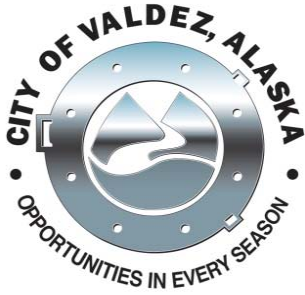


FINANCIAL SUMMARY AS OF 3/31/2016

Prepared By: Brian Carlson, Finance Director

Contact: Bcarlson@ci.valdez.ak.us; (907) 834-3461

	<u>YTD ACTUAL</u>	<u>REVISED BUDGET</u>	<u>% OF BUDGET RECEIVED / EXPENDED</u>	<u>NOTES</u>
GENERAL FUND SUMMARY				
BEGINNING FUND BALANCE	80,558,603	80,558,603		
REVENUE	1,162,419	52,553,607	2.2%	
EXPENSE	<u>8,005,962</u>	<u>37,825,907</u>	21.2%	
NET REVENUE (EXPENSE)	(6,843,542)	14,727,700		
TRANSFERS IN	2,606,458	2,606,458		
TRANSFERS OUT	<u>18,387,489</u>	<u>18,387,489</u>		
NET TRANSFERS IN (OUT)	(15,781,031)	(15,781,031)		
ENDING FUND BALANCE	57,934,030	79,505,272		
REVENUE				
TAXES	9,254	48,707,100	0.0%	1
STATE SHARED	-	1,576,388	0.0%	
PILT	3,725	703,500	0.5%	
INTEREST	384,174	551,000	69.7%	
SERV CHARGES & SALES	94,233	398,800	23.6%	
FED & STATE GRANTS	198,625	322,350	61.6%	
UTILITIES	29,040	120,869	24.0%	
LICENSES & PERMITS	15,670	60,300	26.0%	
MISC	410,649	59,000	696.0%	2
RECREATION	8,984	38,800	23.2%	
FINES & FORFEITURES	<u>8,065</u>	<u>15,500</u>	<u>52.0%</u>	
TOTAL REVENUE	1,162,419	52,553,607	2.2%	
TRANSFERS IN	2,606,458	2,606,458	100.0%	
TOTAL REVENUES & TRANSFERS IN	3,768,877	55,160,065	6.8%	

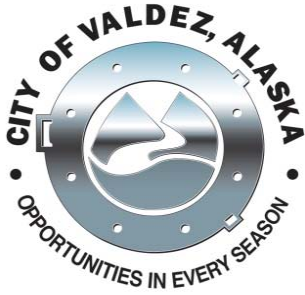


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Contact: Bcarlson@ci.valdez.ak.us; (907) 834-3461

	<u>YTD ACTUAL</u>	<u>REVISED BUDGET</u>	<u>% OF BUDGET RECEIVED / EXPENDED</u>	<u>NOTES</u>
DEPARTMENT EXPENSES				
ADMINISTRATION	240,147	1,022,066	23.5%	
ANIMAL CONTROL	81,901	357,001	22.9%	
BUILDING MAINT	331,787	1,593,578	20.8%	
CITY CLERK	112,500	447,475	25.1%	
CIVIC CENTER	190,148	851,830	22.3%	
COMMUNITY DEVEL	192,436	967,950	19.9%	
COUNCIL	38,383	443,550	8.7%	
ECON DEVEL	56,637	1,037,279	5.5%	
ENGINEERING	155,478	823,337	18.9%	
FINANCE	285,350	1,081,885	26.4%	
FIRE	403,455	1,821,862	22.1%	
HOSPITAL	28,149	447,442	6.3%	
INFORMATION TECH	187,710	831,380	22.6%	
INSURANCE	15,521	264,131	5.9%	
LAW	341,142	2,500,000	13.6%	
LAW ENFORCEMENT	473,862	2,044,298	23.2%	
LIBRARY	110,894	498,419	22.2%	
PARKS & REC	197,759	994,527	19.9%	
PARKS MAINT	69,797	597,045	11.7%	
PUB SAFETY SUPPORT	309,471	1,256,787	24.6%	
SOLID WASTE	254,595	1,737,104	14.7%	
STREET/SHOP	527,386	2,481,133	21.3%	
TOTAL DEPT EXPENSES	4,604,506	24,100,079	19.1%	
SUPPORT EXPENSES				
EDUCATION	2,710,220	11,387,685	23.8%	
COMMUNITY SVC ORGS	691,235	2,338,143	29.6%	
TOTAL SUPPORT EXPENSES	3,401,455	13,725,828	24.8%	
TRANSFERS OUT	18,387,489	18,387,489	100.0%	
TOTAL DEPT EXPENSE, SUPPORT & TRANSFER	26,393,451	56,213,396	47.0%	

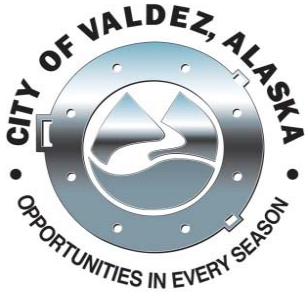


FINANCIAL SUMMARY AS OF 3/31/2016

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	<u>YTD ACTUAL</u>	<u>REVISED BUDGET</u>	<u>% OF BUDGET RECEIVED / EXPENDED</u>	<u>NOTES</u>
AIRPORT FUND				
BEGINNING FUND BALANCE	670,236	670,236		
REVENUE	47,587	158,869	30.0%	
EXPENSE	75,297	328,588	22.9%	
NET REVENUE (EXPENSE)	(27,710)	(169,719)		
NET TRANSFER IN (OUT)	169,720	169,720		
ENDING FUND BALANCE	812,246	670,237		
HARBOR FUND				
BEGINNING FUND BALANCE	1,802,198	1,802,198		
REVENUE	880,165	1,704,599	51.6%	
EXPENSE	213,831	1,196,944	17.9%	
NET REVENUE (EXPENSE)	666,335	507,655		
NET TRANSFER IN (OUT)	(507,656)	(507,656)		
ENDING FUND BALANCE	1,960,877	1,802,197		
PORT FUND				
BEGINNING FUND BALANCE	1,237,483	1,237,483		
REVENUE	71,363	658,980	10.8%	
EXPENSE	109,773	783,311	14.0%	
NET REVENUE (EXPENSE)	(38,410)	(124,331)		
NET TRANSFER IN (OUT)	124,331	124,331		
ENDING FUND BALANCE	1,323,404	1,237,483		



FINANCIAL SUMMARY AS OF 3/31/2016

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	<u>YTD ACTUAL</u>	<u>REVISED BUDGET</u>	<u>% OF BUDGET RECEIVED / EXPENDED</u>	<u>NOTES</u>
UTILITY FUND				
BEGINNING FUND BALANCE	1,689,888	1,689,888		
REVENUE	268,535	568,100	47.3%	
EXPENSE	129,651	766,864	16.9%	
NET REVENUE (EXPENSE)	138,885	(198,764)		
NET TRANSFER IN (OUT)	792,878	792,878		
ENDING FUND BALANCE	2,621,651	2,284,002		
GILSON MEDICAL CLINIC				
BEGINNING FUND BALANCE	286,485	286,485		
REVENUE	38,897	142,195	27.4%	
EXPENSE	15,543	121,684	12.8%	
NET REVENUE (EXPENSE)	23,354	20,511		
NET TRANSFER IN (OUT)	-	-		
ENDING FUND BALANCE	309,839	306,996		
DEBT SERVICE FUND				
BEGINNING FUND BALANCE	1,764,736	1,764,736		
REVENUE	295,072	1,861,000	15.9%	
EXPENSE	58,775	9,097,900	0.6%	
NET REVENUE (EXPENSE)	236,297	(7,236,900)		
NET TRANSFER IN (OUT)	5,749,453	5,749,453		
ENDING FUND BALANCE	7,750,486	277,289		
VALDEZ HOUSING IMPROVEMENT AUTHORITY				
BEGINNING FUND BALANCE	-	1		
REVENUE	31,655	-		
EXPENSE	-	3,106,458		
NET REVENUE (EXPENSE)	31,655	(3,106,458)		
NET TRANSFER IN (OUT)	3,106,458	3,106,458		
ENDING FUND BALANCE	3,138,113	1		

Notes to Financial Summary

¹ Oil and Gas tax receipts will be reflected on the June 30 Financial Summary.

