

Annual Statement

.....
OF THE FINANCIAL CONDITION
OF THE GLOUCESTER RETIREMENT BOARD
TO THE PUBLIC EMPLOYEE RETIREMENT ADMINISTRATION COMMISSION
FOR THE YEAR ENDED 12/31/2012

Annual Statement for the Year Ended December 31, 2012 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

Gloucester, MA 01931-0114

(978) 281-9744

Street & Number

City/Town, State and Zip Code

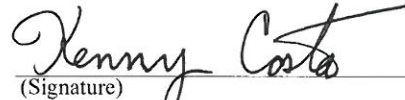
Telephone Number

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

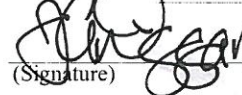
Kenny Costa
(Name)


(Signature)

Appointed Member

Term Expires 07/31/2015

James A Duggan
(Name)


(Signature)

Elected Member

Term Expires 07/31/2014

Douglas A. MacArthur (Chairperson)
(Name)


(Signature)

Elected Member

Term Expires 07/31/2014

Edward A Hardy
(Name)


(Signature)

Member Appointed by Other Members

Term Expires 01/05/2015

Melissa Hobbs
(Name)


(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 of the Gloucester Retirement Board for the Year Ended December 31, 2012.

RECEIPTS

	2012	2011	2010
1. Annuity Savings Fund:			
(a) 4891 Members' Deductions	2,208,425.20	2,092,665.47	2,033,416.94
(b) 4892 Transfers from Other Systems	409,516.77	90,914.64	200,869.76
(c) 4893 Member Make Up Payments and Redeposits	9,403.73	57.81	19,340.30
(d) 4900 Member Payments from Rollovers	15,452.57	2,133.95	23,864.98
(e) Investment Income Credited to Members' Accounts	31,265.59	54,519.21	66,562.17
Subtotal	<u>2,674,063.86</u>	<u>2,240,291.08</u>	<u>2,344,054.15</u>
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	272,592.03	255,139.84	247,187.79
Subtotal	<u>272,592.03</u>	<u>255,139.84</u>	<u>247,187.79</u>
3. Pension Fund:			
(a) 4898 3(8)(c) Reimbursements from Other Systems	83,378.65	79,251.23	77,778.44
(b) 4899 Received from Commonwealth for COLA & Survivor Bft	222,611.47	199,561.42	216,683.88
(c) 4894 Pension Fund Appropriation	6,793,146.00	6,543,097.00	6,292,539.00
(d) 4840 Workers Compensation Settlement	6,000.00	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	<u>7,105,136.12</u>	<u>6,821,909.65</u>	<u>6,587,001.32</u>
4. Military Service Fund:			
(a) 4890 Contributions Received from Municipality	0.00	2,714.15	0.00
(b) Investment Income Credited	17.13	28.77	43.03
Subtotal	<u>17.13</u>	<u>2,742.92</u>	<u>43.03</u>
5. Expense Fund:			
(a) 4896 Expense Fund Appropriation	0.00	0.00	0.00
(b) Investment Income Credited to Expense Fund	675,601.89	573,137.78	563,832.54
Subtotal	<u>675,601.89</u>	<u>573,137.78</u>	<u>563,832.54</u>
6. Pension Reserve Fund:			
(a) 4897 Federal Grant Reimbursement	42,526.16	11,776.13	18,175.61
(b) 4895 Pension Reserve Appropriation	0.00	0.00	857.47
(c) 4822 Interest Not Refunded	2,673.22	4,694.90	4,224.84
(d) 4825 Miscellaneous Income	256.98	173.97	1,159.22
(e) Excess Investment Income	7,833,811.52	-337,408.81	7,073,482.49
Subtotal	<u>7,879,267.88</u>	<u>-320,763.81</u>	<u>7,097,899.63</u>
TOTAL RECEIPTS	<u>18,606,678.91</u>	<u>9,572,457.46</u>	<u>16,840,018.46</u>

Annual Statement of the Gloucester Retirement Board for the Year Ended December 31, 2012.

