



**STANISLAUS COUNTY
EMPLOYEES' RETIREMENT ASSOCIATION**
832 12th Street, Suite 600
Modesto, CA 95354
MAIL: P.O. Box 3150 Modesto 95353-3150

Phone (209) 525-6393
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AGENDA

BOARD OF RETIREMENT
832 12th Street, Suite 600 – **Wesley W. Hall Board Room**
Modesto, CA 95354

January 27, 2015
2:00 p.m.

The Board of Retirement welcomes you to its meetings, which are regularly held on the second Wednesday and the fourth Tuesday of each month. Your interest is encouraged and appreciated.

CONSENT ITEMS: These matters include routine administrative actions and are identified under the Consent Items heading.

PUBLIC COMMENT: Matters under jurisdiction of the Board, may be addressed by the general public before or during the regular agenda. However, California law prohibits the Board from taking action on any matter which is not on the posted agenda unless it is determined an emergency by the Board of Retirement. Any member of the public wishing to address the Board during the "Public Comment," period shall be permitted to be heard once up to three minutes. Please complete a Public Comment Form and give it to the Chair of the Board. Any person wishing to make a presentation to the Board must submit the presentation in written form, with copies furnished to all Board members. Presentations are limited to three minutes.

BOARD AGENDAS & MINUTES: Board agendas, Minutes and copies of items to be considered by the Board of Retirement are customarily posted on the Internet by Friday afternoon preceding a meeting at the following website: www.stancera.org.

Materials related to an item on this Agenda submitted to the Board after distribution of the agenda packet are available for public inspection at StanCERA, 832 12th Street, Suite 600, Modesto, CA 95354, during normal business hours.

AUDIO: All Board of Retirement regular meetings are audio recorded. Audio recordings of the meetings are available after the meetings at http://www.stancera.org/agenda_schedule.

NOTICE REGARDING NON-ENGLISH SPEAKERS: Board of Retirement meetings are conducted in English and translation to other languages is not provided. Please make arrangements for an interpreter if necessary.

REASONABLE ACCOMMODATIONS: In compliance with the Americans with Disabilities Act, if you need special assistance to participate in this meeting, please contact the Board Secretary at (209) 525-6393. Notification 72 hours prior to the meeting will enable StanCERA to make reasonable arrangements to ensure accessibility to this meeting.

1. Meeting Called to Order

2. Roll Call

3. Announcements

4. Public Comment

5. Consent Items

a. Approval of the January 14, 2015 Meeting Minutes [View](#)

b. Approval of the Cost of Living Adjustment (COLA) Effective April 1, 2015, for Payment on May 1, 2015, per Government Code Section 31870.1 [View](#)

6. Strategic Investment Solutions (SIS), Inc.

- a. Discussion and Action Regarding Asset Allocation and Capital Market Expectation review [View](#)
- b. Monthly Flash Report for the Month Ending November 30, 2014 [View](#)
- c. Monthly Flash Report for the Month Ending December 31, 2014 [View](#)
- d. Report on “Top 10 Holdings” of StanCERA Investment Managers as of December 31, 2014 [View](#)

7. Executive Director

- a. Discussion and Action regarding the preliminary June 30, 2014 Actuarial Valuation: Cheiron Actuaries [View](#)

8. Closed Session

- a. Discussion and Action Regarding Allocation of StanCERA’s Infrastructure Assets Government Code Section 54956.81
- b. Conference with Legal Counsel – Pending Litigation – One Case: Stanislaus County Employees’ Retirement Association v. Buck Consultants, LLC, Mediation Pursuant to Evidence Code Sections 1115, 1119, 1152 Government Code Section 54956.9(d)(4)
- c. Conference with Legal Counsel – Pending Litigation – One Case: O’Neal et al v. Stanislaus County Employees’ Retirement Association Stanislaus County Superior Court Case No. 648469 Government Code Section 54956.9(d)(1)
- d. Conference with Legal Counsel – Pending Litigation – One Case: Nasrawi et al v. Buck Consultants, LLC, et.al, Santa Clara County Superior Court Case No. 1-11-CV202224; Court of Appeal, Sixth Appellate District, Case No. H038894 Government Code Section 54956.9(d)(1)

9. Members’ Forum (Information and Future Agenda Requests Only)

10. Adjournment



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PLEASE POST FOR EMPLOYEE VIEWING

BOARD OF RETIREMENT MINUTES

January 14, 2015

Trustees Present: Gordon Ford, Darin Gharat, Michael O'Neal
Jim DeMartini, Donna Riley, Jeff Grover
Maria DeAnda, Jason Gordo, and Mike Lynch

Trustees Absent: None

Alternate Trustee Present: Joan Clendenin, Alternate Retiree Representative

Staff Present: Rick Santos, Executive Director
Kathy Herman, Fiscal Services/Operations Manager
Dawn Lea, Benefits Manager
Kellie Gomes, Executive Board Secretary

Others Present: Fred Silva, General Legal Counsel
Doris Foster, Chief Executive Office

1. Meeting Called to Order

Meeting called to order at 2:00 p.m. by Trustee Ford, Chair. Trustee Ford passed the gavel to Trustee DeAnda to begin her tenure as Board Chair for 2015.

2. Roll Call

3. Announcements

Kellie Gomes announced the Rotation of Officers: - Pursuant to Bylaws Section 1.5, and the rotation by succession of the seat number Assigned to Board Members, Trustee Maria De Anda is Chair of the 2015 Board of Retirement and Trustee Donna Riley is 2015 Vice-Chair.

Kellie Gomes announced the education calendar will be updated before being placed on our website to reflect Ethics training classes taken in January 2015. She will also add a review/update to the continuing education record in June of 2015

Kellie Gomes announced that the Trustees have been provided with a hard copy of the 2014/2015 700 forms today and an electronic copy will go out tomorrow. They are due back to Kellie no later than March 10, 2015

Kellie Gomes announced changes to the proposed Committee assignments and that Trustee Lynch will be sitting on the Education/Advocacy Committee in place of Trustee Clendenin and Trustee Grover will be joining the Due Diligence Committee

4. Public Comment

None

5. Consent Items

- a. Approval of the December 10, 2014 Meeting Minutes
- b. Approval of the 2015 StanCERA Anticipated Executive Master Calendar
- c. Receipt of the 2015 Board of Retirement Standing Committee Assignments
- d. Executive Director Goals Update Quarter 4 2014
- e. 2014 Updated Continuing Education Record
- f. StanCERA Complaint Log of October 1 – December 31, 2014
- g. Approval of Service Retirement(s) – **Sections 31499.14, 31670, 31662.2 & 31810**

- 1. Avilla, Brenda – DCSS – Effective 01-16-2015
- 2. Baba, Charles – Sheriff – Effective 01-10-2015 *
- 3. Bergquist, Charles – Fire Warden – Effective 12-27-2014 *
- 4. Del Angel, Alfonso – CSA – Effective 01-06-2015
- 5. Duran, Eva – HSA – Effective 01-10-2015
- 6. Garcia, Rosie – HSA – Effective 01-03-2015
- 7. Houk, William – CEO-OES – Effective 01-04-2015 *
- 8. Horvath, Susan – HSA – Effective 12-20-2014
- 9. Johnson, Leslie – HSA – Effective 01-01-2015
- 10. La Herran, Patricia – DCSS – Effective 12-10-2014
- 11. Lapp, Glen – BHRS – Effective 01-10-2015
- 12. Lindsey, Barbara – HSA – Effective 01-10-2015
- 13. Medina, Leigh – CSA – Effective 01-03-2015
- 14. Meyer, Harold – Sheriff – Effective 12-29-2014 *
- 15. Montgomery, Aurora – HSA – Effective 01-03-2015
- 16. Paxton-Bailey, Kathleen – BHRS – Effective 12-13-2014
- 17. Pierce, Elizabeth – DCSS – Effective 01-06-2015
- 18. Rodarte, Esther – CSA – Effective 01-10-2015
- 19. Romero, Carmen – CSA – Effective 01-10-2015
- 20. Saenz, Clara – HSA – Effective 08-22-2014
- 21. Simpson, Jan – Dept of Env Resources – Effective 01-03-2015
- 22. Treat, Steven – Planning – Effective 01-03-2015
- 23. Valverde, Harriet – HSA – Effective 12-12-2014

** Indicates Safety Personnel*

5. Consent Items (Cont.)

h. Approval of Deferred Retirement(s) – **Section 31700**

1. Arroyo, Judith – Ag Commissioner – Effective 12-02-2014
2. Asuncion, Amber – CSA – Effective 10-29-2014
3. Barajas, Susana – Probation – Effective 11-29-2014
4. Gutierrez, Martha – CSA – Effective 12-27-2014
5. Jimenez, Naomi – CSA – Effective 10-23-2014
6. Ulloa, Sheri – Superior Court – Effective 12-20-2014

Motion was made by Trustee Grover and seconded by Trustee Gharat to approve consent items as presented with the noted changes to the committee assignments.

Motion carried unanimously.

6. Executive Director

a. Discussion and Action Executive Director Goals for 2015

Motion was made by Trustee Grover and seconded by Trustee O'Neal to accept the Executive Director Goals as presented.

Motion carried unanimously.

b. Monthly Staff Report : Information Only

7. Closed Session

Motion was made by Trustee Riley and seconded by Trustee O'Neal to enter into closed session at 2:23 p.m..

Motion carried unanimously.

a. Discussion and Action Regarding Allocation of StanCERA's Infrastructure Assets
Government Code Section 54956.81

b. Conference with Legal Counsel – Pending Litigation – One Case:
Stanislaus County Employees' Retirement Association v. Buck Consultants,
LLC, Mediation Pursuant to Evidence Code Sections 1115, 1119, 1152
Government Code Section 54956.9(d)(4)

c. Conference with Legal Counsel – Pending Litigation – One Case:
O'Neal et al v. Stanislaus County Employees' Retirement Association
Stanislaus County Superior Court Case No. 648469
Government Code Section 54956.9(d)(1)

7. Closed Session (Cont.)

- d. Conference with Legal Counsel – Pending Litigation – One Case:
Nasrawi et al v. Buck Consultants, LLC, et.al, Santa Clara County
Superior Court Case No. 1-11-CV202224; Court of Appeal, Sixth Appellate
District, Case No. H038894
Government Code Section 54956.9(d)(1)

Motion was made by Trustee Gharat and seconded by Trustee Riley to enter into open session at 2:40 p.m..

Motion carried unanimously.

There is no read out from Closed Session

8. Members' Forum (Information and Future Agenda Requests Only)

Trustee Ford remarked about a Wall Street Journal article concerning pay-day lending. As a reminder, staff intends to present the concept of social investing at the triennial asset/liability study slated for November 11, 2015.

9. Adjournment

Meeting adjourned at 2:41 p.m.

