

BAY COUNTY VOLUNTARY EMPLOYEES' BENEFICIARY ASSOCIATION
 AGENDA
 TUESDAY, SEPTEMBER 11, 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

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	V.	ANNOUNCEMENTS
	A.	NEXT REGULAR MEETING - TUESDAY, OCTOBER 9, 2018 IMMEDIATELY FOLLOWING THE RETIREMENT BOARD OF TRUSTEES MEETING AT APPROXIMATELY 2:30 P.M. ,

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TUESDAY, SEPTEMBER 11, 2018

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FLOOR, BAY CITY, MI 48708

- VI. UNFINISHED BUSINESS
- VII. NEW BUSINESS
- VIII. MISCELLANEOUS BUSINESS
- IX. ADJOURNMENT

**MINUTES BAY COUNTY VOLUNTARY EMPLOYEES' BENEFICIARY ASSOCIATION (VEBA)
AUGUST 14, 2018 – REGULAR MEETING**

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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 August, 2018 a 2:50 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. Gromaski, Mr. Herek, Mr. Morse, Mr. Pett, Mr. Ryder, and Ms. Shutt.

Trustees Absent:

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 2:50 p.m.

MOTION 30: Moved, supported and carried to approve the minutes, as printed, from the July 12, 2018 regular meeting.

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

Present today were Mr. Peter Brown and Mr. Howard Pohl from AndCo Consulting to present the 2Q report. A copy of his presentation was provided to Trustees, in advance, via the web.

Mr. Brown reviewed the VEBA Fund for the 2Q report. This quarter there were contributions into the Fund of \$522,118 and there was growth in the Fund of \$997,000. The Fund ended the quarter \$55,452,000. He stated they have been taking the inflows and expanding that newly created position of the American EuroPacific, the international equity fund.

For the year, the Fund added a total of almost \$3 million in cash flows with \$2.2 million in net inflows and \$719,000 in appreciation.

He reviewed the summary of asset allocation. The Fund continues to be in compliance with asset allocation. The Fund is slightly overweight in International Equity and we are building that out with the possibility of cash flows that continue to be positive and they will talk about revising the investment policy statement to make it more similar to the Retirement Plan. The Fund is also underweight in fixed income which is a result of relative performance and the contribution to the International Fund.

Regarding the summary of underlying positions and allocation, the Fund is overweight in American EuroPacific and underweight in C.S. McKee and Loomis Sayles, but still within compliance in terms of target ranges.

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A summary of performance shows performance has been strong. The Fund was up 1.8% for the quarter, a little behind policy which was up 2.2% but still top quartile in terms of performance and better than All Master Trust median which was up 77 basis points. For the one-year it was up almost 8%. This is better than the Policy which was up 7.2% and better than the median which was up 7.5%. It showed even better performance looking at the rolling 3 and 5-year showing the top quartile for both up at 7.2% for the 3-year and 8.5% for the 5-year basis. Returns are really a result from the domestic equity exposure, which was positive 4% for the quarter and on a 1-year basis it was up over 14.5%. It was a little behind the policy but still better than median in terms of total performance.

He reviewed the domestic managers. Lord Abbett underperformed, but was positive for the quarter up 3% versus the index which was up 5.8% and the one year they were up 7.3% versus the index of 11.5%. Long-term on a 5-year basis it was a little better. The Fund has been invested for about 6 months with the international EuroPacific fund and international markets were down across the board. It was down 2.8% versus the All Composite world ex USA which was down 2.6%. For the first half of the fiscal year they protected while being down 1.8% versus the index being down 3.8%. They reported better performance but they do have exposure in emerging markets which adds volatility.

Fixed income was negative for the quarter as a result of rising interest rates.. The Portfolio was down 18 basis points compared to the aggregate which was down 16 basis points. On a 1-year basis it was down 14 basis points versus the aggregate down 40 basis points. CS McKee has outperformed the aggregate. The added position with Loomis was down about 1% for the quarter and just about the same as the index.

In general, the Portfolio is performing well. No changes are needed.

Chairman Gray asked if they had any discomfort with any of the managers in the VEBA at this time. Mr. Brown stated no. It is a strong portfolio and Lord Abbett is the one experiencing the relative underperformance but in general they have done well.

Trustee Gromaski asked if we were going to do something with Lord Abbett or if it is just that the investment type industry wide is down because they have been consistently down for quite some time. Mr. Brown explained what has happened is this has been consistent especially in the value sector where they have seen managers that focus on high quality companies and strong earnings. That is not where returns have been sourced. The market has melted up based on broad index ETF investing and companies that have not had returns have seen greatest returns. This relative underperformance especially on a 1-year that they had a loss of almost 4% and that is what is rolling into their underperformance on a 3-year period. You see in the 5-year period it is closer to the index. Mr. Brown stated he looking for patience and he wants to stick it out with them. He would not want to be too reactionary and make a change. Mr. Gromaski asked about being on a watch list at this point. Mr. Brown stated not at this point. Mr. Pohl referred to Page 34 showing the calendar year results for Lord Abbett which shows the individual years they showed one bad year. Four out of five years they were doing fine and AndCo does not have an issue with them. This is typical of so many funds and managers. Mr. Gromaski asked how much longer we should have patience. Mr. Pohl stated he would not have a term limit on them right now. That it was really just a combination of 2016 being a bad year and 2017 was okay and the first half of this year and hopefully it will see a turnaround in the next year. He states he would have patience.

He talked about watching a manager over a 20-year cycle and typically they will underperform and it could

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be up to 3 years and then they typically outperform to the point where that performance blends. To go through those down cycles in those poor periods is hard to do.

MOTION 31: Moved, supported and carried to receive the 2Q report from AndCo..

RES. 2018-9:

Moved, supported and carried to adopt resolution 2018-9 to receive the monthly reports Portfolio Value ending 07/31/18 (Today's value is \$56,606,000), Monthly Change in Net Assets ending 7/31/18, C.S. McKee performance report ending 6/30/18 & 2Q 2018; Dodge & Cox – Ending 6/30/18 & 2Q 2018; Loomis Sayles – Ending 6/30/18, MFS – Ending 6/30/18, 2Q 2018, MFS proxy Vote Report 2Q 2018, Capis Recapture services ending 6/30/18, Comerica Summary Earnings – 6/30/18, VEBA YTD Budget Report ending 7/31/18, and Approved Invoices Report ending 7/31/18.

The next item on the agenda was the annual VEBA Valuation. Chairman Gray stated there were two or three of the finance directors in the Retirement System have expressed interest in having a yearly valuation instead of every other year. The law requires every other year.

MOTION 32: Moved, supported and carried to have a discussion on an annual VEBA valuation.

Trustee Gromaski discussed that all the entities other than BABH are underfunded. We are mandated by law now that we do reports and ask for a waiver to continue moving forward. He stated that at the Road Commission they need to know on an annual basis the actuarial value. He believes the other units are in the same situation. He believes we should have the valuation done annually until we can get to the 40% required funding.

Ms. Walraven addressed the Board stating that Ms. Meeth did work on this issue and engaged the actuaries and listen to webinars on PA 202 and getting entities into compliance with this plan. The state is asking that entities consider engaging actuaries in doing what was called an actuarial projection supplemental report. That report would show projections based on funding "x" amount of dollars over "x" amount of time and would show when triggers are met. They did say that you can do that projection internally but I know that is problematic to do internally. GRS told Katie that they could prepare that for any entity that is interested in it for \$2,600 and it would take approximately 3 weeks. That is an option that is available to entities.

Trustee Herek asked Ms. Gonzales her opinion. Ms. Gonzales stated she would prefer a report yearly but avoid the cost as it is a concern. She asked if we are set on the cost. Ms. Meeth stated that GRS told us it would be the same amount of work every year as opposed to every other year now. The actuarial valuation gives the annual required contribution. She stated that no one in the plan is making the annual required contribution except BABH, because theirs is zero. So, the entities would have to take that valuation and come up with their own calculation of when they would reach 40% funded. That 40% is not in our valuation anywhere. She stated that until we know what the state is actually going to require, even if we have an annual valuation, the entities may still have to pay the \$2,600 to get the projected year amount. Ms. Shutt stated Mike Regulski has gone through the budget at the Care Facility and they have done projections for the next 5

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years on what they will have to pay in to get to the 40%. She stated he has done that internally and she is sure that is very accurate. Ms. Meeth stated we do not know what the state is going to require. Ms. Gonzales asked if we know if the state is going to require us to do this every year anyway. Ms. Meeth clarified if she meant the corrective action plan and Ms. Gonzales stated yes. Ms. Meeth stated the Treasury is still uncertain on that. Once you submit your corrective action plan, if it is approved by the Stability Board then they will be implementing some kind of monitoring procedures, but that is not set and so much of it is still up in the air.

Trustee Herek wanted clarification asking if the entities believed this would be a good tool for them to use in their respective work places. Mr. Gromaski stated at their workplace, yes.

Trustee Brzezinski asked how much the valuation costs. Ms. Meeth stated it is \$40,000 every other year and it would be \$40,000 every year if the VEBA valuation were to be done every year. Trustee Brzezinski is wondering why the employers would want an actuarial valuation report every year stating they are still underfunded. It sounds like there is an auxiliary report that the actuaries are proposing that they could provide for \$2,600 and you could get a number that makes sense of what would schedule you to get to 40%. It is still up in the air what the state is going to require. He stated he is not a big proponent of putting more money in their when we switch it around some of the investments. The focus is going to be underfunded retirement systems first and VEBA second. He believes you need to be proactive and find out what you have to do but getting an annual report he is unsure if that gets you where you need to get. He believes they would be better off investigating this \$2,600 auxiliary report and get a number with a target instead of making the actuaries more work.

