

NHRS DASHBOARD: FY 2022 Second Quarter

For the period October 1, 2021, to December 31, 2021
Prepared for the Office of Gov. Christopher T. Sununu – February 2022

QUARTERLY HIGHLIGHTS

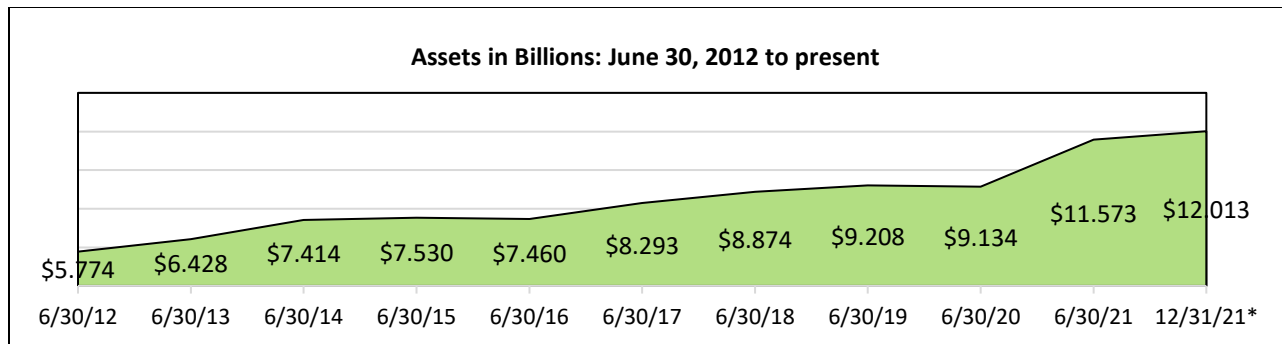
Here is a summary of NHRS activities during the quarter ending December 31, 2021:

- The Fiscal Year (FY) 2021 NHRS funded ratio – the actuarial value of assets divided by the projected value of future benefits – is 64.2%, up from 61.0% in FY 2020.
- Thirteen LSRs related the retirement system were introduced in the fall of 2021, 10 in the House and three in the Senate.
- Scott Hammond was appointed to the NHRS Independent Investment Committee in November as a public member. He replaced Keith Quinton, who stepped down in June.
- Trustees in December unanimously voted to accept the Annual Comprehensive Financial Report (ACFR) and Comprehensive Annual Investment Report (CAIR) for the fiscal year ended June 30, 2021.
- In December, the NHRS Contact Center celebrated its first anniversary. The Contact Center was created to more efficiently address inquiries from members and benefit recipients. In its first year, Contact Center staff received nearly 33,000 phone calls and managed to address 94% of caller inquiries and requests without having to transfer them. The Contact Center also received and processed almost 13,000 emails sent to the NHRS general information mailbox.

TRUST FUND

2nd Quarter FY 2021: \$10.327 billion

2nd Quarter FY 2022: \$12.013*



* Unaudited

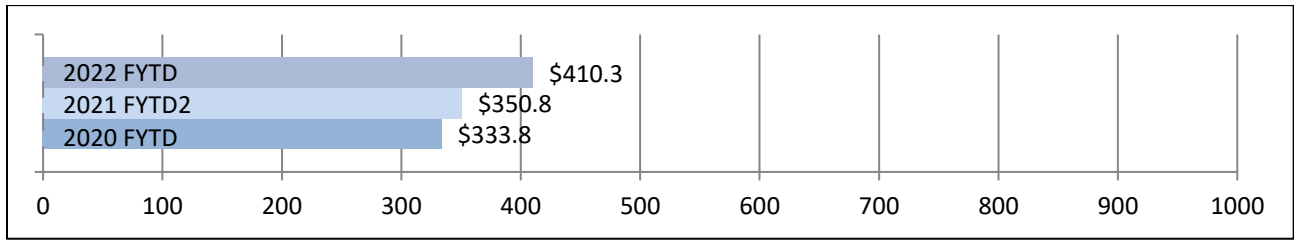
INVESTMENT PERFORMANCE

Net-of-fees returns	FYTD – 12/31/21*	1 yr. at 6/30/21	3 yr. at 6/30/21	5 yr. at 6/30/21	10 yr. at 6/30/21
Total Fund Composite	4.58%	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.

