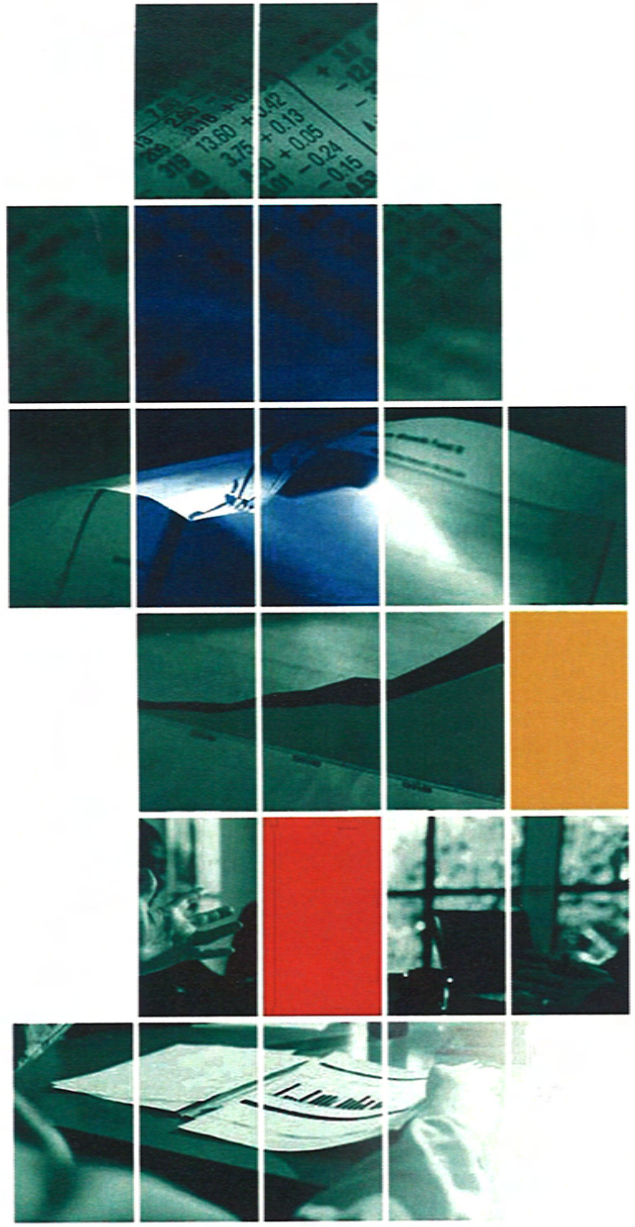

San Diego Transit Corporation Employees Retirement Plan

Investment Performance Analysis

Quarter Ended

June 30, 2009

Prepared By

Amanda Kingsbury

Att. A. AI 45, 8/20/09

RVKuhns & ASSOCIATES, INC.

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San Diego Transit Corporation Employees Retirement Plan
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San Diego Transit Corporation Employees Retirement Plan
Executive Summary
As of June 30, 2009

The San Diego Transit Corporation Employees Retirement Plan had a total market value of $121,488,228 on June 30, 2009, an increase of approximately $9.5 million from March 31, 2009.

As of June 30, 2009, equity and REIT investments comprised 46.53% of the portfolio (under the 55.0% equity target), fixed income and cash investments comprised 39.70% (over the target of 32.5%), and alternative investments comprised 13.77% of the portfolio (over the target of 12.5%).

For the quarter ending June 30, 2009, the Total San Diego Transit Portfolio returned 10.80%, and underperformed the policy index by 233 basis points. This return ranked at the 59th percentile in the All Corporate Plans ($20 million to $250 million) Plan Sponsor universe for the quarter. The Plan has outperformed its peer group median over a longer term period of 10 years, ranking in the 45th percentile.

During the second quarter, the Westwood Large Cap Value Portfolio underperformed the Russell 1000 Value Index (12.52% vs. 16.69%), and ranked at the 90th percentile in the US Value/Large Cap Equity (SA+CF) universe. The Portfolio invests in about 50 high quality companies that appear undervalued relative to their forecasted growth rate based on proprietary research. The Portfolio remains fully invested (95-100%) at all times.

The Rainier Large Cap Equity Portfolio returned 12.67% during the second quarter of 2009, underperforming the Russell 1000 Growth Index by 365 basis points. The Portfolio ranked at the 75th percentile in the US Growth/Large Cap Equity (SA+CF) universe. Rainier Investment management seeks to maximize long-term capital appreciation. The investment philosophy utilizes a GARP approach to purchase companies with superior earnings and attractive valuations.

For the quarter ending June 30, 2009, Westwood SMid Cap Equity returned 17.39% versus 18.76% for the Russell 2500 Value Index. Westwood ranked at the 65th percentile in the US Small/Mid Cap Value (SA+CF) universe. The Portfolio invests in value securities ranging from $100 million to $10 billion with a selection of approximately 46-60 securities. The Fund seeks sector diversity as well as a below market risk profile.

During the second quarter of 2009, the Boston Company SMid Cap Growth Portfolio returned 12.80%, underperforming the Russell 2500 Growth Index by 899 basis points. The Portfolio ranked at the 85th percentile in the US Small/Mid Cap Growth (SA+CF) universe. The Boston Company management is focused on fundamental analysis, using earnings as the key barometer for stock appreciation. The fund seeks to remain fully invested in all market cycles with a range of 90-150 holdings.

The Cohen & Steers Institutional Realty Fund posted a return of 29.53% for the quarter, underperforming the Wilshire US REIT Index return of 31.66%. The Fund ranked at the 54th percentile in the Real Estate Sector Funds (MF) universe. The Fund seeks maximum total return through both the current income and capital appreciation by investing in real estate securities, primarily real estate investment trusts (REITs).

Brandes Global Large Cap Portfolio returned 19.84% for the quarter, underperforming the MSCI World Index (Gross) return of 21.05%. The Portfolio ranked at the 51st percentile in the Global Equity (SA+CF) universe. The Portfolio is designed for investors who seek long-term capital appreciation along with diversification and value equity management.

TT International Investment Trust Active International Equity underperformed the MSCI EAFE Index (Gross) (21.60% vs. 25.85%), and ranked at the 77th percentile for the quarter against the International Equity All (SA+CF) universe. The actively managed fund's returns are driven by a combination of currency management, a top-down, and a bottom up approach to international equity. TT International focuses on mid to large cap equity holdings in Europe, Australasia, and the Far East. The Fund protects capital through currency management and will hedge up to 100% of the portfolio.

JP Morgan Core Bond Trust returned 3.18% for the quarter, outperforming the Barclays Capital U.S. Aggregate Bond Index return by 140 basis points on a relative basis. The Trust ranked at the 53rd percentile in the US Broad Market Core Fixed Income (SA+CF) universe. The Trust invests mainly in investment grade bonds and debt securities. These

Note: Performance versus SA+CF or plan sponsor peer groups is shown gross of fees, while performance versus MF peer groups is shown net of fees.

include U.S. government obligations and mortgage-backed securities.

The PIMCO Total Return Fund returned 4.71% for the quarter and outperformed the Barclays Capital U.S. Aggregate Bond Index by 293 basis points on a relative basis. The Fund ranked at the 53rd percentile in the US Broad Market Core Fixed Income Funds (MF) universe for the quarter. The Fund uses a core bond portfolio strategy that seeks maximum current income and price appreciation consistent with the preservation of capital and prudent risk taking. All sectors of the bond markets are utilized to add value while maintaining an overall risk level similar to the benchmark.

The Loomis Sayles World Bond Trust returned 10.97% during the second quarter and outperformed the Citigroup World Government Bond Index, which returned 3.49%. The Fund ranked at the 28th percentile in the Global Fixed Income (SA+CF) universe for the quarter. The objective of the Fund is to seek a high total investment return through a combination of high current income and capital appreciation. At the end of Jun-2008, the Fund (LSGBX) was sold to transition into the Loomis Sayles World Bond Trust commingled fund (CF) equivalent.

The Wellington Diversified Inflation Hedges (Gross) returned 19.09% for the quarter. The fund outperformed the CPI + 5% and the Wellington Diversified Inflation Hedges Composite Index, which returned 2.65% and 13.53%, respectively. The Fund seeks to provide real return performance which is measured against the Consumer Price Index plus 5%.

The PIMCO All Asset Fund (Net) returned 12.60% for the quarter, outperforming the CPI + 5% by 995 basis points. The fund outperformed the All Asset Composite Index, which posted a return of 9.44%. The Fund invests in a combination of other PIMCO products to preserve capital while maximizing the real return for the underlying assets and providing a diversified inflation hedge for the Portfolio.

The PAAMCO Pacific Hedged Strategies Portfolio (Net) returned 5.65% for the quarter and outperformed its custom benchmark (3 Month LIBOR + 5%) by 418 basis points. The Portfolio seeks to match or outperform its return objective of 500 to 600 basis points above LIBOR by investing in a diversified portfolio of hedge funds and strategies with the goal of preserving capital and adding appreciable value (alpha).

Note: Performance versus SA+CF or plan sponsor peer groups is shown gross of fees, while performance versus MF peer groups is shown net of fees.

Capital Markets Review
As of June 30, 2009

Capital Markets Review

Second Quarter Economic Environment

The second quarter of 2009 was marked by cautious optimism as the rate of contraction across economic indicators slowed, yet investors await significant positive growth as a sign of a lasting recovery. The Federal Reserve held the Federal Funds Rate to a range of 0% to 0.25%, but many global central banks cut short-term target rates during the quarter. The US Dollar Index, which measures the Dollar against a basket of most commonly traded world currencies, fell 6.2% during the second quarter as some world leaders called for a new world currency. Unemployment continues to weigh on consumer sentiment; the U.S. seasonally adjusted unemployment rate reached 9.5% in the second quarter, compared to 8.5% at the close of the first quarter and 7.6% in January.

Despite persisting concerns, returns for the quarter were positive for all asset classes with the exception of U.S. Treasurys and private real estate. The Pending Home Sales Index rose for four consecutive months, and the credit markets appear to be regaining strength, as many banks have repaid their TARP loans and creditworthy companies are able to borrow again. The Consumer Price Index rose modestly by 1.4% in the second quarter but has fallen by 1.4% over the last 12 months. Finally, long-term interest rates on Treasury securities rose throughout the quarter. The yield on the 10-Year Note climbed from 2.71% in March to 3.53% in June. Despite the Federal Reserve's attempts to hold rates low, investors' embrace of riskier assets contributed to a sell-off in Treasurys and consequent rise in yields.

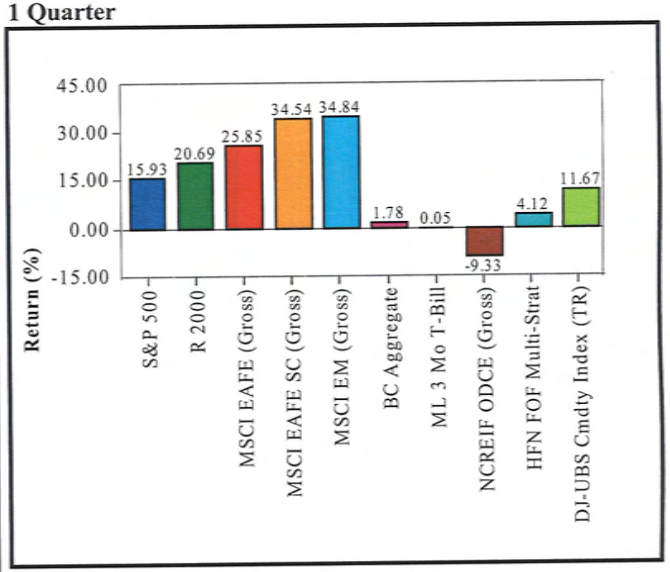
Second Quarter Equities

During the second calendar quarter the U.S. stock market posted its largest gain since December 1998. The S&P 500 Index rose by 15.93% in the quarter and has risen 36.88% since its March 9, 2009 low. Each of the sectors that make up the S&P 500 Index posted positive returns for the quarter. The Financial sector rebounded strongly from first quarter losses and was the best performing sector during the second quarter. Small capitalization stocks outperformed larger stocks during the quarter. Growth and value stocks posted similar gains in the large-cap segment of the market, while smaller-capitalization growth stocks outperformed their value counterparts by a five-percentage-point margin. Risk was also rewarded in the international markets, which were led by the emerging markets and smaller issues. As measured by the MSCI All Country World Ex US Index, all sectors posted positive returns with Financials leading other sectors.

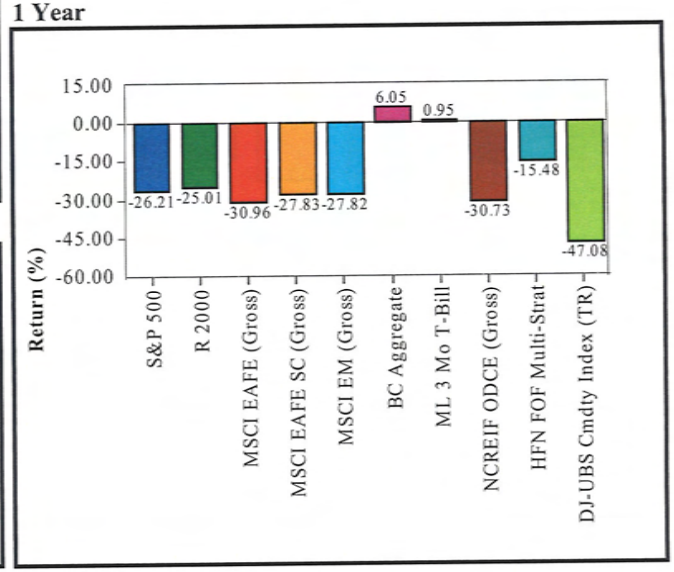
Second Quarter Fixed Income

The only sector of the Barclays Capital Aggregate Bond Index to post negative returns in the second quarter was Treasurys. Long-Term Corporates posted the strongest gains in the quarter, yet fixed-rate mortgage-backed securities have posted the largest gains over the one-, three-, and five-year trailing periods. Within the corporate fixed income space, high yield outperformed other credit qualities by a significant margin during the second quarter.

1 Quarter



1 Year



Trailing-Period Performance

	1 Month Ending Apr-2009	1 Month Ending May-2009	1 Month	1 Quarter	Year To Date	1 Year	3 Years	5 Years	10 Years
S&P 500	9.57	5.59	0.20	15.93	3.16	-26.21	-8.22	-2.24	-2.22
R 2000	15.46	3.01	1.47	20.69	2.64	-25.01	-9.89	-1.70	2.38
MSCI EAFE (Gross)	12.96	12.01	-0.54	25.85	8.42	-30.96	-7.51	2.79	1.59
MSCI EAFE SC (Gross)	15.44	14.29	1.98	34.54	21.79	-27.83	-9.52	2.99	5.44
MSCI EM (Gross)	16.66	17.15	-1.33	34.84	36.22	-27.82	3.27	15.08	9.02
BC Aggregate	0.48	0.73	0.57	1.78	1.90	6.05	6.43	5.01	5.98
ML 3 Mo T-Bill	0.03	0.01	0.01	0.05	0.10	0.95	3.25	3.17	3.23
NCREIF ODCE (Gross)	N/A	N/A	N/A	-9.33	-21.74	-30.73	-4.13	4.31	6.82
HFN FOF Multi-Strat	0.83	3.00	0.26	4.12	4.30	-15.48	-1.30	2.38	5.94
DJ-UBS Cmdty Index (TR)	0.73	13.00	-1.90	11.67	4.62	-47.08	-8.30	-0.23	7.21

Performance is annualized for periods greater than one year.

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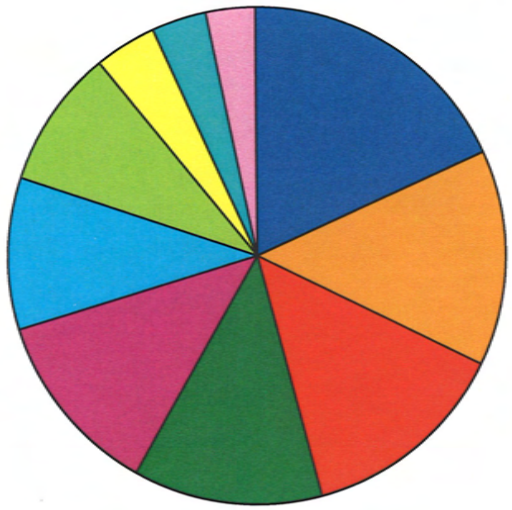
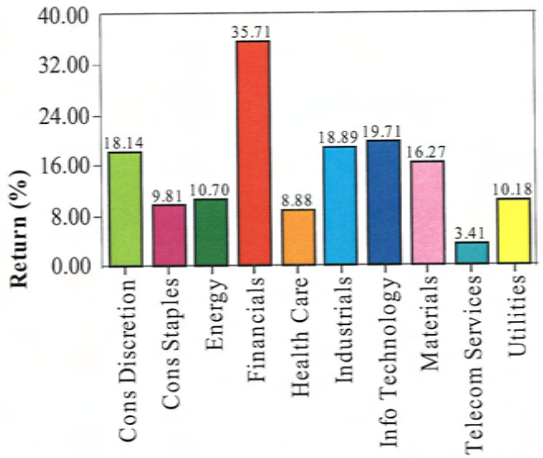
Domestic Equity Sector Weights and Returns
As of June 30, 2009

S&P 500 Sector Weights

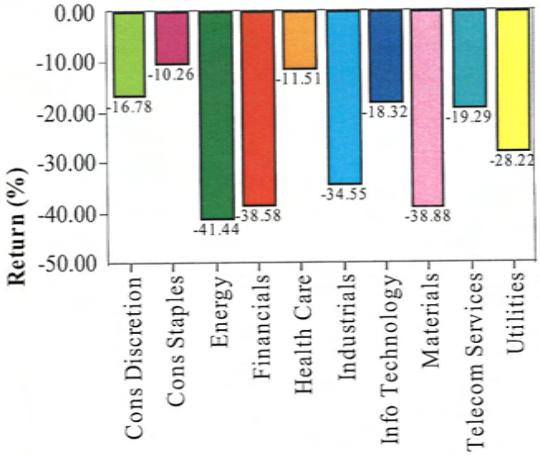


	Allocation (%)
Information Technology	18.30
Health Care	14.00
Financials	13.60
Energy	12.40
Consumer Staples	12.00
Industrials	9.90
Consumer Discretionary	9.00
Utilities	4.10
Telecommunication Services	3.50
Materials	3.20

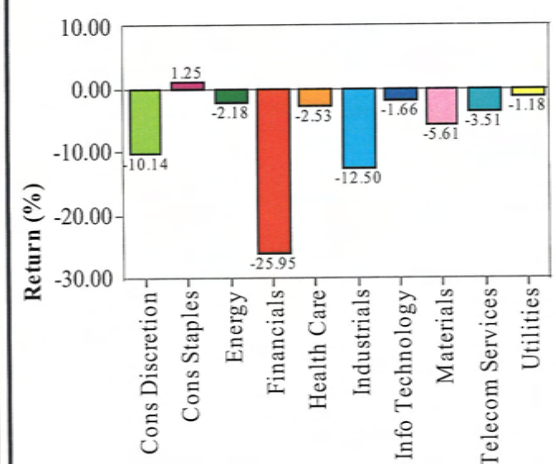
S&P 500 Sector Returns - 1 Quarter



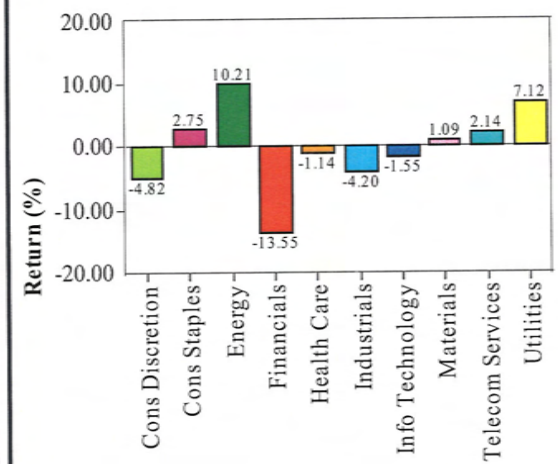
S&P 500 Sector Returns - 1 Year



S&P 500 Sector Returns - 3 Years



S&P 500 Sector Returns - 5 Years



Performance is annualized for periods greater than one year. Returns provided by MPI Stylus, allocations provided by Standard & Poor's.

