COMPREHENSIVE ANNUAL FINANCIAL REPORT
THE RETIREMENT SYSTEMS OF SOUTH CAROLINA
YEAR ENDED JUNE 30, 1985

SOUTH CAROLINA RETIREMENT SYSTEM (SCRS)

SOUTH CAROLINA POLICE OFFICERS
RETIREMENT SYSTEM (PORS)

RETIREMENT SYSTEM FOR MEMBERS OF THE
GENERAL ASSEMBLY OF THE
STATE OF SOUTH CAROLINA (GARS)

RETIREMENT SYSTEM FOR JUDGES AND SOLICITORS
OF THE STATE OF SOUTH CAROLINA (JSRS)

1122 Lady Street
NBSC Building
Columbia, South Carolina 29201

Purvis W. Collins
Director

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INTRODUCTORY SECTION

South Carolina Retirement Systems

P. O. BOX 11960 - CAPITOL STATION
COLUMBIA, S. C. 29211

PURVIS W. COLLINS
DIRECTOR

December 31, 1985

Honorable Richard W. Riley, Governor
and
State Budget and Control Board
State of South Carolina

Gentlemen:

The Comprehensive Annual Financial Report of the South Carolina Retirement Systems for the fiscal year ended June 30, 1985 is submitted herewith. This report contains information on the four retirement plans administered by the State of South Carolina; the South Carolina Retirement System providing coverage for employees of the State, public schools and other political subdivisions; the Police Officers Retirement System providing coverage for policemen and firemen; the General Assembly Retirement System providing coverage to members of the General Assembly; and the Judges and Solicitors Retirement System providing coverage to the State judges and solicitors.

This report consists of four sections. The Introduction Section contains the Director's letter of transmittal, an organizational chart of the Agency and description of responsibilities for each section and a summary of current legislative changes. The Financial Section contains the financial statements of each retirement plan and related schedules. The Actuarial Section contains a summary of plan provisions for each System and schedules of actuarial statistics. The Statistical Section contains various tables and schedules of significant data related to the System as well as summary schedules of investments.

FINANCIAL REPORTING

It is the goal of the Systems to be in compliance with generally accepted accounting principles. The System is currently reviewing present reporting practices and developing a plan to modify systems and procedures necessary in order to be in conformance with GAAP.

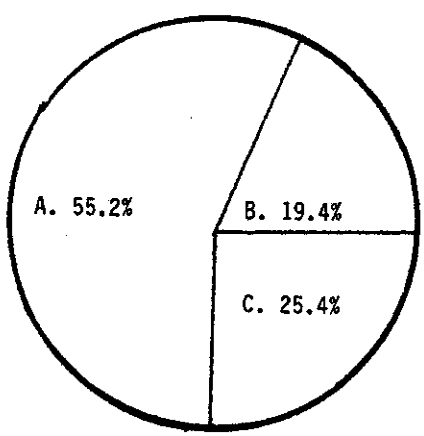
One of the obstacles encountered in this plan is the conflicting methods of reporting proposed by the various standard-setting authorities. Provisions of Financial Accounting Standards Board Statement #35, National Council on Governmental Accounting Statements #1 and #6, and the recently issued proposed Statement on Disclosure by PERS all, to varying degrees, present different reporting and disclosure requirements. At present, the Systems have elected, in those areas of conflict between authoritative sources, to not change current practices until definitive guidelines are established.

REVENUES

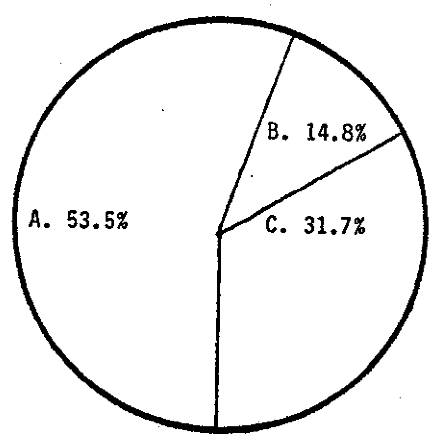
In order for a retirement system to properly fund the payments of retirement benefits in future years, it is necessary to accumulate funds on a regular and systematic basis. There are three principal sources from which the Systems derive revenues: employee contributions, employer contributions, and earnings on investments. Investment earnings in the South Carolina Retirement System and Police Officers Retirement System continue to provide in excess of 50% of the total new funds flowing into the Systems. This distribution is illustrated in the following charts.

Revenue by Source

SCRS



PORS



A. Investment Earnings
B. Employee Contributions
C. Employer Contributions

Total revenues for the South Carolina Retirement System rose from $552.4 million for 1984 to $677.9 million for 1985, an increase of over $125 million or 22.7%. The Police Officers Retirement System sustained a revenue growth rate of 19.9% with total revenues increasing from $47.2 million in 1984 to $56.6 million in 1985. A substantial portion of overall revenue growth is attributable to the growth in investment earnings.

EXPENSES

Expenses of the Systems consist primarily of payments of monthly annuities to retired members and their beneficiaries and the refund of member contributions upon termination. Other programs administered by the Systems include a group life insurance plan for active members, and an accidental death plan for police officers. Total annuity payments, including supplements, increased from $151.8 million in 1984 to $171.2 million in 1985, a growth of $19.4 million or 12.8%.

The operating costs of the Systems are funded by transfers from the systems' assets to an administrative fund.

A summary of operating costs is shown below:

	1985	1984
Personal Service:		
Salaries	$1,762,682	$1,584,573
Fringe Benefits	326,504	286,109
Total Personal Service	2,089,186	1,870,682
Operating Expenses:		
Contractual Services	561,184	269,119
Supplies	157,821	142,466
Rents & Fixed Charges	265,044	146,004
Travel	39,738	30,786
Equipment	175,965	22,943
Other	11,709	15,660
Total Operating Expenses	1,211,461	626,978
Total Cost of Operations	$3,300,647	$2,497,660

CURRENT DEVELOPMENTS

In May, the Budget and Control Board revamped certain operations of Board agencies. As a result, the Retirement Division gained responsibility for the administration of the Health and Dental Insurance Programs formerly administered by the Division of Human Resource Management. This program is responsible for providing health and dental insurance coverage for all State Agencies, Public Schools and Institutions of Higher Education.

Shortly after year-end, our operations were moved from the Solomon Blatt State Office Building to larger quarters in the NBSC Building. This was necessary due to our expanding needs and to allow sufficient space for added counseling services and computer facilities necessary to provide needed services to our membership.

The remainder of this report contains various financial and statistical information useful in presenting a complete overview of the Systems.

Respectfully submitted,

Purvis W. Collins

Purvis W. Collins

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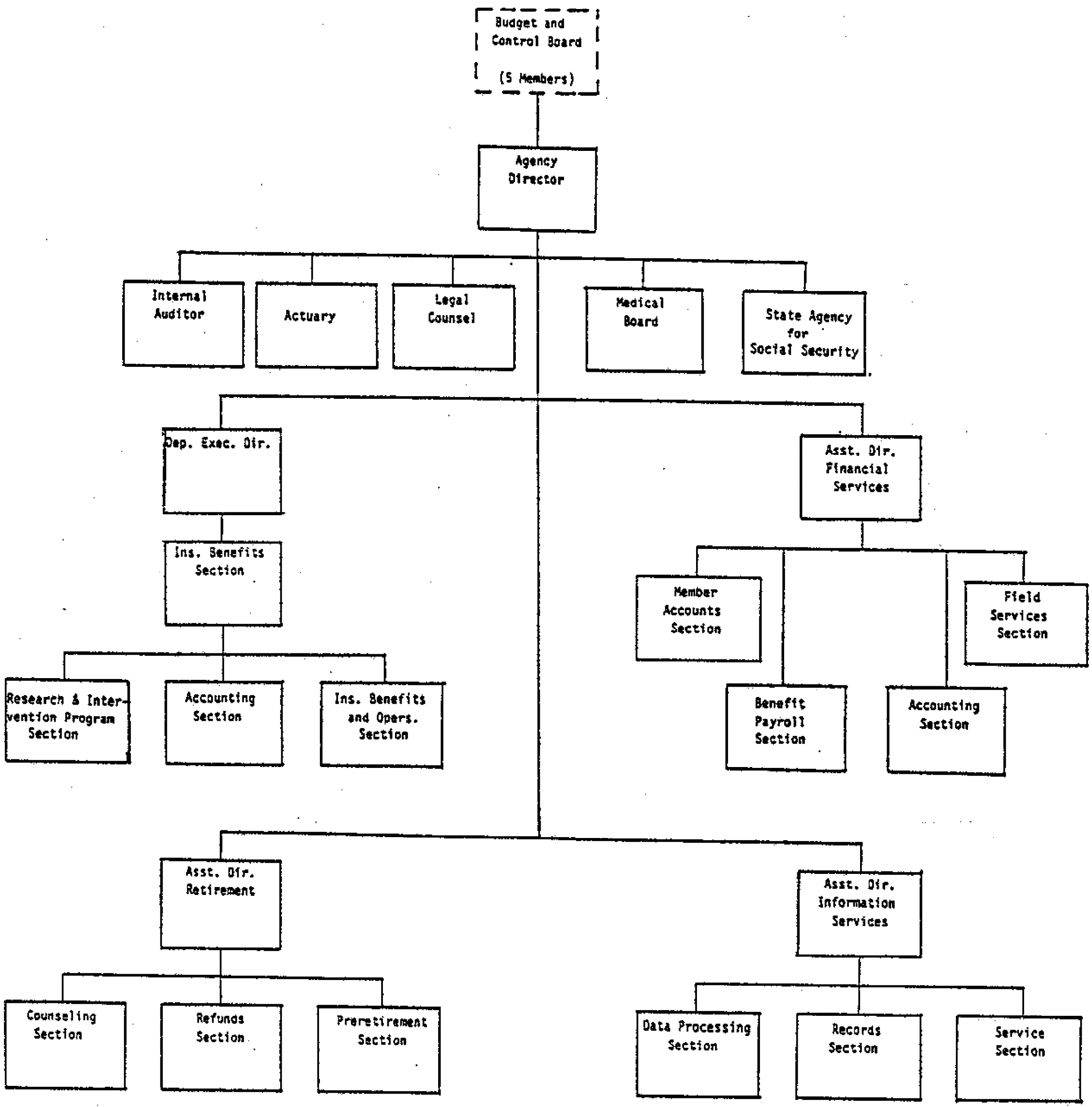
ADMINISTRATION

Governing Board - State Budget and Control Board	
His Excellency Governor Richard W. Riley	Chairman, Ex Officio
Honorable Grady L. Patterson, Jr.	State Treasurer
Honorable Earle E. Morris, Jr.	Comptroller General
Honorable Rembert C. Dennis	Chairman of Senate Finance Committee
Honorable Tom G. Mangum	Chairman of House Ways & Means Committee
Mr. William T. Putman	Executive Director
Consulting Actuary	
Donald M. Overholser	
George B. Buck Consulting Actuaries, Inc.	
Retirement System Staff	
Administration	
Purvis W. Collins	Director
Joseph A. Mack	Deputy Director
E. D. Goodwin, Jr.	Assistant Director, Financial Services
Joseph C. Griffith	Assistant Director, Counseling
Henry R. Blackwell, Jr.	Assistant Director, Information Services
Brenda M. Bryant	Administration of Social Security
Financial Services Division	
Wayne D. Pruitt	Controller
Emory Kinard	Accounting Manager
Beverly Abdalla	Benefits Payroll
Insurance Benefits Division	
Phyllis B. Beighley	Manager, Insurance Division
Jim R. Davis	Manager, Research & Intervention Section
Sam Carlton	Controller, Insurance Accounting
Counseling & Refunds Divisions	
Holly Kednocker	Supervisor, Counseling Department
Elvena Bickley	Supervisor, Refunds Department
Phyllis C. Gardner	Pre-Retirement Education
Information Services Division	
Michael Nivens	Data Processing Manager
Frances Gantt	Supervisor, Records Department
Joyce Comisky	Service Department
Jim Davis	Service Department

SOUTH CAROLINA RETIREMENT SYSTEMS



ORGANIZATIONAL DESCRIPTION:

The structural organization of the Agency is depicted on the chart shown on the facing page. A brief description of the primary functions performed by each department follows:

Financial Services Division:

Accounting Section - Responsible for maintenance of records of all receipts and disbursements, investment accounting, financial accounting records, and financial control of member contribution records.

