



Santa Monica-Malibu Unified School District

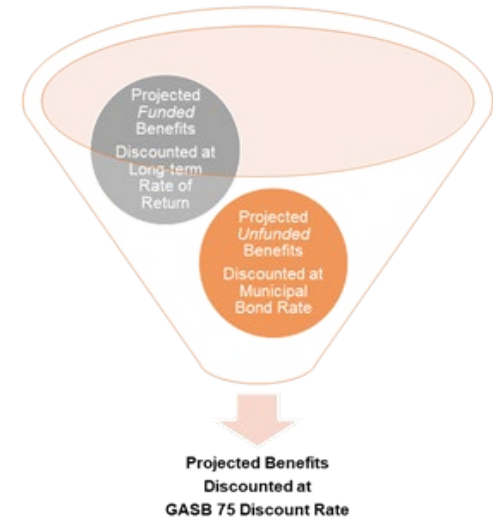
GASB 75

June 30, 2023 Supplemental Schedules



- The Total OPEB Liability determined by an actuarial valuation as of July 1, 2021.
- Standard actuarial procedures used to project from July 1, 2021 to June 30, 2023.
- GASB 75 requires a discount rate that reflects (a) the long-term expected rate of return – to the extent plan assets are projected to cover projected benefit payments and (b) a yield or index rate for 20-year, tax-exempt general obligation municipal bonds – to the extent projected assets are not sufficient. The resulting June 30, 2023 GASB 75 rate is 3.94%.

| | June 30, 2023 | June 30, 2022 | June 30, 2021 |
|------------------------------------|---------------|---------------|---------------|
| Total OPEB Liability | \$59.03M | \$56.49M | \$68.52M |
| Plan assets | 7.13M | 6.70M | 7.74M |
| Net OPEB Liability (Page 4) | \$51.90M | \$49.79M | \$60.78M |
| Discount rate (P. 3) | 3.94% | 3.80% | 2.43% |
| Municipal bond rate | 3.86% | 3.69% | 1.92% |
| Expected asset return (P. 3) | 5.00% | 5.00% | 5.00% |
| Actual asset return (P. 7) | 6.43% | -13.38% | 27.55% |
| OPEB Expense (P. 11) | \$4.62M | \$4.98M | \$6.48M |
| Contributions to trust (P. 6) | 0 | 0 | 0 |
| Payments from outside trust (P. 6) | \$1.00M | \$1.47M | \$1.55M |





GASB Statement No. 75

Supplemental Schedules

for Santa Monica-Malibu Unified School District

Reporting Period: July 1, 2022 to June 30, 2023
Measurement Period: July 1, 2022 to June 30, 2023
Valuation Date: July 1, 2021

October 5, 2023

**Santa Monica-Malibu Unified School District
Post-Employment Medical Benefits Plan**

GASB 75 Disclosure Information

Note to Auditors

DFA, LLC (DFA) has prepared the following supplemental schedules to accompany the District's actuarial valuation as of July 1, 2021 to (1) facilitate preparation of GASB 75 reporting and (2) to provide information that (if applicable) was not determinable as of the valuation date. We have prepared this supplement based on the results of our actuarial valuation and (if applicable) subsequent projections. We are available to discuss and reconcile any differences between your records and our calculations.

Our actuarial valuation report is intended to comply with GASB 75's valuation requirements (at least one every two years); the following schedules are intended to provide the reporting information specific to the applicable reporting period (July 1, 2022 to June 30, 2023), with updates to the measurement date (June 30, 2023).

Notes to the Financial Statements for the Year Ended June 30, 2023

Plan Description

Plan administration. The District sponsors healthcare coverage under the California Public Employees Medical and Hospital Care Act (PEMHCA), more commonly referred to as PERS Health. The Plan is an agent multi-employer defined benefit plan that is used to provide postemployment benefits other than pensions (OPEB) for eligible retirees and their spouses. Management of the trustee assets is vested with the California Employers' Retiree Benefit Trust.

Benefits provided. The District also offers PEMHCA to its retirees. The District contributes the statutory minimum (\$149.00 for 2022 and \$151.00 for 2023) as well as the percent-of-premium administrative fee on behalf of each retiree eligible for and participating in PEMHCA. Furthermore, the District makes supplemental contributions towards eligible retirees' premiums until age 65 according to provisions of the District's agreements with its various employee groups, as described below.

