



NORTH CAROLINA

OFFICE OF THE TREASURER

JANET COWELL, TREASURER

May 13, 2016

Joint Legislative Commission
on Governmental Operations
North Carolina General Assembly
Raleigh, North Carolina 27601

Re: Quarterly report on investment and related activities for the
period ended March 31, 2016

Commission Members:

We are submitting a report under G.S. 147-68(d), 147-68(d1), 147-69.1(e), 147-69.2(b)(10a), 147-69.3(h), 147-69.3(i), and 147-86.11(c), on the investment and related activities of the State Treasurer. The report outlines the above in summary form for:

- The Cash Management Program – responsible for managing the operating funds of the State. The primary participants in this program are the State's General Fund and Highway Funds.
- The Pension Trust Funds Investment Program – responsible for managing assets of the Teachers' and State Employees' Retirement System, the Consolidated Judicial Retirement System, the Firemen's and Rescue Squad Workers' Pension Fund, the Local Governmental Employees' Retirement System, the Legislative Retirement System, the North Carolina National Guard Pension Fund and the Retiree Health Benefit Trust Fund. Collectively, these systems and funds are referred to as the North Carolina Retirement Systems or the Pension Fund.
- The Ancillary Investment Programs - as authorized by the General Assembly, responsible for managing assets for the Escheats Fund, Public Hospital Funds, CEEF and the Local Government Other Post-Employment Benefits Fund. The Trust Funds Investment Program also includes other participants such as the State Health Plan, the Disability Income Plan, and the State Educational Assistance Authority.

Cash Management Program

The Cash Management Program, composed of the Short-Term Investment Fund (“STIF”), produced a one year return of 0.70% for the participants compared to the benchmark return of 0.10%. The investable balances earning income for the General Fund were \$1.25 billion higher than one year earlier based on book value. The investable balances, which earn income for the Highway Funds, were \$247 million higher than at the same time last year.

Short Term Investment Fund

<u>Historical T-Bill rates</u>	<u>3/31/15</u>	<u>9/30/15</u>	<u>3/31/16</u>
3-Mo. T-Bill	0.020%	-0.015%	0.201%
6-Mo. T-Bill	0.132%	0.069%	0.378%

The investments held by the STIF on a particular date may be accruing income at different levels from current short-term interest rates. For example, if the investments were made when interest rates were lower, the earnings would continue to be at the lower rates of return, even though current interest rates may have moved higher. This happens in reverse as well.

Pension Trust Funds Investment Program

The investment results for the Pension Trust Funds Investment Program (“Trust Funds”) are managed and reported on a cumulative total return basis. Total return includes realized income and the appreciation or depreciation of fair market value. Two funds comprise the vast majority of the Trust Funds assets. They are the Long-Term Investment Fund (“LTIF”) and the Long-Only Public Equity Investment Fund.

	<u>1 Year</u>	<u>2 Year</u>	<u>3 Year</u>	<u>5 Year</u>
Total Trust Returns:	-0.70%	2.57%	5.27%	5.95%

Liquidity for the Trust Funds Investment Program is monitored on a regular basis. Currently 75% of the Funds’ assets are categorized as highly liquid. The table below indicates the values for each liquidity level as defined:

	TOTAL (in millions)	Allocation
Level 1	\$64,750	74.70%
Level 2	\$3,855	4.40%
Level 3	\$2,484	2.90%
Level 4	\$15,643	18.00%
TOTAL	\$86,732	

The Liquidity Level defines the level of liquidity for each investment.

- Level 1: Highly liquid (T+3 or less)
- Level 2: Separate or Commingled Funds with Monthly, Quarterly or Semi-Annual redemption period
- Level 3: Annual to 24 month redemption period
- Level 4: Illiquid (> 24 month redemption period)

Long Term Investment Fund

	<u>1 Year</u>	<u>2 Year</u>	<u>3 Year</u>	<u>5 Year</u>
LTIF Returns:	1.90%	4.85%	2.96%	5.28%

The below table provides a trend comparison of the current Treasury yields to the previous quarter.

