7%	20.2%	8.8%
Health Care	12.1%	-4.4%	16.4%	7.7%
Industrials	6.7%	-10.7%	17.5%	-4.0%
Information Technology	36.6%	-19.5%	56.2%	17.1%
LED	0.0%	0.0%	0.0%	0.0%
Materials	3.0%	0.0%	3.0%	3.0%
Real Estate/ REIT	0.0%	-0.6%	0.6%	-0.6%
Solar	0.0%	0.0%	0.0%	0.0%
Telecommunication Services	6.0%	-5.0%	11.0%	1.0%
Utilities	0.0%	0.0%	0.0%	0.0%
Other Assets	0.0%	0.0%	0.0%	0.0%
Credit/ Risk Arb/ Other	0.0%	-3.5%	3.5%	-3.5%

Regional Exposure

	<u>Long</u>	<u>Short</u>	<u>Gross</u>	<u>Net</u>
Asia	6.0%	-3.6%	9.6%	2.4%
Emerging Markets (Asia)	0.0%	-1.4%	1.4%	-1.4%
Europe	16.3%	-9.5%	25.8%	6.8%
Japan	0.0%	-3.5%	3.5%	-3.5%
Latin America	0.0%	0.0%	0.0%	0.0%
North America	67.7%	-52.4%	120.1%	15.3%
Pacific Ex Japan	0.0%	-1.8%	1.8%	-1.8%

Manager Evaluation

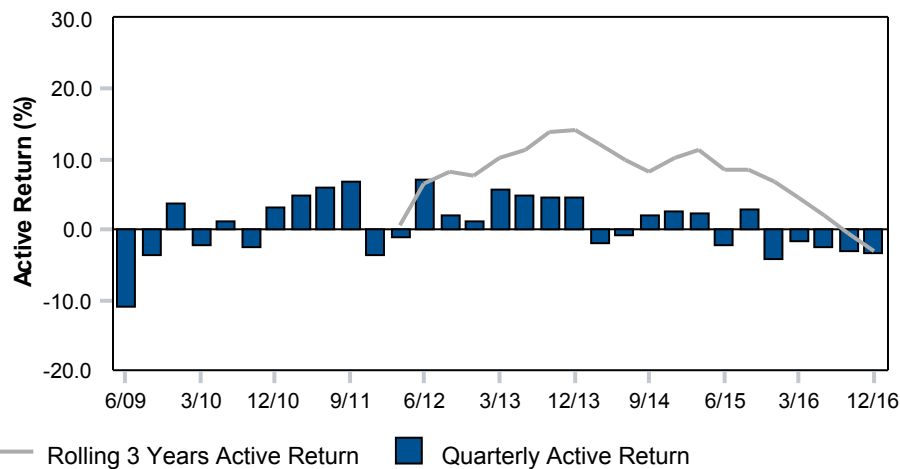
Tiger Eye Fund, Ltd. vs. HFRI Equity Hedge (Total) Index

As of December 31, 2016

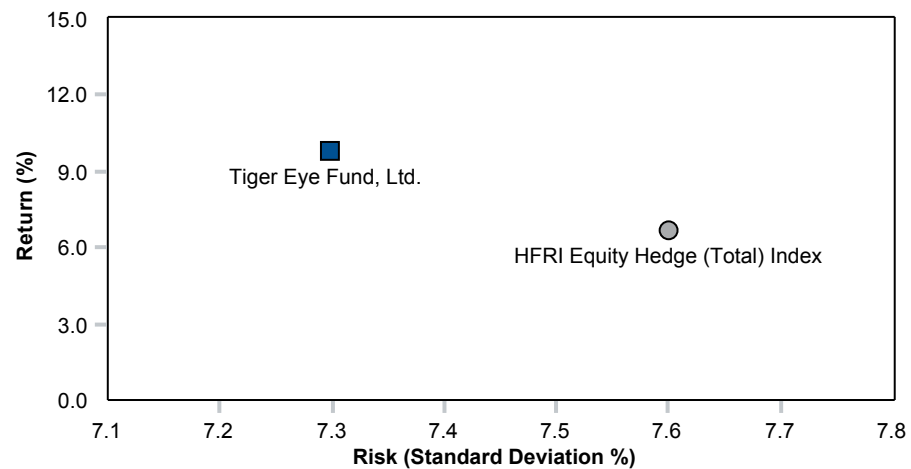
Historical Performance

	Quarter	Year To Date	1 Year	3 Years	5 Years	10 Years	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Tiger Eye Fund, Ltd.	-2.1	-5.0	-5.0	-1.1	9.4	N/A	-2.0	3.9	37.7	17.7	5.6	10.1	N/A	N/A	N/A	N/A
HFRI Equity Hedge (Total) Index	1.2	5.4	5.4	2.1	5.5	2.9	-1.0	1.8	14.3	7.4	-8.4	10.5	24.6	-26.7	10.5	11.7
Russell 3000 Index	4.2	12.7	12.7	8.4	14.7	7.1	0.5	12.6	33.6	16.4	1.0	16.9	28.3	-37.3	5.1	15.7

Comparative Performance and Rolling Return



Risk and Return (Apr-2009 - Dec-2016)



Historical Statistics - Quarterly Periodicity (Jan-2012 - Dec-2016)

	Return	Standard Deviation	Excess Return	Alpha	Beta	Sharpe Ratio	Tracking Error	Information Ratio	Downside Risk	Consistency	Inception Date
Tiger Eye Fund, Ltd.	9.4	8.1	9.3	5.1	0.8	1.1	6.5	0.6	2.7	55.0	7y 9m
HFRI Equity Hedge (Total) Index	5.5	6.2	5.5	0.0	1.0	0.9	0.0	N/A	3.6	0.0	7y 9m

Manager Evaluation

Tiger Eye Fund, Ltd.

As of December 31, 2016

Portfolio Characteristics

Firm Assets	\$714 million
Strategy Assets	\$714 million
Gross Exposure	125.2%
Net Exposure	88.0%
Long Exposure	106.6%
Short Exposure	-18.6%

Performance Attribution by Industry

	Q4 Gross Attribution	YTD Gross Attribution
Consumer	-0.9%	-1.1%
Energy	-0.2%	0.8%
Financials	-0.8%	-1.0%
Healthcare	0.1%	-0.5%
Industrials	-0.5%	-1.1%
Materials	1.0%	1.0%
Real Estate & Lodging	0.0%	-0.1%
TMT	-0.6%	-1.8%
Other	0.0%	0.0%

Regional Exposure

	Long	Short	Gross	Net
Asia	0.0%	-0.2%	0.2%	-0.2%
Canada	3.0%	0.0%	3.0%	3.0%
Europe	1.4%	-0.1%	1.5%	1.3%
South America	0.0%	0.0%	0.0%	0.0%
U.S.	102.2%	-18.3%	120.5%	83.9%
Other	0.0%	0.0%	0.0%	0.0%

Industry Exposure

	Long	Short	Gross	Net
Consumer	8.6%	4.7%	13.3%	3.9%
Energy	25.5%	5.6%	31.1%	19.8%
Financials	8.5%	0.0%	8.5%	8.5%
Healthcare	0.0%	0.5%	0.5%	-0.5%
Industrials	16.8%	0.2%	17.0%	16.6%
Materials	8.6%	0.0%	8.6%	8.6%
Real Estate & Lodging	8.7%	5.1%	13.8%	3.5%
TMT	29.9%	2.5%	32.3%	27.4%
Other	0.0%	0.0%	0.0%	0.0%

Manager Evaluation

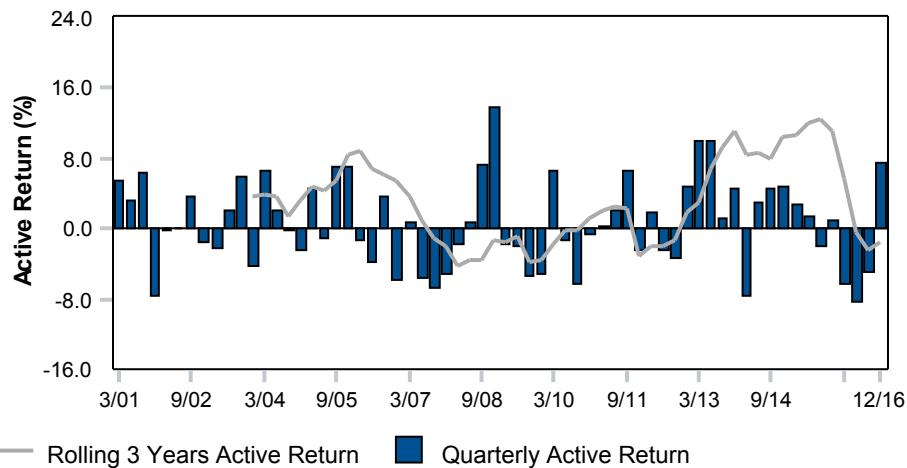
Indus Japan Fund, Ltd. vs. HFRI Equity Hedge (Total) Index

As of December 31, 2016

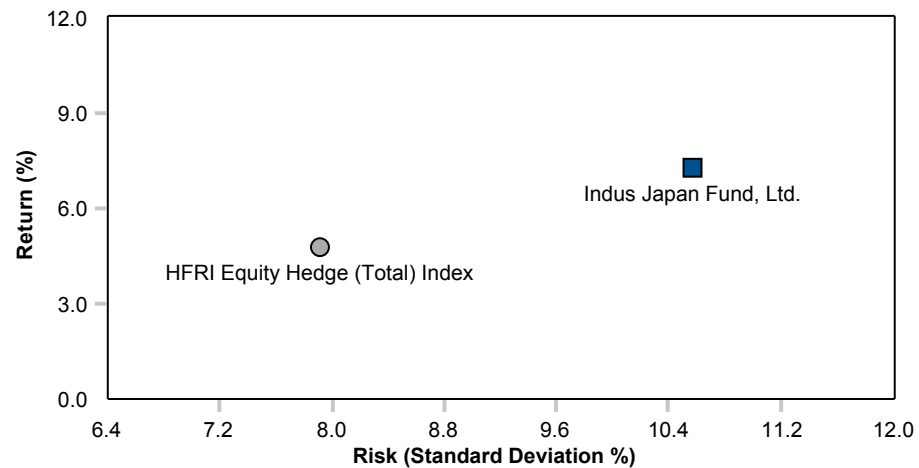
Historical Performance

	Quarter	Year To Date	1 Year	3 Years	5 Years	10 Years	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Indus Japan Fund, Ltd.	8.6	-7.5	-7.5	0.0	9.4	4.4	1.8	6.3	45.0	8.1	-1.6	8.1	8.6	-9.1	-6.5	3.8
HFRI Equity Hedge (Total) Index	1.2	5.4	5.4	2.1	5.5	2.9	-1.0	1.8	14.3	7.4	-8.4	10.5	24.6	-26.7	10.5	11.7
MSCI Japan Index	-0.1	2.7	2.7	2.8	8.4	0.7	9.9	-3.7	27.3	8.4	-14.2	15.6	6.4	-29.1	-4.1	6.3

Comparative Performance and Rolling Return



Risk and Return (Dec-2000 - Dec-2016)



Historical Statistics - Quarterly Periodicity (Jan-2012 - Dec-2016)

	Return	Standard Deviation	Excess Return	Alpha	Beta	Sharpe Ratio	Tracking Error	Information Ratio	Downside Risk	Consistency	Inception Date
Indus Japan Fund, Ltd.	9.4	13.2	9.9	2.6	1.3	0.7	10.5	0.4	7.4	65.0	16y 1m
HFRI Equity Hedge (Total) Index	5.5	6.2	5.5	0.0	1.0	0.9	0.0	N/A	3.6	0.0	16y 1m

Manager Evaluation

Indus Japan Fund, Ltd.