Certificated and Management employees with at least 10 years of full-time equivalent service and age 55 or over may retire with District-paid medical and dental benefits. The Classified agreement does not specify a minimum age and service for retirement; for purposes of this valuation, we have assumed that Classified will be subject to the same provisions as the other groups. The District contribution each year is set equal to the Blue Shield HMO or Kaiser HMO retiree-only premium plus the retiree-only premium for Delta Dental or Delta Care Dental. For retirees electing PERS Choice or PERS Care, the District contribution is limited to the Kaiser retiree-only premium. The supplemental District contributions end at age 65, at which point retirees may elect to continue coverage for their further lifetime under PEMHCA and receive the statutory minimum District contribution \$149.00 for 2022 and \$151.00/month for 2023).

Plan membership. On July 1, 2021, the most recent valuation date, membership consisted of the following:

| | |
|---|-------|
| Inactive plan members or beneficiaries currently receiving benefit payments | 438 |
| Active plan members | 1,426 |

Contributions. The contribution requirements of the Plan members and the District are established and may be amended by the District, the Santa Monica-Malibu Classroom Teachers Association (SMMCTA), the Service Employees International Union Local 99 (SEIU), and unrepresented groups. The District contributions are based on pay-as-you-go financing requirements, which include the statutory minimum required monthly premium, plus an administrative fee, on behalf of each retiree. In addition, the District makes supplemental contributions towards eligible retirees' premiums until age 65 according to the provisions of the District's agreement with its various employee groups. Any additional contributions are based on availability of funds.



**Santa Monica-Malibu Unified School District
Post-Employment Medical Benefits Plan**

GASB 75 Disclosure Information

Net OPEB Liability

The District's Net OPEB Liability was measured as of June 30, 2023 and the Total OPEB Liability used to calculate the Net OPEB Liability was determined by an actuarial valuation as of July 1, 2021. Standard actuarial update procedures were used to project/discount from valuation to measurement dates.

Actuarial assumptions. The total OPEB liability was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

| | |
|---|--|
| Actuarial cost method | Entry Age, Level Percent of Pay |
| Valuation of fiduciary net position | Fair value of assets. |
| Recognition of deferred inflows and outflows of resources | Closed period equal to the average of the expected remaining service lives of all employees provided with OPEB |
| Salary increases | 3.00 percent |
| Inflation rate | 3.00 percent |
| Investment rate of return | 5.00 percent, net of OPEB plan investment expense |
| Healthcare cost trend rate | 5.25 percent for 2023, 5.20 percent for 2024-2069, and 4.00 percent for 2070 and later years; Medicare ages: 4.00 percent for all years. |
| Preretirement Mortality Certificated | Mortality Rates for active employees from CalSTRS Experience Analysis (2015-2018). Preretirement Mortality Rates from CalPERS Experience Study (2000-2019). |
| Classified | |
| Postretirement Mortality Certificated | Mortality Rates for retired members and beneficiaries from CalSTRS Experience Analysis (2015-2018). Post-retirement Mortality Rates for Healthy Recipients from CalPERS Experience Study (2000-2019). |
| Classified | |

Actuarial assumptions used in the July 1, 2021 valuation were based on a review of plan experience during the period July 1, 2019 to June 30, 2021.

The long-term expected rate of return on OPEB plan investments was determined using a building-block method in which expected future real rates of return (expected returns, net of investment expense and inflation) are developed for each major asset class. The calculated investment rate of return was set equal to the expected ten-year compound (geometric) real return plus inflation (rounded to the nearest 25 basis points, where appropriate). The table below provides the long-term expected real rates of return by asset class (based on published capital market assumptions).

| Asset Class | Assumed Asset Allocation | Real Rate of Return |
|-----------------------|--------------------------|---------------------|
| Global ex-U.S. Equity | 59% | 4.8% |
| U.S. Fixed | 25% | 1.8% |
| TIPS | 5% | 1.6% |
| Real Estate | 8% | 3.7% |
| Commodities | 3% | 1.9% |



**Santa Monica-Malibu Unified School District
Post-Employment Medical Benefits Plan**

GASB 75 Disclosure Information

Discount rate. GASB 75 requires a discount rate that reflects the following:

- a) The long-term expected rate of return on OPEB plan investments – to the extent that the OPEB plan’s fiduciary net position (if any) is projected to be enough to make projected benefit payments and assets are expected to be invested using a strategy to achieve that return.
- b) A yield or index rate for 20-year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher – to the extent that the conditions in (a) are not met.