US Treasury Yields	<u>5 Year UST</u>	<u>10 Year UST</u>	<u>30 Year UST</u>
As of 3/31/16	1.206%	1.770%	2.612%
As of 12/31/15	1.761%	2.270%	3.016%

- Long Term assets (based on market value) ended the quarter approximately \$7.5 million lower than at the end of the prior reporting period.
- The realized earnings for the fiscal year to date are \$620.8 million.
- Approximately \$801 million was used to pay benefits or was reallocated to other investment funds this quarter.

Equity Investment Fund

Returns:	<u>1 Year</u>	<u>2 Year</u>	<u>3 Year</u>	<u>5 Year</u>
Long Only Equity:	-4.09%	0.39%	6.41%	6.10%

The below table provides first quarter equity market returns as measured by major indices.

Quarterly Index Returns:	S&P 500	1.35%	DJIA	1.49%
	Russell 3000	0.97%	MSCI EAFE	-3.01%

- Assets of the fund (based on market value) ended the quarter approximately \$2.28 billion lower than at the end of the prior reporting period.
- Approximately \$323 million was transferred into the Equity Investment Fund this quarter.

Pursuant to Session Law 2009-98 and G.S.147-69.2, the Treasurer is authorized to invest in credit and inflation-linked strategies. These classifications are reflected in the attached report.

Ancillary Investment Programs

The Ancillary Investment Programs, as authorized by the General Assembly, are responsible for managing assets for the Escheats Fund, Public Hospital Funds, the Local Government Other Post-Employment Benefits Fund and the Conservation Easement Endowment Fund.

Pursuant to G.S. 147-69.2(b)(12), up to 20% of the Escheat Fund's assets can be invested in authorized Public Equity, Real Estate, and Alternative Investments. Since inception, \$40 million has been invested in Public Equity, of which \$39.2 million has been received in distributions; \$20 million has been invested in Real Estate, of which \$16.5 million has been returned; \$56 million has been invested in Alternatives, of which \$39 million has been received in distributions. For the quarter ending March 31, 2016, the Escheat Fund's invested assets in Alternatives were valued at \$32 million with a return of -4.60% for the quarter and -2.43% for one year.

Pursuant to G.S. 159-39(g) and G.S. 159-30(c)(9) deposits are held for the Watauga Medical Center, New Hanover Memorial Hospital, Margaret R. Pardee Hospital, and Columbus Regional Healthcare System, all subject to compliance with G.S. 147-69.2. The assets are allocated as follows: STIF, LTIF and authorized Equity funds. For the quarter ending March 31, 2016, the externally invested assets were valued at \$217 million after returns in the domestic and international equity accounts of -0.16% and -0.54% respectively.

Pursuant to G.S. 159-30.1(b) and G.S. 159-30(c), deposits are held for the Local Government Other Post-Employment Benefits Fund. The assets are allocated as follows: STIF, LTIF, and authorized Equity funds. For the quarter ending March 31, 2016, the externally invested assets were valued at \$126 million after returns in the domestic and international equity accounts of -0.16% and -0.54% respectively.

Pursuant to G.S. 113A-253.2(a), deposits are held for the Conservation Easement Endowment Fund. The assets are allocated as follows: STIF, LTIF, and authorized Equity funds. For the quarter ending March 31, 2016, the externally invested assets were valued at \$2.4 million after returns in the domestic and international equity accounts of -0.16% and -0.54% respectively.

The Bond Proceeds Fund is managed by a private investment company under contract with the Department of State Treasurer. The investments are valued at amortized cost, which approximates fair value. The Bond Proceeds Fund has a separate investment account for each state bond issue to comply with Internal Revenue Service regulations on bond arbitrage.

