

Annual OPEB Cost FY 2010			
		Per Policy *	Per Policy Per Month
1 -Total FY Annual OPEB Cost	791,943,000		
Total FY 2010 Annual OPEB Cost	791,943,000	10,810.62	\$ 900.89
2 -Pay as You Go - Retiree Subsidy	(122,799,496)	(1,676.31)	\$ (139.69)
3 -Remaining OPEB Cost employers must pay or accrue	669,143,504		\$ 761.20 =====

1 Annual OPEB Cost - CCRC December 2008 State of WV OPEB Liability Valuation, pg 3, using 3.72% investment rate

2 Pay as You Go - CCRC December 2008 RHBT Financial Plan 2009-2013, pg 9

* 73,256 Policy Numbers based on BAS Billing Reports July 2008 - March 2009

OPEB Cost - An accrual-basis measure of the periodic cost of an employer's participation in a defined benefit OPEB plan. Annual OPEB cost is equal to the employer's annual required contribution to the plan (ARC), with certain adjustments due to net OPEB obligation for past under- or over contributions.

ARC - Annual Required Contribution - means the amount employers must contribute in a given year to fully fund the trust, as determined by the actuarial valuation in accordance with requirements of generally accepted accounting principles. This amount shall represent a level of funding that if paid on an ongoing basis is projected to cover the normal cost each year and amortize any actuarial liabilities of the plan over a period not to exceed thirty years.