

**ANNUAL STATEMENT FOR THE YEAR ENDED DECEMBER 31, 2007
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

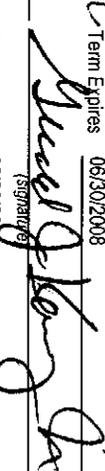
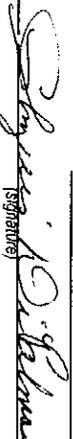
Administration Office
74 Pond Street Second Floor Braintree, MA 02184
Telephone Number: 781-794-8211

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.

Chairman

FREDERICK T. VIOLA		Term Expires	11/06/2009
Appointed Member			
PAUL C. MCSOLEY		Term Expires	06/30/2008
Elected Member			
* GERALD J. KENNY, JR		Term Expires	06/30/2008
Elected Member			
PHYLLIS A. DIPALMA		Term Expires	02/27/2009
Member Appointed by Other Members			
EDWARD DOWD		Term Expires	02/27/2009

INVESTMENT MANAGERS

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

SEE ATTACHED SHEET

Name	Address
Name	Address
Name	Address
INVESTMENT CONSULTANT	
NEW ENGLAND CONSULTANTS	ONE MAIN STREET, CAMBRIDGE, MA 02142-1542
Name	Address
CUSTODIAN	
STATE STREET BANK & TRUST	200 NEWPORT AVENUE, QUINCY, MA 02171
Name	Address

**Annual Statement of the Braintree Retirement System
for the year ended December 31, 2007
ANNUAL STATEMENT BALANCE TESTS**

1. ASSET BALANCE	
Assets Previous Year	133,974,191.33
Income Current Year	20,047,421.18
Disbursements Current Year	12,676,094.08
Assets Current Year	141,345,518.43
2. ASSET DIFFERENCE	
Assets Current Year	141,345,518.43
Assets Previous Year	133,974,191.33
Difference	7,371,327.10
3. INCOME DIFFERENCE	
Income Current Year	20,047,421.18
Disbursements Current Year	12,676,094.08
Difference	7,371,327.10
4. FUND CHANGE DIFFERENCE	
Total Fund Change Credits Current Year..	26,689,454.57
Total Fund Chage Debits Current Year...	19,318,127.47
Difference	7,371,327.10

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, 2007**

Assets and Liabilities

	2007 End Balance	2006 End Balance	2005 End Balance
1040 - 1049 Cash	3,650,473.38	4,475,248.83	3,868,856.85
1100 - Short Term Investments	0.00	0.00	0.00
1180 - Fixed Income Sec (book value)	0.00	0.00	0.00
1170 - Equities	0.00	24,363,209.85	25,970,881.38
1101 - Pooled Short Term Funds	0.00	0.00	0.00
1172 - Pooled Domestic Equity Funds	35,268,893.65	20,006,046.28	21,455,487.57
1173 - Pooled International Equity Funds	19,295,677.06	20,107,765.08	19,458,147.81
1174 - Pooled Global Equity Funds	0.00	0.00	0.00
1181 - Pooled Domestic Fixed Income Funds	48,576,233.82	44,581,767.25	41,679,006.80
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	5,101,609.53	0.00	0.00
1194 - Pooled Real Estate Funds	7,118,148.94	6,593,592.36	7,303,277.42
1195 - Pooled Domestic Balanced Funds	0.00	0.00	0.00
1196 - Pooled International Balanced Funds	0.00	0.00	0.00
1198 - PRIT Cash	0.00	0.00	0.00
1199 - PRIT Fund	22,281,587.98	13,519,879.65	0.00
1891 - Principal Adjustment Account	0.00	0.00	0.00
1550 - Interest Due & Accrued Cur Yr	0.00	0.00	0.00
1398 - Accounts Receivable (A)	53,890.07	365,593.24	670.02
2020 - Accounts Payable (A)	-996.00	-38,911.21	-37,559.83
Total	141,345,518.43	133,974,191.33	119,698,768.02
Funds :			
3293 - Annuity Savings Fund	30,913,764.07	29,676,851.24	27,392,925.49
3294 - Annuity Reserve Fund	11,004,276.96	10,308,408.73	10,440,330.06
3295 - Military Service Fund	1,483.41	1,474.56	1,465.76
3296 - Pension Fund	1,652,254.30	0.00	1,335,290.90
3298 - Expense Fund	0.00	0.00	0.00
3297 - Pension Reserve Fund	97,773,739.69	93,987,456.80	80,528,755.81
Total Assets at Market Value	141,345,518.43	133,974,191.33	119,698,768.02

