

THE UNIVERSITY OF WINNIPEG
TRUSTEED PENSION PLAN
 BOARD OF TRUSTEES

ACTUARIAL VALUATION OF DB PLAN RELEASED

The actuarial valuation of the Defined Benefit portion of the Plan has recently been completed and submitted to regulatory authorities. As anticipated during preliminary analysis through the year, the Plan's unfunded liability position increased at December 31, 2010 which will require the University to increase its special funding payments for the period starting January 1, 2011. The Unfunded Liability is the result of lower than anticipated investment returns since the last valuation, amendments to the Manitoba Pension Benefits Act and changes in the actuarial assumptions about future investment returns and plan member mortality rates. It is important to note that the unfunded actuarial liability in the Plan does not impact the benefits that the Defined Benefit members are accruing or are receiving, but it does affect the amounts that the University is required to pay into the Plan to fund those benefits.

As a result of the level of unfunded liability in the Plan as at December 31, 2010, actuarial valuations will now be conducted annually to track the progress and development of the financial position into the future.

The following summarizes the key results of the actuarial valuation at December 31, 2010. For a full copy of the full actuarial report and for further information regarding the management of the Plan please refer to the Board of Trustees webpage at <http://www.uwinnipeg.ca/index/hr-benefits-pension-trustees>. The actuarial report can be found under the "Documents and Forms" section of the webpage.

The valuation was undertaken at the request of the Board of Trustees, in order to determine the funded position of the Plan as at December 31, 2010 and the funding requirements for the period commencing January 1, 2011, and to satisfy the requirements of the Manitoba Pension Benefits Act and the Income Tax Act.

1. The Plan has an unfunded liability of \$25,377,000 at December 31, 2010. This is based on market value of invested assets in the Defined Benefit portion of the Plan of \$112.9 million and accrued actuarial liabilities for the Defined Benefit members of \$138.3 million at that date.
2. The estimated required contributions by the members and the University for 2011 are as follows:

	Annual Estimated Dollar Amount	As a percent of pensionable earnings
Member contributions	\$741,000*	
University contributions:		
For current service for Active Members	\$1,633,000	10.1%
For LTD members	\$19,000	
For administration expenses	\$240,000	
Special payment for unfunded liability	\$2,637,000	
Total University Contributions	\$4,529,000	

*Net of contributions for LTD members as these are made by the University.

3. The next valuation will be performed as at December 31, 2011.