RE: Net Pension asset

From: "Donaldson, Mark (TBS)" <mark.donaldson@ontario.ca>
To: "Veinot, Cindy (TBS)" <cindy.veinot@ontario.ca>
Date: Wed, 28 Mar 2018 14:53:59 -0400

Currently at Ferguson elevators (2nd floor)

From: Veinot, Cindy (TBS) <Cindy.Veinot@ontario.ca>
Date: Wednesday, Mar 28, 2018, 2:53 PM
To: Donaldson, Mark (TBS) <Mark.Donaldson@ontario.ca>
Subject: RE: Net Pension asset

Where are you? I'll come to where you are after the NPD press conference.

From: Donaldson, Mark (TBS)
Sent: March 28, 2018 2:52 PM
To: Veinot, Cindy (TBS)
Subject: RE: Net Pension asset

I'm up to 4Qs today in addition to pension asset:

- did we address AG concerns in Doc?
- is $831m for teachers cash out drawn out of the plan?
- what is $8B of BPS fees, donations etc?

From: Veinot, Cindy (TBS) <Cindy.Veinot@ontario.ca>
Date: Wednesday, Mar 28, 2018, 2:24 PM
To: Donaldson, Mark (TBS) <Mark.Donaldson@ontario.ca>
Subject: RE: Net Pension asset

ok

From: Donaldson, Mark (TBS)
Sent: March 28, 2018 2:22 PM
To: Veinot, Cindy (TBS)
Subject: RE: Net Pension asset

Info provided. Didn't hear from Gadi but talked it through with Ken. Will confirm with Gadi when I see him.

From: Veinot, Cindy (TBS) <Cindy.Veinot@ontario.ca>
Date: Wednesday, Mar 28, 2018, 2:12 PM
To: Donaldson, Mark (TBS) <Mark.Donaldson@ontario.ca>
Subject: RE: Net Pension asset

What does "done" mean – did you hear back from Gadi?

From: Donaldson, Mark (TBS)
Sent: March 28, 2018 2:10 PM
To: Veinot, Cindy (TBS)
Subject: RE: Net Pension asset

Done. Thx.

From: Veinot, Cindy (TBS) <Cindy.Veinot@ontario.ca>
Date: Wednesday, Mar 28, 2018, 1:59 PM
To: Donaldson, Mark (TBS) <Mark.Donaldson@ontario.ca>
Subject: FW: Net Pension asset

If Gadi agrees that we should provide the information, these are the only two plans that have net assets. The others are in a liability position or the net asset is written down to NIL with a valuation allowance.

The net assets for each are the bottom line in each table –e.g. -- Teachers -- $16.2 Billion in 2018-19, $19.2 Billion in 2019-20, etc.

From: Fong, Pauline (TBS)
Sent: March 28, 2018 9:07 AM
To: Veinot, Cindy (TBS); Donaldson, Mark (TBS)
Cc: Hosick, Sarah (TBS)
Subject: RE: Net Pension asset

Hi Cindy,

Ontario Teachers' Pension Plan Registered Plan only (RCA is not in asset position). See below:

Ontario Teachers' Pension Plan - Province	Source/Notes					
Fiscal year		2016-17	2017-18	2018-19	2019-20	2020-21
Calendar Year	Source/Notes	2016	2017	2018	2019	2020
Pension Liability - Ending						
Accrued benefit obligation, closing balance	(A)	60,648	62,426	64,704	67,057	69,464
Less: pension fund assets, closing balance	(B)	(81,564)	(87,553)	(93,417)	(98,846)	(103,567)
Pension liability (asset) at Fiscal EOY		(20,916)	(25,126)	(28,713)	(31,789)	(34,103)
Unamortized experience gains (losses)	"GL schedule (100%)" x prov. Portion % + "GL schedule 2)	9,404	11,492	12,495	12,618	11,740
Pension liability (asset) at Fiscal EOY		(11,511)	(13,635)	(16,218)	(19,172)	(22,363)
Opening Fiscal pension liability		(10,147)	(11,511)	(13,635)	(16,218)	(19,172)
2016 Opening balance adjustment		653	-			
Periodic pension expenditure	(C)	(382)	(463)	(865)	(1,174)	(1,357)
Less: ON contributions		(1,635)	(1,660)	(1,718)	(1,780)	(1,835)
Ending Fiscal pension liability/(Asset)		(11,511)	(13,635)	(16,218)	(19,172)	(22,363)

OPSEUPP. See below:

OPSEU Pension Plan Disclosure - Consolidated reporting		Interim	Plan	Forecast	Forecast
Fiscal year	2016-2017	2017-2018	2018-19	2019-20	2020-21
Calendar Year	2016	2017	2018	2019	2020
Proportion of Plan	47.38%	47.38%	47.38%	47.38%	47.38%
Pension Liability, Ending					
Accrued benefit obligation	7,863	8,264	8,478	8,681	8,870
Less: pension fund assets	(8,781)	(9,292)	(9,742)	(10,109)	(10,443)
Surplus/(deficit)	(917)	(1,028)	(1,263)	(1,428)	(1,573)
Unamortized experience losses (gains)	(1)	14	186	286	372
Pension liability (asset)	(918)	(1,014)	(1,077)	(1,142)	(1,202)
Adjustment for "different year ends"					
Pension liability (asset), adjusted	**(918)**	**(1,014)**	**(1,077)**	**(1,142)**	**(1,202)**
check	(0.17)	-	-	-	-
Pension Liability / (Asset) - Continuity					
Opening pension liability / (asset)	(520)	(918)	(1,014)	(1,077)	(1,142)
Opening adjustment (2016)	(298)	-	-	-	-
Adjusted opening balance liability / (asset)	(818)	(918)	(1,014)	(1,077)	(1,142)
Periodic pension expenditure	134	146	186	193	205
Less: consolidated agencies contributions	(30)	(33)	(34)	(35)	(36)
Less: Province contributions	(205)	(209)	(216)	(222)	(229)
Ending pension liability / (asset)	**(918)**	**(1,014)**	**(1,077)**	**(1,142)**	**(1,202)**

Note figures are all in millions.

Pauline

From: Veinot, Cindy (TBS)
Sent: March-28-18 8:48 AM
To: Donaldson, Mark (TBS); Fong, Pauline (TBS)
Cc: Hosick, Sarah (TBS)
Subject: Net Pension asset

Hi all,

Can you send me the net pension asset projected for the next three years for OTTP and OPSEUPP.

Thx

Sent from my BlackBerry 10 smartphone on the Rogers network.