DISBURSEMENTS

	2012	2011	2010
1. Annuity Savings Fund:			
(a) 5757 Refunds to Members	123,617.99	221,189.61	289,234.17
(b) 5756 Transfers to Other Systems	235,274.52	84,893.87	75,245.37
Subtotal	358,892.51	306,083.48	364,479.54
2. Annuity Reserve Fund:			
(a) 5750 Annuities Paid	1,443,943.67	1,310,511.85	1,217,350.92
(b) 5759 Option B Refunds	24,187.80	0.00	0.00
Subtotal	1,468,131.47	1,310,511.85	1,217,350.92
3. Pension Fund:			
(a) 5751 Pensions Paid	8,172,230.12	7,630,717.16	7,286,573.40
Regular Pension Payments	5,949,990.49	5,541,021.62	5,141,076.97
Survivorship Payments	414,397.64	351,007.26	372,833.54
Ordinary Disability Payments	210,870.36	205,938.60	211,106.04
Accidental Disability Payments	1,347,764.17	1,305,681.93	1,356,541.51
Accidental Death Payments	171,745.80	160,487.13	144,465.15
Section 101 Benefits	77,461.66	66,580.62	60,550.19
(b) 5755 3(8)(c) Reimbursements To Other Systems	180,274.00	181,617.29	177,456.55
(c) 5752 COLAs Paid	191,561.36	187,915.85	211,158.00
(d) 5753 Chapter 389 Beneficiary Increase Paid	0.00	0.00	0.00
Subtotal	8,544,065.48	8,000,250.30	7,675,187.95
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	22,750.00	16,500.00	16,500.00
(b) 5119 Salaries	161,408.71	129,894.85	130,877.92
(c) 5304 Management Fees	356,913.05	319,706.63	280,915.79
(d) 5305 Custodial Fees	0.00	0.00	0.00
(e) 5307 Investment Consultant Fees	0.00	0.00	0.00
(f) 5308 Legal Expenses	9,721.88	9,437.49	9,719.25
(g) 5309 Medical Expenses	209.95	224.56	0.00
(h) 5310 Fiduciary Insurance	8,244.25	7,880.80	7,681.70
(i) 5311 Service Contracts	31,236.36	25,527.14	19,387.20
(j) 5312 Rent Expense	17,341.47	16,083.03	19,797.65
(k) 5315 Professional Services	43,957.60	24,319.56	46,616.50
(l) 5320 Education And Training	1,403.66	2,874.50	924.50
(m) 5589 Administrative Expenses	12,462.17	15,067.54	19,952.67
(n) 5599 Furniture and Equipment	8,741.31	3,658.04	10,394.90
(o) 5719 Travel	1,211.48	1,963.64	1,064.46
(p) 5829 Depreciation Expense: Building	0.00	0.00	0.00
Subtotal	675,601.89	573,137.78	563,832.54
TOTAL DISBURSEMENTS	11,046,691.35	10,189,983.41	9,820,850.95

Annual Statement of the Gloucester Retirement Board for the Year Ended December 31, 2012.

MEMBERSHIP FOR CURRENT YEAR

	Group 1	Group 2 & 4	TOTAL
ACTIVE MEMBERS			
Active Membership, Dec. 31st, Previous Year	372	134	506
Inactive Membership, Dec. 31st, Previous Year	61	7	68
Enrolled During Current Year	36	11	47
Transfers Between Groups	0	0	0
Reinstatements of Disabled Members	1	0	1
SUBTOTAL	37	11	48
Deduct:			
Death	0	2	2
Withdrawals	23	0	23
Retirements	17	7	24
SUBTOTAL	40	9	49
Active Membership, Dec. 31st, Current Year	371	134	505
Inactive Membership, Dec. 31st, Current Year	59	9	68

RETIREE MEMBERS, BENEFICIARIES & SURVIVORS

Retired, Beneficiary and Survivor Membership, Dec. 31st, Previous Year	278	151	429
Retirements During the Year			
Superannuation	17	5	22
Ordinary Disability	0	0	0
Accidental Disability	0	0	0
Termination Retirement Allowance	0	0	0
Beneficiary of Deceased Retiree	1	3	4
Survivor Benefits from Active Membership	0	2	2
SUBTOTAL	18	10	28
Deduct:			
Deaths of Retired Members	6	3	9
Termination of Survivor Benefits	0	4	4
Reinstatements of Disabled Pensions	1	0	1
SUBTOTAL	7	7	14
Retired Membership, Dec. 31st, Current Year			
Superannuation	225	90	315
Ordinary Disability	12	2	14
Accidental Disability	14	32	46
Termination	0	0	0
Beneficiaries from Accidental Deaths	1	7	8
Beneficiaries from Section 100	0	0	0
Beneficiaries from Section 101	5	10	15
Beneficiaries under Option C	11	7	18
Option (D) Survivor Allowance	21	5	26
Section 12B Survivor Allowance	0	1	1
Total Retired, Beneficiary and Survivor Membership, Dec. 31st, Current Year	289	154	443
TOTAL MEMBERSHIP			
Active, Inactive, Retired, Beneficiary and Survivor, Dec. 31st, Current Year	719	297	1,016

