

Annual Statement

OF THE FINANCIAL CONDITION

OF THE GLOUCESTER RETIREMENT BOARD

TO THE PUBLIC EMPLOYEE RETIREMENT ADMINISTRATION COMMISSION

FOR THE YEAR ENDED 12/31/2018

GLOUCESTER CONTRIBUTORY RETIREMENT SYSTEM BOARD

P. O. Box 114

GLOUCESTER, MA 01931-0114

Patricia Ivas, Exec. Director
Heather Acone, Asst. Exec Director.

Tel: (978) 281-9744 Fax: (978) 281-9817

Chairman Douglas A. MacArthur
Board Members
Kathleen Auld
Kenny Costa
Juanita Escobar
Donna Leete

April 25, 2019

PERAC
5 Middlesex Avenue Suite 304
Somerville, MA 02145

Certified Mail: 7014 2120 0002 2522 1876

To whom it may concern:

Enclosed is the 2018 Annual Statement of Gloucester that was approved and signed at the April 24th, 2019 Board Meeting. The signatures represent the Board Members in attendance to approve the Annual Statement.

Elected Member, Kathleen Auld, was out of the country at the time of the Board Meeting.

Sincerely,



Patricia Ivas
Executive Director

Annual Statement for the Year Ended December 31, 2018 of the conditions and Affairs of the Gloucester Retirement Board.

Organized Under the Laws of the Commonwealth of Massachusetts to the Public Employee Retirement Administration Commission.

Date of Certificate 07/01/1937

Effective Date 07/01/1937

ADMINISTRATION OFFICE

P.O. Box 114
Street & Number

Gloucester, MA 01931- 0114
City/Town, State and Zip Code

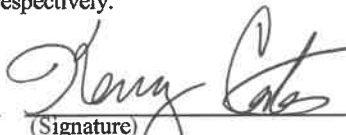
(978) 281-9744
Telephone Number

We, the undersigned, members of the Gloucester Retirement Board certify under penalties of perjury, that that we are the official board members of said retirement system, and that on the thirty-first date of December last, all of the herein-described assets were the absolute property of said retirement system, free and clear from any liens or claims thereon, except as stated, and the following statements, with the schedules and explanations therein contained, annexed, or referred to, are a full and correct exhibit of all of the assets, liabilities, income and disbursements, changes in fund balances, and the conditions and affairs of said retirement system on the said thirty-first date of December last, and for the year ended on that date, according to the best of our information, knowledge, and belief respectively.

Board Of Retirement

Ex-Officio Member

Kenny Costa
(Name)


(Signature)

Appointed Member

Donna C Leete
(Name)

Term Expires


(Signature)

Elected Member

Douglas A. MacArthur (Chairperson)
(Name)

Term Expires 07/31/2020


(Signature)

Elected Member

Kathleen A. Auld
(Name)

Term Expires 07/31/2020

(Signature)

Member Appointed by Other Members

Juanita Escobar
(Name)

Term Expires 01/04/2021

(Signature)



Investment Managers

PRIT FUND MEMBER

84 State Street, Suite 250 Boston, MA 02109

Investment Consultant

PRIT FUND MEMBER

84 State Street, Suite 250 Boston, MA 02109

Custodian

PRIT FUND MEMBER

84 State Street, Suite 250 Boston, MA 02109

ANNUAL STATEMENT BALANCE TESTS

1. ASSET BALANCE

| | |
|----------------------------|-----------------------|
| Assets Previous Year | 107,379,243.86 |
| Income Current Year | <u>11,348,875.60</u> |
| Disbursements Current Year | <u>14,905,087.36</u> |
| Assets Current Year | <u>103,823,032.10</u> |

2. ASSET DIFFERENCE

| | |
|----------------------|-----------------------|
| Assets Current Year | 103,823,032.10 |
| Assets Previous Year | <u>107,379,243.86</u> |
| Difference | <u>-3,556,211.76</u> |

3. INCOME DIFFERENCE

| | |
|----------------------------|----------------------|
| Income Current Year | 11,348,875.60 |
| Disbursements Current Year | <u>14,905,087.36</u> |
| Difference | <u>-3,556,211.76</u> |

4. FUND CHANGE DIFFERENCE

| | |
|--|-----------------------|
| Total Fund Change Credits Current Year | 23,666,568.28 |
| Total Fund Change Debits Current Year | <u>-27,222,780.04</u> |
| Difference | <u>-3,556,211.76</u> |

Note: The difference as a result of tests 2, 3 and 4 should be the same.

Annual Statement of the Gloucester Retirement Board for the Year Ended December 31, 2018.

