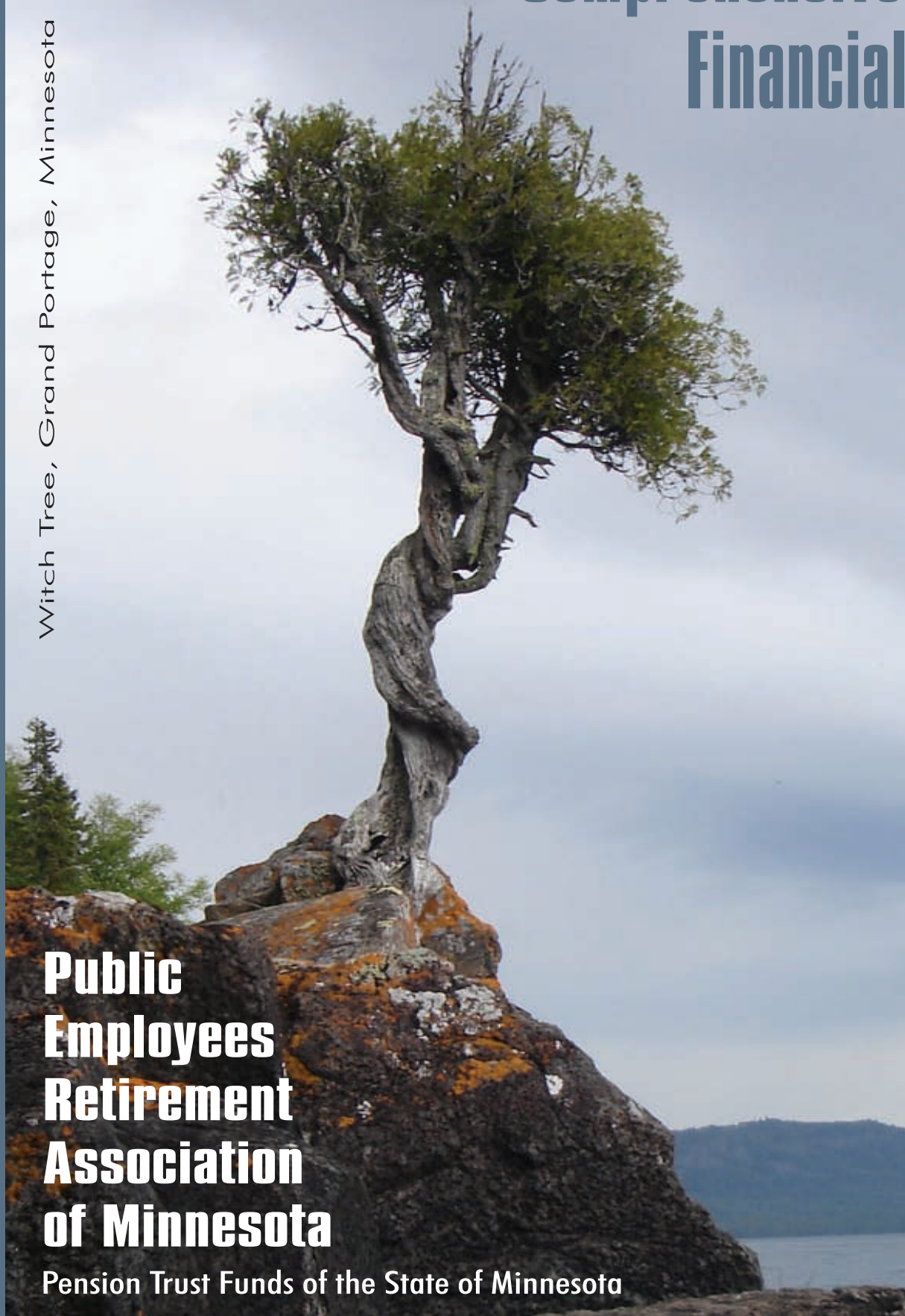


Comprehensive Annual Financial Report

For Fiscal Year Ended
June 30, 2009

Witch Tree, Grand Portage, Minnesota



**Public
Employees
Retirement
Association
of Minnesota**

Pension Trust Funds of the State of Minnesota

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COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Fiscal Year Ended June 30, 2009

78 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/Disabilitant Membership Representative
Don Rambow — Cities Representative

EXECUTIVE DIRECTOR

Mary Most Vanek

REPORT PREPARED BY:

- Finance and Case Management/Education Staff**
David DeJonge — Assistant Executive Director
David Andrews — Accounting Director
Susan Thomas — Accounting Officer
John Paulson — Programs Administrator

Retirement Systems of Minnesota Building
60 Empire Drive, Suite 200
St. Paul, Minnesota 55103-2088
(651) 296-7460 ♦ www.mnpera.org



OUR COVER

The Witch Tree, known as the Little Cedar Spirit Tree by the Ojibwe, has stood its watch over Lake Superior for at least 300 years. Located near Grand Portage, the tree is held sacred by the Ojibwe, who, by tradition, leave offerings of tobacco to ensure a safe journey on the big lake.

Photo courtesy of A. Breckenridge

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Introductory Section

Achievement Awards
President's Report
Letter of Transmittal
Administrative
Organization
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Retirement System
Plan Summary



Minnehaha Falls, Minneapolis

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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 2008 Comprehensive Annual Financial Report, the 24rd 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



December 24, 2009

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

This 78th 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, 2009, PERA's net assets available for benefits at fair value exceeded \$14.3 billion, a decrease of \$3.8 billion from a year ago due to negative investment returns. Those negative returns were a result of the "Great Recession" which began in December 2007 and continued throughout fiscal year 2009, proving to be the longest and deepest recession since World War II.

The total rate of return for PERA's investment assets was a negative 18.8 percent, net of fees, for the 12 months ended June 30, 2009. For the past 10 years, PERA's investments matched the composite market return benchmark with an annualized return of 2.4 percent. Over the past 20 years, PERA's investments have returned 7.8% net of fees, 5.0 percentage points above CPI during that same period.

Market losses over the past two fiscal years have left PERA in a funding deficit that we will not be able to grow out of through investment gains alone. PERA's Board of Trustees is looking at a variety of options, not just contribution rate increases, that will be needed to sustain the financial viability of all the plans we administer.

As I noted in this report last year, the composite funding ratio of the Minnesota Post Retirement Investment Fund (Post Fund) fell below 80 percent as of June 30, 2008, triggering the merger of the Post Fund with the Active Funds from which assets were originally transferred as members retired. That merger occurred on 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 post-employment 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. Nineteen local units of government signed up to do just that in fiscal year 2009.



**Dennis C. Hegberg
Board President**

Legislation was passed in 2009 establishing a new statewide volunteer firefighter retirement plan that will be effective in fiscal year 2010. We are proud to be asked to provide this service to our firefighting community, and look forward to working with this group of outstanding volunteers.

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
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 PERA Website: www.mnpera.org



December 23, 2009

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, 2009—our 78th 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, 2009, PERA's membership included 158,103 current, active employees and 73,807 benefit recipients in the three defined benefit plans, and another 7,182 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 recognized as revenue when earned and measurable. Expenses are recorded when corresponding liabilities are incurred, regardless of when payment is made.



Letter of Transmittal

(Continued)

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, 2009, the Basic Retirement Funds produced a negative 19.6 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, 2009 was 2.4 percent, and its' twenty-year annualized rate of return was 7.8 percent, below 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). Until this year, when members retired from one of the defined benefit plans, an amount equal to the present value of expected future benefits was moved from the Active Funds to the Minnesota Post Retirement Investment Fund (MPRIF) to pay those benefits. The MPRIF was 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.

In contrast to the investment goals of the Basic Fund, invested for current working members, the MPRIF's goal was to ensure returns were adequate to meet the actuarially assumed return of 6 percent on its invested assets

on an annualized basis and were sufficient to finance lifetime benefit increases. For the one-year, five-year and ten-year periods ending June 29, 2009, the MPRIF had annualized returns of negative 17.5 percent, positive 2.7 percent and 2.5 percent respectively.

The MPRIF and the Active Funds are now a Combined Fund as of June 30, 2009. The Combined Fund had a negative 18.8 percent return in FY09.

ECONOMIC CONDITIONS AND OUTLOOK

The national economy was hit with a financial meltdown during fiscal year 2009 as the country experienced a recession which proved to be the worst in many aspects since the Great Depression. 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 subprime 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. Many of those loans were hidden in collateralized-debt obligations, which had been rated triple-A because of their insurance policies. Leveraged banks and investment companies had to write off billions in assets, causing them to become vastly undercapitalized. This precipitous slide in housing prices ultimately 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.

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. From the start of the recession in December 2007 through June 2009, the number of unemployed persons increased by 7.2 million and the unemployment rate rose to 9.7 percent, a 26-year high. Consumer confidence fell to an all-time low in the fall of 2008. The Federal government stepped in with the Emergency Economic Stabilization Act of 2008 in October, in an attempt to stimulate the economy and keep the financial markets from collapsing. The Fed Funds Rate was dropped to 0. The stimulus package, combined with a precipitous drop in the price of oil, seems to have been successful, however. Positive economic signs finally began to emerge in the spring of 2009 as home prices began to level off.

The markets reacted to the financial crisis in ways not seen since the Great Depression. Equity markets dropped more than 50% worldwide from their highs in 2007, finally bottoming out in March 2009. Fortunately, the second quarter of 2009 saw restored market confidence and record outperformance, especially in the bond markets. The Russell 3000 rebounded, ending the fiscal year down 26.6%.

Minnesota's economy was not immune from the financial crisis. Minnesota's jobless rate soared from 5.3 percent to 8.4 percent in FY09 as 112,000 jobs were lost. Home prices in the Twin Cities remain about 30 percent below their peak in September 2006. 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 most categories. During the year, Minnesota's median household income rose to \$57,288, the thirteenth best in the country. Per capita personal income grew by 4.1 percent, considerably stronger than the 2.9 percent growth observed nationally. More people own their own homes in Minnesota than in any other state. At 72.9 percent, Minnesota's labor force participation rate ranks third in the country. Real GDP per capita in Minnesota grew by 1.25 percent in 2008 while nationally it fell by 0.2 percent.

It appears as though the recession is coming to an end, although economists do not expect to see an increase in payroll employment until 2010 and the U.S. unemployment rate is not expected to dip below 8 percent until 2013. Minnesota is expected to have large budget deficits over the next three years, making it difficult politically to increase contributions to levels needed to recover from asset losses in FY08 and FY09. We should, however, see some fairly good investment returns over the next couple of years as the economy recovers.

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.



Letter of Transmittal

(Continued)

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 2009, the ratio of assets to liabilities of the PERF was 69.99 percent. For the PEPFF and the PECF, the ratios were 83.22 percent and 94.85 percent, respectively.

MAJOR INITIATIVES

PERA's staff worked on several large-scale projects during the year. Due to various efficiencies built in to our underlying systems over the past few years, we were able to keep up with an increasing work load while developing and implementing these new initiatives without needing to increase staff size.

PERA's defined contribution plan (DCP) has always been valued on a monthly basis. Effective July 1, 2009 the State Board of Investment (SBI) will be able to value the DCP on a daily basis. That change meant extensive changes to our programs, procedures and correspondence with members during the year, but will allow members the opportunity to be more active investors in the future.

Legislation passed in 2008 allowed PERA to work with our employers to establish OPEB trust funds with the State Board of Investment. While our role is fairly limited, we were able to set up the program and help 19 different entities set up either revocable or irrevocable trusts with SBI that will be used to fund future OPEB costs.

During the year we discovered that a handful of our employers had been sending us contributions on compensation that did not meet the definition of "salary" in our statutes. We worked closely with IRS Voluntary Compliance Program staff as we determined refund and overpaid benefit amounts for members, retirees and employers and developed legislation that was ultimately passed during the 2009 legislative session to fix the problem and prevent it from happening to the same extent in the future.

In response to requests from the firefighting community, a task force was created to establish a new statewide volunteer firefighter retirement plan. The resulting legislation was passed in 2009 and will become effective January 1, 2010. During the year we worked with the task force to develop the legislation, and then developed information sheets, procedures and forms necessary to implement this new plan.

In order to help employers retain skilled employees and allow those skilled employees to ease into retirement, we worked with various groups to develop post-retirement legislation that was passed in 2009. The new law allows certain retirement-eligible employees to begin receiving retirement benefits, yet continue to work on a part-time basis without being penalized.

We will continue to enhance our suite of 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



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

can accommodate the needs of all stakeholders and constituencies of PERA.

PROFESSIONAL SERVICES

Actuarial consulting services during the fiscal year were provided by Mercer. 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.

PERA 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, 2008. This is the 24th 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,



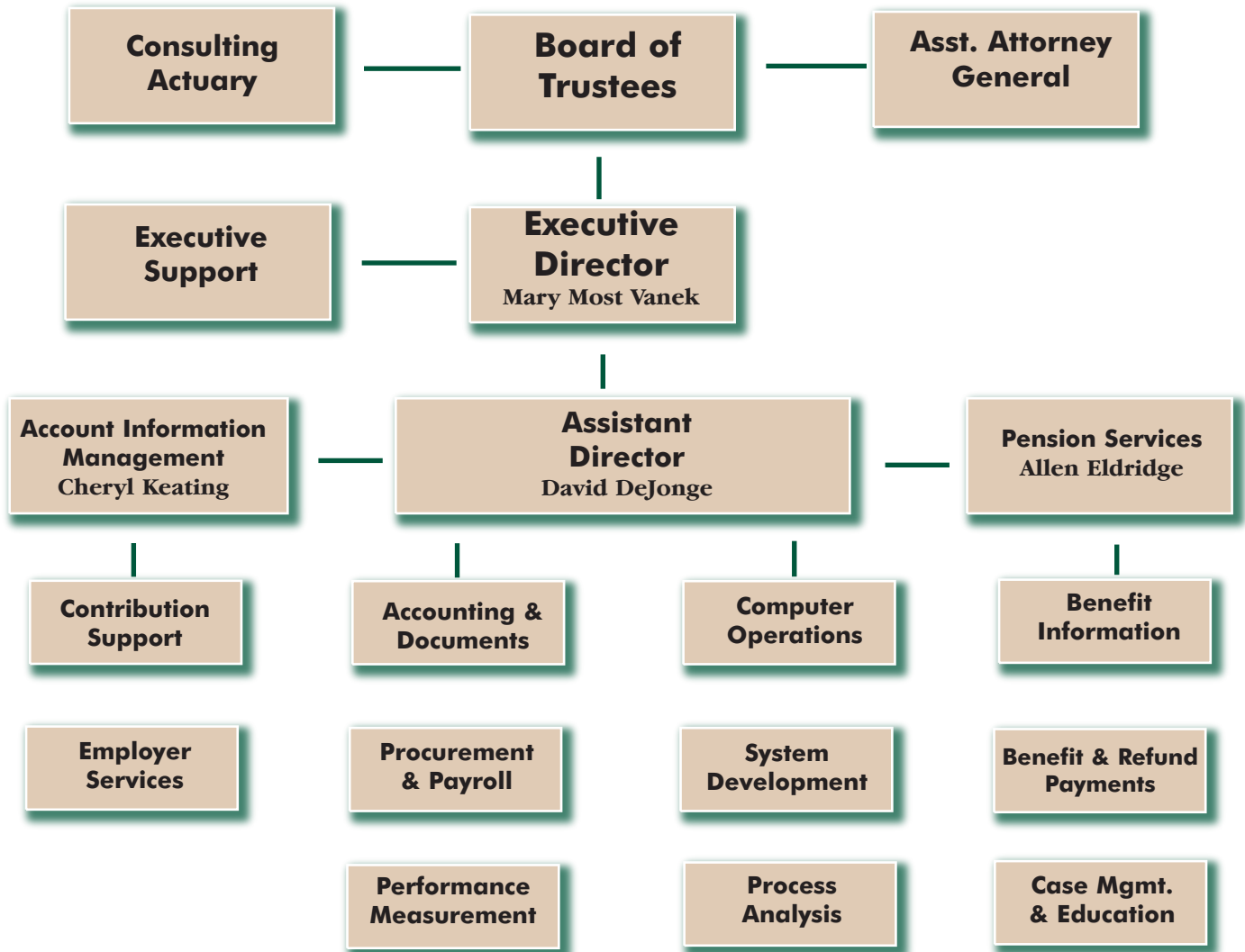
Mary Most Vanek
Executive Director



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



Ross E. Arneson
General Membership Representative
401 Carver Road, PO Box 3129
Mankato, Minnesota 56002



Steven L. Devich
General Membership Representative
City of Richfield
6700 Portland Ave. S.
Richfield, Minnesota 55423



Marcia Farinacci
Annuitant Representative
1466 North Grotto
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Kathryn A. Green
School Board Representative
401 3rd Avenue NW
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Dawn M. Hulmer
General Membership Representative
City of Duluth, Treasurer's Office
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Richard L. Jacobsen
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Louise A. Olson
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Clear Lake, Minnesota 55319



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

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.
Duluth, Minnesota 55803

STATE AUDITOR



Rebecca Otto
State Auditor
525 Park Street, Suite 400
Saint Paul, Minnesota 55103

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/disabilliant, and one Police and Fire trustee—to serve four-year terms.



Retirement System Plan Summary

Public Employees Retirement Association of Minnesota

Minnesota State Board of Investment on the management and investment of public pension funds and other assets.

MULTI-EMPLOYER PARTICIPATION

Approximately 2,100 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 next membership election will be held in 2011.

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 Advisory Council, which advises the

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 30 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, city managers, 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, 2009**. Rates are applied to total salary and are set by statute.

Fund	Employee Contribution	Employer Contribution
Public Employees Retirement Fund		
Coordinated	6.00%	6.75%
Basic	9.10%	11.78%
Public Employees Police & Fire Fund	9.40%	14.10%
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. The employer contribution rate for the Coordinated Plan will increase to 7 percent in 2010.

*** 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:

* 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.

*** Earnings limits are waived for Coordinated members who begin receiving benefits under a Phased Retirement Agreement. Approved by the Legislature in the final days of the fiscal year, Phased Retirement allows members age 62 and above to begin receiving a pension without termination of public service if they accept a reduction in hours worked to less than 1,044 per year. The agreements can be up to one year in length and can be renewed for up to five years. The program sunsets in 2011.