Reporting Requirements for Green Managers and Funds

Pursuant to G.S. 147-68(d1), the Treasurer "shall include a specific listing of all investments made with certified green managers and companies and funds that support sustainable practices, including the names of the companies, managers, and funds, the amount invested, and the State's return on investment." Based on currently available research, there is no validation group or process that certifies green managers for investments, and the statute provides no definition of the term "sustainable practices" that would enable the Treasurer to determine which companies and funds would fall under this provision. Thus, it is not possible to report any relevant data at this time.

Investment Policy

Pursuant to G.S. 147-69.3(i) the following link is provided for ease of access to the current Investment Policy:

<https://www.nctreasurer.com/inv/Policies/InvestmentPolicyForNCRetirementSystems.pdf>

Thank you for your attention. Please feel free to contact the Department of State Treasurer if you have any questions.

Sincerely,

A handwritten signature in blue ink that reads "Janet Cowell". The signature is written in a cursive style with a large initial "J" and "C".

Janet Cowell

Attachments

cc: Kevin SigRist, Chief Investment Officer
Fran Lawrence, Chief Financial Officer

Unaudited

DEPARTMENT OF STATE TREASURER
COMBINED STATEMENT OF NET POSITION - ALL POOLS AND ACCOUNTS

MARCH 31, 2016

(dollars in thousands)

	*Pension Trust Funds Investment Program		All Pools
	Short-term Investment Fund	Subtotal	
Net Assets:			
Investment Securities:			
Cash Equivalents	\$ -	\$ -	\$ -
Certificates of Deposit	12,600	-	12,600
Repurchase Agreements	1,260,000	-	1,260,000
U.S. Treasury Bills/ Notes/ Bonds	7,797,629	6,058,432	13,856,061
U.S. Government Agency Notes/ Bonds	8,219,849	826,015	9,045,864
GNMA Certificates	-	8,159,963	8,159,963
Corporate Obligations	54,981	8,596,487	8,651,468
Other Investments	-	38,343	38,343
Investments in Equity Securities	-	10,227	10,227
Investments in Equity Trusts & Limited Liability Entities**	-	37,303,379	37,303,379
Investments in Real Estate Trust Funds & Partnerships	-	8,029,695	8,029,695
Investments in Alternative Partnerships	-	5,997,301	5,997,301
Investments in Credit Partnerships	-	5,087,403	5,087,403
Investments in Inflation Partnerships and Other Invest.	-	4,116,854	4,116,854
Total Investment Securities	\$ 17,345,059	\$ 84,224,099	\$ 101,569,158
Cash in Bank	227,285	-	227,285
Deposits in Short-term Investment Fund	-	3,856,518	-
Other Assets, Net of Liabilities	42,151	183,516	225,667
Assets held by ancillary participants***	-	(1,532,408)	(1,532,408)
Total Net Assets	\$ 17,614,495	\$ 86,731,725	\$ 100,489,702
Participant Equity:			
General Fund	\$ 3,049,396	\$ -	\$ 3,049,396
Other Funds Which Earn Interest for General Fund	1,500,615	-	1,500,615
Highway Fund	372,262	-	372,262
Highway Trust Fund	1,295,451	-	1,295,451
University Trust Funds	2,370,594	-	2,370,594
Pension Trust Funds	335,273	86,731,725	87,066,998
Other Independent Trust Funds	4,078,480	-	4,078,480
Local Political Subdivisions	720,664	-	720,664
Licensing Boards	35,242	-	35,242
Other Investment Funds	3,856,518	-	3,856,518
Total Participant Equity	\$ 17,614,495	\$ 86,731,725	\$ 100,489,702
Percent of Total	17.53	86.31	100.00
			-3.84

*The Trust Funds Investment Program is presented at market value. Trust Funds detail is included on Combining Statement of Net Position.

