

FLORIDA MUNICIPAL PENSION TRUST FUND

FINANCIAL STATEMENTS

SEPTEMBER 30, 2017

Florida Municipal Pension Trust Fund
Financial Statements
September 30, 2017

TABLE OF CONTENTS

<u>Title</u>	<u>Page Number</u>
Independent Auditor's Report	1 - 2
Management's Discussion and Analysis	3 - 5
Statement of Fiduciary Net Position	6
Statement of Changes in Fiduciary Net Position	7
Notes to Financial Statements	8 - 14
Schedule of Administrative Expenses	15
Schedule of Member Balances by Plan Type	16 - 19

SHORSTEIN & SHORSTEIN, P.A.

CERTIFIED PUBLIC ACCOUNTANTS

8265 BAYBERRY ROAD

JACKSONVILLE, FLORIDA 32256

JACK F. SHORSTEIN, C.P.A., J.D. (1929-2014)
SAMUEL R. SHORSTEIN
MARK J. SHORSTEIN, C.P.A.
BENJAMIN I. SHORSTEIN, C.P.A.
MICHAEL K. PARRISH, C.P.A.
BARBARA J. HOUSTON, C.P.A.
JOAN B. MOELL, C.P.A.
WALTER L. HUNTER, C.P.A.

TELEPHONE (904) 739-1311
FACSIMILE (904) 739-2069
WWW.SHORSTEINCPA.COM

O.J. YOUNG
MARGARET R. CONOVER, C.P.A.
MELISSA R. STEPHENS, C.P.A.
JEFFREY C. PHILLIPS, C.P.A.
PHILLIP H. CAMPBELL, C.P.A.
JEWEL A. MCCANCE, C.P.A.
BEVERLY W. PARKER, C.P.A.

March 2, 2018

Independent Auditor's Report

To the Board of Trustees of the Florida
Municipal Pension Trust Fund:

We have audited the accompanying financial statements of the Florida Municipal Pension Trust Fund, which comprise the statement of fiduciary net position as of September 30, 2017, and the related statement of changes in fiduciary net position for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the fiduciary net position of the Florida Municipal Pension Trust Fund as of September 30, 2017, and the changes in fiduciary net position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

The accompanying statements are those of the Florida Municipal Pension Trust Fund, an external investment pool established for the purpose of funding the individually designed employee pension plans and certain other post-employment benefit plans of the participating Florida employers. These statements do not purport to present the financial status of the individual plans. Accordingly, these statements do not contain certain information on net pension liabilities, pension expense and other disclosures necessary for the fair presentation of the financial status of the individual plans in accordance with accounting principles generally accepted in the United States of America. Plan contributions, transfers and benefits to participants are recorded as they are received or paid.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 3-5 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that comprise the Florida Municipal Pension Trust Fund's basic financial statements. The schedule of administrative expenses on page 15 and the schedule of member balances by plan type on pages 16-19 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of administrative expenses and the schedule of member balances by plan type are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Shorstein + Shorstein, P.A.

Florida Municipal Pension Trust Fund
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended September 30, 2017

The following discussion and analysis will provide an overview of the financial activities of the Florida Municipal Pension Trust Fund for the fiscal year ended September 30, 2017. Please read this in addition to the financial statements, notes to the financial statements, and other supplementary information provided herein.

Financial Highlights

- Fiduciary net position increased \$99.5 million during FY 16-17, compared to an increase of \$70.1 million during FY 15-16. Fiduciary net position at September 30, 2017 was \$707.4 million.
- Total additions to fiduciary net position for FY 16-17 were \$132 million, compared to \$104.8 million for FY 15-16. This is an increase of \$27.2 million, or 26%. Total deductions were \$32.6 million for FY 16-17 compared to \$34.7 million for FY 15-16, which is a decrease of \$2.1 million or 6.1%.
- The two main components of additions to fiduciary net position are contributions and transfers received from plans and investment earnings. During the year, the Fund collected \$47.7 million in contributions and transfers, compared to \$56.6 million for the prior year. Net investment earnings during FY 16-17 were \$82.7 million compared to \$46.6 during FY 15-16. During FY 16-17, two new members and/or plans joined the Fund, transferring assets and making new contributions totaling nearly \$137 thousand.
- The two main deductions from fiduciary net position are benefits paid to participants and transfers to members leaving the Fund. During FY 16-17, nearly \$31 million was paid out compared to \$33.3 million paid out during FY 15-16. During FY 16-17, three members and/or plans left the Fund taking slightly over \$100 thousand.
- Investments are recorded at fair value and comprise the largest single asset of the Fund. The Fund currently is invested in various portfolios of the Florida Municipal Investment Trust and in mutual funds held by Newport Trust Company. Balances at September 30, 2017 totaled over \$703.6 million, compared to \$601.9 million at September 30, 2016. Information on specific investments can be found in the footnotes to the financial statements.

