

June 30, 2014

Town of Fairfield



**Investment Measurement Service
Monthly Review**

Investment Manager Asset Allocation

The table below contrasts the distribution of assets across the Fund's investment managers as of June 30, 2014, with the distribution as of May 31, 2014. The change in asset distribution is broken down into the dollar change due to Net New Investment and the dollar change due to Investment Return.

Asset Distribution Across Investment Managers

	June 30, 2014			May 31, 2014				
	Market Value	Percent	Target	Net New Inv.	Inv. Return	Market Value	Percent	Target
Domestic Equity	\$108,922,263	30.73%	25.00%	\$(2,209)	\$3,194,804	\$105,729,668	30.15%	25.00%
BlackRock S&P 500 Index	65,295,606	18.42%	-	0	1,321,245	63,974,361	18.24%	-
The Boston Company	30,501,297	8.61%	-	(2,209)	1,027,853	29,475,653	8.40%	-
Jennison Small Cap Core	13,125,360	3.70%	-	0	845,706	12,279,654	3.50%	-
International Equity	\$74,805,509	21.11%	20.00%	\$0	\$956,793	\$73,848,717	21.06%	20.00%
Euro Pacific	36,893,679	10.41%	-	0	348,327	36,545,352	10.42%	-
First State	17,366,326	4.90%	-	0	256,930	17,109,396	4.88%	-
Vanguard International Index	20,545,505	5.80%	-	0	351,535	20,193,969	5.76%	-
Domestic Fixed	\$98,978,943	27.93%	30.00%	\$(3,699)	\$109,231	\$98,873,412	28.19%	30.00%
Montgomery US Core Fixed Income	47,808,258	13.49%	-	0	41,143	47,767,115	13.62%	-
Seix	51,170,685	14.44%	-	(3,699)	68,088	51,106,297	14.57%	-
Hedge Funds	\$35,009,318	9.88%	10.00%	\$0	\$419,886	\$34,589,432	9.86%	10.00%
Conatus	6,369,777	1.80%	-	0	160,644	6,209,133	1.77%	-
Wellington Archipelago	12,120,358	3.42%	-	0	144,412	11,975,946	3.41%	-
DGAM - Diversified Strategies Fund	16,519,183	4.66%	-	0	114,830	16,404,353	4.68%	-
Private Equity	\$6,493,267	1.83%	5.00%	\$150,000	\$(47,575)	\$6,390,842	1.82%	5.00%
Lexington MMI II	3,490,451	0.98%	-	0	0	3,490,451	1.00%	-
Lexington MMI III	2,172,577	0.61%	-	0	0	2,172,577	0.62%	-
Mesirow	830,239	0.23%	-	150,000	(47,575)	727,814	0.21%	-
Real Estate	\$17,563,539	4.96%	5.00%	\$(42,255)	\$387,884	\$17,217,909	4.91%	5.00%
TA Realty	4,604,817	1.30%	-	0	0	4,604,817	1.31%	-
Principal Opportunities Fund	12,958,722	3.66%	-	(42,255)	387,884	12,613,092	3.60%	-
Commodities	\$10,094,523	2.85%	3.00%	\$0	\$139,789	\$9,954,734	2.84%	3.00%
TAP Commoditybuilder Fund LLC	10,094,523	2.85%	-	0	139,789	9,954,734	2.84%	-
Cash	\$2,575,046	0.73%	2.00%	\$(1,516,478)	\$38	\$4,091,486	1.17%	2.00%
Cash	647,432	0.18%	-	(145,278)	10	792,700	0.23%	-
Town Employees	926,664	0.26%	-	(622,271)	13	1,548,923	0.44%	-
Fire and Police	1,000,950	0.28%	-	(748,929)	15	1,749,863	0.50%	-
Total Fund	\$354,442,408	100.0%	100.0%	\$(1,414,641)	\$5,160,848	\$350,696,200	100.0%	100.0%

Investment Manager Returns

The table below details the rates of return for the fund's investment managers over various time periods ended June 30, 2014. Negative returns are shown in red, positive returns in black. Returns for one year or greater are annualized. The first set of returns for each asset class represents the composite returns for all the fund's accounts for that asset class.

