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Public
Employees
Retirement
Association
of Minnesota

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Fiscal Year Ended June 30, 2008

77 Years of Service to Minnesota's Public Employees

BOARD OF TRUSTEES

Dennis C. Hegberg — Board President, Counties Representative
Thomas L. Marshall — Board Vice President, Elected Police and Fire Representative
Rebecca Otto — State Auditor
Ross E. Arneson — Elected Membership Representative
Steven L. Devich — Elected Membership Representative
Marcia Farinacci — Annuitant Representative
Kathryn A. Green — School Board Representative
Dawn M. Hulmer — Elected Membership Representative
Richard L. Jacobsen — Public Representative
Louise A. Olson — Elected Retiree/Disablitant Membership Representative
Don Rambow — Cities Representative

EXECUTIVE DIRECTOR

Mary Most Vanek

REPORT PREPARED BY:

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John Paulson — Information Officer

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Member of Government Finance Officers Association of the United States and Canada

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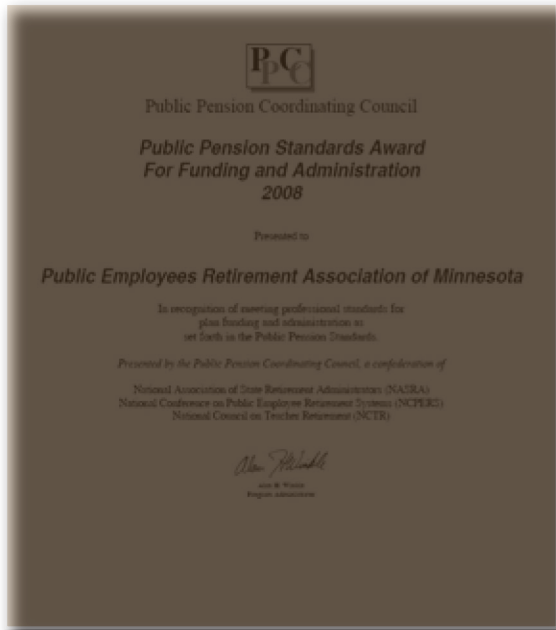
Achievement Awards
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Administrative
Organization
Board of Trustees
Retirement System
Plan Summary

Minnesota Sesquicentennial 1858-2008



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Achievement Awards



PPCC

The Public Pension Coordinating Council recently recognized PERA for meeting administration and plan funding standards for public retirement systems.

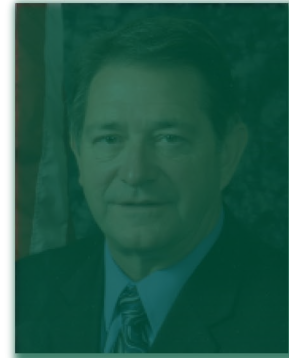
GFOA

The Government Finance Officers Association (GFOA) recognizes public retirement systems that meet its rigorous standards for financial reporting with its annual Certificate of Achievement for Excellence in Financial Reporting. It is the highest form of recognition for accounting and financial reporting in the public pension sector. PERA received this award for our 2007 Comprehensive Annual Financial Report, the 23rd time we have been so honored.



President's Report

Public Employees Retirement Association of Minnesota
60 Empire Drive, Suite 200
Saint Paul, Minnesota 55103-2088
Member Information Services: 651-296-7460 or 1-800-652-9026
Employer Response Lines: 651-296-3636 or 1-888-892-7372
PERA Fax Number: 651-297-2547
PERA Website: www.mnpera.org



Dennis C. Hegberg
Board President

December 23, 2008

**Dear Members, Annuitants, Beneficiaries
and Governmental Employers:**

This 77th annual financial report of the Public Employees Retirement Association (PERA) discloses financial, actuarial, and other related information about PERA and the funds it administers. On June 30, 2008, PERA's net assets available for benefits at fair value exceeded \$18 billion, a decrease of \$1.4 billion from a year ago due to negative investment returns. A drop in the price of homes during the past two years was the impetus for a financial crisis that began near the end of the fiscal year and continues to this day.

The total rate of return for the assets of our active members was a negative 4.8 percent, net of fees, for the 12 months ended June 30, 2008. For the past 10 years, PERA's investments underperformed the composite market return benchmark by one-tenth of one percent, with an annualized return of 5.8 percent. Over the past 20 years, PERA's investments have achieved an annualized return greater than 9.5 percent.

As the active employees of PERA retire, assets required to cover expected future benefits are transferred to the Minnesota Post Retirement Investment Fund (MPRIF) in which PERA has a pooled interest with other Minnesota statewide pension systems. The market value of this pool of assets decreased to \$23 billion at fiscal year end. PERA's share of that pool was \$8.2 billion. The composite funding ratio of the MPRIF fell below 80 percent as of June 30, 2008 triggering the merger of the MPRIF with the active funds from which assets were originally transferred. That merger will take place June 30, 2009, marking the end of a separate fund supporting annuities payable to retirees and their joint annuitants. Future retiree cost of living increases will be locked in at 2.5 percent, even in years when inflation falls below 2.5 percent.

Legislation was passed in 2008 allowing PERA to be the trust administrator of a trust established to pay postemployment benefits. Local units of government can now take advantage of this opportunity by setting up either a revocable or irrevocable trust, using the State Board of Investment to invest the assets.

As always, our commitment as trustees of the association is the preservation and safety of the assets of PERA's funds, and the protection and furtherance of the interests of our members, annuitants, and beneficiaries. I believe our efforts over the past year have amply illustrated this continuing dedication as fiduciaries of the public employee retirement funds.

Dennis C. Hegberg
President
PERA Board
of Trustees

Letter of Transmittal

Public Employees Retirement Association of Minnesota
60 Empire Drive, Suite 200
Saint Paul, Minnesota 55103-2088
Member Information Services: 651-296-7460 or 1-800-652-9026
Employer Response Lines: 651-296-3636 or 1-888-892-7372
PERA Fax Number: 651-297-2547
PERA Website: www.mnpera.org



December 22, 2008

Board of Trustees
Public Employees Retirement Association of Minnesota
60 Empire Drive, Suite 200
St. Paul, Minnesota 55103

Dear Trustee:

We are pleased to present this Comprehensive Annual Financial Report of the Public Employees Retirement Association (PERA) for the fiscal year ended June 30, 2008—our 77th year of operation. The information contained in this report is accurate in all material respects and is intended to present fairly the financial status and results of operations of the association.

Responsibility for the contents of this report, including the financial statements, rests solely with the management of the association. This transmittal letter is designed to complement Management's Discussion and Analysis (MD&A) and should be read in conjunction with it. The MD&A begins on page 18 in the Financial Section of this report.

PLAN OVERVIEW

PERA was established in 1931 by the Minnesota legislature. For financial reporting purposes, PERA is considered a pension trust fund of the State of Minnesota. The State reports our assets in the State's annual report as pension trust fund assets. The Plan is funded on an actuarial reserve basis, with money being set aside for benefits while the benefits are being earned and before they are paid.

PERA serves over 2,000 separate local governmental entities. These participating employers include cities, counties, townships, and school districts located throughout the State. On June 30, 2008, PERA's membership included 159,909 current, active employees and 71,392 benefit recipients in the three defined benefit plans, and another 6,882 members with money in the defined contribution plan.

ACCOUNTING SYSTEMS AND REPORTS

Financial statements are prepared in conformity with accounting principles generally accepted in the United States of America and reporting guidelines set forth by the Governmental Accounting Standards Board (GASB). PERA's Comprehensive Annual Financial Report also complies with Minnesota Statutes, Section 356.20. Transactions are reported on the accrual basis of accounting. Contributions from employers and members are

Letter of Transmittal

(Continued)

recognized as revenue when earned and measurable. Expenses are recorded when corresponding liabilities are incurred, regardless of when payment is made.

PERA's internal accounting controls are designed to provide reasonable assurance for the safekeeping of assets and the reliability of all financial records. Our independent auditors have audited the accompanying financial statements and reviewed our internal control structure. They reported no material weaknesses in our internal controls. Management believes that an adequate system of internal control is in place and that the accompanying statements, schedules and tables are fairly presented.

INVESTMENTS

In accordance with Minnesota Statutes, Section 353.06, assets of the PERA Funds are invested by the Minnesota State Board of Investment (SBI). All investments undertaken by the SBI are governed by the common law prudent person rule and other standards codified in Chapter 11A of the Minnesota Statutes. The board is comprised of the state's elected officers: Governor Tim Pawlenty; State Auditor Rebecca Otto; Secretary of State Mark Ritchie; and State Attorney General Lori Swanson.

The SBI appoints a 17-member Investment Advisory Council (IAC) to advise the State Board on asset allocation and other policy matters relating to investments. The IAC also advises the SBI on methods to improve the rate of return while assuring adequate security of the assets under management. The executive director of PERA is a standing member of the IAC.

The IAC has decided to eliminate its previous committee structure and has restructured its process for evaluating asset allocation, stock and bond managers, and alternative investments. All proposed investment policies recommended to the Board are reviewed and discussed in detail by the full council before they are presented to the board for action.

The SBI also employs investment consultants to monitor and evaluate investment management firms' performance and to evaluate or suggest various alternatives for asset allocation and other investment policy matters.

ACTIVE FUNDS

Pension assets of the currently working members of the Association are managed externally by private money managers retained under contract with the SBI. These assets are pooled with the assets of other active members of statewide retirement funds into the Basic Retirement Fund. The greatest share of these assets, approximately 61 percent, is invested in domestic and international common stocks in order to maximize the long-term rate of return. Including international stocks in the asset mix allows the SBI to diversify its holdings across world markets and offers the opportunity to enhance returns and reduce the risk/volatility of the total portfolio. For the year ended June 30, 2008, the Basic Retirement Funds produced a negative 4.8 percent rate of return on active member assets.

The SBI has one overriding responsibility in the management of these funds: to ensure that sufficient funds are available to finance promised retirement benefits. Within this context, SBI has established a long-term investment objective: to outperform a composite market index weighted to reflect the long-term asset allocation policy over a ten-year period. Performance is measured net of all fees and costs to assure the SBI's focus is on true net return. The Basic Funds' ten-year annualized rate of return at June 30, 2008 was 5.8 percent, and its' twenty-year annualized rate of return was 9.7 percent, well above our assumed rate of 8.5 percent.

POST RETIREMENT INVESTMENT FUND

The SBI has responsibility for investment of the assets of the Minnesota Post Retirement Investment Fund (MPRIF). When a member retires, a sum of money sufficient to finance a fixed monthly annuity is transferred from the Basic Retirement Fund to the MPRIF. Assets of the retired members of the Association and their joint annuitants are pooled in the MPRIF. These assets are also managed externally, sharing the same domestic stock, domestic bond, and international stock managers as the Basic Funds.

Fair Value of Investments, June 30, 2008 (in thousands)

Fund	Active Members	Retired Members
PERF	\$ 6,745,257	\$6,015,383
PEPFF	2,956,602	2,146,850
PECF	174,946	8,400
Totals	\$9,876,805	\$8,170,633

The SBI adopted a revised asset allocation strategy for the MPRIF in fiscal year 1993 to reflect the goals associated with the new post-retirement benefit increase formula. In order to maximize long-term rates of return in the equity markets, the SBI gradually allocated 50 percent of the assets to domestic stocks, and added allocations to international stocks and alternative assets. As of June 30, 2008, approximately 62 percent of the assets were invested in domestic and international stocks. During the year, the SBI decreased their allocation to stocks and cash, and increased their allocation to bonds and alternative assets.

In contrast to the investment goals of the Basic Fund, invested for current working members, the MPRIF's goal is to ensure returns are adequate to meet the actuarially assumed return of 6 percent on its invested assets on an annualized basis and are sufficient to finance lifetime benefit increases. For the five-year and ten-year periods ending June 30, 2008, the MPRIF had annualized returns of 10.0 percent and 5.6 percent respectively.

ECONOMIC CONDITIONS AND OUTLOOK

The national economy was in rough shape during the fiscal year, and had a financial meltdown subsequent to the end of the fiscal year. Low interest rates and large capital inflows from outside the U.S. led to a surplus of loanable bank funds and easy credit for homeowners during the first half of this decade. As housing prices soared, the number of high risk sub-prime loans soared as well. In the summer of 2006 home prices began to fall, and by March 2008, millions of homeowners owed more than their homes were worth and began defaulting on their loans as home prices plummeted. This precipitous slide in housing prices triggered a financial market crisis and a credit crunch, making it difficult for businesses to borrow the funds needed to stay afloat day to day. At the same time, the price of oil reached all-time highs around \$145 a barrel in 2008 due to increased worldwide demand, which helped increase the price of food, goods and commodities.

As the economy lay on the brink of a recession, firms began laying off workers in an attempt to reduce skyrocketing expenses. Large firms like Bear Stearns, Lehman Brothers, Merrill Lynch, Circuit City, AIG, Fannie Mae and Freddie Mac declared bankruptcy, were bought out, or were taken over. The unemploy-

ment rate rose from 4.7 percent in June 2007 to over 6 percent in June 2008. Another 700,000 jobs were lost from July through October 2008 while the unemployment rate rose to 6.5 percent. Consumer confidence fell to an all-time low. The Federal government stepped in with a large stimulus package during FY08 and passed the Emergency Economic Stabilization Act of 2008 in October, in an attempt to bailout the U.S. financial system.

The markets reacted to the financial crisis accordingly. The S&P 500 lost 13.1 percent in FY08, and then dropped another 35 percent from August through October 2008. This financial crisis reached worldwide proportions. The stock markets in China, Germany, France and Brazil were all down more than 50 percent in 2008 through the end of October.

Fortunately, the State Board of Investment had no exposure to hedge funds or Lehman Brothers commercial paper and is protected from securities lending losses, unlike many other public pension plans. During FY08 our investments dropped about 5 percent, and during the first four months of FY09 our portfolio dropped another 19 percent.

Minnesota's economy was not immune from the financial crisis. Minnesota's jobless rate hit a 17-year high in FY08, ending at 5.3 percent. Throughout the year Minnesota's unemployment rate topped the national rate for the first time in over 30 years. Home prices dropped over 7 percent in the Twin Cities in FY08. The poor housing market translated to depressions in the construction, lumber and wood products industries, large industries in Minnesota.

On a positive note, Minnesota's economy performed better than the nation in 7 of 11 major industry sectors. During the year, Minnesota added a total of 7,600 jobs, many of which were in the government sector. Minnesota's median household income rose to \$55,802, the tenth best in the country. More people own their own homes in Minnesota than in any other state. At 81 percent, more people age 16-64 are in the work force than in any other state. 91 percent of adults have a high school diploma, the highest rate in the nation.

The first four months of FY09 have been bleak. It now appears we are in the midst of a national recession that may be the deepest since the Great Depression. Until housing prices turn around, banks will remain reluctant to make loans. A global recession will make it difficult to sell goods and services. Firms continue to lay off workers. The price of oil has fallen considerably

Letter of Transmittal

(Continued)

since June, however, and the government continues to flood the markets with money. The Fed Funds rate was decreased 325 basis points in FY08 and another 100 basis points in October 2008. Our hope is that markets will turn around by Spring 2009 and will have begun to recover by the end of FY09.

CURRENT FUNDING RATIOS

The primary funding objectives of the Association are:

- 1) to establish contribution rates which, when expressed as a percentage of active members' payroll, will remain level from generation to generation; and
- 2) to meet the required deadlines for full funding.

An important measure of the health of a retirement system is the level of funding. The better the level of funding, the larger the ratio of assets to accrued liabilities and the greater the level of investment income potential. Also, a better level of funding gives the participants a higher degree of assurance that their pensions are secure. A pension plan is fully funded when it has present and projected assets sufficient to cover the liabilities for present and future annuities, benefits and refunds and the projected cost of fund administration.

The Association's progress toward meeting the full funding objective is displayed on the Schedule of Funding Progress on page 34. This report shows the funding levels using the entry age normal actuarial cost method, and reflect various changes in actuarial assumptions. At the end of fiscal year 2008, the ratio of assets to liabilities of the PERF was 73.60 percent. For the PEPFF and the PECF, the ratios were 88.42 percent and 100.19 percent, respectively.

MAJOR INITIATIVES

The years pass so quickly that we seem to slip from one major initiative to another without taking time to acknowledge the outstanding work done by the staff and the Board to keep moving PERA forward. Throughout the 2008 fiscal year, we moved efficiently from one project to another, continually keeping our focus customer-service centric.

We hired several new staff members in the Pension Services Divisions to fill vacancies and add critical skill

sets that we believe will enhance our ability to deliver service to our members. Acquainting new staff to the administration of the organization and training them in their new positions takes time, but these additional resources quickly provided relief to an increasing demand for retirement information from our members.

Another enhancement to delivery of service to our members was the development of a new on-line appointment scheduler. Members wishing to attend a one-on-one retirement information session with a PERA staff member can go to our web site and select the date, location and available time slots that meet their needs. The system automatically registers the individual and sends out a confirmation of the appointment the next business day. The new system also allows a member to sign up to attend one of PERA's group educational programs. The Preretirement Planning programs, offered since 1986, help take members within five to ten years from retirement through various subject matter and decision items that they will need to carefully consider as they choose when to retire. Signing up for the mid-career Dollars and Sense programs, offered to younger PERA members, can also be accessed through the web.

The three statewide retirement systems, Minnesota State Retirement System (MSRS), Teachers Retirement Association (TRA) and PERA joined together to advance -- and successfully gained passage of -- legislation addressing the future of the Minnesota Post Retirement Investment Fund (MPRIF). The bill presented to the Legislative Commission on Pensions and Retirement offered a two-pronged approach. If the MPRIF once again reached full funding and had assets in excess of those needed to meet benefit obligations, it would remain under its current structure. However, if the MPRIF deteriorated in value as a result of less than satisfactory investment returns, there was put in place an arrangement to dissolve the fund as a stand-alone fund and merge the assets and liabilities of each of the retirement systems' retirees with each respective system's active member asset pools. After studying various approaches to ensure the continued security of retiree pensions and providing some level of annual post-retirement adjustments, passage of this legislation was the successful culmination of several years of discussion on this issue by the PERA Board of Trustees. Because assets in the MPRIF deteriorated during FY08, the composite funding ratio of the MPRIF fell below 80 percent, triggering a merger of the MPRIF with active member pools. The merger will take place 6/30/2009. Future annual increases will be set at 2.5 percent, regardless of the inflation rate each year.

We will continue to enhance the on-line tools available to members and employers so that everyone has their important retirement information at their fingertips at any time. Our focus is continuous improvement to our systems and services so that we can accommodate the needs of all stakeholders and constituencies of PERA.

PROFESSIONAL SERVICES

Actuarial consulting services during the fiscal year were provided by Mercer and by The Segal Company. Benefacts, Inc. handled the production and mailing of our annual Personal Benefit Statements. Evalumed handled independent medical examinations. The State's Attorney General continued to provide PERA with legal counsel. The State's Department of Health provided medical services used for determining disability benefits. The State Board of Investment continued to manage and invest the assets of PERA's funds, and the State's Legislative Auditor provided professional financial auditing services.

MEMBERSHIP REPORT

This report is complemented by an annual financial newsletter that discloses, in summary form, the contents of this report. This financial newsletter is mailed in January of each year to all PERA members, including active members and benefit recipients. In addition, this report is reproduced, in its entirety, on PERA's website, www.mnpera.org.

NATIONAL RECOGNITION

PERA has an outstanding staff and they are very dedicated to the utmost professionalism in administering the plans entrusted to the governance of the PERA Board of Trustees. This year, PERA received the Public Pension Coordinating Council's *Public Pension Standards Award for Funding and Administration*. This award is given in recognition of meeting professional standards that have been developed by three national organizations created to provide support and advocacy of the nation's public employee pension systems.

PERA also received national recognition as a leader in pension fund administration and disclosure of financial information. The Government Finance Officers Association of the United States and Canada (GFOA) awarded a *Certificate of Achievement for Excellence in Financial Reporting* to PERA for its comprehensive annual financial report (CAFR) for the fiscal year ended June 30, 2007. This is the 23rd time PERA has received this honor.

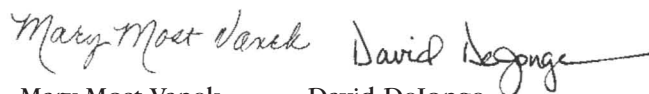
The Certificate of Achievement is a prestigious national award, recognizing conformance with the highest standards for preparation of state and local government financial reports. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized CAFR. This report must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for one year only. We believe our current report continues to meet the Certificate of Achievement Program's requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

ACKNOWLEDGMENTS

As a compendium of financial, investment, actuarial and other statistical information, PERA's Comprehensive Annual Financial Report provides complete and reliable information on which management decisions may be based and through which compliance with statutory requirements may be assessed. In addition, the report serves as the primary source through which the effectiveness of the Trustees' management and administration of PERA and its funds may be judged.

We are sure you join with us in expressing gratitude and appreciation to the staff and PERA's advisors for their efforts in producing this report and for their loyal and dedicated service to the Association and its members, annuitants, beneficiaries, and participating local governmental employers.

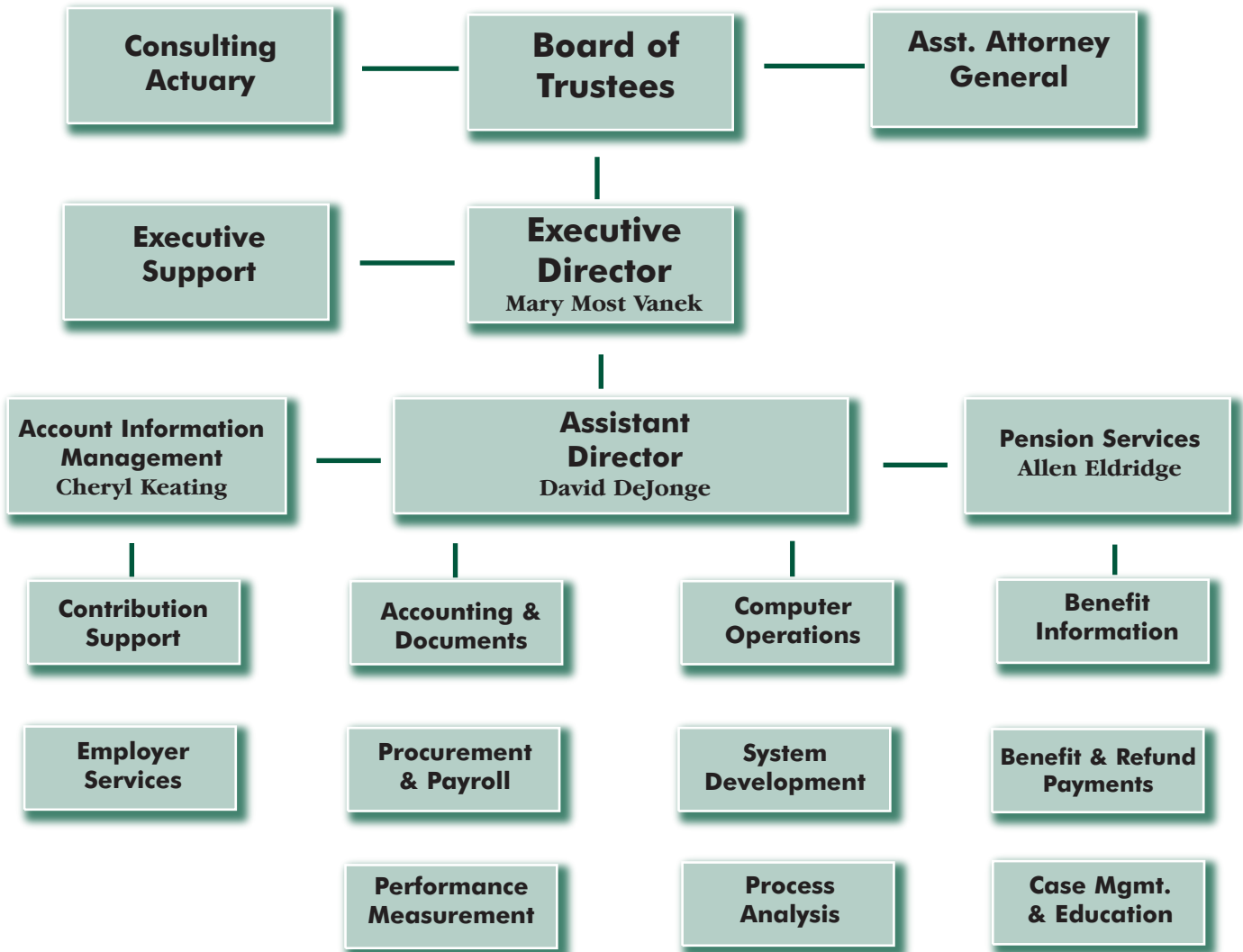
Respectfully submitted,



Mary Most Vanek
Executive Director

David DeJonge
Assistant Executive Director

Administrative Organization



MISSION STATEMENT

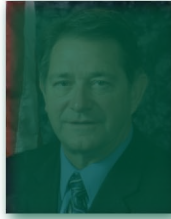
PERA's mission is to create opportunities for members to achieve a successful and secure retirement by providing the highest quality benefits and services, that members will value and trust.

PERA'S VISION:

PERA will provide on-demand access to reliable pension information and superior customer service.

Board of Trustees

BOARD PRESIDENT

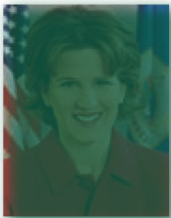


Dennis C. Hegberg
Counties Representative
Frandsen Bank & Trust
2001 West Broadway
Forest Lake, Minnesota 55025

BOARD VICE PRESIDENT



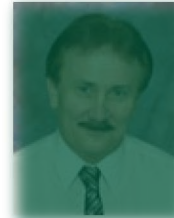
Thomas L. Marshall
Police and Fire Representative
4727 1st. Avenue S.
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Rebecca Otto
State Auditor
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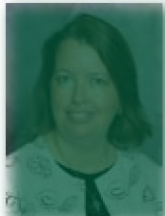
Ross E. Arneson
General Membership Representative
410 S. 5th St., PO Box 3129
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Steven L. Devich
General Membership Representative
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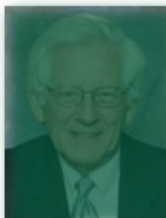
Marcia Farinacci
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1466 North Grotto
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Kathryn A. Green
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401 3rd Avenue NW
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Dawn M. Hulmer
General Membership Representative
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Richard L. Jacobsen
Public Representative
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Louise A. Olson
Retiree/Disabilitant Representative
6963 109th Avenue
Clear Lake, Minnesota 55319



Don Rambow
Cities Representative
City of White Bear Lake
4701 Highway 61
White Bear Lake, Minnesota 55110

The PERA Board consists of 11 trustees as follows: The State Auditor is a trustee by virtue of office. The governor appoints five trustees to represent counties, cities, school boards, retired annuitants, and the general public. PERA active members elect five representatives—three general membership, one retiree/disabilitant, and one Police and Fire trustee—to serve four-year terms.

Retirement System Plan Summary

Public Employees Retirement Association of Minnesota

Advisory Council, which advises the Minnesota State Board of Investment on the management and investment of public pension funds and other assets.

MULTI-EMPLOYER PARTICIPATION

Approximately 2,000 separate units of government in Minnesota participate in the PERA-administered retirement system. These units include counties, cities, townships, and school districts*.

EMPLOYEE MEMBERSHIP

PERA has approximately 160,000 active members. With certain statutory exceptions, an employee performing personal services for a governmental employer whose salary is paid, in whole or in part, from revenues derived from taxation, fees, assessments, or other sources, is a member of PERA. Plan participation is dependent on the occupation of the member.

FUNDS

PERA administers four separate funds. Each has specific membership, contribution, benefit, and pension provisions.

The **Public Employees Retirement Fund** encompasses two retirement plans — the PERA Coordinated Plan and the PERA Basic plans. The Coordinated Plan, created in 1968, provides retirement and other benefits in addition to those supplied by Social Security. Established in 1931, the Basic Plan was PERA's original retirement plan and is not coordinated with the federal program.**

The **Public Employees Police and Fire Fund** was created in 1959 for police officers and firefighters not covered by a local relief association. It also encompasses all paid Minnesota police officers and firefighters hired since 1980. In 1999, legislation merged members of PERA's former Police and Fire Consolidation Plan into this plan.

The **Local Government Correctional Service Retirement Fund** was established in 1999 for correctional officers serving in county and regional adult and juvenile corrections facilities. Participants must be responsible for the security, custody and control of the facilities and their inmates.

PURPOSE

Established by the Minnesota Legislature in 1931, the Public Employees Retirement Association (PERA) of Minnesota administers pension funds that serve approximately 200,000 county, school and local public employees, benefit recipients, their survivors, and dependents.

Funds administered by the Association provide a variety of retirement pensions, and survivor and disability benefits. In the case of the Coordinated and Correctional plans, these benefits are in addition to those provided by Social Security.

PERA's Board of Trustees is responsible for administering these funds in accordance with statutes passed by the Minnesota Legislature and has a fiduciary obligation to PERA's members, their governmental employers, the state, and its taxpayers.

ADMINISTRATION

PERA's Board of Trustees is composed of 11 members. The State Auditor is a member by statute. Five trustees are appointed by the Governor. Serving four-year terms, these five trustees represent cities, counties, school boards, retired annuitants, and the general public, respectively.

The remaining five board members are elected by the PERA membership at large to serve four-year terms. Three trustees represent the general active membership, one represents Police and Fire Fund members, and one represents annuitants and benefit recipients. The Association's most recent membership election was held in January 2007.

The board appoints an executive director to serve as chief administrative officer of PERA. With approval of the board, the director develops the annual administrative budget, determines staffing requirements, contracts for actuarial and other services, and directs the day-to-day operations of the association. The director also serves as a member of the State Investment

NOTE:

- * A listing of employers participating in PERA can be found in the Statistical Section of this report.
- ** PERA's Basic Plan was closed to new membership in 1968 with the creation of the Coordinated Plan. At that time, Basic members had the option of remaining in that plan or transferring to the new Coordinated Plan. Today, fewer than 50 Basic members remain active public employees.

Also administered by PERA is the **Public Employees Defined Contribution Plan (DCP)**. Created in 1987 to provide a retirement plan for personnel employed by public ambulance services, the plan has since been expanded to include physicians and locally-elected public officials, except for county sheriffs.*

CONTRIBUTIONS

The table below shows contribution rates for employees and employers under the various plans administered by PERA as of June 30, 2008**. Rates are applied to total salary and are set by statute.

Fund	Employee Contribution	Employer Contribution
Public Employees Retirement Fund		
Coordinated	6.00%	6.50%
Basic	9.10%	11.78%
Public Employees Police & Fire Fund	8.60%	12.90%
Local Government Correctional Fund	5.83%	8.75%
Defined Contribution Plan	5.00%	5.00%***

CREDITED SERVICE AND SALARY

Members of PERA's defined benefit plans receive one service credit for each month for which they are paid. Individuals may earn a maximum of 12 service credits per year. Salary used in retirement and disability benefit calculations is the average monthly salary over an individual's highest-paid 60 consecutive months of public service, or all months of service if less than 60 (high-five salary).

RETIREMENT BENEFITS

Eligibility and Annuity Formulas

Basic and Coordinated Members

Two methods are used to compute benefits for Coordinated and Basic Plan members—a step-rate benefit accrual formula (Method 1) and a level accrual formula (Method 2). Members hired prior to July 1, 1989 receive the higher of the two calculated amounts. Only Method 2 is used for members hired after June 30, 1989.

Method 1: Coordinated members accrue 1.2 percent of the high-five salary for each of the first 10 years of public employment, and 1.7 percent of that average salary for each successive year. Basic members receive 2.2 percent of their high-five salary for each of their first 10 years of service and 2.7 percent for each year thereafter.

Using this calculation, members are eligible for a full (unreduced) retirement annuity if:

- ▶ They are age 65 or over with at least one year of public service; or
- ▶ Their age plus years of public service equal 90 (Rule of 90).

A reduced retirement annuity is payable as early as age 55 with three or more years of service. The reduction is .25 percent for each month under age 65. A member with 30 or more years of service may retire at any age with the .25 percent reduction made from age 62 rather than 65.

Method 2: Coordinated members earn 1.7 percent of their high-five salary for every year of public service while Basic members earn 2.7 percent of their average salary for each year.

This calculation provides for unreduced retirement benefits at age 65 for members first hired prior to July 1, 1989, and at the age for unreduced Social Security benefits, capped at age 66, for those first hired into public service on or after that date.

Early retirement results in an actuarial reduction with augmentation (about 6 percent per year) for members retiring prior to full retirement age.

Police and Fire Members

Members receive 3 percent of average salary for each of their years of service. An unreduced retirement annuity is payable to members when they meet the following conditions:

- ▶ Age 55 with a minimum of three years of service; or
- ▶ Age plus years of service equal at least 90 (if first hired prior to 7/1/89).

A reduced retirement annuity is available to members between the ages of 50 and 55. There is a 1.2 percent reduction in benefits for each year a member retires prior to qualifying for an unreduced retirement benefit. (For members hired or rehired after June 30, 2007, the reduction will be 2.4 percent per year.)

NOTE:

* Officials first elected to a governing body, such as a city council or county board after June 30, 2002, may only participate in PERA's Defined Contribution Plan. Previously, such officials could elect Coordinated Plan participation as an alternative to the DCP.

** Legislation passed in 2005 called for increases in member and employer contribution rates for both the Coordinated and Police and Fire plans to be phased in over several years. Employee contribution levels will be 9.4 percent for the Police and Fire Plan next year. Employer rates for the Police and Fire Plan will increase to 14.1 percent in 2009, while the Coordinated Plan will rise to 6.75 percent in 2009 and 7 percent the following year.

*** This is the rate established for elected public officials and physicians. For ambulance service personnel, participation in the program and contributions made for employees are at the discretion of employers. Salaried employees may match this contribution. City managers may also participate in the DCP as an alternative to Coordinated Plan membership.

Summary

(Continued)

NOTE:

* Since many Correctional Plan members were previously members of PERA's Coordinated Plan, they may qualify for a pension from both plans following retirement. However, they must meet the age requirements of each plan and begin benefits within a year of each other to qualify for combined service.

** Selection of a Survivor Option will result in a reduction in the amount of the pension from the Single-life pension level. The amount of the reduction depends on the age of both the retiring member and the survivor.

All survivor pension options incorporate an "automatic bounce back" feature. This returns the amount of the pension to the level of the Single-life benefit in the event the designated survivor predeceases the retiree. The cost of this protection is borne by the funds, not by the retiree.

*** The deferred pension accrual rate is 2.5 percent for members first hired into public service after June 30, 2006.

Correctional Service Members

Correctional Plan members earn 1.9 percent of their average salary for every year of public service under the plan.

A full, unreduced pension, is earned at:

- ▀ Age 55 with three or more years of service; or
- ▀ Age plus years of service total at least 90 (if hired prior to 7/1/89).

An actuarial reduction with augmentation is made in a member's benefit for retirement prior to qualification for an unreduced pension.*

Defined Contribution Plan Members

The Defined Contribution Plan's benefit amount is determined by the performance of the funds in which contributions are invested. The entire market value of the member's account is payable upon termination of public service, disability, retirement, or death.

TYPES OF PENSIONS AVAILABLE

Members of the PERA Coordinated, Basic, Correctional, and Police and Fire plans may select from several types of retirement benefits.

Single-life Pension — A Single-life Pension is a lifetime annuity that ceases upon the death of the retiree. No survivor benefit is payable.

Survivor Options — Upon retirement, members may choose from one of four Survivor Options. All these pensions are payable for the lifetime of the retiree. At the time of the retiree's death, the designated survivor begins to receive monthly benefit payments at varying levels for his or her lifetime. Depending on the Survivor Option chosen by the member, survivor payments are at a 25, 50, 75 or 100 percent level of that received by the member.**

Pre-Age 62 Increase — This pension option allows a member who retires before age 62 to receive a greater monthly payment until he or she becomes eligible for Social Security at age 62. The monthly benefit amount is then reduced by at least \$100 at age 62.

Deferred Pension — A vested member who terminates public service may leave contributions in the fund(s) in which he or she participated and qualify for a pension at retirement age. The benefit amount, calculated as of the date of termination, will increase at a rate of 3 percent per year, compounded annually, until the first of the year following the member's 55th birthday. It will then increase at a rate of 5 percent per year.***

Combined Service and Proportionate Pensions — Retiring members may elect to combine service in a PERA-covered position with service in any of 14 other Minnesota pension funds and qualify for a retirement benefit from each fund in which they participated. These funds are designated by statute. Members with three or more years of total service qualify for a combined service pension if they have six or more months of service in each fund and have not begun to receive a benefit from any of the designated funds. Pensions are based upon the formula of each fund and the member's average salary over the five highest-paid years of service, no matter when it was earned.

Public employees who retire at age 65 or older with between one and three years of service in one or more of 11 designated funds may qualify for a proportionate pension. Benefits are paid by each applicable fund in which the employee has credit and are based upon the formula of each fund and the member's average salary during the period of service covered by that fund.

EARNINGS LIMITATION

Retirees who return to work in a PERA-covered position are subject to the same earnings limitations as Social Security recipients. Benefits are reduced if these limits are exceeded, with the amount escrowed and earning 6 percent interest compounded annually. The retiree may request repayment of these funds one year after leaving the position.

The earnings limitation only applies to PERA-covered employment. Self- or private employment and elected service will result in no benefit reduction for retirees.

