

STATE RISK MANAGEMENT FUND
INVESTMENT PERFORMANCE REPORT AS OF DECEMBER 31, 2014

	December-14					September-14					Current FYTD		Prior Year FY14		3 Years Ended 6/30/2014		5 Years Ended 6/30/2014	
	Allocation		Quarter			Allocation		Quarter			Gross ⁽¹⁾	Net	Gross ⁽¹⁾	Net	Gross ⁽¹⁾	Net	Gross ⁽¹⁾	Net
	Market Value	Actual	Policy	Gross ⁽¹⁾	Net	Market Value	Actual	Policy	Gross ⁽¹⁾	Net								
TOTAL RISK MANAGEMENT FUND	6,771,080	100.0%	100.0%	2.99%	2.96%	6,575,307	100.0%	100.0%	-0.24%	-0.29%	2.74%	2.66%	12.48%	12.29%	10.22%	10.02%	12.28%	12.06%
<i>POLICY TARGET BENCHMARK</i>				<i>2.98%</i>	<i>2.98%</i>				<i>-0.28%</i>	<i>-0.28%</i>	<i>2.69%</i>	<i>2.69%</i>	<i>10.09%</i>	<i>10.09%</i>	<i>7.39%</i>	<i>7.39%</i>	<i>9.06%</i>	<i>9.06%</i>
ATTRIBUTION ANALYSIS																		
Asset Allocation				0.00%	0.00%				0.00%	0.00%	0.00%	0.00%	-0.06%	-0.06%	0.06%	0.06%		
Manager Selection				0.01%	-0.02%				0.04%	-0.01%	0.05%	-0.03%	2.45%	2.26%	2.77%	2.57%		
TOTAL RELATIVE RETURN				0.01%	-0.02%				0.04%	-0.01%	0.05%	-0.03%	2.39%	2.21%	2.83%	2.63%	3.22%	3.00%
LARGE CAP DOMESTIC EQUITY																		
Los Angeles Capital	454,086	6.7%	6.8%	5.47%	5.42%	440,783	6.7%	6.8%	1.58%	1.54%	7.14%	7.04%	25.79%	25.57%	17.16%	16.94%	7.73%	7.51%
<i>Russell 1000 Growth</i>				4.78%	4.78%				1.49%	1.49%	6.34%	6.34%	26.92%	26.92%	16.26%	16.26%	7.47%	7.47%
LSV	459,280	6.8%	6.8%	5.54%	5.46%	438,742	6.7%	6.8%	-0.46%	-0.52%	5.06%	4.92%	28.33%	28.01%	19.09%	18.79%	8.24%	7.86%
<i>Russell 1000 Value</i>				4.98%	4.98%				-0.19%	-0.19%	4.78%	4.78%	23.81%	23.81%	16.92%	16.92%	6.67%	6.67%
LA Capital	304,313	4.5%	4.5%	5.25%	5.22%	293,128	4.5%	4.5%	0.86%	0.83%	6.16%	6.09%	24.29%	24.15%	17.14%	16.95%	8.08%	7.81%
<i>Russell 1000</i>				4.88%	4.88%				0.65%	0.65%	5.57%	5.57%	25.36%	25.36%	16.63%	16.63%	7.12%	7.12%
Clifton Group	304,343	4.5%	4.5%	5.15%	5.15%	296,291	4.5%	4.5%	1.18%	1.11%	6.38%	6.31%	24.75%	24.63%	16.93%	16.80%	19.96%	19.63%
<i>S&P 500</i>				4.93%	4.93%				1.13%	1.13%	6.12%	6.12%	24.61%	24.61%	16.58%	16.58%	18.83%	18.83%
TOTAL LARGE CAP DOMESTIC EQUITY	1,522,021	22.5%	22.5%	5.40%	5.35%	1,468,943	22.3%	22.5%	0.73%	0.68%	6.17%	6.07%	26.07%	25.85%	17.73%	17.51%	19.57%	19.28%
<i>Russell 1000</i>				4.88%	4.88%				0.65%	0.65%	5.57%	5.57%	25.36%	25.36%	17.02%	17.02%	19.10%	19.10%
SMALL CAP DOMESTIC EQUITY																		
