

SUMMARY OF RELEVANT FACTS
Town of Longboat Key Combined Retirement Plans
As of June 30, 2017

Distribution of Assets:	
Equity	
-Large Cap. Value	\$5,403,395.65
-Large Cap. Growth	\$5,683,485.46
-Large Cap. Core	\$1,737,822.93
-Mid Cap. Value	\$911,572.74
-Mid Cap. Growth	\$931,184.75
-Small Cap. Value	\$917,098.84
-Small Cap. Growth	\$837,657.28
-International Value	\$2,556,206.33
-International Growth	\$2,703,642.36
Total Equity	\$21,682,066.34
-Fixed Income	\$9,876,951.49
Total Traditional Assets	\$31,559,017.83
Alternative Investments	
-Core Private Real Estate	\$640,000.00
-Master Limited Partnerships	\$1,646,756.73
Total Alternative Investments	\$2,286,756.73
Cash (Deposit & Disbursement Acc't)	\$368,571.33
Total Portfolio	\$34,214,345.89

Distribution by Percentages:	Current	Policy	Range
Equity			
-Large Cap. Value	15.79%	15.00%	12.5 - 17.5%
-Large Cap. Growth	16.61%	15.00%	12.5 - 17.5%
-Large Cap. Core	5.08%	5.00%	2.5 - 7.5%
-Mid Cap. Value	2.66%	2.50%	0.0 - 5.0%
-Mid Cap. Growth	2.72%	2.50%	0.0 - 5.0%
-Small Cap. Value	2.68%	2.50%	0.0 - 5.0%
-Small Cap. Growth	2.45%	2.50%	0.0 - 5.0%
-International Value	7.47%	7.50%	5.0 - 10.0%
-International Growth	7.90%	7.50%	5.0 - 10.0%
Total Equity	63.37%	60.00%	50.0 - 70.0%
-Fixed Income	28.87%	25.00%	15.0 - 35.0%
Total Traditional Assets	92.24%	85.00%	
Alternative Investments			
-Core Private Real Estate	1.87%	10.00%	0.0 - 12.5%
-Master Limited Partnerships	4.81%	5.00%	0.0 - 7.5%
Total Alternative Investments	6.68%	15.00%	0.0 - 20.0%
Cash (Deposit & Disbursement Acc't)	1.08%	0.00%	
Total Portfolio	100.00%	100.00%	

Deposit & Disbursement		
Total Assets	100.00%	\$368,571
Equity	0.00%	\$0
Cash	100.00%	\$368,571
Fees		\$0
Gain or (Loss) - Gross-of-Fees		\$22
Gain or (Loss) - Net-of-Fees		\$22

Other Important Facts:	
Total Portfolio	\$34,214,346
Fees	(\$37,769)
Total Gain or (Loss) - Gross-of-Fees	\$804,878
Total Gain or (Loss) - Net-of-Fees	\$767,109

Vanguard - Large Cap Value ETF		Kayne Anderson - Small Cap Value	
Total Assets	100.00%	\$5,403,396	100.00%
Equity	99.43%	\$5,372,405	99.36%
Cash	0.57%	\$30,990	0.64%
Fees		(\$3,593)	
Gain or (Loss) - Gross-of-Fees		\$100,703	
Gain or (Loss) - Net-of-Fees		\$97,110	

Vanguard - Large Cap Growth ETF		Apex - Small Cap Growth	
Total Assets	100.00%	\$5,683,485	100.00%
Equity	99.73%	\$5,668,271	99.49%
Cash	0.27%	\$15,215	0.51%
Fees		(\$3,675)	
Gain or (Loss) - Gross-of-Fees		\$258,935	
Gain or (Loss) - Net-of-Fees		\$255,260	

Connors - Large Cap Core		Lazard - International Value	
Total Assets	100.00%	\$1,737,823	100.00%
Equity	99.18%	\$1,723,597	99.40%
Cash	0.82%	\$14,226	0.60%
Fees		(\$2,443)	
Gain or (Loss) - Gross-of-Fees		\$29,505	
Gain or (Loss) - Net-of-Fees		\$27,062	

Kennedy - Mid Cap Value		Renaissance - International Growth	
Total Assets	100.00%	\$911,573	100.00%
Equity	99.29%	\$905,062	98.99%
Cash	0.71%	\$6,511	1.01%
Fees		(\$1,395)	
Gain or (Loss) - Gross-of-Fees		\$12,435	
Gain or (Loss) - Net-of-Fees		\$11,040	

Congress - Mid Cap Growth		Pacific - Fixed Income	
Total Assets	100.00%	\$931,185	100.00%
Equity	99.12%	\$923,028	99.34%
Cash	0.88%	\$8,156	0.66%
Fees		(\$1,286)	
Gain or (Loss) - Gross-of-Fees		\$30,628	
Gain or (Loss) - Net-of-Fees		\$29,341	

American Core Realty - Private Real Estate		Center Coast - MLP	
Total Assets	100.00%	\$640,000	100.00%
Equity	100.00%	\$640,000	99.52%
Cash	0.00%	\$0	0.48%
Fees		\$0	
Gain or (Loss) - Gross-of-Fees		\$0	
Gain or (Loss) - Net-of-Fees		\$0	

Breakdown of Returns
Town of Longboat Key Combined Retirement Plans
As of June 30, 2017

EQUITY		Gross-of-Fees	Net-of-Fees			
Vanguard ETF (15.79%)		Return	Return	CRSP Large Value	Russell 1000 Value	
Large Cap. Value						
	Quarter	1.83	1.76	1.83	1.34	
	Fiscal Year to Date	13.12	12.89	13.09	11.64	
	Since 6/30/2016	16.57	16.25	16.53	15.53	
Vanguard ETF (16.61%)				CRSP Large Growth	Russell 1000 Growth	
Large Cap. Growth						
	Quarter	4.70	4.63	4.72	4.67	
	Fiscal Year to Date	14.33	14.10	14.31	15.15	
	Since 6/30/2016	20.13	19.80	20.19	20.42	
Connors (5.08%)				S&P 500	60% S&P / 40% S&P CBOE	S&P CBOE Buy Write
Large Cap. Core						
	Quarter	1.58	1.44	3.09	3.08	3.07
	Fiscal Year to Date	16.94	16.55	13.52	12.14	10.04
	Since 6/30/2016	19.29	18.83	17.90	15.56	12.06
Kennedy (2.66%)				Russell Mid Cap Value		
Mid Cap. Value						
	Quarter	1.23	1.07	1.37		
	Fiscal Year to Date	13.62	13.09	10.99		
	Since 6/30/2016	21.87	21.12	15.93		
Congress (2.72%)				Russell Mid Cap Growth		
Mid Cap. Growth						
	Quarter	3.26	3.11	4.22		
	Fiscal Year to Date	16.21	15.71	11.91		
	Since 6/30/2016	17.98	17.31	17.05		
Kayne Anderson (2.68%)				Russell 2000 Value		
Small Cap. Value						
	Quarter	1.79	1.63	0.67		
	Fiscal Year to Date	16.16	15.62	14.69		
	Since 6/30/2016	20.98	20.24	24.85		
Apex (2.45%)				Russell 2000 Growth		
Small Cap. Growth						
	Quarter	1.77	1.61	4.39		
	Fiscal Year to Date	5.78	5.28	13.90		
	Since 6/30/2016	10.90	10.22	24.40		

The prices, quotes, or statistics contained herein have been obtained from sources believed to be reliable, however, its accuracy cannot be guaranteed. Past performance is not a guarantee of future results.

Lazard (7.47%) International Value	Gross-of-Fees Return	Net-of-Fees Return	MSCI EAFE (Net)
Quarter	7.20	7.05	6.12
Fiscal Year to Date	9.40	8.94	13.00
Since 6/30/2016	12.37	11.74	20.27
Renaissance (7.9%) International Growth			MSCI ACWI ex US (Net)
Quarter	7.16	7.01	5.78
Fiscal Year to Date	13.54	13.06	12.67
Since 6/30/2016	21.76	21.08	20.45
FIXED INCOME Pacific Income Advisors (28.87%)			BC Gov/Credit Intm
Quarter	0.86	0.73	0.94
Fiscal Year to Date	(0.34)	(0.73)	(0.37)
Since 6/30/2016	(0.10)	(0.61)	(0.21)
Alternatives Center Coast (4.81%)			Alerian MLP
Quarter	(6.79)	(6.95)	(6.35)
Fiscal Year to Date	1.99	1.48	(0.67)
Since 6/30/2016	2.80	2.11	0.40
Time-Weighted Returns (TWR)			Policy Index
Quarter	2.28	2.16	2.30
Fiscal Year to Date	8.22	7.85	7.78
Since 6/30/2016	11.17	10.68	11.22
Dollar-Weighted Net (IRR)			Actuary Assumption
Quarter		2.20	1.75
Fiscal Year to Date		7.85	5.25
Since 6/30/2016		10.62	7.00

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COMPLIANCE CHECKLIST

Town of Longboat Key Combined Retirement Plans

As of June 30, 2017

GUIDELINES In Compliance

Equity Portfolio

Listed on recognized exchange	Yes
Single issue not to exceed 10% at market value for each equity in each separately managed portfolio	Yes
Total equity portfolio < 50.0% & > 70.0% of total fund at market value	Yes

Vanguard ETF (15.79%)

Large Capitalization Value Equity Portfolio

Market Value < 12.5% & > 17.5% of total fund	Yes
Performance (Inception 6/2016)	<u>3 years</u> <u>Since Inception</u>
Return > CRSP Large Value	N/A Yes
Return > Russell 1000 Value	N/A Yes

Vanguard ETF (16.61%)

Large Capitalization Growth Equity Portfolio

Market Value < 12.5% & > 17.5% of total fund	Yes
Performance (Inception 6/2016)	<u>3 years</u> <u>Since Inception</u>
Return > CRSP Large Growth	N/A No
Return > Russell 1000 Value	N/A No

Connors (5.08%)

Large Capitalization Core Equity Portfolio

Market Value < 2.5% & > 7.5% of total fund	Yes
Performance (Inception 6/2016)	<u>3 years</u> <u>Since Inception</u>
Return > S&P 500	N/A Yes
Return > 60% S&P/40% S&P CBOE	N/A Yes
Return > S&P CBOE Buy Write	N/A Yes

Kennedy (2.66%)

Mid Capitalization Value Equity Portfolio

Market Value < 0.0% & > 5.0% of total fund	Yes
Performance (Inception 6/2016)	<u>3 years</u> <u>Since Inception</u>
Return > Russell Midcap Value	N/A Yes

Congress (2.72%)

Mid Capitalization Growth Equity Portfolio

Market Value < 0.0% & > 5.0% of total fund	Yes
Performance (Inception 6/2016)	<u>3 years</u> <u>Since Inception</u>
Return > Russell Midcap Growth	N/A Yes

Kayne Anderson (2.68%)

Small Capitalization Value Equity Portfolio

Market Value < 0.0% & > 5.0% of total fund	Yes
Performance (Inception 6/2016)	<u>3 years</u> <u>Since Inception</u>
Return > Russell 2000 Value	N/A No

OBJECTIVES In Compliance

Total Portfolio

Exceed Target Index	<u>3 years</u>	<u>Since Inception</u>
Exceed Target Rate of Return (7.0%)*	N/A	No
	N/A	Yes

*Performance compared to dollar-weighted net returns

Apex (2.45%)

Small Capitalization Growth Equity Portfolio

Market Value < 0.0% & > 5.0% of total fund	Yes
Performance (Inception 6/2016)	<u>3 years</u> <u>Since Inception</u>
Return > Russell 2000 Growth	N/A No

Lazard (7.47%)

International Value Equity Portfolio

Market Value < 5.0% & > 10.0% of total fund	Yes
Performance (Inception 6/2016)	<u>3 years</u> <u>Since Inception</u>
Return > MSCI EAFE (Net)	N/A No

Renaissance (7.9%)

International Growth Equity Portfolio

Market Value < 5.0% & > 10.0% of total fund	Yes
Performance (Inception 6/2016)	<u>3 years</u> <u>Since Inception</u>
Return > MSCI ACWI ex US (Net)	N/A Yes

Pacific Income Advisors (28.87%)

Fixed Income Portfolio

Market Value < 15.0% & > 35.0% of total fund	Yes
Performance (Inception 6/2016)	<u>3 years</u> <u>Since Inception</u>
Return > Barclays Cap Interm. Gov't/Credit	N/A Yes
U.S. Government / Agency or U.S. Corporations	Yes
Bonds rated "A" or better	Yes
Single corporate issuer not exceed 10% of bond portfolio (except U.S. Government/Agency)	Yes

American Core Realty (1.87%)

Private Real Estate

Market Value < 0.0% & > 12.5% of total fund	Yes
Performance (Inception 6/2017)	<u>3 years</u> <u>Since Inception</u>
Return > NCREIF Property Index	N/A N/A

Center Coast (4.81%)

Master Limited Partnerships

Market Value < 0.0% & > 7.50% of total fund	Yes
Performance (Inception 6/2016)	<u>3 years</u> <u>Since Inception</u>
Return > Alerian MLP	N/A Yes

Consulting & Management Fee Billing Summary
Town of Longboat Key Firefighters' Retirement Plan
As of June 30, 2017

Vanguard Value ETF*		745-054093								
<u>Date Billed</u>	<u>Market Value</u>	<u>From</u>	<u>To</u>	<u>\$ GC Fee</u>	<u>% Annl. GC Fee</u>	<u>\$ Mgr. Fee</u>	<u>% Annl. Mgr. Fee</u>	<u>\$ Total Fee</u>	<u>% Annl. Total Fee</u>	
4/17/2017	\$5,307,219.50	4/1/2017	6/30/2017	\$3,593.30	0.27%	\$0.00	0.00%	\$3,593.30	0.27%	

*Vanguard does not charge a separate fee for management. Returns are net of a 0.08% annual fee.

Vanguard Growth ETF*		745-054092							
<u>Date Billed</u>	<u>Market Value</u>	<u>From</u>	<u>To</u>	<u>\$ GC Fee</u>	<u>% Annl. GC Fee</u>	<u>\$ Mgr. Fee</u>	<u>% Annl. Mgr. Fee</u>	<u>\$ Total Fee</u>	<u>% Annl. Total Fee</u>
4/17/2017	\$5,428,570.01	4/1/2017	6/30/2017	\$3,675.46	0.27%	\$0.00	0.00%	\$3,675.46	0.27%

*Vanguard does not charge a separate fee for management. Returns are net of a 0.08% annual fee.

Connors		745-054091							
<u>Date Billed</u>	<u>Market Value</u>	<u>From</u>	<u>To</u>	<u>\$ GC Fee</u>	<u>% Annl. GC Fee</u>	<u>\$ Mgr. Fee</u>	<u>% Annl. Mgr. Fee</u>	<u>\$ Total Fee</u>	<u>% Annl. Total Fee</u>
4/17/2017	\$1,712,006.32	4/1/2017	6/30/2017	\$1,159.12	0.27%	\$1,283.40	0.30%	\$2,442.52	0.57%

Kennedy		745-054090							
<u>Date Billed</u>	<u>Market Value</u>	<u>From</u>	<u>To</u>	<u>\$ GC Fee</u>	<u>% Annl. GC Fee</u>	<u>\$ Mgr. Fee</u>	<u>% Annl. Mgr. Fee</u>	<u>\$ Total Fee</u>	<u>% Annl. Total Fee</u>
4/17/2017	\$900,364.95	4/1/2017	6/30/2017	\$609.60	0.27%	\$785.66	0.35%	\$1,395.26	0.62%

Congress		745-054089							
<u>Date Billed</u>	<u>Market Value</u>	<u>From</u>	<u>To</u>	<u>\$ GC Fee</u>	<u>% Annl. GC Fee</u>	<u>\$ Mgr. Fee</u>	<u>% Annl. Mgr. Fee</u>	<u>\$ Total Fee</u>	<u>% Annl. Total Fee</u>
4/17/2017	\$902,651.09	4/1/2017	6/30/2017	\$611.15	0.27%	\$675.13	0.30%	\$1,286.28	0.57%

Kayne Anderson		745-054088							
<u>Date Billed</u>	<u>Market Value</u>	<u>From</u>	<u>To</u>	<u>\$ GC Fee</u>	<u>% Annl. GC Fee</u>	<u>\$ Mgr. Fee</u>	<u>% Annl. Mgr. Fee</u>	<u>\$ Total Fee</u>	<u>% Annl. Total Fee</u>
4/17/2017	\$901,803.51	4/1/2017	6/30/2017	\$610.58	0.27%	\$786.92	0.35%	\$1,397.50	0.62%

Apex		745-054087								
<u>Date Billed</u>	<u>Market Value</u>	<u>From</u>	<u>To</u>	<u>\$ GC Fee</u>	<u>% Annl. GC Fee</u>	<u>\$ Mgr. Fee</u>	<u>% Annl. Mgr. Fee</u>	<u>\$ Total Fee</u>	<u>% Annl. Total Fee</u>	
4/17/2017	\$824,230.64	4/1/2017	6/30/2017	\$558.06	0.27%	\$719.23	0.35%	\$1,277.29	0.62%	
Lazard		745-054086								
<u>Date Billed</u>	<u>Market Value</u>	<u>From</u>	<u>To</u>	<u>\$ GC Fee</u>	<u>% Annl. GC Fee</u>	<u>\$ Mgr. Fee</u>	<u>% Annl. Mgr. Fee</u>	<u>\$ Total Fee</u>	<u>% Annl. Total Fee</u>	
4/17/2017	\$2,379,210.07	4/1/2017	6/30/2017	\$1,610.87	0.27%	\$1,779.52	0.30%	\$3,390.39	0.57%	
Renaissance		745-054085								
<u>Date Billed</u>	<u>Market Value</u>	<u>From</u>	<u>To</u>	<u>\$ GC Fee</u>	<u>% Annl. GC Fee</u>	<u>\$ Mgr. Fee</u>	<u>% Annl. Mgr. Fee</u>	<u>\$ Total Fee</u>	<u>% Annl. Total Fee</u>	
4/17/2017	\$2,524,944.62	4/1/2017	6/30/2017	\$1,709.53	0.27%	\$1,888.52	0.30%	\$3,598.05	0.57%	
Pacific		745-054084								
<u>Date Billed</u>	<u>Market Value</u>	<u>From</u>	<u>To</u>	<u>\$ GC Fee</u>	<u>% Annl. GC Fee</u>	<u>\$ Mgr. Fee</u>	<u>% Annl. Mgr. Fee</u>	<u>\$ Total Fee</u>	<u>% Annl. Total Fee</u>	
4/17/2017	\$9,805,360.78	4/1/2017	6/30/2017	\$6,638.81	0.27%	\$6,111.56	0.25%	\$12,750.37	0.52%	
Center Coast		745-054082								
<u>Date Billed</u>	<u>Market Value</u>	<u>From</u>	<u>To</u>	<u>\$ GC Fee</u>	<u>% Annl. GC Fee</u>	<u>\$ Mgr. Fee</u>	<u>% Annl. Mgr. Fee</u>	<u>\$ Total Fee</u>	<u>% Annl. Total Fee</u>	
4/17/2017	\$1,769,689.56	4/1/2017	6/30/2017	\$1,198.19	0.27%	\$1,764.84	0.40%	\$2,963.03	0.67%	
Total - All Manager Fees										
<u>Date Billed</u>	<u>Market Value</u>	<u>From</u>	<u>To</u>	<u>\$ GC Fee</u>	<u>% Annl. GC Fee</u>	<u>\$ Mgr. Fee</u>	<u>% Annl. Mgr. Fee</u>	<u>\$ Total Fee</u>	<u>% Annl. Total Fee</u>	
4/17/2017	\$32,456,051.05	4/1/2017	6/30/2017	\$21,974.67	0.27%	\$15,794.78	0.20%	\$37,769.45	0.47%	

QUARTERLY PERFORMANCE EVALUATION

Prepared for:

Town of Longboat Key Retirement Plans

As of June 30, 2017

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Capital Markets Overview: 2Q 2017

Introduction

As of 2Q 2017

- Risk markets globally continued to gain in the second quarter of 2017. Led by international markets it appears we are in the midst of the most synchronous global economic upturn since 2009. Our bullish global equity outlook assumes earnings estimates will continue to move higher as the global economic recovery persists, and that valuations can expand further as market participants become more comfortable with the self-sustainability of this recovery. We are watching the Federal Open Market Committee, which hiked rates for the third meeting in a row this quarter and signaled 1 further hike in 2017 along with plans to begin the unwinding of their balance sheet later this year.
- For the quarter, US equities posted strong performance, especially the Health Care sector of the S&P 500, which returned 7.1%. Energy (-6.4%) and Telecom (-7.1%) were clear laggards as low oil prices and delayed tax reform weighed on returns for the respective sectors. While the US had solid performance (3.1%), the largest returns for the quarter actually came from abroad with Europe registering 7.7% total return and emerging markets 6.4%, with China's 10.7% return a clear standout. For the one-year period ending June 30, 2017, global equities rallied with double-digit returns exceeding 20% in most regions. Commodities and managed futures lagged for the one-year period.
- The Dow Jones Industrial Average increased 4.0% in the second quarter. The NASDAQ Composite Index was up 4.2% for the quarter. The S&P 500 Index increased 3.1% for the quarter.
- Nine of the 11 sectors within the S&P 500 generated positive returns in 2Q17. The top-performing sector was Health Care, which was up 7.1%. Industrials and Financials rose 4.7% and 4.3%, respectively, and were also among the top-performing sectors. The biggest laggards were Energy, which decreased 6.4%, and Telecom, which fell 7.0%.
- The bond market registered slightly positive returns during the first quarter. The Bloomberg Barclays US Aggregate Bond Index, a general measure of the bond market, increased 1.4% for the quarter.
- Morgan Stanley & Co. economists expect US real GDP will be 2.2% in 2017. They forecast global GDP growth to be 3.6% in 2017.
- Commodities continued negative returns into the second quarter; the Bloomberg Commodity Index decreased 3.2%.

Source: FactSet, Bloomberg, Morgan Stanley & Co. Research, Morgan Stanley Wealth Management GIC

Past performance is no guarantee of future results. Estimates of future performance are based on assumptions that may not be realized. This material is not a solicitation of any offer to buy or sell any security or other financial instrument or to participate in any trading strategy. Please refer to important information, disclosures and qualifications at the end of this material. This slide sourced from Market Performance section.

Capital Markets Overview: 2Q 2017

The US Economy

As of 2Q 2017

The Department of Commerce estimated that real Gross Domestic Product increased at an annual rate of 2.1% in 1Q17, in comparison to a 2.0% increase in the fourth quarter of 2016. Morgan Stanley & Co. economists forecast US Real GDP growth will be 2.2% in 2017.

The seasonally adjusted unemployment rate for May 2017 was 4.3%, down from 4.7% in February 2017. Employment accelerated the most in mining and performing arts while it decelerated the most in pipeline transportation and traditional broadcasting. The number of unemployed was down to 6.9 million vs. 7.5 million last quarter. The number of long-term unemployed (those jobless for 27 weeks or more) was down 6% to 1.7 million from 1.8 million last quarter. These individuals accounted for 24.0% of the unemployed vs. 23.8% last quarter.

According to the most recent estimate from the Bureau of Economic Analysis, corporate profits decreased 2.26% quarter over quarter but are still up 3.34% year over year.

Inflation increased in the US, according to the Bureau of Labor Statistics. The year-over-year Consumer Price Index was 2.7% in February and decreased to 1.9% in May 2017. Morgan Stanley & Co. economists forecast a 2.1% annual inflation rate for 2017.

The Census Bureau reported that the number of new private-sector housing starts in February 2017 was at a seasonally adjusted annual rate of 1,092,000—2.4% below housing starts this time last year.

The Census Bureau also reported that seasonally adjusted retail and food services sales increased at 3.8% year over year in May, a 90-basis-point decline since last quarter. Consumer confidence steadied in the second quarter of 2017, with Conference Board Consumer Confidence reading 118.90 after reaching the highest level it had been since 2000 in March.

In March, the Institute for Supply Management's Purchasing Managers' Index (PMI), a manufacturing sector index, increased as the PMI registered 57.8%, a 0.6-percentage-point uptick from March's reading of 57.2. Generally speaking, a PMI or NMI (ISM Non-Manufacturing Index) over 50 indicates that the sector is expanding and a PMI below 50 but over 43 indicates that the sector is shrinking but the overall economy is expanding. PMI has registered above 50 for 15 out of the last 16 months, indicating an expansion in manufacturing since March 2016. Overall, PMI has been above 43 for 97 consecutive months, indicating overall economic recovery and expansion since June 2009.

The NMI is down 0.7 points to 56.9 since February 2017. The index has now been above 50 for 88 consecutive months, indicating non-manufacturing expansion since February 2010.

Source: FactSet, Bloomberg, Morgan Stanley & Co. Research, Morgan Stanley Wealth Management GIC

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Capital Markets Overview: 2Q 2017

US Equity Markets

As of 2Q 2017

The Dow Jones Industrial Average increased 4.0% in the first quarter. The NASDAQ Composite Index was up 4.2% for the quarter. The S&P 500 Index increased 3.1% for the quarter.

Nine of the 11 sectors within the S&P 500 generated positive returns in 2Q17. The top-performing sector was Health Care, which was up 7.1%. Industrials and Financials rose 4.7% and 4.3%, respectively, and were also among the top-performing sectors. The biggest laggards were Energy, which decreased 6.4%, and Telecom, which fell 7.0%.

The Russell 1000 Index, a large-cap index, increased 3.1% for the quarter, with large-cap growth (4.7%) outperforming large-cap value (1.3%).

The Russell Midcap Index increased 2.7% for the quarter, with mid-cap growth (4.2%) outperforming mid-cap value (1.4%).

The Russell 2000 Index, a small-cap index, increased 2.5% for the quarter, with small-cap growth (4.4%) outperforming small-cap value (0.7%).

Key US Stock Market Index Returns (%) for the Period Ending 6/30/2017				
INDEX IN USD	Quarter	12 Months	5-Years (Annualized)	7-Years (Annualized)
S&P 500	3.1%	17.9%	14.6%	15.4%
Dow Jones	4.0%	22.1%	13.4%	14.7%
Russell 2000	2.5%	24.6%	13.7%	14.3%
Russell Midcap	2.7%	16.5%	14.7%	15.3%
Russell 1000	3.1%	18.0%	14.7%	15.4%

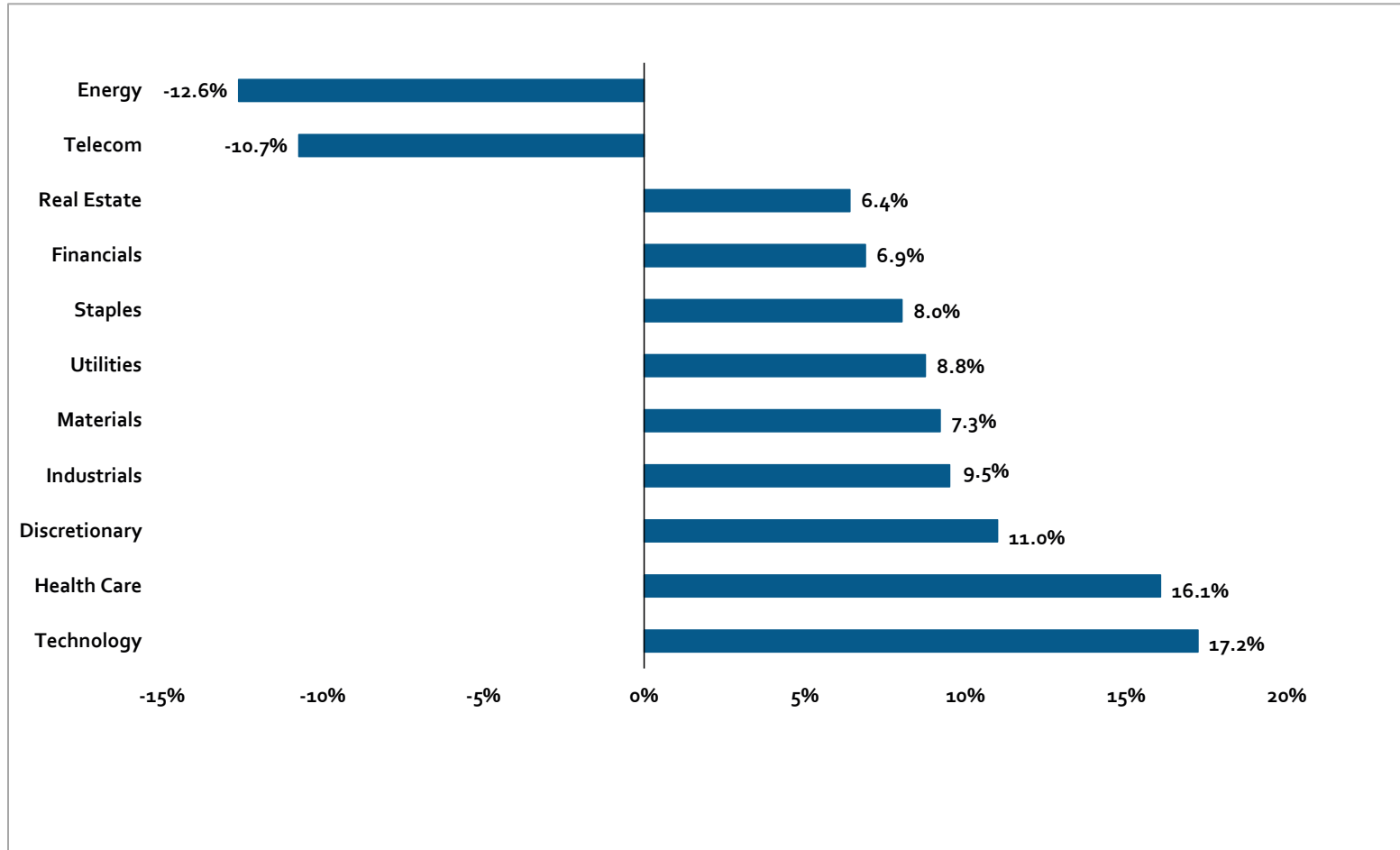
Source: FactSet, Bloomberg, Morgan Stanley Wealth Management GIC

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S&P 500 Sectors

YTD 2017 Total Return

As of June 30, 2017



Source: Bloomberg

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Capital Markets Overview: 2Q 2017

Global Equity Markets

As of 2Q 2017

In the second quarter, emerging markets (EM) and international developed regions both delivered positive returns (in USD). The MSCI EAFE Index (a benchmark for international developed markets) increased 6.4% for US-currency investors and increased 2.9% for local-currency investors, as the US dollar significantly depreciated in relation to the currencies of many nations in the index.

For the second quarter, the MSCI Emerging Markets Index increased 6.4% for US-currency investors and 6.7% for local-currency investors. The MSCI Europe Index increased 7.6% for US-currency investors and increased 6.2% for local-currency investors during 2Q17.

The S&P 500 Index increased 3.1% for the quarter.

Emerging economy equity market indices were up in the second quarter. The MSCI BRIC (Brazil, Russia, India and China) Index rose 4.8% for the quarter in US dollar terms and 5.8% in terms of local currencies. For the first quarter, the MSCI EM Asia Index was up 8.7% in US dollar terms and 9.2% in local terms.

Key Global Equity Market Index Returns (%) for the Period Ending 6/30/2017				
INDEX IN USD	Quarter	12 Months	5-Years (Annualized)	7-Years (Annualized)
MSCI EAFE	6.4%	20.8%	9.2%	8.4%
MSCI EAFE Growth	7.7%	16.1%	9.6%	9.0%
MSCI EAFE Value	5.1%	25.7%	8.7%	7.7%
MSCI Europe	7.7%	21.8%	9.4%	8.8%
MSCI Japan	5.2%	19.6%	9.8%	7.7%
S&P 500	3.1%	17.9%	14.6%	15.4%
MSCI Emerging Markets	6.4%	24.2%	4.3%	4.2%

Source: FactSet, Bloomberg, Morgan Stanley Wealth Management GIC

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Capital Markets Overview: 2Q 2017

The US Bond Market

As of 2Q 2017

The bond market registered positive returns during the second quarter. The Bloomberg Barclays US Aggregate Bond Index, a general measure of the bond market, increased 1.4% for the quarter as the curve continued to flatten.

Interest rates decreased during the second quarter, as the yield on the 10-year US Treasury note declined to a quarter-end 2.30% from 2.38% at the end of 1Q17. This came out to a 3.5% decrease in rates for the quarter.

Riskier parts of the bond market such as US high yield debt also increased in the second quarter. The Bloomberg Barclays Capital High Yield Index, a measure of lower-rated corporate bonds, rose 2.2%.

Mortgage-backed securities posted slightly positive returns during the second quarter. The Bloomberg Barclays Capital Mortgage Backed Index increased 0.9% for the quarter. During the second quarter, the municipal bond market also increased. As a result, the Bloomberg Barclays Capital Muni Index generated a 2.0% return for the quarter.

