

**CITY OF BISMARCK
EMPLOYEES PENSION FUND
State Investment Board
Statement of Net Position
As of 12/31/2015**

	<u>As of</u> <u>12-31-15</u>	<u>As of</u> <u>6-30-15</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 12,701,346	\$ 13,237,579
GLOBAL/INTERNATIONAL EQUITIES	21,736,698	21,869,880
DOMESTIC FIXED INCOME	24,454,108	25,247,100
INTERNATIONAL FIXED INCOME	3,261,829	3,062,830
REAL ASSETS	14,884,382	15,127,299
PRIVATE EQUITY	2,510,474	2,536,851
INVESTED CASH (NOTE 1)	<u>322,390</u>	<u>570,139</u>
TOTAL INVESTMENTS	79,871,227	81,651,678
RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	<u>116,268</u>	<u>94,139</u>
TOTAL RECEIVABLES	116,268	94,139
OTHER ASSETS		
INVESTED SECURITIES LENDING COLLATERAL (NOTE 2)	<u>544,434</u>	<u>0</u>
TOTAL ASSETS	<u>80,531,929</u>	<u>81,745,817</u>
LIABILITIES:		
SECURITIES LENDING COLLATERAL (NOTE 2)	544,434	0
INVESTMENT EXPENSE PAYABLE	<u>126,256</u>	<u>126,746</u>
TOTAL LIABILITIES	<u>670,690</u>	<u>126,746</u>
NET POSITION:		
HELD IN TRUST	<u>79,861,239</u>	<u>81,619,071</u>
TOTAL NET POSITION	<u>\$ 79,861,239</u>	<u>\$ 81,619,071</u>

**CITY OF BISMARCK
EMPLOYEES PENSION FUND
State Investment Board
Statement of Changes in Net Position
For the Month Ended 12/31/2015**

	<u>Month Ended 12-31-15</u>	<u>Year-to-Date</u>
ADDITIONS:		
INVESTMENT INCOME		
GAIN ON SALE OF INVESTMENTS	778,308	4,793,513
LOSS ON SALE OF INVESTMENTS	817,555	3,839,863
NET GAINS (LOSSES) INVESTMENTS	<u>(39,247)</u>	<u>953,650</u>
NET APPREC (DEPREC) MARKET VALUE	<u>(879,557)</u>	<u>(3,439,714)</u>
NET CHANGE IN FAIR VALUE OF INVESTMENTS	(918,804)	(2,486,064)
INTEREST, DIVIDEND & OTHER INVESTMENT INCOME	<u>184,397</u>	<u>901,288</u>
	(734,407)	(1,584,776)
LESS INVESTMENT EXPENSES	<u>11,656</u>	<u>176,211</u>
NET INCOME FROM INVESTING ACTIVITIES	(746,063)	(1,760,987)
SECURITIES LENDING INCOME	2,337	3,944
SECURITIES LENDING EXPENSES	467	789
NET SECURITIES LENDING INCOME	<u>1,870</u>	<u>3,155</u>
NET INVESTMENT INCOME	<u>(744,193)</u>	<u>(1,757,832)</u>
PURCHASE OF UNITS (\$1/UNIT) (NOTE 3)	<u>0</u>	<u>0</u>
TOTAL ADDITIONS	(744,193)	(1,757,832)
DEDUCTIONS:		
REDEMPTION OF UNITS (\$1/UNIT) (NOTE 4)	<u>0</u>	<u>0</u>
TOTAL DEDUCTIONS	<u>0</u>	<u>0</u>
CHANGE IN NET POSITION	(744,193)	(1,757,832)
NET POSITION:		
BEGINNING OF PERIOD	<u>80,605,432</u>	<u>81,619,071</u>
END OF PERIOD	<u>\$ 79,861,239</u>	<u>\$ 79,861,239</u>

These financial statements are preliminary, unaudited and subject to change.

2/3/2016

**CITY OF BISMARCK
EMPLOYEES PENSION FUND
Notes To Financial Statements
December 31, 2015**

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 during the current fiscal year.

NOTE 4 **REDEMPTION OF UNITS**

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