MILLIMAN FINANCIAL REPORTING VALUATION

Idaho Firefighters' Retirement Fund

GASB 67 and 68 Disclosure
Fiscal Year: July 1, 2025, to June 30, 2026

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Certification

Actuarial computations presented in this report under Statements No. 67 and 68 of the Governmental Accounting Standards Board are for purposes of assisting the Fund and participating employers in fulfilling their financial accounting requirements. This report is for fiscal year July 1, 2025, to June 30, 2026. The reporting date for determining plan assets and obligations is June 30, 2026. The calculations enclosed in this report have been made on a basis consistent with our understanding of the plan provisions. Determinations for purposes other than meeting financial reporting requirements may be significantly different than the results contained in this report. Accordingly, additional determinations may be needed for other purposes, such as judging benefit security or meeting employer funding requirements.

Actuarial assumptions, including investment return assumption, mortality tables, and others identified in this report, and actuarial cost methods are adopted by the Retirement Board. That entity is responsible for selecting the Plan's funding policy, actuarial valuation methods, asset valuation methods, and assumptions. The policies, methods, and assumptions used in this valuation are those that have been so adopted and are described in this report. The System is solely responsible for communicating to Milliman any changes required thereto. In compliance with GASB Statements No. 67 and 68, the individual entry age cost method is used. All costs, liabilities, rates of interest, and other factors for the Plan have been determined on the basis of actuarial assumptions and methods which, in our professional opinion, are individually reasonable (taking into account the experience of the Plan and reasonable expectations); and which, in combination, offer a reasonable estimate of anticipated future experience affecting the Plan and are expected to have no significant bias.

This valuation report is only an estimate of the Plan's financial condition as of a single date. It can neither predict the Plan's future condition nor guarantee future financial soundness. Actuarial valuations do not affect the ultimate cost of plan benefits, only the timing of plan contributions. While the valuation is based on an array of individually reasonable assumptions, other assumption sets may also be reasonable and valuation results based on those assumptions would be different. No one set of assumptions is uniquely correct. Determining results using alternative assumptions is outside the scope of our engagement.

Future actuarial measurements may differ significantly from the current measurements presented in this report due to factors such as, but not limited to, the following: plan experience differing from that anticipated by the economic or demographic assumptions; changes in economic or demographic assumptions; increases or decreases expected as part of the natural operation of the methodology used for these measurements (such as the end of an amortization period or modifications to contribution calculations based on the Plan's funded status); and changes in plan provisions or applicable law. Due to the limited scope of the actuarial assignment, we did not perform an analysis of the potential range of such future measurements. The Retirement Board has the final decision regarding the selection of the assumptions and actuarial cost methods, and the Board has adopted them as indicated in Appendix A of our actuarial valuation reports.

In preparing this report, we relied, without audit, on information (some oral and some in writing) as of June 30, 2026, and July 1, 2026, supplied by PERSI's staff. This information includes, but is not limited to, benefit provisions, member census data, and financial information. Please see Milliman's funding valuation report dated October 7, 2026, for more information on the plan's participant group as of July 1, 2026, as well as a summary of the plan provisions and a summary of the actuarial methods and assumptions used for funding purposes.

We performed a limited review of the census and financial information used directly in our analysis and have found them to be reasonably consistent and comparable with information used for other purposes. The valuation results depend on the integrity of this information. If any of this information is inaccurate or incomplete our results may be different and our calculations may need to be revised.

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Certification

Milliman's work is prepared solely for the internal use and benefit of the Public Employee Retirement System of Idaho. To the extent that Milliman's work is not subject to disclosure under applicable public records laws, Milliman's work may not be provided to third parties without Milliman's prior written consent. Milliman does not intend to benefit or create a legal duty to any third party recipient of its work product. Milliman's consent to release its work product to any third party may be conditioned on the third party signing a Release, subject to the following exceptions: (a) the System may provide a copy of Milliman's work, in its entirety, to the System's professional service advisors who are subject to a duty of confidentiality and who agree to not use Milliman's work for any purpose other than to benefit the System; and (b) the System may provide a copy of Milliman's work, in its entirety, to other governmental entities, as required by law.

No third-party recipient of Milliman's work product should rely upon Milliman's work product. Such recipients should engage qualified professionals for advice appropriate to their own specific needs.

