

CITY OF JACKSONVILLE
GENERAL EMPLOYEES PENSION PLAN

2006 ACTUARIAL VALUATION

MARCH 2007

ACTUARIAL VALUATION AS OF OCTOBER 1, 2006
FOR THE PLAN YEAR BEGINNING OCTOBER 1, 2007
TO DETERMINE CONTRIBUTIONS TO BE PAID
IN THE FISCAL YEAR BEGINNING OCTOBER 1, 2007

March 26, 2007

Board of Pension Trustees
City of Jacksonville General Employees Pension Plan
City of Jacksonville
117 West Duval Street
Jacksonville, Florida 32202

Gentlemen:


This report presents the results of the 2006 actuarial valuation of the City of Jacksonville General Employees Pension Plan. Actuarial Concepts was retained by the Board to perform the actuarial valuation and prepare this report. This actuarial valuation was prepared and completed by us or under our direct supervision, and we acknowledge responsibility for the results. To the best of our knowledge, the results are complete and accurate and, in our opinion, the techniques and assumptions used are reasonable and meet the requirements and intent of Part VII, Chapter 112, Florida Statutes. There is no benefit or expense to be provided by the Plan and/or paid from the Plan's assets for which liabilities or current costs have not been established or otherwise taken into account in the valuation. All known events or trends that require a material increase in plan costs or required contribution rates have been taken into account in the valuation.

The use of the valuation results for financial or administrative purposes, other than those outlined in the report, is not recommended without an advance review by Actuarial Concepts of the appropriateness of such application.

Members of our staff are available to discuss this report and related issues.

Very truly yours,

ACTUARIAL CONCEPTS

By: 

Michael J. Tierney
ASA, MAAA, FCA, EA #05-1337

TABLE OF CONTENTS

SECTION 1

KEY VALUATION RESULTS SUMMARY	1-1
Key Results Synopsis	1-1
Plan Changes	1-2
Actuarial Assumptions Changes	1-2
Plan Experience	1-3
Plan Contribution Requirements	1-5
City Contribution Requirements	1-5
Current Funded Status—Projected Liabilities	1-7
Funded Trend—Projected Liabilities	1-8
Valuation Trend	1-9
Participation Trend	1-10
True Costs	1-10

SECTION 2

ACTUARIAL VALUATION DEVELOPMENT	2-1
Date and Basis of Valuation	2-1
Member Reconciliation	2-2
Valuation Financial Values	2-3
Contribution Requirements	2-4
Explanation of Financial Values	2-4
Explanation of Contribution Requirements	2-6
Derivation of Current UAAL	2-7

SECTION 3

ANALYSIS OF VALUATION RESULTS	3-1
Discussion of Valuation Results	3-1
Valuation Comparison Table	3-2
Development of Past Excess Contributions	3-3
Effect of Amortization Policy on Contribution Requirements	3-4
Comparison of Assumed and Actual Salary Increases	3-5
Comparison of Assumed and Actual Investment Returns	3-5
Calculation of the Actual Rate of Investment Return	3-6
Additional Disclosures	3-6

APPENDIX A - PLAN PROVISIONS SUMMARY

APPENDIX B - ACTUARIAL ASSUMPTIONS AND COST METHOD SUMMARY

APPENDIX C - PLAN ASSETS SUMMARY

APPENDIX D - CENSUS DATA

APPENDIX E - CURRENT LIABILITIES/PLAN ASSET COMPARISON

SECTION 1
KEY VALUATION RESULTS SUMMARY

The City of Jacksonville General Employees Pension Plan is part of the City of Jacksonville Retirement System and shares a common pension trust fund with the City of Jacksonville Corrections Officers Pension Plan. The Corrections Officers Pension Plan was separated from the General Employees Pension Plan effective October 1, 2004.

The 2006 valuation of the City of Jacksonville General Employees Pension Plan presents a statement of the estimated financial position of the Plan as of October 1, 2006. Information in the report provides bases for determining contribution requirements and current funded status.

Key Results Synopsis

The major conclusions of the report are:

- The total Plan contribution for the 2006-2007 plan year is \$48,009,655; the required net City contribution after expected member contributions is \$28,225,444, based on the 2005 valuation.
- The total Plan contribution for the 2007-2008 plan year is \$48,944,898; the required net City contribution after expected member contributions is \$28,297,062.
- Investment returns (on an actuarial value of assets measurement basis) were more favorable than expected, at 9.38% versus the assumed 8.40%.
- The Plan's funded position measured on a GASB reporting basis is 87.9%.

Plan Changes

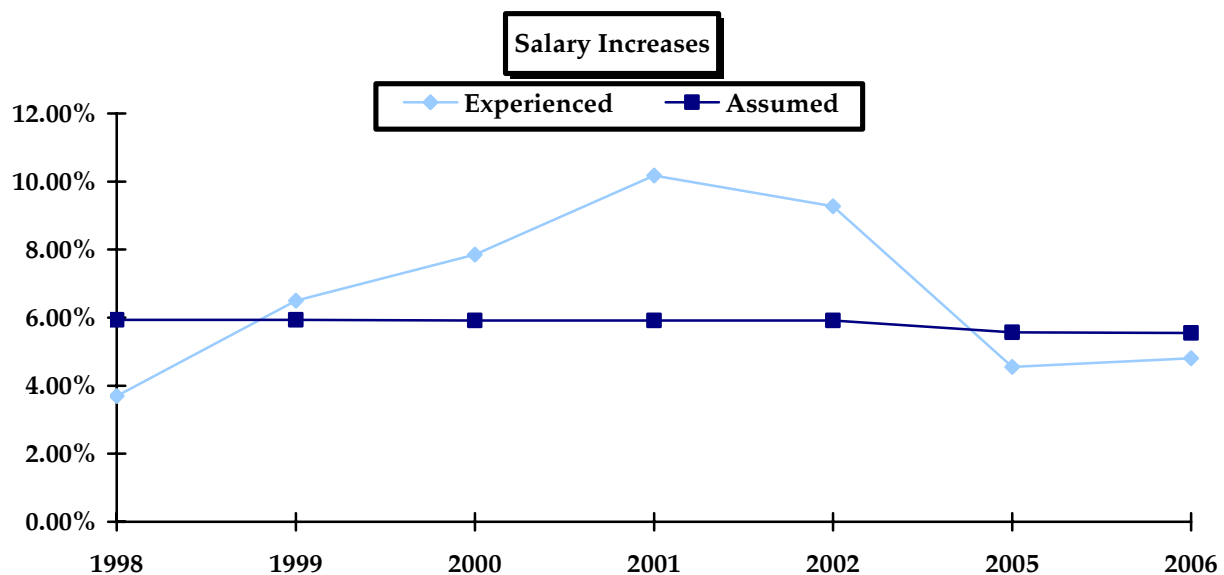
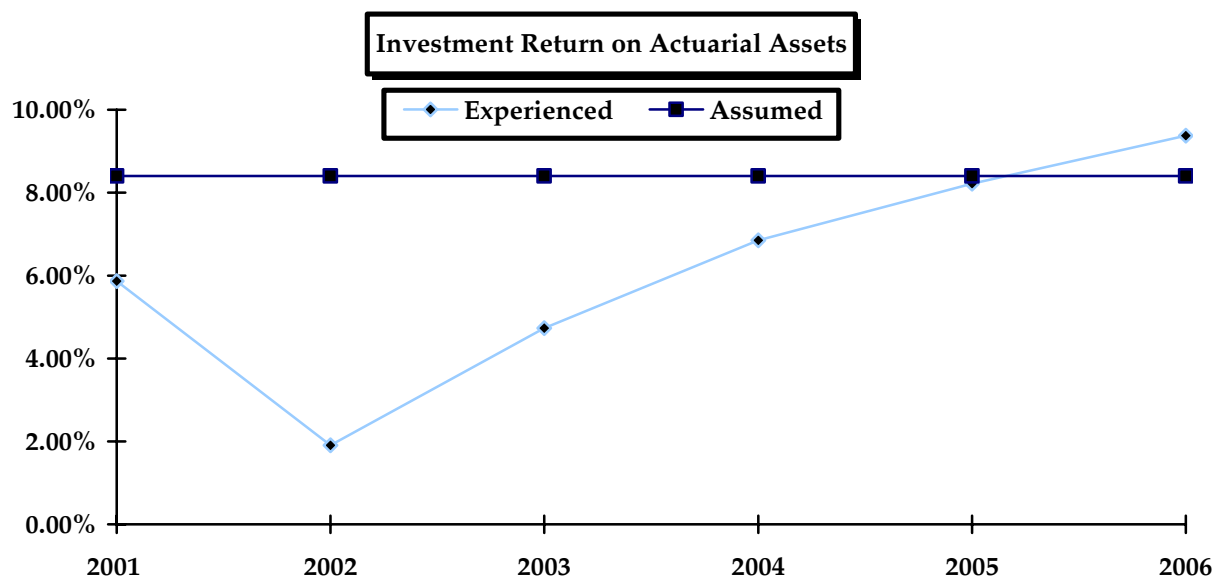
There have been no changes to Plan provisions since the last valuation. Plan provisions are summarized in Appendix A.

