TO: State Agencies, Universities, Community Colleges, School Districts, and Libraries

FROM: Richard D. Self, State Insurance Administrator

SUBJECT: OPEB Reporting – State and School Employees' Life and Health Insurance Plan - Measurement/Valuation @ 6/30/2018 (For FY 2019 Financial Reporting)

DATE: May 6, 2019

As previously advised, the Mississippi State and School Employees' Life and Health Insurance Plan (Plan) has contracted with Cavanaugh Macdonald Consulting, LLC to prepare annual actuarial reports, and with BKD, LLP to audit these reports, in accordance with the Governmental Accounting Standards Board (GASB) Statements 74 and 75, in an effort to assist the local employer groups in complying with the respective accounting and financial reporting requirements for Other Post-Employment Benefits (OPEB) related to their participation in the Plan. The reports for the fiscal year ending June 30, 2019, utilizing a June 30, 2018 measurement/valuation date, have recently been issued and are available on the Plan's website at http://knowyourbenefits.dfa.ms.gov/new-opeb-gasb-7475-reports/.

Please note that information regarding OPEB payments subsequent to the measurement date (implicit rate subsidy) is calculated annually by the Plan's actuary at the end of the fiscal year. As such, the implicit rate subsidy amount and respective employer allocations for the period July 1, 2018 through June 30, 2019, will not be available until after June 30, 2019, at which time the schedule will be posted to this website.

Please share this information as you deem appropriate with your accounting/business manager and auditor. If you have questions regarding the aforementioned reports, please feel free to contact our office. Please also note that any questions concerning accounting entries, note disclosures, etc., relative to GASB 75, should be referred to your entity's auditor, or to the Office of the State Auditor.

Thank you.