

**Alabama Trust Fund
Balance Sheet (unaudited)
March 31, 2018**

	Quarter Ended		Change
	3/31/2018	12/31/2017	
Assets:			
Cash/Cash Equivalents	\$ 155,967,656	\$ 133,071,276	\$ 22,896,380
Fixed Income Securities	1,034,530,463	1,026,986,308	7,544,155
Equity Securities	1,627,349,401	1,634,061,753	(6,712,352)
Receivable-Pending Sale of Securities	32,882,826	22,750,513	10,132,313
Receivable-Investment Income	8,934,779	8,598,021	336,758
Due From CMT Fund	-	-	-
Land	233,645,779	233,645,779	-
Total Assets	<u>\$ 3,093,310,904</u>	<u>\$ 3,059,113,650</u>	<u>\$ 34,197,254</u>
Liabilities:			
Payable - Pending Purchase of Securities	\$ 84,009,179	\$ 93,885,230	\$ (9,876,051)
Total Liabilities	<u>\$ 84,009,179</u>	<u>\$ 93,885,230</u>	<u>\$ (9,876,051)</u>
Capital:			
Trust Capital	\$ 945,309,489	\$ 913,383,756	\$ 31,925,733
Oil and Gas Capital Payments	3,028,959,522	3,016,811,949	12,147,573
Equity Gain Transfers	(770,229,803)	(770,229,803)	-
CMT Transfers (25% of Rainy Day Transfers)	(194,737,483)	(194,737,483)	-
Total Capital	<u>\$ 3,009,301,725</u>	<u>\$ 2,965,228,419</u>	<u>\$ 44,073,306</u>
Total Liabilities and Capital	<u>\$ 3,093,310,904</u>	<u>\$ 3,059,113,650</u>	<u>\$ 34,197,254</u>

Alabama Trust Fund
Comparative Statement of Revenues, Expenditures, Changes in Fund Balance
Quarter Ended March 31, 2018

	Quarter Ended 3/31/2018	Fiscal Year 2018
Revenues:		
Investment Income	\$ 16,410,623	\$ 30,862,980
Realized Gains (Losses) on Sale of Securities	45,780,559	74,511,636
Gross Oil and Gas Capital Payments	12,270,276	24,421,481
Total Revenues:	\$ 74,461,458	\$ 129,796,097
 Expenditures:		
Professional Fees	\$ (2,597,351)	\$ (5,676,082)
1% Oil and Gas Capital Payment-Conservation	(122,703)	(244,215)
35% Oil & Gas Capital Payment	-	(16,529,920)
Distributions	(27,668,098)	(61,539,088)
Total Disbursements:	\$ (30,388,152)	\$ (83,989,305)
 Other Financing Sources(Uses):		
Land Purchase	\$ -	\$ 518,579
 Beginning Fund Balance	\$ 2,965,228,419	\$ 2,962,976,353
 Ending Fund Balance	\$ 3,009,301,725	\$ 3,009,301,725