Actuarial Assumptions Changes

There have been no changes to actuarial assumptions since the last valuation. Actuarial assumptions, asset averaging and actuarial cost methods are summarized in Appendix B.

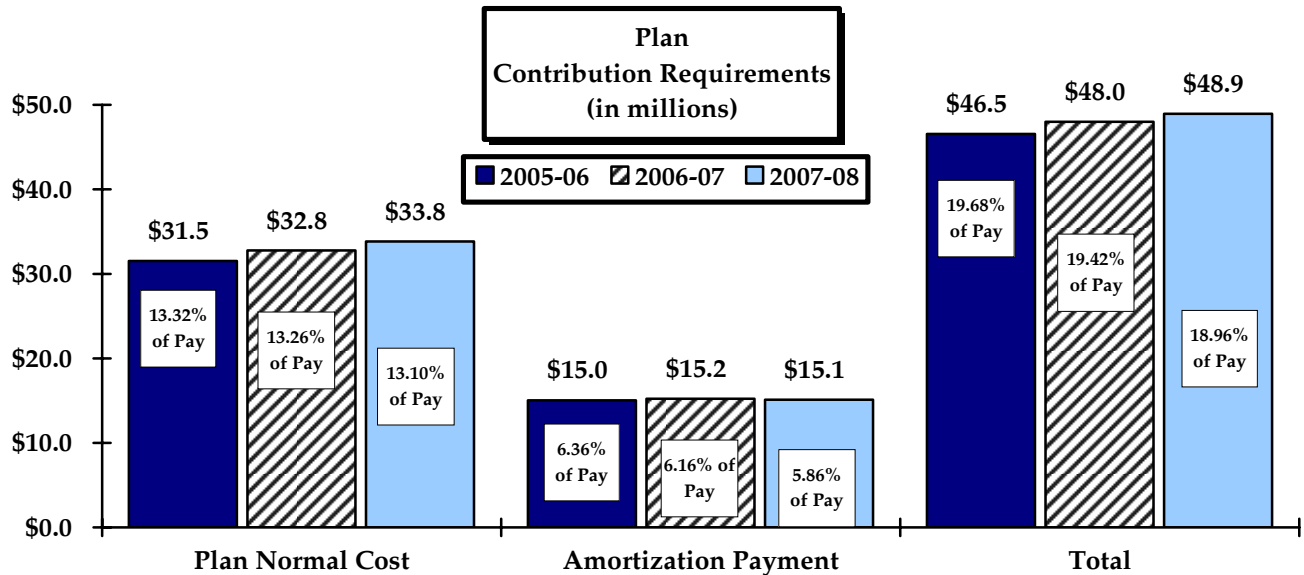
Plan Experience

For the 12 months ended September 30, 2006, the actual experience under the Plan was more favorable than expected, resulting in a net actuarial gain of approximately \$8.7 million. The major component of this gain was an investment return on actuarial assets \$14.6 million greater than expected, 9.38% versus the 8.40% assumption. There was also a gain due to salary increases less than assumed, 4.81% versus the 5.55% assumption. Retirement experience less favorable than assumed offset much of these gains.



Note that the 2002 salary increase rate was determined by prior actuary; for 2003 no valuation was performed; for 2004 no prior year database was available to make comparisons.

Plan Contribution Requirements



City Contribution Requirements

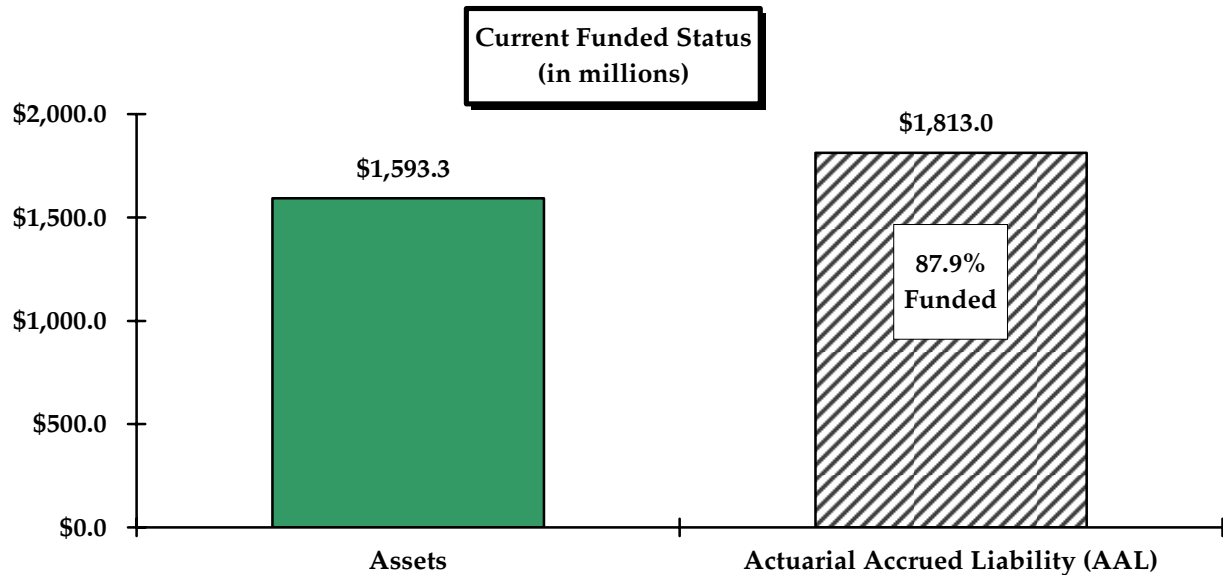
Contribution Type	2005-2006	2006-2007	2007-2008
Total Plan Contributions	\$ 46,541,119	\$ 48,009,655	\$ 48,944,898
Estimated Member Contributions	18,919,189	19,784,211	20,647,836
Net City Contributions	\$ 27,621,930	\$ 28,225,444	\$ 28,297,062
Monthly Net City Contributions	2,301,828	2,352,120	2,358,089

