

City of Sacramento  
**Administration, Investment, & Fiscal Management**  
**Board Report**  
915 I Street Sacramento, CA 95814  
www.cityofsacramento.org

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**File ID:** 2026-00526

2/19/2026

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**Segal Marco Advisors Quarterly Investment Performance Report for December 2025**

File ID: 2026-00526

**Location:** Citywide

**Recommendation:** Pass a **Motion** accepting the Segal Marco Advisors Quarterly Investment Performance Report dated December 31, 2025.

**Contact:** Jeffrey Nipp, Senior Vice President, (770) 446-0237, [jnipp@segalmarco.com](mailto:jnipp@segalmarco.com); Michael Lyons, Vice President & Senior Consultant, (415) 656-6539, [mlyons@segalmarco.com](mailto:mlyons@segalmarco.com); Segal Marco Advisors

**Presenters:** Jeffrey Nipp, Senior Vice President, (770) 446-0237, [jnipp@segalmarco.com](mailto:jnipp@segalmarco.com); Michael Lyons, Vice President & Senior Consultant, (415) 656-6539, [mlyons@segalmarco.com](mailto:mlyons@segalmarco.com); Segal Marco Advisors

**Attachments:**

1-Description/Analysis

2-Segal Marco Advisors Quarterly Investment Performance Report dated December 31, 2025

**Additional Description/Analysis**

**Issue Detail:** Routine quarterly investment performance report provided to the board.

**Policy Considerations:** None.

**Economic Impacts:** None.

**Environmental Considerations:** Not applicable.

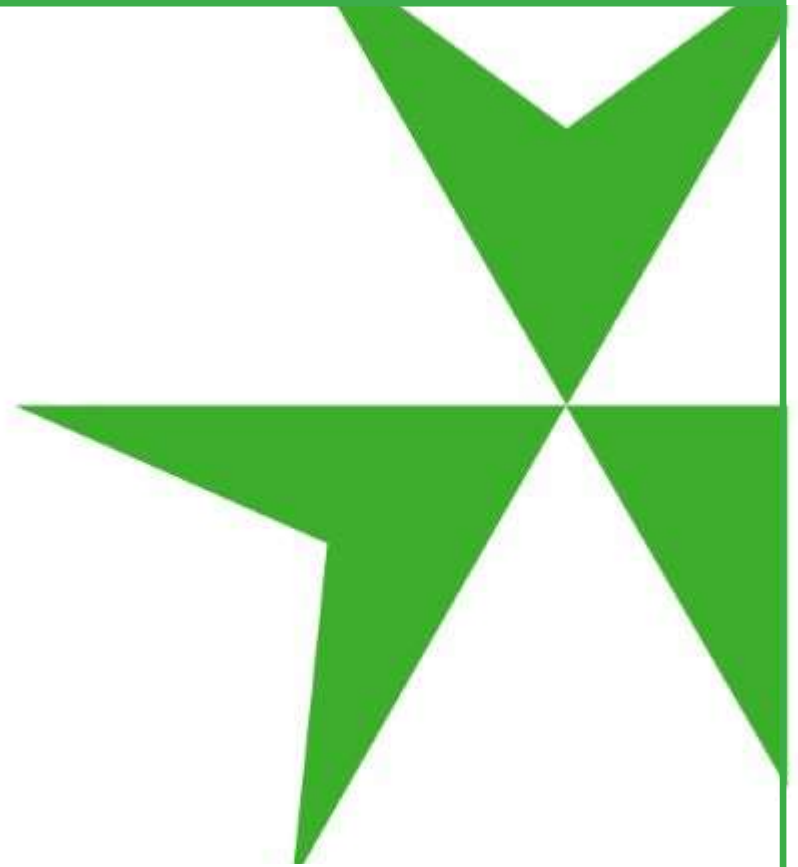
**Sustainability:** Not applicable.

**Commission/Committee Action:** Not applicable.

**Rationale for Recommendation:** Per SCERS investment policy, the Board shall retain the services of a consultant to determine appropriate performance benchmarks and to report on the investment performance of the System's funds against such benchmarks on a quarterly basis.

**Financial Considerations:** None.

**Local Business Enterprise (LBE):** Not applicable.



Sacramento City Employees' Retirement System

# Analysis of Investment Performance

Period Ending December 31, 2025

Jeffrey Nipp  
Senior Vice President & Sr. Consultant

## Market Summary

# Quarter In Review: Global Equity Overview

| Equity Indices                                | QTD  | 1-Year | 3-Year | 5-Year | 10-Year |
|-----------------------------------------------|------|--------|--------|--------|---------|
| S&P 500                                       | 2.66 | 17.88  | 23.01  | 14.42  | 14.82   |
| MSCI Europe, Australasia and Far East (EAFE)* | 4.86 | 31.22  | 17.22  | 8.92   | 8.18    |
| MSCI Emerging Markets (EM)*                   | 4.73 | 33.57  | 16.40  | 4.20   | 8.42    |

All data in the table are percentages.

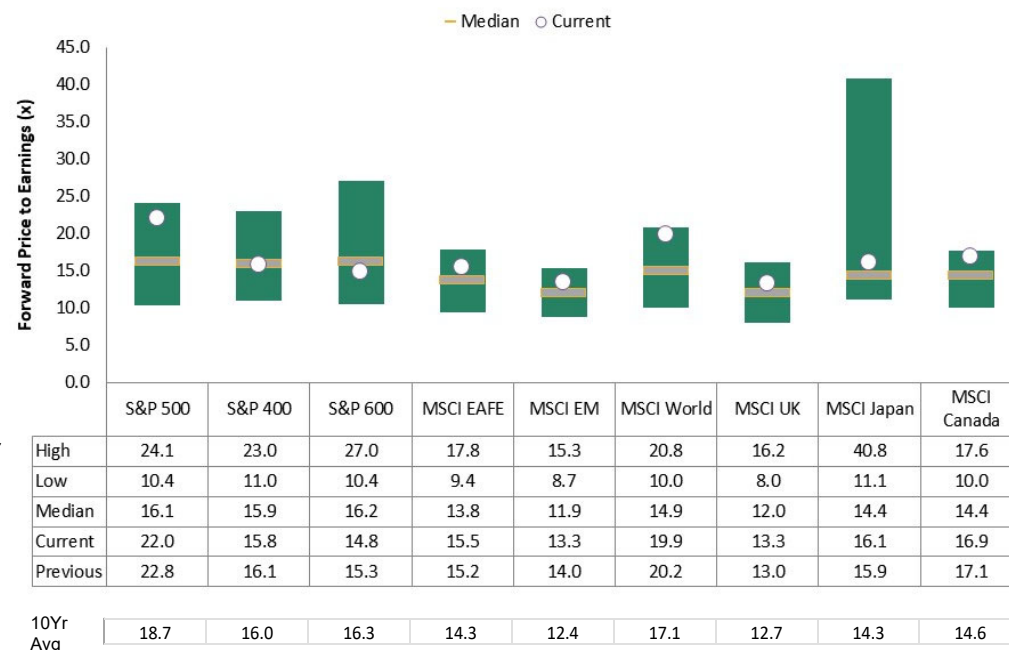
\* Net dividends reinvested

## Performance and Valuations

- International Developed Markets (+4.9%) led global equity performance in the fourth quarter of 2025, followed by Emerging Markets (4.7%) and the U.S. (+2.7%). The U.S. significantly trailed international equity markets over 1-year as the weaker US Dollar Index (-9.4%) was a tailwind to international asset returns.
- International developed large cap equity, per the MSCI EAFE Index, valuations traded at a [12 month] forward P/E ratio of 15.5 in the fourth quarter. Valuations rose from the prior quarter at 15.2 and are higher than the 10-year average of 14.3.
- Emerging market equity, per the MSCI EM Index, valuations traded at a [12 month] forward P/E ratio of 13.3 in the fourth quarter. Valuations declined from the prior quarter at 14.0 and are higher than the 10-year average of 12.4.
- U.S. large cap equity, per the S&P 500 Index, valuations continue to trade at historically elevated [12 month] forward P/E ratio of 22.0 in the fourth quarter. Valuations declines from the prior quarter at 22.8 and are higher than the 10-year average of 18.7. US equity markets continue to trade at higher valuations compared to international developed and emerging markets.

Source: FactSet

## Price to Earnings



Data range is from 3/31/00 – 12/31/25. P/E ratios are forward 12 months.

# Quarter In Review: U.S. Equity

| U.S. Equity Indices | QTD  | 1-Year | 3-Year | 5-Year | 10-Year |
|---------------------|------|--------|--------|--------|---------|
| S&P 500             | 2.66 | 17.88  | 23.01  | 14.42  | 14.82   |
| Russell 1000        | 2.41 | 17.37  | 22.74  | 13.59  | 14.59   |
| Russell 1000 Growth | 1.12 | 18.56  | 31.15  | 15.32  | 18.13   |
| Russell 1000 Value  | 3.81 | 15.91  | 13.90  | 11.33  | 10.53   |
| Russell 2000        | 2.19 | 12.81  | 13.73  | 6.09   | 9.62    |
| Russell 2000 Growth | 1.22 | 13.01  | 15.59  | 3.18   | 9.57    |
| Russell 2000 Value  | 3.26 | 12.59  | 11.73  | 8.88   | 9.27    |
| Russell Midcap      | 0.16 | 10.60  | 14.36  | 8.67   | 11.01   |
| Russell 3000        | 2.40 | 17.15  | 22.25  | 13.15  | 14.29   |

All data in the tables are percentages.

## Performance

- Large-cap stocks (+2.4%) led the U.S. market due to resilient earnings, selective growth, and AI exposure. Small-cap stocks (+2.2%) and mid-cap stocks (+0.2%) lagged as normalized risk appetite and seasonal margin pressure increased earnings risk. Gains were muted compared to the prior quarter as AI leadership moderated, market breadth improved with better participation from value and non-mega-cap stocks. Investors shifted from rate-cut anticipation to digestion amid stable macro conditions.
- Healthcare (11.7%) posted the highest U.S. sector return as markets rotated toward defensive earnings visibility, while Information Technology (1.4%) lost momentum relative to earlier quarters. In contrast, Real Estate (-2.9%) and Utilities (-1.4%) sectors posted negative performance as rate-cut expectations were priced in with resurfaced concerns about balance-sheet health, valuation, and capex spending trend.
- Value led growth across the size spectrum this quarter. For the calendar year, growth marginally led value across the size spectrum.

Source: FactSet

| S&P 500 Sector Returns | QTD   | 1-Year |
|------------------------|-------|--------|
| Communication Services | 7.26  | 33.55  |
| Consumer Discretionary | 0.71  | 6.04   |
| Consumer Staples       | 0.01  | 3.90   |
| Energy                 | 1.53  | 8.68   |
| Financials             | 2.02  | 15.02  |
| Healthcare             | 11.68 | 14.60  |
| Industrials            | 0.88  | 19.42  |
| Information Technology | 1.42  | 24.04  |
| Materials              | 1.12  | 10.54  |
| Real Estate            | -2.86 | 3.15   |
| Utilities              | -1.40 | 16.04  |

# Quarter In Review: International Equity

| MSCI International Equity Indices | QTD   | 1-Year | 3-Year | 5-Year | 10-Year |
|-----------------------------------|-------|--------|--------|--------|---------|
| World ex. U.S.                    | 5.20  | 31.85  | 17.64  | 9.46   | 8.55    |
| EAFE                              | 4.86  | 31.22  | 17.22  | 8.92   | 8.18    |
| EAFE Local Currency               | 6.13  | 20.60  | 15.95  | 11.47  | 8.60    |
| Europe                            | 6.20  | 35.41  | 18.22  | 10.30  | 8.52    |
| Europe ex U.K.                    | 5.98  | 35.52  | 18.20  | 9.40   | 8.79    |
| U.K.                              | 6.99  | 35.11  | 18.35  | 13.33  | 7.83    |
| Japan                             | 3.23  | 24.60  | 17.54  | 6.60   | 7.62    |
| Pacific ex Japan                  | -0.05 | 20.62  | 10.32  | 5.74   | 7.34    |

All data in the tables are percentages and net dividends reinvested.

## Performance

- International developed markets (+4.9%) posted positive returns in consecutive quarters for all of 2025 and barely trailed EM for the 1-year top spot in returns. The weaker US Dollar Index (-9.4%) was a tailwind to international asset returns for the 1-year period.
- The U.K. (+7.0%) led Q4 contribution as investors favored value, income, and earnings durability over multiples expansion; lower gilt yields and a clearer BoE policy path widened the equity risk premium and supported rate-sensitive, dividend-rich companies.
- Europe ex U.K. (+6.0%) was also a top contributor, supported by inflation stabilizing near target and steadier ECB policy backdrop. Performance was led by defensive sector leadership over cyclical.
- Pacific ex Japan (-0.1%) posted the weakest returns as Australia's outsized index weight and concentration toward Financials and Real Estate left returns sensitive to rates - particularly late in the quarter when a hawkish RBA hold (cash rate unchanged at 3.6%) lifted yields and pressured rate-sensitive exposures.
- MSCI EAFE Index sectors were mostly positive this quarter, led by Utilities (+10.1%). Communication Services (-7.3%) was the only sector to post negative returns.

Source: FactSet

| MSCI EAFE Sector Returns | QTD   | 1-Year |
|--------------------------|-------|--------|
| Communication Services   | -7.32 | 26.34  |
| Consumer Discretionary   | 1.30  | 13.05  |
| Consumer Staples         | 3.68  | 19.79  |
| Energy                   | 5.64  | 26.69  |
| Financials               | 7.56  | 52.78  |
| Healthcare               | 9.71  | 16.85  |
| Industrials              | 3.09  | 37.25  |
| Information Technology   | 4.13  | 24.02  |
| Materials                | 7.23  | 25.22  |
| Real Estate              | 1.04  | 24.23  |
| Utilities                | 10.13 | 46.47  |

# Quarter In Review: Emerging Market Equity

| MSCI EM Equity Indices | QTD  | 1-Year | 3-Year | 5-Year | 10-Year |
|------------------------|------|--------|--------|--------|---------|
| Emerging Markets       | 4.73 | 33.57  | 16.40  | 4.20   | 8.42    |
| EM Local Currency      | 5.62 | 31.28  | 17.72  | 6.58   | 9.55    |
| Asia                   | 4.54 | 32.11  | 16.81  | 3.60   | 8.88    |
| EMEA                   | 3.96 | 31.82  | 14.61  | 4.96   | 5.56    |
| Latin America          | 8.20 | 54.81  | 14.79  | 8.65   | 8.79    |

All data in the tables are percentages and net dividends reinvested.

## Performance

- The MSCI EM index is dominated by just four countries (76.6%) according to market-cap weighting ranked as follows: 1) China (27.6%), 2) Taiwan (20.6%), 3) India (15.3%) and 4) Korea (13.3%).
- Emerging markets (+4.7%) barely trailed international developed markets in the fourth quarter. EM (+33.6%) led all global equities for 1-year period. The weaker US Dollar Index (-9.4%) was a tailwind to international asset returns for the 1-year period.
- South Korea (+27.4%) was the top performing country for the quarter, led by demand for AI-linked hardware across the semiconductor supply chain, as well as a new trade agreement with the US for tariff reductions and a major direct investment.
- MSCI EM sector performance was mixed with wide dispersion in the fourth quarter. Leading sectors were Information Technology (+16.4%) and Materials (+11.6%), while the weakest sectors were Consumer Discretionary (-9.1%), Healthcare (-6.7%) and Communication Services (-6.6%).

Source: FactSet

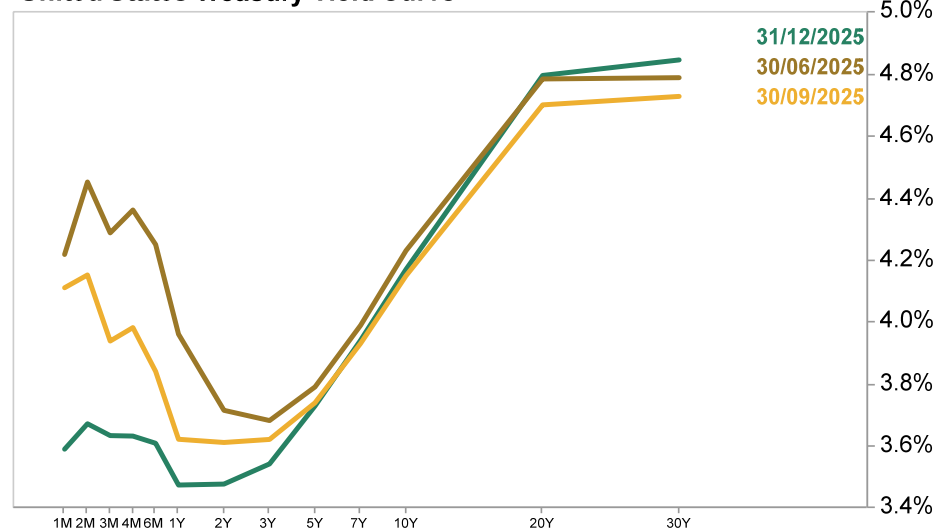
| MSCI EM Sector Returns | QTD   | 1-Year |
|------------------------|-------|--------|
| Communication Services | -6.62 | 37.29  |
| Consumer Discretionary | -9.13 | 18.75  |
| Consumer Staples       | -2.07 | 6.55   |
| Energy                 | 6.82  | 16.68  |
| Financials             | 6.14  | 27.69  |
| Healthcare             | -6.72 | 12.22  |
| Industrials            | 6.31  | 35.68  |
| Information Technology | 16.39 | 54.26  |
| Materials              | 11.62 | 62.49  |
| Real Estate            | -3.64 | 5.25   |
| Utilities              | 1.96  | 12.84  |

# Quarter In Review: Fixed Income Overview

## Yield Curve

- The U.S. Treasury yield curve further steepened in the fourth quarter of 2025, following the third consecutive 25 bps rate cut by the Federal Reserve.
- The Fed cut interest rates by 25 basis points both in October and December of 2025. The *dot plot* suggested only one cut in 2026 as inflation remains slightly elevated.
- 3- and 6-month Treasury yields decreased the most by 31 bps and 23 bps respectively, ending the quarter at 3.63% and 3.61%. The 30-year yield increased by 11 bps to 4.84%.

United States Treasury Yield Curve



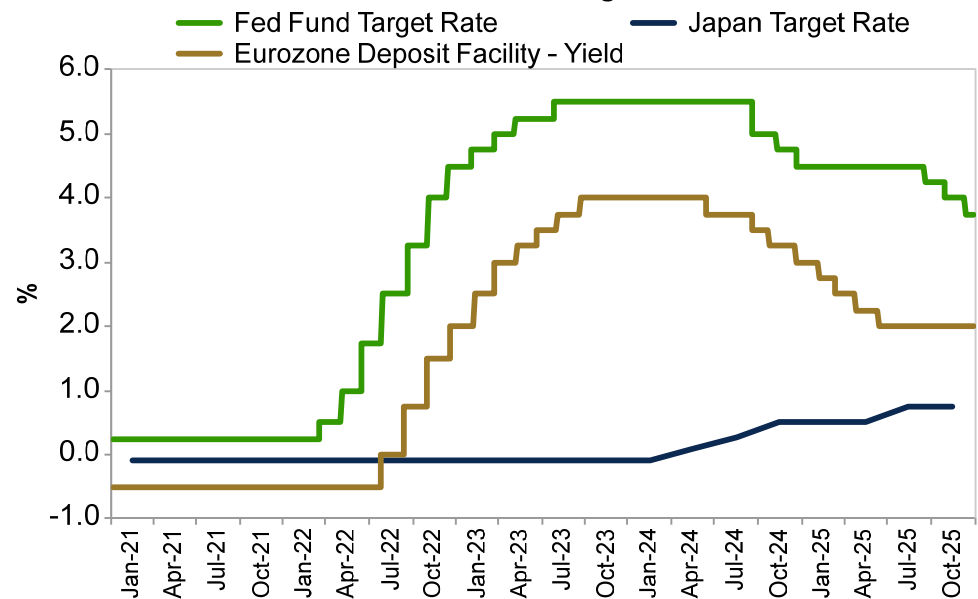
## Monetary Policies / Global Interest Rates

- The Bank of Japan increased its interest rate by 25 bps to 0.75%, its highest level in 30 years. The European Central Bank (ECB) kept its rate unchanged at 2.15%, committed to ensure that inflation remains at or near 2% target. The Bank of England (BOE) decreased its policy rate by 25 bps in December of 2025 to 3.75%. The future extent of monetary easing will depend on the inflation outlook.
- The U.S. policy rate is above those of the Eurozone and Japan and is equal to the policy rate in the United Kingdom.

| Interest Rates | Fed Funds Rate | EZ Deposit Facility Rate |
|----------------|----------------|--------------------------|
| Average        | 4.94           | 1.07                     |
| Max            | 20.00          | 4.00                     |
| Min            | 0.25           | -0.50                    |

Source: FactSet

## Central Bank Target Rates



# Quarter In Review: U.S. Fixed Income

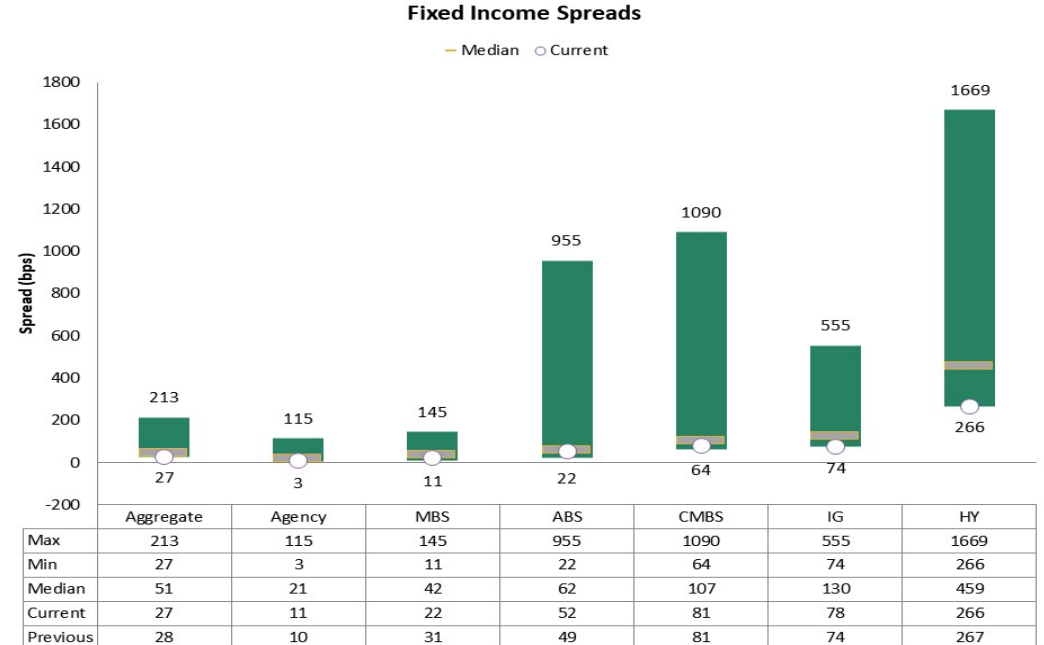
| U.S. Fixed Income Indices* | QTD  | 1-Year | 3-Year | 5-Year | 10-Year |
|----------------------------|------|--------|--------|--------|---------|
| U.S. Aggregate             | 1.10 | 7.30   | 4.66   | -0.36  | 2.01    |
| Government/Credit          | 0.90 | 6.88   | 4.56   | -0.59  | 2.16    |
| Government                 | 0.91 | 6.31   | 3.65   | -0.94  | 1.38    |
| Investment Grade Credit    | 0.84 | 7.77   | 6.10   | -0.09  | 3.27    |
| Investment Grade CMBS      | 1.36 | 7.76   | 5.99   | 1.00   | 2.86    |
| U.S. Corporate High Yield  | 1.31 | 8.62   | 10.06  | 4.51   | 6.53    |
| FTSE 3-Month T-Bill        | 1.02 | 4.40   | 5.03   | 3.31   | 2.23    |

\* Bloomberg Indices, except for FTSE 3-month T-Bill  
All data in the table are percentages.

