

**Michigan**

**COMBINING STATEMENT OF FIDUCIARY NET ASSETS  
PENSION (AND OTHER EMPLOYEE BENEFIT) TRUST FUNDS**

SEPTEMBER 30, 2006

(In Thousands)

	STATE EMPLOYEES' DEFERRED COMPENSATION FUNDS	LEGISLATIVE RETIREMENT FUND	STATE POLICE RETIREMENT FUND
<b>ASSETS</b>	<u>                    </u>	<u>                    </u>	<u>                    </u>
Cash	\$ -	\$ -	\$ -
Equity in common cash	1,692	3,636	4,064
Receivables:			
Employee	120,834	-	-
Employer	497	105	4
Interest and dividends	-	51	34
Due from other funds	-	-	3,053
Due from component unit	-	-	-
Sale of investments	-	438	-
Investments at Fair Value:			
Short-term investments	-	-	21,844
Bonds, notes, mortgages, and preferred stock	-	-	192,055
Common stock	-	72,066	582,759
Real estate	-	-	100,633
Alternative investments	-	-	152,186
International investments	-	-	147,922
Mutual funds	1,755,376	108,138	-
Pooled investment funds	1,784,098	-	-
Money market funds	106,160	-	-
Securities lending collateral	-	-	187,448
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total Assets	<u>\$ 3,768,657</u>	<u>\$ 184,434</u>	<u>\$ 1,392,001</u>
<b>LIABILITIES</b>			
Warrants outstanding	\$ -	\$ 31	\$ 206
Accounts payable and other liabilities	-	879	100
Amounts due to other funds	-	3	-
Obligations under security lending	-	-	187,448
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total Liabilities	<u>\$ -</u>	<u>\$ 914</u>	<u>\$ 187,754</u>
<b>NET ASSETS</b>			
Net assets held in trust for pension, postemployment health-care, and deferred compensation benefits	<u>\$ 3,768,657</u>	<u>\$ 183,520</u>	<u>\$ 1,204,248</u>
Reconciliation of Net Assets Held in Trust:			
Pension benefits	\$ -	\$ 170,100	\$ 1,204,248
Postemployment health-care benefits	-	13,421	-
Deferred compensation participants	3,768,657	-	-
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total net assets held in trust for benefits	<u>\$ 3,768,657</u>	<u>\$ 183,520</u>	<u>\$ 1,204,248</u>