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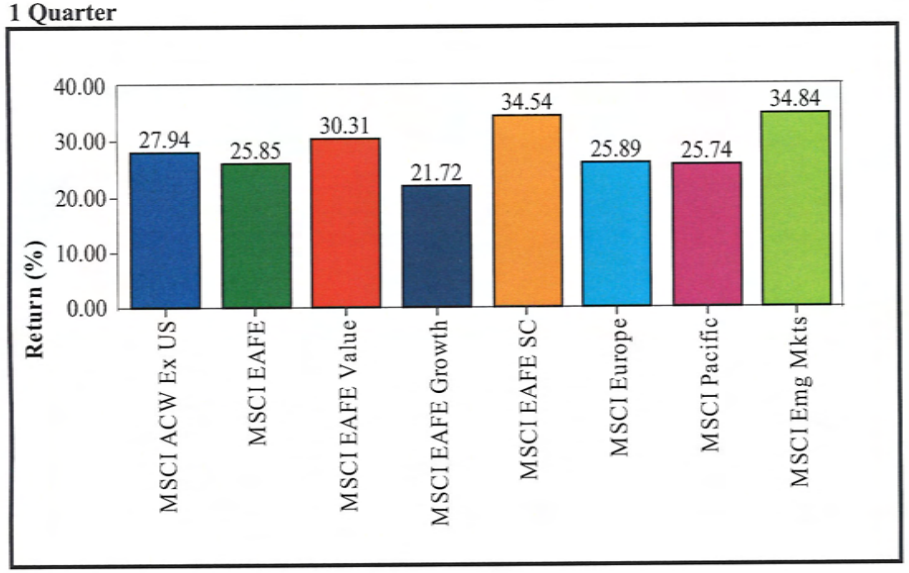
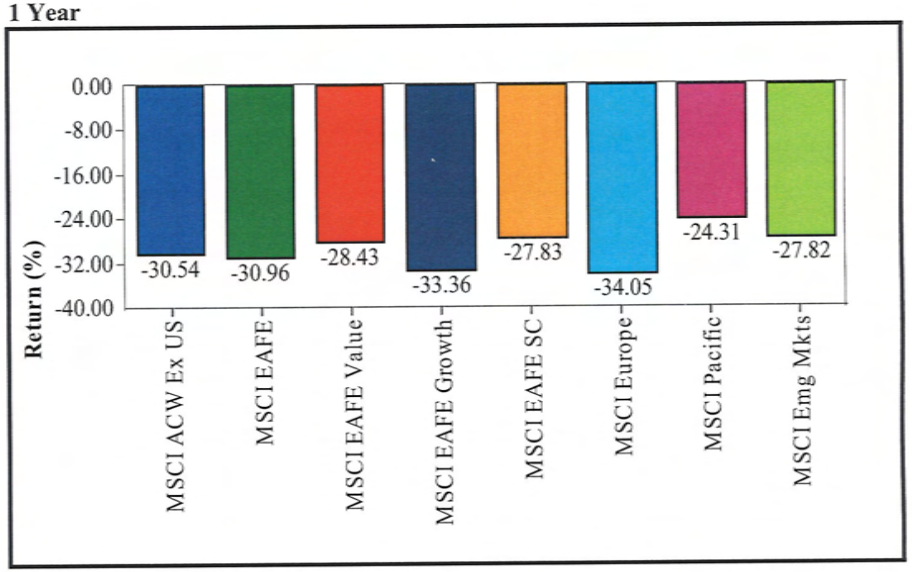
International Equity Market Performance
As of June 30, 2009

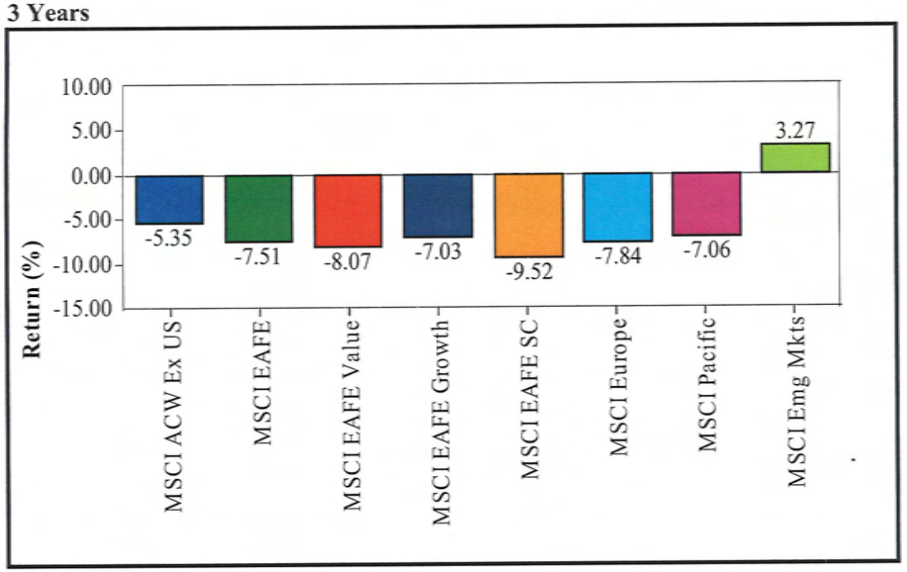
1 Quarter



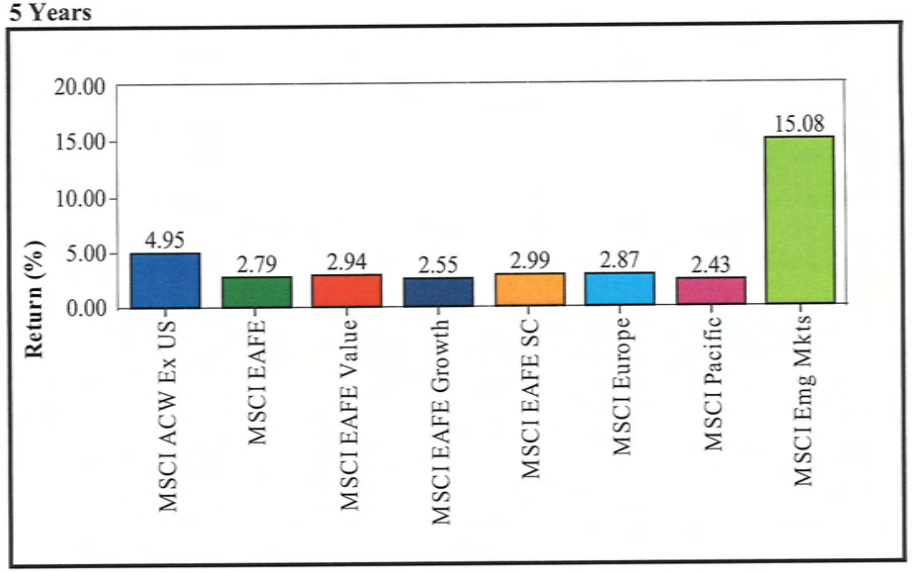
1 Year



3 Years



5 Years



Performance is annualized for periods greater than one year.

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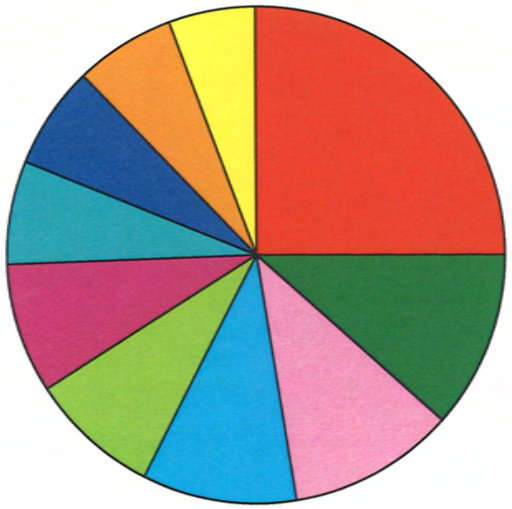
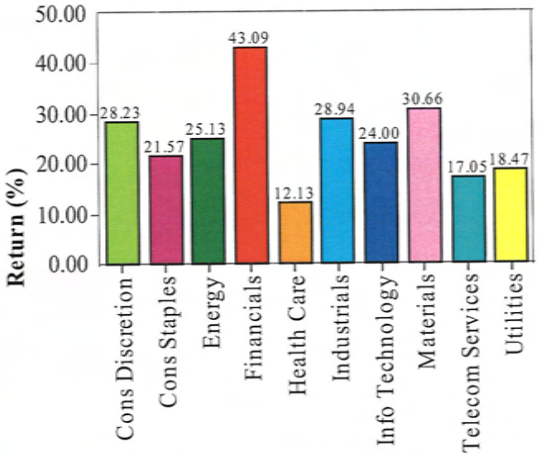
International Equity Sector Weights and Returns
As of June 30, 2009

MSCI ACW Ex US Sector Weights

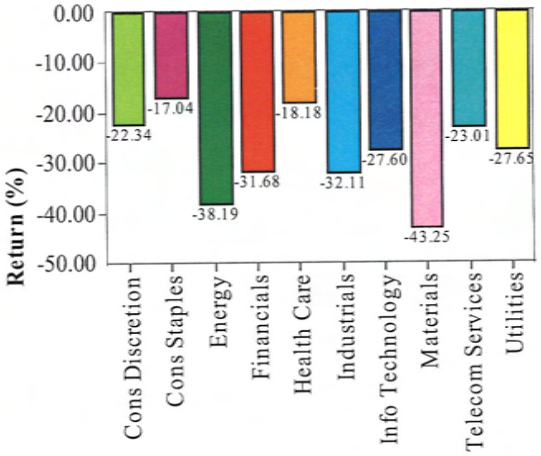


	Allocation (%)
Financials	25.13
Energy	11.54
Materials	10.85
Industrials	10.04
Consumer Discretionary	8.49
Consumer Staples	8.49
Telecommunication Services	6.74
Information Technology	6.67
Health Care	6.53
Utilities	5.52

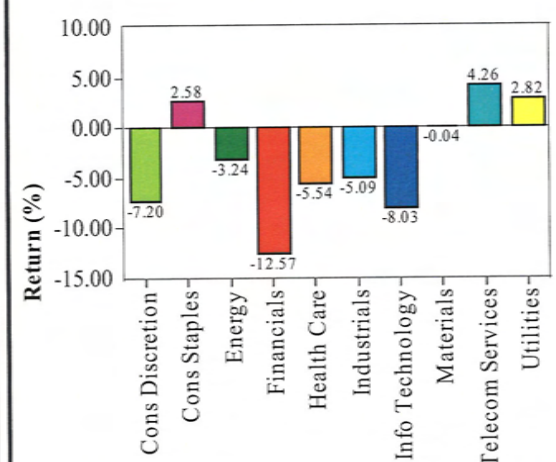
MSCI ACW Ex US Sector Returns - 1 Quarter



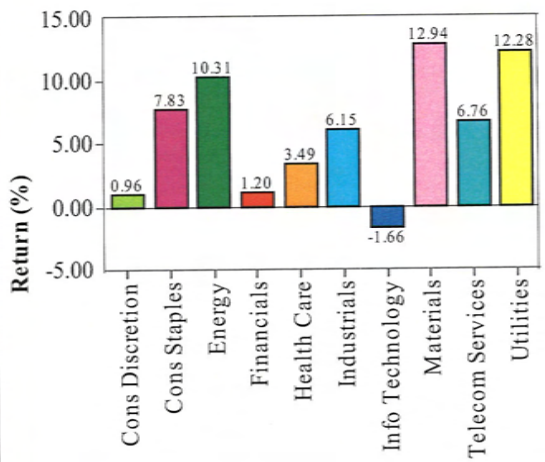
MSCI ACW Ex US Sector Returns - 1 Year



MSCI ACW Ex US Sector Returns - 3 Years



MSCI ACW Ex US Sector Returns - 5 Years



Performance is annualized for periods greater than one year. Returns and allocations provided by MSCI Barra.

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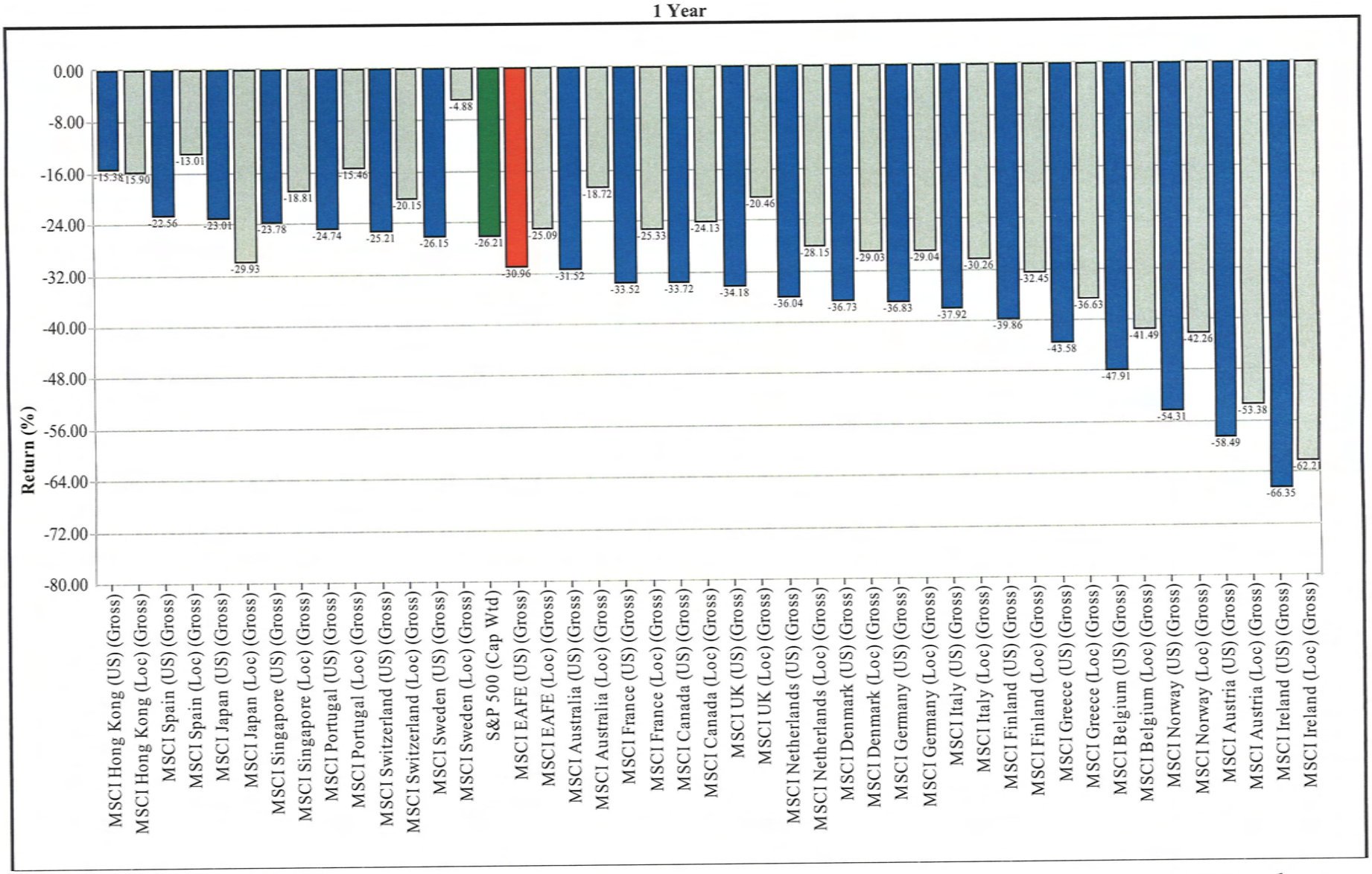
International Equity Market Performance
As of June 30, 2009



