

The State of Montana

Public Employee Retirement Administration (MPERA) Teachers' Retirement System (TRS)



GASB 68 **Implementation Series**



Guidance for Employers



GASB 68: TOPIC 3

MEASUREMENT & REPORTING DATES



Presentations in the GASB 68 *Implementation Series*

1. Background
2. Types of Plans
3. Measurement & Reporting Dates
4. Net Pension Liability
5. Financial Statements



Recommendation



If you are new to the **GASB 68** material
we recommend you view
the **BACKGROUND** presentation first

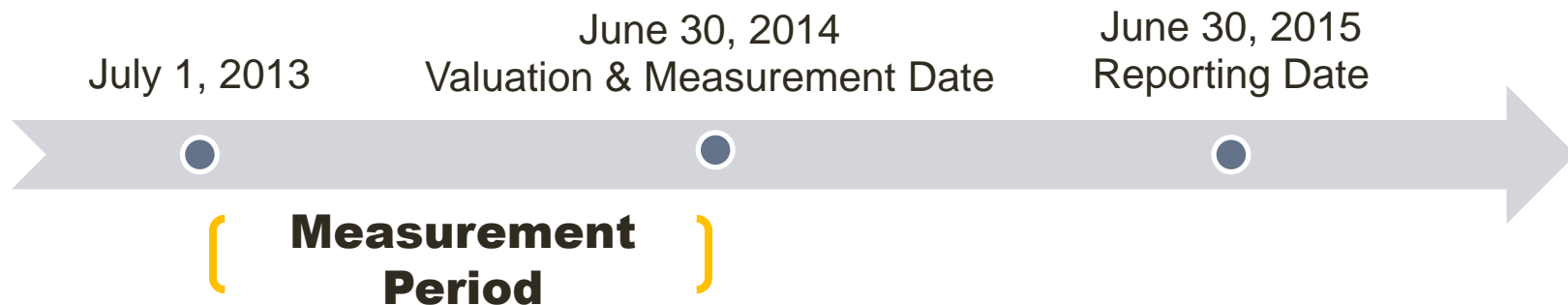
Disclaimer

- This presentation is intended for information and educational purposes only;
 - *it is not a substitute for professional accounting, legal, or other advice*
- Information is based on materials publicly available from the Governmental Accounting Standards Board (GASB)
- We strongly recommend that you seek the advice of a qualified professional



Critical Dates

- During the first year of implementing the new GASB standards, there are three significant dates that pension systems must consider:
 - *Valuation Date*
 - *Measurement Date*
 - *Reporting Date*



Valuation Date

- The date as of which the actuarial valuation is prepared by the pension system's actuary
 - *Actuarial valuations are*
 - ◆ used to determine recommended contributions to the pension system and to measure the system's funding progress
 - ◆ based on economic and demographic experience derived from long-range data
- The MPERA and TRS retirement systems perform actuarial valuations as of June 30 of each year



Measurement Date

- The date as of which the Pension Liability is determined by the actuary
 - *Please review the Net Pension Liability presentation in this GASB 68 Implementation series*
- The measurement date that MPERA and TRS will use is June 30 of each year
- Applicable to the MPERA and TRS retirement systems



Measurement Date

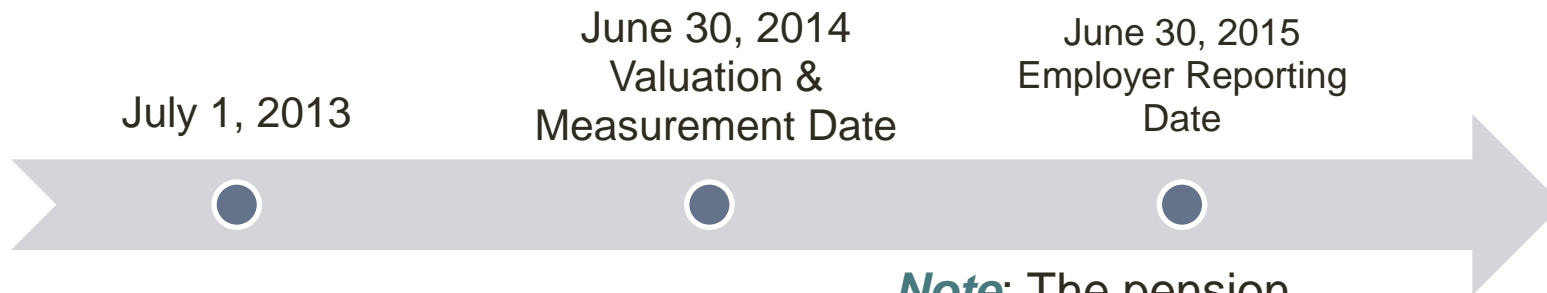
- Applicable to all Employers
 - *The fiscal year for state agencies, community colleges and universities is set at June 30th*
 - *The fiscal year for school systems is also set at June 30th*
- Other employers must use a measurement date that is no earlier than the end of that employer's prior fiscal year
 - *The employer's measurement date must be consistently applied from year to year*