Member Accounts Section - Responsible for financial control over all detail member contribution records.

Benefits Payroll Section - Responsible for the disbursement of monthly annuity benefit payments to all retired members.

Field Services Section - Primary functions are to meet with governing bodies of various entities considering obtaining coverage under one or more of our programs and meeting with employers concerning reporting procedures and policies.

Insurance Benefits Division:

Research and Intervention Section - Responsible for performing research and evaluation functions over insurance programs and preparation of statistical information as well as evaluation of the insurance programs.

Accounting Section - Responsible for maintenance of financial records over insurance premiums, collection of those premiums and disbursements to carriers.

Insurance Benefits and Operations Section - Responsible for the enrollment of and changes in coverage of all participants in the various available coverages and to provide insurance counseling services to participants.

Information Services Division:

Data Processing Section - Responsible for the design, implementation and control over all automation applications within the Agency.

Records Department - Responsible for the processing of applications of new employers requesting participation in the Systems as well as the enrollment of all new members and maintenance of complete historical records of each member.

Service Section - Responsible for the compiling and automation of retirement service credit for all members of the Retirement Systems.

Counseling Section - Responsible for counseling members relating to retirement, and processing all retirement documents upon actual retirement of a member.

Refunds Section - Responsible for the disbursement of lump sum payments to members who terminate covered employment prior to retirement.

Pre-Retirement Section - A section with the overall objective of better preparing the membership for retirement through conducting seminars and meetings with employer representatives covering areas such as planning for economic security, health and safety, housing and meaningful use of time.

CURRENT LEGISLATION

R115 This Act waives the 5-year service credit requirement for the filing of a disability retirement application when a member is injured in the course of performing his duties. This amendment applies to the SCRS and the GARS (provision already applicable under the Police System).

Also, subjects disability retirees to the same earnings limitation ($7,500) as service retirees at age 65 under the SCRS and age 55 under the Police System.

R118 Authorizes retirement service credit for maternity leave under the SCRS and Police System up to 1 year for each pregnancy, not to exceed a total of 3 years provided the member was not absent from work for more than 2 years for each pregnancy. Member must pay actuarial cost as determined by the Governing Board.

Also, authorizes credit for federal service provided the member pays actuarial cost and cancels credit, if any, under a federal retirement program. This amendment covers Police System. Federal credit was already available under SCRS.

Also, authorizes credit for educational leave under the SCRS on a retroactive basis. Up to 2 years maximum credit allowed provided member left employment for graduate school and returned directly to employment. Member pays full actuarial cost as determined by Governing Board.

Several amendments as follows were included in the 1985-86 State Appropriations Act.

1. Earnings limitation was raised from $7,000 to $7,500. On a fiscal year basis, a retired member may earn up to $7,500 from an employer covered by the System. The month following the month in which $7,500 is earned, the retirement benefit is discontinued for the remainder of the fiscal year. Effective for SCRS, General Assembly and Police Retirement Systems.

2. A member who dies in service with at least 15 years service credit will qualify the beneficiary for a monthly annuity for life. The beneficiary will also receive the Group Life Insurance payment if the employer is participating in the Insurance program.

3. A retiree, whose most recent employer prior to retirement is participating in the Group Life Insurance Program, will qualify the beneficiary for a death benefit as follows:

Retiree had from 10 through 19 years service credit - $1,000.
Retiree had from 20 through 29 years service credit - $2,000.
Retiree had at least 30 years service credit - $3,000.

4. Authorizes the Retirement System to charge interest based on the prime rate to employers who are late in remitting Social Security and Retirement System contributions.

FINANCIAL SECTION

STATEMENT OF ASSETS AND FUND BALANCES

SOUTH CAROLINA RETIREMENT SYSTEM

ASSETS	June 30, 1985	June 30, 1984
Cash	$ 192,194	$ 178,314
Accounts Receivable	42,438,781	34,633,751
Investments, at adjusted amortized cost	3,580,529,729	3,089,824,562
	$3,623,160,704	$3,124,636,627
LIABILITIES		
Cash Overdraft	$ 157,956	
FUND BALANCES		
Employee Annuity Savings Fund	$ 979,989,936	$ 858,693,659
Employer Annuity Accumulation Fund	2,596,876,902	2,225,537,619
Employer Cost of Living Fund	9,230,937	11,602,115
Employer Group Life Insurance Fund	36,904,973	28,803,234
Total Fund Balances	3,623,002,748	3,124,636,627
Total Liabilities & Fund Balances	$3,623,160,704	$3,124,636,627

See notes to financial statements.

STATEMENT OF REVENUES AND EXPENDITURES AND CHANGES IN FUND BALANCES

SOUTH CAROLINA RETIREMENT SYSTEM

	Employee Annuity Savings Fund Year Ended June 30, 1985	1984
Revenues		
Contributions by Members		
State Department Employees	$ 57,887,511	$ 52,022,641
Public School Employees	56,283,097	46,364,035
Other Political Subdivision Employees	17,130,194	15,970,681
Total Revenues	131,300,802	114,357,357
Expenditures:		
Refunds of Contributions to Members	26,356,158	25,022,129
Total Expenditures	26,356,158	25,022,129
Interfund Transfers According to Statutory Requirements:		
Contributions by Members at Retirement	(32,366,609)	(34,218,073)
Interest Credited to Members' Accounts	48,718,242	43,422,087
Net Interfund Transfers	16,351,633	9,204,014
Net Change in Fund Balance	121,296,277	98,539,242
Fund Balance at Beginning of Year	858,693,659	760,154,417
Fund Balance at End of Year	$979,989,936	$858,693,659

STATEMENT OF REVENUES AND EXPENDITURES AND CHANGES IN FUND BALANCES (Continued)

SOUTH CAROLINA RETIREMENT SYSTEM

	Employer Annuity Accumulation Fund Year Ended June 30, 1985	1984
Revenues:		
Contributions by Employers		
State Department Employers	$ 68,076,564	$ 61,654,437
Public School Employers	67,084,496	55,784,834
Other Political Subdivision Employers	18,226,223	17,061,053
Supplemental Retirement Benefits Funded by the State	11,517,696	10,135,441
Investment Transactions		
Earnings on Investments	368,580,122	282,544,384
Total Revenues	533,485,101	427,180,149
Expenditures:		
Regular Retirement Benefits	131,568,515	120,106,258
Supplemental Retirement Benefits	11,517,696	10,135,441
Group Life Insurance Payments		
Administrative Costs	2,707,974	2,245,183
Total Expenditures	145,794,185	132,486,882
Interfund Transfers According to Statutory Requirements:		
Contributions by Members at Retirement	32,366,609	34,218,073
Interest Credited to Members' Accounts	(48,718,242)	(43,422,087)
Net Interfund Transfers	(16,351,633)	(9,204,014)
Net Change in Fund Balance	371,339,283	285,489,253
Fund Balance at Beginning of Year	2,225,537,619	1,940,048,366
Fund Balance at End of Year	$2,596,876,902	$2,225,537,619

See notes to financial statements.

Employer Cost of Living Fund Year Ended June 30, 1985	1984	Employer Group Life Insurance Fund Year Ended June 30, 1985	1984
$ 5,210,602	$ 4,717,165	$ 3,126,708	$ 2,830,535
5,131,533	4,265,570	3,079,076	2,559,643
1,602,094	1,491,971	846,773	788,080
1,155,589	1,099,951	4,429,835	3,269,957
13,099,818	11,574,657	11,482,392	9,448,215
15,470,996	10,816,988		
		3,380,653	3,676,039
15,470,996	10,816,988	3,380,653	3,676,039
(2,371,178)	757,669	8,101,739	5,772,176
11,602,115	10,844,446	28,803,234	23,031,058
$ 9,230,937	$11,602,115	$36,904,973	$28,803,234

STATEMENT OF ASSETS AND FUND BALANCES

SOUTH CAROLINA POLICE OFFICERS RETIREMENT SYSTEM

ASSETS	JUNE 30, 1985	JUNE 30, 1984
Cash	$ 19,412	
Accounts Receivable	2,608,456	$ 2,680,599
Investments, at adjusted amortized cost	293,902,740	249,690,102
	$296,530,608	$252,370,701
LIABILITIES		
Cash Overdraft		$ 27,731
FUND BALANCES		
Employee Annuity Savings Fund	$ 56,527,952	$ 49,245,783
Employer Annuity Accumulation Fund	233,765,812	197,939,305
Employer Accidental Death Fund	2,125,293	1,823,169
Employer Group Life Insurance Fund	4,111,551	3,334,713
Total Fund Balances	296,530,608	252,342,970
Total Liabilities and Fund Balances	$296,530,608	$252,370,701

See notes to financial statements.

STATEMENT OF REVENUES AND EXPENDITURES AND CHANGES IN FUND BALANCES

SOUTH CAROLINA POLICE OFFICERS RETIREMENT SYSTEM

	Employee Annuity Savings Fund 1985	Employee Annuity Savings Fund 1984
Revenues:		
Employee Contributions		
State Department Employees	$ 3,720,254	$ 3,255,311
Other Political Subdivision Employees	4,630,547	4,195,492
Total Revenues	8,350,801	7,450,803
Expenditures:		
Refunds to Members	1,961,273	1,810,832
Interfund Transfers According to Statutory Requirements:		
Contributions by Members at Retirement	(1,902,728)	(1,889,811)
Interest Credited to Members' Accounts	2,795,369	2,430,497
Net Interfund Transfers	892,641	540,686
Net Change in Fund Balance	7,282,169	6,180,657
Fund Balance at Beginning of Year	49,245,783	43,065,126
Fund Balance at End of Year	$56,527,952	$49,245,783

See notes to financial statements.

