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STATE AND LOCAL GOVERNMENT FINANCE DIVISION
AND THE LOCAL GOVERNMENT COMMISSION

GREGORY C. GASKINS
DEPUTY TREASURER

Memorandum #2020-02

TO: Local Government Finance Officials and Their Independent Auditors

FROM: Sharon Edmundson, Director, Fiscal Management Section

SUBJECT: Retirement and Investment Disclosures for Fiscal Year Ended June 30, 2019

DATE: August 20, 2019

This information can be used in the preparation of financial statements for the fiscal year ended June 30, 2019.

Retirement Contribution Rates for Teachers' and State Employees' Retirement System (TSERS)

Below are the **TSERS** retirement funding rates for the fiscal year ended June 30, 2019.

Employer contribution rates payable from July 1, 2018 to June 30, 2019 were

Retirement contribution	12.29%
Retiree Health Reserve	6.27%
Death Benefit	0.16%
Disability	<u>0.14%</u>
Total	18.86%

For amounts pertaining to the Firefighters' and Rescue Squad Workers' Retirement Plan, please see [Memo 2020-01](#)

GASB Statement Nos. 40, 43, 45 and 72 Investment Note Disclosure Information including Treasurer's OPEB Investment Fund

North Carolina Capital Management Trust (NCCMT) - Government and Term Portfolios are both registered money market mutual funds. Government Portfolio is a 2a-7 fund maintaining an AAAM rating from S&P. Term Portfolio is a bond fund, has no rating and has a duration of .11 years. Both the NCCMT Government and Term Portfolio's securities are measured at fair value with Level 1 inputs.

STIF investments are measured at fair value by the custodian using Level 2 inputs. The STIF is valued at \$1 per share. The STIF portfolio is unrated and had a weighted average maturity at June 30, 2019 of 1.3 years

Bond Index Fund (BIF) does not have a credit rating, was valued at \$1 per unit and had an average maturity of 7.81 years at June 30, 2019.

BlackRock's MSCI ACWI EQ Index Non-Lendable Class B fund, is a common trust fund considered to be commingled in nature. The Fund's fair value is the number of shares times the net asset value as determined by a third party. At June 30, 2019 the fair value of the funds was \$ 22.562,358 per share. Fair value for this Blackrock fund is determined using Level 1 inputs The OPEB fund is broken into individual accounts with unique percentage allocations. Please refer to your individual account statements for information on your allocations.

If you have any questions, please contact members of our staff at 919-814-4299.