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. For Police and Fire plan members, there is a minimum benefit of 60 percent of salary if disabled while engaged in hazardous activities related to the occupation. The minimum duty-related disability benefit is 47.5 percent for Correctional members. Disability under any other circumstances results in a minimum benefit of 45 percent of salary for Police and Fire members and 19 percent for Correctional members. *

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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Financial Section

Legislative Auditor's Report

Management Discussion
and Analysis

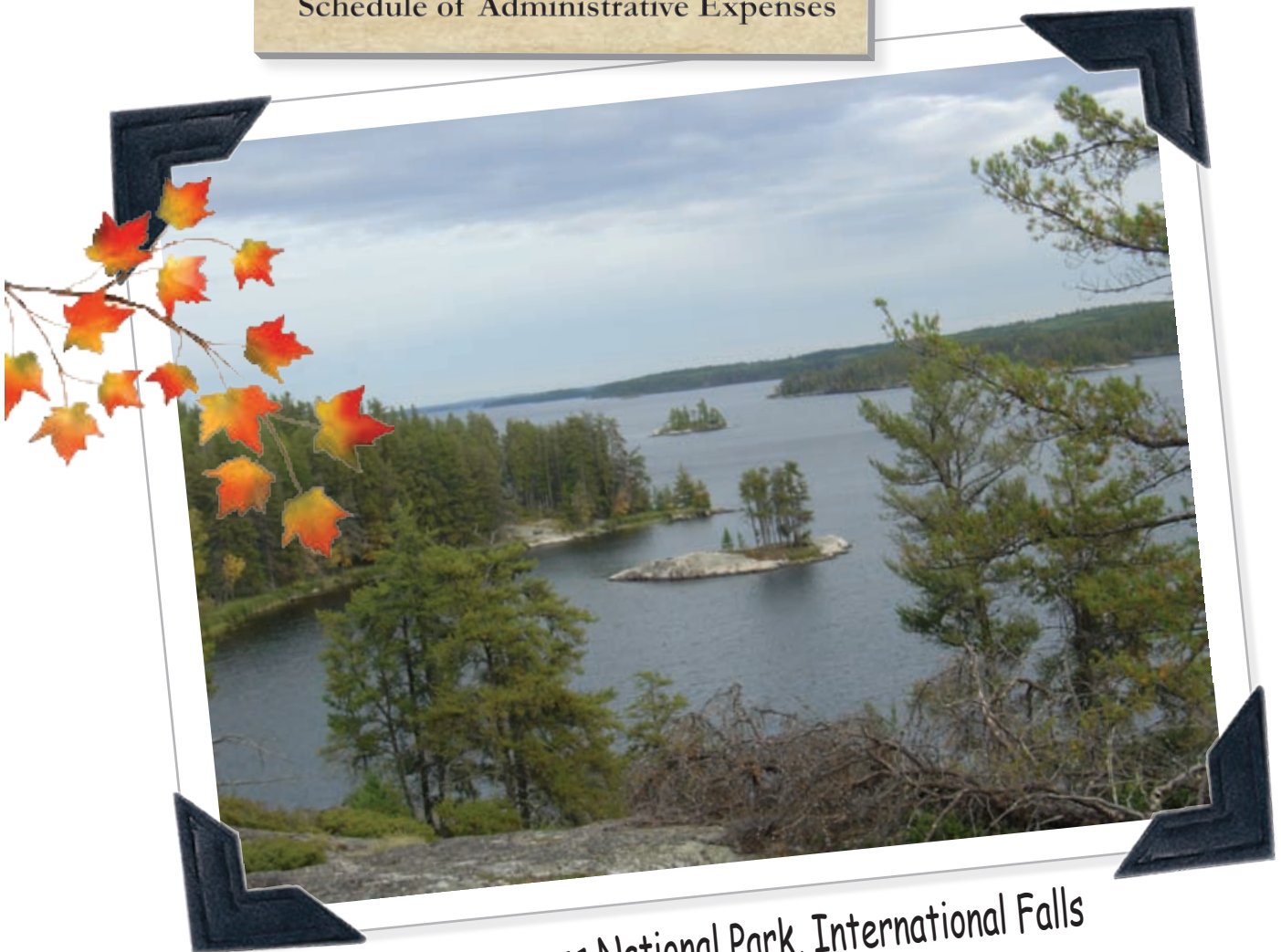
Basic Financial Statements

Required Supplementary Information

Schedule of Investment Expenses

Schedule of Payments to Consultants

Schedule of Administrative Expenses



Voyageurs National Park, International Falls

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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, 2009, 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.

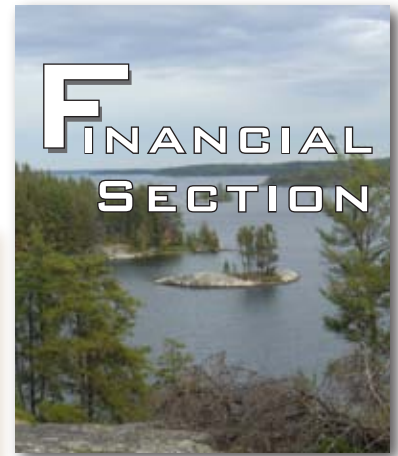
In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Public Employees Retirement Association as of June 30, 2009, and the changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

On January 6, 2010, the Public Employees Retirement Association revised Figure 4, on page 28, to reallocate its holdings of foreign cash and fixed income investments among the types of foreign currency, as required by Government Accounting Standards Board Statement 40.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 18, 2009, 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

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E-mail: auditor@state.mn.us • Web Site: www.auditor.leg.state.mn.us • Through Minnesota



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.

James R. Nobles
Legislative Auditor

Cecile M. Ferkul, CPA, CISA
Deputy Legislative Auditor

December 18, 2009, except for Figure 4, on page 28, as to which the date is January 6, 2010.



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, 2009 (FY09). 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 20.9% during the year from \$18.1 billion in fiscal year 2008 (FY08) to \$14.3 billion in FY09.
- ▶ Total additions for FY09 were a negative \$2.56 billion, comprised of contributions of \$822,810,000, investment losses of \$3,390,434,000 and other income of \$4,461,000. Total additions for FY08 were a negative \$189 million.
- ▶ Total deductions for the year increased from \$1,169,358,000 in FY08 to \$1,220,073,000 in FY09 due to an increase in the number of benefit recipients and a 2.5% COLA granted in January 2009.
- ▶ Total administrative expenses totaled \$10,784,000 in FY09, a 2.3% increase from \$10,544,000 in FY08.
- ▶ As of June 30, 2009 the Public Employees Retirement Fund is actuarially funded at 69.99%. PERA's Police and Fire Fund is actuarially funded at 83.22%, and PERA's Correctional Fund is 94.85% 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).

Until this year, when members retired from one of the defined benefit plans, an amount equal to the present value of expected future benefits was moved from the Active Funds to the Minnesota Post Retirement Investment Fund (MPRIF) to pay those benefits. The MPRIF was 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.

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, 2009 were \$11.8 billion in the PERF, a decrease of \$2.25 billion or 16 percent from the prior year. The primary reason for the decrease was negative investment performance during the year, which was partly offset by an increase in securities lending collateral at the end of the year. Our investment portfolio had a negative 18.8 percent rate of return in FY09.

Total liabilities as of June 30, 2009 were \$1.7 billion, an increase of \$402 million from the prior year, mostly due to a higher value of securities lending collateral on the books at year end.

Total net assets, the difference between total assets and total liabilities, decreased about \$2.6 billion, or roughly 20 percent from the prior year. Ending net assets were \$10.1 billion on June 30, 2009.

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 FY09 totaled a negative \$1.75 billion.

Employer contributions and member contributions increased from the previous year by a total of \$43 million, largely due to contribution rate increases that took effect on January 1, 2009. Employer rates in the Coordinated Plan increased from 6.50% to 6.75%. Net investment income in FY09 totaled a negative \$2.4 billion.

Deductions from Plan Net Assets

Our largest expense was for retirement benefits to members and beneficiaries. Total benefits increased 4.8 percent to \$864 million in FY09. 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, 2009. The amount of refunds decreased \$2 million in FY09 due to fewer people taking refunds. Administrative expenses increased 2.5 percent in FY09 to \$9.7 million, largely as a result of having fewer staff vacancies during the year than we had in FY08. As stated earlier, investment losses coupled with larger benefits resulted in a \$2.6 billion decrease in net assets in FY09.

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 FY09, those returns are smoothed over 5 years, so most of the losses will not be recognized until future years. As a result, our funding ratio fell slightly from

Net Assets—Defined Benefit Plans (dollars in thousands)

	PERF		PEPFF		PCEF	
	2009	2008	2009	2008	2009	2008
ASSETS						
Cash & Receivables	\$ 15,804	\$ 15,581	\$ 49,222	\$ 11,445	\$ 612	\$ 922
Investments	10,152,679	12,760,640	3,956,298	5,103,452	166,958	183,346
Securities Lending Collateral	1,660,492	1,303,825	646,607	520,728	26,665	18,359
Capital Assets & Other	9,805	10,076	0	0	0	0
Total Assets	\$11,838,780	\$14,090,122	\$4,652,127	\$5,635,625	\$194,235	\$202,627
LIABILITIES						
Accounts Payable	\$ 51,162	\$ 5,672	\$ 4,474	\$ 4,073	\$ 270	\$ 452
Accrued Compensated Absences	912	854	0	0	0	0
Securities Lending Collateral	1,660,492	1,303,825	646,607	520,728	26,665	18,359
Bonds Payable	9,362	9,588	0	0	0	0
Total Liabilities	\$ 1,721,928	\$ 1,319,939	\$ 651,081	\$ 524,801	\$ 26,935	\$18,811
Total Net Assets	\$10,116,852	\$12,770,183	\$4,001,046	\$5,110,824	\$167,300	\$183,816



Discussion and Analysis

(Continued)

73.60% to 69.99% in FY09, and will likely fall further over the next few years

For the past several years, contribution rates have not been sufficient for us to become fully funded by our target date of 2031. 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 6.75%. Employer rates will increase a final 0.25% on January 1, 2010. Because of the large drop in investment values over the past two years, however, contributions will remain more than 2% deficient to get us fully funded by 2031. PERA's Board of Trustees is reviewing existing plan provisions and actuarial assumptions and will develop a financial package that will be brought to the legislature in 2010 to ensure the future viability of the plan.

PEPFF

Total assets as of June 30, 2009 were \$4.6 billion in the Public Employees Police and Fire Fund, a decrease of \$1 billion, or 17.5 percent from the prior year. The decrease is due to negative investment earnings offset by a larger amount of securities lending collateral on the books at year end. Total liabilities as of June 30, 2009 were \$651 million, an increase of \$126 million due to the larger securities lending collateral.

Total net assets, the difference between total assets and total liabilities, decreased \$1.1 billion or roughly 22 percent from the prior year to an ending balance of \$4 billion.

Additions to Plan Net Assets

Contributions and net investment income for FY09 totaled a negative \$797 million. Employer contributions increased \$14.5 million and member contribu-

tions increased \$9.4 million in FY09, largely due to an increase in contribution rates. Effective January 1, 2009 member rates increased from 8.6% to 9.4% and employer rates increased from 12.9% to 14.1%. Net investment income in FY09 totaled a negative \$967 million, due to a negative 18.8% 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 4.7 percent in FY09 to \$310 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, 2009. The amount of refunds decreased in FY09 due to fewer members taking refunds during these difficult economic times. We believe members are realizing the value in having a pension, and leaving their money at PERA rather than taking a refund. Administrative expenses remained roughly the same in FY09.

Overall Financial Position

The Police and Fire Plan was 83.22% funded as of July 1, 2009, indicating that for every dollar of benefits we expect to pay out, we already have about 83 cents in our reserves to cover it. This is the ninth 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 FY08, contributions were deficient by almost 6% of pay for the plan to become fully funded by 2038. Due to the investment losses in FY09, contributions are now 6.5% deficient. Various police and fire groups

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

	PERF		PEPFF		PECF	
	2009	2008	2009	2008	2009	2008
ADDITIONS						
Employer Contributions	\$ 328,603	\$ 303,304	\$ 101,548	\$ 87,023	\$ 14,123	\$ 13,388
Member Contributions	298,381	280,007	67,701	58,259	9,409	8,922
Investment Income (Loss)	(2,381,642)	(669,406)	(967,445)	(266,573)	(36,201)	(9,552)
Other	3,725	3,681	701	1,029	35	16
Total Additions	\$(1,750,933)	\$(82,414)	\$(797,495)	\$(120,262)	\$(12,634)	\$12,774
DEDUCTIONS						
Retirement Benefits	\$ 863,910	\$ 824,372	\$ 310,100	\$ 295,994	\$ 2,836	\$ 2,268
Refunds of Contributions	26,887	28,772	1,237	1,496	810	724
Administrative Expenses	9,706	9,473	747	745	219	213
Other	1,895	3,245	199	342	17	34
Total Deductions	\$ 902,398	\$865,862	\$ 312,283	\$ 298,577	\$ 3,882	\$ 3,239
Increase in Net Assets	\$(2,653,331)	\$(948,276)	\$(1,109,778)	\$(418,839)	\$(16,516)	\$ 9,535
Ending Net Assets	\$10,116,852	\$12,770,183	\$4,001,046	\$5,110,824	\$167,300	\$183,816

are working with our Board to develop a package of benefit provision changes that will be brought to the legislature in 2010 and 2011 in order to shore up the fund.

PECF

In the Public Employees Correctional Fund, total assets as of June 30, 2009 equaled \$194 million, a decrease of \$8 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. Total investments decreased in value by \$16 million, but securities lending collateral on hand at year end exceeded FY08's value by \$8 million because more securities were being loaned out at year end.

Total liabilities increased in FY09 due to the larger amount of securities lending collateral. As a result, total net assets, the difference between total assets and total liabilities, decreased \$16 million in fiscal year 2009, with an ending net asset value of \$167 million.

Additions to Plan Net Assets

Contributions and net investment income for FY09 totaled a negative \$12.6 million, a decrease of \$25 million from FY08. Employer and member contributions increased roughly 5.5 percent to \$14.1 million and \$9.4 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 FY09 totaled \$36.2 million compared to a loss of \$9.5 million in FY08.

Deductions from Plan Net Assets

Expenses for this plan are still relatively small. Retirement benefits increased 25% from \$2.2 million in FY08 to \$2.8 million in FY09 as more members became eligible to retire. Refunds increased 12% to \$810,000 as account balances grew, resulting in larger refund amounts and more interest being paid. Administrative expenses increased \$6,000 from FY08 to \$219,000 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 94.85% funded, a decrease from last year's 100.19%. Since there are very few assets in the plan, the negative investment returns had less of an impact on this plan. With only ten years of experience it is difficult to know if our long-term assumptions are accurate, but we believe contribution levels are sufficient for this plan to be fully funded by 2023.

Agency Summary

The worst financial crisis in decades had a negative effect on our investment returns, resulting in fairly large losses in our asset base. While the Correctional Plan is still 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, so we expect funding ratios to continue their downward trend over the next two or three years. The Board of Trustees is actively reviewing a number of approaches to improve future funding, including increasing contributions, reducing future pension increases, reducing the interest rate used when paying refunds, and increasing vesting periods for future hires.

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, 2009 (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	
ASSETS						
Cash	\$ 1,686	\$ 655	\$ 170	\$ 10	\$ 390	\$ 2,911
Receivables						
Accounts Receivable	\$ 12,287	\$ 3,262	\$ 414	\$ 75	\$ 0	\$ 16,038
Due from Other Funds	1,831	45,305	28	0	0	47,164
Total Receivables	\$ 14,118	\$ 48,567	\$ 442	\$ 75	\$ 0	\$ 63,202
Investments at fair value						
Active Domestic Equity	\$ 2,768,142	\$ 1,080,421	\$ 45,237	\$ 0	\$ 0	\$ 3,893,800
Fixed Income	2,234,014	861,334	33,159	0	57,309	3,185,816
Global Equity	1,647,377	642,981	26,922	0	0	2,317,280
Passive Domestic Equity	1,731,667	675,880	28,299	0	74,801	2,510,647
SBI Alternative	1,516,090	606,604	29,467	0	0	2,152,161
Short-Term Cash Equivalent	255,389	89,078	3,874	312	45,464	394,117
Investments for Defined Contrib.	0	0	0	27,133	0	27,133
Total Investments	\$10,152,679	\$3,956,298	\$166,958	\$27,445	\$177,574	\$14,480,954
Securities Lending Collateral	\$ 1,660,492	\$ 646,607	\$ 26,665	\$ 3,854	\$ 9,939	\$ 2,347,557
Capital Assets						
Equipment Net of Accumulated Depreciation	\$ 555	\$ 0	\$ 0	\$ 0	\$ 0	\$ 555
Property Net of Accumulated Depreciation	9,145	0	0	0	0	9,145
Total Capital Assets	\$ 9,700	\$ 0	\$ 0	\$ 0	\$ 0	\$ 9,700
Deferred Bond Charges	\$ 105	\$ 0	\$ 0	\$ 0	\$ 0	\$ 105
Total Assets	\$11,838,780	\$4,652,127	\$194,235	\$31,384	\$187,903	\$16,904,429
LIABILITIES						
Accounts Payable	\$ 5,830	\$ 2,981	\$ 44	\$ 223	\$177,964	\$ 187,042
Payable to Other Funds	45,332	1,493	226	113	0	47,164
Securities Lending Liabilities	1,660,492	646,607	26,665	3,854	9,939	2,347,557
Accrued Compensated Absences	912	0	0	0	0	912
Bonds Payable	9,362	0	0	0	0	9,362
Total Liabilities	\$ 1,721,928	\$ 651,081	\$ 26,935	\$ 4,190	\$187,903	\$ 2,592,037
Net Assets held in trust for Pension Benefits	\$10,116,852	\$4,001,046	\$167,300	\$27,194	\$ 0	\$14,312,392

Statement of Changes in Plan Net Assets

For the Fiscal Year Ended June 30, 2009 (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	\$ 328,603	\$ 101,548	\$ 14,123	\$ 1,583	\$ 445,857
Plan member	298,381	67,701	9,409	1,462	376,953
Total Contributions	\$ 626,984	\$ 169,249	\$23,532	\$ 3,045	\$ 822,810
Investments					
Net appreciation (depreciation) in fair value	\$(3,162,044)	\$(1,260,765)	\$(41,494)	\$ (5,333)	\$(4,469,636)
Interest	72,632	31,590	1,938	151	106,311
Dividends	88,712	38,527	2,380	0	129,619
Distributed income of the Minnesota Post Retirement Investment Fund	617,340	222,663	933	0	840,936
Total investment activity Income	\$(2,383,360)	\$(967,985)	\$(36,243)	\$(5,182)	\$(3,392,770)
Less investment expense	(14,140)	(5,634)	(212)	0	(19,986)
Net income from investment activity	\$(2,397,500)	\$(973,619)	\$(36,455)	\$(5,182)	\$(3,412,756)
<i>From securities lending activities:</i>					
Securities lending income	\$ 28,751	\$ 11,187	\$ 459	\$ 63	\$ 40,460
Securities lending expenses:					
Borrower rebates	(10,094)	(3,923)	(160)	(21)	(14,198)
Management fees	(2,799)	(1,090)	(45)	(6)	(3,940)
Net income from securities lending	\$ 15,858	\$ 6,174	\$ 254	\$ 36	\$ 22,322
Total Net Investment Income	\$(2,381,642)	\$(967,445)	\$(36,201)	\$(5,146)	\$(3,390,434)
Other additions	\$ 3,725	\$ 701	\$ 35	\$ 0	\$ 4,461
Total Additions	\$(1,750,933)	\$(797,495)	\$(12,634)	\$(2,101)	\$(2,563,163)
DEDUCTIONS					
Benefits	\$ 863,910	\$ 310,100	\$ 2,836	\$ 0	\$ 1,176,846
Refunds of contributions	26,887	1,237	810	1,398	30,332
Administrative expenses	9,706	747	219	112	10,784
Other deductions	1,895	199	17	0	2,111
Total Deductions	\$ 902,398	\$ 312,283	\$ 3,882	\$ 1,510	\$ 1,220,073
Net Increase (Decrease)	\$(2,653,331)	\$(1,109,778)	\$(16,516)	\$(3,611)	\$(3,783,236)
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS					
Beginning of year	\$12,770,183	\$5,110,824	\$183,816	\$30,805	\$18,095,628
End of year	\$10,116,852	\$4,001,046	\$167,300	\$27,194	\$14,312,392

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



Notes to the Financial Statements

For the Fiscal Year Ended June 30, 2009

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

Plan Participation

(Total Membership)
374,235



A. PLAN DESCRIPTION

1. Organization

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 also administers an agency fund to track the investments placed in a trust by various entities 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, 2009, there were 7,182 members in the PEDCP.

Shown in **Figure 1** below are the membership totals in the PERA defined benefit plans as of June 30, 2009.

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

Fig.1 PERA Membership — Defined Benefit Plans

	<u>PERF</u>	<u>PEPFF</u>	<u>PECF</u>	<u>Total</u>
Retirees and beneficiaries receiving benefits	66,059	7,362	386	73,807
Terminated employees entitled to benefits/refunds but not yet receiving them:				
Vested	43,133	1,280	1,683	46,096
Non-Vested	121,690	911	1,525	124,126
Current, active employees:				
Vested	107,781	9,421	2,518	119,720
Non-Vested	<u>35,572</u>	<u>1,614</u>	<u>1,197</u>	<u>38,383</u>
Total	<u>374,235</u>	<u>20,588</u>	<u>7,309</u>	<u>402,132</u>

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 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 who were first hired prior to July 1, 1989, 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.

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.

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

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)

Pooled Accounts

(Portfolio Allocation)



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.

