

PUBLIC EMPLOYEES' RETIREMENT SYSTEM  
OF NEW JERSEY  
FIFTY-SECOND ANNUAL REPORT  
OF THE ACTUARY  
PREPARED AS OF JULY 1, 2006



January 9, 2007

Board of Trustees  
Public Employees' Retirement System  
of New Jersey  
Trenton, New Jersey

Members of the Board:

Enclosed please find a report summarizing the results of the fifty-second annual valuation of the assets and liabilities of the Public Employees' Retirement System of New Jersey. The valuation represents the eighty-fifth annual valuation of retirement benefits provided by the State and other public employers in New Jersey if the valuations made under the provisions of the State Employees' Retirement System of New Jersey, which was superseded by the present system, are included. The valuation shows the financial condition of the System as of July 1, 2006 and gives the basis for determining the appropriation payable by the employers for the fiscal year beginning July 1, 2007.

The valuation was prepared on the basis of the demographic assumptions that were determined from the July 1, 2002 – June 30, 2005 Experience Study and approved by the Board of Trustees, and the economic assumptions which were approved by the Treasurer (these include an investment return rate of 8.25% per annum, assumed future salary increases of 5.45% per annum and a Cost-of-Living Adjustment assumption of 60% of the assumed CPI increase of 3.0% per annum).

The valuation reflects the provisions of Chapter 108, P.L. 2003 which provided for a reduction with regard to the required Local contribution for fiscal year 2007. The valuation also reflects the potential effect of the Appropriation Act for fiscal year 2007 (for the July 1, 2005 valuation, the State contribution was reduced to 57.5% of the recommended amount). The valuation again reflects the provisions of Chapter 42, P.L. 2002 which allowed Local employers to issue refunding bonds to retire the unfunded accrued liability due to certain early retirement incentive programs. The valuation also reflects the early retirement incentive programs offered under Chapters 127, 128 and 129, P.L. 2003 for non-State locations.

Finally, please note that, in accordance with Chapter 115, P.L. 1997, since there are no available Excess Valuation Assets for both the State and Local employers, member contributions of 5% per year will continue to be required.

Board of Trustees  
January 9, 2007  
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The Table of Contents, which follows, highlights the Sections of the Report.

Respectfully submitted,

JANET H. CRANNA

Janet H. Cranna  
Principal, Consulting Actuary

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REPORT ON THE FIFTY-SECOND  
VALUATION OF  
THE PUBLIC EMPLOYEES' RETIREMENT SYSTEM  
OF NEW JERSEY  
PREPARED AS OF JULY 1, 2006

SECTION I—SUMMARY OF KEY RESULTS

The Public Employees' Retirement System of New Jersey, which began operation January 2, 1955, was established under Chapter 84 of the Laws of 1954. It supersedes the State Employees' Retirement System of New Jersey which began operating as of January 1, 1922. This report, prepared as of July 1, 2006, presents the results of the fifty-second actuarial valuation of the System.

For convenience of reference, the principal results of the valuation and a comparison with the preceding year's results are summarized on the following pages.

Valuation Date	July 1, 2006	July 1, 2005
Number of members	317,740	310,932
Annual compensation	\$ 11,854,956,549	\$ 11,259,107,795
Annual compensation for contribution purposes*	\$ 10,983,873,428	\$ 10,444,293,814
Number of beneficiaries on the roll	124,776	121,166
Annual allowances		
Basic allowances	\$ 1,559,804,633	\$ 1,453,607,187
COLA	204,953,169	182,332,860
Total annual allowances	\$ 1,764,757,802	\$ 1,635,940,047
Number of vested terminated members	1,816	1,850
Market value of assets**	\$ 24,871,383,349	\$ 23,360,794,545
Valuation assets**	\$ 28,077,351,165	\$ 27,485,418,399
<b>CONTRIBUTION RATES</b>		
<u>STATE</u>		
Normal contribution rates due to:		
Basic allowances	3.69%	3.29%
Chapter 133, P.L. 2001***	0.86	0.20
Active COLA	0.56	0.50
Chapter 366, P.L. 2001	Ø	Ø
Chapter 259, P.L. 2001	ØØ	ØØ
Total normal contribution rate	5.11%	3.99%
Accrued liability contribution rates due to:		
Basic allowances	5.57%	4.24%
Chapter 366, P.L. 2001	Ø	Ø
Chapter 259, P.L. 2001	ØØ	ØØ
Total accrued liability contribution rate	5.57%	4.24%
Total pension contribution rate – STATE	10.68%	8.23%
State Non-Contributory Group Insurance Premium Fund	0.58%	0.60%
State PRM premium contribution	##	##
<u>LOCAL EMPLOYERS</u>		
Normal contribution rates due to:		
Basic allowances	3.25%	2.87%
Chapter 133, P.L. 2001***	0.00	0.00
Active COLA	0.50	0.44
Chapter 366, P.L. 2001	Ø	Ø
Total normal contribution rate	3.75%	3.31%
Accrued liability contribution rate due to:		
Basic allowances	3.36%	2.02%
Chapter 366, P.L. 2001	Ø	Ø
ERI Contributions	#	#
Total accrued liability rate	3.36%	2.02%
Total pension contribution rate – LOCAL	7.11%	5.33%
Local Non-Contributory Group Insurance Premium Fund	0.61%	0.58%

\* Excludes inactive members.

\*\* Includes receivable contributions of \$478,187,719 for 2006 and \$248,905,877 for 2005, receivable ERI contributions of \$(681,657,498) for 2006 and \$(592,704,772) for 2005 and excludes assets held in the Contributory Group Insurance Premium Fund of \$237,161,960 for 2006 and \$211,220,174 for 2005.

\*\*\* The State required contribution for the 2005 valuation is partially covered by the remaining balance of the Benefit Enhancement Fund. The local required contributions are currently covered by assets held in the Benefit Enhancement Fund.

# Rate varies by location.

## Contributions will be the amount necessary to pay the current year's anticipated postretirement medical premiums plus an additional contribution of 6/10% of compensation.

Ø The net required contribution reflects an offset of the 7.50% prosecutor member contribution rate. In accordance with Chapter 366, P.L. 2001, the State is required to pay the residual Local employer contribution since there are no available Excess Assets.

ØØ Rate is not provided since required contributions are payable by assets to be transferred from the Second Injury Fund.

Valuation Date	July 1, 2006	July 1, 2005
<b>CONTRIBUTION AMOUNTS</b>		
<u>STATE</u>		
Normal		
Basic allowances	\$ 156,956,520	\$ 132,522,127
Chapter 133, P.L. 2001	36,375,418	8,158,776*
Active COLA	23,819,960	20,140,141
Chapter 366, P.L. 2001	3,077,528 <sup>o</sup>	217,014 <sup>o</sup>
Chapter 259, P.L. 2001	ØØ	ØØ
Total normal contribution	\$ 220,229,426	\$ 161,038,058
Accrued liability		
Basic allowances	\$ 236,923,527	\$ 170,788,294
Chapter 366, P.L. 2001	2,762,218 <sup>o</sup>	2,581,576 <sup>o</sup>
Chapter 259, P.L. 2001	ØØ	ØØ
Total accrued liability contribution	\$ 239,685,745	\$ 173,369,970
STATE Total pension contribution #	\$ 459,915,171 <sup>(a)</sup>	\$ 334,408,028 <sup>(b)</sup>
STATE Non-Contributory Group Insurance Premium Fund	\$ 24,670,672	\$ 24,168,169
STATE PRM premium contribution	\$ 268,290,821	\$ 261,245,407
<u>LOCAL EMPLOYERS</u>		
Normal		
Basic allowances	\$ 218,735,049	\$ 184,146,824
Chapter 133, P.L. 2001	0*	0*
Active COLA	33,651,546	28,231,569
Chapter 366, P.L. 2001	0 <sup>o</sup>	0 <sup>o</sup>
Total normal contribution	\$ 252,386,595	\$ 212,378,393
Accrued liability		
Basic allowances	\$ 226,138,389	\$ 129,608,566
Chapter 366, P.L. 2001	0 <sup>o</sup>	0 <sup>o</sup>
ERI <sup>**</sup>	13,117,971	13,397,046
Total accrued liability contribution	\$ 239,256,360	\$ 143,005,612
LOCAL Total pension contribution #	\$ 491,642,955 <sup>(c)</sup>	\$ 355,384,005 <sup>(c)</sup>
LOCAL Non-Contributory Group Insurance Premium Fund	\$ 41,054,886	\$ 37,214,341

# Contributions were calculated assuming payment on 7/1/2007 and 7/1/2006, respectively; interest should be added from those dates to the actual payment date.

\* The 2005 State required contribution is partially covered by the remaining balance of the Benefit Enhancement Fund. The local required contributions are currently covered by the Benefit Enhancement Fund.

\*\* ERI costs for Local Employers consist of \$3,793,629 in principal and \$9,324,342 in interest for 2006 and \$3,435,581 in principal and \$9,961,465 in interest for 2005.

<sup>o</sup> Required contribution reflects an offset of the 7.50% prosecutor member contribution. For Local Employers, since there are no excess assets available for 2005 and 2006, the following residual contributions are also payable by the State:

	<u>2006</u>	<u>2005</u>
Normal Cost	\$ 2,534,957	\$ 202,730
Accrued Liability	2,227,482	2,079,614
Total	\$ 4,762,439	\$ 2,282,344

<sup>oo</sup> The following required contributions are payable by assets to be transferred from the Second Injury Fund:

	<u>2006</u>	<u>2005</u>
Normal Cost	\$ 186,390	\$ 170,144
Accrued Liability	332,180	319,383
Total	\$ 518,570	\$ 489,527

(a) The required contribution could be subject to reduction in accordance with the provisions of the Appropriation Act for fiscal year 2008.

(b) The required contribution could be subject to reduction in accordance with the provisions of the Appropriation Act for fiscal year 2007.

(c) The contributions for fiscal years 2007 and 2008 are subject to reduction in accordance with the provisions of Chapter 108, P.L. 2003.



The major benefit and contribution provisions of the statute as reflected in the valuation are summarized in Appendix A. The valuation also reflects the provisions of the following legislation:

- Chapter 108, P.L. 2003 provided that the State Treasurer will reduce the required Local employers' normal and accrued liability contributions for fiscal year 2007 of \$379,201,300 by 40%. (This amount excludes the ERI contribution of \$13,397,046 and the Prosecutors' Part contribution of \$2,282,344 which is payable by the State in accordance with Chapter 366, P.L. 2001.) In addition, this law further provided for a similar reduction of Local employers' contribution of up to 20% for the fiscal year 2008. Accordingly, a fiscal year 2007 receivable Local employer contribution of \$227,520,780 was recognized for purposes of this valuation.
- The valuation reflects the potential impact of the Appropriation Act for fiscal year 2007 which allows the State Treasurer to reduce the State normal and accrued liability contributions for fiscal year 2007 of \$334,408,028 by 42.5%. (This amount excludes the Postretirement Medical Premium of \$261,245,407, the Workers Compensation Judges Part contribution of \$489,527 which is payable by fund transfer from the Second Injury Fund and the Non-Contributory Group Insurance Premium of \$24,168,169. However, note that this amount includes the State paid Local obligation of \$2,282,344 under Chapter 366, P.L. 2001.) Accordingly, a fiscal year 2007 receivable employer contribution of only \$478,187,719 (comprised of the Postretirement Medical Premium of \$261,245,407 plus the Workers Compensation Judges Part transfers of \$489,527 plus \$24,168,169 for the Non-Contributory Group Insurance Premium and \$192,284,616 (57.5% of the remaining contribution of \$334,408,028) for fiscal year 2007) was recognized for purposes of this valuation. Note that this amount includes the reduced State paid Local obligation of \$1,312,348 under Chapter 366, P.L. 2001 which is to be transferred and recognized as a receivable contribution for Local employers. The balance of the required State obligation of \$969,996 (\$2,282,344 minus \$1,312,348) will remain as a future State obligation.

- The valuation continued to reflect the provisions of Chapter 42, P.L. 2002 which allowed Local employers to issue refunding bonds to retire the unfunded accrued liability of the Local employer owed to the System created through the granting of enhanced early retirement benefits to employees of the Local employer. Refunding bonds may be issued to retire the pension liabilities for a Local employer's participation in various early retirement incentive programs.
- Finally, the valuation reflects the effect of Chapter 127, P.L. 2003, Chapter 128, P.L. 2003 and Chapter 129, P.L. 2003, which extended an Early Retirement Incentive Program similar to that offered under Chapter 23, P.L. 2002 to members of 2 additional Local employer locations who adopted one of the programs. A summary of the electing Local employer locations is shown in Appendix G.

There were no other changes to the plan provisions and funding policy since the previous valuation.

The valuation reflects the revised actuarial assumptions that were determined from the July 1, 2002 – June 30, 2005 Experience Study. The revised actuarial assumptions and methods used for valuing the Fund are summarized in Appendix B.

The combination of the plan provisions, actuarial assumptions and member and beneficiary data is used to generate the overall required level of employer contributions. These contributions are composed of two separate portions, an “accrued liability contribution” and a “normal contribution”. The contributions payable are discussed in detail in Section V.

The valuation also generates a balance sheet which summarizes in some detail the total present and prospective assets and liabilities of the System. Table III of Section VI presents the detailed balance sheet as of July 1, 2006. The remainder of Section VI of this report analyzes the balance sheet. A summary comparison of the balance sheets as of July 1, 2006 and July 1, 2005 is set forth in the following table, (“Table 1”). The allocation of assets among the various investment alternatives is shown in graphic form on page 8.

**TABLE I  
COMPARATIVE BALANCE SHEET**

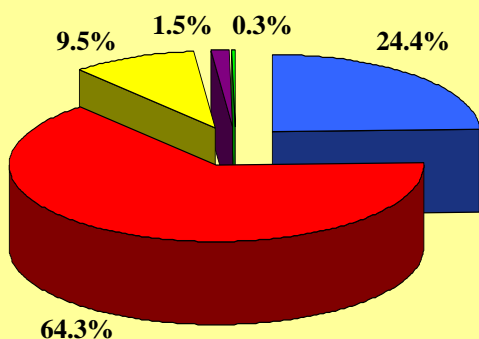
	July 1, 2005 (Total System)	July 1, 2006		
		State	Local	
<b><u>ASSETS</u></b>				<b>Total System</b>
Actuarial Value of Assets of System	\$ 27,485,418,399	\$ 11,148,690,865	\$ 16,928,660,300	\$ 28,077,351,165
Net Unfunded Accrued Liability/(Surplus)*	4,538,602,469	3,913,409,320	3,345,319,540	7,258,728,860
Total Assets	\$ 32,024,020,868	\$ 15,062,100,185	\$ 20,273,979,840	\$ 35,336,080,025
<b><u>LIABILITIES</u></b>				
Present value of benefits to present beneficiaries payable from the:				
Retirement Reserve Fund	\$ 14,949,953,120	\$ 6,944,311,434	\$ 9,415,236,202	\$ 16,359,547,636
Postretirement Medical Fund	249,634,681	264,415,739	N/A	264,415,739
Present value of benefits to present active and vested deferred members:				
Basic benefits**	16,824,433,067	7,853,373,012	10,858,743,638	18,712,116,650
Total Liabilities	\$ 32,024,020,868	\$ 15,062,100,185	\$ 20,273,979,840	\$ 35,336,080,025

\*Includes total System valuation assets of \$410,565,539 (\$0 for State and \$410,565,539 for Local) for 2006 and \$446,000,254 for 2005 allocated to the Benefit Enhancement Fund.

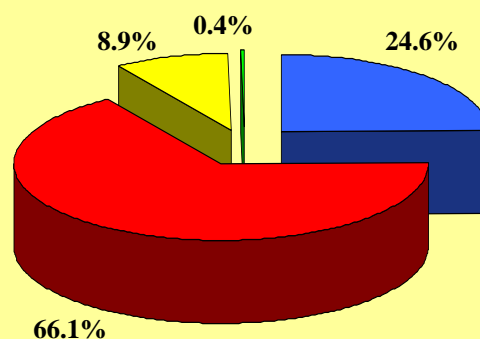
\*\*Includes pensioners' lump sum death benefits and COLA unfunded accrued liability payments.

# PUBLIC EMPLOYEES' RETIREMENT SYSTEM OF NEW JERSEY

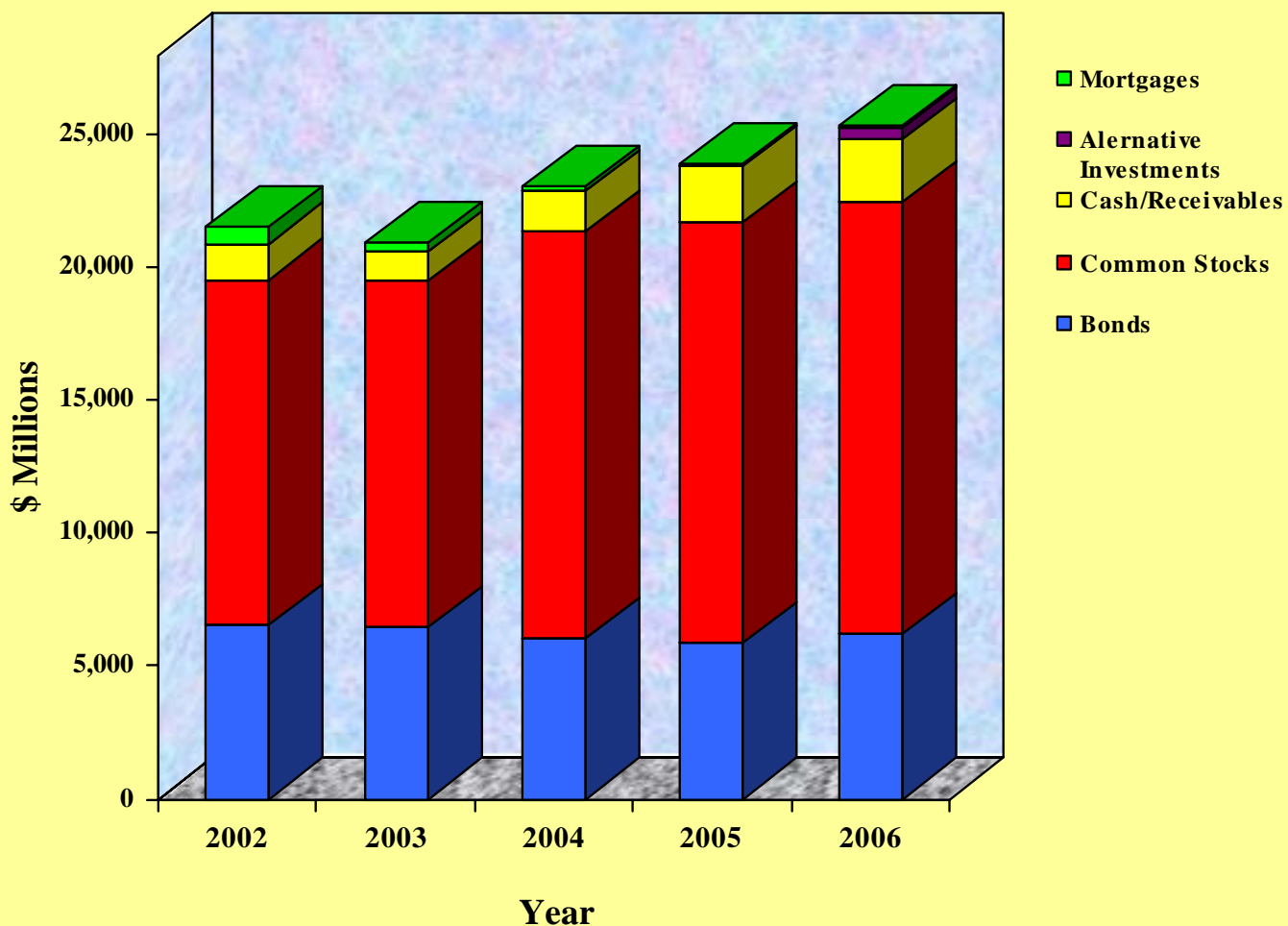
## ASSET ALLOCATION MARKET VALUE



**2006**



**2005**



Section IX of the report provides information regarding the level of funding for the System. Please refer to that Section for a discussion of this topic.

### SECTION II—EMPLOYEE DATA

The data employed for the valuations were furnished to the actuary by the Division of Pensions and Benefits. Table IV of Section X summarizes the membership as of June 30, 2006 by various categories. Appendix C includes distributions of members by age and length of service. Some key comparisons are:

#### STATE

#### MEMBERSHIP—ACTIVE AND INACTIVE

GROUP	2006		2005	
	Number	Annual Compensation	Number	Annual Compensation
Men	36,923	\$ 1,882,067,219	36,316	\$ 1,796,032,554
Women	59,546	2,689,841,045	58,049	2,533,118,487
Law Enforcement Officers	3	122,834	3	116,601
Non-Law Enforcement Officers	96,466	4,571,785,430	94,362	4,329,034,440
Veterans	3,130	180,403,780	3,279	182,236,757
Non-Veterans	93,339	4,391,504,484	91,086	4,146,914,284

#### RETIRED MEMBERS AND BENEFICIARIES

GROUP	2006		2005	
	Number	Annual Allowances	Number	Annual Allowances
Retirements	35,941	\$ 689,746,126	35,092	\$ 643,457,665
Active Members' Death Benefits	32	\$ 418,170	35	\$ 420,536
Retired Members' Death Benefits	3,151	\$ 37,461,914	3,049	\$ 34,530,215
Vested Terminated	493	\$ 5,507,112	521	\$ 5,596,644

LOCAL EMPLOYERS  
MEMBERSHIP - ACTIVE AND INACTIVE

GROUP	2006		2005	
	Number	Annual Compensation	Number	Annual Compensation
Men	86,926	\$ 3,516,750,104	85,155	\$ 3,346,264,789
Women	134,345	3,766,298,181	131,412	3,583,691,965
Law Enforcement Officers	125	7,946,628	119	7,993,198
Non-Law Enforcement Officers	221,146	7,275,101,657	216,448	6,921,963,556
Veterans	7,165	312,224,260	7,668	322,756,770
Non-Veterans	214,106	6,970,824,025	208,899	6,607,199,984

RETIRED MEMBERS AND BENEFICIARIES

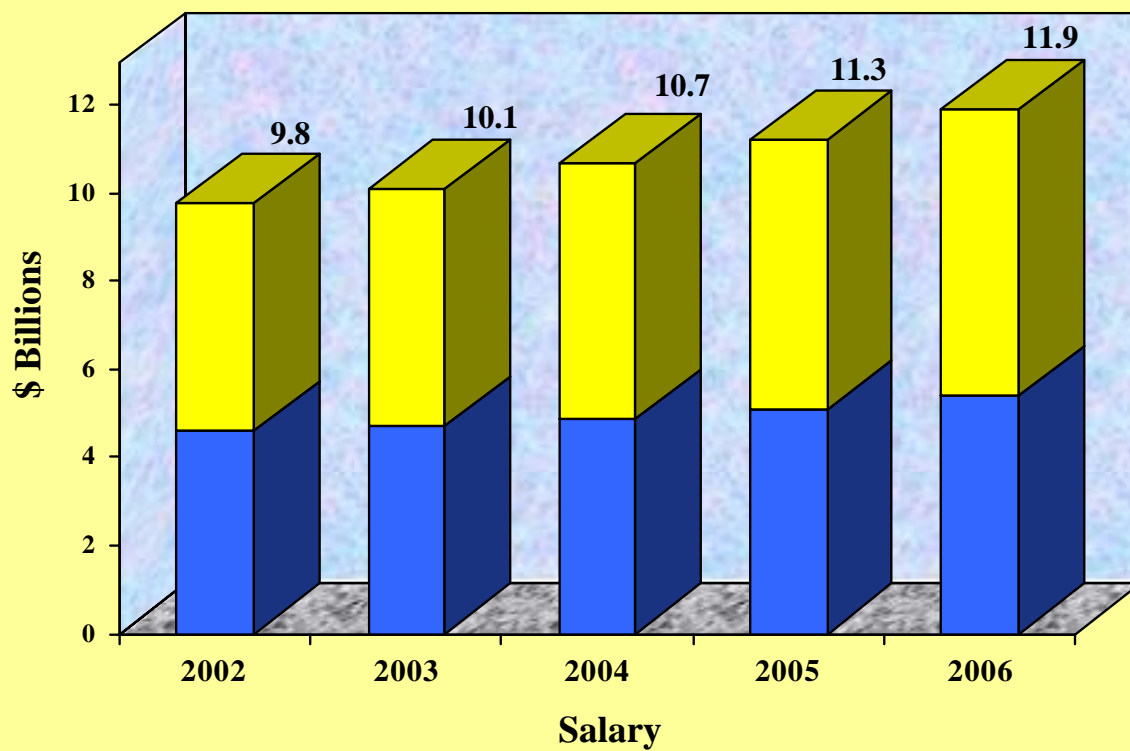
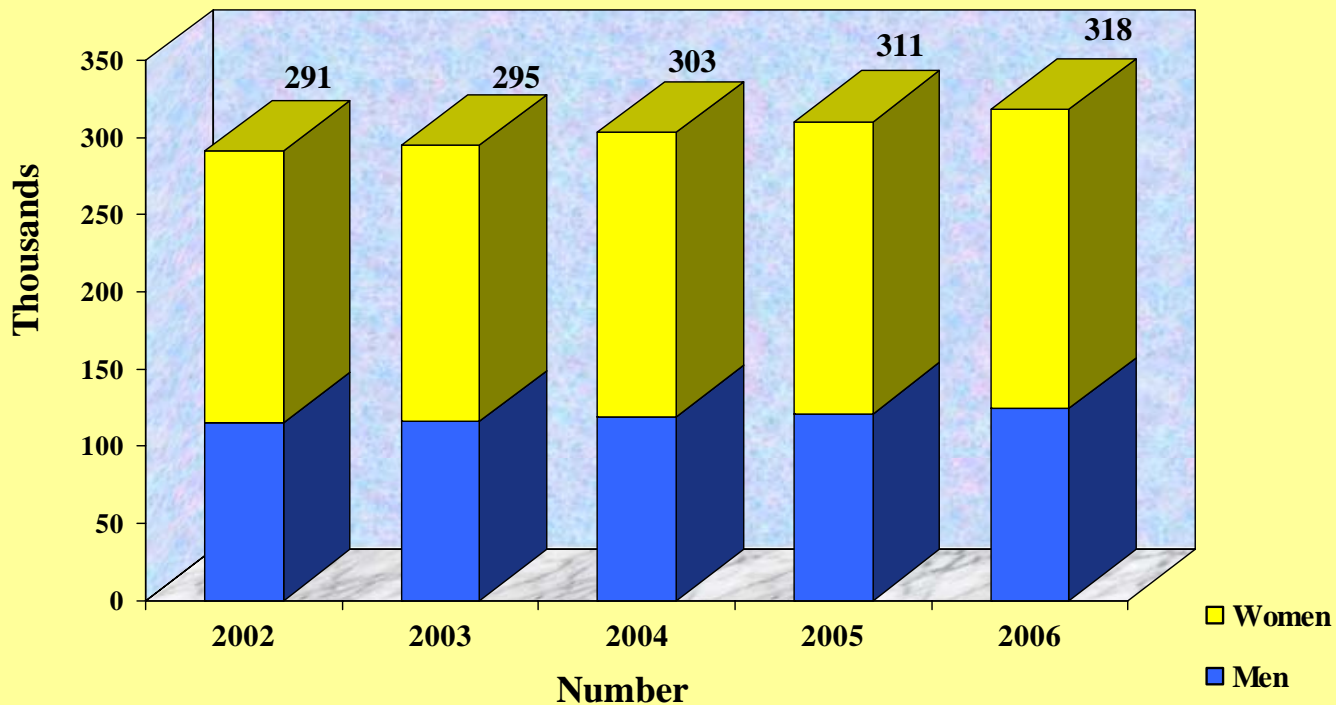
GROUP	2006		2005	
	Number	Annual Allowances	Number	Annual Allowances
Retirements	77,819	\$ 966,412,588	75,443	\$ 892,231,011
Active Members' Death Benefits	87	\$ 1,190,156	89	\$ 1,129,348
Retired Members' Death Benefits	7,746	\$ 69,528,848	7,458	\$ 64,171,272
Vested Terminated	1,323	\$ 11,099,952	1,329	\$ 10,837,704

The number and retirement allowances of beneficiaries on the roll as of the valuation date are indicated in Table V of Section X. Appendix C provides detailed distributions.