Reporting Date: June 30, 2015



- The Fiscal Year-End date of the pension system
 - *Both MPERA and TRS use June 30 as their Fiscal Year-End date*



Measurement Period

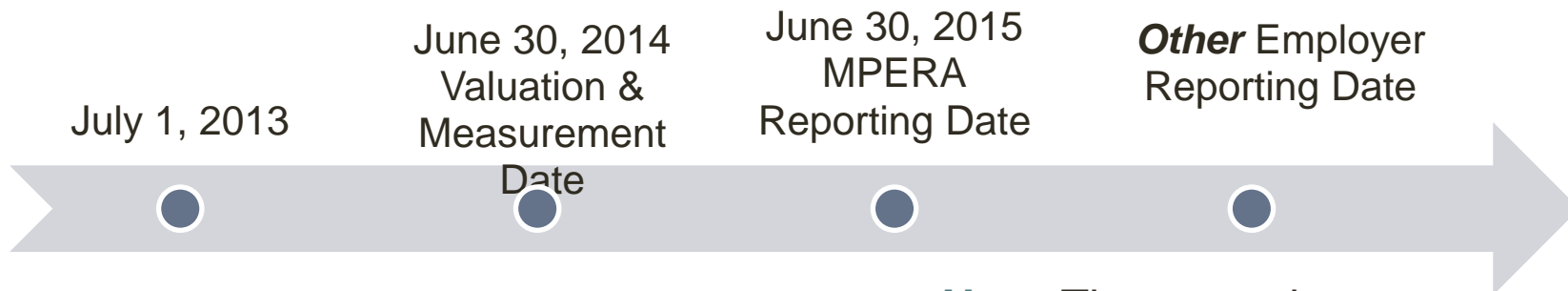
Note: The pension liabilities noted in Employer FY 2015 financial reports will be based on the June 30, 2014 measurement date



Reporting Date: Other



- Some MPERA employers use a Fiscal Year-End date other than June 30



Measurement Period

Note: These employers will receive more detailed information from MPERA on this topic

Reporting Information

- Employers will use the information provided by MPERA and/or TRS to complete their FY 2015 financial statements
- Information supplied by the Montana public pension systems will include:
 - *Each employer's allocated share of the net pension liability as of the measurement date (6/30/14)*
 - *Financial disclosures and notes*

