

# City of Phoenix Employees' Retirement System

GASB Statement Nos. 67 and 68 Accounting and Financial  
Reporting for Pensions  
June 30, 2021



# Executive Summary as of June 30, 2021

(Amounts in Thousands)

**2021**

Actuarial Valuation Date	June 30, 2021
Measurement Date of the Net Pension Liability	June 30, 2021
Employer's Fiscal Year Ending Date (Reporting Date)	June 30, 2021

## Membership

Number of	
- Retirees and Beneficiaries	7,587
- Inactive, Nonretired Members	1,053
- Active Members	7,969
- Total	16,609
Covered Payroll	\$ 580,451

## Net Pension Liability

Total Pension Liability	\$ 4,541,799
Plan Fiduciary Net Position	3,438,027
Net Pension Liability	\$ 1,103,772
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	75.70 %
Net Pension Liability as a Percentage of Covered Payroll	190.16 %

## Development of the Single Discount Rate

Single Discount Rate	7.00 %
Long-Term Expected Rate of Investment Return	7.00 %
Long-Term Municipal Bond Rate*	1.92 %
Last year ending June 30 in the 2022 to 2121 projection period for which projected benefit payments are fully funded	2121

<b>Total Pension Expense</b>	\$ 60,877
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## Deferred Outflows and Deferred Inflows of Resources by Source to be recognized in Future Pension Expenses

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 15,748	\$ 58,653
Changes in assumptions	0	37,432
Net difference between projected and actual earnings on pension plan investments	102,286	336,453
Total	\$ 118,034	\$ 432,538

\*Source: Fixed-income municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity Index's "20-Year Municipal GO AA Index" as of June 30, 2021. In describing this index, Fidelity notes that the municipal curves are constructed using option-adjusted analytics of a diverse population of over 10,000 tax exempt securities.

