



City of Galveston

FINANCE DEPARTMENT

Michael W. Loftin, Assistant City Manager
MLoftin@GalvestonTx.gov | 409.797.3562 | www.galvestontx.gov

July 25, 2019

To: Brian Maxwell, City Manager
Hon. Mayor and City Council

RE: Consider for action to approve the engagement of Gabriel Roeder Smith & Company (“GRS”) for actuarial services to prepare the December 31, 2018 OPEB Valuation and GASB 75 Valuation Reports for fiscal years ending September 30, 2019 and 2020.

I. Background

The City entered into a Share Services agreement provided by GRS and North Central Texas Council of Governments NCTCOG to provide the actuarial valuations of the City’s Other Post-Employment Benefits (“OPEB”) in accordance with the provisions of GASB Statement No. 75. The contract is valid through June 30, 2023.

II. Current Situation

The OPEB valuation report is prepared biennially on a calendar year basis. The City has requested GRS to perform the GASB 75 OPEB Actuarial Valuation for the calendar year ended December 31, 2018 and roll-forward report for the calendar year ended December 31, 2019.

III. Issues

The previous valuation was for calendar year ended December 31, 2016. The City must now obtain a valuation for the calendar year ended December 31, 2018 in order to remain in compliance with GASB Statement No. 75.

IV. Alternatives in order of priority

A. Accept the pricing quote of \$15,630.00 for preparation of actuarial valuation report for calendar year ended December 31, 2018 and roll-forward report for calendar year ended December 31, 2019.

V. Recommendation

Concur in Alternative A.



VI. Fiscal Impact Report

Requested by:

Michael W. Loftin, Assistant City
Manager-Finance

Funding Source:

General Fund, Finance Administration
0100-151330-531004-415000

Costs of implementation:

None.