ASSETS & LIABILITIES

| | <u>2018</u> | <u>2017</u> | <u>2016</u> |
|--|-----------------------|-----------------------|----------------------|
| 1. 1040 Cash | 894,037.56 | 729,028.45 | 876,830.93 |
| 2. 1100 Short Term Investments | 0.00 | 0.00 | 0.00 |
| 3. 1180 Fixed Income Securities | 0.00 | 0.00 | 0.00 |
| 4. 1170 Equities | 0.00 | 0.00 | 0.00 |
| 5. 1101 Pooled Short Term Funds | 0.00 | 0.00 | 0.00 |
| 6. 1172 Pooled Domestic Equity Funds | 0.00 | 0.00 | 0.00 |
| 7. 1173 Pooled International Equity Funds | 0.00 | 0.00 | 0.00 |
| 8. 1174 Pooled Global Equity Funds | 0.00 | 0.00 | 0.00 |
| 9. 1181 Pooled Domestic Fixed Income Funds | 0.00 | 0.00 | 0.00 |
| 10. 1182 Pooled International Fixed Income Funds | 0.00 | 0.00 | 0.00 |
| 11. 1183 Pooled Global Fixed Income Funds | 0.00 | 0.00 | 0.00 |
| 12. 1193 Pooled Alternative Investments | 0.00 | 0.00 | 0.00 |
| 13. 1194 Pooled Real Estate Funds | 0.00 | 0.00 | 0.00 |
| 14. 1195 Pooled Domestic Balanced Funds | 0.00 | 0.00 | 0.00 |
| 15. 1196 Pooled International Balanced Funds | 0.00 | 0.00 | 0.00 |
| 16. 1197 Hedge Funds | 0.00 | 0.00 | 0.00 |
| 17. 1198 PRIT Cash | 301,525.55 | 301,011.73 | 100,382.00 |
| 18. 1199 PRIT Fund | 102,636,028.36 | 106,267,072.09 | 91,659,831.30 |
| 19. 1550 Interest Due and Accrued | 0.00 | 0.00 | 0.00 |
| 20. 1350 Prepaid Expenses | 0.00 | 0.00 | 0.00 |
| 21. 1398 Accounts Receivable (A) | 889.51 | 90,121.19 | 14,887.02 |
| 22. 1910 Land | 0.00 | 0.00 | 0.00 |
| 23. 1920 Buildings | 0.00 | 0.00 | 0.00 |
| 24. 1929 Accumulated Depreciation – Buildings | 0.00 | 0.00 | 0.00 |
| 25. 2020 Accounts Payable (A) | (-9,448.88) | (-7,989.60) | (-11,139.93) |
| TOTAL | <u>103,823,032.10</u> | <u>107,379,243.86</u> | <u>92,640,791.32</u> |
| FUNDS | | | |
| 1. 3293 Annuity Savings Fund | 29,370,429.16 | 28,188,558.64 | 28,223,690.72 |
| 2. 3294 Annuity Reserve Fund | 10,045,003.66 | 10,347,099.22 | 9,099,392.89 |
| 3. 3295 Military Service Fund | 14,943.16 | 14,928.23 | 14,913.32 |
| 4. 3296 Pension Fund | 9,472,499.76 | 70,094.70 | 937,635.30 |
| 5. 3298 Expense Fund | 0.00 | 0.00 | 0.00 |
| 6. 3297 Pension Reserve Fund | 54,920,156.36 | 68,758,563.07 | 54,365,159.09 |
| TOTAL ASSETS AT MARKET VALUE | <u>103,823,032.10</u> | <u>107,379,243.86</u> | <u>92,640,791.32</u> |

(A) Specific details for Accounts Receivable and Accounts Payable are to be disclosed on Schedule A

Annual Statement of the Gloucester Retirement Board for the Year Ended December 31, 2018.

RECEIPTS

| | 2018 | 2017 | 2016 |
|---|----------------------|----------------------|----------------------|
| 1. Annuity Savings Fund: | | | |
| (a) 4891 Members' Deductions | 2,999,270.83 | 2,917,904.99 | 2,812,505.86 |
| (b) 4892 Transfers from Other Systems | 220,045.62 | 57,998.90 | 388,406.35 |
| (c) 4893 Member Make Up Payments and Redeposits | 12,640.54 | 7,393.03 | 15,485.04 |
| (d) 4900 Member Payments from Rollovers | 20,885.89 | 162,867.62 | 266,670.60 |
| (e) Investment Income Credited to Members' Accounts | 38,735.31 | 51,522.38 | 29,004.56 |
| Subtotal | 3,291,578.19 | 3,197,686.92 | 3,512,072.41 |
| 2. Annuity Reserve Fund: | | | |
| (a) 4750 Recovery of Annuity from Reinstatement | 0.00 | 0.00 | 0.00 |
| (b) Investment Income Credited to Annuity Reserve Fund | 305,142.38 | 287,930.83 | 271,567.00 |
| Subtotal | 305,142.38 | 287,930.83 | 271,567.00 |
| 3. Pension Fund: | | | |
| (a) 4898 3(8)(c) Reimbursements from Other Systems | 297,295.89 | 161,580.54 | 152,442.00 |
| (b) 4899 Received from Commonwealth for COLA & Survivor Bft | 129,199.79 | 149,565.57 | 163,713.60 |
| (c) 4894 Pension Fund Appropriation | 9,524,879.00 | 8,922,604.00 | 8,211,530.00 |
| (d) 4840 Workers Compensation Settlement | 0.00 | 0.00 | 0.00 |
| (e) 4751 Recovery of Pension from Reinstatement | 0.00 | 0.00 | 0.00 |
| (f) 4841 Recovery of 91A Overearnings | 0.00 | 0.00 | 0.00 |
| Subtotal | 9,951,374.68 | 9,233,750.11 | 8,527,685.60 |
| 4. Military Service Fund: | | | |
| (a) 4890 Contributions Received from Municipality | 0.00 | 0.00 | 0.00 |
| (b) Investment Income Credited | 14.93 | 14.91 | 14.90 |
| Subtotal | 14.93 | 14.91 | 14.90 |
| 5. Expense Fund: | | | |
| (a) 4896 Expense Fund Appropriation | 0.00 | 0.00 | 0.00 |
| (b) Investment Income Credited to Expense Fund | 923,162.01 | 866,649.27 | 878,515.20 |
| Subtotal | 923,162.01 | 866,649.27 | 878,515.20 |
| 6. Pension Reserve Fund: | | | |
| (a) 4897 Federal Grant Reimbursement | 14,061.09 | 17,913.20 | 17,552.40 |
| (b) 4895 Pension Reserve Appropriation | 0.00 | 0.00 | 0.00 |
| (c) 4822 Interest Not Refunded | 588.39 | 14,078.70 | 20,075.15 |
| (d) 4825 Miscellaneous Income | 0.00 | 109.70 | 7.10 |
| (e) Excess Investment Income | -3,137,046.07 | 15,003,970.38 | 5,766,727.16 |
| Subtotal | -3,122,396.59 | 15,036,071.98 | 5,804,361.81 |
| TOTAL RECEIPTS | 11,348,875.60 | 28,622,104.02 | 18,994,216.92 |