As of September 30, 2016

Portfolio Characteristics

Firm Assets	\$5.5 billion
Fund Assets	\$1.1 billion
Gross Exposure	127.0%
Net Exposure	49.0%
Long Exposure	88.0%
Short Exposure	-39.0%

Regional Exposure

	Long	Short	Gross	Net
Japan	87.9%	-38.0%	125.9%	49.9%
North America	0.0%	0.0%	0.0%	0.0%

Industry Exposure

	Long	Short	Gross	Net
Cyclicals	21.9%	-4.9%	26.8%	17.0%
Consumer	8.1%	-11.0%	19.1%	-2.9%
Technology	16.4%	-4.2%	20.6%	12.2%
Real Estate & Construction	15.5%	-2.6%	18.1%	12.9%
Telecoms/Media	2.0%	-1.2%	3.2%	0.8%
Banks	6.4%	0.0%	6.4%	6.4%
Pharmaceuticals/Healthcare	3.2%	-0.6%	3.8%	2.6%
Finance	6.3%	0.0%	6.3%	6.3%
Autos & Auto Parts	4.1%	0.0%	4.1%	4.1%
Diversified	0.2%	-13.2%	13.4%	-13.0%
Transportation	4.0%	-1.1%	5.1%	2.9%

Manager Evaluation

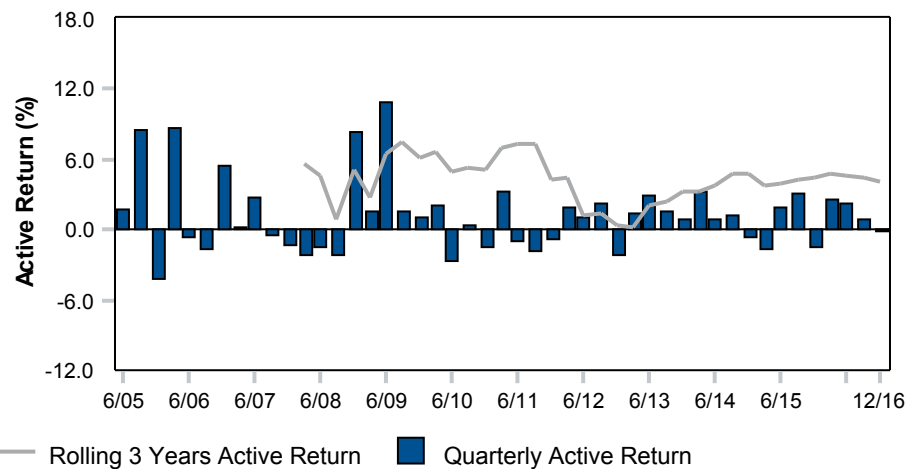
DK Distressed Opportunities International (Cayman) Ltd. vs. HFRI ED: Distressed/Restructuring Index

As of December 31, 2016

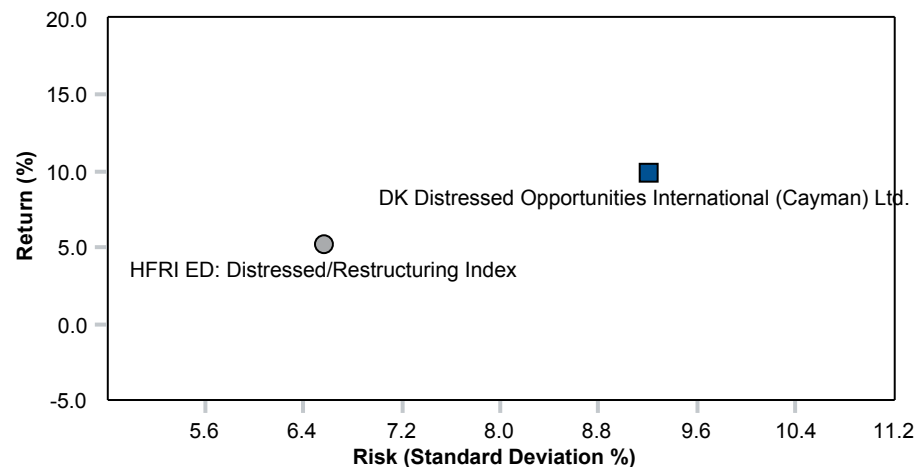
Historical Performance

	Quarter	Year To Date	1 Year	3 Years	5 Years	10 Years	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
DK Distressed Opportunities International (Cayman) Ltd.	5.4	21.4	21.4	5.5	10.2	7.6	-6.2	3.2	21.7	13.5	-2.4	10.2	46.2	-22.8	6.0	29.1
HFRI ED: Distressed/Restructuring Index	5.6	15.2	15.2	1.5	5.6	3.8	-8.1	-1.4	14.0	10.1	-1.8	12.1	28.1	-25.2	5.1	15.9
Barclays Global High Yield Index	-0.2	14.3	14.3	3.6	7.4	7.3	-2.7	0.0	7.3	19.6	3.1	14.8	59.4	-26.9	3.2	13.7

Comparative Performance and Rolling Return



Risk and Return (Apr-2005 - Dec-2016)



Historical Statistics - Quarterly Periodicity (Jan-2012 - Dec-2016)

	Return	Standard Deviation	Excess Return	Alpha	Beta	Sharpe Ratio	Tracking Error	Information Ratio	Downside Risk	Consistency	Inception Date
DK Distressed Opportunities International (Cayman) Ltd.	10.2	7.5	10.0	4.4	1.0	1.3	3.1	1.4	3.2	75.0	11y 9m
HFRI ED: Distressed/Restructuring Index	5.6	6.8	5.6	0.0	1.0	0.8	0.0	N/A	3.7	0.0	11y 9m

Manager Evaluation

Davidson Kempner Distressed Opportunities International (Cayman) Ltd.

As of December 31, 2016

Portfolio Characteristics

Firm Assets	\$26.4 billion
Fund Assets	\$1.4 billion
Gross Exposure	85.8%
Net Exposure	80.2%
Long Exposure	83.0%
Short Exposure	-2.8%

Largest Fund Positions

Longs		Shorts*	
MGM Studios	5.9%	Building Material Hedge	-1.1%
Lehman Brothers	4.2%	US Pharmaceuticals #3	-0.4%
US Financial #2	4.0%	US Energy #6	-0.4%
US Energy #10	3.3%	Materials #8	-0.4%
Eir	3.2%	US Consumer #5	-0.3%
Largest 5 Total	20.6%	Largest 5 Total*	-2.6%
Largest 10 Total	32.7%		
Number of Longs	145	Number of Shorts	15

*as of September 30, 2016

Regional Exposure

	Long	Short	Gross	Net
North America	51.2%	-2.6%	53.8%	48.6%
Europe	21.4%	-0.1%	21.5%	21.3%
Asia Pacific/Middle East	9.7%	0.0%	9.7%	9.7%
Other	0.6%	0.0%	0.6%	0.6%

Asset Class Exposure

	Long	Short	Gross	Net
Corporate Credit	34.9%	-1.0%	35.9%	33.9%
Corporate Equity	19.6%	-1.7%	21.3%	17.9%
Liquidations	12.8%	0.0%	12.8%	12.8%
Real Estate	2.8%	-0.1%	2.9%	2.7%
Sovereign Credit	0.6%	0.0%	0.6%	0.6%
Structured Credit	10.8%	0.0%	10.8%	10.8%
Other	15.0%	0.0%	15.0%	15.0%

Manager Evaluation

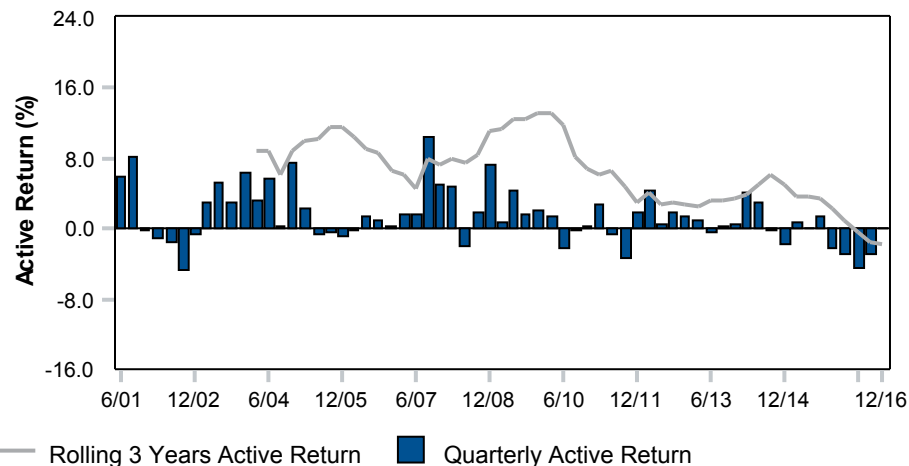
York Credit Opportunities Unit Trust vs. HFRI ED: Distressed/Restructuring Index

As of December 31, 2016

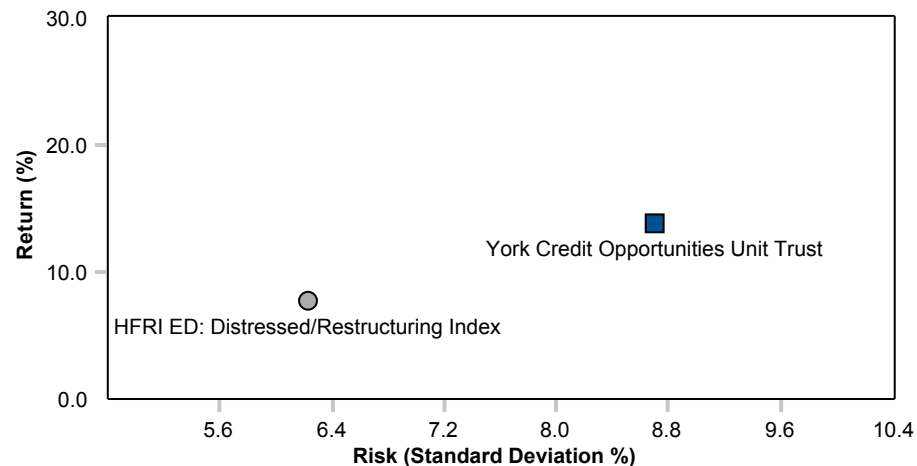
Historical Performance

	Quarter	Year To Date	1 Year	3 Years	5 Years	10 Years	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
York Credit Opportunities Unit Trust	5.7	4.1	4.1	-0.3	6.4	8.3	-7.9	3.4	15.6	18.9	-1.8	11.4	38.8	-14.6	25.8	19.0
HFRI ED: Distressed/Restructuring Index	5.6	15.2	15.2	1.5	5.6	3.8	-8.1	-1.4	14.0	10.1	-1.8	12.1	28.1	-25.2	5.1	15.9
Barclays Global High Yield Index	-0.2	14.3	14.3	3.6	7.4	7.3	-2.7	0.0	7.3	19.6	3.1	14.8	59.4	-26.9	3.2	13.7

