

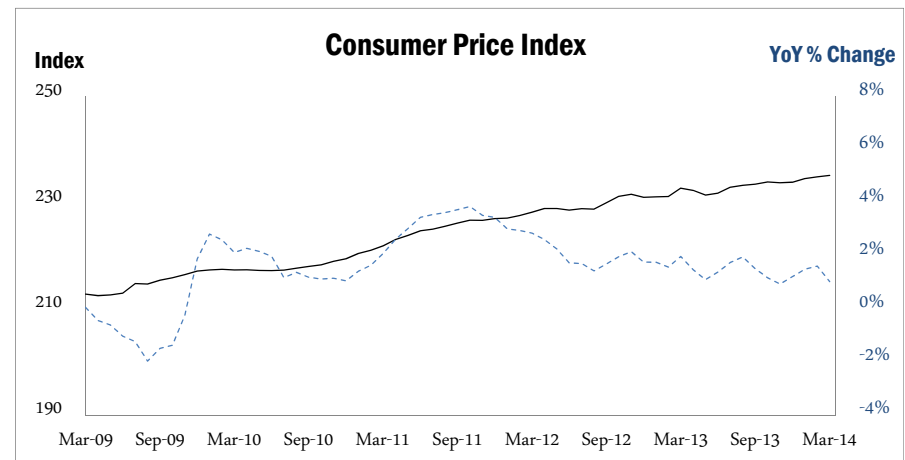
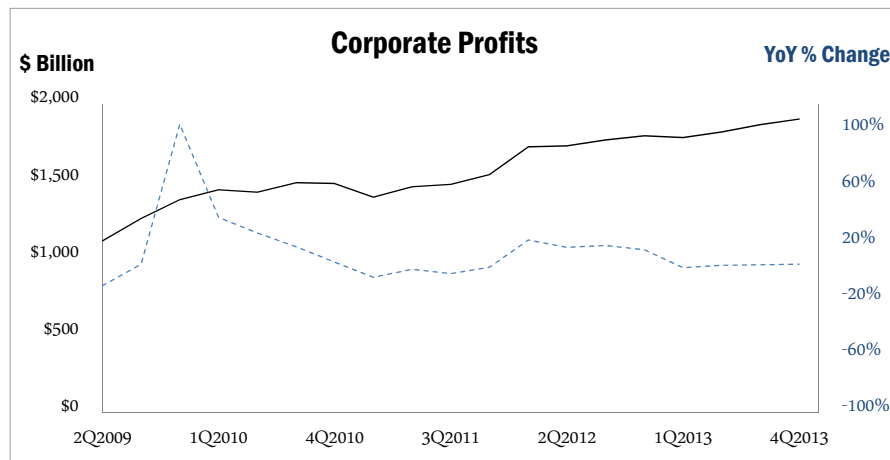
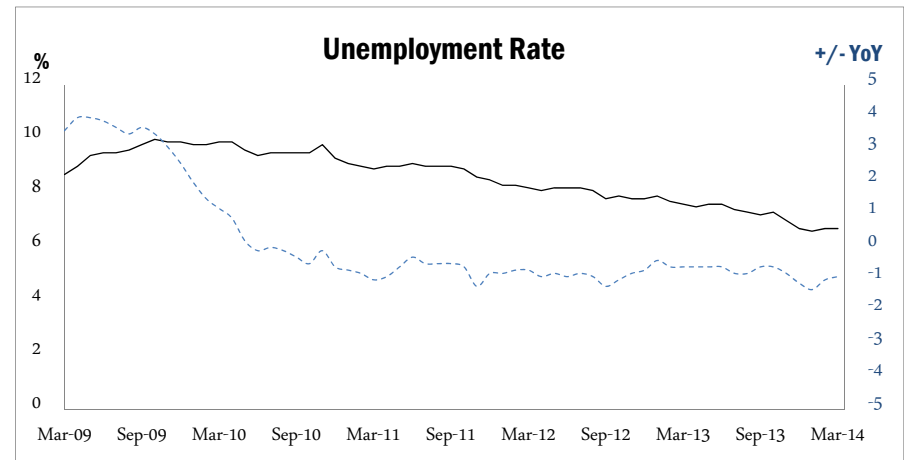
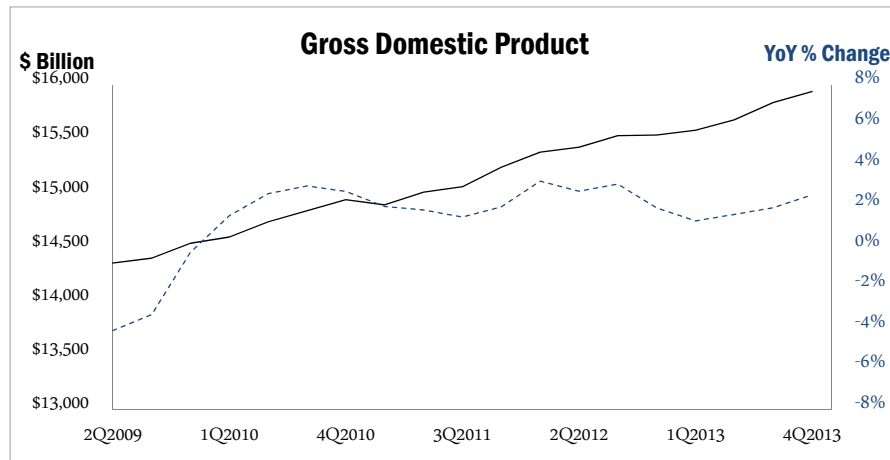
## **Spokane Employees' Retirement System**

First Quarter 2014 Performance Report

May 2014



# 1Q2014 Economic Data



Banking and Lending (Quarterly)					
Category	Recent	5-Yr High	5-Yr Low	5-Yr Avg.	Date
% Loans Non-Performing	2.7%	5.7%	2.7%	4.3%	4Q13
Loss Reserves/Loans	1.8%	3.7%	1.8%	2.8%	4Q13
Total Commercial Banks	5,783	6,942	5,783	6,334	4Q13
% Tightening Lending	-13.7%	64.2%	-21.8%	-0.2%	4Q13

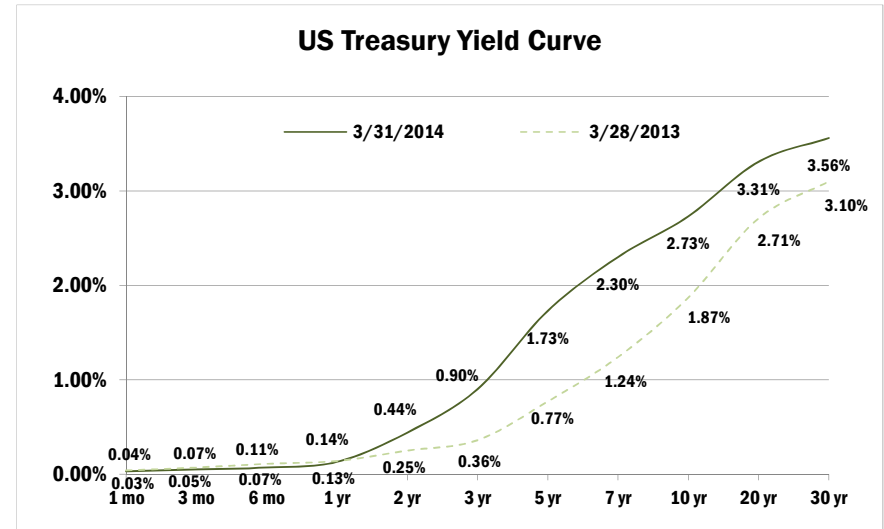
Other Prices and Indexes (Monthly)					
Category	Recent	5-Yr High	5-Yr Low	% Off Peak	Date
Gas: Price per Gallon	\$3.55	\$3.90	\$2.07	-9.1%	Mar-14
Spot Oil	\$100.82	\$109.53	\$47.94	-8.0%	Feb-14
Case-Shiller Home Price Index	168.0	168.0	136.9	0.0%	Jan-14
Medical Care CPI	431.3	431.3	371.7	16.0%*	Feb-14

