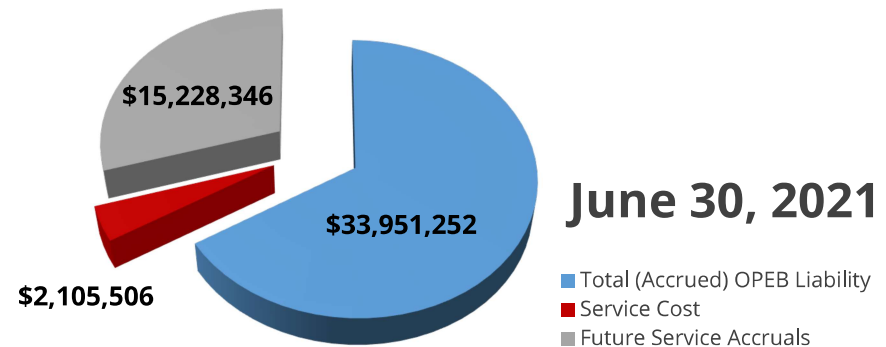


MiraCosta Community College District Retiree Health Plan
June 30, 2021 Actuarial Valuation
Section I. Executive Summary

Results of the Retiree Health Valuation

We have determined that the amount of the present value of the projected District pay-as-you-go contributions (actuarial liability) for OPEB benefits, as of June 30, 2021, the valuation date, is \$51,285,104, (including \$13,816,459 for the implicit rate subsidy). This amount is based on a discount rate of 6.00%. The amount represents the present value of all benefits projected to be paid by the District for current and future retirees. If the District were to have this amount in a fund earning interest at the rate of 6.00% per year, and all other actuarial assumptions were met, the fund would have enough to pay the District's required contribution for retiree health benefits. This includes benefits for the current retirees as well as the current active employees expected to retire in the future. The valuation does not consider employees not yet hired as of the valuation date.

If the amount of the actuarial liability is apportioned into past service, current service and future service components; the past service component (actuarial accrued liability now referred to as Total OPEB Liability) is \$33,951,252 (including \$9,172,663 for the implicit rate subsidy), the current service component (normal cost or current year accrual) is \$2,105,506 (including \$570,725 for the implicit rate subsidy) and the future service component (not yet accrued liability) is \$15,228,346 (including \$4,073,071 for the implicit rate subsidy).



Actuarial Liability is \$51,285,104

Changes from Prior Valuation

The valuation reflects updated census, plan and rate information. In addition, there were a couple of assumption changes as noted in Section VI including updates to the initial healthcare trend rates. A reconciliation of the approximate change in the total (accrued) OPEB liability from the prior valuation is provided below:

June 30, 2019 Valuation @6.00%	\$26,715,000
Increase due to passage of time	4,127,000
Net experience gain	774,000
Increase due to liability for new entrants	2,123,000
Net change due to updated assumptions	212,000
June 30, 2021 Valuation @6.00%	\$33,951,000