

Schedules of Employer Allocations and Schedules of Pension Amounts by Employer

June 30, 2014 and 2013

(With Independent Auditors' Report Thereon)

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KPMG LLP American International Plaza Suite 1100 250 Muñoz Rivera Avenue San Juan, PR 00918-1819

Independent Auditors' Report

Retirement Board of the Government of Puerto Rico Employees' Retirement System of the Government of the Commonwealth of Puerto Rico:

We have audited the accompanying schedules of employer allocations of the Employees' Retirement System of the Government of the Commonwealth of Puerto Rico (the System) as of and for the years ended June 30, 2014 and 2013, and the related notes. We have also audited the columns titled net pension liability, total deferred outflows of resources, total deferred inflows of resources, and total employer pension expense (specified column totals) included in the accompanying schedule of pension amounts by employer of the System as of and for the year ended June 30, 2014, and the column titled net pension liability (specified column total) included in the accompanying schedule of pension amounts by employer of the System as of June 30, 2013 and the related notes.

Management's Responsibility for the Schedules

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

Auditors' Responsibility

Our responsibility is to express opinions on the schedules of employer allocations and the specified column totals included in the schedules of pension amounts by employer based on our audits. We conducted our audits 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 schedules of employer allocations and specified column totals included in the schedules of pension amounts by employer are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the schedule of employer allocations and specified column totals included in the schedule of pension amounts by employer. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the schedule of employer allocations and specified column totals included in the schedule of pension amounts by employer, 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 schedule of employer allocations and specified column totals included in the schedule of pension amounts by employer 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 schedule of employer allocations and specified column totals included in the schedule of pension amounts by employer.

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



Opinions

In our opinion, the schedules referred to above present fairly, in all material respects, the employer allocations and net pension liability, total deferred outflows of resources, total deferred inflows of resources, and total pension expense for the total of all participating entities for the Employees' Retirement System of the Government of the Commonwealth of Puerto Rico as of and for the year ended June 30, 2014, and the employer allocations and net pension liability for the total of all participating entities for the Employees' Retirement System of the Government of the Commonwealth of Puerto Rico as of and for the year ended June 30, 2013 in accordance with U. S. generally accepted accounting principles.

Other Matters

We have audited, in accordance with auditing standards generally accepted in the United States of America, the financial statements of the Employees' Retirement System of the Government of the Commonwealth of Puerto Rico, as of and for the year ended June 30, 2014, and our report thereon, dated June 1, 2016, expressed an unmodified opinion on those financial statements.

Restriction on Use

Our report is intended solely for the information and use of the Employees' Retirement System of the Government of the Commonwealth of Puerto Rico, the Retirement Board of the Government of Puerto Rico, the Employees' Retirement System of the Government of the Commonwealth of Puerto Rico employers, and their auditors, and is not intended to be and should not be used by anyone other than these specified parties.

KPMG LLP

San Juan, Puerto Rico May 11, 2018

Stamp No. E316977 of the Puerto Rico Society of Certified Public Accountants was affixed to the record copy of this report.

Schedules of Employer Allocations

Years ended June 30, 2014 and 2013

				Fiscal	year ending June 3	30, 2014				Fiscal year endir	ng June 30, 2013	
Agency code	Agency name	Actual employer contributions	Employer contributions for proportionate share	Proportionate share	NPL subject to allocation June 30, 2014	Contractual payables as of June 30, 2014	Net Pension liability (NPL) June 30, 2014	Proportionate share	Actual employer contributions	Employer contributions for proportionate share	Proportionate share	Net pension liability (NPL) June 30, 2013
various	Central Government	\$ 396,072,600 \$	374,315,324	61 62807 %	\$ 18,522,933,657	\$ 76,701,603	\$ 18,599,635,260	61.71315 % \$	401,299,461	400,439,462	63 99304 %	\$ 18,062,874,731
101	Senado de Puerto Rico	460.441	460.441	0.07581	22.784.838	- 10,101,000	22.784.838	0.07560	769,761	769,761	0.12301	34,722,118
103	Cámara de Representantes de P.R.	234,497	234,497	0.03861	11,604,027	_	11,604,027	0.03850	491,179	491,179	0.07849	22,155,922
114	Oficina del Contralor	2,968,948	2,968,948	0.48881	146,917,907	_	146,917,907	0.48747	2,796,002	2,796,002	0.44682	126,121,006
115	Corporación de Servicio Centro Médico	10,150,846	10,150,846	1.67126	502,312,995	1,859,665	504,172,660	1.67283	8,988,477	8,988,477	1.43642	405,448,870
135	Departamento de Hacienda	8,238,963	8,029,432	1.32198	397,335,170	· · · -	397,335,170	1.31835	6,341,645	6,341,645	1.01344	286,056,571
135a	Loteria Tradicional	630,780	613,373	0.10099	30,352,684	_	30,352,684	0.10071	538,892	538,892	0.08612	24,308,122
135b	Loteria Electronica (Lotto)	147,269	142,932	0.02353	7,072,952	_	7,072,952	0.02347	85,480	85,480	0.01366	3,855,804
163	Fondo del Seguro del Estado	33,773,910	27,586,567	4.54191	1,365,116,840	_	1,365,116,840	4.52942	26,395,921	26,395,921	4.21825	1,190,657,434
168	Departamento de la Vivienda	1,389,416	1,389,416	0.22876	68,755,048	_	68,755,048	0.22813	1,432,080	1,432,080	0.22886	64,597,722
174	Compañía de Fomento Recreativo (Parques Nacionales)	3,669,830	1,879,537	0.30945	93,008,609	337,866	93,346,475	0.30972	1,945,651	1,945,651	0.31093	87,763,715
196	Instituto de Cultura Puertorriqueña	587,309	535,041	0.08809	26,476,427	_	26,476,427	0.08785	586,691	586,691	0.09376	26,464,246
201	Autoridad de Acueductos y Alcantarillados	29,896,079	25,467,764	4.19307	1,260,268,197	_	1,260,268,197	4.18154	24,026,498	24,026,498	3.83960	1,083,778,373
203	Autoridad de Edificios Públicos	7,065,461	6,542,417	1.07716	323,750,441	1,290,381	325,040,822	1.07848	6,451,816	6,451,816	1.03105	291,026,138
205	Autoridad Metropolitana de Autobuses	5,817,073	5,041,538	0.83005	249,479,701	853,292	250,332,993	0.83060	5,063,437	5,063,437	0.80917	228,399,655
206	Autoridad de los Puertos	44,703,806	4,602,659	0.75779	227,761,864	_	227,761,864	0.75571	5,424,470	5,406,070	0.86393	243,855,024
207	Autoridad de Tierras de P.R.	1,155,580	973,613	0.16030	48,179,072	_	48,179,072	0.15986	961,000	961,000	0.15357	43,348,421
208	Autoridad de Carreteras	13,212,520	8,923,844	1.46924	441,595,003	_	441,595,003	1.46520	9,536,920	9,536,920	1.52407	430,187,835
209	Autoridad de Naviera de PR	38,482	38,482	0.00634	1,904,285	_	1,904,285	0.00632	32,482	32,482	0.00519	1,465,195
210 211	Autoridad para el Manejo de los Desperdicios Sólidos	476,443	290,102	0.04776	14,355,656	_	14,355,656	0.04763 0.08648	314,035	314,035	0.05019	14,165,365
	Administración de Terrenos	745,142	526,725	0.08672	26,064,907	_	26,064,907		556,691	556,691	0.08896	25,111,025
212 214	Corporación del Centro de Bellas Artes, Luis A. Ferré Administración de Compensaciones de Accidentes de Auto	286,446 3,223,996	178,941	0.02946 0.44252	8,854,878 133,003,155	_	8,854,878 133,003,155	0.02938 0.44130	250,488	250,488 2,439,559	0.04003 0.38986	11,298,927 110,042,703
214	Corporación de las Artes Musicales	3,223,996	2,687,756 150,314	0.44252	7,438,283	_	7,438,283	0.02468	2,439,559 137,766	137,766	0.38986	6,214,281
217	Asociación de Empleados del ELA	3.171.648	2.618.426	0.43110	129.572.374	_	129.572.374	0.42992	2.468.110	2.468.110	0.39442	111.330.600
219	Banco Gubernamental de Fomento	2,702,790	2,069,299	0.34069	102,398,928	_	102,398,928	0.33976	2,466,110	2,466,110	0.33167	93,616,902
219 219a	Autoridad para el Financiamiento de Facilidades Industriales, Turísticas,	2,702,790	2,009,299	0.34069	102,390,920	_	102,390,920	0.33976	2,075,412	2,075,412	0.33107	93,616,902
2198	Educativas, Médicas y de Control Ambiental (AFICA)	923	784	0.00013	38,774	_	38.774	0.00013	3.104	3.104	0.00050	140.005
219b	Autoridad para el Financiamiento de la Infraestrutura de Puerto Rico (AFI)	150,247	117,892	0.01941	5,833,867	=	5,833,867	0.01936	128,874	128.874	0.02060	5,813,201
219c	Sub-Fondo Desarrollo Turismo (TDF)	100,247	117,032	0.01341	5,055,007	_	5,055,007	0.01330	10,903	10,903	0.00174	491,819
219d	Autoridad para el Financiamiento de la Vivienda en Puerto Rico (AFV)	1,205,107	983,298	0.16189	48,658,344	_	48,658,344	0.16145	936,705	936,705	0.14969	42,252,542
219e	Autoridad para las Alianzas Público Privadas de Puerto Rico (AAPP)	39.954	36,276	0.00597	1,795,112	_	1,795,112	0.00596	36,864	36.864	0.00589	1,662,865
221	Corporación para el Desarrollo de Comercios y Exportaciones	1,073,118	830,597	0.13675	41,101,952	_	41,101,952	0.13637	783,316	783,316	0.12518	35,333,545
222	Compañía de Fomento Industrial (PRIDCO)	3.553.773	2.972.644	0.48942	147,100,822	_	147.100.822	0.48808	2.725.569	2.725.569	0.43557	122,943,969
224	Compañía de Turismo	2,997,816	2,306,306	0.37972	114,127,166	_	114,127,166	0.37867	1,990,970	1,990,970	0.31817	89,807,954
227	Corporación del Centro Cardiovascular	2,603,449	2,603,449	0.42864	128,831,263	682,476	129,513,739	0.42972	2,421,004	2,421,004	0.38689	109,205,739
228	Crop. Sup. Y Seg. Coop. (COSSEC)	832,148	648,036	0.10669	32,067,933	· –	32,067,933	0.10640	622,273	622,273	0.09944	28,069,265
229	Corporación Azucarera de PR (Land Authority)	540,066	540,066	0.08892	26,725,079	_	26,725,079	0.08867	472,281	472,281	0.07547	21,303,476
235	Autoridad de Conservación y Desarrollo de Culebra	35,456	32,752	0.00539	1,620,733	5,890	1,626,623	0.00540	30,178	30,178	0.00482	1,361,267
241	Administración de Servicios y Desarrollo Agropecuario	3,340,868	2,644,065	0.43533	130,841,150	372,494	131,213,644	0.43536	3,143,226	3,143,226	0.50231	141,783,465
242	Oficina de Etica Gubernamental	682,341	636,135	0.10473	31,479,043	150,021	31,629,064	0.10494	613,668	613,668	0.09807	27,681,112
243	Instituto de Ciencias Forenses	1,367,975	1,045,021	0.17205	51,712,697	_	51,712,697	0.17158	1,036,642	1,036,642	0.16566	46,760,443
245	Banco de Desarrollo Economico (EDB)	912,485	684,394	0.11268	33,867,139	_	33,867,139	0.11237	685,180	685,180	0.10950	30,906,834
247	Comisión Industrial (FSE)	1,283,771	1,283,771	0.21136	63,527,206	_	63,527,206	0.21078	1,277,670	1,277,670	0.20418	57,632,683
248	Corporación de Empresas Adiestramiento y Trabajo	120,691	103,434	0.01703	5,118,415		5,118,415	0.01698	93,877	93,877	0.01500	4,234,582
249	Corporación para la Difusión Pública	825,490	701,499	0.11550	34,713,556	159,290	34,872,846	0.11571	767,445	767,445	0.12264	34,617,625
250	Oficina del Panel del Fiscal Especial Independiente	113,940	113,940	0.01876	5,638,291	29,793	5,668,084	0.01881	109,207	109,207	0.01745	4,926,077
262	Oficina de Preservación Histórica (ICP)	138,448	128,198	0.02111	6,343,850	_	6,343,850	0.02105	112,986	112,986	0.01806	5,096,522
264	Oficina de Servicios Legislativos	100,421	100,421	0.01653	4,969,303	_	4,969,303	0.01649	298,276	298,276	0.04767	13,454,531
265	Superintendencia del Capitolio	85,943	85,943	0.01415	4,252,860	_	4,252,860	0.01411	624,374	624,374	0.09978	28,164,033
266	Administración de Vivienda Pública	1,154,760	1,154,760	0.19012	57,143,113	_	57,143,113	0.18960	1,774,804	1,774,804	0.28363	80,057,185
270 271	Corporación de Seguros Agrícolas	220,294	174,436	0.02872	8,631,913		8,631,913	0.02864	1,795	170,722	0.02728	7,700,854
271	Fideicomiso Institucional de la Guardia Nacional	20,012 248,200	15,776	0.00260 0.03543	780,653	42,516	780,653	0.00259 0.03547	16,833 177,393	16,833 177,393	0.00269 0.02835	759,286
272	Escuela de Artes Plásticas	248,200	215,175	0.03543	10,647,909 89.457.613		10,690,425 89.457,613	0.03547		1,740,354	0.02835	8,001,786 78.503.261
279	Centro de Recaudación de Ingresos Municipales (CRIM) Administración de Seguros de Salud	2,224,780 533,405	1,807,778 380,721	0.29764 0.06268	89,457,613 18,839,927	_	89,457,613 18,839,927	0.29682	1,740,354 336,635	1,740,354 336.635	0.27812	78,503,261 15,184,796
292	Administración de Seguros de Salud Consejo de Educación Superior	533,405 171,584	380,721 144,354	0.06268	18,839,927 7,143,336	35,931	18,839,927 7,179,267	0.06251	336,635 167,975	336,635 167,975	0.05380	15,184,796 7,576,949
293 294	Consejo de Educación Superior Compañía para el Desarrollo Integral de la Península de Cantera	3.367	144,334	0.02311	1,143,330	30,931	1,119,201	0.02302	167,975	13,773	0.02684	7,576,949 621.269
294 295	Compania para el Desarrollo Integral de la Peninsula de Cantera Corporación Conservatorio de Música	3,367	361.311	0.05949	17,879,397	80,549	17,959,946	0.05959	321,384	321,384	0.00220	14,496,874
295	Junta de Gobierno Servicio 911	845,122	658,115	0.10835	32,566,727	00,349	32,566,727	0.10805	715,601	715,601	0.11436	32,279,047
299	Corporación Proyecto Caño Martin Peña	99,865	99,865	0.01644	4,941,811	16,810	4,958,621	0.01645	61,733	61,733	0.00987	2,784,633
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Schedules of Employer Allocations

