

Spokane Employees' Retirement System

Third Quarter 2015 Performance Report

November 2015



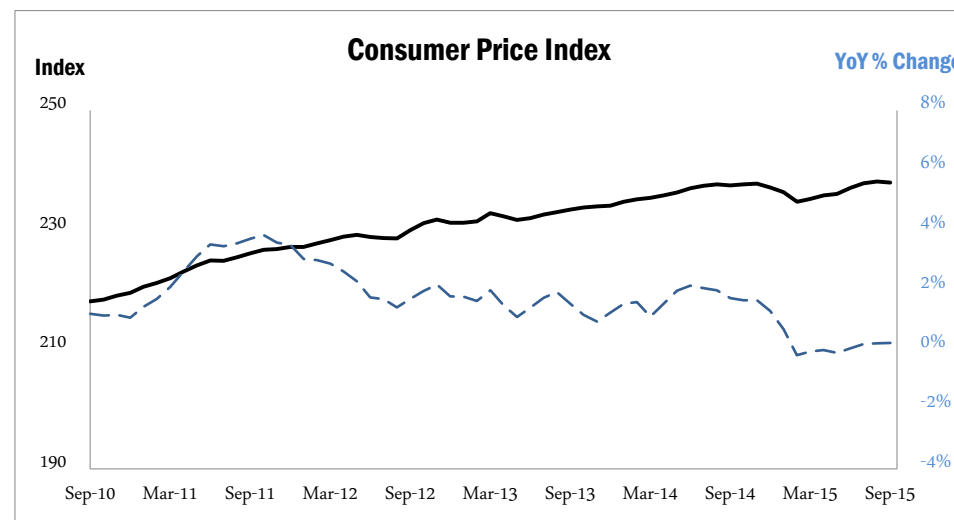
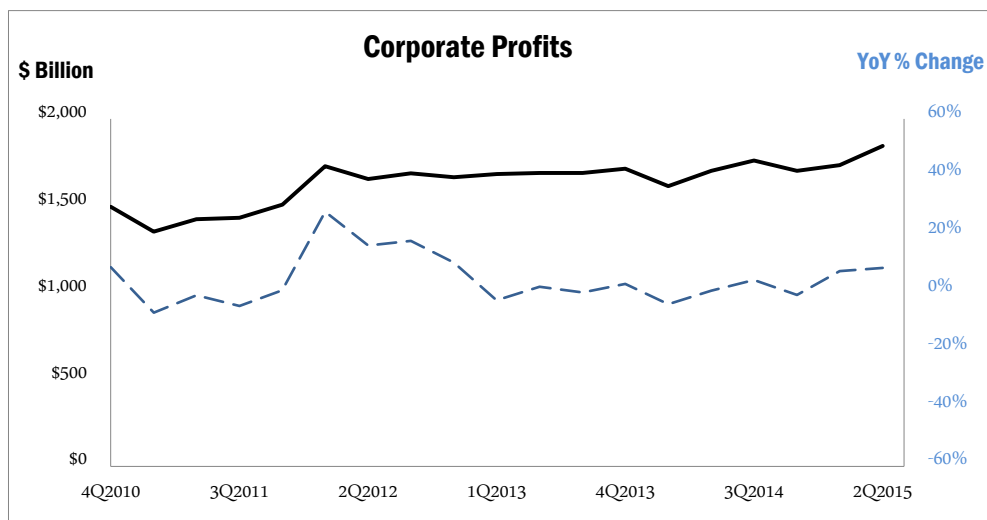
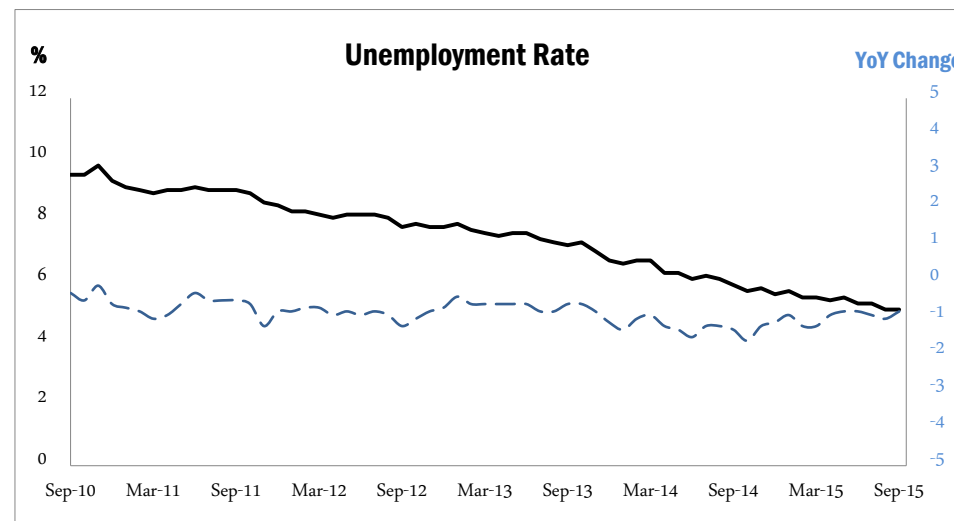
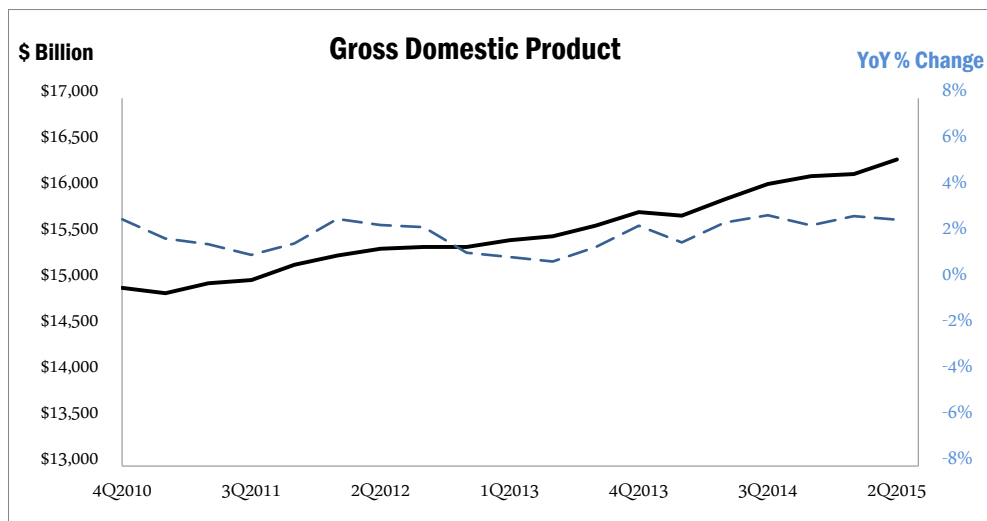
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Section 1

3Q2015 Economic Data



Labor Market Statistics (Monthly)					
Category	Recent	5-Yr High	5-Yr Low	5-Yr Avg.	Date
Jobs Added/Lost Monthly	142,000	423,000	35,000	201,300	Sep-15
Unemployment Rate	5.1%	9.8%	5.1%	7.4%	Sep-15
Median Unemployment Length (Weeks)	11.4	24.3	9.4	17.2	Sep-15
Average Hourly Earnings	\$25.09	\$25.10	\$22.74	\$23.87	Sep-15

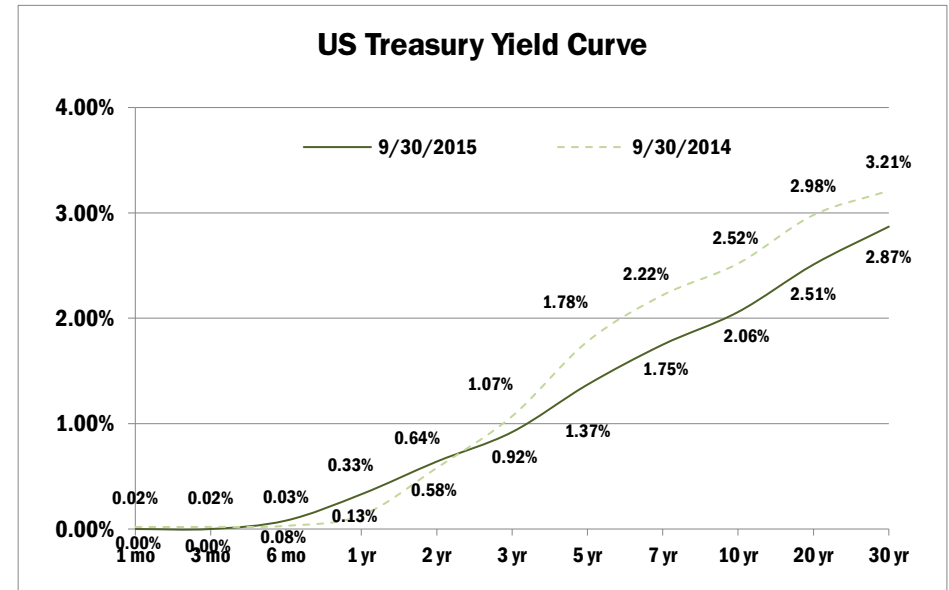
Other Prices and Indexes (Monthly)					
Category	Recent	5-Yr High	5-Yr Low	% Off Peak	Date
Gas: Price per Gallon	\$2.37	\$3.90	\$2.14	-39.3%	Sep-15
Spot Oil	\$42.87	\$109.53	\$42.87	-60.9%	Aug-15
Case-Shiller Home Price Index	178.3	179.9	136.9	30.3%*	Jul-15
Medical Care CPI	446.8	446.8	391.3	14.2%*	Aug-15

Source: Federal Reserve Bank of St. Louis and Bureau of Labor Statistics

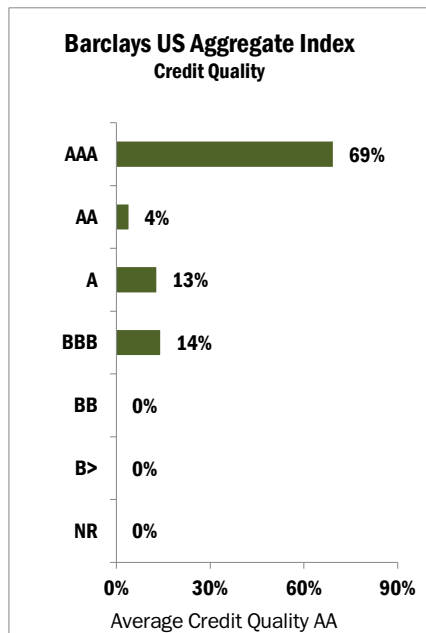
*% Off Low

3Q2015 Bond Market Data

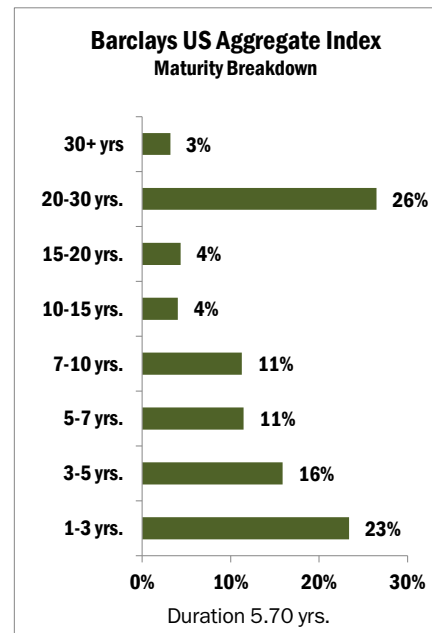
Index	QTR	YTD	1 yr.	3 yrs.	5 yrs.	10 yrs.
90-Day T-Bill	0.02%	0.04%	0.04%	0.06%	0.07%	1.29%
Barclays US Aggregate	1.23%	1.13%	2.94%	1.71%	3.10%	4.64%
Barclays Short US Treasury	0.06%	0.15%	0.15%	0.14%	0.16%	1.50%
Barclays Int. US Treasury	1.24%	2.06%	3.05%	1.09%	1.92%	3.91%
Barclays Long US Treasury	5.08%	0.17%	8.80%	2.78%	6.22%	6.99%
Barclays US TIPS	-1.15%	-0.80%	-0.83%	-1.83%	2.55%	4.01%
Barclays US Credit	0.53%	-0.26%	1.50%	2.02%	4.09%	5.28%
Barclays US Mortgage-Backed	1.30%	1.61%	3.43%	1.98%	3.03%	4.71%
Barclays US Asset-Backed	0.74%	1.83%	2.38%	1.21%	2.12%	3.41%
Barclays US High Yield	-4.86%	-2.45%	-3.43%	3.51%	6.15%	7.25%
Barclays Global	0.85%	-2.25%	-3.26%	-1.59%	0.81%	3.71%
Barclays International	0.64%	-4.82%	-7.67%	-4.00%	-0.85%	2.98%
Barclays Emerging Market	-2.39%	0.30%	-1.43%	1.34%	4.66%	6.88%



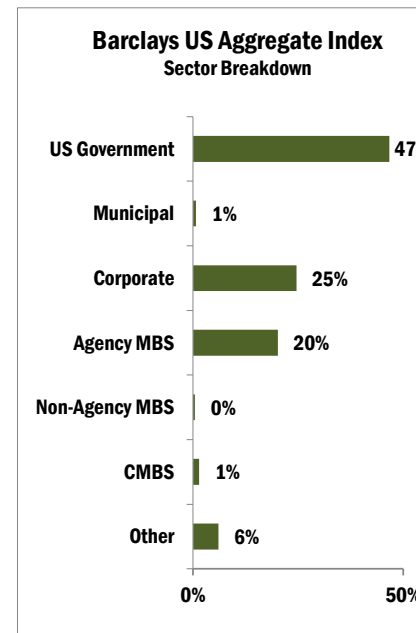
Source: Department of US Treasury



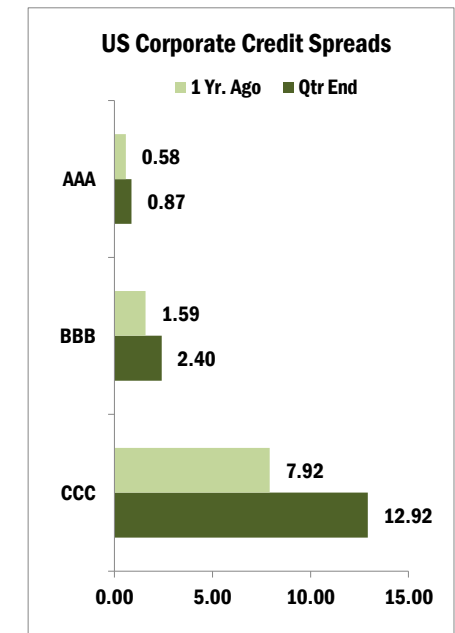
Source: Morningstar



Source: Morningstar



Source: Morningstar



Source: Federal Reserve / Bank of America

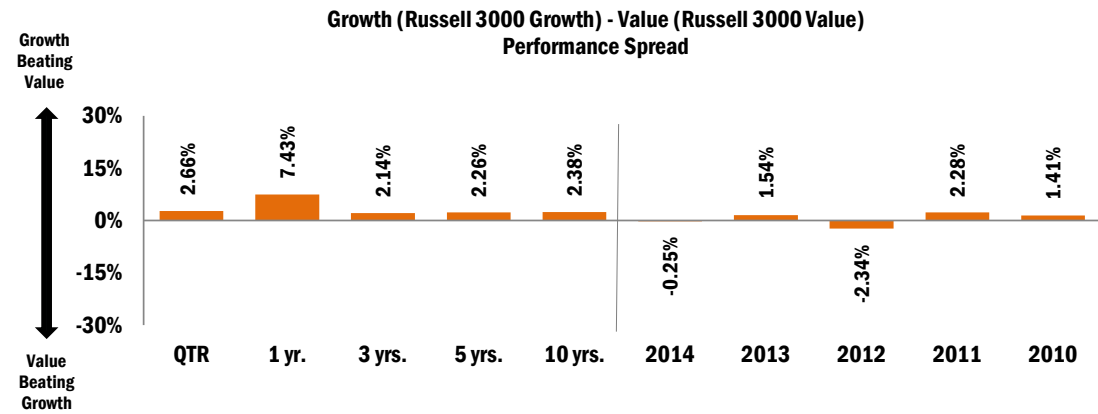
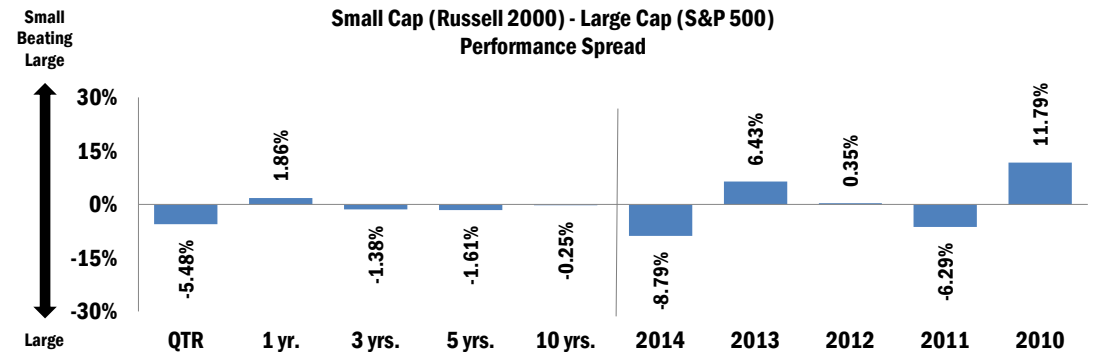
3Q2015 US Equity Market Data

Sectors Weights/Returns (ranked by quarter performance)

