

BAY COUNTY VOLUNTARY EMPLOYEES' BENEFICIARY ASSOCIATION

AGENDA

TUESDAY, FEBRUARY 10, 2015

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

COMMISSIONERS CHAMBERS

515 CENTER AVENUE - 4<sup>TH</sup> FLOOR

BAY CITY, MI 48708

PAGE	I.	CALL TO ORDER
	II.	ROLL CALL
	III.	MINUTES
1 - 7 .....	1.	JANUARY 13, 2015
	IV.	PUBLIC INPUT
	A.	THE BOGDAHN GROUP - 4 <sup>TH</sup> QUARTER REPORT
	B.	MONTHLY REPORTS - No. 2015 - 2
8 .....	1.	PORTFOLIO VALUE 1/01/15 - 1-31-2015
9 .....	2.	CHANGE IN BOOK AND MARKET VALUE - 12/31/2014
10 - 29 .....	3.	MONEY MANAGER REPORTS
	a.	ATALANTA SOSNOFF - PORTFOLIO ENDING 12/31/2014
	b.	C.S. MCKEE - PORTFOLIO ENDING 12/31/2014
30 - 34 .....	4.	RECAPTURE SERVICES
	a.	CAPIS - ENDING 12/31/2014
35 - 38 .....	5.	VEBA YTD BUDGET REPORT
39 .....	6.	APPROVED EXPENSES - 1/31/2015
	V.	ANNOUNCEMENTS
	A.	NEXT REGULAR MEETING - TUESDAY, MARCH 10, 2015 IMMEDIATELY FOLLOWING THE RETIREMENT BOARD OF TRUSTEES MEETING AT APPROXIMATELY 2:30 P.M. , COMMISSIONERS CHAMBERS, 515 CENTER AVENUE - 4 <sup>TH</sup> FLOOR, BAY CITY, MI 48708
	VI.	UNFINISHED BUSINESS
	VII.	NEW BUSINESS
	VIII.	MISCELLANEOUS BUSINESS
	IX.	ADJOURNMENT

**MINUTES** BAY COUNTY VOLUNTARY EMPLOYEES' BENEFICIARY ASSOCIATION (VEBA)  
JANUARY 13, 2015 MINUTES VEBA

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

The meeting of the Board of Trustees was held on January 13, 2015 at 2:54 p.m. in the Commission Chambers, 4<sup>th</sup> Floor, Bay County Building, 515 Center Avenue, Bay City, Michigan. Roll was taken.

**Trustees Present:** Chairperson Gray, Mr. Brzezinski, Mr. Coonan, Mr. Gromaski, Mr. Morse, Mr. Pett, Mr. Starkweather, and Ms. Goetz.

**Trustees Absent:** Mr. Herek.

**Also Present:**

Consultant: The Bogdahn Group: Howard Pohl and Peter Brown.  
Secretary/Finance Officer: Crystal Hebert  
Retirement Administrator: Rebecca Marsters  
Corporation Counsel: Shawna Walraven.

The meeting was called to order by Chairman, Steve Gray at 2:54 p.m.

MOTION 1: Moved, supported and carried to excuse Trustee Herek.

Chairman Gray turned the meeting over to Ms. Hebert for the election of officers. Ms. Hebert opened the floor to nominations for Chairman.

MOTION 2: Moved, and supported to nominate Steve Gray for the position of Chairperson of the VEBA.

Mr. Gray accepted.

MOTION 3: Moved, supported and carried to close the nominations and cast a unanimous ballot for Steve Gray to be Chairperson of the Voluntary Employees' Beneficiary Association (VEBA) Board for 2015.

Ms. Hebert asked for nominations for the position of Vice Chairperson.

MOTION 4: Moved and supported to nominate Richard Brzezinski for the position of Vice-Chairperson.

Mr. Brzezinski accepted .

MOTION 5: Moved, supported and carried to close the nominations and cast a unanimous ballot for Richard Brzezinski to be Vice-Chairperson of the Voluntary Employees' Beneficiary Association(VEBA) Board for 2015.

Ms. Hebert turned the meeting over to Chairperson Gray.

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JANUARY 13, 2015 MINUTES VEBA

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MOTION 6: Moved, supported and carried to approve the minutes, as printed, from the December 9, 2014 regular meeting.

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

Present today was Jacob Vehring, Regional Manager, Lord Abbett. A copy of his presentation was provided to Trustees, in advance, via the web.

Mr. Vehring stated the presentation was as of September 30, 2014, as the year-end numbers were unavailable for preparing the presentation for today's meeting. The portfolio was up 9.45%. We outperformed the mid cap value index to the Russell 2000 by about 200 basis points or 2% overall as well as they did trail the large caps overall. The Board has heard from other managers that large caps outperformed small caps over the last year. He stated what worked to their benefit last year as far regarding out performance was they were overweight inside of industrials and financials. That is still an outlook of what they see being a positive impact of the portfolio moving forward. What this portfolio is designed to do is to give you small and mid cap value type exposure, but most of them have lower beta or lower risk than the overall market. Looking at slide 5, since inception, they have been able to do just that. Compared to the Russell 2500, which is a small and mid cap index, the index overall as well as on the value side of the index, they have obviously out performed with much lower standard deviation or volatility than the overall index. They out performed last year relative to their benchmark. They think that this is a great place to be moving forward for 2015. I know you had the question of how oil is going to impact the market. He stated they think going forward for the next 12 months, they have more of a bias towards being in the domestic economy in the U.S. over national exposure and typically with small or mid cap companies they tend to be more U.S. centered as large cap companies tend to have more multinational arms. They believe the portfolio is well positioned. Right now the biggest overweights are still in industrials, financials, but not necessarily just banks. Banks are part of that, but more regional banks is where they are getting their exposure. Some of their other exposure comes from REITs and other different parts of the financial industry whether it be insurance companies, stuff like that. That gives a preliminary overview as far as what they are seeing in the strategy.

Trustee Coonan commented that they had outperformed the Russell by 200 basis points and asked if that was after fees or before fees.

Ms. Vehring: That is net of fees so that is including fees. The category of the index was 7.8% and our fund was up 9.45%. We were up just slightly less than 2% overall.

Mr. Pohl asked Mr. Vehring to comment on anything that might have hurt last year and what do you expect in terms of this year any change in focus or allocations.

**MINUTES BAY COUNTY VOLUNTARY EMPLOYEES' BENEFICIARY ASSOCIATION (VEBA)**  
**JANUARY 13, 2015 MINUTES VEBA**

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Mr. Vehring: Right now our biggest detractor last year would have been some of our exposure to financials as what you saw and concerns towards the second half of last year with the trade off of oil rating more trading off. Really our outlook for next year with some of the exposures we are trying to increase to mainly to be able to benefit from the consumer doing well. Really when you look at it, GDP is two-thirds of the U.S. Gross and domestic product is generated from the consumer. The consumer overall in the last quarter has gotten a significant pay raise. Essentially, everybody is doing better off. We think that is a very good boost over the U.S. economy. We are trying to kind of take advantage of names that should do well in that type of environment. So more consumer discretionary type whether it be restaurants. Typically, if individuals across America are better capitalized, they are likely to go out to eat more, travel more. They are going to do more consumer discretionary type things. That is something that we like as well as moving forward one of our biggest overweights right now is energy. Not necessarily because we think oil is going to rebound, but because there has been a lot of cohesion with a lot of trading off; a lot of the overall energy sectors have been down. As correlations start to die down, we think that there is definitely opportunities in energy. Not everybody is going to be hurt from the fall in oil prices. A few of the hits we think are a good opportunity moving forward.

Mr. Brzezinski: You talked a little bit about the financials being regional banks. I assume not the bigger ones like Bank of America or City banks. I see you have Comerica and PacWest listed here. Can you explain a little bit some of the other holdings?

Mr. Vehring explained he is not on the analyst side so he does not have the actual individual names, but he knows what they are trying to do is look for well capitalized regional banks that are in a position to be able to buy out other banks that are growing through mergers and acquisitions. I know that has been a benefit to a lot of things that they have been going through. It is a theme to continue going towards for this year. As far as individual names, I do not have those off the top of my head.

Mr. Brzezinski: So the type of bank would be, more Comerica or city banks?

Mr. Vehring stated it would not be the larger names you are familiar with. It would not be Wells Fargo or Bank of America. It would be Fifth Third, Comerica. Banks that are not in a position to continue to expand.

Mr. Starkweather asked Mr. Vehring to review the investment philosophy and limitations that we place on you within contract and let Howard Pohl know in the next 90 days if there is anything within the parameters or changes for us to consider.

Mr. Coonan: What is the average time that you hold a company?

Mr. Vehring: They are all actively managed portfolios. There is not necessarily an average time frame. That would be more of a name by name specific type basis. Really the portfolio overall and what Lord Abett really

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JANUARY 13, 2015 MINUTES VEBA

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doing over the past two years inside of our equity portfolios is really a lot of risk parameters so as you are familiar pointing toward your question as far as risk controls or weighting getting too big. There is going to be between 80 and 110 securities in this portfolio at a given time. The likelihood would be we would never have an individual security come close to a weighting to what you are kind of speaking of is very unlikely. With how our portfolio is positioned, is every security that is analyzed in consideration for the portfolio has an actual target price involved and once that target price is achieved, we really do evaluate whether that is something we want to hold or move on to the next name where we think they're undervalued and some type of catalyst for growth in a short period of time. There would have to be a serious reason why we would hold on to a name. Right now our largest holding is about 2.9% of the portfolio. Once it achieves typically 5% across the board at Lord Abbett, there has to be a significant reason why we would have any more exposure to that individual name. There are a lot of risk parameters involved in the management of our equity discipline for you guys.

MOTION 7: Moved, supported and carried to receive the report from Lord Abbett.

RES. 2015-1:

Moved, supported and carried to adopt resolution 2015-1 to receive the monthly reports Portfolio Value ending 12/31/14, Monthly Change in Book and Market Value ending 10/30/14 and 11/30/14, C.S. McKee performance report ending 11/30/14, Capis Recapture services ending 11/30/14, VEBA YTD Budget Report ending 1/6/2015, and Approved Expenses Report ending 12/30/14.

MOTION 8: Moved, supported and carried to approve the Notice of Public Meetings 2015.

**ANNOUNCEMENTS:**

- A. Next regularly scheduled meeting will be Tuesday, February 10, 2015 immediately following the Retirement Board of Trustees Meeting at approximately 2:30 p.m. in Commissioner's Chambers, 515 Center Avenue - 4<sup>th</sup> Floor, Bay City, MI 48708.

**UNFINISHED BUSINESS:**

Ms. Walraven, Corporation Counsel, asked that the Board to consider Resolution 2015-2 for VEBA.

MOTION 9: Moved, supported and carried to approve Resolution 2015-2 the Securities Litigation Policy and Resolution 2015-3 the Securities Lending Amendment and Addendum from BCERS for the VEBA.

