



THE POLICE RETIREMENT SYSTEM OF ST. LOUIS

CONDENSED FINANCIAL STATEMENTS

Fiscal Year Ended September 30, 2018



Hochschild, Bloom & Company LLP
Certified Public Accountants
Consultants and Advisors

INDEPENDENT AUDITOR'S REPORT

February 6, 2019

The Board of Trustees

THE POLICE RETIREMENT SYSTEM OF ST. LOUIS

We have audited the statements of fiduciary net position of **THE POLICE RETIREMENT SYSTEM OF ST. LOUIS** (the System), a component unit of the City of St. Louis, Missouri, as of September 30, 2018 and 2017, and the related statements of changes in fiduciary net position for the years then ended, and issued our report thereon. These financial statements are the responsibility of the System's management. Our responsibility is to express an opinion on these financial statements based on our audits.

The condensed statements of fiduciary net position as of September 30, 2018 and 2017, and the related condensed statements of changes in fiduciary net position for the years then ended are presented as a summary and, therefore, do not include all of the information required by accounting principles generally accepted in the United States of America.

In our opinion, because of the significance of the omission of the information referred to in the preceding paragraph, the condensed financial statements referred to above do not include all required information and disclosures required to be fairly stated in conformity with accounting principles generally accepted in the United States of America.

An independent auditor's report on the noncondensed financial statements on which we have expressed an unmodified opinion dated February 6, 2019 is available upon request at the System's office.

Hochschild, Bloom & Company LLP
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THE POLICE RETIREMENT SYSTEM OF ST. LOUIS
CONDENSED STATEMENTS OF FIDUCIARY NET POSITION

	September 30	
	2018	2017
ASSETS		
Investments at fair value	\$ 790,218,206	769,331,231
Cash and cash equivalents	8,342,877	7,738,903
Receivables	1,333,568	1,034,245
Capital assets, net of accumulated depreciation	190,805	243,535
Total Assets	<u>800,085,456</u>	<u>778,347,914</u>
 DEFERRED OUTFLOWS OF RESOURCES	 38,412	 105,338
 LIABILITIES	 (3,938,062)	 (1,860,923)
 DEFERRED INFLOWS OF RESOURCES	 <u>(25,396)</u>	 <u>(12,851)</u>
 NET POSITION - RESTRICTED FOR PENSIONS	 <u><u>\$ 796,160,410</u></u>	 <u><u>776,579,478</u></u>

CONDENSED STATEMENTS OF CHANGES IN FIDUCIARY NET POSITION

	For The Years Ended September 30	
	2018	2017
ADDITIONS TO NET POSITION ATTRIBUTED TO		
Investment income:		
Net appreciation in fair value of investments	\$ 45,168,322	87,785,867
Interest and dividends	8,631,971	8,250,355
Other	154,480	269,057
Total Investment Income	<u>53,954,773</u>	<u>96,305,279</u>
Less - Investment management and custodial fees	2,865,515	2,785,200
Net Investment Income	<u>51,089,258</u>	<u>93,520,079</u>
Contributions:		
Employer	33,104,561	33,826,528
Members	4,600,917	4,456,241
Portability	528,237	197,727
Total Contributions	<u>38,233,715</u>	<u>38,480,496</u>
Total Additions	<u>89,322,973</u>	<u>132,000,575</u>
 DEDUCTIONS FROM NET POSITION ATTRIBUTED TO		
Benefits paid to retirees and beneficiaries	63,603,561	59,959,184
Refunds of Members' contributions	4,972,550	3,493,396
Administrative expenses	1,165,930	1,206,161
Total Deductions	<u>69,742,041</u>	<u>64,658,741</u>
 CHANGE IN NET POSITION	 19,580,932	 67,341,834
 NET POSITION - RESTRICTED FOR PENSIONS, BEGINNING OF YEAR	 <u>776,579,478</u>	 <u>709,237,644</u>
 NET POSITION - RESTRICTED FOR PENSIONS, END OF YEAR	 <u><u>\$ 796,160,410</u></u>	 <u><u>776,579,478</u></u>