Town of Braintree

Contributory Retirement System

74 Pond Street, 2nd Floor
Braintree, MA 02184

April 30, 2010

Joseph Connarton, Executive Director
Public Employee Retirement Administration Commission
5 Middlesex Avenue
Somerville, MA 02145

Dear Mr. Connarton:

Enclosed please find the signed *Annual Statement of the Financial Conditions and Affairs of the Braintree Retirement System for the year ended December 31, 2009.* Also per PERAC's request I have enclosed a complete supplemental schedule for the members' Annuity Savings Fund. Please note that manual notations have been made to account for accounts receivables for members' makeups, which PERAC instructed the Boards to account for at the 2006 Annual Statement conference.

If you have any questions, please do not hesitate to contact me.

Respectfully Submitted,

Jeanne Martineau
Director

Enc:

Cc: (exclude ASF)
Mayor Sullivan
C. Ryan, Town Council President
Stone Consulting, Inc.
K. Leonard, NEPC

TEL: 781-794-8210 or 781-794-8211 FAX 781-794-8407

ANNUAL STATEMENT FOR THE YEAR ENDED DECEMBER 31, 2009
OF THE CONDITIONS AND AFFAIRS OF
Braintree Retirement System

Organized under the Laws of the Commonwealth of Massachusetts to the
PUBLIC EMPLOYEE RETIREMENT ADMINISTRATION COMMISSION

Date of Certificate: 07/01/1937 Effective Date: 07/01/1937

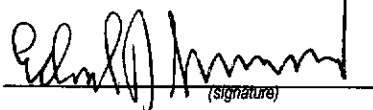
Administration Office
74 Pond Street Second Floor Braintree, MA 02184

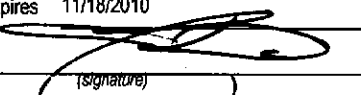
Telephone Number: 781-794-8211

We, the undersigned, members of the Board of Retirement of Braintree Retirement System certify under the penalties of perjury, that we are the official board members of said retirement system, and that assets were the absolute property of said retirement systems, free and clear from any liens or claims thereon, except as stated, and the following statements, with the schedules and explanations therein contained, annexed, or referred to, are a full and correct exhibit of all the assets, liabilities, income and disbursements, changes in fund balances and of the conditions and affairs of the said retirement system on the said thirty-first day of December last, and for the year ended on that date, according to the best of our information, knowledge and belief, respectively.

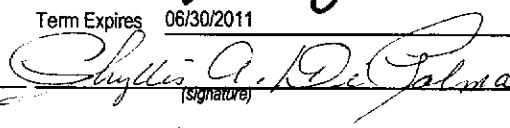
BOARD OF RETIREMENT

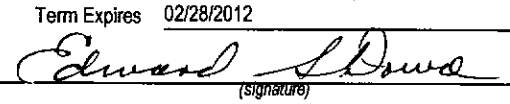
Please Identify the Name of the Board Member who serves as Chairperson by Inserting the title next to his/her name.

Ex-Officio Member
EDWARD J. SPELLMAN, JR.  (signature)

Appointed Member Term Expires 11/18/2010
FREDERICK T. VIOLA  (signature)

Elected Member Term Expires 06/30/2011
* GERALD J. KENNY, JR (signature)

Elected Member Term Expires 06/30/2011
PHYLLIS A. DIPALMA  (signature)

Member Appointed by Other Members Term Expires 02/28/2012
EDWARD DOWD  (signature)

INVESTMENT MANAGERS

Please compile/submit a complete list. Attach the list to this page.

Name	Address
SEE ATTACHED SHEET	

INVESTMENT CONSULTANT

Name	Address
NEW ENGLAND CONSULTANTS	ONE MAIN STREET, CAMBRIDGE, MA 02142-1542

CUSTODIAN

Name	Address
STATE STREET BANK & TRUST	200 NEWPORT AVENUE, QUINCY, MA 02171

Annual Statement of the Braintree Retirement System for the year ended December 31,2009
ANNUAL STATEMENT BALANCE TESTS

1. ASSET BALANCE

Assets Previous Year.....	**108,653,774.75**
Income Current Year	**32,100,834.05**
Disbursements Current Year	**13,354,138.84**
Assets Current Year	**127,400,469.96**

2. ASSET DIFFERENCE

Assets Current Year	**127,400,469.96**
Assets Previous Year.....	**108,653,774.75**
Difference	**18,746,695.21**

3. INCOME DIFFERENCE

Income Current Year	**32,100,834.05**
Disbursements Current Year	**13,354,138.84**
Difference	**18,746,695.21**

4. FUND CHANGE DIFFERENCE - Add interfund transfer credits and debits respectively to Income and Disbursement activities.

Total Fund Change Credits Current Year..	**37,502,700.53**
Total Fund Chage Debits Current Year...	**18,756,005.32**
Difference	**18,746,695.21**

NOTE: THE SUMS OF TESTS 2,3, AND 4 SHOULD BE THE SAME.

Annual Statement of the Braintree Retirement System for the year ended December 31, 2009

	Balance December 31 2008	Receipts	Interfund Transfers	Disbursements	Balance December 31 2009
Annuity Savings Fund	32,274,672.87	3,509,728.98	-1,422,384.43	117,574.94	34,244,442.48
Annuity Reserve Fund	11,740,724.23	352,482.75	1,422,077.48	1,659,040.08	11,856,244.38
Special Military Service Cr Fnd	1,492.31	7.47	0.00	0.00	1,499.78
Pension Fund	1,848,728.36	7,227,652.49	3,979,789.00	10,808,003.48	2,248,166.37
Expense Fund	0.00	769,520.34	0.00	769,520.34	0.00
Pension Reserve Fund	62,788,156.98	20,241,442.02	-3,979,482.05	0.00	79,050,116.95
TOTAL ALL FUNDS:	**108,653,774.75**	**32,100,834.05**	**0.00**	**13,354,138.84**	**127,400,469.96**

List Below all Transfers:

Transfer from 3293	Fund to the 3294	Fund in the Amount of	1,422,077.48	on account of	retirements
Transfer from 3297	Fund to the 3296	Fund in the Amount of	3,979,789.00	on account of	TRSFR FROM PRF TO FUND
Transfer from 3293	Fund to the 3297	Fund in the Amount of	306.95	on account of	adjust interest; 09 retirements retro
Transfer from	Fund to the	Fund in the Amount of		on account of	
Transfer from	Fund to the	Fund in the Amount of		on account of	
Transfer from	Fund to the	Fund in the Amount of		on account of	
Transfer from	Fund to the	Fund in the Amount of		on account of	
Transfer from	Fund to the	Fund in the Amount of		on account of	
Transfer from	Fund to the	Fund in the Amount of		on account of	
Transfer from	Fund to the	Fund in the Amount of		on account of	
Transfer from	Fund to the	Fund in the Amount of		on account of	
Transfer from	Fund to the	Fund in the Amount of		on account of	
Transfer from	Fund to the	Fund in the Amount of		on account of	
Transfer from	Fund to the	Fund in the Amount of		on account of	
Transfer from	Fund to the	Fund in the Amount of		on account of	
Transfer from	Fund to the	Fund in the Amount of		on account of	

Assets and Liabilities

	2009 End Balance	2008 End Balance	2007 End Balance
1040 - 1049 Cash	2,873,434.52	2,979,361.89	3,650,473.38
1100 - Short Term Investments	0.00	0.00	0.00
1180 - Fixed Income Sec (book value)	0.00	0.00	0.00
1101 - Pooled Short Term Funds	0.00	0.00	0.00
1170 - Equities	0.00	0.00	0.00
1172 - Pooled Domestic Equity Funds	27,047,949.87	21,369,537.23	35,268,893.65
1173 - Pooled International Equity Funds	17,811,554.43	13,203,127.21	19,295,677.06
1174 - Pooled Global Equity Funds	0.00	0.00	0.00
1181 - Pooled Domestic Fixed Income Funds	51,098,068.93	45,564,915.01	48,576,233.82
1182 - Pooled International Fixed Income Funds	0.00	0.00	0.00
1183 - Pooled Global Fixed Income Funds	0.00	0.00	0.00
1193 - Pooled Alternative Investments	0.00	5,554,480.26	5,101,609.53
1194 - Pooled Real Estate Funds	4,024,640.60	4,361,229.51	7,118,148.94
1195 - Pooled Domestic Balanced Funds	0.00	0.00	0.00
1196 - Pooled International Balanced Funds	0.00	0.00	0.00
1197 - Hedge Funds	6,239,467.63	0.00	0.00
1198 - PRIT Cash	0.00	0.00	0.00
1199 - PRIT Fund	18,299,171.21	15,610,401.79	22,281,587.98
1350 - Prepaid Expenses	4,009.12	0.00	0.00
1398 - Accounts Receivable (A)	17,119.32	36,911.86	53,890.07
1550 - Interest Due & Accrued Fixed Inc Sec Cur Yr	0.00	0.00	0.00
2020 - Accounts Payable (A)	-14,945.67	-26,190.01	-996.00
Total	**127,400,469.96**	**108,653,774.75**	**141,345,518.43**
Funds :			
3293 - Annuity Savings Fund	34,244,442.48	32,274,672.87	30,913,764.07
3294 - Annuity Reserve Fund	11,856,244.38	11,740,724.23	11,004,276.96
3295 - Special Military Service Cr Fnd	1,499.78	1,492.31	1,483.41
3296 - Pension Fund	2,248,166.37	1,848,728.36	1,652,254.30
3298 - Expense Fund	0.00	0.00	0.00
3297 - Pension Reserve Fund	79,050,116.95	62,788,156.98	97,773,739.69
Total Assets at Market Value	**127,400,469.96**	**108,653,774.75**	**141,345,518.43**

(A) Detail for Accounts Receivable and Accounts Payable are to be placed on Schedule A

RECEIPTS

	2009	2008	2007
1. Annuity Savings Fund :			
(a) 4891 - Members Deductions	3,219,678.22	3,258,767.62	3,073,756.58
(b) 4892 - Transfers From Other	118,389.00	491,586.77	125,539.82
(c) 4893 - Make Up and Redeposit Payments	14,014.81	25,992.19	14,133.25
(d) 4900 - Member Payments from Rollovers	743.04	7,747.69	1,980.27
(e) Investment Income Cr to Members A/C	156,903.91	176,641.38	169,688.96
Subtotal	**3,509,728.98**	**3,960,735.65**	**3,385,098.88**
2. Annuity Reserve Fund :			
(a) Investment Income Cr to Annuity Res Fd	352,482.75	338,308.88	318,250.05
Subtotal	**352,482.75**	**338,308.88**	**318,250.05**
3. Pension Fund :			
(a) 4898 - 3(8) (c) Reimburse from Other Sys	188,926.59	155,374.10	151,881.03
(b) 4899 - Rec'd from State for COLA & Surviv	281,756.90	306,605.04	338,143.14
(c) 4894 - Pension Fund Appropriation	6,747,969.00	6,342,165.04	6,163,965.00
(d) 4840 - Workers' Compensation Settlements	9,000.00	0.00	0.00
Subtotal	**7,227,652.49**	**6,804,144.18**	**6,653,989.17**
4. Military Service Fund :			
(a) 4890 - Contributions Rec (for Military Serv)	0.00	0.00	0.00
(b) Invest Income Credited	7.47	8.90	8.85
Subtotal	**7.47**	**8.90**	**8.85**
5. Expense Fund :			
(a) 4896 - Expense Fund Appropriation	0.00	0.00	0.00
(b) Investment Income Cr to Expense Fund	769,520.34	803,145.99	1,046,239.55
Subtotal	**769,520.34**	**803,145.99**	**1,046,239.55**
6. Pension Reserve Fund :			
(a) 4897 - Federal Grant Reimbursement	54,852.48	54,357.04	52,266.00
(b) 4895 - Pension Reserve Appropriation	0.00	0.00	0.00
(c) 4822 - Interest not Refunded:	942.72	2,450.90	1,096.36
(d) 4825 - Misc. Income	1,094.18	18,162.14	48,631.07
(e) Excess Investment Income	20,184,552.64	-31,111,468.79	8,541,841.25
Subtotal	**20,241,442.02**	**-31,036,498.71**	**8,643,834.68**
TOTAL RECEIPTS	**32,100,834.05**	**-19,130,155.11**	**20,047,421.18**