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Ms. Hebert stated she had posed this question to Mr. Fumarolo from Northern Trust, but Mr. Fumarolo had not responded. Mr. Pohl, Consultant, The Bogdahn Group, suggested the Board adopt both of these policies so that the VEBA is exactly in sync with basic retirement plan. He stated if they could get the 70% etc on the Securities Lending just like on the other, that would be fine. Just have the same policies for both.

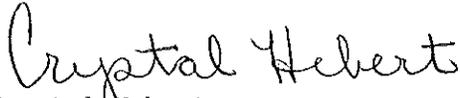
**NEW BUSINESS:**

**MISCELLANEOUS BUSINESS:** None

**ADJOURNMENT:**

MOTION 10. Moved, supported and carried to adjourn the meeting at  
3:14 p.m.

Respectfully submitted,



Crystal Hebert  
Finance Officer/Secretary

Transcribed by: Tracy Cederquist

**MEETING OF THE V.E.B.A. BOARD OF TRUSTEES COMMITTEE**  
JANUARY 13, 2014

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

MEETING CALLED TO ORDER BY: CHAIR STEVE GRAY AT 2:54 P.M.

**Motions**

TRUSTEE	1	2	3	4	5	6	7	8	9	10
BRZEZINSKI	Y	M	M	Y	Y	Y	S	M	Y	Y
COONAN	M	Y	Y	M	M	Y	Y	Y	Y	Y
GRAY	Y	Y	Y	Y	Y	Y	Y	Y	Y	Y
GROMASKI	Y	Y	Y	Y	Y	Y	M	Y	Y	Y
HEREK	E	E	E	E	E	E	E	E	E	E
MORSE	S	Y	Y	Y	Y	M	Y	S	Y	S
PETT	Y	Y	Y	Y	Y	S	Y	Y	S	M
STARKWEATHER	Y	S	S	S	S	Y	Y	Y	M	Y
GOETZ										

TRUSTEE	11	12	13	14	15	16	17	18	19	20
BRZEZINSKI										
COONAN										
GRAY										
GROMASKI										
HEREK										
MORSE										
PETT										
STARKWEATHER										
GOETZ										

CODE: M - MOVED; S - SUPPORTED; Y-YEA; N-NAY; A-ABSENT; E-EXCUSED

**MEETING OF THE **VEBA** BOARD OF TRUSTEES COMMITTEE**  
**JANUARY 13 , 2015**

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

MEETING CALLED TO ORDER BY: CHAIRPERSON STEVE GRAY 2:54 P.M.

**RESOLUTIONS**

<b>TRUSTEE</b>	<b>1</b>	<b>2</b>	<b>3</b>	<b>4</b>	<b>5</b>	<b>6</b>	<b>7</b>	<b>8</b>	<b>9</b>	<b>10</b>
BRZEZINSKI	Y									
COONAN	M									
GRAY	Y									
GROMASKI	Y									
HEREK	E									
MORSE	S									
PETT	Y									
STARKWEATHER	Y									
GOETZ	Y									

CODE: M - MOVED; S - SUPPORTED; Y-YEA; N-NAY; A-ABSENT; E-EXCUSED

**BAY COUNTY VOLUNTARY EMPLOYEES' BENEFICIARY ASSOCIATION  
02/10/2015  
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 - 1/1/15 - 1/31/15
2. CHANGE IN BOOK AND MARKET VALUE - 1/31/15
3. MONEY MANAGER REPORTS
  - a. ATALANTA SOSNOFF - ENDING 12/31/2014
  - b. C.S. MCKEE - ENDING 12/31/2014
4. RECAPTURES SERVICES
  - a. CAPIS - SUMMARY ENDING 12/31/2014
5. VEBA YTD BUDGET REPORT - ENDING 1/31/15
9. APPROVED EXPENSES - ENDING 1/31/2015

STEVE GRAY, CHAIR  
AND BOARD

MONTHLY REPORTS

MOVED BY TRUSTEE \_\_\_\_\_

SUPPORTED BY TRUSTEE \_\_\_\_\_

TRUSTEE	Y	N	E	TRUSTEE	Y	N	E	TRUSTEE	Y	N	E
Steve Gray				Matthew Pett				Thomas Herek			
Richard Brzezinski				Jon Morse				Richard Gromaski			
Kim Coonan				Thomas Starkweather				Kristal Goetz			

Vote Totals:

Roll Call: Yeas \_\_\_\_\_ Nays \_\_\_\_\_ Excused \_\_\_\_\_

Voice: Yeas \_\_\_\_\_ Nays \_\_\_\_\_ Excused \_\_\_\_\_

Disposition: Adopted \_\_\_\_\_ Defeated \_\_\_\_\_ Withdrawn \_\_\_\_\_

Amended \_\_\_\_\_ Corrected \_\_\_\_\_ Referred \_\_\_\_\_

VEBA 2014	<u>DODGE &amp; COX</u> <small>no vendor number Mutual Fund Mgmt fee reported to S&amp;P 500 only managed equity deduct fee from portfolio</small>	<u>CASH</u>	<u>ATLANTA SOSNOFF</u>	<u>LORD ABBOTT</u> <small>no vendor number Mutual Fund Mgmt fee reported to separately managed equity deduct fee from portfolio</small>	<u>CS MCKEE</u>	<u>TOTAL</u>
VENDOR #			1061		3509	
JAN	8,624,917.69	260,504.63	8,456,565.40	6,452,745.50	14,059,158.47	37,963,629.69
FEB	9,076,362.62	258,241.26	8,877,365.53	6,695,438.53	14,134,680.76	39,242,278.70
MARCH	9,197,790.99	418,774.26	8,692,813.41	6,908,048.62	14,127,139.37	39,344,566.65
APRIL	9,150,145.14	508,094.62	8,648,704.52	6,623,268.04	14,226,810.93	39,355,023.45
MAY	9,336,681.11	509,769.68	8,933,837.05	6,876,618.40	14,364,670.16	40,021,906.60
JUNE	9,610,160.90	496,137.10	9,102,020.73	7,165,659.97	14,384,760.87	40,699,969.57
JULY	9,521,999.31	534,840.33	8,966,227.17	6,763,607.63	14,378,152.55	40,164,626.99
AUG	9,814,504.08	774,602.63	9,283,029.73	6,989,669.17	14,518,311.73	41,380,137.34
SEPT	9,699,493.56	184,934.82	9,172,457.65	6,703,947.22	15,055,667.63	40,626,500.88
OCT	9,069,719.41	184,935.32	8,589,168.91	6,342,844.75	15,201,350.47	39,997,993.86
NOV	9,927,571.02	172,875.34	9,503,527.99	7,158,944.74	15,293,707.48	42,051,626.57
DEC	9,914,157.81	176,850.38	9,503,477.41	7,231,235.99	15,315,318.59	42,141,049.18

ATLANTA SOSNOFF            LARGE CAP EQUITY  
CS MCKEE                    FIXED INCOME  
DODGE & COX                LARGE CAP EQUITY  
LORD ABBETT                SMALL M.O CAP EQUITY

	<u>DODGE &amp; COX</u>	<u>ATLANTA SOSNOFF</u>	<u>ABBOTT</u>	<u>CS MCKEE</u>	<u>TOTAL</u>
		VENDOR 1061		VENDOR 3509	
2014					
1ST QTR		16,433.00		10,598.09	27,031.09
2ND QTR		16,297.00		10,787.77	27,084.77
3RD QTR		17,066.00		11,288.36	28,354.36
4TH QTR		17,198.00			17,198.00
		66,994.00		32,674.22	99,668.22

VEBA 2015	<u>DODGE &amp; COX</u> <small>no vendor number Mutual Fund Mgmt fee reported to S&amp;P 500 only managed equity deduct fee from portfolio</small>	<u>CASH</u>	<u>ATLANTA SOSNOFF</u>	<u>LORD ABBOTT</u> <small>no vendor number Mutual Fund Mgmt fee reported to separately managed equity deduct fee from portfolio</small>	<u>CS MCKEE</u>	<u>TOTAL</u>
VENDOR #			1061		3509	
JAN	9,372,807.82	242,295.57	9,238,500.71	7,037,168.25	15,638,042.35	41,528,814.70
FEB						0.00
MARCH						0.00
APRIL						0.00
MAY						0.00
JUNE						0.00
JULY						0.00
AUG						0.00
SEPT						0.00
OCT						0.00
NOV						0.00
DEC						0.00

ATLANTA SOSNOFF            LARGE CAP EQUITY  
CS MCKEE                    FIXED INCOME  
DODGE & COX                LARGE CAP EQUITY  
LORD ABBETT                SMALL M.O CAP EQUITY

	<u>DODGE &amp; COX</u>	<u>ATLANTA SOSNOFF</u>	<u>ABBOTT</u>	<u>CS MCKEE</u>	<u>TOTAL</u>
		VENDOR 1061		VENDOR 3509	
2015					
1ST QTR					0.00
2ND QTR					0.00
3RD QTR					0.00
4TH QTR					0.00

0.00

0.00

0.00

8

**Portfolio Statement**

01/15/14 - 12/31/14

Account Name: SAVINGS VEBAL CONSOLIDATED

◆ **Change in Book and Market Value**

	Cost	Market value	For more information
Opening balance	34,198,725.21	40,825,578.89	
Miscellaneous Cash Receipts	3,155.76	3,155.76	See funding & disbursement summary
Sponsor Contributions	13,725.20	13,725.20	See funding & disbursement summary
Total receipts	16,880.96	16,880.96	See funding & disbursement summary
Income received	142,485.33	142,485.33	See income & expense summary, cash activity detail
Expenses paid	- 35,028.00	- 35,028.00	See income & expense summary
Unrealized gain/loss change	0.00	- 58,866.23	See asset summary
Realized gain/loss	1,235,909.95	1,235,909.95	See realized gain/loss summary
Accrued income change	14,079.03	14,079.03	See income & expense summary
Closing balance	35,573,052.48	42,741,039.93	

# Atalanta Sosnoff

Capital, LLC • 101 Park Avenue, New York, NY 10178-0008 (212) 867-5000 Fax (212) 922-1820 [www.atalantasosnoff.com](http://www.atalantasosnoff.com)



• 1996 Andy Warhol

January 2, 2015

Ms. Rebecca Marsters  
Retirement Administrator  
Bay County Voluntary Employees' Beneficiary Association  
Bay County Building  
515 Center Ave., Suite 706  
Bay City, MI 48708-5128

Dear Ms. Marsters:

Normally, in a strong equity market, 2013, for example, we exceed our benchmarks, but this past year we trailed. We did reach a high single digit equity return, but didn't keep pace in the fourth quarter. December was a good relative month.

Our equity portfolio is strategically positioned for an unfolding setting of minimal inflation, stronger GDP momentum, still historically low interest rates and healthy corporate operating profit margins. Despite disarray in the energy sector and Euroland still unfolding, we expect the S&P 500 Index to post earnings approximating \$130 a share. The corporate sector profits from low debt service costs and minimal increases in wages and salaries.