## Performance and Spreads

- The U.S. Aggregate Index was positive during the fourth quarter. All Bloomberg US Indices, represented in the table above, generated positive returns for the fourth quarter of 2025.
- On a sector basis for the fourth quarter, Investment Grade (IG) commercial mortgage backed-securities (CMBS) (+1.36%) had the strongest performance while IG Credit (+0.84%) lagged.
- Spreads for the fourth quarter were mixed. The US Aggregate Index, mortgage-backed securities (MBS), and high yield (HY) spreads narrowed. Agency, asset backed-securities (ABS) and IG credit spreads slightly widened, while CMBS spreads remained unchanged. The largest change was in the MBS sector with spreads narrowing by 9 basis points.

Source: FactSet



Data range is from 9/30/00-12/31/25

# Quarter In Review: International Fixed Income

| Global Fixed Income Indices         | QTD   | 1-Year | 3-Year | 5-Year | 10-Year |
|-------------------------------------|-------|--------|--------|--------|---------|
| Bloomberg Global Aggregate          | 0.24  | 8.17   | 3.98   | -2.15  | 1.26    |
| Bloomberg Global Aggregate (Hedged) | 0.78  | 4.86   | 5.12   | 0.34   | 2.39    |
| FTSE Non-U.S. WGBI*                 | -0.48 | 8.47   | 2.82   | -5.21  | -0.16   |
| FTSE Non-U.S. WGBI (Hedged)         | 0.50  | 1.98   | 4.51   | -0.64  | 1.97    |
| JPM EMBI Global Diversified**       | 3.29  | 14.30  | 10.60  | 1.78   | 4.40    |
| JPM GBI-EM Global Diversified***    | 3.34  | 19.26  | 9.48   | 1.12   | 3.88    |

All data in the table are percentages.

\* FTSE Non-U.S. World Government Bond Index (WGBI) measures the performance of fixed-rate, local currency, investment grade sovereign bonds excluding the U.S.

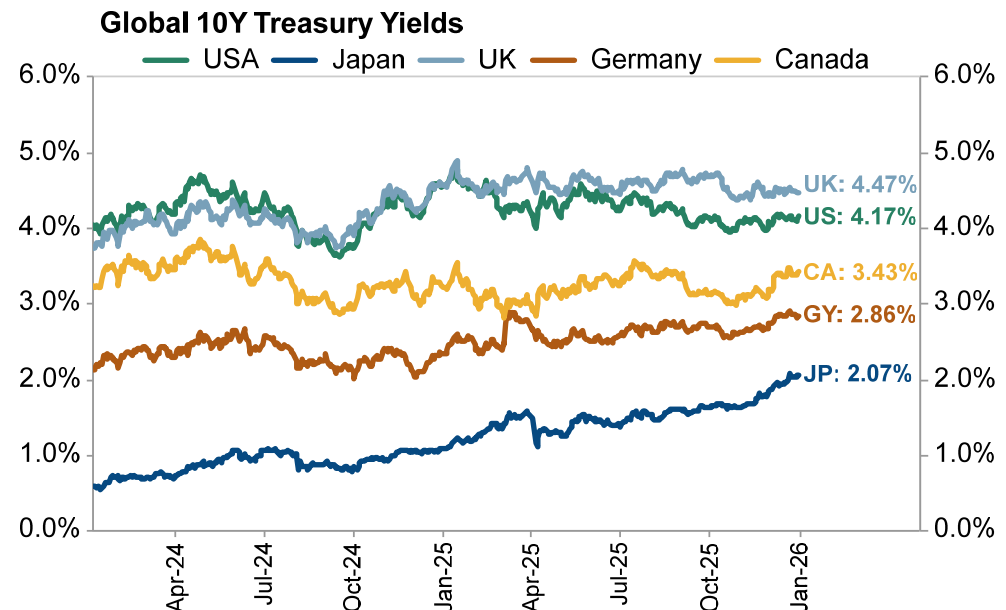
\*\* The JP Morgan Emerging Market Bond Index (EMBI) Global Diversified index measures government bonds in hard currencies.

\*\*\* The JP Morgan Government Bond Index – Emerging Markets (GBI-EM) Global Diversified index measures government bonds in local currencies.

## Global Performance and Yields

- Yields increased in the U.S., Canada, Germany, and Japan and decreased in the UK during the fourth quarter.
- The U.S. dollar appreciated relative to the yen and narrowly depreciated relative to the euro and British pound. The weaker US Dollar Index (-9.4%) was a tailwind to international asset returns for the 1-year period.
- Global government bond returns were mostly positive in the fourth quarter, except for the FTSE Non-U.S. WGB Index (-0.48%). The JP Morgan GBI-EM Global Diversified Index that measures performance of government bonds in local currencies had the strongest return at +3.34%.

Source: FactSet



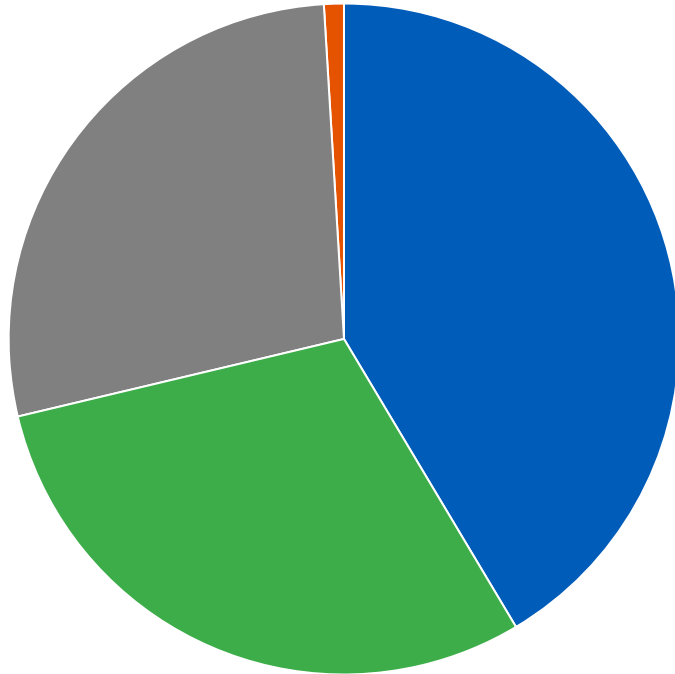
# Disclaimer

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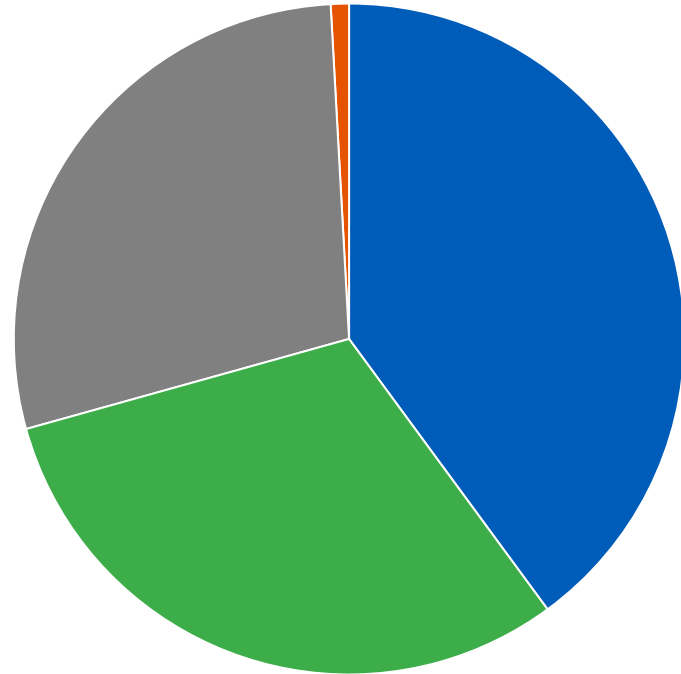
## **Executive Summary**

December 31, 2025 : \$260,288,020.0

September 30, 2025 : \$260,881,225.0



|                     | Market Value<br>(\$) | Allocation<br>(%) |
|---------------------|----------------------|-------------------|
| Fixed Portfolio     | 107,844,040          | 41.4              |
| SCERS Equity Income | 77,698,682           | 29.9              |
| Large Cap Growth    | 72,235,501           | 27.8              |
| Operating Cash      | 2,509,797            | 1.0               |



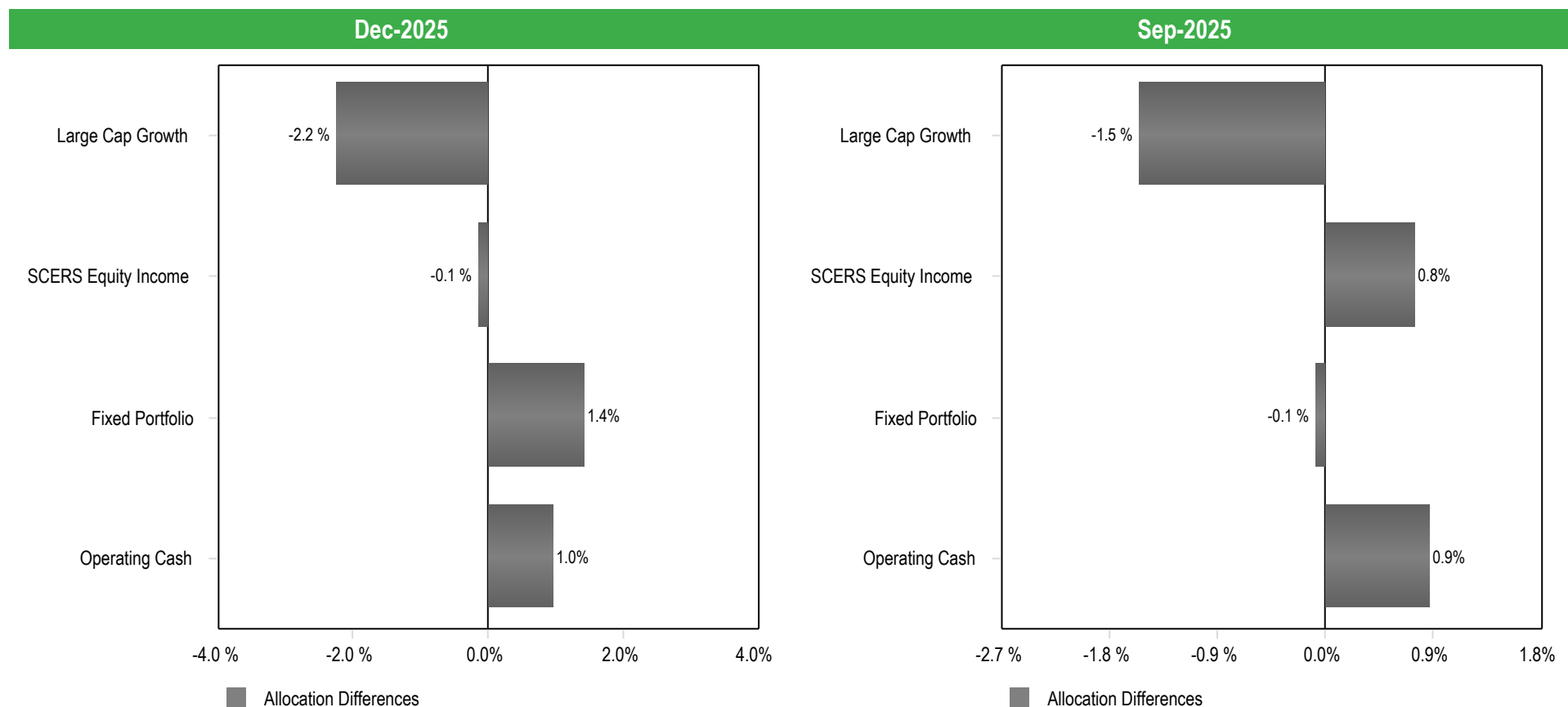
|                     | Market Value<br>(\$) | Allocation<br>(%) |
|---------------------|----------------------|-------------------|
| Fixed Portfolio     | 104,143,749          | 39.9              |
| SCERS Equity Income | 80,227,150           | 30.8              |
| Large Cap Growth    | 74,223,191           | 28.5              |
| Operating Cash      | 2,287,135            | 0.9               |

## CITY OF SACRAMENTO

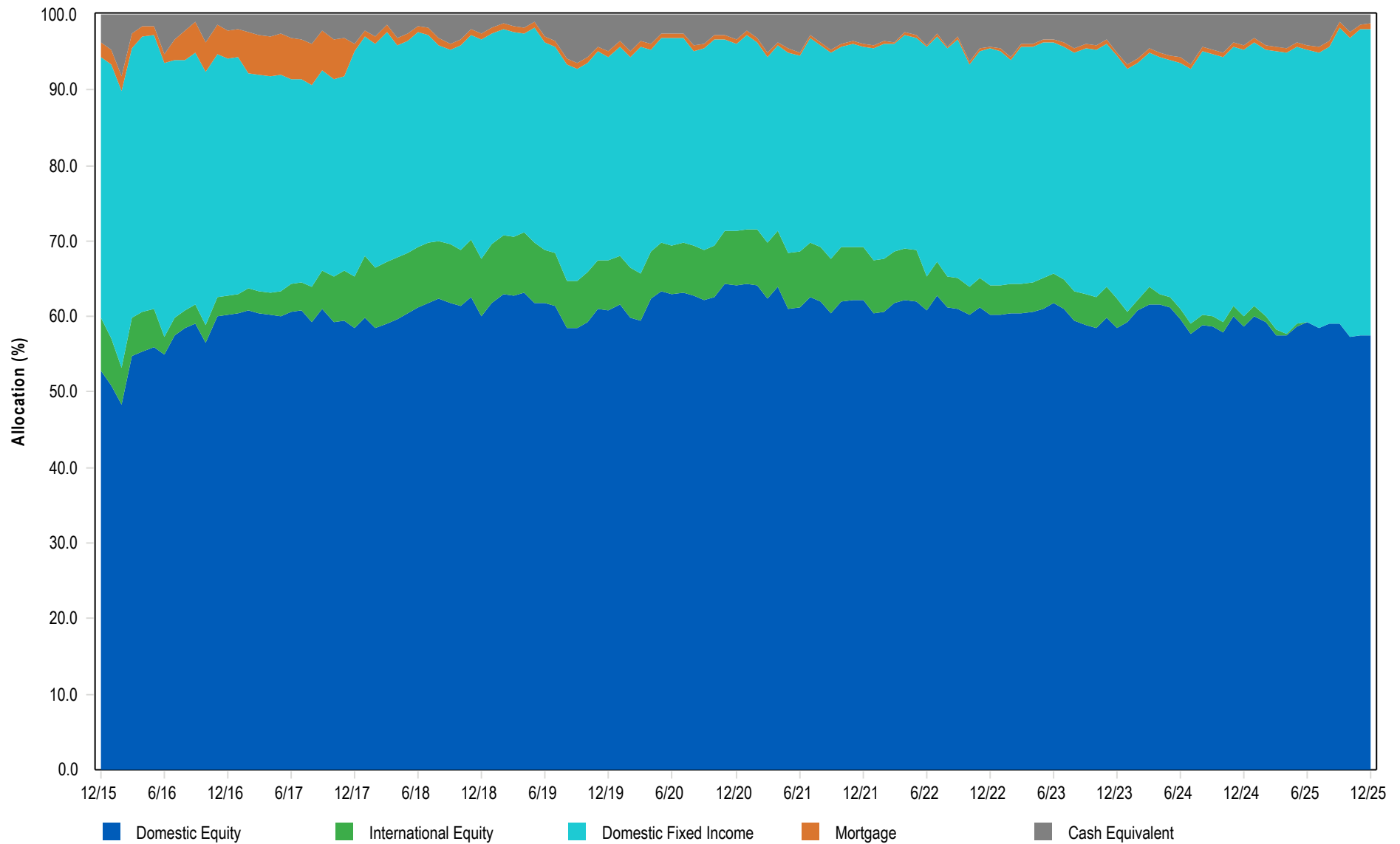
## Total Plan

As of December 31, 2025

| Dec-2025              |                      |                   | Sep-2025              |                      |                   |
|-----------------------|----------------------|-------------------|-----------------------|----------------------|-------------------|
| Segments              | Market Value<br>(\$) | Allocation<br>(%) | Segments              | Market Value<br>(\$) | Allocation<br>(%) |
| Domestic Equity       | 149,477,509          | 57.4              | Domestic Equity       | 154,112,759          | 59.1              |
| Domestic Fixed Income | 105,827,163          | 40.7              | Domestic Fixed Income | 102,195,137          | 39.2              |
| Mortgage              | 1,804,381            | 0.7               | Mortgage              | 1,925,361            | 0.7               |
| Cash Equivalent       | 3,178,967            | 1.2               | Cash Equivalent       | 2,647,968            | 1.0               |



| Dec-2025            |                   |                |            | Sep-2025            |                   |                |            |
|---------------------|-------------------|----------------|------------|---------------------|-------------------|----------------|------------|
|                     | Market Value (\$) | Allocation (%) | Target (%) |                     | Market Value (\$) | Allocation (%) | Target (%) |
| Large Cap Growth    | 72,235,501        | 27.8           | 30.0       | Large Cap Growth    | 74,223,191        | 28.5           | 30.0       |
| SCERS Equity Income | 77,698,682        | 29.9           | 30.0       | SCERS Equity Income | 80,227,150        | 30.8           | 30.0       |
| Fixed Portfolio     | 107,844,040       | 41.4           | 40.0       | Fixed Portfolio     | 104,143,749       | 39.9           | 40.0       |
| Operating Cash      | 2,509,797         | 1.0            | 0.0        | Operating Cash      | 2,287,135         | 0.9            | 0.0        |
| Total Fund          | 260,288,020       | 100.0          | 100.0      | Total Fund          | 260,881,225       | 100.0          | 100.0      |



## CITY OF SACRAMENTO

As of December 31, 2025

CITY OF SACRAMENTO

|                           | Allocation           |       | Performance (%) |                      |        |         |         |         |          |                        |                        |                        |                 | Inception Date |
|---------------------------|----------------------|-------|-----------------|----------------------|--------|---------|---------|---------|----------|------------------------|------------------------|------------------------|-----------------|----------------|
|                           | Market Value (\$000) | %     | 1 Quarter       | Jul-2025 To Dec-2025 | 1 Year | 3 Years | 5 Years | 7 Years | 10 Years | 1 Year Ending Jun-2024 | 1 Year Ending Jun-2023 | 1 Year Ending Jun-2022 | Since Inception |                |
| Total Plan*               | 260,288              | 100.0 | 2.5             | 7.4                  | 13.0   | 13.0    | 7.8     | 10.4    | 8.8      | 12.7                   | 10.0                   | -10.6                  | 8.6             | 01/01/1979     |
| Actuarial Assumption      |                      |       | 1.5             | 3.0                  | 6.0    | 6.0     | 6.1     | 6.2     | 6.3      | 6.0                    | 6.0                    | 6.0                    | 7.0             |                |
| Difference                |                      |       | 1.0             | 4.4                  | 7.0    | 7.0     | 1.8     | 4.2     | 2.6      | 6.7                    | 4.0                    | -16.6                  | 1.5             |                |
| Custom Index - Target     |                      |       | 2.1             | 6.8                  | 12.3   | 12.0    | 6.7     | 8.9     | 7.5      | 11.2                   | 8.5                    | -11.1                  | 8.7             |                |
| Difference                |                      |       | 0.3             | 0.6                  | 0.7    | 1.1     | 1.2     | 1.5     | 1.3      | 1.5                    | 1.6                    | 0.5                    | -0.1            |                |
| Domestic Equity Composite | 149,934              | 57.6  | 3.4             | 10.4                 | 16.6   | 17.6    | 12.2    | 14.7    | 12.4     | 18.2                   | 15.1                   | -9.4                   | 8.5             | 01/01/1983     |
| Domestic Equity Index     |                      |       | 2.1             | 10.1                 | 15.7   | 20.5    | 11.5    | 14.9    | 12.4     | 21.3                   | 17.0                   | -15.1                  | 9.4             |                |
| Difference                |                      |       | 1.4             | 0.3                  | 1.0    | -3.0    | 0.7     | -0.2    | 0.0      | -3.1                   | -1.8                   | 5.6                    | -0.9            |                |
| Large Cap Growth          | 72,236               | 27.8  | 3.4             | 11.4                 | 17.7   | 20.7    | 12.8    | 16.3    | 13.5     | 21.5                   | 19.1                   | -12.7                  | 7.9             | 12/01/1992     |
| Large Cap Index           |                      |       | 2.3             | 10.3                 | 16.4   | 21.3    | 12.8    | 15.4    | 12.8     | 22.7                   | 17.6                   | -11.9                  | 8.0             |                |
| Difference                |                      |       | 1.0             | 1.1                  | 1.3    | -0.6    | 0.0     | 0.8     | 0.7      | -1.2                   | 1.5                    | -0.8                   | -0.1            |                |
| SCERS Equity Income       | 77,699               | 29.9  | 3.5             | 9.4                  | 15.6   | 14.4    | 11.6    | 12.6    | 11.0     | 14.8                   | 11.1                   | -6.0                   | 9.4             | 04/01/1986     |
| SCERS Equity Income Index |                      |       | 3.3             | 8.3                  | 13.6   | 11.4    | 8.9     | 9.6     | 8.8      | 10.5                   | 9.0                    | -8.7                   | 7.9             |                |
| Difference                |                      |       | 0.2             | 1.1                  | 2.0    | 2.9     | 2.7     | 3.1     | 2.2      | 4.4                    | 2.2                    | 2.7                    | 1.5             |                |
| International             |                      | 0.0   |                 |                      |        |         |         |         |          | 8.6                    | 12.6                   | -18.6                  |                 | 03/01/2006     |
| International Index       |                      |       | 4.7             | 11.3                 | 29.2   | 14.4    | 5.2     | 7.4     | 5.7      | 8.7                    | 9.6                    | -21.5                  | 2.3             |                |
| Difference                |                      |       |                 |                      |        |         |         |         |          | -0.2                   | 3.0                    | 2.9                    |                 |                |
| Fixed Income Composite    | 107,844              | 41.4  | 1.1             | 3.2                  | 7.7    | 6.3     | 0.5     | 2.8     | 3.0      | 4.4                    | 1.3                    | -12.4                  | 7.5             | 01/01/1979     |
| Fixed Portfolio Index     |                      |       | 1.1             | 3.2                  | 7.3    | 4.7     | -0.4    | 2.0     | 2.0      | 2.6                    | -0.9                   | -10.3                  | 6.5             |                |
| Difference                |                      |       | 0.0             | 0.1                  | 0.4    | 1.6     | 0.8     | 0.8     | 1.0      | 1.7                    | 2.2                    | -2.1                   | 1.1             |                |
| Fixed Portfolio           | 107,844              | 41.4  | 1.1             | 3.2                  | 7.7    | 6.3     | 0.5     | 2.8     | 3.0      | 4.4                    | 1.3                    | -12.4                  | 7.4             | 01/01/1979     |
| Fixed Portfolio Index     |                      |       | 1.1             | 3.2                  | 7.3    | 4.7     | -0.4    | 2.0     | 2.0      | 2.6                    | -0.9                   | -10.3                  | 6.5             |                |
| Difference                |                      |       | 0.0             | 0.1                  | 0.4    | 1.6     | 0.8     | 0.8     | 1.0      | 1.7                    | 2.2                    | -2.1                   | 0.9             |                |

-Actuarial Assumption has changed from 6.50% to 6.00% effective July 1, 2021, as approved November 18, 2021.

