

**REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULES OF FUNDING PROGRESS
ALL DEFINED BENEFIT PENSION TRUST FUNDS**

June 30, 2007

(Expressed in Thousands)

<i>Retirement System</i>	<i>Valuation Date</i>	<i>Actuarial Value of Assets</i>	<i>Actuarial Accrued Liability (AAL)</i>	<i>Unfunded AAL (UAAL) (b) - (a)</i>	<i>Funded Ratio (a) / (b)</i>	<i>Annual Covered Payroll</i>	<i>UAAL as a Percentage of Covered Payroll ((b-a)/c)</i>
		<i>(a)</i>	<i>(b)</i>	NOTE 1		<i>(c)</i>	
Teachers' and State Employees'	12-31-06	\$ 52,420,808	\$ 49,391,907	\$ (3,028,901)	106.1%	\$ 11,711,386	(25.9)%
	12-31-05	49,670,182	46,624,668	(3,045,514)	106.5%	10,990,239	(27.7)%
	12-31-04	47,383,509	43,827,854	(3,555,655)	108.1%	10,366,137	(34.3)%
	12-31-03	45,117,508	41,733,701	(3,383,807)	108.1%	10,082,153	(33.6)%
	12-31-02	43,226,837	39,863,983	(3,362,854)	108.4%	9,734,448	(34.6)%
	12-31-01	42,104,086	37,713,663	(4,390,423)	111.6%	9,494,603	(46.2)%
Consolidated Judicial	12-31-06	\$ 406,015	\$ 378,490	\$ (27,525)	107.3%	\$ 53,348	(51.6)%
	12-31-05	382,501	355,498	(27,003)	107.6%	51,018	(52.9)%
	12-31-04	363,110	334,272	(28,838)	108.6%	49,368	(58.4)%
	12-31-03	340,857	316,649	(24,208)	107.6%	49,465	(48.9)%
	12-31-02	323,384	301,031	(22,353)	107.4%	48,432	(46.2)%
	12-31-01	311,221	285,692	(25,529)	108.9%	47,773	(53.4)%
Legislative	12-31-06	\$ 29,589	\$ 21,742	\$ (7,847)	136.1%	\$ 3,695	(212.4)%
	12-31-05	28,381	21,524	(6,857)	131.9%	3,681	(186.3)%
	12-31-04	27,478	20,696	(6,782)	132.8%	3,658	(185.4)%
	12-31-03	26,327	20,046	(6,281)	131.3%	3,692	(170.1)%
	12-31-02	25,304	19,243	(6,061)	131.5%	3,668	(165.2)%
	12-31-01	24,231	18,551	(5,680)	130.6%	3,691	(153.9)%
Firemen's and Rescue Squad Workers'	6-30-06	\$ 287,933	\$ 304,339	\$ 16,406	94.6%	N/A	N/A
	6-30-05	274,265	285,356	11,091	96.1%	N/A	N/A
	6-30-04	261,148	273,826	12,678	95.4%	N/A	N/A
	6-30-03	249,925	260,707	10,782	95.9%	N/A	N/A
	6-30-02	239,918	249,316	9,398	96.2%	N/A	N/A
	6-30-01	225,276	230,796	5,520	97.6%	N/A	N/A
North Carolina National Guard	12-31-06	\$ 66,898	\$ 105,017	\$ 38,119	63.7%	N/A	N/A
	12-31-05	59,204	81,803	22,599	72.4%	N/A	N/A
	12-31-04	54,069	93,388	39,319	57.9%	N/A	N/A
	12-31-03	51,316	58,752	7,436	87.3%	N/A	N/A
	12-31-02	46,769	58,943	12,174	79.3%	N/A	N/A
	12-31-01	46,314	52,235	5,921	88.7%	N/A	N/A
Registers of Deeds'	12-31-06	\$ 32,371	\$ 17,375	\$ (14,996)	186.3%	\$ 5,558	(269.8)%
	12-31-05	28,242	11,788	(16,454)	239.6%	5,367	(306.6)%
	12-31-04	24,262	12,240	(12,022)	198.2%	5,549	(216.6)%
	12-31-03	20,439	11,886	(8,553)	172.0%	5,178	(165.2)%
	12-31-02	16,325	11,673	(4,652)	139.9%	4,767	(97.6)%
	12-31-01	12,887	11,648	(1,239)	110.6%	4,736	(26.2)%
Local Governmental Employees'	12-31-06	\$ 15,564,789	\$ 15,643,377	\$ 78,588	99.5%	\$ 4,468,394	1.8%
	12-31-05	14,395,849	14,480,208	84,359	99.4%	4,241,334	2.0%
	12-31-04	13,377,297	13,466,189	88,892	99.3%	4,088,170	2.2%
	12-31-03	12,364,380	12,455,503	91,123	99.3%	3,898,476	2.3%
	12-31-02	11,393,460	11,462,706	69,246	99.4%	3,746,396	1.9%
	12-31-01	10,764,032	10,836,460	72,428	99.3%	3,597,769	2.0%

