



Brazos River Authority

January 12, 2023

Addendum No. 2 ACTUARIAL ANALYSIS AND VALUATION SERVICES RFP No. 23-12-1280

It is the responsibility of the Respondent to assure and guarantee by acknowledging the receipt of this Addendum in the Proposal that the Respondent has received the Addendum in its entirety, and that the Respondent accepts all conditions contained herein.

QUESTIONS AND ANSWERS

Question 1: Please provide a copy of the most recent actuarial valuation and GASB accounting reports.

Answer 1: A 39-page PDF titled "Brazos River Authority Actuarial Valuation March 2022" is posted online for viewing. The PDF also includes the GASB report and can be viewed at: <https://brazos.org/Doing-Business/Purchasing-Professional-Services/Request-for-Proposals>
<https://www.txsmartbuy.com/esbddetails/view/RFPNo.23-12-1280>

Question 2: Has an experience study (assumption analysis) been completed for the plan in recent history? If so, would you please attach a copy of the report?

Answer 2: An experience study has not been done.

Question 3: Are there any service-related issues with the current actuarial provider? If so, please let us know how we could improve on the current service.

Answer 3: There are no issues with the current provider.

Question 4: Please provide the fees paid for actuarial services over the prior three years.

Answer 4: The Brazos River Authority will not release pricing at this time.

Question 5: Is the actuarial provider responsible for preparing and submitting required forms to the Texas PRB?

Answer 5: No, the staff at Brazos River Authority submits all PRB forms.

Question 6: Why are proposals for actuarial valuation services being requested at this time?

Answer 6: The Brazos River Authority requests proposals every five (5) years.

Question 7: When were these services last placed out for bid?

Answer 7: Five (5) years ago.

Question 8: How long has the current actuary been providing these services?

Answer 8: Ten (10) years.

Question 9: Can you please provide the annual actuarial fees paid to the current actuary for each of the last three years for services comparable to those included in the RFP? If possible, please breakout between in-scope and out-of-scope services.

Answer 9: Please see response to question #4.

Question 10: Can you please provide the most recent Valuation Report?

Answer 10: Please see response to question #1.

Question 11: Can we get a copy of the most recent funding and GASB reports?

Answer 11: Please see response to question #1.

Question 12: How many benefit calculations are expected to be performed each year?

Answer 12: It varies, but the average is 11 calculations per year; over the past 5 years there is a range of 7 (2019) to 16 (2020) calculations per year.

Sincerely,

Allison Sheeler

Allison Sheeler, CTCD
Purchasing Agent