

Fiduciary Funds
Postemployment Benefit Trust Funds
Combining Statement of Fiduciary Net Assets
June 30, 2012

| | Other Postemployment Benefits Trust Fund | Shelby County Retirement System | Total |
|--|--|------------------------------------|-------------------------|
| Assets: | | | |
| Cash and cash equivalents | \$ 7,406,286 | \$ 41,251,914 | \$ 48,658,200 |
| Investments | | | |
| Domestic equity | 36,008,032 | 283,159,863 | 319,167,895 |
| Fixed income | 27,832,234 | 216,987,789 | 244,820,023 |
| International equity | 17,986,607 | 163,125,715 | 181,112,322 |
| Hedge funds | --- | 109,116,317 | 109,116,317 |
| Limited partnership interests | --- | 76,422,546 | 76,422,546 |
| Private real estate and infrastructure | 4,463,408 | 23,731,154 | 28,194,562 |
| Alternative investments | 13,016,006 | --- | 13,016,006 |
| Short-term investments | 361,227 | --- | 361,227 |
| Accounts receivable | 54,968 | --- | 54,968 |
| Accrued interest and dividends receivable | 44,098 | 8,110,207 | 8,154,305 |
| Due from brokers - investment sales | --- | 3,122,387 | 3,122,387 |
| Total assets | <u>\$ 107,172,866</u> | <u>\$ 925,027,892</u> | <u>\$ 1,032,200,758</u> |
| Liabilities: | | | |
| Accounts payable | \$ 1,701,108 | \$ 1,052,285 | \$ 2,753,393 |
| Due to brokers and others | --- | 7,984,926 | 7,984,926 |
| Total liabilities | <u>1,701,108</u> | <u>9,037,211</u> | <u>10,738,319</u> |
| Net assets held in trust for pension and OPEB benefits | <u>105,471,758</u> | <u>915,990,681</u> | <u>1,021,462,439</u> |
| Total plan net assets | <u>105,471,758</u> | <u>915,990,681</u> | <u>1,021,462,439</u> |
| Total liabilities and plan net assets | <u>\$ 107,172,866</u> | <u>\$ 925,027,892</u> | <u>\$ 1,032,200,758</u> |

Combining Statement of Changes in Fiduciary Net Assets
For the Year Ended June 30, 2012

| | Other Postemployment Benefits Trust Fund | Shelby County Retirement System | Total |
|--|--|------------------------------------|-------------------------|
| Additions: | | | |
| Contributions: | | | |
| Employer contributions | \$ 31,914,110 | \$ 23,401,532 | \$ 55,315,642 |
| Member contributions | 5,371,680 | 10,901,472 | 16,273,152 |
| Federal ERRP subsidy | 1,288,052 | --- | 1,288,052 |
| Total contributions | <u>38,573,842</u> | <u>34,303,004</u> | <u>72,876,846</u> |
| Investment income: | | | |
| Net change in fair value of investments | (3,365,277) | (56,947,986) | (60,313,263) |
| Interest income | 17,592 | 16,492,561 | 16,510,153 |
| Dividend income | 1,656,042 | 7,313,462 | 8,969,504 |
| Other income | --- | 735,911 | 735,911 |
| Total investment income | <u>(1,691,643)</u> | <u>(32,406,052)</u> | <u>(34,097,695)</u> |
| Less investment management expenses | 114,672 | 4,383,253 | 4,497,925 |
| Net investment income (loss) | <u>(1,806,315)</u> | <u>(36,789,305)</u> | <u>(38,595,620)</u> |
| Net additions (deductions) | 36,767,527 | (2,486,301) | 34,281,226 |
| Deductions: | | | |
| Benefit payments | 19,020,132 | 57,799,148 | 76,819,280 |
| Administrative expenses | 508,087 | 1,557,744 | 2,065,831 |
| Refund of member contributions | --- | 4,705,806 | 4,705,806 |
| Total deductions | <u>19,528,219</u> | <u>64,062,698</u> | <u>83,590,917</u> |
| Change in net assets | 17,239,308 | (66,548,999) | (49,309,691) |
| Net assets held in trust for benefits | | | |
| June 30, 2011 | <u>88,232,450</u> | <u>982,539,680</u> | <u>1,070,772,130</u> |
| June 30, 2012 | <u>\$ 105,471,758</u> | <u>\$ 915,990,681</u> | <u>\$ 1,021,462,439</u> |