Respectfully submitted,

Rick Santos, Executive Director



APPROVED AS TO FORM:
FRED A. SILVA, GENERAL LEGAL COUNSEL

By: _____
Fred A. Silva, General Legal Counsel

1/27/15
Item # 5.b

January 23, 2015

Mr. Rick Santos

Executive Director
Stanislaus County Employees' Retirement Association
832 12th Street, Suite 600
Modesto, CA 95354

Re: Cost of Living Adjustment (COLA) as of April 1, 2015

Dear Rick:

Pursuant to the scope of retainer services under Cheiron's agreement to provide actuarial services to the Stanislaus County Employees' Retirement Association (StanCERA), we have computed the Cost of Living Adjustment (COLA) percentages to be used as of April 1, 2015. The calculations outlined herein have been performed in accordance with 31870.1 of the County Employees Retirement Law of 1937.

Background

The cost-of-living-adjustment (COLA) is determined annually based on increases in the December Consumer Price Index (CPI) for All Urban Consumers in the San Francisco-Oakland-San Jose area, using a base period of 1982-1984. The ratio is calculated, and rounded to the nearest one-half percent.

COLA Calculations

The CPIs described above were 252.273 and 245.711 for December, 2014 and December, 2013 respectively. This represents an increase of 2.671%, which is rounded to 2.50%. Retirees – other than members of Tier 3 - are subject to the provisions of Section 31870.1, which limits annual COLA increases to 3.0% annually. Therefore these members should receive an increase in benefits of 2.5%, based on the current year change in the CPI. However, based on the accumulated carry-over balances as of April 1, 2014, some retirees from these Tiers will receive an increase of up to 3.0%, depending on their accumulated carry-over balances. The remaining carry-over balances will then be reduced by up to 0.5%. The enclosed exhibit summarizes the COLA calculations and carry-over balances for these Tiers. Tier 3 members do not receive an automatic COLA from the Association.

Please contact us if you have any questions regarding these calculations.

Sincerely,
Cheiron



Robert T. McCrory, FSA, CERA
Principal Consulting Actuary



Graham Schmidt, ASA, EA, FCA, MAAA
Consulting Actuary



STANISLAUS COUNTY EMPLOYEES' RETIREMENT ASSOCIATION

COST OF LIVING ADJUSTMENTS (COLA) - Section 31870.1
As of April 1, 2015

Maximum Annual COLA: 3.0%

Initial Retirement Date	April 1, 2014	Increase in the Annual		April 1, 2015	
	Accumulated Carry-Over	Average CPI ¹		COLA	Accumulated Carry-Over
		Actual	Rounded		
	(A)	(B)	(C)	(D)	(E)
On or Before 4/1/1970	67.0%	2.67%	2.5%	3.0%	66.5%
04/02/1970 to 04/01/1971	64.5%	2.67%	2.5%	3.0%	64.0%
04/02/1971 to 04/01/1972	62.5%	2.67%	2.5%	3.0%	62.0%
04/02/1972 to 04/01/1973	61.5%	2.67%	2.5%	3.0%	61.0%
04/02/1973 to 04/01/1974	61.0%	2.67%	2.5%	3.0%	60.5%
04/02/1974 to 04/01/1975	58.0%	2.67%	2.5%	3.0%	57.5%
04/02/1975 to 04/01/1976	51.0%	2.67%	2.5%	3.0%	50.5%
04/02/1976 to 04/01/1977	44.0%	2.67%	2.5%	3.0%	43.5%
04/02/1977 to 04/01/1978	41.5%	2.67%	2.5%	3.0%	41.0%
04/02/1978 to 04/01/1979	37.0%	2.67%	2.5%	3.0%	36.5%
04/02/1979 to 04/01/1980	30.5%	2.67%	2.5%	3.0%	30.0%
04/02/1980 to 04/01/1981	25.0%	2.67%	2.5%	3.0%	24.5%
04/02/1981 to 04/01/1982	13.0%	2.67%	2.5%	3.0%	12.5%
04/02/1982 to 04/01/1983	3.0%	2.67%	2.5%	3.0%	2.5%
04/02/1983 to 04/01/1984	0.5%	2.67%	2.5%	3.0%	0.0%
04/02/1984 to 04/01/1985	0.5%	2.67%	2.5%	3.0%	0.0%
04/02/1985 to 04/01/1986	0.0%	2.67%	2.5%	2.5%	0.0%
04/02/1986 to 04/01/1987	0.0%	2.67%	2.5%	2.5%	0.0%
04/02/1987 to 04/01/1988	0.0%	2.67%	2.5%	2.5%	0.0%
04/02/1988 to 04/01/1989	0.0%	2.67%	2.5%	2.5%	0.0%
04/02/1989 to 04/01/1990	0.0%	2.67%	2.5%	2.5%	0.0%
04/02/1990 to 04/01/1991	0.0%	2.67%	2.5%	2.5%	0.0%
04/02/1991 to 04/01/1992	0.0%	2.67%	2.5%	2.5%	0.0%
04/02/1992 to 04/01/1993	0.0%	2.67%	2.5%	2.5%	0.0%
04/02/1993 to 04/01/1994	0.0%	2.67%	2.5%	2.5%	0.0%
04/02/1994 to 04/01/1995	0.0%	2.67%	2.5%	2.5%	0.0%
04/02/1995 to 04/01/1996	0.0%	2.67%	2.5%	2.5%	0.0%
04/02/1996 to 04/01/1997	0.0%	2.67%	2.5%	2.5%	0.0%
04/02/1997 to 04/01/1998	0.0%	2.67%	2.5%	2.5%	0.0%
04/02/1998 to 04/01/1999	0.0%	2.67%	2.5%	2.5%	0.0%
04/02/1999 to 04/01/2000	0.0%	2.67%	2.5%	2.5%	0.0%
04/02/2000 to 04/01/2001	0.0%	2.67%	2.5%	2.5%	0.0%
04/02/2001 to 04/01/2002	0.0%	2.67%	2.5%	2.5%	0.0%
04/02/2002 to 04/01/2003	0.0%	2.67%	2.5%	2.5%	0.0%
04/02/2003 to 04/01/2004	0.0%	2.67%	2.5%	2.5%	0.0%
04/02/2004 to 04/01/2005	0.0%	2.67%	2.5%	2.5%	0.0%
04/02/2005 to 04/01/2006	0.0%	2.67%	2.5%	2.5%	0.0%
04/02/2006 to 04/01/2007	0.0%	2.67%	2.5%	2.5%	0.0%
04/02/2007 to 04/01/2008	0.0%	2.67%	2.5%	2.5%	0.0%
04/02/2008 to 04/01/2009	0.0%	2.67%	2.5%	2.5%	0.0%
04/02/2009 to 04/01/2010	0.0%	2.67%	2.5%	2.5%	0.0%
04/02/2010 to 04/01/2011	0.0%	2.67%	2.5%	2.5%	0.0%
04/02/2011 to 04/01/2012	0.0%	2.67%	2.5%	2.5%	0.0%
04/02/2012 to 04/01/2013	0.0%	2.67%	2.5%	2.5%	0.0%
04/02/2013 to 04/01/2014	0.0%	2.67%	2.5%	2.5%	0.0%
04/02/2014 to 04/01/2015	0.0%	2.67%	2.5%	2.5%	0.0%

¹ All Urban Consumers, San Francisco-Oakland-San Jose Area (1982-84 base). (G.C. 31870.1)

1/27/15
Item # 6.a



STANISLAUS COUNTY EMPLOYEES' RETIREMENT ASSOCIATION

Asset Allocation Update

January 27, 2015

John P. Meier, CFA
Managing Director

Nathan Pratt, CFA
Vice President

Asset Allocation Review

Objective

- Update target portfolio asset class expectations
- Information only—no action

Summary of Updated Capital Market Projections

	EXPECTED RETURN NOV 2013	EXPECTED STD DEV NOV 2013	EXPECTED RETURN NOV 2014	EXPECTED STD DEV NOV 2014
U.S. LARGE CAP EQUITY	7.6%	17.0%	7.3%	17.0%
U.S. SMALL CAP EQUITY	7.9%	19.5%	7.7%	21.0%
INT'L DEVELOPED EQUITY	7.8%	20.0%	7.7 %	21.0%
EM MARKET EQUITY	8.5%	32.0%	8.4%	35.0%
U.S. FIXED INCOME	2.9%	5.0%	2.7%	5.0%
DIRECT LENDING	8.3%	10.0%	6.0%	12.0%
REAL ESTATE	6.2%	18.0%	5.9%	18.0%
INFRASTRUCTURE	6.7%	26.0%	5.6%	23.0%
CASH	1.5%	1.0%	1.5%	1.0%
CPI	2.3%	1.2%	2.1%	1.2%

Equities expected return lowered by 10–30 bps and Fixed Income lowered by 20 bps. Infrastructure lowered by 110 bps. Inflation lowered by 20 bps.

StanCERA Revised Portfolio Expectations

Asset	Dec 2013 Current Mix	Dec 2013 Policy Mix	Dec 2014 Current Mix	Dec 2014 Policy Mix	Dec 2014 Target Mix	"Expected" 2015-16 Policy Mix
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U.S. Large Cap	33.4%	30.5%	38.9%	37.4%	30.6%	34.4%
U.S. Small Cap	8.5%	7.7%	9.7%	9.3%	7.6%	8.4%
U.S. Fixed	35.6%	29.8%	27.6%	29.8%	29.8%	29.8%
Int'l Stock	14.0%	13.5%	13.1%	14.0%	14.0%	14.0%
EM Stock	5.0%	4.5%	3.7%	4.0%	4.0%	4.0%
Real Estate	1.5%	3.5%	1.8%	1.5%	3.5%	3.0%
Direct Lending	2.0%	7.5%	5.2%	4.0%	7.5%	4.0%
Infrastructure	0.0%	3.0%	0.0%	0.0%	3.0%	3.0%
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Totals	100.0%	100.0%	100.00%	100.00%	100.00%	100.00%
Exp. Return (Gm Mean)	6.57%	6.86%	6.63%	6.57%	6.49%	6.54%
Standard Deviation	11.15%	11.49%	12.45%	12.25%	11.85%	12.12%
SIS Inflation	2.30%	2.30%	2.10%	2.10%	2.10%	2.10%
SIS Real Return	4.27%	4.56%	4.53%	4.47%	4.39%	4.44%
Actuary Inflation Rate			3.25%	3.25%	3.25%	3.25%
Implied Actuarial Int. Rate			7.78%	7.72%	7.64%	7.69%
Actuarial Interest Rate			7.75%	7.75%	7.75%	7.75%
Actuarial Real Return			4.50%	4.50%	4.50 %	4.50%

