

DEPARTMENTAL CORRESPONDENCE
Rockwall County Treasurer's Office
972-204-6100

January 5, 2010

TO: Memo for the Record

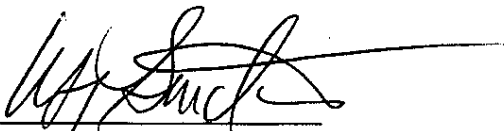
Subject: Correction Notice – Rockwall County Texas Annual Financial Report for Fiscal Year September 30, 2008 released October 22, 2009

The County received confirmation on 1/4/2010 that certain pension data contained on page 46 of the subject document contained a typographical error. The following page is a corrected page 46. The erroneous information is as follows:

<u>Year</u>	<u>Actuarial Value of Assets (a)</u>	<u>Actuarial Accrued Liability (AAL) (b)</u>	<u>Unfunded/ (Overfunded) AAL (UAAL) (b-a)</u>	<u>Funded Ratio (a/b)</u>	<u>Annual Covered Payroll (1) (c)</u>	<u>UAAL as a Percentage of Covered Payroll ((b-a)/c)</u>
2005	\$ 13,003,283	\$ 1,595,039	\$ 2,947,116	815.23%	\$ 8,945,757	32.94%

The error is in column (b), which should be shown as \$15,950,399 as depicted on the following page.

Respectfully,



Bill Sinclair
 County Treasurer

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IV. DETAILED NOTES ON ALL FUNDS (Continued)

G. Pension Plans (Continued)

Defined Benefit Plan – Texas County and District Retirement System (TCDRS) (Continued)

Annual Pension Cost (Continued)

**Schedule of Funding Progress for the Retirement Plan
For the Employees of Rockwall County**

Year	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded/ (Overfunded) AAL (UAAL) (b-a)	Funded Ratio (a/b)	Annual Covered Payroll (1) (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
2005	\$ 13,003,283	\$ 15,950,399	\$ 2,947,116	81.52%	\$ 8,945,757	32.94%
2006	15,868,908	17,491,389	1,622,481	90.72%	9,681,214	16.76%
2007	19,635,206	19,255,541	(379,665)	101.97%	10,467,796	(3.63%)

- 1) The annual covered payroll is based on the employee contributions received by TCDRS for the year ended with the valuation date.
- 2) Revised economic and demographic assumptions due to an experience review were reflected in this valuation.

H. Other Post-retirement Health Care Benefits

The County provides certain health care and life insurance benefits, under county policy, for all active employees upon retirement that meet one of the following requirements: age 60 with 8 or more years of service, at least 30 years of service at any age, or a combined age plus service of at least 75.

A retiree may choose to receive health care coverage through the County's self-insured plan if retiring prior to age 65 or the retiree may choose to obtain coverage through the CountyChoice Silver plan offered by Texas Association of Counties if retiring at age 65 or older. As noted, it is the retiree's option to choose either based upon age and other qualifying requirements when retirement occurs. The retiree is free to choose an independent plan for coverage. To offset the cost of health care coverage, the County provides a \$150 monthly stipend to qualified retirees. Spouses are not eligible for the stipend unless they are also qualified County retirees. The stipend applies to both pre-65 and post-65 retirees. The stipend benefit is subject to approval by the Commissioners' Court on an annual basis. The stipend benefit has been offered to qualified retirees since 2002, although amounts have changed over time.

Expenses for post-retirement health care benefits are recognized on a pay-as-you-go basis. During the year, post-retirement health care benefits paid by the County were \$22,848.

(continued)