-Segal Marco's calculation of the Fixed Portfolio's return includes accrued income starting 12/1/07. This will differ from SCERS' return calculation due to our inability to retroactively include accrued income into past market values.

\*Please note that the percentage allocation does not include the Operating Cash segment. Therefore, the Total Plan will always add up to 100% less the Operating Cash.

\*\*Please see Appendix for Custom Policy Index historical allocations.

## CITY OF SACRAMENTO Large Cap Portfolio Options Performance

## Comparative Performance

As of December 31, 2025

|                                    | 1<br>Quarter | Jul-2025<br>To<br>Dec-2025 | 1<br>Year | Since<br>Inception | Inception<br>Date |
|------------------------------------|--------------|----------------------------|-----------|--------------------|-------------------|
| Large Cap Growth                   | 3.4          | 11.4                       | 17.7      | 12.3               | 07/01/2014        |
| Large Cap Growth (without options) | 3.4          | 11.7                       | 18.0      | 12.5               |                   |
| Difference                         | -0.1         | -0.2                       | -0.3      | -0.3               |                   |

Returns for periods greater than one year are annualized.  
Returns are expressed as percentages.

**Financial Reconciliation Multi Report**  
**As of December 31, 2025**  
**CITY OF SACRAMENTO**

**Current Quarter Financial Reconciliation (\$000)**

|                                  | Market Value<br>As of<br>10/01/2025 | Net<br>Transfers | Contributions    | Distributions      | Fees | Expenses | Income           | Capital Apprec./Deprec. | Market Value<br>As of<br>12/31/2025 |
|----------------------------------|-------------------------------------|------------------|------------------|--------------------|------|----------|------------------|-------------------------|-------------------------------------|
| <b>Domestic Equity Composite</b> | <b>154,450,341</b>                  |                  |                  | <b>-9,638,540</b>  |      |          | <b>642,096</b>   | <b>5,122,382</b>        | <b>149,934,183</b>                  |
| Large Cap Growth                 | 74,223,191                          |                  |                  | -4,434,550         |      |          | 236,776          | 2,446,860               | 72,235,501                          |
| SCERS Equity Income              | 80,227,150                          |                  |                  | -5,203,990         |      |          | 405,320          | 2,675,522               | 77,698,682                          |
| <b>International</b>             |                                     |                  |                  |                    |      |          |                  |                         |                                     |
| <b>Fixed Income Composite</b>    | <b>104,143,749</b>                  |                  | <b>3,500,000</b> | <b>-996,834</b>    |      |          | <b>1,043,057</b> | <b>1,197,125</b>        | <b>107,844,040</b>                  |
| Fixed Portfolio                  | 104,143,749                         |                  | 3,500,000        | -996,834           |      |          | 1,043,057        | 1,197,125               | 107,844,040                         |
| <b>Operating Cash</b>            | <b>2,287,135</b>                    | <b>211,459</b>   |                  |                    |      |          | <b>11,203</b>    | <b>11,203</b>           | <b>2,509,797</b>                    |
| <b>Total Plan</b>                | <b>260,881,225</b>                  | <b>211,459</b>   | <b>3,500,000</b> | <b>-10,635,374</b> |      |          | <b>1,696,356</b> | <b>6,330,710</b>        | <b>260,288,020</b>                  |

**Fiscal Year-To-Date Financial Reconciliation (\$000)**

|                                  | Market Value<br>As of<br>07/01/2025 | Net<br>Transfers | Contributions    | Distributions      | Fees | Expenses | Income           | Capital Apprec./Deprec. | Market Value<br>As of<br>12/31/2025 |
|----------------------------------|-------------------------------------|------------------|------------------|--------------------|------|----------|------------------|-------------------------|-------------------------------------|
| <b>Domestic Equity Composite</b> | <b>151,741,539</b>                  |                  | <b>3,068,640</b> | <b>-19,817,631</b> |      |          | <b>1,252,586</b> | <b>14,941,635</b>       | <b>149,934,183</b>                  |
| Large Cap Growth                 | 76,579,567                          |                  |                  | -12,222,817        |      |          | 455,286          | 7,878,751               | 72,235,501                          |
| SCERS Equity Income              | 75,161,972                          |                  | 3,068,640        | -7,594,814         |      |          | 797,300          | 7,062,884               | 77,698,682                          |
| <b>International</b>             | <b>69</b>                           |                  |                  | <b>-69</b>         |      |          |                  |                         |                                     |
| <b>Fixed Income Composite</b>    | <b>101,090,081</b>                  |                  | <b>5,500,000</b> | <b>-2,055,759</b>  |      |          | <b>2,091,480</b> | <b>3,309,718</b>        | <b>107,844,040</b>                  |
| Fixed Portfolio                  | 101,090,081                         |                  | 5,500,000        | -2,055,759         |      |          | 2,091,480        | 3,309,718               | 107,844,040                         |
| <b>Operating Cash</b>            | <b>2,723,187</b>                    | <b>-234,278</b>  |                  |                    |      |          | <b>20,888</b>    | <b>20,888</b>           | <b>2,509,797</b>                    |
| <b>Total Plan</b>                | <b>255,554,876</b>                  | <b>-234,278</b>  | <b>8,568,640</b> | <b>-21,873,459</b> |      |          | <b>3,364,954</b> | <b>18,272,241</b>       | <b>260,288,020</b>                  |

**Financial Reconciliation Multi Report**  
**As of December 31, 2025**  
**CITY OF SACRAMENTO**

**1-Year Financial Reconciliation (\$000)**

|                                  | Market Value<br>As of<br>01/01/2025 | Net<br>Transfers | Contributions     | Distributions      | Fees | Expenses | Income           | Capital Apprec./Deprec. | Market Value<br>As of<br>12/31/2025 |
|----------------------------------|-------------------------------------|------------------|-------------------|--------------------|------|----------|------------------|-------------------------|-------------------------------------|
| <b>Domestic Equity Composite</b> | <b>151,710,161</b>                  |                  | <b>3,068,640</b>  | <b>-28,107,296</b> |      |          | <b>2,430,814</b> | <b>23,262,678</b>       | <b>149,934,183</b>                  |
| Large Cap Growth                 | 75,063,448                          |                  |                   | -14,793,142        |      |          | 919,753          | 11,965,195              | 72,235,501                          |
| SCERS Equity Income              | 76,646,713                          |                  | 3,068,640         | -13,314,154        |      |          | 1,511,061        | 11,297,483              | 77,698,682                          |
| <b>International</b>             | <b>3,584,104</b>                    |                  |                   | <b>-3,906,180</b>  |      |          | <b>1,576</b>     | <b>322,076</b>          |                                     |
| <b>Fixed Income Composite</b>    | <b>97,905,603</b>                   |                  | <b>7,500,000</b>  | <b>-5,080,889</b>  |      |          | <b>4,128,618</b> | <b>7,519,326</b>        | <b>107,844,040</b>                  |
| Fixed Portfolio                  | 97,905,603                          |                  | 7,500,000         | -5,080,889         |      |          | 4,128,618        | 7,519,326               | 107,844,040                         |
| <b>Operating Cash</b>            | <b>2,639,379</b>                    | <b>-162,496</b>  |                   |                    |      |          | <b>32,914</b>    | <b>32,914</b>           | <b>2,509,797</b>                    |
| <b>Total Plan</b>                | <b>255,839,247</b>                  | <b>-162,496</b>  | <b>10,568,640</b> | <b>-37,094,365</b> |      |          | <b>6,593,922</b> | <b>31,136,994</b>       | <b>260,288,020</b>                  |

**3-Year Financial Reconciliation (\$000)**

|                                  | Market Value<br>As of<br>01/01/2023 | Net<br>Transfers  | Contributions     | Distributions       | Fees | Expenses | Income            | Capital Apprec./Deprec. | Market Value<br>As of<br>12/31/2025 |
|----------------------------------|-------------------------------------|-------------------|-------------------|---------------------|------|----------|-------------------|-------------------------|-------------------------------------|
| <b>Domestic Equity Composite</b> | <b>149,405,264</b>                  |                   | <b>3,868,640</b>  | <b>-77,240,151</b>  |      |          | <b>8,141,570</b>  | <b>73,900,430</b>       | <b>149,934,183</b>                  |
| Large Cap Growth                 | 75,223,143                          |                   | 300,000           | -46,664,447         |      |          | 3,343,372         | 43,376,805              | 72,235,501                          |
| SCERS Equity Income              | 74,182,121                          |                   | 3,568,640         | -30,575,704         |      |          | 4,798,198         | 30,523,625              | 77,698,682                          |
| <b>International</b>             | <b>9,826,577</b>                    |                   | <b>3,527,905</b>  | <b>-15,437,591</b>  |      |          | <b>610,323</b>    | <b>2,083,109</b>        |                                     |
| <b>Fixed Income Composite</b>    | <b>80,762,979</b>                   |                   | <b>25,250,000</b> | <b>-15,179,142</b>  |      |          | <b>11,325,467</b> | <b>17,010,203</b>       | <b>107,844,040</b>                  |
| Fixed Portfolio                  | 80,762,979                          |                   | 25,250,000        | -15,179,142         |      |          | 11,325,467        | 17,010,203              | 107,844,040                         |
| <b>Operating Cash</b>            | <b>7,694,645</b>                    | <b>-5,365,418</b> |                   |                     |      |          | <b>172,930</b>    | <b>180,570</b>          | <b>2,509,797</b>                    |
| <b>Total Plan</b>                | <b>247,689,465</b>                  | <b>-5,365,418</b> | <b>32,646,545</b> | <b>-107,856,884</b> |      |          | <b>20,250,290</b> | <b>93,174,312</b>       | <b>260,288,020</b>                  |

**Financial Reconciliation Multi Report**  
**As of December 31, 2025**  
**CITY OF SACRAMENTO**

**5-Year Financial Reconciliation (\$000)**

|                                  | Market Value<br>As of<br>01/01/2021 | Net<br>Transfers   | Contributions     | Distributions       | Fees | Expenses | Income            | Capital Apprec./Deprec. | Market Value<br>As of<br>12/31/2025 |
|----------------------------------|-------------------------------------|--------------------|-------------------|---------------------|------|----------|-------------------|-------------------------|-------------------------------------|
| <b>Domestic Equity Composite</b> | <b>190,489,041</b>                  | <b>-60,971,955</b> | <b>3,868,640</b>  | <b>-77,240,151</b>  |      |          | <b>14,120,494</b> | <b>93,788,608</b>       | <b>149,934,183</b>                  |
| Large Cap Growth                 | 109,080,278                         | -41,650,259        | 300,000           | -46,664,447         |      |          | 5,981,147         | 51,169,929              | 72,235,501                          |
| SCERS Equity Income              | 81,408,763                          | -19,321,696        | 3,568,640         | -30,575,704         |      |          | 8,139,347         | 42,618,679              | 77,698,682                          |
| <b>International</b>             | <b>21,278,386</b>                   | <b>-9,688,876</b>  | <b>3,527,905</b>  | <b>-15,437,591</b>  |      |          | <b>1,638,517</b>  | <b>320,176</b>          |                                     |
| <b>Fixed Income Composite</b>    | <b>78,322,674</b>                   | <b>15,548,925</b>  | <b>25,250,000</b> | <b>-15,179,142</b>  |      |          | <b>17,431,370</b> | <b>3,901,583</b>        | <b>107,844,040</b>                  |
| Fixed Portfolio                  | 78,322,674                          | 15,548,925         | 25,250,000        | -15,179,142         |      |          | 17,431,370        | 3,901,583               | 107,844,040                         |
| <b>Operating Cash</b>            | <b>5,766,533</b>                    | <b>-3,599,223</b>  |                   |                     |      |          | <b>307,826</b>    | <b>342,487</b>          | <b>2,509,797</b>                    |
| <b>Total Plan</b>                | <b>295,856,634</b>                  | <b>-58,711,129</b> | <b>32,646,545</b> | <b>-107,856,884</b> |      |          | <b>33,498,207</b> | <b>98,352,854</b>       | <b>260,288,020</b>                  |

**10-Year Financial Reconciliation (\$000)**

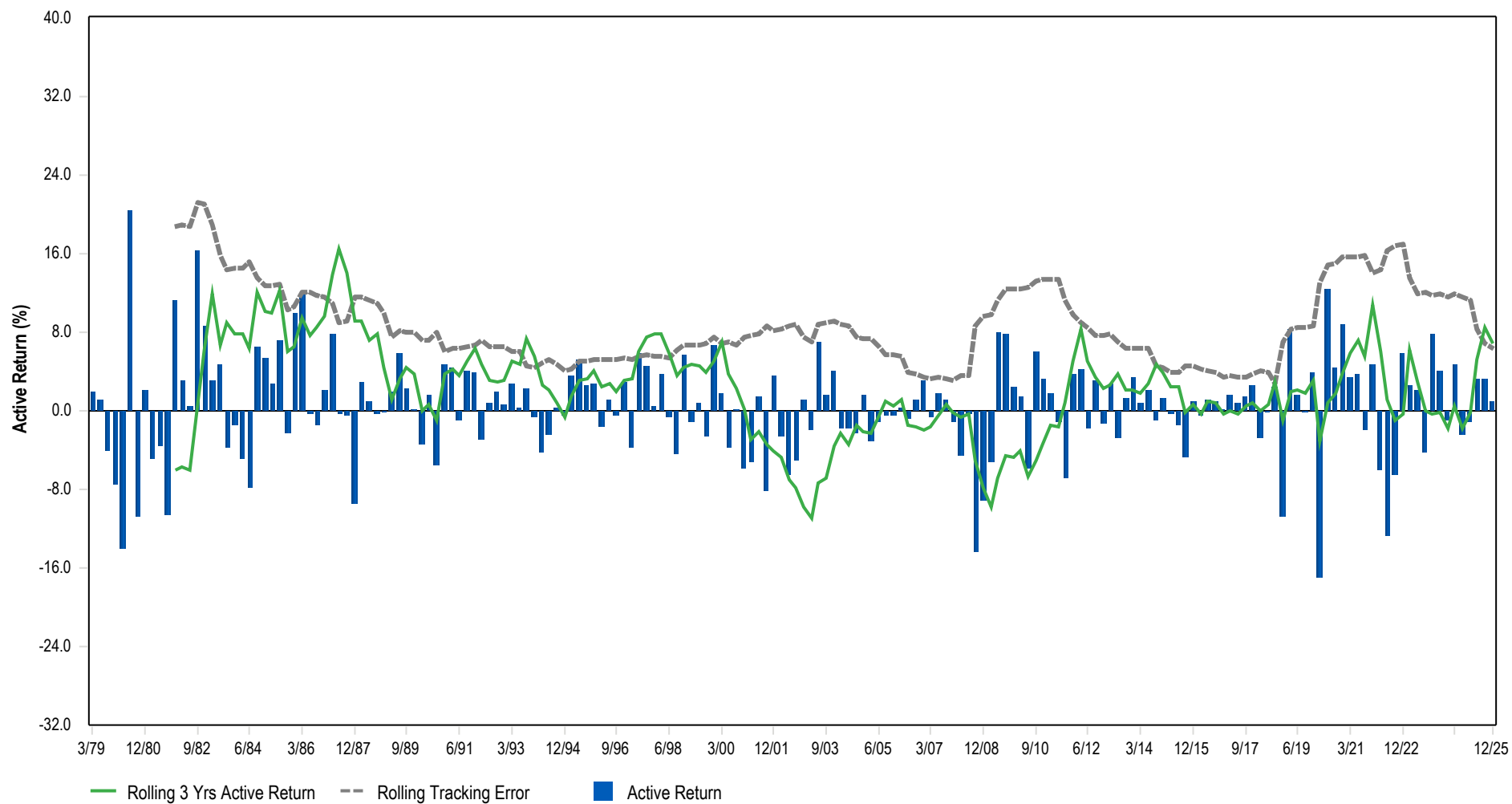
|                                  | Market Value<br>As of<br>01/01/2016 | Net<br>Transfers    | Contributions     | Distributions       | Fees | Expenses | Income            | Capital Apprec./Deprec. | Market Value<br>As of<br>12/31/2025 |
|----------------------------------|-------------------------------------|---------------------|-------------------|---------------------|------|----------|-------------------|-------------------------|-------------------------------------|
| <b>Domestic Equity Composite</b> | <b>155,727,544</b>                  | <b>-130,584,242</b> | <b>3,868,640</b>  | <b>-77,240,151</b>  |      |          | <b>35,296,791</b> | <b>198,162,392</b>      | <b>149,934,183</b>                  |
| Large Cap Growth                 | 108,301,266                         | -111,092,100        | 300,000           | -46,664,447         |      |          | 17,050,469        | 121,390,782             | 72,235,501                          |
| SCERS Equity Income              | 47,426,278                          | -19,492,142         | 3,568,640         | -30,575,704         |      |          | 18,246,322        | 76,771,610              | 77,698,682                          |
| <b>International</b>             | <b>22,061,416</b>                   | <b>-14,704,275</b>  | <b>3,527,905</b>  | <b>-15,437,591</b>  |      |          | <b>4,305,007</b>  | <b>4,552,545</b>        |                                     |
| <b>Fixed Income Composite</b>    | <b>110,069,478</b>                  | <b>-40,022,240</b>  | <b>25,250,000</b> | <b>-15,179,142</b>  |      |          | <b>38,905,714</b> | <b>27,725,944</b>       | <b>107,844,040</b>                  |
| Fixed Portfolio                  | 110,069,478                         | -40,022,240         | 25,250,000        | -15,179,142         |      |          | 38,905,714        | 27,725,944              | 107,844,040                         |
| <b>Operating Cash</b>            | <b>1,689,971</b>                    | <b>96,804</b>       |                   |                     |      |          | <b>1,667,248</b>  | <b>723,022</b>          | <b>2,509,797</b>                    |
| <b>Total Plan</b>                | <b>289,548,409</b>                  | <b>-185,213,953</b> | <b>32,646,545</b> | <b>-107,856,884</b> |      |          | <b>80,174,760</b> | <b>231,163,903</b>      | <b>260,288,020</b>                  |

## Total Plan Review

## Comparative Performance & 3-Year Rolling Return

### Comparative Performance & Rolling Return

As of December 31, 2025

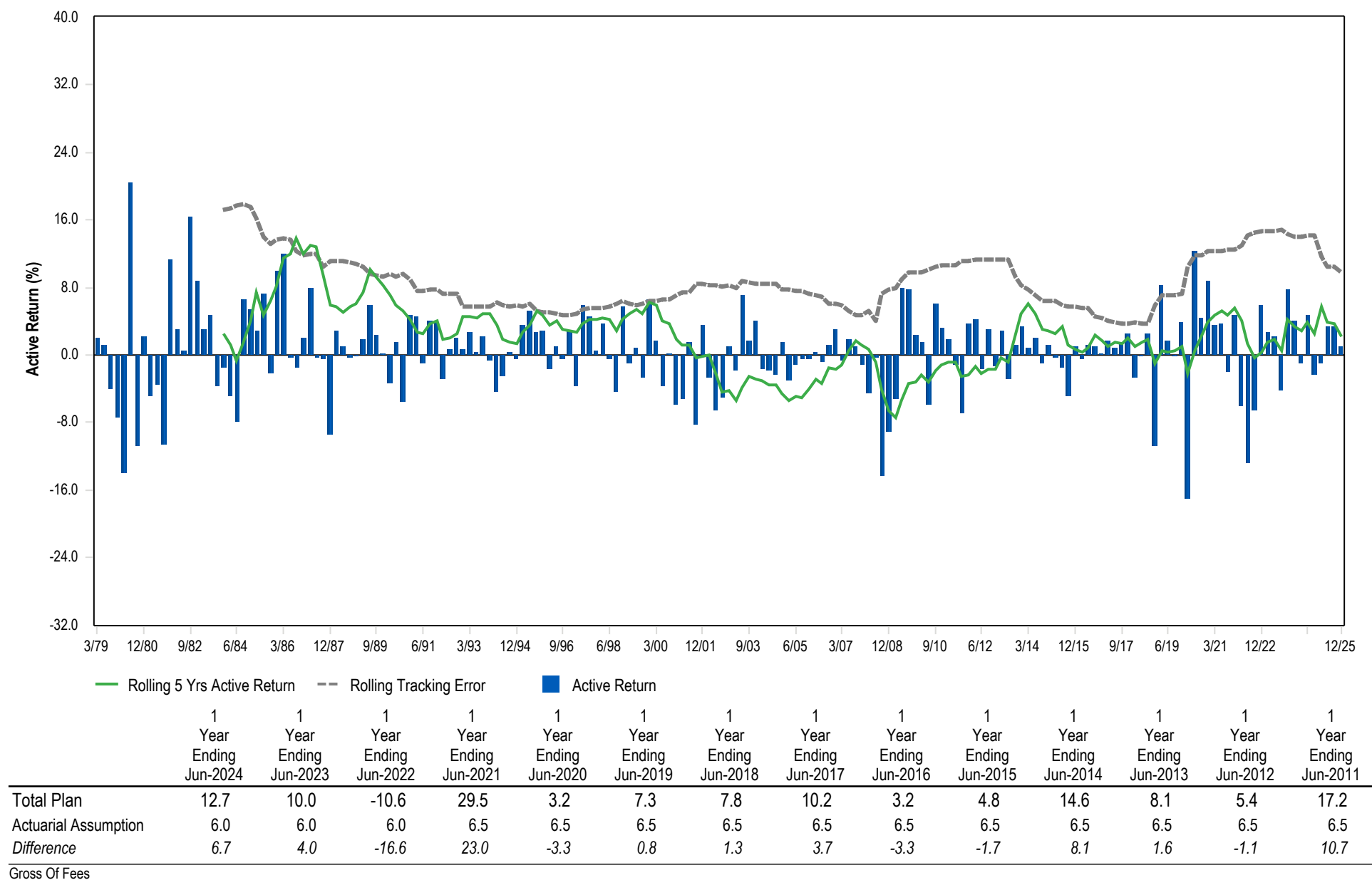


|                      | 1 Qtr | Jul-2025<br>To<br>Dec-2025 | 1 Yr | 2 Yrs | 3 Yrs | 4 Yrs | 5 Yrs | 7 Yrs | 10 Yrs | Since<br>Inception | Inception<br>Date |
|----------------------|-------|----------------------------|------|-------|-------|-------|-------|-------|--------|--------------------|-------------------|
| Total Plan           | 2.5   | 7.4                        | 13.0 | 12.3  | 13.0  | 5.7   | 7.8   | 10.4  | 8.8    | 8.6                | 01/01/1979        |
| Actuarial Assumption | 1.5   | 3.0                        | 6.0  | 6.0   | 6.0   | 6.0   | 6.1   | 6.2   | 6.3    | 7.0                |                   |
| Difference           | 1.0   | 4.4                        | 7.0  | 6.3   | 7.0   | -0.3  | 1.8   | 4.2   | 2.6    | 1.5                |                   |
| Gross Of Fees        |       |                            |      |       |       |       |       |       |        |                    |                   |