Basic Financial Statements

The Pension Trust Fund operates as a fiduciary fund under governmental accounting rules that require the Fund to prepare a series of financial statements. The Statement of Fiduciary Net Position provides information about the assets and liabilities at a specific point in time, in this case September 30, 2017. The Statement of Changes in Fiduciary Net Position provides information about revenues (additions to net position) and expenses (deductions from net position) recorded during the entire fiscal period from October 1, 2016 through September 30, 2017. Plan contributions, transfers, and benefit payments to participants are recorded when paid or received. All other changes in fiduciary net position are recorded when revenues have been earned and expenses have been incurred, regardless of whether or not cash has been received or paid.

The footnotes provide additional information essential to the understanding of the financial statements.

Supplementary information is more detailed and illustrates individual accounts that are combined in the Statement of Changes in Fiduciary Net Position.

Florida Municipal Pension Trust Fund
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended September 30, 2017

Comparative Financial Information

Table 1
Fiduciary Net Position

	<u>FY 16-17</u>	<u>FY 15-16</u>
Cash and Receivables	\$ 3,990,600	\$ 6,238,900
Investments	<u>703,646,400</u>	<u>601,915,800</u>
Total Assets	<u>707,637,000</u>	<u>608,154,700</u>
Accounts Payable	<u>279,900</u>	<u>256,300</u>
Total Liabilities	<u>279,900</u>	<u>256,300</u>
Net Position Restricted for Member Plans	<u>\$ 707,357,100</u>	<u>\$ 607,898,400</u>

Changes in Fiduciary Net Position

	<u>FY 16-17</u>	<u>FY 15-16</u>
Contributions	\$ 47,667,600	\$ 56,625,100
Other Income	<u>84,361,200</u>	<u>48,140,200</u>
Total Additions	<u>132,028,800</u>	<u>104,765,300</u>
Transfers and Benefits	30,951,100	33,253,000
Other Expenses	<u>1,619,000</u>	<u>1,452,200</u>
Total Deductions	<u>32,570,100</u>	<u>34,705,200</u>
Change in Net Position Restricted for Member Plans	<u>\$ 99,458,700</u>	<u>\$ 70,060,100</u>

Capital Asset and Long-Term Debt Activity

The Florida Municipal Pension Trust Fund has no capital assets or long-term debt.

Florida Municipal Pension Trust Fund
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended September 30, 2017

Economic Factors

The Florida Legislature Office of Economic and Demographic Research, in November of 2017, issued a report entitled "Florida: An Economic Overview." The report showed Florida's Gross Domestic Product remained 5th in the nation with a real growth gain of 3.0% for the 2016 calendar year. This rate, while slightly lower than the 2015 rate of 3.6%, was still well above the national average of 1.5%. Population growth is the state's primary engine of economic growth, fueling both employment and income growth. Florida's population growth is expected to remain above 1.5% over the next few years. But it is also expected that the future will be different than the past. Florida's long-term growth rate between 1970 and 1995 was over 3%. Projections show that total population will grow to more than 24 million by 2030 and more than 26 million by 2040. Existing home sales volume in the 2014, 2015, and 2016 calendar years exceeded the 2005 peak year. The first ten months of 2017 are following that pattern, even though September was low due to Hurricane Irma. In addition, Florida's active foreclosure inventory fell by 40% in 2016. Nationally, and in Florida, the foreclosure inventory is expected to normalize by the end of 2018. Homeownership rates have declined from 64.8% in 2015 to 64.3% in 2016. This rate is now below the lowest level of 64.4% in 1989. Overall, the report closed by saying that the state's growth rates are generally returning to more typical levels and continue to show progress. However, the drags, particularly construction, continue to be more persistent than past events. However, the report notes that the strength in tourism is largely compensating for this. Various forecasts believe that normalcy was achieved by the end of the FYE 2017.