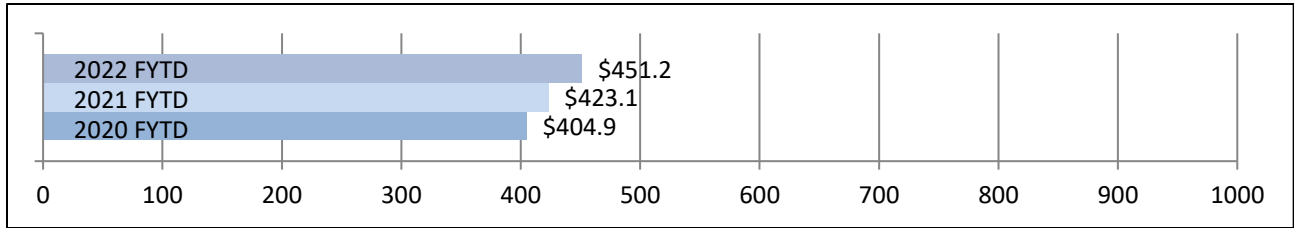
Note: In investment parlance, the lower the percentile regarding peer comparison, the better the performance relative to peers. For instance, NHRS' 10-year performance in the 18th percentile means the retirement system outperformed 82% of peer public plans over that period.

CONTRIBUTIONS (in millions through 12/31*)



* 12/31/21 data is unaudited

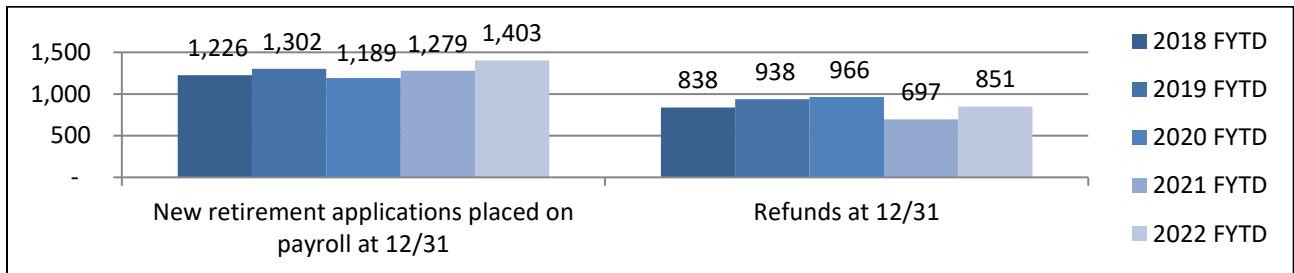
BENEFITS PAID (in millions through 12/31*)



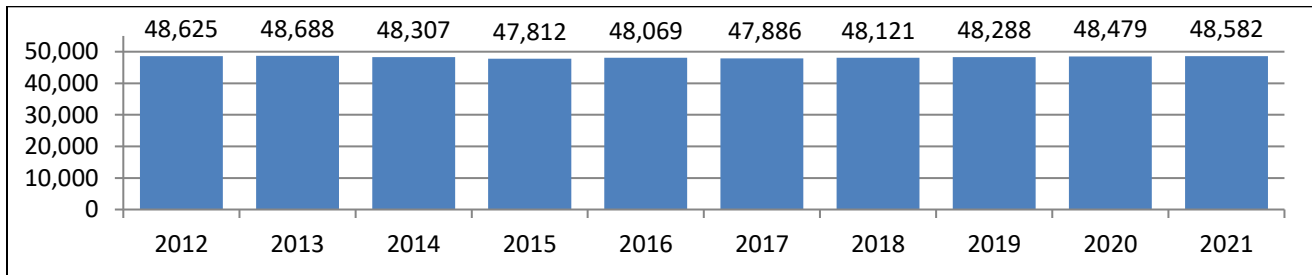
* 12/31/21 data is unaudited

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.

