

**PUBLIC SCHOOL EMPLOYEES' RETIREMENT SYSTEM**

**Statement of Fiduciary Net Position**

**As of December 31, 2018**

Unaudited

(Dollar Amounts in Thousands)

	Pension	Defined Contribution	Postemployment Healthcare		Totals
			Premium Assistance	Health Options Program	
<b>Assets:</b>					
Receivables:					
Members	\$ 318,124	\$ -	\$ 2,441	\$ 54	\$ 320,619
Employers	1,183,909	-	30,288	-	1,214,197
Investment income	239,676	92	104	164	240,036
Investment proceeds	690,781	-	-	-	690,781
CMS Part D and prescriptions	-	-	-	35,283	35,283
Interfund receivable	4,097	-	-	-	4,097
<b>Total Receivables</b>	<b>2,436,587</b>	<b>92</b>	<b>32,833</b>	<b>35,501</b>	<b>2,505,013</b>
Investments, at fair value:					
Short-term	5,499,310	11,571	92,813	278,392	5,882,086
Fixed income	7,677,032	-	-	-	7,677,032
Common and preferred stock	9,045,472	-	-	-	9,045,472
Collective trust funds	13,709,443	-	-	-	13,709,443
Real estate	4,932,037	-	-	-	4,932,037
Alternative investments	12,839,840	-	-	-	12,839,840
<b>Total Investments</b>	<b>53,703,134</b>	<b>11,571</b>	<b>92,813</b>	<b>278,392</b>	<b>54,085,910</b>
Securities lending collateral pool	4,314,802	-	-	-	4,314,802
Capital assets (net of accumulated depreciation \$33,177)	22,093	-	-	-	22,093
Miscellaneous	14,521	-	211	62	14,794
<b>Total Assets</b>	<b>60,491,137</b>	<b>11,663</b>	<b>125,857</b>	<b>313,955</b>	<b>60,942,612</b>
<b>Liabilities:</b>					
Accounts payable and accrued expenses	106,346	420	261	5,190	112,217
Benefits payable	210,468	-	109	28,934	239,511
HOP participant premium advances	-	-	-	30,745	30,745
Investment purchases and other payables	1,228,790	-	-	-	1,228,790
Obligations under securities lending	4,314,802	-	-	-	4,314,802
Interfund payable	-	-	4,097	-	4,097
Other liabilities	147,738	-	-	-	147,738
<b>Total Liabilities</b>	<b>6,008,144</b>	<b>420</b>	<b>4,467</b>	<b>64,869</b>	<b>6,077,900</b>
<b>Net position restricted for pension, DC and postemployment healthcare benefits</b>	<b>\$ 54,482,993</b>	<b>\$ 11,243</b>	<b>\$ 121,390</b>	<b>\$ 249,086</b>	<b>\$ 54,864,712</b>

**PUBLIC SCHOOL EMPLOYEES' RETIREMENT SYSTEM**  
**Statement of Changes in Fiduciary Net Position**  
**Six Months Ended December 31, 2018**  
Unaudited  
(Dollar Amounts in Thousands)

	Pension	Defined Contribution	Postemployment Healthcare		Totals
			Premium Assistance	Health Options Program	
<b>Additions:</b>					
Contributions:					
Members	\$ 491,548	\$ -	\$ -	\$ -	\$ 491,548
Employers	2,104,713	-	55,115	-	2,159,828
<b>Total contributions</b>	<b>2,596,261</b>	<b>-</b>	<b>55,115</b>	<b>-</b>	<b>2,651,376</b>
HOP participant premiums	-	-	-	185,499	185,499
Centers for Medicare & Medicaid Services	-	-	-	29,468	29,468
Commonwealth of Pennsylvania	-	5,200	-	-	5,200
Investment income:					
From investing activities:					
Net appreciation in fair value of investments	(1,633,600)	-	161	-	(1,633,439)
Short-term	63,818	128	890	1,670	66,506
Fixed income	108,887	-	-	-	108,887
Common and preferred stock	158,094	-	-	-	158,094
Collective trust funds	3,009	-	-	-	3,009
Real estate	114,412	-	-	-	114,412
Alternative investments	167,990	-	-	-	167,990
Total investment activity income	(1,017,390)	128	1,051	1,670	(1,014,541)
Investment expenses	(238,993)	-	-	-	(238,993)
Net income from investing activities	(1,256,383)	128	1,051	1,670	(1,253,534)
From securities lending activities:					
Securities lending income	51,084	-	-	-	51,084
Securities lending expense	(43,643)	-	-	-	(43,643)
Net income from securities lending activities	7,441	-	-	-	7,441
Total net investment income	(1,248,942)	128	1,051	1,670	(1,246,093)
<b>Total Additions</b>	<b>1,347,319</b>	<b>5,328</b>	<b>56,166</b>	<b>216,637</b>	<b>1,625,450</b>
<b>Deductions:</b>					
Benefits	3,192,451	-	56,587	180,873	3,429,911
Refunds of contributions	12,288	-	-	-	12,288
Administrative expenses	23,301	844	923	22,198	47,266
<b>Total Deductions</b>	<b>3,228,040</b>	<b>844</b>	<b>57,510</b>	<b>203,071</b>	<b>3,489,465</b>
<b>Net increase (decrease)</b>	<b>(1,880,721)</b>	<b>4,484</b>	<b>(1,344)</b>	<b>13,566</b>	<b>(1,864,015)</b>
<b>Net position restricted for pension, DC and postemployment healthcare benefits:</b>					
Balance, beginning of year	56,363,714	6,759	122,734	235,520	56,728,727
<b>Balance, end of period</b>	<b>\$ 54,482,993</b>	<b>\$ 11,243</b>	<b>\$ 121,390</b>	<b>\$ 249,086</b>	<b>\$ 54,864,712</b>