1/27/15
Item# 6.b

STANISLAUS COUNTY EMPLOYEES' RETIREMENT ASSOCIATION

MONTHLY FLASH REPORT

NOVEMBER 30, 2014



333 BUSH STREET | SAN FRANCISCO | 94104 | 415.362.3484

US Equity Indices Trailing Performance

Annualized Performance to Date: Ending Nov-14	1 Month	3 Month	Calendar YTD	1 Year	2 Years	3 Years	5 Years	7 Years	10 Years
Russell 3000 Index	2.42	3.05	16.23	15.53	23.70	20.84	16.28	7.63	8.32
Russell TOP 200 Index	2.64	3.78	18.16	16.67	23.82	20.95	15.39	7.08	7.73
Russell TOP 200 Growth Index	3.12	4.95	18.94	18.28	24.75	20.76	16.26	8.73	8.76
Russell TOP 200 Value Index	2.16	2.59	17.38	15.06	22.87	21.13	14.51	5.37	6.68
S&P 500 Index	2.69	3.72	18.06	16.86	23.94	20.93	15.96	7.40	8.06
Russell 1000 Index	2.62	3.28	17.25	16.56	24.02	21.05	16.25	7.61	8.37
Russell 1000 Growth Index	3.17	4.35	17.59	17.50	24.63	20.55	16.77	8.68	9.02
Russell 1000 Value Index	2.05	2.19	16.91	15.62	23.32	21.45	15.69	6.43	7.59
Russell Mid-Cap Index	2.56	2.19	15.22	16.34	24.52	21.27	18.45	8.99	10.00
Russell Mid-Cap Growth Index	3.29	3.06	14.72	15.80	24.56	20.22	18.42	8.75	9.97
Russell Mid-Cap Value Index	1.78	1.27	15.85	17.02	24.42	22.18	18.45	9.14	9.76
Russell 2000 Index	0.09	0.23	4.89	3.99	19.89	18.36	16.69	7.85	7.78
Russell 2000 Growth Index	0.65	1.16	4.36	4.66	22.25	18.89	18.04	8.38	8.61
Russell 2000 Value Index	-0.46	-0.70	5.53	3.36	17.61	17.84	15.31	7.27	6.85
Bloomberg Commodity Index TR	-4.07	-10.76	-10.42	-9.04	-10.25	-8.18	-3.64	-6.61	-1.57
DJ US REIT Index	2.11	6.47	24.61	30.39	15.24	17.19	18.17	7.80	8.48
DJ-UBS US Gold Index TR	0.26	-8.76	-5.37	-6.21	-17.24	-12.90	-0.69	4.21	9.12

Non-US Equity Indices Trailing Performance

Annualized Performance to Date: Ending Nov-14	1 Month	3 Months	Calendar YTD	1 Year	2 Years	3 Years	5 Years	7 Years	10 Years
MSCI AC World Index ex USA	0.74	-5.05	4.89	1.04	8.02	10.41	6.10	0.35	6.43
MSCI AC World Index	1.72	-0.83	11.14	8.60	15.47	15.38	10.62	3.61	7.26
MSCI EAFE Index	1.37	-3.90	3.06	0.41	10.91	12.52	6.86	0.51	5.73
MSCI Emerging Markets index	-1.05	-7.27	9.99	1.40	0.28	5.63	3.88	-0.36	9.81
ML Global Government Bond Ex. U.S. Index	-2.20	-7.55	-5.54	-5.19	-6.59	-4.79	-0.85	2.62	2.52
Japanese Yen	-5.54	-12.47	-14.07	-13.75	-15.23	-13.20	-6.21	-0.87	-1.43
Euro	-0.50	-5.36	-7.56	-8.44	-2.88	-2.53	-3.65	-2.28	-0.64
UK Pound Sterling	-2.11	-5.70	-4.71	-4.40	-1.92	-0.14	-0.93	-3.41	-1.97

US Fixed Income Indices Trailing Performance

Annualized Performance to Date: Ending Nov-14	1 Month	3 Month	Calendar YTD	1 Year	2 Years	3 Years	5 Years	7 Years	10 Years
ML 3-month T-bill Total Return Index	0.00	0.01	0.03	0.05	0.06	0.07	0.09	0.39	1.57
BarCap Aggregate Bond Index	0.71	1.01	4.33	5.27	1.93	3.00	4.10	4.82	4.79
BarCap Mortgage Backed Securities Index	0.65	1.47	4.29	5.42	2.28	2.56	3.40	4.72	4.81
ML U.S. Corp/Govt Master Index	0.80	0.97	4.75	5.66	1.84	3.27	4.39	4.87	4.84
ML U.S. Corporate Master Index	0.64	0.31	5.78	7.47	3.14	6.07	6.42	6.43	5.68
ML U.S. High Yield Master Index	-0.71	-1.66	3.22	4.56	5.92	9.73	9.84	8.78	7.86
JPM EMBI Global	-0.22	-1.02	9.95	9.46	0.86	6.83	8.00	7.72	8.28

ASSET CLASS	MARKET VALUE	PERCENT	CURRENT POLICY		TARGET POLICY	
			ALLOCATION	RANGE	ALLOCATION	RANGE
DOMESTIC EQUITIES	886,132,527	49.1%	46.7%	41.7% - 51.7%	38.2%	32.2% - 44.2%
BlackRock Russell 1000 Growth	108,352,066	6.0%	5.5%	4.0% - 6.0%	4.6%	
Jackson Square	167,333,248	9.3%	8.5%	7.0% - 10.0%	6.7%	
BlackRock Russell 1000 Value	123,546,041	6.8%	6.5%	5.5% - 6.5%	5.5%	
Dodge & Cox - Equity	197,118,451	10.9%	9.7%	7.7% - 11.7%	8.9%	
Legato Capital	87,715,401	4.9%	5.5%	4.0% - 6.0%	3.7%	
Capital Prospects	96,535,729	5.4%	5.5%	4.0% - 6.0%	4.0%	
Mellon S&P 500	105,531,590	5.8%	5.5%	4.0% - 6.0%	4.8%	
INTERNATIONAL EQUITIES	311,925,186	17.3%	18.0%	15.0% - 21.0%	18.0%	15.0% - 21.0%
LSV Asset Mgt	153,840,999	8.5%	9.0%	7.5% - 10.5%	9.0%	
Pyramis	158,084,187	8.8%	9.0%	7.5% - 10.5%	9.0%	
FIXED INCOME	497,966,200	27.6%	29.8%	26.0% - 33.6%	29.8%	26.0% - 33.6%
Dodge & Cox - Fixed	387,762,347	21.5%	23.8%	20.8% - 26.8%	23.8%	
PIMCO	110,203,853	6.1%	6.0%	5.0% - 7.0%	6.0%	
ALTERNATIVES:	108,095,845	6.0%	5.5%		14.0%	
REAL ESTATE	31,561,958	1.7%	1.5%	1.0% - 2.0%	3.5%	1.0% - 4.5%
BlackRock US Real Estate	19,252,965	1.1%	1.5%	0.0% - 2.0%	0.0%	
Greenfield Gap	9,808,993	0.5%	0.0%	0.0% - 1.5%	1.0%	
12th Street Building	2,500,000	0.1%	0.0%		0.0%	
Unallocated Private Real Estate	0	0.0%	0.0%		2.5%	
DIRECT LENDING	76,533,887	4.2%	4.0%	2.0% - 6.0%	7.5%	2.5% - 9.0%
Medley Capital	31,169,080	1.7%	1.0%	1.0% - 3.0%	2.1%	
Raven Capital	23,907,021	1.3%	1.5%	1.0% - 3.0%	2.7%	
White Oak Pinnacle	21,457,786	1.2%	1.5%	1.0% - 3.0%	2.7%	
INFRASTRUCTURE	0	0.0%	0.0%	0.0% - 0.0%	3.0%	0.0% - 4.0%
CASH	51,663	0.0%	0.0%	0.0% - 3.0%	0.0%	0.0% - 3.0%
TOTAL PORTFOLIO	1,804,171,553	100.0%	100.0%		100.0%	

Asset Class Market Value Summary

As of November 30, 2014

ASSET CLASS	CURRENT MONTH	PRIOR MONTH	% CHANGE *	PRIOR YEAR	% CHANGE *
MARKET VALUE					
DOMESTIC EQUITIES	886,132,527	869,537,724	1.91%	802,641,845	10.40%
INTERNATIONAL EQUITIES	311,925,186	309,816,439	0.68%	311,133,965	0.25%
FIXED INCOME	497,966,200	497,929,781	0.01%	498,211,443	-0.05%
DIRECT LENDING	76,533,887	72,269,033	5.90%	57,688,933	32.67%
REAL ESTATE	31,562,091	31,156,468	1.30%	24,105,535	30.93%
SECURITIES LENDING	0	0	0.00%	(626,283)	100.00%
CASH	51,663	9,380	450.78%	-	N/A
TOTAL PORTFOLIO	1,804,171,553	1,780,718,825	1.32%	1,693,155,437	6.56%
ASSET ALLOCATION (ACTUAL)					
DOMESTIC EQUITIES	49.12%	48.83%	0.3%	47.41%	1.7%
INTERNATIONAL EQUITIES	17.29%	17.40%	-0.1%	18.38%	-1.1%
FIXED INCOME	27.60%	27.96%	-0.4%	29.43%	-1.8%
DIRECT LENDING	4.24%	4.06%	0.2%	3.41%	0.8%
REAL ESTATE	1.75%	1.75%	0.0%	1.42%	0.3%
SECURITY LENDING	0.00%	0.00%	0.0%	-0.04%	0.0%
CASH	0.00%	0.00%	0.0%	-	N/A
TOTAL PORTFOLIO	100.0%	100.0%	0.0%	100.0%	0.0%
* % Change represents changes in cash balances, including cash transfers, and does not represent investment returns					

	Market Value	1 Mo	10/1/14 - 10/31/14	Fiscal YTD
Total Fund	\$1,804,171,553	1.46%	1.58%	1.81%
<i>Policy Index</i>		<u>1.39%</u>	<u>1.84%</u>	<u>1.92%</u>
Excess Return		0.07%	-0.26%	-0.11%
US Equity	\$886,132,527	2.22%	2.73%	4.39%
<i>US Equity Blended</i>		<u>2.11%</u>	<u>3.27%</u>	<u>4.43%</u>
Excess Return		0.11%	-0.54%	-0.04%
BlackRock Russell 1000 Growth	\$108,352,066	3.22%	2.64%	7.54%
<i>Russell 1000 Growth</i>		<u>3.17%</u>	<u>2.64%</u>	<u>7.46%</u>
Excess Return		0.05%	0.00%	0.08%
Jackson Square	\$167,333,248	3.70%	3.35%	7.97%
<i>Russell 1000 Growth</i>		<u>3.17%</u>	<u>2.64%</u>	<u>7.46%</u>
Excess Return		0.53%	0.71%	0.51%
BlackRock Russell 1000 Value	\$123,546,041	2.08%	2.25%	4.21%
<i>Russell 1000 Value</i>		<u>2.05%</u>	<u>2.25%</u>	<u>4.14%</u>
Excess Return		0.03%	0.00%	0.07%
Dodge & Cox-Equity	\$197,118,451	2.62%	0.04%	3.47%
<i>Russell 1000 Value</i>		<u>2.05%</u>	<u>2.25%</u>	<u>4.14%</u>
Excess Return		0.57%	-2.21%	-0.67%
Legato Capital	\$87,715,401	-0.32%	6.25%	0.80%
<i>Russell 2000 Growth</i>		<u>0.65%</u>	<u>6.20%</u>	<u>0.34%</u>
Excess Return		-0.97%	0.05%	0.46%
Capital Prospects	\$96,535,729	-0.20%	5.16%	-1.36%
<i>Russell 2000 Value</i>		<u>-0.47%</u>	<u>6.99%</u>	<u>-2.64%</u>
Excess Return		0.27%	-1.83%	1.28%

