

BAY COUNTY VOLUNTARY EMPLOYEES' BENEFICIARY ASSOCIATION
 AGENDA
 TUESDAY, MAY 8, 2018
 (Immediately Following the Retirement Board of Trustees' Meeting @ Approximately 2:30 P.M.)
COMMISSIONERS CHAMBERS
515 CENTER AVENUE - 4TH FLOOR
BAY CITY, MI 48708

PAGE	I.	CALL TO ORDER
	II.	ROLL CALL
	III.	MINUTES
1 - 3	1.	APRIL 10, 2018
	IV.	PUBLIC INPUT
	A.	ANDCO CONSULTING 2018 1Q REPORT - HOWARD POHL & PETER BROWN
4 - 6	B.	MONTHLY REPORTS - RES NO. 2018-5
	1.	PORTFOLIO VALUE 1/01/18 - 4/30 /18
	2.	CHANGE IN ASSET VALUE - 4/30 /18
7 - 27	3.	MONEY MANAGER REPORTS
	a.	CS MCKEE – 3/31/18; 1Q 2018
	b.	DODGE & DOX – ENDING 3/31/18
	c.	LOOMIS SAYLES – 1Q 2018
	d.	MFS – ENDING 3/31/18; 1Q 2018
28 - 29	4.	RECAPTURE SERVICES
	a.	CAPIS – 4/30/18
30 – 32	5.	COMERICA SUMMARY EARNINGS – ENDING 4/30/18
33 – 34	6.	VEBA YTD BUDGET REPORT 4/30/18
35	7.	INVOICES APPROVED – 4/30/18
36	C.	CORRESPONDENCE COMERICA REBALANCE VEBA
	V.	ANNOUNCEMENTS
	A.	NEXT REGULAR MEETING - TUESDAY, JUNE 12, 2018 IMMEDIATELY FOLLOWING THE RETIREMENT BOARD OF TRUSTEES MEETING AT APPROXIMATELY 2:30 P.M. , COMMISSIONERS CHAMBERS, 515 CENTER AVENUE - 4 TH FLOOR, BAY CITY, MI 48708
	VI.	UNFINISHED BUSINESS
	VII.	NEW BUSINESS

BAY COUNTY VOLUNTARY EMPLOYEES' BENEFICIARY ASSOCIATION

AGENDA

TUESDAY, May 8, 2018

(Immediately Following the Retirement Board of Trustees' Meeting @ Approximately 2:30 P.M.)

COMMISSIONERS CHAMBERS
515 CENTER AVENUE - 4TH FLOOR
BAY CITY, MI 48708

VIII. MISCELLANEOUS BUSINESS

IX. ADJOURNMENT

**MINUTES BAY COUNTY VOLUNTARY EMPLOYEES' BENEFICIARY ASSOCIATION (VEBA)
APRIL 10, 2018 – REGULAR MEETING**

PAGE 1

NOTE: In addition to these typed minutes, this Board meeting was also recorded. These recordings are available for review in the Retirement Office.

The meeting of the Board of Trustees was held on April 10, 2018 at 2:20 p.m. in the Commission Chambers, 4th Floor, Bay County Building, 515 Center Avenue, Bay City, Michigan. Roll was taken.

Trustees Present: Chairperson Gray, Mr. Brzezinski, Ms. Gonzales, Mr. Herek, Mr. Morse, Mr. Pett, Mr. Ryder, and Ms. Shutt.

Trustees Absent: Mr. Gromaski

Also Present:

Consultant: AndCo Consulting - Howard Pohl and Peter Brown.

Secretary: Jan Histed

Retirement Administrator: Katie Meeth

Corporation Counsel: Shawna Walraven

The meeting was called to order by Chairman, Steve Gray at 2:20 p.m.

MOTION 15: Moved, supported and carried to excuse Trustee Gromaski.

MOTION 16: Moved, supported and carried to approve the minutes, as printed, from the March 13, 2018 regular meeting.

Mr. Gray called for public input. As there was no public input, he moved on to petitions and communications.

The VEBA MFS presentation was covered in the BCERS meeting. There were no further questions on the MFS presentation.

RES. 2018-4:

Moved, supported and carried to adopt resolution 2018-4 to receive the monthly reports Portfolio Value ending 3/31/18 (Today's value \$53,496,000), Change in Assets Value ending 3/31/18; C.S. McKee performance report ending 2/28/18, Dodge & Cox –ending 2/28/18, Loomis – Ending 2/28/18, and MFS – Ending 2/28/18; Capis Recapture services ending 2/28/18, VEBA YTD Budget Report ending 3/31/18, and Approved Invoices Report ending 3/31/18.

MOTION 17: Moved, supported and carried to receive correspondence to Comerica dated 3/15/18 and 3/20/18 regarding rebalance and investment in American Funds.

ANNOUNCEMENTS:

A. Next regularly scheduled meeting will be Tuesday, May 8, 2018 immediately following the

MINUTES BAY COUNTY VOLUNTARY EMPLOYEES' BENEFICIARY ASSOCIATION (VEBA)
APRIL 10, 2018 – **REGULAR MEETING**

PAGE 2

Retirement Board of Trustees Meeting at approximately 2:30 p.m. in Commissioner's Chambers, 515 Center Avenue - 4th Floor, Bay City, MI 48708.

UNFINISHED BUSINESS:

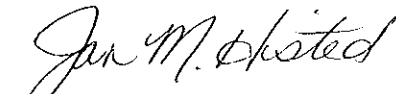
NEW BUSINESS: Mr. Pett asked how the Comerica transition was going and if there were any concerns, or if it is it still a learning curve. Ms. Meeth stated no learning curves. Everything is going great. Ms. Histed stated they are still working on the reporting from them. It is actually going really well and is more detailed than we were getting from Northern Trust. They are asking for some revisions from them.

MISCELLANEOUS BUSINESS: None

ADJOURNMENT:

MOTION 18: Moved, supported and carried to adjourn the meeting at 2:24 p.m.

Respectfully submitted,



Jan Histed
Secretary

Transcribed by: Tracy Cederquist

MEETING OF THE **VEBA BOARD OF TRUSTEES COMMITTEE**
APRIL 10, 2018

IN THE BOARD OF COMMISSIONER'S CHAMBERS, LOCATED AT 515 CENTER AVENUE, 4TH
 FLOOR, BAY CITY, MI 48708

MEETING CALLED TO ORDER BY: CHAIRPERSON STEVE GRAY AT 2:20 P.M.

MOTIONS

Trustee	15	16	17	18					
BRZEZINSKI	Y	M-Y	Y	Y					
GONZALES	Y	S-Y	Y	S-Y					
GRAY	Y	Y	Y	Y					
GROMASKI	E	E	E	E					
HEREK	S-Y	Y	S-Y	Y					
MORSE	Y	Y	Y	Y					
PETT	M-Y	Y	Y	Y					
RYDER	Y	Y	M-Y	M-Y					
SHUTT	Y	Y	Y	Y					

RESOLUTIONS

Trustee	2018-4								
BRZEZINSKI	M-Y								
GONZALES	Y								
GRAY	Y								
GROMASKI	E								
HEREK	Y								
MORSE	S-Y								
PETT	Y								
RYDER	Y								
SHUTT	Y								

**BAY COUNTY VOLUNTARY EMPLOYEES' BENEFICIARY ASSOCIATION
05/08/2018
RESOLUTION**

BY: BAY COUNTY VOLUNTARY EMPLOYEES' BENEFICIARY ASSOCIATION BOARD

RESOLVED By the Bay County Voluntary Employees' Beneficiary Association Board that the following reports are received:

1. PORTFOLIO VALUE - 1/1/18 - 4/30/18
2. CHANGE IN ASSET VALUE – 4/30/18
3. MONEY MANAGER REPORTS
 - a. C.S. MCKEE – ENDING 3/31/18 AND 1Q 2018
 - b. DODGE & COX – ENDING 3/31/18
 - c. LOOMIS SAYLES – ENDING 1 Q 2018
 - d. MFS GROWTH EQUITY – ENDING 3/31/18 & 1Q 2018
4. RECAPTURES SERVICES
 - a. CAPIS - SUMMARY ENDING 4/30/18
5. VEBA YTD BUDGET REPORT – ENDING 4/30/18
6. INVOICES APPROVED - 4/30/18

STEVE GRAY, CHAIR
AND BOARD

MONTHLY REPORTS - MAY

MOVED BY TRUSTEE _____

SUPPORTED BY TRUSTEE _____

TRUSTEE	Y	N	E	TRUSTEE	Y	N	E	TRUSTEE	Y	N	E
Richard Brzezinski				Richard Gromaski				Matthew Pett			
Kristal Gonzales				Thomas Herek				Thomas Ryder			
Steve Gray				Jon Morse				Sandy Shutt			

Vote Totals:

Roll Call: Yeas _____ Nays _____ Excused _____

Voice: Yeas _____ Nays _____ Excused _____

Disposition: Adopted _____ Defeated _____ Withdrawn _____

Amended _____ Corrected _____ Referred _____

VEBA PORTFOLIO VALUE 2018

VEBA 2018	DODGE & COX	CASH	LORD ABBOTT	CS MCKEE	MFS	AMERICAN FUND	LOOMIS	TOTAL
Jan-18	9,216,495.21	297,191.85	10,662,863.79	16,468,728.52	9,674,923.21	2,677,502.74	5,000,000.00	53,997,705.32
Feb-18	8,925,709.49	304,762.08	10,438,225.33	16,225,238.47	9,581,161.00	2,570,546.44	4,926,778.24	52,972,421.05
Mar-18	8,567,329.65	515,050.14	10,183,635.03	16,331,844.27	9,314,996.99	3,997,779.71	4,939,853.55	53,850,489.34
Apr-18	8,628,614.89	165,590.08	10,128,723.42	16,204,343.60	9,396,766.20	4,506,740.40	4,939,853.55	53,970,632.14
May-18								0.00
Jun-18								0.00
Jul-18								0.00
Aug-18								0.00
Sep-18								0.00
Oct-18								0.00
Nov-18								0.00
Dec-18								0.00

Money Manager Fees

2018	CS MCKEE	MFS	LOOMIS	TOTAL
1ST QTR	12,310.53			12,310.53
2ND QTR				0.00
3RD QTR				0.00
4TH QTR				0.00

MFS

INVESTMENT

LARGE CAP EQUITY

CS MCKEE

FIXED INCOME - BONDS

DODGE & COX

LARGE CAP EQUITY

LORD ABBETT

SMALL MID CAP MUTUAL FUND

AMERICAN FUND

INTERNATIONAL EQUITY

LOOMIS SAYLES

DOMESTIC FIXED EQUITY

ACCOUNT STATEMENT

Statement Period
 Account Number

04/01/2018 through 04/30/2018
 M03380

123

Preliminary Changes In Net Assets

	COST VALUE	MARKET VALUE
BEGINNING BALANCE AS OF 04/01/2018	46,913,734.61	53,932,664.33
EARNINGS		
CASH INCOME	28,501.46	28,501.46
LESS PRIOR ACCRUED INCOME	81,962.63-	81,962.63-
PLUS CURRENT ACCRUED INCOME	97,904.63	97,904.63
REALIZED GAIN/LOSS ON SALE OF ASSETS	16,786.33-	16,786.33-
NET UNREALIZED GAIN OR LOSS	0.00	42,040.18-
TOTAL EARNINGS	27,657.13	14,383.05-
CONTRIBUTIONS & OTHER INCREASES		
EMPLOYER CONTRIBUTIONS	151,714.39	151,714.39
TOTAL CONTRIBUTIONS & OTHER INCREASES	151,714.39	151,714.39
DISTRIBUTIONS & OTHER DECREASES		
FEES & EXPENSES	1,750.00-	1,750.00-
TOTAL DISTRIBUTIONS & OTHER DECREASES	1,750.00-	1,750.00-
ENDING BALANCE AS OF 04/30/2018	47,091,356.13	54,068,245.67

C.S. McKee, L.P.

