

- (1) I understand that we should ignore the RFP line which refers to “*the OMB Circular A-87 applicable plan and the Cost Allocation Plan*” in item 11 of “Organization and Content of Proposal”. Should we also ignore the reference to “*three modeled options*” in the first paragraph under “Scope of Services”, as well as “*for each scenario*” in item 3 of the same section? If not, can you specify those options/scenarios?

Response: Yes  
Yes, ignore.

- (2) Can you provide the last GASB45 valuation report of the prior actuary? I understand that it'll show about 350 actives & 100 retirees. It sounds like that prior valuation was as of 6/30/12, so that this new contract will be for the three valuations as of June 30, 2014, 2016, & 2018, yes?

Response: Yes, the report is available on the following link: [GASB 45 Actuarial Study Update-EXH A-Itelson Report.pdf](#)  
Yes

- (3) I see that eligible retirees can choose between Kaiser & HealthNet benefits, and the plan subsidy of benefit premium is capped at a fixed monthly amount per family: \$225 for 20+ years of service, some smaller cap for 15-19 years, and an even smaller cap for 10-14 years. I also see that this subsidy is granted only if the employee was hired before a certain date: 1/1/12 for bargained, 7/1/11 for non-bargained. Can later hires still participate in the retiree health plan by self-paying the entire premium? For those who do get the subsidy, is it continued for the life of the retiree, and then for the life of their surviving spouse?

Response: Yes, later hires may participate by self-paying their entire premium.  
Yes, Survivor dependents of eligible employees or retirees shall be entitled to the same benefit amount that the employee was eligible for at the time of death.

- (4) Are the Kaiser/HealthNet benefits provided through the CalPERS health plan (PEMHCA), and are you prefunding with the CalPERS OPEB Trust (CERBT)? Part of the reason I ask is that a new Actuarial Standard of Practice (ASOP) is due out next year which will require actuaries to calculate an implicit subsidy for sponsors in pooled funds like PEMHCA.

Response: No, Kaiser/HealthNet are provided through a negotiated plan with the City of Sacramento.  
No, we are not prefunding.

- (5) Is it correct that there will be an on-site (not teleconference) finalist interview as well as two on-site post-valuation meetings with Library staff and/or Board of Directors?

Response: Yes, there will be an on-site interview and please plan on two meetings.

- (6) For the \$427,900 ARC shown in the prior actuary's report, is that being used in your financial statements as applicable to the fiscal years ending 6/30/12 & 6/30/13?

Response: Yes, the \$427,900 was used for 6/30/12. The same percentages will be applied to payroll to figure out the 6/30/13 ARC amount.

- (7) If so, would you say that this next report has to calculate an ARC for use in fiscal years ending 6/30/14 & 6/30/15 (based on liability as of the start of that two-year period)? That would make the next three valuation dates be 7/1/13, 7/1/15, and 7/1/17.

Response: Yes

The next three valuation dates should be: Feb 2014; Feb 2016 and Feb 2018.

- (8) Is limited liability up to insurance limit of \$1,000,000 per and aggregate acceptable?

Response: Please refer to Exhibit D of the RFP, Section 10.B. Minimum Limits of Insurance for the different types of coverage required. The \$1,000,000 is per each type of coverage, not aggregate.

- (9) Should travel expenses be included in the cost information per year?

Response: Yes

- (10) Does the not to exceed total sum cover the three year period? I believe yes.

Response: Yes, by year total.

- (11) What expenses are included in reimbursable expenses?

Response: All costs will be included in the "not to exceed" total per #10 above.