Source: Federal Reserve Bank of St. Louis

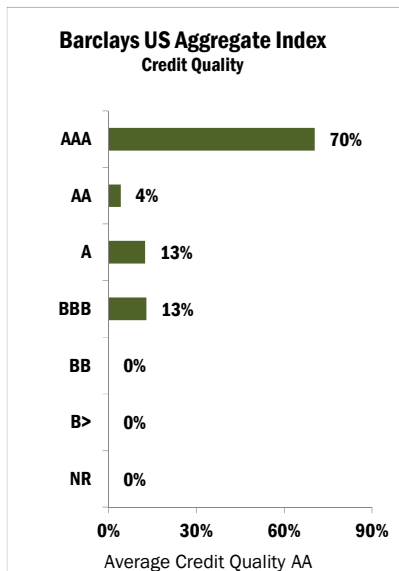
\*% Off Low

# 1Q2014 Bond Market Data

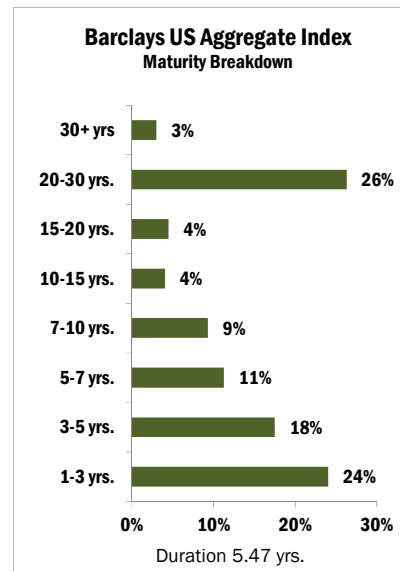
Index	QTR	YTD	1 yr.	3 yrs.	5 yrs.	10 yrs.
90-Day T-Bill	0.02%	0.02%	0.07%	0.07%	0.10%	1.56%
Barclays US Aggregate	1.84%	1.84%	-0.10%	3.75%	4.80%	4.46%
Barclays Short US Treasury	0.04%	0.04%	0.13%	0.16%	0.23%	1.77%
Barclays Int. US Treasury	0.65%	0.65%	-0.84%	2.49%	2.30%	3.58%
Barclays Long US Treasury	7.10%	7.10%	-4.18%	8.34%	4.81%	6.12%
Barclays US TIPS	1.95%	1.95%	-6.49%	3.50%	4.91%	4.52%
Barclays US Credit	2.91%	2.91%	1.02%	5.80%	8.90%	5.20%
Barclays US Mortgage-Backed	1.59%	1.59%	0.20%	2.76%	3.57%	4.58%
Barclays US Asset-Backed	0.54%	0.54%	0.21%	2.78%	6.05%	3.31%
Barclays US High Yield	2.98%	2.98%	7.54%	9.00%	18.25%	8.68%
Barclays Global	2.40%	2.40%	1.88%	2.78%	5.10%	4.50%
Barclays International	2.79%	2.79%	3.24%	2.06%	5.25%	4.48%
Barclays Emerging Market	2.82%	2.82%	0.04%	6.98%	12.45%	8.48%



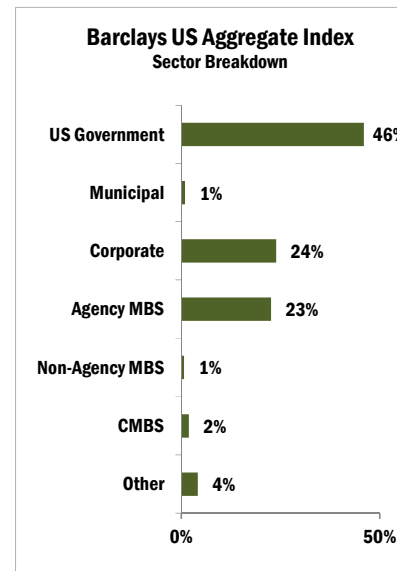
Source: Department of US Treasury



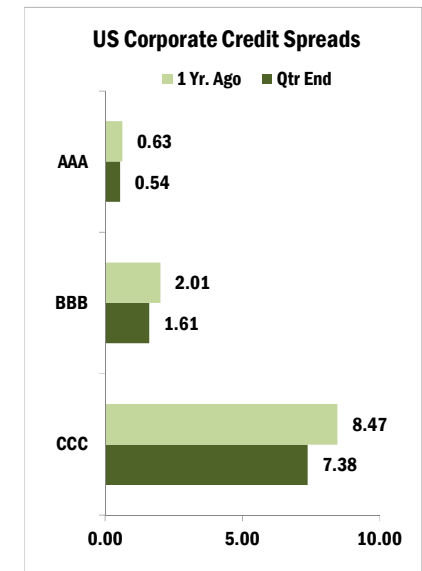
Source: Morningstar



Source: Morningstar



Source: Morningstar



Source: Federal Reserve / Bank of America

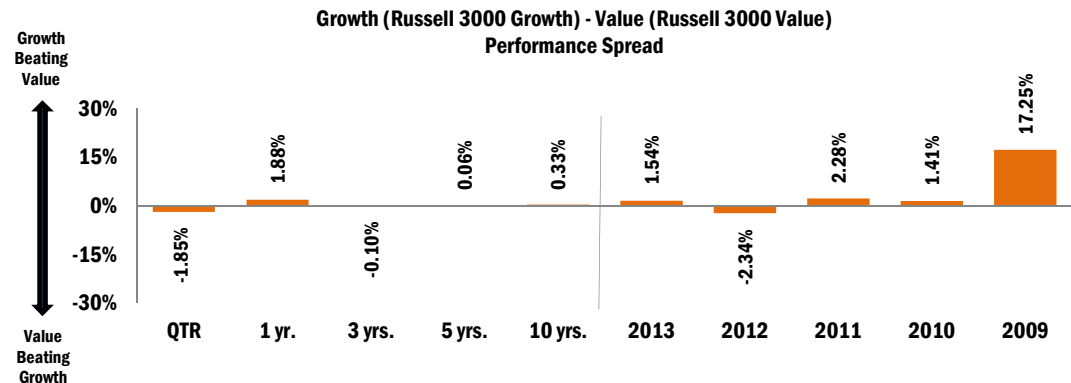
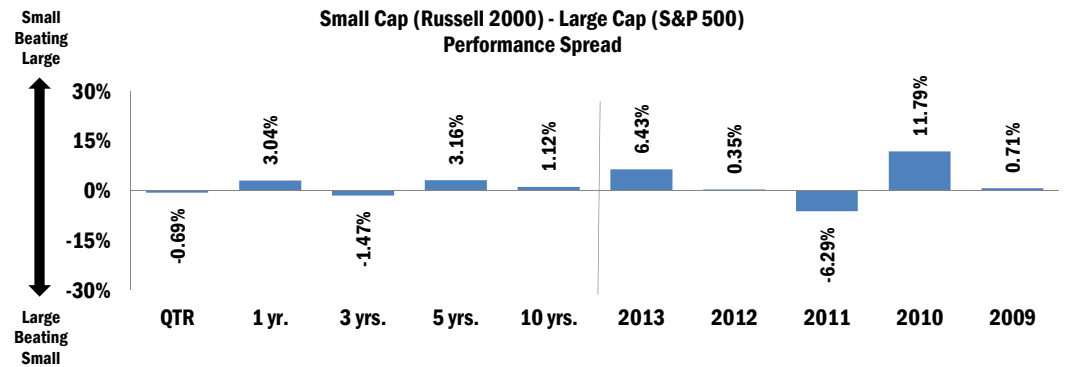
# 1Q2014 US Equity Market Data