Corporate liquidity has never been healthier. Plenty of free cash flow, flattish capital spending and rising net current asset ratios. The same goes for the federal government. Debt service expense is minimal while rising tax receipts suggest the deficit relative to GDP comes in well under 3%. This is a very respectable ratio. It impacts the dollar which should wax stronger for years to come relative to the euro.

With rising production from shale oil reserves, the country is nearly energy independent and will become a net exporter in coming years. The Saudis comprehend this dynamic, trying to strangle our shale oil baby in its crib, but they won't succeed in the long term. We already contain the rail tank car capacity and interconnecting pipelines to carry oil to every major market domestically and for export, too.

Geopolitical implications of \$50 oil, at least near-term, foretell deep deficits not only for Russia, Iran, Venezuela, but even Saudi Arabia. The ruble has been destroyed, meaning imports from Euroland will be minimal. Western Europe remains in an economic funk, its leaders afraid of pump priming deficits. But, interest rates already are at zero or below. Japan is another example of central bank fatuousness stretching over 20 years and still counting. Fortunately, our economy can prosper from strong domestic consumer spending. Look at the auto sector.

Our strong currency prevails in a low interest rate environment. Even if the FRB raises money market rates by 100 basis points and 30-year Treasuries move from 2.7% to 4%, you'd have to construe this scenario as historically a benign setting for equities. We see no rationale for a spiking yield curve.

The price-earnings ratio for the S&P 500 holds above the mid-teens level. Currently, the market sells at 16 times our earning projection of \$130 a share for 2015, recognizing the obvious: Low interest rates, minimal inflation and rising corporate earnings. The only question in our minds is whether the market has fully discounted the obvious realities. Probably not.

Neither the FRB or the consensus of a trainload of economists projects GDP growing more than 3% in 2015. But, GDP rarely grows at what is considered its normal pace. Usually, it's much more or much less. Few catch inflection points. We're in the "much more" camp this year, looking for 4% growth. The backup is strong personal consumption spending based on the dividend from \$2.50 gasoline. For the group in work boots traveling 30 miles daily in their pickup trucks, the weekly dividend looks like 40 bucks or more.

Retailing should have a good year. We're assuming little or no pickup in housing starts and capital spending, but inflection points could be close at hand. Capacity utilization numbers for the country won't remain under 80% forever. Meanwhile, low mortgage rates remain another historic bargain that can help qualify prospective home buyers. We'll see.

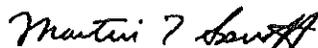
How have we translated all these macro issues into portfolio implementation? First off, we hold pretty fully invested. Sector concentration is fairly aggressive. Over-all the portfolio anticipates stronger economic growth. We're heavy in biotechnology stocks as well as healthcare providers and distributors. Financials find us overconcentrated, specifically in credit card purveyors and insurance underwriters like Allstate.

In terms of our budget deficit and the cost of carrying same, the country never looked so solid in 20 years. No extravagancies in consumer debt and mortgages, as yet. Wall Street stands properly chastised (by \$50 billion) while consumer confidence waxes buoyant. Corporate liquidity remains flush and the cost of financing even for BB credits is historically low as it keys off Treasuries. The Fed is on hold, maybe for longer. Read between the lines. With minimal capital in the energy sector, we're bullish elsewhere. Healthcare, retailing, banks and internet purveyors are overweighted. We remain equally weighted in industrials with the accent on aerospace properties and rails. There's no earnings leverage in consumer staples where we hold minimally invested. Conversely, in the consumer discretionary space we are heavy, specifically in retailing and media properties.

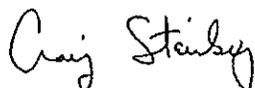
Finally, in technology, equally weighted, the accent is on lower valuation properties like Apple, Hewlett-Packard, Microsoft and Micron. Exceptions are Facebook, Google, and Alibaba.

The storm clouds in Europe and elsewhere can be weathered by the USA. If reasonably accurate on how our economic setting unfolds with relatively benign Federal Reserve policy emphasis, our pro-cyclical construct should prevail and result in good absolute and comparative benchmark performance.

With all good wishes,



Martin T. Sosnoff



Craig B. Steinberg

**ATALANTA SOSNOFF CAPITAL, LLC  
ATALANTA SOSNOFF MANAGEMENT, LLC**

**PRIVACY POLICY DISCLOSURE**

December 31, 2014

Thank you for your decision to invest with us. Your privacy is very important to us. The following constitutes a summary of our policies regarding disclosure of nonpublic personal information that you provide to us or that we collect from other sources.

**Categories of Information We Collect**

We may collect the following nonpublic personal information about you:

- Information we receive from you on applications or other forms, correspondence, or conversations, including, but not limited to, your name, address, phone number, social security number, assets, income and date of birth; and
- Information about your transactions with us, our affiliates, or others, including, but not limited to, your account number and balance, payment history, parties to transactions, cost basis information, and other financial information.

**Categories of Information We Disclose and Parties to Whom We Disclose**

We do not disclose any nonpublic personal information about our current or former clients or customers to nonaffiliated third parties, except as required or permitted by law.

**Custodian/Broker Exception**

We are permitted by law to disclose all of the information we collect, as described above, to executing brokers and your custodian to process and settle your transactions.

**Confidentiality and Security**

We restrict access to your nonpublic personal information to those persons who require such information to provide products or services which you have requested. We maintain physical, electronic, and procedural safeguards that comply with federal standards to guard your nonpublic personal information.

**Intermediaries**

Because we do not act as a custodian or broker, the privacy policy of the financial intermediary such as your custodian or executing broker would govern how your nonpublic personal information under its control would be shared with nonaffiliated third parties. We are seeking to extend our privacy policy, where possible by contract, to such financial intermediary to restrict the use of your non-public personal information.

**BAY COUNTY VOLUNTARY EMPLOYEES' BENEFICIARY ASSOCIATION**

**PERFORMANCE STATISTICS**

	<b>Three Months Ended Dec. 31, 2014</b>	<b>Twelve Months Ended Dec. 31, 2014</b>	<b>Five Years Annualized Dec. 31, 2014</b>	<b>Inception June 9, 2009 to Dec. 31, 2014</b>	
				<b>Total Return</b>	<b>Annualized Rate of Return</b>
<b>TOTAL</b>	<b>+3.61%</b>	<b>+8.43%</b>	<b>+11.09%</b>	<b>+95.01%</b>	<b>+12.76%</b>
Composite Index (1)	+4.79%	+13.06%	+15.27%	+135.48%	+16.65%
<b>EQUITY</b>	<b>+3.76%</b>	<b>+8.84%</b>	<b>+10.87%</b>	<b>+101.62%</b>	<b>+13.44%</b>
Russell 1000 Growth Index	+4.79%	+13.06%	+15.81%	+152.07%	+18.08%
Russell 1000 Growth Index + 1.00%	+5.00%	+14.06%	+16.81%	+164.17%	+19.08%

(1) 65% RUSSELL 1000 GROWTH / 35% BC AGGREGATE BOND thru 01/20/12 ~ 100% RUSSELL 1000 GROWTH forward

ACCOUNT 49766 BAY COUNTY VOLUNTARY EMPLOYEES' BENEFICIARY  
ASSOCIATION  
MAXIMUM/STANDARD EQUITY: 100%  
PM: 100% RUSSELL 1000 GROWTH + 1%

December 31, 2014

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The portfolio above should be compared to your custodial statement.

Atlanta Sosnoff

SUMMARY OF INVESTMENTS

	<u>COST</u>	<u>MARKET VALUE</u>	<u>% OF PORT.</u>	<u>EST. ANNUAL INCOME</u>	<u>CURRENT YIELD</u>
CASH AND EQUIVALENTS	437,677	437,677	4.6	853	0.19
COMMON STOCK	7,480,353	9,065,793	95.4	122,547	1.35
<b>TOTAL PORTFOLIO</b>	<b>7,918,030</b>	<b>9,503,470</b>	<b>100.0</b>	<b>123,400</b>	<b>1.30</b>

INDUSTRY ANALYSIS OF EQUITIES

	<u>MARKET VALUE</u>	<u>% OF EQUITY</u>	<u>EST. ANNUAL INCOME</u>	<u>CURRENT YIELD</u>
MATERIALS	295,330	3.3	8,163	2.76
INDUSTRIALS	895,468	9.9	15,534	1.73
CONSUMER DISCRETIONARY	1,903,223	21.0	22,168	1.16
CONSUMER STAPLES	385,549	4.3	5,837	1.51
HEALTH CARE	1,879,516	20.7	18,697	0.99
FINANCIALS	1,466,512	16.2	18,785	1.28
INFORMATION TECHNOLOGY	1,827,626	20.2	21,343	1.17
TELECOM SERVICES	86,882	1.0	0	0.00
ENERGY	325,688	3.6	12,020	3.69
<b>TOTAL EQUITIES</b>	<b>9,065,793</b>	<b>100.0</b>	<b>122,547</b>	<b>1.35</b>

The portfolio above should be compared to your custodial statement.

Atlanta Sosnoff

PORTFOLIO HOLDINGS

Quantity	Security	% of Total	Unit Cost	Market Price	Total Cost	Market Value	Unrealized Gain/Loss	Current YTM
<b>CASH AND EQUIVALENTS</b>								
	Accrued Dividends	0.1			11,121	11,121	-	0.00
	CASH	4.5			426,556	426,556	-	0.20
		4.6			437,677	437,677	-	0.19
<b>COMMON STOCK</b>								
<b>MATERIALS</b>								
725	AIR PRODS & CHEMS INC	1.1	113.75	144.23	82,466	104,567	22,101	2.14
2,075	DOW CHEM CO	1.0	50.38	45.61	104,546	94,641	-9,905	3.68
1,300	DUPONT E I DE NEMOURS & CO	1.0	63.69	73.94	82,801	96,122	13,321	2.54
		3.1			269,813	295,330	25,517	2.76
<b>INDUSTRIALS</b>								
1,100	BOEING CO	1.5	113.97	129.98	125,367	142,978	17,611	2.80
1,400	CANADIAN PACIFIC RAILWAY LTD	2.8	145.44	192.69	203,615	269,766	66,151	0.73
1,000	HONEYWELL INTL INC	1.1	91.37	99.92	91,367	99,920	8,553	2.07
800	UNION PAC CORP	1.0	50.07	119.13	40,055	95,304	55,249	1.68
2,500	UNITED TECHNOLOGIES CORP	3.0	104.89	115.00	262,216	287,500	25,284	2.05
		9.4			722,620	895,468	172,848	1.73
<b>CONSUMER DISCRETIONARY</b>								
1,800	ALIBABA GROUP HLDG SPON ADR	2.0	108.41	103.94	195,136	187,092	-8,044	0.00
7,525	COMCAST CORP NEW CL A	4.6	47.82	58.01	359,858	436,525	76,667	1.55
2,300	DISNEY WALT CO	2.3	45.74	94.19	105,196	216,637	111,441	1.22
1,375	HOME DEPOT INC	1.5	39.83	104.97	54,771	144,334	89,563	1.79
2,200	MACY'S INC	1.5	59.55	65.75	131,008	144,650	13,642	1.90
48	PRICELINE GROUP, INC	0.6	1,204.60	1,140.21	57,821	54,730	-3,091	0.00
800	RALPH LAUREN CORP CL A	1.6	171.25	185.16	136,997	148,128	11,131	0.97
675	STARBUCKS CORP	0.6	73.92	82.05	49,898	55,384	5,486	1.56
1,675	TIME WARNER INC NEW	1.5	80.06	85.42	134,105	143,079	8,973	1.49
2,200	TJX COS INC NEW	1.6	61.86	68.58	136,095	150,876	14,781	1.02

The portfolio above should be compared to your custodial statement.

