



Schedule of Employer Allocations and Collective Pension
Amounts

June 30, 2015

South Dakota Retirement System

South Dakota Retirement System

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Independent Auditor's Report

To the Board of Trustees
South Dakota Retirement System
Pierre, South Dakota

Report on Schedule of Allocations and Net Pension Amounts by Employer

We have audited the accompanying schedule of employer allocations of South Dakota Retirement System (SDRS) as of and for year ended June 30, 2015, and related notes. We have also audited the totals for the columns titled net pension asset, total deferred outflows of resources, total deferred inflow of resources, and total pension expense (specified column totals) included in the accompanying schedule of collective pension amounts (collectively the Schedules) of SDRS as of and for the year ended June 30, 2015, and related notes.

Management's Responsibility for the Schedules

Management is responsible for the preparation and fair presentation of the Schedules in accordance with accounting principles generally accepted in the United States of America; this includes design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the Schedules that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on the schedule of employer allocations and specified column totals included in the schedule of collective pension amounts based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the schedule of employer allocations and specified column totals included in the schedule of collective pension amounts are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the schedule of employer allocations and specified column totals included in the schedule of collective pension amounts. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the schedule of employer allocations and specified column totals included in the schedule of collective pension amounts, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the schedule of employer allocations and specified column totals included in the schedule of collective pension amounts in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of SDRS's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the schedule of employer allocations and specified column totals included in the schedule of collective pension amounts.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the Schedules referred to above present fairly, in all material respects, the employer allocations and net pension asset, total deferred outflows of resources, total deferred inflow of resources, and total pension expense for the total of all participating entities for the SDRS as of and for the year ended June 30, 2015, in accordance with accounting principles generally accepted in the United States of America.

Other Matters

We have audited, in accordance with auditing standards generally accepted in the United States of America, the financial statements of the SDRS as of and for the year ended June 30, 2015, and our report thereon, dated November 13, 2015 expressed an unmodified opinion on those financial statements.

Restriction on Use

Our report is intended solely for the information and use of the SDRS's management, board, employers and their auditors and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in cursive script that reads "Eide Bailly LLP".

Boise, Idaho
December 04, 2015

South Dakota Retirement System
 Schedule of Employer Allocations
 June 30, 2015

Employer Number	Employer name	2015 Total Employer Contributions	2015 Employer Proportionate Allocation
School Districts			
903103	ABERDEEN SCHOOL DISTRICT	\$ 1,204,678	0.010997308
959126	AGAR-BLUNT-ONIDA SCHOOLS	104,311	0.000952238
962102	ALCESTER-HUDSON SCHOOLS	104,269	0.000951855
917102	ANDES CENTRAL SCHOOLS	153,598	0.001402171
942100	ARLINGTON SCHOOLS	94,527	0.000862921
925101	ARMOUR SCHOOLS	55,452	0.000506212
912103	AVON SCHOOL	75,430	0.000688588
901106	BALTIC SCHOOLS	128,184	0.001170171
915100	BELLE FOURCHE SCHOOLS	323,801	0.002955926
911109	BENNETT COUNTY SCHOOL	132,636	0.001210812
962150	BERESFORD SCHOOLS	176,665	0.001612746
929144	BIG STONE CITY SCHOOLS	48,792	0.000445414
953171	BISON SCHOOLS	60,192	0.000549483
912172	BON HOMME SCHOOLS	165,219	0.001508257
926124	BOWDLE SCHOOLS	45,538	0.000415709
901154	BRANDON VALLEY SCHOOLS	955,572	0.008723260
946129	BRIDGEWATER-EMERY SCHOOLS	108,479	0.000990287
948100	BRITTON-HECLA PUBLIC SCHOOLS	138,766	0.001266772
906102	BROOKINGS SCHOOLS	857,046	0.007823833
930100	BURKE SCHOOL	76,630	0.000699543
946102	CANISTOTA SCHOOLS	71,985	0.000657139
944101	CANTON SCHOOLS	229,745	0.002097304
932101	CASTLEWOOD SCHOOLS	78,825	0.000719581
961101	CENTERVILLE SCHOOLS	57,508	0.000524981
913100	CHAMBERLAIN SCHOOLS	310,602	0.002835435
943123	CHESTER AREA SCHOOLS	163,515	0.001492702
901162	CHILDREN'S CARE HOSP LIFESCAPE	54,044	0.000493359
918123	CLARK SCHOOLS	118,814	0.001084634
952103	COLMAN-EGAN SCHOOLS	77,790	0.000710132
960103	COLOME SCHOOLS	78,911	0.000720366
961103	CORNBELT SPECIAL COOP	53,947	0.000492473
925102	CORSICA SCHOOLS	43,425	0.000396420
921104	CUSTER SCHOOLS	252,183	0.002302137
962100	DAKOTA VALLEY SCHOOLS	346,947	0.003167222
901110	DELL RAPIDS SCHOOLS	241,497	0.002204587
942103	DESMET SCHOOLS	92,276	0.000842372
906174	DEUBROOK AREA SCHOOLS	116,980	0.001067891

