

WORKFORCE SAFETY & INSURANCE
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		Month			Allocation			Quarter		Gross ⁽¹⁾	Net	Gross ⁽¹⁾	Net	Gross ⁽¹⁾	Net	Gross ⁽¹⁾	Net
	Market Value	Actual	Policy	Gross ⁽¹⁾	Net	Gross ⁽¹⁾	Net	Market Value	Actual	Policy	Gross ⁽¹⁾	Net									
TOTAL WSI	1,710,647,794	100.0%	100.0%	1.91%	1.85%	0.01%	0.00%	1,686,541,307	100.0%	100.0%	-0.38%	-0.43%	1.52%	1.41%	12.00%	11.71%	9.02%	8.71%	10.58%	10.24%	
<i>POLICY TARGET BENCHMARK</i>				1.88%	1.88%	-0.15%	-0.15%				-0.61%	-0.61%	1.26%	1.26%	9.95%	9.95%	6.31%	6.31%	7.72%	7.72%	
ATTRIBUTION ANALYSIS																					
Asset Allocation				0.02%	0.02%	0.01%	0.01%				0.10%	0.10%	0.13%	0.13%	0.16%	0.16%	0.05%	0.05%			
Manager Selection				0.01%	-0.05%	0.15%	0.15%				0.12%	0.07%	0.13%	0.03%	1.90%	1.61%	2.65%	2.34%			
TOTAL RELATIVE RETURN				0.02%	-0.03%	0.16%	0.15%				0.23%	0.18%	0.26%	0.15%	2.05%	1.76%	2.71%	2.39%	2.87%	2.52%	
LARGE CAP DOMESTIC EQUITY																					
Los Angeles Capital	61,648,625	3.6%	3.6%	5.47%	5.42%	-0.70%	-0.70%	60,432,811	3.6%	3.6%	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%	-1.04%	-1.04%				1.49%	1.49%	6.34%	6.34%	26.92%	26.92%	16.26%	16.26%	7.47%	7.47%	
LSV	62,353,844	3.6%	3.6%	5.54%	5.46%	1.09%	1.09%	60,152,963	3.6%	3.6%	-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%	0.61%	0.61%				-0.19%	-0.19%	4.78%	4.78%	23.81%	23.81%	16.92%	16.92%	6.67%	6.67%	
LA Capital	41,314,804	2.4%	2.4%	5.25%	5.22%	-0.01%	-0.01%	40,188,860	2.4%	2.4%	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%	-0.23%	-0.23%				0.65%	0.65%	5.57%	5.57%	25.36%	25.36%	16.63%	16.63%	16.63%	7.12%	
Clifton Group	41,318,887	2.4%	2.4%	5.15%	5.15%	-0.37%	-0.37%	40,622,522	2.4%	2.4%	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%	-0.25%	-0.25%				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	206,636,159	12.1%	12.0%	5.50%	5.46%	0.071%	0.071%	201,397,156	11.9%	12.0%	0.62%	0.57%	6.15%	6.05%	25.98%	25.77%	17.72%	17.47%	19.55%	19.21%	
<i>Russell 1000</i>				4.88%	4.88%	-0.23%	-0.23%				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	20,852,676	1.2%	2.0%	10.52%	10.44%	3.35%	3.35%	21,436,595	1.3%	2.0%	-7.00%	-7.07%	2.79%	2.63%	24.68%	24.29%	16.34%	15.88%	22.98%	22.51%	
Clifton	50,200,722	2.9%	2.0%	10.44%	10.44%	2.78%	2.78%	46,000,033	2.7%	2.0%	-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	71,053,399	4.2%	4.0%	10.46%	10.43%	2.95%	2.95%	67,436,628	4.0%	4.0%	-7.15%	-7.29%	2.56%	2.38%	24.82%	24.37%	16.12%	15.60%	22.50%	21.80%	
<i>Russell 2000</i>				9.73%	9.73%	2.85%	2.85%				-7.36%	-7.36%	1.65%	1.65%	23.64%	23.64%	14.57%	14.57%	20.21%	20.21%	