Disbursements

	2009	2008	2007
1. Annuity Savings Fund :			
(a) 5757 - Refunds To Members	67,679.27	224,695.48	174,536.03
(b) 5756 - Transfers To Other Systems :	49,895.67	373,044.37	189,168.42
Subtotal	**117,574.94**	**597,739.85**	**363,704.45**
2. Annuity Reserve Fund :			
(a) 5750 - Annuities Paid	1,646,684.10	1,539,714.65	1,408,829.02
(b) 5759 - Option B Refunds	12,355.98	64,233.96	0.00
Subtotal	**1,659,040.08**	**1,603,948.61**	**1,408,829.02**
3. Pension Fund :			
(a) 5751 - Pensions Paid	0.00	0.00	0.00
Regular Pension Payments	7,017,160.93	6,747,579.15	6,304,554.29
Survivorship Payments	646,872.66	682,982.55	545,336.70
Ordinary Disability Payments	233,257.38	214,978.88	172,094.58
Accidental Disability Payments	1,807,369.58	1,802,276.60	1,772,321.74
Accidental Death Payments	747,422.85	743,691.69	730,818.44
Section 101 Benefits	54,040.98	52,467.00	53,587.07
(b) 5755 - 3 (8) (c) Reimb To Other Sys	227,595.31	228,315.65	207,383.29
(c) 5752 - COLA's Paid	74,283.79	84,462.60	71,224.95
(d) 5753 - Chapter 389 Ben Increase Pd	0.00	0.00	0.00
(e) 4885 - Loss on Sales of Investments	0.00	0.00	0.00
(f) 4887 - Decrease in Mkt Value of Equities	0.00	0.00	0.00
Subtotal	**10,808,003.48**	**10,556,754.12**	**9,857,321.06**
4. Military Service Fund :			
(a) 4890 - Return to Municipality for Members who withdrew their fund	0.00	0.00	0.00
Subtotal	**0.00**	**0.00**	**0.00**
5. Expense Fund :			
(a) 5118 Board Member Stipend	0.00	0.00	0.00
(b) 5119 - Salaries	163,765.88	158,720.00	159,668.95
(c) 5304 - Management Fees	409,207.88	423,228.33	647,041.83
(d) 5305 - Custodial Fees	55,703.05	70,476.73	84,797.62
(e) 5307 - Investment Consultant Fees	65,000.00	65,000.00	60,000.00
(f) 5308 - Legal Expenses	10,310.00	13,648.00	19,886.50
(g) 5309 - Medical Expenses	0.00	0.00	20.00
(h) 5310 - Fiduciary Insurance	7,905.00	7,489.00	7,258.00
(i) 5311- Service Contracts	20,616.12	19,480.00	19,867.47
(j) 5312 - Rent Expense	0.00	0.00	0.00
(k) 5315 - Professional Services	12,000.00	0.00	0.00
(l) 5320 - Education and Training	1,000.00	0.00	0.00
(m) 5589 - Administrative Expenses	20,002.40	37,675.47	28,405.41
(n) 5599 - Furniture and Equipment	2,322.49	1,524.33	14,729.56
(o) 5719 - Travel	1,687.52	5,904.13	4,564.21
(p) 5829 - Depreciation expense: Building	0.00	0.00	0.00
Subtotal	**769,520.34**	**803,145.99**	**1,046,239.55**
Total Disbursements:	**13,354,138.84**	**13,561,588.57**	**12,676,094.08**

Investment Income

	2009 End Balance	2008 End Balance	2007
Investment Income Received From :			
(a) Cash (from schedules 1)	3,368.67	57,851.13	333,729.52
(b) Short Term Investments (sch 2)	0.00	0.00	0.00
(c) Fixed Inc Sec (from sch 3A and 3C)	0.00	0.00	0.00
(d) Equities (from sch 4A and 4C)	8,846.21	38,594.94	322,719.21
(e) Pooled Funds (from Schedule 5)	2,282,707.37	3,492,644.60	2,784,568.70
(f) Commission Recapture	0.00	0.00	0.00
4821 - TOTAL INVESTMENT INCOME	**2,294,922.25**	**3,589,090.67**	**3,441,017.43**
Plus :			
4884 - Realized Gains	385,640.83	299,437.24	4,819,350.79
4886 - Unrealized Gains	30,694,763.56	9,780,736.70	12,147,833.56
1550 - Interest Due & Accrued Fixed Inc Sec Cur Yr	0.00	0.00	0.00
	31,080,404.39	**10,080,173.94**	**16,967,184.35**
Less :			
4823 - Pd Accrued Int - Fixed Inc Securities	0.00	0.00	0.00
4885 - Realized Losses	-1,464,488.74	-1,653,736.99	-2,208,888.11
4887 - Unrealized Losses	-10,447,370.79	-41,808,891.26	-8,123,285.01
1550 - Inc Due & Accrued Prior Year	0.00	0.00	0.00
	-11,911,859.53	**-43,462,628.25**	**-10,332,173.12**
NET INVESTMENT INCOME	**21,463,467.11**	**-29,793,363.64**	**10,076,028.66**
Income Required :			
Annuity Savings Fund (Supp Schedule)	156,903.91	176,641.38	169,688.96
Annuity Reserve Fund	352,482.75	338,308.88	318,250.05
Expense Fund	769,520.34	803,145.99	1,046,239.55
Special Military Service Cr Fnd	7.47	8.90	8.85
	1,278,914.47	**1,318,105.15**	**1,534,187.41**
TOTAL INCOME REQUIRED	**1,278,914.47**	**1,318,105.15**	**1,534,187.41**
Net Investment Income	**21,463,467.11**	**-29,793,363.64**	**10,076,028.66**
Less : Income Required	**-1,278,914.47**	**-1,318,105.15**	**-1,534,187.41**
EXCESS INCOME TO THE PENSION RESERVE FUND	**20,184,552.64**	**-31,111,468.79**	**8,541,841.25**