DISABILITY BENEFITS

Members may be eligible for benefits from PERA if they are unable to work because of a physical or mental disability. Disability is defined by statute, and PERA may require periodic medical examinations of those receiving these benefits.

Disability benefit calculations are based upon years of service and average high-five salary for Coordinated and Basic members. The same is true for Police and Fire and Correctional plan members disabled outside the line of duty. In the case of Police and Fire members, there is a minimum non-duty disability benefit of 45 percent of that salary. The minimum benefit for Correctional Plan members is 19 percent.

For Police and Fire members disabled in the line of duty, the minimum benefit is 60 percent of salary, while the minimum duty-related disability benefit for Correctional members is 47.5 percent.*

Basic and Coordinated members qualify for disability with three or more years of service and by meeting the statutory definition. Police and Fire and Correctional members qualify by meeting the definition with one or more years of service if disabled outside the line of duty. If disabled in the line of duty, there is no minimum service requirement. *

SURVIVOR BENEFITS

PERA also provides survivor (death) benefits for families of members who qualify for such coverage. The qualifications and types of benefits vary with each plan.

A Lifetime Survivor Benefit is available to the surviving spouse of a Basic, Coordinated, Correctional, or Police and Fire member. For Police and Fire, and Basic members, this benefit is based on either 50 percent of the member's average salary during the six months prior to death or a formula using the member's total years of service, high-five salary, age at death and age of the spouse. The surviving spouse benefit for Coordinated and Correctional members is only based on the formula. This benefit is payable to the spouse of a deceased member for life, even upon remarriage.**

For the surviving spouse of a Basic, Coordinated or Correctional member,

there are alternative term-certain benefits of 10, 15, or 20 years duration. The monthly payment, however, may not exceed 75 percent of the member's average high five-year salary.

Survivor benefits are immediately suspended for any survivor charged with causing the death of an association member. The benefit is permanently revoked upon conviction of such a crime.

Dependent children of active or disabled Basic, and Police and Fire members are eligible for benefits until age 18, or age 23 if full-time students. In this case, the maximum family benefit is 70 percent of the member's average monthly salary. If a Coordinated or Correctional member dies and there is no surviving spouse, any children under age 20 qualify to receive a monthly term-certain benefit.

Instead of a monthly benefit, the surviving spouse, if a designated beneficiary, may elect a refund of any remaining employee contributions in the account, plus 6 percent interest compounded annually. However, a refund may not be elected if there are dependent children who are eligible for benefits.

REFUNDS

Refunds of contributions are available at any time to members who leave public service and have not yet begun receiving a pension. The refund includes employee contributions plus 6 percent interest, compounded annually.

A refund of member contributions plus interest may also be elected by the designated beneficiary of a member or former member who dies before reaching retirement. If there is no beneficiary, payment is made to the surviving spouse or, if none, to the estate of the deceased member or former member.

If a retiree and designated survivor, if any, die before all employee contributions are paid in the form of a pension or benefits, the remaining balance would be paid in the same manner outlined for beneficiaries.

No interest is paid to beneficiaries on the balance in an account if the member was receiving retirement benefits.

NOTE:

* Significant changes in the definitions of duty and regular (non-duty) disability for Police & Fire and Correctional plan members became effective July 1, 2007. A duty disability benefit will only be awarded if the disabling event occurred while the member was engaged in hazardous activities inherent to the occupation.

** Automatic lifetime Survivor Benefits are also available to the spouse of Police and Fire members who suffer total and permanent duty disability, as well as disabled Basic members. Survivor benefits for other disabled members are only available if the member chooses a Survivor Option to their disability benefit.

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Legislative Auditor's Report

Management Discussion
and Analysis

Basic Financial Statements

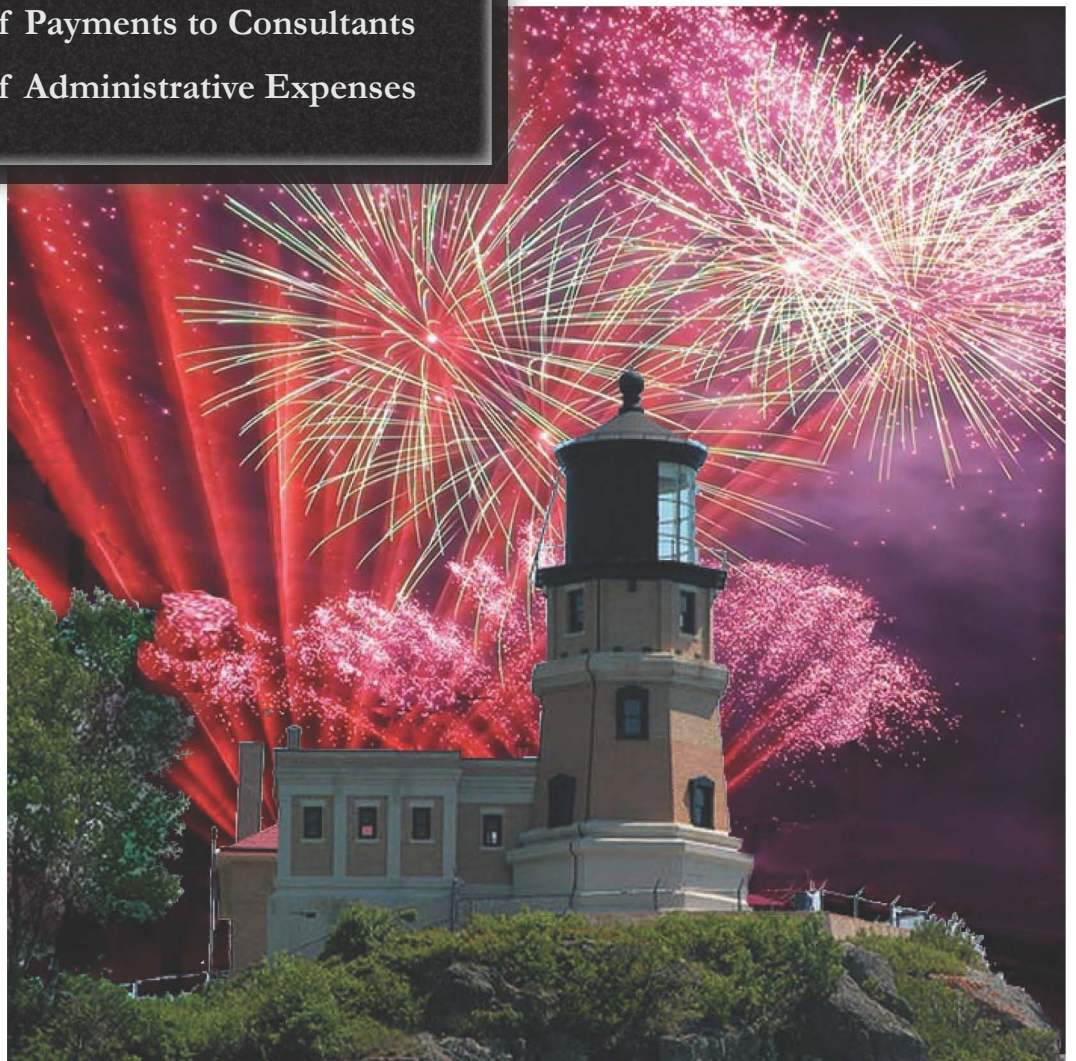
Required Supplementary Information

Schedule of Investment Expenses

Schedule of Payments to Consultants

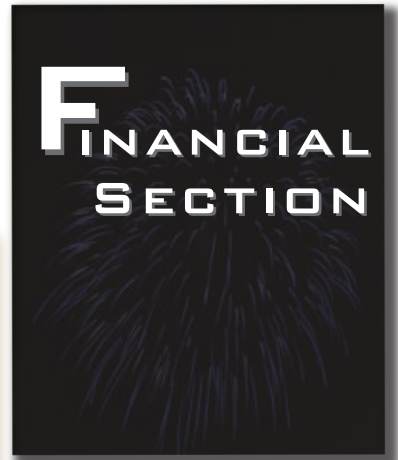
Schedule of Administrative Expenses

Minnesota Sesquicentennial 1858-2008



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Legislative Auditor's Report



OFFICE OF THE LEGISLATIVE AUDITOR STATE OF MINNESOTA • James Nobles, Legislative Auditor

Independent Auditor's Report

Members of the Board of Trustees
Public Employees Retirement Association of Minnesota

Ms. Mary Most Vanek, Executive Director
Public Employees Retirement Association of Minnesota

We have audited the accompanying basic financial statements of the Public Employees Retirement Association of Minnesota as of and for the year ended June 30, 2008, as listed in the Table of Contents. These financial statements are the responsibility of the Public Employees Retirement Association's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Public Employees Retirement Association as of June 30, 2008, and the changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The Public Employees Retirement Association has implemented Governmental Accounting Standards Board Statement No. 50 on *Pension Disclosures*. This statement requires certain pension disclosures as of the most recent actuarial valuation date to be presented as part of the notes to the financial statements rather than as required supplementary information, as presented previously.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 18, 2008, on our consideration of the Public Employees Retirement Association's internal control over financial reporting; on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements; and on other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Management's Discussion and Analysis and the other required supplementary information, as listed in the Table of Contents, are not a required part of the Public Employees Retirement Association's basic financial statements but are supplementary information required by accounting principles generally accepted in

the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise PERA's basic financial statements. The Introductory, Investment, Actuarial, and Statistical Sections, as listed in the Table of Contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The Supporting Schedules in the Financial Section have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The Introductory, Investment, Actuarial, and Statistical Sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

A handwritten signature in dark ink, appearing to read 'James R. Nobles'.

James R. Nobles
Legislative Auditor

A handwritten signature in dark ink, appearing to read 'Cecile M. Ferkul'.

Cecile M. Ferkul, CPA, CISA
Deputy Legislative Auditor

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December 18, 2008

Management Discussion and Analysis

As management of Minnesota's Public Employees Retirement Association (PERA), we present this discussion and analysis of the financial activities for the year ended June 30, 2008 (FY08). This narrative is intended to supplement the financial statements which follow this discussion, and should be read in conjunction with the transmittal letter, which begins on page 5 of this annual report.

OVERVIEW OF THE FINANCIAL STATEMENTS

This Comprehensive Annual Financial Report (CAFR) contains two basic financial statements: the Statement of Plan Net Assets and the Statement of Changes in Plan Net Assets. These financial statements, in conjunction with the accompanying Notes to the Financial Statements, report information about PERA's financial condition in an attempt to answer the question: "Is PERA better off or worse off as a result of this year's activities?" These statements are prepared using the accrual basis of accounting as is required by generally accepted accounting principles laid out in statements issued by the Government Accounting Standards Board (GASB).

The Statement of Plan Net Assets provides a snapshot of account balances at year-end. It reports the assets available for future payments to benefit recipients, along with any liabilities that are owed as of the statement date. The difference between assets and liabilities, called "Net Assets," represents the value of assets held in trust for future benefit payments. Over time, increases and decreases in Net Assets can be one measurement of whether PERA's financial position is increasing or decreasing.

The Statement of Changes in Plan Net Assets, on the other hand, shows additions and deductions to Net Assets during the year. The increase or decrease in Net Assets reflects the change in Net Assets found on the Statement of Plan Net Assets from the prior year to the current year.

The Notes to the Financial Statements are an integral part of the financial statements and provide additional information that is essential for a comprehensive understanding of the data provided in the financial statements. The Notes describe the accounting and administrative policies under which PERA operates, and provide additional levels of detail for selected financial statement items.

These financial statements should be reviewed along with the Schedule of Funding Progress and Schedule of Employer Contributions to determine whether PERA is becoming financially stronger or weaker over time. PERA's funding objective is to meet long-term benefit obligations through contributions received and the income derived by investing those contributions during the working career of our members. These two schedules, created by an actuary, show the ratio of the actuarial value of assets to the actuarial accrued liability, and to what extent contributions needed to fully fund the plan are being received.

FINANCIAL HIGHLIGHTS

- ▶ PERA's Net Assets decreased 7% during the year from \$19.4 billion in fiscal year 2007 (FY07) to \$18.1 billion in FY08.
- ▶ Total additions for FY08 were a negative \$189 million, comprised of contributions of \$753,762,000, investment losses of (\$947,704,000) and other income of \$4,726,000. Total additions for FY07 were \$3,816,945,000.
- ▶ Total deductions for the year increased from \$1,108,442,000 in FY07 to \$1,169,358,000 in FY08 due to an increase in the number of benefit recipients and a 2.5% COLA granted in January 2008.
- ▶ Total administrative expenses totaled \$10,544,000 in FY08, an increase from \$10,041,000 in FY07.
- ▶ As of June 30, 2008 the Public Employees Retirement Fund is actuarially funded at 73.60%. PERA's Police and Fire Fund is actuarially funded at 88.42%, and PERA's Correctional Fund is 100.19% funded.

FINANCIAL ANALYSIS OF PERA'S FUNDS

PERA is the administrator of three defined benefit plans and one defined contribution plan. In a defined contribution plan, pension benefits are determined by contributions made to a member's account and investment returns for those contributions. PERA administers one such plan: the Public Employees Defined Contribution Plan (PEDCP).

In a defined benefit plan, pension benefits are determined by a member's salary and credited years of service, regardless of contribution amounts and investment returns for those contributions over the working career of a member. PERA administers three such plans: the Public Employees Retirement Fund (PERF), the Public Employees Police and Fire Fund (PEPFF), and the Public Employees Local Government Correctional Services

Retirement Fund (which we call the Public Employees Correctional Fund or PCEF).

When members retire from one of the defined benefit plans, an amount equal to the present value of expected future benefits is moved from the Active Funds to the Minnesota Post Retirement Investment Fund (MPRIF) to pay those benefits. The MPRIF is made up of retirement assets from PERA's three plans along with assets from the Teachers Retirement Association and the Minnesota State Retirement System. As of June 30, 2008 the MPRIF was 79.7% funded, triggering a dissolution of the MPRIF and a merger on June 30, 2009 of MPRIF assets back into the Active Funds from whence they originally came in accordance with legislation passed in 2008. As of June 30, 2008, liabilities in the MPRIF exceed assets by approximately \$5.9 billion. PERA's share of that deficit is \$2.1 billion.

Merging the MPRIF and Active Funds will provide a larger asset base from which to pay promised benefits and will also provide an additional source of funding (contributions) should that additional source be needed in the future to pay benefits. Retirees will receive fixed 2.5 percent benefit increases each year, regardless of inflation.

PERF

Total assets as of June 30, 2008 were \$14.1 billion in the PERF, a decrease of \$1.8 billion or 11.5 percent from the prior year. The primary reasons for the decrease were negative investment performance during the year and a lower value of collateral through the securities lending program administered by the State Board of Investment. Our investment portfolio had a negative 5 percent rate of return in FY08.

Total liabilities as of June 30, 2008 were \$1.3 billion, a decrease of \$894 million from the prior year, mostly due to the lower value of securities lending collateral on the books at year end.

Total net assets, the difference between total assets and total liabilities, decreased about \$948 million, or roughly 7 percent from the prior year. Ending net assets were \$12.8 billion on June 30, 2008.

Additions to Plan Net Assets

The reserves needed to finance retirement benefits are accumulated through the collection of member and employer contributions and through earnings on investments. Because of negative investment returns, total contributions and net investment income for FY08 totaled a negative \$82 million.

Employer contributions and member contributions increased from the previous year by a total of \$39 million, largely due to contribution rate increases that took effect on January 1, 2008. Member rates in the Coordinated Plan increased from 5.75% to 6% and employer rates increased from 6.25% to 6.5%. Net investment income in FY08 totaled a negative \$669 million as our portfolio returned approximately -5.0 percent.

Deductions from Plan Net Assets

Our largest expense was for retirement benefits to members and beneficiaries. Total benefits increased 5.1 percent to \$824 million in FY08. The increase in benefits resulted from an increase in the number of benefit recipients and a 2.5 percent cost of living increase for most retirees effective January 1, 2008. The amount of refunds increased \$3 million in FY08 due to more people taking refunds during these difficult economic times. Administrative expenses increased in FY08 to \$9.4 million, largely as a result of having fewer staff vacancies during the year than we had in FY07. As stated earlier, investment losses coupled with larger benefits resulted in a \$948 million decrease in net assets in FY08.

Overall Financial Position

The financial position of a public pension plan is not so much determined by what is found on the face of the financials, but by looking at trends in the funding ratio and contribution sufficiency or deficiency.

Although investment returns were negative in FY08, those returns are smoothed over 5

Net Assets—Defined Benefit Plans (dollars in thousands)

	PERF		PEPFF		PCEF	
	2008	2007	2008	2007	2008	2007
ASSETS						
Cash & Receivables	\$ 15,581	\$ 20,740	\$ 11,445	\$ 18,147	\$ 922	\$ 1,376
Investments	12,760,640	13,727,842	5,103,452	5,522,528	183,346	173,137
Securities Lending Collateral	1,303,825	2,172,946	520,728	873,405	18,359	27,033
Capital Assets & Other	10,076	10,900	0	0	0	0
Total Assets	\$14,090,122	\$15,932,428	\$5,635,625	\$6,414,080	\$202,627	\$201,546
LIABILITIES						
Accounts Payable	\$ 5,672	\$ 29,931	\$ 4,073	\$ 11,012	\$ 452	\$ 232
Accrued Compensated Absences	854	714	0	0	0	0
Securities Lending Collateral	1,303,825	2,172,946	520,728	873,405	18,359	27,033
Bonds Payable	9,588	10,378	0	0	0	0
Total Liabilities	\$1,319,939	\$ 2,213,969	\$ 524,801	\$ 884,417	\$ 18,811	\$27,265
Total Net Assets	\$12,770,183	\$13,718,459	\$5,110,824	\$5,529,663	\$183,816	\$174,281

Discussion and Analysis

(Continued)

years, so most of the losses will not be recognized until future years. Investment losses were also offset by changes in actuarial assumptions that decreased our actuarial accrued liability by \$355 million. As a result, our funding ratio improved slightly from 73.34% to 73.60% in FY08, the second increase in three years.

Contribution rates have not been sufficient for us to become fully funded by our target date of 2031, however. In 2005, legislation was passed to increase contribution rates by 2.37 percent of pay over a five-year period. Member rates were gradually increased from 5.1% to 6% while employer rates were gradually increased from 5.53% to 6.5%. Employer rates will continue to increase 0.25% per year in each of the next two years. Contributions are still more than 1% deficient to get us fully funded by 2031. We may need to increase contribution rates in the future to make up that difference if investment returns do not exceed 8.5% over time.

PEPFF

Total assets as of June 30, 2008 were \$5.6 billion in the Public Employees Police and Fire Fund, a decrease of \$778 million, or 12.1 percent from the prior year. The decrease is due to negative investment earnings and a smaller amount of securities lending collateral on the books at year end. Total liabilities as of June 30, 2008 were \$525 million, a decrease of \$360 million due to the smaller securities lending collateral.

Total net assets, the difference between total assets and total liabilities, decreased \$419 million or roughly 7.5 percent from the prior year to an ending balance of \$5.1 billion.

Additions to Plan Net Assets

Contributions and net investment income for FY08 totaled a negative \$120 million. Employer contribu-

tions increased \$13 million and member contributions increased \$7.5 million in FY08, largely due to an increase in contribution rates. Effective January 1, 2008 member rates increased from 7.8% to 8.6% and employer rates increased from 11.7% to 12.9%. Net investment income in FY08 totaled a negative \$266 million, due to a negative 5.0% investment return.

Deductions from Plan Net Assets

Retirement benefits to members and beneficiaries made up over 99 percent of our total deductions. The amount of benefits paid increased 5.6 percent in FY08 to \$296 million. The increase in benefits resulted from an increase in the number of benefit recipients and a 2.5 percent cost of living increase for most retirees effective January 1, 2008. The amount of refunds increased substantially in FY08 due to more members taking refunds during these difficult economic times. Administrative expenses increased \$67,000 largely because we were more fully staffed in FY08.

Overall Financial Position

The Police and Fire Plan was 88.42% funded as of July 1, 2008, indicating that for every dollar of benefits we expect to pay out, we already have about 88 cents in our reserves to cover it. This is the eighth year in a row, however, that the funding ratio has declined. During the first years of this decade, the plan was overfunded and contribution rates were 6.5% of pay below our normal costs. When negative investment returns wiped out the surplus assets, contribution rates were not increased quickly enough to offset the investment losses. At the end of FY07, contributions were deficient by 8% of pay for the plan to become fully funded by 2020. During FY08 actuarial assumptions and plan provisions were changed, which decreased the actuarial accrued liability by \$19 million. Contributions are now 5.91% defi-

Changes in Net Assets—Defined Benefit Plan Funds (dollars in thousands)

	PERF		PEPFF		PECF	
	2008	2007	2008	2007	2008	2007
ADDITIONS						
Employer Contributions	\$303,304	\$ 283,419	\$ 87,023	\$ 74,707	\$13,388	\$12,499
Member Contributions	280,007	260,907	58,259	50,689	8,922	8,335
Investment Income (Loss)	(669,406)	2,206,085	(266,573)	882,408	(9,552)	25,081
Other	3,681	4,229	1,029	1,671	16	22
Total Additions	\$(82,414)	\$2,754,640	\$(120,262)	\$1,009,475	\$12,774	\$45,937
DEDUCTIONS						
Retirement Benefits	\$ 824,372	\$ 784,013	\$ 295,994	\$ 280,267	\$ 2,268	\$ 1,836
Refunds of Contributions	28,772	25,745	1,496	874	724	474
Administrative Expenses	9,473	9,061	745	678	213	185
Other	3,245	2,918	342	248	34	12
Total Deductions	\$865,862	\$ 821,737	\$ 298,577	\$ 282,067	\$ 3,239	\$ 2,507
Increase in Net Assets	\$(948,276)	\$1,932,903	\$(418,839)	\$727,408	\$9,535	\$43,430
Ending Net Assets	\$12,770,183	\$13,718,459	\$5,110,824	\$5,529,663	\$183,816	\$174,281

cient, even though the amortization period has been extended to 2038. Contribution rates are scheduled to increase 2% in January 2009.

PECF

In the Public Employees Correctional Fund, total assets as of June 30, 2008 equaled \$202 million, a slight increase of \$1 million from the prior year. The PECF is a very new fund with a small asset base, and brings in more cash through contributions than it spends paying benefits and refunds. In FY08, contributions also exceeded investment losses, so investments increased \$10 million during the year. Securities lending collateral decreased \$9 million from FY07 levels. Total liabilities as of June 30, 2008 were \$19 million, a decrease of \$8 million from the prior year, due to fewer securities being loaned out at year end. Total net assets, the difference between total assets and total liabilities, increased \$9.5 million in fiscal year 2008, resulting in an ending net asset value of \$184 million.

Additions to Plan Net Assets

Contributions and net investment income for FY08 totaled \$12.8 million, a decrease of \$33 million from FY07. Employer and member contributions increased roughly 7 percent to \$13.4 million and \$8.9 million respectively, due to an increase in the number of active members and higher salaries. Contribution rates were not increased in the PECF. Net investment losses in FY08 totaled \$9.5 million compared to tremendous gains of \$25 million in FY07.

Deductions from Plan Net Assets

Expenses for this plan are still quite small. Retirement benefits increased 24% from \$1.8 million in FY07 to \$2.2 million in FY08 as more members became eligible to retire. Refunds increased 52% to \$724,000 as a result of difficult economic times. Administrative expenses increased \$28,000 from FY07 to \$213,000 and represent about one-tenth of one percent of total net assets.

Overall Financial Position

In only its tenth year of existence, the Public Employees Correctional Fund is 100.12% funded, an increase from last year's 98.38%. Since there are very few assets in the plan, the negative investment returns had little effect on the plan. With only nine years of experience it is difficult to know if our long-term assumptions are accurate, but we believe contribution levels are sufficient to keep this plan fully funded.

AGENCY SUMMARY

Despite negative investment returns which caused our net assets to decline, the funding ratio in two of our three funds improved in FY08. While the Correctional Plan is in excellent shape, contribution rates in the other two plans are not sufficient to fully fund those plans. Both of those plans have investment losses that have not been recognized in the actuarial value of assets yet, but they also have scheduled contribution rate increases that have not been fully recognized. The Board of Trustees will continue to monitor the security and stability of our funds.

This financial report is designed to provide a general overview of PERA's finances and to demonstrate its accountability with the assets it holds in trust. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to PERA at 60 Empire Drive, Suite 200 in St. Paul, Minnesota 55103-2088.

Statement of Plan Net Assets

As of June 30, 2008 (in thousands)

	Defined Benefit Funds					Total
	Public Employees Retirement Fund	Public Employees Police and Fire Fund	Public Employees Correctional Fund	Public Employees Defined Contribution Plan	Agency Fund (Duluth)	
ASSETS						
Cash	\$ 2,016	\$ 1,766	\$ 435	\$ 37	\$ 53	\$ 4,307
Receivables						
Accounts Receivable	\$ 12,466	\$ 9,556	\$ 475	\$ 83	\$ 0	\$ 22,580
Due from Other Funds	1,099	123	12	0	0	1,234
Total Receivables	\$ 13,565	\$ 9,679	\$ 487	\$ 83	\$ 0	\$ 23,814
Investments at fair value						
Equity in Minnesota Post Retirement Investment Fund	\$ 6,015,383	\$ 2,146,850	\$ 8,400	\$ 0	\$ 0	\$ 8,170,633
External Domestic Equity	2,063,247	904,602	53,024	0	0	3,020,873
Fixed Income	1,598,410	700,779	41,076	0	8,130	2,348,395
Global Equity	1,040,200	455,945	26,719	0	0	1,522,864
Passive Domestic Equity	1,030,010	451,415	26,450	0	0	1,507,875
SBI Alternative	962,257	421,505	24,683	0	0	1,408,445
Short-Term Cash Equivalent	51,133	22,356	2,994	400	0	76,883
Investments for Defined Contrib.	0	0	0	30,516	0	30,516
SBI Equities	0	0	0	0	6,888	6,888
Total Investments	\$12,760,640	\$5,103,452	\$183,346	\$30,916	\$15,018	\$18,093,372
Securities Lending Collateral	\$ 1,303,825	\$ 520,728	\$ 18,359	\$ 2,569	\$ 1,087	\$ 1,846,568
Capital Assets						
Equipment Net of Accumulated Depreciation	\$ 549	\$ 0	\$ 0	\$ 0	\$ 0	\$ 549
Property Net of Accumulated Depreciation	9,417	0	0	0	0	9,417
Total Capital Assets	\$ 9,966	\$ 0	\$ 0	\$ 0	\$ 0	\$ 9,966
Deferred Bond Charges	\$ 110	\$ 0	\$ 0	\$ 0	\$ 0	\$ 110
Total Assets	\$14,090,122	\$5,635,625	\$202,627	\$33,605	\$16,158	\$19,978,137
LIABILITIES						
Accounts Payable	\$ 5,539	\$ 3,302	\$ 236	\$ 117	\$15,071	\$ 24,265
Payable to Other Funds	133	771	216	114	0	1,234
Securities Lending Collateral	1,303,825	520,728	18,359	2,569	1,087	1,846,568
Accrued Compensated Absences	854	0	0	0	0	854
Bonds Payable	9,588	0	0	0	0	9,588
Total Liabilities	\$ 1,319,939	\$ 524,801	\$ 18,811	\$ 2,800	\$16,158	\$ 1,882,509
Net Assets held in trust for Pension Benefits	\$12,770,183	\$5,110,824	\$183,816	\$30,805	\$ 0	\$18,095,628

(A schedule of funding progress for each plan is presented on page 34.)

Statement of Changes in Plan Net Assets

For the Fiscal Year Ended June 30, 2008 (in thousands)

	Public Employees Retirement Fund	Public Employees Police and Fire Fund	Public Employees Correctional Fund	Public Employees Defined Contribution Plan	Total
ADDITIONS					
Contributions					
Employer	\$ 303,304	\$ 87,023	\$ 13,388	\$ 1,503	\$ 405,218
Plan member	280,007	58,259	8,922	1,356	348,544
Total Contributions	\$ 583,311	\$ 145,282	\$22,310	\$ 2,859	\$ 753,762
Investments					
Net appreciation (depreciation) in fair value	\$(1,474,648)	\$ (571,328)	\$(15,408)	\$ (2,384)	\$(2,063,768)
Interest	100,389	44,142	2,501	186	147,218
Dividends	110,178	48,644	2,698	0	161,520
Distributed income of the Minnesota Post Retirement Investment Fund	600,274	214,242	722	0	815,238
Total investment activity Income	\$ (663,807)	\$(264,300)	\$ (9,487)	\$ (2,198)	\$ (939,792)
Less investment expense	(19,104)	(7,667)	(255)	0	(27,026)
Net income from investment activity	\$ (682,911)	\$ (271,967)	\$ (9,742)	\$ (2,198)	\$ (966,818)
<i>From securities lending activities:</i>					
Securities lending income	\$ 82,852	\$ 33,088	\$ 1,166	\$ 156	\$ 117,262
Securities lending expenses:					
Borrower rebates	(65,912)	(26,322)	(928)	(124)	(93,286)
Management fees	(3,435)	(1,372)	(48)	(7)	(4,862)
Net income from securities lending	\$ 13,505	\$ 5,394	\$ 190	\$ 25	\$ 19,114
Total Net Investment Income	\$ (669,406)	\$(266,573)	\$ (9,552)	\$ (2,173)	\$ (947,704)
Other additions	\$ 3,681	\$ 1,029	\$ 16	\$ 0	\$ 4,726
Total Additions	\$ (82,414)	\$(120,262)	\$12,774	\$ 686	\$ (189,216)
DEDUCTIONS					
Benefits	\$ 824,372	\$ 295,994	\$ 2,268	\$ 0	\$ 1,122,634
Refunds of contributions	28,772	1,496	724	1,567	32,559
Administrative expenses	9,473	745	213	113	10,544
Other deductions	3,245	342	34	0	3,621
Total Deductions	\$ 865,862	\$ 298,577	\$ 3,239	\$ 1,680	\$ 1,169,358
Net Increase (Decrease)	\$ (948,276)	\$(418,839)	\$ 9,535	\$ (994)	\$(1,358,574)
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS					
Beginning of year	\$13,718,459	\$5,529,663	\$174,281	\$31,799	\$19,454,202
End of year	\$12,770,183	\$5,110,824	\$183,816	\$30,805	\$18,095,628

The accompanying notes are an integral part of the financial statements.

Notes to the Financial Statements

For the Fiscal Year Ended June 30, 2008

A. PLAN DESCRIPTION

1. Organization

PERA is the administrator of three cost-sharing, multiple-employer retirement plans and one multiple-employer deferred compensation plan.

The Public Employees Retirement Association (PERA) is the administrator of three cost-sharing, multiple-employer retirement plans, the Public Employees Retirement Fund (PERF), the Public Employees Police and Fire Fund (PEPFF), and the Public Employees Local Government Correctional Service Retirement Fund, called the Public Employees Correctional Fund (PECF). In addition, PERA administers one multiple-employer deferred compensation plan, the Public Employees Defined Contribution Plan (PEDCP). PERA added an agency fund this year to track the investments placed in a trust by the City of Duluth with the State Board of Investment to cover future other postemployment benefit costs. The plans, including benefit provisions and the obligation to make contributions, are established and administered in accordance with Minnesota Statutes, Chapters 353, 353A, 353B, 353D, 353E and 356. It is also these statutes that define financial reporting requirements.

2. Participating Employers

PERA serves approximately 2000 separate units of government in the PERF, 500 units of government in the PEPFF, 80 counties in the PECF, and 1000 units in the PEDCP. These units of government are made up of counties, cities, townships, school districts, and generally other units of government whose revenues are derived from taxation, fees, or assessments. The defined contribution plan serves any local unit of government whose current or former elected officials elect to participate. The PEDCP also serves any publicly operated ambulance service that receives an operating subsidy from a governmental entity, and elects to participate.

3. Participating Members

The PERF covers employees of counties, cities, townships and employees of schools in non-certified positions throughout the State of Minnesota. The PEPFF, originally established for police officers and fire-fighters not covered by a local relief association, now covers all police officers and firefighters hired since 1980. Effective July 1, 1999, the PEPFF also covers police officers and fire-fighters belonging to a local relief association that elected to merge with and transfer assets and administration to PERA. The PECF covers employees in county correctional institutions who have direct contact with inmates. Coverage under the PEDCP is open to elected local government officials (except elected county sheriffs), emergency medical service personnel employed by or providing service to any of the participating ambulance services, and physicians employed at public facilities. Elected officials and ambulance personnel who are covered by a public or private pension plan because of their employment are not eligible to participate in the PEDCP. At June 30, 2008, there were 6,882 members in the PEDCP.

Shown in **Figure 1** below are the membership totals in the PERA defined benefit plans as of June 30, 2008.

4. Benefit Provisions - Defined Benefit Plans

a) PERA provides retirement benefits as well as disability benefits to members, and benefits to survivors upon death of eligible members. All benefits vest after three years of credited service. Retirement benefits are based on a member's highest average salary for any five successive years of allowable service, age, and years of credit at termination of service. PERF members belong to either the Basic or Coordinated Plan. Coordinated



Fig.1 PERA Membership — Defined Benefit Plans

	PERF	PEPFF	PECF	Total
Retirees and beneficiaries receiving benefits	63,880	7,194	318	71,392
Terminated employees entitled to benefits/refunds but not yet receiving them:				
Vested	43,984	1,242	1,520	46,746
Non-Vested	116,805	879	1,473	119,157
Current, active employees:				
Vested	105,442	9,063	2,348	116,853
Non-Vested	38,120	1,898	1,362	41,380
Total	368,231	20,276	7,021	395,528

members are covered by Social Security and Basic members are not. All new members must participate in the Coordinated Plan. Two methods are used to compute benefits for Coordinated and Basic members. The retiring member receives the higher of a step-rate benefit accrual formula (Method 1) or a level accrual formula (Method 2).

Under **Method 1**, the annuity accrual rate for Basic members is 2.2 percent of average salary for each of the first 10 years of service and 2.7 percent for each remaining year. For a Coordinated member, the annuity accrual rate is 1.2 percent of average salary for each of the first 10 years of service and 1.7 percent for each remaining year. Under **Method 2**, the annuity accrual rate is 2.7 percent of average salary for Basic members and 1.7 percent for Coordinated members for each year of service. For PEPFF members, the annuity accrual rate is 3.0 percent of average salary for each year of service. For PERF members whose annuity is calculated using Method 1, and for all PEPFF and PECF members, a full annuity is available when age plus years of service equal at least 90. A reduced retirement annuity is also available to eligible members seeking early retirement. The annuity accrual rate for PECF members is 1.9 percent of average salary for each year of service in that plan.

In FY08, PEPFF duty disability benefits were increased from 60 percent of the high-five average salary to 60 percent of the high-five salary plus an additional 3 percent of the high-five for each year of service in excess of 20 years, retroactive to July 1, 2007. This plan provision change increased the actuarial accrued liability by \$28 million and the required contribution by 0.45 percent of payroll.

The benefit provisions stated in the preceding paragraphs of this section are current provisions and apply to active plan participants. Vested, terminated employees who are entitled to benefits but are not receiving them yet are bound by the provisions in effect at the time they last terminated their public service.

5. Benefit Provisions and Contribution Rates— Defined Contribution Plan

The Public Employees Defined Contribution Plan (PEDCP) is a multiple-employer deferred compensation plan. The PEDCP is a tax qualified plan under Section 401(a) of the Internal Revenue Code and all contributions by or on behalf of employees are tax deferred until time of withdrawal. (See Notes A.2 and A.3 for employer and employee membership requirements.) The plan is established and administered in accordance with Minnesota Statutes, Chapter 353D.

Plan benefits depend solely on amounts contributed to the plan plus investment earnings, less administrative expenses. Minnesota Statutes, Chapter 353D.03, specifies the employee and employer contribution rates for those qualified personnel who elect to participate. An eligible elected official or physician who decides to participate contributes 5 percent of salary, which is matched by the employer. For ambulance service personnel, employer contributions are determined by the employer, and for salaried employees must be a fixed percentage of salary. Employer contributions for volunteer personnel may be a unit value for each call or period of alert duty. Employees who are paid for their services may elect to make member contributions in an amount not to exceed the employer share. Employer and employee contributions are combined and used to purchase shares in one or more of the seven accounts of the Minnesota Supplemental Investment Fund. Investment options include the Income Share, Growth Share, Common Stock Index, Bond Market, Money Market, International Share, and the Fixed Interest (formerly the Guaranteed Return) accounts. For administering the plan, PERA receives 2 percent of employer contributions paid during the year, plus twenty five-hundredths of one percent (0.25%) of the assets in each member's account each year.

The PEDCP is a tax qualified plan under Section 401(a) of the Internal Revenue Code and all contributions by or on behalf of employees are tax deferred until the time of withdrawal.

There is no vesting period required to receive benefits in the PEDCP.

Notes

(Continued)

Active Funds Pooled Accounts

(Portfolio Allocation)



There is no vesting period required to receive benefits in the PEDCP. At the time of retirement or termination, PERA distributes the market value of a member's account to the member or transfers it to another qualified plan or individual retirement arrangement. Upon the member's death, PERA distributes the value of the account to the member's designated beneficiary.

6. Agency Fund

Minnesota Statutes 353.95 allow the City of Duluth to invest money with the State Board of Investment (SBI) in a separate trust that will be used to pay future OPEB costs. Since PERA already had a reporting relationship with Duluth, the Association was asked to collect Duluth's voluntary contributions and send them on to SBI. The City of Duluth is responsible for making sure any withdrawals are done in accordance with GAAP and Minnesota Statutes. They are also responsible for setting and paying benefits, for determining contribution amounts, and for handling any OPEB reporting requirements. As of June 30, 2008 the City of Duluth had contributed \$15,800,000 to the trust.