Account Overview

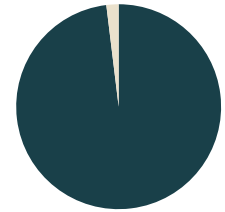
Bay County VEBA

Client Code: 90477
 As Of Date: 3/31/2018
 Report: Calendar

Asset Allocation

As of 3/31/2018

Large-Cap Equity	\$	-	0.00%
Small-Cap Equity	\$	-	0.00%
Fixed Income	\$	16,097,416.59	98.07%
Intl Mutual Fund	\$	-	0.00%
Cash	\$	316,621.77	1.93%
Other	\$	-	0.00%
Total Portfolio:	\$	16,414,038.36	100.00%



Performance

As of 3/31/2018

Portfolio Summary - Month-to-Date	Total Portfolio	Large-Cap Equity	Small-Cap Equity	Total Domestic Equity	Fixed Income	Intl Mutual Fund
Beginning Market Value:	16,422,975.76	-	-	-	16,422,975.76	-
Net Contributions (Distributions):	(107,578.66)	-	-	-	(107,578.66)	-
Income:	42,244.66	-	-	-	42,244.66	-
Market Appreciation (Depreciation):	56,396.59	-	-	-	56,396.59	-
Ending Market Value:	16,414,038.36	-	-	-	16,414,038.36	-
Dollar-Weighted Return:	0.60%	-	-	-	0.60%	-

Time-Weighted Returns	Total Portfolio	Large-Cap Equity	Small-Cap Equity	Total Domestic Equity	Fixed Income	Intl Mutual Fund			
<i>Performance Start Date:</i>	2/7/2012	N/A	N/A	N/A	2/7/2012	N/A			
		<i>Ex Cash</i>	<i>Ex Cash</i>	<i>Ex Cash</i>	<i>Ex Cash</i>				
MTD	Gross	0.61%	-	-	-	-	0.61%	0.60%	-
	<i>Benchmark</i>	<i>0.64%</i>	-	-	-	-	<i>0.64%</i>	<i>0.64%</i>	-
	Value Added (Gross)	(0.03%)	-	-	-	-	(0.03%)	(0.04%)	-
QTD	Gross	(1.18%)	-	-	-	-	(1.18%)	(1.21%)	-
	<i>Benchmark</i>	<i>(1.46%)</i>	-	-	-	-	<i>(1.46%)</i>	<i>(1.46%)</i>	-
	Value Added (Gross)	0.28%	-	-	-	-	0.28%	0.25%	-
YTD	Gross	(1.18%)	-	-	-	-	(1.18%)	(1.21%)	-
	<i>Benchmark</i>	<i>(1.46%)</i>	-	-	-	-	<i>(1.46%)</i>	<i>(1.46%)</i>	-
	Value Added (Gross)	0.28%	-	-	-	-	0.28%	0.25%	-
1 Year	Gross	1.66%	-	-	-	-	1.66%	1.63%	-
	<i>Benchmark</i>	<i>1.20%</i>	-	-	-	-	<i>1.20%</i>	<i>1.20%</i>	-
	Value Added (Gross)	0.46%	-	-	-	-	0.46%	0.43%	-
3 Year	Gross	1.76%	-	-	-	-	1.76%	1.78%	-
	<i>Benchmark</i>	<i>1.20%</i>	-	-	-	-	<i>1.20%</i>	<i>1.20%</i>	-
	Value Added (Gross)	0.56%	-	-	-	-	0.56%	0.58%	-
5 Year	Gross	2.24%	-	-	-	-	2.24%	2.29%	-
	<i>Benchmark</i>	<i>1.82%</i>	-	-	-	-	<i>1.82%</i>	<i>1.82%</i>	-
	Value Added (Gross)	0.42%	-	-	-	-	0.42%	0.47%	-
ITD	Gross	2.48%	-	-	-	-	2.48%	2.55%	-
	<i>Benchmark</i>	<i>2.03%</i>	-	-	-	-	<i>2.03%</i>	<i>2.03%</i>	-
	Value Added (Gross)	0.45%	-	-	-	-	0.45%	0.52%	-

Account Statement - at 3/31/2018

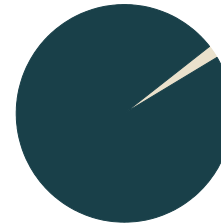
90477

Portfolio Summary

QTD
12/31/17 - 3/31/18

Beginning market value	\$16,607,225
Net additions and disbursements	16
Investment income	116,605
Portfolio appreciation / depreciation	-309,808
Ending market value	\$16,414,038

Allocation



- Fixed Income
- Cash

	<i>Actual</i>	<i>Target</i>	<i>Diff</i>
Fixed Income	98.1%	100.0%	(-1.9%)
Cash	1.9%	0.0%	+1.9%

Performance

(2/7/2012)*

	<i>QTD</i>	<i>1 yr</i>	<i>3 yr</i>	<i>5 yr</i>	<i>ITD</i>
Fixed Income	-1.18%	1.66%	1.76%	2.24%	2.48%
BC Aggregate	-1.46%	1.20%	1.20%	1.82%	2.03%

Periods greater than 1 year are annualized

* Performance Start Date

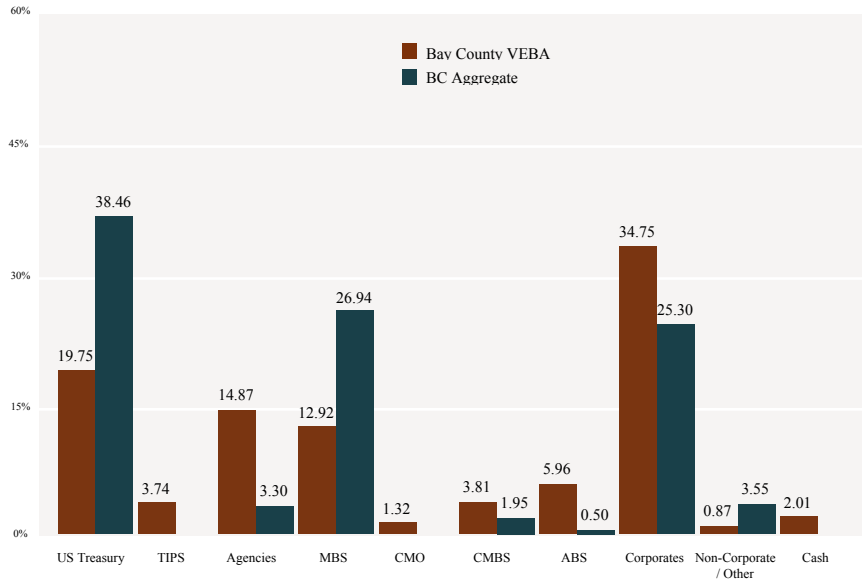
Bay County VEBA

Fixed Income Portfolio Characteristics - at 3/31/2018

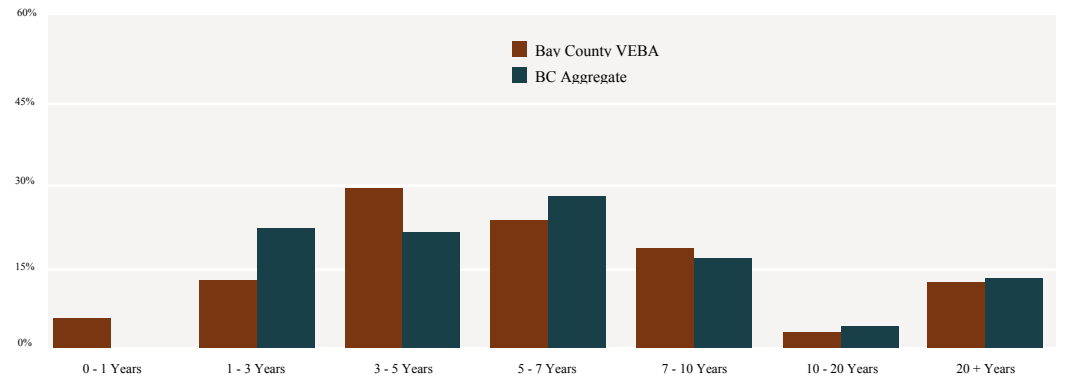
Benchmark Comparisons	Bay County VEBA	BC Aggregate	Variance
Effective Duration	6.08 yrs.	6.08 yrs.	0.00 yrs.
Average Convexity	0.09	0.17	-0.09 yrs.
Average Maturity	7.86 yrs.	8.01 yrs.	-0.16
Yield to Maturity	3.18 %	3.10 %	0.08 %
Average Coupon	2.94 %	3.07 %	-0.14 %
Average Quality	Aa2	Aa2	N/A

Top 10 Largest Holdings	Coupon	Maturity	Sector	% of Portfolio
UNITED STATES TREAS	2.000	06/30/2024	US Treasuries	2.84
UNITED STATES TREAS	1.875	07/31/2022	US Treasuries	2.45
UNITED STATES TREAS	2.500	01/31/2025	US Treasuries	2.12
UNITED STATES TREAS	2.000	05/31/2021	US Treasuries	1.99
UNITED STATES TREAS	1.750	06/30/2022	US Treasuries	1.75
UNITED STATES TREAS	2.250	10/31/2024	US Treasuries	1.73
UNITED STATES TREAS	2.250	11/15/2027	US Treasuries	1.58
UNITED STATES TREAS	1.000	02/15/2046	US Treasuries	1.54
FNMA PASSTHRU AS7388	3.500	06/01/2046	Mortgage Backed	1.40
AMERICREDIT AUTO REC	1.900	03/18/2022	Asset Backed Sec	1.39

Sector Allocation



Term Structure



Aggregate Fixed Income as of March 31, 2018

Portfolio Level

Duration/Yield Curve

- Duration constraints of 80%-120% of benchmark levels (but are typically within 95%-105%).
- Long/short the curve by +/-15%

Volatility Exposure

Negative convexity limit of benchmark -0.75 years.