Trustee Herek stated he will bow to the people that deal with it and he would like to see it for at least a couple of years. If it turns out to be not useful then go back to the previous way but if they are asking for it now and they are dealing with this everyday then I'm on board with them.

Trustee Pett commented it is unclear what the state requirements are going to be. We are scheduled to get an actuarial valuation a couple of months from now. He questioned that in 6 months or so or a year from now when we have a better idea of what the state is going to require if we could submit to have one done then if it was needed? We have never been asked for one every year before and if we are only doing it because of the regulations. Chairman Gray stated that the Retiree Health Insurance was never a hot topic before like it is now. Trustee Pett stated with that said, we know what they are asking for initially but we don't know what is going to happen. Ms. Meeth stated that they don't know that the state would accept an internal calculation, but maybe they will. We just don't know yet. Trustee Pett asked why we were changing for the unknown. He is all for it if we have to do it but we don't know if we have to do it yet. He believes we should wait a year and find out if we have to do it yet.

Chairman Gray stated he believes what people are missing is that the target is changing. The Road Commission, for instance, is putting in \$30,000 a month where they weren't putting in anything before. He stated that he was told they will increase that amount to \$40,000 a month in 2019. He agrees the end result is that we don't have enough funding. However, he still believes the underfunded amount is going to be a forever changing number as entities will be putting money in. He believes the having an annual actuarial valuation done is a reasonable request.

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Trustee Ryder asked how the \$40,000 is allocated and if each entity has to pay pro rata. Ms. Meeth stated yes. Trustee Ryder believes it is adverse to what you are trying to do. You are trying to fund a plan yet in essence you will throw money away you could use on the funding. He doesn't see where a \$40,000 valuation every year will help fund the VEBA.

Trustee Herek stated he doesn't believe it helps fund it but tells you what you have to do to fund it. It gives you a road map. They are always a year behind with the numbers so that is the other problem. You are never up to date.

Trustee Ryder asked if we will have to do a corrective action plan every year, we don't know that. The point is that you do it after this year and see where it goes instead of doing another \$40,000 for a valuation every year. He asked why can't we wait a year and see if the law changes and see where they are going with this.

Trustee Morse asked if we would get the same valuation report with the \$2,600. Ms. Meeth stated no. Trustee Morse asked if the \$2,600 report would satisfy the requirements. Ms. Meeth stated that yes, the \$2,600 report would satisfy the corrective action plan requirement, but it is not our actuarial valuation. It is also just employer specific. Obviously, BABH would not need to ask and pay for that \$2,600 because they are overfunded and won't need a corrective action plan. The Road Commission and everyone else would have to either pay for the \$2,600 or come up with their own internal calculation. Trustee Morse agreed with what Trustee Ryder said as far as waiting to see if the state changes the laws. Trustee Morse asked if this was something we had to vote on today.

Trustee Pett also commented on what Trustee Morse was saying. He asked what the Corrective Action Plan timeline. Ms. Meeth stated the only entities she was aware of that had to submit a corrective action plan at this point were the Road Commission and Department of Water and Sewer. Everyone else is pending notification. Chairman Gray stated he was told the Road Commission's has already been submitted but with it being due here in 2018 and as old the numbers are right now it is kind of like throwing a dart at a wall in his opinion.

Trustee Pett stated we will have one done here soon and if there is a need for a corrective action plan in 2019 can't we do one in 2019 then if we need to. He is wondering why we can't wait on this until after the first of the year to find out what they are doing with the corrective action plans and not spending \$40,000 if we don't have to. If we have to spend it, then we have to spend it. Ms. Meeth stated the actuaries request the VEBA data. Hopefully they will have the results to us in December and come in January to present it. It was last December when they sent the information requests. They work on the valuation for a whole year. It is not something we can request and then they give it to us a month later. She stated the actuarial projection can be done in 3 weeks.

Chairman Gray asked what the yearly cost was on the actuarial valuation on the pension. Ms. Meeth stated she could look it up.

Trustee Herek made a motion to do an annual VEBA valuation. Trustee Gromaski supported.

Motion 33: Moved, supported and carried to proceed with an annual VEBA valuation.

**MINUTES BAY COUNTY VOLUNTARY EMPLOYEES' BENEFICIARY ASSOCIATION (VEBA)
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ROLL CALL VOTE:

BRZEZINSKI: NO
GONZELES: YES
GRAY: YES
GROMASKI: YES
HEREK: YES
MORSE: NO
PETT: NO
RYDER: NO
SHUTT: YES

MOTION CARRIES 5-4

ANNOUNCEMENTS:

- A. Next regularly scheduled meeting will be Tuesday, September 11, 2018 immediately following the 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:

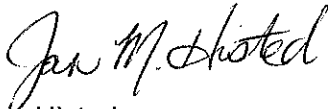
NEW BUSINESS:

MISCELLANEOUS BUSINESS: None

ADJOURNMENT:

MOTION 34: Moved, supported and carried to adjourn the meeting at 3:16 p.m.

Respectfully submitted,



Jan Histed
Secretary

Transcribed by: Tracy Cederquist

MEETING OF THE **VEBA BOARD OF TRUSTEES COMMITTEE**
AUGUST 14, 2018

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

MOTIONS

Trustee	30	31	32	33	34				
BRZEZINSKI	Y	Y	Y	Y	Y				
GONZALES	S-Y	Y	Y	Y	Y				
GRAY	Y	Y	Y	Y	Y				
GROMASKI	Y	Y	S-Y	S-Y	Y				
HEREK	M-Y	M-Y	Y	M-Y	Y				
MORSE	Y	S-Y	Y	Y	Y				
PETT	Y	Y	M-Y	Y	S-Y				
RYDER	Y	Y	Y	Y	M-Y				
SHUTT	Y	Y	Y	Y	Y				

RESOLUTIONS

Trustee	2018-9								
BRZEZINSKI	M-Y								
GONZALES	Y								
GRAY	Y								
GROMASKI	Y								
HEREK	Y								
MORSE	Y								
PETT	S-Y								
RYDER	Y								
SHUTT	Y								

Date: August 31, 2018

To: Bay County Retiree Health Care Plan (BCRHCP)
c/o Ms. Kathleen Meeth, Plan Administrator

From: Shana M. Neeson, ASA, FCA, MAAA and James D. Anderson, FSA, EA, FCA, MAAA
Gabriel, Roeder, Smith & Company

Re: **Investment Return Assumption for December 31, 2017 BCRHCP Actuarial Valuations**

This memo provides information related to the investment return assumption used in performing the actuarial valuation of the Bay County Retiree Health Care Plan. In addition, this will also serve as the basis for the Long-Term Expected Rate of Investment Return used in reporting under GASB Statement No. 75.

Investment Return Assumption

Background

Based on prior funding and accounting standards, the most recent BCRHP valuation used an investment return assumption of 7.5% for BABH and 5% for All Other groups. The advent of new GASB 74/75 accounting standards serves to separate plan funding from plan accounting while also changing the focus of the assumed investment return to be based more strictly on return expectations based on the plan's asset allocation.

The determination of the assumed rate of investment return that the actuary uses is governed by the Actuarial Standards of Practice (ASOP), which were most recently revised for valuation dates on or after September 30, 2014. While GRS is not an investment consultant nor do we provide investment advice, we seek out the advice of investment professionals when developing the assumed rate of return. GRS does this through our Capital Market Assumption Modeler (CMAM), which investigates the investment return assumption for our clients in conjunction with the Actuarial Standards of Practice. Using a plan's asset allocation, future expectations of various investment consultants are analyzed and summarized.

ASOP No. 27 defines a reasonable economic assumption as an assumption that has the following characteristics:

- (a) It is appropriate for the purpose of the measurement;
- (b) It reflects the actuary's professional judgment;
- (c) It takes into account historical and current economic data that is relevant as of the valuation date;

(d) It reflects the actuary's estimate of future experience, the actuary's observation of the estimates inherent in market data, or a combination thereof; and

It has no significant bias (i.e., it is not significantly optimistic or pessimistic), except when provisions for adverse deviation or plan provisions that are difficult to measure are included and disclosed under Section 3.5.1, or when alternative assumptions are used for the assessment of risk.

Analysis

The assumed rate of investment return generally depends on factors such as the plan's investment policy and capital market expectations. Our analysis is based on the GRS Capital Market Assumption Modeler (CMAM). Because GRS is a benefits consulting firm and does not develop or maintain capital market expectations, we request and monitor forward-looking expectations developed by several major investment consulting firms. We update our CMAM on an annual basis. The capital market assumptions in the 2018 CMAM are from the following investment consultants (in alphabetical order): Aon Hewitt, BNY Mellon, Callan, JPMorgan, Marquette Associates, Mercer, NEPC, PCA, RVK, Summit Strategies, Voya and Wilshire. We believe the benefit of performing this analysis using multiple investment consulting firms is to recognize the uncertain nature of the items affecting the selection of the investment return assumption.

While there may be differences in asset classes, investment horizons, inflation assumptions, treatment of investment expenses, excess manager performance (i.e., alpha), etc., we have attempted to align the various assumption sets from the different investment consultants to be as consistent as possible. In the following charts, all returns are net of investment expenses and have no assumption for excess manager performance (alpha) in excess of active management fees.

