

Plan Assets

Cash: Highly liquid, very safe investments that can be easily converted into cash, such as Treasury Bills and money-market funds.

Fixed Income: Securities representing debt obligations and usually having fixed payments and maturities. Different types of fixed income securities include government and corporate bonds, mortgage-backed securities, asset-backed securities, convertible issues, and may also include money-market instruments.

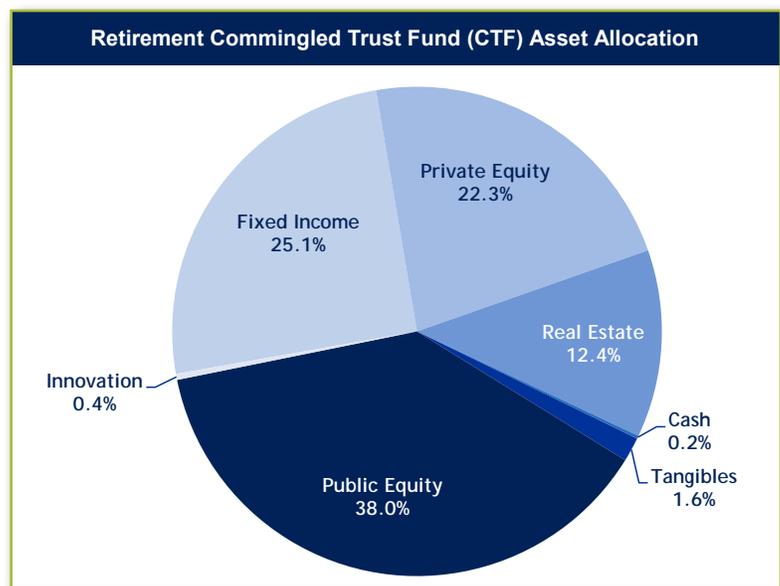
Innovation: Fund that provides the ability to invest in a broad range of assets that fall outside the traditional asset classes or management style of existing asset classes.

Public Equity: Shares of U.S. and non-U.S. corporations that trade on public exchanges or “over-the-counter.” The ownership of a corporation is represented by shares that are claimed on the corporation’s earnings and assets.

Private Equity: The infusion of equity capital into a private company (one that is not available on the public markets). Private equity investments include securities that are not listed on a public exchange and are not easily accessible to most individuals. These investments range from initial capital in start-up enterprises to leveraged buyouts of mature corporations.

Real Estate: An externally-managed selection of partnership investments with the majority of the partnerships invested in high-quality real estate leased to third parties.

Tangibles: The tangible asset portfolio invests in sectors such as infrastructure, timber, agriculture, natural resources, commodities, or other sectors consistent with the goals of the asset class.



II. Actuarial Exhibits

Change in Market Value of Assets						
(Dollars in Millions)	PERS			TRS		
	Plan 1	Plan 2/3*	Total	Plan 1	Plan 2/3*	Total
	Fund 631	Fund 641		Fund 632	Fund 642	
2013 Market Value	\$7,347	\$23,459	\$30,806	\$6,127	\$8,109	\$14,237
Revenue						
Contributions						
Employee	19	346	365	9	41	50
Employer/State	449	430	879	201	249	450
Total Contributions	468	777	1,244	210	290	500
Investment Return	1,312	4,445	5,757	1,080	1,540	2,620
Restorations	9	22	31	6	3	9
Transfers In	0	0	0	0	0	0
Miscellaneous	0	0	0	0	0	0
Total Revenue	\$1,789	\$5,244	\$7,033	\$1,295	\$1,833	\$3,128
Disbursements						
Monthly Benefits**	\$1,189	\$566	\$1,755	\$926	\$150	\$1,075
Refunds	4	35	39	2	2	4
Total Benefits	1,194	601	1,795	928	152	1,080
Transfers Out	0	2	2	0	0	0
Expenses	1	1	1	0	0	0
Total Disbursements	\$1,194	\$604	\$1,798	\$928	\$152	\$1,080
Payables	\$0	\$0	\$0	\$0	\$0	\$0
2014 Market Value	\$7,942	\$28,099	\$36,040	\$6,494	\$9,790	\$16,285
2014 Actuarial Value	\$7,761	\$26,386	\$34,148	\$6,353	\$9,193	\$15,546
Ratio (AV/MV)	98%	94%	95%	98%	94%	95%

Note: Totals may not agree due to rounding.
*Defined Benefit portion only.
**TRS Plan 1 value includes annuity cashouts.