² Reimbursements include \$400k from Schools for prior-year health insurance costs. The insurance premium increase was not factored into a revised "school contribution" budget, and so the City overpaid the School during calendar 2015.



CAPITAL PROJECTS SUMMARY AS OF 03/31/2016

Project Description	<u>Revenues</u> To Date	<u>Prior Years</u> Expenditures	<u>YTD</u> Encumbrances	<u>YTD</u> Expenditures	Project Balance
Project Contingency	2,098,444	-	-	-	2,098,444
Homestead Road Improv	1,809,847	1,809,847	-	-	-
Homestead Special Assessment	310,000	117,183	-	-	192,817
Back up Generator	350,000		-	-	350,000
Roof Replacements	1,463,120	1,388,073	15,000	2,238	57,809
East Pioneer Reconstruction	1,740,113	10,551	1,328,937	-	400,625
Egan Drive Beautification	3,534,696	94,406	2,862,082	19,983	558,225
Weather Station	20,000	9,710	-	-	10,290
Alpine Woods Sewer Project	2,894,556	2,403,517	342,733	24,669	123,637
STP SCADA Controls Upgrades	330,000	306,466	-	7,037	16,497
STP Outfall Design	194,076	187,936	2,083	-	4,057
WWTP Outfall ACWF Loan	1,230,675	598,340	-	-	632,335
WWTP Outfall ADEC MMG Grant	2,054,802	1,510,869	-	-	543,933
STP Generator Project	50,000	-	-	-	50,000
Water/Sewer Master Plan	139,647	106,601	33,046	-	-
City Hall Generator Replacement	525,733	439,264	-	-	86,469
City Hall Weatherization	460,000	352,830	-	16,038	91,132
MKG Medical Clinic	350,000	1,540	-	-	348,460
Civic Center ADA Restroom Upgrade	283,016	283,016	-	-	-
Airport Roof Replacement	2,153,155	2,153,155	-	-	-
Airport Plumbing	400,000	-	-	-	400,000
Ice Rink	3,000	3,000	-	-	-
Meyring Park (North) Upgrades	684,951	641,398	4,200	-	39,353
Wildlife Viewing Area	100,000	-	-	-	100,000
Salmonberry Ski Hill	635,157	628,564	760	-	5,834
SBH Upland Boardwalk	121,587	121,587	-	-	-
SBH Dredging	542,000	-	87,951	11,494	442,555
New Harbor Planning (COV \$\$)	33,989,076	1,075,035	-	-	32,914,041
New Harbor GO 2015	20,000,000	10,804,841	9,054,530	32,405	108,224
Cost of Issuance New Harbor Bond	155,250	155,250	-	-	-
SBH Expansion and Uplands Grant 14-DC-141	1,000,000	174,561	371,885	20,525	433,029
SBH Grant 14-RR-015 (State)	2,430,136	2,399,729	30,407	-	-
Grant 13-DC-588 (State)	5,000,000	4,843,855	156,144	-	-



CAPITAL PROJECTS SUMMARY AS OF 03/31/2016

<u>Project Description</u>	<u>Revenues</u>	<u>Prior Years</u>	<u>YTD</u>	<u>YTD</u>	<u>Project Balance</u>
	<u>To Date</u>	<u>Expenditures</u>	<u>Encumbrances</u>	<u>Expenditures</u>	
VCT Replace Lighting & Electrical	1,170,677	1,170,677	-	-	-
VCT Water Main	1,000,000	-	-	-	1,000,000
Alpine Woods Dike Repair	403,995	403,995	-	-	-
Flood Mitigation Project	492,444	467,906	23,893	644	-
Flood Mitigation (COV Contribution)	142,453	105,254	27,017	-	10,182
Land Purchase (3Bears/Tesoro)	400,000	-	-	-	400,000
Sawmill Road Extension to Atigun	300,000	-	-	-	300,000
Airport Industrial Subd Water/Sewer	1,500,000	-	-	-	1,500,000
Senior Center Facility Upgrade	150,000	91,408	188	-	58,405
Senior Center Canopies Grant	150,000	-	-	-	150,000
Medical Campus Expansion MRI	1,493,540	1,489,890	-	3,650	-
Hospital Parking Lot Improvements	500,000	6,755	413,725	-	79,520
Hospital Oxygen Generator	300,000	-	-	297	299,703
Hospital Copper Pipe Replacement	1,250,000	-	-	25	1,249,975
VHS HVAC Replacement	4,344,495	1,991,765	25,546	74,182	2,253,002
New VMS (Bond Proceeds)	40,361,693	38,725,563	772,636	10,592	852,902
HHES HVAC/Boiler Replacement	1,364,661	1,364,661	-	-	-
New City Maintenance Building	5,420,002	5,416,768	1,514	-	1,252
High School ADA	100,000	8,725	-	-	91,275
VHS Swimming Pool Mechanical	600,000	-	-	-	600,000
Kelsey Dock 15RR008	1,667,094	-	-	-	1,667,094
Kelsey Dock GRANT	800,000	-	-	-	800,000
City's Contribution	2,037,367	1,682,261	-	-	355,106
Grand Total Capital Facilities Fund	153,001,455	85,546,751	15,554,277	223,779	51,676,180
Grant Funded Projects CY Funds			582,517	21,169	4,284,796
Total Capital Facilities Fund COV Funds			14,971,760	202,610	47,391,385



RESERVE FUND SUMMARY AS OF 3/31/2016

Account Description	2016 Available Balance	YTD Encumbrances	YTD Expenditures	Account Balance
School Budgetary Stabilization	500,000	-	-	500,000
Council Contingency HOLDING	200,862	350	-	200,512
Harbor Major Maint & Replacement	2,597,548	-	-	2,597,548
Projects Planning Reserve	1,388,653	-	-	1,388,653
Landfill Closure Reserve	2,203,192	-	-	2,203,192
Major Maintenance Reserve	7,231,790	198,918	83,384	6,949,488
Sewer & Lift Station Repairs	479,628	-	-	479,628
Leave Liability Reserve	323,169	-	109,456	213,713
Major Equipment Reserve	4,941,071	285,137	1,112,118	3,543,816
Energy Assistance Program	719,574	-	703,967	15,129
Technology Reserve	978,919	13,595	135,902	829,421
Special Events Reserve	1,072	-	(451)	1,523
Nuisance Abatement Program	376,097	17,976	-	358,121
Incident Management Reserve	928,615	7,910	152	920,553
Dike Repairs	342,557	-	-	342,557
Beautification Committee	60,589	7,332	-	53,257
ROW Road and Sidewalk Repair	97,669	10,049	-	87,620
Concrete/Asphalt Repairs for COV properties	7,515	-	-	7,515
LEPC Grant	-	-	-	-
LEPC Grant	6,623	5,520	1,104	-
Master Planning				
Master Planning Comprehensive	214,879	-	-	214,879
Master Planning Building Fire Code Revision	32,717	-	-	32,717
Master Planning CEDS	36,628	-	-	36,628
Master Planning Flood Planning	131,275	15,018	12,682	103,575
Master Planning Water/Sewer Study	50,000	-	-	50,000
Qaniq Challenge	29,139	-	14,441	14,697
Running Series	2,500	-	-	2,500
Land Development				
Land Development Snow Lots	131,768	15,726	-	116,042
Land Development Misc	624,945	18,292	2,500	604,153
Surveying Municipal Land	43,767	28,000	-	15,767
Grand Total Reserve	24,182,759	623,822	2,175,256	21,383,204



