

Motion to Approve MCDA OPEB Trust

WHEREAS, Marlborough Community Development Authority (MCDA) establishes certain other post-employment benefits ("OPEB"), other than pensions, for eligible former employees of MCDA. Post-employment benefits aside from pensions, can include, but are not limited to, medical, dental, and life insurance.

WHEREAS, MCDA wishes to establish an irrevocable trust (the "Trust") for the purpose of funding OPEB obligations as required to be reported under Government Accounting Standards Board ("GASB") Statements 43 and 45, titled, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*.

WHEREAS, the Trust is established by MCDA with the intent of qualifying as a tax-exempt trust that will perform an essential governmental function in compliance with Section 115 of the Internal Revenue Code of 1986, as well as regulations issued for OPEB trusts under M.G.L. c. 32B, § 20.

WHEREAS, the Mayor of the City of Marlborough/ Chair of the MCDA has the authority to amend the OPEB Trust agreements terms and conditions, as needed and required.

THEREFORE, the MCDA agrees on establishing an OPEB trust offering medical, life and dental insurance for eligible former employees of the Marlborough Community Development Authority.

BE IT FURTHER RESOLVED, that the MCDA shall set aside 1% of its budget, from all programs, to the trust, unless a higher percentage is agreed to by the MCDA Board.

MCDA Members Present: 5 MCDA Members Absent: 1

Signatures of MCDA Members Approving this Motion:

Paul Floney

Janice Farnsworth

David J. ...

Arthur G. Vigant

Mayor Arthur G. Vigant, MCDA Chair

[Signature]

7/27/16
Date