

The Pension Solution Declining Scenario is shown below: **Table 4**

PENSION SOLUTION DECLINING SCENARIO	FY 04	FY 05	FY 06	FY 07	FY 08	FY 09	FY 10	FY 11	FY 12	FY 13	FY 14
Normal Cost Rate			13.1%	13.1%	13.1%	13.1%	13.1%	13.1%	13.1%	13.1%	13.1%
Amortization of UAAL			13.7%	15.7%	14.3%	16.3%	15.5%	17.4%	21.2%	25.1%	28.7%
Total Annual Employer Contribution Rate	13.4%	\$130M⁽¹⁾	26.9%	28.9%	27.4%	29.5%	28.6%	30.5%	34.3%	38.2%	41.8%
Normal Cost (\$M)			\$75.3	\$75.2	\$78.6	\$82.0	\$85.5	\$89.1	\$92.8	\$96.8	\$100.9
Amortization Cost of UAAL (\$M)			\$87.7	\$90.1	\$85.5	\$101.8	\$100.5	\$117.6	\$149.8	\$184.6	\$220.4
Total Annual Employer Contribution (\$M)	\$73.2	\$130.0	\$163.0	\$165.3	\$164.1	\$183.8	\$186.0	\$206.7	\$242.6	\$281.4	\$321.3
Additional City Contribution (\$M)	-	-	\$150.0	\$300.0	\$150.0	-	-	-	-	-	-
Total Employer and Additional Contribution (\$M)	\$73.2	\$130.0	\$313.0	\$465.3	\$314.1	\$183.8	\$186.0	\$206.7	\$242.6	\$281.4	\$321.3
UAAL (\$M)	\$1,369	\$1,540	\$1,396	\$1,090	\$1,022	\$1,128	\$1,347	\$1,548	\$1,708	\$1,875	\$2,052
Funded Ratio	65.8%	65.6%	71.0%	79.0%	81.9%	81.7%	80.0%	79.0%	78.6%	78.4%	78.2%
Net Total Operating Budget ⁽²⁾ (\$M)	\$1,800	\$1,901	\$2,017	\$2,077	\$2,140	\$2,204	\$2,270	\$2,338	\$2,408	\$2,480	\$2,555
% of Net Total Operating Budget	4.1%	6.8%	8.1%	8.0%	7.7%	8.3%	8.2%	8.8%	10.1%	11.3%	12.6%

⁽¹⁾ Fixed amount per Gleason Settlement terms.
⁽²⁾ Assumes 3% growth rate from FY07 through FY14.