	Market Value	1 Mo	10/1/14 - 10/31/14	Fiscal YTD
Mellon S&P 500	\$105,531,590	2.70%	2.44%	6.40%
<i>S&P 500</i>		<u>2.69%</u>	<u>2.44%</u>	<u>6.38%</u>
Excess Return		0.01%	0.00%	0.02%
International Equity	\$311,925,186	0.68%	-0.86%	-5.06%
<i>MSCI ACWI ex US</i>		<u>0.74%</u>	<u>-0.98%</u>	<u>-5.43%</u>
Excess Return		-0.06%	0.12%	0.37%
LSV Asset Mgt	\$153,840,999	-0.04%	-1.11%	-6.21%
<i>MSCI ACWI ex USA Gross</i>		<u>0.74%</u>	<u>-0.98%</u>	<u>-5.43%</u>
Excess Return		-0.78%	-0.13%	-0.78%
Pyramis	\$158,084,187	1.39%	-0.60%	-3.91%
<i>MSCI ACWI ex USA Gross</i>		<u>0.74%</u>	<u>-0.98%</u>	<u>-5.43%</u>
Excess Return		0.65%	0.38%	1.52%
US Fixed Income	\$497,966,200	0.51%	0.86%	1.53%
<i>Barclays Aggregate</i>		<u>0.71%</u>	<u>0.98%</u>	<u>1.87%</u>
Excess Return		-0.20%	-0.12%	-0.34%
Dodge & Cox-Fixed	\$387,762,347	0.50%	0.84%	1.57%
<i>Barclays Aggregate</i>		<u>0.71%</u>	<u>0.98%</u>	<u>1.87%</u>
Excess Return		-0.21%	-0.14%	-0.30%
PIMCO	\$110,203,853	0.53%	0.97%	1.40%
<i>Barclays Aggregate</i>		<u>0.71%</u>	<u>0.98%</u>	<u>1.87%</u>
Excess Return		-0.18%	-0.01%	-0.47%
Real Estate	\$29,062,091	1.42%	7.26%	6.19%
<i>DJ US Select RESI</i>		<u>2.12%</u>	<u>10.70%</u>	<u>9.66%</u>
Excess Return		-0.70%	-3.44%	-3.47%

	Market Value	1 Mo	10/1/14 - 10/31/14	Fiscal YTD
BlackRock US Real Estate	\$19,252,965	2.13%	10.67%	9.64%
<i>DJ US Select RESI TR USD</i>		<u>2.12%</u>	<u>10.70%</u>	<u>9.66%</u>
Excess Return		0.01%	-0.03%	-0.02%
Greenfield Gap	\$9,808,993	0.00%	-4.69%	--
<i>NCREIF ODCE +1%</i>		<u>3.25%</u>	<u>0.08%</u>	<u>6.84%</u>
Excess Return		-3.25%	-4.77%	
Direct Lending	\$76,533,887	2.19%	1.56%	2.72%
<i>9% Annual</i>		<u>0.72%</u>	<u>0.72%</u>	<u>3.66%</u>
Excess Return		1.47%	0.84%	-0.94%
Medley Capital	\$31,169,080	0.00%	1.92%	1.92%
Raven Capital	\$23,907,021	7.25%	0.39%	3.04%
White Oak Pinnacle	\$21,457,786	0.00%	2.36%	4.28%
12th Street Building	\$2,500,000	0.00%	0.00%	0.00%
Cash Account	\$51,663	0.00%	0.00%	0.03%

1/27/15
Item# 6.c

STANISLAUS COUNTY EMPLOYEES' RETIREMENT ASSOCIATION

MONTHLY FLASH REPORT

DECEMBER 31, 2014



333 BUSH STREET | SAN FRANCISCO | 94104 | 415.362.3484

US Equity Indices Trailing Performance

Annualized Performance to Date: Ending Dec-14	1 Month	3 Months	YTD	1 Year	2 Years	3 Years	5 Years	7 Years	10 Years
Russell 3000 Index	0.00	5.24	12.56	12.56	22.61	20.51	15.63	7.54	7.94
Russell TOP 200 Index	-0.43	4.41	13.25	13.25	22.46	20.28	15.01	6.93	7.33
Russell TOP 200 Growth Index	-1.39	4.31	13.57	13.57	22.75	20.13	15.48	8.41	8.22
Russell TOP 200 Value Index	0.56	4.52	12.94	12.94	22.16	20.42	14.55	5.39	6.42
S&P 500 Index	-0.25	4.93	13.69	13.69	22.68	20.41	15.45	7.27	7.67
Russell 1000 Index	-0.23	4.88	13.24	13.24	22.77	20.62	15.64	7.48	7.96
Russell 1000 Growth Index	-1.04	4.78	13.05	13.05	22.84	20.26	15.81	8.41	8.49
Russell 1000 Value Index	0.61	4.98	13.45	13.45	22.62	20.89	15.42	6.45	7.30
Russell Mid-Cap Index	0.21	5.94	13.22	13.22	23.52	21.40	17.19	8.91	9.56
Russell Mid-Cap Growth Index	-0.28	5.84	11.90	11.90	23.25	20.71	16.94	8.59	9.43
Russell Mid-Cap Value Index	0.75	6.05	14.75	14.75	23.75	21.98	17.43	9.14	9.43
Russell 2000 Index	2.85	9.73	4.89	4.89	20.67	19.21	15.55	8.18	7.77
Russell 2000 Value Index	2.73	9.40	4.22	4.22	18.40	18.29	14.26	7.59	6.89
Russell 2000 Growth Index	2.97	10.06	5.60	5.60	23.02	20.14	16.80	8.73	8.54
DJ US REIT Index	1.80	15.09	32.00	32.00	15.59	16.10	16.99	7.98	8.13
DJ-UBS US Commodity Index TR	-6.06	-10.60	-15.60	-15.60	-12.61	-8.92	-5.21	-7.36	-1.69
DJ-UBS US Gold Index TR	2.12	-0.99	-0.40	-0.40	-15.70	-8.99	1.25	4.47	9.69

Non-US Indices Trailing Performance

Annualized Performance to Date: Ending Dec-14	1 Month	3 Months	YTD	1 Year	2 Years	3 Years	5 Years	7 Years	10 Years
MSCI AC World Index ex USA	-3.57	-3.81	-3.44	-3.44	5.74	9.49	4.89	-0.17	5.59
MSCI AC World Index	-1.89	0.52	4.71	4.71	13.69	14.72	9.74	3.28	6.65
MSCI EAFE Index	-3.44	-3.53	-4.48	-4.48	8.52	11.56	5.81	0.00	4.91
MSCI Emerging Markets index	-4.56	-4.44	-1.82	-1.82	-2.04	4.41	2.11	-1.02	8.78
ML Global Government Bond Ex. U.S. Index	-0.36	-3.42	-3.93	-3.93	-6.50	-5.14	0.34	2.54	2.33
Euro	-2.94	-4.21	-12.18	-12.18	-4.20	-2.32	-3.35	-2.67	-1.16
Japanese Yen	-1.01	-8.51	-12.34	-12.34	-15.08	-13.75	-4.93	-1.00	-1.56
UK Pound Sterling	-0.43	-3.82	-5.86	-5.86	-2.06	0.11	-0.70	-3.43	-2.06

US Fixed Income Indices Trailing Performance

Annualized Performance to Date: Ending Dec-14	1 Month	3 Months	YTD	1 Year	2 Years	3 Years	5 Years	7 Years	10 Years
ML 3-month T-bill Total Return Index	0.00	0.00	0.03	0.03	0.05	0.07	0.09	0.39	1.54
BarCap Aggregate Bond Index	0.09	1.79	5.97	5.97	1.89	2.66	4.45	4.77	4.71
ML U.S. Corp/Govt Master Index	0.07	1.90	6.48	6.48	1.80	2.89	4.79	4.82	4.73
ML U.S. Corporate Master Index	-0.14	1.43	7.51	7.51	2.93	5.35	6.60	6.33	5.52
BarCap Mortgage Backed Securities Index	0.15	1.79	6.08	6.08	2.26	2.37	3.73	4.68	4.75
ML U.S. High Yield Master Index	-1.48	-1.05	2.45	2.45	4.88	8.29	8.87	8.44	7.54
JPM EMBI Global	-2.87	-1.65	5.52	5.52	-0.71	5.33	7.26	7.15	7.68

As of December 31, 2014

ASSET CLASS	MARKET VALUE	PERCENT	CURRENT POLICY		TARGET POLICY	
			ALLOCATION	RANGE	ALLOCATION	RANGE
DOMESTIC EQUITIES	873,673,340	48.6%	46.7%	41.7% - 51.7%	38.2%	32.2% - 44.2%
BlackRock Russell 1000 Growth	107,233,927	6.0%	5.5%	4.0% - 6.0%	4.6%	
Jackson Square	166,891,405	9.3%	8.5%	7.0% - 10.0%	6.7%	
BlackRock Russell 1000 Value	124,286,227	6.9%	6.5%	5.5% - 6.5%	5.5%	
Dodge & Cox - Equity	183,798,927	10.2%	9.7%	7.7% - 11.7%	8.9%	
Legato Capital	90,358,165	5.0%	5.5%	4.0% - 6.0%	3.7%	
Capital Prospects	98,828,961	5.5%	5.5%	4.0% - 6.0%	4.0%	
Mellon S&P 500	102,275,728	5.7%	5.5%	4.0% - 6.0%	4.8%	
INTERNATIONAL EQUITIES	301,879,545	16.8%	18.0%	15.0% - 21.0%	18.0%	15.0% - 21.0%
LSV Asset Mgt	148,650,468	8.3%	9.0%	7.5% - 10.5%	9.0%	
Pyramis	153,229,077	8.5%	9.0%	7.5% - 10.5%	9.0%	
FIXED INCOME	495,094,660	27.6%	29.8%	26.0% - 33.6%	29.8%	26.0% - 33.6%
Dodge & Cox - Fixed	385,017,417	21.4%	23.8%	20.8% - 26.8%	23.8%	
PIMCO	110,077,243	6.1%	6.0%	5.0% - 7.0%	6.0%	
ALTERNATIVES:	125,334,334	7.0%	5.5%		14.0%	
REAL ESTATE	31,895,212	1.8%	1.5%	1.0% - 2.0%	3.5%	1.0% - 4.5%
American Strategic Value Fund	3,549,100	0.2%				
BlackRock US Real Estate	15,233,081	0.8%	1.5%	0.0% - 2.0%	0.0%	
Greenfield Gap	10,612,898	0.6%	0.0%	0.0% - 1.5%	1.0%	
12th Street Building	2,500,000	0.1%	0.0%		0.0%	
Unallocated Private Real Estate	0	0.0%	0.0%		2.5%	
DIRECT LENDING	93,439,122	5.2%	4.0%	2.0% - 6.0%	7.5%	2.5% - 9.0%
Medley Capital	31,169,080	1.7%	1.0%	1.0% - 3.0%	2.1%	
Raven Capital	30,272,627	1.7%	1.5%	1.0% - 3.0%	2.7%	
White Oak Pinnacle	31,997,415	1.8%	1.5%	1.0% - 3.0%	2.7%	
INFRASTRUCTURE	0	0.0%	0.0%	0.0% - 0.0%	3.0%	0.0% - 4.0%
CASH	2,589	0.0%	0.0%	0.0% - 3.0%	0.0%	0.0% - 3.0%
TOTAL PORTFOLIO	1,795,984,468	100.0%	100.0%		100.0%	