Key US Bond Market Index Returns (%) for the Period Ending 6/30/2017				
INDEX IN USD	Quarter	12 Months	5-Years (Annualized)	7-Years (Annualized)
Bloomberg Barclays Capital US Aggregate	1.4%	-0.3%	2.2%	3.2%
Bloomberg Barclays Capital High Yield	2.2%	12.7%	6.9%	8.1%
Bloomberg Barclays Capital Government/Credit	1.7%	-0.4%	2.3%	3.4%
Bloomberg Barclays Capital Government	1.2%	-2.3%	1.3%	2.5%
Bloomberg Barclays Capital Intermediate Govt/Credit	0.9%	-0.2%	1.8%	2.6%
Bloomberg Barclays Capital Long Govt/Credit	4.4%	-1.1%	4.3%	6.8%
Bloomberg Barclays Capital Mortgage Backed Securities	0.9%	-0.1%	2.0%	2.7%
Bloomberg Barclays Capital Muni	2.0%	-0.5%	3.3%	4.2%

Source: FactSet, Bloomberg, Morgan Stanley & Co. Research, Morgan Stanley Wealth Management GIC

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Nontraditional investment options and strategies are often employed by a portfolio manager to further a fund’s investment objective and to help offset market risks. However, these features may be complex, making it more difficult to understand the fund’s essential characteristics and risks, and how it will perform in different market environments and over various periods of time. They may also expose the fund to increased volatility and unanticipated risks particularly when used in complex combinations and/or accompanied by the use of borrowing or “leverage.”

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While the HFRI indices are frequently used, they have limitations (some of which are typical of other widely used indices). These limitations include survivorship bias (the returns of the indices may not be representative of all the hedge funds in the universe because of the tendency of lower performing funds to leave the index); heterogeneity (not all hedge funds are alike or comparable to one

another, and the index may not accurately reflect the performance of a described style); and limited data (many hedge funds do not report to indices, and the index may omit funds, the inclusion of which might significantly affect the performance shown. The HFRI indices are based on information self-reported by hedge fund managers that decide on their own, at any time, whether or not they want to provide, or continue to provide, information to HFR Asset Management, L.L.C. Results for funds that go out of business are included in the index until the date that they cease operations. Therefore, these indices may not be complete or accurate representations of the hedge fund universe, and may be biased in several ways.

It should be noted that the majority of hedge fund indexes are comprised of hedge fund manager returns. This is in contrast to traditional indexes, which are comprised of individual securities in the various market segments they represent and offer complete transparency as to membership and construction methodology. As such, some believe that hedge fund index returns have certain biases that are not present in traditional indexes. Some of these biases inflate index performance, while others may skew performance negatively. However, many studies indicate that overall hedge fund index performance has been biased to the upside. Some studies suggest performance has been inflated by up to 260 basis points or more annually depending on the types of biases included and the time period studied. Although there are numerous potential biases that could affect hedge fund returns, we identify some of the more common ones throughout this paper. Self-selection bias results when certain manager returns are not included in the index returns and may result in performance being skewed up or down. Because hedge funds are private placements, hedge fund managers are able to decide which fund returns they want to report and are able to opt out of reporting to the various databases. Certain hedge fund managers may choose only to report returns for funds with strong returns and opt out of reporting returns for weak performers. Other hedge funds that close may decide to stop reporting in order to retain secrecy, which may cause a downward bias in returns. Survivorship bias results when certain constituents are removed from an index. This often results from the closure of funds due to poor performance, “blow ups,” or other such events. As such, this bias typically results in performance being skewed higher. As noted, hedge fund index performance biases can result in positive or negative skew. However, it would appear that the skew is more often positive. While it is difficult to quantify the effects precisely, investors should be aware that idiosyncratic factors may be giving hedge fund index returns an artificial “lift” or upwards bias.

Hedge Funds of Funds and many funds of funds are private investment vehicles restricted to certain qualified private and institutional investors. They are often speculative and include a high degree of risk. Investors can lose all or a substantial amount of their investment. They may be highly illiquid, can engage in leverage and other speculative practices that may increase volatility and the risk of loss, and may be subject to large investment minimums and initial lockups. They involve complex tax structures, tax-inefficient investing and delays in distributing important tax information. Categorically, hedge funds and funds of funds have higher fees and expenses than traditional investments, and such fees and expenses can lower the returns achieved by investors. Funds of funds have an additional layer of fees over and above hedge fund fees that will offset returns. An investment in an **exchange-traded fund** involves risks similar to those of investing in a broadly based portfolio of equity securities traded on an exchange in the relevant securities market, such as market fluctuations caused by such factors as economic and political developments, changes in interest rates and perceived trends in stock and bond prices. An investment in a **target date portfolio** is subject to the risks attendant to the underlying funds in which it invests, in these portfolios the funds are the Consulting Group Capital Market funds. A target date portfolio is geared to investors who will retire and/or require income at an approximate year. The portfolio is managed to meet the investor’s goals by the pre-established year or “target date.” A target date portfolio will transition its invested assets from a more aggressive portfolio to a more conservative portfolio as the target date draws closer. An investment in the target date portfolio is not guaranteed at any time, including, before or after the target date is reached. **Managed futures** investments are speculative, involve a high degree of risk, use significant leverage, are generally illiquid, have substantial charges, subject investors to conflicts of interest, and are suitable only for the risk capital portion of an investor’s portfolio. Managed futures investments do not replace equities or bonds but rather may act as a complement in a well diversified portfolio. Managed Futures are complex and not appropriate for all investors. **Rebalancing** does not protect against a loss in declining financial markets. There may be a potential tax implication with a rebalancing strategy. **Asset allocation and diversification** do not assure a profit or protect against loss in declining financial markets. Past performance is no guarantee of future results. Actual results may vary.

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Indices are unmanaged. An investor cannot invest directly in an index. They are shown for illustration purposes only and do not show the performance of any specific investment. Reference to an index does not imply that the portfolio will achieve return, volatility or other results similar to the index. The composition of an index may not reflect the manner in which a portfolio is constructed in relation to expected or achieved returns, portfolio guidelines, restrictions, sectors, correlations, concentrations, volatility, or tracking error target, all of which are subject to change over time.

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For index, indicator and survey definitions referenced in this report please visit the following: <http://www.morganstanleyfa.com/public/projectfiles/id.pdf>

Global Investment Committee (GIC) Asset Allocation Models: The Asset Allocation Models are created by Morgan Stanley Wealth Management's GIC. **HYPOTHETICAL MODEL PERFORMANCE (GROSS):** Hypothetical model performance results do not reflect the investment or performance of an actual portfolio following a GIC Strategy, but simply reflect actual historical performance of selected indices on a real-time basis over the specified period of time representing the GIC's strategic and tactical allocations as of the date of this report. The past performance shown here is simulated performance based on benchmark indices, not investment results from an actual portfolio or actual trading. There can be large differences between hypothetical and actual performance results achieved by a particular asset allocation or trading strategy. Hypothetical performance results do not represent actual trading and are generally designed with the benefit of hindsight. Actual performance results of accounts vary due to, for example, market factors (such as liquidity) and client-specific factors (such as investment vehicle selection, timing of contributions and withdrawals, restrictions and rebalancing schedules). Clients would not necessarily have obtained the performance results shown here if they had invested in accordance with any GIC Asset Allocation Model for the periods indicated. Despite the limitations of hypothetical performance, these hypothetical performance results allow clients and Financial Advisors to obtain a sense of the risk/return trade-off of different asset allocation constructs. The hypothetical performance results in this report are calculated using the returns of benchmark indices for the asset classes, and not the returns of securities, fund or other investment products. Models may contain allocations to Hedge Funds, Private Equity and Private Real Estate. The benchmark indices for these asset classes are not issued on a daily basis. When calculating model performance on a day for which no benchmark index data is issued, we have assumed straight line growth between the index levels issued before and after that date. **FEES REDUCE THE PERFORMANCE OF ACTUAL ACCOUNTS:** None of the fees or other expenses (e.g. commissions, mark-ups, mark-downs, fees) associated with actual trading or accounts are reflected in the GIC Asset Allocation Models. The GIC Asset Allocation Models and any model performance included in this presentation are intended as educational materials. Were a client to use these models in connection with investing, any investment decisions made would be subject to transaction and other costs which, when compounded over a period of years, would decrease returns. Information regarding Morgan Stanley's standard advisory fees is available in the Form ADV Part 2, which is available at www.morganstanley.com/adv. The following hypothetical illustrates the compound effect fees have on investment returns: For example, if a portfolio's annual rate of return is 15% for 5 years and the account pays 50 basis points in fees per annum, the gross cumulative five-year return would be 101.1% and the five-year return net of fees would be 96.8%. Fees and/or expenses would apply to clients who invest in investments in an account based on these asset allocations, and would reduce clients' returns. The impact of fees and/or expenses can be material. **insurance products disclosures: Variable annuities** are long-term investments designed for retirement purposes and may be subject to market fluctuations, investment risk, and possible loss of principal. All guarantees, including optional benefits, are based on the financial strength and claims-paying ability of the issuing insurance company and do not apply to the underlying investment options. Optional riders may not be able to be purchased in combination and are available at an additional cost. Some optional riders must be elected at time of purchase. Optional riders may be subject to specific limitations, restrictions, holding periods, costs, and expenses as specified by the insurance company in the annuity contract. If you are investing in a **variable annuity** through a tax-advantaged retirement plan such as an IRA, you will get no additional tax advantage from the variable annuity. Under these circumstances, you should only consider buying a variable annuity because of its other features, such as lifetime income payments and death benefits protection. Taxable distributions (and certain deemed distributions) are subject to ordinary income tax and, if taken prior to age 59½, may be subject to a 10% federal income tax penalty. Early withdrawals will reduce the death benefit and cash surrender value. **Equity securities** may fluctuate in response to news on companies, industries, market conditions and general economic environment. **Ultrashort-term fixed income** asset class is comprised of fixed income securities with high quality, very short maturities. They are therefore subject to the risks associated with debt securities such as credit and interest rate risk. **Master Limited Partnerships (MLPs):** Individual MLPs are publicly traded partnerships that have unique risks related to their structure. These include, but are not limited to, their reliance on the capital markets to fund growth, adverse ruling on the current tax treatment of distributions (typically mostly tax deferred), and commodity volume risk. The potential tax benefits from investing in MLPs depend on their being treated as partnerships for federal income tax purposes and, if the MLP is deemed to be a corporation, then its income would be subject to federal taxation at the entity level, reducing the amount of cash available for distribution to the fund which could result in a reduction of the fund's value. MLPs carry interest rate risk and may underperform in a rising interest rate environment. **Investing in commodities** entails significant risks. Commodity prices may be affected by a variety of factors at any time, including but not limited to, (i) changes in supply and demand relationships, (ii) governmental programs and policies, (iii) national and international political and economic events, war and terrorist events, (iv) changes in interest and exchange rates, (v) trading activities in commodities and related contracts, (vi) pestilence, technological change and weather, and (vii) the price volatility of a commodity. In addition, the commodities markets are subject to temporary distortions or other disruptions due to various factors, including lack of liquidity, participation of speculators and government intervention. **Physical precious metals** are non-regulated products. Precious metals are speculative investments, which may experience short-term and long term price volatility. The value of precious metals investments may fluctuate and may appreciate or decline, depending on market conditions. Unlike bonds and stocks, precious metals do not make interest or dividend payments. Therefore, precious metals may not be suitable for investors who require current income. Precious metals are commodities that should be safely stored, which may impose additional costs on the investor. **REITs** investing risks are similar to those associated with direct investments in real estate: property value fluctuations, lack of liquidity, limited diversification and sensitivity to economic factors such as interest rate changes and market recessions. Risks of **private real estate** include: illiquidity; a long-term investment horizon with a limited or nonexistent secondary market; lack of transparency; volatility (risk of loss); and leverage. Principal is returned on a monthly basis over the life of a **mortgage-backed security**. Principal prepayment can significantly affect the monthly income stream and the maturity of any type of MBS, including standard MBS, CMOs and Lottery Bonds. **Asset-backed securities** generally decrease in value as a result of interest rate increases, but may benefit less than other fixed-income securities from declining interest rates, principally

because of prepayments. **Yields** are subject to change with economic conditions. Yield is only one factor that should be considered when making an investment decision. **Credit ratings** are subject to change. The majority of \$25 and \$1000 par **preferred securities** are “callable” meaning that the issuer may retire the securities at specific prices and dates prior to maturity. Interest/dividend payments on certain preferred issues may be deferred by the issuer for periods of up to 5 to 10 years, depending on the particular issue. The investor would still have income tax liability even though payments would not have been received. Price quoted is per \$25 or \$1,000 share, unless otherwise specified. Current yield is calculated by multiplying the coupon by par value divided by the market price. The initial interest rate on a **floating-rate security** may be lower than that of a fixed-rate security of the same maturity because investors expect to receive additional income due to future increases in the floating security’s underlying reference rate. The reference rate could be an index or an interest rate. However, there can be no assurance that the reference rate will increase. Some floating-rate securities may be subject to call risk. The market value of **convertible bonds** and the underlying common stock(s) will fluctuate and after purchase may be worth more or less than original cost. If sold prior to maturity, investors may receive more or less than their original purchase price or maturity value, depending on market conditions. Callable bonds may be redeemed by the issuer prior to maturity. Additional call features may exist that could affect yield. Some \$25 or \$1000 **par preferred securities** are QDI (Qualified Dividend Income) eligible. Information on QDI eligibility is obtained from third party sources. The dividend income on QDI eligible preferreds qualifies for a reduced tax rate. Many traditional ‘dividend paying’ perpetual preferred securities (traditional preferreds with no maturity date) are QDI eligible. In order to qualify for the preferential tax treatment all qualifying preferred securities must be held by investors for a minimum period – 91 days during a 180 day window period, beginning 90 days before the ex-dividend date. Companies paying **dividends** can reduce or cut payouts at any time. **Nondiversification**: For a portfolio that holds a concentrated or limited number of securities, a decline in the value of these investments would cause the portfolio’s overall value to decline to a greater degree than a less concentrated portfolio. The **indices selected by Morgan Stanley Wealth Management** to measure performance are representative of broad asset classes. Morgan Stanley Wealth Management retains the right to change representative indices at any time. Because of their narrow focus, **sector investments** tend to be more volatile than investments that diversify across many sectors and companies. **Growth investing** does not guarantee a profit or eliminate risk. The stocks of these companies can have relatively high valuations. Because of these high valuations, an investment in a growth stock can be more risky than an investment in a company with more modest growth expectations. **Value investing** does not guarantee a profit or eliminate risk. Not all companies whose stocks are considered to be value stocks are able to turn their business around or successfully employ corrective strategies which would result in stock prices that do not rise as initially expected. Any type of **continuous or periodic investment plan** does not assure a profit and does not protect against loss in declining markets. Since such a plan involves continuous investment in securities regardless of fluctuating price levels of such securities, the investor should consider his financial ability to continue his purchases through periods of low price levels. **Duration**, the most commonly used measure of bond risk, quantifies the effect of changes in interest rates on the price of a bond or bond portfolio. The longer the duration, the more sensitive the bond or portfolio would be to changes in interest rates. This material is disseminated in the United States of America by Morgan Stanley Smith Barney LLC. Morgan Stanley Wealth Management is not acting as a municipal advisor to any municipal entity or obligated person within the meaning of Section 15B of the Securities Exchange Act (the “Municipal Advisor Rule”) and the opinions or views contained herein are not intended to be, and do not constitute, advice within the meaning of the Municipal Advisor Rule. This material, or any portion thereof, may not be reprinted, sold or redistributed without the written consent of Morgan Stanley Smith Barney LLC. © 2017 Morgan Stanley Smith Barney LLC. Member SIPC.

Town of Longboat Key Combined Retirement Plan

Asset Allocation & Time Weighted Performance

as of June 30, 2017

	Allocation		Performance(%)				
	Market Value (\$)	%	Current Quarter	Fiscal YTD	1 Year	Since Inception	Inception Date
Total Fund	34,214,346	100.00	2.28	8.22	11.17	11.17	07/01/2016
Policy Index			2.30	7.78	11.22	11.22	
Domestic Equity							
Vanguard - Large Cap Value	5,403,396	15.79	1.83	13.12	16.57	16.57	07/01/2016
CRSP Lg VL			1.83	13.09	16.53	16.53	
Vanguard - Large Cap Growth	5,683,485	16.61	4.70	14.33	20.13	20.13	07/01/2016
CRSP Lg Cap Gr			4.72	14.31	20.19	20.19	
Connors - Covered Calls	1,737,823	5.08	1.58	16.94	19.29	19.29	07/01/2016
S&P 500 Total Return			3.09	13.52	17.90	17.90	
Kennedy - Mid Cap Value	911,573	2.66	1.23	13.62	21.87	21.87	07/01/2016
Russell Midcap Value			1.37	10.99	15.93	15.93	
Congress - Mid Cap Growth	931,185	2.72	3.26	16.21	17.98	17.98	07/01/2016
Russell Midcap Growth			4.22	11.91	17.05	17.05	
Kayne Anderson - Small Cap Value	917,099	2.68	1.79	16.16	20.98	20.98	07/01/2016
Russell 2000 VL			0.67	14.69	24.85	24.86	
Apex - Small Cap Growth	837,657	2.45	1.77	5.78	10.90	10.90	07/01/2016
Russell 2000 Gr			4.39	13.90	24.40	24.40	
International Equity							
Lazard - International Value	2,556,206	7.47	7.20	9.40	12.37	12.37	07/01/2016
MSCI EAFE Net			6.12	13.00	20.27	20.27	
Renaissance - International Growth	2,703,642	7.90	7.16	13.54	21.76	21.76	07/01/2016
MSCI AC World ex US Net			5.78	12.67	20.45	20.45	

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Town of Longboat Key Combined Retirement Plan

Asset Allocation & Time Weighted Performance

as of June 30, 2017

	Allocation		Performance(%)				
	Market Value (\$)	%	Current Quarter	Fiscal YTD	1 Year	Since Inception	Inception Date
Fixed Income							
Pacific Income - Fixed Income	9,876,951	28.87	0.86	-0.34	-0.10	-0.10	07/01/2016
BC Gov/Cr Intm			0.94	-0.37	-0.21	-0.21	
Alternatives							
Center Coast - MLPs	1,646,757	4.81	-6.79	1.99	2.80	2.80	07/01/2016
Alerian MLP Index			-6.35	-0.67	0.40	0.40	
American Core Realty Fd LLC - DVP	640,000	1.87	N/A	N/A	N/A	N/A	07/01/2017
NCREIF Property Idx			N/A	N/A	N/A	N/A	
Cash & Equivalents							
Cash	368,571	1.08	0.00	0.17	0.18	0.18	07/01/2016
90-Day T-Bills			0.18	0.39	0.46	0.46	

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Town of Longboat Key Combined Retirement Plan
Asset Allocation & Net Dollar Weighted Performance (IRR)
as of June 30, 2017

	%	Current Quarter	Fiscal YTD	1 Year	Since Inception	Inception Date
Total Fund	100.00	2.20	7.85	10.62	10.62	06/30/2016
Domestic Equity						
Vanguard - Large Cap Value	15.79	1.76	13.19	16.40	16.40	06/30/2016
Vanguard - Large Cap Growth	16.61	4.63	14.11	19.57	19.57	06/30/2016
Connors - Covered Calls	5.08	1.44	16.62	19.10	19.10	06/30/2016
Kennedy - Mid Cap Value	2.66	1.07	13.31	21.60	21.60	06/30/2016
Congress - Mid Cap Growth	2.72	3.11	15.72	17.37	17.37	06/30/2016
Kayne Anderson - Small Cap Value	2.68	1.63	15.96	20.53	20.53	06/30/2016
Apex - Small Cap Growth	2.45	1.61	5.37	10.64	10.64	06/30/2016
International Equity						
Lazard - International Value	7.47	7.05	8.67	11.52	11.52	06/30/2016
Renaissance - International Growth	7.90	7.01	12.87	21.34	21.34	06/30/2016
Fixed Income						
Pacific Income - Fixed Income	28.87	0.73	-0.81	-0.69	-0.69	06/30/2016
Alternatives						
Center Coast - MLPs	4.81	-6.95	1.60	2.21	2.21	06/30/2016
American Core Realty Fd LLC - DVP	1.87	N/A	N/A	N/A	N/A	
Cash & Equivalents						
Cash	1.08	0.00	0.01	0.02	0.02	06/30/2016

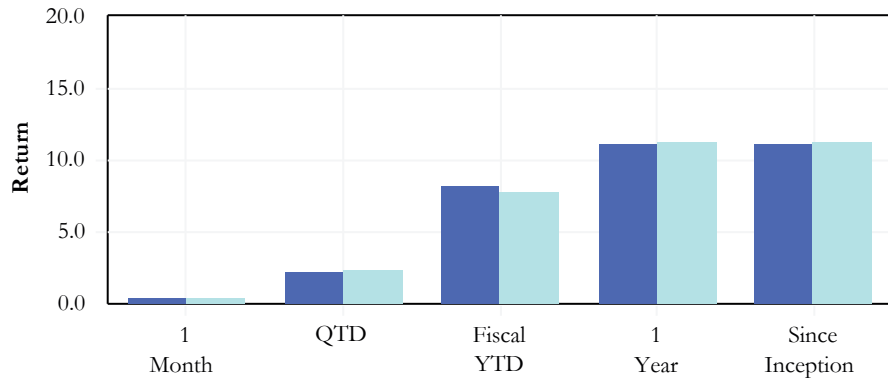
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Town of Longboat Key Combined Retirement Plan

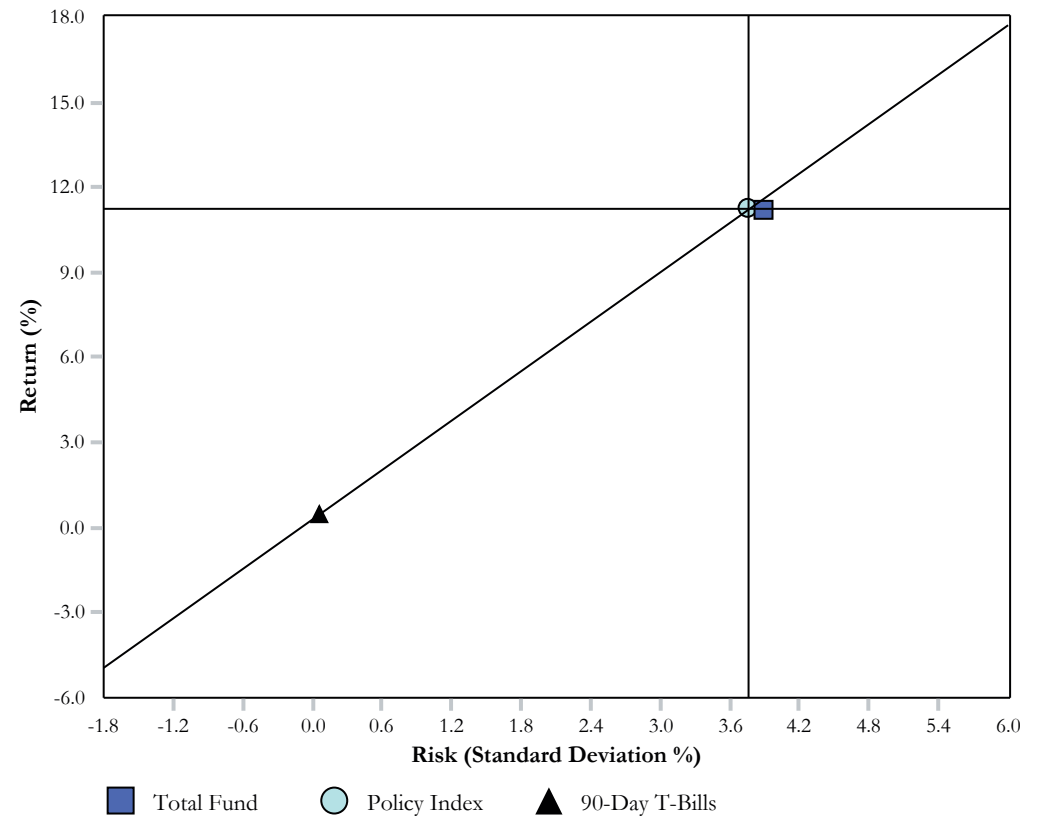
Total Fund - Executive Summary

as of June 30, 2017

Manager Performance Chart



Manager Risk & Return



Manager Annualized Performance

	1 Month	QTD	Fiscal YTD	1 Year	Since Inception
Total Fund	0.41	2.28	8.22	11.17	11.17
Policy Index	0.35	2.30	7.78	11.22	11.22
Differences	0.06	-0.02	0.44	-0.05	-0.05

Historic Asset Growth

	1 Month	QTD	Fiscal YTD	1 Year	Since Inception
Total Fund					
Beginning Market Value	33,645	32,927	32,324	32,898	32,898
Net Contributions	429	558	-578	-1,971	-1,971
Fees/Expenses	-1	-38	-110	-147	-147
Income	78	181	534	692	692
Gain/Loss	63	586	2,045	2,742	2,742
Ending Market Value	34,214	34,214	34,214	34,214	34,214

Modern Portfolio Statistics

	Return	Standard Deviation	Beta	Maximum Drawdown	Up Market Capture	Down Market Capture	Alpha	Sharpe Ratio	R-Squared	Inception Date
Total Fund	11.17	3.89	1.02	-1.92	101.56	114.00	-0.29	2.64	0.98	07/01/2016
Policy Index	11.22	3.76	1.00	-1.69	100.00	100.00	0.00	2.74	1.00	07/01/2016

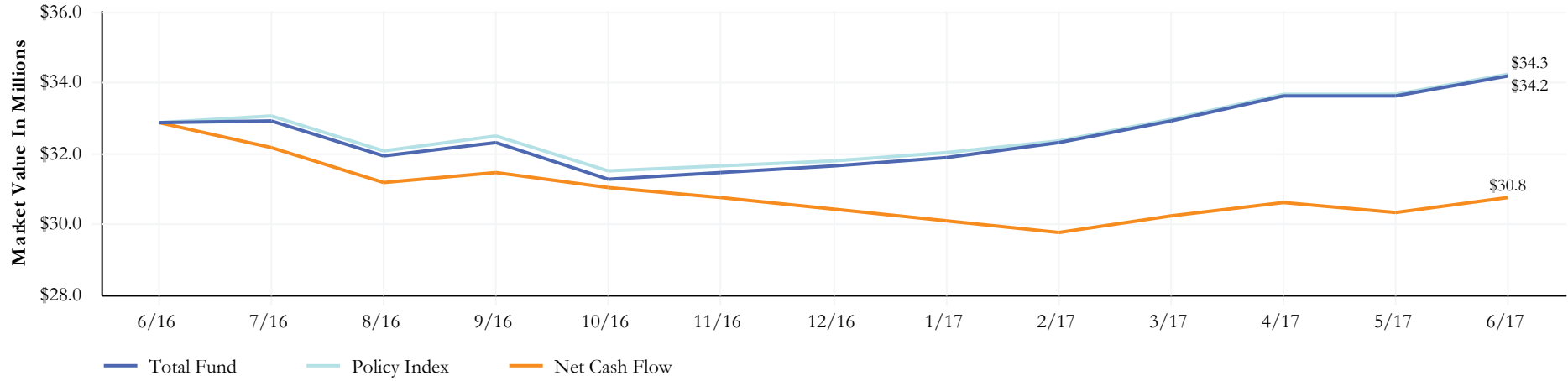
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Town of Longboat Key Combined Retirement Plan

Total Fund - Change in Assets & Distribution of Returns

as of June 30, 2017

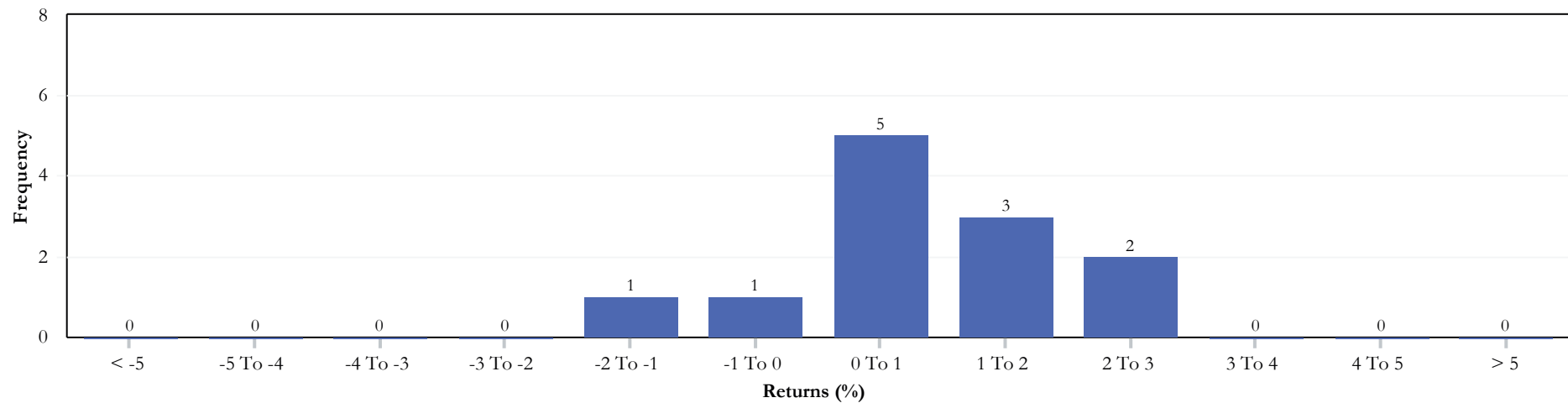
Historic Change in Assets



Quarterly Change in Assets

	Market Value As of 04/01/2017	Net Transfers	Contributions	Distributions	Fees	Expenses	Income	Return On Investment	Market Value As of 06/30/2017
Total Fund	32,926.86	-	2,387.25	-1,829.10	-37.77	-	181.37	767.11	34,214.35

Distribution of Returns



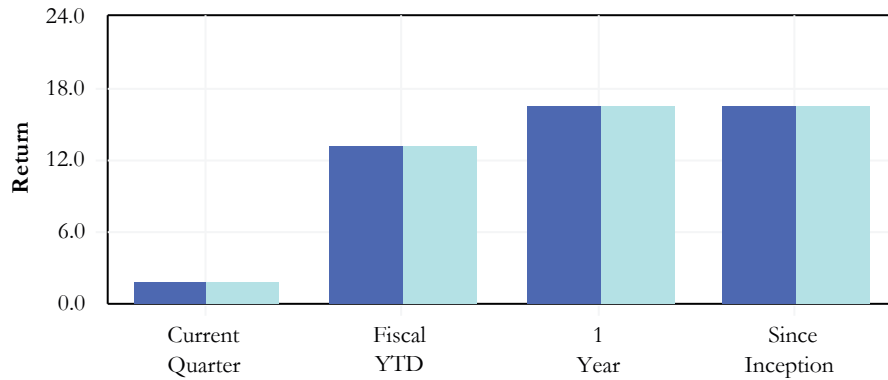
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Town of Longboat Key Combined Retirement Plan

Vanguard Large Cap Value - Executive Summary

as of June 30, 2017

Manager Performance Chart



Manager Annualized Performance

	Current Quarter	Fiscal YTD	1 Year	Since Inception	Inception Date
Vanguard - Large Cap Value	1.83	13.12	16.57	16.57	07/01/2016
CRSP Lg VL	1.83	13.09	16.53	16.53	
Differences	0.00	0.03	0.04	0.04	

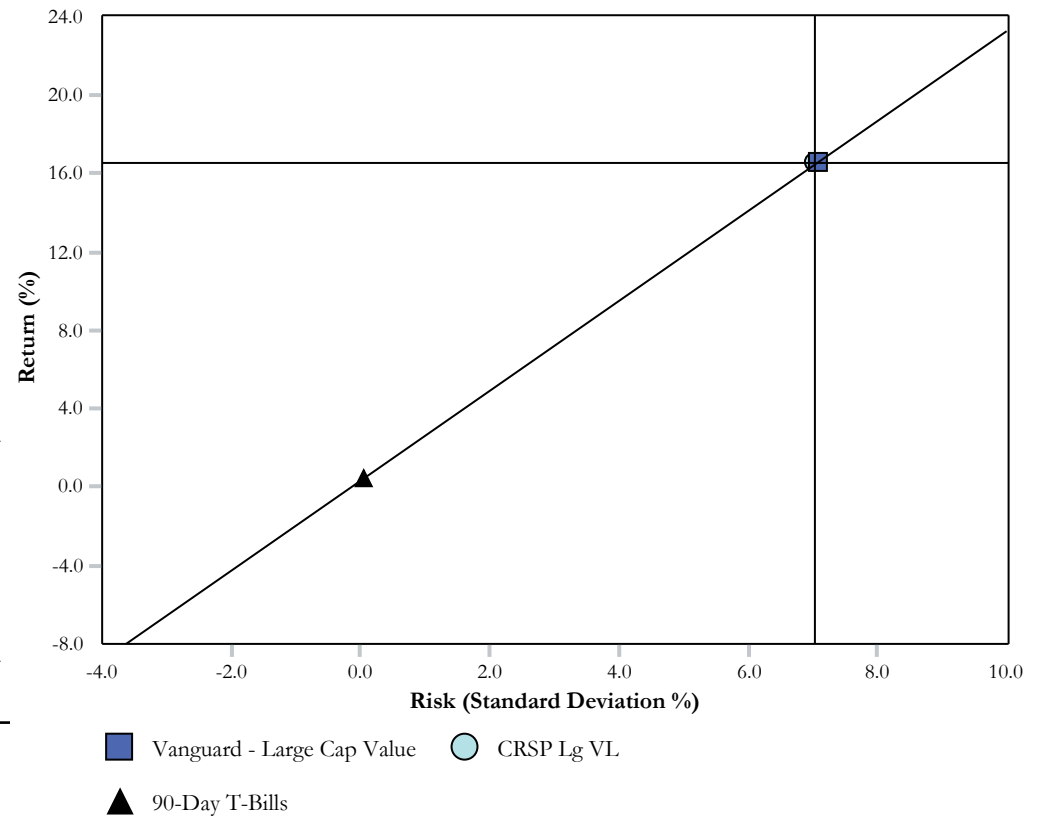
Historic Asset Growth

	Current Quarter	Fiscal YTD	1 Year	Since Inception	Inception Date
Vanguard - Large Cap Value					07/01/2016
Beginning Market Value	5,307	5,018	4,180	4,180	
Net Contributions	3	-260	453	453	
Fees/Expenses	-4	-11	-14	-14	
Income	31	102	134	134	
Gain/Loss	66	554	650	650	
Ending Market Value	5,403	5,403	5,403	5,403	