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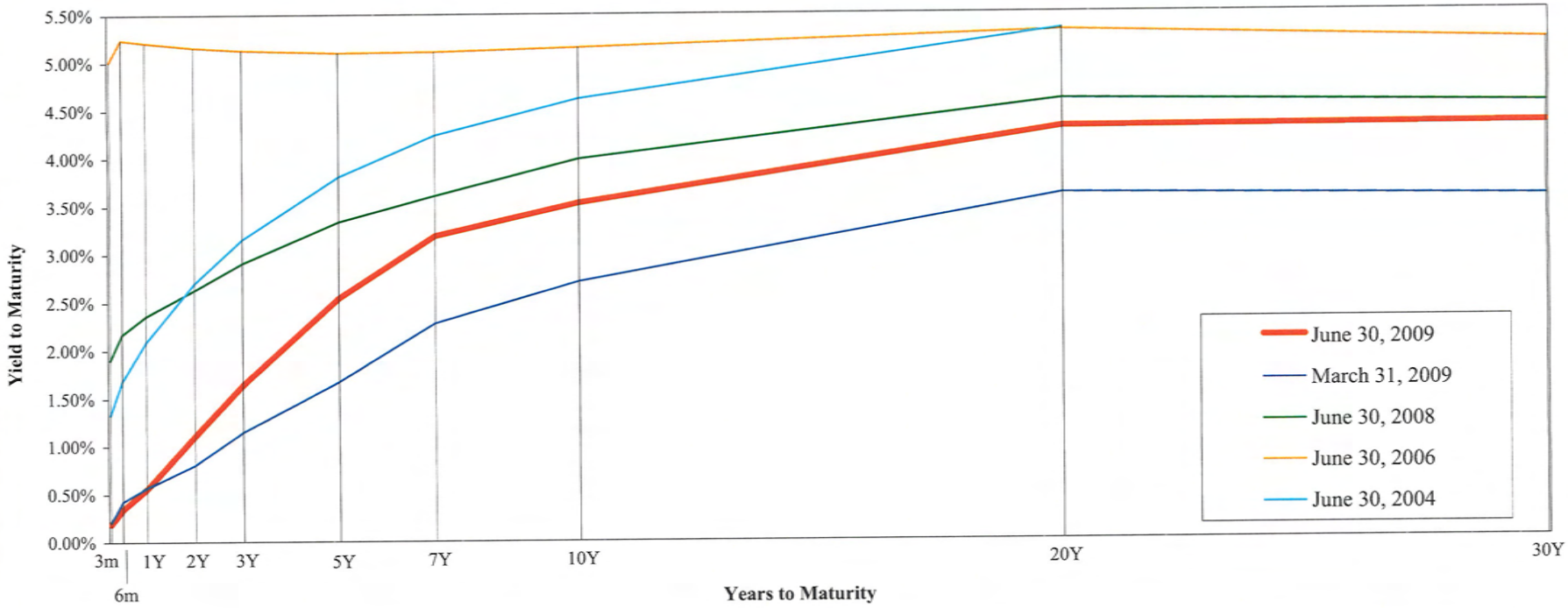
Treasury Yield Curve
As of June 30, 2009

	June 30, 2009	March 31, 2009	June 30, 2008	June 30, 2006	June 30, 2004
3 Month	0.19%	0.21%	1.90%	5.01%	1.33%
6 Month	0.35%	0.43%	2.17%	5.24%	1.68%
1 Year	0.56%	0.57%	2.36%	5.21%	2.09%
2 Year	1.11%	0.81%	2.63%	5.16%	2.70%
3 Year	1.64%	1.15%	2.91%	5.13%	3.16%
5 Year	2.54%	1.67%	3.34%	5.10%	3.81%
7 Year	3.19%	2.28%	3.61%	5.11%	4.24%
10 Year	3.53%	2.71%	3.99%	5.15%	4.62%
20 Year	4.30%	3.61%	4.59%	5.31%	5.33%
30 Year	4.32%	3.56%	4.53%	5.19%	N/A



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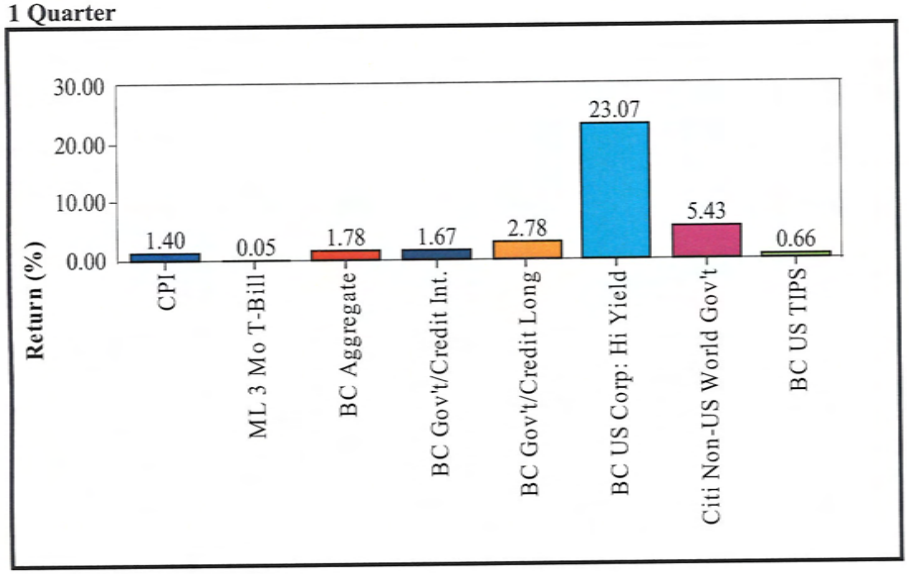
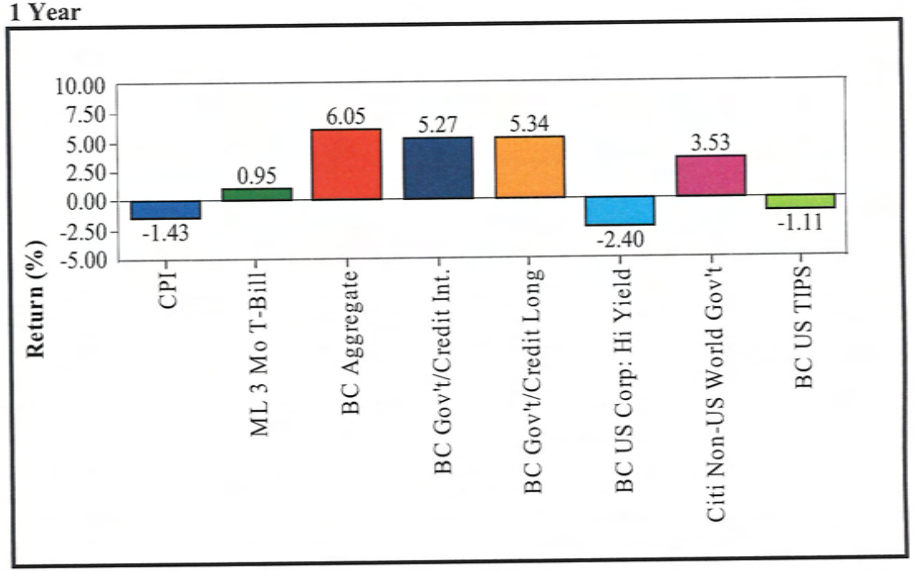
Fixed Income Market Performance
As of June 30, 2009

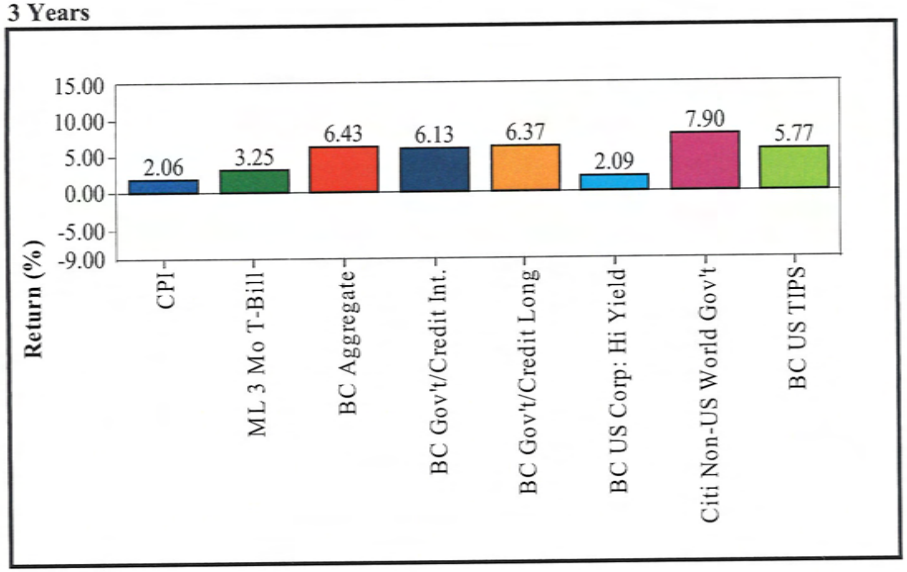
1 Quarter



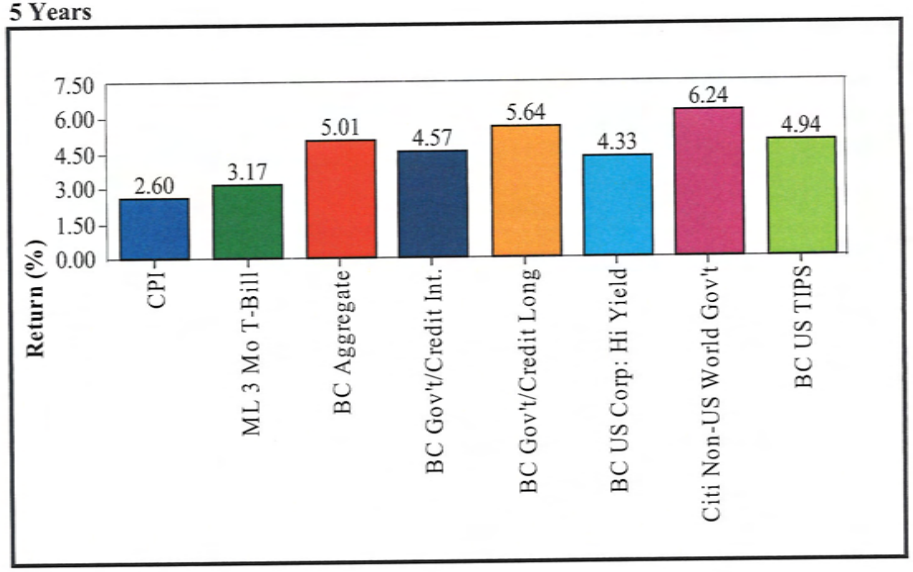
1 Year



3 Years



5 Years



Performance is annualized for periods greater than one year.

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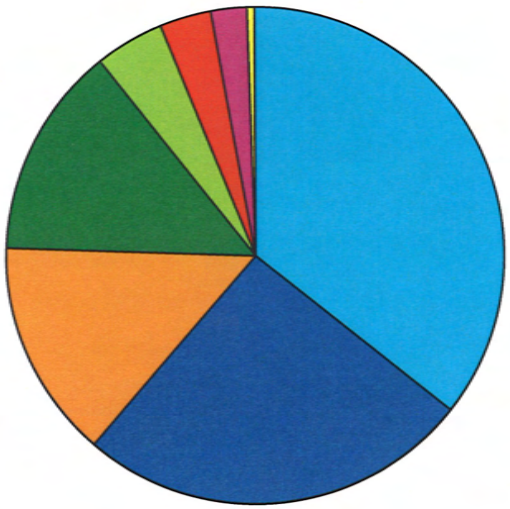
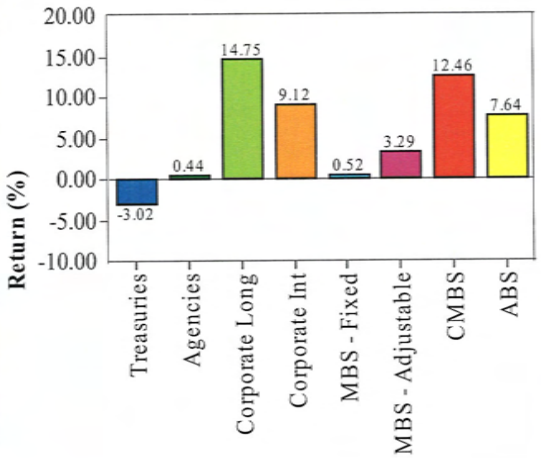
Domestic Fixed Income Sector Weights and Returns
As of June 30, 2009

BC Aggregate Sector Weights

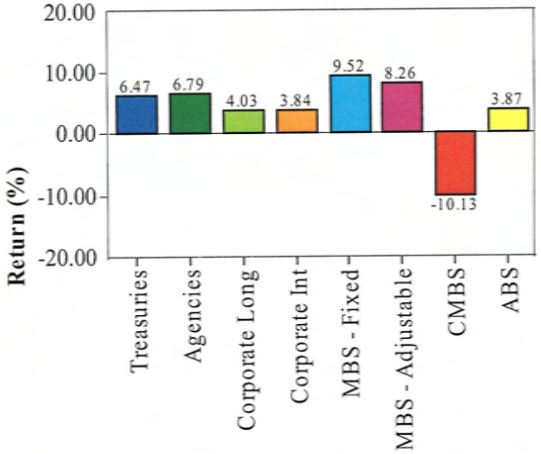


	Allocation (%)
MBS - Fixed Rate	35.77
Treasuries	25.65
Corporate Intermediate	14.18
Agencies	13.76
Corporate Long	4.52
CMBS	3.34
MBS - Adjustable Rate	2.31
ABS	0.47

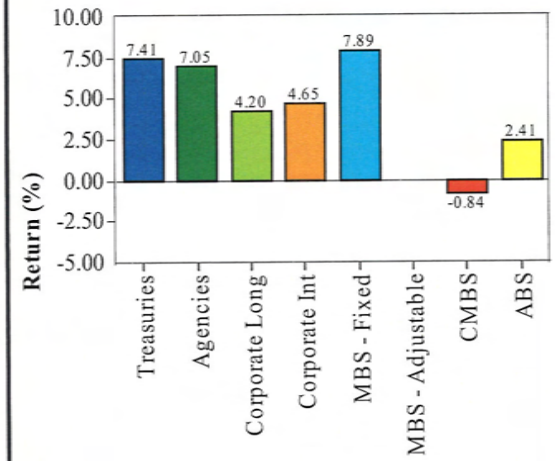
BC Aggregate Sector Returns - 1 Quarter



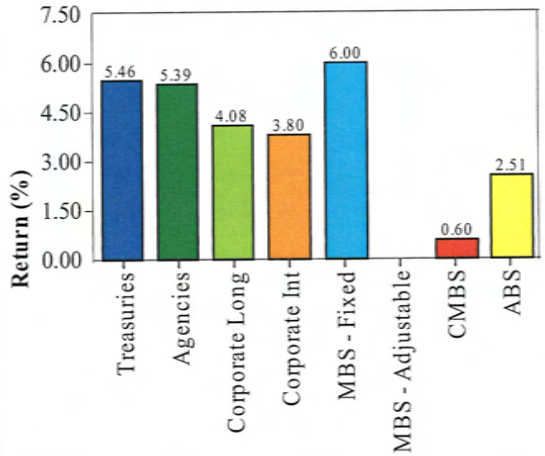
BC Aggregate Sector Returns - 1 Year



BC Aggregate Sector Returns - 3 Years



BC Aggregate Sector Returns - 5 Years

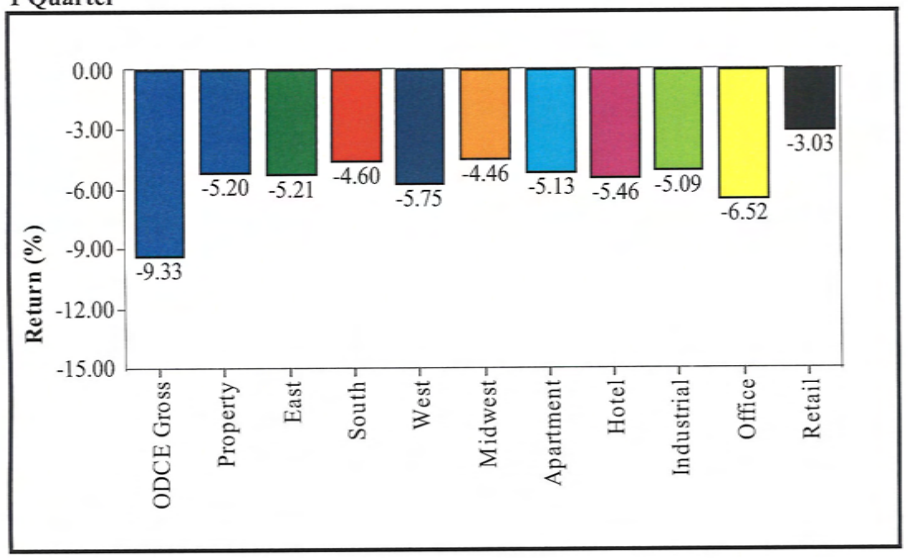


Performance is annualized for periods greater than one year. Returns and allocations provided by Barclays Capital Indices.