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 Statute 353.95 allows 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. Minnesota Statute 471.6175, added in the 2008 legislative session, allows any political subdivision or other public entity that has an OPEB liability to create a separate trust with the SBI to pay future OPEB costs. Since PERA already had a reporting relationship with those entities, the Association was asked to collect their voluntary contributions and send them on to SBI. The various entities are 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, 2009 19 different entities had contributed \$110.6 million to revocable and irrevocable trusts that will be used to pay OPEB costs in the future.

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.

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, 2009, the participation shares in the external pools at fair value totaled approximately 28.13 percent for the PERF, 10.98 percent for the PEPFF and 0.46 percent for the PECF.

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 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 Minnesota Management & Budget, 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 \$14,139,680 for

PERF, \$5,633,831 for PEPFF, and \$212,037 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 for the pooled investment accounts 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 2009, the combined depository insurance and collateral was sufficient to meet legal requirements and secure all PERA deposits, eliminating exposure to custodial credit risk. The general ledger cash balance on June 30 was negative in the Public Employees Defined Contribution Plan because cash moving from Short Term Cash Equivalents to Cash to cover the purchase of shares on June 30, 2009 did not occur until July 1 in our general ledger. In accordance with generally accepted accounting principles, our financials include an accounts payable for \$223,000 to cover the negative cash position.

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

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.

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:

- ▶ 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	\$2,502,033
BBB to A	916,647
BB or Lower	249,620
Not Rated	192,482

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.

Fig. 3 Interest Rate Risk

<u>Security</u>	<u>Weighted Average Maturity (in years)</u>
Cash Equivalents	0.17
Mutual Funds	0.70
U.S. Agencies	5.22
Corporate Bonds	6.95
Municipal Bonds	7.41
U.S. Treasuries	10.38
Asset-Backed Securities	10.82
Mortgage-Backed Securities	24.55

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

<u>Currency</u>	<u>Cash</u>	<u>Fixed Income</u>	<u>Equity</u>
Australian Dollar	\$ 1,973		\$ 102,512
Brazilian Real	955		34,989
Canadian Dollar	2,490	\$ 489	138,333
Danish Krone	226		18,731
Euro	9,485	3,032	532,999
Hong Kong Dollar	779		142,391
Indian Rupee	231		41,369
Japanese Yen	6,878		397,998
New Taiwan Dollar	1,002		39,701
Pound Sterling	5,071	7,104	333,974
Singapore Dollar	300		25,238
South African Rand	475		30,015
South Korean Won	19		51,761
Swedish Krona	584		31,586
Swiss Franc	2,318		121,705
Other	1,515	0	84,569
Total	\$34,301	\$10,625	\$2,127,873

SBI has less than a 15 percent exposure to currency risk. PERA's share of investments at June 30, 2009 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 including 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, 2009, 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, 2009 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. PERA's ownership share is 37.6 percent as of June 30, 2009. 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 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 \$9,362,400. 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.

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.

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

Fig. 5 Capital Assets (in thousands)

	Balance July 1, 2008	Additions	Deductions	Balance June 30, 2009
Capital assets not being depreciated:				
Land	\$ 170	\$ 0	\$0	\$ 170
Capital assets being depreciated:				
Building	\$ 11,190	\$ 15	0	\$ 11,205
Equipment, Furniture & Fixtures	1,957	109	0	2,066
Total capital assets being depreciated	\$13,147	\$ 124	\$0	\$13,271
Less accumulated depreciation for:				
Building	\$ (1,943)	\$ (287)	\$0	\$ (2,230)
Equipment, Furniture & Fixtures	(1,408)	(103)	0	(1,511)
Total accumulated depreciation	\$ (3,351)	\$(390)	\$0	\$ (3,741)
Total capital assets, net of accumulated depreciation	\$ 9,966	\$(266)	\$0	\$ 9,700



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.

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 \$82,936 is considered a short-term liability and \$829,370 is considered a long-term liability. The total, \$912,306, is shown on the Statement of Plan Net Assets.

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 100% 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 that resulted in a declaration and notice of Default of the Borrower.

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, 2009, the investment pool had an average duration of 37 days and an average final maturity of 201 days for USD collateral. 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, 2009 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, 2009 was \$2,542,312,638 and \$2,451,689,891 respectively. Cash collateral of \$2,347,557,000 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, 2009, 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 state-

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

Fiscal Year	PERA		
	Principal	Interest	Total P & I
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	<u>761,400</u>	<u>45,684</u>	<u>807,084</u>
Totals	<u>\$9,362,400</u>	<u>\$7,219,446</u>	<u>\$16,581,846</u>

ments, 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 22 years remaining for the PERF, 29 years remaining for the PEPFF, and 14 years remaining for the PECF. For actuarial purposes, 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. Payroll growth is assumed to grow at 4.5 percent. 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 7.75 percent at age 20 to 5.25 percent at age 55. We assume postretirement benefits will increase 2.5 percent each year.

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. Because of the investment losses incurred over the past two years, new contribution rates are not expected to be sufficient to get the PERF fully funded by the year 2031 and the PECF by the year 2023, as is presently 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 were due by January 31st each year through the year 2009. In fiscal year 2009 we received \$6,428,330 in principal and interest payments.

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 were transferred from the plan's Basic Fund to the MPRIF at retirement, where the funds were invested along with funds from the other statewide retire-

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.

FY09 Contribution Rates

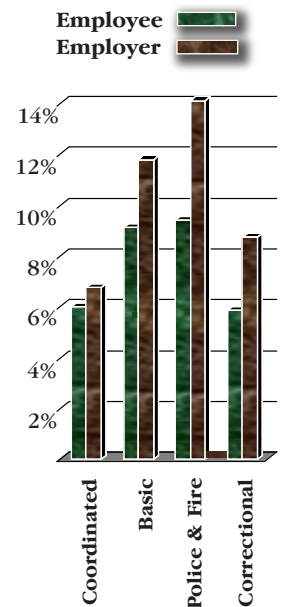


Fig. 7 Schedule of Funding Progress (in thousands)

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	06/30/2009	\$13,158,490	\$18,799,416	\$5,640,926	70.0%	\$4,778,708	118.0%
PEPFF	06/30/2009	5,239,855	6,296,274	1,056,419	83.2%	733,164	144.1%
PECF	06/30/2009	217,577	229,383	11,806	94.9%	154,650	7.6%



Notes

(Continued)

Legislation was passed in 2008 that mandates the dissolution of the MPRIF if the composite funding ratio of the MPRIF fell below 80 percent as of the most recent actuarial valuation. Thus, the MPRIF assets were merged back into the Basic Funds.

ment systems. Legislation passed in 2008 required the dissolution of the MPRIF if funding fell below 80 percent. The MPRIF did fall below that threshold as of June 30, 2008 so it was dissolved on June 30, 2009 and assets were merged back into the Basic Fund of each participating plan on that date.

On June 29, 2009, the assets and accrued earnings of the MPRIF were valued by State Street Bank. The \$16,711,638,000 in investments and \$441,000 in accrued income was distributed to the participating plans' Basic Funds on June 30, 2009 based on their net participation at fair market value in the MPRIF as determined using the formula in Minnesota Statutes Section 11A.18 Subd. 7. The Public Employees Retirement Fund's share of the MPRIF distribution was 26.13054 percent or \$4,366,956,000. The Public Employees Police & Fire Fund's share was 9.35180 percent or \$1,562,880,000. The Public Employees Correctional Fund's share was 0.04395 percent or \$7,345,000.

One of the provisions in the 2008 legislation replaced the method used to determine annual post-retirement benefit increases. Past increases were based on a combination of inflation and investment returns. Future increases will be provided at a flat 2.5 percent. Eligible benefit recipients receiving benefits on or before January 1, 2009 will receive a 2.5 percent benefit increase effective January 1, 2010. Benefit recipients whose first benefit was paid after January 1, 2009 but before December 2, 2009 will receive a prorated portion of the January 1, 2010 increase. This is a revision of the waiting period and proration schedule for cost-of-living adjustments.

Prior to the MPRIF dissolution, MPRIF asset gains and losses were not smoothed. Subsequent to the dissolution, MPRIF asset gains and losses will be recognized incrementally over five years at 20 percent per year, similar to the smoothing of active fund assets. This

change in the actuarial asset method for MPRIF assets reduced the required contribution by 1.61% of pay in the PERF, 3.60% of pay in the PEPFF, and 0.13% of pay in the PECF.

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 2009, administrative expenses allocated to PERF, PEPFF, PECF, and PEDCP totaled \$9,706,023, \$746,951, \$219,564 and \$111,681 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

Fig.8 Retirement Plan Contribution Rates

Effective Date	Contributor	PERF			
		Basic*	Coordinated	PEPFF	PECF*
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

by the state legislature. Current and future rates are shown in **Figure 8**. Total covered payroll for PERA employees during fiscal year 2009 was approximately \$5.08 million.

Employer pension contributions for PERA employees for the years ending June 30, 2009, 2008 and 2007 were \$335,952, \$301,587, and \$266,635 respectively, equal to the required contributions for each year as set by state statute.

3. OPEB

Nearly all PERA employees are covered by the State Employees Group Insurance Plan (SEGIP) administered by the Department of Minnesota Management and Budget. At present, this plan subsidizes the cost of retiree insurance by charging a single premium rate for active employees and retirees, regardless of underwriting experience. At June 30, 2009, the SEGIP had an unfunded net obligation for future benefits of \$73,127,000 to be funded on a pay-as-you-go basis. PERA's allocated portion of this liability is \$27,000.

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]
6/30/2004	\$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%
6/30/2009	13,158,490	18,799,416	5,640,926	70.0%	4,778,708	118.0%

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]
6/30/2004	\$ 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%
6/30/2009	5,239,855	6,296,274	1,056,419	83.2%	733,164	144.1%

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]
6/30/2004	\$ 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)%
6/30/2009	217,577	229,383	11,806	94.9%	154,650	7.6%

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
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%
2009	14.22%	4,778,708	298,381	381,151	328,603	86.21%

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
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%
2009	28.41%	733,164	67,701	140,591	101,548	72.23%

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
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%
2009	13.50%	154,650	9,409	11,469	14,124	123.15%

* 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	6/30/2009	6/30/2009	6/30/2009
Actuarial Cost Method	Entry Age	Entry Age	Entry Age
Amortization Method	Level Percent Closed	Level Percent Closed	Level Percent Closed
Remaining Amortization Period	22 years	29 years	14 years
Asset Valuation Method	Fair Market Value Smoothed Over 5 Years	Fair Market Value Smoothed Over 5 Years	Fair Market Value Smoothed Over 5 Years
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% - 7.75%
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, 2009 (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	\$10,738	\$4,289	\$163	\$15,190
Outside Money Managers–Bonds	2,342	928	33	3,303
Minnesota State Board of Investment	832	327	12	1,171
Richards & Tierney	101	40	2	143
Financial Control Systems	116	46	2	164
Pension Consulting Alliance	<u>11</u>	<u>4</u>	<u>0</u>	<u>15</u>
Total	<u>\$14,140</u>	<u>\$5,634</u>	<u>\$212</u>	<u>\$19,986</u>

Schedule of Payments to Consultants

For the Fiscal Year Ended June 30, 2009 (in thousands)

<u>Individual or Firm Name</u>	<u>Nature of Service</u>	<u>Fee Paid</u>
Mercer Human Resources	Actuarial	\$209
Benefacts, Inc.	Management	153
Stubbe & Associates	Medical Services	33
Evalumed	Medical Services	25
Segal Company	Actuarial	16
US Bank - St Paul	Management	14
Independent Medical Services	Medical Services	14
Blackburn Consulting	Management	10
Medical Evaluations Inc.	Medical Services	10
Berwyn Group	Management	5
Kusske Financial Management	Management	4
First Bank - St. Paul	Management	2
Accurint	Management	2
Avenet	System Development	1
John Brennan	Legal	1
Hedrick & Edenfield	Legal	1
State of Minnesota —		
Attorney General	Legal	\$ 99
Department of Health	Medical Services	94
Administrative Law Judge	Medical Services	15
Management Analysis Division	Management	<u>2</u>
Total		<u>\$710</u>



Schedule of Administrative Expenses

For the Fiscal Year Ended June 30, 2009 (in thousands)

PERSONAL SERVICES:

Staff Salaries	\$6,671	
Part-Time, Seasonal Labor	248	
Other Benefits	<u>80</u>	
Total Personal Services		\$6,999

PROFESSIONAL SERVICES:

Actuarial	\$ 225	
Legal	101	
Management Consultants	192	
Medical Evaluations	191	
System Development	<u>1</u>	
Total Professional Services		710

COMMUNICATIONS:

Mail & Telephone Services	\$ 766	
Printing & Publications	<u>202</u>	
Total Communication		968

OFFICE BUILDING & MAINTENANCE:

Building	\$ 457	
Depreciation—Building	287	
Bond Interest	<u>555</u>	
Total Building and Maintenance		1,299

OTHER:

Depreciation—Equipment	\$ 103	
Employee Development	43	
Equipment Maintenance	41	
Indirect Costs	166	
Operating Costs	43	
Supplies and Materials	336	
Travel	<u>76</u>	
Total Other		<u>808</u>

Total Administrative Expense \$10,784

ALLOCATION OF ADMINISTRATIVE EXPENSE:

Defined Benefit Plans

Public Employees Retirement Fund	\$ 9,706
Public Employees Police and Fire Fund	747
Public Employees Correctional Fund	219

Defined Contribution Plans

Public Employees Defined Contribution Plan	<u>112</u>
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Total Administrative Expenses \$10,784

Investment Section

Investment Report

Investment Results

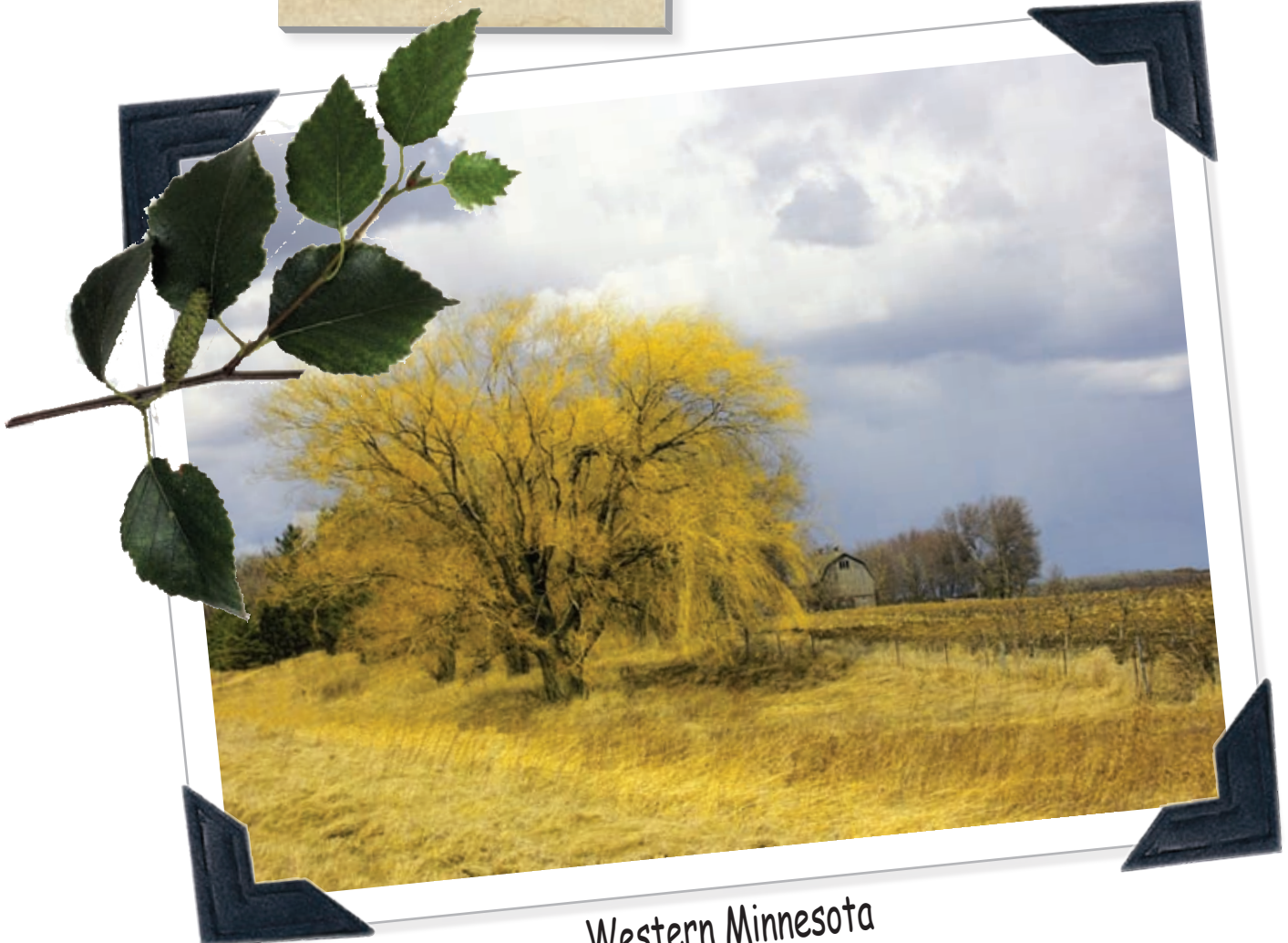
Asset Allocation

List of Largest
Assets Held

Investment Summary
at Cost

Investment Summary
at Fair Value

Fair Value of
Investments



Western Minnesota

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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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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 contributions of PERA members are invested in the Combined Funds. The Combined Funds include the assets of both the active and retired public employees who participate in the defined benefit plans administered by PERA, the Minnesota State Retirement System, and the Teachers Retirement Association. PERA does not own any underlying assets, but instead owns a participation in the pooled Combined Funds. Because these assets normally accumulate 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.

Until this year, assets for active members were invested in the Basic Funds and assets for retired members were invested in the Minnesota Post Retirement Investment Fund (Post Fund). The assets of the Post Fund, which included the eight plans which participate in the Basic Funds as well as the Legislative and Survivors Retirement Fund, financed monthly annuity payments paid to retirees. Investments in the Post Fund were invested a bit more conservatively, but still invested heavily in equities to take advantage of the 15-20 year time horizon associated with the length of time a typical retiree was expected to draw benefits. By State law, on June 30, 2009 the Post Fund was dissolved and assets were merged back into the Basic Funds.

INVESTMENT SECTION

The Combined Fund will have a slightly different asset allocation moving forward than either the Basic Funds or the Post Fund had historically.

The long term objectives of the Combined Funds are:

- (1) provide returns that are 3-5 percentage points greater than inflation over the latest 20-year period; and
- (2) outperform a composite market index weighted in a manner that reflects the actual asset mix of the Combined Funds over the latest 10-year period.

The SBI also compares the Combined Funds returns to other large pension funds in a universe of public and corporate plans.

Based on values on June 30, 2009, the Combined Funds returned 5.0 percentage points above the CPI over the last 20 years and matched the Composite Index over the past 10 years. Investment returns ranked in the 39th percentile over the past five years and in the 70th percentile over the past 10 years, compared to similar funds in the Trust Universe Comparison Service.

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

October 15, 2009



Investment Results

FUND PERFORMANCE

Fund	Rates of Return (Annualized)			
	FY 2009	3-Year	5-Year	10-Year
Basic Funds (Active Accounts)*	-19.6%	-3.2%	2.6%	2.4%
Basic Composite Market Index	-19.5	-3.0	2.7	2.4
MPRIF Fund (Retiree Accounts)*	-17.5%	-2.6%	2.7%	2.5%
MPRIF Composite Market Index	-16.8	-2.0	3.0	2.5
Combined Funds (Active/Retiree)*	-18.8%	-3.0%	2.6%	2.4%
Combined Composite Market Index	-18.4	-2.6	2.8	2.4

* Percentages are net of all management fees. The MPRIF Fund was dissolved on June 30, 2009. Fund assets were distributed to the active funds previously participated in by benefit recipients.