Annual Statement of the Gloucester Retirement Board for the Year Ended December 31, 2018.

DISBURSEMENTS

| | 2018 | 2017 | 2016 |
|--|----------------------|----------------------|----------------------|
| 1. Annuity Savings Fund: | | | |
| (a) 5757 Refunds to Members | 190,956.54 | 186,831.06 | 270,342.02 |
| (b) 5756 Transfers to Other Systems | 317,068.57 | 75,037.80 | 278,285.64 |
| Subtotal | 508,025.11 | 261,868.86 | 548,627.66 |
| 2. Annuity Reserve Fund: | | | |
| (a) 5750 Annuities Paid | 2,167,684.12 | 2,002,063.30 | 1,832,245.14 |
| (b) 5759 Option B Refunds | 47,412.50 | 9,111.34 | 66,566.01 |
| Subtotal | 2,215,096.62 | 2,011,174.64 | 1,898,811.15 |
| 3. Pension Fund: | | | |
| (a) 5751 Pensions Paid | 10,756,088.16 | 10,279,330.39 | 9,662,745.68 |
| Regular Pension Payments | 8,361,714.31 | 7,837,392.67 | 7,162,426.82 |
| Survivorship Payments | 534,352.45 | 565,444.03 | 558,398.44 |
| Ordinary Disability Payments | 111,040.80 | 108,347.46 | 139,540.00 |
| Accidental Disability Payments | 1,441,558.07 | 1,425,057.31 | 1,449,880.52 |
| Accidental Death Payments | 209,120.40 | 248,121.27 | 254,885.55 |
| Section 101 Benefits | 98,302.13 | 94,967.65 | 97,614.35 |
| (b) 5755 3(8)(c) Reimbursements To Other Systems | 375,267.52 | 311,104.25 | 235,690.66 |
| (c) 5752 COLAs Paid | 127,447.94 | 153,524.07 | 162,446.24 |
| (d) 5753 Chapter 389 Beneficiary Increase Paid | 0.00 | 0.00 | 0.00 |
| Subtotal | 11,258,803.62 | 10,743,958.71 | 10,060,882.58 |
| 4. Military Service Fund: | | | |
| (a) 4890 Return to Municipality for Members who Withdrew Funds | 0.00 | 0.00 | 0.00 |
| Subtotal | 0.00 | 0.00 | 0.00 |
| 5. Expense Fund: | | | |
| (a) 5118 Board Member Stipend | 24,000.00 | 24,000.00 | 22,125.00 |
| (b) 5119 Salaries | 158,692.38 | 190,890.80 | 188,004.30 |
| (c) 5120 Benefits | 38,971.71 | 0.00 | 0.00 |
| (d) 5304 Management Fees | 559,922.40 | 518,846.49 | 474,111.97 |
| (e) 5305 Custodial Fees | 0.00 | 0.00 | 0.00 |
| (f) 5307 Investment Consultant Fees | 0.00 | 0.00 | 0.00 |
| (g) 5308 Legal Expenses | 16,431.25 | 27,431.02 | 75,358.86 |
| (h) 5309 Medical Expenses | 421.97 | 309.78 | 340.00 |
| (i) 5310 Fiduciary Insurance | 9,447.00 | 9,484.00 | 9,419.82 |
| (j) 5311 Service Contracts | 44,930.14 | 40,517.04 | 39,640.58 |
| (k) 5312 Rent Expense | 19,288.23 | 19,434.40 | 18,826.02 |
| (l) 5315 Professional Services | 0.00 | 0.00 | 0.00 |
| (m) 5316 Actuarial Services | 25,500.00 | 4,000.00 | 24,500.00 |
| (n) 5317 Accounting Services | 0.00 | 4,502.32 | 7,475.64 |
| (o) 5320 Education And Training | 2,405.59 | 1,733.48 | 1,301.78 |
| (p) 5589 Administrative Expenses | 16,433.99 | 16,813.79 | 15,228.11 |
| (q) 5599 Furniture and Equipment | 5,595.54 | 8,294.71 | 1,461.17 |
| (r) 5719 Travel | 1,121.81 | 391.44 | 721.95 |
| (s) 5829 Depreciation Expense: Building | 0.00 | 0.00 | 0.00 |
| Subtotal | 923,162.01 | 866,649.27 | 878,515.20 |
| TOTAL DISBURSEMENTS | 14,905,087.36 | 13,883,651.48 | 13,386,836.59 |

Annual Statement of the Gloucester Retirement Board for the Year Ended December 31, 2018.

