

PROJECTED AND ACTUAL INVESTMENT EXPENSES

Through Third Quarter FY 2011-12

	<u>Projection*</u>	<u>Actual Expenses</u>	<u>Balance</u>	<u>% Expended</u>
External Investment Advisors				
Base Fees				
Domestic				
Equities	\$ 57,746,000	\$ 29,220,133	\$ 28,525,867	50.6%
Fixed Income	2,930,000	1,667,498	1,262,502	56.9%
International				
Equities	53,184,000	13,675,021	39,508,979	25.7%
Fixed Income	3,450,000	1,045,970	2,404,030	30.3%
Real Estate	216,477,000	60,373,532	156,103,468	27.9%
Inflation Linked Asset Class	19,473,000	7,854,690	11,618,310	40.3%
AIM Asset Management ¹	516,852,000	243,917,339	272,934,661	47.2%
	<u>870,112,000</u>	<u>357,754,182</u>	<u>512,357,818</u>	<u>41.1%</u>
Performance Fees ²				
Domestic				
Equities	21,287,000	4,709,676	16,577,324	22.1%
International				
Equities	67,864,000	10,727,955	57,136,045	15.8%
Fixed Income	4,300,000	4,282,595	17,405	99.6%
Real Estate	39,720,000	55,081,402	(15,361,402)	138.7%
Inflation Linked Asset Class	13,600,000	-	13,600,000	0.0%
	<u>146,771,000</u>	<u>74,801,628</u>	<u>71,969,372</u>	<u>51.0%</u>
Total External Investment Advisors	1,016,883,000	432,555,810	584,327,190	42.5%
Other Investment Expenses				
Master Custodian	6,979,000	4,181,359	2,797,641	59.9%
Portfolio Management Services/Subscriptions	21,447,000	13,961,719	7,485,281	65.1%
Appraisal Fees	5,578,000	544,639	5,033,361	9.8%
Auditor Fees	308,000	134,989	173,011	43.8%
Consultant Fees	50,452,000	11,572,335	38,879,665	22.9%
System Consultant Fees	4,175,000	2,880,886	1,294,114	69.0%
Legal Fees	16,171,000	4,021,127	12,149,873	24.9%
Tax Advisory Services	237,000	175,977	61,023	74.3%
Transaction Fees	3,036,000	2,949,894	86,106	97.2%
	<u>108,383,000</u>	<u>40,422,925</u>	<u>67,960,075</u>	<u>37.3%</u>
Total	<u>\$ 1,125,266,000</u>	<u>\$ 472,978,735</u>	<u>\$ 652,287,265</u>	<u>42.0%</u>

* External Investment Advisors 2011-12 projection information from the Investment Advisor Report, dated January 2012.

¹ The AIM Management fees are capitalized expenses and are included in the cost basis of the investment. Actual expenses do not reflect 100% of Base Fees paid.

² These amounts are highly volatile as they are based on performance of fund managers compared to various benchmarks. In addition, performance fees are calculated on various multi-year contracts and the performance period varies from manager to manager.