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Employer Number	Employer name	2015 Total Employer Contributions	2015 Employer Proportionate Allocation
School Districts			
923148	DEUEL SCHOOLS	130,355	0.001189989
957102	DOLAND SCHOOLS	60,054	0.000548223
902108	DOUGLAS SCHOOLS	937,042	0.008554103
964107	DUPREE SCHOOLS	150,545	0.001374301
924102	EAGLE BUTTE SCHOOLS	214,698	0.001959943
901100	EAST DAKOTA ED COOP	108,197	0.000987713
927111	EDGEMONT SCHOOLS	69,653	0.000635851
926121	EDMUNDS CENTRAL SCHOOL	40,841	0.000372831
927102	ELK MOUNTAIN SCHOOL	5,169	0.000047187
962101	ELK POINT JEFFERSON SCHOOL	181,050	0.001652776
906173	ELKTON SCHOOLS	105,188	0.000960244
932104	ESTELLINE SCHOOLS	73,899	0.000674612
908117	ETHAN SCHOOLS	61,450	0.000560967
947100	EUREKA SCHOOLS	65,394	0.000596971
964108	FAITH SCHOOLS	52,728	0.000481345
928117	FAULKTON SCHOOLS	89,760	0.000819404
952102	FLANDREAU SCHOOLS	183,497	0.001675114
905140	FLORENCE SCHOOLS	67,490	0.000616105
903142	FREDERICK AREA SCHOOL DISTRICT	59,050	0.000539058
937103	FREEMAN SCHOOLS	94,659	0.000864127
901155	GARRETSON SCHOOLS	142,977	0.001305214
907163	GAYVILLE-VOLIN SCHOOLS	76,297	0.000696503
954100	GETTYSBURG SCHOOLS	80,714	0.000736825
929106	GRANT-DEUEL SCHOOLS	51,029	0.000465835
930101	GREGORY SCHOOLS	112,184	0.001024109
903105	GROTON AREA SCHOOL DIST	186,943	0.001706572
931100	HAAKON COUNTY SCHOOLS	94,239	0.000860292
932136	HAMLIN SCHOOL	182,352	0.001664662
934118	HANSON SCHOOLS	107,887	0.000984883
935117	HARDING COUNTY SCHOOLS	86,969	0.000793926
944100	HARRISBURG SCHOOLS	1,063,214	0.009705906
905101	HENRY SCHOOLS	49,367	0.000450663
916101	HERREID SCHOOLS	42,276	0.000385931
938124	HIGHMORE-HARROLD SCHOOLS	93,640	0.000854824
902106	HILL CITY SCHOOLS	182,699	0.001667829
957101	HITCHCOCK-TULARE SCHOOLS	77,106	0.000703888
927101	HOT SPRINGS SCHOOLS	228,474	0.002085702
954103	HOVEN SCHOOLS	53,108	0.000484814

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School Districts			
951100	HOWARD SCHOOLS	125,981	0.001150060
904103	HURON SCHOOLS	743,419	0.006786550
926101	IPSWICH SCHOOLS	110,576	0.001009430
907103	IRENE-WAKONDA SCHOOLS (NEW)	94,627	0.000863834
904138	IROQUOIS SCHOOLS	51,774	0.000472636
908102	JAMES VALLEY EDUCATION COOPERATIVE	18,704	0.000170746
941100	JONES COUNTY SCHOOLS	64,633	0.000590024
939103	KADOKA AREA SCHOOL DISTRICT	147,179	0.001343573
913124	KIMBALL SCHOOLS	91,126	0.000831874
942101	LAKE PRESTON SCHOOLS	76,703	0.000700209
948124	LANGFORD AREA SCHOOL DISTRICT	61,621	0.000562528
909116	LEAD-DEADWOOD SCHOOLS	302,742	0.002763682
953100	LEMMON SCHOOLS	87,071	0.000794857
944172	LENNOX SCHOOLS	278,810	0.002545211
947101	LEOLA SCHOOLS	70,626	0.000644733
945132	LYMAN IND SCHOOLS	169,692	0.001549090
943122	MADISON CENTRAL SCHOOL DISTRICT	311,052	0.002839543
961102	MARION SCHOOLS	67,688	0.000617913
946105	MCCOOK CENTRAL SCHOOLS	123,146	0.001124180
920100	MCINTOSH SCHOOLS	85,773	0.000783008
920101	MCLAUGHLIN SCHOOLS	202,792	0.001851255
949157	MEADE COUNTY SCHOOLS	673,459	0.006147897
937102	MENNO SCHOOLS	99,691	0.000910063
917104	MID-CENTRAL COOPERATIVE	166,571	0.001520599
929103	MILBANK SCHOOLS	259,967	0.002373196
933100	MILLER SCHOOLS	126,311	0.001153072
908101	MITCHELL SCHOOLS	890,759	0.008131593
963101	MOBRIDGE-POLLOCK SCHOOLS	189,990	0.001734388
946103	MONTROSE SCHOOLS	66,564	0.000607652
908100	MT VERNON SCHOOLS	85,179	0.000777585
902104	NEW UNDERWOOD SCHOOLS	86,495	0.000789599
915104	NEWELL SCHOOLS	108,837	0.000993555
903100	NORTH CENTRAL SPECIAL ED. CO-OP	34,613	0.000315976
932137	NORTHEAST SERVICE COOP	139,346	0.001272067
905130	NORTHEAST TECHNICAL HIGH SCHOOL	39,136	0.000357266
953173	NORTHWEST AREA SCHOOLS	63,701	0.000581516
957116	NORTHWESTERN AREA SCHOOLS	85,808	0.000783327
963102	OAHE SPECIAL ED COOP	35,602	0.000325005