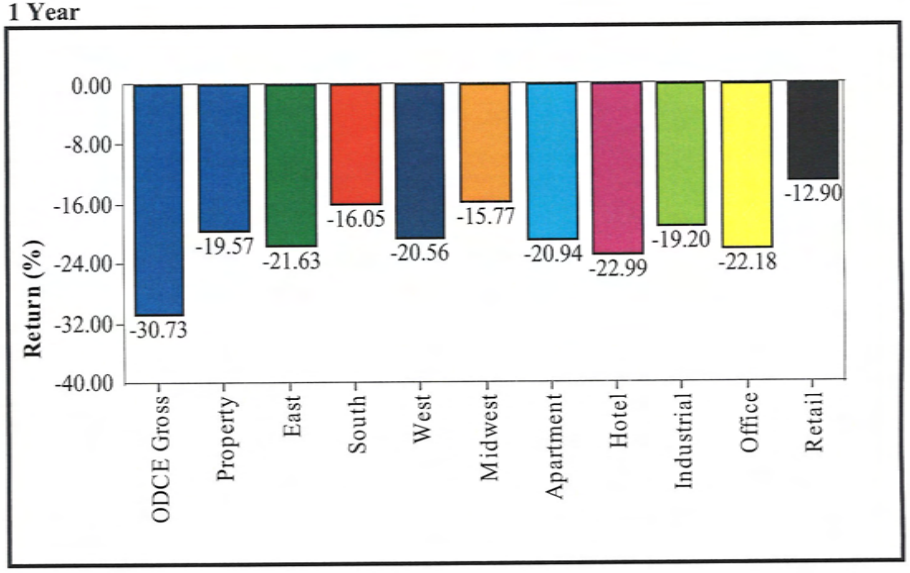
RVKuhns & ASSOCIATES, INC.

Real Estate Market Performance
As of June 30, 2009

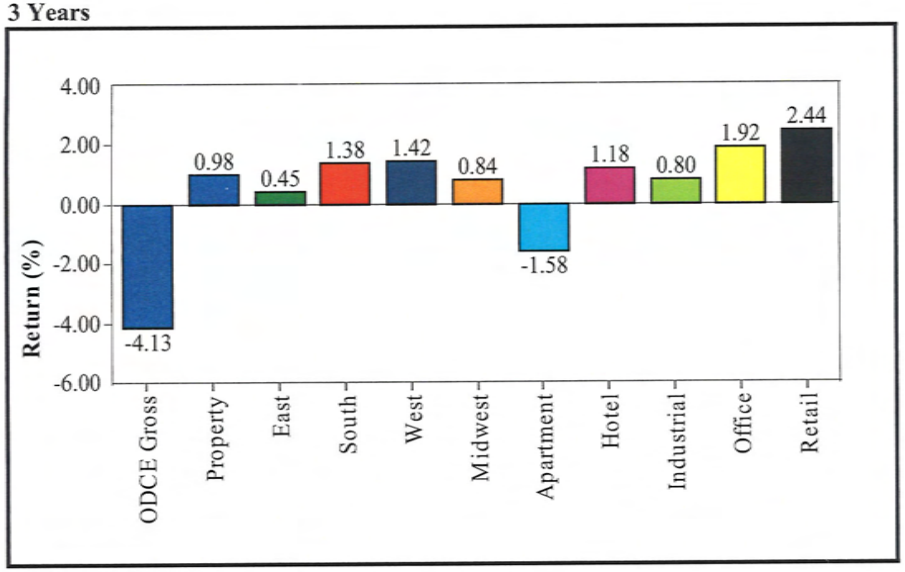
1 Quarter



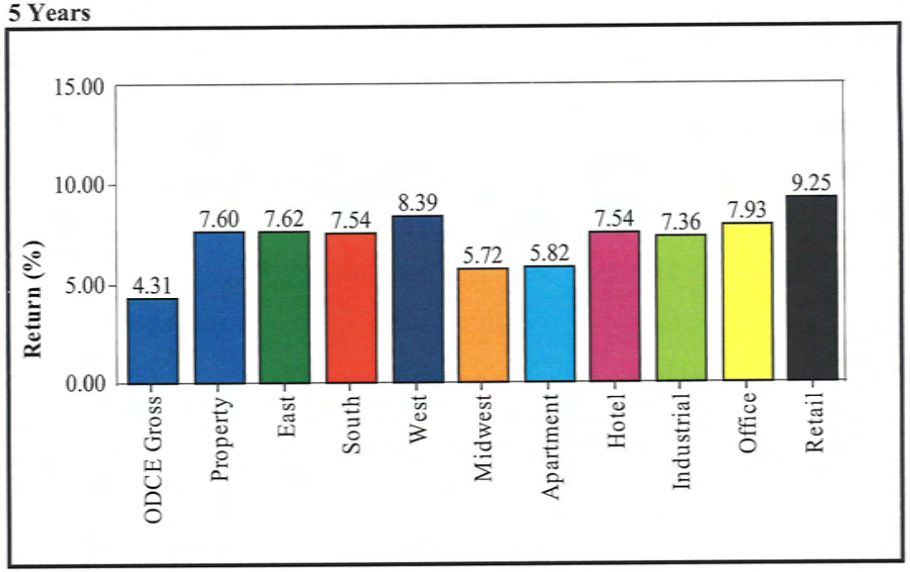
1 Year



3 Years



5 Years

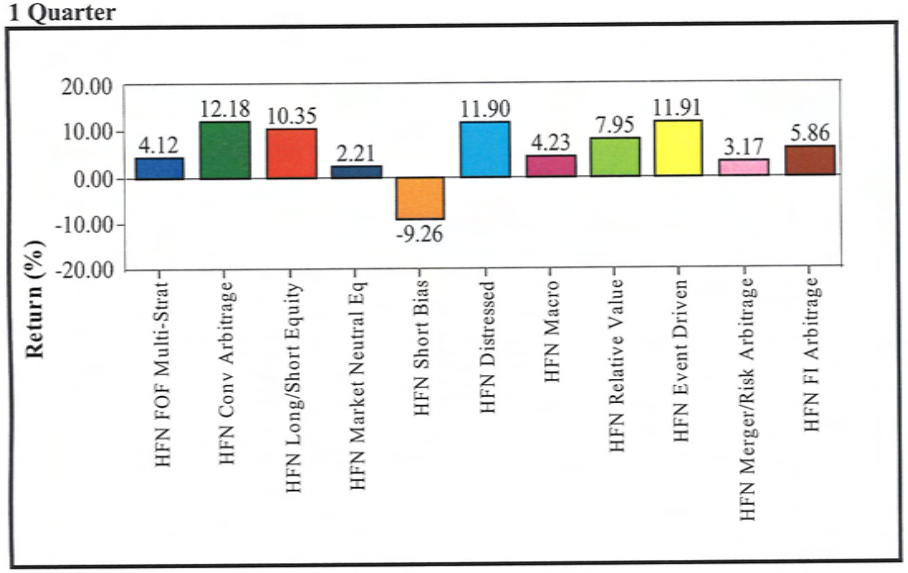


Performance is annualized for periods greater than one year.
Region and sector returns represent the Property Index.

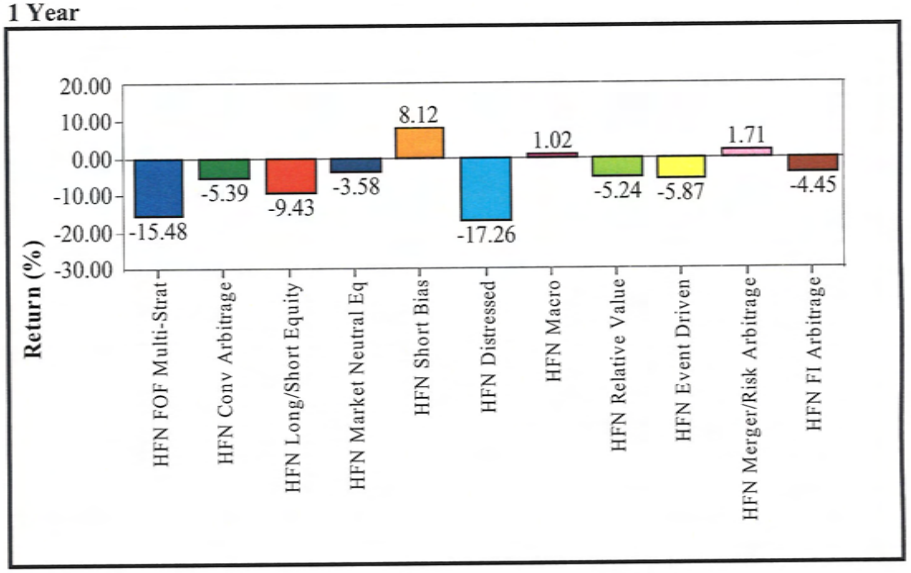
RVKuhns
& ASSOCIATES, INC.

Hedge Fund Market Performance
As of June 30, 2009

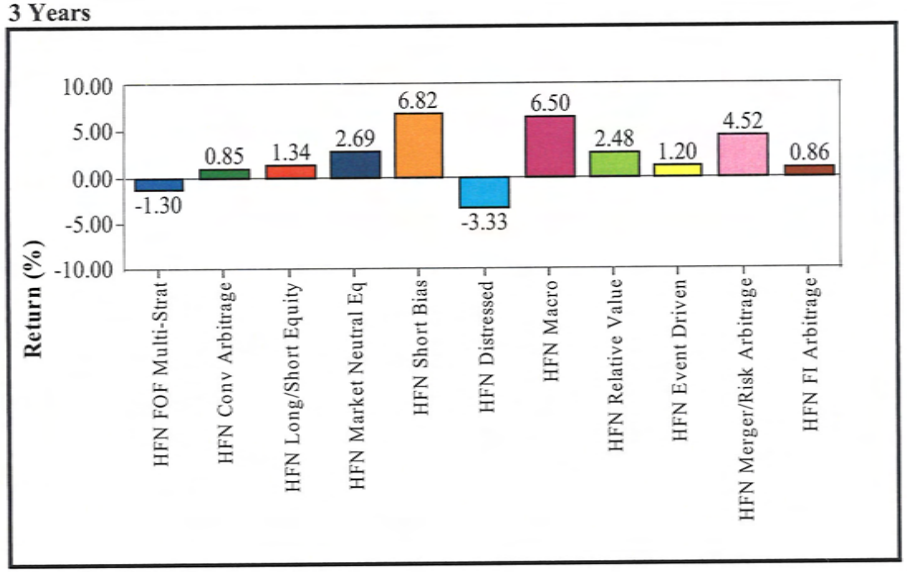
1 Quarter



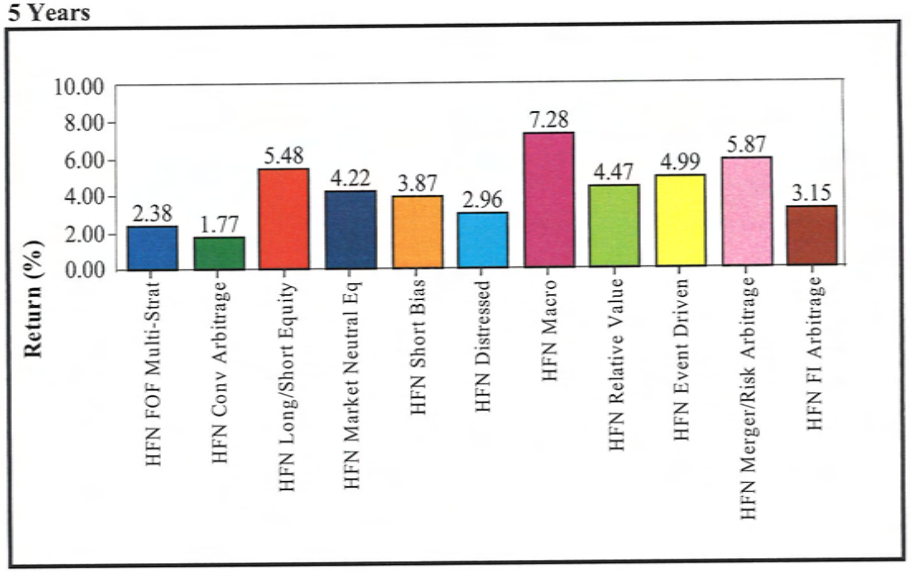
1 Year



3 Years



5 Years



Performance is annualized for periods greater than one year. Values are preliminary and subject to change.

RVKuhns & ASSOCIATES, INC.

Annual Asset Class Performance
As of June 30, 2009

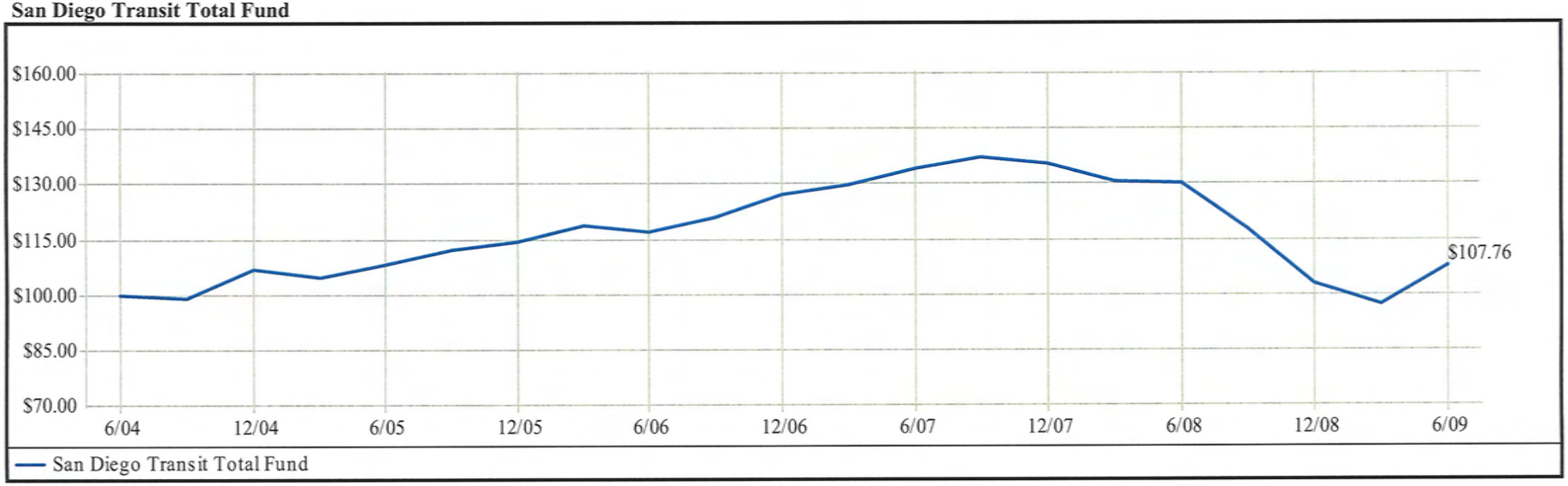
	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	YTD
Best	37.58%	23.17%	33.36%	28.58%	66.42%	31.84%	8.44%	25.91%	62.14%	31.27%	34.54%	32.59%	39.78%	8.44%	36.22%
	29.95%	22.96%	22.36%	20.34%	27.31%	16.16%	7.89%	16.56%	56.28%	25.95%	26.65%	26.86%	16.23%	5.24%	30.43%
	28.44%	17.38%	17.65%	16.43%	24.69%	14.26%	7.28%	14.81%	47.25%	20.70%	21.40%	19.67%	16.05%	2.06%	21.79%
	19.17%	16.49%	15.12%	11.77%	24.35%	13.15%	6.61%	10.25%	39.17%	18.33%	21.36%	18.37%	11.63%	-2.35%	8.42%
	18.47%	11.71%	14.52%	8.69%	21.26%	12.40%	5.62%	5.55%	28.97%	13.06%	14.02%	16.32%	11.63%	-9.98%	6.21%
	15.21%	11.35%	12.76%	5.23%	21.04%	11.63%	5.28%	3.12%	28.68%	11.13%	6.75%	15.79%	9.91%	-20.47%	4.62%
	13.54%	6.34%	9.65%	3.94%	20.19%	6.18%	4.42%	1.78%	23.93%	10.88%	5.33%	11.85%	6.97%	-26.16%	4.30%
	11.55%	6.04%	5.33%	3.75%	13.17%	-3.02%	2.49%	-1.41%	11.93%	9.15%	4.91%	9.85%	6.60%	-33.79%	3.16%
	7.11%	5.30%	2.05%	1.87%	4.85%	-5.86%	-2.37%	-6.00%	9.27%	8.56%	4.55%	4.85%	5.49%	-35.65%	2.64%
	6.03%	3.63%	-3.39%	-2.55%	2.40%	-7.22%	-11.89%	-7.44%	8.39%	8.46%	3.07%	4.33%	5.00%	-37.00%	1.90%
	-5.21%	0.14%	-11.60%	-25.33%	2.39%	-9.10%	-12.11%	-15.66%	5.87%	6.79%	2.84%	2.71%	1.87%	-43.06%	0.10%
	N/A	N/A	N/A	-27.03%	-0.82%	-13.96%	-19.51%	-20.48%	4.10%	4.34%	2.74%	2.07%	1.79%	-46.78%	-3.54%
Worst	N/A	N/A	N/A	N/A	-7.65%	-30.61%	-21.21%	-22.10%	1.15%	1.33%	2.43%	0.41%	-1.57%	-53.18%	-21.74%

S&P 500 - US Large Cap	R 2000 - US Small Cap	MSCI EAFE (Gross) - Int'l Dev.	MSCI EAFE Sm Cap (Gross) - SC Int'l	MSCI EMF - Int'l Emerging Markets	BC Agg Bond - FI	BC US Corp: Hi Yield - FI	BC US Treasury US TIPS - FI	BC Gov't/Credit Long Term Bond - FI	NCREIF ODCE (Gross) - Real Estate	HFN FOF Multi-Strat (Net) - Hedge Fund	DJ-UBS Cmdty Index (TR)	ML 3 Mo T-Bill - Cash Equiv

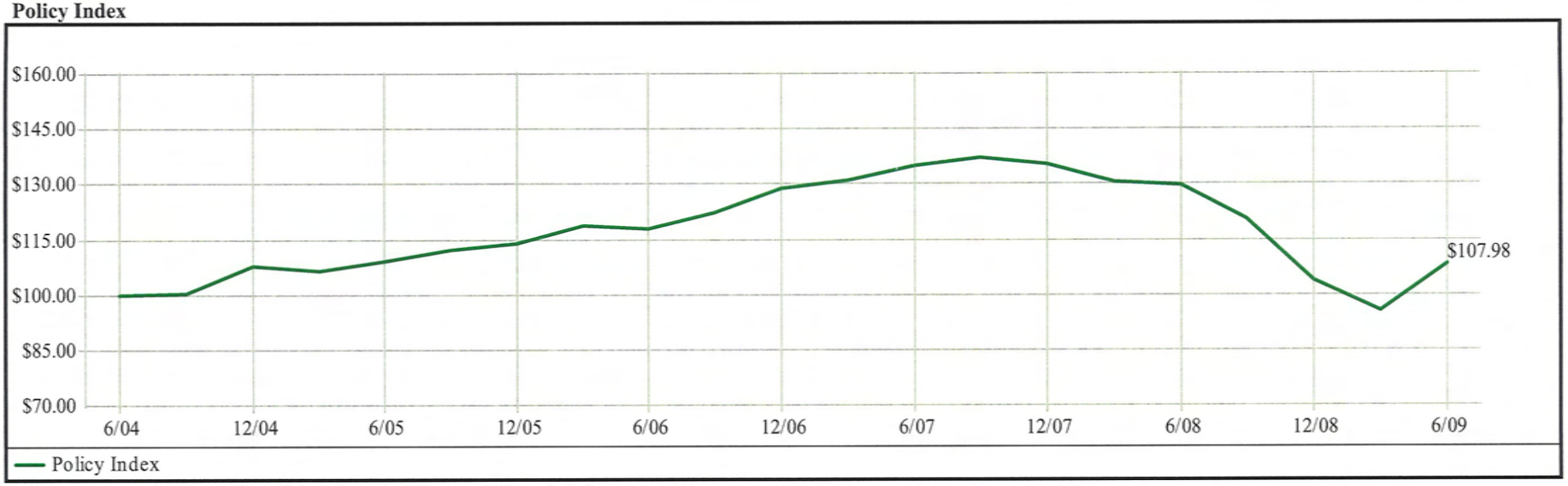
RVKuhns & ASSOCIATES, INC.