The 2005 valuation is used to determine contribution requirements for the 2006-07 plan year. The 2006 valuation determines contribution requirements for the 2007-08 plan year.

For the 2006-07 plan year, the required City contribution rate (assumed payable monthly) is 11.42% of expected 2006-07 total annual payroll, which determines a required amount of \$28,225,444 as determined by the 2005 valuation. The City may choose to meet some or all of its contribution requirements through deductions from the past excess contribution (PEC) account. (See development of PEC in Section 3.)

For the 2007-08 plan year, the required City contribution rate (assumed payable monthly) is 10.96% of expected 2007-08 total annual payroll (as projected by the 2006 valuation), which determines a required amount of \$28,297,062.

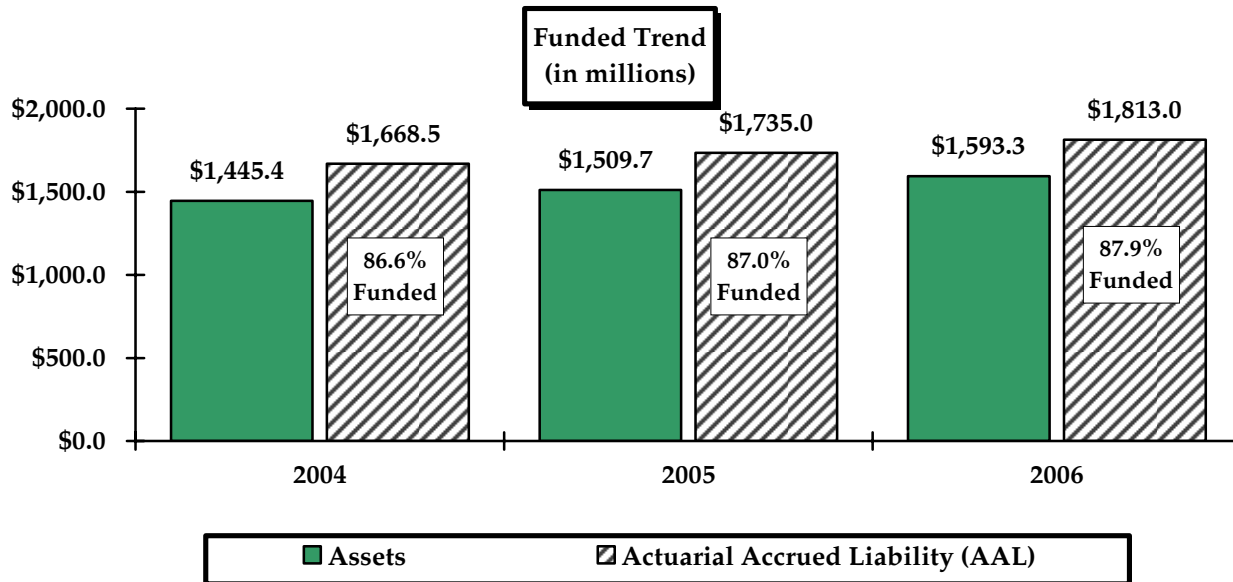
Current Funded Status - Projected Liabilities



A comparison of assets with the AAL is used by GASB to judge the progress to date of funding the "ultimate" liability associated with service earned to date. A common goal is to have 100% funding of the AAL, and a maturing plan's funded ratio should increase over time.

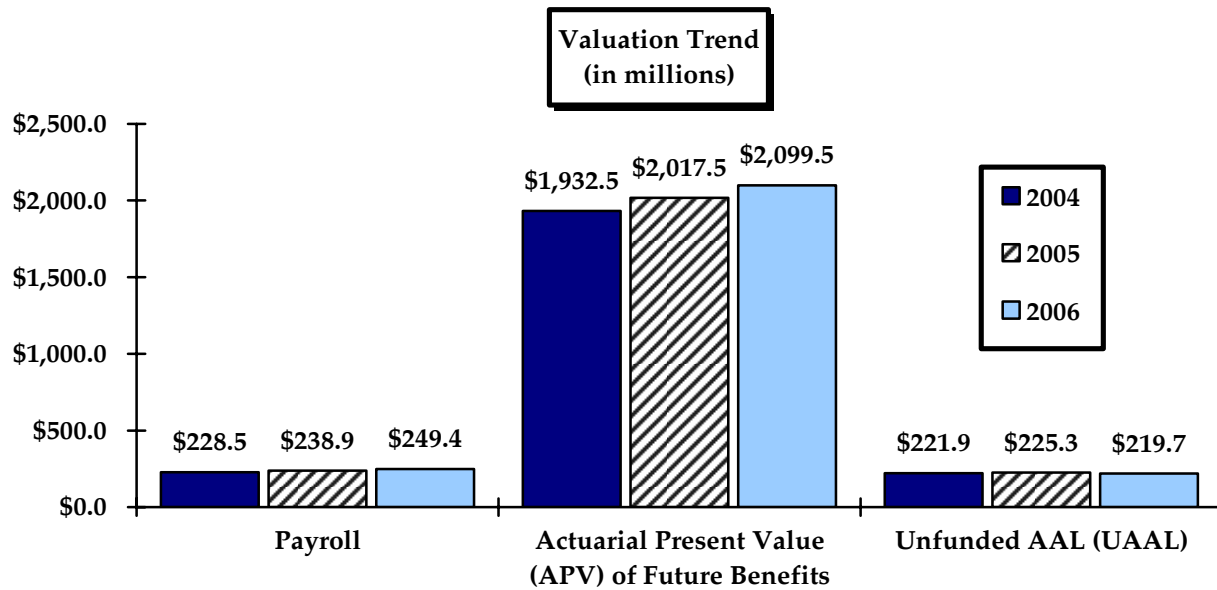
The AAL was developed using an assumed rate of interest discount of 8.4%. The Plan's current funded position is at 87.9%.