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School Districts			
927100	OELRICHS SCHOOLS	73,294	0.000669089
927200	OGLALA LAKOTA COUNTY SCHOOLS	401,520	0.003665410
943104	OLDHAM-RAMONA SCHOOL	50,267	0.000458879
961100	PARKER SCHOOLS	77,560	0.000708033
937104	PARKSTON SCHOOLS	158,596	0.001447797
936100	PIERRE SCHOOLS	765,870	0.006991502
910103	PLANKINTON SCHOOLS	86,704	0.000791507
917105	PLATTE-GEDDES SCHOOL DISTRICT (NEW)	154,422	0.001409693
943100	PRAIRIE LAKES EDUCATIONAL COOP	11,989	0.000109446
902101	RAPID CITY SCHOOLS	4,239,803	0.038704467
957100	REDFIELD SCHOOLS	200,512	0.001830441
955167	ROSHOLT SCHOOLS	67,094	0.000612490
943121	RUTLAND SCHOOLS	42,878	0.000391426
956114	SANBORN CENTRAL SCHOOLS	81,389	0.000742987
912102	SCOTLAND SCHOOLS	68,791	0.000627982
963112	SELBY AREA SCHOOLS	63,599	0.000580585
901111	SIOUX FALLS SCHOOLS	7,772,300	0.070952053
906105	SIOUX VALLEY SCHOOLS	157,161	0.001434697
955108	SISSETON SCHOOLS	372,862	0.003403796
920102	SMEE SCHOOLS	107,028	0.000977041
912104	SOUTH CENTRAL COOP	59,299	0.000541331
930103	SOUTH CENTRAL SCHOOL DISTRICT	58,618	0.000535114
962104	SOUTH EAST AREA COOP	65,538	0.000598286
909101	SPEARFISH SCHOOLS	569,027	0.005194554
958100	STANLEY COUNTY SCHOOLS	152,054	0.001388076
910104	STICKNEY SCHOOLS	47,931	0.000437554
955104	SUMMIT SCHOOLS	53,807	0.000491195
944102	TEA AREA SCHOOL DISTRICT	366,792	0.003348384
950102	THREE RIVERS COOP	22,724	0.000207444
924101	TIMBER LAKE SCHOOLS	144,950	0.001323225
960200	TODD COUNTY SCHOOLS	846,093	0.007723844
901105	TRI VALLEY SCHOOL	214,465	0.001957816
937100	TRIPP DELMONT SCHOOLS	71,942	0.000656747
919100	VERMILLION SCHOOLS	330,736	0.003019235
961104	VIBORG-HURLEY SCHOOLS	84,950	0.000775495
917103	WAGNER SCHOOLS	308,996	0.002820774
902107	WALL SCHOOLS	88,842	0.000811024
903141	WARNER SCHOOLS	76,756	0.000700693

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School Districts			
905104	WATERTOWN SCHOOLS	1,630,885	0.014888082
922105	WAUBAY SCHOOLS	69,611	0.000635467
905100	WAVERLY SCHOOLS	54,627	0.000498681
922107	WEBSTER AREA SCHOOLS	135,981	0.001241348
940102	WESSINGTON SPRINGS SCHOOLS	93,556	0.000854057
901157	WEST CENTRAL SCHOOLS	366,123	0.003342277
910105	WHITE LAKE SCHOOLS	53,492	0.000488320
950101	WHITE RIVER SCHOOLS	176,206	0.001608556
918101	WILLOW LAKE SCHOOLS	67,183	0.000613303
955102	WILMOT SCHOOLS	66,957	0.000611239
960102	WINNER SCHOOLS	198,875	0.001815497
904105	WOLSEY-WESSINGTON SCHOOLS	99,624	0.000909451
956100	WOONSOCKET SCHOOLS	62,295	0.000568681
907100	YANKTON SCHOOLS	756,379	0.006904860
Legislative, Executive & Judicial Agencies			
101-11136	STATE OF SOUTH DAKOTA	24,592,155	0.224497754
Institutions of Higher Education			
909500	BLACK HILLS STATE UNIVERSITY	1,231,426	0.011241486
936500	BOARD OF REGENTS	276,457	0.002523731
943500	DAKOTA STATE UNIVERSITY	981,344	0.008958529
903500	NORTHERN STATE UNIV	1,036,248	0.009459738
903501	SCHOOL FOR VIS. IMPAIR.	129,107	0.001178597
901500	SD SCHOOL FOR THE DEAF	59,748	0.000545430
902500	SD SCHOOL OF MINES	1,585,701	0.014475605
906500	SDSU	6,580,767	0.060074744
919500	USD	4,873,762	0.044491775
Municipalities			
903300	CITY OF ABERDEEN	825,804	0.007538629
962301	CITY OF ALCESTER	15,780	0.000144053
934301	CITY OF ALEXANDRIA	1,888	0.000017235
942300	CITY OF ARLINGTON	16,258	0.000148417
925300	CITY OF ARMOUR	4,406	0.000040222
906303	CITY OF AURORA	3,647	0.000033293

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Employer Number	Employer name	2015 Total Employer Contributions	2015 Employer Proportionate Allocation
Municipalities			
912306	CITY OF AVON	6,622	0.000060451
901305	CITY OF BALTIC	8,550	0.000078052
915300	CITY OF BELLE FOURCHE	134,019	0.001223437
962300	CITY OF BERESFORD	96,974	0.000885260
929301	CITY OF BIG STONE CITY	15,403	0.000140611
953301	CITY OF BISON	5,311	0.000048483
902303	CITY OF BOX ELDER	80,303	0.000733073
901301	CITY OF BRANDON	119,644	0.001092210
946303	CITY OF BRIDGEWATER	3,435	0.000031358
948300	CITY OF BRITTON	17,490	0.000159663
906300	CITY OF BROOKINGS AND HOSPITAL	2,048,145	0.018697180
906306	CITY OF BRUCE	3,145	0.000028710
932304	CITY OF BRYANT	4,458	0.000040696
935300	CITY OF BUFFALO	9,076	0.000082853
930301	CITY OF BURKE	8,242	0.000075240
946300	CITY OF CANISTOTA	4,024	0.000036734
944300	CITY OF CANTON	60,651	0.000553673
951301	CITY OF CARTHAGE	468	0.000004272
932302	CITY OF CASTLEWOOD	5,462	0.000049862
961302	CITY OF CENTERVILLE	14,341	0.000130917
913301	CITY OF CHAMBERLAIN	59,228	0.000540683
961305	CITY OF CHANCELLOR	1,803	0.000016459
918300	CITY OF CLARK	19,733	0.000180139
923305	CITY OF CLEAR LAKE	11,648	0.000106333
952301	CITY OF COLMAN	6,819	0.000062250
901307	CITY OF COLTON	4,104	0.000037465
957305	CITY OF CONDE	2,740	0.000025013
901310	CITY OF CROOKS	5,746	0.000052454
921300	CITY OF CUSTER	36,675	0.000334800
930302	CITY OF DALLAS	1,008	0.000009202
909300	CITY OF DEADWOOD	147,326	0.001344915
901306	CITY OF DELL RAPIDS	33,384	0.000304757
942301	CITY OF DESMET	19,045	0.000173859
964300	CITY OF DUPREE	2,866	0.000026163
924301	CITY OF EAGLE BUTTE	26,649	0.000243274
927302	CITY OF EDGEMONT	12,377	0.000112988
962302	CITY OF ELK POINT	48,936	0.000446729
906305	CITY OF ELKTON	5,948	0.000054298