For purposes of this analysis, we have reviewed the following investment allocation provided by Bay County and summarized below:

Asset Class	Target Allocation
Domestic Equity	53%
International Equity	5%
Broad Market Fixed Income	42%

The arithmetic expected return developed from this asset allocation is shown in the table on the next page. Note that the arithmetic return is in general higher than the median return due to compounding effect of random returns. In general, the difference between the arithmetic and median return will be larger for larger standard deviation of returns. We have shown the standard deviation of returns as the investment risk in Column 9.

ASOP No. 27 acknowledges that for any given economic assumption, there is a reasonable range of opinions on that assumption. This is evident from the summaries we show from CMAM.

Investment Return Expectations of Various Investment Consultants

Arithmetic Return

Investment Consultant	Investment Consultant Expected Nominal Return	Investment Consultant Inflation Assumption	Expected Real Return (2)–(3)	Actuary Inflation Assumption	Expected Nominal Return (4)+(5)	Standard Deviation of Expected Return (1-Year)
(1)	(2)	(3)	(4)	(5)	(6)	(9)
1	5.20%	2.20%	3.00%	2.50%	5.50%	11.79%
2	5.38%	2.21%	3.16%	2.50%	5.66%	11.62%
3	5.95%	2.50%	3.45%	2.50%	5.95%	11.67%
4	6.08%	2.50%	3.58%	2.50%	6.08%	11.89%
5	5.85%	2.25%	3.60%	2.50%	6.10%	10.91%
6	5.86%	2.26%	3.60%	2.50%	6.10%	10.07%
7	5.68%	2.00%	3.68%	2.50%	6.18%	10.30%
8	6.10%	2.31%	3.80%	2.50%	6.30%	11.38%
9	5.93%	2.00%	3.93%	2.50%	6.43%	10.11%
10	6.35%	2.26%	4.09%	2.50%	6.59%	11.62%
11	6.12%	1.95%	4.17%	2.50%	6.67%	10.83%
12	6.82%	2.00%	4.82%	2.50%	7.32%	11.04%
Average	5.94%	2.20%	3.74%	2.50%	6.24%	11.10%

The average expected nominal return from Column 6 is 6.24%. This is the average arithmetic rate of return. Note that the arithmetic rate of return represents the average future expected return which is higher than the median future expected. Setting the valuation assumption at the arithmetic expected return means that over time the average accumulated assets are expected to grow at this rate. However, in any given year it is less than 50% likely that this return will be achieved. From the perspective of the Actuarial Standards of Practice, this may be considered a reasonable assumption. Adjusting to the median return (as we do below) is also a reasonable assumption.

Next we compare the probabilities of achieving returns over a 20-year horizon. We compute the 40th, 50th, and 60th percentiles of returns as well as the probability of achieving the current assumption of 7.50% (most recent BABH valuation, All Other groups used a 5% assumption) over a 20-year horizon. Note that the investment horizon for most of the capital market assumption sets is between 5 and 10 years. For purposes of this analysis, no adjustment has been made to return expectations for 20 years. This implies that the second 10 years are expected to have the same distribution of returns as the first 10 years. A different assumption would result in a different distribution of returns.

Investment Return Expectations of Various Investment Consultants

Geometric Return

Investment Consultant	Distribution of 20-Year Average Geometric Net Nominal Return			Probability of exceeding 7.50%
	40th	50th	60th	
(1)	(2)	(3)	(4)	(5)
1	4.18%	4.84%	5.51%	15.76%
2	4.38%	5.03%	5.68%	17.15%
3	4.66%	5.32%	5.97%	20.15%
4	4.76%	5.42%	6.09%	21.74%
5	4.93%	5.54%	6.16%	21.16%
6	5.06%	5.63%	6.19%	20.31%
7	5.11%	5.69%	6.27%	21.57%
8	5.06%	5.69%	6.33%	23.87%
9	5.39%	5.95%	6.52%	24.70%
10	5.31%	5.97%	6.62%	27.71%
11	5.52%	6.12%	6.74%	28.48%
12	6.14%	6.75%	7.38%	38.09%
Average	5.04%	5.66%	6.29%	23.39%

The 50th percentile return is also related to the geometric average return. The geometric average of a sequence of returns over a number of years is the compound average of those returns over the number of years compounded. As the number of years in the geometric average increase and if the distributions of returns each year are independent and identically distributed, then the geometric average will converge to the median return. The median return is a reasonable rate of return for purposes of the valuation. The average of 50th percentile returns is 5.66% per year.

Summary

Our analysis generally indicates forward-looking expectations lower than currently assumed for the assumed rate of return. The following table summarizes our preferred range of assumptions. It is important to note that an assumption outside of the preferred range is not necessarily unreasonable under ASOP No. 27.

Preferred Range of Expectations	Price Inflation	Assumed Rate of Return
Low End of Range	2.25%	5.50%
Midpoint of Range	2.50%	6.00%
High End of Range	2.75%	6.50%
Current Assumption*	2.75%	7.50%

* 7.50% for BABH, 5% for All Other groups

Your comments and questions are welcome. **Please note that we will need guidance from the Board regarding the assumed rate of return in order to proceed with the valuation.**

James D. Anderson and Shana M. Neeson are Members of the American Academy of Actuaries (MAAA) and meet the Qualification Standards of the American Academy of Actuaries to render the actuarial opinions contained herein..

This communication shall not be construed to provide tax advice, legal advice or investment advice.

**BAY COUNTY VOLUNTARY EMPLOYEES' BENEFICIARY ASSOCIATION
09/11/2018
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 -8/31/18
2. CHANGE IN NET ASSETS – 8/31/18
3. MONEY MANAGER REPORTS
 - a. C.S. MCKEE – ENDING 7/31/18
 - b. DODGE & COX - ENDING 7/31/18
 - c. LOOMIS SAYLES – ENDING 7/31/18
 - d. MFS GROWTH EQUITY REPORTS – ENDING 7/31/18
4. RECAPTURES SERVICES
 - a. CAPIS - SUMMARY ENDING 7/31/18
5. VEBA YTD BUDGET REPORT – ENDING 8/31/18
6. COMERICA –SUMMARY EARNINGS ENDING 7/31/18
7. INVOICES APPROVED - 8/31/18

STEVE GRAY, CHAIR
AND BOARD

MONTHLY REPORTS SEPTEMBER

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	8,803,702.06	538,553.78	10,493,137.06	16,305,299.90	9,935,346.30	4,367,928.58	4,921,548.11	55,365,515.79
Jun-18	8,825,508.52	538,963.23	10,538,064.79	16,325,788.89	9,901,094.39	4,318,136.25	4,921,548.11	55,369,104.18
Jul-18	9,207,993.69	123,770.99	10,807,630.99	16,325,080.29	10,127,902.18	5,013,409.39	4,942,468.62	56,548,256.15
Aug-18	9,359,766.60	283,217.09	11,192,012.47	16,421,154.56	10,599,381.96	4,894,225.76	4,942,468.62	57,692,227.06
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	13,131.14	4,278.03	29,719.70
2ND QTR	12,311.47	13,656.82	4,273.87	30,242.16
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

08/01/2018 through 08/31/2018
 M03380

248

Preliminary Changes In Net Assets

	COST VALUE	MARKET VALUE
BEGINNING BALANCE AS OF 08/01/2018	47,950,070.68	56,656,454.94
EARNINGS		
CASH INCOME	40,119.21	40,119.21
LESS PRIOR ACCRUED INCOME	107,986.53-	107,986.53-
PLUS CURRENT ACCRUED INCOME	122,192.51	122,192.51
REALIZED GAIN/LOSS ON SALE OF ASSETS	19,841.18	19,841.18
NET UNREALIZED GAIN OR LOSS	0.00	924,815.37
TOTAL EARNINGS	74,166.37	998,981.74
CONTRIBUTIONS & OTHER INCREASES		
EMPLOYER CONTRIBUTIONS	198,662.65	198,662.65
TRANSFERS	109.98	109.98
TOTAL CONTRIBUTIONS & OTHER INCREASES	198,772.63	198,772.63
DISTRIBUTIONS & OTHER DECREASES		
FEES & EXPENSES	39,743.54-	39,743.54-
TOTAL DISTRIBUTIONS & OTHER DECREASES	39,743.54-	39,743.54-
ENDING BALANCE AS OF 08/31/2018	48,183,266.14	57,814,465.77

C.S. McKee, L.P.

