

**STATE RISK MANAGEMENT FUND
INVESTMENT PERFORMANCE REPORT AS OF AUGUST 31, 2013**

	August-13					July-13					Current FYTD		Prior Year FY13		3 Years Ended 6/30/2013		5 Years Ended 6/30/2013	
	Market Value	Allocation		Month		Market Value	Allocation		Month		Gross	Net	Gross	Net	Gross	Net	Gross	Net
		Actual	Policy	Gross	Net		Actual	Policy	Gross	Net								
TOTAL RISK MANAGEMENT FUND	6,229,239	100.0%	100.0%	-1.30%	-1.31%	6,352,319	100.0%	100.0%	2.14%	2.12%	0.81%	0.78%	10.39%	10.19%	10.91%	10.69%	7.45%	
<i>POLICY TARGET BENCHMARK</i>				<i>-1.19%</i>	<i>-1.19%</i>				<i>1.82%</i>	<i>1.82%</i>	<i>0.61%</i>	<i>0.61%</i>	<i>5.78%</i>	<i>5.78%</i>	<i>7.96%</i>	<i>7.96%</i>	<i>6.09%</i>	
ATTRIBUTION ANALYSIS																		
Asset Allocation				-0.03%	-0.03%				0.02%	0.02%	1.23%	1.23%	0.03%	0.03%	0.04%	0.04%		
Manager Selection				-0.08%	-0.09%				0.30%	0.29%	-1.02%	-1.05%	4.58%	4.37%	2.90%	2.69%		
TOTAL RELATIVE RETURN				-0.11%	-0.12%				0.32%	0.30%	0.21%	0.18%	4.61%	4.41%	2.95%	2.73%		
LARGE CAP DOMESTIC EQUITY																		
Los Angeles Capital	416,537	6.7%	6.8%	-2.30%	-2.31%	436,562	6.9%	6.8%	5.26%	5.25%	2.84%	2.81%	18.87%	18.66%	19.01%	18.80%	7.51%	
<i>Russell 1000 Growth</i>				<i>-1.71%</i>	<i>-1.71%</i>				<i>5.30%</i>	<i>5.30%</i>	<i>3.50%</i>	<i>3.50%</i>	<i>17.07%</i>	<i>17.07%</i>	<i>18.68%</i>	<i>18.68%</i>	<i>7.47%</i>	
LSV	415,517	6.7%	6.8%	-3.52%	-3.54%	455,250	7.2%	6.8%	6.39%	6.37%	2.64%	2.60%	32.50%	32.20%	20.05%	19.73%	7.86%	
<i>Russell 1000 Value</i>				<i>-3.79%</i>	<i>-3.79%</i>				<i>5.40%</i>	<i>5.40%</i>	<i>1.40%</i>	<i>1.40%</i>	<i>25.32%</i>	<i>25.32%</i>	<i>18.51%</i>	<i>18.51%</i>	<i>6.67%</i>	
LA Capital	277,820	4.5%	4.5%	-2.83%	-2.84%	299,484	4.7%	4.5%	5.68%	5.66%	2.69%	2.66%	21.58%	21.39%	19.18%	18.90%	7.81%	
<i>Russell 1000</i>				<i>-2.76%</i>	<i>-2.76%</i>				<i>5.35%</i>	<i>5.35%</i>	<i>2.45%</i>	<i>2.45%</i>	<i>21.24%</i>	<i>21.24%</i>	<i>18.63%</i>	<i>18.63%</i>	<i>7.12%</i>	
Clifton Group (moved from fixed 11/1/08)	273,513	4.4%	4.5%	-3.03%	-3.04%	289,855	4.6%	4.5%	4.95%	4.94%	1.77%	1.76%	20.94%	20.84%	19.20%	19.00%	N/A	
<i>S&P 500</i>				<i>-2.90%</i>	<i>-2.90%</i>				<i>5.09%</i>	<i>5.09%</i>	<i>2.04%</i>	<i>2.04%</i>	<i>20.60%</i>	<i>20.60%</i>	<i>18.45%</i>	<i>18.45%</i>		
TOTAL LARGE CAP DOMESTIC EQUITY	1,383,387	22.2%	22.5%	-2.93%	-2.94%	1,481,150	23.3%	22.5%	5.63%	5.61%	2.54%	2.51%	23.83%	23.63%	19.34%	19.08%	4.96%	
<i>S&P 500</i>				<i>-2.76%</i>	<i>-2.76%</i>				<i>5.35%</i>	<i>5.35%</i>	<i>2.45%</i>	<i>2.45%</i>	<i>21.24%</i>	<i>21.24%</i>	<i>18.66%</i>	<i>18.66%</i>	<i>7.12%</i>	
SMALL CAP DOMESTIC EQUITY																		
Research Affiliates	229,301	3.7%	3.8%	-3.65%	-3.68%	254,502	4.0%	3.8%	6.85%	6.82%	2.95%	2.89%	30.62%	30.17%	20.28%	19.80%	10.56%	
Clifton	229,016	3.7%	3.8%	-3.18%	-3.21%	249,844	3.9%	3.8%	6.79%	6.76%	3.39%	3.33%	25.51%	25.08%	20.17%	19.70%	N/A	