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Municipalities			
934300	CITY OF EMERY	2,145	0.000019581
932301	CITY OF ESTELLINE	119,688	0.001092612
908302	CITY OF ETHAN	4,296	0.000039217
947305	CITY OF EUREKA	7,837	0.000071543
949306	CITY OF FAITH	23,841	0.000217641
928305	CITY OF FAULKTON	8,166	0.000074546
952302	CITY OF FLANDREAU	60,115	0.000548780
958300	CITY OF FORT PIERRE	50,036	0.000456770
937300	CITY OF FREEMAN	22,171	0.000202395
901304	CITY OF GARRETSON	8,227	0.000075103
923301	CITY OF GARY	8,069	0.000073661
954300	CITY OF GETTYSBURG	15,548	0.000141935
930300	CITY OF GREGORY	24,759	0.000226021
903301	CITY OF GROTON	49,438	0.000451311
944303	CITY OF HARRISBURG	26,316	0.000240234
901300	CITY OF HARTFORD	21,601	0.000197192
932303	CITY OF HAYTI	2,183	0.000019928
903302	CITY OF HECLA	9,110	0.000083164
921301	CITY OF HERMOSA	4,658	0.000042522
916301	CITY OF HERREID	4,416	0.000040313
938300	CITY OF HIGHMORE	9,753	0.000089034
902300	CITY OF HILL CITY	27,127	0.000247638
927300	CITY OF HOT SPRINGS	88,427	0.000807236
954301	CITY OF HOVEN	8,623	0.000078718
951300	CITY OF HOWARD	10,599	0.000096757
944305	CITY OF HUDSON	4,934	0.000045042
901309	CITY OF HUMBOLDT	4,527	0.000041326
961303	CITY OF HURLEY	4,195	0.000038295
904300	CITY OF HURON	415,912	0.003796793
926301	CITY OF IPSWICH	10,311	0.000094127
919302	CITY OF IRENE	7,937	0.000072456
962304	CITY OF JEFFERSON	6,745	0.000061574
939300	CITY OF KADOKA	13,147	0.000120017
945300	CITY OF KENNEBEC	3,754	0.000034270
902304	CITY OF KEYSTONE	13,743	0.000125458
913303	CITY OF KIMBALL	7,704	0.000070329
917301	CITY OF LAKE ANDES	5,727	0.000052281
932300	CITY OF LAKE NORDEN	5,704	0.000052071

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Municipalities			
942302	CITY OF LAKE PRESTON	5,289	0.000048282
948302	CITY OF LANGFORD	7,595	0.000069334
909301	CITY OF LEAD	58,834	0.000537086
953300	CITY OF LEMMON	12,712	0.000116046
944302	CITY OF LENNOX	38,025	0.000347124
947300	CITY OF LEOLA	5,149	0.000047004
943300	CITY OF MADISON	195,589	0.001785500
961300	CITY OF MARION	6,337	0.000057849
911300	CITY OF MARTIN	22,780	0.000207955
920300	CITY OF MCLAUGHLIN	17,660	0.000161215
937302	CITY OF MENNO	9,108	0.000083145
931301	CITY OF MIDLAND	2,487	0.000022703
929300	CITY OF MILBANK	55,016	0.000502232
933300	CITY OF MILLER	46,703	0.000426344
908300	CITY OF MITCHELL	555,952	0.005075195
963300	CITY OF MOBRIDGE	76,056	0.000694303
908301	CITY OF MT VERNON	2,403	0.000021937
941300	CITY OF MURDO	6,289	0.000057411
955301	CITY OF NEW EFFINGTON	2,928	0.000026729
902305	CITY OF NEW UNDERWOOD	5,601	0.000051131
915305	CITY OF NEWELL	9,033	0.000082461
962303	CITY OF NORTH SIOUX CITY	53,904	0.000492081
913300	CITY OF OACOMA	9,107	0.000083136
959300	CITY OF ONIDA	7,786	0.000071077
961304	CITY OF PARKER	18,225	0.000166373
937301	CITY OF PARKSTON	17,860	0.000163041
931300	CITY OF PHILIP	17,873	0.000163160
917302	CITY OF PICKSTOWN	3,986	0.000036388
936300	CITY OF PIERRE	498,320	0.004549082
910302	CITY OF PLANKINTON	11,214	0.000102371
917303	CITY OF PLATTE	18,611	0.000169897
916300	CITY OF POLLOCK	5,415	0.000049433
945301	CITY OF PRESNO	5,193	0.000047406
913302	CITY OF PUKWANA	1,605	0.000014652
902301	CITY OF RAPID CITY	2,626,286	0.023974935
957300	CITY OF REDFIELD AND HOSPITAL	334,498	0.003053577
926300	CITY OF ROSCOE	4,154	0.000037921
946301	CITY OF SALEM	10,608	0.000096839

