

**STATE TEACHERS RETIREMENT SYSTEM
OF OHIO**

**ANNUAL REPORT OF POST EMPLOYMENT
HEALTH CARE BENEFITS
JUNE 30, 2009**

As Required by Section 3307.51, Ohio Revised Code

**Post Employment Health Care
Statement of Changes in Plan Net Assets**

*As of June 30, 2009
(In Thousands)*

Additions:

Contributions:

Employer	\$ 101,221
Medicare Part D reimbursement	37,956
Benefit recipient health care premiums	<u>225,627</u>
Total contributions	364,804

Investment income (loss) from investing activities:

Net appreciation (depreciation) in fair value of investments	(852,524)
Interest	27,806
Dividends	38,738
Real estate income	14,078
Securities lending income	<u>1,607</u>
	(770,295)
Less investment expenses	(1,784)
Less external asset management fees	<u>(6,477)</u>
Net income (loss) from investing activities	<u>(778,556)</u>
Total additions (deductions)	(413,752)

Deductions:

Health care benefits	558,344
Administrative expenses	<u>3,349</u>
Total deductions	<u>561,693</u>
Net increase (decrease)	(975,445)

**Net assets held in trust for post employment
health care benefits:**

Beginning of year	<u>3,655,737</u>
End of year	<u><u>\$2,680,292</u></u>

**Post Employment Health Care
Six-Year History**

Fiscal Year Ended (in Thousands)

	2009	2008	2007	2006	2005	2004
Employer contributions	\$ 101,221	\$ 98,342	\$ 96,287	\$ 94,610	\$ 93,066	\$ 91,589
Medicare Part D reimbursement	\$ 37,956	\$ 36,915	\$ 36,312	\$ 17,947	N/A	N/A
Benefit recipient premiums	\$ 225,627	\$ 214,700	\$ 201,537	\$ 189,432	\$ 188,835	\$ 156,970
Investment income	\$ (778,556)	\$ (217,501)	\$ 713,400	\$ 433,999	\$ 361,600	\$ 470,125
Health care costs	\$ 558,344	\$ 540,493	\$ 503,407	\$ 490,122	\$ 443,615	\$ 425,709
Administrative expenses	\$ 3,349	\$ 2,913	\$ 3,027	\$ 3,204	\$ 3,879	\$ 3,763
Net assets available for benefits	\$ 2,680,292	\$ 3,655,737	\$ 4,066,687	\$ 3,525,585	\$ 3,282,923	\$ 3,086,916