Graphic presentations of the statistical data on membership are shown on the following pages.

# PUBLIC EMPLOYEES' RETIREMENT SYSTEM OF NEW JERSEY

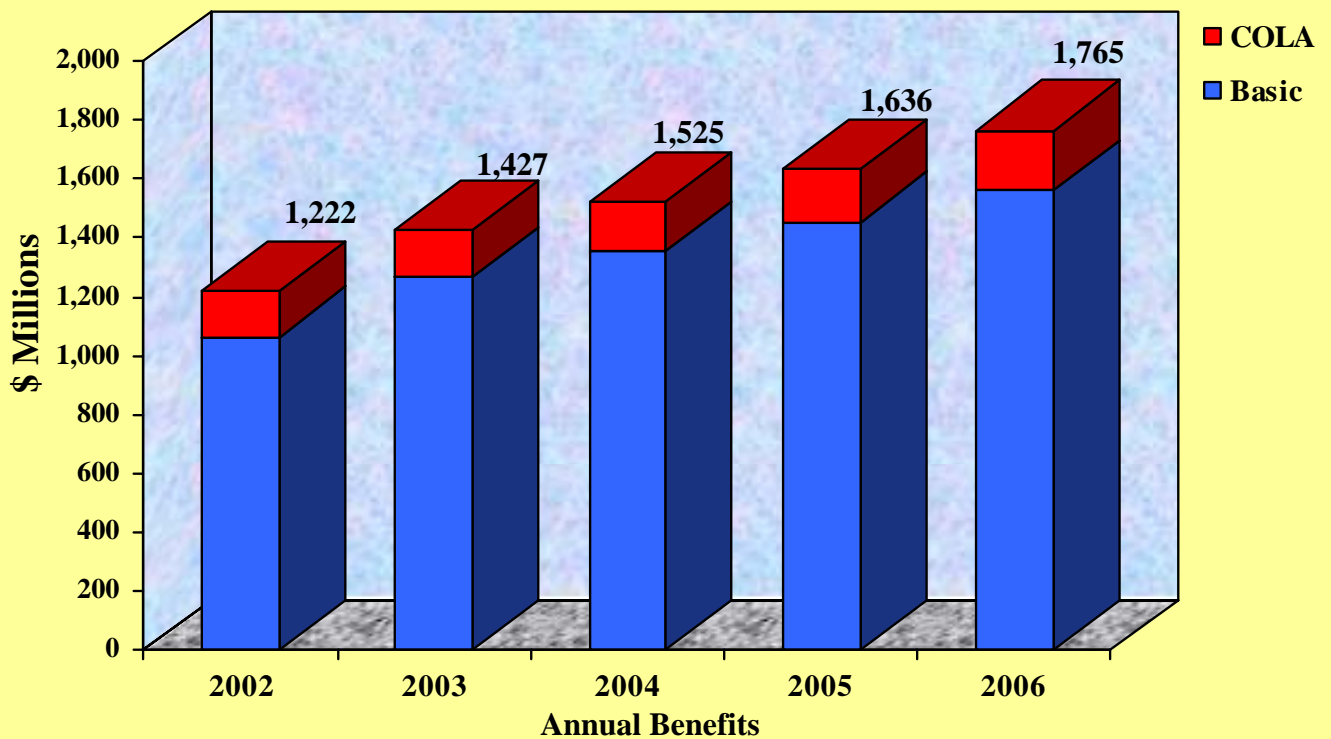
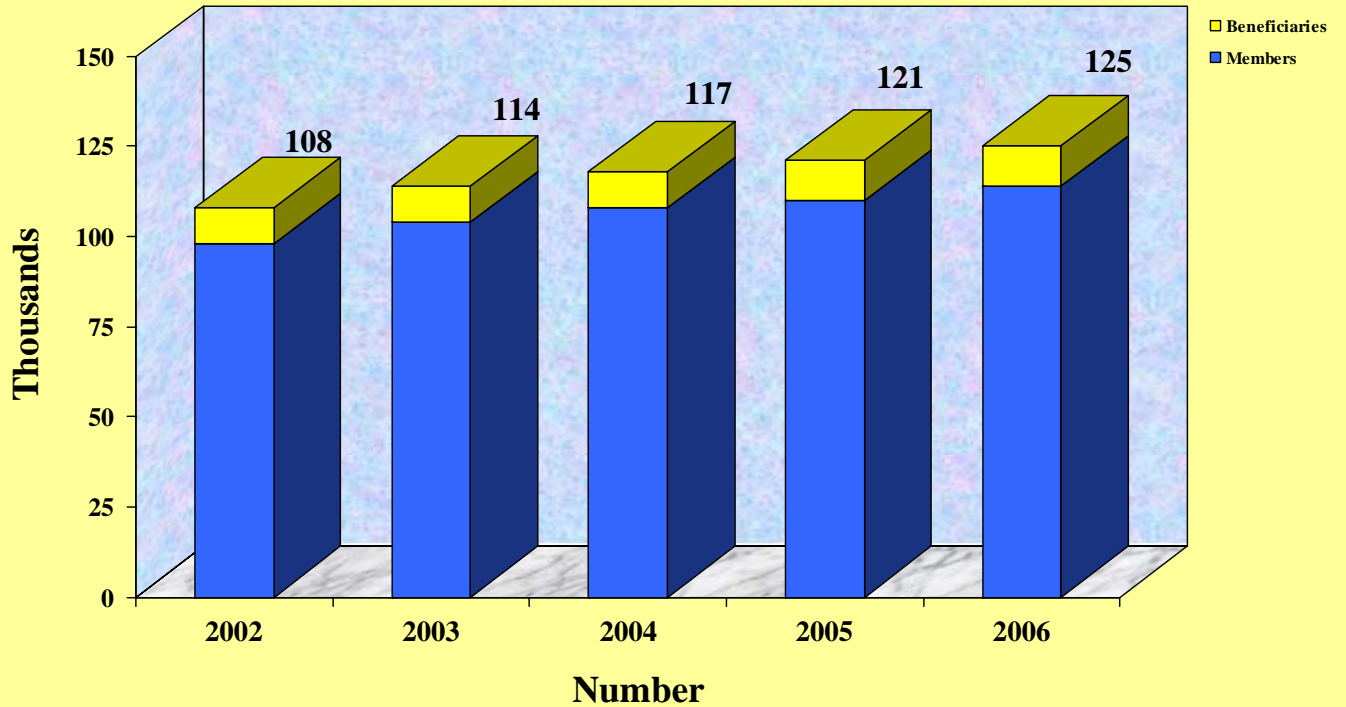
## SUMMARY OF MEMBERSHIP (TOTAL SYSTEM)





# PUBLIC EMPLOYEES' RETIREMENT SYSTEM OF NEW JERSEY

## SUMMARY OF RETIRED PARTICIPATION (TOTAL SYSTEM)



## SECTION III—ASSETS, LIABILITIES AND CONTRIBUTIONS

## A. Reconciliation of Market Value of Assets from June 30, 2005 to June 30, 2006

	State	Local	Total System
1. Market Value of Assets as of June 30, 2005	\$ 9,752,878,725	\$ 14,162,934,889	\$ 23,915,813,614
2. Increases			
a. Pension Contributions			
(1) Members' Contributions	\$ 244,106,584	\$ 383,361,779	\$ 627,468,363
(2) Transfers from Other Systems	2,865,403	569,154	3,434,557
(3) Net Transfers From Other Funds	0	0	0
(4) Total	\$ 246,971,987	\$ 383,930,933	\$ 630,902,920
b. Employers' Contributions			
(1) Appropriations	\$ 33,386,819	\$ 227,520,780*	\$ 260,907,599
(2) Postretirement Medical Contributions	211,533,546	N/A	211,533,546
(3) Non-Contributory Group Insurance	22,426,407	35,984,819	58,411,226
(4) Additional Employers' Contributions	0	61,387	61,387
(5) Delayed Enrollments	237,924	883,966	1,121,890
(6) Delayed Appropriations	880,770	650,018	1,530,788
(7) Total	\$ 268,465,466	\$ 265,100,970	\$ 533,566,436
c. Investment Income	\$ 971,242,259	\$ 1,367,289,248	\$ 2,338,531,507
d. Total Increases	\$ 1,486,679,712	\$ 2,016,321,151	\$ 3,503,000,863
3. Decreases			
a. Benefits Provided by Members			
(1) Withdrawals of Members' Contributions	\$ 19,976,969	\$ 37,341,937	\$ 57,318,906
(2) Withdrawals of Transfers' Contributions	2,279,881	10,804,302	13,084,183
(3) Adjustment for Loans	(131,568)	0	(131,568)
(4) Total	\$ 22,125,282	\$ 48,146,239	\$ 70,271,521
b. Benefits Provided by Employers			
(1) Insurance Premiums	\$ 12,562,078	\$ 20,496,023	\$ 33,058,101
(2) NCGI Premium Expense	22,426,407	35,984,819	58,411,226
(3) Administrative Expense	7,029,197	10,543,795	17,572,992
(4) Miscellaneous Expense	(37,505)	(169,759)	(207,264)
(5) Total	\$ 41,980,177	\$ 66,854,878	\$ 108,835,055
c. Retirement Allowances	\$ 656,857,651	\$ 870,146,437	\$ 1,527,004,088
d. Medical Benefits	\$ 209,785,441	N/A	\$ 209,785,441
e. Pension Adjustment	\$ 78,601,107	\$ 112,302,177	\$ 190,903,284
f. Total Decreases	\$ 1,009,349,658	\$ 1,097,449,731	\$ 2,106,799,389
4. a. Preliminary Market Value of Assets as of June 30, 2006 = (1)+2(d)-3(f)	\$ 10,230,208,779	\$ 15,081,806,309	\$ 25,312,015,088
b. Receivable Contributions	478,187,719**	0	478,187,719
c. Adjustment to June 30, 2006 Financial Report due to receivable ERI contributions	(687,075,113)	5,417,615	(681,657,498)
d. Adjustment for Chapter 366, P.L. 2001 Local obligations paid by State	(1,312,348)	1,312,348	0
e. Adjustment for NJIT transfer	59,303,996	(59,303,996)	0
f. Adjustment for Assets held in the Contributory Group Insurance Premium Fund	(83,127,574)	(154,034,386)	(237,161,960)
g. Market Value of Assets as of June 30, 2006 = (a)+(b)+(c)+(d)+(e)+(f)	\$ 9,996,185,459	\$ 14,875,197,890	\$ 24,871,383,349

\*The Local fiscal year 2007 required contribution of \$379,201,300 has been reduced by 40% to \$227,520,780 to reflect the provisions of Chapter 108, P.L. 2003.

\*\*The State fiscal year 2007 required contribution of \$619,821,604 has been reduced to \$478,187,719 to reflect the potential impact of the Appropriation Act for fiscal year 2007.

B. Development of Valuation Assets

Summary of the development of the actuarial value of plan assets (five year average of market value with write up) for the current valuation:

	STATE	LOCAL EMPLOYERS	TOTAL SYSTEM
(1) Actuarial Value of Assets as of June 30, 2005 (without receivable contributions)	\$ 10,651,757,608	\$ 16,610,968,473	\$ 27,262,726,081
(2) Net Cash Flow excluding Investment Income and receivable Employer Contributions from June 30, 2005 to June 30, 2006	\$ (525,101,740)	\$ (538,064,663)*	\$ (1,063,166,403)
(3) Expected Investment Income at 8.25%:			
a. One year's interest on Assets as of June 30, 2005	\$ 878,770,003	\$ 1,370,404,899	\$ 2,249,174,902
b. Interest on Net Cash Flow	<u>(21,660,447)</u>	<u>(22,195,168)</u>	<u>(43,855,615)</u>
c. Total	\$ 857,109,556	\$ 1,348,209,731	\$ 2,205,319,287
(4) Expected Actuarial Value of Assets as of June 30, 2006 = (1)+(2)+3(c)	\$ 10,983,765,424	\$ 17,421,113,541	\$ 28,404,878,965
(5) 20% of Difference from Preliminary Market Value	<u>\$ (288,126,352)</u>	<u>\$ (513,365,602)</u>	<u>\$ (801,491,954)</u>
(6) Preliminary Actuarial Value of Assets as of June 30, 2006 (without receivable contributions) = (4)+(5)	\$ 10,695,639,072	\$ 16,907,747,939	\$ 27,603,387,011
(7) Receivable Contribution**	\$ 478,187,719	\$ 227,520,780	\$ 705,708,499
(8) Adjustment to June 30, 2006 Financial Report to reflect the net additional receivable ERI contributions	\$ 0	\$ 5,417,615	\$ 5,417,615
(9) Adjustment for Chapter 366, P.L. 2001 Local obligation payable by State	\$ (1,312,348)	\$ 1,312,348	\$ 0
(10) Adjustment for NJIT transfer	\$ 59,303,996	\$ (59,303,996)	\$ 0
(11) Adjustment for assets held in the Contributory Group Insurance Premium Fund	<u>\$ (83,127,574)</u>	<u>\$ (154,034,386)</u>	<u>\$ (237,161,960)</u>
(12) Final Actuarial Value of Assets as of June 30, 2006 = (6)+(7)+(8)+(9)+(10)+(11)	\$ 11,148,690,865	\$ 16,928,660,300	\$ 28,077,351,165

\*Amount includes \$16,048,137 for additional employer contributions paid to satisfy remaining ERI obligations as permitted by Chapter 42, P.L. 2002.

\*\*The State fiscal year 2007 required contribution of \$619,821,604 has been reduced to \$478,187,719 to reflect the potential impact of the Appropriation Act for fiscal year 2007. The Local fiscal year 2007 required contribution of \$379,201,300 has been reduced by 40% to \$227,520,780 to reflect the provisions of Chapter 108, P.L. 2003.

C. Summary of Accrued Liabilities (including COLA and medical benefit reserve)

(i)	State	
1.	Present Value of Benefits Payable to Beneficiaries and Retirees	\$ 6,944,311,434
2.	Present Value of Benefits for Vested Terminated Members	\$ 40,291,798
3.	Accrued Liability for Active Members:	
a.	Service Retirement Allowances	\$ 6,728,512,311
b.	Ordinary Disability Retirement Allowances	712,138,727
c.	Accidental Disability Retirement Allowances	42,600,087
d.	Ordinary Death Benefits	107,581,643
e.	Accidental Death Benefits	1,491,840
f.	Return of Members' Contributions Upon Withdrawal Before Retirement	<u>220,756,606</u>
g.	Total Active Accrued Liability = (a)+(b)+(c)+(d)+(e)+(f)	\$ 7,813,081,214
4.	Sub-Total Accrued Liability = (1)+(2)+(3)(g)	\$14,797,684,446
5.	Present Value of Postretirement Medical Fund Benefits	<u>\$ 264,415,739*</u>
6.	Total Accrued Liability = (4)+(5)	\$15,062,100,185

\*Includes the fiscal year 2007 receivable postretirement medical contribution of \$261,245,407.

(ii)	Local Employers	
1.	Present Value of Benefits Payable to Beneficiaries and Retirees	\$ 9,299,951,693
2.	Present Value of Benefits for Vested Terminated Members	\$ 86,409,264
3.	Accrued Liability for Active Members:	
a.	Service Retirement Allowances	\$ 9,330,333,509
b.	Ordinary Disability Retirement Allowances	782,024,721
c.	Accidental Disability Retirement Allowances	35,865,291
d.	Ordinary Death Benefits	143,173,220
e.	Accidental Death Benefits	1,758,317
f.	Return of Members' Contributions Upon Withdrawal Before Retirement	<u>479,179,316</u>
g.	Total Active Accrued Liability = (a)+(b)+(c)+(d)+(e)+(f)	\$10,772,334,374
4.	Sub-Total Accrued Liability = (1)+(2)+(3)(g)	\$20,158,695,331
5.	Present Value of future ERI contributions	<u>\$ 115,284,509*</u>
6.	Total Accrued Liability = (4)+(5)	\$20,273,979,840

\*Includes an additional accrued liability of \$8,562,209 attributable to members who elected to retire under the Early Retirement Incentive Programs offered under Chapter 127, P.L. 2003, Chapter 128, P.L. 2003 and Chapter 129, P.L. 2003 during the past year.

D. Tracking of Unfunded Accrued Liability/(Surplus)

	State	Local Employers
(1) Unfunded Accrued Liability as of June 30, 2005	\$ 2,801,470,094	\$ 1,737,132,375
(2) Interest on (1) at 8.25% for one year	231,121,283	143,313,421
(3) Gross Normal Cost for one year	426,080,552	641,725,847
(4) Contributions Made	473,954,386	646,972,515
(5) Expected Unfunded Accrued Liability/(Surplus) as of June 30, 2006 (1)+(2)+(3)-(4)	\$ 2,984,717,543	\$ 1,875,199,128
(6) Increase in Unfunded Accrued Liability due to Assumption Changes	\$ 403,876,483	\$ 569,458,542
(7) Actual Unfunded Accrued Liability/(Surplus) as of July 1, 2006	\$ 3,913,409,320	\$ 3,345,319,540
(8) Gain/(Loss) for Year = (5) + (6) – (7)	\$ (524,815,294)	\$ (900,661,870)

\*Analysis of Gain/(Loss) is discussed in Section IV.

E. Development of Excess Valuation Assets

Chapter 115, P.L. 1997 prescribes a procedure for determining the value of excess valuation assets. This law provided for a reduction in the normal contributions of the State or other employers for the valuation periods ended March 31, 1996 and March 31, 1997 to the extent possible by the excess valuation assets and permitted the State Treasurer to reduce the normal contribution payable by the State or other employers for valuations after March 31, 1997 up to a specified portion of excess valuation assets (50% for the July 1, 2006 valuation). It also provided for a reduction (as further amended by Chapter 415, P.L. 1999), for calendar years 1998 through 2001, of the contributions by employees of the State and Local employers by 2% (for future calendar years, a contribution rate reduction of up to 2% of compensation will be allowable under certain circumstances) from excess valuation assets. Chapter 133, P.L. 2001 further specified that, if there are excess valuation assets available after reduction for the normal contributions payable by the State or other employers and for contributions by employees of the State and other employers, then an amount of excess assets not to exceed the amount of member contributions shall be credited to the benefit enhancement fund. The development of excess valuation assets as of June 30, 2006 and the determination of any applicable reductions are developed below:

	<b>State</b>	<b>Local Employers</b>
(1) Valuation Assets	\$ 11,148,690,865	\$ 16,928,660,300
(2) Actuarial Accrued Liability for basic benefits and COLA	14,797,684,446	20,273,979,840
(3) Postretirement Medical Premium Fund	264,415,739*	N/A
(4) Present Value of Projected COLA Normal Cost Payments	167,613,422	235,448,162
(5) Accumulated prior reductions in Member rates of contribution	0	0
(6) Benefit Enhancement Fund	0	410,565,539
(7) Excess Valuation Assets = (1) – (2) – (3) – (4) – (5) – (6) (not less than zero)	\$ 0	\$ 0
(8) Reduction to Normal Cost from July 1, 2006 valuation	0	0
(9) Estimated current reduction in Member rates of contribution**	0	0
(10) Estimated Member rates of contribution credited to the Benefit Enhancement Fund	0	0
(11) Net Excess Valuation Assets after Reductions = (7) – (8) – (9) – (10)	\$ 0	\$ 0

\* Includes the fiscal year 2007 receivable postretirement medical contribution of \$261,245,407.

\*\* Since there are no Excess Valuation Assets available, a contribution rate of 5% per year will continue to be required for members of both the State and Local Employers.

F. Development of Required Contribution

	<b>Prior to Recognition of Legislative Reductions</b>	<b>Reflecting Recognition of Legislative Reductions</b>
(i) State		
1. Normal Cost		
a. Basic Allowances		
(i) Gross Amount	\$ 390,293,480	\$ 390,293,480
(ii) Employee Portion	<u>233,336,960</u>	<u>233,336,960</u>
(iii) State Normal Cost = (i) – (ii)	\$ 156,956,520	\$ 156,956,520
b. Active COLA	23,819,960	23,819,960
c. Chapter 133, P.L. 2001	36,375,418	36,375,418
d. Chapter 366, P.L. 2001		
i) State	\$ 1,079,266	\$ 542,571*
ii) Local (payable by State)	<u>N/A</u>	<u>2,534,957*</u>
iii) Total = (i) + (ii)	\$ 1,079,266	\$ 3,077,528
e. Chapter 259, P.L. 2001	<u>186,390</u>	<u>**</u>
f. Total Normal Cost Contribution	\$ 218,417,554	\$ 220,229,426
g. Reduction due to excess valuation assets	<u>N/A</u>	<u>0</u>
h. Net Normal Cost Contribution	\$ 218,417,554	\$ 220,229,426
2. Accrued Liability		
a. Basic Allowances including COLA	\$ 236,923,527	\$ 236,923,527
b. Chapter 366, P.L. 2001		
i) State	\$ 534,736	\$ 534,736
ii) Local (payable by State)	<u>N/A</u>	<u>2,227,482*</u>
iii) Total = (i) + (ii)	\$ 534,736	\$ 2,762,218
c. Chapter 259, P.L. 2001	<u>332,180</u>	<u>**</u>
d. Total Accrued Liability Contribution	\$ 237,790,443	\$ 239,685,745
3. Total Pension Contribution = 1(h)+2(d)	\$ 456,207,997	\$ 459,915,171 <sup>∅</sup>
4. Non-Contributory Group Insurance Premium Fund	\$ 24,670,672	\$ 24,670,672
5. PRM premium contribution	\$ 268,290,821	\$ 268,290,821

\* Required contribution reflects an offset of the 7.50% prosecutor member contribution rate as provided by Chapter 366, P.L. 2001. As per this legislation, the residual Local Employer contribution amounts not covered by available excess assets are payable by the State.

\*\* Required contribution amounts are payable by funds transferred from the Second Injury Fund in accordance with Chapter 259, P.L. 2001 and can be summarized as follows:

Normal Cost	\$ 186,390
Accrued Liability	<u>332,180</u>
	\$ 518,570

<sup>∅</sup> The required contribution could be subject to reduction in accordance with the provisions of the Appropriation Act for fiscal year 2008.



	<b><u>Prior to Recognition of Legislative Reductions</u></b>	<b><u>Reflecting Recognition of Legislative Reductions</u></b>
(ii) Local Employers		
1. Normal Cost		
a. Basic Allowances		
(i) Gross Amount	\$ 587,938,335	\$ 587,938,335
(ii) Employee Portion	<u>369,203,286</u>	<u>369,203,286</u>
(iii) Local Normal Cost = (i) – (ii)	\$ 218,735,049	\$ 218,735,049
b. Active COLA	33,651,546	33,651,546
c. Chapter 133, P.L. 2001	53,169,443	0*
d. Chapter 366, P.L. 2001	<u>4,407,135</u>	<u>0**</u>
e. Total Normal Cost Contribution	\$ 309,963,173	\$ 252,386,595
f. Reduction due to excess valuation assets	<u>N/A</u>	<u>0</u>
g. Net Normal Cost Contribution	\$ 309,963,173	\$ 252,386,595
2. Accrued Liability		
a. Basic Allowances including COLA	\$ 226,138,389	\$ 226,138,389
b. Chapter 366, P.L. 2001	2,227,482	0**
c. ERI Contributions	<u>13,117,971</u>	<u>13,117,971</u>
d. Total Accrued Liability Contribution	\$ 241,483,842	\$ 239,256,360
3. Total Contribution = 1(g)+2(d)	\$ 551,447,015	\$ 491,642,955 <sup>#</sup>
4. Non-Contributory Group Insurance Premium Fund	\$ 41,054,886	\$ 41,054,886

\* Required normal contribution is currently covered by assets held in the Benefit Enhancement Fund.

\*\* In accordance with Chapter 366, P.L. 2001, the required contribution reflects an offset of the 7.50% prosecutor member contribution rate. Residual contribution amounts not covered by available excess valuation assets are payable by the State and can be summarized as follows:

Normal cost	\$ 2,534,957
Accrued liability	<u>2,227,482</u>
	\$ 4,762,439

# The fiscal year 2008 required contribution is subject to reduction in accordance with the provisions of Chapter 108, P.L. 2003.

SECTION IV—COMMENTS CONCERNING THE VALUATION

The variation in liabilities and contributions reflects the System's actual experience during the year. The increase in the unfunded accrued liability is primarily the result of the change in actuarial assumptions and the investment return which was less than that expected (approximately 5.78% on an actuarial value of asset basis, rather than the 8.25% expected).

**State**

The following table outlines the effect of the various items of actuarial experience on the increase in the contribution rate (normal contribution plus accrued liability contribution) for basic allowances and active COLA from 9.43% to 11.26% (prior to recognition of offsets due to legislations).

• Investment Loss	+0.41%
• COLA increases greater than expected	+0.03%
• Loss on account of new members	+0.05%
• Pay increases greater than expected	+0.07%
• Loss on account of active experience	+0.01%
• Loss on account of pensioners' experience	+0.10%
• Phase-in of active COLA	+0.02%
• Appropriation Act for fiscal year 2007	+0.20%
• Revised actuarial assumptions	+1.00%
• Other experience	-0.06%
• Total	+1.83%

The number of active members increased by about 2.2% between valuations while gross compensation used for contribution purposes increased by about 5.6%, while average compensation increased by about 3.4% (from \$47,591 to \$49,192).

The number of pensioners and beneficiaries receiving benefits and the amount of benefits payable increased between the two valuations. The average benefit payable increased from about \$1,481 per month to about \$1,550 per month. The increase reflects the higher benefits payable to new retirees and the deaths of older pensioners with lower benefits. Cost-of-living increases after retirement are reflected in both amounts.

Included in Table II, which provides a summary of the contributions payable, are payments representing anticipated State postretirement medical benefit premiums for the current year's benefits plus an amount that will ensure an increase in the Postretirement Medical Fund of 6/10 of 1% of the salary of active members for the valuation period.

### **Local Employers**

The following table outlines the effect of the various items of actuarial experience on the increase in the contribution rate (normal contribution plus accrued liability contribution) for basic allowances and active COLA from 6.66% to 8.51% (prior to recognition of offsets due to legislations).

