

ND RETIREMENT AND INVESTMENT OFFICE

Statement of Net Position As of 4/30/2016

	<u>As of</u> <u>4-30-16</u>	<u>As of</u> <u>6-30-15</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 2,567,308,422	\$ 2,427,467,228
GLOBAL/INTERNATIONAL EQUITIES	2,431,509,578	2,294,562,889
DOMESTIC FIXED INCOME	3,822,226,269	3,641,189,417
INTERNATIONAL FIXED INCOME	245,611,676	228,693,034
REAL ASSETS	1,825,891,087	1,742,489,481
PRIVATE EQUITY	161,497,962	177,337,659
INVESTED CASH (NOTE 1)	<u>119,093,313</u>	<u>156,811,317</u>
 TOTAL INVESTMENTS	 11,173,138,307	 10,668,551,025
RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	35,345,440	37,499,537
CONTRIBUTIONS RECEIVABLE	(2,427,772)	23,591,127
MISCELLANEOUS RECEIVABLE	<u>19,663</u>	<u>33,929</u>
 TOTAL RECEIVABLES	 32,937,331	 61,124,593
OTHER ASSETS		
INVESTED SECURITIES LENDING COLLATERAL (NOTE 2)	110,848,538	-
OPERATING CASH	<u>16,299,471</u>	<u>19,055,338</u>
 TOTAL ASSETS	 <u>11,333,223,647</u>	 <u>10,748,730,956</u>
DEFERRED OUTFLOWS OF RESOURCES		
DEFERRED OUTFLOWS RELATED TO PENSIONS	<u>25,075</u>	<u>123,148</u>
LIABILITIES:		
SECURITIES LENDING COLLATERAL (NOTE 2)	110,848,538	-
ACCOUNTS PAYABLE	51,500	203,105
ACCRUED EXPENSES	1,162,460	1,536,134
INVESTMENT EXPENSES PAYABLE	<u>11,447,517</u>	<u>11,444,610</u>
 TOTAL LIABILITIES	 <u>123,510,015</u>	 <u>13,183,849</u>
DEFERRED INFLOWS OF RESOURCES		
DEFERRED INFLOWS RELATED TO PENSIONS	<u>150,971</u>	<u>150,971</u>
NET POSITION:		
HELD IN TRUST	<u>11,209,587,736</u>	<u>10,735,519,284</u>
 TOTAL NET POSITION	 <u>\$ 11,209,587,736</u>	 <u>\$ 10,735,519,284</u>

ND RETIREMENT AND INVESTMENT OFFICE
Statement of Changes in Net Position
For the Month Ended 4/30/2016

	<u>Month Ended</u> <u>4-30-16</u>	<u>Year-to-Date</u>
ADDITIONS:		
INVESTMENT INCOME		
GAIN ON SALE OF INVESTMENTS	\$ 94,016,697	\$ 1,537,058,519
LOSS ON SALE OF INVESTMENTS	78,219,197	1,423,186,485
NET GAINS (LOSSES) INVESTMENTS	<u>15,797,500</u>	<u>113,872,034</u>
NET APPREC (DEPREC) MARKET VALUE	<u>69,936,901</u>	<u>(220,637,566)</u>
NET CHANGE IN FAIR VALUE OF INVESTMENTS	85,734,401	(106,765,532)
INTEREST, DIVIDEND & OTHER INVESTMENT INCOME	19,115,713	205,113,907
	<u>104,850,114</u>	<u>98,348,375</u>
LESS INVESTMENT EXPENSES	<u>3,357,282</u>	<u>27,938,375</u>
NET INCOME FROM INVESTING ACTIVITIES	101,492,832	70,410,000
SECURITIES LENDING INCOME	222,814	1,182,607
SECURITIES LENDING EXPENSES	44,543	236,395
NET SECURITIES LENDING INCOME	<u>178,271</u>	<u>946,212</u>
NET INVESTMENT INCOME	101,671,103	71,356,212
PURCHASE OF UNITS (\$1/UNIT) (NOTE 3)	<u>50,285,465</u>	<u>691,800,428</u>
CONTRIBUTIONS & ASSESSMENTS (NOTE 5)	13,333,213	99,865,500
PURCHASED SERVICE CREDIT (NOTE 6)	329,851	2,385,331
PENALTY & INTEREST (NOTE 7)	7,389	(13,341)
TOTAL ADDITIONS	<u>165,627,021</u>	<u>865,394,130</u>
DEDUCTIONS:		
BENEFITS PAID PARTICIPANTS (NOTE 8)	14,981,234	149,511,924
PARTIAL LUMP SUM BENEFITS PAID	-	630,069
REFUNDS TO MEMBER (NOTE 9)	<u>459,139</u>	<u>4,988,945</u>
TOTAL BENEFITS PAID	15,440,373	155,130,938
ADMINISTRATIVE EXPENSES	200,633	2,238,407
REDEMPTION OF UNITS (\$1/UNIT) (NOTE 4)	<u>20,645,548</u>	<u>233,956,333</u>
TOTAL DEDUCTIONS	<u>36,286,554</u>	<u>391,325,678</u>
CHANGE IN NET POSITION	129,340,467	474,068,452
NET POSITION:		
BEGINNING OF PERIOD	<u>11,080,247,269</u>	<u>10,735,519,284</u>
END OF PERIOD	<u>\$ 11,209,587,736</u>	<u>\$ 11,209,587,736</u>

ND RETIREMENT AND INVESTMENT OFFICE
Notes To Financial Statements
April 30, 2016

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 **INVESTED CASH**

Pension Cash Pool invested in the short-term investment fund (STIF) at The Northern Trust Company.

NOTE 2 **SECURITIES LENDING COLLATERAL**

Securities are loaned versus collateral that may include cash, U.S. government securities and irrevocable letters of credit. U.S. securities are loaned versus collateral valued at 102% of the market value of the securities plus any interest. Non-U.S. securities are loaned versus collateral valued at 105% of the market value of the securities plus any accrued interest. Non-cash collateral cannot be pledged or sold unless the borrower defaults. Cash open collateral is invested in a short term investment pool.

NOTE 3 **PURCHASE OF UNITS**

Cash transferred into investment accounts at The Northern Trust Company during the current fiscal year.

NOTE 4 **REDEMPTION OF UNITS**

Cash transferred out of investment accounts at The Northern Trust Company during the current fiscal year.

NOTE 5 **CONTRIBUTIONS**

Contributions on teachers' salaries of 9.75% of salary plus a 10.75% contribution paid by the employer unit, for a total contribution of 20.5% that must be remitted monthly.

NOTE 6 **PURCHASED SERVICE CREDIT**

Payments received on the purchase of service credit for TFFR as allowed by the North Dakota Century Code.

NOTE 7 **PENALTY & INTEREST**

Amounts charged to school districts for late payment or reporting of contributions.

NOTE 8 **BENEFITS PAID TO PARTICIPANTS**

Monthly annuity benefits paid to retired teachers on the first of each month.

NOTE 9 **REFUND TO MEMBERS**

Refunds of teachers' accounts who have ceased teaching in North Dakota.