Atalanta Sosnoff

PORTFOLIO HOLDINGS

Quantity	Security	% of		Unit Cost	Market Price	Total Cost	Market Value	Unrealized Gain/Loss	Current YTM	
		Total	Total							
5.775	TWENTY-FIRST CENTURY FOX INC CLASS A	2.3		34.70	38.41	200,400	221,789	21,389	0.65	
20.0						1,561,285	1,903,223	341,938	1.16	
CONSUMER STAPLES										
275	CONSTELLATION BRANDS INC CL A	0.3		87.39	98.17	24,032	26,997	2,965	0.00	
3,250	CVS HEALTH CORP	3.3		61.05	96.31	198,426	313,008	114,582	1.45	
500	PROCTER & GAMBLE CO.	0.5		81.77	91.09	40,885	45,545	4,660	2.83	
4.1						263,343	385,549	122,206	1.51	
HEALTH CARE										
673	ACTAVIS PLC	1.8		251.12	257.41	169,003	173,237	4,234	0.00	
350	ALLERGAN INC	0.8		213.47	212.59	74,714	74,407	-308	0.09	
600	AMGEN INC	1.0		151.16	159.29	90,695	95,574	4,879	1.98	
530	BIOGEN IDEC INC	1.9		287.76	339.45	152,513	179,909	27,395	0.00	
474	CELGENE CORP	0.6		63.18	111.86	29,945	53,022	23,076	0.00	
1,525	GILEAD SCIENCES INC	1.5		45.44	94.26	69,303	143,747	74,444	0.00	
425	JOHNSON & JOHNSON	0.5		92.61	104.57	39,359	44,442	5,083	2.68	
1,497	MCKESSON CORP	3.3		175.67	207.58	262,979	310,747	47,768	0.46	
4,300	MEDTRONIC INC	3.3		63.52	72.20	273,155	310,460	37,305	1.69	
2,325	MERCK & CO INC NEW	1.4		57.34	56.79	133,317	132,037	-1,280	3.17	
1,675	TEVA PHARMACEUTICAL IND LTD ADR	1.0		57.32	57.51	96,010	96,329	320	2.00	
950	THERMO FISHER SCIENTIFIC INC	1.3		124.08	125.29	117,876	119,026	1,149	0.48	
1,450	UNITEDEALTH GROUP INC	1.5		97.50	101.09	141,378	146,581	5,203	1.48	
19.8						1,650,248	1,879,516	229,267	0.99	
FINANCIALS										
3,550	ALLSTATE CORP	2.6		49.89	70.25	177,109	249,388	72,278	1.59	
2,000	AMERICAN EXPRESS CO	2.0		68.21	93.04	136,425	186,080	49,655	1.12	
2,075	AMERICAN TOWER CORP REIT	2.2		74.74	98.85	155,077	205,114	50,037	1.54	
5,775	BANK OF AMERICA CORPORATION	1.1		16.56	17.89	95,646	103,315	7,669	1.12	
2,025	CAPITAL ONE FINANCIAL CORP	1.8		80.86	82.55	163,742	167,164	3,422	1.45	

The portfolio above should be compared to your custodial statement.

Atlanta Sosnoff

PORTFOLIO HOLDINGS

Quantity	Security	% of Total	Unit Cost	Market Price	Total Cost	Market Value	Unrealized Gain/Loss	Current YTM
1,600	MARSH & MCLENNAN COS INC	1.0	33.90	57.24	54,248	91,584	37,336	1.96
5,575	MORGAN STANLEY	2.3	32.61	38.80	181,789	216,310	34,521	1.03
8,200	SCHWAB CHARLES CORP NEW	2.6	24.04	30.19	197,104	247,558	50,454	0.79
		15.4			1,161,139	1,466,512	305,373	1.28
INFORMATION TECHNOLOGY								
750	ADOBE SYS INC	0.6	56.18	72.70	42,135	54,525	12,390	0.00
3,975	APPLE INC	4.6	79.09	110.38	314,401	438,761	124,360	1.70
1,875	FACEBOOK INC	1.5	65.00	78.02	121,884	146,288	24,404	0.00
328	GOOGLE INC CLASS A	1.8	344.82	530.66	113,099	174,056	60,957	0.00
166	GOOGLE INC CLASS C NON-VOTING	0.9	416.73	526.40	69,178	87,382	18,205	0.00
1,725	MASTERCARD INC	1.6	50.08	86.16	86,389	148,626	62,237	0.74
6,350	MICRON TECHNOLOGY INC	2.3	32.04	35.01	203,427	222,314	18,886	0.00
8,500	MICROSOFT CORP	4.2	39.12	46.45	332,501	394,825	62,324	2.67
2,100	ORACLE CORP	1.0	45.60	44.97	95,770	94,457	-1,313	1.07
1,050	TE CONNECTIVITY LTD	0.7	52.96	63.25	55,612	66,413	10,800	1.83
		19.2			1,434,397	1,827,626	393,229	1.17
TELECOM SERVICES								
3,225	T MOBILE US INC	0.9	27.96	26.94	90,173	86,882	-3,292	0.00
		0.9			90,173	86,882	-3,292	0.00
ENERGY								
1,350	CONOCOPHILLIPS	1.0	74.72	69.06	100,871	93,231	-7,640	4.23
3,425	KINDER MORGAN INC	1.5	38.57	42.31	132,099	144,912	12,813	4.16
1,025	SCHLUMBERGER LTD	0.9	92.06	85.41	94,366	87,545	-6,820	2.34
		3.4			327,336	325,688	-1,648	3.69
	COMMON STOCK Total	95.4			7,480,353	9,065,793	1,585,440	1.35

The portfolio above should be compared to your custodial statement.

Atalanta Sosnoff

ACCOUNT 49766

BAY COUNTY VOLUNTARY EMPLOYEES' BENEFICIARY ASSOCIATION

December 31, 2014

PORTFOLIO HOLDINGS

Quantity	Security	% of Total	Unit Cost	Market Price	Total Cost	Market Value	Unrealized Gain/Loss	Current YTM
TOTAL PORTFOLIO		100.0			7,918,030	9,503,470	1,585,440	

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The portfolio above should be compared to your custodial statement.

Atlanta Sosnoff

Asset Allocation

As of 12/31/2014

Asset Class	Value	Percentage
Large-Cap Equity	\$ 15,297,953.23	100.00%
Small-Cap Equity	\$ -	0.00%
Fixed Income	\$ -	0.00%
Intl Mutual Fund	\$ -	0.00%
Cash	\$ 137,394.02	0.90%
Other	\$ -	0.00%
<b>Total Portfolio:</b>	<b>\$ 15,309,247.99</b>	<b>100.00%</b>



Performance

As of 12/31/2014

Portfolio Summary / Month-End Date	Total Portfolio	Large-Cap Equity	Small-Cap Equity	Total Domestic Equity	Fixed Income	Intl Mutual Fund
Beginning Market Value:	15,297,953.23	-	-	-	15,297,953.23	-
Net Contributions (Distributions):	-	-	-	-	-	-
Income:	30,639.01	-	-	-	30,639.01	-
Market Appreciation (Depreciation):	(19,344.25)	-	-	-	(19,344.25)	-
Ending Market Value:	15,309,247.99	-	-	-	15,309,247.99	-
Dollar-Weighted Return:	0.07%	-	-	-	0.07%	-

Time-Weighted Returns	Performance Start Date:	2/7/2012	Large-Cap Equity	Small-Cap Equity	Total Domestic Equity	Fixed Income	Intl Mutual Fund
MTD							
Gross		0.07%	-	-	-	0.07%	-
Net		0.05%	-	-	-	0.05%	-
Benchmark		0.09%	-	-	-	0.09%	-
Value Added (Gross)		(0.02%)	-	-	-	(0.01%)	-
QTD							
Gross		1.72%	-	-	-	1.72%	-
Net		1.65%	-	-	-	1.65%	-
Benchmark		1.78%	-	-	-	1.78%	-
Value Added (Gross)		(0.06%)	-	-	-	(0.13%)	-
YTD							
Gross		5.95%	-	-	-	5.95%	-
Net		5.63%	-	-	-	5.63%	-
Benchmark		5.95%	-	-	-	5.95%	-
Value Added (Gross)		0.00%	-	-	-	0.00%	-
1 Year							
Gross		5.95%	-	-	-	5.95%	-
Net		5.63%	-	-	-	5.63%	-
Benchmark		5.95%	-	-	-	5.95%	-
Value Added (Gross)		0.00%	-	-	-	0.00%	-
3 Year							
Gross		0.00%	-	-	-	0.00%	-
Net		0.00%	-	-	-	0.00%	-
Benchmark		0.00%	-	-	-	0.00%	-
Value Added (Gross)		0.00%	-	-	-	0.00%	-
5 Year							
Gross		0.00%	-	-	-	0.00%	-
Net		0.00%	-	-	-	0.00%	-
Benchmark		0.00%	-	-	-	0.00%	-
Value Added (Gross)		0.00%	-	-	-	0.00%	-
ITD							
Gross		2.80%	-	-	-	2.80%	-
Net		2.51%	-	-	-	2.51%	-
Benchmark		2.50%	-	-	-	2.50%	-
Value Added (Gross)		0.30%	-	-	-	0.30%	-

Benchmark History	2/7/2012	Total Portfolio	Large-Cap Equity	Small-Cap Equity	Total Domestic Equity	Fixed Income	Intl Mutual Fund
BCAGG 100%							

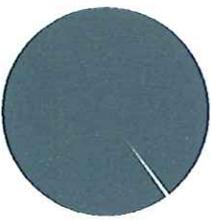
Account Statement - at 12/31/2014

90477

Portfolio Summary

	QTD 9/30/14 - 12/31/14	YTD 12/31/13 - 12/31/14
Beginning market value	\$15,051,136	\$13,853,735
Net additions and disbursements	0	624,994
Investment income	85,879	352,255
Portfolio appreciation / depreciation	172,234	478,264
Ending market value	\$15,309,249	\$15,309,249

Allocation



	Actual	Target	Diff
Fixed Income	99.1%	100.0%	(-0.9%)
Cash	0.9%	0.0%	+0.9%

Actual

Performance  
(2/7/2012)\*

	QTD	1 yr	2 yr	TTD
Fixed Income	1.72%	5.95%	2.06%	2.80%
BC Aggregate	1.79%	5.97%	1.89%	2.51%

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Periods greater than 1 year are annualized  
\* Performance Start Date

