

Public Education Employees' Health Insurance Fund

(A Component Unit of the State of Alabama)

FINANCIAL STATEMENTS

For the Fiscal Year Ended September 30, 2022

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PUBLIC EDUCATION EMPLOYEES' HEALTH INSURANCE FUND
Required Supplementary Information
For the Fiscal Year Ended September 30, 2022

The actuarially determined contribution rates in the schedule of employer contributions are calculated as of September 30, 2019, two years prior to the end of the fiscal year in which contributions are reported. The following actuarial methods and assumptions were used to determine the recent contribution rate reported in that schedule.

Actuarial Cost Method	Entry Age Normal	
Amortization Method	Level percent of pay, open	
Remaining Amortization Period	30 years	
Asset Valuation Method	Market value of assets	
Inflation		2.75%
Healthcare Cost Trend Rate		
Pre-Medicare Eligible		6.75%
Medicare Eligible		*
Ultimate Trend Rate		
Pre-Medicare Eligible		4.75% in 2027
Medicare Eligible		4.75% in 2024
Dental Trend Rate		4.50%
Investment Rate of Return	5.00% including inflation	

* Initial Medicare claims are based on scheduled increase through plan year 2022.