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

**Annual Statement of the Braintree Retirement System
for the year ended December 31, 2007**

	Balance December 31 2006	Receipts	Interfund Transfers	Disbursements	Balance December 31 2007
Annuity Savings Fund	29,676,851.24	3,385,098.88	-1,784,481.60	363,704.45	30,913,764.07
Annuity Reserve Fund	10,308,408.73	318,250.05	1,786,447.20	1,408,829.02	11,004,276.96
Pension Fund	0.00	6,653,989.17	4,855,586.19	9,857,321.06	1,652,254.30
Military Service Fund	1,474.56	8.85	0.00	0.00	1,483.41
Expense Fund	0.00	1,046,239.55	0.00	1,046,239.55	0.00
Pension Reserve Fund	93,987,456.80	8,643,834.68	-4,857,551.79	0.00	97,773,739.69
TOTAL ALL FUNDS:	133,974,191.33	20,047,421.18	0.00	12,676,094.08	141,345,518.43

List Below all Transfers:

Transfer from 3293	Fund to the 3294	Fund in the Amount of	1,786,447.20	on account of	retirements
Transfer from 3297	Fund to the 3296	Fund in the Amount of	4,855,586.19	on account of	TRSFRR FROM PRF TO FUND
Transfer from 3297	Fund to the 3293	Fund in the Amount of	1,965.60	on account of	transfer from inactive membership
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	

**Annual Statement of the Braintree Retirement System
for the year ended December 31, 2007**

RECEIPTS

	2007	2006	2005
1. Annuity Savings Fund :			
(a) 4891 - Members Deductions	3,073,756.58	2,877,879.34	2,683,986.25
(b) 4892 - Transfers From Other	125,539.82	356,970.71	175,271.13
(c) 4893 - Make Up and Redeposit Payments	14,133.25	135,981.40	53,319.54
(d) 4900 - Member Payments from Rollovers	1,980.27	60,085.81	25,609.70
(e) Investment Income Cr to Members A/C	169,688.96	160,543.57	150,357.62
Subtotal	3,385,098.88	3,591,460.83	3,088,544.24
2. Annuity Reserve Fund :			
(a) Investment Income Cr to Annuity Res Fd	318,250.05	311,192.45	306,981.25
Subtotal	318,250.05	311,192.45	306,981.25
3. Pension Fund :			
(a) 4898 - 3(8) (c) Reimburse from Other Sys	151,881.03	149,828.98	135,055.64
(b) 4899 - Rec'd from State for COLA & Surviv	338,143.14	348,604.16	384,735.34
(c) 4889 - Prin Adj Account Amort Gain	0.00	0.00	0.00
(c) 4894 - Pension Fund Appropriation	6,163,965.00	5,930,780.00	5,764,034.00
Subtotal	6,653,989.17	6,429,213.14	6,283,824.98
4. Military Service Fund :			
(a) 4890 - Military Serv Contr from Municipal	0.00	0.00	0.00
(b) Invest Inc Credited Military Ser Fd	8.85	8.80	8.74
Subtotal	8.85	8.80	8.74
5. Expense Fund :			
(a) 4896 - Expense Fund Appropriation	0.00	0.00	0.00
(b) Investment Income Cr to Expense Fund	1,046,239.55	931,154.04	918,174.98
Subtotal	1,046,239.55	931,154.04	918,174.98
6. Pension Reserve Fund :			
(a) 4897 - Federal Grant Reimbursement	52,266.00	50,446.00	49,598.00
(b) 4895 - Pension Reserve Appropriation	0.00	0.00	0.00
(c) 4822 - Interest not Refunded:	1,096.36	3,309.59	3,749.25
(d) 4825 - Misc. Income	48,631.07	12,666.64	5,454.82
(e) Excess Investment Income	8,541,841.25	15,058,120.57	5,615,294.43
Subtotal	8,643,834.68	15,124,542.80	5,674,096.50
TOTAL RECEIPTS	20,047,421.18	26,387,572.06	16,271,630.69