INVESTMENT INCOME

| | 2018 | 2017 | 2016 |
|---|----------------------|----------------------|---------------------|
| Investment Income received from: | | | |
| (a) Cash (from Schedule 1) | 0.00 | 0.00 | 0.00 |
| (b) Short Term Investments (from Schedule 2) | 0.00 | 0.00 | 0.00 |
| (c) Fixed Income Securities (from Schedules 3A and 3C) | 0.00 | 0.00 | 0.00 |
| (d) Equities (from Schedules 4A and 4C) | 495.07 | 5,974.76 | 2,193.03 |
| (e) Pooled Funds (from Schedule 5) | 2,925,097.36 | 2,747,866.91 | 2,548,910.10 |
| (f) Commission Recapture and Securities Litigation | 0.00 | 0.00 | 0.00 |
| 4821 TOTAL INVESTMENT INCOME | 2,925,592.43 | 2,753,841.67 | 2,551,103.13 |
| Plus: | | | |
| 4884 Realized Gains (Profits) | 4,890,721.19 | 4,538,137.42 | 2,533,742.55 |
| 4886 Unrealized Gains (Increase in Market Value) | 3,853,965.75 | 8,918,108.68 | 7,714,637.84 |
| 1550 Interest Due & Accrued on Fixed Income Securities at End Of Current Year | 0.00 | 0.00 | 0.00 |
| Less: | | | |
| 4823 Paid Accrued Interest on Fixed Income Securities | 0.00 | 0.00 | 0.00 |
| 4885 Realized Losses | 0.00 | 0.00 | 49,103.40 |
| 4887 Unrealized Losses (Decrease in Market Value) | 13,540,270.81 | 0.00 | 5,804,551.30 |
| 1550 Interest Due and Accrued on Fixed Income Securities Prior Year | 0.00 | 0.00 | 0.00 |
| Additional Adjustments: | | | |
| 4701 Carried Interest Expense | 0.00 | 0.00 | 0.00 |
| 4702 Equalization Expense | 0.00 | 0.00 | 0.00 |
| 4703 Miscellaneous Investment Expenses | 0.00 | 0.00 | 0.00 |
| NET INVESTMENT INCOME | -1,869,991.44 | 16,210,087.77 | 6,945,828.82 |
| Income required: | | | |
| Annuity Savings Fund (from Supplementary Schedule) | 38,735.31 | 51,522.38 | 29,004.56 |
| Annuity Reserve Fund | 305,142.38 | 287,930.83 | 271,567.00 |
| Expense Fund | 923,162.01 | 866,649.27 | 878,515.20 |
| Military Service Fund | 14.93 | 14.91 | 14.90 |
| TOTAL INCOME REQUIRED | 1,267,054.63 | 1,206,117.39 | 1,179,101.66 |
| Net Investment Income | -1,869,991.44 | 16,210,087.77 | 6,945,828.82 |
| Less Income Required | 1,267,054.63 | 1,206,117.39 | 1,179,101.66 |
| EXCESS INCOME TO PENSION RESERVE FUND | -3,137,046.07 | 15,003,970.38 | 5,766,727.16 |

Annual Statement of the Gloucester Retirement Board for the Year Ended December 31, 2018.

