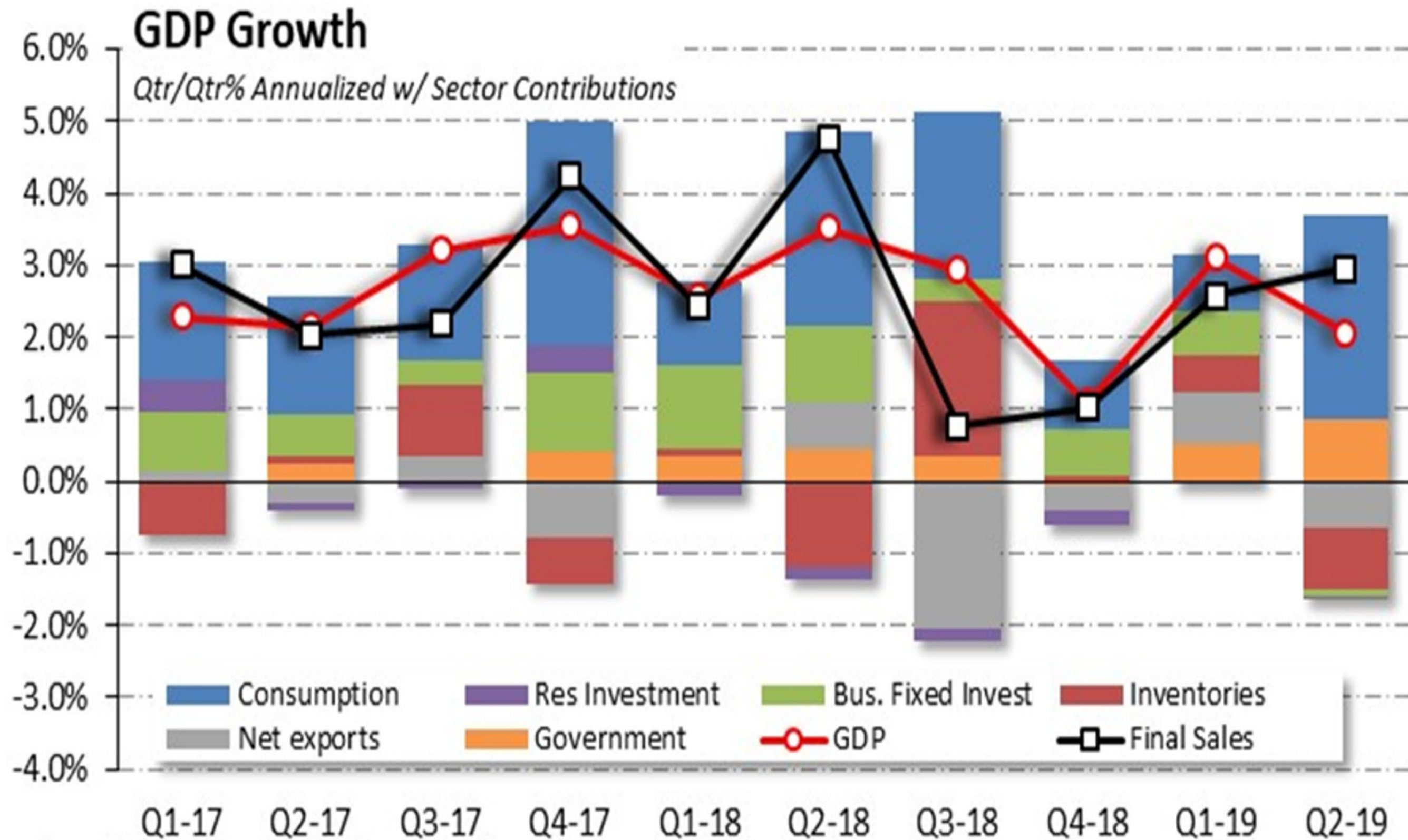


2Q19 Investment Results for the Management Committee