Major Maintenance Reserve as of 03/31/2016

<i>Project</i>		<i>Amended Budget</i>	<i>Prior Years Actual</i>	<i>Current Year Encumbrance</i>	<i>Current Year Actual</i>	<i>Balance</i>
Library/ Museum UST removal & Boilers Replace	908	626,062	607,130	7,633	6,358	4,941
Airport - replace water lines (design only)	1108	40,276	37,721	2,555	-	-
Civic Center - stairway trail & picnic shelter	1115	149,993	149,993	-	-	-
Airport Chair Replacement	1118	51,980	51,705	-	-	275
City Hall Fire Alarm Replacement	1201	218,000	157,830	364	-	59,806
Civic Center Weatherization Study/Design	1210	30,148	29,818	330	-	-
Airport Mechanical Room and Boiler Upgrades	1302	234,136	234,136	-	-	(0)
VCT Safety Railing Repair & Replacement	1306	145,240	127,915	-	12,370	4,955
2013 School Projects	1312	133,094	36,626	-	-	96,468
Police Storage Facility	1314	85,000	324	-	-	84,676
ARCS Transmitter	1315	5,000	3,466	-	-	1,534
Police Technology Upgrade Grant	1316	35,000	20,668	-	3,119	11,213
City Hall Day Tank & Stack Replacement	1401	340,000	298,466	10,696	-	30,838
VMF Warehouse UST Removal	1402	150,000	20,295	544	-	129,161
Zook Sewer Extension	1403	210,037	209,437	600	-	-
Museum Entry Door Replacement & ADA Upgrade (1404	60,377	57,957	2,420	-	-
Citywide Electrical Tracing and Labeling	1406	80,000	74,967	1,457	-	3,577
VCT Scale Tank & Piping Replacement	1407	50,000	23,381	-	-	26,619
Senior Center Attic Repair	1409	270,000	263,866	-	-	6,134
VHS Gym Acoustics	1411	185,302	180,616	1,541	3,145	(0)
VCT Underwater Inspections	1412	250,000	241,407	-	6,424	2,169
VCT North Star Warehouse - lights and heating	1413	100,000	95,367	2,943	-	1,690
Fire Station 1 - air compressor	1414	150,000	59,069	-	5,000	85,931
Fire Station 1 - Asbestos Removal/piping	1415	19,258	19,258	-	-	(0)
High School Restroom ADA Upgrade	1416	100,000	47,717	6,760	1,392	44,131
Clark St Drainage & Street Repair	1417	400,000	41,099	39,990	11,310	307,601
Harbor - Stan Stephens Plaza	1418	70,000	34,469	-	23,202	12,329
Swimming Pool Cover & Boiler Upgrade	1419	150,000	59,206	18,869	2,480	69,445
Civic Center Sound System	1421	49,250	49,250	-	-	-
Contingency Reserve	1500	198,225	-	-	-	198,225
Hospital - Transformer	1501	76,681	75,438	1,243	-	0
Effluent Testing	1502	35,000	-	-	-	35,000
Hospital - Electrical Line Conditioner	1503	200,000	3,720	-	-	196,280
Hospital - Water/Snow Drainage Study	1504	50,000	-	22,500	5	27,495
Hospital - Building Maintenance Reserve	1505	50,000	50,000	-	-	-
HHES Underground Fuel Tank Replacement	1601	250,000	-	-	-	250,000
Water - New Well	1602	100,000	10,106	21,329	3,389	65,176
Library - Sewer Pump Replacement	1603	100,000	3,000	1,950	-	95,050
Library - Repair and Repaint walls	1604	100,000	-	-	-	100,000
Fire Station I - Berthing Quarters (design)	1605	150,000	-	-	-	150,000
Animal Shelter - Kennel Curbs & Drains Replacemen	1606	150,000	-	-	-	150,000

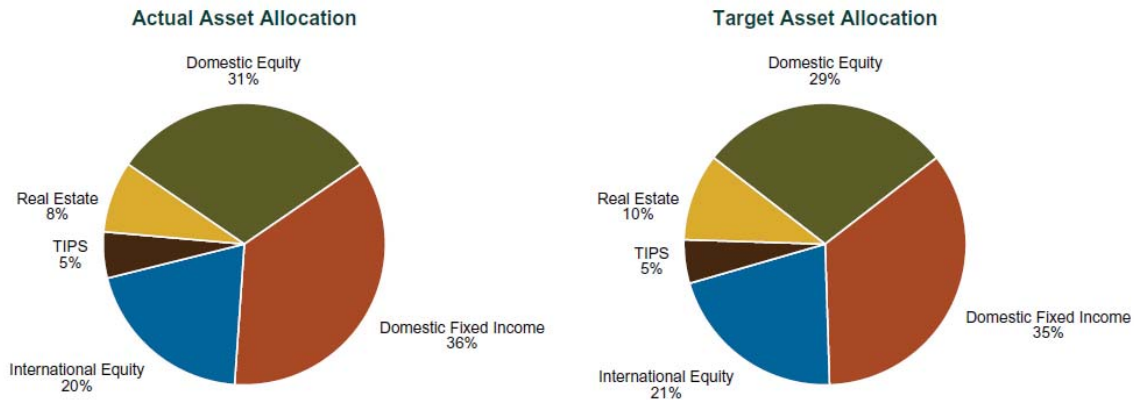


Major Maintenance Reserve as of 03/31/2016

<i>Project</i>		<i>Amended Budget</i>	<i>Prior Years Actual</i>	<i>Current Year Encumbrance</i>	<i>Current Year Actual</i>	<i>Balance</i>
Animal Shelter - Cremator Fire Box	1607	20,000	-	-	-	20,000
USFS Cabin - Romtec Restroom	1608	250,000	-	-	-	250,000
Harbor - Walk/Concrete/Fence Replacement	1609	150,000	-	-	-	150,000
Museum - Replace Lighting	1610	100,000	-	-	-	100,000
Hazmat Testing - various buildings	1611	250,000	-	-	-	250,000
Senior Center/City Hall - Elevator Controls	1612	125,000	-	-	-	125,000
Old Trap/Police Range - Remediation Study	1615	50,000	-	-	-	50,000
City-wide Exit Signs	1616	173,319	29,120	-	-	144,199
Hospital New Power Supply	1623	50,000	2,309	7,700	-	39,991
Hospital Duct Above Server Room	1624	50,000	-	-	7,230	42,770
Airport Door Upgrade	1627	215,000	4,810	4,694	3,080	202,416
VCT R.E. Staite Building Improvements	1628	80,000	3,925	-	-	76,075
New Playground	1629	65,000	-	-	-	65,000
South Central Well Door	1630	-	-	-	-	-
Capital Facilities Office Remodel	1631	-	-	-	1,239	(1,239)
City Hall Mall Asbestos Assessment	1632	-	-	-	-	-
Grand Total Major Maintenance Reserve		7,426,379	3,415,588	156,118	89,742	3,764,932
Grant Funded Projects CY Funds				-	3,119	11,213
Total Major Maintenance Reserve COV Funds				156,118	86,623	3,753,719

Valdez Permanent Fund
Executive Summary for Period Ending March 31, 2016

Asset Allocation



Performance

Returns for Periods Ended March 31, 2016

	Last Quarter	Last Year	Last 3 Years	Last 5 Years	Last 7 Years
Total Fund	1.82%	0.36%	6.08%	6.45%	10.01%
Target Benchmark*	1.76%	(0.12%)	5.41%	5.98%	9.81%
CPI + 4.5%	1.70%	5.00%	4.92%	5.59%	6.14%

Recent Developments

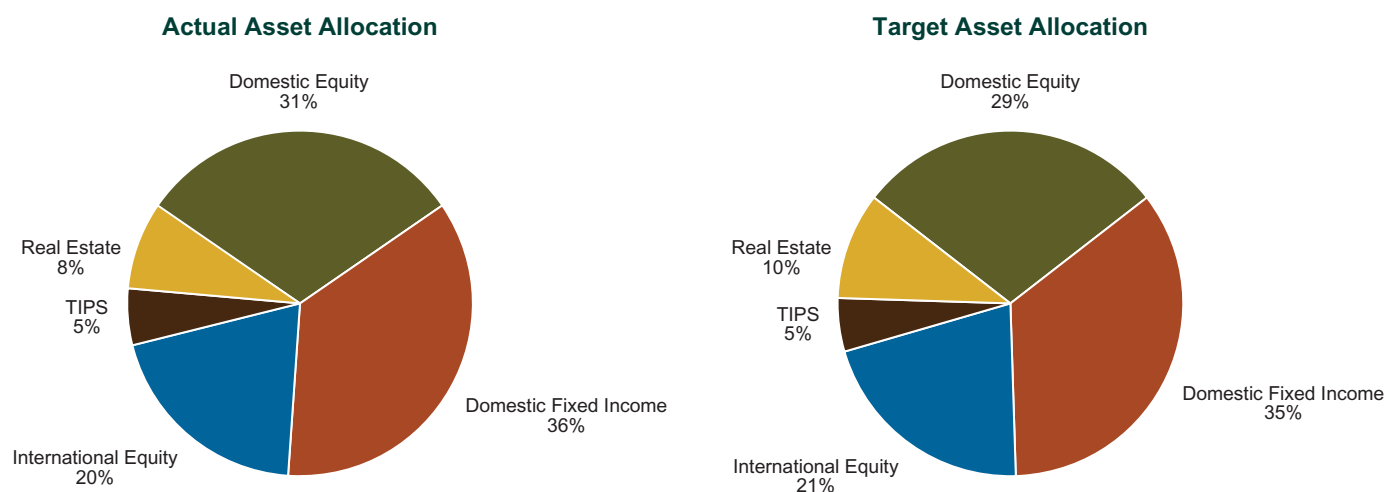
- **Baird**, an additional core fixed income manager, was funded at the end of January.