Quality/Liquidity

Average quality of Aa3/AA- or better. Liquidity equal or better than the benchmark, as measured by weighted average bid/ask spread.

Sector Level

Benchmark-relative weighting limitations (versus Bloomberg Barclays Aggregate):

	<u>McKee</u>	<u>3/31/18</u> <u>Index</u>
Credit	10%-50%	28.8%
Agency	5%-70%	3.3%
Agency MBS/CMO	5%-60%	28.1%
Nominal Treasury	5%-60%	37.2%
TIPS	0%-35%	0.0%
CMBS/ABS	0%-10%	2.6%

Structured agency product allocation limited to 25% of portfolio.

Security Level

Quality:

Investment Grade by a nationally recognized rating agency ("AA" or better for structured product)

Liquidity:

- Corporate – Absolute issue size minimum of \$100 million, though holdings are typically \$500 million or more. No private placements (excluding 144A) allowed.
- Mortgage – Tranche size minimum of \$25 million, holdings limitation of 10% of a tranche.
- Agency – \$10 million minimum deal size, though typical holdings are \$100 million and above.

Diversification:

Maximum holding per non-government issuer:

AAA-rated	5%
AA-rated	4%
A-rated	3%
BBB-rated	3%

Typical credit holdings are 0.35% to 0.75% of the portfolio.

70% of the portfolio trades with less than 3/8 point bid/ask spread.

Over 90% of corporate holdings are top 100 issuers.

DODGE & COX FUNDS

Total Rates of Return For Periods Ending March 31, 2018

	1 Mo. Ended	3 Mos. Ended	Year-to- Date	Annualized				
				1 Year	3 Years	5 Years	10 Years	20 Years
Dodge & Cox Stock Fund	-3.28%	-1.76%	-1.76%	10.76%	10.88%	13.34%	8.90%	8.95%
Dodge & Cox Global Stock Fund	-3.23%	-2.67%	-2.67%	9.79%	7.88%	11.04%	N.A.	N.A.
Dodge & Cox International Stock Fund	-2.79%	-2.14%	-2.14%	10.96%	3.76%	7.26%	4.13%	N.A.
Dodge & Cox Balanced Fund	-2.09%	-1.50%	-1.50%	6.92%	7.98%	10.03%	7.83%	8.04%
Dodge & Cox Income Fund	.20%	-.90%	-.90%	2.21%	2.35%	2.77%	4.86%	5.38%
Dodge & Cox Global Bond Fund†	.35%	.44%	.44%	5.13%	3.86%	2.97%	N.A.	N.A.
<u>Comparative Indices</u>								
S&P 500 Index	-2.54%	-.76%	-.76%	13.99%	10.78%	13.31%	9.49%	6.46%
MSCI World Index	-2.18%	-1.28%	-1.28%	13.59%	7.97%	9.70%	N.A.	N.A.
MSCI EAFE Index	-1.80%	-1.53%	-1.53%	14.80%	5.55%	6.50%	2.74%	N.A.
Combined Index	-1.27%	-.97%	-.97%	8.81%	7.01%	8.73%	7.42%	6.12%
Bloomberg Barclays U.S. Aggregate Bond Index	.64%	-1.46%	-1.46%	1.20%	1.20%	1.82%	3.63%	4.83%
Bloomberg Barclays Global Aggregate Bond Index	1.06%	1.36%	1.36%	6.97%	3.14%	1.49%	N.A.	N.A.

† A private fund managed by Dodge & Cox with proprietary assets was reorganized into the Dodge & Cox Global Bond Fund on April 30, 2014. Any Fund portfolio characteristics, performance, or attribution information for periods prior to May 1, 2014, are those of the private fund.

The Fund's total returns include the reinvestment of dividend and capital gain distributions, but have not been adjusted for any income taxes payable by shareholders on these distributions or on Fund share redemptions. Index returns include dividends and/or interest income but, unlike Fund returns, do not reflect fees or expenses. The S&P 500 Index is a market capitalization-weighted index of 500 large-capitalization stocks commonly used to represent the U.S. Equity market. The MSCI World Index is a broad-based unmanaged equity market index aggregated from 23 developed market country indices, including the United States. The MSCI EAFE (Europe, Australasia, Far East) Index is a broad-based, unmanaged equity market index aggregated from 22 developed market country indices, excluding the United States. The Combined Index reflects an unmanaged portfolio (rebalanced monthly) of 60% of the S&P 500, and 40% of the Bloomberg Barclays U.S. Agg. The Fund may, however, invest up to 75% of its total assets in stocks. The Bloomberg Barclays U.S. Aggregate Bond Index is a widely recognized, unmanaged index of U.S. dollar-denominated investment-grade fixed income securities. The Bloomberg Barclays Global Aggregate Bond Index is a widely recognized, unmanaged index of multi-currency, investment-grade fixed income securities. MSCI makes no express or implied warranties or representations and shall have no liability whatsoever with respect to any MSCI data contained herein. The MSCI data may not be further redistributed or used as a basis for other indices or any securities or financial products. This report is not approved, reviewed, or produced by MSCI.

Returns represent past performance and do not guarantee future results. Investment return and share price will fluctuate with market conditions, and investors may have a gain or loss when shares are sold. Fund performance changes over time and currently may be significantly lower than stated above. Performance is updated and published monthly. Before investing in any Dodge & Cox Fund, you should carefully consider the Fund's investment objectives, risks, and management fees and other expenses. To obtain a Fund's prospectus and summary prospectus, which contain this and other important information, visit www.dodgeandcox.com or call 800-621-3979. Please read the prospectus and summary prospectus carefully before investing.

Dodge & Cox Stock Fund

		Rates of Return								Dividend & Capital Gain Information				
Date	Ending NAV	Unannualized			Annualized					Reinvest Date	Dividend	ST Gain	LT Gain	Reinvest Price
		Month Ended	3 Months Ended	Year-to-Date	1 Year Ended	3 Years Ended	5 Years Ended	10 Years Ended	20 Years Ended					
4/30/17	\$190.73	.40%	3.03%	5.40%	26.42%	9.77%	15.61%	5.95%	9.95%					
5/31/17	\$190.57	-.08%	-.03%	5.31%	23.53%	9.01%	17.29%	5.58%	9.60%					
6/30/17	\$192.69	1.41%	1.76%	6.81%	28.62%	8.48%	16.36%	5.89%	9.45%	6/27/17	\$.600			\$191.25
7/31/17	\$196.17	1.81%	3.17%	8.74%	24.33%	9.46%	16.34%	6.47%	9.12%					
8/31/17	\$194.10	-1.05%	2.16%	7.59%	20.56%	7.98%	15.43%	6.40%	9.20%					
9/30/17	\$200.52	4.01%	4.77%	11.89%	23.88%	9.84%	15.65%	6.59%	9.17%	9/26/17	\$1.330			\$198.55
10/31/17	\$201.77	.62%	3.55%	12.59%	25.00%	10.12%	15.93%	6.61%	9.42%					
11/30/17	\$207.01	2.59%	7.38%	15.51%	16.98%	10.16%	16.36%	7.18%	9.48%					
12/31/17	\$203.61	2.44%	5.74%	18.32%	18.32%	11.09%	16.30%	7.71%	9.55%	12/19/17	\$.450	\$.385	\$7.570	\$202.77
1/31/18	\$215.21	5.69%	11.07%	5.69%	22.26%	15.29%	16.20%	8.92%	9.89%					
2/28/18	\$206.83	-3.89%	4.06%	1.57%	14.11%	11.49%	15.11%	8.90%	9.39%					
3/31/18	\$197.11	-3.28%	-1.76%	-1.76%	10.76%	10.88%	13.34%	8.90%	8.95%	3/26/18	\$.880	\$.047	\$2.033	\$198.34
S & P 500 Index		-2.54%	-.76%	-.76%	13.99%	10.78%	13.31%	9.49%	6.46%					
Russell 1000 Value Index		-1.76%	-2.83%	-2.83%	6.95%	7.88%	10.78%	7.78%	6.65%					
Asset Allocation (3/31/2018)														
Equity Securities					98.6 %									
Cash Equivalents					1.4 %									
Total					100.0 %									
Net Asset Value (3/31/2018)				\$69,216,734,757.00										

The Fund's total returns include the reinvestment of dividend and capital gain distributions, but have not been adjusted for any income taxes payable by shareholders on these distributions or on Fund share redemptions. Index returns include dividends and/or interest income but, unlike Fund returns, do not reflect fees or expenses. The S&P 500 Index is a market capitalization-weighted index of 500 large-capitalization stocks commonly used to represent the U.S. equity market. The Russell 1000 Value Index is a broad-based, unmanaged equity market index composed of those Russell 1000 companies with lower price-to-book ratios and lower forecasted growth values.

Returns represent past performance and do not guarantee future results. Investment return and share price will fluctuate with market conditions, and investors may have a gain or loss when shares are sold. Fund performance changes over time and currently may be significantly lower than stated above. Performance is updated and published monthly. Before investing in any Dodge & Cox Fund, you should carefully consider the Fund's investment objectives, risks, and charges and expenses. To obtain a Fund's prospectus and summary prospectus, which contain this and other important information, visit dodgeandcox.com or call 800-621-3979. Please read the prospectus and summary prospectus carefully before investing.