To determine a resulting single (blended) rate, the amount of the plan’s projected fiduciary net position (if any) and the amount of projected benefit payments is compared in each period of projected benefit payments. The discount rate used to measure the District’s Total OPEB liability is based on these requirements and the following information:

| Reporting Date | Measurement Date | Long-Term Expected Return of Plan Investments | Fidelity GO AA 20 Years Municipal Index | Discount Rate |
|----------------|------------------|---|---|---------------|
| June 30, 2022 | June 30, 2022 | 5.00% | 3.69% | 3.80% |
| June 30, 2023 | June 30, 2023 | 5.00% | 3.86% | 3.94% |



**Santa Monica-Malibu Unified School District
Post-Employment Medical Benefits Plan**

GASB 75 Disclosure Information

The components of the net OPEB liability were as follows:

| | |
|---|---------------|
| Total OPEB liability | 59,026,630 |
| Plan fiduciary net position | 7,127,681 |
| Net OPEB liability (asset) | \$51,898,949 |
| | |
| Measurement date | June 30, 2023 |
| Reporting date | June 30, 2023 |
| | |
| Covered employee payroll | \$124,543,958 |
| Net OPEB liability (asset) as a percentage of covered payroll | 41.67% |
| Plan fiduciary net position as a percentage of the total OPEB liability | 12.08% |

Schedule of Changes in Net OPEB Liability (June 30, 2022 to June 30, 2023)

| | |
|---|---------------------|
| Total OPEB Liability | |
| Service Cost | 2,624,929 |
| Interest | 2,223,725 |
| Changes of benefit terms | 0 |
| Difference between expected and actual experience | 0 |
| Changes in assumptions or other inputs | (1,108,838) |
| Benefit payments ¹ | (1,203,448) |
| Net change in total OPEB liability | 2,536,368 |
| Total OPEB liability – June 30, 2022 (a) | \$56,490,262 |
| Total OPEB liability – June 30, 2023 (b) | \$59,026,630 |
| | |
| Plan fiduciary net position | |
| Contributions – employer ¹ | 1,203,448 |
| Other income – adjustment | 0 |
| Net investment income | 432,836 |
| Benefit payments ¹ | (1,203,448) |
| Trustee fees | (2,446) |
| Administrative expenses | (3,346) |
| Other disbursements – reimbursement to employer | 0 |
| Net change in plan fiduciary net position | 427,044 |
| Plan fiduciary net position – June 30, 2022 (c) | \$6,700,637 |
| Plan fiduciary net position – June 30, 2023 (d) | \$7,127,681 |
| | |
| Net OPEB liability (asset) – June 30, 2022 (a) – (c) | \$49,789,625 |
| Net OPEB liability (asset) – June 30, 2023 (b) – (d) | \$51,898,949 |

¹ Amount includes any implicit subsidy associated with benefits paid (see Footnote 4).



**Santa Monica-Malibu Unified School District
Post-Employment Medical Benefits Plan**

GASB 75 Disclosure Information

Sensitivity of the net OPEB liability to changes in the discount rate. The following presents the net OPEB liability, as well as what the net OPEB liability would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage-point higher than the current discount rate:

| | 1% Decrease (2.94%) | Discount Rate (3.94%) | 1% Increase (4.94%) |
|----------------------------|------------------------|--------------------------|------------------------|
| Net OPEB liability (asset) | 60,580,090 | 51,898,949 | 44,828,420 |

Sensitivity of the net OPEB liability to changes in the healthcare cost trend rates. The following presents the net OPEB liability, as well as what the net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

| | 1% Decrease ² | Trend Rate | 1% Increase ³ |
|----------------------------|--------------------------|------------|--------------------------|
| Net OPEB liability (asset) | 42,888,430 | 51,898,949 | 63,368,597 |

² Trend rate for each future year reduced by 1.00%.

³ Trend rate for each future year increased by 1.00%.

