

Unfunded Accrued Liability Plan

DB Pension

Previous actions taken to lower unfunded accrued pension liabilities:

- 5/1/2008 plan closed to newly hired executive department heads.
- 7/1/2010 multiplier reduction* for executive department heads.
- 7/1/2010 increase executive department head employee contribution to pension plan.
- 7/1/2008 plan closed to newly hired deputy and department heads.
- 9/1/2011 multiplier reduction* for deputy and department heads.
- 9/14/2011 increase deputy and department head employee contribution to pension plan.
- 7/1/2006 plan closed to newly hired SEIU bargaining labor unit members.
- 7/1/2011 multiplier reduction* for SEIU bargaining labor unit members.
- 1/1/2011 increase SEIU bargaining unit member employee contribution to pension plan.
- 7/1/2007 plan closed to newly hired 44th district court staff.
- 1/1/2012 multiplier reduction* for 44th district court staff.
- 7/1/2007 plan closed to newly hired professional & technical bargaining labor unit members.
- 7/1/2011 multiplier reduction* for professional & technical bargaining labor unit members.
- 7/1/2010 increase professional & technical bargaining unit member employee contribution to pension plan.
- 7/1/2005 plan closed to newly hired AFSCME bargaining labor unit members.
- 9/1/2011 multiplier reduction* for AFSCME bargaining labor unit members.
- 1/1/2011 increase AFSCME bargaining unit member employee contribution to pension plan.
- 7/1/2006 plan closed to newly hired foremen and supervisors bargaining labor unit members.
- 9/14/2011 multiplier reduction* for foremen and supervisor bargaining labor unit members.
- 9/13/2011 increase foremen and supervisors bargaining unit member employee contribution to pension plan.
- Multiplier reduction* for police officers hired after 5/30/2012.
- Multiplier reduction* for firefighters hired after 9/30/2009 and increased age requirement to retire to 50 years of age.
- 7/1/2009, 7/1/2010, 7/1/2011 increase public service aides, police officers and firefighter's employee contribution to pension plan.

- In September 2016, the city commission approved a bond authorizing resolution and comprehensive financial plan in an effort to issue OPEB and pension (general employee pension only) bonds not to exceed \$135,000,000.
- In January 2017, the city sold pension bonds in the amount of \$20,570,000 for the general employees unfunded pension liability.

Additional actions that could be taken:

Continuation of actions:

- The above “previous actions” have been incorporated into each of the applicable bargaining units’ labor contracts and the city administration anticipates these changes to remain in effect.
- The fiscal year 2023-24 budget continues to provide for the payment of the full pension ARC (annual required contribution) including normal costs.

Unfunded Accrued Liability Plan *DB Retiree Healthcare*

Previous actions taken to lower unfunded accrued retiree healthcare liabilities:

- 7/1/2007 DB plan closed to newly hired executive department heads.
- Effective for executive department heads retiring after 7/1/2010, increased healthcare co-pays and deductible.
- Effective for executive department heads retiring after 7/1/2010, mirroring** of prescription drug coverage in retirement.
- 7/1/2008 DB plan closed to newly hired deputy and department heads.
- Effective for deputy and department head retiring after 7/1/2011, increased healthcare co-pays and deductible.
- Effective for deputy and department head retiring after 7/1/2011, mirroring** of prescription drug coverage in retirement.
- 7/1/2006 DB plan closed to newly hired SEIU bargaining labor unit members.
- Effective for SEIU bargaining labor unit members retiring after 7/1/2011,- increased healthcare co-pays and deductible.
- Effective for SEIU bargaining labor unit members retiring after 7/1/2011, mirroring** of prescription drug coverage in retirement.

- 7/1/2007 DB plan closed to newly hired full-time 44th district court staff.
- Effective for full-time 44th district court staff retiring after 7/1/2011, increased healthcare co-pays and deductible.
- Effective for full-time 44th district court staff retiring after 7/1/2011, mirroring** of prescription drug coverage in retirement.
- 5/1/2008 DB plan closed to newly elected 44th district court judges.
- 7/1/2007 DB plan closed to newly hired professional & technical bargaining labor unit members.
- Effective for professional & technical bargaining labor unit members retiring after 7/1/2011, increased healthcare co-pays and deductible.
- Effective for professional & technical bargaining labor unit members retiring after 7/1/2011, mirroring** of prescription drug coverage in retirement.
- 7/1/2006 DB plan closed to newly hired AFSCME bargaining labor unit members.
- Effective for AFSCME bargaining labor unit members retiring after 7/1/2011, increased healthcare co-pays and deductible.
- Effective for AFSCME bargaining labor unit members retiring after 7/1/2011, mirroring** of prescription drug coverage in retirement.
- 7/1/2006 DB plan closed to newly hired foremen & supervisors bargaining labor unit members.
- Effective for foremen & supervisors bargaining labor unit members retiring after 7/1/2010, increased healthcare co-pays and deductible.
- Effective for foremen & supervisors bargaining labor unit members retiring after 7/1/2010, mirroring** of prescription drug coverage in retirement.
- 3/1/2009 DB plan closed to newly hired police service aides, police officers and firefighters.
- Effective for police service aides, police officers and firefighters retiring after 7/1/2011, increased healthcare co-pays and deductible.
- Effective for police service aides, police officers and firefighters retiring after 7/1/2011, mirroring** of prescription drug coverage in retirement.
- Allowing for retirees to utilize the anticipated employee wellness center. It is anticipated that the center will reduce the city's healthcare costs and available for employees and their dependents. The wellness center is available to retirees within a certain radius of the center.
- September 2016, the city commission approved a bond authorizing resolution and comprehensive financial plan in an effort to issue OPEB and pension (general employee pension only) bonds not to exceed \$135,000,000. In October 2016 an application to issue the bonds as well as the comprehensive financial plan was provided to the State Treasury Department requesting approval.
- In December 2016 a meeting occurred between the State Treasury Department to review the comprehensive financial plan and discuss the State's approval of the OPEB and pension bond sale.
- After State approval, in January 2017, the city sold bonds in the amount of \$106,040,000 for the employees unfunded retiree health care liability.

- During the 2022-23 fiscal year, Medicare age retirees were moved to fully insured Medicare Advantage programs built to mirror the existing benefits while reducing the system's self-insured liability.
- The fiscal year 2023-24 budget continues to provide for the payment of the full OPEB ARC (annual recommended contribution) including normal costs.

*** Retiree prescription drug coverage will match/mirror the prescription drug coverage available for active employees.*

Note: DB retiree healthcare plan is closed to all newly hired employees.

Additional actions that could be taken:

Continuation of actions:

- The above "previous actions" have been incorporated into each of the applicable bargaining units' labor contracts and the city anticipates these changes to remain in effect.