MEMBERSHIP FOR CURRENT YEAR

| | Group 1 | Group 2 & 4 | TOTAL |
|--|---------|-------------|-------|
| ACTIVE MEMBERS | | | |
| Active Membership, Dec. 31st, Previous Year | 425 | 130 | 555 |
| Inactive Membership, Dec. 31st, Previous Year | 72 | 4 | 76 |
| Enrolled During Current Year | 48 | 9 | 57 |
| Transfers Between Groups | 0 | 0 | 0 |
| Reinstatements of Disabled Members | 0 | 0 | 0 |
| SUBTOTAL | 48 | 9 | 57 |
| Deduct: | | | |
| Death | 0 | 0 | 0 |
| Withdrawals | 19 | 0 | 19 |
| Retirements | 20 | 2 | 22 |
| SUBTOTAL | 39 | 2 | 41 |
| Active Membership, Dec. 31st, Current Year | 414 | 136 | 550 |
| Inactive Membership, Dec. 31st, Current Year | 92 | 5 | 97 |
| <hr/> | | | |
| RETIRED MEMBERS, BENEFICIARIES & SURVIVORS | | | |
| Retired, Beneficiary and Survivor Membership, Dec. 31st, Previous Year | 294 | 171 | 465 |
| Retirements During the Year | | | |
| Superannuation | 18 | 1 | 19 |
| Ordinary Disability | 0 | 0 | 0 |
| Accidental Disability | 0 | 1 | 1 |
| Termination Retirement Allowance | 0 | 0 | 0 |
| Beneficiary of Deceased Retiree | 0 | 1 | 1 |
| Survivor Benefits from Active Membership | 2 | 0 | 2 |
| SUBTOTAL | 20 | 3 | 23 |
| Deduct: | | | |
| Deaths of Retired Members | 7 | 6 | 13 |
| Termination of Survivor Benefits | 6 | 0 | 6 |
| Reinstatements of Disabled Pensions | 0 | 0 | 0 |
| SUBTOTAL | 13 | 6 | 19 |
| Retired Membership, Dec. 31st, Current Year | | | |
| Superannuation | 246 | 106 | 352 |
| Ordinary Disability | 6 | 1 | 7 |
| Accidental Disability | 10 | 29 | 39 |
| Termination | 1 | 0 | 1 |
| Beneficiaries from Accidental Deaths | 1 | 7 | 8 |
| Beneficiaries from Section 100 | 0 | 0 | 0 |
| Beneficiaries from Section 101 | 5 | 9 | 14 |
| Beneficiaries under Option C | 16 | 8 | 24 |
| Option (D) Survivor Allowance | 16 | 6 | 22 |
| Section 12B Survivor Allowance | 0 | 2 | 2 |
| Total Retired, Beneficiary and Survivor Membership, Dec. 31st, Current Year | 301 | 168 | 469 |
| TOTAL MEMBERSHIP | | | |
| Active, Inactive, Retired, Beneficiary and Survivor, Dec. 31st, Current Year | 807 | 309 | 1,116 |

Annual Statement of the Gloucester Retirement Board for the Year Ended December 31, 2018.

Schedule A: Detail of Accounts Receivable and Accounts Payable

| Accounts Receivable | Amount | Original Date |
|--|-----------------|----------------------|
| 4751 Recovery of Pension from Reinstatement | 0.00 | |
| 4840 Workers Compensation Settlements | 0.00 | |
| 4841 Recovery of 91A Overearnings | 0.00 | |
| 4891 Members Deductions | 354.85 | 12/31/2018 |
| 4892 Transfers From Other Systems | 0.00 | |
| 4893 Member Make Up Payments and Redeposits | 0.00 | |
| 4900 Member Payments from Rollovers | 0.00 | |
| 4898 3(8)(c) Reimbursements from Other Systems | 0.00 | |
| 4899 Received from Commonwealth for COLA and Survivor Benefits | 0.00 | |
| 4884 Realized Gain on Sale of Investments | 0.00 | |
| 4894 Pension Fund Appropriation (Current Fiscal Year) | 0.00 | |
| 4894 Pension Fund Appropriation (Previous Fiscal Year) | 0.00 | |
| 4890 Contributions Received from Municipality on Account of Military Service | 0.00 | |
| 4897 Federal Grant Reimbursement | 0.00 | |
| 4895 Pension Reserve Appropriation | 0.00 | |
| Investments Sold But Funds Not Received (list individually) | | |
| 5750 Annuities Paid | 52.80 | 12/31/2018 |
| 5751 Pensions Paid | 481.86 | 12/31/2018 |
| | 0.00 | |
| | 0.00 | |
| TOTAL RECEIVABLES | 889.51 | |
| Accounts Payable | | |
| 5316 Actuarial Services | 0.00 | |
| 5317 Accounting Services | 0.00 | |
| 5320 Education and Training | 0.00 | |
| 5757 Refunds to Members | 0.00 | |
| 5756 Transfers to Other Systems | 0.00 | |
| 5750 Annuities Paid | 0.00 | |
| 5759 Option B Refund | 0.00 | |
| 5751 Pensions Paid | 0.00 | |
| 5755 3(8)(c) Reimbursements to Other Systems | 0.00 | |
| 5752 COLAs Paid | 0.00 | |
| 5753 Chapter 389 Beneficiary Increase Paid | 0.00 | |
| 4885 Realized Loss on Sale of Investments | 0.00 | |
| 4890 Return to Municipality for Members Who Withdrew Their Funds | 0.00 | |
| 5118 Board Members' Stipend | 0.00 | |
| 5119 Salaries | 0.00 | |
| 5304 Management Fees | 0.00 | |
| 5305 Custodial Fees | 0.00 | |
| 5307 Investment Consultant Fees | 0.00 | |
| 5308 Legal Expenses | 8,781.25 | 12/31/2018 |
| 5309 Medical Expenses | 0.00 | |
| 5310 Fiduciary Insurance | 0.00 | |
| 5311 Service Contracts | 62.82 | 12/31/2018 |
| 5312 Rent Expense | 295.23 | 12/31/2018 |
| 5315 Professional Services Expense | 0.00 | |
| 5589 Administrative Expenses | 309.58 | 12/31/2018 |
| 5599 Furniture and Equipment | 0.00 | |
| 5719 Travel | 0.00 | |
| Investments Purchased But Not Paid For (list individually) | | |
| | 0.00 | |
| | 0.00 | |
| | 0.00 | |
| TOTAL PAYABLES | 9,448.88 | |

Schedule No. 1
Annual Statement of the Gloucester Retirement System for the Year Ended December 31, 2018