Funded Trend - Projected Liabilities



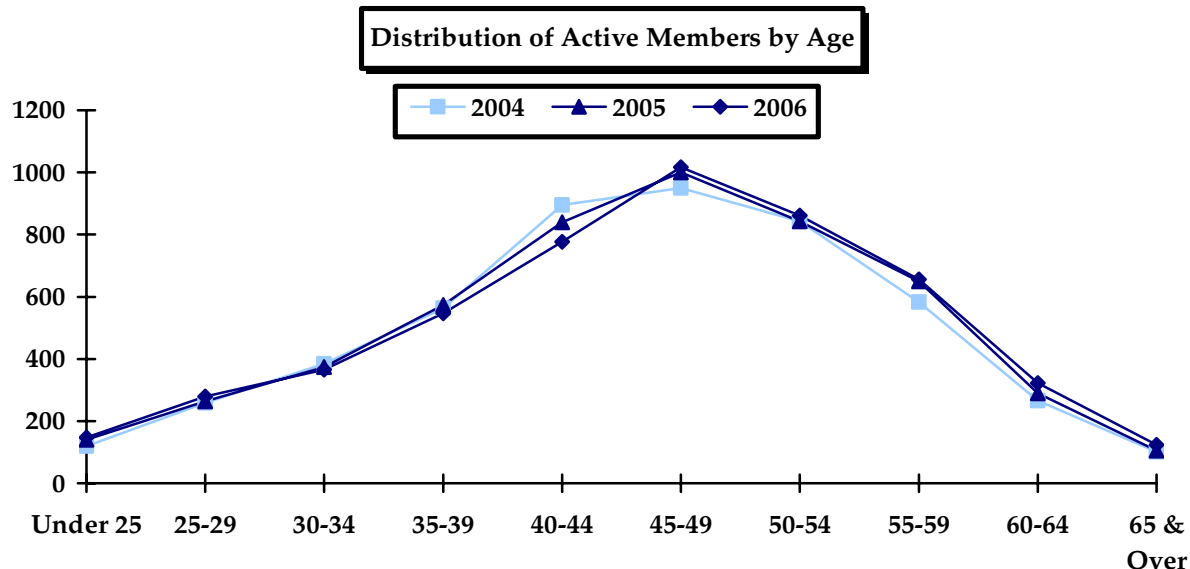
The Plan's funded status has increased slightly since the prior valuation to 87.9% of actuarial accrued liabilities. If the Plan's experience continues as expected, this percentage is expected to increase gradually to 100%.

Valuation Trend



Payroll and projected liabilities have increased about as expected since the last valuation. The UAAL has decreased slightly due to the actuarial gains experienced by the Plan. The UAAL is normally expected to increase in dollar amount as a function of the amortization methodology that develops amortization payments as a level percentage of payroll, thus an increasing dollar amount).

Participation Trend



True Costs

It should be noted that the true costs of a retirement plan cannot be determined until its future unfolds. No one can precisely predict the interest earnings on fund assets, member termination rates, future salary levels, mortality experience, etc. Estimates based on experience with similar groups, along with the judgment of the actuary and the plan sponsor, can provide a reasonable approximation of this true cost. As actual experience emerges under the Plan, it will be necessary to study the continued appropriateness of the techniques and assumptions employed and to adjust the contribution rate as necessary.

SECTION 2
ACTUARIAL VALUATION DEVELOPMENT

Date and Basis of Valuation

The City of Jacksonville General Employees Pension Plan is part of the City of Jacksonville Retirement System and shares a common pension trust fund with the City of Jacksonville Corrections Officers Pension Plan. The Corrections Officers Pension Plan was separated from the General Employees Pension Plan effective October 1, 2004.

Estimated liabilities with respect to the benefits provided by the Plan and the contributions required to fund these liabilities have been determined as of October 1, 2006, based upon:

1. the provisions of the Plan, as in effect on October 1, 2006, as summarized in Appendix A;
2. the actuarial assumptions and actuarial cost method, as summarized in Appendix B;
3. the statement of fund assets provided by the City, as summarized in Appendix C; and
4. the member data provided by the City, as summarized in Appendix D.

The statement of trust fund assets has been supplied by the City. The member data has been audited by the City and provided as representative of the current participating group. While the asset and member information was reviewed for overall reasonableness, Actuarial Concepts has relied on the City for this information and does not assume responsibility for either its accuracy or completeness.

	Actives	Retirees, Beneficiaries	Disabled Retirees	Vested Terminateds and Leaves of Absence
10/01/05 Members	5,078	4,151	132	55
Increase (Decrease) Due to:				
New Entrants	500	-	6 *	7 *
Rehires/Benefits Restored	6	3	1	-
Retirements	(152)	165	-	(13)
Terminations	(319)	-	-	30
Leave of Absence	-	-	-	-
Deaths	(6)	(72)	(9)	-
Disableds	(7)	-	7	-
From Corrections	(2)	-	-	-
Pension Refunded	-	-	-	-
Benefits Suspended	-	(3)	-	-
Police/Fire Recruit	(2)	-	-	-
Outside Agencies	-	-	-	-
10/01/06 Members	<u>5,096</u>	<u>4,244</u>	<u>137</u>	<u>79</u>

* Members who retired during 2004-2005 who were not included in data last year.

Valuation Financial Values

1. Participation				
(a) Number of Active Members				5,096
(b) Number of Inactive Members				4,460
(c) Annual Valuation Payroll for Contributing Members			\$	249,369,997
(d) Total Valuation Payroll				249,369,997
2. Actuarial Present Value (APV) of Future Benefits as of 10/1/06				
(a) Active Members Under NRA				
(1) Retirement				915,032,363
(2) Withdrawal				19,425,073
(3) Disability				19,203,769
(4) Death				20,205,965
(5) Refund of Contributions				4,500,001
(6) Total			\$	978,367,171
(b) Retirees and Beneficiaries				1,097,210,507
(c) Disabled Retirees				17,677,866
(d) Vested Terminated Members				6,223,881
(e) Total APV Future Benefits			\$	2,099,479,425
3. APV Apportionment of line 2(e)*				
(a) APV of Total Future Normal Costs				286,507,243
(b) Actuarial Accrued Liability (AAL) [(2e)-(3a)]				1,814,329,679
(c) Accrued Member Contributions for Past Service Purchase				1,357,497
(d) City Actuarial Accrued Liability [(3b)-(3c)]				1,812,972,182
(e) Actuarial Value of Assets				1,593,295,526
(f) Unfunded AAL (UAAL) [(3d)-(3e)]			\$	219,676,656
4. Breakdown of UAAL on line 3(d)				
(a) UAAL [3(d)]				219,676,656
(b) Change in UAAL Due to Plan Change				-
(c) UAAL Before Change [(4a)-(4b)]			\$	219,676,656
(d) Expected UAAL				228,330,280
(e) Actuarial (Gain) Loss [(4c)-(4d)]			\$	(8,653,624)
5. Contribution Requirements Due **				
	End of Month	Oct-07	Equiv. Annual \$ Amount	Percentage of Payroll
(a) City Normal Cost			\$ 13,166,283	5.10%
(b) Amortization of UAAL			15,130,779	5.86%
(c) Total Required City Contribution [(5a)+(5b)]***			\$ 28,297,062	10.96%
(d) Estimated Member Contributions***			20,647,836	8.00%

* Calculated in accordance with the Individual Entry Age Actuarial Cost Method.

