



**GASB Statement No. 75**  
**Supplemental Schedules**  
**for San Leandro Unified School District**

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

April 28, 2023

**San Leandro 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, 2022).

We have determined an adjustment to OPEB Expense equal to \$5,026,207 (see Page 7, footnote b). The adjustment represents the difference between the Total OPEB Liability in the June 30, 2022 audit report and the Total OPEB Liability determined by DFA (\$13,768,890).

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

**Plan Description**

*Plan administration.* The District's governing board administers the Postemployment Benefits Plan (the Plan). The Plan is a single employer defined benefit plan that is used to provide postemployment benefits other than pensions (OPEB) for eligible retirees and their spouses. The Plan provides medical and dental insurance benefits to eligible retirees and their spouses. Benefits are provided through a third-party insurer, and the full cost of benefits is covered by the Plan. The District's governing board has the authority to establish and amend the benefit terms as contained within the negotiated labor agreements.

*Benefits provided.* The District sponsors healthcare coverage under the California Public Employees Medical and Hospital Care Act ("PEMHCA"). Participation in PEMHCA is financed in part by the District with contributions made to the plan. The District contributed \$111.75 per month for calendar 2022 (\$120.80 per month for calendar 2023) to PEMHCA on behalf of each retiree eligible for PEMHCA. This contribution is increased each year pursuant to the "unequal contribution method" under PEMHCA, whereby the District contribution for retirees equals 5% of the District's contribution for active employees multiplied by the number of years the District has participated in PEMHCA. The District pays the PEMHCA percentage-of-premiums admin fee for all retirees participating in PEMHCA.

The District also make additional contributions towards certain eligible retirees' premiums until age 65 according to provisions of the District's MOUs with its various employee associations.

*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	9
Active plan members	219

*Contributions.* The benefit payment requirements of the Plan members and the District are established and may be amended by the District, the Teacher Education Association (TEA), the local California Service Employees Association (CSEA), and unrepresented groups. The required contribution is based on projected pay-as-you-go financing requirements. No assets are accumulated in a trust that meets the criteria in Paragraph 4 of GASB Statement No. 75.



**San Leandro Unified School District  
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**Total OPEB Liability**

The District's Total OPEB Liability was measured as of June 30, 2022 and 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	No assets held in an irrevocable trust as of the measurement date.
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
Healthcare cost trend rate	5.50 percent for 2022, 5.25 percent for 2023, 5.20 percent for 2024-2069, and 4.50 percent for 2070 and later years; Medicare ages: 4.50 percent for all years.
Preretirement Mortality Certificated  Classified	Mortality Rates for active employees from CalSTRS Experience Analysis (2015-2018). Preretirement Mortality Rates from CalPERS Experience Study (2000-2019).
Postretirement Mortality Certificated  Classified	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).

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.

*Discount rate.* For OPEB Plans That Are Not Administered through Trusts That Meet the Criteria in Paragraph 4, GASB 75 requires a discount rate that is a yield or index rate for 20-year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The discount rate used to measure the District's Total OPEB liability is based on the following information:

Reporting Date	Measurement Date	20-Year GO Municipal Index	Discount Rate
June 30, 2022	June 30, 2021	2.00% (Bond Buyer)	2.00%
June 30, 2023	June 30, 2021	1.92% (Fidelity)	1.92%
June 30, 2023	June 30, 2022	3.69% (Fidelity)	3.69%



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The Total OPEB liability was as follows:

Total OPEB liability	\$10,904,698
Measurement date	June 30, 2022
Reporting date	June 30, 2023
Covered employee payroll	\$569,737
Total OPEB liability as a percentage of covered payroll	1913.99%

*Schedule of Changes in Total OPEB Liability (June 30, 2021 to June 30, 2022)*

<b>Total OPEB Liability</b>	
Service Cost	28,145
Interest	256,966
Changes of benefit terms	0
Difference between expected and actual experience	0
Changes in assumptions or other inputs	(2,318,529)
Benefit payments <sup>1</sup>	(830,774)
<b>Net change in total OPEB liability</b>	<b>(2,864,192)</b>
<b>Total OPEB liability – June 30, 2021 (a)</b>	<b>\$13,768,890<sup>a</sup></b>
<b>Total OPEB liability – June 30, 2022 (b)</b>	<b>\$10,904,698</b>

<sup>a</sup> Total OPEB Liability determined by DFA. An adjustment equal to the difference between the June 30, 2021 Total OPEB Liability (\$8,742,683) and the liability determined by DFA (\$13,768,890) is included in OPEB Expense (see Footnote b).

<sup>1</sup> Includes \$558,241 of pay-as-you-go contributions made from sources outside of trust, plus an implicit subsidy amount of \$272,533.

*Sensitivity of the Total OPEB liability to changes in the discount rate.* The following presents the Total OPEB liability, as well as what the Total 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 (2.69%)	Discount Rate (3.69%)	1% Increase (4.69%)
Total OPEB liability	12,124,930	10,904,698	9,874,782

*Sensitivity of the Total OPEB liability to changes in the healthcare cost trend rates.* The following presents the Total OPEB liability, as well as what the Total 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 <sup>2</sup>	Trend Rate	1% Increase <sup>3</sup>
Total OPEB liability	9,968,869	10,904,698	12,002,661

<sup>2</sup> Trend rate for each future year reduced by 1.00%.

<sup>3</sup> Trend rate for each future year increased by 1.00%.