3. Investment Policies and Valuation Methodology

a) Pursuant to Minnesota Statutes, Section 11A.04, the state's retirement fund assets are commingled in various pooled investment accounts, administered by the State Board of Investment (SBI). As of June 30, 2008, the participation shares in the external pools at fair value, excluding the Minnesota Post Retirement Investment Fund (MPRIF), totaled approximately 28.91 percent for the PERF, 12.68 percent for the PEPFF and 0.74 percent for the PECF. The funds' shares of net assets of the Minnesota Post Retirement Investment Fund, at fair value, totaled 26.20 percent, 9.35 percent and 0.04 percent, respectively.

b) Minnesota Statutes, Section 11A.24, broadly restricts retirement fund investments to obligations and stocks of United States and Canadian governments, their agencies and their registered corporations; short term obligations of specified high quality; restricted participation as a limited partner in venture capital, real estate or resource equity investments; restricted participation in registered mutual funds; and some qualified foreign instruments.

c) Investments in the pooled accounts, including assets of the PEDCP and the agency fund, are reported at fair value. Fair value is the proportionate share of the combined market value of the investment portfolio of the SBI investment pool in which the funds participate. All securities within the pools are valued at market value except for U.S. Government short-term securities and commercial paper, which are valued at market less accrued interest. Accrued interest is recognized as short-term income. SBI values long-term fixed income securities by using the Financial Times Interactive Data Services valuation system. This service provides prices for both actively traded and privately placed bonds. For equity securities, SBI uses a valuation service provided by Reuters and market value is the last reported sales price for securities traded on national or international exchanges. If a security is not actively traded, then the fair value

B. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND PLAN ASSET MATTERS

1. Reporting Entity

PERA functions as a separate statutory entity. The association maintains rights to sue or be sued in its own name and to hold property in its own name. For financial reporting purposes, PERA is considered a pension trust fund of the State of Minnesota and is included in the State's Comprehensive Annual Financial Report with its fiduciary funds. PERA does not have any component units.

2. Basis of Accounting

PERA financial statements for all funds are prepared using the accrual basis of accounting. Employee and employer contributions are recognized as revenues when due, pursuant to formal commitments and statutory requirements. Expenses are recorded when the liability is incurred. Benefits and refunds are recognized when due and payable in accordance with the terms of each plan.

PERA functions as a separate statutory entity. The association maintains rights to sue or be sued in its own name and to hold property in its own name. For financial reporting purposes, PERA is considered a pension trust fund of the State of Minnesota.

is based on the analysis of financial statements, analysis of future cash flows and independent appraisals.

Assumptions made in valuing securities are as follows:

1. Values of actively traded securities determined by recognized exchanges are objectively negotiated purchase prices between willing buyers and sellers and are not subject to either undue influence or market manipulation.
2. Values of securities not actively traded are determined by objective appraisals by qualified professional analysts whose results would not vary materially from those of other similarly qualified professionals. The fair value of investments is based upon valuations provided by a recognized pricing service. Securities traded on a national or international exchange are valued using the last reported trade price. Short-term investments are reported at cost, which approximates fair value. The fair value of real estate investments is based on independent yearly appraisals. Investments that do not have an established market are reported at estimated fair value.

d) Information about the primary government's (State of Minnesota) investments, including credit risk classification, can be obtained from the Minnesota Department of Finance, 400 Centennial Building, 658 Cedar Street, St. Paul, Minnesota 55155. Information on specific investments owned by the pooled accounts, currency risk, interest rate risk, investment activity and investment management fees paid can be obtained from the Minnesota State Board of Investment at the Retirement Systems of Minnesota Building, 60 Empire Drive, Suite 355, St. Paul, Minnesota 55103.

e) Investment income is recognized as earned. Accrued investment income of the pooled investment accounts is included in participation in the accounts. Gains and losses on sales or exchanges are recognized on the transaction date.

f) The cost of security transactions is included in the transaction price. Administrative expenses of the State Board of Investment and investment management fees of the external money managers and the state's master custodian for pension

fund assets are allocated to the funds participating in the pooled investment accounts. PERA's share of these expenses totaled \$19,103,836 for PERE, \$7,667,078 for PEPFF, and \$255,055 for PECF. A detailed schedule of fees and commissions by brokerage firm, along with the number of shares traded, total commissions, and commissions per share may be obtained from the Minnesota State Board of Investment at the Retirement Systems of Minnesota Building, 60 Empire Drive, Suite 355, St. Paul, Minnesota 55103.

4. Cash

Cash on deposit consists of year-end receipts not processed as of the investment cutoff deadline on June 30. PERA cash funds are held in the state treasury, commingled with other state funds. Minnesota Statutes, Section 9.031, requires that deposits be secured by depository insurance or a combination of depository insurance and collateral securities held in the state's name by an agent of the state. Such insurance and collateral shall be in amounts sufficient to ensure that deposits do not exceed 90 percent of the sum of the insured amount and the market value of the collateral. Throughout fiscal year 2008, the combined depository insurance and collateral was sufficient to meet legal requirements and secure all PERA deposits, eliminating exposure to custodial credit risk.

5. Investment Risk

a) Credit risk is the risk that an issuer or counterparty to an investment will be unable to fulfill its obligations to the holder of the investment. The State Board of Investment has policies designed to minimize credit risk. They may invest funds in governmental obligations provided the issue is backed by the full faith and credit of the issuer or the issue is rated among the top four quality rating categories by a nationally recognized rating agency. They may invest funds in corporate obligations provided the issue is rated among the top four quality categories by a nationally recognized rating agency. They may also invest in unrated corporate obligations or in corporate obligations that are not rated among the top four quality categories provided that:

A detailed schedule of fees and commissions by brokerage firm, along with the number of shares traded, total commissions, and commissions per share may be obtained from the Minnesota State Board of Investment.

Notes

(Continued)

PERA does not have exposure to a single issuer that equals or exceeds 5% of the overall portfolio and, therefore, there is no concentration of credit risk.

- The aggregate value of these obligations may not exceed five percent of the fund for which the state board is investing;
- Participation is limited to 50 percent of a single offering; and
- Participation is limited to 25 percent of an issuer's obligations.

SBI may also invest in bankers acceptances, deposit notes of U.S. banks, certificates of deposit, mortgage securities, and asset backed securities rated in the top four quality categories by a nationally recognized rating agency. Commercial paper must be rated in the top two quality categories.

PERA's share of SBI's exposure to credit risk, based on S&P Quality Ratings for debt securities and short-term investments, is shown in **Figure 2**.

Fig. 2 Credit Risk Exposure

<u>Quality Rating</u>	<u>Fair Value (in thousands)</u>
AA or Better	\$4,078,332
BBB to A	836,259
BB or Lower	124,086
Not Rated	163,204

b) Concentration of credit risk is the risk of loss that may be attributed to the magnitude of a government's investment in a single issuer. PERA does not have exposure to a single issuer that equals or exceeds 5% of the overall portfolio and, therefore, there is no concentration of credit risk.

c) Interest rate risk is the risk that changes in interest rates of debt investments could adversely affect the fair value of an investment. The State Board of Investment does not have a policy on interest rate risk. Debt securities are held in external investment pools and PERA's share has the following weighted average maturities as shown in **Figure 3**.

d) Foreign currency risk is the risk that changes in exchange

rates between the U.S. dollar and foreign currencies could adversely affect the fair value of an investment. Most foreign currency risk resides within SBI's international equity investment holdings. In order to reduce foreign currency risk, the State Board of Investment has developed the following policies. Government obligations, including guaranteed or insured issues of the International Bank for Reconstruction and Development, the Inter-American Development Bank, the Asian Development Bank, and the African Development Bank, must pay interest and principal in U.S. dollars. The principal and interest of obligations of corporations, including those corporations incorporated or organized under the laws of the Dominion of Canada or any province thereof, must also be paid in U.S. dollars. SBI has less than a 15 percent exposure to currency risk. PERA's share of investments at June 30, 2008 was distributed among the currencies shown in **Figure 4**.

e) In accordance with Minnesota Statutes, SBI has the authority to enter into, and has entered into, derivative transactions includ-

Fig. 3 Interest Rate Risk

<u>Security</u>	<u>Weighted Average Maturity (in years)</u>
Cash Equivalents	0.16
Mutual Funds	0.20
Municipal Bonds	1.64
U.S. Agencies	3.90
Corporate Bonds	7.92
U.S. Treasuries	9.40
Asset-Backed Securities	11.12
Mortgage-Backed Securities	26.33

Fig. 4 Foreign Currency Risk (fair value in thousands)

<u>Currency</u>	<u>Cash</u>	<u>Fixed Income</u>	<u>Equity</u>
Australian Dollar			\$132,299
Brazilian Real			34,772
Canadian Dollar			157,768
Danish Krone			24,775
Euro			708,916
Hong Kong Dollar			114,933
Indian Rupee			30,578
Japanese Yen			429,963
New Taiwan Dollar			37,946
Norwegian Krone			22,028
Pound Sterling			421,797
Singapore Dollar			26,156
South African Rand			31,589
South Korean Won			45,045
Swedish Krona			35,928
Swiss Franc			160,234
Other	\$42,381	\$14,099	76,178
Total	\$22,381	\$14,099	\$2,490,905

ing put and call options and future contracts traded on a contract market regulated by a governmental agency or by a financial institution regulated by a governmental agency. Any agreements for put and call options and futures contracts may only be entered into with a fully offsetting amount of cash or security. As of June 30, 2008, PERA's exposure to market risk is minimal.

6. Capital Assets

Capital assets, generally assets with a cost in excess of \$5,000 and a useful life greater than 1 year, are capitalized at the time of acquisition at cost. Depreciation is computed on a straight-line method over the useful life of the related assets. The estimated useful lives are three to 10 years for furniture and equipment.

Capital assets are presented on the June 30, 2008 Statement of Plan Net Assets at historical cost, net of accumulated depreciation, as summarized in **Figure 5**.

7. Building and Land

Legislation was passed in 1999 allowing PERA, the Minnesota Teacher's Retirement Association (TRA) and the Minnesota State Retirement System (MSRS) to purchase land and construct a 140,000 square foot building to house all three retirement systems. The systems moved into the facility in September 2001. Ownership of the facility is pro-rated based on the amount of square footage each retirement system occupies in the building. MSRS took over more space in the building in FY08, so PERA's ownership share decreased from 39.8 percent in FY07 to 37.6

percent as of June 30, 2008. PERA's share of the cost to purchase the 4.3 acres of land was \$170,308.

In June 2000 the State of Minnesota, under the authority of the Commissioner of Finance, issued revenue bonds totaling \$29 million on behalf of the three retirement systems to pay for the construction of the facility. Those bonds are backed by the assets of the three retirement systems, excluding equity in the Minnesota Post Retirement Investment Fund and assets in the Defined Contribution Plans, and both principal and interest payments are made by the retirement systems using the same ownership ratio to determine amounts. At year end, PERA's share of the bonds payable is \$9,588,000. We are depreciating the facility over 40 years. PERA's share of bond issuance costs are shown on the Statement of Plan Net Assets as Deferred Bond Charges and are being amortized over 30 years, the life of the bonds. The bond repayment schedule is shown in **Figure 6**.

8. Accrued Compensated Absences

PERA's employees accrue vacation leave, sick leave and compensatory leave at various rates within limits specified in collective bargaining agreements. Accumulated amounts for compensated absences are accrued when incurred. Such leave is liquidated in cash primarily at the time of termination of employment. We estimate that \$85,948 is considered a short-term liability and \$768,418 is considered a long-term liability. The total, \$854,366, is shown on the Statement of Plan Net Assets.

Legislation was passed in 1999 allowing PERA, the Minnesota Teacher's Retirement Association and the Minnesota State Retirement System to purchase land and construct a 140,000 square foot building to house all three retirement systems. The systems moved into the facility in September 2001.

Fig. 5 Capital Assets (in thousands)

	Balance July 1, 2007	Additions	Deductions	Balance June 30, 2008
Capital assets not being depreciated:				
Land	\$ 170	\$ 0	\$ 0	\$ 170
Capital assets being depreciated:				
Building	\$ 11,758	\$ 80	(648)	\$ 11,190
Furniture & Fixtures	522	0	0	522
Data Processing Equipment	1,307	35	(61)	1,281
Office Equipment	154	0	0	154
Total capital assets being depreciated	\$13,741	\$ 115	\$(709)	\$13,147
Less accumulated depreciation for:				
Building	\$ (1,762)	\$ (278)	\$ 97	\$ (1,943)
Equipment, Furniture & Fixtures	(1,364)	(102)	58	(1,408)
Total accumulated depreciation	\$(3,126)	\$(380)	\$ 155	\$(3,351)
Total capital assets, net of accumulated depreciation	\$10,785	\$(265)	\$554	\$ 9,966

Notes

(Continued)

Actuarial valuations are performed annually using the entry age normal actuarial cost method. Contributions are made as a level percentage of projected payroll, and are specified in statute as fixed percentages.

9. Securities Lending

PERA does not own specific securities, but instead owns shares in pooled funds invested by the State Board of Investments (SBI). The SBI is authorized to enter into securities lending transactions in accordance with Minnesota Statutes, Chapter 356A.06, subd. 7 and has, via a Securities Lending Authorization Agreement, authorized State Street Bank and Trust Company to lend its securities to broker-dealers and banks pursuant to a form of loan agreement.

During the fiscal year, State Street lent, at the direction of the SBI, certain securities held by State Street as custodian and received cash (both United States and foreign currency), securities issued or guaranteed by the United States government, sovereign debt of foreign countries, and irrevocable bank letters of credit as collateral. State Street did not have the ability to pledge or sell collateral securities absent a borrower default. Borrowers were required to deliver collateral for each loan in amounts equal to not less than 102% of the market value of the loaned securities.

The SBI did not impose any restrictions during the fiscal year on the amount of the loans that State Street made on its behalf. There were no failures by any borrower to return loaned securities or pay distributions thereon during the fiscal year. Moreover, there were no losses during the fiscal year resulting from a default of the borrowers or State Street.

During the fiscal year, the SBI and the borrowers maintained the right to terminate all securities lending transactions on demand. The cash collateral received on each loan was invested, together with the cash collateral of other qualified tax-exempt plan lenders, in a collective investment pool. As of June 30, 2008, the investment pool had an average duration of 37 days and an average final maturity of 393 days. Because the loans were terminable at will their duration did not generally match the duration of the investments made with cash collateral. On June 30, 2008

SBI had no credit risk exposure to borrowers. PERA's portion of the collateral held and the fair value of securities on loan from the SBI as of June 30, 2008 was \$2,535,743,785 and \$2,451,161,170 respectively. Cash collateral of \$1,846,567,923 is reported on the Statement of Plan Net Assets as an asset. Liabilities resulting from these securities lending transactions are also reported on the Statement of Plan Net Assets.

10. Funded Status

The funded status of each defined benefit plan as of June 30, 2008, the most recent actuarial valuation date, is shown in Figure 7. The Schedule of Funding Progress, presented as required supplementary information (RSI) following the notes to the financial statements, presents multiyear trend information about whether the actuarial values of plan assets are increasing or decreasing over time relative to the actuarial accrued liabilities of promised benefits.

11. Actuarial Methods and Assumptions

Actuarial valuations are performed annually using the entry age normal actuarial cost method. Contributions are made as a level percentage of projected payroll, and are specified in statute as fixed percentages. There are no maximum or minimum salary limits imposed by statute. A closed amortization period is used, with 23 years remaining

Fig 6. Remaining Revenue Bond Repayment Schedule (In dollars)

Fiscal Year	PERA		
	Principal	Interest	Total P & I
2009	\$ 225,600	\$555,890	\$781,490
2010	235,000	543,764	778,764
2011	253,800	531,133	784,933
2012	263,200	517,428	780,628
2013	282,000	503,083	785,083
2014	291,400	487,573	778,973
2015	310,200	471,401	781,601
2016	329,000	454,029	783,029
2017	347,800	435,441	783,241
2018	366,600	415,616	782,216
2019	394,800	394,537	789,337
2020	413,600	371,836	785,436
2021	441,800	347,847	789,647
2022	470,000	321,891	791,891
2023	498,200	294,279	792,479
2024	526,400	265,010	791,410
2025	564,000	234,084	798,084
2026	592,200	200,949	793,149
2027	629,800	166,157	795,957
2028	676,800	129,156	805,956
2029	714,400	88,548	802,948
2030	761,400	45,684	807,084
Totals	\$9,588,000	\$7,775,335	\$17,363,335

for the PERF, 30 years remaining for the PEPFF, and 15 years remaining for the PECF. For actuarial purposes, assets in the Minnesota Post Retirement Investment Fund (MPRIF) are valued at fair value at fiscal year end. Assets in the MPRIF are held to pay monthly benefits. All other assets are valued using a 5-year smoothing method. The plans assume an 8.5 percent investment rate of return and a 3 percent inflation rate. Assumed salary growth in the PERF decreases in annual increments from 5.4 percent at age 20 to 4 percent at age 60. In the PEPFF salary growth assumptions decrease from 11 percent at age 20 to 4.75 percent at age 50. In the PECF salary growth assumptions decrease from 7.25 percent at age 20 to 5.25 percent at age 55. We assume postretirement benefits will increase 2.5 percent each year.

In FY08 the annual payroll growth assumption was lowered from 6.0 percent to 4.5 percent for all plans. In the PERF, ultimate salary increase rates were lowered 1.0 percent at all ages, and the select period for salary increases were changed from 10 years to 5 years. Retirement ages were adjusted slightly as well. Assumption changes in the PERF decreased the actuarial accrued liability by \$355 million and decreased required contributions by 0.52 percent of payroll. In the PEPFF ultimate salary increase rates were lowered by 0.5 percent at all ages, and the full funding date was reset from 2020 to July 1, 2038. These changes decreased the actuarial accrued liability by \$47 million and the required contribution rate by 4.75 percent of payroll. The payroll growth assumption change in the PECF did not have a material impact on actuarial valuation results.

C. CONTRIBUTIONS REQUIRED AND CONTRIBUTIONS MADE

Minnesota Statutes, Chapters 353, 353A, 353B, 353E and 356 set the rates for employer and employee contributions. In 2005 the Minnesota legislature passed legislation that increases employer and employee contribution rates for PEPFF members and for Coordinated Plan members of the PERF over a five-year period. Current and future contribution rates are shown in **Figure 8**. New contribution rates are expected to be sufficient to get the PERF fully funded by the year 2031, the PECF by the year 2023, and the PEPFF by 2038, as is required under Minnesota Statutes. The required contributions are expressed as a level percentage of covered payroll and are actuarially determined using an individual entry-age actuarial cost method.

Legislation passed in 1999 closed the Police and Fire Consolidation Fund and moved members and necessary assets to the PEPFF. Some consolidation units were not fully funded at the time, and an amortization schedule was created that allowed those units to pay off the unfunded liability over a 10-year period. The method for calculating yearly payments was set forth in Minnesota Statutes and calculated by an actuary. Payments are due by January 31st each year through the year 2009. In fiscal year 2008 we received \$6,428,330 in principal and interest payments. Future principal payments of \$6,171,402 are shown on the Statement of Plan Net Assets as a receivable.

In 2005 the Minnesota legislature passed legislation that increases employer and employee contribution rates for PEPFF members and for Coordinated Plan members of the PERF over a five-year period.

FY08 Contribution Rates

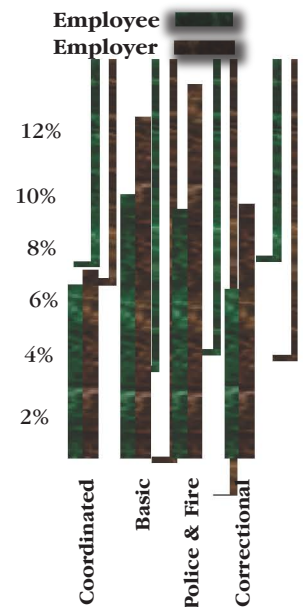


Fig. 7 Schedule of Funding Progress (in thousands)

Plan	Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL)(b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll [(b-a)/c]
PERF	06/30/2008	\$13,048,970	\$17,729,847	\$4,680,877	73.6%	\$4,722,432	99.1%
PEPFF	06/30/2008	5,233,015	5,918,061	685,046	88.4%	703,701	97.3%
PECF	06/30/2008	192,937	192,572	(365)	100.2%	154,202	-0.2%

**D. MINNESOTA
POST RETIREMENT
INVESTMENT FUND
(MPRIF) RESERVE**

For all retiring members, except those in the PEPFF who have not elected to have their post retirement adjustments determined by the MPRIF formula, the reserves required to pay the cost of the member's annuity are transferred to the MPRIF where the funds are invested along with funds from the other statewide retirement systems. Increases in annuities are based upon CPI and earnings of the MPRIF, as defined in Minnesota Statutes, Section 11A.18, Subd. 9.

The MPRIF is a legally required reserve account, and was, until FY07, by definition fully funded when funding ratios were calculated, in accordance with Minnesota statutes. Effective FY07, funding ratios are calculated using the full fair value of the MPRIF assets. PERA's share of the MPRIF investments is shown at fair value, and is calculated based on each fund's level of participation in the pooled investments. Participation in the MPRIF is determined by the actuarially determined required reserves level in accordance with Minnesota Statutes, Section 11A.18, Subd. 7. It includes a 6 percent assumed income distribution and any mortality gains or losses incurred during the year. As of June 30, 2008, the Public Employees Retirement Fund's share of net assets of the MPRIF, at participation, is \$7,178,088,741 and at fair value is \$6,015,383,240. The Public Employees Police and Fire Fund's share of net assets of the MPRIF, at participation, is \$2,561,811,702 and at fair value is \$2,146,849,912. The Public Employees Correctional Fund's share of net assets of the MPRIF, at participation, is \$10,022,870 and at fair value is \$8,399,367.

Beginning in fiscal year 1993, the MPRIF income available for distribution is

determined using a post-retirement benefit increase formula based on total investment return. This formula contains both an inflation adjustment and an investment component. Stated as a percentage of eligible required reserves, annuitants and other individuals receiving benefits on or before July 1, 2007 are eligible to receive the following January 1, 2009 benefit increase:

Inflation Based Benefit Increase	2.500%
Investment Based Benefit Increase	0.000%
Total Benefit Increase	2.500%

Benefit recipients whose first benefit was paid after July 1, 2007 but before June 2, 2008 will receive a prorated amount of the January 1, 2009 benefit increase.

Legislation was passed in 2008 that mandates the dissolution of the MPRIF if the composite funding ratio of the MPRIF falls below 80 percent as of the most recent actuarial valuation. As of June 30, 2008 the MPRIF is 79.7 percent funded, triggering the dissolution. PERA's portion of the assets of the MPRIF will be transferred back into the active funds in FY09, based on each plan's share of participation as of June 30, 2009. Mortality gains/losses, which have been shown in previous years as adjustments to the investments in the MPRIF and corresponding adjustments to active fund accounts receivable/payable at year end, will not be shown in FY08 in accordance with Minnesota Statute 11A.181, which states that those adjustments will not be made to the MPRIF once it has been determined that the MPRIF will be dissolved.

Legislation was passed in 2008 that mandates the dissolution of the MPRIF if the composite funding ratio of the MPRIF falls below 80 percent as of the most recent actuarial valuation. As of June 30, 2008 the MPRIF is 79.7 percent funded.

Fig.8 Retirement Plan Contribution Rates

Effective Date	Contributor	PERF		PEPFF	PECF*
		Basic*	Coordinated		
1/1/07	Member	9.10%	5.75%	7.80%	5.83%
	Employer	11.78%	6.25%	11.70%	8.75%
1/1/08	Member	9.10%	6.00%	8.60%	5.83%
	Employer	11.78%	6.50%	12.90%	8.75%
1/1/09	Member	9.10%	6.00%	9.40%	5.83%
	Employer	11.78%	6.75%	14.10%	8.75%
1/1/10	Member	9.10%	6.00%	9.40%	5.83%
	Employer	11.78%	7.00%	14.10%	8.75%

* Basic Plan and PECF contribution rates are not expected to increase in the near future. Legislation passed in 2005 increased rates in the Coordinated Plan over five years and in the PEPFF over four years

E. OTHER NOTES

1. Administrative Expenses

Administrative expenses of the Public Employees Retirement Association are paid during the year from the Public Employees Retirement Fund. At year-end, a portion of the expenses are allocated to the Public Employees Police and Fire Fund and the Public Employees Correctional Fund, based on membership counts. The PEDCP reimburses the PERF to the extent of fees collected for recovery of administrative costs. The applicable amounts are reported as expenses of the four funds and reported on the Statement of Plan Net Assets as a payable to other funds or due from other funds. Administrative costs are funded from investment income for the defined benefit plans.

For fiscal year 2008, administrative expenses allocated to PERF, PEPFF, PECF, and PEDCP totaled \$9,472,968, \$745,310, \$213,176 and \$112,626 respectively.

2. Participating Pension Plan

All employees of the Public Employees Retirement Association are covered by the PERF Coordinated Plan and eligible for the plan provisions described in Note A.4. Minnesota Statute 353.27 sets the rates for employee and employer contributions. These statutes are established and amended by the state legislature. Current and future rates are shown in **Figure 8**. Total covered payroll for PERA employees during fiscal year 2008 was approximately \$4.73 million.

Employer pension contributions for PERA employees for the years ending June 30, 2008, 2007 and 2006 were \$277,879, \$266,635, and \$260,366 respectively, equal to the required contributions for each year as set by state statute.

All employees of the Public Employees Retirement Association are covered by the PERF Coordinated Plan and eligible for the plan provisions.

Schedule of Funding Progress

Required Supplementary Information (last six years, in thousands, unaudited)

PUBLIC EMPLOYEES RETIREMENT FUND

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL)-Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll [(b-a)/c]
6/30/2003	\$11,195,902	\$13,776,198	\$2,580,296	81.3%	\$4,387,649	58.8%
6/30/2004	11,477,961	14,959,465	3,481,504	76.7%	3,968,034	87.7%
6/30/2005	11,843,936	15,892,555	4,048,619	74.5%	4,096,138	98.8%
6/30/2006	12,495,207	16,737,757	4,242,550	74.7%	4,247,109	99.9%
6/30/2007	12,985,324	17,705,627	4,720,303	73.3%	4,448,954	106.1%
6/30/2008	13,048,970	17,729,847	4,680,877	73.6%	4,722,432	99.1%

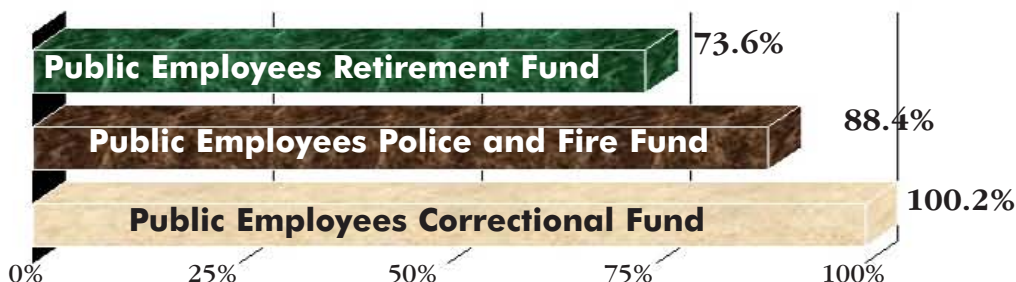
PUBLIC EMPLOYEES POLICE AND FIRE FUND

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL)-Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll [(b-a)/c]
6/30/2003	\$ 4,713,606	\$ 4,390,953	\$ (322,653)	107.3%	\$ 560,503	- 57.6%
6/30/2004	4,746,834	4,692,190	(54,644)	101.2%	551,266	- 9.9%
6/30/2005	4,814,961	4,956,340	141,379	97.2%	580,723	24.4%
6/30/2006	5,017,951	5,260,564	242,613	95.4%	618,435	39.2%
6/30/2007	5,198,922	5,669,347	470,425	91.7%	648,342	72.6%
6/30/2008	5,233,015	5,918,061	685,046	88.4%	703,701	97.4%

PUBLIC EMPLOYEES CORRECTIONAL FUND

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL)-Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll [(b-a)/c]
6/30/2003	\$ 56,487	\$ 62,542	\$ 6,055	90.3%	\$ 110,296	5.5%
6/30/2004	75,515	85,693	10,178	88.1%	109,600	9.3%
6/30/2005	98,156	108,926	10,770	90.1%	116,849	9.2%
6/30/2006	125,776	133,306	7,530	94.4%	125,189	6.0%
6/30/2007	159,548	162,169	2,621	98.4%	134,117	2.0%
6/30/2008	192,937	192,572	(365)	100.2%	154,202	-0.2%

FUNDING RATIOS (Percent Funded)



The chart above reflects funding ratios for the three defined benefit funds administered by PERA.

Schedule of Employer Contributions

Required Supplementary Information (last six years, in thousands, unaudited)

PUBLIC EMPLOYEES RETIREMENT FUND

Year Ended June 30	Actuarially Required Contribution Rate* (a)	Actual Covered Payroll (b)	Actual Member Contributions (c)	Annual Required Contribution [(a) x (b)] - (c)	Actual Employer Contribution	Percentage Contributed
2003	11.52%	\$4,387,649	\$205,963	\$299,494	\$221,689	74.02%
2004	12.25%	3,968,034	215,697	270,387	225,745	83.49%
2005	12.72%	4,096,138	216,701	304,328	232,963	76.55%
2006	13.26%	4,247,109	235,901	327,265	255,531	78.08%
2007	13.41%	4,448,954	260,907	335,697	283,419	84.43%
2008	13.86%	4,722,432	280,007	374,522	303,304	80.98%

PUBLIC EMPLOYEES POLICE AND FIRE FUND

Year Ended June 30	Actuarially Required Contribution Rate* (a)	Actual Covered Payroll (b)	Actual Member Contributions (c)	Annual Required Contribution [(a) x (b)] - (c)	Actual Employer Contribution	Percentage Contributed
2003	12.52%	\$ 560,503	\$ 34,751	\$ 35,424	\$ 50,917	143.74%
2004	19.47%	551,266	36,313	71,018	52,769	74.30%
2005	21.99%	580,723	37,873	89,828	55,802	62.12%
2006	24.36%	618,435	42,970	107,681	63,603	59.07%
2007	25.76%	648,342	50,689	116,325	74,707	64.22%
2008	28.82%	703,701	58,259	144,548	87,023	60.20%

PUBLIC EMPLOYEES CORRECTIONAL FUND

Year Ended June 30	Actuarially Required Contribution Rate* (a)	Actual Covered Payroll (b)	Actual Member Contributions (c)	Annual Required Contribution [(a) x (b)] - (c)	Actual Employer Contribution	Percentage Contributed
2003	14.10%	\$ 110,296	\$ 6,430	\$ 9,122	\$ 9,645	105.74%
2004	14.15%	109,600	6,672	8,836	10,029	113.50%
2005	13.06%	116,849	7,192	8,068	10,814	134.03%
2006	13.09%	125,189	7,881	8,507	11,826	139.02%
2007	12.71%	134,117	8,335	8,712	12,499	143.48%
2008	12.37%	154,202	8,922	10,153	13,388	131.87%

* Actuarially Required Contribution Rate is calculated according to parameters of GASB 25 with no assumption for growth of covered population.

Required Supplementary Information Notes

(unaudited)

	Public Employees Retirement Fund	Public Employees Police & Fire Fund	Public Employees Correctional Fund
Valuation Date	6/30/2008	6/30/2008	6/30/2008
Actuarial Cost Method	Entry Age	Entry Age	Entry Age
Amortization Method	Level Percent Closed	Level Percent Closed	Level Percent Closed
Remaining Amortization Period	23 years	30 years	15 years
Asset Valuation Method			
Active Funds	Fair Market Value Smoothed Over 5 Years	Fair Market Value Smoothed Over 5 Years	Fair Market Value Smoothed Over 5 Years
MPRIF	Fair Market Value	Fair Market Value	Fair Market Value
Actuarial Assumptions:			
Investment Rate of Return	8.5%	8.5%	8.5%
Projected Salary Increases	4.0% - 5.40%	4.75% - 11.0%	5.25% - 7.25%
Assumed Inflation Rate	3.0%	3.0%	3.0%
Payroll Growth Rate	4.5%	4.5%	4.5%
Mortality Table - Active	1983 GAM Set Back 8 Years, Males; 7 Years, Females	1983 GAM Set Back 6 Years	1983 GAM Set Back 1 Year, Males
Mortality Table - Retired	1983 GAM Set Back 1 Year	1983 GAM Set Back 1 Year	1983 GAM Set Forward 2 Years
Cost of Living Adjustment	2.5%	2.5%	2.5%

Schedule of Investment Expenses

For the Fiscal Year Ended June 30, 2008 (in thousands)

<u>Source of Expenses</u>	Public Employees Retirement Fund	Public Employees Police and Fire Fund	Public Employees Correctional Fund	Total
Outside Money Managers–Equities	\$15,505	\$6,225	\$207	\$21,937
Outside Money Managers–Bonds	2,789	1,117	37	3,943
Minnesota State Board of Investment	622	250	8	880
Richards & Tierney	102	41	1	144
Financial Control Systems	75	30	1	106
Pension Consulting Alliance	11	4	1	16
Total	<u>\$19,104</u>	<u>\$7,667</u>	<u>\$255</u>	<u>\$27,026</u>

Schedule of Payments to Consultants

For the Fiscal Year Ended June 30, 2008 (in thousands)

<u>Individual or Firm Name</u>	<u>Nature of Service</u>	<u>Fee Paid</u>
Mercer Human Resources	Actuarial	\$155
Benefacts, Inc.	Management	125
Evalumed	Medical Services	57
Segal Company	Actuarial	50
Stubbe & Associates	Medical Services	25
Krueger International	Management	13
Independent Medical Services	Medical Services	11
US Bank - St Paul	Management	10
Medical Evaluations Inc.	Medical Services	9
Berwyn Group	Management	5
Andrea Lubov	Management	5
US Treasury Department	Management	4
John Brennan	Legal	2
Van Wagner	Medical Services	2
Avenet	System Development	1
Accurint	Management	1
State of Minnesota —		
Attorney General	Legal	\$100
Department of Health	Medical Services	83
Administrative Law Judge	Medical Services	40
Management Analysis Division	Management	1
Total		<u>\$699</u>

Schedule of Administrative Expenses

For the Fiscal Year Ended June 30, 2008 (in thousands)

PERSONAL SERVICES:

Staff Salaries	\$6,215	
Part-Time, Seasonal Labor	235	
Other Benefits	<u>141</u>	
Total Personal Services		\$6,591

PROFESSIONAL SERVICES:

Actuarial	\$ 205	
Legal	102	
Management Consultants	164	
Medical Evaluations	227	
System Development	<u>1</u>	
Total Professional Services		699

COMMUNICATIONS:

Mail & Telephone Services	\$ 730	
Printing & Publications	<u>197</u>	
Total Communication		927

OFFICE BUILDING & MAINTENANCE:

Building	\$ 453	
Depreciation—Building	278	
Bond Interest	<u>566</u>	
Total Building and Maintenance		1,297

OTHER:

Depreciation—Equipment	\$ 102	
Employee Development	48	
Equipment Maintenance	59	
Indirect Costs	157	
Operating Costs	62	
Supplies and Materials	521	
Travel	<u>81</u>	
Total Other		<u>1,030</u>

Total Administrative Expense **\$10,544**

ALLOCATION OF ADMINISTRATIVE EXPENSE:

Defined Benefit Plans		
Public Employees Retirement Fund		\$ 9,473
Public Employees Police and Fire Fund		745
Public Employees Correctional Fund		213

Defined Contribution Plans		
Public Employees Defined Contribution Plan		<u>113</u>

Total Administrative Expenses **\$10,544**

Investment Report

Investment Results

Asset Allocation

**List of Largest
Assets Held**

**Investment Summary
at Cost**

**Investment Summary
at Fair Value**

**Fair Value of
Investments**

Minnesota Sesquicentennial 1858-2008



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Investment Report



MINNESOTA STATE BOARD OF INVESTMENT



Board Members:

Governor
Tim Pawlenty

State Auditor
Rebecca Otto

Secretary of State
Mark Ritchie

Attorney General
Lori Swanson

Executive Director:

Howard J. Bicker

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St. Paul, MN 55103
(651) 296-3328
FAX (651) 296-9572
E-mail:
minn.sbi@state.mn.us.
www.sbi.state.mn.us.

An Equal Opportunity
Employer

Investment Authority

The assets of the Public Employees Retirement Association are invested under the direction and authority of the State Board of Investment (SBI) in accordance with Minnesota Statutes, Chapters 11A and 356A. The SBI is made up of the State Governor, State Auditor, Secretary of State, and the Attorney General. The Legislature has also established a 17-member Investment Advisory Council to advise the SBI and its staff on investment-related matters. The Executive Director of PERA is a permanent member of this Council.

Investment Policy

Investment policy states that the SBI will operate within standard investment practices of the prudent person. The SBI is to "exercise that degree of judgment and care, under circumstances then prevailing, which persons of prudence, discretion, and intelligence exercise in the management of their own affairs, not for speculation, but for investment, considering the probable safety of their capital as well as the probable income to be derived therefrom." The SBI is authorized to own government obligations, corporate obligations, various short-term obligations, corporate stocks, venture capital interests, mutual funds, resource investments, and real estate interests subject to specific parameters. Above all, pension fund assets are to be invested for the exclusive benefit of the members of the fund.