** Payments start one year from valuation date; includes a payroll growth rate of 3.5% per year.

*** Before any contribution credits assigned from PEC Account.

Contribution Requirements*

	2006-07	2007-08
1. Normal Cost Amount	\$ 32,781,941	\$ 33,814,119
2. Amortization of UAAL	15,227,714	15,130,779
3. Total Required Contribution Amount	\$ 48,009,655	\$ 48,944,898
4. Estimated Member Contributions	19,784,211	20,647,836
5. Net Required City Contribution Amount**	\$ 28,225,444	\$ 28,297,062

* Expressed as annual amounts assumed payable in 12 equal installments at the end of each month, starting October 31. 2006-07 requirements determined with 2005 valuation and estimated 2006-07 payroll projected from 2005 valuation payroll. 2007-08 requirements determined with 2006 valuation and estimated 2007-08 payroll projected from 2006 valuation payroll. Normal cost includes \$870,282 of expenses in 2006-07 and \$894,836 in 2007-08.

** Before any contribution credits assigned from PEC Account.

Explanation of Financial Values

Total Actuarial Present Value (APV) of Future Benefits (line 2e)

The APV of future benefits is determined by first measuring what benefit amount would be available for each member at various future dates (assuming future service credits earned and future salary increases awarded) under each of the events provided for by the Plan (retirement, death, disability, termination of employment). Then the future value of those benefit entitlements is determined by multiplying the various benefit amounts by the then current value of the annuities associated with those amounts. Finally, the APV of those future benefit values is determined by applying discounts to recognize the time value of money and probabilities of death, disability, termination of employment, etc.

APV Apportionment (line 3)

Total Plan liabilities are assigned to past and future periods by the Individual Entry Age Cost Method, called actuarial accrued liability (AAL), for the past portion and APV of future normal costs for the future portion. These liabilities are not the APV of benefits accrued to date by members. They are actuarially determined allocations based on the accrual of Individual Entry Age

normal cost amounts due prior to the valuation date. The liability for benefits accrued to date (the APV of accumulated benefits) is provided in Section 3.

The AAL is adjusted by expected member contributions receivable for past service purchase to obtain the net City AAL. Actuarial assets are then subtracted from the City AAL to obtain the unfunded AAL or UAAL.

Development of Plan Normal Cost and City Normal Cost (line 5a)

The Plan normal cost for the 12-month period beginning on the valuation date has been determined by first calculating for each member an individual yearly normal cost (that changes in dollar amount as pay increases, but is constant as a percent of each individual's pay), then adding together to obtain the Plan normal cost amount as of the beginning of the year. The base Plan normal cost is then adjusted to recognize expected administrative expenses to determine the total Plan normal cost rate as of the beginning of the plan year (before interest adjustments to recognize timing of contributions). The Plan normal cost for the 12-month period beginning one year after the valuation date, has been determined by multiplying the Plan normal cost amount as of the beginning of the year by a factor to adjust for payments expected to be paid monthly, then multiplying by the expected growth in payroll of 3.5% from the valuation date to the payment starting date. The City normal cost is obtained by subtracting the expected member contributions from the Plan normal cost.

Amortization of UAAL (line 5b)

The amortization of the UAAL is developed as a combination of the application of the 30-year spreading methodology (described in Appendix B) with a one-year delay in starting of the payments, to the base established in 2002 as modified by the 2004 interim actuarial impact statement as well as bases established in 2004

and 2005 to recognize the changes in assumptions and actuarial gains and/or losses.

Explanation of Contribution Requirements

Total Required Contribution Amount (line 3) and

Net Required City Contribution Amount (line 5)

The required contribution for the 2006-07 plan year is the annual amount determined using the 2005 valuation contribution rates as adjusted by an interim statement of actuarial impact, assumed payable monthly, and applied to the expected 2006-07 participating payroll.

The required contribution for the 2007-08 plan year is the annual amount determined using the 2006 valuation contribution rates, assumed payable monthly applied to the expected 2007-08 participating payroll. The City's net required contribution is equal to the total required contribution less estimated member contributions. The City's cash contribution is equal to the net required contribution less any credits for amounts allocated from the PEC account toward that requirement.

Derivation of Current UAAL

Development of UAAL as of Valuation Date			
1.	(a) Unfunded Actuarial Accrued Liability (UAAL) as of	10/1/05	\$ 225,288,128
	(b) Increase Due to Amendments		-
	(c) Payment Delay Effects		(160,574)
	(d) UAAL Subject to Amortization		<u>\$ 225,127,554</u>
2.	Normal Cost - Year Ended 9/30/06*		29,182,758
3.	Interest Accrued on (1) and (2)		21,362,066
4.	Contributions** - Year Ended 9/30/06*		25,637,874
5.	Interest Accrued on (4)		967,962
6.	Contribution from Past Excess Contribution (PEC) Account		20,736,262
7.	Expected UAAL at 10/01/06 [(1)+(2)+(3)-(4)-(5)-(6)]		228,330,280
8.	Changes Due to:		
	(a) Actuarial Assumptions		-
	(c) Plan Amendments		-
	(d) Actuarial (Gain)/Loss		(8,653,624)
	(e) Total		<u>\$ (8,653,624)</u>
9.	UAAL at Valuation Date***		219,676,656

* Net of expenses.

** Contributions in cash made by the City exclude any amounts allocated from the PEC account to meet total contribution requirements.

*** Determined as the difference between the AAL and the actuarial value of assets as adjusted to recognize the PEC.

SECTION 3

ANALYSIS OF VALUATION RESULTS

Discussion of Valuation Results

If the participating group remained unchanged and all the actuarial assumptions were realized, the Plan's experience would be as anticipated, and there would be no actuarial gain or loss. If the experience were less favorable than anticipated, an actuarial loss would result; if more favorable, an actuarial gain would result.

For the 12 months ended September 30, 2006, the actual experience under the Plan was more favorable than expected, resulting in a net actuarial gain of approximately \$8.7 million. Investment returns on actuarial assets \$14.6 million greater than expected (9.38% versus the 8.40% assumption) and \$2.8 million in gains due to salary increases less than assumed (4.81% versus the 5.55% assumption) were the major components of gain. Offsetting these gains were losses of \$9.1 million due to retirees living longer than assumed (or all deaths not reported) and losses of \$6.5 million due to retirees added to data that were not in either the active membership or retired data last year. Other plan experience was a net actuarial gain due mostly to the use of actual marital status of retirees rather than the assumed 65% married assumption (current active members still use the assumed 65% married assumption).

Future valuations will monitor the Plan's experience to determine whether actuarial gains or losses have occurred since the previous valuation.

