THE METROPOLITAN PIER AND EXPOSITION AUTHORITY RETIREMENT PLAN AND TRUST

FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019
(WITH INDEPENDENT AUDITORS' REPORT THEREON)

THE METROPOLITAN PIER AND EXPOSITION AUTHORITY
RETIREMENT PLAN AND TRUST

Financial Statements

June 30, 2020 and 2019

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INDEPENDENT AUDITORS' REPORT

To the Board of Trustees and Participants of
The Metropolitan Pier and Exposition Authority Retirement Plan and Trust

We have audited the accompanying financial statements of The Metropolitan Pier and Exposition Authority Retirement Plan and Trust (the "Plan"), which comprise the statements of fiduciary net position as of June 30, 2020 and 2019, and the related statements of changes in fiduciary net position for the years then ended, and the related notes to the financial statements.

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audits. We conducted our audits 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 financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Plan's preparation and fair presentation of the financial statements 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 the Plan'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 financial statements.

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

Opinion
In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of The Metropolitan Pier and Exposition Authority Retirement Plan and Trust as of June 30, 2020 and 2019, and the changes in its financial position for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the schedules of changes in net pension liability and related ratios, contributions and investment returns on pages 3-6 and 23-25, respectively, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers them to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Prado & Renteria

Chicago, Illinois
November 17, 2020

Management's Discussion and Analysis

The following Management's Discussion and Analysis (MD&A) of The Metropolitan Pier and Exposition Authority (the Authority) Retirement Plan and Trust's (the "Plan") financial performance provides an introduction to the financial statements of the retirement plan for the years ended June 30, 2020 and 2019. Since the MD&A is designed to focus on current activities, resulting changes and current known facts, please read it in conjunction with the financial statements and required supplementary information.

Required Financial Statements

The Authority maintains a single-employer, defined benefit pension plan, which covers all full-time, non-represented employees and certain union-represented employees hired prior to July 1, 2009. The Plan was established under the authority of the Board of Directors of the Authority. Effective February 29, 2012, the Authority amended the Plan to cease all further benefit accruals under the Plan, except for a class of retirees. Authority employees transitioned to the Authority's 401(a) Plan effective March 1, 2012.

The Authority prepares the financial statements for the Plan on an accrual basis in accordance with generally accepted accounting principles promulgated by the Governmental Accounting Standards Board. The statement of fiduciary net position includes all of the Plan's assets and liabilities and provides information about the nature and amount of investments available to satisfy the pension benefits of the Plan. All additions to and deductions from the net assets restricted for pension benefits are accounted for in the statement of changes in fiduciary net position. This statement measures the Plan's success over the past year in increasing the net assets available for pension benefits.

Financial Analysis of the Plan (Amounts in Thousands)

While the statement of fiduciary net position and statement of changes in fiduciary net position measure the value of the plan's net position and its changes, the Plan's funded status is another important factor that needs to be considered in order to determine the financial health of the Plan.

In 2020, contributions of $563 and net investment income of $2,567 was $2,006 less than deductions from net position of $5,135. This net decrease brought the Plan's position to $83,853.

The total pension liability was determined by actuarial valuations as of July 1, 2020 and July 1, 2019. The actuarial valuations calculated the total pension liability as of June 30, 2020 and June 30, 2019. For actuarial calculations, the Plan's actuary used the entry age normal actuarial cost method. The significant actuarial assumptions used in the actuarial valuations included: (a) an assumed discount rate of 7.0%, (b) no salary increases as of June 30, 2020. Salary increases were assumed to be 5% for Special Retirees, but as of July 1, 2020, no Special Retirees are currently active. The plan was frozen as of February 29, 2012, (c) cost-of-living adjustments of 2.25%, (d) relative to retirement rates, any active employees who were in the plan as of February 29, 2012 were assumed to cease participation in the plan as of that date and to begin receiving their pension upon attainment of age 65, all inactive employees were assumed to commence receiving their pension at age 65, (e) for 2020, an assumed life expectancy based on the PubG-2010 Headcount-weighted Healthy Mortality Table, projected to the valuation date, using Scale MP-2019; for 2019, an assumed life expectancy based on the PubG-2010 Headcount-weighted Healthy Mortality Table, projected to the valuation date, using Scale MP-2018 and (f) an inflation rate of 2.50%.

The actuarial value of Plan assets as of June 30, 2020 and June 30, 2019 was $83,853 and $85,859, respectively. The aggregate actuarial accrued liability for the Plan was $91,657 as of June 30, 2020 and $91,384 as of June 30, 2019. On an actuarial basis, the assets held funded 91.5% of this liability as of June 30, 2020 and 94.0% as of June 30, 2019. The decrease in the actuarial funding ratio from June 30, 2020 to June 30, 2019 is due to a 0.3% increase in the actuarial liability and a decrease in the actuarial value of plan assets of 2.3%.