AMENDED W/ 08 Payables

Annual Statement of the Braintree Retirement System
for the year ended December 31, 2009

Schedule A

Detail of Accounts Receivable and Accounts Payable

Accounts Receivable

4891 - Members Deductions	3,344.47
4892 - Transfers From Other Systems	0.00
4893 - Member Make Up Payments and Redeposits	13,774.85
4900 - Member Payments from Rollovers	0.00
4898 - 3-(8)(c) Reimbursements From Other Systems	0.00
4899 - Received from Commonwealth for COLA and Survivor Bene	0.00
4884 - Profit on Sale of Investments	0.00
4894 - Pension Fund Appropriation - City	0.00
4894 - Pension Fund Appropriation - SHA	0.00
4890 - Contr Rec'd from municipality on a/c of mil serv	0.00
4897 - Federal Grant Reimbursement	0.00
4895 - Pension Reserve Appropriation	0.00

Investments Sold but funds not received (list individually)

4901 -	0.00
4902 -	0.00
4903 -	0.00
4904 -	0.00
4905 -	0.00
Total Receivables	**17,119.32**

Accounts Payable

5757 - Refunds to Members	0.00
5756 - Transfers to Other Systems	0.00
5750 - Annuities Paid	0.00
5759 - Option B Refunds	0.00
5751 - Pensions Paid	0.00
5755 - 3(8)(c) Reimbursements To Other Systems	0.00
5752 - COLA's Paid	0.00
5753 - Chapter 389 Beneficiary Increase Paid	0.00
4885 - Loss on Sale of Investments	0.00
4890 - Return to Municipality For Members who withdrew funds	0.00
5118 - Board Member Stipend	0.00
5119 - Salaries	0.00
5304 - Management Fees as offset to Expense Fund	0.00
5305 - Custodial Fees as offset to Expense Fund	0.00
5307 - Consultant Fees	0.00
5308 - Legal Expenses	92.00
5309 - Medical Expenses	0.00
5310 - Fiduciary Insurance	0.00
5311 - Service Contracts	432.06
5312 - Rent Expense	0.00
5315 - Professional Services	0.00
5320 - Education and Training	0.00
5589 - Administrative Expenses	6,525.20
5599 - Furniture and Equipment	2,000.00
5719 - Travel Expense	0.00
5820 - Depreciation Expense Building	0.00

Investments Purchased but not paid for (list individually)

5901 -	0.00
5902 -	0.00
5903 -	0.00
5904 -	0.00
Total Payables	**9,049.26**
~~5589~~ 5389 - Admin Exp	5,896.41 (2008)
~~TOTAL:~~	14,945.67

Annual Statement of the Braintree Retirement System
for the year ended December 31, 2009
Schedule A
Detail of Accounts Receivable and Accounts Payable

Accounts Receivable

4891 - Members Deductions	3,344.47
4892 - Transfers From Other Systems	0.00
4893 - Member Make Up Payments and Redeposits	13,774.85
4900 - Member Payments from Rollovers	0.00
4898 - 3-(8)(c) Reimbursements From Other Systems	0.00
4899 - Received from Commonwealth for COLA and Survivor Bene	0.00
4884 - Profit on Sale of Investments	0.00
4894 - Pension Fund Appropriation - City	0.00
4894 - Pension Fund Appropriation - SHA	0.00
4890 - Contr Rec'd from municipality on a/c of mil serv	0.00
4897 - Federal Grant Reimbursement	0.00
4895 - Pension Reserve Appropriation	0.00

Investments Sold but funds not received (list individually)

4901 -	0.00
4902 -	0.00
4903 -	0.00
4904 -	0.00
4905 -	0.00
Total Receivables	**17,119.32**

Accounts Payable

5757 - Refunds to Members	0.00
5756 - Transfers to Other Systems	0.00
5750 - Annuities Paid	0.00
5759 - Option B Refunds	0.00
5751 - Pensions Paid	0.00
5755 - 3(8)(c) Reimbursements To Other Systems	0.00
5752 - COLA's Paid	0.00
5753 - Chapter 389 Beneficiary Increase Paid	0.00
4885 - Loss on Sale of Investments	0.00
4890 - Return to Municipality For Members who withdrew funds	0.00
5118 - Board Member Stipend	0.00
5119 - Salaries	0.00
5304 - Management Fees as offset to Expense Fund	0.00
5305 - Custodial Fees as offset to Expense Fund	0.00
5307 - Consultant Fees	0.00
5308 - Legal Expenses	92.00
5309 - Medical Expenses	0.00
5310 - Fiduciary Insurance	0.00
5311 - Service Contracts	432.06
5312 - Rent Expense	0.00
5315 - Professional Services	0.00
5320 - Education and Training	0.00
5589 - Administrative Expenses	6,525.20
5599 - Furniture and Equipment	2,000.00
5719 - Travel Expense	0.00
5820 - Depreciation Expense Building	0.00

Investments Purchased but not paid for (list individually)

5901 -	0.00
5902 -	0.00
5903 -	0.00
5904 -	0.00
Total Payables	**9,049.26**

Annual Statement of the Braintree Retirement System
for the year ended December 31, 2009
Interest Posted to the Annuity Reserve Fund

Month	(Debits) Credits	Balance	Balance X .0025
January 1st	-------	11740724.23	29351.81
January 31st	-166164.66	11906888.89	29767.22
February 28 th	137214.44	11769674.45	29424.19
March 31st	134561.91	116351.54	29087.78
April 30 th	-160786.29	11795898.83	29489.75
May 31st	137093.60	11658805.23	29147.01
June 30 th	-187306.65	11846111.88	29615.28
July 31st	8208.93	11837902.95	29594.76
August 31st	-12877.71	11850780.66	29626.95
September 30 th	140202.34	11710578.32	29276.45
October 31st	20696.98	11689881.34	29224.70
November 30th	139142.42	11550738.92	28876.85
			352482.75

