

NHRS DASHBOARD: FY 2022 First Quarter

For the period July 1, 2021 to September 30, 2021

Prepared for the Office of Gov. Christopher T. Sununu - December 2021

QUARTERLY HIGHLIGHTS

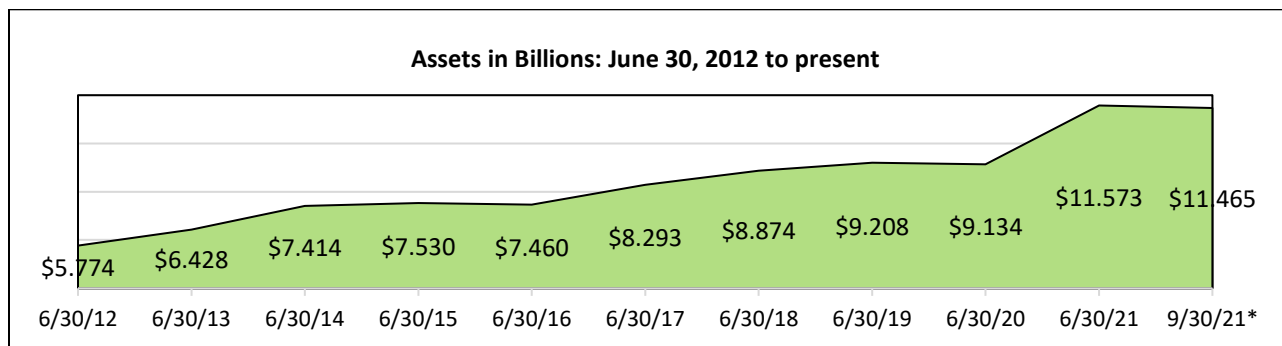
Here is a summary of NHRS activities during the quarter ending September 30, 2021:

- NHRS realized a 29.4% return on investments in the fiscal year ended June 30, 2021. The three-year, five-year, 10-year, 20-year, and 25-year returns for the periods ended June 30, 2021, were 11.4%, 11.3%, 9.3%, 7.2%, and 7.9%, respectively. All returns are net of fees. The 29.4% return exceeded the total fund benchmark of 24.3%. The retirement system's assumed rate of investment return is 6.75%.
- The trust fund stood at approximately \$11.57 billion as of June 30, 2021, an increase of \$2.44 billion as compared to June 30, 2020.
- Pursuant to its authority under RSA 100-A:15 VII(d) to seek legislation "in order to better serve the members of the system," the Board voted in August to authorize staff to seek a sponsor for legislation that would give NHRS the discretion to assess a penalty of up to \$25 per day to employers who do not provide requested member or retiree data in a timely fashion. The proposed legislation was modeled after existing law related to the late reporting of annual retiree data.
- The final group of retirees and beneficiaries eligible for the cost-of-living adjustment (COLA) approved by the Legislature in 2019 began receiving the COLA in July. Eligible retirees and beneficiaries began receiving a permanent 1.5 percent COLA on the first \$50,000 of an annual pension benefit between August 2020 and July 2021, depending on the month in which their retirements began.

TRUST FUND

1st Quarter FY 2021: \$9.395 billion

1st Quarter FY 2022: \$11.465*



* Unaudited

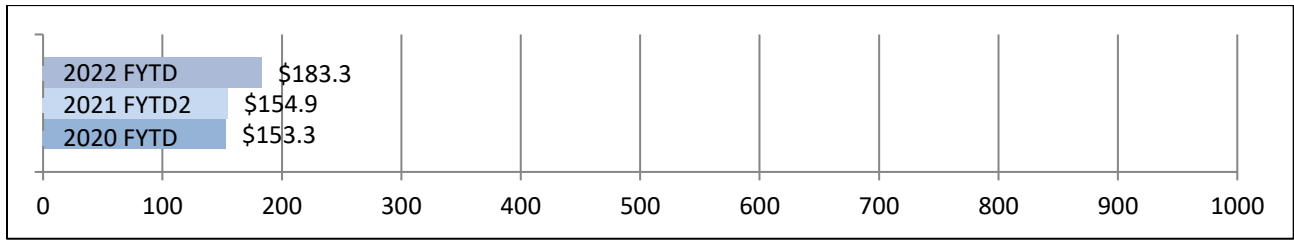
INVESTMENT PERFORMANCE

Net-of-fees returns	FYTD - 9/30/21*	1 yr. at 6/30/21	3 yr. at 6/30/21	5 yr. at 6/30/20	10 yr. at 6/30/20
Total Fund Composite	- 0.4%	29.4%	11.4%	11.3%	9.3%
Peer comparison (percentile)	NA	19th	29th	28th	18th

Assumed Rate of Return: 6.75%; * Annualized; valuation of real estate and alternative investments lagged three months.