**Santa Monica-Malibu Unified School District
Post-Employment Medical Benefits Plan**

GASB 75 Disclosure Information

Statement of Fiduciary Net Position

| | |
|--|--------------------|
| Assets | |
| Cash, deposits, and cash equivalents | 0 |
| Receivables: | |
| Accrued Income | 0 |
| Total receivables | 0 |
| Investments: | |
| Managed account | 7,127,681 |
| Total Investments | 7,127,681 |
| Total Assets | 7,127,681 |
| Liabilities | |
| Accrued Expenses | 0 |
| Total Liabilities | 0 |
| Net position restricted for postemployment benefits other than pensions | \$7,127,681 |
| Measurement date | June 30, 2023 |
| Reporting date | June 30, 2023 |

Statement of Changes in Fiduciary Net Position

| | |
|--|-------------|
| Additions | |
| Employer contributions ⁴ | 1,203,448 |
| Other income – adjustment | 0 |
| Net increase in fair value of investments | 432,836 |
| Total additions | 1,636,284 |
| Deductions | |
| Trustee fees | 2,446 |
| Administrative expenses | 3,346 |
| Benefit payments ⁴ | 1,203,448 |
| Other disbursements – reimbursement to employer | 0 |
| Total deductions | 1,209,240 |
| Net increase in net position | 427,044 |
| Net position restricted for postemployment benefits other than pensions | |
| Beginning of year – June 30, 2022 | \$6,700,637 |
| End of year – June 30, 2023 | \$7,127,681 |

⁴ Includes an implicit subsidy credit as follows:

| | Trust | Non-Trust | Total |
|------------------------------|-------|-------------|-------------|
| Employer contribution | \$0 | \$996,892 | \$996,892 |
| Implicit subsidy credit | 0 | 206,556 | 206,556 |
| Total employer contributions | \$0 | \$1,203,448 | \$1,203,448 |
| Benefit payments | \$0 | \$996,892 | \$996,892 |
| Implicit subsidy credit | 0 | 206,556 | 206,556 |
| Total benefit payments | \$0 | \$1,203,448 | \$1,203,448 |



**Santa Monica-Malibu Unified School District
Post-Employment Medical Benefits Plan**

GASB 75 Disclosure Information

Investments

Investment policy. The allocation of the plan's invested assets is established by CERBT Strategy 1. The objective is to seek returns that reflect the broad investment performance of the financial markets through capital appreciation and investment income. The asset allocations and benchmarks for CERBT Strategy 1 are listed below:

| Asset Class | Target Allocation | Target Range | Benchmark |
|---|--------------------------|---------------------|---|
| Global Equity | 59% | ± 5% | MSCI All Country World Index IMI (Net) |
| Fixed Income | 25% | ± 5% | Bloomberg Barclays Long Liability Index |
| Treasury Inflation-Protected Securities | 5% | ± 3% | Bloomberg Barclays Barclays US TIPS Index |
| Real Estate Investment Trusts | 8% | ± 5% | FTSE EPRA/NAREIT Developed Liquid Index (Net) |
| Commodities | 3% | ± 3% | S&P GSCI Total Return Index |
| Cash | - | ± 2% | 91 Day Treasury Bill |

CalPERS may overweight or underweight an allocation to a particular asset class based on market, economic, or CalPERS policy considerations.

Rate of return. For the year ended on the measurement date, the annual money-weighted rate of return on investments, net of investment expense, was 6.43 percent. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts invested.

| | |
|--|-------|
| Annual money-weighted rate of return, net of investment expense | 6.43% |
|--|-------|



**Santa Monica-Malibu Unified School District
Post-Employment Medical Benefits Plan**

GASB 75 Disclosure Information

Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

On June 30, 2023, the District's deferred outflows of resources and deferred inflows of resources to OPEB from the following sources are:

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|---|-----------------------------------|----------------------------------|
| Difference between expected and actual experience ^{5,6} | 0 | (8,485,388) |
| Changes in assumptions or other inputs ^{5,6} | 10,977,185 | (5,813,426) |
| Net difference between projected and actual return on OPEB investments ^{5,6} | 873,516 | (621,261) |
| Total | \$11,850,701 | \$(14,920,075) |

⁵ Measured on June 30, 2023.