Returns for Periods Ended June 30, 2014

	Last Month	Last 3 Months	Last 6 Months	Last 12 Months	Last 36 Months
Domestic Equity	3.02%	4.25%	6.90%	26.38%	16.75%
Russell 3000 Index	2.51%	4.87%	6.94%	25.22%	16.46%
BlackRock S&P 500 Index	2.07%	5.24%	7.14%	24.64%	-
S&P 500 Index	2.07%	5.23%	7.14%	24.61%	16.58%
The Boston Company	3.49%	2.37%	6.74%	28.91%	17.22%
Russell MidCap Index	3.29%	4.97%	8.67%	26.85%	16.09%
Jennison Small Cap Core	6.89%	3.84%	5.93%	28.37%	-
Russell 2000 Index	5.32%	2.05%	3.19%	23.64%	14.57%
International Equity	1.30%	4.38%	5.13%	20.53%	7.53%
MSCI ACWI ex-US Index	1.72%	5.25%	5.89%	22.27%	6.21%
Euro Pacific	0.95%	2.98%	3.72%	22.36%	7.17%
MSCI ACWI ex-US Index	1.72%	5.25%	5.89%	22.27%	6.21%
First State	1.50%	6.66%	7.32%	14.80%	9.49%
MSCI Emerging Mkts Idx	2.70%	6.71%	6.32%	14.68%	(0.06%)
Vanguard International Index	1.74%	5.03%	5.88%	22.45%	-
Vanguard International Index BM*	1.86%	5.21%	6.24%	22.84%	6.06%
Domestic Fixed	0.11%	2.27%	4.49%	5.14%	4.54%
BC Aggregate Index	0.05%	2.04%	3.93%	4.37%	3.66%
Seix	0.13%	2.32%	4.74%	5.08%	4.69%
Barclays Aggregate Index	0.05%	2.04%	3.93%	4.37%	3.66%
Montgomery US Core Fixed	0.09%	2.21%	4.22%	5.23%	-
Barclays Aggregate Index	0.05%	2.04%	3.93%	4.37%	3.66%

* As of June 1, 2013 the benchmark used is the FTSE Global All Cap exUS Index. Prior benchmark history reflects the MSCI ACWI exUS IMI Index.

Investment Manager Returns

The table below details the rates of return for the fund's investment managers over various time periods ended June 30, 2014. Negative returns are shown in red, positive returns in black. Returns for one year or greater are annualized. The first set of returns for each asset class represents the composite returns for all the fund's accounts for that asset class.

Returns for Periods Ended June 30, 2014

	Last Month	Last 3 Months	Last 6 Months	Last 12 Months	Last 36 Months
Hedge Funds	1.21%	0.50%	3.20%	14.83%	30.45%
Conatus	2.59%	1.32%	(2.35%)	11.05%	7.03%
Wellington Archipelago	1.21%	(1.96%)	4.85%	12.49%	7.65%
DJCS L/S Equity	1.01%	1.47%	3.08%	13.41%	6.50%
DGAM - Diversified Strategies Fund	0.70%	2.06%	4.27%	6.83%	-
HFRI FOF: Conservative Index	0.39%	0.95%	2.25%	6.29%	3.33%
Private Equity	(0.73%)	(0.73%)	6.37%	18.33%	16.35%
Lexington MMI II**	0.00%	0.00%	9.02%	14.58%	15.11%
Lexington MMI III**	0.00%	0.00%	3.30%	-	-
Mesirow**	(5.45%)	(5.45%)	4.02%	1.95%	-
Russell 3000 Index + 3%	2.70%	5.52%	8.39%	28.38%	19.77%
Real Estate	2.25%	2.25%	5.33%	16.77%	12.33%
TA Realty	0.00%	0.00%	2.45%	14.05%	10.30%
NFI-ODCE Equal Weight Net	0.00%	0.00%	2.30%	8.63%	10.29%
Principal Opportunities Fund**	3.08%	3.08%	6.39%	17.72%	-
NFI-ODCE Equal Weight Net	0.00%	0.00%	2.30%	8.63%	10.29%
Commodities	1.40%	1.77%	7.01%	9.74%	-
TAP Commoditybuilder Fund	1.40%	1.77%	7.01%	9.74%	-
DJ UBS Commodity Index	0.59%	0.08%	7.06%	8.16%	(5.22%)
Cash	0.00%	0.01%	0.01%	0.03%	0.08%
Cash	0.00%	0.01%	0.01%	0.03%	0.09%
Town Employees	0.00%	0.01%	0.01%	0.02%	0.06%
Fire and Police	0.00%	0.01%	0.01%	0.03%	0.07%
ML 3-Month US T-Bill	0.00%	0.01%	0.02%	0.05%	0.07%
Total Fund	1.48%	3.03%	5.34%	16.27%	10.44%
Total Fund Benchmark*	1.34%	3.49%	5.39%	15.10%	8.55%

* Current Month Target = 25.0% Russell 3000 Index, 25.0% Barclays Aggregate Index, 15.0% MSCI ACWI ex US Index, 5.0% Russell 3000 Index+3.0%, 5.0% Hi Yld II Index, 5.0% NFI-ODCE Equal Weight Net, 5.0% MSCI Emerging Mkts Idx, 5.0% CS L/S Eq, 5.0% HFRI FOF: Conservative In, 3.0% Blmbrg Commodity Index and 2.0% ML 3-Month US T-Bill.

** Returns lagged one quarter