Statements of Fiduciary Net Position (In Thousands)

A summarized comparison of the Plan's statements of fiduciary net position for 2020 and 2019 is presented below:

	2020	2019	Increase (decrease)	Percent change
Investments, at fair value:				
Equity mutual funds	$ 20,609	$ 20,010	$ 599	3.0%
Common/collective trusts-equity	28,094	31,340	(3,246)	-10.4%
Common/collective trusts-fixed income	16,975	16,842	133	0.8%
Fixed income securities - separate account	16,488	16,032	456	2.8%
Money market mutual fund - separate account	244	197	47	23.9%
Money market mutual funds	1,093	1,075	18	1.7%
Total Investments	83,503	85,496	(1,993)	-2.3%
Deposit with paying Agent	350	363	(13)	-3.6%
Net position restricted for pension benefits	$ 83,853	$ 85,859	$ (2,006)	-2.3%

As shown in the table above, net position restricted for pension benefits decreased by $2,006 or -2.3% in 2020. This decrease reflects investment gains in 2020 for the various investments that were less than total deductions due to market performance.

The following table presents the investment allocation as of June 30, 2020 and 2019 as compared to the Plan's target allocation for 2020.

	2020	2019	Target	Allowable range
Investments, at fair value:				
Equity	58.3%	60.1%	60.0%	40-70
Fixed income	40.4	38.7	38.0	30-60
Money market accounts	1.3	1.2	2.0	0-20
	100.0%	100.0%	100.0%	

Weightings between the various funds are rebalanced annually.

A summarized comparison of the Changes in Fiduciary Net Position for 2020 and 2019 is presented below (Amounts in Thousands):

	2020	2019	Dollar change	Percent change
Additions :				
Net investment income (loss)	$ 2,567	$ 4,244	$ (1,677)	-40%
Employer contributions	562	323	239	74%
Total additions (deductions)	3,129	4,567	(1,438)	-31%
Deductions:				
Benefits paid to participants	5,083	4,971	112	2%
Administrative expenses	52	49	3	6%
Total deductions	5,135	5,020	115	2%
Net increase (decrease) in net position	$ (2,006)	$ (453)	$ (1,553)	

Additions

Additions needed to fund benefits are accumulated through returns on invested funds and employer contributions. The required employer contribution for 2020 was $556, which was a increase of $240 as compared to the required employer contribution for 2019 of $316. Net income on investments for 2020 totaled $2,567, which was a decrease of $1,677 as compared to the net income of $4,244 in 2019. The lower net investment income amount in 2020 is a result of a significantly lower net increase in the fair value of the Plan's investments as compared to 2019. The net investment income also includes income from interest and dividends totaling $1,116, an increase of $52 or 4.8% as compared to 2019.

Deductions

Deductions include benefit payments and administrative expenses. Benefits paid to participants were $5,083 in 2020, an increase of $112 as compared to 2019. Administrative expenses for 2020 totaled $52, a slight increase of $2.7 thousand or 5.7% as compared to 2019.

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Statements of Fiduciary Net Position

June 30, 2020 and 2019

	2020	2019
Assets:		
Investments, at fair value:		
Equity Mutual Funds	$ 20,608,928	$ 20,009,976
Common/Collective Trusts-Equity	28,094,104	31,340,345
Common/Collective Trusts-Fixed Income	16,975,119	16,841,518
Fixed Income Securities - Separate Account	16,487,595	16,032,045
Money Market Mutual Fund - Separate Account	244,018	197,177
Money Market Mutual Funds	1,093,085	1,075,365
Total investments	83,502,849	85,496,426
Deposit with Paying Agent	350,304	362,526
Net position restricted for pension benefits	$ 83,853,153	$ 85,858,952

See accompanying notes to financial statements.

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Statements of Changes in Fiduciary Net Position

Years ended June 30, 2020 and 2019

	2020	2019
Additions:		
Contributions:		
Employer Contributions	$ 562,747	$ 323,592
Investment income/(loss):		
Net increase (decrease) in fair value of Plan's interest in:		
Equity Mutual Funds	(1,691,673)	(310,709)
Common/Collective Trusts-Equity	785,828	1,792,646
Common/Collective Trusts-Fixed Income	1,591,056	1,182,816
Fixed Income Separate Account	936,525	693,153
Interest income	529,969	527,959
Dividend income	586,173	536,642
Other investment income	6,313	395
Less: Investment expense	(177,471)	(179,089)
Net Investment Income (loss)	2,566,720	4,243,813
Total additions	3,129,467	4,567,405
Deductions:		
Benefits paid to participants	5,083,240	4,971,065
Administrative expenses	52,028	49,238
Total deductions	5,135,268	5,020,303
Net increase (decrease) in net position	(2,005,801)	(452,898)
Net position restricted for pension benefits		
Beginning of year	85,858,952	86,311,850
End of year	$ 83,853,151	$ 85,858,952

See accompanying notes to financial statements.

(1) Plan Description

The following description of The Metropolitan Pier and Exposition Authority Retirement Plan and Trust (the "Plan") is provided for general information purposes only. Participants should refer to the Plan document for more complete information.

