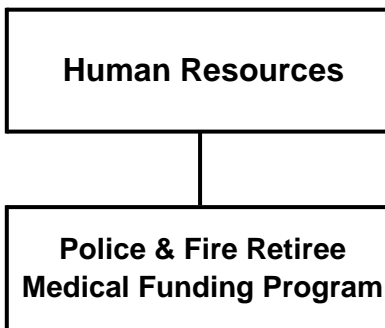


Appendix Q

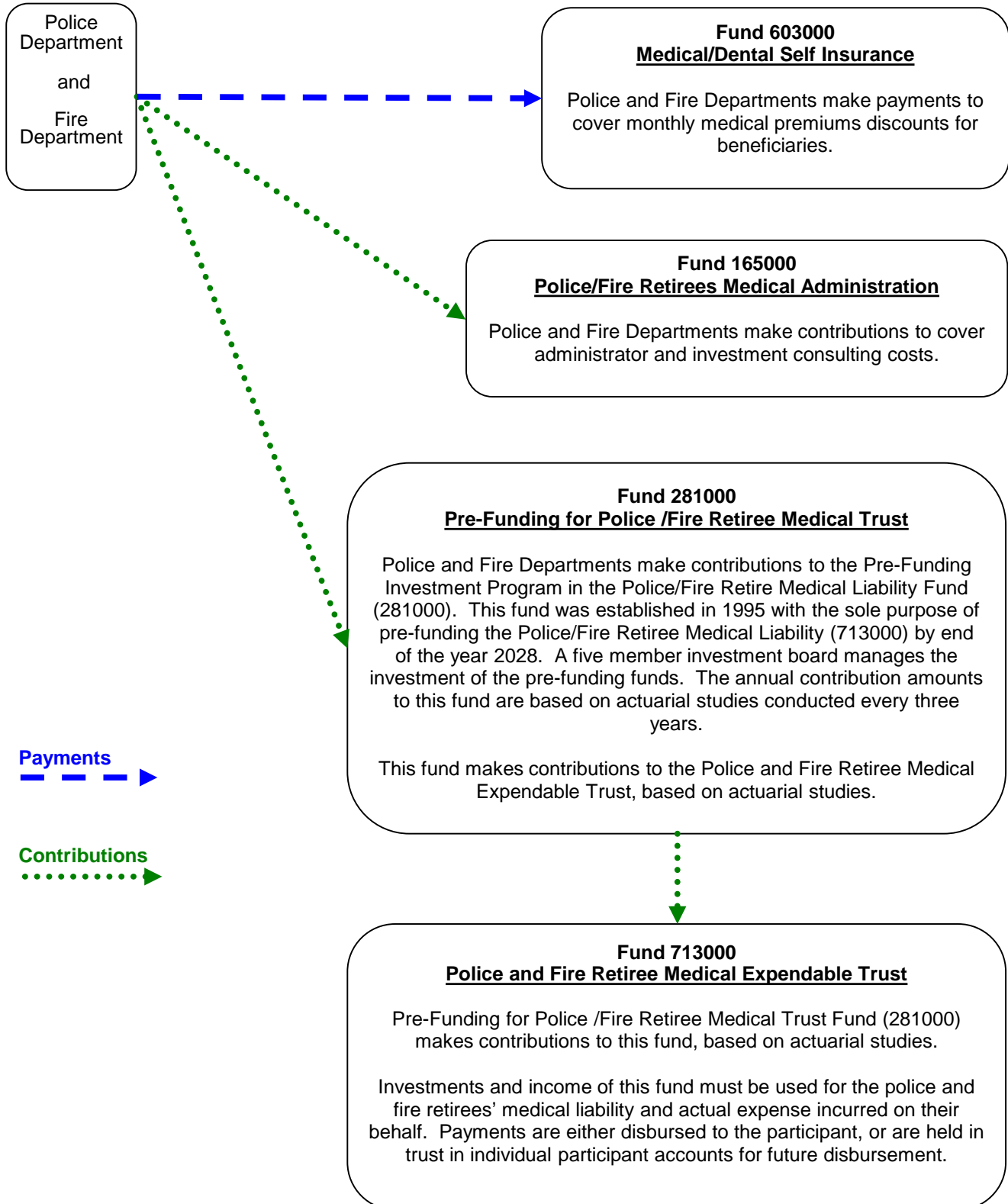
Police & Fire Retiree Medical Funding Program