Alabama State Waters Gas Production, Sales, & Price

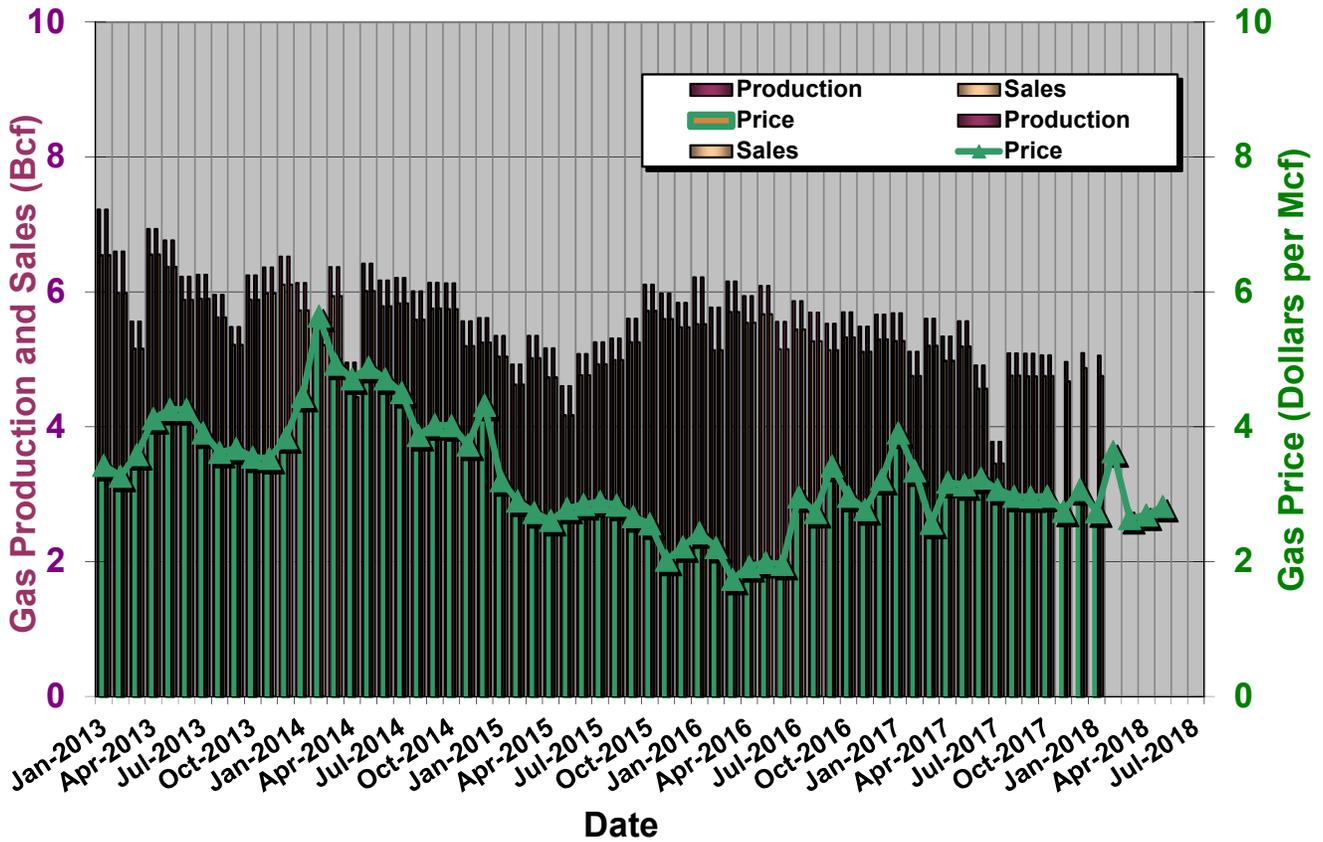


Chart provided by the Alabama Oil and Gas Board

	Current Fiscal Year		Prior Fiscal Year	
	Quarter	Year-to-Date	Quarter	Year-to-Date
Oil & Gas Capital Payments	\$ 12,270,276	\$ 24,421,481	\$ 13,077,400	\$ 24,073,574
Less: Transfer to Lands Division	(122,703)	(244,215)	(130,774)	(240,736)
Total	\$ 12,147,573	\$ 24,177,266	\$ 12,946,626	\$ 23,832,839

**Alabama Trust Fund
Securities Lending Income
Quarter Ended March 31, 2018**

<u>Bank of New York Mellon:</u>	<u>Quarter Ended 3/31/2018</u>	<u>Fiscal Year 2018</u>
Gross Revenues	\$ 812,612	\$ 1,552,007
Broker Rebates	<u>(659,245)</u>	<u>(1,218,345)</u>
Net Earnings	153,367	333,661
BNY Mellon Share	<u>(30,659)</u>	<u>(66,701)</u>
Paid To ATF	<u>\$ 122,708</u>	<u>\$ 266,960</u>
% of Net Income Paid To ATF	80%	80%
% of Broker Rebates Returned	81%	79%
<u>Retirement Systems of Alabama:</u>		
Gross Revenues	\$ 40,008	\$ 79,821
Broker Rebates	<u>(21,352)</u>	<u>(43,123)</u>
Net Earnings	18,656	36,698
RSA Share	<u>(5,607)</u>	<u>(10,104)</u>
Paid To ATF	<u>\$ 13,049</u>	<u>\$ 26,594</u>
% of Net Income Paid To ATF	70%	72%
% of Broker Rebates Returned	53%	54%
Total Securities Lending Income Paid to ATF	<u>\$ 135,757</u>	<u>\$ 293,554</u>