Dodge & Cox Global Stock Fund

		Rates of Return								Dividend & Capital Gain Information				
Date	Ending NAV	Unannualized			Annualized					Reinvest Date	Dividend	ST Gain	LT Gain	Reinvest Price
		Month Ended	3 Months Ended	Year-to-Date	1 Year Ended	3 Years Ended	5 Years Ended	10 Years Ended	Since Inception*					
4/30/17	\$13.04	1.64%	5.67%	9.49%	25.33%	6.42%	12.80%	N.A.	5.66%					
5/31/17	\$13.18	1.07%	3.94%	10.66%	27.15%	6.04%	15.32%	N.A.	5.73%					
6/30/17	\$13.21	.23%	2.96%	10.92%	30.50%	5.52%	14.13%	N.A.	5.70%					
7/31/17	\$13.65	3.33%	4.68%	14.61%	27.38%	6.79%	14.49%	N.A.	6.02%					
8/31/17	\$13.57	-.59%	2.96%	13.94%	23.17%	5.47%	13.60%	N.A.	5.90%					
9/30/17	\$13.99	3.10%	5.90%	17.46%	25.76%	7.67%	13.54%	N.A.	6.19%					
10/31/17	\$13.95	-.29%	2.20%	17.13%	24.42%	7.80%	13.42%	N.A.	6.10%					
11/30/17	\$14.07	.86%	3.69%	18.14%	20.28%	7.28%	13.57%	N.A.	6.14%					
12/31/17	\$13.86	2.86%	3.45%	21.51%	21.51%	9.37%	13.26%	N.A.	6.40%	12/19/17	\$.133	\$.071	\$.402	\$13.72
1/31/18	\$14.67	5.84%	9.81%	5.84%	24.13%	12.52%	13.37%	N.A.	6.96%					
2/28/18	\$13.94	-4.98%	3.45%	.58%	14.79%	8.70%	12.36%	N.A.	6.35%					
3/31/18	\$13.49	-3.23%	-2.67%	-2.67%	9.79%	7.88%	11.04%	N.A.	5.94%					
MSCI World Index		-2.18%	-1.28%	-1.28%	13.59%	7.97%	9.70%	N.A.	5.40%					
MSCI ACWI Index		-2.14%	-.96%	-.96%	14.85%	8.12%	9.20%	N.A.	5.04%					

Asset Allocation (3/31/2018)

Equity Securities	97.7 %
Cash Equivalents	2.3 %
Total	100.0 %

Net Asset Value (3/31/2018) \$9,555,509,732.00

* Inception date: 5/1/08

The Fund's total returns include the reinvestment of dividend and capital gain distributions, but have not been adjusted for any income taxes payable by shareholders on these distributions or on Fund share redemptions. Index returns include dividends and/or interest income but, unlike Fund returns, do not reflect fees or expenses. The MSCI World Index is a broad-based, unmanaged equity market index aggregated from 23 developed market country indices, including the United States. The MSCI ACWI (All Country World Index) Index is a broad-based, unmanaged equity market index aggregated from 46 developed and emerging market country indices. MSCI makes no express or implied warranties or representations and shall have no liability whatsoever with respect to any MSCI data contained herein. The MSCI data may not be further redistributed or used as a basis for other indices or any securities or financial products. This report is not approved, reviewed, or produced by MSCI.

Returns represent past performance and do not guarantee future results. Investment return and share price will fluctuate with market conditions, and investors may have a gain or loss when shares are sold. Fund performance changes over time and currently may be significantly lower than stated above. Performance is updated and published monthly. Before investing in any Dodge & Cox Fund, you should carefully consider the Fund's investment objectives, risks, and charges and expenses. To obtain a Fund's prospectus and summary prospectus, which contain this and other important information, visit dodgeandcox.com or call 800-621-3979. Please read the prospectus and summary prospectus carefully before investing.

Dodge & Cox International Stock Fund

		Rates of Return								Dividend & Capital Gain Information				
Date	Ending NAV	Unannualized			Annualized					Reinvest Date	Dividend	ST Gain	LT Gain	Reinvest Price
		Month Ended	3 Months Ended	Year-to-Date	1 Year Ended	3 Years Ended	5 Years Ended	10 Years Ended	Since Inception*					
4/30/17	\$42.70	2.52%	7.45%	12.08%	21.73%	1.15%	8.38%	2.45%	7.74%					
5/31/17	\$43.75	2.46%	8.78%	14.83%	25.90%	1.07%	11.65%	2.37%	7.86%					
6/30/17	\$43.63	-.28%	4.76%	14.52%	30.37%	.64%	10.23%	2.34%	7.80%					
7/31/17	\$45.54	4.38%	6.65%	19.53%	27.72%	2.41%	11.03%	2.97%	8.04%					
8/31/17	\$45.12	-.92%	3.13%	18.43%	22.44%	1.38%	10.14%	3.02%	7.94%					
9/30/17	\$46.66	3.41%	6.95%	22.47%	26.58%	3.87%	10.13%	2.98%	8.12%					
10/31/17	\$46.53	-.28%	2.18%	22.13%	24.25%	4.38%	9.74%	2.58%	8.06%					
11/30/17	\$46.28	-.54%	2.57%	21.47%	24.44%	3.56%	9.26%	2.90%	7.98%					
12/31/17	\$46.32	2.04%	1.21%	23.94%	23.94%	5.96%	8.50%	3.17%	8.07%	12/19/17	\$.892			\$45.77
1/31/18	\$49.27	6.37%	7.96%	6.37%	26.40%	8.45%	8.78%	4.69%	8.43%					
2/28/18	\$46.63	-5.36%	2.72%	.67%	18.20%	4.54%	7.99%	4.26%	8.03%					
3/31/18	\$45.33	-2.79%	-2.14%	-2.14%	10.96%	3.76%	7.26%	4.13%	7.81%					
MSCI EAFE Index		-1.80%	-1.53%	-1.53%	14.80%	5.55%	6.50%	2.74%	4.96%					
MSCI ACWI ex USA Index		-1.76%	-1.18%	-1.18%	16.53%	6.18%	5.89%	2.70%	5.72%					
Asset Allocation (3/31/2018)														
Equity Securities					97.8 %									
Cash Equivalents					2.2 %									
Total					100.0 %									
Net Asset Value (3/31/2018)					\$63,742,243,322.00									

* Inception date: 5/1/01

The Fund's total returns include the reinvestment of dividend and capital gain distributions, but have not been adjusted for any income taxes payable by shareholders on these distributions or on Fund share redemptions. Index returns include dividends and/or interest income but, unlike Fund returns, do not reflect fees or expenses. The MSCI EAFE (Europe, Australasia, Far East) Index is a broad-based, unmanaged equity market index aggregated from 22 developed market country indices, excluding the United States. The MSCI ACWI (All Country World Index) ex USA Index is a broad-based, unmanaged equity market index aggregated from 45 developed and emerging market country indices, excluding the United States. MSCI makes no express or implied warranties or representations and shall have no liability whatsoever with respect to any MSCI data contained herein. The MSCI data may not be further redistributed or used as a basis for other indices or any securities or financial products. This report is not approved, reviewed, or produced by MSCI.

Returns represent past performance and do not guarantee future results. Investment return and share price will fluctuate with market conditions, and investors may have a gain or loss when shares are sold. Fund performance changes over time and currently may be significantly lower than stated above. Performance is updated and published monthly. Before investing in any Dodge & Cox Fund, you should carefully consider the Fund's investment objectives, risks, and charges and expenses. To obtain a Fund's prospectus and summary prospectus, which contain this and other important information, visit dodgeandcox.com or call 800-621-3979. Please read the prospectus and summary prospectus carefully before investing.

Dodge & Cox Balanced Fund

		Rates of Return								Dividend & Capital Gain Information				
Date	Ending NAV	Unannualized			Annualized					Reinvest Date	Dividend	ST Gain	LT Gain	Reinvest Price
		Month Ended	3 Months Ended	Year-to-Date	1 Year Ended	3 Years Ended	5 Years Ended	10 Years Ended	20 Years Ended					
4/30/17	\$105.56	.48%	2.44%	4.24%	18.90%	7.85%	12.18%	6.02%	8.88%					
5/31/17	\$105.68	.11%	.34%	4.36%	17.21%	7.31%	13.45%	5.79%	8.64%					
6/30/17	\$106.18	.97%	1.56%	5.36%	20.01%	6.92%	12.73%	6.01%	8.52%	6/27/17	\$.510			\$105.72
7/31/17	\$107.51	1.25%	2.34%	6.68%	16.73%	7.60%	12.62%	6.40%	8.26%					
8/31/17	\$106.87	-.60%	1.62%	6.05%	14.20%	6.55%	11.96%	6.34%	8.34%					
9/30/17	\$108.75	2.48%	3.14%	8.67%	16.05%	7.78%	11.98%	6.41%	8.28%	9/26/17	\$.760			\$108.16
10/31/17	\$109.12	.34%	2.20%	9.04%	16.73%	7.86%	12.12%	6.39%	8.41%					
11/30/17	\$110.82	1.56%	4.43%	10.74%	11.97%	7.77%	12.35%	6.74%	8.43%					
12/31/17	\$107.00	1.67%	3.61%	12.59%	12.59%	8.42%	12.24%	7.09%	8.46%	12/19/17	\$.460	\$.133	\$ 5.060	\$106.56
1/31/18	\$110.66	3.42%	6.79%	3.42%	14.42%	10.85%	11.98%	7.79%	8.64%					
2/28/18	\$107.65	-2.72%	2.29%	.61%	8.91%	8.36%	11.22%	7.80%	8.32%					
3/31/18	\$103.70	-2.09%	-1.50%	-1.50%	6.92%	7.98%	10.03%	7.83%	8.04%	3/26/18	\$.590		\$ 1.116	\$103.96
S & P 500 Index		-2.54%	-.76%	-.76%	13.99%	10.78%	13.31%	9.49%	6.46%					
Bloomberg Barclays U.S. Aggregate Bond Index		.64%	-1.46%	-1.46%	1.20%	1.20%	1.82%	3.63%	4.83%					
Combined Index		-1.27%	-.97%	-.97%	8.81%	7.01%	8.73%	7.42%	6.12%					
Asset Allocation (3/31/2018)														
Equity Securities					71.1 %									
Fixed Income Securities					26.0 %									
Cash Equivalents					2.9 %									
Total					100.0 %									
Net Asset Value (3/31/2018)					\$15,912,426,468.00									

The Fund's total returns include the reinvestment of dividend and capital gain distributions, but have not been adjusted for any income taxes payable by shareholders on these distributions or on Fund share redemptions. Index returns include dividends and/or interest income but, unlike Fund returns, do not reflect fees or expenses. The S&P 500 Index is a market capitalization-weighted index of 500 large-capitalization stocks commonly used to represent the U.S. equity market. The Bloomberg Barclays U.S. Aggregate Bond Index is a widely recognized, unmanaged index of U.S. dollar-denominated investment-grade fixed income securities. The Combined Index reflects an unmanaged portfolio (rebalanced monthly) of 60% of the S&P 500, and 40% of the Barclays U.S. Agg. The Fund may, however, invest up to 75% of its total assets in stocks.

Returns represent past performance and do not guarantee future results. Investment return and share price will fluctuate with market conditions, and investors may have a gain or loss when shares are sold. Fund performance changes over time and currently may be significantly lower than stated above. Performance is updated and published monthly. Before investing in any Dodge & Cox Fund, you should carefully consider the Fund's investment objectives, risks, and charges and expenses. To obtain a Fund's prospectus and summary prospectus, which contain this and other important information, visit dodgeandcox.com or call 800-621-3979. Please read the prospectus and summary prospectus carefully before investing.

