



GASB 74 LIABILITY SUMMARY

UPDATE TO THE VEBA COMMITTEE

AUGUST 27, 2019

Net OPEB Liability

Liability Summary	Fiscal Year Ending 6/30/18	Fiscal Year Ending 6/30/19
Total OPEB Liability	\$156,289,200	\$134,052,800
Plan Fiduciary Net Position	\$30,805,300	\$37,341,100
Net OPEB Liability	\$125,483,900	\$96,711,700
Net Position as a Percentage of OPEB Liability	20%	28%

Sensitivity of Liability to Changes in *Discount Rate*

Fiscal Year Ending 6/30/19	1% Decrease 5.69%	Current Rate 6.69%	1% Increase 7.69%
Total OPEB Liability	\$152,450,900	\$134,052,800	\$118,757,300
Plan Fiduciary Net Position	\$37,341,100	\$37,341,100	\$37,341,100
Net OPEB Liability	\$115,109,800	\$96,711,700	\$81,416,200

* The discount rate is a blended calculation of the 20-year municipal bond rate (3.5%) and the projected investment rate of return for assets in the VEBA trust (8.00%).

Sensitivity of Liability to Changes in *Trend Rate*

Fiscal Year Ending 6/30/19	1% Decrease	Trend Rate*	1% Increase
Total OPEB Liability	\$118,336,400	\$134,052,800	\$153,075,000
Plan Fiduciary Net Position	\$37,341,100	\$37,341,100	\$37,341,100
Net OPEB Liability	\$80,995,300	\$96,711,700	\$115,733,900

* For pre-Medicare medical and prescription drug benefits, this amount initially is at 5.50% and decreases to a 5.00% long-term trend rate after nine years. For post-Medicare medical and prescription drug benefits, this amount initially is at 5.40% and decreases to a 5.00% long-term trend rate after nine years. For dental benefits, the trend rate is 4.00