San Diego Transit Corporation Employees Retirement Plan
Growth of $100
San Diego Transit Total Fund
5 Years Ending June 30, 2009

San Diego Transit Total Fund



Policy Index



Performance shown is gross of fees. Calculation is based on quarterly periodicity.

RVKuhns & ASSOCIATES, INC.

San Diego Transit Corporation Employees Retirement Plan
San Diego Transit Total Fund
As of June 30, 2009

Asset Allocation by Manager

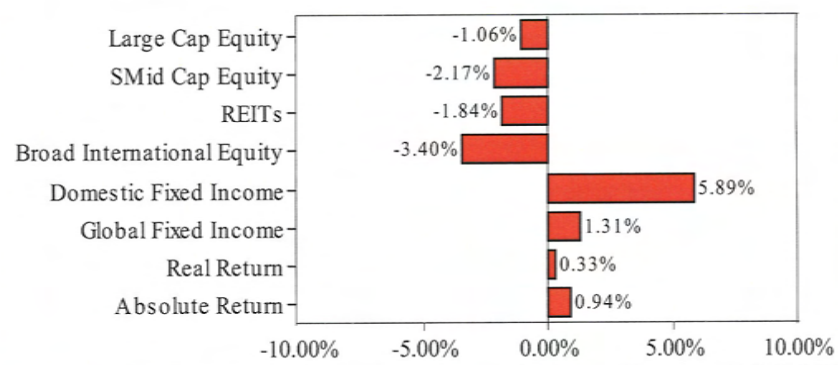
June 30, 2009 : $121,488,228

	Market Value ($)	Allocation (%)
PIMCO:Tot Rtn;Inst (PTTRX)	20,510,477	16.88
JPMorgan Core Bond Trust (CF)	19,979,801	16.45
Westwood Large Cap Value (CF)	11,827,871	9.74
Rainier Large Cap Equity (SA)	11,178,777	9.20
The Boston Co. SMid Cap Grth (CF)	8,132,022	6.69
Loomis Sayles World Bond Trust (CF)	7,663,152	6.31
Westwood SMidCap Equity (CF)	7,450,934	6.13
Brandes Global Equity (CF)	7,095,002	5.84
TT Int'l Inv Tr Active Int'l Eq (CF)	6,998,267	5.76
PIMCO:All Asset;Inst (PAAIX)	6,831,339	5.62
PAAMCO Pacific Hedged Strategies (CF)	5,398,329	4.44
Wellington DIH Portfolio (CF)	4,508,085	3.71
Cohen & Steers Inst Rlty (CSRIX)	3,839,295	3.16
Disbursement Account	74,878	0.06

Asset Allocation vs. Target Allocation

	Market Value ($)	Allocation (%)	Target (%)
Large Cap Equity	23,006,648	18.94	20.00
SMid Cap Equity	15,582,956	12.83	15.00
REITs	3,839,295	3.16	5.00
Broad International Equity	14,093,269	11.60	15.00
Domestic Fixed Income	40,565,155	33.39	27.50
Global Fixed Income	7,663,152	6.31	5.00
Real Return	11,339,424	9.33	9.00
Absolute Return	5,398,329	4.44	3.50
Total Fund	121,488,228	100.00	100.00

Asset Allocation vs. Target Allocation Differences



Schedule of Investable Assets

Periods	Beginning Market Value ($)	Net Cash Flow ($)	Gain/Loss ($)	Ending Market Value ($)	%Return	Unit Value
Year To Date	**120,254,263**	**-4,452,010**	**5,685,974**	**121,488,228**	**4.83**	**104.83**

Performance shown is gross of fees. Allocations shown may not sum up to 100% exactly due to rounding.
Target Allocation shown represents current asset allocation objectives.

RVKuhns & ASSOCIATES, INC.

San Diego Transit Corporation Employees Retirement Plan
Schedule of Investable Assets
San Diego Transit Total Fund
10 Years Ending June 30, 2009

Period Ending	Beginning Market Value ($)	Net Cash Flow ($)	Gain/Loss ($)	Ending Market Value ($)	%Return	Unit Value
Jun-99	-	-	-	70,915,013	N/A	100.00
Sep-99	70,915,013	-168,591	-1,403,242	69,343,179	-1.98	98.02
Dec-99	69,343,179	-1,019,511	5,874,524	74,198,192	8.78	106.63
Mar-00	74,198,192	-147,517	2,801,102	76,851,777	3.78	110.66
Jun-00	76,851,777	-2,079,174	753,936	75,526,538	1.02	111.79
Sep-00	75,526,538	-82,337	318,123	75,762,325	0.43	112.27
Dec-00	75,762,325	-1,095,298	526,990	75,194,017	0.77	113.13
Mar-01	75,194,017	-243,013	-3,658,964	71,292,040	-4.88	107.61
Jun-01	71,292,040	-979,951	1,148,182	71,460,272	1.59	109.31
Sep-01	71,460,272	-823,697	-5,508,259	65,128,316	-7.79	100.80
Dec-01	65,128,316	601,279	2,613,899	68,343,494	7.16	108.02
Mar-02	68,343,494	-17,509	856,376	69,182,361	1.95	110.13
Jun-02	69,182,361	-1,485,144	-4,317,874	63,379,343	-6.30	103.19
Sep-02	63,379,343	-62,783	-6,894,336	56,422,224	-10.89	91.96
Dec-02	56,422,224	-931,783	2,314,306	57,804,747	4.94	96.51
Mar-03	57,804,747	-136,902	-1,152,421	56,515,424	-1.98	94.59
Jun-03	56,515,424	-2,139,277	6,508,167	60,884,314	11.37	105.35
Sep-03	60,884,314	-195,295	1,971,438	62,660,457	3.24	108.76
Dec-03	62,660,457	-189,903	5,601,518	68,072,072	8.95	118.50
Mar-04	68,072,072	-98,195	1,505,800	69,479,677	2.21	121.12
Jun-04	69,479,677	-136,123	589,649	69,933,203	0.85	122.15
Sep-04	69,933,203	-133,826	-622,742	69,176,635	-0.89	121.06
Dec-04	69,176,635	74,698,772	8,814,778	152,690,186	7.81	130.51
Mar-05	152,690,186	-3,449,347	-3,441,126	145,799,713	-2.09	127.79
Jun-05	145,799,713	-289,860	4,993,549	150,503,402	3.43	132.17
Sep-05	150,503,402	-236,880	5,372,913	155,639,435	3.57	136.89
Dec-05	155,639,435	-336,445	3,114,567	158,417,557	2.01	139.64
Mar-06	158,417,557	-4,611,370	6,124,214	159,930,401	3.96	145.16
Jun-06	159,930,401	-3,400,919	-2,212,359	154,317,124	-1.42	143.10
Sep-06	154,317,124	-1,797,194	5,106,618	157,626,548	3.34	147.88
Dec-06	157,626,548	-48,741	7,614,415	165,192,222	4.83	155.02
Mar-07	165,192,222	-1,698,690	3,362,066	166,855,598	2.05	158.20
Jun-07	166,855,598	-2,766,935	5,929,124	170,017,788	3.55	163.82

The last row shown in bold at the end of the table contains aggregate values pertaining to the period specified in the header.
Performance shown is gross of fees. Calculation is based on quarterly periodicity.

RVKuhns
& ASSOCIATES, INC.

San Diego Transit Corporation Employees Retirement Plan
Schedule of Investable Assets
San Diego Transit Total Fund
10 Years Ending June 30, 2009

Period Ending	Beginning Market Value ($)	Net Cash Flow ($)	Gain/Loss ($)	Ending Market Value ($)	%Return	Unit Value
Sep-07	170,017,788	-274,708	3,777,477	173,520,558	2.23	167.47
Dec-07	173,520,558	-390,659	-2,056,030	171,073,868	-1.19	165.48
Mar-08	171,073,868	-1,881,998	-5,976,479	163,215,391	-3.50	159.69
Jun-08	163,215,391	-4,706,455	-373,336	158,135,601	-0.29	159.24
Sep-08	158,135,601	-212,898	-15,202,756	142,719,946	-9.62	143.92
Dec-08	142,719,946	-4,322,517	-18,143,166	120,254,263	-12.75	125.57
Mar-09	120,254,263	-1,919,040	-6,398,906	111,936,317	-5.39	118.79
Jun-09	111,936,317	-2,532,970	12,084,881	121,488,228	10.80	131.63
	70,915,013	**28,256,597**	**22,316,617**	**121,488,228**	**2.79**	**131.63**

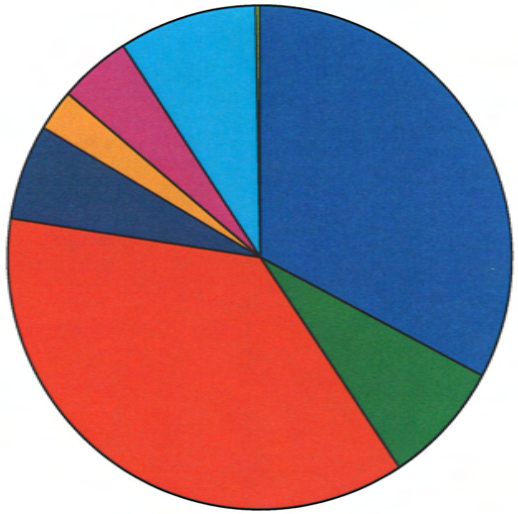
The last row shown in bold at the end of the table contains aggregate values pertaining to the period specified in the header.
Performance shown is gross of fees. Calculation is based on quarterly periodicity.

RVKuhns
& ASSOCIATES, INC.

San Diego Transit Corporation Employees Retirement Plan
Asset Allocation by Segment
San Diego Transit Total Fund

Asset Allocation by Segment

March 31, 2009 : $111,936,317

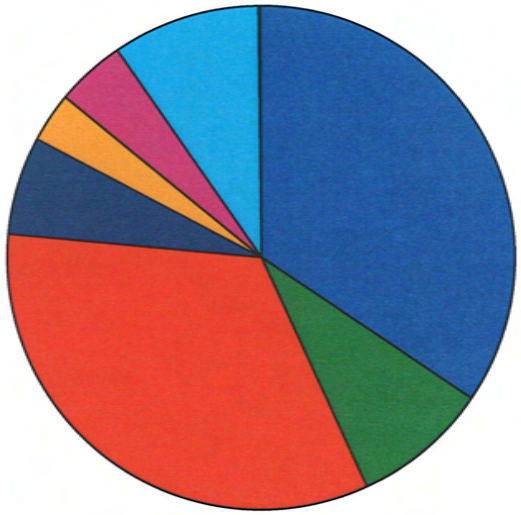


Segments	Market Value ($)	Allocation (%)
Domestic Equity	36,719,908	32.80
International Equity	8,873,117	7.93
Domestic Fixed Income	41,200,774	36.81
International Fixed Income	6,914,987	6.18
Real Estate	2,963,890	2.65
Alternative Investment	5,109,614	4.56
Real Return	9,854,968	8.80
Cash Equivalent	299,059	0.27

Allocations shown may not sum up to 100% exactly due to rounding.

Asset Allocation by Segment

June 30, 2009 : $121,488,228



Segments	Market Value ($)	Allocation (%)
Domestic Equity	41,987,896	34.56
International Equity	10,586,169	8.71
Domestic Fixed Income	40,490,277	33.33
International Fixed Income	7,663,152	6.31
Real Estate	3,839,115	3.16
Alternative Investment	5,398,329	4.44
Real Return	11,335,195	9.33
Cash Equivalent	188,095	0.15

RVKuhns
& ASSOCIATES, INC.

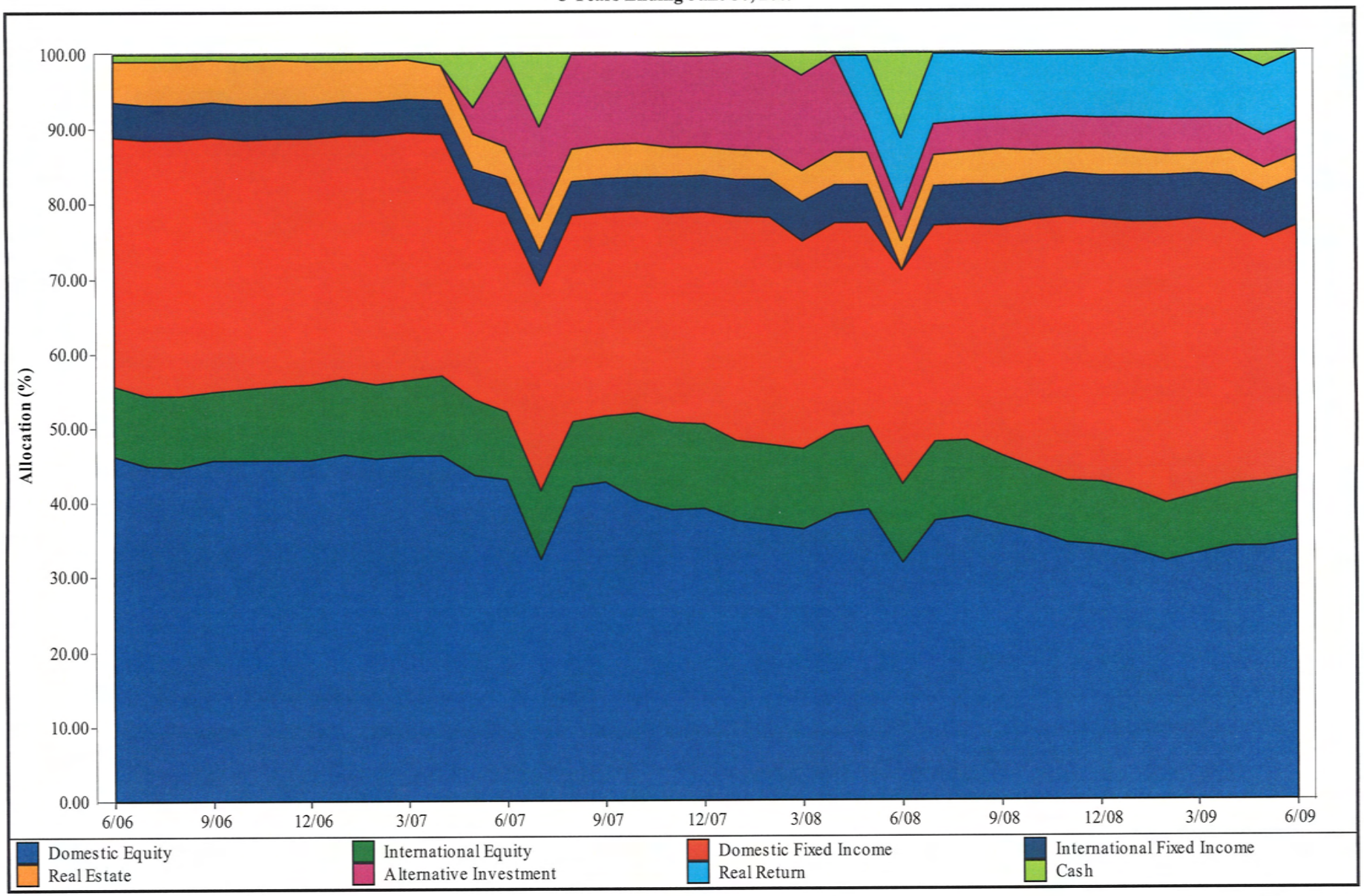
San Diego Transit Corporation Employees Retirement Plan
Asset Allocation
(000 Dollars)
As of June 30, 2009