STATEMENT OF REVENUES AND EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED)

SOUTH CAROLINA POLICE OFFICERS RETIREMENT SYSTEM

	Employer Annuity Accumulation Fund Year Ended June 30, 1985	1984
Revenues:		
Employer Contributions		
State Departments	$ 7,563,413	$6,600,207
Other Political Subdivisions	9,465,317	8,648,397
Supplemental Retirement Benefits Funded by the State	362,558	271,661
Investment Transactions Earnings on Investments	29,616,919	23,218,367
Total Revenues	47,008,207	38,738,632
Expenditures:		
Regular Retirement Benefits	9,707,783	8,480,614
Supplemental Retirement Benefits	362,558	271,661
Administrative Costs	218,718	177,488
Group Life Insurance Benefits		
Accidental Death Benefits		
Total Expenditures	10,289,059	8,929,763
Interfund Transfers According to Statutory Requirements:		
Contributions by Members at Retirement	1,902,728	1,889,811
Interest Credited to Members' Accounts	(2,795,369)	(2,430,497)
Net Interfund Transfers	(892,641)	(540,686)
Net Change in Fund Balance	35,826,507	29,268,183
Fund Balance at Beginning of Year	197,939,305	168,671,122
Fund Balance at End of Year	$233,765,812	$197,939,305

See notes to financial statements.

Employer Accidental Death Fund Year Ended June 30, 1985	1984	Employer Group Life Insurance Fund Year Ended June 30, 1985	1984
$ 145,670	$ 126,516	$ 291,339	$ 253,034
175,406	160,617	338,682	310,291
218,521	172,821	479,523	304,443
539,597	459,954	1,109,544	867,768
		332,706	357,538
237,473	212,110		
237,473	212,110	332,706	357,538
302,124	247,844	776,838	510,230
1,823,169	1,575,325	3,334,713	2,824,483
$2,125,293	$1,823,169	$4,111,551	$3,334,713

STATEMENT OF ASSETS AND FUND BALANCES

RETIREMENT SYSTEM FOR MEMBERS OF THE GENERAL ASSEMBLY OF THE STATE OF SOUTH CAROLINA

ASSETS	June 30, 1985	June 30, 1984
Cash	$ 2,411	$ 5,613
Accounts Receivable	1,360	1,560
Investments, at adjusted amortized cost	11,724,940	10,430,058
	$11,728,711	$10,437,231
FUND BALANCES		
Employee Annuity Savings Fund	$ 2,601,845	$ 2,339,948
Employer Annuity Accumulation Fund	9,126,866	8,097,283
	$11,728,711	$10,437,231

See notes to financial statements.

STATEMENT OF REVENUES AND EXPENDITURES
AND CHANGES IN FUND BALANCES
RETIREMENT SYSTEM FOR MEMBERS OF THE GENERAL ASSEMBLY
OF THE STATE OF SOUTH CAROLINA

	Employee Annuity Savings Fund Year Ended June 30, 1985	1984	Employer Annuity Accumulation Fund Year Ended June 30, 1985	1984
Revenues:				
Employer Contributions			$ 934,290	$ 784,491
Earnings on Investments			1,114,401	934,254
Contributions by Members	$ 315,410	$ 262,975		
Total Revenues	315,410	262,975	2,048,691	1,718,745
Expenditures:				
Retirement Benefits			1,012,837	766,841
Group Life Insurance Benefits			12,000	24,000
Administrative Costs			9,045	7,608
Refunds to Members	38,739	10,948		
Total Expenditures	38,739	10,948	1,033,882	798,449
Interfund Transfers According to Statutory Requirements:				
Contributions by Members at Retirement	(147,854)	(71,692)	147,854	71,692
Interest Credited to Members' Accounts	133,080	119,602	(133,080)	(119,602)
Net Interfund Transfers	(14,774)	47,910	14,774	(47,910)
Net Change in Fund Balance	261,897	299,937	1,029,583	872,386
Fund Balance at Beginning of Year	2,339,948	2,040,011	8,097,283	7,224,897
Fund Balance at End of Year	$2,601,845	$2,339,948	$9,126,866	$8,097,283

See notes to financial statements.

STATEMENT OF ASSETS AND FUND BALANCES

RETIREMENT SYSTEM FOR JUDGES AND SOLICITORS OF THE STATE OF SOUTH CAROLINA

ASSETS	June 30, 1985	June 30, 1984
Cash	$ 3,667	$ 817
Accounts Receivable	38,670	34,256
Investments, at adjusted amortized cost	12,190,463	9,195,374
	$12,232,800	$ 9,230,447
FUND BALANCES		
Employee Annuity Savings Fund	$ 3,063,316	$ 2,564,625
Employer Annuity Accumulation Fund	9,169,484	6,665,822
	$12,232,800	$ 9,230,447

See notes to financial statements.

STATEMENT OF REVENUES AND EXPENDITURES AND CHANGES IN FUND BALANCES RETIREMENT SYSTEM FOR JUDGES AND SOLICITORS OF THE STATE OF SOUTH CAROLINA

	Employee Annuity Savings Fund		Employer Annuity Accumulation Fund	
	1985	1984	1985	1984
Revenues:				
Employer Contributions			$2,561,450	$2,274,363
Earnings on Investments			1,592,886	1,035,337
Contributions by Members	$ 505,001	$ 507,682		
Total Revenues	505,001	507,682	4,154,336	3,309,700
Expenditures:				
Retirement Benefits			1,580,177	1,271,133
Group Life Insurance Benefits			68,807	54,174
Administrative Costs			8,000	5,538
Refunds to Members	-0-	-0-		
Total Expenditures	-0-	-0-	1,656,984	1,330,845
Interfund Transfers According to Statutory Requirements:				
Contributions by Members at Retirement	(155,080)	(198,023)	155,080	198,023
Interest Credited to Members' Accounts	148,770	127,853	(148,770)	(127,853)
Net Interfund Transfers	(6,310)	(70,170)	6,310	70,170
Net Change in Fund Balance	498,691	437,512	2,503,662	2,049,025
Fund Balance at Beginning of Year	2,564,625	2,127,113	6,665,822	4,616,797
Fund Balance at End of Year	$3,063,316	$2,564,625	$9,169,484	$6,665,822

See notes to financial statements.

NOTES TO FINANCIAL STATEMENTS
THE RETIREMENT SYSTEMS OF SOUTH CAROLINA

DESCRIPTION OF PLANS AND TERMS:

The State of South Carolina, through the Retirement Division of the State Budget and Control Board, administers four (4) contributory defined benefit pension plans as follows:

The **South Carolina Retirement System** was established, effective July 1, 1945, pursuant to the provisions of Section 9-1-20 of the 1976 South Carolina Code of Laws for the purpose of providing retirement allowances and other benefits for teachers and employees of the State and political subdivisions thereof.

Employee contributions under this system are established by law at 4% of the first $4,800 in annual earnings and 6% of all earnings over $4,800 per year for Class II members. Class I members contribute 3% of the first $4,800 in annual earnings and 5% of all earnings over $4,800 per year. Employer contributions, as required by law, are established by the Budget and Control Board at rates sufficient to cover both the liability for current service and the accrued liabilities for past service.

Employer contribution rates at June 30, 1985, were as follows:

	Class II	Class I
State Agencies	7.00%	N/A
Public Schools	7.00%	N/A
Local Subdivisions	6.15%	3.70%

Included in the above rates is a .50% contribution to a special cost-of-living fund used to fund post-retirement cost-of-living increases. In addition, the System offers a group life insurance program under which participating employers contribute .3% of covered payroll.

The **South Carolina Police Officers Retirement System** was established, effective July 1, 1972, pursuant to the provisions of Section 9-11-20 of the Code of Laws for the purpose of providing retirement allowances and other benefits for police officers and firemen.

Employee contributions under this system are established by law at 5% of annual earnings for Class II members and $16 per month for Class I members. Employer contribution rates, as required by law, are established by the Budget and Control Board at rates sufficient to cover both the liability for current service and the accrued liabilities for past service.

Employer contribution rates at June 30, 1985 were as follows:

	Class II	Class I
State Agencies	10.3%	7.8%
Local Subdivisions	10.3%	7.8%

Description of Plans and Terms continued....

In addition, the System offers a group life insurance program under which participating employers contribute .4% of covered payroll and an accidental death plan under which employers contribute .2% of covered payroll.

The Retirement System for Members of the General Assembly of the State of South Carolina (GARS) was created, effective January 1, 1966, pursuant to the provisions of Section 9-9-20 of the Code of Laws to provide retirement allowances and other benefits for members of the General Assembly.

Employee contributions are established by law at 10% of each member's earnable compensation. Employer contributions are established annually by the Budget and Control Board at such amounts as are necessary to fund both the cost of current service and accrued liabilities for past service. The employer contribution for FY 84-85 was $934,290 which includes the cost of a group life insurance plan covering all active members.

The Retirement System for Judges and Solicitors of the State of South Carolina (JSRS) was created, effective July 1, 1979, for the purpose of providing retirement allowances and other benefits for judges and solicitors.

Employee contributions are established by law at 7% of earnable compensation. The employer contribution rate is established by the Budget and Control Board at a rate sufficient to cover the liability for both current service and past service. The employer contribution for FY 84-85 was $2,561,450 which includes the cost of a group life insurance plan covering all active members.

The number and types of employers contributing to each System and the annual covered payroll of each type for the year ended June 30, 1985 are as follows:

	State*	School	Other	Total
SCRS				
Number of Employers	160	114	349	623
Annual Covered Payroll	$1,042,056,775	$1,026,275,305	$320,432,042	$2,388,764,122
Average Number of Contributing Members	57,153	65,501	24,059	146,713
PORS				
Number of Employers	34		159	193
Annual Covered Payroll	$ 72,674,854		$ 91,531,985	$ 164,206,839
Average Number of Contributing Members	4,282		5,785	10,067

Description of Plans and Terms continued...

	State*	School	Other	Total
GARS				
Number of Employers	2			2
Annual Covered Payroll	$ 2,320,700			$ 2,320,700
Average Number of Contributing Members	170			170
JSRS				
Number of Employers	2			2
Annual Covered Payroll	$ 6,576,302			$ 6,576,302
Average Number of Contributing Members	104			104

*Note: Each State Agency is considered a separate employer for reporting purposes.

The Systems provide benefits including normal annuity payments, early retirement annuities, deferred annuities, disability retirement benefits, accidental death benefits (PORS only), and group life insurance benefits.

A summary of retirees and beneficiaries at June 30, 1985 follows:

	SCRS	PORS	GARS	JSRS
Service retirees	26,238	1,382	92	30
Disability retirees	2,574	275		2
Beneficiaries	2,158	257	16	17
Total	30,970	1,914	108	49

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Responsibility for the investment of all funds of the Systems is vested in the State Treasurer under the restrictions imposed by Section 11-9-660 of the Code of Laws.

Investments are valued at adjusted amortized cost (amortized cost plus unamortized deferred yield adjustments). The Systems amortize bond premium and accrete bond discount for all securities using the straight-line method based upon maturity dates. Gains and losses on bond exchanges are accounted for under the deferral and amortization method of accounting whereby net gains and losses on bond exchanges are deferred and amortized over the shorter of the life of the bond sold or purchased.

Earnings on investments consist of interest actually received during the year (net of accrued interest on bonds purchased), less amortization of bond premium, plus accretion of bond discount, and the amortization of the deferred yield adjustment. Any gains and losses arising from non-exchange bond transactions are not deferred and are recognized as current year gains and losses.

Summary of Significant Accounting Policies Continued...

Contributions from members and employers are recorded on the accrual basis of accounting.

Retirement and annuity benefits, group life insurance claims and refunds to members are recorded on the cash basis of accounting.

The costs of administering the Retirement Systems are based on budgeted expenditures as authorized by the State Appropriations Act. Funds are disbursed from the respective Retirement Systems to an administrative expense fund from which actual expenditures are made.