The Fund realized an increase of \$27.2 million in additions to net position this year. Contributions and transfers were lower by \$9 million mainly due to only two new small members joining the Fund bringing in assets of only \$137 thousand. Other income was higher by over \$36.2 million with the majority coming from the Fund's investment income which recognized net earnings of \$82.7 million this year compared to 46.6 million in the prior year. Deductions to net position were lower by \$2.1 million. Transfer and benefit expenses compared to last year accounted for nearly all of this decrease as other expenses were nearly the same.

Since year-end, the Fund has accepted two new members/plans and had two members/plans terminate.

Request for Information

The information contained in this discussion was designed to provide readers with a general overview of the Florida Municipal Pension Trust Fund's existing and foreseeable financial condition. Questions or requests for additional information should be addressed to Michael Sittig, Administrator for the Florida Municipal Pension Trust Fund, 301 South Bronough Street, Suite 300, Tallahassee, FL 32301.

Florida Municipal Pension Trust Fund
*STATEMENT OF FIDUCIARY NET POSITION
September 30, 2017

ASSETS

Cash and Cash Equivalents		\$ 3,607,860
Receivables from Members and Participants		382,705
Investments at Fair Value		
Florida Municipal Investment Trust	\$ 597,401,032	
Mutual Funds Held by Newport Trust Company	<u>106,245,404</u>	<u>703,646,436</u>
Total Assets		707,637,001

LIABILITIES

Accounts Payable - Florida League of Cities, Inc.	234,156	
Accounts Payable - Other	<u>45,785</u>	
Total Liabilities		<u>279,941</u>

NET POSITION

Net Position Restricted for Member Plans		<u>\$ 707,357,060</u>
--	--	-----------------------

*The accompanying notes are an integral part of these financial statements.

Florida Municipal Pension Trust Fund
 *STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
 For the Year Ended September 30, 2017

ADDITIONS

Contributions			
Transfers and Employer Contributions	\$	31,364,718	
Employee Contributions		12,001,412	
State Contributions		<u>4,301,481</u>	\$ 47,667,611
Investment Earnings:			
Net increase in Fair Value of Investments		80,134,148	
Interest and Dividends		<u>2,961,029</u>	
Total		83,095,177	
Less: Investment Expenses		<u>(416,113)</u>	
Net Investment Income			82,679,064
Service and Maintenance Fee Income			<u>1,682,149</u>
Total Additions			132,028,824

DEDUCTIONS

Transfers and Benefits Paid to Participants	30,951,121	
Administrative Expenses	<u>1,619,049</u>	
Total Deductions		<u>32,570,170</u>
Change in Net Position Restricted for Member Plans		99,458,654
Net Position, Beginning of Year		<u>607,898,406</u>
Net Position, End of Year		<u>\$ 707,357,060</u>

*The accompanying notes are an integral part of these financial statements.

Florida Municipal Pension Trust Fund
NOTES TO FINANCIAL STATEMENTS
September 30, 2017

Note 1 - Organization and Significant Accounting Policies

- A. Organization and Purpose - The Florida Municipal Pension Trust Fund (Fund) is an external investment pool established for the purpose of funding the individually designed employee pension plans and certain other post-employment benefit plans of the participating municipalities, public agencies and political subdivisions of the State of Florida.
- B. Reporting Entity and Basis of Accounting - The Fund is an independent entity accounted for as a fiduciary fund in accordance with accounting principles for governments generally accepted in the United States of America as established by the Governmental Accounting Standards Board (GASB). These financial statements have been prepared utilizing accounting principles for governmental external investment pools.

These statements do not purport to present the financial status of the individual plans. Accordingly, these statements do not contain certain information on net pension liabilities, pension expense and other disclosures necessary for the fair presentation of the financial status of the individual plans in accordance with accounting principles generally accepted in the United States of America. Plan contributions, transfers and benefits to participants are recorded as they are received or paid. All other changes in fiduciary net position are recorded using the accrual method of accounting.

The Fund is not subject to U.S. Securities and Exchange Commission (SEC) or other regulatory oversight; the Fund's Board of Trustees provides oversight.

