

RETIREMENT AND INVESTMENT OFFICE



Status of TFFR - Provided below is a status summary of TFFR:

Actuarial Value of Investments (Amounts Shown in Billions)		
	Fund Balance	Actuarial Percentage Funded
June 30, 2007	\$1.75	79%
June 30, 2008	\$1.91	82%
June 30, 2009	\$1.90	78%
June 30, 2010	\$1.84	70%
June 30, 2011	\$1.82	66%

Market Value of Investments (Amounts Shown in Billions)		
	Fund Balance	Annual Percentage Change in Market Value
June 30, 2007	\$2.02	20.06%
June 30, 2008	\$1.83	(7.61%)
June 30, 2009	\$1.29	(27.33%)
June 30, 2010	\$1.42	13.87%
June 30, 2011	\$1.71	24.21%
February 29, 2012, preliminary fund balance	\$1.65	(0.37%)

A decline in the market value of fund investments caused actuarial funded levels to decrease from 82 percent as of June 2008 to 66 percent as of June 2011. In 2008 investments declined 7.6 percent from prior year market values, and in 2009 investments declined by 27.3 percent. The Retirement and Investment Office through actuarial analysis determined that relying only on potential market value increases will not return the funded level of TFFR to the target of at least 90 percent.

The Legislative Assembly in 2011 provided for increases in employee and employer contribution requirements by 4 percent phased in over two bienniums as well as other changes to eligibility and benefits to improve funding levels. The Teachers' Fund for Retirement does not currently plan to introduce bills to the Legislative Assembly in 2013 to further improve funding levels.