ACTUARIAL INFORMATION

Actuarial valuations of the Systems are performed by an independent actuary. The most recent valuations completed are as of June 30, 1984, results of which are summarized below:

SCRS

Valuation Method - Projected benefit method with level percentage entry age normal cost and open-end unfunded accrued liability. Gains and losses are reflected in the period remaining to liquidate the unfunded accrued liability.

Interest Rate - 7% per annum, compounded annually.

Salary Increase - Range progressively from approximately 11.3% at age twenty to approximately 5.3% at age sixty-five.

Separations - Rates of separation due to withdrawal, death, service retirement, and disability are based upon tables constructed from past experience of the System.

Unfunded Accrued Liability - $241,369,533.

Unfunded Accrued Liability Liquidation Period - 5 years.

PORS

Valuation Method - Projected benefit method with level percentage entry age normal cost and open-end unfunded accrued liability. Gains and losses are reflected in the period remaining to liquidate the unfunded accrued liability.

Interest Rate 7% per annum, compounded annually.

Actuarial Information continued...

Salary Increase - Range progressively from 11.29% at age twenty to approximately 5.30% at age sixty-four.

Separations - Rates of separation due to withdrawal, death, service retirement, and disability are based upon tables constructed from past experience of the System.

Unfunded Accrued Liability - $25,894,843 (includes cost of all current and future cost-of-living adjustments to retired members and active members eligible for service retirement).

Unfunded Accrued Liability Liquidation Period - 5 years.

GARS

Valuation Method - Projected benefit method with entry age normal cost and open-end unfunded accrued liability. Gains and losses are reflected in the unfunded accrued liability.

Interest Rate - 7% per annum, compounded annually.

Salary Increase - Assumed increase of 5% per annum.

Separations - Rates of separation due to withdrawal, death, disability and service retirement are based upon rates of death and disability of male and female teachers; the mortality table for service pensioners, and the disability mortality table for male teachers in use under the South Carolina Retirement System.

Unfunded Accrued Liability - $9,424,691 (includes cost of all current and future cost-of-living adjustments to retired members and active members eligible for service retirement).

Unfunded Accrued Liability Liquidation Period - 22 years.

JSRS

Valuation Method - Projected benefit method with entry age normal cost and open-end unfunded accrued liability. Gains and losses are reflected in the unfunded accrued liability.

Interest Rate - 7% per annum, compounded annually.

Salary Increase - 6% per annum, compounded annually.

Actuarial Information continued...

Separations - Rates of separation due to withdrawal, disability and death are based upon assumed rates varying from approximately .15% at age 25 to approximately 9.75% at age 69.

Unfunded Accrued Liability - $30,067,262 (includes cost of all current and future cost-of-living adjustments to retired members and active members eligible for service retirement).

Unfunded Accrued Liability Liquidation Period - 30 years.

INVESTMENTS

Contributions to and earnings of the Systems are expected to exceed retirement and withdrawal payments for an extended period of time. As a consequence of this cash flow, no provision is considered necessary for possible losses on disposal of securities in the investment portfolio because the systems have the ability and intend to either hold the securities to maturity or exchange such securities and do not expect to realize any significant losses. Market value is one of the factors considered in the overall management of the portfolios which are governed primarily by specific statutory requirements. Independent investment counsel is retained to assist in the investment process.

Adjusted amortized costs of investments for the respective Systems are shown on the following schedules:

INVESTMENTS
SOUTH CAROLINA RETIREMENT SYSTEM

	June 30, 1985 Par Value	June 30, 1985 Amortized Cost	June 30, 1984 Par Value	June 30, 1984 Amortized Cost
Short Term Investments:				
Repurchase Agreements	$ 76,315,000	$ 76,315,000	$ 23,895,000	$ 23,895,000
Treasury Bills	98,000,000	97,143,244	135,050,000	133,892,229
Discount Notes	10,415,000	10,167,540	5,000,000	4,778,750
	184,730,000	183,625,784	163,945,000	162,565,979
U.S. Government, Agencies & Government Insured:				
Treasury Notes	108,600,000	108,398,721	60,000,000	59,820,749
Treasury Bonds	857,937,000	816,049,322	773,337,000	732,085,575
Treasury Bonds (zero coupons)	1,346,076,625	259,863,344	515,171,500	62,303,522
U.S. Government Agencies	753,122,396	713,945,852	600,065,017	566,535,031
Insured Merchant Marine Bonds	321,768,042	321,634,519	420,495,084	420,307,756
	3,387,504,063	2,219,891,758	2,369,068,601	1,841,052,633
State of South Carolina Institutions	2,022,000	2,022,000	2,365,000	2,365,000
Corporate Bonds:				
Industrials	246,760,000	228,955,928	184,179,087	171,082,493
Utilities	595,090,000	528,954,911	537,615,000	473,198,725
Rails	405,505	405,505	833,332	833,332
Financial & Other	149,961,301	146,658,805	160,281,817	156,478,603
	992,216,806	904,975,149	882,909,236	801,593,153
Total	$4,566,472,869	3,310,514,691	$3,418,287,837	2,807,576,765
Add Unamortized Deferred Yield Adjustment		270,015,038		282,247,797
Adjusted Amortized Cost of Securities		$3,580,529,729		$3,089,824,562

INVESTMENTS
SOUTH CAROLINA POLICE OFFICERS RETIREMENT SYSTEM

	June 30, 1985 Par Value	June 30, 1985 Amortized Cost	June 30, 1984 Par Value	June 30, 1984 Amortized Cost
Short Term Investments:				
Repurchase Agreements	$ 10,100,000	$ 10,100,000	$ 400,000	$ 400,000
Treasury Bills	9,400,000	9,329,647	6,335,000	6,280,738
Discount Notes			4,975,000	4,809,564
	19,500,000	19,429,647	11,710,000	11,490,302
U. S. Government, Agencies & Government Insured:				
Treasury Notes	3,400,000	3,390,154	3,000,000	2,994,342
Treasury Bonds	76,810,000	73,170,262	69,810,000	66,239,132
Treasury Bonds (Zero Coupons)	114,054,913	19,169,740	22,011,875	2,788,530
U.S. Government Agencies	69,046,554	65,281,796	55,446,288	51,522,879
Insured Merchant Marine Bonds	25,686,775	25,686,775	34,648,225	34,648,225
	288,998,242	186,698,727	184,916,388	158,193,108
Corporate Bonds:				
Industrials	15,635,000	14,156,443	12,585,000	10,842,897
Utilities	55,094,000	51,048,628	47,494,000	43,967,112
Financial and Others	6,800,000	6,802,532	6,800,000	6,802,856
	77,529,000	72,007,603	66,879,000	61,612,865
Total	$386,027,242	278,135,977	$263,505,388	231,296,275
Add Unamortized Deferred Yield Adjustment		15,766,763		18,393,827
Adjusted Amortized Cost of Securities		$293,902,740		$249,690,102

INVESTMENTS

RETIREMENT SYSTEM FOR MEMBERS OF THE GENERAL ASSEMBLY OF THE STATE OF SOUTH CAROLINA

	June 30, 1985 Par Value	June 30, 1985 Amortized Cost	June 30, 1984 Par Value	June 30, 1984 Amortized Cost
Short Term Investments:				
Repurchase Agreements	$ 435,000	$ 435,000	$ 195,000	$ 195,000
Treasury Bills	1,000,000	993,062	1,320,000	1,302,724
	1,435,000	1,428,062	1,515,000	1,497,724
U.S. Government, Agencies & Government Insured:				
Treasury Notes	1,250,000	1,248,111	1,250,000	1,247,647
Treasury Bonds	2,420,000	2,297,025	2,220,000	2,098,431
Treasury Bonds (Zero Coupons)	346,875	69,044	346,875	50,924
U.S. Government Agencies	3,241,849	2,974,197	1,355,000	1,082,714
Insured Merchant Marine Bonds	703,820	703,820	1,460,756	1,460,756
	7,962,544	7,292,197	6,632,631	5,940,472
Corporate Bonds:				
Industrials	500,000	461,156	500,000	459,612
Utilities	1,550,000	1,406,319	1,550,000	1,401,843
Financial & Others	200,000	199,632	200,000	199,615
	2,250,000	2,067,107	2,250,000	2,061,070
Total	$11,647,544	10,787,366	$10,397,631	9,499,266
Add Unamortized Deferred Yield Adjustment		937,574		930,792
Adjusted Amortized Cost of Securities		$11,724,940		$10,430,058

INVESTMENTS
RETIREMENT SYSTEM FOR JUDGES & SOLICITORS
OF THE STATE OF SOUTH CAROLINA

	JUNE 30, 1985 Par Value	JUNE 30, 1985 Amortized Cost	JUNE 30, 1984 Par Value	JUNE 30, 1984 Amortized Cost
Short Term Investments:				
Repurchase Agreements	$ 215,000	$ 215,000	$ 160,000	$ 160,000
Treasury Bills			380,000	374,049
	215,000	215,000	540,000	534,049
U.S. Government, Agencies & Government Insured:				
Treasury Notes	1,790,000	1,787,236	1,790,000	1,786,592
Treasury Bonds	2,300,000	2,234,525	2,300,000	2,230,969
Treasury Bonds (zero coupons)	5,000,000	1,562,543		
Government Agencies	2,250,000	2,232,382	500,000	481,767
Insured Merchant Marine Bonds	1,000,000	1,000,000	1,000,000	1,000,000
	12,340,000	8,816,686	5,590,000	5,499,328
Corporate Bonds:				
Utilities	3,175,000	3,122,806	3,175,000	3,121,034
Total	$15,730,000	12,154,492	$9,305,000	9,154,411
Add Unamortized Deferred Yield Adjustment		35,971		40,963
Adjusted Amortized Cost of Securities		$12,190,463		$9,195,374

ACTUARIAL SECTION

SUMMARY OF BASIC PROVISIONS

	SCRS	PORS	GARS	JSRS
1. Membership	Generally all employees are required to participate in the System as a condition of employment.	Generally all full time employees whose principle duties are the preservation of public order, protection or prevention and control of property destruction by fire.	All persons are required to participate upon taking office as a member of the General Assembly.	All solicitors, Judges of a Circuit or Family Court and Justices of the Court of Appeals and Supreme Court are required to participate upon taking office.
2. Employee Contributions	Salary: Under $4800 / Over $4800 Class I: 3% / 5% Class II: 4% / 6%	Class I - $16 per month. Class II - 5% of salary.	10% of normal compensation.	7% of total salary.
3. Employer Contributions				
Retirement	Class I - 3.7% of salary. Class II - 7.0%* of salary for State Departments and Public Schools. 6.15%* of salary for all other participating employers.	Class I - 7.8% of salary. 10.3% of salary	Annual lump-sum appropriation.	Annual lump-sum appropriation.
Group Life Insurance	.3% of salary.	.4% of salary.	Included within annual lump-sum appropriation.	Included within annual lump-sum appropriation.
Accidental Death Program	N/A	.2% of salary.	N/A	N/A
4. Vesting Requirements	5 years - entitled to a deferred annuity commencing at age 60.	5 years - entitled to a deferred annuity commencing at age 55.	8 years.	N/A

5. Normal Retirement Age	Age 65.	Age 55 with 5 years of service.	Age 60.	Age 72.
6. Requirements for Full Service Retirement	Age 65 <u>or</u> 30 years of credited service.	Age 55 with 5 years of service <u>or</u> 30 years of credited service.	Age 60 <u>or</u> 30 years of credited service.	Age 72 with 10 years service, age 70 with 15 years service, age 65 with 20 years service, 25 years service regardless of age.
7. Early Retirement	Age 60 with 5% reduction for each year under age 65.	Age 50 with 25 years service, reduced by 5% for each year under age 55.	N/A	N/A
8. Formula for Normal Service Retirement	Class I - 1% ofAverage Final Compensation up to $4800 of AFC, plus 1.3% of AFC over $4800 times years of credited service. Class II - 1.25% of AFC up to $4800 of AFC, plus 1.65% of AFC over $4800 times years of credited service.	Class I - $9 per month for each year of credited service. Class II - 1.75% of AFC times years of credited service.	4.5% of normal compensation times years of credited service.	Annual allowance of two-thirds of the current active salary of the position occupied at retirement.
9. Requirements for Disability Retirement	5 years of credited service.	5 years of credited service.	5 years of credited service.	5 years of credited service.
10. Formula for Disability Retirement	Service retirement benefit based upon continued service to age 65 with no change in compensation.	Service retirement benefit based upon continued service to age 55 with no change in compensation.	The greater of: a. Service benefit based upon actual credited service. b. 50% of service benefit based upon continued service to earlier of age 60 or 35 years service.	Service retirement formula.

