

**STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FIDUCIARY FUNDS**

FISCAL YEAR ENDED SEPTEMBER 30, 2005

(In Thousands)

	PENSION (AND OTHER EMPLOYEE BENEFIT) TRUST FUNDS	PRIVATE PURPOSE TRUST FUNDS
	<u> </u>	<u> </u>
ADDITIONS		
Contributions:		
From participants	\$ 663,821	\$ 278,534
From employers	2,176,652	-
From clients	-	40,797
From gifts, bequests, and endowments	-	659
From other plans	6,941	-
Investment Income:		
Net appreciation (depreciation) in fair value of investments	4,912,344	54,926
Interest, dividends, and other	1,521,243	35,075
Securities lending income	73,520	36
Less Investment Expense:		
Investment activity expense	68,740	4,048
Securities lending expense	69,511	35
Net investment income (loss)	6,368,856	85,953
Escheated property	-	91,562
Miscellaneous income	3,216	2,750
	<u>9,219,486</u>	<u>500,255</u>
DEDUCTIONS		
Benefits paid to participants or beneficiaries	3,639,022	40,244
Medical, dental, and life insurance for retirees	1,060,411	-
Refunds and transfers to other systems	25,861	-
Amounts distributed to clients, claimants, or third parties	-	75,516
Administrative expense	87,899	12,671
Transfers to other funds	70	-
	<u>4,813,263</u>	<u>128,431</u>
Net increase (decrease)	4,406,223	371,825
Net assets - Beginning of fiscal year	<u>51,395,854</u>	<u>825,168</u>
Net assets - End of fiscal year (Note 10)	<u>\$ 55,802,077</u>	<u>\$ 1,196,993</u>
Reconciliation of Net Increase in Assets:		
Net increase (decrease) in assets held in trust for pension benefits	\$ 3,998,044	\$ -
Net increase (decrease) in assets held in trust for postemployment benefits	60,286	-
Net increase (decrease) in assets held in trust for other employee benefits	347,893	-
Net increase (decrease) in assets held in trust for other purposes	-	371,825
	<u>\$ 4,406,223</u>	<u>\$ 371,825</u>

The accompanying notes are an integral part of the financial statements.