

RESOLUTION NO. 3121

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF BEND, OREGON APPROVING CREATION OF A NEW FUND, THE INTERNAL SERVICE FUND: OTHER POST EMPLOYMENT BENEFITS (OPEB) FOR THE 2017-2019 BIENNIAL BUDGET PERIOD BEGINNING JULY 1, 2017.

Findings

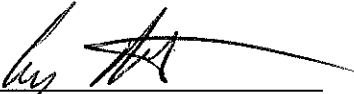
- A. The City has recognized Other Post Employment Benefits (OPEB) costs as required under generally accepted accounting principles. Those expenses are budgeted and charged to each fund in proportion to their share of the costs.
- B. OPEB funds collected from departments through June 30, 2017 totalling \$6,650,676 are currently being held in the General Fund.
- C. In anticipation of changes to accounting requirements effective in fiscal year 2018 that will require financial statement recognition of the City's OPEB liability, management is recommending that the City create a new Internal Service Fund to account for future payments for OPEB. This fund will increase accountability and transparency of the intended use of these reserves.
- D. The existing OPEB balance will be transferred to the new OPEB Internal Service Fund and future funds collected from departments for OPEB costs will be reported in this Fund.
- E. The only expenditure permitted from this fund will be for health care expenditures in accordance with ORS 243.343 or in accordance with negotiated union agreements.

BASED ON THESE FINDINGS, THE CITY COUNCIL OF THE CITY OF BEND RESOLVES AS FOLLOWS:

1. To create a new Internal Service Fund, the OPEB Fund for the 2017-2019 Biennial Budget period beginning July 1, 2017.
2. The OPEB Fund will exist for the specific purpose of accumulating reserves for future payments of OPEB liabilities.

Adopted by the Bend City Council on June 20, 2018.

YES:	Casey Roats, Mayor	NO: none
	Sally Russell	
	Bill Moseley	
	Nathan Boddie	
	Justin Livingston	
	Barb Campbell	



Casey Roats, Mayor

ATTEST:



Robyn Christie, City Recorder

APPROVED AS TO FORM:



Mary A. Winters, City Attorney