	SCRS	PORS	GARS	JSRS
11. Benefit Options	Maximum Benefit Formula benefit as calculated in Item 8. Any unrecovered contributions paid upon death.	Maximum Benefit Formula benefit as calculated in Item 8. Any unrecovered contributions paid upon death.	Maximum Benefit Formula benefit as calculated in Item 8. Any unrecovered contributions paid upon death.	Maximum Benefit Benefit as calculated in Item 8. Continued benefit of one-third of retirant's benefit to a spouse beneficiary upon death of retirant.
	Option 1 Reduced benefit with lump sum payment of accumulated contributions balance reduced by 10% per year during the first ten years of retirement.	Option 1 Provides a reduced continued benefit of equal amount to the beneficiary of retirant.	Option 1 Provides a reduced continued benefit of equal amount to the beneficiary of retirant.	Option Allowance Provides a reduced retirement allowance to retirant with a continued benefit of one-third of the retirant's allowanace to a non-spouse beneficiary.
	Option 2 Provides a reduced continued benefit of equal amount to the beneficiary of retirant.	Option 2 Provides a continued benefit of 50% of the retirant's annuity payable to the retirant's beneficiary.	Option 2 Provides one-half of retired member's benefit to a surviving designated beneficiary.	
	Option 3 Provides a continued benefit of 50% of the retirant's annuity payable to the retirant's beneficiary.	Option 3 Provides inflated benefit until social security payments begin, then annuity reduced to provide approximate level retirement income.		
	Option 4 Provides inflated benefit until social security payments begin, then annuity reduced to provide approximate level retirement income.			
	Revert to Maximum This feature will allow your benefits to be changed to the Maximum Benefit if you select Option 2 or 3 and your beneficiary predeceases you.	Revert to Maximum This feature will allow your benefits to be changed to the Maximum Benefit if you select Option 1 or 2 and your beneficiary predeceases you.	Revert to Maximum This feature will allow your benefits to be changed to the Maximum Benefit if you select Option 1 or 2 and your beneficiary predeceases yu.	N/A

12. Post Retirement Increases	4% per year, provided Consumer Price Index for prior calendar year was 3% or higher.	4% per year, provided Consumer Price Index for prior calendar year was 3% or higher.	As legislated.	N/A
13. Accidental Death Program	N/A	Provides an annuity to the widow (or specified beneficiary) of a member whose death was while in performance of duty. Annuity would equal 50% of member's compensation at the time of death.	N/A	N/A
14. Group Life Insurance Benefit	Lump-sum payment equal to one year's salary payable to the beneficiary upon the death of an active member with at least one year of service. No service requirement for death resulting from actual performannacce of duties.	Lump-sum payment equal to one year's salary payable to the beneficiary upon the death of an active member with at least one year of service. No service requirement for death resulting from actual performance of duties.	Lump-sum payment equal to one year's salary payable to the beneficiary upon the death of an active member with at least one year of service. No service requirement for death resulting from actual performance of duties.	Lump-sum payment equal to one year's salary payable to the beneficiary upon the death of an active member with at least one year of service. No service requirement for death resulting from actual performance of duties.
15. Withdrawal of Employee Contributions	Accumulated contributions and credited interest payable within 6 months but not less than 90 days after termination of all covered employment.	Accumulated contributions and credited interest payable within 6 months but not less than 90 days after termination of all covered employment.	Accumulated contributions and credited interest payable within 6 months after termination of all covered employment.	Accumulated contributions and credited interest payable within 6 months after termination of all covered employment.
16. Actuarial Valuation Method	Projected benefit method with level percentage entry age normal cost and open-end unfunded accrued liability.	Projected benefit method with level percentage entry age normal cost and open-end unfunded accrued liability.	Projected benefit method with entry age normal cost and open-end unaccrued liability.	Projected benefit method with entry age normal cost and open-end unfunded accrued liability.
17. Interest Rate Assumption	7% per annum, compounded annually.	7% per annum, compounded annually.	7% per annum, compounded annually.	7% per annum, compounded annually.
18. Unfunded Accrued Liability (at 6-30-84)	$241,369,533	$25,894,843	$9,424,691	$30,067,262
19. Unfunded Accrued Liability Liquidation Period (6-30-84)	5 Years	5 Years	22 Years	30 Years

SUMMARY OF ACCRUED AND UNFUNDED ACCRUED LIABILITIES
(000'S OMITTED)

Valuation Date	Valuation Assets	Aggregate Accrued Liabilities	Assets as a % of Accrued Liabilities	Unfunded Accrued Liabilities	Annual Active Members Payroll	UAL as a % of Active Member Payroll
SCRS						
6-30-84	$3,084,231	$3,325,601	92.7%	$241,370	$2,098,264	11.5%
6-30-83	2,700,203	3,088,347	87.4%	388,144	2,038,466	19.0%
6-30-82	2,353,301	2,746,850	85.7%	393,549	1,839,109	21.4%
6-30-81	2,052,820	2,469,109	83.1%	416,289	1,737,171	24.0%
6-30-80	1,780,540	2,239,178	79.5%	458,638	1,615,219	28.4%
6-30-78	1,363,722	1,809,493	75.4%	445,771	1,255,175	35.5%
6-30-77	1,199,823	1,607,912	74.7%	408,089	1,135,652	35.9%
6-30-76	1,052,052	1,454,850	72.3%	402,798	1,019,389	39.5%
6-30-75	914,850	1,312,195	69.7%	397,345	917,784	43.3%
6-30-74	796,794	1,126,742	70.7%	329,948	782,832	42.1%
PORS						
6-30-84	$ 247,185	$ 273,080	90.5%	$ 25,895	$ 147,723	17.5%
6-30-83	211,736	220,626	96.0%	8,889	135,556	6.6%
6-30-82	180,801	199,483	90.6%	18,682	126,097	14.8%
6-30-81	153,844	175,065	87.9%	21,221	116,526	18.2%
6-30-80	130,193	151,037	86.2%	20,844	103,446	20.1%
6-30-79	110,297	150,774	73.2%	40,477	90,035	45.0%
6-30-78	94,325	117,750	80.1%	23,425	78,589	29.8%
6-30-77	80,824	100,035	80.8%	19,211	72,109	26.6%
6-30-76	68,793	91,996	74.8%	23,203	62,263	37.3%
6-30-75	57,699	80,354	71.8%	22,655	59,609	38.0%

Note: No valuation of the SCRS was performed at June 30, 1979.
Effective 6-30-80, certain actuarial assumptions were changed: a) valuation interest rate changed from 5.25% to 7.0%. b) strengthened assumed rates of salary increase.
Effective 6-30-84, PORS aggregrate accrued liability reflected all current and future cost of living increases for current retirees and active members eligible for service retirement.

SOLVENCY TEST
(000'S OMITTED)

Valuation Date	Aggregate Accrued Liabilities for: (1) Active Member Contributions	(2) Retirants & Beneficiaries	(3) Active Members (Employer Funded Portion)	Valuation Assets	Portion of Accrued Liabilities Covered by Assets (1)	(2)	(3)
SCRS							
6-30-84	$858,694	$1,000,570	$1,466,337	$3,084,231	100%	100%	83.5%
6-30-83	760,154	902,510	1,425,683	2,700,203	100%	100%	72.8%
6-30-82	664,047	825,829	1,256,974	2,353,301	100%	100%	68.7%
6-30-81	587,275	743,064	1,138,770	2,052,820	100%	100%	63.4%
6-30-80	516,679	672,400	1,050,098	1,780,540	100%	100%	56.3%
6-30-78	393,902	586,211	829,380	1,363,722	100%	100%	46.3%
6-30-77	346,354	518,018	743,540	1,199,823	100%	100%	45.1%
6-30-76	311,032	454,169	689,649	1,052,052	100%	100%	41.6%
6-30-75	270,696	390,792	650,707	914,850	100%	100%	38.9%
6-30-74	235,003	338,218	553,521	796,794	100%	100%	40.4%
PORS							
6-30-84	$ 49,246	$ 99,105	$124,729	$ 247,185	100%	100%	79.2%
6-30-83	43,065	62,000	115,561	211,736	100%	100%	92.3%
6-30-82	37,141	65,312	97,030	180,801	100%	100%	80.7%
6-30-81	32,352	54,734	87,980	153,844	100%	100%	75.9%
6-30-80	28,368	46,743	75,926	130,193	100%	100%	72.5%
6-30-79	24,434	39,831	86,509	110,297	100%	100%	53.2%
6-30-78	21,352	34,543	61,855	94,325	100%	100%	62.1%
6-30-77	18,287	32,675	49,073	80,824	100%	100%	60.9%
6-30-76	16,599	25,509	49,888	68,793	100%	100%	53.5%
6-30-75	14,318	20,210	45,826	57,699	100%	100%	50.6%

Note: No valuation of the SCRS was performed at June 30, 1979.
Effective 6-30-80, certain actuarial assumptions were changed: a) valuation interest rate changed from 5.25% to 7.0%; b) strengthened assumed rates of salary increase.
Effective 6-20-84, PORS aggregate accrued liabilities reflect all current and future cost-of-living increases for current retirees and active members eligible for service retirement.

