

**HOWARD COUNTY
RETIREMENT PLAN**

**STATEMENT OF REVENUES AND EXPENSES
BUDGET VS. ACTUAL
AS of December 31, 2017
(Unaudited)**

	<u>Annual Budget</u>	<u>Year to Date</u>	<u>Over (Under) Budget</u>	<u>% to Date</u>
Operating revenues:				
Employer contributions	\$ 14,893,000	7,387,267	(7,505,733)	49.60%
Member contributions	4,001,000	2,034,479	(1,966,521)	50.85%
Investment income				
Net change in fair value of assets		21,359,567		
Interest		1,001,346		
Dividends		5,742,531		
Other		49,529		
Investment income	<u>31,000,000</u>	<u>28,152,973</u>	<u>(2,847,027)</u>	<u>90.82%</u>
Total operating revenues	<u>49,894,000</u>	<u>37,574,719</u>	<u>(12,319,281)</u>	<u>75.31%</u>
Operating expenses:				
Benefits:				
Retirement payments	16,217,000	7,900,592	(8,316,408)	48.72%
Death benefits	-	117,686	117,686	-
Refund of contributions	457,000	164,053	(292,947)	35.90%
Total benefits	<u>16,674,000</u>	<u>8,182,331</u>	<u>(8,491,669)</u>	<u>49.07%</u>
Investment				
Performance manager's services	81,000	39,956	(41,044)	49.33%
Investment services	1,174,000	599,861	(574,139)	51.10%
Custodian fees	194,000	91,718	(102,282)	47.28%
Total investment	<u>1,449,000</u>	<u>731,535</u>	<u>(717,465)</u>	<u>50.49%</u>
Administrative				
Actuarial services	73,000	38,284	(34,716)	52.44%
Attorney fees	71,000	17,887	(53,113)	25.19%
Plan salaries	191,000	94,389	(96,611)	49.42%
Fiduciary insurance	24,100	12,045	(12,055)	49.98%
Travel and training expense	16,000	6,745	(9,255)	42.16%
Audit fees	18,500	18,500	-	100.00%
Retiree seminars	1,000	-	(1,000)	0.00%
Printing fees/communication/other	5,000	-	(5,000)	0.00%
Total administrative	<u>399,600</u>	<u>187,850</u>	<u>(211,750)</u>	<u>47.01%</u>
Total operating expenses	<u>18,522,600</u>	<u>9,101,716</u>	<u>(9,420,884)</u>	<u>49.14%</u>
Net operating gain	<u>\$ 31,371,400</u>	<u>28,473,003</u>	<u>(2,898,397)</u>	<u>90.76%</u>

Howard County Retirement Plan
 STATEMENTS OF FIDUCIARY NET POSITION
 December 31, 2017 and June 30, 2017
 (Unaudited)

	December 31 2017	June 30 2017
ASSETS		
Receivables		
Employer contributions	\$ 955,253	\$ 926,467
Member contributions	254,444	246,441
Interest and dividends	423,831	486,367
Due from sale of investments	37,426	15,697
Other	5,900	149,614
Total receivables	1,676,854	1,824,586
Investments, at fair value		
Money market	8,911,964	7,714,253
Equities	192,805,579	173,888,883
Fixed income	122,666,604	117,865,670
Alternative investments	98,472,386	94,306,395
Real assets	14,552,144	15,147,443
Total investments	437,408,677	408,922,644
Prepaid insurance	8,600	19,750
Total assets	439,094,131	410,766,980
LIABILITIES		
Investment purchased	144,146	373,017
Accounts payable	362,097	279,078
Total liabilities	506,243	652,095
Fiduciary net position held in trust for pension benefits	\$ 438,587,888	\$ 410,114,885

Howard County Retirement Plan
 STATEMENTS OF CHANGES IN FIDUCIARY NET POSITION
 Periods Ended December 31, 2017 and June 30, 2017

	<u>December 31</u> <u>2017</u>	<u>June 30</u> <u>2017</u>
ADDITIONS		
Contributions		
Employer	\$ 7,387,267	\$ 14,179,325
Member	<u>2,034,479</u>	<u>3,904,407</u>
Total contributions	<u>9,421,746</u>	<u>18,083,732</u>
INVESTMENT INCOME		
Net appreciation in fair value of investments	21,359,567	37,749,526
Interest	1,001,346	1,947,053
Dividends	5,742,531	6,798,188
Other, net	<u>49,529</u>	<u>180,581</u>
Total investment income	28,152,973	46,675,348
Less investment expense	<u>731,535</u>	<u>1,228,843</u>
Net investment income	<u>27,421,438</u>	<u>45,446,505</u>
Total additions	36,843,184	63,530,237
DEDUCTIONS		
Benefits		
Annuities	7,900,592	14,584,705
Death	117,686	374,213
Refunds of contributions	<u>164,053</u>	<u>419,901</u>
Total benefits	8,182,331	15,378,819
Administrative expenses	<u>187,850</u>	<u>336,066</u>
Total deductions	<u>8,370,181</u>	<u>15,714,885</u>
NET CHANGE	28,473,003	47,815,352
Fiduciary net position held in trust for pension benefits		
Beginning of year	<u>410,114,885</u>	<u>362,299,533</u>
End of year	<u>\$ 438,587,888</u>	<u>\$ 410,114,885</u>