

Spokane Employees' Retirement System

First Quarter 2015 Performance Report

May 2015



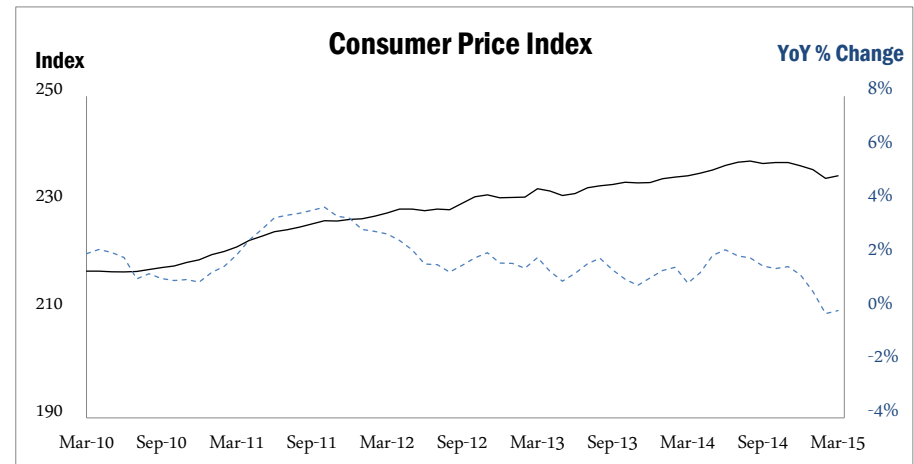
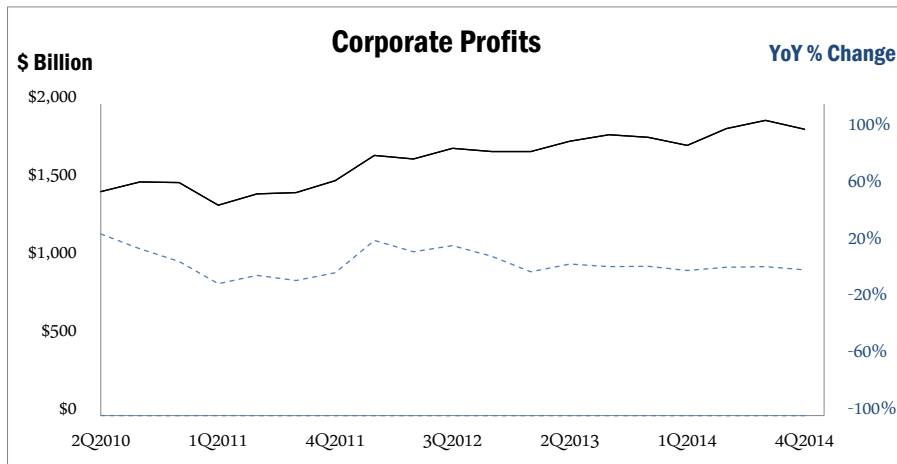
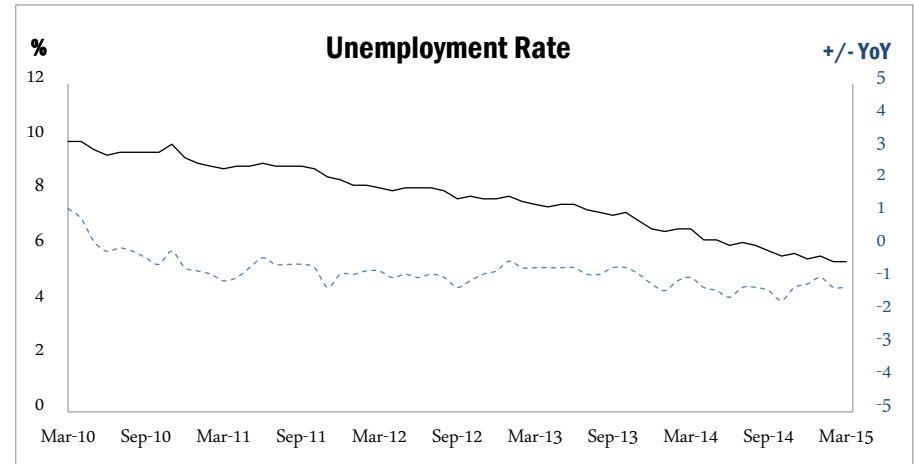
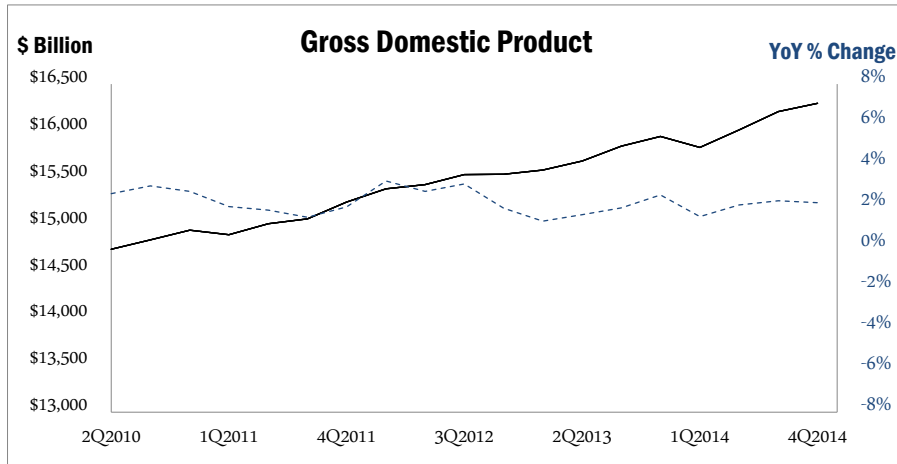
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Section 1

1Q2015 Economic Data



Banking and Lending (Quarterly)					
Category	Recent	5-Yr High	5-Yr Low	5-Yr Avg.	Date
% Loans Non-Performing	2.0%	5.7%	2.0%	3.8%	4Q14
Loss Reserves/Loans	1.5%	3.7%	1.5%	2.5%	4Q14
Total Commercial Banks	5,571	6,683	5,571	6,096	4Q14
% Tightening Lending	-5.5%	5.4%	-21.8%	-9.6%	4Q14

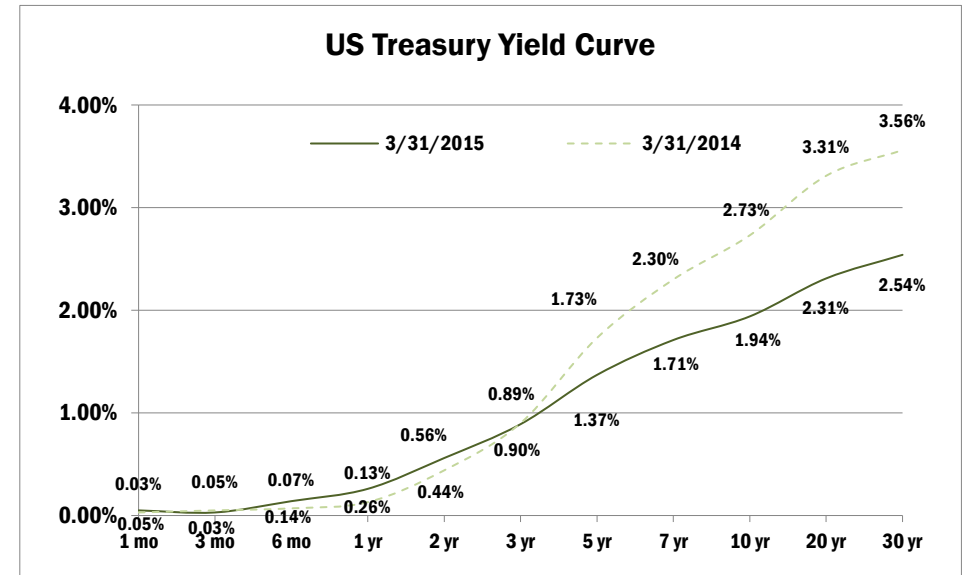
Other Prices and Indexes (Monthly)					
Category	Recent	5-Yr High	5-Yr Low	% Off Peak	Date
Gas: Price per Gallon	\$2.43	\$3.90	\$2.14	-37.6%	Mar-15
Spot Oil	\$50.58	\$109.53	\$47.22	-53.8%	Feb-15
Case-Shiller Home Price Index	175.8	175.8	136.9	28.4%*	Jan-15
Medical Care CPI	441.4	441.4	385.7	14.4%*	Feb-15

Source: Federal Reserve Bank of St. Louis

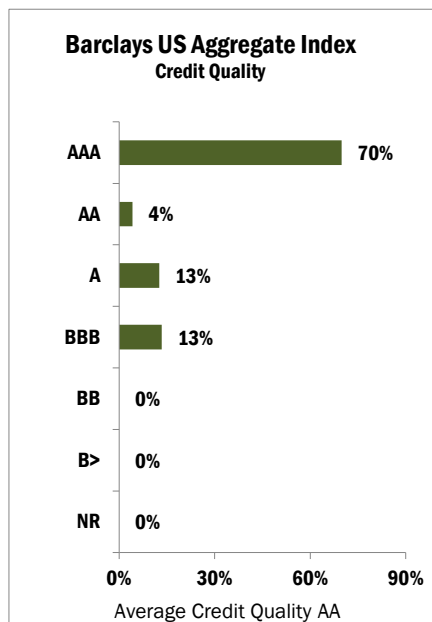
*% Off Low

1Q2015 Bond Market Data

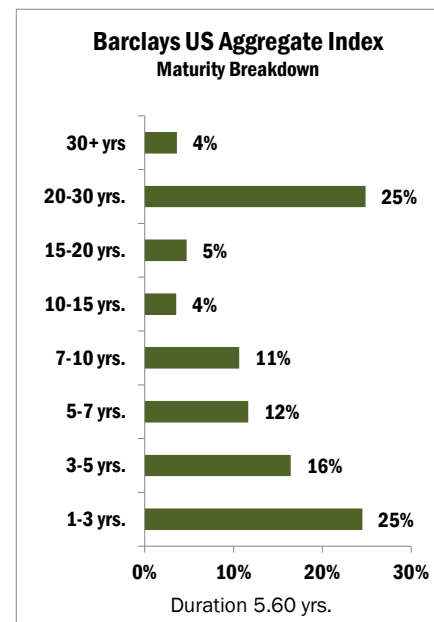
Index	QTR	YTD	1 yr.	3 yrs.	5 yrs.	10 yrs.
90-Day T-Bill	0.01%	0.01%	0.04%	0.07%	0.08%	1.43%
Barclays US Aggregate	1.61%	1.61%	5.72%	3.10%	4.41%	4.93%
Barclays Short US Treasury	0.04%	0.04%	0.09%	0.14%	0.17%	1.64%
Barclays Int. US Treasury	1.28%	1.28%	3.22%	1.56%	2.95%	4.00%
Barclays Long US Treasury	3.96%	3.96%	21.40%	7.68%	10.61%	7.90%
Barclays US TIPS	1.42%	1.42%	3.11%	0.63%	4.29%	4.55%
Barclays US Credit	2.16%	2.16%	6.74%	4.88%	6.23%	5.80%
Barclays US Mortgage-Backed	1.06%	1.06%	5.53%	2.54%	3.63%	4.87%
Barclays US Asset-Backed	0.90%	0.90%	2.24%	1.76%	2.96%	3.50%
Barclays US High Yield	2.52%	2.52%	2.00%	7.46%	8.59%	8.18%
Barclays Global	-1.92%	-1.92%	-3.66%	-0.21%	2.31%	3.61%
Barclays International	-4.63%	-4.63%	-10.08%	-2.68%	0.76%	2.63%
Barclays Emerging Market	2.30%	2.30%	4.23%	4.73%	6.93%	8.15%



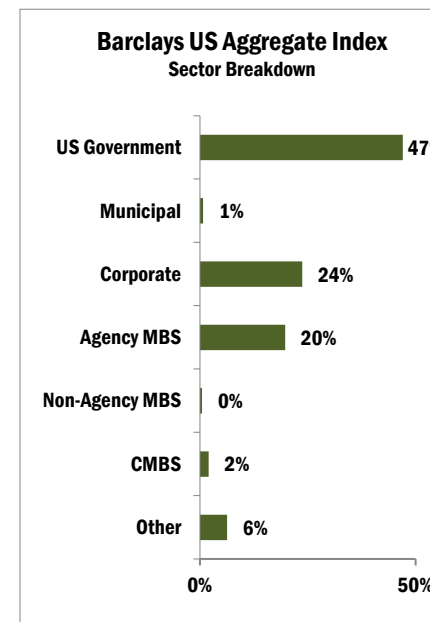
Source: Department of US Treasury



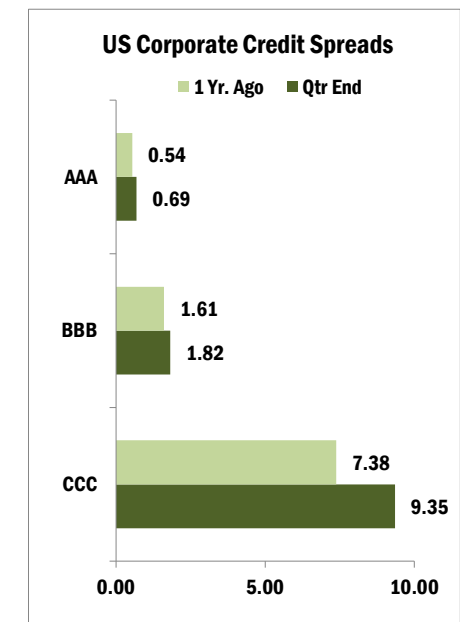
Source: Morningstar



Source: Morningstar



Source: Morningstar



Source: Federal Reserve / Bank of America

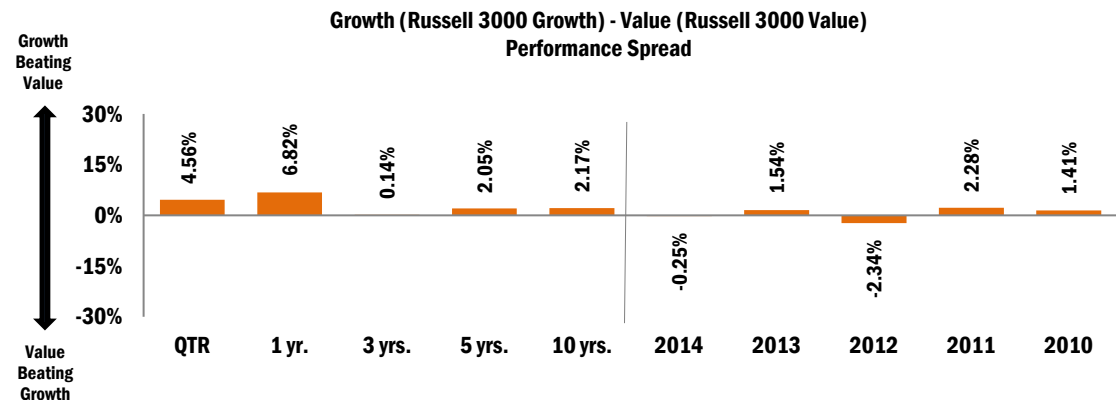
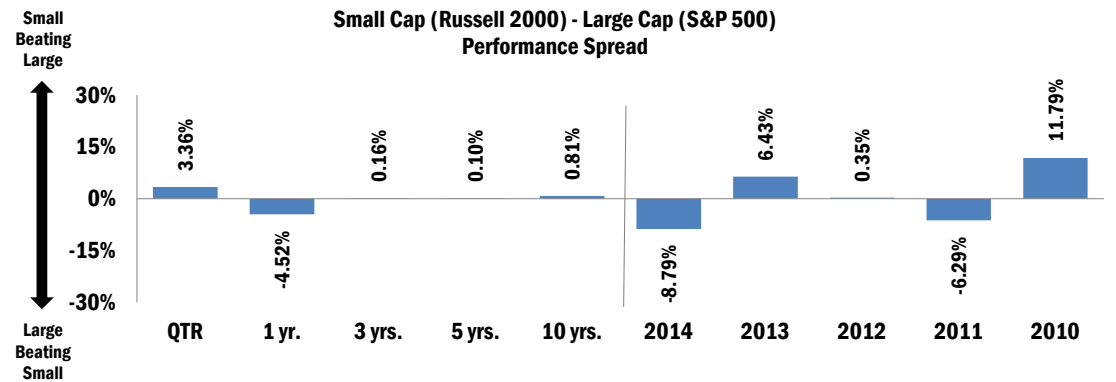
1Q2015 US Equity Market Data

Sectors Weights/Returns (ranked by quarter performance)

	Wgt.	Sector	QTR	1 Yr.
S&P 500 Index	15%	Health Care	6.53%	26.19%
	13%	Consumer Discretionary	4.80%	18.26%
	2%	Telecom Services	1.54%	4.09%
	10%	Consumer Staples	0.99%	16.53%
	3%	Materials	0.99%	4.97%
	20%	Information Technology	0.57%	18.11%
	10%	Industrials	-0.86%	8.73%
	16%	Financials	-2.05%	9.97%
	8%	Energy	-2.85%	-11.11%
3%	Utilities	-5.17%	11.09%	
S&P Midcap 400 Index	9%	Health Care	13.17%	36.40%
	4%	Consumer Staples	7.07%	30.83%
	17%	Information Technology	6.43%	13.92%
	16%	Industrials	6.16%	6.62%
	24%	Financials	5.09%	15.10%
	14%	Consumer Discretionary	4.37%	14.60%
	7%	Materials	1.84%	2.72%
	4%	Energy	0.10%	-26.76%
	0%	Telecom Services	-0.84%	19.96%
5%	Utilities	-5.14%	4.39%	
S&P Smallcap 600 Index	13%	Health Care	15.46%	30.55%
	15%	Consumer Discretionary	7.34%	13.86%
	16%	Information Technology	4.74%	16.26%
	16%	Industrials	3.73%	5.60%
	24%	Financials	0.81%	8.99%
	3%	Consumer Staples	-0.80%	8.28%
	4%	Utilities	-0.84%	16.16%
	5%	Materials	-3.11%	-6.88%
	1%	Telecom Services	-4.73%	-3.68%
3%	Energy	-5.63%	-45.26%	

Index Performance Data

Index	QTR	YTD	1 yr.	Annualized		
				3 yrs.	5 yrs.	10 yrs.
S&P 500	0.95%	0.95%	12.73%	16.11%	14.47%	8.01%
Russell 1000 Value	-0.72%	-0.72%	9.33%	16.44%	13.75%	7.21%
Russell 1000 Growth	3.84%	3.84%	16.09%	16.34%	15.63%	9.36%
Russell Mid Cap	3.95%	3.95%	13.68%	18.10%	16.16%	10.02%
Russell Mid Cap Value	2.42%	2.42%	11.70%	18.60%	15.84%	9.61%
Russell Mid Cap Growth	5.38%	5.38%	15.56%	17.41%	16.43%	10.19%
Russell 2000	4.32%	4.32%	8.21%	16.27%	14.57%	8.82%
Russell 2000 Value	1.98%	1.98%	4.43%	14.79%	12.54%	7.53%
Russell 2000 Growth	6.63%	6.63%	12.06%	17.74%	16.58%	10.02%
Russell 3000	1.80%	1.80%	12.37%	16.43%	14.71%	8.38%
DJ US Select REIT	4.71%	4.71%	25.26%	13.95%	15.89%	9.45%

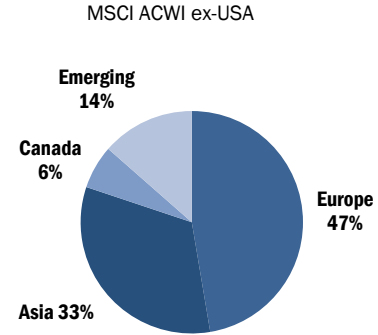


1Q2015 International Market Data

Index Performance Data (net)