**See description of Equity Investment Fund in note on following pages

***See Ancillary Investment Programs

DEPARTMENT OF STATE TREASURER
COMBINING STATEMENT OF NET POSITION - PENSION TRUST FUNDS INVESTMENT PROGRAM
MARCH 31, 2016
 (dollars in thousands)

	Cash Investment Fund	Long-term Investment Fund	External Fixed Inc. Investment Fund	Long-Only Public Equity Investment Fund*	Hedged Public Equity Investment Fund	Real Estate Investment Fund	Alternative Investment Fund	Credit Investment Fund	Inflation Investment Fund	Totals
Net Assets:										
Investment Securities:										
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
U.S. Treasury Bills/ Notes/ Bonds	-	5,259,214	-	-	-	-	-	-	799,218	6,058,432
U.S. Government Agency Notes/ Bonds	-	826,015	-	-	-	-	-	-	-	826,015
GNMA Certificates	-	8,159,963	-	-	-	-	-	-	-	8,159,963
Corporate Obligations	-	8,596,487	-	-	-	-	-	-	-	8,596,487
Other Investments	5,821	-	-	-	-	-	-	-	32,522	38,343
Investments in Equity Securities	-	-	-	-	-	-	10,227	-	-	10,227
Investments in Equity Trusts & Limited Liability Entities	-	-	-	34,693,476	2,609,903	8,029,695	-	-	-	37,303,379
Investments in Real Estate Trust Funds & Partnerships	-	-	-	-	-	8,029,695	-	-	-	8,029,695
Investments in Alternative Partnerships	-	-	-	-	-	-	5,997,301	-	-	5,997,301
Investments in Credit Partnerships	-	-	-	-	-	-	-	5,087,403	-	5,087,403
Investments in Inflation Partnerships and Other Invest.	-	-	-	-	-	-	-	-	4,116,854	4,116,854
Total Investment Securities	\$ 5,821	\$ 22,841,679	\$ -	\$ 34,693,476	\$ 2,609,903	\$ 8,029,695	\$ 6,007,528	\$ 5,087,403	\$ 4,948,594	\$ 84,224,099
Cash in Bank	-	-	-	-	-	-	-	-	-	-
Deposits in Short-term Investment Fund	1,057,084	-	2,496,590	-	-	-	-	-	-	3,856,518
Other Assets, Net of Liabilities	3	182,427	-	-	-	-	-	-	1,086	183,516
Assets held by ancillary participants **	-	(1,532,408)	-	-	-	-	-	-	-	(1,532,408)
Total Net Assets	\$ 1,062,908	\$ 21,794,542	\$ 2,496,590	\$ 34,693,476	\$ 2,609,903	\$ 8,029,695	\$ 6,007,528	\$ 5,087,403	\$ 4,949,680	\$ 86,731,725
Participant Equity:										
Pension Trust Funds	\$ 1,062,908	\$ 21,794,542	\$ 2,496,590	\$ 34,693,476	\$ 2,609,903	\$ 8,029,695	\$ 6,007,528	\$ 5,087,403	\$ 4,949,680	\$ 86,731,725
Total Participant Equity	\$ 1,062,908	\$ 21,794,542	\$ 2,496,590	\$ 34,693,476	\$ 2,609,903	\$ 8,029,695	\$ 6,007,528	\$ 5,087,403	\$ 4,949,680	\$ 86,731,725
Percent of Total	1.23	25.13	2.88	40.00	3.01	9.26	6.93	5.86	5.71	100.00

*The balance in this fund contains approximately \$352.7 million in a limited partnership, ValueAct Capital Partners, L.P. The investment strategy of this partnership is long-only public equity, but because the investment is made through a limited partnership, it is classified under N.C.G.S. 147-69.2(b)(8)(b), the statutory provision for the Hedged Public Equity Investment Fund.