The valuation results were developed using models intended for valuations that use standard actuarial techniques. We have reviewed the models, including their inputs, calculations, and outputs for consistency, reasonableness, and appropriateness to the intended purpose and in compliance with generally accepted actuarial practice and relevant actuarial standards of practice.

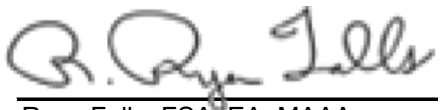
The consultants who worked on this assignment are actuaries. Milliman's advice is not intended to be a substitute for qualified legal, investment, or accounting counsel.

The signing actuaries are independent of the plan sponsor. We are not aware of any relationship that would impair the objectivity of our work.

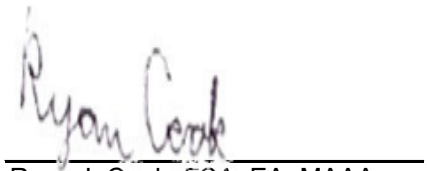
On the basis of the foregoing, we hereby certify that, to the best of our knowledge and belief, this report is complete and accurate and has been prepared in accordance with generally recognized and accepted actuarial principles and practices which are consistent with the principles prescribed by the Actuarial Standards Board and the *Code of Professional Conduct* and *Qualification Standards for Actuaries Issuing Statements of Actuarial Opinion in the United States*, published by the American Academy of Actuaries. We are members of the American Academy of Actuaries and meet the Qualification Standards to render the actuarial opinion contained herein.



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Overview of GASB 67 and GASB 68

GASB 67 applies to financial reporting for public pension plans and was required to be implemented for plan fiscal years beginning after June 15, 2013. Note that a plan's fiscal year might not be the same as the employer's fiscal year. Even if the plan does not issue standalone financial statements, but rather is considered a pension trust fund of a government, it is subject to GASB 67. Under GASB 67, enhancements to the financial statement disclosures are required, along with certain required supplementary information.

GASB 68 governs the specifics of accounting for public pension plan obligations for participating employers and was required to be implemented for employer fiscal years beginning after June 15, 2014. GASB 68 requires a liability for pension obligations, known as the Net Pension Liability, to be recognized on the balance sheets of participating employers. Changes in the Net Pension Liability will be immediately recognized as Pension Expense on the income statement or reported as deferred inflows/outflows of resources depending on the nature of the change.

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Executive Summary

Relationship Between Valuation Date, Measurement Date, and Reporting Date

The Valuation Date is July 1, 2026. This is the date as of which the actuarial valuation is performed. The Measurement Date is June 30, 2026; this is the date as of which the net pension liability is determined. The Reporting Date is June 30, 2026; this is the plan's fiscal year ending date.

Significant Changes

There have been no significant changes between the valuation date and fiscal year end.

Data, Assumptions, Methods, and Plan Provisions

The assumptions and methods used for the figures herein are for financial reporting purposes unless otherwise noted. We believe that these assumptions and methods meet the parameters set by Actuarial Standards of Practice (ASOPs).

The long-term expected rate of return on investments is 6.55%, including 0.05% for expected administrative expenses. For purposes of determining the contribution rate, we use an interest rate that is net of all expenses (6.50%). According to GASB Statements 67 and 68, the discount rate used to determine the Total Pension Liability should be determined without reduction for administrative expenses. Therefore the figures herein have been determined using a discount rate of 6.55%.

Except as noted otherwise, the attached exhibits present results that are based on the methods described in our July 1, 2026, funding valuation report (dated October 7, 2026).

These results are based on the plan provisions in effect at July 1, 2026. We have reflected census and asset data as of July 1, 2026, which are summarized in our July 1, 2026, funding valuation report.

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Schedule of Employer Contributions

Fiscal Year Ending June 30	Actuarially Determined Contribution	Actual Employer Contribution*	Contribution Deficiency (Excess)	Covered Payroll**	Contribution as a % of Covered Payroll
2017	$0	$7,452,987	($7,452,987)	$70,568,501	10.56%
2018	0	7,706,226	(7,706,226)	74,848,287	10.30%
2019	0	8,247,827	(8,247,827)	78,284,032	10.54%
2020	0	8,660,397	(8,660,397)	78,657,631	11.01%
2021	0	2,549,471	(2,549,471)	85,896,222	2.97%
2022	0	2,901,920	(2,901,920)	78,865,896	3.68%
2023	0	3,346,505	(3,346,505)	84,485,207	3.96%
2024	0	3,888,153	(3,888,153)	92,485,844	4.20%
2025	0	4,544,128	(4,544,128)	99,971,222	4.55%
2026	0	5,391,157	(5,391,157)	104,838,529	5.14%

* Contribution shown in this column includes the Fire Insurance Premium Tax. Starting in fiscal year 2021, there were no employer contributions other than the Fire Insurance Premium Tax.