Organizational Issues

- On January 15th, **Standish** announced it has promoted David Morse to Director of Investment Grade Credit (IGC) and lead investment manager for the strategy, effective immediately. Previously he had served as deputy investment manager of IGC. He replaces James Gaul, who is leaving Standish to pursue a professional opportunity elsewhere. Within Emerging Market Debt (EMD), Federico Garcia Zamora, Javier Murcio, and Josephine Shea have each been promoted to lead or co-lead investment strategies within the sector. Going forward, Murcio and Zamora will co-lead Standish's Local Currency Debt strategies; Shea will lead Standish's Dollar Debt strategies; and Zamora and Shea will co-lead Standish's Opportunistic Debt strategies. Alex Kozhemiakin, former head of the EMD team, is departing the firm to pursue other opportunities.

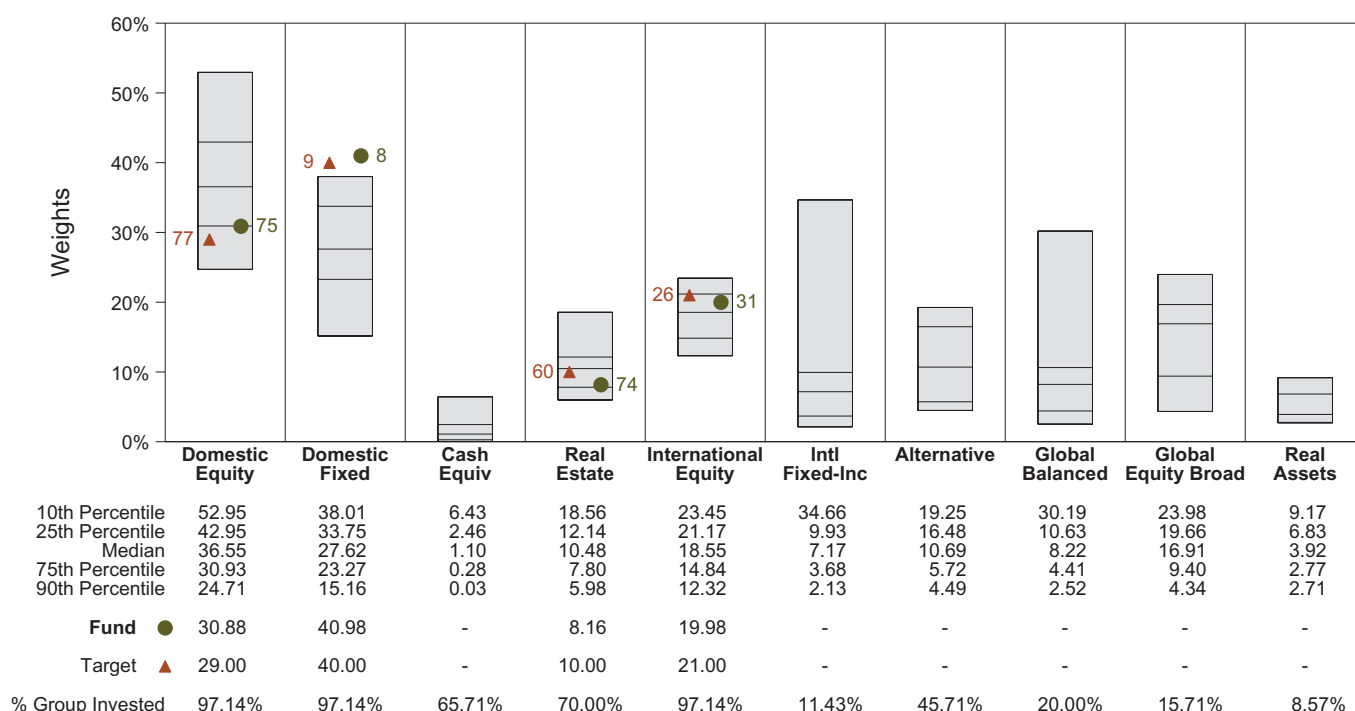
Actual vs Target Asset Allocation As of March 31, 2016

The top left chart shows the Fund's asset allocation as of March 31, 2016. The top right chart shows the Fund's target asset allocation as outlined in the investment policy statement. The bottom chart ranks the fund's asset allocation and the target allocation versus the Public Fund - Mid (100mm-1B).



Asset Class	\$000s Actual	Weight Actual	Target	Percent Difference	\$000s Difference
Domestic Equity	53,828	30.9%	29.0%	1.9%	3,281
Domestic Fixed Income	62,233	35.7%	35.0%	0.7%	1,227
International Equity	34,826	20.0%	21.0%	(1.0%)	(1,777)
TIPS	9,191	5.3%	5.0%	0.3%	476
Real Estate	14,223	8.2%	10.0%	(1.8%)	(3,207)
Total	174,301	100.0%	100.0%		

Asset Class Weights vs Public Fund - Mid (100mm-1B)

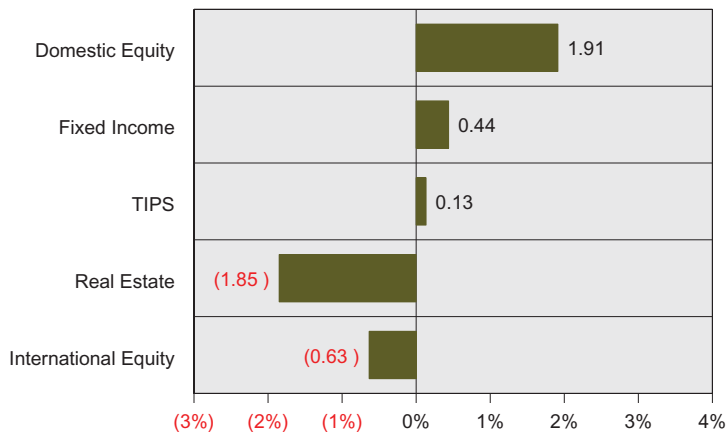


* Current Quarter Target = 35.0% Barclays Aggregate Index, 29.0% Russell 3000 Index, 21.0% MSCI ACWIxUS Gross, 10.0% NFI-ODCE Equal Weight Net and 5.0% Barclays US TIPS Index.

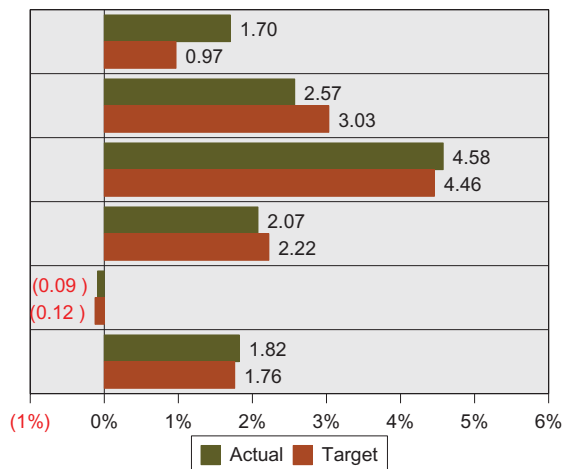
Quarterly Total Fund Relative Attribution - March 31, 2016

The following analysis approaches Total Fund Attribution from the perspective of relative return. Relative return attribution separates and quantifies the sources of total fund excess return relative to its target. This excess return is separated into two relative attribution effects: Asset Allocation Effect and Manager Selection Effect. The Asset Allocation Effect represents the excess return due to the actual total fund asset allocation differing from the target asset allocation. Manager Selection Effect represents the total fund impact of the individual managers excess returns relative to their benchmarks.

