



SACRAMENTO CITY UNIFIED SCHOOL DISTRICT BOARD OF EDUCATION

Agenda Item 10.1

Meeting Date: October 20, 2016

Subject: Other Post-Employment Benefits (OPEB) Liability and Trust Update

- Information Item Only
- Approval on Consent Agenda
- Conference (for discussion only)
- Conference/First Reading (Action Anticipated: _____)
- Conference/Action
- Action
- Public Hearing

Division: Business Services

Recommendation: N/A

Background/Rationale: The Governmental Accounting Standards Board (GASB) issued GASB Statement No. 45, Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions. This Statement establishes standards for the measurement, recognition, and display of OPEB expenditures and related liabilities (assets) in the financial reports of state and local governmental employers. The 2015-16 Audit Report will include the required reporting. The District started contributing to California Employers' Retiree Benefit Trust with CalPERS in December 2012 and subsequent years.

Financial Considerations: Prefunding the plan generally supports use of a higher return rate and typically produces substantially lower liabilities than a pay-as-you-go funding policy. Contributions to the Trust are part of the responsibilities of the Business Services Division.

LCAP Goal(s): Family and Community Empowerment; Operational Excellence

Documents Attached:

1. N/A – Power Point will be presented by CalPERS and Bickmore and Associates, Inc., at the Board Meeting

Estimated Time of Presentation: 15 minutes
Submitted by: Gerardo Castillo, CPA, Chief Business Officer
Approved by: José L. Banda, Superintendent