

**LEGACY FUND  
INVESTMENT PERFORMANCE REPORT AS OF DECEMBER 31, 2014**

	December-14					September-14					Current FYTD		Prior Year FY14	
	Market Value	Allocation		Quarter		Market Value	Allocation		Quarter		Returns		Returns	
		Actual	Policy	Gross <sup>(1)</sup>	Net		Actual	Policy	Gross <sup>(1)</sup>	Net	Gross <sup>(1)</sup>	Net	Gross <sup>(1)</sup>	Net
<b>TOTAL LEGACY FUND</b>	<b>2,900,880,837</b>	<b>100.0%</b>	<b>100.0%</b>	<b>2.12%</b>	<b>2.07%</b>	<b>2,516,568,041</b>	<b>100.0%</b>	<b>100.0%</b>	<b>-1.71%</b>	<b>-1.77%</b>	<b>0.37%</b>	<b>0.27%</b>	<b>6.83%</b>	<b>6.64%</b>
<i>POLICY TARGET BENCHMARK</i>				1.80%	1.80%				-1.60%	-1.60%	0.17%	0.17%	5.54%	5.54%
ATTRIBUTION ANALYSIS														
<b>Asset Allocation</b>				<b>0.00%</b>	<b>0.00%</b>				<b>0.00%</b>	<b>0.00%</b>	<b>0.00%</b>	<b>0.00%</b>	<b>-0.01%</b>	<b>-0.01%</b>
<b>Manager Selection</b>				<b>0.32%</b>	<b>0.27%</b>				<b>-0.12%</b>	<b>-0.17%</b>	<b>0.20%</b>	<b>0.10%</b>	<b>1.30%</b>	<b>1.11%</b>
<b>TOTAL RELATIVE RETURN</b>				<b>0.32%</b>	<b>0.27%</b>				<b>-0.12%</b>	<b>-0.17%</b>	<b>0.20%</b>	<b>0.10%</b>	<b>1.29%</b>	<b>1.10%</b>
<b>LARGE CAP DOMESTIC EQUITY</b>														
Los Angeles Capital	191,045,943	6.6%	6.6%	5.47%	5.42%	166,097,064	6.6%	6.6%	1.58%	1.54%	7.14%	7.04%	N/A	N/A
<i>Russell 1000 Growth</i>				<b>4.78%</b>	<b>4.78%</b>				<b>1.49%</b>	<b>1.49%</b>	<b>6.34%</b>	<b>6.34%</b>		
LSV	193,231,379	6.7%	6.6%	5.54%	5.46%	165,327,913	6.6%	6.6%	-0.46%	-0.52%	5.06%	4.92%	N/A	N/A
<i>Russell 1000 Value</i>				<b>4.98%</b>	<b>4.98%</b>				<b>-0.19%</b>	<b>-0.19%</b>	<b>4.78%</b>	<b>4.78%</b>		
Los Angeles Capital	128,032,469	4.4%	4.4%	5.25%	5.22%	110,457,407	4.4%	4.4%	0.86%	0.83%	6.16%	6.09%	N/A	N/A
<i>Russell 1000</i>				<b>4.88%</b>	<b>4.88%</b>				<b>0.65%</b>	<b>0.65%</b>	<b>5.57%</b>	<b>5.57%</b>		
Clifton Group	128,045,122	4.4%	4.4%	5.15%	5.15%	111,649,309	4.4%	4.4%	1.18%	1.11%	6.38%	6.31%	N/A	N/A
<i>S&amp;P 500</i>				<b>4.93%</b>	<b>4.93%</b>				<b>1.13%</b>	<b>1.13%</b>	<b>6.12%</b>	<b>6.12%</b>		
<b>TOTAL LARGE CAP DOMESTIC EQUITY</b>	<b>640,354,913</b>	<b>22.1%</b>	<b>22.0%</b>	<b>5.50%</b>	<b>5.46%</b>	<b>553,531,693</b>	<b>22.0%</b>	<b>22.0%</b>	<b>0.62%</b>	<b>0.57%</b>	<b>6.15%</b>	<b>6.05%</b>	<b>N/A</b>	<b>N/A</b>