(a) Plan Administration

The Metropolitan Pier and Exposition Authority (the "Authority") adopted and established the Plan for the employees of the Metropolitan Pier and Exposition Authority effective July 1, 1985. The Plan is a single-employer, defined benefit pension plan which covers all full-time, non-represented employees and certain union-represented employees. The Authority administers the Plan and the Plan's trust agreement designates the Authority's Chief Executive Officer, Chief Financial Officer and the Chairman of the Board or his designee, and the successor or successors in said offices, as Trustees of the Plan.

The Authority may amend and restate the Plan pursuant to the Plan's trust agreement Section 7.1 subject to authorization by the Authority's Board of Directors.

(b) Plan Amendments

As of April 7, 2009, the Plan was amended to restrict eligibility to individuals hired before July 1, 2009. Effective February 29, 2012, the Authority amended the Plan to cease all further benefit accruals under the Plan.

The Plan was restated and adopted on January 28, 2014. The amended Plan incorporates all prior amendments. The Internal Revenue Service has determined and informed the Plan by a letter dated December 2, 2014 that the Plan and related trust are designed in accordance with applicable sections of the Internal Revenue Code (IRC).

As of January 27, 2015, the Plan was amended to change the Plan name to "The Metropolitan Pier and Exposition Authority Retirement Plan and Trust". Other amendments included clarification of the type of plan, additional references to Internal Revenue Code sections and expanded definitions.

On January 26, 2016, the Plan was amended to state that Special Retirees, as defined per the Plan document, will continue to accrue benefits for Earnings after February 29, 2012.

(1) Plan Description-continued

(c) Plan Membership

Plan membership consisted of the following:

	June 30, 2020	June 30, 2019
Inactive plan members or beneficiaries currently receiving benefits	240	238
Inactive plan members entitled to but not yet receiving benefits	377	385
Active plan members	16	16
Total	633	639

During fiscal year 2012, the Authority restructured its organization and dramatically reduced the number of Authority employees. As a result, the number of remaining participants dropped. As the Plan ceased accruing benefits, the Authority transitioned active plan participants to the Authority's 401(a) Plan. Effective March 1, 2012, Authority employees began participating in the 401(a) Plan.

(d) Benefits Provided

Employees hired before July 1, 2009 were eligible for the Plan on the first day of the month after attaining age 21 and completing one year of service. Employees are 100% vested after five years of service or after attaining age 55. Effective February 29, 2012, the Authority amended the Plan to cease all further benefit accruals under the Plan, except that Special Retirees will continue to accrue benefits for Earnings after February 29, 2012, per the January 26, 2016 amendment.

Employees earn a basic annual pension benefit equal to 1.5% of earnings for each year of service after July 1, 1978 plus any pension benefits accrued prior to July 1, 1978. After completing 10 years of service, employees are eligible for a minimum pension benefit equal to 3.33% of their highest average earnings times years of service, up to a maximum of 15 years. Employees eligible for the minimum pension always receive the greater of their basic pension or their minimum pension. Normal retirement under the plan is age 65, but employees are eligible for an early retirement pension upon attaining age 55. Early retirement pensions are reduced to reflect a longer expected payment period.

If the amount of base retirement benefit payable to the retired employee or his beneficiary is less than $75 per month ($20 prior to June 2, 1986) a single sum payment of the employee's entire non-forfeitable benefit will be made in lieu of monthly benefit payments, provided the present value of such benefit is not in excess of $5,000; a single sum payment will be made only with the consent or acceptance of the payee. Otherwise, the employee shall receive their benefits as a life annuity payable monthly upon retirement.

(1) Plan Description-continued

(e) Plan Termination

The Plan may be terminated in whole or in part by the Authority at any time. Upon a partial termination, the procedures and allocations applicable to a total termination of the Plan will apply to the group or groups of members for whom this Plan terminates.

No cost-of-living adjustments will be made under this Plan on and after the Plan anniversary coinciding with or next following the date of termination of the Plan.

Upon the termination of the Plan, the rights of each member are non-forfeitable with respect to Plan benefits accrued to the date of such termination and subject to any curtailment or reduction necessary for qualification or continued qualification under any applicable laws, provided, however, that each member's recourse to satisfaction of such rights shall be limited to the extent that such benefits have been funded under the Plan and directly allocated to the member.

The available Plan assets will be disposed of, through the purchase of annuities, for the exclusive benefits of members and their beneficiaries.

Any Plan assets remaining after satisfaction of all liabilities of the Plan to members, beneficiaries, and other parties will be distributed to the Authority provided the Authority obtains the consent of the Internal Revenue Service.

(f) Contributions

The Plan's trust agreement provides the Authority with the authorization to establish and amend the Plan's funding policy. The Plan's funding policy is to provide for periodic employer contributions that approximate actuarially determined amounts. These contributions are designed to accumulate sufficient assets to pay benefits when due. Contributions to the Plan were $562,747 and $323,592 for years ended June 30, 2020 and June 30, 2019, respectively.

(2) Summary of Significant Accounting Policies

(b) Financial Statement Presentation

The financial statements are presented in accordance with GASB Statement No. 67, *Financial Reporting for Pension Plans* and GASB 34, *Basic Financial Statements – and Management Discussion and Analysis – for State and Local Governments*. The management's discussion and analysis is designed to focus on current activities, resulting changes and current known data.