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—Barclays Capital 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)			
	FY 2009	3-Year	5-Year	10-Year
Domestic Stock Pool	-26.9%	-8.7%	-2.1%	-2.0%
Russell 3000	-26.6	-8.3	-1.8	-1.8
Bond Pool	2.5%	4.3%	4.0%	5.6%
Barclays Agg.	6.0	6.4	5.0	6.0
International Stock Pool	-31.0%	-5.7%	4.5%	2.6%
MSCI ACWI Free ex US (net)	-30.9	-5.7	4.5	2.4
Alternative Investments	-18.0%	5.3%	16.4%	12.7%
Real Estate Pool (Equity Emphasis)	-23.8%	1.8%	8.9%	9.1%
Private Equity Pool (Equity Emphasis)	-21.3%	3.1%	14.7%	11.1%
Resource Pool (Equity Emphasis)	-11.2%	15.6%	41.8%	26.6%
Yield Oriented Pool (Debt Emphasis)	-4.7%	12.0%	20.8%	16.3%

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

Asset Allocation

ASSET ALLOCATION (AT JUNE 30, 2009)

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

Investment Type	Basic Fund		MPRIF**	
	Actual Asset Mix	Long-term Policy Target	Actual Asset Mix	Long-term Policy Target
Domestic Stocks	44.6%	45.0%	41.9%	45.0%
International Stocks	16.3	15.0	14.1	15.0
Bonds	22.3	19.0	25.9	25.0
Alternative Assets*	14.8	20.0	13.0	12.0
Cash	2.0	1.0	5.1	3.0
Total	100%	100%	100%	100%

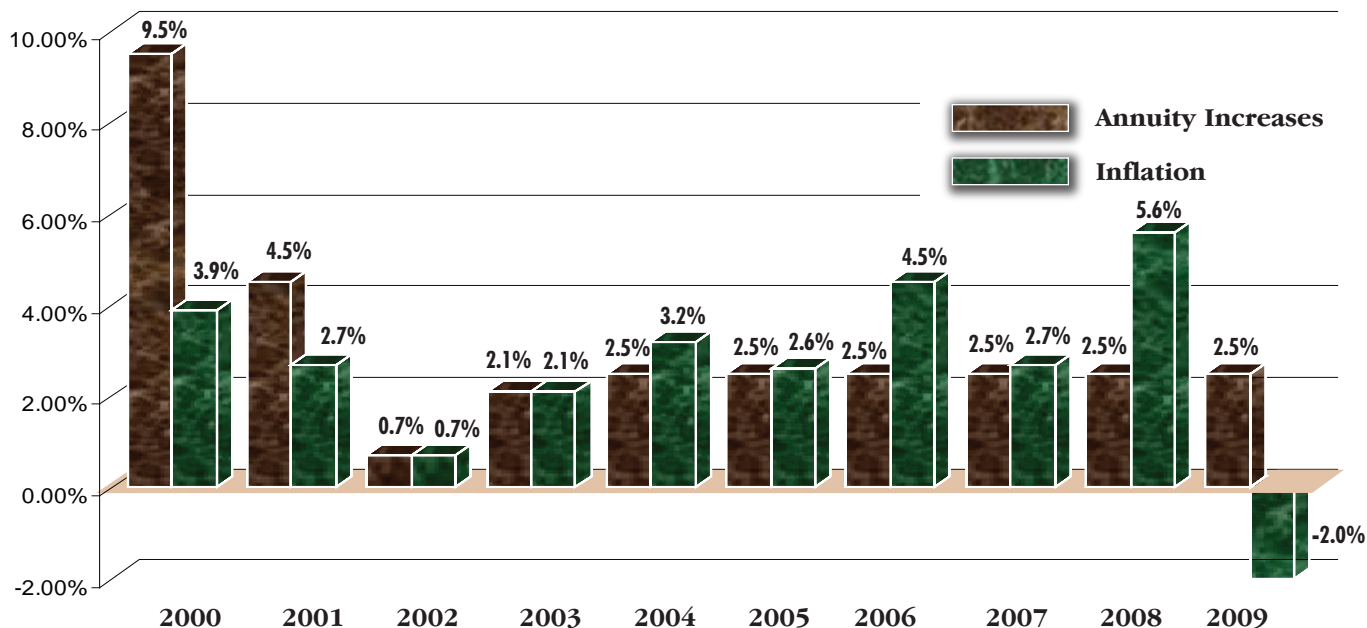
* Alternative assets include real estate, venture capital and resource (oil, gas, etc.) funds.
 ** Asset allocation for the MPRIF as of March 31, 2009.

COMBINED FUNDS

With the closing of the Post Retirement Investment Fund on June 30, 2009, the new Combined Funds have a distinct asset allocation that differs from the historic asset allocation of both the Basic Funds and the MPRIF.

Asset Class	Percentage
Domestic Stocks	45%
Bonds	18%
Alternative Assets	20%
International Stocks	15%
Cash	2%

ANNUITY INCREASE VS. INFLATION (LAST 10 YEARS)



Increases awarded to PERA retirees under the MPRIF greatly outpaced inflation during the 1990s but fell short from 2004 through 2008. However, this year, while inflation was a -2.0 percent, benefit recipients received a 2.5 percent increase. The guaranteed 2.5 percent increase will continue under the new Combined Funds.



List of Largest Assets Held

June 30, 2009

COMPOSITE OF TOP TEN EQUITY HOLDINGS (BY FAIR VALUE)

Security	Fair Value (In millions)	% of Portfolio
Exxon Mobil Corp.	\$196.5	1.38%
Microsoft Corp.	117.5	0.83
UBS Trumbull Property	102.0	0.72
Prime Property Fund Morgan	95.6	0.67
Procter & Gamble Co.	93.2	0.66
Johnson & Johnson	92.9	0.65
AT&T Inc.	91.3	0.64
Apple Inc.	91.3	0.64
IBM	90.3	0.64
J. P. Morgan Chase & Co.	87.1	0.61

COMPOSITE OF TOP TEN FIXED INCOME HOLDINGS (BY FAIR VALUE)

Security	Coupon	Fair Value (In millions)	% of Portfolio
FNMA Single Family	5.00%	\$120.4	0.85%
GNMA Jumbos	5.50	34.5	0.24
United States Treasury Note	3.13	33.1	0.23
FNMA Single Family	5.50	32.1	0.23
ING Tri Party	0.09	29.7	0.21
Goldman Sacs Tri Party	0.04	25.7	0.18
FNMA Single Family	4.50	23.6	0.17
HSBC Tri Party	0.05	21.8	0.15
General Electric Capital	3.71	20.2	0.14
BNP Tri Party	0.03	19.8	0.14
USB Warburg Tri Party	0.10	19.8	0.14

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 the pools. 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, 2009 (in thousands)

PUBLIC EMPLOYEES RETIREMENT FUND

Pooled Accounts	Cost June 30, 2008	Total Acquisitions	Total Dispositions	Cost June 30, 2009
Equity in MPRIF*	\$ 7,449,503	\$ 857,072	\$ 8,306,575	\$ 0
Active Domestic Equity	2,401,304	1,400,609	189,586	3,612,327
Passive Domestic Equity	990,206	1,049,074	96,951	1,942,329
Global Equity	1,011,290	975,225	96,603	1,889,912
Fixed Income	1,693,350	1,245,923	675,560	2,263,713
SBI Alternative Assets	863,775	814,298	35,200	1,642,873
Short-term Cash Equivalents	51,133	1,344,711	1,140,455	255,389
Total Pooled Accounts	\$14,460,561	\$7,686,912	\$10,540,930	\$11,606,543

PUBLIC EMPLOYEES POLICE AND FIRE FUND

Pooled Accounts	Cost June 30, 2008	Total Acquisitions	Total Dispositions	Cost June 30, 2009
Equity in MPRIF*	\$ 2,658,083	\$ 284,452	\$ 2,942,535	\$ 0
Active Domestic Equity	1,066,129	483,854	88,190	1,461,793
Passive Domestic Equity	446,516	378,095	44,801	779,810
Global Equity	446,047	350,718	44,325	752,440
Fixed Income	744,860	430,856	299,594	876,122
SBI Alternative Assets	377,419	297,702	15,281	659,840
Short-term Cash Equivalents	22,356	439,504	372,782	89,078
Total Pooled Accounts	\$ 5,761,410	\$2,665,181	\$ 3,807,508	\$ 4,619,083

PUBLIC EMPLOYEES CORRECTIONAL FUND

Pooled Accounts	Cost June 30, 2008	Total Acquisitions	Total Dispositions	Cost June 30, 2009
Equity in MPRIF*	\$ 10,678	\$ 3,147	\$ 13,825	\$ 0
Active Domestic Equity	58,645	9,648	4,025	64,268
Passive Domestic Equity	26,463	10,717	2,535	34,645
Global Equity	26,182	9,492	2,421	33,253
Fixed Income	43,191	7,727	17,252	33,666
SBI Alternative Assets	22,654	11,878	962	33,570
Short-term Cash Equivalents	2,994	49,119	48,240	3,873
Total Pooled Accounts	\$ 190,807	\$ 101,728	\$ 89,260	\$ 203,275

*The MPRIF was closed on June 30, 2009. Equity in the MPRIF was sold and proceeds used to purchase shares in the remaining investment accounts.



Investment Summary at Fair Value

For the Fiscal Year Ended June 30, 2009 (in thousands)

PUBLIC EMPLOYEES RETIREMENT FUND

Pooled Accounts	Fair Value June 30, 2008	Fair Value June 30, 2009	Percent of Portfolio
Equity in MPRIF*	\$ 6,015,383	\$ 0	0%
Active Domestic Equity	2,063,247	2,768,142	27
Passive Domestic Equity	1,030,010	1,731,668	17
Global Equity	1,040,200	1,647,377	16
Fixed Income	1,598,410	2,234,013	22
SBI Alternative Assets	962,257	1,516,090	15
Short-term Cash Equivalent	51,133	255,389	3
Total Pooled Accounts	<u>\$12,760,640</u>	<u>\$10,152,679</u>	<u>100%</u>

PUBLIC EMPLOYEES POLICE AND FIRE FUND

Pooled Accounts	Fair Value June 30, 2008	Fair Value June 30, 2009	Percent of Portfolio
Equity in MPRIF*	\$ 2,146,850	\$ 0	0%
Active Domestic Equity	904,602	1,080,421	27
Passive Domestic Equity	451,415	675,880	17
Global Equity	455,945	642,981	16
Fixed Income	700,779	861,334	22
SBI Alternative Assets	421,505	606,604	15
Short-term Cash Equivalents	22,356	89,078	3
Total Pooled Accounts	<u>\$ 5,103,452</u>	<u>\$ 3,956,298</u>	<u>100%</u>

PUBLIC EMPLOYEES CORRECTIONAL FUND

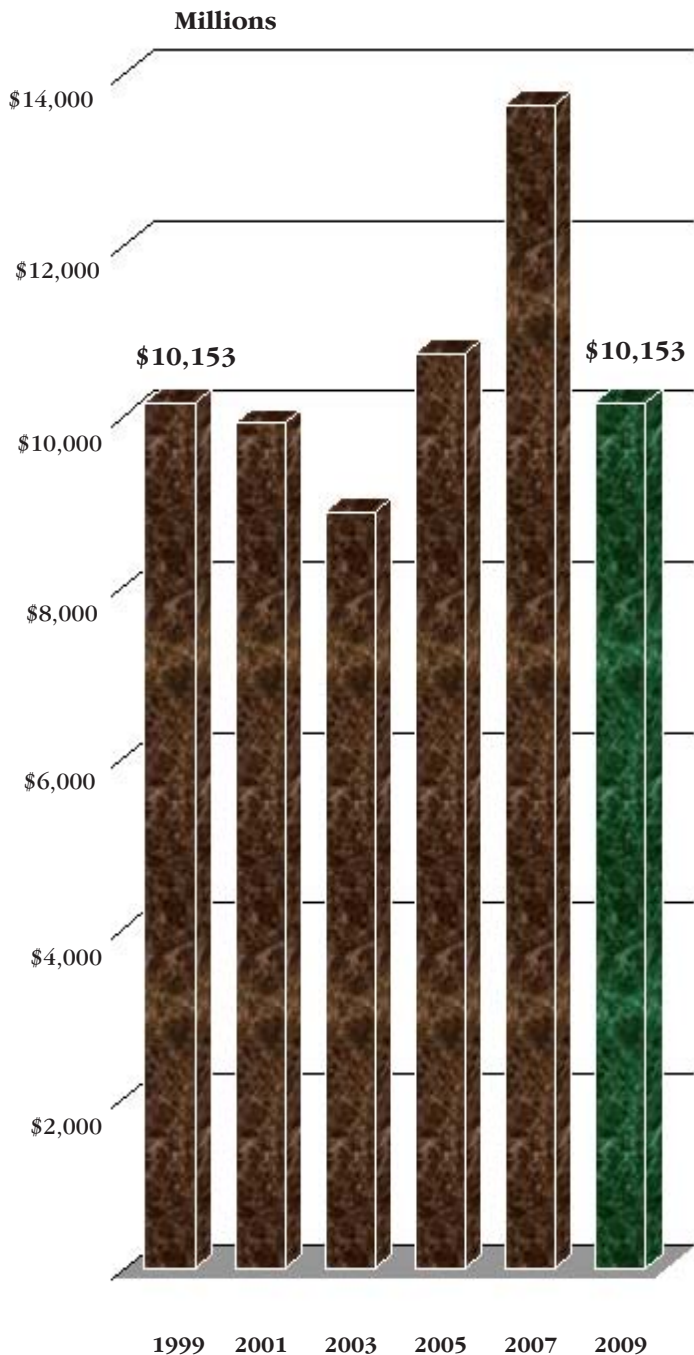
Pooled Accounts	Fair Value June 30, 2008	Fair Value June 30, 2009	Percent of Portfolio
Equity in MPRIF*	\$ 8,400	\$ 0	0%
Active Domestic Equity	53,024	45,237	27
Passive Domestic Equity	26,450	28,299	17
Global Equity	26,719	26,922	16
Fixed Income	41,076	33,159	20
SBI Alternative Assets	24,683	29,467	18
Short-term Cash Equivalents	2,994	3,874	2
Total Pooled Accounts	<u>\$ 183,346</u>	<u>\$ 166,958</u>	<u>100%</u>

*The MPRIF was closed on June 30, 2009. Equity in the MPRIF was sold and proceeds used to purchase shares in the remaining investment accounts.

Fair Value of Investments

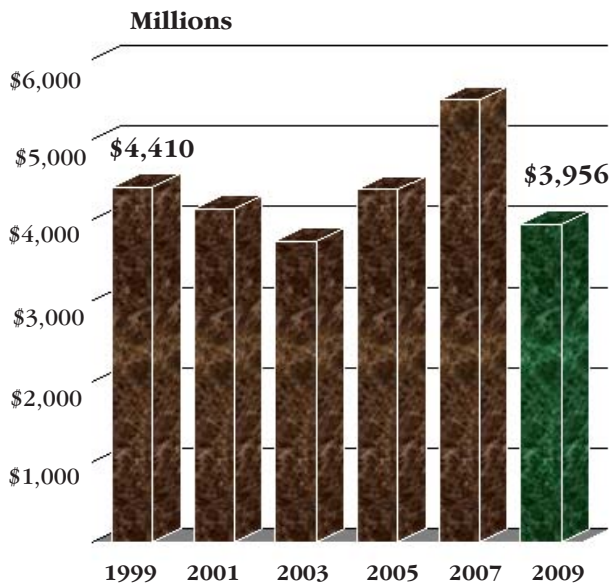
Last 10 Years

PUBLIC EMPLOYEES RETIREMENT FUND



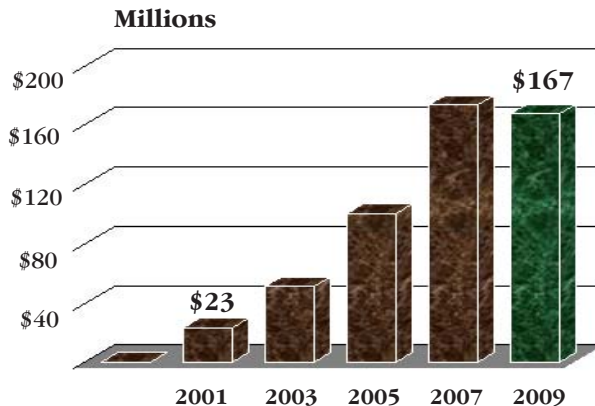
Because of investment losses over the past two years, the fair value of investments is back to where it was 10 years ago.

POLICE AND FIRE FUND



Fair value of Police and Fire Fund investments is slightly ahead of 2003 levels.

PUBLIC EMPLOYEES CORRECTIONAL FUND



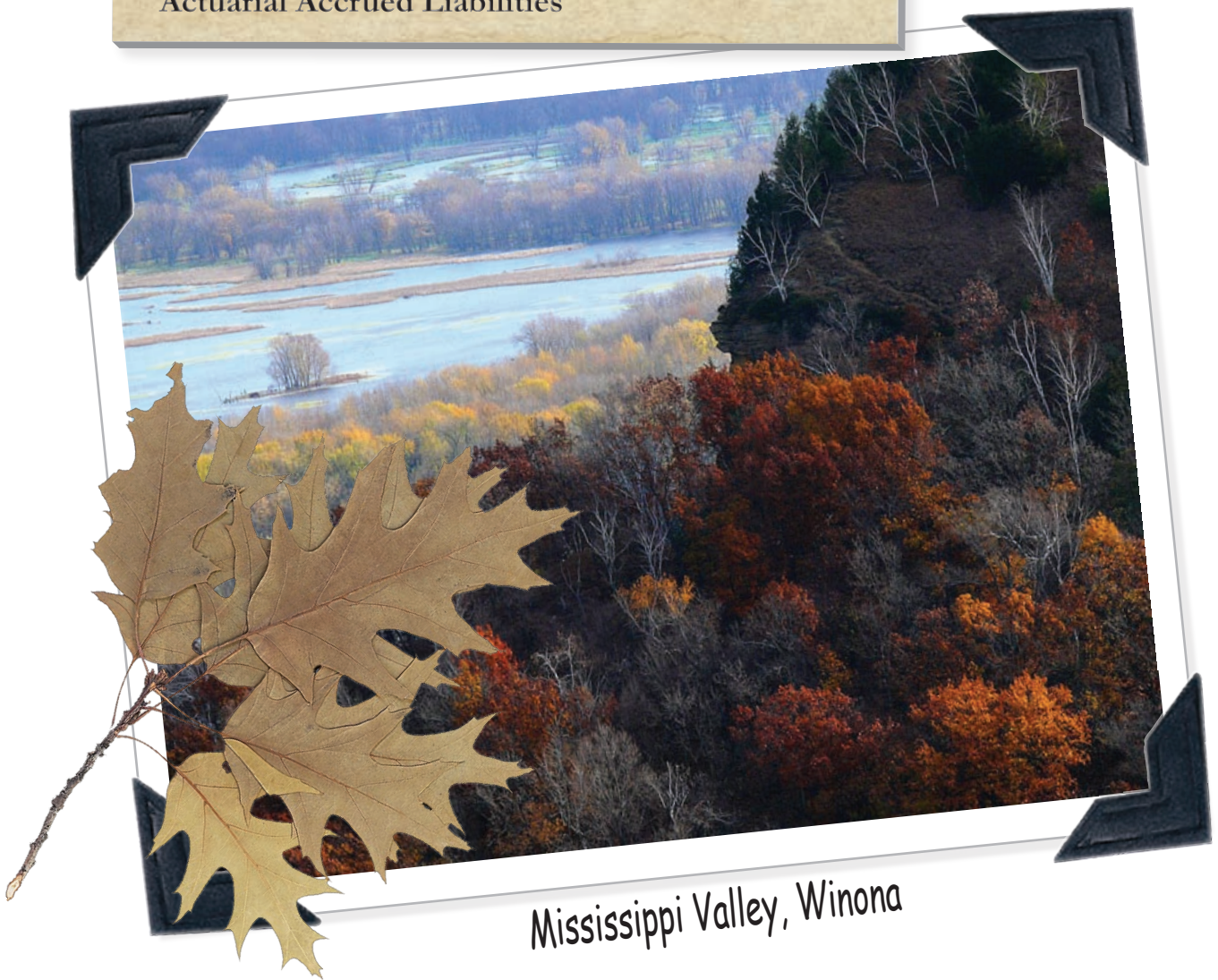
Created in 1999, the Public Employees Correctional Fund now has investments valued at \$167 million.



