



Local Government Investment Pool



TrustINDiana:
An Alternative Investment Option for Local
Governments

Presented by
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Summary

- Program Highlights
- LGIP Overview
- Portfolio Update
- Market Outlook

Program Highlights

General Information

- Authorized by the Indiana General Assembly's passage of Indiana Code 5-13-9-11 during its 2007 session
- TrustINDiana opened in February 2008 after an extensive due diligence and development process
- TrustINDiana is open to all local units of government including the State of Indiana
- Participants share a common pool of investments which stresses:
 - Safety – preservation of principal
 - Liquidity – same day access to funds
 - Yield – maximizes returns using economies of scale

Program Highlights

Safety

With TrustINDiana, the SAFETY of public funds is paramount

- Invests strictly in securities allowable by Indiana law
- Assets held by a third-party custodian (Bank of New York)
- Fund portfolio managed by professional team with over 20 years of experience
- Annual audit performed by an independent auditing firm
- At least 50% of portfolio funds held in Indiana banks

Program Highlights

Liquidity

TrustINDiana offers daily LIQUIDITY to all Participants

- Actively managed to ensure that cash is readily available
- Dollars invested today are available tomorrow with interest
- No withdrawal penalties
- No transaction or wire fees*
- Maximum weighted average maturity (WAM) of 60 days or less

*You may incur fees associated with wires and/or ACH transactions by your bank, but there will be no fees charged from TrustINDiana for such transactions.

Program Highlights

Yield

Program optimizes YIELD while maintaining safety

- TrustINDiana has maintained a competitive yield despite recent economic turbulence
- Serves as a diversification tool and offers larger scale investment options to smaller entities
- Portfolio managers have extensive fixed income/public sector expertise
- Returns are calculated and paid daily

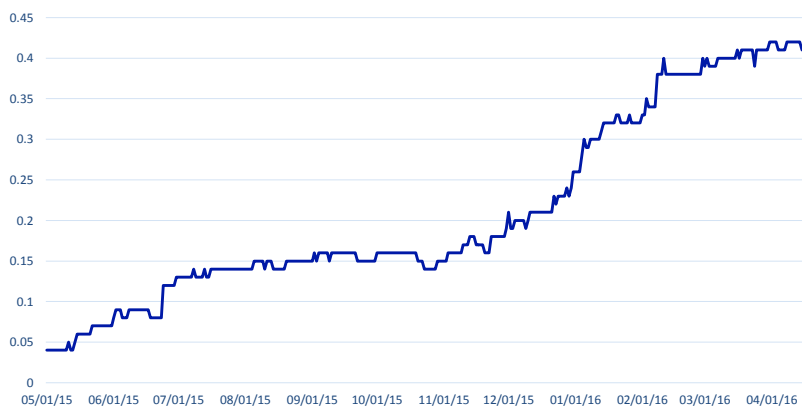
Program Highlights

Convenience

TrustINDiana was designed with CONVENIENCE in mind

- MYACCESS feature allows for fast, safe and secure online transaction processing and reporting access
- Funds transferrable via wire or ACH
- Experienced and professional client service team
- Monthly reporting, newsletters, economic updates and yield information all available online or via email

TrustINDiana Daily Yield (May 2015 – April 2016)*



*Past performance does not guarantee future results, yields can vary over time. Daily yield is the dividend factor multiplied by the number of days in the year. Any financial and/or investment decision may incur losses.

TrustINDiana Daily Rate for May 27, 2016:

0.45%*



*Past performance does not guarantee future results, yields can vary over time. Daily yield is the dividend factor multiplied by the number of days in the year. Any financial and/or investment decision may incur losses.