** Covered Payroll for the Firefighters' Retirement Fund is the total annual payroll of all firefighters in the participating fire departments, including firefighters who are not eligible to participate.

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Contribution Summary

	Fiscal Year Ending June 30, 2026
Actuarially Determined Contribution	
Actuarially determined employer contribution	$0
Contributions in relation to the actuarially determined employer contribution	0
Contribution deficiency (excess)	0
Covered payroll	104,838,529
Contributions as a percentage of covered payroll	0.00%
Actuarially Determined Contribution Components	
Normal cost (Employer only)	0
Normal cost as a % of covered payroll	0.00%
Unfunded liability amortization payment	0
Amortization payment as a % of covered payroll	0.00%
Total actuarially determined contribution	0
Actual Contributions Made	
Total member contributions made	0
Member contributions as a % of covered payroll	0.00%
Total employer contributions made	0
Employer contributions as a % of covered payroll	0.00%
Total contributions made	0
Total contributions as a % of covered payroll	0.00%

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Statement of Fiduciary Net Position

Fiscal Year Ending	June 30, 2026	June 30, 2025
Assets		
Cash and cash equivalents	$0	$1,014,835
Receivables and prepaid expenses:		
Receivable contributions	0	0
Receivable investment income	2,403,978	3,258,470
Receivables from brokers for unsettled trades	0	0
Prepaid expenses	2,511,758	0
Total receivables	4,915,736	3,258,470
Investments:		
Fixed income	152,254,055	137,330,052
Stocks	331,436,420	312,734,214
Short-term investments	7,143,273	9,048,209
Real estate	20,583,520	21,476,360
Alternative investments	40,005,844	40,097,548
Total investments	551,423,112	520,686,383
Invested securities lending cash collateral	0	0
Capital assets net of accumulated depreciation	0	0
Total assets	556,338,848	524,959,688
Liabilities		
Investments Purchased	2,112,253	3,021,794
Monies Due To/(From) Other Funds	(8,373,625)	0
Accrued Liabilities	363,800	340,142
Benefits and Refunds Payable	0	34,750
Total liabilities	(5,897,572)	3,396,686
Net position restricted for pensions	$562,236,420	$521,563,002

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Statement of Changes in Fiduciary Net Position

Fiscal Year Ending	June 30, 2026
Additions	
Member contributions	$0
Employer contributions	0
Total contributions	0
Investment income (loss):	
Interest and dividends	10,455,442
Net increase in fair value of investments	55,530,097
Securities lending income	0
Less investment expenses:	
Direct investment expense	9,598,222
Securities lending management fees	0
Securities lending borrower rebate	0
Increase / (Decrease) in assets used in plan operations	0
Net investment income	56,387,317
Other income: Fire Insurance Premium Tax	5,391,157
Total additions	61,778,474
Deductions	
Service benefits	21,103,181
Administrative expenses	1,875
Total deductions	21,105,056
Net increase (decrease)	40,673,418
Net position restricted for pensions	
Beginning of year (June 30, 2025)	521,563,002
End of year (June 30, 2026)	$562,236,420

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Long-Term Expected Rate of Return

The assumption for the long-term expected rate of return is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation. The capital market assumptions are from Callan Associates Investment Consulting as of January 1, 2026.

Asset Class	Index	Target Allocation*	10-Year Projected Real Rate of Return**
Large Cap US Equity	S&P 500	22%	4.75%
Small/Mid Cap US Equity	Russell 2500	10%	4.95%
Developed ex-US Equity	MSCI World ex USA	11%	4.75%
Emerging Markets Equity	MSCI Emerging Markets	11%	4.95%
Core US Fixed	Bloomberg Aggregate	20%	2.25%
TIPS	Bloomberg TIPS	10%	2.00%
Core Real Estate	NCREIF ODCE	8%	3.75%
Private Equity	Cambridge Private Equity	8%	6.00%
Portfolio 10-Year Projected Real Rate of Return, Net of Investment Expenses			4.70%
Portfolio Standard Deviation			12.64%

