

State of Maine - State Employees
Fiscal Year Ended June 30, 2018 GASB Statement No. 74 Disclosure Information

Exhibit 1: Schedule of Changes in Net OPEB Liability

(All dollar amounts are in thousands)

	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability (a)-(b)
June 30, 2017	\$ 1,161,320	\$ 233,596	\$ 927,724
Service Cost	16,917		16,917
Interest	76,921		76,921
Changes In Benefit Terms	-		-
Changes In Assumptions - Discount Rate	-		0
Changes In Assumptions - Others	5,241		5,241
Differences Between Expected And Actual Experience	17,725		17,725
Benefit Payments			
Explicit Subsidy	\$ (58,347)		
Implicit Subsidy	\$ (20,265)		
Total	(78,612)	(78,612)	-
Contributions - Employer			
Explicit Subsidy	\$ 60,347		
Implicit Subsidy	\$ 20,265		
Total		80,612	(80,612)
Contributions - Employee		-	-
Contributions - Retiree		-	-
Administrative Expenses		(6)	6
Net Investment Income			
Expected Investment Earnings	\$ 15,834		
Differences Between Projected And Actual Investment Earnings	\$ 5,436		
Total		21,270	(21,270)
Net Change	\$ 38,192	\$ 23,265	\$ 14,928
June 30, 2018	\$ 1,199,512	\$ 256,860	\$ 942,652
		June 30, 2018	June 30, 2017
Plan Fiduciary Net Position As A Percentage Of Total OPEB Liability		21.4%	20.1%
Covered Payroll		To be provided by State	\$ 582,934
Net OPEB Liability As A Percentage Of Covered Payroll		TBD	159.1%
Sensitivity of Net OPEB Liability to changes in Discount Rate		June 30, 2018	% Change
A one percentage point change in discount rate would have the following effect on Total OPEB Liability as of June 30, 2018:			
One Percentage Increase (7.75%)		\$ (117,271)	-10%
One Percentage Decrease (5.75%)		\$ 140,548	12%
Net OPEB Liability at a one percentage point change in discount rate as of June 30, 2018 is as follows:			Net OPEB Liability
One Percentage Increase (7.75%)			\$ 825,381
One Percentage Decrease (5.75%)			\$ 1,083,200
Sensitivity of Net OPEB Liability to changes in Trend Rate		June 30, 2018	% Change
A one percentage point change in trend rate would have the following effect on Total OPEB Liability as of June 30, 2018:			
One Percentage Increase (7.4% grading down to 5.3%)		\$ 162,529	14%
One Percentage Decrease (5.4% grading down to 3.3%)		\$ (134,296)	-11%
Net OPEB Liability at a one percentage point change in trend rate as of June 30, 2018 is as follows:			Net OPEB Liability
One Percentage Increase (7.4% grading down to 5.3%)			\$ 1,105,181
One Percentage Decrease (5.4% grading down to 3.3%)			\$ 808,356
Key Assumptions		June 30, 2018	June 30, 2017
Discount Rate		6.75%	6.75%
Investment Rate of Return		6.75%	6.75%
Inflation		2.75%	2.75%
Initial Medical Trend Rate ^{1,2}		6.40%	5.75%
Ultimate Medical Trend Rate ²		4.29%	4.75%
Year Ultimate Trend Rate Reached		2075	2020

¹ In order to reflect known 2018 premiums, non-medicare increases were assumed to be 3.00% for 2016 and 4.00% for 2017, while Medicare increases were assumed to be -2.31% for 2016 and 0.00% for 2017.

² Trend is limited to no more than inflation + 3% in any given year.

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Exhibit 2: 10-Year Schedule of Employer Contributions
(All dollar amounts are in thousands)

Year Ended	Actuarially Determined Contributions¹ (a)	Contributions in Relation to Actuarially Determined Contributions (b)	Contribution Deficiency (Excess) (c)	Covered Payroll (d)	Contributions as a Percentage of Covered Payroll (e)
			(a)-(b)		(b)/(d)
June 30, 2017	\$69,000	\$78,746	(\$9,746)	\$582,934	13.5%
June 30, 2018	\$71,179	\$80,612	(\$9,433)	To be provided by State	TBD

¹ Actuarially Determined Contributions for year ended June 30, 2017 was calculated by the prior plan actuary.