Cash Account Activity During Year

*Cash defined in ledger #1040 as Savings or Checking

| Description: type of account, account number, interest rate list alphabetically | (A) | (B) | (C) | (D) | (E) | (F) | (G) |
|--|--|--------------------------------|---|----------------------------|--|---|--|
| | Book Value at End of Previous Year | Total Deposits This Year | Income Reinvested/ Redeposited Into Account | Withdrawals During Year | =A+B+C-D Total Book Value December 31st This Year | Cash Income Paid to System Not Reinvested or Redeposited | Interest Due and Accrued December 31st |
| 1043 - BankNorth Cash #341150 (0.00%) | \$ 729,028.45 | \$ 24,034,507.31 | \$ - | \$ 23,869,498.20 | 894,037.56 | \$ - | \$ - |
| 1044 - BankNorth Cash #341142 (0.00%) | \$ - | \$ 13,100,134.63 | \$ - | \$ 13,100,134.63 | - | \$ - | \$ - |
| Totals: | \$ 729,028.45 | \$ 37,134,641.94 | \$ - | \$ 36,969,632.83 | \$ 894,037.56 | \$ - | \$ - |

Annual Statement of the Gloucester Retirement System for the Year Ended December 31, 2018
 SCHEDULE 2A
 SHORT TERM SECURITIES OWNED AT END OF YEAR

| <u>FUND</u> | <u>CUSIP</u> | <u>SECURITY DESCRIPTION</u> | <u>RATE</u> | <u>MATURITY DATE</u> | <u>PAR VALUE</u> | <u>PRICE</u> | <u>MARKET VALUE AT END OF YEAR</u> | <u>CHANGE IN MARKET VALUE INCR/DECR</u> | <u>INTEREST RECEIVED DURING YEAR</u> | <u>INTEREST DUE AND ACCRUED AT YEAR END</u> |
|-----------------|--------------|-----------------------------|-------------|----------------------|------------------|--------------|------------------------------------|---|--------------------------------------|---|
| | | NONE | | | 0.00 | | 0.00 | 0.00 | 0.00 | 0.00 |
| SCHEDULE TOTALS | | | | | | | | | | |

Annual Statement of the Gloucester Retirement System for the Year Ended December 31, 2018
 SCHEDULE 2B
 SHORT TERM SECURITIES PURCHASED DURING YEAR

| <u>FUND</u> | <u>CUSIP</u> | <u>SECURITY DESCRIPTION</u> | <u>RATE</u> | <u>MATURITY DATE</u> | <u>PAR VALUE</u> | <u>TRADE DATE</u> | <u>NAME OF BROKER</u> | <u>COMM</u> | <u>ACCRUED INT PAID</u> | <u>COST INCLUDING COMMISSION BUT EXCLUDING INT</u> |
|-----------------|--------------|-----------------------------|-------------|----------------------|------------------|-------------------|-----------------------|-------------|-------------------------|--|
| | | NONE | | | 0.00 | | | 0.00 | 0.00 | 0.00 |
| SCHEDULE TOTALS | | | | | | | | | | |
| | | | | | | | | | | |

Annual Statement of the Gloucester Retirement System for the Year Ended December 31, 2018
 SCHEDULE 2C
 SHORT TERM SECURITIES SOLD DURING YEAR

| <u>FUND</u> | <u>CUSIP</u> | <u>SECURITY DESCRIPTION</u> | <u>RATE</u> | <u>MATURITY DATE</u> | <u>PAR VALUE</u> | <u>TRADE DATE</u> | <u>NAME OF BROKER</u> | <u>COMM</u> | <u>PROCEEDS FROM SALE</u> | <u>BOOK VALUE</u> | <u>PROFIT/LOSS ON SALE</u> | <u>INTEREST RECEIVED DURING YEAR</u> |
|-----------------|--------------|-----------------------------|-------------|----------------------|------------------|-------------------|-----------------------|-------------|---------------------------|-------------------|----------------------------|--------------------------------------|
| | | NONE | | | 0.00 | | | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| SCHEDULE TOTALS | | | | | | | | | | | | |
| | | | | | 0.00 | | | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |

Annual Statement of the Gloucester Retirement System for the Year Ended December 31, 2018
 SCHEDULE 3A
 FIXED INCOME SECURITIES OWNED AT END OF YEAR

| <u>FUND</u> | <u>CUSIP</u> | <u>SECURITY DESCRIPTION</u> | <u>RATE</u> | <u>MATURITY DATE</u> | <u>PAR VALUE</u> | <u>PRICE</u> | <u>MARKET VALUE AT END OF YEAR</u> | <u>CHANGE IN MARKET VALUE INCR/DECR</u> | <u>INTEREST RECEIVED DURING YEAR</u> | <u>INTEREST DUE AND ACCRUED AT YEAR END</u> |
|-----------------|--------------|-----------------------------|-------------|----------------------|------------------|--------------|------------------------------------|---|--------------------------------------|---|
| | | NONE | | | 0.00 | | 0.00 | 0.00 | 0.00 | 0.00 |
| SCHEDULE TOTALS | | | | | | | | | | |
| | | | | | 0.00 | | 0.00 | 0.00 | 0.00 | 0.00 |

