#### **Good Afternoon**



**Courtney Johnson** 

Financial Compliance Audit Supervisor

# 23-08 Financial Statement Audit Montana Public Employees' Retirement Board

#### **Defined Benefit Retirement Systems**

Game Wardens' And Peace Officer's (GWPORS)

Public Employees' (PERS)

Firefighters' Unified (FURS)

Highway Patrol Officers' (HPORS)

Sheriffs' Retirement System (SRS)

Judges' Retirement System (JRS)

Municipal Police Officers' (MPORS)

Volunteer Firefighters Compensation Act (VFCA)



#### **Audit Scope**

Fiscal Year 2023 Financial Statements

- Contribution Receipts
- Benefit Payments
- Investment Balances and Net Investment Income
- Net Pension Liability
- Internal Auditor Reliance

#### **Internal Auditor**

The board's internal compliance auditor performs employer audits.

Standards allow us to use the work of internal auditors.

Reduced audit work:

- Census
- Contributions
- Benefits

Reperformed:

• 11 employer audits

18,17

9,220

- Total 56 completed
- 20 percent

2,276

25,47

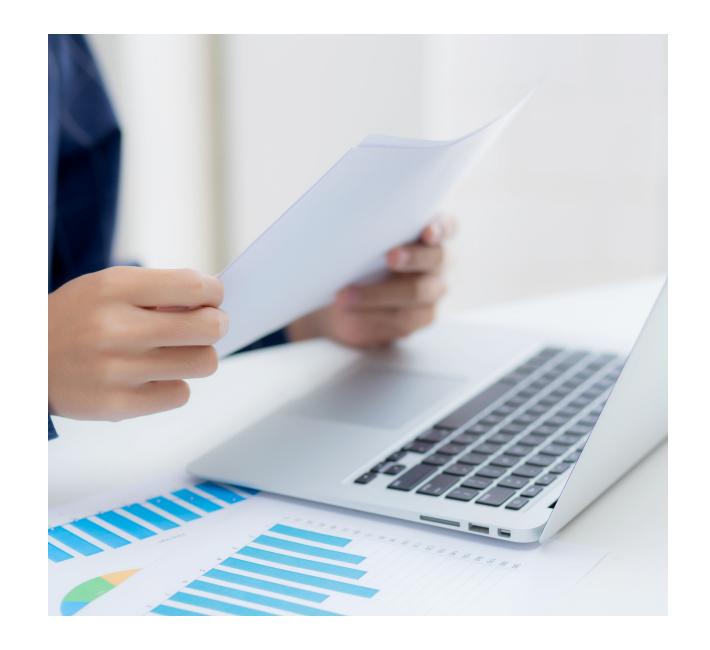
Coverage carries into

our GASB 68

engagement.

### Actuarial Involvement

- Valuation
- Assumptions
- Methodology



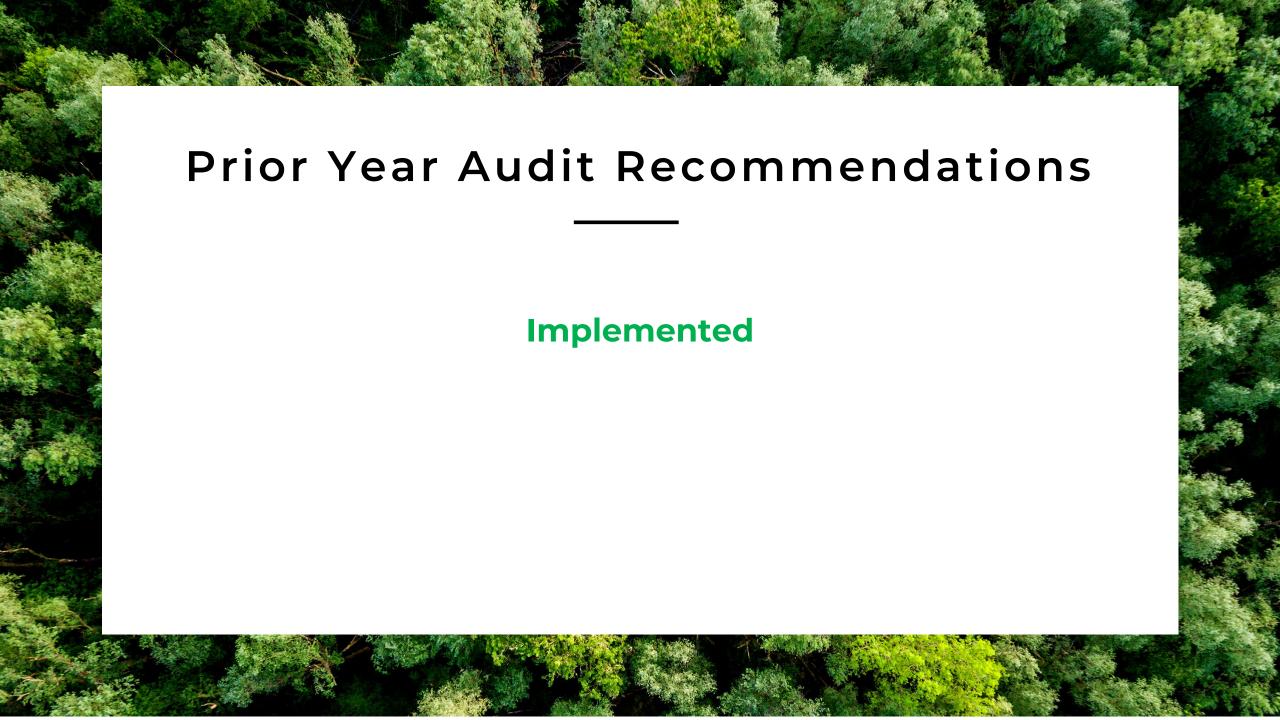
## **Total and Net Pension Liability**

# Table 2 Total and Net Pension Liability

Fiscal Year Ended June 30, 2023

Defined Benefit Retirement Plan	Total Pension Liability	Net Pension Liability (Asset)		
Public Employees'	\$9,361,215,642	\$2,440,353,916		
Judges'	\$73,135,389	\$(57,721,700)		
Highway Patrol Officers'	\$283,434,819	\$96,846,081		
Sheriffs'	\$641,662,416	\$146,993,154		
Game Wardens' and Peace Officers'	\$348,304,075	\$67,223,120		
Municipal Police Officers'	\$817,699,290	\$231,839,708		
Firefighters' United	\$794,682,254	\$150,979,983		
Volunteer Firefighters' Compensation Act	\$52,197,798	\$1,590,287		

Source: Compiled by the Legislative Audit Division from Public Employees' Retirement Board actuarial information.



#### Defined Benefit Retirement Plan Amortization Periods

Table 1

<u>Defined Benefit Retirement Plan Amortization Periods</u>

(in Fiscal Years)

Retirement Plan	2019	2020	2021	2022	2023
Public Employees'	36	35	28	32	28
Judges'	0*	0*	0*	0*	0*
Highway Patrol Officers'	42	39	26	47	25
Sheriffs'	21	21	19	33	25
Game Wardens' and Peace Officers'	53	40	35	∞	25
Municipal Police Officers'	18	16	15	24	21
Firefighters' United	9	8	6	12	10
Volunteer Firefighters' Compensation Act	5	4	1	3	1

Source: Compiled by the Legislative Audit Division from Public Employees' Retirement Board actuarial information.

∞Plan contributions do not amortize the unfunded liability.

<sup>\*</sup>Plan was fully funded for the year.

#### Thank You!

Any Questions?