

**STATE RISK MANAGEMENT WORKERS COMPENSATION FUND  
INVESTMENT PERFORMANCE REPORT AS OF OCTOBER 31, 2014**

	October-14					September-14					Current FYTD		Prior Year FY14		3 Years Ended 6/30/2014		5 Years Ended 6/30/2014	
	Market Value	Allocation		Month		Market Value	Allocation		Quarter		Gross <sup>(1)</sup>	Net	Gross <sup>(1)</sup>	Net	Gross <sup>(1)</sup>	Net	Gross <sup>(1)</sup>	Net
		Actual	Policy	Gross <sup>(1)</sup>	Net		Actual	Policy	Gross <sup>(1)</sup>	Net								
<b>TOTAL RISK MANAGEMENT WC FUND</b>	<b>6,052,011</b>	<b>100.0%</b>	<b>100.0%</b>	<b>1.86%</b>	<b>1.85%</b>	<b>5,940,827</b>	<b>100.0%</b>	<b>100.0%</b>	<b>-0.34%</b>	<b>-0.39%</b>	<b>1.51%</b>	<b>1.46%</b>	<b>13.88%</b>	<b>13.68%</b>	<b>11.08%</b>	<b>10.87%</b>	<b>13.25%</b>	<b>13.01%</b>
<i>POLICY TARGET BENCHMARK</i>				<i>1.88%</i>	<i>1.88%</i>				<i>-0.39%</i>	<i>-0.39%</i>	<i>1.48%</i>	<i>1.48%</i>	<i>11.59%</i>	<i>11.59%</i>	<i>8.37%</i>	<i>8.37%</i>	<i>10.19%</i>	<i>10.19%</i>
<b>ATTRIBUTION ANALYSIS</b>																		
Asset Allocation				<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>-0.06%</b>	<b>-0.06%</b>	<b>0.06%</b>	<b>0.06%</b>		
Manager Selection				<b>-0.02%</b>	<b>-0.02%</b>				<b>0.04%</b>	<b>0.00%</b>	<b>0.03%</b>	<b>-0.03%</b>	<b>2.35%</b>	<b>2.15%</b>	<b>2.65%</b>	<b>2.44%</b>		
<b>TOTAL RELATIVE RETURN</b>				<b>-0.02%</b>	<b>-0.03%</b>				<b>0.05%</b>	<b>0.00%</b>	<b>0.03%</b>	<b>-0.03%</b>	<b>2.29%</b>	<b>2.09%</b>	<b>2.71%</b>	<b>2.49%</b>	<b>3.06%</b>	<b>2.82%</b>
<b>LARGE CAP DOMESTIC EQUITY</b>																		
Los Angeles Capital	504,035	8.3%	8.3%	2.51%	2.51%	491,915	8.3%	8.3%	1.58%	1.54%	4.13%	4.09%	25.79%	25.57%	17.16%	16.94%	16.94%	7.73%
<i>Russell 1000 Growth</i>				<b>2.64%</b>	<b>2.64%</b>				<b>1.49%</b>	<b>1.49%</b>	<b>4.16%</b>	<b>4.16%</b>	<b>26.92%</b>	<b>26.92%</b>	<b>16.26%</b>	<b>16.26%</b>	<b>16.26%</b>	<b>7.47%</b>
LSV	501,178	8.3%	8.3%	2.28%	2.21%	489,637	8.2%	8.3%	-0.46%	-0.52%	1.81%	1.68%	28.33%	28.01%	19.09%	18.79%	18.79%	8.24%
<i>Russell 1000 Value</i>				<b>2.25%</b>	<b>2.25%</b>				<b>-0.19%</b>	<b>-0.19%</b>	<b>2.05%</b>	<b>2.05%</b>	<b>23.81%</b>	<b>23.81%</b>	<b>16.92%</b>	<b>16.92%</b>	<b>16.92%</b>	<b>6.67%</b>