Index (US\$)	QTR	YTD	1 yr.	3 yrs.	5 yrs.	10 yrs.
MSCI ACWI ex-US	3.49%	3.49%	-1.01%	6.40%	4.82%	5.46%
MSCI EAFE	4.88%	4.88%	-0.92%	9.02%	6.16%	4.95%
Europe	3.45%	3.45%	-4.94%	9.37%	6.38%	4.91%
United Kingdom	-0.96%	-0.96%	-5.51%	6.59%	6.80%	4.36%
Germany	8.28%	8.28%	-2.61%	11.35%	8.78%	7.58%
France	4.70%	4.70%	-8.35%	8.80%	3.69%	3.54%
Pacific	7.61%	7.61%	7.40%	8.39%	5.92%	5.12%
Japan	10.21%	10.21%	12.06%	9.36%	5.87%	3.54%
Hong Kong	6.00%	6.00%	15.25%	11.85%	9.91%	10.33%
Australia	3.09%	3.09%	-5.99%	5.14%	4.39%	7.96%
Canada	-6.04%	-6.04%	-6.09%	1.09%	1.74%	6.40%
MSCI EM	2.24%	2.24%	0.44%	0.31%	1.75%	8.48%
MSCI EM Latin America	-9.55%	-9.55%	-20.94%	-13.30%	-7.44%	8.00%
MSCI EM Asia	5.23%	5.23%	10.72%	6.28%	5.69%	9.69%
MSCI EM Eur/Mid East	0.86%	0.86%	-23.18%	-10.61%	-6.42%	1.43%
MSCI ACWI Value ex-US	2.14%	2.14%	-3.76%	5.62%	3.84%	4.93%
MSCI ACWI Growth ex-US	4.79%	4.79%	1.71%	7.14%	5.75%	5.95%
MSCI AC World Sm Cap ex-US	3.93%	3.93%	-3.60%	7.39%	6.52%	6.92%

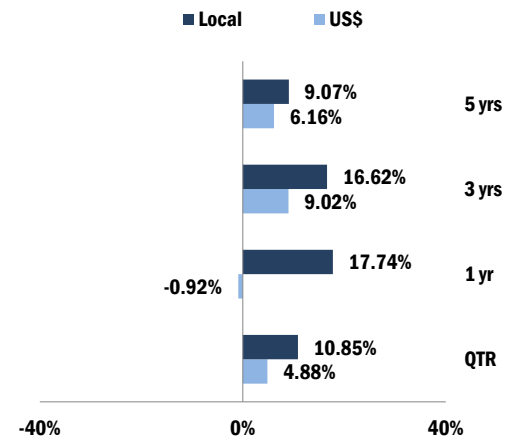
Regional Exposure



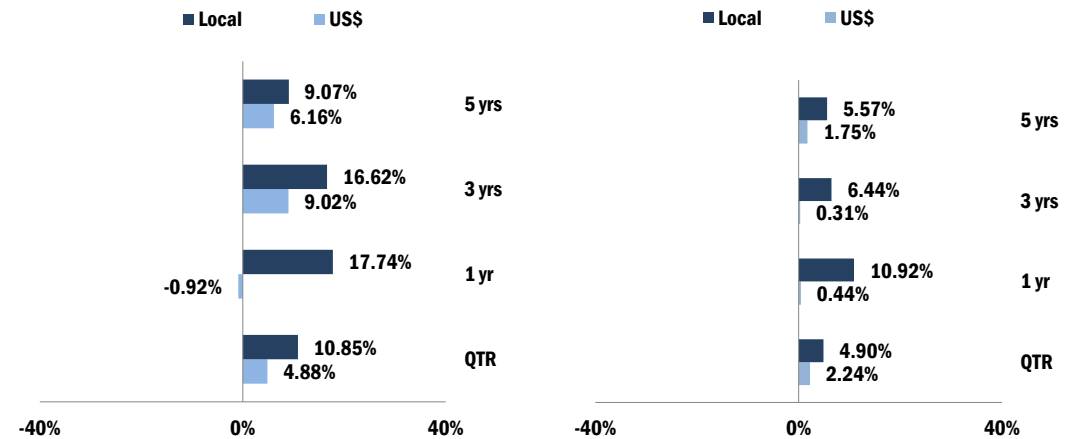
Top 10 Countries (MSCI AC World ex-USA)

Japan	16%
UK	13%
France	7%
Canada	7%
Germany	7%
Switzerland	6%
Australia	5%
China	4%
South Korea	3%
Hong Kong	3%

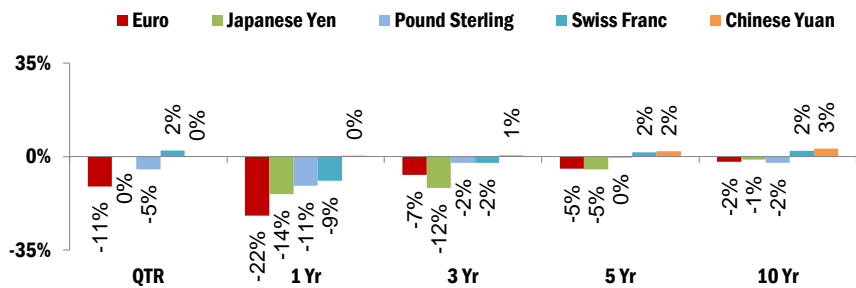
MSCI EAFE Index Return



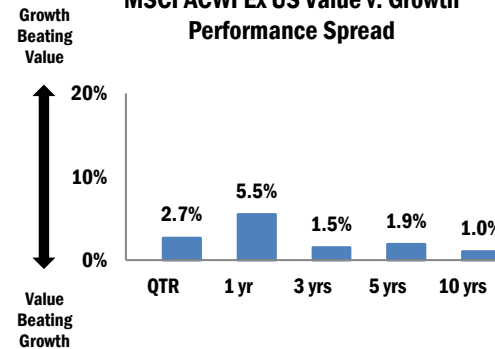
MSCI Emerging Index Return



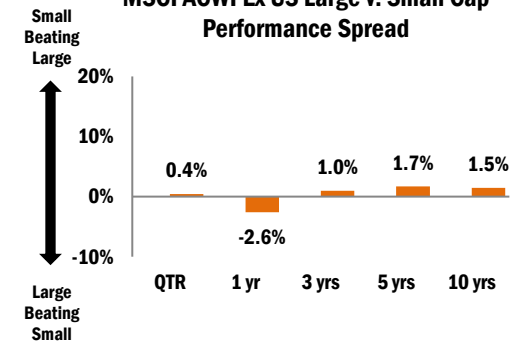
Foreign Currency v. US\$ Returns



MSCI ACWI Ex US Value v. Growth Performance Spread



MSCI ACWI Ex US Large v. Small Cap Performance Spread



Exchange Rates	1Q15	4Q14	3Q14	2Q14	1Q14	4Q13
Japanese Yen	119.96	119.85	109.66	101.28	102.98	105.11
Euro	0.93	0.83	0.79	0.73	0.73	0.73
British Pound	0.67	0.64	0.62	0.58	0.60	0.60
Swiss Franc	0.97	0.99	0.96	0.89	0.88	0.89
Chinese Yuan	6.20	6.20	6.14	6.20	6.22	6.05

Historical Market Returns

Ranked by Performance

2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	YTD	1Q15
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%	Large Cap 13.68%	Small Cap 4.32%	Small Cap 4.32%
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 13.21%	Mid Cap 3.95%	Mid Cap 3.95%
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%	Core Real Estate 11.44%	Intl 3.49%	Intl 3.49%
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%	US Bonds 5.97%	Core Real Estate 3.16%	Core Real Estate 3.16%
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%	Small Cap 4.89%	High Yield 2.52%	High Yield 2.52%
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 3.64%	Emerging Markets 2.24%	Emerging Markets 2.24%
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%	Global Balanced 3.17%	US Bonds 1.61%	US Bonds 1.61%
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%	High Yield 2.45%	TIPS 1.42%	TIPS 1.42%
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 Bonds 0.59%	Large Cap 0.95%	Large Cap 0.95%
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%	Cash 0.04%	Global Balanced 0.72%	Global Balanced 0.72%
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%	Emerging Markets -2.18%	Cash 0.01%	Cash 0.01%
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%	Intl -3.86%	Global Bonds -1.92%	Global Bonds -1.92%
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%	Commod. -17.00%	Commod. -5.94%	Commod. -5.94%

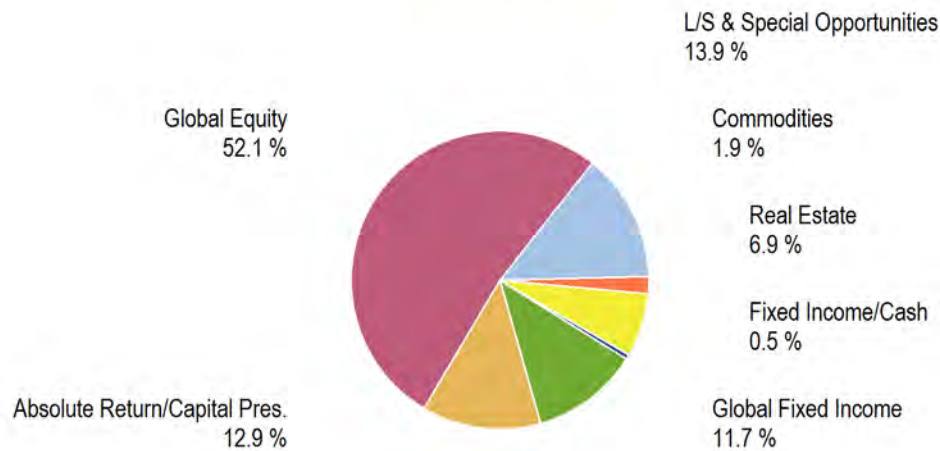
Global Balanced is composed of 60% MSCI World Stock Index, 35% Barclays Global Aggregate Bond Index, and 5% US 90-Day T-Bills.

Section 2

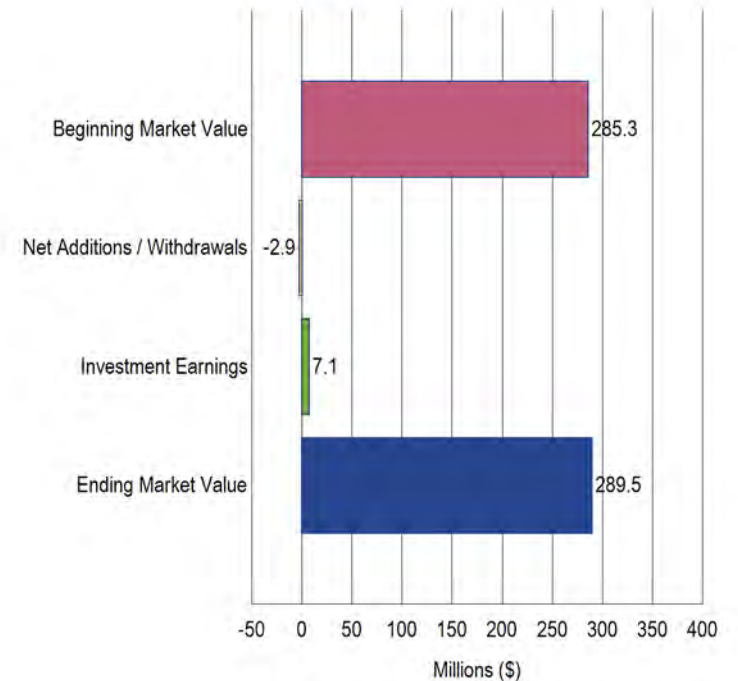
Spokane Employees' Retirement System

As of March 31, 2015

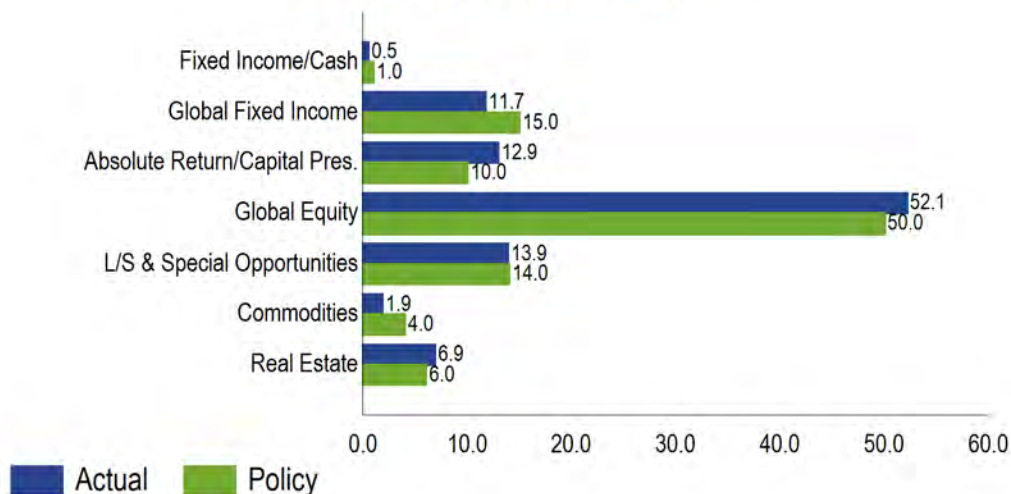
Current Allocation



Current Quarter



Actual vs Target Allocation (%)



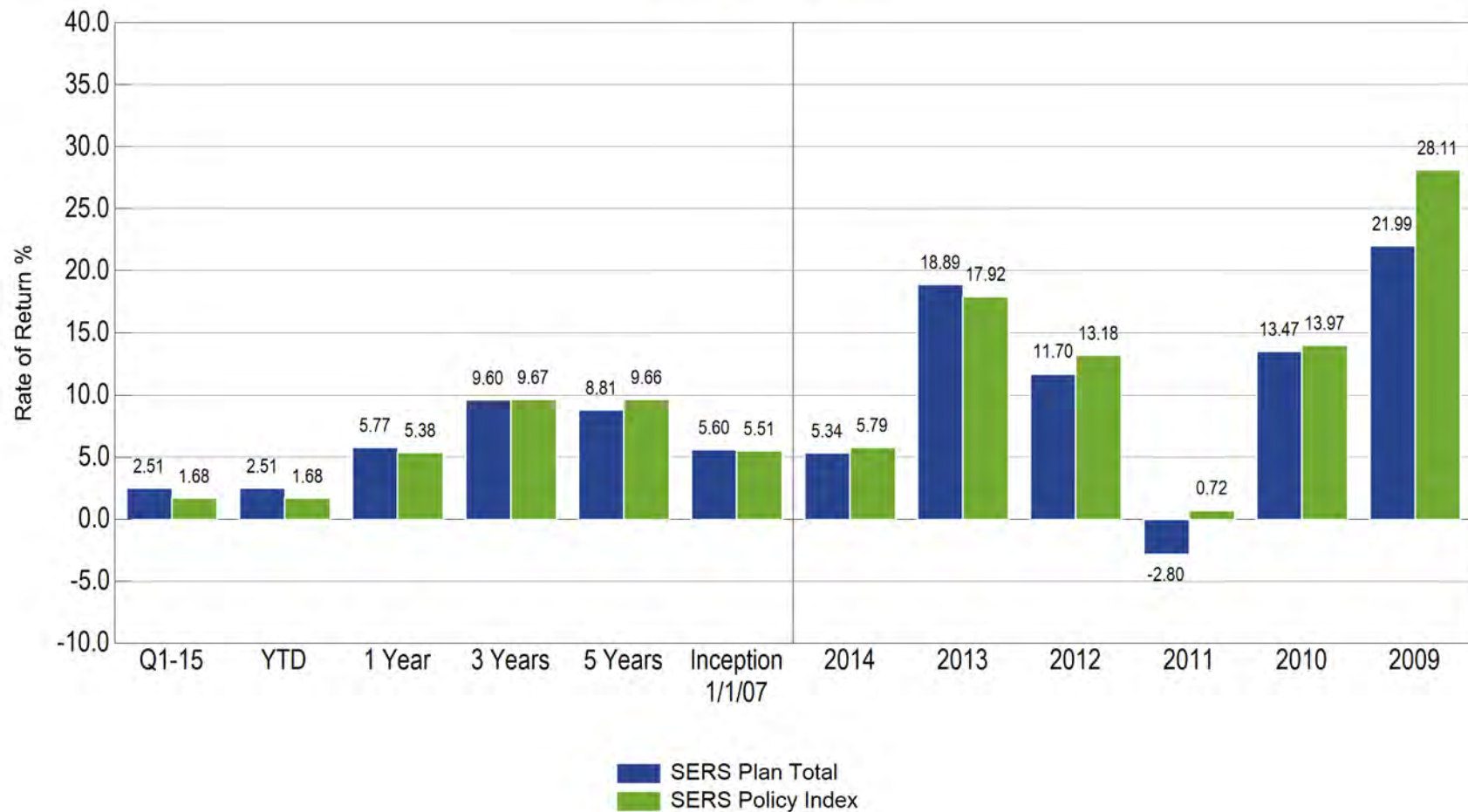
Current Market Value:

\$289,510,450

Policy Index

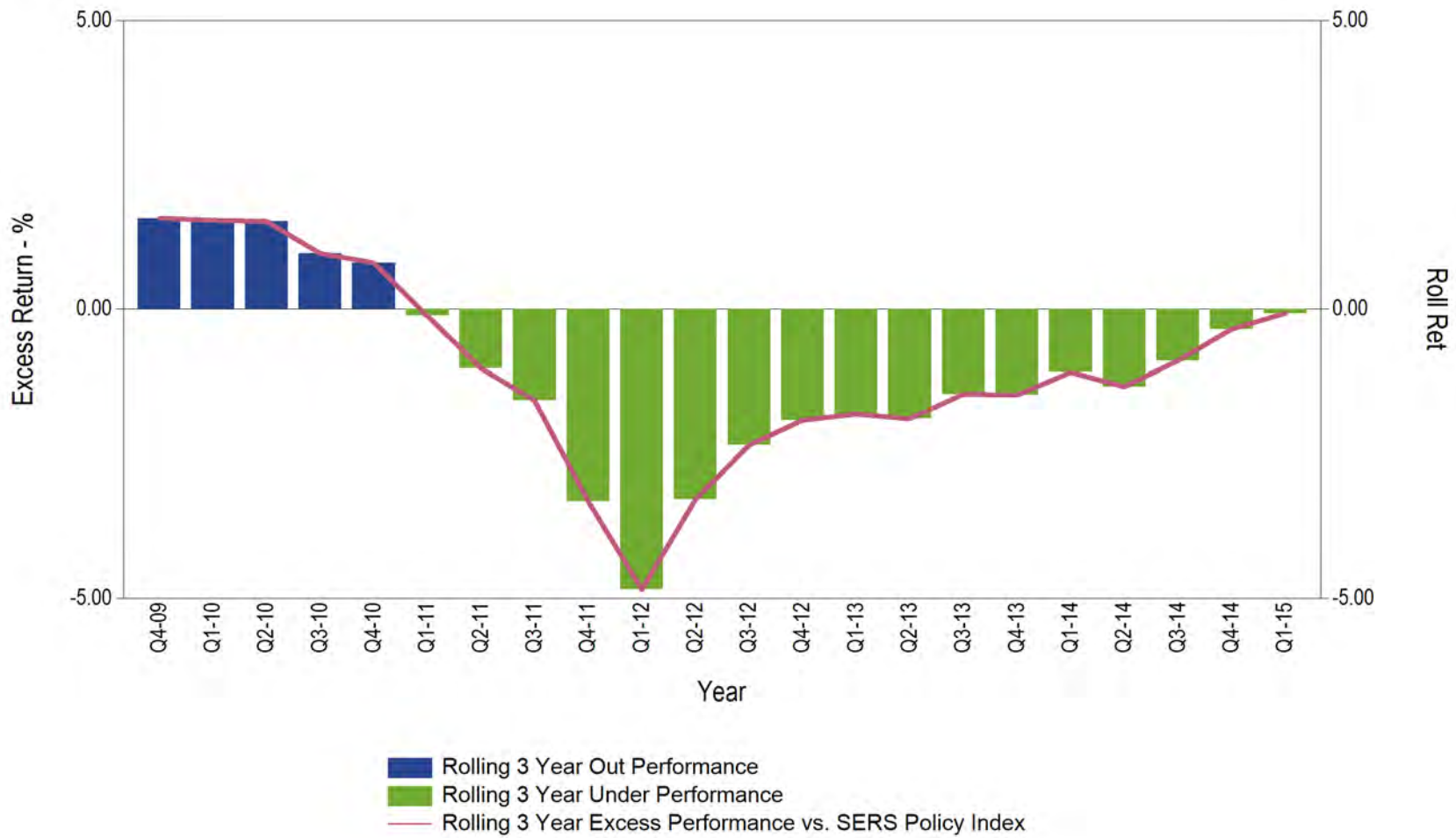
Index	Weight
US 90 Day T-Bill	1%
Barclays US Aggregate Bond Index	15%
Barclays Corporate High Yield Index	5%
Barclays Global Aggregate Bond Index	5%
S&P 500 Index	34%
Russell Mid Cap Index	8%
Russell 2000 Index	5%
MSCI ACWI ex-US	17%
S&P GSCI Index	4%
NAREIT Composite	3%
NCREIF Property Index	3%