Bay County VEBA

Fixed Income Portfolio Characteristics - at 12/31/2014

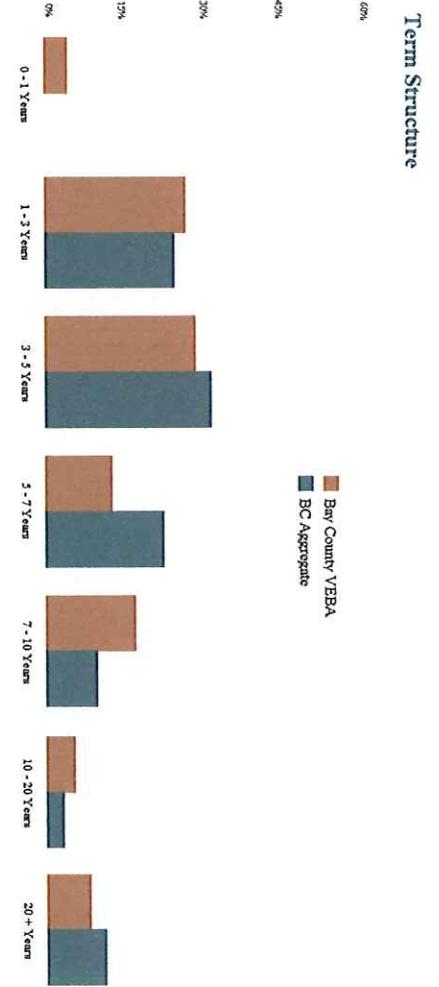
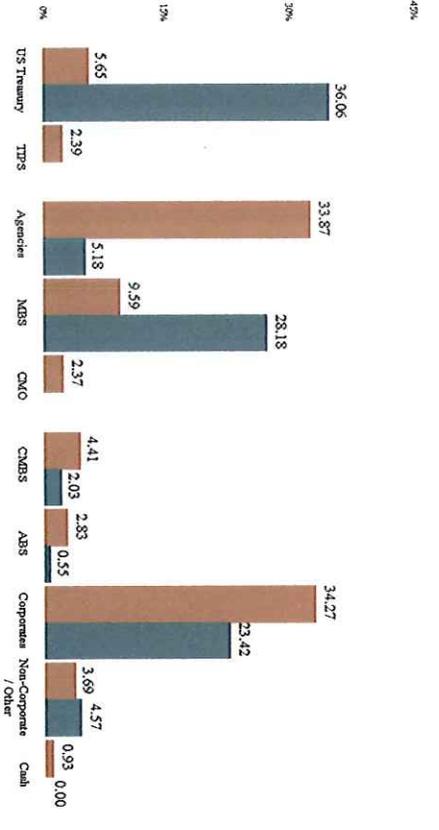
Benchmark Comparisons	Bay County VEBA	BC Aggregate	Variance
Effective Duration	5.15 yrs.	5.55 yrs.	-0.40 yrs.
Average Convexity	-0.11	0.02	-0.12 yrs.
Average Maturity	6.66 yrs.	7.20 yrs.	-0.54
Yield to Maturity	2.38 %	2.16 %	0.23 %
Average Coupon	2.98 %	3.27 %	-0.29 %
Average Quality	Aa2	Aa2	N/A

Sector Allocation

	Bay County VEBA	BC Aggregate
US Treasury	36.06	5.65
TIPS	2.39	2.39
Agencies	33.87	5.18
MBS	28.18	9.59
CDO	2.37	2.37
CMBS	4.41	2.03
ABS	2.83	0.55
Corporate	34.27	23.42
Non-Corporate / Other	3.69	4.57
Cash	0.93	0.00

Top 10 Largest Holdings (Active Exposures)

Top 10 Largest Holdings (Active Exposures)	Coupon	Maturity	Sector	% of Portfolio
UNITED STATES TREAS	2.125	01/31/2021	US Treasuries	2.67
UNITED STATES TREAS	2.875	05/15/2043	US Treasuries	2.31
FEDERAL HOME LOAN BA	1.000	10/09/2024	US Agencies	2.10
FEDERAL FARM CR BKS	3.040	10/22/2024	US Agencies	2.02
OHIO ST UNIV GEN RCP	4.910	06/01/2040	Other Governmen	1.63
GE CAPTL BK FDIC CD	1.750	05/04/2017	US Agencies	1.63
AMEX CENT BK FDIC CD	1.700	07/26/2017	US Agencies	1.62
GOLD SACHS FDIC CD	1.850	05/02/2017	US Agencies	1.62
ALLY BK MIDVALE UTAH	1.450	10/30/2017	US Agencies	1.61
COMPASS BK BIRMINGHA	1.900	11/06/2018	US Agencies	1.61



# Aggregate Fixed Income

## Performance Attribution – at December 31, 2014

	Fourth Quarter															
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000	1999
<b>CS McKee Aggregate</b>	1.65	5.76	-1.73	5.09	8.62	7.05	8.73	7.17	7.61	5.07	4.74	4.42	10.32	8.92	11.58	-0.53
<b>Barclays Aggregate Index</b>	1.79	5.07	-2.02	4.22	7.84	6.54	5.93	6.97	4.33	2.43	4.34	4.10	10.25	8.44	11.63	-0.82
<b>Value-Added Return</b>	-0.14	-0.21	0.29	0.87	0.78	0.51	2.80	1.93	0.64	0.74	1.13	0.40	0.32	0.07	0.48	-0.05
<i>Relative Performance Breakdown</i>																
<b>Duration Decision</b>	-0.190	-0.655	0.310	-0.355	-1.065	-0.080	-0.340	0.060	-0.240	0.160	0.015	-0.120	0.020	-0.440	0.030	-0.06
<b>Yield Curve Decision</b>	0.025	0.055	-0.070	-0.020	0.155	0.090	0.090	-0.260	-0.110	0.010	0.165	0.080	0.130	-0.280	-0.060	0.03
<b>Sector Allocation Decision</b>	-0.070	-0.010	0.050	0.840	0.110	-0.170	1.220	1.800	0.520	-0.040	0.250	-0.350	-0.280	0.290	0.450	-0.340
US Agency Debt	0.015	0.125	-0.040	0.230	0.060	0.240	0.390	-0.220	-0.280	0.405	0.100	0.270	0.050	0.020	-0.060	-0.04
US Agency MBS/CMO	0.000	-0.100	-0.225	-0.155	0.170	-0.650	-1.660	1.015	0.330	-0.350	0.095	-0.475	-0.040	0.200	0.370	-0.05
Corporate Bonds	-0.115	-0.050	0.330	0.645	-0.190	0.100	1.930	0.370	0.000	-0.050	0.065	-0.070	-0.180	0.090	0.150	-0.25
Other Government Bonds	0.025	-0.025	-0.030	-0.230	0.085											0.20
ABS	0.000	0.000	-0.005	0.015	0.000	0.000	-0.080	0.135	0.060	-0.010	0.000	-0.015	-0.020	0.000	0.000	0.00
CMBS	0.005	0.040	0.020	0.335	-0.015	0.640	0.500	0.210	-0.035	-0.010	-0.060	-0.090	-0.020	-0.010	0.00	0.00
<b>Security Selection Decision</b>	0.095	0.400	0.000	0.405	1.580	0.670	1.830	0.330	0.470	0.610	0.700	0.790	0.450	0.500	0.060	0.320
US Treasury (US TIPS)	-0.050	0.005	-0.115	0.290	0.355	-0.490	3.150	-1.490	0.070	0.020	0.100	0.000	0.130	0.230	0.090	0.000
US Agency Debt	-0.075	0.215	0.285	0.805	0.335	0.740	-0.420	0.170	-0.070	0.590	0.510	0.730	0.270	0.270	-0.070	0.060
US Agency MBS/CMO	0.000	0.000	-0.030	0.045	0.095	0.090	0.030	-0.290	-0.010	-0.005	0.000	-0.060	-0.080	-0.060	0.010	-0.020
Corporate Bonds	0.185	0.180	-0.035	-0.445	0.840	0.570	-0.460	1.250	0.480	0.005	0.090	0.120	0.230	0.360	0.030	0.360
Other Government Bonds	0.035	0.020	-0.075	0.005	0.000											-0.010
ABS	0.005	-0.005	0.010	-0.005	-0.015	0.000	0.000	0.000	0.000	0.000	0.000	0.000	-0.100	-0.300	0.000	0.000
CMBS	-0.005	-0.015	-0.040	-0.290	-0.030	-0.240	-0.470	0.690	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000

The above information is shown as supplemental information and complements the composite disclosure presentation. Please see full disclosure information at the end of this presentation.

Past security contributions to performance are not indicative of future results and client results may vary significantly.

For additional information, please contact C. S. McKee at 412-566-1234.

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*Economic Perspective – Fourth Quarter, 2014*

*Third Quarter GDP* grew by 5.0%, spurred by outsized defense spending. Fourth quarter GDP, however, will likely grow around 2.8% as inventories and government contributions to growth revert back to normal levels.

*Nonfarm Payrolls* continued to expand in the 4th quarter by an average monthly pace of 280K. The unemployment rate declined to 5.56% and we expect it to decline closer to the theoretical natural rate of 5.2% by the end of 2015.

*Oil prices declined* by 53% as a result of a stronger dollar, growing supply/demand imbalance, and weaker global growth. Commodities, as a group, declined by 27% from their peak in 2014 and will remain subdued throughout the first half of 2015, before recovering later in the year.

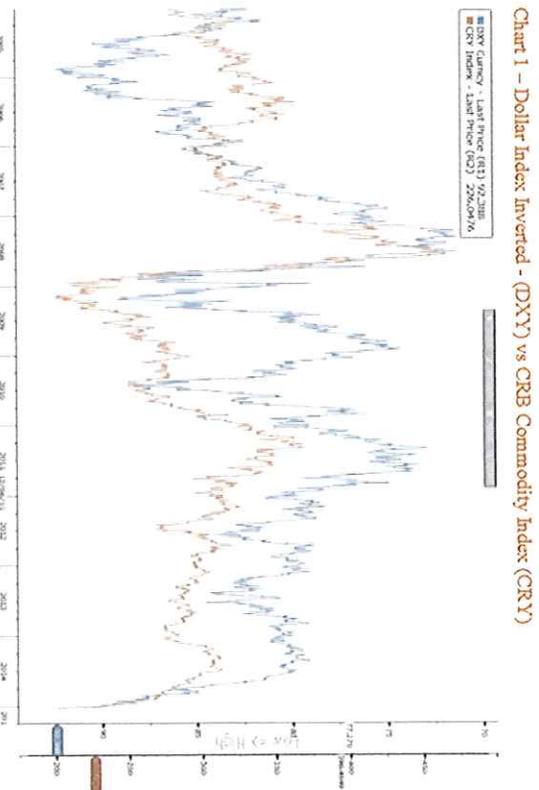
*Geopolitical tensions remain high* after January elections raised the prospect of Greece exiting the Eurozone again. The far-left Syriza party looks set to obtain a parliamentary majority on January 25. Part of Syriza's agenda includes reversing austerity measures imposed on Greece during the combined IMF, ECB, & EU bailout package.