It should be noted that the true costs of a retirement plan cannot be determined until its future unfolds. No one can precisely predict the interest earnings on fund assets, member termination rates, future salary levels, mortality experience, etc. Estimates based on experience with similar groups, along with the judgment of the actuary and the plan sponsor, can provide a reasonable approximation of this true cost. As actual experience emerges under the Plan, it will be necessary to study the continued

appropriateness of the techniques and assumptions employed and to adjust the contribution rate as necessary.

Valuation Comparison Table

1. Member Data	10/1/05	10/1/06
(a) Active Members	5,078	5,096
(b) Retirees and Beneficiaries	4,151	4,244
(c) Disabled Members	132	137
(d) Vested Terminated Members	55	79
(e) Total Anticipated Payroll for Next 12 Months	\$ 238,939,748	\$ 249,369,997
(f) Actuarial Present Value (APV) of Future Valuation Payroll	2,250,251,933	2,308,778,444
(g) Total Annual Benefit Payments	95,108,172	100,996,272
2. Assets		
(a) Market Value	1,566,437,635	1,619,156,895
(b) Actuarial Value	1,509,709,336	1,593,295,526
3. Liabilities		
(a) APV of Future Benefits		
(1) Active Members		
--Retirement	883,005,876	915,032,363
--Withdrawal	19,361,533	19,425,073
--Disability	18,723,314	19,203,769
--Death	19,489,877	20,205,965
--Refund of Contributions	4,154,002	4,500,001
--Total	\$ 944,734,602	\$ 978,367,171
(2) Retirees and Beneficiaries	1,051,494,521	1,097,210,507
(3) Disabled Members	16,570,209	17,677,866
(4) Vested Terminated Members	4,739,953	6,223,881
(5) Total	\$2,017,539,285	\$2,099,479,425
(b) APV of Vested Accrued Benefits	1,523,074,695	1,592,160,086
(c) APV of All Accrued Benefits	1,536,060,255	1,604,797,940
(d) Actuarial Accrued Liability (AAL)	1,734,997,464	1,812,972,182
(e) Unfunded AAL (UAAL)	225,288,128	219,676,656
4. Contribution Requirements* for Year Ended	09/30/07	09/30/08
(a) Plan Normal Cost**	\$ 32,781,941	\$ 33,814,119
(b) Amortization Payment	15,227,714	15,130,779
(c) Total Plan Requirements	\$ 48,009,655	\$ 48,944,898
(d) Estimated Member Contributions	19,784,211	20,647,836
(e) Total City Requirements	\$ 28,225,444	\$ 28,297,062
(f) Total City Requirement Adjusted to End of Year***	30,887,558	31,031,356

* Assumed payable at the end of each month; includes a payroll growth rate of 3.5%.

** Includes expense normal cost of \$870,282 for 2006-2007 and \$894,836 for 2007-2008;
equal amount included in contributions paid.

*** Includes interest adjustments at the valuation interest rate on amounts to end of year.

Development of Past Excess Contributions (PEC)

PEC for Year Ended 9/30/06	Without Interest Adjustment	With Interest Adjustment
(a) PEC Beginning of Year		\$ 23,676,465
(b) (1) Contribution Required by City	\$ 27,621,930	28,669,878
(2) Contribution Required by Members	18,919,189	19,636,964
(3) Total Contribution Requirements	<u>\$ 46,541,119</u>	<u>\$ 48,306,842</u>
(c) (1) Actual City Contributions Paid *	7,645,076	7,933,616
(2) Actual Member Contributions Paid	20,014,737	20,774,084
(3) Total Contributions Paid	<u>\$ 27,659,813</u>	<u>\$ 28,707,700</u>
(d) Contribution from Corrections	369,050	369,050
(e) PEC End of Year		5,298,076

* Includes expense normal cost amount of \$1,021,822.

Effect of Amortization Policy on Contribution Requirements

In determining the contribution rate for the UAAL, it has been assumed that total member payroll will grow at the rate of 3.5% per year and that each UAAL base (when the UAAL is positive) is amortized over 30 years from inception, with a one-year delay in payments. Because of the use of the payroll growth funding policy, the UAAL increases in the early amortization year over the initial balance, levels off after about 12 years, then decreases rapidly toward the latter part of the amortization period.

The table below illustrates the amortization of the UAAL balance in accordance with the adopted level-percentage-of-increasing-payroll approach.

End of Year	UAAL Balance
2006-2007	\$ 221,938,409
2007-2008	224,880,009
2008-2009	227,519,162
2009-2010	229,811,226
2014-2015	234,170,132
2019-2020	220,086,784
2024-2025	174,532,427
2029-2030	77,280,481
2032-2033	(18,233,960)
2033-2034	(3,519,912)
2034-2035	(1,566,801)
2035-2036	0

UAAL Bases	Date of First Charge	Years Remaining at 10/01/06	2007-08 Monthly Amort. Payment	Outstanding Balance at 10/01/06
2004 Fresh Start	10/01/2004	27	\$ 1,794,278	\$ 314,114,905
2004 Decrease	10/01/2004	28	(462,044)	(82,292,281)
2005 Gain	10/01/2005	29	(19,281)	(3,492,344)
2006 Gain	10/01/2006	30	(52,055)	(8,653,624)
			<u>\$ 1,260,898</u>	<u>\$ 219,676,656</u>

Comparison of Assumed and Actual Salary Increases

Period Ended September 30	Actual Rate of Increase	Assumed Rate of Increase
1998	3.70%	5.93%
1999	6.50%	5.93%
2000	7.85%	5.92%
2001	10.18%	5.92%
2002	9.27%	5.92%
2005	4.55%	5.57%
2006	4.81%	5.55%

Note that the 2002 salary increase rate was determined by prior actuary; for 2003 no valuation was performed; for 2004 no prior year database was available to make comparisons.

Comparison of Assumed and Actual Investment Returns

Period Ended September 30	Actual Rate of Return*	Assumed Rate of Return
2001	5.87%	8.40%
2002	1.91%	8.40%
2003	4.73%	8.40%
2004	6.85%	8.40%
2005	8.21%	8.40%
2006	9.38%	8.40%

*Measured on the basis of actuarial value to actuarial value, before any adjustments attributable to the removal of the past excess contributions account balance.

Calculation of the Actual Rate of Investment Return

Plan Year Ended September 30, 2006	
R	= $\frac{2I}{M1+M2-I}$, where
I	= the interest, dividends, plus appreciation or (depreciation), net of investment expense
M1	= beginning actuarial value
M2	= ending actuarial value
R	= $\frac{2 \times \$140,247,673}{(\$1,533,385,801 + \$1,598,593,602 - \$140,247,673)}$
R	= $\frac{\$ 280,495,346}{\$ 2,991,731,730}$
R	= 9.38%

Additional Disclosures

There are no additional disclosures required under Rules 22D-1.003(4)(f) and (g) of the State of Florida, Department of Management Services, Division of Retirement.