Years ended June 30, 2014 and 2013

		Fiscal year ending June 30, 2014							Fiscal year ending June 30, 2013					
Agency code	Agency name	Actual employer contributions	Employer contributions for proportionate share	Proportionate share	NPL subject to allocation June 30, 2014	Contractual payables as of June 30, 2014	Net Pension liability (NPL) June 30, 2014	Proportionate share	Actual employer contributions	Employer contributions for proportionate share	Proportionate share	Net pension liability (NPL) June 30, 2013		
301		\$ 338,967 \$		0.04790 % \$	14,395,849 \$		14,395,849	0.04776 % \$	268,925	268,925	0.04298 % \$	12,130,551		
302	Aguada	948.114	787.507	0.12966	38.969.665		38.969.665	0.12930	723,577	723.577	0.04296 % \$	32,638,845		
303	Aquadilla	1,759,739	1,468,300	0.24174	72,658,607	_	72,658,607	0.24108	1,336,667	1,336,667	0.21361	60,293,866		
304	Aguas Buenas	376,447	315,975	0.05202	15,635,991	_	15,635,991	0.05188	291,202	291,202	0.04654	13,135,431		
305	Aibonito	587,065	491,596	0.08094	24,326,548	_	24,326,548	0.08071	450,474	450,474	0.07199	20,319,832		
306	Añasco	417,936	349,750	0.05758	17,307,309	_	17,307,309	0.05743	325,675	325,675	0.05205	14,690,427		
307	Arecibo	2,387,044	1,971,840	0.32465	97,576,167	_	97,576,167	0.32376	1,910,262	1,910,262	0.30527	86,167,387		
308	Arroyo	512,915	420,867	0.06929	20,826,530	_	20,826,530	0.06910	379,658	379,658	0.06067	17,125,470		
309	Barceloneta	1,509,332	1,208,767	0.19901	59,815,663	_	59,815,663	0.19847	1,147,402	1,147,402	0.18336	51,756,605		
310	Barranquitas	625,088	526,086	0.08662	26,033,285	_	26,033,285	0.08638	531,087	531,087	0.08487	23,956,095		
311	Bayamón	2,851,273	2,464,180	0.40571	121,939,547	_	121,939,547	0.40459	2,351,877	2,351,877	0.37585	106,087,614		
312	Cabo Rojo	1,377,404	1,145,407	0.18858	56,680,285		56,680,285	0.18806	1,040,553	1,040,553	0.16629	46,936,897		
313 314	Caguas	4,520,621 592,295	3,666,835 493,767	0.60372 0.08129	181,452,720 24,433,979	_	181,452,720 24,433,979	0.60206 0.08107	5,936,316 488,114	3,753,458 488,114	0.59983 0.07800	169,309,593 22,017,647		
315	Camuy Carolina	5,838,637	4.865.508	0.80107	240,768,891	_	24,433,979	0.79887	4,668,912	4.668.912	0.74613	210,603,532		
316	Cataño	1,903,945	1,524,825	0.25105	75,455,737	_	75,455,737	0.25036	1,473,984	1,473,984	0.23555	66,487,920		
317	Cayey	810,729	692,992	0.11410	34,292,579	_	34,292,579	0.11378	635,853	635,853	0.10161	28,681,806		
318	Ceiba	596,997	493,232	0.08121	24,407,514	_	24,407,514	0.08098	451,524	451,524	0.07216	20,367,199		
319	Ciales	586.205	470,534	0.07747	23,284,277	_	23.284.277	0.07726	456,535	456,535	0.07296	20,593,213		
320	Cidra	1,336,656	1,092,651	0.17990	54,069,672	_	54,069,672	0.17940	1,018,679	1,018,679	0.16279	45,950,203		
321	Coamo	585,547	493,767	0.08129	24,433,969	_	24,433,969	0.08107	463,424	463,424	0.07406	20,903,965		
322	Comerío	509,501	426,182	0.07017	21,089,529	_	21,089,529	0.06997	397,440	397,440	0.06351	17,927,595		
323	Corozal	468,816	389,398	0.06411	19,269,309	_	19,269,309	0.06394	365,593	365,593	0.05843	16,491,038		
324	Culebra	259,606	218,421	0.03596	10,808,543	_	10,808,543	0.03586	192,223	192,223	0.03072	8,670,731		
325	Dorado	1,085,764	889,372	0.14643	44,010,433	_	44,010,433	0.14603	813,233	813,233	0.12996	36,683,026		
326	Fajardo	739,724	625,118	0.10292	30,933,851	_	30,933,851	0.10264	583,902	583,902	0.09331	26,338,457		
327	Guánica	494,630	402,502	0.06627	19,917,750	_	19,917,750	0.06609	341,896	341,897	0.05464	15,422,142		
328 329	Guayama Guayanilla	1,156,140 481,843	925,677 388,240	0.15241 0.06392	45,806,995 19,211,999	_	45,806,995 19,211,999	0.15199 0.06374	875,465 446,787	875,465 446,787	0.13991 0.07140	39,490,163 20,153,482		
330	Guaynabo	6.585.307	5.459.336	0.89884	270,154,377	_	270,154,377	0.89637	4,969,320	4.969.320	0.79413	224,154,243		
331	Gurabo	662,036	538,866	0.08872	26,665,684	_	26,665,684	0.08848	532,158	532,158	0.08504	24,004,376		
332	Hatillo	1,137,715	921,893	0.15178	45,619,747	_	45,619,747	0.15137	875,630	875,630	0.13993	39,497,606		
333	Hormiqueros	673,594	560,258	0.09224	27,724,269	_	27,724,269	0.09199	514,142	514,142	0.08216	23,191,734		
334	Humacao	2,013,005	1,659,595	0.27324	82,124,794	_	82,124,794	0.27249	1,546,365	1,546,365	0.24712	69,752,847		
335	Isabela	795,217	672,012	0.11064	33,254,427	_	33,254,427	0.11034	608,254	608,254	0.09720	27,436,907		
336	Jayuya	319,021	267,572	0.04405	13,240,761	_	13,240,761	0.04393	251,672	251,672	0.04022	11,352,314		
337	Juana Díaz	717,497	593,801	0.09776	29,384,152	_	29,384,152	0.09750	531,136	531,136	0.08488	23,958,280		
338	Juncos	633,233	523,428	0.08618	25,901,740	_	25,901,740	0.08594	489,461	489,461	0.07822	22,078,422		
339	Lajas	673,335	551,628	0.09082	27,297,245	_	27,297,245	0.09057	593,313	593,313	0.09482	26,762,958		
340	Lares	711,573	601,785	0.09908	29,779,257	_	29,779,257	0.09881	523,645	523,645	0.08368	23,620,379		
341	Las Marías	468,474	391,299	0.06442	19,363,347	_	19,363,347	0.06425	360,425	360,425	0.05760	16,257,922		
342 343	Las Piedras Loíza	786,720 567,481	641,037 458,258	0.10554 0.07545	31,721,625 22,676,818	_	31,721,625 22,676,818	0.10525 0.07524	620,773 490,835	620,773 490,835	0.09920 0.07844	28,001,611 22,140,403		
343	Luquillo	480,933	408,576	0.07545	20,218,337	_	20,218,337	0.06708	350,566	350,566	0.05602	15,813,186		
345	Manatí	1,342,686	1,085,841	0.17878	53,732,648	_	53,732,648	0.17828	1,053,763	1,053,763	0.16840	47,532,734		
346	Maricao	344,782	292,976	0.04824	14,497,859	_	14,497,859	0.04810	297,244	297,244	0.04750	13,407,995		
347	Maunabo	549,365	464,969	0.07655	23,008,925	_	23,008,925	0.07634	471,263	471,263	0.07531	21,257,554		
348	Mayagüez	1.984.008	1.700.961	0.28005	84,171,785	_	84,171,785	0.27928	1.635.260	1.635.260	0.26133	73.762.714		
349	Moca	778,630	621,592	0.10234	30,759,378	_	30,759,378	0.10206	582,502	582,502	0.09309	26,275,279		
350	Morovis	733,855	627,860	0.10337	31,069,528	_	31,069,528	0.10309	712,164	712,164	0.11381	32,124,017		
351	Naguabo	547,877	440,850	0.07258	21,815,400	_	21,815,400	0.07238	411,573	411,573	0.06577	18,565,090		
352	Naranjito	708,089	583,637	0.09609	28,881,185	_	28,881,185	0.09583	548,941	548,941	0.08773	24,761,435		
353	Orocovis	328,469	271,015	0.04462	13,411,126	_	13,411,126	0.04450	252,616	252,616	0.04037	11,394,907		
354	Patillas	777,703	628,588	0.10349	31,105,559	_	31,105,559	0.10321	624,710	624,710	0.09983	28,179,177		
355	Peñuelas	782,743	660,898	0.10881	32,704,437	_	32,704,437	0.10851	557,823	557,823	0.08914	25,162,090		
356	Ponce	7,350,795	5,961,307	0.98148	294,994,338	_	294,994,338	0.97878	5,437,619	5,437,619	0.86897	245,278,096		
357	Quebradillas	546,171	465,254	0.07660	23,023,040	_	23,023,040	0.07639	407,743	407,744	0.06516	18,392,344		
358	Rincón Río Crando	528,005	438,642	0.07222	21,706,115	_	21,706,115	0.07202	420,327	420,327	0.06717	18,959,969		
359 360	Río Grande Sabana Grande	1,069,194 602,800	882,489 498,192	0.14529 0.08202	43,669,826 24,652,937	=	43,669,826 24,652,937	0.14490 0.08180	854,827 455,659	854,827 455,659	0.13661 0.07282	38,559,198 20,553,689		
300	Gabana Grando	002,000	450,132	0.00202	24,002,001	_	24,002,007	0.00100	400,009	400,009	0.01202	20,000,000		