⁶ See Schedule of Deferred Outflows and Inflows of Resources for additional information.

Amounts reported as deferred outflows and deferred inflows of resources will be recognized in OPEB expense as follows:

| Fiscal Year ending June 30: | Deferred Outflows of Resources | Deferred Inflows of Resources |
|--------------------------------|--------------------------------|-------------------------------|
| 2024 | 2,811,780 | (2,699,011) |
| 2025 | 2,794,033 | (2,699,013) |
| 2026 | 2,794,031 | (2,426,558) |
| 2027 | 2,181,619 | (2,426,559) |
| 2028 | 1,269,238 | (2,174,303) |
| Thereafter+ | 0 | (2,494,631) |

**Santa Monica-Malibu Unified School District
Post-Employment Medical Benefits Plan**

GASB 75 Disclosure Information

Schedule of Deferred Outflows of Resources

| Year | Type | Category | Initial Base | Amortization Period | Current Recognition | Current Balance |
|-------|------------------|---|--------------|---------------------|---------------------|-----------------|
| 2017 | Deferred Outflow | Difference between expected and actual experience | 0 | 0.0 | 0 | 0 |
| 2018 | Deferred Outflow | Difference between expected and actual experience | 0 | 0.0 | 0 | 0 |
| 2019 | Deferred Outflow | Difference between expected and actual experience | 0 | 0.0 | 0 | 0 |
| 2020 | Deferred Outflow | Difference between expected and actual experience | 0 | 8.4 | 0 | 0 |
| 2021 | Deferred Outflow | Difference between expected and actual experience | 0 | 0.0 | 0 | 0 |
| 2022 | Deferred Outflow | Difference between expected and actual experience | 0 | 8.2 | 0 | 0 |
| 2023 | Deferred Outflow | Difference between expected and actual experience | 0 | 7.7 | 0 | 0 |
| Total | | | | | 0 | 0 |

| Year | Type | Category | Initial Base | Amortization Period | Current Recognition | Current Balance |
|-------|------------------|--|--------------|---------------------|---------------------|-----------------|
| 2017 | Deferred Outflow | Changes in assumptions or other inputs | 0 | 0.0 | 0 | 0 |
| 2018 | Deferred Outflow | Changes in assumptions or other inputs | 0 | 0.0 | 0 | 0 |
| 2019 | Deferred Outflow | Changes in assumptions or other inputs | 5,561,651 | 8.5 | 654,312 | 2,290,091 |
| 2020 | Deferred Outflow | Changes in assumptions or other inputs | 8,193,212 | 8.4 | 975,382 | 4,291,684 |
| 2021 | Deferred Outflow | Changes in assumptions or other inputs | 7,032,656 | 8.0 | 879,082 | 4,395,410 |
| 2022 | Deferred Outflow | Changes in assumptions or other inputs | 0 | 8.2 | 0 | 0 |
| 2023 | Deferred Outflow | Changes in assumptions or other inputs | 0 | 7.7 | 0 | 0 |
| Total | | | | | 2,508,776 | 10,977,185 |

| Year | Type | Category | Initial Base | Amortization Period | Current Recognition | Current Balance |
|-------|------------------|--|--------------|---------------------|---------------------|-----------------|
| 2017 | Deferred Outflow | Net difference between projected and actual earnings on plan investments | 0 | 0.0 | 0 | 0 |
| 2018 | Deferred Outflow | Net difference between projected and actual earnings on plan investments | 0 | 5.0 | 0 | 0 |
| 2019 | Deferred Outflow | Net difference between projected and actual earnings on plan investments | 0 | 5.0 | 0 | 0 |
| 2020 | Deferred Outflow | Net difference between projected and actual earnings on plan investments | 88,731 | 5.0 | 17,746 | 17,747 |
| 2021 | Deferred Outflow | Net difference between projected and actual earnings on plan investments | 0 | 5.0 | 0 | 0 |
| 2022 | Deferred Outflow | Net difference between projected and actual earnings on plan investments | 1,426,283 | 5.0 | 285,257 | 855,769 |
| 2023 | Deferred Outflow | Net difference between projected and actual earnings on plan investments | 0 | 5.0 | 0 | 0 |
| Total | | | | | 303,003 | 873,516 |