(c) Basis of Accounting

The financial statements are prepared on the accrual method of accounting. Employer contributions to the Plan are recognized when due and the employer has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the Plan.

(2) Summary of Significant Accounting Policies-continued

(c) Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities and changes therein, disclosure of contingent assets and liabilities, and the actuarial present value of accumulated Plan benefits at the date of the financial statements. Actual results could differ from those estimates.

(d) Accounting for Investments

Investments are measured using the fair value measurement guidelines established by generally accepted accounting principles.

Net unrealized increase or decrease in fair value is determined based on the difference between average costs of the investments and the fair value as of each valuation date of such investment. Average cost is determined based on the weighted average cost of all investments purchased less any dispositions.

(e) Expenses

The Plan's expenses are paid by the Plan trustee except to the extent that the Plan sponsor, at its discretion, may decide to pay such expenses.

(3) Investments

Investment policy **–** The Plan's investments are made in accordance with the Investment Policy of the Plan as established by the Plan Trustees. It is the objective of the Plan Trustees to manage the investments of the Plan in a manner that will provide both income and growth of principal. The Plan Trustees have established the asset allocation policies of the Plan so that they are consistent with the investment objective of the Plan. Investments are invested according to the targeted investment mix in the investment policy of the Plan. These long-term targets seek to achieve the Plan's assumed rate of return in conjunction with the overall asset/liability structure of the Plan. There were no changes to the investment policy during the years ended June 30, 2020 and 2019.

The following are the asset allocation guidelines that were adopted by the Plan Trustees:

Asset Class	Target Allocation
Large Cap Stocks	38%
Small Cap Stocks	10%
International Stocks	12%
Total Equity	60%
Fixed Income	38%
Cash	2%
Total	100%

(3) Investments-continued

Investments of the Plan at June 30 are classified into the following categories:

	2020	**2019**
Large capitalization equity mutual funds	$ 9,419,474	$ 10,818,646
Common/collective trusts-Equity	28,094,104	31,340,345
Common/collective trusts-Fixed income	16,975,119	16,841,518
Small capitalization equity mutual fund	3,349,704	4,154,756
International equity mutual funds	7,839,750	5,036,574
Fixed income separate account:		
Corporate bonds	7,852,332	6,402,538
Government securities	7,515,503	8,880,092
Municipal obligations	1,119,760	749,415
Money market mutual fund	244,018	197,177
Short-term money market mutual fund	1,093,085	1,075,365
Total investments	$ 83,502,849	$ 85,496,426

Interest Rate Risk – Interest rate risk is the risk that the fair value of the Plan's investments will decrease as a result of an increase in interest rates. The Plan's investment policy does not limit investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The fixed income portfolio has an effective duration of 5.99 years and 5.93 years as of June 30, 2020 and June 30, 2019, respectively.

Concentration of Credit Risk – Concentration of credit risk is the risk of loss attributed to the magnitude of investment in any one single user. The Plan's policy limits investments of any single issuer (except for U.S. government and agency securities) to 5% of the Plan's fixed income market value. Securities in any one industry may not exceed 25% of the fixed income portfolio. The Plan is considered to have a concentration of credit risk if its investment in any one single issuer is greater than 5% of the total fixed income investments. The Plan does not have any concentration of credit risk as of June 30, 2020 and 2019.

Credit Risk – Credit risk is the risk that the Plan will not recover its investments due to the failure of the counterparty to fulfill its obligation. The Plan's policy limits securities falling below a credit rating of BBB from Standard and Poor's, and/or Baa from Moody's to 10% of the fixed income portfolio. The Plan's money market mutual funds were unrated as of June 30, 2020 and 2019.

(3) Investments-continued

The ratings of the Authority's investments in the fixed-income separate account are allocated as follows:

June 30, 2020

Credit Ratings	Corporate Bonds	Government Securities	Municipal Obligations	Money Market	Total
Aaa/AAA	$ 634,424	$ -	$ 391,417	$ -	$ 1,025,841
Aa/AA	602,847	7,515,503	652,117	-	8,770,467
A/A	3,831,705	-	76,226	-	3,907,931
Baa/BBB	2,783,356	-	-	-	2,783,356
Not Rated	-	-	-	244,018	244,018
Total	$ 7,852,332	$ 7,515,503	$ 1,119,760	$ 244,018	$ 16,731,613

June 30, 2019

Credit Ratings	Corporate Bonds	Government Securities	Municipal Obligations	Money Market	Total
Aaa/AAA	$ 537,454	$ -	$ 366,488	$ -	$ 903,942
Aa/AA	416,110	8,880,092	307,496	-	9,603,698
A/A	3,004,341	-	75,431	-	3,079,772
Baa/BBB	2,444,633	-	-	-	2,444,633
Not Rated	-	-	-	197,177	197,177
Total	$ 6,402,538	$ 8,880,092	$ 749,415	$ 197,177	$ 16,229,222

Custodial Credit Risk – Custodial credit risk is the risk that, in the event of the failure of the counterparty, the Plan will not be able to recover the value of its investments or collateral securities that are in possession of a third party. The Investment Policy requires that investment securities be held by an authorized custodial bank pursuant to a written custodial agreement.