Modern Portfolio Statistics

	Return	Standard Deviation	Beta	Maximum Drawdown	Up Market Capture	Down Market Capture	Alpha	Sharpe Ratio	R-Squared	Inception Date
Vanguard - Large Cap Value	16.57	7.08	1.00	-1.57	100.05	98.98	-0.03	2.15	1.00	07/01/2016
CRSP Lg VL	16.53	7.05	1.00	-1.58	100.00	100.00	0.00	2.15	1.00	07/01/2016

Manager Risk & Return



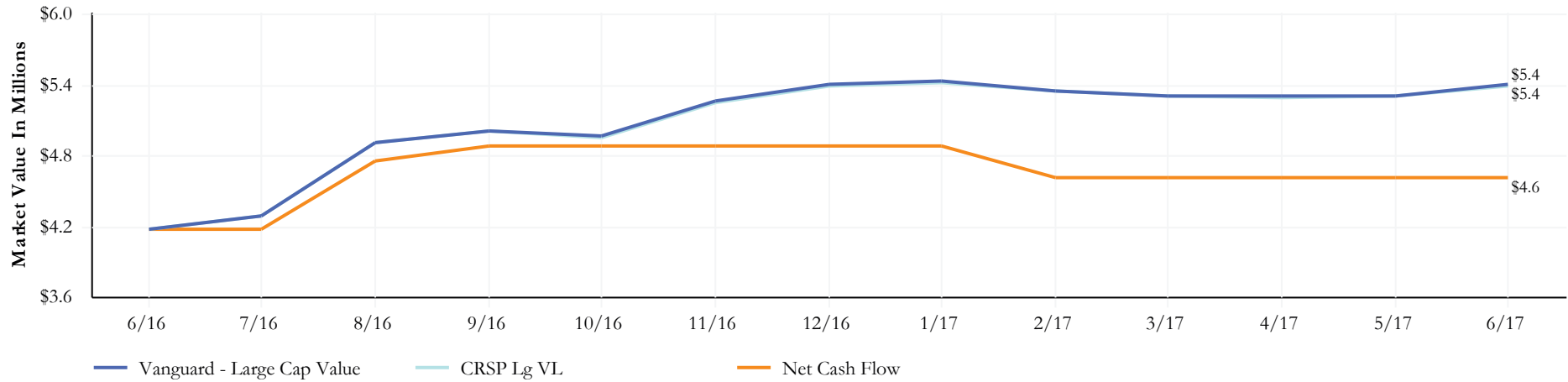
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Town of Longboat Key Combined Retirement Plan

Vanguard Large Cap Value - Change in Assets & Distribution of Returns

as of June 30, 2017

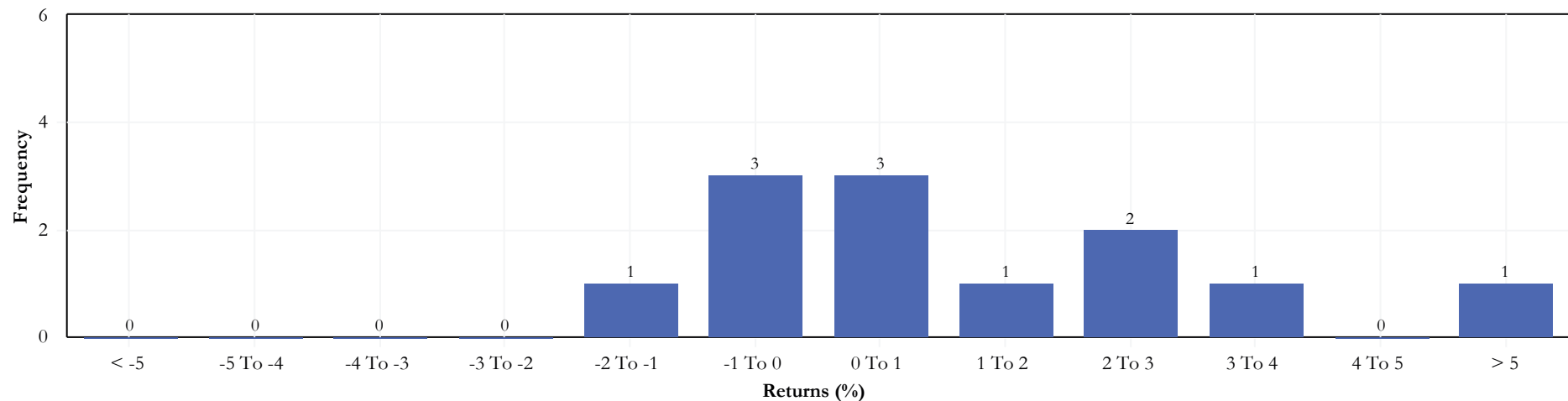
Historic Change in Assets



Quarterly Change in Assets

	Market Value As of 04/01/2017	Net Transfers	Contributions	Distributions	Fees	Expenses	Return On Investment	Market Value As of 06/30/2017
Vanguard - Large Cap Value	5,307,219.50	-	2,659.72	-	-3,593.30	-	97,109.73	5,403,395.65

Distribution of Returns



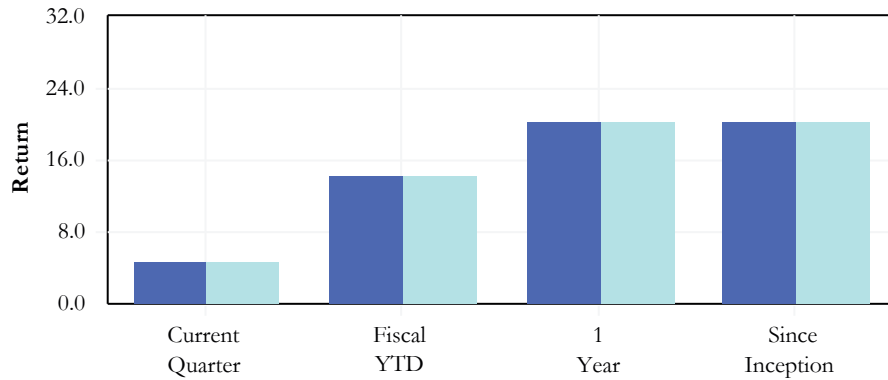
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Town of Longboat Key Combined Retirement Plan

Vanguard Large Cap Growth - Executive Summary

as of June 30, 2017

Manager Performance Chart



Manager Annualized Performance

	Current Quarter	Fiscal YTD	1 Year	Since Inception	Inception Date
Vanguard - Large Cap Growth	4.70	14.33	20.13	20.13	07/01/2016
CRSP Lg Cap Gr	4.72	14.31	20.19	20.19	
Differences	-0.02	0.02	-0.06	-0.06	

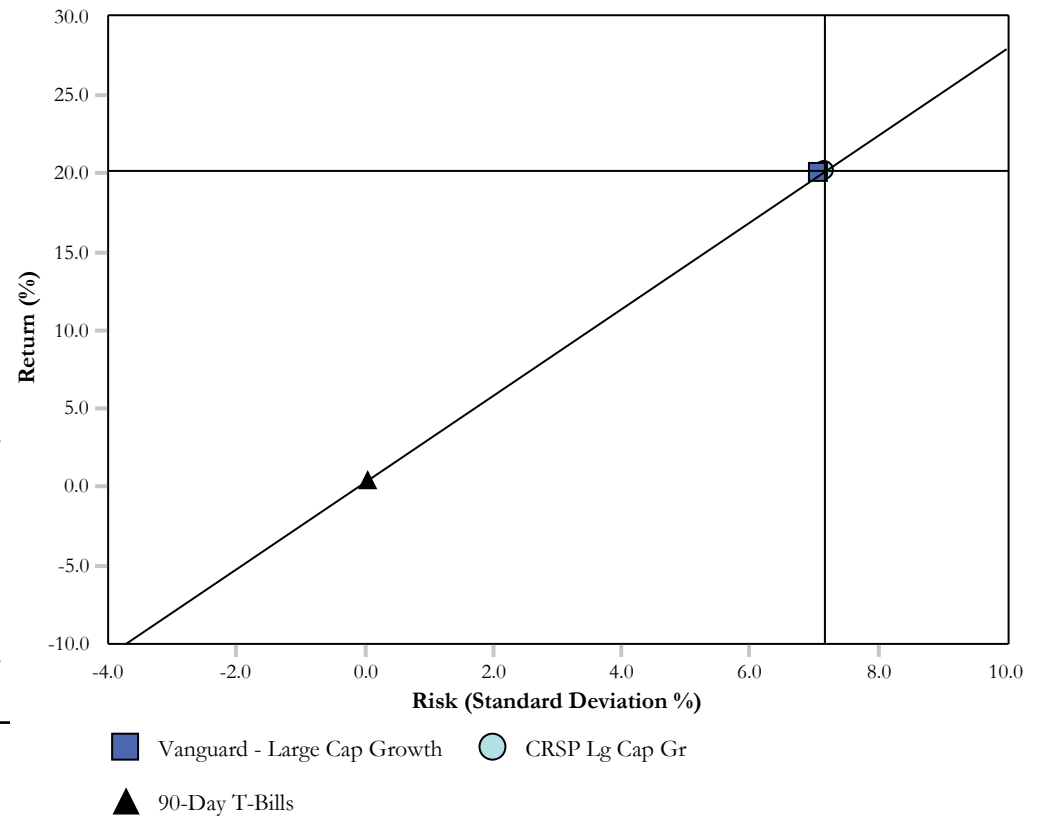
Historic Asset Growth

	Current Quarter	Fiscal YTD	1 Year	Since Inception	Inception Date
Vanguard - Large Cap Growth					07/01/2016
Beginning Market Value	5,429	5,000	4,145	4,145	
Net Contributions	3	-20	622	622	
Fees/Expenses	-4	-10	-13	-13	
Income	15	56	72	72	
Gain/Loss	240	659	858	858	
Ending Market Value	5,683	5,683	5,683	5,683	

Modern Portfolio Statistics

	Return	Standard Deviation	Beta	Maximum Drawdown	Up Market Capture	Down Market Capture	Alpha	Sharpe Ratio	R-Squared	Inception Date
Vanguard - Large Cap Growth	20.13	7.09	0.99	-2.59	99.28	97.18	0.18	2.58	1.00	07/01/2016
CRSP Lg Cap Gr	20.19	7.18	1.00	-2.65	100.00	100.00	0.00	2.55	1.00	07/01/2016

Manager Risk & Return



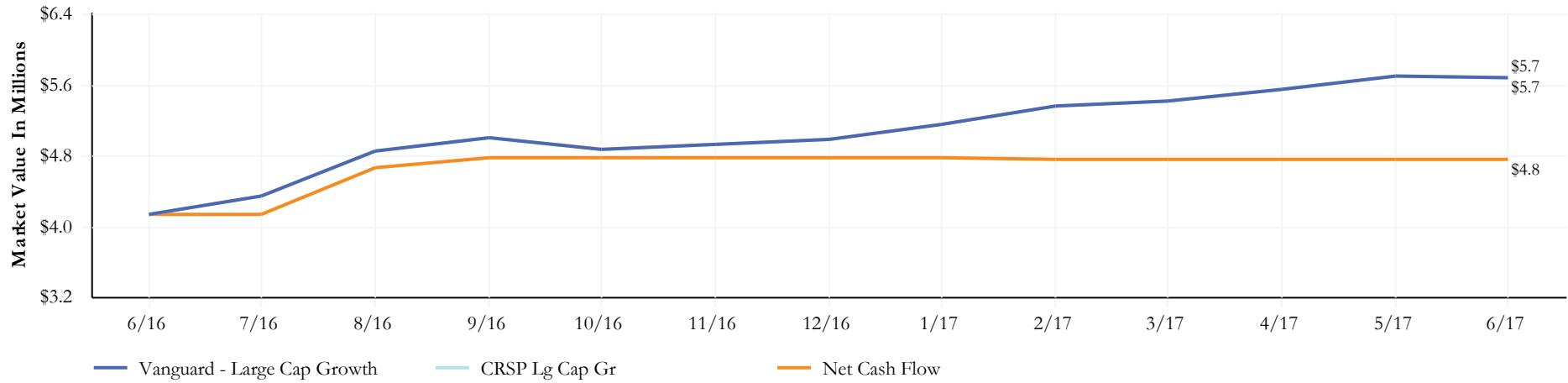
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Town of Longboat Key Combined Retirement Plan

Vanguard Large Cap Growth - Change in Assets & Distribution of Returns

as of June 30, 2017

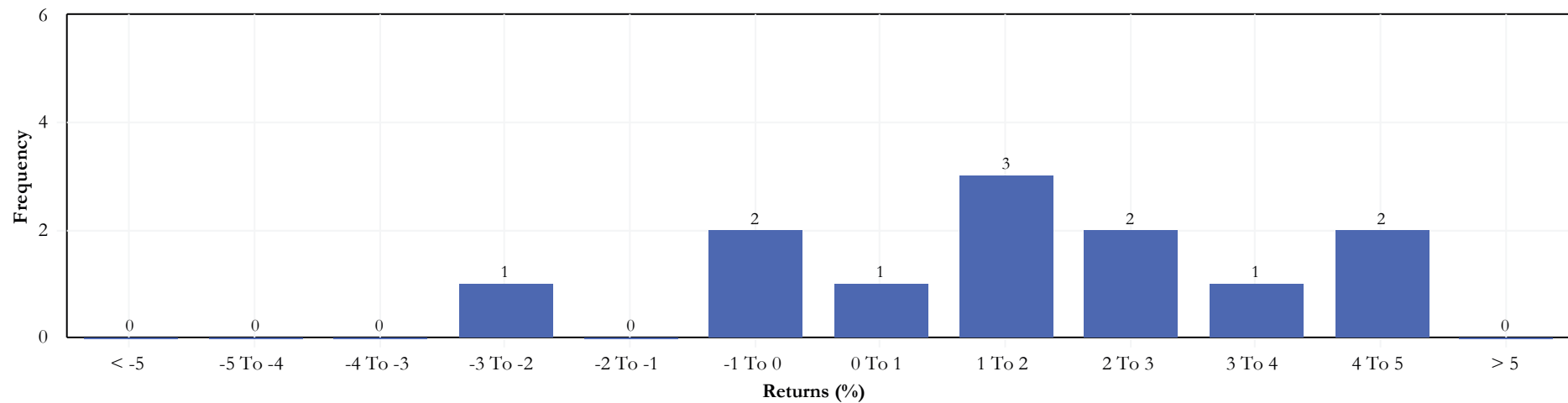
Historic Change in Assets



Quarterly Change in Assets

	Market Value As of 04/01/2017	Net Transfers	Contributions	Distributions	Fees	Expenses	Return On Investment	Market Value As of 06/30/2017
Vanguard - Large Cap Growth	5,428,570.01	-	3,331.33	-	-3,675.46	-	255,259.58	5,683,485.46

Distribution of Returns



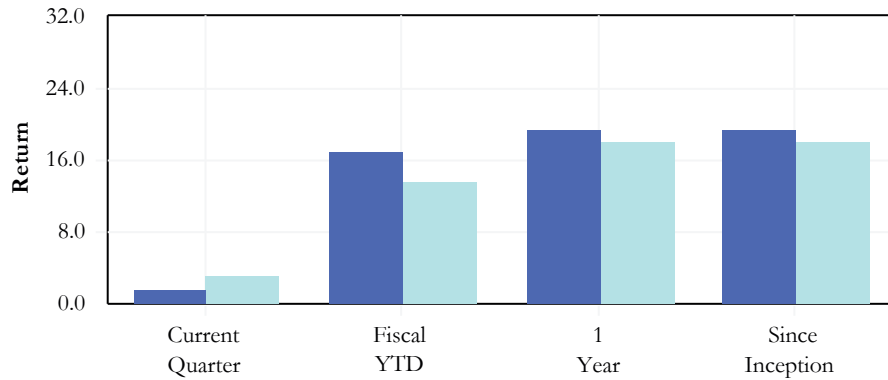
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Town of Longboat Key Combined Retirement Plan

Connors Covered Call Strategy - Executive Summary

as of June 30, 2017

Manager Performance Chart



Manager Annualized Performance

	Current Quarter	Fiscal YTD	1 Year	Since Inception	Inception Date
Connors - Covered Calls	1.58	16.94	19.29	19.29	07/01/2016
S&P 500 Total Return	3.09	13.52	17.90	17.90	
Differences	-1.51	3.42	1.39	1.39	

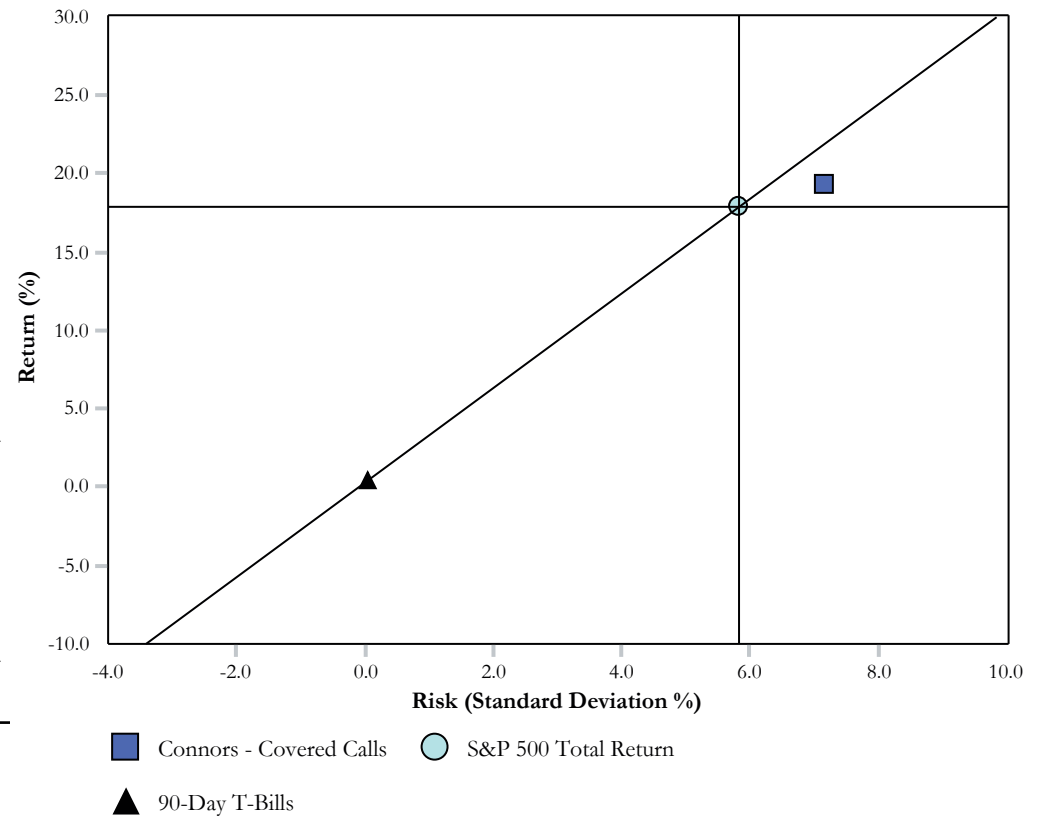
Historic Asset Growth

	Current Quarter	Fiscal YTD	1 Year	Since Inception	Inception Date
Connors - Covered Calls					07/01/2016
Beginning Market Value	1,713	1,520	3,314	3,314	
Net Contributions	-	-32	-1,902	-1,902	
Fees/Expenses	-2	-6	-8	-8	
Income	10	31	41	41	
Gain/Loss	17	224	292	292	
Ending Market Value	1,738	1,738	1,738	1,738	

Modern Portfolio Statistics

	Return	Standard Deviation	Beta	Maximum Drawdown	Up Market Capture	Down Market Capture	Alpha	Sharpe Ratio	R-Squared	Inception Date
Connors - Covered Calls	19.29	7.18	1.08	-1.83	101.20	42.38	0.00	2.44	0.76	07/01/2016
S&P 500 Total Return	17.90	5.83	1.00	-1.82	100.00	100.00	0.00	2.79	1.00	07/01/2016

Manager Risk & Return



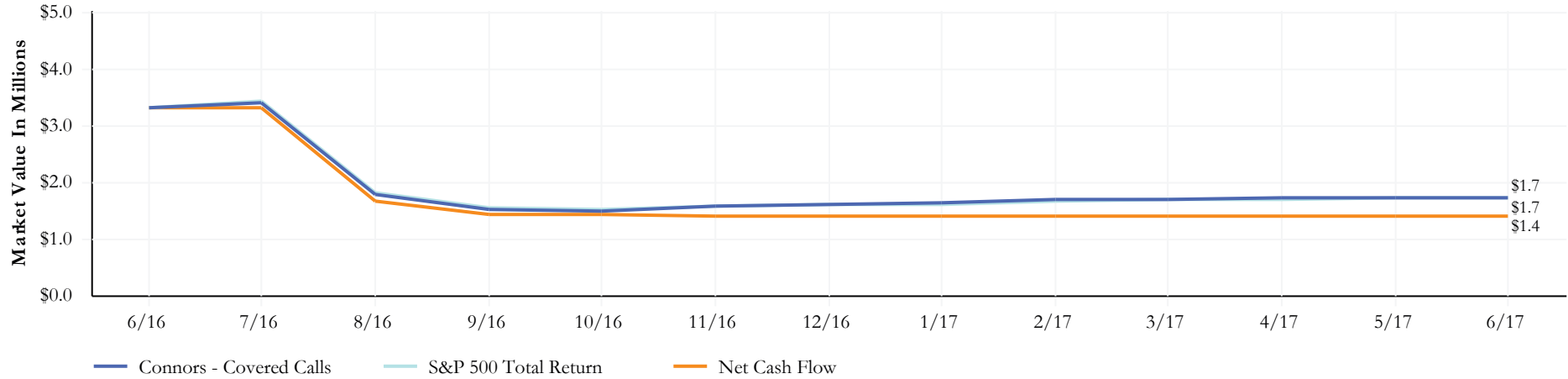
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Town of Longboat Key Combined Retirement Plan

Connors Covered Call Strategy - Change in Assets & Distribution of Returns

as of June 30, 2017

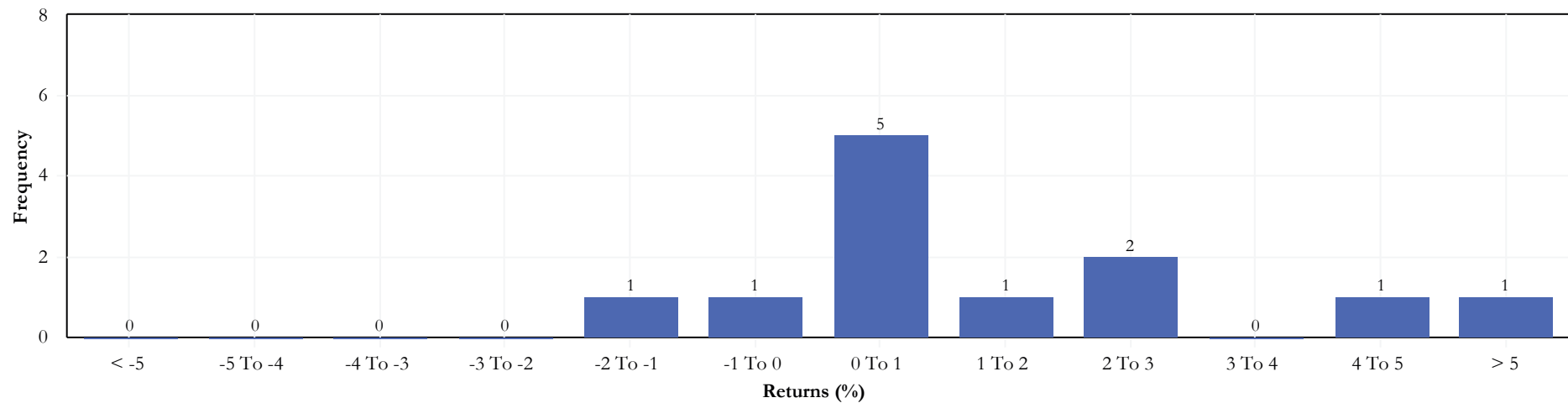
Historic Change in Assets



Quarterly Change in Assets

	Market Value As of 04/01/2017	Net Transfers	Contributions	Distributions	Fees	Expenses	Return On Investment	Market Value As of 06/30/2017
Connors - Covered Calls	1,713,203.26	-	-	-	-2,442.52	-	27,062.19	1,737,822.93

Distribution of Returns

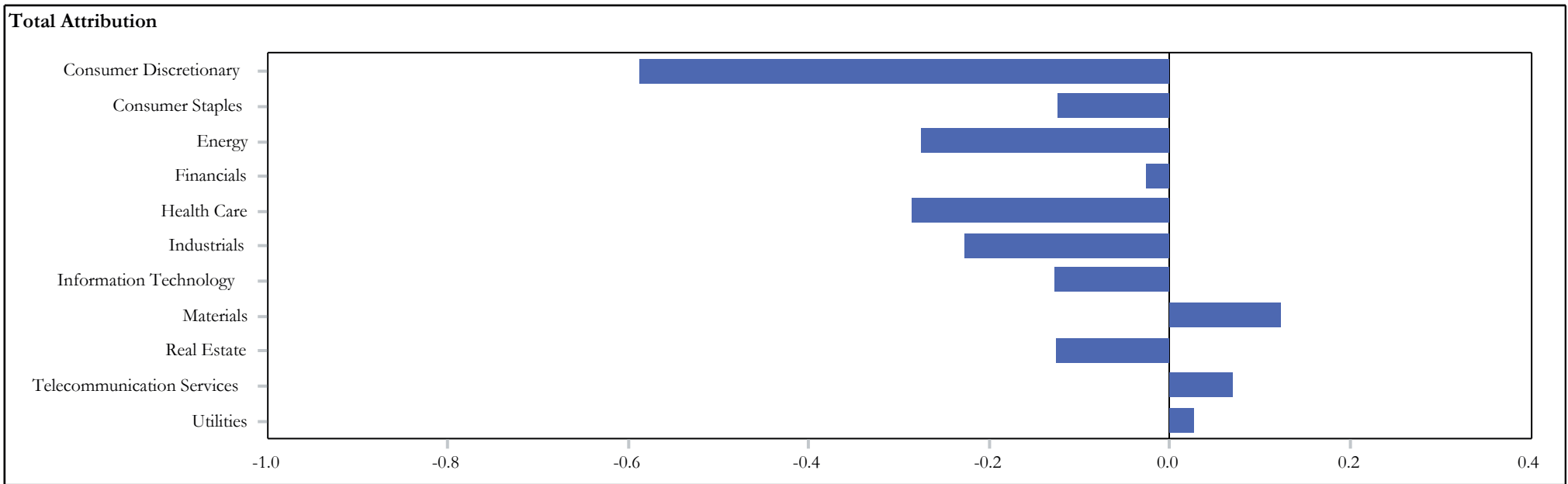
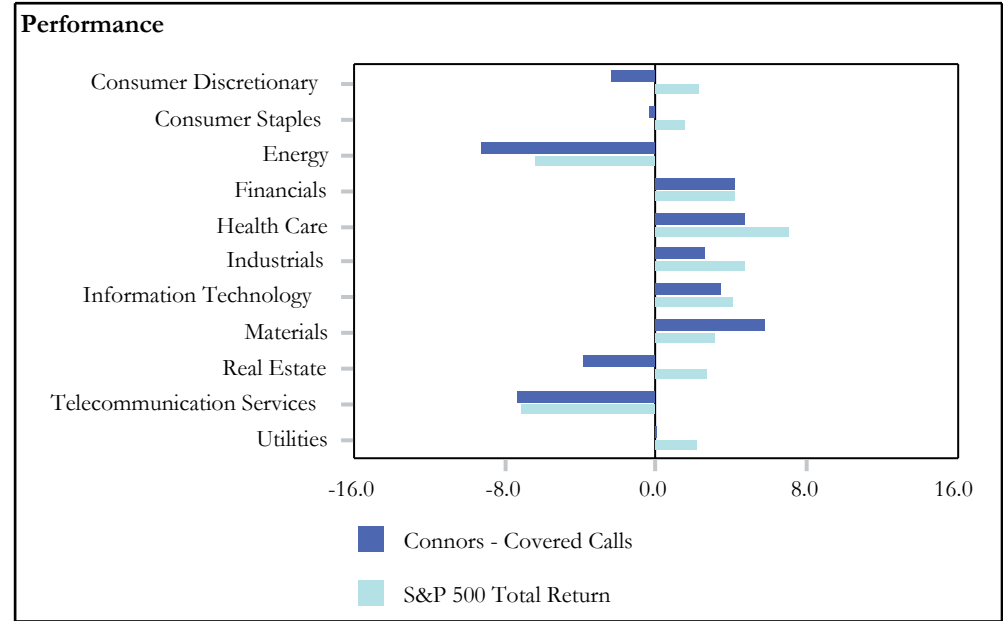
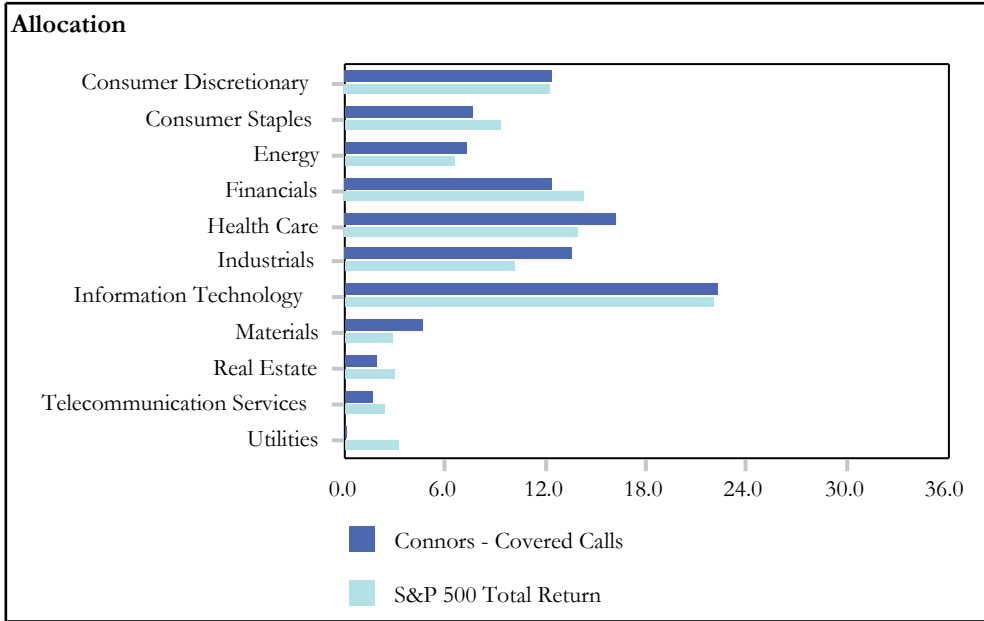


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Town of Longboat Key Combined Retirement Plan

Connors - Covered Calls - Quarterly Performance Attributes

as of June 30, 2017



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Town of Longboat Key Combined Retirement Plan
Connors - Covered Calls - Quarterly Performance Attributes
as of June 30, 2017

	Allocation - 04/01/2017		Performance - Quarter Ending June 30, 2017		Attribution			
	Portfolio	Benchmark	Portfolio	Benchmark	Sector	Stock	Interaction	Total
Consumer Discretionary	12.38	12.33	-2.37	2.37	0.00	-0.58	0.00	-0.59
Consumer Staples	7.66	9.30	-0.36	1.57	0.02	-0.18	0.03	-0.12
Energy	7.29	6.59	-9.26	-6.41	-0.07	-0.19	-0.02	-0.28
Financials	12.35	14.36	4.24	4.26	-0.02	0.00	0.00	-0.03
Health Care	16.24	13.91	4.77	7.10	0.09	-0.32	-0.05	-0.28
Industrials	13.59	10.08	2.67	4.78	0.06	-0.21	-0.07	-0.23
Information Technology	22.27	22.08	3.52	4.11	0.00	-0.13	0.00	-0.13
Materials	4.59	2.84	5.83	3.17	0.00	0.08	0.05	0.12
Real Estate	1.96	2.94	-3.82	2.77	0.00	-0.19	0.06	-0.13
Telecommunication Services	1.65	2.38	-7.30	-7.06	0.07	-0.01	0.00	0.07
Utilities	0.00	3.19	0.00	2.21	0.03	0.00	0.00	0.03
Total	100.00	100.00	1.52	3.08	0.20	-1.74	-0.01	-1.56

All the values for Allocation, Performance and Attribution are expressed in Percentage(%) terms

The prices, quotes, or statistics contained herein have been obtained from sources believed to be reliable, however, its accuracy cannot be guaranteed. Past performance is not a guarantee of future results.