Schedules of Employer Allocations

Years ended June 30, 2014 and 2013

		Fiscal year ending June 30, 2014								Fiscal year ending June 30, 2013				
Agency code	Agency name	Actual employer contributions	Employer contributions for allocation proportionate share	Contribution allocation percentage proportionate share	NPL subject to allocation June 30, 2014	Contractual payables as of June 30, 2014	Net Pension liability (NPL) June 30, 2014	Proportionate share	Actual employer contributions	Employer contributions for proportionate share	Proportionate share	Net pension liability (NPL) June 30, 2013		
361	Salinas	\$ 711,903	\$ 597,116	0.09831 % \$	29,548,198 \$	-	29,548,198	0.09804 % \$	549,475	549,475	0.08781 % \$	24,785,531		
362	San Germán	1,011,962	846,842	0.13943	41,905,819	_	41,905,819	0.13904	802,817	802,817	0.12830	36,213,164		
363	San Juan	26,866,696	22,531,858	3.70969	1,114,985,347	_	1,114,985,347	3.69950	21,395,182	21,395,182	3.41910	965,085,926		
364	San Lorenzo	457,103	367,089	0.06044	18,165,314	_	18,165,314	0.06027	359,779	359,779	0.05750	16,228,760		
365	San Sebastián	811,658	701,007	0.11542	34,689,199	_	34,689,199	0.11510	650,165	650,165	0.10390	29,327,381		
366	Santa Isabel	477,659	405,228	0.06672	20,052,622	_	20,052,622	0.06653	382,796	382,796	0.06117	17,267,006		
367	Toa Alta	879,986	741,619	0.12210	36,698,917	_	36,698,917	0.12177	654,685	654,685	0.10462	29,531,272		
368	Toa Baja	2,061,658	1,668,641	0.27473	82,572,427	_	82,572,427	0.27397	1,848,684	1,848,684	0.29543	83,389,748		
369	Trujillo Alto	1,342,526	1,101,191	0.18130	54,492,247	_	54,492,247	0.18080	1,060,558	1,060,558	0.16948	47,839,248		
370	Utuado	813,033	681,314	0.11217	33,714,714	_	33,714,714	0.11186	655,703	655,703	0.10479	29,577,203		
371	Vega Alta	793,178	659,355	0.10856	32,628,084	_	32,628,084	0.10826	617,811	617,811	0.09873	27,867,975		
372	Vega Baja	1,149,986	952,747	0.15686	47,146,514	_	47,146,514	0.15643	921,434	921,434	0.14725	41,563,715		
373	Vieques	721,997	602,488	0.09919	29,814,032	_	29,814,032	0.09892	503,723	503,723	0.08050	22,721,747		
374	Villalba	541,730	433,077	0.07130	21,430,726	_	21,430,726	0.07111	404,077	404,077	0.06457	18,226,934		
375	Yabucoa	643,033	541,098	0.08909	26,776,159	_	26,776,159	0.08884	456,078	456,078	0.07288	20,572,590		
376	Yauco	932,002	758,283	0.12485	37,523,513	_	37,523,513	0.12450	812,054	812,054	0.12977	36,629,850		
377	Florida	483,660	373,407	0.06148	18,477,964	_	18,477,964	0.06131	406,582	406,582	0.06497	18,339,934		
378	Canóvanas	1,227,651	1,009,302	0.16617	49,945,144	_	49,945,144	0.16572	976,559	976,559	0.15606	44,050,243		
379	Ponce Muelle	108,792	89,659	0.01476	4,436,774	_	4,436,774	0.01472	85,247	85,247	0.01362	3,845,271		
413	Corporación para el Desarrollo del Cine de P.R.	14,373	14,373	0.00237	711,231	_	711,231	0.00236	17,221	17,221	0.00275	776,791		
502	Aut de Transporte Maritimo	957,581	892,353	0.14692	44,157,959	229,423	44,387,382	0.14728	1,069,404	1,069,404	0.17090	48,238,260		
506	Metropistas	7,318	5,888	0.00097	291,385		291,385	0.00097	5,233	5,233	0.00084	236,044		
	Total	\$ 713,813,113	\$ 607,378,006	100.00000 % \$	30,056,003,000	82,848,000	\$ 30,138,851,000	100.00000 % \$	628,647,031	625,754,703	100.00000 % \$	28,226,311,000		

See accompanying independent auditors' report.

