

TEACHERS' FUND FOR RETIREMENT
A Division of 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	\$ 466,909,673	\$ 461,830,284
GLOBAL/INTERNATIONAL EQUITIES	655,631,559	652,582,263
DOMESTIC FIXED INCOME	349,017,740	379,036,997
INTERNATIONAL FIXED INCOME	107,335,091	101,138,757
REAL ASSETS	395,607,434	389,351,436
PRIVATE EQUITY	74,368,063	81,662,078
INVESTED CASH (NOTE 1)	15,689,946	29,631,182
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TOTAL INVESTMENTS	2,064,559,506	2,095,232,997
RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	6,999,302	8,574,358
CONTRIBUTIONS RECEIVABLE	(2,427,772)	23,591,127
MISCELLANEOUS RECEIVABLE	4,082	20,788
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TOTAL RECEIVABLES	4,575,612	32,186,273
OTHER ASSETS		
INVESTED SECURITIES LENDING COLLATERAL (NOTE 2)	17,481,373	-
OPERATING CASH (NOTE 3)	16,136,375	18,964,646
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TOTAL ASSETS	2,102,752,866	2,146,383,916
DEFERRED OUTFLOWS OF RESOURCES		
DEFERRED OUTFLOWS RELATED TO PENSIONS	15,476	76,002
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LIABILITIES:		
SECURITIES LENDING COLLATERAL (NOTE 2)	17,481,373	-
ACCOUNTS PAYABLE	51,500	151,094
ACCRUED EXPENSES	851,373	1,193,136
INVESTMENT EXPENSES PAYABLE	3,101,713	3,101,713
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TOTAL LIABILITIES	21,485,959	4,445,943
DEFERRED INFLOWS OF RESOURCES		
DEFERRED INFLOWS RELATED TO PENSIONS	93,175	93,175
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NET POSITION:		
HELD IN TRUST	2,081,189,208	2,141,920,800
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TOTAL NET POSITION	<u>\$ 2,081,189,208</u>	<u>\$ 2,141,920,800</u>

TEACHERS' FUND FOR RETIREMENT
A Division of ND Retirement and Investment Office
Statement of Changes in Net Position
For the Month Ended 4/30/2016

	Month Ended <u>4-30-16</u>	<u>Year-to-Date</u>
ADDITIONS:		
INVESTMENT INCOME		
GAIN ON SALE OF INVESTMENTS	\$ 14,990,221	\$ 218,248,420
LOSS ON SALE OF INVESTMENTS	11,252,046	166,335,954
NET GAINS (LOSSES) INVESTMENTS	<u>3,738,175</u>	<u>51,912,466</u>
NET APPREC (DEPREC) MARKET VALUE	<u>9,904,017</u>	<u>(89,777,781)</u>
NET CHANGE IN FAIR VALUE OF INVESTMENTS	13,642,192	(37,865,315)
INTEREST, DIVIDEND & OTHER INVESTMENT INCOME	<u>2,694,388</u>	<u>37,856,415</u>
	16,336,580	(8,900)
LESS INVESTMENT EXPENSES	<u>626,101</u>	<u>6,588,589</u>
NET INCOME FROM INVESTING ACTIVITIES	15,710,479	(6,597,489)
SECURITIES LENDING INCOME	30,815	209,499
SECURITIES LENDING EXPENSES	6,162	41,892
NET SECURITIES LENDING INCOME	<u>24,653</u>	<u>167,607</u>
NET INVESTMENT INCOME	15,735,132	(6,429,882)
PURCHASE OF UNITS (\$1/UNIT) (NOTE 4)	<u>1,550,000</u>	<u>25,575,000</u>
MEMBER & EMPLOYER CONTRIBUTIONS (NOTE 6)	13,333,213	99,865,500
PURCHASED SERVICE CREDIT (NOTE 7)	329,851	2,385,331
PENALTY & INTEREST (NOTE 8)	<u>7,389</u>	<u>(13,341)</u>
TOTAL ADDITIONS	<u>30,955,585</u>	<u>121,382,608</u>
DEDUCTIONS:		
BENEFITS PAID PARTICIPANTS (NOTE 9)	14,981,234	149,511,924
PARTIAL LUMP SUM BENEFITS PAID	-	630,069
REFUNDS TO MEMBER (NOTE 10)	<u>459,139</u>	<u>4,988,945</u>
TOTAL BENEFITS PAID	15,440,373	155,130,938
ADMINISTRATIVE EXPENSES	120,347	1,408,262
REDEMPTION OF UNITS (\$1/UNIT) (NOTE 5)	<u>1,550,000</u>	<u>25,575,000</u>
TOTAL DEDUCTIONS	<u>17,110,720</u>	<u>182,114,200</u>
CHANGE IN NET POSITION	13,844,865	(60,731,592)
NET POSITION:		
BEGINNING OF PERIOD	<u>2,067,344,343</u>	<u>2,141,920,800</u>
END OF PERIOD	<u>\$ 2,081,189,208</u>	<u>\$ 2,081,189,208</u>

TEACHERS' FUND FOR RETIREMENT
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 **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.