

**Town Of West Boylston
Finance Committee
Joint Meeting with BOS
January 16, 2013**

Attendees:

Ray Bricault, Pat Crowley, Chris Berlund, Pete Murphy, Bill Fay, Jim Marinelli

Post Retirement Benefits Plan Review – Sherman Actuarial Services

A presentation of actuarial valuation of post retirement benefits plan for the town was presented by Sherman Actuarial Services to the Board of Selectmen and Finance Committee.

- These post employment evaluations are required for municipalities
- Measures the financial obligation value today for medical liabilities
- Liability should be reflected on town financials
- Reflection of liability could have impact on bond rating
- Assumes 7.5% trust fund interest rate (pre-funded) – investment covers cost
- Assumes 4.0% pay as you go (no prefunded)
- Based upon current contribution rates
- Actuarial analysis required every other year
- ARC – Annual Required Contribution
 - \$2.1M Pay as you go
 - \$1.4M Prefunded
- Annual funding required (ARC less estimated claims)
 - \$1.3M Pay as you go
 - \$572K prefunded

Additional Items:

Ask Town Administrator for a review of the Medical Liability Benefit Package of the town for the next meeting.

The meeting adjourned at 8:10pm.