CITY OF JACKSONVILLE
GENERAL EMPLOYEES PENSION PLAN

SUMMARY OF PLAN PROVISIONS THAT AFFECT THE VALUATION

Definitions

1. Member: All permanent City General Employees are eligible for membership in the Plan upon date of hire.
2. Member Contributions: 8% of Earnings.
3. Creditable Service: The number of full years and months worked from date of participation to date of termination or retirement, plus any prior service purchased.
4. Earnings: Base earnings plus service raises received by a Member as compensation for services to the City, excluding overtime pay, bonuses and other extra pay.
5. Final Average Earnings: The average of a Member's annual Earnings for the highest 78 consecutive pay periods in which compensation was paid, within the last 10 years preceding termination of employment.
6. Accrued Benefit:

Regular Benefit
A biweekly benefit of 2.5% of Final Average Earnings times Creditable Service, payable starting at Normal Retirement Date for life, with 75% continuation to surviving spouse; maximum benefit is 80% of Final Average Earnings.

Health Insurance/Cost-of-Living Subsidy
In addition to the regular benefit, a biweekly supplement is payable under the same terms equal to \$5 a month times the number of years of Creditable Service at retirement, but not greater than 30 years; minimum benefit \$50 per month, maximum benefit \$150 per month. On the April 1 nearest the fifth anniversary of the initial

benefit commencement date, and on each April 1 thereafter, the regular benefit is increased by 3%.

7. Normal Retirement:

Eligibility Date - The earlier of (i) age 55 and 20 years of Creditable Service and (ii) age 65 and five years of Creditable Service.

Benefit - Accrued Benefit payable as of the Normal Retirement Date, but not less than \$38.49 per whole year of Creditable Service not to exceed 30. (Note: minimum accrual rate increased 4% each October 1st)

8. Early Retirement:

Eligibility Date - The earlier of (i) age 50 and 20 years of Creditable Service and (ii) 25 years of Creditable Service at any age.

Benefit - (i) at age 50 with 20 years of Creditable Service, Accrued Benefit with 1/2%-per-month early payment reduction from age 55; (ii) with 25 years of Creditable Service, 2% formula unreduced for early payment commencement; (iii) with 30 years of Creditable Service, the Accrued Benefit unreduced for early payment commencement; but in either case not less than \$38.49 per whole year of Creditable Service not to exceed 30.

9. Delayed Retirement:

Eligibility Date - After Normal Retirement Date.

Benefit - Accrued Benefit at Delayed Retirement Date, but not less than \$38.49 per whole year of Creditable Service not to exceed 30.

10. Disability Benefit:

Off the Job

A benefit equal to 25% of Final Average Earnings, increased by 2.5% per year for service in excess of five years, up to a maximum of 50% of Final Average Earnings, determined as of date of disability and payable as of the Disability Retirement Date, but not less than \$38.49 per whole year of Creditable Service not to exceed 30.

On the Job

A benefit equal to 50% of Final Average Earnings, payable as of the Disability Retirement Date, but not less than \$38.49 per whole year of Creditable Service not to exceed 30.

11. Death Benefit before Retirement:

If a Member should die with an Eligible Spouse or orphaned child(ren), 75% of the Accrued Benefit (determined at a 2% accrual rate if Member is not eligible for Normal Retirement or Early Retirement) of the Member, unreduced, calculated as if the Member had worked until Normal Retirement Date at current salary, is payable to the Eligible Spouse (assumed temporarily to increase to 100% until children attain age 18) or to the orphaned child(ren) at the Member's earliest retirement date. Minimum 75% of the minimum benefit applicable to the Member.

12. Death Benefit after Retirement:

75% continuation to Eligible Spouse or orphaned child(ren) (if any), subject to the terms of the optional benefit form (if any) elected. Minimum 75% of the minimum benefit applicable to the Member.

13. Termination Benefit:

If a Member should terminate prior to completing 5 years of Creditable Service, no benefits are payable except the return of 100% of Member Contributions, without interest. After completion of 5 years of Creditable Service, a Member is entitled to a benefit equal to the Accrued Benefit payable at age 65.

14. BAC DROP:

Members with 30 or more years of service may elect to have their retirement benefits calculated as if the Member had retired up to 5 years earlier on or after October 1, 2005. Benefits that would have been payable are accumulated at interest to date of termination and paid or rolled over in a

single sum, and payments are made directly to the Member thereafter. The 5-year wait to receive COLA increases starts at termination of employment rather than at the start of BAC DROP.

15. Partial Lump Sum Option:

Members who are eligible for retirement may elect to receive a lump-sum benefit up to 15% of the benefit value and a reduced life annuity actuarially equivalent to the benefit that otherwise would be payable.

CITY OF JACKSONVILLE
GENERAL EMPLOYEES PENSION PLAN

ACTUARIAL ASSUMPTIONS AND ACTUARIAL COST METHOD SUMMARY

Actuarial Assumptions

1. Investment Return: 8.4% per annum, compounded annually; net of investment expense (includes underlying long-term inflation rate of 3.5% per annum).

2. Salary Increase Rate:	<u>Years of Service</u>	<u>Rate</u>
	5 and Under	7.5%
	6 - 10	6.0
	11 - 15	5.0
	16 and Over	4.0

3. Mortality Rates: RP-2000 Mortality Table for all plan members (actives, retirees and disabled)

	Probability of Death Within One Year <u>After Attaining Age Shown</u>	
<u>Age</u>	<u>Male</u>	<u>Female</u>
25	0.04%	0.02%
35	0.08	0.05
45	0.15	0.11
55	0.36	0.27
65	1.27	0.97

4. Retirement Rates Based on Service and Age:

COJ						
Years of	<u>Age</u>					
<u>Service</u>	<u>under 50</u>	<u>50-54</u>	<u>55-59</u>	<u>60-64</u>	<u>65-69</u>	<u>70+</u>
under 20	0%	0%	0%	0%	20%	100%
20	0%	5%	25%	50%	50%	100%
21-27	5%	5%	5%	20%	20%	100%
28-29	0%	5%	10%	20%	20%	100%
30	15%	15%	15%	15%	20%	100%
31	5%	5%	5%	5%	15%	100%
32-34	15%	15%	15%	15%	15%	100%
35	30%	30%	30%	20%	50%	100%

JEA		Age					
Years of							
Service	<u>under 50</u>	<u>50-54</u>	<u>55-59</u>	<u>60-64</u>	<u>65-69</u>	<u>70+</u>	
under 20	0%	0%	0%	0%	20%	100%	
20	0%	5%	15%	50%	50%	100%	
21-27	5%	5%	10%	10%	20%	100%	
28-29	1%	5%	10%	10%	20%	100%	
30	5%	10%	15%	15%	20%	100%	
31	5%	10%	10%	15%	15%	100%	
32-34	5%	10%	20%	15%	15%	100%	
35	0%	30%	40%	40%	40%	100%	

