



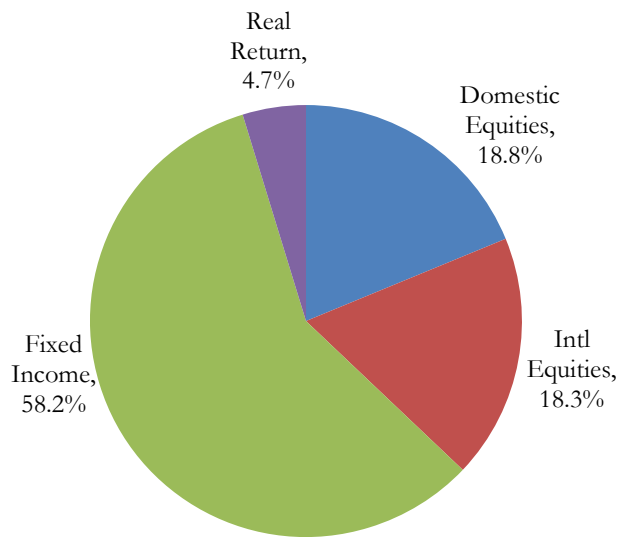
# INVESTMENT UPDATE

June 2011

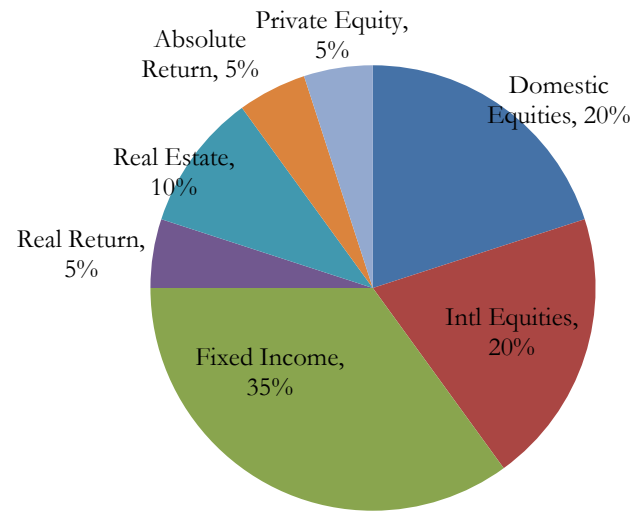


# PORTFOLIO SNAPSHOT

June 2011



**Asset Allocation**

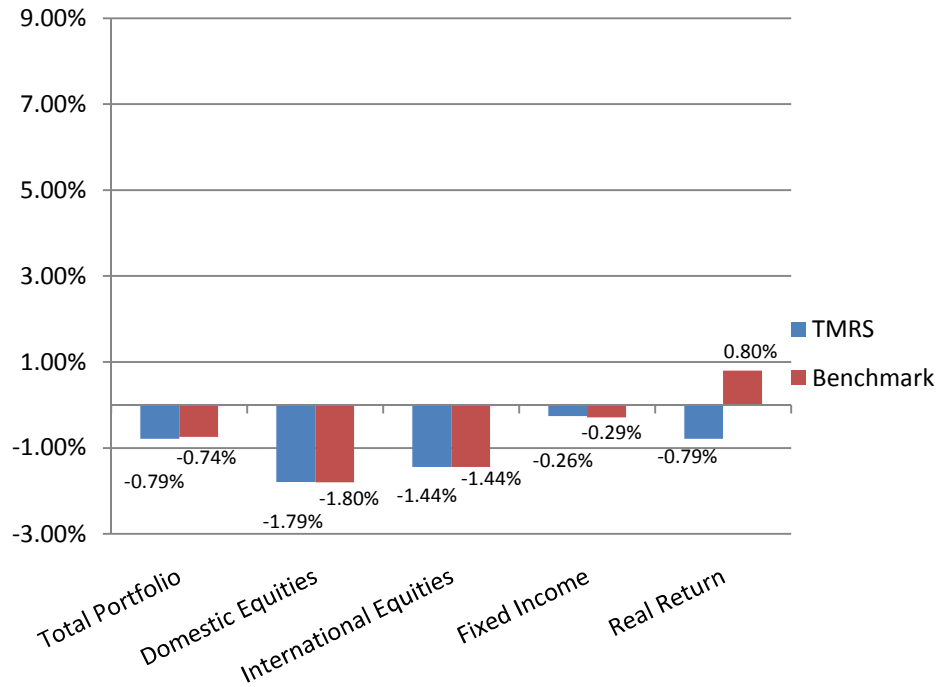


**Target Asset Allocation**

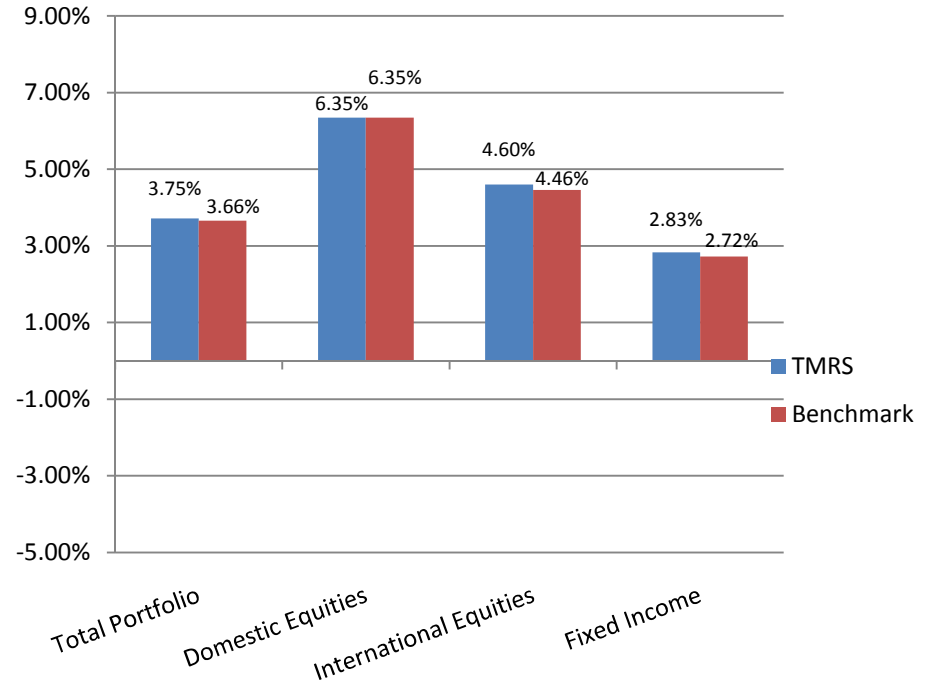
- Total portfolio market value \$18.6 billion
- Total fund returns for the periods ending June 2011 are:
  - 1 month  $-0.8\%$
  - Year-to-date  $+3.7\%$
  - 1-Year  $+11.6\%$

# ASSET CLASS PERFORMANCE

## June 2011



Month to Date



Year to Date

Note: Although current period returns are provided, investment performance objectives are longer term (5-30 years) and evaluated relative to the return that must be achieved in order for the fund to meet its benefit obligations.

# PORTFOLIO DIVERSIFICATION PROGRESS UPDATE

June 2011

ASSET CLASS	CURRENT ALLOCATION	TARGET ALLOCATION	COMMENTS
Domestic Equities	18.8%	20%	Monthly investing continues through year-end
International Equities	18.3%	20%	Monthly investing and transition from EAFE to ACW-ex US IMI continues through year-end
Fixed Income	58.2%	35%	Core Fixed Income at 48.5% continues to fund diversification; Core Plus is at 9.5%
Real Return	4.7%	5%	Fully funded.
Real Estate	0%	10%	2011 Pacing Plan calls for \$500 mill commitment; managers selected for \$200 mill; search underway for balance.
Absolute Return	0%	5%	Educational sessions planned for 2011.
Private Equity	0%	5%	Educational sessions planned for 2012.