Change in Market Value of Assets								
(Dollars in Millions)	SERS		PSERS		LEOFF		WSPRS	Total
	Plan 2/3*	Plan 2	Plan 1	Plan 2	Total	Fund 615		
	Fund 633	Fund 635	Fund 819	Fund 829				
2013 Market Value	\$3,212	\$226	\$5,140	\$7,637	\$12,777	\$956	\$62,213	
Revenue								
Contributions								
Employee	31	17	0	141	141	5	610	
Employer/State	89	17	0	141	141	7	1,583	
Total Contributions	120	34	0	282	282	12	2,193	
Investment Return	608	45	934	1,456	2,390	177	11,597	
Restorations	1	0	1	10	11	1	52	
Transfers In	0	0	0	0	0	1	1	
Miscellaneous	0	0	0	0	0	0	0	
Total Revenue	\$729	\$80	\$935	\$1,749	\$2,684	\$191	\$13,844	
Disbursements								
Monthly Benefits	81	0	356	125	481	47	3,440	
Refunds	3	2	0	9	9	0	58	
Total Benefits	84	2	356	134	490	48	3,498	
Transfers Out	1	0	0	0	0	0	3	
Expenses	0	0	0	1	1	0	3	
Total Disbursements	\$84	\$2	\$356	\$135	\$491	\$48	\$3,504	
Payables	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
2014 Market Value	\$3,856	\$303	\$5,719	\$9,251	\$14,970	\$1,098	\$72,553	
2014 Actuarial Value	\$3,624	\$278	\$5,499	\$8,638	\$14,137	\$1,044	\$68,777	
Ratio (AV/MV)	94%	92%	96%	93%	94%	95%	95%	

Note: Totals may not agree due to rounding.
*Defined Benefit portion only.

Calculation of Actuarial Value of Assets								
<i>(Dollars in Millions)</i>		PERS 1	PERS 2/3*	TRS 1	TRS 2/3*	SERS 2/3*		
a.	Market Value at 6/30/2014	\$7,942	\$28,099	\$6,494	\$9,790	\$3,856		
b.	Deferred Gains and (Losses)							
Plan Year Ending	Years Deferred	Years Remaining						
6/30/2014	8	7	\$670	\$2,284	\$551	\$792	\$313	
6/30/2013	5	3	189	551	157	190	75	
6/30/2012	7	4	(300)	(748)	(252)	(255)	(102)	
6/30/2011	8	4	477	1,080	401	366	148	
6/30/2010	6	1	69	122	57	41	17	
6/30/2009	8	2	(799)	(1,371)	(667)	(467)	(189)	
9/30/2008	8	1	(126)	(205)	(106)	(71)	(29)	
Total Deferral		\$180	\$1,713	\$141	\$597	\$232		
c.	Market Value less Deferral (a-b)	\$7,761	\$26,386	\$6,353	\$9,193	\$3,624		
d.	70% of Market Value of Assets	\$5,559	\$19,669	\$4,546	\$6,853	\$2,699		
e.	130% of Market Value of Assets	\$10,324	\$36,528	\$8,443	\$12,728	\$5,013		
f.	Actuarial Value of Assets**	\$7,761	\$26,386	\$6,353	\$9,193	\$3,624		

Note: Totals may not agree due to rounding.
 *Defined Benefit portion only.
 **Actuarial Value of Assets can never be less than 70% or greater than 130% of the market value of assets.

