

December 8, 2011

The Honourable Stan Struthers
Minister of Finance
Room 103 Legislative Building
450 Broadway
Winnipeg MB R3C 0V8

Dear Minister Struthers:

Subject: Civil Service Superannuation Fund 2010 Actuarial Report

You will have received, in accordance with the requirements of The Civil Service Superannuation Act, a copy of the Actuarial Report as at December 31, 2010 which was presented to the Board by Ellement and Ellement Consulting Actuaries on October 27, 2011.

The report indicates that for the second consecutive year a going concern **deficit** exists. The amount of the deficit is \$(305,898,884) on a smoothed basis. The Board, as the Administrator of the Plan, wanted to bring to your attention the Actuary's opinion and comments on page 5 and 11 of the report.

The Board is currently monitoring the situation by performing annual actuarial valuations. The Board will advise the Minister of Finance and the committees noted below if in the future, the Board feels action is warranted. The next valuation is scheduled to be presented in mid 2012 for December 31, 2011.

If you wish to discuss the report in further detail please contact me.

Yours truly,



Al Morin, Chair
The Civil Service Superannuation Board

cc Chair, Superannuation Liaison Committee
cc Chair, Employer Advisory Committee