Annual Statement of the Gloucester Retirement System for the Year Ended December 31, 2018
 SCHEDULE 3B
 FIXED INCOME SECURITIES PURCHASED DURING YEAR

| <u>FUND</u> | <u>CUSIP</u> | <u>SECURITY DESCRIPTION</u> | <u>RATE</u> | <u>MATURITY DATE</u> | <u>PAR VALUE</u> | <u>TRADE DATE</u> | <u>NAME OF BROKER</u> | <u>COMM</u> | <u>ACCRUED INT PAID</u> | <u>COST INCLUDING COMMISSION BUT EXCLUDING INT</u> |
|-----------------|--------------|-----------------------------|-------------|----------------------|------------------|-------------------|-----------------------|-------------|-------------------------|--|
| | | NONE | | | 0.00 | | | 0.00 | 0.00 | 0.00 |
| SCHEDULE TOTALS | | | | | | | | | | |
| | | | | | 0.00 | | | 0.00 | 0.00 | 0.00 |

Annual Statement of the Gloucester Retirement System for the Year Ended December 31, 2018
 SCHEDULE 3C
 FIXED INCOME SECURITIES SOLD DURING YEAR

| <u>FUND</u> | <u>CUSIP</u> | <u>SECURITY DESCRIPTION</u> | <u>RATE</u> | <u>MATURITY DATE</u> | <u>PAR VALUE</u> | <u>TRADE DATE</u> | <u>NAME OF BROKER</u> | <u>COMM</u> | <u>PROCEEDS FROM SALE</u> | <u>BOOK VALUE</u> | <u>PROFIT/LOSS ON SALE</u> | <u>INTEREST RECEIVED DURING YEAR</u> |
|-----------------|--------------|-----------------------------|-------------|----------------------|------------------|-------------------|-----------------------|-------------|---------------------------|-------------------|----------------------------|--------------------------------------|
| | | NONE | | | 0.00 | | | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| SCHEDULE TOTALS | | | | | | | | | | | | |
| | | | | | | | | | | TOTAL PROFIT | 0.00 | |
| | | | | | | | | | | TOTAL LOSS | 0.00 | |

Annual Statement of the Gloucester Retirement System for the Year Ended December 31, 2018
 SCHEDULE 4A
 EQUITIES OWNED AT END OF YEAR

| <u>FUND</u> | <u>CUSIP</u> | <u>SECURITY DESCRIPTION</u> | <u>SHARES</u> | <u>PRICE</u> <u>PER SHARE</u> | <u>MARKET VALUE</u> <u>AT END OF YEAR</u> | <u>CHANGE IN</u> <u>MARKET VALUE</u> <u>INCR/DECR</u> | <u>DIVIDENDS</u> <u>RECEIVED</u> <u>DURING YEAR</u> |
|-----------------|--------------|-----------------------------|---------------|----------------------------------|--|---|---|
| | | | 0.00 | | 0.00 | 0.00 | 0.00 |
| SCHEDULE TOTALS | | | | | 0.00 | 0.00 | 0.00 |
| | | | | | TOTAL INCREASE | 0.00 | |
| | | | | | TOTAL DECREASE | 0.00 | |

Annual Statement of the Gloucester Retirement System for the Year Ended December 31, 2018
 SCHEDULE 4B
 EQUITIES PURCHASED DURING YEAR

| <u>FUND</u> | <u>CUSIP</u> | <u>SECURITY DESCRIPTION</u> | <u>SHARES</u> | <u>TRADE DATE</u> | <u>NAME OF BROKER</u> | <u>COMM</u> | <u>COST INCLUDING COMMISSION</u> |
|-------------|--------------|-----------------------------|---------------|-------------------|-----------------------|-------------|----------------------------------|
|-------------|--------------|-----------------------------|---------------|-------------------|-----------------------|-------------|----------------------------------|

NONE

| | | | | | | | | |
|-----------------|--|--|--|--|--|--|------|------|
| SCHEDULE TOTALS | | | | | | | 0.00 | 0.00 |
|-----------------|--|--|--|--|--|--|------|------|

Annual Statement of the Gloucester Retirement System for the Year Ended December 31, 2018
 SCHEDULE 4C
 EQUITIES SOLD DURING YEAR

| <u>FUND</u> | <u>CUSIP</u> | <u>SECURITY DESCRIPTION</u> | <u>SHARES</u> | <u>TRADE DATE</u> | <u>NAME OF BROKER</u> | <u>COMM</u> | <u>PROCEEDS FROM SALE</u> | <u>BOOK VALUE</u> | <u>PROFIT/LOSS ON SALE</u> | <u>DIVIDENDS RECEIVED DURING YEAR</u> |
|------------------------|--------------|-------------------------------------|---------------|-------------------|-----------------------|-------------|---------------------------|-------------------|----------------------------|---------------------------------------|
| | | AIG Securities Litigation | | 07/03/18 | | | | | | 201.30 |
| | | AIG Securities Litigation | | 07/03/18 | | | | | | 25.17 |
| | | American International GRP - PWC | | 11/05/18 | | | | | | 30.72 |
| | | American International GRP - COMP | | 11/05/18 | | | | | | 184.49 |
| | | American International GRP - GEN RE | | 11/05/18 | | | | | | 25.20 |
| | | American International GRP - STARR | | 11/05/18 | | | | | | 28.19 |
| SCHEDULE TOTALS | | | 0.00 | | | 0.00 | 0.00 | 0.00 | 0.00 | 495.07 |
| | | | | | | | TOTAL PROFIT | | 0.00 | |
| | | | | | | | TOTAL LOSS | | 0.00 | |