Schedules of Pension Amounts by Employer

As of and for the years ended June 30, 2014 and 2013

														Pension	n expense	
				De	ferred outflows of r	esources - June 30, 20	014		Deferred in	lows of resources -	June 30, 2014		-		June 30, 2014	
Agency		Total NPL	ion liability Total NPL	Differences between expected and actual	Changes of	Changes in	Total deferred outflows of	Differences between expected and actual	Changes of	Net difference between projected and actual investments earnings on pension plan	Changes in	Total deferred inflows of	Proportionate share of allocable plan pension	Pension expense related to specific liabilities of individual	Net amortization of deferred amounts from changes in	Total pension
Code	Agency Name	June 30, 2013	June 30, 2014	experience	assumptions	proportion	resources	experience	assumptions	investments	proportion	resources	expense	employers	proportion	expense
various	Central Government	\$ 18,062,874,731	18,599,635,260	28,531,578	633,868,849	-	662,400,427	_	_	117,517,755	571,626,673	689,144,428	1,075,922,581	_	(116,345,521)	959,577,060
101 103	Senado de Puerto Rico Cámara de Representantes de P.R.	34,722,118 22,155,922	22,784,838 11,604,027	34,952 17,800	776,499 395,461	_	811,451 413,261	_	=	143,961 73,318	11,494,262 9.687,360	11,638,223 9,760,678	1,318,022 671,252	_	(1,968,089)	(650,067) (969,982)
114	Oficina del Contralor	126,121,006	146,917,907	225,370	5,006,909	9,686,481	14,918,760	_	_	928,269	-	928,269	8,498,677	_	1,276,680	9,775,357
115	Corporación de Servicio Centro Médico	405,448,870	504,172,660	773,394	17,182,022	56,656,392	74,611,808	_	_	3,185,505	_	3,185,505	29,164,591	_	8,283,741	37,448,332
135 135a	Departamento de Hacienda Loteria Tradicional	286,056,571 24,308,122	397,335,170 30.352.684	609,507 46,561	13,541,039 1.034,408	73,368,798 3.499,477	87,519,344 4,580,446	_	_	2,510,476 191,777	_	2,510,476 191,777	22,984,423 1,755,795	_	11,524,271 530,878	34,508,694 2,286,673
135b	Loteria Electronica (Lotto)	3,855,804	7,072,952	10,850	241,044	2,365,704	2,617,598	_	_	44,689	_	44,689	409,145	_	382,363	791,508
163	Fondo del Seguro del Estado	1,190,657,434	1,365,116,840	2,094,070	46,522,688	79,210,912	127,827,670	_	_	8,625,194		8,625,194	78,967,142	_	10,063,692	89,030,834
168 174	Departamento de la Vivienda Compañía de Fomento Recreativo (Parques Nacionales)	64,597,722 87,763,715	68,755,048 93,346,475	105,469 143.192	2,343,147 3,181,214	_	2,448,616 3.324,406	_	=	434,414 589,789	245,692 392,139	680,106 981,928	3,977,234 5,399,761	=	(199,003) 1,510,351	3,778,231 6.910.112
196	Instituto de Cultura Puertorriqueña	26.464.246	26,476,427	40 614	902.307	=	942,921		=	167.286	1.456.386	1.623.672	1.531.567	_	(251,328)	1.280.239
201	Autoridad de Acueductos y Alcantarillados	1,083,778,373	1,260,268,197	1,933,234	42,949,484	85,252,277	130,134,995	_	_	7,962,731	_	7,962,731	72,902,022	_	11,311,612	84,213,634
203	Autoridad de Edificios Públicos	291,026,138	325,040,822	498,608	11,077,274	11,125,430	22,701,312	_	_	2,053,700	_	2,053,700	18,802,453	_	1,630,080	20,432,533
205 206	Autoridad Metropolitana de Autobuses Autoridad de los Puertos	228,399,655 243,855,024	250,332,993 227,761,864	384,007 349,383	8,531,258 7,762,042	4,916,467	13,831,732 8,111,425	_	_	1,581,675 1,439,064	25.628.840	1,581,675 27,067,904	14,480,871 13,175,212	=	1,019,481 34,391,911	15,500,352 47,567,123
207	Autoridad de los ribertos Autoridad de Tierras de P.R.	43.348.421	48.179.072	73.906	1.641.925	1.627.350	3.343.181			304.409	23,020,040	304,409	2.786.988	=	160.471	2.947.459
208	Autoridad de Carreteras	430,187,835	441,595,003	677,400	15,049,398	_	15,726,798	_	_	2,790,122	13,294,564	16,084,686	25,544,696	_	(567,122)	24,977,574
209 210	Autoridad de Naviera de PR Autoridad para el Maneio de los Desperdicios Sólidos	1,465,195 14,165,365	1,904,285 14.355.656	2,921 22.021	64,897 489,236	270,863	338,681 511,257	_	_	12,032 90,703	580,736	12,032 671,439	110,156 830,424	_	40,766 (3.508)	150,922 826,916
210 211	Autoridad para el Manejo de los Desperdicios Solidos Administración de Terrenos	14,165,365 25.111.025	26.064.907	22,021	489,236 888,283	_	511,257 928,266	_	_	164.685	580,736 547.872	712.557	1.507.762	_	(24,446)	1.483.316
212	Corporación del Centro de Bellas Artes, Luis A. Ferré	11,298,927	8,854,878	13,583	301,771	_	315,354	_	_	55,948	2,542,174	2,598,122	512,223	_	(387,059)	125,164
214	Administración de Compensaciones de Accidentes de Auto	110,042,703	133,003,155	204,025	4,532,699	12,771,483	17,508,207	_	_	840,352	_	840,352	7,693,758	_	1,822,833	9,516,591
217 218	Corporación de las Artes Musicales Asociación de Empleados del ELA	6,214,281 111,330,600	7,438,283 129.572.374	11,410 198,762	253,494 4.415,780	664,420 8,931,528	929,324 13.546.070	_	_	46,997 818.675	_	46,997 818,675	430,278 7.495,300	_	111,141 1,190,726	541,419 8,686,026
219	Banco Gubernamental de Fomento	93.616.902	102,398,928	157.079	3,489,718	2,206,566	5.853.363	=		646.985	=	646.985	5.923.413	_	355.025	6.278.438
219a	Autoridad para el Financiamiento de Facilidades Industriales, Turísticas, Educativas,															
	Médicas y de Control Ambiental (AFICA)	140,005 5.813.201	38,774 5,833,867	59 8.949	1,321	_	1,380 207,765	-	_	245	88,798 286,026	89,043	2,243	_	(14,889) (51,434)	(12,646)
219b 219c	Autoridad para el Financiamiento de la Infraestrutura de Puerto Rico (AFI) Sub-Fondo Desarrollo Turismo (TDF)	5,813,201 491,819	5,833,867	8,949	198,816	=	207,765	_	_	36,860	286,026 421,559	322,886 421,559	337,468	_	(70,260)	286,034 (70,260)
219d	Autoridad para el Financiamiento de la Vivienda en Puerto Rico (AFV)	42,252,542	48,658,344	74,641	1,658,259	2,951,065	4,683,965	_	_	307,437	421,000	307,437	2,814,712	_	419,669	3,234,381
219e	Autoridad para las Alianzas Público Privadas de Puerto Rico (AAPP)	1,662,865	1,795,112	2,754	61,177	17,055	80,986	_	_	11,342	_	11,342	103,841	_	(1,284)	102,557
221 222	Corporación para el Desarrollo de Comercios y Exportaciones Compañía de Fomento Industrial (PRIDCO)	35,333,545 122,943,969	41,101,952 147,100,822	63,050 225,651	1,400,740 5.013,143	2,813,221 12.927.461	4,277,011 18,166,255	_	_	259,694 929,425	_	259,694 929,425	2,377,601 8,509,258	_	446,607 1.964.538	2,824,208 10,473,796
224	Compañía de Turismo	89.807.954	114,127,166	175,069	3,889,413	14.934.409	18,998,891	=		721.088	_	721,088	6.601.850	_	2.437.376	9.039.226
227	Corporación del Centro Cardiovascular	109,205,739	129,513,739	198,672	4,413,781	10,219,815	14,832,268	_	_	818,304	_	818,304	7,491,908	_	1,405,576	8,897,484
228 229	Crop. Sup. Y Seq. Coop. (COSSEC)	28,069,265 21,303,476	32,067,933	49,192 40,996	1,092,864	1,791,583	2,933,639	_	_	202,614 168,857	_	202,614 168,857	1,855,016 1,545,951	_	244,776	2,099,792
229	Corporación Azucarera de PR (Land Authority) Autoridad de Conservación y Desarrollo de Culebra	1,303,476	26,725,079 1,626,623	40,996 2.495	910,781 55,435	3,166,486 137,230	4,118,263 195,160	=	_	168,857		168,857	1,545,951	=	466,312 21,835	2,012,263 115,929
241	Administración de Servicios y Desarrollo Agropecuario	141,783,465	131,213,644	201,280	4,471,714	_	4,672,994	_	_	829,045	16,335,696	17,164,741	7,590,241	_	(2,327,447)	5,262,794
242	Oficina de Etica Gubernamental	27,681,112	31,629,064	48,519	1,077,907	1,629,071	2,755,497	_	_	199,841	_	199,841	1,829,629	_	245,009	2,074,638
243 245	Instituto de Ciencias Forenses Banco de Desarrollo Economico (EDB)	46,760,443 30,906,834	51,712,697 33.867.139	79,327 51,952	1,762,350 1,154,180	1,578,446 801.610	3,420,123 2,007,742	_	_	326,735 213.982	_	326,735 213,982	2,991,395 1,959,093	_	235,446 119,937	3,226,841 2,079,030
247	Comisión Industrial (FSE)	57,632,683	63.527.206	97.450	2.164.984	1.532.962	3.795.396	=		401.383	=	401.383	3.674.822	=	109.458	3.784.280
248	Corporación de Empresas Adiestramiento y Trabajo	4,234,582	5,118,415	7,852	174,434	488,796	671,082	_	_	32,340	_	32,340	296,082	_	69,701	365,783
249	Corporación para la Difusión Pública	34,617,625	34,872,846	53,494	1,188,454		1,241,948	_	_	220,337	1,715,997	1,936,334	2,017,270	_	(242,173)	1,775,097
250 262	Oficina del Panel del Fiscal Especial Independiente Oficina de Preservación Histórica (ICP)	4,926,077 5,096,522	5,668,084 6.343.850	8,695 9,731	193,166 216,196	321,471 717,681	523,332 943,608		=	35,813 40,082	=	35,813 40,082	327,878 366,969	=	40,549 115,280	368,427 482,249
264	Oficina de Servicios Legislativos	13,454,531	4,969,303	7,623	169,352	-	176,975	_	_	31,397	7,548,358	7,579,755	287,456	_	(1,269,483)	(982,027)
265	Superintendencia del Capitolio	28,164,033	4,252,860	6,524	144,936	_	151,460	_	_	26,871	20,730,904	20,757,775	246,013	_	(3,464,927)	(3,218,914)
266 270	Administración de Vivienda Pública Corporación de Seguros Agrícolas	80,057,185 7,700,854	57,143,113 8.631.913	87,657 13,241	1,947,417 294,172	359.139	2,035,074 666,552	_	_	361,046 54,539	22,806,432	23,167,478 54.539	3,305,525 499,325	=	(3,932,432) 40.014	(626,907) 539,339
271	Fideicomiso Institucional de la Guardia Nacional	7,700,654	780.653	1.198	294,172	359,139	27.802			4.932	21,303	26,235	45,158	_	(5.345)	39.813
272	Escuela de Artes Plásticas	8,001,786	10,690,425	16,399	364,326	1,711,548	2,092,273	_	_	67,545		67,545	618,403	_	293,709	912,112
279	Centro de Recaudación de Ingresos Municipales (CRIM)	78,503,261	89,457,613	137,227	3,048,683	4,790,813	7,976,723	_	_	565,219	_	565,219	5,174,804	_	592,824	5,767,628
292 293	Administración de Seguros de Salud Conseio de Educación Superior	15,184,796 7.576,949	18,839,927 7,179,267	28,900 11,013	642,058 244,667	2,149,996	2,820,954 255,680	_	_	119,036 45,361	739.233	119,036 784,594	1,089,823 415,295	_	396,796 (112,479)	1,486,619 302.816
294	Compañía para el Desarrollo Integral de la Península de Cantera	621,269	7,170,207	11,013	244,007	=	233,000	_	=	45,501	529,630	529,630	*10,280	=	(88,272)	(88,272)
295	Corporación Conservatorio de Música	14,496,874	17,959,946	27,550	612,068	1,971,949	2,611,567	_	_	113,476		113,476	1,038,919	_	318,558	1,357,477
296 299	Junta de Gobierno Servicio 911 Corporación Provecto Caño Martin Peña	32,279,047 2 784 633	32,566,727 4 958 621	49,957 7,606	1,109,862 168,988	1 588 413	1,159,819 1,765,007	_	_	205,766 31,330	1,443,045	1,648,811 31,330	1,883,869 286,839	_	(262,075) 253,337	1,621,794 540,176
299 301	Adjuntas	2,784,633	4,958,621	7,606 22,083	168,988 490,605	1,588,413	1,765,007		=	31,330 90,957	_	31,330 90,957	286,839 832 749	_	253,337 164.461	997 210
302	Aguada	32,638,845	38,969,665	59,779	1,328,072	3,405,112	4,792,963	_	_	246,221	_	246,221	2,254,256	_	477,936	2,732,192
303	Aquadilla Aquas Buenas	60,293,866	72,658,607	111,457	2,476,179	6,822,777 1.328,917	9,410,413	_	_	459,078	_	459,078	4,203,041	_	970,103	5,173,144
304 305	Aguas Buenas Aibonito	13,135,431 20,319,832	15,635,991 24,326,548	23,985 37,317	532,869 829,040	1,328,917 2,168,437	1,885,771 3.034,794	_	_	98,793 153,702	_	98,793 153,702	904,486	_	185,542 305,485	1,090,028 1,712,689
555	• • • • • • • • • • • • • • • • • • • •	20,010,002	24,020,040	07,017	020,040	2,100,407	0,004,754	_	_	100,102	_	100,102	1,401,204	_	500,400	1,7 12,000