Comparative Performance and Rolling Return



Risk and Return (Feb-2001 - Dec-2016)



Historical Statistics - Quarterly Periodicity (Jan-2012 - Dec-2016)

	Return	Standard Deviation	Excess Return	Alpha	Beta	Sharpe Ratio	Tracking Error	Information Ratio	Downside Risk	Consistency	Inception Date
York Credit Opportunities Unit Trust	6.4	8.7	6.5	0.3	1.1	0.8	4.5	0.2	4.7	65.0	15y 11m
HFRI ED: Distressed/Restructuring Index	5.6	6.8	5.6	0.0	1.0	0.8	0.0	N/A	3.7	0.0	15y 11m

Manager Evaluation

York Credit Opportunities Unit Trust

As of December 31, 2016

Portfolio Characteristics

Firm Assets	\$16.2 billion
Fund Assets	\$2.1 billion
Gross Exposure	102.6%
Net Exposure	68.2%
Long Exposure	85.4%
Short Exposure	-17.2%

Largest Positions

Longs		Shorts	
Shelf Drilling	5.7%	Materials - Bonds	-0.7%
Greece	4.4%	Consumer Disc - Bonds	-0.6%
Lehman Brothers	3.6%	Consumer Disc - CDS	-0.6%
TXU	3.6%	Materials - Bonds	-0.5%
Linn Energy LLC	3.3%	Consumer Disc - CDS	-0.4%
Largest 5 Total	20.5%	Largest 5 Total	-2.8%
Number of Long Positions	67	Number of Short Positions	15

Regional Exposure

	Long	Short	Gross	Net
North America	36.5%	-9.0%	45.5%	27.5%
Europe	27.8%	-13.0%	40.8%	14.8%
Asia / Australia	11.6%	-2.3%	13.9%	9.3%
Other Regions	9.5%	0.0%	9.5%	9.5%

Strategy Exposure

	Long	Short	Gross	Net
Public Equity	6.1%	-1.1%	7.2%	5.0%
Options & Futures	0.4%	-1.1%	1.5%	-0.7%
Bank Debt	11.1%	0.0%	11.1%	11.1%
Bonds	45.1%	-9.5%	54.6%	35.6%
CDS	0.0%	-6.5%	6.5%	-6.5%
Asset Banked	1.9%	0.0%	1.9%	1.9%
Non-Public Equity	20.8%	0.0%	20.8%	20.8%

Manager Evaluation

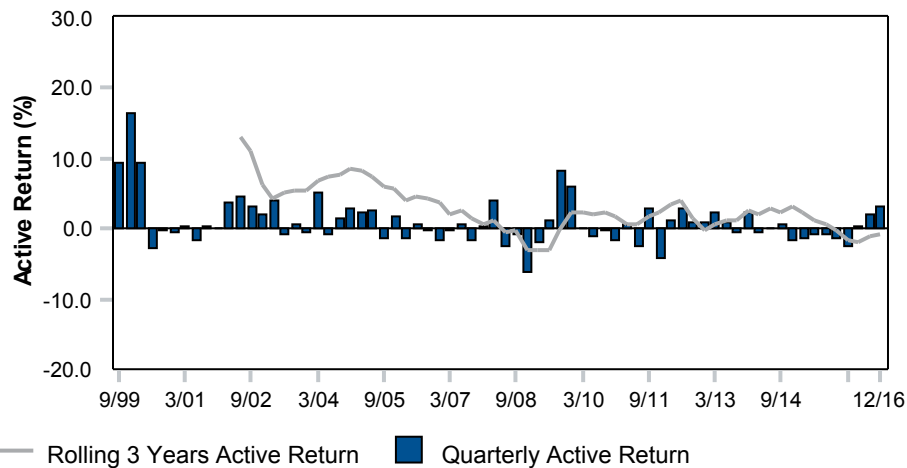
Marathon Special Opportunity Fund Ltd. vs. HFRI ED: Distressed/Restructuring Index

As of December 31, 2016

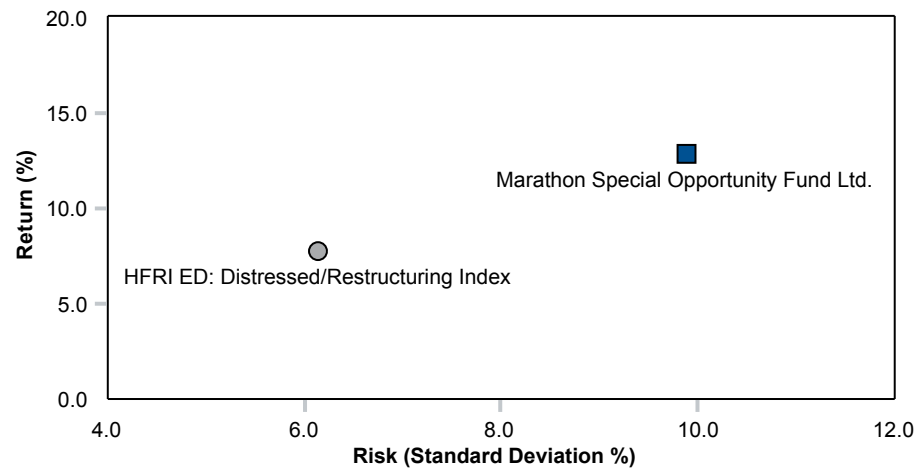
Historical Performance

	Quarter	Year To Date	1 Year	3 Years	5 Years	10 Years	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Marathon Special Opportunity Fund Ltd.	8.9	18.4	18.4	0.5	7.2	4.4	-11.9	-2.8	19.6	16.5	-4.8	9.1	43.8	-30.1	4.0	13.3
HFRI ED: Distressed/Restructuring Index	5.6	15.2	15.2	1.5	5.6	3.8	-8.1	-1.4	14.0	10.1	-1.8	12.1	28.1	-25.2	5.1	15.9
Barclays Global High Yield Index	-0.2	14.3	14.3	3.6	7.4	7.3	-2.7	0.0	7.3	19.6	3.1	14.8	59.4	-26.9	3.2	13.7

Comparative Performance and Rolling Return



Risk and Return (May-1999 - Dec-2016)



Historical Statistics - Quarterly Periodicity (Jan-2012 - Dec-2016)

	Return	Standard Deviation	Excess Return	Alpha	Beta	Sharpe Ratio	Tracking Error	Information Ratio	Downside Risk	Consistency	Inception Date
Marathon Special Opportunity Fund Ltd.	7.2	8.9	7.3	0.2	1.3	0.8	3.1	0.5	4.7	60.0	17y 8m
HFRI ED: Distressed/Restructuring Index	5.6	6.8	5.6	0.0	1.0	0.8	0.0	N/A	3.7	0.0	17y 8m

Manager Evaluation

Marathon Special Opportunity Fund Ltd.

As of December 31, 2016

Portfolio Characteristics

Firm Assets	\$13.2 billion
Fund Assets	\$1.2 billion
Gross Exposure	123.1%
Net Exposure	45.3%
Long Exposure	84.2%
Short Exposure	-38.9%

Largest Positions (% of NAV)

Longs		Shorts	
Puerto Rico Electric Power	7.6%	SPDR Blmbg Barcl HY Bond	-5.1%
San Jose	5.5%	MARKIT CDX.EM Index	-4.8%
Caesar's Entertainment Op Co	4.7%	Mylan NV	-4.2%
Linn Energy	3.0%	Horizon Pharma	-2.4%
Teck Resources	2.8%	Community Health Systems	-1.7%
Largest 5 Total	23.6%	Largest 5 Total	-18.2%

Regional Exposure

	Long	Short	Gross	Net
North America	66.2%	-26.4%	92.6%	39.9%
Europe	14.3%	-1.5%	15.8%	12.8%
Latin America	2.4%	-9.1%	11.5%	-6.7%
Asia	0.7%	-0.4%	1.1%	0.3%
Other	0.5%	-1.5%	2.0%	-1.0%

Exposure by Theme

	Long	Short	Gross	Net
Banks	1.5%	0.0%	1.5%	1.5%
Distressed	47.9%	0.0%	47.9%	47.8%
EM	3.1%	-8.7%	11.9%	-5.6%
Equity	2.8%	-7.0%	9.7%	-4.2%
European	0.0%	0.0%	0.0%	0.0%
Fund	4.9%	0.0%	4.9%	4.9%
HY Long	12.7%	-3.4%	16.1%	9.4%
HY Pairs	1.2%	2.7%	-1.6%	3.9%
HY Short	0.4%	6.9%	-6.5%	7.3%
Loan	0.0%	0.0%	0.0%	0.0%
Low Beta Long	0.0%	0.0%	0.0%	0.0%
Low Beta Short	8.0%	-10.2%	18.2%	-2.1%
Other	1.7%	0.0%	1.7%	1.7%

Manager Evaluation

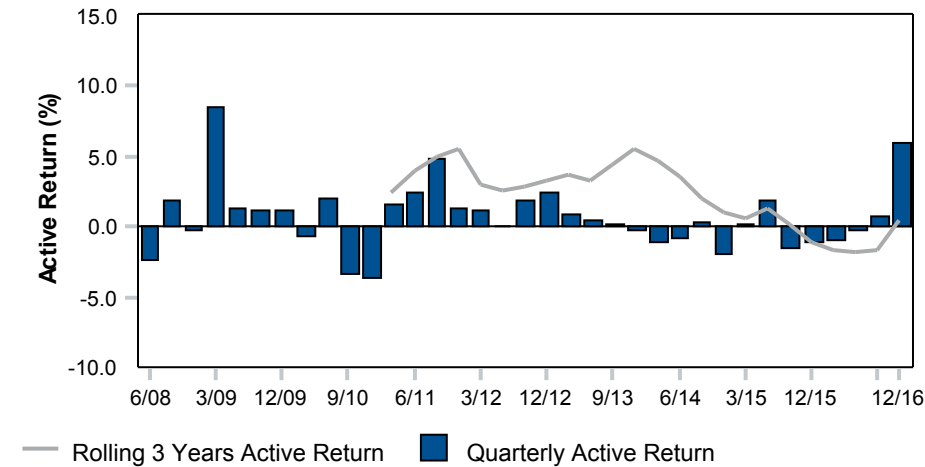
Brevan Howard Multi-Strategy Fund Limited vs. HFRI Macro (Total) Index