• Investment Loss	+0.46%
• COLA increases greater than expected	+0.04%
• Loss on account of new members	+0.07%
• Pay increases greater than expected	+0.04%
• Loss on account of active experience	+0.10%
• Loss on account of pensioners' experience	+0.10%
• Phase-in of active COLA	+0.03%
• Chapter 108, P.L. 2003	+0.14%
• Revised actuarial assumptions	+0.88%
• Other experience	-0.01%
• Total	+1.85%

The number of active members increased by about 2.2% between valuations. Gross compensation used for contribution purposes increased by about 4.9%, while average compensation increased by about 3.2% (from about \$33,966 to \$35,040).

The total number of pensioners and beneficiaries receiving benefits and the amount of benefits payable increased between the two valuations. The average benefit payable also increased from about \$961 per month to about \$1,009 per month. The increase reflects the higher benefits payable to new retirees (including 63 members who retired with enhanced benefits from Local locations who adopted one of the various ERI programs first recognized during this valuation) and the deaths of older pensioners with smaller benefits. Cost-of-living increases after retirement are reflected in both amounts.

SECTION V—CONTRIBUTIONS PAYABLE BY THE STATE AND LOCAL EMPLOYERS

The employers are required to make two contributions, a normal contribution and an accrued liability contribution (if applicable). The normal contribution for basic allowances and COLA is defined under the Projected Unit Credit funding method as the present value of the benefits accruing during the current year. The unfunded accrued liability (surplus) for basic allowances and COLA is determined as the difference between the accrued liability and the actuarial value of assets on hand. If there was no unfunded accrued liability for the State for the valuation period immediately preceding the current valuation period, the current year's accrued liability contribution is determined as a level percentage of pay required to liquidate the unfunded accrued liability in annual payouts increasing at a specific rate and paid annually for a specific time (which shall not exceed 30 years) as determined by the State Treasurer. Thereafter, any increase or decrease in the unfunded accrued liability as a result of actuarial losses or gains for subsequent valuation years will increase or decrease the amortization period for the unfunded accrued liability (unless an increase will cause it to exceed 30 years). For Local Employers, the initial accrued liability contribution rates were determined with the March 31, 1992 valuation as a level percentage of pay required to liquidate the unfunded accrued liability in increasing annual payouts over a period of 40 years. Any actuarial gains or losses for the 10 valuation years following the March 31, 1992 valuation increased or decreased the unfunded accrued liability contribution (thereafter, actuarial gains or losses will increase or decrease the amortization period unless an increase will cause it to exceed 30 years).

The portion of the contribution for providing postretirement medical costs for State employees has been determined separately. This portion is made up of three pieces, an amount necessary to pay anticipated premiums for the current year's benefits less the expected return on Postretirement Medical Fund assets, plus an amount that will ensure an increase in the fund equal to  $\frac{6}{10}$  of 1% of the salary of active State employee members for the current valuation period.

The current year's contribution to the Postretirement Medical Fund is summarized as follows:

(i) Anticipated current year's premium	\$ 244,439,088
(ii) Expected asset return	1,669,652
(iii) 6/10% of active member salary for State employees	<u>25,521,385</u>
(iv) Postretirement medical contribution = (i) – (ii) + (iii)	\$ 268,290,821

On the basis of the contribution rates applicable to State employees and the current year's payroll, the contributions for the fiscal year beginning July 1, 2007 payable by the State and the agencies which pay the same contribution rates as the State are shown in Table II.

Based on Table II, the total contribution payable by the State to the Contingent Reserve Fund is \$460,433,741 for the year beginning July 1, 2007 (which includes (a) the additional cost due to Chapter 259, P.L. 2001 of \$518,570 payable by fund transfers from the Second Injury Fund, (b) in accordance with the provision of Chapter 366, P.L. 2001, an additional contribution of \$4,762,439 payable by the State on behalf of Local employers with members enrolled under the Prosecutors' Part provisions of the System and (c) the State Chapter 366 contribution of \$1,077,307.) In addition, the total contribution payable by the State to the Non-Contributory Group Insurance Premium Fund is \$24,670,672. Finally, the current year's contribution to the Postretirement Medical Account has been determined to be \$268,290,821.

TABLE II  
CONTRIBUTIONS PAYABLE BY THE STATE FOR THE YEAR BEGINNING JULY 1, 2006

Division	Number	Payroll	NORMAL CONTRIBUTION							Due to Chapter 259, P.L. 2001**	Contribution To Non-Contributory Group Insurance Premium Fund	Postretirement Medical Contribution
			Basic Allowances Plus Pensioner COLA	Active COLA	Due to Chapter 133, P.L. 2001	Due to Chapter 366, P.L. 2001*	Total	Due to Chapter 259, P.L. 2001**				
State	73,050	\$ 3,741,590,777	\$ 138,064,699	\$ 20,952,908	\$ 36,375,418	\$ 3,077,528	\$ 198,470,553	\$ 0	\$ 21,701,226	\$ 223,279,669		
Disability Insurance Services	356	16,336,220	602,807	91,483	0	0	694,290	0	94,750	1,703,647		
All Other Units of Division of Employment Security	2,329	119,390,857	4,405,523	668,589	0	0	5,074,112	0	692,467	13,159,665		
State Colleges #	10,733	376,246,365	13,883,491	2,106,980	0	0	15,990,471	0	2,182,229	30,147,840		
Second Injury Fund	N/A	N/A	0	0	0	0	0	186,390	0	0		
Total	86,468	\$ 4,253,564,219	\$ 156,956,520	\$ 23,819,960	\$ 36,375,418	\$ 3,077,528	\$ 220,229,426	\$ 186,390	\$ 24,670,672	\$ 268,290,821		
<b>ACCRUED LIABILITY CONTRIBUTION</b>												
State			\$ 208,786,446	##	\$ 0	\$ 2,762,218	\$ 211,548,664	\$ 0	\$ 0	\$ 0		
Disability Insurance Services			911,586	##	0	0	911,586	0	0	0		
All Other Units of Division of Employment Security			6,662,191	##	0	0	6,662,191	0	0	0		
State Colleges #			20,563,304	##	0	0	20,563,304	0	0	0		
Second Injury Fund			0	0	0	0	0	332,180	0	0		
Total			\$ 236,923,527	##	\$ 0	\$ 2,762,218	\$ 239,685,745	\$ 332,180	\$ 0	\$ 0		
Grand Total			\$ 393,880,047	\$ 23,819,960	\$ 36,375,418	\$ 5,839,746	\$ 459,915,171	\$ 518,570	\$ 24,670,672	\$ 268,290,821		

\* Residual amount from additional cost to State (\$1,077,307) and Local employers (\$4,762,439) due to Chapter 366, P.L. 2001 after reduction for the 2.5% additional prosecutor member contribution rate (to a total member contribution rate of 7.50%).

\*\* Required contribution amounts are payable by funds to be transferred from the Second Injury Fund to the System in accordance with Chapter 259, P.L. 2001.

# Appendix H presents a summary of the fiscal year 2008 cost allocation for the State Colleges.

## The COLA unfunded accrued liability contributions are included with the Basic Allowances and Pensioner COLA unfunded accrued liability contributions.

The certifications of the appropriations required of the Local employers are submitted separately. They were based upon a payroll of \$6,730,309,209 for 192,073 active members. The total appropriations by Local employers, including ERI contributions, are shown below.

**CONTRIBUTIONS PAYABLE BY LOCAL EMPLOYERS  
FOR THE YEAR BEGINNING JULY 1, 2007**

Contributions to Contingent Reserve Fund:	
Normal	\$ 252,386,595*
Accrued Liability	226,138,389**
Contribution to Non-Contributory Group Insurance Premium Fund	41,054,886
ERI Contributions	<u>13,117,971</u>
<b>Total Contribution</b>	<b>\$ 532,697,841</b>

\* The additional normal contribution attributable to Chapter 133, P.L. 2001 is covered by assets available in the Benefit Enhancement Fund. The additional normal cost attributable to Chapter 366, P.L. 2001 is first offset by the additional 2.5% prosecutor member contribution (to a total member contribution of 7.50%) and the residual amount of \$2,534,957 is payable by the State.

\*\* The additional required accrued liability contribution of \$2,227,482 due to Chapter 366, P.L. 2001 is payable by the State.

**SECTION VI - VALUATION BALANCE SHEET**

The valuation balance sheet showing the assets and liabilities of the System as of July 1, 2006 is presented on the following Table III. The amounts of the present assets credited to the various funds were furnished by the Division of Pensions and Benefits, State of New Jersey.

The valuation was prepared on the basis of the results of the experience study for the period from July 1, 2002 to June 30, 2005. In determining the liabilities of the Contingent Reserve Funds, Retirement Reserve Fund and Benefit Enhancement Fund, an interest rate of 8.25% was used in accordance with the recent directive of the State Treasurer.

**TABLE III**

**VALUATION BALANCE SHEET  
SHOWING THE ASSETS AND LIABILITIES OF THE FUNDS OF THE  
PUBLIC EMPLOYEES' RETIREMENT SYSTEM OF NEW JERSEY  
AS OF JULY 1, 2006**



**TABLE III**  
**VALUATION BALANCE SHEET**  
**SHOWING THE ASSETS AND LIABILITIES OF THE FUNDS OF THE**  
**PUBLIC EMPLOYEES' RETIREMENT SYSTEM OF NEW JERSEY**  
**AS OF JULY 1, 2006**

	<b>ASSETS</b>		
	<b>STATE</b>	<b>LOCAL</b>	<b>TOTAL SYSTEM</b>
Present assets of System creditable to:			
Retirement Reserve Fund:			
Credited to fund	\$ 6,704,552,547	\$ 9,048,257,865	\$ 15,752,810,412
Add (deduct) reserve transferable from (to)			
Contingent Reserve Fund	<u>239,758,887</u>	<u>366,978,337</u>	<u>606,737,224</u>
	\$ 6,944,311,434	\$ 9,415,236,202*	\$ 16,359,547,636
Annuity Savings Fund:			
Credited to Fund	\$ 3,257,206,891	\$ 4,661,215,434	\$ 7,918,422,325
Contingent Reserve Fund:			
Credited to Fund	\$ 809,435,569	\$ 2,615,334,016	\$ 3,424,769,585
Add (deduct) excess interest earnings			
transferable from (to) Special Reserve Fund	0	0	0
Add (deduct) reserve transferable from (to)			
Retirement Reserve Fund	(239,758,887)	(366,978,337)	(606,737,224)
Add (deduct) reserve transferable from			
(to) Benefit Enhancement Fund	<u>24,107,744</u>	<u>48,121,992</u>	<u>72,229,736</u>
	\$ 593,784,426	\$ 2,296,477,671	\$ 2,890,262,097
Special Reserve Fund:			
Credited to Fund	\$ 88,972,375	\$ 145,165,454	\$ 234,137,829
Add (deduct) excess interest earnings			
transferable from (to) Contingent Reserve			
Fund	<u>0</u>	<u>0</u>	<u>0</u>
	\$ 88,972,375	\$ 145,165,454	\$ 234,137,829
Benefit Enhancement Fund			
Credited to Fund	\$ 24,107,744	\$ 458,687,531	\$ 482,795,275
Add (deduct) reserve transferable from			
(to) Contingent Reserve Fund	(24,107,744)	(48,121,992)	(72,229,736)
Fiscal Year 2007 contribution transferable to			
Contingent Reserve Fund	<u>0</u>	<u>N/A</u>	<u>0</u>
	\$ 0	\$ 410,565,539	\$ 410,565,539
Postretirement Medical Fund	\$ 264,415,739**	<u>N/A</u>	\$ 264,415,739
Total Present Assets	\$ 11,148,690,865	\$ 16,928,660,300	\$ 28,077,351,165
Present value of prospective accrued liability			
contributions payable by the State and Local employers			
to the Contingent Reserve Fund for basic allowances			
with cost-of-living adjustments	\$ 3,913,409,320	\$ 3,755,885,079	\$ 7,669,294,399
Assets allocated to the			
Benefit Enhancement Fund	\$ 0	\$ (410,565,539)	\$ (410,565,539)
Assets allocated to accumulated prior reductions in			
member rates of contribution	<u>0</u>	<u>0</u>	<u>0</u>
Total Assets	\$ 15,062,100,185	\$ 20,273,979,840	\$ 35,336,080,025

\*Includes the present value of ERI payments as of June 30, 2006 of \$115,284,509.

\*\*Includes the fiscal year 2007 receivable postretirement medical contribution of \$261,245,407.

**TABLE III**  
**VALUATION BALANCE SHEET**  
**SHOWING THE ASSETS AND LIABILITIES OF THE FUNDS OF THE**  
**PUBLIC EMPLOYEES' RETIREMENT SYSTEM OF NEW JERSEY**  
**AS OF JULY 1, 2006**

	<b>LIABILITIES</b>		
	<b>STATE</b>	<b>LOCAL</b>	<b>TOTAL SYSTEM</b>
Present value of benefits payable on Account of beneficiaries or their Dependents now drawing allowances from the Retirement Reserve Fund	\$ 6,944,311,434	\$ 9,299,951,693	\$ 16,244,263,127
Present value of ERI benefits	*	\$ 115,284,509	\$ 115,284,509
Present value of benefits payable from contributions to the Annuity Savings Fund and the Contingent Reserve Fund:			
• Service retirement allowances including early retirement and vesting benefits	\$ 6,768,804,109	\$ 9,416,742,773	\$ 16,185,546,882
• Ordinary disability retirement allowances	712,138,727	782,024,721	1,494,163,448
• Accidental disability retirement allowances	42,600,087	35,865,291	78,465,378
• Ordinary death benefits	107,581,643	143,173,220	250,754,863
• Accidental death benefits	1,491,840	1,758,317	3,250,157
• Return of members' contributions upon withdrawal before retirement	<u>220,756,606</u>	<u>479,179,316</u>	<u>699,935,922</u>
	\$ 7,853,373,012	\$ 10,858,743,638	\$ 18,712,116,650
Postretirement Medical Fund	<u>\$ 264,415,739**</u>	<u>N/A</u>	<u>\$ 264,415,739</u>
<b>Total Liabilities</b>	<b>\$ 15,062,100,185</b>	<b>\$ 20,273,979,840</b>	<b>\$ 35,336,080,025</b>

\*The present value of ERI benefits for the State, including the additional accrued liability attributable to Chapter 23, P.L. 2002 of \$687,075,113 is reflected in the present value of benefits payable from the Retirement Reserve Fund.

\*\*Includes the fiscal year 2007 receivable postretirement medical contribution of \$261,245,407.

The valuation balance sheet indicates the following facts regarding the various funds.

(1) Retirement Reserve Fund

When a member retires, or when he dies and an allowance is payable to his beneficiary, the allowance including cost-of-living adjustments is paid from this fund. The member's own contributions with interest are transferred from the Annuity Savings Fund and the balance of the reserve on the total allowance is transferred from the Contingent Reserve Fund. On the valuation date, the Retirement Reserve Fund has present assets of \$15,752,810,412. The liabilities of the fund amount to \$16,359,547,636 so that there is a deficit of \$606,737,224 in the fund on the valuation date. It is recommended that the fund be put in balance as of June 30, 2006 by a transfer of assets from the Contingent Reserve Fund equal to \$606,737,224 and this transfer is shown in the balance sheet.

(2) Special Reserve Fund

The Special Reserve Fund is the fund to which any excess earnings are transferred and against which any losses from the sale of securities are charged. The maximum limit on the accumulations in this fund is set at one percent of the market value of the investments of the retirement system; any amounts in excess of this limit are creditable to the Contingent Reserve Fund. This fund has assets amounting to \$234,137,829 as of June 30, 2006. The Special Reserve Fund is considered as an asset of the retirement system.

(3) Annuity Savings Fund and Contingent Reserve Fund

The Annuity Savings Fund, which is the fund to which members' contributions with interest are credited, has assets amounting to \$7,918,422,325 as of June 30, 2006. The Contingent Reserve Fund is the fund to which contributions made by employers to provide the benefits paid from retirement system monies are credited. Payments for the group insurance made by The Prudential Insurance Company of America to provide the non-contributory cash death benefits are deducted from the Contingent Reserve Fund. The assets creditable to the Contingent Reserve Fund amount to \$2,890,262,097 as of June 30, 2006 after adjustments are made on account of the amount transferable to the Retirement Reserve Fund and from the Benefit Enhancement Fund.

If a member withdraws from active service before qualifying for retirement, the amount of his accumulated deductions is paid to him from the Annuity Savings Fund. If he dies before retirement and no survivorship benefit is payable, his accumulated deductions are paid to his beneficiary from the Annuity Savings Fund. If he retires, or if he dies leaving a beneficiary eligible for a survivorship benefit, his accumulated deductions are transferred from the Annuity Savings Fund to the Retirement Reserve Fund, and the reserve on the allowance which is not provided by his own deductions is transferred from the Contingent Reserve Fund to the Retirement Reserve Fund. Any lump sum benefit payable upon the death of a member before or after retirement is paid by The Prudential Insurance Company of America.

(4) Postretirement Medical Fund

This fund is established to hold contributions in respect of future postretirement medical premiums. The fund has assets of \$264,415,739 as of June 30, 2006. These assets have been included as retirement system assets. Accordingly, offsetting liabilities equal to these fund balances have also been included.

(5) Benefit Enhancement Fund

Chapter 133, P.L. 2001 established the Benefit Enhancement Fund to fund the additional annual normal contribution for the increase in benefits under this law. The Benefit Enhancement Fund is funded by excess valuation assets transferable from the Contingent Reserve Fund. The amount of excess valuation assets transferable to the fund is limited to the amount of member contributions for the fiscal year in which the additional normal contributions are payable. The fund balance is limited to the present value of expected additional normal contributions for the increased benefits over the expected working lives of the active members for the valuation period. No additional excess valuation assets will be transferred to the fund after the maximum amount is attained. The Appropriation Acts of 2003, 2005 and 2006 further expanded the use of the Benefit Enhancement Fund by allowing residual required State contributions to be covered by assets available from this fund. On the valuation date, the Benefit Enhancement Fund has present assets of \$410,565,539 after adjustment for assets transferred to the Contingent Reserve Fund to cover the additional normal contributions for the increased benefits of \$72,229,736.

The June 30, 2006 valuation balance sheet shows on the liabilities side that the prospective benefits for which reserves are being accumulated in the Annuity Savings Fund and the Contingent Reserve Fund have a present value of \$18,712,116,650. To meet the benefit payments, the System has present assets of \$10,808,684,422 consisting of \$7,918,422,325 in the Annuity Savings Fund and \$2,890,262,097 in the Contingent Reserve Fund. If this amount is subtracted from the sum of \$18,712,116,650, the present value of prospective benefits and \$0, the value of excess assets allocated to accumulated prior reductions in member rates of contribution, there exists a deficit of \$7,903,432,228. When the assets in the Special Reserve Fund amounting to \$234,137,829 are applied to this amount, the deficit becomes \$7,669,294,399. In addition, please note that, in accordance with Chapter 133, P.L. 2001, \$410,565,539 has been accumulated in the Benefit Enhancement Fund to fund the additional annual employer normal contributions attributable to this legislation. Adding this amount and the assets allocated to accumulated prior reductions in member rates of contribution of \$0 to the deficit of \$7,669,294,399 yields a net deficit of \$7,258,728,860.

In accordance with the provisions of Chapter 385, P.L. 1987, Chapter 41, P.L. 1992 and Chapter 62, P.L. 1994, the contributions of the employers to the Contingent Reserve Fund consist of two annual contributions, a normal contribution and an accrued liability contribution. The normal contribution is the present value of the benefits accruing during the current year (the normal contributions for active member COLA is being phased-in). The initial accrued liability amortization periods were set at 40 years

commencing with the March 31, 1992 valuation with payments assumed to increase 6% per year (beginning with the July 1, 2004 valuation, the accrued liability contribution payment amounts are assumed to increase 4% per year in accordance with the directive from the State Treasurer).

On these bases, the following future contribution rates, prior to any adjustments, are required to meet the employers' obligations:

ITEM	RATE*			
	State		Local	
	Normal	Accrued Liability	Normal	Accrued Liability
• Basic Allowances	3.69%	5.57%	3.25%	3.36%
• Non-Contributory Group Insurance Premium Fund	0.58	N/A	0.61	N/A
• Cost-of-Living Adjustments	1.05	N/A	0.94	N/A
• Chapter 133, P.L. 2001	0.86	N/A	0.79	N/A
• ERI	N/A	N/A	N/A	**
Total	6.18%	5.57%	5.59%	3.36%

\*Rates exclude contributions required under Chapter 366, P.L. 2001 and Chapter 259, P.L. 2001.

\*\*Actual contribution will depend on the payment schedule chosen by each location.

In accordance with the provisions of Chapter 6, P.L. 1990, normal cost contributions to fund the cost-of-living adjustments for current actives were to be phased in beginning with the March 31, 1988 valuation. Further, in accordance with the provisions of Chapter 41, P.L. 1992, amended by the provisions of Chapter 8, P.L. 1993 and Chapter 62, P.L. 1994, the phase-in for the funding of these benefits was further adjusted. The current valuation reflects a 53.12% phase-in of the active COLA benefits. In addition, the valuation reflects the revised assumptions that were developed on the basis of the three year experience investigation for the period ended June 30, 2005.

Chapter 115, P.L. 1997 provided for a reduction in the normal contributions of the State or other employers for the valuation periods ended March 31, 1996 and March 31, 1997 to the extent possible by the excess valuation assets and permitted the State Treasurer to reduce the normal contribution payable by the State or by the other employers for valuations after March 31, 1997 up to a specified portion (50% as of the valuation date) of excess valuation assets (See Section III(E)). This legislation has no effect on the required contributions for fiscal year 2007 since both the State and Local employers do not have excess valuation assets as of the valuation date.

Chapter 133, P.L. 2001 provided for the establishment of the Benefit Enhancement Fund from which any additional normal cost due to the increase in benefits under this legislation is paid. If assets in this fund are insufficient to cover the additional normal contribution for the increased benefits for a valuation period, the State will pay the amount of the additional normal contribution not covered by the fund for both the State and Local employers.

The actual contribution rates determined in the valuation are as follows:

ITEM	RATE*			
	State		Local	
	Normal	Accrued Liability	Normal	Accrued Liability
• Basic Allowances	3.69%	5.57%	3.25%	3.36%
• Non-Contributory Group Insurance Premium Fund	0.58	N/A	0.61	N/A
• Cost-of-Living Adjustments	0.56	N/A	0.50	N/A
• Chapter 133, P.L. 2001	0.86	N/A	0.00	N/A
• ERI	N/A	N/A	N/A	**
Total	5.69%	5.57%	4.36%	3.36%

\*Rates exclude contributions required under Chapters 366, P.L. 2001 and Chapter 259, P.L. 2001.

\*\*Actual contribution will depend on the payment schedule chosen by each location.

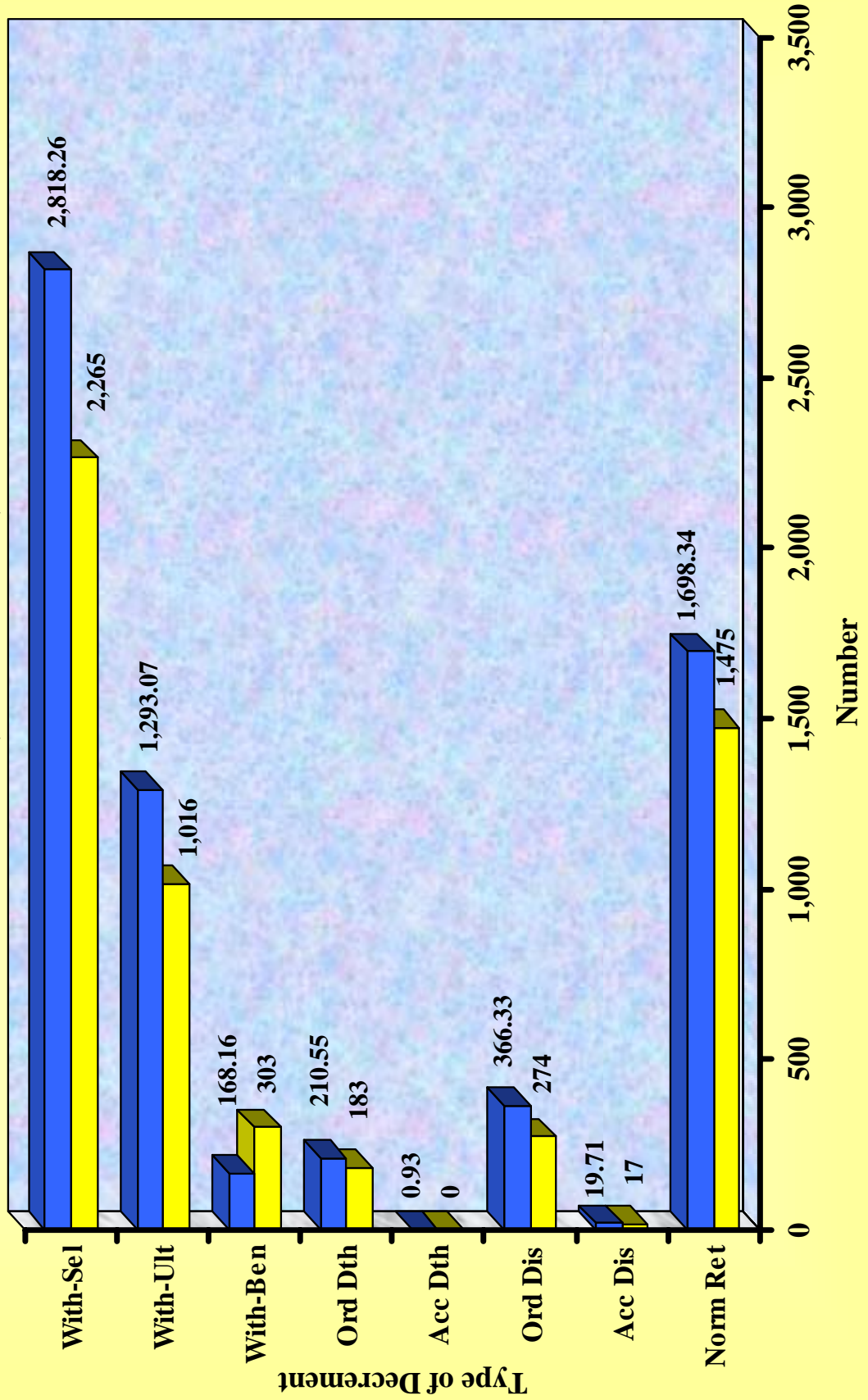
SECTION VII—EXPERIENCE

Records are maintained with regard to developing mortality, service and compensation experience of members and beneficiaries of the System as compared to the anticipated experience based on the current assumptions that were developed on the basis of the three-year experience investigation for the period ended June 30, 2005. In accordance with the provisions of Section 19 of Chapter 84 of the Laws of 1954, as amended and supplemented, once in every three-year period significant deviations are noted and revised assumptions are recommended so that the funding requirements of the System can be properly anticipated.