**See Ancillary Investment Programs

**DEPARTMENT OF STATE TREASURER
ANCILLARY INVESTMENT PROGRAMS**

MARCH 31, 2016
(dollars in thousands)

Unaudited

	Escheats External Investments	OPEB External Investments	Hospital External Investments	Conservation Easement Endowment Fund	Non-Pension Long Term Participants	General Obligation Bond Proceeds	Totals
Net Assets:							
Deposits in Equity Investment Fund	\$ -	125,711	217,259	2,374	-	-	345,344
Deposits in Alternative Investment Fund	31,782	-	-	-	-	-	31,782
Deposits in Long Term Investment Fund	-	-	-	-	1,532,408	-	1,532,408
Other Assets	-	-	-	-	-	208,862	208,862
Total Net Assets	\$ 31,782	\$ 125,711	\$ 217,259	\$ 2,374	\$ 1,532,408	\$ 208,862	\$ 2,118,396
Revenues:							
Investment Income:							
Investment Earnings	\$ 303	2,073	4,511	38	42,147	238	49,310
Intra-Pool Interest Earnings	-	-	-	-	77	-	77
Income from Securities Lending	-	41	74	-	-	-	115
Other Income	-	-	-	-	-	-	-
Subtotal	303	2,114	4,585	38	42,224	238	49,502
Net Unrealized Appreciation/Depreciation	(1,680)	(7,190)	(14,747)	(140)	26,564	-	2,807
Total Investment Income	(1,377)	(5,076)	(10,162)	(102)	68,788	238	52,309
Expenditures:							
Treasurer's Allocated Cost	-	-	-	-	(39)	-	(39)
Management Fees	(36)	(310)	(575)	(6)	-	(56)	(983)
Other Cost	(114)	-	-	-	(111)	-	(225)
Total Expenditures	(150)	(310)	(575)	(6)	(150)	(56)	(1,247)
Net Investment Income (Loss)	\$ (1,527)	\$ (5,386)	\$ (10,737)	\$ (108)	\$ 68,638	\$ 182	\$ 51,062

NOTE: Escheats, OPEB, Hospitals and Conservation Easement Endowment also invest in the Long Term Investment Fund. Their balances in the Long Term Fund are included in the Non-Pension Long Term Participants column.

DEPARTMENT OF STATE TREASURER
COMBINED STATEMENT OF OPERATIONS - ALL POOLS AND ACCOUNTS
FOR THE PERIOD ENDED MARCH 31, 2016

Unaudited

(dollars in thousands)

*Pension Trust Funds

	Short-term Investment Fund	Subtotal	Intrafund Eliminations	Total
Revenues:				
Investment Income:				
Investment Earnings	\$ 100,743	\$ 1,787,217	-	\$ 1,887,960
Intra-Pool Interest Earnings	-	20,796	(20,796)	-
Income from Securities Lending	-	8,174	-	8,174
Commission Recapture	-	109	-	109
Other Income	-	8,786	-	8,786
Subtotal	<u>100,743</u>	<u>1,825,082</u>	<u>(20,796)</u>	<u>1,905,029</u>
Net Unrealized Appreciation/Depreciation		<u>(2,327,227)</u>	-	<u>(2,327,227)</u>
Total Investment Income	<u>100,743</u>	<u>(502,145)</u>	<u>(20,796)</u>	<u>(422,198)</u>
Expenditures:				
Treasurer's Allocated Cost	(1,088)	(2,466)	-	(3,554)
Management Fees	-	(190,668)	-	(190,668)
Placement Fees	-	-	-	-
Incentive Fees	-	(124,978)	-	(124,978)
Dividend Withholding Tax	-	(11,437)	-	(11,437)
Other Cost	(3,652)	(40,482)	-	(44,134)
Total Expenditures	<u>(4,740)</u>	<u>(370,031)</u>	-	<u>(374,771)</u>
Net Investment Income (Loss)	<u>\$ 96,003</u>	<u>\$ (872,176)</u>	<u>\$ (20,796)</u>	<u>\$ (796,969)</u>
Total Investment Income Allocated:				
General Fund	\$ 28,847	-	-	\$ 28,847
Highway Fund	1,439	-	-	1,439
Highway Trust Fund	6,295	-	-	6,295
University Trust Funds	11,111	-	-	11,111
Pension Trust Funds	3,162	(872,176)	-	(869,014)
Other Independent Trust Funds	20,348	-	-	20,348
Local Political Subdivisions	3,698	-	-	3,698
Licensing Boards	174	-	-	174
Other Investment Funds	20,929	-	(20,796)	133
Total Investment Income Allocated	<u>\$ 96,003</u>	<u>\$ (872,176)</u>	<u>\$ (20,796)</u>	<u>\$ (796,969)</u>

