

Non-Departmental Other Post Employment Benefits

Description of Services Provided

City Council authorized a separate OPEB fund to account for contributions toward satisfying the City's OPEB annual required contribution (ARC). Although the City does not currently fund the entire ARC, the normal costs portion of the ARC is fully funded. Additionally, \$2.5 Million is budgeted for the unfunded actuarial accrued liability (UAAL).

In accordance with Government Accounting Standards Board (GASB) reporting requirements, postemployment benefits such as health insurance, life insurance, and other pension-related benefits obligations must be included as a liability reported in the Comprehensive Annual Financial Report (CAFR). Although GASB does not require funding the ARC, the biennial UAAL calculation is based on the degree of funding as well as whether or not the City has an established OPEB Trust Fund. GASB does, however, require the disclosure of information about the funded status of the plan, including the UAAL, in the notes to the financial statements and the presentation of multi-year funding progress trend information as a required supplementary schedule.

<u>Expenditure Categories</u>	FY 2009 Actual	FY 2010 Adopted	FY 2011 Proposed
Contingency-Other Operating	-	-	<u>2,500,000</u>
Net Budget	-	-	2,500,000
Total Budget	-	-	2,500,000
<u>Funding Sources</u>	FY 2009 Actual	FY 2010 Adopted	FY 2011 Proposed
620 Other Post-Employment Benefits	-	-	<u>2,500,000</u>
Total Funding	-	-	2,500,000