

**POLICE AND FIRE
EMPLOYEES' RETIREMENT PLAN
STATEMENT OF REVENUES AND EXPENSES
BUDGET VS. ACTUAL
AS of June 30, 2019
(Unaudited)**

	<u>Annual Budget</u>	<u>Year to Date</u>	<u>Over (Under) Budget</u>	<u>% to Date</u>
Operating revenues:				
Employer contributions	\$ 28,108,000	27,719,839	(388,161)	98.62%
Member contributions	7,973,000	8,124,859	151,859	101.90%
Investment income				
Net change in fair value of assets		24,600,895		
Interest		2,862,178		
Dividends		13,753,018		
Other		87,464		
Investment income	<u>43,000,000</u>	<u>41,303,555</u>	<u>(1,696,445)</u>	<u>96.05%</u>
Total operating revenues	<u>79,081,000</u>	<u>77,148,253</u>	<u>(1,932,747)</u>	<u>97.56%</u>
Operating expenses:				
Benefits				
Retirement payments	22,741,000	22,614,103	(126,897)	99.44%
DROP	2,745,000	4,306,999	1,561,999	156.90%
Death benefits	-	358,869	358,869	-
Refund of contributions	391,000	291,329	(99,671)	74.51%
Total benefits	<u>25,877,000</u>	<u>27,571,300</u>	<u>1,694,300</u>	<u>106.55%</u>
Investment				
Performance manager's services	82,000	97,843	15,843	119.32%
Investment services	1,487,000	1,332,753	(154,247)	89.63%
Custodian fees	235,000	233,773	(1,227)	99.48%
Total investment	<u>1,804,000</u>	<u>1,664,369</u>	<u>(139,631)</u>	<u>92.26%</u>
Administrative				
Actuarial services	88,000	90,968	2,968	103.37%
Attorney fees	71,000	94,787	23,787	133.50%
Plan salaries	207,500	207,464	(36)	99.98%
Fiduciary insurance	29,900	29,794	(106)	99.65%
Travel and training expense	16,000	12,399	(3,601)	77.49%
Audit fees	18,500	18,795	295	101.59%
Retiree seminars	1,000	-	(1,000)	0.00%
Printing fees/communication/other	5,000	1,980	(3,020)	39.60%
Total administrative	<u>436,900</u>	<u>456,187</u>	<u>19,287</u>	<u>104.41%</u>
Total operating expenses	<u>28,117,900</u>	<u>29,691,856</u>	<u>1,573,956</u>	<u>105.60%</u>
Net operating gain	<u>\$ 50,963,100</u>	<u>47,456,397</u>	<u>(3,506,703)</u>	<u>93.12%</u>

Howard County Fire and Police Employees' Retirement Plan
STATEMENTS OF FIDUCIARY NET POSITION
June 30, 2019 and 2018
(Unaudited)

	2019	2018
ASSETS		
Receivables		
Employer contributions	\$ 1,730,621	\$ 1,491,341
Member contributions	461,866	424,656
Interest and dividends	684,444	591,408
Due from sale of investments	105,120	131,596
Other	8,605	7,767
Total receivables	2,990,656	2,646,768
Investments, at fair value		
Money market	11,362,564	7,538,730
Equities	260,994,079	247,976,438
Fixed income	173,607,071	157,573,961
Alternative investments	152,450,363	136,972,621
Real assets	21,396,818	19,760,764
Total investments	619,810,895	569,822,514
Prepaid insurance	24,071	24,554
Total assets	622,825,622	572,493,836
LIABILITIES		
Investment purchased	3,081,835	213,144
Accounts payable	385,354	378,656
Total liabilities	3,467,189	591,800
Fiduciary net position held in trust for pension benefits	\$ 619,358,433	\$ 571,902,036

Howard County Fire and Police Employees' Retirement Plan
 STATEMENTS OF CHANGES IN FIDUCIARY NET POSITION
 Years Ended June 30, 2019 and 2018

	2019	2018
ADDITIONS		
Contributions		
Employer	\$ 27,719,839	\$ 26,337,085
Member	8,124,859	7,859,400
	35,844,698	34,196,485
Total contributions		
INVESTMENT INCOME		
Net change in fair value of investments	24,600,895	33,887,301
Interest	2,862,178	2,533,310
Dividends	13,753,018	11,812,098
Other, net	87,464	69,769
	41,303,555	48,302,478
Total investment income		
Less investment expense	1,664,369	1,742,390
	39,639,186	46,560,088
Net investment income		
Total additions	75,483,884	80,756,573
DEDUCTIONS		
Benefits		
Annuities	26,921,102	24,656,548
Death	358,869	-
Refunds of contributions	291,329	98,536
	27,571,300	24,755,084
Total benefits		
Administrative expenses	456,187	355,240
	28,027,487	25,110,324
Total deductions		
NET CHANGE	47,456,397	55,646,249
Fiduciary net position held in trust for pension benefits		
Beginning of year	571,902,036	516,255,787
End of year	\$ 619,358,433	\$ 571,902,036