Return Summary
Ending March 31, 2015



Performance Net of Fees
Performance greater than 1 year is annualized

Annualized Excess Performance



Spokane Employees' Retirement System

As of March 31, 2015

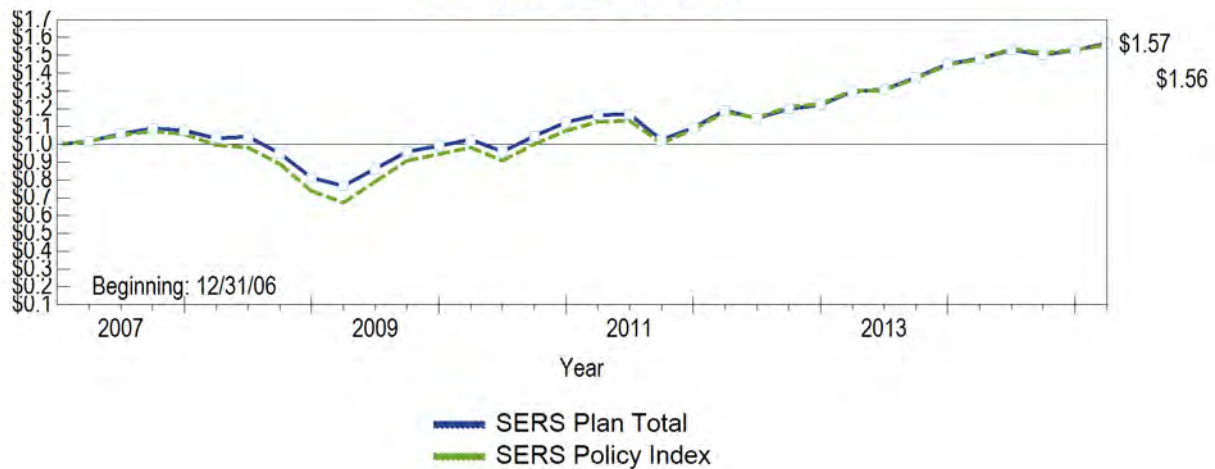
Total Account Performance Summary

	3 Mo (%)	YTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	2014 (%)	2013 (%)	2012 (%)	2011 (%)	2010 (%)	2009 (%)	2008 (%)	Return (%)	Since
SERS Plan Total	2.51	2.51	5.77	9.60	8.81	5.34	18.89	11.70	-2.80	13.47	21.99	-24.68	5.60	Jan-07
SERS Policy Index	1.68	1.68	5.38	9.67	9.66	5.79	17.92	13.18	0.72	13.97	28.11	-30.28	5.51	Jan-07
Over/Under	0.83	0.83	0.39	-0.07	-0.85	-0.45	0.97	-1.48	-3.52	-0.50	-6.12	5.60	0.09	
70/30 ACWI/Barclays Aggregate Bond	2.16	2.16	5.59	8.54	7.86	4.77	14.87	12.66	-2.67	11.31	25.93	-30.17	4.66	Jan-07
Fixed Income Total	0.10	0.10	-1.38	2.37	3.38	0.28	1.22	8.22	3.12	5.99	10.76	4.07	4.83	Apr-07
Barclays Aggregate	1.61	1.61	5.72	3.10	4.41	5.97	-2.02	4.21	7.84	6.54	5.93	5.24	5.06	Apr-07
Over/Under	-1.51	-1.51	-7.10	-0.73	-1.03	-5.69	3.24	4.01	-4.72	-0.55	4.83	-1.17	-0.23	
Absolute Return/Capital Pres	0.67	0.67	2.00	3.64	3.81	3.15	4.65	6.68	2.63	-0.34	-0.05	-11.23	0.70	Jan-08
HFRI FOF: Conservative Index	1.81	1.81	3.65	4.77	3.27	3.14	7.70	4.22	-3.55	5.07	9.65	-19.86	0.67	Jan-08
Over/Under	-1.14	-1.14	-1.65	-1.13	0.54	0.01	-3.05	2.46	6.18	-5.41	-9.70	8.63	0.03	
Barclays Aggregate	1.61	1.61	5.72	3.10	4.41	5.97	-2.02	4.21	7.84	6.54	5.93	5.24	4.83	Jan-08
Long Short/Special Opps Total	3.49	3.49	10.09	8.40	5.62	8.31	15.23	3.81	-6.31	7.61	17.81	--	3.73	Apr-08
HFRI Fund of Funds Composite Index	2.48	2.48	5.33	5.37	3.51	3.36	8.96	4.79	-5.72	5.70	11.47	-21.37	1.41	Apr-08
Over/Under	1.01	1.01	4.76	3.03	2.11	4.95	6.27	-0.98	-0.59	1.91	6.34		2.32	
S&P 500	0.95	0.95	12.73	16.11	14.47	13.69	32.39	16.00	2.11	15.06	26.46	-37.00	8.95	Apr-08
Large Cap Equity Total	1.57	1.57	12.26	16.26	14.16	12.85	34.81	15.42	-0.61	15.76	27.61	-37.39	7.69	Apr-07
S&P 500	0.95	0.95	12.73	16.11	14.47	13.69	32.39	16.00	2.11	15.06	26.46	-37.00	7.09	Apr-07
Over/Under	0.62	0.62	-0.47	0.15	-0.31	-0.84	2.42	-0.58	-2.72	0.70	1.15	-0.39	0.60	
Mid Cap Equity Total	5.59	5.59	14.40	16.95	15.09	10.16	37.51	14.18	-2.95	22.88	37.22	-35.55	9.43	Apr-07
Russell MidCap	3.95	3.95	13.68	18.10	16.16	13.22	34.76	17.28	-1.55	25.48	40.48	-41.46	8.44	Apr-07
Over/Under	1.64	1.64	0.72	-1.15	-1.07	-3.06	2.75	-3.10	-1.40	-2.60	-3.26	5.91	0.99	
Small Cap Equity Total	4.37	4.37	10.17	16.36	15.08	6.32	40.29	12.78	-3.08	26.03	24.96	-39.70	5.92	Apr-07
Russell 2000	4.32	4.32	8.21	16.27	14.57	4.89	38.82	16.35	-4.18	26.86	27.17	-33.79	7.22	Apr-07
Over/Under	0.05	0.05	1.96	0.09	0.51	1.43	1.47	-3.57	1.10	-0.83	-2.21	-5.91	-1.30	

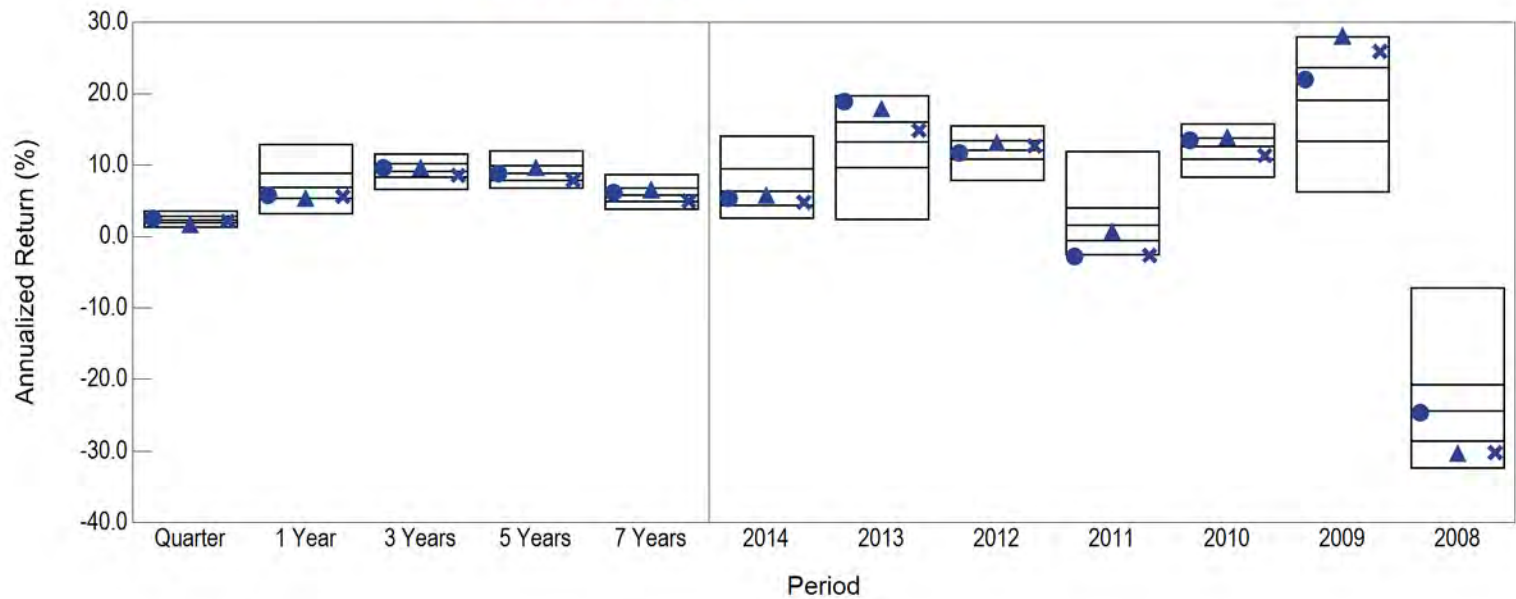
Total Account Performance Summary

	3 Mo (%)	YTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	2014 (%)	2013 (%)	2012 (%)	2011 (%)	2010 (%)	2009 (%)	2008 (%)	Return (%)	Since
International Equity Total	4.25	4.25	-0.62	8.82	7.19	-3.58	20.93	18.48	-13.72	17.28	38.62	-39.76	4.18	Apr-07
MSCI ACWI ex USA	3.49	3.49	-1.01	6.40	4.82	-3.87	15.29	16.83	-13.71	11.15	41.45	-45.53	1.35	Apr-07
Over/Under	0.76	0.76	0.39	2.42	2.37	0.29	5.64	1.65	-0.01	6.13	-2.83	5.77	2.83	
Commodities Total	-5.86	-5.86	-32.21	-13.62	-6.62	-24.83	-3.39	-1.87	-3.28	7.17	--	--	-2.20	Apr-09
S&P GSCI Total Return Index	-8.22	-8.22	-40.32	-16.91	-7.97	-33.06	-1.22	0.08	-1.18	9.03	13.48	-46.49	-3.04	Apr-09
Over/Under	2.36	2.36	8.11	3.29	1.35	8.23	-2.17	-1.95	-2.10	-1.86			0.84	
Bloomberg Commodity Index TR USD	-5.94	-5.94	-27.04	-11.52	-5.71	-17.01	-9.52	-1.06	-13.32	16.83	18.91	-35.65	-1.77	Apr-09
Real Estate Total	3.83	3.83	19.84	14.47	15.13	25.00	8.71	15.17	9.44	23.35	13.84	-30.09	4.50	Apr-07
RE Index (50/50 NAREIT Comp REIT/NCREIF PI)	3.87	3.87	17.52	13.02	14.46	19.55	7.30	15.38	11.44	20.65	5.56	-20.87	6.44	Apr-07
Over/Under	-0.04	-0.04	2.32	1.45	0.67	5.45	1.41	-0.21	-2.00	2.70	8.28	-9.22	-1.94	

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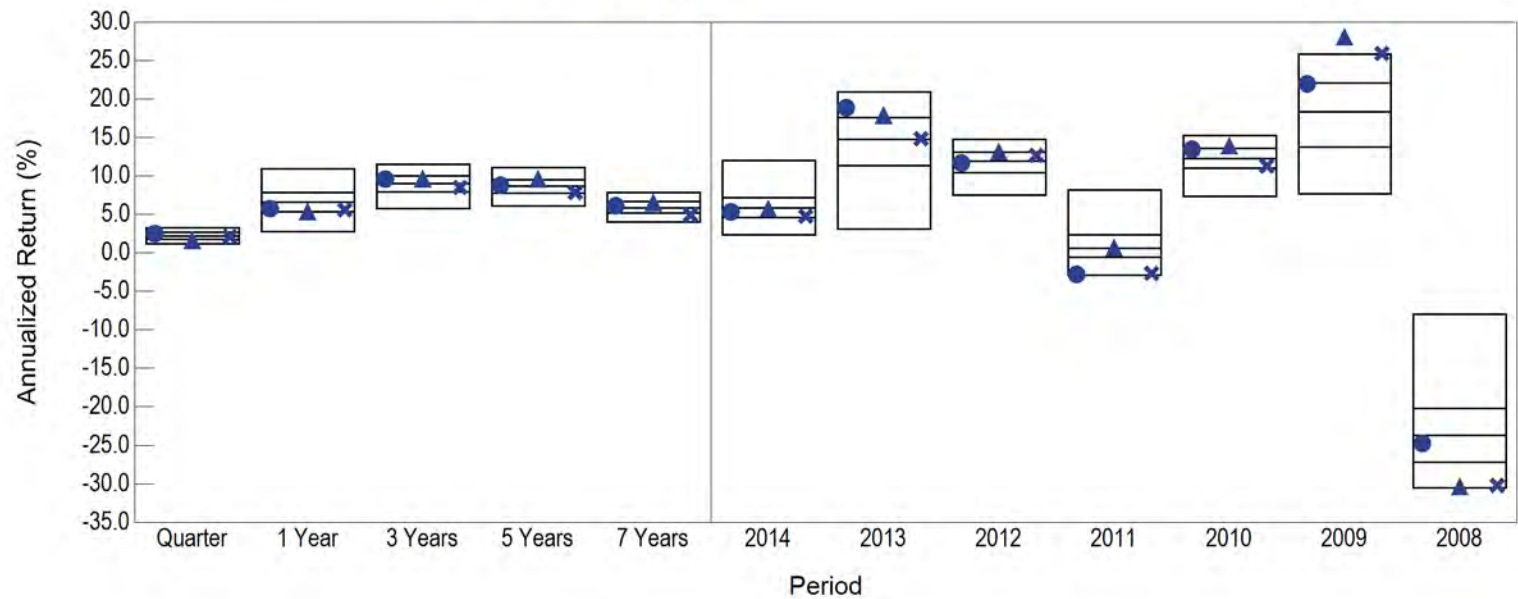


InvestorForce All DB \$250mm-\$1B Net Accounts
Ending March 31, 2015



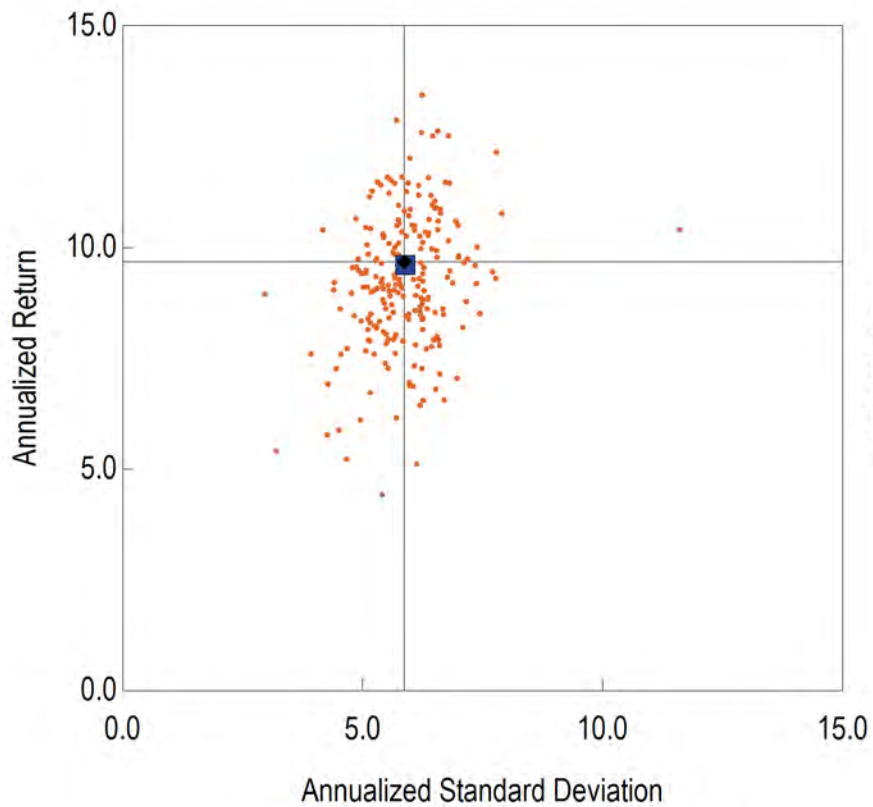
	Return (Rank)											
	Quarter	1 Year	3 Years	5 Years	7 Years	2014	2013	2012	2011	2010	2009	2008
5th Percentile	3.6	12.8	11.5	12.0	8.6	14.1	19.7	15.5	11.9	15.7	27.9	-7.2
25th Percentile	2.9	9.0	10.3	10.0	6.8	9.6	16.1	13.5	4.1	13.9	23.8	-20.
Median	2.4	7.0	9.2	8.9	5.8	6.4	13.3	12.2	1.7	12.7	19.1	-24.
75th Percentile	2.0	5.4	8.4	8.0	5.0	4.5	9.8	10.9	-0.5	10.9	13.4	-28.
95th Percentile	1.3	3.3	6.7	6.9	3.9	2.6	2.5	7.9	-2.5	8.4	6.3	-32.
# of Portfolios	237	235	223	205	187	212	190	178	157	148	136	130
● SERS Plan Total	2.5 (45)	5.8 (69)	9.6 (40)	8.8 (54)	6.1 (42)	5.3 (63)	18.9 (8)	11.7 (61)	-2.8 (97)	13.5 (28)	22.0 (37)	-24. (52)
▲ SERS Policy Index	1.7 (88)	5.4 (76)	9.7 (38)	9.7 (30)	6.6 (31)	5.8 (61)	17.9 (14)	13.2 (32)	0.7 (62)	14.0 (24)	28.1 (5)	-30. (92)
× 70/30 ACWI/Barclays Aggregate Bon	2.2 (65)	5.6 (72)	8.5 (70)	7.9 (78)	4.9 (78)	4.8 (73)	14.9 (37)	12.7 (43)	-2.7 (97)	11.3 (70)	25.9 (12)	-30. (92)