	Domestic Equity		International Equity		Domestic Fixed Income		International Fixed Income		Real Estate		Alternative Investment		Real Return		Cash Equivalent		Total Fund	
	($)	(%)	($)	(%)	($)	(%)	($)	(%)	($)	(%)	($)	(%)	($)	(%)	($)	(%)	($)	(%)
Composite - Large Cap Equity																		
Westwood Large Cap Value (CF)	11,825	99.98	-	-	-	-	-	-	-	-	-	-	-	-	3	0.02	11,828	9.74
Rainier Large Cap Equity (SA)	11,116	99.44	-	-	-	-	-	-	-	-	-	-	-	-	63	0.56	11,179	9.20
Total	**22,941**	**99.71**	-	-	-	-	-	-	-	-	-	-	-	-	**66**	**0.29**	**23,007**	**18.94**
Composite - SMid Cap Equity																		
Westwood SMidCap Equity (CF)	7,450	99.98	-	-	-	-	-	-	-	-	-	-	-	-	1	0.02	7,451	6.13
The Boston Co. SMid Cap Grth (CF)	8,116	99.80	-	-	-	-	-	-	-	-	-	-	-	-	16	0.20	8,132	6.69
Total	**15,566**	**99.89**	-	-	-	-	-	-	-	-	-	-	-	-	**17**	**0.11**	**15,583**	**12.83**
Composite - REITs																		
Cohen & Steers Inst Rlty (CSRIX)	-	-	-	-	-	-	-	-	3,839	100.00	-	-	-	-	-	-	3,839	3.16
Total	-	-	-	-	-	-	-	-	**3,839**	**100.00**	-	-	-	-	-	-	**3,839**	**3.16**
Composite - Global/Int'l Equity																		
Brandes Global Equity (CF)	3,481	49.07	3,591	50.61	-	-	-	-	-	-	-	-	-	-	23	0.32	7,095	5.84
TT Int'l Inv Tr Active Int'l Eq (CF)	-	-	6,995	99.95	-	-	-	-	-	-	-	-	-	-	3	0.05	6,998	5.76
Total	**3,481**	**24.70**	**10,586**	**75.12**	-	-	-	-	-	-	-	-	-	-	**26**	**0.18**	**14,093**	**11.60**
TOTAL EQUITY	**41,988**	**74.29**	**10,586**	**18.73**	-	-	-	-	**3,839**	**6.79**	-	-	-	-	**109**	**0.19**	**56,522**	**46.52**
Composite - Domestic Fixed Income																		
JPMorgan Core Bond Trust (CF)	-	-	-	-	19,980	100.00	-	-	-	-	-	-	-	-	-	-	19,980	16.45
PIMCO:Tot Rtn;Inst (PTTRX)	-	-	-	-	20,510	100.00	-	-	-	-	-	-	-	-	-	-	20,510	16.88
Disbursement Account	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	**40,490**	**99.82**	-	-	-	-	-	-	-	-	**75**	**0.18**	**40,565**	**33.39**
Composite - Global Fixed Income																		
Loomis Sayles World Bond Trust (CF)	-	-	-	-	-	-	7,663	100.00	-	-	-	-	-	-	-	-	7,663	6.31
Non-US Fixed Income Comp	-	-	-	-	-	-	**7,663**	**100.00**	-	-	-	-	-	-	-	-	**7,663**	**6.31**
TOTAL FIXED INCOME	-	-	-	-	**40,490**	**83.96**	**7,663**	**15.89**	-	-	-	-	-	-	**75**	**0.16**	**48,228**	**39.70**
Composite - Real Return																		
Wellington DIH Portfolio (CF)	-	-	-	-	-	-	-	-	-	-	-	-	4,508	100.00	-	-	4,508	3.71
PIMCO:All Asset;Inst (PAAIX)	-	-	-	-	-	-	-	-	-	-	-	-	6,827	99.94	4	0.06	6,831	5.62
Total	-	-	-	-	-	-	-	-	-	-	-	-	**11,335**	**99.96**	**4**	**0.04**	**11,339**	**9.33**
Composite - Absolute Return																		
PAAMCO Pacific Hedged Strategies (CF)	-	-	-	-	-	-	-	-	-	-	5,398	100.00	-	-	-	-	5,398	4.44
Total	-	-	-	-	-	-	-	-	-	-	**5,398**	**100.00**	-	-	-	-	**5,398**	**4.44**
TOTAL ALTERNATIVES	-	-	-	-	-	-	-	-	-	-	**5,398**	**32.25**	**11,335**	**67.72**	**4**	**0.03**	**16,738**	**13.78**
SAN DIEGO TRANSIT TOTAL FUND	**41,988**	**34.56**	**10,586**	**8.71**	**40,490**	**33.33**	**7,663**	**6.31**	**3,839**	**3.16**	**5,398**	**4.44**	**11,335**	**9.33**	**188**	**0.15**	**121,488**	**100.00**

Allocations shown may not sum up to 100% exactly due to rounding.

RVKuhns & ASSOCIATES, INC.

San Diego Transit Corporation Employees Retirement Plan
Historical Asset Allocation by Segment
San Diego Transit Total Fund
3 Years Ending June 30, 2009



RVKuhns
& ASSOCIATES, INC.

San Diego Transit Corporation Employees Retirement Plan
Comparative Performance
As of June 30, 2009

	1 Quarter	Year To Date	1 Year	3 Years	5 Years	7 Years	10 Years	2008	2007	Since Inception	Inception Date
San Diego Transit Total Fund (Gross)	**10.80**	**4.83**	**-17.34**	**-2.75**	**1.51**	**3.54**	**2.79**	**-24.12**	**6.74**	**9.55**	**10/01/1982**
Policy Index	13.13	3.95	-16.83	-2.82	1.55	3.68	2.25	-23.37	5.28	9.69	
Difference	*-2.33*	*0.88*	*-0.51*	*0.07*	*-0.04*	*-0.14*	*0.54*	*-0.75*	*1.46*	*-0.14*	
All Corporate Plans ($20M to $250M)-Total Fund Median	11.70	5.07	-17.36	-2.71	2.05	4.13	2.77	-26.10	8.09	N/A	
Percentile Rank	59	56	49	52	77	75	45	40	74	N/A	
San Diego Transit Total Fund (POB) (Gross)	**10.80**	**4.83**	**-17.34**	**-2.75**	**N/A**	**N/A**	**N/A**	**-24.12**	**6.74**	**1.78**	**10/01/2004**
Policy Index (POB)	13.13	3.95	-16.83	-2.82	N/A	N/A	N/A	-23.37	5.28	1.55	
Difference	*-2.33*	*0.88*	*-0.51*	*0.07*	*N/A*	*N/A*	*N/A*	*-0.75*	*1.46*	*0.23*	
All Corporate Plans ($20M to $250M)-Total Fund Median	11.70	5.07	-17.36	-2.71	2.05	4.13	2.77	-26.10	8.09	N/A	
Percentile Rank	59	56	49	52	N/A	N/A	N/A	40	74	N/A	
Westwood Large Cap Value (CF)	**12.52**	**-3.69**	**-29.00**	**-6.35**	**2.41**	**3.52**	**2.53**	**-31.92**	**13.08**	**10.09**	**07/01/1986**
R 1000 Value Index	16.69	-2.87	-29.03	-11.11	-2.13	1.06	-0.15	-36.85	-0.17	8.79	
Difference	*-4.17*	*-0.82*	*0.03*	*4.76*	*4.54*	*2.46*	*2.68*	*4.93*	*13.25*	*1.30*	
US Value/Large Cap Equity (SA+CF) Median	16.69	2.23	-26.28	-8.62	-0.73	2.25	1.58	-36.06	3.57	N/A	
Percentile Rank	90	92	74	24	9	26	36	16	4	N/A	
Rainier Large Cap Equity (SA)	**12.67**	**3.94**	**-33.06**	**N/A**	**N/A**	**N/A**	**N/A**	**-40.86**	**N/A**	**-21.08**	**09/01/2007**
R 1000 Growth Index	16.32	11.53	-24.50	-5.45	-1.82	1.46	-4.18	-38.44	11.81	-17.04	
Difference	*-3.65*	*-7.59*	*-8.56*	*N/A*	*N/A*	*N/A*	*N/A*	*-2.42*	*N/A*	*-4.04*	
US Growth/Large Cap Equity (SA+CF) Median	14.95	9.06	-25.45	-5.93	-0.99	2.13	-0.69	-38.61	13.11	N/A	
Percentile Rank	75	83	87	N/A	N/A	N/A	N/A	71	N/A	N/A	

Performance versus SA+CF or plan sponsor peer groups is shown gross of fees, while performance versus MF peer groups is shown net of fees.
Performance is annualized for periods greater than one year.
In accordance with GIPS, performance for investment managers and composites is calculated using differing methodologies. For additional information, please see the Glossary.

RVKuhns & ASSOCIATES, INC.

San Diego Transit Corporation Employees Retirement Plan
Comparative Performance
As of June 30, 2009

	1 Quarter	Year To Date	1 Year	3 Years	5 Years	7 Years	10 Years	2008	2007	Since Inception	Inception Date
Westwood SMidCap Equity (CF)	**17.39**	**8.49**	**-19.02**	**N/A**	**N/A**	**N/A**	**N/A**	**N/A**	**N/A**	**-19.02**	**07/01/2008**
R 2500 Value Index	18.76	-0.62	-26.24	-11.23	-1.56	3.01	4.97	-31.99	-7.27	-26.24	
Difference	*-1.37*	*9.11*	*7.22*	*N/A*	*N/A*	*N/A*	*N/A*	*N/A*	*N/A*	*7.22*	
US Small/Mid Cap Value (SA+CF) Median	20.49	6.71	-25.06	-7.62	1.31	5.35	7.00	-35.00	2.84	N/A	
Percentile Rank	65	39	23	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
The Boston Co. SMid Cap Grth (CF)	**12.80**	**N/A**	**N/A**	**N/A**	**N/A**	**N/A**	**N/A**	**N/A**	**N/A**	**12.80**	**04/01/2009**
R 2500 Growth Index	21.79	14.52	-27.29	-7.72	-0.65	3.95	0.66	-41.50	9.69	21.79	
Difference	*-8.99*	*N/A*	*N/A*	*N/A*	*N/A*	*N/A*	*N/A*	*N/A*	*N/A*	*-8.99*	
US Small/Mid Cap Growth (SA+CF) Median	18.06	10.97	-28.32	-7.73	-0.60	4.33	2.58	-41.76	14.84	N/A	
Percentile Rank	85	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
Cohen & Steers Inst Rlty (CSRIX)	**29.53**	**-10.27**	**-39.77**	**-16.99**	**N/A**	**N/A**	**N/A**	**-34.42**	**-18.84**	**-5.01**	**04/01/2005**
Wilshire US REIT Index	31.66	-13.00	-45.26	-19.69	-3.25	1.61	5.54	-39.20	-17.55	-7.19	
Difference	*-2.13*	*2.73*	*5.49*	*2.70*	*N/A*	*N/A*	*N/A*	*4.78*	*-1.29*	*2.18*	
Real Estate Sector Funds (MF) Median	29.74	-10.47	-43.03	-18.64	-3.15	1.76	4.90	-38.91	-17.18	N/A	
Percentile Rank	54	47	16	17	N/A	N/A	N/A	10	77	N/A	
Brandes Global Equity (CF)	**19.84**	**2.38**	**-30.57**	**-11.64**	**-2.36**	**2.51**	**N/A**	**-44.51**	**2.79**	**1.14**	**01/01/2002**
MSCI World Index (Gross)	21.05	6.79	-29.01	-7.48	0.57	3.33	-0.37	-40.33	9.57	1.87	
Difference	*-1.21*	*-4.41*	*-1.56*	*-4.16*	*-2.93*	*-0.82*	*N/A*	*-4.18*	*-6.78*	*-0.73*	
Global Equity (SA+CF) Median	19.88	7.72	-29.08	-6.55	1.82	4.90	2.11	-40.93	11.60	N/A	
Percentile Rank	51	85	61	95	96	90	N/A	75	91	N/A	
TT Int'l Inv Tr Active Int'l Eq (CF)	**21.60**	**7.40**	**-37.95**	**N/A**	**N/A**	**N/A**	**N/A**	**-47.90**	**N/A**	**-31.77**	**11/01/2007**
MSCI EAFE Index (Gross)	25.85	8.42	-30.96	-7.51	2.79	5.26	1.59	-43.06	11.63	-27.60	
Difference	*-4.25*	*-1.02*	*-6.99*	*N/A*	*N/A*	*N/A*	*N/A*	*-4.84*	*N/A*	*-4.17*	
International Equity All (SA+CF) Median	24.56	9.51	-30.64	-6.55	3.57	6.42	4.30	-43.25	11.94	N/A	
Percentile Rank	77	64	90	N/A	N/A	N/A	N/A	82	N/A	N/A	

Performance versus SA+CF or plan sponsor peer groups is shown gross of fees, while performance versus MF peer groups is shown net of fees.
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RVKuhns & ASSOCIATES, INC.

San Diego Transit Corporation Employees Retirement Plan
Comparative Performance
As of June 30, 2009

	1 Quarter	Year To Date	1 Year	3 Years	5 Years	7 Years	10 Years	2008	2007	Since Inception	Inception Date
JPMorgan Core Bond Trust (CF)	**3.18**	**5.73**	**7.50**	**7.20**	**5.64**	**N/A**	**N/A**	**3.27**	**7.47**	**4.83**	**06/01/2003**
BC US Agg Bond Index	1.78	1.90	6.05	6.43	5.01	5.08	5.98	5.24	6.97	4.12	
Difference	*1.40*	*3.83*	*1.45*	*0.77*	*0.63*	*N/A*	*N/A*	*-1.97*	*0.50*	*0.71*	
US Broad Market Core Fixed Income (SA+CF) Median	3.37	3.81	6.42	6.46	5.14	5.27	6.10	3.58	6.93	N/A	
Percentile Rank	53	21	35	26	22	N/A	N/A	55	19	N/A	
PIMCO:Tot Rtn;Inst (PTTRX)	**4.71**	**6.34**	**9.32**	**8.43**	**6.27**	**N/A**	**N/A**	**4.80**	**9.11**	**5.23**	**06/01/2003**
BC US Agg Bond Index	1.78	1.90	6.05	6.43	5.01	5.08	5.98	5.24	6.97	4.12	
Difference	*2.93*	*4.44*	*3.27*	*2.00*	*1.26*	*N/A*	*N/A*	*-0.44*	*2.14*	*1.11*	
US Broad Market Core Funds (MF) Median	4.86	5.60	3.42	4.50	3.67	4.15	5.00	-2.70	5.37	N/A	
Percentile Rank	53	38	5	1	1	N/A	N/A	13	1	N/A	
Loomis Sayles World Bond Trust (CF)	**10.97**	**6.68**	**0.26**	**5.80**	**5.72**	**8.42**	**8.38**	**-3.53**	**9.24**	**7.85**	**06/01/1998**
Citi Wrld Gov't Bond Index	3.49	-1.50	3.99	7.76	6.05	7.43	6.53	10.87	10.95	6.28	
Difference	*7.48*	*8.18*	*-3.73*	*-1.96*	*-0.33*	*0.99*	*1.85*	*-14.40*	*-1.71*	*1.57*	
Global Fixed Income (SA+CF) Median	7.01	4.65	1.81	5.78	5.62	7.39	6.80	0.53	9.01	N/A	
Percentile Rank	28	35	67	50	44	21	15	63	47	N/A	

Performance versus SA+CF or plan sponsor peer groups is shown gross of fees, while performance versus MF peer groups is shown net of fees.
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RVKuhns
& ASSOCIATES, INC.

San Diego Transit Corporation Employees Retirement Plan
Comparative Performance
As of June 30, 2009

	1 Quarter	Year To Date	1 Year	3 Years	5 Years	7 Years	10 Years	2008	2007	Since Inception	Inception Date
Wellington DIH Portfolio (CF)	**19.09**	**18.25**	**-42.44**	**N/A**	**N/A**	**N/A**	**N/A**	**N/A**	**N/A**	**-39.37**	**06/01/2008**
Consumer Price Index + 5%	2.65	5.13	3.50	7.16	7.73	7.76	7.77	5.10	9.29	4.58	
Difference	*16.44*	*13.12*	*-45.94*	*N/A*	*N/A*	*N/A*	*N/A*	*N/A*	*N/A*	*-43.95*	
Wellington DIH Portfolio (CF)	**19.09**	**18.25**	**-42.44**	**N/A**	**N/A**	**N/A**	**N/A**	**N/A**	**N/A**	**-39.37**	**06/01/2008**
Wellington Dvf'd Infl Hedge Comp Index	13.53	10.17	-32.52	0.07	N/A	N/A	N/A	-31.82	26.75	-29.55	
Difference	*5.56*	*8.08*	*-9.92*	*N/A*	*N/A*	*N/A*	*N/A*	*N/A*	*N/A*	*-9.82*	
PIMCO:All Asset;Inst (PAAIX)	**12.60**	**9.74**	**-7.04**	**N/A**	**N/A**	**N/A**	**N/A**	**N/A**	**N/A**	**-7.79**	**06/01/2008**
Consumer Price Index + 5%	2.65	5.13	3.50	7.16	7.73	7.76	7.77	5.10	9.29	4.58	
Difference	*9.95*	*4.61*	*-10.54*	*N/A*	*N/A*	*N/A*	*N/A*	*N/A*	*N/A*	*-12.37*	
PIMCO:All Asset;Inst (PAAIX)	**12.60**	**9.74**	**-7.04**	**N/A**	**N/A**	**N/A**	**N/A**	**N/A**	**N/A**	**-7.79**	**06/01/2008**
All Asset Composite Index	9.21	3.99	-10.91	0.92	3.92	5.96	5.69	-13.89	6.87	-11.67	
Difference	*3.39*	*5.75*	*3.87*	*N/A*	*N/A*	*N/A*	*N/A*	*N/A*	*N/A*	*3.88*	
PAAMCO Pacific Hedged Strategies (CF)	**5.65**	**8.80**	**-16.84**	**N/A**	**N/A**	**N/A**	**N/A**	**-21.93**	**N/A**	**-3.70**	**06/01/2007**
3 Month LIBOR Index + 5%	1.47	3.04	7.13	9.06	8.95	8.21	8.72	8.22	10.58	8.37	
Difference	*4.18*	*5.76*	*-23.97*	*N/A*	*N/A*	*N/A*	*N/A*	*-30.15*	*N/A*	*-12.07*	
PAAMCO Pacific Hedged Strategies (CF)	**5.65**	**8.80**	**-16.84**	**N/A**	**N/A**	**N/A**	**N/A**	**-21.93**	**N/A**	**-3.70**	**06/01/2007**
HFRI FOF Cnsvt Index	3.91	4.64	-15.11	-1.94	1.53	2.82	4.14	-19.86	7.68	-7.43	
Difference	*1.74*	*4.16*	*-1.73*	*N/A*	*N/A*	*N/A*	*N/A*	*-2.07*	*N/A*	*3.73*	

Loomis Sayles World Bond Trust is comprised of Loomis Sayles Global Bond Fund (LSGBX) thru Jun-2008 and Loomis Sayles World Bond Trust (CF) thereafter.

