UCRS Advisory Board

Meeting of November 16, 2015

AGENDA ITEM A

UCRS – Annual Actuarial Valuation Reports as of July 1, 2015

Prior to the discussion of the annual actuarial valuation reports, Manager Ken Reicher will provide a brief summary of some University of California Retirement Plan (UCRP or Plan) changes that were approved by the Regents at their meeting on September 17, 2015. As summarized in a notification distributed to the UCRS Advisory Board (Board) the following day, the changes included:

- Amendments to Regents Policy 5601: Policy on UCRP Funding to make certain amortization periods conform with model practice;
- Adoption of new actuarial valuation assumptions based on the results of the UCRP Experience Study, including the reduction in the UCRP assumed rate of return from 7.5% to 7.25% along with changes to UCRP mortality and inflation assumptions; and
- Authorization to modify the UC-Department of Energy contract for the management of the Lawrence Berkeley National Laboratory (LBNL), allowing for a separate calculation of the employer contribution rate for the LBNL segment of UCRP.

The discussion of the annual actuarial valuation reports as of July 1, 2015 for UCRP and the UC-PERS Plus 5 Plan will then be discussed at the meeting by Consulting Actuary Paul Angelo and John Monroe of Segal Consulting (Segal).

The valuation results are scheduled to be presented as a discussion item to the Regents at their meeting of November 20, 2015. Attached for your reference is Segal's summary of the valuation. The Regents discussion item on the valuation reports and the full actuarial reports should be posted to the Regents website approximately one week prior to the Regents meeting. A link to the Regents item and valuation reports will be sent to the Board as soon as they are posted.

Attachment