Town of Longboat Key Combined Retirement Plan

Connors - Covered Calls - Portfolio Characteristics

as of June 30, 2017

Portfolio Characteristics		
	Portfolio	Benchmark
Wtd. Avg. Mkt. Cap (\$000)	141,843,431.24	166,645,550.37
Median Mkt. Cap (\$000)	79,161,005.12	20,641,192.68
Price/Earnings ratio	23.17	21.58
Price/Book ratio	3.59	3.32
5 Yr. EPS Growth Rate (%)	6.18	11.34
Beta	N/A	1.00
Number of Stocks	80	505
Debt to Equity	2.33	1.84

Top Ten Equity Holdings				
	Portfolio Weight (%)	Benchmark Weight (%)	Active Weight (%)	Quarterly Return (%)
Apple Inc	4.96	3.62	1.34	0.66
Adobe Systems Inc	4.87	0.34	4.53	8.69
Tyler Technologies Inc.	3.78	0.00	3.78	13.66
Chubb Ltd	2.92	0.33	2.59	7.22
3M Co	2.91	0.60	2.31	9.47
Cisco Systems Inc	2.88	0.75	2.13	-6.59
Microsoft Corp	2.87	2.56	0.31	5.25
Lockheed Martin Corp	2.79	0.33	2.46	4.41
Wells Fargo & Co	2.74	1.20	1.54	0.24
JPMorgan Chase & Co	2.62	1.56	1.06	4.65
% of Portfolio	33.34	11.29		

Ten Best Performers				
	Portfolio Weight (%)	Benchmark Weight (%)	Active Weight (%)	Quarterly Return (%)
Tyler Technologies Inc.	3.78	0.00	3.78	13.66
Praxair Inc.	2.09	0.18	1.91	12.42
AbbVie Inc	1.87	0.56	1.31	12.39
Abbott Laboratories	1.95	0.41	1.54	10.12
3M Co	2.91	0.60	2.31	9.47
United Technologies Corp	1.84	0.44	1.40	9.42
Adobe Systems Inc	4.87	0.34	4.53	8.69
Chubb Ltd	2.92	0.33	2.59	7.22
Raytheon Co.	2.23	0.23	2.00	6.98
Becton, Dickinson and Co	2.52	0.21	2.31	6.76
% of Portfolio	26.98	3.30		

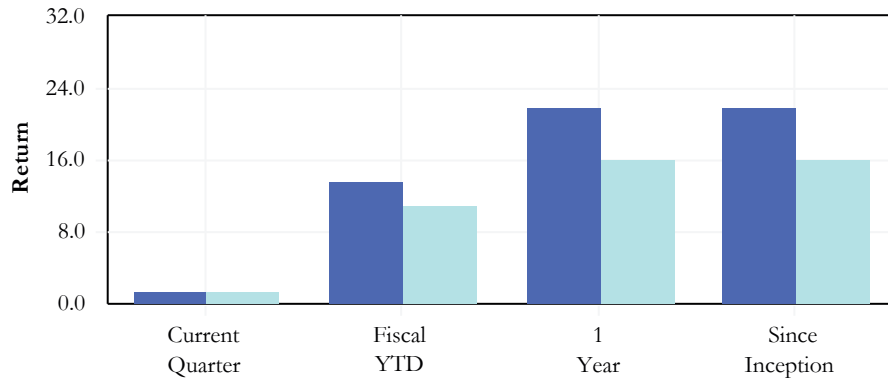
Ten Worst Performers				
	Portfolio Weight (%)	Benchmark Weight (%)	Active Weight (%)	Quarterly Return (%)
Schlumberger Ltd	1.61	0.44	1.17	-15.08
Middleby Corp (The)	1.74	0.00	1.74	-10.95
Energen Corp.	1.84	0.00	1.84	-9.31
Verizon Communications Inc	1.45	0.88	0.57	-7.30
Cisco Systems Inc	2.88	0.75	2.13	-6.59
Walt Disney Co (The)	2.59	0.74	1.85	-6.30
Snap-On Inc	1.81	0.04	1.77	-5.92
Penske Automotive Group Inc	1.70	0.00	1.70	-5.52
Lowe's Cos Inc.	2.56	0.32	2.24	-5.30
Walgreens Boots Alliance Inc	1.57	0.32	1.25	-5.29
% of Portfolio	19.75	3.49		

Town of Longboat Key Combined Retirement Plan

Kennedy Mid Cap Value - Executive Summary

as of June 30, 2017

Manager Performance Chart



Manager Annualized Performance

	Current Quarter	Fiscal YTD	1 Year	Since Inception	Inception Date
Kennedy - Mid Cap Value	1.23	13.62	21.87	21.87	07/01/2016
Russell Midcap Value	1.37	10.99	15.93	15.93	
Differences	-0.14	2.63	5.94	5.94	

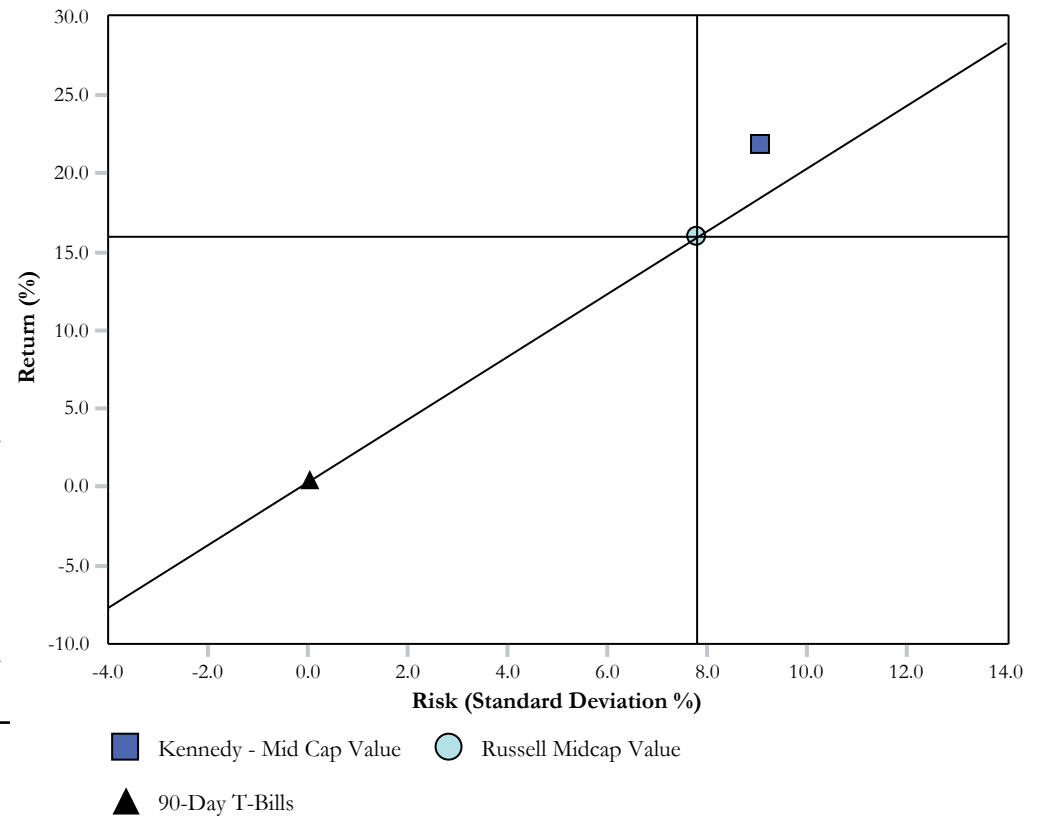
Historic Asset Growth

	Current Quarter	Fiscal YTD	1 Year	Since Inception	Inception Date
Kennedy - Mid Cap Value					07/01/2016
Beginning Market Value	902	847	843	843	
Net Contributions	-	-44	-99	-99	
Fees/Expenses	-1	-4	-5	-5	
Income	4	12	15	15	
Gain/Loss	7	100	157	157	
Ending Market Value	912	912	912	912	

Modern Portfolio Statistics

	Return	Standard Deviation	Beta	Maximum Drawdown	Up Market Capture	Down Market Capture	Alpha	Sharpe Ratio	R-Squared	Inception Date
Kennedy - Mid Cap Value	21.87	9.07	1.15	-2.38	125.18	88.35	2.92	2.19	0.98	07/01/2016
Russell Midcap Value	15.93	7.79	1.00	-2.42	100.00	100.00	0.00	1.89	1.00	07/01/2016

Manager Risk & Return



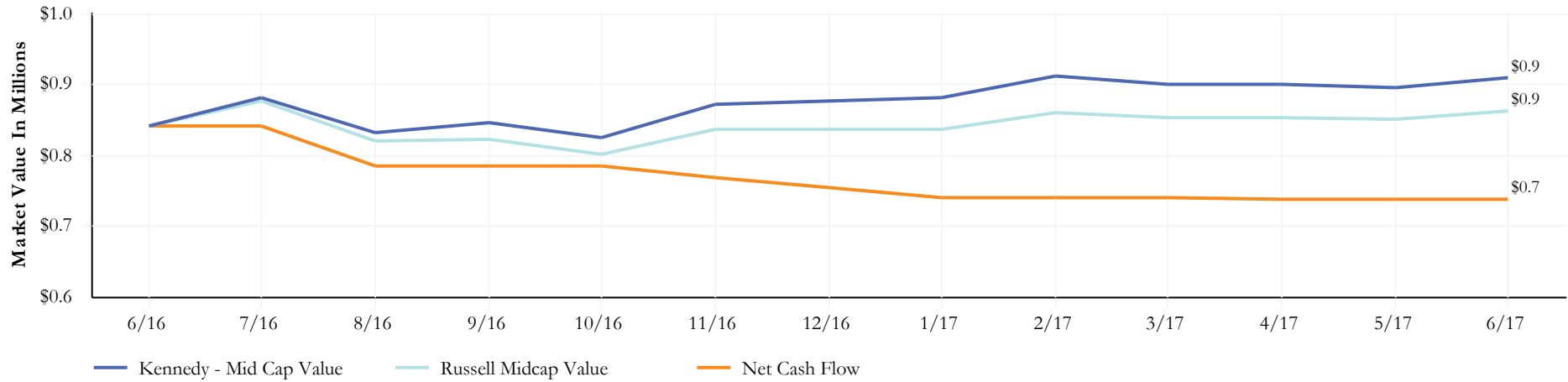
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Town of Longboat Key Combined Retirement Plan

Kennedy Mid Cap Value - Change in Assets & Distribution of Returns

as of June 30, 2017

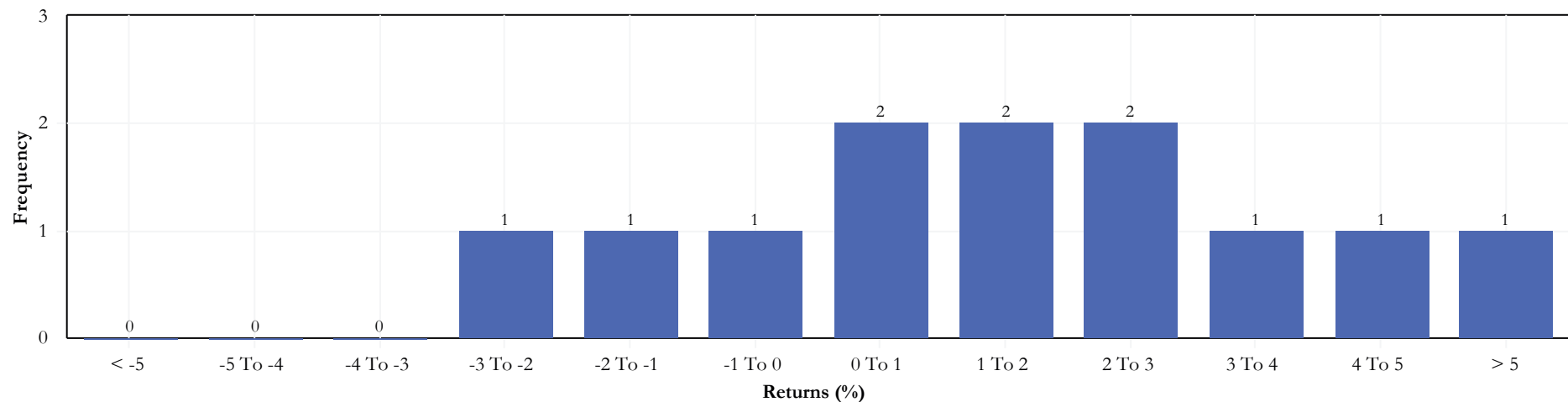
Historic Change in Assets



Quarterly Change in Assets

	Market Value As of 04/01/2017	Net Transfers	Contributions	Distributions	Fees	Expenses	Return On Investment	Market Value As of 06/30/2017
Kennedy - Mid Cap Value	901,928.27	-	-	-	-1,395.26	-	11,039.73	911,572.74

Distribution of Returns

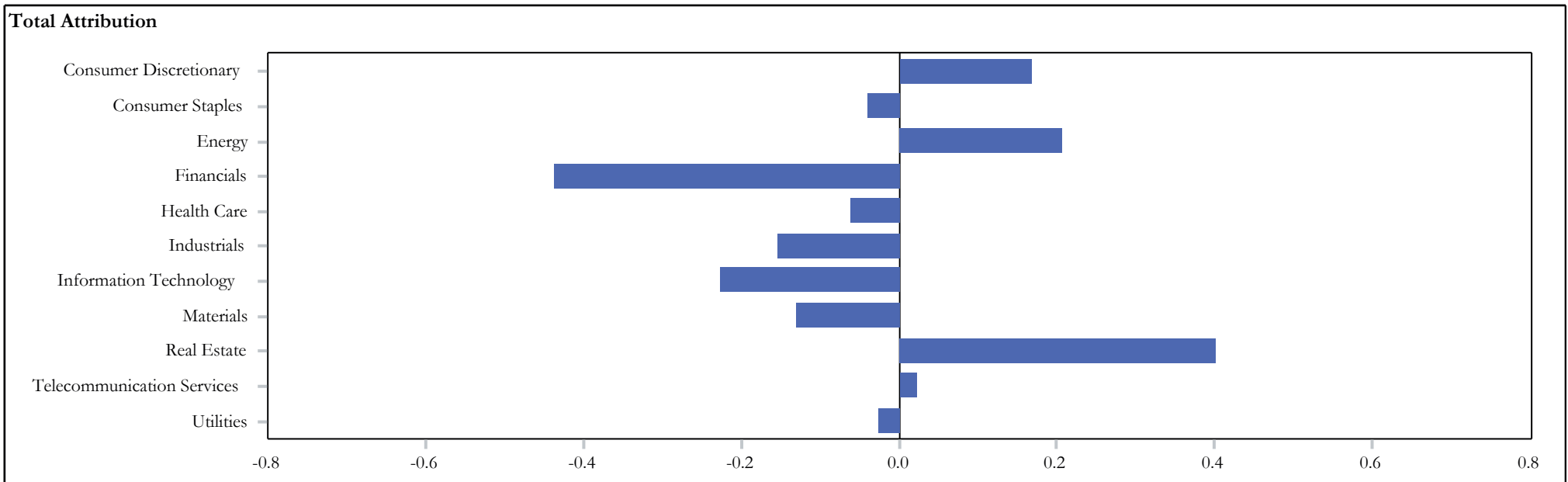
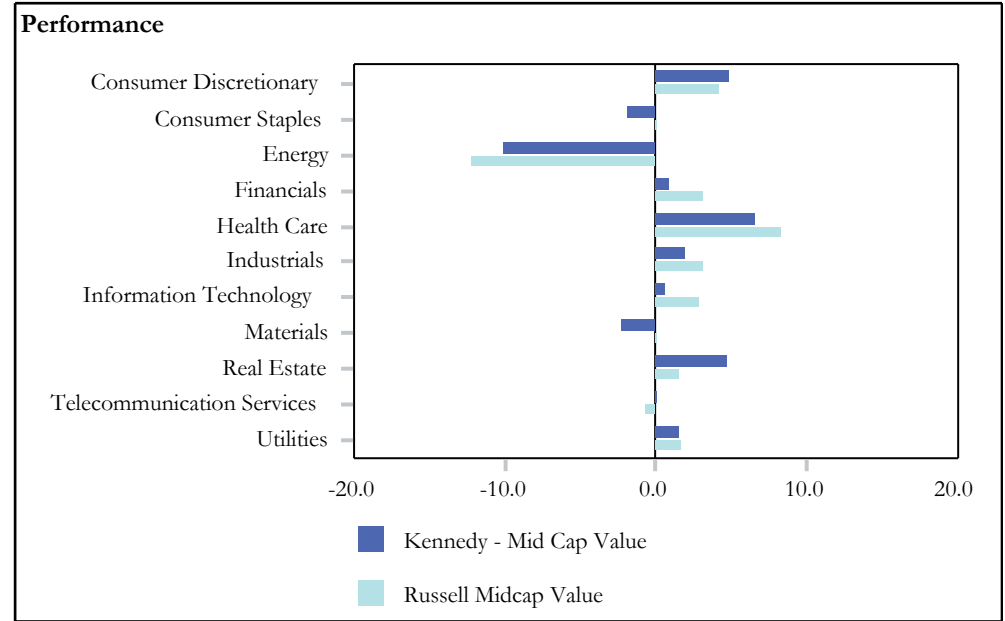
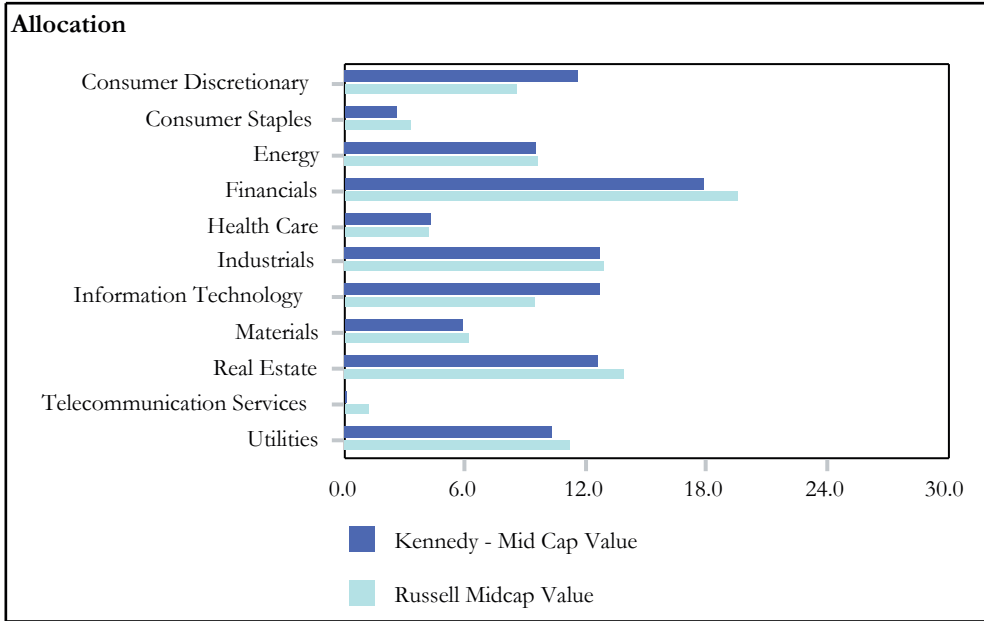


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Town of Longboat Key Combined Retirement Plan

Kennedy - Mid Cap Value - Quarterly Performance Attributes

as of June 30, 2017



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Town of Longboat Key Combined Retirement Plan
Kennedy - Mid Cap Value - Quarterly Performance Attributes
as of June 30, 2017

	Allocation - 04/01/2017		Performance - Quarter Ending June 30, 2017		Attribution			
	Portfolio	Benchmark	Portfolio	Benchmark	Sector	Stock	Interaction	Total
Consumer Discretionary	11.62	8.55	4.91	4.27	0.09	0.05	0.02	0.17
Consumer Staples	2.56	3.27	-1.91	0.04	0.01	-0.06	0.01	-0.04
Energy	9.57	9.59	-10.01	-12.14	0.00	0.20	0.00	0.21
Financials	17.91	19.59	0.99	3.24	-0.03	-0.44	0.04	-0.44
Health Care	4.26	4.13	6.61	8.29	0.01	-0.07	0.00	-0.06
Industrials	12.67	12.93	1.95	3.13	0.00	-0.15	0.00	-0.16
Information Technology	12.69	9.46	0.67	2.87	0.05	-0.21	-0.07	-0.23
Materials	5.82	6.12	-2.29	0.01	0.00	-0.14	0.01	-0.13
Real Estate	12.58	13.95	4.76	1.54	0.00	0.45	-0.04	0.40
Telecommunication Services	0.00	1.18	0.00	-0.65	0.02	0.00	0.00	0.02
Utilities	10.31	11.24	1.57	1.77	0.00	-0.02	0.00	-0.03
Total	100.00	100.00	0.98	1.26	0.14	-0.39	-0.03	-0.28

All the values for Allocation, Performance and Attribution are expressed in Percentage(%) terms

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Town of Longboat Key Combined Retirement Plan

Kennedy - Mid Cap Value - Portfolio Characteristics

as of June 30, 2017

Portfolio Characteristics		
	Portfolio	Benchmark
Wtd. Avg. Mkt. Cap (\$000)	11,140,473.40	13,456,408.19
Median Mkt. Cap (\$000)	8,730,555.36	6,998,960.45
Price/Earnings ratio	19.46	19.36
Price/Book ratio	2.34	2.08
5 Yr. EPS Growth Rate (%)	15.25	9.15
Beta	N/A	1.00
Number of Stocks	57	590
Debt to Equity	0.92	0.74

Top Ten Equity Holdings				
	Portfolio Weight (%)	Benchmark Weight (%)	Active Weight (%)	Quarterly Return (%)
Reinsurance Group of Amer.	3.01	0.22	2.79	1.44
East West Bancorp Inc.	2.79	0.21	2.58	13.91
Centene Corp	2.66	0.31	2.35	12.10
Old Dominion Freight Line Inc	2.61	0.06	2.55	11.42
Huntington Bancshares Inc	2.42	0.38	2.04	1.58
Brunswick Corp	2.36	0.03	2.33	2.81
Westlake Chemical Corp	2.31	0.03	2.28	0.55
Torchmark Corp	2.25	0.23	2.02	-0.50
DTE Energy Co	2.25	0.50	1.75	4.38
Xcel Energy Inc.	2.23	0.61	1.62	4.01
% of Portfolio	24.89	2.58		

Ten Best Performers				
	Portfolio Weight (%)	Benchmark Weight (%)	Active Weight (%)	Quarterly Return (%)
Tesoro Corp	1.61	0.38	1.23	16.25
Gaming and Leisure Properties Inc	1.96	0.13	1.83	14.63
East West Bancorp Inc.	2.79	0.21	2.58	13.91
Whirlpool Corp	1.19	0.33	0.86	12.52
Hasbro Inc.	2.20	0.08	2.12	12.34
Roper Technologies Inc	2.00	0.03	1.97	12.32
Centene Corp	2.66	0.31	2.35	12.10
Trimble Inc	1.73	0.05	1.68	11.43
Old Dominion Freight Line Inc	2.61	0.06	2.55	11.42
RPC Inc.	1.09	0.00	1.09	10.38
% of Portfolio	19.84	1.58		

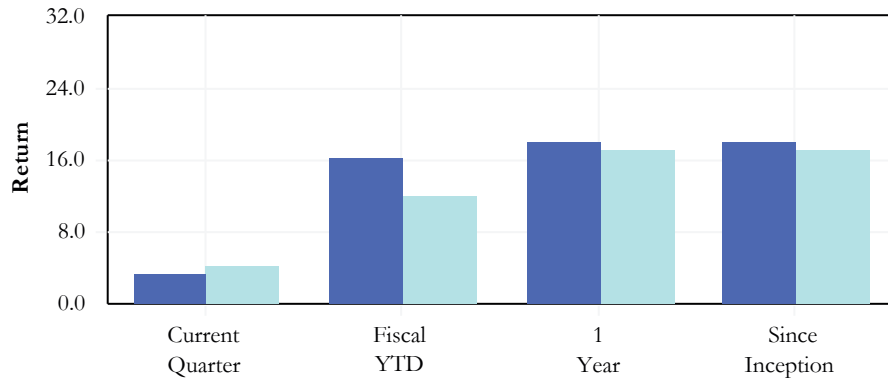
Ten Worst Performers				
	Portfolio Weight (%)	Benchmark Weight (%)	Active Weight (%)	Quarterly Return (%)
Diamond Offshore Drilling Inc.	0.37	0.00	0.37	-35.19
Marathon Oil Corp	1.07	0.26	0.81	-24.74
Newfield Exploration Co	0.91	0.00	0.91	-22.89
Helmerich & Payne Inc.	1.68	0.15	1.53	-17.36
Brixmor Property Group Inc	1.25	0.14	1.11	-15.67
Avnet Inc	0.82	0.13	0.69	-14.62
PacWest Bancorp	1.96	0.15	1.81	-11.39
Carlisle Companies Inc	1.29	0.16	1.13	-10.04
Bank of the Ozarks Inc.	1.77	0.08	1.69	-9.56
ON Semiconductor Corp	1.84	0.01	1.83	-9.36
% of Portfolio	12.96	1.08		

Town of Longboat Key Combined Retirement Plan

Congress Mid Cap Growth - Executive Summary

as of June 30, 2017

Manager Performance Chart



Manager Annualized Performance

	Current Quarter	Fiscal YTD	1 Year	Since Inception	Inception Date
Congress - Mid Cap Growth	3.26	16.21	17.98	17.98	07/01/2016
Russell Midcap Growth	4.22	11.91	17.05	17.05	
Differences	-0.96	4.30	0.93	0.93	

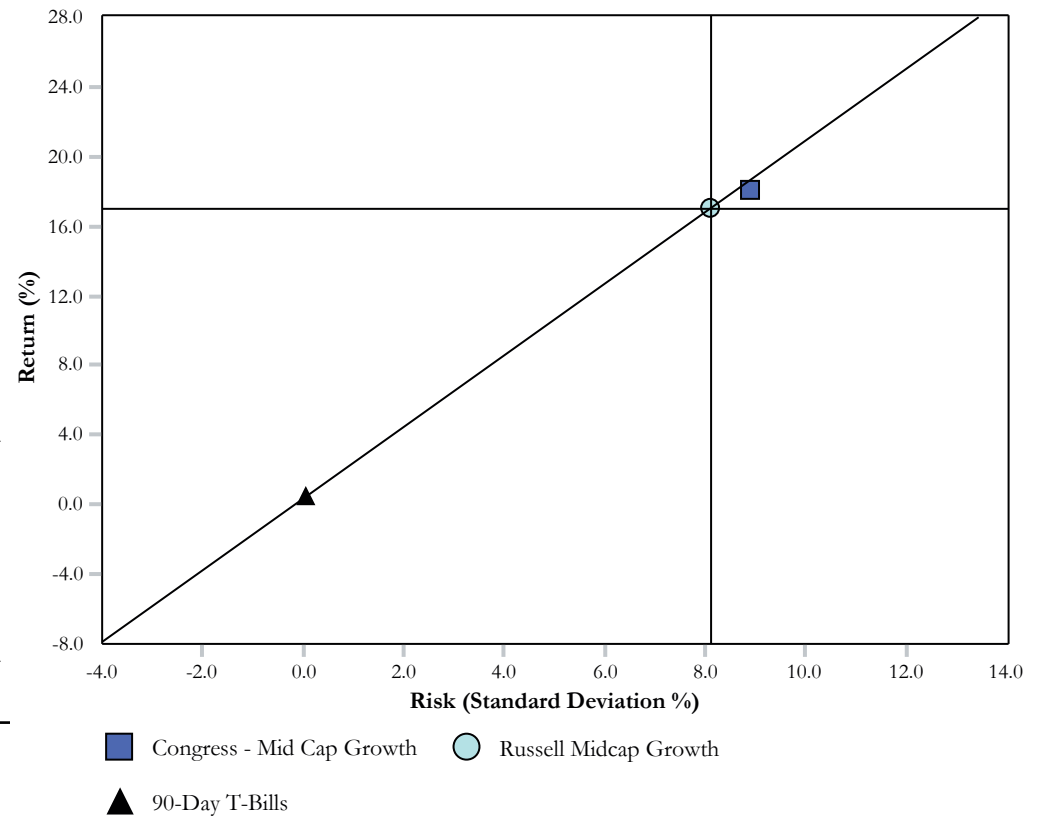
Historic Asset Growth

	Current Quarter	Fiscal YTD	1 Year	Since Inception	Inception Date
Congress - Mid Cap Growth					07/01/2016
Beginning Market Value	903	809	846	846	
Net Contributions	-	-4	-54	-54	
Fees/Expenses	-1	-4	-5	-5	
Income	2	6	8	8	
Gain/Loss	27	125	136	136	
Ending Market Value	931	931	931	931	

Modern Portfolio Statistics

	Return	Standard Deviation	Beta	Maximum Drawdown	Up Market Capture	Down Market Capture	Alpha	Sharpe Ratio	R-Squared	Inception Date
Congress - Mid Cap Growth	17.98	8.92	0.92	-5.32	109.08	122.67	2.21	1.86	0.70	07/01/2016
Russell Midcap Growth	17.05	8.13	1.00	-4.39	100.00	100.00	0.00	1.93	1.00	07/01/2016

Manager Risk & Return



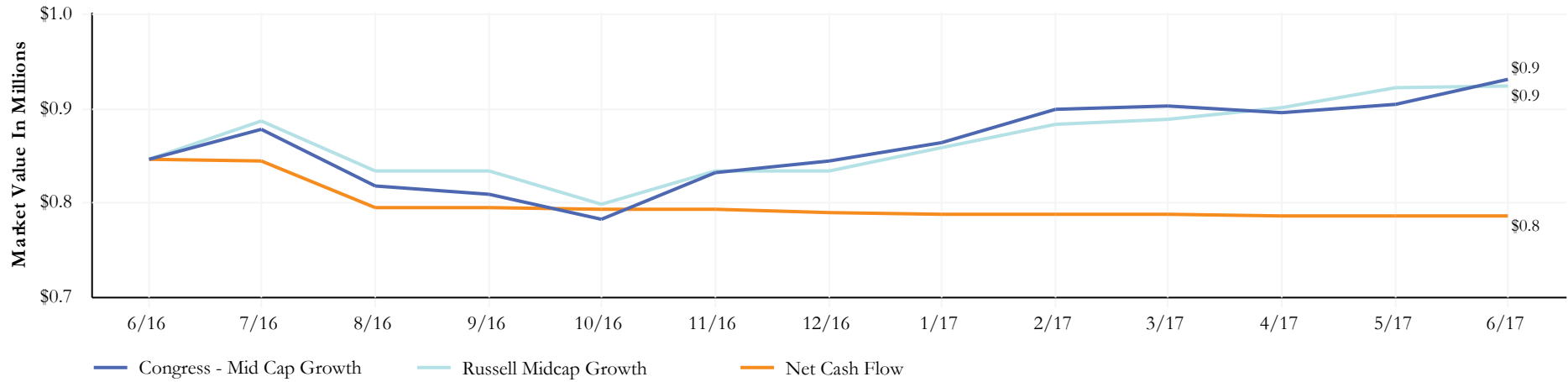
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Town of Longboat Key Combined Retirement Plan