	Wgt.	Sector	QTR	1 Yr.
S&P 500 Index	0%	Utilities	5.40%	6.57%
	0%	Consumer Staples	-0.20%	7.10%
	0%	Consumer Discretionary	-2.56%	13.18%
	0%	Information Technology	-3.70%	2.12%
	0%	Financials	-6.72%	-0.33%
	0%	Telecom Services	-6.85%	-7.91%
	0%	Industrials	-6.90%	-3.65%
	0%	Health Care	-10.67%	5.19%
	0%	Materials	-16.90%	-17.98%
	0%	Energy	-17.41%	-29.68%
S&P Midcap 400 Index	0%	Utilities	2.26%	1.38%
	0%	Financials	-3.52%	10.61%
	0%	Consumer Staples	-5.74%	7.76%
	0%	Consumer Discretionary	-7.17%	7.28%
	0%	Industrials	-10.23%	-5.21%
	0%	Information Technology	-10.65%	3.33%
	0%	Health Care	-10.70%	16.30%
	0%	Telecom Services	-14.65%	-12.59%
	0%	Materials	-15.48%	-14.60%
	0%	Energy	-24.25%	-44.10%
S&P Smallcap 600 Index	0%	Utilities	9.77%	21.02%
	0%	Consumer Staples	-3.50%	8.23%
	0%	Financials	-3.78%	10.99%
	0%	Information Technology	-7.23%	8.77%
	0%	Health Care	-8.70%	21.78%
	0%	Telecom Services	-9.73%	-0.62%
	0%	Industrials	-11.87%	1.43%
	0%	Consumer Discretionary	-12.25%	9.74%
	0%	Materials	-20.38%	-26.61%
	0%	Energy	-39.09%	-62.43%

Index Performance Data

Index	QTR	YTD	1 yr.	Annualized		
				3 yrs.	5 yrs.	10 yrs.
S&P 500	-6.44%	-5.29%	-0.61%	12.40%	13.34%	6.80%
Russell 1000 Value	-8.39%	-8.96%	-4.42%	11.59%	12.29%	5.71%
Russell 1000 Growth	-5.29%	-1.54%	3.17%	13.61%	14.47%	8.09%
Russell Mid Cap	-8.01%	-5.84%	-0.25%	13.91%	13.40%	7.87%
Russell Mid Cap Value	-8.04%	-7.66%	-2.07%	13.69%	13.15%	7.42%
Russell Mid Cap Growth	-7.99%	-4.15%	1.45%	13.98%	13.58%	8.09%
Russell 2000	-11.92%	-7.73%	1.25%	11.02%	11.73%	6.55%
Russell 2000 Value	-10.73%	-10.06%	-1.60%	9.18%	10.17%	5.35%
Russell 2000 Growth	-13.06%	-5.47%	4.04%	12.85%	13.26%	7.67%
Russell 3000	-7.25%	-5.45%	-0.49%	12.53%	13.28%	6.92%
DJ US Select REIT	3.09%	-2.84%	11.82%	9.92%	12.31%	6.69%

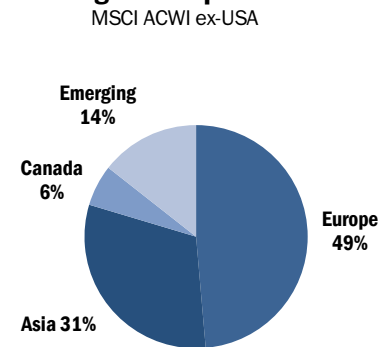


3Q2015 International Market Data

Index Performance Data (net)

Index (US\$)	QTR	YTD	1 yr.	3 yrs.	5 yrs.	10 yrs.
MSCI ACWI ex-US	-12.17%	-8.63%	-12.16%	2.34%	1.82%	3.03%
MSCI EAFE	-10.23%	-5.28%	-8.66%	5.63%	3.98%	2.97%
Europe	-8.69%	-5.20%	-9.33%	6.03%	4.28%	3.31%
United Kingdom	-10.02%	-8.23%	-12.12%	2.96%	4.53%	2.99%
Germany	-10.89%	-8.90%	-9.26%	5.19%	4.72%	4.96%
France	-6.45%	-1.75%	-7.70%	7.41%	2.78%	2.17%
Pacific	-13.21%	-5.54%	-7.51%	4.80%	3.49%	2.34%
Japan	-11.80%	0.21%	-2.22%	8.96%	4.91%	1.14%
Hong Kong	-16.16%	-6.18%	-3.27%	4.99%	4.34%	7.33%
Australia	-15.33%	-18.11%	-21.08%	-4.16%	-0.34%	4.06%
Canada	-14.14%	-20.07%	-23.90%	-4.81%	-1.76%	2.68%
MSCI EM	-17.90%	-15.47%	-19.28%	-5.27%	-3.58%	4.27%
MSCI EM Latin America	-24.29%	-29.13%	-38.65%	-17.49%	-12.94%	1.78%
MSCI EM Asia	-17.01%	-12.81%	-13.05%	-0.40%	-0.09%	6.29%
MSCI EM Eur/Mid East	-14.01%	-9.45%	-27.01%	-13.15%	-8.71%	-2.39%
MSCI ACWI Value ex-US	-13.60%	-11.33%	-16.16%	1.00%	0.86%	2.37%
MSCI ACWI Growth ex-US	-10.77%	-5.95%	-8.12%	3.63%	2.74%	3.64%
MSCI AC World Sm Cap ex-US	-10.02%	-2.54%	-6.42%	5.51%	3.85%	5.13%

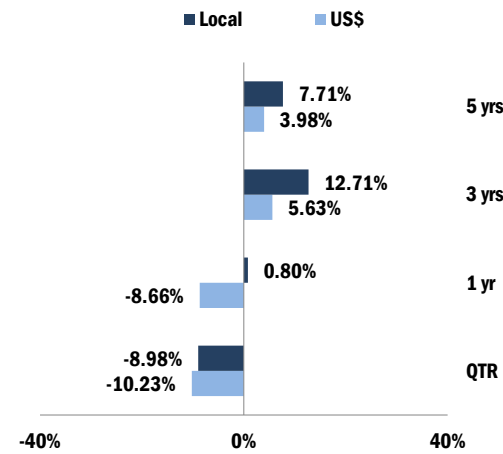
Regional Exposure



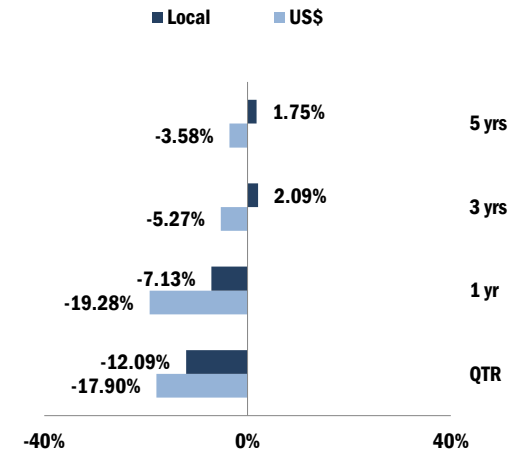
Top 10 Countries (MSCI AC World ex-USA)

Japan	17%
UK	14%
France	8%
Switzerland	7%
Germany	7%
Canada	7%
China	5%
Australia	5%
South Korea	3%
Hong Kong	3%

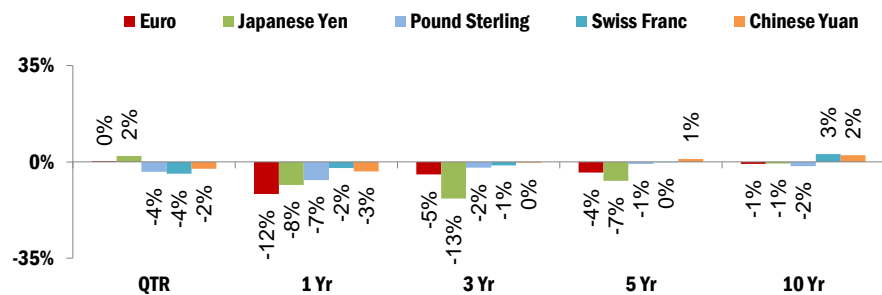
MSCI EAFE Index Return



MSCI Emerging Index Return

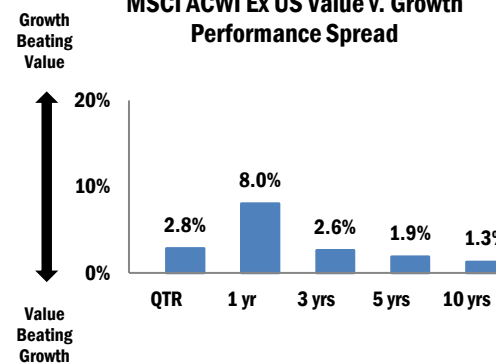


Foreign Currency v. US\$ Returns

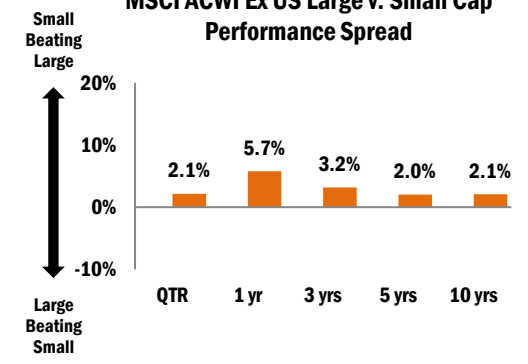


Exchange Rates	3Q15	2Q15	1Q15	4Q14	3Q14	2Q14
Japanese Yen	119.81	122.10	119.96	119.85	109.66	101.28
Euro	0.89	0.90	0.93	0.83	0.79	0.73
British Pound	0.66	0.64	0.67	0.64	0.62	0.58
Swiss Franc	0.98	0.93	0.97	0.99	0.96	0.89
Chinese Yuan	6.36	6.20	6.20	6.20	6.14	6.20

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

2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	YTD	3Q15
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%	Core Real Estate 10.51%	Core Real Estate 3.44%
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%	US Bonds 1.13%	US Bonds 1.23%
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%	Cash 0.04%	Global Bonds 0.85%
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%	TIPS -0.80%	Cash 0.02%
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%	Global Bonds -2.25%	TIPS -1.14%
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%	High Yield -2.45%	Global Balanced -4.76%
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%	Global Balanced -4.30%	High Yield -4.85%
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%	Large Cap -5.28%	Large Cap -6.43%
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%	Mid Cap -5.84%	Mid Cap -8.00%
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%	Small Cap -7.73%	Small Cap -11.90%
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%	Intl -8.62%	Intl -12.10%
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%	Emerging Markets -15.40%	Commod. -14.40%
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. -15.80%	Emerging Markets -17.80%

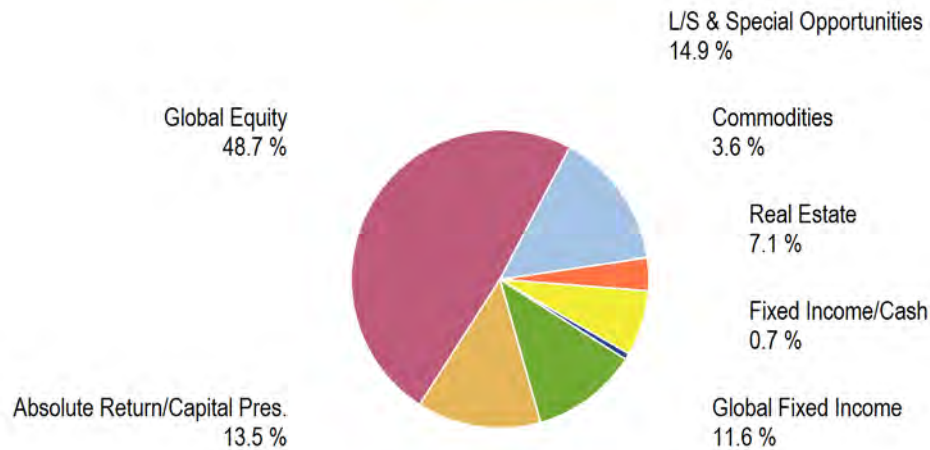
Global Balanced is composed of 60% MSCI World Stock Index, 35% Barclays Global Aggregate Bond Index, and 5% US 90-Day T-Bills.

Section 2

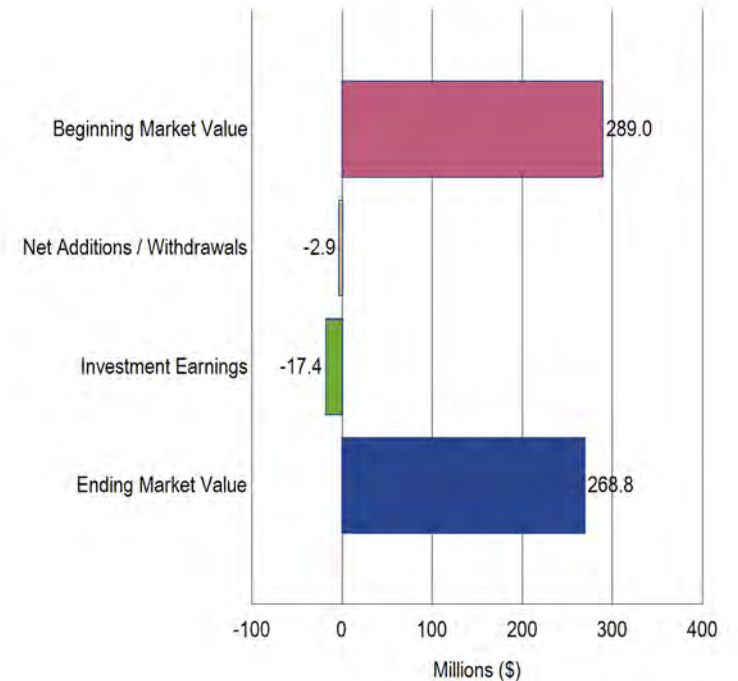
Spokane Employees' Retirement System

As of September 30, 2015

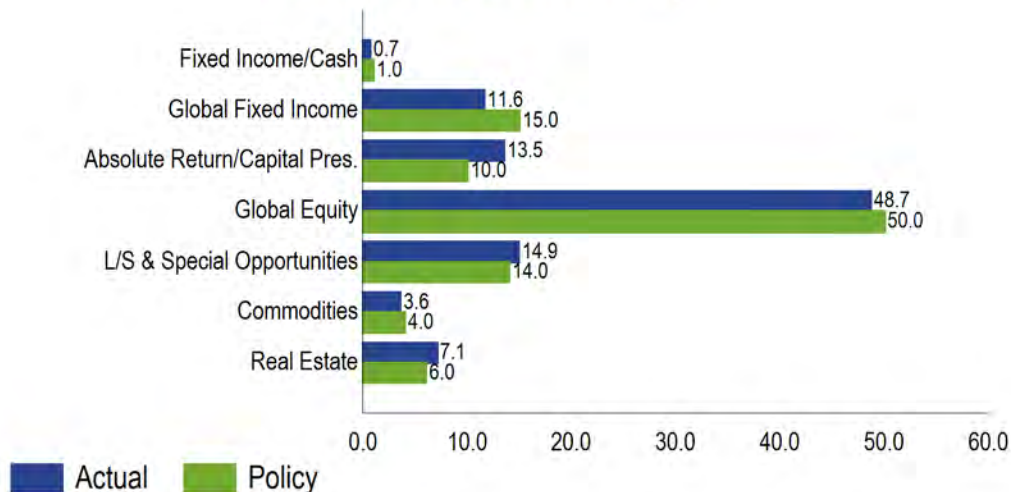
Current Allocation



Current Quarter



Actual vs Target Allocation (%)



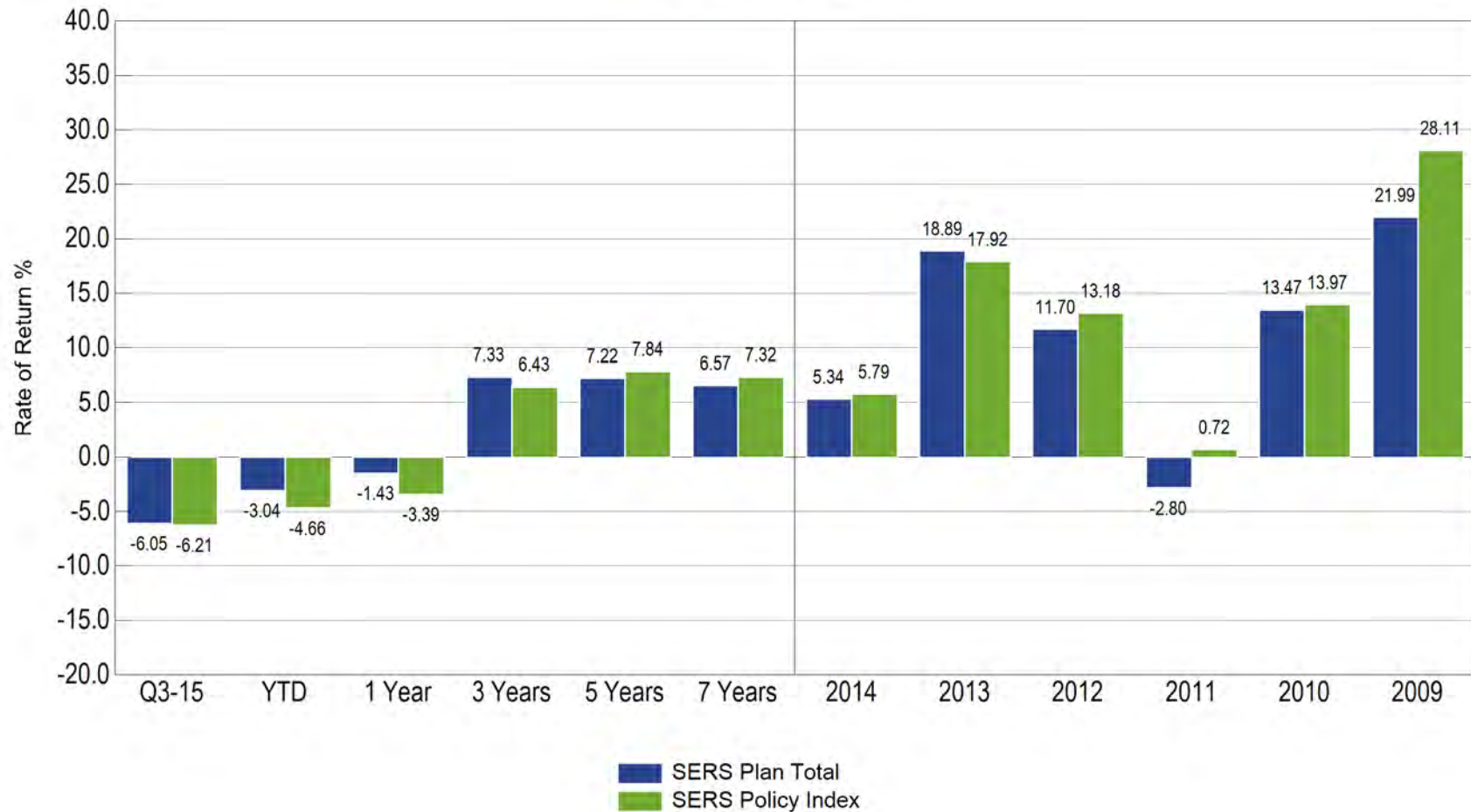
Current Market Value:

\$268,792,505

Policy Index

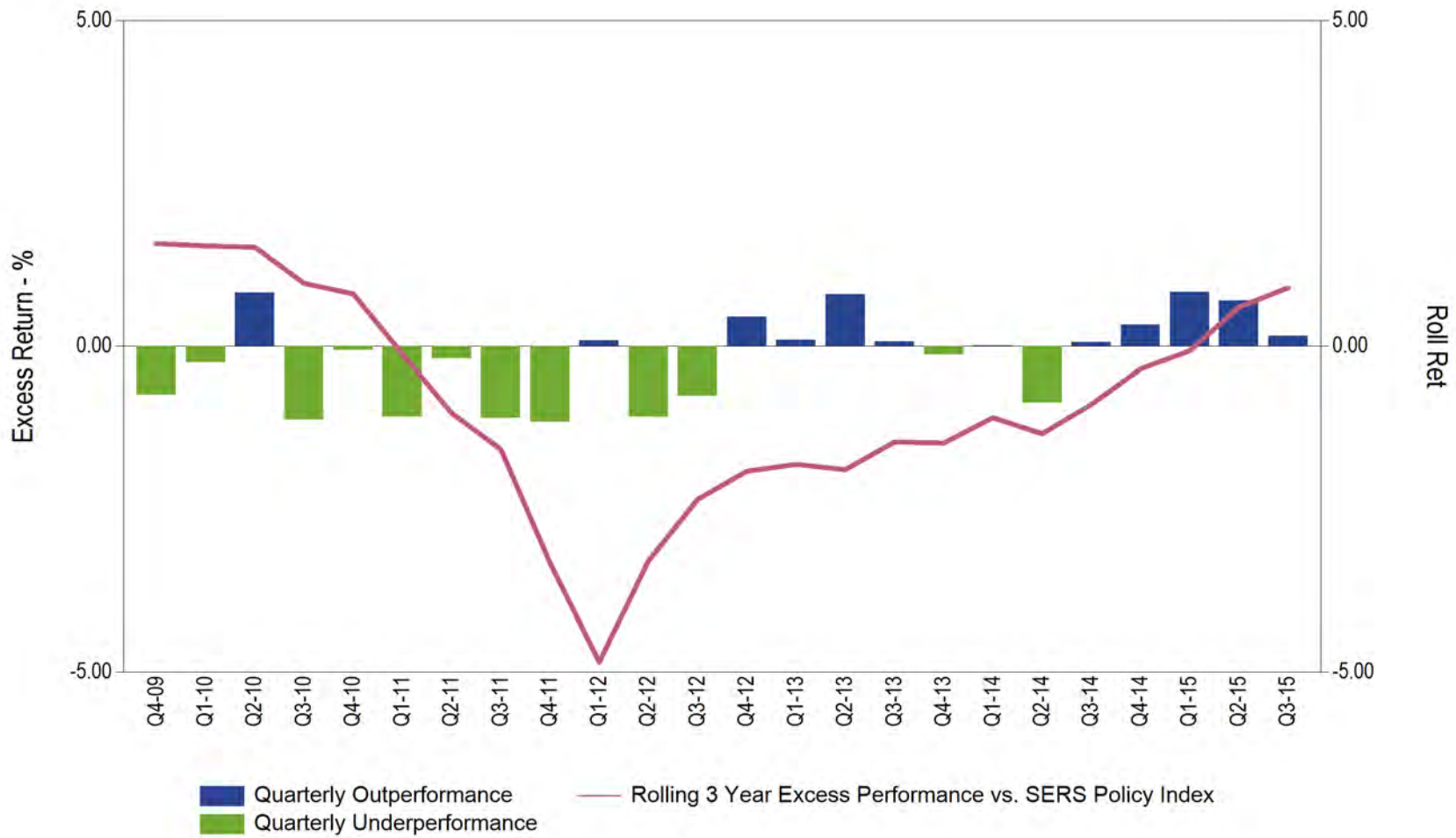
Index	Weight
US 90 Day T-Bill	1%
Barclays US Aggregate Bond Index	15%
Barclays Corporate High Yield Index	5%
Barclays Global Aggregate Bond Index	5%
S&P 500 Index	34%
Russell Mid Cap Index	8%
Russell 2000 Index	5%
MSCI ACWI ex-US	17%
S&P GSCI Index	4%
NAREIT Composite	3%
NCREIF Property Index	3%

Return Summary
Ending September 30, 2015



Performance Net of Fees

Annualized Excess Performance



Spokane Employees' Retirement System

As of September 30, 2015

Total Account Performance Summary

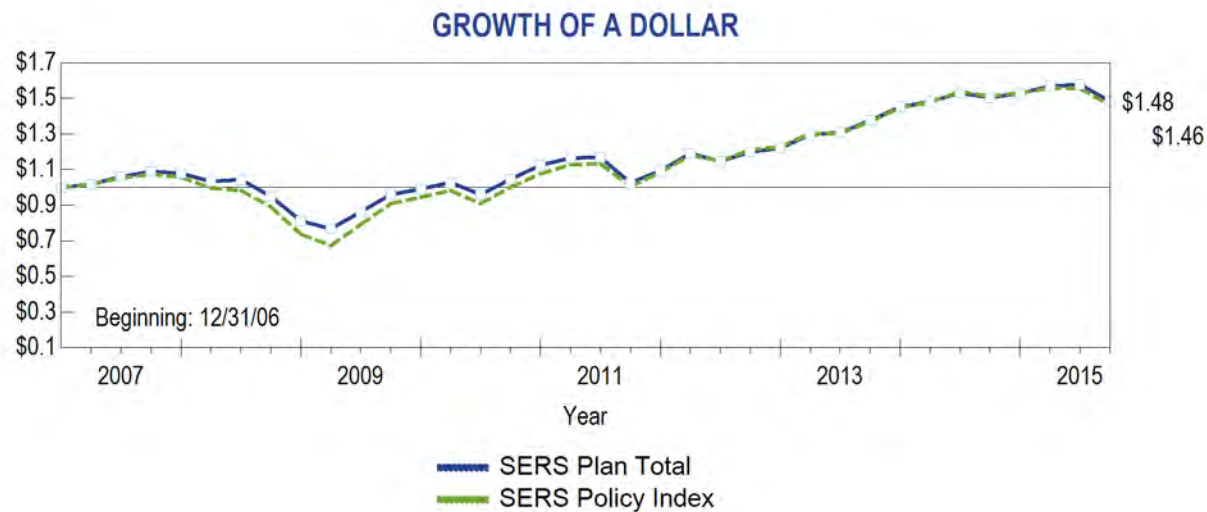
	3 Mo (%)	YTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	2014 (%)	2013 (%)	2012 (%)	2011 (%)	2010 (%)	2009 (%)	2008 (%)	7 Yrs (%)	Return (%)	Since
SERS Plan Total	-6.05	-3.04	-1.43	7.33	7.22	5.34	18.89	11.70	-2.80	13.47	21.99	-24.68	6.57	4.60	Jan-07
SERS Policy Index	-6.21	-4.66	-3.39	6.43	7.84	5.79	17.92	13.18	0.72	13.97	28.11	-30.28	7.32	4.42	Jan-07
Over/Under	0.16	1.62	1.96	0.90	-0.62	-0.45	0.97	-1.48	-3.52	-0.50	-6.12	5.60	-0.75	0.18	
Fixed Income Total	-2.53	-2.99	-4.33	-0.07	2.08	0.28	1.22	8.22	3.12	5.99	10.76	4.07	4.06	4.15	Apr-07
Barclays Aggregate	1.23	1.13	2.94	1.71	3.10	5.97	-2.02	4.21	7.84	6.54	5.93	5.24	4.85	4.69	Apr-07
Over/Under	-3.76	-4.12	-7.27	-1.78	-1.02	-5.69	3.24	4.01	-4.72	-0.55	4.83	-1.17	-0.79	-0.54	
Absolute Return/Capital Pres	-1.27	-0.12	0.15	2.96	3.62	3.15	4.65	6.68	2.63	-0.34	-0.05	-11.23	1.47	0.55	Jan-08
HFRI FOF: Conservative Index	-1.83	0.33	0.59	4.24	2.82	3.14	7.70	4.22	-3.55	5.07	9.65	-19.86	1.92	0.43	Jan-08
Over/Under	0.56	-0.45	-0.44	-1.28	0.80	0.01	-3.05	2.46	6.18	-5.41	-9.70	8.63	-0.45	0.12	
Long Short/Special Opps Total	-4.76	0.96	2.62	8.15	5.11	8.31	15.23	3.81	-6.31	7.61	17.81	--	5.00	3.14	Apr-08
HFRI Fund of Funds Composite Index	-3.55	-0.94	0.00	4.17	2.69	3.36	8.96	4.79	-5.72	5.70	11.47	-21.37	2.24	0.86	Apr-08
Over/Under	-1.21	1.90	2.62	3.98	2.42	4.95	6.27	-0.98	-0.59	1.91	6.34		2.76	2.28	
Large Cap Equity Total	-8.46	-6.02	-1.30	12.76	12.73	12.85	34.81	15.42	-0.61	15.76	27.61	-37.39	9.42	6.24	Apr-07
S&P 500	-6.44	-5.29	-0.61	12.40	13.34	13.69	32.39	16.00	2.11	15.06	26.46	-37.00	9.75	5.86	Apr-07
Over/Under	-2.02	-0.73	-0.69	0.36	-0.61	-0.84	2.42	-0.58	-2.72	0.70	1.15	-0.39	-0.33	0.38	
Mid Cap Equity Total	-8.53	-4.21	2.18	13.98	12.47	10.16	37.51	14.18	-2.95	22.88	37.22	-35.55	10.37	7.61	Apr-07
Russell MidCap	-8.01	-5.84	-0.25	13.91	13.40	13.22	34.76	17.28	-1.55	25.48	40.48	-41.46	11.38	6.67	Apr-07
Over/Under	-0.52	1.63	2.43	0.07	-0.93	-3.06	2.75	-3.10	-1.40	-2.60	-3.26	5.91	-1.01	0.94	
Small Cap Equity Total	-8.41	-4.49	4.71	13.13	12.69	6.32	40.29	12.78	-3.08	26.03	24.96	-39.70	8.72	4.46	Apr-07
Russell 2000	-11.92	-7.73	1.25	11.02	11.73	4.89	38.82	16.35	-4.18	26.86	27.17	-33.79	8.63	5.25	Apr-07
Over/Under	3.51	3.24	3.46	2.11	0.96	1.43	1.47	-3.57	1.10	-0.83	-2.21	-5.91	0.09	-0.79	

Spokane Employees' Retirement System

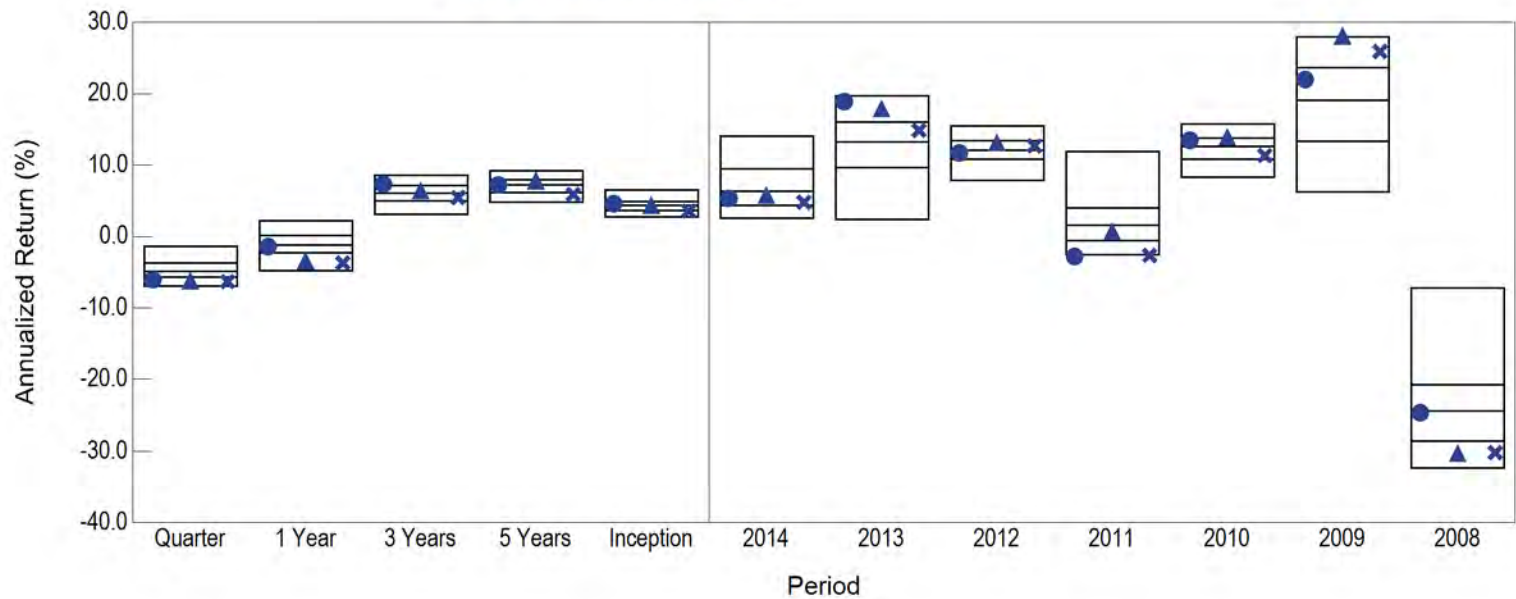
As of September 30, 2015

Total Account Performance Summary

	3 Mo (%)	YTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	2014 (%)	2013 (%)	2012 (%)	2011 (%)	2010 (%)	2009 (%)	2008 (%)	7 Yrs (%)	Return (%)	Since
International Equity Total	-9.85	-4.24	-7.07	5.62	4.31	-3.58	20.93	18.48	-13.72	17.28	38.62	-39.76	5.37	2.90	Apr-07
MSCI ACWI ex USA	-12.17	-8.63	-12.16	2.34	1.82	-3.87	15.29	16.83	-13.71	11.15	41.45	-45.53	3.20	-0.20	Apr-07
Over/Under	2.32	4.39	5.09	3.28	2.49	0.29	5.64	1.65	-0.01	6.13	-2.83	5.77	2.17	3.10	
Commodities Total	-18.67	-18.01	-35.73	-16.72	-8.48	-24.83	-3.39	-1.87	-3.28	7.17	--	--	--	-4.10	Apr-09
S&P GSCI Total Return Index	-19.30	-19.46	-41.74	-19.84	-9.79	-33.06	-1.22	0.08	-1.18	9.03	13.48	-46.49	-14.09	-4.74	Apr-09
Over/Under	0.63	1.45	6.01	3.12	1.31	8.23	-2.17	-1.95	-2.10	-1.86				0.64	
Real Estate Total	5.16	4.53	13.70	13.82	13.47	25.00	8.71	15.17	9.44	23.35	13.84	-30.09	7.71	4.31	Apr-07
RE Index (50/50 NAREIT Comp REIT/NCREIF PI)	1.99	2.77	10.73	10.51	12.47	19.55	7.30	15.38	11.44	20.65	5.56	-20.87	7.85	5.91	Apr-07
Over/Under	3.17	1.76	2.97	3.31	1.00	5.45	1.41	-0.21	-2.00	2.70	8.28	-9.22	-0.14	-1.60	