Police & Fire Retiree Medical Funding Program

Flow of Funds

AMC 3.87 and AMC 3.88



Police & Fire Retiree Medical Funding Program

Purpose

Administer the health reimbursement arrangement (HRA) for those receiving retirement benefits under the Police and Fire Retirement System in accordance with provisions contained in AMC 3.87 and AMC 3.88.

Description

Police and Fire Retiree Medical system is a defined contribution plan. The Municipality will pay a predetermined amount to a Trust, for the employee's benefit. The employee will be able to choose from a variety of options as to how to spend the money in his or her account (they are not limited to the insurance provided by the Municipality).

The membership qualifications are:

- Must be beneficiary of the Police and Fire Retirement System
- Hired prior to January 1, 1995
- Retire on or after January 1, 1995.

The program also provides coverage to spouses and eligible dependents. The system is closed; no other person is eligible to participate in the system.

Police and Fire Departments make contributions to cover administrator and investment consulting costs in Police/Fire Retirees Medical Administration Fund (165000).

Police and Fire Departments also make contributions to the Pre-Funding Investment Program in the Police/Fire Retiree Medical Liability Fund (281000). This fund was established in 1995 with the sole purpose of pre-funding, via contributions, the Police/Fire Retiree Medical Liability (713000) by end of the year 2028. A five-member investment board manages the pre-funding investments. The contribution amounts to Fund 281000 are based on actuarial studies conducted every three years.

Additionally, the Police and Fire Departments pay premiums and provide monthly discounts from the stated premium to all members purchasing municipal health insurance. The Police and Fire Departments make these payments directly to the Municipal Self Insurance fund.

The Trust is administered by an eight-person board of trustees.

The operating budget for the administration of the Program and the contributions from the prefunding debt service fund to the Trust fund are appropriated as sections with the GGOB. The activity of the Trust Fund, management of the Trust and payment of medical benefits, are not budgeted or appropriated.

Police & Fire Retiree Medical Funding Program Department Summary

	2019 Actuals	2020 Revised	2021 Approved	21 v 20 % Chg
Direct Cost by Division				
Police & Fire Retiree Medical Funding Program	3,703,708	3,861,730	3,860,343	(0.04%)
Direct Cost Total	3,703,708	3,861,730	3,860,343	(0.04%)
Intragovernmental Charges				
Charges by/to Other Departments	35,278	33,848	34,143	0.87%
Program Generated Revenue	(6,544,174)	(300,004)	(6,334,842)	2011.59%
Function Cost Total	(2,805,189)	3,595,574	(2,440,356)	(167.87%)
Net Cost Total	(2,805,189)	3,595,574	(2,440,356)	(167.87%)
<hr/>				
Direct Cost by Category				
Salaries and Benefits	128,533	126,349	124,962	(1.10%)
Supplies	147	1,280	1,280	-
Travel	-	-	-	-
Contractual/Other Services	3,575,028	3,734,101	3,734,101	-
Debt Service	-	-	-	-
Direct Cost Total	3,703,708	3,861,730	3,860,343	(0.04%)
<hr/>				
Position Summary as Budgeted				
Full-Time	1	1	1	-
Part-Time	1	-	-	-
Position Total	2	1	1	-

Police & Fire Retiree Medical Funding Program

Division Summary

Police & Fire Retiree Medical Funding Program

(Fund Center # 187600, 186000, 187601)