Investment Objectives

Pension fund assets are managed and accounted for separately in the Basic Funds and the Post Fund. The SBI reviews the performance of all the assets in the Combined Funds.

Pension contributions of PERA members are invested in the Basic Funds along with pension contributions from active members in seven other statewide retirement funds. PERA does not own any underlying assets, but instead owns a participation in these pooled Basic Funds. Because these assets normally accumulate in the Basic Funds for thirty to forty years, SBI's objective is to take advantage of the long investment time horizon offered by equities and alternative assets in order to meet its actuarial return target of 8.5 percent per year and ensure that sufficient funds are available to finance promised benefits at the time of retirement.

When a member retires, PERA transfers assets on behalf of the member to the Minnesota Post Retirement Investment Fund (MPRIF). The assets of the Post Fund, which include the eight plans which participate in the Basic Funds as well as the Legislative and Survivors Retirement Fund, finance monthly annuity payments paid to retirees. Investments in the Post Fund are generally invested a bit more conservatively, but still invest heavily in equities to take advantage of the 15-20 year time horizon associated with the length of time a typical retiree can be expected to draw benefits. The actuarial return target for the Post Fund is 6 percent.

The Combined Funds, while not existing under statute, represents the assets of both the active and retired public employees who participate in the defined benefit plans administered by PERA, the Minnesota

Investment Presentation

Investment returns were prepared using a time-weighted rate of return methodology based upon fair market values, net of investment expenses.

Howard Bicker
Executive Director
State Board of Investment

September 10, 2008

Investment Results

FUND PERFORMANCE

Fund	Rates of Return (Annualized)			
	<u>FY 2008</u>	<u>3-Year</u>	<u>5-Year</u>	<u>10-Year</u>
Basic Funds (Active Accounts)	-4.8%	8.3%	10.5%	5.8%
Basic Composite Market Index	-3.9	8.6	10.5	5.9
MPRIF Fund (Retiree Accounts)	-5.2%	7.9%	10.0%	5.6%
MPRIF Composite Market Index	-4.0	8.1	10.0	5.7
Combined Funds (Active/Retiree)*	-5.0%	8.1%	10.3%	5.7%
Combined Composite Market Index	-3.9	8.3	10.3	5.8

* Percentages are net of all management fees. Amounts include Basic and MPRIF funds.

Note: All composite indices are composed of the following market indicators, weighted according to asset allocation:

Domestic Stocks—Russell 3000 measures the performance of the largest 3,000 US companies;

Int'l. Stocks—Morgan Stanley Capital International All Country World Index measures equity market performance in the global developed and emerging markets. There are 47 countries included in this index. It does not include the United States;

Bonds—Lehman Bros. Aggregate Bond Index reflects the performance of the broad bond market for investment grade (Baa or higher) bonds, US Treasury and agency securities, and mortgage obligations with maturities greater than one year.

INVESTMENT RETURNS BY SECTOR

Performance of Asset Pools (Net of Fees)

	Rates of Return (Annualized)			
	<u>FY 2008</u>	<u>3-Year</u>	<u>5-Year</u>	<u>10-Year</u>
Domestic Stock Pool	-13.1%	4.3%	8.2%	2.8%
Russell 3000	-12.7	4.7	8.4	3.1
Bond Pool	4.3%	3.4%	3.8%	5.6%
Lehman Agg.	7.1	4.1	3.9	5.7
International Stock Pool	-6.6%	16.0%	18.8%	7.4%
MSCI ACWI Free ex US (net)	-6.4	15.8	19.0	7.3
Alternative Investments	13.4%	27.0%	24.9%	15.1%
Real Estate Pool (Equity Emphasis)	11.8%	19.1%	17.6%	12.8%
Private Equity Pool (Equity Emphasis)	11.1%	24.7%	25.1%	13.8%
Resource Pool (Equity Emphasis)	14.0%	48.4%	46.4%	23.7%
Yield Oriented Pool (Debt Emphasis)	22.1%	33.5%	25.8%	18.6%

Note: Investment returns were calculated using a time-weighted rate of return.

Asset Allocation

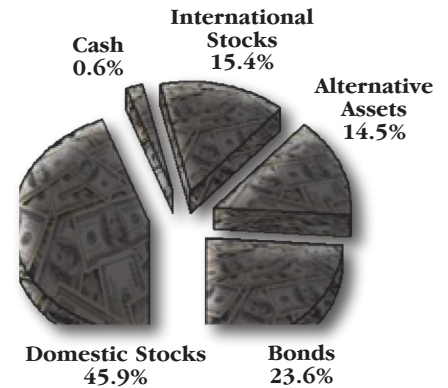
ASSET ALLOCATION (AT JUNE 30, 2008)*

Asset allocation will have a dominant effect on returns. SBI has focused considerable attention on the selection of the appropriate long-term asset allocation policy for the Basic and MPRIF funds.

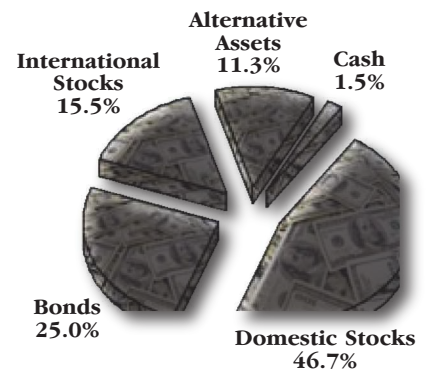
Investment Type	Basic Fund		MPRIF	
	Actual Asset Mix	Long-term Policy Target	Actual Asset Mix	Long-term Policy Target
Domestic Stocks	45.9%	45.0%	46.7%	45.0%
International Stocks	15.4	15.0	15.5	15.0
Bonds	23.6	24.0	25.0	25.0
Alternative Assets**	14.5	15.0	11.3	12.0
Cash	0.6	1.0	1.5	3.0
Total	100%	100%	100%	100%*

* Source: Minnesota State Board of Investment (SBI) FY2008 Annual Report.
 ** Alternative assets include real estate, venture capital and resource

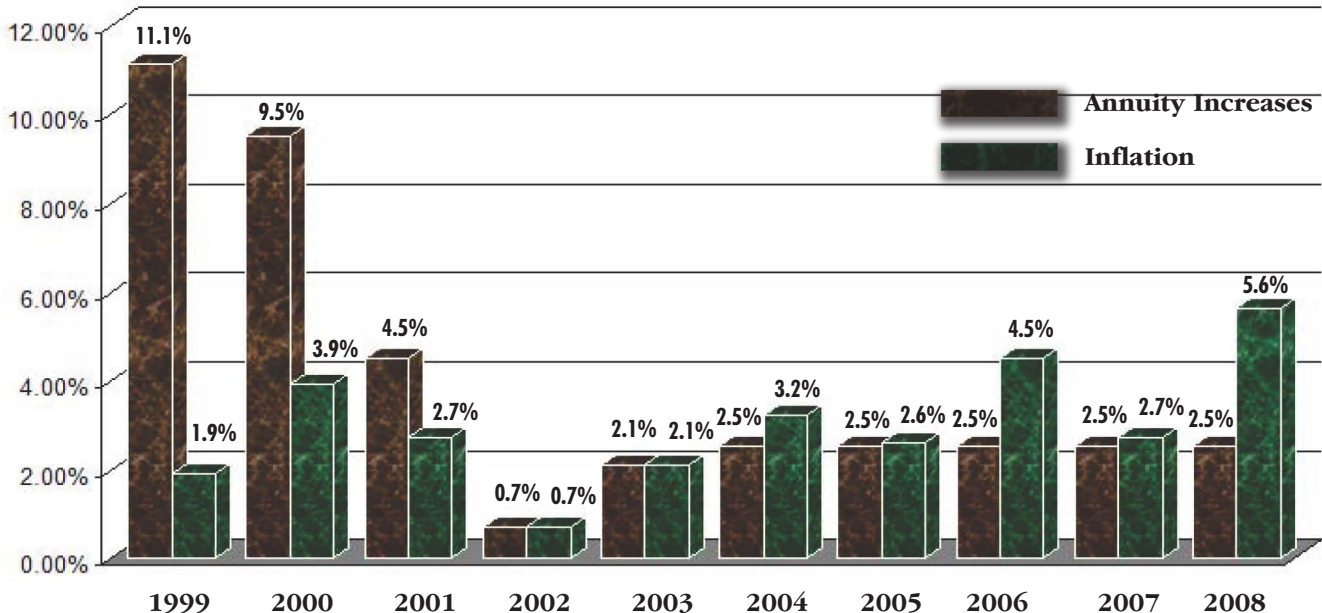
BASIC FUNDS



POST RETIREMENT INVESTMENT FUND



ANNUITY INCREASE VS. INFLATION (LAST 10 YEARS)



Increases awarded to PERA retirees under the MPRIF greatly outpaced inflation during the 1990s but have fallen short over the last five years. Increases and inflation are both measured as of June 30, the end of PERA's fiscal year.

List of Largest Assets Held

June 30, 2008

COMPOSITE OF TOP TEN EQUITY HOLDINGS (BY FAIR VALUE)

Security	Fair Value (In millions)	% of Portfolio
Exxon Mobil Corp.	\$256.0	1.42%
Microsoft Corp.	142.3	0.79
General Electric Co.	136.4	0.76
UBS Trumbull Property	124.0	0.69
Prime Property Fund Morgan	118.7	0.66
AT&T Inc.	116.8	0.65
ConocoPhillips	110.4	0.61
Procter & Gamble Co.	110.4	0.61
Chevron Corp.	104.3	0.58
Apple Inc.	98.8	0.55

COMPOSITE OF TOP TEN BOND HOLDINGS (BY FAIR VALUE)

Security	Coupon	Fair Value (In millions)	% of Portfolio
FNMA	5.00%	\$105.6	0.59%
FNMA	5.50	96.6	0.54
Bank of America Tri Party	2.30	58.5	0.32
United States Treasury Notes	3.50	45.8	0.25
Fed Hm Loan PC Pool	5.50	39.3	0.22
Federal Hm Loan Bank	2.86	35.1	0.19
Federal Hm Loan Mtg Disc Notes	1.97	35.1	0.19
FNMA	7.00	33.6	0.19
ING Tri Party	2.60	33.5	0.19
FNMA	5.00	31.7	0.18

PERA's assets are commingled in various pooled investment accounts administered by the State Board of Investment. PERA does not own specific values of the underlying assets. The percentages shown are those of the total pooled accounts. The fair value amounts are based on PERA's participation in SBI's Basic Funds and the Minnesota Post Retirement Investment Fund. Information on investment activity, a listing of specific investments owned by the pooled accounts and a schedule of fees and commissions can be obtained from the Minnesota State Board of Investment.

Investment Summary at Cost

For the Fiscal Year Ended June 30, 2008 (in thousands)

PUBLIC EMPLOYEES RETIREMENT FUND

Pooled Accounts	Cost June 30, 2007	Total Acquisitions	Total Dispositions	Cost June 30, 2008
Equity in MPRIF	\$ 7,121,507	\$ 1,118,956	\$ 790,960	\$ 7,449,503
External Domestic Equity	2,330,178	267,981	196,855	2,401,304
Passive Domestic Equity	908,371	90,541	8,706	990,206
Global Equity	942,655	137,532	68,897	1,011,290
Fixed Income	1,634,639	284,618	225,907	1,693,350
SBI Alternative Assets	672,012	261,199	69,436	863,775
Short-term Cash Equivalents	87,065	868,352	904,284	51,133
Total Pooled Accounts	<u>\$13,696,427</u>	<u>\$3,029,179</u>	<u>\$2,265,045</u>	<u>\$14,460,561</u>

PUBLIC EMPLOYEES POLICE AND FIRE FUND

Pooled Accounts	Cost June 30, 2007	Total Acquisitions	Total Dispositions	Cost June 30, 2008
Equity in MPRIF	\$ 2,542,686	\$ 363,028	\$ 247,631	\$ 2,658,083
External Domestic Equity	1,048,902	117,433	100,206	1,066,129
Passive Domestic Equity	417,015	35,632	6,131	446,516
Global Equity	422,072	57,428	33,453	446,047
Fixed Income	727,969	123,560	106,669	744,860
SBI Alternative Assets	298,818	109,479	30,878	377,419
Short-term Cash Equivalents	39,072	270,751	287,466	22,357
Total Pooled Accounts	<u>\$ 5,496,534</u>	<u>\$1,077,311</u>	<u>\$ 812,434</u>	<u>\$ 5,761,411</u>

PUBLIC EMPLOYEES CORRECTIONAL FUND

Pooled Accounts	Cost June 30, 2007	Total Acquisitions	Total Dispositions	Cost June 30, 2008
Equity in MPRIF	\$ 7,738	\$ 3,797	\$ 857	\$ 10,678
External Domestic Equity	50,897	10,183	2,435	58,645
Passive Domestic Equity	21,628	4,835	0	26,463
Global Equity	21,635	5,891	1,344	26,182
Fixed Income	37,541	10,631	4,981	43,191
SBI Alternative Assets	15,767	8,578	1,691	22,654
Short-term Cash Equivalents	3,662	44,583	45,251	2,994
Total Pooled Accounts	<u>\$ 158,868</u>	<u>\$ 88,498</u>	<u>\$ 56,559</u>	<u>\$ 190,807</u>

Investment Summary at Fair Value

For the Fiscal Year Ended June 30, 2008 (in thousands)

PUBLIC EMPLOYEES RETIREMENT FUND

Pooled Accounts	Fair Value June 30, 2007	Fair Value June 30, 2008	Percent of Portfolio
Equity in MPRIF	\$ 6,606,806	\$ 6,015,383	47%
External Domestic Equity	2,389,525	2,063,247	16
Passive Domestic Equity	1,139,485	1,030,010	8
Global Equity	1,158,388	1,040,200	8
Fixed Income	1,579,947	1,598,410	13
SBI Alternative Assets	766,626	962,257	8
Short-term Cash Equivalent	87,065	51,133	0
Total Pooled Accounts	<u>\$13,727,842</u>	<u>\$12,760,640</u>	<u>100%</u>

PUBLIC EMPLOYEES POLICE AND FIRE FUND

Pooled Accounts	Fair Value June 30, 2007	Fair Value June 30, 2008	Percent of Portfolio
Equity in MPRIF	\$ 2,358,901	\$ 2,146,850	42%
External Domestic Equity	1,061,022	904,602	18
Passive Domestic Equity	506,432	451,415	9
Global Equity	514,630	455,945	9
Fixed Income	701,251	700,779	14
SBI Alternative Assets	341,220	421,505	8
Short-term Cash Equivalents	39,072	22,356	0
Total Pooled Accounts	<u>\$5,522,528</u>	<u>\$ 5,103,452</u>	<u>100%</u>

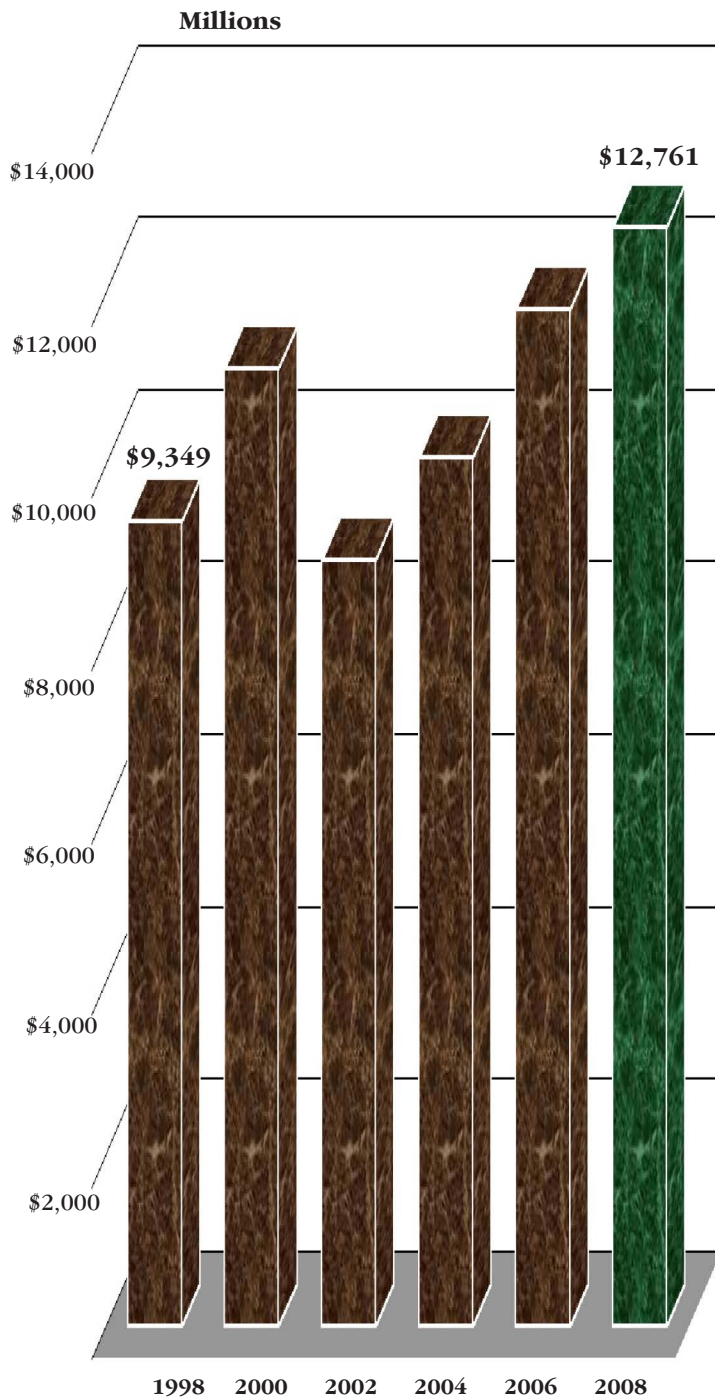
PUBLIC EMPLOYEES CORRECTIONAL FUND

Pooled Accounts	Fair Value June 30, 2007	Fair Value June 30, 2008	Percent of Portfolio
Equity in MPRIF	\$ 7,019	\$ 8,400	5%
External Domestic Equity	55,200	53,024	29
Passive Domestic Equity	26,309	26,450	14
Global Equity	26,752	26,719	15
Fixed Income	36,506	41,076	22
SBI Alternative Assets	17,689	24,683	13
Short-term Cash Equivalents	3,662	2,994	2
Total Pooled Accounts	<u>\$ 173,137</u>	<u>\$ 183,346</u>	<u>100%</u>

Fair Value of Investments

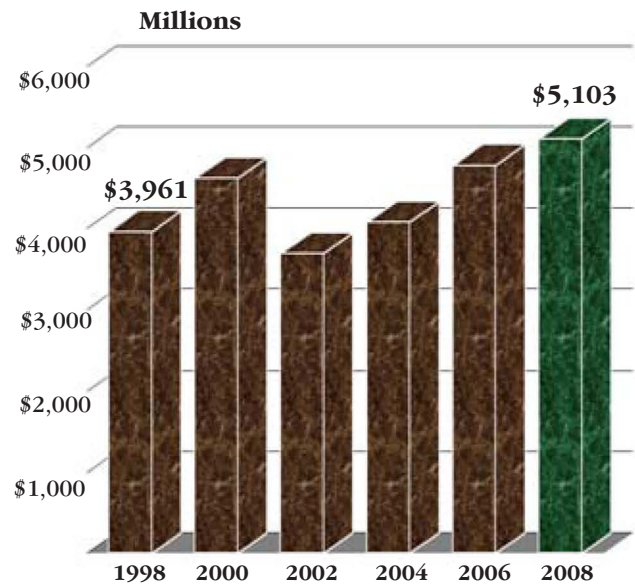
Last 10 Years

PUBLIC EMPLOYEES RETIREMENT FUND*



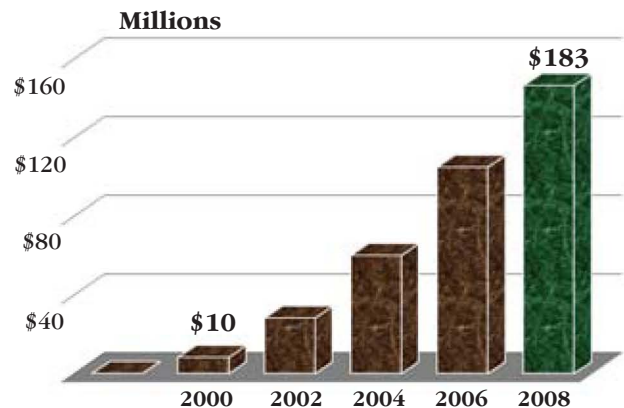
Over the past 10 years, the value of investments of the Public Employees Retirement Fund has grown from \$9.3 billion to \$12.7 billion.

POLICE AND FIRE FUND*



Fair value of Police and Fire Fund investments increased from \$4.0 billion in 1998 to \$5.1 billion in 2008.

PUBLIC EMPLOYEES CORRECTIONAL FUND*



Created in 1999, the Public Employees Correctional Fund now has investments valued at \$183 million.

* Charts indicate value of both Active and MPRIF holdings.

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Actuary's Certification Letter

Summary of Actuarial Assumptions and Methods

Sample Annual Rates Per 10,000 Employees

Determination of Actuarial Value of Assets

Solvency Test

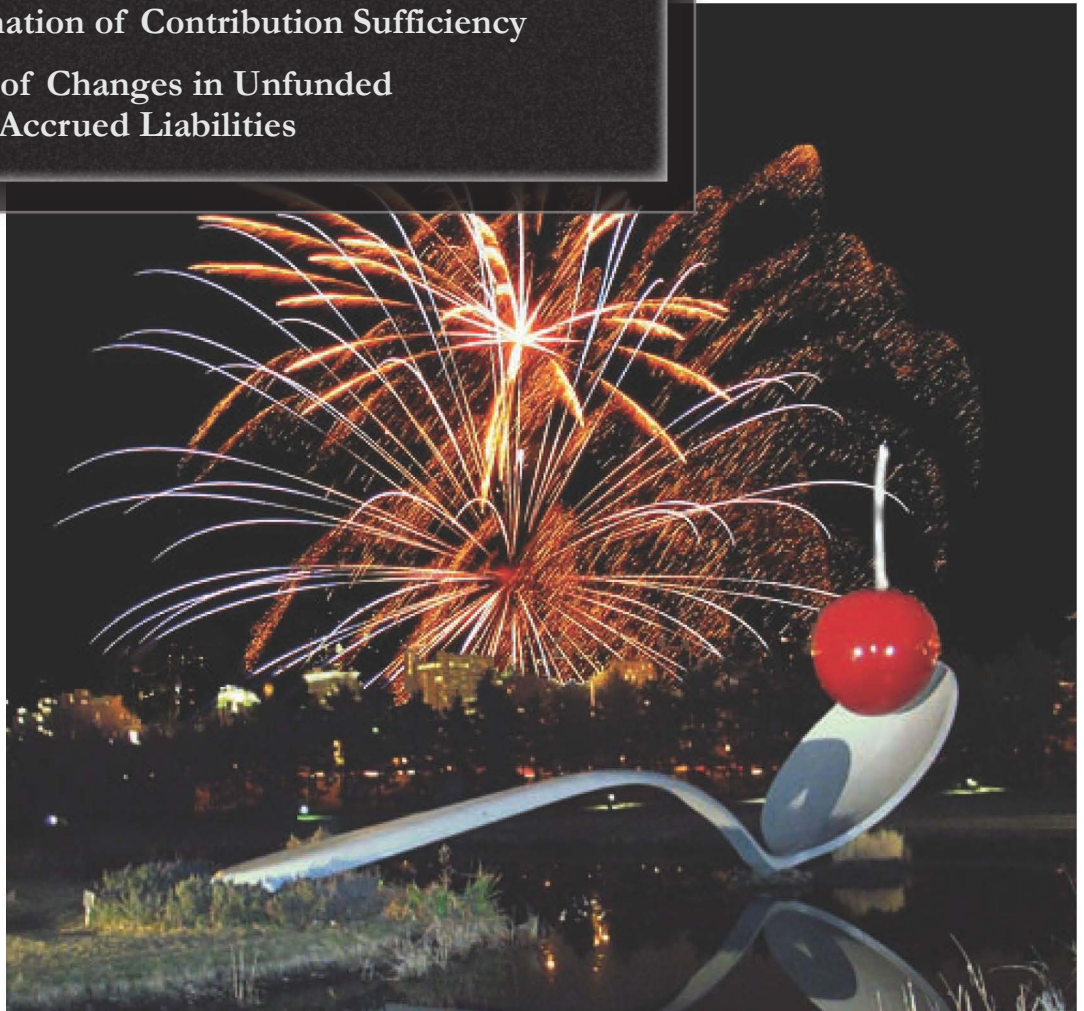
Schedule of Active Member Valuation Data

Schedule of Retirees and Beneficiaries

Determination of Contribution Sufficiency

**Schedule of Changes in Unfunded
Actuarial Accrued Liabilities**

Minnesota Sesquicentennial 1858-2008



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Actuary's Certification Letter



MERCER

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December 10, 2008

Board of Trustees
Public Employees Retirement
Association of Minnesota
60 Empire Drive, Suite 200
St. Paul, Minnesota 55103-2088

Members of the Board:

We have completed our annual actuarial valuation of the Public Employees Retirement Association of Minnesota to test how well the fundamental financing objectives are being achieved and to determine the actuarial status of the Public Employees Retirement Fund (PERF), the Public Employees Police and Fire Fund (PEPFF), and the Public Employees Correctional Fund (PECF) as of June 30, 2008.

The fundamental financing objectives of the funds are to establish contribution rates which, when expressed as a percentage of active member payroll, will remain approximately level from generation to generation and meet the required deadline for full funding.

The results of the valuation indicate that the PERF is 73.60% funded, and the contribution rates are deficient by 1.59% of payroll to meet the target of full funding by 2031. The PEPFF is 88.42% funded, and the contributions are deficient by 5.91% of payroll to meet the 2038 full funding target. The PECF is 100.19% funded, and the contribution rates are 1.08% of payroll higher than what is necessary for that fund to remain fully funded by 2023.

The actuarial valuation was based upon applicable GASB 25 and 50 pronouncements, statutory provisions, and the Standards for Actuarial Work in effect on July 1, 2008. In the aggregate, the basic financial and membership data provided to us as of June 30, 2008 by the association office appears reasonable in comparison to last year, and we have relied upon the data as submitted in performing the actuarial valuation and preparing trend data schedules. It is our understanding that the data has subsequently been audited with no significant changes made. We are responsible for providing the numbers for each of the supporting schedules in the Actuarial section of PERA's comprehensive annual financial report. We are also responsible for preparing both of the Required Supplementary Information schedules found in the Financial section of this annual report.

Consulting. Outsourcing. Investments.

The three valuations were performed by using the actuarial cost methods and actuarial assumptions that are described in a separate table of this report. The actuarial cost method and the assumptions related to asset valuation, investment return, earnings progression and active member payroll growth are specified by state statute. All other assumptions are based on actual experience with changes recommended by the actuary, adopted by the PERA Board and approved by the Legislative Commission on Pensions and Retirement.

Several actuarial assumptions were changed this year. For all three plans, the payroll growth assumption was lowered from 6.0% to 4.5% per year. Salary increase assumptions were adjusted in the PERF and the PEPFF. Retirement rates were adjusted slightly in the PERF. The full funding date for the PEPFF was moved from 2020 to 2038.

We are not aware of any direct or material indirect financial interest or relationship, including investments or other services that could create a conflict of interest, that would impair the objectivity of our work.

We certify that to the best of our knowledge and belief, this actuarial valuation was performed in accordance with the requirements of Minnesota Statutes Section 356.215, and the requirements of the Standards for Actuarial Work.

Stephen T. McElhane
FSA, EA, MAAA

Bonita J. Wurst
ASA, EA, MAAA

Summary of Actuarial Assumptions and Methods

PUBLIC EMPLOYEES RETIREMENT FUND

Actuarial Cost Method	Entry Age Normal, with costs allocated as a level percentage of payroll. Actuarial gains (losses) reduce (increase) the unfunded actuarial accrued liability.*
Actuarial Assumptions	
1. Mortality	
a. Active	1983 GAM Mortality Table set back 8 years for males and 7 years for females.†††
b. Retired	1983 GAM Mortality Table set back 1 year.††††
c. Disabled	1965 Railroad Workers Select Mortality Table through age 54. 1983 GAM Table set back 1 year after age 64. Graded rates from age 55 to 64.†††
2. Retirement Age	Age related table from age 55 to 70.##
3. Disability	Graded rates.†††
4. Termination	Select & Ultimate Table with select rates applicable to the first 3 years of employment.††††
5. Allowance for Expenses	Prior year expenses expressed as a percentage of prior year payroll.***
6. Earnings Progression	Select & Ultimate Table incorporating a 3.0% base inflation assumption.##
7. Active Member Payroll Growth	4.5% per year.##
8. Investment Return	8.5% compounded annually, pre-retirement.** 6.0% compounded annually, post-retirement.†
Asset Valuation Method	
a. Active Fund	Fair market value smoothed over 5 years.†††
b. MPRIF	Fair market value #

PUBLIC EMPLOYEES POLICE & FIRE FUND

Actuarial Cost Method	Entry Age Normal, with costs allocated as a level percentage of payroll. Actuarial gains (losses) reduce (increase) the unfunded actuarial accrued liability.*
Actuarial Assumptions	
1. Mortality	
a. Active	1983 GAM Mortality Table set back 6 years.‡
b. Retired	1983 GAM Mortality Table set back 1 year.‡
c. Disabled	1965 Railroad Workers Select Mortality Table through age 40. 1983 GAM set back 1 year after age 59. Graded rates from age 41 to 59.‡
2. Retirement Age	Age related table from age 50 to 70.‡
3. Disability	Graded rates.‡
4. Termination	Select & Ultimate Table with select rates applicable to the first 3 years of employment.‡
5. Allowance for Expenses	Prior year expenses expressed as a percentage of prior year payroll.***
6. Earnings Progression	Age related table which incorporates a 3% base inflation assumption.##
7. Active Member Payroll Growth	4.5% per year.##
8. Investment Return	8.5% compounded annually, pre-retirement.** 6.0% compounded annually, post-retirement.†
Asset Valuation Method	
a. Active Fund	Market value smoothed over 5 years.†††
b. MPRIF	Fair market value #

Adoption Dates

* 1960 † 1997 ††† 2000 ‡ 2003 ## 2008
 ** 1989 †† 1999 †††† 2002 # 2007

PUBLIC EMPLOYEES CORRECTIONAL FUND

Actuarial Cost Method Entry Age Normal, with costs allocated as a level percentage of payroll. Actuarial gains (losses) reduce (increase) the unfunded actuarial accrued liability.*

Actuarial Assumptions

1. Mortality	
a. Active	1983 GAM Mortality Table set back 1 year for males.††
b. Retired	1983 GAM Mortality Table set forward 2 years for retirees.††
c. Disabled	Graded rates.††
2. Retirement Age	Age related table from age 50 to 70.††
3. Disability	Graded rates.††
4. Termination	Graded rates.††
5. Allowance for Expenses	Prior year expenses expressed as a percentage of prior year payroll.††
6. Earnings Progression	Age related table incorporating a 3.0% base inflation assumption.##
7. Active Member Payroll Growth	4.5% per year.##
8. Investment Return	8.5% compounded annually, preretirement.†† 6.0% compounded annually, post-retirement.††
Asset Valuation Method	
a. Active Fund	Fair market value smoothed over 5 years.†††
b. MPRIF	Fair Market Value#

Adoption Dates

* 1960 † † 1999 † † † 2000 # 2007 ## 2008

OTHER ASSUMPTIONS

Salary Increases

PERF uses Select Table for first 5 years— $[0.6\% \times (5-T)]$ where T is completed years of service—added to the ultimate rate.

Separation

PERF uses Select Table for first three years.

<u>Year</u>	<u>Percent</u>	<u>Year</u>	<u>Percent</u>	<u>Year</u>	<u>Percent</u>
1	40%	2	15%	3	10%

PEPFF also uses Select Table for first three years.

<u>Year</u>	<u>Percent</u>	<u>Year</u>	<u>Percent</u>	<u>Year</u>	<u>Percent</u>
1	3.50%	2	3.50%	3	3.50%

Family Composition

85% of males and 65% of female members are married. Female is four years younger than male.