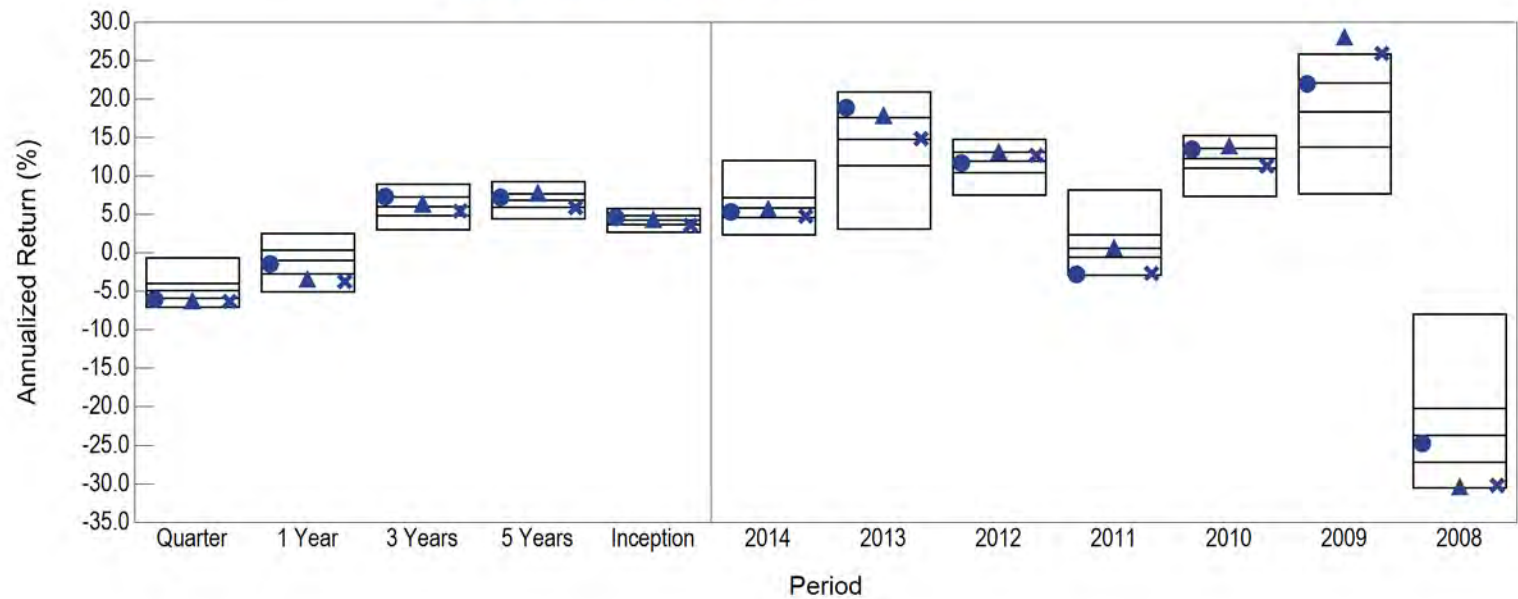


InvestorForce All DB \$250mm-\$1B Net Accounts
Ending September 30, 2015



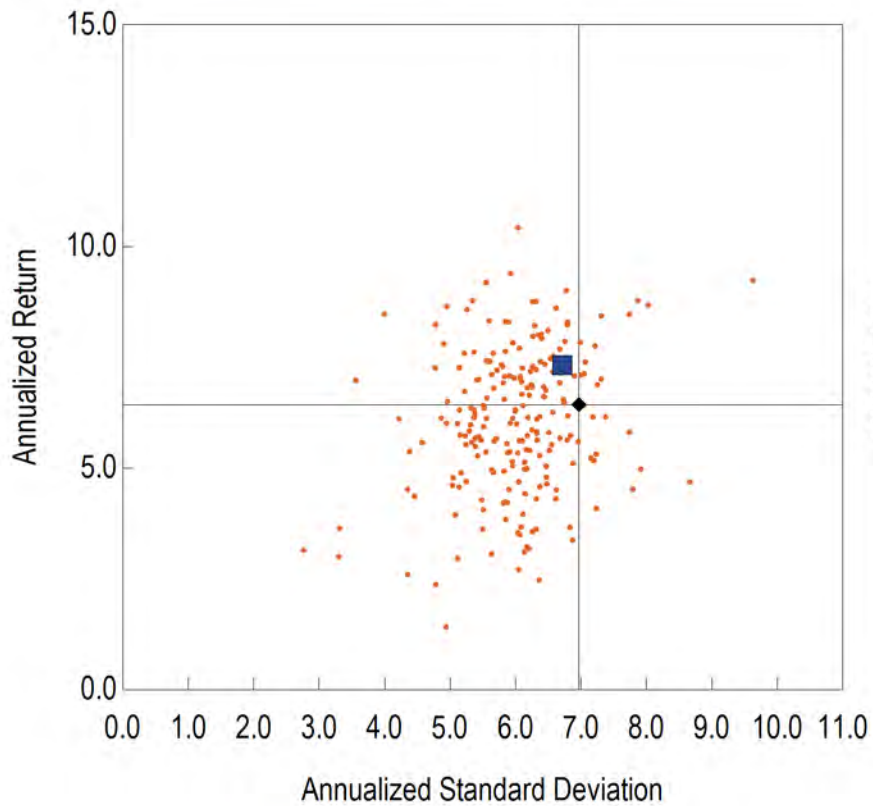
	Return (Rank)											
	Quarter	1 Year	3 Years	5 Years	Inception	2014	2013	2012	2011	2010	2009	2008
5th Percentile	-1.4	2.2	8.6	9.2	6.5	14.1	19.7	15.5	11.9	15.7	27.9	-7.2
25th Percentile	-3.6	0.3	7.2	8.0	5.0	9.6	16.1	13.5	4.1	13.9	23.8	-20.
Median	-4.8	-1.1	6.1	7.3	4.5	6.4	13.3	12.2	1.7	12.7	19.1	-24.
75th Percentile	-5.6	-2.2	5.1	6.2	3.7	4.5	9.8	10.9	-0.5	10.9	13.4	-28.
95th Percentile	-6.9	-4.7	3.2	4.9	2.8	2.6	2.5	7.9	-2.5	8.4	6.3	-32.
# of Portfolios	234	234	223	205	163	212	190	178	157	148	136	130
● SERS Plan Total	-6.0 (88)	-1.4 (58)	7.3 (23)	7.2 (53)	4.6 (45)	5.3 (63)	18.9 (8)	11.7 (61)	-2.8 (97)	13.5 (28)	22.0 (37)	-24. (52)
▲ SERS Policy Index	-6.2 (90)	-3.4 (90)	6.4 (44)	7.8 (31)	4.4 (53)	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	-6.3 (91)	-3.7 (92)	5.5 (68)	5.9 (84)	3.6 (81)	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 September 30, 2015



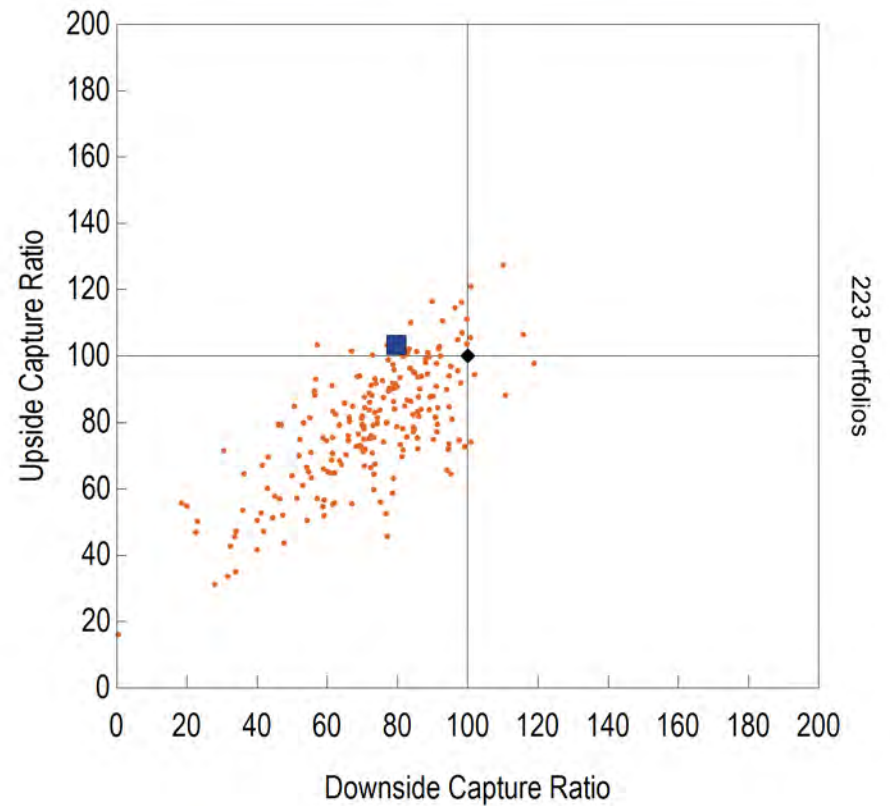
	Return (Rank)											
	Quarter	1 Year	3 Years	5 Years	Inception	2014	2013	2012	2011	2010	2009	2008
5th Percentile	-0.6	2.6	8.9	9.2	5.8	12.0	20.9	14.8	8.2	15.3	25.9	-8.0
25th Percentile	-3.9	0.4	7.3	7.8	4.9	7.3	17.7	13.2	2.5	13.6	22.2	-20.
Median	-4.8	-0.9	6.1	6.9	4.3	6.0	14.9	12.0	0.7	12.4	18.4	-23.
75th Percentile	-5.8	-2.6	5.0	6.0	3.8	4.7	11.4	10.5	-0.5	11.1	13.9	-27.
95th Percentile	-7.0	-5.0	3.1	4.5	2.8	2.4	3.2	7.6	-2.8	7.5	7.7	-30.
# of Portfolios	320	318	292	272	231	285	268	261	227	219	213	202
● SERS Plan Total	-6.0 (83)	-1.4 (59)	7.3 (26)	7.2 (43)	4.6 (40)	5.3 (66)	18.9 (17)	11.7 (55)	-2.8 (95)	13.5 (28)	22.0 (26)	-24. (59)
▲ SERS Policy Index	-6.2 (86)	-3.4 (84)	6.4 (43)	7.8 (25)	4.4 (48)	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	-6.3 (86)	-3.7 (89)	5.5 (66)	5.9 (78)	3.6 (80)	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 September 30, 2015



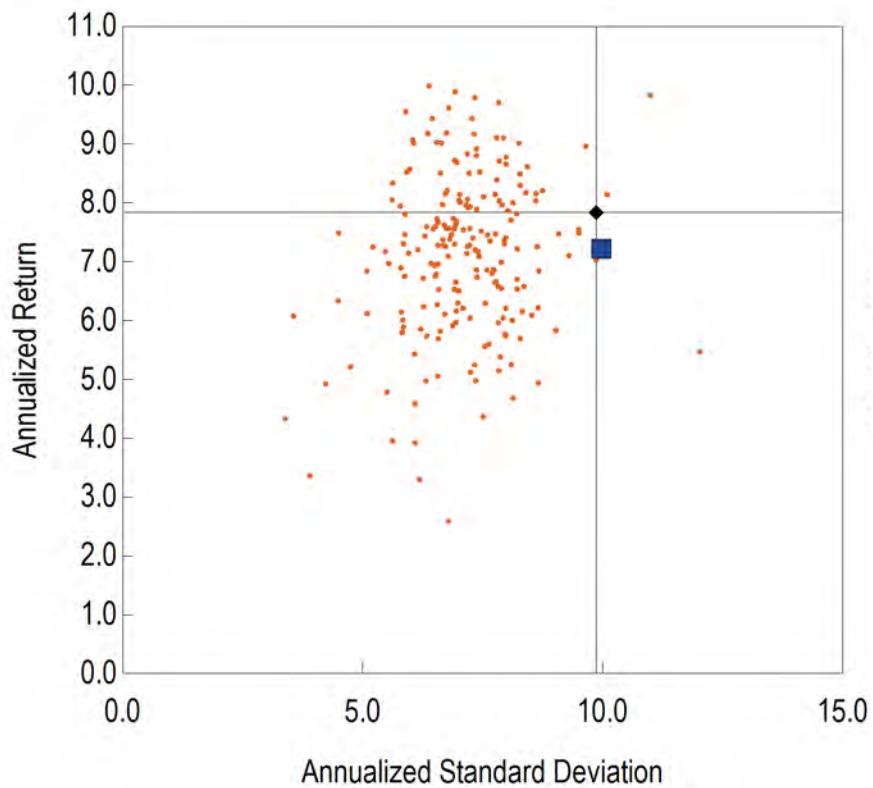
- SERS Plan Total
- ◆ SERS Policy Index
- InvestorForce All DB \$250mm-\$1B Net

Upside Capture Ratio vs. Downside Capture Ratio
3 Years Ending September 30, 2015



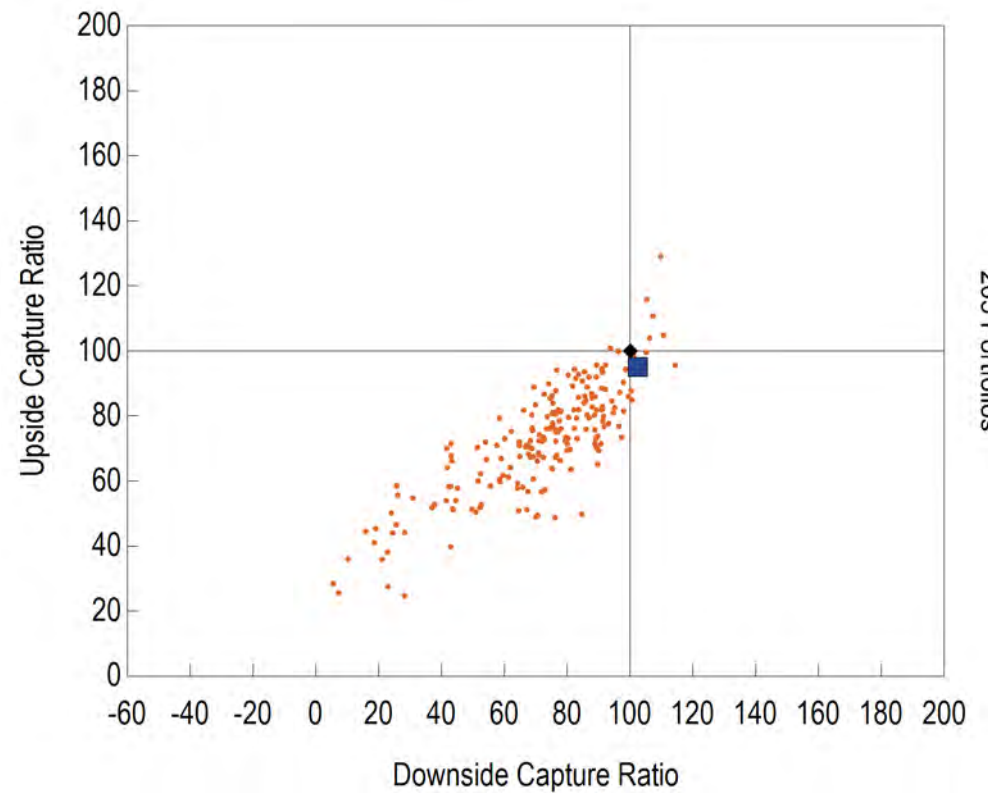
- SERS Plan Total
- ◆ SERS Policy Index
- InvestorForce All DB \$250mm-\$1B Net

Annualized Return vs. Annualized Standard Deviation
5 Years Ending September 30, 2015



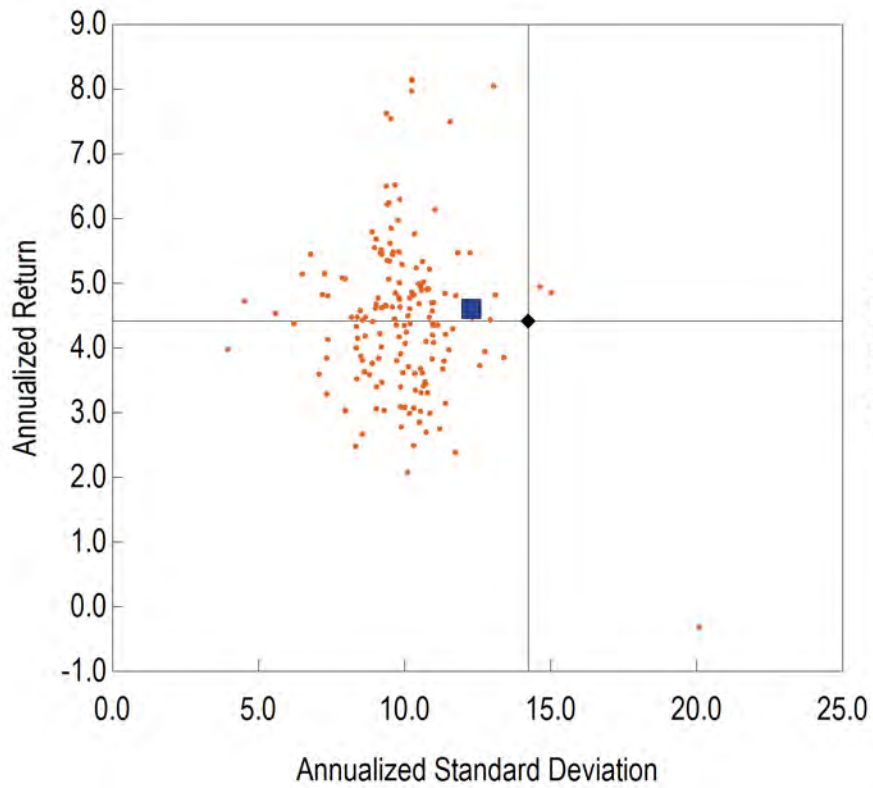
- SERS Plan Total
- ◆ SERS Policy Index
- InvestorForce All DB \$250mm-\$1B Net

Upside Capture Ratio vs. Downside Capture Ratio
5 Years Ending September 30, 2015



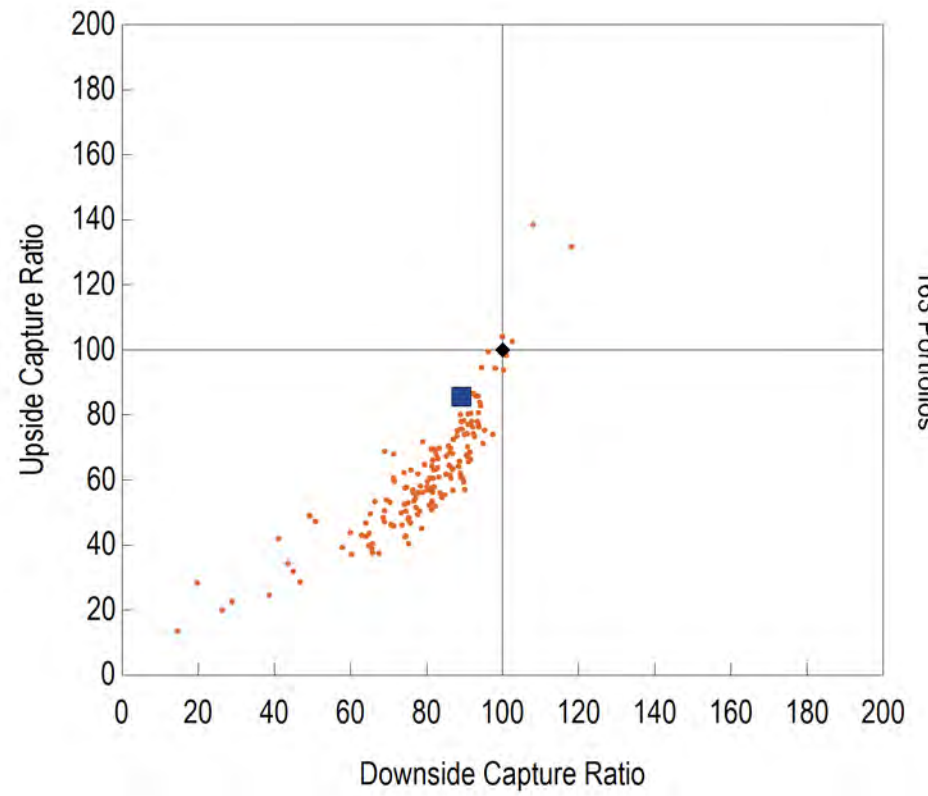
- SERS Plan Total
- ◆ SERS Policy Index
- InvestorForce All DB \$250mm-\$1B Net