# PUBLIC EMPLOYEES' RETIREMENT SYSTEM OF NEW JERSEY

ACTIVE SERVICE EXPERIENCE - STATE  
JULY 1, 2005 - JUNE 30, 2006

■ Expected  
■ Actual

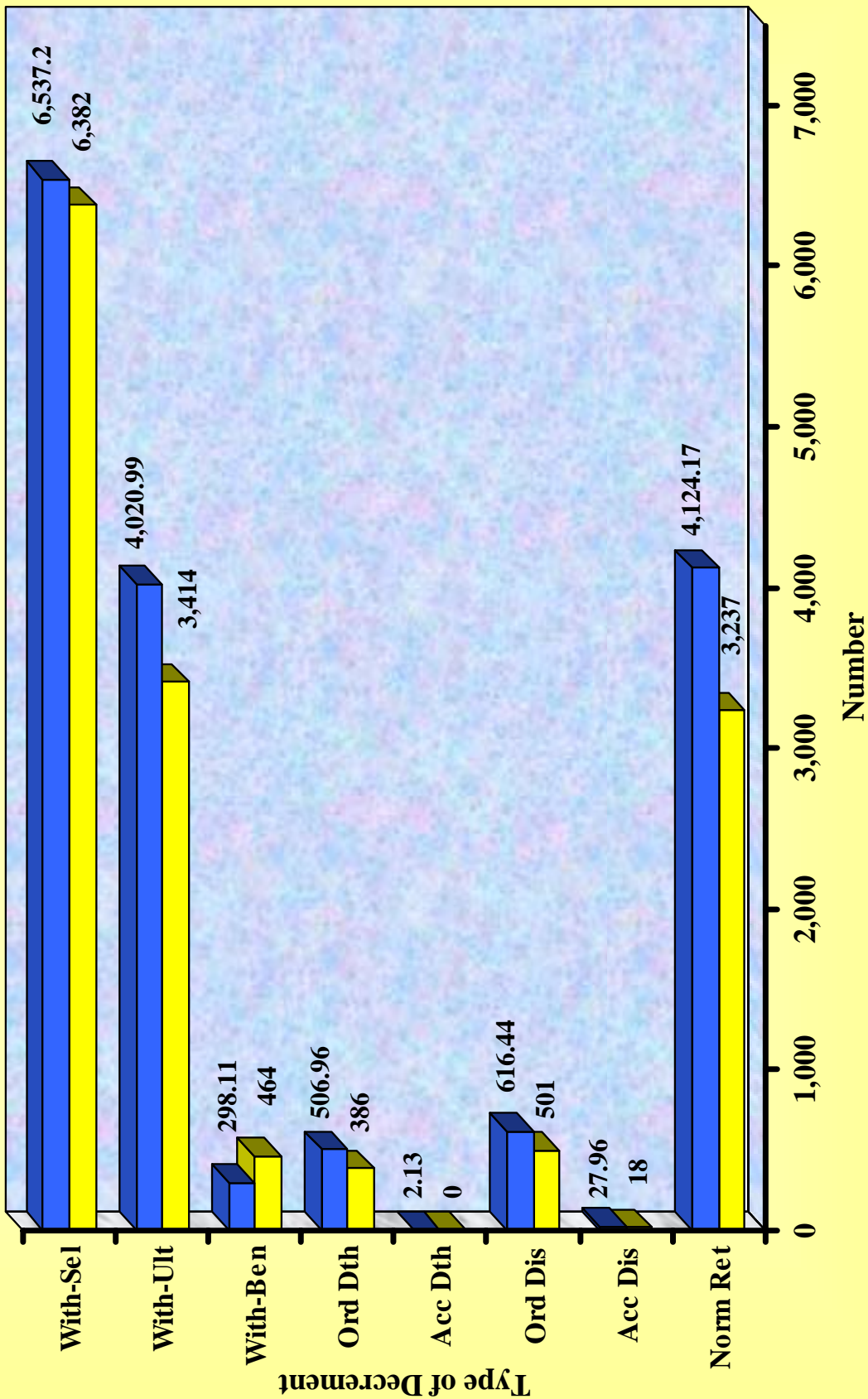




# PUBLIC EMPLOYEES' RETIREMENT SYSTEM OF NEW JERSEY

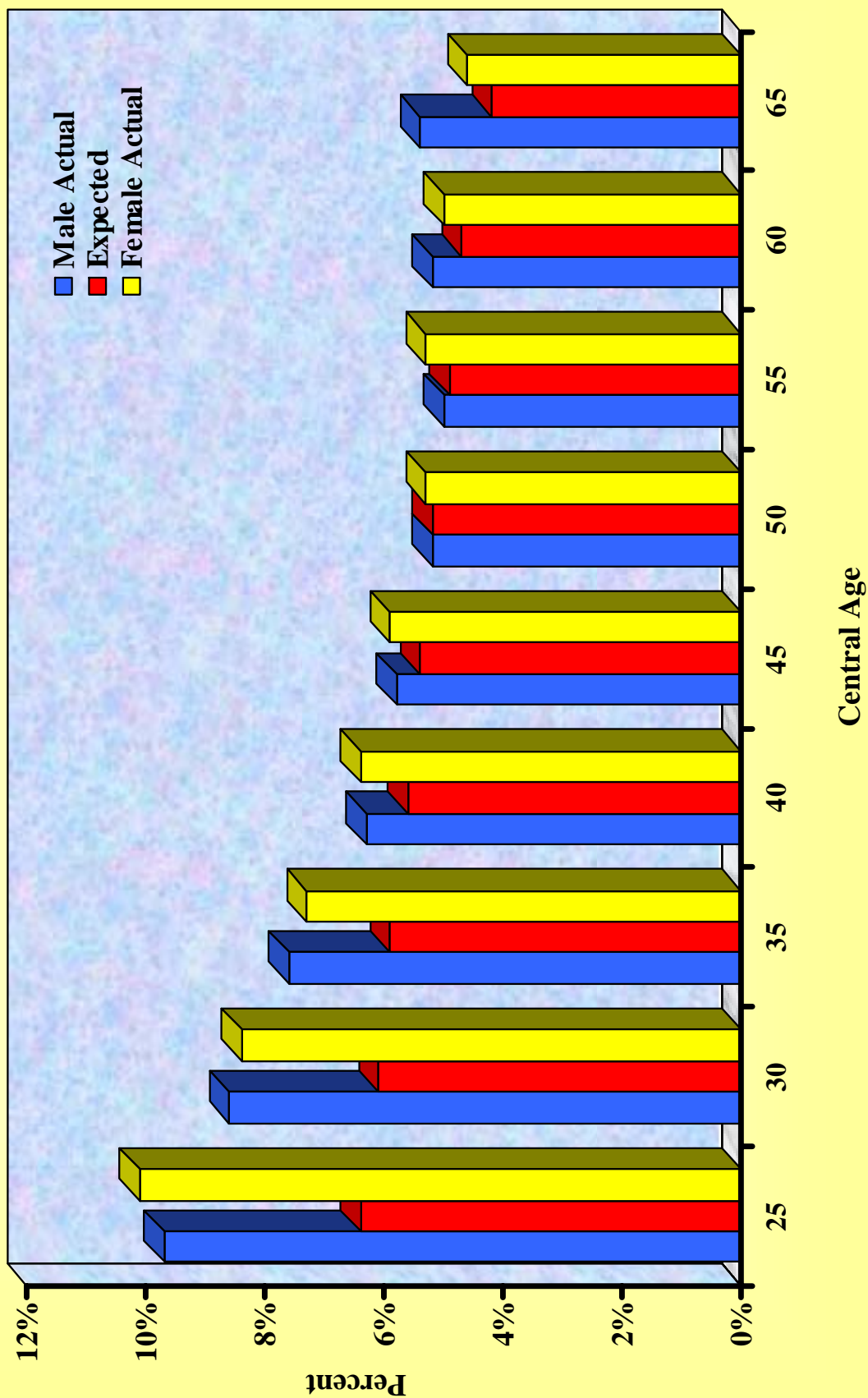
ACTIVE SERVICE EXPERIENCE - LOCAL  
JULY 1, 2005 – JUNE 30, 2006

■ Expected  
■ Actual



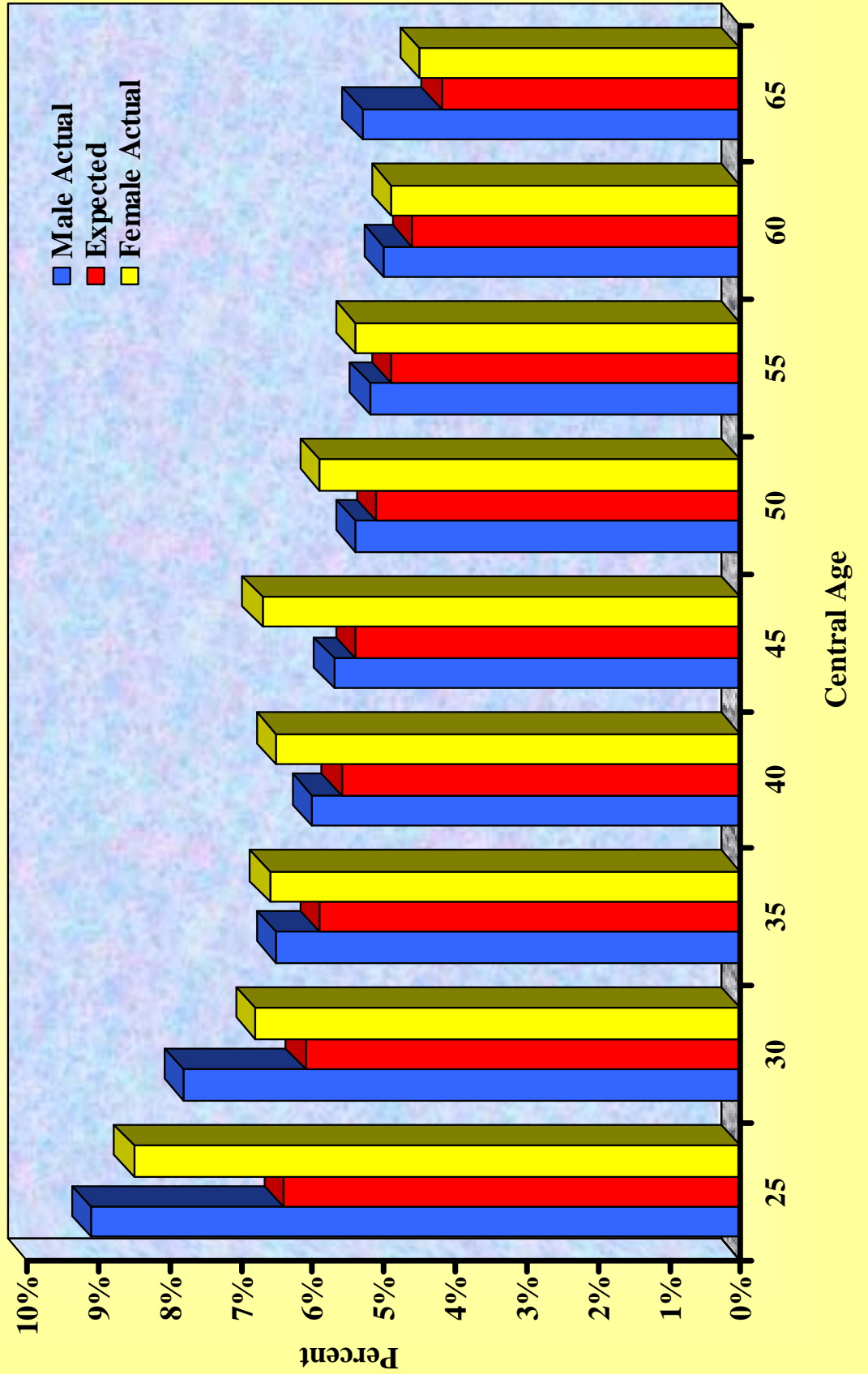
# PUBLIC EMPLOYEES' RETIREMENT SYSTEM OF NEW JERSEY

ACTIVE SALARY EXPERIENCE - STATE  
JULY 1, 2005 - JUNE 30, 2006



# PUBLIC EMPLOYEES' RETIREMENT SYSTEM OF NEW JERSEY

ACTIVE SALARY EXPERIENCE - LOCAL  
JULY 1, 2005 - JUNE 30, 2006



SECTION VIII—ACCOUNTING INFORMATION

Statement No. 5 of the Governmental Accounting Standards Board, issued November 1986, established standards of disclosure of pension information by public retirement systems. Statement No. 25 of the Governmental Accounting Standards Board, issued November 1994, established financial reporting standards for defined benefit pension plans and for the notes to the financial statements of defined contribution plans of state and local governmental liabilities and superseded Statement No. 5 effective for periods beginning after June 15, 1996. Statement No. 27, Accounting for Pensions by State and Local Governmental Employers superseded Statement 5 for employers participating in pension plans and is effective for periods beginning after June 15, 1997.

The information required by Statements No. 25 and No. 27 is presented in the following tables. These include the development of the Annual Required Contribution (ARC), the Schedule of Funding Progress and the Schedule of Employer Contributions.

**(A) Development of the Annual Required Contribution (ARC) as of June 30, 2008**

	<u>State</u>	<u>Local</u>
1. Actuarial Value of Plan Assets as of June 30, 2006		
(a) Valuation Assets as of June 30, 2006 (including Receivable ERI Contributions)	\$ 11,148,690,865	\$ 16,928,660,300
(b) Adjustment for Postretirement Medical and other Receivable Contributions included in (a)	476,875,371	228,833,128
(c) Adjustment for Postretirement Medical Benefit Fund included in (a)	<u>3,170,332</u>	<u>N/A</u>
(d) Valuation Assets as of June 30, 2006 for GASB Disclosure = (a) – (b) – (c)	\$ 10,668,645,162	\$ 16,699,827,172

2. Actuarial Accrued Liability as of June 30, 2006:		
(a) Total Actuarial Accrued Liability (including the PRM liabilities)	\$ 15,062,100,185	\$ 20,273,979,840
(b) Postretirement Medical Fund (including receivable contribution)	<u>264,415,739</u>	<u>N/A</u>
(c) Actuarial Accrued Liability as of June 30, 2006 for GASB Disclosure = (a) – (b)	\$ 14,797,684,446	\$ 20,273,979,840
3. Unfunded Actuarial Accrued Liability/(Surplus) as of June 30, 2006	\$ 4,129,039,284	\$ 3,574,152,668
4. Amortization of Unfunded Actuarial Accrued Liability/(Surplus) over 30 years with payments increasing at 4% per year	\$ 231,824,451	\$ 200,670,404
5. Development of Net Normal Cost as of June 30, 2006:		
(a) Basic Allowance Normal Cost*	\$ 404,056,584	\$ 561,063,313
(b) Full COLA Normal Cost	41,651,530	59,065,069
(c) Expected Employee Contributions	<u>224,785,546</u>	<u>356,656,841</u>
(d) Net Normal Cost as of June 30, 2006 = (a) + (b) – (c)	\$ 220,922,568	\$ 263,471,541
6. Annual Required Contribution as of June 30, 2008		
(a) Annual Required Contribution as of June 30, 2006 = 4 + 5(d), but not less than \$0	\$ 452,747,019	\$ 464,141,945
(b) Interest Adjustment to June 30, 2008	<u>77,784,768</u>	<u>79,742,487</u>
(c) Annual Required Contribution as of June 30, 2008 = (a) + (b)	\$ 530,531,787	\$ 543,884,432

\* Includes additional amounts due to Chapter 133, P.L. 2001 that is not covered by the remaining balance of the Benefit Enhancement Fund.

**(B) Schedule of Funding Progress**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (b)	Unfunded Actuarial Accrued Liability (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded Actuarial Liability as a Percentage of Covered Payroll (b-a)/c
<b>STATE</b>						
6/30/01	\$ 11,123,818,861	\$ 9,886,463,368	\$ (1,237,355,493)	112.5%	\$ 3,288,383,788	(37.6%)
6/30/02	\$ 11,073,156,965	\$ 10,760,557,483	\$ (312,599,482)	102.9%	\$ 3,511,151,199	(8.9%)
6/30/03	\$ 10,829,953,189	\$ 11,942,299,170	\$ 1,112,345,981	90.7%	\$ 3,576,118,300	31.1%
6/30/04	\$ 10,693,508,592	\$ 12,620,379,435	\$ 1,926,870,843	84.7%	\$ 3,751,765,096	51.4%
6/30/05	\$ 10,631,348,826	\$ 13,432,528,883	\$ 2,801,180,057	79.1%	\$ 4,028,028,170	69.5%
6/30/06	\$ 10,668,645,162	\$ 14,797,684,446	\$ 4,129,039,284	72.1%	\$ 4,253,564,219	97.1%
<b>LOCAL</b>						
6/30/01	\$ 16,625,288,260	\$ 13,819,038,491	\$ (2,806,249,769)	120.3%	\$ 5,240,338,738	(53.6%)
6/30/02	\$ 16,503,081,054	\$ 14,929,334,103	\$ (1,573,746,951)	110.5%	\$ 5,534,322,805	(28.4%)
6/30/03	\$ 16,406,284,200	\$ 15,887,012,746	\$ (519,271,454)	103.3%	\$ 5,811,726,702	(8.9%)
6/30/04	\$ 16,414,022,003	\$ 17,077,938,057	\$ 663,916,054	96.1%	\$ 6,140,413,756	10.8%
6/30/05	\$ 16,482,040,944	\$ 18,341,857,304	\$ 1,859,816,360	89.9%	\$ 6,416,265,644	30.0%
6/30/06	\$ 16,699,827,172	\$ 20,273,979,840	\$ 3,574,152,668	82.4%	\$ 6,730,309,209	53.1%

**(C) Schedule of Employer Contributions**

Fiscal Year	Annual Required Contribution	Employer Contribution	Percentage Contributed
<b>STATE</b>			
2003	\$ 44,636,619	\$ 0	0.0%
2004	\$ 50,365,892	\$ 526,505	1.0%
2005	\$ 115,017,395	\$ 463,342	0.4%
2006	\$ 153,436,981	\$ 568,139	0.4%
2007	\$ 379,946,338	\$ 215,629,964*	56.8%
2008	\$ 530,531,787	\$ 480,341,974**	90.5%
<b>LOCAL</b>			
2003	\$ 0	\$ 16,987,033	0.0%
2004	\$ 0	\$ 20,882,718	0.0%
2005	\$ 29,425,853	\$ 56,916,883	146.4%
2006	\$ 102,618,135	\$ 141,498,069	137.8%
2007	\$ 382,344,230	\$ 242,230,174#	63.4%
2008	\$ 543,884,432	\$ 537,460,280##	98.8%

\* The fiscal year 2007 required contribution of \$356,783,380 has been revised in anticipation of the provisions of the Appropriation Act for fiscal year 2007 which could reduce the required contribution to \$215,629,964.

\*\* The fiscal year 2008 required contribution could be subject to reduction in accordance with the provisions of the Appropriation Act for fiscal year 2008.

# The fiscal year 2007 required contribution of \$394,880,690 has been revised to reflect the impact of Chapter 108, P.L. 2003.

## The fiscal year 2008 required contribution is subject to reduction in accordance with Chapter 108, P.L. 2003.

- (D) The information presented in the required supplementary schedules was determined as part of the actuarial valuation. Additional information follows:

Valuation Date	June 30, 2006
Actuarial Cost Method	Projected Unit Credit
Amortization Method	Level Percent, Open
Remaining Amortization Period	30 years
Asset Valuation Method	Five year average of market value
Actuarial Assumptions:	
Investment Rate of Return	8.25%
Projected Salary Increases	5.45%
Cost of Living Adjustments	60% of the assumed CPI increase of 3.0%

SECTION IX—LEVEL OF FUNDING

Although the value of accrued benefits and the funding ratios shown in the previous section are required for the State's financial statements, it is instructive to also look at these values under an alternative approach. For this purpose, we are presenting liabilities determined on a Financial Accounting Standards Board Statement No. 87 Accumulated Benefit Obligation (ABO) basis. This is the same approach as GASB Statement No. 5 except that no assumption is made as to future salary increases.

FASB 87 ABO Funded Ratios (excludes Medical Benefits)		State	
Actuarial present value of accumulated benefits:			
	June 30, 2006	June 30, 2005	
Vested benefits			
Participants currently receiving payments	\$ 6,944,310,000	\$ 6,382,530,000	
Other participants	<u>5,540,590,000</u>	<u>5,005,520,000</u>	
	\$ 12,484,900,000	\$ 11,388,050,000	
Non-vested benefits	\$ 517,530,000*	402,630,000**	
Total	\$ 13,002,430,000	\$ 11,790,680,000	
Assets at market value	\$ 9,456,835,760	\$ 9,022,426,510	
Ratio of Assets to Total Present Value	72.7%	76.5%	

\*Includes \$271,362,356 in accumulated employee contributions with interest for employees with less than 10 years of service.

\*\*Includes \$215,463,639 in accumulated employee contributions with interest for employees with less than 10 years of service.

FASB 87 ABO Funded Ratios (includes Medical Benefits)		State	
Actuarial present value of accumulated benefits:			
	June 30, 2006	June 30, 2005	
Vested benefits			
Participants currently receiving payments	\$ 10,502,020,000	\$ 9,736,880,000	
Other participants	<u>9,921,320,000</u>	<u>8,923,520,000</u>	
	\$ 20,423,340,000	\$ 18,660,400,000	
Non-vested benefits	929,720,000*	720,310,000**	
Total	\$ 21,353,060,000	\$ 19,380,710,000	
Assets at market value	\$ 9,460,006,092	\$ 9,023,723,452	
Ratio of Assets to Total Present Value	44.3%	46.6%	

\*Includes \$271,362,356 in accumulated employee contributions with interest for employees with less than 10 years of service.

\*\*Includes \$215,463,639 in accumulated employee contributions with interest for employees with less than 10 years of service.



<u>Local Employers</u>		
Actuarial present value of accumulated benefits:		
	<u>June 30, 2006</u>	<u>June 30, 2005</u>
Vested benefits		
Participants currently receiving payments	\$ 9,415,240,000	\$ 8,567,420,000
Other participants	<u>7,819,700,000</u>	<u>7,072,750,000</u>
	\$ 17,234,940,000	\$ 15,640,170,000
Non-vested benefits	<u>755,500,000*</u>	<u>624,510,000**</u>
Total	\$ 17,990,440,000	\$ 16,264,680,000
Assets at market value	\$ 14,927,771,923	\$ 14,024,984,410
Ratio of Assets to Total Present Value	83.0%	86.2%

\*Includes \$463,225,710 in accumulated employee contributions with interest for employees with less than 10 years of service.

\*\*Includes \$397,110,254 in accumulated employee contributions with interest for employees with less than 10 years of service.

As in the case of the Governmental Accounting Standard Board Statement No. 5, the actuarial present value of vested and non-vested accrued benefits was based on an interest rate of 8.25% for 2006 and 2005. The amounts shown include liabilities for future cost-of-living adjustments and postretirement medical premiums for eligible future and current retired members.

SECTION X—SUMMARIES OF DATA

TABLE IV

MEMBERSHIP OF THE PUBLIC EMPLOYEES'  
RETIREMENT SYSTEM OF NEW JERSEY

Group	June 30, 2006		June 30, 2005	
	Number	Payroll	Number	Payroll
Other than Law Enforcement Officers:				
Men	123,740	\$ 5,391,798,003	121,367	\$ 5,135,296,122
Women	193,872	6,455,089,084	189,443	6,115,701,874
Law Enforcement Officers:				
Men	109	7,019,320	104	7,001,221
Women	19	1,050,142	18	1,108,578
Total	317,740	\$ 11,854,956,549	310,932	\$ 11,259,107,795
Subtotals for:				
Non-Veterans				
State Employees	93,339	\$ 4,391,504,484	91,086	\$ 4,146,914,284
County Employees	31,081	1,257,746,155	30,653	1,198,456,994
Municipal Employees	103,930	3,121,227,250	101,014	2,947,366,463
Employees of Public Agencies	29,585	1,051,372,360	28,945	1,007,230,802
Employees of Consolidated School Districts	10,703	300,273,950	10,326	282,534,283
Non-Participating Locals	28,279	819,714,677	27,524	769,405,884
State Employees Paid by Local Employers	7,650	344,163,978	7,531	328,132,554
Employees of Locals Participating under Chapter 169, P.L. 1956	2,878	76,325,655	2,906	74,073,004
Veterans				
State Employees	3,130	180,403,780	3,279	182,236,757
County Employees	1,359	64,092,243	1,419	64,606,562
Municipal Employees	3,144	132,545,257	3,390	138,464,367
Employees of Public Agencies	1,165	56,214,534	1,271	59,466,427
Employees of Consolidated School Districts	292	11,482,750	310	11,651,187
Non-Participating Locals	942	34,240,778	1,015	35,271,478
State Employees Paid by Local Employers	226	11,932,530	225	11,588,912
Employees of Locals Participating under Chapter 169, P.L. 1956	37	1,716,168	38	1,707,837

- Notes: (a) The maintenance of each employee is fixed at the time of his application and is included in the compensation listed.
- (b) There are 493 State and 1,323 Local members as of June 30, 2006 and 521 State and 1,329 Local members as of June 30, 2005 who have selected vesting benefits not included in the membership shown by the table.

TABLE V  
THE NUMBER AND ANNUAL RETIREMENT ALLOWANCES OF  
BENEFICIARIES ON THE ROLL

## (A) STATE

Group	June 30, 2006		June 30, 2005	
	Number	Retirement Allowances	Number	Retirement Allowances
Service Retirement and Early Retirement Benefits				
Men	13,061	\$315,354,742	12,879	\$297,940,473
Women	18,923	309,388,271	18,379	284,722,009
Total	31,984	\$624,743,013	31,258	\$582,662,482
Ordinary Disability Retirements				
Men	1,178	\$ 19,162,994	1,154	\$ 18,274,325
Women	2,446	38,581,005	2,357	35,791,914
Total	3,624	\$ 57,743,999	3,511	\$ 54,066,239
Accidental Disability Retirements				
Men	136	\$ 2,904,440	131	\$ 2,613,631
Women	197	4,354,674	192	4,115,313
Total	333	\$ 7,259,114	323	\$ 6,728,944
Ordinary Death Benefits				
Men	0	\$ 0	0	\$ 0
Women	4	6,711	5	6,907
Total	4	\$ 6,711	5	\$ 6,907
Accidental Death Benefits				
Men	1	\$ 6,039	2	\$ 10,952
Women	27	405,420	28	402,677
Total	28	\$ 411,459	30	\$ 413,629
Dependents of Deceased Beneficiaries				
Men	318	\$ 2,974,474	295	\$ 2,531,918
Women	2,743	33,342,991	2,660	30,866,758
Total	3,061	\$ 36,317,465	2,955	\$ 33,398,676
Grand Total	39,034	\$726,481,761	38,082	\$677,276,877

Note: In addition to the above, there are 90 beneficiaries as of June 30, 2006 and 94 beneficiaries as of June 30, 2005 who elected to receive death benefits, otherwise payable in a lump sum, as annuities certain, amounting to \$1,144,449 and \$1,131,539, respectively, per annum.

TABLE V

THE NUMBER AND ANNUAL RETIREMENT ALLOWANCES OF  
BENEFICIARIES ON THE ROLL  
(CONTINUED)

## (B) LOCAL EMPLOYERS

Group	June 30, 2006		June 30, 2005	
	Number	Retirement Allowances	Number	Retirement Allowances
Service Retirement and Early Retirement Benefits				
Men	27,829	\$ 428,155,204	27,338	\$ 398,424,406
Women	43,617	446,992,612	42,073	410,299,754
Total	71,446	\$ 875,147,816	69,411	\$ 808,724,160
Ordinary Disability Retirements				
Men	2,845	\$ 42,468,826	2,705	\$ 38,874,651
Women	3,031	38,486,237	2,836	34,915,840
Total	5,876	\$ 80,955,063	5,541	\$ 73,790,491
Accidental Disability Retirements				
Men	351	\$ 7,702,466	350	\$ 7,296,566
Women	146	2,607,243	141	2,419,794
Total	497	\$ 10,309,709	491	\$ 9,716,360
Ordinary Death Benefits				
Men	1	\$ 122	1	\$ 122
Women	16	23,524	18	23,831
Total	17	\$ 23,646	19	\$ 23,953
Accidental Death Benefits				
Men	0	\$ 0	2	\$ 21,982
Women	70	1,166,510	68	1,083,413
Total	70	\$ 1,166,510	70	\$ 1,105,395
Dependents of Deceased Beneficiaries				
Men	851	\$ 5,753,342	794	\$ 5,123,730
Women	6,699	61,664,853	6,474	57,015,604
Total	7,550	\$ 67,418,195	7,268	\$ 62,139,334
Grand Total	85,456	\$ 1,035,020,939	82,800	\$ 955,499,693

Note: In addition to the above, there are 196 beneficiaries as of June 30, 2006 and 190 beneficiaries as of June 30, 2005 who elected to receive death benefits, otherwise payable in a lump sum, as annuities certain, amounting to \$2,110,653 and \$2,031,938, respectively, per annum.