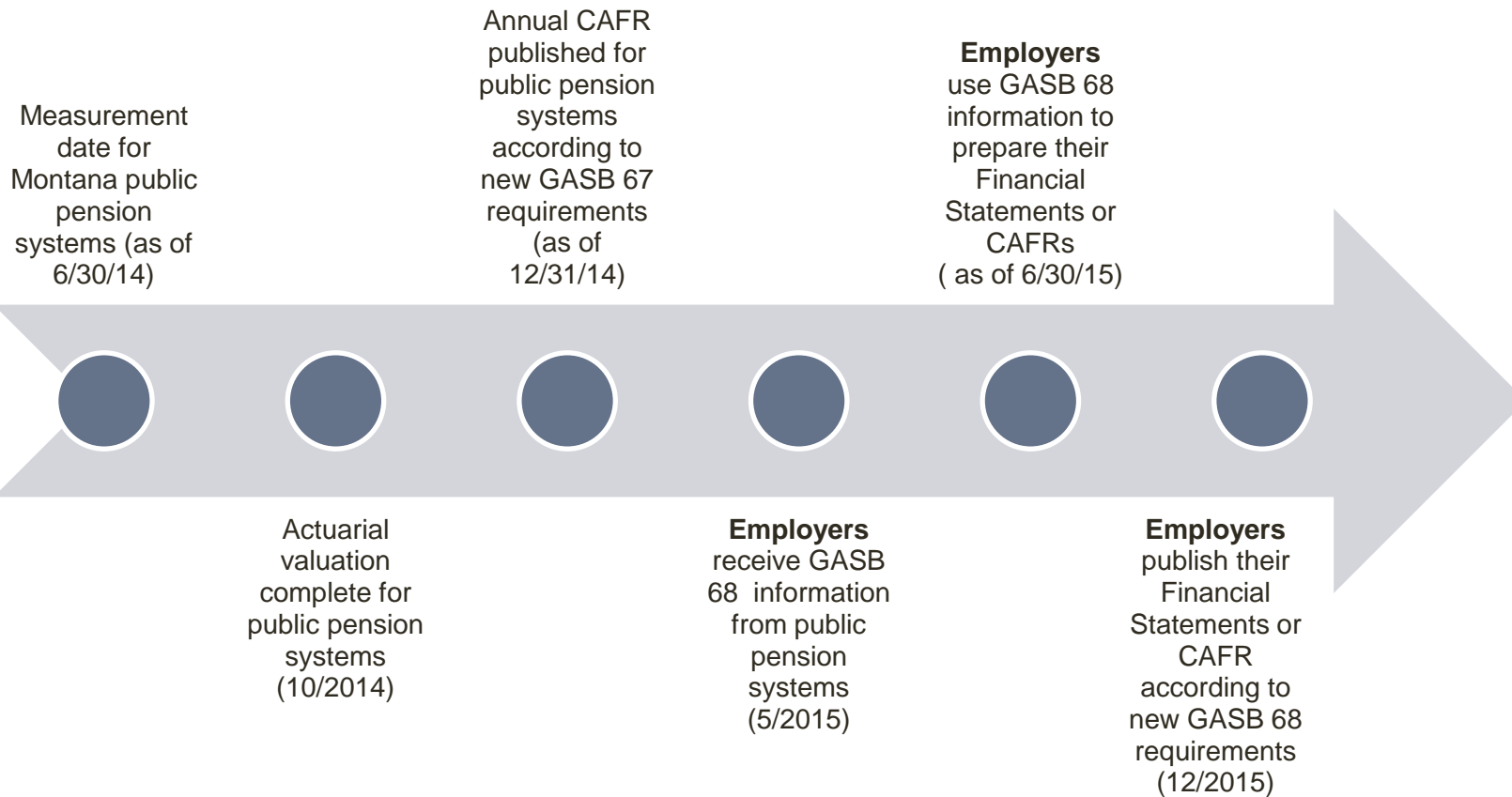


Going Forward

- Both MPERA and TRS will provide employers with annual schedules in a timely manner
- Employers
 - *Must continue to use the initial measurement date (e.g. June 30) used in their first GASB 68 financial report*
 - *Should give careful consideration to their choice of measurement date if they have a fiscal year end other than June 30*



Timeline



Your Next Steps

- Review all the information in the GASB 68 Implementation series
- Take advantage of the resources on the MPERA and TRS websites
- Consult with your financial statement preparer



Our Next Steps



- Prepare appropriate resources for employers
- Release GASB 68 information to employers
 - *Disclosures*
 - *Schedules*
 - *May / June 2015*



MAY							JUNE						
Sunday	Monday	Tuesday	Wednesday	Thursday	Friday	Saturday	Sunday	Monday	Tuesday	Wednesday	Thursday	Friday	Saturday
				1	2	3	1	2	3	4	5	6	7
4	5	6	7	8	9	10	8	9	10	11	12	13	14
11	12	13	14	15	16	17	15	16	17	18	19	20	21
18	19	20	21	22	23	24	22	23	24	25	26	27	28
25	26	27	28	29	30	31	29	30					

GASB Implementation Series



- MPERA and TRS have prepared a series of presentations for GASB:

- *Recommended Order*

1. Background
2. Types of Plans
3. Measurement Date v Reporting Date
4. Net Pension Liability Calculations
5. Financial Statements



GASB 68
IMPLEMENTATION

Guidance for MPERA and TRS Employers

Additional Resources

- Webpages dedicated to information from the Montana Public Pension systems on GASB
 - [MPERA](#)
 - [TRS](#)
- GASB website including
 - [GASB Statements 67 & 68](#)
 - [Implementation Toolkit](#)
 - [Implementation Guides](#)