Account Overview

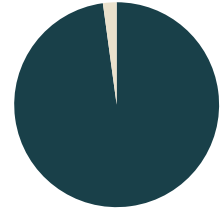
Bay County VEBA

Client Code: 90477
As Of Date: 7/31/2018
Report: Calendar

Asset Allocation

As of 7/31/2018

Large-Cap Equity	\$ -	0.00%
Small-Cap Equity	\$ -	0.00%
Fixed Income	\$ 16,071,727.36	97.85%
Intl Mutual Fund	\$ -	0.00%
Cash	\$ 353,878.74	2.15%
Other	\$ -	0.00%
Total Portfolio:	\$ 16,425,606.10	100.00%



Performance

As of 7/31/2018

Portfolio Summary - Month-to-Date	Total Portfolio	Large-Cap Equity	Small-Cap Equity	Total Domestic Equity	Fixed Income	Intl Mutual Fund
Beginning Market Value:	16,415,296.70	-	-	-	16,415,296.70	-
Net Contributions (Distributions):	-	-	-	-	-	-
Income:	48,183.83	-	-	-	48,183.83	-
Market Appreciation (Depreciation):	(37,874.43)	-	-	-	(37,874.43)	-
Ending Market Value:	16,425,606.10	-	-	-	16,425,606.10	-
Dollar-Weighted Return:	0.06%	-	-	-	0.06%	-

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	0.06%	-	-	-	0.06%	0.06%
	Benchmark	0.02%	-	-	-	0.02%	0.02%
	Value Added (Gross)	0.04%	-	-	-	0.04%	0.04%
QTD	Gross	0.06%	-	-	-	0.06%	0.06%
	Benchmark	0.02%	-	-	-	0.02%	0.02%
	Value Added (Gross)	0.04%	-	-	-	0.04%	0.04%
YTD	Gross	(1.10%)	-	-	-	(1.10%)	(1.18%)
	Benchmark	(1.59%)	-	-	-	(1.59%)	(1.59%)
	Value Added (Gross)	0.49%	-	-	-	0.49%	0.41%
1 Year	Gross	(0.11%)	-	-	-	(0.11%)	(0.19%)
	Benchmark	(0.80%)	-	-	-	(0.80%)	(0.80%)
	Value Added (Gross)	0.69%	-	-	-	0.69%	0.61%
3 Year	Gross	1.97%	-	-	-	1.97%	1.99%
	Benchmark	1.49%	-	-	-	1.49%	1.49%
	Value Added (Gross)	0.48%	-	-	-	0.48%	0.50%
5 Year	Gross	2.68%	-	-	-	2.68%	2.72%
	Benchmark	2.25%	-	-	-	2.25%	2.25%
	Value Added (Gross)	0.43%	-	-	-	0.43%	0.47%
ITD	Gross	2.36%	-	-	-	2.36%	2.42%
	Benchmark	1.90%	-	-	-	1.90%	1.90%
	Value Added (Gross)	0.46%	-	-	-	0.46%	0.52%

DODGE & COX FUNDS

Total Rates of Return For Periods Ending July 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*	4.59%	6.71%	5.59%	14.92%	12.20%	12.63%	10.09%	9.69%
Dodge & Cox Global Stock Fund*	4.86%	3.39%	1.30%	7.40%	9.38%	9.89%	7.62%	N.A.
Dodge & Cox International Stock Fund*	4.81%	-1.98%	-2.68%	.92%	4.25%	5.57%	4.34%	N.A.
Dodge & Cox Balanced Fund*	3.02%	4.40%	3.03%	8.74%	8.78%	9.37%	8.65%	8.45%
Dodge & Cox Income Fund*	.52%	.64%	-.71%	.16%	2.72%	3.09%	4.97%	5.26%
Dodge & Cox Global Bond Fund*†	1.68%	-.28%	-.29%	.87%	4.23%	2.98%	N.A.	N.A.
<u>Comparative Indices</u>								
S&P 500 Index	3.72%	6.87%	6.47%	16.24%	12.52%	13.12%	10.67%	6.72%
MSCI World Index	3.12%	3.72%	3.57%	11.88%	8.95%	9.49%	6.85%	N.A.
MSCI EAFE Index	2.46%	-1.07%	-.36%	6.40%	5.03%	5.86%	3.43%	N.A.
Combined Index	2.24%	4.34%	3.27%	9.23%	8.15%	8.80%	8.14%	6.22%
Bloomberg Barclays U.S. Aggregate Bond Index	.02%	.61%	-1.59%	-.80%	1.49%	2.25%	3.73%	4.69%
Bloomberg Barclays Global Aggregate Bond Index	-.17%	-1.36%	-1.62%	-.48%	2.45%	1.21%	N.A.	N.A.

*** SEC Standardized Total Returns as of 06/30/18:**

Dodge & Cox Stock Fund: 1 Year 11.87%; 5 Years 12.81%; 10 Years 9.69%
Dodge & Cox Global Stock Fund: 1 Year 5.84%; 5 Years 10.04%; 10 Years 7.25%
Dodge & Cox International Stock Fund: 1 Year 0.50%; 5 Years 5.79%; 10 Years 3.68%
Dodge & Cox Balanced Fund: 1 Year 6.88%; 5 Years 9.62%; 10 Years 8.39%
Dodge & Cox Income Fund: 1 Year 0.37%; 5 Years 3.09%; 10 Years 4.86%
Dodge & Cox Global Bond Fund†: 1 Year 0.38%; 5 Years 2.93%; Since Inception 12/05/12 2.24%

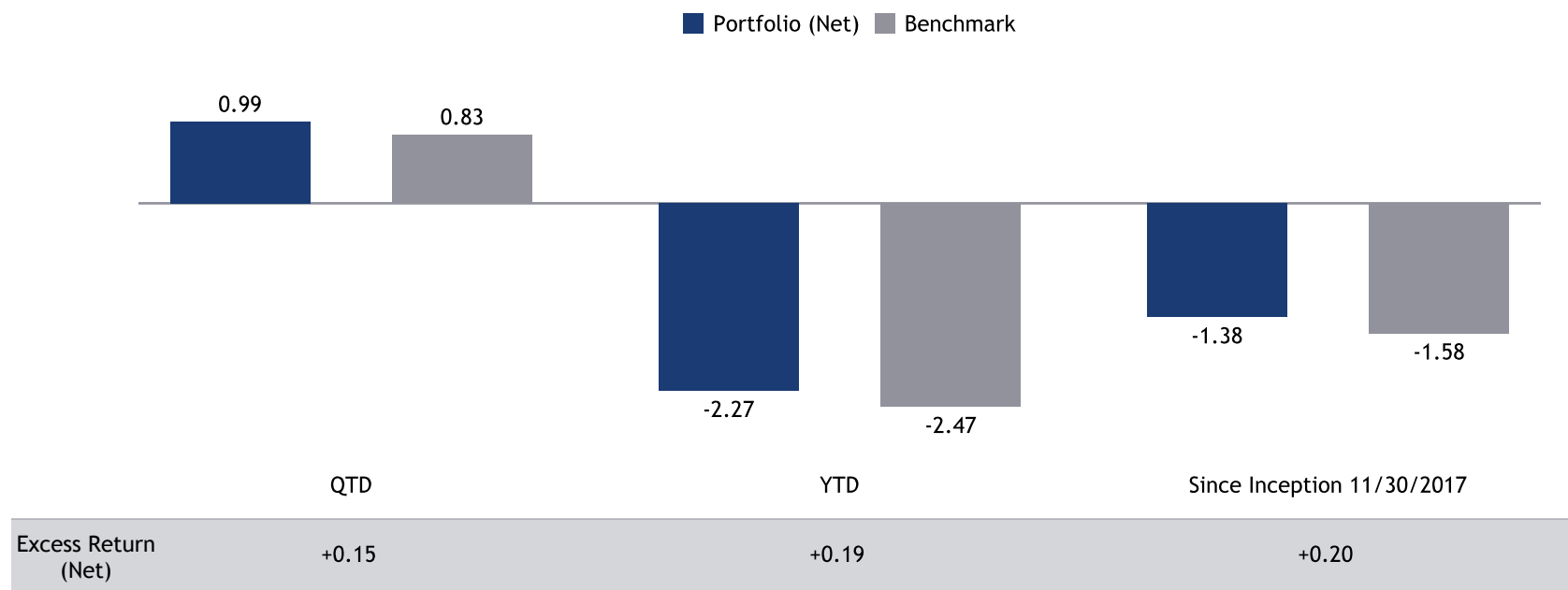
† A private fund managed by Dodge & Cox with proprietary assets was reorganized into the Dodge & Cox Global Bond Fund on April 30, 2014. Any Fund portfolio characteristics, performance, or attribution information for periods prior to May 1, 2014, are those of the private fund.

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.

performance

TRAILING RETURNS AS OF 7/31/2018 (%)



PORTFOLIO VALUATION (USD)

	Portfolio 6/30/2018	Portfolio 7/31/2018	Increase/Decrease
Total	4,892,782	4,942,469	49,686

Data Source: Barclays Capital

Benchmarks: BBG B.ARC U.S. Corporate Investment Grade (11/30/2017 - 7/31/2018).

The current benchmark is Bloomberg Barclays Corporate Index. Returns over one year are annualized. Information is reported on a trade date basis.



LOOMIS SAYLES

Sources: Loomis, Sayles & Company, L.P. and others

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July 31, 2018

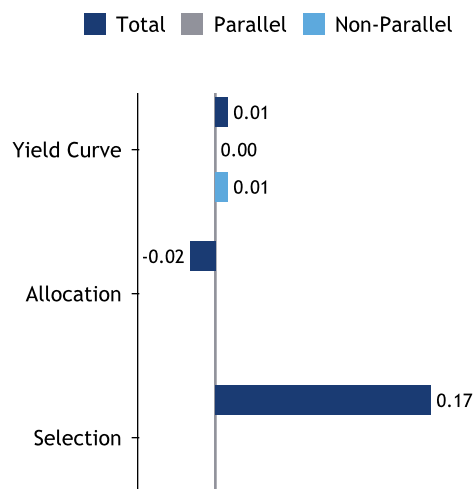
performance attribution by sector

6/30/2018 TO 7/31/2018 (%)

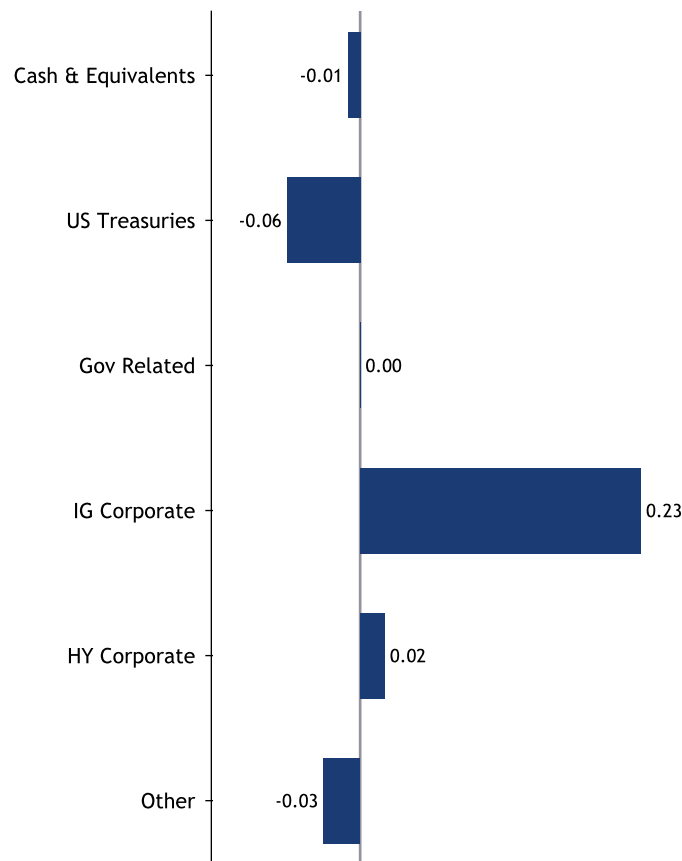
TOTAL RETURNS

	Total Return
Portfolio Return	0.99
Benchmark Return	0.83
Excess Return	0.16

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 Index. Information on this page reflects fund data.