Cash Return, Fiscal Year-to-Date (Annualized) 0.72%

* Pension Trust Funds detail is included on the Combining Statement of Operations-Pension Trust Funds Investment Program.

**By policy and practice, neither the Department of State Treasurer nor the funds bear the cost of placement agent fees.

**DEPARTMENT OF STATE TREASURER
COMBINING STATEMENT OF OPERATIONS - PENSION TRUST FUNDS INVESTMENT PROGRAM
FOR THE PERIOD ENDED MARCH 31, 2016**
(dollars in thousands)

	Trust Funds Investment Program										Totals	
	Cash Investment Fund	Long-term Investment Fund	External Fixed Inc. Investment Fund	Long-Only Public Equity Investment Fund**	Hedged Public Equity Investment Fund	Real Estate Investment Fund	Alternative Investment Fund	Credit Investment Fund	Inflation Investment Fund			
Revenues:												
Investment Income:												
Investment Earnings	\$ 5	\$ 619,611	\$ -	\$ 435,926	\$ -	\$ 441,402	\$ -	\$ 328,601	\$ 77,261	\$ (115,589)	\$ 1,787,217	
Intra-Pool Interest Earnings	5,974	1,207	13,615	-	-	-	-	-	-	-	20,796	
Income from Securities Lending	-	-	-	8,174	-	-	-	-	-	-	8,174	
Commission Recapture	-	-	-	109	-	-	-	-	-	-	109	
Other Income	1,836	-	-	6,950	-	-	-	-	-	-	8,786	
Subtotal	7,815	620,818	13,615	451,159	0	441,402	0	328,601	77,261	(115,589)	1,825,082	
Net Unrealized Appreciation/Depreciation	-	390,929	-	(2,181,249)	(6,654)	253,914	(116,474)	(405,159)	(405,159)	(262,534)	(2,327,227)	
Total Investment Income	7,815	1,011,747	13,615	(1,730,090)	(6,654)	695,316	212,127	(327,898)	(327,898)	(378,123)	(502,145)	
Expenditures:												
Treasurer's Allocated Cost	-	(583)	(13)	(1,171)	-	(220)	(173)	(156)	(156)	(150)	(2,466)	
Management Fees	-	-	(1,283)	(40,790)	-	(49,257)	(34,144)	(30,047)	(30,047)	(35,147)	(190,668)	
Incentive Fees	-	-	-	-	-	(86,127)	(14,509)	(22,939)	(22,939)	(1,403)	(124,978)	
Placement Fees*	-	-	-	-	-	-	-	-	-	-	0	
Dividend Withholding Tax	-	-	-	(11,342)	-	(95)	-	-	-	-	(11,437)	
Other Cost	(50)	(1,649)	(1,330)	(5,053)	-	(287)	(22,694)	(5,280)	(5,280)	(4,139)	(40,482)	
Total Expenditures	(50)	(2,232)	(2,626)	(8,356)	0	(135,986)	(71,520)	(58,422)	(58,422)	(40,839)	(370,031)	
Net Investment Income (Loss)	\$ 7,765	\$ 1,009,515	\$ 10,989	\$ (1,788,446)	\$ (6,654)	\$ 559,330	\$ 140,607	\$ (386,320)	\$ (386,320)	\$ (418,962)	\$ (872,176)	
Total Investment Income Allocated:												
General Fund	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Highway Fund	-	-	-	-	-	-	-	-	-	-	-	
Highway Trust Fund	-	-	-	-	-	-	-	-	-	-	-	
University Trust Funds	-	-	-	-	-	-	-	-	-	-	-	
Pension Trust Funds	7,765	1,009,515	10,989	(1,788,446)	(6,654)	559,330	140,607	(386,320)	(386,320)	(418,962)	(872,176)	
Other Independent Trust Funds	-	-	-	-	-	-	-	-	-	-	-	
Local Political Subdivisions	-	-	-	-	-	-	-	-	-	-	-	
Licensing Boards	-	-	-	-	-	-	-	-	-	-	-	
Other Investment Funds	-	-	-	-	-	-	-	-	-	-	-	
Total Investment Income Allocated	\$ 7,765	\$ 1,009,515	\$ 10,989	\$ (1,788,446)	\$ (6,654)	\$ 559,330	\$ 140,607	\$ (386,320)	\$ (386,320)	\$ (418,962)	\$ (872,176)	
Total Return, 12, 24, and 36 and 60 months:												
12 months	0.78%	1.90%	0.40%	-4.09%	N/A	11.51%	5.31%	-5.85%	-7.02%	-0.70%		
24 months	0.62%	4.85%	0.41%	0.39%	N/A	12.93%	8.04%	-2.67%	-7.12%	2.57%		
36 months	N/A	2.96%	2.55%	6.41%	N/A	12.74%	9.82%	2.99%	-4.69%	5.27%		
60 months	N/A	5.28%	4.62%	6.10%	N/A	11.37%	8.48%	4.73%	-4.58%	5.95%		

