

PUBLIC SCHOOL EMPLOYEES' RETIREMENT SYSTEM

Statement of Plan Net Assets

As of December 31, 2010

Unaudited

(Dollar Amounts in Thousands)

	Fiscal Year 2010-2011			Totals
	Pension	Postemployment Healthcare		
		Premium Assistance	Health Options Program	
Assets:				
Receivables:				
Members	\$ 261,655	\$ 5,988	\$ 38	\$ 267,681
Employers	193,537	22,171	-	215,708
Investment income	282,464	304	22	282,790
Investment proceeds	332,859	-	-	332,859
Centers for Medicare & Medicaid Service	-	-	6,250	6,250
Miscellaneous	645	27	8,765	9,437
Total Receivables	1,071,160	28,490	15,075	1,114,725
Investments, at fair value:				
Short-term	4,328,108	82,428	152,770	4,563,306
Fixed income	12,032,497	-	-	12,032,497
Common and preferred stock	16,637,561	-	-	16,637,561
Real estate	4,552,368	-	-	4,552,368
Alternative investments	11,958,817	-	-	11,958,817
Total Investments	49,509,351	82,428	152,770	49,744,549
Securities lending collateral pool	1,893,188	-	-	1,893,188
Capital assets (net of accumulated depreciation)	19,215	-	-	19,215
Total Assets	52,492,914	110,918	167,845	52,771,677
Liabilities:				
Accounts payable and accrued expenses	129,657	158	1,911	131,726
Benefits payable	89,624	196	13,189	103,009
Participant premium advances	-	-	16,451	16,451
Investment purchases and other liabilities	828,910	-	-	828,910
Obligations under securities lending	1,893,188	-	-	1,893,188
Total Liabilities	2,941,379	354	31,551	2,973,284
Net assets held in trust for pension and postemployment healthcare benefits:	\$ 49,551,535	\$ 110,564	\$ 136,294	\$ 49,798,393

PUBLIC SCHOOL EMPLOYEES' RETIREMENT SYSTEM

Statement of Changes in Plan Net Assets

Six Months Ended December 31, 2010

Unaudited

(Dollar Amounts in Thousands)

	Fiscal Year 2010-2011			
	Pension	Postemployment Healthcare		Totals
		Premium Assistance	Health Options Program	
Additions:				
Contributions:				
Members	\$ 497,405	\$ -	\$ 99,549	\$ 596,954
Employers	309,191	41,868	-	351,059
Centers for Medicare & Medicaid Service	-	-	19,201	19,201
Total contributions	806,596	41,868	118,750	967,214
Investment income:				
From investing activities:				
Net appreciation (depreciation) in fair value of investments	5,350,208	(642)	-	5,349,566
Short-term	8,286	1,060	205	9,551
Fixed income	201,332	-	-	201,332
Common and preferred stock	144,954	-	-	144,954
Real estate	59,565	-	-	59,565
Alternative investments	112,514	-	-	112,514
Total investment activity income (loss)	5,876,859	418	205	5,877,482
Investment expenses	(283,415)			(283,415)
Net income from investing activities	5,593,444	418	205	5,594,067
From securities lending activities:				
Securities lending income	3,637	-	-	3,637
Securities lending expense	(299)	-	-	(299)
Net income from securities lending activities	3,338	-	-	3,338
Total net investment income	5,596,782	418	205	5,597,405
Total Additions	6,403,378	42,286	118,955	6,564,619
Deductions:				
Benefits	2,423,190	46,843	95,859	2,565,892
Refunds of contributions	8,579	-	-	8,579
Net transfer to State Employees' Retirement System	972	-	-	972
Administrative expenses	17,577	1,710	9,023	28,310
Total Deductions	2,450,318	48,553	104,882	2,603,753
Net increase (decrease)	3,953,060	(6,267)	14,073	3,960,866
Net assets held in trust for pension and postemployment healthcare benefits:				
Balance, beginning of year	45,598,475	116,831	122,221	45,837,527
Balance, end of period	\$ 49,551,535	\$ 110,564	\$ 136,294	\$ 49,798,393