<i>Russell 1000</i>				<b>4.88%</b>	<b>4.88%</b>				<b>0.65%</b>	<b>0.65%</b>	<b>5.57%</b>	<b>5.57%</b>		
<b>SMALL CAP DOMESTIC EQUITY</b>														
Research Affiliates	70,004,841	2.4%	2.4%	10.52%	10.44%	60,470,490	2.4%	2.4%	-7.00%	-7.07%	2.79%	2.63%	N/A	N/A
Clifton	168,529,618	5.8%	5.8%	10.44%	10.44%	129,761,488	5.2%	5.2%	-7.23%	-7.41%	2.45%	2.25%	N/A	N/A
<b>TOTAL SMALL CAP DOMESTIC EQUITY</b>	<b>238,534,459</b>	<b>8.2%</b>	<b>8.0%</b>	<b>10.46%</b>	<b>10.44%</b>	<b>190,231,978</b>	<b>7.6%</b>	<b>7.6%</b>	<b>-7.15%</b>	<b>-7.29%</b>	<b>2.57%</b>	<b>2.39%</b>	<b>N/A</b>	<b>N/A</b>
<i>Russell 2000</i>				<b>9.73%</b>	<b>9.73%</b>				<b>-7.36%</b>	<b>-7.36%</b>	<b>1.65%</b>	<b>1.65%</b>		
<b>INTERNATIONAL EQUITY</b>														
Capital Group	227,657,125	7.8%	7.8%	-1.43%	-1.52%	196,357,964	7.8%	7.8%	-5.78%	-5.86%	-7.12%	-7.29%	N/A	N/A
LSV	225,288,693	7.8%	7.8%	-3.60%	-3.70%	194,250,108	7.7%	7.7%	-6.45%	-6.53%	-9.81%	-9.99%	N/A	N/A
<i>MSCI EAFE</i>				<b>-3.57%</b>	<b>-3.57%</b>				<b>-5.88%</b>	<b>-5.88%</b>	<b>-9.24%</b>	<b>-9.24%</b>		
DFA	56,897,869	2.0%	2.0%	-3.97%	-3.97%	48,150,927	1.9%	1.9%	-8.53%	-8.53%	-12.15%	-12.15%	N/A	N/A
Vanguard (1)	57,035,986	2.0%	2.0%	-3.50%	-3.50%	48,775,291	1.9%	1.9%	-5.84%	-5.84%	-9.14%	-9.14%	N/A	N/A
<i>S&amp;P/Citigroup BMI EPAC &lt; \$2BN</i>				<b>-4.44%</b>	<b>-4.44%</b>				<b>-5.94%</b>	<b>-5.94%</b>	<b>-10.12%</b>	<b>-10.12%</b>		
<b>TOTAL INTERNATIONAL EQUITY</b>	<b>566,879,673</b>	<b>19.5%</b>	<b>20.0%</b>	<b>-2.73%</b>	<b>-2.81%</b>	<b>487,534,290</b>	<b>19.4%</b>	<b>19.4%</b>	<b>-6.41%</b>	<b>-6.48%</b>	<b>-8.97%</b>	<b>-9.11%</b>	<b>N/A</b>	<b>N/A</b>
<i>MSCI EAFE</i>				<b>-3.57%</b>	<b>-3.57%</b>				<b>-5.88%</b>	<b>-5.88%</b>	<b>-9.24%</b>	<b>-9.24%</b>		
<b>FIXED INCOME</b>														
Western Asset	327,529,166	11.3%	11.3%	1.63%	1.60%	224,061,194	8.9%	8.9%	0.36%	0.32%	1.99%	1.92%	N/A	N/A
Prudential	81,921,935	2.8%	2.8%	1.97%	1.90%	56,647,412	2.3%	2.2%	-0.31%	-0.38%	1.65%	1.51%	N/A	N/A
PIMCO (DiSCO) (1)	39,412,622	1.4%	1.4%	-0.35%	-0.35%	32,793,038	1.3%	1.3%	1.43%	1.43%	1.08%	1.08%	N/A	N/A
PIMCO (BRAVO II) (1)	12,071,168	0.4%	0.4%	3.49%	3.49%	7,566,995	0.3%	0.3%	0.00%	0.00%	3.49%	3.49%	N/A	N/A
<i>BC Aggregate</i>				<b>1.78%</b>	<b>1.78%</b>				<b>0.17%</b>	<b>0.17%</b>	<b>1.95%</b>	<b>1.95%</b>		