(3) Investments-continued

The net increase (decrease) in the value of the Plan's investments consists of realized gains (losses), unrealized appreciation (depreciation), interest, and dividends. A summary is as follows:

	2020	2019
Large capitalization equity mutual funds	$ (638,172)	$ 414,407
Common/collective trusts-Equity	1,008,535	2,020,688
Common/collective trusts-Fixed Income	1,591,056	1,182,816
Small capitalization equity mutual fund	(805,052)	(354,475)
International equity mutual funds	115,191	(61,866)
Fixed income separate account	1,454,898	1,201,893
Short-term money market account	11,421	19,045
Other investment income	6,313	395
	$ 2,744,190	$ 4,422,903

Rate of Return – For the years ended June 30, 2020 and June 30, 2019, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 3.17 percent and 5.28 percent, respectively. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Fair Value of Investments - The Plan measures and records its investments using the fair value measurement guidelines established by generally accepted accounting principles. These guidelines recognize a three-tiered fair value hierarchy, as follows:

- *Level 1:* Quoted prices for identical investments in active markets;
- *Level 2:* Observable inputs other than quoted market prices; and
- *Level 3:* Unobservable inputs.

Money market mutual fund securities and mutual fund securities classified in Level 1 of the fair value hierarchy are valued using the net asset value (NAV) per share quoted in active markets for those securities. Debt and equity securities classified in Level 2 of the fair value hierarchy are valued using the following approaches:

- U.S. Treasuries: Quoted prices for identical and similar securities in active markets;
- Government agencies and corporate bonds: Pricing is determined using a matrix pricing technique from a third-party pricing service. Matrix pricing creates a bullet, non-call spread scale for each issuer for maturities up to 40 years based on a number of factors including the new issue market, secondary trading, dealer quotes, and option adjusted spreads. Final spreads are then added to the closing U.S. Treasury curve to calculate prices; and
- Municipal bonds: Pricing is determined using a matrix pricing technique from a third-party pricing service. Municipal bonds with similar characteristics are grouped together in market sectors and each day, yield curves are adjusted based on trades, other pertinent market information, and a number of other factors including pricing levels on bellwether issues, established trading spreads between similar issuers, historical trading spreads over market benchmarks, and new issue scales.

(3) Investments-continued

The Plan has the following recurring fair value measurement as of June 30, 2020:

Investments Measured at Fair Value
($ Actual)

	6/30/2020	Fair Value Measurements Using Level 1	Level 2	Level 3
Investments by fair value level				
Money market mutual fund	$ 1,337,103	$ 1,337,103	$ -	$ -
Total money market mutual funds	**$ 1,337,103**	**$ 1,337,103**	**$ -**	**$ -**
Equity securities				
Equity mutual funds	$ 20,608,928	$ 20,608,928	$ -	$ -
Total equity securities	**$ 20,608,928**	**$ 20,608,928**	**$ -**	**$ -**
Debt securities				
U.S. treasuries	$ 2,793,157	$ -	$ 2,793,157	$ -
Government agencies	4,722,346	-	4,722,346	-
Corporate bonds	7,852,332	-	7,852,332	-
Muni obligations	1,119,760	-	1,119,760	-
Total debt securities	**$ 16,487,595**	**$ -**	**$ 16,487,595**	**$ -**
Total investments by fair value level	**$ 38,433,626**	**$ 21,946,031**	**$ 16,487,595**	**$ -**
Investments measured at the net asset value (NAV)				
Common / collective trust - Equity securities	$ 28,094,104			
Common / collective trust - Fixed income	16,975,119			
Total Investments measured at the NAV	**$ 45,069,223**			
Total Investments measured at fair value	**$ 83,502,849**			

(3) Investments-continued

Investments measured at the net asset value (NAV) as of June 30, 2020 are presented in the following table:

Investments Measured at the NAV
($ Actual)

Investments Measured at the NAV	Fair Value	Unfunded Commitments	Redemption Frequency (If Currently Eligible)	Redemption Notice Period
Common / collective trust - Equity securities (a)	$ 28,094,104	$ -	Daily	None to 15 business days
Common / collective trust - Fixed income (b)	16,975,119	-	Daily	None
Total investments measured at the NAV	**$ 45,069,223**			

(a) *Common / collective trust – Equity securities.* This type includes investments in four common / collective trusts that seek to maximize long-term capital growth by investing in equity securities across a broad capitalization range. Eighty-six percent (86%) of the value of the investments of this type invest in U.S. equity securities while 14% of the value of the investments of this type invest in non-U.S. equity securities. The fair values of the investments of this type have been determined using the NAV per unit. The NAV per unit of the trusts is calculated on each business day by dividing the total value of assets, less liabilities, by the number of units outstanding. The trust declarations for two of the funds, representing 50% of the value of the investments of this type, require the trustee to pay the proceeds of a withdrawal in no case more than 10 business days after such trade date for any of the funds. The trustee for one fund, representing 36% of the value of the investments of this type, in its discretion, may require the participating plan to send a withdrawal notice up to 5 business days before the withdrawal date. The trustee for two of the funds, representing 50% of the value of the investments of this type, in its discretion, may require the participating plan to send a withdrawal notice up to 15 business days before the withdrawal date. There are currently no redemption restrictions.