# Comparative Performance & 5-Year Rolling Return

## Comparative Performance & Rolling Return

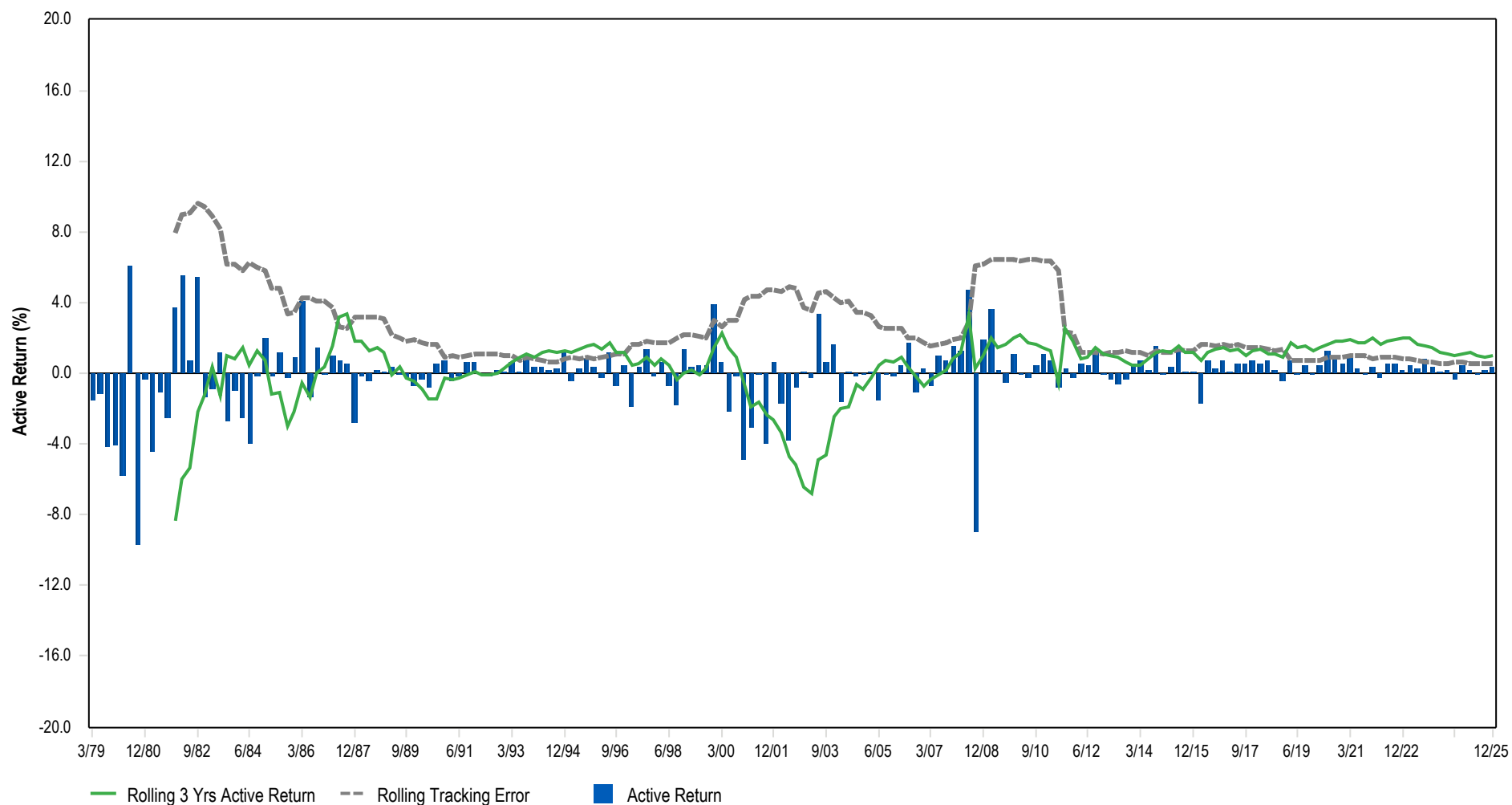
As of December 31, 2025



# Comparative Performance & 3-Year Rolling Return

## Comparative Performance & Rolling Return

As of December 31, 2025



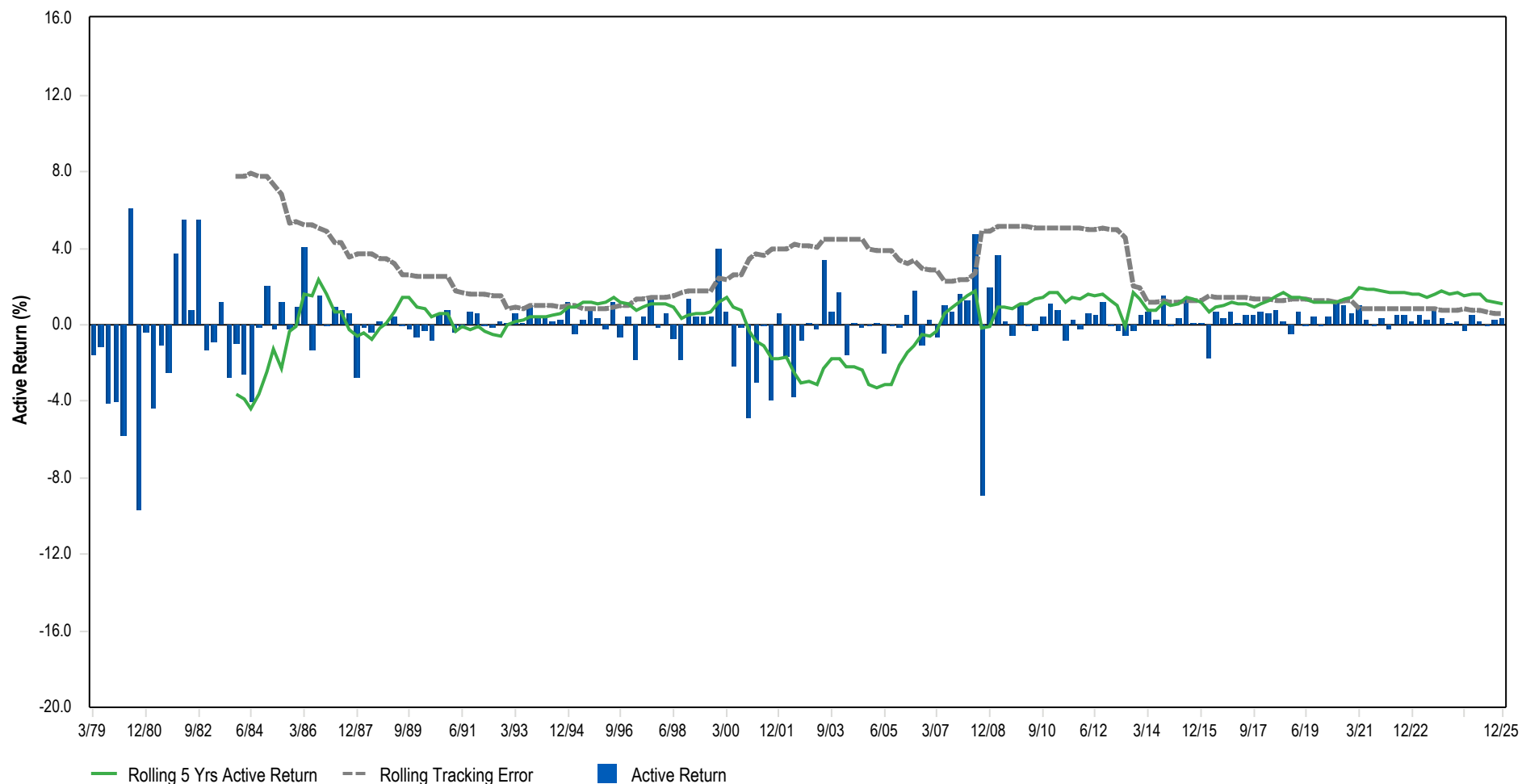
|                        | 1 Qtr | Jul-2025<br>To<br>Dec-2025 | 1 Yr | 2 Yrs | 3 Yrs | 4 Yrs | 5 Yrs | 7 Yrs | 10 Yrs | Since<br>Inception | Inception<br>Date |
|------------------------|-------|----------------------------|------|-------|-------|-------|-------|-------|--------|--------------------|-------------------|
| Total Plan             | 2.5   | 7.4                        | 13.0 | 12.3  | 13.0  | 5.7   | 7.8   | 10.4  | 8.8    | 8.6                | 01/01/1979        |
| Custom Index - Target* | 2.1   | 6.8                        | 12.3 | 11.7  | 12.0  | 4.6   | 6.7   | 8.9   | 7.5    | 8.7                |                   |
| Difference             | 0.3   | 0.6                        | 0.7  | 0.6   | 1.1   | 1.0   | 1.2   | 1.5   | 1.3    | -0.1               |                   |

\*Please see Appendix for Custom Policy Index historical allocations.

# Comparative Performance & 5-Year Rolling Return

## Comparative Performance & Rolling Return

As of December 31, 2025



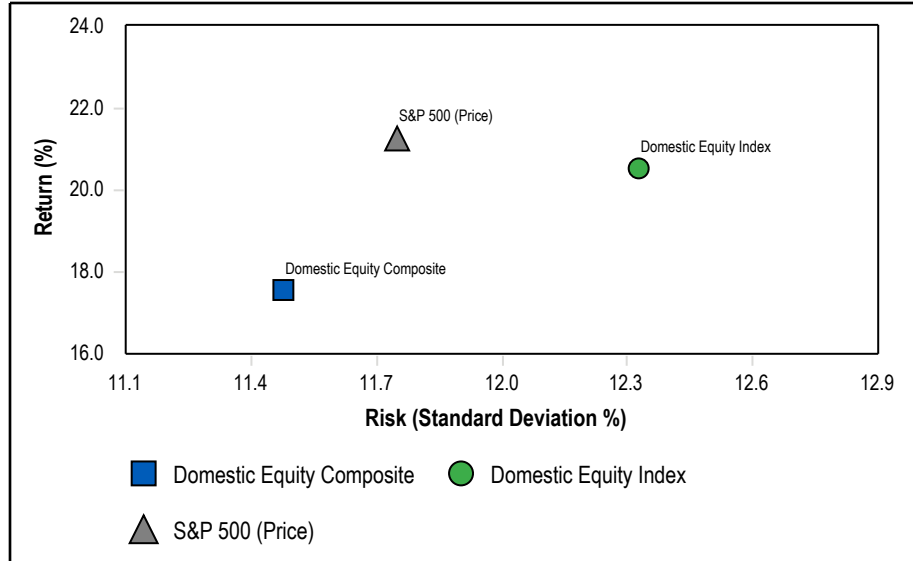
|                        | 1<br>Year<br>Ending<br>Jun-2024 | 1<br>Year<br>Ending<br>Jun-2023 | 1<br>Year<br>Ending<br>Jun-2022 | 1<br>Year<br>Ending<br>Jun-2021 | 1<br>Year<br>Ending<br>Jun-2020 | 1<br>Year<br>Ending<br>Jun-2019 | 1<br>Year<br>Ending<br>Jun-2018 | 1<br>Year<br>Ending<br>Jun-2017 | 1<br>Year<br>Ending<br>Jun-2016 | 1<br>Year<br>Ending<br>Jun-2015 | 1<br>Year<br>Ending<br>Jun-2014 | 1<br>Year<br>Ending<br>Jun-2013 | 1<br>Year<br>Ending<br>Jun-2012 | 1<br>Year<br>Ending<br>Jun-2011 |
|------------------------|---------------------------------|---------------------------------|---------------------------------|---------------------------------|---------------------------------|---------------------------------|---------------------------------|---------------------------------|---------------------------------|---------------------------------|---------------------------------|---------------------------------|---------------------------------|---------------------------------|
| Total Plan             | 12.7                            | 10.0                            | -10.6                           | 29.5                            | 3.2                             | 7.3                             | 7.8                             | 10.2                            | 3.2                             | 4.8                             | 14.6                            | 8.1                             | 5.4                             | 17.2                            |
| Custom Index - Target* | 11.2                            | 8.5                             | -11.1                           | 26.0                            | 1.1                             | 7.1                             | 5.1                             | 8.5                             | 4.0                             | 1.4                             | 13.3                            | 8.0                             | 4.3                             | 15.7                            |
| Difference             | 1.5                             | 1.6                             | 0.5                             | 3.4                             | 2.1                             | 0.2                             | 2.7                             | 1.7                             | -0.9                            | 3.4                             | 1.2                             | 0.1                             | 1.2                             | 1.5                             |

\*Please see Appendix for Custom Policy Index historical allocations.

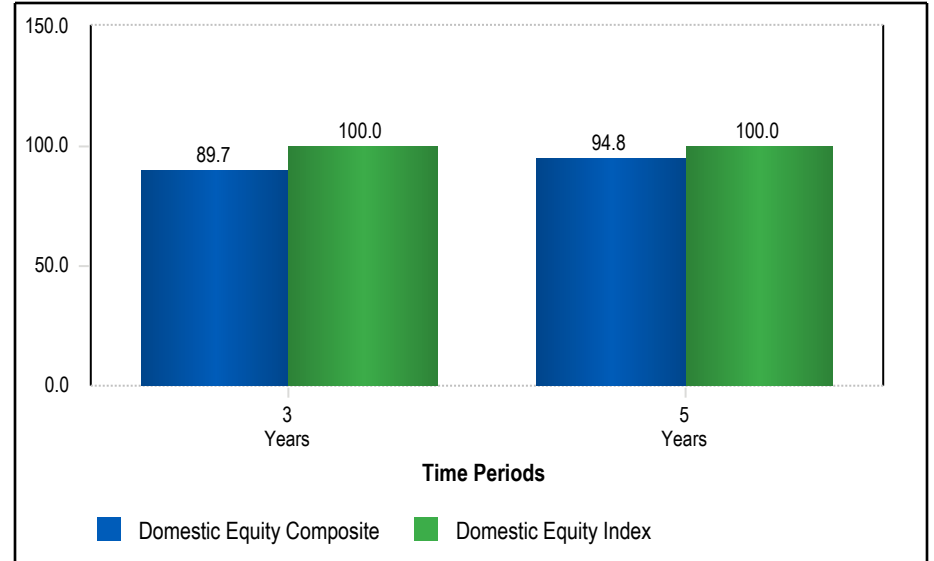
## **Domestic Equity Composite**

**CITY OF SACRAMENTO**  
**As of December 31, 2025**  
**Risk & Return/Market Capture Multi Report**

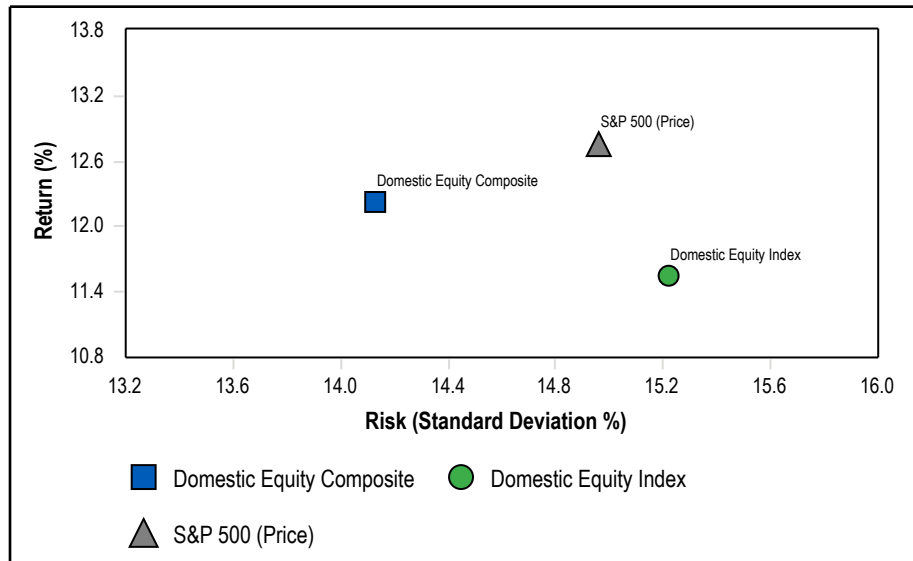
**3-Year Risk and Return**



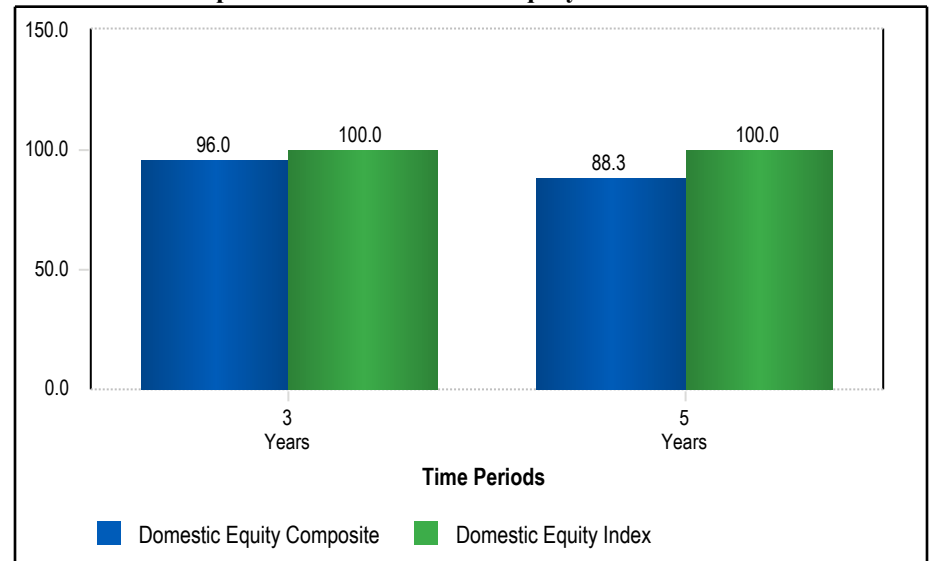
**Up Market Capture Ratio vs. Domestic Equity Index**



**5-Year Risk and Return**



**Down Market Capture Ratio vs. Domestic Equity Index**



Gross of fees

\*Please see Appendix for Custom Policy Index historical allocations.

## CITY OF SACRAMENTO

## Buy and Hold Sector Attribution

1 Quarter Ending December 31, 2025

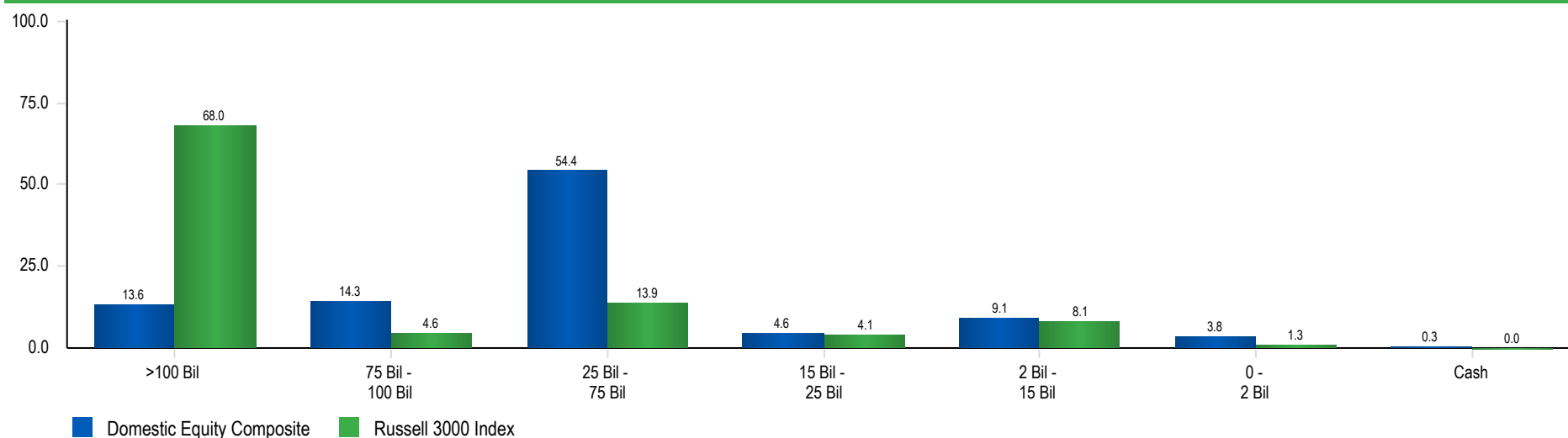
|                            |      |
|----------------------------|------|
| Buy and Hold Portfolio     | 3.4  |
| Portfolio Trading          | 0.1  |
| Actual Return              | 3.4  |
| Benchmark Return           | 2.4  |
| Actual Active Return       | 1.0  |
| Stock Selection            | 4.0  |
| Sector Selection           | 0.6  |
| Interaction                | -3.7 |
| Total Selection            | 1.0  |
| Portfolio Trading          | 0.1  |
| Benchmark Trading          | 0.0  |
| Active Trading Impact      | 0.1  |
| Buy and Hold Active Return | 1.0  |

|                        | Allocation-10/01/2025 |           | Performance-1 Quarter Ending December 31, 2025 |           | Attribution |        |             |       |
|------------------------|-----------------------|-----------|------------------------------------------------|-----------|-------------|--------|-------------|-------|
|                        | Portfolio             | Benchmark | Portfolio                                      | Benchmark | Stock       | Sector | Interaction | Total |
| Communication Services | 1.4                   | 9.7       | 11.6                                           | 6.0       | 0.5         | -0.3   | -0.5        | -0.2  |
| Consumer Discretionary | 1.2                   | 10.7      | -4.4                                           | 0.3       | -0.5        | 0.2    | 0.4         | 0.1   |
| Consumer Staples       | 1.0                   | 4.7       | 6.7                                            | -0.5      | 0.3         | 0.1    | -0.3        | 0.2   |
| Energy                 | 0.0                   | 3.0       | 0.0                                            | 1.1       | 0.0         | 0.0    | 0.0         | 0.0   |
| Financials             | 2.6                   | 14.0      | 5.5                                            | 2.1       | 0.5         | 0.0    | -0.4        | 0.1   |
| Health Care            | 0.4                   | 9.3       | 26.5                                           | 11.7      | 1.4         | -0.8   | -1.3        | -0.8  |
| Industrials            | 1.8                   | 9.5       | 2.8                                            | 1.0       | 0.2         | 0.1    | -0.1        | 0.1   |
| Information Technology | 1.3                   | 32.2      | 6.2                                            | 1.1       | 1.6         | 0.4    | -1.6        | 0.5   |
| Materials              | 0.0                   | 2.2       | 0.0                                            | 2.6       | 0.0         | 0.0    | 0.0         | 0.0   |
| Real Estate            | 0.0                   | 2.4       | 0.0                                            | -2.3      | 0.0         | 0.1    | 0.0         | 0.1   |
| Utilities              | 0.0                   | 2.3       | 0.0                                            | -1.5      | 0.0         | 0.1    | 0.0         | 0.1   |
| Other                  | 90.1                  | 0.0       | 3.1                                            | 0.0       | 0.0         | 0.7    | 0.0         | 0.7   |
| Cash                   | 0.2                   | 0.0       | 0.0                                            | 0.0       | 0.0         | 0.0    | 0.0         | 0.0   |
| Total                  | 100.0                 | 100.0     | 3.4                                            | 2.4       | 4.0         | 0.6    | -3.7        | 1.0   |