APPENDIX A

BRIEF SUMMARY OF THE BENEFIT AND  
CONTRIBUTION PROVISIONS AS INTERPRETED  
FOR VALUATION PURPOSES

1. Definitions

Final Compensation (FC)	Average annual compensation for the three years of creditable service immediately preceding retirement or the highest three fiscal years of membership service.
Accumulated Deductions	Sum of all required amounts deducted from the compensation of a member or contributed by him.
Class A Member	Any member who contributes towards a 1/64th retirement benefit.
Class B Member	Any member who contributes towards a 1/55th retirement benefit.

2. Benefits\*

Service Retirement	Eligible at age 60. Benefit equals a member annuity plus an employer pension which, together, equal 1/64th of FC for each year of service for Class A members and 1/55th of FC for each year of service for Class B members.
Ordinary Disability Retirement	Eligible after 10 years of service. Benefit equals a member annuity plus an employer pension which, together, equal 1.64% of FC for each year of service; minimum benefit of 43.6% of FC.
Accidental Disability	Eligible upon total and permanent disability prior to age 65 as a result of a duty injury. Benefit equals a member annuity plus an employer pension which, together, equal 72.7% of contributory compensation at the date of injury.
Lump Sum Withdrawal	Eligible upon service termination prior to age 60 and prior to 10 years of service. Benefit equals refund of accumulated deductions plus, if the member has completed three years of service, interest allowed thereon.

\*Special benefits for veterans, law enforcement officers, legislators, prosecutors and workers compensation judges are summarized at the end of this section.

Vested Retirement	Eligible after 10 years of service. Benefit equals the lump sum benefit described above or a deferred retirement benefit, commencing at age 60, equal to the service retirement benefit based on service and FC at date of termination.
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Early Retirement	Eligible after 25 years of service. Benefit equals the lump sum benefit described above or the vested benefit reduced by 1/4 percent for each month retirement date precedes age 55.
Ordinary Death (Insured)	
Before Retirement	Eligible if active. Benefit equals accumulated deductions with interest plus an amount equal to 1-1/2 times contributory compensation at date of death.
After Retirement	<p data-bbox="665 567 836 609"><u>Before Age 60</u></p> <p data-bbox="665 640 1438 745">Eligible if disabled or vested terminated. Benefit equals 1-1/2 times last contributory compensation if disabled, accumulated deductions only if vested terminated.</p> <p data-bbox="665 777 868 840"><u>After Age 60 or Early Retirement</u></p> <p data-bbox="665 871 1438 1008">Eligible after early retirement or after attainment of age 60 for other types of retirement (if not disabled, 10 years of service credit required on members enrolling after July 1, 1971). Benefit equals 3/16 of last contributory compensation.</p>
Voluntary Death Benefit	An additional, employee-paid, death benefit is also available through the purchase of group insurance with an outside carrier.
Accidental Death	<p data-bbox="665 1144 1438 1207">Eligible upon death resulting during performance of duty. Benefit varies as follows:</p> <p data-bbox="665 1239 1438 1312">Widow(er) - 50% of contributory compensation paid as pension.</p> <p data-bbox="665 1344 1438 1480">Child(ren) - No spouse - 20% (1 child), 35% (2 children), 50% (3 or more children) of contributory compensation paid as pension to age 18 or life if disabled.</p> <p data-bbox="665 1512 1438 1648">Surviving dependent parent - No spouse or child - 25% (1 parent) or 40% (2 parents) of contributory compensation paid as pension.</p> <p data-bbox="665 1680 1438 1753">No relation above - Accumulated deductions paid to other beneficiary or estate.</p>
	In addition the employer-paid lump sum ordinary death benefit is paid.
Optional Benefits	Various forms of payment of equivalent actuarial value are available to retirees.

## Special Benefits

## Veterans

Service Retirement Eligible if member on January 2, 1955, attains age 60, completes 20 years of service. Benefit equals 54.5% of final contributory compensation (veteran members after January 2, 1955 must attain age 55 with 25 years of service or age 60 with 20 years of service).

Chap 220 Benefit Eligible if age 55 and completes 35 years of service. Benefit equals 1/55th of the compensation for the 12 month period of membership that provides the largest possible benefit multiplied by the member's total years of service.

## Law Enforcement

Service Retirement Eligible at age 55 after 20 years of service. Benefit equals a member annuity plus an employer pension which, together, equal 2% of final contributory compensation for each of the first 25 years of service plus 1% of such compensation for non-contributory service or service over 25 years plus 1-2/3% for non-law enforcement service.

Chapter 4, P.L. 2001  
Special Retirement

After completion of 25 years of service, an additional retirement benefit equal to 5% of final contributory pay is added to the above service related retirement benefit. There is a maximum total benefit of 70% of final contributory pay.

Ordinary Disability Eligible after 5 years of service. Benefit is the same as for regular members.

Death After  
Retirement

Eligible upon death after an accidental disability retirement. Benefit is the same as for a regular member with a \$5,000 minimum.

## Legislators

Service Retirement Eligible at age 60 and termination of all public service. Benefit is equal to a member annuity plus an employer pension which, together, equal 3% of final contributory compensation for each year of service to a maximum of 2/3 of final compensation.

## Vested Retirement

Eligible after 8 years of legislative service. Benefit is a service retirement benefit deferred to age 60 or, alternatively, a lump sum equal to his accumulated deductions.

## Prosecutors Part (Chapter 366, P.L. 2001)

Service Retirement	<p>Eligibility means age 55 or 20 years of credited service. Mandatory retirement at age 70. Benefit is an annual retirement allowance equal to a member annuity plus an employer pension which together equals the greater of:</p> <ul style="list-style-type: none"> <li>(i) 1/60<sup>th</sup> of FC for each year service; or</li> <li>(ii) 2% of FC multiplied by years of service up to 30 plus 1% of FC multiplied by years of service over 30; or</li> <li>(iii) 50% of final contributory compensation if the member has 20 or more years of service.</li> </ul> <p style="margin-left: 40px;">Chapter 366 also requires that, in addition to the 50% of final contributory compensation benefit, any member as of January 7, 2002 who will have 20 or more years of service and is required to retire upon attaining age 70, shall receive an additional benefit equal to 3% of final contributory compensation for each year of service over 20 years but not over 25 years.</p>
Special Retirement	<p>After completion of 25 years of service. The annual retirement benefit is equal to a member annuity plus an employer pension which together equal 65% of final contributory compensation plus 1% of final contributory compensation for each year of service over 25. There is a maximum benefit of 70% of final contributory compensation.</p>
Vested Termination	<p>Eligible upon termination of service prior to age 55 and after 10 years of Service (but less than 20 years). The benefit is a deferred retirement benefit, commencing at age 55, equal to a member annuity plus an employer pension which together provide a retirement allowance equal to 2% of final contributory compensation multiplied of service up to 30 plus 1% of final contributory compensation multiplied by years of service.</p>
Death Benefits	<p>Ordinary Death Benefit – Lump Sum</p> <p>After retirement but prior to age 55, the benefit is as follows:</p> <ul style="list-style-type: none"> <li>(i) For death while a Disabled Retiree the benefit is equal to 1 ½ times Compensation.</li> <li>(ii) For death while a Deferred Retiree the benefit is equal to his Accumulated Deductions.</li> </ul>



(iii) For death while a Retiree who has completed 20 years of Service, the benefit is equal to ½ times final contributory compensation.

(3) After retirement and after age 55, the benefit payable is equal to ½ times final contributory compensation.

Workers Compensation  
Judges Part (Chapter 259, P.L. 2001)

Service Retirement

(A) Mandatory retirement at age 70. Voluntary retirement prior to age 70 as follows:

- (a) Age 70 and 10 years of service as a judge of compensation;
- (b) Age 65 and 15 years of service as a judge of compensation; or
- (c) Age 60 and 20 years of as of judge of compensation service.

Benefit is an annual retirement allowance equal to the greater of 75% of final salary or the regular service retirement benefit above.

(B) Age 65 while serving as a judge of compensation, 5 consecutive years of service as a judge of compensation and 15 years in the aggregate of public service; or

Age 60 while serving as a judge, 5 consecutive years of service as a judge of compensation and 20 years in the aggregate of public service.

Benefit is an annual retirement allowance equal to the greater of 50% of final salary or the regular service retirement benefit above.

(C) Age 60 while serving as a judge of compensation, 5 consecutive years of service as a judge of compensation and 15 years in the aggregate of public service. Benefit is an annual retirement allowance equal to the greater of 2% of final salary for each year of public service up to 25 years plus 1% of final salary for each year in excess of 25 years or the regular service retirement benefit above.

(D) Age 60 while serving as a judge of compensation. Benefit is an annual retirement allowance equal to the greater of 2% of final salary for each year of service as a judge of compensation up to 25 years plus 1% for each year in excess of 25 years or the regular service retirement benefit above.

Early Retirement

Prior to age 60 while serving as a judge of compensation, 5 consecutive years of service as a judge of compensation and 25

or more years in the aggregate of public service. Benefit is an annual retirement allowance equal to 2% of final salary for each year of public service up to 25 years plus 1% of final salary for each year of public service in excess of 25 years, actuarially reduced for commencement prior to age 60.

Vested Termination

Termination of service prior to age 60, with 5 consecutive years of service as a judge of compensation and 10 years in the aggregate of public service. Benefit is a refund of accumulated deductions, or a deferred life annuity beginning at age 60 equal to 2% of final salary for each year of public service up to 25 years, plus 1% for service in excess of 25 years.

Death Benefits (Insured)

Before Retirement

Death of an active member of the plan. Benefit is equal to

- (a) Lump sum payment equal to 1-1/2 times final salary, plus
- (b) Spousal life annuity of 25% of final salary plus 10% (15%) to one (two or more) surviving children payable until spouse's death or remarriage. If there is no surviving spouse, or upon death or remarriage, a total of 15% (20%, 30%) of final salary payable to one (two, three or more) dependent child (children). If there is no surviving spouse (or dependent children), 20% or 30% of final salary to one or two dependent parents.

After Retirement

Death of a retired member of the plan. Benefit is equal to a lump sum of 25% of final salary for a member retired under normal, early retirement or vested termination. If a member were receiving a disability benefit, a lump sum 1-1/2 times final salary if death occurred before the member attained age 60 and 1/4 times final salary if death occurred after age 60.

3. Contributions

By Members

Members enrolling in the retirement system on or after July 1, 1994 will contribute 5% of compensation. Members enrolled prior to July 1, 1994 will contribute 5% of compensation to the retirement system effective July 1, 1995 unless they previously had contributed less than 6% in which case they will contribute 4% of compensation beginning July 1, 1995 and 5% of compensation beginning July 1, 1996.

The member contribution rate for members who are eligible to retire under the Prosecutors Part of the Retirement System as provided by Chapter 366, P.L. 2001 is to be determined by the

System Board of Trustees. For valuation purposes, a 7.5% member contribution rate was used.

By Employers

Normal Contribution

The State and Local employers pay annually a normal contribution to the retirement System. This contribution is determined each year on the basis of the annual valuation and represents the value of the benefits to be earned in the year following the valuation date. The normal contributions for active members' COLA are being phased in.

In accordance with the provisions of Chapter 79, P.L. 1960, which provided that the monies appropriated for payment of the non-contributory life insurance coverage shall be held separate from the retirement System monies, the amount required to pay such benefit is deducted from the normal contribution certified for payment to the retirement System and paid to a Group Insurance Premium Fund, which is administered by the State Treasurer.

In accordance with the provisions of Chapter 133, P.L. 2001, the Benefit Enhancement Fund (BEF) was established to fund the additional annual employer normal contribution due to the law's increased benefits. (Chapter 353, P.L. 2001 extended this coverage to this law's additional annual employer normal contribution.) If the assets in the BEF are insufficient to cover the normal contribution for the increased benefits for a valuation period, the State will pay such amount for both the State and local employers.

In accordance with the provisions of Chapter 259, P.L. 2001, the additional normal contributions for increased benefits to judges of compensation for a valuation period will be funded by transfers from the Second Injury Fund.

The Appropriation Act of 2007 reduced the State Fiscal year 2007 required normal contribution by 42.5%. The State required normal contribution for subsequent fiscal years could be subject to the Appropriation Act of that fiscal year.

The Local required normal contribution for fiscal year 2007 has been reduced by 40% in accordance with Chapter 108, P.L. 2003.

## Accrued Liability Contributions

The State and Local employers pay contributions to cover any unfunded accrued liability. An unfunded accrued liability was established for active life COLAs. The amortization periods for funding these liabilities were set initially at 40 years. Experience gains or losses for the 10 valuation years following the March 31, 1992 valuation will increase or decrease the unfunded accrued liability. Thereafter, actuarial gains or losses will increase or decrease the amortization period unless an increase will cause it to exceed 30 years.

Chapter 366, P.L. 2001 requires the State be liable for any increase in pension costs to a county that results from the enrollment of prosecutors in the Prosecutors Part. Any increase in the unfunded accrued liability in the Retirement System arising from the benefits established for the Prosecutors Part are to be amortized over a period of 30 years in the manner provided for other such liability in the Retirement System.

In accordance with the provisions of Chapter 259, P.L. 2001, the additional accrued liability contribution for increased benefits to judges of compensation for a valuation period will be funded by transfers from the Second Injury Fund.

The valuation reflects the potential effect of the Appropriation Act for fiscal year 2007 which reduced the State fiscal year 2007 required accrued liability contribution by 42.5%. The State required accrued liability contribution for subsequent fiscal years could be subject to the Appropriation Act of that fiscal year.

The Local required accrued liability contribution for fiscal year 2007 has been reduced by 40% in accordance with Chapter 108, P.L. 2003.

APPENDIX B

PUBLIC EMPLOYEES' RETIREMENT SYSTEM  
OUTLINE OF ACTUARIAL ASSUMPTIONS AND METHODS

VALUATION INTEREST RATE: 8-1/4% per annum, compounded annually.

EMPLOYEE CONTRIBUTION INTEREST RATE: 8-1/4% per annum.

SEPARATIONS FROM SERVICE AND SALARY INCREASES: Representative values of the assumed annual rates of separation and annual rates of salary increases are as follows:

Annual Rates of

Age	Select Withdrawal						Ultimate Withdrawal*			
	1st Year		2nd Year		3rd Year		Prior to Eligibility For Benefit		After Eligibility For Benefit	
	State	Local	State	Local	State	Local	State	Local	State	Local
25	20.64%	23.38%	15.92%	17.79%	11.20%	12.19%	8.38%	9.90%		
30	20.64	20.78	15.92	15.44	11.20	10.09	5.31	7.56		.03%
35	16.09	17.19	12.03	12.36	7.99	7.53	3.33	4.00	.05%	.04
40	13.33	16.44	9.85	11.68	6.37	6.92	2.00	3.26	.05	.06
45	12.57	15.90	9.18	11.20	5.79	6.49	1.36	2.89	.19	.19
50	11.76	15.29	8.47	10.65	5.18	6.00	1.12	2.17	.70	.62
55	11.26	14.92	8.03	10.31	4.80	5.69	1.26	1.79	.70	.62

Annual Rates of

Age	Ordinary Death		Accidental Death		Ordinary Disability		Accidental Disability		Service Retirement		Salary Increases
	State	Local	State	Local	State	Local	State	Local	State	Local	
25	.05%	.04%	0.001%	0.001%	.01%		0.001%	0.002%			6.40%
30	.06	.05	0.001	0.001	.10	.07%	0.003	0.004			6.15
35	.08	.06	0.001	0.001	.24	.22	0.009	0.004			5.90
40	.11	.09	0.001	0.001	.34	.39	0.015	0.008			5.65
45	.15	.13	0.001	0.001	.51	.39	0.019	0.010			5.40
50	.23	.22	0.001	0.001	.58	.51	0.023	0.014			5.15
55	.35	.32	0.001	0.001	.82	.77	0.032	0.018	15.40%	11.70%	4.90
60	.48	.47	0.001	0.001	1.59	.99	0.041	0.023	8.80	7.80	4.65
65	.67	.69	0.001	0.001	1.65	1.22	0.050	0.025	23.10	22.05	4.15
69	.86	.86	0.001	0.001	1.97	1.45	0.052	0.025	15.00	11.55	4.15

\* The sum of the rates of withdrawal after eligibility for a benefit and those prior to eligibility are the rates assumed for members withdrawing with a benefit.

Prosecutors Part (Chapter 366, P.L. 2001): This legislation introduced special retirement eligibility for certain benefits. The valuation used the following annual rates of service retirement:

<u>Age</u>	<u>Less than 20 Years</u>		<u>20 Years</u>	<u>21 to 24 Years</u>	<u>25 or More Years</u>
	<u>State</u>	<u>Local</u>			
40	0.00%	0.00%	2.50%	0.00%	15.40%
45	0.00	0.00	2.50	0.00	15.40
50	0.00	0.00	3.75	0.00	15.40
55	2.59	3.06	5.00	0.00	17.48
60	2.63	3.06	5.00	0.00	22.78
65	2.63	3.06	37.50	0.00	100.00
69	2.63	3.06	37.50	0.00	100.00

DEATHS AFTER RETIREMENT: RP 2000 Combined Healthy Male (set forward 1 year) and Female Mortality Tables for service retirement. Special mortality tables are used for dependent beneficiaries and the period after disability retirement. Representative values of the assumed annual rates of mortality are as follows:

<u>Age</u>	<u>Service Retirements</u>		<u>Dependent Beneficiaries</u>		<u>Disability Retirements</u>		
	<u>Men</u>	<u>Women</u>	<u>Men</u>	<u>Women</u>	<u>Age</u>	<u>Men</u>	<u>Women</u>
55	0.42%	0.27%	0.71%	0.34%	35	2.53%	3.40%
60	0.77	0.51	1.20	0.57	40	2.60	2.19
65	1.44	0.97	2.06	0.99	45	3.11	2.54
70	2.46	1.67	3.39	1.74	50	3.30	2.63
75	4.22	2.81	5.34	2.98	55	4.05	2.96
80	7.20	4.59	8.31	4.90	60	4.59	3.51
85	12.28	7.75	12.50	8.62	65	6.04	3.63

VALUATION METHOD: Projected Unit Credit Method. This method essentially funds the System's benefits accrued to the valuation date. Experience gains or losses are recognized in future accrued liability contributions.

COLA: Benefits are assumed to increase 1.8% each year.

EXPENSES: Payable from excess investment return through employer contributions.

ASSET VALUATION METHOD: A five year average of market values with write-up was used. This method takes into account appreciation (depreciation) in investments in order to smooth asset values by averaging the excess of the actual over the expected income, on a market value basis, over a five year period.

APPENDIX C

## TABULATIONS USED AS A BASIS FOR THE 2006 VALUATION

Table 1 gives a reconciliation of data from June 30, 2005 to June 30, 2006. Table 2 presents fifth year age and service tables for State and Local active members as well as for the entire system. Appendix C also contains tables that show the distribution of active members' and salaries by age and length of service as of June 30, 2006. Tables are also included that show the number and retirement allowances of beneficiaries classified by age as of June 30, 2006.

**TABLE 1**  
**RECONCILIATION OF CENSUS DATA**  
**FROM JULY 1, 2005 TO JUNE 30, 2006**

	Actives		Deferred Vested	Retirees		Beneficiaries	Total
	Contrib.	Noncontrib.		Service	Disabled		
Members as of July 1, 2005	273,540	37,392	1,850	100,669	9,866	10,631	433,948
Status Change: To Contributing	2,678	(2,678)					
To Noncontributing	(12,670)	12,670					
New Deferred Vested	(160)	(108)	268				
New Terminated Non- Vested	(5,030)	(8,545)					(13,575)
New Service Retirement	(5,574)	(483)		6,057			
New Deferred Vesteds Now Payable			(295)	295			
New Disabled	(630)	(257)			887		
New Death	(492)	(165)	(7)	(3,591)	(423)	(521)	(5,199)
New Beneficiaries						939	939
End of Payments						(33)	(33)
New Actives	26,879	1,373					28,252
Rehires							
Data Corrections							
Members as of June 30, 2006	278,541	39,199	1,816	103,430	10,330	11,016	444,332



**TABLE 2**  
**PUBLIC EMPLOYEES' RETIREMENT SYSTEM**  
**DISTRIBUTION OF ACTIVE MEMBERS BY AGE AND SERVICE**

**TOTAL -- STATE AND LOCAL**

<b>AGE</b>	<b>SERVICE</b>	<b>1</b>	<b>5</b>	<b>10</b>	<b>15</b>	<b>20</b>	<b>25</b>	<b>30</b>	<b>35</b>	<b>40</b>	<b>TOTAL</b>
<b>20</b>	Number	4,498	460								4,958
	Salary	84,522,925	9,124,162								93,647,087
<b>25</b>	Number	13,026	5,867	131							19,024
	Salary	354,280,225	186,594,981	4,765,004							545,640,210
<b>30</b>	Number	9,215	9,088	1,878	80						20,261
	Salary	265,518,880	336,117,284	75,994,167	3,509,496						681,139,827
<b>35</b>	Number	8,762	9,512	4,647	2,924	348					26,193
	Salary	230,162,099	344,871,441	208,294,326	136,765,801	17,272,407					937,366,074
<b>40</b>	Number	10,277	11,090	5,530	5,997	4,371	185				37,450
	Salary	238,025,894	355,724,883	234,170,521	308,211,474	232,856,039	10,296,895				1,379,285,706
<b>45</b>	Number	10,870	14,140	7,249	6,630	7,069	3,332	216			49,506
	Salary	248,280,437	414,694,700	275,897,334	322,887,583	410,188,694	190,872,420	13,329,876			1,876,151,044
<b>50</b>	Number	8,549	12,693	8,567	7,653	6,791	5,327	2,985	259		52,824
	Salary	206,217,224	378,974,477	303,707,793	332,240,610	370,178,509	338,081,447	188,559,028	16,918,218		2,134,877,306
<b>55</b>	Number	5,846	8,889	7,020	7,631	6,770	4,259	3,496	1,645	70	45,626
	Salary	143,626,415	273,292,876	246,233,311	318,193,179	332,640,292	257,049,350	244,845,886	111,193,904	4,522,918	1,931,598,131
<b>60</b>	Number	3,867	5,995	4,901	5,839	5,844	3,616	1,838	1,353	306	33,559
	Salary	90,600,868	181,941,702	169,894,955	236,355,765	269,872,564	188,793,950	114,787,407	98,104,925	20,676,418	1,371,028,554
<b>63</b>	Number	1,402	2,177	1,755	1,852	1,925	1,279	565	270	141	11,366
	Salary	27,106,147	58,759,223	58,939,178	74,354,799	87,109,067	61,194,467	30,881,824	17,845,656	9,926,247	426,116,608
<b>66 and over</b>	Number	2,992	3,571	2,620	2,394	2,362	1,566	809	422	237	16,973
	Salary	38,652,849	65,125,081	66,720,158	78,121,008	92,790,354	64,486,155	36,310,282	20,845,215	15,054,900	478,106,002
<b>TOTAL</b>	Number	79,304	83,482	44,298	41,000	35,480	19,564	9,909	3,949	754	317,740
	Salary	1,926,993,963	2,605,220,810	1,644,616,747	1,810,639,715	1,812,907,926	1,110,774,684	628,714,303	264,907,918	50,180,483	11,854,956,549

**TABLE 2**  
(continued)

**PUBLIC EMPLOYEES' RETIREMENT SYSTEM  
DISTRIBUTION OF ACTIVE MEMBERS BY AGE AND SERVICE**

STATE

AGE	SERVICE	1	5	10	15	20	25	30	35	40	TOTAL
20	Number	1,211									1,298
	Salary	28,904,377	2,405,679								31,310,056
25	Number	4,990	2,192	29							7,211
	Salary	166,403,203	79,283,702	1,141,851							246,828,756
30	Number	3,683	3,849	569	20						8,121
	Salary	128,743,060	161,949,698	24,786,864	834,656						316,314,278
35	Number	2,799	3,463	1,697	1,063	153					9,175
	Salary	94,461,699	150,185,776	84,768,149	51,834,647	8,058,801					389,309,072
40	Number	2,525	3,011	1,665	2,398	2,049	88				11,736
	Salary	83,788,711	128,089,849	81,968,604	133,470,925	112,558,157	4,990,681				544,866,927
45	Number	2,430	3,040	1,721	2,280	3,326	1,603	106			14,506
	Salary	80,547,276	127,283,976	83,013,928	125,716,370	207,928,422	92,266,100	6,531,812			723,287,884
50	Number	2,001	2,841	1,771	2,049	2,813	2,585	1,484	149		15,693
	Salary	67,810,996	119,096,174	84,168,245	108,531,766	172,312,758	172,014,267	94,063,629	9,496,088		827,493,923
55	Number	1,519	2,098	1,482	1,878	2,235	1,835	1,824	891	40	13,802
	Salary	50,388,099	86,316,449	68,488,118	97,852,362	132,498,363	120,122,923	133,144,123	60,678,500	2,538,038	752,026,975
60	Number	936	1,471	1,112	1,402	1,681	1,193	728	649	157	9,329
	Salary	29,024,864	58,515,856	49,699,729	71,159,858	95,929,846	73,988,551	51,400,006	49,082,560	10,538,860	489,340,130
63	Number	263	470	346	378	510	334	158	107	75	2,641
	Salary	7,458,853	17,485,192	14,917,306	18,893,425	27,555,385	20,123,318	10,816,557	8,036,979	5,374,756	130,661,771
66 and over	Number	484	566	407	429	274	534	146	67	50	2,957
	Salary	9,474,058	17,612,055	15,266,825	19,052,658	27,479,625	15,292,282	8,778,049	4,384,094	3,128,846	120,468,492
<b>TOTAL</b>	<b>Number</b>	<b>22,841</b>	<b>23,088</b>	<b>10,799</b>	<b>11,897</b>	<b>13,301</b>	<b>7,912</b>	<b>4,446</b>	<b>1,863</b>	<b>322</b>	<b>96,469</b>
	<b>Salary</b>	<b>747,005,196</b>	<b>948,224,406</b>	<b>508,219,619</b>	<b>627,346,667</b>	<b>784,321,357</b>	<b>498,798,122</b>	<b>304,734,176</b>	<b>131,678,221</b>	<b>21,580,500</b>	<b>4,571,908,264</b>

TABLE 2  
(continued)