*Republicans established control* over both chambers of Congress for the first time since 2006. They will look to push through legislation approving the Keystone XL pipeline, reversing Obamacare, adjusting Dodd/Frank and will need to raise the Federal debt ceiling during the first half of 2015.

**Diverging Paths**

In a world of low government bond yields, foreign institutions such as sovereign wealth funds, government pension plans, and international portfolio managers are faced with the prospect of record low interest rates in their domestic economies. To increase their potential returns many of these institutions have turned to the US financial markets. Relatively stronger GDP growth in the US – around 2.3% in 2014 vs. 0.8% in the EU – and higher inflation, has compelled the Federal Reserve to contemplate raising short-term interest rates in 2015, while central banks in Japan and the EU consider further measures to spark their economies. This divergence in policy has led to large inflows into relatively attractive US assets, strengthening the dollar and subsequently depressing commodity prices.

Foreign purchases of US Treasuries soared in 2014 as ten-year treasuries offered nearly 1.5% additional yield over equivalent German Bunds plus dollar appreciation. According to the Fed's Flow of Funds Report, foreigners purchased a net \$876.8BN of US Treasury securities through the 3rd quarter of 2014, representing approximately 44% of net issuance for the year. The flow based effects of the relative attractiveness of US debt has led to a 14.4% strengthening of the dollar versus our trading partners since the May 2014 lows, it has also weighed on domestic inflation by lowering import prices and the cost of production inputs. Most notably has been the decline in oil and gasoline prices by 53% and 40%, respectively, from their June 20, 2014, highs. Looking at commodities overall, as represented by the CRB Index, we can see in *Chart 1* that dollar strength is usually associated with falling commodity prices, a higher than normal correlation.



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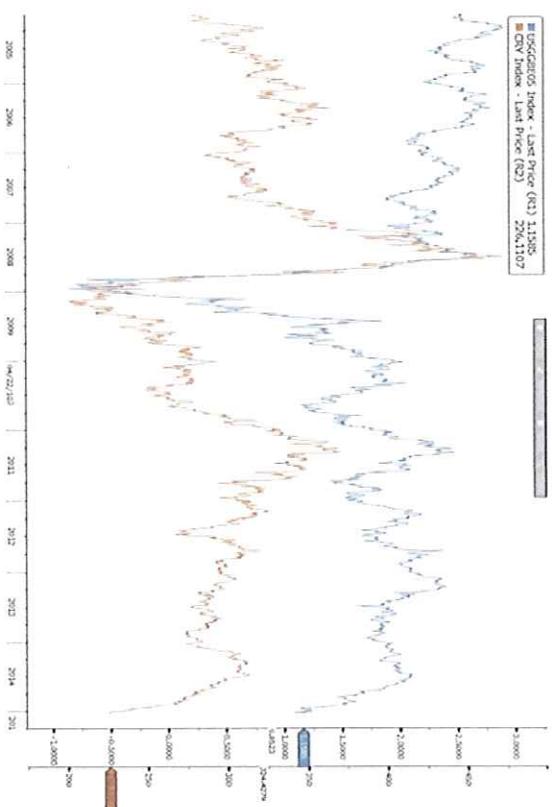
*Economic Perspective – Fourth Quarter, 2014*

The Federal Reserve concluded quantitative easing in October and is discussing the timing of the first rate hike. We expect a 25bps rate hike around mid-year as continued job growth and economic expansion will allow the Fed to remove emergency monetary policy accommodation.

Inflation expectations declined to their lowest point since the onset of the financial crisis. Weaker commodity and import prices, though dismissed by the Fed as transient, sent 10yr breakeven inflation expectations 65bps lower to 1.65%.

Falling commodity prices – especially energy – act like an immediate tax break for households, stimulating consumption and investment. Reduced input costs also suppress inflation expectations as *Chart 2* compares the CRB Commodity Index vs. 5yr inflation expectations. The improving domestic economy, spurred by falling energy prices, will push US GDP growth closer to 3% in 2015. Falling commodity and import prices will offset nascent wage inflation keeping price indices stable and allowing the Federal Reserve time to analyze their exit strategy from historically accommodative monetary policy. The ECB and Bank of Japan, however, will continue to struggle against the prospects of deflation, which will further widen the differences between them and the US.

Chart 2 – CRB Commodity Index (CRY) vs 5yr US Breakeven Inflation (USGGBE05)



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## Fixed Income – Fourth Quarter, 2014

*Ten-year US Treasury yields* finished 2014 at 2.17% - 85 basis points beneath last year's close and 79 basis points above the record low reached in July 2012.

*Corporate bond spreads* continued to widen as increased issuance and the threat of rate hikes by the Federal Reserve led to the underperformance. According to Moody's, 2014's corporate issuance of \$3,846BN was second only to 2009's record year.

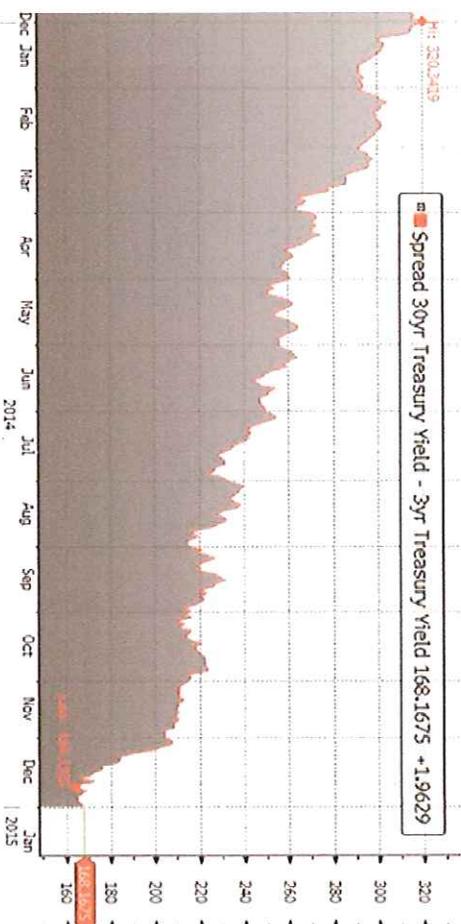
*The yield curve flattened* as weak global inflation and strong foreign demand sustained a rally in longer maturity debt, while shorter maturity treasuries drifted higher in anticipation of the first Fed Funds Rate increase.

*Commercial Mortgage Backed Securities* were the best performing fixed income sector within the Barclays' Aggregate Index returning 108 basis points more than duration matched treasuries.

## Global Influence

The global rally in fixed income remained on course as 2014 concluded. German ten-year bund yields declined 139 basis points for the year to 0.54%, concomitantly dragging ten-year US Treasury yields lower. Stronger economic growth and steadily improving employment markets in the US were counteracted by deflationary threats in Europe and continued malaise in Japan. This divergence in economic performance amongst developed nations led to near-record spreads between US Treasury yields and other safe, liquid alternatives. Heading into 2015, we expect the US economy to continue its steady expansion while other developed nations struggle their way out of deflation. Pressures for higher interest rates – caused by an improving domestic economy – will be somewhat neutralized by the continued attractiveness of US treasuries versus other developed nations.

While our short duration call in 2014 was incorrect, we partially offset the negative impact on our portfolio through tactical yield curve positioning. 30yr Treasury yields declined 121 basis points compared to interest rate policy sensitive three-year yields rising 30 basis points. Market expectations of a Fed Funds Rate hike increased throughout the latter half of 2014 after third quarter GDP grew by 5.0% and the economy added an average of 288K jobs per month for the quarter, pressuring short-term yields higher. Declining inflationary concerns and strong foreign demand, however, kept long maturity debt well bid, leading to the dramatic bull flattening of the yield curve.



*Fixed Income – Fourth Quarter, 2014*

*The ECB is expected to announce sovereign quantitative easing sometime in the first half of 2015 to ward off deflation and spur growth. Market expectations of further stimulus from Europe's central bank pushed the continent's bond yields to record lows.*

*US TIPS underperformed as breakevens narrowed to the smallest margin since 2010. A stronger dollar, falling commodity prices, and a hawkish drift by the Fed sent 10yr breakevens 53 basis points narrower for the year. We will look to selectively increase our TIPS allocation, believing that market implied inflation forecasts are too low.*

Increased volatility and weakness in the corporate bond sector provided an opportunity to add yield to the portfolio during the fourth quarter. Corporate spreads widened 19 basis points on average for the quarter, underperforming duration matched treasuries on the year by 48 basis points. Heavy corporate supply in November contributed to the sector's underperformance, as the market digested above average issuance. Expecting this underperformance to be short lived, we increased our relative overweight to corporate debt by approximately two percent. Higher volatility also cheapened callable agency debt to attractive levels, providing an opportune time to increase our overweight in the sector while selling nominal treasuries to fund the move.

Bond yields will most likely remain low for the first half of 2015 as the market anticipates quantitative easing by the ECB to stimulate their economy. Falling commodity prices and a surging US Dollar will also keep US inflation subdued, despite accelerating growth and lower unemployment rates. Continued strength in the US labor market, however, will result in increasing wage pressures later in 2015, which should flow through into higher consumer prices. Higher consumer price indices, in turn, should provoke a policy tightening from the Federal Reserve around mid-year. The expected increase in the Fed Funds Rate will negatively impact short-term rates, leading to further underperformance relative to longer maturity securities, which will remain supported by global demand for relatively higher yielding US Treasuries.