## Portfolio Characteristics

|                           | Portfolio       | Benchmark         |
|---------------------------|-----------------|-------------------|
| Wtd. Avg. Mkt. Cap (\$)   | 171,999,363,235 | 1,241,453,699,735 |
| Median Mkt. Cap (\$)      | 69,759,261,000  | 2,333,385,570     |
| Price/Earnings ratio      | 24.2            | 27.4              |
| Price/Book ratio          | 5.3             | 4.8               |
| 5 Yr. EPS Growth Rate (%) | 12.4            | 25.2              |
| Current Yield (%)         | 1.5             | 1.2               |
| Beta (5 Years, Monthly)   | 0.9             | 1.0               |
| Number of Stocks          | 40              | 2,966             |

## Distribution of Market Capitalization (%)



\*Number of stocks includes underlying ETF holdings. Actual number of stocks & ETF's = 80

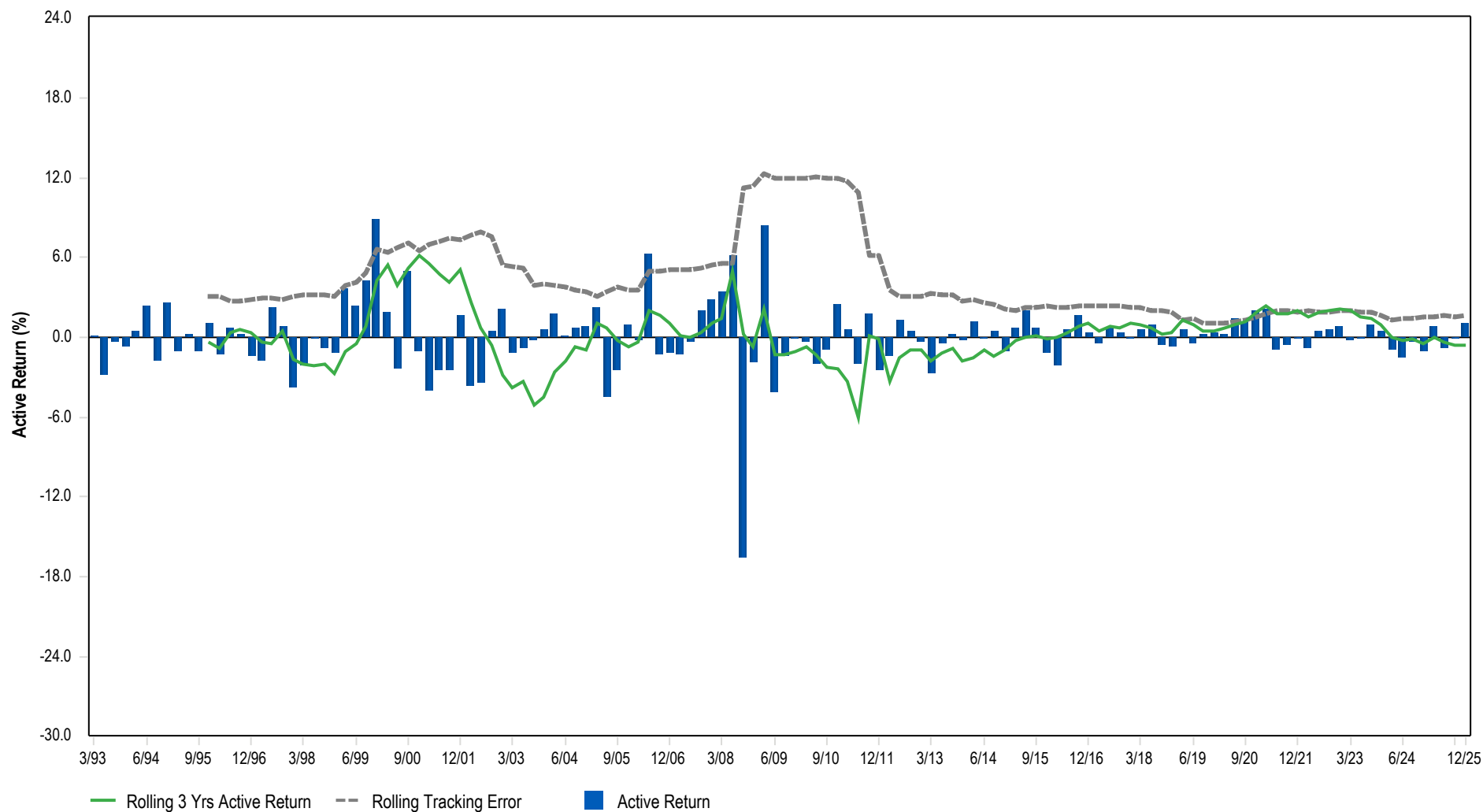
## Large Cap Growth

| Dec-2025        |                      |                   | Sep-2025        |                      |                   |
|-----------------|----------------------|-------------------|-----------------|----------------------|-------------------|
| Segments        | Market Value<br>(\$) | Allocation<br>(%) | Segments        | Market Value<br>(\$) | Allocation<br>(%) |
| Domestic Equity | 71,979,643           | 99.6              | Domestic Equity | 74,054,244           | 99.8              |
| Cash Equivalent | 255,858              | 0.4               | Cash Equivalent | 168,947              | 0.2               |

# Comparative Performance & 3-Year Rolling Return

## Comparative Performance & Rolling Return

As of December 31, 2025



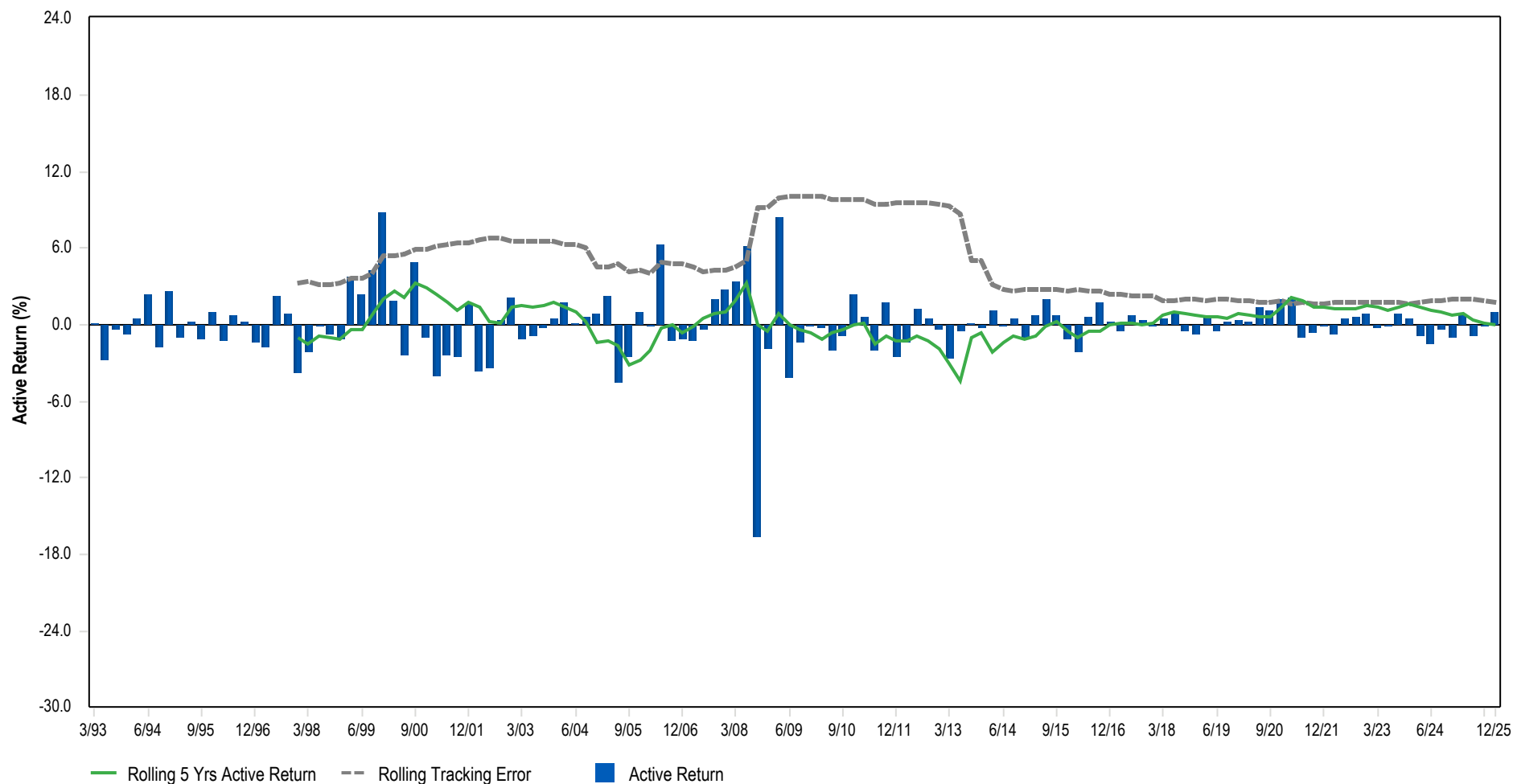
|                  | 1 Qtr | 1 Yr | 2 Yrs | 3 Yrs | 4 Yrs | 5 Yrs | 7 Yrs | 10 Yrs | Since Inception | Inception Date |
|------------------|-------|------|-------|-------|-------|-------|-------|--------|-----------------|----------------|
| Large Cap Growth | 3.4   | 17.7 | 18.3  | 20.7  | 9.4   | 12.8  | 16.3  | 13.5   | 7.9             | 12/01/1992     |
| Large Cap Index* | 2.3   | 16.4 | 19.8  | 21.3  | 9.5   | 12.8  | 15.4  | 12.8   | 8.0             |                |
| Difference       | 1.0   | 1.3  | -1.5  | -0.6  | -0.1  | 0.0   | 0.8   | 0.7    | -0.1            |                |

\*Please see Appendix for Custom Policy Index historical allocations.

# Comparative Performance & 5-Year Rolling Return

## Comparative Performance & Rolling Return

As of December 31, 2025

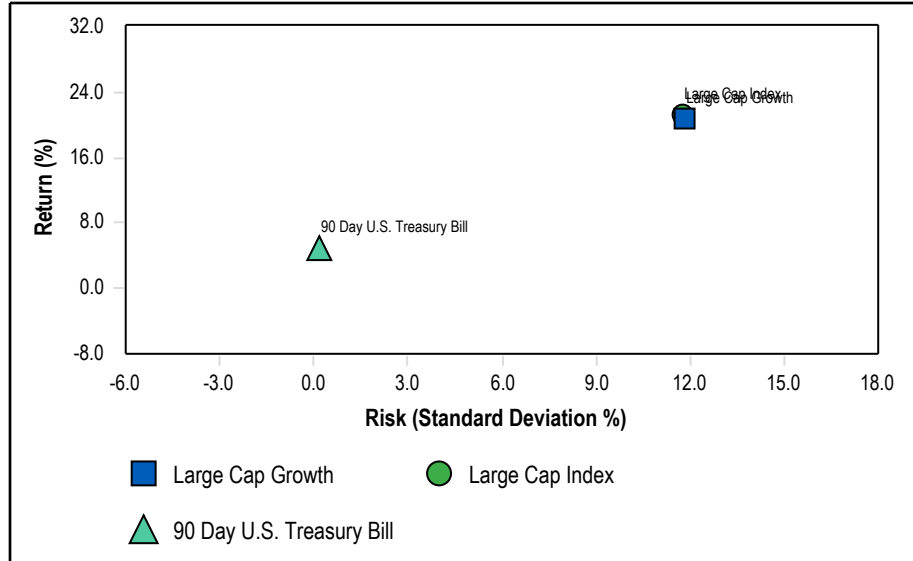


|                  | 1 Year<br>Ending<br>Jun-2024 | 1 Year<br>Ending<br>Jun-2023 | 1 Year<br>Ending<br>Jun-2022 | 1 Year<br>Ending<br>Jun-2021 | 1 Year<br>Ending<br>Jun-2020 | 1 Year<br>Ending<br>Jun-2019 | 1 Year<br>Ending<br>Jun-2018 | 1 Year<br>Ending<br>Jun-2017 | 1 Year<br>Ending<br>Jun-2016 | 1 Year<br>Ending<br>Jun-2015 | 1 Year<br>Ending<br>Jun-2014 | 1 Year<br>Ending<br>Jun-2013 | 1 Year<br>Ending<br>Jun-2012 | 1 Year<br>Ending<br>Jun-2011 |
|------------------|------------------------------|------------------------------|------------------------------|------------------------------|------------------------------|------------------------------|------------------------------|------------------------------|------------------------------|------------------------------|------------------------------|------------------------------|------------------------------|------------------------------|
| Large Cap Growth | 21.5                         | 19.1                         | -12.7                        | 44.1                         | 7.5                          | 6.9                          | 14.1                         | 18.0                         | -0.2                         | 7.5                          | 23.2                         | 14.7                         | 2.9                          | 28.0                         |
| Large Cap Index* | 22.7                         | 17.6                         | -11.9                        | 38.6                         | 5.4                          | 8.2                          | 12.2                         | 15.5                         | 1.7                          | 5.2                          | 22.0                         | 17.9                         | 3.1                          | 28.1                         |
| Difference       | -1.2                         | 1.5                          | -0.8                         | 5.5                          | 2.1                          | -1.3                         | 1.9                          | 2.5                          | -1.9                         | 2.3                          | 1.1                          | -3.2                         | -0.2                         | -0.1                         |

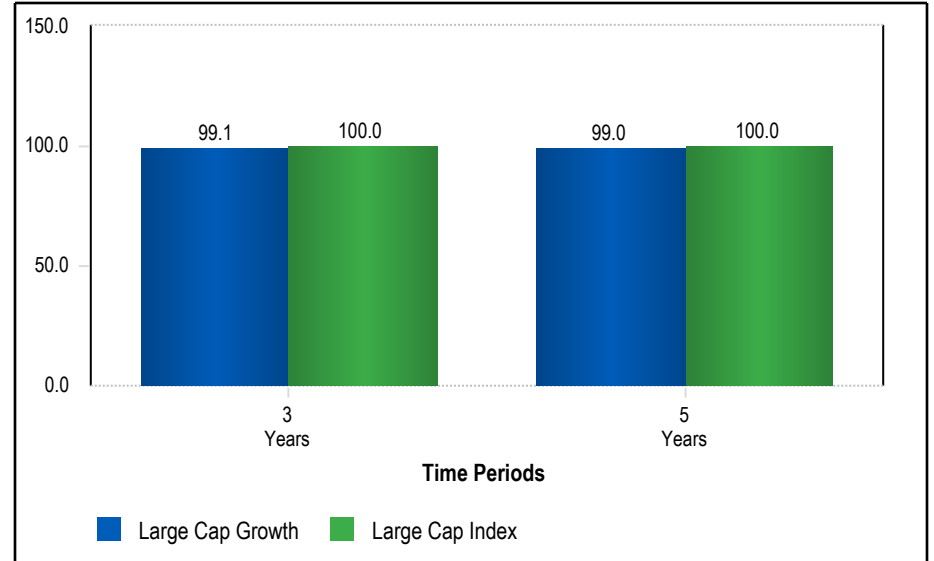
\*Please see Appendix for Custom Policy Index historical allocations.

**CITY OF SACRAMENTO**  
**As of December 31, 2025**  
**Risk & Return/Market Capture Multi Report**

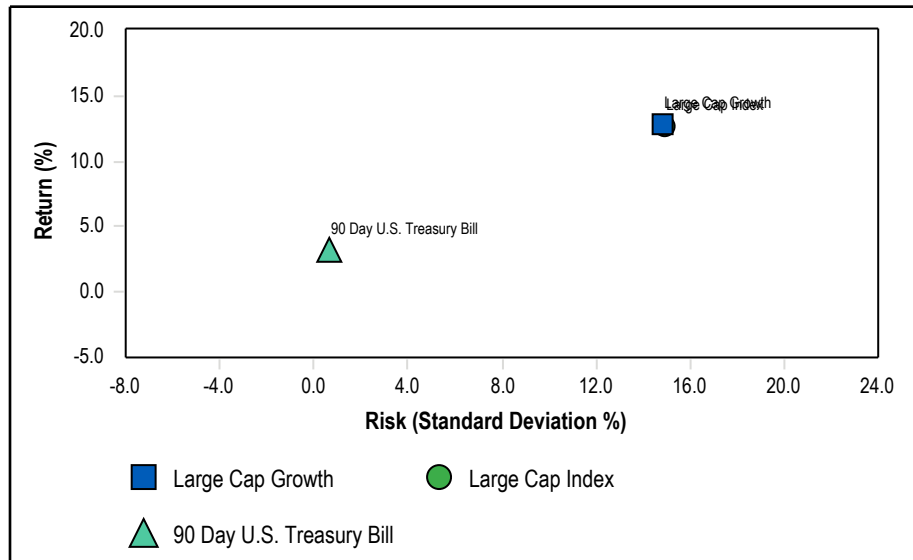
**3-Year Risk and Return**



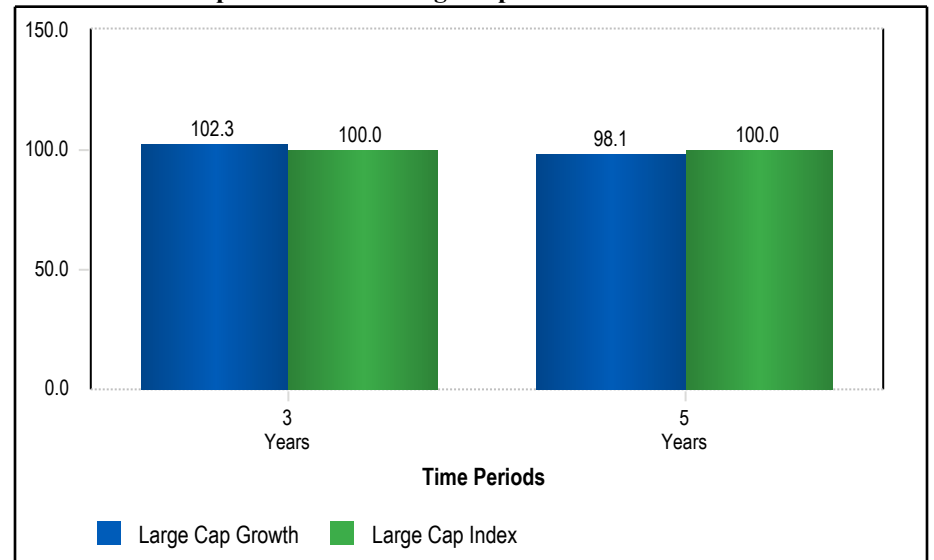
**Up Market Capture Ratio vs. Large Cap Index**



**5-Year Risk and Return**



**Down Market Capture Ratio vs. Large Cap Index**



Gross of fees

## CITY OF SACRAMENTO

## Buy and Hold Sector Attribution

1 Quarter Ending December 31, 2025

|                            |      |
|----------------------------|------|
| Buy and Hold Portfolio     | 3.3  |
| Portfolio Trading          | 0.0  |
| Actual Return              | 3.4  |
| Benchmark Return           | 2.7  |
| Actual Active Return       | 0.7  |
| Stock Selection            | 2.8  |
| Sector Selection           | 0.4  |
| Interaction                | -2.5 |
| Total Selection            | 0.7  |
| Portfolio Trading          | 0.0  |
| Benchmark Trading          | 0.0  |
| Active Trading Impact      | 0.1  |
| Buy and Hold Active Return | 0.7  |

|                        | Allocation-10/01/2025 |           | Performance-1 Quarter Ending December 31, 2025 |           | Attribution |        |             |       |
|------------------------|-----------------------|-----------|------------------------------------------------|-----------|-------------|--------|-------------|-------|
|                        | Portfolio             | Benchmark | Portfolio                                      | Benchmark | Stock       | Sector | Interaction | Total |
| Communication Services | 2.9                   | 10.1      | 11.6                                           | 7.3       | 0.4         | -0.3   | -0.3        | -0.2  |
| Consumer Discretionary | 1.3                   | 10.5      | 5.1                                            | 0.7       | 0.5         | 0.2    | -0.4        | 0.2   |
| Consumer Staples       | 0.6                   | 4.9       | 3.3                                            | 0.0       | 0.2         | 0.1    | -0.1        | 0.1   |
| Energy                 | 0.0                   | 2.9       | 0.0                                            | 1.5       | 0.0         | 0.0    | 0.0         | 0.0   |
| Financials             | 1.3                   | 13.5      | 0.5                                            | 2.1       | -0.2        | 0.1    | 0.2         | 0.1   |
| Health Care            | 0.0                   | 8.9       | 0.0                                            | 11.7      | 0.0         | -0.8   | 0.0         | -0.8  |
| Industrials            | 0.0                   | 8.3       | 0.0                                            | 0.9       | 0.0         | 0.1    | 0.0         | 0.1   |
| Information Technology | 1.2                   | 34.8      | 6.9                                            | 1.4       | 1.9         | 0.4    | -1.8        | 0.5   |
| Materials              | 0.0                   | 1.8       | 0.0                                            | 1.4       | 0.0         | 0.0    | 0.0         | 0.0   |
| Real Estate            | 0.0                   | 1.9       | 0.0                                            | -2.9      | 0.0         | 0.1    | 0.0         | 0.1   |
| Utilities              | 0.0                   | 2.3       | 0.0                                            | -1.4      | 0.0         | 0.1    | 0.0         | 0.1   |
| Other                  | 92.5                  | 0.0       | 3.1                                            | 0.0       | 0.0         | 0.4    | 0.0         | 0.4   |
| Cash                   | 0.1                   | 0.0       | 0.0                                            | 0.0       | 0.0         | 0.0    | 0.0         | 0.0   |
| Total                  | 100.0                 | 100.0     | 3.3                                            | 2.7       | 2.8         | 0.4    | -2.5        | 0.7   |

Buy and Hold Portfolio 3.3  
 Portfolio Trading 0.0  
 Actual Return 3.4  
 Benchmark Return 2.7  
 Actual Active Return 0.7

Stock Selection 2.4  
 Style Selection -2.2  
 Interaction 0.5  
 Total Selection 0.7