Valuation Assumptions Chosen by PERSI Board

Long-Term Expected Real Rate of Return, Net of Investment Expenses	4.15%
Assumed Inflation	2.40%
Long-Term Expected Nominal Rate of Return, Net of Investment Expenses	**6.55%**

* PERSI strategic policy
** Net of investment expenses

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Plan Membership Summary

Fiscal Year Ending	June 30, 2026	June 30, 2025
Plan Membership		
Active members - vested	0	0
Active members - non-vested	0	0
Retirees and beneficiaries	402	409
Terminated vested	0	0
Terminated non-vested	0	0
Total membership	402	409

	2025 - 2026	2024 - 2025
Changes in Retirees and Beneficiaries		
Beginning of fiscal year	409	424
New retirements	0	0
Death of retiree/beneficiary	(7)	(15)
End of fiscal year	402	409

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Depletion Date Projection

GASB 67 and 68 generally require that a blended discount rate be used to measure the Total Pension Liability (the Actuarial Accrued Liability calculated using the Individual Entry Age Normal Cost Method). The long-term expected return on plan investments may be used to discount liabilities to the extent that the plan's Fiduciary Net Position (fair market value of assets) is projected to cover benefit payments and administrative expenses. A 20-year high quality (AA/Aa or higher) municipal bond rate must be used for periods where the Fiduciary Net Position is not projected to cover benefit payments and administrative expenses. Determining the discount rate under GASB 67 and 68 will often require that the actuary perform complex projections of future benefit payments and asset values. GASB 67 and 68 (paragraph 29) do allow for alternative evaluations of projected solvency, if such evaluation can reliably be made. GASB does not contemplate a specific method for making an alternative evaluation of sufficiency; it is left to professional judgment.

The following circumstances justify an alternative evaluation of sufficiency for the Fund:

- The Fiduciary net position as a percentage of total pension liabilities is 235.12% as of June 30, 2026.

- Since (a) the Fiduciary Net Position is larger than the Net Pension Liability, (b) there is no longer any Service Cost since all members are retired, and (c) the Fund is still receiving contributions well in excess of administrative expenses, there is no point in time at which it is projected to be insufficient to make projected benefit payments.

- GASB 67 and 68 specify that the projections regarding future solvency assume that plan assets earn the assumed rate of return and there are no future changes in the plan provisions or actuarial methods and assumptions, which means that the projections would not reflect any adverse future experience which might impact the plan's funded position.

Based on these circumstances, it is our professional opinion that the detailed depletion date projections outlined in GASB 67 and 68 will show that the Fiduciary Net Position is always projected to be sufficient to cover benefit payments and administrative expenses.

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Net Pension Liability

Fiscal Year Ending	June 30, 2026	June 30, 2025
Total pension liability	$239,130,945	$229,634,030
Fiduciary net position	562,236,420	521,563,002
Net pension liability / (asset)	(323,105,475)	(291,928,972)
Fiduciary net position as a % of total pension liability	235.12%	227.13%
Covered payroll	104,838,529	99,971,222
Net pension liability / (asset) as a % of covered payroll	-308.19%	-292.01%

The total pension liability was determined by an actuarial valuation as of the measurement date, calculated based on the discount rate and actuarial assumptions below.

Discount Rate

Discount rate	6.55%	6.55%
Long-term expected rate of return, net of investment expense	6.55%	6.55%
Municipal bond rate	N/A	N/A

The Fund's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for calculating the total pension liability is equal to the long-term expected rate of return.

Other Key Actuarial Assumptions

The actuarial assumptions that determined the total pension liability as of June 30, 2026, were based on the results of an actuarial experience study for the period July 1, 2020, to June 30, 2024.

Valuation date	July 1, 2026	July 1, 2025
Measurement date	June 30, 2026	June 30, 2025
Actuarial cost method	Entry Age Normal	Entry Age Normal
Inflation	2.40%	2.40%
Salary increases including inflation	3.15%	3.15%

Please see Milliman's 2025 funding valuation report dated October 8, 2025, for more detail on the methods and assumptions used in the July 1, 2025, valuation. Please see Milliman's 2026 funding valuation report dated October 7, 2026, for more detail on the methods and assumptions used in the July 1, 2026, valuation.