**Annual Statement of the Braintree Retirement System
for the year ended December 31, 2007**

Disbursements

	2007	2006	2005
1. Annuity Savings Fund :			
(a) 5757 - Refunds To Members	174,536.03	293,336.85	334,700.22
(b) 5756 - Transfers To Other Systems :	189,168.42	123,810.58	224,707.61
Subtotal	363,704.45	417,147.43	559,407.83
2. Annuity Reserve Fund :			
(a) 5750 - Annuities Paid	1,408,829.02	1,304,673.25	1,223,179.94
(b) 5759 - Option B Refunds	0.00	36,237.02	236.88
Subtotal	1,408,829.02	1,340,910.27	1,223,416.82
3. Pension Fund :			
(a) 5751 - Pensions Paid	0.00	0.00	0.00
Regular Pension Payments	6,304,554.29	5,753,537.50	5,454,846.56
Survivorship Payments	545,336.70	510,103.35	452,249.82
Ordinary Disability Payments	172,094.58	168,955.80	184,935.30
Accidental Disability Payments	1,772,321.74	1,985,085.21	1,714,665.13
Accidental Death Payments	730,818.44	677,299.36	642,467.71
Section 101 Benefits	53,587.07	47,635.38	52,163.16
(b) 5755 - 3 (8) (c) Reimb To Other Sys	207,383.29	210,665.29	217,209.23
(c) 5752 - COLA's Paid	71,224.95	69,655.12	67,082.57
(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	9,857,321.06	9,422,937.01	8,785,619.48
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	159,668.95	137,435.88	141,200.00
(c) 5304 - Mgt Fees Not Chgd To Inv Inc *	647,041.83	596,622.05	586,419.42
(d) 5305 - Custodial Fees *	84,797.62	81,634.61	75,738.58
(e) 5307 - Investment Consultant Fees *	60,000.00	50,000.00	44,999.99
(f) 5308 - Legal Expenses	19,866.50	12,592.61	6,066.72
(g) 5309 - Medical Expenses	20.00	20.00	0.00
(h) 5310 - Fiduciary Insurance	7,258.00	6,621.50	6,272.32
(i) 5311 - Service Contracts	19,867.47	12,563.61	0.00
(j) 5312 - Rent Expense	0.00	0.00	0.00
(k) 5589 - Administrative Expenses	28,405.41	28,944.23	45,217.21
(l) 5599 - Furniture and Equipment	14,729.56	60.89	5,194.98
(m) 5719 - Travel	4,564.21	4,658.66	7,065.76
Subtotal	1,046,239.55	931,154.04	918,174.98
Total Disbursements:	12,676,094.08	12,112,148.75	11,486,619.11

**Annual Statement of the Braintree Retirement System
For the year ended December 31, 2007**

	2007	2006	2005
	End Balance	End Balance	
Investment Income			
Investment Income Received From :			
(a) Cash (from schedules 1A and 1 C)	333,729.52	181,849.32	115,859.71
(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)	322,719.21	375,860.86	409,829.88
(e) Pooled Funds (from Schedule 5)	2,784,568.70	2,461,144.42	2,975,398.78
(f) Commission Recapture	0.00	0.00	0.00
4821 - TOTAL INVESTMENT INCOME	3,441,017.43	3,018,854.60	3,501,088.37
Plus :			
4884 - Realized Gains	4,819,350.79	3,379,090.80	1,977,732.17
4886 - Unrealized Gains	12,147,833.56	15,315,710.30	9,716,923.03
1550 - Interest Due & Accrued Cur Yr	0.00	0.00	0.00
	16,967,184.35	18,694,801.10	11,694,655.20
Less :			
4823 - Pd Accrued Int - Fixed Inc Securities	0.00	0.00	0.00
4885 - Realized Losses	-2,208,888.11	-344,151.50	-628,600.04
4887 - Unrealized Losses	-8,123,285.01	-4,908,484.77	-7,576,326.51
1550 - Inc Due & Accrued Prior Year	0.00	0.00	0.00
	-10,332,173.12	-5,252,636.27	-8,204,926.55
NET INVESTMENT INCOME	10,076,028.66	16,461,019.43	6,990,817.02
Income Required :			
Annuity Savings Fund (Supp Schedule)	169,688.96	160,543.57	150,357.62
Annuity Reserve Fund	318,250.05	311,192.45	306,981.25
Expense Fund	1,046,239.55	931,154.04	918,174.98
Military Service Fund	8.85	8.80	8.74
	1,534,187.41	1,402,898.86	1,375,522.59
TOTAL INCOME REQUIRED	1,534,187.41	1,402,898.86	1,375,522.59
Net Investment Income	10,076,028.66	16,461,019.43	6,990,817.02
Less : Income Required	-1,534,187.41	-1,402,898.86	-1,375,522.59
EXCESS INCOME TO THE PENSION RESERVE FUND	8,541,841.25	15,058,120.57	5,615,294.43

**Annual Statement of the Braintree Retirement System
for the year ended December 31, 2007
Interest Posted to the Annuity Reserve Fund**

<u>Month</u>	<u>(Debits) Credits</u>	<u>Balance</u>	<u>Balance X .0025</u>
January 1st	-----	10308408.73	25771.02
January 31st	-55841.27	10252567.46	25631.42
February 28 th	-114119.29	10138448.17	25346.12
March 31st	328451.55	10466899.72	26167.25
April 30 th	-63310.76	10403588.96	26008.97
May 31st	265271.84	10668860.80	26672.15
June 30 th	113496.05	10782356.85	26955.89
July 31st	121831.49	10904188.34	27260.47
August 31st	65970.80	10970159.14	27425.40
September 30 th	-124195.57	10845963.57	27114.91
October 31st	-20234.41	10825729.16	27064.32
November 30th	-92880.13	10732849.03	26832.12
			318250.05