Source: Public Trust Advisors

9

How to open Your TrustINDiana Account

- No Resolution or Ordinance required
- See Registration Forms in packet provided (or online), and complete:
 - Account Setup, Key Contact/Authorized Signers, Bank Authorization, Subaccounts
- Finalize with authorized signature and email or fax paperwork to Client Services
- Account can be ready for use as soon as the next business day

For questions about the Registration Process, please contact:

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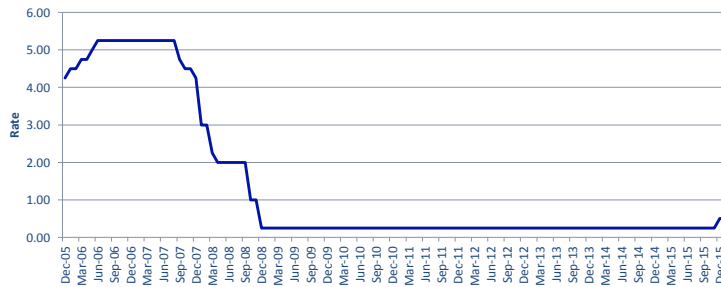
10



Investment Update

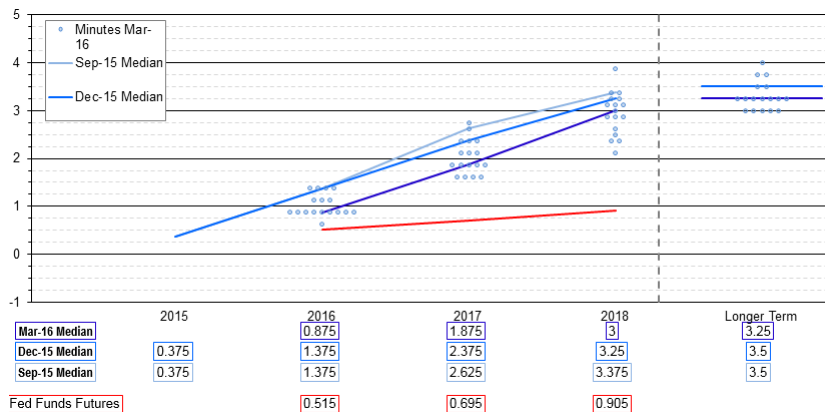
Economic Overview

Fed Funds Target Rate



- The Federal Reserve increased its target rate to a range of 0.25% to 0.50% on December 16, 2015
- The Fed's Mandate - maximum employment and price stability
- Since the 2007-2008 Global Financial Crisis the Fed has lowered interest rates to promote borrowing for capital investments and spending on goods and service

FOMC Dot Plot – March 2016

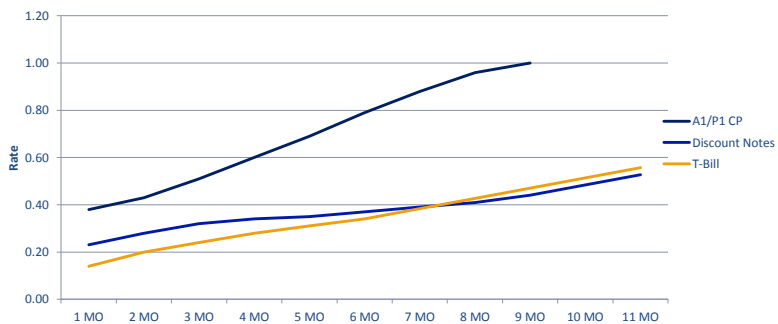


Source: Bloomberg

13

Economic Overview

Money Market Yield Curves



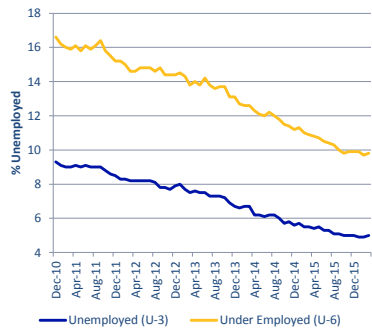
- Yield spread between Treasuries and Discount Notes remains historically tight
- Adding credit in the form of commercial paper can enhance the yield of the portfolio
- Money market yields have risen following the FOMC rate increase in December 2015