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Changes in Net Pension Liability

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances as of June 30, 2025	$229,634,030	$521,563,002	($291,928,972)
Changes for the year:			
Service cost	0		0
Interest[1]	14,360,861		14,360,861
Effect of plan changes	0		0
Effect of economic/demographic gains or losses	16,239,235		16,239,235
Effect of assumptions changes or inputs	0		0
Benefit payments	(21,103,181)	(21,103,181)	0
Employer contributions[2]		5,391,157	(5,391,157)
Member contributions		0	0
Net investment income		56,387,317	(56,387,317)
Administrative expenses		(1,875)	1,875
Balances as of June 30, 2026	239,130,945	562,236,420	(323,105,475)

[1]Includes interest on total pension liability, service cost, and benefit payments.

[2]Includes Fire Insurance Premium Tax

Sensitivity Analysis

The following presents the net pension liability of FRF, calculated using the discount rate of 6.55%, as well as what FRF's net pension liability would be if it were calculated using a discount rate that is one percentage point lower (5.55%) or one percentage point higher (7.55%) than the current rate.

	1% Decrease 5.55%	Current Discount Rate 6.55%	1% Increase 7.55%
Total pension liability	$257,574,925	$239,130,945	$222,870,791
Fiduciary net position	562,236,420	562,236,420	562,236,420
Net pension liability / (asset)	(304,661,495)	(323,105,475)	(339,365,629)

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Schedule of Changes in Net Pension Liability and Related Ratios

Fiscal Year Ending June 30	2026	2025	2024	2023	2022	2021	2020	2019	2018	2017
Total Pension Liability										
Service cost	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Interest on total pension liability	14,360,861	14,233,093	14,315,101	14,779,983	14,749,137	18,244,017	18,555,434	19,216,525	19,841,800	20,041,184
Effect of plan changes	0	0	0	0	0	0	0	0	(615,405)	(68,748)
Effect of economic/demographic (gains) or losses	16,239,235	2,460,160	3,945,792	(2,630,514)	4,963,948	(9,815,472)	(4,019,534)	(9,593,204)	(9,182,411)	(3,116,488)
Effect of assumption changes or inputs	0	(1,245,811)	0	0	0	(16,003,571)	0	0	1,386,562	0
Benefit payments	(21,103,181)	(19,611,416)	(19,495,076)	(19,446,545)	(19,014,750)	(18,828,213)	(19,073,931)	(18,929,519)	(18,934,403)	(19,294,441)
Net change in total pension liability	9,496,915	(4,163,974)	(1,234,183)	(7,297,076)	698,335	(26,403,239)	(4,538,031)	(9,306,198)	(7,503,857)	(2,438,493)
Total pension liability, beginning	229,634,030	233,798,004	235,032,187	242,329,263	241,630,928	268,034,167	272,572,198	281,878,396	289,382,253	291,820,746
Total pension liability, ending (a)	239,130,945	229,634,030	233,798,004	235,032,187	242,329,263	241,630,928	268,034,167	272,572,198	281,878,396	289,382,253
Fiduciary Net Position										
Employer contributions (including FIPT)	$5,391,157	$4,544,128	$3,888,153	$3,346,505	$2,901,920	$2,549,471	$8,660,397	$8,247,827	$7,706,226	$7,452,987
Member contributions	0	0	0	0	0	0	4,503	4,540	4,368	4,385
Investment income net of investment expenses	56,387,317	51,182,400	29,728,492	39,961,291	(48,067,876)	111,249,774	11,090,094	32,009,454	31,124,311	41,488,825
Benefit payments	(21,103,181)	(19,611,416)	(19,495,076)	(19,446,545)	(19,014,750)	(18,828,213)	(19,073,931)	(18,929,519)	(18,934,403)	(19,294,441)
Administrative expenses	(1,875)	(46,201)	(62,420)	(46,516)	(56,863)	(46,585)	(73,557)	(55,031)	(29,833)	(43,022)
Net change in plan fiduciary net position	40,673,418	36,068,911	14,059,149	23,814,735	(64,237,569)	94,924,447	607,506	21,277,271	19,870,669	29,608,734
Fiduciary net position, beginning	521,563,002	485,494,091	471,434,942	447,620,207	511,857,776	416,933,329	416,325,823	395,048,552	375,177,883	345,569,149
Fiduciary net position, ending (b)	562,236,420	521,563,002	485,494,091	471,434,942	447,620,207	511,857,776	416,933,329	416,325,823	395,048,552	375,177,883
Net pension liability / (asset), ending = (a) - (b)	(323,105,475)	(291,928,972)	(251,696,087)	(236,402,755)	(205,290,944)	(270,226,848)	(148,899,162)	(143,753,625)	(113,170,156)	(85,795,630)
Fiduciary net position as a % of total pension liability	235.12%	227.13%	207.66%	200.58%	184.72%	211.83%	155.55%	152.74%	140.15%	129.65%
Covered payroll	$104,838,529	$99,971,222	$92,485,844	$84,485,207	$78,865,896	$85,896,222	$78,657,631	$78,284,032	$74,848,287	$70,568,501
Net pension liability / (asset) as a % of covered payroll	-308.19%	-292.01%	-272.15%	-279.82%	-260.30%	-314.60%	-189.30%	-183.63%	-151.20%	-121.58%

