

# Montana Teachers' Retirement System

Report to SAVA

August, 19, 2015



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## Major Activities Since Last Interim

- Continued progress on the M-Trust project with 11 out of 21 modules now complete
  - Note: M-Trust is the upgraded version of the TRS pension administration software system.
- Implementation of the GASB 68 Standard. TRS received an unmodified opinion from the Legislative Audit Division on the Schedule of Employer and Nonemployer Allocations and Pension Amounts

## Key Legislation from the 2015 Legislative Session

- **HB 85**  
TRS Housekeeping bill intended to comply with IRS qualification standards and to clarify aspects of the law with more concise definitions and language. There was no actuarial impact of this legislation.
- **SB 124**  
Requires certain boards including TRS to record public meetings and make the recording available within one business day. The audio minutes for our August 12, 2015 Board meeting are currently available on the TRS website. Beginning with the October 1, 2015 Board meeting, TRS will have video minutes available.
- **SB 141**  
Removed the sunset on 19-20-732, MCA, which allows certain retired members to be employed on a full time basis with no earnings limitation for up to three years. This is available only to retired members who have 30 or more years of creditable service and have received at least two monthly benefits. The employer must certify each year that the position was advertised and they have been unable to fill the position with a qualified individual.

## Key Activities for the Current Interim

- Finish the upgrade phase of the M-Trust project and develop a schedule for a subsequent phase to develop and implement system enhancements
- Improve TRS outreach and education materials for members, retirees, employers and interested parties

**THE TEACHERS' RETIREMENT SYSTEM**  
**FUND BALANCE STATEMENT**  
as of June 30, 2015

	6/30/2015	6/30/2014
	AGENCY ACCOUNT	AGENCY ACCOUNT
<b>REVENUE</b>		
Contributions	202,896,194	218,831,287
Misc Revenue	27,297	6,000
Investment Revenue	165,684,953	540,277,362
<b>TOTAL REVENUE</b>	<b>368,608,444</b>	<b>759,114,649</b>
<b>EXPENSES</b>		
Benefits Paid	303,675,300	285,182,358
Withdrawals	5,368,359	4,788,688
Admin. Exp	2,007,049	1,999,821
Depreciation Exp.	28,031	22,815
Amortization Exp.	0	0
OPEB Expense	64,400	58,073
Pension Expense	76,231	0
<b>TOTAL EXPENSES</b>	<b>311,219,370</b>	<b>292,051,755</b>
<b>REV OVER EXP</b>	<b>57,389,074</b>	<b>467,062,894</b>
<b>OTHER SOURCES</b>		
Transfers In	0	0
<b>REV OVER EXP &amp; OTHER SOURCES</b>	<b>57,389,074</b>	<b>467,062,894</b>
<b>BEG FUND BAL</b>	<b>3,652,220,265</b>	<b>3,185,064,406</b>
Adj Fund Bal	(1,223,501)	92,965
<b>END FUND BAL</b>	<b>3,708,385,838</b>	<b>3,652,220,265</b>

ID	Task Name	Start	Finish	Timeline												
				Q3 '13	Q4 '13	Q1 '14	Q2 '14	Q3 '14	Q4 '14	Q1 '15	Q2 '15	Q3 '15	Q4 '15	Q1 '16	Q2 '16	Q3 '16
1	<b>M-Trust Upgrade - Phase 2</b>	<b>Mon 9/30/13</b>	<b>Fri 8/5/16</b>													
2	Project Management & Support	Mon 9/30/13	Fri 8/5/16	9/30												8/5
3	Security	Mon 9/30/13	Tue 7/22/14	9/30												
4	Report Output	Tue 10/1/13	Fri 11/22/13	10/1												
5	Correspondence	Wed 10/2/13	Fri 3/7/14	10/2												
6	Online Help Structure	Wed 10/2/13	Fri 3/7/14	10/2												
7	Employer Online Payroll Insurance Reporting	Fri 12/20/13	Thu 7/24/14	12/20												
8	Wages and Contributions	Mon 3/3/14	Tue 11/18/14													
9	Employer Online Contribution Reporting	Wed 4/9/14	Tue 11/18/14													
10	Monthly Processing	Wed 7/2/14	Mon 3/30/15													
11	Withdrawals	Wed 8/13/14	Thu 1/15/15													
12	Membership	Thu 9/25/14	Mon 4/27/15													
13	Employers	Mon 10/6/14	Tue 3/3/15													
14	Annual & On-Demand Processing	Tue 12/2/14	Wed 9/23/15													
15	Parameters	Fri 5/1/15	Fri 8/28/15													
16	Tables	Fri 5/1/15	Fri 8/28/15													
17	Benefit Calculations	Mon 3/2/15	Thu 3/10/16													
18	Operator Functions	Wed 4/1/15	Tue 10/13/15													
19	Systemwide Functions	Mon 9/28/15	Wed 11/4/15													
20	Online Active Member Account Information	Mon 8/31/15	Mon 5/30/16													
21	Online Retired Member Account Information	Mon 8/31/15	Mon 5/30/16													
22	Buyback Requirements Gathering	Mon 6/22/15	Fri 8/28/15													
23	Buyback Development & Test	Wed 2/3/16	Fri 8/5/16													