## Sectors Weights/Returns (ranked by quarter performance)

	Wgt.	Sector	QTR	1 Yr.
S&P 500 Index	3%	Utilities	10.09%	10.28%
	13%	Health Care	5.81%	29.24%
	4%	Materials	2.86%	23.29%
	16%	Financials	2.61%	24.91%
	19%	Information Technology	2.28%	25.59%
	10%	Energy	0.79%	14.41%
	10%	Consumer Staples	0.50%	10.65%
	2%	Telecom Services	0.47%	2.32%
	11%	Industrials	0.14%	27.29%
	12%	Consumer Discretionary	-2.80%	24.00%
S&P Midcap 400 Index	Wgt.	Sector	QTR	1 Yr.
	3%	Consumer Staples	10.65%	25.97%
	5%	Utilities	7.96%	15.48%
	7%	Materials	5.26%	22.85%
	23%	Financials	4.98%	15.70%
	9%	Health Care	2.61%	28.68%
	0%	Telecom Services	2.48%	25.14%
	6%	Energy	2.03%	16.66%
	13%	Consumer Discretionary	1.26%	27.50%
	17%	Industrials	0.92%	23.52%
16%	Information Technology	0.82%	19.70%	
S&P Smallcap 600 Index	Wgt.	Sector	QTR	1 Yr.
	5%	Energy	10.58%	32.57%
	7%	Materials	4.36%	27.57%
	4%	Utilities	4.09%	12.81%
	19%	Information Technology	2.07%	34.40%
	4%	Consumer Staples	1.27%	28.82%
	15%	Industrials	0.82%	28.07%
	21%	Financials	0.17%	16.71%
	15%	Consumer Discretionary	-1.17%	32.44%
	10%	Health Care	-1.53%	35.96%
1%	Telecom Services	-2.45%	17.60%	

## Index Performance Data

Index	QTR	YTD	1 yr.	Annualized		
				3 yrs.	5 yrs.	10 yrs.
S&P 500	1.81%	1.81%	21.86%	14.66%	21.16%	7.42%
Russell 1000 Value	3.02%	3.02%	21.57%	14.80%	21.75%	7.58%
Russell 1000 Growth	1.12%	1.12%	23.22%	14.62%	21.68%	7.86%
Russell Mid Cap	3.53%	3.53%	23.51%	14.39%	25.55%	10.05%
Russell Mid Cap Value	5.22%	5.22%	22.95%	15.17%	26.35%	10.24%
Russell Mid Cap Growth	2.04%	2.04%	24.22%	13.52%	24.73%	9.47%
Russell 2000	1.12%	1.12%	24.90%	13.18%	24.31%	8.53%
Russell 2000 Value	1.78%	1.78%	22.65%	12.74%	23.33%	8.07%
Russell 2000 Growth	0.48%	0.48%	27.19%	13.61%	25.24%	8.87%
Russell 3000	1.97%	1.97%	22.61%	14.61%	21.93%	7.86%
DJ US Select REIT	10.35%	10.35%	4.35%	10.27%	28.92%	8.05%

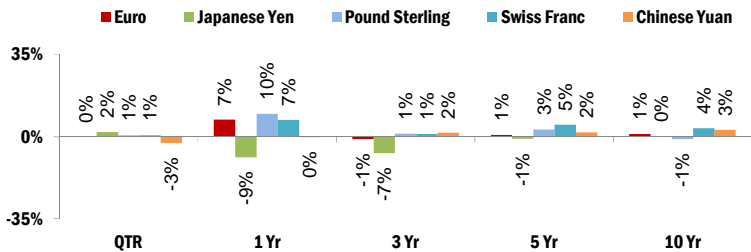


# 1Q2014 International Market Data

## Index Performance Data (net)

Index (US\$)	QTR	YTD	1 yr.	3 yrs.	5 yrs.	10 yrs.
<b>MSCI ACWI ex-US</b>	<b>0.51%</b>	<b>0.51%</b>	<b>12.31%</b>	<b>4.15%</b>	<b>15.52%</b>	<b>7.12%</b>
<b>MSCI EAFE</b>	<b>0.66%</b>	<b>0.66%</b>	<b>17.56%</b>	<b>7.21%</b>	<b>16.02%</b>	<b>6.53%</b>
<b>Europe</b>	<b>2.10%</b>	<b>2.10%</b>	<b>24.50%</b>	<b>8.37%</b>	<b>17.47%</b>	<b>7.41%</b>
United Kingdom	-0.83%	-0.83%	16.77%	9.00%	18.59%	6.80%
Germany	-0.33%	-0.33%	30.70%	9.32%	18.82%	9.75%
France	2.91%	2.91%	29.28%	5.84%	14.55%	6.46%
<b>Pacific</b>	<b>-2.51%</b>	<b>-2.51%</b>	<b>5.06%</b>	<b>5.12%</b>	<b>13.43%</b>	<b>4.76%</b>
Japan	-5.61%	-5.61%	7.53%	5.38%	10.35%	2.19%
Hong Kong	-3.36%	-3.36%	3.74%	5.11%	18.06%	10.06%
Australia	5.92%	5.92%	1.17%	4.72%	19.75%	11.10%
<b>Canada</b>	<b>1.56%</b>	<b>1.56%</b>	<b>6.34%</b>	<b>-1.74%</b>	<b>14.80%</b>	<b>9.33%</b>
<b>MSCI EM</b>	<b>-0.43%</b>	<b>-0.43%</b>	<b>-1.43%</b>	<b>-2.86%</b>	<b>14.48%</b>	<b>10.11%</b>
<b>MSCI EM Latin America</b>	<b>0.33%</b>	<b>0.33%</b>	<b>-13.83%</b>	<b>-8.94%</b>	<b>11.15%</b>	<b>13.78%</b>
<b>MSCI EM Asia</b>	<b>-0.31%</b>	<b>-0.31%</b>	<b>3.06%</b>	<b>-0.04%</b>	<b>15.59%</b>	<b>9.51%</b>
<b>MSCI EM Eur/Mid East</b>	<b>-6.52%</b>	<b>-6.52%</b>	<b>-8.29%</b>	<b>-8.82%</b>	<b>12.98%</b>	<b>5.59%</b>
<b>MSCI ACWI Value ex-US</b>	<b>0.71%</b>	<b>0.71%</b>	<b>13.80%</b>	<b>4.00%</b>	<b>15.80%</b>	<b>7.26%</b>
<b>MSCI ACWI Growth ex-US</b>	<b>0.30%</b>	<b>0.30%</b>	<b>10.84%</b>	<b>4.27%</b>	<b>15.22%</b>	<b>6.93%</b>
<b>MSCI AC World Sm Cap ex-US</b>	<b>3.47%</b>	<b>3.47%</b>	<b>16.28%</b>	<b>5.52%</b>	<b>21.18%</b>	<b>9.31%</b>

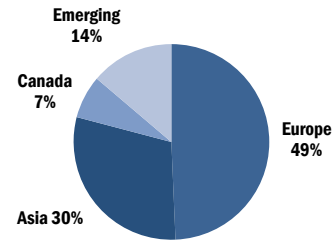
## Foreign Currency v. US\$ Returns



Exchange Rates	1Q14	4Q13	3Q13	2Q13	1Q13	4Q12
Japanese Yen	102.98	105.11	98.13	99.34	94.02	86.47
Euro	0.73	0.73	0.74	0.77	0.78	0.76
British Pound	0.60	0.60	0.62	0.66	0.66	0.62
Swiss Franc	0.88	0.89	0.90	0.95	0.95	0.92
Chinese Yuan	6.22	6.05	6.12	6.14	6.21	6.23