Special Consideration

Married members are assumed to elect the following forms of annuities:

PUBLIC EMPLOYEES RETIREMENT FUND

<u>Gender</u>	<u>Benefit Option (% chosen)</u>				
	<u>Single-life</u>	<u>25%</u>	<u>50%</u>	<u>75%</u>	<u>100%</u>
Male	30%	10%	20%	10%	30%
Female	70	5	5	5	15

PUBLIC EMPLOYEES POLICE AND FIRE FUND

<u>Gender</u>	<u>Benefit Option (% chosen)</u>				
	<u>Single-life</u>	<u>25%</u>	<u>50%</u>	<u>75%</u>	<u>100%</u>
Male	15%		40%		45%
Female	70		15		15

PUBLIC EMPLOYEES CORRECTIONAL FUND

<u>Gender</u>	<u>Benefit Option (% chosen)</u>				
	<u>Single-life</u>	<u>25%</u>	<u>50%</u>	<u>75%</u>	<u>100%</u>
Male	50%		25%		25%
Female	90		5		5

Actuarial Tables

Sample Annual Rates per 10,000 Employees, June 30, 2008

PUBLIC EMPLOYEES RETIREMENT FUND

Age	Mortality		Disability		Termination		Salary Increase
	Male	Female	Male	Female	Male	Female	
20	3	1	1	1	840	840	5.40%
25	3	2	1	1	690	690	5.40%
30	4	2	2	2	540	540	5.20%
35	5	3	5	4	390	420	5.00%
40	7	4	9	6	300	350	4.80%
45	10	6	14	9	250	300	4.60%
50	15	8	23	16	200	250	4.40%
55	28	14	49	26	-	-	4.20%
60	48	21	82	46	-	-	4.00%
65	71	35	-	-	-	-	4.00%
70	111	58	-	-	-	-	4.00%

PUBLIC EMPLOYEES POLICE AND FIRE FUND

Age	Mortality		Disability		Termination		Salary Increase
	Male	Female	Male	Female	Male	Female	
20	3	1	11	11	601	601	11.00%
25	4	2	13	13	324	324	9.00%
30	4	2	16	16	190	190	7.50%
35	6	3	19	19	146	146	6.50%
40	8	4	29	29	126	126	5.50%
45	11	6	54	54	91	91	5.00%
50	19	9	104	104	50	50	4.75%
55	35	15	203	203	11	11	4.75%
60	57	23	-	-	-	-	4.75%
65	84	38	-	-	-	-	4.75%
70	139	64	-	-	-	-	4.75%

PUBLIC EMPLOYEES CORRECTIONAL PLAN

Age	Mortality		Disability		Termination		Salary Increase
	Male	Female	Male	Female	Male	Female	
20	4	2	4	4	2,400	1,600	7.25%
25	4	3	6	6	1,470	1,420	7.00%
30	6	3	8	8	910	1,350	7.00%
35	8	5	11	11	600	1,290	7.00%
40	11	7	18	18	440	1,040	6.50%
45	19	10	29	29	340	640	5.75%
50	35	16	50	50	240	470	5.50%
55	57	25	88	88	140	330	5.25%
60	84	42	141	141	-	-	5.25%
65	129	71	-	-	-	-	5.25%
70	248	124	-	-	-	-	5.25%

Determination of Actuarial Value of Assets

As of June 30, 2008 (in thousands)

PUBLIC EMPLOYEES RETIREMENT FUND

Fair value of assets available for benefits(a) \$ 12,770,183

Calculation of unrecognized return	Original Amount	% Not Recognized	Unrecognized Return
Year ended June 30, 2008	\$(941,039)	80%	\$(752,831)
Year ended June 30, 2007	604,970	60%	362,982
Year ended June 30, 2006	211,694	40%	84,678
Year ended June 30, 2005	131,918	20%	<u>26,384</u>
Total unrecognized return (b)			\$ (278,787)

Actuarial value of assets (a-b) \$13,048,970

PUBLIC EMPLOYEES POLICE AND FIRE FUND

Fair value of assets available for benefits(a) \$ 5,110,823

Calculation of unrecognized return	Original Amount	% Not Recognized	Unrecognized Return
Year ended June 30, 2008	\$(416,143)	80%	\$(332,914)
Year ended June 30, 2007	270,763	60%	162,458
Year ended June 30, 2006	93,192	40%	37,277
Year ended June 30, 2005	54,937	20%	<u>10,987</u>
Total unrecognized return (b)			\$ (122,192)

Actuarial value of assets (a-b) \$ 5,233,015

PUBLIC EMPLOYEES CORRECTIONAL PLAN

Fair value of assets available for benefits(a) \$ 183,815

Calculation of unrecognized return	Original Amount	% Not Recognized	Unrecognized Return
Year ended June 30, 2008	\$(23,619)	80%	\$(18,895)
Year ended June 30, 2007	13,050	60%	7,830
Year ended June 30, 2006	3,875	40%	1,550
Year ended June 30, 2005	1,967	20%	<u>393</u>
Total unrecognized return (b)			\$ (9,122)

Actuarial value of assets (a-b) \$ 192,937

Solvency Test

Last Six Years (in Thousands)

PUBLIC EMPLOYEES RETIREMENT FUND

Valuation Date	Actuarial Accrued Liability For:			Valuation Assets	Portion of Accrued Liabilities Covered by Valuation Assets		
	Active Member Contribution (1)	Current Retirees and Beneficiaries(2)	Active Members (Employer Financed) Portion (3)		1	2	3
6-30-03	\$1,734,500	\$7,168,247	\$4,873,451	\$11,195,902	100%	100%	47.1%
6-30-04	1,603,208	7,959,035	5,397,222	11,477,961	100	100	35.5
6-30-05	1,721,748	8,434,791	5,736,016	11,843,936	100	100	29.4
6-30-06	1,841,423	8,867,326	6,029,008	12,495,207	100	100	29.6
6-30-07	1,974,734	9,374,533	6,356,360	12,985,324	100	100	25.7
6-30-08	2,109,827	9,826,846	5,793,174	13,048,970	100	100	19.2

PUBLIC EMPLOYEES POLICE AND FIRE FUND

Valuation Date	Actuarial Accrued Liability For:			Valuation Assets	Portion of Accrued Liabilities Covered by Valuation Assets		
	Active Member Contribution (1)	Current Retirees and Beneficiaries(2)	Active Members (Employer Financed) Portion (3)		1	2	3
6-30-03	\$ 343,817	\$2,605,846	\$1,441,290	\$4,713,606	100%	100%	122.4%
6-30-04	342,112	2,725,088	1,624,990	4,746,834	100	100	103.4
6-30-05	359,984	2,864,556	1,731,800	4,814,961	100	100	91.8
6-30-06	382,955	2,999,598	1,878,011	5,017,951	100	100	87.1
6-30-07	404,434	3,333,906	1,931,007	5,198,922	100	100	75.6
6-30-08	440,786	3,513,091	1,964,184	5,233,015	100	100	65.1

PUBLIC EMPLOYEES CORRECTIONAL FUND

Valuation Date	Actuarial Accrued Liability For:			Valuation Assets	Portion of Accrued Liabilities Covered by Valuation Assets		
	Active Member Contribution (1)	Current Retirees and Beneficiaries(2)	Active Members (Employer Financed) Portion (3)		1	2	3
6-30-03	\$ 20,661	\$ 12,321	\$ 29,560	\$ 56,487	100%	100%	79.5%
6-30-04	23,610	17,241	44,842	75,918	100	100	78.2
6-30-05	28,635	23,141	57,150	98,156	100	100	81.2
6-30-06	33,774	30,695	68,837	125,776	100	100	89.1
6-30-07	38,697	41,560	81,912	159,548	100	100	96.8
6-30-08	44,596	55,875	92,101	192,937	100	100	100.4

Schedule of Active Members Valuation Data

Last Six Years

PUBLIC EMPLOYEES RETIREMENT FUND

Valuation Date	Number	Valuation * Payroll	Annual Average Pay	% Increase in Average Pay
6-30-03	140,066	\$3,978,000,000	\$28,398	5.0%
6-30-04	138,164	4,220,503,000	30,547	7.6
6-30-05	142,303	4,530,883,000	31,840	4.2
6-30-06	144,244	4,703,895,000	32,611	2.4
6-30-07	146,226	4,957,790,000	33,905	4.0
6-30-08	143,562	4,952,751,000	34,499	1.8

PUBLIC EMPLOYEES POLICE AND FIRE FUND

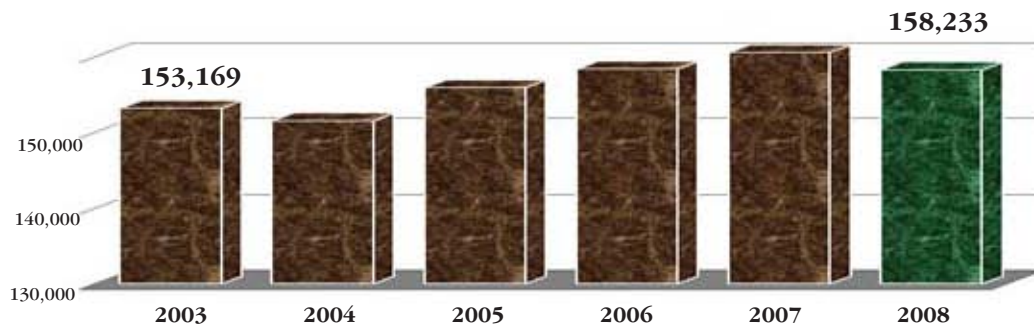
Valuation Date	Number	Valuation * Payroll	Annual Average Pay	% Increase in Average Pay
6-30-03	9,948	\$ 546,533,000	\$54,939	7.4%
6-30-04	10,055	593,949,000	59,070	7.5
6-30-05	10,235	625,807,000	61,144	3.5
6-30-06	10,591	668,088,000	63,081	3.2
6-30-07	10,720	699,841,000	65,284	3.5
6-30-08	10,961	746,743,000	68,127	4.4

PUBLIC EMPLOYEES CORRECTIONAL FUND

Valuation Date	Number	Valuation * Payroll	Annual Average Pay	% Increase in Average Pay
6-30-03	3,155	\$109,456,000	\$34,693	12.5%
6-30-04	3,251	120,511,000	37,069	6.8
6-30-05	3,352	129,231,000	38,554	4.0
6-30-06	3,531	141,083,000	39,956	3.6
6-30-07	3,566	148,794,000	41,726	4.4
6-30-08	3,710	163,937,000	44,188	5.9

* Payroll is based on salary at the end of the fiscal year, not on actual payroll during the year as shown in the financial section

RETIREMENT FUND ACTIVE MEMBERS



The number of active employees participating in PERA's three defined benefit plans has increased 3 percent since 2003.

Schedule of Retirees and Beneficiaries

Last Six Years

PUBLIC EMPLOYEES RETIREMENT FUND

Year Ended	Added to Rolls		Removed from Rolls		Year-End Total		% Change in Annual Allowances	Average Annual Allowances
	Number Added	Annual Allowances*	Number Removed	Annual Allowances*	Number	Annual Allowances		
6-30-03	3,533		1,848		52,563	\$642,269,000	2.1%	\$12,219
6-30-04	4,060		2,003		54,620	690,178,000	7.5	12,636
6-30-05	3,868	\$32,856,000	1,838	\$2,063,000	56,650	720,971,000	4.5	12,727
6-30-06	4,317	36,537,000	1,889	2,176,000	59,078	755,332,000	4.8	12,785
6-30-07	4,374	40,320,000	2,016	2,343,000	61,436	793,309,000	5.0	12,913
6-30-08	4,552	44,106,000	2,108	2,269,000	63,880	835,146,000	5.3	13,074

PUBLIC EMPLOYEES POLICE AND FIRE FUND

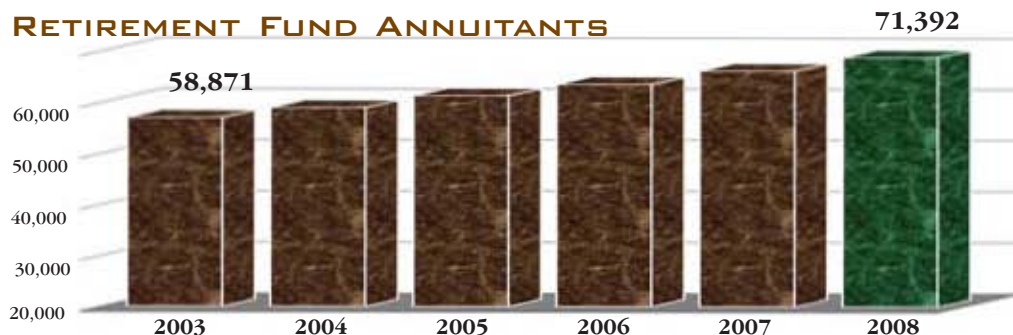
Year Ended	Added to Rolls		Removed from Rolls		Year-End Total		% Change in Annual Allowances	Average Annual Allowances
	Number Added	Annual Allowances*	Number Removed	Annual Allowances*	Number	Annual Allowances		
6-30-03	406		169		6,208	\$229,405,000	4.9%	\$36,953
6-30-04	406		183		6,431	243,458,000	6.1	37,857
6-30-05	394	\$10,165,000	210	\$574,000	6,615	253,049,000	3.9	38,254
6-30-06	393	13,535,000	207	632,000	6,801	265,952,000	5.1	39,105
6-30-07	428	17,754,000	197	578,000	7,032	283,128,000	6.5	40,263
6-30-08	361	18,431,000	199	631,000	7,194	300,928,000	6.3	41,830

PUBLIC EMPLOYEES CORRECTIONAL FUND

Year Ended	Added to Rolls		Removed from Rolls		Year-End Total		% Change in Annual Allowances	Average Annual Allowances
	Number Added	Annual Allowances*	Number Removed	Annual Allowances*	Number	Annual Allowances		
6-30-03	43		6		100	\$ 621,000	64.8%	\$ 6,215
6-30-04	40		1		139	911,000	46.0	6,552
6-30-05	43	\$217,000	2	\$1,000	180	1,127,000	23.7	6,261
6-30-06	48	343,000	5	4,000	223	1,466,000	30.1	6,575
6-30-07	57	490,000	5	3,000	275	1,953,000	33.2	7,102
6-30-08	47	427,000	4	4,000	318	2,376,000	21.6	7,471

* Annual allowances for additions and subtractions unavailable before 6/30/05.

RETIREMENT FUND ANNUITANTS



The number of annuitants from PERA's three defined benefit plans has increased at an annualized rate of 4 percent since 2003.

Determination of Contribution Sufficiency

As of June 30, 2008 (in thousands)

PUBLIC EMPLOYEES RETIREMENT FUND*

Statutory Contributions—M.S. Chapter 353	<u>Percent of Payroll</u>	<u>Dollar Amount</u>
Employee Contributions	6.00%	\$ 297,220
Employer Contributions	<u>6.63%</u>	<u>328,211</u>
Total (a)	12.63%	\$625,431
Actuarially Required Contributions—M.S. Chapter 356		
Normal Cost		
Retirement	5.74%	\$ 284,095
Disability	0.37%	18,318
Death	0.12%	6,002
Withdrawal	<u>1.51%</u>	<u>74,696</u>
Total	7.74%	\$ 383,111
Amortization of Supplemental Contribution (UALL)	6.29%	311,528
Allowance for Administrative Expenses	<u>0.19%</u>	<u>9,410</u>
Total (b)	14.22%	\$704,049
Contribution Sufficiency(Deficiency) (a - b)	<u>-1.59%</u>	<u>\$(78,618)</u>

PUBLIC EMPLOYEES POLICE AND FIRE FUND*

Statutory Contributions—M.S. Chapter 353	<u>Percent of Payroll</u>	<u>Dollar Amount</u>
Employee Contributions	9.00%	\$ 67,207
Employer Contributions	<u>13.50%</u>	<u>100,810</u>
Total (a)	22.50%	\$168,017
Actuarially Required Contributions—M.S. Chapter 356		
Normal Cost		
Retirement	16.93%	\$126,430
Disability	3.75%	28,027
Death	0.89%	6,611
Withdrawal	<u>1.50%</u>	<u>11,205</u>
Total	23.07%	\$172,273
Amortization of Supplemental Contribution (UALL)	5.23%	39,055
Allowance for Administrative Expenses	<u>0.11%</u>	<u>821</u>
Total (b)	28.41%	\$212,149
Contribution Sufficiency(Deficiency) (a - b)	<u>-5.91%</u>	<u>\$(44,132)</u>

PUBLIC EMPLOYEES CORRECTIONAL FUND*

Statutory Contributions—M.S. Chapter 353	<u>Percent of Payroll</u>	<u>Dollar Amount</u>
Employee Contributions	5.83%	\$ 9,558
Employer Contributions	<u>8.75%</u>	<u>14,344</u>
Total (a)	14.58%	\$ 23,902
Actuarially Required Contributions—M.S. Chapter 356		
Normal Cost		
Retirement	8.69%	\$ 14,249
Disability	1.92%	3,145
Death	0.39%	642
Withdrawal	<u>2.37%</u>	<u>3,882</u>
Total	13.37%	\$ 21,918
Amortization of Supplemental Contribution (UALL)	-0.01%	(16)
Allowance for Administrative Expenses	<u>0.14%</u>	<u>229</u>
Total (b)	13.50%	\$ 22,131
Contribution Sufficiency(Deficiency) (a - b)	<u>1.08%</u>	<u>\$ 1,771</u>

* Projected annual payroll for fiscal year beginning July 1, 2008:
 PERF — \$4,952,751 PEPFF — \$746,743 PECF — \$163,937

Schedule of Changes in Unfunded Actuarial Accrued Liabilities (UAAL)

For the Fiscal Year Ended June 30, 2008 (in thousands)

	PERF	PEPFF	PECF
A. UAAL at Beginning of Year (7/1/07)	\$4,720,303	\$470,425	\$ 2,621
B. Change Due to Interest Requirements and Current Rate of Funding			
1. Normal Cost and Expenses	394,908	156,074	18,198
2. Contributions	(583,311)	(145,282)	(22,310)
3. Interest on A, B1 and B2	<u>393,219</u>	<u>40,445</u>	<u>48</u>
C. Expected UAAL at End of Year (A+B)	\$4,925,119	\$521,662	\$(1,443)
D. Increase (Decrease) Due to Actuarial Losses (Gains) Because of Experience Deviations from Expected			
1. Salary Increases. If there are smaller salary increases than assumed, there is a gain; if larger, a loss.	(26,366)	(28,253)	(341)
2. Investment Return. If there is greater investment return than assumed, there is a gain; if less, a loss.	758,806	249,139	311
3. MPRIF Mortality. If Post Fund annuitants live longer than assumed, there is a loss; if not as long, a gain.	(41,757)	39,323	(399)
4. Mortality of Other Benefit Recipients. If other benefit recipients live longer than assumed, there is a loss; if less, there is a gain	584	1,899	18
5. Other Items. Miscellaneous gains and losses resulting from salary increases, mortality, withdrawal, etc.	<u>(580,869)</u>	<u>(79,796)</u>	<u>1,489</u>
E. UAAL at End of Year Before Plan Amendments and changes in Actuarial Assumption (C+D)	\$5,035,517	\$703,974	\$ (365)
F. Change in UAAL Due to Change in Asset Valuation Method	0	28,204	0
G. Change in UAAL Due to Change in Plan Provisions	<u>(354,640)</u>	<u>(47,132)</u>	<u>0</u>
H. UAAL at End of Year 6/30/07 (E+F+G)	<u>\$4,680,877</u>	<u>\$685,046</u>	<u>\$ (365)</u>

Introduction

Schedule of Changes in Net Assets

Benefits and Refunds by Type

Revenues and Expenses

Summary of Membership

Active Members by Age and Service

**Schedule of New Retirees and
Initial Benefit Paid**

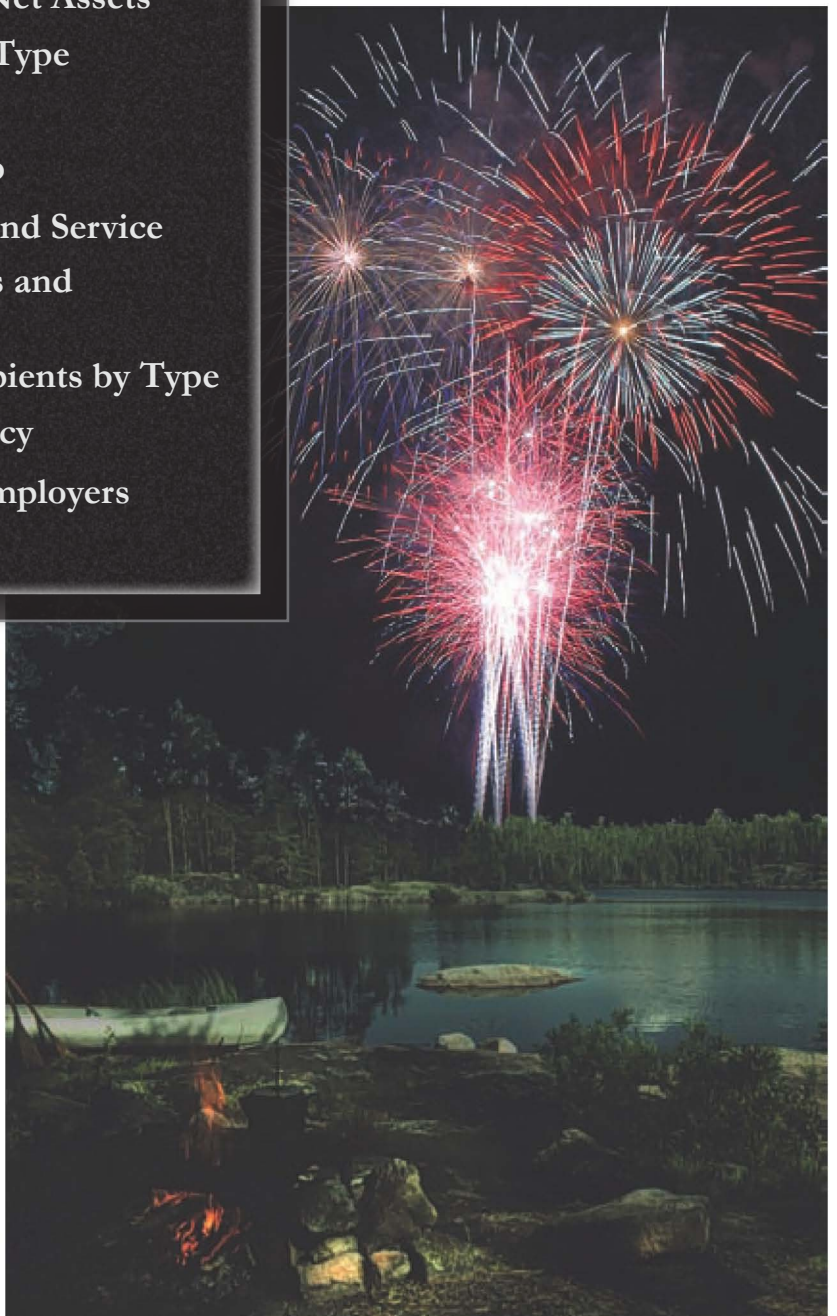
Schedule of Benefit Recipients by Type

PERA Annuitant Residency

Principal Participating Employers

Participating Employers

Minnesota Sesquicentennial 1858-2008



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Introduction



Public Employees Retirement Association of Minnesota
60 Empire Drive, Suite 200
Saint Paul, Minnesota 55103-2088
Member Information Services: 651-296-7460 or 1-800-652-9026
Employer Response Lines: 651-296-3636 or 1-888-892-7372
PERA Fax Number: 651-297-2547
PERA Website: www.mnpera.org



December 1, 2008

GASB Statement No. 44, Economic Condition Reporting: The Statistical Section, was issued in May 2004. The statement establishes requirements related to the supplementary information presented in the Statistical Section of this report. The objective of the information found in the Statistical Section is to provide financial statement users with additional historical perspective, context, and detail. We hope that when used in conjunction with information found in previous sections of this report, readers will gain a better understanding of PERA's overall financial condition.

Financial Information

The Schedule of Changes in Net Assets is presented for the last 10 years, giving the reader an opportunity to review trends in the revenues and expenses of our defined benefit plans. Benefits and refunds are then broken down by type. The Revenues and Expenses graph on page 62 shows that two thirds of our revenue has come from investment income over the past 20 years.

Plan Membership

Membership data for the past ten years can be found on page 63. Active membership has increased 7 percent during that time period, while the number of benefit recipients has increased 41 percent and the number of terminated vested members has increased 212 percent. The graphs on page 64 show the distribution of our active membership as of 6/30/08.

Information about our benefit recipients is provided on pages 65 through 71, including monthly benefit amounts, types of benefits, benefit options, and location of benefit recipients.

Employers

The rest of this section provides information about the employers who participate in PERA.

All non-accounting data is derived from PERA's internal sources.

A handwritten signature in black ink that reads 'David Bergenge'.

Assistant Executive Director,
Finance and IS

Schedule of Changes in Net Assets

Last 10 Fiscal Years (in thousands)

PUBLIC EMPLOYEES RETIREMENT FUND

	1999	2000	2001	2002
ADDITIONS				
Employer Contributions	\$ 173,370	\$ 186,637	\$ 188,208	\$ 206,982
Member Contributions	158,475	171,073	173,380	191,422
Investment Income (net of expense)	1,052,303	914,574	(754,349)	(765,319)
Other	2,405	1,299	1,907	3,692
Total Additions to Plan Net Assets	\$1,386,553	\$1,273,583	\$ (390,854)	\$ (363,223)
DEDUCTIONS				
Benefits	\$ 467,601	\$ 527,119	\$ 592,210	\$ 642,088
Refunds	17,219	19,366	18,768	16,267
Administrative Expenses	9,631	8,329	8,344	8,680
Other	1,618	1,527	2,441	2,356
Total Deductions From Plan Net Assets	\$ 496,069	\$ 556,341	\$ 621,763	\$ 669,391
Change in Plan Net Assets	\$ 890,484	\$ 717,242	\$(1,012,617)	\$(1,032,614)

PUBLIC EMPLOYEES POLICE AND FIRE FUND

	1999*	2000	2001	2002
ADDITIONS				
Employer Contributions	\$ 57,849	\$ 53,178	\$ 52,960	\$ 90,664
Member Contributions	34,326	31,213	31,341	33,801
Investment Income (net of expense)	459,801	439,566	(334,406)	(328,160)
Other	2,387	503	2,744	1,937
Total Additions to Plan Net Assets	\$554,363	\$524,460	\$(247,361)	\$(201,758)
DEDUCTIONS				
Benefits	\$139,452	\$165,719	\$192,246	\$212,405
Refunds	1,106	94,754	3,358	711
Administrative Expenses	1,015	679	639	647
Other	410	1,549	447	255
Total Deductions From Plan Net Assets	\$141,983	\$262,701	\$ 196,690	\$214,018
Change in Plan Net Assets	\$412,380	\$261,759	\$(444,051)	\$(415,776)

PUBLIC EMPLOYEES CORRECTIONAL FUND (ESTABLISHED 7/1/99)

	1999**	2000	2001	2002
ADDITIONS				
Employer Contributions		\$ 6,487	\$ 8,054	\$ 8,830
Member Contributions		4,382	5,308	5,882
Investment Income (net of expense)		253	(750)	(2,290)
Other		32	20	12
Total Additions to Plan Net Assets		\$11,154	\$12,632	\$12,434
DEDUCTIONS				
Benefits		\$ 20	\$ 173	\$ 338
Refunds		30	160	272
Administrative Expenses		111	130	137
Other		0	1	1
Total Deductions From Plan Net Assets		\$ 161	\$ 464	\$ 748
Change in Plan Net Assets		\$10,993	\$12,168	\$11,686

* Includes Police & Fire Consolidation Fund
 ** Fund not established until July 1999

2003	2004	2005	2006	2007	2008
\$221,689	\$ 225,744	\$ 232,963	\$ 255,531	\$ 283,419	\$ 303,304
205,963	215,697	216,701	235,901	260,907	280,007
199,769	1,434,654	1,047,792	1,331,296	2,206,085	(669,406)
3,609	4,437	4,310	4,094	4,229	3,681
<u>\$631,030</u>	<u>\$1,880,532</u>	<u>\$1,501,766</u>	<u>\$1,826,822</u>	<u>\$2,754,640</u>	<u>\$ (82,414)</u>

\$664,459	\$ 687,124	\$715,043	\$ 748,391	\$ 784,013	\$ 824,372
18,242	22,556	24,952	26,452	25,745	28,772
8,628	8,830	9,118	9,029	9,061	9,473
1,374	2,725	2,040	3,093	2,918	3,245
<u>\$692,703</u>	<u>\$ 721,235</u>	<u>\$751,153</u>	<u>\$ 786,965</u>	<u>\$ 821,737</u>	<u>\$ 865,862</u>
<u>\$ (61,673)</u>	<u>\$1,159,297</u>	<u>\$750,613</u>	<u>\$1,039,857</u>	<u>\$1,932,903</u>	<u>\$(948,276)</u>

2003	2004	2005	2006	2007	2008
\$ 50,917	\$52,769	\$ 55,802	\$ 63,603	\$ 74,707	\$ 87,023
34,751	36,313	37,873	42,970	50,689	58,259
76,117	578,008	435,327	543,959	882,408	(266,573)
3,281	2,733	2,113	1,917	1,671	1,029
<u>\$165,066</u>	<u>\$669,823</u>	<u>\$531,115</u>	<u>\$652,449</u>	<u>\$1,009,475</u>	<u>\$(120,262)</u>

\$225,434	\$237,442	\$251,429	\$264,601	\$ 280,267	\$ 295,994
643	644	734	867	874	1,496
675	712	703	707	678	745
301	541	477	295	248	342
<u>\$227,053</u>	<u>\$239,339</u>	<u>\$253,343</u>	<u>\$266,470</u>	<u>\$ 282,067</u>	<u>\$ 298,577</u>
<u>\$ (61,987)</u>	<u>\$430,484</u>	<u>\$277,772</u>	<u>\$385,979</u>	<u>\$ 727,408</u>	<u>\$(418,839)</u>

2003	2004	2005	2006	2007	2008
\$ 9,645	\$10,029	\$10,814	\$11,826	\$12,499	\$13,388
6,430	6,672	7,192	7,881	8,335	8,922
1,386	9,131	8,714	12,995	25,081	(9,552)
11	4	9	11	22	16
<u>\$17,472</u>	<u>\$25,836</u>	<u>\$26,729</u>	<u>\$32,713</u>	<u>\$45,937</u>	<u>\$12,774</u>

\$ 559	\$ 805	\$ 1,041	\$ 1,341	\$ 1,836	\$2,268
409	588	691	619	474	724
149	162	176	186	185	213
2	5	9	4	12	34
<u>\$ 1,119</u>	<u>\$ 1,560</u>	<u>\$ 1,917</u>	<u>\$ 2,150</u>	<u>\$ 2,507</u>	<u>\$3,239</u>
<u>\$16,353</u>	<u>\$24,276</u>	<u>\$24,812</u>	<u>\$30,563</u>	<u>\$43,430</u>	<u>\$9,535</u>

Benefits and Refunds by Type

Last 10 Fiscal Years (in thousands)

PUBLIC EMPLOYEES RETIREMENT FUND

	1999	2000	2001	2002
BENEFITS BY TYPE:				
Retirement	\$439,892	\$497,357	\$559,482	\$609,850
Survivor	16,603	17,282	18,650	16,718
Disability	<u>11,106</u>	<u>12,480</u>	<u>14,078</u>	<u>15,520</u>
Total	\$467,601	\$527,119	\$592,210	\$642,088
REFUNDS BY TYPE:				
Separation	\$ 12,165	\$ 13,667	\$ 12,977	\$ 11,933
Death	798	903	975	202
Interest/Employer	<u>4,256</u>	<u>4,796</u>	<u>4,816</u>	<u>4,132</u>
Total	\$ 17,219	\$ 19,366	\$ 18,768	\$ 16,267

PUBLIC EMPLOYEES POLICE AND FIRE FUND

	1999*	2000	2001	2002
BENEFITS BY TYPE:				
Retirement		\$140,927	\$162,863	\$178,965
Survivor		9,858	11,149	11,691
Disability		<u>14,934</u>	<u>18,234</u>	<u>21,749</u>
Total	—	\$165,719	\$192,246	\$212,405
REFUNDS BY TYPE:				
Separation		\$ 649	\$ 666	\$ 407
Death		68	20	0
Interest/Employer		<u>94,037</u>	<u>2,672</u>	<u>304</u>
Total	—	\$ 94,754	\$ 3,358	\$ 711

PUBLIC EMPLOYEES CORRECTIONAL FUND (ESTABLISHED 7/1/99)

	1999	2000	2001	2002
BENEFITS BY TYPE:				
Retirement		\$ 2	\$ 12	\$ 32
Survivor		0	0	0
Disability		<u>18</u>	<u>161</u>	<u>306</u>
Total	—	\$20	\$173	\$338
REFUNDS BY TYPE:				
Separation		\$29	\$160	\$251
Death		0	0	0
Interest/Employer		<u>1</u>	<u>0</u>	<u>21</u>
Total	—	\$30	\$160	\$272

* Information not available.

2003	2004	2005	2006	2007	2008
\$633,640	\$656,072	\$683,439	\$715,858	\$751,396	\$791,449
14,438	13,625	13,026	12,544	12,100	11,424
<u>16,381</u>	<u>17,427</u>	<u>18,578</u>	<u>19,989</u>	<u>20,517</u>	<u>21,499</u>
\$664,459	\$687,124	\$715,043	\$748,391	\$784,013	\$824,372

\$ 13,255	\$ 16,174	\$ 17,901	\$ 18,110	\$ 17,494	\$ 19,970
136	115	224	286	379	393
<u>4,851</u>	<u>6,267</u>	<u>6,827</u>	<u>8,056</u>	<u>7,872</u>	<u>8,409</u>
\$ 18,242	\$ 22,556	\$ 24,952	\$ 26,452	\$ 25,745	\$ 28,772

2003	2004	2005	2006	2007	2008
\$189,640	\$199,721	\$211,389	\$221,418	\$233,941	\$247,667
11,698	11,815	12,134	12,957	13,079	13,237
<u>24,096</u>	<u>25,906</u>	<u>27,906</u>	<u>30,226</u>	<u>33,247</u>	<u>35,090</u>
\$225,434	\$237,442	\$251,429	\$264,601	\$280,267	\$295,994

\$ 469	\$ 458	\$ 534	\$ 512	\$ 538	\$ 890
0	2	0	0	0	39
<u>174</u>	<u>184</u>	<u>200</u>	<u>355</u>	<u>336</u>	<u>567</u>
\$ 643	\$ 644	\$ 734	\$ 867	\$ 874	\$ 1,496

2003	2004	2005	2006	2007	2008
\$ 74	\$160	\$ 260	\$ 400	\$ 624	\$ 863
1	1	1	1	9	12
<u>484</u>	<u>644</u>	<u>780</u>	<u>940</u>	<u>1,203</u>	<u>1,393</u>
\$559	\$805	\$1,041	\$1,341	\$1,836	\$2,268

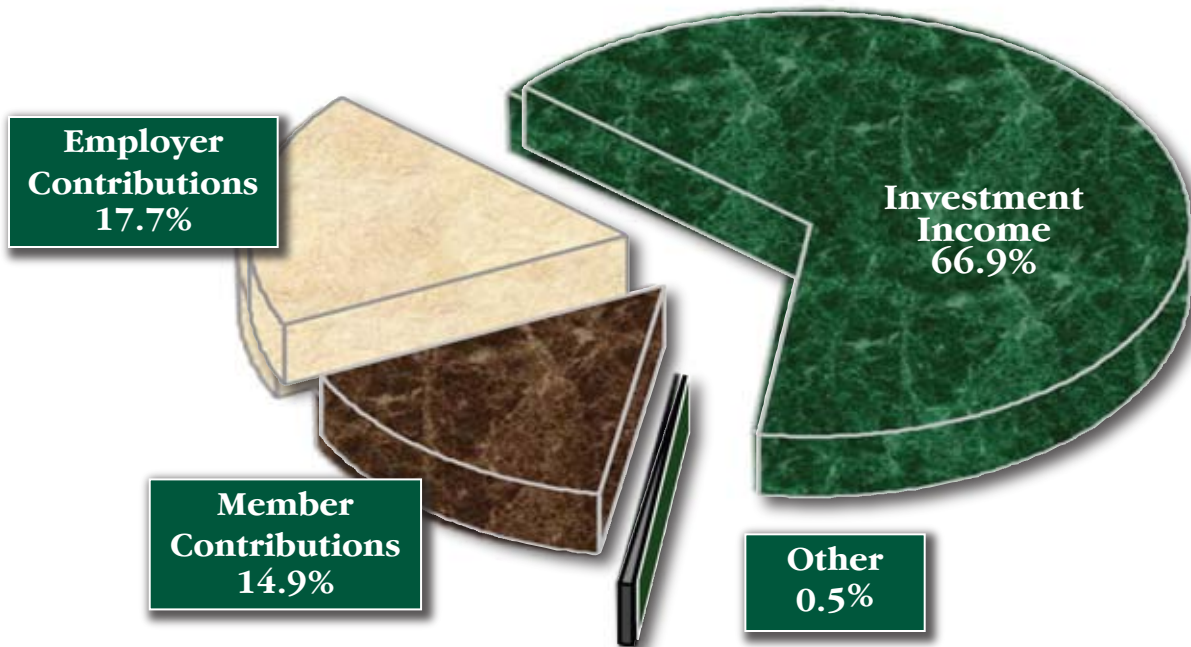
\$358	\$451	\$ 601	\$ 530	\$ 395	\$ 606
4	0	0	0	5	0
<u>47</u>	<u>137</u>	<u>90</u>	<u>89</u>	<u>73</u>	<u>118</u>
\$409	\$588	\$ 691	\$ 619	\$ 473	\$ 724

Revenues and Expenses

Average over last 20 years

REVENUES BY SOURCE (FY1989 - FY2008)

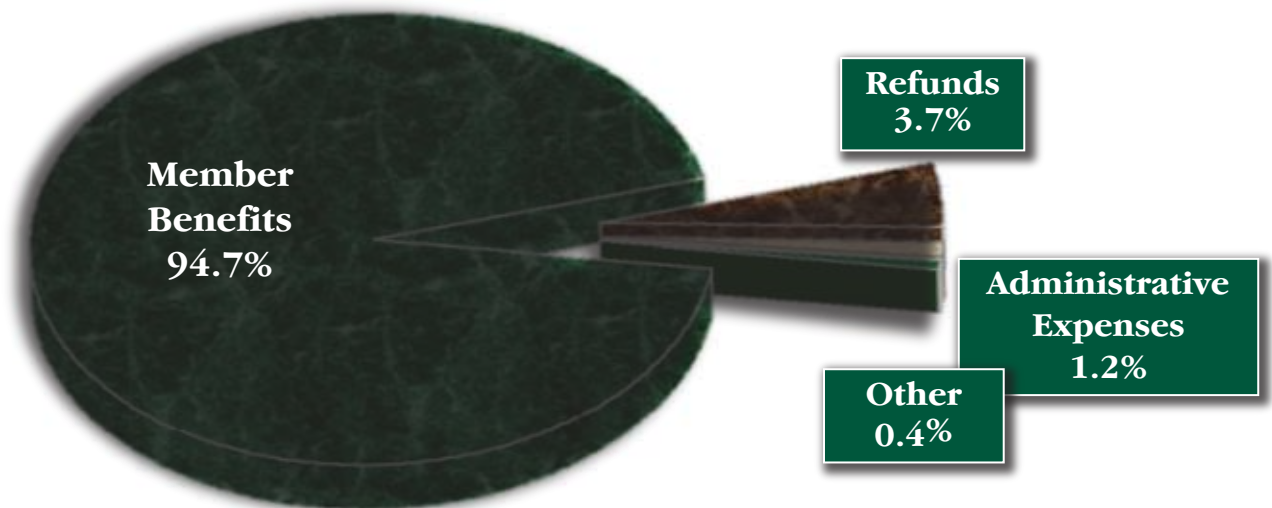
All Funds



Over the past 20 years, investment earnings have been responsible for two thirds of PERA's revenues.

EXPENSE BY TYPE (FY1989 - FY2008)

All Funds



Since FY1989, benefits for its members has represented nearly 95 percent of PERA's expenses.