LA Capital	336,262	5.6%	5.6%	2.35%	2.35%	327,132	5.5%	5.6%	0.86%	0.83%	3.24%	3.21%	24.29%	24.15%	17.14%	16.95%	16.95%	8.08%
<i>Russell 1000</i>				<b>2.44%</b>	<b>2.44%</b>				<b>0.65%</b>	<b>0.65%</b>	<b>3.11%</b>	<b>3.11%</b>	<b>25.36%</b>	<b>25.36%</b>	<b>16.63%</b>	<b>16.63%</b>	<b>16.63%</b>	<b>7.12%</b>
Clifton Group	338,756	5.6%	5.6%	2.66%	2.66%	330,662	5.6%	5.6%	1.18%	1.11%	3.87%	3.80%	24.75%	24.63%	16.93%	16.80%	16.80%	19.96%
<i>S&amp;P 500</i>				<b>2.44%</b>	<b>2.44%</b>				<b>1.13%</b>	<b>1.13%</b>	<b>3.60%</b>	<b>3.60%</b>	<b>24.61%</b>	<b>24.61%</b>	<b>16.58%</b>	<b>16.58%</b>	<b>16.58%</b>	<b>18.83%</b>
<b>TOTAL LARGE CAP DOMESTIC EQUITY</b>	<b>1,680,231</b>	<b>27.8%</b>	<b>27.8%</b>	<b>2.45%</b>	<b>2.43%</b>	<b>1,639,346</b>	<b>27.6%</b>	<b>27.8%</b>	<b>0.73%</b>	<b>0.68%</b>	<b>3.20%</b>	<b>3.12%</b>	<b>26.07%</b>	<b>25.85%</b>	<b>17.73%</b>	<b>17.51%</b>	<b>17.51%</b>	<b>19.57%</b>
<i>Russell 1000</i>				<b>2.44%</b>	<b>2.44%</b>				<b>0.65%</b>	<b>0.65%</b>	<b>3.11%</b>	<b>3.11%</b>	<b>25.36%</b>	<b>25.36%</b>	<b>17.02%</b>	<b>17.02%</b>	<b>17.02%</b>	<b>19.10%</b>
<b>SMALL CAP DOMESTIC EQUITY</b>																		
Research Affiliates	168,704	2.8%	4.6%	7.03%	7.03%	174,659	2.9%	4.6%	-7.00%	-7.07%	-0.46%	-0.54%	24.68%	24.29%	16.34%	15.88%	15.88%	22.98%
Clifton	394,274	6.5%	4.6%	7.29%	7.29%	374,795	6.3%	4.6%	-7.23%	-7.41%	-0.47%	-0.67%	24.67%	24.17%	15.76%	15.30%	15.30%	22.16%
<b>TOTAL SMALL CAP DOMESTIC EQUITY</b>	<b>562,978</b>	<b>9.3%</b>	<b>9.3%</b>	<b>7.13%</b>	<b>7.13%</b>	<b>549,455</b>	<b>9.2%</b>	<b>9.3%</b>	<b>-7.08%</b>	<b>-7.23%</b>	<b>-0.45%</b>	<b>-0.61%</b>	<b>24.78%</b>	<b>24.34%</b>	<b>16.10%</b>	<b>15.64%</b>	<b>15.64%</b>	<b>22.49%</b>
<i>Russell 2000</i>				<b>6.59%</b>	<b>6.59%</b>				<b>-7.36%</b>	<b>-7.36%</b>	<b>-1.25%</b>	<b>-1.25%</b>	<b>23.64%</b>	<b>23.64%</b>	<b>14.57%</b>	<b>14.57%</b>	<b>20.21%</b>	<b>20.21%</b>
<b>FIXED INCOME</b>																		
Western Asset	1,158,270	19.1%	19.3%	0.87%	0.87%	1,137,028	19.1%	19.2%	0.36%	0.32%	1.23%	1.19%	6.13%	5.99%	5.69%	5.52%	5.52%	8.72%
Prudential	294,300	4.9%	4.8%	1.30%	1.30%	287,465	4.8%	4.8%	-0.31%	-0.38%	0.98%	0.91%	6.71%	6.42%	6.06%	5.76%	5.76%	8.55%