**Santa Monica-Malibu Unified School District
Post-Employment Medical Benefits Plan**

GASB 75 Disclosure Information

Schedule of Deferred Inflows of Resources

| Year | Type | Category | Initial Base | Amortization Period | Current Recognition | Current Balance |
|-------|-----------------|---|--------------|---------------------|---------------------|-----------------|
| 2017 | Deferred Inflow | Difference between expected and actual experience | 0 | 0.0 | 0 | 0 |
| 2018 | Deferred Inflow | Difference between expected and actual experience | 0 | 0.0 | 0 | 0 |
| 2019 | Deferred Inflow | Difference between expected and actual experience | 0 | 0.0 | 0 | 0 |
| 2020 | Deferred Inflow | Difference between expected and actual experience | (3,264,350) | 8.4 | (388,613) | (1,709,898) |
| 2021 | Deferred Inflow | Difference between expected and actual experience | 0 | 0.0 | 0 | 0 |
| 2022 | Deferred Inflow | Difference between expected and actual experience | (8,961,132) | 8.2 | (1,092,821) | (6,775,490) |
| 2023 | Deferred Inflow | Difference between expected and actual experience | 0 | 7.7 | 0 | 0 |
| Total | | | | | (1,481,434) | (8,485,388) |

| Year | Type | Category | Initial Base | Amortization Period | Current Recognition | Current Balance |
|-------|-----------------|--|--------------|---------------------|---------------------|-----------------|
| 2017 | Deferred Inflow | Changes in assumptions or other inputs | 0 | 0.0 | 0 | 0 |
| 2018 | Deferred Inflow | Changes in assumptions or other inputs | 0 | 0.0 | 0 | 0 |
| 2019 | Deferred Inflow | Changes in assumptions or other inputs | 0 | 8.5 | 0 | 0 |
| 2020 | Deferred Inflow | Changes in assumptions or other inputs | 0 | 8.4 | 0 | 0 |
| 2021 | Deferred Inflow | Changes in assumptions or other inputs | 0 | 8.0 | 0 | 0 |
| 2022 | Deferred Inflow | Changes in assumptions or other inputs | (6,412,655) | 8.2 | (782,031) | (4,848,593) |
| 2023 | Deferred Inflow | Changes in assumptions or other inputs | (1,108,838) | 7.7 | (144,005) | (964,833) |
| Total | | | | | (926,036) | (5,813,426) |

| Year | Type | Category | Initial Base | Amortization Period | Current Recognition | Current Balance |
|-------|-----------------|--|--------------|---------------------|---------------------|-----------------|
| 2017 | Deferred Inflow | Net difference between projected and actual earnings on plan investments | 0 | 0.0 | 0 | 0 |
| 2018 | Deferred Inflow | Net difference between projected and actual earnings on plan investments | (20,887) | 5.0 | 0 | 0 |
| 2019 | Deferred Inflow | Net difference between projected and actual earnings on plan investments | (62,550) | 5.0 | (12,510) | 0 |
| 2020 | Deferred Inflow | Net difference between projected and actual earnings on plan investments | 0 | 5.0 | 0 | 0 |
| 2021 | Deferred Inflow | Net difference between projected and actual earnings on plan investments | (1,362,267) | 5.0 | (272,453) | (544,908) |
| 2022 | Deferred Inflow | Net difference between projected and actual earnings on plan investments | 0 | 5.0 | 0 | 0 |
| 2023 | Deferred Inflow | Net difference between projected and actual earnings on plan investments | (95,441) | 5.0 | (19,088) | (76,353) |
| Total | | | | | (304,051) | (621,261) |



**Santa Monica-Malibu Unified School District
Post-Employment Medical Benefits Plan**

GASB 75 Disclosure Information

OPEB Expense

The District's OPEB expense (credit) was \$4,617,309.

