



## THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

6611 Kenilworth Avenue • Riverdale, Maryland 20737

M-NCPPC RESOLUTION NO. 17-09

ADJUSTMENT TO FY 2017 EMPLOYER CONTRIBUTION  
FOR RETIREE GROUP HEALTH INSURANCE AND  
AUTHORIZATION TO REFUND APPROPRIATE DEPARTMENTAL ACCOUNTS

(Cross-reference: M-NCPPC Resolution No. 16-13)

WHEREAS, the Maryland-National Capital Park and Planning Commission (the "Commission") entered into that certain Amended and Restated Post-Retirement Insurance Benefits Program Trust Agreement as of July 1, 2007 ("the Agreement"); and

WHEREAS, the Commission is the "Plan Sponsor" under the Agreement, and the Agreement further provides: at Section 1.1 thereof that the Plan Sponsor shall contribute such amounts as it deems necessary, in its sole discretion, from time to time, to meet its benefit obligations under the Group Health Insurance Plan (the "Plan"); contributions shall be made to the Trust Fund ("Section 115 Trust Fund") on a periodic basis or in a lump-sum in the discretion of the Plan Sponsor; and, the Plan Sponsor shall not be required to make contributions unless (and only to the extent) it has obligated itself to do so by resolution; and

WHEREAS, although the Commission expects to continue the Plan, the Plan creates no implied contract with, or enforceable entitlement in, the Commission's past, present or future employees or beneficiaries of the Plan, nor was the Plan a product of collective bargaining negotiations; and

WHEREAS, the Commission accordingly reserves the right at any time and for any reason to amend or terminate the Plan, subject to the needs of the Commission and subject to any applicable collective bargaining; and

WHEREAS, pursuant to the recommendation of the Boomershine Consulting Group, L.L.C. presented in its report on Retiree Healthcare Programs Actuarial Valuation dated as of July 1, 2015 (the "Actuarial Report"), the Commission on June 15, 2016, adopted Resolution No. 16-13, which required making various payments to the agency's internal service fund maintained in the ordinary course for providing group health insurance benefits (the "Group Insurance Fund"); and

WHEREAS, the Actuarial Report, among other things, recommends that the Commission pay into the Group Insurance Fund a portion of the cost of providing Plan benefits to current retirees, specifically, in the amount of \$11,635,120 for the portion attributable to current retirees of the Commission; and

WHEREAS, the Secretary-Treasurer reports that the payments to the Group Insurance Fund have been made according to the Valuation Report and in the amounts prescribed in Resolution No. 16-13, and reports, further, that Commission management has determined the amounts to be overstated and in excess of the amounts required for FY 2017 to cover the cost of providing Plan benefits to current retirees of the Commission and ERS, respectively; and

WHEREAS, the Secretary-Treasurer reports that the correct amounts required to be paid into the Group Insurance Fund for that purpose are: \$9,045,620 for the portion attributable to current retirees of the Commission; and

WHEREAS, the Secretary-Treasurer confirms that Resolution No. 16-13 is in all other respects correct; and

WHEREAS, the Commission desires to authorize the appropriate Commission officers to refund the amounts by which Resolution No. 16-13 overstates the payments required for Plan costs related to current retirees of the Commission and ERS, respectively.

NOW THEREFORE, BE IT RESOLVED, that the Commission as Plan Sponsor approves and directs that refunds be made to the appropriate accounts of the Commission as applicable, from the Group Insurance Fund in the following amount:

\$2,589,940 in respect of the costs attributable to current retirees of the Commission.

BE IT FURTHER RESOLVED, that M-NCPPPC Resolution 16-13 be, and it hereby is, ratified and confirmed, except and subject only to the terms conditions and direction set forth by this Resolution 17-09.

BE IT FURTHER RESOLVED, that the Maryland-National Capital Park and Planning Commission does hereby authorize the Executive Director and other officers to take action as may be necessary to implement this resolution.

#### CERTIFICATION

This is to certify that the foregoing is a true and correct copy of Resolution No. 17-09 adopted by The Maryland-National Capital Park and Planning Commission on motion of Commissioner Geraldo, seconded by Commissioner Bailey, with Commissioners Hewlett, Anderson, Cichy, Doerner, Dreyfuss, Fani-Gonzalez, and Wells-Harley, voting in favor of the motion, and with Commissioner Washington being absent during the vote, at its regular meeting held on Wednesday, April 19, 2017, in Silver Spring, Maryland.



---

Patricia Colihan Barney  
Executive Director