Congress Mid Cap Growth - Change in Assets & Distribution of Returns

as of June 30, 2017

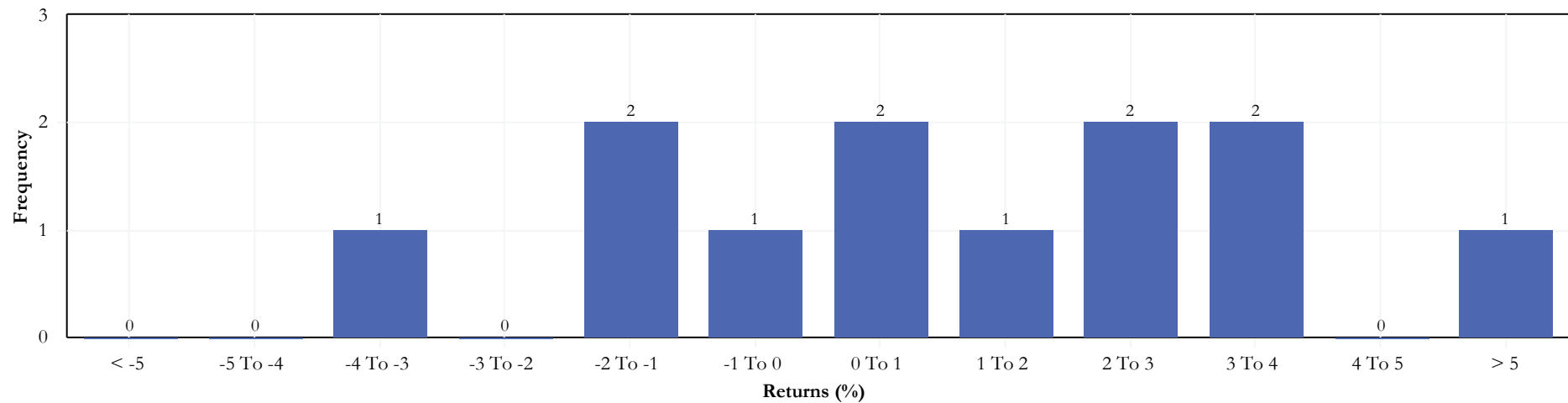
Historic Change in Assets



Quarterly Change in Assets

	Market Value As of 04/01/2017	Net Transfers	Contributions	Distributions	Fees	Expenses	Return On Investment	Market Value As of 06/30/2017
Congress - Mid Cap Growth	903,129.64	-	-	-	-1,286.28	-	29,341.39	931,184.75

Distribution of Returns

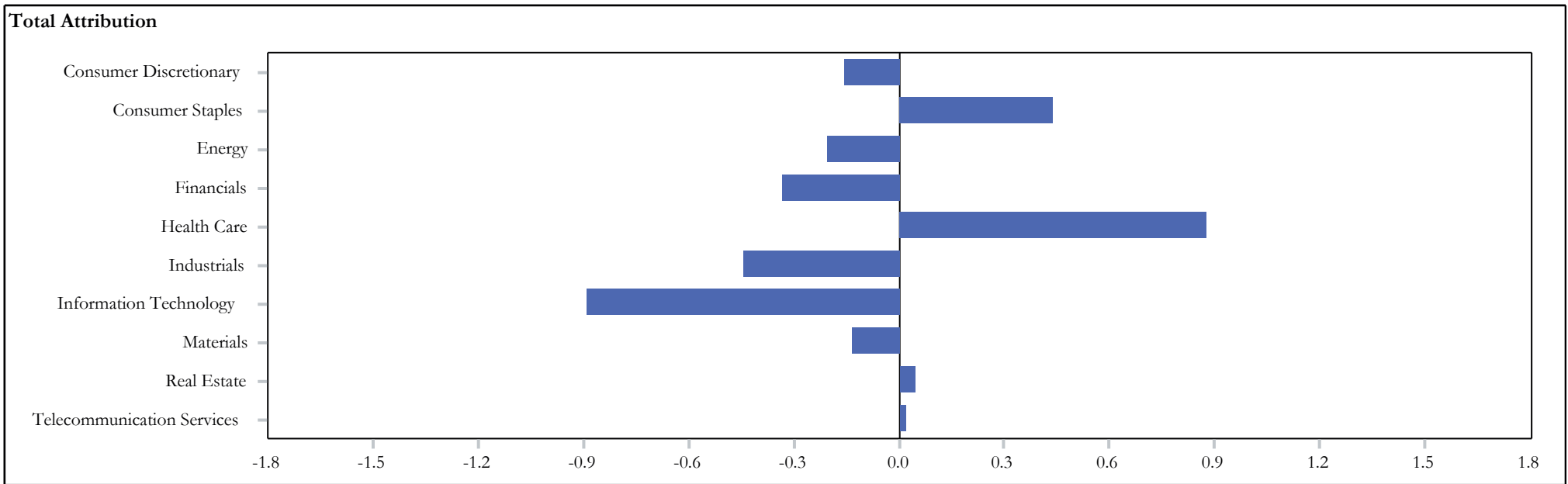
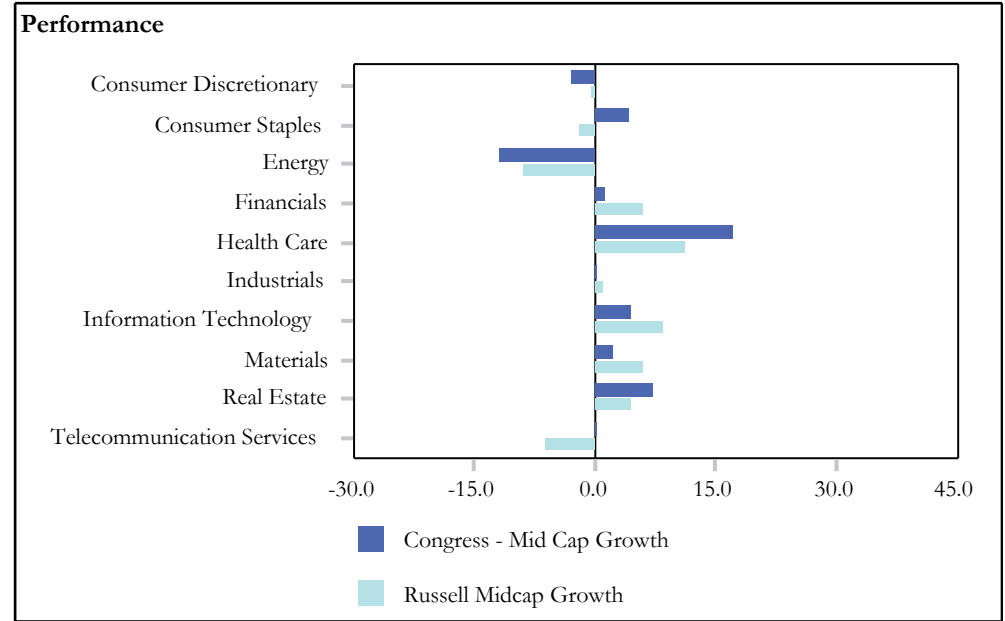
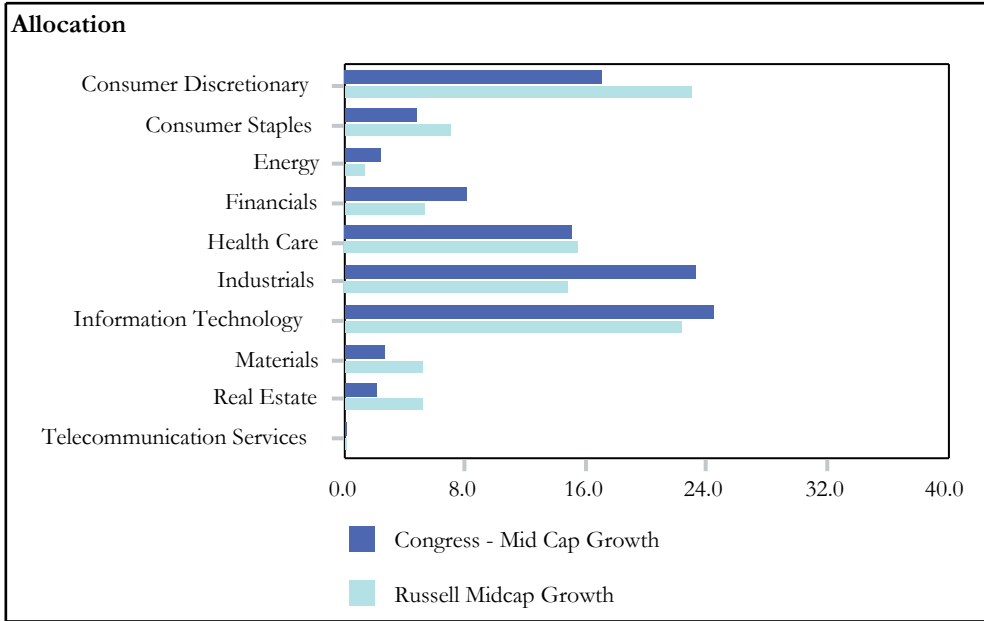


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Town of Longboat Key Combined Retirement Plan

Congress - Mid Cap Growth - Quarterly Performance Attributes

as of June 30, 2017



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Town of Longboat Key Combined Retirement Plan
Congress - Mid Cap Growth - Quarterly Performance Attributes
as of June 30, 2017

	Allocation - 04/01/2017		Performance - Quarter Ending June 30, 2017		Attribution			
	Portfolio	Benchmark	Portfolio	Benchmark	Sector	Stock	Interaction	Total
Consumer Discretionary	17.12	23.05	-2.90	-0.36	0.28	-0.58	0.15	-0.16
Consumer Staples	4.79	7.06	4.39	-1.87	0.14	0.44	-0.14	0.44
Energy	2.32	1.30	-11.91	-8.80	-0.13	-0.04	-0.03	-0.21
Financials	8.11	5.32	1.28	6.00	0.05	-0.25	-0.13	-0.34
Health Care	15.11	15.55	17.25	11.24	-0.03	0.93	-0.03	0.88
Industrials	23.29	14.83	0.35	1.08	-0.27	-0.11	-0.06	-0.44
Information Technology	24.51	22.34	4.43	8.42	0.09	-0.89	-0.09	-0.89
Materials	2.64	5.15	2.35	5.95	-0.04	-0.19	0.09	-0.14
Real Estate	2.10	5.22	7.20	4.56	-0.01	0.14	-0.08	0.05
Telecommunication Services	0.00	0.19	0.00	-6.08	0.02	0.00	0.00	0.02
Total	100.00	100.00	3.53	4.31	0.09	-0.55	-0.32	-0.78

All the values for Allocation, Performance and Attribution are expressed in Percentage(%) terms

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Town of Longboat Key Combined Retirement Plan

Congress - Mid Cap Growth - Portfolio Characteristics

as of June 30, 2017

Portfolio Characteristics		
	Portfolio	Benchmark
Wtd. Avg. Mkt. Cap (\$000)	8,582,282.91	13,598,413.52
Median Mkt. Cap (\$000)	7,825,870.46	7,748,114.58
Price/Earnings ratio	24.98	27.07
Price/Book ratio	4.79	5.51
5 Yr. EPS Growth Rate (%)	14.77	13.03
Beta	N/A	1.00
Number of Stocks	40	426
Debt to Equity	-20.56	-0.37

Top Ten Equity Holdings				
	Portfolio Weight (%)	Benchmark Weight (%)	Active Weight (%)	Quarterly Return (%)
IPG Photonics Corp	3.74	0.19	3.55	20.22
Mettler-Toledo International Inc	3.51	0.53	2.98	22.89
Cognex Corp	3.47	0.25	3.22	1.22
Raymond James Fin. Inc.	3.17	0.10	3.07	5.48
Hasbro Inc.	3.08	0.34	2.74	12.34
Cooper Companies Inc. (The)	3.06	0.32	2.74	19.78
Synopsys Inc	3.04	0.03	3.01	1.11
Dorman Products Inc	2.92	0.00	2.92	0.78
Monolithic Power Systems Inc	2.66	0.00	2.66	4.88
Resmed Inc	2.66	0.39	2.27	8.73
% of Portfolio	31.31	2.15		

Ten Best Performers				
	Portfolio Weight (%)	Benchmark Weight (%)	Active Weight (%)	Quarterly Return (%)
Mettler-Toledo International Inc	3.51	0.53	2.98	22.89
IPG Photonics Corp	3.74	0.19	3.55	20.22
Cooper Companies Inc. (The)	3.06	0.32	2.74	19.78
Texas Roadhouse Inc	2.49	0.00	2.49	14.89
Masco Corp	2.63	0.28	2.35	12.75
Genpact Ltd	2.35	0.13	2.22	12.65
Hasbro Inc.	3.08	0.34	2.74	12.34
Henry (Jack) & Associates Inc	2.63	0.29	2.34	11.91
PVH Corp	2.57	0.00	2.57	10.70
Avery Dennison Corp	2.59	0.26	2.33	10.23
% of Portfolio	28.65	2.34		

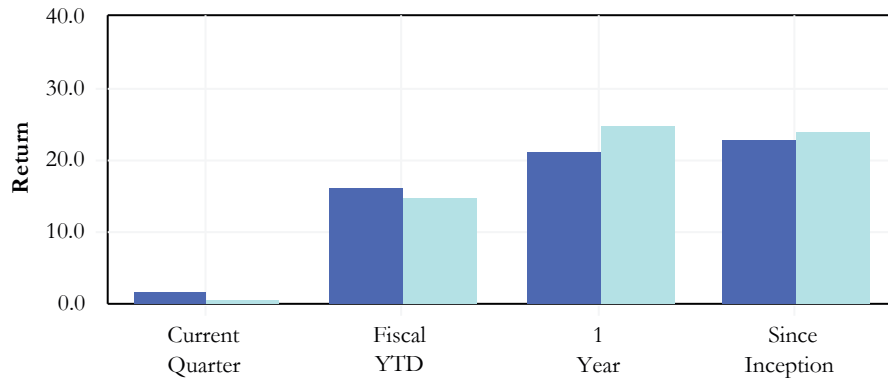
Ten Worst Performers				
	Portfolio Weight (%)	Benchmark Weight (%)	Active Weight (%)	Quarterly Return (%)
Foot Locker Inc.	1.87	0.02	1.85	-33.84
Scripps Networks	2.48	0.12	2.36	-12.44
Core Laboratories NV	1.98	0.00	1.98	-11.91
Middleby Corp (The)	2.29	0.25	2.04	-10.95
F5 Networks Inc	2.23	0.29	1.94	-10.88
Manhattan Associates Inc	1.72	0.12	1.60	-7.67
Snap-On Inc	2.23	0.04	2.19	-5.92
Signature Bank	2.61	0.16	2.45	-3.28
Pool Corp	1.85	0.17	1.68	-1.17
Carter's Inc.	1.89	0.15	1.74	-0.51
% of Portfolio	21.15	1.32		

Town of Longboat Key Combined Retirement Plan

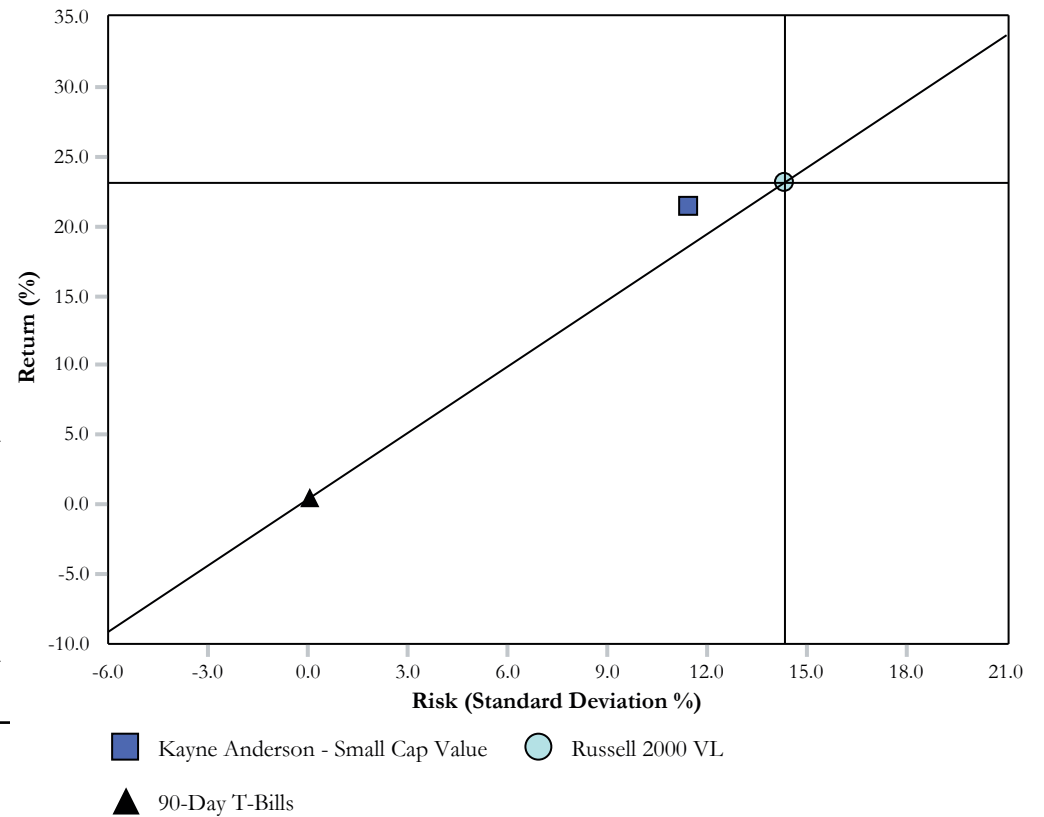
Kayne Anderson Small Cap Value - Executive Summary

as of June 30, 2017

Manager Performance Chart



Manager Risk & Return



Manager Annualized Performance

	Current Quarter	Fiscal YTD	1 Year	Since Inception	Inception Date
Kayne Anderson - Small Cap Value	1.79	16.16	20.98	20.98	07/01/2016
Russell 2000 VL	0.67	14.69	24.85	24.86	
Differences	1.12	1.47	-3.87	-3.88	

Historic Asset Growth

	Current Quarter	Fiscal YTD	1 Year	Since Inception	Inception Date
Kayne Anderson - Small Cap Value					07/01/2016
Beginning Market Value	902	846	847	847	
Net Contributions	-	-57	-92	-92	
Fees/Expenses	-1	-4	-5	-5	
Income	3	25	28	28	
Gain/Loss	13	107	139	139	
Ending Market Value	917	917	917	917	

Modern Portfolio Statistics

	Return	Standard Deviation	Beta	Maximum Drawdown	Up Market Capture	Down Market Capture	Alpha	Sharpe Ratio	R-Squared	Inception Date
Kayne Anderson - Small Cap Value	20.98	11.93	0.72	-5.09	76.37	51.46	2.97	1.63	0.81	07/01/2016
Russell 2000 VL	24.85	14.82	1.00	-3.56	100.00	100.00	0.00	1.55	1.00	07/01/2016

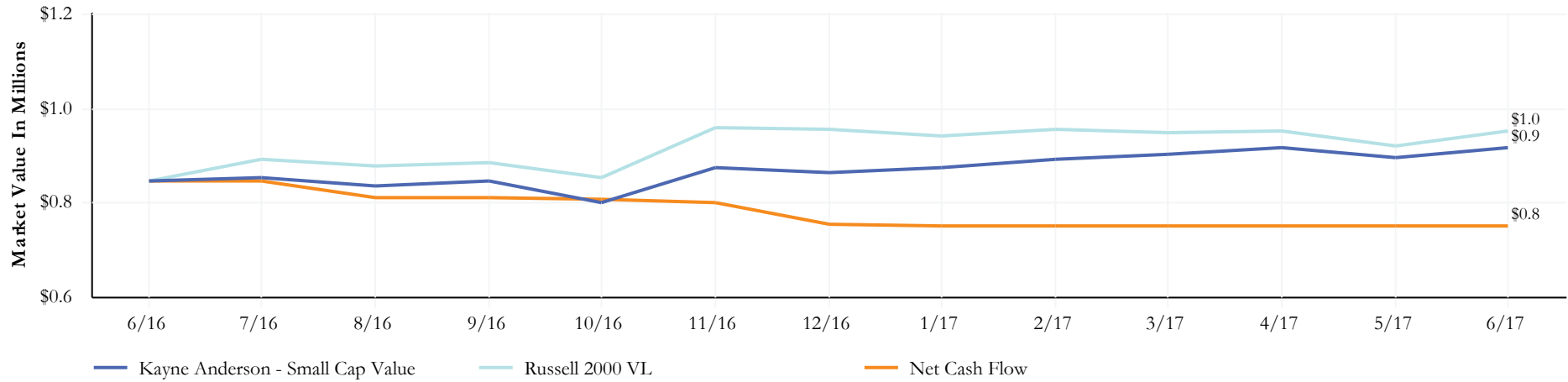
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Town of Longboat Key Combined Retirement Plan

Kayne Anderson Small Cap Value - Change in Assets & Distribution of Returns

as of June 30, 2017

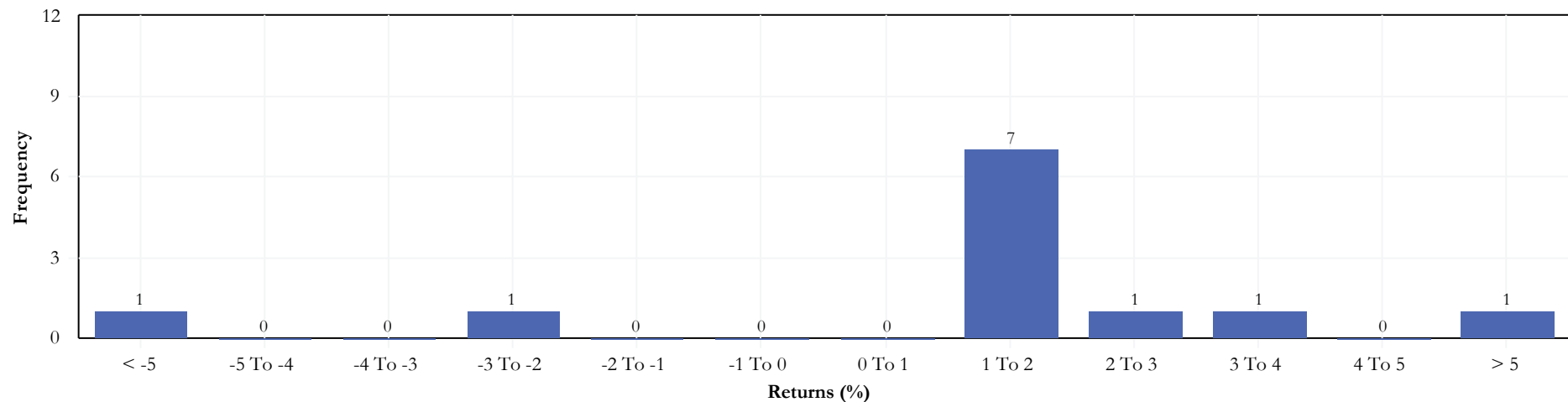
Historic Change in Assets



Quarterly Change in Assets

	Market Value As of 04/01/2017	Net Transfers	Contributions	Distributions	Fees	Expenses	Return On Investment	Market Value As of 06/30/2017
Kayne Anderson - Small Cap Value	902,369.84	-	-	-	-1,397.50	-	16,126.50	917,098.84

Distribution of Returns

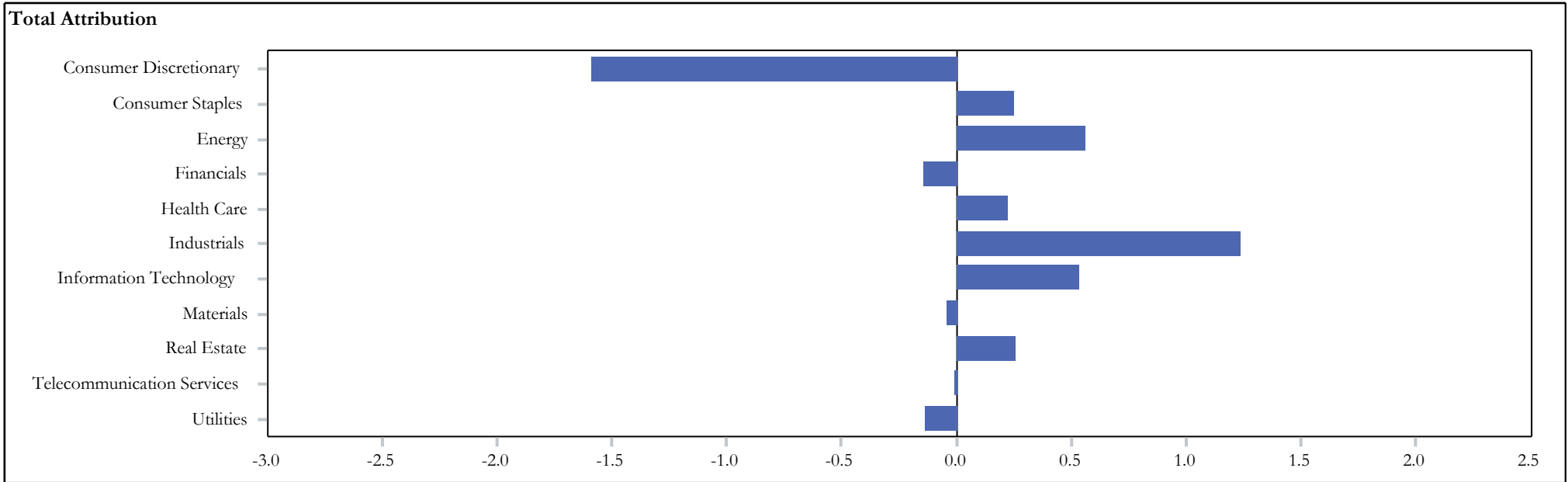
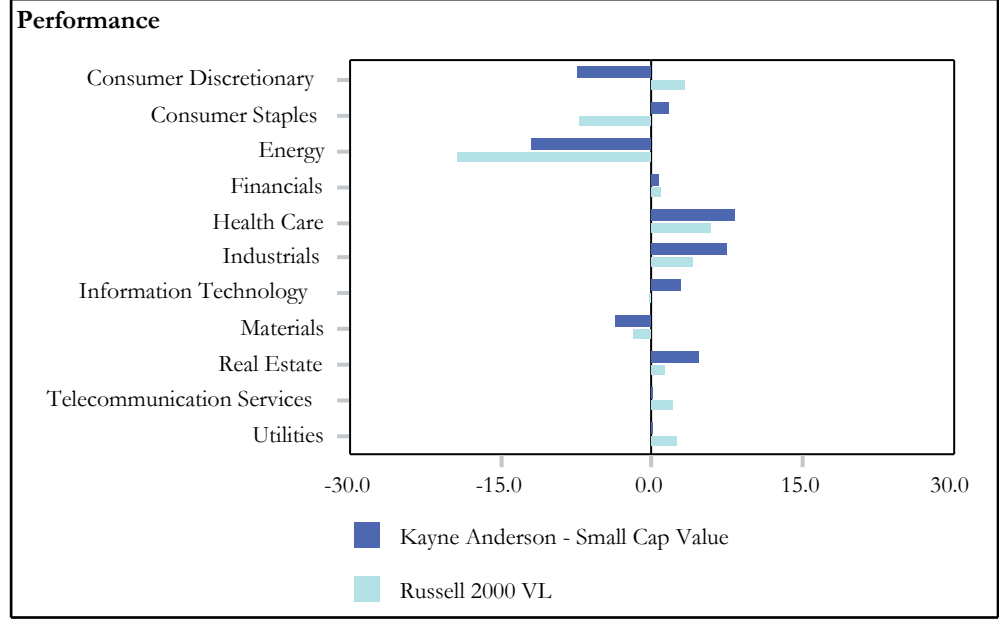
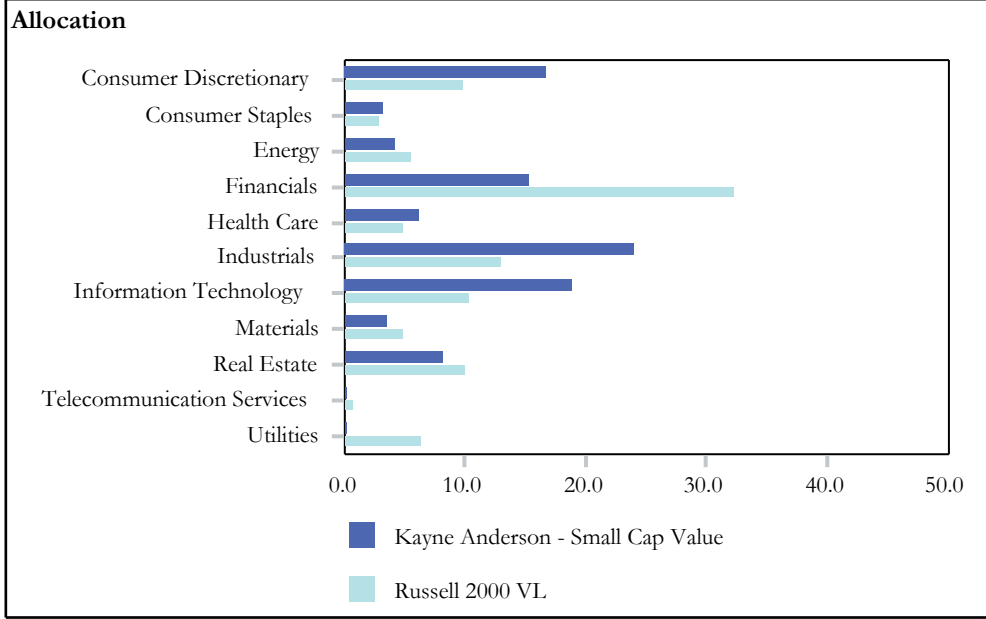


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Town of Longboat Key Combined Retirement Plan

Kayne Anderson - Small Cap Value - Quarterly Performance Attributes

as of June 30, 2017



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Town of Longboat Key Combined Retirement Plan
Kayne Anderson - Small Cap Value - Quarterly Performance Attributes
as of June 30, 2017

	Allocation - 04/01/2017		Performance - Quarter Ending June 30, 2017		Attribution			
	Portfolio	Benchmark	Portfolio	Benchmark	Sector	Stock	Interaction	Total
Consumer Discretionary	16.79	9.81	-7.33	3.37	0.20	-1.05	-0.75	-1.59
Consumer Staples	3.20	2.77	1.76	-7.23	-0.03	0.25	0.04	0.25
Energy	4.11	5.43	-11.91	-19.26	0.26	0.40	-0.10	0.56
Financials	15.25	32.28	0.84	1.09	-0.11	-0.08	0.04	-0.15
Health Care	6.13	4.73	8.35	5.97	0.08	0.11	0.03	0.22
Industrials	23.94	12.85	7.57	4.09	0.40	0.45	0.39	1.24
Information Technology	18.85	10.34	2.95	-0.21	-0.06	0.33	0.27	0.54
Materials	3.55	4.85	-3.66	-1.72	0.03	-0.09	0.03	-0.04
Real Estate	8.16	9.99	4.70	1.34	-0.02	0.34	-0.06	0.26
Telecommunication Services	0.00	0.62	0.00	2.28	-0.01	0.00	0.00	-0.01
Utilities	0.00	6.34	0.00	2.64	-0.14	0.00	0.00	-0.14
Total	100.00	100.00	1.60	0.45	0.61	0.65	-0.11	1.14

All the values for Allocation, Performance and Attribution are expressed in Percentage(%) terms

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Town of Longboat Key Combined Retirement Plan
Kayne Anderson - Small Cap Value - Portfolio Characteristics
as of June 30, 2017

Portfolio Characteristics		
	Portfolio	Benchmark
Wtd. Avg. Mkt. Cap (\$000)	3,750,769.74	1,862,364.51
Median Mkt. Cap (\$000)	3,184,905.45	676,246.11
Price/Earnings ratio	26.54	18.06
Price/Book ratio	4.48	1.66
5 Yr. EPS Growth Rate (%)	6.82	8.81
Beta	N/A	1.00
Number of Stocks	31	1,399
Debt to Equity	0.82	0.77

Top Ten Equity Holdings				
	Portfolio Weight (%)	Benchmark Weight (%)	Active Weight (%)	Quarterly Return (%)
Graco Inc.	5.28	0.00	5.28	16.53
RE/MAX Holdings Inc	5.05	0.10	4.95	-5.41
Bank of Hawaii Corp	4.57	0.00	4.57	1.38
Thor Industries Inc.	4.53	0.00	4.53	9.06
WD-40 Co	4.48	0.00	4.48	1.76
Cinemark Holdings Inc	4.31	0.00	4.31	-11.74
RBC Bearings Inc	4.30	0.00	4.30	4.81
SiteOne Landscape Supply Inc	4.16	0.00	4.16	7.54
Henry (Jack) & Associates Inc	4.11	0.00	4.11	11.91
Cabot Microelectronics Corp	3.85	0.00	3.85	-3.37
% of Portfolio	44.64	0.10		

Ten Best Performers				
	Portfolio Weight (%)	Benchmark Weight (%)	Active Weight (%)	Quarterly Return (%)
HFF Inc	3.25	0.00	3.25	25.66
Sun Hydraulics Corp	1.99	0.00	1.99	18.42
Graco Inc.	5.28	0.00	5.28	16.53
Artisan Partners Asset Management Inc	3.05	0.00	3.05	13.62
Anika Therapeutics Inc	2.90	0.01	2.89	13.58
Henry (Jack) & Associates Inc	4.11	0.00	4.11	11.91
First Financial Bankshares Inc	1.96	0.10	1.86	10.73
Thor Industries Inc.	4.53	0.00	4.53	9.06
Badger Meter Inc.	3.81	0.00	3.81	8.75
CDW Corp	2.13	0.00	2.13	8.65
% of Portfolio	33.01	0.11		