LOOMIS SAYLES

Sources: Loomis, Sayles & Company, L.P. and others

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July 31, 2018

portfolio summary

6/30/2018 TO 7/31/2018

PORTFOLIO SUMMARY

	6/30/2018			7/31/2018		
	Portfolio	Benchmark	Difference	Portfolio	Benchmark	Difference
Yield to Worst (%)	4.16	4.01	0.15	4.13	3.98	0.15
Maturity (years)	10.73	10.77	-0.04	10.75	10.83	-0.09
Effective Duration (years)	7.32	7.24	0.09	7.34	7.30	0.05
Coupon (%)	3.96	3.95	0.01	3.98	3.96	0.02
Average Quality	A3	A3	-	A3	A3	-
OAS (bps)	132	121	12	119	107	12

QUALITY SUMMARY (% OF TOTAL MARKET VALUE)

	6/30/2018			7/31/2018		
	Portfolio	Benchmark	Difference	Portfolio	Benchmark	Difference
AAA	6.15	2.35	3.80	4.73	2.31	2.42
AA	10.90	16.53	-5.63	11.48	16.75	-5.27
A	37.57	45.97	-8.40	39.47	45.87	-6.40
BAA	44.53	35.11	9.41	43.43	35.06	8.37
BA	0.86	0.04	0.82	0.88	0.00	0.88

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 Index. Information on this page reflects fund data.



LOOMIS SAYLES®

Sources: Loomis, Sayles & Company, L.P. and others

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July 31, 2018

Bay County Voluntary Employees' Beneficiary Association Trust - Growth Equity
BYS
Valuation Summary
31-Jul-18
Portfolio Currency: USD

	Cost	Market Value	Accrued Income	Total Value	Total Value
OPENING CASH AS OF 6/30/2018	170,560.64	170,560.64	0.00	170,560.64	1.72 %
CLOSING CASH AS OF 7/31/2018	177,624.88	177,624.88	0.00	177,624.88	1.75 %
COMMON STOCK	6,601,771.52	9,853,329.16	1,849.67	9,855,178.83	97.29 %
ADR	89,935.11	96,917.31	0.00	96,917.31	.96 %
	6,869,331.51	10,127,871.35	1,849.67	10,129,721.02	100.00 %
Accrued Income:		1,849.67			
Total Value:		10,129,721.02			

This report contains trade date position values, calculated by MFS. This is not the official book of record for the account. Cash is a net cash balance comprised of cash on deposit, and payables and receivables that have not settled.

Bay County Voluntary Employees' Beneficiary Association Trust

Growth Equity



31 July 2018

Performance results (%) gross and net of fees (USD)	Portfolio		Benchmark [^]	Excess returns Net vs benchmark
	Gross of fees	Net of fees		
July 2018	1.93	1.88	2.94	-1.06
2018 YTD	14.13	13.75	10.40	3.35
1 year	23.96	23.26	22.84	0.42
Since client inception (30-Dec-15)	17.23	16.57	17.33	-0.76

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	19.8%	18.6%
Price/earnings (12 months forward ex-negative earnings)	25.3x	20.9x
Market capitalization		
Market capitalization (USD) ¹	272.4 bn	288.9 bn
Diversification		
Top ten holdings	42%	34%
Number of holdings	78	542
Turnover		
Trailing 1 year turnover ²	17%	–
Risk profile (current)		
Barra predicted tracking error ³	2.74%	–

¹ Weighted average.

² (Lesser of Purchase or Sales)/Average Month End Market Value

³ 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 30-Jun-18	9,937,602
Contributions	0
Withdrawals	0
Change in market value	+192,119
Ending value as of 31-Jul-18	10,129,721

Top 10 issuers	Sector	% of Portfolio
VISA INC	Financial Services	7.5
ALPHABET INC	Technology	7.0
AMAZON.COM INC	Retailing	6.3
MICROSOFT CORP	Technology	6.0
ADOBE SYSTEMS INC	Technology	4.2
FACEBOOK INC	Technology	4.1
THERMO FISHER SCIENTIFIC INC	Health Care	2.5
NETFLIX INC	Leisure	2.4
SALESFORCE.COM INC	Technology	2.4
FISERV INC	Special Products & Services	1.9

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FOR MORE INFORMATION CONTACT

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 Email: khyland@mfs.com

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

Bay County Voluntary Employees' Beneficiary Association Trust

Growth Equity



Sectors (%)	Portfolio	Benchmark^^
Technology	29.9	33.2
Health Care	12.4	13.4
Financial Services	11.1	7.7
Special Products & Services	10.9	6.1
Retailing	9.5	11.6
Leisure	9.0	6.5
Industrial Goods & Services	4.5	8.0
Consumer Staples	3.6	4.7
Autos & Housing	2.7	1.9
Transportation	2.0	2.8
Utilities & Communications	1.8	1.2
Energy	1.0	0.8
Basic Materials	-	2.0

1.8% 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.

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FOR MORE INFORMATION CONTACT

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Email: khyland@mfs.com

Thomas Shanley, Client Service Manager

Phone: 617-954-7492

Email: tshanley@mfs.com

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

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

Period	Portfolio gross	Portfolio net	Benchmark[^]	Excess^{^^}
July	1.93	1.88	2.94	-1.05
2Q 2018	6.63	6.48	5.76	0.72
1Q 2018	5.00	4.86	1.42	3.44
2018 YTD	14.13	13.75	10.40	3.35
1 year	23.96	23.26	22.84	0.41
Since client inception (30-Dec-15)	17.23	16.57	17.33	-0.76

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 (%)

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MFS Institutional Advisors, Inc.

				31016
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Bay County Employees' VEBA

CAPIS Account: 10250

Settlement Month Ending: 7/31/2018

TOTAL COMMISSION

COMMISSION ALLOCATION

	<u>TOTAL COMMISSION</u>		<u>COMMISSION ALLOCATION</u>			
	<u>July</u>	<u>YTD</u>	<u>Execution</u>		<u>Recapture</u>	
			<u>July</u>	<u>YTD</u>	<u>July</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 7/31/2018	\$ 0.00

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

TOTAL EARNINGS	\$913.79
LESS TOTAL REBATE	\$883.10
TOTAL GROSS	\$30.69
LESS BANK FEE	\$7.55
TOTAL NET EARNINGS	\$23.14



CLIENT EARNINGS REPORT

For the Period
7/1/2018 To 7/31/2018

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: 1055082335

G0408V102 07/10/2018	AON PLC								
		797	146.00	116,362.00	07/10/2018	1.9100	2.01781	6.17	6.52
									Total Earnings 6.52
									Less Total Rebate 6.17
Sett Code	Coll Code	Broker	DTC ID	Loan ID	Closed Date	Less Bank Fee at	25.000		0.09
DTC	USD	Citigroup Global Markets Inc	418	95276	07/11/2018	Net Earnings			0.26

571903202 07/17/2018	MARRIOTT INTERNATIONAL -CL A								
		680	134.00	91,120.00	07/17/2018	1.8100	2.04543	4.58	5.18
		680	134.00	91,120.00	07/18/2018	1.8100	2.03803	4.58	5.16
		680	136.00	92,480.00	07/19/2018	1.8100	2.03615	4.65	5.23
		680	136.00	92,480.00	07/20/2018	1.8100	2.01559	4.65	5.18
		680	136.00	92,480.00	07/21/2018	1.8100	2.01559	4.65	5.18
		680	136.00	92,480.00	07/22/2018	1.8100	2.01559	4.65	5.18
									Total Earnings 31.11
									Less Total Rebate 27.76
Sett Code	Coll Code	Broker	DTC ID	Loan ID	Closed Date	Less Bank Fee at	25.000		0.82
DTC	USD	Citigroup Global Markets Inc	418	95937	07/23/2018	Net Earnings			2.53

