Summary of impact based on proposed adjustments - DRAFT

For illustration purposes only

Current	OTPP		PSPP		OPSEUPP		HOOPP		CATTPP		Other agencies		Total	
	F2015	F2016	F2015	F2016	F2015	F2016	F2015	F2016	F2015	F2016	F2015	F2016	F2015	F2016
Pension Liability - Continuity	50.0%	50.0%	100.0%	100.0%	50.0%	50.0%	47.7%	47.3%	50.0%	50.0%				
Opening pension liability	(8,667)	(10,147)	1,208	1,385	(487)	(521)	1,056	872	28.5	16.7	(837)	(906)	(7,699)	(9,300)
Pension expenditure	118	(508)	538	518	180	132	761	621	194.3	198.7	(69)	(69)	1,722	893
Less: contributions made by ON	(1,598)	(1,635)	(361)	(368)	(214)	(219)	(945)	(991)	(206.1)	(215.5)	-	-	(3,324)	(3,428)
Ending fiscal pension liability	(10,147)	(12,290)	1,385	1,535	(521)	(608)	872	502	16.7	(0.1)	(906)	(975)	(9,300)	(11,836)

Proposed	OTPP		PSPP		OPSEUPP		HOOPP		CATTPP		Other agencies		Total	
Pension Liability - Continuity	49.0%	49.0%	100.0%	100.0%	47.7%	47.7%	47.7%	47.3%	50.0%	50.0%				
Opening pension liability	(8,667)	(9,395)	1,208	741	(487)	(823)	1,056	778	28.5	16.5	(837)	-	(7,699)	(8,683)
Opening balance adjustment (in aggregate)	651	-	(666)	-	(277)	-	(83)	-	(0.2)	-	837	-	462	-
Pension expenditure	232	(381)	560	464	155	113	754	615	194.3	198.7	-	-	1,895	1,010
Less: portion of contributions allocated in excess of ON	(13)	40		-	-	-	(4)	(5)	-	0.5	-	-	(17)	36
Less: contributions made by ON	(1,598)	(1,635)	(361)	(368)	(214)	(219)	(945)	(991)	(206.1)	(215.5)	-	-	(3,324)	(3,428)
Ending fiscal pension liability	(9,395)	(11,371)	740	837	(823)	(929)	778	397	16.5	0.2	-	-	(8,683)	(11,066)

Differences	OTPP		PSPP		OPSEUPP		HOOPP		CATTPP		Other agencies		Total	
Opening pension liability	-	752	-	(645)	-	(302)	-	(94)	-	(0.2)	-	906	-	617
Opening balance adjustments at 1 April 2015	651	-	(666)	-	(277)	-	(83)	-	(0.2)	-	837	-	462	-
Pension expenditure	114	127	22	(54)	(25)	(19)	(7)	(6)	-	-	69	69	173	117
Less: portion of contributions allocated in excess of ON	(13)	40	-	-	-	-	(4)	(5)	-	0.5			(17)	36
Less: contributions made by ON	-	-	(0)	-	-	-	-	-	-	-	-	-	(0)	-
Ending fiscal pension liability, at 31 March 2017	752	919	(645)	(698)	(302)	(321)	(94)	(105)	(0.2)	0.3	906	975	617	770
F2016 differences, excluding opening balance adjustment		167		(54)		(19)		(11)		0.5		69		153

Commentary

1. Reflect all proposed adjustments (contribution receivable, unamortized contribution differences, cumulative transfer, reflect other participating employers)
2. Need to consider the treatment of recognizing difference between the portion of contributions included in assets and actual ON contributions

   For HOOPP, expense is subsequently determined based on the calculated opening and ending pension liability and actual contributions by other source. As such, it's implicitly included in pension expense (outside of calculation tool)
3. Pension expenditure for HOOPP reflects immediate gain/loss recognition arising from change in % allocation

   This is consistent with OPCD's current practice performed outside of the calculation spreadsheet
4. Increase of approximately $100M on OTPP's annual pension expense relates to removal of expected return on contribution receivable
5. F2016 Pension expense (income) for other agencies is estimated based on F2015 for illustration purposes
6. For other agencies, pension expense/(income) of $(69M) under current approach above includes $(47M) for Government Enterprises and $(22M) for Government Organizations
7. Above figures do not reflect asset ceiling test and the adjustment for the differential use of the Rate Stabilization Fund ("RSF") for OPSEUPP

29/05/2017