

City of Newton, Massachusetts  
OPEB Trust Fund  
Comparative Statement of Fiduciary Net Position

**ASSETS:**

Cash and cash equivalents  
Investments

Total assets

**NET POSITION:**

Assets held in trust for other post  
employment benefits

|  | <u>August 31, 2017</u>        | <u>August 31, 2016</u>        |
|--|-------------------------------|-------------------------------|
|  | \$ 123,942.28                 | 98,705.32                     |
|  | <u>6,221,882.70</u>           | <u>3,771,584.99</u>           |
|  | <u><b>6,345,824.98</b></u>    | <u><b>3,870,290.31</b></u>    |
|  |                               |                               |
|  | <u><b>\$ 6,345,824.98</b></u> | <u><b>\$ 3,870,290.31</b></u> |

City of Newton, Massachusetts  
OPEB Trust Fund  
Comparative Statement of Changes in Fiduciary Net Position

**ADDITIONS:**

Employer contributions

Investment income

Net appreciation/(depreciation) in fair value of investments

Interest and dividends

Total investment income/(loss)

Less: investment expense

Net investment income/(loss)

Change in Net Position

NET POSITION AT BEGINNING OF FISCAL YEAR

**NET POSITION AT AUGUST 31**

|  | <u>July 1, 2017 -<br/>June 30, 2018</u> | <u>July 1, 2016 -<br/>June 30, 2017</u> |
|--|---|---|
|  | \$ 364,434.09                           | \$ 190,020.83                           |
|  |   |   |
|  | 115,463.83                              | 97,574.32                               |
|  | <u>21,582.40</u>                        | <u>14,128.36</u>                        |
|  | 137,046.23                              | 111,702.68                              |
|  |   |   |
|  | <u>(2,214.49)</u>                       | <u>(1,167.06)</u>                       |
|  | 134,831.74                              | 110,535.62                              |
|  |   |   |
|  | <u>499,265.83</u>                       | <u>300,556.45</u>                       |
|  |   |   |
|  | <u>5,846,559.15</u>                     | <u>3,569,733.86</u>                     |
|  |   |   |
|  | <u><b>\$ 6,345,824.98</b></u>           | <u><b>\$ 3,870,290.31</b></u>           |

**PENSION RESERVES INVESTMENT TRUST  
SUMMARY OF PLAN PERFORMANCE  
RATES OF RETURN (GROSS OF FEES)  
Periods Ending August 31, 2017**

|  | NAV \$ (000)      | Target<br>Allocation % | Actual<br>Allocation % | Month       | FY '18      | Calendar<br>YTD | 1 Year       | 3 Year      | 5 Year      | 10 Year     | Since<br>Inception |
|--|-------------------|------------------------|------------------------|-------------|-------------|-----------------|--------------|-------------|-------------|-------------|--------------------|
| <b>GLOBAL EQUITY</b>   | 30,467,934        | 41.1%                  | 44.5%                  | 0.51        | 3.63        | 17.05           | 18.69        | 6.42        | 11.28       | 4.84        | 6.09               |
| <b>CORE FIXED INCOME</b>   | 8,741,512         | 12.0%                  | 12.8%                  | 1.76        | 1.84        | 4.79            | -4.58        | 4.08        | 3.91        | 5.22        | 7.47               |
| <b>VALUE-ADDED FIXED INCOME</b>  | 5,424,393         | 10.0%                  | 7.9%                   | 0.51        | 1.32        | 7.88            | 9.64         | 3.30        | 5.01        | 6.95        | 8.40               |
| <b>PRIVATE EQUITY</b>  | 6,970,437         | 11.0%                  | 10.2%                  | 0.00        | 0.41        | 12.56           | 22.05        | 16.81       | 18.06       | 13.36       | 14.64              |
| <b>REAL ESTATE</b>   | 6,072,213         | 10.0%                  | 8.9%                   | 0.28        | 0.97        | 5.52            | 6.41         | 10.19       | 11.32       | 6.58        | 6.61               |
| <b>TIMBERLAND</b>  | 2,474,724         | 4.0%                   | 3.6%                   | -0.06       | 0.31        | 4.46            | 7.94         | 6.20        | 7.41        | 6.10        | 9.04               |
| <b>PORTFOLIO COMPLETION STRATEGIES</b>   | 6,816,523         | 11.9%                  | 10.0%                  | 0.90        | 1.47        | 4.60            | 7.58         | 2.63        | 5.68        | 3.08        | 4.53               |
| <b>OVERLAY</b>   | 1,278,583         | 0.0%                   | 1.9%                   | 0.40        | 1.80        | 7.42            | 5.97         | 3.70        |             |             | 5.58               |
| <b>TOTAL CORE</b>  | <b>68,488,626</b> | <b>100%</b>            | <b>100%</b>            | <b>0.61</b> | <b>2.31</b> | <b>11.37</b>    | <b>12.38</b> | <b>6.88</b> | <b>9.80</b> | <b>5.47</b> | <b>9.47</b>        |
| <i>INTERIM BENCHMARK (target allocation using private equity and distressed debt returns) <sup>1</sup></i>     |                   |                        |                        | <i>0.49</i> | <i>2.03</i> | <i>9.99</i>     | <i>11.30</i> | <i>5.96</i> | <i>8.81</i> | <i>5.26</i> | <i>9.90</i>        |
| <i>TOTAL CORE BENCHMARK (target allocation with private equity and distressed debt benchmark) <sup>2</sup></i> |                   |                        |                        | <i>0.63</i> | <i>2.25</i> | <i>9.76</i>     | <i>10.71</i> | <i>5.76</i> | <i>8.25</i> | <i>4.93</i> | <i>9.79</i>        |
| PARTICIPANTS CASH  | 86,774            |                        |                        | 0.11        | 0.20        | 0.71            | 0.95         | 0.50        | 0.35        | 0.66        | 3.79               |
| TEACHERS' AND EMPLOYEES' CASH  | 36,063            |                        |                        | 0.11        | 0.21        | 0.71            | 0.95         | 0.50        | 0.35        | 0.48        | 2.57               |
| <b>TOTAL FUND</b>  | <b>68,611,463</b> |                        |                        | <b>0.61</b> | <b>2.30</b> | <b>11.33</b>    | <b>12.33</b> | <b>6.86</b> | <b>9.76</b> | <b>5.45</b> | <b>9.52</b>        |