

## **OP&F Pension Fund Report, October 2015**

### **The Fund closed at \$14 Billion on October 20, 2015.**

Buck Consultants addressed the full board with the Actuarial Pension Valuation and the Health Care Valuation as of January 1, 2015. The report showed that the Fund met the 30-year funding requirement for this reporting period. The health care fund is solvent until 2024 if no changes are made from current levels. A health care funding consultant has been retained to make further recommendations regarding health care benefits for our members, spouses and dependents.

### **DISABILITY COMMITTEE**

- Staff presented the Disability Experience Report for the 3rd quarter 2015.
- Staff updated the committee concerning the eight disability benefit recipients who have failed to submit their 2014 Annual Earnings Statements. Their benefits will be suspended effective January 1, 2016, if their statements have not been received by December 4<sup>th</sup>.
- There were 15 Initial Determination Hearings (IDH) this month. The recommendations were 14 for approval and one was denied.
- There was one reconsideration hearing. The committee recommended that it be increased.
- There were 3 Death Benefit Fund consideration hearings this month. The recommendation was 3 for approval.
- There were 5 appeal hearings.

### **BENEFITS COMMITTEE**

- Staff presented the committee the 3rd quarter 2015 DROP Experience Report. Some of the figures reported show that there are currently 4,249 active members eligible to participate in DROP. The participation rate at the end of the second quarter was 91% or 3,852 members. The average number of years in DROP for all participating members was 3.43 years. The average time in DROP for those terminating the program was 5.67 years.
- Staff reported to the committee that Social Security had not yet announced the COLA benefit increase for 2016. This information

should be available for the next board meeting leading to further discussion.

- Staff informed the committee that Optum Rx is transitioning their specialty dispensing pharmacy to Catamaran Briova Rx effective November 1, 2015. Members affected by the change will be transitioned over the next nine months. Five members will be affected on November 1<sup>st</sup>.

## **HEALTH CARE COMMITTEE**

The Health Care Committee did not meet this month.

## **COMMENTARY**

Just a reminder that any changes to your health care coverage for 2016 must be submitted to United Healthcare by October 31<sup>st</sup>. Nothing needs to be submitted if you are making no changes. Dependent applications must be submitted annually to apply for or maintain dependent coverage. Also, applications for the Health Care Discount Program must be applied for each year, even if you were currently receiving the discount. Further information is available in the booklet in the packet that was mailed to each member in September.

The next board meeting is scheduled for November 17-18.

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