Dodge & Cox Income Fund

Date	Ending NAV	Rates of Return								Dividend & Capital Gain Information				
		Unannualized			Annualized					Reinvest Date	Dividend	ST Gain	LT Gain	Reinvest Price
		Month Ended	3 Months Ended	Year-to-Date	1 Year Ended	3 Years Ended	5 Years Ended	10 Years Ended	20 Years Ended					
4/30/17	\$13.73	.66%	1.48%	1.85%	3.70%	3.01%	3.39%	5.03%	5.84%					
5/31/17	\$13.83	.73%	1.48%	2.60%	4.68%	2.91%	3.52%	5.15%	5.84%					
6/30/17	\$13.75	.11%	1.50%	2.71%	3.24%	2.85%	3.45%	5.20%	5.77%	6/27/17	\$.095			\$13.77
7/31/17	\$13.85	.73%	1.57%	3.45%	2.87%	3.17%	3.30%	5.27%	5.64%					
8/31/17	\$13.90	.36%	1.20%	3.83%	2.65%	3.00%	3.30%	5.21%	5.73%					
9/30/17	\$13.81	.03%	1.13%	3.86%	2.57%	3.23%	3.17%	5.10%	5.64%	9/26/17	\$.095			\$13.83
10/31/17	\$13.83	.14%	.54%	4.01%	2.87%	3.06%	3.02%	5.05%	5.57%					
11/30/17	\$13.82	-.07%	.11%	3.94%	4.53%	2.86%	3.02%	4.98%	5.54%					
12/31/17	\$13.76	.41%	.48%	4.36%	4.36%	3.09%	3.07%	5.01%	5.50%	12/19/17	\$.090		\$.026	\$13.73
1/31/18	\$13.71	-.36%	-.03%	-.36%	3.60%	2.52%	2.99%	4.85%	5.43%					
2/28/18	\$13.61	-.73%	-.69%	-1.09%	2.10%	2.37%	2.77%	4.79%	5.39%					
3/31/18	\$13.51	.20%	-.90%	-.90%	2.21%	2.35%	2.77%	4.86%	5.38%	3/26/18	\$.095		\$.031	\$13.45
Bloomberg Barclays U.S. Aggregate Bond Index		.64%	-1.46%	-1.46%	1.20%	1.20%	1.82%	3.63%	4.83%					
Asset Allocation (3/31/2018)														
Fixed Income Securities					96.4 %									
Cash Equivalents					3.6 %									
Total					100.0 %									
Net Asset Value (3/31/2018)					\$55,550,525,964.00									

The Fund's total returns include the reinvestment of dividend and capital gain distributions, but have not been adjusted for any income taxes payable by shareholders on these distributions or on Fund share redemptions. Index returns include dividends and/or interest income but, unlike Fund returns, do not reflect fees or expenses. The Bloomberg Barclays U.S. Aggregate Bond Index is a widely recognized, unmanaged index of U.S. dollar-denominated investment-grade fixed income securities.

Returns represent past performance and do not guarantee future results. Investment return and share price will fluctuate with market conditions, and investors may have a gain or loss when shares are sold. Fund performance changes over time and currently may be significantly lower than stated above. Performance is updated and published monthly. Before investing in any Dodge & Cox Fund, you should carefully consider the Fund's investment objectives, risks, and charges and expenses. To obtain a Fund's prospectus and summary prospectus, which contain this and other important information, visit dodgeandcox.com or call 800-621-3979. Please read the prospectus and summary prospectus carefully before investing.

Dodge & Cox Global Bond Fund

Date	Ending NAV	Rates of Return								Dividend & Capital Gain Information				
		Unannualized			Annualized					Reinvest Date	Dividend	ST Gain	LT Gain	Reinvest Price
		Month Ended	3 Months Ended	Year-to-Date	1 Year Ended	3 Years Ended	5 Years Ended	10 Years Ended	Since Inception*					
4/30/17	\$10.76	.65%	3.16%	4.16%	7.07%	1.12%	N.A.	N.A.	2.38%					
5/31/17	\$10.84	.74%	2.55%	4.94%	9.37%	1.05%	N.A.	N.A.	2.51%					
6/30/17	\$10.93	.83%	2.25%	5.81%	8.13%	1.11%	N.A.	N.A.	2.65%					
7/31/17	\$11.06	1.19%	2.79%	7.07%	7.94%	1.80%	N.A.	N.A.	2.86%					
8/31/17	\$11.09	.27%	2.31%	7.36%	7.11%	1.61%	N.A.	N.A.	2.87%					
9/30/17	\$11.03	.36%	1.83%	7.74%	7.29%	2.54%	N.A.	N.A.	2.89%	9/26/17	\$.100			\$11.04
10/31/17	\$11.02	-.09%	.54%	7.65%	6.69%	2.44%	N.A.	N.A.	2.83%					
11/30/17	\$11.07	.45%	.72%	8.13%	9.13%	2.76%	N.A.	N.A.	2.87%					
12/31/17	\$10.92	.17%	.53%	8.31%	8.31%	3.34%	2.86%	N.A.	2.86%	12/19/17	\$.156	\$.012		\$10.90
1/31/18	\$11.04	1.10%	1.73%	1.10%	8.45%	3.72%	3.00%	N.A.	3.03%					
2/28/18	\$10.93	-1.00%	.26%	.09%	5.95%	3.37%	2.92%	N.A.	2.78%					
3/31/18	\$10.95	.35%	.44%	.44%	5.13%	3.86%	2.97%	N.A.	2.81%	3/26/18		\$.006	\$.012	\$10.90

Bloomberg Barclays Global Aggregate Bond Index

1.06% 1.36% 1.36% 6.97% 3.14% 1.49% N.A. .86%

Asset Allocation (3/31/2018)

Fixed Income Securities	94.8 %
Cash Equivalents	5.2 %
Total	100.0 %

Net Asset Value (3/31/2018) \$183,964,103.00

* Inception date: 12/5/12

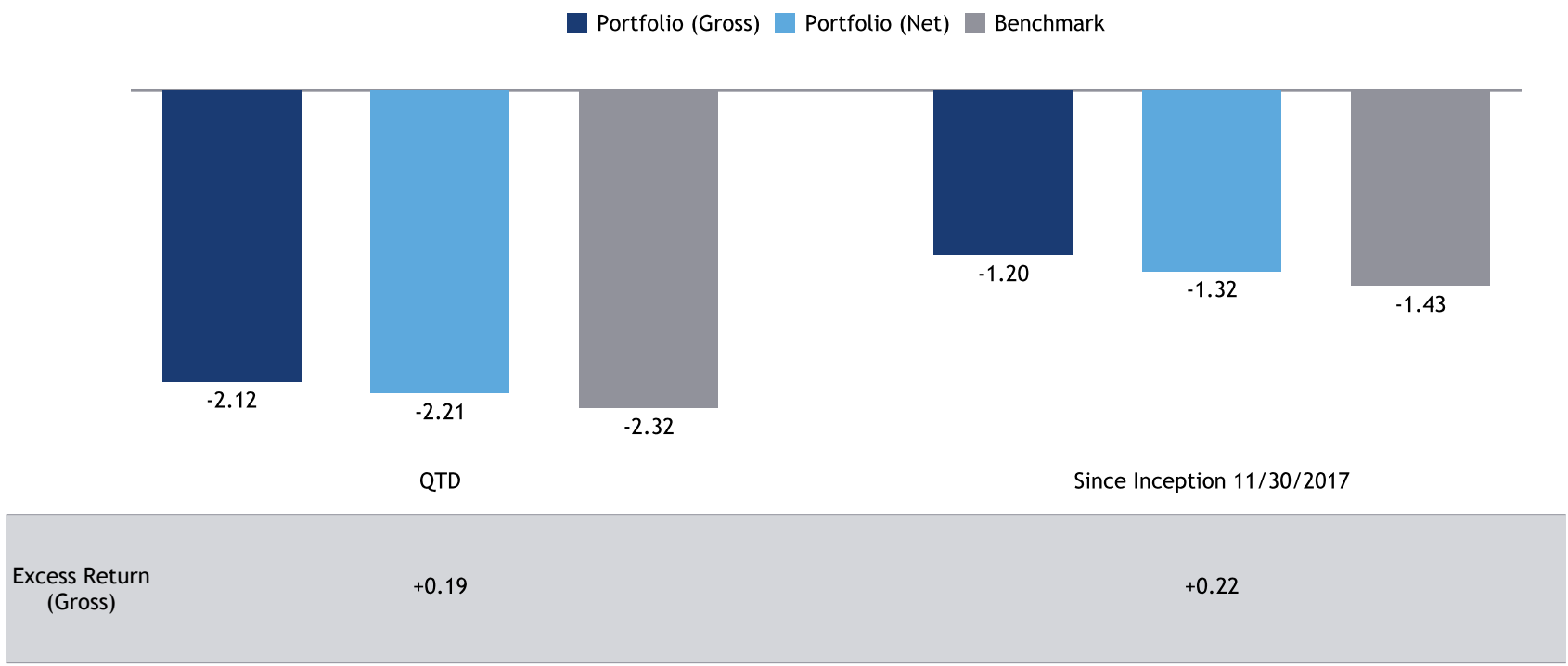
A private fund managed by Dodge & Cox with proprietary assets was reorganized into the Dodge & Cox Global Bond Fund on April 30, 2014. Any Fund portfolio characteristics, performance, or attribution information for periods prior to May 1, 2014, are those of the private fund.

The Fund's total returns include the reinvestment of dividend and capital gain distributions, but have not been adjusted for any income taxes payable by shareholders on these distributions or on Fund share redemptions. Index returns include dividends and/or interest income but, unlike Fund returns, do not reflect fees or expenses. The Bloomberg Barclays Global Aggregate Bond Index is a widely recognized, unmanaged index of multi-currency, investment-grade fixed income securities.

Returns represent past performance and do not guarantee future results. Investment return and share price will fluctuate with market conditions, and investors may have a gain or loss when shares are sold. Fund performance changes over time and currently may be significantly lower than stated above. Performance is updated and published monthly. Before investing in any Dodge & Cox Fund, you should carefully consider the Fund's investment objectives, risks, and charges and expenses. To obtain a Fund's prospectus and summary prospectus, which contain this and other important information, visit dodgeandcox.com or call 800-621-3979. Please read the prospectus and summary prospectus carefully before investing.

performance

TRAILING RETURNS AS OF 3/31/2018 (%)



PORTFOLIO VALUATION (USD)			
	Portfolio 12/31/2017	Portfolio 3/31/2018	Increase/Decrease
Total	5,047,071	4,939,854	-107,218

Data Source: Barclays Capital
Benchmarks: BBG BARC U.S. Corporate Investment Grade (11/30/2017 - 3/31/2018).
The current benchmark is Bloomberg Barclays Corporate. Returns over one year are annualized. Information is reported on a trade date basis.