* By policy and practice, neither the Department of State Treasurer nor the funds bear the cost of placement agent fees.

Department of State Treasurer
Bank Balances
at March 31, 2016

Summary of Bank Balances	
Balance as of 12/31/2015	\$ 194,795,887.05
Total Receipts	\$ 44,711,410,673.97
Total Payments	\$ 44,678,921,522.24
Balance as of 3/31/2016	\$ 227,285,038.78

Bank Balances as of March 31, 2016	
<i>Bank</i>	<i>Bank Balance</i>
Wells Fargo	\$ 86,452,552.64
Bank of America	\$ 33,043,869.10
SunTrust	\$ 9,470,299.07
PNC	\$ 348,570.66
First Citizens	\$ 3,798,208.34
BB&T	\$ 13,452,446.73
Asheville Savings Bank	\$ 999,999.75
Bank of North Carolina	\$ 100,000.22
Bank of Tennessee	\$ 872.81
Bank of the Ozarks	\$ 1,999,999.47
Capital Bank	\$ 4,100,000.01
CommunityOne Bank	\$ 2,099,999.72
Fidelity Bank	\$ 9,446,570.89
Fifth Third Bank	\$ 892,571.27
First Bank	\$ 12,397,398.33
Four Oaks Bank	\$ 100,000.00
High Point Bank	\$ 1,000,000.17
HomeTrust Bank	\$ 1,000,000.06
KS Bank	\$ 100,000.00
Lumbee Guaranty Bank	\$ 3,000,000.68
Entegra Bank (formerly Macon Bank)	\$ 2,000,000.55
M&F Bank	\$ 2,999,999.83
NewBridge Bank	\$ 2,789,889.24
Peoples Bank	\$ 999,999.53
South State Bank	\$ 1,068,108.95
Southern Bank & Trust	\$ 12,583,570.20
Surrey Bank	\$ 999,999.95
TD Bank	\$ 1,500,000.74
The Little Bank	\$ 168,182.61
Townebank	\$ 1,999,999.90
Union Bank	\$ 749,999.63
United Community Bank	\$ 6,403,429.76
Uwharrie Bank	\$ 1,999,999.94
Yadkin Bank	\$ 7,218,498.03

Total*	\$ 227,285,038.78
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*This number reflects the balance in the State treasury credited to all State funds, including not only the General Fund but also other funds.