Asset Class Market Value Summary

As of December 31, 2014

ASSET CLASS	CURRENT MONTH	PRIOR MONTH	% CHANGE *	PRIOR YEAR	% CHANGE *
MARKET VALUE					
DOMESTIC EQUITIES	873,673,340	886,132,527	-1.41%	819,072,630	6.67%
INTERNATIONAL EQUITIES	301,879,545	311,925,186	-3.22%	315,269,649	-4.25%
FIXED INCOME	495,094,660	497,966,200	-0.58%	493,524,743	0.32%
DIRECT LENDING	93,439,122	76,828,156	21.62%	55,141,921	69.45%
REAL ESTATE	31,895,212	31,562,091	1.06%	24,221,549	31.68%
SECURITIES LENDING	0	0	0.00%	(596,363)	100.00%
DISTRIBUTION RECEIVABLE	0	0	0.00%	7,885,764	100.00%
CASH	2,589	51,663	-94.99%	-	N/A
TOTAL PORTFOLIO	1,795,984,468	1,804,465,822	-0.47%	1,714,519,893	4.75%
ASSET ALLOCATION (ACTUAL)					
DOMESTIC EQUITIES	48.65%	49.11%	-0.5%	47.77%	0.9%
INTERNATIONAL EQUITIES	16.81%	17.29%	-0.5%	18.39%	-1.6%
FIXED INCOME	27.57%	27.60%	0.0%	28.79%	-1.2%
DIRECT LENDING	5.20%	4.26%	0.9%	3.22%	2.0%
REAL ESTATE	1.78%	1.75%	0.0%	1.41%	0.4%
SECURITY LENDING	0.00%	0.00%	0.0%	-0.03%	0.0%
RECEIVABLES	0.00%	0.00%	0.0%	0.46%	-0.5%
CASH	0.00%	0.00%	0.0%	-	N/A
TOTAL PORTFOLIO	100.0%	100.0%	0.0%	100.0%	0.0%
* % Change represents changes in cash balances, including cash transfers, and does not represent investment returns					

	Market Value	1 Mo	11/1/14 - 11/30/14	Fiscal YTD
Total Fund	\$1,795,984,468	-0.33%	1.47%	1.50%
<i>Policy Index</i>		<u>-0.38%</u>	<u>1.39%</u>	<u>1.54%</u>
Excess Return		0.05%	0.08%	-0.04%
US Equity	\$873,673,340	0.45%	2.22%	4.86%
<i>US Equity Blended</i>		<u>0.38%</u>	<u>2.11%</u>	<u>4.83%</u>
Excess Return		0.07%	0.11%	0.03%
BlackRock Russell 1000 Growth	\$107,233,927	-1.03%	3.22%	6.43%
<i>Russell 1000 Growth</i>		<u>-1.04%</u>	<u>3.17%</u>	<u>6.34%</u>
Excess Return		0.01%	0.05%	0.09%
Jackson Square	\$166,891,405	-0.26%	3.70%	7.68%
<i>Russell 1000 Growth</i>		<u>-1.04%</u>	<u>3.17%</u>	<u>6.34%</u>
Excess Return		0.78%	0.53%	1.34%
BlackRock Russell 1000 Value	\$124,286,227	0.60%	2.08%	4.83%
<i>Russell 1000 Value</i>		<u>0.61%</u>	<u>2.05%</u>	<u>4.78%</u>
Excess Return		-0.01%	0.03%	0.05%
Dodge & Cox-Equity	\$183,798,927	0.04%	2.62%	3.51%
<i>Russell 1000 Value</i>		<u>0.61%</u>	<u>2.05%</u>	<u>4.78%</u>
Excess Return		-0.57%	0.57%	-1.27%
Legato Capital	\$90,358,165	3.01%	-0.32%	3.83%
<i>Russell 2000 Growth</i>		<u>2.97%</u>	<u>0.65%</u>	<u>3.31%</u>
Excess Return		0.04%	-0.97%	0.52%
Capital Prospects	\$98,828,961	2.38%	-0.20%	0.99%
<i>Russell 2000 Value</i>		<u>2.73%</u>	<u>-0.47%</u>	<u>0.02%</u>
Excess Return		-0.35%	0.27%	0.97%

	Market Value	1 Mo	11/1/14 - 11/30/14	Fiscal YTD
Mellon S&P 500	\$102,275,728	-0.24%	2.70%	6.15%
<i>S&P 500</i>		<u>-0.25%</u>	<u>2.69%</u>	<u>6.12%</u>
Excess Return		0.01%	0.01%	0.03%
International Equity	\$301,879,545	-3.22%	0.68%	-8.12%
<i>MSCI ACWI ex US</i>		<u>-3.57%</u>	<u>0.74%</u>	<u>-8.81%</u>
Excess Return		0.35%	-0.06%	0.69%
LSV Asset Mgt	\$148,650,468	-3.37%	-0.04%	-9.38%
<i>MSCI ACWI ex USA Gross</i>		<u>-3.57%</u>	<u>0.74%</u>	<u>-8.81%</u>
Excess Return		0.20%	-0.78%	-0.57%
Pyramis	\$153,229,077	-3.07%	1.39%	-6.86%
<i>MSCI ACWI ex USA Gross</i>		<u>-3.57%</u>	<u>0.74%</u>	<u>-8.81%</u>
Excess Return		0.50%	0.65%	1.95%
US Fixed Income	\$495,094,660	-0.07%	0.51%	1.46%
<i>Barclays Aggregate</i>		<u>0.09%</u>	<u>0.71%</u>	<u>1.96%</u>
Excess Return		-0.16%	-0.20%	-0.50%
Dodge & Cox-Fixed	\$385,017,417	-0.06%	0.50%	1.51%
<i>Barclays Aggregate</i>		<u>0.09%</u>	<u>0.71%</u>	<u>1.96%</u>
Excess Return		-0.15%	-0.21%	-0.45%
PIMCO	\$110,077,243	-0.11%	0.53%	1.29%
<i>Barclays Aggregate</i>		<u>0.09%</u>	<u>0.71%</u>	<u>1.96%</u>
Excess Return		-0.20%	-0.18%	-0.67%
Real Estate	\$29,395,212	1.15%	1.42%	8.19%
<i>DJ US Select RESI</i>		<u>1.78%</u>	<u>2.12%</u>	<u>11.61%</u>
Excess Return		-0.63%	-0.70%	-3.42%
American Strategic Value Realty	\$3,549,100	--	--	--

	Market Value	1 Mo	11/1/14 - 11/30/14	Fiscal YTD
BlackRock US Real Estate	\$15,233,081	1.77%	2.13%	11.57%
<i>DJ US Select RESI TR USD</i>		<u>1.78%</u>	<u>2.12%</u>	<u>11.61%</u>
Excess Return		-0.01%	0.01%	-0.04%
Greenfield Gap	\$10,612,898	0.21%	0.00%	--
<i>NCREIF ODCE +1%</i>		<u>0.16%</u>	<u>3.25%</u>	<u>7.01%</u>
Excess Return		0.05%	-3.25%	
Direct Lending	\$93,439,122	0.18%	2.59%	3.30%
<i>9% Annual</i>		<u>0.72%</u>	<u>0.72%</u>	<u>4.40%</u>
Excess Return		-0.54%	1.87%	-1.10%
Medley Capital	\$31,169,080	0.00%	0.00%	1.94%
Raven Capital	\$30,272,627	0.59%	7.25%	3.65%
White Oak Pinnacle	\$31,997,415	0.00%	1.41%	5.75%
12th Street Building	\$2,500,000	0.00%	0.00%	0.00%
Cash Account	\$2,589	0.00%	0.00%	0.03%

STANCERA
Price Monitor Position Report

BlackRock
Passive Large Cap Growth Manager
Positions as of December 31, 2014

Company	Symbol	# Shares	\$ Value Position	Weight Manager	Weight StanCERA	12/31/2014 \$ PX	1/15/2015 \$ PX	Position % Change	Relative % Change
Apple Inc.	AAPL	61,302	\$6,766,461	6.31%	0.38%	110.38	106.82	-3.23%	-0.43%
Microsoft Corp.	MSFT	54,021	\$2,509,274	2.34%	0.14%	46.45	45.48	-2.09%	0.70%
Verizon Communications	VZ	42,408	\$1,983,828	1.85%	0.11%	46.78	47.10	0.68%	3.48%
Coca-Cola Co.	KO	40,892	\$1,726,466	1.61%	0.10%	42.22	42.38	0.38%	3.17%
Gilead Sciences	SLB	18,205	\$1,554,892	1.45%	0.09%	85.41	76.63	-10.28%	-7.49%
Facebook Inc.	FB	19,792	\$1,544,169	1.44%	0.09%	78.02	74.05	-5.09%	-2.30%
INTL Business Machines	IBM	9,424	\$1,511,998	1.41%	0.08%	160.44	154.57	-3.66%	-0.87%
Pepsico	PEP	15,876	\$1,501,275	1.40%	0.08%	94.56	96.67	2.23%	5.02%
Google Inc. - Class C	GOOGL	2,748	\$1,458,381	1.36%	0.08%	530.66	504.01	-5.02%	-2.23%
Google Inc. - Class A	GOOG	2,750	\$1,447,658	1.35%	0.08%	526.40	501.79	-4.68%	-1.88%
TOP TEN HOLDINGS			\$22,004,402	20.52%	1.23%	Russell 1000 Growth:		-2.79%	

Total Portfolio Value
Total StanCERA Value

\$107,233,927
\$1,795,984,468

STANCERA
Price Monitor Position Report

BlackRock
Passive Large Cap Value Manager
Positions as of December 31, 2014

Company	Symbol	# Shares	\$ Value Position	Weight Manager	Weight StanCERA	12/31/2014 \$ PX	1/15/2015 \$ PX	Position % Change	Relative % Change
EXXON MOBIL CORP	XOM	51,086	\$4,722,877	3.80%	0.26%	92.45	88.96	-3.78%	-0.44%
BERKSHIRE HATHAWAY INC	BRK-B	22,101	\$3,318,442	2.67%	0.18%	150.15	147.58	-1.71%	1.62%
JOHNSON & JOHNSON	JNJ	29,119	\$3,045,013	2.45%	0.17%	104.57	102.49	-1.99%	1.34%
WELLS FARGO & CO	WFC	54,639	\$2,995,298	2.41%	0.17%	54.82	50.72	-7.48%	-4.15%
GENERAL ELECTRIC CO	GE	115,581	\$2,920,726	2.35%	0.16%	25.27	23.58	-6.69%	-3.35%
PROCTER & GAMBLE CO	PG	30,973	\$2,821,297	2.27%	0.16%	91.09	89.86	-1.35%	1.98%
JPMORGAN CHASE & CO	JPM	42,104	\$2,634,868	2.12%	0.15%	62.58	54.99	-12.13%	-8.80%
PFIZER INC	PFE	81,395	\$2,535,439	2.04%	0.14%	31.15	32.40	4.01%	7.35%
CHEVRON CORP	CVX	21,604	\$2,423,581	1.95%	0.13%	112.18	102.67	-8.48%	-5.14%
AT&T CORP	T	63,272	\$2,125,294	1.71%	0.12%	33.59	33.26	-0.98%	2.35%
TOP TEN HOLDINGS			\$29,542,836	23.77%	1.64%	Russell 1000 Value		-3.33%	