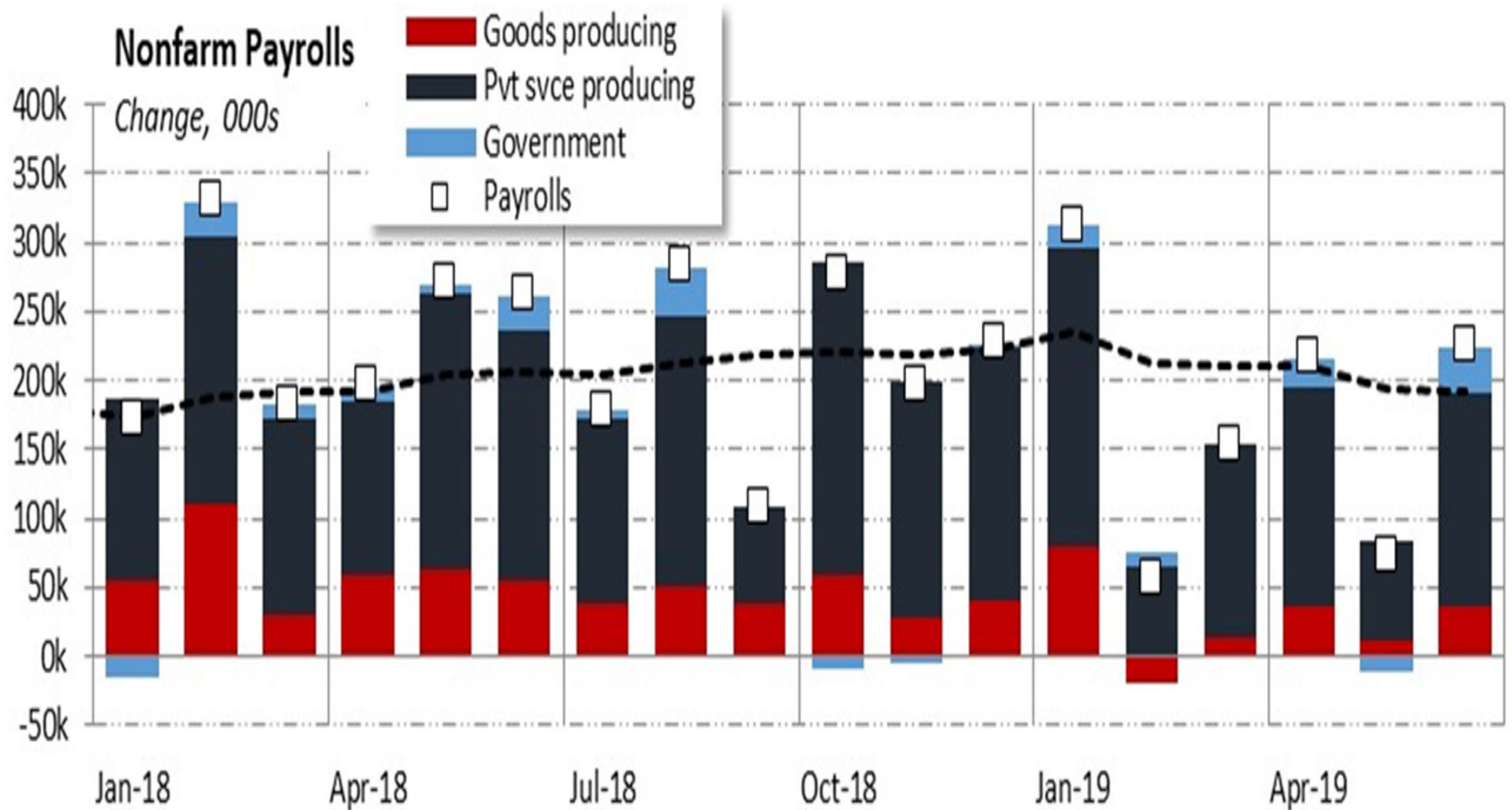
9-11-19

Economic Review: Real GDP



