

Update on Pension Commission Special Meeting (Feb 8th)

1. Town of New Fairfield and Board of Education's pension plan:

	<u>Town</u>	<u>Board of Education</u>
Interest Rate Assumption	6.75%	6.25%
Funded Ratio	87.1%	90.7%
2022/2023 Contribution	\$447,876	\$460,638
2021/2022 Contribution	\$442,409	\$478,613
YTY	\$5,467	-\$17,975
YTY %	1.2%	-3.8%

Recommendation:

- Maintain the same asset allocation and interest rate assumptions for FY 2022/2023
- Revisit reducing the interest rate assumptions for FY 2023/2024
- Future Strategy: Town and Board of Education Interest Rate Assumptions should be at the same level

2. OPEB (Other Post Employment Benefit) Plan Fund:

• Funded Ratio	91.0%
• 2022/2023 Expected Medical Payments	\$282,600
• 2022/2023 Required Fund Contributions	<u>\$131,293</u>
Net FY Budget Savings	\$151,307

Recommendation:

- Begin Paying retiree medical costs from OPEB (consistent with the Actuaries' recommendation) starting in FY 2022/2023