Total Portfolio Value
Total StanCERA Value

\$124,286,227

\$1,795,984,468

STANCERA
Price Monitor Position Report

BNY - S&P 500 Index
Passive S&P 500 Index Fund
Positions as of December 31, 2014

Company	Symbol	# Shares	\$ Value Position	Weight Manager	Weight StanCERA	12/31/2014 \$ PX	1/15/2015 \$ PX	Position % Change	Relative % Change
Apple Inc.	AAPL	32,894	\$3,630,788	3.55%	0.20%	110.38	106.82	-3.23%	-0.11%
Exxon Mobil Corp	XOM	23,564	\$2,178,473	2.13%	0.12%	92.45	88.96	-3.78%	-0.66%
Microsoft	MSFT	46,679	\$2,168,245	2.12%	0.12%	46.45	45.48	-2.09%	1.02%
Johnson & Johnson	JNJ	15,942	\$1,667,094	1.63%	0.09%	104.57	102.49	-1.99%	1.12%
Berkshire Hathaway Inc.	BRK-B	10,354	\$1,554,591	1.52%	0.09%	150.15	147.58	-1.71%	1.40%
Procter & Gamble	PG	15,382	\$1,401,177	1.37%	0.08%	91.09	89.86	-1.35%	1.76%
Wells Fargo & Co.	WFC	25,373	\$1,390,950	1.36%	0.08%	54.82	50.72	-7.48%	-4.37%
General Electric Co	GE	54,234	\$1,370,495	1.34%	0.08%	25.27	23.58	-6.69%	-3.57%
JPMorgan Chase & Co.	JPM	19,122	\$1,196,626	1.17%	0.07%	62.58	54.99	-12.13%	-9.02%
Pfizer Inc.	PFE	38,087	\$1,186,398	1.16%	0.07%	31.15	32.40	4.01%	7.13%
TOP TEN HOLDINGS			\$17,744,839	17.35%	0.99%	S&P 500 Index:		-3.11%	

Total Portfolio Value
Total StanCERA Value

\$102,275,728
\$1,795,984,468

STANCERA
Price Monitor Position Report

Dodge & Cox Equity
Active US Large Cap Value Manager
Positions as of December 31, 2014

Company	Symbol	# Shares	\$ Value Position	Weight Manager	Weight StanCERA	Weight R1000G	12/31/2014 \$ PX	1/15/2015 \$ PX	Position % Change	Relative % Change
HEWLETT-PACKARD CO	HPQ	194,005	\$7,785,420	4.24%	0.43%	0.70%	40.13	38.19	-4.83%	-2.04%
WELLS FARGO & CO	WFC	138,072	\$7,569,107	4.12%	0.42%	2.50%	54.82	50.72	-7.48%	-4.69%
MICROSOFT CORP	MSFT	160,000	\$7,432,000	4.04%	0.41%	1.30%	46.45	45.48	-2.09%	0.70%
CAPITAL ONE FINANCIAL CORP	COF	90,000	\$7,429,500	4.04%	0.41%	0.50%	82.55	76.95	-6.78%	-3.99%
NOVARTIS AG-SPONSORED ADR	NVS	66,500	\$6,161,890	3.35%	0.34%	0.00%	92.66	100.58	8.55%	11.34%
TIME WARNER INC	TWX	72,032	\$6,152,973	3.35%	0.34%	0.70%	85.42	82.42	-3.51%	-0.72%
TIME WARNER CABLE	TWC	35,068	\$5,332,440	2.90%	0.30%	0.00%	152.06	143.37	-5.71%	-2.92%
SCHWAB (CHARLES) CORP	SCHW	175,000	\$5,283,250	2.87%	0.29%	0.30%	30.19	26.67	-11.66%	-8.87%
FEDEX CORP	FDX	30,000	\$5,209,800	2.83%	0.29%	0.30%	173.66	173.85	0.11%	2.90%
BANK OF AMERICA CORP	BAC	285,000	\$5,098,650	2.77%	0.28%	1.80%	17.89	15.20	-15.04%	-12.24%
TOP TEN HOLDINGS			\$63,455,030	34.52%	3.53%	8.10%	Russell 1000 Growth:		-2.79%	

Total Portfolio Value
Total StanCERA Value

\$183,798,927
\$1,795,984,468

STANCERA
Price Monitor Position Report

Jackson Square Partners
Active Large Cap Growth Portfolio
Positions as of December 31, 2014

Company	Symbol	# Shares	\$ Value Position	Weight Manager	Weight StanCERA	Weight R1000G	12/31/2014 \$ PX	1/15/2015 \$ PX	Position % Change	Relative % Change
Allergan, Inc.	AGN	45,475	\$9,667,530	5.79%	0.54%	0.59%	212.59	215.70	1.46%	4.26%
Celgene Corporation	CELG	83,100	\$9,295,566	5.57%	0.52%	0.84%	111.86	118.27	5.73%	8.52%
Visa Inc. Class A	V	34,800	\$9,124,560	5.47%	0.51%	1.23%	262.20	253.13	-3.46%	-0.67%
Walgreens Boots Alliance Inc	WBA	112,950	\$8,606,790	5.16%	0.48%	0.51%	76.20	74.78	-1.86%	0.93%
QUALCOMM Incorporated	QCOM	110,900	\$8,243,197	4.94%	0.46%	1.18%	74.33	71.38	-3.97%	-1.18%
MasterCard Incorporated Class A	MA	92,225	\$7,946,106	4.76%	0.44%	0.81%	86.16	82.25	-4.54%	-1.75%
eBay Inc.	EBAY	139,200	\$7,811,904	4.68%	0.43%	0.67%	56.12	53.02	-5.52%	-2.73%
Microsoft Corporation	MSFT	165,425	\$7,683,991	4.60%	0.43%	2.33%	46.45	45.48	-2.09%	0.70%
Crown Castle International Corp	CCI	93,150	\$7,330,905	4.39%	0.41%	0.25%	78.70	81.63	3.72%	6.52%
Liberty Interactive Corporation Class A	QVCA	233,975	\$6,883,545	4.12%	0.38%	0.07%	29.42	27.51	-6.49%	-3.70%
TOP TEN HOLDINGS			\$82,594,094	49.49%	4.60%	8.48%	Russell 1000 Growth:		-2.79%	

Total Portfolio Value
Total StanCERA Value

\$166,891,405
\$1,795,984,468

STANCERA
Price Monitor Position Report

Capital Prospects
Active US Small Cap Value Manager
Positions as of December 31, 2014

Company	Symbol	# Shares	\$ Value Position	Weight Manager	Weight StanCERA	Weight R2000V	12/31/2014 \$ PX	1/15/2015 \$ PX	Position % Change	Relative % Change
Hillenbrand, Inc	HI	44,115	\$1,521,966	1.54%	0.08%	0.21%	34.50	31.81	-7.80%	-3.56%
Regal Beloit Corp	RBC	16,559	\$1,245,245	1.26%	0.07%	0.20%	75.20	69.45	-7.65%	-3.41%
Littelfuse, Inc	LFUS	12,268	\$1,185,948	1.20%	0.07%	0.18%	96.67	96.11	-0.58%	3.66%
MB Financial, Inc	MBFI	32,482	\$1,067,353	1.08%	0.06%	0.12%	32.86	28.64	-12.84%	-8.60%
Deluxe Corporation	DLX	15,400	\$958,641	0.97%	0.05%	0.12%	62.25	60.15	-3.37%	0.87%
First AM	FAF	28,278	\$958,641	0.97%	0.05%	0.12%	33.90	34.19	0.86%	5.09%
Amern Equity	AEL	32,503	\$948,758	0.96%	0.05%	0.08%	29.19	26.19	-10.28%	-6.04%
Steelcase Inc	SCS	51,754	\$928,992	0.94%	0.05%	0.00%	17.95	16.86	-6.07%	-1.83%
Verint Systems Inc	VRNT	15,262	\$889,461	0.90%	0.05%	0.00%	58.28	54.08	-7.21%	-2.97%
Hexcel Corp New	HXL	21,438	\$889,461	0.90%	0.05%	0.00%	41.49	41.81	0.77%	5.01%
TOP TEN HOLDINGS			\$10,594,465	10.72%	0.59%	1.03%	Russell 2000 Value:		-4.24%	

Total Portfolio Value
Total StanCERA Value

\$98,828,961
\$1,795,984,468

STANCERA
Price Monitor Position Report

Legato Capital Management
Active US Small Cap Growth Manager
Positions as of December 31, 2014

Company	Symbol	# Shares	\$ Value Position	Weight Manager	Weight StanCERA	Weight R2000G	12/31/2014 \$ PX	1/15/2015 \$ PX	Position % Change	Relative % Change
Constant Contact, Inc.	CTCT	47,361	\$1,738,149	1.92%	0.10%	0.13%	36.70	36.24	-1.25%	2.71%
Synchronoss Technologies, Inc.	SNCR	40,514	\$1,695,916	1.88%	0.09%	0.17%	41.86	39.42	-5.83%	-1.87%
LifeLock, Inc.	LOCK	80,709	\$1,493,924	1.65%	0.08%	0.17%	18.51	13.88	-25.01%	-21.05%
AmSurg Corp.	AMSG	26,829	\$1,468,351	1.63%	0.08%	0.06%	54.73	54.02	-1.30%	2.66%
Cardtronics, Inc.	CATM	33,026	\$1,274,143	1.41%	0.07%	0.19%	38.58	34.51	-10.55%	-6.59%
Echo Global Logistics, Inc	ECHO	42,570	\$1,243,044	1.38%	0.07%	0.08%	29.20	26.57	-9.01%	-5.05%
Akorn, Inc.	AKRX	27,880	\$1,009,256	1.12%	0.06%	0.25%	36.20	40.46	11.77%	15.73%
FleetMatics Group Ltd.	FLTIX	28,061	\$995,885	1.10%	0.06%	0.15%	35.49	34.78	-2.00%	1.96%
Shutterfly, Inc.	SFLY	23,291	\$971,118	1.07%	0.05%	0.11%	41.70	42.94	2.97%	6.93%
iShares Russell 2000 Growth ETF	IWO	6,635	\$944,691	1.05%	0.05%	0.00%	142.38	136.74	-3.96%	0.00%
TOP TEN HOLDINGS			\$12,834,477	14.20%	0.71%	1.31%	Russell 2000 Growth:		-3.96%	

Total Portfolio Value
Total StanCERA Value

\$90,358,165
\$1,795,984,468

STANCERA
Price Monitor Position Report

LSV Asset Management
International Large Cap Value
Positions as of December 31, 2014