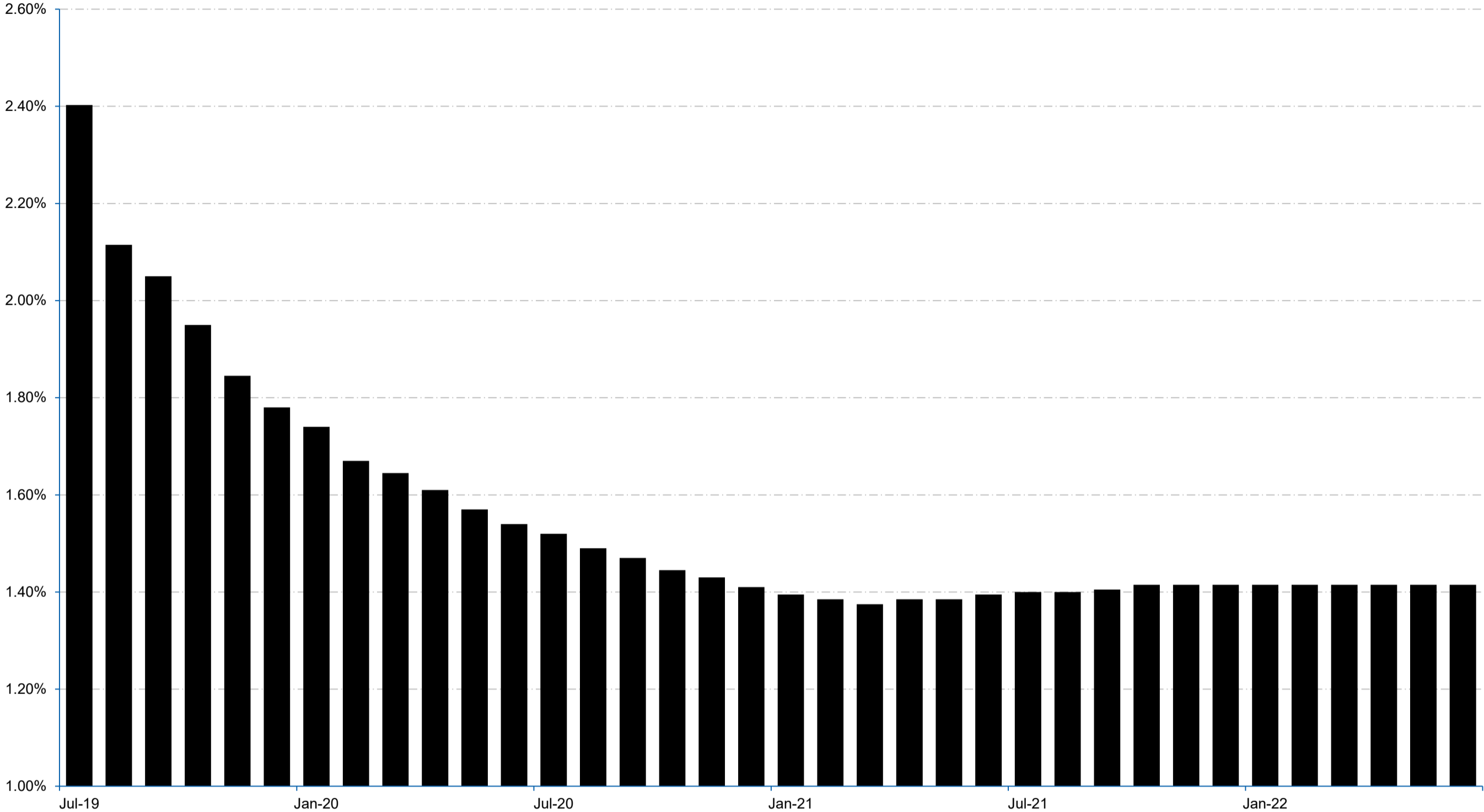
Source: Bureau of Economic Analysis and FTN Financial

