

THE Mentor

News from the Maryland State Retirement and Pension System

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MARYLAND
STATE RETIREMENT
and PENSION SYSTEM



Trustee election slated for spring

TWO RETIREES FROM THE EMPLOYEES' SYSTEMS will vie for the opportunity to help guide the Maryland State Retirement and Pension System in a trustee election slated for this spring.

Candidates Linda Day and Sheila Hill each collected the required 500 signatures from eligible voters to be nominated for the election.

Ballots and candidate biographies will be mailed this spring to all active and retired members of the Correctional Officers' Retirement System, the Employees' Retirement and Pension Systems, the Judges' Retirement System, the Legislative Pension Plan, the Local Fire and Police System, and the Law Enforcement Officers' Pension System.

Voting will occur May 19 through June 19. The successful candidate will serve a four year term beginning August 1.

This Board seat is currently held by Trustee John W. Douglass, who did not seek a fourth term. Mr. Douglass serves as vice chairman of the Audit Committee and is a member of both the Administrative and Investment committees.

Sec. Brinkley joins Board; Treas. Kopp reelected; Ms. Foster concludes service

WITH HIS APPOINTMENT to the post of Secretary of Budget and Management by Governor Lawrence J. Hogan, Jr., David R. Brinkley is the newest member of the Board of Trustees of the Maryland State Retirement and Pension System. The Maryland budget secretary is an ex officio member of the Board.

Board Chairman Nancy K. Kopp has been reelected by the Maryland General Assembly to a fourth term as Maryland Treasurer and will therefore continue as a member of the Board.



Trustees Nancy K. Kopp and David R. Brinkley

Trustee Kopp was first elected State Treasurer in 2002, and subsequently re-elected to full four-year

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Trustee Lochte retains Board seat

MARYLAND TEACHERS and the entire System will be served by two-term Trustee Theresa Lochte on the Board of Trustees of the Maryland State Retirement and Pension System for another four years.

Trustee Lochte, who serves as vice chairman of the Board's Administrative Committee, was the only candidate to collect the necessary nominations to qualify for a Board seat. As an unopposed candidate, she will begin her third term on the Board August 1.

Before her retirement, Ms. Lochte worked as a speech language pathologist in Baltimore County Public Schools for more than 40 years. She earned a B.A. degree from Mt. St. Agnes College and a



Trustee Theresa Lochte

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Annual report released for fiscal 2014

THE MARYLAND STATE RETIREMENT AND PENSION SYSTEM'S COMPREHENSIVE ANNUAL FINANCIAL REPORT (CAFR) for fiscal year 2014 is now available for review online at sra.maryland.gov. A summary of the report is provided here.

To access up-to-date figures throughout the year, investment results are reported quarterly online at sra.maryland.gov. Simply click on **Agency** then, under **Investments**, click **Reports and Updates**.

Statement of Plan Net Assets by System for the Fiscal Year Ended June 30, 2014

Expressed in thousands

	Teachers' Retirement and Pension Systems	Employees' Retirement and Pension Systems	State Police Retirement System	Judges' Retirement System	Law Enforcement Officers' Pension System	Total
Cash & Cash Equivalents	\$ 1,239,807	\$ 749,895	\$ 30,001	\$ (8,663)	\$ 43,141	\$ 2,054,181
Investments, at Fair Value	28,206,642	15,498,775	1,346,943	443,887	778,050	46,274,297
Other Assets	475,212	325,979	27,131	6,739	13,707	848,768
Total Assets	29,921,661	16,574,649	1,404,075	441,963	834,898	49,177,246
Total Liabilities	2,430,707	1,209,533	97,528	33,080	66,409	3,837,257
Total Plan Net Assets	\$ 27,490,954	\$ 15,365,116	\$ 1,306,547	\$ 408,883	\$ 768,489	\$ 45,339,989

Statement of Changes in Plan Net Assets by System for the Fiscal Year Ended June 30, 2014

Expressed in thousands

	Teachers' Retirement and Pension Systems	Employees' Retirement and Pension Systems	State Police Retirement System	Judges' Retirement System	Law Enforcement Officers' Pension System	Total
Additions						
Employer Contributions	\$ 1,000,193	\$ 592,185	\$ 56,243	\$ 21,110	\$ 63,922	\$ 1,733,653
Member Contributions	441,559	267,139	6,592	2,566	9,870	727,726
Investment Income	3,458,512	1,940,319	165,097	50,173	92,166	5,706,267
Total Additions	4,900,264	2,799,643	227,932	73,849	165,958	8,167,646
Deductions						
Benefit Payments	1,842,127	1,090,306	109,612	27,206	52,572	3,121,823
Refunds	22,582	19,494	173	53	620	42,922
Administrative Expenses	14,125	11,703	163	39	100	26,130
Total Deductions	1,878,834	1,121,503	109,948	27,298	53,292	3,190,875
Net System Transfers	-	-	-	-	-	-
Net Change in Plan Net Assets	3,021,430	1,678,140	117,984	46,551	112,666	4,976,771
Net Assets at Beginning of Fiscal Year	24,469,625	13,686,874	1,188,563	362,332	655,823	40,363,217
Net Assets at End of Fiscal Year	\$ 27,491,055	\$ 15,365,014	\$ 1,306,547	\$ 408,883	\$ 768,489	\$ 45,339,988

*Intersystem transfers have been eliminated in this financial statement.