## Regional Exposure

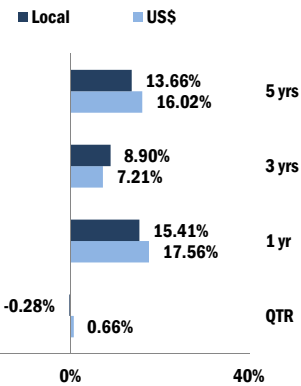
MSCI ACWI ex-USA



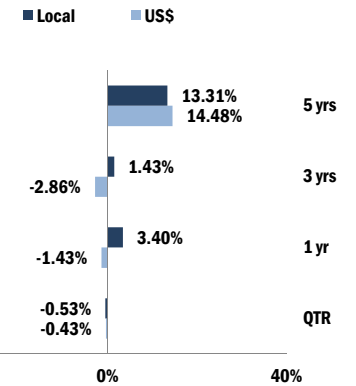
## Top 10 Countries (MSCI AC World ex-USA)

UK	15%
Japan	15%
France	8%
Canada	7%
Switzerland	7%
Germany	7%
Australia	6%
China	4%
South Korea	3%
Spain	3%

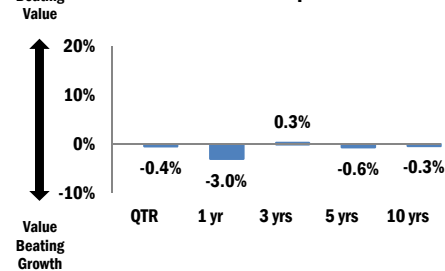
## MSCI EAFE Index Return



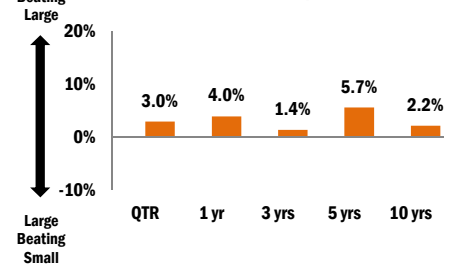
## MSCI Emerging Index Return



## MSCI ACWI Ex US Value v. Growth Performance Spread



## MSCI ACWI Ex US Large v. Small Cap Performance Spread



# Historical Market Returns

Ranked by Performance

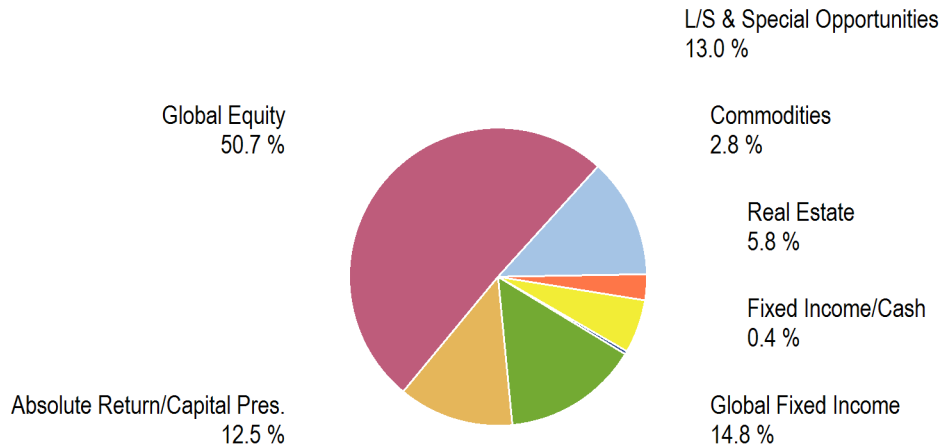
1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	1Q14
Emerging Markets 66.49%	Commod. 31.84%	US Bonds 8.44%	Commod. 25.91%	Emerging Markets 55.82%	Emerging Markets 25.55%	Emerging Markets 34.00%	Emerging Markets 32.14%	Emerging Markets 39.42%	US Bonds 5.24%	Emerging Markets 78.51%	Small Cap 26.85%	Core Real Estate 14.96%	Emerging Markets 18.22%	Small Cap 38.82%	Commod. 6.99%
Intl 30.63%	TIPS 13.18%	TIPS 7.90%	TIPS 16.57%	Small Cap 47.25%	Intl 20.91%	Commod. 21.36%	Intl 26.65%	Intl 16.65%	Global Bonds 4.79%	High Yield 58.21%	Mid Cap 25.48%	TIPS 13.56%	Mid Cap 17.28%	Mid Cap 34.76%	Mid Cap 3.53%
Commod. 24.35%	Core Real Estate 13.17%	High Yield 5.28%	Global Bonds 16.52%	Intl 40.83%	Mid Cap 20.22%	Core Real Estate 20.15%	Small Cap 18.37%	Commod. 16.23%	Cash 1.39%	Intl 41.45%	Emerging Markets 18.88%	US Bonds 7.84%	Intl 16.83%	Large Cap 32.39%	High Yield 2.98%
Small Cap 21.26%	US Bonds 11.63%	Core Real Estate 4.61%	US Bonds 10.26%	Mid Cap 40.06%	Small Cap 18.33%	Intl 16.62%	Large Cap 15.79%	Core Real Estate 14.84%	TIPS -2.35%	Mid Cap 40.48%	Commod. 16.83%	Global Bonds 5.64%	Small Cap 16.35%	Intl 15.29%	Global Bonds 2.40%
Large Cap 21.04%	Mid Cap 8.25%	Cash 3.34%	Core Real Estate 4.58%	High Yield 28.97%	Global Balanced 12.18%	Mid Cap 12.65%	Core Real Estate 15.27%	TIPS 11.64%	Core Real Estate -10.70%	Small Cap 27.17%	Core Real Estate 15.26%	High Yield 4.98%	Large Cap 16.00%	Global Balanced 14.46%	Core Real Estate 2.24%
Mid Cap 18.23%	Cash 5.98%	Small Cap 2.49%	Cash 1.63%	Large Cap 28.68%	Core Real Estate 12.00%	Large Cap 4.91%	Mid Cap 15.26%	Global Bonds 9.48%	Global Balanced -24.51%	Large Cap 26.46%	High Yield 15.12%	Large Cap 2.11%	High Yield 15.81%	Core Real Estate 12.95%	TIPS 1.95%
Global Balanced 12.98%	Global Bonds 3.17%	Global Bonds 1.57%	High Yield -1.41%	Global Balanced 24.27%	High Yield 11.13%	Small Cap 4.55%	Global Balanced 14.53%	Global Balanced 9.07%	High Yield -26.16%	Global Balanced 20.49%	Large Cap 15.06%	Cash 0.06%	Global Balanced 11.06%	High Yield 7.44%	US Bonds 1.84%
Core Real Estate 12.05%	Small Cap -3.02%	Emerging Markets -2.62%	Emerging Markets -6.17%	Commod. 23.93%	Large Cap 10.88%	Global Balanced 4.16%	High Yield 11.85%	US Bonds 6.97%	Small Cap -33.79%	Commod. 18.91%	Intl 11.15%	Global Balanced -0.97%	Core Real Estate 9.76%	Cash 0.07%	Large Cap 1.81%
Cash 4.78%	High Yield -5.86%	Mid Cap -5.62%	Global Balanced -6.58%	Global Bonds 12.51%	Global Bonds 9.27%	Cash 3.25%	Global Bonds 6.64%	Mid Cap 5.60%	Commod. -35.65%	TIPS 11.41%	Global Balanced 9.40%	Mid Cap -1.55%	TIPS 6.98%	US Bonds -2.02%	Global Balanced 1.60%
High Yield 2.39%	Global Balanced -6.70%	Global Balanced -9.04%	Intl -14.95%	TIPS 8.40%	Commod. 9.15%	TIPS 2.84%	Cash 4.85%	Large Cap 5.49%	Large Cap -37.00%	Global Bonds 6.93%	US Bonds 6.54%	Small Cap -4.18%	Global Bonds 4.32%	Global Bonds -2.60%	Small Cap 1.12%
TIPS 2.39%	Large Cap -9.10%	Large Cap -11.89%	Mid Cap -16.19%	Core Real Estate 8.28%	TIPS 8.46%	High Yield 2.74%	US Bonds 4.33%	Cash 4.44%	Mid Cap -41.46%	US Bonds 5.93%	TIPS 6.31%	Commod. -13.32%	US Bonds 4.21%	Emerging Markets -2.60%	Intl 0.51%
US Bonds -0.82%	Intl -15.31%	Commod. -19.51%	Small Cap -20.48%	US Bonds 4.10%	US Bonds 4.34%	US Bonds 2.43%	Commod. 2.07%	High Yield 1.87%	Intl -45.53%	Cash 0.16%	Global Bonds 5.54%	Intl -13.71%	Cash 0.08%	TIPS -8.61%	Cash 0.02%
Global Bonds -5.17%	Emerging Markets -30.83%	Intl -19.73%	Large Cap -22.10%	Cash 1.03%	Cash 1.44%	Global Bonds -4.49%	TIPS 0.41%	Small Cap -1.57%	Emerging Markets -53.33%	Core Real Estate -30.40%	Cash 0.15%	Emerging Markets -18.42%	Commod. -1.06%	Commod. -9.52%	Emerging Markets -0.43%

