



Date: September 19, 2018
To: Board of Retirement
From: Stan Conwell, Financial & Investment Officer
Subject: Monthly Financial Report

Preliminary Monthly Financial Reports, month ending July, 2018

1. Statement of Plan Net Position

This report presents the assets available for future payments to retirees and any liabilities owed at the end of the month. Cash held at the County decreased to \$1,700,107 during the month. Total investments, at market increased to \$526.1 million. Total net position also increased to \$527.7 million.

2. Statement of Changes in Plan Net Position

This report details the current fiscal year additions to and deductions from the fund for the most recent month and fiscal year-to-date. For the month and year-to-date there was an increase of \$7.3 million. Contributions increased in July as negotiated wage increases began with the new fiscal year. Also, higher contribution rates took effect in July.

3. Cash Flow Analysis

This report reviews the sources and uses of cash during the month and year-to-date. MCERA monitors the cash allocation within the fund in accordance with the investment policy statement. There was a net cash decrease of \$290,110 during the month. Higher contribution rates in FY 2019 are expected to have a meaningful impact on MCERA's monthly cash flow and redemptions of assets to meet benefit payment obligations should decrease in FY 2019.

4. Office Building Rental Income – Net of Expenses

This report details the \$9,366 in net income for the monthly report period associated with the 625 Kings Court trust fund asset. Maintenance expense was low for July but some accruals may still be added.

5. Vendor Ledgers

The Vendor Ledgers report includes vendor transactions and balances for the monthly report period. The report total ties to accounts payable on the Statement of Plan Net Position. Vendors with no activity this month and a zero balance were excluded.

MENDOCINO COUNTY EMPLOYEES' RETIREMENT ASSOCIATION
STATEMENT OF PLAN NET POSITION
July 31, 2018
Preliminary

ASSETS

CASH AND EQUIVALENTS

Trust Cash - Held at County \$ 1,700,107

TOTAL CASH AND EQUIVALENTS 1,700,107

CURRENT ASSETS

Accounts Receivable 11,255
 Recoupments 67,726

TOTAL CURRENT ASSETS 78,981

EQUIPMENT

Pension Gold Software 476,299

TOTAL EQUIPMENT 476,299

INVESTMENTS, ADJUSTED TO MARKET

Unrealized Gain (Loss) 108,016,621
 Fixed Income 106,265,552
 International Equities 122,258,189
 Small Cap Equities 23,280,708
 Mid Cap Equities 23,548,651
 Large Cap Equities 100,476,100
 Real Estate 42,326,566

TOTAL INVESTMENTS, AT MARKET 526,172,387

TOTAL ASSETS \$ 528,427,774

LIABILITIES

CURRENT LIABILITIES

Accounts Payable \$ 178,800
 Federal Withholding (1)
 Accrued Wages - 1920 Account 33,797

TOTAL CURRENT LIABILITIES 212,596

OTHER LIABILITIES

Pension Gold Software 476,299

TOTAL OTHER LIABILITIES 476,299

TOTAL NET POSITION \$ 527,738,879

Note: This statement is preliminary and subject to change throughout the fiscal quarter as new information becomes available

MENDOCINO COUNTY EMPLOYEES' RETIREMENT ASSOCIATION
STATEMENT OF CHANGES IN PLAN NET POSITION
For the One Month Ended July 31, 2018
Preliminary

	CURRENT MONTH	YEAR TO DATE
ADDITIONS		
CONTRIBUTIONS		
Employer	\$ 1,181,249	\$ 1,181,249
Plan Members	328,595	328,595
	<hr/>	<hr/>
TOTAL CONTRIBUTIONS	1,509,844	1,509,844
	<hr/>	<hr/>
INVESTMENT INCOME		
Unrealized Gain (Loss)	8,175,838	8,175,838
Rental Income, Net of Expenses	9,366	9,366
Interest	0	0
Dividends	115,292	115,292
Capital Gains	512,591	512,591
	<hr/>	<hr/>
Less Investment Expense	0	0
	<hr/>	<hr/>
Net Investment Income	8,813,087	8,813,087
	<hr/>	<hr/>
TOTAL ADDITIONS	10,322,931	10,322,931
	<hr/>	<hr/>
DEDUCTIONS		
Benefit Payments & Refunds	(2,953,003)	(2,953,003)
Administrative Expenses	(61,008)	(61,008)
	<hr/>	<hr/>
TOTAL DEDUCTIONS	3,014,011	3,014,011
	<hr/>	<hr/>
Increase (Decrease) in Net Position	7,308,920	7,308,920
	<hr/>	<hr/>
NET POSITION		
Beginning of Period	520,429,966	520,429,966
	<hr/>	<hr/>
End of Period	\$ 527,738,886	\$ 527,738,886
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Note: This statement is preliminary and subject to change throughout the fiscal quarter as new information becomes available