PIMCO (DiSCO) (1)	156,100	2.6%	2.6%	-0.26%	-0.26%	166,413	2.8%	2.8%	1.43%	1.43%	1.17%	1.17%	12.02%	12.02%	N/A	N/A	N/A	N/A
PIMCO (BRAVO II) (1)	47,768	0.8%	0.8%	3.49%	3.49%	38,400	0.6%	0.6%	0.00%	0.00%	3.49%	3.49%	N/A	N/A	N/A	N/A	N/A	N/A
<i>BC Aggregate</i>				<b>0.98%</b>	<b>0.98%</b>				<b>0.17%</b>	<b>0.17%</b>	<b>1.15%</b>	<b>1.15%</b>	<b>4.37%</b>	<b>4.37%</b>	<b>3.66%</b>	<b>3.66%</b>	<b>3.66%</b>	<b>4.85%</b>
Declaration (Total Return) (1)	293,952	4.9%	4.9%	-0.02%	-0.02%	296,354	5.0%	5.0%	0.65%	0.65%	0.64%	0.64%	N/A	N/A	N/A	N/A	N/A	N/A
<i>3m LIBOR</i>				<b>0.02%</b>	<b>0.02%</b>				<b>0.06%</b>	<b>0.06%</b>	<b>0.08%</b>	<b>0.08%</b>						
State Street	513,627	8.5%	8.4%	1.00%	1.00%	504,369	8.5%	8.4%	0.16%	0.15%	1.16%	1.15%	4.26%	4.23%	N/A	N/A	N/A	N/A
<i>BC Gov/Credit</i>				<b>1.00%</b>	<b>1.00%</b>				<b>0.17%</b>	<b>0.17%</b>	<b>1.17%</b>	<b>1.17%</b>	<b>4.28%</b>	<b>4.28%</b>				
Wells Capital	1,163,913	19.2%	19.3%	0.99%	0.99%	1,141,515	19.2%	19.2%	-0.12%	-0.17%	0.87%	0.82%	10.01%	9.79%	7.70%	7.48%	7.48%	10.19%
<i>BC US Credit BAA</i>				<b>1.09%</b>	<b>1.09%</b>				<b>-1.60%</b>	<b>-1.60%</b>	<b>-0.53%</b>	<b>-0.53%</b>	<b>9.46%</b>	<b>9.46%</b>	<b>7.12%</b>	<b>7.12%</b>	<b>7.12%</b>	<b>9.05%</b>
<b>TOTAL FIXED INCOME</b>	<b>3,627,928</b>	<b>59.9%</b>	<b>60.0%</b>	<b>0.87%</b>	<b>0.87%</b>	<b>3,571,543</b>	<b>60.1%</b>	<b>60.0%</b>	<b>0.20%</b>	<b>0.16%</b>	<b>1.07%</b>	<b>1.03%</b>	<b>7.76%</b>	<b>7.60%</b>	<b>7.48%</b>	<b>7.29%</b>	<b>7.42%</b>	<b>9.23%</b>
<i>BC Aggregate</i>				<b>0.98%</b>	<b>0.98%</b>				<b>0.17%</b>	<b>0.17%</b>	<b>1.15%</b>	<b>1.15%</b>	<b>4.37%</b>	<b>4.37%</b>	<b>3.66%</b>	<b>3.66%</b>	<b>3.66%</b>	<b>4.85%</b>
<b>CASH EQUIVALENTS</b>																		
Northern Trust (1)	180,873			0.00%	0.00%	180,483			0.00%	0.00%	0.00%	0.00%	0.01%	0.01%	N/A	N/A	N/A	N/A
<b>TOTAL CASH EQUIVALENTS</b>	<b>180,873</b>	<b>3.0%</b>	<b>3.0%</b>	<b>0.00%</b>	<b>0.00%</b>	<b>180,483</b>	<b>3.0%</b>	<b>3.0%</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>0.17%</b>	<b>0.17%</b>	<b>0.17%</b>	<b>0.24%</b>
<i>90 Day T-Bill</i>				<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>0.08%</b>	<b>0.08%</b>	<b>0.08%</b>	<b>0.11%</b>

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.