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Schedules of Pension Amounts by Employer

As of and for the years ended June 30, 2014 and 2013

					De	ferred outflows of re	esources – June 30, 20	014	Deferred inflows of resources – June 30, 2014			Pension expense Year ended June 30, 2014					
Agency Code		Agency Name	Net pensio Total NPL June 30, 2013	n liability Total NPL June 30, 2014	Differences between expected and actual experience	Changes of assumptions	Changes in proportion	Total deferred outflows of resources	Differences between expected and actual experience	Changes of assumptions	Net difference between projected and actual investments earnings on pension plan investments	Changes in proportion	Total deferred inflows of resources	Proportionate share of allocable plan pension expense	Pension expense related to specific liabilities of individual employers	Net amortization of deferred amounts from changes in proportion	Total pension expense
306	Añasco		\$ 14,690,427	17,307,309	26,549	589,827	1,342,641	1,959,017	_	_	109,352	_	109,352	1,001,166	_	183,987	1,185,153
307 308	Arecibo Arrovo		86,167,387 17,125,470	97,576,167 20,826,530	149,680 31,948	3,325,360 709,761	4,729,004 2,097,420	8,204,044 2,839,129	=	=	616,514 131,588	=	616,514 131,588	5,644,433 1,204,741	=	563,859 301,695	6,208,292 1,506,436
309	Barceloneta		51,756,605	59,815,663	91,756	2,038,496	3,851,529	5,981,781	=	=	377,932	=	377,932	3,460,123	=	504,418	3,964,541
310	Barranquitas Bayamón		23,956,095	26,033,285	39,935	887,205	423,030	1,350,170	_	_	164,486	_	164,486	1,505,933	_	10,660	1,516,593
311 312	Caho Roio		106,087,614 46,936,897	121,939,547 56,680,285	187,054 86,947	4,155,656 1,931,644	7,163,564 5,410,172	11,506,274 7.428,763	_	_	770,449 358.122	=	770,449 358.122	7,053,768 3,278,752	_	913,613 771,400	7,967,381 4.050,152
313	Caguas		169,309,593	181,452,720	278,346	6,183,843	1,087,508	7,549,697	_	_	1,146,470	_	1,146,470	10,496,393	_	(235,872)	10,260,521
314 315	Camuy		22,017,647 210,603,532	24,433,979	37,481 369,336	832,701 8.205.317	801,922 13,351,238	1,672,104 21,925,891	_	=	154,381 1.521,246	=	154,381 1.521,246	1,413,419	=	77,485 1 671 728	1,490,904 15,599,350
316	Cataño		66,487,920	75,455,737	115,748	2,571,504	3,831,319	6,518,571			476,751	_	476,751	4,364,845	=	465,096	4,829,941
317	Cayey		28,681,806	34,292,579	52,604	1,168,679	3,010,300	4,231,583	_	_	216,670	_	216,670	1,983,703	_	422,885	2,406,588
318 319	Ceiba Ciales		20,367,199	24,407,514 23,284,277	37,441 35,718	831,799 793,520	2,199,862 1,115,796	3,069,102 1,945,034	_	_	154,214 147 117	_	154,214 147 117	1,411,888	_	310,536 132,440	1,722,424
320	Cidra		45,950,203	54,069,672	82,942	1,842,675	4,173,166	6,098,783	=	=	341,627	=	341,627	3,127,738	=	571,232	3,698,970
321	Coamo		20,903,965	24,433,969	37,481	832,701	1,750,714	2,620,896	_	_	154,381	_	154,381	1,413,418	_	235,617	1,649,035
322 323	Cornerio		17,927,595 16,491,038	21,089,529 19,269,309	32,351 29,559	718,724 656 691	1,613,261 1,381,904	2,364,336	_	_	133,250 121,749	_	133,250 121,749	1,219,954	_	220,395 186.021	1,440,349 1,300,682
324	Culebra		8,670,731	10,808,543	16,580	368,351	1,268,905	1,653,836	=	=	68,291	=	68,291	625,236	=	186,637	811,873
325	Dorado		36,683,026	44,010,433 30,933,851	67,511	1,499,860 1,054,214	4,010,738	5,578,109 3,425,035	_	_	278,070 195 449	_	278,070 195,449	2,545,847 1 789 413	_	567,285	3,113,132 2,105,530
326 327	Fajardo Guánica		26,338,457 15,422,142	19,917,750	47,452 30,554	1,054,214 678,790	2,323,369 2,828,877	3,425,035		=	195,449	_	195,449	1,789,413		316,117 425,693	2,105,530 1,577,864
328	Guayama		39,490,163	45,806,995	70,267	1,561,086	3,074,203	4,705,556	_	_	289,422	_	289,422	2,649,771	_	407,066	3,056,837
329 330	Guayanilla Guaynabo		20,153,482 224,154,243	19,211,999 270,154,377	29,471 414,413	654,738 9,206,763	25,426,918	684,209 35,048,094	_	_	121,387 1,706,912	1,791,122	1,912,509 1,706,912	1,111,346 15,627,467	_	(342,685) 3,616,790	768,661 19,244,257
331	Gurabo		24,004,376	26.665.684	40.905	9,206,763	909.384	1.859.046			168.481		168.481	1.542.515	=	90,265	1.632.780
332	Hatillo		39,497,606	45,619,747	69,980	1,554,704	2,905,149	4,529,833	_	_	288,238	_	288,238	2,638,940	_	379,320	3,018,260
333 334	Hormigueros Humacao		23,191,734 69,752,847	27,724,269 82,124,794	42,529 125,978	944,833 2,798,783	2,446,216 6.357.633	3,433,578 9,282,394	_	_	175,170 518 888	_	175,170 518.888	1,603,750 4,750,627	_	343,971 870,818	1,947,721 5.621.445
335	Isabela		27,436,907	33,254,427	51,012	1,133,299	3,249,714	4,434,025	_	=	210,111	=	210,111	1,923,650	=	465,173	2,388,823
336	Jayuya		11,352,314	13,240,761	20,311	451,240	929,214	1,400,765	_	_	83,659	-	83,659	765,931	_	124,431	890,362
337 338	Juana Díaz Juncos		23,958,280 22,078,422	29,384,152 25,901,740	45,075 39,733	1,001,401 882 722	3,128,854 1,936,260	4,175,330 2,858,715	_	_	185,657 163,655	_	185,657 163,655	1,699,768	_	453,927 263 167	2,153,695 1,761,490
339	Lajas		26,762,958	27,297,245	41,874	930,280	_	972,154	=	=	172,472	950,020	1,122,492	1,579,048	=	(221,088)	1,357,960
340	Lares		23,620,379	29,779,257	45,681	1,014,866	3,723,334	4,783,881	=	_	188,154	=	188,154	1,722,624	=	552,100	2,274,724
341 342	Las Marías Las Piedras		16,257,922 28,001,611	19,363,347 31,721,625	29,703 48,661	659,896 1,081,062	1,655,190 1,556,038	2,344,789 2.685,761		=	122,343 200 426	_	122,343 200,426	1,120,101 1,834,983		231,353 186,417	1,351,454
343	Loíza		22,140,403	22,676,818	34,786	772,818	_	807,604	_	_	143,279	702,920	846,199	1,311,773	_	(169,282)	1,142,491
344 345	Luquillo Manati		15,813,186 47.532,734	20,218,337 53,732,648	31,015 82,425	689,034 1,831,189	2,717,742 2,557,511	3,437,791 4,471,125	_	=	127,745 339,498	=	127,745 339,498	1,169,559 3,108,242	_	406,479 302,731	1,576,038 3,410,973
346	Maricao		13,407,995	14,497,859	22,240	494,082	175,375	691,697	=	=	91,602	=	91,602	838,649	=	(4,099)	834,550
347	Maunabo		21,257,554	23,008,925	35,295	784,136	298,792	1,118,223	_	_	145,377	_	145,377	1,330,984	_	(3,095)	1,327,889
348 349	Mayagüez Moca		73,762,714 26,275,279	84,171,785 30,759,378	129,118 47 184	2,868,544 1,048,268	4,501,451 2,274,011	7,499,113 3,369,463	_		531,821 194,346		531,821 194,346	4,869,038 1,779,320	_	556,748 308 291	5,425,786 2,087,611
350	Morovis		32,124,017	31,069,528	47,660	1,058,838	_	1,106,498	_	_	196,306	2,534,285	2,730,591	1,797,261	_	(493,804)	1,303,457
351 352	Naguabo		18,565,090	21,815,400 28,881,185	33,465	743,461 984 260	1,669,117	2,446,043 3,066,398	_	_	137,836 182 479	_	137,836 182 479	1,261,943 1,670,674	=	228,037	1,489,980
352 353	Naranjito Orocovis		24,761,435 11,394,907	13.411.126	44,303 20.572	984,260 457.046	2,037,835 1,034,442	1,512,060			182,479 84.735		182,479 84.735	775.786	=	273,247 141.577	917.363
354	Patillas		28,179,177	31,105,559	47,715	1,060,066	912,854	2,020,635	_	_	196,534	_	196,534	1,799,346	_	80,637	1,879,983
355 356	Peñuelas Ponce		25,162,090 245,278,096	32,704,437 294,994,338	50,168 452,517	1,114,555 10,053,300	4,757,442 27,461,861	5,922,165 37,967,678	_	_	206,636 1 863 858	_	206,636 1,863,858	1,891,835 17.064,371	_	717,726 3.898.845	2,609,561
357	Quebradillas		18,392,344	23,023,040	35,317	784,617	2,763,020	3,582,954	_	_	145,466	_	145,466	1,331,801	_	407,578	1,739,379
358	Rincón		18,959,969	21,706,115	33,297	739,737	1,227,891	2,000,925	_	_	137,145	_	137,145	1,255,621	_	154,750	1,410,371
359 360	Río Grande Sabana Grande		38,559,198 20,553,689	43,669,826 24,652,937	66,989 37,817	1,488,252 840,163	2,121,209 2,237.503	3,676,450 3,115,483	=	=	275,918 155,764	=	275,918 155,764	2,526,144 1,426,085	=	253,147 316,245	2,779,291 1,742,330
361	Salinas		24,785,531	29,548,198	45,327	1,006,992	2,543,668	3,595,987	_	_	186,694	_	186,694	1,709,258	_	356,019	2,065,277
362 363	San Germán San Juan		36,213,164 965,085,926	41,905,819 1 114 985 347	64,283 1,710,372	1,428,135 37 998 297	2,699,316 70,429,229	4,191,734 110 137 898	_	_	264,773 7 044 793	=	264,773 7.044,793	2,424,102 64,497,927	_	353,553 9,175,080	2,777,655
364	San Juan San Lorenzo		16,228,760	1,114,985,347	1,710,372 27,865	37,998,297 619,067	70,429,229	1,377,610	=	=	114,774	=	114,774	1,050,799	=	9,175,080	1,130,820
365	San Sebastián		29,327,381	34,689,199	53,213	1,182,195	2,768,864	4,004,272	_	_	219,176	_	219,176	2,006,646	_	381,734	2,388,380
366 367	Santa Isabel Toa Alta		17,267,006 29,531,272	20,052,622	30,760 56,296	683,386 1,250,686	1,338,815 4,229,131	2,052,961 5,536,113	_	_	126,698 231,874	_	126,698 231,874	1,159,973 2,122,902	=	177,039 620,492	1,337,012 2,743,394
368	Toa Baja		83,389,748	82,572,427	126,665	2,814,038	_	2,940,703	=	=	521,716	4,938,304	5,460,020	4,776,520	=	(1,012,867)	3,763,653
369	Trujillo Alto		47,839,248	54,492,247	83,590	1,857,076	2,890,491	4,831,157	_	_	344,297	_	344,297	3,152,182	_	356,482	3,508,664
370 371	Utuado Vega Alta		29,577,203 27,867,975	33,714,714 32,628,084	51,718 50,051	1,148,985 1,111,953	1,791,504 2,387,161	2,992,207 3,549,165	=	_	213,019 206.153	_	213,019 206,153	1,950,276 1,887,418	=	221,080 322,856	2,171,356 2,210,274
372	Vega Baja		41,563,715	47,146,514	72,322	1,606,736	2,342,343	4,021,401	=	=	297,885	=	297,885	2,727,258	=	282,011	3,009,269
373 374	Vieques Villalha		22,721,747	29,814,032	45,734 32,874	1,016,051 730,351	4,529,803 1,651,950	5,591,588 2 415 175	_	_	188,373 135,405	_	188,373 135,405	1,724,635	_	686,431 226,060	2,411,066 1,465,751
374 375	Villalba Yabucoa		18,226,934 20,572,590	21,430,726 26,776,159	32,874 41.074	730,351 912,522	1,651,950 3,921,285	2,415,175 4.874.881	=	=	135,405 169,179	=	135,405 169,179	1,239,691	=	226,060 591,994	1,465,751 2,140,899
376	Yauco		36,629,850	37,523,513	57,561	1,278,788		1,336,349	_	_	237,084	1,163,949	1,401,033	2,170,601	_	(280,251)	1,890,350
377 378	Florida Canóvanas		18,339,934 44,050,243	18,477,964 49,945,144	28,345 76,615	629,722 1,702,112	2,472,906	658,067 4,251,633	_	_	116,749 315,568	810,887	927,636 315,568	1,068,884 2,889,149	_	(177,625) 297,337	891,259 3,186,486
3/0	Cariovalida		44,050,243	49,945,144	/0,015	1,702,112	2,472,906	4,251,033	_	_	310,008	_	310,008	2,009,149	_	291,337	3,100,400