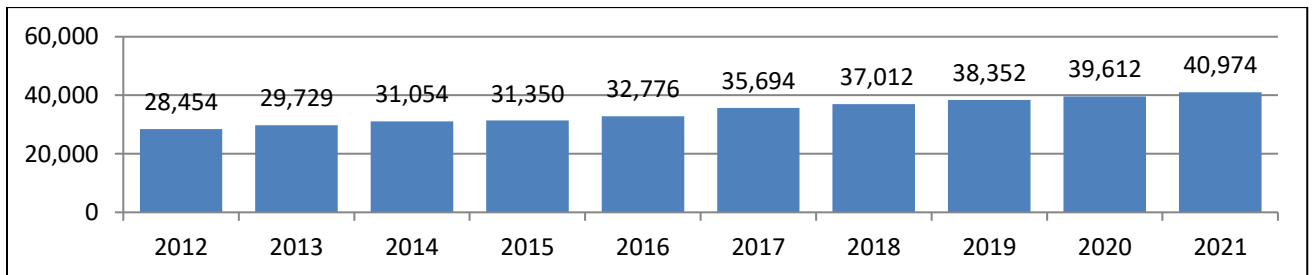
RETIREMENTS AND REFUNDS



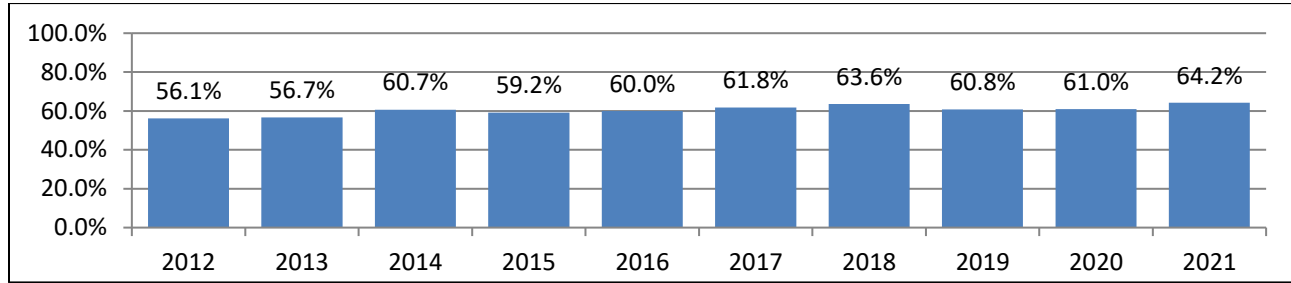
ACTIVE MEMBERS



RETIREES & BENEFICIARIES



ACTUARIAL FUNDED RATIO



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

NET POSITION AND ADMINISTRATIVE EXPENSES

FYTD Net Position (\$s in billions)	FY 2022	FY 2021	FY 2020	FY 2019
Current Fiscal Year-To-Date	December 2021	December 2020	December 2019	December 2018
Net Position Change	\$0.439	\$1.193	\$0.349	(\$0.485)
Prior Year Beginning Balance	\$11.574	\$9.134	\$9.208	\$8.874
Net Position Balance	\$12.013	\$10.327	\$9.557	\$8.389
FYTD 2022 Budget vs. Actual				
Non-Investment Administrative Expenses				
Through December 31, 2021				
	Total Budget	FYTD Budget	Actual	Difference
Administrative Expenses				
Internal (Statutory Admin. Budget)	\$ 9,624,847	\$ 4,849,924	\$ 4,332,835	\$ 517,089
External (Actuary, Legal, Audit)	\$ 1,091,975	\$ 545,988	\$ 359,766	\$ 186,222
Total	\$ 10,716,822	\$ 5,395,912	\$ 4,692,601	\$ 703,311