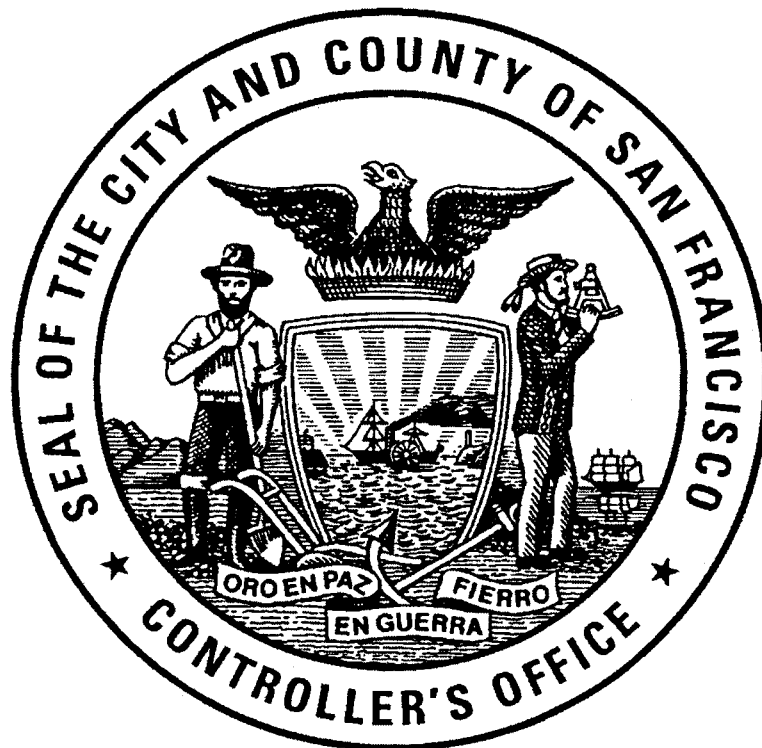


**CITY AND COUNTY OF  
SAN FRANCISCO, CALIFORNIA**

**Comprehensive Annual Financial Report  
Year ended June 30, 2011**



**Prepared by:  
Office of the Controller**

A handwritten signature in black ink, enclosed in a hand-drawn oval. The signature appears to be "B. Rosenfield".

**Ben Rosenfield  
Controller**

**CITY AND COUNTY OF SAN FRANCISCO**  
**Combining Statement of Net Assets – Fiduciary Funds**  
**Pension and Other Employee Trust Funds**  
June 30, 2011  
(In Thousands)

	<u>Pension Trust Fund</u>	<u>Other Employee Benefit Trust Fund</u>	<u>Other Post-employment Benefit Trust fund</u>	<u>Total</u>
	<u>Employees' Retirement System</u>	<u>Health Service System</u>	<u>Retiree Health Care</u>	
<b>ASSETS</b>				
Deposits and investments with City Treasury.....	\$ 5,087	\$ 73,311	\$ 8,174	\$ 86,572
Deposits and investments outside City Treasury:				
Cash and deposits.....	38,894	-	-	38,894
Short term investments.....	726,811	-	-	726,811
Alternative investments.....	1,977,187	-	-	1,977,187
Debt securities.....	4,268,998	-	-	4,268,998
Equity securities.....	7,366,821	-	-	7,366,821
Real estate.....	1,266,863	-	-	1,266,863
Foreign currency contracts, net.....	(16,046)	-	-	(16,046)
Receivables:				
Employer and employee contributions.....	25,039	19,789	393	45,221
Brokers, general partners and others.....	60,566	-	-	60,566
Interest and other.....	39,104	10,017	-	49,121
Invested in securities lending collateral.....	892,579	-	-	892,579
Total assets.....	<u>16,651,903</u>	<u>103,117</u>	<u>8,567</u>	<u>16,763,587</u>
<b>Liabilities</b>				
Accounts payable.....	15,063	26,035	-	41,098
Estimated claims payable.....	-	8,706	-	8,706
Payable to brokers.....	126,903	-	-	126,903
Deferred Retirement Option Program liabilities.....	17,641	-	-	17,641
Payable to borrowers of securities.....	893,457	-	-	893,457
Deferred credits and other liabilities.....	-	40,890	5	40,895
Total liabilities.....	<u>1,053,064</u>	<u>75,631</u>	<u>5</u>	<u>1,128,700</u>
<b>Net Assets</b>				
Held in trust for pension benefits and other purposes.....	<u>\$ 15,598,839</u>	<u>\$ 27,486</u>	<u>\$ 8,562</u>	<u>\$ 15,634,887</u>

**CITY AND COUNTY OF SAN FRANCISCO**

**Combining Statement of Changes in Fiduciary Net Assets – Fiduciary Funds  
Pension and Other Employee Trust Funds  
Year ended June 30, 2011  
(In Thousands)**

	<b>Pension Trust Fund</b>	<b>Other Employee Benefit Trust Fund</b>	<b>Other Post-employment Benefit Trust fund</b>	
	<b>Employees' Retirement System</b>	<b>Health Service System</b>	<b>Retiree Health Care</b>	<b>Total</b>
<b>Additions:</b>				
Employees' contributions.....	\$ 181,755	\$ 120,888	\$ 5,636	\$ 308,279
Employer contributions.....	308,823	583,341	2,832	894,996
Total contributions.....	<u>490,578</u>	<u>704,229</u>	<u>8,468</u>	<u>1,203,275</u>
<b>Investment income/loss:</b>				
Interest.....	208,400	474	94	208,968
Dividends.....	159,671	-	-	159,671
Net appreciation in fair value of investments.....	2,557,950	(85)	-	2,557,865
Securities lending income.....	5,697	-	-	5,697
Total investment income.....	<u>2,931,718</u>	<u>389</u>	<u>94</u>	<u>2,932,201</u>
<b>Less investment expenses:</b>				
Securities lending borrower rebates and expenses.....	436	-	-	436
Other investment expenses.....	(44,579)	-	-	(44,579)
Total investment expenses.....	<u>(44,143)</u>	<u>-</u>	<u>-</u>	<u>(44,143)</u>
Total additions, net.....	<u>3,378,153</u>	<u>704,618</u>	<u>8,562</u>	<u>4,091,333</u>
<b>Deductions:</b>				
Benefit payments.....	889,744	691,358	-	1,581,102
Refunds of contributions.....	11,548	-	-	11,548
Administrative expenses.....	14,808	-	-	14,808
Total deductions.....	<u>916,100</u>	<u>691,358</u>	<u>-</u>	<u>1,607,458</u>
Change in net assets.....	2,462,053	13,260	8,562	2,483,875
Net assets at beginning of year.....	13,136,786	14,226	-	13,151,012
Net assets at end of year.....	<u>\$ 15,598,839</u>	<u>\$ 27,486</u>	<u>\$ 8,562</u>	<u>\$ 15,634,887</u>