InvestorForce All DB \$50mm-\$250mm Net Accounts
Ending March 31, 2015



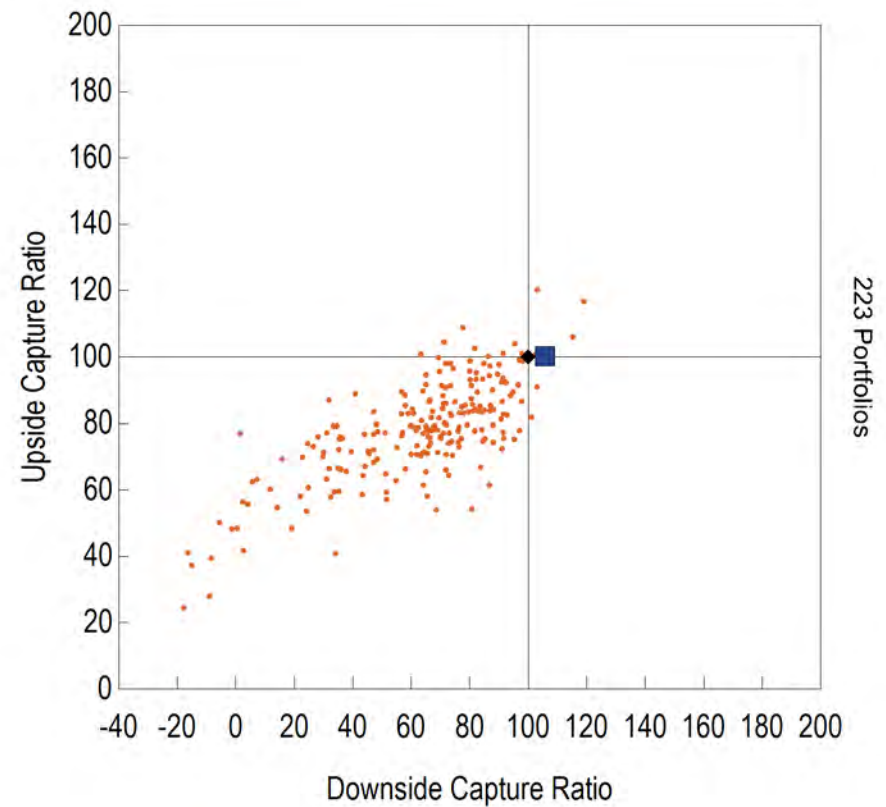
	Return (Rank)											
	Quarter	1 Year	3 Years	5 Years	7 Years	2014	2013	2012	2011	2010	2009	2008
5th Percentile	3.2	10.9	11.5	11.1	7.9	12.0	20.9	14.8	8.2	15.3	25.9	-8.0
25th Percentile	2.7	8.0	10.1	9.6	6.8	7.3	17.7	13.2	2.5	13.6	22.2	-20.
Median	2.3	6.7	9.1	8.7	5.9	6.0	14.9	12.0	0.7	12.4	18.4	-23.
75th Percentile	1.9	5.4	8.0	7.9	5.3	4.7	11.4	10.5	-0.5	11.1	13.9	-27.
95th Percentile	1.2	2.8	5.8	6.2	4.1	2.4	3.2	7.6	-2.8	7.5	7.7	-30.
# of Portfolios	335	326	302	282	255	285	268	261	227	219	213	202
● SERS Plan Total	2.5 (36)	5.8 (70)	9.6 (40)	8.8 (48)	6.1 (44)	5.3 (66)	18.9 (17)	11.7 (55)	-2.8 (95)	13.5 (28)	22.0 (26)	-24. (59)
▲ SERS Policy Index	1.7 (86)	5.4 (76)	9.7 (37)	9.7 (25)	6.6 (28)	5.8 (54)	17.9 (24)	13.2 (26)	0.7 (50)	14.0 (19)	28.1 (3)	-30. (95)
× 70/30 ACWI/Barclays Aggregate Bon	2.2 (56)	5.6 (73)	8.5 (62)	7.9 (77)	4.9 (86)	4.8 (74)	14.9 (50)	12.7 (36)	-2.7 (95)	11.3 (72)	25.9 (5)	-30. (95)

Annualized Return vs. Annualized Standard Deviation
3 Years Ending March 31, 2015



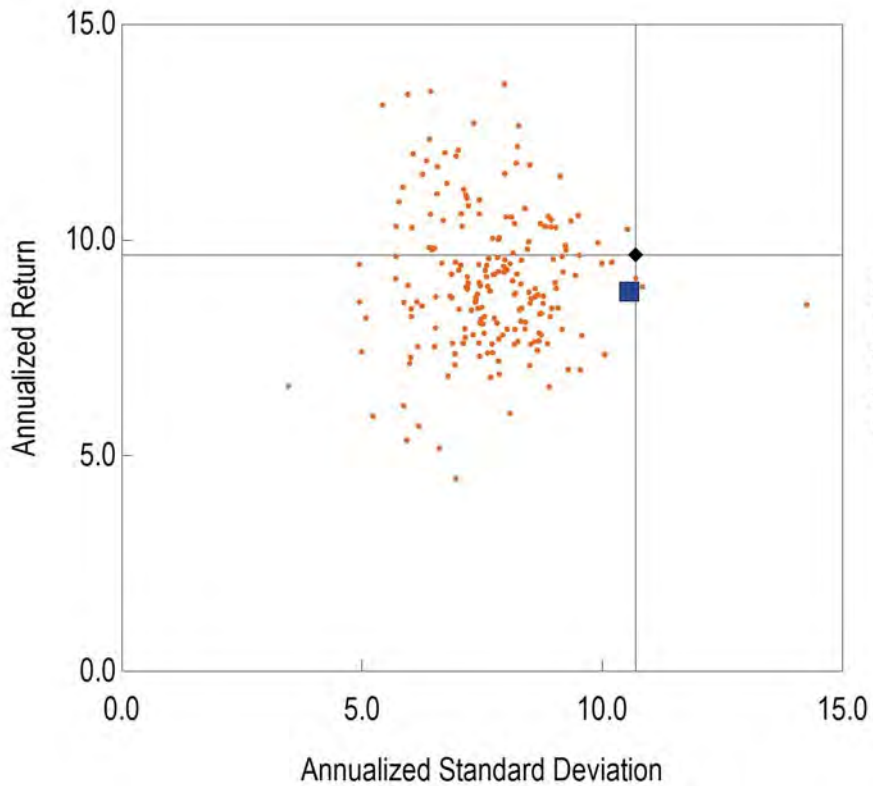
- SERS Plan Total
- ◆ SERS Policy Index
- InvestorForce All DB \$250mm-\$1B Net

Upside Capture Ratio vs. Downside Capture Ratio
3 Years Ending March 31, 2015



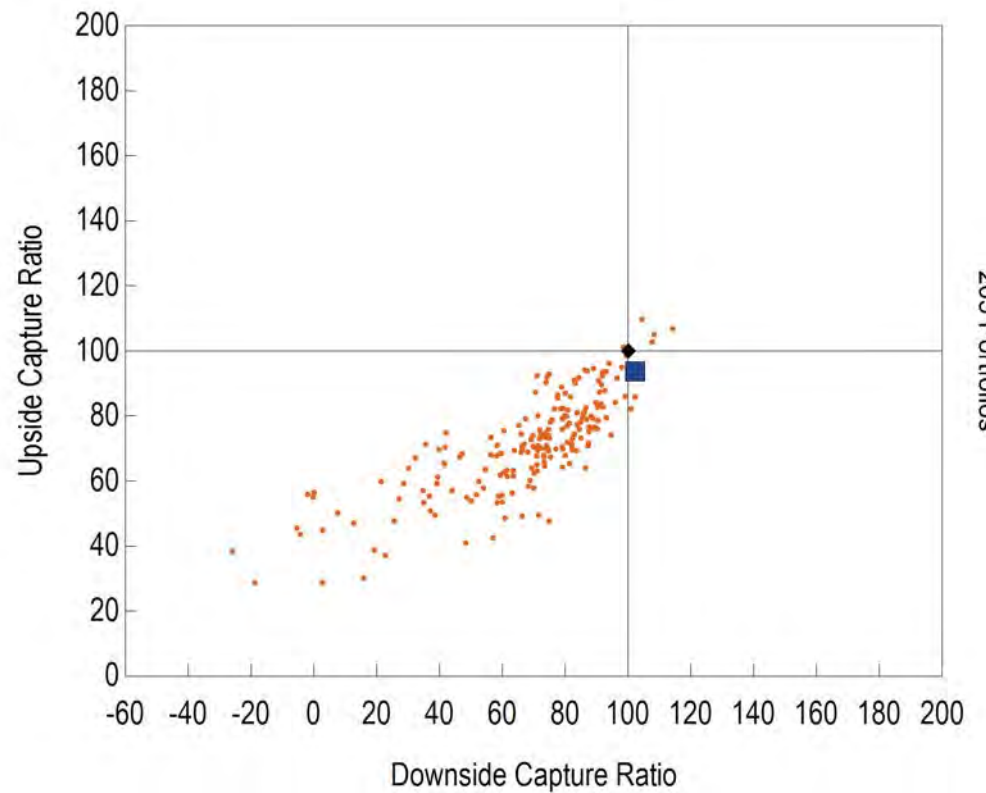
- SERS Plan Total
- ◆ SERS Policy Index
- InvestorForce All DB \$250mm-\$1B Net

Annualized Return vs. Annualized Standard Deviation
5 Years Ending March 31, 2015



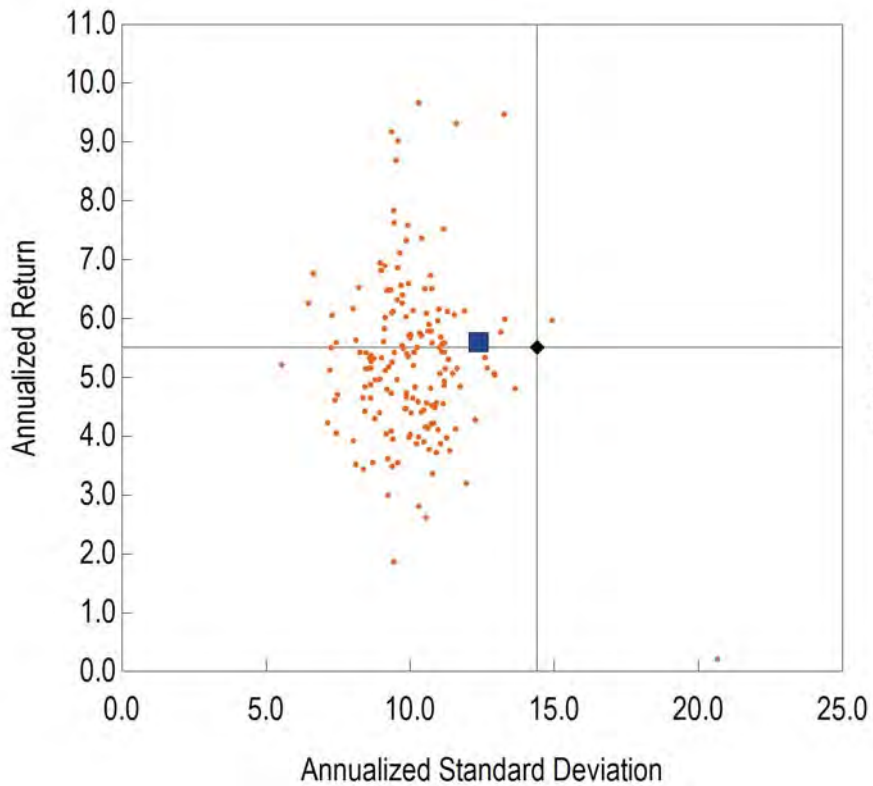
- SERS Plan Total
- ◆ SERS Policy Index
- InvestorForce All DB \$250mm-\$1B Net

Upside Capture Ratio vs. Downside Capture Ratio
5 Years Ending March 31, 2015



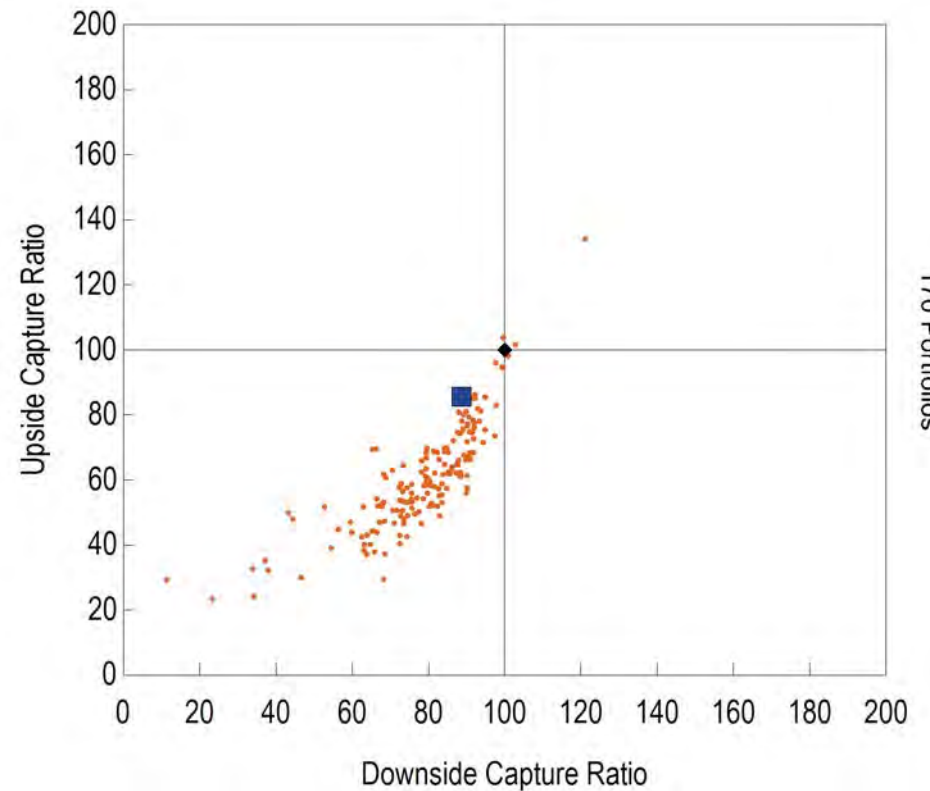
- SERS Plan Total
- ◆ SERS Policy Index
- InvestorForce All DB \$250mm-\$1B Net

Annualized Return vs. Annualized Standard Deviation
8 Years 3 Months Ending March 31, 2015



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

Upside Capture Ratio vs. Downside Capture Ratio
8 Years 3 Months Ending March 31, 2015



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

Spokane Employees' Retirement System

As of March 31, 2015

Manager Performance

	3 Mo (%)	YTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	10 Yrs (%)	2014 (%)	2013 (%)	2012 (%)	2011 (%)	2010 (%)	2009 (%)	2008 (%)
Fixed Income													
Vanguard Short Term	1.04	1.04	2.12	2.35	2.80	3.86	1.90	1.11	4.66	2.06	5.37	14.21	-4.61
Barclays U.S. Aggregate 1-3 Years	<u>0.59</u>	<u>0.59</u>	<u>1.15</u>	<u>0.99</u>	<u>1.35</u>	<u>3.03</u>	<u>0.82</u>	<u>0.64</u>	<u>1.33</u>	<u>1.73</u>	<u>2.62</u>	<u>5.01</u>	<u>4.63</u>
Excess Return	0.45	0.45	0.97	1.36	1.45	0.83	1.08	0.47	3.33	0.33	2.75	9.20	-9.24
Barclays Aggregate	1.61	1.61	5.72	3.10	4.41	4.93	5.97	-2.02	4.21	7.84	6.54	5.93	5.24
Short-Term Bond MStar MF Rank	35	35	16	23	30	24	16	33	31	43	27	14	72
PIMCO Global Advantage Bond	-1.79	-1.79	-5.34	-0.38	2.64	--	-1.21	-2.60	7.75	4.70	7.59	--	--
Barclays Global Aggregate	<u>-1.92</u>	<u>-1.92</u>	<u>-3.66</u>	<u>-0.21</u>	<u>2.31</u>	<u>3.61</u>	<u>0.59</u>	<u>-2.60</u>	<u>4.32</u>	<u>5.64</u>	<u>5.54</u>	<u>6.93</u>	<u>4.79</u>
Excess Return	0.13	0.13	-1.68	-0.17	0.33		-1.80	0.00	3.43	-0.94	2.05		
Barclays Aggregate	1.61	1.61	5.72	3.10	4.41	4.93	5.97	-2.02	4.21	7.84	6.54	5.93	5.24
World Bond MStar MF Rank	78	78	81	75	64	--	83	50	45	28	28	--	--
Metropolitan West High Yield	1.23	1.23	-0.40	6.01	6.60	7.37	0.68	7.00	14.48	0.60	14.22	55.27	-21.50
Barclays High Yield	<u>2.52</u>	<u>2.52</u>	<u>2.00</u>	<u>7.46</u>	<u>8.59</u>	<u>8.18</u>	<u>2.45</u>	<u>7.44</u>	<u>15.81</u>	<u>4.98</u>	<u>15.12</u>	<u>58.21</u>	<u>-26.16</u>
Excess Return	-1.29	-1.29	-2.40	-1.45	-1.99	-0.81	-1.77	-0.44	-1.33	-4.38	-0.90	-2.94	4.66
High Yield Bond MStar MF Rank	94	94	80	77	91	49	70	51	65	87	63	20	29

Spokane Employees' Retirement System

As of March 31, 2015

Manager Performance

	3 Mo (%)	YTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	10 Yrs (%)	2014 (%)	2013 (%)	2012 (%)	2011 (%)	2010 (%)	2009 (%)	2008 (%)
Absolute Return/Capital Pres													
Post Lmted Term High Yield	1.99	1.99	3.38	6.09	7.49	6.93	2.96	7.49	9.61	6.16	12.36	21.17	-7.23
HFRI FOF: Conservative Index	<u>1.81</u>	<u>1.81</u>	<u>3.65</u>	<u>4.77</u>	<u>3.27</u>	<u>2.54</u>	<u>3.14</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>
Excess Return	0.18	0.18	-0.27	1.32	4.22	4.39	-0.18	-0.21	5.39	9.71	7.29	11.52	12.63
Barclays Aggregate	1.61	1.61	5.72	3.10	4.41	4.93	5.97	-2.02	4.21	7.84	6.54	5.93	5.24
Rimrock Low Volatility Offshore	0.09	0.09	0.99	5.96	6.82	--	2.31	7.82	11.33	2.29	14.97	26.85	8.64
HFRI FOF: Conservative Index	<u>1.81</u>	<u>1.81</u>	<u>3.65</u>	<u>4.77</u>	<u>3.27</u>	<u>2.54</u>	<u>3.14</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>
Excess Return	-1.72	-1.72	-2.66	1.19	3.55		-0.83	0.12	7.11	5.84	9.90	17.20	28.50
Barclays Aggregate	1.61	1.61	5.72	3.10	4.41	4.93	5.97	-2.02	4.21	7.84	6.54	5.93	5.24
Castine Partners II	1.55	1.55	3.71	4.72	3.59	7.10	7.48	6.16	2.53	2.14	-3.31	6.61	11.73
HFRI FOF: Conservative Index	<u>1.81</u>	<u>1.81</u>	<u>3.65</u>	<u>4.77</u>	<u>3.27</u>	<u>2.54</u>	<u>3.14</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>
Excess Return	-0.26	-0.26	0.06	-0.05	0.32	4.56	4.34	-1.54	-1.69	5.69	-8.38	-3.04	31.59
Barclays Aggregate	1.61	1.61	5.72	3.10	4.41	4.93	5.97	-2.02	4.21	7.84	6.54	5.93	5.24
Altairis Offshore	-0.17	-0.17	2.90	3.16	3.08	6.66	3.46	5.60	4.42	2.02	1.04	14.74	6.09
HFRI FOF: Conservative Index	<u>1.81</u>	<u>1.81</u>	<u>3.65</u>	<u>4.77</u>	<u>3.27</u>	<u>2.54</u>	<u>3.14</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>
Excess Return	-1.98	-1.98	-0.75	-1.61	-0.19	4.12	0.32	-2.10	0.20	5.57	-4.03	5.09	25.95
Barclays Aggregate	1.61	1.61	5.72	3.10	4.41	4.93	5.97	-2.02	4.21	7.84	6.54	5.93	5.24
American Beacon Flex Bd Inst	0.45	0.45	0.61	2.12	--	--	1.32	-1.19	9.01	--	--	--	--
Barclays Aggregate	<u>1.61</u>	<u>1.61</u>	<u>5.72</u>	<u>3.10</u>	<u>4.41</u>	<u>4.93</u>	<u>5.97</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>
Excess Return	-1.16	-1.16	-5.11	-0.98			-4.65	0.83	4.80				