US Nonfarm Payrolls



Source: Bureau of Labor Statistics and FTN Financial

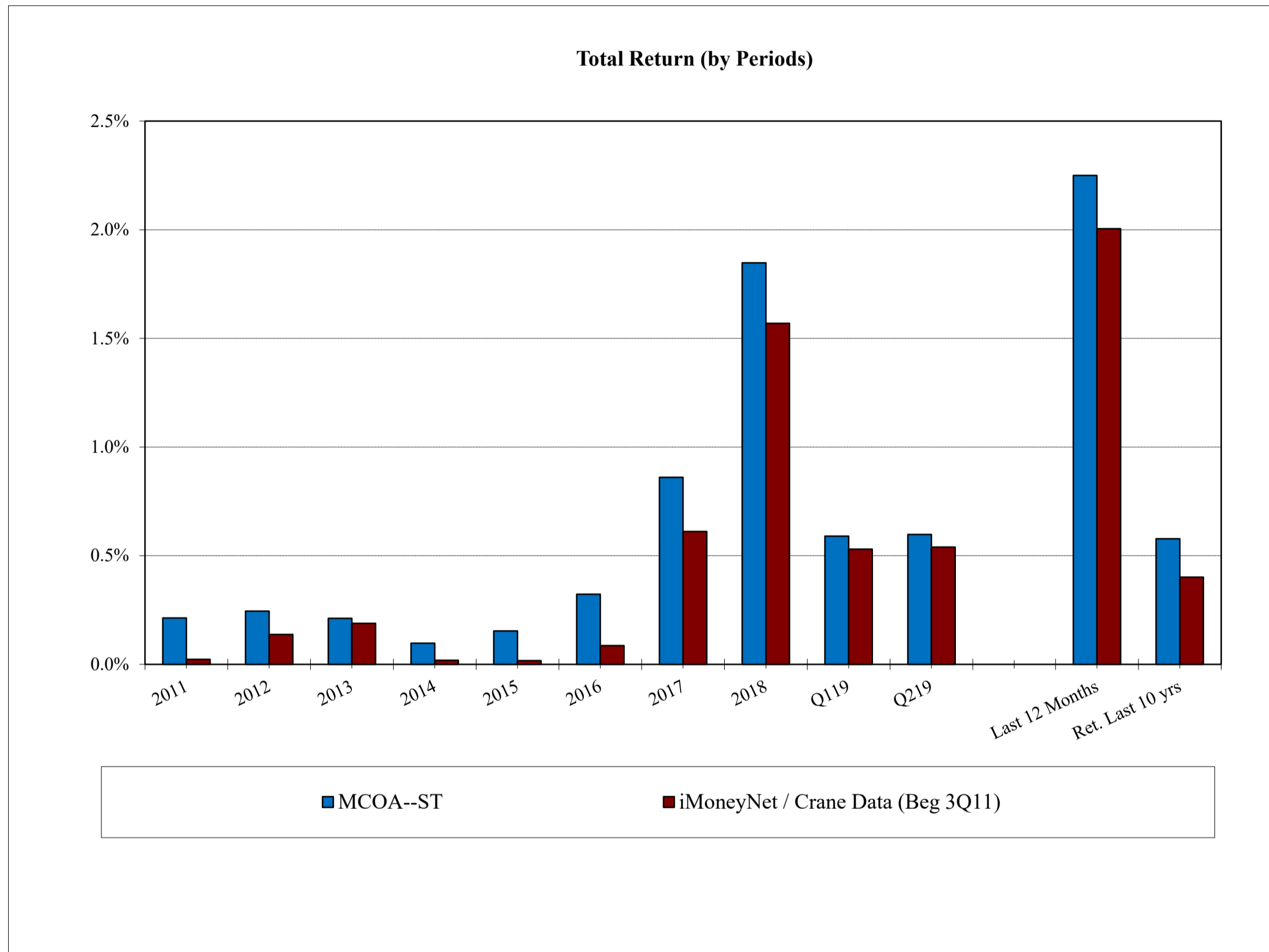
Fed Fund Futures



Source: CME Group, FTN Financial

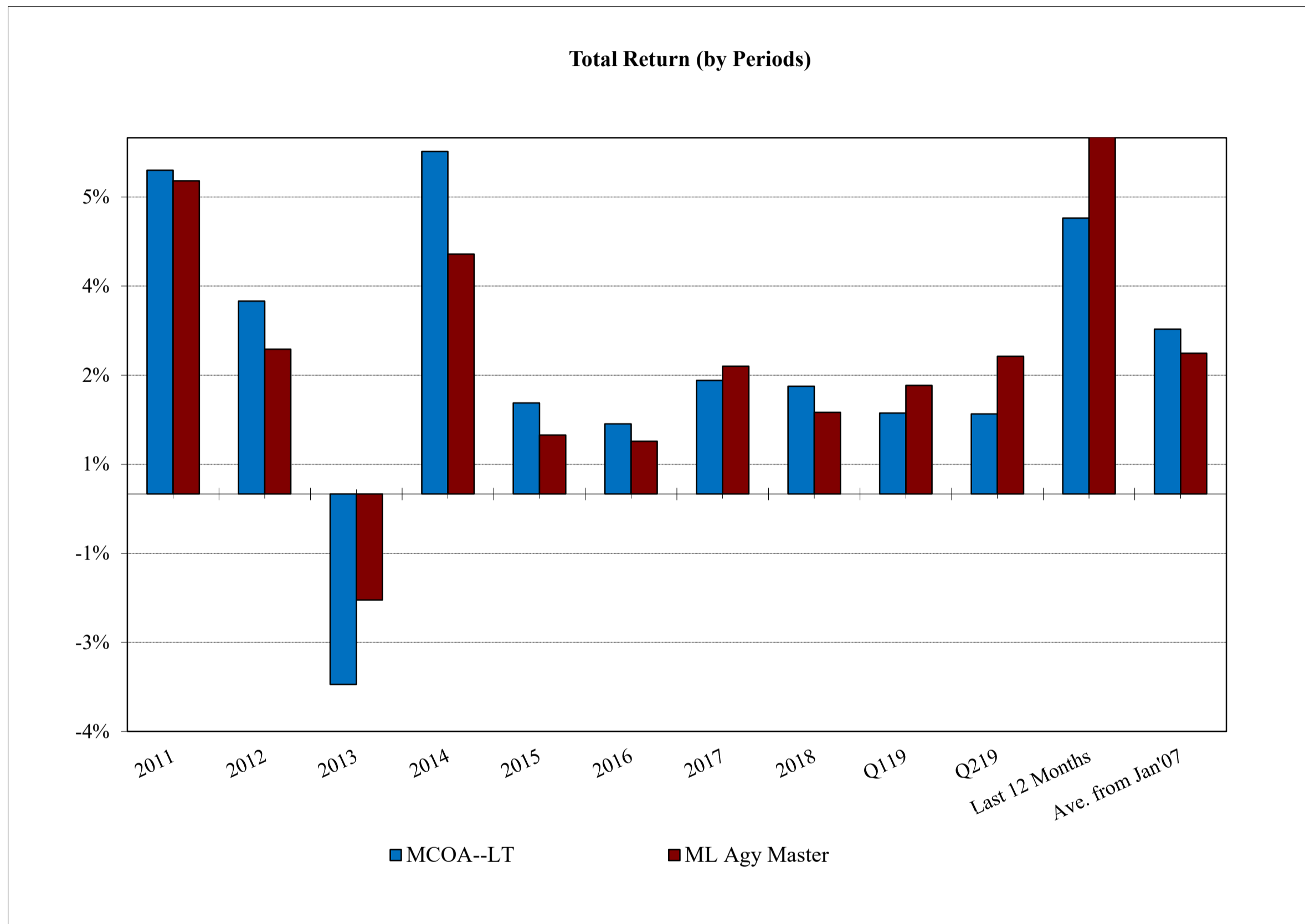


Total Return, ST Portfolio



- +6 bps (above) Index in 1Q19
- +18 bps/year ave. over the last 10 years

Total Return, LT Portfolio