Performance versus SA+CF or plan sponsor peer groups is shown gross of fees, while performance versus MF peer groups is shown net of fees.
Performance is annualized for periods greater than one year.
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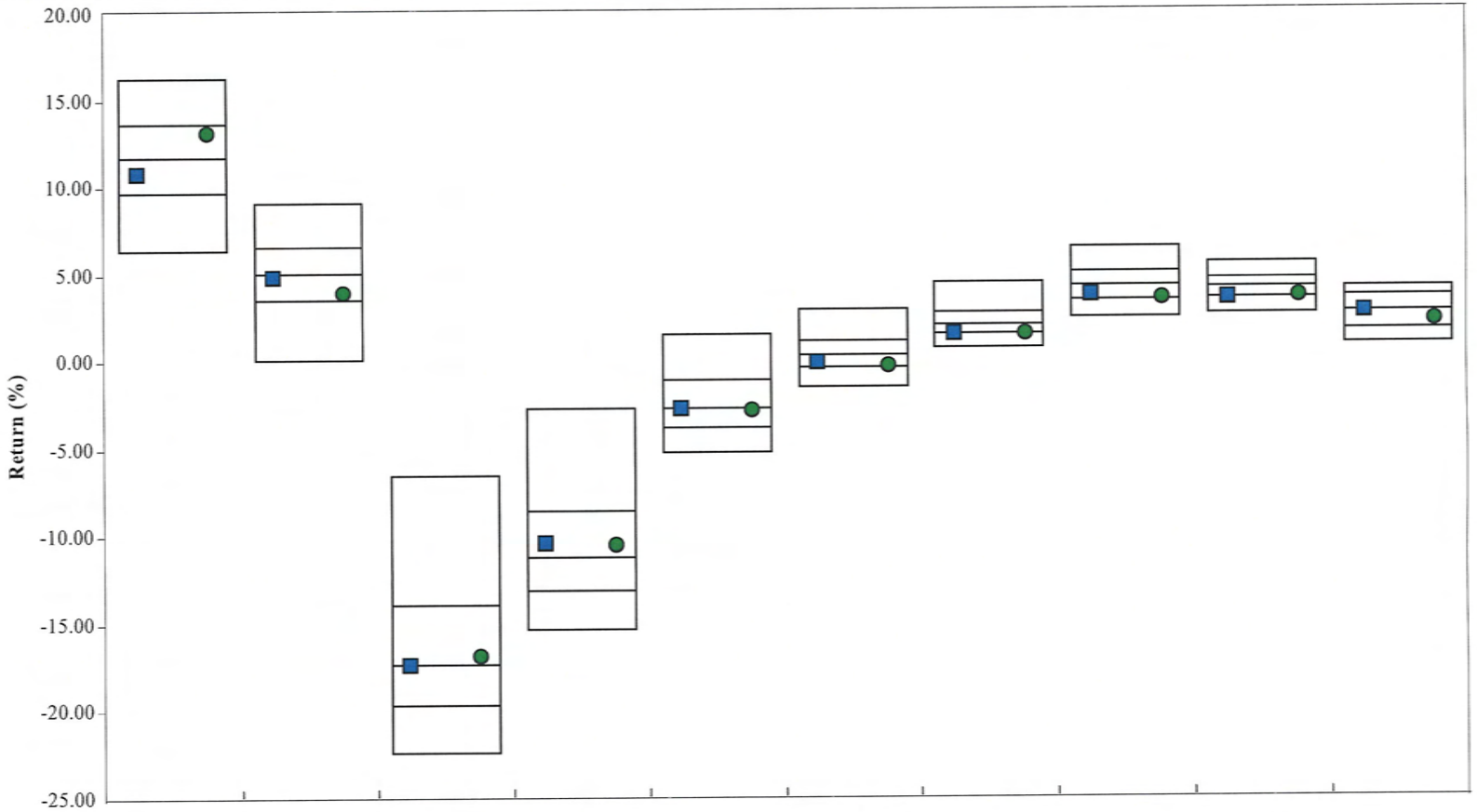
San Diego Transit Corporation Employees Retirement Plan
Plan Sponsor Peer Group Analysis
All Corporate Plans ($20M to $250M)-Total Fund
As of June 30, 2009



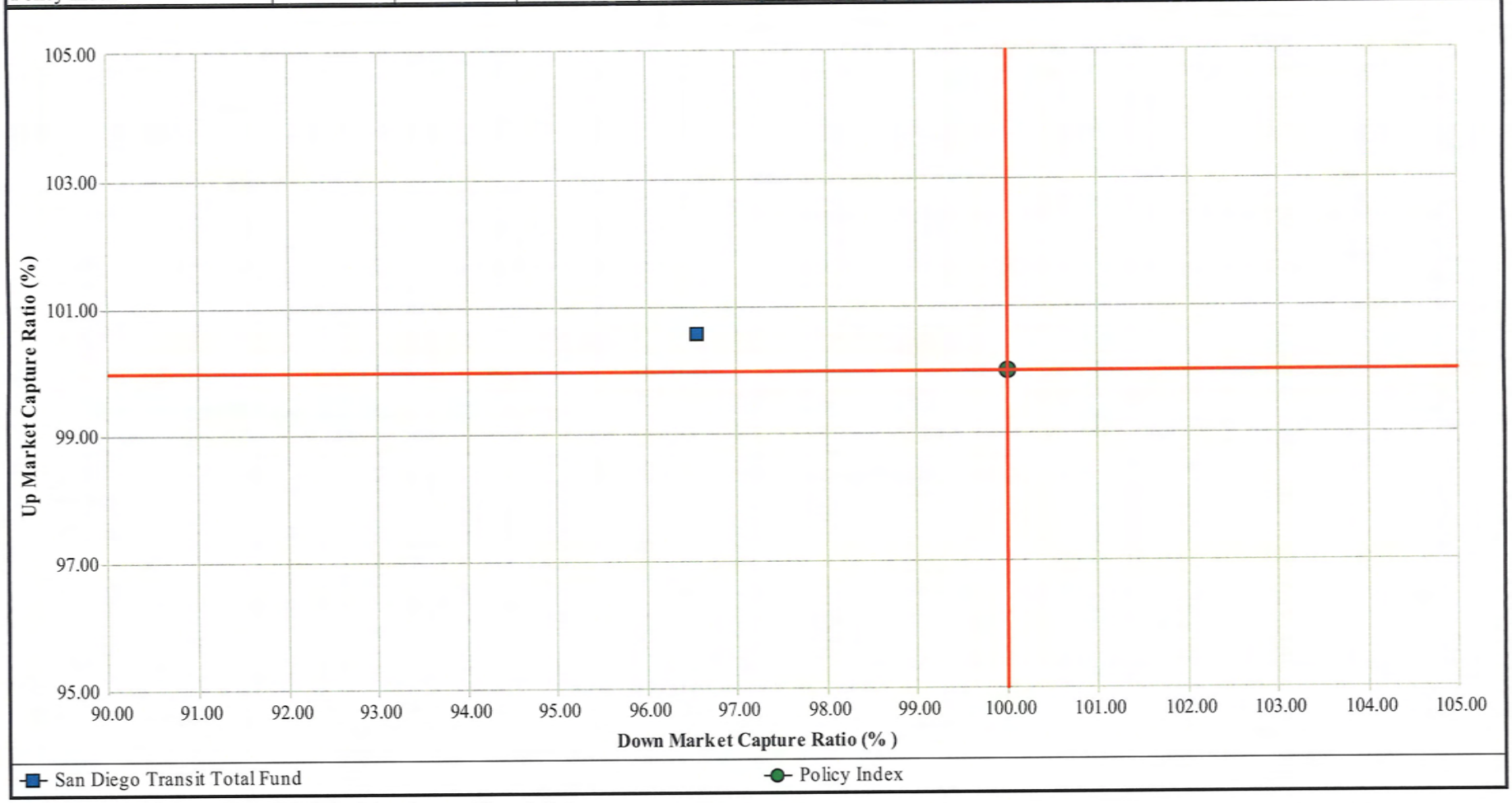
	1 Quarter	Year To Date	1 Year	2 Years	3 Years	4 Years	5 Years	6 Years	7 Years	10 Years
San Diego Transit Total Fund	10.80 (59)	4.83 (56)	-17.34 (49)	-10.36 (41)	-2.75 (52)	-0.10 (65)	1.51 (77)	3.78 (71)	3.54 (75)	2.79 (45)
Policy Index	13.13 (32)	3.95 (68)	-16.83 (42)	-10.50 (42)	-2.82 (56)	-0.30 (72)	1.55 (74)	3.53 (75)	3.68 (70)	2.25 (68)
Median	11.70	5.07	-17.36	-11.22	-2.71	0.32	2.05	4.30	4.13	2.77
Population	121	102	89	78	73	68	61	58	52	41

Performance shown is gross of fees. Calculation is based on quarterly periodicity. Parentheses contain percentile ranks.
Performance is annualized for periods greater than one year.

RVKuhns & ASSOCIATES, INC.

San Diego Transit Corporation Employees Retirement Plan
Up/Down Markets
Versus Policy Index
10 Years Ending June 30, 2009

	Full Period Return		Months Benchmark Up(72)				Months Benchmark Down(48)			
			Manager Ahead		Manager Behind		Manager Ahead		Manager Behind	
	Manager	Benchmark	No. Months	Avg. Ahead	No. Months	Avg. Behind	No. Months	Avg. Ahead	No. Months	Avg. Behind
San Diego Transit Total Fund	2.79	2.25	36	0.50	36	-0.47	27	0.66	21	-0.65
Policy Index	2.25	2.25	72	0.00	-	0.00	48	0.00	-	0.00



Performance shown is gross of fees. Calculation is based on monthly periodicity.

RVKuhns & ASSOCIATES, INC.

San Diego Transit Corporation Employees Retirement Plan
Addendum
As of June 30, 2009

Performance Related Comments

- Performance is annualized for periods greater than one year.
- Reported performance may differ from manager reported performance due to large flows.
- Since inception returns exclude the first partial month's performance. Performance calculations begin with the client's first full month of investing.
- Performance for Loomis Sayles World Bond Trust is comprised of Loomis Sayles Global Bond Fund (LSGBX) thru June-2008 and Loomis Sayles World Bond Trust (CF) thereafter.

Manager Transition Comments

- Brandes Global Equity (SA) was sold at the end of Dec-2005 to transition into the Brandes Global Equity commingled fund (CF) equivalent. Historical data prior to Jan-2006 for Brandes Global Equity (CF) is from the separate account (SA) vehicle.
- Kayne Anderson (SA) was liquidated in Mar-2006. The proceeds were used to purchase GMO US SMid Value Fund (GMSUX).
- UBS Dynamic Alpha Fund (BNAYX) and PAAMCO Pacific Hedged Strategies Portfolio were both funded in May-2007.
- TCW Large Cap Growth (SA) was liquidated in Aug-2007. The proceeds were used to fund Rainier Large Cap Equity (SA).
- Nicholas-Applegate Global Select Fund (NACHX) was liquidated in Oct-2007. The proceeds were used to fund TT Int'l Investment Trust Active Int'l Equity (CF).
- UBS Dynamic Alpha Fund (BNAYX) was liquidated in May-2008. The proceeds were used to purchase PIMCO:All Asset;Inst (PAAIX) and Wellington Diversified Inflation Hedges (CF).
- Loomis Sayles Global Bond Fund (LSGBX) was sold at the end of Jun-2008 to transition into the Loomis Sayles World Bond Trust commingled fund (CF) equivalent. Historical data prior to Jul-2008 for the Loomis Sayles World Bond Trust (CF) is from the mutual fund vehicle (LSGBX).
- GMO US SMid Value Fund (GMSUX) was liquidated in Jun-2008. The proceeds were used to fund Westwood SMidCap Equity (CF).
- Vanguard Explorer;Adm (VEXRX) was liquidated in Mar-2009. The proceeds were used to fund The Boston Co. SMid Cap Growth (CF).

Holdings Comments

- Due to portfolio turnover, buy and hold attribution may not accurately represent quarterly performance relative to the benchmark.

San Diego Transit Corporation Employees Retirement Plan
Addendum
As of June 30, 2009

Investment Manager Fee Schedule

	Manager Name	Product Type	Ticker/CUSIP	Annual Expense Ratio
1.	Brandes Global Equity Portfolio	Commingled Fund	105BGEQ13	0.98% (a)
2.	Cohen & Steers Institutional Realty Shares	Mutual Fund	CSRIX	0.75%
3.	JP Morgan Core Bond Trust	Commingled Fund	62826M921	0.30%
4.	Loomis Sayles World Bond Trust	Commingled Fund	5434LSWB3	0.55% (b)
5.	PAAMCO Pacific Hedged Strategies	Fund of Hedge Funds	69347PHS3	1.00% (c)
6.	PIMCO All Asset Fund - Institutional Class	Mutual Fund	PAAIX	0.86%
7.	PIMCO Total Return Fund - Institutional Class	Mutual Fund	PTTRX	0.46%
8.	Rainier Large Cap Equity Portfolio	Separate Account	N/A	0.75% (d)
9.	The Boston Company Small/Mid Cap Growth Equity	Commingled Fund	585BCP993	0.90% (e)
10.	TT Int'l Investment Trust Active Int'l Equity	Commingled Fund	707TTI995	1.00%
11.	Wellington Diversified Inflation Hedges Portfolio	Commingled Fund	959WTC996	0.90%
12.	Westwood Trust Large Cap Equity - EB Fund	Commingled Fund	9617WTLC5	0.77% (f)
13.	Westwood Trust SMidCap Equity - EB Fund	Commingled Fund	999PCF994	0.85% (g)

(a) The annual expense ratio for the **Brandes Global Equity Portfolio** is based on the portfolio's assets at the end of the quarter using the following fee schedule:
- 1.00% on the first $5 million; 0.90% on the next $5 million; and 0.80% on the next $10 million

(b) The annual expense ratio for the **Loomis Sayles World Bond Trust** is based on the portfolio's assets at the end of the quarter using the following fee schedule:
- 0.55% on the first $10 million; 0.35% on the next $65 million; and 0.25% thereafter

(c) **PAAMCO Pacific Hedged Strategies** has a fee structure of 1.00% management fee plus an incentive fee of 5.0% of appreciation, taken quarterly, and subject to a loss carry forward (high-water mark).

(d) The annual expense ratio for the **Rainier Large Cap Equity Portfolio** is based on the fund's assets at the end of the quarter using the following fee schedule:
- 0.75% on the first $10 million; and 0.50% thereafter

(e) The annual expense ratio for **The Boston Company Small/Mid Cap Growth Equity** is based on the fund's assets at the end of the quarter using the following fee schedule:
- 0.90% on the first $25 million; and 0.75% thereafter

(f) The annual expense ratio for the **Westwood Trust Large Cap Equity - EB Fund** is based on the fund's assets at the end of the quarter using the following fee schedule:
- 0.80% on the first $5 million; 0.75% on the next $5 million; 0.70% on the next $5 million; 0.65% on the next $5 million; and 0.60% thereafter

(g) The annual expense ratio for the **Westwood Trust SMidCap Equity - EB Fund** is based on the fund's assets at the end of the quarter using the following fee schedule:
- 0.85% on the first $10 million; and 0.80% thereafter

San Diego Transit Corporation Employees Retirement Plan
Addendum
As of June 30, 2009

Policy Index - The static custom index for the San Diego Transit Total Fund is calculated monthly and consists of:

- From Nov-2007 through present: **20%** S&P 500, **15%** Russell 2500, **7.5%** MSCI World (Gross), **7.5%** MSCI EAFE (Gross), **27.5%** BC US Aggregate Bond, **5%** Citigroup WGBI, **5%** Wilshire US REIT, **4.5%** All Asset Composite Index, **4.5%** Wellington Diversified Inflation Hedge Composite Index, & **3.5%** HFRI Fund of Funds Conservative Index.
- From June-2007 through Oct-2007: **20%** S&P 500, **15%** Russell 2500, **15%** MSCI World (Gross), **27.5%** BC US Aggregate Bond, **5%** Citigroup WGBI, **5%** Wilshire US REIT, **9%** CPI + 5%, & **3.5%** 3 Month LIBOR Index + 5%.
- From Apr-2006 through May-2007: **25%** S&P 500, **15%** Russell 2500, **15%** MSCI World (Gross), **35%** BC US Aggregate Bond, **5%** Citigroup WGBI, & **5%** Wilshire US REIT.
- From Apr-2005 through Mar-2006: **25%** S&P 500, **7.5%** Russell 2500, **7.5%** Russell 2000, **15%** MSCI World (Gross), **35%** BC US Aggregate Bond, **5%** Citigroup WGBI, & **5%** Wilshire US REIT.
- From Jan-2002 through Mar-2005: **25.2%** S&P 500, **4.2%** Russell 2500, **4.2%** Russell 2000, **26.4%** MSCI World (Gross), **35%** BC US Aggregate Bond, & **5%** Citigroup WGBI.
- From Oct-1998 through Dec-2001: **35%** S&P 500, **10%** Russell 2000, **15%** MSCI EAFE (Net), **35%** BC US Aggregate Bond, & **5%** Citigroup WGBI.
- From Oct-1996 through Sep-1998: **27%** S&P 500, **10%** Russell 2000, **10%** MSCI EAFE (Net), **13%** MSCI World (Net), **36%** BC US Aggregate Bond, & **4%** Citigroup WGBI.
- From Jan-1994 through Sep-1996: **37%** S&P 500, **10%** MSCI EAFE (Net), **13%** MSCI World (Net), **36%** BC US Aggregate Bond, & **4%** Citigroup WGBI.
- From Jan-1989 through Dec-1993: **50%** S&P 500, **10%** MSCI EAFE (Net), & **40%** BC US Aggregate Bond.
- From Jul-1982 through Dec-1988: **60%** S&P 500 & **40%** BC US Aggregate Bond.