Spokane Employees' Retirement System

As of March 31, 2015

Manager Performance

	3 Mo (%)	YTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	10 Yrs (%)	2014 (%)	2013 (%)	2012 (%)	2011 (%)	2010 (%)	2009 (%)	2008 (%)
Large Cap Equity													
Hotchkis & Wiley Diversified Value I	0.38	0.38	8.01	16.94	13.65	5.83	12.74	36.54	19.78	-5.67	19.50	37.46	-45.94
Russell 1000 Value	-0.72	-0.72	9.33	16.44	13.75	7.21	13.45	32.53	17.51	0.39	15.51	19.69	-36.85
Excess Return	1.10	1.10	-1.32	0.50	-0.10	-1.38	-0.71	4.01	2.27	-6.06	3.99	17.77	-9.09
S&P 500	0.95	0.95	12.73	16.11	14.47	8.01	13.69	32.39	16.00	2.11	15.06	26.46	-37.00
Large Value MStar MF Rank	45	45	59	17	25	90	20	14	8	87	7	6	95
Vanguard Institutional Index	0.94	0.94	12.70	16.08	14.44	8.01	13.65	32.35	15.98	2.09	15.04	26.63	-36.95
S&P 500	0.95	0.95	12.73	16.11	14.47	8.01	13.69	32.39	16.00	2.11	15.06	26.46	-37.00
Excess Return	-0.01	-0.01	-0.03	-0.03	-0.03	0.00	-0.04	-0.04	-0.02	-0.02	-0.02	0.17	0.05
Large Blend MStar MF Rank	56	56	25	34	27	36	21	45	41	23	31	51	43
MFS Blended Research Core	1.96	1.96	12.96	17.02	15.04	9.12	12.44	36.37	15.68	2.21	16.92	25.31	-34.83
S&P 500	0.95	0.95	12.73	16.11	14.47	8.01	13.69	32.39	16.00	2.11	15.06	26.46	-37.00
Excess Return	1.01	1.01	0.23	0.91	0.57	1.11	-1.25	3.98	-0.32	0.10	1.86	-1.15	2.17
Large Blend MStar MF Rank	29	29	20	19	14	10	44	16	51	22	13	67	21
Delaware Large Cap Growth Eq	2.81	2.81	15.93	16.19	16.99	--	12.76	34.81	16.51	8.04	14.14	43.14	-43.22
Russell 1000 Growth	3.84	3.84	16.09	16.34	15.63	9.36	13.05	33.48	15.26	2.64	16.71	37.21	-38.44
Excess Return	-1.03	-1.03	-0.16	-0.15	1.36		-0.29	1.33	1.25	5.40	-2.57	5.93	-4.78
S&P 500	0.95	0.95	12.73	16.11	14.47	8.01	13.69	32.39	16.00	2.11	15.06	26.46	-37.00
Large Growth MStar MF Rank	67	67	30	35	7	--	29	43	38	1	67	19	74

Spokane Employees' Retirement System

As of March 31, 2015

Manager Performance

	3 Mo (%)	YTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	10 Yrs (%)	2014 (%)	2013 (%)	2012 (%)	2011 (%)	2010 (%)	2009 (%)	2008 (%)
Mid Cap Equity													
Sterling Mid Cap Value	5.29	5.29	11.52	17.44	14.54	10.17	5.85	46.25	12.50	-3.37	20.40	38.70	-32.10
Russell MidCap Value	<u>2.42</u>	<u>2.42</u>	<u>11.70</u>	<u>18.60</u>	<u>15.84</u>	<u>9.61</u>	<u>14.75</u>	<u>33.46</u>	<u>18.51</u>	<u>-1.38</u>	<u>24.75</u>	<u>34.21</u>	<u>-38.44</u>
Excess Return	2.87	2.87	-0.18	-1.16	-1.30	0.56	-8.90	12.79	-6.01	-1.99	-4.35	4.49	6.34
Russell MidCap	3.95	3.95	13.68	18.10	16.16	10.02	13.22	34.76	17.28	-1.55	25.48	40.48	-41.46
Mid-Cap Value MStar MF Rank	5	5	24	42	55	16	87	2	85	49	74	30	20
Vanguard Mid Cap Index	4.28	4.28	14.89	17.94	16.10	10.01	13.78	35.17	16.01	-1.95	25.66	40.52	-41.76
Russell MidCap	<u>3.95</u>	<u>3.95</u>	<u>13.68</u>	<u>18.10</u>	<u>16.16</u>	<u>10.02</u>	<u>13.22</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>
Excess Return	0.33	0.33	1.21	-0.16	-0.06	-0.01	0.56	0.41	-1.27	-0.40	0.18	0.04	-0.30
Mid-Cap Blend MStar MF Rank	49	49	9	28	16	27	7	47	62	35	35	25	63
Vanguard Mid Cap Growth	6.89	6.89	16.71	16.72	16.76	10.81	10.86	34.15	14.84	1.17	23.83	38.42	-39.59
Russell MidCap Growth	<u>5.38</u>	<u>5.38</u>	<u>15.56</u>	<u>17.41</u>	<u>16.43</u>	<u>10.19</u>	<u>11.90</u>	<u>35.74</u>	<u>15.81</u>	<u>-1.65</u>	<u>26.38</u>	<u>46.29</u>	<u>-44.32</u>
Excess Return	1.51	1.51	1.15	-0.69	0.33	0.62	-1.04	-1.59	-0.97	2.82	-2.55	-7.87	4.73
Mid-Cap Growth MStar MF Rank	19	19	9	31	18	27	21	61	47	22	61	58	25

Spokane Employees' Retirement System

As of March 31, 2015

Manager Performance

	3 Mo (%)	YTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	10 Yrs (%)	2014 (%)	2013 (%)	2012 (%)	2011 (%)	2010 (%)	2009 (%)	2008 (%)
Small Cap Equity													
Frontegra Small Cap Value I	3.83	3.83	9.48	17.22	14.33	--	7.19	45.63	9.75	-5.99	29.94	24.28	-24.68
Russell 2000 Value	<u>1.98</u>	<u>1.98</u>	<u>4.43</u>	<u>14.79</u>	<u>12.54</u>	<u>7.53</u>	<u>4.22</u>	<u>34.52</u>	<u>18.05</u>	<u>-5.50</u>	<u>24.50</u>	<u>20.58</u>	<u>-28.92</u>
Excess Return	1.85	1.85	5.05	2.43	1.79		2.97	11.11	-8.30	-0.49	5.44	3.70	4.24
Russell 2000	4.32	4.32	8.21	16.27	14.57	8.82	4.89	38.82	16.35	-4.18	26.86	27.17	-33.79
Small Value MStar MF Rank	23	23	6	15	28	--	23	3	95	75	24	81	5
Vanguard Small Cap Index	4.81	4.81	9.83	17.59	15.84	10.10	7.53	37.80	18.26	-2.65	27.95	36.40	-35.98
Russell 2000	<u>4.32</u>	<u>4.32</u>	<u>8.21</u>	<u>16.27</u>	<u>14.57</u>	<u>8.82</u>	<u>4.89</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>
Excess Return	0.49	0.49	1.62	1.32	1.27	1.28	2.64	-1.02	1.91	1.53	1.09	9.23	-2.19
Small Blend MStar MF Rank	29	29	22	28	25	11	15	56	22	49	30	24	61
Champlain Small Cap	3.26	3.26	9.63	14.33	15.24	11.26	4.43	36.61	11.06	4.01	24.59	24.52	-24.21
Russell 2000	<u>4.32</u>	<u>4.32</u>	<u>8.21</u>	<u>16.27</u>	<u>14.57</u>	<u>8.82</u>	<u>4.89</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>
Excess Return	-1.06	-1.06	1.42	-1.94	0.67	2.44	-0.46	-2.21	-5.29	8.19	-2.27	-2.65	9.58
Russell 2000 Growth	6.63	6.63	12.06	17.74	16.58	10.02	5.60	43.30	14.59	-2.91	29.09	34.47	-38.54
Small Blend MStar MF Rank	65	65	23	74	34	1	60	68	88	5	62	81	3
Bridge City Small Growth	5.98	5.98	11.85	16.35	17.49	--	7.06	40.81	10.99	3.16	31.97	--	--
Russell 2000 Growth	<u>6.63</u>	<u>6.63</u>	<u>12.06</u>	<u>17.74</u>	<u>16.58</u>	<u>10.02</u>	<u>5.60</u>	<u>43.30</u>	<u>14.59</u>	<u>-2.91</u>	<u>29.09</u>	<u>34.47</u>	<u>-38.54</u>
Excess Return	-0.65	-0.65	-0.21	-1.39	0.91		1.46	-2.49	-3.60	6.07	2.88		
Russell 2000	4.32	4.32	8.21	16.27	14.57	8.82	4.89	38.82	16.35	-4.18	26.86	27.17	-33.79
Small Growth MStar MF Rank	51	51	22	42	21	--	15	61	79	10	22	--	--

Spokane Employees' Retirement System

As of March 31, 2015

Manager Performance

	3 Mo (%)	YTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	10 Yrs (%)	2014 (%)	2013 (%)	2012 (%)	2011 (%)	2010 (%)	2009 (%)	2008 (%)
International Equity													
Artisan International Value	3.73	3.73	3.05	14.11	11.97	9.60	-0.39	30.72	22.48	-6.98	19.15	33.81	-29.98
MSCI ACWI ex USA Value	<u>2.14</u>	<u>2.14</u>	<u>-3.76</u>	<u>5.62</u>	<u>3.84</u>	<u>4.93</u>	<u>-5.10</u>	<u>15.04</u>	<u>16.97</u>	<u>-13.20</u>	<u>7.84</u>	<u>44.29</u>	<u>-45.47</u>
Excess Return	1.59	1.59	6.81	8.49	8.13	4.67	4.71	15.68	5.51	6.22	11.31	-10.48	15.49
MSCI ACWI ex USA	3.49	3.49	-1.01	6.40	4.82	5.46	-3.87	15.29	16.83	-13.71	11.15	41.45	-45.53
Foreign Small/Mid Value MStar MF Rank	77	77	1	8	1	1	10	18	28	8	63	82	3
Epoch International Small Cap	6.84	6.84	-10.05	8.05	7.01	7.29	-12.10	28.62	19.35	-21.74	27.92	45.52	-48.89
MSCI ACWI xUS Small (net)	<u>3.93</u>	<u>3.93</u>	<u>-3.61</u>	<u>7.39</u>	<u>6.52</u>	--	<u>-4.03</u>	<u>19.73</u>	<u>18.52</u>	<u>-18.50</u>	<u>25.21</u>	<u>62.91</u>	<u>-50.23</u>
Excess Return	2.91	2.91	-6.44	0.66	0.49		-8.07	8.89	0.83	-3.24	2.71	-17.39	1.34
MSCI ACWI ex USA	3.49	3.49	-1.01	6.40	4.82	5.46	-3.87	15.29	16.83	-13.71	11.15	41.45	-45.53
Foreign Small/Mid Value MStar MF Rank	5	5	88	75	63	1	86	26	73	92	1	27	53
Vanguard International Index	4.11	4.11	-0.48	6.63	5.06	--	-4.03	14.52	18.57	-14.21	11.93	39.01	-43.96
MSCI ACWI ex USA	<u>3.49</u>	<u>3.49</u>	<u>-1.01</u>	<u>6.40</u>	<u>4.82</u>	<u>5.46</u>	<u>-3.87</u>	<u>15.29</u>	<u>16.83</u>	<u>-13.71</u>	<u>11.15</u>	<u>41.45</u>	<u>-45.53</u>
Excess Return	0.62	0.62	0.53	0.23	0.24		-0.16	-0.77	1.74	-0.50	0.78	-2.44	1.57
Foreign Large Blend MStar MF Rank	71	71	40	77	79	--	31	87	47	60	39	19	47
EuroPacific Growth R6	5.97	5.97	2.80	9.95	7.11	7.54	-2.29	20.58	19.64	-13.31	9.76	39.35	-40.53
MSCI ACWI ex USA	<u>3.49</u>	<u>3.49</u>	<u>-1.01</u>	<u>6.40</u>	<u>4.82</u>	<u>5.46</u>	<u>-3.87</u>	<u>15.29</u>	<u>16.83</u>	<u>-13.71</u>	<u>11.15</u>	<u>41.45</u>	<u>-45.53</u>
Excess Return	2.48	2.48	3.81	3.55	2.29	2.08	1.58	5.29	2.81	0.40	-1.39	-2.10	5.00
Foreign Large Blend MStar MF Rank	14	14	14	20	26	10	18	50	28	43	63	19	11
Berens Global Value Ltd	0.97	0.97	-0.97	2.70	2.71	7.65	-1.50	6.16	10.77	-14.07	20.68	43.00	-40.28
MSCI ACWI ex USA	<u>3.49</u>	<u>3.49</u>	<u>-1.01</u>	<u>6.40</u>	<u>4.82</u>	<u>5.46</u>	<u>-3.87</u>	<u>15.29</u>	<u>16.83</u>	<u>-13.71</u>	<u>11.15</u>	<u>41.45</u>	<u>-45.53</u>
Excess Return	-2.52	-2.52	0.04	-3.70	-2.11	2.19	2.37	-9.13	-6.06	-0.36	9.53	1.55	5.25
MSCI Emerging Markets	2.24	2.24	0.44	0.31	1.75	8.48	-2.19	-2.60	18.23	-18.42	18.88	78.51	-53.33
Commodities													
PIMCO CommoditiesPlus	-5.99	-5.99	-32.30	-11.72	--	--	-24.83	-1.43	5.18	-2.35	--	--	--
Bloomberg Commodity Index TR USD	<u>-5.94</u>	<u>-5.94</u>	<u>-27.04</u>	<u>-11.52</u>	<u>-5.71</u>	<u>-3.56</u>	<u>-17.01</u>	<u>-9.52</u>	<u>-1.06</u>	<u>-13.32</u>	<u>16.83</u>	<u>18.91</u>	<u>-35.65</u>
Excess Return	-0.05	-0.05	-5.26	-0.20			-7.82	8.09	6.24	10.97			
Commodities Broad Basket MStar MF Rank	66	66	94	34	--	--	94	8	9	5	--	--	--

Spokane Employees' Retirement System

As of March 31, 2015

Manager Performance

	3 Mo (%)	YTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	10 Yrs (%)	2014 (%)	2013 (%)	2012 (%)	2011 (%)	2010 (%)	2009 (%)	2008 (%)
Long Short/Special Opps Total													
Weatherlow Offshore	3.91	3.91	7.03	8.61	6.16	6.85	4.88	13.56	8.47	-5.89	9.69	20.99	-21.71
HFRI Fund of Funds Composite Index	<u>2.48</u>	<u>2.48</u>	<u>5.33</u>	<u>5.37</u>	<u>3.51</u>	<u>3.21</u>	<u>3.36</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>
Excess Return	1.43	1.43	1.70	3.24	2.65	3.64	1.52	4.60	3.68	-0.17	3.99	9.52	-0.34
S&P 500	0.95	0.95	12.73	16.11	14.47	8.01	13.69	32.39	16.00	2.11	15.06	26.46	-37.00
Orbimed Partners II	6.67	6.67	28.55	22.29	17.11	14.91	25.88	32.19	16.19	8.28	9.78	34.15	-16.44
HFRI Fund of Funds Composite Index	<u>2.48</u>	<u>2.48</u>	<u>5.33</u>	<u>5.37</u>	<u>3.51</u>	<u>3.21</u>	<u>3.36</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>
Excess Return	4.19	4.19	23.22	16.92	13.60	11.70	22.52	23.23	11.40	14.00	4.08	22.68	4.93
S&P Composite 1500 Health Care	7.12	7.12	26.85	27.06	20.48	11.75	24.79	42.19	18.35	11.88	5.20	20.76	-23.76
S&P 500	0.95	0.95	12.73	16.11	14.47	8.01	13.69	32.39	16.00	2.11	15.06	26.46	-37.00
TCM Partners	-3.03	-3.03	-3.15	-9.50	-6.12	--	-4.02	-1.84	-17.15	-6.55	13.44	35.59	1.70
HFRI Fund of Funds Composite Index	<u>2.48</u>	<u>2.48</u>	<u>5.33</u>	<u>5.37</u>	<u>3.51</u>	<u>3.21</u>	<u>3.36</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>
Excess Return	-5.51	-5.51	-8.48	-14.87	-9.63		-7.38	-10.80	-21.94	-0.83	7.74	24.12	23.07
S&P 500	0.95	0.95	12.73	16.11	14.47	8.01	13.69	32.39	16.00	2.11	15.06	26.46	-37.00
Beach Point Select Fund	3.30	3.30	3.12	10.74	--	--	2.35	15.93	17.58	--	--	--	--
HFRI Fund of Funds Composite Index	<u>2.48</u>	<u>2.48</u>	<u>5.33</u>	<u>5.37</u>	<u>3.51</u>	<u>3.21</u>	<u>3.36</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>
Excess Return	0.82	0.82	-2.21	5.37			-1.01	6.97	12.79				
S&P 500	0.95	0.95	12.73	16.11	14.47	8.01	13.69	32.39	16.00	2.11	15.06	26.46	-37.00
Real Estate													
SERS Principal Global Investors REIT	5.24	5.24	26.49	15.29	16.07	10.73	32.23	3.91	16.99	9.03	25.31	27.67	-32.75
FTSE NAREIT All REIT	<u>4.05</u>	<u>4.05</u>	<u>21.85</u>	<u>14.11</u>	<u>15.43</u>	<u>8.78</u>	<u>27.15</u>	<u>3.21</u>	<u>20.14</u>	<u>7.28</u>	<u>27.58</u>	<u>27.45</u>	<u>-37.34</u>
Excess Return	1.19	1.19	4.64	1.18	0.64	1.95	5.08	0.70	-3.15	1.75	-2.27	0.22	4.59
DJ REIT Index	4.71	4.71	25.26	13.95	15.89	--	32.00	1.22	17.12	9.37	28.07	28.46	-39.20
US Real Estate Equity Rank	42	42	36	29	80	53	37	26	87	72	81	74	27

Non-Marketable Securities Overview

As of December 31, 2014

Account Type	Account	Vintage Year	Commitment	Cumulative Takedown	Cumulative Distributions	Value (RV)	Total Value (RV + Dist)	Unfunded Commitment	Takedown (takedowns / commit)	IRR
Real Estate	Legacy Partners Realty Fund III, LLC	2008	\$2,356,350	\$2,084,282	\$120,666	\$1,297,936	\$1,418,602	\$272,068	88.45%	-7.38

Time and Dollar Weighted Returns

Legacy Partners Realty Fund III, LLC	Last 3 Months	YTD	1 Yr	2 Yrs	3 Yrs	4 Yrs	5 Yrs
Time Weighted	-0.44%	3.09%	3.09%	11.75%	13.93%	17.73%	-67.08%
Dollar Weighted	-0.44%	3.09%	3.09%	11.79%	13.95%	19.98%	12.16%
NCREIF Property Index	3.04%	11.81%	11.81%	11.40%	11.11%	11.89%	12.13%

Legacy Partners Realty Fund III, LLC	2014	2013	2012	2011	2010	2009	Inception 5/31/08
Time Weighted	3.09%	21.14%	18.41%	29.91%	-99.80%	-93.91%	-77.84%
Dollar Weighted	3.09%	20.46%	18.35%	54.53%			-7.38%
NCREIF Property Index	11.81%	10.99%	10.54%	14.26%	13.11%	-16.86%	4.75%

Effective 4Q2013, Legacy Partners reduced SERS commitment by \$143,650 due to increased Fund reserves.