TOTAL SMALL CAP DOMESTIC EQUITY	458,318	7.4%	7.5%	-3.42%	-3.45%	504,346	7.9%	7.5%	6.82%	6.79%	3.17%	3.11%	28.04%	27.60%	20.25%	19.77%	9.84%	
<i>Russell 2000</i>				<i>-3.18%</i>	<i>-3.18%</i>				<i>7.00%</i>	<i>7.00%</i>	<i>3.60%</i>	<i>3.60%</i>	<i>24.21%</i>	<i>24.21%</i>	<i>18.67%</i>	<i>18.67%</i>	<i>8.77%</i>	
FIXED INCOME																		
Western Asset	1,052,422	16.9%	23.7%	-0.46%	-0.47%	1,011,094	15.9%	23.7%	-0.01%	-0.02%	-0.47%	-0.50%	2.17%	1.99%	6.29%	6.10%	6.95%	
Prudential	329,011	5.3%	5.2%	-0.81%	-0.83%	372,160	5.9%	5.2%	1.33%	1.31%	0.51%	0.46%	2.03%	1.74%	6.55%	6.25%	7.83%	
PIMCO (DiSCO) (2)	452,429	7.3%	7.3%	0.27%	0.27%	456,840	7.2%	7.2%	1.00%	1.00%	1.27%	1.27%	33.07%	33.07%	N/A	N/A	N/A	
<i>BC Aggregate</i>				<i>-0.51%</i>	<i>-0.51%</i>				<i>0.14%</i>	<i>0.14%</i>	<i>-0.37%</i>	<i>-0.37%</i>	<i>-0.69%</i>	<i>-0.69%</i>	<i>3.51%</i>	<i>3.51%</i>	<i>5.19%</i>	
Declaration	272,704	4.4%	5.2%	-0.22%	-0.26%	277,768	4.4%	5.2%	-0.03%	-0.07%	-0.25%	-0.33%	2.49%	2.00%	6.76%	6.27%	N/A	
<i>BC Global Aggregate (US Securitized Portion)</i>				<i>-0.42%</i>	<i>-0.42%</i>				<i>0.54%</i>	<i>0.54%</i>	<i>0.12%</i>	<i>0.12%</i>	<i>1.34%</i>	<i>1.34%</i>	<i>4.73%</i>	<i>4.73%</i>		
State Street	589,935	9.5%	9.1%	-0.62%	-0.62%	601,062	9.5%	9.1%	0.22%	0.22%	-0.40%	-0.40%	N/A	N/A	N/A	N/A	N/A	
<i>BC Gov/Credit</i>				<i>-0.61%</i>	<i>-0.61%</i>				<i>0.23%</i>	<i>0.23%</i>	<i>-0.39%</i>	<i>-0.39%</i>	<i>-0.62%</i>	<i>-0.62%</i>				
Wells Capital (formerly Strong)	1,373,586	22.1%	23.7%	-0.83%	-0.85%	1,338,238	21.1%	23.7%	0.83%	0.81%	-0.01%	-0.04%	3.19%	2.97%	7.43%	7.21%	9.34%	
<i>BC US Credit BAA</i>				<i>-0.99%</i>	<i>-0.99%</i>				<i>0.81%</i>	<i>0.81%</i>	<i>-0.19%</i>	<i>-0.19%</i>	<i>1.77%</i>	<i>1.77%</i>	<i>6.00%</i>	<i>6.00%</i>	<i>8.19%</i>	
TOTAL FIXED INCOME	4,070,086	65.3%	65.0%	-0.54%	-0.55%	4,057,161	63.9%	65.0%	0.53%	0.51%	-0.01%	-0.04%	4.90%	4.71%	7.50%	7.31%	7.89%	
<i>BC Aggregate (1)</i>				<i>-0.51%</i>	<i>-0.51%</i>				<i>0.14%</i>	<i>0.14%</i>	<i>-0.37%</i>	<i>-0.37%</i>	<i>-0.69%</i>	<i>-0.69%</i>	<i>3.51%</i>	<i>3.51%</i>	<i>5.19%</i>	
CASH EQUIVALENTS																		
Northern Trust	317,447			0.01%	0.01%	309,662			N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
TOTAL CASH EQUIVALENTS	317,447	5.1%	5.0%	0.01%	0.01%	309,662	4.9%	5.0%	0.00%	0.00%	0.01%	0.01%	0.27%	0.27%	0.27%	0.27%	0.45%	
<i>90 Day T-Bill</i>				<i>0.01%</i>	<i>0.01%</i>				<i>0.01%</i>	<i>0.01%</i>	<i>0.01%</i>	<i>0.01%</i>	<i>0.11%</i>	<i>0.11%</i>	<i>0.11%</i>	<i>0.11%</i>	<i>0.30%</i>	

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

(1) Prior to July 1, 2005, the benchmark was LB Govt/Credit Index.

(2) All limited partnership-type investments' returns will only be reported net of fees, which is standard practice by the investment consultant.