PUBLIC EMPLOYEES' RETIREMENT SYSTEM  
DISTRIBUTION OF ACTIVE MEMBERS BY AGE AND SERVICE

LOCAL

AGE	SERVICE	1	5	10	15	20	25	30	35	40	TOTAL
20	Number	3,287	373								3,660
	Salary	55,618,548	6,718,483								62,337,031
25	Number	8,036	3,675	102							11,813
	Salary	187,877,022	107,311,279	3,623,153							298,811,454
30	Number	5,532	5,239	1,309	60						12,140
	Salary	136,775,820	174,167,586	51,207,303	2,674,840						364,825,549
35	Number	5,963	6,049	2,950	195						17,018
	Salary	135,700,400	194,685,665	123,526,177	84,931,154	9,213,606					548,057,002
40	Number	7,752	8,079	3,865	2,322	97					25,714
	Salary	154,237,183	227,635,034	152,201,917	174,740,549	120,297,882	5,306,214				834,418,779
45	Number	8,440	11,100	5,528	3,743	1,729			110		35,000
	Salary	167,733,161	287,410,724	192,883,406	197,171,213	202,260,272	98,606,320	6,798,064			1,152,863,160
50	Number	6,548	9,852	6,796	3,978	2,742			1,501	110	37,131
	Salary	138,406,228	259,878,303	219,539,548	197,865,751	166,067,180			94,495,399	7,422,130	1,307,383,383
55	Number	4,327	6,791	5,538	4,535	2,424			1,672	754	31,824
	Salary	93,238,316	186,976,427	177,745,193	200,141,929	136,926,427			111,701,763	50,515,404	1,179,571,156
60	Number	2,931	4,524	3,789	4,163	2,423			1,110	704	24,230
	Salary	61,576,004	123,425,846	120,195,226	165,195,907	173,942,718	114,805,399	63,387,401	49,022,365	10,137,558	881,688,424
63	Number	1,139	1,707	1,409	1,415	945			407	163	8,725
	Salary	19,647,294	41,274,031	44,021,872	59,553,682	41,071,149			20,065,267	9,808,677	295,454,837
66 and over	Number	2,508	3,005	2,213	1,828	1,292			663	355	14,016
	Salary	29,178,791	47,513,026	51,453,333	59,068,350	65,310,729	49,193,873	27,532,233	16,461,121	11,926,054	357,637,510
<b>TOTAL</b>	<b>Number</b>	<b>56,463</b>	<b>60,394</b>	<b>33,499</b>	<b>22,179</b>	<b>11,652</b>	<b>5,463</b>	<b>2,086</b>	<b>432</b>	<b>28,599,983</b>	<b>221,271</b>
	<b>Salary</b>	<b>1,179,988,767</b>	<b>1,656,996,404</b>	<b>1,136,397,128</b>	<b>1,183,293,048</b>	<b>1,028,586,569</b>	<b>611,976,562</b>	<b>323,980,127</b>	<b>133,229,697</b>	<b>28,599,983</b>	<b>7,283,048,285</b>

**THE NUMBER AND ANNUAL COMPENSATION OF  
MEMBERS DISTRIBUTED BY AGE  
AS OF JUNE 30, 2006**

AGE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
16	7	\$ 64,649	11	\$ 42,675
17	28	159,124	25	85,067
18	52	322,411	90	423,441
19	156	1,992,780	203	1,916,466
20	366	6,854,678	343	4,541,192
21	553	12,033,498	543	8,849,846
22	760	17,225,497	761	14,374,660
23	1,027	26,789,345	1,304	28,764,310
24	1,272	34,553,849	1,925	47,910,850
25	1,516	43,405,924	2,247	59,589,812
26	1,715	52,944,391	2,553	72,713,167
27	1,694	54,244,406	2,572	77,269,969
28	1,785	59,623,624	2,559	79,878,492
29	1,730	58,516,143	2,340	73,992,412
30	1,623	56,119,112	2,337	75,844,505
31	1,649	60,361,804	2,358	77,015,200
32	1,709	63,274,387	2,403	78,127,431
33	1,685	62,783,321	2,366	78,366,159
34	1,803	69,663,545	2,646	86,506,490
35	2,044	80,930,272	3,029	99,107,269
36	2,316	93,689,650	3,382	111,935,989
37	2,262	93,958,627	3,600	118,194,626
38	2,369	99,316,539	3,624	117,978,536
39	2,551	110,918,265	3,961	128,480,323
40	2,886	125,921,277	4,346	140,470,445
41	3,017	134,179,309	4,838	155,695,512
42	3,219	145,120,207	5,209	167,269,643
43	3,385	152,943,869	5,587	178,305,734
44	3,583	163,750,002	5,770	185,849,279
45	3,673	170,036,587	6,286	204,836,569
46	3,745	177,336,417	6,359	208,078,679
47	3,743	176,621,352	6,492	215,694,979
48	3,774	182,845,808	6,828	227,408,532
49	4,001	196,133,719	6,843	232,511,730
50	4,045	196,736,191	6,730	233,413,910
51	3,996	196,997,601	6,743	237,506,964
52	3,903	198,323,636	6,257	229,621,312
53	3,669	185,507,514	6,242	228,580,082
54	3,764	193,571,396	6,161	227,858,379
55	3,493	175,803,074	5,743	213,501,905
56	3,391	172,777,104	5,380	201,336,815
57	3,232	167,829,597	5,330	196,232,727
58	3,313	164,666,162	5,182	191,159,885
59	3,289	162,944,332	5,485	201,401,122
60	2,860	138,874,499	4,561	166,760,804
61	2,166	100,329,230	3,410	124,168,526

**THE NUMBER AND ANNUAL COMPENSATION OF  
MEMBERS DISTRIBUTED BY AGE  
AS OF JUNE 30, 2006**

(CONTINUED)

AGE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
62	2,012	\$ 91,443,244	3,161	\$ 114,504,029
63	1,883	83,633,888	2,910	103,718,938
64	1,738	75,231,699	2,629	91,816,475
65	1,284	53,540,637	1,984	67,061,632
66	1,056	42,191,812	1,586	48,241,859
67	948	35,847,705	1,258	39,466,899
68	880	31,664,505	1,064	32,616,208
69	719	24,686,958	918	25,888,506
70	627	21,135,666	836	23,250,136
71	584	18,319,387	733	19,882,267
72	483	14,771,436	575	14,723,212
73	412	12,965,767	511	12,923,736
74	358	10,352,890	449	10,130,294
75	313	8,349,736	416	9,231,901
76	299	7,627,749	304	6,378,940
77	233	5,471,466	296	6,096,657
78	199	4,630,227	290	5,688,425
79	189	4,942,843	171	2,913,527
80	168	3,552,299	171	3,119,922
81	115	1,933,609	134	2,015,050
82	89	1,548,991	100	1,407,460
83	95	1,514,562	103	1,543,527
84	53	732,817	82	1,085,268
85	63	952,509	59	869,269
86	52	693,064	52	641,642
87	37	522,011	34	360,732
88	29	424,003	26	349,239
89	31	444,653	13	209,511
90	15	198,417	15	121,694
91	10	60,032	11	51,242
92	10	77,615	14	131,900
93	11	99,184	6	28,877
94	5	50,350	2	10,420
95	5	62,816	7	37,617
96	7	46,810	2	7,880
97	5	22,014	2	17,511
98	3	29,408		
99	2	7,756		
100	1	7,260	1	2,192
101	1	3,000		
102	3	7,644	1	10,824
104	1	2,904	1	11,388
105	1	20,276		
106	1	980		
Total	123,849	\$ 5,398,817,323	193,891	\$ 6,456,139,226

Of the 317,740 active members included in the June 30, 2006 valuation data, 136,708 are vested and 181,032 have not yet completed the vesting requirement.

TABLE 3A

**THE NUMBER AND ANNUAL COMPENSATION OF  
MEMBERS DISTRIBUTED BY AGE  
AS OF JUNE 30, 2006**

**STATE ONLY**

AGE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
16	1	\$ 44,601		
17	1	10,114		
18	4	122,381	2	\$ 34,479
19	30	600,850	37	706,204
20	71	1,597,673	84	1,789,694
21	127	3,063,121	156	3,523,343
22	166	4,135,630	266	6,296,046
23	245	6,931,570	472	12,822,494
24	349	10,637,526	686	21,188,057
25	439	14,097,332	866	28,202,567
26	594	20,777,141	1,152	39,462,033
27	604	22,186,878	1,180	43,061,301
28	641	23,954,584	1,222	46,176,752
29	594	22,463,417	1,069	40,826,454
30	552	21,352,331	1,043	39,728,851
31	572	22,536,047	1,028	40,747,459
32	545	22,309,308	1,045	41,253,952
33	521	21,804,197	995	40,110,219
34	579	24,415,014	1,065	43,267,056
35	612	26,140,991	1,119	45,831,197
36	656	28,757,537	1,369	56,848,698
37	675	30,839,152	1,302	55,529,546
38	725	33,537,025	1,306	56,220,600
39	734	34,791,726	1,384	61,058,278
40	843	40,957,586	1,482	65,947,249
41	855	42,024,461	1,553	69,324,360
42	964	48,937,440	1,581	73,229,761
43	1,008	50,887,188	1,704	79,823,596
44	1,030	52,843,968	1,762	81,916,808
45	1,049	55,169,895	1,815	87,604,379
46	1,113	59,354,275	1,808	87,442,558
47	1,110	60,752,313	1,877	90,658,092
48	1,181	65,336,092	1,960	95,866,424
49	1,247	69,079,722	1,934	96,284,667
50	1,263	71,575,108	1,876	92,998,725
51	1,279	73,183,080	1,897	96,813,004
52	1,238	71,925,944	1,852	94,308,672
53	1,202	68,649,677	1,828	92,299,477
54	1,293	77,059,334	1,761	90,421,048
55	1,151	69,245,910	1,620	82,388,186
56	1,110	67,513,933	1,582	80,155,796
57	1,065	65,174,285	1,492	73,818,138
58	1,065	63,061,464	1,444	70,581,085
59	1,067	63,378,817	1,467	71,292,963
60	860	50,620,673	1,183	56,596,493
61	587	34,383,846	897	43,446,748

**THE NUMBER AND ANNUAL COMPENSATION OF  
MEMBERS DISTRIBUTED BY AGE  
AS OF JUNE 30, 2006**

**STATE ONLY (CONTINUED)**

AGE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
62	566	\$ 31,750,869	803	\$ 39,209,255
63	477	26,847,285	759	35,747,777
64	446	24,613,051	638	29,573,482
65	265	14,145,183	463	20,637,525
66	211	11,200,173	289	13,304,728
67	215	10,769,398	250	11,375,888
68	157	7,378,304	175	8,065,133
69	149	6,595,227	150	6,043,893
70	104	4,714,688	137	5,794,499
71	123	4,682,908	135	5,408,039
72	97	3,807,173	82	2,914,862
73	75	3,152,491	78	2,825,048
74	60	2,177,982	58	2,084,749
75	61	2,558,589	59	1,998,784
76	51	1,871,199	45	1,260,800
77	51	1,715,718	42	1,222,835
78	37	1,323,783	35	1,190,153
79	31	1,355,952	23	689,334
80	23	760,047	23	778,443
81	21	451,131	16	425,762
82	20	505,949	11	320,032
83	15	413,745	15	365,005
84	9	236,141	9	152,286
85	9	224,266	6	177,265
86	11	173,771	7	150,822
87	5	58,892	3	105,054
88	3	83,566	3	56,463
89	5	73,246		
90	3	109,100	2	8,255
91	1	12,276	1	7,241
92	2	34,929	3	13,668
95			1	13,273
96	1	18,000		
97	1	7,830	1	14,991
98	1	23,200		
100			1	2,192
Total	36,923	\$ 1,882,067,219	59,546	\$ 2,689,841,045

**THE NUMBER AND ANNUAL COMPENSATION OF  
MEMBERS DISTRIBUTED BY AGE  
AS OF JUNE 30, 2006**

**LOCAL ONLY**

AGE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
16	6	\$ 20,048	11	\$ 42,675
17	27	149,010	25	85,067
18	48	200,030	88	388,962
19	126	1,391,930	166	1,210,262
20	295	5,257,005	259	2,751,498
21	426	8,970,377	387	5,326,503
22	594	13,089,867	495	8,078,614
23	782	19,857,775	832	15,941,816
24	923	23,916,323	1,239	26,722,793
25	1,077	29,308,592	1,381	31,387,245
26	1,121	32,167,250	1,401	33,251,134
27	1,090	32,057,528	1,392	34,208,668
28	1,144	35,669,040	1,337	33,701,740
29	1,136	36,052,726	1,271	33,165,958
30	1,071	34,766,781	1,294	36,115,654
31	1,077	37,825,757	1,330	36,267,741
32	1,164	40,965,079	1,358	36,873,479
33	1,164	40,979,124	1,371	38,255,940
34	1,224	45,248,531	1,581	43,239,434
35	1,432	54,789,281	1,910	53,276,072
36	1,660	64,932,113	2,013	55,087,291
37	1,587	63,119,475	2,298	62,665,080
38	1,644	65,779,514	2,318	61,757,936
39	1,817	76,126,539	2,577	67,422,045
40	2,043	84,963,691	2,864	74,523,196
41	2,162	92,154,848	3,285	86,371,152
42	2,255	96,182,767	3,628	94,039,882
43	2,377	102,056,681	3,883	98,482,138
44	2,553	110,906,034	4,008	103,932,471
45	2,624	114,866,692	4,471	117,232,190
46	2,632	117,982,142	4,551	120,636,121
47	2,633	115,869,039	4,615	125,036,887
48	2,593	117,509,716	4,868	131,542,108
49	2,754	127,053,997	4,909	136,227,063
50	2,782	125,161,083	4,854	140,415,185
51	2,717	123,814,521	4,846	140,693,960
52	2,665	126,397,692	4,405	135,312,640
53	2,467	116,857,837	4,414	136,280,605
54	2,471	116,512,062	4,400	137,437,331
55	2,342	106,557,164	4,123	131,113,719
56	2,281	105,263,171	3,798	121,181,019
57	2,167	102,655,312	3,838	122,414,589
58	2,248	101,604,698	3,738	120,578,800
59	2,222	99,565,515	4,018	130,108,159
60	2,000	88,253,826	3,378	110,164,311
61	1,579	65,945,384	2,513	80,721,778



**THE NUMBER AND ANNUAL COMPENSATION OF  
MEMBERS DISTRIBUTED BY AGE  
AS OF JUNE 30, 2006**

**LOCAL ONLY (CONTINUED)**

AGE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
62	1,446	\$ 59,692,375	2,358	\$ 75,294,774
63	1,406	56,786,603	2,151	67,971,161
64	1,292	50,618,648	1,991	62,242,993
65	1,019	39,395,454	1,521	46,424,107
66	845	30,991,639	1,297	34,937,131
67	733	25,078,307	1,008	28,091,011
68	723	24,286,201	889	24,551,075
69	570	18,091,731	768	19,844,613
70	523	16,420,978	699	17,455,637
71	461	13,636,479	598	14,474,228
72	386	10,964,263	493	11,808,350
73	337	9,813,276	433	10,098,688
74	298	8,174,908	391	8,045,545
75	252	5,791,147	357	7,233,117
76	248	5,756,550	259	5,118,140
77	182	3,755,748	254	4,873,822
78	162	3,306,444	255	4,498,272
79	158	3,586,891	148	2,224,193
80	145	2,792,252	148	2,341,479
81	94	1,482,478	118	1,589,288
82	69	1,043,042	89	1,087,428
83	80	1,100,817	88	1,178,522
84	44	496,676	73	932,982
85	54	728,243	53	692,004
86	41	519,293	45	490,820
87	32	463,119	31	255,678
88	26	340,437	23	292,776
89	26	371,407	13	209,511
90	12	89,317	13	113,439
91	9	47,756	10	44,001
92	8	42,686	11	118,232
93	11	99,184	6	28,877
94	5	50,350	2	10,420
95	5	62,816	6	24,344
96	6	28,810	2	7,880
97	4	14,184	1	2,520
98	2	6,208		
99	2	7,756		
100	1	7,260		
101	1	3,000		
102	3	7,644	1	10,824
104	1	2,904	1	11,388
105	1	20,276		
106	1	980		
Total	86,926	\$ 3,516,750,104	134,345	\$ 3,766,298,181

TABLE 4

**THE NUMBER AND ANNUAL COMPENSATION OF  
MEMBERS DISTRIBUTED BY YEARS OF SERVICE  
AS OF JUNE 30, 2006**

SERVICE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
0	2,847	\$ 72,865,987	4,586	\$ 95,893,807
1	12,277	321,663,517	21,538	442,731,252
2	10,033	292,129,634	17,435	403,707,308
3	8,269	260,625,889	13,845	349,210,637
4	6,997	238,643,191	11,716	307,963,278
5	6,568	241,347,121	11,832	334,501,622
6	5,951	227,605,221	10,339	302,840,824
7	4,889	194,493,290	8,370	254,728,884
8	4,088	168,928,667	6,635	211,300,604
9	3,632	154,134,365	5,587	181,628,801
10	3,314	137,046,120	4,973	157,135,297
11	3,399	146,035,007	5,220	174,814,650
12	3,431	151,131,606	4,979	175,290,068
13	3,375	157,387,108	4,872	177,517,466
14	3,241	154,081,461	4,624	176,217,329
15	3,014	147,609,180	4,283	165,273,446
16	3,344	169,905,739	5,175	208,078,406
17	3,459	183,574,569	5,309	224,571,306
18	3,492	187,389,238	5,470	243,217,156
19	3,284	186,006,264	5,028	224,510,439
20	3,185	184,504,301	4,705	218,265,398
21	2,985	175,390,512	4,196	201,307,495
22	2,138	128,216,643	3,242	159,536,907
23	1,844	112,642,685	2,609	129,630,141
24	1,794	110,343,662	2,480	123,709,620
25	1,968	126,049,401	2,699	136,187,674
26	1,598	104,374,623	2,237	116,558,286
27	1,459	94,889,755	1,792	95,708,745
28	1,236	83,258,525	1,576	86,665,444
29	1,178	81,279,518	1,248	69,716,241
30	921	65,013,838	1,039	59,965,450
31	858	62,046,680	882	50,359,811
32	931	66,473,559	800	46,777,888
33	692	50,419,696	643	37,101,561
34	584	44,144,422	471	26,990,610
35	486	36,927,124	434	25,792,247
36	361	26,800,586	317	18,715,935
37	248	18,058,101	231	14,026,710
38	158	11,675,302	166	9,953,921
39	95	7,063,637	105	5,829,645
40	70	4,914,738	56	3,332,459
41	41	3,200,932	41	2,539,368
42	22	1,584,709	24	1,389,146
43	22	1,608,475	18	1,216,611

**THE NUMBER AND ANNUAL COMPENSATION OF  
MEMBERS DISTRIBUTED BY YEARS OF SERVICE  
AS OF JUNE 30, 2006**

(CONTINUED)

SERVICE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
44	21	\$ 1,342,228	16	\$ 816,161
45	14	1,166,233	18	972,471
46	10	729,771	8	528,024
47	3	325,496	1	55,748
48	4	282,148	6	383,028
49	7	585,526		
50	2	109,104	5	260,891
51	3	221,952	2	131,992
52	1	105,460	2	101,268
53	1	79,927		
54			1	85,972
55	1	147,680	1	52,148
56	1	108,264	2	160,466
59	3	128,936	1	116,880
60			1	64,284
<b>TOTAL</b>	<b>123,849</b>	<b>\$ 5,398,817,323</b>	<b>193,891</b>	<b>\$ 6,456,139,226</b>

Of the 317,740 active members included in the June 30, 2006 valuation data, 136,708 are vested and 181,032 have not yet completed the vesting requirement.

**THE NUMBER AND ANNUAL COMPENSATION OF  
MEMBERS DISTRIBUTED BY YEARS OF SERVICE  
AS OF JUNE 30, 2006**

**STATE ONLY**

SERVICE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
0	803	\$ 24,605,056	1,345	\$ 37,494,449
1	3,469	108,796,157	5,873	177,737,947
2	2,989	106,027,755	5,093	173,227,924
3	2,316	88,448,812	4,285	153,674,965
4	1,881	74,420,158	3,073	115,707,668
5	1,929	83,781,242	3,235	130,207,980
6	1,799	80,841,712	2,829	117,221,068
7	1,323	60,888,089	2,235	95,627,962
8	1,035	50,545,151	1,751	78,774,084
9	894	43,982,627	1,343	61,704,450
10	734	34,705,059	1,122	49,599,509
11	802	38,344,744	1,266	57,080,981
12	788	38,652,856	1,239	58,416,455
13	890	46,538,927	1,318	62,979,750
14	786	41,825,654	1,289	62,565,911
15	742	41,540,390	1,156	57,084,904
16	827	47,308,016	1,679	83,752,552
17	1,025	60,942,799	1,743	90,655,026
18	1,140	68,528,160	2,090	111,733,576
19	1,082	68,143,001	1,923	103,939,909
20	1,212	77,817,505	1,827	102,109,515
21	1,103	70,631,738	1,673	95,926,092
22	768	50,650,931	1,264	72,924,141
23	674	44,783,993	1,032	59,785,941
24	624	41,647,256	1,003	58,304,698
25	719	49,491,340	1,176	68,657,791
26	634	43,880,306	953	57,018,792
27	579	40,900,576	823	50,096,317
28	502	35,982,951	765	47,174,090
29	515	37,490,689	572	35,841,416
30	405	29,815,487	490	30,906,961
31	356	27,802,800	404	26,137,019
32	352	26,381,080	410	26,383,023
33	276	21,445,132	275	17,878,468
34	290	23,109,693	222	14,031,004
35	189	15,103,631	241	15,065,527
36	160	12,617,064	184	11,423,661
37	117	9,032,869	106	6,510,726
38	74	5,619,608	94	5,749,143
39	39	2,939,884	51	3,066,501
40	34	2,739,969	32	2,045,720
41	16	1,375,048	18	1,107,830
42	10	652,765	10	530,654
43	8	566,095	13	829,515
44	3	153,323	7	408,369
45	4	245,149	7	431,567

**THE NUMBER AND ANNUAL COMPENSATION OF  
MEMBERS DISTRIBUTED BY YEARS OF SERVICE  
AS OF JUNE 30, 2006**

**STATE ONLY (CONTINUED)**

SERVICE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
46	3	\$ 145,731	3	\$ 144,901
48			1	41,496
49	1	50,234		
50	1	48,080	1	37,923
52			1	48,080
53	1	79,927		
56			1	37,094
<b>TOTAL</b>	<b>36,923</b>	<b>\$ 1,882,067,219</b>	<b>59,546</b>	<b>\$ 2,689,841,045</b>

**THE NUMBER AND ANNUAL COMPENSATION OF  
MEMBERS DISTRIBUTED BY YEARS OF SERVICE  
AS OF JUNE 30, 2006**

**LOCAL ONLY**

SERVICE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
0	2,044	\$ 48,260,931	3,241	\$ 58,399,358
1	8,808	212,867,360	15,665	264,993,305
2	7,044	186,101,879	12,342	230,479,384
3	5,953	172,177,077	9,560	195,535,672
4	5,116	164,223,033	8,643	192,255,610
5	4,639	157,565,879	8,597	204,293,642
6	4,152	146,763,509	7,510	185,619,756
7	3,566	133,605,201	6,135	159,100,922
8	3,053	118,383,516	4,884	132,526,520
9	2,738	110,151,738	4,244	119,924,351
10	2,580	102,341,061	3,851	107,535,788
11	2,597	107,690,263	3,954	117,733,669
12	2,643	112,478,750	3,740	116,873,613
13	2,485	110,848,181	3,554	114,537,716
14	2,455	112,255,807	3,335	113,651,418
15	2,272	106,068,790	3,127	108,188,542
16	2,517	122,597,723	3,496	124,325,854
17	2,434	122,631,770	3,566	133,916,280
18	2,352	118,861,078	3,380	131,483,580
19	2,202	117,863,263	3,105	120,570,530
20	1,973	106,686,796	2,878	116,155,883
21	1,882	104,758,774	2,523	105,381,403
22	1,370	77,565,712	1,978	86,612,766
23	1,170	67,858,692	1,577	69,844,200
24	1,170	68,696,406	1,477	65,404,922
25	1,249	76,558,061	1,523	67,529,883
26	964	60,494,317	1,284	59,539,494
27	880	53,989,179	969	45,612,428
28	734	47,275,574	811	39,491,354
29	663	43,788,829	676	33,874,825
30	516	35,198,351	549	29,058,489
31	502	34,243,880	478	24,222,792
32	579	40,092,479	390	20,394,865
33	416	28,974,564	368	19,223,093
34	294	21,034,729	249	12,959,606
35	297	21,823,493	193	10,726,720
36	201	14,183,522	133	7,292,274
37	131	9,025,232	125	7,515,984
38	84	6,055,694	72	4,204,778
39	56	4,123,753	54	2,763,144
40	36	2,174,769	24	1,286,739
41	25	1,825,884	23	1,431,538
42	12	931,944	14	858,492
43	14	1,042,380	5	387,096
44	18	1,188,905	9	407,792
45	10	921,084	11	540,904

**THE NUMBER AND ANNUAL COMPENSATION OF  
MEMBERS DISTRIBUTED BY YEARS OF SERVICE  
AS OF JUNE 30, 2006**

**LOCAL ONLY (CONTINUED)**

SERVICE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
46	7	\$ 584,040	5	\$ 383,123
47	3	325,496	1	55,748
48	4	282,148	5	341,532
49	6	535,292		
50	1	61,024	4	222,968
51	3	221,952	2	131,992
52	1	105,460	1	53,188
54			1	85,972
55	1	147,680	1	52,148
56	1	108,264	1	123,372
59	3	128,936	1	116,880
60			1	64,284
<b>TOTAL</b>	<b>86,926</b>	<b>\$ 3,516,750,104</b>	<b>134,345</b>	<b>\$ 3,766,298,181</b>

**THE NUMBER AND ANNUAL RETIREMENT  
ALLOWANCES OF BENEFICIARIES DISTRIBUTED  
BY AGE AS OF JUNE 30, 2006**

**SERVICE RETIREMENTS AND EARLY  
RETIREMENT BENEFITS**

AGE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
43	1	\$ 9,534		
44	1	12,634	5	\$ 68,917
45	2	72,095	8	111,054
46	7	106,366	10	157,792
47	10	167,398	21	321,287
48	12	202,054	29	498,742
49	39	722,531	31	575,362
50	40	835,289	62	1,140,885
51	65	1,615,857	86	1,933,071
52	68	1,642,392	112	2,648,382
53	152	4,414,881	145	3,421,791
54	173	5,007,997	182	4,735,481
55	242	7,567,929	300	7,926,653
56	372	11,374,944	439	12,047,307
57	473	15,432,158	461	13,034,016
58	624	21,923,843	534	15,107,394
59	716	25,027,678	677	19,038,017
60	777	26,679,494	759	18,460,365
61	770	21,876,585	1,109	20,758,473
62	891	23,571,039	1,361	23,706,741
63	1,179	30,600,624	1,874	30,607,672
64	1,325	31,624,437	2,169	33,783,037
65	1,244	28,327,601	2,065	30,846,758
66	1,352	27,634,346	2,124	30,294,301
67	1,410	28,055,418	2,258	31,578,707
68	1,516	28,423,224	2,316	32,012,384
69	1,448	27,317,957	2,430	31,642,760
70	1,520	27,726,273	2,384	29,895,209
71	1,512	26,713,406	2,400	28,557,252
72	1,592	26,946,059	2,488	28,974,259
73	1,589	25,870,760	2,401	27,433,555
74	1,696	28,281,101	2,477	27,025,524
75	1,540	25,032,165	2,499	26,756,957
76	1,604	24,353,698	2,416	23,819,697
77	1,565	22,750,349	2,384	23,997,906
78	1,544	22,371,039	2,281	22,167,221
79	1,504	19,910,759	2,221	20,336,050
80	1,414	19,858,933	2,111	18,877,403
81	1,246	16,910,681	1,998	17,053,792
82	1,208	16,047,710	1,976	16,513,673
83	1,122	14,105,051	1,807	14,387,293
84	928	10,854,505	1,478	11,727,156
85	879	10,039,712	1,463	10,833,294
86	733	8,312,610	1,269	9,231,721



**THE NUMBER AND ANNUAL RETIREMENT  
ALLOWANCES OF BENEFICIARIES DISTRIBUTED  
BY AGE AS OF JUNE 30, 2006**

**SERVICE RETIREMENTS AND EARLY  
RETIREMENT BENEFITS  
(continued)**

AGE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
87	602	\$ 6,288,624	996	\$ 6,832,081
88	537	5,759,452	869	5,943,457
89	424	3,861,073	702	4,650,940
90	305	2,706,327	550	3,584,291
91	271	2,554,031	499	3,179,813
92	180	1,642,228	350	2,163,901
93	142	1,274,745	295	1,905,299
94	105	1,035,346	208	1,279,268
95	83	685,680	144	883,376
96	44	373,130	105	633,292
97	34	450,005	71	477,843
98	28	303,604	45	247,094
99	17	146,795	34	234,987
100	7	32,350	21	158,394
101	1	10,446	13	99,246
102	2	39,688	11	33,440
103	1	7,705	3	10,788
104	2	7,603	3	10,278
106			1	7,786
TOTAL	40,890	\$ 743,509,946	62,540	\$ 756,380,883
<b><u>SUMMARY</u></b>				
NO OPTION	13,555	\$ 204,905,594	38,463	\$ 440,019,694
OPTION 1	6,825	108,184,663	13,359	150,444,681
OPTION 2	9,234	149,170,608	2,561	23,388,114
OPTION 3	4,461	103,075,510	3,070	44,158,845
OPTION 4	269	8,560,920	156	2,632,962
OPTION 5	3	103,000	1	52,435
OPTION A	3,308	69,017,896	1,402	20,598,454
OPTION B	1,018	29,229,076	605	12,176,632
OPTION C	1,520	50,064,490	1,757	37,978,347
OPTION D	697	21,198,189	1,166	24,930,719

Information at Retirement Date	Retirement Type	
	Service	Early
Average Age	64.9	55.0
Average Years of Service*	18.3	30.1
Average Salary	\$ 30,688	\$ 50,658
Average Annual Pension**	\$ 10,901	\$ 25,444

\* 38.62% of retirees have 25 or more years of service at retirement.