As of December 31, 2016

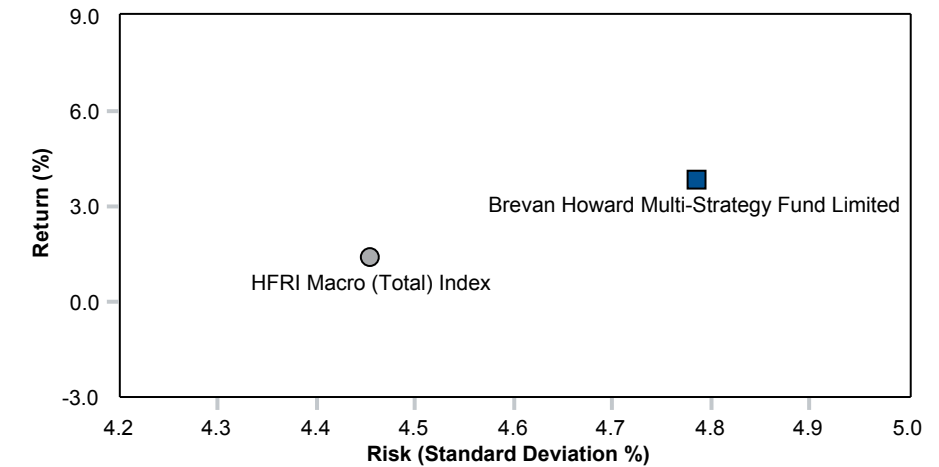
Historical Performance

	Quarter	Year To Date	1 Year	3 Years	5 Years	10 Years	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Brevan Howard Multi-Strategy Fund Limited	5.4	6.8	6.8	2.2	2.5	N/A	-1.9	1.8	0.8	5.3	6.0	2.3	17.4	N/A	N/A	N/A
HFRI Macro (Total) Index	-0.5	1.2	1.2	1.8	1.0	2.8	-1.3	5.6	-0.4	-0.1	-4.2	8.1	4.3	4.8	11.1	8.2
DJ Credit Suisse Global Macro Index	4.6	3.6	3.6	2.3	3.1	5.8	0.2	3.1	4.3	4.6	6.4	13.5	11.5	-4.6	17.4	13.5

Comparative Performance and Rolling Return



Risk and Return (Mar-2008 - Dec-2016)



Historical Statistics - Quarterly Periodicity (Jan-2012 - Dec-2016)

	Return	Standard Deviation	Excess Return	Alpha	Beta	Sharpe Ratio	Tracking Error	Information Ratio	Downside Risk	Consistency	Inception Date
Brevan Howard Multi-Strategy Fund Limited	2.5	4.1	2.5	1.8	0.7	0.6	3.4	0.5	1.9	55.0	8y 10m
HFRI Macro (Total) Index	1.0	3.4	0.9	0.0	1.0	0.3	0.0	N/A	2.2	0.0	8y 10m

Manager Evaluation

Brevan Howard Multi-Strategy Fund Limited

As of December 31, 2016

Portfolio Characteristics

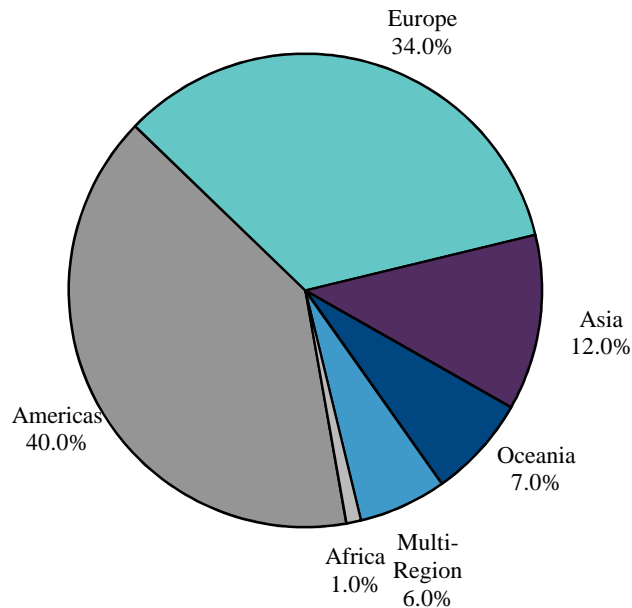
Firm Assets*	\$16.6 billion
Fund Assets	\$1.4 billion

	VaR
Brevan Howard Multi-Strategy Master Fund Limited (% NAV)	0.81%
Brevan Howard Master Fund Limited	0.86%
Brevan Howard Asia Master Fund Limited	0.51%
BH-DG Systematic Trading Master Fund Limited	1.92%
Direct Investment Portfolio	0.83%

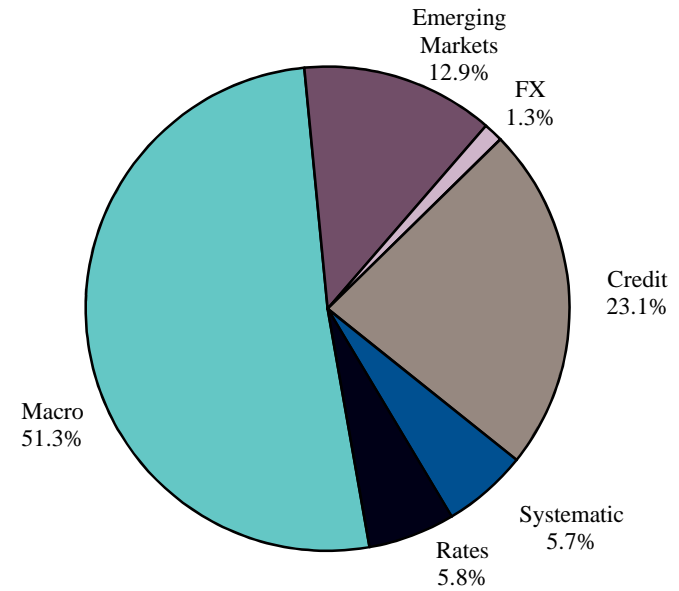
Holding Breakdown (% NAV)

	Q1	Q2	Q3	Q4
Brevan Howard Master Fund Limited	39.4%	31.7%	30.5%	23.8%
Brevan Howard Asia Master Fund Limited	11.9%	10.1%	8.9%	8.7%
BH-DG Systematic Trading Master Fund Limited	8.9%	7.7%	9.0%	7.4%
Direct Investment Portfolio and Treasury	39.8%	50.5%	51.7%	60.1%

Regional Exposure



Strategy Group Exposure*



* Data as of November 30, 2016

Manager Evaluation

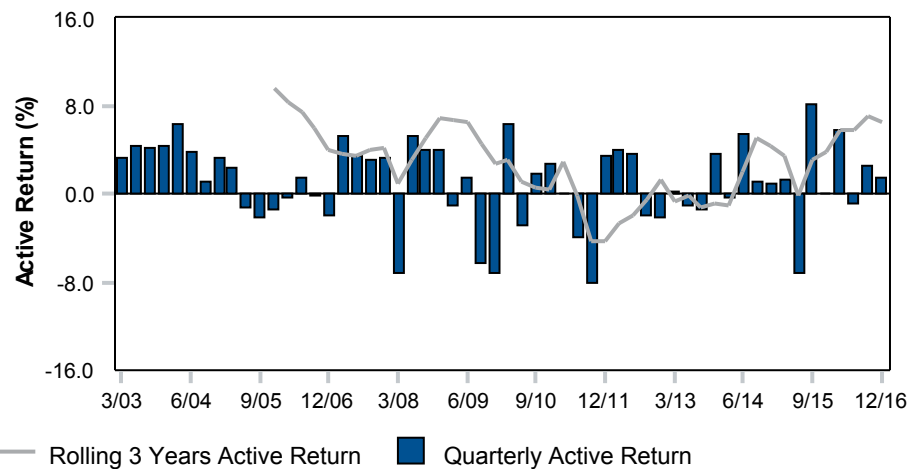
BP Transtrend Diversified Fund LLC vs. HFRI Macro: Systematic Diversified Index

As of December 31, 2016

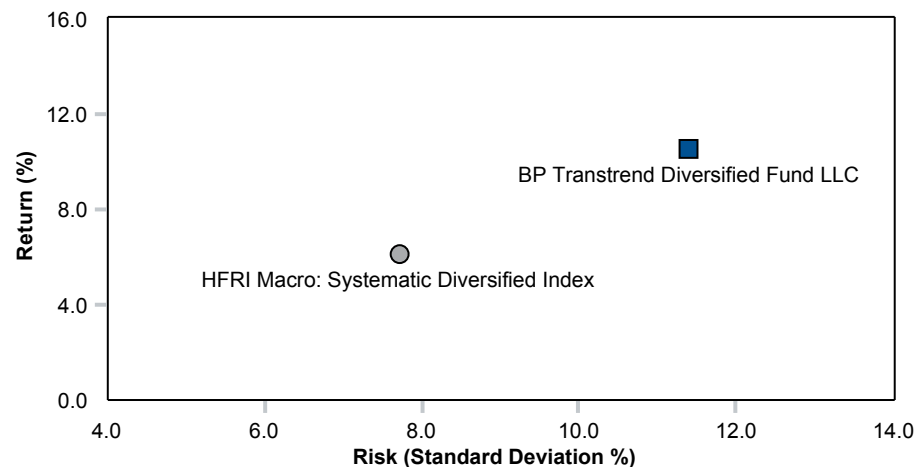
Historical Performance

	Quarter	Year To Date	1 Year	3 Years	5 Years	10 Years	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
BP Transtrend Diversified Fund LLC	-0.8	8.2	8.2	8.4	5.3	6.5	-1.1	18.9	0.6	1.2	-11.3	18.6	-14.1	25.3	27.9	16.3
HFRI Macro: Systematic Diversified Index	-2.4	-1.4	-1.4	2.1	0.6	3.4	-2.4	10.7	-0.9	-2.5	-3.5	9.8	-1.7	18.1	10.3	16.8
DJ Credit Suisse Managed Futures Index	-5.6	-6.8	-6.8	3.0	0.7	2.7	-0.9	18.4	-2.6	-2.9	-4.2	12.2	-6.6	18.3	6.0	8.1

Comparative Performance and Rolling Return



Risk and Return (Jan-2003 - Dec-2016)



Historical Statistics - Quarterly Periodicity (Jan-2012 - Dec-2016)

	Return	Standard Deviation	Excess Return	Alpha	Beta	Sharpe Ratio	Tracking Error	Information Ratio	Downside Risk	Consistency	Inception Date
BP Transtrend Diversified Fund LLC	5.3	10.8	5.7	4.7	1.5	0.5	6.7	0.8	6.8	65.0	14y
HFRI Macro: Systematic Diversified Index	0.6	5.9	0.7	0.0	1.0	0.1	0.0	N/A	3.8	0.0	14y

Prior to April 2008, returns represent Transtrend Diversified Trend Program Enhanced Risk (USD) Fund.