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	Market Value	Allocation		Quarter		Market Value	Allocation		Quarter		Returns		Returns	
		Actual	Policy	Gross <sup>(1)</sup>	Net		Actual	Policy	Gross <sup>(1)</sup>	Net	Gross <sup>(1)</sup>	Net	Gross <sup>(1)</sup>	Net
Declaration (Total Return) (1) <b>3m LIBOR</b>	77,893,283	2.7%	2.7%	0.99%	0.99%	58,399,014	2.3%	2.3%	0.65%	0.65%	1.65%	1.65%	N/A	N/A
				<b>0.06%</b>	<b>0.06%</b>				<b>0.06%</b>	<b>0.06%</b>	<b>0.12%</b>	<b>0.12%</b>		
State Street <b>BC Gov/Credit</b>	143,035,239	4.9%	4.9%	1.83%	1.82%	99,390,152	3.9%	3.9%	0.16%	0.15%	1.99%	1.98%	N/A	N/A
				<b>1.80%</b>	<b>1.80%</b>				<b>0.17%</b>	<b>0.17%</b>	<b>1.98%</b>	<b>1.98%</b>		
Wells Capital <b>BC Credit Baa</b>	327,940,491	11.3%	11.3%	1.59%	1.55%	224,945,343	8.9%	8.9%	-0.12%	-0.17%	1.47%	1.37%	N/A	N/A
				<b>1.26%</b>	<b>1.26%</b>				<b>-1.60%</b>	<b>-1.60%</b>	<b>-0.36%</b>	<b>-0.36%</b>		
<b>TOTAL FIXED INCOME</b> <b>BC Aggregate</b>	<b>1,009,803,904</b>	<b>34.8%</b>	<b>34.8%</b>	<b>1.55%</b>	<b>1.52%</b>	<b>703,803,147</b>	<b>28.0%</b>	<b>28.0%</b>	<b>0.20%</b>	<b>0.16%</b>	<b>1.75%</b>	<b>1.68%</b>	<b>N/A</b>	<b>N/A</b>
				<b>1.78%</b>	<b>1.78%</b>				<b>0.17%</b>	<b>0.17%</b>	<b>1.95%</b>	<b>1.95%</b>		
<b>DIVERSIFIED REAL ASSETS (formerly Inflation Protected</b> <b>Western</b>	211,717,138	7.3%	7.3%	-0.43%	-0.46%	141,601,650	5.6%	5.6%	-2.09%	-2.13%	-2.51%	-2.59%	N/A	N/A
<b>TOTAL DIVERSIFIED REAL ASSETS</b> <b>BC Global Inflation Linked Index</b>	<b>211,717,138</b>	<b>7.3%</b>	<b>7.3%</b>	<b>-0.43%</b>	<b>-0.46%</b>	<b>141,601,651</b>	<b>5.6%</b>	<b>5.6%</b>	<b>-2.10%</b>	<b>-2.11%</b>	<b>-2.52%</b>	<b>-2.56%</b>	<b>N/A</b>	<b>N/A</b>
				<b>-0.14%</b>	<b>-0.14%</b>				<b>-2.76%</b>	<b>-2.76%</b>	<b>-2.89%</b>	<b>-2.89%</b>		
<b>REAL ESTATE</b> JP Morgan	78,672,478	2.7%	2.5%	3.84%	3.57%	72,301,896	2.9%	2.5%	0.00%	0.04%	3.84%	3.61%	N/A	N/A
Invesco	66,827,989	2.3%	2.5%	3.50%	3.40%	53,323,533	2.1%	2.5%	3.44%	3.35%	7.06%	6.87%	N/A	N/A