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*Investment Summary - at 12/31/2014*

904177

<i>Asset Class</i>	<i>Total Cost</i>	<i>Weight at Cost</i>	<i>Market Value</i>	<i>Accrued Income</i>	<i>Total Value</i>	<i>Weight at Market</i>
<b>Fixed Income</b>	\$15,041,771.59	99.09%	\$15,075,427.32	\$96,427.35	\$15,171,854.67	99.10%
<b>Cash</b>	\$137,394.02	0.91%	\$137,394.02	\$0.00	\$137,394.02	0.90%
<b>Total Portfolio</b>	\$15,179,165.61	100.00%	\$15,212,821.34	\$96,427.35	\$15,309,248.69	100.00%

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**Bay County Employees' VEBA**

CAPIS Account: 10250

Settlement Month Ending: 12/31/2014

**TOTAL COMMISSION**

Beginning Balance  
U.S. Equity  
International Equity  
Fixed Income  
International Fixed Income  
New Issues  
Options  
Futures  
Foreign Currency  
Syndicates  
Recapture Subtotals  
Execution  
Directed  
Correspondent Broker/Dealer  
Total

	December	YTD
Beginning Balance		
U.S. Equity	536.00	4,855.24
International Equity	-	-
Fixed Income	-	-
International Fixed Income	-	-
New Issues	-	-
Options	-	-
Futures	-	-
Foreign Currency	-	-
Syndicates	-	-
Recapture Subtotals	\$ 536.00	\$ 4,855.24
Execution	\$ 0.00	\$ 0.00
Directed	\$ 0.00	\$ 0.00
Correspondent Broker/Dealer	\$ 0.00	\$ 0.00
<b>Total</b>	<b>\$ 536.00</b>	<b>\$ 4,855.24</b>

**COMMISSION ALLOCATION**

	Execution		Recapture	
	December	YTD	December	YTD
U.S. Equity	134.00	1,215.09	402.00	3,640.15
International Equity	-	-	-	-
Fixed Income	-	-	-	-
International Fixed Income	-	-	-	-
New Issues	-	-	-	-
Options	-	-	-	-
Futures	-	-	-	-
Foreign Currency	-	-	-	-
Syndicates	-	-	-	-
Recapture Subtotals	\$ 134.00	\$ 1,215.09	\$ 402.00	\$ 3,640.15
Execution				
Directed				
Correspondent Broker/Dealer				
<b>Total</b>	<b>\$ 134.00</b>	<b>\$ 1,215.09</b>	<b>\$ 402.00</b>	<b>\$ 3,640.15</b>

Total Earned	\$ 402.00	\$ 3,640.15
Total Redeemed	\$ 442.03	\$ 3,238.15
Balance as of 12/31/2014	\$ 402.00	\$ 402.00

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1601 Elm Street, Suite 3900  
Dallas, Texas 75201

214.720.0055  
800.247.6729

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Member NYSE, FINRA, NFA, SIPC

**Bay County Employees' VEBA**

CAPIS Account: 10250

Settlement Month Ending: 12/31/2014

**Summary of Segregated Account Detail**

	December	YTD
Payment from Segregated Account	\$ 442.03	\$ 3,238.15
	\$ 442.03	\$ 3,238.15

**Segregated Account Detail**

Service Period	Comments/Notes	Vendor Invoice #	Date Paid	December	Prior Months	YTD	Mixed Use %
<b>Payment from Segregated Account</b>							
June 2014	Commission Receipture	2955288Bay Count	07/14/2014		\$ 420.75		
July 2014	Commission Receipture	2960818Bay Count	08/14/2014		\$ 462.75		
August 2014	Commission Receipture	2965508Bay Count	09/15/2014		\$ 807.12		
September 2014	Commission Receipture	2971588Bay Count	10/14/2014		\$ 375.75		
October 2014	Commission Receipture	2977288Bay Count	11/14/2014		\$ 729.75		
November 2014	Commission Receipture	2982118Bay Count	12/12/2014	\$ 442.03			
			<b>Payment from Segregated Account Total</b>	\$ 442.03	\$ 2,796.12	\$ 3,238.15	
			<b>Grand Total</b>	\$ 442.03	\$ 2,796.12	\$ 3,238.15	

Account Executive: Jon Lantz  
Phone: (214) 978-4778

Sales Assistant: Christilla Moreno  
Phone: (214) 978-4743



**CAPITAL**  
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**Bay County Employees' VEBA**

CAPIS Account: 10250

Settlement Month Ending: 12/31/2014

**Summary of Directed Commission by Manager**

Atalanta/Sosnoff CC	Commission		Recapture Allocation	
	December	YTD	December	YTD
Shares	13,400	\$4,855.24	\$402.00	\$3,640.15
	13,400	\$ 536.00	\$ 402.00	\$ 3,640.15

**Recapture Commission Activity**

Trade Date	Stmt Date	Post Date	Side	Shares	Ticker	Security Description	Brokerage Account Number	Brokerage Account Name	Ex Bktr	Price	Commission	Recapture Allocation	
11/25/2014	12/01/2014	11/26/2014	S	500	AAPL	APPLE INC	3PF07S82	49766 BAY COUNTY	CAPIS	118.2001	20.00	15.00	
11/26/2014	12/02/2014	11/27/2014	B	1,100	DOW	DOW CHEMICAL CO	3PF07S82	49766 BAY COUNTY	CAPIS	51.0999	44.00	33.00	
12/01/2014	12/04/2014	12/02/2014	S	1,050	COP	CONOCOPHILLIPS	3PF07S82	49766 BAY COUNTY	CAPIS	66.7510	42.00	31.50	
12/01/2014	12/04/2014	12/02/2014	S	925	EOG	EOG RESOURCES INC	3PF07S82	49766 BAY COUNTY	CAPIS	86.4801	37.00	27.75	
12/01/2014	12/04/2014	12/02/2014	S	325	SLB	SCHLUMBERGER LTD	3PF07S82	49766 BAY COUNTY	CAPIS	85.4800	13.00	9.75	
12/01/2014	12/04/2014	12/02/2014	B	850	TEVA	TEVA PHARMACTCL INDS ADR	3PF07S82	49766 BAY COUNTY	CAPIS	56.9199	34.00	25.50	
12/01/2014	12/04/2014	12/02/2014	B	475	UNH	UNITEDHEALTH GROUP INC	3PF07S82	49766 BAY COUNTY	CAPIS	98.5674	19.00	14.25	
12/03/2014	12/08/2014	12/04/2014	S	125	CP	CANADIAN PACIFIC RAILWAY	3PF07S82	49766 BAY COUNTY	CAPIS	195.9801	5.00	3.75	
12/03/2014	12/08/2014	12/04/2014	B	975	DOW	DOW CHEMICAL CO	3PF07S82	49766 BAY COUNTY	CAPIS	49.4899	39.00	29.25	
12/09/2014	12/12/2014	12/10/2014	S	250	CP	CANADIAN PACIFIC RAILWAY	3PF07S82	49766 BAY COUNTY	CAPIS	181.4196	10.00	7.50	
12/10/2014	12/15/2014	12/11/2014	S	1,150	JPM	JPMORGAN CHASE & CO	3PF07S82	49766 BAY COUNTY	CAPIS	61.4821	46.00	34.50	
12/12/2014	12/17/2014	12/13/2014	B	500	BABA	ALIBABA GROUP HOLDING LT	3PF07S82	49766 BAY COUNTY	CAPIS	104.9990	20.00	15.00	
12/16/2014	12/19/2014	12/17/2014	B	450	BABA	ALIBABA GROUP HOLDING LT	3PF07S82	49766 BAY COUNTY	CAPIS	105.6899	18.00	13.50	
12/17/2014	12/22/2014	12/18/2014	S	525	CCI	CROWN CASTLE REIT INC	3PF07S82	49766 BAY COUNTY	CAPIS	74.6401	21.00	15.75	
12/18/2014	12/23/2014	12/19/2014	S	2,900	RHHBY	ROCHIE HLDG LTD SPN ADR	3PF07S82	49766 BAY COUNTY	CAPIS	36.8200	116.00	87.00	
12/19/2014	12/24/2014	12/20/2014	B	1,050	ORCL	ORACLE CORP \$0.01 DEL	3PF07S82	49766 BAY COUNTY	CAPIS	45.1399	42.00	31.50	
12/23/2014	12/29/2014	12/24/2014	S	250	GILD	GILEAD SCIENCES INC COM	3PF07S82	49766 BAY COUNTY	CAPIS	87.9100	10.00	7.50	
<b>Total for Atalanta/Sosnoff CC</b>											<b>13,400</b>	<b>\$ 536.00</b>	<b>\$ 402.00</b>
<b>Recapture Trade Total</b>											<b>13,400</b>	<b>\$ 536.00</b>	<b>\$ 402.00</b>

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**Bay County Employees' VEBA**

CAPIS Account: 10250

Settlement Month Ending: 12/31/2014

Summary of Activity by Month

	Commission		Recapture Allocation		Redeemed Recapture		Balance
	Month	YTD	Month	YTD	Month	YTD	
Beginning Balance							
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
April	.00	.00	.00	.00	.00	.00	.00
May	.00	.00	.00	.00	.00	.00	.00
June	561.00	561.00	420.75	420.75	.00	.00	420.75
July	617.00	1,178.00	462.75	883.50	420.75	420.75	462.75
August	1,076.16	2,254.16	807.12	1,690.62	462.75	833.50	807.12
September	501.00	2,755.16	375.75	2,066.37	807.12	1,690.62	375.75
October	974.00	3,729.16	729.75	2,796.12	375.75	2,066.37	729.75
November	590.08	4,319.24	442.03	3,238.15	729.75	2,796.12	442.03
December	536.00	4,855.24	402.00	3,640.15	442.03	3,238.15	402.00

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**Bay County Employees' VEBA**  
**CAPIS Account: 10250**

**Settlement Month Ending: 12/31/2014**

**Explanation of Your Statement**

Total Commission is a summary of brokerage transactions by security type. The Commission Allocation is the amount applicable to Execution and Research/Recapture for both the month and the year-to-date.

Research Payment Detail receipts by vendor the payments made from the Commission Allocation for Research, including service period covered, any comments or notes, vendor invoice number, date paid, and the percentage allocated for mixed-use payments during the current month.

Payment from Segregated Account summarizes the year-to-date disbursements made based on the Commission Allocation for Recapture.

Trade Blotter shows the monthly detail of all brokerage transactions based on trade or settlement date and the corresponding Commission and Research/Recapture Allocation.

Execution Only Trade Blotter shows the monthly detail of all brokerage transactions based on trade or settlement date.

Directed Commission Reports show all trades executed for or by CAPIS at the direction of a plan sponsor. The manager's statement is a listing by each plan sponsor providing direction. The plan sponsor's statement provides a listing for each manager who has directed trades for the period.

Transition Statement will only be included if a change is made in reporting from Trade Date to Settlement Date or the reverse. This report is a summary of any transactions that fall into the transition period between the Trade Date and Settlement Date and vice versa.

**Research Commission Allocation**

The Commission Allocation for Research is not a contractual liability of CAPIS and is not redeemable in cash. CAPIS provides third-party research and brokerage services to clients for commission generated through transactions. CAPIS reserves the right to refuse payment of any invoice.

The Commission Allocation for Research and Recapture is calculated on settlement date. If your statement is based on trade date detail, your Commission Allocation balance could be higher or lower depending upon account activity between month end and final settlement date.

**Statement Online**

This statement may be viewed online by logging into the Concourse portal at [www.capis.com](http://www.capis.com). If you do not have a login ID or password, one can be obtained from your CAPIS Account Executive.

Our current financial statement is available online at [www.capis.com](http://www.capis.com). Additionally, this statement is available for your personal inspection at our offices or a copy will be mailed upon your written request.

Also available online or upon written request are our policies regarding the following programs: Customer Identification Program, Privacy Policy, Reg NMS 606 Report, SIPC Notification, Payment for Order Flow Practices, and Extended Hours Trading.