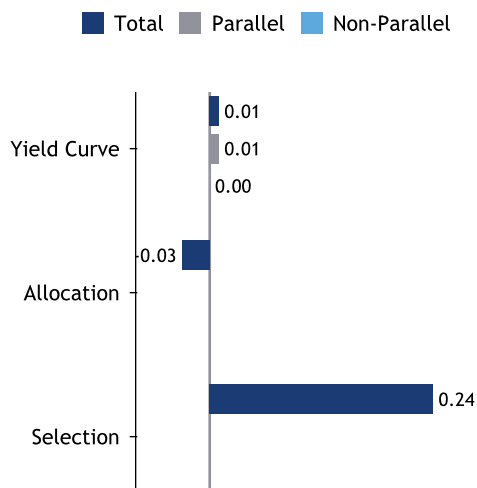
performance attribution by sector

12/31/2017 TO 3/31/2018 (%)

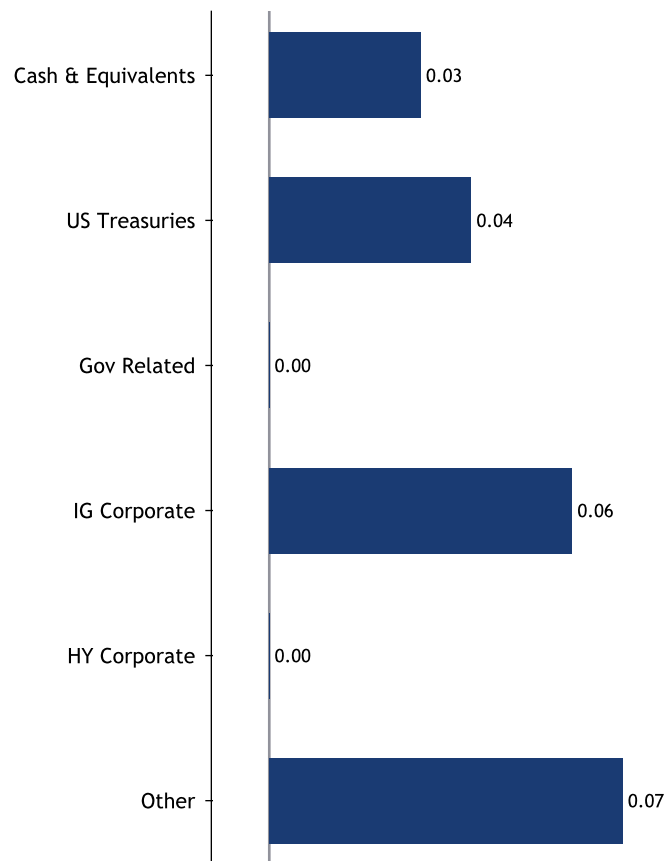
TOTAL RETURNS

	Total Return
Portfolio Return	-2.12
Benchmark Return	-2.32
Excess Return	0.19

EXCESS RETURN ATTRIBUTION



EXCESS RETURN ATTRIBUTION BY SECTOR



Data Source: Barclays Capital

Figures on the bar chart may not add up to total excess return as they exclude impact of trading and pricing differences. Excess Return by sector excludes yield curve impact. Values shown include impact of hedging if utilized. Unless otherwise noted, the performance shown is gross of management fees.

The current benchmark is Bloomberg Barclays Corporate.



portfolio summary

12/31/2017 TO 3/31/2018

PORTFOLIO SUMMARY

	12/31/2017			3/31/2018		
	Portfolio	Benchmark	Difference	Portfolio	Benchmark	Difference
Yield to Worst (%)	3.34	3.24	0.11	3.87	3.75	0.12
Maturity (years)	10.43	10.84	-0.41	10.50	10.82	-0.32
Effective Duration (years)	7.59	7.54	0.05	7.48	7.39	0.09
Coupon (%)	3.85	3.94	-0.09	3.86	3.94	-0.08
Average Quality	A3	A3	-	A3	A3	-
OAS (bps)	101	93	8	116	108	8

QUALITY SUMMARY (% OF TOTAL MARKET VALUE)

	12/31/2017			3/31/2018		
	Portfolio	Benchmark	Difference	Portfolio	Benchmark	Difference
AAA	8.38	2.50	5.88	5.77	2.45	3.32
AA	8.39	15.06	-6.68	8.43	14.90	-6.47
A	41.66	48.08	-6.42	44.27	48.22	-3.95
BAA	40.83	34.33	6.50	40.62	34.43	6.19
BA	0.74	0.02	0.72	0.91	0.00	0.91

Data Source: Barclays Capital

OAS is option adjusted spread.

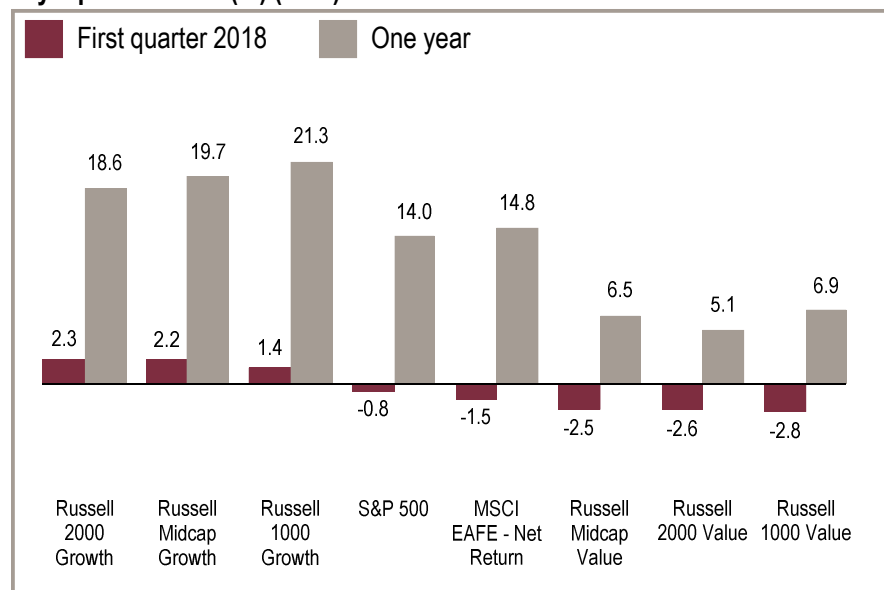
Client Guideline Quality Methodology presented. Both duration and maturity for equity securities are deemed to be zero.

The current benchmark is Bloomberg Barclays Corporate.



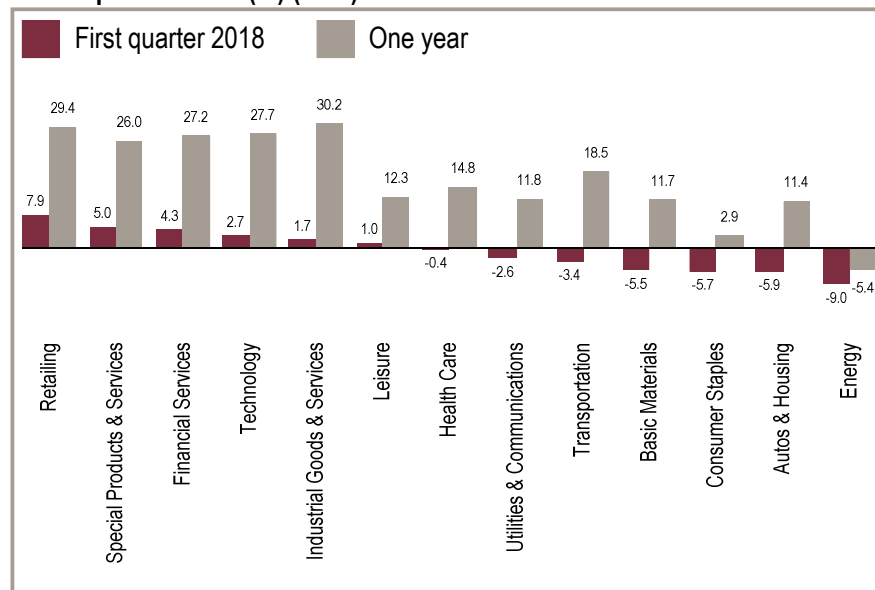
Market overview

Style performance (%) (USD) as of 31-Mar-18



Source for benchmark performance SPAR, FactSet Research Systems Inc. All indices represent total return unless otherwise noted.

Sector performance (%) (USD) as of 31-Mar-18



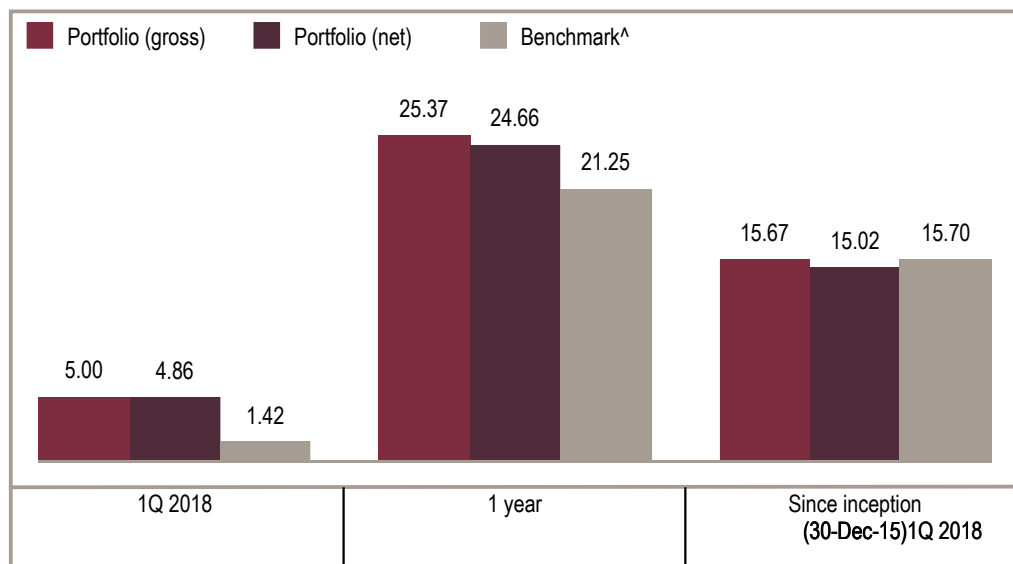
Source: FactSet. Sector performance based on MFS sector classification. The analysis of Russell 1000® Growth Index constituents are broken out by MFS defined sectors.