Annual Statement of the Gloucester Retirement System for the Year Ended December 31, 2018
 SCHEDULE 5
 POOLED FUND ACTIVITY DURING YEAR

| PERAC LEDGER NUMBER | FUND | CUSIP | SECURITY DESCRIPTION | A MARKET VALUE AT END OF PREVIOUS YEAR | B TOTAL PURCHASES THIS YEAR | C REINVESTED INVESTMENT INCOME | D REALIZED GAIN | E REALIZED LOSS | F UNREALIZED GAIN | G UNREALIZED LOSS | H TOTAL SALES/REDEM THIS YEAR | I CASH DISTRIBUTIONS THIS YEAR | J FEES PAID | K MARKET VALUE AT END OF YEAR |
|---------------------------|------|-------|----------------------|---|--------------------------------------|---|-----------------------|-----------------------|-------------------------|-------------------------|--|---|-------------------|-------------------------------------|
| 1198 | | | PRIT CASH FUND | \$ 301,011.73 | \$ 19,433,175.93 | \$ 18,809.88 | \$ - | \$ - | \$ - | \$ - | \$ 19,451,471.99 | \$ - | \$ - | \$ 301,525.55 |
| 1199 | | | PRIT GEN ALLCTN FUND | 106,267,072.09 | 4,842,225.16 | 2,906,287.48 | 4,890,721.19 | - | 3,853,965.75 | 13,540,270.81 | 6,024,050.10 | - | 559,922.40 | 102,636,028.36 |
| SCHEDULE TOTALS | | | | \$ 106,568,083.82 | \$ 24,275,401.09 | \$ 2,925,097.36 | \$ 4,890,721.19 | \$ - | \$ 3,853,965.75 | \$ 13,540,270.81 | \$ 25,475,522.09 | \$ - | \$ 559,922.40 | \$ 102,937,553.91 |

Schedule No. 6
Annual Statement of the Gloucester Retirement System for the Year Ended December 31, 2018

Summary of Investments Owned

| Category of Investment | Market Value | Interest Due and Accrued | Paid Accrued Interest on Purchases in Current Year | Commissions Paid During Current Year | Unrealized | | Realized | | Investment Income Received During Year |
|-------------------------------------|--------------------------|--------------------------|--|--------------------------------------|------------------------|--------------------------|-----------------------|-------------|--|
| | | | | | Gains | Losses | Gains | Losses | |
| 1 1040-Cash | \$ 894,037.56 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| 2 1100-Short Term Securities | - | - | - | - | - | - | - | - | - |
| 3 1180-Fixed Inc Securities | - | - | - | - | - | - | - | - | - |
| 4 1170-Equities | - | - | - | - | - | - | - | 495.07 | - |
| 6 1199-PRIT Cash Fund | 301,525.55 | - | - | - | - | - | - | - | 18,809.88 |
| 6 1198-PRIT General Allocation Fund | 102,636,028.36 | - | - | - | 3,853,965.75 | (13,540,270.81) | 4,890,721.19 | - | 2,906,287.48 |
| TOTAL | \$ 103,831,591.47 | \$ - | \$ - | \$ - | \$ 3,853,965.75 | \$(13,540,270.81) | \$4,890,721.19 | \$ - | \$ 2,925,592.43 |

Commission Recapture: \$ -

\$ 2,925,592.43

**Schedule No. 7
Annual Statement of the Gloucester Retirement System for the Year Ended December 31, 2018**

Summary of Investment Related Fees

| Manager/Vendor - A complete list is required | Q 1 2018 | Q 2 2018 | Q 3 2018 | Q 4 2018 | Accrued Payable at Year End 2018 | Total Paid or Accrued in 2018 |
|---|-------------------|-------------------|-------------------|-------------------|---|--------------------------------------|
| 1. 5304 Management Fees | | | | | | |
| PRIT Fund | 136,965.46 | 141,343.10 | 141,970.74 | 139,643.10 | - | 559,922.40 |
| 5304 Management Fees TOTAL | 136,965.46 | 141,343.10 | 141,970.74 | 139,643.10 | - | 559,922.40 |
| 5305 Custodial Fees | - | - | - | - | - | - |
| NONE | - | - | - | - | - | - |
| 5305 Custodial Fees TOTAL | - | - | - | - | - | - |
| 5307 Investment Consultant Fees | - | - | - | - | - | - |
| NONE | - | - | - | - | - | - |
| 5307 Investment Consultant Fees TOTAL | - | - | - | - | - | - |
| 5304 Management Fees | | | | | | 559,922.40 |
| from Disbursements Page 6, 5. (d) | | | | | | |
| 5305 Custodial Fees | | | | | | - |
| from Disbursements Page 6, 5. (e) | | | | | | |
| 5307 Investment Consultant Fees | | | | | | - |
| from Disbursements Page 6, 5. (f) | | | | | | |