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Schedule of Collective Pension Amounts

Changes in Net Pension Liability and Other Pension-Related Items During Fiscal Year

		Deferred Outflows of Resources			Deferred Inflows of Resources			Expense (Revenue) Changes to NPL		
Fiscal Year Ending	Beginning of Year Net Pension Liability/(Asset)	Changes of Assumptions	Differences Between Expected and Actual Experience	Total Deferred Outflows of Resources Excluding Employer Specific Amounts[1]	Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments	Changes of Assumptions	Differences Between Expected and Actual Experience	Total Deferred Inflows of Resources Excluding Employer Specific Amounts[1]	Plan Pension Expense (Revenue)	Employer Contributions[2]	End of Year Net Pension Liability/(Asset)
6/30/2026	(291,928,972)	-	-	-	(27,568,120)	-	-	(27,568,120)	(3,608,383)	-	(323,105,475)

Total Deferred Outflows and Inflows as of June 30, 2026

Deferred Outflows of Resources			Deferred Inflows of Resources			
Changes of Assumptions	Differences Between Expected and Actual Experience	Total Deferred Outflows of Resources Excluding Employer Specific Amounts[1]	Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments	Changes of Assumptions	Differences Between Expected and Actual Experience	Total Deferred Inflows of Resources Excluding Employer Specific Amounts[1]
-	-	-	(33,202,043)	-	-	(33,202,043)

(1) Employer specific amounts that are excluded from this schedule are the changes in proportion as defined in paragraphs 54 and 55 of GASB Statement 68.

(2) Represent contributions that have been reported on the employers' records

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Pension Expense

Fiscal Year	July 1, 2025 to June 30, 2026	July 1, 2024 to June 30, 2025
Service cost	$0	$0
Interest on total pension liability	14,360,861	14,233,093
Effect of plan changes	0	0
Administrative expenses	1,875	46,201
Member contributions	0	0
Other Income[(1)]	(5,391,157)	(4,544,128)
Expected investment return net of investment expenses	(33,655,908)	(30,356,407)
Recognition of Deferred Inflows/Outflows of Resources		
Recognition of economic/demographic gains or losses	16,239,235	2,460,160
Recognition of assumption changes or inputs	0	(1,245,811)
Recognition of investment gains or losses	4,836,711	(7,101,335)
Pension Expense	(3,608,383)	(26,508,227)

[(1)]Paragraph 33d of GASB Statement 68 states that contributions to the pension plan from non-employer contributing entities that are not in a special funding situation should be recognized as revenue. Accordingly, we have treated the contributions from the fire insurance premium tax as revenue in the expense calculation.

As of June 30, 2026, the deferred inflows and outflows of resources are as follows:

Deferred Inflows / Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources
Differences between expected and actual experience	$0	$0
Changes of assumptions	0	0
Net difference between projected and actual earnings	(33,202,043)	0
Contributions made subsequent to measurement date	0	0
Total	(33,202,043)	0

Amounts currently reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2027	($11,176,360)
2028	(8,767,923)
2029	(8,711,479)
2030	(4,546,281)
2031	0
Thereafter*	0
Total	(33,202,043)

* Note that additional future deferred inflows and outflows of resources may impact these numbers.