US market review as of 31-March 2018

- The US market, as measured by the S&P 500 Index, experienced significant volatility throughout the first quarter and ended the period slightly down from the beginning of the year. After starting the quarter up strongly on excitement over the new tax cuts, the market corrected over a short period of time from late January to early February. This move down was led by investors starting to consider the impact of higher interest rates on the economy.
- US economic growth (GDP) decreased slightly from last quarter, with a final reading of 2.9% for Q4. Robust consumer spending was the key driver of growth during the period. As expected, the US Federal Reserve raised interest rates in March and signaled two more rate increases in 2018.
- The growth style of investing continued to outperform the value style during Q1. Growth's outperformance for the quarter was led mostly by the technology sector, which was a standout in 2017, as well as the consumer discretionary sector. Weaker relative returns from the energy, utilities and real estate sectors held back value. In addition, large caps turned weaker on a relative basis versus mid and small caps during March. This was driven by new tariffs from US president Donald Trump that will most likely impact larger, multinational companies more than smaller companies.

Executive summary

Performance results (%) gross and net of fees (USD) as of 31-Mar-18



Source for benchmark performance SPAR, FactSet Research Systems Inc. All periods greater than one year are annualized.

Past performance is no guarantee of future results.

[^] Russell 1000® Growth Index

Asset summary (USD)

Beginning value as of 31-Dec-17	8,874,483
Contributions	0
Withdrawals	0
Change in market value	+444,467
Ending value as of 31-Mar-18	9,318,950

Sector weights (%) as of 31-Mar-18

	Portfolio	Benchmark ^{^^}
Top overweights		
Financial Services	11.9	6.6
Special Products & Services	9.1	6.3
Leisure	10.0	8.9
Top underweights		
Basic Materials	0.7	3.9
Industrial Goods & Services	5.5	8.1
Technology	28.5	30.7

^{^^} Russell 1000® Growth Index

Portfolio and benchmark data shown is based on MFS' sector/industry classification methodology, which differs from the benchmark's.

The Growth Equity portfolio outperformed the Russell 1000® Growth Index in the first quarter of 2018.

Contributors

- Leisure – Stock selection
- Health Care – Stock selection
- Technology – Stock selection
- Special Products & Services – Stock selection
- Individual stocks:
 - Amazon.Com Inc
 - Visa Inc

Detractors

- Individual stocks:
 - Facebook Inc
 - MasterCard Inc (not held)
 - Vulcan Materials Co
 - Boeing Co (not held)
 - T-Mobile Us Inc

Performance results

Performance results (%) gross and net of fees (USD) as of 31-Mar-18

Period	Portfolio gross (%)	Portfolio net (%)	Benchmark [^] (%)	Excess return net vs benchmark (%)
1Q 2018	5.00	4.86	1.42	3.44
4Q 2017	6.71	6.55	7.86	-1.31
3Q 2017	5.09	4.94	5.90	-0.96
2Q 2017	6.47	6.32	4.67	1.65
2017	31.11	30.36	30.21	0.15
2016	2.59	2.01	7.08	-5.07
1 year	25.37	24.66	21.25	3.41
Since client inception (30-Dec-15)	15.67	15.02	15.70	-0.68

Source for benchmark performance SPAR, FactSet Research Systems Inc. All periods greater than one year are annualized.

Past performance is no guarantee of future results.

[^] Russell 1000® Growth Index

Bay County Voluntary Employees' Beneficiary Association Trust
Growth Equity
Report as of 31 March 2018

Performance results (%) gross and net of fees (USD)

Period	Portfolio gross	Portfolio net	Benchmark[^]	Excess^{^^}
March	-1.91	-1.96	-2.74	0.78
February	-1.83	-1.87	-2.62	0.75
January	9.05	8.99	7.08	1.91
1Q 2018	5.00	4.86	1.42	3.44
1 year	25.37	24.66	21.25	3.41
Since client inception (30-Dec-15)	15.67	15.02	15.70	-0.69

Source for benchmark performance SPAR, FactSet Research Systems Inc.

All periods greater than one year are annualized.

Past performance is no guarantee of future results.

[^] Russell 1000® Growth Index

^{^^} Excess return net vs benchmark (%)

The Growth Equity portfolio outperformed Russell 1000® Growth Index in the first quarter of 2018.

Contributors

Leisure – Stock selection

Health Care – Stock selection

Technology – Stock selection

Special Products & Services – Stock selection

Individual stocks - Contributors

Amazon.Com Inc

Visa Inc

Individual stocks - Detractors

Facebook Inc

MasterCard Inc (not held)

Vulcan Materials Co
Boeing Co (not held)
T-Mobile Us Inc

FOR EXISTING INSTITUTIONAL CLIENT USE ONLY.

MFS Institutional Advisors, Inc.

31016

Bay County Voluntary Employees' Beneficiary Association Trust

Growth Equity



Performance results (%) gross and net of fees (USD)	Portfolio		Benchmark [^]	Excess returns Net vs benchmark
	Gross of fees	Net of fees		
1Q 2018	5.00	4.86	1.42	3.44
1 year	25.37	24.66	21.25	3.41
Since client inception (30-Dec-15)	15.67	15.02	15.70	-0.68

Source for benchmark performance SPAR, FactSet Research Systems Inc. All periods greater than one year are annualized.

Past performance is no guarantee of future results.

[^] Russell 1000® Growth Index

Characteristics	Portfolio	Benchmark ^{^^}
Fundamentals - weighted average		
IBES long-term EPS growth ¹	19.1%	17.0%
Price/earnings (12 months forward ex-negative earnings)	24.4x	19.9x
Market capitalization		
Market capitalization (USD) ²	224.6 bn	234.4 bn
Diversification		
Top ten holdings	40%	30%
Number of holdings	81	553
Turnover		
Trailing 1 year turnover ³	19%	–
Risk profile (current)		
Barra predicted tracking error ⁴	2.92%	–

¹ Source: Thomson Reuters

² Weighted average.

³ (Lesser of Purchase or Sales)/Average Month End Market Value

⁴ Source: Barra

No forecasts can be guaranteed.

Portfolio characteristics are based on equivalent exposure, which measures how a portfolio's value would change due to price changes in an asset held either directly or, in the case of a derivative contract, indirectly. The market value of the holding may differ.

^{^^} Russell 1000® Growth Index

Asset summary (USD)	
Beginning value as of 31-Dec-17	8,874,483
Contributions	0
Withdrawals	0
Change in market value	+444,467
Ending value as of 31-Mar-18	9,318,950

Top 10 issuers	Sector	% of Portfolio
VISA INC	Financial Services	6.9
ALPHABET INC	Technology	6.4
AMAZON.COM INC	Retailing	5.6
MICROSOFT CORP	Technology	5.5
FACEBOOK INC	Technology	4.1
ADOBE SYSTEMS INC	Technology	4.0
NETFLIX INC	Leisure	2.5
THERMO FISHER SCIENTIFIC INC	Health Care	2.4
SALESFORCE.COM INC	Technology	2.2
T-MOBILE US INC	Utilities & Communications	2.0

FOR EXISTING INSTITUTIONAL CLIENT USE ONLY.

FOR MORE INFORMATION CONTACT

Kimberly Hyland, Managing Director, Global Client Group
 Phone: +1 617 954 5575
 Email: khyland@mfs.com

Thomas Shanley, Client Service Manager
 Phone: +1 617 954 7492
 Email: tshanley@mfs.com

Bay County Voluntary Employees' Beneficiary Association Trust

Growth Equity



Sectors (%)	Portfolio	Benchmark^^
Technology	28.5	30.7
Health Care	12.3	12.4
Financial Services	11.9	6.6
Leisure	10.0	8.9
Special Products & Services	9.1	6.3
Retailing	7.9	10.1
Industrial Goods & Services	5.5	8.1
Consumer Staples	5.2	5.4
Autos & Housing	2.6	2.0
Utilities & Communications	2.0	2.1
Transportation	1.9	2.8
Energy	0.8	0.6
Basic Materials	0.7	3.9

1.7% Cash & cash equivalents

^^ Russell 1000® Growth Index

Portfolio and benchmark data shown is based on MFS' sector/industry classification methodology, which differs from the benchmark's.

MFS Institutional Advisors, Inc.
FOR EXISTING INSTITUTIONAL CLIENT USE ONLY.

FOR MORE INFORMATION CONTACT

Kimberly Hyland, Managing Director, Global Client Group
Phone: +1 617 954 5575
Email: khyland@mfs.com

Thomas Shanley, Client Service Manager
Phone: +1 617 954 7492
Email: tshanley@mfs.com

Bay County Employees' VEBA

CAPIS Account: 10250

Settlement Month Ending: 3/31/2018

TOTAL COMMISSION

COMMISSION ALLOCATION

	<u>TOTAL COMMISSION</u>		<u>COMMISSION ALLOCATION</u>			
	<u>March</u>	<u>YTD</u>	<u>Execution</u>		<u>Recapture</u>	
			<u>March</u>	<u>YTD</u>	<u>March</u>	<u>YTD</u>
Beginning Balance					\$0.00	\$0.00
U.S. Equity	-	-	-	-	-	-
International Equity	-	-	-	-	-	-
Fixed Income	-	-	-	-	-	-
International Fixed Income	-	-	-	-	-	-
New Issues	-	-	-	-	-	-
Options	-	-	-	-	-	-
Futures	-	-	-	-	-	-
Foreign Currency	-	-	-	-	-	-
Syndicates	-	-	-	-	-	-
Recapture Subtotals	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00
Execution	\$ 0.00	\$ 0.00				
Directed	\$ 0.00	\$ 0.00				
Correspondent Broker/Dealer	\$ 0.00	\$ 0.00				
Total	\$ 0.00	\$ 0.00				
					Total Earned	\$ 0.00
					Total Redeemed	\$ 0.00
					Balance as of 3/31/2018	\$ 0.00

Bay County Employees' VEBA

CAPIS Account: 10250

Settlement Month Ending: 3/31/2018

Summary of Activity by Month

	Commission		Recapture Allocation		Redeemed Recapture		Balance
	Month	YTD	Month	YTD	Month	YTD	
Beginning Balance							\$ 0.00
January	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
February	.00	.00	.00	.00	.00	.00	.00
March	.00	.00	.00	.00	.00	.00	.00