Worksheet supplied by PERAC Auditors

2009

		5750 Annuity Paid *Debit*	5759 Opt. B refund *Debit*	Retirees (3294) *Credit*		Balance	Required Interest .0025	NET
Balance	12/31/2008					11,740,866.35		
	Adjustment				(142.12)	11,740,724.23	29,351.81	
	1/31/2009	134,645.74	-	300,810.40		11,906,888.89	29,767.22	(166,164.66)
	2/28/2009	137,214.44	-	-		11,769,674.45	29,424.19	137,214.44
	3/31/2009	134,561.91	-	-		11,635,112.54	29,087.78	134,561.91
	4/30/2009	134,557.65	-	295,343.94		11,795,898.83	29,489.75	(160,786.29)
	5/30/2009	137,093.60	-	-		11,658,805.23	29,147.01	137,093.60
	6/30/2009	135,293.47		322,600.12		11,846,111.88	29,615.28	(187,306.65)
	7/31/2009	138,801.68	-	130,592.75		11,837,902.95	29,594.76	8,208.93
	8/31/2009	137,915.73	3,923.11	154,716.55		11,850,780.66	29,626.95	(12,877.71)
	9/30/2009	140,202.34	-	-		11,710,578.32	29,276.45	140,202.34
	10/31/2009	138,786.06	-	118,089.08		11,689,881.34	29,224.70	20,696.98
	11/30/2009	139,142.42	-			11,550,738.92	28,876.85	139,142.42
	12/31/2009	138,469.06	8,432.87	99,924.64		11,503,761.63		46,977.29
	Adjusting Entry			352,482.75		11,856,244.38		
				1,422,077.48				
	Total 2009	1,646,684.10	12,355.98	1,774,560.23		176,093,970.60	352,482.75	
	TB	√						

Control Calculation: Beg Bal - 5750 Debits - 5759 Debits + 3294 Credits = X — 11,503,903.75

X should = Ending Balance

		1,422,077.48
	TB	*1,422,219.60*
*	Adjustment already reflecteded in Open Bal	*(142.12)*

* Note: 2008 was closed and Auditors found that ASF schedule was incorrect. Adj in schedule of 142.12 needed to be made to account for proper balance to be brought forward in 2009

ANNUAL STATEMENT OF THE TOWN OF BRAINTREE RETIREMENT SYSTEM FOR THE YEAR ENDED DECEMBER 31, 2009

SCHEDULE 1
CASH ACCOUNT ACTIVITY DURING YEAR

FUND	CUSIP	SECURITY DESCRIPTION	BOOK VALUE AT END OF PREVIOUS YEAR	TOTAL DEPOSITS/WITHDRAWALS THIS YEAR	BOOK VALUE AT END OF YEAR	INCOME RECEIVED THIS YEAR	
D31B	8611239B5	STATE STREET BANK STIF	459,774.71	(438,846.90)	20,927.81	1,747.32	*4821-0005*
Ckng	9957945-50	BANK OF AMERICA	44.23	238.30	282.53	294.55	*4821-0041*
Cap	2820-8480	BANK OF AMERICA	2,519,542.95	332,681.23	2,852,224.18	1,326.80	*4821-0040*
SCHEDULE TOTALS			2,979,361.89	(105,927.37)	2,873,434.52	3,368.67	
			To Page 2, col. 2		To Page 2, col.1	To Page 6, Line A	

ANNUAL STATEMENT OF THE TOWN OF BRAINTREE RETIREMENT SYSTEM FOR THE YEAR ENDED DECEMBER 31, 2009

SCHEDULE 2A
SHORT TERM SECURITIES OWNED AT END OF YEAR

FUND	CUSIP	SECURITY DESCRIPTION	RATE	MATURITY DATE	PAR VALUE	PRICE	MARKET VALUE AT END OF YEAR	CHANGE IN MARKET VALUE INCR/DECR	INTEREST RECEIVED DURING YEAR	INTEREST DUE AND ACCRUED AT YEAR END

N/A

ANNUAL STATEMENT OF THE TOWN OF BRAINTREE RETIREMENT SYSTEM FOR THE YEAR ENDED DECEMBER 31, 2009

SCHEDULE 2B
SHORT TERM SECURITIES PURCHASED DURING YEAR

FUND	CUSIP	SECURITY DESCRIPTION	RATE	MATURITY DATE	PAR VALUE	TRADE DATE	NAME OF BROKER	COMM	ACCRUED INT PAID	COST INCLUDING COMMISSION BUT EXCLUDING INT

N/A

ANNUAL STATEMENT OF THE TOWN OF BRAINTREE RETIREMENT SYSTEM FOR THE YEAR ENDED DECEMBER 31, 2009

SCHEDULE 2C
SHORT TERM SECURITIES SOLD DURING YEAR

FUND	CUSIP	SECURITY DESCRIPTION	RATE	MATURITY DATE	PAR VALUE	TRADE DATE	NAME OF BROKER	COMM	PROCEEDS FROM SALE	BOOK VALUE	PROFIT/LOSS ON SALE	INTEREST RECEIVED DURING YEAR

N/A

ANNUAL STATEMENT OF THE TOWN OF BRAINTREE RETIREMENT SYSTEM FOR THE YEAR ENDED DECEMBER 31, 2009

SCHEDULE 3A
FIXED INCOME SECURITIES OWNED AT END OF YEAR

FUND	CUSIP	SECURITY DESCRIPTION	RATE	MATURITY DATE	PAR VALUE	PRICE	MARKET VALUE AT END OF YEAR	CHANGE IN MARKET VALUE INCR/DECR	INTEREST RECEIVED DURING YEAR	INTEREST DUE AND ACCRUED AT YEAR END

N/A

ANNUAL STATEMENT OF THE TOWN OF BRAINTREE RETIREMENT SYSTEM FOR THE YEAR ENDED DECEMBER 31, 2009

SCHEDULE 3B
FIXED INCOME SECURITIES PURCHASED DURING YEAR

FUND	CUSIP	SECURITY DESCRIPTION	RATE	MATURITY DATE	PAR VALUE	TRADE DATE	NAME OF BROKER	COMM	ACCRUED INT PAID	COST INCLUDING COMMISSION BUT EXCLUDING INT