(b) *Common / collective trust – Fixed income*. This type includes an investment in a common / collective trust with an objective of seeking high total investment return through a combination of current income and capital appreciation by investing in public or private debt obligations issued or guaranteed by U.S. or foreign issuers. At least 80% of the market value of the fund will be invested in investment grade fixed income securities as determined at the time of purchase, counting cash and cash equivalents toward such percentage. The fair values of the investments of this type have been determined using the NAV per unit. The NAV per unit of the trust is calculated on each business day by dividing the total value of assets, less liabilities, by the number of units outstanding. The declaration of trust states that for a withdrawal of all or substantially all of the assets of a participating trust in the fund, payment of the withdrawal may be made up to four business days after the date of withdrawal.

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Notes to Financial Statements

June 30, 2020 and 2019

(3) Investments-continued

The Plan has the following recurring fair value measurements as of June 30, 2019:

Investments Measured at Fair Value
($ Actual)

		Fair Value Measurements Using		
	6/30/2019	**Level 1**	**Level 2**	**Level 3**
Investments by fair value level				
Money market mutual fund	$ 1,272,542	$ 1,272,542	$ -	$ -
Total money market mutual funds	**$ 1,272,542**	**$ 1,272,542**	**$ -**	**$ -**
Equity securities				
Equity mutual funds	$ 20,009,976	$ 20,009,976	$ -	$ -
Total equity securities	**$ 20,009,976**	**$ 20,009,976**	**$ -**	**$ -**
Debt securities				
U.S. treasuries	$ 2,900,077	$ -	$ 2,900,077	$ -
Government agencies	5,980,015	-	5,980,015	-
Corporate bonds	6,402,538	-	6,402,538	-
Muni obligations	749,415	-	749,415	-
Total debt securities	**$ 16,032,045**	**$ -**	**$ 16,032,045**	**$ -**
Total investments by fair value level	**$ 37,314,563**	**$ 21,282,518**	**$ 16,032,045**	**$ -**
Investments measured at the net asset value (NAV)				
Common / collective trust - Equity securities	$ 31,340,345			
Common / collective trust - Fixed income	16,841,518			
Total Investments measured at the NAV	**$ 48,181,863**			
Total Investments measured at fair value	**$ 85,496,426**			

Investments measured at the net asset value (NAV) are presented in the following table:

Investments Measured at the NAV
($ Actual)

Investments Measured at the NAV	**Fair Value**	**Unfunded Commitments**	**Redemption Frequency (If Currently Eligible)**	**Redemption Notice Period**
Common / collective trust - Equity securities (a)	$ 31,340,345	$ -	Daily	None to 15 business days
Common / collective trust - Fixed income (b)	16,841,518	-	Daily	None
Total investments measured at the NAV	**$ 48,181,863**			

(3) Investments-continued

(a) *Common / collective trust – Equity securities.* This type includes investments in four common / collective trusts that seek to maximize long-term capital growth by investing in equity securities across a broad capitalization range. Eighty-four percent (84%) of the value of the investments of this type invest in U.S. equity securities while 16% of the value of the investments of this type invest in non-U.S. equity securities. The fair values of the investments of this type have been determined using the NAV per unit. The NAV per unit of the trusts is calculated on each business day by dividing the total value of assets, less liabilities, by the number of units outstanding. The trust declarations for two of the funds, representing 49% of the value of the investments of this type, require the trustee to pay the proceeds of a withdrawal in no case more than 10 business days after such trade date for any of the funds. The trustee for one fund, representing 35% of the value of the investments of this type, in its discretion, may require the participating plan to send a withdrawal notice up to 5 business days before the withdrawal date. The trustee for two of the funds, representing 49% of the value of the investments of this type, in its discretion, may require the participating plan to send a withdrawal notice up to 15 business days before the withdrawal date. There are currently no redemption restrictions.

(b) *Common / collective trust – Fixed income*. This type includes an investment in a common / collective trust with an objective of seeking high total investment return through a combination of current income and capital appreciation by investing in public or private debt obligations issued or guaranteed by U.S. or foreign issuers. At least 80% of the market value of the fund will be invested in investment grade fixed income securities as determined at the time of purchase, counting cash and cash equivalents toward such percentage. The fair values of the investments of this type have been determined using the NAV per unit. The NAV per unit of the trust is calculated on each business day by dividing the total value of assets, less liabilities, by the number of units outstanding. The declaration of trust states that for a withdrawal of all or substantially all of the assets of a participating trust in the fund, payment of the withdrawal may be made up to four business days after the date of withdrawal.

(4) Deposit with Paying Agent

The amount reflected as *Deposit with Paying Agent* represents funds deposited with the Plan's payroll processor as of June 30, 2020 and 2019 for the purpose of paying retirement benefits due on July 1, 2020 and 2019.