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Schedules of Pension Amounts by Employer

As of and for the years ended June 30, 2014 and 2013

				De	Deferred outflows of resources – June 30, 2014 Deferred inflows of resources – June 30, 2014				Pension expense Year ended June 30, 2014							
Agency Code	Agency Name	Net pens Total NPL June 30, 2013	ion liability Total NPL June 30, 2014	Differences between expected and actual experience	Changes of assumptions	Changes in proportion	Total deferred outflows of resources	Differences between expected and actual experience	Changes of assumptions	Net difference between projected and actual investments earnings on pension plan investments	Changes in proportion	Total deferred inflows of resources	Proportionate share of allocable plan pension expense	Pension expense related to specific liabilities of individual employers	Net amortization of deferred amounts from changes in proportion	Total pension expense
379 413 502 506	Ponce Muelle Corporación para el Desarrollo del Cine de P.R. Aut de Transporte Maritimo Metropistas	\$ 3,845,271 776,791 48,238,260 236,044	4,436,774 711,231 44,387,382 291,385	6,806 1,091 68,090 447	151,204 24,238 1,512,706 9,930	277,600 — — — 32,517	435,610 25,329 1,580,796 42,894			28,033 4,494 280,452 1,841	95,597 5,763,842 —	28,033 100,091 6,044,294 1,841	256,652 41,142 2,567,652 16,856		36,067 (17,568) (997,450) 4,749	292,719 23,574 1,570,202 21,605
	Total	\$ 28,226,311,000	30,138,851,000	46,232,571	1,027,121,143	728,914,599	1,802,268,313	_	_	190,425,786	728,914,605	919,340,391	1,743,425,072	_	_	1,743,425,072

See accompanying independent auditors' report.

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Notes to Schedules of Employer Allocations and Schedules of Pension Amounts by Employer
June 30, 2014 and 2013

(1) Plan Description

The Employees' Retirement System of the Government of the Commonwealth of Puerto Rico (the System) is a trust created by the Legislature of the Commonwealth of Puerto Rico (the Commonwealth) pursuant to Act No. 447 on May 15, 1951 (Act No. 447), as amended, to provide pension and other benefits to retired employees of the Commonwealth, its public corporations and municipalities of Puerto Rico. The System's governance is vested in an eleven-member Board of Trustees (the Board), which sets policy and oversees the operations consistent with applicable laws. Pursuant to Act No. 106 of August 23, 2017, the Board was substituted by the Retirement Board of the Government of Puerto Rico. The System is a cost-sharing, multiple-employer pension plan administered by the Puerto Rico Government and Judiciary Retirement System Administration (the Administration).

The System administers different benefit structures pursuant to Act No. 447, as amended, including a cost-sharing, multi-employer, defined benefit program, a defined contribution program (System 2000 program) and a contributory hybrid program. Benefit provisions vary depending on a member's date of hire. Substantially all full-time employees of the Commonwealth and its instrumentalities (73 Commonwealth agencies, 78 municipalities, and 55 public corporations, including the System) are covered by the System. Membership is mandatory for all regular, appointed, and temporary employees of the Commonwealth and the Commonwealth's public corporation at the date of employment. Membership is optional for the Governor of the Commonwealth, Commonwealth secretaries, head of public agencies and instrumentalities, among others.

The benefits provided to members of the System are established by Commonwealth law and may be amended only by the Legislature with the Governor's approval. Act No. 3 of April 4, 2013 (Act No. 3), in conjunction with other recent funding and design changes, provided for a comprehensive reform of the System. The Commonwealth does not guarantee benefits at retirement age.

Certain provisions are different for the three groups of members who entered the System prior to July 1, 2013 as described below:

- Members of Act No. 447 are generally those members hired before April 1, 1990.
- Members of Act No. 1 of February 16, 1990 (Act No. 1) are generally those members hired on or after April 1, 1990 and on or before December 31, 1999.
- Members of Act No. 305 of September 24, 1999 (Act No. 305 or System 2000) are generally those members hired on or after January 1, 2000 and on or before June 30, 2013.

All regular employees hired for the first time on or after July 1, 2013, and former employees who participated in the defined benefit program and the System 2000 program, and were rehired on or after July 1, 2013, become members of the Contributory Hybrid Program as a condition to their employment. In addition, employees who at June 30, 2013, were participants of previous programs became part of the Contributory Hybrid Program on July 1, 2013.

The assets of the defined benefit program, the defined contribution program and the Contributory Hybrid Program are pooled and invested by the System. Future benefit payments will be paid from the same pool of assets.

Notes to Schedules of Employer Allocations and Schedules of Pension Amounts by Employer
June 30, 2014 and 2013

Service Retirement Benefits

The following summary of service retirement benefits is intended to describe the essential features of the plan. All eligibility requirements and benefit amounts shall be determined in strict accordance with the plan document itself.

Retirement Eligibility Requirements:

(1) Eligibility for Act No. 447 Members – Act No. 447 members who were eligible to retire as of June 30, 2013 continue to be eligible to retire at any time. Prior to July 1, 2013, Act No. 447 members could retire upon (1) attainment of age 55 with 25 years of credited service, (2) attainment of age 58 with 10 years of credited service, (3) any age with 30 years of credited service, (4) for Public Officers in High Risk Positions (the Commonwealth Police and Firefighter Corps, the Municipal Police and Firefighter Corps and the Custody Office Corps), attainment of age 50 with 25 years of credited service, and (5), for Mayors of municipalities, attainment of age 50 with 8 years of credited service as a Mayor. In addition, Act No. 447 members who attained 30 years of credited service by December 31, 2013 are eligible to retire at any time.