N/A

ANNUAL STATEMENT OF THE TOWN OF BRAINTREE RETIREMENT SYSTEM FOR THE YEAR ENDED DECEMBER 31, 2009

SCHEDULE 3C
FIXED INCOME SECURITIES SOLD DURING YEAR

FUND	CUSIP	SECURITY DESCRIPTION	RATE	MATURITY DATE	PAR VALUE	TRADE DATE	NAME OF BROKER	COMM	PROCEEDS FROM SALE	BOOK VALUE	PROFIT/LOSS ON SALE	INTEREST RECEIVED DURING YEAR

N/A

ANNUAL STATEMENT OF THE TOWN OF BRAINTREE RETIREMENT SYSTEM FOR THE YEAR ENDED DECEMBER 31, 2009

SCHEDULE 4A
EQUITIES OWNED AT END OF YEAR

FUND	CUSIP	SECURITY DESCRIPTION	SHARES	PRICE PER SHARE	MARKET VALUE AT END OF YEAR	CHANGE IN MARKET VALUE INCR/DECR	DIVIDENDS RECEIVED DURING YEAR
N/A							

ANNUAL STATEMENT OF THE TOWN OF BRAINTREE RETIREMENT SYSTEM FOR THE YEAR ENDED DECEMBER 31, 2009

SCHEDULE 4B
EQUITIES PURCHASED DURING YEAR

FUND	CUSIP	SECURITY DESCRIPTION	SHARES	TRADE DATE	NAME OF BROKER	COMM	COST INCLUDING COMMISSION

N/A

ANNUAL STATEMENT OF THE TOWN OF BRAINTREE RETIREMENT SYSTEM FOR THE YEAR ENDED DECEMBER 31, 2009

SCHEDULE 4C
EQUITIES SOLD DURING YEAR

	FUND	CUSIP	SECURITY DESCRIPTION	SHARES	TRADE DATE	NAME OF BROKER	COMM	PROCEEDS FROM SALE	BOOK VALUE	PROFIT/LOSS ON SALE	DIVIDENDS RECEIVED DURING YEAR
4821-0005	D31B		SECURITIES LITIGATION INCOME - AIG				0.00	0.00	0.00	0.00	4,045.87
4821-0005	D31B		SECURITIES LITIGATION INCOME - EL PASO CORP				0.00	0.00	0.00	0.00	2,095.32
4821-0005	D31B		SECURITIES LITIGATION INCOME - FREDDIE MAC				0.00	0.00	0.00	0.00	617.54
4821-0005	D31B		SECURITIES LITIGATION INCOME - KEY ENERGY				0.00	0.00	0.00	0.00	25.85
4821-0005	D31B		SECURITIES LITIGATION INCOME - NORTHFORK BANCORP				0.00	0.00	0.00	0.00	345.19
	D31B		SECURITIES LITIGATION INCOME - SPX CORP				0.00	0.00	0.00	0.00	1,716.44
	SCHEDULE TOTALS						0.00	0.00	0.00	0.00	8,846.21

To Sch 4A to P. 6, line d

ANNUAL STATEMENT OF THE TOWN OF BRAINTREE RETIREMENT SYSTEM FOR THE YEAR ENDED DECEMBER 31, 2009

SCHEDULE 5
POOLED FUND ACTIVITY DURING YEAR

PERAC LEDGER NUMBER	FUND	CUSIP	SECURITY DESCRIPTION	[A] MARKET VALUE AT END OF PREVIOUS YEAR	[B] TOTAL PURCHASES THIS YEAR	[C] 4821 REINVESTED INVESTMENT INCOME	[D] 4884 REALIZED GAIN	[E] 4885 REALIZED LOSS	[F] 4886 UNREALIZED GAIN	[G] 4887 UNREALIZED LOSS	[H] TOTAL SALES THIS YEAR	[I] CASH DIVIDENDS /DISTRIBUTIONS THIS YEAR	[J] 5304 FEES PAID	[K] MARKET VALUE AT END OF YEAR
1173	D31B	100991975	TBC INTERNATIONAL EQUITY FUND	13,203,127.21	0.00	0.00	0.00	0.00	7,253,222.44	2,644,795.22	0.00	0.00	105,676.88 *	17,811,554.43
1193	D31B	47099K983	PRIT ABSOLUTE RETURN FUND	5,554,480.26	0.00	47,126.28	0.00	0.00	687,945.64	1,074.67	0.00	0.00	49,009.88	6,239,467.63
1181-0030	D31B	543495105	LOOMIS SAYLES INVT GRADE INC FD	25,393,823.29	1,490,927.18	1,490,927.18	0.00	0.00	6,250,401.96	903,725.90	0.00	1,490,927.18	138,024.49	32,093,402.04
1199	D31B	69499F935	PRIT GENERAL ALLOCATION FUND	15,610,401.79	0.00	491,271.45	370,001.14	2,009,260.33	5,192,595.83	1,259,835.64	0.00	0.00	117,056.70	18,278,117.54
1181-0031	D31B	70299B926	SSGA PASSIVE BD MKT INDEX SL FD	20,171,091.72	0.00	27,451.59	0.00	0.00	1,652,083.79	558,202.69	2,260,305.93	27,451.59	0.00 *	19,004,666.89
1194	D31B	74299C991	PRIT CORE REAL ESTATE FUND	4,361,229.51	0.00	223,128.82	15,639.69	297,508.08	473,617.22	730,972.96	0.00	0.00	20,493.60	4,024,640.60
1172	D31B	784997918	SSGA S & P 500 FLAGSHIP FUND	21,369,537.23	0.00	2,802.05	0.00	0.00	10,027,176.35	4,348,763.71	0.00	2,802.05	0.00 *	27,047,949.87
	SCHEDULE TOTALS			105,663,691.01	1,490,927.18	2,282,707.37	385,640.83	2,306,768.41	31,537,043.23	10,447,370.79	2,260,305.93	1,521,180.82	430,261.55	124,499,799.00
	TB:			ok	ok	*	385,640.83	2,306,768.41	31,537,043.23	10,447,370.79	ok	ok	409,207.88	
							0.00	0.00	0.00	0.00			324,584.67	
						To P.06, line E	To P. 06, line 4884	To P. 06, line 4885	To p. 06, line 4886	To page 6, line 4887		To P.06, line E		To P.02, 06 col, 5-17