<b>TOTAL REAL ESTATE</b> <b>NCREIF Total Index</b>	<b>145,500,467</b>	<b>5.0%</b>	<b>5.0%</b>	<b>3.69%</b>	<b>3.50%</b>	<b>125,625,429</b>	<b>5.0%</b>	<b>5.0%</b>	<b>1.43%</b>	<b>1.41%</b>	<b>5.17%</b>	<b>4.97%</b>	<b>N/A</b>	<b>N/A</b>
				<b>3.04%</b>	<b>3.04%</b>				<b>2.63%</b>	<b>2.63%</b>	<b>5.76%</b>	<b>5.76%</b>		
<b>CASH EQUIVALENTS</b> Northern Trust (1)	11,440,987			0.00%	0.00%	2,572,819			0.00%	0.00%	0.01%	0.01%	0.01%	0.01%
<b>TOTAL CASH EQUIVALENTS</b> <b>90 Day T-Bill</b>	<b>11,440,987</b>	<b>0.4%</b>	<b>0.0%</b>	<b>0.00%</b>	<b>0.00%</b>	<b>2,572,819</b>	<b>0.1%</b>	<b>0.0%</b>	<b>0.00%</b>	<b>0.00%</b>	<b>0.01%</b>	<b>0.01%</b>	<b>0.01%</b>	<b>0.01%</b>
				<b>0.00%</b>	<b>0.00%</b>				<b>0.01%</b>	<b>0.01%</b>	<b>0.01%</b>	<b>0.01%</b>	<b>0.06%</b>	<b>0.06%</b>
<b>SHORT TERM FIXED INCOME</b> Babson Capital	43,642,546	1.5%	1.4%	0.45%	0.38%	172,382,049	6.8%	6.2%	0.28%	0.23%	0.73%	0.61%	2.82%	2.65%
<b>BC 1-3 Year US Gov't Index</b>				<b>0.19%</b>	<b>0.19%</b>				<b>0.03%</b>	<b>0.03%</b>	<b>0.23%</b>	<b>0.23%</b>	<b>0.77%</b>	<b>0.77%</b>
JP Morgan <b>BC 1-3 Year Gov/Credit Index</b>	33,006,749	1.1%	1.4%	0.04%	0.04%	139,284,985	5.5%	6.2%	0.04%	-0.04%	0.08%	0.00%	1.36%	1.24%
				<b>0.17%</b>	<b>0.17%</b>				<b>0.04%</b>	<b>0.04%</b>	<b>0.21%</b>	<b>0.21%</b>	<b>1.14%</b>	<b>1.14%</b>
<b>TOTAL SHORT TERM FIXED INCOME</b> <b>BC 1-3 Year US Gov't Index</b>	<b>76,649,296</b>	<b>2.6%</b>	<b>2.9%</b>	<b>0.25%</b>	<b>0.21%</b>	<b>311,667,035</b>	<b>12.4%</b>	<b>12.5%</b>	<b>0.16%</b>	<b>0.10%</b>	<b>0.41%</b>	<b>0.31%</b>	<b>2.10%</b>	<b>1.95%</b>
				<b>0.19%</b>	<b>0.19%</b>				<b>0.03%</b>	<b>0.03%</b>	<b>0.23%</b>	<b>0.23%</b>	<b>0.77%</b>	<b>0.77%</b>

Initial funding September 7, 2011.

NOTE: Monthly returns and market values are preliminary and subject to change.

Effective July 1, 2013, net of fee returns are calculated on a cash basis in the month paid. Prior years were accrual based and split evenly over the 12 months of the fiscal year.

(1) All limited partnership-type (and mutual funds as of 7/1/14) investment returns will only be reported net of fees, which is standard practice by the investment consultant.