Source: Bloomberg

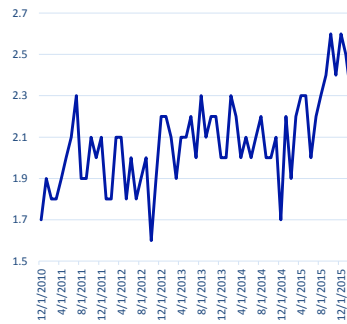
14

Economic Overview

US Unemployment Rate



US Average Hourly Earnings

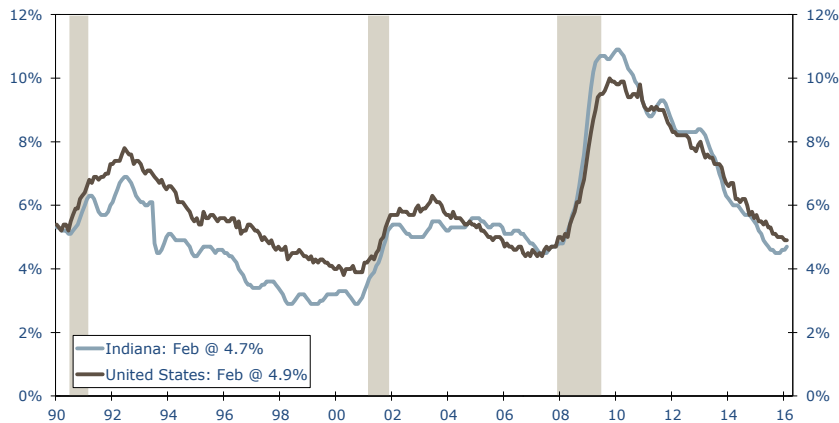


- The unemployment rate is at 4.9% which is the lowest since February 2008
- Despite the improving labor market, wage inflation is still increasing at a moderate pace