Policy Index (POB) - The static custom index for the San Diego Transit Total Fund (POB) is calculated monthly and consists of:

- From Nov-2007 through present: **20%** S&P 500, **15%** Russell 2500, **7.5%** MSCI World (Gross), **7.5%** MSCI EAFE (Gross), **27.5%** BC US Aggregate Bond, **5%** Citigroup WGBI, **5%** Wilshire US REIT, **4.5%** All Asset Composite Index, **4.5%** Wellington Diversified Inflation Hedge Composite Index, & **3.5%** HFRI Fund of Funds Conservative Index.
- From June-2007 through Oct-2007: **20%** S&P 500, **15%** Russell 2500, **15%** MSCI World (Gross), **27.5%** BC US Aggregate Bond, **5%** Citigroup WGBI, **5%** Wilshire US REIT, **9%** CPI + 5%, & **3.5%** 3 Month LIBOR Index + 5%.
- From Apr-2006 through May-2007: **25%** S&P 500, **15%** Russell 2500, **15%** MSCI World (Gross), **35%** BC US Aggregate Bond, **5%** Citigroup WGBI, & **5%** Wilshire US REIT.
- From Apr-2005 through Mar-2006: **25%** S&P 500, **7.5%** Russell 2500, **7.5%** Russell 2000, **15%** MSCI World (Gross), **35%** BC US Aggregate Bond, **5%** Citigroup WGBI, & **5%** Wilshire US REIT.
- From Oct-2004 through Mar-2005: **25.2%** S&P 500, **4.2%** Russell 2500, **4.2%** Russell 2000, **26.4%** MSCI World (Gross), **35%** BC US Aggregate Bond, & **5%** Citigroup WGBI.

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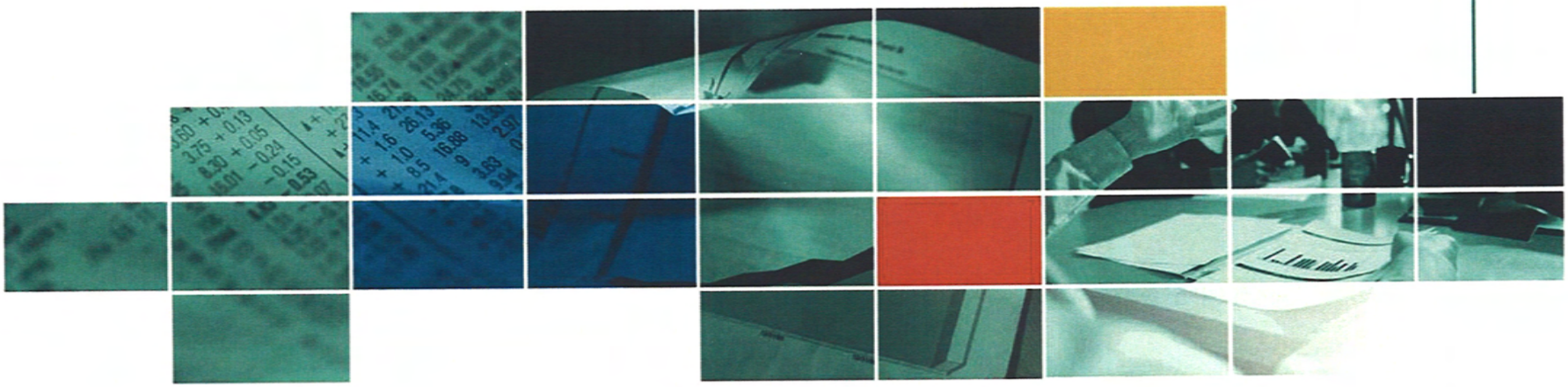
San Diego Transit Corporation Employees Retirement Plan

An RVK Update

July 28, 2009



RVKuhns

& ASSOCIATES, INC.

RVK Corporate Overview

- RVK is one of the top ten largest consultants as determined by *Pension & Investments' 2008 Special Report - Consultants*

2005

- Ownership
  - 100% Employee Owned
  - 15 Employee Principals
  - Three member Board of Directors
- Client Accounts
  - More than 250 client accounts
  - $540+ billion in assets under advisement
- RVK has *no conflicts of interest*
  - Code of Ethics from our inception
  - 100% of revenue comes from cash payments from clients
- Staff
  - 59 employees

2009

- Ownership
  - 100% Employee Owned
  - 20 Employee Principals
  - Eight member Board of Directors
- Client Accounts
  - More than 380 client accounts
  - $650+ billion in assets under advisement
  - RVK clients in 26 states and offshore
- RVK has *no conflicts of interest*
  - Code of Ethics from our inception
  - 100% of revenue comes from cash payments from clients
- Staff
  - 95 employees

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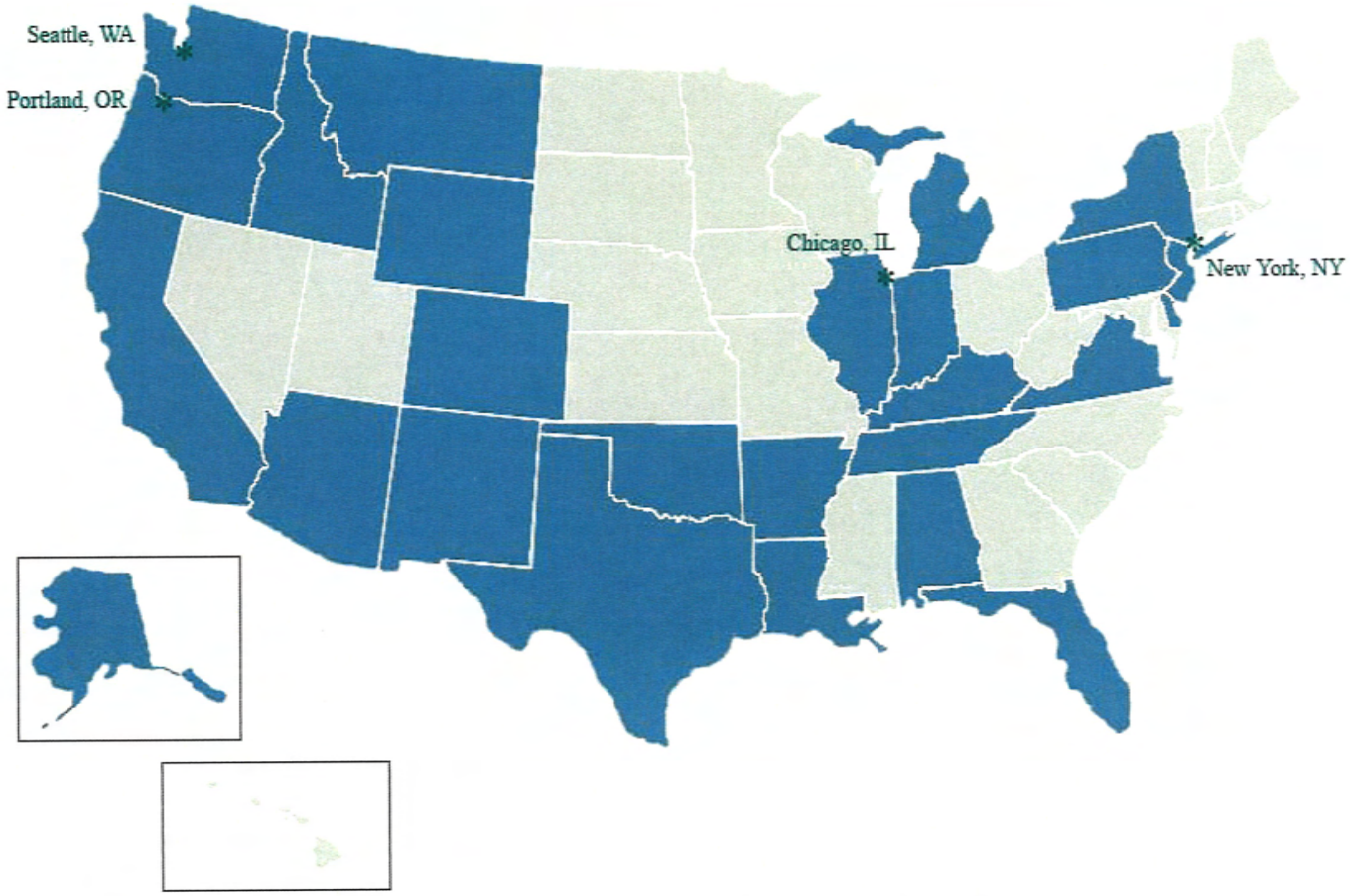
& ASSOCIATES, INC.

State-Based Client Representation



Blue indicates states where RVK has clients

* Regional Offices

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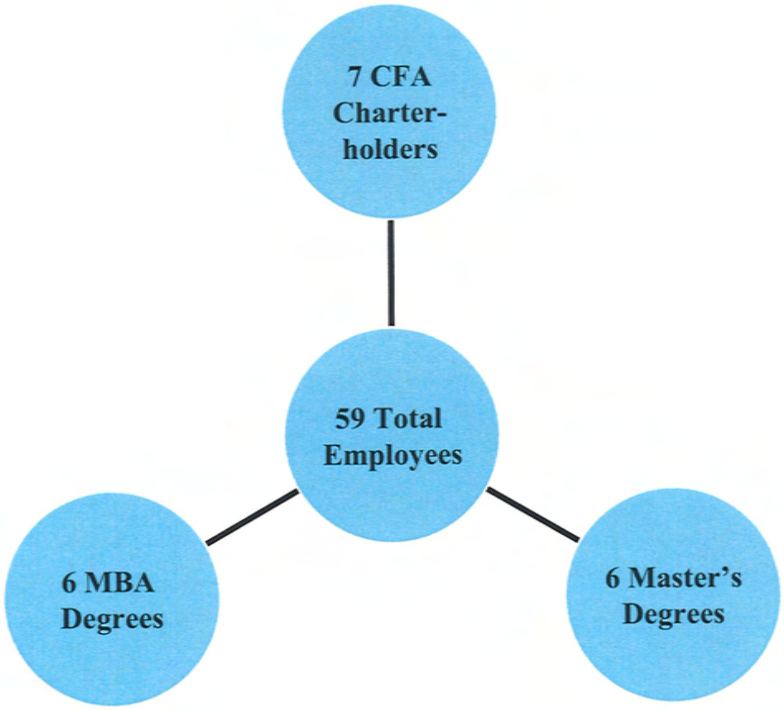
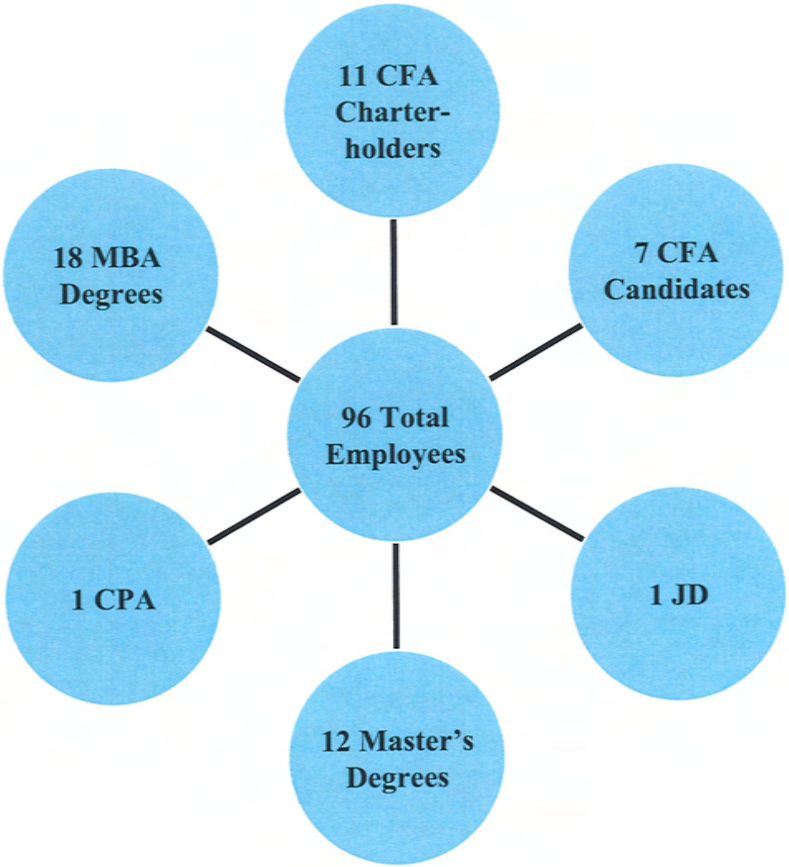
RVK Education and Qualifications

2005



2009



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RVK Client Services

General Consulting Solutions

- Trustee Education – Multiple Topics/Issues
- Investment Policy Reviews
- Asset Allocation Analysis
- Manager Search and Evaluation
- Manager Monitoring and Due Diligence
- Performance Reporting – Total Fund
- Performance Reporting – Alternative Asset Classes
- Equity Structure Studies
- Fixed Income Structure Studies
- Absolute Return Strategies
- Real Return Strategies
- Asset/Liability Studies
- Spending Policy Analysis
- Stochastic Risk Studies
- Board Reporting Reviews
- Compliance Monitoring and Analysis
- Strategic Planning and Organization Analysis
- Compensation Reviews
- Peer Reviews – Public Funds and Endowments
- Rebalancing Policy Studies
- Private Equity Fund Due Diligence
- Hedge Fund Due Diligence
- Private Equity Pacing Studies
- Legislative Issues Support

DC Solutions

Plan Structure
- Investments Gap Analysis
- Manager Search & Selection
- Vehicle Selection (mutual fund, commingled fund, separate account)
- Plan Mapping
- Default Option
- Custom Risk-Based & TRD Funds

Third Party Administrators
- Search/RFPs
- Evaluating
- Due Diligence
- Monitoring
- SLA's
- Pricing

Fiduciary Policy
- Investment Policy
- Committee Charter
- Plan Document
- Delegation
- Fiduciary Monitoring

Industry Trend Analysis
- Fee Transparency
- Auto Services
- Alternative Asset Classes

Investment Monitoring
- Ongoing Manager Due Diligence
- Quarterly Performance Reports
- Monthly Performance Flashes
- Watch Status

Plan Operations
- Utilization
- Participant Behavior Analysis
- Fee Analysis
- Education
- Communications
- Benchmarking

Specialty Consulting Solutions

- Real Estate
- Hedge Fund of Funds
- Private Equity Fund of Funds
- Real Return

Investment Operations Solutions

Securities Lending
- Program Review
- Search/RFP
- Monitoring & Risk Analysis

Trade Execution
- Trade Cost Analysis
- Search & Evaluation

Compliance Monitoring
- External Reviews
- Internal Reviews
- Compliance Reviews

Organizational & Compensation Analysis
- Structural Reviews
- Functional Reviews
- Peer Data Reviews

Trust/Custody
- Search/RFPs
- Evaluation
- Due Diligence
- SLA's
- Pricing

Prime Brokerage
- Search/RFPS
- Evaluating
- Due Diligence
- SLA's
- Pricing

Cash Management
- Program Reviews
- Investment Options
- Search Evaluations

Transition Management
- Search
- Evaluation
- Due Diligence
- Cost Analysis

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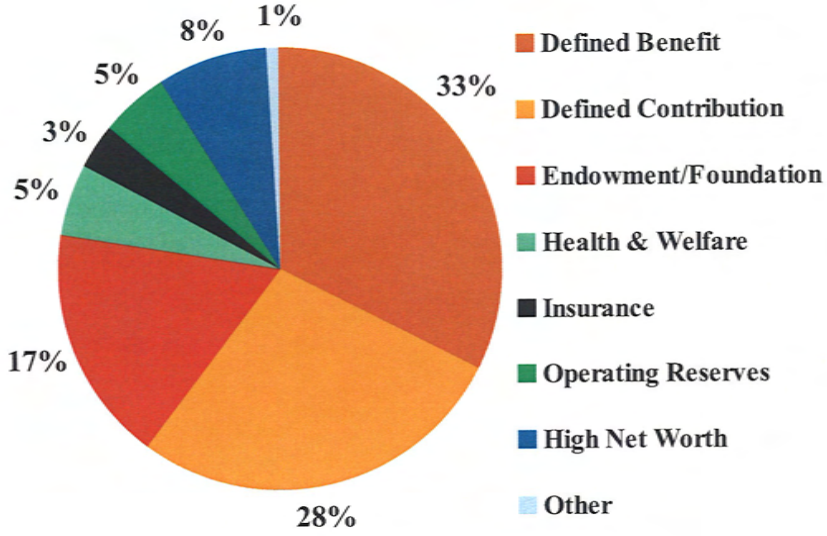
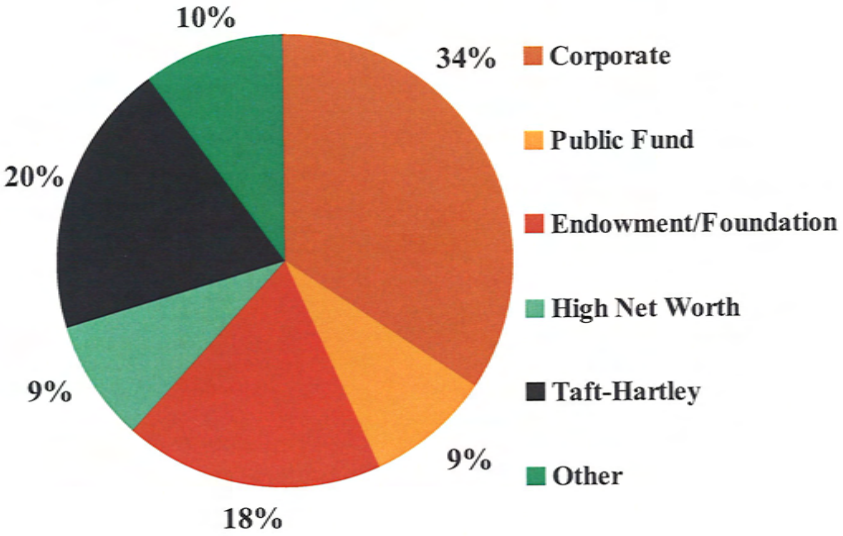
RVK Accounts by Client & Plan Type

Number of Retainer Accounts by Client Type



Number of Retainer Accounts by Plan Type



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