Arnerich Massena
Securing the Future Together

2045 NE Martin Luther King Jr. Blvd.
Portland, OR 97212
Phone: 503-239-0475
www.arnerichmassena.com

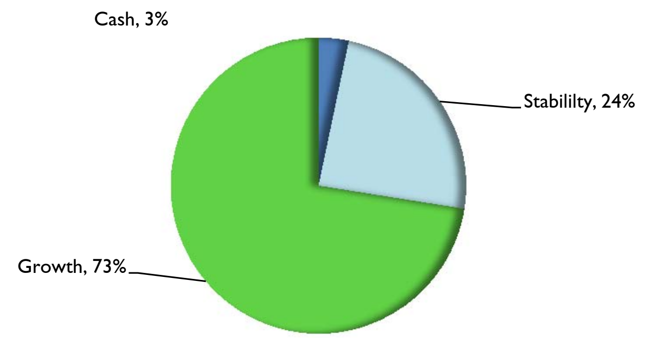
December 31, 2018

Objective The primary objective of the Foundation is to achieve a total return, net of fees, equal to or greater than spending, administrative fees and inflation.

$59.6 MM Market Value of Investment Portfolio as of December 31, 2018

Strategy Diversified long-term growth-oriented portfolio

Asset Allocation



Performance*	**Since 9/2012**	**5 Year**	**3 Year**	**1 Year**	**YTD**	**Qtr**
Foundation Portfolio	5.7%	3.8%	6.0%	-5.3%	-5.3%	-9.3%
Policy Index	5.4%	3.3%	4.8%	-6.4%	-6.4%	-8.4%

Asset Class Diversification

Cash & Stability	**27.5%**
Cash & Low Duration	3.3%
Money Market	1.9%
Vanguard ST Bond	1.4%
Global Fixed Income	15.5%
Dodge & Cox Income	7.9%
MetWest Total Return	7.6%
Low Volatility Strategies	8.7%
Brandywine Unconstrained Bond	2.2%
Castine Offshore Fund, Ltd	2.2%
Rimrock Low Vol	4.3%
Growth	**72.5%**
Large Cap US Equity	25.6%
Delaware US Growth Instl	3.0%
Dodge & Cox Stock	9.0%
Vanguard S&P 500	13.6%
Mid Cap US Equity	7.5%
Baird Midcap Inst	3.7%
Touchstone Mid Cap	3.8%
Small Cap US Equity	3.0%
Harbor Small Cap Growth	1.3%
Vulcan Value Partners Small Cap	1.7%
International Equity	20.9%
Dodge & Cox	5.5%
Grandeur Peak Emerging	4.4%
JO Hambro Intl Select	5.4%
JO Hambro Intl Small	4.6%
RWC Frontier Markets	1.0%
Growth Hedge	15.5%
Mudrick Distressed Opportunity Fund	3.1%
Weatherlow Offshore	6.7%
Whitebox Asymmetric Opportunities	5.7%
Total Portfolio	**100.0%**

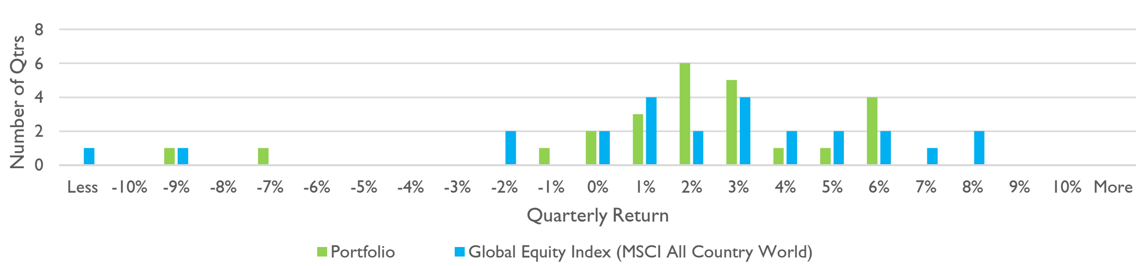
Quarterly Commentary:

After a difficult quarter for global markets, the YVCF portfolio ended the quarter declining 9.3%, versus a decline of 8.4% for the benchmark. Performance versus the policy benchmark held up for the year on a relative basis, with the portfolio falling 5.3% for the year, versus -6.4% for the policy benchmark. Equity market declines were wide-spread for the quarter, and as such, the portfolio was not immune to the volatility and ensuing decline. Performance for the quarter was aided by positive performance amongst the portfolio's fixed income investments (+0.9%). The portfolio's hedged investments contributed mixed results for the quarter, but aided resulted for the trailing one-year with the Growth Hedge category posting a 2.8% gain, versus a -5.8% loss for the corresponding benchmark.

The fourth quarter of 2018 was one of the worst since the GFC (Global Financial Crisis) in terms of performance. Weakening growth in China and Europe, coupled with declining earnings growth expectations in the US, contributed to weakness in global equity markets. The Fed's decision to raise rates in December added additional pressure to market sentiment. Despite these headwinds, debt markets remained liquid, economic fundamentals remained in-tact, and corporate earnings -while tempered with respect to growth- were generally resilient for the quarter. Going forward we feel we are well positioned for heightened volatility and continue to seek investment opportunities that will generate long-term growth.

Risk Management:

The Foundation seeks to limit volatility through a diversified investment approach. The chart below illustrates how the portfolio seeks to limit downside risk during market declines (i.e. less negative quarters), while generating consistent positive returns over time.



* Annualized performance for periods greater than one year.