Global Balanced is composed of 60% MSCI World Stock Index, 35% Barclays Global Aggregate Bond Index, and 5% US 90-Day T-Bills.

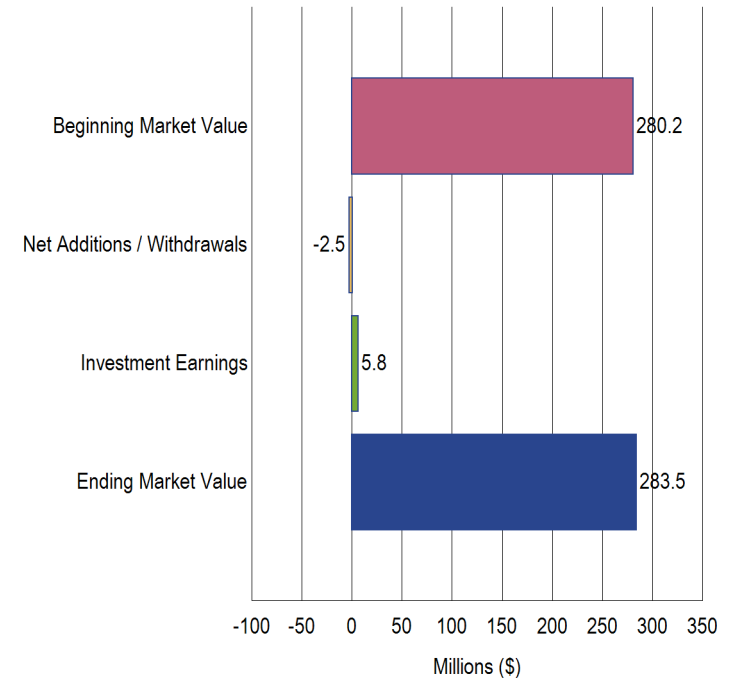
# Spokane Employees' Retirement System

As of March 31, 2014

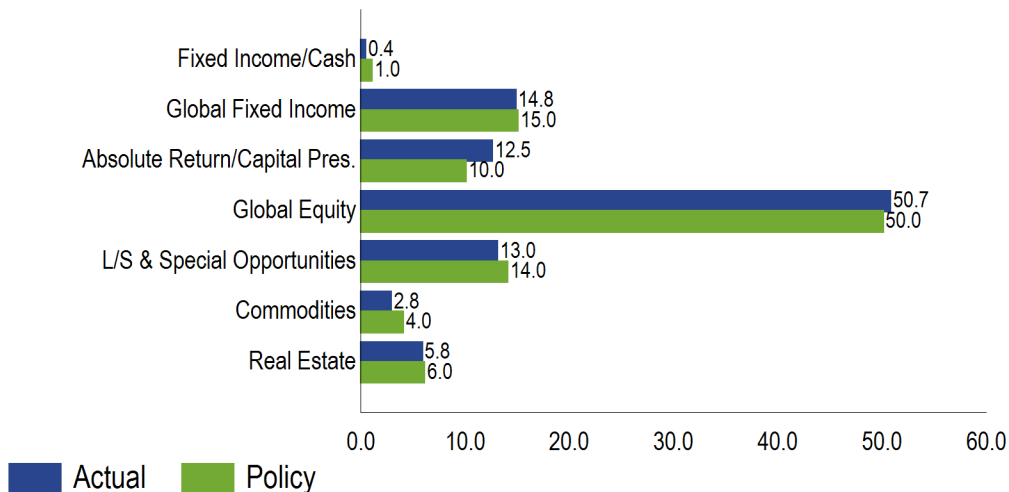
## Current Allocation



## Current Quarter



## Actual vs Target Allocation (%)



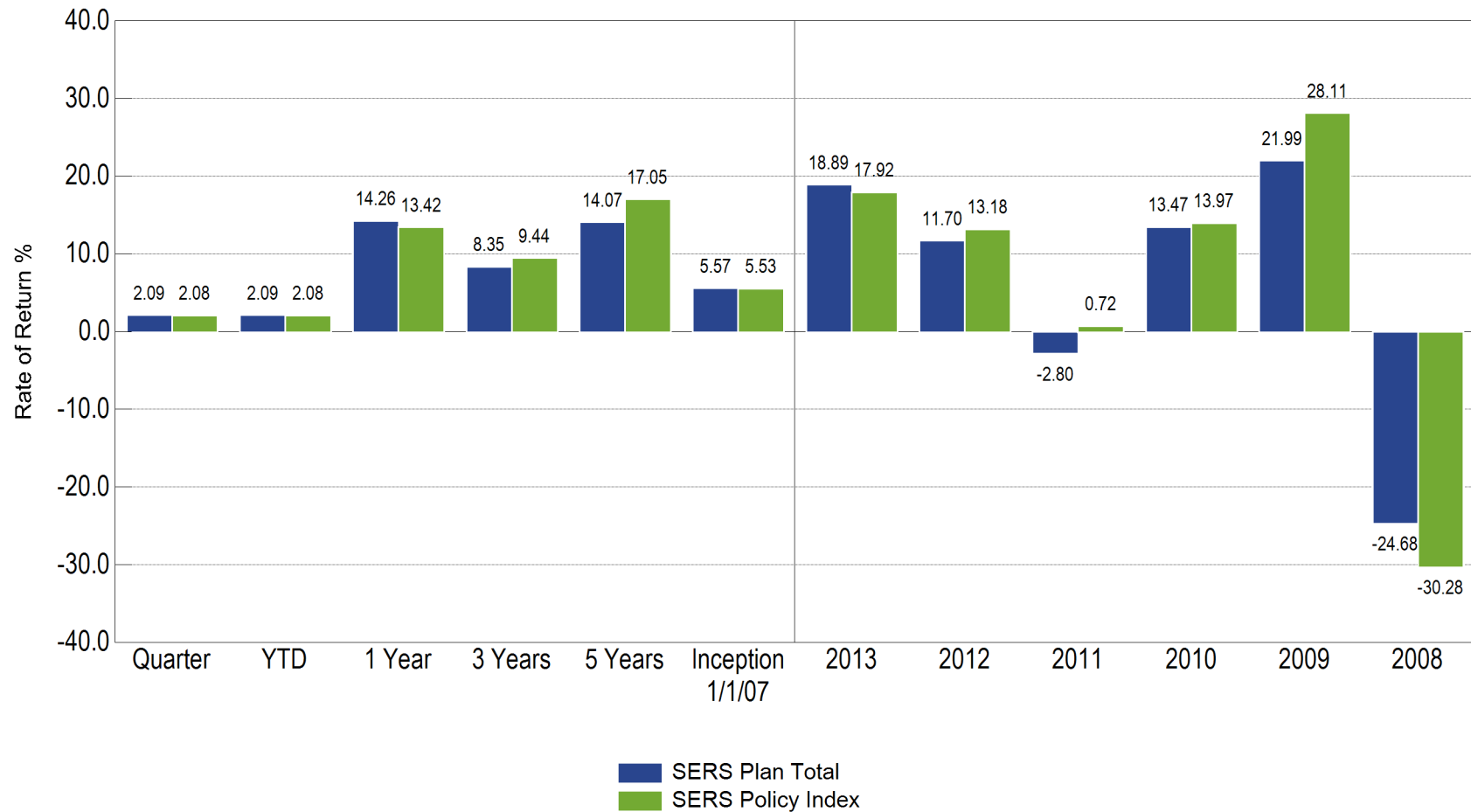
## Current Market Value:

**\$283,507,012**

## Policy Index

Index	Weight
US 90 Day T-Bill	1%
Barclays US Aggregate Bond Index	15%
Barclays Corporate High Yield Index	5%
Barclays Global Aggregate Bond Index	5%
S&P 500 Index	34%
Russell Mid Cap Index	8%
Russell 2000 Index	5%
MSCI ACWI ex-US	17%
S&P GSCI Index	4%
NAREIT Composite	3%
NCREIF Property Index	3%

Return Summary  
Ending March 31, 2014



Performance Net of Fees

Performance greater than 1 year is annualized



# Spokane Employees' Retirement System

As of March 31, 2014

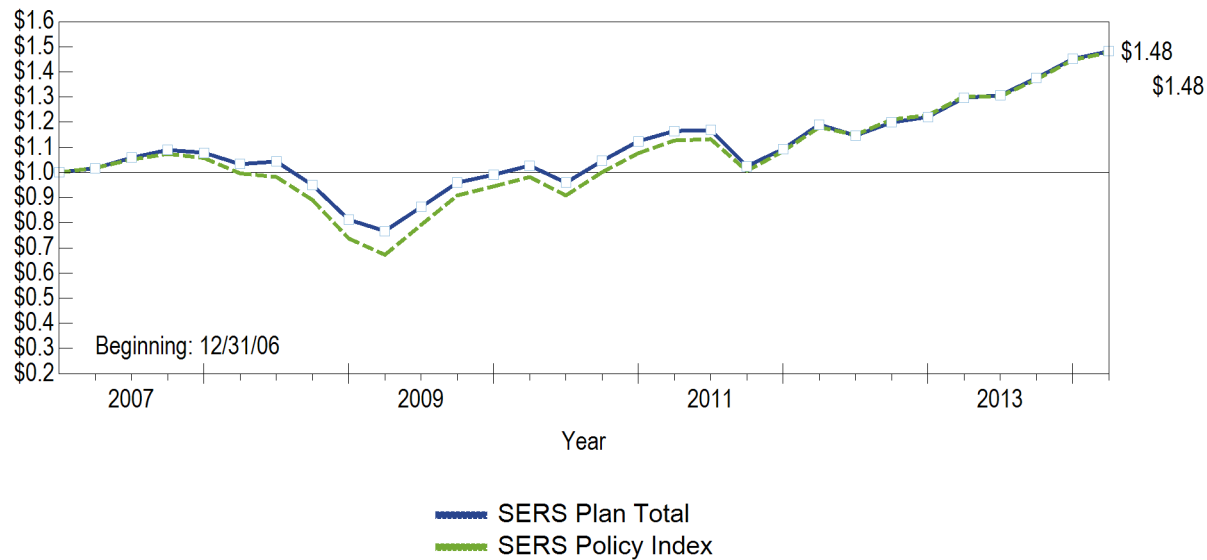
## Total Account Performance Summary

	3 Mo (%)	YTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	2013 (%)	2012 (%)	2011 (%)	2010 (%)	2009 (%)	2008 (%)	Return (%)	Since
<b>SERS Plan Total</b>	<b>2.09</b>	<b>2.09</b>	<b>14.26</b>	<b>8.35</b>	<b>14.07</b>	<b>18.89</b>	<b>11.70</b>	<b>-2.80</b>	<b>13.47</b>	<b>21.99</b>	<b>-24.68</b>	<b>5.57</b>	<b>Jan-07</b>
SERS Policy Index	<u>2.08</u>	<u>2.08</u>	<u>13.42</u>	<u>9.44</u>	<u>17.05</u>	<u>17.92</u>	<u>13.18</u>	<u>0.72</u>	<u>13.97</u>	<u>28.11</u>	<u>-30.28</u>	<u>5.53</u>	Jan-07
Over/Under	0.01	0.01	0.84	-1.09	-2.98	0.97	-1.48	-3.52	-0.50	-6.12	5.60	0.04	
70/30 ACWI/Barclays Aggregate Bond	1.36	1.36	11.42	7.35	14.08	14.87	12.66	-2.67	11.31	25.93	-30.17	4.53	Jan-07
<b>Fixed Income Total</b>	<b>1.78</b>	<b>1.78</b>	<b>2.32</b>	<b>4.35</b>	<b>6.02</b>	<b>1.22</b>	<b>8.22</b>	<b>3.12</b>	<b>5.99</b>	<b>10.76</b>	<b>4.07</b>	<b>5.74</b>	<b>Apr-07</b>
Barclays Aggregate	<u>1.84</u>	<u>1.84</u>	<u>-0.10</u>	<u>3.75</u>	<u>4.80</u>	<u>-2.02</u>	<u>4.21</u>	<u>7.84</u>	<u>6.54</u>	<u>5.93</u>	<u>5.24</u>	<u>4.96</u>	Apr-07
Over/Under	-0.06	-0.06	2.42	0.60	1.22	3.24	4.01	-4.72	-0.55	4.83	-1.17	0.78	
<b>Absolute Return/Capital Pres</b>	<b>1.80</b>	<b>1.80</b>	<b>4.42</b>	<b>5.04</b>	<b>2.82</b>	<b>4.65</b>	<b>6.68</b>	<b>2.63</b>	<b>-0.34</b>	<b>-0.05</b>	<b>-11.23</b>	<b>0.49</b>	<b>Jan-08</b>
HFRI FOF: Conservative Index	<u>1.29</u>	<u>1.29</u>	<u>6.14</u>	<u>2.74</u>	<u>4.64</u>	<u>7.70</u>	<u>4.22</u>	<u>-3.55</u>	<u>5.07</u>	<u>9.65</u>	<u>-19.86</u>	<u>0.20</u>	Jan-08
Over/Under	0.51	0.51	-1.72	2.30	-1.82	-3.05	2.46	6.18	-5.41	-9.70	8.63	0.29	
Barclays Aggregate	1.84	1.84	-0.10	3.75	4.80	-2.02	4.21	7.84	6.54	5.93	5.24	4.69	Jan-08
<b>Long Short/Special Opps Total</b>	<b>1.82</b>	<b>1.82</b>	<b>11.84</b>	<b>4.54</b>	<b>7.77</b>	<b>15.23</b>	<b>3.81</b>	<b>-6.31</b>	<b>7.61</b>	<b>17.81</b>	<b>--</b>	<b>2.71</b>	<b>Apr-08</b>
HFRI Fund of Funds Composite Index	<u>0.47</u>	<u>0.47</u>	<u>5.95</u>	<u>2.34</u>	<u>4.89</u>	<u>8.96</u>	<u>4.79</u>	<u>-5.72</u>	<u>5.70</u>	<u>11.47</u>	<u>-21.37</u>	<u>0.76</u>	Apr-08
Over/Under	1.35	1.35	5.89	2.20	2.88	6.27	-0.98	-0.59	1.91	6.34		1.95	
S&P 500	1.81	1.81	21.86	14.66	21.16	32.39	16.00	2.11	15.06	26.46	-37.00	8.33	Apr-08
<b>Large Cap Equity Total</b>	<b>2.12</b>	<b>2.12</b>	<b>24.18</b>	<b>14.47</b>	<b>20.94</b>	<b>34.81</b>	<b>15.42</b>	<b>-0.61</b>	<b>15.76</b>	<b>27.61</b>	<b>-37.39</b>	<b>7.05</b>	<b>Apr-07</b>
S&P 500	<u>1.81</u>	<u>1.81</u>	<u>21.86</u>	<u>14.66</u>	<u>21.16</u>	<u>32.39</u>	<u>16.00</u>	<u>2.11</u>	<u>15.06</u>	<u>26.46</u>	<u>-37.00</u>	<u>6.31</u>	Apr-07
Over/Under	0.31	0.31	2.32	-0.19	-0.22	2.42	-0.58	-2.72	0.70	1.15	-0.39	0.74	
<b>Mid Cap Equity Total</b>	<b>1.67</b>	<b>1.67</b>	<b>23.38</b>	<b>12.50</b>	<b>23.31</b>	<b>37.51</b>	<b>14.18</b>	<b>-2.95</b>	<b>22.88</b>	<b>37.22</b>	<b>-35.55</b>	<b>8.73</b>	<b>Apr-07</b>
Russell MidCap	<u>3.53</u>	<u>3.53</u>	<u>23.51</u>	<u>14.39</u>	<u>25.55</u>	<u>34.76</u>	<u>17.28</u>	<u>-1.55</u>	<u>25.48</u>	<u>40.48</u>	<u>-41.46</u>	<u>7.71</u>	Apr-07
Over/Under	-1.86	-1.86	-0.13	-1.89	-2.24	2.75	-3.10	-1.40	-2.60	-3.26	5.91	1.02	
<b>Small Cap Equity Total</b>	<b>0.73</b>	<b>0.73</b>	<b>25.23</b>	<b>12.47</b>	<b>22.49</b>	<b>40.29</b>	<b>12.78</b>	<b>-3.08</b>	<b>26.03</b>	<b>24.96</b>	<b>-39.70</b>	<b>5.32</b>	<b>Apr-07</b>
Russell 2000	<u>1.12</u>	<u>1.12</u>	<u>24.90</u>	<u>13.18</u>	<u>24.31</u>	<u>38.82</u>	<u>16.35</u>	<u>-4.18</u>	<u>26.86</u>	<u>27.17</u>	<u>-33.79</u>	<u>7.08</u>	Apr-07
Over/Under	-0.39	-0.39	0.33	-0.71	-1.82	1.47	-3.57	1.10	-0.83	-2.21	-5.91	-1.76	

