



GASB 68

Accounting Valuation Reports for Public Agencies

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GASB 68 Accounting Valuation Report Samples

Please download and print report samples from
www.calpers.ca.gov

Today's Topics

- GASB 68 Information
- GASB 68 Accounting Valuation Reports
 - Non-Pooled Plans, Agent Multiple-Employer
 - Pooled Plans, Cost Sharing Multiple-Employer

GASB 68 Information

New Accounting - GASB 68

- Accounting \neq Funding
- Net Pension Liability
 - Difference between Total Pension Liability and Plan Net Fiduciary Position
- Pension Expense
 - No longer equal to the ARC
 - Shorter amortization periods
- Deferred Outflow/Inflows of Resources
 - Experience gains and losses
 - Investment gains and losses
 - Change in assumptions

Highlights of GASB 68

- More extensive note disclosures and Required Supplementary Information (RSI)
 - General information about the plan and members
 - Assets
 - Classes of assets and long term expected real returns for each class
 - Target Allocation
- Net Pension Liability
 - NPL Sensitivity: Discount Rate +/- 1 percent
- 10 year Summary of Changes in Net Pension Liability
- 10 Year Summary of Contributions

Terminology Equivalents

Pension Terminology	GASB Terminology
Present Value of Benefit (PVB)	N/A
Normal Cost (NC)	Service Cost
Accrued Liability (AL)	Total Pension Liability
Market Value of Assets (MVA)	Plan Fiduciary Net Position
Unfunded Accrued Liability	Net Pension Liability
Gains/Losses	Deferred Inflows / Outflows of Resources

GASB 68 Reporting Classifications

- Single employer
- Multiple employer
 - Assets Pooled for investment purposes
 - Agent multiple-employer (assets available to pay benefits for only its employees)
 - Cost-sharing multiple-employer (assets available to pay benefits for any employer in the pool)

CalPERS Employer Groups

Employer Groups	Reporting Classification
State of California	Agent multiple-employer
Schools (non-teaching)	Cost-sharing multiple-employer
Public Agencies, pooled	Cost-sharing multiple-employer
Public Agencies, non-pooled	Agent multiple-employer
Judges' Retirement Fund	Single employer
Judges' II Retirement Fund	
Legislators' Retirement Fund	

Measurement Date

- Must be within 12 months of FY end
- Must coincide with CalPERS FY end, June 30
- Once chosen, can't be changed

Report Delivery Date Based on Employer FYE

Employer FYE	Measurement Date	Actuarial Valuation Date	Report Delivery Date
June 2015	June 2014	June 2013 <i>(rolled forward to June 2014)</i>	June 2015
July 2015 – November 2015	June 2015	June 2014 <i>(rolled forward to June 2015)</i>	December 2015 – February 2016
December 2015 – June 2016	June 2015	June 2014 <i>(rolled forward to June 2014)</i>	February 2016

Additional Report Details

- Request GASB 68 accounting valuation reports and census data through my|CalPERS
- Reports for the 2014 measurement date will be available June 2015

Census Data Details

- Census data of active, inactive and retiree provided
- Member census data will be available via a CSV file
- Data field names and descriptions are available on CalPERS On-Line, GASB 68 page

How to Order Report for Public Agencies

Home Profile Reporting Person Information Education Other Organizations

Summary Payments Receivables Retirement Contract Health Contract Agreements Mergers and Reorganizations

Common Tasks

Menu

- View Benefits
- Maintain Positions
- View Merger History
- View Special Provisions
- Maintain CBU
- GASB Information

Request Information

Parent Rate Plan Identifier: * 900

Measurement Date: * 06/30/2014

Type: * GASB Report Fee Amount: \$2500.00

City of **Fiscal Year Begin Date:** * 07/01/2014

City of **Fiscal Year End Date:** * 06/30/2015

Submit

*Required Fields

How to Order Report for Public Agencies

Summary	
Receivable ID: 100000014487943	Receivable Description: GASB 68 Reporting Services Fee, CalPERS
Receivable Issue Date: 03/11/2015	Receivable Amount: \$2,500.00
Payment Due Date: 04/10/2015	