Summary of Membership

Last 10 Years

PUBLIC EMPLOYEES RETIREMENT FUND

<u>Fiscal Year</u>	<u>Active</u>	<u>Benefit Recipients</u>	<u>Terminated Vested</u>	<u>Terminated Non-Vested</u>	<u>Total</u>
1999	139,808	45,259	14,060	18,491	217,618
2000	135,560	47,347	21,495	79,362	283,764
2001	138,759	49,414	25,917	83,027	297,117
2002	137,817	50,878	29,353	87,114	305,162
2003	140,066	52,563	32,128	94,340	319,097
2004	138,164	54,620	33,915	102,265	328,964
2005	142,303	56,650	35,768	100,369	335,090
2006	144,244	59,078	37,476	105,590	346,388
2007	146,226	61,436	39,722	109,599	356,983
2008	143,562	63,880	43,984	116,805	368,231

PUBLIC EMPLOYEES POLICE AND FIRE FUND

<u>Fiscal Year</u>	<u>Active</u>	<u>Benefit Recipients</u>	<u>Terminated Vested</u>	<u>Terminated Non-Vested</u>	<u>Total</u>
1999*	9,477	5,259	368	195	15,299
2000	9,627	5,678	470	626	16,401
2001	9,858	5,998	554	610	17,020
2002	9,940	5,971	637	663	17,211
2003	9,948	6,208	758	740	17,654
2004	10,055	6,431	878	750	18,114
2005	10,235	6,615	927	729	18,506
2006	10,591	6,801	999	757	19,148
2007	10,720	7,032	1,200	814	19,766
2008	10,961	7,194	1,242	879	20,276

*includes Police & Fire Consolidation Fund

PUBLIC EMPLOYEES CORRECTIONAL FUND (ESTABLISHED 7/1/99)

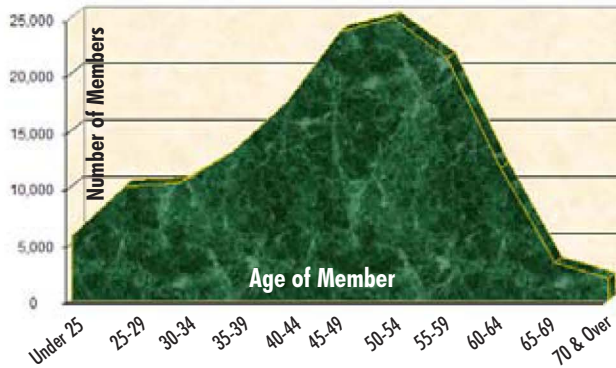
<u>Fiscal Year</u>	<u>Active</u>	<u>Benefit Recipients</u>	<u>Terminated Vested</u>	<u>Terminated Non-Vested</u>	<u>Total</u>
2000	2,781	12	0	0	2,793
2001	3,238	37	97	267	3,639
2002	3,270	63	282	488	4,103
2003	3,155	100	590	702	4,547
2004	3,251	139	758	911	5,059
2005	3,352	180	915	906	5,353
2006	3,531	223	1,100	1,086	5,940
2007	3,566	275	1,337	1,291	6,469
2008	3,710	318	1,520	1,473	7,021

Active Members

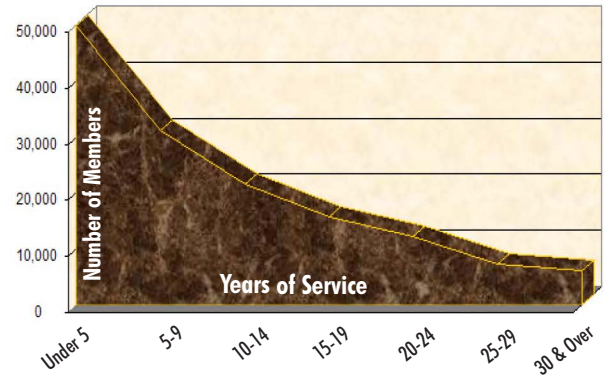
By Age and Service as of June 30, 2008

PUBLIC EMPLOYEES RETIREMENT FUND

Active Members by Age

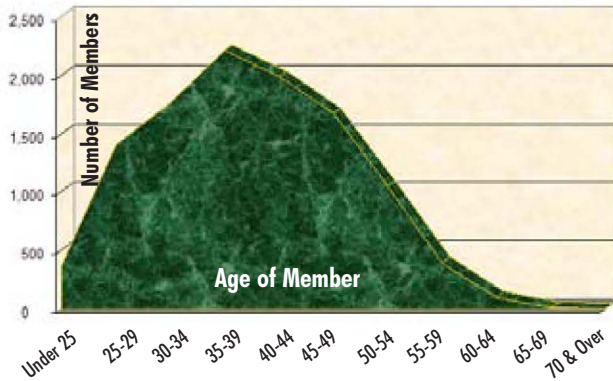


Active Members by Years of Service

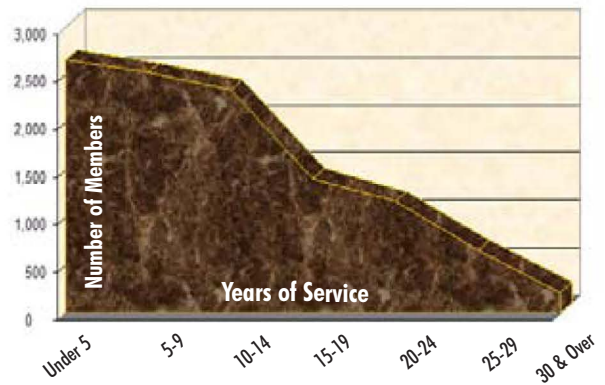


PUBLIC EMPLOYEES POLICE AND FIRE FUND

Active Members by Age

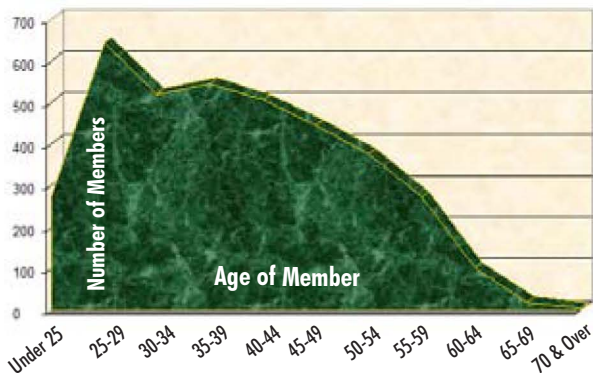


Active Members by Years of Service



PUBLIC EMPLOYEES CORRECTIONAL FUND (ESTABLISHED 7/1/99)

Active Members by Age



Active Members by Years of Service



Schedule of New Retirees and Initial Benefit Paid

Last 10 Years

PUBLIC EMPLOYEES RETIREMENT FUND

	Years of Credited Service						
	0-4	5-9	10-14	15-19	20-24	25-29	30+
1999							
Average monthly benefit	\$ 88	\$ 171	\$ 320	\$ 497	\$ 695	\$1,000	\$2,328
Average high five salary	\$2,111	\$1,586	\$1,797	\$2,021	\$2,212	\$2,452	\$3,249
Number of retirants	287	385	483	445	422	389	372
2000							
Average monthly benefit	\$ 75	\$ 168	\$ 313	\$ 509	\$ 701	\$1,084	\$2,136
Average high five salary	\$2,168	\$1,574	\$1,762	\$2,088	\$2,268	\$2,632	\$3,266
Number of retirants	286	474	549	468	462	410	413
2001							
Average monthly benefit	\$ 83	\$ 185	\$ 333	\$ 517	\$ 762	\$1,080	\$2,166
Average high five salary	\$2,344	\$1,706	\$1,883	\$2,161	\$2,436	\$2,637	\$3,402
Number of retirants	259	405	471	443	495	365	407
2002							
Average monthly benefit	\$ 92	\$ 177	\$ 362	\$ 562	\$ 774	\$1,086	\$2,095
Average high five salary	\$2,425	\$1,699	\$2,039	\$2,380	\$2,467	\$2,710	\$3,561
Number of retirants	252	333	440	377	411	369	360
2003							
Average monthly benefit	\$ 81	\$ 184	\$ 371	\$ 561	\$ 839	\$1,222	\$2,093
Average high five salary	\$2,157	\$1,721	\$2,075	\$2,279	\$2,621	\$2,996	\$3,663
Number of retirants	319	376	441	425	435	384	436
2004							
Average monthly benefit	\$ 100	\$ 189	\$ 392	\$ 610	\$ 887	\$1,245	\$2,236
Average high five salary	\$2,524	\$1,790	\$2,207	\$2,491	\$2,797	\$3,057	\$3,959
Number of retirants	342	417	458	526	409	401	544
2005							
Average monthly benefit	\$ 96	\$ 189	\$ 375	\$ 616	\$ 893	\$1,295	\$2,124
Average high five salary	\$2,397	\$1,795	\$2,087	\$2,462	\$2,800	\$3,117	\$3,938
Number of retirants	354	434	439	560	424	419	507
2006							
Average monthly benefit	\$ 100	\$ 211	\$ 419	\$ 672	\$ 898	\$1,320	\$2,115
Average high five salary	\$2,578	\$1,983	\$2,309	\$2,657	\$2,832	\$3,197	\$4,034
Number of retirants	393	588	527	563	470	409	577
2007							
Average monthly benefit	\$ 109	\$ 223	\$ 411	\$ 672	\$ 909	\$1,390	\$2,304
Average high five salary	\$3,031	\$2,017	\$2,263	\$2,659	\$2,856	\$3,346	\$4,282
Number of retirants	387	556	503	563	481	462	681
2008							
Average monthly benefit	\$ 109	\$ 246	\$ 412	\$ 713	\$1,010	\$1,448	\$2,287
Average high five salary	\$3,147	\$2,218	\$2,266	\$2,796	\$3,094	\$3,441	\$4,271
Number of retirants	416	585	544	513	554	466	715

Schedule of New Retirees and Initial Benefit Paid

Last 10 Years

PUBLIC EMPLOYEES POLICE AND FIRE FUND

	Years of Credited Service						
	0-4	5-9	10-14	15-19	20-24	25-29	30+
1999							
Average monthly benefit	\$ 552	\$ 875	\$1,699	\$1,559	\$2,365	\$3,368	\$4,259
Average high five salary	\$3,783	\$4,131	\$3,859	\$3,334	\$3,684	\$4,270	\$4,540
Number of retirants	12	9	13	13	53	126	72
2000							
Average monthly benefit	\$ 209	\$ 875	\$ 836	\$1,799	\$2,558	\$3,599	\$4,448
Average high five salary	\$3,897	\$3,780	\$2,221	\$3,389	\$3,913	\$4,497	\$4,724
Number of retirants	10	8	9	18	73	196	81
2001							
Average monthly benefit	\$ 244	\$ 931	\$1,143	\$1,691	\$2,808	\$3,612	\$4,401
Average high five salary	\$3,736	\$3,795	\$2,789	\$3,437	\$4,282	\$4,547	\$4,641
Number of retirants	13	6	6	14	60	133	41
2002							
Average monthly benefit	\$ 292	\$1,024	\$1,635	\$1,773	\$2,933	\$3,741	\$4,451
Average high five salary	\$3,608	\$4,908	\$4,658	\$3,518	\$4,347	\$4,711	\$4,808
Number of retirants	4	9	10	12	44	116	29
2003							
Average monthly benefit	\$ 286	\$ 845	\$1,214	\$1,817	\$3,033	\$3,907	\$4,902
Average high five salary	\$4,017	\$3,846	\$3,116	\$3,623	\$4,504	\$4,949	\$5,109
Number of retirants	11	10	10	21	49	111	51
2004							
Average monthly benefit	\$ 522	\$ 769	\$1,639	\$2,312	\$3,076	\$4,049	\$5,259
Average high five salary	\$4,647	\$3,586	\$4,468	\$4,325	\$4,552	\$5,079	\$5,626
Number of retirants	5	10	12	27	29	123	42
2005							
Average monthly benefit	\$ 316	\$1,145	\$1,208	\$2,095	\$2,915	\$4,376	\$4,969
Average high five salary	\$4,135	\$4,316	\$2,888	\$3,817	\$4,394	\$5,462	\$5,283
Number of retirants	10	16	8	26	41	103	49
2006							
Average monthly benefit	\$ 254	\$ 879	\$1,629	\$2,395	\$3,308	\$4,339	\$4,996
Average high five salary	\$3,541	\$4,142	\$4,022	\$4,610	\$4,928	\$5,402	\$5,323
Number of retirants	13	13	12	22	31	95	41
2007							
Average monthly benefit	\$ 474	\$1,116	\$2,095	\$2,195	\$3,355	\$4,815	\$5,685
Average high five salary	\$6,090	\$5,363	\$5,687	\$4,125	\$5,049	\$5,923	\$5,970
Number of retirants	5	15	13	22	47	119	66
2008							
Average monthly benefit	\$ 452	\$1,035	\$1,657	\$2,852	\$3,638	\$4,675	\$5,542
Average high five salary	\$4,660	\$5,078	\$4,384	\$5,409	\$5,455	\$5,813	\$5,978
Number of retirants	14	15	20	13	39	87	56

Schedule of New Retirees and Initial Benefit Paid

Last 9 Years*

PUBLIC EMPLOYEES CORRECTIONAL FUND (ESTABLISHED 7/1/99)

	Years of Credited Service						
	<u>0-4</u>	<u>5-9</u>	<u>10-14</u>	<u>15-19</u>	<u>20-24</u>	<u>25-29</u>	<u>30+</u>
2000							
Average monthly benefit	\$ 28						
Average high five salary	\$2,521						
Number of retirants	10						
2001							
Average monthly benefit	\$ 71						
Average high five salary	\$3,050						
Number of retirants	12						
2002							
Average monthly benefit	\$ 157						
Average high five salary	\$3,617						
Number of retirants	15						
2003							
Average monthly benefit	\$ 182						
Average high five salary	\$2,917						
Number of retirants	21						
2004							
Average monthly benefit	\$ 243	\$ 559					
Average high five salary	\$3,484	\$4,706					
Number of retirants	23	1					
2005							
Average monthly benefit	\$ 181	\$ 450					
Average high five salary	\$2,902	\$4,223					
Number of retirants	14	17					
2006							
Average monthly benefit	\$ 454	\$ 464					
Average high five salary	\$4,262	\$3,761					
Number of retirants	8	23					
2007							
Average monthly benefit	\$ 183	\$ 553					
Average high five salary	\$2,671	\$3,993					
Number of retirants	8	25					
2008							
Average monthly benefit	\$ 422	\$ 625					
Average high five salary	\$2,633	\$4,127					
Number of retirants	9	27					

*Fund not established until July 1999.

Schedule of Benefit Recipients by Type

As of June 30, 2008

PUBLIC EMPLOYEES RETIREMENT FUND

Amount of Monthly Benefit	Number of Benefit Recipients	Type of Benefit						Option Selected					
		A	B	C	D	1	2	3	4	5	6		
\$ 1 - \$ 250	14,661	13,168	335	807	351	10,362	3,060	159	606	226	248		
251 - 500	11,585	9,907	403	882	393	7,824	2,108	154	844	280	375		
501 - 750	8,441	7,155	226	749	311	5,434	1,606	146	810	244	201		
751 - 1,000	6,243	5,294	125	544	280	3,915	1,178	132	634	275	109		
1,001 - 1,250	4,790	4,036	100	420	234	2,760	943	140	616	241	90		
1,251 - 1,500	3,571	2,999	108	298	166	1,909	712	141	519	190	100		
1,501 - 1,750	2,577	2,141	78	240	118	1,336	483	110	438	137	73		
1,751 - 2,000	1,984	1,621	60	222	81	1,007	349	108	335	126	59		
2,001 - 2,250	1,636	1,310	70	215	41	705	355	80	316	113	67		
2,251 - 2,500	1,329	1,095	54	154	26	591	266	67	275	79	51		
2,501 - 2,750	1,080	915	23	125	17	465	236	60	223	75	21		
2,751 - 3,000	909	761	27	110	11	380	181	52	211	58	27		
3,001 - 3,250	790	691	21	73	5	306	183	46	187	50	18		
3,251 - 3,500	637	546	14	75	2	233	164	39	154	35	12		
3,501 - 3,750	577	484	15	78	0	189	137	42	152	42	15		
3,751 - 4,000	436	385	7	42	2	150	112	23	116	29	6		
4,001 - 4,250	436	390	2	44	0	149	107	38	115	25	2		
4,251 - 4,500	353	308	5	36	4	116	94	22	90	26	5		
4,501 - 4,750	304	269	0	34	1	105	75	19	91	14	0		
4,751 - 5,000	239	210	1	27	1	88	58	17	58	17	1		
5,001 - 5,250	214	193	3	17	1	84	42	15	58	12	3		
5,251 - 5,500	162	143	2	16	1	58	45	7	41	9	2		
5,501 - 5,750	146	131	0	15	0	45	38	7	43	13	0		
5,751 - 6,000	121	109	0	12	0	45	35	6	30	5	0		
Over \$6,000	659	594	5	60	0	185	176	47	206	40	5		
Totals	63,880	54,855	1,684	5,295	2,046	38,441	12,743	1,677	7,168	2,361	1,490		

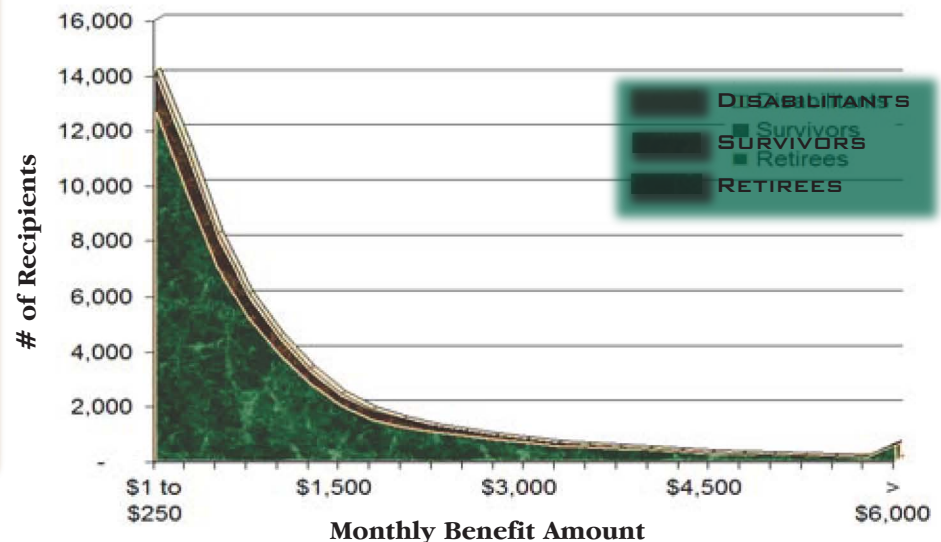
Type of Benefit

- A Retirement
- B Survivor of Active Member
- C Survivor of Benefit Recipient
- D Disability

Option Selected

- 1 Single Life
- 2 100% J&S
- 3 75% J&S
- 4 50% J&S
- 5 25% J&S
- 6 Other (Term-certain, children's benefits, etc.)

BENEFIT RECIPIENTS BY BENEFIT AMOUNT



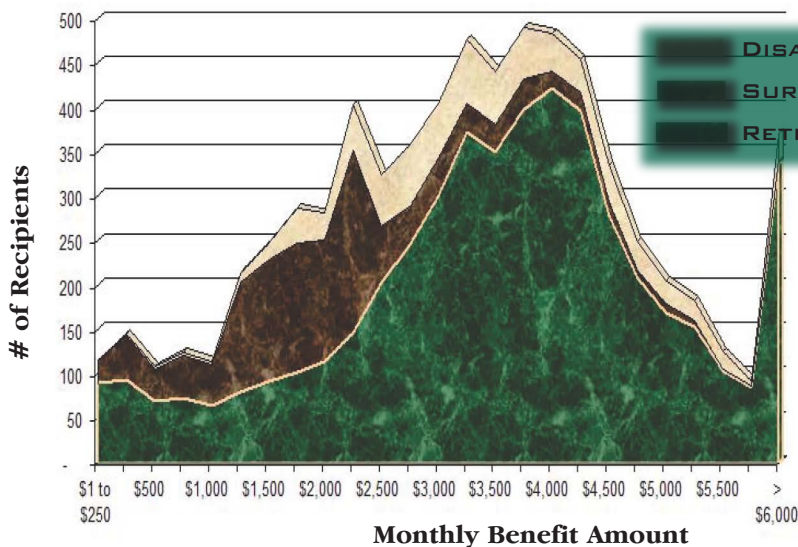
Schedule of Benefit Recipients by Type

As of June 30, 2008

PUBLIC EMPLOYEES POLICE AND FIRE FUND

Amount of Monthly Benefit	Number of Benefit Recipients	Type of Benefit					Option Selected					
		A	B	C	D	E	1	2	3	4	5	6
\$ 1 - \$ 250	116	91	7	17	1	0	44	45	1	11	5	10
251 - 500	151	102	23	24	2	0	51	36	3	21	8	32
501 - 750	104	69	14	19	1	1	27	36	1	22	3	15
751 - 1,000	125	79	7	33	5	1	43	29	4	27	5	17
1,001 - 1,250	124	66	18	37	3	0	39	33	1	15	5	31
1,251 - 1,500	206	80	39	77	8	2	40	42	4	29	3	88
1,501 - 1,750	235	87	43	88	13	4	46	39	6	43	6	95
1,751 - 2,000	262	105	45	76	23	13	71	40	10	34	7	100
2,001 - 2,250	292	112	67	83	13	17	59	56	9	39	8	121
2,251 - 2,500	400	141	72	132	22	33	92	56	12	46	10	184
2,501 - 2,750	322	185	29	51	14	43	89	74	17	45	12	85
2,751 - 3,000	330	231	12	25	7	55	109	71	38	36	14	62
3,001 - 3,250	409	284	18	30	10	67	135	86	31	63	15	79
3,251 - 3,500	448	332	11	34	14	57	130	104	30	54	28	102
3,501 - 3,750	454	372	9	15	14	44	145	65	40	82	26	96
3,751 - 4,000	461	371	10	22	20	38	148	83	40	70	24	96
4,001 - 4,250	480	410	7	21	15	27	143	71	55	76	26	109
4,251 - 4,500	470	402	12	12	14	30	124	59	43	94	30	120
4,501 - 4,750	392	336	6	9	20	21	108	55	50	75	15	89
4,751 - 5,000	291	245	5	4	13	24	85	42	37	60	29	38
5,001 - 5,250	220	183	5	5	13	14	70	42	25	57	18	8
5,251 - 5,500	199	171	4	3	12	9	63	29	29	58	18	2
5,501 - 5,750	145	119	0	2	10	14	52	22	22	38	10	1
5,751 - 6,000	126	109	0	4	5	8	46	19	17	37	6	1
Over \$6,000	432	397	0	5	17	13	151	33	58	145	45	0
Totals	7,194	5,079	463	828	289	535	2,110	1,267	583	1,277	376	1,581

BENEFIT RECIPIENTS BY BENEFIT AMOUNT



Type of Benefit

- A Retirement
- B Survivor of Active Member
- C Survivor of Benefit Recipient
- D Non-Duty Disability
- E Line-of-Duty Disability

Option Selected

- 1 Single Life
- 2 100% J&S
- 3 75% J&S
- 4 50% J&S
- 5 25% J&S
- 6 Other

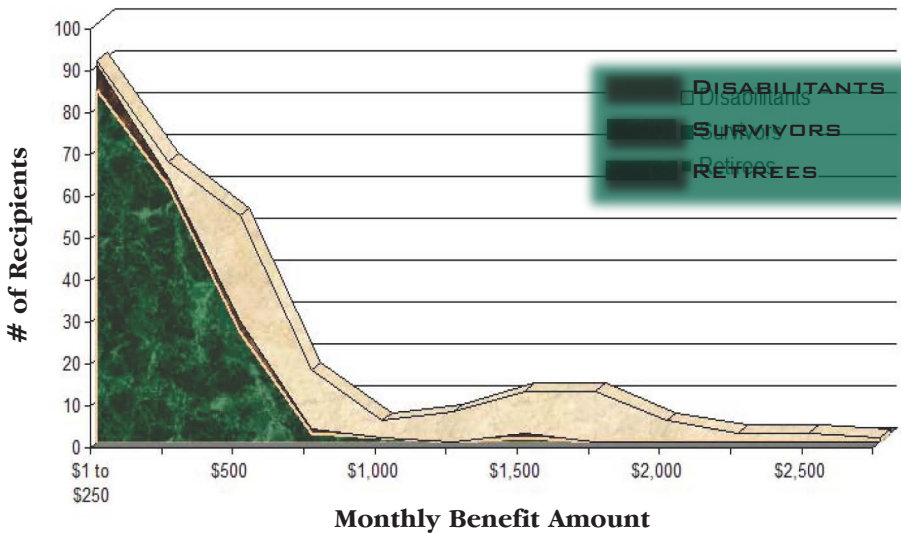
Schedule of Benefit Recipients by Type

As of June 30, 2008

PUBLIC EMPLOYEES CORRECTIONAL FUND (ESTABLISHED 7/1/99)

Amount of Monthly Benefit	Number of Benefit Recipients	Type of Benefit					Option Selected					
		A	B	C	D	E	1	2	3	4	5	6
\$ 1 - \$ 250	95	89	4	2	0	0	65	14	3	9	2	2
251 - 500	76	69	2	1	4	0	44	14	2	11	3	2
501 - 750	74	44	0	4	25	1	41	19	5	5	4	0
751 - 1,000	18	5	1	0	11	1	8	5	1	3	0	1
1,001 - 1,250	7	1	0	0	1	5	3	2	0	1	1	0
1,251 - 1,500	5	1	0	0	0	4	5	0	0	0	0	0
1,501 - 1,750	13	1	0	1	1	10	3	6	1	3	0	0
1,751 - 2,000	15	1	0	0	0	14	9	5	1	0	0	0
2,001 - 2,250	9	0	0	0	0	9	8	0	0	0	1	0
2,251 - 2,500	3	0	0	0	0	3	2	1	0	0	0	0
2,501 - 2,750	1	0	0	0	0	1	0	0	0	0	1	0
2,751 - 3,000	1	0	0	0	0	1	0	0	1	0	0	0
3,001 - 3,250	1	0	0	0	0	1	1	0	0	0	0	0
Totals	318	211	7	8	42	50	189	66	14	32	12	5

BENEFIT RECIPIENTS BY BENEFIT AMOUNT



Type of Benefit

- A Retirement
- B Survivor of Active Member
- C Survivor of Benefit Recipient
- D Non-Duty Disability
- E Line-of-Duty Disability

Option Selected

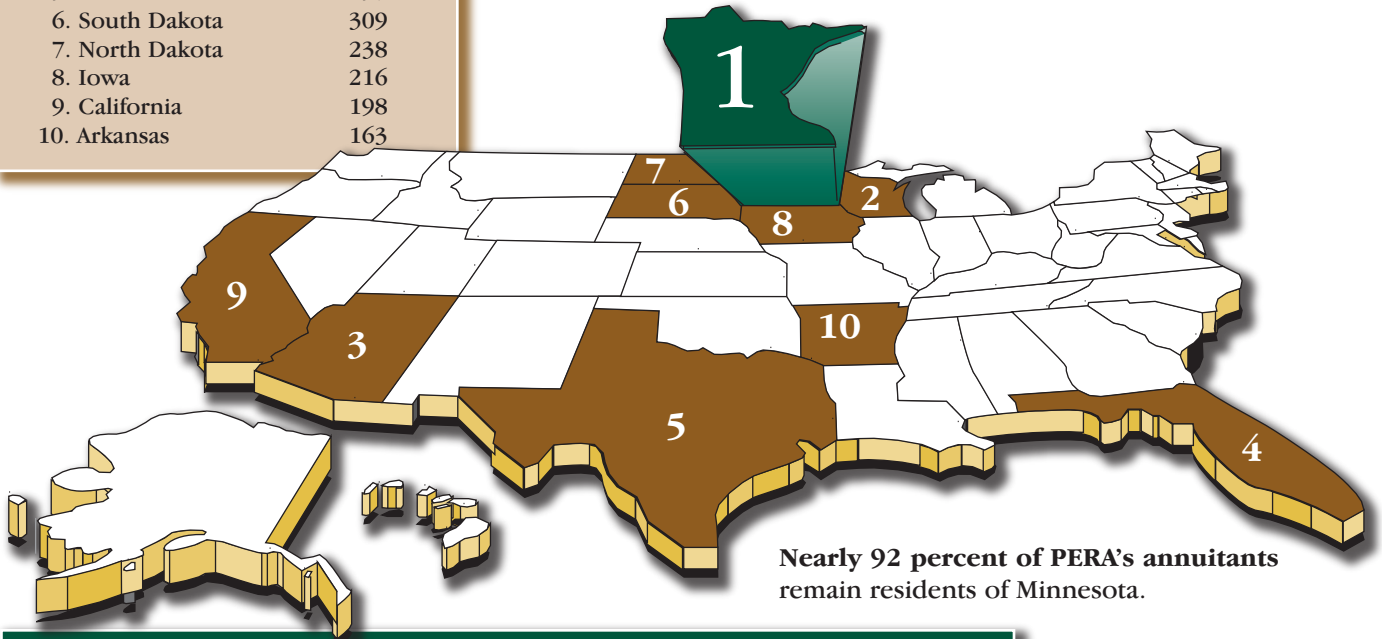
- 1 Single Life
- 2 100% J&S
- 3 75% J&S
- 4 50% J&S
- J 25% J&S
- K Other

PERA Annuitant Residency

by State

Top 10 States by PERA Annuitant Population

State	Population
1. Minnesota	64,734
2. Wisconsin	1,306
3. Arizona	1,156
4. Florida	898
5. Texas	457
6. South Dakota	309
7. North Dakota	238
8. Iowa	216
9. California	198
10. Arkansas	163



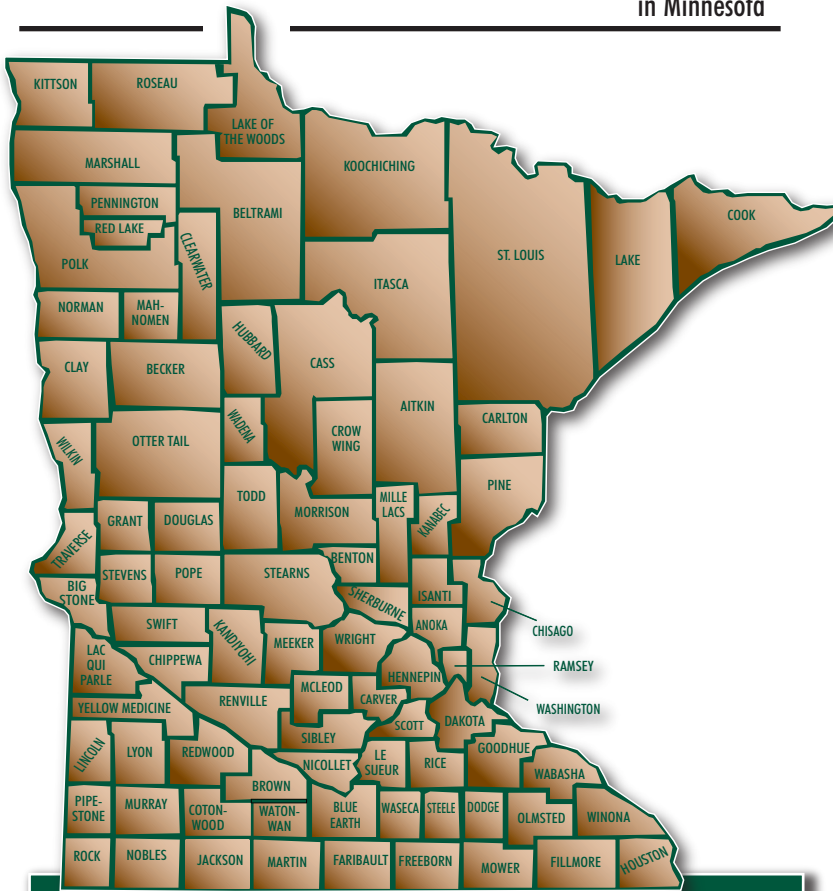
Nearly 92 percent of PERA's annuitants remain residents of Minnesota.

Annuitants and Payments on June 1, 2008

State	Population	Payments	State	Population	Payments	State	Population	Payments
MN	64,734	\$85,841,194	NC	67	\$77,492	PA	19	\$15,995
WI	1,306	1,886,816	NM	60	90,822	KY	19	18,973
AZ	1,156	1,715,035	MI	55	54,207	NY	18	21,204
FL	898	1,574,043	GA	51	50,951	MD	18	12,099
TX	457	723,432	SC	44	61,514	MA	14	14,914
SD	309	359,829	NE	39	20,799	LA	13	16,032
ND	238	241,156	VA	32	53,838	NJ	8	7,591
IA	216	211,452	OK	32	28,155	NH	6	5,365
CA	198	225,357	KS	31	30,691	WV	5	5,908
AR	163	216,024	HI	31	51,775	ME	4	849
CO	161	168,207	WY	30	36,599	CT	4	1,409
NV	151	237,275	OH	30	35,134	VT	3	1,310
WA	138	149,362	IN	29	31,909	DE	2	1,755
MO	120	129,434	AL	29	47,916	District of Columbia	2	355
IL	94	103,160	UT	28	40,316	Foreign Address	25	32,074
OR	87	114,207	ID	28	25,864			
MT	74	92,965	MS	26	49,317			
TN	67	88,726	AK	23	28,924			

PERA Annuitant Residency

in Minnesota



Annuitants and Payments on June 1, 2008

County	Population	Payments
GOODHUE	692	\$ 836,159
GRANT	144	137,986
HENNEPIN	8,812	\$12,105,804
HOUSTON	221	202,300
HUBBARD	401	374,115
ISANTI	448	450,001
ITASCA	1,159	1,347,554
JACKSON	253	218,840
KANABEC	294	286,159
KANDIYOHI	812	927,144
KITTSOON	147	131,866
KOOCHICHING	326	445,088
LAC QUI PARLE	166	142,845
LAKE	313	456,899
LAKE OF THE WOODS	103	90,026
LE SUEUR	354	375,129
LINCOLN	123	122,278
LYON	444	398,815
MAHNOMEN	97	101,352
MARSHALL	216	191,666
MARTIN	364	460,160
MCLEOD	648	671,211
MEEKER	407	413,385
MILLE LACS	453	447,660
MORRISON	523	521,788
MOWER	750	1,020,760
MURRAY	184	152,377
NICOLLET	419	472,919
NOBLES	436	459,349
NORMAN	175	161,612
OLMSTED	1,449	2,351,852
OTTER TAIL	933	1,011,308
PENNINGTON	258	277,220
PINE	558	649,107
PIPESTONE	200	178,144
POLK	548	600,960
POPE	208	255,132
RAMSEY	5,743	10,009,585
RED LAKE	116	100,139
REDWOOD	363	311,725
RENVILLE	359	337,756
RICE	662	790,420
ROCK	234	199,679
ROSEAU	186	202,395
SAINT LOUIS	4,619	7,524,358
SCOTT	832	1,112,006
SHERBURNE	674	901,599
SIBLEY	288	237,393
STEARNS	1,703	1,893,897
STEELE	462	607,953
STEVENS	164	171,572
SWIFT	278	243,117
TODD	388	370,598
TRAVERSE	128	116,664
WABASHA	417	451,290
WADENA	353	308,529
WASECA	310	312,686
WASHINGTON	2,954	4,909,114
WATONWAN	174	206,327
WILKIN	102	110,942
WINONA	518	722,557
WRIGHT	1,087	1,295,178
YELLOW MEDICINE	311	291,759

County	Population	Payments
AITKIN	433	\$ 499,159
ANOKA	2,916	4,044,810
BECKER	521	559,058
BELTRAMI	601	64,9293
BENTON	446	513,219
BIG STONE	176	156,498
BLUE EARTH	641	832,446
BROWN	439	561,867
CARLTON	748	1,060,919
CARVER	761	929,278
CASS	611	666,520
CHIPPEWA	308	303,633
CHISAGO	809	1,142,210
CLAY	579	710,216
CLEARWATER	249	248,751
COOK	175	213,577
COTTONWOOD	37	216,589
CROW WING	1,163	1,484,631
DAKOTA	3,572	5,369,012
DODGE	303	259,354
DOUGLAS	864	858,688
FARIBAULT	286	300,171
FILLMORE	437	372,401
FREEBORN	525	658,183

Principal Participating Employers

PUBLIC EMPLOYEES RETIREMENT FUND

FY2008

<u>Employer</u>	<u>Active Members</u>	<u>% of Total Active Members</u>
Hennepin County	7,544	5.25%
Minneapolis School District	4,690	3.27%
Hennepin Healthcare System	4,085	2.85%
Ramsey County	3,465	2.41%
City of Minneapolis	3,436	2.39%
St. Paul School District	2,820	1.96%
Anoka-Hennepin School District	2,773	1.93%
City of St. Paul	2,256	1.57%
Rosemount School District	1,896	1.32%
Osseo School District	1,885	1.31%

FY2002*

<u>Employer</u>	<u>Active Members</u>	<u>% of Total Active Members</u>
Hennepin County	11,549	7.63%
Minneapolis School District	6,282	4.15%
St. Paul School District	4,413	2.92%
City of Minneapolis	4,057	2.68%
Ramsey County	3,333	2.20%
Anoka-Hennepin School District	2,424	1.60%
St. Louis County	2,382	1.57%
City of St. Paul	2,323	1.54%
Anoka County	2,122	1.40%
Rosemount School District	1,726	1.14%

PUBLIC EMPLOYEES POLICE AND FIRE FUND

FY2008

<u>Employer</u>	<u>Active Members</u>	<u>% of Total Active Members</u>
City of Minneapolis	1,302	11.88%
City of St. Paul	1,006	9.18%
Hennepin County	328	2.99%
City of Duluth	279	2.55%
Ramsey County	235	2.14%
City of Rochester	225	2.05%
City of St. Cloud	170	1.55%
Wright County	142	1.30%
Hennepin Healthcare System	133	1.21%
Metropolitan Airports Commission	132	1.20%

FY2002*

<u>Employer</u>	<u>Active Members</u>	<u>% of Total Active Members</u>
City of Minneapolis	1,140	11.46%
City of St. Paul	841	8.45%
Hennepin County	524	5.27%
Ramsey County	252	2.53%
City of Duluth	237	2.38%
City of Rochester	176	1.77%
City of St. Cloud	133	1.34%
St. Louis County	101	1.02%
Metropolitan Airports Commission	101	1.02%
City of Burnsville	91	0.91%

PUBLIC EMPLOYEES CORRECTIONAL FUND

FY2008

<u>Employer</u>	<u>Active Members</u>	<u>% of Total Active Members</u>
Hennepin County	611	16.47%
Ramsey County	461	12.43%
Anoka County	235	6.33%
Olmsted County	153	4.12%
Sherburne County	134	3.61%
Dakota County	100	2.70%
Stearns County	90	2.43%
Washington County	84	2.26%
Northwestern Juvenile Center	82	2.21%
Prairie Lakes Detention Center	80	2.16%

FY2002*

<u>Employer</u>	<u>Active Members</u>	<u>% of Total Active Members</u>
Hennepin County	666	20.37%
Ramsey County	354	10.83%
Anoka County	250	7.65%
Olmsted County	149	4.56%
St. Louis County	119	3.64%
Beltrami County	108	3.30%
Dakota County	99	3.03%
Washington County	76	2.32%
Sherburne County	71	2.17%
Goodhue County	62	1.90%