(5) Tax Status

The Internal Revenue Service has determined and informed the Plan by a letter dated June 14, 2012 that the Plan and related trust are designed in accordance with applicable sections of the Internal Revenue Code (IRC). The Plan was restated and adopted on January 28, 2014. The amended Plan incorporates all prior amendments. The Internal Revenue Service has determined and informed the Plan by a letter dated December 2, 2014 that the Plan and related trust are designed in accordance with applicable sections of the Internal Revenue Code (IRC).

(6) Risks and Uncertainties

Plan contributions and the actuarial present value of accumulated plan benefits are prepared based on certain assumptions pertaining to interest rates, inflation rates, and employee demographics, all of which are subject to change. Due to uncertainties inherent in the estimations and assumptions process, it is at least reasonably possible that changes in these estimates and assumptions in the near term would be material to the financial statements.

(7) Net Pension Liability

The components of the net pension liability of the Plan at June 30, 2020 and 2019 were as follows:

	2020	2019
Total pension liability	$ 91,656,745	$ 91,384,283
Plan fiduciary net position	(83,853,153)	(85,858,952)
Net pension (asset) liability	$ 7,803,592	$ 5,525,331
Plan fiduciary net position as a percentage of total pension liability	91.5%	94.0%

The pension liability was measured as of June 30, 2020 and June 30, 2019 by actuarial valuations as of July 1, 2020 and July 1, 2019.

Actuarial assumptions – The following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.5 percent
Salary Increases	None. Salary increases were assumed to be 5.00 percent for Special Retirees, but as of July 1, 2020, no Special Retirees are currently active. The plan was frozen as of February 29, 2012.
Investment rate of return	7.0 percent
Mortality	Active Lives: PubG-2010 Headcount-weighted Employee mortality, projected 5 years past the valuation date with Scale MP-2019 for 2020 and MP-2018 for 2019. Inactive Lives: PubG-2010 Headcount-weighted Healthy Retiree mortality, projected 5 years past the valuation date with Scale MP-2019 for 2020 and MP-2018 for 2019. Beneficiaries: PubG-2010 Headcount-weighted Survivor mortality, projected 5 years past the valuation date with Scale MP-2019 for 2020 and MP-2018 for 2019.

(7) Net Pension Liability-continued

The retirement assumptions used in the July 1, 2020 and July 1, 2019 valuations are based on actual retirement experience for the Plan. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation are summarized in the following table:

Asset Class	2020 Long-Term Expected Real Rate of Return	2019 Long-Term Expected Real Rate of Return
Large cap domestic equity	5.15%	5.69%
Small cap domestic equity	5.72%	6.26%
International equity	5.62%	5.58%
Fixed income	-0.11%	0.98%
Cash	-1.92%	0.39%

Discount rate – The discount rate used to measure the total pension liability was 7.00 percent. The projection of cash flows used to determine the discount rate assumed that sponsor contributions will be made at rates equal to the actuarially determined contribution rates. Based on these assumptions, the Plan's projected fiduciary net position was projected to be available to make all projected 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 benefits payments to determine the total pension liability.

(7) Net Pension Liability-continued

Sensitivity of the net pension liability to changes in the discount rate – The following presents the net pension liability of the Authority, calculated using the discount rate of 7.00 percent, as well as what the Authority's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00 percent) or 1-percentage-point higher (8.00 percent) than the current rate:

	2020		
	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Authority's net pension liability	$ 18,700,913	$ 7,803,592	$ (1,288,429)

	2019		
	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Authority's net pension liability	$16,693,370	$5,525,329	($3,756,799)

(8) COVID-19

On March 11, 2020, the World Health Organization characterized the outbreak of a strain of the novel coronavirus ("COVID-19") as a pandemic in the face of the global spread of the virus. The COVID-19 pandemic has dramatically altered the behavior of businesses and people in a manner that is having negative effects on global and local economies. Stock markets in the U.S. and globally, have seen significant declines and volatility attributed to concerns over COVID-19. These adverse impacts have intensified and continue to evolve within the United States. The Authority cannot predict the nature or degree of such impacts to the Plan with certainty. Therefore, the extent of which COVID-19 may impact the Plan's future financial condition or results of operations is uncertain.

(9) Subsequent Event

On October 27, 2020, the MPEA Board adopted an amendment to the Plan effective September 22, 2020 to increase the preretirement death benefit provided to surviving spouses of Plan participants from 50% to 100%. The amendment further provides for adjustments that reduce the 100% rate when certain criteria pertaining to age of surviving spouse and member are present.