Manager Evaluation

BP Transtrend Diversified Fund LLC

As of December 31, 2016

Portfolio Characteristics

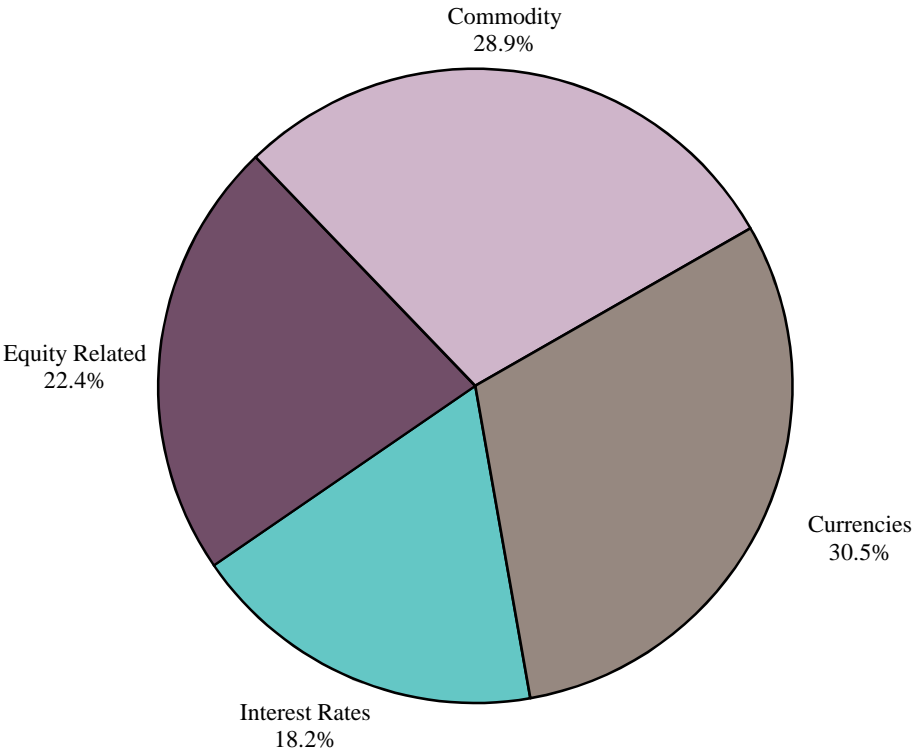
Firm Assets ¹	\$5.5 billion
Fund Assets	\$527 million
Margin / Net Assets	27.7%
Diversified VaR	1.9%

¹ Applicable to Transtrend, including notional funds

Attribution by Strategy

	YTD Gross Attribution
Commodities	-7.6%
Currencies	5.4%
Interest Rates	14.5%
Equity Related	2.0%

Strategy Exposure (Undersified VaR, as of December 30, 2016)



Manager Evaluation

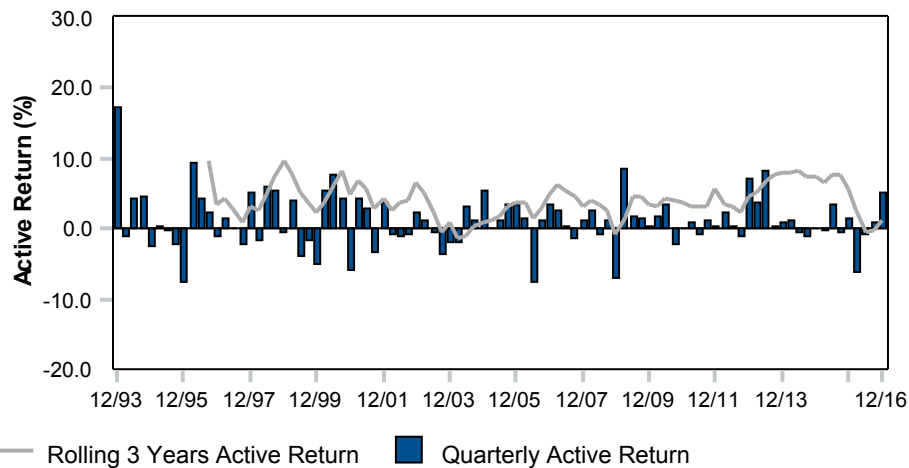
Moore Macro Managers Fund, Ltd. vs. HFRI Macro (Total) Index

As of December 31, 2016

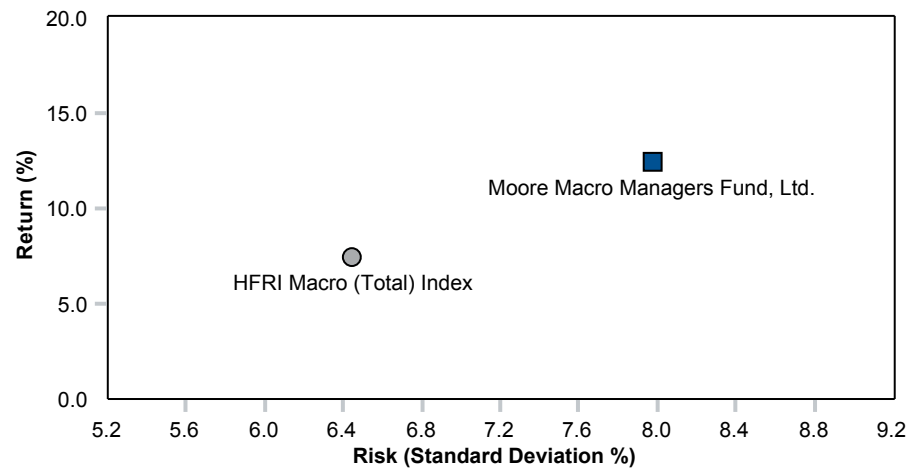
Historical Performance

	Quarter	Year To Date	1 Year	3 Years	5 Years	10 Years	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Moore Macro Managers Fund, Ltd.	4.6	0.0	0.0	2.8	6.1	7.0	3.1	5.4	13.4	8.9	-2.6	11.6	17.1	0.4	14.4	6.2
HFRI Macro (Total) Index	-0.5	1.2	1.2	1.8	1.0	2.8	-1.3	5.6	-0.4	-0.1	-4.2	8.1	4.3	4.8	11.1	8.2
DJ Credit Suisse Global Macro Index	4.6	3.6	3.6	2.3	3.1	5.8	0.2	3.1	4.3	4.6	6.4	13.5	11.5	-4.6	17.4	13.5

Comparative Performance and Rolling Return



Risk and Return (Aug-1993 - Dec-2016)



Historical Statistics - Quarterly Periodicity (Jan-2012 - Dec-2016)

	Return	Standard Deviation	Excess Return	Alpha	Beta	Sharpe Ratio	Tracking Error	Information Ratio	Downside Risk	Consistency	Inception Date
Moore Macro Managers Fund, Ltd.	6.1	5.3	6.0	6.2	0.0	1.1	6.3	0.8	2.3	65.0	23y 5m
HFRI Macro (Total) Index	1.0	3.4	0.9	0.0	1.0	0.3	0.0	N/A	2.2	0.0	23y 5m

Manager Evaluation

Moore Macro Managers Fund, Ltd.

As of December 31, 2016

Portfolio Characteristics

Firm Assets	\$11.7 billion
Fund Assets	\$5.5 billion

Risk Factors by Asset Class (1-day std deviation as % of NAV)

Fixed Income (Developed Markets)	0.22%
Credit and Developing Market Rates	0.03%
Equities - Developed Markets	0.04%
Equities - Developing Markets	0.03%
Currencies (vs. USD)	0.11%
Commodities	0.05%
Other Products	0.00%

Risk Factors by Region (1-day std deviation as % of NAV)

U.S. and Canada	0.16%
Developed Europe	0.12%
Developed Asia	0.05%
Developing Asia	0.05%
Latin America	0.01%
Eastern Europe / Developing Europe	0.03%
Other / Multi-Regional / Commodities	0.06%

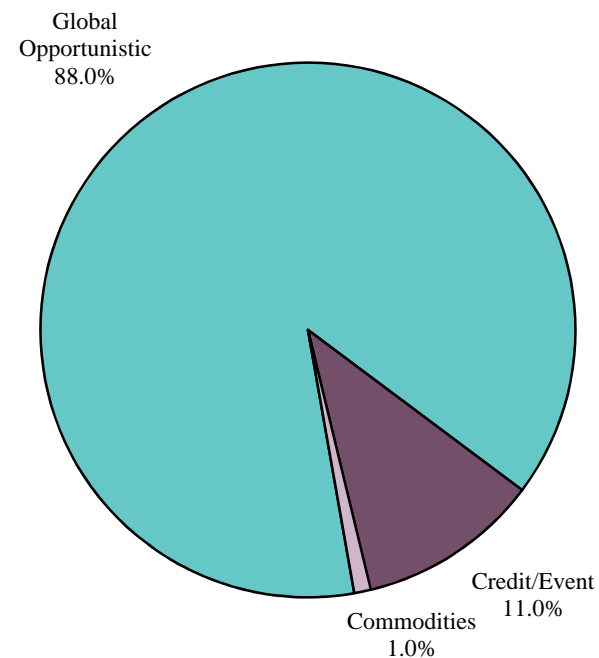
Aggregate Portfolio Risk (Undiversified) 0.45%

Aggregate Portfolio Risk (Diversified) 0.30%

Attribution by Strategy (Gross)

	Q4	2016
Global Opportunistic	5.7%	3.9%
Credit/Event	0.4%	0.4%
Commodities	0.0%	-1.1%
Other	0.1%	0.0%

Strategy Exposure (% of Notional)



Manager Evaluation

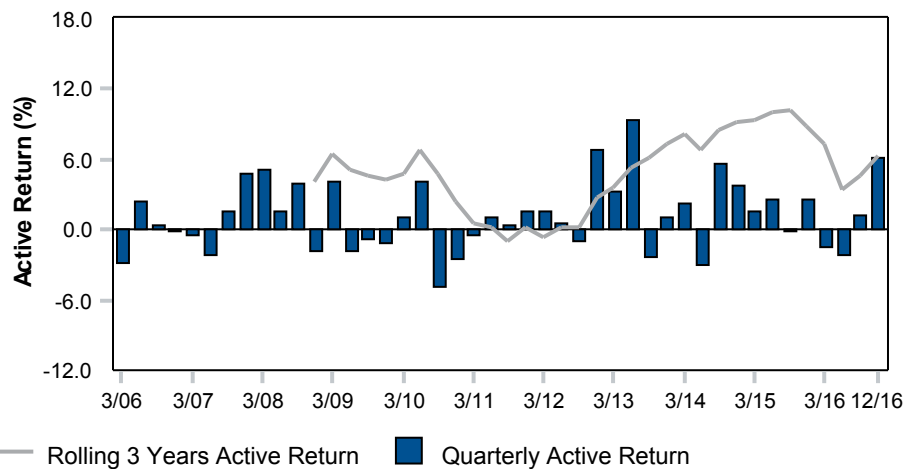
Stone Milliner Macro Fund Inc. vs. HFRI Macro (Total) Index

As of December 31, 2016

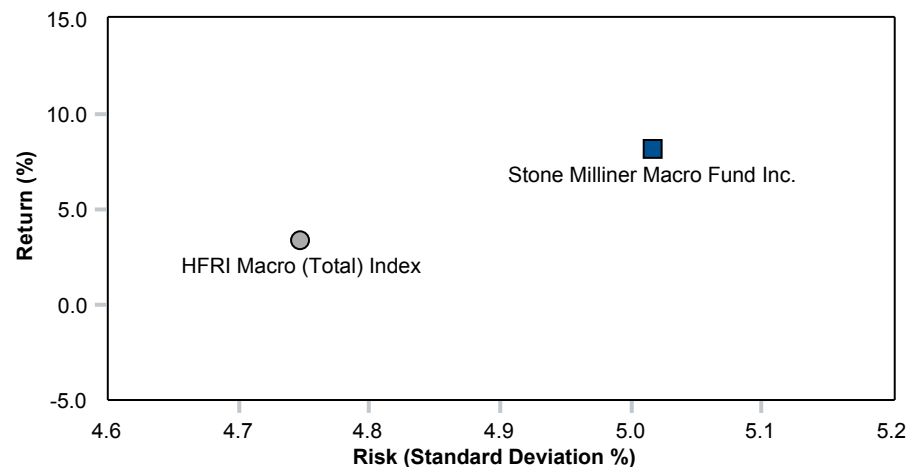
Historical Performance

	Quarter	Year To Date	1 Year	3 Years	5 Years	10 Years	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Stone Milliner Macro Fund Inc.	5.6	4.9	4.9	8.2	8.8	8.1	5.7	14.3	11.2	8.1	-1.6	5.9	4.6	14.3	15.2	8.0
HFRI Macro (Total) Index	-0.5	1.2	1.2	1.8	1.0	2.8	-1.3	5.6	-0.4	-0.1	-4.2	8.1	4.3	4.8	11.1	8.2
DJ Credit Suisse Global Macro Index	4.6	3.6	3.6	2.3	3.1	5.8	0.2	3.1	4.3	4.6	6.4	13.5	11.5	-4.6	17.4	13.5

Comparative Performance and Rolling Return



Risk and Return (Jan-2006 - Dec-2016)



Historical Statistics - Quarterly Periodicity (Jan-2012 - Dec-2016)

	Return	Standard Deviation	Excess Return	Alpha	Beta	Sharpe Ratio	Tracking Error	Information Ratio	Downside Risk	Consistency	Inception Date
Stone Milliner Macro Fund Inc.	8.8	6.5	8.6	8.4	0.5	1.3	6.4	1.2	2.0	70.0	11y
HFRI Macro (Total) Index	1.0	3.4	0.9	0.0	1.0	0.3	0.0	N/A	2.2	0.0	11y

Manager Evaluation

Stone Milliner Macro Fund Inc.

