THE CONVENTION CENTER AUTHORITY OF THE METROPOLITAN GOVERNMENT OF NASHVILLE AND DAVIDSON COUNTY EMPLOYEES' SAVINGS TRUST

Financial Statements and Supplemental Information

December 31, 2015

(With Independent Auditors' Report Thereon)

THE CONVENTION CENTER AUTHORITY OF THE METROPOLITAN GOVERNMENT OF NASHVILLE AND DAVIDSON COUNTY EMPLOYEES' SAVINGS TRUST

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Note: Other schedules required by Section 2520.103-10 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974 have been omitted because they are not applicable.

KPMG LLP
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Independent Auditors' Report

The Plan Administrator
The Convention Center Authority of the Metropolitan Government of Nashville and Davidson County Employees' Savings Trust:

Report on the Financial Statements

We were engaged to audit the accompanying financial statements of The Convention Center Authority of the Metropolitan Government of Nashville and Davidson County Employees' Savings Trust (the Plan), which comprise the statement of net assets available for benefits as of December 31, 2015, and the related statement of changes in net assets available for benefits for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on conducting the audit in accordance with auditing standards generally accepted in the United States of America. Because of the matters described in the Basis for Disclaimer of Opinion paragraph, however, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion.

Basis for Disclaimer of Opinion

As permitted by 29 CFR 2520.103-8 of the Department of Labor's (DOL) Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974, the plan administrator instructed us not to perform, and we did not perform, any auditing procedures with respect to the information summarized in note 5, which was certified by MG Trust Company, the custodian of the Plan, except for comparing such information with the related information included in the financial statements. We have been informed by the plan administrator that the custodian holds the Plan's investment assets and executes investment transactions. The plan administrator has obtained a certification from the custodian as of and for the year ended December 31, 2015, that the information provided to the plan administrator by the custodian is complete and accurate.

Disclaimer of Opinion

Because of the significance of the matter described in the Basis for Disclaimer of Opinion paragraph, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion. Accordingly, we do not express an opinion on these financial statements.

Other Matter – Supplemental Schedule

The supplemental schedule (Schedule H, Line 4i – Schedule of Assets Held at End of Year) as of December 31, 2015, is required by the DOL's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974 and is presented for the purpose of additional analysis and is not a required part of the financial statements. Because of the significance of the matter described in the Basis for Disclaimer of Opinion paragraph, we do not express an opinion on this supplemental schedule.

Report on Form and Content in Compliance with DOL's Rules and Regulations

The form and content of the information included in the financial statements and supplemental schedule, other than that derived from the information certified by the custodian, have been audited by us in accordance with auditing standards generally accepted in the United States of America and, in our opinion, are presented in compliance with the DOL's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974.

KPMG LLP

Nashville, Tennessee
October 16, 2016

THE CONVENTION CENTER AUTHORITY OF THE METROPOLITAN GOVERNMENT OF NASHVILLE AND DAVIDSON COUNTY EMPLOYEES' SAVINGS TRUST

Statement of Net Assets Available for Benefits

December 31, 2015

Assets:		
Cash	$	10,912
Investments, at fair value:		
Mutual funds		686,668
Guaranteed investment contract		11,347
Total investments		698,015
Contributions receivable		10,267
Total assets		719,194
Adjustment from fair value to contract value for fully benefit-responsive investment contract		(216)
Net assets available for benefits	$	718,978

See accompanying notes to financial statements.

THE CONVENTION CENTER AUTHORITY OF THE METROPOLITAN GOVERNMENT OF NASHVILLE AND DAVIDSON COUNTY EMPLOYEES' SAVINGS TRUST

Statement of Changes in Net Assets Available for Benefits

Year ended December 31, 2015

Additions:		
Investment income (loss):		
Net depreciation in value of investments	$	(32,829)
Interest and dividends		18,736
Total investment income (loss)		(14,093)
Contributions:		
Participants		165,986
Employer		116,173
Rollovers		34,246
Total contributions		316,405
Total additions		302,312
Deductions:		
Benefits paid directly to participants		71,280
Administrative fees and charges		7,412
Total deductions		78,692
Net increase in net assets available for benefits		223,620
Net assets available for benefits:		
Beginning of year		495,358
End of year	$	718,978

See accompanying notes to financial statements.