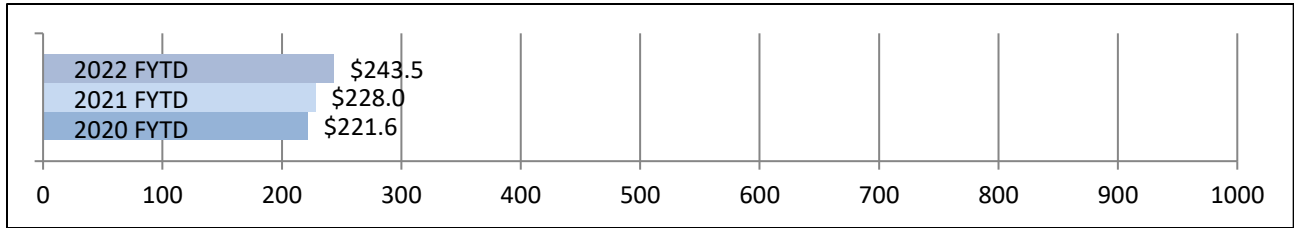
Note: In investment parlance, the lower the percentile regarding peer comparison, the better the performance relative to peers. For instance, NHRS' 10-year performance in the 18th percentile means the retirement system outperformed 82% of peer public plans over that period.

CONTRIBUTIONS (in millions through 9/30*)



* 9/30/21 data is unaudited

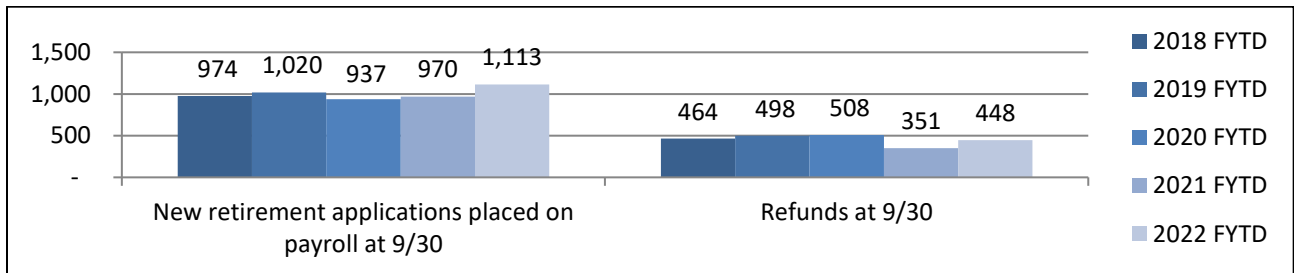
BENEFITS PAID (in millions through 9/30*)



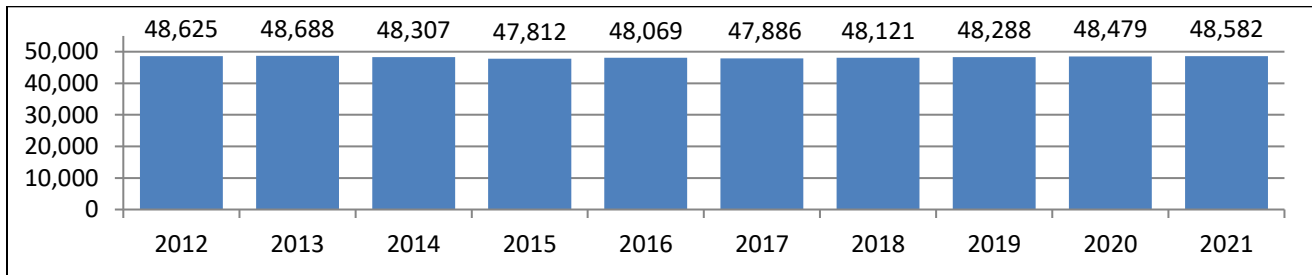
* 9/30/21 data is unaudited

Note: Benefits are paid from member and employer contributions and investment income. Historically, investment income has accounted for the majority of trust fund assets. There is a one-month lag in the reporting of member and employer contributions to NHRS, which accounts for the majority of the quarterly difference between contributions and benefits.

