



BEAUMONT-CHERRY VALLEY WATER DISTRICT

RFP for Actuarial Services to Value Other Post-Employee Benefits (OPEB) in Compliance with Governmental Accounting Standards Board Statement No. 75 (GASB 75) - Responses to Questions

1. Can you please clarify that we would not need to “draft, in its entirety, the GASB 75 notes to the financial statements” (Scope of Work #3), as long as our reports have all the numerical information needed?

Answer: Correct. We have the standard language and narrative, we would just need the relevant numerical information and data.

2. Would you accept proposals submitted electronically, rather than hard copy via mail? We note that you accept electronic revisions.?

Answer: We ask that you submit hard copies of the proposals. Electronic proposal submittals will be disqualified.

3. Should the price proposal include the 2 optional extension years (FY25 and FY26)?

Answer: Yes. You might have the “optional” 2 years costs’ presented separately or at least noted as optional/extension.

4. Can the meeting to present results to staff and auditors be via video conference?

Answer: Yes, we would accept that.

5. Would you please provide copies of the 2 most recent valuation reports?

Answer: Attached are the 2 most recent valuation reports:

- June 30, 2021 Measurement Date (from our 12/31/21 year end) is a roll forward of
- June 30, 2020 Measurement Date (from our 12/31/20) actuarial valuation

6. Who is the incumbent actuary?

Answer: Foster & Foster, Inc. (formerly Bartel Associates, LLC)

7. What fees were paid to the incumbent actuary for the last 2 valuations?

Answer:

- For 2021 rollforward: \$2,480
- For 2020 valuation: \$6,900

8. Does the District have a formal funding policy regarding making an Actuarially Determined Contribution (ADC)? If so, please describe this policy and provide a copy of the recent actuarial report calculating the current ADC rate or ADC dollar amount.

Answer: We do have a funding policy, which I have attached. This was only adopted in May of 2022, so we have not yet had an actuarial report with an ADC rate or dollar amount. Our report for the 6/30/22 actuarial valuation (for FYE 12/31/22) would have the first.

9. Please confirm whether the scope of requested services includes calculation of an Actuarially Determined Contribution (ADC) rate biennially. If it does, then please confirm that the 6/30/2022 valuation (1st year of contract) should provide ADC amounts for the 2023 and 2024 fiscal years, or the 2024 and 2025 fiscal years.

Answer: The scope of services does not explicitly include the calculation of an ADC rate biennially, which is the frequency required by our policy. If this is a service that must be separately scoped (on the price sheet as its own line item) as an optional add-on, we would want to see that. Otherwise, we would ask proposers to consider adding this into their proposals as part of the overall biennial valuation.

Under current policy, we would need this for the 2022, 2024, and 2026 fiscal years.

10. Please confirm that the final year of the proposed scope of services (year 5) would be for the 6/30/2026 actuarial valuation that would provide FYE 12/31/2026 GASB 75 results.

Answer: Correct, Year 5, the final year of the proposed scope of services (2nd of the optional years) would be for the 6/30/26 valuation providing FYE 12/31/26 GASB 75 results.