As of December 31, 2016

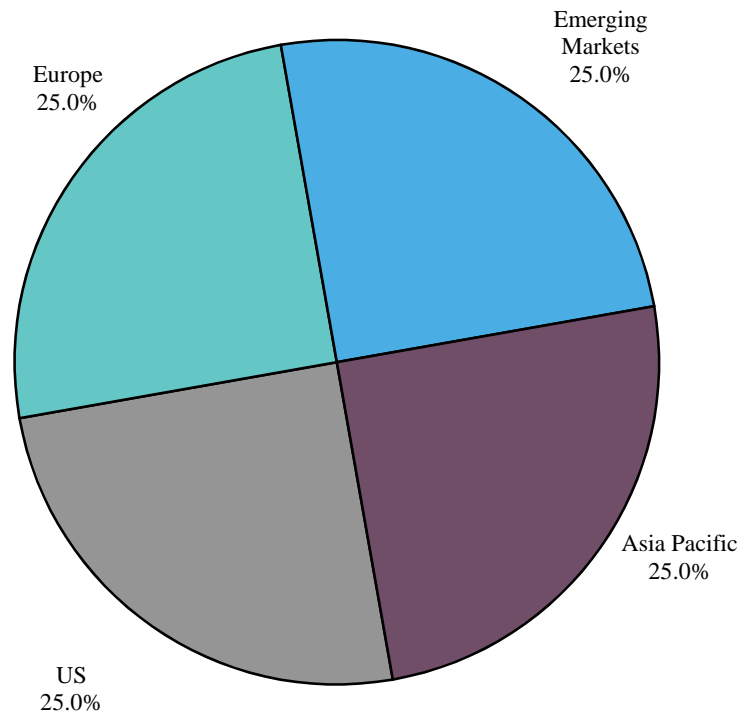
Portfolio Characteristics

Firm Assets	\$6.1 billion
Fund Assets	\$4.1 billion

Attribution by Strategy - Q4

	<u>Gross Attribution</u>
FX	2.8%
Fixed Income / Interest Rates	3.8%
Equities	0.4%
Commodities	0.2%

Strategy Exposure



Manager Evaluation

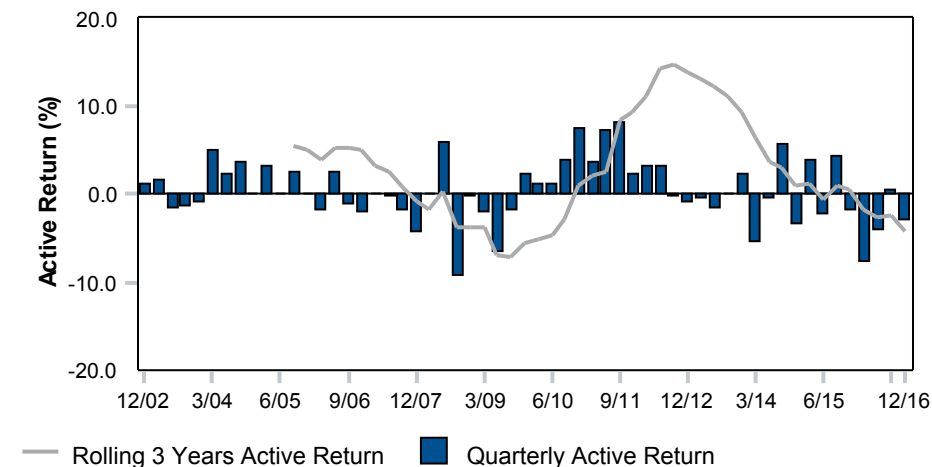
(BlackRock) The 32 Capital Fund, Ltd. vs. HFRI EH: Equity Market Neutral Index

As of December 31, 2016

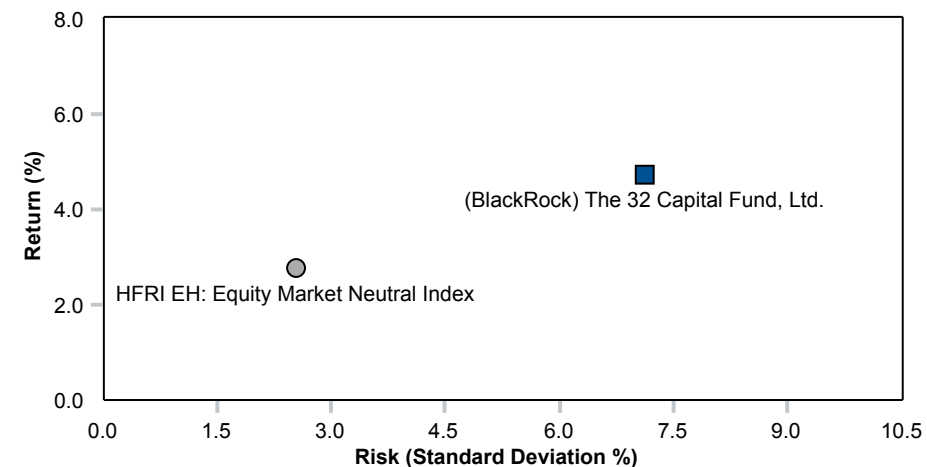
Historical Performance

	Quarter	Year To Date	1 Year	3 Years	5 Years	10 Years	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
(BlackRock) The 32 Capital Fund, Ltd.	-1.4	-11.4	-11.4	-1.4	2.3	2.9	8.6	-0.3	7.1	8.9	21.1	17.7	-6.2	-10.1	-0.9	5.0
HFRI EH: Equity Market Neutral Index	1.5	2.2	2.2	3.2	3.8	2.0	4.3	3.1	6.5	3.0	-2.1	2.9	1.4	-5.9	5.3	7.3
Dow Jones Credit Suisse Equity Market Neutral	-2.6	-4.6	-4.6	-1.4	1.1	-2.9	1.7	-1.2	9.3	0.8	4.5	-0.8	4.1	-40.3	9.3	11.2

Comparative Performance and Rolling Return



Risk and Return (Aug-2002 - Dec-2016)



Historical Statistics - Quarterly Periodicity (Jan-2012 - Dec-2016)

	Return	Standard Deviation	Excess Return	Alpha	Beta	Sharpe Ratio	Tracking Error	Information Ratio	Downside Risk	Consistency	Inception Date
(BlackRock) The 32 Capital Fund, Ltd.	2.3	7.0	2.4	-2.6	1.4	0.3	6.7	-0.2	4.3	40.0	14y 5m
HFRI EH: Equity Market Neutral Index	3.8	1.5	3.6	0.0	1.0	2.4	0.0	N/A	0.4	0.0	14y 5m

Manager Evaluation

(BlackRock) The 32 Capital Fund, Ltd.

As of December 31, 2016

Portfolio Characteristics*

Firm Assets	\$5.1 trillion
Fund Assets	\$748 million

Equities

Gross Exposure	647.1%
Net Exposure	8.9%
Long Exposure	328.0%
Short Exposure	-319.1%

Number of long positions	4,319
Number of short positions	3,658

Regional Exposure (Equities)*

	Long	Short	Gross	Net
North America	151.2%	-162.3%	313.5%	-11.1%
Europe	83.5%	-73.9%	157.4%	9.6%
Asia and Oceania	84.0%	-70.2%	154.2%	13.8%
South America and Africa	9.1%	-12.6%	21.7%	-3.5%
Other	0.1%	-0.1%	0.2%	0.0%

Capital Allocation by Segment (% of NAV)*

Global Small Cap	30.0%
Mid Horizon	25.0%
Emerging Markets	21.0%
Global Large Cap	24.0%

Performance Attribution by Segment*

	Q3 Gross Attribution	YTD Gross Attribution
Global Small Cap	-1.0%	-3.1%
Mid Horizon	0.6%	-1.0%
Emerging Markets	0.4%	-0.2%
Global Large Cap	0.3%	-5.9%

Sector Exposure (Equities)*

	Long	Short	Gross	Net
Materials	20.5%	-20.0%	40.6%	0.5%
Industrials	57.7%	-54.2%	111.9%	3.5%
Consumer Discretionary	50.1%	-45.0%	95.1%	5.1%
Consumer Staples	25.2%	-24.1%	49.3%	1.1%
Health Care	22.5%	-21.0%	43.5%	1.5%
Financials	39.2%	-45.5%	84.7%	-6.3%
Information Technology	47.1%	-36.0%	83.1%	11.1%
Telecommunication Services	6.7%	-6.2%	12.9%	0.5%
Energy	11.5%	-9.9%	21.4%	1.5%
Utilities	10.1%	-11.0%	21.1%	-0.9%
Real Estate	18.7%	-18.5%	37.2%	0.1%
Conglomerates	0.0%	0.0%	0.0%	0.0%
Broad Market Indices	18.7%	-27.5%	46.2%	-8.8%
Other	0.0%	0.0%	0.0%	0.0%

* Data as of September 30, 2016

Manager Evaluation

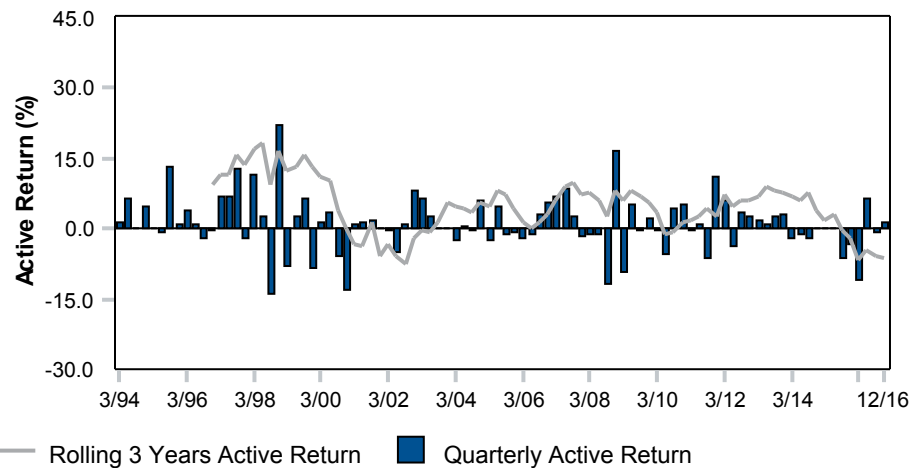
Fir Tree International Value Fund (USTE), L.P. vs. HFRI RV: Multi-Strategy Index

