



# NORTH CAROLINA

## DEPARTMENT OF STATE TREASURER

BRADFORD B. BRINER  
STATE TREASURER OF NORTH CAROLINA

STATE AND LOCAL GOVERNMENT FINANCE DIVISION  
AND THE LOCAL GOVERNMENT COMMISSION

DENISE H. CANADA  
DIVISION DIRECTOR

### Memorandum #2027-02

**TO:** Local Government Finance Officials and Their Independent Auditors  
**FROM:** Kendra Boyle, Director, Fiscal Management Section  
**SUBJECT:** Retirement and Investment Disclosures for Fiscal Year Ended June 30, 2026  
**DATE:** August 25, 2026

*This information can be used in the preparation of financial statements for the fiscal year ended June 30, 2026.*

### **Retirement Contribution Rates for Local Governmental Employees' Retirement System (LGERS)**

This is the link to the [Local Governmental Employees' Retirement System \(LGERS\) Employer Contribution Rates Effective July 1 2025](#) prepared by the Staff of the N.C. Department of State Treasurer, Retirement Systems Division

### **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, 2026. Employer contribution rates payable from July 1, 2025, to June 30, 2026, were:

|                                                           |              |
|-----------------------------------------------------------|--------------|
| Retirement Contribution                                   | 17.14%       |
| Health Benefit total                                      | 7.33%        |
| 2.40% to health benefit fund for active employees (PEHBF) |              |
| 4.93% to the retiree's health benefit (RHBF)              |              |
| Death Benefit                                             | 0.13%        |
| NC Disability Income Plan                                 | <u>0.07%</u> |
| Total                                                     | 24.67%       |

For the Firefighters' and Rescue Squad Workers' Pension Fund disclosure amounts see [Memo #2027-01](#).

### **GASB Statements No. 40, 43, 45, and 72 Investment Note Disclosure Information**

North Carolina Capital Management Trust (NCCMT) Government Portfolio is an SEC-registered money market mutual fund that is certified by the Local Government Commission under the provisions of G.S. 159-30(c)(8) and the North Carolina Administrative Code, [Title 20, Chapter 03](#), Section .0700, Rule .0713. The Government Portfolio is a 2a-7 fund that invests in treasuries, government agencies, and repurchase agreements collateralized by treasuries. It is rated AAAM by S&P and AAA-mf by Moody's Investor Services and reported at fair value.

Ancillary Governmental Participant Investment Program (AGPIP) OPEB Investment Fund

Short Term Investment Fund (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 on June 30, 2026, of 2.2 years.

Bond Index Fund (BIF) does not have a credit rating, was valued at \$1 per unit, and had an average maturity of 8.1 years on June 30, 2026.

Equity Index Fund (EIF) is a common trust fund considered to be commingled in nature. On June 30, 2026, the net asset value was \$54.978091 per share. Fair value for this Fund is determined using Level 1 inputs.

If you have any questions, please contact us at 919-814-4300 or [SLGFD@nctreasurer.gov](mailto:SLGFD@nctreasurer.gov).