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Actuarial Section

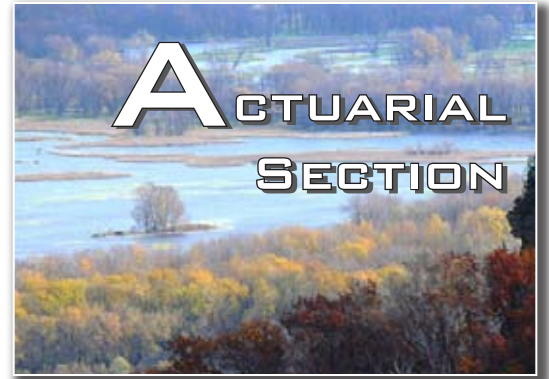
Actuary's Certification Letter
Summary of Actuarial Assumptions and Methods
Sample Annual Rates Per 10,000 Employees
Determination of Actuarial Value of Assets
Solvency Test
Schedule of Active Member Valuation Data
Schedule of Retirees and Beneficiaries
Determination of Contribution Sufficiency
Schedule of Changes in Unfunded
Actuarial Accrued Liabilities



Mississippi Valley, Winona

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Actuary's Certification Letter



MERCER

 MARSH MERCER KROLL
GUY CARPENTER OLIVER WYMAN

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December 3, 2009

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, 2009.

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 69.99% funded, and the contribution rates are deficient by 2.67% of payroll to meet the target of full funding by 2031. The PEPFF is 83.22% funded, and the contributions are deficient by 6.49% of payroll to meet the 2038 full funding target. The PECF is 94.85% funded, and the contribution rates are 0.55% of payroll higher than what is necessary for that fund to be 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, 2009. In the aggregate, the basic financial and membership data provided to us as of June 30, 2009 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.

For the purpose of determining the actuarial value of assets, the Post Fund asset loss for the fiscal year ending June 30, 2009 will be recognized incrementally over five years at 20 percent per year, similar to the smoothing of active fund assets. Prior to June 30, 2009, Post Fund asset gains and losses were not smoothed.

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.

Gary D. Dickson
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.**
Asset Valuation Method	Fair market value smoothed over 5 years.##

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.**
Asset Valuation Method	Fair market value smoothed over 5 years.##

Adoption Dates

**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.††
- Asset Valuation Method** Fair market value smoothed over 5 years.##

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, 2009

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, 2009 (in thousands)

PUBLIC EMPLOYEES RETIREMENT FUND

Fair value of assets available for benefits (a) \$ 10,116,852

Calculation of unrecognized return	<u>Original Amount</u>	<u>% Not Recognized</u>	<u>Unrecognized Return</u>
Year ended June 30, 2009	\$(3,451,678)	80%	\$(2,761,342)
Year ended June 30, 2008	(941,039)	60%	(564,623)
Year ended June 30, 2007	604,970	40%	241,988
Year ended June 30, 2006	211,694	20%	<u>42,339</u>
Total unrecognized return (b)			<u>\$ (3,041,638)</u>

Actuarial value of assets (a-b) \$13,158,490

PUBLIC EMPLOYEES POLICE AND FIRE FUND

Fair value of assets available for benefits (a) \$ 4,001,046

Calculation of unrecognized return	<u>Original Amount</u>	<u>% Not Recognized</u>	<u>Unrecognized Return</u>
Year ended June 30, 2009	\$(1,395,085)	80%	\$(1,116,068)
Year ended June 30, 2008	(416,143)	60%	(249,685)
Year ended June 30, 2007	270,763	40%	108,305
Year ended June 30, 2006	93,192	20%	<u>18,639</u>
Total unrecognized return (b)			<u>\$ (1,238,809)</u>

Actuarial value of assets (a-b) \$ 5,239,855

PUBLIC EMPLOYEES CORRECTIONAL PLAN

Fair value of assets available for benefits (a) \$ 167,300

Calculation of unrecognized return	<u>Original Amount</u>	<u>% Not Recognized</u>	<u>Unrecognized Return</u>
Year ended June 20, 2009	\$(52,626)	80%	\$(42,101)
Year ended June 30, 2008	(23,619)	60%	(14,171)
Year ended June 30, 2007	13,050	40%	5,220
Year ended June 30, 2006	3,875	20%	<u>775</u>
Total unrecognized return (b)			<u>\$ (50,277)</u>

Actuarial value of assets (a-b) \$ 217,577



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
6-30-04	\$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
6-30-09	2,273,256	10,368,306	6,157,854	13,158,490	100	100	8.4

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
6-30-04	\$ 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
6-30-09	485,324	3,729,392	2,081,558	5,239,855	100	100	49.2

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
6-30-04	\$ 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
6-30-09	51,082	69,198	109,103	217,577	100	100	89.2

Schedule of Active Members Valuation Data

Last Six Years

PUBLIC EMPLOYEES RETIREMENT FUND

<u>Valuation Date</u>	<u>Number</u>	<u>Valuation * Payroll</u>	<u>Annual Average Pay</u>	<u>% Increase in Average Pay</u>
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
6-30-09	143,353	5,130,307,000	35,788	3.7

PUBLIC EMPLOYEES POLICE AND FIRE FUND

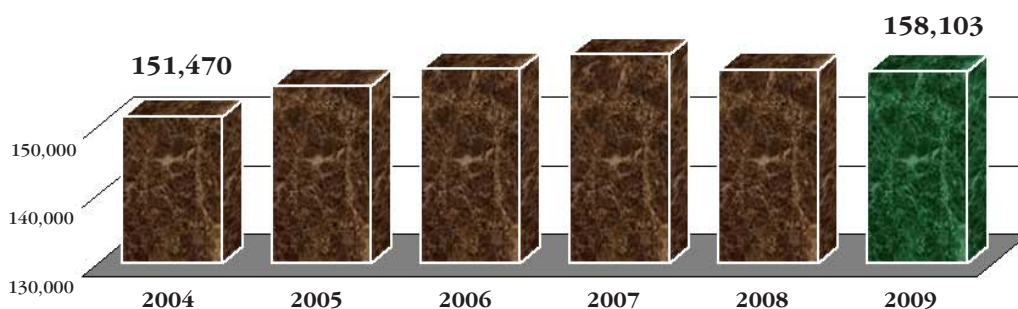
<u>Valuation Date</u>	<u>Number</u>	<u>Valuation * Payroll</u>	<u>Annual Average Pay</u>	<u>% Increase in Average Pay</u>
6-30-04	10,055	\$ 593,949,000	\$59,070	7.5%
6-30-05	10,235	625,807,000	61,144	3.5
6-30-06	10,591	668,088,000	63,081	3.2
6-30-07	10,720	699,841,000	65,284	3.5
6-30-08	10,961	746,743,000	68,127	4.4
6-30-09	11,035	786,887,000	71,308	4.7

PUBLIC EMPLOYEES CORRECTIONAL FUND

<u>Valuation Date</u>	<u>Number</u>	<u>Valuation * Payroll</u>	<u>Annual Average Pay</u>	<u>% Increase in Average Pay</u>
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
6-30-09	3,715	172,770,000	46,506	5.2

* 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 3.5 percent since 2004, but has declined the past two years.



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		
6-30-04	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
6-30-09	4,358	41,949,000	2,179	2,703,000	66,059	874,392,000	4.7	13,237

PUBLIC EMPLOYEES POLICE AND FIRE FUND

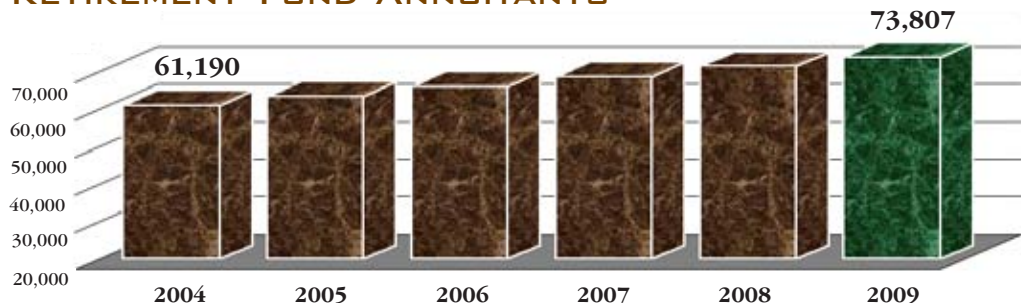
Year Ended	Added to Rolls		Removed from Rolls		Year-End Total		% Change in Annual Allowances	Average Annual Allowances
	Number Added	Annual Allowances*	Number Removed	Annual Allowances*	Number	Annual Allowances		
6-30-04	406		183		6,431	\$243,458,000	6.1%	\$37,857
6-30-05	394	\$10,165,000	210	\$574,000	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
6-30-09	338	15,822,000	170	533,000	7,362	316,217,000	5.1	42,953

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		
6-30-04	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
6-30-09	77	656,000	9	9,000	386	3,023,000	27.2	7,832

* 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 2004.

Determination of Contribution Sufficiency

As of June 30, 2009 (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%	\$ 307,819
Employer Contributions	<u>6.88%</u>	<u>352,965</u>
Total (a)	12.88%	\$ 660,784
Actuarially Required Contributions—M.S. Chapter 356		
Normal Cost		
Retirement	5.77%	\$ 296,183
Disability	0.37%	18,983
Death	0.14%	6,903
Withdrawal	<u>1.54%</u>	<u>78,887</u>
Total	7.82%	\$ 400,956
Amortization of Supplemental Contribution (UAAL)	7.53%	386,312
Allowance for Administrative Expenses	<u>0.20%</u>	<u>10,261</u>
Total (b)	15.55%	\$ 797,529
Contribution Sufficiency(Deficiency) (a - b)	<u>-2.67%</u>	<u>\$ (136,745)</u>

PUBLIC EMPLOYEES POLICE AND FIRE FUND*

Statutory Contributions—M.S. Chapter 353	<u>Percent of Payroll</u>	<u>Dollar Amount</u>
Employee Contributions	9.40%	\$ 73,967
Employer Contributions	<u>14.10%</u>	<u>110,951</u>
Total (a)	23.50%	\$184,918
Actuarially Required Contributions—M.S. Chapter 356		
Normal Cost		
Retirement	16.83%	\$ 132,430
Disability	2.89%	22,727
Death	0.87%	6,875
Withdrawal	<u>1.48%</u>	<u>11,671</u>
Total	22.07%	\$ 173,703
Amortization of Supplemental Contribution (UAAL)	7.79%	61,298
Allowance for Administrative Expenses	<u>0.13%</u>	<u>1,023</u>
Total (b)	29.99%	\$ 236,024
Contribution Sufficiency(Deficiency) (a - b)	<u>-6.49%</u>	<u>\$ (51,106)</u>

PUBLIC EMPLOYEES CORRECTIONAL FUND*

Statutory Contributions—M.S. Chapter 353E	<u>Percent of Payroll</u>	<u>Dollar Amount</u>
Employee Contributions	5.83%	\$ 10,073
Employer Contributions	<u>8.75%</u>	<u>15,117</u>
Total (a)	14.58%	\$ 25,190
Actuarially Required Contributions—M.S. Chapter 356		
Normal Cost		
Retirement	8.58%	\$ 14,818
Disability	1.88%	3,254
Death	0.32%	550
Withdrawal	<u>2.48%</u>	<u>4,282</u>
Total	13.26%	\$ 22,904
Amortization of Supplemental Contribution (UAAL)	0.64%	1,109
Allowance for Administrative Expenses	<u>0.13%</u>	<u>227</u>
Total (b)	14.03%	\$ 24,240
Contribution Sufficiency(Deficiency) (a - b)	<u>0.55%</u>	<u>\$ 950</u>

* Projected annual payroll for fiscal year beginning July 1, 2009:
 PERF — \$5,130,307 PEPFF — \$786,887 PECF — \$172,770



Schedule of Changes in Unfunded Actuarial Accrued Liabilities (UAAL)

For the Fiscal Year Ended June 30, 2009 (in thousands)

	PERF	PEPFF	PECF
A. UAAL at Beginning of Year (7/1/08)	\$4,680,877	\$685,046	\$ (365)
B. Change Due to Interest Requirements and Current Rate of Funding			
1. Normal Cost and Expenses	392,817	173,020	22,138
2. Contributions	(626,984)	(169,249)	(23,533)
3. Interest on A, B1 and B2	<u>387,922</u>	<u>58,389</u>	<u>(90)</u>
C. Expected UAAL at End of Year (A+B)	\$4,834,632	\$ 747,206	\$ (1,850)
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.	(12,262)	(1,499)	(1,372)
2. Investment Return. If there is greater investment return than assumed, there is a gain; if less, a loss.	1,927,455	777,619	14,741
3. Mortality of Benefit Recipients. If benefit recipients live longer than assumed, there is a loss; if less, there is a gain	58,985	10,528	(176)
4. Other Items. Miscellaneous gains and losses resulting from active member mortality, withdrawal, etc.	<u>34,954</u>	<u>10,343</u>	<u>2,712</u>
E. UAAL at End of Year Before Plan Amendments and Changes in Actuarial Assumption (C+D)	\$6,843,764	\$1,544,197	\$14,055
F. Change in UAAL Due to Change in Plan Provisions	0	0	0
G. Change in UAAL Due to Change in Actuarial Assumptions	0	0	0
H. Change in UAAL Due to Change in Actuarial Methods	<u>(1,202,838)</u>	<u>(487,778)</u>	<u>(2,249)</u>
I. UAAL at End of Year 6/30/09 (E+F+G+H)	<u>\$5,640,926</u>	<u>\$1,056,419</u>	<u>\$11,806</u>

Statistical Section

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 North Shore

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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, 2009

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 60 percent of our revenue has come from investment income over the past 20 years, despite the unprecedented investment losses experienced over the past two 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 39 percent and the number of terminated vested members has increased 110 percent. The graphs on page 64 show the distribution of our active membership as of 6/30/09.

Information about our benefit recipients is provided on pages 65 through 72, 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

	2000	2001	2002	2003
ADDITIONS				
Employer Contributions	\$ 186,637	\$ 188,208	\$ 206,982	\$221,689
Member Contributions	171,073	173,380	191,422	205,963
Investment Income (net of expense)	914,574	(754,349)	(765,319)	199,769
Other	<u>1,299</u>	<u>1,907</u>	<u>3,692</u>	<u>3,609</u>
Total Additions to Plan Net Assets	<u>\$1,273,583</u>	<u>\$ (390,854)</u>	<u>\$ (363,223)</u>	<u>\$631,030</u>
DEDUCTIONS				
Benefits	\$ 527,119	\$ 592,210	\$ 642,088	\$664,459
Refunds	19,366	18,768	16,267	18,242
Administrative Expenses	8,329	8,344	8,680	8,628
Other	<u>1,527</u>	<u>2,441</u>	<u>2,356</u>	<u>1,374</u>
Total Deductions From Plan Net Assets	<u>\$ 556,341</u>	<u>\$ 621,763</u>	<u>\$ 669,391</u>	<u>\$692,703</u>
Change in Plan Net Assets	<u>\$ 717,242</u>	<u>\$(1,012,617)</u>	<u>\$(1,032,614)</u>	<u>\$(61,673)</u>

PUBLIC EMPLOYEES POLICE AND FIRE FUND

	2000	2001	2002	2003
ADDITIONS				
Employer Contributions	\$ 53,178	\$ 52,960	\$ 90,664	\$ 50,917
Member Contributions	31,213	31,341	33,801	34,751
Investment Income (net of expense)	439,566	(334,406)	(328,160)	76,117
Other	<u>503</u>	<u>2,744</u>	<u>1,937</u>	<u>3,281</u>
Total Additions to Plan Net Assets	<u>\$524,460</u>	<u>\$(247,361)</u>	<u>\$(201,758)</u>	<u>\$165,066</u>
DEDUCTIONS				
Benefits	\$165,719	\$192,246	\$212,405	\$225,434
Refunds	94,754	3,358	711	643
Administrative Expenses	679	639	647	675
Other	<u>1,549</u>	<u>447</u>	<u>255</u>	<u>301</u>
Total Deductions From Plan Net Assets	<u>\$262,701</u>	<u>\$ 196,690</u>	<u>\$214,018</u>	<u>\$227,053</u>
Change in Plan Net Assets	<u>\$261,759</u>	<u>\$(444,051)</u>	<u>\$(415,776)</u>	<u>\$(61,987)</u>

PUBLIC EMPLOYEES CORRECTIONAL FUND

	2000	2001	2002	2003
ADDITIONS				
Employer Contributions	\$ 6,487	\$ 8,054	\$ 8,830	\$ 9,645
Member Contributions	4,382	5,308	5,882	6,430
Investment Income (net of expense)	253	(750)	(2,290)	1,386
Other	<u>32</u>	<u>20</u>	<u>12</u>	<u>11</u>
Total Additions to Plan Net Assets	<u>\$11,154</u>	<u>\$12,632</u>	<u>\$12,434</u>	<u>\$17,472</u>
DEDUCTIONS				
Benefits	\$ 20	\$ 173	\$ 338	\$ 559
Refunds	30	160	272	409
Administrative Expenses	111	130	137	149
Other	<u>0</u>	<u>1</u>	<u>1</u>	<u>2</u>
Total Deductions From Plan Net Assets	<u>\$ 161</u>	<u>\$ 464</u>	<u>\$ 748</u>	<u>\$ 1,119</u>
Change in Plan Net Assets	<u>\$10,993</u>	<u>\$12,168</u>	<u>\$11,686</u>	<u>\$16,353</u>

2004	2005	2006	2007	2008	2009
\$ 225,744	\$ 232,963	\$ 255,531	\$ 283,419	\$ 303,304	\$ 328,603
215,697	216,701	235,901	260,907	280,007	298,381
1,434,654	1,047,792	1,331,296	2,206,085	(669,406)	(2,381,642)
<u>4,437</u>	<u>4,310</u>	<u>4,094</u>	<u>4,229</u>	<u>3,681</u>	<u>3,725</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>	<u>\$(1,750,933)</u>

\$ 687,124	\$715,043	\$ 748,391	\$ 784,013	\$ 824,372	\$ 863,910
22,556	24,952	26,452	25,745	28,772	28,887
8,830	9,118	9,029	9,061	9,473	9,706
<u>2,725</u>	<u>2,040</u>	<u>3,093</u>	<u>2,918</u>	<u>3,245</u>	<u>1,895</u>
<u>\$ 721,235</u>	<u>\$751,153</u>	<u>\$ 786,965</u>	<u>\$ 821,737</u>	<u>\$ 865,862</u>	<u>\$ 902,398</u>
<u>\$1,159,297</u>	<u>\$750,613</u>	<u>\$1,039,857</u>	<u>\$1,932,903</u>	<u>\$(948,276)</u>	<u>\$(2,653,331)</u>

2004	2005	2006	2007	2008	2009
\$52,769	\$ 55,802	\$ 63,603	\$ 74,707	\$ 87,023	\$ 101,548
36,313	37,873	42,970	50,689	58,259	67,701
578,008	435,327	543,959	882,408	(266,573)	(967,445)
<u>2,733</u>	<u>2,113</u>	<u>1,917</u>	<u>1,671</u>	<u>1,029</u>	<u>701</u>
<u>\$669,823</u>	<u>\$531,115</u>	<u>\$652,449</u>	<u>\$1,009,475</u>	<u>\$(120,262)</u>	<u>\$(797,495)</u>