SOUTH CAROLINA RETIREMENT SYSTEM
DISTRIBUTION OF RETIREE POPULATION & AVERAGE BENEFIT

	Service Retirees		*Disability Retirees		*Beneficiaries		Total	
	Number	Average Monthly Benefit	Number	Average Monthly Benefit	Number	Average Monthly Benefit	Number	Average Monthly Benefit
June 1985								
State Agency	8,371	$460.35	1,006	$386.00	1,092	$307.37	10,469	$437.25
Public Schools	14,738	456.56	820	437.53	636	292.33	16,194	449.14
Other	3,036	287.24	339	344.76	373	207.99	3,748	284.55
Total	26,145	438.11	2,165	399.06	2,101	285.17	30,411	424.76
June 1984								
State Agency	7,777	430.28	997	370.62	1,090	293.99	9,864	409.19
Public Schools	14,488	433.08	811	409.89	632	282.36	15,931	425.92
Other	2,922	269.05	332	337.06	373	197.57	3,627	267.93
Total	25,187	413.18	2,140	380.29	2,095	273.32	29,422	400.83
June 1983								
State Agency	6,794	406.49	1,617	323.78	782	289.07	9,193	381.96
Public Schools	13,403	409.62	1,401	373.21	429	277.82	15,233	402.56
Other	2,629	251.03	565	275.22	275	195.62	3,469	250.57
Total	22,826	390.42	3,583	335.45	1,486	268.53	27,895	376.87
June 1982								
State Agency	6,227	380.33	1,513	300.95	741	276.99	8,481	357.14
Public Schools	12,648	386.46	1,336	360.71	411	261.77	14,395	380.51
Other	2,425	238.18	542	261.54	264	191.86	3,231	238.32
Total	21,300	367.79	3,391	318.20	1,416	256.70	26,107	355.32
June 1981								
State Agency	5,735	356.14	1,355	292.13	694	262.83	7,784	336.68
Public Schools	12,050	366.68	1,209	350.84	389	241.13	13,648	361.70
Other	2,243	226.48	487	254.18	253	173.17	2,983	226.48
Total	20,028	347.96	3,051	309.34	1,336	239.53	24,415	337.20

Above statistics based upon payments in the month of June of each year.
*In FY 84 beneficiaries of disability retirees were reclassified from the "Disability Retiree" category to the "Beneficiaries" category.

STATISTICAL SECTION

SUMMARY OF INVESTMENT GROWTH

SCRS

Year Ended June 30,	Adjusted Amortized Cost of Investments 000's Omitted	Percent Increase For Year	Net Income From Investments 000's Omitted	Percent Increase For Year	Rate of Return
1985	$3,580,530	15.9%	$374,166	30.4%	11.88%
1984	3,089,825	14.3%	286,914	16.0%	10.42%
1983	2,702,318	15.1%	247,247	20.7%	10.29%
1982	2,348,343	15.2%	204,824	21.4%	9.80%
1981	2,038,004	15.5%	168,736	25.9%	9.29%
1980	1,765,251	14.9%	134,052	23.1%	8.46%
1979	1,536,200	14.5%	108,853	19.0%	7.86%
1978	1,341,838	13.8%	91,474	16.8%	7.53%
1977	1,179,302	15.0%	78,327	20.4%	7.37%
1976	1,025,424	15.5%	65,067	18.7%	7.04%

PORS

Year Ended June 30,	Adjusted Amortized Cost of Investments 000's Omitted	Percent Increase For Year	Net Income From Investments 000's Omitted	Percent Increase For Year	Rate of Return
1985	$ 293,903	17.7%	$ 30,315	27.9%	11.81%
1984	249,690	16.8%	23,696	21.4%	10.78%
1983	213,754	17.4%	19,524	21.9%	10.37%
1982	182,134	17.6%	16,016	20.3%	9.97%
1981	154,872	18.3%	13,311	36.2%	9.77%
1980	130,912	17.9%	9,773	21.6%	8.42%
1979	110,993	17.6%	8,036	29.2%	8.14%
1978	94,362	18.8%	6,221	19.7%	7.43%
1977	79,417	18.2%	5,199	19.5%	7.35%
1976	67,200	20.2%	4,351	29.8%	7.33%

INVESTMENTS
SOUTH CAROLINA RETIREMENT SYSTEM

	June 30, 1985 Par Value	June 30, 1985 Amortized Cost	June 30, 1985 % of Total	June 30, 1984 Par Value	June 30, 1984 Amortized Cost	June 30, 1984 % of Total	June 30, 1983 Par Value	June 30, 1983 Amortized Cost	June 30, 1983 % of Total
Short Term Investments:									
Repurchase Agreements	$ 76,315,000	$ 76,315,000	2.3	$ 23,895,000	$ 23,895,000	.9	$ 3,295,000	$ 3,295,000	.1
Treasury Bills	98,000,000	97,143,244	2.9	135,050,000	133,892,229	4.8	114,870,000	111,639,912	4.6
Discount Notes	10,415,000	10,167,540	.3	5,000,000	4,778,750	.1	6,000,000	6,000,000	.3
	184,730,000	183,625,784	5.5	163,945,000	162,565,979	5.8	124,165,000	120,934,912	5.0
U.S. Government, Agencies & Government Insured:									
Treasury Notes	108,600,000	108,398,721	3.3	60,000,000	59,820,749	2.1	258,700,000	258,876,787	10.6
Treasury Bonds	857,937,000	816,049,322	24.7	773,337,000	732,085,575	26.1	438,408,000	418,075,304	17.1
Treasury Bonds (zero coupons)	1,346,076,625	259,863,344	7.8	515,171,500	62,303,522	2.2	-0-	-0-	-0-
U.S. Government Agencies	753,122,396	713,945,852	21.6	600,065,017	566,535,031	20.2	464,638,983	429,849,563	17.6
Insured Merchant Marine Bonds	321,768,042	321,634,519	9.7	420,495,084	420,307,756	15.0	468,007,186	467,810,759	19.2
	3,387,504,063	2,219,891,758	67.1	2,369,068,601	1,841,052,633	65.6	1,629,754,169	1,574,612,413	64.5
State of South Carolina Institutions	2,022,000	2,022,000	.1	2,365,000	2,365,000	.1	2,717,000	2,717,000	.1
Corporate Bonds:									
Industrials	246,760,000	228,955,928	6.9	184,179,087	171,082,493	6.1	217,449,420	205,515,203	8.4
Utilities	595,090,000	528,954,911	16.0	537,615,000	473,198,725	16.9	492,748,000	428,106,072	17.5
Rails	405,505	405,505	—	833,332	833,332	—	1,435,776	1,435,776	.1
Financial & Other	149,961,301	146,658,805	4.4	160,281,817	156,478,603	5.5	111,144,880	108,000,115	4.4
	992,216,806	904,975,149	27.3	882,909,236	801,593,153	28.5	822,778,076	743,057,166	30.4
Total	$4,566,472,869	3,310,514,691	100.0	$3,418,287,837	2,807,576,765	100.0	$2,579,414,245	2,441,321,491	100.0
Add Unamortized Deferred Yield Adjustments		270,015,038			282,247,797			260,996,471	
Adjusted Amortized Cost of Securities		$3,580,529,729			$3,089,824,562			$2,702,317,962	

INVESTMENTS
SOUTH CAROLINA POLICE OFFICERS RETIREMENT SYSTEM

	June 30, 1985 Par Value	June 30, 1985 Amortized Cost	June 30, 1985 % of Total	June 30, 1984 Par Value	June 30, 1984 Amortized Cost	June 30, 1984 % of Total	June 30, 1983 Par Value	June 30, 1983 Amortized Cost	June 30, 1983 % of Total
Short Term Investments:									
Repurchase Agreements	$ 10,100,000	$ 10,100,000	3.6	$ 400,000	$ 400,000	.2	$ 355,000	$ 355,000	.2
Treasury Bills	9,400,000	9,329,647	3.4	6,335,000	6,280,738	2.7	12,375,000	12,090,759	6.0
Discount Notes				4,975,000	4,809,564	2.1			
	19,500,000	19,429,647	7.0	11,710,000	11,490,302	5.0	12,730,000	12,445,759	6.2
U.S. Government Agencies & Government Insured:									
Treasury Notes	3,400,000	3,390,154	1.2	3,000,000	2,994,342	1.3	24,600,000	24,590,621	12.3
Treasury Bonds	76,810,000	73,170,262	26.3	69,810,000	66,239,132	28.6	28,430,000	27,705,505	13.9
Treasury Bonds (zero coupons)	114,054,913	19,169,740	6.9	22,011,875	2,788,530	1.2	-0-	-0-	-0-
U.S. Government Agencies	69,046,554	65,281,796	23.5	55,446,288	51,522,879	22.3	38,340,708	35,549,096	17.8
Insured Merchant Marine Bonds	25,686,775	25,686,775	9.2	34,648,225	34,648,225	15.0	44,083,267	44,083,267	22.0
	288,998,242	186,698,727	67.1	184,916,388	158,193,108	68.4	135,453,975	131,928,489	66.0
Corporate Bonds:									
Industrials	15,635,000	14,156,443	5.1	12,585,000	10,842,897	4.7	22,549,000	20,499,722	10.3
Utilities	55,094,000	51,048,628	18.4	47,494,000	43,967,112	19.0	31,040,000	28,238,145	14.1
Financial & Others	6,800,000	6,802,532	2.4	6,800,000	6,802,856	2.9	6,800,000	6,803,179	3.4
	77,529,000	72,007,603	25.9	66,879,000	61,612,865	26.6	60,389,000	55,541,046	27.8
Total	$386,027,242	278,135,977	100.0	$263,505,388	231,296,275	100.0	$208,572,975	199,915,294	100.0
Add Unamortized Deferred Yield Adjustments		15,766,763			18,393,827			13,839,164	
Adjusted Amortized Cost of Securities		$293,902,740			$249,690,102			$213,754,458	

INVESTMENTS
RETIREMENT SYSTEM FOR MEMBERS OF THE GENERAL ASSEMBLY
OF THE STATE OF SOUTH CAROLINA

	June 30, 1985			June 30, 1984			June 30, 1983		
	Par Value	Amortized Cost	% of Total	Par Value	Amortized Cost	% of Total	Par Value	Amortized Cost	% of Total
Short Term Investments:									
Repurchase Agreements	$ 435,000	$ 435,000	4.0	$ 195,000	$ 195,000	2.1	$ 21,000	$ 21,000	.2
Treasury Bills	1,000,000	993,062	9.2	1,320,000	1,302,724	13.7	1,350,000	1,335,859	15.7
	1,435,000	1,428,062	13.2	1,515,000	1,497,724	15.8	1,371,000	1,356,859	15.9
U.S. Government, Agencies and Government Insured:									
Treasury Notes	1,250,000	1,248,111	11.6	1,250,000	1,247,647	13.1	1,750,000	1,746,117	20.4
Treasury Bonds	2,420,000	2,297,025	21.3	2,220,000	2,098,431	22.1	900,000	893,043	10.5
Treasury Bonds (zero coupons)	346,875	69,044	.6	346,875	50,924	.5			
U.S. Government Agencies	3,241,849	2,974,197	27.6	1,355,000	1,082,714	11.4	1,200,000	918,320	10.8
Insured Merchange Marine Bonds	703,820	703,820	6.5	1,460,756	1,460,756	15.4	1,541,172	1,541,172	18.0
	7,962,544	7,292,197	67.6	6,632,631	5,940,472	62.5	5,391,172	5,098,652	59.7
Corporate Bonds:									
Industrials	500,000	461,156	4.3	500,000	459,612	4.8	1,000,000	958,068	11.2
Utilities	1,550,000	1,406,319	13.0	1,550,000	1,401,843	14.8	1,050,000	926,108	10.9
Financial and Others	200,000	199,632	1.9	200,000	199,615	2.1	200,000	199,598	2.3
	2,250,000	2,067,107	19.2	2,250,000	2,061,070	21.7	2,250,000	2,083,774	24.4
Total	$11,647,544	10,787,366	100.0	$10,397,631	9,499,266	100.0	$ 9,012,172	8,539,285	100.0
Add Unamortized Deferred Yield Adjustment		937,574			930,792			724,057	
Adjusted Amortized Cost of Securities		$11,724,940			$10,430,058			$ 9,263,342	