79466L302 07/11/2018	SALESFORCE.COM INC								
		1,744	146.00	254,624.00	07/11/2018	1.8100	2.03152	12.80	14.37
		960	149.00	143,040.00	07/12/2018	1.8100	2.02191	7.19	8.03
		960	152.00	145,920.00	07/13/2018	1.8100	2.02310	7.34	8.20
		960	152.00	145,920.00	07/14/2018	1.8100	2.02310	7.34	8.20
		960	152.00	145,920.00	07/15/2018	1.8100	2.02310	7.34	8.20
		960	151.00	144,960.00	07/16/2018	1.8100	2.02009	7.29	8.13
									Total Earnings 55.13
									Less Total Rebate 49.30
Sett Code	Coll Code	Broker	DTC ID	Loan ID	Closed Date	Less Bank Fee at	25.000		1.44
DTC	USD	Citigroup Global Markets Inc	418	95375	07/17/2018	Net Earnings			4.39

Account : 1055082335

Total Earnings	92.76
Less Total Rebate	83.23
Total Gross	9.53
Less Bank Fee at 25	2.35
Net Earnings	7.18

For the Period
7/1/2018 To 7/31/2018

BAY COUNTY VEBA TRUST

Sec ID	Description	Quantity	Contract Price	Contract Value	Date	Reb/Prem Rate	Mny Mkt Rate	Reb/Prem Due	Earnings Due
Account: 1055082344									
912810RT7	US TREASURY N/B								
07/06/2018	2.250, 08/15/2046								
		125,000	89.38	111,718.75	07/06/2018	2.0200	1.99895	6.27	6.20
		125,000	89.38	111,718.75	07/07/2018	2.0200	1.99895	6.27	6.20
		125,000	89.38	111,718.75	07/08/2018	2.0200	1.99896	6.27	6.20
		125,000	89.38	111,718.75	07/09/2018	1.9800	1.99002	6.14	6.18
		125,000	89.38	111,718.75	07/10/2018	1.9800	2.01781	6.14	6.26
		125,000	89.38	111,718.75	07/11/2018	1.9700	2.03152	6.11	6.30
		125,000	89.38	111,718.75	07/12/2018	1.9800	2.02191	6.14	6.27
		125,000	89.38	111,718.75	07/13/2018	1.9800	2.02310	6.14	6.28
		125,000	89.38	111,718.75	07/14/2018	1.9800	2.02310	6.14	6.28
		125,000	89.38	111,718.75	07/15/2018	1.9800	2.02310	6.14	6.28
		125,000	89.38	111,718.75	07/16/2018	2.0500	2.02009	6.36	6.27
		125,000	89.38	111,718.75	07/17/2018	2.0200	2.04543	6.27	6.35
		125,000	89.38	111,718.75	07/18/2018	1.9800	2.03803	6.14	6.32
		125,000	89.38	111,718.75	07/19/2018	1.9900	2.03615	6.18	6.32
		125,000	89.38	111,718.75	07/20/2018	1.9800	2.01559	6.14	6.25
		125,000	89.38	111,718.75	07/21/2018	1.9800	2.01559	6.14	6.25
		125,000	89.38	111,718.75	07/22/2018	1.9800	2.01559	6.14	6.25
		125,000	89.38	111,718.75	07/23/2018	1.9700	2.03071	6.11	6.30
		125,000	86.88	108,593.75	07/24/2018	1.9900	2.04347	6.00	6.16
		125,000	86.88	108,593.75	07/25/2018	1.9700	2.04731	5.94	6.18
		125,000	86.88	108,593.75	07/26/2018	2.0100	2.03901	6.06	6.15
		125,000	86.88	108,593.75	07/27/2018	1.9800	2.04314	5.97	6.16
		125,000	86.88	108,593.75	07/28/2018	1.9800	2.03554	5.97	6.14
		125,000	86.88	108,593.75	07/29/2018	1.9800	2.03554	5.97	6.14
		125,000	86.88	108,593.75	07/30/2018	1.9700	2.04680	5.94	6.17
		125,000	86.88	108,593.75	07/31/2018	2.0300	2.04569	6.12	6.17
Total Earnings									162.03
Less Total Rebate									159.21
Sett Code	Coll Code	Broker	DTC ID	Loan ID	Closed Date	Less Bank Fee at	25.000		0.68
FBE	USD	Citigroup Global Markets Inc	418	94958		Net Earnings			2.14

912810RZ3	US TREASURY N/B								
07/27/2018	2.750, 11/15/2047								
		432,000	95.75	413,640.00	07/27/2018	1.9800	2.04314	22.75	23.48
		432,000	95.75	413,640.00	07/28/2018	1.9800	2.03554	22.75	23.39
		432,000	95.75	413,640.00	07/29/2018	1.9800	2.03554	22.75	23.39
		432,000	95.75	413,640.00	07/30/2018	1.9700	2.04680	22.64	23.52
		432,000	95.75	413,640.00	07/31/2018	2.0300	2.04569	23.32	23.50



CLIENT EARNINGS REPORT

For the Period
7/1/2018 To 7/31/2018

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
						Total Earnings			117.28
						Less Total Rebate			114.21
Sett Code	Coll Code	Broker		DTC ID	Loan ID	Closed Date	Less Bank Fee at	25.000	0.76
FBE	USD	Citigroup Global Markets Inc		418	96807	08/03/2018	Net Earnings		2.31
9128283F5	US TREASURY N/B								
07/20/2018	2.250, 11/15/2027								
		249,000	97.38	242,463.75	07/20/2018	1.9800	2.01559	13.34	13.58
		249,000	97.38	242,463.75	07/21/2018	1.9800	2.01559	13.34	13.58
		249,000	97.38	242,463.75	07/22/2018	1.9800	2.01559	13.34	13.58
		249,000	97.38	242,463.75	07/23/2018	1.9700	2.03071	13.27	13.68
		249,000	96.63	240,596.25	07/24/2018	1.9900	2.04347	13.30	13.66
		249,000	96.63	240,596.25	07/25/2018	1.9700	2.04731	13.17	13.68
		249,000	96.63	240,596.25	07/26/2018	2.0100	2.03901	13.43	13.63
		249,000	96.63	240,596.25	07/27/2018	1.9800	2.04314	13.23	13.65
		249,000	96.63	240,596.25	07/28/2018	1.9800	2.03554	13.23	13.60
		249,000	96.63	240,596.25	07/29/2018	1.9800	2.03554	13.23	13.60
		249,000	96.63	240,596.25	07/30/2018	1.9700	2.04680	13.17	13.68
		249,000	96.63	240,596.25	07/31/2018	2.0300	2.04569	13.57	13.67
						Total Earnings			163.59
						Less Total Rebate			159.62
Sett Code	Coll Code	Broker		DTC ID	Loan ID	Closed Date	Less Bank Fee at	25.000	0.98
FBE	USD	Citigroup Global Markets Inc		418	96268		Net Earnings		2.99
9128283V0	US TREASURY N/B								
07/27/2018	2.500, 01/31/2025								
		300,000	100.75	302,250.00	07/27/2018	1.9800	2.04314	16.62	17.15
		300,000	100.75	302,250.00	07/28/2018	1.9800	2.03554	16.62	17.09
		300,000	100.75	302,250.00	07/29/2018	1.9800	2.03554	16.62	17.09
		300,000	100.75	302,250.00	07/30/2018	1.9700	2.04680	16.54	17.18
		300,000	100.75	302,250.00	07/31/2018	2.0300	2.04569	17.04	17.18
						Total Earnings			85.69
						Less Total Rebate			83.44
Sett Code	Coll Code	Broker		DTC ID	Loan ID	Closed Date	Less Bank Fee at	25.000	0.56
FBE	USD	Citigroup Global Markets Inc		418	96799		Net Earnings		1.69
9128283W8	US TREASURY N/B								
07/20/2018	2.750, 02/15/2028								



CLIENT EARNINGS REPORT

For the Period
7/1/2018 To 7/31/2018

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
		199,000	102.38	203,726.25	07/20/2018	1.9800	2.01559	11.20	11.41
		199,000	102.38	203,726.25	07/21/2018	1.9800	2.01559	11.20	11.41
		199,000	102.38	203,726.25	07/22/2018	1.9800	2.01559	11.20	11.41
		199,000	102.38	203,726.25	07/23/2018	1.9700	2.03071	11.15	11.49
		199,000	101.50	201,985.00	07/24/2018	1.9900	2.04347	11.17	11.47
		199,000	101.50	201,985.00	07/25/2018	1.9700	2.04731	11.05	11.49
		199,000	101.50	201,985.00	07/26/2018	2.0100	2.03901	11.28	11.44
		199,000	101.50	201,985.00	07/27/2018	1.9800	2.04314	11.11	11.46
		199,000	101.50	201,985.00	07/28/2018	1.9800	2.03554	11.11	11.42
		199,000	101.50	201,985.00	07/29/2018	1.9800	2.03554	11.11	11.42
		199,000	101.50	201,985.00	07/30/2018	1.9700	2.04680	11.05	11.48
		199,000	101.50	201,985.00	07/31/2018	2.0300	2.04569	11.39	11.48
Total Earnings									137.38
Less Total Rebate									134.02
Sett Code	Coll Code	Broker	DTC ID	Loan ID	Closed Date	Less Bank Fee at	25.000		0.83
FBE	USD	Citigroup Global Markets Inc	418	96275		Net Earnings			2.53
9128284N7	US TREASURY N/B								
07/06/2018	2.875, 05/15/2028								
		31,000	102.75	31,852.50	07/06/2018	2.0200	1.99895	1.79	1.77
		31,000	102.75	31,852.50	07/07/2018	2.0200	1.99895	1.79	1.77
		31,000	102.75	31,852.50	07/08/2018	2.0200	1.99896	1.79	1.77
		31,000	102.75	31,852.50	07/09/2018	1.9800	1.99002	1.75	1.76
		31,000	102.75	31,852.50	07/10/2018	1.9800	2.01781	1.75	1.79
		31,000	102.75	31,852.50	07/11/2018	1.8500	2.03152	1.64	1.80
		31,000	102.75	31,852.50	07/12/2018	1.9100	2.02191	1.69	1.79
		31,000	102.75	31,852.50	07/13/2018	1.8700	2.02310	1.65	1.79
		31,000	102.75	31,852.50	07/14/2018	1.8700	2.02310	1.65	1.79
		31,000	102.75	31,852.50	07/15/2018	1.8700	2.02310	1.65	1.79
		31,000	102.75	31,852.50	07/16/2018	1.9800	2.02009	1.75	1.79
		52,000	102.75	53,430.00	07/17/2018	1.9500	2.04543	2.89	3.04
		52,000	102.75	53,430.00	07/18/2018	1.9200	2.03803	2.85	3.02
		52,000	102.75	53,430.00	07/19/2018	1.9300	2.03615	2.86	3.02
		52,000	102.75	53,430.00	07/20/2018	1.9000	2.01559	2.82	2.99
		52,000	102.75	53,430.00	07/21/2018	1.9000	2.01559	2.82	2.99
		52,000	102.75	53,430.00	07/22/2018	1.9000	2.01559	2.82	2.99
		52,000	102.75	53,430.00	07/23/2018	1.9000	2.03071	2.82	3.01
		52,000	101.88	52,975.00	07/24/2018	1.9200	2.04347	2.83	3.01
		52,000	101.88	52,975.00	07/25/2018	1.9100	2.04731	2.81	3.01
		52,000	101.88	52,975.00	07/26/2018	1.9500	2.03901	2.87	3.00
		52,000	101.88	52,975.00	07/27/2018	1.9100	2.04314	2.81	3.01
		52,000	101.88	52,975.00	07/28/2018	1.9100	2.03554	2.81	3.00
		52,000	101.88	52,975.00	07/29/2018	1.9100	2.03554	2.81	3.00
		52,000	101.88	52,975.00	07/30/2018	1.9100	2.04680	2.81	3.01



