Dave D's suggested edits: David Delquadro suggested edits

Mr. Casper went over the areas that were slightly edited – Mr. Carlson provided the final date of June 11, 2019 the 2019 OPEB final report after Nyhart provided the valuation.

Ms. Beecher e-mailed the group suggesting the removal of a table on the Net OPEB Liability since that information was already provided elsewhere on the document. (Ms. Beecher was not present at this meeting).

OPEB change in some detail to the council

Mr. Delquadro asked Mr. Casper ~~that when he brought up the Net OPEB Liability section when presenting to the council,~~ that he ~~would~~ explain the net ~~change~~ as that is important for them to appreciate.

Mr. Casper then noted that it was the first time that the total Net OPEB Liability dropped in and said that there were years that money was being saved but because of other actuarial changes there was no money being made and all of the sudden there were positive news this time around.

stet / to distinguish between the general health insurance rate hikes versus the premium increases for the Medicare supplements

Mr. Delquadro said that it could be important for Nyhart ~~to make sure that they are not moving the estimated premium hike for Medicare supp? (05:11) up to the rates for general health insurance too quickly. Mr. Delquadro continued that that state has able to dampen down the annual increases below to what it is thought to be~~. He continued saying that Nyhart should take a hard look at how they ~~tether~~ feather in the changes to the premium increases for Medicare supplements.

Mr. Delquadro noted that the last sentence on page 8, second paragraph only read "There was a decrease of $970,776 in 2020." without further explanation. Mr. Delquadro added: "In response to the COVID-19 pandemic, the policymakers in the June 2020 budget discussion agreed to decrease the OPEB contribution by $970,776. "

Mr. Casper commented:
"It is kind of a positive story. I think for a couple of reasons, one, I like the motion of being a little bit more aggressive on our flexibility on the equities. Two, [our] liability went down and three, in spite of an incredibly volatile market our investment manager did a really nice job."

There were no comments or other changes and the group moved to accept the changes.

The draft and finalized uploaded versions are attached for comparison.

4. 1.8 M Transfer to Moreton Discussion

Mr. Casper moved on to discuss item #4 *(Transfer to Moreton)* and asked if the transfer to Moreton was made and Mr. Cushing said that the transfer was made August 17. Mr. Cushing continued with the informational item – "If you remember at the same time, ~~they were moving,~~ they were going to take advantage of some profit and move it into a preferred stock type index. They said, right now that index is making 5.3%. So, ~~their~~ they're pleased about that. And then the $1.8 M (transfer), they're going to ~~latter~~ their contributions in. So currently, the majority of that is in the short-term CDs with various banks. The plan is every two weeks to invest and to keep the 50/50 for now."

Lori Okino suggested edits

OPEB Board Meeting

Monday, September 21, 2020 – 1:30 – 2:30 PM

WebEx – Electronic Meeting Only

Meeting video/audio(log in first)

1. **Roll Call**

Trustees Present:

Darrin Casper, Chief Financial Officer

K. Wayne Cushing, Treasurer

David Delquadro, Council Fiscal Manager

Lori Okino, Mayor Operations

Other Attendees:

Zachary Lancaster, District Attorney's Office

Tim Bodily, District Attorney's Office

Brett Carlson, Mayor's Financial Administration

Mari Vellido, Mayor's Financial Administration

Absent:

Shanell Beecher, Mayor's Financial Administration

No members of the public attended.

2. **Review minutes from 08/17/20 and move to approve**

Mr. Casper asked the board members if they had a chance to review the minutes from August 17, 2020 and asked if they had any edits or corrections.

Mr. Delquadro suggested had a couple of sentence structure changes on page 5.

The group was in favor of this idea and motioned to approve with all suggestions.

The modifications can be listened to on the audio and revised on the attached minutes.

3. **OPEB Draft Report**

Mr. Casper moved on to discuss item #3 *(OPEB Draft Report)* and noted that the group had a chance to look at and make comments on the report. Mr. Casper commenced going over the draft so it could be finalized and submitted to the Council.

Mr. Casper went over the areas that were slightly edited – Mr. Carlson provided the final date of June 11, 2019 the 2019 OPEB final report after Nyhart provided the valuation.

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5. **OPEB Budget Line Item and Policy Discussion** (discussion sprouted during next Board meeting scheduling)

Mr. Casper asked Mr. Carlson if the OPEB Budget line item charge went up or if they maintained the same level to which Mr. Carlson replied that they are still at the same level as it was changed in June with the decrease. Unless something changed, they would not have to address the contributions until June. Mr. Casper recommended that this indeed be addressed ~~until~~ in June: "I know that that runs slightly contrary to our goal of increasing the contribution each year over year, but we're really in it, you know, once in a lifetime type budget crisis."

Mr. Carlson added – "I think when we get our evaluation done -- I think Nyhart is going to understand that and I think even with that decrease were doing pretty well. We're probably going to finish the year ~~about~~ with a million dollars in revenue~~s,~~ exceeding expenses so we are still doing okay."

Mr. Casper then said that this was jumping unto the Council policy discussion and noted that this is one of the first years that there is not a solid grip on the budget right now, saying that everybody's budgets are struggling to get along in substantial amounts and are not going to be able to all be relieved due to the pandemic.

Mr. Bodily wanted to make sure that it was understood by the board members that Salt Lake County's policy decisions on funding lie with the legislature and not with the trustees as it is not within their purview to raise or decrease contributions.

Mr. Casper agreed with Mr. Bodily but then said that it was not unhealthy to have a discussion regarding contributions to make sure everyone was on the same page. Mr. Delquadro added that in the past, the board had made requests asking the Mayor and the Council to consider increasing contributions. Mr. Delquadro then motioned to say that "at this point, it did not seem prudent to make a change in contributions but should revisit in June 2021."

Mr. Casper then said that he was comfortable making a recommendation ~~so~~ to the Council if the board was comfortable with the budget. At this time, Mr. Casper wanted to schedule the next meeting in December to see where the investments were and have Moreton come back. He mentioned that there were a lot of things happening before the next meeting – the budgets and the election.

Following this, all attendees decided that January 2021 would be best after all the holidays and vacations out of the way.

Mr. Casper asked if anyone had any new items of business or motion to adjourn.

The group did not have any and the meeting was adjourned at 1:55 PM.

The next OPEB meeting was scheduled for Wednesday, ~~January 6th~~, 2021 at ~~12:30 PM~~ via WebEx.

February 10th 11:30AM