Annual Statement of the Gloucester Retirement Board for the Year Ended December 31, 2012.

Schedule A: Detail of Accounts Receivable and Accounts Payable

Accounts Receivable	Amount	Original Date
4891 Members Deductions	0.00	
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	7,175.27	12/31/2012
4895 Pension Reserve Appropriation	0.00	
Investments Sold But Funds Not Received (list individually)	0.00	
	0.00	
	0.00	
	0.00	
TOTAL RECEIVABLES	7,175.27	
Accounts Payable		
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	1,316.25	12/31/2012
5309 Medical Expenses	0.00	
5310 Fiduciary Insurance	0.00	
5311 Service Contracts	194.97	12/31/2012
5312 Rent Expense	142.47	12/31/2012
5315 Professional Services Expense	0.00	
5589 Administrative Expenses	136.04	12/31/2012
5599 Furniture and Equipment	350.00	12/31/2012
5719 Travel	0.00	
Investments Purchased But Not Paid For (list individually)		
Withholding in Error-Cooney	107.66	12/31/2012
	0.00	
	0.00	
	0.00	
TOTAL PAYABLES	2,247.39	

PLAN DESCRIPTION

The plan is a contributory defined benefit plan covering all Gloucester Retirement System member unit employees deemed eligible by the retirement board, with the exception of school department employees who serve in a teaching capacity. The pensions of such school employees are administered by the Teacher's Retirement Board.

Instituted in 1936, the System is a member of the Massachusetts Contributory Retirement System and is governed by Chapter 32 of the Massachusetts General Laws. Membership in the plan is mandatory immediately upon the commencement of employment for all permanent, full-time employees.

The system provides for retirement allowance benefits up to a maximum of 80% of a member's highest three-year average annual rate of compensation. Benefit payments are based upon a member's age, length of creditable service, level of compensation, and group classification.

Members become vested after ten years of creditable service. A superannuation retirement allowance may be received upon the completion of twenty years of service or upon reaching the age of 55 with 10 years service. Normal retirement for most employees occurs at age 65 (for certain hazardous duty and public safety positions, normal retirement is at age 55).

A retirement allowance consists of two parts: an annuity and a pension. A member's accumulated deductions and a portion of the interest they generate constitute the annuity. The differential between the total retirement benefit and the annuity is the pension. The average retirement benefit is approximately 80 - 85% pension and 15 - 20% annuity.

Active members contribute either 5, 7, 8, or 9% of their gross regular compensation. Members joining the retirement system after January 1, 1979 must contribute an additional 2% on regular compensation earned at a rate in excess of \$30,000. The percentage rate is keyed to the date upon which an employee's membership commences. These deductions are deposited in the Annuity Savings Fund and earn interest at a rate determined by the Executive Director of PERAC according to statute. When a member's retirement becomes effective, his/her deductions and related interest are transferred to the Annuity Reserve Fund. Cost-of-living adjustments and any other increase in benefits imposed by state law granted between 1981 and 1996 are borne by the state.

The pension portion of any retirement benefit is paid from the Pension Fund of the System. The governmental unit employing the member must annually appropriate and contribute the amount of current year pension payments as determined by PERAC's Actuary. Until recently, retirement systems were paying only the actual retirement benefits that were due each year. Systems had no statutory authorization to put aside any money for the future benefits of employees who are now working. Large unfunded liabilities resulted from operating upon this pay-as-you-go basis. In 1977, legislation authorized local governments to appropriate funds to meet future pension obligations.

In 1983, additional legislation was passed requiring the transfer of investment earnings (in excess of the amount credited to member accounts) into the Pension Reserve Fund. These initiatives have significantly reduced the rate of growth of the retirement systems' unfunded liabilities, and in some systems have actually reduced such liability.