South Dakota Retirement System
 Schedule of Employer Allocations
 June 30, 2015

Employer Number	Employer name	2015 Total Employer Contributions	2015 Employer Proportionate Allocation
Municipalities			
912302	CITY OF SCOTLAND	8,065	0.000073624
963301	CITY OF SELBY	9,124	0.000083292
901311	CITY OF SIOUX FALLS	482,833	0.004407703
955300	CITY OF SISSETON	47,624	0.000434752
909302	CITY OF SPEARFISH	308,555	0.002816748
912305	CITY OF SPRINGFIELD	14,924	0.000136239
910300	CITY OF STICKNEY	4,937	0.000045069
949300	CITY OF STURGIS	272,403	0.002486722
949301	CITY OF SUMMERSET	20,798	0.000189862
912301	CITY OF TABOR	1,464	0.000013365
944301	CITY OF TEA	41,960	0.000383046
924300	CITY OF TIMBER LAKE	10,313	0.000094146
937305	CITY OF TRIPP	9,951	0.000090841
912300	CITY OF TYNDALL	16,409	0.000149795
901302	CITY OF VALLEY SPRINGS	5,374	0.000049058
919300	CITY OF VERMILLION	330,580	0.003017811
961301	CITY OF VIBORG	10,267	0.000093726
906301	CITY OF VOLGA	20,890	0.000190701
917300	CITY OF WAGNER	29,239	0.000266918
919301	CITY OF WAKONDA	3,528	0.000032207
902302	CITY OF WALL	10,422	0.000095141
903303	CITY OF WARNER	2,269	0.000020713
905300	CITY OF WATERTOWN	963,756	0.008797971
922301	CITY OF WAUBAY	3,865	0.000035283
922300	CITY OF WEBSTER	39,706	0.000362470
940300	CITY OF WESSINGTON SPRINGS	21,305	0.000194490
906304	CITY OF WHITE	3,636	0.000033192
910301	CITY OF WHITE LAKE	5,031	0.000045927
950300	CITY OF WHITE RIVER	4,709	0.000042988
909305	CITY OF WHITEWOOD	20,708	0.000189040
955302	CITY OF WILMOT	4,583	0.000041837
960300	CITY OF WINNER	176,463	0.001610902
956300	CITY OF WOONSOCKET	5,615	0.000051258
944304	CITY OF WORTHING	8,634	0.000078818
907300	CITY OF YANKTON	418,145	0.003817177

South Dakota Retirement System
 Schedule of Employer Allocations
 June 30, 2015

Employer Number	Employer name	2015 Total Employer Contributions	2015 Employer Proportionate Allocation
Counties			
910000	AURORA COUNTY	45,205	0.000412669
904000	BEADLE COUNTY	214,790	0.001960783
911001	BENNETT COUNTY	33,434	0.000305214
912000	BON HOMME COUNTY	84,500	0.000771387
906000	BROOKINGS COUNTY	252,007	0.002300531
903000	BROWN COUNTY	437,634	0.003995089
913000	BRULE COUNTY	67,044	0.000612034
915000	BUTTE COUNTY	117,066	0.001068676
916000	CAMPBELL COUNTY	45,199	0.000412614
917000	CHARLES MIX COUNTY	114,610	0.001046256
918000	CLARK COUNTY	64,329	0.000587249
919000	CLAY COUNTY	112,635	0.001028226
905000	CODINGTON COUNTY	258,981	0.002364195
920000	CORSON COUNTY	51,583	0.000470893
921000	CUSTER COUNTY	151,362	0.001381759
908000	DAVISON COUNTY	201,703	0.001841314
922000	DAY COUNTY	64,524	0.000589029
923000	DEUEL COUNTY	66,341	0.000605616
924000	DEWEY COUNTY	60,207	0.000549620
925000	DOUGLAS COUNTY	34,631	0.000316141
926000	EDMUNDS COUNTY	74,702	0.000681942
927000	FALL RIVER-OTLALA LAKOTA COUNTY	127,633	0.001165141
928000	FAULK COUNTY	55,093	0.000502935
929000	GRANT COUNTY	107,014	0.000976913
930000	GREGORY COUNTY	59,715	0.000545128
931000	HAAKON COUNTY	33,160	0.000302712
932000	HAMLIN COUNTY	61,789	0.000564062
933000	HAND COUNTY	52,656	0.000480688
934000	HANSON COUNTY	41,519	0.000379020
935000	HARDING COUNTY	46,928	0.000428398
936000	HUGHES COUNTY	258,804	0.002362579
937000	HUTCHINSON COUNTY	75,161	0.000686132
938000	HYDE COUNTY	33,404	0.000304940
939000	JACKSON COUNTY	27,980	0.000255425
940000	JERAULD COUNTY	47,813	0.000436477
941000	JONES COUNTY	29,253	0.000267046

South Dakota Retirement System
 Schedule of Employer Allocations
 June 30, 2015

Employer Number	Employer name	2015 Total Employer Contributions	2015 Employer Proportionate Allocation
Counties			
942000	KINGSBURY COUNTY	62,570	0.000571191
943000	LAKE COUNTY	123,213	0.001124791
909000	LAWRENCE COUNTY	347,633	0.003173485
944000	LINCOLN COUNTY	297,025	0.002711493
945000	LYMAN COUNTY	45,582	0.000416111
948000	MARSHALL COUNTY	71,754	0.000655031
946000	MCCOOK COUNTY	75,139	0.000685932
947000	MCPHERSON COUNTY	56,673	0.000517359
949000	MEADE COUNTY	342,909	0.003130360
950000	MELLETTE COUNTY	25,654	0.000234191
951000	MINER COUNTY	63,701	0.000581516
901000	MINNEHAHA COUNTY	1,730,031	0.015793170
952000	MOODY COUNTY	92,747	0.000846672
902000	PENNINGTON COUNTY	1,969,988	0.017983698
953000	PERKINS COUNTY	60,503	0.000552322
954000	POTTER COUNTY	40,072	0.000365811
955000	ROBERTS COUNTY	127,138	0.001160622
956000	SANBORN COUNTY	45,499	0.000415353
957000	SPINK COUNTY	102,494	0.000935651
944001	SPRINGDALE TOWNSHIP	1,758	0.000016048
958000	STANLEY COUNTY	59,021	0.000538793
959000	SULLY COUNTY	60,587	0.000553089
960000	TRIPP COUNTY	70,751	0.000645874
961000	TURNER COUNTY	84,229	0.000768913
962000	UNION COUNTY	142,350	0.001299490
963000	WALWORTH COUNTY	96,111	0.000877382
907000	YANKTON COUNTY	240,215	0.002192883
964000	ZIEBACH COUNTY	29,894	0.000272897
Other Public Entities			
903702	ABERDEEN HOUSING AUTH.	32,292	0.000294788
936712	ASSOC SCHOOL BOARDS OF SD	45,751	0.000417653
912700	B - Y WATER DISTRICT	34,009	0.000310463
904701	BEADLE CO. CONV. DIST.	3,908	0.000035675
915700	BELLE FOURCHE IRRIGATION	24,484	0.000223510
949701	BLACK HAWK WATER USER DISTRICT	5,263	0.000048045
909102	BLACK HILLS SPEC SERV COOP	775,980	0.007083794