- 97 bps (below) Index in 2Q19
- +41 bps/year ave. over the last 10 years

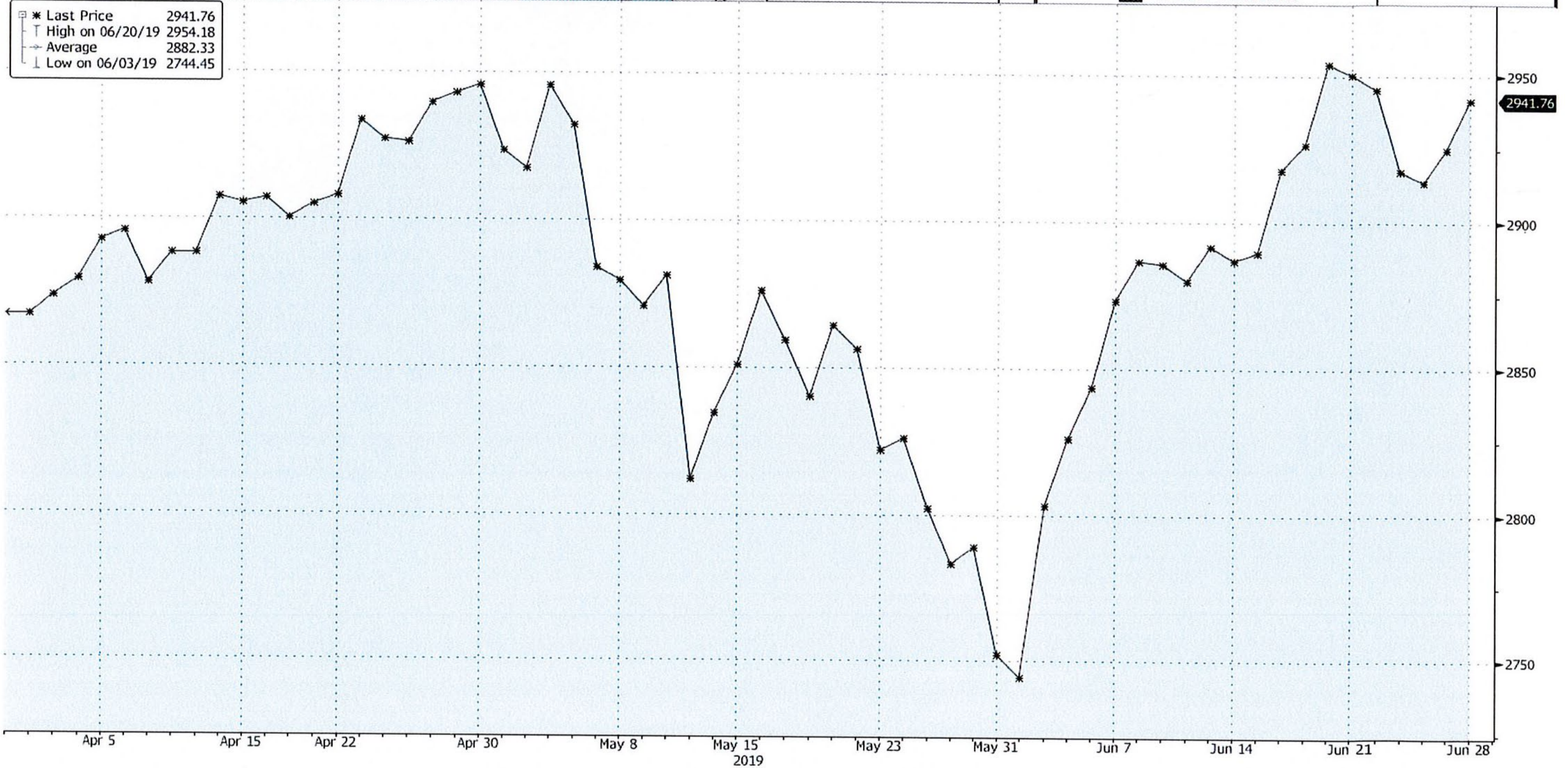
Investment Plans for Long-term Portfolio

- Use cash balances to maintain effective duration within a range of 2 - 6.
- Cash can be utilized to purchase high yielding securities should rates rise in the near future.
- With yields rising, expect duration to increase and experience unrealized losses.

S&P 500 Index

SPX C 3025.86 +22.19 2992.83 / 3043.83
 On 26 Jul d O 3013.25 H 3027.98 L 3012.59 Prev 3025.86

SPX Index 95) Compare 96) Actions 97) Edit Line Chart
 04/01/2019 - 06/28/2019 Last Price USD Mov Avgs Key Events
 1D 3D 1M 6M YTD 1Y 5Y Max Daily Chart Content

