

Imprest Account with Aflac

October 14, 2021

CT Paid Leave Authority – Board of Directors

Imprest Account with Aflac

- \$20M reserve for benefit payments
- Contractual obligation to ensure Aflac has the funds to make timely benefit payments
- Represents about 2 weeks of benefit payments (worst case estimate)
- Will be reviewed in the future as we get a history of payments, and that history stabilizes
- The account is credited monthly with an Earnings Credit Rate (ECR)
 - ECR is the same rate that the account would earn in an interest-bearing account
 - ECR is used to offset bank fees