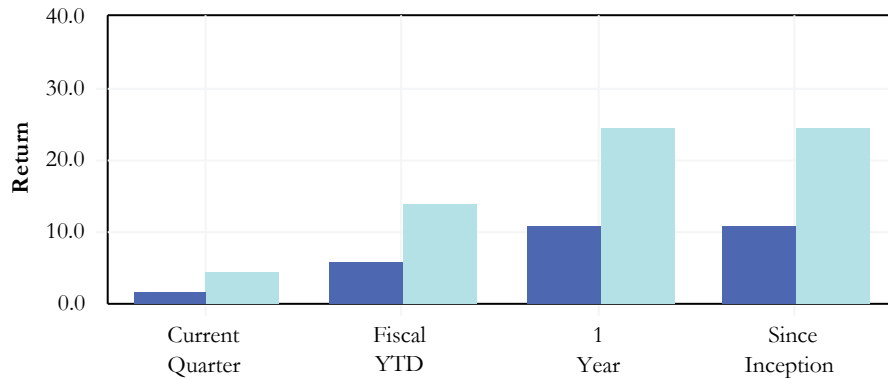
Ten Worst Performers				
	Portfolio Weight (%)	Benchmark Weight (%)	Active Weight (%)	Quarterly Return (%)
Cheesecake Factory Inc. (The)	3.81	0.00	3.81	-20.29
Core Laboratories NV	3.50	0.00	3.50	-11.91
Cinemark Holdings Inc	4.31	0.00	4.31	-11.74
RLI Corp	2.55	0.04	2.51	-8.65
Monotype Imaging Holdings Inc	2.87	0.04	2.83	-8.39
Primerica Inc	3.09	0.00	3.09	-7.62
RE/MAX Holdings Inc	5.05	0.10	4.95	-5.41
Scotts Miracle-Gro	3.31	0.00	3.31	-3.66
Cabot Microelectronics Corp	3.85	0.00	3.85	-3.37
Sally Beauty Holdings Inc	2.41	0.00	2.41	-0.93
% of Portfolio	34.75	0.18		

Town of Longboat Key Combined Retirement Plan

Apex Small Cap Growth - Executive Summary

as of June 30, 2017

Manager Performance Chart



Manager Annualized Performance

	Current Quarter	Fiscal YTD	1 Year	Since Inception	Inception Date
Apex - Small Cap Growth	1.77	5.78	10.90	10.90	07/01/2016
Russell 2000 Gr	4.39	13.90	24.40	24.40	
Differences	-2.62	-8.12	-13.50	-13.50	

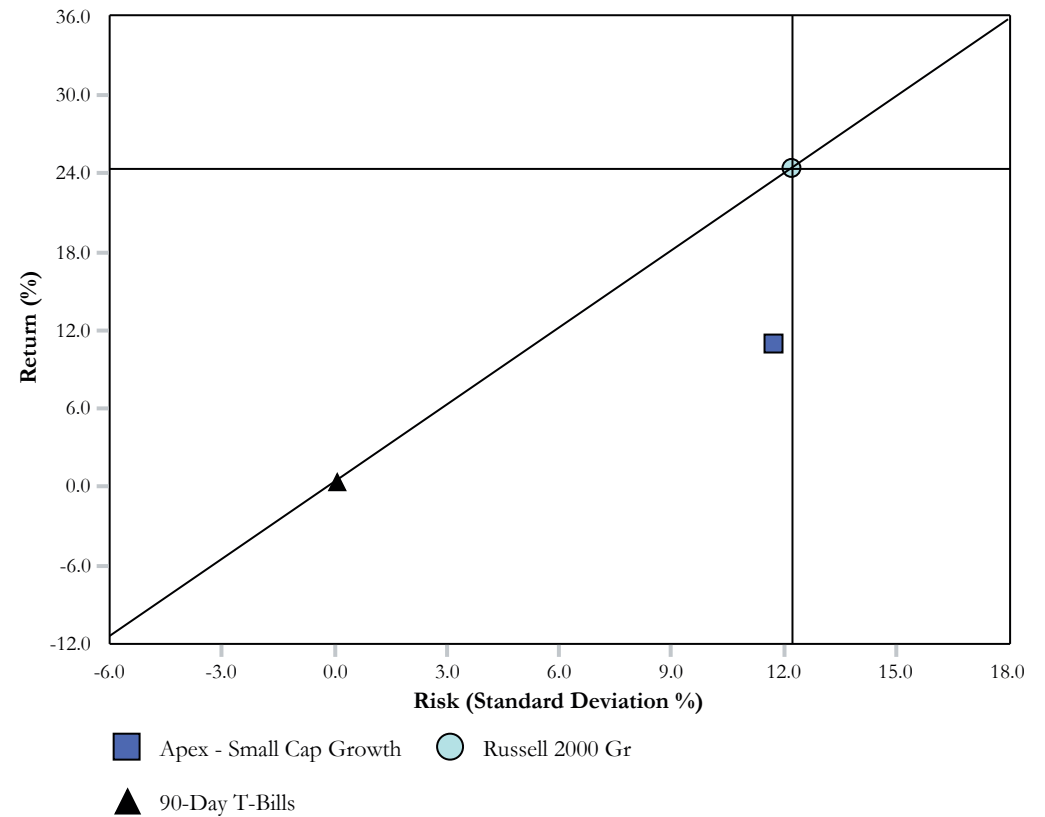
Historic Asset Growth

	Current Quarter	Fiscal YTD	1 Year	Since Inception	Inception Date
Apex - Small Cap Growth					07/01/2016
Beginning Market Value	824	821	836	836	
Net Contributions	-	-26	-81	-81	
Fees/Expenses	-1	-4	-5	-5	
Income	1	4	5	5	
Gain/Loss	13	43	82	82	
Ending Market Value	838	838	838	838	

Modern Portfolio Statistics

	Return	Standard Deviation	Beta	Maximum Drawdown	Up Market Capture	Down Market Capture	Alpha	Sharpe Ratio	R-Squared	Inception Date
Apex - Small Cap Growth	10.90	11.76	0.93	-6.23	65.18	118.10	-9.57	0.90	0.93	07/01/2016
Russell 2000 Gr	24.40	12.22	1.00	-6.21	100.00	100.00	0.00	1.83	1.00	07/01/2016

Manager Risk & Return



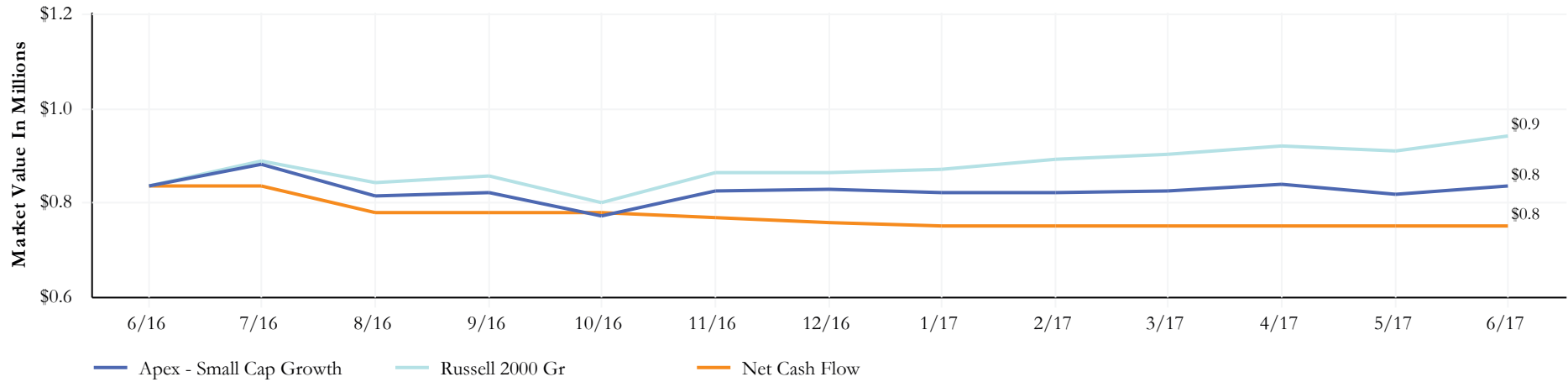
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Town of Longboat Key Combined Retirement Plan

Apex Small Cap Growth - Change in Assets & Distribution of Returns

as of June 30, 2017

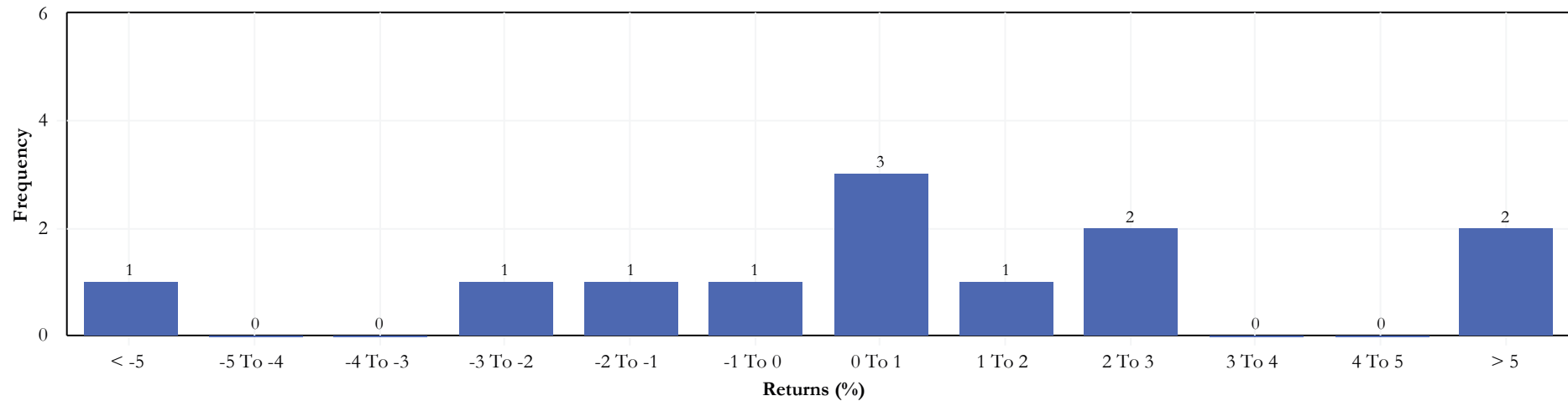
Historic Change in Assets



Quarterly Change in Assets

	Market Value As of 04/01/2017	Net Transfers	Contributions	Distributions	Fees	Expenses	Return On Investment	Market Value As of 06/30/2017
Apex - Small Cap Growth	824,418.67	-	-	-	-1,277.29	-	14,515.90	837,657.28

Distribution of Returns

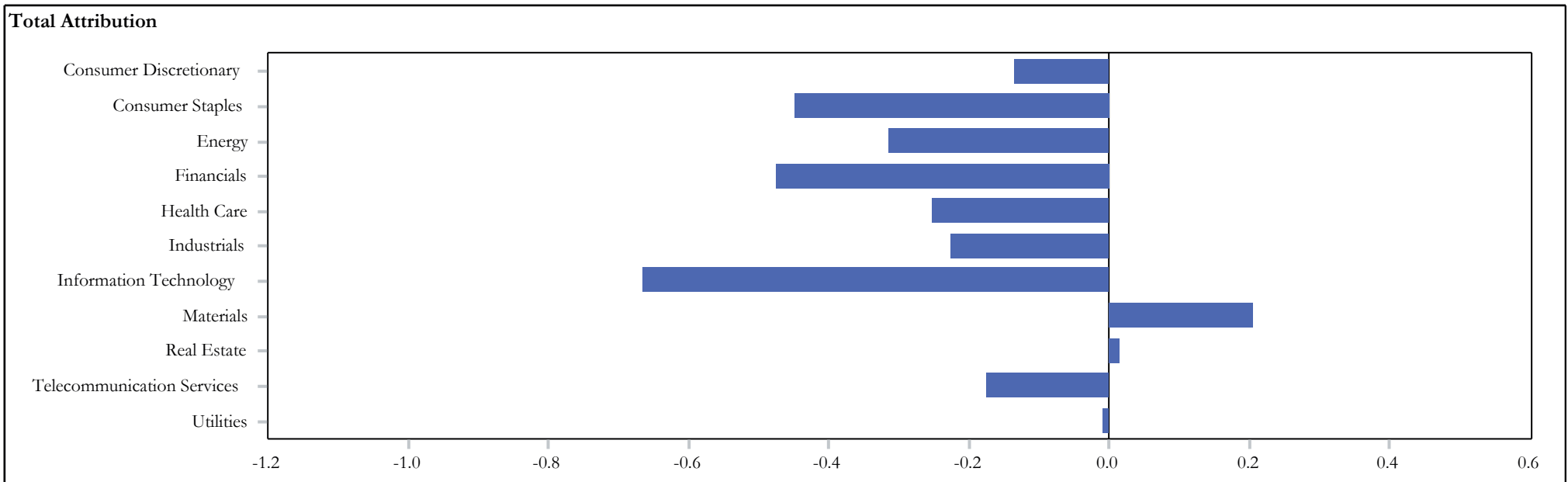
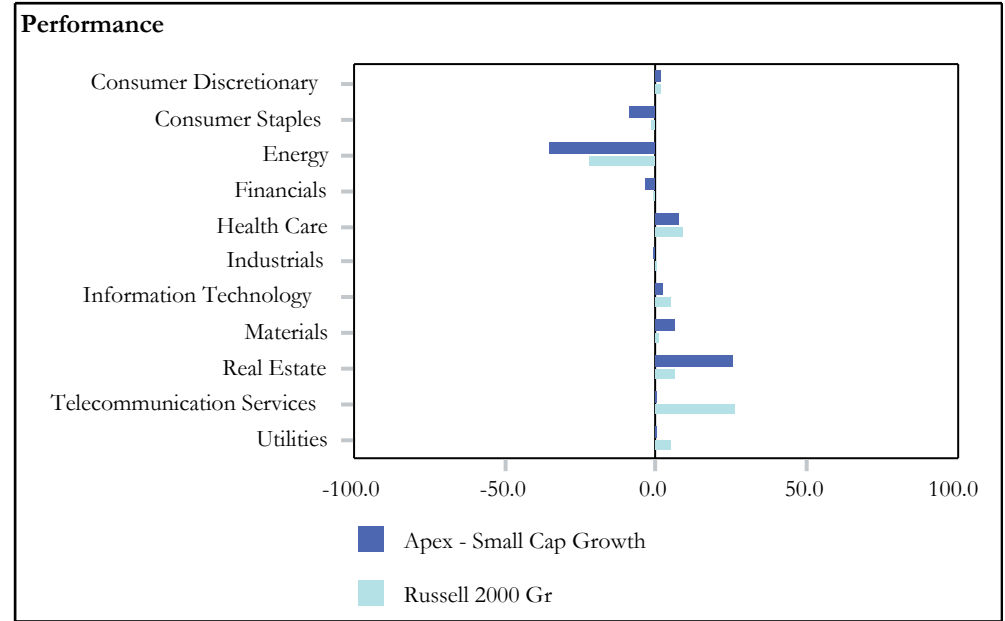
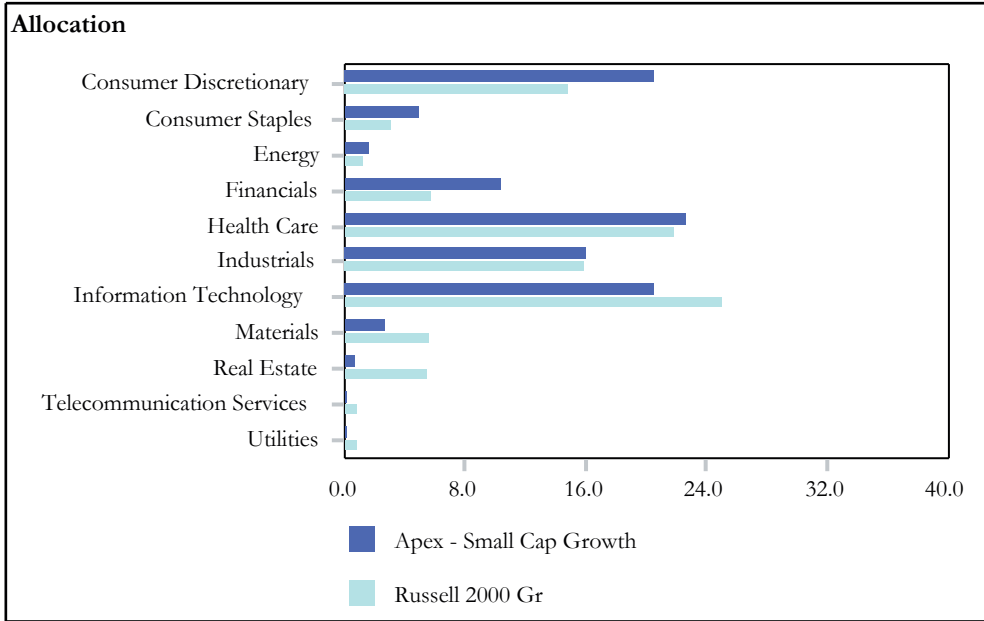


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Town of Longboat Key Combined Retirement Plan

Apex - Small Cap Growth - Quarterly Performance Attributes

as of June 30, 2017



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Town of Longboat Key Combined Retirement Plan
Apex - Small Cap Growth - Quarterly Performance Attributes
as of June 30, 2017

	Allocation - 04/01/2017		Performance - Quarter Ending June 30, 2017		Attribution			
	Portfolio	Benchmark	Portfolio	Benchmark	Sector	Stock	Interaction	Total
Consumer Discretionary	20.58	14.82	2.01	2.09	-0.12	-0.01	0.00	-0.14
Consumer Staples	4.85	3.04	-8.47	-1.22	-0.10	-0.22	-0.13	-0.45
Energy	1.62	1.24	-34.96	-21.64	-0.10	-0.17	-0.05	-0.31
Financials	10.34	5.65	-3.22	-0.93	-0.24	-0.13	-0.11	-0.48
Health Care	22.71	21.82	8.15	9.46	0.05	-0.29	-0.01	-0.25
Industrials	16.00	15.92	-0.77	0.63	0.00	-0.22	0.00	-0.23
Information Technology	20.58	25.00	2.43	5.40	-0.05	-0.74	0.13	-0.67
Materials	2.64	5.50	6.68	1.65	0.07	0.28	-0.14	0.20
Real Estate	0.68	5.41	25.66	6.59	-0.11	1.03	-0.90	0.02
Telecommunication Services	0.00	0.78	0.00	26.77	-0.18	0.00	0.00	-0.18
Utilities	0.00	0.82	0.00	5.43	-0.01	0.00	0.00	-0.01
Total	100.00	100.00	1.68	4.17	-0.79	-0.47	-1.22	-2.49

All the values for Allocation, Performance and Attribution are expressed in Percentage(%) terms

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Town of Longboat Key Combined Retirement Plan

Apex - Small Cap Growth - Portfolio Characteristics

as of June 30, 2017

Portfolio Characteristics		
	Portfolio	Benchmark
Wtd. Avg. Mkt. Cap (\$000)	2,829,365.12	2,206,466.74
Median Mkt. Cap (\$000)	2,518,257.15	894,300.40
Price/Earnings ratio	23.66	26.37
Price/Book ratio	3.94	4.14
5 Yr. EPS Growth Rate (%)	31.21	14.12
Beta	N/A	1.00
Number of Stocks	88	1,171
Debt to Equity	0.70	1.44

Top Ten Equity Holdings				
	Portfolio Weight (%)	Benchmark Weight (%)	Active Weight (%)	Quarterly Return (%)
Euronet Worldwide Inc	2.99	0.00	2.99	2.16
Cambrex Corp	2.30	0.20	2.10	8.54
Icon PLC	2.16	0.00	2.16	22.67
Medidata Solutions Inc	2.14	0.45	1.69	35.55
LCI Industries	2.05	0.25	1.80	3.17
EMCOR Group Inc.	1.91	0.30	1.61	4.00
Hawaiian Holdings Inc.	1.88	0.23	1.65	1.08
Evercore Partners Inc	1.81	0.29	1.52	-9.06
Western Alliance Bancorporation	1.69	0.00	1.69	0.22
MAXIMUS Inc.	1.65	0.41	1.24	0.76
% of Portfolio	20.58	2.13		

Ten Best Performers				
	Portfolio Weight (%)	Benchmark Weight (%)	Active Weight (%)	Quarterly Return (%)
Akorn Inc	1.57	0.00	1.57	39.29
Medidata Solutions Inc	2.14	0.45	1.69	35.55
Trade Desk Inc (The)	0.61	0.09	0.52	34.52
GrubHub Inc	1.21	0.38	0.83	32.56
Merit Medical Systems Inc	1.35	0.19	1.16	32.01
LeMaitre Vascular Inc	0.60	0.05	0.55	26.99
Momenta Pharmaceuticals Inc	1.02	0.03	0.99	26.59
HFF Inc	0.82	0.13	0.69	25.66
Icon PLC	2.16	0.00	2.16	22.67
Alarm.com Holdings Inc	0.84	0.08	0.76	22.41
% of Portfolio	12.32	1.40		

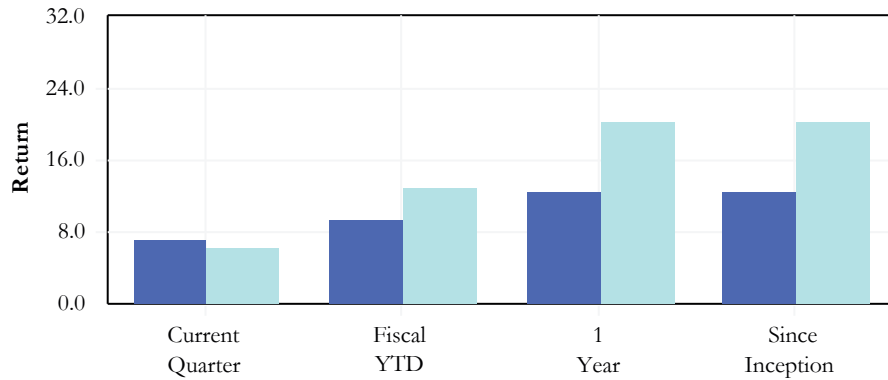
Ten Worst Performers				
	Portfolio Weight (%)	Benchmark Weight (%)	Active Weight (%)	Quarterly Return (%)
Alder BioPharmaceuticals Inc	0.23	0.01	0.22	-44.95
Superior Energy Services Inc.	0.58	0.00	0.58	-26.86
U S Silica Holdings Inc	0.90	0.18	0.72	-25.92
Horizon Pharma Plc	0.66	0.00	0.66	-19.69
Acadia Pharmaceuticals Inc	0.57	0.00	0.57	-18.88
Financial Engines Inc	1.14	0.22	0.92	-15.81
Achaogen Inc	0.72	0.06	0.66	-13.87
Agios Pharmaceuticals Inc	0.36	0.00	0.36	-11.90
Xperi Corporation	0.62	0.15	0.47	-11.67
Matador Resources Co	0.88	0.20	0.68	-10.17
% of Portfolio	6.66	0.82		

Town of Longboat Key Combined Retirement Plan

Lazard International Value - Executive Summary

as of June 30, 2017

Manager Performance Chart



Manager Annualized Performance

	Current Quarter	Fiscal YTD	1 Year	Since Inception	Inception Date
Lazard - International Value	7.20	9.40	12.37	12.37	07/01/2016
MSCI EAFE Net	6.12	13.00	20.27	20.27	
Differences	1.08	-3.60	-7.90	-7.90	

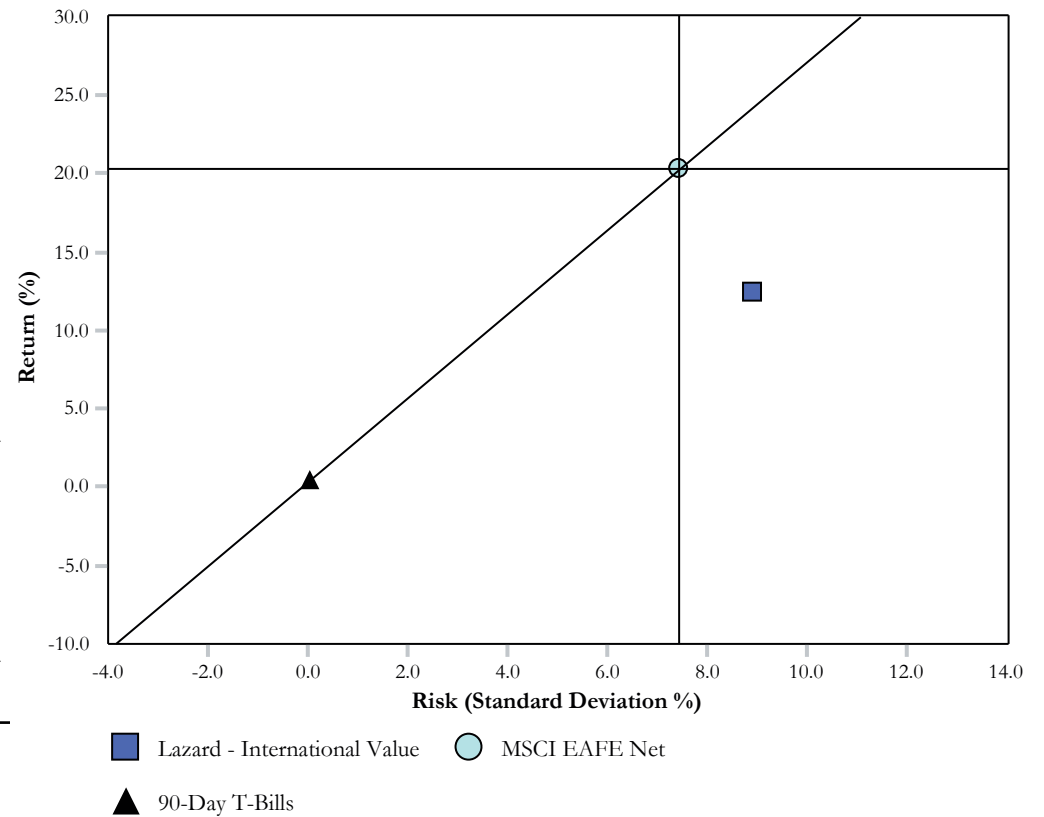
Historic Asset Growth

	Current Quarter	Fiscal YTD	1 Year	Since Inception	Inception Date
Lazard - International Value					07/01/2016
Beginning Market Value	2,388	2,449	2,499	2,499	
Net Contributions	-	-100	-214	-214	
Fees/Expenses	-3	-10	-14	-14	
Income	22	41	47	47	
Gain/Loss	149	176	238	238	
Ending Market Value	2,556	2,556	2,556	2,556	

Modern Portfolio Statistics

	Return	Standard Deviation	Beta	Maximum Drawdown	Up Market Capture	Down Market Capture	Alpha	Sharpe Ratio	R-Squared	Inception Date
Lazard - International Value	12.37	8.93	1.03	-6.65	85.15	178.79	-7.04	1.31	0.73	07/01/2016
MSCI EAFE Net	20.27	7.44	1.00	-4.00	100.00	100.00	0.00	2.48	1.00	07/01/2016

Manager Risk & Return



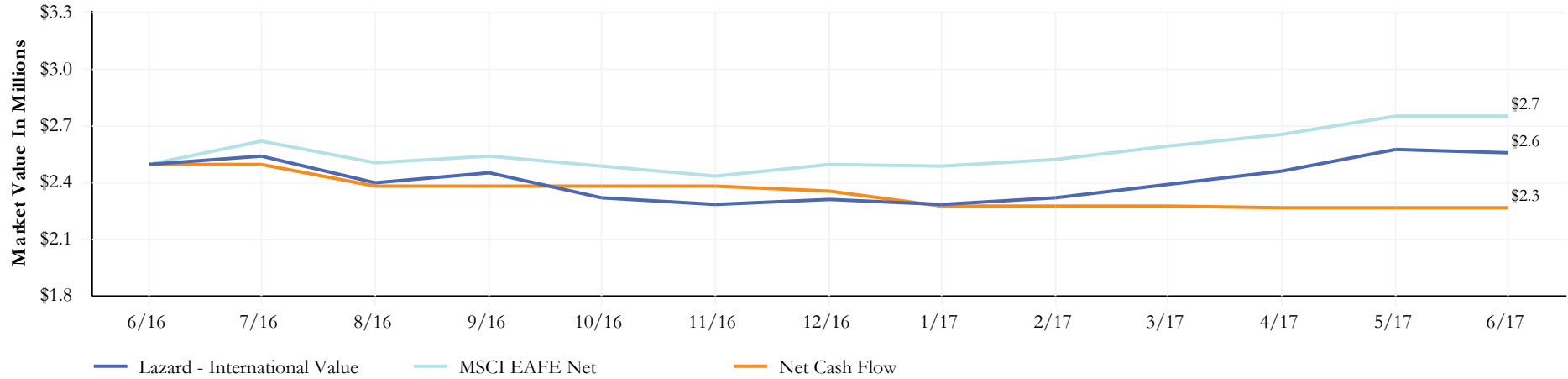
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Town of Longboat Key Combined Retirement Plan

Lazard International Value - Change in Assets & Distribution of Returns

as of June 30, 2017

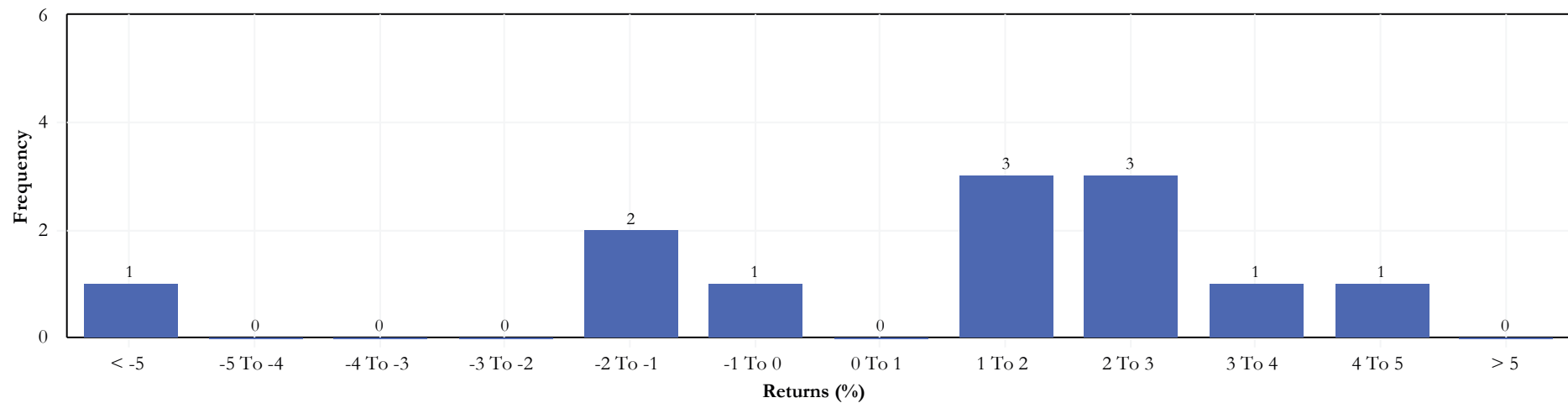
Historic Change in Assets



Quarterly Change in Assets

	Market Value As of 04/01/2017	Net Transfers	Contributions	Distributions	Fees	Expenses	Return On Investment	Market Value As of 06/30/2017
Lazard - International Value	2,387,940.14	-	55,868.36	-55,868.36	-3,390.39	-	171,656.59	2,556,206.34

