

**Comparison of Valuation Results
Present and Alternate Assumptions/Methods
as of October 31, 2016**

Contributions for	Present Assumptions	Proposed Demographic Assumptions	Proposed Demographic and Economic Assumptions
Normal Cost	21.71%	20.42%	22.10%
Less Portion Paid by Members	<u>13.98%</u>	<u>13.98%</u>	<u>13.98%</u>
Employer Normal Cost	7.73%	6.44%	8.12% *
Amortization Payment of UAAL*	<u>21.20%</u>	<u>21.13%</u>	<u>22.55%</u>
Total Computed Contribution Rate	28.93%	27.57%	30.67%
Actuarial Accrued Liability	\$ 61,224,035	\$ 61,265,261	\$ 62,934,737
Funded Ratio	63.60%	63.60%	61.90%

*Unfunded Actuarial Accrued Liability

	Economic Assumptions	
	Present	Proposed
Investment Return*	7.00%	6.75%
Wage Inflation	2.50%	2.50%
Price Inflation	2.50%	2.50%
Spread Between Investment Return and Wage Inflation	4.50%	4.25%
Spread Between Investment Return and Price Inflation	4.50%	4.25%

* The present investment return assumption of 7.00% was net of administrative and investment expenses. This is the equivalent to an investment return assumption net of investment expenses only of about 7.20%. The proposed investment return assumption is net of investment expenses only. This is consistent with implementation GASB Statement Nos. 67 and 68 rules.



0 comments

Activity

Leave a comment...

Post