Please advise CAPIS promptly of any inaccuracies or discrepancies in your account statement. In order to protect your rights, including those under the Securities Investors Protection Act (SIPA), all oral communications regarding discrepancies must be re-confirmed in writing to the following address:

Capital Institutional Services, Inc.  
Attention: Compliance  
1601 Elm Street, Suite 3900  
Dallas, TX 75201

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# Bay County, Michigan

02/05/2015 09:14  
Rmatters

BAY COUNTY, MI  
YEAR-TO-DATE BUDGET REPORT

P  
glyrbud 1

FOR 2015 01

ORIGINAL APPROP	REVISED BUDGET	YTD ACTUAL	MTD ACTUAL	ENCUMBRANCES	AVAILABLE BUDGET	PCT USED
-----------------	----------------	------------	------------	--------------	------------------	----------

7360 PUBLIC EMPLOYEE HEALTH CARE

73627401 VOL.EMPLOYEE BENEF.ASSOC.BOARD

RA FUND BALANCE, NET AS

73627401 40001 FUND BALANCE	0	0	.00	.00	.00	.00	.00	.00	.00	.0%
73627401 40004 NET ASSETS - RESERY	1,343,339	1,343,339	.00	.00	.00	.00	.00	.00	.00	.0%
<b>TOTAL FUND BALANCE, NET AS</b>	<b>1,343,339</b>	<b>1,343,339</b>	<b>.00</b>	<b>.00</b>	<b>.00</b>	<b>.00</b>	<b>.00</b>	<b>.00</b>	<b>1,343,339.00</b>	<b>.0%</b>

RJ LOCAL UNIT CONTRIBUT

73627401 59401 ER CONTR-BEHAVE. HEA	0	0	.00	.00	.00	.00	.00	.00	.00	.0%
73627401 59402 ER CONTR-MOSQUITO. C	0	0	.00	.00	.00	.00	.00	.00	.00	.0%
73627401 59403 ER CONTR-HEALTH FUN	0	0	.00	.00	.00	.00	.00	.00	.00	.0%
73627401 59404 ER CONTR-ROAD COMM	0	0	.00	.00	.00	.00	.00	.00	.00	.0%
73627401 59406 ER CONTR-LIBRARY	0	0	.00	.00	.00	.00	.00	.00	.00	.0%
73627401 59407 ER CONTR-GOLF COUR	0	0	.00	.00	.00	.00	.00	.00	.00	.0%
73627401 59408 ER CONTR-GENERAL FU	0	0	.00	.00	.00	.00	.00	.00	.00	.0%
73627401 59409 ER CONTR-DMS	-38,200	-38,200	.00	.00	.00	.00	.00	.00	.00	.0%
73627401 59410 ER CONTR-911 SERVIC	0	0	.00	.00	.00	.00	.00	.00	.00	.0%
73627401 59411 ER CONTR-CHLD CARE	0	0	.00	.00	.00	.00	.00	.00	.00	.0%
73627401 59412 ER CONTR-DIV ON AGI	0	0	.00	.00	.00	.00	.00	.00	.00	.0%
73627401 59413 ER CONTR-RETIRE SYS	0	0	.00	.00	.00	.00	.00	.00	.00	.0%
73627401 59415 ER CONTR-GYPSY MOTH	0	0	.00	.00	.00	.00	.00	.00	.00	.0%
73627401 59416 ER CONTR-HOME REHAB	0	0	.00	.00	.00	.00	.00	.00	.00	.0%
73627401 59418 ER CONTR-100% TAX P	0	0	.00	.00	.00	.00	.00	.00	.00	.0%
73627401 59419 ER CONTR-MED CARE F	-310,000	-310,000	.00	.00	.00	.00	.00	.00	.00	.0%
73627401 59424 ER CONTR-SELF INSUR	0	0	.00	.00	.00	.00	.00	.00	.00	.0%
73627401 59427 ER CONTR-COVN.CORRE	0	0	.00	.00	.00	.00	.00	.00	.00	.0%
73627401 59429 ER CONTR-F.O.C. FUN	0	0	.00	.00	.00	.00	.00	.00	.00	.0%
73627401 59430 ER CONTR-HOUSING FU	0	0	.00	.00	.00	.00	.00	.00	.00	.0%
73627401 59433 ER CONTR-SOLDIER RE	0	0	.00	.00	.00	.00	.00	.00	.00	.0%
73627401 59499 ER CONTR-SHERIFF DE	0	0	.00	.00	.00	.00	.00	.00	.00	.0%
<b>TOTAL LOCAL UNIT CONTRIBUT</b>	<b>-348,200</b>	<b>-348,200</b>	<b>.00</b>	<b>.00</b>	<b>.00</b>	<b>.00</b>	<b>.00</b>	<b>.00</b>	<b>-348,200.00</b>	<b>.0%</b>

RP INTEREST & RENTALS

73627401 66400 INVESTMENT INTEREST	-500,000	-500,000	.00	.00	.00	.00	.00	.00	-500,000.00	.0%
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# Bay County Michigan

02/05/2015 09:14  
Rmatters

BAY COUNTY, MI  
YEAR-TO-DATE BUDGET REPORT

P  
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FOR 2015 01

	ORIGINAL APPROP	REVISED BUDGET	YTD ACTUAL	MTD ACTUAL	ENCUMBRANCES	AVAILABLE BUDGET	PCT USED
73627401 66500 GAIN ON SALE OF INV	-1,100,000	-1,100,000	.00	.00	.00	-1,100,000.00	.0%
73627401 66501 UNREALIZED GAIN ON	0	0	.00	.00	.00	.00	.0%
TOTAL INTEREST & RENTALS	-1,600,000	-1,600,000	.00	.00	.00	-1,600,000.00	.0%
RR OTHER REVENUE							
73627401 67104 MISCELLANEOUS REVENUE	0	0	.00	.00	.00	.00	.0%
73627401 69000 COMMISSION RECPTUR	0	0	.00	.00	.00	.00	.0%
TOTAL OTHER REVENUE	0	0	.00	.00	.00	.00	.0%
XE WAGES & SALARIES							
73627401 71000 PER DIEM	360	360	.00	.00	.00	360.00	.0%
TOTAL WAGES & SALARIES	360	360	.00	.00	.00	360.00	.0%
XI SUPPLIES							
73627401 72700 OFFICE SUPPLIES	100	100	.00	.00	.00	100.00	.0%
73627401 72800 PRINTING AND BINDIN	150	150	.00	.00	.00	150.00	.0%
73627401 72900 POSTAGE	100	100	.00	.00	.00	100.00	.0%
73627401 75100 COMPUTER SUPPLIES	50	50	.00	.00	.00	50.00	.0%
TOTAL SUPPLIES	400	400	.00	.00	.00	400.00	.0%
XL OTHER SERVICES AND C							
73627401 80100 PROFESSIONAL SERVIC	100,000	100,000	.00	.00	.00	100,000.00	.0%
73627401 80101 ACTUARIAL SERVICES	37,000	37,000	.00	.00	.00	37,000.00	.0%
73627401 81400 INVESTMENT/BANK SER	30,000	30,000	.00	.00	.00	30,000.00	.0%
73627401 81700 LEGAL FEES	7,500	7,500	.00	.00	.00	7,500.00	.0%
73627401 81900 CONSULTANTS	30,000	30,000	.00	.00	.00	30,000.00	.0%
73627401 86600 LOCAL TRAVEL MILEAG	0	0	.00	.00	.00	.00	.0%
73627401 94601 EQUIPMENT RENTAL-CO	55	55	.00	.00	.00	55.00	.0%

# Bay County, Michigan

02/05/2015 09:14  
RWarstern

BAY COUNTY, MI  
YEAR-TO-DATE BUDGET REPORT

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g1yrbud

FOR 2015 01

	ORIGINAL APPROP	REVISED BUDGET	YTD ACTUAL	MTD ACTUAL	ENCUMBRANCES	AVAILABLE BDDGET	PCT USED
73627401 95600	6,046	6,046	.00	.00	.00	6,046.00	.0%
73627401 96200	391,000	391,000	.00	.00	.00	391,000.00	.0%
73627401 96201	0	0	.00	.00	.00	.00	.0%
73627401 96500	2,500	2,500	.00	.00	.00	2,500.00	.0%
TOTAL OTHER SERVICES AND C	604,101	604,101	3,625.00	3,625.00	.00	600,476.00	.6%
TOTAL VOL.EMPLOYEE BENEF.ASSOC.BO	0	0	3,625.00	3,625.00	.00	-3,625.00	100.0%
TOTAL PUBLIC EMPLOYEE HEALTH CARE	0	0	3,625.00	3,625.00	.00	-3,625.00	100.0%
TOTAL REVENUES	-604,861	-604,861	.00	.00	.00	-604,861.00	
TOTAL EXPENSES	604,861	604,861	3,625.00	3,625.00	.00	601,236.00	
GRAND TOTAL	0	0	3,625.00	3,625.00	.00	-3,625.00	100.0%

\*\* END OF REPORT - Generated by Rebecca Warstern \*\*

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# Bay County Michigan

02/05/2015 09:14  
 RMartlers

BAY COUNTY, MI  
 YEAR-TO-DATE BUDGET REPORT

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REPORT OPTIONS

Sequence	Field #	Total	Page Break
Sequence 1	1	Y	N
Sequence 2	9	Y	N
Sequence 3	10	Y	N
Sequence 4	0	N	N

Report title:  
 YEAR-TO-DATE BUDGET REPORT

Year/Period: 2015/ 1  
 Print revenue as credit: Y  
 Print totals only: N  
 Suppress zero bal accts: N  
 Print full GL account: N  
 Double space: N  
 Roll projects to object: N

Print Full or Short description: F  
 Print MTD Version: Y  
 Print Revenues-Version headings: N  
 Format type: 1  
 Print revenue budgets as zero: N  
 Include Fund Balance: N  
 Include requisition amount: N  
 Multiyear view: D

Carry forward code: 1  
 Print journal detail: N  
 From Yr/Per: 2014/ 7  
 To Yr/Per: 2014/ 7  
 Include budget entries: Y  
 Incl encumb/liq entries: Y  
 Sort by JE # or PO #: J  
 Detail format option: 1

Field Name      Find Criteria      Field Value  
 73627401

Org  
 Object  
 Project  
 Rolling code  
 Account type  
 Account status

**BCERS Invoices Approved: January**

Invoice Date	Vendor	Amount	Description
12/29/2014	GRS	2,000.00	Calculations in excess of 25
1/9/2015	The Bogdahn Group	\$ 35,000.00	Q1 BCERS consulting fee
12/8/2014	various	165.68	mileage and training for precinct inspectors for 12/9/14 election
1/13/2015	Columbia	56,677.01	Q4 2014 money manager fee
1/16/2015	MFS	\$ 70,471.53	Q4 2014 money manager fee
1/16/2015	MFS Int'l	\$ 29,032.32	Q4 2014 money manager fee
1/12/2015	Geneva	43,034.00	Q4 2014 money manager fee
1/16/2015	Hotchkiss & Wiley	\$ 26,712.56	Q4 2014 money manager fee
1/15/2015	Eagle	\$ 21,627.15	Q4 2014 money manager fee
10/10/2014	Loomis & Sayles	\$ 27,032.71	Q3 2014 money manager fee
1/13/2015	Loomis & Sayles	27,394.56	Q4 2014 money manager fee

**VEBA Invoices Approved: January**

Invoice Date	Vendor	Amount	Description
1/9/2015	The Bogdahn Group	\$ 3,625.00	Q1 VEBA consulting fee