Time-Weighted Return - The current reporting system utilizes the Modified Dietz methodology for calculating time-weighted returns. This methodology accounts for inter-period cash flows by comparing the net gain in value with the average market value over the time interval. Average capital allows for the timing of each external flow.

Internal Rate of Return - The IRR (also referred to as the dollar-weighted return) differs from the TWR in that it calculates the return rate at which the present value of cash outflows equals the present value of cash inflows. Its distinguishing characteristic is that this methodology is generally viewed to better accommodate the extreme cash flows and changes in market values that often accompany private equity or private real estate investments.

Non-Marketable Securities Overview

As of December 31, 2014

Account Type	Account	Vintage Year	Commitment	Cumulative Takedown	Cumulative Distributions	Value (RV)	Total Value (RV + Dist)	Unfunded Commitment	Takedown (takedowns / commit)	IRR
Real Estate	Metropolitan Real Estate Partners V	2007	\$2,000,000	\$1,885,000	\$939,525	\$1,178,606	\$2,118,131	\$115,000	94.25%	2.65

Time and Dollar Weighted Returns

Metropolitan Real Estate Partners V	Last 3 Months	YTD	1 Yr	2 Yrs	3 Yrs	4 Yrs	5 Yrs
Time Weighted	5.43%	16.19%	16.19%	15.22%	14.59%	14.29%	12.81%
Dollar Weighted	5.31%	15.66%	15.66%	14.49%	13.97%	13.99%	13.24%
NCREIF Property Index	3.04%	11.81%	11.81%	11.40%	11.11%	11.89%	12.13%

Metropolitan Real Estate Partners V	2014	2013	2012	2011	2010	2009	Inception 11/30/07
Time Weighted	16.19%	14.26%	13.32%	13.40%	7.07%	-24.81%	-8.07%
Dollar Weighted	15.66%	13.59%	13.15%	14.07%	8.78%	-25.69%	2.65%
NCREIF Property Index	11.81%	10.99%	10.54%	14.26%	13.11%	-16.86%	5.11%

Time-Weighted Return - The current reporting system utilizes the Modified Dietz methodology for calculating time-weighted returns. This methodology accounts for inter-period cash flows by comparing the net gain in value with the average market value over the time interval. Average capital allows for the timing of each external flow.

Internal Rate of Return - The IRR (also referred to as the dollar-weighted return) differs from the TWR in that it calculates the return rate at which the present value of cash outflows equals the present value of cash inflows. Its distinguishing characteristic is that this methodology is generally viewed to better accommodate the extreme cash flows and changes in market values that often accompany private equity or private real estate investments.

Non-Marketable Securities Overview
As of March 31, 2015

Account Type	Account	Vintage Year	Commitment	Cumulative Takedown	Cumulative Distributions	Value (RV)	Total Value (RV + Dist)	Unfunded Commitment	Takedown (takedowns / commit)	IRR
Real Estate	Morrison Street Fund IV Q, LP	2012	\$5,200,000	\$5,038,214	\$3,404,639	\$2,999,204	\$6,403,843	\$161,786	96.89%	15.14

Time and Dollar Weighted Returns

Morrison Street Fund IV Q, LP	Q1-15	YTD	1 Yr	2 Yrs	3 Yrs
Time Weighted	2.09%	2.09%	18.49%	18.95%	
Dollar Weighted	2.06%	2.06%	19.38%	19.09%	
NCREIF Property Index	3.57%	3.57%	12.71%	11.94%	11.46%

Morrison Street Fund IV Q, LP	2014	2013	2012	2011	Inception 7/1/12
Time Weighted	18.77%	19.04%			19.26%
Dollar Weighted	18.88%	18.85%			15.14%
NCREIF Property Index	11.81%	10.99%	10.54%	14.26%	11.49%

Contributions paid into Morrison Street Fund IV Q, LP are higher than what is reflected on the Manager statement. This is due to the interest charge of \$122,762.15 paid at the time of initial investment. Therefore the Unfunded Commitment also varies from the Manager statement.

Time-Weighted Return - The current reporting system utilizes the Modified Dietz methodology for calculating time-weighted returns. This methodology accounts for inter-period cash flows by comparing the net gain in value with the average market value over the time interval. Average capital allows for the timing of each external flow.

Internal Rate of Return - The IRR (also referred to as the dollar-weighted return) differs from the TWR in that it calculates the return rate at which the present value of cash outflows equals the present value of cash inflows. Its distinguishing characteristic is that this methodology is generally viewed to better accommodate the extreme cash flows and changes in market values that often accompany private equity or private real estate investments.

Non-Marketable Securities Overview

As of December 31, 2014

Account Type	Account	Vintage Year	Commitment	Cumulative Takedown	Cumulative Distributions	Value (RV)	Total Value (RV + Dist)	Unfunded Commitment	Takedown (takedowns / commit)	IRR
Special Situations	Orbimed Royalty Opportunities	2011	\$5,000,000	\$3,792,000	\$1,044,709	\$3,340,016	\$4,384,725	\$1,208,000	75.84%	10.41

Time and Dollar Weighted Returns

Orbimed Royalty Opportunities	Q4-14	YTD	1 Yr	2 Yrs	3 Yrs
Time Weighted	2.38%	10.21%	10.21%	8.17%	9.75%
Dollar Weighted	2.35%	10.24%	10.24%	9.03%	10.05%
S&P 500	4.93%	13.69%	13.69%	22.68%	20.41%

Orbimed Royalty Opportunities	2014	2013	2012	2011	Inception 9/1/11
Time Weighted	10.21%	6.17%	12.99%		12.07%
Dollar Weighted	10.24%	6.90%	14.12%		10.41%
S&P 500	13.69%	32.39%	16.00%	2.11%	19.58%

Time-Weighted Return - The current reporting system utilizes the Modified Dietz methodology for calculating time-weighted returns. This methodology accounts for inter-period cash flows by comparing the net gain in value with the average market value over the time interval. Average capital allows for the timing of each external flow.

Internal Rate of Return - The IRR (also referred to as the dollar-weighted return) differs from the TWR in that it calculates the return rate at which the present value of cash outflows equals the present value of cash inflows. Its distinguishing characteristic is that this methodology is generally viewed to better accommodate the extreme cash flows and changes in market values that often accompany private equity or private real estate investments.

Non-Marketable Securities Overview

As of March 31, 2015

Account Type	Account	Vintage Year	Commitment	Cumulative Takedown	Cumulative Distributions	Value (RV)	Total Value (RV + Dist)	Unfunded Commitment	Takedown (takedowns / commit)	IRR
Real Estate	Morrison Street Fund V, LP	2014	\$6,080,000	\$2,913,880	\$132,516	\$2,817,860	\$2,950,376	\$3,166,120	47.93%	1.92

Time and Dollar Weighted Returns

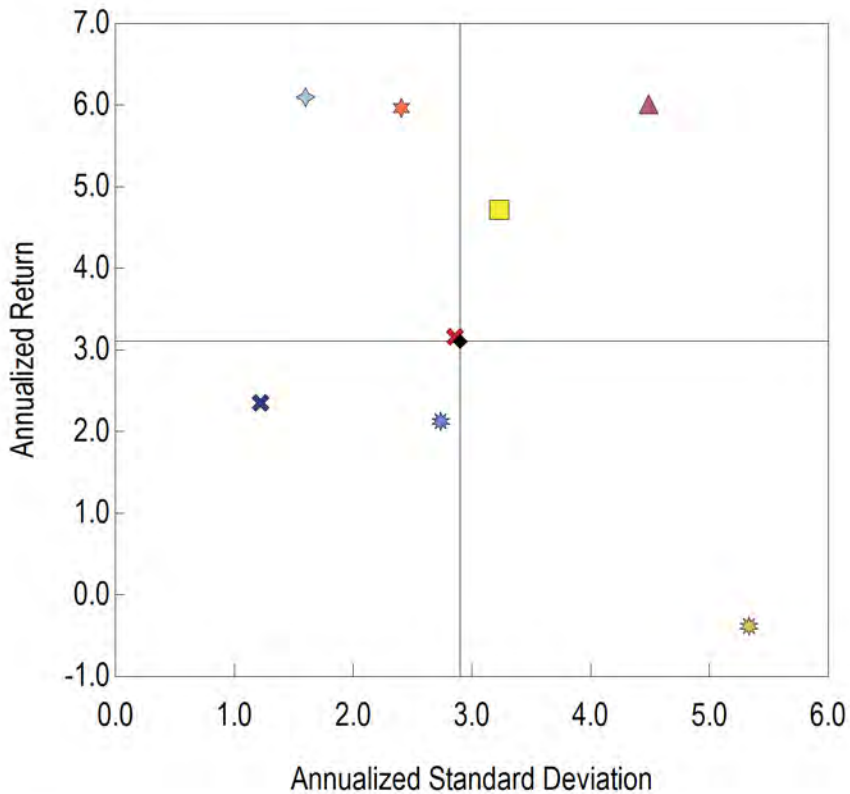
Morrison Street Fund V, LP	Q1-15	YTD	1 Yr	2 Yrs	3 Yrs
Time Weighted	2.17%	2.17%			
Dollar Weighted	2.17%	2.17%			
NCREIF Property Index	3.57%	3.57%	12.71%	11.94%	11.46%

Morrison Street Fund V, LP	2014	2013	2012	2011	Inception 6/30/14
Time Weighted					2.37%
Dollar Weighted					1.92%
NCREIF Property Index	11.81%	10.99%	10.54%	14.26%	9.53%

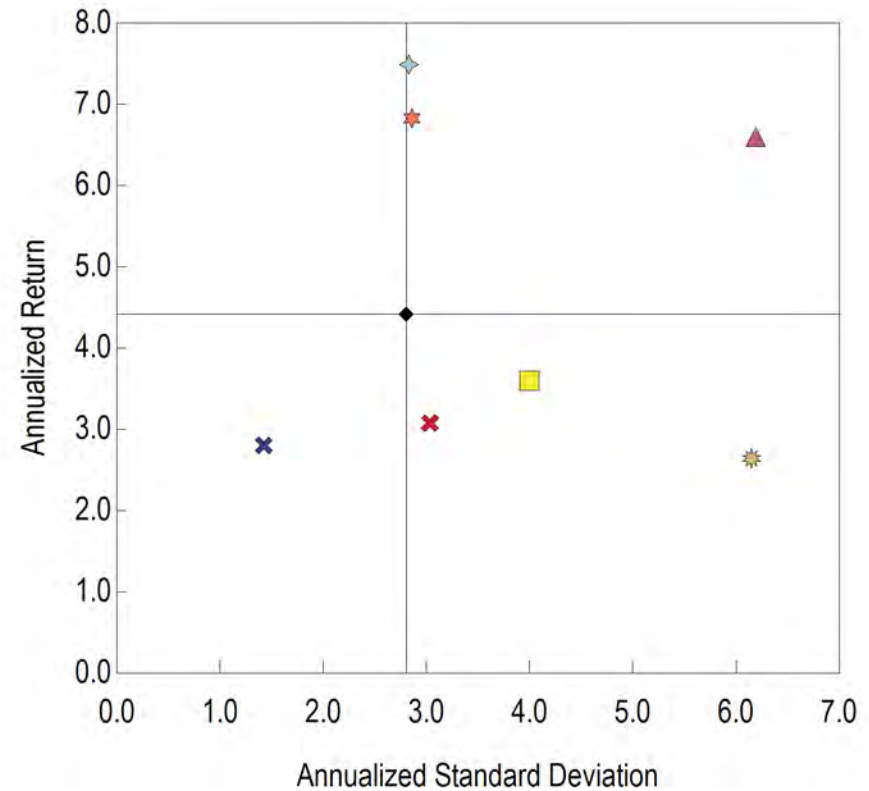
Time-Weighted Return - The current reporting system utilizes the Modified Dietz methodology for calculating time-weighted returns. This methodology accounts for inter-period cash flows by comparing the net gain in value with the average market value over the time interval. Average capital allows for the timing of each external flow.

Internal Rate of Return - The IRR (also referred to as the dollar-weighted return) differs from the TWR in that it calculates the return rate at which the present value of cash outflows equals the present value of cash inflows. Its distinguishing characteristic is that this methodology is generally viewed to better accommodate the extreme cash flows and changes in market values that often accompany private equity or private real estate investments.

Annualized Return vs. Annualized Standard Deviation
3 Years Ending March 31, 2015



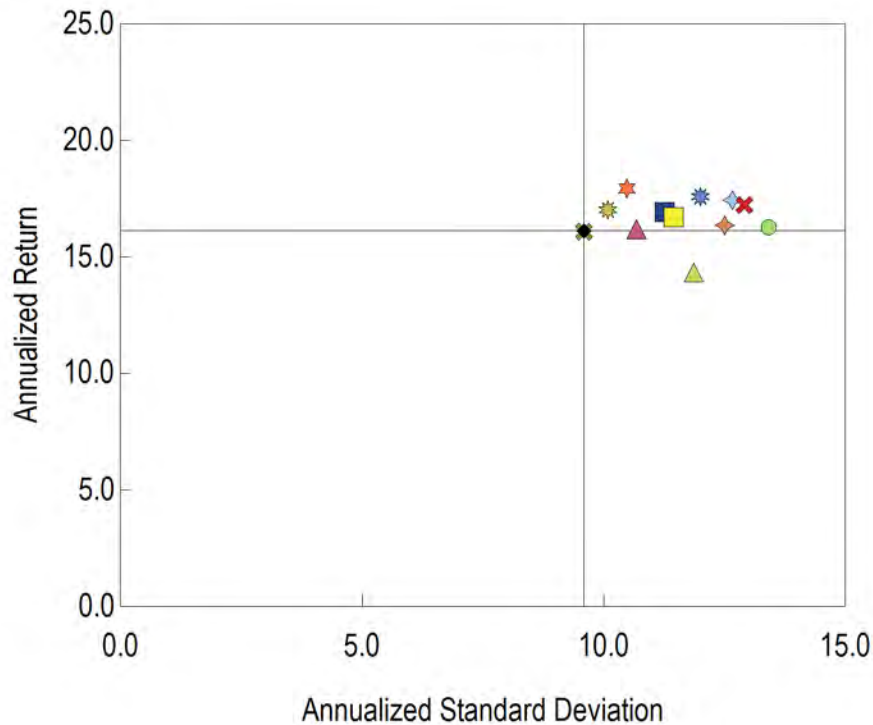
Annualized Return vs. Annualized Standard Deviation
5 Years Ending March 31, 2015



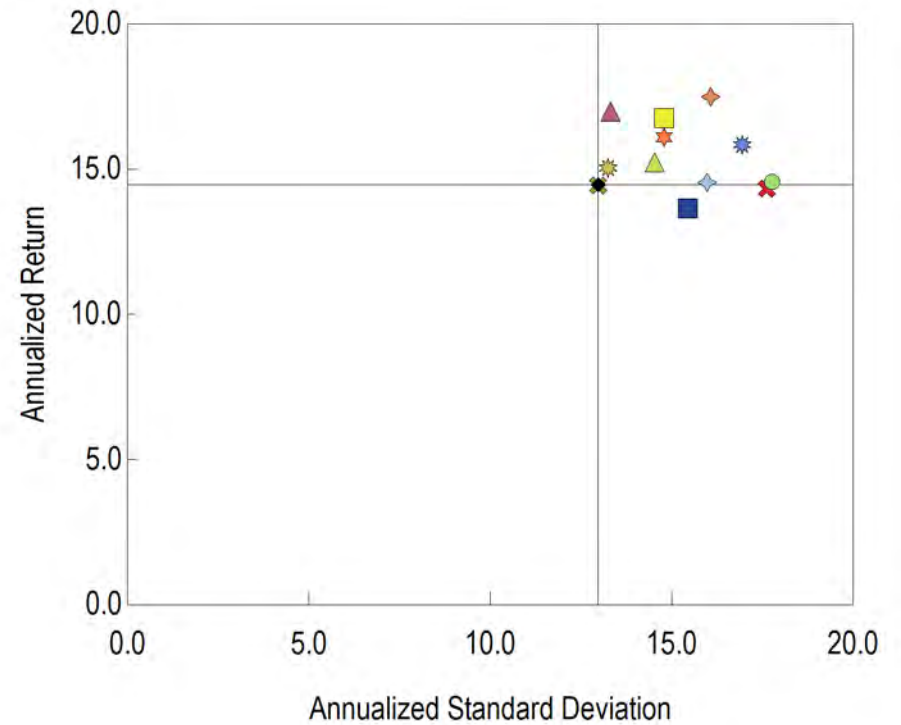
- ✕ Vanguard Short Term
- ☀ PIMCO Global Advantage Bond
- ▲ Metropolitan West High Yield
- ◇ Post Lmtd Term High Yield
- ★ Rimrock Low Volatility Offshore
- Castine Partners II
- ✕ Altairis Offshore
- ★ American Beacon Flex Bd Inst
- ◆ Barclays Aggregate

- ✕ Vanguard Short Term
- ☀ PIMCO Global Advantage Bond
- ▲ Metropolitan West High Yield
- ◇ Post Lmtd Term High Yield
- ★ Rimrock Low Volatility Offshore
- Castine Partners II
- ✕ Altairis Offshore
- ◆ Barclays Aggregate

Annualized Return vs. Annualized Standard Deviation
3 Years Ending March 31, 2015



