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**INSTITUTIONAL
INVESTMENT
SOLUTIONS**



PREPARED BY

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PREPARED FOR

**Beaver County
Retirement Board**

Abbreviated 3rd Quarter 2008 Report

Dated:

November 19, 2008

GENERAL COMMENTS

- The Huntington Bank custody contracts and related engagement documentation is being reviewed and will be executed upon approval by the Fund's solicitor.
- This Consultant has reviewed the Fund's brokerage activity as well as the Fund's policy in this regard and determined that "best execution" is being instituted. The total commissions incurred by the Fund during the third quarter of 2008 was less than \$10,000 which is favorable when compared with previous costs.
- The RFP for new investment managers has been deferred until the financial markets stabilize.



REVIEW SCHEDULE

The Combined Pension Board meetings will be held quarterly on the third Wednesday of each month at 2 pm. Manager presentations will be scheduled for the meeting held during the second month of each quarter in accordance with the following schedule:

- Wednesday, February 18, 2009
- Wednesday, May 20, 2009
- Wednesday, August 19, 2009
- Wednesday, November 18, 2009



Beaver County Employees' Retirement Fund

Performance Summary Table

Periods Ending 9/30/08

Manager	1 Qtr	YTD	1 Year	2 Yrs	3 Yrs	5 Yrs	7 Yrs	Incept Date	Incept Ret
Total Fund									
Total Return	-5.07	-10.63	-12.02	-0.47	2.49	5.16	5.00	9/30/99	3.67
Policy Index	-6.24	-12.05	-12.78	-0.80	2.03	5.06	4.63	9/30/99	3.53
Universe Median	-7.39	-12.91	-13.61	-0.45	2.54	5.89	5.60		4.61
Rank	23	30	39	51	51	74	70		83
CIM All Cap Equity									
Total Return	-5.45	-16.01	-19.21	-3.99	0.99	5.15	3.33	12/31/95	7.22
Policy Index	-7.76	-18.41	-21.33	-4.33	0.40	5.56	3.80	12/31/95	7.11
Universe Median	-8.34	-18.51	-21.45	-4.49	0.29	6.13	5.00		
Rank	25	37	37	43	34	83	93		
McKee All Cap Equity									
Total Return	-8.60	-17.89	-21.89	-3.65	0.41	7.11	7.21	11/30/99	6.02
Russell 3000	-8.73	-18.81	-21.53	-4.38	0.27	5.70	4.71	11/30/99	3.66
Universe Median	-8.34	-18.51	-21.45	-4.49	0.29	6.13	5.00		
Rank	64	43	56	39	44	40	34		
Boston Co International Equity									
Total Return	-23.47	-33.05	-35.01	-10.02				1/31/06	-4.20
MSCI EAFE (Net)	-20.56	-29.26	-30.50	-6.85				1/31/06	-2.45
Universe Median	-20.64	-28.23	-29.04	-4.66					
Rank	74	84	87	94					
CIM Fixed									
Total Return	-2.04	-0.83	2.00	3.37	3.40	3.10	3.90	12/31/95	5.10
LB Govt/Credit	-1.63	-0.67	2.41	3.75	3.60	3.34	4.61	12/31/95	5.64
Universe Median	-1.16	0.15	3.04	4.04	3.80	3.71	4.60		
Rank	62	64	58	60	59	79	91		
McKee Fixed									
Total Return	0.35	3.13	6.26	5.95	5.33	5.05	5.57	11/30/99	6.52
LB U.S. Aggregate	-0.48	0.64	3.66	4.39	4.15	3.78	4.69	11/30/99	5.94
Universe Median	-1.16	0.15	3.04	4.04	3.80	3.71	4.60		
Rank	15	5	8	5	5	4	8		

Beaver County Employees' Retirement Fund
Performance Summary Table
 Periods Ending 9/30/08

Manager	1 Qtr	YTD	1 Year	2 Yrs	3 Yrs	5 Yrs	7 Yrs	Incept Date	Incept Ret
ERECT Funds									
Total Return	1.74	-0.14	1.05					3/31/07	1.63
NCREIF Prop Index	-0.17	2.00	5.27					3/31/07	9.14
Universe Median	-0.66	0.77	1.77						
Rank	17	61	55						
Attilanus Fund I									
Total Return	0.22	-0.91	0.79	5.28	9.81			3/31/05	-0.50
8% Annual Return	1.94	5.94	8.00	8.00	8.00			3/31/05	8.00

Beaver County Employees' Retirement Fund

Performance Summary Table

Periods Ending 9/30/08

Manager	1 Qtr	YTD	1 Year	2 Yrs	3 Yrs	5 Yrs	7 Yrs	Incept Date	Incept Ret
CIM Balanced									
Total Return	-3.96	-8.87	-9.75					9/30/07	-9.75
Policy Index	-5.15	-11.26	-12.13					9/30/07	-12.13
Universe Median	-5.54	-10.37	-11.00						-11.00
Rank	34	37	46						46
McKee Balanced									
Total Return	-5.31	-10.86	-12.58					9/30/07	-12.58
Policy Index	-5.43	-11.29	-12.00					9/30/07	-12.00
Universe Median	-5.54	-10.37	-11.00						-11.00
Rank	46	56	64						64

Beaver County Employees' Retirement Fund Total Fund Allocation By Manager Total Fund

September 30, 2008 \$181,664,183

