



What Did the FA Do For Me in 2009-10?

FALL/WINTER, 2009

NEWSLETTER TOPIC:

The UC Retirement Plan (UCRP): Market Numbers & What They Show: The Elephant in the Room is Getting Bigger & Bigger

The FA at UCLA outlined the pension numbers for Sept. 30, 2009.

- As of Sept. 30, 2009, the Market Funding Ratio was 78%
- The Unfunded Liability was \$10.19 Billion
- UCRP requires \$1.15 B annually to amortize the Unfunded Liability over 15 years.
- The annual cost of benefits was \$1.34 B.
- UCRP requires about \$2.49 B annually for contributions and to amortize the unfunded liability.
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“Q&A on the UCRP Funding Crisis.”

The FA urged the UC Regents to

- Restart Contributions at a significant level, at least in the amount of the Normal Cost as soon as possible.
- The State has the responsibility to make these contributions, but waiting until that happens is no longer an option. The UC Regents need to begin contributions even if it means taking the money from the operating budget.
- Set contributions in the amount of the Normal Cost to capture the contributions of all funding sources at UC, including the Federal Government and the UC Medical Centers.
- Resuming contributions in the amount of the Normal Cost will stem the growth of the unfunded liability.

WINTER-SPRING, 2009-10

eNEWSLETTER TOPIC:

FA Meets with the LAO (Legislative Analyst's Office) in Sacramento

Members of the UCLA FA Executive Board and James Chalfant, from UCD, met with the members of the LAO (Legislative Analyst's Office), including the LA (Legislative Analyst), in April in Sacramento to discuss the complex issue of the State's support of UCRP. The meeting was a complete success. The LAO has now proposed that the Regents develop a comprehensive plan to restore fiscal solvency to UCRP, including the amount of funding that will need to be provided by the State.

In a follow up letter to the UC Regents, June 26, 2009, the FA calculated that it will cost UC about \$533,33 a day for every day they delay resuming contributions at the full Normal Cost.

The Faculty Association at UCLA developed a Blogsite

at www.uclafacultyassociation.blogspot.com. This blogsite summarizes current issues in the news and in the University that affect UCLA faculty.

Check out the Faculty Association Website at www.uclafaculty.org for more information about the history of the Faculty Association and its accomplishments since 1973. Click on the link “About the FA” in the top navigation bar.