- C. The Fund is exempt from federal income taxes under Section 115 of the Internal Revenue Code.
- D. The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.
- E. The Fund provides participant-directed accounts for the defined contribution and deferred compensation plans through mutual funds offered by Newport Group, Inc. (formerly known as Verisight, Inc.) and held by Newport Trust Company (formerly known as Verisight Trust Company). Participant-directed accounts are valued daily.

The assets of the defined benefit plans and other post-employment benefit plans are invested through the Florida Municipal Investment Trust (FMIvT), an external investment pool. Investment income is allocated to the individual plans monthly, based on beginning-of-the-month balances.

Florida Municipal Pension Trust Fund
NOTES TO FINANCIAL STATEMENTS
September 30, 2017

Note 1 - Organization and Significant Accounting Policies (Continued)

F. Investments are reported at fair value. The mutual funds are stated at fair value based on quoted market prices as provided by Newport Trust Company. FMIvT determines the fair value of its shares based on quoted market prices of the underlying securities. Net increase or decrease in the fair value of investments includes gains and losses on investments bought and sold as well as held during the year. Purchases and sales of investments are recorded on the trade-date basis. Interest and dividend income is recorded on the accrual basis.

No legally binding guarantees to support the value of shares were provided or obtained during the year.

Note 2 - Cash and Cash Equivalents

Cash and cash equivalents include interest-bearing demand deposits in the amount of \$3,607,549 and short-term investments in the amount of \$311. The short-term investments are invested in the Florida State Board of Administration's Florida Prime Fund. The Fund was rated AAA by Standard & Poor's. The weighted average maturity was 51 days at September 30, 2017.

Florida Statutes require that all qualified public depositories holding public funds collateralize deposits in excess of F.D.I.C. insurance with the State Treasurer. Since the Fund uses only qualified public depositories, all demand deposits are fully insured or collateralized.

Note 3 - Investments

Non-Participant-Directed Investments

The Board of Trustees adopted an investment policy authorizing investments in a variety of fixed-income and domestic and international equity instruments. Among the types of instruments the Fund is authorized to invest in are: common stock, preferred and convertible preferred stock, repurchase agreements, commingled governmental trusts, no-load investment funds, no-load mutual funds, FMIvT portfolios, obligations of the United States of America, its agencies and instrumentalities, corporate debt obligations, asset-backed securities and money market instruments and/or funds.

FMIvT is an external investment pool open to eligible units of local governments to invest in one or more investment portfolios under the direction and daily supervision of an investment advisor. FMIvT is not subject to SEC or other regulatory oversight. The FMIvT Board of Trustees provides oversight. The fair value of the positions in the FMIvT portfolios is the same as the value of the portfolio shares. The Florida League of Cities, Inc. (League) serves as Administrator for the Fund and serves as Administrator, Investment Manager and Secretary-Treasurer for FMIvT.

FMIvT is governed by a Board of Trustees consisting of the President (or his appointee) and Second Vice President of the League, two representatives of the Florida Municipal Insurance Trust, and up to three additional appointed members who are elected officials of the governmental entities who actively participate in FMIvT.

Florida Municipal Pension Trust Fund
NOTES TO FINANCIAL STATEMENTS
September 30, 2017

Note 3 - Investments (Continued)

Investments Held in FMIvT at September 30, 2017:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Duration (In Years)</u>
<u>Bond Funds</u>		
Broad Market High Quality Bond Fund	\$ 87,493,956	4.74
Core Plus Fixed Income Fund	130,910,652	2.24
<u>Equity Funds</u>		
High Quality Growth Portfolio	50,480,504	
Russell 1000 Enhanced Index Portfolio	147,459,385	
Diversified Small to Mid Cap Equity Portfolio	68,585,488	
International Equity Portfolio	63,113,127	
Large Cap Diversified Value Portfolio	<u>49,357,920</u>	
Total	<u>\$597,401,032</u>	

Interest Rate Risk: As a means of managing its exposure to fair value losses arising from increasing interest rates, the Fund allocates its investments in the various FMIvT portfolios as authorized by the investment policy.

Credit Risk: The Fund has no policy on credit risk in the FMIvT portfolios. As of September 30, 2017, the Broad Market High Quality Bond Fund was rated AA by Fitch Ratings. The Core Plus Fixed Income Fund was not rated. The equity portfolios are not rated.