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Schedule of Deferred Inflows and Outflows of Resources

	Original Amount	Date Established	Original Recognition Period*	Amount Recognized in 06/30/2026 Expense	Balance of Deferred Inflows 06/30/2026	Balance of Deferred Outflows 06/30/2026
Economic/ demographic gains or losses	$16,239,235	6/30/2026	1.0	$16,239,235	$0	$0
		Total		16,239,235	0	0
Assumption changes or inputs	0	6/30/2026	0.0	0	0	0
		Total		0	0	0
Investment gains or losses	80,065,358	6/30/2022	5.0	16,013,070	0	0
	(12,042,171)	6/30/2023	5.0	(2,408,434)	(2,408,435)	0
	(282,218)	6/30/2024	5.0	(56,444)	(112,886)	0
	(20,825,993)	6/30/2025	5.0	(4,165,199)	(12,495,595)	0
	(22,731,409)	6/30/2026	5.0	(4,546,282)	(18,185,127)	0
		Total		4,836,711	(33,202,043)	0
Total for economic/demographic gains or losses and assumption changes or inputs					0	0
Net deferred (inflows)/outflows for investment gains or losses					(33,202,043)	0
Total deferred (inflows)/outflows					(33,202,043)	0
Total net deferrals					(33,202,043)	

* Investment (gains)/losses are recognized in pension expense over a period of five years; economic/demographic (gains)/losses and assumption changes or inputs are recognized over the average remaining service life for all active and inactive members. Because the membership of the Fund consists entirely of inactives, there are no remaining service lives. Therefore all economic/demographic (gains)/losses and assumption changes or inputs are recognized immediately.

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Summary Chart

	Total Pension (Liability)	Plan Fiduciary Net Position	Net Pension (Liability)	Deferred (Inflows)	Deferred Outflows	Net Deferrals	Net Pension (Liability) plus Net Deferrals	Annual Expense
Balances as of June 30, 2025	($229,634,030)	$521,563,002	$291,928,972	($21,646,993)	$16,013,070	($5,633,923)	$286,295,049	
Service cost	0		0					0
Interest on total pension liability	(14,360,861)		(14,360,861)					14,360,861
Effect of plan changes	0		0					0
Effect of liability gains or losses	(16,239,235)		(16,239,235)		16,239,235	16,239,235		
Effect of assumption changes or inputs	0		0			0		
Benefit payments	21,103,181	(21,103,181)	0					
Administrative expenses		(1,875)	(1,875)					1,875
Member contributions		0	0					0
Other Income		5,391,157	5,391,157					(5,391,157)
Expected investment income (net of inv expenses)		33,655,908	33,655,908					(33,655,908)
Investment gains or losses		22,731,409	22,731,409	(22,731,409)		(22,731,409)		
Employer contributions		0	0				0	
Recognition of liability gains or losses					(16,239,235)	(16,239,235)		16,239,235
Recognition of assumption changes or inputs						0		0
Recognition of investment gains or losses				11,176,359	(16,013,070)	(4,836,711)		4,836,711
Annual expense							3,608,383	(3,608,383)
Balances as of June 30, 2026	(239,130,945)	562,236,420	323,105,475	(33,202,043)	0	(33,202,043)	289,903,432	

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Glossary

Actuarially Determined Contribution	A target or recommended contribution to a defined benefit pension plan for the reporting period, determined based on the funding policy and most recent measurement available when the contribution for the reporting period was adopted.
Deferred Inflows/Outflows of Resources	Portion of changes in net pension liability that is not immediately recognized in Pension Expense. These changes include differences between expected and actual experience, changes in assumptions, and differences between expected and actual earnings on plan investments.
Discount Rate	Single rate of return that, when applied to all projected benefit payments, results in an actuarial present value of projected benefit payments equal to the sum of: 1) The actuarial present value of benefit payments projected to be made in future periods where the plan assets are projected to be sufficient to meet benefit payments, calculated using the Long-Term Expected Rate of Return. 2) The actuarial present value of projected benefit payments not included in (1), calculated using the Municipal Bond Rate.
Fiduciary Net Position	Equal to market value of assets.
Long-Term Expected Rate of Return	Long-term expected rate of return on pension plan investments expected to be used to finance the payment of benefits, net of investment expenses.
Money-Weighted Rate of Return	The internal rate of return on pension plan investments, net of investment expenses.
Municipal Bond Rate	Yield or index rate for 20-year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher.
Net Pension Liability	Total Pension Liability minus the Plan's Fiduciary Net Position (unfunded accrued liability).
Projected Benefit Payments	All benefits estimated to be payable through the pension plan to current active and inactive employees as a result of their past service and expected future service.
Service Cost	The portion of the actuarial present value of projected benefit payments that is attributed to a valuation year.
Total Pension Liability	The portion of actuarial present value of projected benefit payments that is attributable to past periods of member service using the Entry Age Normal cost method based on the requirements of GASB 67 and 68.

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