	2019 Actuals	2020 Revised	2021 Approved	21 v 20 % Chg
Direct Cost by Category				
Salaries and Benefits	128,533	126,349	124,962	(1.10%)
Supplies	147	1,280	1,280	-
Travel	-	-	-	-
Contractual/Other Services	3,575,028	3,734,101	3,734,101	-
Manageable Direct Cost Total	3,703,708	3,861,730	3,860,343	(0.04%)
Debt Service	-	-	-	-
Non-Manageable Direct Cost Total	-	-	-	-
Direct Cost Total	3,703,708	3,861,730	3,860,343	-
Intragovernmental Charges				
Charges by/to Other Departments	35,278	33,848	34,143	0.87%
Function Cost Total	3,738,986	3,895,578	3,894,486	(0.03%)
Program Generated Revenue by Fund				
Fund 165000 - Police/Fire Retirees Med Admin (**Moved fr GG starting in 2011**)	248,201	210,004	209,014	(0.47%)
Fund 281000 - Police/Fire Ret Med Liability (**Moved fr GG starting in 2011**)	6,295,973	90,000	6,125,828	6706.48%
Program Generated Revenue Total	6,544,174	300,004	6,334,842	2011.59%
Net Cost Total	(2,805,189)	3,595,574	(2,440,356)	(167.87%)

Position Summary as Budgeted

Full-Time	1	1	1	-
Part-Time	1	-	-	-
Position Total	2	1	1	-

Police & Fire Retiree Medical Funding Program

Division Detail

Police & Fire Retiree Medical Funding Program

(Fund Center # 187600, 186000, 187601)

	2019 Actuals	2020 Revised	2021 Approved	21 v 20 % Chg
Direct Cost by Category				
Salaries and Benefits	128,533	126,349	124,962	(1.10%)
Supplies	147	1,280	1,280	-
Travel	-	-	-	-
Contractual/Other Services	3,575,028	3,734,101	3,734,101	-
Manageable Direct Cost Total	3,703,708	3,861,730	3,860,343	(0.04%)
Debt Service	-	-	-	-
Non-Manageable Direct Cost Total	-	-	-	-
Direct Cost Total	3,703,708	3,861,730	3,860,343	(0.04%)
Intragovernmental Charges				
Charges by/to Other Departments	35,278	33,848	34,143	0.87%
Program Generated Revenue				
406625 - Reimbursed Cost-NonGrant Funded	41,540	11,410	11,410	-
408380 - Prior Year Expense Recovery	98	-	-	-
440010 - GCP CshPool ST-Int(MOA/ML&P)	8,970	1,000	10	(99.00%)
440050 - Other Int Income	171,436	90,000	253,139	181.27%
440070 - Dividend Income	714,582	-	665,577	100.00%
440080 - UnRlzd Gns&Lss Invs(MOA/AWWU)	4,707,423	-	4,460,268	100.00%
440090 - RlzdGns&LsOnSleofInv	702,532	-	746,844	100.00%
450010 - Contributions from Other Funds	197,594	197,594	197,594	-
Program Generated Revenue Total	6,544,174	300,004	6,334,842	2011.59%
Net Cost				
Direct Cost Total	3,703,708	3,861,730	3,860,343	(0.04%)
Charges by/to Other Departments Total	35,278	33,848	34,143	0.87%
Program Generated Revenue Total	(6,544,174)	(300,004)	(6,334,842)	2011.59%
Net Cost Total	(2,805,189)	3,595,574	(2,440,356)	(167.87%)

Position Detail as Budgeted

	2019 Revised		2020 Revised		2021 Approved	
	Full Time	Part Time	Full Time	Part Time	Full Time	Part Time
Special Admin Assistant I	-	1	-	-	-	-
Special Admin Assistant II	1	-	1	-	1	-
Position Detail as Budgeted Total	1	1	1	-	1	-