South Dakota Retirement System
Schedule of Employer Allocations
June 30, 2015

Employer Number	Employer name	2015 Total Employer Contributions	2015 Employer Proportionate Allocation
Other Public Entities			
906702	BROOKINGS COUNTY CONSERVATION DIST	5,818	0.000053112
903704	BROWN-MARSHALL CONV. DIST	1,241	0.000011329
913700	BRULE-BUFFALO CONSERV DIST	5,429	0.000049560
930701	BURKE HOUSING AND REDEVELOPMENT	3,622	0.000033065
915702	BUTTE COUNTY CONSERVATION DIST	1,175	0.000010726
915701	BUTTE-MEADE WATER DIST	15,455	0.000141086
916700	CAMPBELL COUNTY CONSERVATON DIST.	2,475	0.000022594
944702	CANTON HSG. & REDEV. COM.	2,968	0.000027094
936714	CENTRAL SD ENHANCEMENT DISTRICT	8,167	0.000074555
917702	CHARLES MIX CONSERVATION DIST	5,557	0.000050729
905700	CODINGTON CONSERVATION	1,917	0.000017500
962701	DAKOTA DUNES IMPROV. DIST	26,285	0.000239951
962702	DAKOTA VALLEY FIRE DIST	2,571	0.000023470
908701	DAVISON CONSERVATION DISTRICT	3,411	0.000031138
922700	DAY COUNTY CONSERVATION	2,376	0.000021690
906700	EAST DAKOTA WATER DEVELOP	13,781	0.000125804
926700	EDMUNDS CO CONSER DIST	2,181	0.000019910
927700	FALL RIVER WATER USERS DIST.	4,430	0.000040441
928700	FAULK CONSERVATION DISTRICT	4,140	0.000037793
928001	FAULKTON AREA MEDICAL CENTER	242,098	0.002210073
905701	FIRST DIST ASSOC OF LOCAL GOV	43,399	0.000396182
929700	GRANT COUNTY CONSERVATION	1,910	0.000017436
931700	HAAKON CO CONSERVATION DIST	919	0.000008389
932700	HAMLIN COUNTY CONSERVATION	2,341	0.000021371
946700	HANSON-MCCOOK REGIONAL LIBRARY	1,416	0.000012926
935700	HARDING CO CONSERV DIST	971	0.000008864
943700	HEARTLAND CONSUMER POWER DIST	95,564	0.000872388
902705	HILL CITY AMBULANCE DIST.	7,626	0.000069617
927301	HOT SPRINGS HOUS & REDEV	10,627	0.000097012
937700	HUTCHINSON COUNTY CONSERVATION	2,339	0.000021352
938700	HYDE COUNTY CONSERVATION DISTRICT	1,168	0.000010662
904702	JAMES RIVER WATER DEVELOPMENT DIST	10,997	0.000100390
940700	JERAULD COUNTY CONSERVATION DIST.	1,431	0.000013063
942700	KINGSBURY CONSERV DIST	1,385	0.000012643
943702	LAKE MADISON SANITARY DIST	8,025	0.000073259
909700	LEAD-DEADWOOD SANITARY DIST	29,917	0.000273107
953701	LEMMON HOUSING AUTHORITY	4,031	0.000036798
944700	LENNOX HOUSING & REDEVELOP	1,699	0.000015510

South Dakota Retirement System
Schedule of Employer Allocations
June 30, 2015

<u>Employer Number</u>	<u>Employer name</u>	<u>2015 Total Employer Contributions</u>	<u>2015 Employer Proportionate Allocation</u>
Other Public Entities			
944701	LINCOLN CONSERVATION DIST	1,964	0.000017929
943701	MADISON HOUSING & REDEVELOPMENT	3,431	0.000031321
948700	MARSHALL CO CONSERV	2,205	0.000020129
948001	MARSHALL CO HOSPITAL	146,306	0.001335604
947701	MCPHERSON COUNTY CONSERV DIST	-	0.000000000
949700	MEADE CO HOUSING REDEV	8,804	0.000080370
950700	MELLETTE CO CONSERVATION DIST	2,424	0.000022128
901704	METRO COMMUNICATIONS AGENCY	140,493	0.001282538
929701	MILBANK HOUSING & REDEVELOPMENT	150	0.000001369
933700	MILLER HOUSING & REDEVELOP	3,173	0.000028966
903700	MINA LAKE SANITARY & WATER DIST.	648	0.000005915
951700	MINER CO CONSERVATION DIST.	2,384	0.000021763
901702	MINNEHAHA CONSERVATION DISTRICT	2,654	0.000024228
908700	MITCHELL HOUSING & REDEVEL	9,885	0.000090239
903703	NORTHEAST COUNCIL GOVT	19,418	0.000177264
902702	PENNINGTON CO HOUSING DEV	76,067	0.000694403
953700	PERKINS CO CONSERV DIST	4,306	0.000039309
949703	PIEDMONT FIRE PROTECTION DISTRICT	5,524	0.000050428
936708	PIERRE HOUSING & REDEVELOP	7,840	0.000071570
907701	PLANNING & DEVEL. DIST III	41,277	0.000376811
954700	POTTER COUNTY CONSERVATION DIST	1,562	0.000014259
917700	RANDALL COMMUNITY WATER	37,648	0.000343682
902703	RAPID VALLEY SANITARY DIS	23,416	0.000213761
957700	REDFIELD HOUSING	933	0.000008517
936716	SCHOOL ADMINISTRATORS OF SD	10,826	0.000098829
936001	SD ASSOC OF CO COMMISSIONERS	9,090	0.000082981
936715	SD HIGH SCHOOL ACTIVITIES ASSOC	39,813	0.000363446
936711	SD HOUSING DEV AUTHORITY	177,841	0.001623481
936709	SD MUNICIPAL LEAGUE	55,136	0.000503328
936718	SD PHARMACISTS ASSOCIATION	5,614	0.000051249
902706	SD SCIENCE & TECHNOLOGY AUTHORIT	557,474	0.005089089
901303	SIOUX FALLS AIRPORT AUTHORITY	62,544	0.000570954
955701	SISSETON HOUSING & REDEV	7,936	0.000072446
903701	SOUTH BROWN CONSERVATION DISTRICT	2,618	0.000023899
901703	SOUTH EASTERN COUNCIL OF GOV	41,380	0.000377751
917701	SOUTHERN MISSOURI RECYC & WASTE MG	6,224	0.000056818
957701	SPINK COUNTY CONSERV DIST	5,955	0.000054362
936717	STATE BAR OF SOUTH DAKOTA	25,396	0.000231836