Act No. 447 members who were not eligible to retire as of June 30, 2013 and did not attain 30 years of credited service by December 31, 2013 are eligible to retire upon attainment of the retirement eligibility age shown in the table below with 10 years of credited service.

	Attained age	
Date of birth	as of June 30, 2013	Retirement eligibility age
July 1, 1957 or later	55 or less	61
July 1, 1956 to June 30, 1957	56	60
Before July 1, 1956	57 and up	59

In addition to the requirements in the table above, Act No. 447 Public Officers in High Risk Positions who were not eligible to retire as of June 30, 2013 and did not attain 30 years of credited service by December 31, 2013 are eligible to retire directly from active service upon the attainment of age 55 with 30 years of credited service.

(2) Eligibility for Act No. 1 Members – Act No. 1 members who were eligible to retire as of June 30, 2013 continue to be eligible to retire at any time. Prior to July 1, 2013, Act No. 1 members could retire upon (1) attainment of age 55 with 25 years of credited service, (2) attainment of age 65 with 10 years of credited service, (3) for Public Officers in High Risk Positions, any age with 30 years of credited service, and (4) for Mayors, attainment of age 50 with 8 years of credited service as a Mayor.

Act No. 1 members who were not eligible to retire as of June 30, 2013 are eligible to retire upon attainment of age 65 with 10 years of credited service. In addition, Act No. 1 Public Officers in High Risk Positions who were not eligible to retire as of June 30, 2013 are eligible to retire directly from active service upon the attainment of age 55 with 30 years of credited service.

Notes to Schedules of Employer Allocations and Schedules of Pension Amounts by Employer
June 30, 2014 and 2013

(3) Eligibility for System 2000 Members – System 2000 members who were eligible to retire as of June 30, 2013 continue to be eligible to retire at any time. Prior to July 1, 2013, System 2000 members could retire upon attainment of age 55 for Public Officers in High Risk Positions and attainment of age 60 otherwise.

System 2000 members who were not eligible to retire as of June 30, 2013 are eligible to retire upon attainment of age 55 for Public Officers in High Risk Positions and upon attainment of the retirement eligibility age shown in the table below otherwise.

	Attained age	
Date of birth	as of June 30, 2013	Retirement eligibility age
July 1, 1957 or later	55 or less	65
July 1, 1956 to June 30, 1957	56	64
July 1, 1955 to June 30, 1956	57	63
July 1, 1954 to June 30, 1955	58	62
Before July 1, 1954	59 and up	61

(4) Eligibility for Members Hired after June 30, 2013 – Attainment of age 58 if a Public Officer in a High Risk Position and attainment of age 67 otherwise.

Service Retirement Annuity Benefits:

An annuity payable for the lifetime of the member equal to the annuitized value of the balance in the hybrid contribution account at the time of retirement, plus, for Act No. 447 and Act No. 1 members, the accrued benefit determined as of June 30, 2013. If the balance in the hybrid contribution account is \$10,000 or less, it shall be paid as a lump sum instead of as an annuity.

(1) Accrued Benefit as of June 30, 2013 for Act No. 447 Members – The accrued benefit as of June 30, 2013 shall be determined based on the average compensation, as defined, for Act No. 447 members, the years of credited service, and the attained age of the member all as of June 30, 2013. For Act No. 447 Mayors, the highest compensation, as defined, as a Mayor is determined as of June 30, 2013.

If the Act No. 447 member had at least 30 years of credited service as of June 30, 2013, the accrued benefit equals 65% of average compensation if the member was under age 55 as of June 30, 2013 or 75% of average compensation if the member was at least age 55 as of June 30, 2013. For participants selecting to coordinate with social security (the Coordination Plan), the benefit is re-calculated at the Social Security Retirement Age (SSRA), as defined, as 1.5% of average compensation up to \$6,600 multiplied by years of credited service, up to 30 years, plus 65% (75% if member was at least age 55 as of June 30, 2013) of average compensation in excess of \$6,600.

Notes to Schedules of Employer Allocations and Schedules of Pension Amounts by Employer
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If the Act No. 447 member had less than 30 years of credited service as of June 30, 2013, and attains 30 years of credited service by December 31, 2013, the accrued benefit equals 55% of average compensation if the member was under age 55 as of June 30, 2013 or 60% of average compensation if the member was at least age 55 as of June 30, 2013. For participants selecting the Coordination Plan, the benefit is re-calculated at SSRA as 1.5% of average compensation up to \$6,600 multiplied by years of credited service, up to 30 years, plus 55% (60% if member was at least age 55 as of June 30, 2013) of average compensation in excess of \$6,600. Member contributions received from Act No. 447 members eligible for this transitory benefit during the period beginning July 1, 2013 and ending upon the attainment of 30 years of credited service are considered pre-July 1, 2013 contributions; the contributions to the hybrid contribution account begin after the member attains 30 years of credited service.

If the Act No. 447 member had less than 30 years of credited service as of December 31, 2013, the accrued benefit equals 1.5% of average compensation multiplied by years of credited service up to 20 years, plus 2% of average compensation multiplied by years of credited service in excess of 20 years. Maximum benefit is 75% of average compensation. Except for Commonwealth Police and Commonwealth Firefighters, the benefit is actuarially reduced for each year payment commences prior to age 58. For participants selecting the Coordination Plan, the basic benefit is re-calculated at SSRA as 1% of average compensation up to \$6,600 multiplied by years of credited service up to 20 years, plus 1.5% of average compensation up to \$6,600 multiplied by years of credited service in excess of 20 years, plus 1.5% of average compensation in excess of \$6,600 multiplied by years of credited service up to 20 years, plus 2.0% of average compensation in excess of \$6,600 multiplied by years of credited service in excess of 20 years. Except for Police and Firefighters, the benefit is actuarially reduced for each year payment commences prior to age 58.

For Act No. 447 Mayors with at least 8 years of credited service as a mayor, the accrued benefit will not be less than 5% of highest compensation, as defined, as a Mayor for each year of credited service as a Mayor up to 10 years, plus 1.5% of highest compensation as Mayor for each year of non-Mayoral credited service up to 20 years, plus 2.0% of highest compensation as Mayor for each year of non-Mayoral credited service in excess of 20 years. Non-Mayoral credited service includes service earned as a Mayor in excess of 10 years. Maximum benefit is 90% of highest compensation as a Mayor.

(2) Accrued Benefit as of June 30, 2013 for Act No. 1 Members – The accrued benefit as of June 30, 2013 shall be determined based on the average compensation for Act No. 1 members, the years of credited service, and the attained age of the member all as of June 30, 2013. For Act No. 1 Mayors, the highest compensation as a Mayor is determined as of June 30, 2013.

If the Act No. 1 member is a police officer or firefighter with at least 30 years of credited service as of June 30, 2013, the accrued benefit equals 65% of average compensation if the member was under age 55 as of June 30, 2013 or 75% of average compensation if the member was at least age 55 as of June 30, 2013.

For all other Act No. 1 members, the accrued benefit equals 1.5% of average compensation multiplied by years of credited service. The benefit is actuarially reduced for each year payment commences prior to age 65.

Notes to Schedules of Employer Allocations and Schedules of Pension Amounts by Employer
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For Act No. 1 Mayors with at least 8 years of credited service as a Mayor, the accrued benefit will not be less than 5% of highest compensation as a Mayor for each year of credited service as a Mayor up to 10 years, plus 1.5% of highest compensation as Mayor for each year of non-Mayoral credited service up to 20 years, plus 2.0% of highest compensation as Mayor for each year of non-Mayoral credited service in excess of 20 years. Non-Mayoral credited service includes service earned as a Mayor in excess of 10 years. Maximum benefit is 90% of highest compensation as a Mayor.

Compulsory Retirement

All Act No. 447 and Act No. 1 Public Officers in High Risk Positions must retire upon attainment of age 58 and 30 years of credited service. A two-year extension may be requested by the member from the Superintendent of the Puerto Rico Police, the Chief of the Firefighter Corps, or supervising authority as applicable.

Minimum Benefit for Members who Retired before July 1, 2013 (Act No. 156 of 2003, Act No. 35 of 2007, and Act No. 3): The minimum monthly lifetime income for members who retired or become disabled before July 1, 2013 is \$500 per month effective July 1, 2013.

Contributions

The contribution requirement to the System is established by Commonwealth law and is not actuarially determined. The following are the member and employer contributions:

(1) Member Contributions

Effective July 1, 2013, contributions by members are 10% of compensation. However, for Act No. 447 members who selected the Coordination Plan, the member contributions are 7% of compensation up to \$6,600 plus 10% of compensation in excess of \$6,600 during the 2013-2014 fiscal year and 8.5% of compensation up to \$6,600 plus 10% of compensation in excess of \$6,600 during the 2014-2015 fiscal year. Members may voluntarily make additional contributions to their hybrid contribution account.

- (2) Employer Contributions (Article 2-116, as Amended by Law No. 116 of 2010 and Act No. 3)

 Effective July 1, 2011, employer contributions are 10.275% of compensation. For the next four fiscal years effective July 1, employer contributions will increase annually by 1% of compensation. For the five fiscal years thereafter, employer contributions will increase annually by 1.25% of compensation, reaching an employer contribution rate of 20.525% of compensation effective July 1, 2020.
- (3) Supplemental Contributions from the Commonwealth's General Fund, Certain Public Corporations, and Municipalities (Act No. 3)

Effective July 1, 2013, the System will receive a supplemental contribution of \$2,000 (of which \$800 corresponds to the pension plan and \$1,200 corresponds to the post employment healthcare benefits plan) each fiscal year for each pensioner (including beneficiaries receiving survivor benefits) who was previously benefitting as an Act No. 447 or Act No. 1 member while an active employee. This supplemental contribution will be paid by the Commonwealth's General Fund for former government and certain public corporations without own treasuries employees or by certain public corporations with own treasuries or municipalities for their former employees.

Notes to Schedules of Employer Allocations and Schedules of Pension Amounts by Employer
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(4) Additional Uniform Contribution (Act No. 32, as Amended)

The additional uniform contribution will be certified by the external actuary of the System each fiscal year from 2014-2015 through 2032-2033 as necessary to avoid having the projected gross assets of the System, during any subsequent fiscal year, to fall below \$1 billion. The additional uniform contribution is to be paid by the Commonwealth's General Fund, public corporations with own treasuries, and municipalities. The additional uniform contribution determined for fiscal years 2014, 2015 and 2016 was \$120 million, payable at end of each fiscal year. The additional uniform contribution determined for fiscal year 2016-2017 is \$596 million, payable at the end of the fiscal year.