Portfolio Trading 0.0  
 Benchmark Trading 0.0  
 Active Trading Impact 0.1

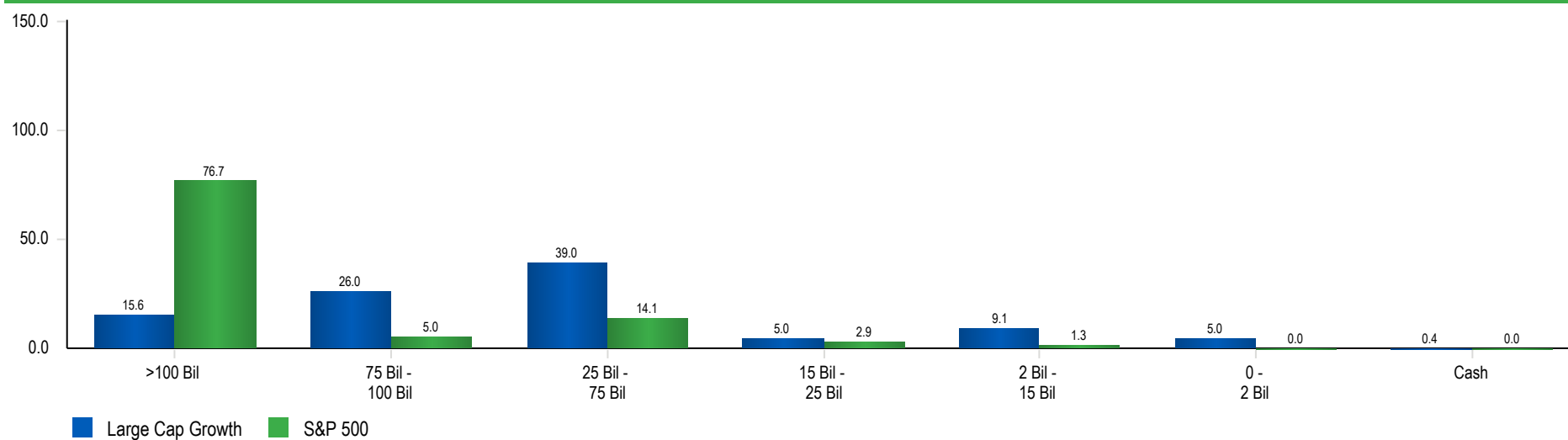
Buy and Hold Active Return 0.7

|               | Allocation-10/01/2025 |           | Performance-1 Quarter Ending December 31, 2025 |           | Attribution |       |             |       |
|---------------|-----------------------|-----------|------------------------------------------------|-----------|-------------|-------|-------------|-------|
|               | Portfolio             | Benchmark | Portfolio                                      | Benchmark | Stock       | Style | Interaction | Total |
| Cash          | 0.1                   | 0.0       | 0.0                                            | 0.0       | 0.0         | 0.0   | 0.0         | 0.0   |
| Large Growth  | 2.5                   | 40.6      | 3.6                                            | -0.1      | 1.5         | 1.0   | -1.4        | 1.1   |
| Large Neutral | 4.2                   | 24.3      | 9.6                                            | 6.7       | 0.7         | -0.8  | -0.6        | -0.7  |
| Large Value   | 0.0                   | 17.6      | 0.0                                            | 5.1       | 0.0         | -0.4  | 0.0         | -0.4  |
| Mid Growth    | 0.0                   | 1.6       | 0.0                                            | -2.6      | 0.0         | 0.1   | 0.0         | 0.1   |
| Mid Neutral   | 0.0                   | 3.1       | 0.0                                            | 0.5       | 0.0         | 0.1   | 0.0         | 0.1   |
| Mid Value     | 0.6                   | 8.0       | 3.3                                            | 2.3       | 0.1         | 0.0   | -0.1        | 0.0   |
| Unclassified  | 92.5                  | 4.8       | 3.1                                            | 0.2       | 0.1         | -2.2  | 2.5         | 0.5   |
| Total         | 100.0                 | 100.0     | 3.3                                            | 2.7       | 2.4         | -2.2  | 0.5         | 0.7   |

## Portfolio Characteristics

|                           | Portfolio       | Benchmark         |
|---------------------------|-----------------|-------------------|
| Wtd. Avg. Mkt. Cap (\$)   | 258,256,986,899 | 1,409,228,162,653 |
| Median Mkt. Cap (\$)      | 37,324,593,460  | 38,743,384,000    |
| Price/Earnings ratio      | 33.0            | 28.3              |
| Price/Book ratio          | 13.1            | 5.2               |
| 5 Yr. EPS Growth Rate (%) | 24.0            | 25.7              |
| Current Yield (%)         | 1.1             | 1.2               |
| Beta (5 Years, Monthly)   | 1.0             | 1.0               |
| Number of Stocks*         | 24              | 503               |

## Distribution of Market Capitalization (%)



\*ETF investments and their underlying holdings are represented as one stock position in the Funds Portfolio Characteristics, "Number of Stocks".

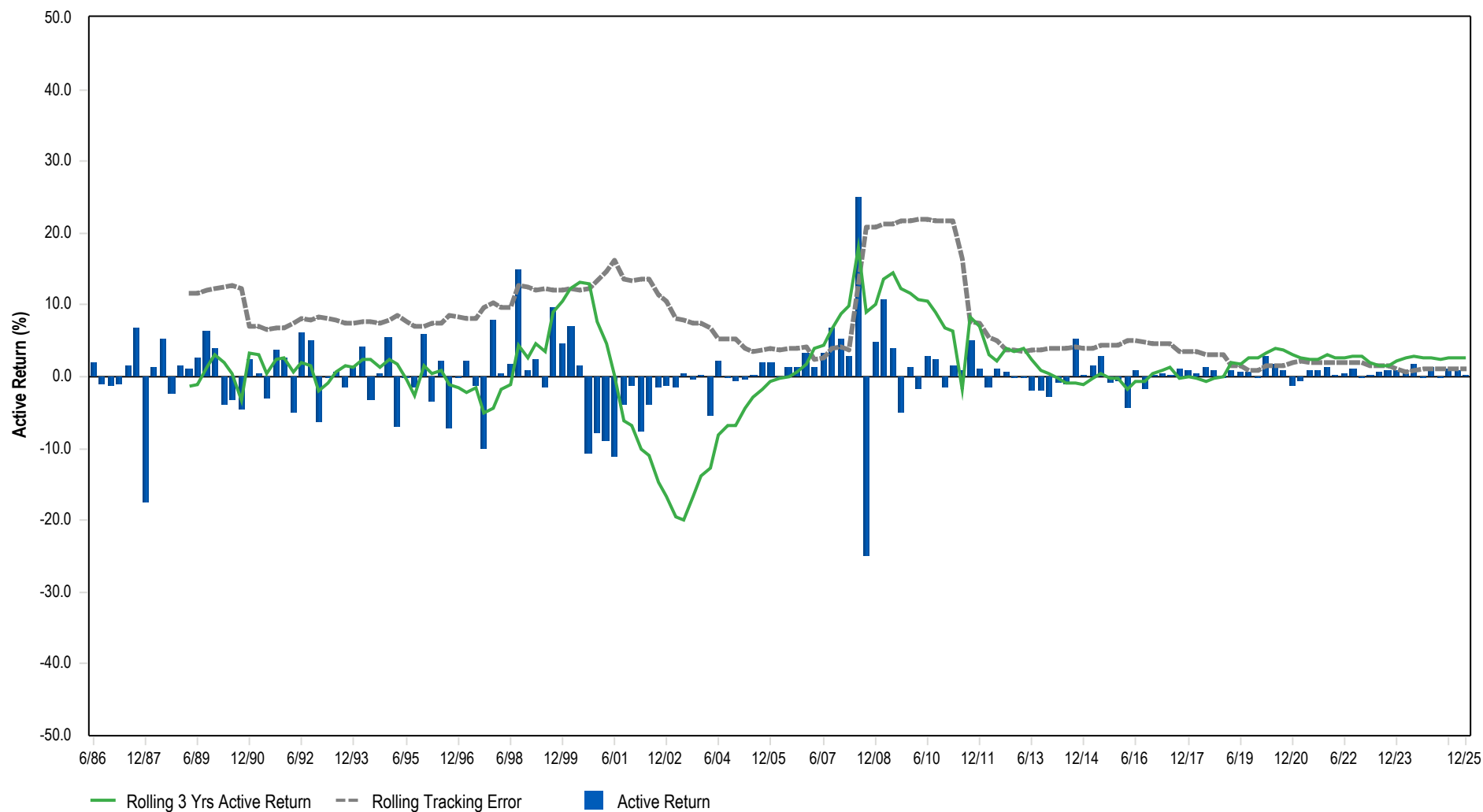
## **SCERS Equity Income**

| Dec-2025        |                      |                   | Sep-2025        |                      |                   |
|-----------------|----------------------|-------------------|-----------------|----------------------|-------------------|
| Segments        | Market Value<br>(\$) | Allocation<br>(%) | Segments        | Market Value<br>(\$) | Allocation<br>(%) |
| Domestic Equity | 77,497,866           | 99.7              | Domestic Equity | 80,058,515           | 99.8              |
| Cash Equivalent | 200,816              | 0.3               | Cash Equivalent | 168,635              | 0.2               |

# Comparative Performance & 3-Year Rolling Return

## Comparative Performance & Rolling Return

As of December 31, 2025



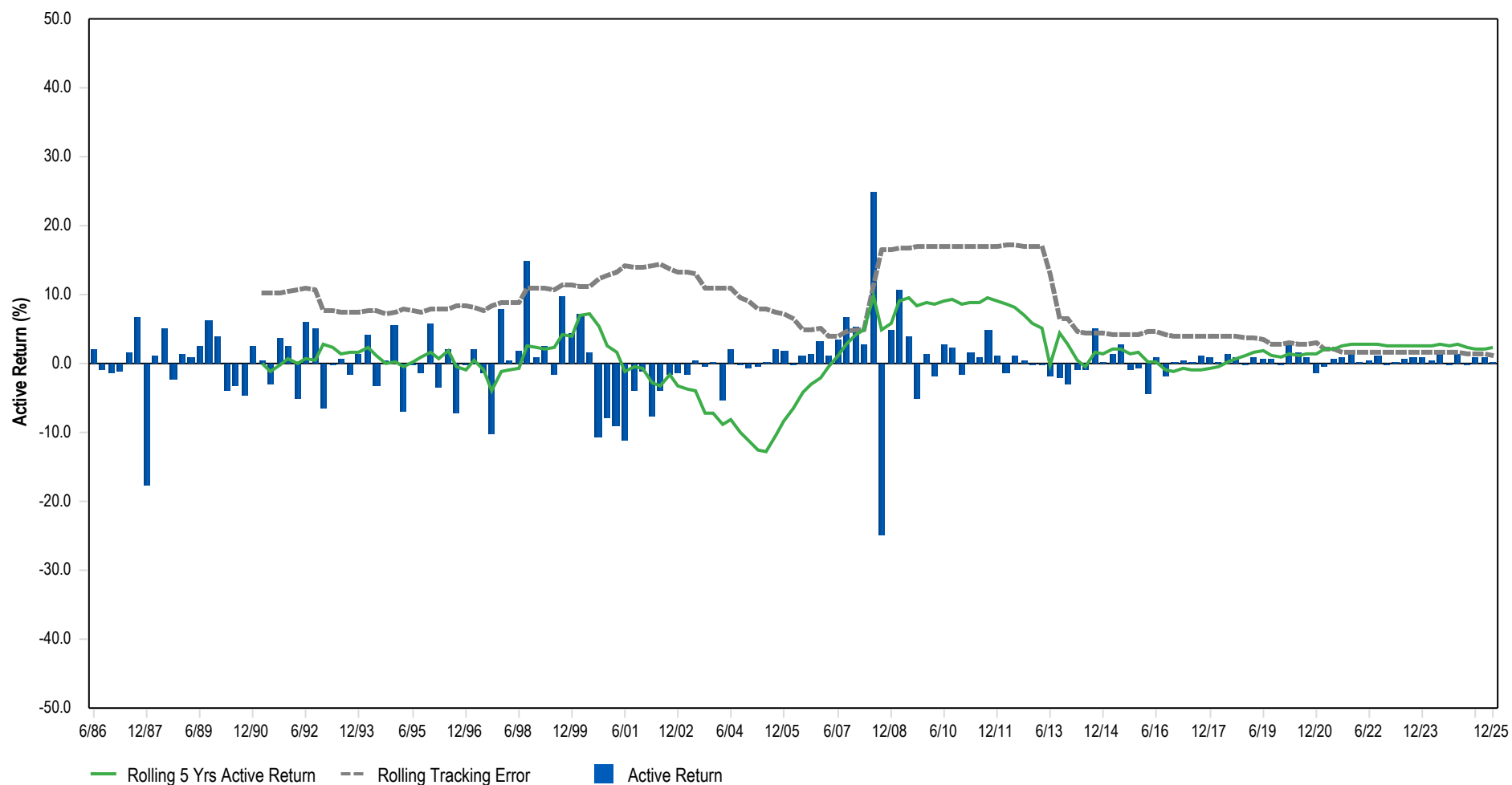
|                            | 1 Qtr | 1 Yr | 2 Yrs | 3 Yrs | 4 Yrs | 5 Yrs | 7 Yrs | 10 Yrs | Since Inception | Inception Date |
|----------------------------|-------|------|-------|-------|-------|-------|-------|--------|-----------------|----------------|
| SCERS Equity Income        | 3.5   | 15.6 | 15.8  | 14.4  | 8.4   | 11.6  | 12.6  | 11.0   | 9.4             | 04/01/1986     |
| SCERS Equity Income Index* | 3.3   | 13.6 | 12.8  | 11.4  | 5.8   | 8.9   | 9.6   | 8.8    | 7.9             |                |
| Difference                 | 0.2   | 2.0  | 3.0   | 2.9   | 2.6   | 2.7   | 3.1   | 2.2    | 1.5             |                |

\*Please see Appendix for Custom Policy Index historical allocations.

# Comparative Performance & 5-Year Rolling Return

## Comparative Performance & Rolling Return

As of December 31, 2025

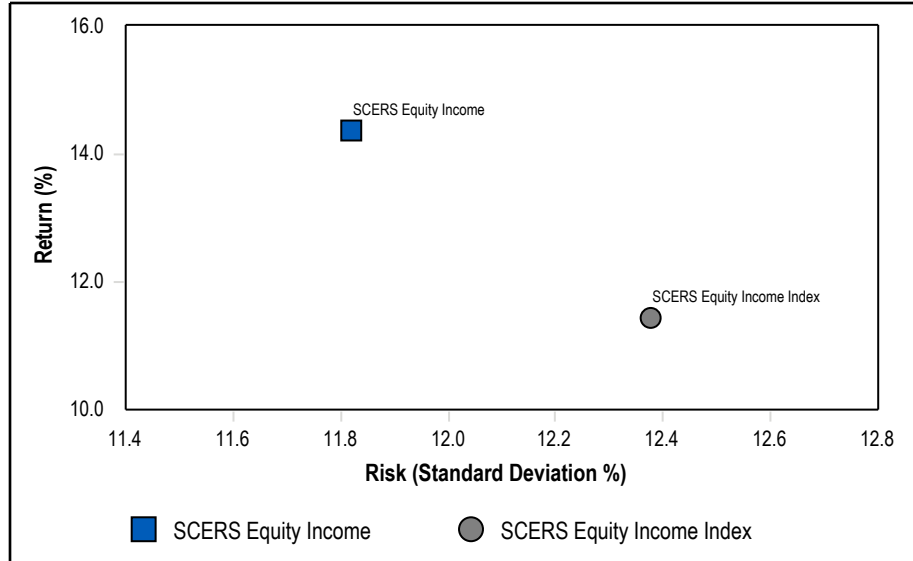


|                            | 1<br>Year<br>Ending<br>Jun-2024 | 1<br>Year<br>Ending<br>Jun-2023 | 1<br>Year<br>Ending<br>Jun-2022 | 1<br>Year<br>Ending<br>Jun-2021 | 1<br>Year<br>Ending<br>Jun-2020 | 1<br>Year<br>Ending<br>Jun-2019 | 1<br>Year<br>Ending<br>Jun-2018 | 1<br>Year<br>Ending<br>Jun-2017 | 1<br>Year<br>Ending<br>Jun-2016 | 1<br>Year<br>Ending<br>Jun-2015 | 1<br>Year<br>Ending<br>Jun-2014 | 1<br>Year<br>Ending<br>Jun-2013 | 1<br>Year<br>Ending<br>Jun-2012 | 1<br>Year<br>Ending<br>Jun-2011 |
|----------------------------|---------------------------------|---------------------------------|---------------------------------|---------------------------------|---------------------------------|---------------------------------|---------------------------------|---------------------------------|---------------------------------|---------------------------------|---------------------------------|---------------------------------|---------------------------------|---------------------------------|
| SCERS Equity Income        | 14.8                            | 11.1                            | -6.0                            | 40.4                            | -5.7                            | 8.0                             | 8.1                             | 11.7                            | 8.0                             | 7.8                             | 12.4                            | 12.0                            | 12.6                            | 28.7                            |
| SCERS Equity Income Index* | 10.5                            | 9.0                             | -8.7                            | 40.6                            | -11.3                           | 5.7                             | 4.2                             | 12.7                            | 13.4                            | -2.3                            | 20.1                            | 13.9                            | 6.0                             | 24.8                            |
| Difference                 | 4.4                             | 2.2                             | 2.7                             | -0.1                            | 5.6                             | 2.4                             | 3.9                             | -1.0                            | -5.4                            | 10.1                            | -7.7                            | -2.0                            | 6.6                             | 3.9                             |

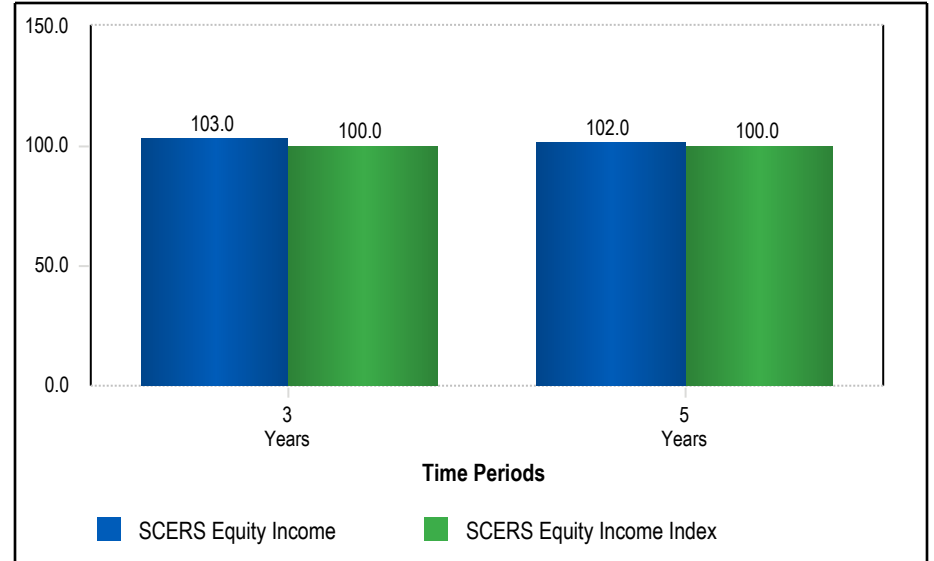
\*Please see Appendix for Custom Policy Index historical allocations.

**CITY OF SACRAMENTO**  
**As of December 31, 2025**  
**Peer Group Scattergram/Market Capture Multi Report**

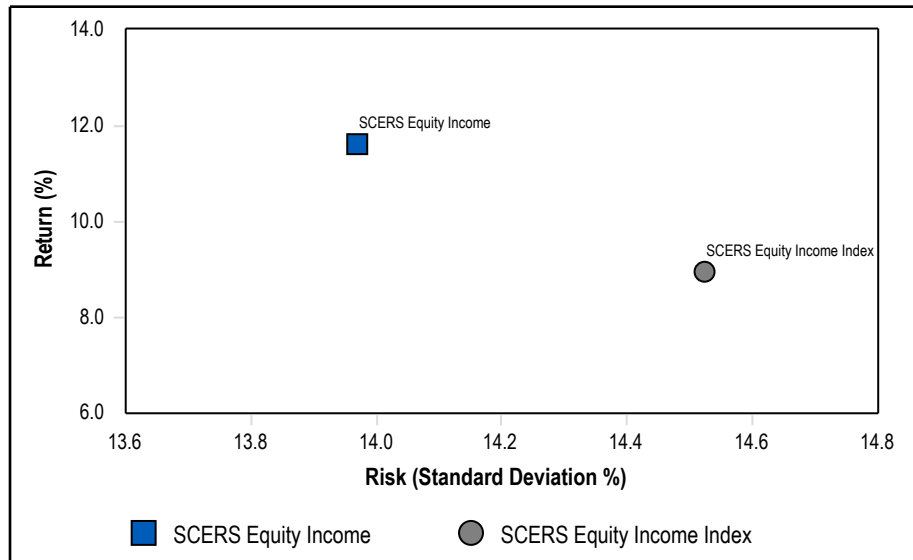
**3-Year Risk and Return**



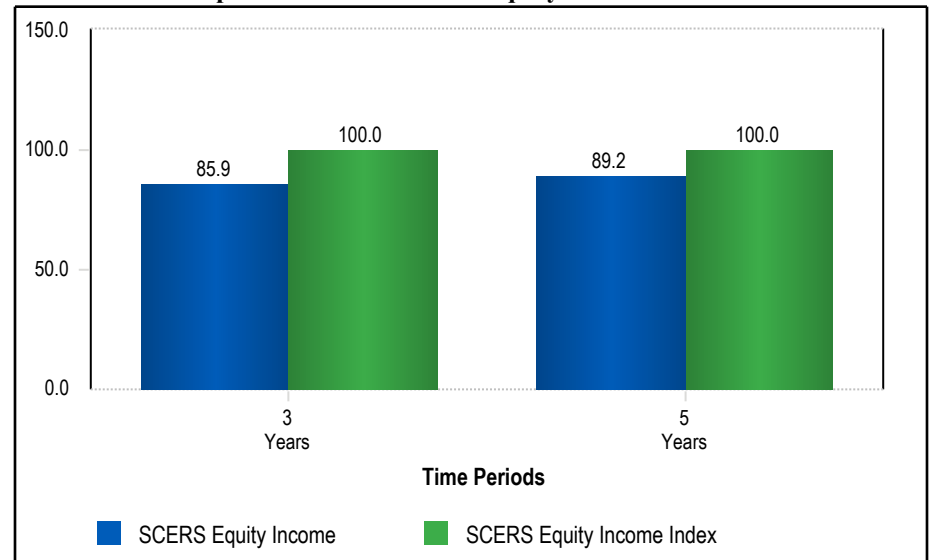
**Up Market Capture Ratio vs. SCERS Equity Income Index**



