

# Pensions

Employer Contributions  
& Implied Unfunded Liability

1

## Funding Model

- ▶ Payroll data
- ▶ SABHRS data

2

## Example-TRS Funding

Entity	System	Funding Law					Funding Source	FY 2010	
		Employee	State	Local	Other	Funding		Percentage	
State	TRS	19-20-602	19-20-604	19-20-607	19-20-605	19-20-621	General Fund	541,485	0.65%
State	TRS						GTB State Average (25.2%)	14,391,713	17.23%
State	TRS						State Special Revenue	17,810	0.02%
State	TRS						Federal Funds	148,367	0.18%
State	TRS						Proprietary Funds	93,381	0.11%
State	TRS						Other	2,698	0.00%
State	TRS						Current Unrestricted - Education	5,872,901	7.03%
State	TRS						Current Unrestricted - Research	381,520	0.46%
State	TRS						MUS Other	2,160,118	2.59%
State	TRS						Community Colleges	768,572	0.92%
State	TRS						Local Schools (64.8%)	37,007,262	44.30%
Schools	TRS						Federal Funds Schools (10%)	5,710,997	6.84%
State	TRS						Statutory Appropriation	16,434,813	19.67%
State	TRS						Total State Contribution	40,044,804	47.94%
State	TRS						Total Contribution	83,531,635	

3

## Employer & State Contributions

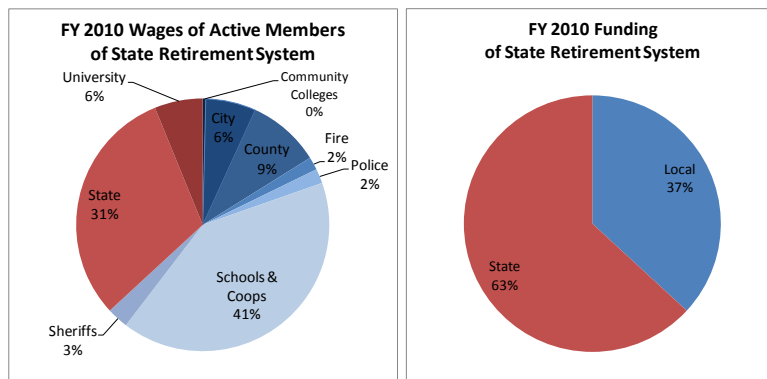
4

## Funding Requirements

- ▶ K-12
- ▶ Local
- ▶ MUS
- ▶ State

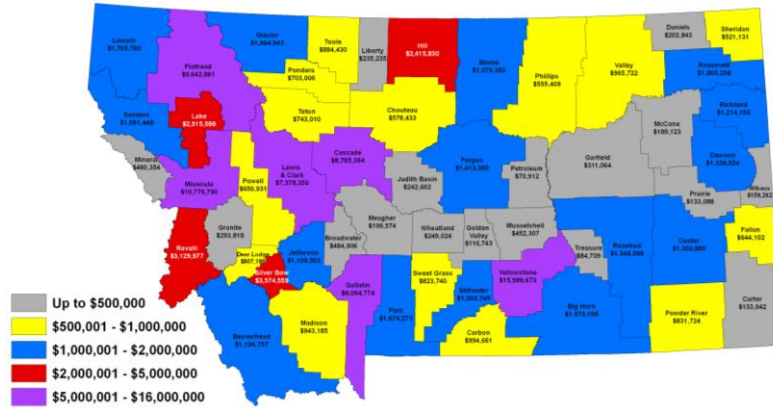
5

## FY 2010 Wages & Retirement Contributions



6

# Local Government Employer Contributions by County



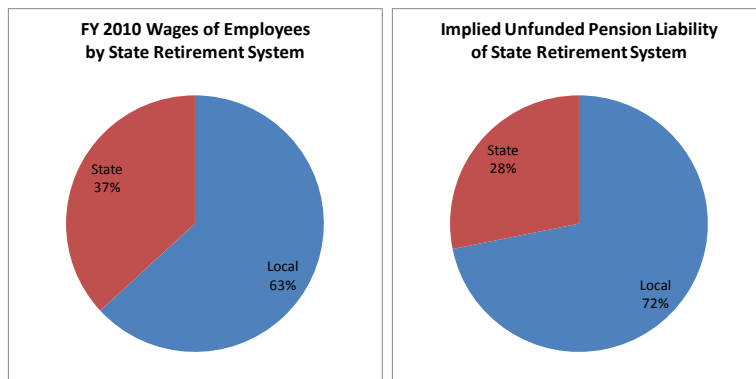
# Allocating Liabilities

## New Terms

- ▶ Fractional Wage Share
- ▶ Implied Unfunded Liability

9

## FY 2010 Wages & Implied Unfunded Liability



10