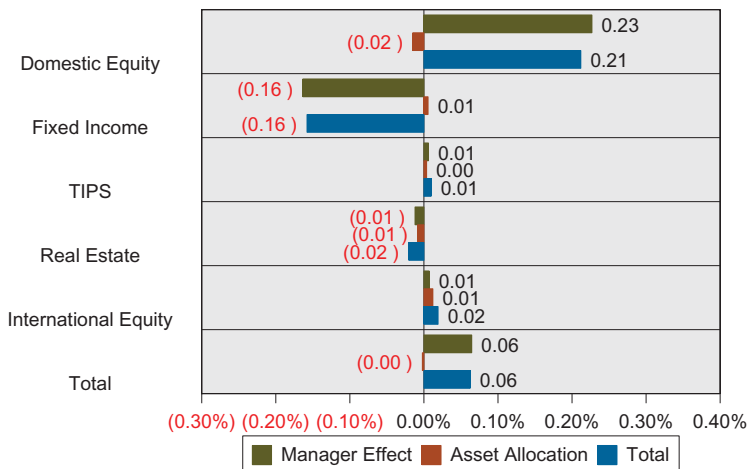
Asset Class Under or Overweighting



Actual vs Target Returns



Relative Attribution by Asset Class



Relative Attribution Effects for Quarter ended March 31, 2016

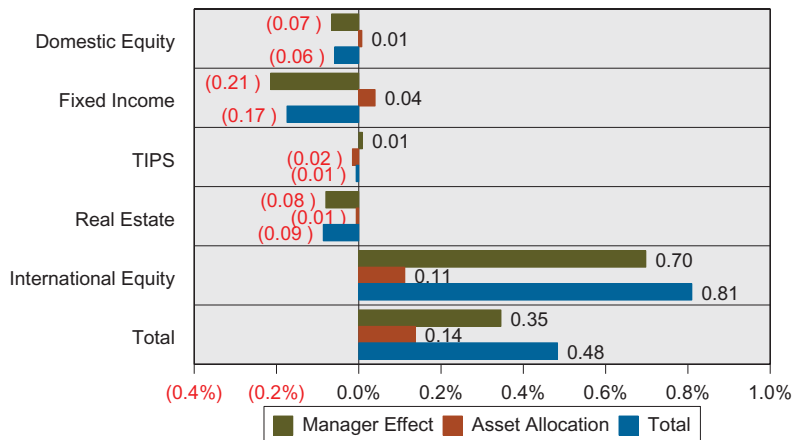
Asset Class	Effective Actual Weight	Effective Target Weight	Actual Return	Target Return	Manager Effect	Asset Allocation	Total Relative Return
Domestic Equity	31%	29%	1.70%	0.97%	0.23%	(0.02%)	0.21%
Fixed Income	35%	35%	2.57%	3.03%	(0.16%)	0.01%	(0.16%)
TIPS	5%	5%	4.58%	4.46%	0.01%	0.00%	0.01%
Real Estate	8%	10%	2.07%	2.22%	(0.01%)	(0.01%)	(0.02%)
International Equity	20%	21%	(0.09%)	(0.12%)	0.01%	0.01%	0.02%
Total			1.82%	1.76%	0.06%	(0.00%)	0.06%

* Current Quarter Target = 35.0% Barclays Aggregate Index, 29.0% Russell 3000 Index, 21.0% MSCI ACWIxUS IMI Gross, 10.0% NFI-ODCE Equal Weight Net and 5.0% Barclays US TIPS Index.

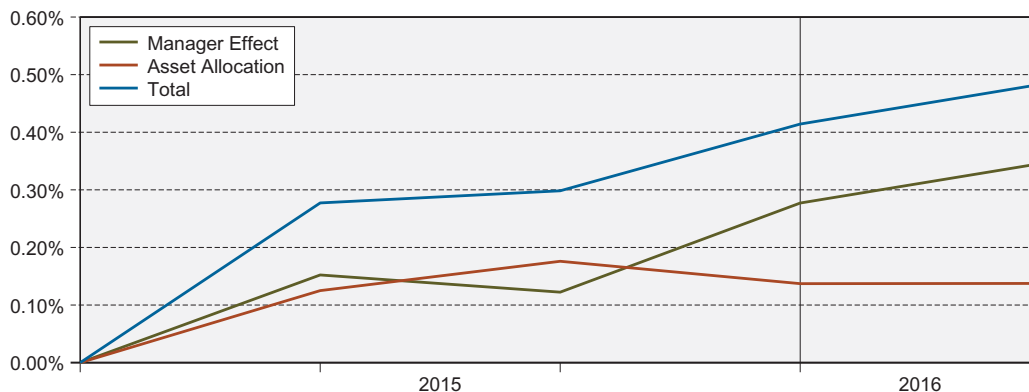
Cumulative Total Fund Relative Attribution - March 31, 2016

The charts below accumulate the Total Fund Attribution Analysis (shown earlier) over multiple periods to examine the cumulative sources of excess total fund performance relative to target. These cumulative results quantify the longer-term sources of total fund excess return relative to target by asset class. These relative attribution effects separate the cumulative sources of total fund excess return into Asset Allocation Effect and Manager Selection Effect.

One Year Relative Attribution Effects



Cumulative Relative Attribution Effects



One Year Relative Attribution Effects

Asset Class	Effective Actual Weight	Effective Target Weight	Actual Return	Target Return	Manager Effect	Asset Allocation	Total Relative Return
Domestic Equity	31%	29%	(0.55%)	(0.34%)	(0.07%)	0.01%	(0.06%)
Fixed Income	34%	34%	1.33%	1.96%	(0.21%)	0.04%	(0.17%)
TIPS	5%	5%	1.68%	1.51%	0.01%	(0.02%)	(0.01%)
Real Estate	8%	9%	11.95%	13.12%	(0.08%)	(0.01%)	(0.09%)
International Equity	21%	22%	(5.11%)	(8.11%)	0.70%	0.11%	0.81%
Total			0.36% = (0.12%) + 0.35% + 0.14%				0.48%

