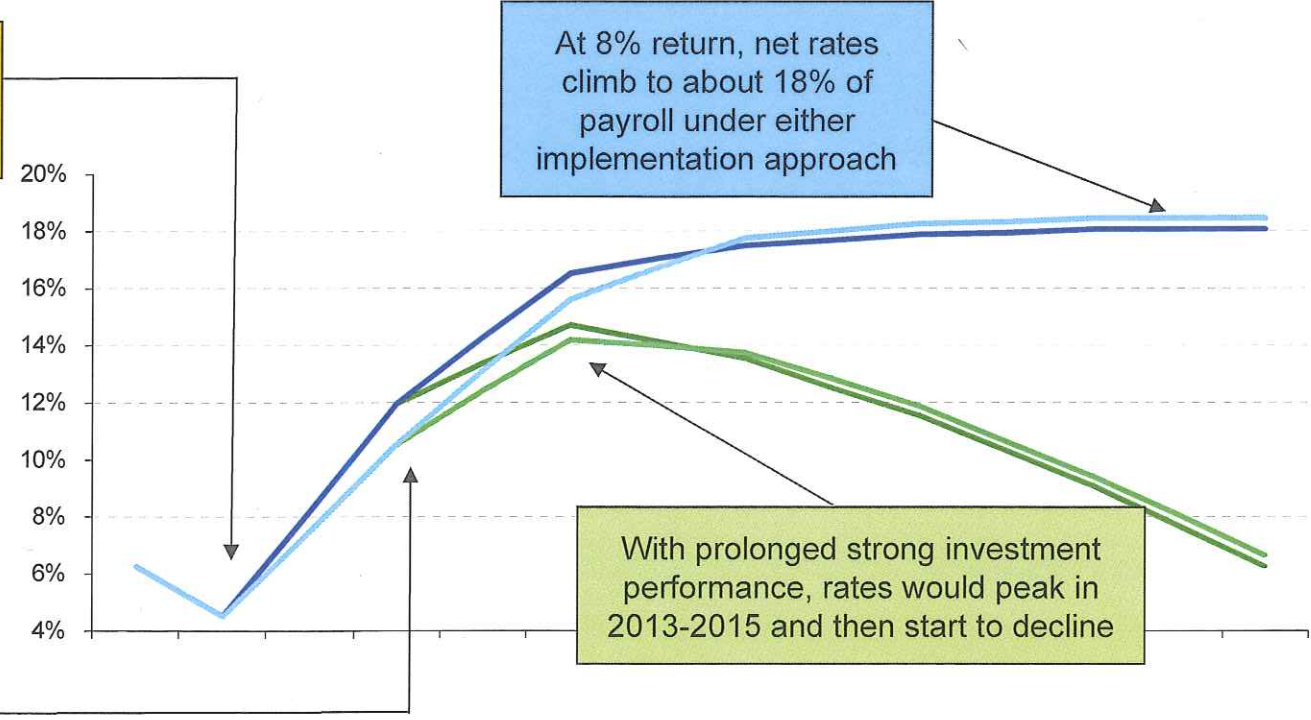


Financial Projections – Net Rates

Combined Payroll Weighted (Tier 1/Tier 2, OPSRP) Net Contribution Rate

Rates for the 2009-2011 biennium are based on the 12/31/2007 valuation

The 12/31/2009 valuation will set rates for 2011-2013. The width of the collar will determine rates for that biennium



	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Current Implementation, 10.5% Return	6.2%	4.5%	8.2%	11.9%	13.3%	14.7%	14.1%	13.5%	12.5%	11.5%	10.3%	9.1%	7.7%	6.3%
Revised Implementation, 10.5% Return	6.2%	4.5%	7.5%	10.5%	12.4%	14.2%	14.0%	13.8%	12.8%	11.8%	10.6%	9.4%	8.0%	6.6%
Current Implementation, 8.0% Return	6.2%	4.5%	8.2%	11.9%	14.2%	16.5%	17.0%	17.5%	17.7%	17.9%	18.0%	18.0%	18.0%	18.0%
Revised Implementation, 8.0% Return	6.2%	4.5%	7.5%	10.5%	13.1%	15.6%	16.7%	17.8%	18.0%	18.3%	18.4%	18.4%	18.4%	18.4%

Net rates do reflect the effects of side account rate offsets, but do not include contribution rates for the IAP or Retiree Healthcare Programs, debt service on Pension Obligation Bonds, or any contributions that might be needed to address a 5-year Rate Guarantee Reserve deficit