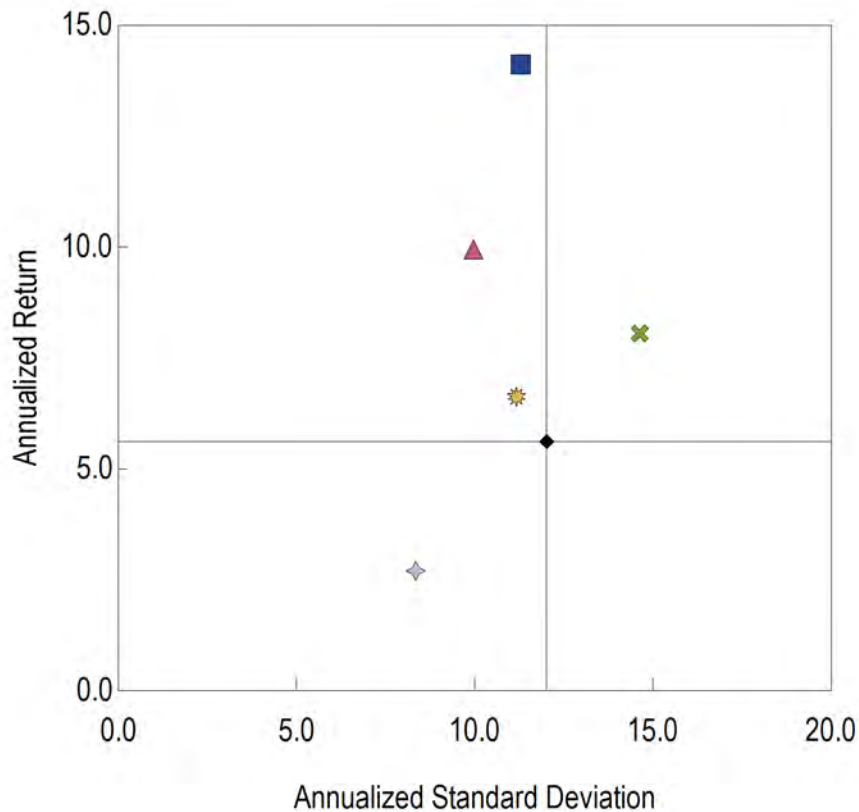
Annualized Return vs. Annualized Standard Deviation
5 Years Ending March 31, 2015



- Hotchkis & Wiley Diversified Value I
- ✱ Vanguard Institutional Index
- ✱ MFS Blended Research Core
- ▲ Delaware Large Cap Growth Eq
- ◆ Sterling Mid Cap Value
- ★ Vanguard Mid Cap Index
- Vanguard Mid Cap Growth
- ✕ Frontegra Small Cap Value I
- ✱ Vanguard Small Cap Index
- ▲ Champlain Small Cap
- ◆ Bridge City Small Growth
- ◆ S&P 500
- Russell 2000

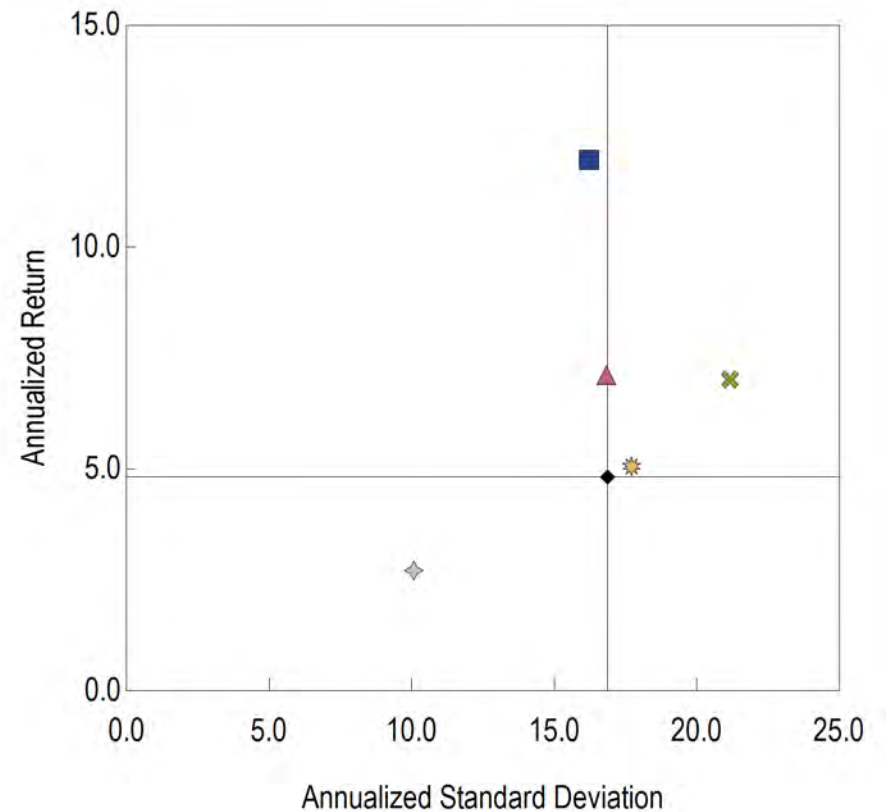
- Hotchkis & Wiley Diversified Value I
- ✱ Vanguard Institutional Index
- ✱ MFS Blended Research Core
- ▲ Delaware Large Cap Growth Eq
- ◆ Sterling Mid Cap Value
- ★ Vanguard Mid Cap Index
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- ✱ Vanguard Small Cap Index
- ▲ Champlain Small Cap
- ◆ Bridge City Small Growth
- ◆ S&P 500
- Russell 2000

Annualized Return vs. Annualized Standard Deviation
3 Years Ending March 31, 2015



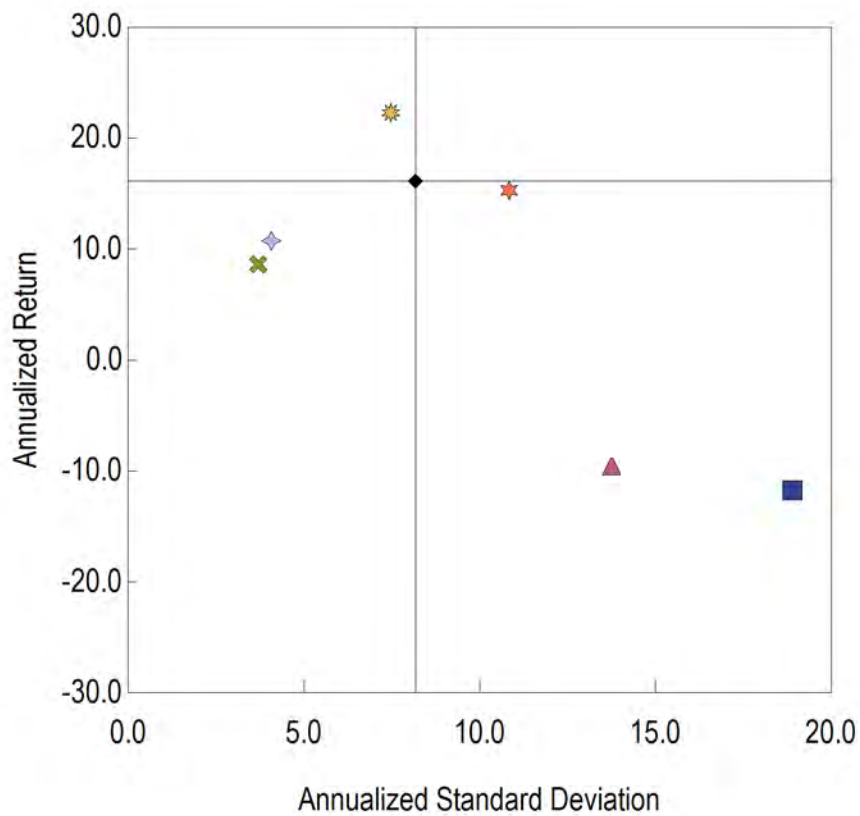
- Artisan International Value
- ✕ Epoch International Small Cap
- ✱ Vanguard International Index
- ▲ EuroPacific Growth R6
- ◆ Berens Global Value Ltd
- ◆ MSCI ACWI ex USA Value

Annualized Return vs. Annualized Standard Deviation
5 Years Ending March 31, 2015



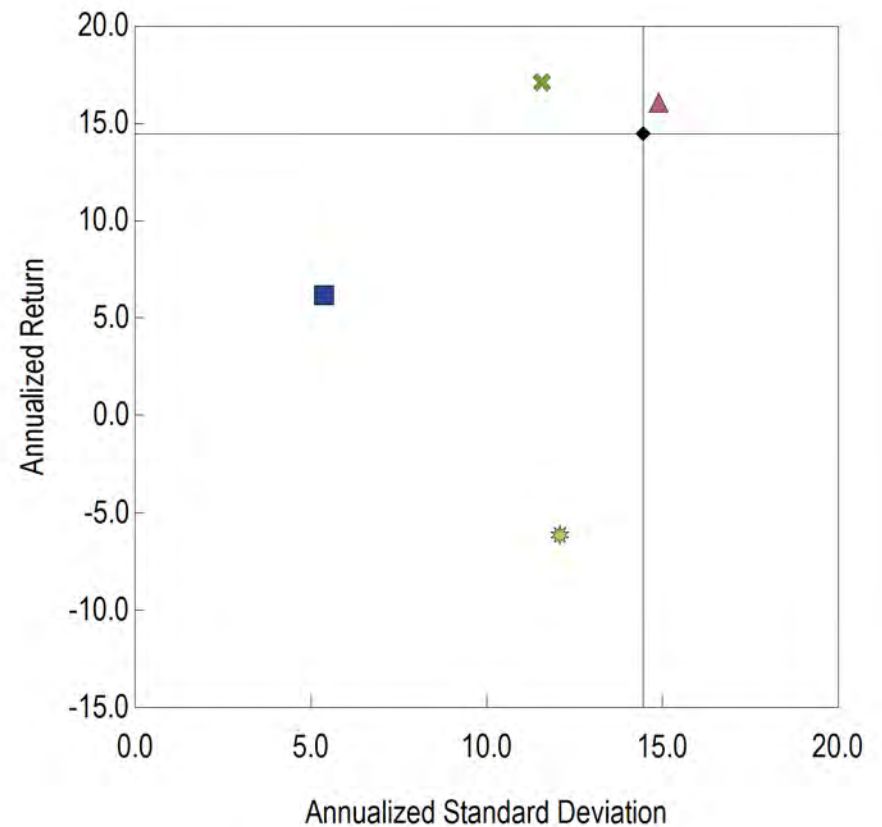
- Artisan International Value
- ✕ Epoch International Small Cap
- ✱ Vanguard International Index
- ▲ EuroPacific Growth R6
- ◆ Berens Global Value Ltd
- ◆ MSCI ACWI ex USA Value

Annualized Return vs. Annualized Standard Deviation
3 Years Ending March 31, 2015



- PIMCO CommoditiesPlus
- ✕ Weatherlow Offshore
- ✱ Orbimed Partners II
- ▲ TCM Partners
- ◆ Beach Point Select Fund
- ★ SERS Principal Global Investors REIT
- ◆ S&P 500

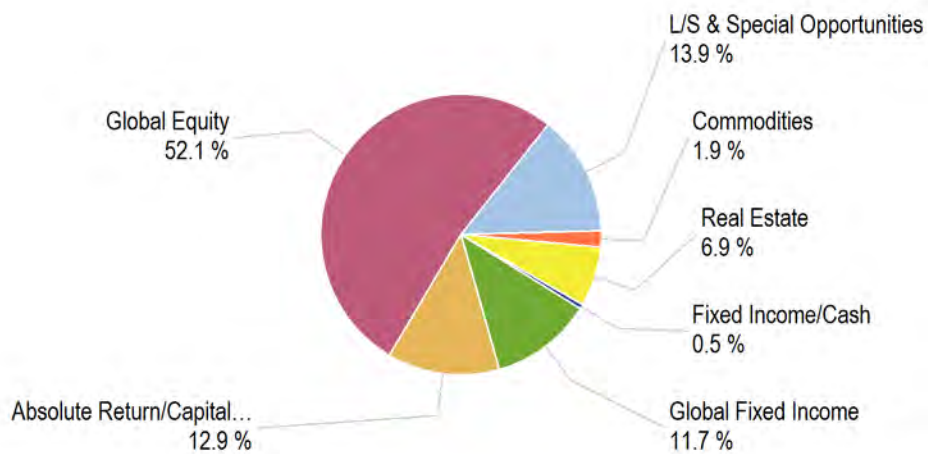
Annualized Return vs. Annualized Standard Deviation
5 Years Ending March 31, 2015



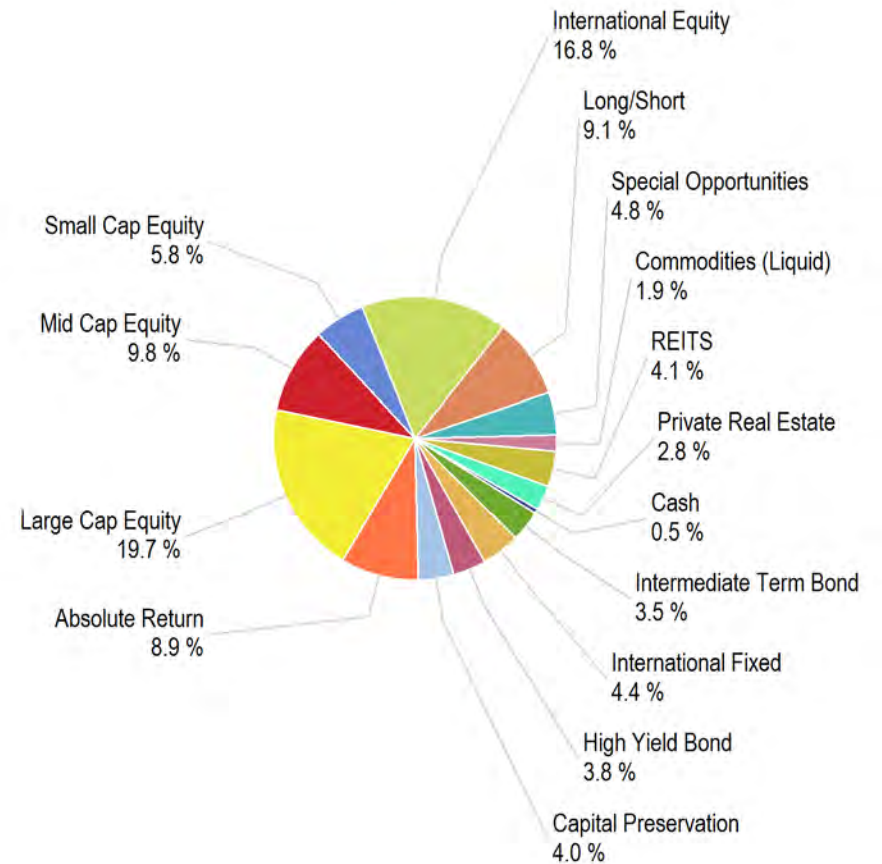
- Weatherlow Offshore
- ✕ Orbimed Partners II
- ✱ TCM Partners
- ▲ SERS Principal Global Investors REIT
- ◆ S&P 500

Section 3

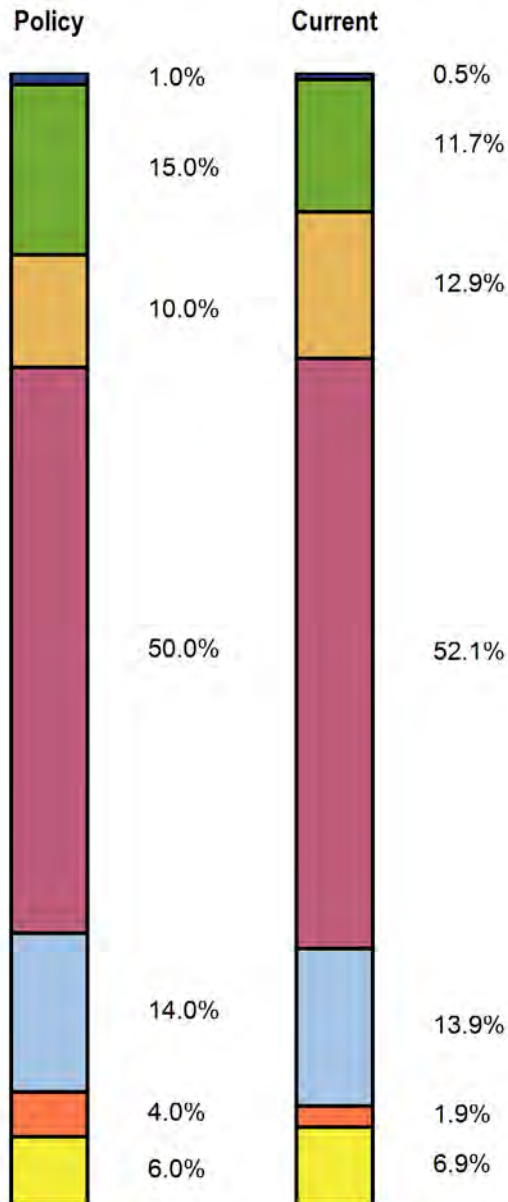
Current Allocation



Current Implementation Allocation

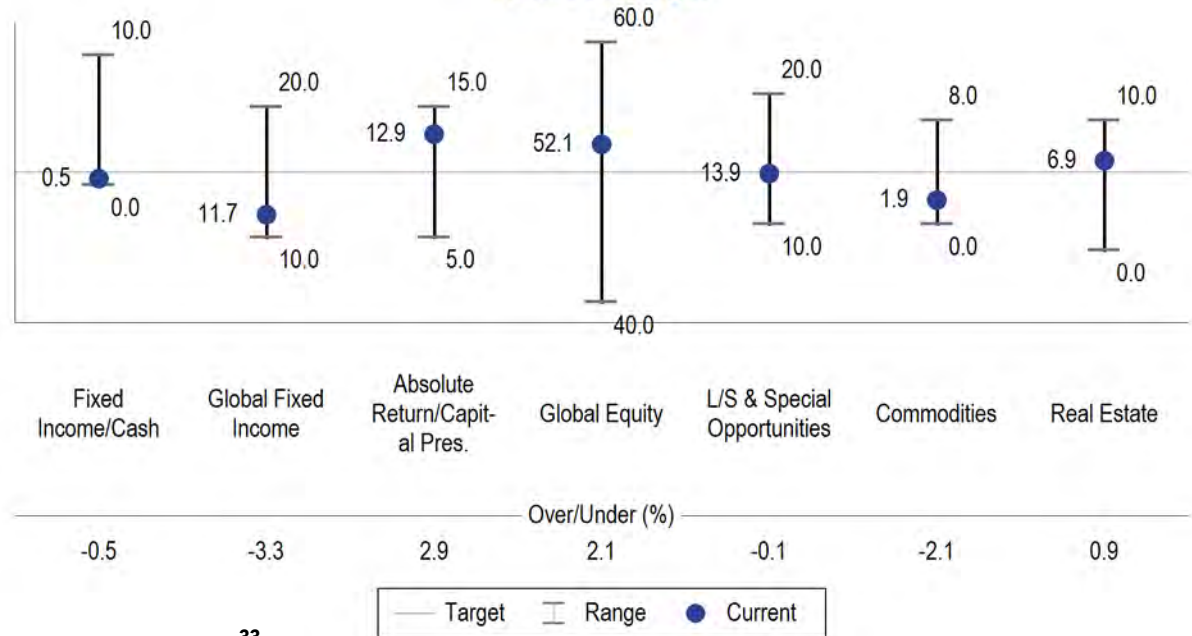


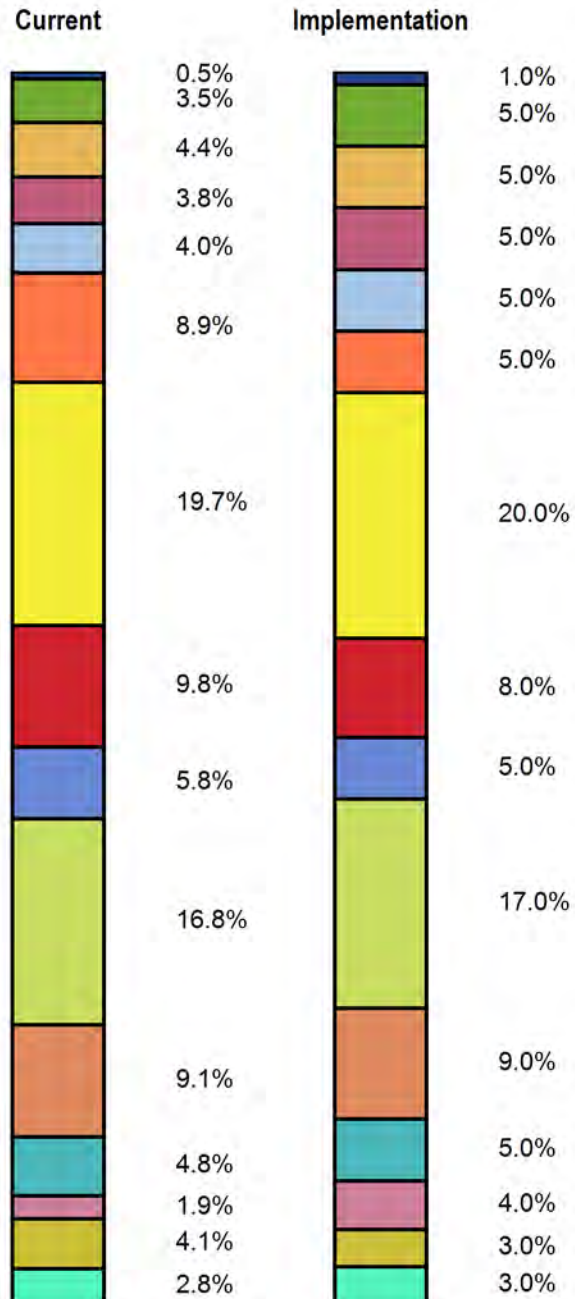
Asset Allocation vs. Target



	Inv Pol Stmt	%	Inv Pol Stmt Range	Current	%	Difference	%
Fixed Income/Cash	\$2,895,104	1.0%	0.0% - 10.0%	\$1,500,960	0.5%	-\$1,394,144	-0.5%
Global Fixed Income	\$43,426,567	15.0%	10.0% - 20.0%	\$33,981,930	11.7%	-\$9,444,637	-3.3%
Absolute Return/Capital Pres.	\$28,951,045	10.0%	5.0% - 15.0%	\$37,457,576	12.9%	\$8,506,531	2.9%
Global Equity	\$144,755,225	50.0%	40.0% - 60.0%	\$150,976,919	52.1%	\$6,221,694	2.1%
L/S & Special Opportunities	\$40,531,463	14.0%	10.0% - 20.0%	\$40,248,706	13.9%	-\$282,757	-0.1%
Commodities	\$11,580,418	4.0%	0.0% - 8.0%	\$5,393,184	1.9%	-\$6,187,234	-2.1%
Real Estate	\$17,370,627	6.0%	0.0% - 10.0%	\$19,951,174	6.9%	\$2,580,547	0.9%
Total	\$289,510,450	100.0%		\$289,510,450	100.0%		

