

TEACHERS' FUND FOR RETIREMENT
A Division of ND Retirement and Investment Office
Statement of Net Position
As of 11/30/2015

	<u>As of</u> <u>11-30-15</u>	<u>As of</u> <u>6-30-15</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 477,295,646	\$ 461,830,284
GLOBAL/INTERNATIONAL EQUITIES	631,647,488	652,582,263
DOMESTIC FIXED INCOME	349,925,550	379,036,997
INTERNATIONAL FIXED INCOME	97,773,939	101,138,757
REAL ASSETS	388,902,603	389,351,436
PRIVATE EQUITY	82,574,271	81,662,078
INVESTED CASH (NOTE 1)	<u>21,218,715</u>	<u>29,631,182</u>
 TOTAL INVESTMENTS	 2,049,338,212	 2,095,232,997
 RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	8,715,662	8,574,358
CONTRIBUTIONS RECEIVABLE	(4,373,603)	23,591,127
MISCELLANEOUS RECEIVABLE	<u>38,964</u>	<u>20,788</u>
 TOTAL RECEIVABLES	 4,381,023	 32,186,273
 OTHER ASSETS		
INVESTED SECURITIES LENDING COLLATERAL (NOTE 2)	4,291,296	0
OPERATING CASH (NOTE 3)	<u>17,043,929</u>	<u>18,964,646</u>
TOTAL ASSETS	<u><u>2,075,054,460</u></u>	<u><u>2,146,383,916</u></u>
 DEFERRED OUTFLOWS OF RESOURCES		
DEFERRED OUTFLOWS RELATED TO PENSIONS	<u>15,476</u>	<u>76,002</u>
 LIABILITIES:		
SECURITIES LENDING COLLATERAL (NOTE 2)	4,291,296	0
ACCOUNTS PAYABLE	78,000	151,094
ACCRUED EXPENSES	1,008,862	1,193,136
INVESTMENT EXPENSES PAYABLE	<u>3,101,713</u>	<u>3,101,713</u>
 TOTAL LIABILITIES	 <u>8,479,871</u>	 <u>4,445,943</u>
 DEFERRED INFLOWS OF RESOURCES		
DEFERRED INFLOWS RELATED TO PENSIONS	<u>93,175</u>	<u>93,175</u>
 NET POSITION:		
HELD IN TRUST	<u>2,066,496,890</u>	<u>2,141,920,800</u>
 TOTAL NET POSITION	 <u><u>\$ 2,066,496,890</u></u>	 <u><u>\$ 2,141,920,800</u></u>

TEACHERS' FUND FOR RETIREMENT
A Division of ND Retirement and Investment Office
Statement of Changes in Net Position
For the Month Ended 11/30/2015

	Month Ended <u>11-30-15</u>	<u>Year-to-Date</u>
ADDITIONS:		
INVESTMENT INCOME		
GAIN ON SALE OF INVESTMENTS	28,159,613	105,133,643
LOSS ON SALE OF INVESTMENTS	10,899,924	76,734,596
NET GAINS (LOSSES) INVESTMENTS	<u>17,259,689</u>	<u>28,399,047</u>
NET APPREC (DEPREC) MARKET VALUE	<u>(24,803,059)</u>	<u>(71,107,355)</u>
NET CHANGE IN FAIR VALUE OF INVESTMENTS	(7,543,370)	(42,708,308)
INTEREST, DIVIDEND & OTHER INVESTMENT INCOME	<u>3,190,441</u>	<u>18,705,173</u>
	(4,352,929)	(24,003,135)
LESS INVESTMENT EXPENSES	316,417	4,178,272
NET INCOME FROM INVESTING ACTIVITIES	(4,669,346)	(28,181,407)
SECURITIES LENDING INCOME	19,696	42,534
SECURITIES LENDING EXPENSES	3,938	8,504
NET SECURITIES LENDING INCOME	<u>15,758</u>	<u>34,030</u>
NET INVESTMENT INCOME	(4,653,588)	(28,147,377)
PURCHASE OF UNITS (\$1/UNIT) (NOTE 4)	<u>2,050,000</u>	<u>17,500,000</u>
MEMBER & EMPLOYER CONTRIBUTIONS (NOTE 6)	11,978,106	30,101,026
PURCHASED SERVICE CREDIT (NOTE 7)	320,044	1,333,921
PENALTY & INTEREST (NOTE 8)	<u>31,404</u>	<u>84,981</u>
TOTAL ADDITIONS	<u>9,725,966</u>	<u>20,872,551</u>
DEDUCTIONS:		
BENEFITS PAID PARTICIPANTS (NOTE 9)	14,909,013	74,891,826
PARTIAL LUMP SUM BENEFITS PAID	0	620,486
REFUNDS TO MEMBER (NOTE 10)	<u>735,892</u>	<u>2,578,524</u>
TOTAL BENEFITS PAID	15,644,905	78,090,836
ADMINISTRATIVE EXPENSES	178,296	705,625
REDEMPTION OF UNITS (\$1/UNIT) (NOTE 5)	<u>2,050,000</u>	<u>17,500,000</u>
TOTAL DEDUCTIONS	<u>17,873,201</u>	<u>96,296,461</u>
CHANGE IN NET POSITION	(8,147,235)	(75,423,910)
NET POSITION:		
BEGINNING OF PERIOD	<u>2,074,644,125</u>	<u>2,141,920,800</u>
END OF PERIOD	<u>\$ 2,066,496,890</u>	<u>\$ 2,066,496,890</u>

TEACHERS' FUND FOR RETIREMENT
Notes To Financial Statements
November 30, 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 **OPERATING CASH**

TFFR money market and checking accounts at the Bank of North Dakota.

NOTE 4 **PURCHASE OF UNITS**

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

NOTE 5 **REDEMPTION OF UNITS**

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

NOTE 6 **CONTRIBUTIONS**

Contributions on teachers' salaries of 11.75% of salary plus a 12.75% contribution paid by the employer unit, for a total contribution of 24.5% that must be remitted monthly.

NOTE 7 **PURCHASED SERVICE CREDIT**

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

NOTE 8 **PENALTY & INTEREST**

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

NOTE 9 **BENEFITS PAID TO PARTICIPANTS**

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

NOTE 10 **REFUND TO MEMBERS**

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