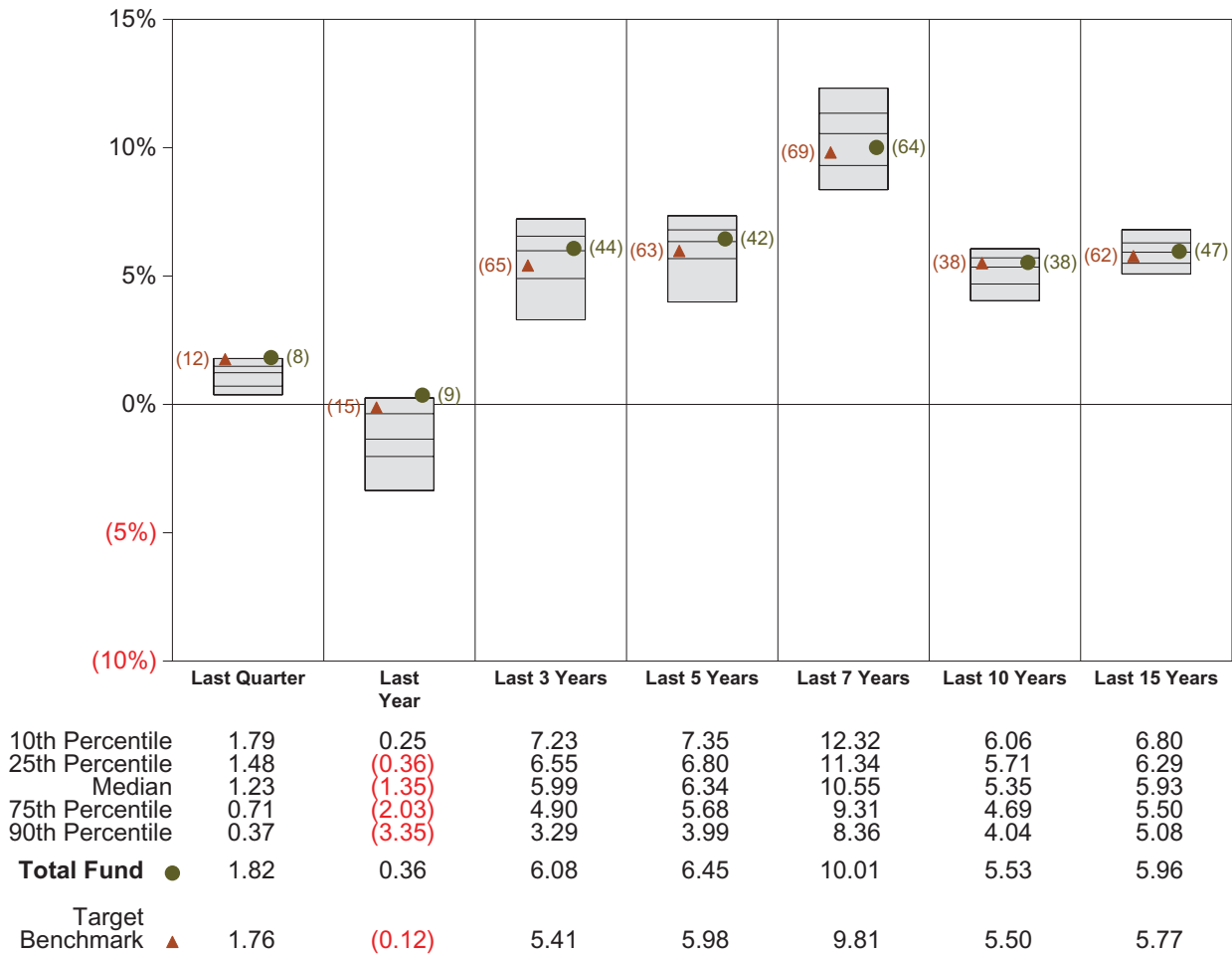
* Current Quarter Target = 35.0% Barclays Aggregate Index, 29.0% Russell 3000 Index, 21.0% MSCI ACWIxUS IMI Gross, 10.0% NFI-ODCE Equal Weight Net and 5.0% Barclays US TIPS Index.

Total Fund Period Ended March 31, 2016

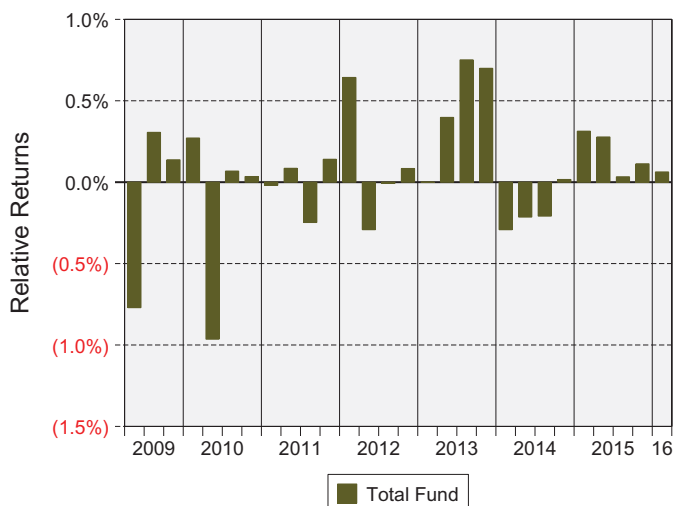
Quarterly Summary and Highlights

- Total Fund's portfolio posted a 1.82% return for the quarter placing it in the 8 percentile of the Public Fund - Mid (100mm-1B) group for the quarter and in the 9 percentile for the last year.
- Total Fund's portfolio outperformed the Target Benchmark by 0.06% for the quarter and outperformed the Target Benchmark for the year by 0.48%.

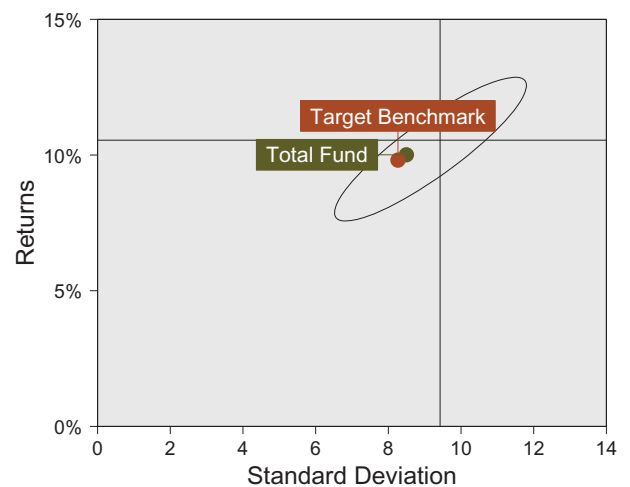
Performance vs Public Fund - Mid (100mm-1B) (Gross)



Relative Return vs Target Benchmark



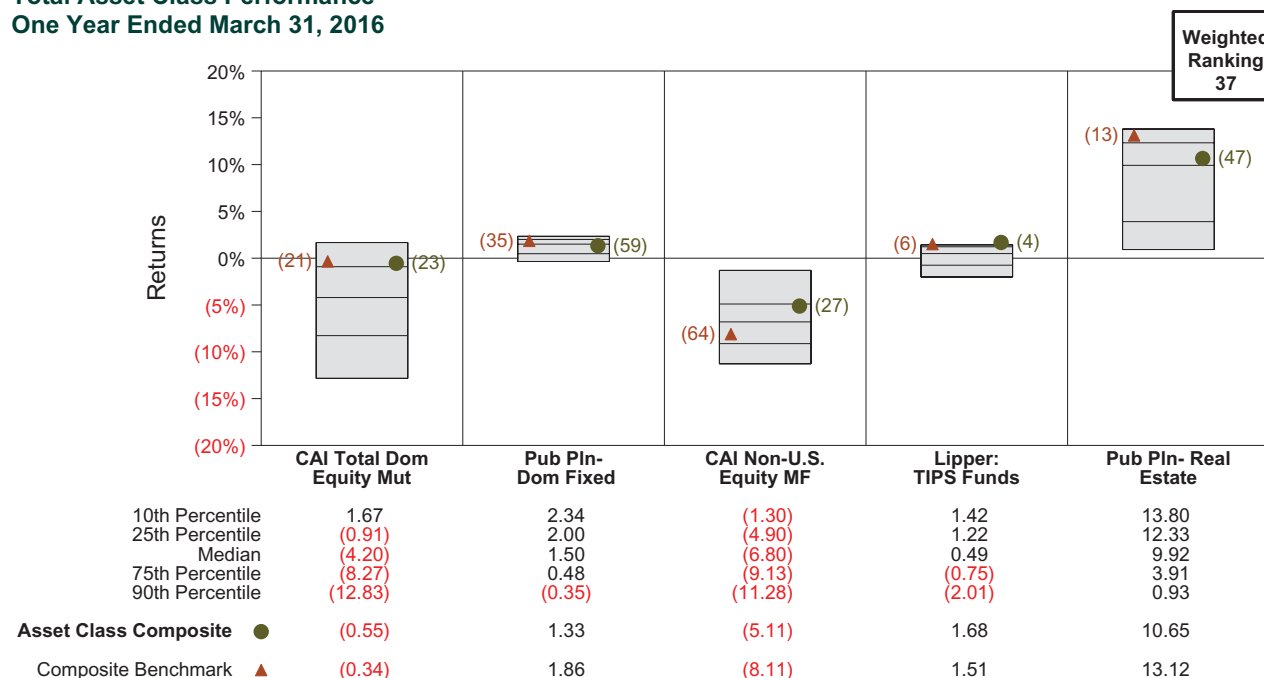
Public Fund - Mid (100mm-1B) (Gross) Annualized Seven Year Risk vs Return