Annualized Return vs. Annualized Standard Deviation
8 Years 9 Months Ending September 30, 2015



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

Upside Capture Ratio vs. Downside Capture Ratio
8 Years 9 Months Ending September 30, 2015



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

Spokane Employees' Retirement System

As of September 30, 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	0.45	1.43	1.66	1.67	2.21	3.71	1.90	1.11	4.66	2.06	5.37	14.21	-4.61
Barclays U.S. Aggregate 1-3 Years	<u>0.30</u>	<u>1.02</u>	<u>1.21</u>	<u>0.86</u>	<u>1.11</u>	<u>2.94</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	0.15	0.41	0.45	0.81	1.10	0.77	1.08	0.47	3.33	0.33	2.75	9.20	-9.24
Barclays Aggregate	1.23	1.13	2.94	1.71	3.10	4.64	5.97	-2.02	4.21	7.84	6.54	5.93	5.24
Short-Term Bond MStar MF Rank	7	11	14	16	28	28	16	33	31	43	27	14	72
PIMCO Global Advantage Bond	-3.11	-5.91	-8.71	-2.88	0.34	--	-1.21	-2.60	7.75	4.70	7.59	--	--
Barclays Global Aggregate	<u>0.85</u>	<u>-2.25</u>	<u>-3.26</u>	<u>-1.59</u>	<u>0.81</u>	<u>3.71</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	-3.96	-3.66	-5.45	-1.29	-0.47		-1.80	0.00	3.43	-0.94	2.05		
Barclays Aggregate	1.23	1.13	2.94	1.71	3.10	4.64	5.97	-2.02	4.21	7.84	6.54	5.93	5.24
World Bond MStar MF Rank	78	85	90	83	75	--	83	50	45	28	28	--	--
Hotchkis & Wiley High Yield	-4.78	-1.13	-2.92	4.05	6.61	--	1.09	8.71	17.96	2.28	19.10	--	--
Barclays High Yield	<u>-4.86</u>	<u>-2.45</u>	<u>-3.43</u>	<u>3.51</u>	<u>6.15</u>	<u>7.25</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	0.08	1.32	0.51	0.54	0.46		-1.36	1.27	2.15	-2.70	3.98		
High Yield Bond MStar MF Rank	64	37	48	23	15	--	65	20	11	72	3	--	--

Spokane Employees' Retirement System

As of September 30, 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	-1.38	1.47	1.84	4.56	6.20	6.59	2.96	7.49	9.61	6.16	12.36	21.17	-7.23
HFRI FOF: Conservative Index	-1.83	0.33	0.59	4.24	2.82	2.12	3.14	7.70	4.22	-3.55	5.07	9.65	-19.86
Excess Return	0.45	1.14	1.25	0.32	3.38	4.47	-0.18	-0.21	5.39	9.71	7.29	11.52	12.63
Barclays Aggregate	1.23	1.13	2.94	1.71	3.10	4.64	5.97	-2.02	4.21	7.84	6.54	5.93	5.24
Rimrock Low Volatility Offshore	-0.69	0.30	-0.40	4.19	5.40	--	2.31	7.82	11.33	2.29	14.97	26.85	8.64
HFRI FOF: Conservative Index	-1.83	0.33	0.59	4.24	2.82	2.12	3.14	7.70	4.22	-3.55	5.07	9.65	-19.86
Excess Return	1.14	-0.03	-0.99	-0.05	2.58		-0.83	0.12	7.11	5.84	9.90	17.20	28.50
Barclays Aggregate	1.23	1.13	2.94	1.71	3.10	4.64	5.97	-2.02	4.21	7.84	6.54	5.93	5.24
Castine Partners II	1.95	2.67	5.39	5.92	4.56	6.58	7.48	6.16	2.53	2.14	-3.31	6.61	11.73
HFRI FOF: Conservative Index	-1.83	0.33	0.59	4.24	2.82	2.12	3.14	7.70	4.22	-3.55	5.07	9.65	-19.86
Excess Return	3.78	2.34	4.80	1.68	1.74	4.46	4.34	-1.54	-1.69	5.69	-8.38	-3.04	31.59
Barclays Aggregate	1.23	1.13	2.94	1.71	3.10	4.64	5.97	-2.02	4.21	7.84	6.54	5.93	5.24
Altairis Offshore	-1.61	-0.63	1.08	3.30	3.10	6.13	3.46	5.60	4.42	2.02	1.04	14.74	6.09
HFRI FOF: Conservative Index	-1.83	0.33	0.59	4.24	2.82	2.12	3.14	7.70	4.22	-3.55	5.07	9.65	-19.86
Excess Return	0.22	-0.96	0.49	-0.94	0.28	4.01	0.32	-2.10	0.20	5.57	-4.03	5.09	25.95
Barclays Aggregate	1.23	1.13	2.94	1.71	3.10	4.64	5.97	-2.02	4.21	7.84	6.54	5.93	5.24
American Beacon Flex Bd Inst	-3.46	-2.85	-3.92	-0.35	--	--	1.32	-1.19	9.01	--	--	--	--
Barclays Aggregate	1.23	1.13	2.94	1.71	3.10	4.64	5.97	-2.02	4.21	7.84	6.54	5.93	5.24
Excess Return	-4.69	-3.98	-6.86	-2.06			-4.65	0.83	4.80				

Spokane Employees' Retirement System

As of September 30, 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	-11.45	-10.10	-6.16	12.72	11.60	3.80	12.74	36.54	19.78	-5.67	19.50	37.46	-45.94
Russell 1000 Value	-8.40	-8.96	-4.42	11.59	12.29	5.71	13.45	32.53	17.51	0.39	15.51	19.69	-36.85
Excess Return	-3.05	-1.14	-1.74	1.13	-0.69	-1.91	-0.71	4.01	2.27	-6.06	3.99	17.77	-9.09
S&P 500	-6.44	-5.29	-0.61	12.40	13.34	6.80	13.69	32.39	16.00	2.11	15.06	26.46	-37.00
Large Value MStar MF Rank	92	82	72	16	45	94	20	14	8	87	7	6	95
Vanguard Institutional Index	-6.45	-5.30	-0.63	12.37	13.31	6.80	13.65	32.35	15.98	2.09	15.04	26.63	-36.95
S&P 500	-6.44	-5.29	-0.61	12.40	13.34	6.80	13.69	32.39	16.00	2.11	15.06	26.46	-37.00
Excess Return	-0.01	-0.01	-0.02	-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	28	33	30	35	23	29	21	45	41	23	31	51	43
MFS Blended Research Core	-7.60	-4.83	-0.63	13.11	13.93	7.84	12.44	36.37	15.68	2.21	16.92	25.31	-34.83
S&P 500	-6.44	-5.29	-0.61	12.40	13.34	6.80	13.69	32.39	16.00	2.11	15.06	26.46	-37.00
Excess Return	-1.16	0.46	-0.02	0.71	0.59	1.04	-1.25	3.98	-0.32	0.10	1.86	-1.15	2.17
Large Blend MStar MF Rank	59	25	30	21	12	6	44	16	51	22	13	67	21
Delaware Large Cap Growth Eq	-7.23	-3.24	3.22	13.51	15.17	--	12.76	34.81	16.51	8.04	14.14	43.14	-43.22
Russell 1000 Growth	-5.29	-1.54	3.17	13.61	14.47	8.09	13.05	33.48	15.26	2.64	16.71	37.21	-38.44
Excess Return	-1.94	-1.70	0.05	-0.10	0.70		-0.29	1.33	1.25	5.40	-2.57	5.93	-4.78
S&P 500	-6.44	-5.29	-0.61	12.40	13.34	6.80	13.69	32.39	16.00	2.11	15.06	26.46	-37.00
Large Growth MStar MF Rank	67	62	40	39	13	--	29	43	38	1	67	19	74

Spokane Employees' Retirement System

As of September 30, 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	-9.49	-5.56	-0.26	13.59	12.01	8.07	5.85	46.25	12.50	-3.37	20.40	38.70	-32.10
Russell MidCap Value	-8.04	-7.66	-2.07	13.69	13.15	7.42	14.75	33.46	18.51	-1.38	24.75	34.21	-38.44
Excess Return	-1.45	2.10	1.81	-0.10	-1.14	0.65	-8.90	12.79	-6.01	-1.99	-4.35	4.49	6.34
Russell MidCap	-8.01	-5.84	-0.25	13.91	13.40	7.87	13.22	34.76	17.28	-1.55	25.48	40.48	-41.46
Mid-Cap Value MStar MF Rank	53	20	25	29	55	20	87	2	85	49	74	30	20
Vanguard Mid Cap Index	-7.45	-4.61	1.72	14.69	13.64	7.89	13.78	35.17	16.01	-1.95	25.66	40.52	-41.76
Russell MidCap	-8.01	-5.84	-0.25	13.91	13.40	7.87	13.22	34.76	17.28	-1.55	25.48	40.48	-41.46
Excess Return	0.56	1.23	1.97	0.78	0.24	0.02	0.56	0.41	-1.27	-0.40	0.18	0.04	-0.30
Mid-Cap Blend MStar MF Rank	20	21	14	12	20	37	7	47	62	35	35	25	63
Vanguard Mid Cap Growth	-8.22	-2.23	5.41	13.60	13.82	8.76	10.86	34.15	14.84	1.17	23.83	38.42	-39.59
Russell MidCap Growth	-7.99	-4.15	1.45	13.97	13.58	8.09	11.90	35.74	15.81	-1.65	26.38	46.29	-44.32
Excess Return	-0.23	1.92	3.96	-0.37	0.24	0.67	-1.04	-1.59	-0.97	2.82	-2.55	-7.87	4.73
Mid-Cap Growth MStar MF Rank	38	28	16	29	26	26	21	61	47	22	61	58	25

Spokane Employees' Retirement System

As of September 30, 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	-6.38	-5.91	1.18	14.25	12.18	--	7.19	45.63	9.75	-5.99	29.94	24.28	-24.68
Russell 2000 Value	<u>-10.73</u>	<u>-10.06</u>	<u>-1.60</u>	<u>9.18</u>	<u>10.17</u>	<u>5.35</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	4.35	4.15	2.78	5.07	2.01		2.97	11.11	-8.30	-0.49	5.44	3.70	4.24
Russell 2000	-11.92	-7.73	1.25	11.02	11.73	6.55	4.89	38.82	16.35	-4.18	26.86	27.17	-33.79
Small Value MStar MF Rank	9	26	21	5	30	--	23	3	95	75	24	81	5
Vanguard Small Cap Index	-10.32	-6.54	-0.16	12.50	13.00	7.78	7.53	37.80	18.26	-2.65	27.95	36.40	-35.98
Russell 2000	<u>-11.92</u>	<u>-7.73</u>	<u>1.25</u>	<u>11.02</u>	<u>11.73</u>	<u>6.55</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	1.60	1.19	-1.41	1.48	1.27	1.23	2.64	-1.02	1.91	1.53	1.09	9.23	-2.19
Small Blend MStar MF Rank	50	44	56	33	26	15	15	56	22	49	30	24	61
Champlain Small Cap	-10.12	-6.11	3.42	10.67	12.17	8.79	4.43	36.61	11.06	4.01	24.59	24.52	-24.21
Russell 2000	<u>-11.92</u>	<u>-7.73</u>	<u>1.25</u>	<u>11.02</u>	<u>11.73</u>	<u>6.55</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	1.80	1.62	2.17	-0.35	0.44	2.24	-0.46	-2.21	-5.29	8.19	-2.27	-2.65	9.58
Russell 2000 Growth	-13.06	-5.47	4.04	12.85	13.26	7.67	5.60	43.30	14.59	-2.91	29.09	34.47	-38.54
Small Blend MStar MF Rank	44	37	21	66	44	2	60	68	88	5	62	81	3
Bridge City Small Growth	-7.55	-0.41	12.30	14.80	14.92	--	7.06	40.81	10.99	3.16	31.97	--	--
Russell 2000 Growth	<u>-13.06</u>	<u>-5.47</u>	<u>4.04</u>	<u>12.85</u>	<u>13.26</u>	<u>7.67</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	5.51	5.06	8.26	1.95	1.66		1.46	-2.49	-3.60	6.07	2.88		
Russell 2000	-11.92	-7.73	1.25	11.02	11.73	6.55	4.89	38.82	16.35	-4.18	26.86	27.17	-33.79
Small Growth MStar MF Rank	6	13	4	12	19	--	15	61	79	10	22	--	--

Spokane Employees' Retirement System

As of September 30, 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	-8.54	-4.46	-4.44	9.95	9.50	8.17	-0.39	30.72	22.48	-6.98	19.15	33.81	-29.98
MSCI ACWI ex USA Value	<u>-13.60</u>	<u>-11.33</u>	<u>-16.16</u>	<u>1.00</u>	<u>0.86</u>	<u>2.37</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	5.06	6.87	11.72	8.95	8.64	5.80	4.71	15.68	5.51	6.22	11.31	-10.48	15.49
MSCI ACWI ex USA	-12.17	-8.63	-12.16	2.34	1.82	3.03	-3.87	15.29	16.83	-13.71	11.15	41.45	-45.53
Foreign Small/Mid Value MStar MF Rank	39	76	44	51	5	1	10	18	28	8	63	82	3
Victory Trivalent International Small Cap	-9.05	2.65	0.94	12.93	11.31	--	-0.20	32.98	24.32	-11.55	25.49	37.58	-53.49
MSCI ACWI xUS Small (net)	<u>-10.02</u>	<u>-2.54</u>	<u>-6.42</u>	<u>5.51</u>	<u>3.85</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	0.97	5.19	7.36	7.42	7.46		3.83	13.25	5.80	6.95	0.28	-25.33	-3.26
MSCI ACWI ex USA	-12.17	-8.63	-12.16	2.34	1.82	3.03	-3.87	15.29	16.83	-13.71	11.15	41.45	-45.53
Foreign Small/Mid Growth MStar MF Rank	75	54	47	10	16	--	26	24	22	25	32	82	84
Vanguard International Index	-11.68	-7.09	-10.85	3.00	2.20	--	-4.03	14.52	18.57	-14.21	11.93	39.01	-43.96
MSCI ACWI ex USA	<u>-12.17</u>	<u>-8.63</u>	<u>-12.16</u>	<u>2.34</u>	<u>1.82</u>	<u>3.03</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	0.49	1.54	1.31	0.66	0.38		-0.16	-0.77	1.74	-0.50	0.78	-2.44	1.57
Foreign Large Blend MStar MF Rank	77	83	84	85	83	--	31	87	47	60	39	19	47
EuroPacific Growth R6	-9.81	-3.36	-4.93	6.35	4.55	5.24	-2.29	20.58	19.64	-13.31	9.76	39.35	-40.53
MSCI ACWI ex USA	<u>-12.17</u>	<u>-8.63</u>	<u>-12.16</u>	<u>2.34</u>	<u>1.82</u>	<u>3.03</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	2.36	5.27	7.23	4.01	2.73	2.21	1.58	5.29	2.81	0.40	-1.39	-2.10	5.00
Foreign Large Blend MStar MF Rank	40	32	23	27	37	11	18	50	28	43	63	19	11
Berens Global Value Ltd	-12.20	-9.69	-14.34	-0.70	-1.06	5.15	-1.50	6.16	10.77	-14.07	20.68	43.00	-40.28
MSCI ACWI ex USA	<u>-12.17</u>	<u>-8.63</u>	<u>-12.16</u>	<u>2.34</u>	<u>1.82</u>	<u>3.03</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	-0.03	-1.06	-2.18	-3.04	-2.88	2.12	2.37	-9.13	-6.06	-0.36	9.53	1.55	5.25
MSCI Emerging Markets	-17.90	-15.48	-19.28	-5.27	-3.57	4.27	-2.19	-2.60	18.23	-18.42	18.88	78.51	-53.33
Commodities													
PIMCO CommoditiesPlus	-18.67	-18.27	-35.93	-15.92	-6.54	--	-24.83	-1.43	5.18	-2.35	--	--	--
Bloomberg Commodity Index TR USD	<u>-14.47</u>	<u>-15.80</u>	<u>-25.99</u>	<u>-16.02</u>	<u>-8.89</u>	<u>-5.67</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	-4.20	-2.47	-9.94	0.10	2.35		-7.82	8.09	6.24	10.97			
Commodities Broad Basket MStar MF Rank	99	86	95	36	8	--	94	8	9	5	--	--	--

Spokane Employees' Retirement System

As of September 30, 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	-4.45	0.25	1.25	6.75	5.00	5.85	4.88	13.56	8.47	-5.89	9.69	20.99	-21.71
HFRI Fund of Funds Composite Index	<u>-3.55</u>	<u>-0.94</u>	<u>0.00</u>	<u>4.17</u>	<u>2.69</u>	<u>2.42</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	-0.90	1.19	1.25	2.58	2.31	3.43	1.52	4.60	3.68	-0.17	3.99	9.52	-0.34
S&P 500	-6.44	-5.29	-0.61	12.40	13.34	6.80	13.69	32.39	16.00	2.11	15.06	26.46	-37.00
Orbimed Partners II	-14.42	-4.50	1.29	15.66	14.74	11.66	25.88	32.19	16.19	8.28	9.78	34.15	-16.44
HFRI Fund of Funds Composite Index	<u>-3.55</u>	<u>-0.94</u>	<u>0.00</u>	<u>4.17</u>	<u>2.69</u>	<u>2.42</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	-10.87	-3.56	1.29	11.49	12.05	9.24	22.52	23.23	11.40	14.00	4.08	22.68	4.93
S&P Composite 1500 Health Care	-10.61	-1.49	6.22	20.40	19.32	10.15	24.79	42.19	18.35	11.88	5.20	20.76	-23.76
S&P 500	-6.44	-5.29	-0.61	12.40	13.34	6.80	13.69	32.39	16.00	2.11	15.06	26.46	-37.00
TCM Partners	7.33	2.33	3.89	-1.14	-5.23	--	-4.02	-1.84	-17.15	-6.55	13.44	35.59	1.70
HFRI Fund of Funds Composite Index	<u>-3.55</u>	<u>-0.94</u>	<u>0.00</u>	<u>4.17</u>	<u>2.69</u>	<u>2.42</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	10.88	3.27	3.89	-5.31	-7.92		-7.38	-10.80	-21.94	-0.83	7.74	24.12	23.07
S&P 500	-6.44	-5.29	-0.61	12.40	13.34	6.80	13.69	32.39	16.00	2.11	15.06	26.46	-37.00
Beach Point Select Fund	-0.97	4.07	2.03	8.67	--	--	2.35	15.93	17.58	--	--	--	--
HFRI Fund of Funds Composite Index	<u>-3.55</u>	<u>-0.94</u>	<u>0.00</u>	<u>4.17</u>	<u>2.69</u>	<u>2.42</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	2.58	5.01	2.03	4.50			-1.01	6.97	12.79				
S&P 500	-6.44	-5.29	-0.61	12.40	13.34	6.80	13.69	32.39	16.00	2.11	15.06	26.46	-37.00
Real Estate													
SERS Principal Global Investors REIT	3.03	-2.61	12.55	11.09	12.61	7.96	32.23	3.91	16.99	9.03	25.31	27.67	-32.75
FTSE NAREIT All REIT	<u>0.76</u>	<u>-4.52</u>	<u>7.35</u>	<u>8.59</u>	<u>11.70</u>	<u>6.28</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	2.27	1.91	5.20	2.50	0.91	1.68	5.08	0.70	-3.15	1.75	-2.27	0.22	4.59
DJ REIT Index	3.09	-2.84	11.82	9.92	12.31	--	32.00	1.22	17.12	9.37	28.07	28.46	-39.20
US Real Estate Equity Rank	33	46	35	29	72	54	37	26	87	72	81	74	27

