

Retirement Systems Division - Supplemental Retirement Plans at a Glance

March 2017

March 31, 2017

	Assets	Participants	Employers
401(k)	\$8.9 B	246,261	999
457(b)	\$1.2 B	52,884	449
403(b)	\$10.2 M	1,196	50*

STRATEGIC GOALS

- Secure the retirement of North Carolina public servants
- Deliver comprehensive personalized solutions and services
- Provide exceptional customer experience
- Protect the integrity of the North Carolina Retirement Systems

HIGHLIGHTS Q1 2017

Recordkeeper Benchmarking Report

NC 403(b) transition completed

Glidepath project initiated

Current and Upcoming Initiatives

- > Welcome outreach to NC 403(b) Program
- > Nearing Retirement targeted campaign
- > Expanded financial education for SRP participants

COMMUNICATION / EDUCATION OUTREACH Q2 2017

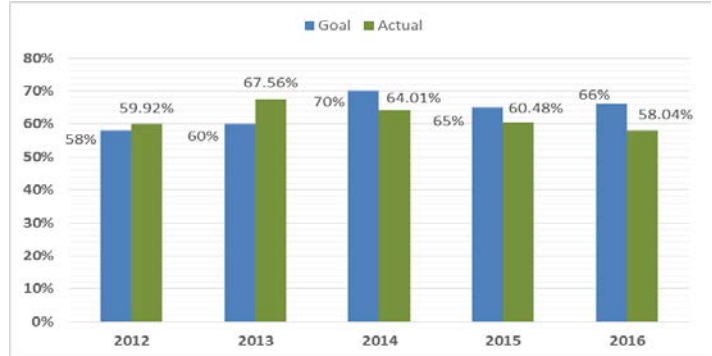
- > 2016 Annual Benefits Statement follow up campaign

INVESTMENTS - 401(k) & 457(b) Plans - Q1 2017

Fund / Benchmark	Qtr	1 YR	3 YR	5 YR	Incpt.
Large Cap Passive	6.1%	17.1%	10.2%	13.2%	16.9%
S&P 500	6.1%	17.2%	10.4%	13.3%	17.0%
Large Cap Value	3.9%	20.4%	8.1%	13.0%	15.6%
Russell 1000 Value	3.3%	19.2%	8.7%	13.1%	16.7%
Large Cap Growth	11.1%	16.2%	8.9%	12.0%	18.5%
Russell 1000 Growth	8.9%	15.8%	11.3%	13.3%	17.7%
SMID Cap Passive	3.7%	21.5%	7.5%	12.6%	18.2%
Russell 2500	3.8%	21.5%	7.4%	12.6%	18.3%
SMID Cap Value	3.7%	22.5%	7.7%	13.5%	20.4%
Russell 2500 Value	1.6%	23.1%	7.6%	12.9%	18.0%
SMID Cap Growth	5.3%	17.9%	6.1%	11.8%	17.0%
Russell 2500 Growth	6.3%	19.8%	7.2%	12.2%	18.5%
International Passive	8.1%	13.4%	0.7%	4.4%	9.7%
MSCI ACWI ex USA Gross	8.0%	13.7%	1.0%	4.8%	10.2%
International Equity	8.6%	12.9%	2.0%	5.6%	10.6%
ACWI ex USA Gross	8.0%	13.7%	1.0%	4.8%	10.2%
Global Equity	7.9%	15.4%	6.5%	10.7%	13.7%
MSCI ACWI Gross	7.0%	15.7%	5.7%	9.0%	13.5%
Inflation Responsive Fund	2.3%	7.4%	8.0%	-	-
PIMCO Inflation Response Index	1.7%	3.3%	-1.3%	-1.2%	-0.6%
Fixed Income Passive	0.8%	0.4%	2.6%	2.2%	2.7%
Barclays Aggregate	0.8%	0.4%	2.7%	2.3%	2.8%
Fixed Income Fund	1.2%	2.0%	3.2%	3.1%	4.9%
Barclays Aggregate	0.8%	0.4%	2.7%	2.3%	4.0%
Stable Value Fund	0.5%	2.0%	1.9%	2.1%	2.6%
T-Bills + 1%	0.5%	1.9%	1.7%	1.6%	1.6%

* School Districts

RETIREMENT READINESS - Annual Score



TACTICAL GOALS - Q1 2017

401(k), 457(b) & 403(b) Combined Summary Goals

Sub Goal	Goal	Mar-17	% to Goal
Avg. Monthly Contribution	\$163	\$180	110%
Active Participation Rate	28%	33%	117%
GoalMaker - New Member	80%	88%	114%
GoalMaker - All Members	NA	60%	NA

RECORDKEEPER SERVICE LEVEL AGREEMENT'S - Q1 2017

	401(k)/457(b) & 403(b)
Statements	yes
Call Center Speed	39 Seconds

401k & 457b CUSTODIAN SERVICE LEVEL AGREEMENT

Standard Key Performance Indicators (KPIs) for March 2017

	Number of KPIs	Standards Met	Standards Not Met
BNYM Accounting team	4	4	0
Client Service	5	5	0
Global Risk Solutions Team	3	3	0
Workbench	1	0	1*
KPI TOTALS	13	12	1

* Workbench was down for 3 hours in Q1 2017

UPCOMING 2017 MEETINGS

Investment Subcommittee Meeting:

August 16, 2017

November 15, 2017

Board of Trustees Meeting:

September 21, 2017

December 14, 2017