* Note: Information is not available before FY2002

KENYON	MAPLE LAKE	NEW RICHLAND	RANDALL	ST. CHARLES	WANAMINGO
KERKHOVEN	MAPLE PLAIN	NEW ULM	RANDOLPH	ST. CLAIR	WANDA
KETTLE RIVER	MAPLETON	NEW YORK MILLS	RANIER	ST. CLOUD	WARREN
KIESTER	MAPLEVIEW	NEWOLDEN	RAYMOND	ST. FRANCIS	WARROAD
KILKENNY	MAPLEWOOD	NEWPORT	RED LAKE FALLS	ST. HILAIRE	WASECA
KIMBALL	MARBLE	NICOLLET	RED WING	ST. JAMES	WATERTOWN
KINNEY	MARIETTA	NIELSVILLE	REDWOOD FALLS	ST. JOSEPH	WATERVILLE
LA CRESCENT	MARINE ON ST.	NISSWA	REMER	ST. LEO	WATKINS
LA PRAIRIE	CROIX	NORTH BRANCH	RENDSVILLE	ST. LOUIS PARK	WATSON
LAFAYETTE	MARSHALL	NORTH MANKATO	RENVILLE	ST. MARTIN	WAUBUN
LAKE BENTON	MAYER	NORTH OAKS	REVERE	ST. MARY'S POINT	WAVERLY
LAKE BRONSON	MAYNARD	NORTH ST. PAUL	RICE	ST. MICHAEL	WAYZATA
LAKE CITY	MAZEPPA	NORTHFIELD	RICHFIELD	ST. PAUL	WELCOME
LAKE CRYSTAL	MC. GRATH	NORTHOME	RICHMOND	ST. PAUL PARK	WELLS
LAKE ELMO	MC. GREGOR	NORTHROP	ROBBINSDALE	ST. PETER	WENDELL
LAKE HENRY	MC. INTOSH	NORWOOD	ROCHESTER	ST. STEPHEN	WEST CONCORD
LAKE LILLIAN	MC. KINLEY	YOUNG AMERICA	ROCK CREEK	STACY	WEST ST. PAUL
LAKE PARK	MEADOWLANDS	NOWTHEN	ROCKFORD	STAPLES	WESTBROOK
LAKE SHORE	MEDFORD	OAK GROVE	ROCKVILLE	STARBUCK	WHEATON
LAKE ST. CROIX	MEDINA	OAK PARK HEIGHTS	ROGERS	STEPHEN	WHITE BEAR LAKE
BEACH	MELROSE	OAKDALE	ROLLINGSTONE	STEWART	WILLERNIE
LAKE WILSON	MENAHGA	ODESSA	ROSE CREEK	STEWARTVILLE	WILLIAMS
LAKEFIELD	MENDOTA HEIGHTS	OGEMA	ROSEAU	STILLWATER	WILLMAR
LAKELAND	MENTOR	OGILVIE	ROSEMOUNT	STOCKTON	WILMONT
LAKEVILLE	MIDDLE RIVER	OKABENA	ROSEVILLE	STORDEN	WINDOM
LAMBERTON	MILACA	OKLEE	ROTHSAY	STURGEON LAKE	WINGER
LANCASTER	MILAN	OLIVIA	ROUND LAKE	SUNFISH LAKE	WINNEBAGO
LANDFALL	MILLERVILLE	ONAMIA	ROYALTON	SWANVILLE	WINONA
LANESBORO	MILLVILLE	ORONO	RUSH	TACONITE	WINSTED
LAPRAIRIE	MILROY	ORONOCO	RUSHFORD	TAMARACK	WINTHROP
LAUDERDALE	MILTON	ORR	RUSHMORE	TAUNTON	WINTON
LE CENTER	MILTONA	ORTONVILLE	RUSSELL	TAYLORS FALLS	WOLF LAKE
LE SUEUR	MINNEOTA	OSAKIS	RUTHTON	THIEF RIVER FALLS	WOLVERTON
LENGBY	MINNEAPOLIS	OSLO	SACRED HEART	THOMSON	WOOD LAKE
LEROY	MINNEOTA	OSSEO	SAINT AUGUSTA	TINTAH	WOODBURY
LESTER PRAIRIE	MINNESOTA LAKE	OSTRANDER	SANBORN	TONKA BAY	WOODLAND
LEWISTON	MINNETONKA	OTSEGO	SANDSTONE	TOWER	WORTHINGTON
LEWISVILLE	MINNETONKA BEACH	OTTERTAIL	SARTELL	TRACY	WRENSHALL
LEXINGTON	MINNETRISTA	WATONNA	SAUK CENTRE	TRIMONT	WYOMING
LILYDALE	MONTEVIDEO	PALISADE	SAUK RAPIDS	TRUMAN	ZIMMERMAN
LINDSTROM	MONTGOMERY	PARK RAPIDS	SAVAGE	TWIN LAKES	ZUMBRO FALLS
LINO LAKES	MONTICELLO	PARKERS PRAIRIE	SCANDIA	TWIN VALLEY	ZUMBROTA
LISMORE	MONTROSE	PAYNESVILLE	SCANLON	TWO HARBORS	
LITCHFIELD	MOORHEAD	PEASE	SEBEKA	TYLER	
LITTLE CANADA	MOOSE LAKE	PELICAN RAPIDS	SHAFER	ULEN	
LITTLE FALLS	MORA	PEMBERTON	SHAKOPEE	UNDERWOOD	ACOMA
LITTLEFORK	MORGAN	PENNOCK	SHELLY	UPSALA	ADAMS
LONG LAKE	MORRIS	PEQUOT LAKES	SHERBURN	VADNAIS HEIGHTS	ADRIAN
LONG PRAIRIE	MORRISTOWN	PERHAM	SHOREVIEW	VERGAS	AETNA
LONGVILLE	MORTON	PETERSON	SHOREWOOD	VERMILLION	AITKIN
LONSDALE	MOTLEY	PIERZ	SILVER BAY	VERNDALE	ALBA
LORETTO	MOUND	PILLAGER	SILVER LAKE	VERNON CENTER	ALBERT LEA
LOWRY	MOUNDS VIEW	PINE	SLAYTON	VESTA	ALBION
LUCAN	MOUNTAIN IRON	PINE ISLAND	SLEEPY EYE	VICTORIA	ALDRICH
LUVERNE	MOUNTAIN LAKE	PINE RIVER	SOUTH HAVEN	VIKING	ALEXANDRIA
LYLE	MURDOCK	PIPESTONE	SOUTH INTERNATIONAL	VILLARD	ALTON
LYND	NASHWAUK	PLAINVIEW	FALLS	VIRGINIA	AMHERST
MABEL	NERSTRAND	PLATO	SOUTH ST. PAUL	WABASHA	ANDOVER
MADELLA	NEVIS	PLUMMER	SPICER	WABASSO	ANN LAKE
MADISON	NEW AUBURN	PLYMOUTH	SPRING GROVE	WACONIA	ANTRIM
MADISON LAKE	NEW BRIGHTON	PRESTON	SPRING LAKE PARK	WADENA	ARAGO
MAGNOLIA	NEW GERMANY	PRINCETON	SPRING PARK	WAHKON	ARBO
MAHNOMEN	NEW HOPE	PRINSBURG	SPRING VALLEY	WAITE PARK	ARDENHURST
MAHTOMEDI	NEW LONDON	PRIOR LAKE	SPRINGFIELD	WALDORF	
MANKATO	NEW MARKET	PROCTOR	ST. ANTHONY	WALKER	
MAN'TORVILLE	NEW MUNICH	RACINE	ST. BONIFACIUS	WALNUT GROVE	
MAPLE GROVE	NEW PRAGUE	RAMSEY		WALTHAM	

TOWNSHIPS

ACOMA
ADAMS
ADRIAN
AETNA
AITKIN
ALBA
ALBERT LEA
ALBION
ALDRICH
ALEXANDRIA
ALTON
AMHERST
ANDOVER
ANN LAKE
ANTRIM
ARAGO
ARBO
ARDENHURST

ARENDAHL	BRIDGEWATER	CORINNA	EUREKA	GRAND RAPIDS	INDUSTRIAL
ARLINGTON	BRIGHTON	CORMORANT	EVANSVILLE	GRANITE FALLS	INGUADONA
ARNA	BRISTOL	CORRINA	EVERGREEN	GRANT	INMAN
ARTHUR	BROCKWAY	COSMOS	FAIR HAVEN	GRANT VALLEY	IONA
ASHLAND	BROWNS VALLEY	COTTON	FAIRBANKS	GREAT SCOTT	IRON RANGE
ATHENS	BROWNSVILLE	COTTONWOOD	FAIRFIELD	GREEN VALLEY	IRONDALE
ATKINSON	BRUNSWICK	COURTLAND	FAIRMONT	GREENBUSH	IRVING
AVON	BUFFALO	CRATE	FAIRVIEW	GREENLEAF	ISANTI
BADOURA	BUH	CREDIT RIVER	FALL LAKE	GREENVALE	ISLAND LAKE
BAKER	BURNHAMVILLE	CROMWELL	FALUN	GREENWAY	JANESVILLE
BALDWIN	BURNS	CROOKED LAKE	FARDEN	GREENWOOD	JAY
BALKAN	BURTON	CROW RIVER	FARM ISLAND	GREY CLOUD	JOHNSONVILLE
BALL BLUFF	BUTTERFIELD	CROW WING	FARMINGTON	ISLAND	KABETOGRAMA
BALSAM	BUTTERNUT	CROW WING LAKES	FAYAL	GREY EAGLE	KANABEC
BANDON	VALLEY	CRYSTAL BAY	FAYAL	GULLY	KANARANZI
BARCLAY	BUZZLE	CULDRUM	FENTON	GUTHRIE	KANDIYOHI
BARRY	BYRON	CULVER	FILLMORE	HALDEN	KASOTA
BARTLETT	CAIRO	DAGGETT BROOK	FINLAYSON	HALSTAD	KATHIO
BASHAW	CALEDONIA	DAHLGREN	FISH LAKE	HAMMER	KEGO
BASS BROOK	CAMBRIA	DALBO	FLEMING	HAMPTON	KENYON
BASSETT	CAMBRIDGE	DARLING	FLOODWOOD	HARMONY	KETTLE RIVER
BAY LAKE	CAMDEN	DARWIN	FLORENCE	HARRIS	KIESTER
BEAR PARK	CAMP	DEAD LAKE	FLORIDA	HARRISON	KILKENNY
BEARVILLE	CANISTEO	DECORIA	FOLDAHL	HART	KIMBERLY
BEATTY	CANNON FALLS	DEERWOOD	FOLDEN	HASSAN	KING
BEAULIEU	CANOSIA	DELAVAN	FORD	HAUGEN	KINGSTON
BEAVER BAY	CANTON	DELL GROVE	FOREST	HAVANA	KNIFE LAKE
BEAVER CREEK	CARIMONA	DENMARK	FOREST CITY	HAVEN	KNUTE
BEAVER FALLS	CARLOS	DENVER	FOREST LAKE	HAVERHILL	KRAGERO
BECKER	CARPENTER	DERRYNEANE	FORESTVILLE	HAWLEY	KRAIN
BELGRADE	CARROLTON	DES MOINES RIVER	FOSTER	HAY CREEK	KROSCHER
BELLE CREEK	CARSON	DEWALD	FOX LAKE	HAYLAND	LA CRESCENT
BELLE PLAINE	CASCADE	DEXTER	FRAMNAS	HAYWARD	LA CROSSE
BELLE PRAIRIE	CASTLE ROCK	DORA	FRANCONIA	HAZELTON	LA GARDE
BELLE RIVER	CEDAR	DOUGLAS	FRANKFORT	HEGBERT	LA GRAND
BELLEVUE	CEDAR MILLS	DOVER	FRANKLIN	HEIGHT LAND	LAC QUI PARLE
BELMONT	CENTER	DOVRE	FRASER	HELEN	LAFAYETTE
BELVIDERE	CERRO GORDO	DOVRE	FREDENBERG	HELENA	LAKE ANDREW
BEMIDJI	CHANARAMBIE	DRESBACH	FREEDOM	HELGA	LAKE EDWARD
BENTON	CHARLESTOWN	DRYDEN	FREEMAN	HENDERSON	LAKE ELIZABETH
BERGEN	CHASKA	DULUTH	FRENCH	HENNING	LAKE EMMA
BERNADOTTE	CHATHAM	DUNN	FRENCH LAKE	HENRIETTA	LAKE FREMONT
BIG LAKE	CHENGWATANA	EAGLE LAKE	FRIBERG	HERON LAKE	LAKE GEORGE
BIG STONE	CHERRY	EAGLE VIEW	FROHN	HIGDEM	LAKE HANSKA
BIRCH CREEK	CHERRY GROVE	EAGLES NEST	GARDEN CITY	HIGH FOREST	LAKE HENRY
BISMARCK	CHESTER	EAST SIDE	GARFIELD	HIGHWATER	LAKE MARSHALL
BIWABIK	CHIPPEWA FALLS	EASTERN	GARNES	HINES	LAKE MARY
BLACKBERRY	CHISAGO LAKE	EDEN LAKE	GARRISON	HIRAM	LAKE PLEASANT
BLACKHO	CLAYTON	EDNA	GENNESSEE	HOBART	LAKE PRAIRIE
BLAKELEY	CLEAR LAKE	EFFINGTON	GERMANIA	HOKAH	LAKE SARAH
BLIND LAKE	CLEARWATER	ELDORADO	GETTY	HOLDEN	LAKE VIEW
BLOOMFIELD	CLIFTON	ELIZABETH	GILMANTON	HOLDING	LAKESIDE
BLOOMING GROVE	CLINTON	ELK LAKE	GIRARD	HOLLAND	LAKETOWN
BLUE HILL	CLITHERALL	ELLINGTON	GLEN	HOLLY	LAKESIDE
BOGUS BROOK	CLOVER	ELLSBURG	GLENDORADO	HOLLYWOOD	LAKESIDE
BONDIN	COKATO	ELM CREEK	GLENWOOD	HOLMES	LAKIN
BORGHOLM	COLLEGEVILLE	ELM DALE	GNESEN	HOLT	LAND
BOWSTRING	COLUMBIA	ELMER	GOOD HOPE	HOLYOKE	LANESBURGH
BOY LAKE	COLUMBUS	ELMIRA	GOOSE PRAIRIE	HOME	LANGOLA
BRADFORD	COLUMBUS	ELMORE	GRACEVILLE	HOMEBROOK	LANSING
BRANDON	COLVIN	EMBARRASS	GRAHAM	HOMESTEAD	LAWRENCE
BREITUNG	COMPTON	EMPIRE	GRAHAM LAKES	HONNER	LE SAUK
BREMEN	CONCORD	ENTERPRISE	GRANBY	HOUSTON	LEAF LAKE
BREVATOR	COON CREEK	ERIE	GRAND LAKE	IDA	LEAF RIVER
		ERIN	GRAND MEADOW	IDEAL	LEECH LAKE
		ESPELIE	GRAND PRAIRIE	IDUN	LEEDS
					LENT

LEON	MONEY CREEK	PAYNESVILLE	SAINT AUGUSTA	SUGAR BUSH	WEIMER	COTTONWOOD
LERAY	MONROE	PEACE	SALEM	SUMMIT	WELCH	CROW WING
LIBERTY	MONTGOMERY	PELICAN	SAND LAKE	SUMNER	WELLINGTON	DAKOTA
LIDA	MONTICELLO	PELICAN LAKE	SANTIAGO	SUMTER	WELLS	DODGE
LIME	MOONSHINE	PEMBINA	SARGEANT	SUNDOWN	WEST HERON LAKE	DOUGLAS
LIME LAKE	MORAN	PENN	SAUK RAPIDS	SUNRISE	WEST LAKELAND	FARIBAUT
LINCOLN	MORANVILLE	PETERSBURG	SAVANNAH	SVERDRUP	WEST NEWTON	FILLMORE
LINDEN	MORKEN	PIKE BAY	SCANDIA VALLEY	SWAN RIVER	WESTBROOK	FREEBORN
LINWOOD	MORRISON	PIKE CREEK	SCHROEDER	SWANVILLE	WHEATLAND	GOODHUE
LITCHFIELD	MORSE	PILOT MOUND	SCOTT	SWEET	WHITE	GRANT
LITTLE ELBOW	MORSE	PINE	SEAVEY	SYLVAN	WHITE BEAR	HENNEPIN
LITTLE FALLS	MOTLEY	PINE ISLAND	SEVERANCE	TANSEM	WHITE OAK	HOUSTON
LITTLE PINE	MOUNT VERNON	PINE LAKE	SHAMROCK	TEN LAKES	WHITED	HUBBARD
LIVONIA	MOUNTAIN LAKE	PINE RIVER	SHELburne	TENHASSEN	WILKINSON	ISANTI
LONE PINE	MUNSON	PLAINVIEW	SHELBY	THOMASTOWN	WILLIAMS	ITASCA
LONE TREE	NASHVILLE	PLEASANT HILL	SHELDON	THOMSON	WILMINGTON	JACKSON
LONG LAKE	NASHWAUK	PLEASANT PRAIRIE	SHELL LAKE	THUNDER LAKE	WILMONT	KANABEC
LOUISVILLE	NELSON	PLINY	SHERIDAN	TODD	WILSON	KANDIYOHI
LUTSEN	NESSER	POKEGAMA	SHETEK	TORDENSKJOLD	WINDEMERE	KITTSOON
LUXEMBURG	NEVADA	POPple GROVE	SHIELDSVILLE	TRANSIT	WING RIVER	KOCHICHING
LYLE	NEVIS	POSEN	SHINGOBEE	TRELIPE	WINNEBAGO	LAC QUI PARLE
LYNDEN	NEW AUBURN	POWERS	SIBLEY	TROUT LAKE	WINONA	LAKE
LYNN	NEW HAVEN	PRAIRIE VIEW	SILVER BROOK	TUMULI	WINSOR	LAKE OF THE WOODS
MACVILLE	NEW INDEPENDENCE	PREBLE	SILVER CREEK	TUMULI	WINSTED	LE SUEUR
MAGNOLIA	NEW LONDON	PRESTON	SILVER LAKE	TURNER	WISCONSIN	LINCOLN
MAINE	NEW PRAIRIE	PRINCETON	SINCLAIR	TURTLE CREEK	WISCOY	LYON
MAINE PRAIRIE	NEW RICHLAND	PRIOR	SIoux AGENCY	TURTLE LAKE	WOLF LAKE	MAHNOMEN
MANANNAH	NEW SCANDIA	PROVIDENCE	SIX MILE GROVE	TURTLE RIVER	WOLFORD	MARSHALL
MANFRED	NEW SOLUM	PULASKI	SKANDIA	TWIN LAKES	WOOD LAKE	MARTIN
MANKATO	NEWBURG	QUEEN	SKELTON	TWO RIVERS	WOODLAND	MCLEOD
MANTORVILLE	NEWKAY LAKE	QUINCY	SOLEM	URNES	WOODROW	MEEKER
MANTRAP	NOKAY LAKE	RABBIT LAKE	SOLWAY	VAIL	WOODSIDE	MILLE LACS
MAPLE LAKE	NORA	RACINE	SOUTH BEND	VAN BUREN	WOODVILLE	MORRISON
MAPLE RIDGE	NORDLAND	RANDOLPH	SOUTH BRANCH	VASA	WORKMAN	MOWER
MAPLETON	NORMAN	RANSOM	SOUTH HARBOR	VERDI	WRENSHALL	MURRAY
MARBLE	NORTH HERO	RAPIDAN	SOUTHBROOK	VERMILLION	WRIGHT	NICOLLET
MARCELL	NORTH STAR	RAVENNA	SOUTHFORK	VERNON	WUORI	NOBLES
MARION	NORTHERN	RED LAKE FALLS	SOUTHSIDE	VESTA	WYANETT	NORMAN
MARSHALL	NORTHFIELD	REYNOLDS	SPARTA	VICTOR	WYOMING	OLMSTED
MARSHAN	NORWAY	RICE LAKE	SPENCER	VIKING	YORK	OLMSTED
MARTIN	NORWEGIAN GROVE	RICH VALLEY	SPENCER BROOK	VILLARD	YOUNG AMERICA	OTTERTAIL
MARYSVILLE	OAK	RICHARDSON	SPRING GROVE	VINELAND	YUCATAN	PENNINGTON
MASON	OAK LAWN	RICHMOND	SPRING LAKE	VIVIAN	ZUMBRO	PINE
MAXWELL	OAK PARK	RIVER FALLS	SPRINGDALE	WAASA	ZUMBROTA	PIPESTONE
MAY	OAK VALLEY	RIVERSIDE	SPRINGHILL	WABEDO		POLK
MAYHEW LAKE	OAKLAND	ROCHESTER	SPRINGVALE	WACONIA		POPE
MAYVILLE	OAKPORT	ROCK DELL	SPRUCE GROVE	WACOUTA		RAMSEY
MAZEPPA	ODESSA	ROCK LAKE	ST. CLOUD	WAGNER	AITKIN	RED LAKE
MCDAVITT	OLNEY	ROCKFORD	ST. JAMES	WAKEFIELD	ANOKA	REDWOOD
MEADOWLANDS	ORION	ROCKSBURY	ST. JOSEPH	WALDEN	BECKER	RENVILLE
MEHURIN	ORONOCO	ROCKWOOD	ST. MARTIN	WALTHAM	BELTRAMI	RICE
MERTON	ORROCK	ROGERS	ST. OLAF	WANAMINGO	BENTON	ROCK
MICKINOCK	ORTON	ROLLING GREEN	STANCHFIELD	WANG	BIG STONE	ROSEAU
MIDDLETOWN	OSAGE	ROLLINGSTONE	STANFORD	WARD	BLUE EARTH	SCOTT
MIDDLEVILLE	OSBORNE	ROOSEVELT	STANTON	WARREN	BROWN	SHERBURNE
MIDWAY	OSHKOSH	ROSEHILL	STAPLES	WARSAW	CARLTON	SIBLEY
MILACA	OTENEAGEN	ROSENDALE	STAR LAKE	WASHINGTON	CARVER	ST. LOUIS
MILFORD	OTISCO	ROSEVILLE	STERLING	WASIOJA	CASS	STEARNS
MILLERVILLE	OTREY	ROSS	STILLWATER	WASKISH	CHIPPEWA	STEELE
MILO	OTTERTAIL	ROSS LAKE	STOCKHOLM	WATAB	CHISAGO	STEVENS
MILTON	PENINSULA	ROUND GROVE	STONY RUN	WATERBURY	CLAY	SWIFT
MINDEN	OWATONNA	ROUND LAKE	STORDEN	WATERTOWN	CLEARWATER	TODD
MINNEOTA	OXFORD	ROYALTON	STUNTZ	WATERVILLE	COOK	
MINNEWASKA	PALMYRA	RUSHSEBA	STURGEON	WATOPA		
MISSION	PARKERS PRAIRIE	RUTLAND	STURGEON LAKE	WAWINA		
MOE	PAXTON			WEALTHWOOD		
MOLTKE				WEBSTER		

COUNTIES

AITKIN	RAMSEY
ANOKA	RED LAKE
BECKER	REDWOOD
BELTRAMI	RENVILLE
BENTON	RICE
BIG STONE	ROCK
BLUE EARTH	ROSEAU
BROWN	SCOTT
CARLTON	SHERBURNE
CARVER	SIBLEY
CASS	ST. LOUIS
CHIPPEWA	STEARNS
CHISAGO	STEELE
CLAY	STEVENS
CLEARWATER	SWIFT
COOK	TODD

TRAVERSE
WABASHA
WADENA
WASECA
WASHINGTON
WATONWAN
WILKIN
WINONA
WRIGHT
YELLOW MEDICINE

SCHOOL DISTRICTS

ADA-BORUP ISD-2854
ADRIAN ISD-511
AITKIN ISD-001
AKELEY-HACKENSACK-WALKER ISD 113
ALBANY ISD-745
ALBERT LEA ISD-241
ALBERTA-CHOKIO ISD-771
ALDEN-CONGER ISD-242
ALEXANDRIA ISD-206
ANNANDALE ISD-876
ANOKA-HENNEPIN ISD - 11
ARROWHEAD REGIONAL COMPUTING
ASHBY ISD-261
ATWATER/COSMOS/GROVE CITY ISD-2396
AURORA-HOYT-BIWABIK ISD-2711
AUSTIN ISD-492
B.O.L.D.-2534
BACKUS-PINE RIVER ISD-2174
BADGER ISD-676
BAGLEY ISD-162
BALATON ISD-411
BARNESVILLE ISD-146
BARNUM ISD-91
BATTLE LAKE ISD-542
BECKER ISD-726
BELGRADE/BROOTEN ISD-2364
BELLE PLAINE ISD-716
BELLINGHAM ISD-371
BEMIDJI ISD-31
BEMIDJI REGIONAL INTERDISTRICT COUNCIL
BENSON ISD-777
BENTON STEARNS COUNTY
SPECIAL EDUCATION
BERTHA-HEWITT ISD-786
BIG LAKE ISD-727
BLACKDUCK ISD-32
BLOOMING PRAIRIE ISD-756
BLOOMINGTON ISD - 271
BLUE EARTH-WINNEBAGO ISD-2860
BLUE MOUND COOPERATIVE CENTER #943
BORDER REGION ED DIST ISD-6020
BOUNDARY WATERS SPECIAL
EDUCATION 5-842
BOYD-DAWSON ISD-378
BRAHAM ISD-314
BRAINERD ISD-181
BRANDON ISD-207
BRECKENRIDGE ISD-846
BREWSTER ISD-513
BRICELYN-EASTON-FREEBORN-WELL ISD-2134
BROOKLYN CENTER ISD-286

BROWERVILLE ISD-787
BROWNS VALLEY ISD-801
BUFFALO ISD - 877
BUFFALO LAKE-HECTOR ISD-2159
BUHL-MOUNTAIN IRON ISD-712
BURNSVILLE ISD-191
BUTTERFIELD ISD-836
BYRON ISD-531
CALEDONIA ISD-299
CAMBRIDGE-ISANTI ISD-911
CAMPBELL TINTAH ISD-852
CANBY ISD-891
CANNON FALLS ISD-252
CANTON-MABEL ISD-238
CARLTON ISD-93
CARVER-SCOTT EDUCATIONAL COOP # 930
CASS LAKE ISD-115
CEDAR MOUNTAIN ISD-2754
CENTENNIAL ISD-12
CENTRAL MINNESOTA E R D C
CHASKA ISD-112
CHIPPEWA RIVER COOPERATIVE CENTER-988
CHISAGO LAKES ISD-2144
CHISHOLM ISD-695
CHOSEN VALLEY ISD-227
CLAREMONT/DODGE CNTR/
CONCORD ISD-2125
CLARKFIELD AREA CHARTER SCHOOL
CLEARBROOK/GONVICK ISD-2311
CLEVELAND ISD-391
CLIMAX ISD-592
CLINTON-GRACEVILLE-BEARDSLEY ISD-2888
CLOQUET ISD-94
COKATO-DASSEL ISD-466
COLD SPRING ISD-750
COLERAINE ISD-316
COLUMBIA HEIGHTS ISD-13
COMFREY ISD-81
COOK COUNTY-ISD166
CROMWELL ISD-95
CROOKSTON ISD-593
CROSBY IRONTON ISD-182
CYRUS ISD-611
DAKOTA COUNTY INTERMEDIATE DIST 917
DEER RIVER ISD-317
DELANO ISD-879
DETROIT LAKES ISD-22
DILWORTH-GLYNDON-FELTON ISD-2164
DOVER-EYOTA ISD-533
DULUTH ISD-709
DUNWOODY ACADEMY
E CHAIN-GRANADA HUNTLEY ISD-2536
EAGLE BEND ISD-2759
EAST CENTRAL ISD 2580
EAST GRAND FORKS ISD-595
EAST METRO INTERGRATION DISTRICT 6067
EDEN PRAIRIE ISD - 272
EDEN VALLEY-WATKINS ISD 463
EDGERTON ISD-581
EDINA ISD - 273
ELK RIVER ISD-728
ELLSWORTH ISD-514
ELY ISD-696
ESKO ISD-99
ESV REGION V COMPUTER SERVICE
EVANSVILLE ISD-208
EVELETH-GILBERT ISD-2154

FAIRMONT/CEYLON ISD-2752
FARIBAULT ISD-656
FARMINGTON ISD-192
FERGUS FALLS ISD-544
FERGUS FALLS SPECIAL EDUCATION 935
FERTILE ISD-599
FISHER ISD-600
FLOODWOOD ISD-698
FOLEY ISD-51
FOREST LAKE ISD - 831
FOSSTON ISD-601
FRAZEE-VERGAS ISD-23
FRESHWATER EDUC DIST -6004
FRIDLEY ISD - 14
FULDA ISD-505
GARFIELD ISD 215
GFW ISD-2365
GLENCOE/SILVER LAKE ISD-2859
GLENVILLE-EMMONS ISD-2886
GLOBAL ACADEMY
GOODHUE COUNTY EDUCATION
DISTRICT ISD-60
GOODHUE ISD-253
GOODRIDGE ISD-561
GRAND MEADOW ISD-495
GRAND RAPIDS ISD-318
GRANITE FALLS-CLARKFIELD-ECHO ISD-2190
GREENBUSH/MIDDLE RIVER ISD-2683
GRYGLA ISD-447
HALSTAD/HENDRUM ISD-2527
HANCOCK ISD-768
HARMONY/PRESTON/FOUNTAIN ISD-2198
HARTLAND-N RICHLAND-ELLENDALE ISD-2168
HASTINGS ISD - 200
HAWLEY ISD-150
HAYFIELD ISD-203
HENDERSON-LE SUEUR ISD-2397
HENDRICKS ISD-402
HENNING ISD-545
HERMAN ISD-264
HERMANTOWN ISD-700
HERON LAKE-OKABENA ISD-330
HIAWATHA VALLEY ISD-6013
HIBBING ISD-701
HILL CITY ISD-2
HILLS BEAVER CREEK ISD-671
HINCKLEY/FINLAYSON ISD-2165
HITTERDAL-ULEN ISD-914
HOLDINGFORD ISD-738
HOPKINS ISD-270
HOUSTON ISD-294
HOWARD LAKE-WAVERLY-WINSTED ISD - 2687
HUTCHINSON ISD-423
INTERMEDIATE DISTRICT - 287
INTERNATIONAL FALLS ISD-361
INTERNATIONAL SPANISH
LANGUAGE ACADEMY
INVER GROVE HEIGHTS ISD - 199
ISLE ISD-473
IVANHOE ISD-403
JACKSON COUNTY CENTRAL ISD-2895
JANESVILLE/PEMBERTON/WALDORF ISD-2835
JORDAN ISD-717
KASSON-MANTORVILLE ISD-204
KELLIHER ISD-36
KENYON-WANAMINGO ISD-2172
KERKHOVEN-MURDOCK-SUNBURG ISD-775

KIMBALL ISD-739
 KINGSLAND PUBLIC SCHOOLS ISD 2137
 KITTSOON CENTRAL ISD-2171
 LA CRESCENT ISD-300
 LAKE AGASSIZ SPECIAL EDUCATION COOP
 LAKE BENTON ISD-404
 LAKE CITY ISD-813
 LAKE COUNTY ISD-381
 LAKE CRYSTAL/WELCOME MEMORIAL ISD-2071
 LAKE OF THE WOODS ISD-390
 LAKE PARK-AUDUBON ISD-2889
 LAKES COUNTRY SERVICE COOP
 LAKEVIEW ISD-2167
 LAKEVILLE ISD - 194
 LANCASTER ISD-356
 LANESBORO ISD-229
 LAPORTE ISD-306
 LECENTER ISD-392
 LEROY-OSTRANDER ISD-499
 LESTER PRAIRIE ISD-424
 LEWISTON ISD-857
 LITCHFIELD ISD-465
 LITTLE FALLS ISD-482
 LITTLEFORK BIG FALLS ISD-362
 LONG PRAIRIE/GREY EAGLE ISD-2753
 LONSDALE-MONTGOMERY ISD-394
 LUVERNE ISD-2184
 LYLE ISD-497
 LYND ISD-415
 MACCRAY ISD-2180
 MADELIA ISD-837
 MADISON ISD-2853
 MAHNOMEN ISD-432
 MAHTOMEDI ISD-832
 MANKATO ISD-77
 MAPLE LAKE ISD-881
 MAPLE RIVER SCHOOLS ISD-2135
 MARSHALL COUNTY CENTRAL ISD-441
 MARSHALL ISD-413
 MARTIN COUNTY WEST ISD 2448
 MAZEPPA-ZUMBROTA ISD-2805
 MC GREGOR ISD-4
 MCLEOD WEST ISD-2887
 MEDFORD ISD-763
 MEEKER-WRIGHT COUNTY
 SPECIAL EDUCATION COOP
 MELROSE ISD-740
 MENAHGA ISD-821
 MID STATE EDUCATION ISD-6979
 MIDWEST SPEC EDUC COOP 398
 MILACA ISD-912
 MILROY ISD-635
 MINNEAPOLIS SPECIAL ISD-1
 MINNEOTA ISD-414
 MINNESOTA RIVER VALLEY ISD-6018
 MINNESOTA RIVERLAND TECH COLLEGE
 MINNESOTA VALLEY COOP CENTER
 MINNESOTA VALLEY EDUCATIONAL DISTRICT
 MINNETONKA ISD-276
 MINNEWASKA AREA ISD-2149
 MONTEVIDEO ISD-129
 MONTICELLO ISD-882
 MOORHEAD ISD-152
 MOOSE LAKE ISD-97
 MORA ISD-332
 MORRIS ISD-769
 MOUNDS VIEW ISD-621
 MOUNTAIN LAKE ISD-173
 NASHWAUK-KEEWATIN ISD-319
 NETT LAKE ISD-707
 NEVIS ISD-308
 NEW LONDON-SPICER ISD-345
 NEW PRAGUE ISD-721
 NEW ULM ISD-88
 NEW YORK MILLS ISD-553
 NICOLLET ISD-507
 NORTH BRANCH ISD-138
 NORTH CENTRAL SERVICE COOPERATIVE 5
 NORTH CENTRAL TECH COLLEGE ISD-6047
 NORTH COUNTRY VOCATIONAL
 COOP CENTER
 NORTH ST PAUL-MAPLEWOOD ISD-622
 NORTHEAST EDUC COOP SERVICE UNIT
 NORTHEAST EDUC DIST-6033
 NORTHEAST METRO INTERMEDIATE ISD-916
 NORTHFIELD ISD-659
 NORTHLAND LEARNING CENTER
 NORTHWEST REGIONAL INTERDISTRICT
 NORTHWEST SERVICE COOPERATIVE
 NORWOOD ISD-108
 OGILVIE ISD-333
 OKLEE ISD-627
 ONAMIA ISD-480
 ORONO ISD - 278
 ORTONVILLE ISD-62
 OSAKIS ISD-213
 OSSEO ISD-279
 OWATONNA ISD-761
 PARK RAPIDS ISD-309
 PARKERS PRAIRIE ISD-547
 PAYNESVILLE ISD-741
 PELICAN RAPID ISD-548
 PEQUOT LAKES ISD-186
 PERHAM ISD-549
 PETERSON-RUSHFORD ISD-239
 PIERZ ISD-484
 PILLAGER ISD-116
 PINE CITY ISD-578
 PINE ISLAND ISD-255
 PINE POINT EXP SCH 25
 PINE TO PRAIRIE COOP CENTER
 PIPESTONE-JASPER ISD-2689
 PLAINVIEW-ELGIN-MILLVILLE SCHOOLS
 PLUMMER ISD-628
 PRINCETON ISD-477
 PRINSBURG-COMMON ISD-815
 PRIOR LAKE ISD-719
 PROCTOR ISD-704
 RANDOLPH ISD-195
 RED LAKE FALLS AREA SPEC EDUC COOP
 RED LAKE FALLS ISD-630
 RED LAKE ISD-38
 RED RIVER VALLEY VOCATIONAL COOP CTNR
 RED WING ISD - 256
 REDROCK CENTRAL ISD-2884
 REDWOOD FALLS ISD-2897
 REGION I
 REMER ISD-118
 RENVILLE COUNTY WEST DIST. 2890
 RESOURCE TRAINING AND SOLUTIONS
 RICHFIELD ISD - 280
 RIVER BEND ISD-6049
 ROBBINSDALE ISD-281
 ROCHESTER ISD-535
 ROCKFORD ISD-883
 ROOT RIVER EDUC DIST 6042
 ROSEAU ISD-682
 ROSEMOUNT ISD - 196
 ROSEVILLE ISD-623
 ROTHSAIY ISD-850
 ROUND LAKE ISD-516
 ROYALTON ISD-485
 RTR PUBLIC SCHOOLS
 RUNESTONE AREA EDUCATION DIST 6014
 RUSH CITY ISD-139
 SARTELL ISD-748
 SAUK CENTRE ISD-743
 SAUK CENTRE WEST EDUCATION ISD-6026
 SAUK RAPIDS ISD-47
 SEBEKA ISD-820
 SHAKOPEE ISD - 720
 SHETEK COOPERATIVE VOCATIONAL CENTER
 SIBLEY EAST ISD-2310
 SLAYTON-CHANDLER-LAKE WILSON ISD-2169
 SLEEPY EYE ISD-84
 SOUTH CENTRAL SERVICE COOPERATIVE
 SOUTH KOOCHICHING COUNTY ISD-363
 SOUTH ST PAUL SPECIAL ISD -6
 SOUTH WASHINGTON COUNTY ISD-833
 SOUTHEAST SERVICE COOPERATIVE
 SOUTHLAND ISD-500
 SPRING GROVE ISD-297
 SPRING LAKE PARK ISD - 16
 SPRINGFIELD ISD-85
 ST. ANTHONY ISD -282
 ST. CHARLES ISD-858
 ST. CLAIR ISD-75
 ST. CLOUD ISD-742
 ST. FRANCIS ISD - 15
 ST. JAMES ISD-840
 ST. LOUIS COUNTY ISD 2142
 ST. LOUIS PARK ISD-283
 ST. MICHAEL-ALBERTVILLE ISD-885
 ST. PAUL ISD-625
 ST. PETER ISD-508
 STAPLES/MOTLEY ISD-2170
 STATE COMMUNITY COLLEGES
 STEPHEN/ARGYLE ISD-2856
 STEWARTVILLE ISD-534
 STILLWATER ISD-834
 SW & W CENTRAL EDUC SERVICE
 SWANVILLE ISD-486
 TEAM ACADEMY
 THIEF RIVER FALLS ISD-564
 TIES
 TRACY ISD-417
 TRI-COUNTY SCHOOLS ISD-2358
 TRUMAN ISD-458
 TWIN VALLEY/GARY ISD-2215
 UNDERWOOD ISD-550
 UPSALA ISD-487
 VALLEY & LAKES ISD-6001
 VERNDALE ISD-818
 VIKING COOPERATIVE CENTER #945
 VIRGINIA ISD-706
 WABASHA-KELLOGG ISD-811
 WABASSO ISD-640