As of December 31, 2016

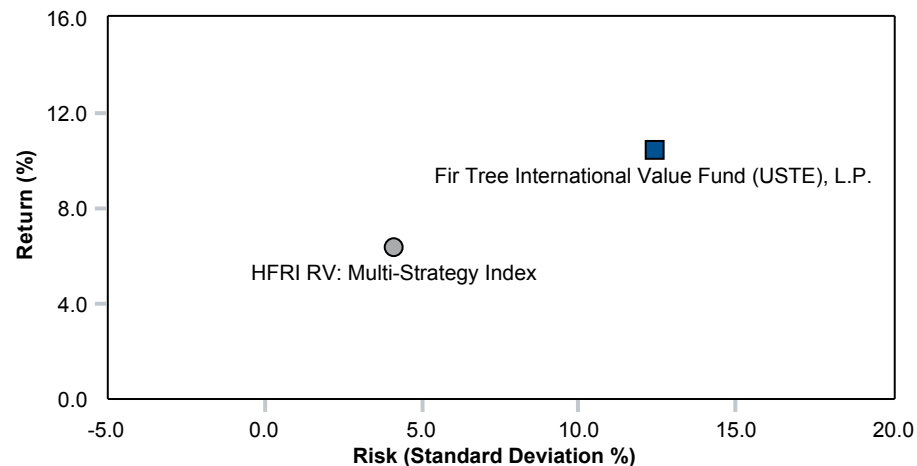
Historical Performance

	Quarter	Year To Date	1 Year	3 Years	5 Years	10 Years	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Fir Tree International Value Fund (USTE), L.P.	2.8	0.9	0.9	-3.4	4.3	5.6	-8.9	-2.1	17.2	16.9	2.4	16.7	21.1	-19.4	19.4	14.6
HFRI RV: Multi-Strategy Index	1.5	6.3	6.3	3.4	5.2	3.7	0.7	3.4	7.9	8.2	-2.4	13.2	24.7	-20.3	1.8	9.0
DJ Credit Suisse Multi-Strategy Index	1.2	4.4	4.4	4.5	6.6	5.1	3.2	6.1	11.2	8.1	4.2	9.3	24.6	-23.6	10.1	14.5

Comparative Performance and Rolling Return



Risk and Return (Jan-1994 - Dec-2016)



Historical Statistics - Quarterly Periodicity (Jan-2012 - Dec-2016)

	Return	Standard Deviation	Excess Return	Alpha	Beta	Sharpe Ratio	Tracking Error	Information Ratio	Downside Risk	Consistency	Inception Date
Fir Tree International Value Fund (USTE), L.P.	4.3	9.9	4.6	-10.1	2.9	0.5	7.9	-0.1	6.6	45.0	23y
HFRI RV: Multi-Strategy Index	5.2	2.7	5.1	0.0	1.0	1.9	0.0	N/A	1.0	0.0	23y

Manager Evaluation

Fir Tree International Value Fund (USTE), L.P.

As of December 31, 2016

Portfolio Characteristics*

Firm Assets	\$9.8 billion
Fund Assets	\$5.9 billion
Gross Exposure	165.6%
Net Exposure	12.1%
Long Exposure	88.9%
Short Exposure	-76.7%

Performance Attribution by Strategy*

	Q3 Gross	YTD Gross
Value Equities	0.5%	-1.4%
Special Situations	-0.5%	-5.4%
Yielding Securities	-0.2%	-4.5%
Corporate Credit	3.0%	10.6%
Capital Structure Arbitrage	0.2%	1.6%
Structured/Mortgage Credit	0.0%	-0.1%
Portfolio Hedges	-0.5%	-0.1%
Credit Shorts	0.1%	-1.0%

Regional Exposure*

	Long	Short	Gross	Net
North America	62.1%	-34.7%	96.8%	27.5%
Europe/UK	12.0%	-6.8%	18.8%	5.2%
Asia	3.0%	-27.1%	30.1%	-24.1%
Latin America	11.2%	-6.2%	17.4%	5.0%
Other (includes Africa)	0.5%	-2.0%	2.5%	-1.5%

Strategy Exposure*

	Long	Short	Gross	Net
Value Equities	11.9%	-13.4%	25.3%	-1.5%
Special Situations	42.2%	-21.7%	63.9%	20.4%
Yielding Securities	3.8%	-1.3%	5.1%	2.5%
Corporate Credit	19.0%	-5.1%	24.1%	13.9%
Capital Structure Arbitrage	6.4%	-5.6%	12.0%	0.8%
Structured / Mortgage Credit	4.0%	0.0%	4.0%	4.0%
Portfolio Hedges	1.1%	-8.5%	9.6%	-7.4%
Credit Shorts	0.5%	-21.1%	21.6%	-20.6%
Non-marketable	3.0%	0.0%	3.0%	3.0%

* Data as of September 30, 2016

Manager Evaluation

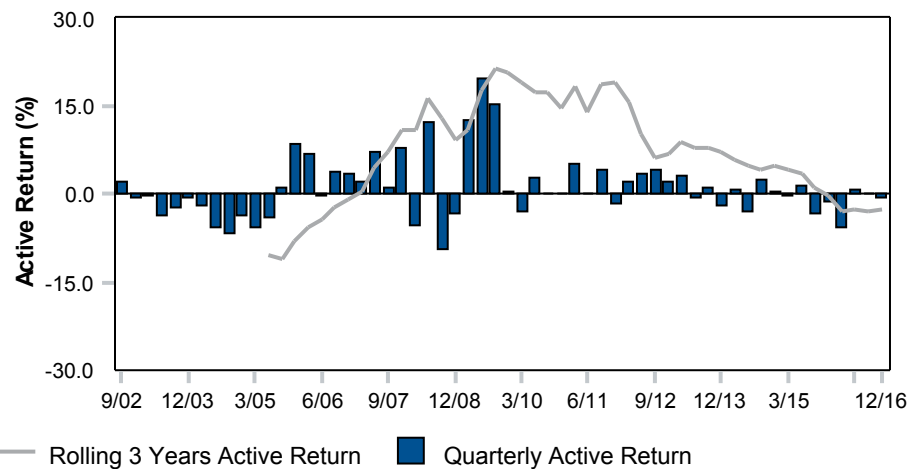
Pine River Fund Ltd. vs. HFRI RV: Multi-Strategy Index

As of December 31, 2016

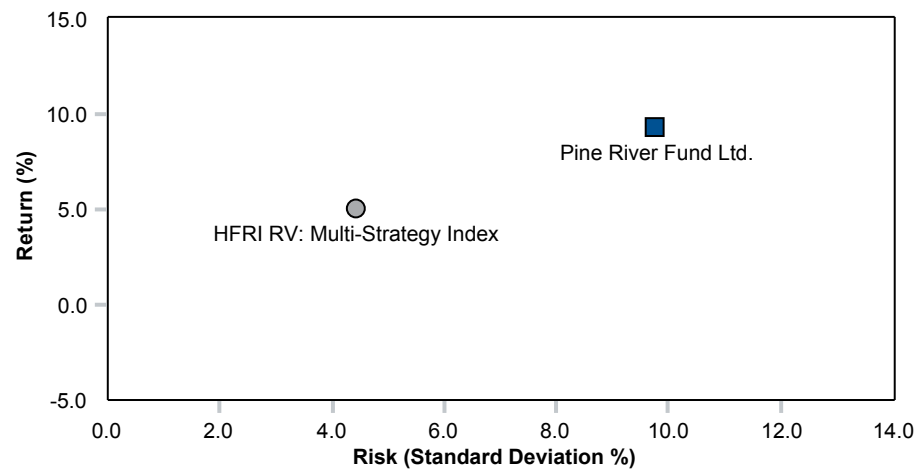
Historical Performance

	Quarter	Year To Date	1 Year	3 Years	5 Years	10 Years	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Pine River Fund Ltd.	1.1	0.6	0.6	0.8	6.4	10.8	-2.8	4.7	9.7	21.7	5.7	13.9	91.0	-26.7	21.6	25.2
HFRI RV: Multi-Strategy Index	1.5	6.3	6.3	3.4	5.2	3.7	0.7	3.4	7.9	8.2	-2.4	13.2	24.7	-20.3	1.8	9.0
DJ Credit Suisse Multi-Strategy Index	1.2	4.4	4.4	4.5	6.6	5.1	3.2	6.1	11.2	8.1	4.2	9.3	24.6	-23.6	10.1	14.5

Comparative Performance and Rolling Return



Risk and Return (Jun-2002 - Dec-2016)



Historical Statistics - Quarterly Periodicity (Jan-2012 - Dec-2016)

	Return	Standard Deviation	Excess Return	Alpha	Beta	Sharpe Ratio	Tracking Error	Information Ratio	Downside Risk	Consistency	Inception Date
Pine River Fund Ltd.	6.4	6.3	6.4	-2.1	1.7	1.0	4.8	0.3	3.5	60.0	14y 7m
HFRI RV: Multi-Strategy Index	5.2	2.7	5.1	0.0	1.0	1.9	0.0	N/A	1.0	0.0	14y 7m

Manager Evaluation

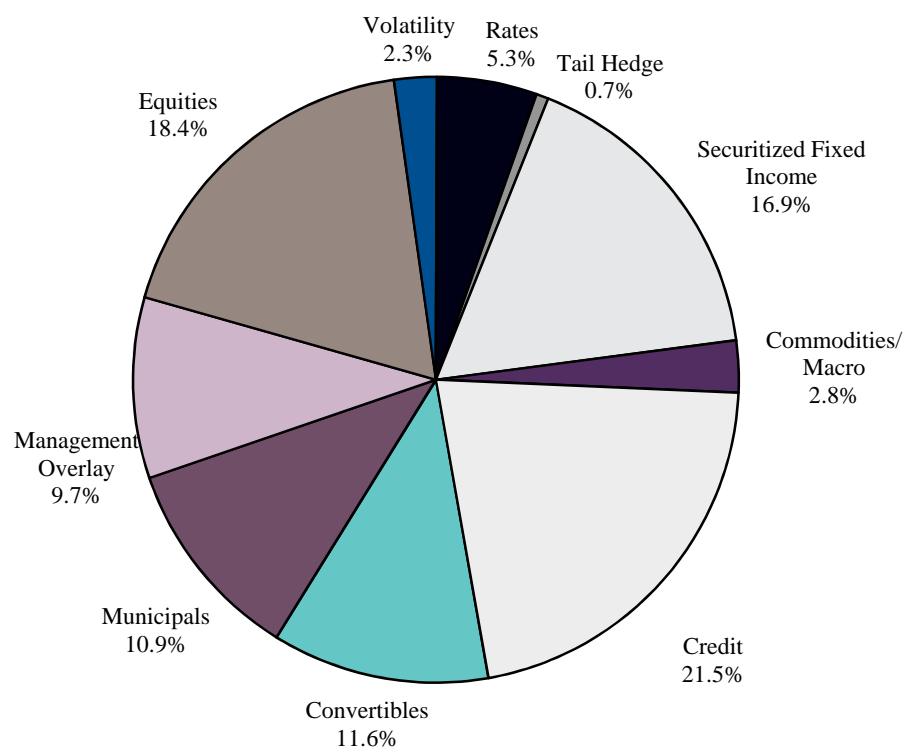
Pine River Fund Ltd.