CLIENT EARNINGS REPORT

For the Period
7/1/2018 To 7/31/2018

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	
									Total Earnings	61.71
									Less Total Rebate	58.53
Sett Code	Coll Code	Broker		DTC ID	Loan ID	Closed Date		Less Bank Fee at	25.000	0.78
FBE	USD	Citigroup Global Markets Inc		418	94961	07/31/2018		Net Earnings		2.40
9128284N7	US TREASURY N/B									
07/27/2018	2.875, 05/15/2028									
		46,000	101.75	46,805.00	07/27/2018	1.9800	2.04314	2.57		2.66
		46,000	101.75	46,805.00	07/28/2018	1.9800	2.03554	2.57		2.65
		46,000	101.75	46,805.00	07/29/2018	1.9800	2.03554	2.57		2.65
		46,000	101.75	46,805.00	07/30/2018	1.9700	2.04680	2.56		2.66
									Total Earnings	10.62
									Less Total Rebate	10.27
Sett Code	Coll Code	Broker		DTC ID	Loan ID	Closed Date		Less Bank Fee at	25.000	0.08
FBE	USD	Citigroup Global Markets Inc		418	96791	07/31/2018		Net Earnings		0.27
912828XX3	US TREASURY N/B									
07/27/2018	2.000, 06/30/2024									
		300,000	97.25	291,750.00	07/27/2018	1.9800	2.04314	16.05		16.56
		300,000	97.25	291,750.00	07/28/2018	1.9800	2.03554	16.05		16.50
		300,000	97.25	291,750.00	07/29/2018	1.9800	2.03554	16.05		16.50
		300,000	97.25	291,750.00	07/30/2018	1.9700	2.04680	15.97		16.59
		300,000	97.25	291,750.00	07/31/2018	2.0300	2.04569	16.45		16.58
									Total Earnings	82.73
									Less Total Rebate	80.57
Sett Code	Coll Code	Broker		DTC ID	Loan ID	Closed Date		Less Bank Fee at	25.000	0.53
FBE	USD	Citigroup Global Markets Inc		418	96790			Net Earnings		1.63

Account : 1055082344

Total Earnings	821.03
Less Total Rebate	799.87
Total Gross	21.16
Less Bank Fee at 25	5.20
Net Earnings	15.96

Detailed Earnings Summary

Total Earnings :	\$913.79
Total Rebate Expense :	\$883.10
Total Gross :	\$30.69
Total Bank Fees :	\$7.55
Total Net Earnings :	\$23.14

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	-	-	-	(8,163.30)	-	8,163.30	0%
ER CONTR-HEALTH FUND	-	-	-	(45,485.01)	-	45,485.01	0%
ER CONTR-ROAD COMMISS.	-	-	-	(60,000.00)	-	60,000.00	0%
ER CONTR-LIBRARY	-	-	-	(18,000.00)	-	18,000.00	0%
ER CONTR-GOLF COURSE	-	-	-	(3,379.24)	-	3,379.24	0%
ER CONTR-GENERAL FUND	-	-	-	(274,269.65)	-	274,269.65	0%
ER CONTR-DWS	(90,000.00)	-	(90,000.00)	(50,354.66)	-	(39,645.34)	56%
ER CONTR-911 SERVICE	-	-	-	(30,424.95)	-	30,424.95	0%
ER CONTR-CHILD CARE	-	-	-	(29,465.63)	-	29,465.63	0%
ER CONTR-DIV ON AGING	-	-	-	(30,954.78)	-	30,954.78	0%
ER CONTR-RETIRE SYSTEM	-	-	-	(1,484.33)	-	1,484.33	0%
ER CONTR-GYPSY MOTH	-	-	-	(1,720.87)	-	1,720.87	0%
ER CONTR-HOME REHABIL.	-	-	-	(3.32)	-	3.32	0%
ER CONTR-100% TAX PYMT	-	-	-	(2,225.17)	-	2,225.17	0%
ER CONTR-MED CARE FAC.	(200,000.00)	-	(200,000.00)	(242,964.44)	-	42,964.44	121%
ER CONTR-SELF INSURANC	-	-	-	(321.91)	-	321.91	0%
ER CONTR-COMM.CORRECT.	-	-	-	(1,349.93)	-	1,349.93	0%
ER CONTR-F.O.C. FUND	-	-	-	(1,508.79)	-	1,508.79	0%
ER CONTR-HOUSING FUND	-	-	-	(3,750.88)	-	3,750.88	0%
ER CONTR-SOLDIER RELIE	-	-	-	-	-	-	0%
ER CONTRIB-LOCAL CFO TR	-	-	-	(401.15)	-	401.15	0%
ER CONTRIB-CONC PISTOL	-	-	-	(357.16)	-	357.16	0%
ER CONTR-SHERIFF DEPT	-	-	-	(116,138.03)	-	116,138.03	0%
Total RJ LOCAL UNIT CONTRIBUT	(290,000.00)	-	(290,000.00)	(922,723.20)	-	632,723.20	318%
INVESTMENT INTEREST/DIVIDENDS	(500,000.00)	-	(500,000.00)	(132,894.06)	-	(367,105.94)	27%
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	-	-	-	(4.22)	-	4.22	0%
Total RP INTEREST & RENTALS	(1,957,870.00)	-	(1,957,870.00)	(132,898.28)	-	(1,824,971.72)	7%
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	73,940.22	-	56,059.78	57%
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	12,000.00	-	4,000.00	75%
LOCAL TRAVEL MILEAGE	-	-	-	-	-	-	0%
EQUIPMENT RENTAL-COPY MACHINES	55.00	-	55.00	-	-	55.00	0%
INDIRECT COST EXPENSE	1,046.00	-	1,046.00	610.18	-	435.82	58%
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	3,189.40	-	810.60	80%
Total XL OTHER SERVICES AND C	511,820.00	-	511,820.00	89,739.80	-	422,080.20	18%
Revenue Total	(512,550.00)	-	(512,550.00)	(2,519,621.48)			
Expense Total	512,550.00	-	512,550.00	89,741.68			
Grand Total	-	-	-	(2,429,879.80)			

VEBA

Invoices Approved:

Aug-18

Invoice Date	Vendor	Amount	Description
7/20/2018	ANDCO CONSULTING	\$4,000.00	3Q 2018 CONSULTING FEES
7/9/2018	CS MCKEE	12,311.47	2Q 2018 FEES
7/17/2018	LOOMIS SAYLES	4273.87	2Q 2018 FEES
7/13/2018	MFS INVESTMENT	13,656.82	2Q 2018 FEES