MENDOCINO COUNTY EMPLOYEES' RETIREMENT ASSOCIATION
CASH FLOW ANALYSIS
For the One Month Ended July 31, 2018
Preliminary

	CURRENT MONTH	YEAR TO DATE
ADDITIONS		
CONTRIBUTIONS		
Employer	1,181,249	1,181,249
Plan Member	328,595	328,595
	1,509,844	1,509,844
INVESTMENT INCOME		
Rental Income, Net of Expenses	9,366	9,366
Interest	0	0
Dividends	0	0
Capital Gains	0	0
Less Investment Expense	0	0
	9,366	9,366
TOTAL ADDITIONS	1,519,210	1,519,210
DEDUCTIONS		
Benefit Payments & Refunds	(2,953,004)	(2,953,004)
Administrative Expenses	(61,008)	(61,008)
	(3,014,012)	(3,014,012)
OTHER INCREASES/(DECREASES)		
Accounts Receivable	1,056,938	1,056,938
Accounts Payable	(852,246)	(852,246)
Sale/Purchase of Investments	1,000,000	1,000,000
	1,204,692	1,204,692
INCREASE (DECREASE) IN CASH	\$ (290,110)	\$ (290,110)
SUMMARY		
Cash at End of Period	\$ 1,700,107	\$ 1,700,107
Cash at Beginning of Period	1,990,223	1,990,223
INCREASE (DECREASE) IN CASH	\$ (290,116)	\$ (290,116)

Note: This statement is preliminary and subject to change throughout the fiscal quarter as new information becomes available

Mendocino County Employees' Retirement Association

Rental Income - Net of Expenses

For the One Month Ending July 31, 2018

	<u>Current Month</u>	<u>Total Budget</u>	<u>YTD Actual</u>	<u>YTD Budget</u>	<u>YTD Difference</u>
Revenues					
Rental Income	\$ 10,984	132,000	\$ 10,984	10,984	0
Total Revenues	<u>10,984</u>	<u>132,000</u>	<u>10,984</u>	<u>10,984</u>	<u>0</u>
Building Expenses					
Landscape & Maintenance	212	26,400	212	2,200	1,988
Security	70	1,020	70	85	15
Insurance	0	2,950	0	0	0
Utilities	1,336	19,200	1,336	1,600	264
Total building operating expenses	<u>1,618</u>	<u>49,570</u>	<u>1,618</u>	<u>3,885</u>	<u>2,267</u>
Net Income	<u>\$ 9,366</u>	<u>82,430</u>	<u>\$ 9,366</u>	<u>7,099</u>	<u>(2,267)</u>

MCERA
Vendor Ledgers
For the Period From Jul 1, 2018 to Jul 31, 2018

Filter Criteria includes: Report order is by ID.