As of December 31, 2016

Portfolio Characteristics

Firm Assets	\$9.8 billion
Fund Assets	\$1.7 billion
Gross Exposure	430.0%
Total Number of Positions	1,742

Strategy Allocation (% of capital)



Performance Attribution by Strategy

	Q4 Net Attribution	2016 Net Attribution
Equities	-1.5%	-3.1%
<i>Event Driven</i>	0.2%	1.7%
<i>Market Neutral</i>	-1.6%	-4.8%
Volatility	0.4%	1.0%
Convertibles	0.5%	1.8%
Credit	0.8%	3.1%
Securitized Fixed Income	-1.3%	-2.6%
Municipals	-0.5%	0.7%
Rates	0.3%	0.5%
Commodities/Macro	1.2%	1.2%
Tail Hedge	-0.3%	-0.6%
Management Overlay	1.9%	-0.9%
<i>Equities</i>	0.1%	0.2%
<i>Volatility</i>	0.0%	0.0%
<i>Convertibles</i>	0.0%	0.0%
<i>Credit</i>	0.1%	-0.4%
<i>Securitized Fixed Income</i>	0.0%	0.0%
<i>Municipals</i>	-0.1%	-0.1%
<i>Rates</i>	1.1%	0.7%
<i>Commodities/Macro</i>	0.5%	-1.6%

Regional Allocation (% of capital)

North America	84.7%
Europe/Middle East/Africa	10.4%
Asia	4.9%

Hedge Fund Strategy Definitions

The **Equity Strategy** is comprised of Equity Long/Short strategies. Equity hedge strategies typically have a directional bias (long or short) and trade in equities and equity-related derivatives. Managers seek to buy undervalued equities with improving fundamentals and short overvalued equities with deteriorating fundamentals.

Trade Example: Long a basket of energy stocks and short a basket of consumer electronics stocks.

The **Credit Strategy** is comprised of Distressed Securities, Credit Long/Short, Emerging Market Debt and Credit Event Driven. Credit strategies typically have a directional bias and involve the purchase of various types of debt, equity, trade claims and fixed income securities. Hedging using various instruments such as Credit Default swaps is frequently employed.

Trade Example: Buying the distressed bonds of a company which has defaulted and participating in the corporate restructuring.

The **Macro Strategy** consists of Global Macro, Managed Futures, Commodities and Currencies. Macro strategies usually have a directional bias (which can be either long or short) and involve the purchase of a variety of securities and/or derivatives related to major markets. Managed futures strategies trade similar instruments but are typically implemented by computerized systems.

Trade Example: Long the US Dollar and short the Japanese Yen.

The **Relative Value Strategy** typically does not display a distinct directional bias. Relative Value encompasses a range of strategies covering different asset classes. Arbitrage strategies focus on capturing movements or anomalies in the price spreads between related or similar instruments. The rationale for Arbitrage trades is the ultimate convergence of the market price relationship to a known, theoretical or equilibrium relationship.

Trade Example: Long the stock of a merger bid target and short the stock of the acquirer.

Statistical Definitions

Risk Statistics

As of December 31, 2016

Statistics	Definition
Alpha	- A measure of the difference between a portfolio's actual returns and its expected performance, given its level of risk as measured by beta. It is a measure of the portfolio's historical performance not explained by movements of the market, or a portfolio's non-systematic return.
Best Quarter	- The best of rolling 3 months(or 1 quarter) cumulative return.
Beta	- A measure of the sensitivity of a portfolio to the movements in the market. It is a measure of a portfolio's non-diversifiable or systematic risk.
Consistency	- The percentage of quarters that a product achieved a rate of return higher than that of its benchmark. The higher the consistency figure, the more value a manager has contributed to the product's performance.
Downside Risk	- A measure similar to standard deviation, but focuses only on the negative movements of the return series. It is calculated by taking the standard deviation of the negative set of returns. The higher the factor, the riskier the product.
Excess Return	- Arithmetic difference between the managers return and the risk-free return over a specified time period.
Information Ratio	- Measured by dividing the active rate of return by the tracking error. The higher the Information Ratio, the more value-added contribution by the manager.
Maximum Drawdown	- The drawdown is defined as the percent retrenchment from a fund's peak value to the fund's valley value. It is in effect from the time the fund's retrenchment begins until a new fund high is reached. The maximum drawdown encompasses both the period from the fund's peak to the fund's valley (length), and the time from the fund's valley to a new fund high (recovery). It measures the largest percentage drawdown that has occurred in any fund's data record.
Return	- Compounded rate of return for the period.
Sharpe Ratio	- Represents the excess rate of return over the risk free return divided by the standard deviation of the excess return. The result is the absolute rate of return per unit of risk. The higher the value, the better the product's historical risk-adjusted performance.
Sortino Ratio	- A ratio developed by Frank A. Sortino to differentiate between good and bad volatility in the Sharpe ratio. This differentiation of upwards and downwards volatility allows the calculation to provide a risk-adjusted measure of a security or fund's performance without penalizing it for upward price changes.
Standard Deviation	- A statistical measure of the range of a portfolio's performance, the variability of a return around its average return over a specified time period.
Tracking Error	- A measure of the standard deviation of a portfolio's performance relative to the performance of an appropriate market benchmark.
Worst Quarter	- The worst of rolling 3 months(or 1 quarter) cumulative return.

ATTACHMENT 8

EXECUTIVE SUMMARY OF INVESTMENT ACTIVITIES FOR CALENDAR YEAR 2016

Multnomah Group Investment Comments for Calendar Year 2016
For the El Camino Hospital 403(b) Retirement Plan

On a quarterly basis, Multnomah Group reviews the Plan's investments in accordance with the Plan's Investment Policy Statement and reports to the Hospital's Retirement Plan Administration Committee (RPAC). Below is a summary of 2016 RPAC activities.

Fund Actions

As no funds were recommended for removal, nor did the RPAC choose to add any new funds, there were no fund actions for 2016.

Watch List/Recommend Removal

Multnomah Group placed the *T. Rowe Price Equity Income Fund* on Watch List in March of 2015. This decision was based on a pending manager change as well as the fund's recent underperformance. T. Rowe Price announced that longtime Portfolio Manager Brian Rogers would step down in October 2015 and be replaced by John Linehan, another long-tenured T. Rowe Price portfolio manager. The fund's performance had significantly lagged the peer group and its large cap value benchmark over the course of 2014 and into 2015 largely due to its investment thesis being out of favor with the markets during this period. Over the course of 2015 and 2016, the RPAC kept a close watch on this fund, considered replacing the fund with an alternate fund. After evaluating the effects of the markets and the new portfolio manager, the Committee chose to keep this fund, which finished the 2016 year in the top 13th percentile, outperforming the peer universe by 4.47% and the index by 1.94%.

Plan Fee Benchmarking

Annually, Multnomah Group conducts a fee benchmarking study for the administration and recordkeeping services provided to the Plan. Multnomah Group creates a Peer Range for fees for Plans of similar size and demographics. The Peer Range is an estimate of the total cost of plan services available in today's market. The range is calculated based on the average account balance of the plan and the number of participants with a plan balance. The Multnomah Group utilized a range of price sources, including existing clients' pricing, vendor responses to recent comparative searches, and discussions with vendors regarding their current pricing structures.

As of June 30, 2016, the 403(b) Plan pays \$92.00 per participant which equates to 0.10% for Plan services. This fee is at the bottom of the peer range, determined by Multnomah Group, of 0.10% and 0.15% and is considered reasonable for services received.

Share Class Fees

Annually, Multnomah Group works with the Plan's recordkeeper to review the share class expenses of all investment options currently available to the Plans to ensure the lowest net fees are being utilized. Understanding that the Plans pay for recordkeeping and administrative services through the revenue sharing paid by the investments, all investments are invested in the lowest share class available to the Plans at this time that meets the agreed compensation requirements.

Conclusion

The RPAC and Multnomah Group are satisfied with the quality and diversity of the investments available in the Plan as well as the fees incurred.

Brian A. Montanez, CPC, TGPC, AIF, CPFA

Principal

Multnomah Group, Inc.

Approved 2017 Goals



INVESTMENT COMMITTEE

Goals for FY 2017

Purpose

The purpose of the Investment Committee is to develop and recommend to El Camino Hospital Board of Director the investment policies governing the Hospital’s assets, maintain current knowledge of the management and investment of the invested funds of the Hospital, and provide oversight of the allocation of the investment assets.

Staff: Iftikhar Hussain, CFO

The CFO shall serve as the primary staff support to the Committee and is responsible for drafting the Committee meeting agenda for the Committee Chair’s consideration. Additional members of the hospital staff may participate in the Committee meetings upon the recommendation of the CFO and subsequent approval from the Committee Chair. The CEO is an ex-officio member of this Committee.

Goals	Timeline by Fiscal Year (Timeframe applies to when the Board approves the recommended action from the Committee, if applicable)	Metrics
1. Review performance of consultant recommendations of managers and asset allocations.	<ul style="list-style-type: none"> ▪ Each quarter –Ongoing 	<ul style="list-style-type: none"> ▪ Investment Committee to review selection of money managers; recommendations are made to CFO
2. Educate Board and Committee: Investment strategy adjustments in low return environment	<ul style="list-style-type: none"> ▪ Q1 	<ul style="list-style-type: none"> ▪ Complete by end of Q1
3. Review/revise Executive Dashboard.	<ul style="list-style-type: none"> ▪ Each quarter - Ongoing 	<ul style="list-style-type: none"> ▪ Completed by June 2017
4. Meet with the Finance Committee to help align investment philosophy with capital and cash flow needs.	<ul style="list-style-type: none"> ▪ Q4 	<ul style="list-style-type: none"> ▪ Completed by end of Q4

Submitted by: Iftikhar Hussain, Executive Sponsor, Investment Committee

Approved by the Board of Directors June 8, 2016

Proposed 2018 Goals



INVESTMENT COMMITTEE

Goals for FY 2018

Purpose

The purpose of the Investment Committee is to develop and recommend to El Camino Hospital Board of Director the investment policies governing the Hospital’s assets, maintain current knowledge of the management and investment of the invested funds of the Hospital, and provide oversight of the allocation of the investment assets.

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Goals	Timeline by Fiscal Year (Timeframe applies to when the Board approves the recommended action from the Committee, if applicable)	Metrics
1. Review performance of consultant recommendations of managers and asset allocations.	<ul style="list-style-type: none"> ▪ Each quarter –Ongoing 	<ul style="list-style-type: none"> ▪ Investment Committee to review selection of money managers; recommendations are made to CFO
2. Educate Board and Committee: Hedge Fund trends and allocation review	<ul style="list-style-type: none"> ▪ Q1 	<ul style="list-style-type: none"> ▪ Complete by end of Q1
3. Review/revise Executive Dashboard.	<ul style="list-style-type: none"> ▪ Each quarter - Ongoing 	<ul style="list-style-type: none"> ▪ Completed by June 2018
4. Meet with the Finance Committee to help align investment philosophy with capital and cash flow needs.	<ul style="list-style-type: none"> ▪ Q4 	<ul style="list-style-type: none"> ▪ Completed by end of Q4

Submitted by: Iftikhar Hussain, Executive Sponsor, Investment Committee

DRAFT – Pending Committee and Board Approval