

**PUBLIC SCHOOL EMPLOYEES' RETIREMENT SYSTEM**

**Statement of Fiduciary Net Position**

**As of March 31, 2018**

Unaudited

(Dollar Amounts in Thousands)

	Pension	Defined Contribution	Postemployment Healthcare		Totals
			Premium Assistance	Health Options Program	
<b>Assets:</b>					
Receivables:					
Members	\$ 325,265	\$ -	\$ 2,600	\$ 43	\$ 327,909
Employers	1,098,558	-	29,261	-	1,127,819
Investment income	142,976	19	110	138	143,243
Investment proceeds	455,008	-	-	-	455,008
CMS Part D and prescriptions	-	-	-	41,610	41,610
Interfund Receivable	789	-	-	-	789
<b>Total Receivables</b>	<b>\$ 2,022,596</b>	<b>\$ 19</b>	<b>\$ 31,971</b>	<b>\$ 41,791</b>	<b>\$ 2,096,377</b>
Investments, at fair value:					
Short-term	5,415,407	6,801	87,917	252,885	5,763,010
Fixed income	5,136,134	-	-	-	5,136,134
Common and preferred stock	12,574,850	-	-	-	12,574,850
Collective trust funds	13,954,118	-	-	-	13,954,118
Real estate	5,020,771	-	-	-	5,020,771
Alternative investments	12,029,315	-	-	-	12,029,315
<b>Total Investments</b>	<b>54,130,595</b>	<b>6,801</b>	<b>87,917</b>	<b>252,885</b>	<b>54,478,198</b>
Securities lending collateral pool	2,676,569	-	-	-	2,676,569
Capital assets (net of accumulated depreciation \$31,169)	24,096	-	-	-	24,096
Miscellaneous	16,865	-	237	-	17,103
<b>Total Assets</b>	<b>58,870,722</b>	<b>6,820</b>	<b>120,125</b>	<b>294,675</b>	<b>59,292,342</b>
<b>Liabilities:</b>					
Accounts payable and accrued expenses	108,845	33	154	1,670	110,703
Benefits payable	188,842	-	-	26,162	215,004
HOP participant premium advances	-	-	-	33,758	33,758
Investment purchases and other liabilities	484,190	-	-	-	484,190
Obligations under securities lending	2,676,569	-	-	-	2,676,569
Interfund payable	-	-	789	-	789
Other Liabilities	66,558	-	-	-	66,558
<b>Total Liabilities</b>	<b>3,525,003</b>	<b>33</b>	<b>943</b>	<b>61,590</b>	<b>3,587,569</b>
<b>Net position restricted for pension and postemployment healthcare benefits</b>	<b>\$ 55,345,719</b>	<b>\$ 6,787</b>	<b>\$ 119,182</b>	<b>\$ 233,085</b>	<b>\$ 55,704,773</b>

**PUBLIC SCHOOL EMPLOYEES' RETIREMENT SYSTEM**

**Statement of Changes in Fiduciary Net Position**

Nine Months Ended March 31, 2018

Unaudited

(Dollar Amounts in Thousands)

	Pension	Defined Contribution	Postemployment Healthcare Premium Assistance	Health Options Program	Totals
<b>Additions:</b>					
Contributions:					
Members	\$ 740,075	\$ -	\$ -	\$ -	\$ 740,075
Employers	3,054,887	-	80,109	-	3,134,995
<b>Total contributions</b>	<b>3,794,961</b>	<b>-</b>	<b>80,109</b>	<b>-</b>	<b>3,875,070</b>
HOP participant premiums	-	-	-	268,835	268,835
Centers for Medicare & Medicaid Services	-	-	-	48,584	48,584
Commonwealth of Pennsylvania	-	6,801	-	-	6,801
Investment income:					
From investing activities:					
Net appreciation (depreciation) in fair value of investments	2,499,251	-	(140)	-	2,499,111
Short-term	58,395	19	1,076	1,258	60,748
Fixed income	139,538	-	-	-	139,538
Common and preferred stock	215,969	-	-	-	215,969
Collective trust funds	3,402	-	-	-	3,402
Real estate	243,033	-	-	-	243,033
Alternative investments	370,888	-	-	-	370,888
<b>Total investment activity income (loss)</b>	<b>3,530,477</b>	<b>19</b>	<b>936</b>	<b>1,258</b>	<b>3,532,689</b>
Investment expenses	(358,133)	-	-	-	(358,133)
<b>Net income (loss) from investing activities</b>	<b>3,172,344</b>	<b>19</b>	<b>936</b>	<b>1,258</b>	<b>3,174,556</b>
From securities lending activities:					
Securities lending income	24,323	-	-	-	24,323
Securities lending expense	(16,003)	-	-	-	(16,003)
<b>Net income from securities lending activities</b>	<b>8,321</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>8,321</b>
<b>Total net investment income (loss)</b>	<b>3,180,664</b>	<b>19</b>	<b>936</b>	<b>1,258</b>	<b>3,182,877</b>
<b>Total Additions</b>	<b>6,975,625</b>	<b>6,820</b>	<b>81,044</b>	<b>318,676</b>	<b>7,382,166</b>
<b>Deductions:</b>					
Benefits	4,738,044	-	84,025	283,303	5,105,372
Refunds of contributions	15,590	-	-	-	15,590
Administrative expenses	31,608	33	1,580	30,155	63,377
<b>Total Deductions</b>	<b>4,785,242</b>	<b>33</b>	<b>85,605</b>	<b>313,459</b>	<b>5,184,339</b>
<b>Net increase (decrease)</b>	<b>2,190,383</b>	<b>6,787</b>	<b>(4,561)</b>	<b>5,218</b>	<b>2,197,827</b>
<b>Net position restricted for pension and postemployment healthcare benefits:</b>					
<b>Balance, beginning of year</b>	<b>53,155,336</b>	<b>-</b>	<b>123,743</b>	<b>227,867</b>	<b>53,506,946</b>
<b>Balance, end of period</b>	<b>\$ 55,345,719</b>	<b>\$ 6,787</b>	<b>\$ 119,182</b>	<b>\$ 233,085</b>	<b>\$ 55,704,773</b>