Non-Marketable Securities Overview
As of September 30, 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	Legacy Partners Realty Fund III, LLC	2008	\$2,356,350	\$2,084,282	\$120,666	\$1,330,712	\$1,451,378	\$272,068	88.45%	-6.13

Time and Dollar Weighted Returns

Legacy Partners Realty Fund III, LLC	Q3-15	YTD	1 Yr	2 Yrs	3 Yrs	4 Yrs	5 Yrs
Time Weighted	0.55%	2.53%	2.08%	11.67%	13.22%	18.36%	-8.59%
Dollar Weighted	0.55%	2.53%	2.08%	11.99%	13.38%	18.53%	11.22%
NCREIF Property Index	3.09%	10.12%	13.47%	12.36%	11.90%	11.67%	12.55%

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%	-74.06%
Dollar Weighted	3.09%	20.46%	18.35%	54.53%			-6.13%
NCREIF Property Index	11.81%	10.99%	10.54%	14.26%	13.11%	-16.86%	5.63%

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 June 30, 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	Metropolitan Real Estate Partners V	2007	\$2,000,000	\$1,885,000	\$1,337,512	\$917,193	\$2,254,705	\$115,000	94.25%	3.82

Time and Dollar Weighted Returns

Metropolitan Real Estate Partners V	Q2-15	YTD	1 Yr	2 Yrs	3 Yrs	4 Yrs	5 Yrs
Time Weighted	3.31%	8.27%	20.54%	19.05%	17.77%	16.15%	15.49%
Dollar Weighted	2.97%	7.80%	19.68%	18.09%	16.87%	15.28%	15.01%
NCREIF Property Index	3.14%	6.82%	12.96%	12.08%	11.63%	11.73%	12.71%

Metropolitan Real Estate Partners V	2014	2013	2012	2011	2010	2009	Inception 11/30/07
Time Weighted	20.70%	14.26%	13.32%	13.40%	7.07%	-24.81%	-6.11%
Dollar Weighted	19.67%	13.59%	13.15%	14.07%	8.78%	-25.69%	3.82%
NCREIF Property Index	11.81%	10.99%	10.54%	14.26%	13.11%	-16.86%	5.68%

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 September 30, 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	\$3,791,436	\$2,846,239	\$6,637,675	\$161,786	96.89%	15.32

Time and Dollar Weighted Returns

Morrison Street Fund IV Q, LP	Q3-15	YTD	1 Yr	2 Yrs	3 Yrs
Time Weighted	2.38%	10.35%	12.71%	14.48%	18.03%
Dollar Weighted	2.38%	10.24%	11.83%	14.52%	18.23%
NCREIF Property Index	3.09%	10.12%	13.47%	12.36%	11.90%

Morrison Street Fund IV Q, LP	2014	2013	2012	2011	Inception 7/1/12
Time Weighted	18.77%	19.04%			18.88%
Dollar Weighted	18.88%	18.85%			15.32%
NCREIF Property Index	11.81%	10.99%	10.54%	14.26%	11.73%

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 September 30, 2015

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	\$5,000,000	\$1,469,838	\$4,450,151	\$5,919,989	\$0	100.00%	10.23

Time and Dollar Weighted Returns

Orbimed Royalty Opportunities	Q3-15	YTD	1 Yr	2 Yrs	3 Yrs
Time Weighted	1.19%	7.43%	9.98%	9.03%	9.62%
Dollar Weighted	1.18%	7.48%	10.02%	9.51%	9.89%
S&P 500	-6.44%	-5.29%	-0.61%	9.09%	12.40%

Orbimed Royalty Opportunities	2014	2013	2012	2011	Inception 9/1/11
Time Weighted	9.99%	6.17%	12.99%		11.64%
Dollar Weighted	10.00%	6.90%	14.12%		10.23%
S&P 500	13.69%	32.39%	16.00%	2.11%	14.19%

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 September 30, 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	\$4,794,012	\$368,459	\$4,795,082	\$5,163,541	\$1,285,988	78.85%	10.67

Time and Dollar Weighted Returns

Morrison Street Fund V, LP	Q3-15	YTD	1 Yr	2 Yrs	3 Yrs
Time Weighted	6.20%	9.79%	11.08%		
Dollar Weighted	6.43%	11.57%	13.86%		
NCREIF Property Index	3.09%	10.12%	13.47%	12.36%	11.90%

Morrison Street Fund V, LP	2014	2013	2012	2011	Inception 6/30/14
Time Weighted					7.93%
Dollar Weighted					10.67%
NCREIF Property Index	11.81%	10.99%	10.54%	14.26%	12.96%

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.

Spokane Employees' Retirement System

As of September 30, 2015

Non-Marketable Securities Overview

As of September 30, 2015

Account Type	Account	Vintage Year	Commitment	Cumulative Takedown	Cumulative Distributions	Value (RV)	Total Value (RV + Dist)	Unfunded Commitment	Takedown (takedowns / commit)	IRR
Absolute Return	Orbimed Royalty Opportunities II	2015	\$5,000,000	\$305,000	\$0	\$298,411	\$298,411	\$4,695,000	6.10%	-2.23

Time and Dollar Weighted Returns

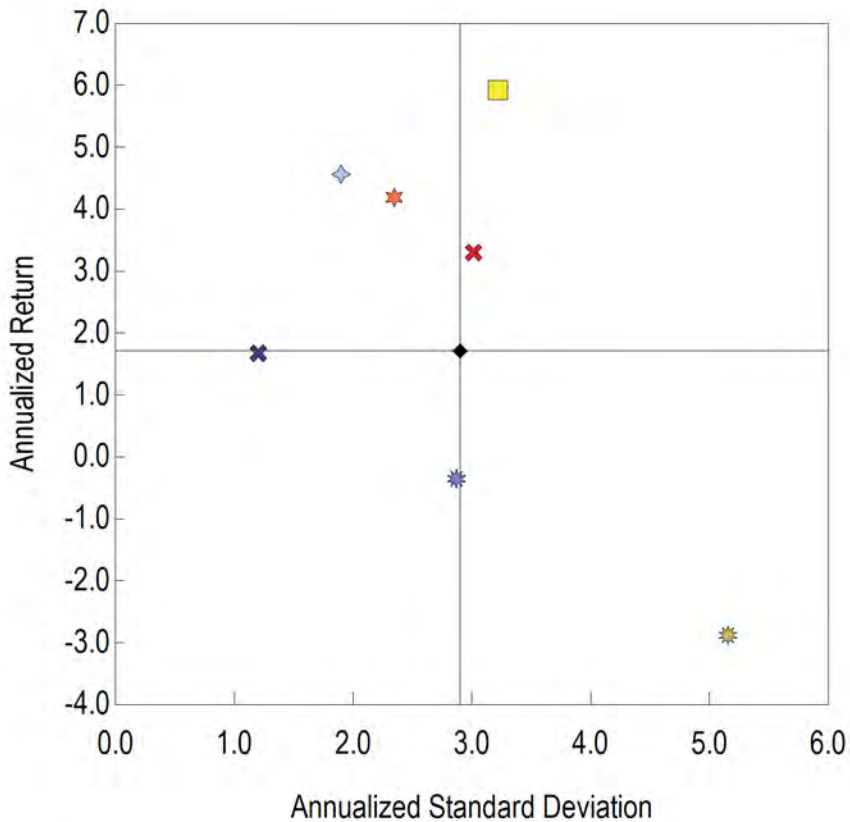
Orbimed Royalty Opportunities II	Q3-15	YTD	1 Yr	2 Yrs	3 Yrs
Time Weighted	0.07%				
Dollar Weighted	0.07%				
HFRI FOF: Conservative Index	-1.83%	0.33%	0.59%	3.08%	4.24%

Orbimed Royalty Opportunities II	2014	2013	2012	2011	Inception 4/1/15
Time Weighted					-2.16%
Dollar Weighted					-2.23%
HFRI FOF: Conservative Index	3.14%	7.70%	4.22%	-3.55%	-1.56%

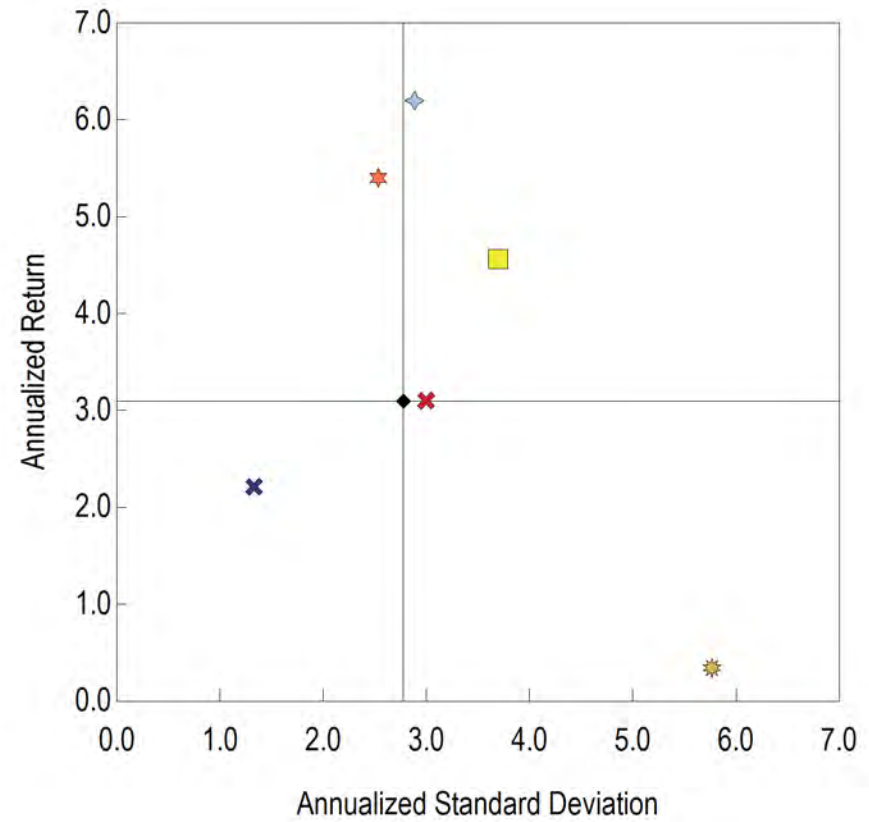
Time-Weighted Return - The current reporting system utilizes the Modified Dietz methodology for calculating time-weighted returns. This methodology accounts for inter-period cash flows by comparing the net gain in value with the average market value over the time interval. Average capital allows for 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 September 30, 2015



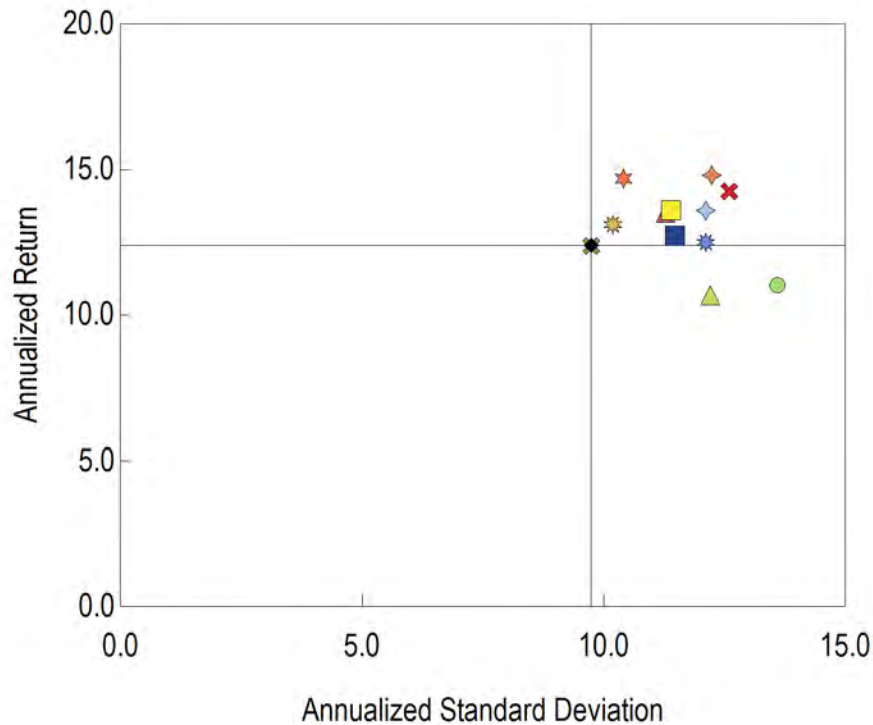
Annualized Return vs. Annualized Standard Deviation
5 Years Ending September 30, 2015



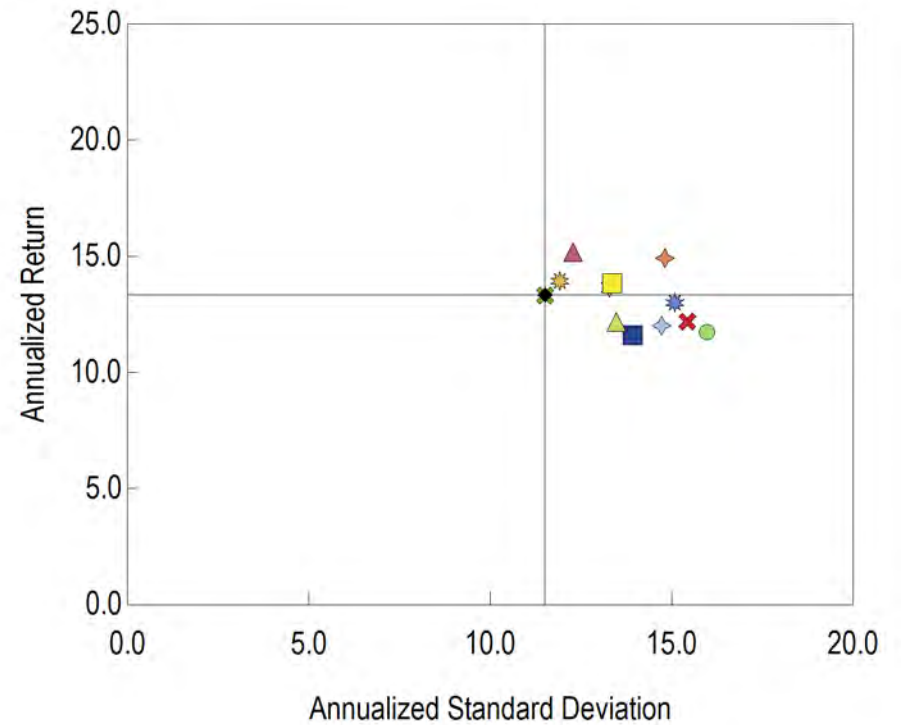
- ✕ Vanguard Short Term
- ☀ PIMCO Global Advantage Bond
- ⬠ Post Lmtd Term High Yield
- ★ Rimrock Low Volatility Offshore
- ☐ Castine Partners II
- ✕ Altairis Offshore
- ☀ American Beacon Flex Bd Inst
- ◆ Barclays Aggregate

- ✕ Vanguard Short Term
- ☀ PIMCO Global Advantage Bond
- ⬠ 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 September 30, 2015



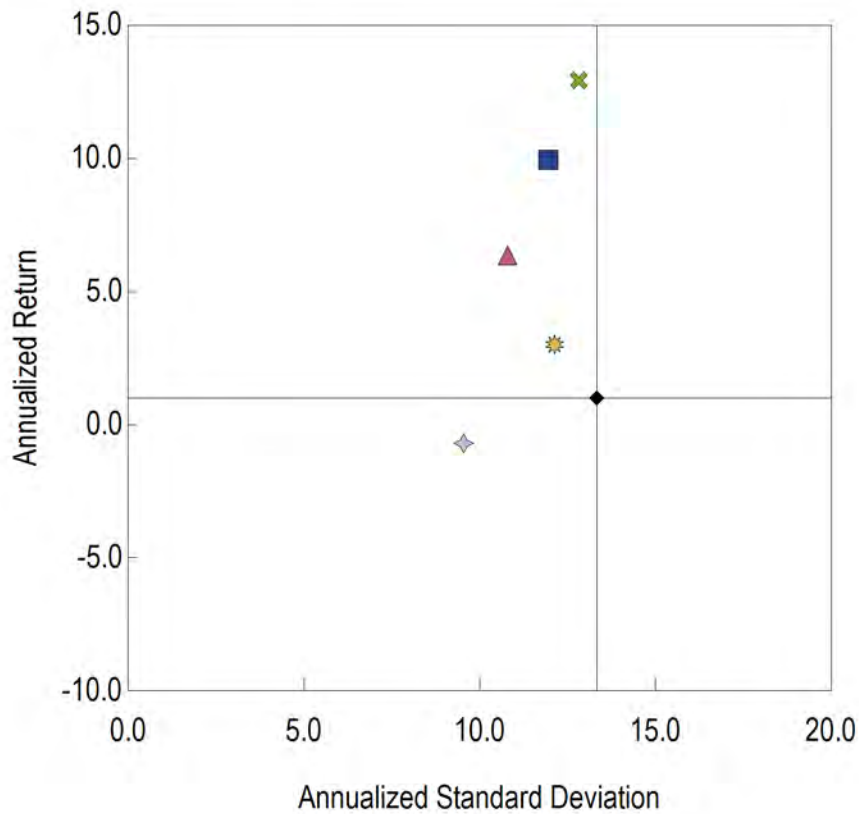
Annualized Return vs. Annualized Standard Deviation
5 Years Ending September 30, 2015