Actual vs. Target





Asset Allocation on March 31, 2015

	Actual \$	Actual %	Target %
Cash	\$1,500,960	0.5%	1.0%
Intermediate Term Bond	\$10,203,182	3.5%	5.0%
International Fixed	\$12,847,849	4.4%	5.0%
High Yield Bond	\$10,930,899	3.8%	5.0%
Capital Preservation	\$11,658,081	4.0%	5.0%
Absolute Return	\$25,799,495	8.9%	5.0%
Large Cap Equity	\$57,136,588	19.7%	20.0%
Mid Cap Equity	\$28,397,609	9.8%	8.0%
Small Cap Equity	\$16,887,513	5.8%	5.0%
International Equity	\$48,555,210	16.8%	17.0%
Long/Short	\$26,271,999	9.1%	9.0%
Special Opportunities	\$13,976,707	4.8%	5.0%
Commodities (Liquid)	\$5,393,184	1.9%	4.0%
REITS	\$11,729,929	4.1%	3.0%
Private Real Estate	\$8,221,245	2.8%	3.0%
Total	\$289,510,450		

Spokane Employees' Retirement System

As of March 31, 2015

Asset Allocation vs. Target

	Target Allocation	%	Target Allocation Range	Current	%	Difference	%	Within Range
Fixed Income/Cash	\$2,895,104	1.0%	0.0% - 10.0%	\$1,500,960	0.5%	-\$1,394,144	-0.5%	Yes
Cash	\$2,895,104	1.0%	0.0% - 3.0%	\$1,500,960	0.5%	-\$1,394,144	-0.5%	Yes
Fidelity Instl Money Market				\$1,500,960	0.5%			
Global Fixed Income	\$43,426,567	15.0%	10.0% - 20.0%	\$33,981,930	11.7%	-\$9,444,637	-3.3%	Yes
Intermediate Term Bond	\$14,475,522	5.0%	0.0% - 10.0%	\$10,203,182	3.5%	-\$4,272,341	-1.5%	Yes
Vanguard Short-Term				\$10,203,182	3.5%			
International Fixed	\$14,475,522	5.0%	0.0% - 10.0%	\$12,847,849	4.4%	-\$1,627,673	-0.6%	Yes
PIMCO Global Adv Bond				\$12,847,849	4.4%			
High Yield Bond	\$14,475,522	5.0%	0.0% - 10.0%	\$10,930,899	3.8%	-\$3,544,624	-1.2%	Yes
Metropolitan West High Yield				\$10,930,899	3.8%			
Absolute Return/Capital Pres.	\$28,951,045	10.0%	5.0% - 15.0%	\$37,457,576	12.9%	\$8,506,531	2.9%	Yes
Capital Preservation	\$14,475,522	5.0%	0.0% - 10.0%	\$11,658,081	4.0%	-\$2,817,441	-1.0%	Yes
Castine Partners				\$5,832,723	2.0%			
Altairis Offshore				\$5,825,358	2.0%			
Absolute Return	\$14,475,522	5.0%	0.0% - 10.0%	\$25,799,495	8.9%	\$11,323,972	3.9%	Yes
Post Lmtd Term High Yield				\$5,577,804	1.9%			
Rimrock Low Volatility Offshore				\$9,021,584	3.1%			
Amer Beacon Flexible Bond Inst				\$9,992,107	3.5%			
OrbiMed Royalty Opps II				\$1,208,000	0.4%			

Spokane Employees' Retirement System

As of March 31, 2015

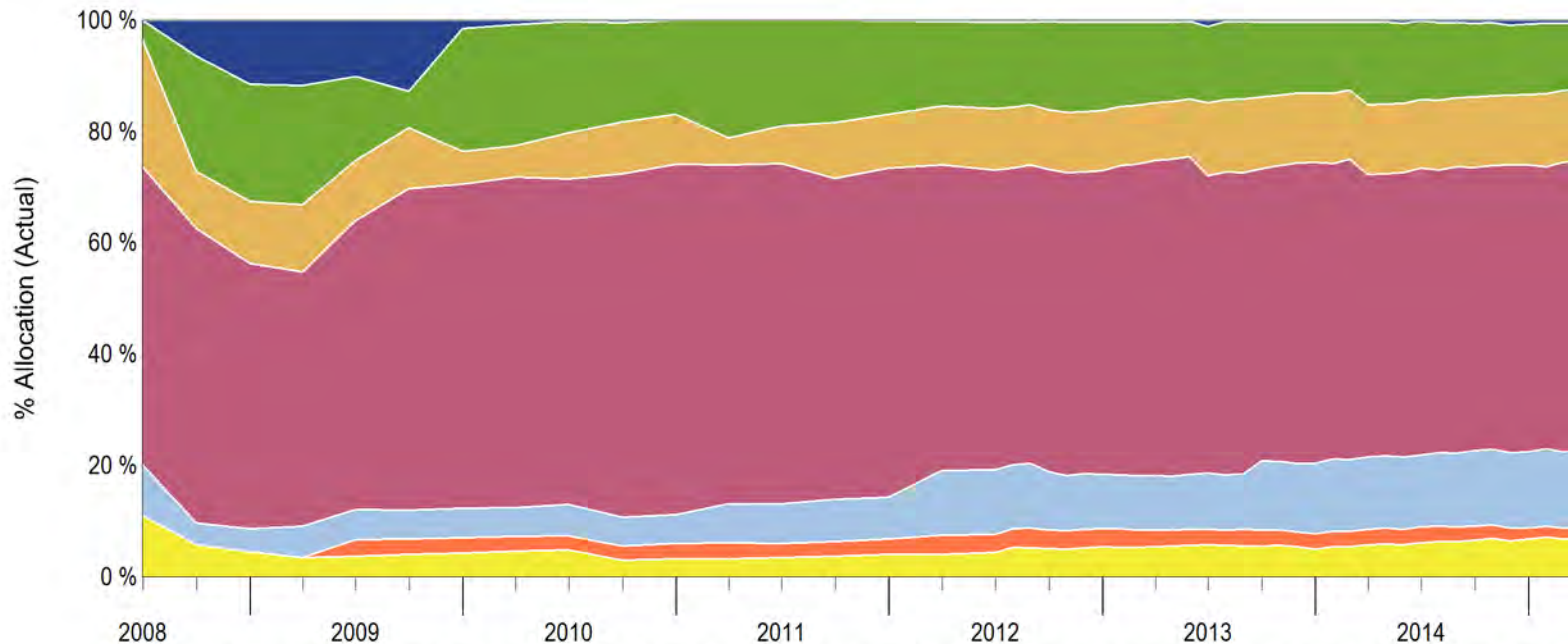
	Target Allocation	%	Target Allocation Range	Current	%	Difference	%	Within Range
Global Equity	\$144,755,225	50.0%	40.0% - 60.0%	\$150,976,919	52.1%	\$6,221,694	2.1%	Yes
Large Cap Equity	\$57,902,090	20.0%	10.0% - 30.0%	\$57,136,588	19.7%	-\$765,502	-0.3%	Yes
Hotchkis & Wiley Div Value I				\$17,132,546	5.9%			
Vanguard Institutional Index				\$7,955,192	2.7%			
MFS Blended Research Core				\$16,525,412	5.7%			
Delaware Large Cap Growth Equity				\$15,523,437	5.4%			
Mid Cap Equity	\$23,160,836	8.0%	0.0% - 20.0%	\$28,397,609	9.8%	\$5,236,773	1.8%	Yes
Sterling Mid Cap Value				\$10,566,303	3.6%			
Vanguard Mid Cap Index				\$7,666,615	2.6%			
Vanguard Mid Cap Growth				\$10,164,691	3.5%			
Small Cap Equity	\$14,475,522	5.0%	0.0% - 15.0%	\$16,887,513	5.8%	\$2,411,990	0.8%	Yes
Vanguard Small Cap Index				\$2,489,550	0.9%			
Champlain Small Cap				\$5,047,786	1.7%			
Bridge City Small Growth				\$4,756,016	1.6%			
Frontier Sm Cap Value I				\$4,594,161	1.6%			
International Equity	\$49,216,776	17.0%	5.0% - 25.0%	\$48,555,210	16.8%	-\$661,567	-0.2%	Yes
Vanguard International Index				\$961,949	0.3%			
EuroPacific Growth R6				\$12,679,908	4.4%			
Epoch Int'l Small Cap				\$8,547,113	3.0%			
Berens Global Value				\$10,342,953	3.6%			
Artisan Int'l Value				\$16,023,287	5.5%			

Spokane Employees' Retirement System

As of March 31, 2015

	Target Allocation	%	Target Allocation Range	Current	%	Difference	%	Within Range
L/S & Special Opportunities	\$40,531,463	14.0%	10.0% - 20.0%	\$40,248,706	13.9%	-\$282,757	-0.1%	Yes
Long/Short	\$26,055,940	9.0%	0.0% - 20.0%	\$26,271,999	9.1%	\$216,058	0.1%	Yes
Weatherlow Offshore				\$14,821,072	5.1%			
TCM Partners				\$3,742,227	1.3%			
Beach Point Select Fund Ltd				\$7,708,700	2.7%			
Special Opportunities	\$14,475,522	5.0%	0.0% - 15.0%	\$13,976,707	4.8%	-\$498,815	-0.2%	Yes
OrbiMed Partners II				\$10,715,655	3.7%			
OrbiMed Royalty Opps				\$3,261,052	1.1%			
Commodities	\$11,580,418	4.0%	0.0% - 8.0%	\$5,393,184	1.9%	-\$6,187,234	-2.1%	Yes
Commodities (Liquid)	\$11,580,418	4.0%	0.0% - 10.0%	\$5,393,184	1.9%	-\$6,187,234	-2.1%	Yes
Pimco CommoditiesPlus Strat Fd				\$5,393,184	1.9%			
Real Estate	\$17,370,627	6.0%	0.0% - 10.0%	\$19,951,174	6.9%	\$2,580,547	0.9%	Yes
REITS	\$8,685,313	3.0%	0.0% - 10.0%	\$11,729,929	4.1%	\$3,044,616	1.1%	Yes
Principal Global Investors REIT				\$11,729,929	4.1%			
Private Real Estate	\$8,685,313	3.0%	0.0% - 10.0%	\$8,221,245	2.8%	-\$464,068	-0.2%	Yes
Legacy Partners Realty III				\$1,297,936	0.4%			
Morrison Street Fund IV				\$2,999,204	1.0%			
Metropolitan Realty V				\$1,106,245	0.4%			
Morrison Street Fund V				\$2,817,860	1.0%			
Total	\$289,510,450	100.0%		\$289,510,450	100.0%			

Asset Allocation History
6 Years 9 Months Ending March 31, 2015

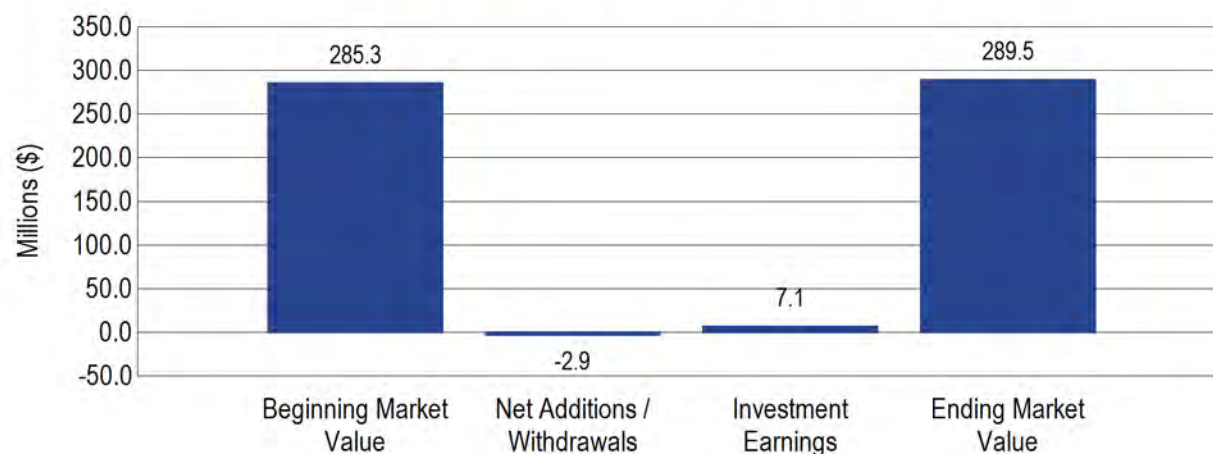


6.4	11.5	11.7	10.1	12.8	1.5	0.8	0.2	0.5	0.0	0.0	0.0	0.0	0.1	0.2	0.3	0.3	0.3	0.3	1.2	0.3	0.3	0.4	0.1	0.5	0.7	0.5
20.8	21.0	21.4	15.2	6.5	22.0	21.8	20.1	17.8	16.8	21.2	19.0	18.4	16.9	15.2	15.5	15.8	15.9	14.4	13.6	13.5	12.7	14.8	14.1	13.3	12.7	11.7
10.2	11.2	12.1	10.8	11.0	6.0	5.7	8.3	9.3	8.9	4.8	6.8	10.0	9.7	10.6	11.1	10.8	10.8	10.4	13.2	12.8	12.5	12.5	12.4	12.7	12.6	12.9
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	51.5	50.8	51.6	52.1
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	13.0	13.6	13.6	13.9
--	--	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	2.9	2.6	2.0	1.9
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	6.1	6.6	6.8	6.9

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

Section 4

**Change in Market Value
From January 1, 2015 To March 31, 2015**



Cash Flow Summary

	Beginning Market Value \$	Withdrawals \$	Contributions \$	Net Cash Flow \$	Net Investment Change \$	Ending Market Value \$
Altairis Offshore	5,835,738	0	0	0	-10,380	5,825,358
Amer Beacon Flexible Bond Inst	9,944,167	0	0	0	47,940	9,992,107
Artisan Int'l Value	15,446,845	0	0	0	576,442	16,023,287
Beach Point Select Fund Ltd	7,462,031	0	0	0	246,669	7,708,700
Berens Global Value	10,240,869	0	0	0	102,084	10,342,953
Bridge City Small Growth	4,488,141	0	0	0	267,875	4,756,016
Castine Partners	5,741,565	0	0	0	91,158	5,832,723
Champlain Small Cap	4,891,767	0	0	0	156,019	5,047,786
Delaware Large Cap Growth Equity	15,099,814	0	0	0	423,623	15,523,437
Epoch Int'l Small Cap	7,999,780	0	0	0	547,332	8,547,113
EuroPacific Growth R6	11,965,869	0	0	0	714,039	12,679,908
Fidelity Instl Money Market	1,900,489	-568,587	168,562	-400,025	496	1,500,960
Frontier Sm Cap Value I	4,424,490	0	0	0	169,671	4,594,161

Spokane Employees' Retirement System

As of March 31, 2015

	Beginning Market Value \$	Withdrawals \$	Contributions \$	Net Cash Flow \$	Net Investment Change \$	Ending Market Value \$
Hotchkis & Wiley Div Value I	17,067,113	0	0	0	65,433	17,132,546
Legacy Partners Realty III	1,297,936	0	0	0	0	1,297,936
Metropolitan Realty V	1,116,400	-72,361	0	-72,361	62,206	1,106,245
Metropolitan West High Yield	10,798,281	0	0	0	132,617	10,930,899
MFS Blended Research Core	16,208,378	0	0	0	317,034	16,525,412
Morrison Street Fund IV	3,069,709	-118,366	0	-118,366	47,861	2,999,204
Morrison Street Fund V	2,819,765	-47,603	0	-47,603	45,698	2,817,860
OrbiMed Partners II	10,045,802	0	0	0	669,853	10,715,655
OrbiMed Royalty Opps	3,261,052	0	0	0	0	3,261,052
OrbiMed Royalty Opps II	0	0	1,208,000	1,208,000	0	1,208,000
Pimco CommoditiesPlus Strat Fd	5,728,857	0	0	0	-335,674	5,393,184
PIMCO Global Adv Bond	13,082,341	0	0	0	-234,492	12,847,849
PIMCO Low Dur	2,566	-2,569	0	-2,569	3	--
Post Lmted Term High Yield	5,469,191	0	0	0	108,613	5,577,804
Principal Global Investors REIT	11,143,689	0	0	0	586,240	11,729,929
Rimrock Low Volatility Offshore	9,009,212	0	0	0	12,372	9,021,584
Sterling Mid Cap Value	10,034,542	0	0	0	531,761	10,566,303
TCM Partners	3,858,907	0	0	0	-116,680	3,742,227
Vanguard Institutional Index	9,088,992	-1,208,000	0	-1,208,000	74,200	7,955,192
Vanguard International Index	923,933	0	0	0	38,017	961,949
Vanguard Mid Cap Growth	9,509,032	0	0	0	655,659	10,164,691
Vanguard Mid Cap Index	7,351,793	0	0	0	314,822	7,666,615
Vanguard Short-Term	12,299,487	-2,850,000	628,375	-2,221,625	125,321	10,203,182
Vanguard Small Cap Index	2,375,399	0	0	0	114,151	2,489,550
Weatherlow Offshore	14,264,000	0	0	0	557,072	14,821,072
Total	285,267,944	-4,867,486	2,004,937	-2,862,549	7,105,054	289,510,450