South Dakota Retirement System
 Schedule of Employer Allocations
 June 30, 2015

<u>Employer Number</u>	<u>Employer name</u>	<u>2015 Total Employer Contributions</u>	<u>2015 Employer Proportionate Allocation</u>
Other Public Entities			
949702	TRI-COUNTY CONSERVATION DIST	403	0.000003679
963700	WALWORTH CO CONSERVATION	2,298	0.000020978
924700	WAR HAWK EMERGENCY MANAGEMENT L	2,934	0.000026784
905702	WATERTOWN HOUSING AUTHORITY	9,045	0.000082570
		<u>\$ 109,542,989</u>	<u>1.000000000</u>

South Dakota Retirement System
Schedule of Collective Pension Amounts
June 30, 2015

Deferred Outflows of Resources				Deferred Inflows of Resources						
June 30, 2014	Differences Between Expected and Actual	Changes of Assumptions	Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments	Total Deferred Outflows of Resources Excluding Employer Specific Amounts*	Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments	Changes of Assumptions	Differences Between Expected and Actual Experience	Total Deferred Inflows of Resources Excluding Employer Specific Amounts*	Plan Pension Expense/ (Revenue)	June 30, 2015 Net Pension Liability/(Asset)
\$ (720,459,104)	\$ 86,842,254	\$ 336,307,266	\$ 259,092,954	\$ 682,242,474	\$ 625,809,825	\$ -	\$ -	\$ 625,809,825	\$ 46,289,565	\$ (424,128,574)

* Employer specific amounts that are excluded from this schedule are the changes in proportion as defined in paragraphs 54 and 55 of GASB statement 68, Accounting and Financial Reporting for Pensions. The change in proportionate amounts between years is deemed immaterial.

Employer contributions to the South Dakota Retirement System (SDRS or System) are presented in order by SDRS assigned employer reporting number within a grouping for each SDRS reporting source.

Summary of Significant Accounting Policies

Employer contributions to SDRS are calculated on creditable compensation for active members reported by employers. Employer contributions are accrued when earned and employers are statutorily required to pay a fixed percentage of compensation.

The Schedule of Collective Pension Amounts presents the deferred inflow of resources, deferred outflow of resources, pension expense and net pension liability at the System level. The Schedule of Employer Allocations (collectively the Schedules) reflects current year employer contributions. Contributions and adjustments to contributions reported in the current year for service performed in a prior year are recognized as contributions in the current year and included in the Schedule of Employer Allocations. The Schedule of Employer Allocations includes the following for each individual employer:

- Employer
- The amount of the employer contributing entity’s contributions as defined by this policy for the fiscal year, offset by the prior year accrual for the same employer
- The employer contributing entity’s contributions as a percentage of total employer contributions as defined by state statute.

The Schedule of Employer Allocations has been rounded and presenting the first nine decimal places.

SDRS’s fiduciary net position is 104.1% of SDRS total pension liability. Therefore, SDRS has a net pension asset. The components of the net pension asset of SDRS, for participating employers as of June 30, 2015, are as follows:

Net position restricted for pension benefits	\$ 10,776,533,615
Less total pension liability	<u>10,352,405,041</u>
Net pension asset	<u><u>\$ 424,128,574</u></u>

Basis of Accounting

Contributions for employers and net pension asset are recognized on an accrual basis of accounting.

Use of Estimates in the Preparation of the Schedules

The preparation of these schedules in conformity with accounting principles generally accepted in the U.S. requires management to make estimates and assumptions that affect certain amounts and disclosures.

Relationship to the Basic Financial Statements

The Schedule of Employer Allocations also includes reconciliation from total employer contributions to employer and state contributions shown in SDRS Statement of Fiduciary Net Position.

Actuarial Assumptions – The total pension asset was determined by an actuarial valuation as of June 30, 2015, using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.25%
Salary increases	5.83% at entry to 3.87% after 30 years of service
Discount rate	7.25% through 2017 and 7.50% thereafter, net of pension plan investment expense

Mortality rates were based on the RP-2000 Employee Mortality Table for males and females, as appropriate.

The actuarial assumptions used in the June 30, 2015 valuation were based on the results of an actuarial experience study for the period of July 1, 2005 to June 30, 2011. The mortality assumptions were revised based on an extension of the experience study including mortality experience through June 30, 2013.

Discount rate – The discount rate used to measure the total pension liability was 7.25% through 2017 and 7.50% thereafter. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that matching employer contributions will be made at rates equal to the member rate. Based on those assumptions, the pension plan’s fiduciary net position was projected to be available to make all future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension asset.