**Annual Statement of the Braintree Retirement System
for the year ended December 31, 2007**

Schedule A

Detail of Accounts Receivable and Accounts Payable

Accounts Receivable

4891 - Members Deductions	0.00
4892 - Transfers From Other Systems	0.00
4893 - Member Make Up Payments and Redeposits	53,287.52
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 - Approp LRTA	0.00
4902 - INCOME	0.00
4903 - SALE OF INVESTMENTS	0.00
4904 - 4825 Misc Inc - decid retiree, pension allow to be re	602.45
4905 - VENTURE CAPITAL DISTRIBUTIONS	0.00

Total Receivables

53,890.07

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 withdraw funds	0.00
5119 - Salaries	0.00
5308 - Legal Expenses	483.00
5309 - Medical Expenses	0.00
5719 - Travel	0.00
5589 - Administrative Expenses	18.00
5599 - Furniture and Equipment	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
5118 - Board Member Stipend	0.00

Investments Purchased but not paid for (list individually)

5901 - INVESTMENTS	0.00
5902 - 5311- Contract services	495.00
5903 -	0.00
5904 -	0.00

Total Payables

996.00

**Annual Statement of the Braintree Retirement System
for the year ended December 31, 2007
HEADCOUNT STATISTICS**

	Group 1	Group 2+4	Total
RETIRED MEMBERS, BENEFICIARIES AND SURVIVORS			
Retired, Beneficiary and Survivor Membership, Dec. 31, previous Year	326	157	483
Retirements during the year:			
Superannuation	9	9	18
Ordinary disability	0	0	0
Accidental disability	2	0	2
Termination Retirement Allowance	0	0	0
Beneficiary of Deceased Retiree	0	3	3
Survivor ben from active membership	1	0	1
Subtotal:	<u>12</u>	<u>12</u>	<u>24</u>
Deduct			
Deaths of retired members	19	2	21
Termination of Survivor Benefits	0	0	0
Reinstatements of disabled pensions	0	0	0
Subtotal:	<u>19</u>	<u>2</u>	<u>21</u>
Retired Membership, Dec.31, curr year			
Superannuation	268	92	360
Ordinary Disability	7	2	9
Accidental Disability	13	46	59
Termination	0	0	0
Beneficiaries from accidental deaths	1	14	15
Beneficiaries from Section 100	0	4	4
Beneficiaries from Section 101	3	4	7
Beneficiaries under Option (c)	22	9	31
Option (d) Survivor Allowance	18	5	23
Section 12B Survivor Allowance	1	0	1
Subtotal:	<u>333</u>	<u>176</u>	<u>509</u>
Total Retired, Beneficiary, and Survivor Membership, Dec 31, current year			
ACTIVE MEMBERS			
Active membership, Dec 31, previous yr	609	200	809
Inactive membership, Dec 31, previous yr	45	1	46
Enrolled during the year	41	12	53
Transfers between groups	0	0	0
Reinstatements of disabled members	0	0	0
Subtotal:	<u>695</u>	<u>213</u>	<u>908</u>
Deduct			
Death	1	0	1
Withdrawn	21	2	23
Retirements	11	9	20
Subtotal:	<u>33</u>	<u>11</u>	<u>44</u>
Active Membership, Dec 31, current year	662	202	864
Inactive Membership, Dec 31, Current Yr	45	4	49

TOTAL MEMBERSHIP			
Active, Inact, Retired, Beneficiary, and Survivor, Dec. 31, current year	1040	382	1422

ANNUAL STATEMENT OF THE TOWN OF BRAINTREE RETIREMENT SYSTEM FOR THE YEAR ENDED DECEMBER 31, 2007

SCHEDULE 1
CASH ACCOUNT ACTIVITY DURING YEAR

<u>FUND</u>	<u>CUSIP</u>	<u>SECURITY DESCRIPTION</u>	<u>BOOK VALUE AT END OF PREVIOUS YEAR</u>	<u>TOTAL DEPOSITS/WITHDRAWALS THIS YEAR</u>	<u>BOOK VALUE AT END OF YEAR</u>	<u>INCOME RECEIVED THIS YEAR</u>
D31B	8611239B5	STATE STREET BANK STIF	260,044.93	156,534.80	416,579.73	145,998.00 4821-0005
D31D	8611239B5	STATE STREET BANK STIF	331,145.52	(331,145.52)	0.00	29,702.24 4821-1001
D31E	8611239B5	STATE STREET BANK STIF	389,820.07	(389,820.07)	0.00	35,078.73 4821-1002
Ckng	9957945-50	BANK OF AMERICA	167.46	(50.54)	116.92	3,338.02 4821-0041
Cap	2820-8480	BANK OF AMERICA	3,494,070.85	(260,294.12)	3,233,776.73	119,612.53 4821-0040
SCHEDULE TOTALS			4,475,248.83	-824,775.45	3,650,473.38	333,729.52

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