*	2,282,707.37
Sched 1	3,368.67
Sched 4C	8,846.21
	2,294,922.25
TB	2,294,922.25
	0.00

SCHEDULE D, 6
Summary of Investments Owned

Category of Investment		Book Value	Interest Due and Accrued	4823 Paid Accrued Interest on Purchases in Current Year	Commissions Paid During Current Year	4886 UnRealized Gain	4887 UnRealized Loss	4884 Realized Gain	4885 Realized Loss	4821 Investment Income Received During Year
1040 - Cash		2,873,434.52	-	-						3,368.67
1100 - Short Term Securities		-								
1180 - Fixed Inc Securities		-								
1170 - Equities										
1172 - Pooled Domestic Equity Funds	St St Global S&P	27,047,949.87	-	-	-	10,027,176.35	4,348,763.71	-		2,802.05
1173 - Pooled Intern'l Equity Funds	Boston Int'l	17,811,554.43	-	-	-	7,253,222.44	2,644,795.22	-		0.00
1174 - Pooled Global Equity Funds		-								
1181 - Pooled Domestic Fixed Income Fund	SSGA Passive	19,004,666.89	-	-	-	1,652,083.79	558,202.69	-	0	27,451.59
	Loomis	32,093,402.04				6,250,401.96	903,725.90	-		1,490,927.18
1182 - Pooled Intern'l Fixed Income Funds										
1182 - Pooled Intern'l Fixed Income Funds										
1183 - Pooled Global Fixed Income Funds										
1193 - Pooled Alternative inv Private Equity	PRIT Abs Ret	6,239,467.63		-	-	687,945.64	1,074.67	-	-	47,126.28
1194 - Pooled Real Estate Funds	PRIM	4,024,640.60		-	-	473,617.22	730,972.96	15,639.69	297,508.08	223,128.82
1195 - Pooled Domestic Balanced Fund										
1196 - Pooled Intern'l Balanced Fund										
1198 - PRIT Cash										
1199 - PRIT Fund	PRIT General Alloc	18,299,171.21				5,192,595.83	1,259,835.64	370,001.14	2,009,260.33	491,271.45
Total		127,394,287.19	0.00	0.00	0.00	31,537,043.23	10,447,370.79	385,640.83	2,306,768.41	2,286,076.04
	Trial Balance	127,411,406.51				31,537,043.23	10,447,370.79	385,640.83	2,306,768.41	2,294,922.25
	Variance:	(17,119.32)				-	-	-	-	(8,846.21)

1398 Account's receivables - 17,119.32

Schedule 04; securities litigation: 8,846.21

PLAN DESCRIPTION

The plan is a contributory defined benefit plan covering all Braintree Retirement System member unit employees deemed eligible by the retirement board, with the exception of school department employees who serve in a teaching capacity. The pensions of such school employees are administered by the Teachers' Retirement Board.

Instituted in 1937, the System is a member of the Massachusetts Contributory Retirement System and is governed by Chapter 32 of the Massachusetts General Laws. Membership in the plan is mandatory immediately upon the commencement of employment for all permanent, full-time employees.

The system provides for retirement allowance benefits up to a maximum of 80% of a member's highest three-year average annual rate of regular compensation. Benefit payments are based upon a member's age, length of creditable service, level of compensation, and group classification.

Members become vested after ten years of creditable service. A superannuation retirement allowance may be received upon the completion of twenty years of service, or upon reaching the age of 55 with ten years of service. Normal retirement for most employees occurs at age 65 (for certain hazardous duty and public safety positions, normal retirement is at age 55).

A retirement allowance consists of two parts: an annuity and a pension. A member's accumulated total deductions and a portion of the interest they generate constitute the annuity. The difference between the total retirement benefit and the annuity is the pension. The average retirement benefit is approximately 80 - 85% pension and 15 - 20% annuity.

Active members contribute either 5, 7, 8, or 9% of their gross regular compensation. Members joining the retirement system after January 1, 1979 must contribute an additional 2% on regular compensation earned at a rate in excess of $30,000. The percentage rate is keyed to the date upon which an employee's membership commences. These deductions are deposited in the Annuity Savings Fund, and earn interest at a rate determined by the Executive Director of PERAC, according to statute. When a member's retirement becomes effective, his/her deductions and related interest are transferred to the Annuity Reserve Fund. Cost-of-living adjustments, and any other increase in benefits imposed by state law granted between 1981 and 1996, are borne by the state.

The pension portion of any retirement benefit is paid from the Pension Fund of the System. The governmental unit employing the member must annually appropriate and contribute the amount of current year pension payments as determined by PERAC's Actuary. In the past, retirement systems were paying only the actual retirement benefits that were due each year. Systems had no statutory authorization to put aside any money for the future benefits of employees who are now working. Large unfunded liabilities resulted from operating upon this pay-as-you-go basis. In 1977, legislation authorized local governments to appropriate funds to meet future pension obligations.

In 1983, additional legislation was passed requiring the transfer of investment earnings (in excess of the amount credited to member accounts) into the Pension Reserve Fund. These initiatives have significantly reduced the rate of growth of the retirement systems' unfunded liabilities, and in some systems, have actually reduced such liability.

Administrative expenses are funded through excess investment income.

Members who become permanently disabled for further duty may be eligible to receive a disability retirement allowance. The amount of benefits to be received in such cases is dependent upon several factors including: whether or not the disability is work related, the member's age, years of creditable service, level of compensation, veteran's status, and group classification.

Employees who resign from service and who are not eligible to receive a retirement allowance, or are under the age of 55, are entitled to request a refund of their accumulated total deductions. In addition, depending upon the number of years of creditable service, such employees are entitled to receive either zero (0%) percent, fifty (50%) percent, or one hundred (100%) percent of the regular interest that has accrued upon those deductions. Survivor benefits are extended to eligible beneficiaries of members whose death occurs prior to or following retirement.