WACONIA ISD 110
 WADENA ISD-2155
 WARREN ISD-2176
 WARROAD ISD-690
 WASECA COUNTY COOPERATIVE CENTER
 WASECA ISD-829
 WASIOJA EDUCATION TECHNOLOGY
 COOPERATIVE
 WATERTOWN MAYER ISD-111
 WATERVILLE-ELYSIAN-MORRISTOWN ISD-2143
 WAUBUN ISD-435
 WAYZATA ISD-284
 WEST CENTRAL AREA SCHOOLS ISD 2342
 WEST METRO EDUCATION PROGRAM
 WEST ST PAUL ISD-197
 WESTBROOK WALNUT GROVE
 SCHOOLS ISD 2898
 WESTONKA ISD - 277
 WHEATON ISD-803
 WHITE BEAR LAKE ISD-624
 WILLMAR ISD-347
 WILLOW RIVER ISD-577
 WIN-E-MAC ISD-2609
 WINDOM ISD-177
 WINONA ISD-861
 WORTHINGTON ISD-518
 WRENSHALL ISD-100
 WRIGHT TECHNICAL CENTER ISD-966
 ZUMBRO ISD-6012

CHARTER SCHOOLS

ACADEMIA CESAR CHAVEZ CHARTER SCHOOL
 ACADEMY BIOSCIENCE
 ACHIEVE LANGUAGE ACADEMY
 ADAM ABDUL ACADEMY
 AGRICULTURAL & FOOD SCIENCES ACADEMY
 ARTECH
 ASCENSION ACADEMY
 ASPEN ACADEMY
 AUGSBURG ACADEMY FOR HEALTH CAREERS
 AURORA CHARTER SCHOOL
 AVALON SCHOOL
 BEACON ACADEMY
 BEST ACADEMY
 BIRCH GROVE COMMUNITY SCHOOL
 BLUESKY CHARTER SCHOOL
 BLUFFVIEW MONTESSORI ISD-4001
 BRIGHT WATER ELEMENTARY
 CHARTER SCHOOL
 CEDAR-RIVERSIDE COMMUNITY ISD-4004
 CENTRAL MINNESOTA DEAF SCHOOL ISD-4022
 CHIRON CHARTER SCHOOL - 4096
 ACADEMY CHARTER SCHOOL ISD-4000
 COLOGNE CHARTER SCHOOL
 COLONEL CHARLES YOUNG
 MILITARY ACADEMY
 COMMUNITY PEACE ACADEMY ISD - 4015
 COMMUNITY PEACE ACADEMY ISD-4015
 COMMUNITY SCHOOL EXCELLENCE
 CONCORDIA CREATIVE LEARNING ACADEMY
 CONTINUUM ACADEMY
 CROSSLAKE COMMUNITY SCHOOL
 CYBER VILLAGE ACADEMY ISD-4025
 CYGNUS ACADEMY

DAKOTA ACADEMY CHARTER SCHOOL
 DAKOTA AREA COMMUNITY SCHOOL
 DISCOVERY PUB SCHOOL FARIBAULT
 DUGSI ACADEMY CHARTER SCHOOL
 EAGLE RIDGE ACADEMY CHARTER SCHOOL
 EAST RANGE ACADEMY TECH & SCIENCE
 ECHO CHARTER SCHOOL
 ECI NOMP WOODSPE
 CHARTER SCH ISD 4028
 ECI NOMP WOODSPE
 CHARTER SCH ISD 4028
 ELOM INTERNATIONAL ACADEMY
 EMILY CHARTER ISD-4012
 EMILY GREY ACCELERATED
 CHARTER SCHOOL
 EXCELL ACADEMY
 FACE TO FACE ACADEMY
 FAMILY ACADEMY CHARTER SCHOOL
 FORT SNELLING ACADEMY
 FOUR DIRECTIONS CHARTER SCHOOL
 FRASER ACADEMY
 FREDERICK DOUGLASS ACADEMY ISD-4010
 FRIENDSHIP ACADEMY FINE ARTS
 GENERAL JOHN VESSEY
 LEADERSHIP ACADEMY
 GLACIAL HILLS ELEMENTARY
 GREAT EXPECTATIONS SCHOOL
 GREAT RIVER EDUCATION CENTER
 GREAT RIVER SCHOOL
 HARBOR INTERNATIONAL
 CHARTER SCHOOL
 HARVEST PREPARATORY ACADEMY
 HEART THE EARTH CENTER,
 AM INDIAN ED
 HIAWATHA LEADERSHIP ACADEMY
 HIGH SCHOOL FOR THE RECORDING ARTS
 HIGHER GROUND ACADEMY - 4027
 HMONG ACADEMY CHARTER SCHOOL
 HOPE COMMUNITY ACADEMY
 JENNINGS EXPERIENTIAL HIGH SCHOOL
 KALEIDOSCOPE CHARTER SCHOOL
 KIPP STAND ACADEMY
 LA CRESCENT MONTESSORI ACADEMY
 LAKE SUPERIOR HIGH SCHOOL
 LAKES AREA CHARTER SCHOOL
 LAKES INTERNATIONAL
 LANGUAGE ACADEMY
 LAURA JEFFREY ACADEMY
 LEARNING ADVENTURES MIDDLE SCHOOL
 LEARNING FOR LEADERSHIP CS
 LIBERTY HIGH CHARTER SCHOOL
 LIGHTHOUSE ACADEMY NATIONS
 LINCOLN INTERNATIONAL
 CHARTER SCHOOL
 LIONSGATE ACADEMY
 LONG TIENG ACADEMY
 LOVEWORKS ACADEMY VISUAL &
 PERFORM ARTS
 MAIN ST SCHOOL PERFORMING ARTS
 MARTIN HUGHES CHARTER ISD-4040
 MARY MCEVOY EARLY LITERACY ACADEMY
 MATH AND SCIENCE ACADEMY
 METRO DEAF SCHOOL INC.
 MEXICA MULTICULTURAL
 EDUCATION - 4060
 MILROY CHARTER SCHOOL
 MINISINAAKWAANG LEADERSHIP ACADEMY
 MINNEAPOLIS ACADEMY
 MINNEAPOLIS PUBLIC SCHOOLS

MINNESOTA ACADEMY TECHNOLOGY
 MINNESOTA BUSINESS ACADEMY
 MINNESOTA INTERNATIONAL
 MIDDLE SCHOOL
 MINNESOTA INTERNSHIP CENTER
 MINNESOTA NORTH STAR ACADEMY
 MINNESOTA ONLINE HIGH SCHOOL
 MINNESOTA TRANSITIONS ISD-4017
 NATIVE ARTS HIGH SCHOOL
 NEW CENTURY CHARTER SCHOOL
 NEW CHARTER SCHOOL
 NEW DISCOVERIES MONTESSORI ACADEMY
 NEW HEIGHTS CHARTER ISD-4003
 NEW MILLENNIUM CHARTER SCHOOL
 NEW SALEM ACADEMY
 NEW SPIRIT CHARTER SCHOOL ISD-4029
 NEW VISIONS CHARTER ISD-4011
 NEW VOYAGE ACADEMY CHARTER SCHOOL
 NOBLE ACADEMY
 NORTH LAKES ACADEMY
 NORTH SHORE COMMUNITY SCHOOL
 NORTHWEST PASSAGE HIGH SCHOOL
 NOVA CLASSICAL ACADEMY
 NW SUB INTEGRATION SCHOOL DIST- 6078
 ODYSSEY CHARTER ISD-4030
 PACT CHARTER ISD - 4008
 PAIDEIA ACADEMY
 PARTNERSHIP ACADEMY
 PEAKS CHARTER DIST 4033
 PEAKS CHARTER SCHOOL FARIBAULT
 PILLAGER AREA CHARTER SCHOOL
 PINE GROVE LEADERSHIP ACADEMY
 PRAIRIE CREEK COMMUNITY SCHOOL
 PRAIRIE SEEDS ACADEMY
 RECOVERY SCHOOL SOUTHERN MINNESOTA
 RIDGEWAY COMMUNITY SCHOOL
 RIGHT STEP ACADEMY
 RIVER'S EDGE ACADEMY
 RIVERWAY LEARNING COMMUNITY
 ROCHESTER CHARTER HIGH SCHOOL
 SCHOOLCRAFT LEARNING COMMUNITY
 SEVEN HILLS CLASSICAL ACADEMY
 SKILLS FOR TOMORROW HIGH
 SCHOOL ISD-4006
 SKILLS FOR TOMORROW JR. HIGH ISD-4037
 SOBRIETY HIGH SCHOOL EAST CAMPUS
 SOJOURNER TRUTH ACADEMY
 CHARTER SCHOOL
 SOUL ACADEMY
 SOUTHSIDE FAMILY CHARTER ISD 4162
 SPECTRUM HIGH SCHOOL
 ST CROIX PREPARATORY ACADEMY
 ST PAUL CONSERVATORY
 PERFORMING ARTISTS
 STONEBRIDGE COMMUNITY SCHOOL
 STRIDE ACADEMY
 STUDIO ACADEMY
 SUCCESS ACADEMY ISD-4023
 SUMMIT SCHOOL FOR THE ARTS ISD-4024
 SWAN RIVER MONTESSORI CHARTER SCHOOL
 TAREK IBN ZIYAD ACADEMY
 THE DAVINCI ACADEMY ARTS AND SCIENCE
 TOIVOLA-MEADOWLANDS CHARTER ISD-4002
 TREKNORTH HIGH SCHOOL
 TRIO WOLF CREEK DISTANCE
 LEARNING PROG
 TWIN CITIES ACADEMY
 TWIN CITIES ACADEMY HIGH SCHOOL

TWIN CITIES GERMAN IMMERSION SCHOOL
 TWIN CITIES INTERNATIONAL ELEMENTARY
 UBAH MEDICAL ACADEMY
 URBAN ACADEMY CHARTER SCHOOL
 VERITAS ACADEMY
 VILLAGE SCHOOL NORTHFIELD ISD-4021
 VOYAGEURS EXPEDITIONARY HIGH SCHOOL
 WATERSHED HIGH SCHOOL
 WAYNEWOOD SCHOOL HOPE
 WILLIAM MCGEE INSTITUTE TECH
 WOODSON INSTITUTE FOR EXCELLENCE
 WORLD LEARNER CHARTER ISD-4016
 WORTHINGTON AREA LANGUAGE ACADEMY
 YANKTON COUNTRY SCHOOL
 YING HUA ACADEMY

HOSPITALS/NURSING HOMES

ADAMS HEALTH CARE CENTER
 ADRIAN HOSPITAL AND NURSING HOME
 APPLETON MUNICIPAL HOSPITAL
 BATTLE LAKE NURSING HOME
 BELTRAMI COUNTY NURSING HOME
 BELTRAMI COUNTY NURSING SERVICE
 BELVIEW PARKVIEW HOME
 BERTHA HOSPITAL
 BRIDGES MEDICAL CENTER
 CANNON FALLS COMMUNITY HOSPITAL
 CANNON FALLS MED CENTER - MAYO HEALTH
 CHIPPEWA COUNTY HOSPITAL
 CLARA CARE CENTER
 CLARKFIELD CARE CENTER
 CLEARWATER COUNTY HOSPITAL
 CLEARWATER COUNTY NURSING SERVICE
 COOK COUNTY HOSPITAL
 CORNERSTONE NURSING & REHAB CENTER
 COTTONWOOD-JACKSON HEALTH SERVICE
 DODGE COUNTY FAIRVIEW NURSING HOME
 DOUGLAS COUNTY HOSPITAL
 ELLSWORTH PARKVIEW MANOR NURSING
 FAIRWAY VIEW SENIOR COMMUNITY
 FERTILE FAIR MEADOW NURSING HOME
 GLENCOE REGIONAL HEALTH CENTER
 GLENHAVEN
 GRAND MEADOW MANOR NURSING HOME
 GRAND VILLAGE
 GRANITE FALLS HOSPITAL AND MANOR
 GRANT COUNTY HOSPITAL
 HAYFIELD FIELD CREST CARE CENTER
 HENNEPIN COUNTY MEDICAL CENTER
 HENNEPIN HEALTHCARE SYSTEM
 HUTCHINSON AREA HEALTH CARE
 ITASCA COUNTY MEDICAL CENTER
 JACKSON MUNICIPAL HOSPITAL
 JANESVILLE NURSING HOME
 KANABEC COUNTY HOSPITAL
 KARLSTAD CLINIC
 KARLSTAD NURSING CENTER
 KITTSOON COUNTY NURSING HOME
 LAKE COUNTY SUNRISE HOME
 LAKE HOSPITAL AND NURSING HOME
 LAKE NURSING HOME
 LAKEFIELD COLONIAL NURSING HOME
 LAKEFIELD MUNICIPAL CLINIC

LAKEFIELD MUNICIPAL HOSPITAL
 LAKEVIEW HOME
 LAMBERTON VALLEY VIEW MANOR
 LITTLEFORK MEDICAL CENTER
 MABEL GREEN LEA MANOR
 MAHNOMEN COUNTY HOSPITAL
 MAHNOMEN HEALTH CENTER JPB
 MEEKER COUNTY HOSPITAL
 MELROSE MUNICIPAL HOSPITAL
 MENAUGA NURSING HOME
 METROPOLITAN VISITING
 NURSE ASSOCIATION
 MULTI COUNTY NURSING SERVICE
 MURRAY COUNTY MEMORIAL HOSPITAL
 NEW RICHLAND CARE CENTER
 NEW YORK MILLS NURSING HOME
 NORTHFIELD HOSPITAL
 OAK TERRACE HEALTH CARE CENTER
 OAK TERRACE NURSING HOME
 ORTONVILLE HOSPITAL
 OWATONNA MUNICIPAL HOSPITAL
 PENNINGTON COUNTY
 OAKLAND PARK NURSING
 PENNINGTON-RED LAKE COUNTY
 NURSING SERVICE
 PAYNESVILLE AREA HEALTH CARE SYSTEM
 PELICAN VALLEY HEALTH CENTER
 PHEASANT COUNTRY HOME CARE
 PIPESTONE COUNTY MEDICAL CENTER
 PLAINVIEW HILLCREST NURSING HOME
 PRIME WEST HEALTH SYSTEM JPB
 REDWOOD AREA HOSPITAL
 REGIONS HOSPITAL - MAIL STOP
 RENVILLE HEALTH SERVICES
 RICE COUNTY DISTRICT 1 HOSPITAL
 RIDGEVIEW MEDICAL CENTER
 RUSH HOSPITAL
 SANFORD HOSPITAL LUVERNE
 SANFORD REGIONAL HOSPITAL
 WORTHINGTON
 SAUK CENTRE HOSPITAL
 SIBLEY MEDICAL CENTER
 SLEEPY EYE HOSPITAL
 SOUTH COUNTRY HEALTH ALLIANCE
 SPRINGFIELD HOSPITAL
 SPRINGFIELD MEDICAL CENTER
 ST PAUL RAMSEY CLINIC
 ST. PETER HOSPITAL & HCC
 SUNNYSIDE NURSING HOME
 SWIFT COUNTY BENSON HOSPITAL
 TRACY HOSPITAL
 TRIMONT HEALTH CARE CENTER
 ULEN VIKING MANOR
 VIRGINIA REGIONAL MEDICAL CENTER
 WARROAD HOSPITAL
 WASECA MEMORIAL HOSPITAL
 WEINER HOSPITAL, MARSHALL
 WELLS HOSPITAL
 WHEATON HOSPITAL
 WILLMAR RICE MEMORIAL HOSPITAL
 WINDOM AREA HOSPITAL
 WORTHINGTON HOSPITAL

MISCELLANEOUS

ACHIEVE SERVICES INCORPORATED
 AFSCME COUNCIL 5
 AFSCME COUNCIL 65
 AGASSIZ VALLEY VOCATIONAL CENTER
 AITKIN COUNTY SWCD
 ALEXANDRIA LAKE AREA SANITARY DISTRICT
 ANOKA COUNTY SWCD
 AREA II MINNESOTA RIVER BASIN PRODUCTS
 ARROWHEAD LIBRARY SYSTEM
 ARROWHEAD REGIONAL
 COMPUTER CONSORTIUM
 ARROWHEAD REGIONAL CORRECTIONS
 ARROWHEAD REGIONAL
 DEVELOPMENT COMMISSION
 ASSOCIATION MINNESOTA COUNTIES
 BATTLE LAKE AREA LANDFILL ASSOCIATION
 BATTLE LAKE MOTOR PATROL ASSOCIATION
 BECKER COUNTY SWCD
 BECKER-CLAY COUNTY SPECIAL EDUCATION
 BELLE CREEK WATERSHED DISTRICT
 BELTRAMI COUNTY SWCD
 BELTRAMI SWCD
 BEMIDJI AREA JOINT PLANNING BOARD
 BEMIDJI-BELTRAMI AIRPORTS COMMISSION
 BENEDICTINE LIVING
 COMMUNITY, ST. PETER
 BENTON COUNTY SWCD
 BIG STONE COUNTY SWCD
 BLUE EARTH COUNTY SWCD
 BLUE EARTH RIVER BASIN INITIATIVE
 BOARD PUBLIC DEFENDERS
 BOIS DE SIOUX WATERSHED DISTRICT
 BOVEY COLERAINE TREATMENT
 PLANT COMMISSION
 BRAHAM MORA AND PINE
 BRAHAM-MILACA JOINT POWERS BD
 BREITUNG/TOWER WASTE WATER BOARD
 BROWN COUNTY SWCD
 BROWN-NICOLLET COUNTY
 BURNS-HOMER-PLEASANT SWCD
 CALLAWAY OGEMA POLICE DEPARTMENT JPB
 CAPITOL REGION WATERSHED DISTRICT
 CARLTON COUNTY SWCD
 CARNELIAN-MARINE WATERSHED DISTRICT
 CARVER COUNTY SWCD
 CASS COUNTY SWCD
 CCLNS JOINT POWERS BOARD #3
 CEDAR RIVER EDUCATION SERVICE COOP
 CEDAR RIVER WATERSHED DISTRICT
 CENTENNIAL LAKES POLICE DEPT.
 CENTRAL LAKE REGION SANITARY DISTRICT
 CENTRAL MINNESOTA COOPERATIVE CENTER
 CENTRAL MINNESOTA LIBRARIES
 CENTRAL MINNESOTA
 REGIONAL DEVELOPMENT
 CENTRAL MINNESOTA SWCD - CLUSTER 5
 CENTRAL ST. CROIX VALLEY CABLE
 CHIPPEWA COUNTY SWCD
 CHISAGO COUNTY SWCD
 CHISAGO LAKES JOINT SEWAGE
 TREATMENT COMMISSION
 CLAY COUNTY SWCD

CLAY COUNTY VOCATIONAL CENTER	HERON LAKE WATERSHED DISTRICT	MARTIN COUNTY SWCD
CLEARWATER COUNTY SWCD	HIGH ISLAND CREEK WATERSHED DISTRICT	MARTIN-FARIBAULT CO.
CLEARWATER HEALTH SERVICES	HIGHLAND VOCATIONAL	PRAIRIELAND WASTE BOARD
CLEARWATER RIVER WATERSHED DISTRICT	HUBBARD COUNTY SWCD	MC LEOD COUNTY SWCD
COMFORT LAKE FOREST LAKE WD	HUDSON SANITARY LANDFILL AUTHORITY	MEEKER COUNTY SWCD
COMMUNITY ACTION MINNEAPOLIS	HUMAN SERVICES FARIBAULT & MARTIN CO	METRO II
COOK COUNTY HOSPITAL AMBULANCE	HUTCHINSON AREA HEALTH CARE	METRO WASTE CONTROL COMMISSION
COOK COUNTY SWCD	I 494 CORRIDOR COMMISSION	METRONET
COOK COUNTY/GRAND MARAIS JOINT EDA	IMPACK 6 JOINT POWERS BOARD	METROPOLITAN AIRPORTS COMMISSION
COON CREEK WATERSHED DISTRICT	INFINITY MINNESOTA'S DIGITAL ACADEMY	METROPOLITAN CABLE NETWORK
COTTONWOOD COUNTY SWCD	INTERDISTRICT VOCATIONAL CENTER	METROPOLITAN COUNCIL
COTTONWOOD RIVER VOCATIONAL CENTER	ISANTI COUNTY SWCD	METROPOLITAN COUNCIL TRANSIT OPS
CROOKSTON HOUSING & ECONOMIC DEVELOPMENT AUTHORITY	ITASCA COUNTY SWCD	METROPOLITAN ECSU REGION 11
CROSSLAKE TELEPHONE	JEFFERS AMBULATORY	METROPOLITAN LIBRARY SERVICE AGENCY
CROW RIVER RECREATION DEPARTMENT	JOINT POWERS WATER BOARD	METROPOLITAN MOSQUITO CONTROL DISTRICT
CROW RIVER SPECIAL EDUCATION COOP	JOINT POWERS BOARD ZONE 10	METROPOLITAN SPORTS FACILITY COMMISSION
CROW WING COUNTY SWCD	KANABEC COUNTY ECONOMIC DEVELOPMENT COMMISSION	METROPOLITAN VISITING NURSE ASSOCIATION
DAKOTA COMMUNICATIONS CENTER	KANABEC COUNTY SWCD	MIDDLE FORK CROW RIVER W DISTRICT
DAKOTA COUNTY SWCD	KANDIYOHI AREA TRANSIT KAT	MIDDLE RIVER/SNAKE RIVER WD
DELAVIN-EASTON PUBLIC SAFETY	KANDIYOHI COUNTY SWCD	MID-MINNESOTA DEVELOPMENT COMMISSION
DEPARTMENT OF MILITARY AFFAIRS	KANDIYOHI-WILLMAR ECONOMIC DEVELOPMENT	MILLE LACS COUNTY SWCD
DODGE COUNTY SWCD	KITCHIGAMI REGIONAL LIBRARY	MILLE LACS TRIBAL POLICE
DOUGLAS COUNTY SWCD	KITTSOON COUNTY SWCD	MINNEAPOLIS COMMUNITY DEVELOPMENT AGENCY
DOVER-EYOTA ST. CHARLES SANITARY DISTRICT	KITTSOON-MARSHALL COUNTY RURAL WATER SYSTEM	MINNEAPOLIS EMPLOYEE RETIREMENT FUND
DULUTH AIRPORT AUTHORITY	KOOCHICHING COUNTY DEVELOPMENT AUTHORITY	MINNEAPOLIS YOUTH COOR BOARD
EAST CENTRAL COOPERATIVE CENTER	KOOCHICHING COUNTY SWCD	MINNEHAHA CREEK WATERSHED DIST
EAST CENTRAL REGIONAL DEVELOPMENT COMMISSION	LAC QUI PARLE COUNTY SWCD	MINNESOTA ASSOCIATION URBAN COUNTIES
EAST CENTRAL REGIONAL LIBRARY	LAC QUI PARLE/YELLOW BANK WATERSHED	MINNESOTA COUNTIES COMPUTER COOPERATIVE
EAST OTTER TAIL COUNTY SWCD	LAKE AMBULANCE SERVICE	MINNESOTA COUNTIES INS TRUST
EAST POLK COUNTY SWCD	LAKE OF THE WOODS EDA	MINNESOTA INTER-COUNTY ASSOCIATION
EAST RANGE JOINT POWERS BOARD	LAKE OF THE WOODS SWCD	MINNESOTA MUNICIPAL UTILITIES ASSOC
EAST RANGE SECONDARY TECHNICAL CENTER	LAKE AGASSIZ REGIONAL LIBRARY	MINNESOTA RIVER SOURCE JPB
EDUCATION MINNESOTA	LAKE COUNTY SWCD	MINNESOTA RIVER SPEC EDUCATION COOP
EFSD JOINT RECREATION BOARD	LAKE JOHANNA FIRE DEPARTMENT	MINNESOTA STATE SHERIFFS ASSOCIATION
ELKO NEW MARKET WASTE WATER UTILITY BOARD	LAKE MINNETONKA COMMUNICATION COMMISSION	MINNESOTA TEAMSTER PUBLIC & LAW #320
ELLENDALE AMBULANCE SERVICE	LAKE MINNETONKA CONSERVATION DISTRICT	MINNESOTA VALLEY COOP
EVELETH ECONOMIC DEVELOPMENT AUTHORITY	LAKES AREA RECREATION	MINNESOTA VALLEY REGIONAL LIBRARY
EVELETH VIRGINIA AIRPORT AUTHORITY	LAKES AREA POLICE	MINNESOTA VALLEY TRANSIT AUTHORITY
EXCELSIOR FIRE DISTRICT	LAKES COOPERATIVE CENTER	MISSISSIPPI WATERSHED MANAGEMENT ORGANIZATION
FAIR OAKS LODGE	LAKESIDE HEALTH CARE CENTER	MOOSE LAKE-WINDEMERE
FARIBAULT COUNTY SWCD	LAKEVILLE ARENAS	MORRISON COUNTY SWCD
FARWELL KENSINGTON SANITARY DISTRICT	LEAGUE MINNESOTA CITIES	MOWER COUNTY SWCD
FILLMORE CO SOIL & WATER CONSERVATION	LEECH LAKE BAND OJIBWE	NASHWAUK AMBULANCE SERVICE
FOREST LAKE CABLE COMMISSION	LINCOLN COUNTY SWCD	NICOLLET COUNTY SWCD
FREEBORN COUNTY SWCD	LITCHFIELD RESCUE SQUAD	NICOLLET COUNTY TRI- JOINT POWERS BD
GARRISON KATHIO SEWER DISTRICT	LITTLE FALLS-MORRISON COUNTY AIRPORT COMMISSION	NINE MILE CREEK WATERSHED DISTRICT
GLACIAL RIDGE COOPERATIVE CENTER	LOCAL 132	NOBLES COUNTY SWCD
GLENWOOD JOINT POWER SCH DIST	LOGIS	NOBLES SWCD
GOODHUE COUNTY SWCD	LONG LAKE CONSERVATION CENTER	NORMAN COUNTY SWCD
GOVERNMENT TRAINING SERVICES	LOWER MINNESOTA RIVER WATERSHED DISTRICT	NORMAN-MAHNOMEN PUBLIC HEALTH
GRANT COUNTY SWCD	LOWER SIOUX COMMUNITY POLICE DEPARTMENT	NORTH CENTRAL MINNESOTA SWCD JPB
GREAT RIVER REGIONAL LIBRARY	LOWER ST CROIX FIRE DEPARTMENT JPB	NORTH COUNTRY LIBRARY COOP
GREENWAY JOINT RECREATION ASSOCIATION	LUVERNE ECONOMIC DEVELOPMENT AUTHORITY	NORTH COUNTRY LIBRARY COOPERATIVE
GROVE ECONOMIC DEVELOPMENT AUTHORITY	LYON COUNTY SWCD	NORTH FORK CROW RIVER WATERSHED DISTRICT
HARMONY AMBULANCE SERVICE	MAHNOMEN COUNTY SWCD	NORTH KITTSOON COUNTY RWS
HAWLEY AREA EMS JPB	MAPE	NORTH METRO MAYORS ASSOCIATION
HEADWATER NUTRITION PROJECT	MARSHALL COUNTY SWCD	NORTH METRO TELECOMMUNICATIONS
HEADWATERS REGIONAL DEVELOPMENT COMM	MARSHALL- POLK COUNTY RURAL WATER SYSTEM	NORTH SHORE COLLABORATIVE JPB
HENNEPIN SOIL & WATER CONSERVATION DIST	MARSHALL-BELTRAMI COUNTY SWCD	NORTH ST LOUIS SWCD
HENNING AMBULANCE SERVICE		NORTH STAR VOC COOP CENTER
HERITAGE LIVING CENTER (PARK RAPIDS)		NORTH SUBURBAN ACCESS CHANNELS

NORTH SUBURBAN CABLE COMMISSION
 NORTHEAST EDUC COOP SERVICE UNIT
 NORTHEAST MINNESOTA
 OFFICE JOB TRAINING
 NORTHERN DAKOTA COUNTY
 CABLE COMMISSION
 NORTHERN LIGHTS LIBRARY NETWORK
 NORTHERN MUNICIPAL POWER AGENCY
 NORTHWEST REGIONAL
 DEVELOPMENT COMMISSION
 NORTHWEST SUBURBAN CABLE
 COMMUNICATION COMMISSION
 NORTHWESTERN JUVENILE CENTER
 NW HENNEPIN HUMAN SERVICES COUNCIL
 OKEBENA-OCHEDEA WATERSHED DISTRICT
 OLMSTED COUNTY SWCD
 OTTERTAIL COUNTY WATER
 MANAGMENT DIST
 PELICAN RIVER WATERSHED DISTRICT
 PENNINGTON COUNTY SWCD
 PINE COUNTY SWCD
 PINE ISLAND ECON DEVEL AUTHORITY
 PINE RIVER AREA SANITARY DISTRICT
 PIONEERLAND LIBRARY SYSTEM
 PIPESTONE COUNTY SWCD
 PLAINVIEW AMBULANCE SERVICE
 PLAINVIEW-ELGIN SANITARY DISTRICT
 PLUM CREEK LIBRARY SYSTEM
 POLICE DEPT. SHERBURN AND WELCOME
 POPE COUNTY SWCD
 PRAIRIE ISLAND INDIAN COMMUNITY
 PRAIRIE LAKES DETENTION CENTER
 PRAIRIE LAKES YOUTH PROGRAMS
 PRIOR LAKE-SPRING LAKE WD
 PUBLIC EMPLOYEES RETIREMENT ASSOC
 PUBLIC SAFETY DEPT AMBOY
 AND VERNON CENT
 QUAD CITY COOPERATIVE
 QUAD CITIES CABLE COMMISSION
 QUAD CITIES ECONOMIC
 DEVELOPMENT AUTHOR
 RAINBOW RIDER TRANSIT BOARD
 RAMSEY WASHINGTON METRO
 WATERSHED DISTRICT
 RAMSEY-WASHINGTON SUBURBAN
 CABLE COMMISSION
 RANGE ASSOCIATION OF MUNICIPALITIES
 RED LAKE COUNTY SWCD
 RED LAKE WATERSHED DISTRICT
 RED RIVER WATERSHED MANAGEMENT
 RED ROCK RURAL WATER SYSTEM
 RED WING ENVIRONMENTAL LEARNING CTR
 REDWOOD COUNTY SWCD
 REDWOOD-COTTONWOOD RIVERS
 CONTROL AREA
 REGION V DEVELOPMENT COMMISSION
 REGION IX DEVELOPMENT COMMISSION
 REMER AMBULANCE SERVICE
 RENVILLE COUNTY SWCD
 RICE COUNTY SWCD
 RICE CREEK WATERSHED DISTRICT
 RICE-STEELE CONSOLIDATED DISPATCH
 RICH PRAIRIE SEWER AND WATER DISTRICT
 RIVER RIDER TRANSIT SERVICE
 ROCK COUNTY RWS
 ROCK COUNTY SWCD
 ROSEAU COUNTY SWCD
 ROSEAU RIVER WATERSHED DISTRICT
 RUM RIVER COOP CNTR
 RUNESTONE COMMUNITY CENTER
 RUNESTONE COOPERATIVE CENTER
 RURAL CITIES ADMINISTRATION
 RUSH LAKE AREA SD
 SAND HILL RIVER WATERSHED DISTRICT
 SAUK CENTRE WD
 SCOTT COUNTY SWCD
 SCOTT JOINT PROSECUTION
 SE REGIONAL DEVELOPMENT COMMISSION
 SERPENT LAKE SANITARY SEWER DISTRICT
 SERVICE EMPLOYEES INTERNATIONAL UNION
 SERVICE EMPLOYEES LOCAL 63
 SHELL ROCK RIVER WATERSHED DISTRICT
 SHERBURNE COUNTY SWCD
 SIBLEY COUNTY SWCD
 SLEEPY EYE AMBULANCE SERVICE
 SO WASHINGTON COUNTY CABLE COMMISSION
 SOIL & WATER CONSERVATION
 DIST TECH SERV
 SOLID WASTE AUTHORITY LAVELL
 SOUTH CENTRAL EMS JPB
 SOUTH CENTRAL MINNESOTA
 INTERLIBRARY EXC
 SOUTH EASTERN FARIBAUT COUNTY POLICE
 SOUTH LAKE MINNETONKA POLICE DEPT
 SOUTH METRO FIRE DISTRICT
 SOUTH ST. LOUIS COUNTY SOLID WASTE
 SOUTH ST. LOUIS COUNTY SWCD
 SOUTH TWO RIVER WATERSHED DISTRICT
 SOUTH WASHINGTON WATERSHED DISTRICT
 SOUTHEAST SWCD TECH SUPPORT JPB
 SOUTHERN MN MUNICIPAL POWER AGENCY
 SOUTHWEST TRANSIT
 SPICER EDA
 SPIRIT MOUNTAIN RECREATIONAL AUTHORITY
 SPRING GROVE AMBULANCE CORP
 SPRING LAKE PARK BLAINE
 MOUNDSVIEW FIRE
 SPRING LAKE PARK FIRE JPB
 ST CLOUD AREA PLAN ORGINIZATION
 ST CLOUD METRO TRANSIT COMMISSION
 ST LOUIS & LAKE COUNTY
 REGIONAL RAILROAD
 ST LOUIS COUNTY NORTHWOODS
 SOLID WASTE
 ST PAUL ARENA COMPANY
 ST PAUL PORT AUTHORITY
 ST. PAUL PUBLIC HOUSING AGENCY
 STATE SUPREME COURT JUDICIAL DISTRICT
 STEARNS BENTON EMPLOYMENT
 TRAINING COUNCIL
 STEARNS COUNTY SWCD
 STEELE CO OWATONNA SCHOOLS COLLAB
 STEELE COUNTY SWCD
 STEVENS COUNTY SWCD
 STMA ARENA JPB
 SW MULTI-CO INTERLIB EXCHG
 SW REGIONAL DEVEL COMM
 SWIFT COUNTY SWCD
 THIRTY LAKES WATERSHED DISTRICT
 TODD COUNTY SWCD
 TRAILBLAZER JOINT POWERS BOARD
 TRAVERSE COUNTY SWCD
 TRAVERSE DES SIOUX REGIONAL LIBRARY
 TRI- BIOSOLIDS DISPOSAL AUTHORITY
 TURTLE CREEK WATERSHED DISTRICT
 TWO RIVERS WATERSHED DISTRICT
 UNIVERSITY OF MINNESOTA
 UNIVERSITY OF MINNESOTA
 POLICE OFFICERS
 UPPER MINNESOTA RIVER WD
 UPPER MINNESOTA VALLEY REGIONAL
 DEVELOPMENT COMMISSION
 UPPER SIOUX COMMUNITY
 UTILITIES PLUS
 VADNAIS LAKE AREA
 VIKING LIBRARY SYSTEM
 VIRGINIA ECONOMIC DEVELOPMENT
 AUTHORITY
 WABASHA COUNTY SWCD
 WADENA COUNTY SWCD
 WADENA COUNTY TRANSIT
 WASECA COUNTY SWCD
 WASHINGTON SWCD
 WATONWAN COUNTY SWCD
 WEST CENTRAL AREA AGENCY ON AGING
 WEST CENTRAL MINNESOTA JPB
 WEST HENNEPIN COUNTY HUMAN SERVICES
 WEST HENNEPIN PUBLIC SAFETY DEPARTMENT
 WEST METRO FIRE-RESCUE DISTRICT
 WEST OTTERTAIL COUNTY SWCD
 WEST POLK COUNTY SWCD
 WESTERN LAKE SUPERIOR SANITARY DISTRICT
 WESTERN PLAINS LIBRARY SYSTEM
 WHITE BEAR LAKE CONSERVATION DISTRICT
 WHITE EARTH TRIBAL PUBLIC SAFETY
 WHITEWATER WATERSHED PROJECT JPB
 WILD RICE WATERSHED DISTRICT
 WILKIN COUNTY SWCD
 WINONA COUNTY SWCD
 WORTHINGTON CABLE 3
 JOINT POWERS BOARD
 WRIGHT COUNTY SWCD
 WWWRRR
 YELLOW MEDICINE COUNTY SWCD
 YELLOW MEDICINE RIVER WD
 ZIMMERMAN LIVONIA FIRE DISTRICT

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