

# 2017 OPEB Supplement



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- OPEB valuations are ever other year on the even year so the July 1, 2016 Valuation determined the contribution for the current budget year (18-19)
- Funded ratio of 21% is in the top 15% of OPEB plans (similar to pension) – still about 60% of CT OPEB plan not yet funded
- New GASB standards (74&75) were implement for the funded OPEB plan (not BOE) for FYE 2017

## GASB 45/74/75 Actuarially Determined Employer Contribution (ADEC)

### Actuarially Determined Employer Contribution (ADEC)

2017 / 2018 Fiscal Year	Police & Fire	Town	Grand Total
Normal Cost	\$1,502,000	\$1,347,000	\$2,849,000
Employee Contributions	(549,000)	0	(549,000)
25 Year Amortization of UAAL	3,730,000	3,197,000	6,927,000
Interest	<u>164,000</u>	<u>159,000</u>	<u>323,000</u>
<b>Total ADEC 2017 / 2018</b>	<b>4,847,000</b>	<b>4,703,000</b>	<b>9,550,000</b>

### Actuarially Determined Employer Contribution (ADEC)

2018 / 2019 Fiscal Year	Police & Fire	Town	Grand Total
Normal Cost	\$1,558,000	\$1,398,000	\$2,956,000
Employee Contributions	(570,000)	0	(570,000)
24 Year Amortization of UAAL	3,805,000	3,261,000	7,066,000
Interest	<u>168,000</u>	<u>163,000</u>	<u>331,000</u>
<b>Total ADEC 2018 / 2019</b>	<b>4,961,000</b>	<b>4,822,000</b>	<b>9,783,000</b>



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- New standards required a \$87.9 million balance sheet adjustment as of 7/1/2016
- Similar to pension, market value unfunded OPEB liabilities are reflected on the Town's books
- Funded ratio improved since prior valuation due to investment performance
- Separate unfunded BOE OPEB plan with about 16.62 million in liability (valued at 3.5%)

	Town	P&F	TOTAL
Net OPEB Obligation (NOO for GASB 45) as of June 30, 2016	\$6,826,000	\$8,709,000	\$15,535,000
Net OPEB Liability (NOL for GASB 75) as of July 1, 2016	\$47,574,071	\$55,852,455	\$103,426,526
<b>Balance sheet adjustment</b>	<b>\$40,748,071</b>	<b>\$47,143,455</b>	<b>\$87,891,526</b>

	2017			2016		
	Town	P&F	TOTAL	Town	P&F	TOTAL
Total OPEB liability	\$ 65,122,949	\$ 72,408,742	\$137,531,691	\$ 62,335,071	\$ 69,112,455	\$131,447,526
Plan fiduciary net position	18,541,300	16,943,700	35,485,000	14,761,000	13,260,000	28,021,000
Net OPEB liability (asset)	\$ 46,581,649	\$ 55,465,042	\$102,046,691	\$ 47,574,071	\$ 55,852,455	\$103,426,526
Plan fiduciary net position as a % of total OPEB liability	28.47%	23.40%	<b>25.80%</b>	23.68%	19.19%	<b>21.32%</b>
Covered payroll	\$ 19,446,938	\$ 16,905,024	\$ 36,351,962	\$ 18,744,037	\$ 16,293,999	\$ 35,038,036
Net OPEB liability as a % of covered payroll	239.53%	328.10%	280.72%	253.81%	342.78%	295.18%