(1) Description of the Plan

The following description of The Convention Center Authority of the Metropolitan Government of Nashville and Davidson County Employees' Savings Trust (the Plan) provides only general information. Participants should refer to the Plan document for a more complete description of the Plan's provisions.

(a) General

The Plan, adopted effective January 1, 2013, is a defined contribution plan covering substantially all employees hired directly by the Convention Center Authority of the Metropolitan Government of Nashville and Davidson County, Tennessee (the Employer or Authority) who are at least 18 years of age. The Plan is subject to the provisions of the Employment Retirement Income Security Act of 1974 (ERISA).

CUNA Mutual Retirement Solutions (CUNA) serves as the record keeper of the Plan and maintains and administers the Plan's records and investment allocations for the benefit of participants. MG Trust Company is the custodian of the Plan assets.

(b) Contributions

Upon achieving eligibility to participate in the Plan, employees must elect to participate or not participate in the Plan. Participants may contribute up to the maximum amount allowed by federal law and direct the investment of their contributions into various investment options offered by the Plan. The Employer may make a discretionary matching contribution on behalf of each participant. In 2015, the Employer matched 100% of employee contributions up to 3% of salary and 50% of employee contributions up to 5% of salary. For the year ended December 31, 2015, there were $116,173 in Employer discretionary contributions made to the Plan.

(c) Participant Accounts

Each participant's account is credited with the participant's contribution and allocations of the Employer's contribution and Plan earnings. Allocations are based on participant earnings or account balances, as defined by the Plan document. The benefit to which a participant is entitled is the benefit that can be provided from the participant's vested account.

(d) Vesting

Participants are immediately vested in their contributions, rollover contributions and actual earnings thereon. Participants vest 20% at the end of the first year of service and then vest 20% per year in the Employer's contribution portion of their account plus actual earnings thereon, for each year of credited service as defined by the Plan document. A participant is 100% vested after five years of credited service.

(e) Forfeitures

Forfeitures of terminated participants' nonvested accounts are used to reduce future Employer contributions or to pay Plan administrative expenses. At December 31, 2015, the forfeited nonvested account totaled $24,938. This account will be used to reduce future Employer contributions or to pay Plan administrative expenses.

(f) Payment of Benefits

On termination of service, whether due to death, disability, retirement, or otherwise, the participant or the beneficiary of the participant shall receive a lump-sum payment in cash. The Plan also permits in-service withdrawals due to financial hardship, in accordance with provisions specified in the Plan document.

(g) Administrative Expenses

The Plan's expenses are paid either by the Plan or the Authority, as provided by the Plan document. Expenses that are paid directly by the Authority are excluded from these financial statements. Certain expenses incurred in connection with the general administration of the Plan that are paid by the Plan are recorded as deductions in the accompanying statement of changes in net assets available for benefits. In addition, certain investment-related expenses are included in net depreciation of fair value of investments presented in the accompanying statement of changes in net assets available for benefits.

(h) Participant Loans

Participant loans are not permitted under the Plan.

(2) Summary of Significant Accounting Policies

(a) Basis of Presentation

The financial statements of the Plan are prepared under the accrual basis of accounting.

Investment contracts held by a defined contribution plan are required to be reported at fair value. However, contract value is the relevant measurement attribute for that portion of the net assets available for benefits of a defined contribution plan attributable to fully benefit-responsive investment contracts because contract value is the amount participants would receive if they were to initiate permitted transactions under the terms of the plan. The Statement of Net Assets Available for Benefits presents the fair value of the investment contracts as well as the adjustment of the fully benefit-responsive investment contracts from fair value to contract value. The Statement of Changes in Net Assets Available for Benefits is prepared using the contract value basis for fully benefit-responsive investment contracts.