Florida Municipal Pension Trust Fund
 NOTES TO FINANCIAL STATEMENTS
 September 30, 2017

Note 3 - Investments (Continued)

Participant-Directed Investments

The investments at Newport Trust Company are participant-directed investments. The Fund's investment policy is to make available a range of diversified investment options that have varying degrees of risk and return. These options include a money market fund, core bond funds, balanced funds, domestic equity funds and international equity funds. The investment policy describes the characteristics of the offered funds as follows:

- Money market funds invest in cash or cash equivalents.
- Core bond funds will generally invest in fixed-income securities with average credit ratings of BBB or better and with a range of effective duration positions that spans the intermediate to long-term time horizon.
- Balanced funds invest in a diversified mix of domestic and international equity and fixed-income securities with average credit ratings of BBB or better.
- Domestic equity funds invest in a range of large-company to small/mid-company stocks.
- International equity funds invest in equity securities of issuers located outside the United States.

Interest Rate Risk: The Fund does not limit the duration of the individual funds.

Credit Risk: The Fund does not require the funds to be rated, and the funds are not rated.

Participant-Directed Investments Held by Newport Trust Company at September 30, 2017:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Duration (In Years)</u>
Money Market Fund	\$ 6,412,453	0.27
<u>Bond and Hybrid Funds</u>		
Core Bond Funds	10,700,499	3.1 - 16.92
Balanced Funds	53,191,484	5.67 - 6.59
<u>Equity Funds</u>		
Domestic Equity Funds	31,529,760	
International Equity Funds	4,411,208	
Total	<u>\$106,245,404</u>	

Florida Municipal Pension Trust Fund
NOTES TO FINANCIAL STATEMENTS
September 30, 2017

Note 3 - Investments (Continued)

All Investments

Fair Value Measurement: During the year ended September 30, 2016, the Fund adopted GASB Statement No. 72, (GASB 72), *Fair Value Measurement and Application*, which defines fair values as the price the Fund would receive upon selling the investments in an orderly transaction to an independent buyer in the principal market for the investment. GASB 72 also establishes a three-tier hierarchy of inputs to valuation techniques used to measure fair value and requires the Fund to categorize its fair value measurements within that hierarchy. The three-tier hierarchy of inputs is summarized in the three broad levels listed below:

Level 1 includes unadjusted quoted prices for identical investments in active markets.

Level 2 includes other significant observable inputs such as quoted prices for similar investments, quoted prices in inactive markets, adjusted quoted prices in active markets and other market-corroborated inputs.

Level 3 includes significant unobservable inputs, which are used only when relevant Level 1 and Level 2 inputs are unavailable.

The Fund has the following recurring fair value measurements as of September 30, 2017:

Investments by Fair

<u>Value Level</u>	<u>Fair Value</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Money Market Funds	\$ 6,412,453	\$ 6,412,453	\$ -	\$ -
Bond Funds	282,296,591	63,891,983	87,493,956	130,910,652
Equity Portfolios	<u>414,937,392</u>	<u>35,940,968</u>	<u>378,996,424</u>	<u>-</u>
Total Investments	<u>\$703,646,436</u>	<u>\$106,245,404</u>	<u>\$466,490,380</u>	<u>\$130,910,652</u>

The funds classified as Level 1 are valued based on unadjusted quoted prices for identical assets in active markets as provided by Newport Trust Company.

Florida Municipal Pension Trust Fund
NOTES TO FINANCIAL STATEMENTS
September 30, 2017

Note 3 - Investments (Continued)

The remaining investments are valued at the net asset values provided by FMIvT, which are based upon the values of the underlying assets of the various funds and portfolios. The values of the bond funds and equity portfolios classified as Level 2 are derived from market-corroborated data, while the value of the bond fund classified as Level 3 is based on unobservable inputs. Those bond funds classified as Level 2 invest in U.S. Treasury and agency securities, asset-backed securities and corporate bonds and notes. The investment objective of these funds is to meet or exceed the return of its benchmark. The Core Plus Fixed Income Fund is classified as Level 3. This investment includes securities for which exchange quotations are not readily available, and therefore the values are based on various valuation methodologies and are ultimately determined in good faith by the fund's management. The Core Plus Fixed Income Fund is designed to provide an investment alternative to members that seek a broadly diversified portfolio of fixed-income securities in order to maximize total investment return through a combination of interest income, capital appreciation and currency gains. The commingled funds of the Core Plus Fixed Income Fund invest in a broad spectrum of fixed- and floating-rate debt securities that are diversified by credit quality, geography and duration. The equity portfolios invest in domestic and foreign stocks. The investment objective of these funds is to meet or exceed the return of its benchmark. Depending on the fund or portfolio, withdrawals can be made on a semi-monthly or monthly basis. All funds and portfolios require five days' notice, with exception of the International Equity Portfolio which requires thirty days.