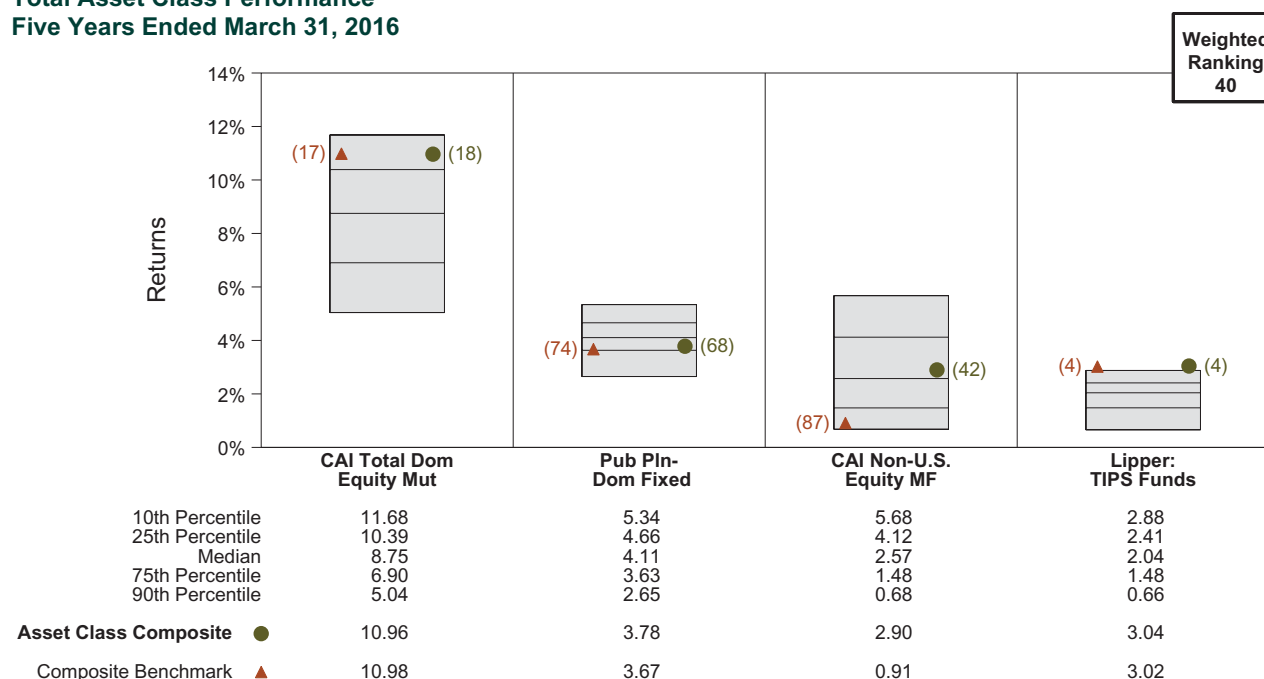
Asset Class Rankings

The charts below show the rankings of each asset class component of the Total Fund relative to appropriate comparative databases. In the upper right corner of each graph is the weighted average of the rankings across the different asset classes. The weights of the fund's actual asset allocation are used to make this calculation. The weighted average ranking can be viewed as a measure of the fund's overall success in picking managers and structuring asset classes.

Total Asset Class Performance One Year Ended March 31, 2016



Total Asset Class Performance Five Years Ended March 31, 2016



* Current Quarter Target = 35.0% Barclays Aggregate Index, 29.0% Russell 3000 Index, 21.0% MSCI ACWIxUS IMI Gross, 10.0% NFI-ODCE Equal Weight Net and 5.0% Barclays US TIPS Index.

Investment Manager Asset Allocation

The table below contrasts the distribution of assets across the Fund's investment managers as of March 31, 2016, with the distribution as of December 31, 2015. The change in asset distribution is broken down into the dollar change due to Net New Investment and the dollar change due to Investment Return.

Asset Distribution Across Investment Managers

	March 31, 2016				December 31, 2015	
	Market Value	Weight	Net New Inv.	Inv. Return	Market Value	Weight
Domestic Equity	\$53,827,952	30.88%	\$(2,722)	\$900,765	\$52,929,909	30.91%
Large Cap Equity	\$38,190,732	21.91%	\$(2,722)	\$504,811	\$37,688,643	22.01%
Vanguard Institutional Index	38,190,732	21.91%	(2,722)	504,811	37,688,643	22.01%
Mid Cap Equity	\$10,688,749	6.13%	\$0	\$387,816	\$10,300,933	6.02%
Vanguard S&P Mid Cap 400 Index	10,688,749	6.13%	0	387,816	10,300,933	6.02%
Small Cap Equity	\$4,948,472	2.84%	\$0	\$8,139	\$4,940,333	2.88%
RBC Small Cap Core	4,948,472	2.84%	0	8,139	4,940,333	2.88%
International Equity	\$34,826,385	19.98%	\$(17,506)	\$(33,680)	\$34,877,571	20.37%
Vanguard Intl Growth	13,907,091	7.98%	0	(283,548)	14,190,639	8.29%
Vanguard Intl Value	13,247,429	7.60%	0	(68,524)	13,315,953	7.78%
Brandes International Small Cap	7,671,865	4.40%	(17,506)	318,392	7,370,979	4.30%
Fixed Income	\$62,232,722	35.70%	\$(1,599)	\$1,559,695	\$60,674,626	35.43%
Alaska Permanent Cap Mgmt	21,487,150	12.33%	(21,001,599)	801,625	41,687,124	24.34%
Standish Global Fixed	19,303,059	11.07%	0	315,557	18,987,502	11.09%
Baird Aggregate Bond	21,442,514	12.30%	21,000,000	442,514	-	-
TIPS	\$9,191,081	5.27%	\$0	\$402,204	\$8,788,877	5.13%
Vanguard Inflation-Protected	9,191,081	5.27%	0	402,204	8,788,877	5.13%
Real Estate	\$14,222,702	8.16%	\$(40,636)	\$289,162	\$13,974,176	8.16%
UBS Trumbull Property	14,222,702	8.16%	(40,636)	289,162	13,974,176	8.16%
Total Fund	\$174,300,843	100.0%	\$(62,463)	\$3,118,147	\$171,245,159	100.0%

Investment Manager Returns

The table below details the rates of return for the Fund's investment managers over various time periods ended March 31, 2016. Negative returns are shown in red, positive returns in black. Returns for one year or greater are annualized. The first set of returns for each asset class represents the composite returns for all the fund's accounts for that asset class.

Returns for Periods Ended March 31, 2016

	Last Quarter	Last Year	Last 3 Years	Last 5 Years	Last 7 Years
Domestic Equity	1.70%	(0.55%)	11.15%	10.96%	16.76%
Russell 3000 Index	0.97%	(0.34%)	11.15%	11.01%	17.09%
Large Cap Equity	1.34%	1.77%	11.79%	11.55%	16.96%
Vanguard Institutional Index	1.34%	1.77%	11.79%	11.55%	16.96%
S&P 500 Index	1.35%	1.78%	11.82%	11.58%	16.97%
Mid Cap Equity	3.76%	(3.65%)	-	-	-
Vanguard S&P Mid Cap 400 Index	3.76%	(3.65%)	-	-	-
S&P Mid Cap 400 Index	3.79%	(3.60%)	9.46%	9.52%	18.51%
Small Cap Equity	0.16%	(10.64%)	-	-	-
RBC Small Cap Core	0.16%	(10.64%)	-	-	-
Russell 2000 Index	(1.52%)	(9.76%)	6.84%	7.20%	16.42%
International Equities	(0.09%)	(5.11%)	3.70%	2.90%	10.86%
Vanguard Intl Growth	(2.00%)	(6.87%)	3.49%	2.83%	11.72%
Vanguard Intl Value	(0.51%)	(9.68%)	1.58%	1.57%	8.88%
MSCI EAFE	(3.01%)	(8.27%)	2.23%	2.29%	9.69%
MSCI ACWIxUS IMI Gross	(0.12%)	(7.68%)	1.19%	1.03%	10.22%
Brandes International Small Cap	4.34%	-	-	-	-
ACWI Sm Cap ex US	0.68%	(0.60%)	3.67%	2.39%	14.01%
Fixed Income	2.57%	1.33%	2.31%	3.78%	4.90%
Alaska Permanent Cap Mgmt	3.03%	2.31%	2.68%	4.10%	5.02%
Barclays Aggregate Index	3.03%	1.96%	2.50%	3.78%	4.52%
Standish Global Fixed	1.66%	-	-	-	-
Barclays Global Aggregate Index	3.28%	2.44%	3.68%	4.59%	4.63%
TIPS	4.58%	1.68%	(0.69%)	3.04%	-
Vanguard Inflation-Protected	4.58%	1.68%	(0.69%)	3.04%	-
Barclays US TIPS Index	4.46%	1.51%	(0.71%)	3.02%	4.16%
Real Estate	1.78%	10.65%	10.53%	-	-
UBS Trumbull Property - Net	1.78%	10.65%	10.53%	-	-
NFI-ODCE Equal Weight Net**	2.22%	13.12%	12.60%	12.22%	7.63%
Total Fund	1.82%	0.36%	6.08%	6.45%	10.01%
Target Benchmark*	1.76%	(0.12%)	5.41%	5.98%	9.81%
CPI + 4.5%	1.70%	5.00%	4.92%	5.59%	6.14%

* Current Quarter Target = 35.0% Barclays Aggregate Index, 29.0% Russell 3000 Index, 21.0% MSCI ACWIxUS IMI Gross, 10.0% NFI-ODCE Equal Weight Net and 5.0% Barclays US TIPS Index.

