



THE STATE  
of **ALASKA**  
GOVERNOR SEAN PARNELL

## Department of Revenue

COMMISSIONER'S OFFICE  
Angela M. Rodell, Commissioner

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January 21, 2014

The Honorable Sean Parnell, Governor  
The Honorable President of the Senate  
The Honorable Speaker of the House  
Employers participating in the State of Alaska retirement systems

Dear Governor Parnell, President of the Senate, Speaker of the House and Participating Employers:

In accordance with AS 37.10.220(a)(13), the Alaska Retirement Management Board (ARMB) is required to:

"by the first day of each regular legislative session, report to the governor, the legislature, and the individual employers participating in the state's retirement systems on the financial condition of the systems in regard to

- (A) the valuation of trust fund assets and liabilities;
- (B) current investment policies adopted by the board;
- (C) a summary of assets held in trust listed by the categories of investment;
- (D) the income and expenditures for the previous fiscal year;
- (E) the return projections for the next calendar year;
- (F) one-year, three-year, five-year, and 10-year investment performance for each of the funds entrusted to the board; and
- (G) other statistical data necessary for a proper understanding of the financial status of the systems;"

To that end, investment of funds for which the board is responsible includes the following:

- Public Employees' Retirement System Funds (PERS)
- Teachers' Retirement System Funds (TRS)
- Judicial Retirement System Funds (JRS)
- National Guard and Naval Militia Retirement System Fund (NGNMRS)
- Supplemental Annuity Plan (SBS)
- Deferred Compensation Plan (DCP)

## **Public Employees, Teachers, Judicial and National Guard and Naval Militia Retirement Systems**

You will find audited FY 2013 financial schedules for the invested assets of the four retirement systems' funds at our website as follows (hard copy reports are available upon request):

<http://treasury.dor.alaska.gov/armb/ReportsandPolicies/AnnualAuditedFinancialSchedules.aspx>

The financial schedules show the results of operations as of and for the fiscal year ended June 30, 2013, including related accounting policies.

The Division of Retirement and Benefits in the Department of Administration prepares comprehensive annual financial reports for PERS and TRS. These annual reports incorporate additional information regarding investment activity of the trust funds such as investment objectives, asset allocation and performance information. You can view these reports on the web at (hard copy reports are available by calling the Division of Retirement and Benefits at 465-4460):

PERS: <http://doa.alaska.gov/dr/pers/perscafr.html>

TRS: <http://doa.alaska.gov/dr/trs/trscafr.html>

Audited financial statements for the JRS and NGNMRS are available at:

JRS: <http://doa.alaska.gov/dr/jrs/jrs-audited-financial-statements.html>

NGNMRS: <http://doa.alaska.gov/dr/ngnmrs/ngnmrs-audited-financial-statements.html>

Investment Guidelines, Policies and Procedures:

<http://treasury.dor.alaska.gov/armb/ReportsandPolicies/InvestmentPolicies.aspx>

Quarterly performance returns:

<http://treasury.dor.alaska.gov/armb/ReportsandPolicies/InvestmentPerformance.aspx>

FY 2013 Asset Allocations: <http://treasury.dor.alaska.gov/armb/AssetAllocation.aspx>

## **Supplemental Annuity Plan and Deferred Compensation Plans**

The Division of Retirement and Benefits also provides audited financial statements for the Supplemental Annuity and Deferred Compensation Plans on their website at (hard copy reports are available from the Division of Retirement and Benefits by calling 465-4460):

SBS: [http://doa.alaska.gov/dr/sbs\\_ap/financial/financial-reports.html](http://doa.alaska.gov/dr/sbs_ap/financial/financial-reports.html)

DCP: <http://doa.alaska.gov/dr/dcp/resources/financialStatements.html>

SBS and DCP performance returns and investment objectives are posted monthly at the following sites:

Supplemental Annuity Plan: [https://docs.retirementpartner.com/ioag/98214-03\\_IOAG.pdf](https://docs.retirementpartner.com/ioag/98214-03_IOAG.pdf)

Deferred Compensation Plan: [https://docs.retirementpartner.com/ioag/98214-01\\_IOAG.pdf](https://docs.retirementpartner.com/ioag/98214-01_IOAG.pdf)

The ARMB posts monthly updates including financial and asset allocation reports that reflect current valuation for all plans at the following site:

<http://treasury.dor.alaska.gov/armb/ReportsandPolicies/MonthlyFinancialReports.aspx>

While the above noted reports are comprehensive, I would be glad to discuss any questions you might have.

Sincerely,



Angela M. Rodell  
Commissioner  
Department of Revenue

cc: Kevin Worley, Chief Financial Officer, Retirement and Benefits, Department of Administration  
Pamela Leary, Director, Treasury Division, Department of Revenue  
Gary M. Bader, Chief Investment Officer, Treasury, Department of Revenue  
Judith Hall, ARMB Liaison Officer, Department of Revenue