Research Affiliates	149,449	2.2%	3.8%	10.52%	10.44%	156,894	2.4%	3.8%	-7.00%	-7.07%	2.79%	2.63%	24.68%	24.29%	16.34%	15.88%	22.98%	22.51%
Clifton	359,783	5.3%	3.8%	10.44%	10.44%	336,673	5.1%	3.8%	-7.23%	-7.41%	2.45%	2.25%	24.67%	24.17%	15.76%	15.30%	22.16%	21.67%
TOTAL SMALL CAP DOMESTIC EQUITY	509,232	7.5%	7.5%	10.38%	10.36%	493,567	7.5%	7.5%	-7.08%	-7.23%	2.56%	2.38%	24.78%	24.34%	16.10%	15.64%	22.49%	22.01%
<i>Russell 2000</i>				9.73%	9.73%				-7.36%	-7.36%	1.65%	1.65%	23.64%	23.64%	14.57%	14.57%	20.21%	20.21%
FIXED INCOME																		
Western Asset	1,427,171	21.1%	21.2%	1.63%	1.60%	1,362,995	20.7%	20.8%	0.36%	0.32%	1.99%	1.92%	6.13%	5.99%	5.69%	5.52%	8.72%	8.54%
Prudential	356,966	5.3%	5.2%	1.97%	1.90%	344,594	5.2%	5.2%	-0.31%	-0.38%	1.65%	1.51%	6.71%	6.42%	6.06%	5.76%	8.55%	8.25%
PIMCO (DiSCO) (1)	171,736	2.5%	2.5%	-0.35%	-0.35%	199,485	3.0%	3.0%	1.43%	1.43%	1.08%	1.08%	12.02%	12.02%	N/A	N/A	N/A	N/A
PIMCO (BRAVO II) (1)	52,599	0.8%	0.8%	3.49%	3.49%	46,031	0.7%	0.7%	0.00%	0.00%	3.49%	3.49%	N/A	N/A	N/A	N/A	N/A	N/A
BC Aggregate				1.78%	1.78%				0.17%	0.17%	1.95%	1.95%	4.37%	4.37%	3.66%	3.66%	4.85%	4.85%
Declaration (Total Return) (1)	339,411	5.0%	5.0%	0.99%	0.99%	355,249	5.4%	5.4%	0.65%	0.65%	1.65%	1.65%	N/A	N/A	N/A	N/A	N/A	N/A
3m LIBOR				0.06%	0.06%				0.06%	0.06%	0.12%	0.12%						
State Street	623,260	9.2%	9.1%	1.83%	1.82%	604,604	9.2%	9.1%	0.16%	0.15%	1.99%	1.98%	4.26%	4.23%	N/A	N/A	N/A	N/A
BC Gov/Credit				1.80%	1.80%				0.17%	0.17%	1.98%	1.98%	4.28%	4.28%				
Wells Capital	1,428,964	21.1%	21.2%	1.59%	1.55%	1,368,373	20.8%	20.8%	-0.12%	-0.17%	1.47%	1.37%	10.01%	9.79%	7.70%	7.48%	10.19%	9.97%
BC US Credit BAA				1.26%	1.26%				-1.60%	-1.60%	-0.36%	-0.36%	9.46%	9.46%	7.12%	7.12%	9.05%	9.05%
TOTAL FIXED INCOME	4,400,107	65.0%	65.0%	1.55%	1.52%	4,281,331	65.1%	65.0%	0.20%	0.16%	1.75%	1.68%	7.76%	7.60%	7.48%	7.29%	9.42%	9.23%
BC Aggregate				1.78%	1.78%				0.17%	0.17%	1.95%	1.95%	4.37%	4.37%	3.66%	3.66%	4.85%	4.85%
CASH EQUIVALENTS																		
Northern Trust (1)	339,720			0.00%	0.00%	331,466			0.00%	0.00%	0.01%	0.01%	0.01%	0.01%	N/A	N/A	N/A	N/A
TOTAL CASH EQUIVALENTS	339,720	5.0%	5.0%	0.00%	0.00%	331,466	5.0%	5.0%	0.00%	0.00%	0.01%	0.01%	0.01%	0.01%	0.17%	0.17%	0.24%	0.24%
90 Day T-Bill				0.00%	0.00%				0.01%	0.01%	0.01%	0.01%	0.06%	0.06%	0.08%	0.08%	0.11%	0.11%

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.