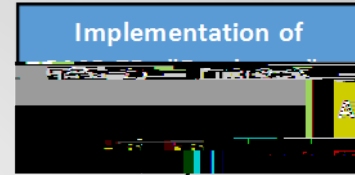




Other Post-Employment Benefits Update/ Funding Policy

Claire Arnold, Associate Vice Chancellor, Accounting and Reporting
May 2017

	Current	New (GASB 75)	Impact
Actuarial Cost Method	Project Unit Credit	Entry Age Normal Method (EAN)	Results in a higher liability
Discount Rate	Expected LT Return on Assets	20 Year Municipal bond rate	Increase in OPEB liability
Balance Sheet Liability	Net OPEB Obligation	Actual funded status on market value basis	Large swing on balance sheet upon adoption



for Net OPEB
Liability Reported