Administrative expenses are funded through excess investment income.

Members who become permanently and totally disabled for further duty may be eligible to receive a disability retirement allowance. The amount of benefits to be received in such cases is dependent upon several factors including: whether or not the disability is work related, the member's age, years of creditable service, level of compensation, veteran's status, and group classification.

Employees who resign from service and who are not eligible to receive a retirement allowance or are under the age of 55 are entitled to request a refund of their accumulated total deductions. In addition, depending upon the number of years of creditable service, such employees are entitled to receive either zero (0%) percent, fifty (50%) percent, or one hundred (100%) percent of the regular interest which has accrued upon those deductions. Survivor benefits are extended to eligible beneficiaries of members whose death occurs prior to or following retirement.

APPENDIX PAGE 2

SIGNIFICANT ACCOUNTING POLICES

The accounting records of the System are maintained on a calendar year basis in accordance with the standards and procedures established by the Executive Director of Public Employee Retirement Administration Commission. All investments are stated at market value at the end of the year.

The Annuity Savings Fund is the fund in which member's contributions are deposited. Active members contribute either 5, 7, 8 or 9% of their gross regular compensation. Voluntary contributions, redeposits, and transfers to and from other systems, are also accounted for in this fund. Members' contributions to the fund earn interest at a rate determined by PERAC. Interest for some members who withdraw with less than ten years of service is transferred to the Pension Reserve Fund. Upon retirement, a member's contributions and interest are transferred to the Annuity Reserve Fund. Dormant account balances must be transferred to the Pension Reserve Fund after a period of ten years of inactivity.

The Annuity Reserve Fund is the fund to which a member's account is transferred upon retirement from the Annuity Savings Fund and Special Military Service Credit Fund. The annuity portion of the retirement allowance is paid from this fund. Interest is credited monthly to this fund at the rate of 3% annually on the previous month's balance.

The Special Military Service Credit Fund contains contributions and interest for members while on a military leave for service in the Armed Forces who will receive creditable service for the period of that leave.

The Expense Fund contains amounts transferred from investment income or appropriated by the governmental units for purposes of administering the retirement system.

The Pension Fund contains the amounts appropriated by the governmental units as established by PERAC to pay the pension portion of each retirement allowance.

The Pension Reserve Fund contains amounts appropriated by the governmental units for the purposes of funding future retirement benefits. Any profit or loss realized on the sale or maturity of any investment or on the unrealized gain of a market valued investment as of the valuation date is credited to the Pension Reserve Fund. Additionally, any investment income in excess of the amount required to credit interest to the Annuity Savings Fund, Annuity Reserve Fund, Expense Fund, and Special Military Service Credit Fund is credited to this Reserve Account.

The Investment Income Account is credited all income derived from invested funds. At the end of the year the income credited to the Annuity Savings Fund, Annuity Reserve Fund, Expense Fund, and Special Military Service Credit Fund is distributed from this account and the remaining balance is transferred to the Pension Reserve Fund.

APPENDIX PAGE 3

ACTUARIAL VALUATION AND ASSUMPTIONS

The most recent actuarial valuation of the System was prepared by The Segal Group, Inc. as of January 1, 2012.

The normal cost for employees on that date was: **\$2,116,665** **9.1%** of payroll.
 The normal cost for the employer: **\$1,568,362** **6.7%** of payroll.

The actuarial liability for active & inactive members was: \$ **64,224,224**
 The actuarial liability for retired members was: \$ **87,827,430**
 Total actuarial accrued liability: \$ **152,051,654**
 System assets as of that date: \$ **67,318,567**
 Unfunded actuarial accrued liability: \$ **84,733,087**

The principal actuarial assumptions used in the valuation are as follows:

Investment Return: **7.875%** per annum
 Rate of Salary Increase: **Varies** per annum

SCHEDULE OF FUNDING PROGRESS

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 % of Covered Payroll [(b-a)/c]
1/1/2012	67,318,567	152,051,654	84,733,087	44.27%	23,142,683	366.13%
1/1/2010	65,139,502	138,859,148	73,719,646	46.91%	23,227,715	317.38%
1/1/2008	71,938,829	128,811,115	56,872,286	55.85%	22,787,184	249.58%
1/1/2006	58,165,000	117,403,000	59,238,000	49.54%	20,903,000	283.39%
1/1/2004	52,051,000	105,752,000	53,701,000	49.2%	20,532,000	261.55%
1/1/2003	46,649,000	99,626,000	52,977,000	46.8%	20,985,000	252.45%

Attach Copy of Current Approved Funding Schedule.