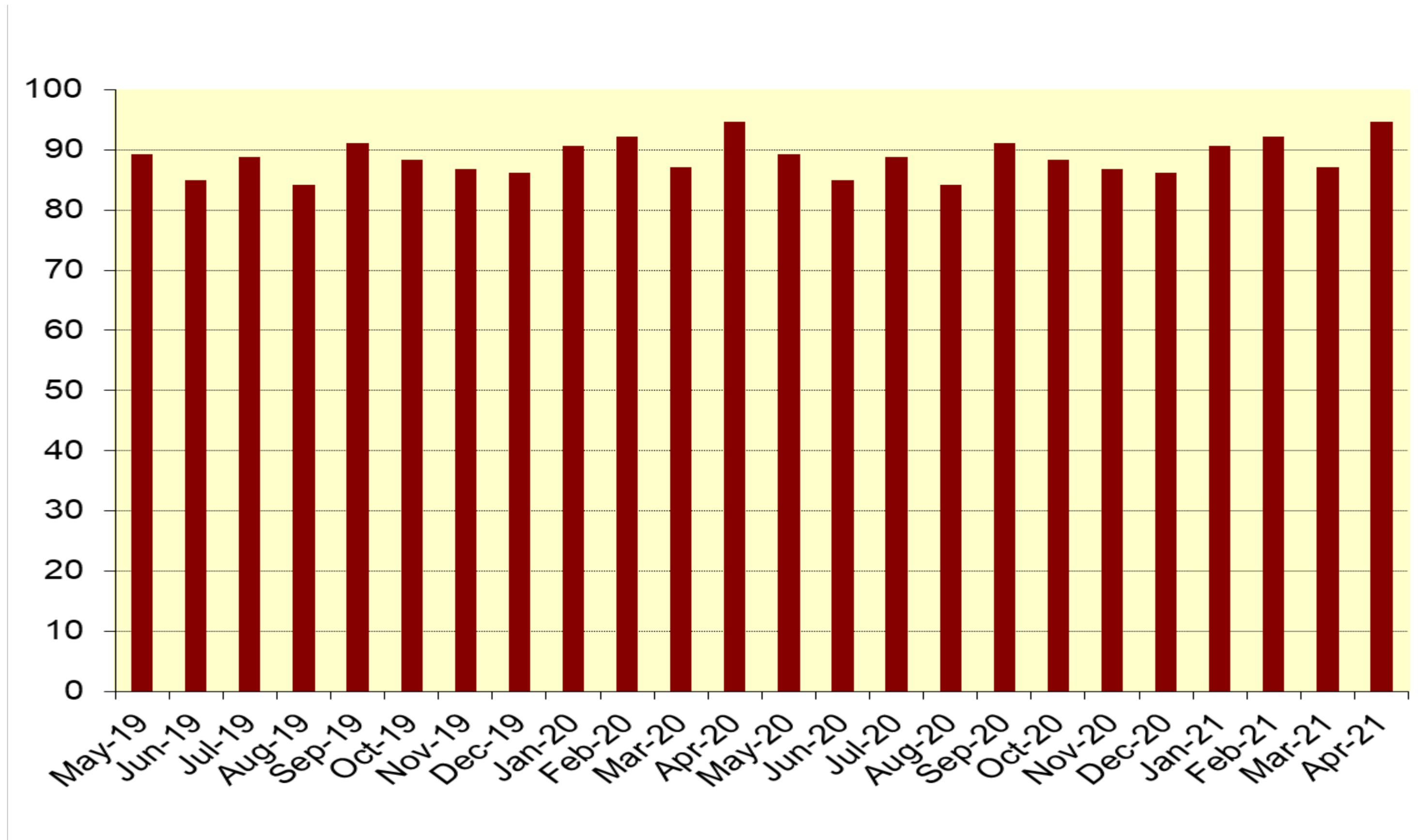


OPEB 2Q19 Results

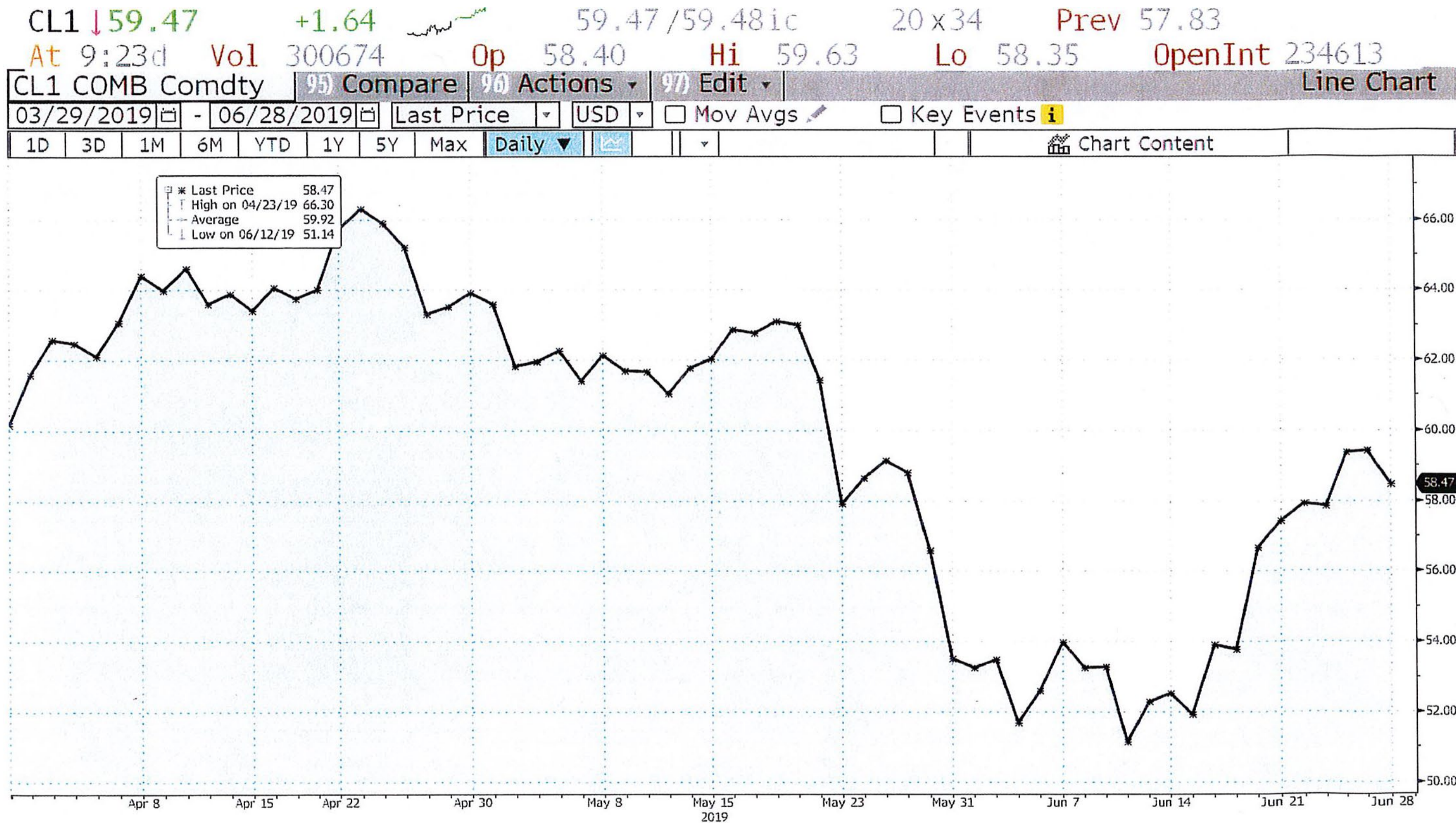
- OPEB @ 3.25% ; Blended Index @ 3.51%
- 2Q19 unrealized gain is \$ 8.9M

			<u>Total</u>
• Value:		09-30-18:	\$278.9 MM
	Internal	09-30-18:	\$ 2.7 MM
		12-31-18:	\$255.4 MM
	Internal	12-31-18:	\$.5 MM
		03-31-19:	\$278.1 MM
	Internal	03-31-19:	\$ (2.9 MM)
		06-30-19:	\$274.2 MM
	Internal	06-30-19:	\$ 6.5 MM
			\$281.6 MM
			\$255.9 MM
			\$275.2 MM
			\$280.7 MM

Diesel Hedging Program



Crude Oil: What's Happening



Addition to Investment Policy

Socially Responsible Investment

The Council shall consider environmental, social and governance responsibilities in its investment decisions. Investments are encouraged in local and regional entities that support our values, vision and mission including entities that support community well-being through equitable and environmentally sound business practices, housing that is affordable, and fair labor practices

Certificate of Deposit (CD) Pilot Investment Program



Questions?

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