(2) Basis of Presentation

The schedules of employer allocations and the schedules of pension amounts by employer (collectively, the Schedules) present amounts that are considered elements of the financial statements of the System or its participating employers. Accordingly, they do not purport to be a complete presentation of the financial position or changes in financial position of the System or the participating employers. The amounts presented in the Schedules were prepared in accordance with U.S. generally accepted accounting principles. Such preparation requires management of the System to make a number of estimates and assumptions relating to the reported amounts. Due to the inherent nature of these estimates, actual results could differ from those estimates.

(3) Allocation Methodology and Reconciliation to Financial Statements

Effective July 1, 2014, the System employers were required to adopt Governmental Accounting Standards Board Statement No. 68, *Accounting and Financial Reporting for Pensions* (GASB Statement No. 68).

GASB Statement No. 68 requires participating employers in the System to recognize their proportionate share of the collective net pension liability, collective deferred outflows of resources, collective deferred inflows of resources and collective pension. The employer allocation percentages presented in the schedule of employer allocations and applied to amounts presented in the schedule of pension amounts by employer are based on the ratio of the contributions of an individual employer to total contributions to the System, as defined, during the years ended June 30, 2014 and 2013.

The current year employer contributions for the System employers used in the schedule of employer allocations is a component of the System pension trust fund financial statements contained in the System's Basic Financial Statements. A reconciliation of total contributions presented in the schedule of employer allocations and additions from the employer contributions for the System pursuant to its statements of changes in fiduciary net position for the years ended June 30, 2014 and 2013 is as follows:

	_	2014	2013
Contributions per schedule of employer allocations Reconciling items:	\$	607,378,006	625,754,700
Early retirement incentives Collected additional uniform contribution (Act 32 of 2013)		69,283,111 37,152,000	2,892,331
Total contributions per audited financial statements	\$	713,813,117	628,647,031

Notes to Schedules of Employer Allocations and Schedules of Pension Amounts by Employer

June 30, 2014 and 2013

The employer's proportion of the System's net pension liability was based on the actual required contributions of each of the participating employers that reflect each employer's projected long-term contribution effort. The contributions that reflect each employer's projected long-term contribution effort included in the proportionate share calculation are: 1) Act No. 116 of 2010 statutory payroll-based contribution, 2) Act No. 3 of 2013 supplemental contribution, and 3) other special law contributions. Other contributions to the System that do not reflect an employer's projected long-term contribution effort, such as contributions that separately finance specific liabilities of an individual employer to the System (i.e. local employer early retirement incentives), are excluded from the proportionate share calculation.

In addition, the collected additional uniform contribution required by Act No. 32 of 2013 (AUC), which is a contribution that reflects each employer's projected long-term contribution effort, was excluded from the proportionate share calculation because its collectability from various employers, including the Commonwealth, is uncertain. Exclusion of such amounts prevents an overallocation of GASB Statement No. 68 amounts to the employers who have paid their AUC (or are expected to do so) and an underallocation of GASB Statement No. 68 amounts to the employers who have not paid their AUC (or are not expected to do so).

(4) Collective Net Pension Liability and Actuarial Information

(a) Components of Net Pension Liability

The components of the net pension liability of the participating employers for the System as of June 30, 2014 and July 1, 2013 are as follows:

	2014	2013
Total pension liability Plan fiduciary net position	\$ 30,219,517,000 80,666,000	28,941,368,000 715,057,000
Net pension liability	\$ 30,138,851,000	28,226,311,000
Plan fiduciary net position as a percentage of the total pension liability	0.27 %	2.47 %

Notes to Schedules of Employer Allocations and Schedules of Pension Amounts by Employer
June 30, 2014 and 2013

(b) Actuarial Assumptions

The total pension liability as of June 30, 2014 (the measurement date) was determined by an actuarial valuation as of July 1, 2013 that was rolled forward to June 30, 2014 and assuming no gains or losses. This actuarial valuation used the following actuarial methods and assumptions, applied to all periods in the measurement:

Actuarial cost method Entry age normal
Asset-valuation method Market value of assets

Actuarial assumptions:

Inflation rate 2.5%

Salary increases: 3.00% per year. No compensation

increases are assumed until July 1, 2017 as a result of Act No. 66 and the current general

economy.

The mortality tables used in the June 30, 2014 actuarial valuation were as follows:

Pre-retirement Mortality – For general employees not covered under Act No. 127, RP-2000
 Employee Mortality Rates are assumed for males and females projected on a generational basis
 using Scale AA. For members covered under Act No. 127, RP-2000 Employee Mortality Rates are
 assumed with blue collar adjustments for males and females, projected on a generational basis
 using Scale AA. As generational tables, they reflect mortality improvements both before and after
 the measurement date.

100% of deaths while in active service are assumed to be occupational only for members covered under Act No. 127.

- Post-retirement Healthy Mortality Rates which vary by gender are assumed for healthy retirees
 and beneficiaries based on a study of the Plan's experience from 2007 to 2012 equal to 92% of the
 rates from the UP-1994 Mortality Table for Males and 95% of the rates from the UP-1994 Mortality
 Table for Females. The rates are projected on a generational basis starting in 1994 using Scale
 AA. As a generational table, it reflects mortality improvements both before and after the
 measurement date.
- Post-retirement Disabled Mortality Rates which vary by gender are assumed for disabled retirees based on a study of the Plan's experience from 2007 to 2012 equal to 105% of the rates from the UP-1994 Mortality Table for Males and 115% of the rates from the UP-1994 Mortality Table for Females. No provision was made for future mortality improvement for disabled retirees.

Most other demographic assumptions used in the July 1, 2013 valuation were based on the results of an actuarial experience study using data as of June 30, 2003, June 30, 2005 and June 30, 2007.

Notes to Schedules of Employer Allocations and Schedules of Pension Amounts by Employer
June 30, 2014 and 2013

The long-term expected rate of return on pension benefits investments was determined in accordance with the asset allocation of the portfolio that was adopted by the System's Board during December 2013 and the actuary's capital market assumptions as of June 30, 2014. In addition, the assumption reflects that loans to members comprise approximately 20% of the portfolio and, have an approximate return of 9.1% with no volatility. The long-term expected rate of return on pension benefits investments of 6.75% as of June 30, 2014 was slightly higher than debt service of the senior pension funding bonds payable which range from 5.85% per annum to 6.55% per annum.

The pension plan's policy in regard to allocation of invested assets is established and may be amended by the System's Board. Plan assets are managed on a total return basis with a long-term objective of achieving and maintaining a positive impact on the System's financial condition for the benefits provided through the pension programs. The following was the Board's adopted asset allocation policy as of June 30, 2014:

	Target allocation	Long-term expected rate of return
Asset class:		
Domestic equity	25 %	6.8 %
International equity	10	7.6
Fixed income	64	3.9
Cash	1	2.9
Total	100 %	

The long-term expected rate of return on pension benefits investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

The asset basis for the date of depletion projection is the System's fiduciary net position (the gross assets plus deferred outflows of resources less the gross liabilities, including the senior pension funding bonds payable, less deferred inflows of resources). On this basis, the System's fiduciary net position was projected to be exhausted in the fiscal year 2015.

The System's fiduciary net position was not projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the tax free municipal bond index (Bond Buyer General Obligation 20-Bond Municipal Bond Index) was applied to all periods of projected benefits payments to determine the total pension liability. The discount rate was 4.29% and 4.63% as of June 30, 2014 and July 1, 2013, respectively.

Notes to Schedules of Employer Allocations and Schedules of Pension Amounts by Employer
June 30, 2014 and 2013

The date of depletion projection of the actuarial report does not include any amounts from the additional uniform contribution required by Act No. 32 because of actual fiscal and budgetary financial difficulties, continued budget deficits and liquidity risks of the Commonwealth and the municipalities, and in the event that their financial condition does not improve in the near term.

(c) Sensitivity of the Collective Net Pension Liability to Changes in the Discount Rate

The following presents the collective net pension liability of the participating employers as of June 30, 2014, calculated using the discount rate of 4.29%, as well as what the collective net pension liability would be if it was calculated using a discount rate that is 1-percentage point lower (3.29%) or 1-percentage-point higher (5.29%) than the current rate:

		2014				
	At 1%	At current	At 1%			
	decrease (3.29%)	discount rate (4.29%)	increase (5.29%)			
Net pension liability	\$ 34,191,176,000	30,138,851,000	26,783,118,000			

(5) Collective Deferred Outflows of Resources and Deferred Inflows of Resources

The following presents a summary of changes in the collective deferred outflows of resources and deferred inflows of resources (excluding employer specific amounts) for the year ended June 30, 2014:

	Year of deferral	Amortization period		Beginning of year balance	Additions	Deductions	End of year balance
Deferred outflows of resources: Changes of assumptions	2014	7 years	\$	_	1,198,308,000	171,186,857	1,027,121,143
Difference between expected and actual experience	2014	7 years	_		53,938,000	7,705,429	46,232,571
Total			\$_		1,252,246,000	178,892,286	1,073,353,714
Deferred inflows of resources: Difference between projected and actual earnings on pension plan investments	2014	5 years	\$	_	238,032,232	47,606,446	190,425,786

Notes to Schedules of Employer Allocations and Schedules of Pension Amounts by Employer June 30, 2014 and 2013

Amounts reported as deferred outflows of resources and deferred inflows of resources (excluding employer specific amounts) related to pensions at June 30, 2014 will be recognized in pension expense as follows:

	_	Amount
Year ending June 30:		
2015	\$	131,285,840
2016		131,285,840
2017		131,285,840
2018		131,285,838
2019		178,892,286
Thereafter	_	178,892,284
Total	\$_	882,927,928

(6) Pension Expense

The components of allocable pension expense, which exclude amounts attributable to employer paid member contributions and pension expense related to specific liabilities of individual employers, for the System employers for the year ending June 30, 2014 are as follows:

	Amount
Service cost	\$ 419,183,000
Interest on total pension liability	1,321,478,000
Member contributions	(359,862,000)
Administrative expense	29,530,000
Other expenses	26,584,000
Interest on bonds payable	192,947,000
Expected investment return net of investment	
expenses	(17,720,768)
Recognition of deferred inflows/outflows	
of resources:	
Amortization of assumption changes or	
inputs	171,186,857
Amortization of differences between	
expected and actual experience	7,705,429
Amortization of projected versus actual	
investment earnings on pension plan	
investments	(47,606,446)
Pension expense	\$ 1,743,425,072