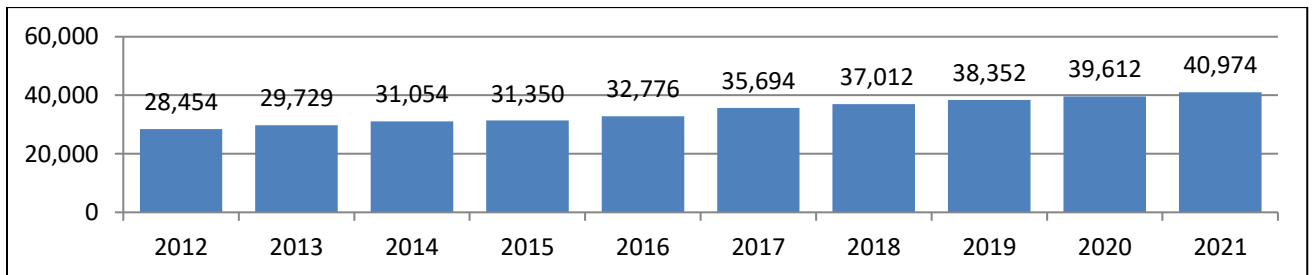
RETIREMENTS AND REFUNDS



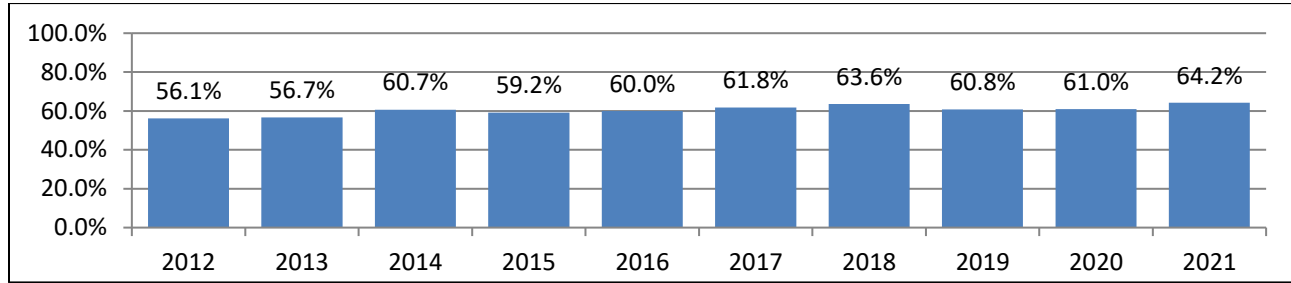
ACTIVE MEMBERS



RETIREES & BENEFICIARIES



ACTUARIAL FUNDED RATIO



Funded ratio impacted by reductions to assumed rate of return and revised actuarial assumptions in 2011, 2016, and 2020.

NET POSITION AND ADMINISTRATIVE EXPENSES

FYTD Net Position (\$s in billions)	FY 2022 Preliminary September 2021	FY 2021 September 2020	FY 2020 September 2019	FY 2019 September 2018
Current Fiscal Year-To-Date	September 2021	September 2020	September 2019	September 2018
Net Position Change	(\$0.109)	\$0.261	(\$0.051)	\$0.101
Prior Year Beginning Balance	\$11.574	\$9.134	\$9.208	\$8.874
Net Position Balance	\$11.465	\$9.395	\$9.157	\$8.975

FYTD 2022 Budget vs. Actual Non-Investment Administrative Expenses Through September 30, 2021				
	Total Budget	FYTD Budget	Actual	Difference
Administrative Expenses				
Internal (Statutory Admin. Budget)	\$ 9,624,847	\$ 2,581,067	\$ 2,274,380	\$ 306,687
External (Actuary, Legal, Audit)	\$ 1,091,975	\$ 272,994	\$ 134,130	\$ 138,864
Total	\$ 10,716,822	\$ 2,854,061	\$ 2,408,510	\$ 445,551