

**PUBLIC SCHOOL EMPLOYEES' RETIREMENT SYSTEM**

**Statement of Fiduciary Net Position**

**As of March 31, 2017**

Unaudited

(Dollar Amounts in Thousands)

	Fiscal Year 2016-2017			
	Pension	Postemployment Healthcare		Totals
		Premium Assistance	Health Options Program	
<b>Assets:</b>				
Receivables:				
Members	\$ 326,759	\$ 2,903	\$ 50	\$ 329,712
Employers	1,011,721	28,911	-	1,040,632
Investment income	190,634	102	67	190,803
Investment proceeds	682,084	-	-	682,084
CMS Part D and Prescriptions	-	-	56,690	56,690
Interfund	-	7,428	-	7,428
<b>Total Receivables</b>	<b>2,211,198</b>	<b>39,344</b>	<b>56,807</b>	<b>2,307,349</b>
Investments, at fair value:				
Short-term	5,513,013	83,543	222,574	5,819,130
Fixed income	4,781,821	-	-	4,781,821
Common and preferred stock	11,038,199	-	-	11,038,199
Collective trust funds	12,968,327	-	-	12,968,327
Real estate	5,066,987	-	-	5,066,987
Alternative investments	11,418,924	-	-	11,418,924
<b>Total Investments</b>	<b>50,787,271</b>	<b>83,543</b>	<b>222,574</b>	<b>51,093,388</b>
Securities lending collateral pool	2,321,000	-	-	2,321,000
Capital assets (net of accumulated depreciation \$29,504)	23,002	-	-	23,002
Miscellaneous	11,536	223	279	12,038
<b>Total Assets</b>	<b>55,354,007</b>	<b>123,110</b>	<b>279,660</b>	<b>55,756,777</b>
<b>Liabilities:</b>				
Accounts payable and accrued expenses	104,780	230	1,177	106,187
Benefits payable	184,794	-	24,633	209,427
Participant premium advances	-	-	31,946	31,946
Investment purchases and other liabilities	290,986	1,002	-	291,988
Obligations under securities lending	2,321,000	-	-	2,321,000
Interfund	7,428	-	-	7,428
Employee Benefits Payable	55,921	-	-	55,921
<b>Total Liabilities</b>	<b>2,964,909</b>	<b>1,232</b>	<b>57,756</b>	<b>3,023,897</b>
<b>Net position restricted for pension and postemployment healthcare benefits:</b>	<b>\$ 52,389,098</b>	<b>\$ 121,878</b>	<b>\$ 221,904</b>	<b>\$ 52,732,880</b>

**PUBLIC SCHOOL EMPLOYEES' RETIREMENT SYSTEM**  
**Statement of Changes in Fiduciary Net Position**  
**Nine Months Ended March 31, 2017**  
Unaudited  
(Dollar Amounts in Thousands)

	Pension	Postemployment Healthcare		Totals
		Premium Assistance	Health Options Program	
<b>Additions:</b>				
Contributions:				
Members	\$ 732,648	\$ -	\$ -	\$ 732,648
Employers	2,774,696	80,866	-	2,855,562
<b>Total contributions</b>	<b>3,507,344</b>	<b>80,866</b>	<b>-</b>	<b>3,588,210</b>
Participant Premiums			249,780	249,780
Centers for Medicare & Medicaid Services			60,150	60,150
Investment income:				
From investing activities:				
Net appreciation (depreciation) in fair value of investments	3,153,681	(279)	-	3,153,402
Short-term	51,806	754	437	52,997
Fixed income	114,224			114,224
Common and preferred stock	193,008	-	-	193,008
Collective trust funds	2,333	-	-	2,333
Real estate	154,511	-	-	154,511
Alternative investments	402,044			402,044
<b>Total investment activity income</b>	<b>4,071,607</b>	<b>475</b>	<b>437</b>	<b>4,072,519</b>
Investment expenses	(371,814)	-	-	(371,814)
<b>Net income from investing activities</b>	<b>3,699,793</b>	<b>475</b>	<b>437</b>	<b>3,700,705</b>
From securities lending activities:				
Securities lending income	13,587	-	-	13,587
Securities lending expense	(4,861)	-	-	(4,861)
<b>Net income from securities lending activities</b>	<b>8,726</b>	<b>-</b>	<b>-</b>	<b>8,726</b>
<b>Total net investment income</b>	<b>3,708,519</b>	<b>475</b>	<b>437</b>	<b>3,709,431</b>
<b>Total Additions</b>	<b>7,215,863</b>	<b>81,341</b>	<b>310,367</b>	<b>7,607,571</b>
<b>Deductions:</b>				
Benefits	4,612,171	82,815	254,852	4,949,838
Refunds of contributions	15,896	-	-	15,896
Administrative expenses	30,758	1,211	27,550	59,519
<b>Total Deductions</b>	<b>4,658,825</b>	<b>84,026</b>	<b>282,402</b>	<b>5,025,253</b>
<b>Net increase/decrease</b>	<b>2,557,038</b>	<b>(2,685)</b>	<b>27,965</b>	<b>2,582,318</b>
<b>Net position restricted for pension and postemployment healthcare benefits:</b>				
<b>Balance, beginning of year</b>	<b>49,832,060</b>	<b>124,563</b>	<b>193,939</b>	<b>50,150,562</b>
<b>Balance, end of period</b>	<b>\$ 52,389,098</b>	<b>\$ 121,878</b>	<b>\$ 221,904</b>	<b>\$ 52,732,880</b>