



## Agenda Item 8b(3)

August 13, 2012

**ITEM NAME:** Infrastructure and Forestland Program Update

**PROGRAM:** Real Assets – Infrastructure and Forestland

**ITEM TYPE:** Program Update – Information

### **EXECUTIVE SUMMARY**

This agenda item provides a quarterly update on the position and performance of the Infrastructure and Forestland Program as of March 31, 2012.

- The Infrastructure Portfolio outperformed the Program's benchmark with net-of-fee returns of 4.5%, 8.4%, 30% and 8.6% for the quarter, 1-year, 3-year and since inception periods, respectively.
- The Forestland Portfolio underperformed the Program's benchmark with net-of-fee returns of 0%, -11%, -4.1% and -0.7% for the quarter, 1-year, 3-year and since inception periods, respectively.

### **BACKGROUND**

This agenda item is the quarterly Program Update for the Infrastructure and Forestland Program. The Program Update is a result of the restructuring of the Investment Committee agendas recommended by an Investment Office Rapid Results team.

### **ANALYSIS**

The attached presentation (Attachment 1) provides an update on the following items for the quarter ending March 31, 2012

- Program Overview: Role & Scope
- Financial Overview/Asset Allocation
- Portfolio Characteristics and Performance
- Policy Compliance, Target & Delegations
- Investment Activity

### **ATTACHMENTS**

Attachment 1 – Infrastructure and Forestland Program Update

Attachment 2 – Market Update: Infrastructure Program, Meketa Investment Group, Inc.

Attachment 3 – Consultant Opinion Letter: Forestland Program, Wilshire Associates

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