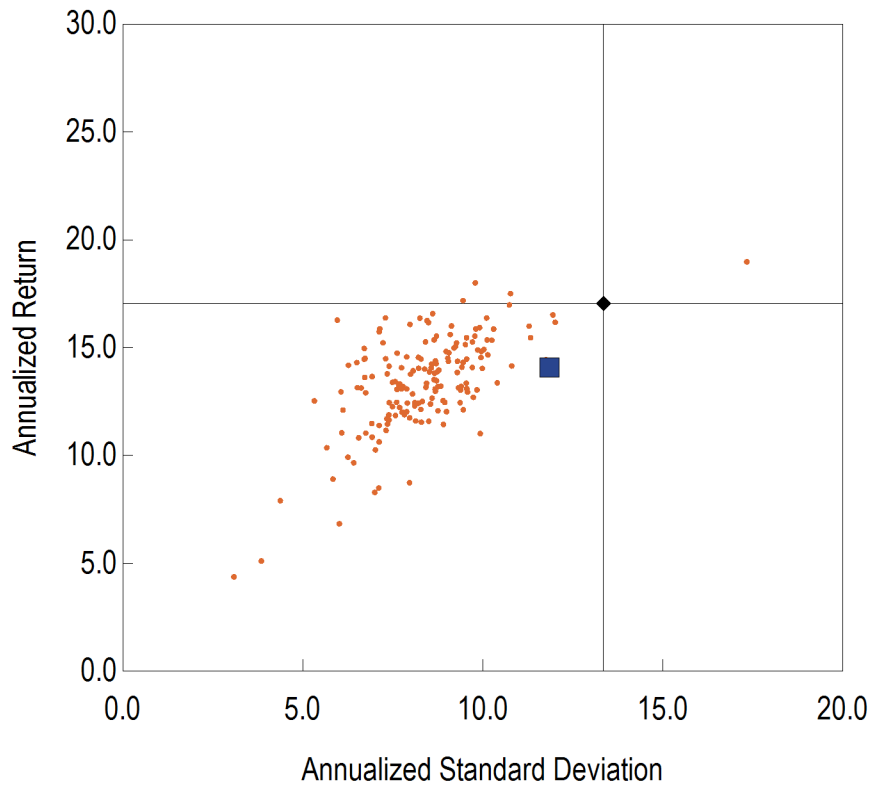
Total Account Performance Summary

	3 Mo (%)	YTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	2013 (%)	2012 (%)	2011 (%)	2010 (%)	2009 (%)	2008 (%)	Return (%)	Since
<b>International Equity Total</b>	1.15	1.15	16.79	7.10	17.64	20.93	18.48	-13.72	17.28	38.62	-39.76	4.88	Apr-07
MSCI ACWI ex USA	0.51	0.51	12.31	4.15	15.52	15.29	16.83	-13.71	11.15	41.45	-45.53	1.70	Apr-07
Over/Under	0.64	0.64	4.48	2.95	2.12	5.64	1.65	-0.01	6.13	-2.83	5.77	3.18	
<b>Commodities Total</b>	4.38	4.38	0.51	-4.40	5.23	-3.39	-1.87	-3.28	7.17	--	--	5.23	Apr-09
S&P GSCI Total Return Index	2.94	2.94	1.13	-3.40	6.85	-1.22	0.08	-1.18	9.03	13.48	-46.49	6.85	Apr-09
Over/Under	1.44	1.44	-0.62	-1.00	-1.62	-2.17	-1.95	-2.10	-1.86			-1.62	
DJ UBS Commodity TR USD	6.99	6.99	-2.10	-7.37	4.24	-9.52	-1.06	-13.32	16.83	18.91	-35.65	4.24	Apr-09
<b>Real Estate Total</b>	8.30	8.30	12.03	12.75	23.10	8.71	15.17	9.44	23.35	13.84	-30.09	2.48	Apr-07
RE Index (50/50 NAREIT Comp REIT/NCREIF PI)	5.67	5.67	7.15	11.51	17.87	7.30	15.38	11.44	20.65	5.56	-20.87	4.94	Apr-07
Over/Under	2.63	2.63	4.88	1.24	5.23	1.41	-0.21	-2.00	2.70	8.28	-9.22	-2.46	