**5-Year Risk and Return**



**Down Market Capture Ratio vs. SCERS Equity Income Index**



Gross of fees

## CITY OF SACRAMENTO

## Buy and Hold Sector Attribution

1 Quarter Ending December 31, 2025

|                            |      |
|----------------------------|------|
| Buy and Hold Portfolio     | 3.4  |
| Portfolio Trading          | 0.1  |
| Actual Return              | 3.5  |
| Benchmark Return           | 3.8  |
| Actual Active Return       | -0.3 |
| Stock Selection            | 2.1  |
| Sector Selection           | -0.6 |
| Interaction                | -1.9 |
| Total Selection            | -0.4 |
| Portfolio Trading          | 0.1  |
| Benchmark Trading          | 0.0  |
| Active Trading Impact      | 0.1  |
| Buy and Hold Active Return | -0.3 |

|                        | Allocation-10/01/2025 |           | Performance-1 Quarter Ending December 31, 2025 |           |       | Attribution |             |       |
|------------------------|-----------------------|-----------|------------------------------------------------|-----------|-------|-------------|-------------|-------|
|                        | Portfolio             | Benchmark | Portfolio                                      | Benchmark | Stock | Sector      | Interaction | Total |
| Communication Services | 0.0                   | 8.1       | 0.0                                            | 8.4       | 0.0   | -0.4        | 0.0         | -0.4  |
| Consumer Discretionary | 1.2                   | 7.7       | -14.5                                          | -0.1      | -1.1  | 0.3         | 0.9         | 0.1   |
| Consumer Staples       | 1.3                   | 7.6       | 8.3                                            | 0.3       | 0.6   | 0.2         | -0.5        | 0.3   |
| Energy                 | 0.0                   | 5.9       | 0.0                                            | 1.2       | 0.0   | 0.2         | 0.0         | 0.2   |
| Financials             | 3.9                   | 22.6      | 7.0                                            | 2.5       | 1.0   | 0.3         | -0.9        | 0.4   |
| Health Care            | 0.8                   | 11.7      | 26.5                                           | 8.2       | 2.1   | -0.5        | -2.0        | -0.3  |
| Industrials            | 3.4                   | 13.1      | 2.8                                            | 3.0       | 0.0   | 0.1         | 0.0         | 0.1   |
| Information Technology | 1.3                   | 10.5      | 5.5                                            | 11.0      | -0.6  | -0.7        | 0.5         | -0.7  |
| Materials              | 0.0                   | 4.2       | 0.0                                            | 2.8       | 0.0   | 0.0         | 0.0         | 0.0   |
| Real Estate            | 0.0                   | 4.2       | 0.0                                            | -2.5      | 0.0   | 0.3         | 0.0         | 0.3   |
| Utilities              | 0.0                   | 4.5       | 0.0                                            | -0.7      | 0.0   | 0.2         | 0.0         | 0.2   |
| Other                  | 87.9                  | 0.0       | 3.2                                            | 0.0       | 0.0   | -0.5        | 0.0         | -0.5  |
| Cash                   | 0.2                   | 0.0       | 0.0                                            | 0.0       | 0.0   | 0.0         | 0.0         | 0.0   |
| Total                  | 100.0                 | 100.0     | 3.4                                            | 3.8       | 2.1   | -0.6        | -1.9        | -0.4  |

Buy and Hold Portfolio 3.4  
 Portfolio Trading 0.1  
 Actual Return 3.5  
 Benchmark Return 3.8  
 Actual Active Return -0.3

Stock Selection 1.7  
 Style Selection -4.4  
 Interaction 2.3  
 Total Selection -0.4

Portfolio Trading 0.1  
 Benchmark Trading 0.0  
 Active Trading Impact 0.1

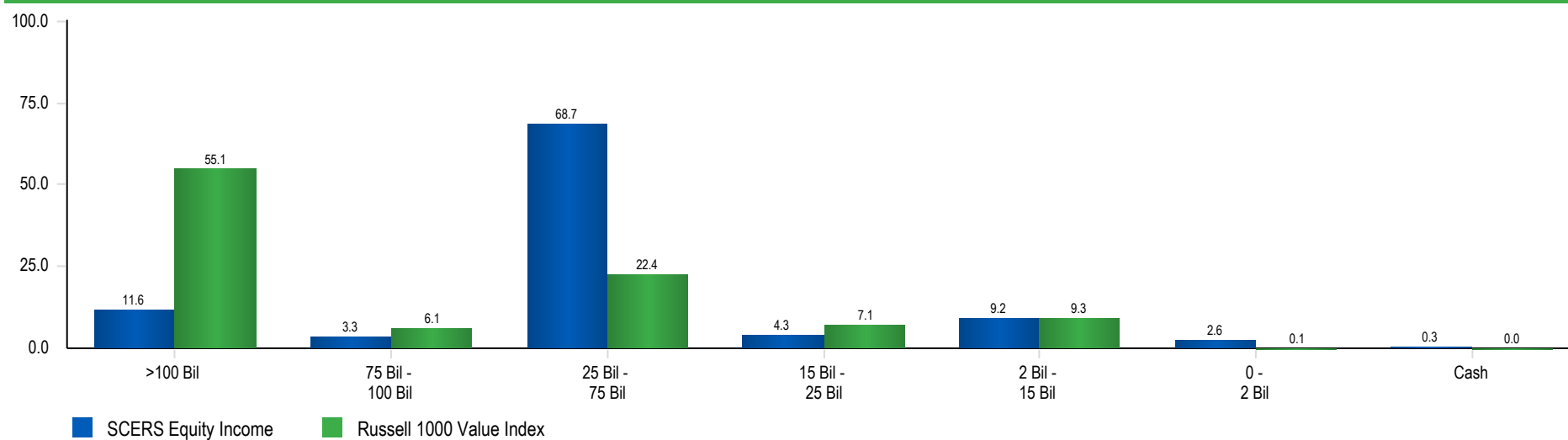
Buy and Hold Active Return -0.3

|               | Allocation-10/01/2025 |           | Performance-1 Quarter Ending December 31, 2025 |           | Attribution |       |             |       |
|---------------|-----------------------|-----------|------------------------------------------------|-----------|-------------|-------|-------------|-------|
|               | Portfolio             | Benchmark | Portfolio                                      | Benchmark | Stock       | Style | Interaction | Total |
| Cash          | 0.2                   | 0.0       | 0.0                                            | 0.0       | 0.0         | 0.0   | 0.0         | 0.0   |
| Large Growth  | 2.2                   | 2.9       | -8.8                                           | 0.7       | -0.3        | 0.0   | 0.1         | -0.2  |
| Large Neutral | 3.6                   | 26.0      | 4.5                                            | 5.6       | -0.3        | -0.4  | 0.2         | -0.4  |
| Large Value   | 6.1                   | 34.2      | 10.4                                           | 4.7       | 2.0         | -0.2  | -1.6        | 0.1   |
| Mid Growth    | 0.0                   | 1.0       | 0.0                                            | -6.2      | 0.0         | 0.1   | 0.0         | 0.1   |
| Mid Neutral   | 0.0                   | 7.4       | 0.0                                            | 2.9       | 0.0         | 0.1   | 0.0         | 0.1   |
| Mid Value     | 0.0                   | 21.4      | 0.0                                            | 3.1       | 0.0         | 0.2   | 0.0         | 0.2   |
| Small Growth  | 0.0                   | 0.0       | 0.0                                            | 13.7      | 0.0         | 0.0   | 0.0         | 0.0   |
| Small Neutral | 0.0                   | 0.1       | 0.0                                            | 6.9       | 0.0         | 0.0   | 0.0         | 0.0   |
| Small Value   | 0.0                   | 0.9       | 0.0                                            | -1.2      | 0.0         | 0.0   | 0.0         | 0.0   |
| Unclassified  | 87.9                  | 6.0       | 3.2                                            | -1.2      | 0.3         | -4.1  | 3.6         | -0.2  |
| Total         | 100.0                 | 100.0     | 3.4                                            | 3.8       | 1.7         | -4.4  | 2.3         | -0.4  |

## Portfolio Characteristics

|                           | Portfolio      | Benchmark       |
|---------------------------|----------------|-----------------|
| Wtd. Avg. Mkt. Cap (\$)   | 91,806,720,057 | 389,335,040,822 |
| Median Mkt. Cap (\$)      | 39,716,262,000 | 14,192,773,205  |
| Price/Earnings ratio      | 21.4           | 21.0            |
| Price/Book ratio          | 4.1            | 2.9             |
| 5 Yr. EPS Growth Rate (%) | 6.7            | 15.9            |
| Current Yield (%)         | 1.8            | 1.9             |
| Beta (5 Years, Monthly)   | 1.0            | 1.0             |
| Number of Stocks          | 28             | 870             |

## Distribution of Market Capitalization (%)



\*ETF investments and their underlying holdings are represented as one stock position in the Funds Portfolio Characteristics, "Number of Stocks".

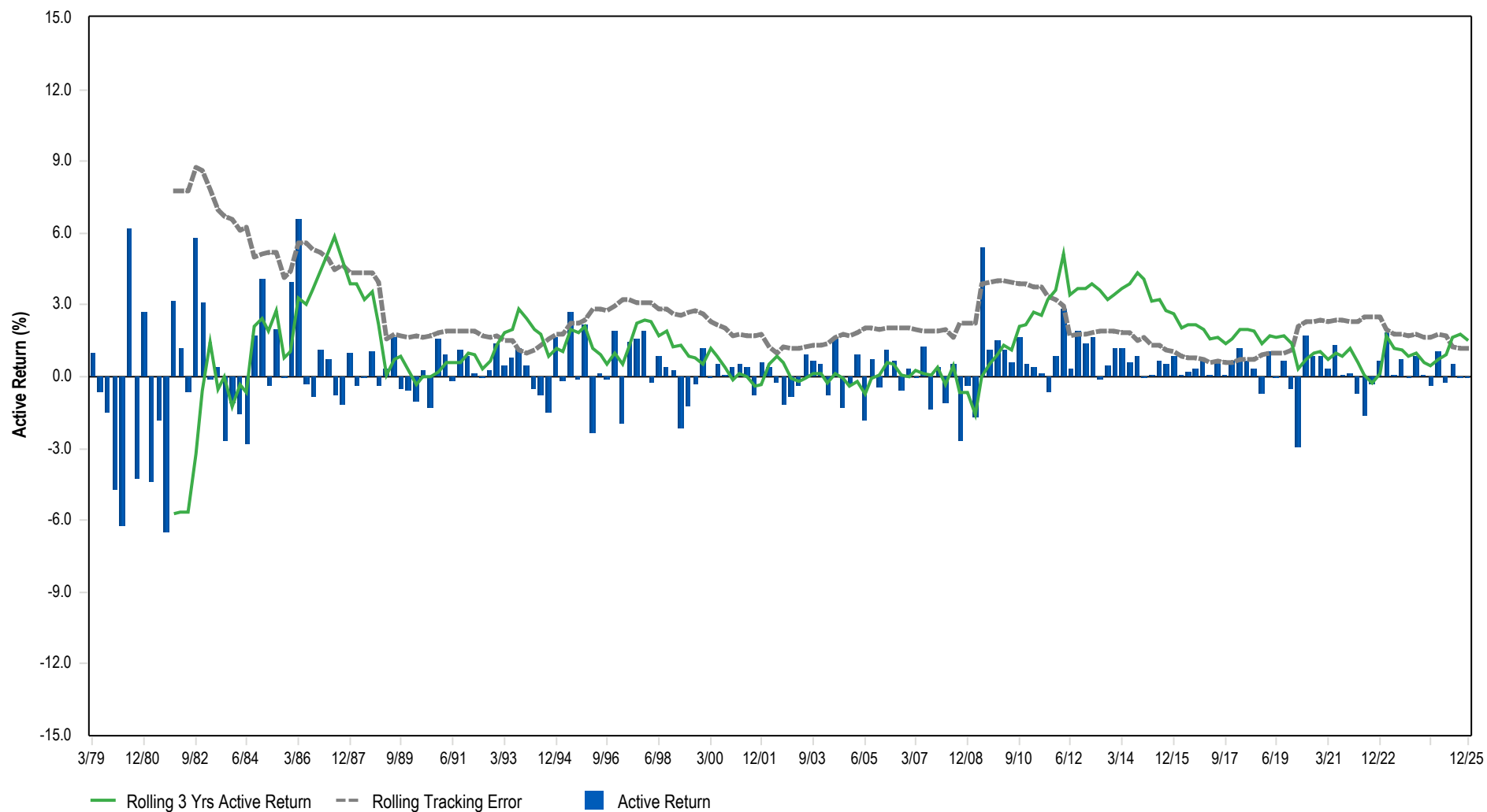
## **Fixed Income Portfolio**

| Dec-2025              |                      |                   | Sep-2025              |                      |                   |
|-----------------------|----------------------|-------------------|-----------------------|----------------------|-------------------|
| Segments              | Market Value<br>(\$) | Allocation<br>(%) | Segments              | Market Value<br>(\$) | Allocation<br>(%) |
| Domestic Fixed Income | 105,827,163          | 98.1              | Domestic Fixed Income | 102,195,137          | 98.1              |
| Mortgage              | 1,804,381            | 1.7               | Mortgage              | 1,925,361            | 1.8               |
| Cash Equivalent       | 212,496              | 0.2               | Cash Equivalent       | 23,251               | 0.0               |

# Comparative Performance & 3-Year Rolling Return

## Comparative Performance & Rolling Return

As of December 31, 2025



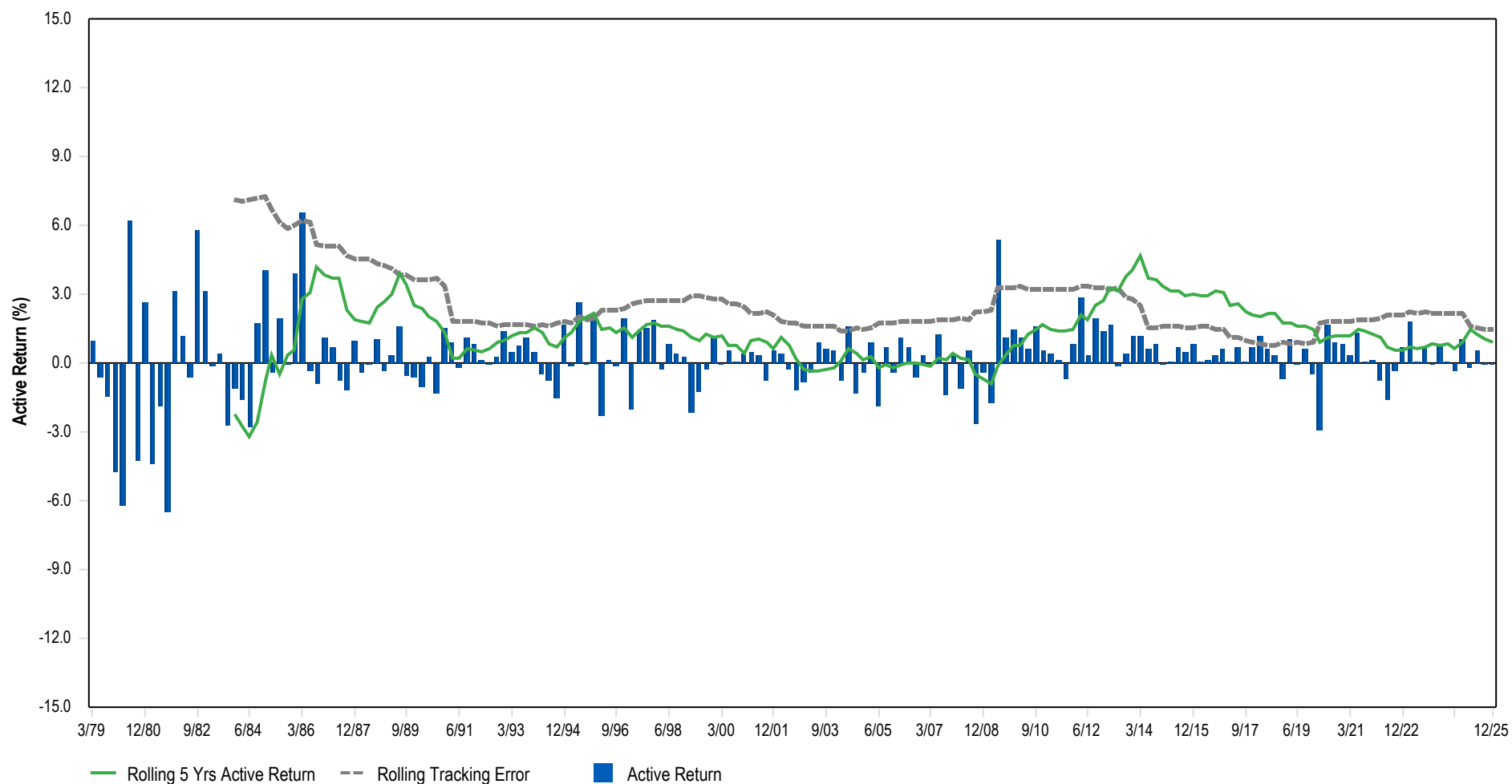
|                        | 1 Qtr | 1 Yr | 2 Yrs | 3 Yrs | 4 Yrs | 5 Yrs | 7 Yrs | 10 Yrs | Since Inception | Inception Date |
|------------------------|-------|------|-------|-------|-------|-------|-------|--------|-----------------|----------------|
| Fixed Portfolio        | 1.1   | 7.7  | 5.3   | 6.3   | 0.5   | 0.5   | 2.8   | 3.0    | 7.4             | 01/01/1979     |
| Fixed Portfolio Index* | 1.1   | 7.3  | 4.2   | 4.7   | -0.1  | -0.4  | 2.0   | 2.0    | 6.5             |                |
| Difference             | 0.0   | 0.4  | 1.0   | 1.6   | 0.6   | 0.8   | 0.8   | 1.0    | 0.9             |                |

\*Please see Appendix for Custom Policy Index historical allocations.

# Comparative Performance & 5-Year Rolling Return

## Comparative Performance & Rolling Return

As of December 31, 2025

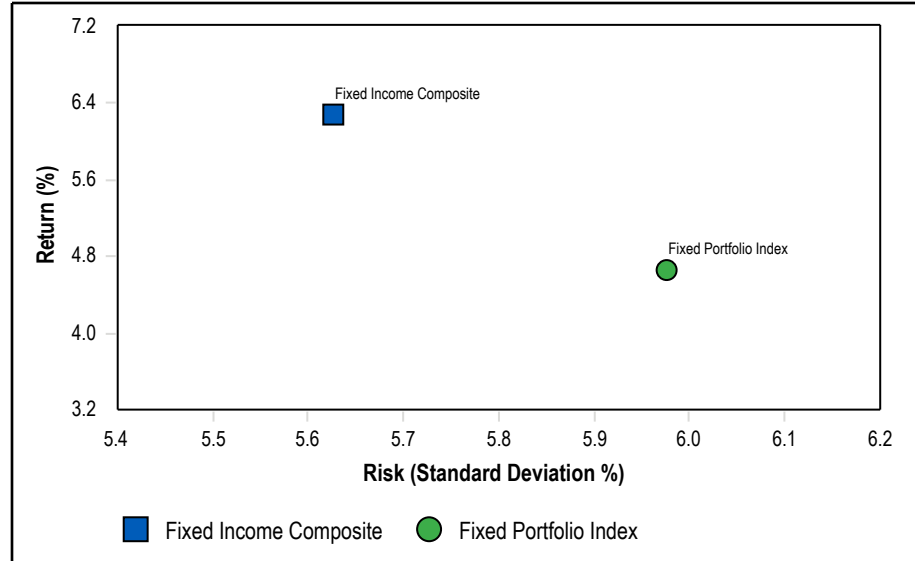


|                        | 1 Year<br>Ending<br>Jun-2024 | 1 Year<br>Ending<br>Jun-2023 | 1 Year<br>Ending<br>Jun-2022 | 1 Year<br>Ending<br>Jun-2021 | 1 Year<br>Ending<br>Jun-2020 | 1 Year<br>Ending<br>Jun-2019 | 1 Year<br>Ending<br>Jun-2018 | 1 Year<br>Ending<br>Jun-2017 | 1 Year<br>Ending<br>Jun-2016 | 1 Year<br>Ending<br>Jun-2015 | 1 Year<br>Ending<br>Jun-2014 | 1 Year<br>Ending<br>Jun-2013 | 1 Year<br>Ending<br>Jun-2012 | 1 Year<br>Ending<br>Jun-2011 |
|------------------------|------------------------------|------------------------------|------------------------------|------------------------------|------------------------------|------------------------------|------------------------------|------------------------------|------------------------------|------------------------------|------------------------------|------------------------------|------------------------------|------------------------------|
| Fixed Portfolio        | 4.4                          | 1.3                          | -12.4                        | 3.1                          | 7.5                          | 8.5                          | 2.2                          | 1.4                          | 7.7                          | 3.4                          | 7.9                          | 4.1                          | 11.1                         | 6.7                          |
| Fixed Portfolio Index* | 2.6                          | -0.9                         | -10.3                        | -0.3                         | 8.7                          | 7.9                          | -0.4                         | -0.3                         | 6.0                          | 1.9                          | 4.4                          | -0.7                         | 7.5                          | 3.9                          |
| Difference             | 1.7                          | 2.2                          | -2.1                         | 3.4                          | -1.2                         | 0.6                          | 2.6                          | 1.7                          | 1.7                          | 1.6                          | 3.6                          | 4.8                          | 3.6                          | 2.8                          |

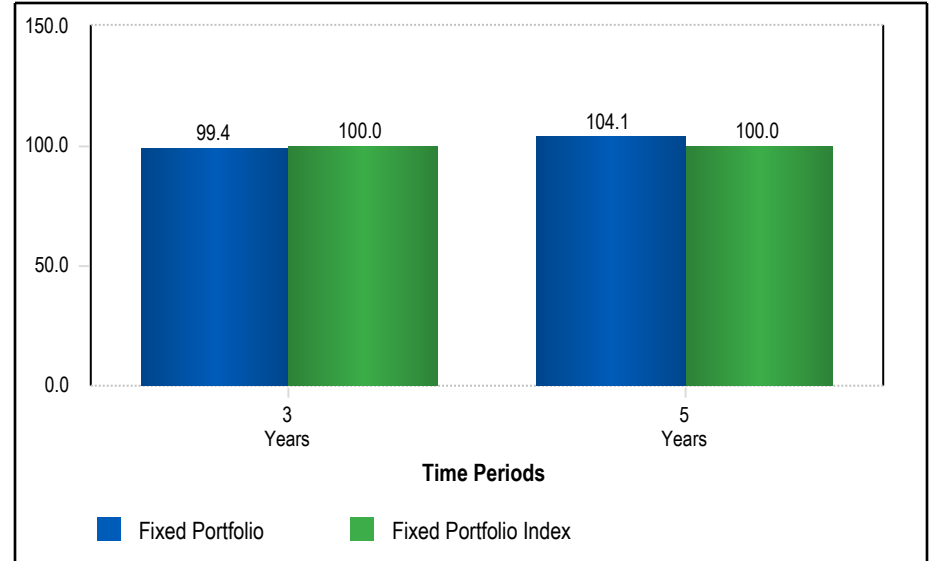
\*Please see Appendix for Custom Policy Index historical allocations.