Investment Manager Returns

The table below details the rates of return for the Fund's investment managers over various time periods ended March 31, 2016. Negative returns are shown in red, positive returns in black. Returns for one year or greater are annualized. The first set of returns for each asset class represents the composite returns for all the fund's accounts for that asset class.

Returns for Periods Ended March 31, 2016			
	Last 10 Years	Last 15 Years	Last 18-1/2 Years
Domestic Equity	6.77%	6.31%	-
Russell 3000 Index	6.90%	6.38%	6.41%
Large Cap Equity	7.01%	5.99%	-
Vanguard Institutional Index	7.01%	5.99%	-
S&P 500 Index	7.01%	5.99%	6.25%
International Equities	3.08%	5.23%	-
Vanguard Intl Growth	3.68%	-	-
Vanguard Intl Value	1.75%	-	-
MSCI EAFE	1.80%	4.35%	3.73%
MSCI ACWIxUS IMI Gross	2.65%	5.93%	4.66%
Fixed Income	4.47%	4.83%	5.31%
Alaska Permanent Cap Mgmt	5.26%	5.33%	5.74%
Barclays Aggregate Index	4.90%	4.97%	5.39%
Total Fund	5.53%	5.96%	6.18%
Target Benchmark*	5.50%	5.77%	5.86%
CPI + 4.5%	6.25%	6.50%	6.60%

* Current Quarter Target = 35.0% Barclays Aggregate Index, 29.0% Russell 3000 Index, 21.0% MSCI ACWIxUS IMI Gross, 10.0% NFI-ODCE Equal Weight Net and 5.0% Barclays US TIPS Index.

Investment Manager Returns

The table below details the rates of return for the Fund's investment managers over various time periods. Negative returns are shown in red, positive returns in black. Returns for one year or greater are annualized. The first set of returns for each asset class represents the composite returns for all the fund's accounts for that asset class.

	12/2015- 3/2016	2015	2014	2013	2012
Domestic Equity	1.70%	(0.24%)	12.72%	33.25%	15.54%
Russell 3000 Index	0.97%	0.48%	12.56%	33.55%	16.42%
Large Cap Equity	1.34%	1.37%	13.65%	32.35%	15.98%
Vanguard Institutional Index	1.34%	1.37%	13.65%	32.35%	15.98%
S&P 500 Index	1.35%	1.38%	13.69%	32.39%	16.00%
Mid Cap Equity	3.76%	(2.23%)	9.72%	-	-
Vanguard S&P Mid Cap 400 Index	3.76%	(2.23%)	9.72%	-	-
S&P Mid Cap 400 Index	3.79%	(2.18%)	9.77%	33.50%	17.88%
Small Cap Equity	0.16%	(7.27%)	4.68%	-	-
RBC Small Cap Core	0.16%	(7.27%)	4.68%	-	-
Russell 2000 Index	(1.52%)	(4.41%)	4.89%	38.82%	16.35%
International Equities	(0.09%)	(0.43%)	(6.09%)	22.62%	20.19%
Vanguard Intl Growth	(2.00%)	0.25%	(5.51%)	23.12%	20.18%
Vanguard Intl Value	(0.51%)	(5.41%)	(6.69%)	22.15%	20.18%
MSCI EAFE	(3.01%)	(0.81%)	(4.90%)	22.78%	17.32%
MSCI ACWIxUS IMI Gross	(0.12%)	(4.20%)	(3.47%)	16.30%	17.58%
Brandes International Small Cap	4.34%	-	-	-	-
ACWI Sm Cap ex US	0.68%	2.60%	(4.03%)	19.73%	18.52%
Fixed Income	2.57%	0.47%	5.85%	(1.87%)	4.73%
Alaska Permanent Cap Mgmt	3.03%	1.04%	5.80%	(1.73%)	5.08%
Barclays Aggregate Index	3.03%	0.55%	5.97%	(2.02%)	4.21%
Standish Global Fixed	1.66%	-	-	-	-
Barclays Global Aggregate Index	3.28%	1.02%	7.59%	(0.14%)	5.72%
TIPS	4.58%	(1.54%)	4.07%	(8.83%)	6.87%
Vanguard Inflation-Protected	4.58%	(1.54%)	4.07%	(8.83%)	6.87%
Barclays US TIPS Index	4.46%	(1.44%)	3.64%	(8.61%)	6.98%
Real Estate	1.78%	11.64%	10.38%	9.12%	8.85%
UBS Trumbull Property - Net	1.78%	11.64%	10.38%	9.12%	8.85%
NFI-ODCE Equal Weight Net**	2.22%	14.18%	11.42%	12.36%	9.93%
Total Fund	1.82%	1.08%	5.28%	14.77%	11.99%
Target Benchmark*	1.76%	0.34%	6.01%	12.74%	11.57%
CPI + 4.5%	1.70%	4.89%	4.83%	5.96%	6.18%

* Current Quarter Target = 35.0% Barclays Aggregate Index, 29.0% Russell 3000 Index, 21.0% MSCI ACWIxUS IMI Gross, 10.0% NFI-ODCE Equal Weight Net and 5.0% Barclays US TIPS Index.

Investment Manager Returns

The table below details the rates of return for the Fund's investment managers over various time periods. Negative returns are shown in red, positive returns in black. Returns for one year or greater are annualized. The first set of returns for each asset class represents the composite returns for all the fund's accounts for that asset class.

	2011	2010	2009	2008	2007
Domestic Equity	1.65%	16.13%	26.66%	(36.73%)	5.00%
Russell 3000 Index	1.03%	16.93%	28.34%	(37.31%)	5.14%
Large Cap Equity	2.09%	15.05%	26.63%	(36.95%)	5.47%
Vanguard Institutional Index	2.09%	15.05%	26.63%	(36.95%)	5.47%
S&P 500 Index	2.11%	15.06%	26.47%	(37.00%)	5.49%
International Equity	(14.04%)	11.59%	37.74%	(43.30%)	14.45%
Vanguard Intl Growth	(13.58%)	15.81%	41.88%	(44.83%)	16.25%
Vanguard Intl Value	(14.58%)	7.31%	33.77%	(41.74%)	12.66%
MSCI EAFE	(12.14%)	7.75%	31.78%	(43.38%)	11.17%
MSCI ACWIXUS IMI Gross	(13.94%)	13.17%	44.28%	(45.71%)	16.58%
Fixed Income	7.82%	6.59%	8.41%	0.01%	5.62%
Alaska Permanent Cap Mgmt	7.88%	6.26%	8.90%	4.61%	7.03%
Barclays Aggregate Index	7.84%	6.54%	5.93%	5.24%	6.97%
Total Fund	1.01%	10.77%	18.95%	(20.07%)	6.77%
Target Benchmark*	1.08%	11.50%	17.85%	(18.42%)	6.82%
CPI + 4.5%	7.71%	6.18%	7.87%	4.06%	8.85%

* Current Quarter Target = 35.0% Barclays Aggregate Index, 28.0% S&P 500 Index, 23.0% MSCI ACWIXUS Gross, 7.0% Russell 2500 Index and 7.0% Barclays US TIPS Index.