

PUBLIC EDUCATION EMPLOYEES' HEALTH INSURANCE PLAN

Revised December 30, 2025

TO: Chief Fiscal Officer/Financial Reporting—K-14 Systems and Community Colleges

From: RSA Accounting

This letter contains information needed in meeting your agency's financial reporting requirements. Please provide this letter to the department responsible for financial reporting and your auditors so your agency will comply with GASB 75 financial reporting requirements.

Your agency has previously been provided the appropriate information for complying with GASB 75 except for the percentage by which to multiply the employer per active per month payments (\$800/active/month) in order to calculate the Deferred Outflows Payments Subsequent to the Measurement Date. See paragraph 44 of GASB 75.

The GASB 75 information that you will record as of September 30, 2025 has a measurement date of September 30, 2024. The net total of the \$800 per active per month that your agency paid to PEEHIP in FY2025 (subsequent to the September 30, 2024 measurement date) consisted of amounts to fund PEEHIP insurance for actives, dependents of actives, retirees and dependents of retirees. We have completed calculations that show **23.265% (revised from previously reported 19.757%)** of the employer per active per month payments related to funding retiree healthcare costs.

Here is what you need to do with this information:

1. Calculate the total net amount that your agency paid to PEEHIP for your employer per active per month in FY2025. This should be reduced by refunds that PEEHIP may have paid to you refunding any overpayments of the per member per month payments.
2. Multiply the amount obtained in #1 above by **23.265%**.
3. Use the number obtained in #2 above to prepare the entry to record the Deferred Outflows Payments Subsequent to the Measurement Date. See the fourth (4th) entry on page 4 of the GASB 75 Information.

This percentage will change annually and will be calculated by RSA Accounting in each year for the immediately preceding fiscal year.