UCRS Advisory Board

Meeting of February 22, 2013

AGENDA ITEM B

UCRP – Funding Policy – Background

Gary Schlimgen, the Director of Retirement Programs & Services and Paul Angelo, from The Segal Company, will provide background on UCRP's current funding policy, as approved by the Regents in 2008 and revised by the Regents in 2010, based on recommendations by the President's Post-Employment Benefits Task Force. The summary will address the methodology used in the actuarial valuations of UCRP, including the methodology and time period for amortizing an unfunded liability and/or surplus.

As reference, the links below (also added as attachments) provide access to the most recent Regents items in which UCRP's funding policy was revised.

- September 2008: The Regents approved a new funding policy for UCRP which would determine total policy contributions based on the Plan's Normal Cost, adjusted for any surplus or underfunding. Actual total contributions and the split between University and member contributions are to be determined based on the policy contribution level and various other factors, as noted in the item.

  http://regents.universityofcalifornia.edu/regmeet/sept08/f8.pdf

- September 2010: The Regents approved revisions to the UCRP funding policy to change the time period for amortizing unfunded liabilities and/or surpluses from 15 to 30 years. http://regents.universityofcalifornia.edu/regmeet/sept10/j5.pdf

Attachments