

CITY OF VERO BEACH OPEB TRUST FUND

STATEMENT OF NET ASSETS

ASSETS	As of: 10/1/17	FY 17-18 Change	As of: 6/30/18
Cash and Cash Equivalents	-	-	-
Accrued Interest Receivable	-	-	-
Investments, at Fair Value:			
Mutual Fund Investments	989,672	665,675	1,655,347
Total Investments	<u>989,672</u>	<u>665,675</u>	<u>1,655,347</u>
Total Assets	<u>989,672</u>	<u>665,675</u>	<u>1,655,347</u>
 LIABILITIES			
Expenses Payable	-	-	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>
 NET ASSETS			
Held in Trust for OPEB Benefits	<u>989,672</u>	<u>665,675</u>	<u>1,655,347</u>

STATEMENT OF CHANGES IN NET ASSETS

	Per ICMA Statement Detail	FY 17-18 Audit Adjustments	FY 17-18 3rd Qtr
ADDITIONS:			
Contributions:			
Employer Contributions	1,478,687	-	1,478,687
Total Contributions	<u>1,478,687</u>	<u>-</u>	<u>1,478,687</u>
Investment Earnings:			
Interest & Dividends	-	-	-
Net Appreciation (Depreciation) in Fair Value of Investments	37,360	-	37,360
Total Investment Income	<u>37,360</u>	<u>-</u>	<u>37,360</u>
Less: Investment Expense and Refunds	1,213	-	1,213
Net Investment	<u>36,147</u>	<u>-</u>	<u>36,147</u>
Total Additions (Deductions) Net	<u>1,514,834</u>	<u>-</u>	<u>1,514,834</u>
 DEDUCTIONS			
Benefit Payments (reimbursements from trust)	849,159	-	849,159
Administrative Expenses	-	-	-
Total Deductions	<u>849,159</u>	<u>-</u>	<u>849,159</u>
 Change in Net Assets	 665,675	 -	 665,675
Net Assets - Beginning of Year	<u>989,672</u>	<u>-</u>	<u>989,672</u>
Net Assets - End of Year	<u>1,655,347</u>	<u>-</u>	<u>1,655,347</u>

FUND FACTS

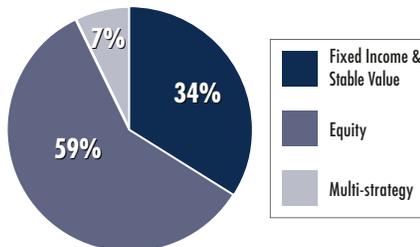
Inception Date.....November 20, 2015
 Net Expenses.....0.55%
 Fund Code.....7201
 CUSIP.....92211R821

INVESTMENT OBJECTIVE

To offer moderate capital growth and reasonable current income.

PRINCIPAL INVESTMENT STRATEGIES

The Fund invests in a combination of VT III Vantagepoint Funds to seek to obtain exposure to approximately 34% fixed income investments, 59% equity investments, and 7% multi-strategy investments. These asset allocations are referred to as “neutral targets” because they do not reflect decisions that may be made by ICMA-RC, the investment adviser to the underlying fund, to overweight or underweight a particular asset class based on market or operational factors. The neutral targets also do not reflect performance differences between the Fund’s asset class allocations that will cause temporary deviations from the neutral targets. The actual asset class allocation of the Fund may vary by as much as five percentage points as a result of ICMA-RC’s allocation decisions, performance differences between asset classes of the Fund, or some combination thereof.



PORTFOLIO MANAGEMENT

Investment Adviser: ICMA-RC

PRINCIPAL RISKS

Asset Allocation Risk, Fund of Funds Risk, Stock Market Risk, Foreign Securities Risk, Emerging Markets Securities Risk, Small-Cap Securities Risk, Mid-Cap Securities Risk, Equity Income/Interest Rate Risk, Convertible Securities Risk, High Yield Securities Risk, Interest Rate Risk, Credit Risk, Mortgage-Backed Securities Risk, Asset-Backed Securities Risk, U.S. Government Agency Securities Risk, Derivative Instruments Risk, Indexing Risk, Large Investor Risk.

See the Funds’ Disclosure Memorandum for risk descriptions.