Vendor ID Vendor	Date	Trans No	Type	Paid	Debit Amt	Credit Amt	Balance
aflac AFLAC, INC.	7/31/18	2004026	CDJ		3,689.56	3,689.56	0.00
amcre AMCRE	7/31/18	2004027	CDJ		951.76	951.76	0.00
arbmed Arbitration and Mediation Center	7/1/18	Balance Fwd					11,200.00
att AT&T	7/1/18 7/26/18	Balance Fwd 4286611	CDJ		138.60		138.60 0.00
BofA P-Card Bank of America P-Card	7/1/18 7/19/18 7/19/18	Balance Fwd AJE 071918 AJE 071918 A	CDJ CDJ		163.80 1,372.76		1,536.56 1,372.76 0.00
Brwnarm Brown Armstrong	7/1/18 7/19/18	Balance Fwd 4286205	CDJ		1,657.30		1,657.30 0.00
calass Callan Associates, Inc.	7/1/18 7/12/18	Balance Fwd 4285531	CDJ		38,616.75		38,616.75 0.00
caldis California State Disbursement Unit	7/27/18	Cal 072718	CDJ		200.00	200.00	0.00
cituki City of Ukiah	7/1/18 7/12/18 7/26/18 7/26/18 7/26/18 7/26/18 7/26/18	Balance Fwd 4285560 4286681 4286678 4286679 4286677 4286680	CDJ CDJ CDJ CDJ CDJ CDJ		30.00 429.46 112.38 281.96 36.94 419.96	429.46 112.38 281.96 36.94 419.96	30.00 0.00 0.00 0.00 0.00 0.00
coumen County of Mendocino	7/1/18 7/5/18 7/16/18 7/16/18 7/19/18 7/19/18 7/31/18	Balance Fwd AJE 070518 AJE 071618 AJE 071618 A AJE 080918 AJE 071918 C AJE073118	CDJ CDJ CDJ CDJ CDJ CDJ		187.66 616.23 10,000.00 274.54 592,996.23	9,960.85 592,996.23	1,806.46 1,618.80 11,579.65 10,963.42 963.42 688.88 688.88
depval Deep Valley Security	7/12/18 7/12/18	4285625 4285626	CDJ CDJ		24.95 44.95	24.95 44.95	0.00 0.00
edd EDD	7/27/18	EDD 072718	CDJ		56,239.19	56,239.19	0.00
hanbri Hanson Bridgett	7/1/18 7/12/18	Balance Fwd 4285716	CDJ		3,186.80		11,569.30 8,382.50
Intshrd Integrity Shred	7/1/18 7/19/18	Balance Fwd AJE 071918 D	CDJ		28.00		28.00 0.00
Invtec Investec Asset Management NA Inc.	7/1/18	Balance Fwd					30,818.42
irs IRS	7/27/18	IRS 072718	CDJ		239,911.33	239,911.33	0.00
jamwil James Wilbanks	7/1/18 7/12/18	Balance Fwd 4286134	CDJ		173.34		173.34 0.00
judzel Judith Zeller	7/1/18 7/12/18	Balance Fwd 4286164	CDJ		37.06		37.06 0.00

MCERA
Vendor Ledgers
For the Period From Jul 1, 2018 to Jul 31, 2018

Filter Criteria includes: Report order is by ID.

Vendor ID Vendor	Date	Trans No	Type	Paid	Debit Amt	Credit Amt	Balance
LRS Inc	7/1/18	Balance Fwd					3,450.00
Levi, Ray & Shoup, Inc	7/19/18	4286365	CDJ		450.00		3,000.00
	7/19/18	4286366	CDJ		3,000.00		0.00
moncle	7/1/18	Balance Fwd					1,485.00
Moonlight Cleaning Service	7/12/18	4285850	CDJ		1,030.00		455.00
	7/12/18	4285849	CDJ		455.00		0.00
Monpart	7/1/18	Balance Fwd					43,716.51
Mondrian Investment Partners Limite							
Nossmn	7/1/18	Balance Fwd					642.00
Nossaman LLP	7/19/18	4286420	CDJ		642.00		0.00
pacgro	7/31/18	2004028	CDJ		24,499.61	24,499.61	0.00
Pacific Group Agencies, Inc.							
pge	7/19/18	4286428	CDJ		55.64	55.64	0.00
PG&E							
sacrs	7/12/18	4285992	CDJ		4,000.00	4,000.00	0.00
SACRS							
segal	7/1/18	Balance Fwd					39,819.00
SEGAL	7/12/18	4286018	CDJ		1,500.00		38,319.00
	7/19/18	4286503	CDJ		38,319.00		0.00
soncou	7/1/18	Balance Fwd					20,485.17
Sonoma County Counsel	7/19/18	4286513	CDJ		20,485.17		0.00
	7/31/18	11411	PJ	*		18,529.30	18,529.30
sonswe	7/26/18	4286916	CDJ		54.50	54.50	0.00
Sonoma Sweepers, Inc.	7/26/18	4286917	CDJ		157.00	157.00	0.00
StateStreet	7/1/18	Balance Fwd					17,868.98
State Street Bank & Trust	7/12/18	4286045	CDJ		4,484.75		13,384.23
	7/26/18	4286921	CDJ		4,484.75		8,899.48
	7/26/18	4286920	CDJ		4,414.73		4,484.75
tosfin	7/12/18	4286070	CDJ		225.21	225.21	0.00
Toshiba Financial Services							
TRowe	7/1/18	Balance Fwd					60,979.83
T.Rowe Price							
ukiwas	7/1/18	Balance Fwd					68.87
Ukiah Waste Solutions, Inc.	7/12/18	646696	CDJ		68.87		0.00
verwir	7/1/18	Balance Fwd					49.43
Verizon Wireless	7/26/18	4286949	CDJ		49.43		0.00
WageGarn	7/31/18	2004029	CDJ		700.00	700.00	0.00
Wage Garnishment (Other)							
Report Total					1,060,897.17	953,520.78	178,800.19