

Employee Trust Fund Board 2010 Review

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Core Fund Analysis 2010

	Benchmark	Actual Returns
Total Core Fund	12.2%	12.4%
Public Equities	14.4%	14.7%
Public Fixed Income	7.0%	8.0%
Inflation Protection	6.3%	7.9%
Real Estate	6.3%	-0.4%
Private Equity	14.1%	16.3%
Multi-Asset Strategies	12.5%	11.9%



Contributions to Variance from Total Benchmark

Allocation Effects

Allocation drift	-0.21%
Benchmark misfit	+0.10%

Portfolio Contributors

Public Equity Group	+0.02%
Public Fixed Income Group	+0.25%
Inflation Protection	+0.05%
Real Estate Group	-0.22%
Private Equity Group	+0.18%
Multi-Asset Strategies	+0.00%
Others effects	-0.01%




Variable Fund Analysis 2010

Fund	Return
Total fund return	15.6%
Benchmark	15.3%

Key Contributions to Variance from Benchmark

Allocation effects		
	Allocation drift	-0.07%
	Benchmark misfit	+0.11%
Portfolio Contributors		
	Public Equity Group	+0.18%
	Multi-Asset Strategies	+0.00%
	Others effects	-0.01%



Economic data for select periods

December 31, 2010

Economic data	The Great Inflation 1973 to 1983	Transition 1984 to 1995	Tech & Credit Bubbles 1996 to 6/2009	Recovery? 7/2009 to current	Full Period 1973 to 12/2010
Inflation (CPI)	8.23	3.54	2.49	1.76	4.42
Stock Market (Nominal Return)	8.07	15.45	4.84	25.77	9.82
Stock Market (Return Premium)*	-0.61	8.73	1.36	25.61	3.92
Unemployment Rate	7.28	6.41	5.19	9.65	6.35
Nominal GDP Growth	10.05	6.14	4.71	4.10	6.66
Real GDP Growth	2.63	3.16	2.50	2.97	2.76
Real Personal Income Growth	2.42	3.02	2.43	1.21	2.56
Bond Market (Nominal Return)	7.51	11.02	5.84	7.07	7.99
Bond Market (Return Premium)*	-1.12	4.56	2.33	6.94	2.19
Real Corporate Profit Growth	0.91	5.36	1.22	28.24	3.38

*90 day Tbill used to calculate return premium.