FW: FW:

From: "Veinot, Cindy (TBS)" <"/o=govon/ou=exchange administrative group (fydibohf23spdlt)/cn=recipients/cn=veinot, cindy (tbs)d57">
To: "Fong, Pauline (TBS)" <pauline.fong@ontario.ca>, "Petsche, Nadine (TBS)" <nadine.petsche@ontario.ca>
Cc: "Hosick, Sarah (TBS)" <sarah.hosick@ontario.ca>
Date: Mon, 09 Jan 2017 12:34:37 -0500
Attachments: OPSEU Historical Overview (2).pdf (2.21 MB); 2010_OPTrust_AR_Online_rate stabilization.pdf (2.53 MB); OPTrust_AR_2012_Rate Stabilization.pdf (45 kB); OPTrust_AR_2014_Rate Stabilization Reserves.pdf (35.31 kB); OPSEU Rate stabilization fund.docx (40.73 kB)

Some excerpts from the OPSEUPP FS re: my prior message.

Cindy

From: Veinot, Cindy (TBS)
Sent: December-12-16 4:06 PM
To: Tam, Nelson (TBS)
Subject: FW: FW:

Fyi – see below

From: MacPherson, Michael (TBS)
Sent: December-12-16 3:37 PM
To: Veinot, Cindy (TBS)
Cc: Smithies, Roger (TBS)
Subject: FW: FW:

Hi Cindy,

Roger has forwarded your query to me for response.

Yes, the Sponsors have used the Reserves for different purposes as the historical overview, which is up to 12/31/2007, indicates.

The Sponsorship Agreement, as per Section 56, dictated how the gains were to be applied prior the Transferred Initial Unfunded Liability (TIUL) being eliminated. 50% was to be applied to the TIUL and the other 50% was to be used for the benefit of the Plan Members.

After the TIUL was eliminated in April 2002, the Agreement states the gains are to be used equally for the benefit of Ontario and OPSEU except that Ontario's share of the gain is to be applied to any special payments required to be made by Ontario and thereafter to reduce Ontario's normal cost.

The Sponsors have had the option to utilize their gains for separate purposes as long as those purposes align with the Sponsorship Agreement. We have no explanation for the change between 2004 and 2010.

Mike

From: Mike MacPherson [mailto:mcb.macpherson@gmail.com]
Sent: December-12-16 2:31 PM
To: MacPherson, Michael (TBS)
Subject: Fwd: FW:

---------- Forwarded message ----------
From: "Smithies, Roger (TBS)" <Roger.Smithies@ontario.ca>
Date: Dec 12, 2016 2:24 PM
Subject: FW:
To: Mike MacPherson [mailto:mcb.macpherson@gmail.com]
Cc:

From: Veinot, Cindy (TBS)
Sent: December 12, 2016 1:26 PM
To: Smithies, Roger (TBS)
Cc: Petsche, Nadine (TBS); Tam, Nelson (TBS); Hosick, Sarah (TBS)
Subject:

Hi Roger,

The Expert Panel has a question on the use of the rate stabilization reserves for OPSUEPP.

The question is whether the sponsors have ever used their reserves for different purposes.

The OPSEU historical overview that you provided (attached) suggests that they have. However, that analysis is up to only 2004. I pulled the f/s for the fund for the past 6 years and those f/s show that in each of the years 2009-2014 (attached), the same amount out of each rate stabilization fund was used for the same purpose in each year.

Can you confirm whether what I have excerpted reflects your understanding of how the parties have operated and if that's the cases, why the change between 2004 and 2010?

The Panel is meeting today and tomorrow, so if you are able to get back to use by the end of today, that would be greatly appreciated.

Thanks,

Cindy

Cindy Veinot
Provincial Controller and Assistant Deputy Minister, Office of the Provincial Controller
Treasury Board Secretariat
Frost Building South
7 Queen's Park Crescent East
Toronto, Ontario M7A 1Y7

T: 416-325-8017
E: cindy.veinot@ontario.ca

TBS