Company	Symbol	Market	# Shares	\$ Value Position	Weight Manager	Weight StanCERA	Weight ACWI xUS	12/31/2014 \$ PX*	1/15/2015 \$ PX*	Position % Change	Relative % Change
MAGNA INTERNATIONAL INC	MGA	Canada	27,216	\$2,958,144	1.99%	0.16%	0.13%	108.69	91.85	-15.49%	-13.84%
ALLIANZ SE	ALV.DE	Germany	16,775	\$2,304,082	1.55%	0.13%	0.44%	137.35	140.65	2.40%	4.05%
ROYAL DUTCH SHELL	RDS.A	London	32,861	\$2,200,027	1.48%	0.12%	1.26%	66.95	62.51	-6.63%	-4.98%
DAIMLER AG	DAI.DE	Germany	28,665	\$1,977,051	1.33%	0.11%	0.46%	68.97	72.93	5.74%	7.39%
BANK OF CHINA LTD-H	BACHY	China	136,678	\$1,917,591	1.29%	0.11%	0.26%	14.03	14.30	1.92%	3.57%
SANOFI S.A.	SNY	London	40,088	\$1,828,401	1.23%	0.10%	0.63%	45.61	45.00	-1.34%	0.31%
CHINA PETROLEUM & CHEMICAL-H	SNP	Hong Kong	22,570	\$1,828,401	1.23%	0.10%	0.12%	81.01	80.01	-1.23%	0.42%
SWISS RE LTD	SSREY	Germany	21,620	\$1,828,401	1.23%	0.10%	0.17%	84.57	90.50	7.01%	8.66%
DBS GROUP HOLDINGS LTD	DBSDY	Singapore	28,904	\$1,798,671	1.21%	0.10%	0.16%	62.23	59.90	-3.74%	-2.09%
OLD MUTUAL PLC	OML.L	London	9,208	\$1,754,076	1.18%	0.10%	0.08%	190.50	191.40	0.47%	2.12%
TOP TEN HOLDINGS				\$20,394,844	13.72%	1.14%	3.71%	MSCI ACWI ex-U.S.		-1.65%	

Total Portfolio Value
Total StanCERA Value

\$148,650,468

\$1,795,984,468

*Company quotes are provided directly in USD

STANCERA
Price Monitor Position Report

Pyramis Global Advisors
Active Non-US Growth Manager
Positions as of December 31, 2014

Company	Symbol	Market	# Shares	\$ Value Position	Weight Manager	Weight StanCERA	Weight ACWI xUS	12/31/2014 PX*	1/15/2015 PX*	Position % Change	Relative % Change
NESTLE SA (REG)	7123870	Switzerland	32,566	\$2,390,872	1.56%	0.13%	1.35%	73.00	69.65	-4.59%	-2.94%
ROYAL DUTCH SHELL PLC CL A(NL)	B09CBL4	Amsterdam	71,415	\$2,390,259	1.56%	0.13%	1.56%	27.66	27.01	-2.35%	-0.70%
ROCHE HLDGS AG (GENUSSCHEINE)	7110388	Germany	7,829	\$2,126,551	1.39%	0.12%	1.09%	33.99	36.21	6.53%	8.18%
NOVARTIS AG (REG)	7103065	Germany	20,579	\$1,912,616	1.25%	0.11%	1.22%	92.66	100.58	8.55%	10.20%
HSBC HOLDINGS PLC (UK REG)	540528	London	197,662	\$1,875,732	1.23%	0.10%	1.03%	9.36	9.00	-3.85%	-2.20%
TOYOTA MOTOR CORP	6900643	Tokyo	29,700	\$1,872,243	1.22%	0.10%	0.98%	125.48	126.78	1.04%	2.69%
BAYER AG	5069211	Germany	13,048	\$1,784,127	1.17%	0.10%	0.64%	33.99	36.21	6.53%	8.18%
LLOYDS BANKING GROUP PLC	870612	London	1,350,324	\$1,596,385	1.04%	0.09%	0.38%	1.13	1.08	-4.42%	-2.77%
SANOFI	5671735	Paris	17,311	\$1,584,863	1.04%	0.09%	0.62%	45.61	45.00	-1.34%	0.31%
ALLIANZ SE (REGD)	5231485	Germany	8,760	\$1,455,915	0.95%	0.08%	0.43%	137.35	140.65	2.40%	4.05%
TOP TEN HOLDINGS				\$18,989,563	12.41%	1.06%	9.30%	MSCI ACWI ex-US:		-1.65%	

Total Portfolio Value
Total StanCERA Value

\$153,229,077
\$1,795,984,468

*Company quotes are provided in foreign currency and then converted to USD

Stanislaus County Employees' Retirement System



Classic Values, Innovative Advice.

1/27/15
Item# 7.a

2014 Preliminary Valuation Results

January 27, 2015

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Executive Summary



Stanislaus County Employees' Retirement Association Summary of Key Valuation Results (in millions)

Valuation Date Fiscal Year End	June 30, 2013 2015	June 30, 2014 2016
Actuarial Liability	\$ 1,919.2	\$ 2,024.6
Actuarial Value of Assets*	<u>1,524.1</u>	<u>1,644.1</u>
Unfunded Actuarial Liability (Actuarial Value)	\$ 395.2	\$ 380.5
Funding Ratio (Actuarial Value)	79.4%	81.2%
Market Value of Assets	<u>1,523.0</u>	<u>1,773.6</u>
Unfunded Liability (Market Value)	\$ 396.2	\$ 250.9
Funding Ratio (Market Value)*	79.4%	87.6%
Net Employer Contribution Rate**	24.00%	23.30%

* Net of non-valuation reserves

** Prior to phase-in of the actuarial cost method change

Highlights



- Investment return on the market value of assets was 18.0%, net of investment expenses, compared to the 7.75% assumed rate of return.
- The actuarial return on assets was 9.4%, which resulted in a \$25 million gain and decreased the contribution rate by 0.74% of pay. There are approximately \$117 million in deferred asset gains not yet recognized in the smoothed asset value.
- The recognition of the phase-in of the cost impact of the actuarial method change increased the contribution rate by 1.06% of pay.
- The net impact of all other changes on the contribution rate was less than 0.1% of pay, including salary changes, demographic changes, and the inclusion of the lump sum death benefit in the valuation assets and liabilities.
- The amortization period for the UAL has dropped to 22 years. The Plan will continue to experience “negative amortization” (i.e. the payment on the unfunded is less than the interest on the UAL) until the amortization period drops below 18 years.

Changes Since Last Valuation



Stanislaus County Employees' Retirement Association Employer Contribution Reconciliation

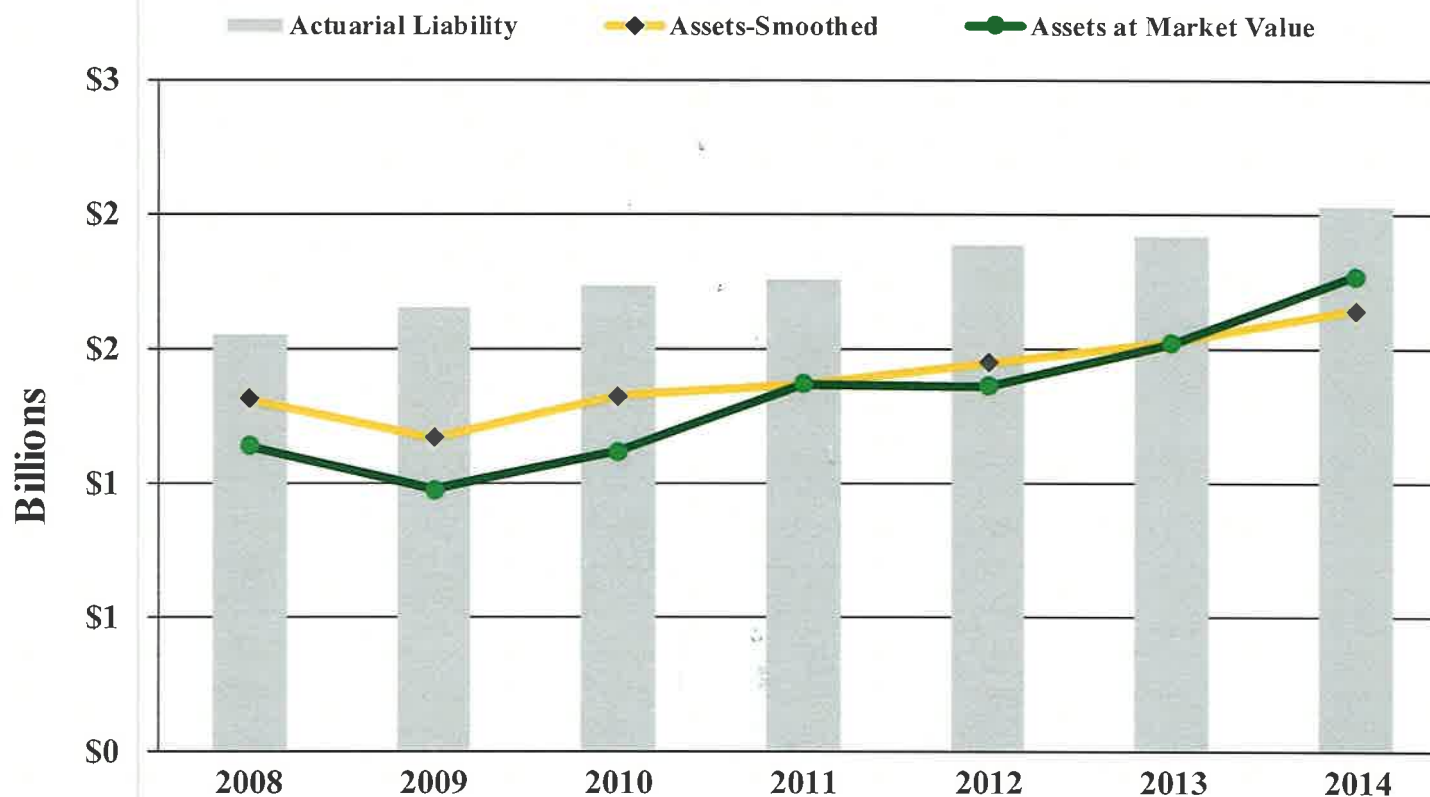
(in millions)

	Total	Normal Cost	Amortization	Admin Exp
FYE 2015 Net Employer Contribution Rate	22.94%	8.42%	13.58%	0.94%
Change Due to Asset Gain	-0.74%	0.00%	-0.74%	0.00%
Change Due to Contribution Shortfall / Phase-In	0.13%	0.00%	0.13%	0.00%
Change Due to Demographic Losses	-0.05%	-0.17%	0.12%	0.00%
Change Due to Effect of Payroll on Amortization	-0.09%	0.00%	-0.04%	-0.05%
Change Due to Methods / Assumptions				
Phase-In of Prior Liability Cost Method	1.06%	2.85%	-1.79%	0.00%
Incorporation of Burial Allowance	0.04%	0.03%	0.01%	0.00%
FYE 2016 Net Employer Contribution Rate	23.30%	11.13%	11.28%	0.89%