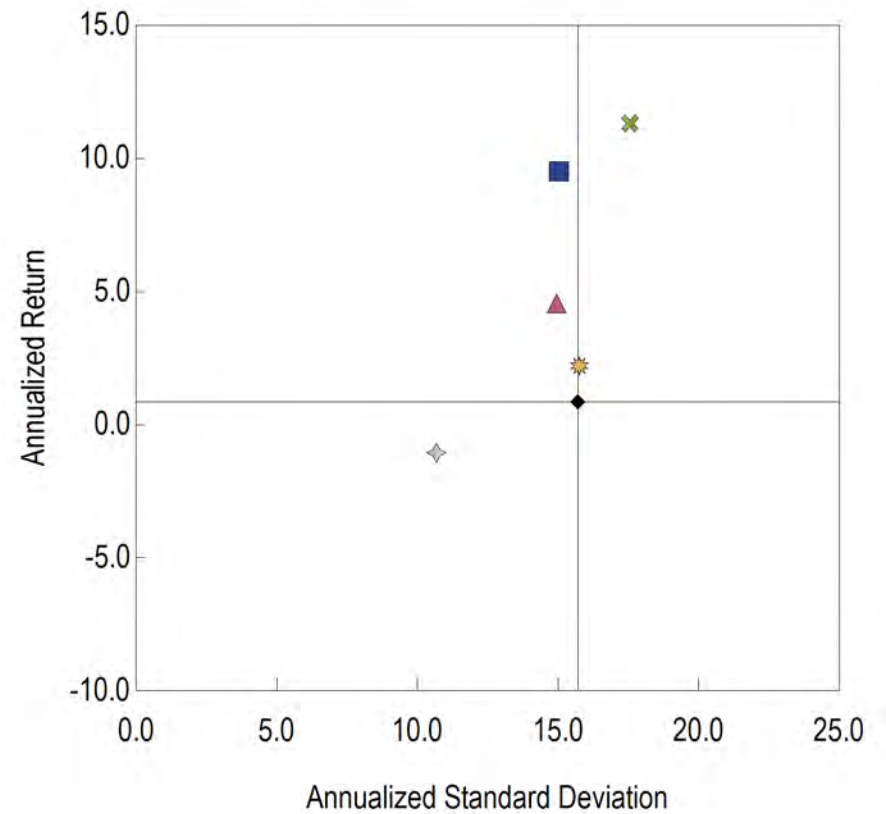
- Hotchkis & Wiley Diversified Value I
- ✱ Vanguard Institutional Index
- ✱ MFS Blended Research Core
- ▲ Delaware Large Cap Growth Eq
- ◆ Sterling Mid Cap Value
- ★ Vanguard Mid Cap Index
- Vanguard Mid Cap Growth
- ✱ Frontegra Small Cap Value I
- ✱ Vanguard Small Cap Index
- ▲ Champlain Small Cap
- ◆ 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
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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 September 30, 2015



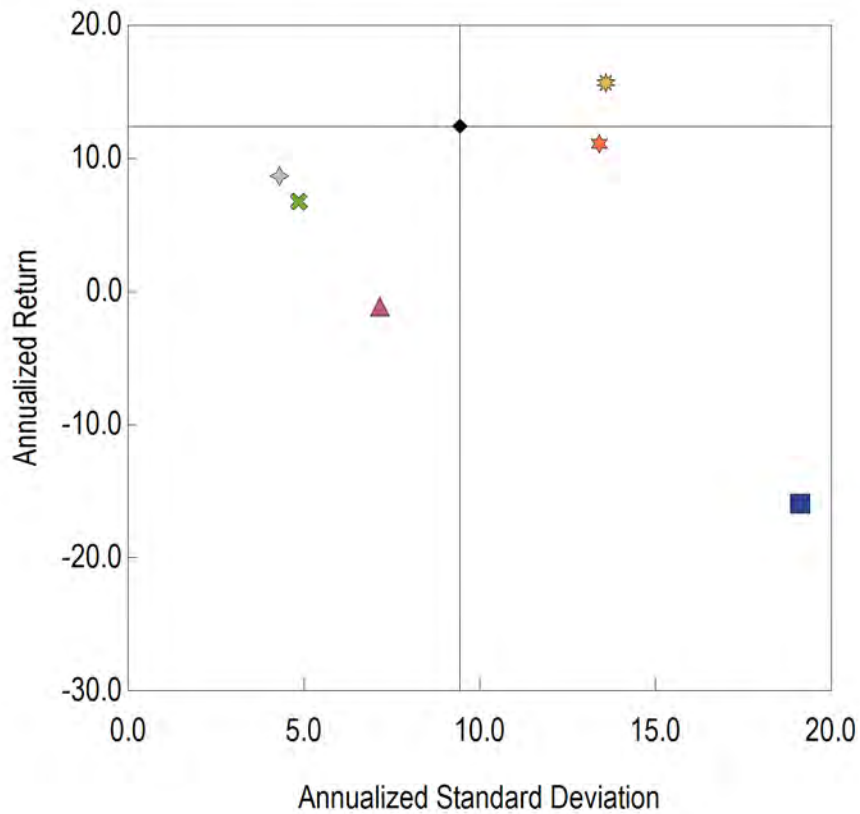
Annualized Return vs. Annualized Standard Deviation
5 Years Ending September 30, 2015



- Artisan International Value
- ✕ Victory Trivalent International Small Cap
- ⊛ Vanguard International Index
- ▲ EuroPacific Growth R6
- ◇ Berens Global Value Ltd
- ◆ MSCI ACWI ex USA Value

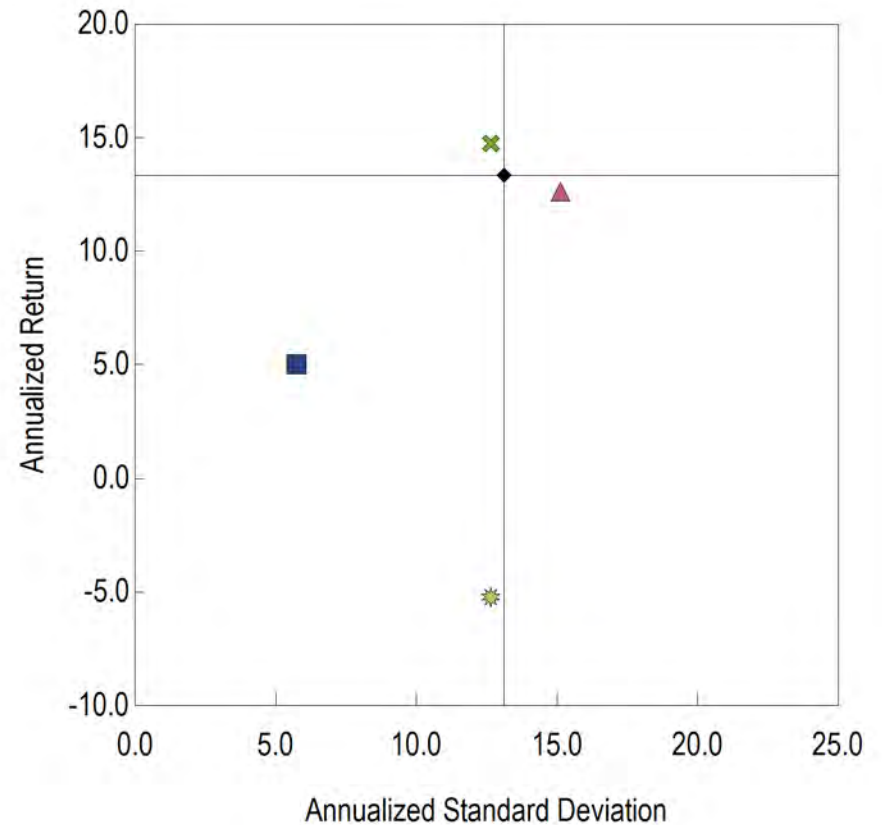
- Artisan International Value
- ✕ Victory Trivalent International Small Cap
- ⊛ Vanguard International Index
- ▲ EuroPacific Growth R6
- ◇ Berens Global Value Ltd
- ◆ MSCI ACWI ex USA Value

Annualized Return vs. Annualized Standard Deviation
3 Years Ending September 30, 2015



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

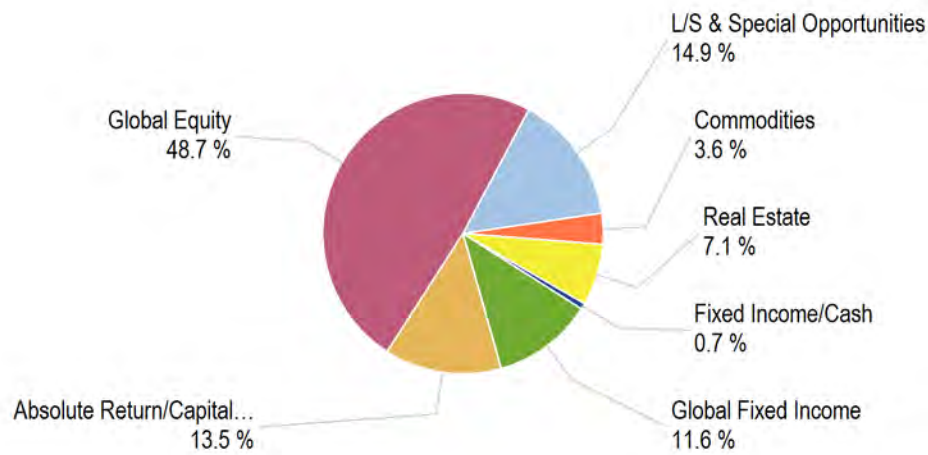
Annualized Return vs. Annualized Standard Deviation
5 Years Ending September 30, 2015



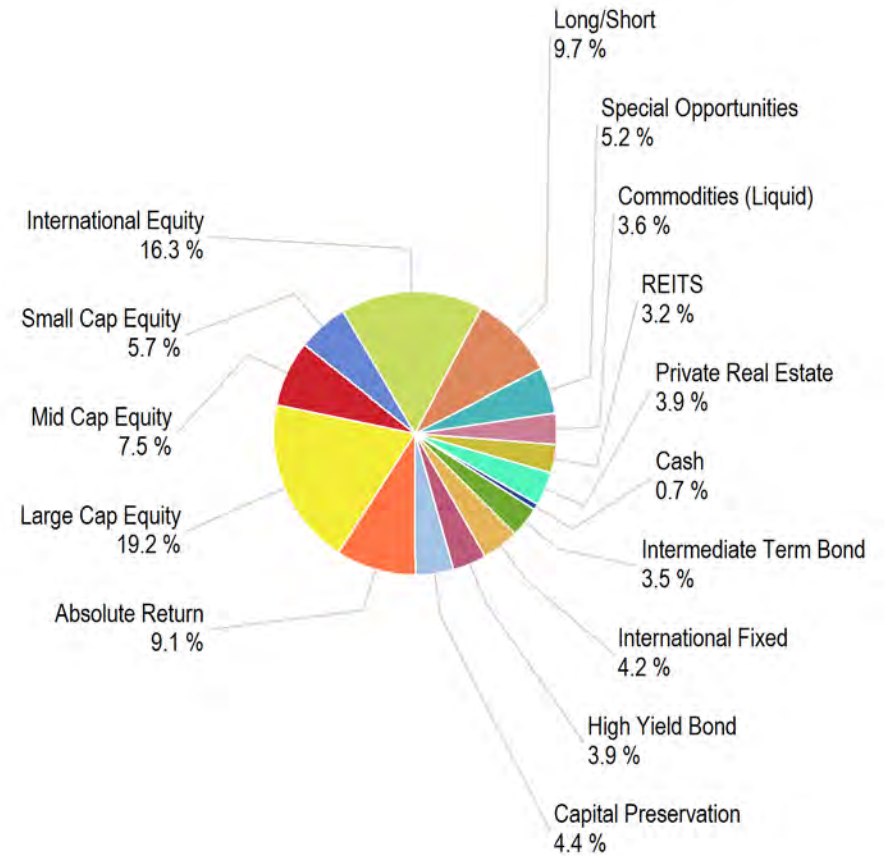
- Weatherlow Offshore
- ✕ Orbimed Partners II
- ✱ TCM Partners
- ▲ SERS Principal Global Investors REIT
- ◆ S&P 500

Section 3

Current Allocation

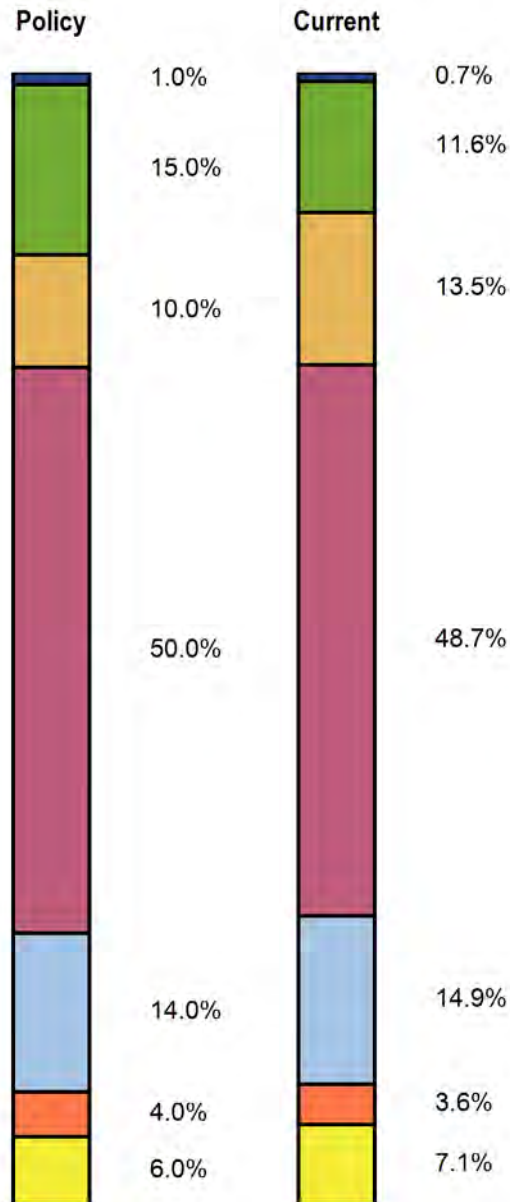


Current Implementation Allocation



Spokane Employees' Retirement System

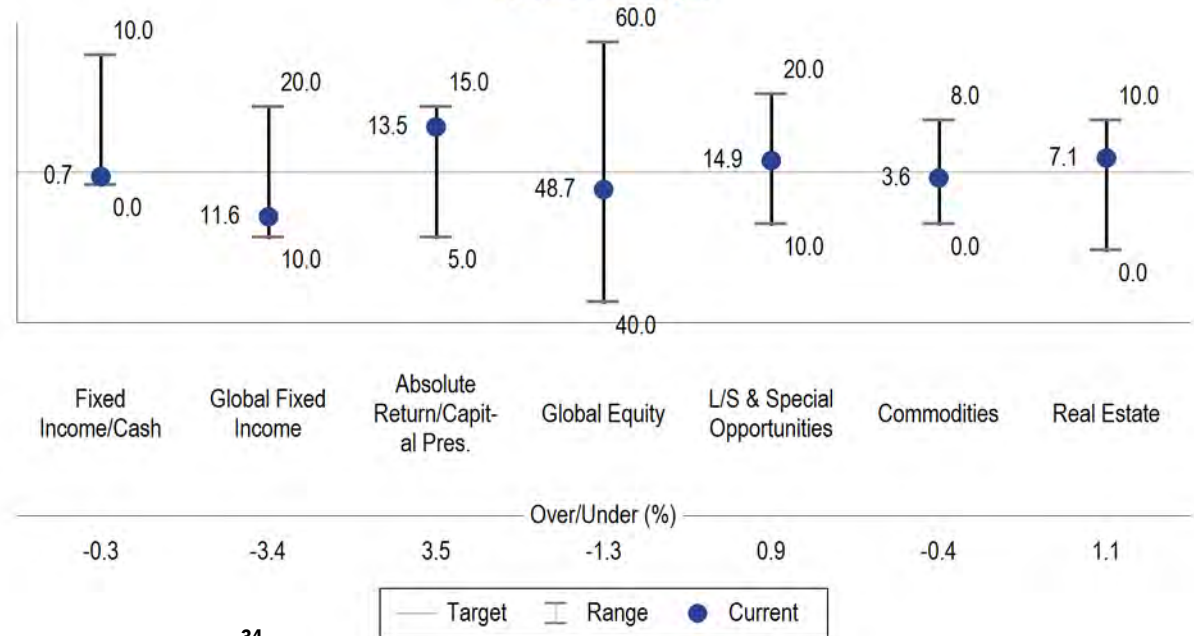
As of September 30, 2015



Asset Allocation vs. Target

	Inv Pol Stmt	%	Inv Pol Stmt Range	Current	%	Difference	%
Fixed Income/Cash	\$2,687,925	1.0%	0.0% - 10.0%	\$1,830,808	0.7%	-\$857,117	-0.3%
Global Fixed Income	\$40,318,876	15.0%	10.0% - 20.0%	\$31,156,471	11.6%	-\$9,162,404	-3.4%
Absolute Return/Capital Pres.	\$26,879,250	10.0%	5.0% - 15.0%	\$36,259,498	13.5%	\$9,380,247	3.5%
Global Equity	\$134,396,252	50.0%	40.0% - 60.0%	\$130,839,814	48.7%	-\$3,556,438	-1.3%
L/S & Special Opportunities	\$37,630,951	14.0%	10.0% - 20.0%	\$40,059,702	14.9%	\$2,428,751	0.9%
Commodities	\$10,751,700	4.0%	0.0% - 8.0%	\$9,581,899	3.6%	-\$1,169,802	-0.4%
Real Estate	\$16,127,550	6.0%	0.0% - 10.0%	\$19,064,313	7.1%	\$2,936,762	1.1%
Total	\$268,792,505	100.0%		\$268,792,505	100.0%		