Distribution of Returns

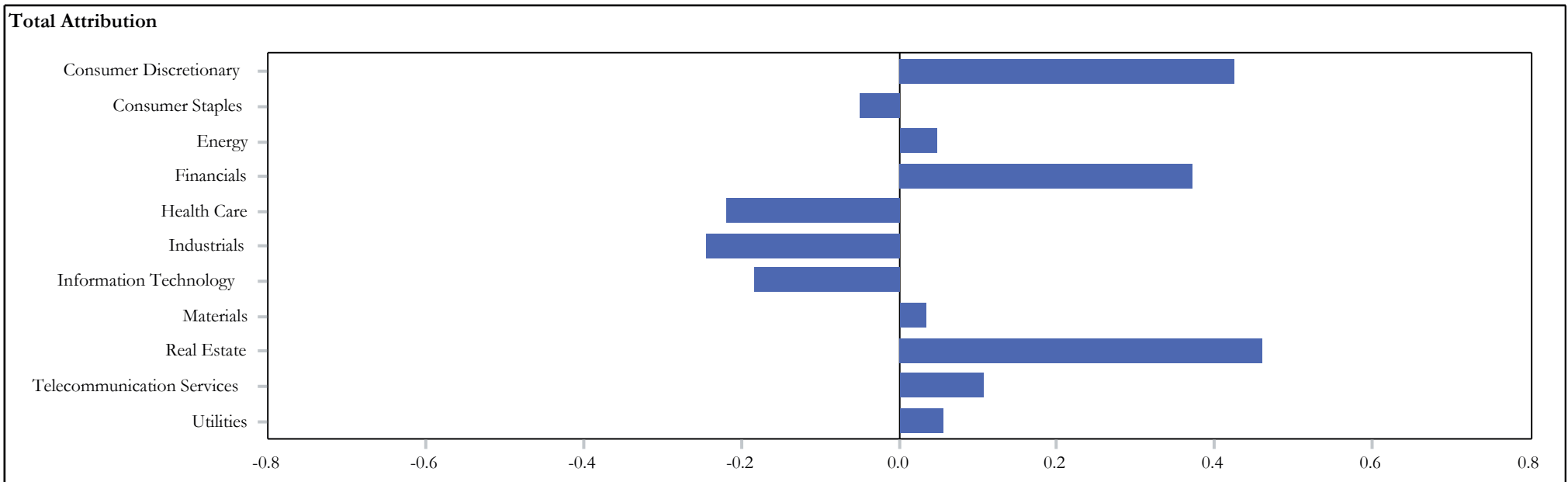
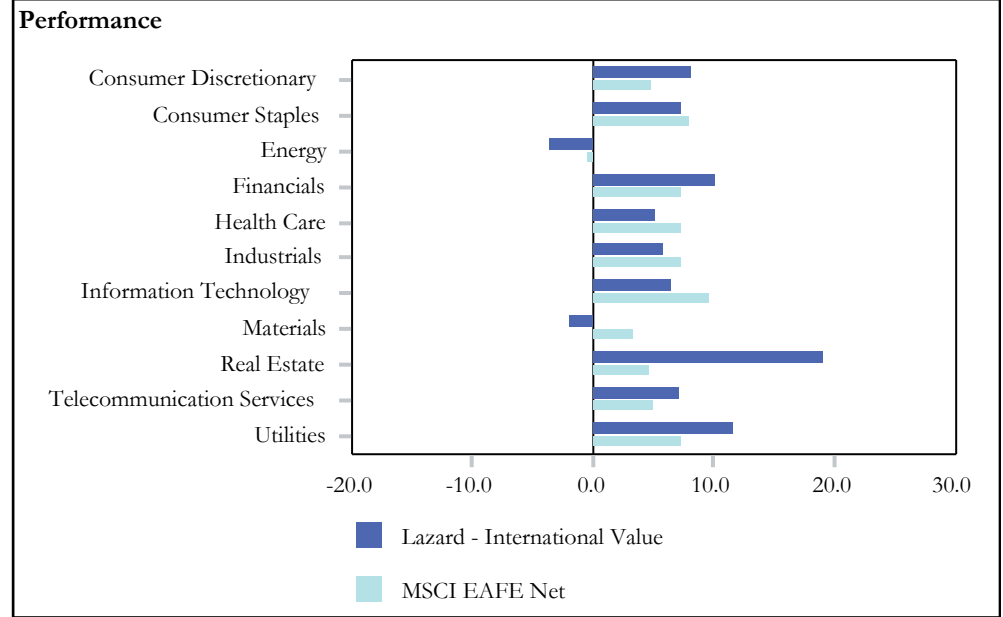
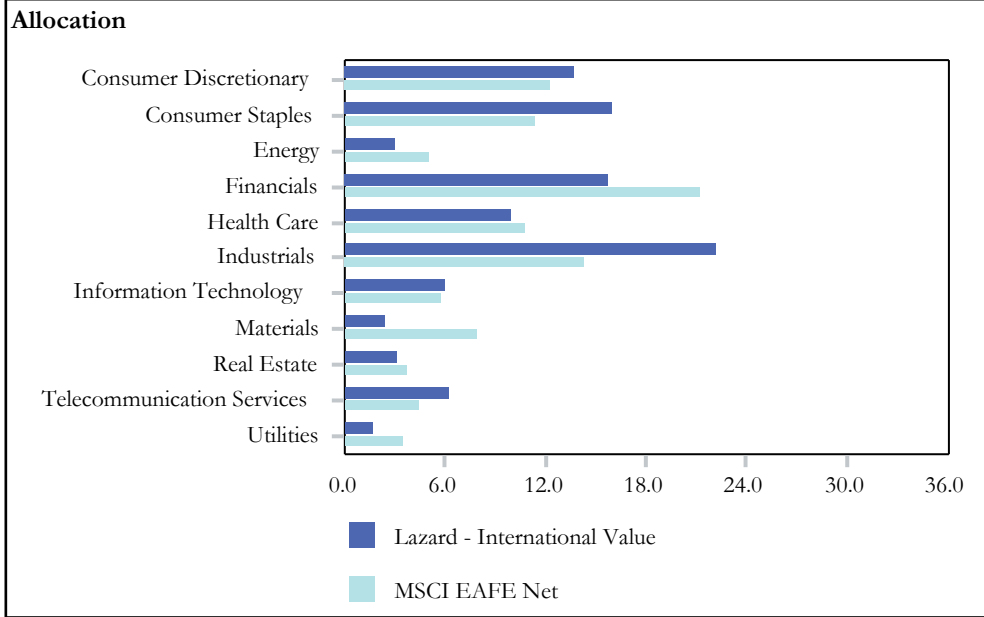


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Town of Longboat Key Combined Retirement Plan

Lazard - International Value - Quarterly Performance Attributes

as of June 30, 2017



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Town of Longboat Key Combined Retirement Plan
Lazard - International Value - Quarterly Performance Attributes
as of June 30, 2017

	Allocation - 04/01/2017		Performance - Quarter Ending June 30, 2017		Attribution			
	Portfolio	Benchmark	Portfolio	Benchmark	Sector	Stock	Interaction	Total
Consumer Discretionary	13.74	12.24	8.13	4.88	-0.02	0.40	0.05	0.42
Consumer Staples	16.03	11.38	7.24	8.05	0.08	-0.09	-0.04	-0.05
Energy	2.97	5.00	-3.54	-0.48	0.14	-0.15	0.06	0.05
Financials	15.75	21.27	10.06	7.35	-0.06	0.58	-0.15	0.37
Health Care	9.92	10.70	5.16	7.30	-0.01	-0.23	0.02	-0.22
Industrials	22.11	14.31	5.87	7.31	0.08	-0.21	-0.11	-0.24
Information Technology	5.99	5.71	6.49	9.70	0.01	-0.18	-0.01	-0.18
Materials	2.42	7.92	-2.01	3.35	0.16	-0.42	0.30	0.04
Real Estate	3.15	3.70	19.09	4.75	0.01	0.53	-0.08	0.46
Telecommunication Services	6.24	4.36	7.15	5.04	-0.02	0.09	0.04	0.11
Utilities	1.67	3.40	11.61	7.28	-0.02	0.15	-0.07	0.06
Total	100.00	100.00	7.15	6.34	0.35	0.46	0.00	0.81

All the values for Allocation, Performance and Attribution are expressed in Percentage(%) terms

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Town of Longboat Key Combined Retirement Plan

Lazard - International Value - Portfolio Characteristics

as of June 30, 2017

Portfolio Characteristics		
	Portfolio	Benchmark
Wtd. Avg. Mkt. Cap (\$000)	59,629,445.36	58,507,247.62
Median Mkt. Cap (\$000)	35,677,376.24	10,401,465.78
Price/Earnings ratio	21.98	17.31
Price/Book ratio	2.86	2.21
5 Yr. EPS Growth Rate (%)	-1.16	5.13
Beta	N/A	1.00
Number of Stocks	53	927
Debt to Equity	0.90	1.20

Top Ten Equity Holdings				
	Portfolio Weight (%)	Benchmark Weight (%)	Active Weight (%)	Quarterly Return (%)
British American Tobacco	3.84	0.93	2.91	3.35
Prudential PLC	3.61	0.43	3.18	8.62
SAP AG	3.44	0.75	2.69	8.05
Daiwa House Industry Co Ltd	3.42	0.14	3.28	19.09
Unilever PLC	3.20	0.51	2.69	10.50
Shire PLC	3.07	0.36	2.71	-5.14
Novartis AG	3.03	1.36	1.67	12.39
Medtronic PLC	2.99	0.00	2.99	10.17
Valeo SA	2.94	0.12	2.82	2.63
Sampo PLC	2.77	0.17	2.60	12.81
% of Portfolio	32.31	4.77		

Ten Best Performers				
	Portfolio Weight (%)	Benchmark Weight (%)	Active Weight (%)	Quarterly Return (%)
Ryanair Holdings PLC	1.31	0.02	1.29	29.68
Tokyo Electron Ltd	1.29	0.15	1.14	23.69
Daiwa House Industry Co Ltd	3.42	0.14	3.28	19.09
Associated British Foods PLC	1.15	0.10	1.05	17.47
KBC Group SA	0.89	0.14	0.75	16.86
Carlsberg A/S	2.22	0.08	2.14	15.19
Softbank Group Corp	1.60	0.49	1.11	14.75
Ryohin Keikaku Co Ltd	2.46	0.04	2.42	14.14
Sony Corp	1.94	0.35	1.59	13.22
Sampo PLC	2.77	0.17	2.60	12.81
% of Portfolio	19.05	1.68		

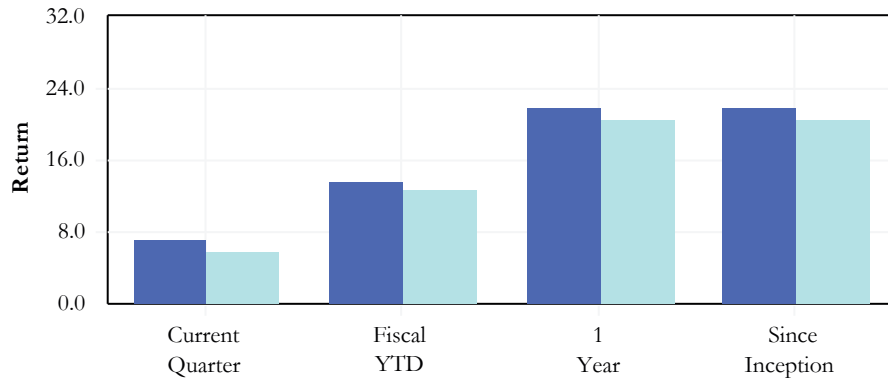
Ten Worst Performers				
	Portfolio Weight (%)	Benchmark Weight (%)	Active Weight (%)	Quarterly Return (%)
Fanuc Corp	0.96	0.27	0.69	-5.89
Shire PLC	3.07	0.36	2.71	-5.14
Suncor Energy Inc.	1.43	0.00	1.43	-4.32
Statoil ASA	1.16	0.14	1.02	-2.58
Komatsu Ltd	1.51	0.17	1.34	-2.43
BHP Billiton Ltd	2.16	0.42	1.74	-2.01
olseley PLC	2.25	0.11	2.14	-1.75
Ashtead Group PLC	1.16	0.08	1.08	-0.14
Continental AG	1.34	0.17	1.17	0.09
Kddi Corp	1.47	0.36	1.11	0.98
% of Portfolio	16.51	2.08		

Town of Longboat Key Combined Retirement Plan

Renaissance International Growth - Executive Summary

as of June 30, 2017

Manager Performance Chart



Manager Annualized Performance

	Current Quarter	Fiscal YTD	1 Year	Since Inception	Inception Date
Renaissance - International Growth	7.16	13.54	21.76	21.76	07/01/2016
MSCI AC World ex US Net	5.78	12.67	20.45	20.45	
Differences	1.38	0.87	1.31	1.31	

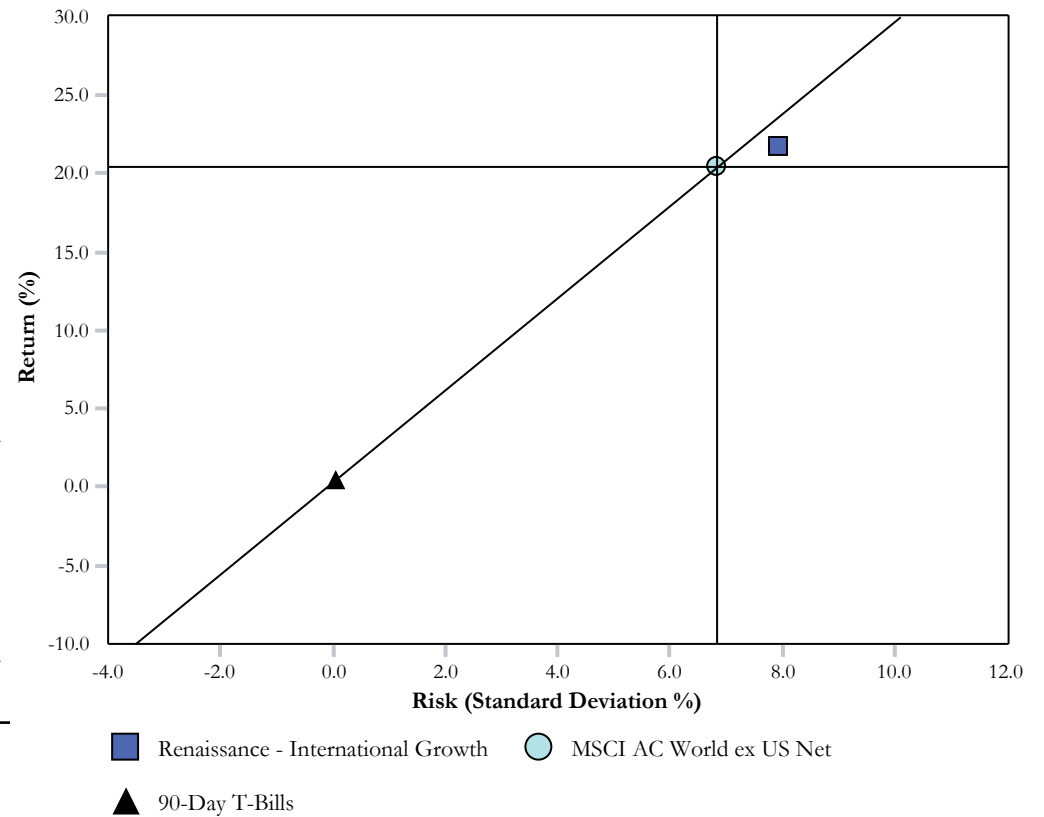
Historic Asset Growth

	Current Quarter	Fiscal YTD	1 Year	Since Inception	Inception Date
Renaissance - International Growth					07/01/2016
Beginning Market Value	2,527	2,472	2,485	2,485	
Net Contributions	-	-80	-269	-269	
Fees/Expenses	-4	-10	-14	-14	
Income	21	32	39	39	
Gain/Loss	160	290	463	463	
Ending Market Value	2,704	2,704	2,704	2,704	

Modern Portfolio Statistics

	Return	Standard Deviation	Beta	Maximum Drawdown	Up Market Capture	Down Market Capture	Alpha	Sharpe Ratio	R-Squared	Inception Date
Renaissance - International Growth	21.76	7.94	1.07	-4.62	109.22	124.55	-0.19	2.49	0.86	07/01/2016
MSCI AC World ex US Net	20.45	6.86	1.00	-3.72	100.00	100.00	0.00	2.71	1.00	07/01/2016

Manager Risk & Return



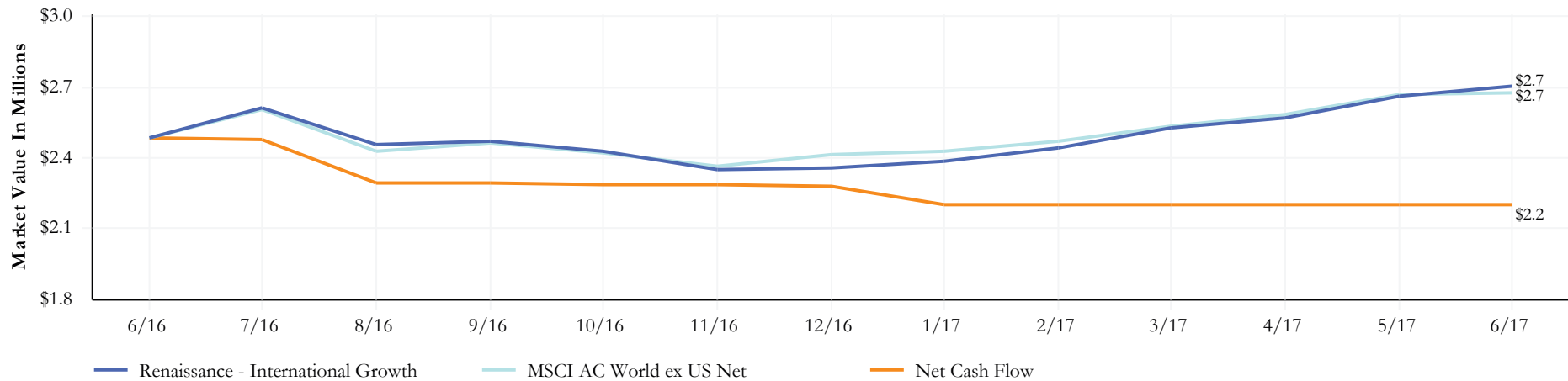
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Town of Longboat Key Combined Retirement Plan

Renaissance International Growth - Change in Assets & Distribution of Returns

as of June 30, 2017

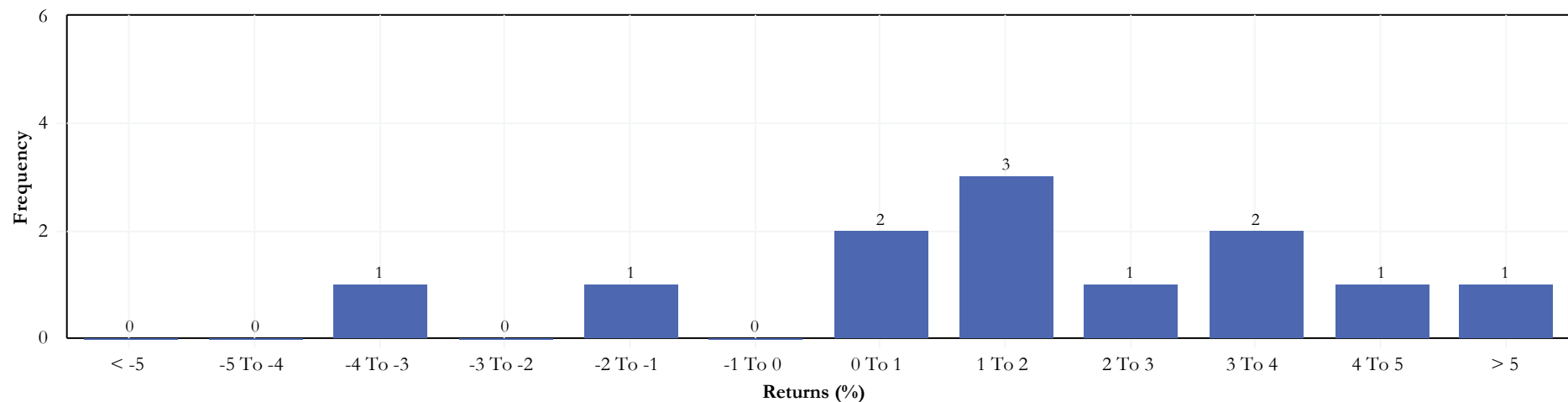
Historic Change in Assets



Quarterly Change in Assets

	Market Value As of 04/01/2017	Net Transfers	Contributions	Distributions	Fees	Expenses	Return On Investment	Market Value As of 06/30/2017
Renaissance - International Growth	2,526,637.24	-	47,650.32	-47,650.32	-3,598.05	-	180,603.15	2,703,642.34

Distribution of Returns

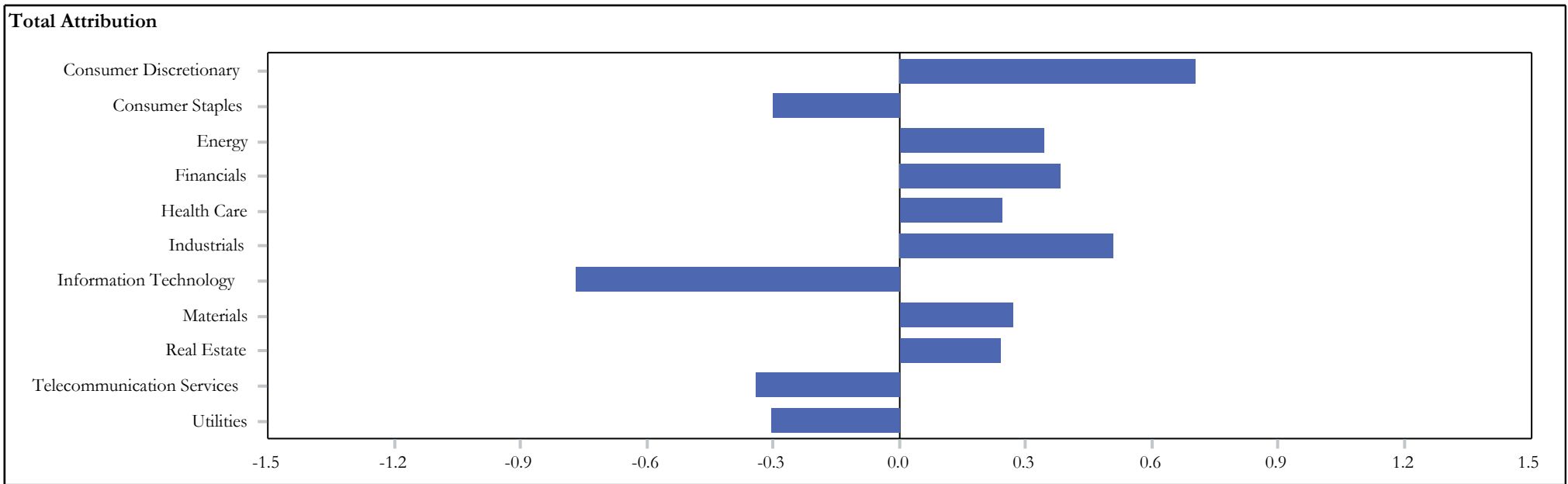
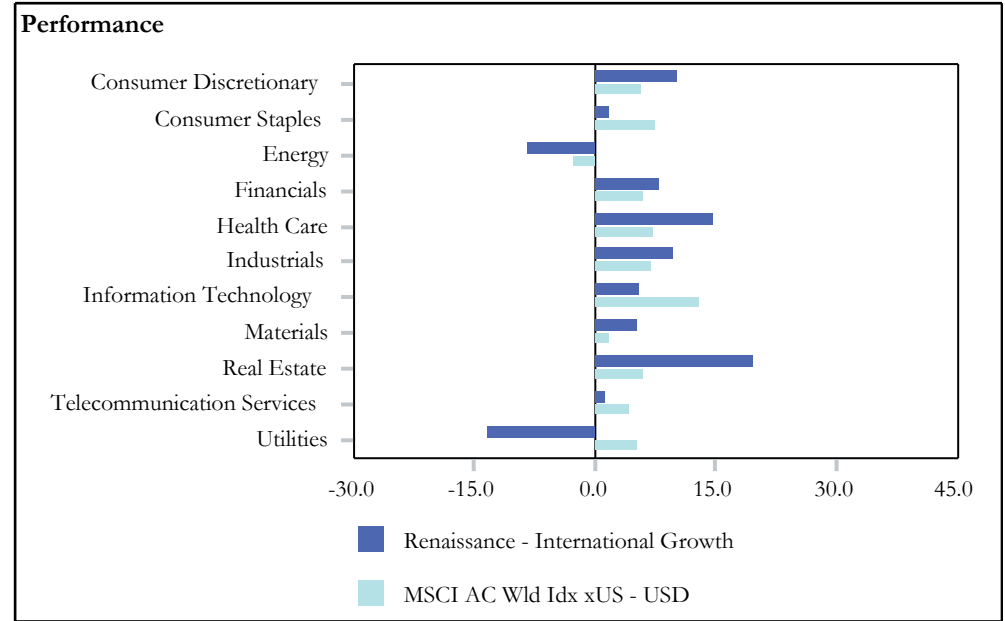
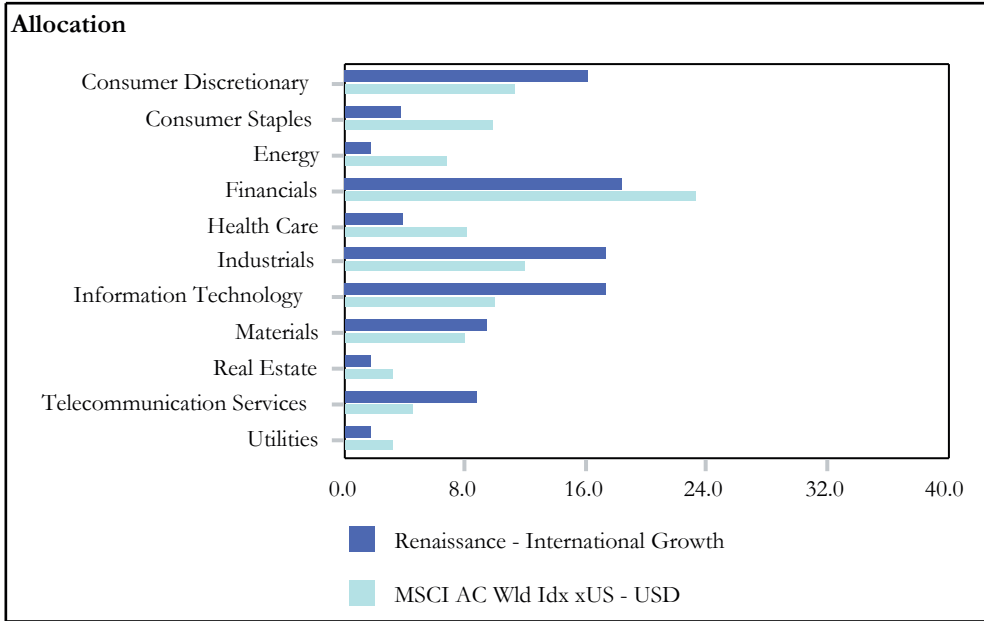


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Town of Longboat Key Combined Retirement Plan

Renaissance - International Growth - Quarterly Performance Attributes

as of June 30, 2017



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Town of Longboat Key Combined Retirement Plan
Renaissance - International Growth - Quarterly Performance Attributes
as of June 30, 2017

	Allocation - 04/01/2017		Performance - Quarter Ending June 30, 2017		Attribution			
	Portfolio	Benchmark	Portfolio	Benchmark	Sector	Stock	Interaction	Total
Consumer Discretionary	16.20	11.31	10.18	5.77	-0.01	0.50	0.22	0.70
Consumer Staples	3.65	9.85	1.69	7.46	-0.09	-0.57	0.36	-0.30
Energy	1.67	6.79	-8.40	-2.61	0.44	-0.39	0.30	0.34
Financials	18.35	23.33	8.00	5.93	0.00	0.48	-0.10	0.38
Health Care	3.89	8.04	14.78	7.21	-0.05	0.61	-0.31	0.24
Industrials	17.39	11.86	9.67	7.08	0.06	0.31	0.14	0.51
Information Technology	17.31	9.90	5.62	13.09	0.53	-0.74	-0.55	-0.77
Materials	9.41	8.01	5.26	1.73	-0.06	0.28	0.05	0.27
Real Estate	1.74	3.23	19.70	5.91	0.00	0.45	-0.20	0.24
Telecommunication Services	8.72	4.51	1.17	4.24	-0.07	-0.14	-0.13	-0.34
Utilities	1.67	3.17	-13.31	5.39	0.01	-0.59	0.28	-0.30
Total	100.00	100.00	6.98	6.00	0.75	0.19	0.04	0.99

All the values for Allocation, Performance and Attribution are expressed in Percentage(%) terms

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Town of Longboat Key Combined Retirement Plan
Renaissance - International Growth - Portfolio Characteristics
as of June 30, 2017

Portfolio Characteristics		
	Portfolio	Benchmark
Wtd. Avg. Mkt. Cap (\$000)	32,440,191.97	59,774,103.67
Median Mkt. Cap (\$000)	20,874,003.29	7,768,324.24
Price/Earnings ratio	14.96	16.46
Price/Book ratio	2.30	2.23
5 Yr. EPS Growth Rate (%)	14.37	6.36
Beta	N/A	1.00
Number of Stocks	55	1,866
Debt to Equity	0.75	1.15

Top Ten Equity Holdings				
	Portfolio Weight (%)	Benchmark Weight (%)	Active Weight (%)	Quarterly Return (%)
Ryanair Holdings PLC	2.68	0.02	2.66	29.68
China Lodging Group Ltd	2.66	0.00	2.66	30.02
Carnival PLC	2.52	0.06	2.46	14.95
Akzo Nobel NV	2.31	0.11	2.20	5.98
Persimmon PLC	2.30	0.05	2.25	16.05
Bridgestone Corp	2.30	0.14	2.16	6.59
DBS Group Holdings Ltd	2.27	0.14	2.13	10.04
Allianz SE	2.26	0.46	1.80	10.48
NXP Semiconductors NV	2.24	0.19	2.05	5.75
Icon PLC	2.24	0.00	2.24	22.67
% of Portfolio	23.78	1.17		

Ten Best Performers				
	Portfolio Weight (%)	Benchmark Weight (%)	Active Weight (%)	Quarterly Return (%)
China Lodging Group Ltd	2.66	0.00	2.66	30.02
Ryanair Holdings PLC	2.68	0.02	2.66	29.68
Icon PLC	2.24	0.00	2.24	22.67
Colliers International Group Inc	2.00	0.00	2.00	19.70
Persimmon PLC	2.30	0.05	2.25	16.05
Linde AG	1.80	0.18	1.62	15.74
Grupo Financiero Banorte	1.95	0.08	1.87	15.13
Vestas Wind Systems A/S	2.22	0.10	2.12	14.95
Carnival PLC	2.52	0.06	2.46	14.95
KB Financial Group Inc	1.48	0.10	1.38	14.83
% of Portfolio	21.85	0.59		

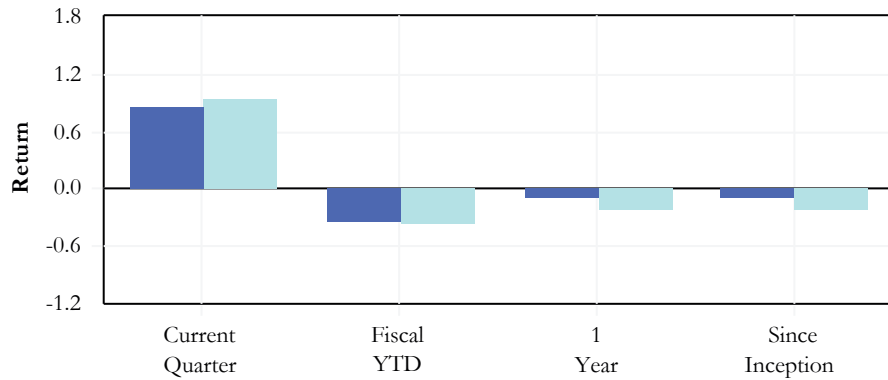
Ten Worst Performers				
	Portfolio Weight (%)	Benchmark Weight (%)	Active Weight (%)	Quarterly Return (%)
Pandora AS	1.41	0.05	1.36	-14.94
Korea Electric Power Corp	1.38	0.05	1.33	-13.31
Oil Co LUKOIL PJSC	1.46	0.10	1.36	-8.40
Koninklijke Ahold Delhaize NV	1.45	0.12	1.33	-8.38
Toray Industries Inc	1.64	0.06	1.58	-5.52
GKN PLC	1.75	0.04	1.71	-5.27
Advanced Semiconductor Eng	1.75	0.04	1.71	-2.62
China Mobile Ltd	1.63	0.33	1.30	-2.49
Mitsubishi Electric Corp	1.72	0.14	1.58	0.32
CRH PLC	1.77	0.15	1.62	0.85
% of Portfolio	15.96	1.08		

Town of Longboat Key Combined Retirement Plan

Pacific Income Advisors - Executive Summary

as of June 30, 2017

Manager Performance Chart



Manager Annualized Performance

	Current Quarter	Fiscal YTD	1 Year	Since Inception	Inception Date
Pacific Income - Fixed Income	0.86	-0.34	-0.10	-0.10	07/01/2016
BC Gov/Cr Intm	0.94	-0.37	-0.21	-0.21	
Differences	-0.08	0.03	0.11	0.11	