(b) Use of Estimates

The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and changes therein, and disclosure of contingent assets and liabilities. Actual results could differ from those estimates.

(c) Investment Valuation and Income Recognition

Investments are reported at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. See note 3 for discussion of fair value measurements.

Purchases and sales of securities are recorded on a trade-date basis. Interest income is recorded on the accrual basis. Dividends are recorded on the ex-dividend date. Net depreciation includes the Plan's gains and losses on investments bought and sold as well as held during the year.

(d) Payments of Benefits

Benefits are recorded when paid.

(e) Excess Contributions Payable

The Plan is required to return contributions received during the Plan year in excess of the IRC limits. There were no excess contributions payable in 2015.

(f) Recent Accounting Pronouncements

In May 2015, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) No. 2015-07, *Fair Value Measurement (Topic 820) Disclosures for Investments in Certain Entities that Calculate Net Asset Value per Share (or Its Equivalent)*. The amendments in this ASU remove the requirement to categorize within the fair value hierarchy all investments for which fair value is measured using the net asset value per share practical expedient. This guidance also removes the requirement to make certain disclosures for all investments that are eligible to be measured at fair value using the net asset value per share practical expedient. The amendments in this ASU are effective for fiscal years beginning after December 15, 2015, and interim periods within those fiscal years. The Plan should apply the amendments retrospectively to all periods presented. Earlier application is permitted. Plan management is currently evaluating the impact of adopting this guidance on the financial statements.

In July 2015, the Financial Accounting Standards Board (FASB) issued Update No. 2015-12, *Plan Accounting: Defined Benefit Pension Plans (Topic 960), Defined Contribution Pension Plans (Topic 962), Health and Welfare Benefit Plans (Topic 965): (Part I) Fully Benefit-Responsive Investment Contracts, (Part II) Plan Investment Disclosures, (Part III) Measurement Date Practical Expedient (Consensuses of the FASB Emerging Issues Task Force)*. This three-part standard simplifies employee benefit plan reporting with respect to fully benefit-responsive investment contracts and plan investment disclosures, and provides for a measurement-date practical expedient. Parts I and II are effective for fiscal years beginning after December 15, 2015 and should be applied retrospectively, with early adoption permitted. Part III is effective for fiscal years beginning after December 15, 2015 and should be applied prospectively, with early adoption permitted.

The update seeks to reduce the cost and complexity of reporting fully benefit responsive investment contracts. Plan management is currently evaluating the impact of adopting this accounting standard update on the financial statements and disclosures.

(3) Fair Value Measurements

The framework for measuring fair value provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). The three levels of the fair value hierarchy under FASB ASC 820 are described as follows:

Level 1: Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Plan has the ability to access.

Level 2: Inputs to the valuation methodology include:

- quoted prices for similar assets or liabilities in active markets;
- quoted prices for identical or similar assets or liabilities in inactive markets;
- inputs other than quoted prices that are observable for the asset or liability; and
- inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3: Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Following is a description of the valuation methodologies used for assets measured at fair value.

Mutual funds – Valued at the daily closing price as reported by the fund. Mutual funds held by the Plan are open-end mutual funds that are registered with the Securities and Exchange Commission. These funds are required to publish their daily net asset value (NAV) and to transact at that price. The mutual funds held by the Plan are deemed to be actively traded.

Guaranteed investment contract – Valued at contract value, which utilizes a cost approach to approximate fair value. Since the participants transact at contract value, fair value is determined annually for financial statement reporting purposes only.