INTERNATIONAL EQUITY																					
Capital Group	59,938,762	3.5%	3.6%	-1.43%	-1.52%	-2.96%	-2.96%	60,883,695	3.6%	3.6%	-5.78%	-5.86%	-7.12%	-7.29%	20.70%	20.25%	8.58%	8.03%	12.11%	11.55%	
LSV	59,315,189	3.5%	3.6%	-3.60%	-3.70%	-2.66%	-2.66%	60,230,123	3.6%	3.6%	-6.45%	-6.53%	-9.81%	-9.99%	27.25%	26.77%	9.54%	9.04%	12.20%	11.69%	
<i>MSCI EAFE</i>				-3.57%	-3.57%	-3.46%	-3.46%				-5.88%	-5.88%	-9.24%	-9.24%	23.57%	23.57%	8.10%	8.10%	11.11%	11.11%	
DFA	14,980,370	0.9%	0.9%	-3.97%	-3.97%	-1.10%	-1.10%	14,929,908	0.9%	0.9%	-8.53%	-8.53%	-12.15%	-12.15%	36.58%	35.75%	12.25%	11.48%	16.48%	15.74%	
Vanguard (1)	15,016,733	0.9%	0.9%	-3.50%	-3.50%	-0.61%	-0.61%	15,123,501	0.9%	0.9%	-5.84%	-5.84%	-9.14%	-9.14%	29.97%	29.46%	9.31%	8.86%	14.93%	14.49%	
<i>S&P/Citigroup Broad Market Index < \$2BN</i>				-4.44%	-4.44%	-0.44%	-0.44%				-5.94%	-5.94%	-10.12%	-10.12%	26.39%	26.39%	8.21%	8.21%	8.21%	13.10%	
TOTAL INTERNATIONAL EQUITY	149,251,054	8.7%	9.0%	-2.74%	-2.81%	-2.42%	-2.42%	151,167,228	9.0%	9.0%	-6.41%	-6.48%	-8.97%	-9.11%	25.62%	25.12%	9.13%	8.68%	12.80%	12.30%	
<i>MSCI EAFE</i>				-3.57%	-3.57%	-3.46%	-3.46%				-5.88%	-5.88%	-9.24%	-9.24%	23.57%	23.57%	8.10%	8.10%	11.11%	11.11%	

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	Market Value	Actual	Policy	Gross ⁽¹⁾	Net	Gross ⁽¹⁾	Net	Market Value	Actual	Policy	Gross ⁽¹⁾	Net									
FIXED INCOME																					
Western Asset	293,439,409	17.2%	17.3%	1.63%	1.60%	0.18%	0.18%	286,118,607	17.0%	16.9%	0.36%	0.32%	1.99%	1.92%	6.13%	5.99%	5.69%	5.52%	8.72%	8.54%	
Prudential	73,395,370	4.3%	4.2%	1.97%	1.90%	-0.13%	-0.13%	72,336,839	4.3%	4.2%	-0.31%	-0.38%	1.65%	1.51%	6.71%	6.42%	6.06%	5.76%	8.55%	8.25%	
PIMCO (DiSCO) (1)	35,310,494	2.1%	2.1%	-0.35%	-0.35%	-0.25%	-0.25%	41,875,606	2.5%	2.5%	1.43%	1.43%	1.08%	1.08%	12.02%	12.02%	N/A	N/A	N/A	N/A	
PIMCO (BRAVO II) (1)	10,814,782	0.6%	0.6%	3.49%	3.49%	0.00%	0.00%	9,662,798	0.6%	0.6%	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%	0.09%	0.09%				0.17%	0.17%	1.95%	1.95%	4.37%	4.37%	3.66%	3.66%	4.85%	4.85%	
Declaration (Total Return) (1) 3m LIBOR	69,786,026	4.1%	4.1%	0.99%	0.99%	0.67%	0.67%	74,573,576	4.4%	4.4%	0.65%	0.65%	1.65%	1.65%	N/A	N/A	N/A	N/A	N/A	N/A	
State Street BC Gov/Credit	128,147,903	7.5%	7.4%	1.83%	1.82%	0.09%	0.09%	126,917,881	7.5%	7.4%	0.16%	0.15%	1.99%	1.98%	4.26%	4.23%	N/A	N/A	N/A	N/A	
Wells Capital BC US Credit BAA	293,807,922	17.2%	17.3%	1.59%	1.55%	-0.01%	-0.01%	287,247,636	17.0%	16.9%	-0.12%	-0.17%	1.47%	1.37%	10.01%	9.79%	7.70%	7.48%	10.19%	9.97%	