\$237,442	\$251,429	\$264,601	\$ 280,267	\$ 295,994	\$ 310,100
644	734	867	874	1,496	1,237
712	703	707	678	745	747
<u>541</u>	<u>477</u>	<u>295</u>	<u>248</u>	<u>342</u>	<u>199</u>
<u>\$239,339</u>	<u>\$253,343</u>	<u>\$266,470</u>	<u>\$ 282,067</u>	<u>\$ 298,577</u>	<u>\$ 312,283</u>
<u>\$430,484</u>	<u>\$277,772</u>	<u>\$385,979</u>	<u>\$ 727,408</u>	<u>\$(418,839)</u>	<u>\$(1,109,778)</u>

2004	2005	2006	2007	2008	2009
\$10,029	\$10,814	\$11,826	\$12,499	\$13,388	\$ 14,123
6,672	7,192	7,881	8,335	8,922	9,409
9,131	8,714	12,995	25,081	(9,552)	(36,201)
<u>4</u>	<u>9</u>	<u>11</u>	<u>22</u>	<u>16</u>	<u>35</u>
<u>\$25,836</u>	<u>\$26,729</u>	<u>\$32,713</u>	<u>\$45,937</u>	<u>\$12,774</u>	<u>\$ (12,634)</u>

\$ 805	\$ 1,041	\$ 1,341	\$ 1,836	\$2,268	\$ 2,836
588	691	619	474	724	810
162	176	186	185	213	219
<u>5</u>	<u>9</u>	<u>4</u>	<u>12</u>	<u>34</u>	<u>17</u>
<u>\$ 1,560</u>	<u>\$ 1,917</u>	<u>\$ 2,150</u>	<u>\$ 2,507</u>	<u>\$3,239</u>	<u>3,882</u>
<u>\$24,276</u>	<u>\$24,812</u>	<u>\$30,563</u>	<u>\$43,430</u>	<u>\$9,535</u>	<u>\$(16,516)</u>



Benefits and Refunds by Type

Last 10 Fiscal Years (in thousands)

PUBLIC EMPLOYEES RETIREMENT FUND

	2000	2001	2002	2003
BENEFITS BY TYPE:				
Retirement	\$497,357	\$559,482	\$609,850	\$633,640
Survivor	17,282	18,650	16,718	14,438
Disability	<u>12,480</u>	<u>14,078</u>	<u>15,520</u>	<u>16,381</u>
Total	\$527,119	\$592,210	\$642,088	\$664,459

REFUNDS BY TYPE:				
Separation	\$ 13,667	\$ 12,977	\$ 11,933	\$ 13,255
Death	903	975	202	136
Interest/Employer	<u>4,796</u>	<u>4,816</u>	<u>4,132</u>	<u>4,851</u>
Total	\$ 19,366	\$ 18,768	\$ 16,267	\$ 18,242

PUBLIC EMPLOYEES POLICE AND FIRE FUND

	2000	2001	2002	2003
BENEFITS BY TYPE:				
Retirement	\$140,927	\$162,863	\$178,965	\$189,640
Survivor	9,858	11,149	11,691	11,698
Disability	<u>14,934</u>	<u>18,234</u>	<u>21,749</u>	<u>24,096</u>
Total	\$165,719	\$192,246	\$212,405	\$225,434

REFUNDS BY TYPE:				
Separation	\$ 649	\$ 666	\$ 407	\$ 469
Death	68	20	0	0
Interest/Employer	<u>94,037</u>	<u>2,672</u>	<u>304</u>	<u>174</u>
Total	\$ 94,754	\$ 3,358	\$ 711	\$ 643

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

	2000	2001	2002	2003
BENEFITS BY TYPE:				
Retirement	\$ 2	\$ 12	\$ 32	\$ 74
Survivor	0	0	0	1
Disability	<u>18</u>	<u>161</u>	<u>306</u>	<u>484</u>
Total	\$20	\$173	\$338	\$559

REFUNDS BY TYPE:				
Separation	\$29	\$160	\$251	\$358
Death	0	0	0	4
Interest/Employer	<u>1</u>	<u>0</u>	<u>21</u>	<u>47</u>
Total	\$30	\$160	\$272	\$409

2004	2005	2006	2007	2008	2009
\$656,072	\$683,439	\$715,858	\$751,396	\$791,449	\$830,476
13,625	13,026	12,544	12,100	11,424	10,942
<u>17,427</u>	<u>18,578</u>	<u>19,989</u>	<u>20,517</u>	<u>21,499</u>	<u>22,492</u>
\$687,124	\$715,043	\$748,391	\$784,013	\$824,372	\$863,910

\$ 16,174	\$ 17,901	\$ 18,110	\$ 17,494	\$ 19,970	\$ 18,343
115	224	286	379	393	428
<u>6,267</u>	<u>6,827</u>	<u>8,056</u>	<u>7,872</u>	<u>8,409</u>	<u>8,116</u>
\$ 22,556	\$ 24,952	\$ 26,452	\$ 25,745	\$ 28,772	\$ 26,887

2004	2005	2006	2007	2008	2009
\$199,721	\$211,389	\$221,418	\$233,941	\$247,667	\$260,312
11,815	12,134	12,957	13,079	13,237	13,746
<u>25,906</u>	<u>27,906</u>	<u>30,226</u>	<u>33,247</u>	<u>35,090</u>	<u>36,042</u>
\$237,442	\$251,429	\$264,601	\$280,267	\$295,994	\$310,100

\$ 458	\$ 534	\$ 512	\$ 538	\$ 890	\$ 735
2	0	0	0	39	0
<u>184</u>	<u>200</u>	<u>355</u>	<u>336</u>	<u>567</u>	<u>502</u>
\$ 644	\$ 734	\$ 867	\$ 874	\$ 1,496	\$ 1,237

2004	2005	2006	2007	2008	2009
\$160	\$ 260	\$ 400	\$ 624	\$ 863	\$ 1,209
1	1	1	9	12	14
<u>644</u>	<u>780</u>	<u>940</u>	<u>1,203</u>	<u>1,393</u>	<u>1,613</u>
\$805	\$1,041	\$1,341	\$1,836	\$2,268	\$ 2,836

\$451	\$ 601	\$ 530	\$ 395	\$ 606	\$ 650
0	0	0	5	0	0
<u>137</u>	<u>90</u>	<u>89</u>	<u>73</u>	<u>118</u>	<u>160</u>
\$588	\$ 691	\$ 619	\$ 473	\$ 724	\$ 810

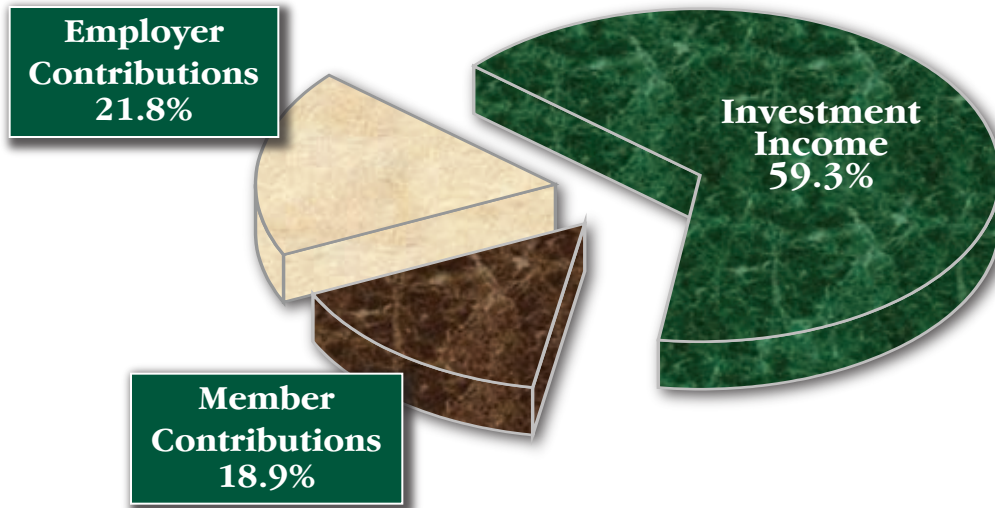


Revenues and Expenses

Average over last 20 years

REVENUES BY SOURCE (FY1990 - FY2009)

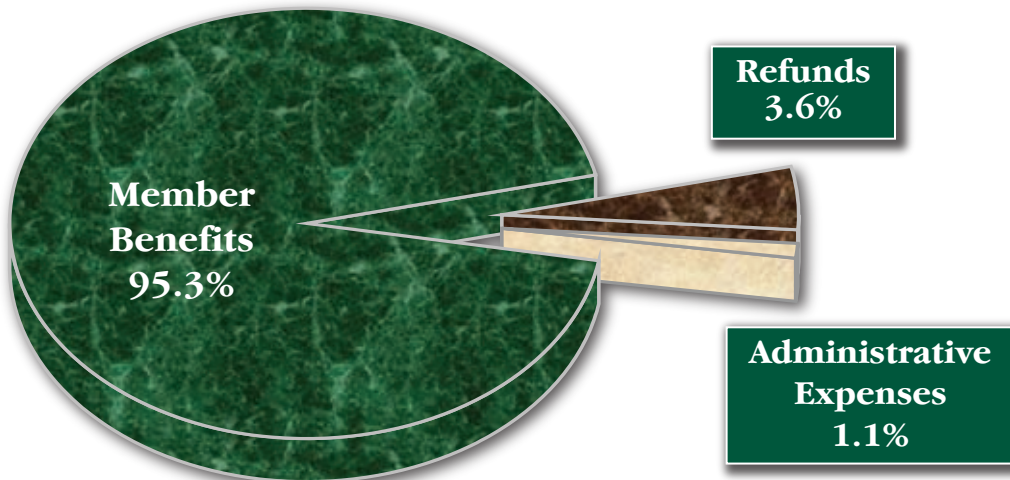
All Funds



Over the past 20 years, investment earnings have been responsible for almost 60 percent of PERA's revenues, despite the huge losses experienced the past two years.

EXPENSE BY TYPE (FY1990 - FY2009)

All Funds



Since FY1990, benefits for its members has represented over 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>
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
2009	143,353	66,059	43,133	121,690	374,235

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>
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
2009	11,035	7,362	1,280	911	20,588

PUBLIC EMPLOYEES CORRECTIONAL FUND

<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
2009	3,715	386	1,683	1,525	7,309

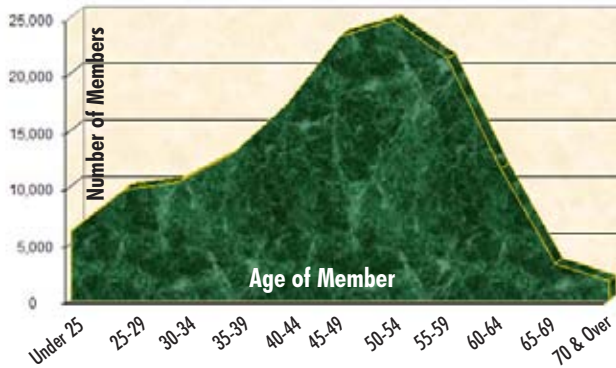


Active Members

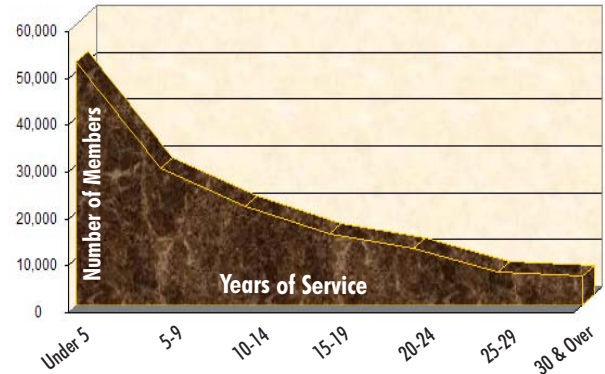
By Age and Service as of June 30, 2009

PUBLIC EMPLOYEES RETIREMENT FUND

Active Members by Age

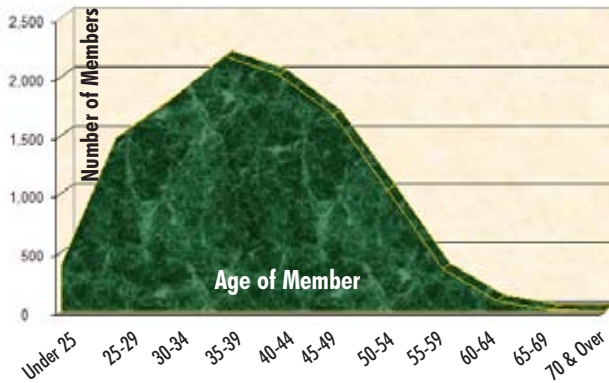


Active Members by Years of Service

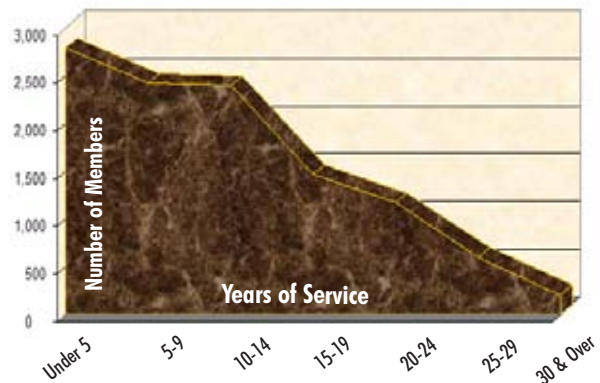


PUBLIC EMPLOYEES POLICE AND FIRE FUND

Active Members by Age

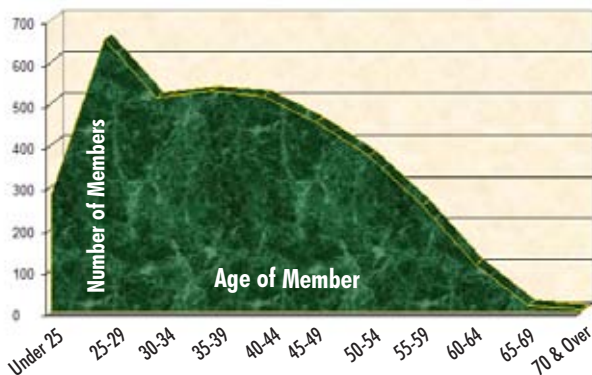


Active Members by Years of Service

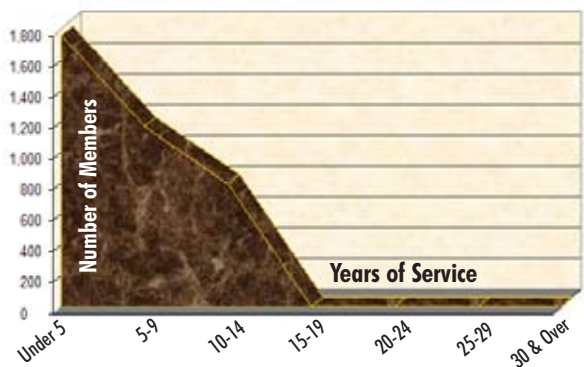


PUBLIC EMPLOYEES CORRECTIONAL FUND (ESTABLISHED 7/1/99)

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+
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
2009							
Average monthly benefit	\$ 119	\$ 234	\$ 464	\$ 724	\$1,023	\$1,553	\$2,423
Average high five salary	\$3,348	\$2,115	\$2,519	\$2,830	\$3,093	\$3,624	\$4,458
Number of retirants	429	571	483	563	511	400	657



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+
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
2009							
Average monthly benefit	\$ 293	\$1,071	\$1,531	\$2,514	\$3,716	\$4,932	\$5,977
Average high five salary	\$4,376	\$5,036	\$3,810	\$4,817	\$5,619	\$6,071	\$6,227
Number of retirants	12	15	11	20	30	85	67

Schedule of New Retirees and Initial Benefit Paid

Last 10 Years

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

	Years of Credited Service						
	0-4	5-9	10-14	15-19	20-24	25-29	30+
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					
2009							
Average monthly benefit	\$ 413	\$ 677					
Average high five salary	\$3,621	\$4,041					
Number of retirants	16	43					



Schedule of Benefit Recipients by Type

As of June 30, 2009

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	15,072	13,599	328	803	342	10,691	3,136	168	618	236	223
251 - 500	11,774	10,119	369	895	391	7,955	2,153	176	841	311	338
501 - 750	8,635	7,354	219	746	316	5,584	1,656	150	808	244	193
751 - 1,000	6,368	5,439	113	553	263	3,992	1,190	140	647	304	95
1,001 - 1,250	5,039	4,254	99	445	241	2,914	997	150	634	258	86
1,251 - 1,500	3,728	3,113	111	323	181	1,990	752	158	527	202	99
1,501 - 1,750	2,788	2,337	70	257	124	1,463	543	130	435	159	58
1,751 - 2,000	2,142	1,792	63	197	90	1,074	397	115	361	137	58
2,001 - 2,250	1,725	1,374	65	234	52	766	362	97	323	115	62
2,251 - 2,500	1,411	1,165	50	170	26	600	309	71	299	85	47
2,501 - 2,750	1,146	986	25	118	17	515	235	58	239	77	22
2,751 - 3,000	974	826	27	107	14	439	193	57	189	70	26
3,001 - 3,250	812	698	17	90	7	332	177	49	187	52	15
3,251 - 3,500	678	587	16	74	1	245	172	36	174	37	14
3,501 - 3,750	556	466	13	77	0	186	131	52	131	44	12
3,751 - 4,000	476	416	8	51	1	170	118	27	127	26	8
4,001 - 4,250	437	387	6	43	1	152	107	32	114	27	5
4,251 - 4,500	351	309	3	35	4	116	91	27	85	29	3
4,501 - 4,750	315	273	2	39	1	109	82	17	86	19	2
4,751 - 5,000	254	228	1	24	1	90	63	20	68	12	1
5,001 - 5,250	212	184	3	24	1	76	49	14	55	15	3
5,251 - 5,500	176	162	1	12	1	69	41	8	46	11	1
5,501 - 5,750	143	128	1	14	0	53	33	9	34	13	1
5,751 - 6,000	138	124	0	14	0	39	35	6	51	7	0
Over 6,000	709	640	4	65	0	214	190	49	208	44	4
Totals	66,059	56,960	1,614	5,410	2,075	39,834	13,212	1,816	7,287	2,534	1,376