REQUIRED SUPPLEMENTARY INFORMATION
(UNAUDITED)

THE METROPOLITAN PIER AND EXPOSITION AUTHORITY
RETIREMENT PLAN AND TRUST
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
Required Supplementary Information
Last 7 Fiscal Years
(Unaudited)

	2020	2019	2018	2017	2016	2015	2014
Total pension liability							
Service cost	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Interest	6,218,986	6,073,360	5,973,660	5,896,144	5,798,514	5,763,944	5,903,917
Changes of benefit terms	-	-	-	-	845,366	-	-
Differences between expected and actual experience	(863,284)	(492,777)	335,057	(77,914)	(679,191)	(570,338)	(773,763)
Changes of assumptions	-	1,526,953	-	-	-	(264,626)	4,951,781
Benefit payments	(5,083,240)	(4,971,065)	(4,797,820)	(4,623,874)	(4,516,085)	(4,354,152)	(4,281,701)
Net change in total pension liability	272,462	2,136,471	1,510,897	1,194,356	1,448,604	574,828	5,800,234
Total pension liability-beginning	91,384,283	89,247,812	87,736,915	86,542,559	85,093,955	84,519,127	78,718,893
Total pension liability-ending (a)	$91,656,745	$ 91,384,283	$89,247,812	$87,736,915	$86,542,559	$85,093,955	$84,519,127
Plan fiduciary net position							
Contributions-Employer	$ 562,747	$ 323,592	$ 364,818	$ 795,515	$ 242,139	$ 139,281	$ 225,036
Net Investment Income	2,566,720	4,243,814	6,566,362	9,704,261	(441,044)	1,872,152	11,566,393
Benefit payments	(5,083,240)	(4,971,065)	(4,797,820)	(4,623,874)	(4,516,085)	(4,354,152)	(4,281,701)
Administrative expense	(52,028)	(49,238)	(51,247)	(51,906)	(82,569)	(75,227)	(58,598)
Net change in plan fiduciary net position	(2,005,801)	(452,897)	2,082,113	5,823,996	(4,797,559)	(2,417,946)	7,451,130
Plan fiduciary net position-beginning	85,858,954	86,311,851	84,229,738	78,405,742	83,203,301	85,621,247	78,170,117
Plan fiduciary net position-ending (b)	$83,853,153	$ 85,858,954	$86,311,851	$84,229,738	$78,405,742	$83,203,301	$85,621,247
Net pension liability (asset)-ending (a)-(b)	$ 7,803,593	$ 5,525,329	$ 2,935,961	$ 3,507,177	$ 8,136,817	$ 1,890,654	$ (1,102,120)
Plan fiduciary net position as a percentage of the total pension liability	91.5%	94.0%	96.7%	96.0%	90.6%	97.8%	101.3%
Covered-employee payroll	$2,104,017	$1,906,170	$1,906,484	$1,816,738	$2,122,537	$2,219,248	$2,107,218
Net pension liability (asset) as a percentage of covered-employees payroll	371%	290%	154%	193%	383%	85%	-52%

THE METROPOLITAN PIER AND EXPOSITION AUTHORITY
RETIREMENT PLAN AND TRUST
SCHEDULE OF CONTRIBUTIONS
Required Supplementary Information
Last 7 Fiscal Years
(Unaudited)

	2020	**2019**	**2018**	**2017**	**2016**	**2015**	**2014**
Actuarially determined contributions	$ 556,242	$ 315,914	$ 360,517	$ 784,142	$ 238,112	$ -	$ 48,566
Employer contribution in relation to actuarially determined contribution	562,747	323,592	364,818	795,515	242,139	139,281	225,036
Contribution deficiency (excess)	(6,505)	(7,678)	(4,301)	(11,373)	(4,027)	(139,281)	(176,470)
Covered-employer payroll	2,104,017	1,906,170	1,906,484	1,816,738	2,122,537	2,219,248	1,796,530
Employer contribution as a percentage of covered-employee payroll	26.75%	16.98%	19.14%	43.79%	11.41%	6.28%	12.53%

Notes to Schedule

Valuation date:	7/1/2019	7/1/2018	7/1/2017	7/1/2016	7/1/2015	7/1/2014	7/1/2013

Actuarially determined contribution rates are calculated as of July 1 of the year in which the contributions are reported.

Methods and assumptions used to determine contribution rates:

Funding Method	Entry Age Normal
Amortization method	Level dollar
Remaining amortization period	19 years (as of 7/1/2020)
Asset valuation method	Fair Market Value
Inflation	2.50% per year
Cost of Living Increase	2.25% per year
Salary increases	None. Salary increases were assume to be 5% for Special Retirees, but as of July 1, 2020, no Special Retirees are currently active. The plan was frozen as of February 29, 2012.
Payroll growth	None
Interest rate	7.00% per year compounded annually, net of investment related expenses
Retirement age	100% at age 65.
Termination Rates	None
Disability Rates	None
Mortality	Assumed life expectancies are based on (a) the PubG-2010 Headcount-weighted Healthy Mortality Table, projected to the valuation date, using Scale MP-2019 for 2020 and MP-2018 for 2019, (b) RP-2000 Combined Healthy Mortality Table, projected to the valuation date based on Scale BB in 2018 - 2015 and Scale AA in 2014.

THE METROPOLITAN PIER AND EXPOSITION AUTHORITY
RETIREMENT PLAN AND TRUST
SCHEDULE OF INVESTMENT RETURNS
Required Supplementary Information
Last 10 Fiscal Years
(Unaudited)

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Annual money-weighted rate of return, net of investment expense	3.17%	5.28%	8.18%	12.87%	-0.39%	2.40%	15.37%	12.91%	2.24%	20.04%