**San Leandro Unified School District  
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**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 <sup>4,5</sup>	0	0
Changes in assumptions or other inputs <sup>4,5</sup>	0	0
<b>Total</b>	<b>\$0</b>	<b>\$0</b>
Contributions after the measurement date <sup>6</sup>	TBD	0
<b>Total with contributions after measurement date</b>	<b>TBD</b>	<b>\$0</b>

<sup>4</sup> Measured on June 30, 2022.

<sup>5</sup> See Schedule of Deferred Outflows and Inflows of Resources for additional information.

<sup>6</sup> District contributions made after the measurement date, which will be recognized as a reduction of the Total OPEB Liability in the year ending June 30, 2023. To be completed by auditor. Should include a credit for implicit subsidy equal to the amount of actual District-paid premiums on behalf of retirees (from trust and non-trust) multiplied by 0.4882.

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	\$0	\$0
2025	0	0
2026	0	0
2027	0	0
2028	0	0
Thereafter+	0	0



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**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	0.0	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	0.0	0	0
2023	Deferred Outflow	Difference between expected and actual experience	0	0.1	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	0	0.0	0	0
2020	Deferred Outflow	Changes in assumptions or other inputs	0	0.0	0	0
2021	Deferred Outflow	Changes in assumptions or other inputs	0	0.0	0	0
2022	Deferred Outflow	Changes in assumptions or other inputs	0	0.0	0	0
2023	Deferred Outflow	Changes in assumptions or other inputs	0	0.1	0	0
			Total		\$0	\$0

Deferred Outflow Total	\$0	\$0
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**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	0	0.0	0	0
2021	Deferred Inflow	Difference between expected and actual experience	0	0.0	0	0
2022	Deferred Inflow	Difference between expected and actual experience	0	0.0	0	0
2023	Deferred Inflow	Difference between expected and actual experience	0	0.1	0	0
Difference between expected and actual experience			Total		\$0	\$0

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	0.0	0	0
2020	Deferred Inflow	Changes in assumptions or other inputs	0	0.0	0	0
2021	Deferred Inflow	Changes in assumptions or other inputs	0	0.0	0	0
2022	Deferred Inflow	Changes in assumptions or other inputs	0	0.0	0	0
2023	Deferred Inflow	Changes in assumptions or other inputs	(2,318,529)	0.1	(2,318,529)	0
Changes in assumptions or other inputs			Total		\$(2,318,529)	\$0

Deferred Inflow Total	\$(2,318,529)	\$0
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**San Leandro Unified School District  
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**GASB 75 Disclosure Information**

**OPEB Expense**

The District's OPEB expense (credit) was \$2,992,789.

Total OPEB Liability – beginning (a)	\$13,768,890
Total OPEB Liability – ending (b)	\$10,904,698
Change in Total OPEB Liability [(b)-(a)]	(2,864,192)
Change in Deferred Outflows	0
Change in Deferred Inflows	0
Employer Contributions	830,774
Adjustment	5,026,207
OPEB Expense (Credit) – June 30, 2021 to June 30, 2022	\$2,992,789

Service Cost	28,145
Interest Cost	256,966
Changes of benefit terms	0
Recognition of Deferred Outflows and Inflows	
Differences between expected and actual experience	0
Changes of assumptions	(2,318,529)
Differences between projected and actual investments	0
Total	(2,318,529)
Adjustment <sup>b</sup>	5,026,207
OPEB Expense (Credit) – June 30, 2021 to June 30, 2022	\$2,992,789

<sup>b</sup> Difference between the Total OPEB Liability in the June 30, 2022 audit report (\$8,742,683) and Total OPEB Liability determined by DFA (\$13,768,890).



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**Journal Entries<sup>8</sup>**

OPEB Expense Journal Entries - June 30, 2023 Reporting Date

		<b>Debit</b>	<b>Credit</b>
Differences between Expected and Actual Experience	Deferred Outflows	\$0	\$0
	Deferred Inflows	0	0
Change in Assumptions and Other Inputs	Deferred Outflows	0	0
	Deferred Inflows	0	0
OPEB Liability		0	(2,992,789)
OPEB Expense/Credit		2,992,789	0
<i>Total</i>		<i>\$2,992,789</i>	<i>\$(2,992,789)</i>

Employer Contribution Journal Entries - June 30, 2023 Reporting Date

		<b>Debit</b>	<b>Credit</b>
Contributions paid July 1, 2021 to June 30, 2022	Total OPEB Liability/(Asset)	\$830,774	\$0
	Deferred Outflows	0	(673,978)
	Other Healthcare (Implicit Subsidy)	0	0
	Contributions Expense	0	(156,796)
Contributions paid July 1, 2022 to June 30, 2023 <sup>9</sup>	Deferred Outflows <sup>10</sup>	TBD	0
	Other Healthcare (Implicit Subsidy) <sup>11</sup>	0	TBD
	Contributions Expense <sup>12</sup>	0	TBD
<i>Total</i>		<i>TBD</i>	<i>TBD</i>

<sup>8</sup> Provided for illustrative purposes. Actual entries may differ. DFA is available to discuss any differences.

<sup>9</sup> To be completed using audited actual contributions made after the measurement date.

<sup>10</sup> Debit equal to total employer contributions plus adjustment for implicit subsidy.

<sup>11</sup> Credit equal to adjustment for implicit subsidy (the amount of actual District-paid premiums on behalf of retirees—from trust and non-trust—multiplied by a factor of 0.4882).

<sup>12</sup> Credit equal to total employer contributions (before adjustment for implicit subsidy).



**San Leandro Unified School District  
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**Actuarial Certification**

The results set forth in this supplement are based on our actuarial valuation of the health and welfare benefit plans of the San Leandro 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

Kevin Collins  
Assistant Superintendent  
San Leandro Unified School District  
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