Historical Review



Assets and Liabilities

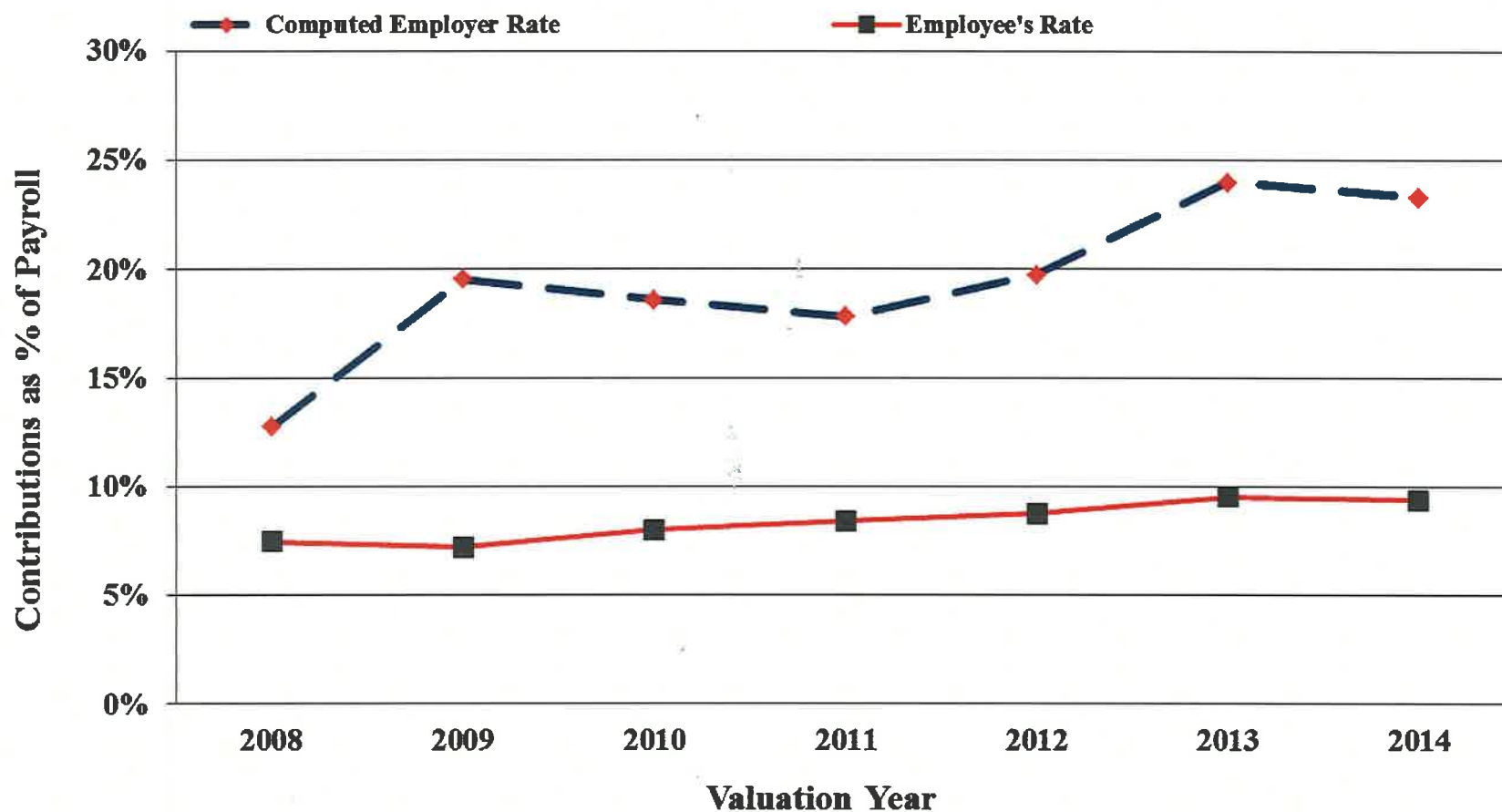


Valuation Year	2008	2009	2010	2011	2012	2013	2014
MVA Funded Ratio	73.7%	59.0%	64.6%	78.1%	72.2%	79.4%	87.6%
UAL (Billions)	\$ 0.23	\$ 0.48	\$ 0.41	\$ 0.39	\$ 0.44	\$ 0.40	\$ 0.38

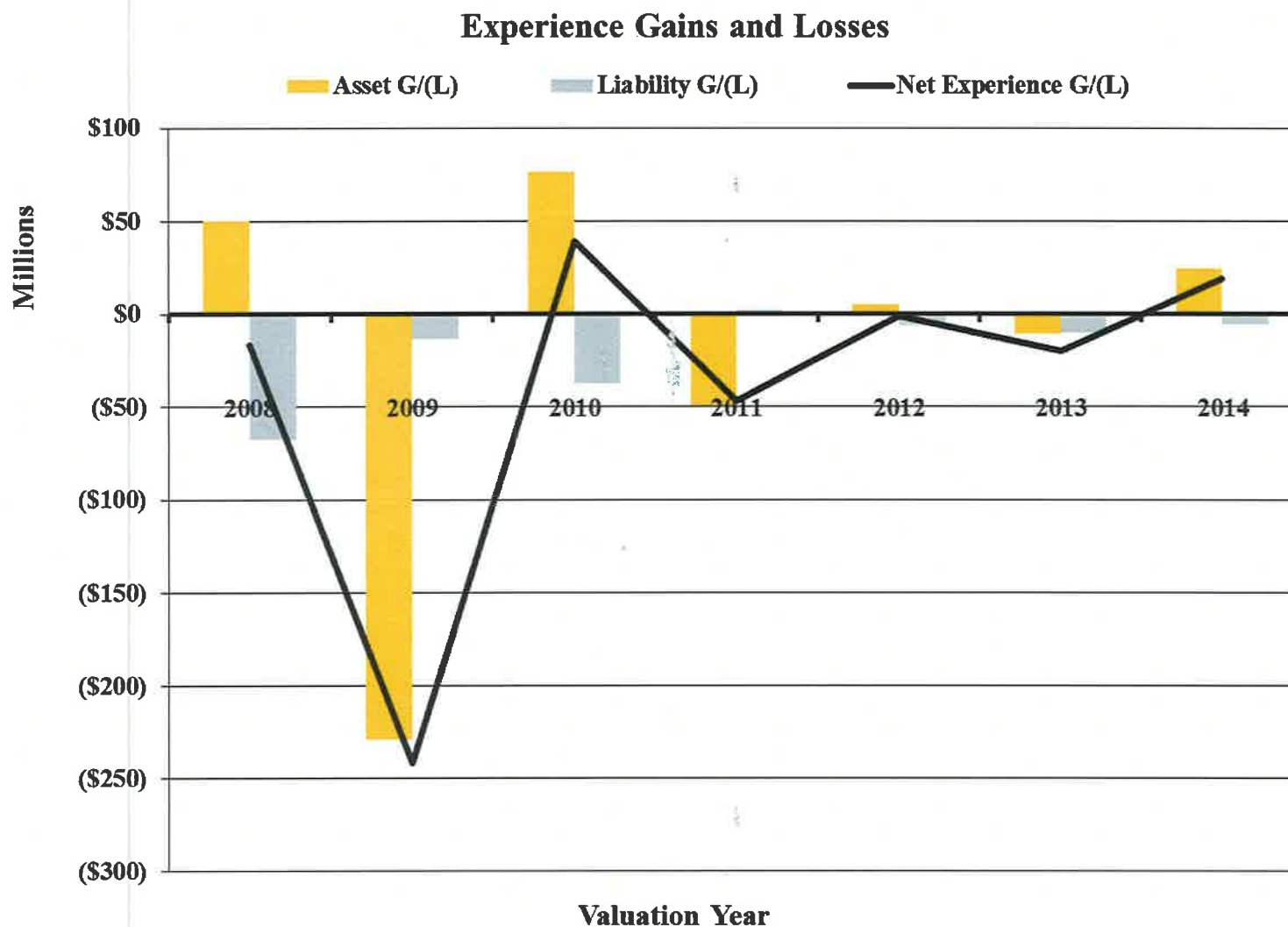
Historical Review



Stanislaus County Employees' Retirement Association



Historical Review



Next Steps

- Finalize Actuarial Valuation results
 - Results shown are preliminary. Still proceeding with peer review, including researching of some retirees with larger than expected losses.
- Adopt June 30, 2014 Actuarial Valuation and FY15-16 Contribution Rates
- Begin Triennial Experience study covering 7/1/2012 - 6/30/2015
 - Expect increases in liabilities and contribution rate based on new mortality tables published by the Society of Actuaries
 - Potential for reductions in inflation assumptions, expected return assumptions

Appendix



Stanislaus County Employees' Retirement Association Membership Total

Item	June 30, 2013	June 30, 2014	% Change
Actives	3,924	3,992	1.73%
Current Inactives	925	962	4.00%
In-Pay Members	3,249	3,383	4.12%
Total Members	8,098	8,337	2.95%
Active Member Payroll (FYE 2014/2015)	\$ 222,897,794	\$ 235,092,377	5.47%
Average Pay per Active	\$ 56,804	\$ 58,891	3.67%

Appendix



Stanislaus County Employees' Retirement Association Contributions

Item	FYE 2015	FYE 2016	Change
Gross Normal Cost %	20.79%	20.52%	-0.27%
Employee Contributions	9.52%	9.39%	-0.13%
Employer Normal Cost %	11.27%	11.13%	-0.14%
Administrative Expense %	0.94%	0.89%	-0.05%
Amortization of UAL %	11.79%	11.28%	-0.51%
Impact of Phase-in	-1.06%	0.00%	1.06%
Net Employer Contribution Rate:	22.94%	23.30%	0.36%

Required Disclosures



The purpose of this presentation is to present the annual actuarial valuation of the Stanislaus County Employees' Retirement Association. This presentation is for the use of the Stanislaus County Employees' Retirement Board in accordance with applicable law.

In preparing our presentation, we relied on information, some oral and some written, supplied by the Stanislaus County Employees' Association. This information includes, but is not limited to, the plan provisions, employee data, and financial information. We performed an informal examination of the obvious characteristics of the data for reasonableness and consistency in accordance with Actuarial Standard of Practice No. 23.

We hereby certify that, to the best of our knowledge, this presentation and its contents have been prepared in accordance with generally recognized and accepted actuarial principles and practices that are consistent with the Code of Professional Conduct and applicable Actuarial Standards of Practice set out by the Actuarial Standards Board. Furthermore, as a credentialed actuary, I meet the Qualification Standards of the American Academy of Actuaries to render the opinion contained in this presentation. This presentation does not address any contractual or legal issues. I am not an attorney, and our firm does not provide any legal services or advice.

This presentation was prepared exclusively for the Stanislaus County Employees' Retirement Board for the purpose described herein. This presentation is not intended to benefit any third party, and Cheiron assumes no duty or liability to any such party.

The actuarial assumptions, data and methods are those that will be used in the preparation of the actuarial valuation report as of June 30, 2014.

The assumptions reflect our understanding of the likely future experience of the Plans, and the assumptions as a whole represent our best estimate for the future experience of the Plans. The results of this presentation are dependent upon future experience conforming to these assumptions. To the extent that future experience deviates from the actuarial assumptions, the true cost of the plan could vary from our results.

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Consulting Actuary