Actuarial Funded Status for the Fiscal Year Ended June 30, 2014

Expressed in thousands

	Teachers' Retirement and Pension Systems	Employees' Retirement and Pension Systems	State Police Retirement System	Judges' Retirement System	Law Enforcement Officers' Pension System	Municipal Correctional Officers' Retirement System	Total
Actuarial Accrued Liability	36,882,586,657	22,059,764,681	1,966,572,422	459,447,222	1,222,137,287	19,685,305	62,610,193,574
Actuarial Value of Assets	26,067,576,669	14,547,389,616	1,241,758,473	389,071,868	732,333,113	18,826,786	42,996,956,525
Unfunded Actuarial Accrued Liability	10,815,009,988	7,512,375,065	724,813,949	70,375,354	489,804,174	858,519	19,613,237,049
Funded Ratio	70.7%	65.9%	63.1%	84.7%	59.9%	95.6%	68.7%

Search underway for new Chief Investment Officer

INTERVIEWS WILL BEGIN

SOON for a new Chief Investment Officer (CIO) for the Maryland State Retirement and Pension System. The successful candidate will replace former CIO A. Melissa Moye, Ph.D., who left the System in July to accept a position as Senior Policy Advisor with the U.S. Department of the Treasury.

The executive search firm of Heidrick & Struggles is conducting a nationwide search for a new CIO to administer the System's \$45-billion investment program.

Deputy CIO Robert M. Burd is serving as Acting CIO during the search. Burd is a Chartered Financial Analyst with a degree in Management Science, Finance from the

State University of New York at Geneseo.

"The Board holds Bob in high regard and is very confident in his ability to manage the affairs of the Investment Division during the Board's search process," said State Treasurer Nancy K. Kopp, Chairman of the Maryland State Retirement and Pension System Board of Trustees.

Your PIN is the key to unlocking your retirement account data by telephone

YOUR PENSION ACCOUNT INFORMATION

is as close as your telephone IF you know your Personal Identification Number (PIN). This four digit number, composed of the month and year of your enrollment in the System, is your key to unlocking this vital membership data.

When you call the Maryland State Retirement Agency's automated phone system, you'll be asked to enter your Social Security number and PIN. You then can access a variety of personal account information including:

- Your years and months of earned service credit
- Credit for purchased or military service, if applicable
- Your accrued contributions and interest
- Names of your designated beneficiaries
- Your mailing address on file
- And *more!*

Do you know your PIN?

Your PIN is a four digit number consisting of the month (first two digits) and year (last two digits) of your enrollment in the Maryland State Retirement and Pension System.

You most likely enrolled when you were first hired by a participating employer.

Examples

If you enrolled in June 1987, your PIN would be **0687** (**06** for the month of June and **87** for the year 1987)

If you enrolled in November 2005, your PIN would be **1105** (**11** for the month of November and **05** for the year 2005)



The Retirement Agency's convenient automated telephone system provides 24-hour access to your retirement account. Simply dial 410-625-5555 or toll-free 1-800-492-5909. After listening to the Agency's office hours and latest Agency news, press 3 to securely retrieve your personal account information or request forms.

Board, from page 1

terms in 2003, 2007, 2011 and, most recently, in February, 2015. As Treasurer, she serves ex-officio on the Board of Trustees, as well as on the Board of Trustees of the Maryland State Employees' Supplemental Retirement Plans.

From 1975 until her election as Treasurer, Ms. Kopp served as a member of the House of Delegates. During her distinguished legislative career in the House, Ms. Kopp served on numerous committees, subcommittees and task forces dealing with fiscal, education, economic development and human resource issues, as well as on the Joint Pension Committee. For her commitment to these concerns, she has received many awards of recognition.

Ms. Kopp was born in Coral Gables, Florida. She graduated from Wellesley College with a B.A. and received an M.A. from the University of Chicago.

She serves on the Board of Trustees' Administrative, Corporate Governance and Investment committees.

Trustee Brinkley was born and raised in Frederick County, where he attended public school. He attended Gettysburg College and graduated from the University of Maryland, College Park, in 1981. He has two adult children and resides on a small farm in Frederick County.

He began his career in the Financial Services profession with a

life insurance company in Montgomery County, and later opened his own office in Frederick. He earned his professional designations in 1984 and maintains securities registrations with the Financial Industry Regulatory Authority (FINRA) and insurance licenses in twelve states. His practice is focused on estate and retirement planning.

He was elected to the House of Delegates in 1994 and served two terms.

In 2002 he was elected to the first of three terms in the Maryland Senate. Senator Brinkley served 11 years on the Budget and Taxation Committee, and his last year on the Finance Committee. Twice he served as Minority Leader of the Senate.

Over his 20 year legislative career, his pro-job creating voting record placed him in the 97th percentile of Maryland Senators, according to Maryland Business for Responsive Government (MBRG.org 2014 Roll Call).

After Governor Hogan's election in 2014, Mr. Brinkley served on the transition team formulating the FY2016 Budget, and on February 13, 2015 he was confirmed by the Senate as the Secretary of Budget and Management.

Secretary Brinkley succeeds former Trustee T. Eloise Foster who, as budget secretary under Governors Parris N. Glendening and Martin O'Malley, provided more than 10 years of faithful service during two tenures on the Board.

VSP information is available online

DETAILED INFORMATION AND PRINTABLE FORMS for Maryland State employees considering the Voluntary Separation Program are available on the Maryland Department of Budget and Management website at dbm.maryland.gov or by calling the department at 410-767-6831 or toll-free 1-855-500-4661.

Lochte, from page 1

Master of Liberal Arts degree from Johns Hopkins University.

While serving on the SRPS Board, Trustee Lochte has expanded her pension knowledge through participation in multiple training programs. She also sits on the Board's Investment and Corporate Governance committees.

The Board of Trustees is responsible for establishing investment and administrative policy and overseeing the management of the Maryland State Retirement Agency. The Board meets monthly at the Agency's administrative offices in Baltimore. Full meeting minutes, Board policies and charters, trustee biographies and photos are available online at sra.maryland.gov.

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