



Trust Funds account for assets held by a government in a trustee capacity.

Employees' Retirement System Fund accounts for the accumulation of contributions and the payment of retirement benefits to qualified employees through two separate trusts. The Original Retirement System Trust includes the accumulation of contributions for a defined-benefit cost-sharing pension plan that provides retirement benefits to qualified employees. The Police Guarantee Trust holds assets and pays certain retirement benefits to those members who have voluntarily transferred to the Municipal Police Employees' Retirement System of Louisiana.



**Mission Statement**

The mission of the Board of Trustees of the Employees' Retirement System is to administer the System in a prudent and fiscally responsible manner, pay benefits authorized by Council ordinance, and serve in the best interest of the System's members, both active and retired. This System comprises two separate trusts, the Original Retirement System Trust and the Police Guarantee Trust.

Budget Summary	2004 Actual	2005 Budget	Request	2006 Proposed	Final
<b>Revenues:</b>					
Investment Revenues	93,913,630	67,352,250	70,606,000	70,606,000	70,606,000
Rentals-Buildings	8,750	8,940	8,940	8,940	8,940
Employee Contribution	11,203,730	10,934,990	11,613,590	11,613,590	11,613,590
Employer Contribution	17,823,130	18,148,320	21,673,350	21,673,350	21,673,350
<b>Total Revenues</b>	<b>122,949,240</b>	<b>96,444,500</b>	<b>103,901,880</b>	<b>103,901,880</b>	<b>103,901,880</b>
<b>Appropriations</b>					
<b>Pension Trust:</b>					
Benefit Payments	53,426,340	53,965,000	61,240,000	61,240,000	61,240,000
Refunds & Withdrawals	1,432,610	1,200,000	1,500,000	1,500,000	1,500,000
Administrative Expenses	881,460	906,730	1,008,790	1,024,770	1,024,770
Depreciation	28,820	28,820	28,820	28,820	28,820
<b>Police Guarantee Trust:</b>					
Benefit Payments	1,134,930	1,060,000	1,720,000	1,720,000	1,720,000
Refunds & Withdrawals	1,200	2,000	2,000	2,000	2,000
Administrative Expenses	212,430	286,260	247,210	255,660	255,660
<b>Total Appropriation</b>	<b>57,117,790</b>	<b>57,448,810</b>	<b>65,746,820</b>	<b>65,771,250</b>	<b>65,771,250</b>
Nert Income (Loss)	65,831,450	38,995,690	38,155,060	38,130,630	38,130,630
% Change Over Prior Year	-----	-40.76%	-2.16%	-2.22%	-2.22%
<b>Net Assets, January 1</b>					
Original Retire. System Trust	814,138,810	878,148,170	916,482,580	916,482,580	916,482,580
Police Guarantee Trust	25,849,100	27,748,400	28,409,680	28,409,680	28,409,680
<b>Adjustments</b>					
Original Retire. System Trust	65,490	0	0	0	0
Police Guarantee Trust	11,720	0	0	0	0
<b>Fund Balance, December 31</b>					
Original Retire. System Trust	878,148,170	916,482,580	954,389,100	954,373,120	954,373,120
Police Guarantee Trust	27,748,400	28,409,680	28,658,220	28,649,770	28,649,770
Personnel Allotted	12	12	12	12	12



**Budget Highlights**

The Employees' Retirement System comprises two trust funds: the original trust fund from which are paid most retirement benefits, and the Police Guarantee Trust, which was established in February 2000 to provide for a funded pension trust from which are paid certain retirement benefits to eligible members as contractually provided for in the "Agreement and Guarantee of Retirement Rights and Benefits." Administrative expenses are allocated separately between the two trust funds. Those expenses allocated to the Police Guarantee Trust represent either direct expenses or pro rata allocations of system expenses. In 2006, 80% of the system's expenses will be allocated to the Original Retirement System Trust and 20% to the Police Guarantee Trust.

This department is not requesting any reallocations or reclassifications for its employees. It is requesting \$8,000 in Inventoried Assets for routine replacement of personal computers, as well as \$12,000 in capital outlay for a forms folder and pressure sealer machine.

