

Memorandum

Date: January 31, 2011
To: CCCERA Board of Retirement
From: Cary Hally, Retirement CIO
Subject: Semi-Annual Rebalancing

MEETING DATE

FEB 09 2011

AGENDA ITEM

#8

The following represents the transactions implemented for the semi-annual rebalancing of CCCERA's assets. This includes the funding of two new global equity portfolios managed by First Eagle and Tradewinds which coincided with the timing to rebalance.

Funds were withdrawn from the following investment managers:

Boston Partners	\$46.0	million
Delaware Investment Adv.	\$62.0	million
Emerald Advisors	\$26.0	million
Intech (Core)	\$75.0	million
Progress Investment Management	\$61.0	million
Rothschild Asset Mgmt.	\$20.0	million
Wentworth, Hauser and Violich	\$93.0	million
GMO	\$16.0	million
JPMorgan Global Opportunities	\$29.0	million
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	\$428.0	Million*

Proceeds were contributed to the following investment managers:

PIMCO (Stocks Plus)	\$14.0	million
William Blair	\$13.0	million
First Eagle	\$120.0	million
Tradewinds	\$120.0	million
AFL-CIO Housing Investment Trust	\$21.0	million
PIMCO (Total Return)	\$26.0	million
Goldman Sachs Asset Management	\$32.0	million
Lord Abbett	\$32.0	million
Lazard Asset Management	\$8.0	million
Nicholas - Applegate	\$8.0	million
Adelante Capital Management (REIT)	\$14.0	million
Cash Account at State Street	\$16.0	million
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	\$424.0	Million*

*Total withdraws and contributions do not sum due to timing of funding the First Eagle and Tradewinds portfolios and final asset values from State Street.

The PIMCO fixed income portfolio is the designated temporary investment vehicle for the uncalled commitments to the Tourohlight (formerly ING Clarion) Fund III. The PIMCO Stocks Plus portfolio is the temporary investment vehicle for the uncalled alternative investment allocations and the uncalled commitment to Oaktree 2009. The Adelante portfolio is the temporary portfolio for uncalled real estate commitments. The core plus bond portfolios managed by PIMCO, GSAM and Lord Abbett are below target proportionally by the amount in the GSAM "hold portfolio" (approximately \$22 million). Amounts less than 0.1% were not rebalanced.

Details of the rebalancing are provided in the following table.

	% of Total	12/31/2010	Over/Under	Rebalance	Market Value	% of Total
	Target	Market Value	Target*		After Rebalance	After Rebalance
Boston Partners	5.5%	324,510,000	45,917,180	(46,000,000)	278,510,000	5.5%
Delaware Investment Adv.	5.5%	340,753,000	62,160,180	(62,000,000)	278,753,000	5.5%
Emerald Advisors	2.6%	158,200,000	26,501,576	(26,000,000)	132,200,000	2.6%
Intech (Enhanced Core)	0.4%	23,024,000	2,762,704	(75,000,000)	23,024,000	0.5%
Intech (Core)	3.4%	246,736,000	74,514,984	(75,000,000)	171,736,000	3.4%
PIM CO Stock +	2.4%	208,700,000	87,132,224	14,000,000	222,700,000	4.4%
Progress Investment Management	1.8%	152,295,000	61,119,168	(61,000,000)	91,295,000	1.8%
Rothschild Asset Mgmt.	2.6%	151,461,000	19,762,576	(20,000,000)	131,461,000	2.6%
Wentworth, Hauser and Violich	3.8%	284,144,000	91,661,688	(91,000,000)	193,144,000	3.8%
Total Domestic Equity	28.0%	1,889,823,000	471,532,280	(367,000,000)	1,522,823,000	30.1%
GM O	5.2%	279,554,000	16,157,152	(16,000,000)	263,554,000	5.2%
William Blair	5.2%	250,269,000	(13,127,848)	13000000	263,269,000	5.2%
Total International Equity	10.4%	529,823,000	3,029,304	(3,000,000)	526,823,000	10.4%
JPM organ Global Opportunities	4.8%	272,176,000	29,040,448	(29,000,000)	243,176,000	4.8%
First Eagle	2.4%	-	(121,567,776)	121,000,000	121,000,000	2.4%
Tradewinds	2.4%	-	(121,567,776)	121,000,000	121,000,000	2.4%
Total Global Equity	9.6%	272,176,000	(214,095,104)	213,000,000	485,176,000	9.6%
Total Equity	48.0%	2,691,822,000	260,466,480	(157,000,000)	2,534,822,000	50.0%
AFL-CIO Housing Investment Trust	3.4%	151,563,000	(20,658,016)	21,000,000	172,563,000	3.4%
PIM CO	6.9%	332,559,000	(16,948,356)	26,000,000	358,559,000	7.1%
GSAM "Hold" Portfolio	0.0%	21,913,000	21,913,000	-	21,913,000	0.4%
Goldman Sachs Asset Management	5.4%	235,358,000	(38,169,496)	32,000,000	267,358,000	5.3%
Lord Abbett	5.4%	235,582,000	(37,945,496)	32,000,000	267,582,000	5.3%
ING Clarion Debt Opportunity Fund II	0.9%	43,100,000	(2,487,916)	-	43,100,000	0.9%
ING Clarion Debt Opportunity Fund III	1.7%	54,505,000	(31,605,508)	-	54,505,000	1.1%
Total Domestic Fixed Income	23.7%	1,074,580,000	(125,901,788)	111,000,000	1,185,580,000	23.4%
Lazard Asset Management	4.0%	194,176,000	(8,436,960)	8,000,000	202,176,000	4.0%
Total Global Fixed Income	27.7%	1,268,756,000	(134,338,748)	119,000,000	1,387,756,000	27.4%
Nicholas - Applegate	3.0%	144,377,000	(7,582,720)	8,000,000	152,377,000	3.0%
Total High Yield Fixed Income	3.0%	144,377,000	(7,582,720)	8,000,000	152,377,000	3.0%
Total Real Estate	11.5%	568,667,000	(13,845,260)	14,000,000	582,667,000	11.5%
Total Alternative Investments	7.0%	278,111,000	(76,461,680)	-	278,111,000	5.5%
County Treasurer	0.0%	2,105,000	2,105,000	-	2,105,000	0.0%
State Street Bank	0.0%	26,610,000	26,610,000	16,000,000	42,610,000	0.8%
Total Cash & Equivalents	0.5%	28,715,000	3,388,380	16,000,000	44,715,000	0.9%
Goldman Sachs Credit Opportunities	1.4%	68371000	(2,543,536)	-	68371000	1.3%
Oaktree 2009	0.8%	16,505,000	(24,017,592)	-	16,505,000	0.3%
Total Market Opportunities	2.3%	84,876,000	(26,561,128)	-	84,876,000	1.7%
TOTAL ASSETS	100.0%	5,065,324,000	5,065,324	-	5,065,324,000	100.0%