

**POLICE AND FIRE
EMPLOYEES' RETIREMENT PLAN
STATEMENT OF REVENUES AND EXPENSES
BUDGET VS. ACTUAL
AS of December 31, 2019
(Unaudited)**

	<u>Annual Budget</u>	<u>Year to Date</u>	<u>Over (Under) Budget</u>	<u>% to Date</u>
Operating revenues:				
Employer contributions	\$ 32,012,000	15,545,832	(16,466,168)	48.56%
Member contributions	8,443,000	4,096,827	(4,346,173)	48.52%
Investment income				
Net change in fair value of assets		23,341,365		
Interest		1,474,833		
Dividends		8,131,802		
Other		47,906		
Investment income	<u>46,300,000</u>	<u>32,995,906</u>	<u>(13,304,094)</u>	<u>71.27%</u>
Total operating revenues	<u>86,755,000</u>	<u>52,638,565</u>	<u>(34,116,435)</u>	<u>60.67%</u>
Operating expenses:				
Benefits				
Retirement payments	24,905,000	11,997,063	(12,907,937)	48.17%
DROP	8,529,000	1,875,490	(6,653,510)	21.99%
Death benefits	-	347,620	347,620	-
Refund of contributions	366,000	107,874	(258,126)	29.47%
Total benefits	<u>33,800,000</u>	<u>14,328,047</u>	<u>(19,471,953)</u>	<u>42.39%</u>
Investment				
Performance manager's services	126,500	62,500	(64,000)	49.41%
Investment services	1,533,000	697,955	(835,045)	45.53%
Custodian fees	250,000	124,037	(125,963)	49.61%
Total investment	<u>1,909,500</u>	<u>884,492</u>	<u>(1,025,008)</u>	<u>46.32%</u>
Administrative				
Actuarial services	71,100	57,190	(13,910)	80.44%
Attorney fees	92,000	26,800	(65,200)	29.13%
Plan salaries	214,424	105,947	(108,477)	49.41%
Fiduciary insurance	29,300	14,656	(14,644)	50.02%
Travel and training expense	16,000	13,285	(2,715)	83.03%
Audit fees	18,795	18,795	-	100.00%
Retiree seminars	1,000	-	(1,000)	0.00%
Printing fees/communication/other	5,000	96	(4,904)	1.92%
Total administrative	<u>447,619</u>	<u>236,769</u>	<u>(210,850)</u>	<u>52.90%</u>
Total operating expenses	<u>36,157,119</u>	<u>15,449,308</u>	<u>(20,707,811)</u>	<u>42.73%</u>
Net operating gain	<u>\$ 50,597,881</u>	<u>37,189,257</u>	<u>(13,408,624)</u>	<u>73.50%</u>

Howard County Police and Fire Employees' Retirement Plan
STATEMENT OF FIDUCIARY NET POSITION
December 31, 2019 and June 30, 2019
(Unaudited)

	<u>December 31</u> 2019	<u>June 30</u> 2019
ASSETS		
Receivables		
Employer contributions	\$ 1,971,093	\$ 1,730,621
Member contributions	510,620	461,866
Interest and dividends	735,113	684,444
Due from sale of investments	43,646	105,120
Other	8,219	8,605
	<u>3,268,691</u>	<u>2,990,656</u>
Investments, at fair value		
Money market	11,887,394	11,362,564
Equities	279,065,450	260,994,079
Fixed income	184,307,953	173,607,071
Alternative investments	155,017,945	152,450,363
Real assets	23,511,510	21,396,818
	<u>653,790,252</u>	<u>619,810,895</u>
Prepaid insurance	10,394	24,071
	<u>657,069,337</u>	<u>622,825,622</u>
LIABILITIES		
Investment purchased	8,101	3,081,835
Accounts payable	513,546	385,354
	<u>521,647</u>	<u>3,467,189</u>
Fiduciary net position held in trust for pension benefits	<u>\$ 656,547,690</u>	<u>\$ 619,358,433</u>

Howard County Police and Fire Employees' Retirement Plan
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
Periods Ended December 31, 2019 and June 30, 2019

	<u>December 31</u> <u>2019</u>	<u>June 30</u> <u>2019</u>
ADDITIONS		
Contributions		
Employer	\$ 15,545,832	\$ 27,719,839
Member	4,096,827	8,124,859
	<u>19,642,659</u>	<u>35,844,698</u>
INVESTMENT INCOME		
Net appreciation in fair value of investments	23,341,365	24,600,895
Interest	1,474,833	2,862,178
Dividends	8,131,802	13,753,018
Other, net	47,906	87,464
	<u>32,995,906</u>	<u>41,303,555</u>
Less investment expense	884,492	1,664,369
	<u>32,111,414</u>	<u>39,639,186</u>
Total additions	51,754,073	75,483,884
DEDUCTIONS		
Benefits		
Annuities	13,872,553	26,921,102
Death	347,620	358,869
Refunds of contributions	107,874	291,329
	<u>14,328,047</u>	<u>27,571,300</u>
Administrative expenses	236,769	456,187
	<u>14,564,816</u>	<u>28,027,487</u>
NET CHANGE	37,189,257	47,456,397
Net Position - Beginning of Year	<u>619,358,433</u>	<u>571,902,036</u>
Net Position - End of Year	<u>\$ 656,547,690</u>	<u>\$ 619,358,433</u>