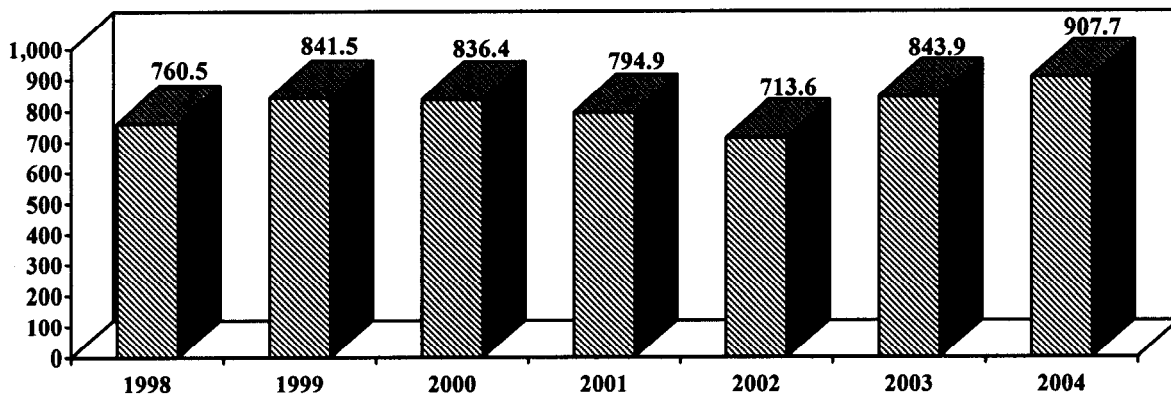
- *Approved.*

**Personnel Summary**

Job Code	Job Title	Allotment				Pay Grade	Annual Salary	
		Cur	Req	Pro	Fin		Minimum	Maximum
300260	Retirement Administrator	1	1	1	1	2290	56,718	78,511
300258	Assistant Retirement Administrator	1	1	1	1	2260	48,995	67,821
100715	Retirement Accounting Manager	1	1	1	1	2240	44,440	61,515
100718	Retirement Benefits Manager	1	1	1	1	2220	40,308	55,796
100690	Retirement Benefits Specialist III	1	1	1	1	2190	34,820	48,199
100685	Retirement Benefits Specialist II	1	1	1	1	2160	30,079	41,636
100680	Retirement Benefits Specialist I	1	1	1	1	1140	27,282	37,765
100115	Accountant III	2	2	2	2	2190	34,820	48,199
100110	Accountant II	1	1	1	1	2160	30,079	41,636
100105	Accountant I	1	1	1	1	1140	27,282	37,765
110630	Senior Administrative Specialist	1	1	1	1	1120	24,746	34,254
Total		12	12	12	12			

**Graphical Summary**

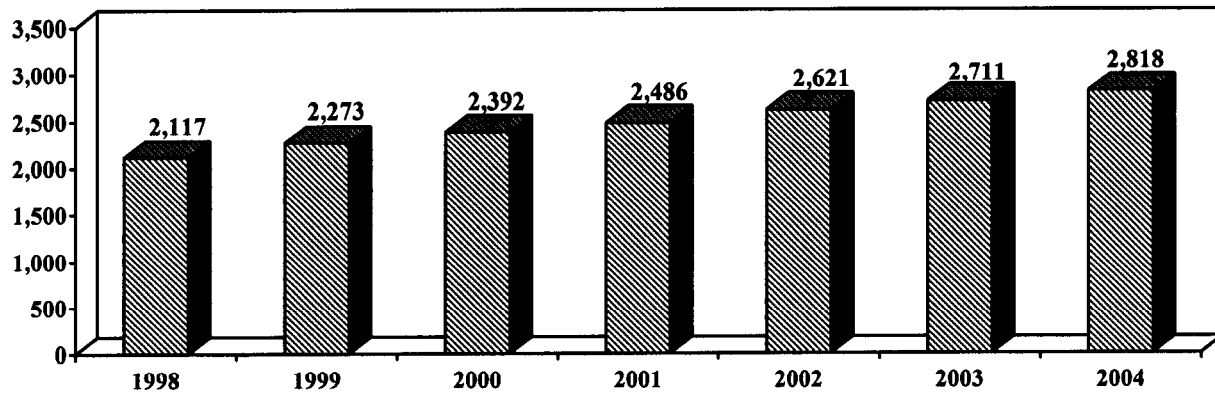
INVESTMENT MARKET VALUES  
In Millions





Graphical Summary (Continued)

PENSION BENEFIT RECIPIENTS



Performance Measurement

Goals/Objectives/Performance Indicators	2004 Actual	2005 Target	2006 Target
1. To provide professional, courteous, accurate, and timely service to members and retirees.			
a) Meet retiree payroll deadlines	100%	100%	100%
b) Submit accurate benefit calculations for final review by the Board	100%	100%	100%
2. To ensure compliance with accounting standards and principles, statutes, rules, regulations, and Board policies.			
a) Receive an unqualified audit opinion on System's financial statements	✓	✓	✓
b) Receive Certificate of Achievement for Excellence in Financial Reporting awarded by GFOA for the Comprehensive Annual Financial Report	✓	✓	✓
3. To maintain a dedicated and knowledgeable staff.			
a) # of hours of continuing education training	92.5 hrs.	220 hrs.	220 hrs.
b) Average # of years of service	13	12	12
4. To maintain a diversified investment portfolio that properly balances risk and return to achieve the target rate of return for providing funds with which to pay pension benefits to eligible members.			
a) Annually meet or exceed the appropriate 12/31 indexes established by the investment consultant	✓	✓	✓