\*\* Excludes COLAs granted after retirement date.

**THE NUMBER AND ANNUAL RETIREMENT  
ALLOWANCES OF BENEFICIARIES DISTRIBUTED  
BY AGE AS OF JUNE 30, 2006**

**ORDINARY DISABILITY RETIREMENTS**

AGE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
32			1	\$ 12,614
34	2	\$ 28,882		
35	3	43,637	3	41,198
36	10	174,975	6	93,741
37	9	141,233	11	177,766
38	7	104,070	4	44,654
39	14	240,694	20	315,842
40	26	420,155	19	279,963
41	20	362,933	24	389,945
42	27	428,388	29	424,463
43	39	621,323	35	542,418
44	52	844,329	45	657,413
45	61	1,007,916	44	695,899
46	66	1,085,676	53	834,880
47	52	832,708	76	1,146,230
48	67	1,098,711	70	1,201,984
49	65	1,065,808	85	1,378,619
50	90	1,413,912	101	1,615,270
51	83	1,312,392	133	2,043,482
52	92	1,651,355	127	1,943,826
53	88	1,381,061	121	1,970,756
54	108	1,814,936	154	2,407,822
55	116	1,897,234	144	2,210,381
56	101	1,800,144	159	2,544,641
57	137	2,300,446	184	2,657,967
58	146	2,373,465	205	3,145,640
59	152	2,472,354	209	3,109,596
60	156	2,632,818	189	2,834,324
61	140	2,214,756	200	2,794,379
62	150	2,539,780	214	3,048,503
63	171	2,713,791	271	3,861,192
64	158	2,438,047	275	3,919,779
65	158	2,502,550	236	3,337,129
66	128	2,009,061	232	3,156,987
67	143	2,196,481	208	2,916,926
68	156	2,226,775	209	3,070,797
69	123	1,822,603	179	2,497,890
70	95	1,424,291	185	2,453,379
71	109	1,573,495	165	2,138,501
72	91	1,224,366	111	1,361,200
73	92	1,302,924	110	1,325,276

**THE NUMBER AND ANNUAL RETIREMENT  
ALLOWANCES OF BENEFICIARIES DISTRIBUTED  
BY AGE AS OF JUNE 30, 2006**

**ORDINARY DISABILITY RETIREMENTS  
(continued)**

AGE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
74	85	\$ 1,166,746	101	\$ 1,192,633
75	66	860,373	86	1,001,133
76	65	782,295	75	778,362
77	54	609,887	69	742,027
78	39	404,079	37	388,651
79	37	400,665	49	512,126
80	25	278,614	53	524,837
81	29	252,392	30	273,966
82	22	229,712	27	197,986
83	25	247,533	20	175,408
84	24	212,385	19	117,940
85	13	101,668	19	130,055
86	14	131,330	16	151,170
87	8	70,522	9	100,690
88	4	35,717	9	68,209
89	5	54,479	5	47,167
90	1	8,784	2	11,908
91	1	12,754	3	30,873
92	1	9,360		
94	1	16,985		
96			1	8,811
97			1	10,019
100	1	5,067		
TOTAL	4,023	\$ 61,631,820	5,477	\$ 77,067,242
<b><u>SUMMARY</u></b>				
NO OPTION	1,893	\$ 31,596,616	3,858	\$ 56,662,522
OPTION 1	438	6,267,198	793	9,819,762
OPTION 2	598	7,321,023	180	1,993,169
OPTION 3	308	4,475,339	180	2,229,416
OPTION 4	13	203,961	16	220,834
OPTION 5	0	0	0	0
OPTION A	330	4,407,197	116	1,300,062
OPTION B	151	2,305,405	58	767,563
OPTION C	147	2,369,845	117	1,699,031
OPTION D	145	2,685,236	159	2,374,883

**THE NUMBER AND ANNUAL RETIREMENT  
ALLOWANCES OF BENEFICIARIES DISTRIBUTED  
BY AGE AS OF JUNE 30, 2006**

**ACCIDENTAL DISABILITY RETIREMENTS**

AGE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
28	2	\$ 29,728		
30	2	53,437		
32			1	\$ 20,627
35	1	6,562		
37	2	38,276	1	33,144
38	1	24,210	1	19,149
39	2	50,621	1	20,862
40	4	103,072	2	36,674
41	5	122,812		
42	9	229,689	3	77,100
43	6	155,617	4	142,196
44	4	87,123	2	68,105
45	6	116,947	2	39,821
46	4	80,116	4	95,719
47	7	172,553	4	94,312
48	13	330,505	3	64,799
49	4	114,293	5	109,211
50	6	116,213	12	296,772
51	7	163,737	13	292,126
52	14	402,926	7	172,137
53	10	211,413	17	381,434
54	10	272,579	7	185,952
55	9	180,280	6	151,807
56	15	359,776	7	103,594
57	7	196,578	6	158,713
58	20	498,342	16	384,733
59	17	379,549	15	364,467
60	10	251,403	14	313,902
61	17	409,665	6	134,946
62	13	360,059	10	229,688
63	20	451,414	12	297,813
64	23	531,132	7	108,711
65	19	430,374	11	327,331
66	11	211,465	7	142,148
67	8	152,923	11	220,644
68	7	173,517	9	193,214
69	13	292,733	8	134,391
70	11	201,891	5	56,701
71	13	226,790	9	187,157
72	9	175,026	4	55,923
73	13	202,521	11	193,129
74	13	280,832	8	100,929

**THE NUMBER AND ANNUAL RETIREMENT  
ALLOWANCES OF BENEFICIARIES DISTRIBUTED  
BY AGE AS OF JUNE 30, 2006**

**ACCIDENTAL DISABILITY RETIREMENTS  
(continued)**

AGE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
75	11	\$ 259,147	7	\$ 114,450
76	11	152,896	10	129,577
77	5	96,189	6	86,694
78	8	157,552	2	15,444
79	10	155,425	6	63,898
80	6	98,206	8	95,508
81	7	128,671	4	62,251
82	6	101,620	4	45,564
83	8	135,014	3	44,130
84	3	51,408	4	63,755
85	3	50,965	6	67,249
86	4	74,940		
87	3	41,655	3	34,064
88	6	101,466	2	33,252
89	3	51,072	1	13,843
90	3	39,386	3	46,534
91			2	29,895
92	1	22,761	1	5,730
93	1	27,414		
94	1	12,416		
TOTAL	487	\$ 10,606,906	343	\$ 6,961,917
<b><u>SUMMARY</u></b>				
NO OPTION	294	\$ 6,637,553	260	\$ 5,381,790
OPTION 1	40	769,307	36	569,478
OPTION 2	46	785,741	11	144,668
OPTION 3	55	1,198,505	13	287,737
OPTION 4	1	24,600	0	0
OPTION 5	0	0	0	0
OPTION A	22	465,429	4	80,501
OPTION B	5	108,409	2	39,955
OPTION C	12	305,410	9	271,813
OPTION D	12	311,952	8	185,975

**THE NUMBER AND ANNUAL RETIREMENT  
ALLOWANCES OF BENEFICIARIES DISTRIBUTED  
BY AGE AS OF JUNE 30, 2006**

**ORDINARY DEATH BENEFITS TO BENEFICIARIES  
WHO ELECTED TO RECEIVE A LIFE ANNUITY  
IN LIEU OF A LUMP SUM**

AGE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
48			1	\$ 17,269
69	1	\$ 122		
71			1	3,010
73			1	5,223
79			2	417
80			1	287
84			1	185
85			1	227
87			2	1,484
88			1	184
89			2	320
91			4	940
96			1	152
97			1	372
100			1	166
<b>TOTAL</b>	<b>1</b>	<b>\$ 122</b>	<b>20</b>	<b>\$ 30,235</b>

**THE NUMBER AND ANNUAL RETIREMENT  
ALLOWANCES OF BENEFICIARIES DISTRIBUTED  
BY AGE AS OF JUNE 30, 2006**

**ACCIDENTAL DEATH BENEFITS**

AGE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
24			1	\$ 6,411
26			1	24,375
38			1	24,775
40			1	15,531
43			2	38,384
44			1	21,164
45			1	18,081
46			1	22,692
47			2	38,393
48			1	20,194
49			4	102,001
51			3	73,355
52			2	35,737
55			3	56,098
58			1	8,798
59			4	63,985
60			3	37,239
61			2	30,054
62			3	41,051
63			2	33,368
64			2	39,141
65			1	9,429
66			1	46,890
67	1	\$ 6,039	2	40,814
68			1	10,088
69			3	40,407
70			2	53,506
71			3	55,693
72			2	54,916
74			2	30,724
75			2	57,071
76			2	21,589
78			3	44,244
79			3	26,787
80			2	31,444
81			2	11,832
82			2	22,219
83			1	9,262
84			3	34,328
85			4	42,743
86			1	18,655
88			1	8,254
89			2	18,092

**THE NUMBER AND ANNUAL RETIREMENT  
ALLOWANCES OF BENEFICIARIES DISTRIBUTED  
BY AGE AS OF JUNE 30, 2006**

**ACCIDENTAL DEATH BENEFITS  
(continued)**

AGE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
90			2	\$ 18,490
91			2	18,641
92			2	41,601
93			1	7,982
94			1	12,990
96			1	7,452
98			1	12,620
100			1	12,339
<b>TOTAL</b>	<b>1</b>	<b>\$ 6,039</b>	<b>97</b>	<b>\$ 1,571,930</b>



**THE NUMBER AND ANNUAL RETIREMENT  
ALLOWANCES OF BENEFICIARIES DISTRIBUTED  
BY AGE AS OF JUNE 30, 2006**

**DEPENDENTS OF DECEASED BENEFICIARIES**

AGE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
17	1	\$ 1,316	1	\$ 14,477
18	1	4,302		
19			2	5,149
20	2	5,111		
21	1	3,110	2	15,513
22	2	8,968		
23			2	16,100
24			2	13,501
25	1	10,721		
26	1	1,365		
27	1	1,730	3	24,944
28			1	28,296
29	3	14,966	5	26,364
30	1	7,881	3	34,842
31	3	5,068	6	44,813
32	1	6,048	1	12,390
33	4	26,368	8	69,753
34	3	14,329	3	11,935
35	2	12,089	2	22,253
36	3	25,572	5	33,712
37	4	31,064	2	4,140
38	1	2,739	4	22,799
39	6	48,813	5	54,202
40	7	25,264	8	69,925
41			9	58,427
42	6	50,968	7	76,511
43	7	74,028	16	163,041
44	9	42,808	11	94,620
45	7	50,091	14	147,537
46	10	39,277	20	122,174
47	6	47,432	30	338,883
48	10	63,609	33	326,890
49	9	61,540	29	264,037
50	12	104,305	47	481,736
51	17	142,046	44	421,739
52	13	94,851	43	545,477
53	14	126,231	38	451,426
54	17	79,959	43	477,358
55	17	168,807	53	621,545
56	17	158,508	63	699,922
57	17	110,002	60	800,834
58	16	106,787	79	863,914
59	17	159,836	85	1,131,282
60	23	183,254	92	1,123,330

**THE NUMBER AND ANNUAL RETIREMENT  
ALLOWANCES OF BENEFICIARIES DISTRIBUTED  
BY AGE AS OF JUNE 30, 2006**

**DEPENDENTS OF DECEASED BENEFICIARIES  
(continued)**

AGE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
61	16	\$ 166,493	96	\$ 1,041,886
62	19	171,515	88	1,260,132
63	19	246,579	96	1,268,879
64	29	209,789	126	1,695,017
65	30	252,570	133	1,690,506
66	19	208,359	161	2,218,306
67	24	165,294	173	2,180,359
68	22	129,249	177	2,026,191
69	31	286,710	182	2,288,918
70	27	221,208	207	2,564,271
71	32	299,063	206	2,628,205
72	37	354,106	258	3,022,746
73	29	216,160	265	2,995,161
74	34	324,952	317	3,759,583
75	32	304,107	302	3,115,167
76	39	272,213	352	4,044,080
77	35	282,041	346	4,163,949
78	24	178,979	366	3,868,000
79	41	277,795	376	4,018,345
80	36	302,418	387	3,587,129
81	30	203,703	402	3,717,095
82	34	229,194	413	3,629,482
83	35	254,921	392	3,412,651
84	40	215,798	370	3,211,188
85	29	191,551	392	3,215,263
86	27	143,468	341	2,832,093
87	27	105,725	312	2,340,807
88	16	72,646	266	2,097,814
89	10	73,072	227	1,497,052
90	11	39,244	184	1,391,205
91	10	44,248	141	914,121
92	13	52,088	145	1,029,743
93	4	18,766	88	634,883
94	6	27,627	77	525,635
95	3	22,292	53	346,846
96	3	31,375	49	324,227
97	2	2,403	30	183,873
98	2	8,932	21	168,484
99			15	118,758

**THE NUMBER AND ANNUAL RETIREMENT  
ALLOWANCES OF BENEFICIARIES DISTRIBUTED  
BY AGE AS OF JUNE 30, 2006**

**DEPENDENTS OF DECEASED BENEFICIARIES  
(continued)**

AGE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
100			8	\$ 66,792
101			6	50,127
102			9	83,208
103			3	21,417
104			1	2,895
105			1	15,572
108			1	3,993
<b>TOTAL</b>	<b>1,169</b>	<b>\$ 8,727,816</b>	<b>9,442</b>	<b>\$ 95,007,844</b>

In addition to the above there are 286 beneficiaries who elected to receive the lump sum benefit as annuities certain under Option 1 amounting to \$3,255,102 per annum.

**THE NUMBER AND ANNUAL RETIREMENT ALLOWANCES  
OF DEFERRED TERMINATED VESTED MEMBERS DISTRIBUTED  
BY AGE AS OF JUNE 30, 2006**

AGE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
34			5	\$ 48,204
35			3	13,632
36	2	\$ 17,700	1	2,028
37	1	7,608	2	12,372
38	1	12,120	7	90,312
39	6	51,468	11	61,032
40	3	27,516	2	27,720
41	8	82,908	17	135,708
42	4	32,076	11	95,520
43	6	53,928	10	120,300
44	8	116,328	6	61,464
45	9	78,864	21	259,596
46	13	163,248	17	166,092
47	8	90,660	17	167,988
48	12	124,056	36	323,736
49	20	237,660	27	216,312
50	23	310,488	38	395,172
51	29	390,108	42	375,180
52	26	260,616	58	542,352
53	36	399,216	68	544,644
54	17	193,740	77	716,868
55	36	391,164	84	696,624
56	33	365,976	87	689,364
57	39	442,776	128	1,032,060
58	39	365,136	171	1,400,856
59	57	672,048	200	1,685,580
60	58	582,756	164	1,216,356
61			3	12,732
62			1	4,536
63	3	17,052		
64				
65				
66			1	1,368
67	1	732	1	1,884
68				
69				
70				
71				
72				
73	1	972		
74				
75	1	552		
TOTAL	500	\$ 5,489,472	1,316	\$ 11,117,592

**THE NUMBER AND ANNUAL RETIREMENT ALLOWANCES  
OF DEFERRED TERMINATED VESTED MEMBERS DISTRIBUTED  
BY AGE AS OF JUNE 30, 2006**

## STATE ONLY

AGE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
34			3	\$ 26,376
35			1	7,428
37			1	5,448
38			3	50,700
39	3	\$ 26,448	3	17,016
40	2	19,464	2	27,720
41			5	43,812
42			6	60,672
43	2	14,712	3	53,160
44	3	43,440	2	24,180
45	4	39,576	8	128,676
46	3	41,496	8	96,564
47	3	45,000	5	59,316
48	3	40,044	11	131,148
49	6	66,132	6	61,332
50	6	108,828	10	135,324
51	8	99,120	11	112,572
52	6	84,312	16	165,516
53	13	107,820	22	248,676
54	7	74,556	22	250,512
55	18	199,980	22	251,856
56	10	121,116	24	223,116
57	11	130,800	34	351,192
58	12	133,680	37	407,172
59	23	313,824	39	378,216
60	17	185,736	25	282,132
61			1	4,176
62				
63	1	5,496		
73	1	972		
75	1	552		
<b>TOTAL</b>	<b>163</b>	<b>\$ 1,903,104</b>	<b>330</b>	<b>\$ 3,604,008</b>

**THE NUMBER AND ANNUAL RETIREMENT ALLOWANCES  
OF DEFERRED TERMINATED VESTED MEMBERS DISTRIBUTED  
BY AGE AS OF JUNE 30, 2006**

**LOCAL ONLY**

AGE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
34			2	\$ 21,828
35			2	6,204
36	2	\$ 17,700	1	2,028
37	1	7,608	1	6,924
38	1	12,120	4	39,612
39	3	25,020	8	44,016
40	1	8,052		
41	8	82,908	12	91,896
42	4	32,076	5	34,848
43	4	39,216	7	67,140
44	5	72,888	4	37,284
45	5	39,288	13	130,920
46	10	121,752	9	69,528
47	5	45,660	12	108,672
48	9	84,012	25	192,588
49	14	171,528	21	154,980
50	17	201,660	28	259,848
51	21	290,988	31	262,608
52	20	176,304	42	376,836
53	23	291,396	46	295,968
54	10	119,184	55	466,356
55	18	191,184	62	444,768
56	23	244,860	63	466,248
57	28	311,976	94	680,868
58	27	231,456	134	993,684
59	34	358,224	161	1,307,364
60	41	397,020	139	934,224
61			2	8,556
62			1	4,536
63	2	11,556		
66			1	1,368
67	1	732	1	1,884
<b>TOTAL</b>	<b>337</b>	<b>\$ 3,586,368</b>	<b>986</b>	<b>\$ 7,513,584</b>

