



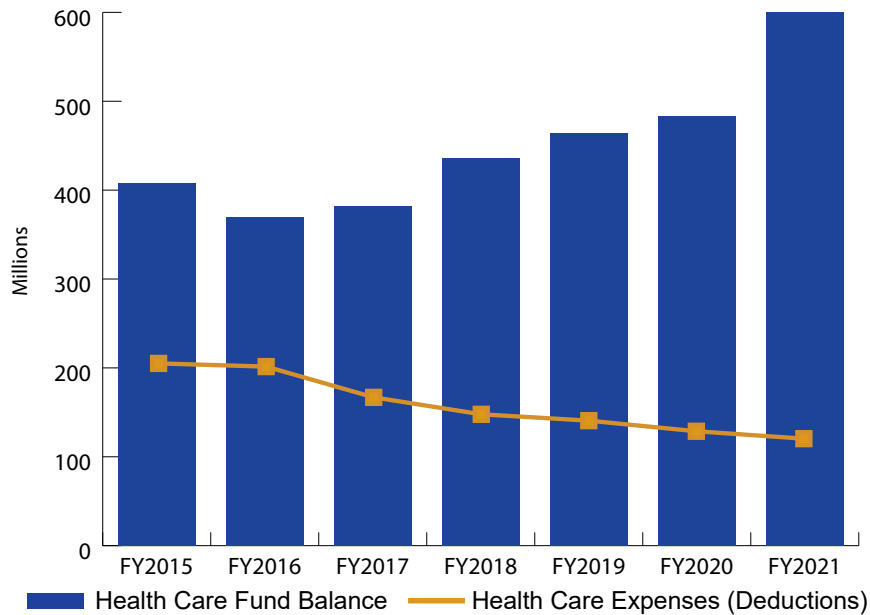
FY2021 HEALTH CARE REPORT SUMMARY

During FY2021, SERS provided health care benefits for nearly 41,000 benefit recipients, spouses and dependents, at a cost of \$44 million. More than 90% are Medicare enrollees; the remainder are enrolled in a more costly commercial benefit plan. No employer contribution to the pension system was allocated to the health care fund for FY2021; however the 1.5% surcharge was allocated. The health care fund ended the fiscal year at \$600 million, it's highest total ever. SERS' actuary estimates the Fund's solvency at 37 years, to 2054, the longest period in the Fund's history. This positive result was achieved by FY2021's exceptional investment return, SERS' operational programs which maximize federal funding (early Medicare and the Wraparound HRA), along with more members waiting until age 65 or later to retire.

The Health Care department also administers a Medicare Part B reimbursement of \$45.50 to nearly 41,000 eligible Medicare enrollees, totaling \$22.9 million.

SERS' Board of Directors remains committed to the providing HC benefits, including dental and vision coverage into the future.

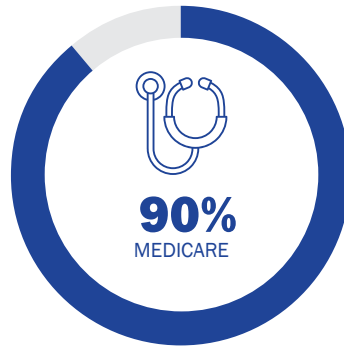
Summary of Health Care Fund Net Position, 2015-2021



Health Care Fund Balance (As Graphed Above)

Fiscal Year	Health Care Fund Balance	Health Care Expenses (Deductions)
FY2015	\$408,363,598	\$202,043,473
FY2016	\$370,204,515	\$199,191,727
FY2017	\$382,109,560	\$169,689,112
FY2018	\$435,629,637	\$154,080,363
FY2019	\$463,810,679	\$147,694,392
FY2020	\$482,611,478	\$137,911,634
FY2021	\$600,330,188	\$131,444,927

Population of Recipients



Age and Service	Disability	All Others (Survivors, Beneficiaries, etc.)	Total Recipients	Percent Medicare
30,886	2,571	7,440	40,897	90%