Calculation of Actuarial Value of Assets								
<i>(Continued)</i>								
<i>(Dollars in Millions)</i>		PSERS 2	LEOFF 1	LEOFF 2	WSPRS	Total		
a.	Market Value at 6/30/2014	\$303	\$5,719	\$9,251	\$1,098	\$72,553		
b.	Deferred Gains and (Losses)							
Plan Year Ending	Years Deferred	Years Remaining						
6/30/2014	8	7	\$23	\$478	\$768	\$91	\$5,970	
6/30/2013	5	3	5	128	193	23	1,512	
6/30/2012	7	4	(5)	(191)	(223)	(33)	(2,109)	
6/30/2011	8	4	6	293	350	49	3,170	
6/30/2010	3, 5, 6*	0, 0, 1*	0	39	0	6	350	
6/30/2009	8	2	(3)	(456)	(413)	(71)	(4,436)	
9/30/2008	8	1	(0)	(71)	(61)	(11)	(681)	
Total Deferral		\$25	\$220	\$613	\$54	\$3,776		
c.	Market Value less Deferral (a-b)	\$278	\$5,499	\$8,638	\$1,044	\$68,777		
d.	70% of Market Value of Assets	\$212	\$4,003	\$6,476	\$769	\$50,787		
e.	130% of Market Value of Assets	\$394	\$7,434	\$12,026	\$1,428	\$94,318		
f.	Actuarial Value of Assets**	\$278	\$5,499	\$8,638	\$1,044	\$68,777		

Note: Totals may not agree due to rounding.
 *PSERS Plan 2 = 3 years deferred, 0 years remaining; LEOFF Plan 2 = 5 years deferred, 0 years remaining; all other plans = 6 years deferred, 1 year remaining.
 **Actuarial Value of Assets can never be less than 70% or greater than 130% of the market value of assets.

Investment Gains and (Losses) for Prior Year						
<i>(Dollars in Millions)</i>		PERS 1	PERS 2/3*	TRS 1	TRS 2/3*	SERS 2/3*
a.	2013 Market Value (at WSIB)	\$7,349	\$23,411	\$6,131	\$8,078	\$3,199
b.	Total Cash Flow	(721)	177	(717)	128	30
c.	2014 Market Value (at WSIB)	7,941	28,037	6,495	9,749	3,838
d.	Actual Return (c - b - a)	\$1,313	\$4,449	\$1,081	\$1,542	\$609
e.	Weighted Asset Amount	\$6,977	\$23,450	\$5,750	\$8,120	\$3,205
f.	Expected Return (7.8% x e)	544	1,829	448	633	250
g.	Investment Gain/(Loss) for Prior Year (d - f)	766	2,610	630	906	358
h.	Dollar-Weighted Rate of Return	18.76%	18.94%	18.73%	18.96%	18.96%

Note: Totals may not agree due to rounding.
 *Defined Benefit portion only.

II. Actuarial Exhibits

Investment Gains and (Losses) for Prior Year					
<i>(Continued)</i>					
<i>(Dollars in Millions)</i>	PSERS 2	LEOFF 1	LEOFF 2	WSPRS	Total
a. 2013 Market Value (at WSIB)	\$224	\$5,139	\$7,617	\$955	\$62,103
b. Total Cash Flow	32	(357)	152	(34)	(1,311)
c. 2014 Market Value (at WSIB)	301	5,718	9,226	1,098	72,400
d. Actual Return (c - b - a)	\$45	\$935	\$1,456	\$177	\$11,608
e. Weighted Asset Amount	\$239	\$4,953	\$7,678	\$936	\$61,307
f. Expected Return (7.8% x e)*	19	386	576	73	4,759
g. Investment Gain/(Loss) for Prior Year (d - f)	26	546	877	104	6,823
h. Dollar-Weighted Rate of Return	18.91%	18.82%	18.93%	18.87%	18.89%

Note: Totals may not agree due to rounding.

**The expected return for LEOFF 2 is (7.5% x e).*