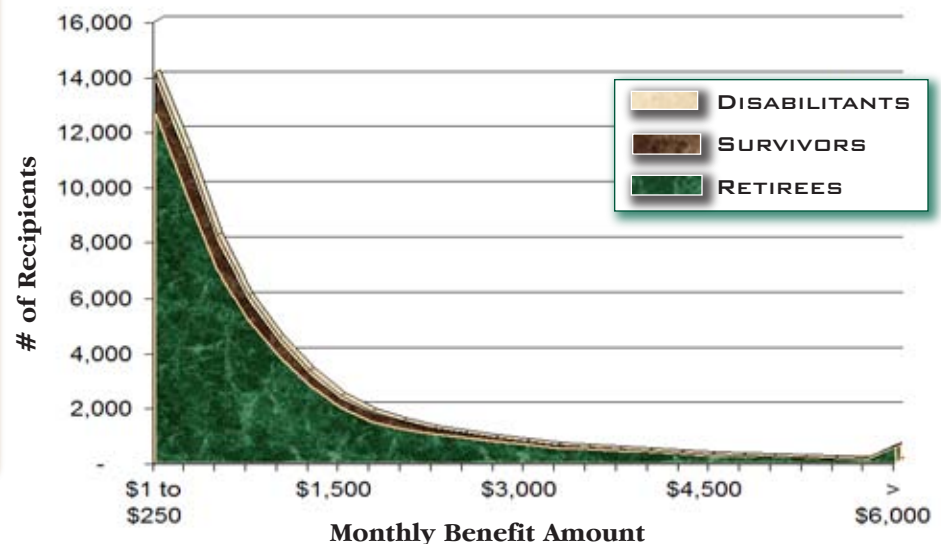
Type of Benefit

- 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



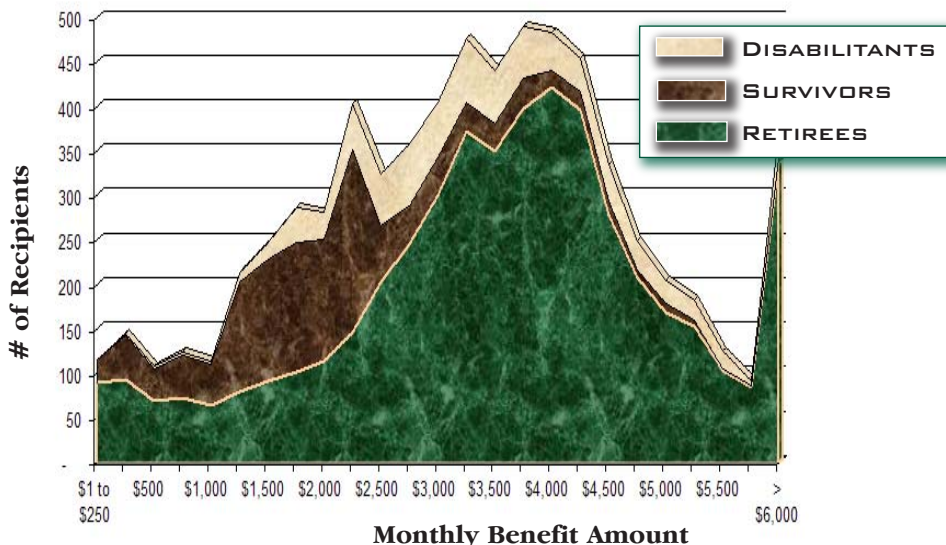
Schedule of Benefit Recipients by Type

As of June 30, 2009

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	122	98	7	16	1	0	45	51	1	11	5	9
251- 500	150	105	20	23	2	0	55	36	3	20	8	28
501 - 750	97	64	14	17	1	1	24	33	1	21	3	15
751 - 1,000	132	84	9	33	5	1	45	31	5	29	4	18
1,001 - 1,250	126	66	16	40	4	0	35	36	1	17	7	30
1,251 - 1,500	194	82	27	77	6	2	42	43	6	25	3	75
1,501 - 1,750	238	88	42	88	16	4	44	39	7	42	7	99
1,751 - 2,000	244	94	44	77	21	8	60	43	6	43	1	91
2,001 - 2,250	306	125	63	88	14	16	62	52	13	39	11	129
2,251 - 2,500	367	134	68	106	22	37	93	60	11	44	9	150
2,501 - 2,750	316	160	37	71	13	35	81	63	19	35	13	105
2,751 - 3,000	330	220	15	36	11	48	106	81	30	39	15	59
3,001 - 3,250	399	272	13	30	9	75	137	83	36	54	11	78
3,251 - 3,500	428	319	15	28	8	58	124	98	33	59	28	86
3,501 - 3,750	458	365	6	23	17	47	148	80	40	73	25	92
3,751 - 4,000	445	353	13	16	18	45	141	73	35	79	27	90
4,001 - 4,250	477	399	10	25	18	25	143	80	56	72	23	103
4,251 - 4,500	474	403	6	16	14	35	128	83	43	94	28	98
4,501 - 4,750	441	383	12	10	12	24	108	56	47	83	30	117
4,751 - 5,000	324	277	4	6	19	18	96	43	50	67	22	46
5,001 - 5,250	239	197	5	3	14	20	82	47	26	51	18	15
5,251 - 5,500	207	181	2	5	7	12	62	30	34	54	23	4
5,501 - 5,750	194	166	3	3	14	8	59	32	29	57	15	2
5,751 - 6,000	135	118	0	3	4	10	49	18	20	39	8	1
Over 6,000	519	471	0	9	21	18	180	51	70	167	50	1
Totals	7,362	5,224	451	849	291	547	2,149	1,342	622	1,314	394	1,541

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



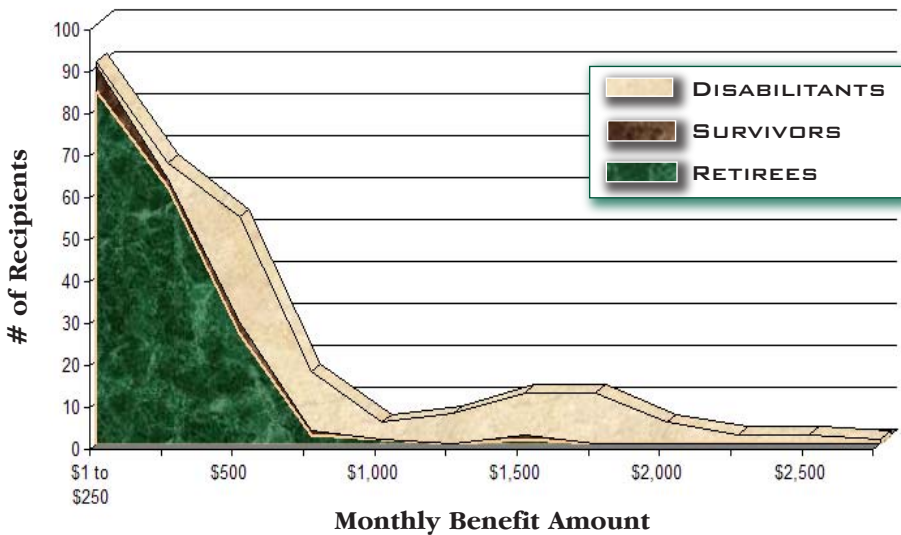
Schedule of Benefit Recipients by Type

As of June 30, 2009

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	102	96	4	2	0	0	68	15	5	10	2	2
251- 500	89	81	2	2	4	0	53	18	1	12	3	2
501 - 750	95	66	1	5	23	0	55	24	6	7	3	0
751 - 1,000	34	15	1	0	16	2	15	10	2	5	1	1
1,001 - 1,250	12	4	0	0	3	5	6	3	0	2	1	0
1,251 - 1,500	5	1	0	0	0	4	3	2	0	0	0	0
1,501 - 1,750	13	1	0	1	0	11	4	5	1	3	0	0
1,751 - 2,000	13	3	0	0	0	10	6	6	1	0	0	0
2,001 - 2,250	13	0	0	0	0	13	12	0	0	0	1	0
2,251 - 2,500	5	0	0	0	0	5	5	0	0	0	0	0
2,501 - 2,750	2	0	0	0	0	2	1	1	0	0	0	0
2,751 - 3,000	2	0	0	0	0	2	0	0	1	0	1	0
3,001 - 3,250	<u>1</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1</u>	<u>1</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Totals	386	267	8	10	46	55	229	84	17	39	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

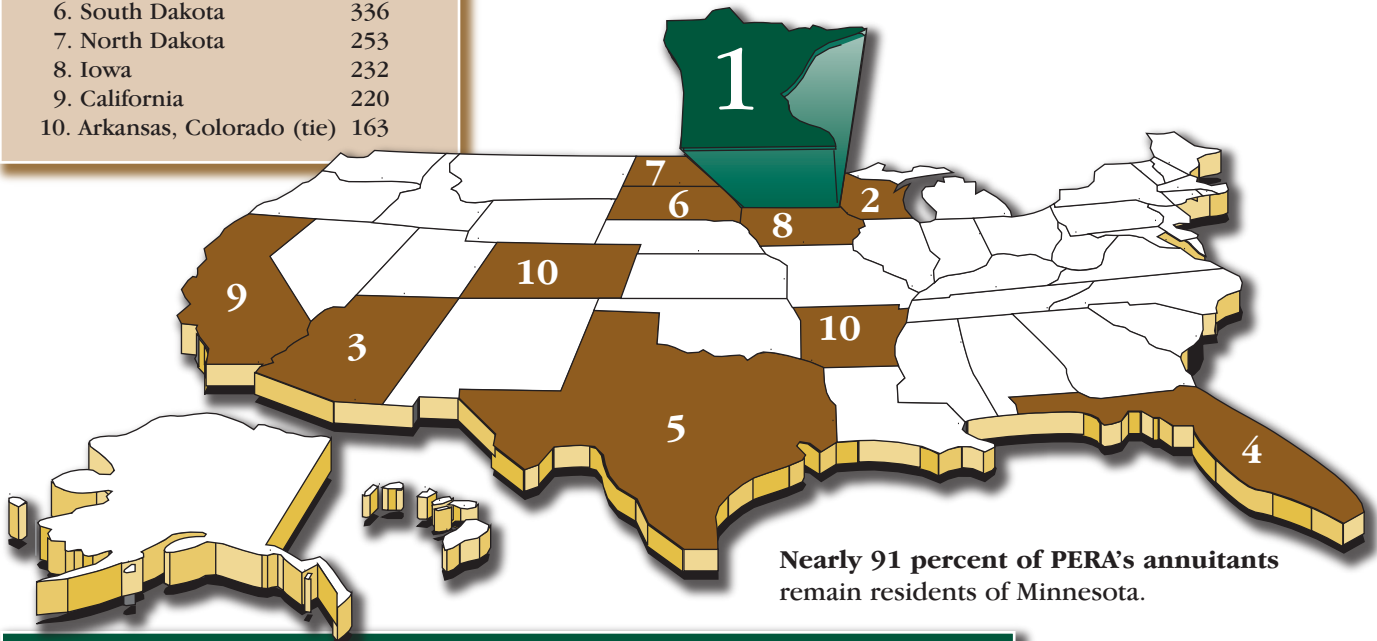
- 1** Single Life
- 2** 100% J&S
- 3** 75% J&S
- 4** 50% J&S
- 5** 25% J&S
- 6** Other

PERA Annuitant Residency

by State

Top 10 States by PERA Annuitant Population

State	Population
1. Minnesota	67,596
2. Wisconsin	1,418
3. Arizona	1,176
4. Florida	946
5. Texas	484
6. South Dakota	336
7. North Dakota	253
8. Iowa	232
9. California	220
10. Arkansas, Colorado (tie)	163



Nearly 91 percent of PERA's annuitants remain residents of Minnesota.

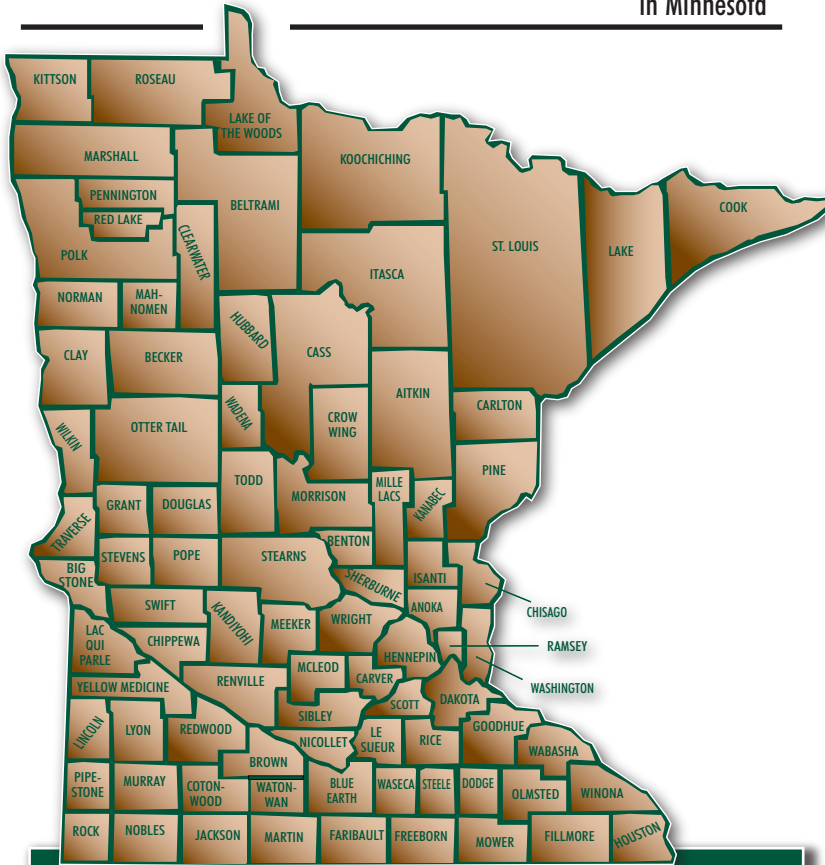
Annuitants and Payments on June 1, 2009

State	Population	Payments	State	Population	Payments	State	Population	Payments
MN	67,596	\$88,885,831	TN	72	\$98,755	MS	26	\$44,005
WI	1,418	2,027,311	NM	68	98,727	MD	21	17,133
AZ	1,176	1,771,486	MI	64	55,533	NY	20	21,043
FL	946	1,682,381	GA	53	56,248	KY	19	17,801
TX	484	750,242	NE	44	28,743	MA	14	12,994
SD	336	361,754	SC	42	61,701	LA	13	16,297
ND	253	242,349	OH	40	44,261	NJ	9	7,700
IA	232	225,422	VA	38	55,648	NH	8	6,306
CA	220	250,491	OK	35	31,846	CT	6	1,246
AR	163	223,667	KS	34	34,555	WV	6	6,074
CO	163	189,223	HI	33	50,710	ME	5	2,960
NV	156	252,456	IN	33	33,656	VT	3	1,340
WA	142	154,725	UT	32	42,205	DE	2	1,799
MO	123	134,034	WY	32	39,155	District of Columbia	1	253
IL	94	96,937	ID	31	31,157	Foreign Address	29	41,445
OR	92	119,836	AK	28	31,521			
MT	81	105,585	PA	28	20,515			
NC	75	82,395	AL	27	44,924			



PERA Annuitant Residency

in Minnesota



Annuitants and Payments on June 1, 2009

<u>County</u>	<u>Population</u>	<u>Payments</u>
GOODHUE	722	\$ 890,493
GRANT	143	142,017
HENNEPIN	9,198	12,739,567
HOUSTON	219	197,623
HUBBARD	425	417,914
ISANTI	460	493,054
ITASCA	1,167	1,384,538
JACKSON	258	232,966
KANABEC	314	301,128
KANDIYOHI	863	997,498
KITTSOON	145	133,633
KOOCHICHING	332	460,476
LAC QUI PARLE	175	161,715
LAKE	323	474,657
LAKE OF THE WOODS	100	87,422
LE SUEUR	350	386,055
LINCOLN	121	124,578
LYON	454	418,108
MAHNOMEN	100	105,796
MARSHALL	218	195,120
MARTIN	374	500,590
MCLEOD	684	717,606
MEEKER	428	433,352
MILLE LACS	463	464,853
MORRISON	540	535,331
MOWER	760	1,036,395
MURRAY	187	161,278
NICOLLET	441	485,767
NOBLES	464	490,816
NORMAN	174	164,039
OLMSTED	1,514	2,451,639
OTTER TAIL	956	1,037,299
PENNINGTON	261	285,154
PINE	571	679,058
PIPESTONE	200	180,490
POLK	566	640,625
POPE	211	270,571
RAMSEY	5,847	10,373,341
RED LAKE	117	105,362
REDWOOD	369	331,918
RENVILLE	357	335,187
RICE	681	823,231
ROCK	236	209,131
ROSEAU	194	210,878
SAINTE LOUIS	4,692	7,680,703
SCOTT	897	1,226,389
SHERBURNE	703	970,552
SIBLEY	288	240,114
STEARNS	1,752	1,961,361
STEELE	478	629,439
STEVENS	169	190,261
SWIFT	277	249,662
TODD	392	389,192
TRAVERSE	134	123,506
WABASHA	438	482,904
WADENA	372	328,499
WASECA	327	330,924
WASHINGTON	3,127	5,184,334
WATONWAN	184	221,986
WILKIN	103	118,138
WINONA	539	752,439
WRIGHT	1,157	1,392,589
YELLOW MEDICINE	312	299,179

<u>County</u>	<u>Population</u>	<u>Payments</u>
AITKIN	459	\$ 523,631
ANOKA	3,042	4,294,061
BECKER	550	599,822
BELTRAMI	617	681,708
BENTON	469	553,044
BIG STONE	183	161,596
BLUE EARTH	665	857,681
BROWN	445	572,820
CARLTON	761	1,116,002
CARVER	775	950,396
CASS	659	739,594
CHIPPEWA	318	323,179
CHISAGO	843	1,197,987
CLAY	595	730,890
CLEARWATER	265	256,740
COOK	184	224,492
COTTONWOOD	246	225,352
CROW WING	1,205	1,553,348
DAKOTA	3,729	5,648,927
DODGE	309	263,002
DOUGLAS	894	894,130
FARIBAULT	294	300,063
FILLMORE	448	384,513
FREEBORN	535	681,909

Principal Participating Employers

PUBLIC EMPLOYEES RETIREMENT FUND

FY2009

<u>Employer</u>	<u>Active Members</u>	<u>% of Total Active Members</u>
Hennepin County	7,165	4.90%
Minneapolis School District	4,679	3.20%
Hennepin Healthcare System	4,252	2.91%
Ramsey County	3,483	2.38%
City of Minneapolis	3,378	2.31%
St. Paul School District	2,776	1.90%
Anoka-Hennepin School District	2,773	1.90%
City of St. Paul	2,158	1.48%
Rosemount School District	1,888	1.29%
Osseo School District	1,852	1.27%

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

FY2009

<u>Employer</u>	<u>Active Members</u>	<u>% of Total Active Members</u>
City of Minneapolis	1,325	11.67%
City of St. Paul	1,009	8.88%
Hennepin County	339	2.98%
City of Duluth	281	2.47%
Ramsey County	229	2.02%
City of Rochester	229	2.02%
City of St. Cloud	176	1.55%
Wright County	141	1.24%
Hennepin Healthcare System	137	1.21%
Metropolitan Airports Commission	136	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

FY2009

<u>Employer</u>	<u>Active Members</u>	<u>% of Total Active Members</u>
Hennepin County	567	15.09%
Ramsey County	470	12.51%
Anoka County	236	6.28%
Sherburne County	136	3.62%
Olmsted County	130	3.46%
Dakota County	97	2.58%
Stearns County	87	2.32%
Prairie Lakes Detention Center	86	2.29%
Washington County	82	2.18%
Scott County	80	2.13%

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.