SIGNIFICANT ACCOUNTING POLICIES

The accounting records of the System are maintained on a calendar year basis in accordance with the standards and procedures established by the Executive Director of Public Employee Retirement Administration Commission. All investments are stated at market value at the end of the year.

The Annuity Savings Fund is the fund in which members' contributions are deposited. Active members contribute either 5, 7, 8, or 9% of their gross regular compensation. Voluntary contributions, redeposits, and transfers to and from other systems, are also accounted for in this fund. Members' contributions to the fund earn interest at a rate determined by PERAC. Interest for some members who withdraw with less than ten years of service is transferred to the Pension Reserve Fund. Upon retirement, a members' contributions and interest are transferred to the Annuity Reserve Fund. Dormant account balances must be transferred to the Pension Reserve Fund after a period of ten years of inactivity.

The Annuity Reserve Fund is the fund to which a member's account is transferred upon retirement from the Annuity Savings Fund and Special Military Service Credit Fund. The annuity portion of the retirement allowance is paid from this fund. Interest is credited monthly to this fund at the rate of 3% annually on the previous month's balance.

The Special Military Service Credit Fund contains contributions and interest for members while on a military leave for service in the Armed Forces who will receive creditable service for the period of that leave.

The Expense Fund contains amounts transferred from investment income or appropriated by the governmental units for the purposes of administering the retirement system.

The Pension Fund contains the amounts appropriated by the governmental units as established by PERAC to pay the pension portion of each retirement allowance.

The Pension Reserve Fund contains amounts appropriated by the governmental units for the purposes of funding future retirement benefits. Any profit or loss realized on the sale or maturity of any investment, or on the unrealized gain of a market valued investment as of the valuation date, is credited to the Pension Reserve Fund. Additionally, any investment income in excess of the amount required to credit interest to the Annuity Savings Fund, Annuity Reserve Fund, Expense Fund, and Special Military Service Credit Fund, is credited to this reserve account.

The Investment Income Account is credited all income derived from invested funds. At the end of the year, the income credited to the Annuity Savings Fund, Annuity Reserve Fund, Expense Fund, and Special Military Service Credit Fund, is distributed from this account, and the remaining balance is transferred to the Pension Reserve Fund.

PERAC INFORMATION DISCLOSURE

The most recent actuarial valuation of the System was prepared by Stone Consulting, Inc. as of January 1, 2008

The normal cost for employees on that date was:	$2,990,382	8.8% of payroll
The normal cost for the employer was:	$1,701,085	5.0% of payroll
The actuarial liability for active members was:	$86,927,118	
The actuarial liability for retired members was (includes inactives):	$102,338,852	
Total actuarial accrued liability:	$189,265,970	
System assets as of that date:	141,345,518	
Unfunded actuarial accrued liability:	$47,920,452	
The ratio of system's assets to total actuarial liability was:	75%	
As of that date the total covered employee payroll was:	$33,893,980	

The principal actuarial assumptions used in the valuation are as follows:

Investment Return: 7.875% per annum
Rate of Salary Increase: 4.75% per annum

SCHEDULE OF FUNDING PROGRESS (Dollars in $000's)

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a % of Covered Payroll ((b-a)/c)
1/1/2008	$141,346	$189,266	$47,920	75%	$33,894	141%
1/1/2006	$119,722	$167,313	$47,592	72%	$30,861	154%
1/1/2004	$103,345	$151,324	$47,979	68%	$29,450	163%
1/1/2002	$91,927	$132,850	$40,923	69%	$28,775	142%
1/1/2000	$89,822	$117,318	$27,496	77%	$24,276	113%

BRAINTREE RETIREMENT SYSTEM
FUNDING SCHEDULE

Fiscal Year	Normal Cost	Unfunded Liability	Funding Amortization of UAL	Schedule Contribution	Adjusted for Aug 15 - Nov 15 Monthly Payments
2010	2,180,715	50,007,121	4,440,744	6,621,459	6,747,969
2011	2,284,299	49,154,729	4,529,243	6,813,542	6,943,721
2012	2,392,803	48,139,744	4,619,512	7,012,315	7,146,292
2013	2,506,461	46,947,450	4,711,586	7,218,047	7,355,956
2014	2,625,518	45,561,939	4,805,502	7,431,020	7,572,997
2015	2,750,230	43,966,006	4,901,296	7,651,526	7,797,717
2016	2,880,866	42,141,056	4,999,006	7,879,872	8,030,426
2017	3,017,707	40,066,986	5,098,670	8,116,378	8,271,450
2018	3,161,049	37,722,071	5,200,328	8,361,376	8,521,129
2019	3,311,198	35,082,830	5,304,019	8,615,217	8,779,820
2020	3,468,480	32,123,893	5,398,543	8,867,023	9,036,437
2021	3,633,233	28,829,971	5,501,869	9,135,102	9,309,638
2022	3,805,812	25,165,189	5,611,907	9,417,718	9,597,653
2023	3,986,588	21,093,104	5,724,145	9,710,732	9,896,266
2024	4,175,951	16,579,265	5,838,628	10,014,578	10,205,917
2025	4,374,308	11,586,462	5,955,400	10,329,708	10,527,068
2026	4,582,088	6,074,508	6,074,508	10,656,596	10,860,201
2027	4,799,737	-	-	4,799,737	4,891,441
2028	5,027,725	-	-	5,027,725	5,123,784

Amortization of Unfunded Liability as of July 1, 2009

Year	Type	Original Amort. Amount	Percentage Increasing	Original # of Years	Current Amort. Amount	Years Remaining
2005	ERI-BHA2002	11,240	0.00%	15	11,240	10
2006	ERI_BHA2003	4,554	0.00%	15	4,554	11
2010	Fresh Start	4,424,950	2.00%	17	4,424,950	17

Notes on Amortization of Unfunded Liability

Year is the year the amortization base was established.

Type is the reason for the creation of the base. Examples are Gain/(Loss) or Fresh Start.

Original Amortization Amount is the annual amortization amount when the base was established.

Percentage Increasing is the percentage that the Original Amortization Amount increases per year.

Original # of Years is the number of years over which the base is being amortized.

Current Amortization Amount is the amortization payment amount for this year.

Years Remaining is the number of years left to amortize the base.