**BAY COUNTY VEBA TRUST
SECURITIES LOAN STATEMENT
March 2018
Account Officer : DANIEL BERD**

TOTAL EARNINGS	\$216.57
LESS TOTAL REBATE	\$209.64
TOTAL GROSS	\$6.93
LESS BANK FEE	\$1.73
TOTAL NET EARNINGS	\$5.20



CLIENT EARNINGS REPORT

For the Period
3/1/2018 To 3/31/2018

BAY COUNTY VEBA TRUST

Sec ID Open Date	Description	Quantity	Contract Price	Contract Value	Date	Reb/Prem Rate	Mny Mkt Rate	Reb/Prem Due	Earnings Due
Account: 1055082344									
9128283F5 02/05/2018	US TREASURY N/B 2.250, 11/15/2027								
		269,000	98.50	264,965.00	03/01/2018	1.4700	1.53908	10.82	11.33
		269,000	98.50	264,965.00	03/02/2018	1.4900	1.51096	10.97	11.12
		269,000	98.50	264,965.00	03/03/2018	1.4900	1.51096	10.97	11.12
		269,000	98.50	264,965.00	03/04/2018	1.4900	1.51096	10.97	11.12
		269,000	98.50	264,965.00	03/05/2018	1.4700	1.52088	10.82	11.19
		269,000	98.50	264,965.00	03/06/2018	1.4700	1.51165	10.82	11.13
		269,000	98.50	264,965.00	03/07/2018	1.4700	1.51888	10.82	11.18
		269,000	98.50	264,965.00	03/08/2018	1.5200	1.53924	11.19	11.33
		269,000	98.50	264,965.00	03/09/2018	1.4900	1.54104	10.97	11.34
		269,000	98.50	264,965.00	03/10/2018	1.4900	1.54712	10.97	11.39
		269,000	98.50	264,965.00	03/11/2018	1.4900	1.54711	10.97	11.39
		269,000	98.50	264,965.00	03/12/2018	1.4800	1.55087	10.89	11.41
		269,000	98.50	264,965.00	03/13/2018	1.4800	1.55080	10.89	11.41
		269,000	98.50	264,965.00	03/14/2018	1.4900	1.56526	10.97	11.52
		269,000	98.50	264,965.00	03/15/2018	1.5800	1.60286	11.63	11.80
		269,000	98.50	264,965.00	03/16/2018	1.5300	1.58889	11.26	11.69
		269,000	98.50	264,965.00	03/17/2018	1.5300	1.58887	11.26	11.69
		269,000	98.50	264,965.00	03/18/2018	1.5300	1.58888	11.26	11.69
		269,000	98.50	264,965.00	03/19/2018	1.5200	1.59211	11.19	11.72

Total Earnings 216.57

Less Total Rebate 209.64

Sett Code	Coll Code	Broker	DTC ID	Loan ID	Closed Date	Less Bank Fee at	25.000	
FBE	USD	Citigroup Global Markets Inc	418	78516	03/20/2018	Net Earnings		1.73
								5.20

Account : 1055082344

Total Earnings	216.57
Less Total Rebate	209.64
Total Gross	6.93
Less Bank Fee at 25	1.73
Net Earnings	5.20

Detailed Earnings Summary

Total Earnings :	\$216.57
Total Rebate Expense :	\$209.64
Total Gross :	\$6.93
Total Bank Fees :	\$1.73
Total Net Earnings :	\$5.20

2018 VEBA YTD BUDGET REPORT

ACCOUNT DESCRIPTION	ORIGINAL APPROP	TRANFRS/ADJSMTS	REVISED BUDGET	YTD ACTUAL	ENCUMBRANCES	AVAILABLE BUDGET	% USED
FUND BALANCE	-	-	-	-	-	-	0%
NET ASSETS - RESERVES	3,204,320.00	-	3,204,320.00	-	-	3,204,320.00	0%
Total RA FUND BALANCE, NET AS	3,204,320.00	-	3,204,320.00	-	-	3,204,320.00	0%
ER CONTR-BEHAVE.HEALTH	-	-	-	-	-	-	0%
ER CONTR-MOSQUITO CONT	-	-	-	(3,820.83)	-	3,820.83	0%
ER CONTR-HEALTH FUND	-	-	-	(22,483.83)	-	22,483.83	0%
ER CONTR-ROAD COMMISS.	-	-	-	-	-	-	0%
ER CONTR-LIBRARY	-	-	-	-	-	-	0%
ER CONTR-GOLF COURSE	-	-	-	(2,473.93)	-	2,473.93	0%
ER CONTR-GENERAL FUND	-	-	-	(132,729.82)	-	132,729.82	0%
ER CONTR-DWS	(90,000.00)	-	(90,000.00)	-	-	(90,000.00)	0%
ER CONTR-911 SERVICE	-	-	-	(14,984.36)	-	14,984.36	0%
ER CONTR-CHILD CARE	-	-	-	(14,971.29)	-	14,971.29	0%
ER CONTR-DIV ON AGING	-	-	-	(15,127.00)	-	15,127.00	0%
ER CONTR-RETIRE SYSTEM	-	-	-	(785.10)	-	785.10	0%
ER CONTR-GYPSY MOTH	-	-	-	(658.28)	-	658.28	0%
ER CONTR-HOME REHABIL.	-	-	-	(3.32)	-	3.32	0%
ER CONTR-100% TAX PYMT	-	-	-	(1,078.36)	-	1,078.36	0%
ER CONTR-MED CARE FAC.	(200,000.00)	-	(200,000.00)	-	-	(200,000.00)	0%
ER CONTR-SELF INSURANC	-	-	-	(172.80)	-	172.80	0%
ER CONTR-COMM.CORRECT.	-	-	-	(835.36)	-	835.36	0%
ER CONTR-F.O.C. FUND	-	-	-	(802.37)	-	802.37	0%
ER CONTR-HOUSING FUND	-	-	-	(1,908.30)	-	1,908.30	0%
ER CONTR-SOLDIER RELIE	-	-	-	-	-	-	0%
ER CONTRIB-LOCAL CFO TR	-	-	-	-	-	-	0%
ER CONTRIB-CONC PISTOL	-	-	-	(172.39)	-	172.39	0%
ER CONTR-SHERIFF DEPT	-	-	-	(55,165.81)	-	55,165.81	0%
Total RJ LOCAL UNIT CONTRIBUT	(290,000.00)	-	(290,000.00)	(268,173.15)	-	(21,826.85)	92%
INVESTMENT INTEREST/DIVIDENDS	(500,000.00)	-	(500,000.00)	-	-	(500,000.00)	0%
GAIN ON SALE OF INVESTMENTS	(1,457,870.00)	-	(1,457,870.00)	-	-	(1,457,870.00)	0%
UNREALIZED GAIN ON INVESTMENTS	-	-	-	-	-	-	0%
SECURITIES LENDING EARNINGS	-	-	-	-	-	-	0%
Total RP INTEREST & RENTALS	(1,957,870.00)	-	(1,957,870.00)	-	-	(1,957,870.00)	0%
MISCELLANOUS REVENUES	-	-	-	-	-	-	0%
COMMISSION RECAPTURE	(5,000.00)	-	(5,000.00)	-	-	(5,000.00)	0%
Total RR OTHER REVENUE	(5,000.00)	-	(5,000.00)	-	-	(5,000.00)	0%

2018 VEBA YTD BUDGET REPORT

ACCOUNT DESCRIPTION	ORIGINAL APPROP	TRANFRS/ADJSMTS	REVISED BUDGET	YTD ACTUAL	ENCUMBRANCES	AVAILABLE BUDGET	% USED
TRANSFERS IN FROM GENERAL FUND	(1,464,000.00)		(1,464,000.00)	(1,464,000.00)	-	-	
TOTAL OTHER FINANCING SOURCE	(1,464,000.00)	-	(1,464,000.00)	(1,464,000.00)	-	-	
PER DIEM	360.00	-	360.00	-	-	360.00	0%
Total XE WAGES & SALARIES	360.00	-	360.00	-	-	360.00	0%
OFFICE SUPPLIES	100.00	-	100.00	-	-	100.00	0%
PRINTING AND BINDING	150.00	-	150.00	-	-	150.00	0%
POSTAGE	70.00	-	70.00	1.88	-	68.12	3%
COMPUTER SUPPLIES	50.00	-	50.00	-	-	50.00	0%
Total XI SUPPLIES	370.00	-	370.00	1.88	-	368.12	1%
PROFESSIONAL SERVICES	130,000.00	-	130,000.00	26,288.89	-	103,711.11	20%
ACTUARIAL SERVICES	719.00	-	719.00	-	-	719.00	0%
INVESTMENT/BANK SERVICE CHARGE	10,000.00	-	10,000.00	-	-	10,000.00	0%
LEGAL FEES	-	-	-	-	-	-	0%
CONSULTANTS	16,000.00	-	16,000.00	4,000.00	-	12,000.00	25%
LOCAL TRAVEL MILEAGE	-	-	-	-	-	-	0%
EQUIPMENT RENTAL-COPY MACHINES	55.00	-	55.00	-	-	55.00	0%
INDIRECT COST EXPENSE	1,046.00	-	1,046.00	261.51	-	784.49	25%
LOSS ON DISPOSAL OF ASSET	350,000.00	-	350,000.00	-	-	350,000.00	0%
UNREALIZED LOSS ON INVESTMENTS	-	-	-	-	-	-	0%
INSURANCE AND BONDS	4,000.00	-	4,000.00	-	-	4,000.00	0%
Total XL OTHER SERVICES AND C	511,820.00	-	511,820.00	30,550.40	-	481,269.60	6%
Revenue Total	(512,550.00)	-	(512,550.00)	(1,732,173.15)			
Expense Total	512,550.00	-	512,550.00	30,552.28			
Grand Total	-	-	-	(1,701,620.87)			

VEBA

Invoices Approved:

Apr-18

Invoice Date	Vendor	Amount	Description
4/10/2018	CS MCKEE	\$12,310.53	1Q 2018 MONEY MGR FEE



BAY COUNTY EMPLOYEES' RETIREMENT SYSTEM
BAY COUNTY VOLUNTARY EMPLOYEES' BENEFICIARY ASSOCIATION
BAY COUNTY BUILDING
515 CENTER AVENUE
BAY CITY, MICHIGAN 48708-5128

Jan Histed
Secretary

BOARD OF TRUSTEES
Steven Gray, Chairperson
Richard Brzezinski
Kristal Gonzales
Richard Gromaski
Thomas M. Herek
Jon Morse
Matthew Pett
Thomas Ryder
Thomas Starkweather

April 13, 2018

ADMINISTRATIVE STAFF
Katie Meeth
Tracy Cederquist
(989) 895-4043
TDD (989) 895-4049
FAX (989) 895-2076

Daniel A. Berd
Relationship Manager
Comerica Bank
411 W. Lafayette Blvd – M/C 3462
Detroit, MI 48226

RE: BAY COUNTY VOLUNTARY EMPLOYEES' BENEFICIARY ASSOCIATION
TRANSACTION: BAYCNTY REBALANCING - VEBA
SPONSOR: BAYCNTY

Dear Mr. Berd:

You are directed to process the transaction listed below:

- On Monday, April 16, transfer \$500,000 from the VEBA – Cash account 1055082148 into the VEBA – American Funds account 1055082512 with the description:

Rebalancing of the VEBA account

- On Monday, April 16, purchase \$500,000 of the American Funds, Ticker RERGX.

Sincerely,

A handwritten signature in cursive script that reads "Jan M. Histed".

Jan Histed
Bay County Finance Officer / Retirement Secretary