NOTE 1 A negative UAAL denotes excess actuarial assets

N/A - Not applicable

The information presented in these required supplementary schedules was determined as part of the actuarial valuations at the dates indicated. Additional information for the latest actuarial valuations is presented on page 131.

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULES OF CONTRIBUTIONS FROM THE EMPLOYERS AND OTHER CONTRIBUTING ENTITIES
ALL DEFINED BENEFIT PENSION TRUST FUNDS

For the Six-Year Period 2002 to 2007 (July 1 to June 30)

(Expressed in Thousands)

<i>Retirement System</i>	<i>State Fiscal Year</i>	<i>Annual Required Contribution</i>	<i>Percentage Contributed</i>	
Teachers' and State Employees'	2007	\$ 332,149	100%	Note 1
	2006	269,587	100%	
	2005	237,170	100%	
	2004	23,135	100%	Note 2
	2003	—	NR	
	2002	196,003	100%	
Consolidated Judicial	2007	\$ 6,520	100%	Note 1
	2006	6,448	100%	Note 2
	2005	6,513	100%	
	2004	5,583	100%	Note 2
	2003	5,993	100%	
	2002	7,003	100%	
Legislative	2007	\$ —	NR	
	2006	—	NR	
	2005	—	NR	
	2004	—	NR	
	2003	—	NR	
	2002	858	97%	
Firemen's and Rescue Squad Workers'	2007	\$ 8,440	100%	
	2006	7,926	100%	
	2005	7,521	100%	
	2004	6,801	100%	Note 2
	2003	6,856	100%	
	2002	10,027	100%	
North Carolina National Guard	2007	\$ 7,327	96%	
	2006	5,944	102%	
	2005	1,412	111%	
	2004	1,176	100%	Note 2
	2003	1,132	—	
	2002	1,542	58%	
Registers of Deeds' NOTE 3	2007	\$ —	NR	
	2006	—	NR	
	2005	29	10,458%	
	2004	286	1,158%	
	2003	1,722	197%	
	2002	1,722	128%	
Local Governmental Employees'	2007	\$ 233,003	100%	
	2006	226,665	100%	
	2005	216,097	100%	
	2004	208,092	100%	
	2003	233,753	100%	
	2002	192,170	100%	

NR- No contribution was required or made.

Note 1- Additional contributions not related to the ARC for \$30 million to Teacher's and State Employees' and \$706 thousand to Consolidated Judicial were made in this fiscal year.

Note 2- The State made additional contributions not related to the ARC. The amounts were disclosed in that year's CAFR.

Note 3- For Registers, significant fees and collections are contributed based on legislation. They are not directly related to the ARC.

The information presented in these required supplementary schedules was determined as part of the actuarial valuations at the dates indicated. Additional information for the latest actuarial valuations is presented on page 131.