

Response to Questions on the FY 2009 Advertised Budget Plan

Request By: Chairman Connolly

Question: Summarize the current GASB 45 liability for FCPS and actions to address the liabilities.

Response: Fairfax County Public Schools have provided the following information:

As part of the FY 2008 Approved Budget, the School Other Post-Employment Benefits Trust Fund was established to account for the requirements of GASB 45. FCPS is continuing to coordinate with the actuaries to finalize the assumptions for an updated valuation. To begin addressing the unfunded liability, an amount of \$10.0 million was set aside at the end of FY 2007 and another \$8.0 million was allocated in FY 2008 to aid in funding the annual required contribution (ARC). The FY 2009 Advertised Budget includes funding of \$8.0 million for OPEB.