Schedule No. 1
 Annual Statement of the Gloucester Retirement System for the Year Ended December 31, 2012

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) Book Value at End of Previous Year	(B) Total Deposits This Year	(C) Income Reinvested/ Redeposited Into Account	(D) Withdrawals During Year	(E) =A+B+C-D Total Book Value December 31st This Year	(F) Cash Income Paid to System Not Reinvested or Redeposited	(G) Interest Due and Accrued December 31st
1043 - BankNorth Cash #341150 (0.00%)	\$ 176,457.85	\$ 17,507,767.79	\$ -	\$ 17,480,809.04	203,416.60	\$ -	\$ -
1044 - BankNorth Cash #341142 (0.00%)	\$ -	\$ 9,808,134.61	\$ -	\$ 9,808,134.61	-	\$ -	\$ -
Totals:	\$ 176,457.85	\$ 27,315,902.40	\$ -	\$ 27,288,943.65	\$ 203,416.60	\$ -	\$ -

Annual Statement of the Gloucester Retirement System for the Year Ended December 31, 2012
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>
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NONE

Annual Statement of the Gloucester Retirement System for the Year Ended December 31, 2012
 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
SCHEDULE TOTALS										

Annual Statement of the Gloucester Retirement System for the Year Ended December 31, 2012
 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
SCHEDULE TOTALS												

Annual Statement of the Gloucester Retirement System for the Year Ended December 31, 2012
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 AT END OF YEAR</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>
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NONE

Annual Statement of the Gloucester Retirement System for the Year Ended December 31, 2012
 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>INT PAID</u>	<u>ACCRUED COMMISSION BUT EXCLUDING INT</u>	<u>COST INCLUDING COMMISSION BUT EXCLUDING INT</u>
		NONE						0.00	0.00	0.00	0.00
SCHEDULE TOTALS											

Schedule No. 6
Annual Statement of the Gloucester Retirement System for the Year Ended December 31, 2012

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	\$ 203,416.60	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2 1100-Short Term Securities	-	-	-	-	-	-	-	-	-
3 1180-Fixed Inc Securities	-	-	-	-	-	-	-	-	-
4 1170-Equities	-	-	-	-	-	-	-	-	-
6 1199-PRIT Cash Fund	205,105.27	-	-	-	-	-	-	-	890.04
6 1198-PRIT General Allocation Fund	72,765,908.14	-	-	-	9,046,419.20	4,101,913.95	1,731,820.75	-	1,431.90
TOTAL	\$ 73,174,430.01	\$ -	\$ -	\$ -	\$ 9,046,419.20	\$ 4,101,913.95	\$ 1,731,820.75	\$ -	\$ 2,136,962.16
									Commission Recapture: \$
									\$ 2,136,962.16

Schedule No. 7

Gloucester ___ RETIREMENT SYSTEM FOR THE YEAR ENDED DECEMBER 31, 2012

Summary of Investment Related Fees

	Q 1 2012	Q 2 2012	Q 3 2012	Q 4 2012	Accrued Payable at Year End 2012	Total Paid or Accrued in 2012
1. 5304 Management Fees	83,431.23	85,721.15	84,264.80	103,495.87		356,913.05
2.						0.00
3.						0.00
4.						0.00
5						0.00
6						0.00
7						0.00
8						0.00
9						0.00
10						0.00
11						0.00
12						0.00
13						0.00
14						0.00
15	83,431.23	85,721.15	84,264.80	103,495.87	0.00	356,913.05
16						0.00
17						0.00
18	0.00	0.00	0.00	0.00	0.00	0.00
19						0.00
20	0.00	0.00	0.00	0.00	0.00	0.00

5304 Management Fees	356,913.05
from Disbursements Page 5, 4. (c)	
5305 Custodial Fees	0.00
from Disbursements Page 5, 4. (d)	
5307 Investment Consultant Fees	0.00
from Disbursements Page 5, 4. (e)	