| | |
|--|--------------|
| Net OPEB Liability (Asset) – beginning (a) | \$49,789,625 |
| Net OPEB Liability (Asset) – ending (b) | \$51,898,949 |
| Change in Net OPEB Liability (Asset) [(b)-(a)] | 2,109,324 |
| Change in Deferred Outflows | 2,811,779 |
| Change in Deferred Inflows | (1,507,242) |
| Employer Contributions | 1,203,448 |
| Adjustment – Transfer In (Employer Reimbursement) | 0 |
| Adjustment – OPEB Expense | 0 |
| OPEB Expense (Credit) – June 30, 2022 to June 30, 2023 | \$4,617,309 |

| | |
|--|-------------|
| Service Cost | 2,624,929 |
| Interest Cost | 2,223,725 |
| Expected Return on Assets | (334,949) |
| Changes of benefit terms | 0 |
| Administrative expenses | 3,346 |
| Recognition of Deferred Outflows and Inflows | |
| Differences between expected and actual experience | (1,481,434) |
| Changes of assumptions | 1,582,740 |
| Differences between projected and actual investments | (1,048) |
| Total | 100,258 |
| Adjustment | 0 |
| OPEB Expense (Credit) – June 30, 2022 to June 30, 2023 | \$4,617,309 |

Actuarially Determined Contribution

The actuarially determined contributions from the most recent actuarial valuation are:

| | |
|---|-------------|
| Actuarially Determined Contribution for year ending June 30, 2022 | \$3,704,994 |
| Actuarially Determined Contribution for year ending June 30, 2023 | 3,816,144 |

| | |
|---|--------------|
| Valuation Date | July 1, 2021 |
| Discount Rate (Expected Long-term Return on Assets) | 5.00% |
| Salary Increases | 3.00% |



**Santa Monica-Malibu Unified School District
Post-Employment Medical Benefits Plan**

GASB 75 Disclosure Information

Journal Entries⁷

OPEB Expense Journal Entries - June 30, 2023 Reporting Date

| | | Debit | Credit |
|--|-------------------|--------------------|----------------------|
| Differences between Expected and Actual Experience | Deferred Outflows | \$0 | \$0 |
| | Deferred Inflows | 1,481,434 | 0 |
| Change in Assumptions and Other Inputs | Deferred Outflows | 0 | (2,508,776) |
| | Deferred Inflows | 0 | (182,802) |
| Differences between Projected and Actual Investment Earnings | Deferred Outflows | 0 | (303,003) |
| | Deferred Inflows | 208,610 | 0 |
| Net OPEB Liability/(Asset) | | 0 | (3,312,772) |
| OPEB Expense/(Credit) | | 4,617,309 | 0 |
| <i>Total</i> | | <i>\$6,307,353</i> | <i>\$(6,307,353)</i> |

Employer Contribution Journal Entries - June 30, 2023 Reporting Date

| | | Debit | Credit |
|--|-------------------------------------|--------------------|----------------------|
| Contributions paid July 1, 2022 to June 30, 2023 | Net OPEB Liability/(Asset) | \$1,203,448 | \$0 |
| | Other Healthcare (Implicit Subsidy) | 0 | (206,556) |
| | Contributions Expense | 0 | (996,892) |
| <i>Total</i> | | <i>\$1,203,448</i> | <i>\$(1,203,448)</i> |

⁷ Provided for illustrative purpose. Actual entries may differ. DFA is available to discuss any differences.



**Santa Monica-Malibu Unified School District
Post-Employment Medical Benefits Plan**

GASB 75 Disclosure Information

Actuarial Certification

The results set forth in this supplement are based on our actuarial valuation of the health and welfare benefit plans of the Santa Monica-Malibu Unified School District as of July 1, 2021.

The valuation was performed in accordance with generally accepted actuarial principles and practices. We relied on census data for active employees and retirees provided to us by the District. We also made use of claims, premium, expense, and enrollment data, and copies of relevant sections of healthcare documents provided to us by the District, and (when applicable) trust statements prepared by the trustee and provided to us by the District.

The assumptions used in performing the valuation, as summarized in this report, and the results based thereupon, represent our best estimate of the actuarial costs of the program under GASB 74 and GASB 75, and the existing and proposed Actuarial Standards of Practice for measuring post-retirement healthcare benefits.

Each undersigned actuary meets the Qualification Standards of the American Academy of Actuaries to render the actuarial opinion contained in this report.

Certified by:



Carlos Diaz, ASA, EA, MAAA
Actuary

Gerardo Cruz
Director of Fiscal & Business Services
Santa Monica-Malibu Unified School District
1717 4th Street
Santa Monica, CA 90401