Actual vs. Target



Spokane Employees' Retirement System

As of September 30, 2015



Asset Allocation on September 30, 2015

	Actual \$	Actual %	Target %
Cash	\$1,830,808	0.7%	1.0%
Intermediate Term Bond	\$9,469,270	3.5%	5.0%
International Fixed	\$11,319,432	4.2%	5.0%
High Yield Bond	\$10,367,770	3.9%	5.0%
Capital Preservation	\$11,708,243	4.4%	5.0%
Absolute Return	\$24,551,255	9.1%	5.0%
Large Cap Equity	\$51,513,316	19.2%	20.0%
Mid Cap Equity	\$20,079,560	7.5%	8.0%
Small Cap Equity	\$15,453,957	5.7%	5.0%
International Equity	\$43,792,982	16.3%	17.0%
Long/Short	\$26,015,877	9.7%	9.0%
Special Opportunities	\$14,043,825	5.2%	5.0%
Commodities (Liquid)	\$9,581,899	3.6%	4.0%
REITS	\$8,701,276	3.2%	3.0%
Private Real Estate	\$10,363,037	3.9%	3.0%
Total	\$268,792,505		

Spokane Employees' Retirement System

As of September 30, 2015

Asset Allocation vs. Target

	Target Allocation	%	Target Allocation Range	Current	%	Difference	%	Within Range
Fixed Income/Cash	\$2,687,925	1.0%	0.0% - 10.0%	\$1,830,808	0.7%	-\$857,117	-0.3%	Yes
Cash	\$2,687,925	1.0%	0.0% - 3.0%	\$1,830,808	0.7%	-\$857,117	-0.3%	Yes
Fidelity Instl Money Market				\$1,830,808	0.7%			
Global Fixed Income	\$40,318,876	15.0%	10.0% - 20.0%	\$31,156,471	11.6%	-\$9,162,404	-3.4%	Yes
Intermediate Term Bond	\$13,439,625	5.0%	0.0% - 10.0%	\$9,469,270	3.5%	-\$3,970,355	-1.5%	Yes
Vanguard Short-Term				\$9,469,270	3.5%			
International Fixed	\$13,439,625	5.0%	0.0% - 10.0%	\$11,319,432	4.2%	-\$2,120,194	-0.8%	Yes
PIMCO Global Adv Bond				\$11,319,432	4.2%			
High Yield Bond	\$13,439,625	5.0%	0.0% - 10.0%	\$10,367,770	3.9%	-\$3,071,856	-1.1%	Yes
Hotchkis & Wiley High Yield				\$10,367,770	3.9%			
Absolute Return/Capital Pres.	\$26,879,250	10.0%	5.0% - 15.0%	\$36,259,498	13.5%	\$9,380,247	3.5%	Yes
Capital Preservation	\$13,439,625	5.0%	0.0% - 10.0%	\$11,708,243	4.4%	-\$1,731,383	-0.6%	Yes
Castine Partners				\$5,900,458	2.2%			
Altairis Offshore				\$5,807,785	2.2%			
Absolute Return	\$13,439,625	5.0%	0.0% - 10.0%	\$24,551,255	9.1%	\$11,111,630	4.1%	Yes
Post Lmtd Term High Yield				\$5,549,822	2.1%			
Rimrock Low Volatility Offshore				\$9,037,506	3.4%			
Amer Beacon Flexible Bond Inst				\$9,665,516	3.6%			
OrbiMed Royalty Opps II				\$298,411	0.1%			

Spokane Employees' Retirement System

As of September 30, 2015

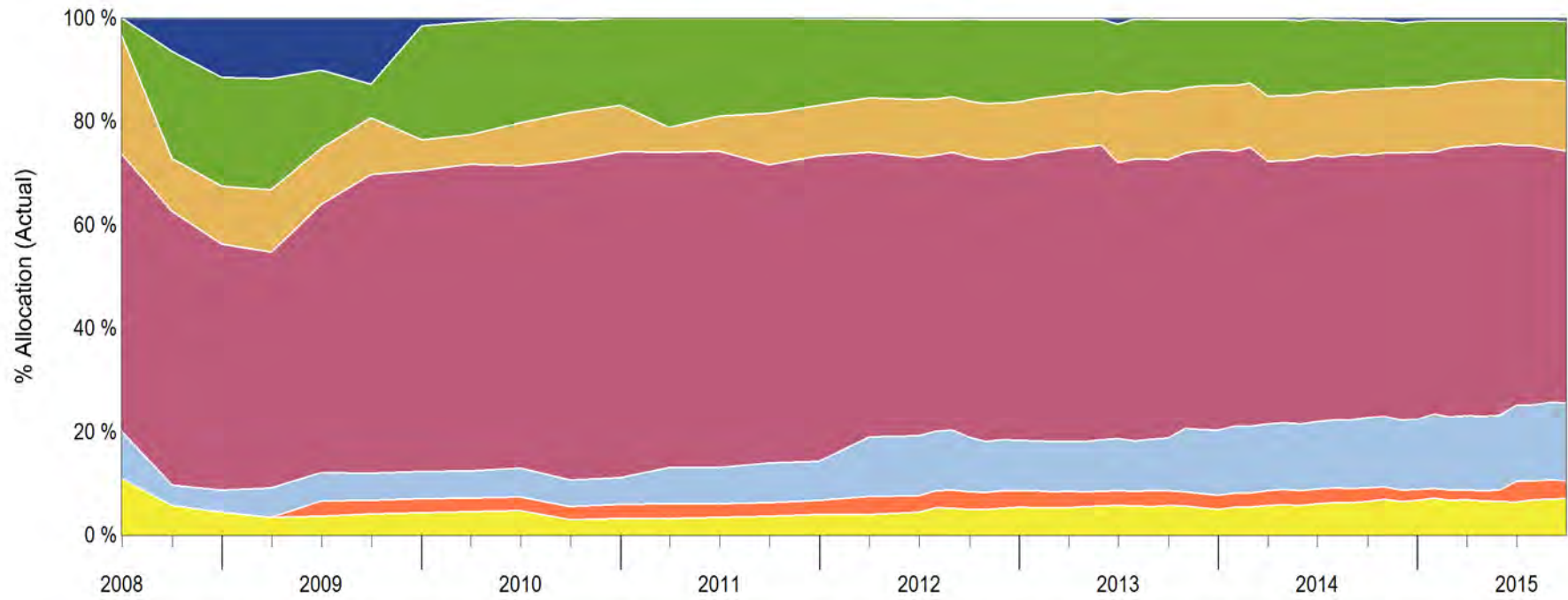
	Target Allocation	%	Target Allocation Range	Current	%	Difference	%	Within Range
Global Equity	\$134,396,252	50.0%	40.0% - 60.0%	\$130,839,814	48.7%	-\$3,556,438	-1.3%	Yes
Large Cap Equity	\$53,758,501	20.0%	10.0% - 30.0%	\$51,513,316	19.2%	-\$2,245,185	-0.8%	Yes
Hotchkis & Wiley Div Value I				\$14,237,912	5.3%			
Vanguard Institutional Index				\$7,463,041	2.8%			
MFS Blended Research Core				\$15,425,700	5.7%			
Delaware Large Cap Growth Equity				\$14,386,663	5.4%			
Mid Cap Equity	\$21,503,400	8.0%	0.0% - 20.0%	\$20,079,560	7.5%	-\$1,423,841	-0.5%	Yes
Sterling Mid Cap Value				\$7,680,727	2.9%			
Vanguard Mid Cap Index				\$4,918,458	1.8%			
Vanguard Mid Cap Growth				\$7,480,375	2.8%			
Small Cap Equity	\$13,439,625	5.0%	0.0% - 15.0%	\$15,453,957	5.7%	\$2,014,332	0.7%	Yes
Vanguard Small Cap Index				\$2,219,951	0.8%			
Champlain Small Cap				\$4,602,081	1.7%			
Bridge City Small Growth				\$4,469,065	1.7%			
Frontier Sm Cap Value I				\$4,162,860	1.5%			
International Equity	\$45,694,726	17.0%	5.0% - 25.0%	\$43,792,982	16.3%	-\$1,901,744	-0.7%	Yes
Vanguard International Index				\$858,462	0.3%			
Victory Trivalent International Small Cap				\$8,163,100	3.0%			
EuroPacific Growth R6				\$11,564,381	4.3%			
Berens Global Value				\$9,268,927	3.4%			
Artisan Int'l Value				\$13,938,111	5.2%			

Spokane Employees' Retirement System

As of September 30, 2015

	Target Allocation	%	Target Allocation Range	Current	%	Difference	%	Within Range
L/S & Special Opportunities	\$37,630,951	14.0%	10.0% - 20.0%	\$40,059,702	14.9%	\$2,428,751	0.9%	Yes
Long/Short	\$24,191,325	9.0%	0.0% - 20.0%	\$26,015,877	9.7%	\$1,824,552	0.7%	Yes
Weatherlow Offshore				\$14,301,201	5.3%			
TCM Partners				\$3,948,903	1.5%			
Beach Point Select Fund Ltd				\$7,765,773	2.9%			
Special Opportunities	\$13,439,625	5.0%	0.0% - 15.0%	\$14,043,825	5.2%	\$604,200	0.2%	Yes
OrbiMed Partners II				\$9,593,674	3.6%			
OrbiMed Royalty Opps				\$4,450,151	1.7%			
Commodities	\$10,751,700	4.0%	0.0% - 8.0%	\$9,581,899	3.6%	-\$1,169,802	-0.4%	Yes
Commodities (Liquid)	\$10,751,700	4.0%	0.0% - 10.0%	\$9,581,899	3.6%	-\$1,169,802	-0.4%	Yes
Pimco CommoditiesPlus Strat Fd				\$9,581,899	3.6%			
Real Estate	\$16,127,550	6.0%	0.0% - 10.0%	\$19,064,313	7.1%	\$2,936,762	1.1%	Yes
REITS	\$8,063,775	3.0%	0.0% - 10.0%	\$8,701,276	3.2%	\$637,501	0.2%	Yes
Principal Global Investors REIT				\$8,701,276	3.2%			
Private Real Estate	\$8,063,775	3.0%	0.0% - 10.0%	\$10,363,037	3.9%	\$2,299,262	0.9%	Yes
Legacy Partners Realty III				\$1,330,712	0.5%			
Morrison Street Fund IV				\$3,084,108	1.1%			
Metropolitan Realty V				\$917,193	0.3%			
Morrison Street Fund V				\$5,031,024	1.9%			
Total	\$268,792,505	100.0%		\$268,792,505	100.0%			

Asset Allocation History
7 Years 3 Months Ending September 30, 2015

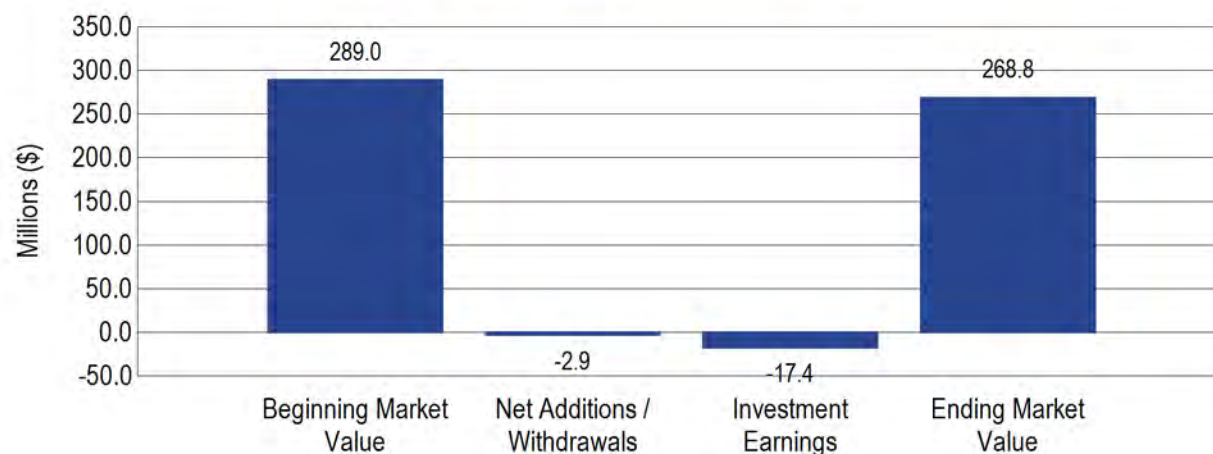


6.4	11.5	11.7	10.1	12.8	1.5	0.8	0.2	0.5	0.0	0.0	0.0	0.0	0.1	0.2	0.3	0.3	0.3	0.3	1.2	0.3	0.3	0.4	0.1	0.5	0.7	0.5	0.6	0.7
20.8	21.0	21.4	15.2	6.5	22.0	21.8	20.1	17.8	16.8	21.2	19.0	18.4	16.9	15.2	15.5	15.8	15.9	14.4	13.6	13.9	12.7	14.8	14.1	13.3	12.7	11.7	11.4	11.6
10.2	11.2	12.1	10.8	11.0	6.0	5.7	8.3	9.3	8.9	4.8	6.8	10.0	9.7	10.6	11.1	10.8	10.8	10.4	13.2	13.2	12.5	12.5	12.4	12.7	12.6	12.5	12.7	13.5
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	53.8	54.1	50.7	51.5	50.8	51.6	52.1	50.2	48.7
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	10.1	12.7	13.0	13.0	13.6	13.6	14.3	14.7	14.9
--	--	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	2.9	2.7	2.8	2.9	2.6	2.0	1.9	4.1	3.6
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	5.8	5.0	5.8	6.1	6.6	6.8	6.9	6.4	7.1

- 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 July 1, 2015 To September 30, 2015**



Cash Flow Summary

	Beginning Market Value \$	Withdrawals \$	Contributions \$	Net Cash Flow \$	Net Investment Change \$	Ending Market Value \$
Altairis Offshore	5,899,624	0	0	0	-91,840	5,807,785
Amer Beacon Flexible Bond Inst	10,010,095	0	0	0	-344,579	9,665,516
Artisan Int'l Value	15,239,625	0	0	0	-1,301,514	13,938,111
Beach Point Select Fund Ltd	7,841,933	0	0	0	-76,160	7,765,773
Berens Global Value	10,572,693	0	0	0	-1,303,766	9,268,927
Bridge City Small Growth	4,833,645	0	0	0	-364,580	4,469,065
Castine Partners	5,786,756	0	0	0	113,702	5,900,458
Champlain Small Cap	5,116,792	0	0	0	-514,711	4,602,081
Delaware Large Cap Growth Equity	15,749,369	-250,000	0	-250,000	-1,112,706	14,386,663
Epoch Int'l Small Cap	8,971,494	-8,539,180	0	-8,539,180	-432,313	--
EuroPacific Growth R6	12,822,208	0	0	0	-1,257,827	11,564,381
Fidelity Instl Money Market	1,615,570	-1,569,699	1,784,163	214,464	774	1,830,808
Frontier Sm Cap Value I	4,446,508	0	0	0	-283,648	4,162,860

Spokane Employees' Retirement System

As of September 30, 2015

	Beginning Market Value \$	Withdrawals \$	Contributions \$	Net Cash Flow \$	Net Investment Change \$	Ending Market Value \$
Hotchkis & Wiley Div Value I	17,328,845	-1,250,000	0	-1,250,000	-1,840,934	14,237,912
Hotchkis & Wiley High Yield	10,848,199	0	39,953	39,953	-520,382	10,367,770
Legacy Partners Realty III	1,307,548	0	0	0	23,164	1,330,712
Metropolitan Realty V	827,499	-100,206	0	-100,206	189,900	917,193
Metropolitan West High Yield	41,563	-41,568	0	-41,568	4	--
MFS Blended Research Core	16,693,837	0	0	0	-1,268,137	15,425,700
Morrison Street Fund IV	3,012,595	-37,829	0	-37,829	109,342	3,084,108
Morrison Street Fund V	4,113,203	0	557,373	557,373	360,448	5,031,024
OrbiMed Partners II	11,209,841	0	0	0	-1,616,167	9,593,674
OrbiMed Royalty Opps	4,658,504	-282,546	0	-282,546	74,193	4,450,151
OrbiMed Royalty Opps II	305,000	0	0	0	-6,589	298,411
Pimco CommoditiesPlus Strat Fd	11,781,300	0	0	0	-2,199,402	9,581,899
PIMCO Global Adv Bond	12,704,836	-1,000,000	0	-1,000,000	-385,405	11,319,432
Post Lmtd Term High Yield	5,627,494	0	0	0	-77,672	5,549,822
Principal Global Investors REIT	9,272,750	-850,000	0	-850,000	278,526	8,701,276
Rimrock Low Volatility Offshore	9,095,744	0	0	0	-58,238	9,037,506
Sterling Mid Cap Value	8,488,025	0	0	0	-807,297	7,680,727
TCM Partners	3,679,127	0	0	0	269,776	3,948,903
Vanguard Institutional Index	7,977,259	0	0	0	-514,218	7,463,041
Vanguard International Index	971,991	0	0	0	-113,529	858,462
Vanguard Mid Cap Growth	8,150,069	0	0	0	-669,695	7,480,375
Vanguard Mid Cap Index	5,314,416	0	0	0	-395,959	4,918,458
Vanguard Short-Term	9,289,225	0	138,035	138,035	42,010	9,469,270
Vanguard Small Cap Index	2,475,513	0	0	0	-255,563	2,219,951
Victory Trivalent International Small Cap	--	0	8,539,180	8,539,180	-376,080	8,163,100
Weatherlow Offshore	14,966,849	0	0	0	-665,648	14,301,201
Total	289,047,547	-13,921,027	11,058,703	-2,862,324	-17,392,718	268,792,505