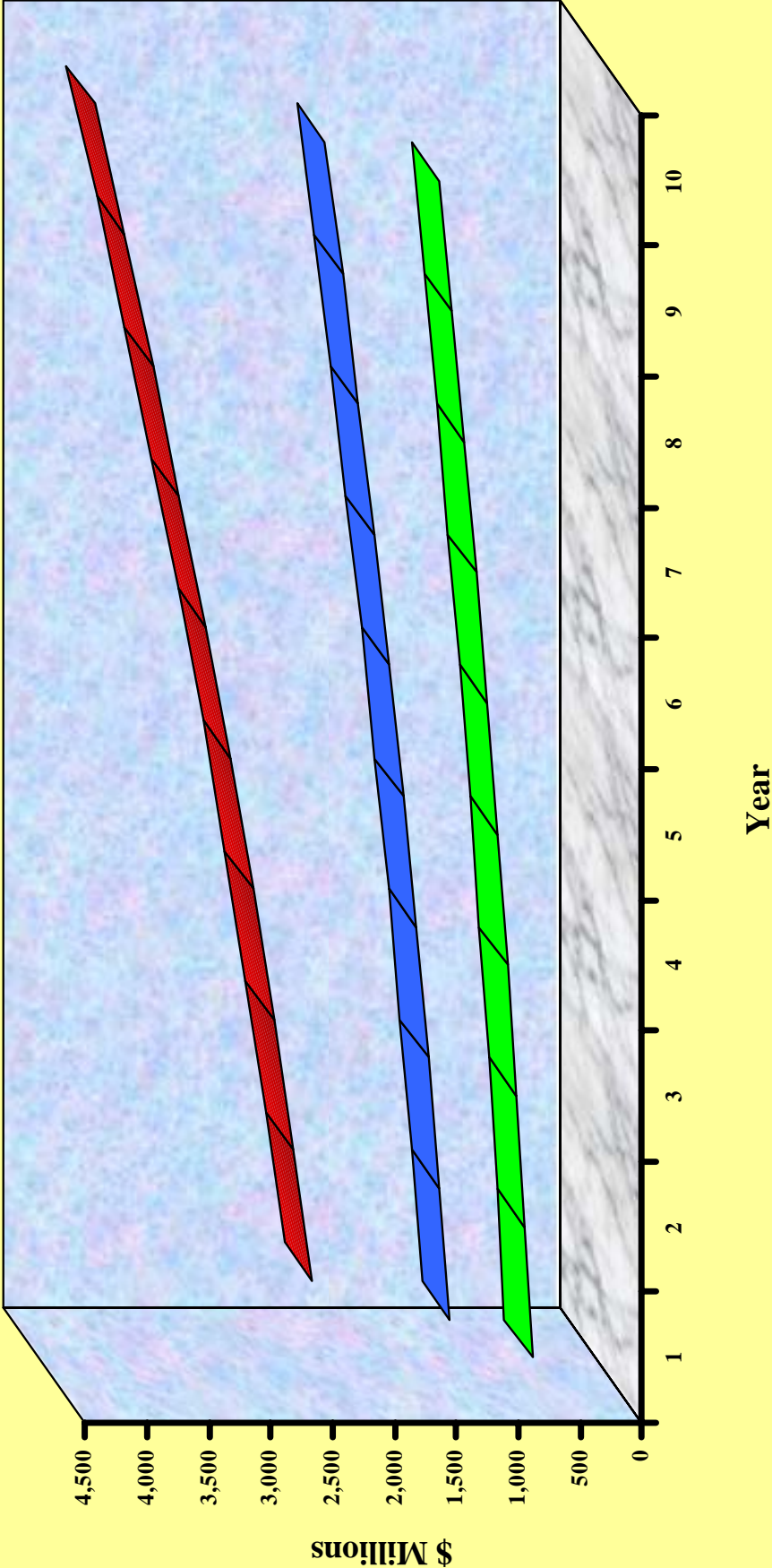
APPENDIX D

PROJECTED BENEFIT PAYOUT

# PUBLIC EMPLOYEES' RETIREMENT SYSTEM OF NEW JERSEY

## PROJECTED BENEFIT PAYOUT WITH COLA

- State
- Local
- Total



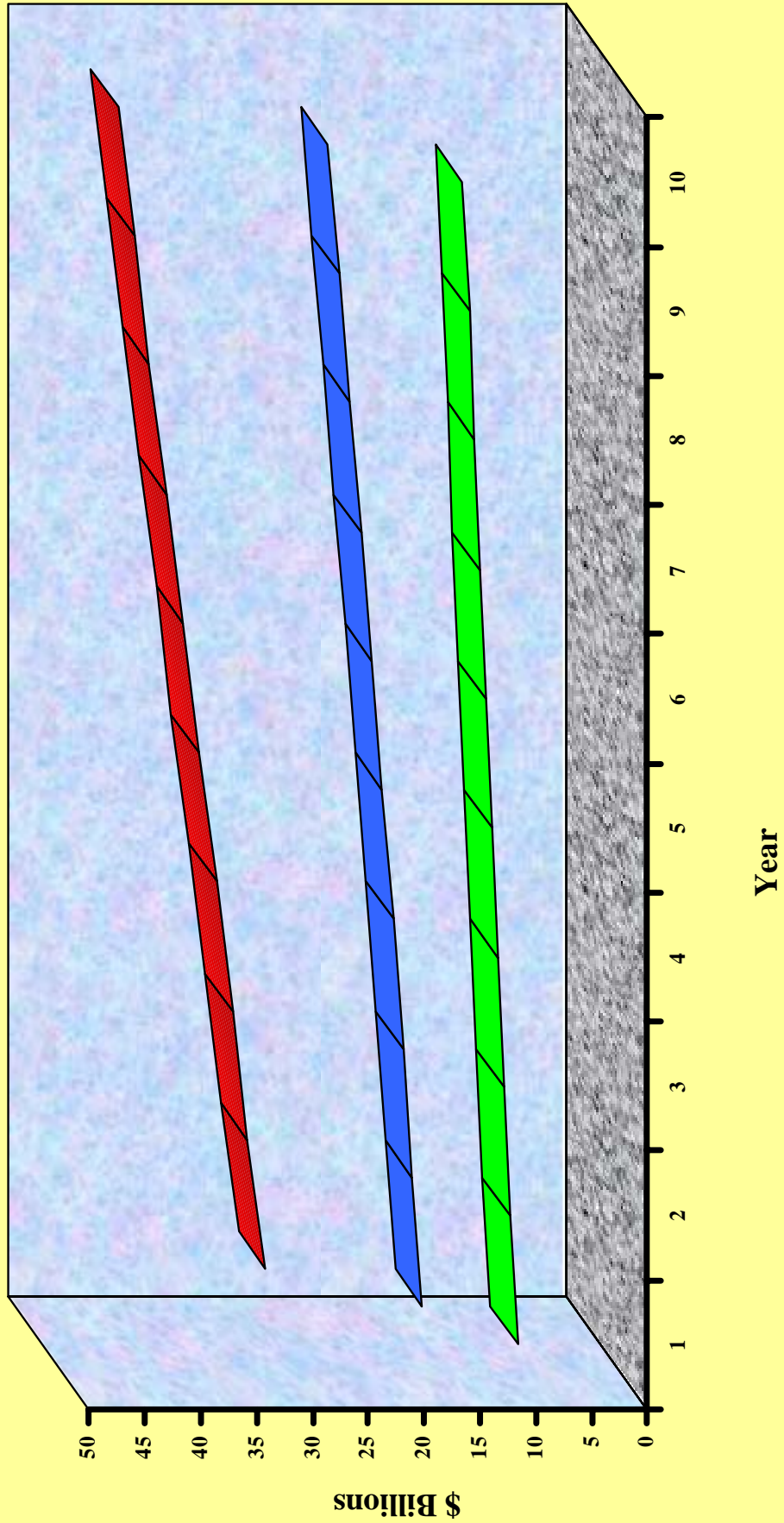


APPENDIX E  
PROJECTED ASSETS

# PUBLIC EMPLOYEES' RETIREMENT SYSTEM OF NEW JERSEY

## PROJECTED VALUATION ASSETS

- State
- Local
- Total



## PUBLIC EMPLOYEES' RETIREMENT SYSTEM OF NEW JERSEY

APPENDIX F - EARLY RETIREMENT INCENTIVE (ERI) CONTRIBUTION SCHEDULE

<u>Number</u>	<u>Location Name</u>	<u>ERI 1 Information</u>		<u>ERI 2 Information</u>	
		<u>Current Payment</u>	<u>Present Value as of 7/1/2006</u>	<u>Current Payment</u>	<u>Present Value as of 7/1/2006</u>
10022	OCEAN CO MOSQUITO COMM	9,942	102,419		
10030	ATLANTIC COUNTY	99,266	1,022,559		
10031	ATLANTIC COUNTY WELFARE BD	30,681	316,052		
10041	MIDDLESEX CO BD OF SOCIAL SRV	15,215	156,735		
10063	MORRIS CO VOCATIONAL SCH DIST	7,563	77,907		
10070	BURLINGTON COUNTY/PAYROLL DEPT	249,239	2,567,465		
10071	BURLINGTON CO BD OF SOCIAL SERV	23,250	239,506	30,085	467,189
10110	WARREN CO BD OF CHOSEN FRHLDRS	80,395	828,167		
10111	WARREN CO WELFARE BOARD	2,687	27,683		
10171	MERCER CO BD OF SOCIAL SERVICE	25,619	263,910	65,005	1,009,459
10173	MERCER CO VOCATIONAL SCHOOLS			11,056	37,145
20100	LAVALLETTTE BOROUGH			8,966	139,230
20114	LINDEN CTY FREE PUBLIC LIBRARY	24,803	255,501	8,909	138,341
20160	ASBURY PARK CITY	38,068	392,148		
20163	ASBURY PARK BD OF ED	16,267	167,566		
20203	PERTH AMBOY BD OF ED			40,117	134,781
20220	BELLEVILLE TOWNSHIP	106,282	1,094,831		
20240	DOVER TOWN	6,402	65,951	34,938	124,130
20264	MONTCLAIR LIBRARY			22,562	350,359
20320	PALMYRA BOROUGH	529	5,453	13,863	215,280
20550	VILLAGE OF RIDGEFIELD PARK	28,484	293,415		
20570	SOUTH ORANGE VILLAGE	27,735	285,701		
20640	CHATHAM BOROUGH	69,469	65,459		
20690	ROSELLE PARK BOROUGH	3,980	41,000		
20720	WASHINGTON BOROUGH			5,796	90,004
20860	COLLINGSWOOD BOROUGH	11,915	122,742		
20910	HADDONFIELD BOROUGH	5,946	61,248		
20990	POINT PLEASANT BOROUGH	15,519	159,863		
21040	SPRING LAKE BOROUGH	12,751	131,355		
21090	MILLBURN TOWNSHIP	49,513	510,048		
21180	OCEANPORT BOROUGH	3,738	38,503		
21200	RUMSON BOROUGH	3,543	36,500		
21260	ABSECON CITY	12,564	129,427		
21303	WEST NEW YORK BD OF ED			3,718	40,116
21330	CARTERET BOROUGH	18,400	189,539		
21480	EATONTOWN BOROUGH	10,734	110,572	14,054	218,236
21590	GLASSBORO BOROUGH	9,329	96,098		
21600	HO-HO-KUS BOROUGH	6,191	63,776		
21650	SECAUCUS TOWN	3,199	32,954		
21663	BEVERLY CITY BD OF ED			960	10,358

## PUBLIC EMPLOYEES' RETIREMENT SYSTEM OF NEW JERSEY

APPENDIX F - EARLY RETIREMENT INCENTIVE (ERI) CONTRIBUTION SCHEDULE

<u>Number</u>	<u>Location Name</u>	<u>ERI 1 Information</u>		<u>ERI 2 Information</u>	
		<u>Current Payment</u>	<u>Present Value as of 7/1/2006</u>	<u>Current Payment</u>	<u>Present Value as of 7/1/2006</u>
21710	RAMSEY BOROUGH	56,499	582,008		
21720	RED BANK BOROUGH	50,616	521,404		
21810	NEPTUNE CITY BOROUGH	1,491	15,363		
21930	SPARTA TOWNSHIP	11,642	119,924		
22030	VERONA TOWNSHIP	34,839	358,883	9,654	149,921
22050	CINNAMINSON TOWNSHIP	3,038	31,293		
22120	MENDHAM TOWNSHIP	10,727	110,497		
22290	BORDENTOWN CITY	8,253	85,020		
22350	MIDDLETOWN TOWNSHIP	42,841	441,311		
22400	CHATHAM TOWNSHIP	16,856	173,640		
22430	HARRINGTON PARK BOROUGH	18,010	185,521		
22540	BOUND BROOK BOROUGH	8,263	85,117	5,582	86,677
22670	CHESTER TOWNSHIP	11,865	122,228		
22730	BLOOMINGDALE BOROUGH	18,909	194,788		
22760	LINCOLN PARK BOROUGH	12,672	130,541		
22800	WASHINGTON TOWNSHIP	21,917	225,771		
22900	MILFORD BOROUGH	8,871	91,384		
22993	BERLIN BOROUGH BD OF ED			5,756	19,338
23020	GLOUCESTER TOWNSHIP	18,247	187,964		
23060	CAPE MAY CITY	6,889	70,965		
23073	PLEASANTVILLE BD OF ED	2,839	29,247	2,239	14,120
23080	SEA ISLE CITY	30,992	319,255	2,856	20,744
23120	HOLMDEL TOWNSHIP	8,875	91,427		
23130	NORTH HALEDON BOROUGH	6,393	65,854		
23190	MIDDLE TOWNSHIP	8,179	84,249		
23200	BEDMINSTER TOWNSHIP	9,317	95,980		
23220	BERLIN TOWNSHIP	375	3,867		
23223	BERLIN TOWNSHIP BD OF ED	807	8,313	1,260	7,946
23230	LITTLE SILVER BOROUGH	2,732	28,144		
23240	WESTAMPTON TOWNSHIP	8,257	85,053		
23290	PAULSBORO BOROUGH	9,251	95,294		
23370	TETERBORO BOROUGH	11,879	122,367	4,336	31,494
23490	PINE HILL BOROUGH	7,190	74,061		
23493	PINE HILL BOROUGH BD OF ED	696	7,167	1,085	6,842
23630	SOUTH AMBOY CITY	17,073	175,869		
23700	LAMBERTVILLE CITY			18,605	66,100
30010	NORTH JERSEY WATER SUPPLY COMM	32,734	337,200		
30030	PASSAIC VALLEY WATER COMM	74,368	766,084		
30130	TRENTON HOUSING AUTHORITY	49,284	507,680	61,532	955,518
30160	ATLANTIC CITY HOUSING AUTHORITY			33,188	515,380

## PUBLIC EMPLOYEES' RETIREMENT SYSTEM OF NEW JERSEY

APPENDIX F - EARLY RETIREMENT INCENTIVE (ERI) CONTRIBUTION SCHEDULE

<u>Number</u>	<u>Location Name</u>	<u>ERI 1 Information</u>		<u>ERI 2 Information</u>	
		<u>Current Payment</u>	<u>Present Value as of 7/1/2006</u>	<u>Current Payment</u>	<u>Present Value as of 7/1/2006</u>
30230	ASBURY PK HOUSING AUTHORITY			1,054	16,360
30250	NEW BRUNSWICK HOUSING AUTHORITY			1,999	31,040
30300	PASSAIC VALLEY SEWERAGE COMM	22,526	232,049	148,624	528,047
30320	EWING LAWRENCE SEWERAGE AUTH	12,583	129,620		
30360	IRVINGTON HOUSING AUTH	5,292	54,509		
30420	BURLINGTON COUNTY BRIDGE COMM	47,544	489,757	12,143	188,568
30510	PATERSON HOUSING AUTHORITY	20,533	211,512	3,024	46,964
30560	MIDDLESEX CO UTILITIES AUTH	66,695	687,041	97,244	1,510,094
30630	SOMERSET RARITAN VALL SEW AUTH	16,542	170,405		
30680	STAFFORD MUNICIPAL UTL AUTH	10,411	107,250		
30730	DELAWARE RIVER BASIN COMM	62,707	645,956		
30740	NJ EXPRESSWAY AUTHORITY	54,518	561,600		
30770	PATERSON PARKING AUTHORITY			1,967	30,540
30820	HAMILTON TWP FIRE DISTRICT 3	1,742	17,945		
30900	GLOUCESTER TWP M U A			8,080	125,470
31190	BRIDGETON CITY HOUSING AUTH			994	15,439
31210	NJ HOUSING & MTG FINANCE AGENCY	21,302	219,440		
31250	JERSEY CITY MUNICIPAL UT. AUTH			2,085	32,381
31260	LINDEN CITY HOUSING AUTHORITY			11,079	175,731
31320	NEW JERSEY MEADOWLAND COMM			1,023	15,892
31370	MERCER CO IMPROVEMENT AUTHORITY			8,868	137,711
31510	BRICK TWP MUN UTILITIES AUTH	21,985	226,468		
31580	MOUNT LAUREL TWP MUN UTIL AUTH			1,054	16,360
31680	OCEAN GROVE BD OF FIRE COMM			8,842	137,308
31830	S MONMOUTH REG SEWERAGE AUTH	4,470	46,046		
32000	MANASQUAN RIVER REG SEW AUTH	335	3,450		
32080	OCEAN TWP MUN UTIL AUTHORITY			2,088	32,429
32260	HUDSON CO COMMUNITY COLLEGE			3,147	48,870
32280	MONTCLAIR REDEVELOPMENT AGENCY	9,245	95,230		
32450	GLOUCESTER CO HOUSING AUTHORITY			21,860	339,458
32700	NJ INSTITUTE OF TECHNOLOGY	96,569	994,780	52,289	811,992
32820	ESSEX CO EDUCATIONAL SERV COMM	16,261	167,513		
32900	NJ TRANSIT CORPORATION	36,323	374,171		
33040	BUENA BORO HOUSING AUTH			1,049	16,295
34340	OLD BRIDGE MUNICIPAL UTIL AUTH	3,115	32,086		
39990	COMPENSATION RATING & INS BUR	42,755	440,433	54,604	847,942
40310	EAST WINDSOR REG SCHOOL DIST			10,068	63,491
50050	ALLENTOWN BOROUGH	17,596	181,258	1,038	16,118
50130	AUDUBON BOROUGH			2,232	34,658
50240	BELVIDERE TOWN			19,542	69,429

## PUBLIC EMPLOYEES' RETIREMENT SYSTEM OF NEW JERSEY

APPENDIX F - EARLY RETIREMENT INCENTIVE (ERI) CONTRIBUTION SCHEDULE

<u>Number</u>	<u>Location Name</u>	<u>ERI 1 Information</u>		<u>ERI 2 Information</u>	
		<u>Current Payment</u>	<u>Present Value as of 7/1/2006</u>	<u>Current Payment</u>	<u>Present Value as of 7/1/2006</u>
50533	CHESILHURST BORO BD OF ED	124	1,275	191	1,204
50593	CLEMENTON BD OF ED	459	4,725	714	4,503
50740	DEPTFORD TOWNSHIP	3,382	34,840		
50830	EAST HANOVER TOWNSHIP	12,640	130,209	12,629	196,110
50890	ELK TOWNSHIP	2,139	22,037		
51003	FARMINGDALE BD OF ED			1,318	4,428
51440	HELMETTA BOROUGH	4,575	47,128		
51520	HOPATCONG BOROUGH	39,601	407,939		
51750	LEBANON BOROUGH			1,004	15,585
51800	LINWOOD CITY			22,515	349,632
51880	LOWER TOWNSHIP	10,460	107,754		
51940	MAGNOLIA BOROUGH	3,532	36,382		
51960	MANALAPAN TOWNSHIP	13,086	134,805		
52603	PEMBERTON TOWNSHIP BD OF ED	46,043	474,297		
52630	PENNSAUKEN TOWNSHIP	4,497	46,324	5,192	80,621
52810	RARITAN TOWNSHIP	13,076	134,698	27,887	99,078
52820	HAZLET TOWNSHIP	1,043	10,745		
52960	SADDLE BROOK TOWNSHIP			28,593	101,587
53080	SOUTHAMPTON TOWNSHIP	5,726	58,987		
53280	TABERNACLE TOWNSHIP			10,720	77,870
53310	TEWKSBURY TOWNSHIP				
53360	UNION BEACH BOROUGH	7,356	75,775		
53490	WALLINGTON BOROUGH			10,822	168,057
53670	WEST LONG BRANCH BOROUGH	10,165	104,711	5,587	86,758
53743	WHITE TOWNSHIP BD OF ED	12,167	125,334		
53820	WOODLAND TOWNSHIP	12,572	129,502		
55420	EAST BRUNSWICK SEWERAGE AUTH			1,054	16,360
55640	FLORHAM PARK SEW AUTHORITY			3,230	50,162
55880	WRIGHTSTOWN MUN UTIL AUTH			1,038	16,118
56190	SOMERS POINT SEWERAGE AUTHORITY	1,858	19,145		
60023	HUDSON CO SCHOOLS OF TECHNOLOGY			10,439	112,634
	TOTALS	\$ 2,468,455	\$ 24,777,915	\$ 1,025,049	\$ 11,518,007

## PUBLIC EMPLOYEES' RETIREMENT SYSTEM OF NEW JERSEY

APPENDIX G - ADDITIONAL CONTRIBUTION SCHEDULES DUE TO RECENT  
EARLY RETIREMENT INCENTIVE (ERI) LEGISLATION

Number	Location Name	ERI Information		
		Years and Form of Payment	Current Payment	Present Value as of 7/1/06
<b>Chapter 126, P.L. 2000</b>				
10100	UNION COUNTY	15 Year - Level	\$ 21,391	\$ 170,107
60030	PASSAIC COUNTY	15 Year - Level	473,923	3,596,288
	Sub-Total		\$ 495,314	\$ 3,766,395
<b>Chapter 23, P.L. 2002</b>				
30300	PASSAIC VALLEY SEWERAGE COMM	15 Year - Increasing	\$ 194,128	\$ 1,777,966
30440	SOUTH JERSEY PORT CORPORATION	30 Year - Increasing	69,160	1,096,976
31210	NJ HOUSING & MTG FINANCE AGENCY	30 Year - Increasing	83,906	1,330,877
31320	NEW JERSEY MEADOWLAND COMM	10 Year - Increasing	82,764	544,574
34920	SOUTH JERSEY TRANS AUTH	30 Year - Increasing	72,774	1,154,311
39990	COMPENSATION RATING & INS BUR	30 Year - Increasing	89,155	1,414,135
	Sub-Total		\$ 591,887	\$ 7,318,839
<b>Chapter 127, P.L. 2003</b>				
20114	LINDEN CITY FREE PUBLIC LIBRARY	15 Year - Level	\$ 44,856	\$ 371,780
20264	MONTCLAIR LIBRARY	15 Year - Level	24,644	204,261
21284	ELIZABETH PUBLIC LIBRARY	15 Year - Level	114,271	947,133
30070	NEWARK HOUSING AUTHORITY	15 Year - Level	617	4,907
30120	HOUSING AUTHORITY FOR THE TOWNSHIP OF HARRISON	15 Year - Level	56,025	481,767
30230	ASBURY PARK HOUSING AUTHORITY	15 Year - Level	8,999	74,590
30240	BERGEN CO UTILITIES AUTHORITY	15 Year - Level	178,241	1,417,424
30290	BAYONNE HOUSING AUTHORITY	15 Year - Level	78,105	647,373
30380	PERTH AMBOY HOUSING AUTHORITY	15 Year - Level	13,918	115,355
30410	ELIZABETH CITY HOUSING AUTH	15 Year - Level	235	2,024
30510	PATERSON HOUSING AUTHORITY	15 Year - Level	38,726	320,982
30520	HACKENSACK HOUSING AUTHORITY	15 Year - Level	18,022	143,316
30550	GARFIELD HOUSING AUTHORITY	15 Year - Level	39,724	329,246
30600	EDISON TOWNSHIP HOUSING AUTHORITY	15 Year - Level	1,464	12,139
30690	NEPTUNE TOWNSHIP HOUSING AUTHORITY	15 Year - Level	2,141	17,746
31030	FRANKLIN TWP HOUSING AUTHORITY	15 Year - Level	23,358	185,750
31050	JERSEY CITY INCINERATOR AUTHORITY	15 Year - Level	38,502	319,124
31190	BRIDGETON CITY HOUSING AUTHORITY	15 Year - Level	2,280	18,902
31250	JERSEY CITY MUNICIPAL UTILITIES AUTHORITY	15 Year - Level	27,794	230,375
31370	MERCER CO IMPROVEMENT AUTHORITY	15 Year - Level	18,114	144,045
31870	DOVER TOWN HOUSING AUTHORITY	15 Year - Level	23,105	191,501
31950	WESTERN MONMOUTH UTILITIES AUTHORITY	15 Year - Level	5,158	42,754
31960	WEEHAWKEN TOWNSHIP HOUSING AUTHORITY	15 Year - Level	1,379	11,430
32010	CAMDEN COUNTY MUNICIPAL UTILITIES AUTHORITY	15 Year - Level	57,308	474,997
32030	MONROE TOWNSHIP MUNICIPAL UTILITIES AUTHORITY	15 Year - Level	4,102	34,001
32050	HILLSBOROUGH TWP MUN UTIL AUTH	15 Year - Level	3,864	30,728
32310	OCEAN COUNTY SOIL CONSERVATION DISTRICT	15 Year - Level	37,225	320,099
32530	COLLINGSWOOD BORO HOUSING AUTH	15 Year - Level	2,616	20,803
34340	OLD BRIDGE MUNICIPAL UTILITIES AUTHORITY	15 Year - Level	56,146	465,373
34760	CAMDEN COUNTY POLLUTION CONTROL FIN	15 Year - Level	7,834	64,934
55130	CAPE MAY COUNTY BRIDGE COMMISSION	15 Year - Level	10,419	86,357
55350	WOODBRIIDGE HOUSING AUTHORITY	15 Year - Level	9,227	73,376
56260	BAYONNE CITY PARKING AUTH	15 Year - Level	1,334	10,609
	Sub-Total		\$ 949,753	\$ 7,815,201

## PUBLIC EMPLOYEES' RETIREMENT SYSTEM OF NEW JERSEY

APPENDIX G - ADDITIONAL CONTRIBUTION SCHEDULES DUE TO RECENT  
EARLY RETIREMENT INCENTIVE (ERI) LEGISLATION

Number	Location Name	ERI Information		
		Years and Form of Payment	Current Payment	Present Value as of 7/1/06
<b>Chapter 128, P.L. 2003</b>				
10060	MORRIS COUNTY	15 Year - Level	\$ 6,282	\$ 54,020
10100	UNION COUNTY	15 Year - Level	137,071	1,136,112
10101	UNION COUNTY BOARD OF SOCIAL SERVICES	15 Year - Level	25,034	207,493
10121	CAPE MAY COUNTY BOARD OF SOCIAL SERVICES	15 Year - Level	214,468	1,777,619
10141	CUMBERLAND COUNTY BOARD OF SOCIAL SERVICES	15 Year - Level	383,219	3,176,314
10170	MERCER COUNTY	15 Year - Level	1,105,447	8,790,838
10178	MERCER COUNTY	15 Year - Level	67,137	533,893
10180	HUNTERDON COUNTY	15 Year - Level	400,443	3,184,434
10181	HUNTERDON COUNTY WELFARE BOARD	15 Year - Level	53,549	425,837
20110	LINDEN CITY	15 Year - Level	40,780	338,006
20150	SEASIDE HEIGHTS BOROUGH	15 Year - Level	9,515	75,666
20220	BELLEVILLE TOWNSHIP	15 Year - Level	199,880	1,656,709
20260	MONTCLAIR TOWNSHIP	15 Year - Level	179,637	1,428,528
20400	NUTLEY TOWNSHIP	15 Year - Level	115,689	919,994
20780	ATLANTIC CITY	15 Year - Level	790,431	6,551,488
20830	PASSAIC CITY	15 Year - Level	192,125	1,527,830
21050	WOOD-RIDGE BOROUGH	15 Year - Level	25,470	202,545
21070	HAMILTON TOWNSHIP	15 Year - Level	464,829	3,696,455
21110	WEEHAWKEN TOWNSHIP	15 Year - Level	36,353	301,315
21160	HARRISON TOWNSHIP	15 Year - Level	52,550	417,893
21210	FAIRFIELD TOWNSHIP	15 Year - Level	21,688	172,469
21250	UNION TOWNSHIP	15 Year - Level	94,650	752,689
21270	BAYONNE CITY	15 Year - Level	65,784	523,133
21290	UNION CITY	15 Year - Level	140,973	1,121,058
21430	LIVINGSTON TOWNSHIP	15 Year - Level	128,192	1,062,520
21740	EWING TOWNSHIP	15 Year - Level	305,295	2,530,445
21800	MAYWOOD BOROUGH	15 Year - Level	33,222	264,191
22670	CHESTER TOWNSHIP	15 Year - Level	48,976	405,936
23310	BLAIRSTOWN TOWNSHIP	15 Year - Level	19,620	156,023
23480	LOPATCONG TOWNSHIP	15 Year - Level	27,124	215,694
23700	LAMBERTVILLE CITY	15 Year - Level	18,290	151,596
51080	FRANKLIN TOWNSHIP	15 Year - Level	31,956	254,123
51210	GREEN TOWNSHIP	15 Year - Level	7,029	58,261
51640	JERSEY CITY	15 Year - Level	274,324	2,273,742
52210	MONROE TOWNSHIP	15 Year - Level	63,957	530,104
52360	NEWARK CITY	15 Year - Level	1,193,634	9,893,437
52490	OCEAN TOWNSHIP	15 Year - Level	4,552	36,199
52630	PENNSAUKEN TOWNSHIP	15 Year - Level	89,334	740,447
52660	PINE BEACH BOROUGH	15 Year - Level	14,251	118,120
52810	RARITAN TOWNSHIP	15 Year - Level	37,335	309,456
52920	ROSELAND BOROUGH	15 Year - Level	15,236	126,280
53190	STANHOPE BOROUGH	15 Year - Level	5,841	46,449
	Sub-Total		\$ 7,141,172	\$ 58,145,361
<b>Chapter 129, P.L. 2003</b>				
20833	PASSAIC PUBLIC SCHOOLS	15 Year - Level	\$ 175,022	\$ 1,450,671



## PUBLIC EMPLOYEES' RETIREMENT SYSTEM OF NEW JERSEY

APPENDIX G - ADDITIONAL CONTRIBUTION SCHEDULES DUE TO RECENT  
EARLY RETIREMENT INCENTIVE (ERI) LEGISLATION

<u>Number</u>	<u>Location Name</u>	ERI Information		
		<u>Years and Form of Payment</u>	<u>Current Payment</u>	<u>Present Value as of 7/1/06</u>
21163	HARRISON TOWNSHIP BOARD OF EDUCATION	15 Year - Level	4,158	34,468
21273	BAYONNE BOARD OF ED	15 Year - Level	167,980	1,335,826
21743	EWING TOWNSHIP BOARD OF EDUCATION	15 Year - Level	-	(1,705,190)
22223	HOWELL TOWNSHIP BOARD OF EDUCATION	15 Year - Level	15,938	137,055
60023	HUDSON COUNTY SCHOOLS OF TECHNOLOGY	15 Year - Level	83,243	689,961
	Sub-Total		\$ 446,341	\$ 1,942,791
	Sub-Total Chapters 127, 128 and 129,P.L. 2003		\$ 8,537,266	\$ 67,903,353
	Total		\$ 9,624,467	\$ 78,988,587

**APPENDIX H  
BREAKDOWN OF CONTRIBUTIONS FOR STATE COLLEGES  
FOR THE YEAR BEGINNING JULY 1, 2006**

Division	Number	Payroll	NORMAL CONTRIBUTION				Non-Contributory Group Insurance Premium Fund	Net Postretirement Medical Contribution	Accrued Liability Contribution*	Total Contribution
			Basic Allowances	Active COLA	Net Normal Cost					
State Colleges										
Location 410: Rowan College	812	\$ 28,727,719	\$ 1,060,053	\$ 160,875	\$ 1,220,928	\$ 166,621	\$ 1,727,793	\$ 1,603,077	\$ 4,718,419	
Location 411: Jersey City State College	692	22,416,776	827,179	125,534	952,713	130,017	1,175,114	1,225,898	3,483,742	
Location 412: Kean College	842	27,023,660	997,173	151,333	1,148,506	156,737	1,360,234	1,413,888	4,079,365	
Location 413: William Paterson College	876	26,150,523	964,954	146,443	1,111,397	151,673	922,920	1,321,411	3,507,401	
Location 414: Montclair State College	974	28,307,713	1,044,555	158,523	1,203,078	164,185	1,057,066	1,376,117	3,800,446	
Location 415: The College of NJ	636	22,255,206	821,217	124,629	945,846	129,080	1,690,232	1,238,412	4,003,570	
Location 420: Ramapo State College	472	16,145,328	595,763	90,414	686,177	93,643	528,533	804,422	2,112,775	
Location 421: Richard Stockton College	531	20,715,896	764,417	116,009	880,426	120,152	858,531	1,117,710	2,976,819	
Location 430: Thomas A. Edison State College	105	5,322,949	196,417	29,809	226,226	30,873	225,364	294,700	777,163	
Locations 32700 & 55530: New Jersey Institute of Technology	443	18,947,692	699,170	106,107	805,277	109,897	818,287	965,283	2,698,744	
Location 90010: Rutgers State University	4,350	160,232,903	5,912,593	897,304	6,809,897	929,351	15,348,918	9,202,386	32,290,552	
Location 90020: Rutgers State University	0	0	0	0	0	0	53,658	0	53,658	
Location 90030: Rutgers State University	0	0	0	0	0	0	13,415	0	13,415	
Location 90130: University of Medicine & Dentistry	0	0	0	0	0	0	4,236,312	0	4,236,312	
Location 90131: University of Medicine & Dentistry	0	0	0	0	0	0	131,463	0	131,463	
<b>Total</b>	<b>10,733</b>	<b>\$ 376,246,365</b>	<b>\$ 13,883,491</b>	<b>\$ 2,106,980</b>	<b>\$ 15,990,471</b>	<b>\$ 2,182,229</b>	<b>\$ 30,147,840</b>	<b>\$ 20,563,304</b>	<b>\$ 68,883,844</b>	

\* Basic allowances plus COLA and the additional liability due to ERI program under Chapter 23, P.L. 2002.