Investments measured at the net asset value per share (or its equivalent) are presented in the following table:

	Fair Value <u>9/30/2017</u>	Unfunded <u>Commitments</u>	Redemption <u>Frequency</u>	Redemption <u>Notice Period</u>
Bonds	\$218,404,608	-	Semi-Monthly, Monthly	5-30 Days
Equities	<u>378,996,424</u>	-	Monthly	5-30 Days
Total	<u><u>\$597,401,032</u></u>			

Florida Municipal Pension Trust Fund
NOTES TO FINANCIAL STATEMENTS
September 30, 2017

Note 4 - Net Increase in Fair Value of Investments

The Fund's investments experienced the following net increases (decreases) in fair value during the year:

Broad Market High Quality Bond Fund	\$ (471,352)
High Quality Growth Portfolio	7,270,641
Russell 1000 Enhanced Index Portfolio	24,730,923
Diversified Small to Mid Cap Equity Portfolio	10,837,810
International Equity Portfolio	10,961,704
Large Cap Diversified Value Portfolio	9,521,791
Core Plus Fixed Income Fund	9,234,640
Mutual Funds Held by Newport Trust Company*	<u>8,047,991</u>
 Total	 <u>\$ 80,134,148</u>

*Participant-Directed Accounts

Note 5 - Service Contracts

The Fund has contracted with the League to serve as Administrator. This contract renews annually unless written notice of termination is given by either party not less than sixty days prior to year-end. Administrative and service fees in the amount of \$1,045,856 were charged by the League during the year.

Florida Municipal Pension Trust Fund
SCHEDULE OF ADMINISTRATIVE EXPENSES
For the Year Ended September 30, 2017

Actuary Fees	\$ 234,450
Administrative Fees - Florida League of Cities, Inc.	1,045,856
Administrative Fees - Newport Group, Inc.	160,504
Consulting Services	30,932
Audit Fees and Travel	63,911
Miscellaneous and Promotional	7,357
Insurance	38,000
Travel and Meetings Expense	12,838
Legal	20,801
Trustee Fees	<u>4,400</u>
Total Administrative Expenses	<u>\$ 1,619,049</u>

Florida Municipal Pension Trust Fund
SCHEDULE OF MEMBER BALANCES BY PLAN TYPE
September 30, 2017

<u>Plan Name</u>	<u>401(a) Defined Benefit/OPEB*</u>	<u>401(a) Defined Contribution</u>	<u>457(b) Deferred Compensation</u>	<u>Total</u>
Alachua County OPEB*	\$ 1,759,224	\$ -	\$ -	1,759,224
Avon Park	-	811,119	194,983	1,006,102
Belle Isle	-	294,823	98,085	392,908
Belleair Beach	-	345,408	486,754	832,162
Belleair Bluffs	-	239,872	307,140	547,012
Boca Raton Housing Authority	3,045,062	-	-	3,045,062
Boca Raton Management Plan	41,850,727	-	-	41,850,727
Broward Metropolitan Planning Organization	-	-	389,270	389,270
Bushnell	-	123,717	430,831	554,548
Callaway	-	-	115,116	115,116
Cape Canaveral	-	1,816,075	611,561	2,427,636
Cedar Hammock Fire OPEB*	1,892,489	-	-	1,892,489
Cedar Key	-	176,228	-	176,228
Cedar Key Sewer & Water	-	301,377	74,088	375,465
Cinco Bayou	-	26,897	26,870	53,767
Clermont	348,625	8,618,328	1,690,157	10,657,110
Clermont Fire	14,605,670	-	-	14,605,670
Clermont Police	17,719,065	-	-	17,719,065
Cocoa Beach OPEB*	1,395,937	-	-	1,395,937
Cooper City Management	4,511,276	-	-	4,511,276
Coral Springs OPEB*	4,254,047	-	-	4,254,047
Cottondale	-	114,540	66,249	180,789
County Line Drainage	-	32,334	2,453	34,787
Dania Beach OPEB*	8,387,810	-	-	8,387,810
Davie General & Management	64,547,803	-	-	64,547,803
Davie OPEB*	2,216,930	-	-	2,216,930
Daytona Beach	-	-	778,094	778,094
Daytona Beach Shores	-	1,811,333	1,620,446	3,431,779
Deland OPEB*	706,069	-	-	706,069
Dunnellon	-	827,069	516,602	1,343,671
Dunnellon Fire & Police	2,589,070	-	-	2,589,070
Eagle Lake	-	120,665	962,778	1,083,443
Eatonville	-	165,392	42,705	208,097
Emerald Coast Utilities	-	1,164,593	-	1,164,593
Esteros Fire District	24,124,736	1,753,493	3,467,842	29,346,071
Esteros Village	-	81,186	37,197	118,383