Payment Information	
Payment Amount	
<input checked="" type="radio"/> Payment Amount Due:	\$2,500.00
<input type="radio"/> Sum of Pending Payments:	\$0.00
<input type="radio"/> Other Amount:	<input type="text"/>
Payment Authorization Date	
Select your payment authorization date. If you select a payment authorization date that is a banking holiday or weekend, CalPERS will initiate the payment process the next business day. Please select a payment authorization date that will enable your payment to be timely. Payments may take up to three business days to be reflected in your account.	
Payment Authorization Date:	<input type="text" value="03/11/2015"/> <input type="button" value="Calendar"/>

Payment Method	
Payment Method:	<input type="text" value="EFT - Debit"/>

Payment Account	
Select your payment account from the list below. To enter a new payment account, select the new payment account option and follow the instructions.	
<input checked="" type="radio"/> Payment Account:	<input type="text" value="TEST FULLNAME 18196"/>
<input type="radio"/> New Payment Account	

How to Order Report for Public Agencies

▼ GASB Report								
Request Identifier	Measurement Date	Rate Plan	Status	Requested By	Date Requested	Date Updated	Report Type	
1000	06/30/2014	899	Submitted	T. SANTOS-CHAVEZ / I	02/24/2015		GASB Report	Make Payment
1002	06/30/2014	900	Completed	T. SANTOS-CHAVEZ / I	02/24/2015	02/24/2015	GASB Report	View Report

▼ Census Data								
Request Identifier	Measurement Date	Rate Plan	Status	Requested By	Date Requested	Date Updated		
1001	06/30/2014	899	Submitted	T. SANTOS-CHAVEZ / I	02/24/2015			Make Payment
1003	06/30/2014	900	Completed	T. SANTOS-CHAVEZ / I	02/24/2015	02/24/2015		Download Report

Back

Independent Accountant's Report

Agent Plans	Public Agencies Cost-Sharing Plans
Examination report on management's assertions related to census data maintained by the plan	n/a
Auditor's opinion on the schedule of changes in fiduciary net position as a whole and on each rate plan column in the schedule	Auditor's opinion on the schedule of pension amounts by rate plan

Funding vs. GASB Accounting

	Funding	GASB Accounting
Discount Rate	7.5%	7.5%*
Economic & demographic assumptions	Set in annual valuation report	same
Actuarial cost method	Entry age normal	same
Asset value**	Market value of assets	same

* Subject to cross-over test. Blended rate of long-term return on asset rate and 20-year municipal bond rate

** Plan fiduciary net position in GASB terminology

Funding vs. GASB Accounting

	Funding	GASB Accounting
Demographic & economic experience gains/losses*	Fixed 30-year amortization	Recognized over average expected remaining service lives
Change of assumptions	Fixed 20-year amortization	Recognized over average expected remaining service lives
Pension asset investment gains/losses*	Fixed 30-year amortization	Recognized over a closed 5-year period
Plan amendments	Fixed 20-year amortization	Recognized immediately

* Gains/losses called *Deferred Inflows and Outflows* in GASB terminology

Non-Pooled Plans

Agent Multiple-Employer

Defined Benefit Pension Plan

GASB 68 Accounting Valuation Report

Transition to PDF

Please refer to the GASB 68 Accounting Valuation Report
Sample – Agent Multiple-Employer.PDF

Pooled Plans

Cost Sharing Multiple-Employer
Defined Benefit Pension Plan

GASB 68 Accounting Valuation Report

Transition to PDF

Please refer to the GASB 68 Accounting Valuation Report
Sample – Cost-Sharing Multiple-Employer.PDF

Questions & Answers

Resources

CalPERS On-line www.calpers.ca.gov
(report samples, GASB 68, census data)

Resources

We encourage you to **discuss audit and reporting requirements of GASB 68 with your auditors.**

Although CalPERS will provide GASB 68 information regarding your CalPERS pension plan, it is your responsibility to work with auditors to determine how to present GASB 68 information in your financial statements.