**CITY OF SACRAMENTO**  
**As of December 31, 2025**  
**Risk & Return/Market Capture Multi Report**

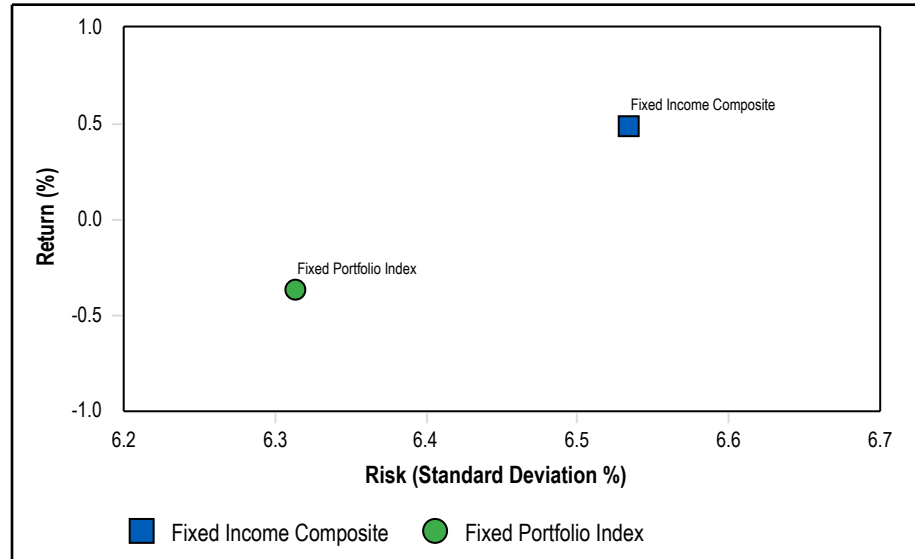
**3-Year Risk and Return**



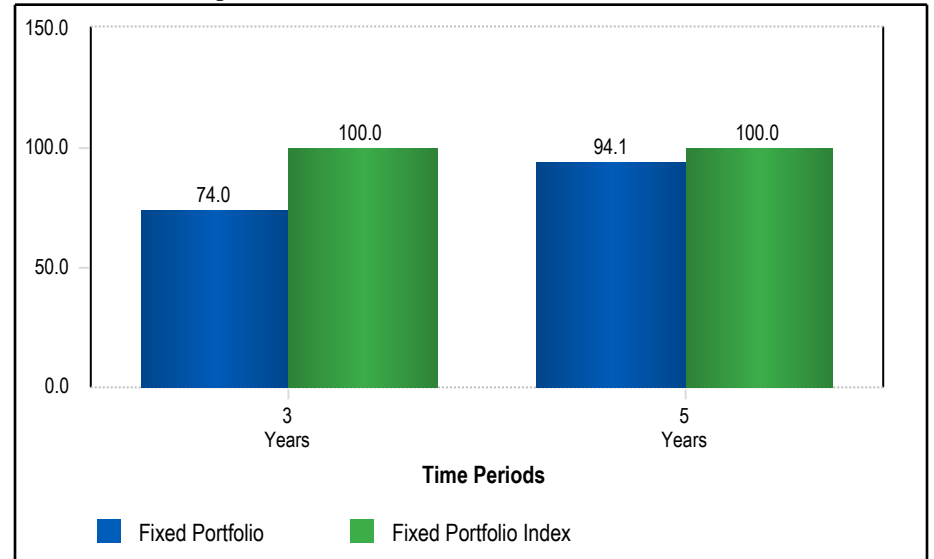
**Up Market Capture Ratio vs. Fixed Portfolio Index**



**5-Year Risk and Return**



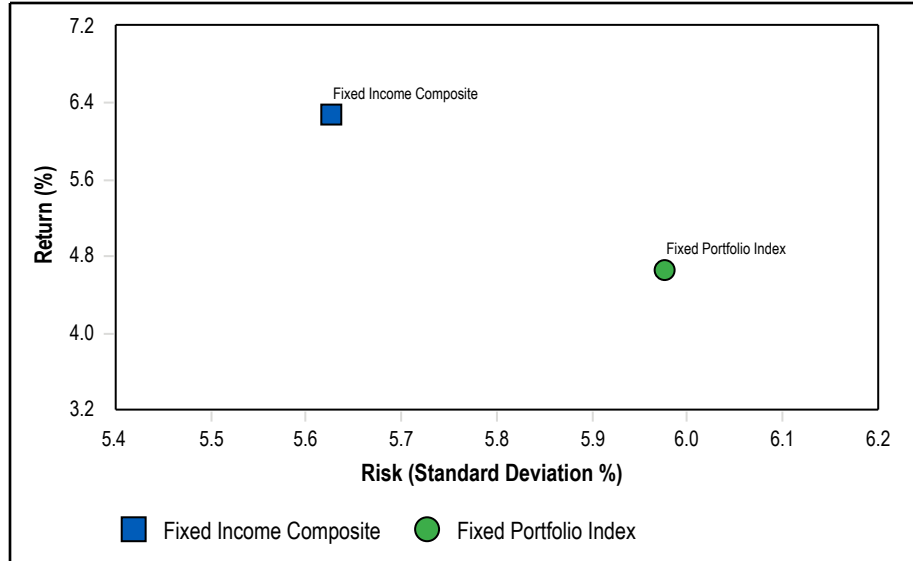
**Down Market Capture Ratio vs. Fixed Portfolio Index**



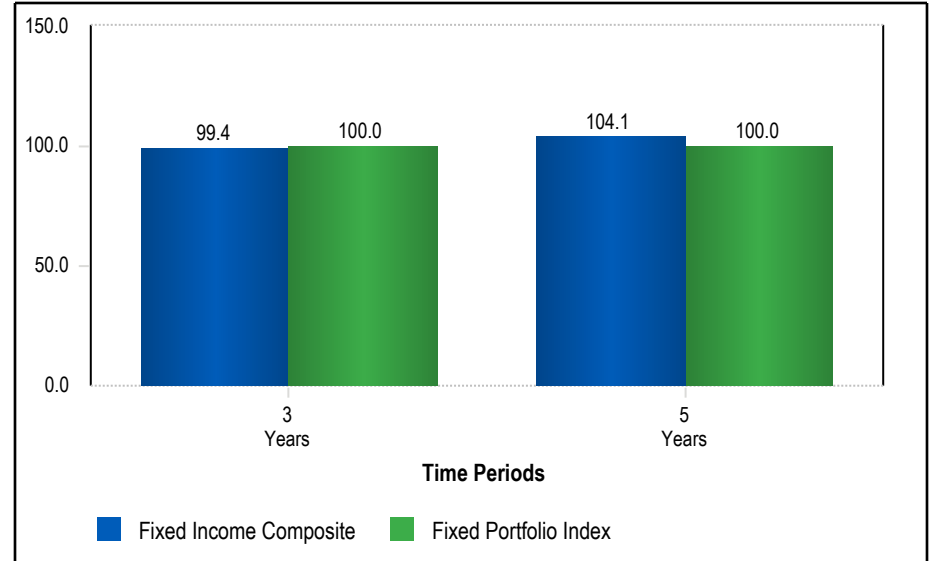
Gross of fees

**CITY OF SACRAMENTO**  
**As of December 31, 2025**  
**Risk & Return/Market Capture Multi Report**

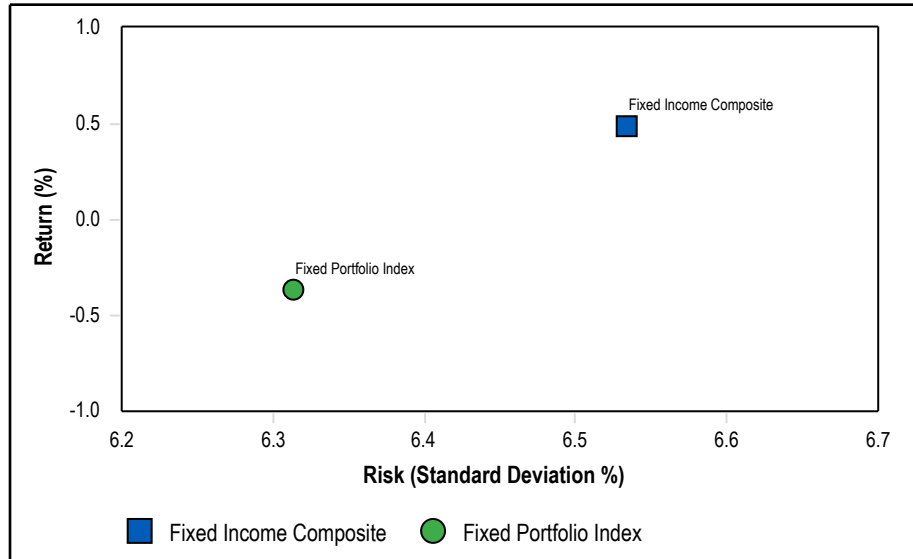
**3-Year Risk and Return**



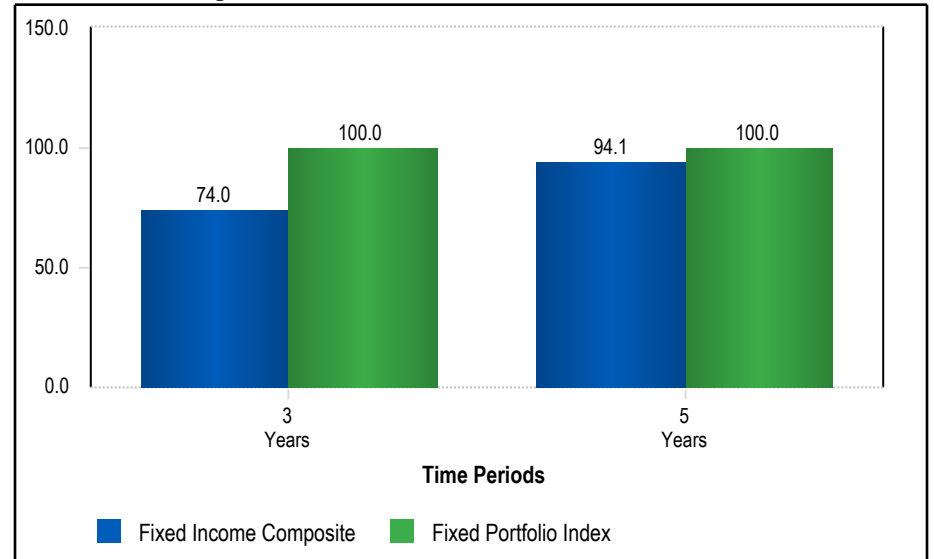
**Up Market Capture Ratio vs. Fixed Portfolio Index**



**5-Year Risk and Return**

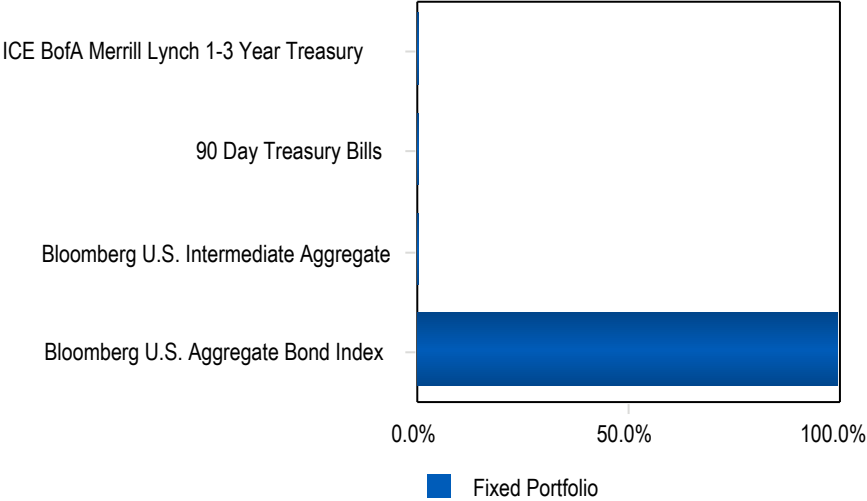


**Down Market Capture Ratio vs. Fixed Portfolio Index**

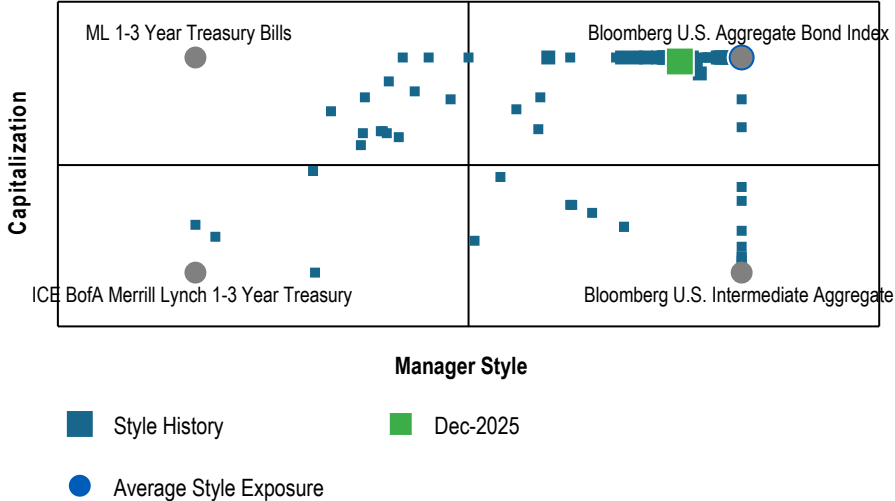


Gross of fees

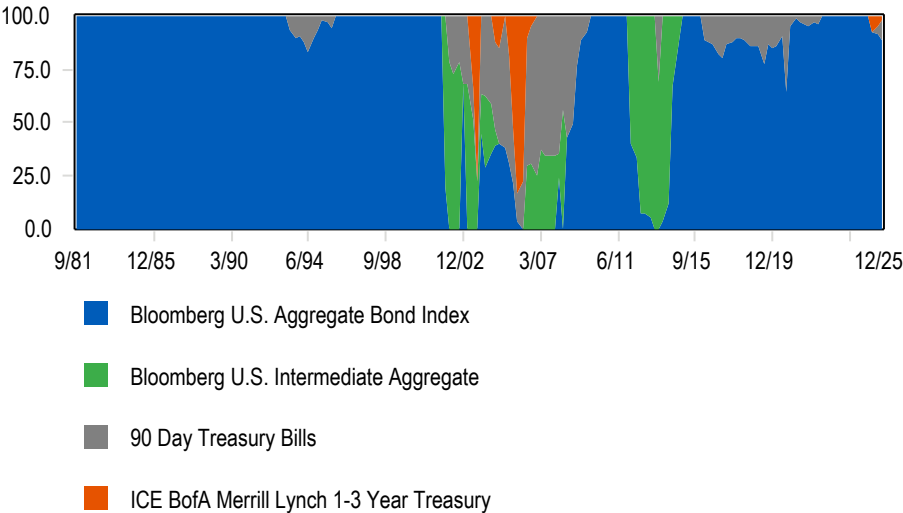
Investment Style Exposure



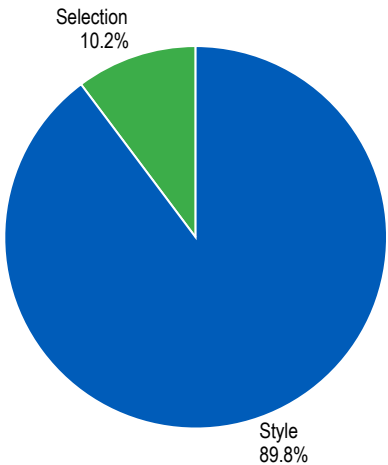
Style Map(9 Quarters)



Style History(9 Quarters)



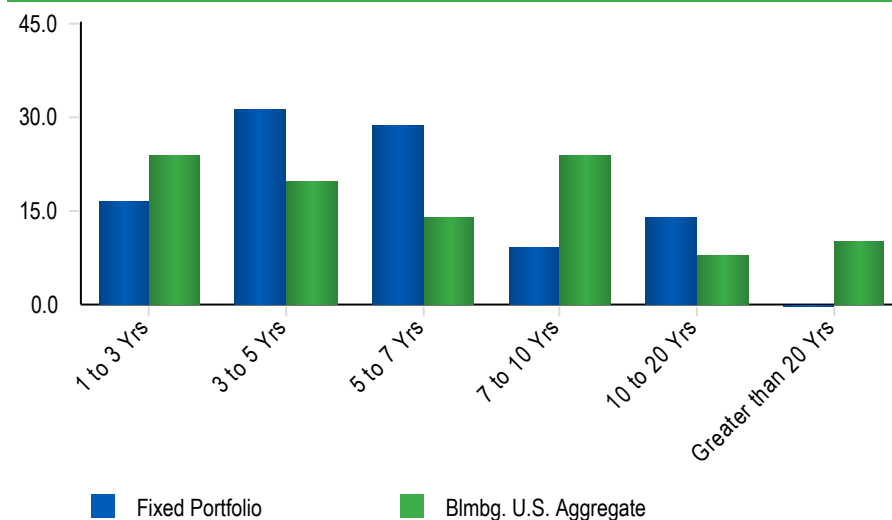
Return Variance



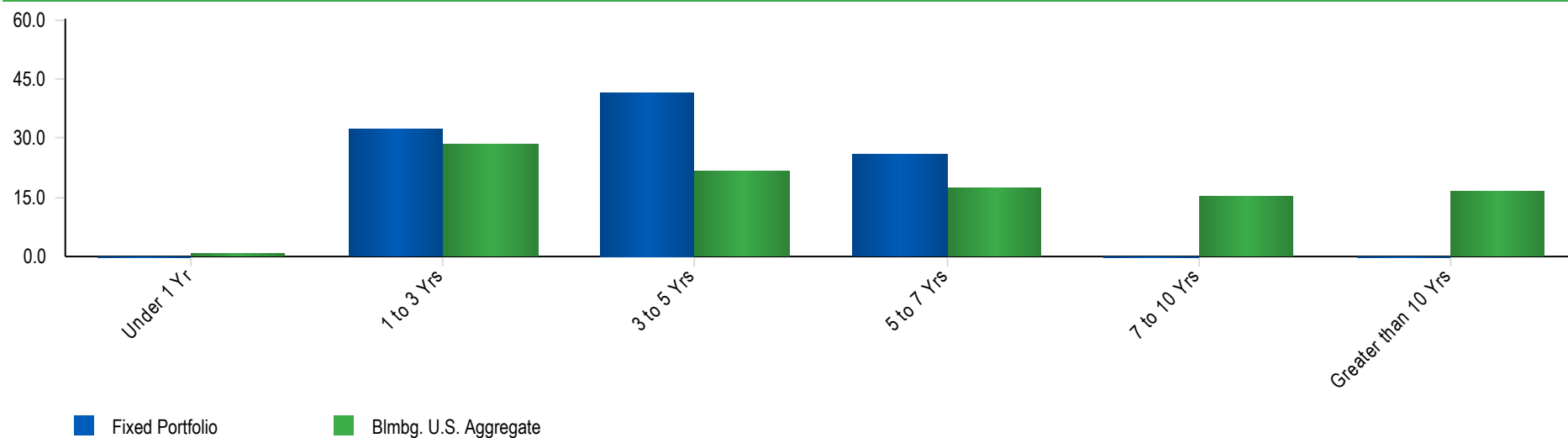
## Portfolio Characteristics

|                  | Portfolio | Benchmark |
|------------------|-----------|-----------|
| Avg. Maturity    | 6.2       | 8.2       |
| Average Duration |           | 6.0       |

## Maturity Distribution (%)



## Duration Distribution (%)



## Appendix

All equity benchmarks reflect price only returns. Benchmarks are as follows:

| Portfolio                     | Benchmark                           |
|-------------------------------|-------------------------------------|
| Total Portfolio               | Actuarial Assumption                |
| Domestic Equity Portfolio     | Russell 3000 Index (Price)          |
| Fixed Income Portfolio        | Bloomberg U.S. Aggregate Bond Index |
| Large Cap Growth Portfolio    | S&P 500 Index (Price)               |
| International Portfolio       | MSCI ACWI ex-US (Price)             |
| SCERS Equity Income Portfolio | Russell 1000 Value (Price)          |

## **Custom Index Historical Allocations**

### Custom Index - Target

July 25- Present= 40.0% Bloomberg U.S. Aggregate Bond Index; 30.0% S&P 500 (Price); 30.0% Russell 1000 Value (Price)

July 24 - July 23= 37.5% Bloomberg U.S. Aggregate Bond Index; 30.0% S&P 500 (Price); 30.0% Russell 1000 Value (Price), 2.5 % International Index

July 23 - June 23 = 35% Bloomberg U.S. Aggregate Bond Index; 30.0% S&P 500 (Price); 30.0% Russell 1000 Value (Price), 5.0 % International Index

July 22 - June 23 = 32.5% Bloomberg U.S. Aggregate Bond Index; 32.5% S&P 500 (Price); 30.0% Russell 1000 Value (Price), 5.0 % International Index. July

18 - June 22 = 30% Bloomberg U.S. Aggregate Bond Index; 35% S&P 500 (Price); 27.5% Russell 1000 Value (Price), 7.5 % International Index.

July 17 - June 18 = 35% Bloomberg U.S. Aggregate Bond Index; 35% S&P 500 (Price); 25% Russell 1000 Value (Price), 5 % International Index.

July 16 - June 17 = 40% Bloomberg U.S. Aggregate Bond Index; 35% S&P 500 (Price); 20% Russell 1000 Value (Price), 5 % International Index.

August 12 - June 16 = 45% Bloomberg U.S. Aggregate Bond Index; 30% S&P 500 (Price); 15% Dow Jones Select Dividend Index (Price), 10 % International Index.

April 09 - July 12 = 50% Bloomberg U.S. Aggregate Bond Index; 30% S&P 500 (Price); 10% Dow Jones Select Dividend Index (Price), 10 % International Index.

March 08 - March 09 = 50% Bloomberg U.S. Aggregate Bond Index; 10% S&P/Citi Value Index; 20% S&P 500 (Price); 10% Dow Jones Select Dividend Index (Price), 10 % International Index.

Oct 07 - Feb 08 = 45% Bloomberg U.S. Intermediate Aggregate Index, 12.5% S&P/Citi Value Index; 20% S&P 500 (Price); 15% Dow Jones Select Dividend Index (Price); 7.5% International Index.

Mar 07 - Sep 07 = 45% Bloomberg U.S. Intermediate Aggregate Index; 12.5% S&P/Citi Value Index; 20% Russell 1000 Growth Index (Price); 15% Dow Jones Select Dividend Index (Price); 7.5% International Index.

Feb 06 - Feb 07 = 45% Bloomberg U.S. Intermediate Aggregate Index; 10% S&P/Citi Value; 20% Russell 1000 Growth Index (Price); 15% Dow Jones Select Dividend Index (Price); 5% Russell 2000 Index (Price); 5% International Index.

Prior to Feb 06 = Allocations to passive benchmarks are in-line with the Plan's historical asset allocation targets as determined by the AIFM Board. (Detailed information is available upon request).

### Domestic Equity Index

Feb 06 - Present = 100% Russell 3000 Index (Price); Jan 83 - Jan 06 = 100% S&P 500 (Price).

### Large Cap Index

Jul 07 - Present = 100% S&P 500 (Price); Dec 92 - Jun 07 = 100% Russell 1000 Growth (Price).

### SCERS Equity Income Index

July 16 - Present = Russell 1000 Value (Price); Mar 92 - June 16 = 100% Dow Jones Select Dividend Index (Price); Apr 86 - Feb 92 = 100% Fixed Portfolio.

### International Index

Jul 07 - Present = 100% MSCI ACWI ex US (Price); Feb 06 - Jun 07 = 33% Nikkei 225 (Price), 67% MSCI EAFE (Price).

### Fixed Portfolio Index

March 08 - Present = 100% Bloomberg U.S. Aggregate Bond Index

Prior to March 08 = 100% Bloomberg U.S. Intermediate Aggregate Index