UNDERLYING FUNDS

AS OF MAY 31, 2018

VT III VANTAGEPOINT EQUITY INCOME FUND	16.8%	VT III VANTAGEPOINT HIGH YIELD FUND	5.0%
VT III VANTAGEPOINT CORE BOND INDEX FUND	15.5%	VT III VANTAGEPOINT INFLATION FOCUSED FUND	3.4%
VT III VANTAGEPOINT GROWTH & INCOME FUND	14.8%	VT III VANTAGEPOINT EMERGING MARKETS FUND	2.4%
VT III VANTAGEPOINT GROWTH FUND	10.8%	VT III VANTAGEPOINT OVERSEAS EQUITY INDEX FUND	2.0%
VT III VANTAGEPOINT LOW DURATION BOND FUND	10.5%	VT III VANTAGEPOINT SELECT VALUE FUND	1.2%
VT III VANTAGEPOINT INTERNATIONAL FUND	8.7%	VT III VANTAGEPOINT AGGRESSIVE OPPORTUNITIES FUND	1.0%
VT III VANTAGEPOINT DIVERSIFYING STRATEGIES FUND	7.1%	VT III VANTAGEPOINT DISCOVERY FUND	0.9%

PERFORMANCE

AS OF JUNE 30, 2018	QTR	YTD	1-YR	3-YR	5-YR	10-YR
VantageTrust II Model Portfolio Moderate Fund	1.33%	0.81%	7.61%	6.12%	7.23%	6.21%
S&P 500 Index	3.43%	2.65%	14.37%	11.93%	13.42%	10.17%
Custom Benchmark	1.45%	0.56%	7.82%	7.06%	8.24%	7.26%
Morningstar Allocation — 50% to 70% Equity	1.16%	-0.11%	6.58%	5.59%	6.85%	6.27%

Performance: Fund past performance, as shown, is no guarantee of how the Fund will perform in the future. The performance shown has been annualized for periods greater than one year. Investment returns and principal value will fluctuate, so that an investor’s shares, when redeemed, may be worth more or less than their original cost. For current performance, visit www.icmarc.org.

Performance information for this class prior to its inception date is the performance of the corresponding VT Vantagepoint Fund (“VT Fund”) adjusted to reflect the estimated fees and expense of this class. The VT Fund is a collective investment trust fund that has the same investment objective, strategies and underlying management team as the Fund.

Benchmarks: The S&P 500 Index consists of 500 companies representing larger capitalization stocks traded in the U.S. The custom benchmark is comprised of the Intercontinental Exchange Bank of America Merrill Lynch 1-3 Year US Corporate & Government Index, Bloomberg Barclays U.S. Aggregate Bond Index, Bloomberg Barclays U.S. Treasury Inflation-Linked Bond Index, S&P 500 Index, Russell 2000® Index, and MSCI ACWI ex USA Index (Net) in weighted percentages that correspond to the historical target allocations for the asset classes these indexes represent. The Morningstar category represents the average return for a category of funds with similar investment objectives and strategies. The average is calculated and funds are assigned to a category by Morningstar. Certain information including, but not limited to, benchmark performance or other performance and/or fee information, is provided by Morningstar, Inc. © 2018 All rights reserved. This information: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed and (3) is not warranted to be accurate, complete or timely. Neither Morningstar and/or its content providers are responsible for any damages or losses arising from any use of information. Morningstar is a registered trademark of Morningstar, Inc.

Fund Information: The Fund is an investment option of the VantageTrust II Multiple Collective Investment Funds Trust (“VantageTrust II”), a group trust established and maintained by VantageTrust Company, LLC, a wholly owned subsidiary of ICMA-RC. VantageTrust II provides for the commingling of assets of certain trusts and plans as described in its Declaration of Trust and Participation Agreement, and is only available for investment by such eligible trusts and plans. The Fund is not a mutual fund. Its units are not deposits of VantageTrust Company and are not insured by the Federal Deposit Insurance Corporation or any other agency. The Fund is a security that has not been registered under the Securities Act of 1933 and is exempt from investment company registration under the Investment Company Act of 1940. For additional information regarding the Fund, including a description of the principal risks, please consult the VantageTrust II Funds Disclosure Memorandum, which is available when you log in at www.icmarc.org, or upon request by calling 800-669-7400.

Before investing in the Fund you should carefully consider your investment goals, tolerance for risk, investment time horizon, and personal circumstances. There is no guarantee that the Fund will meet its investment objective and you can lose money.

Transfer and Withdrawal Restriction: In an effort to facilitate orderly liquidation, the S10 Class is subject to a five (5) business day withdrawal restriction. This means that any transfer or withdrawal that includes the S10 Class will not take effect for up to five (5) business days following the date on which ICMA-RC receives the transfer or withdrawal instruction in good order. This restriction is not applicable to benefit payments.