2018 VEBA BUDGET PROPOSAL

ACCOUNTS	FOR:	2015	2016	2017	2018	2018	PCT		
7360	PUBLIC EMPLOYEE HEALTH C	ACTUALS	ACTUALS	ACTUALS	ACTUALS	BUDGET	PROJECTION	CHANGE	NOTES
73627401	40001 FUND BALANCE	-	-	-	-	-	-		
73627401	40004 NET ASSETS - RESERVES	-	-	-	-	3,204,320.00	3,204,320.00	0%	
73627401	59401 ER CONTR-BEHAVE.HEALTH	-	-	-	-	-	-	0%	
73627401	59402 ER CONTR-MOSQUITO CONT	-	-	(4,074.28)	(8,163.30)	-	(12,244.95)		
73627401	59403 ER CONTR-HEALTH FUND	-	-	(181,431.75)	(45,485.01)	-	(68,227.52)		
73627401	59404 ER CONTR-ROAD COMMISS.	-	-	-	(60,000.00)	-	(360,000.00)		
73627401	59406 ER CONTR-LIBRARY	(48,000.00)	(48,000.00)	(25,000.00)	(18,000.00)	-	(72,000.00)		
73627401	59407 ER CONTR-GOLF COURSE	-	-	(4,360.68)	(3,379.24)	-	(5,068.86)		
73627401	59408 ER CONTR-GENERAL FUND	-	-	(754,647.83)	(274,269.65)	-	(411,404.48)		
73627401	59409 ER CONTR-DWS	(35,294.45)	(93,195.34)	(98,760.51)	(50,354.66)	(90,000.00)	(90,000.00)	0%	
73627401	59410 ER CONTR-911 SERVICE	-	-	(55,666.20)	(30,424.95)	-	(45,637.43)		
73627401	59411 ER CONTR-CHILD CARE	-	-	(45,013.97)	(29,465.63)	-	(44,198.45)		
73627401	59412 ER CONTR-DIV ON AGING	-	-	(77,231.67)	(30,954.78)	-	(46,432.17)		
73627401	59413 ER CONTR-RETIRE SYSTEM	-	-	-	(1,484.33)	-	(2,226.50)		
73627401	59415 ER CONTR-GYPSY MOTH	-	-	-	(1,720.87)	-	(2,581.31)		
73627401	59416 ER CONTR-HOME REHABIL.	-	-	-	(3.32)	-	-		No longer an account
73627401	59418 ER CONTR-100% TAX PYMT	-	-	-	(2,225.17)	-	(3,337.76)		
73627401	59419 ER CONTR-MED CARE FAC.	(254,267.93)	(228,188.29)	(174,686.22)	(242,964.44)	(200,000.00)	(485,928.88)	143%	
73627401	59424 ER CONTR-SELF INSURANC	-	-	-	(321.91)	-	(482.87)		
73627401	59427 ER CONTR-COMM.CORRECT.	-	-	-	(1,349.93)	-	(2,024.90)		
73627401	59429 ER CONTR-F.O.C. FUND	-	-	-	(1,508.79)	-	(2,263.19)		
73627401	59430 ER CONTR-HOUSING FUND	-	-	(28,868.25)	(3,750.88)	-	(5,626.32)		
73627401	59433 ER CONTR-SOLDIER RELIE	-	-	-	-	-	-		
73627401	59434 ER CONTRIB-LOCAL CFO TR	-	-	-	(401.15)	-	(601.73)		
73627401	59435 ER CONTRIB-CONC PISTOL	-	-	-	(357.16)	-	(535.74)		
73627401	59499 ER CONTR-SHERIFF DEPT	-	-	(293,444.44)	(116,138.03)	-	(174,207.05)		
73627401	66400 INVESTMENT INTEREST/DIVIDENDS	(714,543.95)	(1,235,073.86)	(804,964.25)	(512.20)	(500,000.00)	(500,000.00)	0%	
73627401	66500 GAIN ON SALE OF INVESTMENTS	(2,919,199.63)	(1,321,279.70)	(4,378,321.22)	-	(1,457,870.00)	(1,500,000.00)	3%	
73627401	66501 UNREALIZED GAIN ON INVESTMENTS	-	(1,576,427.40)	(2,300,748.78)	-	-	-		
73627401	66600 SECURITIES LENDING EARNINGS	(894.20)	15,924.97	(1,434.59)	(137.62)	-	(288.00)		
73627401	67104 MISCELLANOUS REVENUES	-	-	-	-	-	-		
73627401	69000 COMMISSION RECAPTURE	(8,037.09)	(63.25)	-	-	(5,000.00)	(5,000.00)	0%	
73627401	69901 TRANSFERS IN FROM GENERAL FUND	-	-	-	(1,464,000.00)	(1,464,000.00)	-	-100%	
73627401	71000 PER DIEM	-	-	-	-	360.00	360.00	0%	
73627401	71601 RETIREES HEALTH INS-GENERAL GP	-	-	1,444,739.07	-	-	-		

2018 VEBA BUDGET PROPOSAL

ACCOUNTS	FOR:	2015	2016	2017	2018	2018		PCT	
7360	PUBLIC EMPLOYEE HEALTH C	ACTUALS	ACTUALS	ACTUALS	ACTUALS	BUDGET	PROJECTION	CHANGE	NOTES
73627401	72700 OFFICE SUPPLIES	-	-	-	-	100.00	100.00	0%	
73627401	72800 PRINTING AND BINDING	-	-	-	-	150.00	150.00	0%	
73627401	72900 POSTAGE	4.34	-	49.64	1.88	70.00	70.00	0%	
73627401	75100 COMPUTER SUPPLIES	-	-	-	-	50.00	50.00	0%	
73627401	80100 PROFESSIONAL SERVICES	106,610.38	92,984.99	95,453.62	73,940.22	130,000.00	130,000.00	0%	
73627401	80101 ACTUARIAL SERVICES	39,300.00	1,975.00	44,330.00	-	719.00	45,000.00	6159%	VEBA Valuation
73627401	81400 INVESTMENT/BANK SERVICE CHARGE	28,845.32	70,748.97	58,649.91	-	10,000.00	10,000.00	0%	
73627401	81700 LEGAL FEES	-	-	-	-	-	-		
73627401	81900 CONSULTANTS	14,500.00	16,000.00	16,000.00	12,000.00	16,000.00	16,000.00	0%	
73627401	86600 LOCAL TRAVEL MILEAGE	-	-	-	-	-	-		
73627401	94601 EQUIPMENT RENTAL-COPY MACHINES	-	-	-	-	55.00	55.00	0%	
73627401	95600 INDIRECT COST EXPENSE	6,046.00	10,420.00	1,765.00	610.18	1,046.00	5,952.00	469%	Per Finance
73627401	96200 LOSS ON DISPOSAL OF ASSET	556,488.02	401,495.44	1,416,136.01	-	350,000.00	424,266.03	21%	
73627401	96201 UNREALIZED LOSS ON INVESTMENTS	2,904,643.41	-	-	-	-	-		
73627401	96500 INSURANCE AND BONDS	2,937.45	3,125.63	3,200.85	3,189.40	4,000.00	4,000.00	0%	
TOTAL	VEBA	(320,862.33)	(3,889,552.84)	(6,148,330.54)	(2,297,631.34)	-	4.98		
TOTAL	REVENUES	(3,980,237.25)	(4,486,302.87)	(9,228,654.64)	(2,387,373.02)	(512,550.00)	(635,998.05)		
TOTAL	EXPENSES	3,659,374.92	596,750.03	3,080,324.10	89,741.68	512,550.00	636,003.03		
GRAND	TOTAL	(320,862.33)	(3,889,552.84)	(6,148,330.54)	(2,297,631.34)	-	4.98		

2019 VEBA PROPOSED BUDGET- INDIRECT COSTS

(2019 Indirect is based on 2017 Activity)

Allocated Department	2018 Budget	2019 Budget	Increase / (Decrease)	Allocation Basis
Building Depreciation	\$ -	\$ -	\$ -	- Assigned Square Footage by benefiting Department
County Commission	\$ 158	\$ 156	\$ (2)	(2) Annual Audit - Number of Acctg Transactions by Dept.
Accounting / Finance	\$ 1,176	\$ 2,750	\$ 1,574	Number of Accounting Transaction by Department - Part-Time Acct + Dir. Time
Payroll	\$ 1,416	\$ -	\$ (1,416)	Average Number of Employees by Benefiting Dept.
Budget	\$ 331	\$ 506	\$ 175	Number of Budget, A/P, and Acctg Transactions by Department
Administrative Services	\$ -	\$ -	\$ -	- Average Number of FTE's by benefiting Department
Information Services	\$ -	\$ -	\$ -	- Number of Work Orders and Devices by benefiting Dept.
Financial System - MUNIS	\$ 185	\$ 367	\$ 182	Number of Accounting Transaction by Department
Purchasing	\$ -	\$ -	\$ -	- Number of Purchase Orders issued by Department
Treasurer	\$ 56	\$ 600	\$ 544	Number of Cash Receipts and Banking Transactions by Dept.
Building & Grounds	\$ -	\$ -	\$ -	- Assigned Square Footage by benefiting Department
Corporation Counsel	\$ -	\$ -	\$ -	- Dollar Amount of Staff Attorney Wages & Legal Fees by Dept.
Personnel	\$ -	\$ -	\$ -	- Average Number of FTE's & Union FTE's by benefiting Dept.
Print / Postage - Mail Room	\$ -	\$ 21	\$ 21	Number of print jobs and dollar amount of postage by Benefiting Department
Risk Management	\$ -	\$ -	\$ -	- Insurances - Avg. Number of FTE's, and Assigned Square Footage by Dept.
Wellness Program	\$ -	\$ -	\$ -	- Average Number of FTE's by benefiting Department
Retiree Insurance	\$ -	\$ -	\$ -	- Dollar Amount of Health & Life Ins. And amount of Wages by Dept.
TOTAL ALLOCATED COSTS	\$ 3,322	\$ 4,400	\$ 1,078	
Roll Forwards (Prior Period Adj)	\$ (2,276)	\$ 1,552	\$ 3,828	Smoothing effect from year to year if something major happens
TOTAL INDIRECT COSTS	\$ 1,046	\$ 5,952	\$ 4,906	

Total Allocated for 2018 is .0001% of \$6,763,037 Bay County Total Allocated Costs

Total Allocated for 2019 is .0008% of \$6,725,772 Bay County Total Allocated Costs

2017 Activity

RFP Process - Custodian Bank

Implementation of a New Custodian Bank

New staff member in Finance responsible for Retirement Reporting

Market Value of Assets Discussions