Source: Bloomberg

Indiana vs. U.S. Unemployment Rate

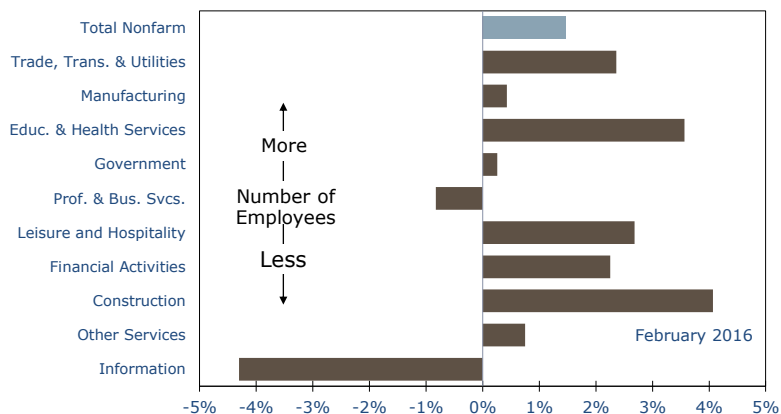
Seasonally Adjusted



Source: Wells Fargo

Indiana Employment Growth By Industry

Year-over-Year Percent Change, 3-MMA

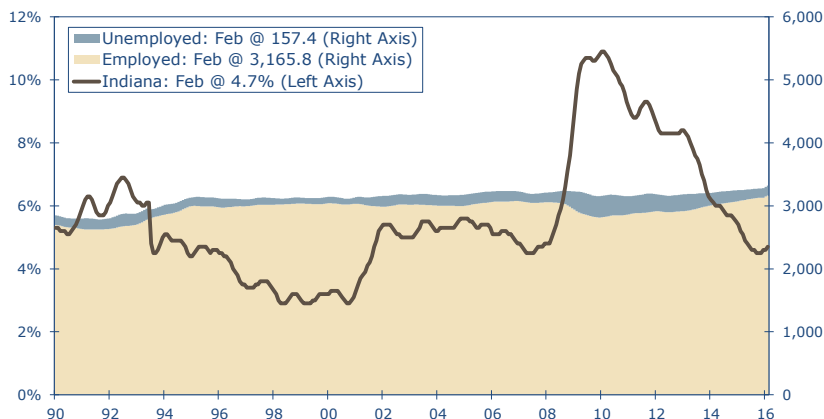


Source: Wells Fargo

17

Indiana Unemployment & Labor Force

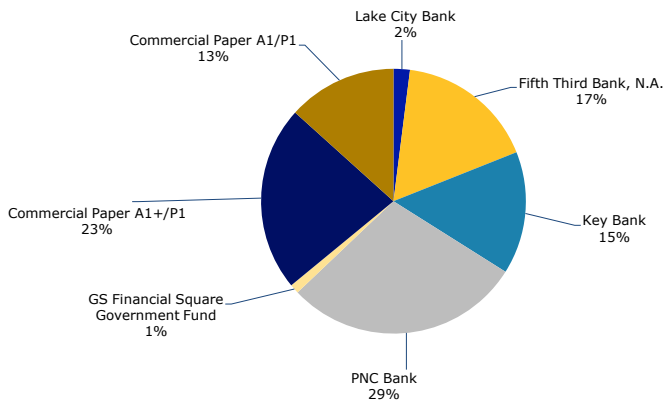
Percent, Thousands of Workers, Seasonally Adjusted



Source: Wells Fargo

18

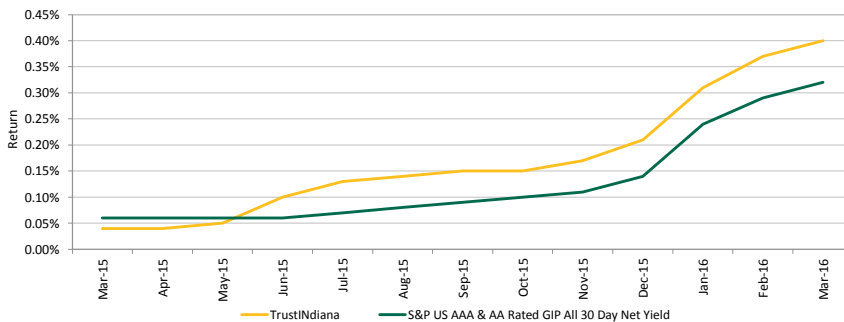
Asset Allocation as of March 31, 2016



Source: MFact

19

TrustIndiana vs. S&P AAA/AA GIP* - Comparison of 30 Day Net Yields

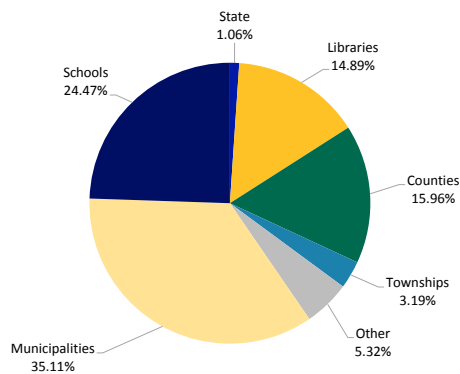


*The benchmark, the S&P US AAA & AA Rated GIP All 30 Day Net Yield (LGPG300) is a performance indicator of rated GIPs that maintain a stable net asset value of \$1.00 per share and is an unmanaged market index representative of the GIP universe. The S&P benchmark utilized in this comparison is a composite of all rated stable net asset value pools. GIPs in the index include only those rated based on Standard & Poor's money market criteria. Pools rated "AAAm" provide excellent safety and a superior capacity to maintain principal value while those rated "AAAm" offer very good safety and a strong capacity to maintain principal value (Source: Standard & Poor's website, 9/27/2013). The comparison between this index and the portfolio may differ in holdings, duration and percentage composition of each holding. Such differences may account for variances in yield. Public Trust Advisors, LLC took over the management and advisory services effective May 1, 2015. All data prior to this date is from the previous Investment Advisor. As both Investment Advisors adhered to the investment policy there may be variances in yield, weighted average maturities and portfolio composition due to differing investment styles. Past Performance is no guarantee of future results. Any financial and/or investment decision may incur losses.

Source: MFact and Bloomberg

20

Participant Accounts by Entity Type as of March 31, 2016



Source: MFact

21

Questions/Comments

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22

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