Downgrades

Security	PAR Amount	Rating Agency	Credit Rating Date	Maturity Date	From	To
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There were no downgrades this quarter.

**Forever Wild Land Trust Stewardship Account
Investment Report
March 31, 2018**

	<u>Market Value</u>
Cash and Equivalents:	
Cash/Cash Equivalents	\$ 189,986
Investments:	
Fixed Income:	
WAMCO Core Plus	23,341,270
Equity:	
SSgA Russell 3000	5,975,017
SSgA Global Equity	3,225,363
Total Fund	<u>\$ 32,731,637</u>

Notes To The Report:

- 1) Amendment 543 states that The Alabama Trust Fund Board shall establish a separate account within the Alabama Trust Fund to be known as the Forever Wild Land Trust Stewardship Account (Stewardship Account). When the Forever Wild Land Trust acquires property or an interest in property pursuant to this Amendment, the Board of Trustees of the Forever Wild Land Trust shall set aside an amount from the Forever Wild Trust equal to fifteen percent (15%) of the appraised value of the land acquired, or the land affected if less than a fee interest was acquired.
- 2) The Alabama Trust Fund Board shall provide for the investment of the Stewardship Account.
- 3) The Board of Trustees of the Alabama FWLT may expend these funds.

Fund Performance

*Quarterly fund performance not yet available due to Investment Manager change in February 2018.

**Alabama Capital Improvement Trust Fund
Investment Report
March 31, 2018**

	<u>Market Value</u>
Cash and Equivalents:	
Cash/Cash Equivalents	\$ 3,583,832
Investments:	
U S Gov't & Agencies	1,458,504
Mortgage Backed Securities	70,596
Total Fund	\$ 5,112,932

Notes To The Report:

- 1) Short Term investments include Federated Government Obligations and Fidelity Government Money Market Funds. Fixed income investments are invested in the Regions Government Enhanced Cash Fund.
- 2) Funded by 28% of annual Oil and Gas Capital Payments received by the Alabama Trust Fund
- 3) "Funds in the Alabama Capital Improvement Trust Fund shall be invested by the Board of Trustees in such kinds of investments as are authorized for the investment of the Alabama Trust Fund."
- 4) All income deposited into the General Fund monthly.
- 5) Funds may be appropriated for capital improvements as defined by Amendment 666.

Fund Performance

	<u>Fund</u>	<u>Barclays 1-3 Yr Gov't Index</u>	<u>Plus/Minus</u>
Last Quarter	-0.09%	-0.15%	0.06%
1 Year	0.20%	0.02%	0.18%
3 Years	0.51%	0.40%	0.11%
Since Inception	0.97%	0.86%	0.11%

Notes to the report:

- 1) The financial performance data was provided by Regions Investment Management.
- 2) Returns are time-weighted total returns, net of fees and returns longer than 1 year are annualized.
- 3) Portfolio inception date September 30, 2009

Alabama Trust Fund Rainy Day Accounts

Education Trust Fund

FY2018

Prior Year Appropriated Amount:	\$ 6,448,023,601
Annual Available Fund Balance:	419,121,534

*Rainy Day account equals 6.5% of the prior year's appropriations.
Amounts supplied by Budget Office and are to be repaid within 6 years.

General Fund

FY2018

Prior Year Appropriated Amount:	\$ 1,903,015,942
Annual Available Fund Balance:	190,301,594

*Rainy Day account equals 10% of the prior year's appropriations.
Amounts supplied by Budget Office and are to be repaid within 10 years.