INVESTMENTS
RETIREMENT SYSTEM FOR JUDGES & SOLICITORS OF THE STATE OF SOUTH CAROLINA

	June 30, 1985 Par Value	June 30, 1985 Amortized Cost	% of Total	June 30, 1984 Par Value	June 30, 1984 Amortized Cost	% of Total	June 30, 1983 Par Value	June 30, 1983 Amortized Cost	% of Total
Short Term Investments:									
Repurchase Agreements	$ 215,000	$ 215,000	1.8	$ 160,000	$ 160,000	1.7			
Treasury Bills				380,000	374,049	4.1	$ 530,000	$ 519,901	7.8
	215,000	215,000	1.8	540,000	534,049	5.8	530,000	519,901	7.8
U.S. Government, Agencies and Government Insured:									
Treasury Notes	1,790,000	1,787,236	14.7	1,790,000	1,786,592	19.5	2,790,000	2,781,766	41.5
Treasury Bonds	2,300,000	2,234,525	18.4	2,300,000	2,230,969	24.4	500,000	499,774	7.5
Treasury Bonds (zero coupons)	5,000,000	1,562,543	12.8						
Government Agencies	2,250,000	2,232,382	18.4	500,000	481,767	5.3			
Insured Merchant Marine Bonds	1,000,000	1,000,000	8.2	1,000,000	1,000,000	10.9	1,000,000	1,000,000	14.9
	12,340,000	8,816,686	72.5	5,590,000	5,499,328	60.1	4,290,000	4,281,540	63.9
Corporate Bonds:									
Utilities	3,175,000	3,122,806	25.7	3,175,000	3,121,034	34.1	1,925,000	1,892,331	28.3
Total	$15,730,000	12,154,492	100.0	$9,305,000	9,154,411	100.0	$6,745,000	6,693,772	100.0
Add Unamortized Deferred Yield Adjustment		35,971			40,963			-0-	
Adjusted Amortized Cost of Securities		$12,190,463			$9,195,374			$6,693,772	

REVENUES BY SOURCE

Year Ended June 30,	Employee Contributions	% of Total Revenue	Total Employer Contributions	% of Total Revenue	Investment Income	% of Total Revenue	Total Revenue*
SCRS							
1985	$131,300,802	19.4%	$172,384,069	25.4%	$374,165,546	55.2%	$677,850,417
1984	114,357,357	20.7%	151,153,288	27.4%	286,914,292	51.9%	552,424,937
1983	106,818,858	21.5%	142,507,009	28.7%	247,246,582	49.8%	496,572,449
1982	100,890,443	22.8%	136,031,102	30.8%	204,824,438	46.4%	441,745,983
1981	92,854,161	24.1%	123,376,695	32.1%	168,736,224	43.8%	384,967,080
1980	82,024,561	25.1%	110,642,424	33.9%	134,051,802	41.0%	326,718,787
1979	71,003,693	25.6%	97,268,653	35.1%	108,852,848	39.3%	277,125,194
1978	63,043,933	26.1%	87,021,874	36.0%	91,474,148	37.9%	241,539,955
1977	56,621,748	26.5%	78,777,335	36.9%	78,327,366	36.6%	213,726,449
1976	53,328,475	27.8%	73,382,521	38.3%	65,066,622	33.9%	191,777,618
PORS							
1985	$ 8,350,801	14.8%	$ 17,979,827	31.7%	$ 30,314,963	53.5%	$ 56,645,591
1984	7,450,803	15.8%	16,099,062	34.1%	23,695,631	50.1%	47,245,496
1983	6,728,789	16.5%	14,554,031	35.7%	19,523,578	47.8%	40,806,398
1982	6,314,772	17.6%	13,603,000	37.8%	16,015,790	44.6%	35,933,562
1981	5,567,740	17.9%	12,156,810	39.2%	13,311,197	42.9%	31,035,747
1980	5,136,127	19.6%	11,351,584	43.2%	9,772,555	37.2%	26,260,266
1979	4,270,381	19.7%	9,414,232	43.3%	8,035,658	37.0%	21,720,271
1978	3,796,488	20.6%	8,397,291	45.6%	6,221,276	33.8%	18,415,055
1977	3,362,792	20.7%	7,640,719	47.2%	5,198,886	32.1%	16,202,397
1976	3,051,711	21.5%	6,811,477	47.9%	4,351,479	30.6%	14,214,667

*Excludes State Appropriated Funds used to provide retiree annuity supplements.

SUMMARY OF EXPENDITURES BY TYPE

SCRS

Year Ended June 30,	Member Refunds Amount	Member Refunds % Increase	Annuity Payments Amount	Annuity Payments % Increase	Group Life Payments Amount	Group Life Payments % Increase	Annuity Supplements* Amount	Annuity Supplements* % Increase	Administrative Expense** Amount	Administrative Expense** % Increase
1985	$26,356,158	5.3%	$147,039,511	12.3%	$3,380,653	(8.0%)	$11,517,696	13.6%	$2,707,974	20.6%
1984	25,022,129	18.4%	130,923,246	12.6%	3,676,039	15.6%	10,135,441	11.5%	2,245,183	(1.2%)
1983	21,139,706	(14.5%)	114,485,452	14.2%	3,178,733	(14.5%)	9,090,680	(17.4%)	2,273,348	18.9%
1982	24,732,705	31.3%	100,275,017	15.0%	3,716,227	12.2%	11,007,651	16.5%	1,911,389	
1981	18,837,067	8.2%	87,206,355	14.1%	3,313,313	8.5%	9,447,144	16.3%		
1980	17,403,607	6.8%	76,429,603	14.7%	3,053,662	8.0%	8,123,331	17.5%		
1979	16,294,460	6.9%	66,640,125	14.0%	2,826,971	13.0%	6,915,186	8.1%		
1978	15,244,971	25.4%	58,456,468	16.2%	2,502,441	2.9%	6,397,326	12.7%		
1977	12,161,638	25.1%	50,320,254	21.3%	2,431,210	(2.3%)	5,674,104	11.9%		
1976	9,723,373	10.4%	41,484,980	21.2%	2,489,156	(2.7%)	5,072,481	(2.7%)		

PORS

Year Ended June 30,	Member Refunds Amount	Member Refunds % Increase	Annuity Payments Amount	Annuity Payments % Increase	Accidental Death Benefits Amount	Accidental Death Benefits % Increase	Group Life Payments Amount	Group Life Payments % Increase	Annuity Supplements* Amount	Annuity Supplements* % Increase	Administrative Expense** Amount	Administrative Expense** % Increase
1985	$1,961,273	8.3%	$9,707,783	14.5%	$237,473	12.0%	$332,706	(6.9%)	$362,558	33.5%	$218,718	23.2%
1984	1,810,832	36.8%	8,480,614	17.4%	212,110	13.6%	357,538	2.2%	271,661	31.4%	177,488	7.9%
1983	1,324,175	(7.5%)	7,222,965	15.5%	186,656	4.6%	349,811	(18.2%)	206,719	(33.5%)	164,470	28.5%
1982	1,432,299	22.6%	6,255,737	19.4%	178,429	2.2%	427,731	(5.0%)	311,106	34.4%	128,033	
1981	1,168,447	6.9%	5,240,569	18.0%	174,638	18.1%	450,109	80.3%	231,531	35.7%		
1980	1,093,052	6.3%	4,441,694	17.0%	147,850	22.5%	249,649	2.3%	170,590	42.7%		
1979	1,028,224	10.2%	3,797,302	18.3%	120,674	5.7%	243,930	6.3%	119,543	(15.7%)		
1978	933,193	16.6%	3,209,332	25.2%	114,185	7.1%	229,478	(25.2%)	141,782	2.9%		
1977	800,570	62.5%	2,563,078	23.1%	106,628	7.7%	306,878	(1.1%)	137,841	(21.8%)		
1976	492,653	41.1%	2,082,286	31.5%	98,980	17.6%	310,173	44.9%	176,172	(10.4%)		

* Amounts funded directly by the State.

**Represents funds transfers to an administrative expense fund from which actual operating costs are paid. Prior to 7-1-81, the costs of administering the Systems were paid from State appropriated funds.

SUMMARY OF GROUP LIFE INSURANCE PROGRAM

Year Ended June 30,	Employer Contributions Paid By: State Agencies	Public Schools	Other Political Subdivisions	Investment Income	Claims Paid	No. Claims Paid	Average Payment
SCRS							
1985	$3,126,708	$3,079,076	$846,773	$4,429,835	$3,380,653	196	$17,248
1984	2,830,535	2,559,643	788,080	3,269,957	3,676,039	234	15,710
1983	2,655,413	2,438,039	739,017	2,032,385	3,178,733	224	14,191
1982	2,619,501	2,301,121	695,690	2,172,379	3,716,227	254	14,631
1981	2,451,124	2,119,228	632,218	1,441,064	3,313,313	246	13,469
1980	2,225,480	1,887,136	545,674	954,449	3,053,662	241	12,671
1979	1,911,425	1,709,270	485,216	540,115	2,826,971	245	11,539
1978	1,688,838	1,481,426	486,593	282,279	2,502,441	240	10,427
1977	1,512,942	1,369,769	432,229	158,329	2,431,210	258	9,423
1976	1,357,114	1,275,709	373,827	360,499	2,489,156	278	8,954
PORS							
1985	291,339		338,682	479,523	332,706	20	16,635
1984	253,034		310,291	304,443	357,538	20	17,877
1983	225,844		280,000	250,475	349,811	24	14,575
1982	214,185		260,150	324,083	427,731	27	15,842
1981	197,331		232,243	223,401	450,109	30	15,004
1980	178,234		203,880	174,852	249,649	21	11,888
1979	208,870		241,001	105,812	243,930	22	11,088
1978	181,972		220,429	61,469	229,478	21	10,928
1977	217,972		276,166	43,119	306,878	28	10,960
1976	202,790		231,572	N/A	310,173	31	10,006