TOTAL FIXED INCOME	904,701,905	52.9%	53.0%	1.54%	1.51%	0.10%	0.10%	898,732,944	53.3%	53.0%	0.20%	0.16%	1.75%	1.68%	7.79%	7.63%	7.49%	7.30%	9.31%	9.12%	
BC Aggregate				1.78%	1.78%	0.09%	0.09%				0.17%	0.17%	1.95%	1.95%	4.37%	4.37%	3.66%	3.66%	4.85%	4.85%	
DIVERSIFIED REAL ASSETS (formerly Inflation Prote																					
Western BC Global Inflation Linked Index (2)	94,392,402	5.5%	5.8%	-0.43%	-0.46%	-1.08%	-1.08%	94,751,222	5.6%	5.6%	-2.09%	-2.13%	-2.51%	-2.59%	10.09%	9.91%	3.72%	3.54%	5.09%	4.84%	
TIR - Eastern Timber Opps Fund (1) NCREIF Timberland Index	63,191,211	3.7%	3.7%	2.69%	2.69%	0.04%	0.04%	61,560,094	3.7%	3.7%	0.00%	0.00%	2.69%	2.69%	9.89%	9.89%	5.69%	5.69%	4.13%	4.00%	
JP Morgan (Infrastructure) Grosvenor (formerly Credit Suisse) (Infrastructure) (1) CPI	73,429,145	4.3%	4.3%	-1.87%	-2.09%	0.00%	0.00%	75,029,291	4.4%	4.4%	5.74%	5.49%	3.76%	3.28%	9.94%	8.88%	8.32%	7.19%	7.37%	6.07%	
	20,460,214	1.2%	1.2%	2.81%	2.81%	-0.18%	-0.18%	21,671,882	1.3%	1.3%	-0.14%	-0.14%	2.67%	2.67%	12.90%	12.90%	N/A	N/A	N/A	N/A	
				-1.82%	-1.82%	-0.71%	-0.71%				-0.23%	-0.23%	-2.04%	-2.04%	2.05%	2.05%					
TOTAL DIVERSIFIED REAL ASSETS	251,472,971	14.7%	15.0%	0.19%	0.11%	-0.38%	-0.38%	253,012,489	15.0%	15.0%	0.73%	0.63%	0.92%	0.74%	10.19%	9.87%	5.23%	4.88%	5.57%	5.18%	
Weighted Benchmark (2) (3)				0.73%	0.73%	-0.23%	-0.23%				-1.46%	-1.46%	-0.74%	-0.74%	10.42%	10.42%	4.44%	4.44%	5.54%	5.54%	
REAL ESTATE																					
JP Morgan	58,834,378	3.4%	3.0%	3.84%	3.57%	0.00%	0.00%	60,525,482	3.6%	3.0%	0.00%	0.04%	3.84%	3.61%	10.12%	8.75%	17.19%	15.97%	13.24%	11.99%	
Invesco	49,976,603	2.9%	3.0%	3.50%	3.40%	3.50%	3.40%	44,638,284	2.6%	3.0%	3.44%	3.35%	7.06%	6.87%	10.92%	10.38%	N/A	N/A	N/A	N/A	
TOTAL REAL ESTATE	108,810,981	6.4%	6.0%	3.68%	3.49%	1.57%	1.54%	105,163,767	6.2%	6.0%	1.43%	1.41%	5.16%	4.96%	10.41%	9.38%	15.92%	14.83%	12.51%	11.26%	
NCREIF Total Index				3.04%	3.04%	1.00%	1.00%				2.63%	2.63%	5.76%	5.76%	11.21%	11.21%	11.32%	11.32%	9.67%	9.67%	
CASH EQUIVALENTS																					
Northern Trust (1)	18,721,325			0.00%	0.00%	0.00%	0.00%	9,631,095			0.00%	0.00%	0.01%	0.01%	0.01%	0.01%	N/A	N/A	N/A	N/A	
TOTAL CASH EQUIVALENTS	18,721,325	1.1%	1.0%	0.00%	0.00%	0.00%	0.00%	9,631,095	0.6%	1.0%	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%	0.00%	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.

(2) Prior to January 1, 2010, the benchmark was BC US TIPS Index.

(3) From January 1, 2010 to June 30, 2014 the benchmark was BC Global Inflation Linked Index. Beginning July 1, 2014, the benchmark is a weighted average of the sub-class benchmarks.