The following table sets forth by level, within the fair value hierarchy, the Plan's investments at fair value as of December 31, 2015:

Description	Level 1	Level 2	Level 3	Total
Cash	$ 10,912	—	—	10,912
Mutual funds:				
Balanced Funds	623,739	—	—	623,739
Index Funds	34,267	—	—	34,267
Fixed Income Funds	3,724	—	—	3,724
Money Market Funds	24,938	—	—	24,938
Guaranteed Investment Contract	—	11,347	—	11,347
Total assets at fair value	$ 697,580	11,347	—	708,927

(4) Investments

The following investments represent 5% or more of the Plan's net assets at December 31, 2015:

JPMorgan SmartRetirement 2025	$ 49,661
JPMorgan SmartRetirement 2030	78,560
JPMorgan SmartRetirement 2035	125,813
JPMorgan SmartRetirement 2040	66,936
JPMorgan SmartRetirement 2045	76,881
JPMorgan SmartRetirement 2050	119,278
JPMorgan SmartRetirement 2055	37,482

During the year ended December 31, 2015, the Plan's investments (including gains and losses on investments bought and sold, as well as held during the year) depreciated in value by $32,829 and related entirely to mutual funds.

(5) Information Certified by the Plan's Trustee

The plan administrator has elected the method of annual reporting compliance permitted by 29 CFR 2520.103-8 of the Department of Labor's Rules and Regulations for Reporting and Disclosures under ERISA. Accordingly, MG Trust Company, the custodian, has certified that the following data included in the accompanying financial statements and supplemental schedule are complete and accurate at December 31, 2015:

Mutual funds	$	686,668
Guaranteed investment contract , at contract value		11,131
Interest bearing cash		10,912
Net depreciation in fair value		(32,829)
Interest and dividends		18,736

The Plan's independent auditor did not perform auditing procedures with respect to this information, except for comparing such information to the related information included in the financial statements and supplemental schedule.

(6) Income Tax Status

The Plan has adopted a prototype Volume Submitter Profit Sharing Plan as provided by the Plan's record keeper, CUNA Mutual Retirement Solutions. The IRS issued an opinion letter dated March 31, 2008, indicating that the prototype profit sharing plan is designed in accordance with applicable sections of the IRC. Although the Plan is amended periodically, the plan administrator believes that the Plan is currently designed and being operated in compliance with the applicable requirements of the IRC. Therefore, no provision for income taxes has been included in the Plan's financial statements.

Accounting principles generally accepted in the United States of America require Plan management to evaluate tax positions taken by the Plan and recognize a tax liability (or asset) if the Plan has taken an uncertain position that more likely than not would not be sustained upon examination by the IRS. The Plan is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any tax periods in progress.

(7) Transactions with Parties-in-Interest

Certain Plan investments are shares of mutual funds managed by CUNA Mutual Retirement Solutions. CUNA Mutual Retirement Solutions is the record keeper of the Plan's assets and, therefore, qualifies as a party-in-interest.

(8) Plan Termination

Although it has not expressed any intent to do so, the Authority has the right under the Plan to discontinue its contributions at any time and to terminate the Plan subject to the provisions of ERISA. In the event of Plan termination, participants will become 100% vested in their accounts.

(Continued)

(9) Risks and Uncertainties

The Plan invests in various investment securities. Investment securities are exposed to various risks such as interest rate, market, and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect participants' account balances and the amounts reported in the statements of net assets available for benefits.

(10) Reconciliation of Financial Statements to Form 5500

The following is a reconciliation of net assets available for benefits according to the financial statements as compared to Form 5500 at December 31:

Net assets available for benefits per the financial statements	$	718,978
Less contribution receivable at end of year		(10,267)
Investment contract – contract value adjustment		216
Other		(199)
Net assets available for benefits per Form 5500	$	708,728

The following is a reconciliation of the net increase in net assets available for benefits according to the financial statements as compared to Form 5500 at December 31:

Total increase in net assets available for benefits	$	223,620
Add contribution receivable at beginning of year		9,047
Less contribution receivable at end of year		(10,267)
Total increase in net assets available for benefits per Form 5500	$	222,400

The following is a reconciliation of employee contributions according to the financial statements as compared to Form 5500 at December 31:

Participant contributions per financial statements	$	165,986
Add participant contribution receivable at beginning of year		5,389
Less participant contribution receivable at end of year		(6,076)
Total employee contributions per Form 5500	$	165,299

The following is a reconciliation of employer contributions according to the financial statements as compared to Form 5500 at December 31:

Employer contributions per financial statements	$	116,173
Add employer contribution receivable at beginning of year		3,642
Less employer contribution receivable at end of year		(4,191)
Total employee contributions per Form 5500	$	115,624

(11) Subsequent Events

The Plan has evaluated subsequent events from December 31, 2015 through October 16, 2016, the date of issuance of its financial statements, and determined there are no items to disclose.

SUPPLEMENTAL INFORMATION

THE CONVENTION CENTER AUTHORITY OF THE METROPOLITAN GOVERNMENT OF NASHVILLE AND DAVIDSON COUNTY EMPLOYEES' SAVINGS TRUST

EIN: 27-2078125, Plan No. 001

Schedule H, Line 4i – Schedule of Assets (Held at End of Year)

December 31, 2015

(a)	(b) Identity of issue, borrower, lessor, or similar party	(c) Description of investment including maturity date, rate of interest, par, or maturity value		(e) Current value
	JPMorgan	JPMORGAN SMARTRETIREMENT 2015	$	6,374
	JPMorgan	JPMORGAN SMARTRETIREMENT 2020		17,115
	JPMorgan	JPMORGAN SMARTRETIREMENT 2025		49,661
	JPMorgan	JPMORGAN SMARTRETIREMENT 2030		78,560
	JPMorgan	JPMORGAN SMARTRETIREMENT 2035		125,813
	JPMorgan	JPMORGAN SMARTRETIREMENT 2040		66,936
	JPMorgan	JPMORGAN SMARTRETIREMENT 2045		76,881
	JPMorgan	JPMORGAN SMARTRETIREMENT 2050		119,278
	JPMorgan	JPMORGAN SMARTRETIREMENT 2055		37,482
	JPMorgan	JPMORGAN SMARTRETIREMENT INCOM		9,527
	JPMorgan	JP MORGAN RESEARCH MRKT NEUTRAL FD – A		1,065
	JPMorgan	JPMORGAN CORE BOND FUND-R2		1,223
	BlackRock	BLACKROCK INFLATION PROTECT BD SER – C		1,971
	BlackRock	BLACKROCK S & P STOCK FUND- A		33,201
	AllianceBernstein	ALLIANCE/BERN DISCOVERY VALUE FD – R		1,846
	American Funds	AM FDS EUROPACIFIC GROWTH – R3		6,779
	Deutsche Bank	DEUTSCHE ENHANCED COMMODITY STRATEGY A		612
	Franklin Templeton	FRANKLIN RISING DIVIDENDS – R		4,609
	Franklin Templeton	HIGH INCOME FD R SH		6,754
	Franklin Templeton	TEMPLETON GLOBAL BOND FUND		530
	John Hancock	J HANCOCK INCOME FD – R3		2,697
	Oppenheimer	OPPENHEIMER CASH RESERVES – A		24,938
	Prudential Investments	PRUD-JENNISON SMALL COMP FD – R		4,014
	Prudential Investments	PRUDENTIAL GLOBAL REAL EST- R (1548)		5,809
	Wells Fargo	WFA EMERGING MARKETS EQUITY FD A SHARES		2,993
		Total mutual fund accounts		686,668
*	CUNA Mutual	GUARANTEED ACCOUNT (CLASS 23)		11,347
		Total Guaranteed Investment Contract		11,347
	Matrix Trust Company	INTEREST BEARING CASH		10,912
		Total assets held at end of year	$	708,927

* Party-in-interest

Note: Investments are participant directed, thus cost information is not required. The above information has been certified as complete and accurate by MG Trust Company.

See accompanying independent auditors' report.