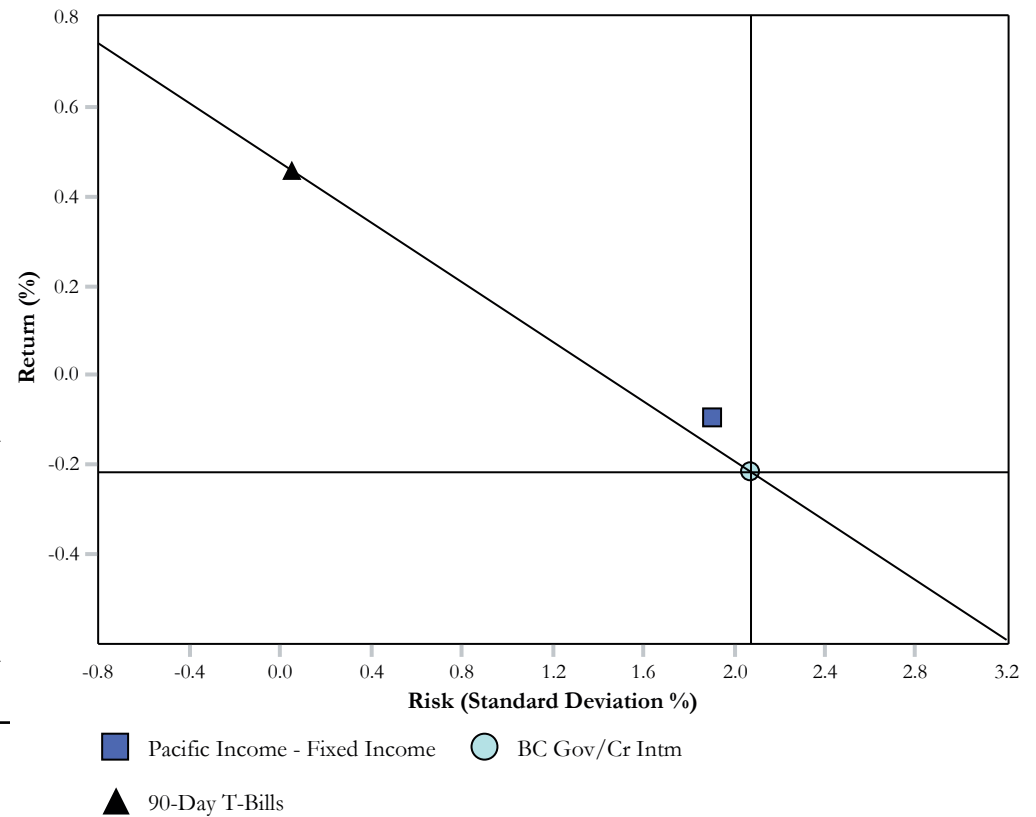
Historic Asset Growth

	Current Quarter	Fiscal YTD	1 Year	Since Inception	Inception Date
Pacific Income - Fixed Income					07/01/2016
Beginning Market Value	9,805	10,357	10,409	10,409	
Net Contributions	-	-399	-463	-463	
Fees/Expenses	-13	-39	-52	-52	
Income	44	147	200	200	
Gain/Loss	40	-190	-217	-217	
Ending Market Value	9,877	9,877	9,877	9,877	

Modern Portfolio Statistics

	Return	Standard Deviation	Beta	Maximum Drawdown	Up Market Capture	Down Market Capture	Alpha	Sharpe Ratio	R-Squared	Inception Date
Pacific Income - Fixed Income	-0.10	1.90	0.91	-2.13	95.01	90.89	0.10	-0.28	0.99	07/01/2016
BC Gov/Cr Intm	-0.21	2.07	1.00	-2.26	100.00	100.00	0.00	-0.32	1.00	07/01/2016

Manager Risk & Return



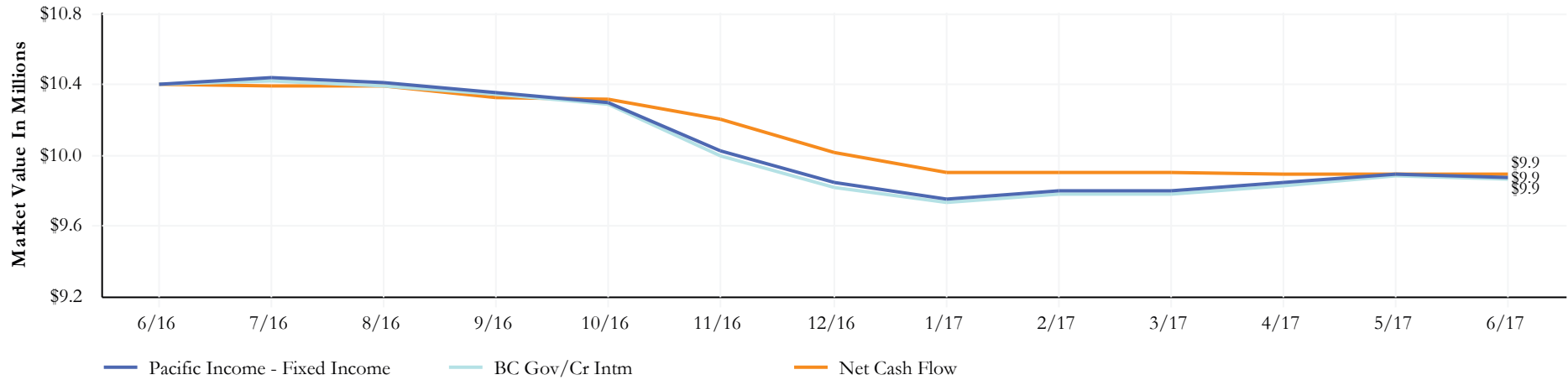
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Town of Longboat Key Combined Retirement Plan

Pacific Income Advisors - Change in Assets & Distribution of Returns

as of June 30, 2017

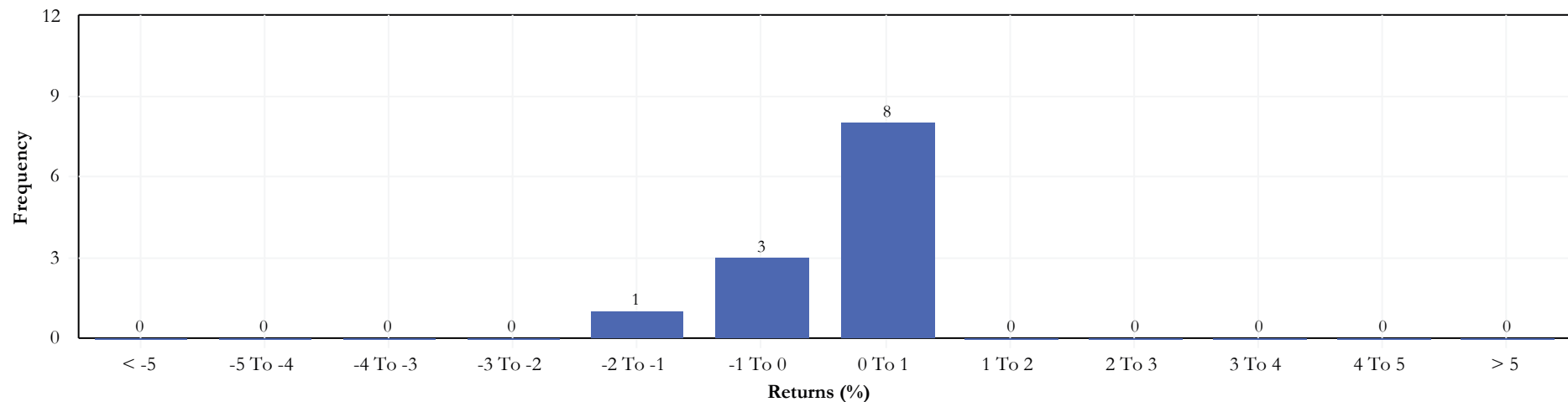
Historic Change in Assets



Quarterly Change in Assets

	Market Value As of 04/01/2017	Net Transfers	Contributions	Distributions	Fees	Expenses	Return On Investment	Market Value As of 06/30/2017
Pacific Income - Fixed Income	9,805,360.76	-	-	-	-12,750.37	-	84,341.10	9,876,951.49

Distribution of Returns



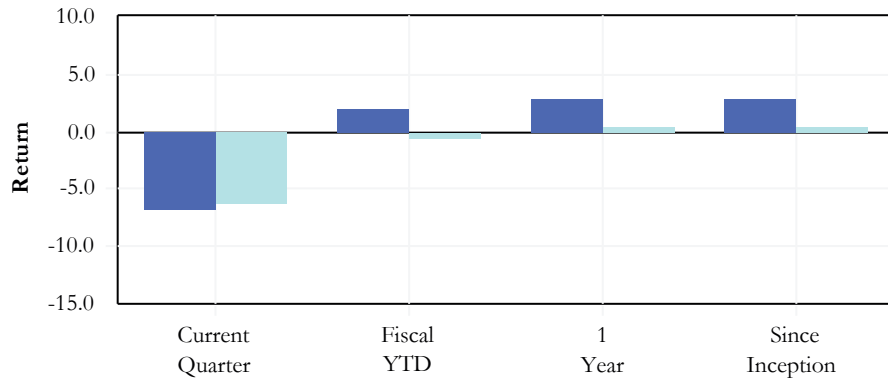
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Town of Longboat Key Combined Retirement Plan

Center Coast MLP - Executive Summary

as of June 30, 2017

Manager Performance Chart



Manager Annualized Performance

	Current Quarter	Fiscal YTD	1 Year	Since Inception	Inception Date
Center Coast - MLPs	-6.79	1.99	2.80	2.80	07/01/2016
Alerian MLP Index	-6.35	-0.67	0.40	0.40	
Differences	-0.44	2.66	2.40	2.40	

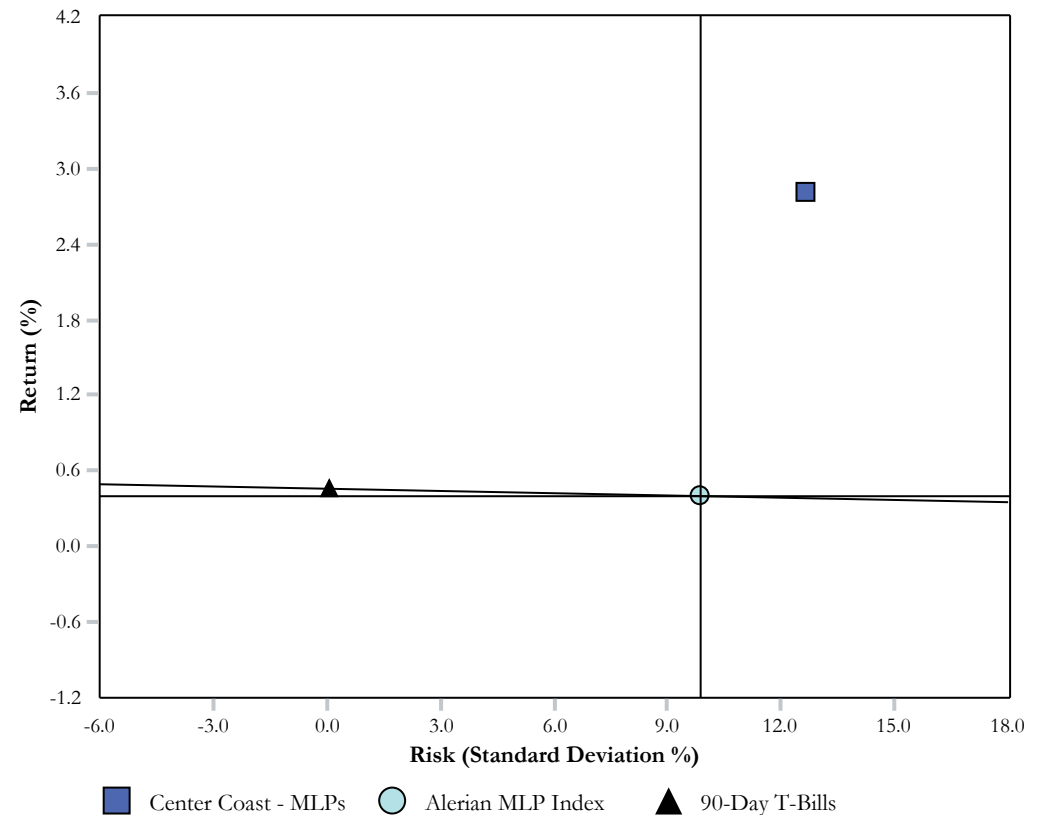
Historic Asset Growth

	Current Quarter	Fiscal YTD	1 Year	Since Inception	Inception Date
Center Coast - MLPs					07/01/2016
Beginning Market Value	1,770	1,676	1,686	1,686	
Net Contributions	-	-56	-76	-76	
Fees/Expenses	-3	-9	-11	-11	
Income	27	78	103	103	
Gain/Loss	-147	-43	-55	-55	
Ending Market Value	1,647	1,647	1,647	1,647	

Modern Portfolio Statistics

	Return	Standard Deviation	Beta	Maximum Drawdown	Up Market Capture	Down Market Capture	Alpha	Sharpe Ratio	R-Squared	Inception Date
Center Coast - MLPs	2.80	12.66	1.25	-8.45	127.79	109.80	2.49	0.24	0.95	07/01/2016
Alerian MLP Index	0.40	9.90	1.00	-7.57	100.00	100.00	0.00	0.04	1.00	07/01/2016

Manager Risk & Return



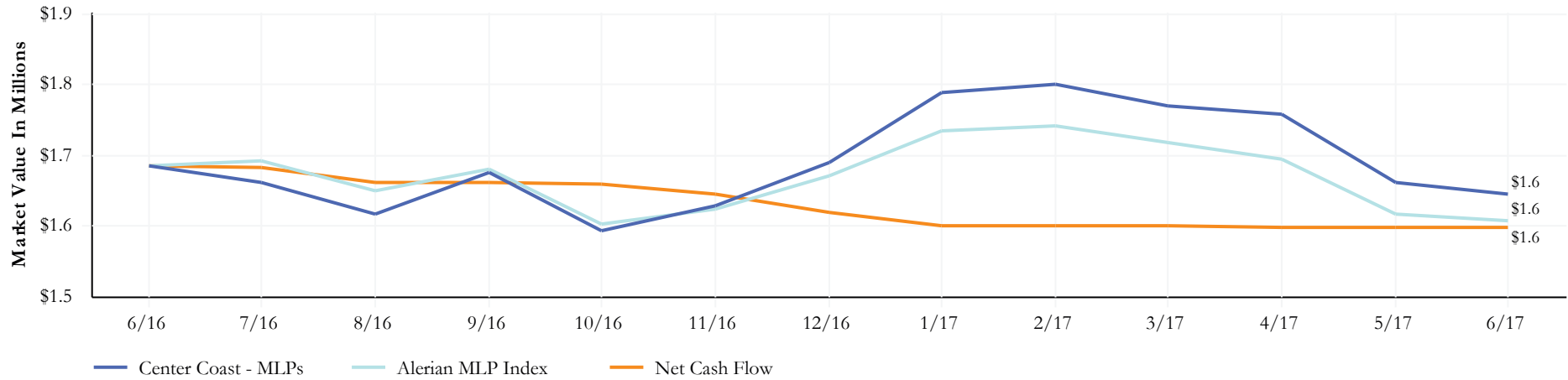
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Town of Longboat Key Combined Retirement Plan

Center Coast MLP - Change in Assets & Distribution of Returns

as of June 30, 2017

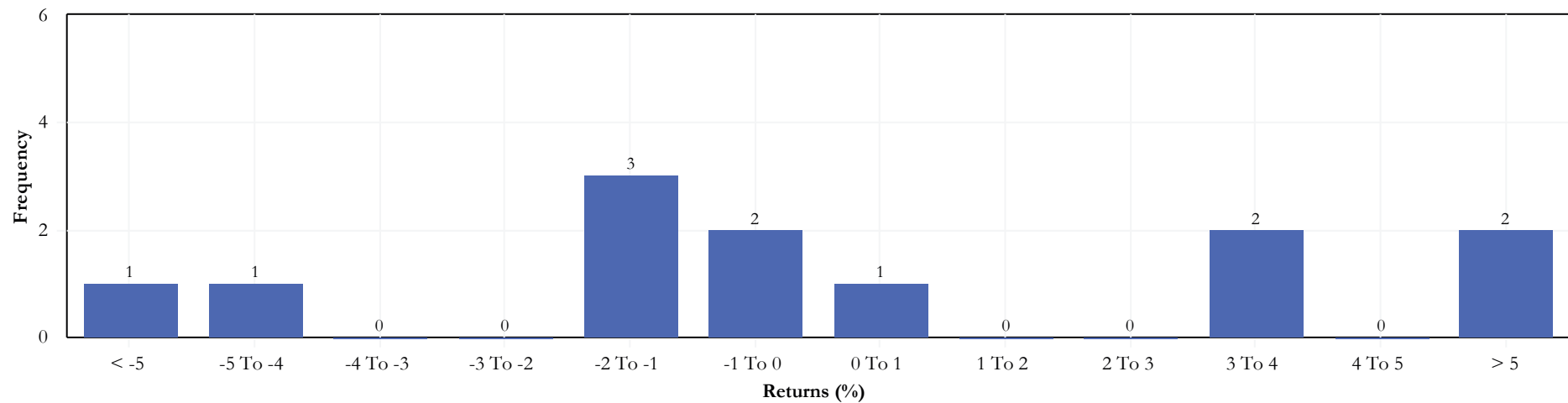
Historic Change in Assets



Quarterly Change in Assets

	Market Value As of 04/01/2017	Net Transfers	Contributions	Distributions	Fees	Expenses	Return On Investment	Market Value As of 06/30/2017
Center Coast - MLPs	1,769,689.56	-	131,714.08	-131,714.08	-2,963.03	-	-119,969.80	1,646,756.73

Distribution of Returns



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Performance Appendix

Portfolio Name	QTD	YTD	1 Year	3 Years	5 Years	10 Years	Since Inception	Inception Date
American Core Realty Fd LLC - DVP	--	--	--	--	--	--	0.00	06/01/2017
Apex - Small Cap Growth	1.61	1.66	10.22	--	--	--	9.42	06/01/2016
Cash	0.00	0.02	0.18	--	--	--	0.18	07/01/2016
Center Coast - MLPs	-6.95	-1.77	2.11	--	--	--	2.62	06/01/2016
Congress - Mid Cap Growth	3.11	10.48	17.31	--	--	--	17.10	06/01/2016
Connors - Covered Calls	1.44	7.77	18.83	--	--	--	18.79	06/01/2016
Kayne Anderson - Small Cap Value	1.63	6.40	20.24	--	--	--	20.72	06/01/2016
Kennedy - Mid Cap Value	1.07	5.34	21.12	--	--	--	17.87	06/01/2016
Lazard - International Value	7.05	14.40	11.74	--	--	--	7.90	06/01/2016
Pacific Income - Fixed Income	0.73	1.30	-0.61	--	--	--	-0.19	06/01/2016
Renaissance - International Growth	7.01	18.06	21.08	--	--	--	14.97	06/01/2016
Vanguard - Large Cap Growth	4.63	14.47	19.80	--	--	--	17.72	06/01/2016
Vanguard - Large Cap Value	1.76	4.89	16.25	--	--	--	15.20	06/01/2016

Glossary of Terms

Active Contribution Return: The gain or loss percentage of an investment relative to the performance of the investment benchmark.

Active Exposure: The percentage difference in weight of the portfolio compared to its policy benchmark.

Active Return: Arithmetic difference between the manager's return and the benchmark's return over a specified time period.

Actual Correlation: A measure of the correlation (linear dependence) between two variables X and Y, with a value between +1 and -1 inclusive. This is also referred to as coefficient of correlation.

Alpha: A measure of a portfolio's time weighted return in excess of the market's return, both adjusted for risk. A positive alpha indicates that the portfolio outperformed the market on a risk-adjusted basis, and a negative alpha indicates the portfolio did worse than the market.

Best Quarter: The highest quarterly return for a certain time period.

Beta: A measure of the sensitivity of a portfolio's time weighted return (net of fees) against that of the market. A beta greater than 1.00 indicates volatility greater than the market.

Consistency: The percentage of quarters that a product achieved a rate of return higher than that of its benchmark. The higher the consistency figure, the more value a manager has contributed to the product's performance.

Core: Refers to an investment strategy mandate that is blend of growth and value styles without a pronounced tilt toward either style.

Cumulative Selection Return (*Cumulative Return*): Cumulative investment performance over a specified period of time.

Distribution Rate: The most recent distribution paid, annualized, and then divided by the current market price. Distribution rate may consist of investment income, short-term capital gains, long-term capital gains, and/or return of capital.

Down Market Capture: The ratio of average portfolio returns over the benchmark during periods of negative benchmark return. Lower values indicate better product performance.

Downside Risk: A measure similar to standard deviation, but focuses only on the negative movements of the return series. It is calculated by taking the standard deviation of the negative quarterly set of returns. The higher the value, the more risk the product has.

Downside Semi Deviation: A statistical calculation that measures the volatility of returns below a minimum acceptable return. This return measure isolates the negative portion of volatility: the larger the number, the greater the volatility.

Drawdown: A drawdown is the peak-to-trough decline during a specific period of an investment, fund or commodity.

Excess over Benchmark: The percentage gain or loss of an investment relative to the investment's benchmark.

Excess Return: Arithmetic difference between the manager's return and the risk-free return over a specified time period.

Growth: A diversified investment strategy which includes investment selections that have capital appreciation as the primary goal, with little or no dividend payouts. These strategies can include reinvestment in expansion, acquisitions, and/or research and development opportunities.

Growth of Dollar: The aggregate amount an investment has gained or lost over a certain time period, also referred to as Cumulative Return, stated in terms of the amount to which an initial dollar investment would have grown over the given time period.

Investment Decision Process (IDP): A model for structuring the investment process and implementing the correct attribution methodologies. The IDP includes every decision made concerning the division of the assets under management over the various asset categories. To analyze each decision's contribution to the total return, a modeling approach must measure the marginal value of every individual decision. In this respect, the hierarchy of the decisions becomes very important. We therefore use the IDP model, which serves as a proper foundation for registering the decisions and relating them to each other.

Information Ratio: Measured by dividing the active rate of return by the tracking error. The higher the Information Ratio, the more value-added contribution by the manager.

Jensen's Alpha: The Jensen's alpha measure is a risk-adjusted performance measure that represents the average return on a portfolio or investment above or below that predicted by the capital asset pricing model (CAPM) given the portfolio's or investment's beta and the average market return. This metric is also commonly referred to as alpha.

Kurtosis: A statistical measure that is used to describe the distribution, or skewness, of observed data around the mean, sometimes referred to as the volatility of volatility.

Maximum Drawdown: The drawdown is defined as the percent retrenchment from a fund's peak to the fund's trough value. It is in effect from the time the fund's retrenchment begins until a new fund high is reached. The maximum drawdown encompasses both the period from the fund's peak to the fund's valley (length), and the time from the fund's valley to a new fund high (recovery). It measures the largest percentage drawdown that has occurred in any fund's data record.

Modern Portfolio Theory (MPT): An investment analysis theory on how risk-averse investors can construct portfolios to optimize or maximize expected return based on a given level of market risk, emphasizing that risk is an inherent part of higher reward.

Mutual Fund (MF): An investment program funded by shareholders that trade in diversified holdings and is professionally managed.

Peer Group: A combination of funds that share the same investment style combined as a group for comparison purposes.

Peer/ Plan Sponsor Universe: A combination of asset pools of total plan investments by specific sponsor and plan types for comparison purposes.

Performance Ineligible Assets: Performance returns are not calculated for certain assets because accurate valuations and transaction data for these assets are not processed or maintained by us. Common examples of

these include life insurance, some annuities and some assets held externally.

Performance Statistics: A generic term for various measures of investment performance measurement terms.

Portfolio Characteristics: A generic term for various measures of investment portfolio characteristics.

Preferred Return: A term used in the private equity (PE) world, and also referred to as a “Hurdle Rate.” It refers to the threshold return that the limited partners of a private equity fund must receive, prior to the PE firm receiving its carried interest or "carry."

Ratio of Cumulative Wealth: A defined ratio of the Cumulative Return of the portfolio divided by the Cumulative Return of the benchmark for a certain time period.

Regression Based Analysis: A statistical process for estimating the relationships among variables. It includes many techniques for modeling and analyzing several variables, when the focus is on the relationship between a dependent variable and one or more independent variables

Residual Correlation: Within returns-based style analysis, residual correlation refers to the portion of a strategy’s return pattern that cannot be explained by its correlation to the asset-class benchmarks to which it is being compared.

Return: A rate of investment performance for the specified period.

Rolling Percentile Ranking: A measure of an investment portfolio’s ranking versus a peer group for a specific rolling time period (i.e. Last 3 Years, Last 5 years, etc.).

R-Squared: The percentage of a portfolio's performance explained by the behavior of the appropriate benchmark. High R-Squared means a higher correlation of the portfolio's performance to the appropriate benchmark.

SA/CF (Separate Account/Comingled Fund): Represents an acronym for Separate Account and Commingled Fund investment vehicles.

Sector Benchmark: A market index that serves as a proxy for a sector within an asset class.

Sharpe Ratio: Represents the excess rate of return over the risk free return divided by the standard deviation of the excess return. The result is the absolute rate of return per unit of risk. The higher the value, the better the product’s historical risk-adjusted performance results in.

Standard Deviation: A statistical measure of the range of a portfolio's performance; the variability of a return around its average return over a specified time period.

Total Fund Benchmark: The policy benchmark for a complete asset pool that could consist of multiple investment mandates.

Total Fund Composite: The aggregate of multiple portfolios within an asset pool or household.

Tracking Error: A measure of standard deviation for a portfolio's investment performance, relative to the performance of an appropriate market benchmark.

Treynor Ratio: A ratio that divides the excess return (above the risk free rate) by the portfolio’s beta to arrive at a unified measure of risk adjusted return. It is generally used to rank portfolios, funds and benchmarks. A higher ratio is indicative of higher returns per unit of market risk. This measurement can help determine if the portfolio is reaching its goal of increasing returns while managing market risk.

Up Market Capture: The ratio of average portfolio returns over the benchmark during periods of positive benchmark return. Higher values indicate better product performance.

Upside Semi Deviation: A statistical calculation that measures the volatility of returns above an acceptable return. This return measure isolates the positive portion of volatility: the larger the number, the greater the volatility.

Value: A diversified investment strategy that includes investment selections which tend to trade at a lower price relative to its dividends, earnings, and sales. Common attributes are stocks that include high dividend, low price-to-book ratio, and/or low price-to-earnings ratio.

Worst Quarter: The lowest rolling quarterly return for a certain time period.

Information Disclosures

The performance data shown reflects past performance, which does not guarantee future results. Investment return and principal will fluctuate so that an investor’s shares when redeemed may be worth more or less than original cost. Please note, current performance may be higher or lower than the performance data shown. For up to date month-end performance information, please contact your Financial Advisor or visit the funds’ company website.

Investors should carefully consider the fund’s investment objectives, risks, charges and expenses before investing. The prospectus and, if available the summary prospectus, contains this and other information that should be read carefully before investing. Investors should review the information in the prospectus carefully. To obtain a prospectus, please contact your Financial Advisor or visit the funds’ company website.

Past performance is no guarantee of future results.

Investing involves market risk, including possible loss of principal. **Growth investing** does not guarantee a profit or eliminate risk. The stocks of these companies can have relatively high valuations. Because of these high valuations, an investment in a growth stock can be more risky than an investment in a company with more modest growth expectations. **Value investing** involves the risk that the market may not recognize that securities are undervalued and they may not appreciate as anticipated. **Small and mid-capitalization companies** may lack the financial resources, product diversification and competitive strengths of larger companies. The securities of small capitalization companies may not trade as readily as, and be subject to higher volatility than those of larger, more established companies. **Bond funds** and bond holdings have the same interest rate, inflation and credit risks that are associated with the underlying bonds owned by the funds. The return of principal in bond funds, and in funds with significant bond holdings, is not guaranteed. **International securities’** prices may carry additional risks, including foreign economic, political, monetary and/or legal factors, changing currency exchange rates, foreign taxes and differences in financial and accounting standards. International investing may not be for everyone. These risks may be magnified in emerging markets. **Alternative investments**, including private equity funds, real estate funds, hedge funds, managed futures funds, and funds of hedge funds, private equity, and managed futures funds, are speculative and entail significant risks that can include losses due to leveraging or other speculative investment practices, lack of liquidity, volatility of returns, restrictions on transferring interests in a fund, potential lack of diversification, absence and/or delay of information regarding valuations and pricing, complex tax structures and delays in tax reporting, less regulation and higher fees than mutual funds and risks associated with the operations, personnel and processes of the advisor. **Master Limited Partnerships (MLPs)** are limited partnerships or limited liability companies that are taxed as partnerships and whose interests (limited partnership units or limited liability company units) are traded on securities exchanges like shares of common stock. Currently, most MLPs operate in the energy, natural resources or real estate

sectors. Investments in MLP interests are subject to the risks generally applicable to companies in the energy and natural resources sectors, including commodity pricing risk, supply and demand risk, depletion risk and exploration risk; and MLP interests in the real estate sector are subject to special risks, including interest rate and property value fluctuations, as well as risks related to general and economic conditions. Because of their narrow focus, MLPs maintain exposure to price volatility of commodities and/or underlying assets and tend to be more volatile than investments that diversify across many sectors and companies. MLPs are also subject to additional risks including: investors having limited control and rights to vote on matters affecting the MLP, limited access to capital, cash flow risk, lack of liquidity, dilution risk, conflict of interests, and limited call rights related to acquisitions.

Mortgage backed securities also involve prepayment risk, in that faster or slower prepayments than expected on underlying mortgage loans can dramatically alter the yield-to-maturity of a mortgage-backed security and prepayment risk includes the possibility that a fund may invest the proceeds at generally lower interest rates.

Tax managed funds may not meet their objective of being tax-efficient.

Real estate investments are subject to special risks, including interest rate and property value fluctuations, as well as risks related to general and economic conditions. **High yield** fixed income securities, also known as “junk bonds”, are considered speculative, involve greater risk of default and tend to be more volatile than investment grade fixed income securities.

Credit quality is a measure of a bond issuer’s creditworthiness, or ability to repay interest and principal to bondholders in a timely manner. The credit ratings shown are based on security rating as provided by Standard & Poor’s, Moody’s and/or Fitch, as applicable. Credit ratings are issued by the rating agencies for the underlying securities in the fund and not the fund itself, and the credit quality of the securities in the fund does not represent the stability or safety of the fund. Credit ratings shown range from AAA, being the highest, to D, being the lowest based on S&P and Fitch’s classification (the equivalent of Aaa and C, respectively, by Moody’s). Ratings of BBB or higher by S&P and Fitch (Baa or higher by Moody’s) are considered to be investment grade-quality securities. If two or more of the agencies have assigned different ratings to a security, the highest rating is applied. Securities that are not rated by all three agencies are listed as “NR”.

“**Alpha tilt strategies** comprise a core holding of stocks that mimic a benchmark type index such as the S&P 500 to which additional securities are added to help tilt the fund toward potentially outperforming the market in an effort to enhance overall investment returns. Tilt strategies are subject to significant timing risk and could potentially expose investors to extended periods of underperformance.”

Custom Account Index: The Custom Account Index is an investment benchmark based on your historical target allocations and/or manager selection that you may use to evaluate the performance of your account. The Custom Account index does take into consideration certain changes that may have occurred in your portfolio since the inception of your account, i.e., asset class and/or manager changes. However, in some circumstances, it may not be an appropriate benchmark for use with your specific account composition. For detailed report of the historical composition of this blend please contact your Financial Advisor.

Peer Groups

Peer Groups are a collection of similar investment strategies that essentially group investment products that share the same investment approach. Peer Groups are used for comparison purposes to compare and illustrate a client’s investment portfolio versus its peer across various quantitative metrics like performance and risk. Peer Group comparison is conceptually another form of benchmark comparison whereby the

actual investment can be ranked versus its peer across various quantitative metrics.

All Peer Group data are provided by Investment Metrics, LLC.

The URL below provides all the definitions and methodology about the various Peer Groups

<https://www.invmetrics.com/style-peer-groups>

Peer Group Ranking Methodology

A percentile rank denotes the value of a product in which a certain percent of observations fall within a peer group. The range of percentile rankings is between 1 and 100, where 1 represents a high statistical value and 100 represents a low statistical value.

The 30th percentile, for example, is the value in which 30% of the highest observations may be found, the 65th percentile is the value in which 65% of the highest observations may be found, and so on.

Percentile rankings are calculated based on a normalized distribution ranging from 1 to 100 for all products in each peer group, where a ranking of 1 denotes a high statistical value and a ranking of 100 denotes a low statistical value. It is important to note that the same ranking methodology applies to all statistics, implying that a ranking of 1 will always mean highest value across all statistics.

For example, consider a risk/return assessment using standard deviation as a measure of risk. A percentile ranking equal to 1 for return denotes highest return, whereas a percentile ranking of 1 for standard deviation denotes highest risk among peers.

In addition, values may be used to demonstrate quartile rankings. For example, the third quartile is also known as the 75th percentile, and the median is the 50th percentile.

Alternatives

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As fees are deducted quarterly, the compounding effect will be to increase the impact of the fees by an amount directly related to the gross account performance. For example, for an account with an initial value of \$100,000 and a 2.5% annual fee, if the gross performance is 5% per year over a three year period, the compounding effect of the fees will result in a net annual compound rate of return of approximately 2.40% per year over a three year period, and the total value of the client's portfolio at the end of the three year period would be approximately \$115,762.50 without the fees and \$107,372.63 with the fees.

Please see the applicable Morgan Stanley Smith Barney LLC Form ADV Part 2A for more information including a description of the fee schedule. It is available at www.morganstanley.com/ADV <<http://www.morganstanley.com/ADV>> or from your Financial Advisor/Private Wealth Advisor.

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