Sensitivity of (asset)/liability to changes in the discount rate – The following presents the net pension (asset)/liability of SDRS, calculated using the discount rate of 7.25% through 2017 and 7.50% thereafter, as well as what SDRS net pension asset would be if it were calculated using a discount rate that is 1% point lower (6.25/6.50%) or 1% point higher (8.25/8.50%) than the current rate:

	<u>1% Decrease</u>	<u>Current Discount Rate</u>	<u>1% Increase</u>
SDRS net pension (asset)/liability	\$ 1,067,526,870	\$ (424,128,574)	\$ (1,640,445,128)

Investments – Investment portfolio management is the statutory responsibility of the South Dakota Investment Council (SDIC), which may utilize the services of external money managers for management of a portion of the portfolio. SDIC is governed by the Prudent Man Standard (i.e., the council should use the same degree of care as a prudent man). Current SDIC investment policies dictate limits on the percentage of assets invested in various types of vehicles (equities, fixed income securities, real estate, cash, private equity, etc.). The long-term expected rate of return on pension plan investments was determined using a method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Best estimates of real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2015 (see the discussion of the pension plan's investment policy) are summarized in the following table using geometric means:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-term Expected Real Rate of Return</u>
Global Equity	61.0%	4.5%
Fixed Income	27.0%	1.8%
Real Estate	10.0%	5.2%
Cash	2.0%	0.0%
Total	<u>100%</u>	

Deferred Inflow of Resources and Deferred Outflow of Resources

Each employer will need to calculate two additional types of deferred outflows of resources and deferred inflows of resources which are employer specific amounts. These amounts relate to the (1) net impact from changes in proportion (allocation percentage) between the periods; and (2) contributions made to the plan subsequent to the measurement date and before the end of the employer's reporting period.

The employer is solely responsible for its financial statements and, therefore, is responsible for evaluating the information used to recognize and disclose pension amounts in its financial statements. Each employer will be responsible to apply their allocation percentage to the collective amounts provided in the Schedule of Collective Pension Amounts. Similarly, the employer auditor is solely responsible for the audit of the employer's financial statements, and therefore, is responsible for determining the sufficiency of audit evidence necessary to reduce audit risk to the appropriate level. Nevertheless, the employer and their auditor may use the SDRS's report to provide evidence that the pension amounts allocated to the employer are not materially misstated.

Plan Pension Expense

Plan pension expense consists of plan changes that are expensed immediately as well as amortizations relating to the difference between expected and actual experience, changes in actuary assumptions and differences between projected and actual investment earnings on pension plan investments. The following table provides the detail of the plan pension expense for the year ended June 30, 2015:

Service costs and interest	\$ 891,982,677
Expected investment return	(759,548,852)
Employee contributions, expenses, and other items from actual operations	(106,241,358)
Amortization of difference between expected and actual experience	29,940,175
Amortization of changes of assumptions	133,986,959
Amortization of net difference between projected and actual investment earnings on pension plan investments	<u>(143,830,036)</u>
	<u>\$ 46,289,565</u>

The amortization period is based on the remaining expected service lives of all employees that are provided with pensions through SDRS determined at the beginning of the measurement period. The amortization period was calculated at 4.44 years. The amortization of the net difference between projected and actual investment earnings on pension plan investments is amortized over a closed 5 year period inclusive of this fiscal year. The amount reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense (revenue) as follows:

	2014	2015	Total
2016	\$ (57,248,629)	\$ 77,345,727	\$ 20,097,098
2017	(57,248,629)	77,345,727	20,097,098
2018	(131,412,406)	77,345,727	(54,066,679)
2019	<u>-</u>	<u>70,305,132</u>	<u>70,305,132</u>
	<u>\$ (245,909,664)</u>	<u>\$ 302,342,313</u>	<u>\$ 56,432,649</u>

South Dakota Retirement System
Notes to Schedule of Employer Allocations and Collective Pension Amounts
June 30, 2015

Changes in Net Pension Asset

The following table represents the changes in total pension liability and fiduciary net position for the year ended June 30, 2015:

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a)-(b)
Balances at June 30, 2014	\$ 9,887,095,388	\$ 10,607,554,492	\$ (720,459,104)
Changes for the year			
Service costs	179,349,820	-	179,349,820
Interest	712,632,857	-	712,632,857
Differences between expected and actual experience	55,821,847	-	55,821,847
Contributions - employer	-	109,549,977	(109,549,977)
Contributions - employee	-	110,152,580	(110,152,580)
Net investment income	-	435,682,659	(435,682,659)
Benefit payments including refunds of employee contributions	(482,494,871)	(482,494,871)	-
Administrative expense	-	(3,911,222)	3,911,222
Net Changes	465,309,653	168,979,123	296,330,530
Balances at June 30, 2015	\$ 10,352,405,041	\$ 10,776,533,615	\$ (424,128,574)



December 04, 2015

To the Board of Trustees
South Dakota Retirement System
Pierre, South Dakota

We have audited the schedule of employer allocations and totals for the columns titled net pension asset, total deferred outflows of resources, total deferred inflow of resources, and total pension expense (specified column totals) included in the accompanying schedule of collective pension amounts (collectively the Schedules) of the South Dakota Retirement System (SDRS), for the year ended June 30, 2015. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated November 13, 2015. Professional standards also require that we communicate to you the following information relate to our audit.

Significant Audit Findings

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by SDRS are described in Note 1 to the Schedules. No new accounting policies were adopted and the application of existing policies was not changed during year. We noted no transactions entered into by SDRS during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the Schedules in the proper period.

Accounting estimates are an integral part of the Schedules prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the Schedules and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimate affecting SDRS's Schedules was:

The actuarial calculation determining the total pension asset of SDRS. We evaluated the key factors and assumptions used to develop the benefit obligation estimate in determining that it is reasonable in relation to the Schedules taken as a whole.

The Schedules disclosures are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. We are pleased to report that no such misstatements were identified during the course of our audit.

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the Schedules or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated December 04, 2015.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the governmental unit's Schedules or a determination of the type of auditor's opinion that may be expressed on those Schedules, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the governmental unit's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

This information is intended solely for the use of the Board of Trustees and management of the South Dakota Retirement System and is not intended to be, and should not be, used by anyone other than these specified parties.

Very truly yours,

A handwritten signature in cursive script that reads "Eric Bailly LLP". The signature is written in black ink and is positioned above the printed name of the firm.

Boise, Idaho