GROWTH OF A DOLLAR

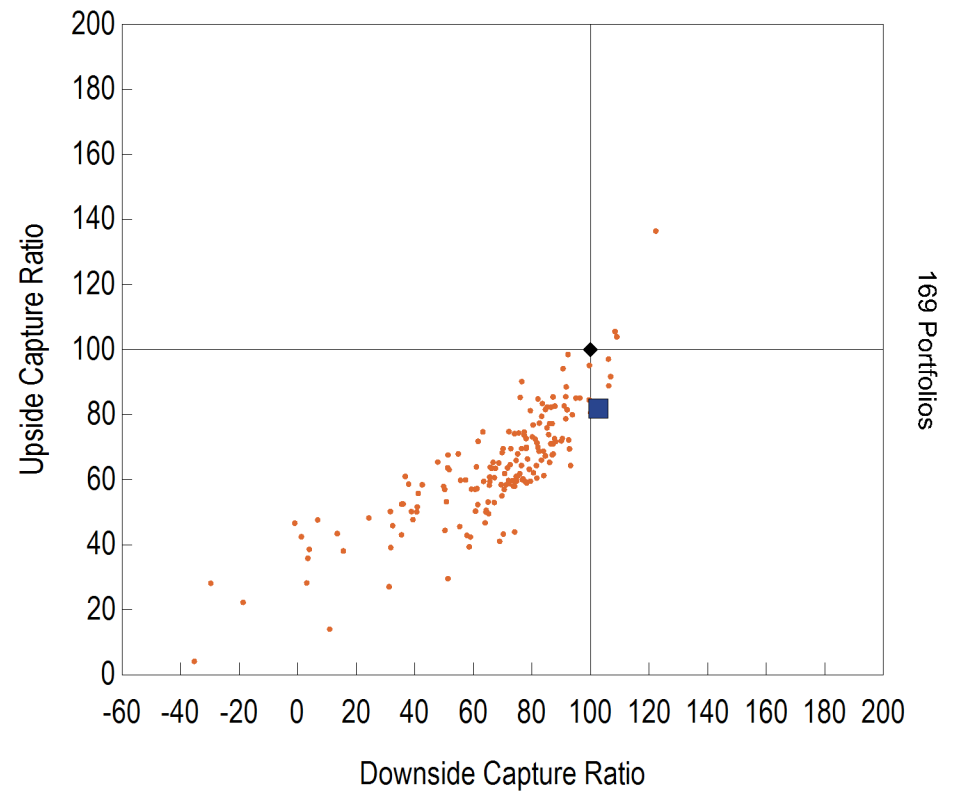


Annualized Return vs. Annualized Standard Deviation  
5 Years Ending March 31, 2014



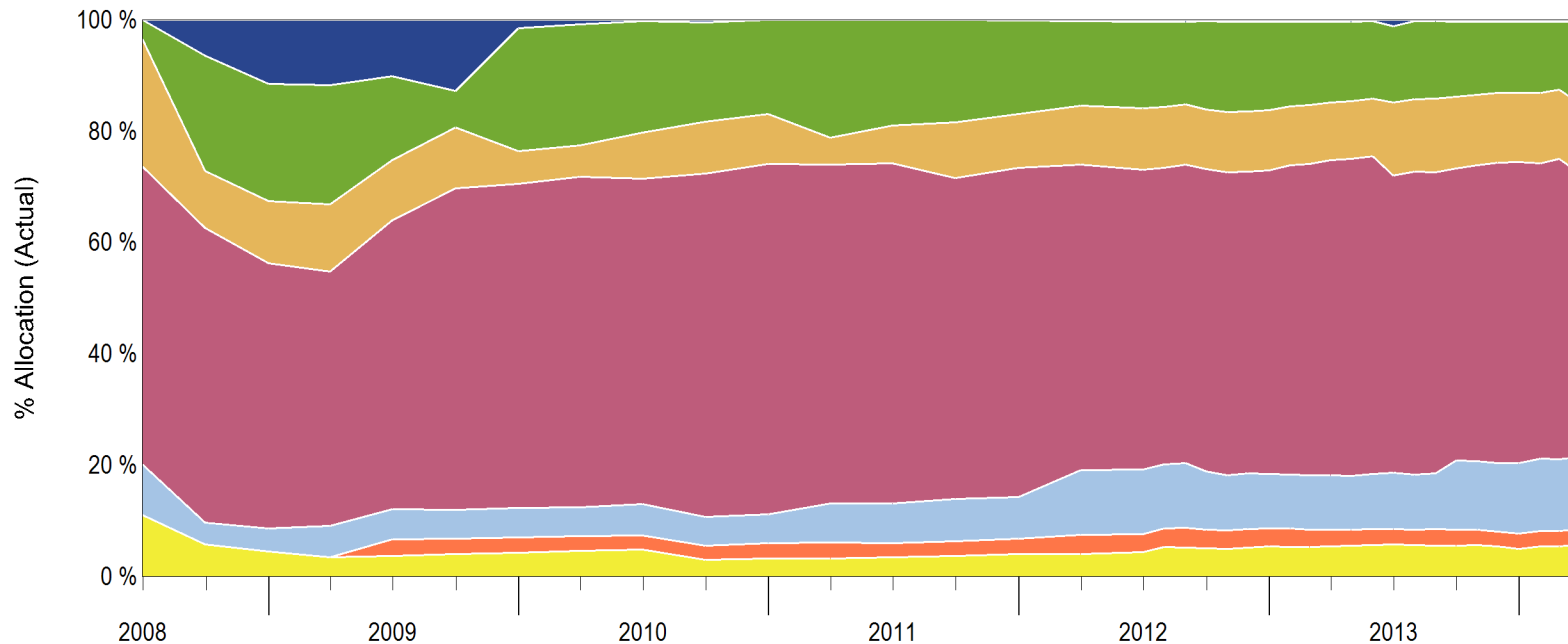
- SERS Plan Total
- ◆ SERS Policy Index
- InvestorForce All DB \$250mm-\$1B Net +

Upside Capture Ratio vs. Downside Capture Ratio  
5 Years Ending March 31, 2014



- SERS Plan Total
- ◆ SERS Policy Index
- InvestorForce All DB \$250mm-\$1B Net +

Asset Allocation History  
5 Years 9 Months Ending March 31, 2014



6.4	11.5	11.7	10.1	12.8	1.5	0.8	0.2	0.5	0.0	0.0	0.0	0.0	0.1	0.2	0.3	0.3	0.3	0.3	1.2	0.3	0.3	0.4
20.8	21.0	21.4	15.2	6.5	22.0	21.8	20.1	17.8	16.8	21.2	19.0	18.4	16.9	15.2	15.5	15.8	15.9	14.4	13.6	13.5	12.7	14.8
10.2	11.2	12.1	10.8	11.0	6.0	5.7	8.3	9.3	8.9	4.8	6.8	10.0	9.7	10.6	11.1	10.8	10.8	10.4	13.2	12.8	12.5	12.5
52.9	47.6	45.6	51.8	57.7	58.2	59.3	58.4	61.7	63.0	60.9	61.1	57.6	59.1	54.9	53.8	54.3	54.6	56.7	53.4	52.4	54.1	50.7
4.0	4.2	5.6	5.4	5.2	5.2	5.2	5.6	5.2	5.2	7.0	7.1	7.6	7.5	11.5	11.6	10.5	9.8	9.7	10.1	12.4	12.7	13.0
--	--	0.0	3.0	2.7	2.8	2.6	2.6	2.5	2.7	2.8	2.6	2.6	2.7	3.5	3.2	3.4	3.2	3.1	2.8	2.8	2.7	2.8
5.7	4.5	3.5	3.7	4.1	4.3	4.6	4.8	3.0	3.3	3.3	3.5	3.7	4.1	4.1	4.4	5.1	5.4	5.4	5.8	5.6	5.0	5.8

- Fixed Income/Cash
- Global Fixed Income
- Absolute Return/Capital Pres.
- Global Equity
- L/S & Special Opportunities
- Commodities
- Real Estate