Florida Municipal Pension Trust Fund
 SCHEDULE OF MEMBER BALANCES BY PLAN TYPE
 September 30, 2017

<u>Plan Name</u>	<u>401(a) Defined Benefit/OPEB*</u>	<u>401(a) Defined Contribution</u>	<u>457(b) Deferred Compensation</u>	<u>Total</u>
Flagler County Sheriff	\$ -	\$ 139,607	\$ 38,166	\$ 177,773
Florida Atlantic Research	-	54,367	71,988	126,355
Fort Meade Firefighters	377,758	-	-	377,758
Fort Meade General	4,770,916	-	-	4,770,916
Fort Meade Police Officers	1,204,790	-	-	1,204,790
Fort White	-	29,179	29,105	58,284
Frostproof General	1,521,551	-	-	1,521,551
Green Cove Springs Fire & Police	4,771,141	-	104,018	4,875,159
Greenacres	-	3,167,286	1,918,010	5,085,296
Greenacres Fire & Police	31,631,000	-	-	31,631,000
Greenwood	-	7,840	4,081	11,921
Gulf Breeze	-	2,271,957	395,118	2,667,075
Gulf Breeze Police	4,889,128	-	-	4,889,128
High Springs	-	1,230	-	1,230
Holly Hill	-	109,261	281,106	390,367
Howey-in-the-Hills Police	1,466,535	-	-	1,466,535
Indialantic General	1,339,346	-	-	1,339,346
Indian Harbour Beach Police	243,683	-	-	243,683
Indian River County	-	-	2,894,150	2,894,150
Indian River County Clerk	-	-	634,686	634,686
Indian River Shores	925,141	304,878	239,850	1,469,869
Indian River Shores OPEB*	1,760,101	-	-	1,760,101
Inverness	-	296,910	125,351	422,261
Jacksonville Electric Authority OPEB*	25,712,124	-	-	25,712,124
Jennings	-	-	47,159	47,159
Joshua Water Control District	-	19,435	137,779	157,214
Juno Beach	-	593,236	1,010,326	1,603,562
Jupiter Inlet Colony	-	194,677	33,777	228,454
Jupiter Inlet District	-	242,590	221,349	463,939
Keys Energy Services	-	105,392	1,256,741	1,362,133
LaBelle	-	-	22,849	22,849
LaBelle Fire	1,548,600	-	-	1,548,600
Lake Alfred General	4,774,383	15,400	59,002	4,848,785
Lake Helen Police	1,304,560	-	-	1,304,560
Lighthouse Point Police & Fire	23,442,126	-	-	23,442,126
Live Oak	-	18,487	-	18,487
Longwood	-	2,084,604	236,153	2,320,757
Longwood Fire & Police	15,367,079	-	-	15,367,079

Florida Municipal Pension Trust Fund
SCHEDULE OF MEMBER BALANCES BY PLAN TYPE
September 30, 2017