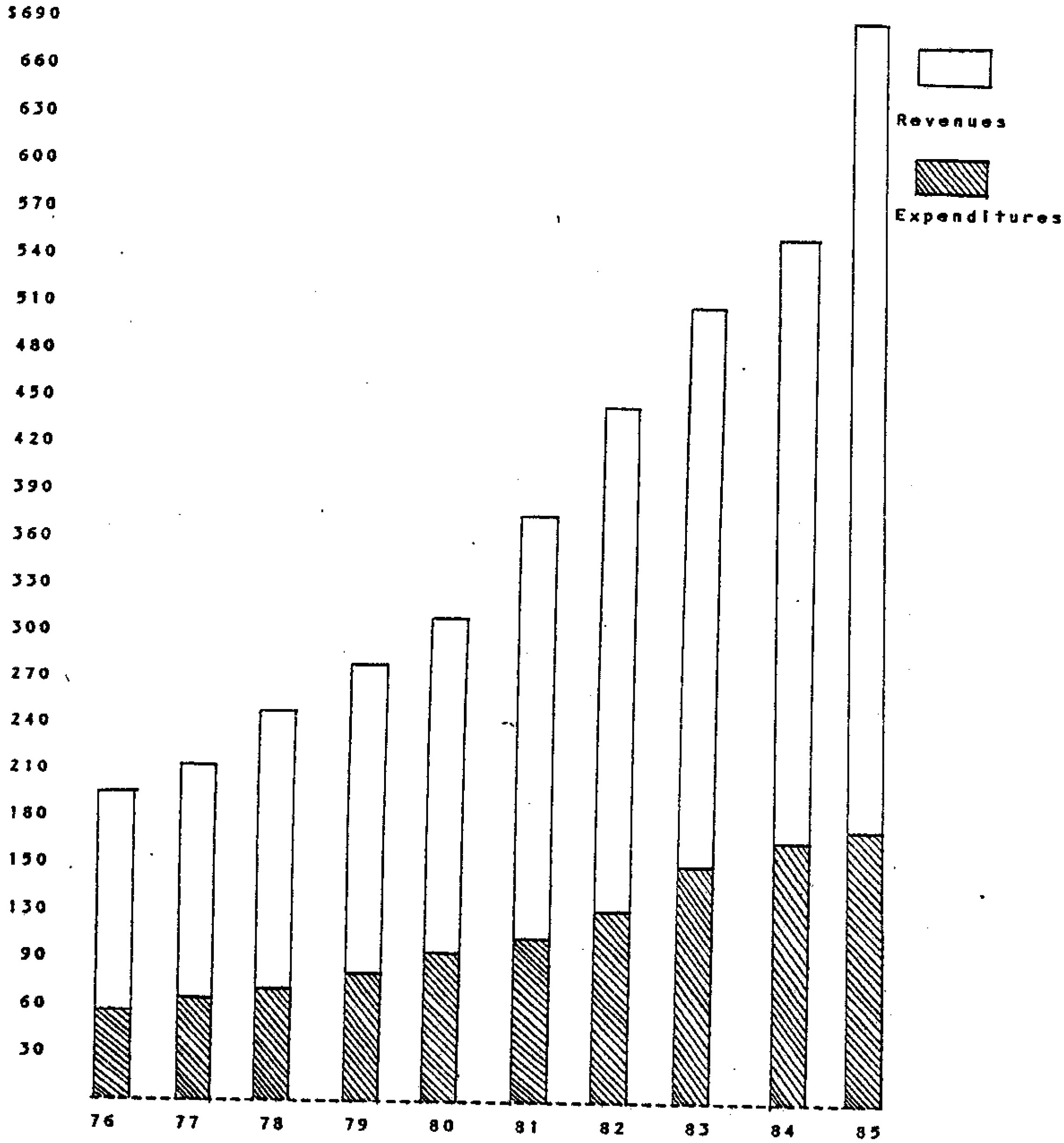
Contribution Rate Changes:

PORS - Rate decreased from .75% to .55% effective 7-1-77.
Rate decreased from .55% to .40% effective 7-1-79.

N/A - Not available.

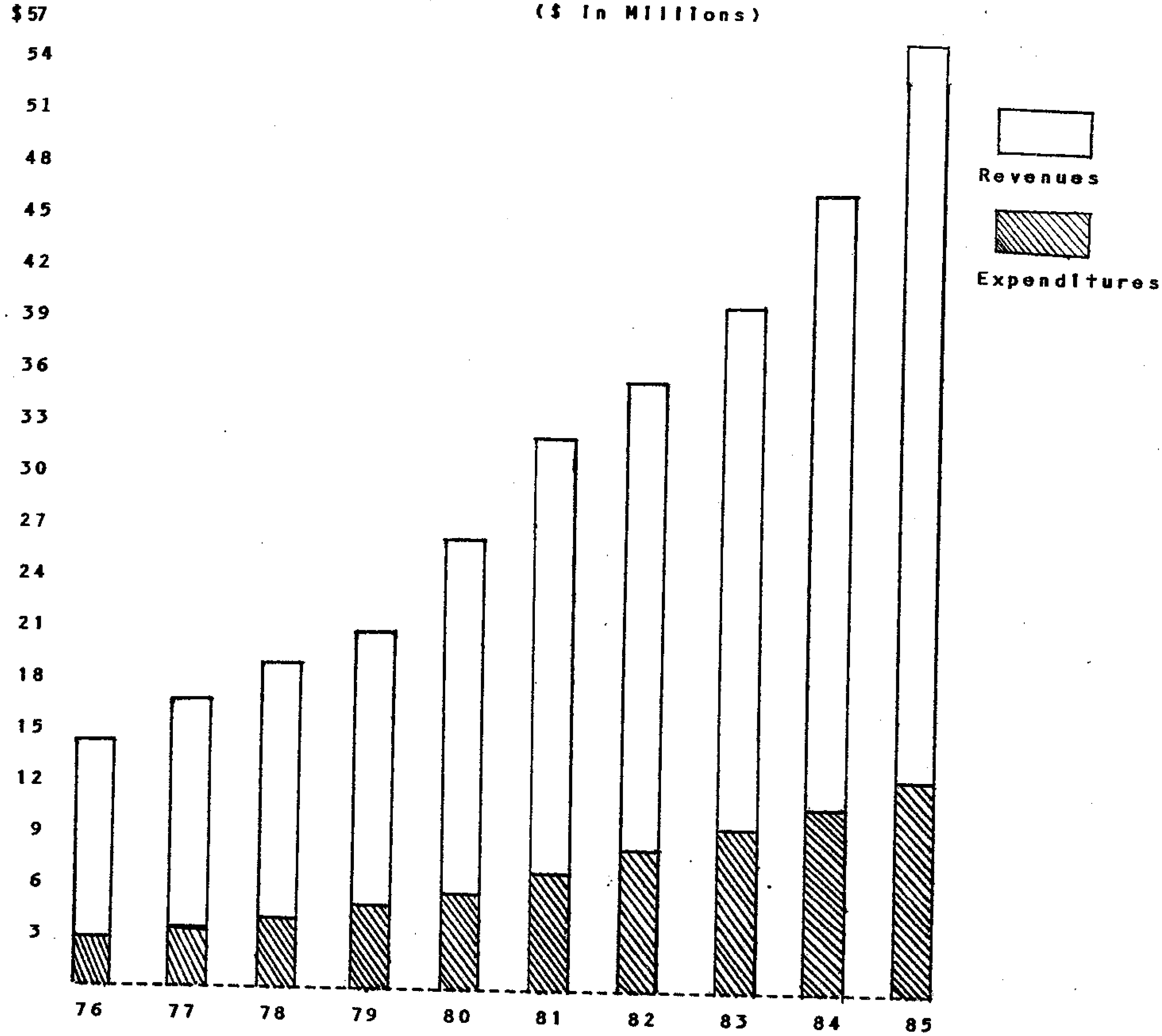
CHARTS

SOUTH CAROLINA RETIREMENT SYSTEM
GROWTH IN REVENUES AND EXPENDITURES
($ In Millions)



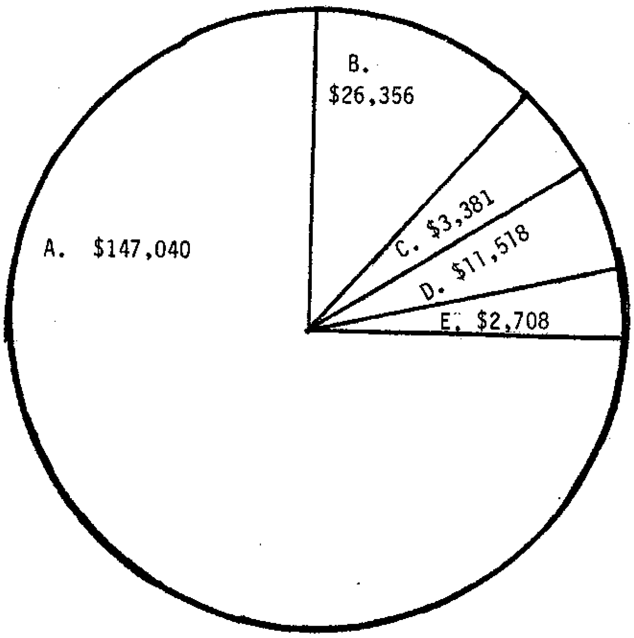
June 30,	Revenues Amount	Revenues % Increase	Expenditures Amount	Expenditures % Increase
1985	$ 677.9	22.7%	$ 179.5	10.9%
1984	552.4	11.2%	161.7	14.7%
1983	496.6	12.4%	141.1	8.1%
1982	441.7	14.7%	130.6	16.3%
1981	385.0	17.8%	109.4	12.9%
1980	326.7	17.9%	96.9	13.0%
1979	277.1	14.7%	85.8	12.5%
1978	241.5	13.0%	76.2	17.4%
1977	213.7	11.4%	70.6	20.9%
1976	191.8	16.3%	53.7	17.8%

POLICE OFFICERS RETIREMENT SYSTEM
GROWTH IN REVENUES AND EXPENDITURES
($ In Millions)



June 30,	Revenues Amount	Revenues % Increase	Expenditures Amount	Expenditures % Increase
1985	$ 56.6	19.9%	$ 12.5	12.8%
1984	47.2	15.8%	11.0	19.4%
1983	40.8	13.6%	9.2	9.8%
1982	35.9	15.8%	8.4	19.7%
1981	31.0	18.2%	7.0	18.6%
1980	26.3	20.9%	5.9	14.3%
1979	21.7	17.9%	5.2	15.7%
1978	18.4	13.7%	4.5	18.8%
1977	16.2	14.0%	3.8	26.6%
1976	14.2	8.5%	3.0	33.8%

EXPENDITURE DISTRIBUTION
(000'S OMITTED)

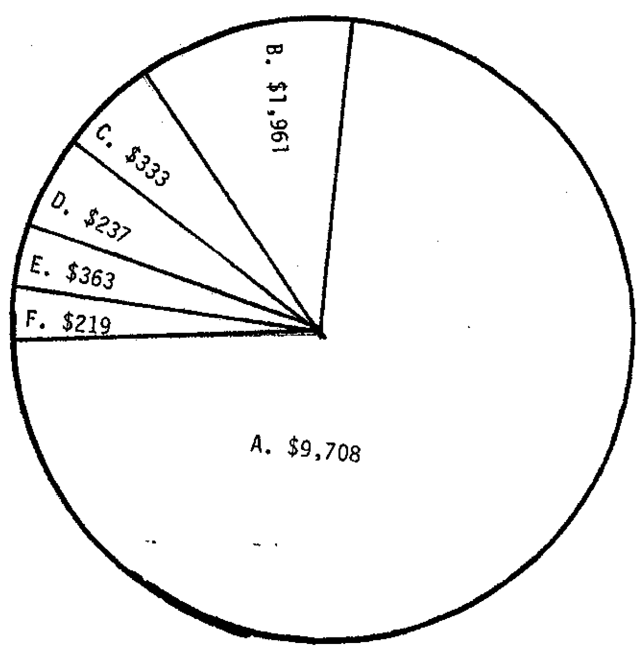


SCRS

	Percentage of Expenditures 1985	1984
A. Annuity Benefits	77.0%	76.1%
B. Member Refunds	13.8%	14.6%
C. Group Life Insurance	1.8%	2.1%
D. Annuity Supplements*	6.0%	5.9%
E. Administrative Costs	1.4%	1.3%

PORS

	Percentage of Expenditures 1985	1984
A. Annuity Benefits	75.7%	75.0%
B. Member Refunds	15.3%	16.0%
C. Group Life Insurance	2.6%	3.2%
D. Accidental Death Benefits	1.9%	1.9%
E. Annuity Supplements*	2.8%	2.4%
F. Administrative Costs	1.7%	1.5%



*Supplemental benefits paid by State.