Participating Employers

Employers listed below have employees in PERA's Basic, Coordinated, Correctional or Police and Fire benefit plans

CITIES

ADA	BENA	CHAMPLIN	DEERWOOD	FLOODWOOD	HARDWICK
ADAMS	BENSON	CHANDLER	DELANO	FOLEY	HARMONY
ADRIAN	BERTHA	CHANHASSEN	DELAVAN	FOREST LAKE	HARRIS
AFTON	BETHEL	CHASKA	DELLWOOD	FORESTON	HARTLAND
AITKIN	BIG FALLS	CHATFIELD	DENT	FOSSTON	HASTINGS
AKELEY	BIG FORK	CHISAGO	DETROIT LAKES	FOUNTAIN	HAWLEY
ALBANY	BIG LAKE	CHISHOLM	DEXTER	FRANKLIN	HAYFIELD
ALBERT LEA	BIGELOW	CHOKIO	DILWORTH	FRAZEE	HAYWARD
ALBERTA	BINGHAM LAKE	CIRCLE PINES	DODGE CENTER	FREEBORN	HECTOR
ALBERTVILLE	BIRCHWOOD	CLARA CITY	DONNELLY	FREEPORT	HENDERSON
ALDEN	BIRD ISLAND	CLAREMONT	DOVER	FRIDLEY	HENDRICKS
ALEXANDRIA	BISCAY	CLARISSA	DULUTH	FROST	HENDRUM
ALPHA	BIWABIK	CLARKFIELD	DUMONT	FULDA	HENNING
ALTURA	BLACKDUCK	CLARKS GROVE	DUNDAS	GARFIELD	HERMAN
ALVARADO	BLAINE	CLEAR LAKE	DUNDEE	GARRISON	HERMANTOWN
AMBOY	BLOOMING PRAIRIE	CLEARBROOK	DUNNELL	GARVIN	HERON LAKE
ANDOVER	BLOOMINGTON	CLEARWATER	EAGAN	GARY	HEWITT
ANNANDALE	BLUE EARTH	CLEMENTS	EAGLE BEND	GAYLORD	HIBBING
ANOKA	BOVEY	CLEVELAND	EAGLE LAKE	GENEVA	HILL CITY
APPLE VALLEY	BOYD	CLIMAX	EAST BETHEL	GEORGETOWN	HILLS
APPLETON	BRAHAM	CLINTON	EAST GRAND FORKS	GHENT	HILLTOP
ARCO	BRAINERD	CLITHERALL	EAST GULL LAKE	GIBBON	HINCKLEY
ARDEN HILLS	BRANCH	CLONTARF	EASTON	GILBERT	HITTERDAL
ARGYLE	BRANDON	CLOQUET	ECHO	GILMAN	HFMAN
ARLINGTON	BRECKENRIDGE	COATES	EDEN PRAIRIE	GLENCOE	HOKAH
ASHBY	BREEZY POINT	COHASSET	EDEN VALLEY	GLENVILLE	HOLDINGFORD
ASKOV	BREWSTER	COKATO	EDGERTON	GLENWOOD	HOLLAND
ATWATER	BRICELYN	COLD SPRING	EDINA	GLYNDON	HOLLANDALE
AUDUBON	BROOK PARK	COLERAINE	EITZEN	GOLDEN VALLEY	HOLLOWAY
AURORA	BROOKLYN CENTER	COLOGNE	ELBOW LAKE	GONVICK	HOPKINS
AUSTIN	BROOKLYN PARK	COLUMBIA HEIGHTS	ELGIN	GOOD THUNDER	HOUSTON
AVOCA	BROOTEN	COMFREY	ELIZABETH	GOODHUE	HOWARD LAKE
AVON	BROWERVILLE	CONGER	ELK RIVER	GOODRIDGE	HOYT LAKES
BABBITT	BROWNS VALLEY	COOK	ELKO	GOODVIEW	HUGO
BACKUS	BROWNSDALE	COON RAPIDS	ELKTON	GRACEVILLE	HUTCHINSON
BADGER	BROWNSVILLE	CORCORAN	ELLENDALE	GRANADA	INDEPENDENCE
BAGLEY	BROWNTON	CORRELL	ELLSWORTH	GRAND MARAIS	INTERNATIONAL FALLS
BALATON	BUFFALO	COSMOS	ELMORE	GRAND MEADOW	INVER GROVE HEIGHTS
BARNESVILLE	BUFFALO LAKE	COTTAGE GROVE	ELY	GRAND RAPIDS	IONA
BARNUM	BUHL	COTTONWOOD	ELYSIAN	GRANITE FALLS	IRONTON
BARRETT	BURNSVILLE	COURTLAND	EMILY	GRANT	ISANTI
BASS BROOK	BUTTERFIELD	CROMWELL	EMMONS	GRASSTON	ISLE
BATTLE LAKE	BYRON	CROOKSTON	ERHARD	GREEN ISLE	IVANHOE
BAUDETTE	CALEDONIA	CROSBY	ERSKINE	GREENBUSH	JACKSON
BAXTER	CALLAWAY	CROSSLAKE	EVANSVILLE	GREENFIELD	JANESVILLE
BAYPORT	CALUMET	CRYSTAL	EVELETH	GREENWOOD	JASPER
BEARDSLEY	CAMBRIDGE	CURRIE	EXCELSIOR	GREY EAGLE GROVE	JEFFERS
BEAVER BAY	CAMPBELL	CUYUNA	EYOTA	GRYGLA	JENKINS
BEAVER CREEK	CANBY	CYRUS	FAIRFAX	GULLY	JORDAN
BECKER	CANNON FALLS	DALTON	FAIRMONT	HACKENSACK	KANDIYOHI
BEJOU	CANTON	DANUBE	FALCON HEIGHTS	HADLEY	KARLSTAD
BELGRADE	CARLOS	DANVERS	FARIBAULT	HALLOCK	KASOTA
BELLE PLAINE	CARLTON	DARFUR	FARMINGTON	HALSTAD	KASSON
BELLECHESTER	CARVER	DARWIN	FEDERAL DAM	HAM LAKE	KEEWATIN
BELLINGHAM	CASS LAKE	DASSEL	FELTON	HAMBURG	KELLIHER
BELVIEW	CEDAR MILLS	DAWSON	FERGUS FALLS	HAMPTON	KELLOGG
BEMIDJI	CENTER	DAYTON	FERTILE	HANCOCK	KENNEDY
	CENTERVILLE	DE GRAFF	FIFTY LAKES	HANLEY FALLS	KENSINGTON
	CEYLON	DEEPHAVEN	FINLAYSON	HANOVER	KENT
		DEER CREEK	FISHER	HANSA	
		DEER RIVER	FLENSBURG		

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
MADELIA	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
VERGAS
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	DRESBACH	FREDENBERG	HELENA	LAKE ANDREW
BEMIDJI	CHANARAMBIE	DRYDEN	FREEDOM	HELGA	LAKE EDWARD
BENTON	CHARLESTOWN	DULUTH	FREEMAN	HENDERSON	LAKE ELIZABETH
BERGEN	CHASKA	DUNN	FRENCH	HENNING	LAKE EMMA
BERNADOTTE	CHATHAM	EAGLE LAKE	FRENCH LAKE	HENRIETTA	LAKE FREMONT
BIG LAKE	CHENGWATANA	EAGLE VIEW	FRIBERG	HERON LAKE	LAKE GEORGE
BIG STONE	CHERRY	EAGLES NEST	FROHN	HIGDEM	LAKE HANSKA
BIRCH CREEK	CHERRY GROVE	EAST SIDE	GARDEN CITY	HIGH FOREST	LAKE HENRY
BISMARCK	CHESTER	EASTERN	GARFIELD	HIGHWATER	LAKE MARSHALL
BIWABIK	CHIPPEWA FALLS	EDEN LAKE	GARNES	HINES	LAKE MARY
BLACKBERRY	CHISAGO LAKE	EDNA	GARRISON	HIRAM	LAKE PLEASANT
BLACKHO	CLAYTON	EFFINGTON	GENNESSEE	HOBART	LAKE PRAIRIE
BLAKELEY	CLEAR LAKE	ELDORADO	GERMANIA	HOKAH	LAKE SARAH
BLIND LAKE	CLEARWATER	ELIZABETH	GETTY	HOLDEN	LAKE VIEW
BLOOMFIELD	CLIFTON	ELK LAKE	GILMANTON	HOLDING	LAKESIDE
BLOOMING GROVE	CLINTON	ELLINGTON	GIRARD	HOLLAND	LAKETOWN
BLUE HILL	CLITHERALL	ELLSBURG	GLEN	HOLLY	LAKESIDE
BOGUS BROOK	CLOVER	ELM CREEK	GLENDORADO	HOLLYWOOD	LAKESIDE
BONDIN	COKATO	ELM DALE	GLENWOOD	HOLMES	LAKESIDE
BORGHOLM	COLLEGEVILLE	ELMER	GNESEN	HOLT	LANESBURGH
BOWSTRING	COLUMBIA	ELMIRA	GOOD HOPE	HOLYOKE	LANGOLA
BOY LAKE	COLUMBUS	ELMORE	GOOSE PRAIRIE	HOME	LANSING
BRADFORD	COLUMBUS	EMBARRASS	GRACEVILLE	HOMEBROOK	LAWRENCE
BRANDON	COLVIN	EMPIRE	GRAHAM	HOMESTEAD	LE SAUK
BREITUNG	COMPTON	ENTERPRISE	GRAHAM LAKES	HONNER	LEAF LAKE
BREMEN	CONCORD	ERIE	GRANBY	HOUSTON	LEAF RIVER
BREVATOR	COON CREEK	ERIN	GRAND LAKE	IDA	LEECH LAKE
		ESPELIE	GRAND MEADOW	IDEAL	LEEDS
			GRAND PRAIRIE	IDUN	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	KITCOON
LUXEMBURG	NEVADA	POPple GROVE	SHIELDSVILLE	TRANSIT	WING RIVER	KOOCHICHING
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		RED LAKE
MCDAVITT	OLNEY	ROCKFORD	ST. JAMES	WAKEFIELD		REDWOOD
MEADOWLANDS	ORION	ROCKSBURY	ST. JOSEPH	WALDEN		RENVILLE
MEHURIN	ORONOCO	ROCKWOOD	ST. MARTIN	WALTHAM		RICE
MERTON	ORROCK	ROGERS	ST. OLAF	WANAMINGO		ROCK
MICKINOCK	ORTON	ROLLING GREEN	STANCHFIELD	WANG		ROSEAU
MIDDLETOWN	OSAGE	ROLLINGSTONE	ROOSEVELT	WARD		SCOTT
MIDDLEVILLE	OSBORNE	ROSEHILL	ROSEVILLE	WARREN		SHERBURNE
MIDWAY	OSHKOSH	ROSENDALE	ROSS	WARSAW		SIBLEY
MILACA	OTENEAGEN	ROSEVILLE	ROSS LAKE	WASHINGTON		ST. LOUIS
MILFORD	OTISCO	ROSGING	ROUND GROVE	WASIOJA		STEARNS
MILLERVILLE	OTREY	ROSS	ROUND LAKE	WASKISH		STEELE
MILO	OTTERTAIL	ROSS LAKE	ROYALTON	WATAB		STEVENS
MILTON	PENINSULA	ROUND GROVE	RUSHSEBA	WATERBURY		SWIFT
MINDEN	OTTO	ROUND LAKE	RUTLAND	WATERTOWN		TODD
MINNEOTA	OWATONNA	ROYALTON		WATERVILLE		
MINNEWASKA	OXFORD	RUSHSEBA		WATOPA		
MISSION	PALMYRA	RUTLAND		WAWINA		
MOE	PARKERS PRAIRIE			WEALTHWOOD		
MOLTKE	PAXTON			WEBSTER		

COUNTIES

AITKIN	
ANOKA	
BECKER	
BELTRAMI	
BENTON	
BIG STONE	
BLUE EARTH	
BROWN	
CARLTON	
CASS	
CHIPPEWA	
CHISAGO	
CLAY	
CLEARWATER	
COOK	



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
 ROTHSAW 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
RIDGWAY 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 LUYERNE
 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 COUNTY 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
CLEARWATER COUNTY SWCD
CLEARWATER HEALTH SERVICES
CLEARWATER RIVER WATERSHED DISTRICT
COMFORT LAKE FOREST LAKE WD
COMMUNITY ACTION MINNEAPOLIS
COOK COUNTY HOSPITAL AMBULANCE
COOK COUNTY SWCD
COOK COUNTY/GRAND MARAIS JOINT EDA
COON CREEK WATERSHED DISTRICT
COTTONWOOD COUNTY SWCD
COTTONWOOD RIVER VOCATIONAL CENTER
CROOKSTON HOUSING &
ECONOMIC DEVELOPMENT AUTHORITY
CROSSLAKE TELEPHONE
CROW RIVER RECREATION DEPARTMENT
CROW RIVER SPECIAL EDUCATION COOP
CROW WING COUNTY SWCD
DAKOTA COMMUNICATIONS CENTER
DAKOTA COUNTY SWCD
DELAVIN-EASTON PUBLIC SAFETY
DEPARTMENT OF MILITARY AFFAIRS
DODGE COUNTY SWCD
DOUGLAS COUNTY SWCD
DOVER-EYOTA ST. CHARLES SANITARY DISTRICT
DULUTH AIRPORT AUTHORITY
EAST CENTRAL COOPERATIVE CENTER
EAST CENTRAL REGIONAL
DEVELOPMENT COMMISSION
EAST CENTRAL REGIONAL LIBRARY
EAST OTTER TAIL COUNTY SWCD
EAST POLK COUNTY SWCD
EAST RANGE JOINT POWERS BOARD
EAST RANGE SECONDARY TECHNICAL CENTER
EDUCATION MINNESOTA
EFSJ JOINT RECREATION BOARD
ELKO NEW MARKET WASTE WATER
UTILITY BOARD
ELLENDALE AMBULANCE SERVICE
EVELETH ECONOMIC
DEVELOPMENT AUTHORITY
EVELETH VIRGINIA AIRPORT AUTHORITY
EXCELSIOR FIRE DISTRICT
FAIR OAKS LODGE
FARIBAULT COUNTY SWCD
FARWELL KENSINGTON SANITARY DISTRICT
FILLMORE CO SOIL & WATER CONSERVATION
FOREST LAKE CABLE COMMISSION
FREEBORN COUNTY SWCD
GARRISON KATHIO SEWER DISTRICT
GLACIAL RIDGE COOPERATIVE CENTER
GLENWOOD JOINT POWER SCH DIST
GOODHUE COUNTY SWCD
GOVERNMENT TRAINING SERVICES
GRANT COUNTY SWCD
GREAT RIVER REGIONAL LIBRARY
GREENWAY JOINT RECREATION ASSOCIATION
GROVE ECONOMIC DEVELOPMENT AUTHORITY
HARMONY AMBULANCE SERVICE
HAWLEY AREA EMS JPB
HEADWATER NUTRITION PROJECT
HEADWATERS REGIONAL DEVELOPMENT COMM
HENNEPIN SOIL & WATER CONSERVATION DIST
HENNING AMBULANCE SERVICE
HERITAGE LIVING CENTER (PARK RAPIDS)

HERON LAKE WATERSHED DISTRICT
HIGH ISLAND CREEK WATERSHED DISTRICT
HIGHLAND VOCATIONAL
HUBBARD COUNTY SWCD
HUDSON SANITARY LANDFILL AUTHORITY
HUMAN SERVICES FARIBAULT & MARTIN CO
HUTCHINSON AREA HEALTH CARE
I 494 CORRIDOR COMMISSION
IMPACK 6 JOINT POWERS BOARD
INFINITY MINNESOTA'S DIGITAL ACADEMY
INTERDISTRICT VOCATIONAL CENTER
ISANTI COUNTY SWCD
ITASCA COUNTY SWCD
JEFFERS AMBULATORY
JOINT POWERS WATER BOARD
JOINT POWERS BOARD ZONE 10
KANABEC COUNTY ECONOMIC
DEVELOPMENT COMMISSION
KANABEC COUNTY SWCD
KANDIYOHI AREA TRANSIT KAT
KANDIYOHI COUNTY SWCD
KANDIYOHI-WILLMAR
ECONOMIC DEVELOPMENT
KITCHIGAMI REGIONAL LIBRARY
KITTSOON COUNTY SWCD
KITTSOON-MARSHALL COUNTY
RURAL WATER SYSTEM
KOOCHICHING COUNTY
DEVELOPMENT AUTHORITY
KOOCHICHING COUNTY SWCD
LAC QUI PARLE COUNTY SWCD
LAC QUI PARLE/YELLOW BANK WATERSHED
LAKE AMBULANCE SERVICE
LAKE OF THE WOODS EDA
LAKE OF THE WOODS SWCD
LAKE AGASSIZ REGIONAL LIBRARY
LAKE COUNTY SWCD
LAKE JOHANNA FIRE DEPARTMENT
LAKE MINNETONKA COMMUNICATION
COMMISSION
LAKE MINNETONKA CONSERVATION DISTRICT
LAKES AREA RECREATION
LAKES AREA POLICE
LAKES COOPERATIVE CENTER
LAKESIDE HEALTH CARE CENTER
LAKEVILLE ARENAS
LEAGUE MINNESOTA CITIES
LEECH LAKE BAND OJIBWE
LINCOLN COUNTY SWCD
LITCHFIELD RESCUE SQUAD
LITTLE FALLS-MORRISON COUNTY
AIRPORT COMMISSION
LOCAL 132
LOGIS
LONG LAKE CONSERVATION CENTER
LOWER MINNESOTA RIVER
WATERSHED DISTRICT
LOWER SIOUX COMMUNITY POLICE
DEPARTMENT
LOWER ST CROIX FIRE DEPARTMENT JPB
LIVERNE ECONOMIC
DEVELOPMENT AUTHORITY
LYON COUNTY SWCD
MAHNOMEN COUNTY SWCD
MAPE
MARSHALL COUNTY SWCD
MARSHALL- POLK COUNTY RURAL
WATER SYSTEM
MARSHALL-BELTRAMI COUNTY SWCD

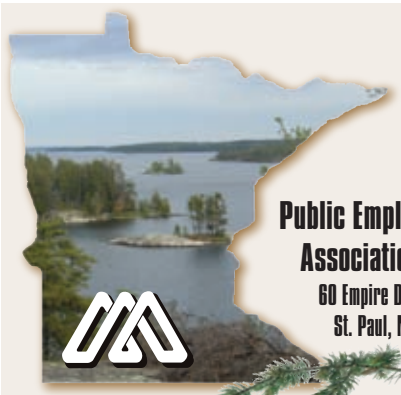
MARTIN COUNTY SWCD
MARTIN-FARIBAULT CO.
PRAIRIELAND WASTE BOARD
MC LEOD COUNTY SWCD
MEEKER COUNTY SWCD
METRO II
METRO WASTE CONTROL COMMISSION
METRONET
METROPOLITAN AIRPORTS COMMISSION
METROPOLITAN CABLE NETWORK
METROPOLITAN COUNCIL
METROPOLITAN COUNCIL TRANSIT OPS
METROPOLITAN ECSU REGION 11
METROPOLITAN LIBRARY SERVICE AGENCY
METROPOLITAN MOSQUITO
CONTROL DISTRICT
METROPOLITAN SPORTS FACILITY
COMMISSION
METROPOLITAN VISITING
NURSE ASSOCIATION
MIDDLE FORK CROW RIVER W DISTRICT
MIDDLE RIVER/SNAKE RIVER WD
MID-MINNESOTA DEVELOPMENT COMMISSION
MILLE LACS COUNTY SWCD
MILLE LACS TRIBAL POLICE
MINNEAPOLIS COMMUNITY
DEVELOPMENT AGENCY
MINNEAPOLIS EMPLOYEE RETIREMENT FUND
MINNEAPOLIS YOUTH COOR BOARD
MINNEHAHA CREEK WATERSHED DIST
MINNESOTA ASSOCIATION
URBAN COUNTIES
MINNESOTA COUNTIES
COMPUTER COOPERATIVE
MINNESOTA COUNTIES INS TRUST
MINNESOTA INTER-COUNTY ASSOCIATION
MINNESOTA MUNICIPAL UTILITIES ASSOC
MINNESOTA RIVER SOURCE JPB
MINNESOTA RIVER SPEC EDUCATION COOP
MINNESOTA STATE SHERIFFS ASSOCIATION
MINNESOTA TEAMSTER PUBLIC & LAW #320
MINNESOTA VALLEY COOP
MINNESOTA VALLEY REGIONAL LIBRARY
MINNESOTA VALLEY TRANSIT AUTHORITY
MISSISSIPPI WATERSHED
MANAGEMENT ORGANIZATION
MOOSE LAKE-WINDEMERE
MORRISON COUNTY SWCD
MOWER COUNTY SWCD
NASHWAUK AMBULANCE SERVICE
NICOLLET COUNTY SWCD
NICOLLET COUNTY TRI- JOINT POWERS BD
NINE MILE CREEK WATERSHED DISTRICT
NOBLES COUNTY SWCD
NOBLES SWCD
NORMAN COUNTY SWCD
NORMAN-MAHNOMEN PUBLIC HEALTH
NORTH CENTRAL MINNESOTA SWCD JPB
NORTH COUNTRY LIBRARY COOP
NORTH COUNTRY LIBRARY COOPERATIVE
NORTH FORK CROW RIVER
WATERSHED DISTRICT
NORTH KITTSOON COUNTY RWS
NORTH METRO MAYORS ASSOCIATION
NORTH METRO TELECOMMUNICATIONS
NORTH SHORE COLLABORATIVE JPB
NORTH ST LOUIS SWCD
NORTH STAR VOC COOP CENTER
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-CHEDA 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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**Public Employees Retirement
Association of Minnesota**

60 Empire Drive, Suite 200
St. Paul, Minnesota 55103-2088