<u>Plan Name</u>	<u>401(a) Defined Benefit/OPEB*</u>	<u>401(a) Defined Contribution</u>	<u>457(b) Deferred Compensation</u>	<u>Total</u>
Macclenny	\$ -	\$ -	\$ 9,983	\$ 9,983
Macclenny Housing Authority	-	107,905	9,756	117,661
Malone	-	92,000	42,768	134,768
Marathon Fire	8,021,364	-	-	8,021,364
Marianna General	-	1,097,208	909,376	2,006,584
Marianna Health & Rehab	-	980,376	564,450	1,544,826
McIntosh	-	41,254	-	41,254
Mexico Beach	-	13,347	40,303	53,650
Micanopy	-	40,182	89,266	129,448
Midway Fire District Firefighters	4,890,435	-	-	4,890,435
Mulberry	-	493,532	109,394	602,926
North Miami Beach Management	18,920,158	-	-	18,920,158
North Miami Beach OPEB*	2,804,689	-	-	2,804,689
Oakland Park	39,083,848	2,876,044	-	41,959,892
Oldsmar	-	4,166,104	1,236,150	5,402,254
Oldsmar Fire	5,817,766	-	-	5,817,766
Orange Park General	10,406,245	-	-	10,406,245
Pahokee	-	350,462	96,511	446,973
Palm Beach Gardens General	2,523,847	-	-	2,523,847
Palm Coast Firefighters	4,040,315	-	-	4,040,315
Panama City Management	3,142,553	-	-	3,142,553
Panama City Port Authority	-	2,064,143	100,423	2,164,566
Parkland Police	2,233,783	-	-	2,233,783
Penney Farms	-	56,751	10,935	67,686
Plant City	-	18,371,851	1,975,496	20,347,347
Ponce Inlet	-	61,623	141,425	203,048
Redington Beach	-	81,005	-	81,005
Redington Shores	-	257,833	16,817	274,650
Royal Palm Beach Police	18,668	-	-	18,668
Safety Harbor Fire	8,901,395	-	-	8,901,395
San Carlos Park Fire	17,279,328	-	-	17,279,328
Sanibel	-	1,263,868	299,657	1,563,525
Sarasota Bay Estuary Program	-	-	65,469	65,469
Sarasota County OPEB*	6,620,177	-	-	6,620,177
Satellite Beach General	7,252,337	-	-	7,252,337
Satellite Beach Police & Fire	17,335,538	-	-	17,335,538
Sebring	-	3,967	89,658	93,625

Florida Municipal Pension Trust Fund
 SCHEDULE OF MEMBER BALANCES BY PLAN TYPE
 September 30, 2017

<u>Plan Name</u>	<u>401(a) Defined Benefit/OPEB*</u>	<u>401(a) Defined Contribution</u>	<u>457(b) Deferred Compensation</u>	<u>Total</u>
South Central Regional Wastewater	\$ -	\$ 1,229,131	\$ 875,879	\$ 2,105,010
South Indian River Water Control District	-	436,701	104,020	540,721
South Pasadena	-	689,207	-	689,207
South Seminole	-	59,169	-	59,169
Southern Manatee Fire & Rescue District	36,627,689	-	1,438,961	38,066,650
Southern Manatee Fire & Rescue District General	2,778,793	-	-	2,778,793
Southern Manatee Fire & Rescue District OPEB*	1,107,996	-	-	1,107,996
Space Florida	-	-	1,189,459	1,189,459
Springfield	-	9,168	64,721	73,889
St. Leo	-	2,715	-	2,715
St. Marks	-	63,231	40,834	104,065
Tamarac Executive & Professional	45,471,271	-	-	45,471,271
Tampa	-	-	4,766,028	4,766,028
Umatilla	-	-	114,291	114,291
Umatilla Police	1,921,212	-	-	1,921,212
Valparaiso	-	1,172,610	660,460	1,833,070
Valparaiso Fire & Police	2,599,494	-	-	2,599,494
Wauchula General	18,027,396	-	-	18,027,396
Wauchula OPEB*	330,840	-	-	330,840
Wauchula Police	2,817,230	-	-	2,817,230
Welaka	-	158,639	33,315	191,954
Wellington	-	2,071	3,614,504	3,616,575
Wellington OPEB*	1,535,852	-	-	1,535,852
Wewahitchka	-	533,624	116,393	650,017
Williston General	4,624,082	-	-	4,624,082
Williston Police	2,450,313	-	-	2,450,313
Winter Garden	-	501,812	-	501,812
Zolfo Springs	-	117,817	113,551	231,368

*Identification of Other Post-Employment Benefits plans participating in the Fund