5. Termination Rates:

COJ		Males										
		<i> durations</i>										
<i> ages</i>	0	1	2	3	4	5	6	7	8	9	ultimate	
under 20	26.0%	22.0%	22.0%	22.0%	15.0%	12.0%	12.0%	11.0%	11.0%	11.0%	7.0%	
20-24	26.0%	18.0%	18.0%	18.0%	15.0%	12.0%	12.0%	11.0%	11.0%	11.0%	7.0%	
25-29	26.0%	14.0%	14.0%	14.0%	11.0%	11.0%	6.0%	5.0%	5.0%	4.0%	3.0%	
30-34	24.0%	14.0%	14.0%	11.0%	9.0%	6.0%	6.0%	5.0%	5.0%	4.0%	2.5%	
35-39	18.0%	14.0%	12.0%	9.0%	6.0%	6.0%	6.0%	5.0%	5.0%	3.0%	2.5%	
40-44	15.0%	10.0%	10.0%	9.0%	6.0%	6.0%	6.0%	5.0%	5.0%	3.0%	2.5%	
45-49	14.0%	10.0%	10.0%	6.0%	6.0%	6.0%	6.0%	4.0%	4.0%	3.0%	2.5%	
50-54	14.0%	10.0%	8.0%	6.0%	4.0%	4.0%	4.0%	4.0%	4.0%	3.0%	2.5%	
55-59	12.0%	6.0%	6.0%	4.0%	4.0%	4.0%	4.0%	4.0%	4.0%	3.0%	2.5%	
60 & over	8.0%	6.0%	4.0%	4.0%	4.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	

COJ		Females										
		<i> durations</i>										
<i> ages</i>	0	1	2	3	4	5	6	7	8	9	ultimate	
under 20	24.0%	22.0%	20.0%	16.0%	15.0%	15.0%	15.0%	15.0%	15.0%	15.0%	6.0%	
20-24	24.0%	18.0%	18.0%	15.0%	14.0%	14.0%	12.0%	12.0%	12.0%	12.0%	6.0%	
25-29	22.0%	18.0%	18.0%	14.0%	11.0%	10.0%	10.0%	10.0%	10.0%	10.0%	3.0%	
30-34	22.0%	14.0%	14.0%	10.0%	7.0%	7.0%	7.0%	7.0%	7.0%	7.0%	2.7%	
35-39	22.0%	11.0%	10.0%	10.0%	7.0%	6.0%	6.0%	6.0%	6.0%	6.0%	2.5%	
40-44	20.0%	10.0%	10.0%	10.0%	7.0%	6.0%	6.0%	6.0%	6.0%	6.0%	2.5%	
45-49	15.0%	10.0%	9.0%	7.5%	5.0%	5.0%	5.0%	5.0%	5.0%	5.0%	2.5%	
50-54	15.0%	10.0%	9.0%	7.5%	5.0%	5.0%	5.0%	5.0%	5.0%	5.0%	2.5%	
55-59	15.0%	10.0%	9.0%	7.5%	5.0%	5.0%	5.0%	5.0%	5.0%	5.0%	2.5%	
60 & over	12.0%	10.0%	9.0%	7.5%	5.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	

JEA Males		durations										
ages	0	1	2	3	4	5	6	7	8	9	ultimate	
under 20	7.5%	6.0%	3.5%	3.5%	3.0%	3.0%	2.5%	2.5%	2.0%	2.0%	2.0%	
20-24	7.5%	6.0%	3.5%	3.5%	3.0%	3.0%	2.5%	2.5%	2.0%	1.5%	1.5%	
25-29	7.5%	6.0%	3.5%	3.5%	3.0%	3.0%	2.5%	2.5%	2.0%	1.5%	1.5%	
30-34	2.5%	2.0%	2.0%	2.0%	1.5%	1.5%	1.5%	1.5%	1.5%	1.5%	1.5%	
35-39	2.5%	2.0%	2.0%	2.0%	1.5%	1.5%	1.5%	1.5%	1.5%	1.5%	1.5%	
40-44	2.5%	2.0%	2.0%	2.0%	1.5%	1.5%	1.0%	1.0%	1.0%	1.0%	1.0%	
45-49	2.5%	2.0%	1.5%	1.5%	1.0%	1.0%	0.5%	0.5%	0.5%	0.5%	0.5%	
50-54	2.5%	2.0%	1.5%	1.5%	1.0%	1.0%	0.5%	0.5%	0.5%	0.5%	0.5%	
55-59	2.5%	2.0%	1.5%	1.0%	1.0%	0.5%	0.5%	0.5%	0.5%	0.5%	0.5%	
60 & over	2.5%	2.0%	1.5%	1.0%	0.5%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	

JEA Females		durations										
ages	0	1	2	3	4	5	6	7	8	9	ultimate	
under 20	7.5%	5.0%	5.0%	5.0%	5.0%	5.0%	4.0%	4.0%	2.5%	2.5%	2.5%	
20-24	7.5%	5.0%	5.0%	5.0%	5.0%	5.0%	4.0%	4.0%	2.5%	2.5%	2.5%	
25-29	7.5%	5.0%	5.0%	5.0%	5.0%	5.0%	4.0%	4.0%	2.5%	2.5%	2.5%	
30-34	7.5%	5.0%	3.0%	3.0%	3.0%	3.0%	3.0%	3.0%	2.0%	2.0%	2.0%	
35-39	6.0%	5.0%	3.0%	3.0%	3.0%	3.0%	3.0%	3.0%	2.0%	2.0%	2.0%	
40-44	4.0%	3.0%	2.0%	2.0%	2.0%	2.0%	1.5%	1.5%	1.5%	1.5%	1.5%	
45-49	3.0%	2.5%	2.0%	2.0%	1.5%	1.5%	1.5%	1.0%	1.0%	1.0%	1.0%	
50-54	2.5%	2.0%	2.0%	1.5%	1.5%	1.5%	1.0%	1.0%	1.0%	1.0%	1.0%	
55-59	2.5%	2.0%	1.5%	1.5%	1.5%	1.0%	1.0%	1.0%	1.0%	1.0%	1.0%	
60 & over	2.5%	2.0%	1.5%	1.5%	1.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	

6. Disability Incidence Rates:

Probability of Disability
Within One Year
After Attaining Age Shown

<u>Age</u>	<u>Male</u>	<u>Female</u>
25	0.02%	0.01%
35	0.04	0.04
45	0.09	0.09
55	0.24	0.22

7. Marital Status and Spouse's Age:

65% of active members assumed to be married with the male spouse 3 years older and female spouses 3 years younger. No remarriages are assumed. Marital status of retirees is actual as reported.

- | | | |
|-----|---|---|
| 8. | Actuarial Value of Assets: | Current market value adjusted by a 5-year weighted average trend in actual yields compared to those expected, as described in Appendix C. |
| 9. | Growth Rate of Future Membership Payroll: | 3.5% per year. |
| 10. | Plan Expenses: | Previous year's actual expenses. |
| 11. | Underlying Long-Term Inflation Rate: | 3.5% per annum, compounded annually. |

Actuarial Cost Method

To determine the Plan's contribution requirements, the Individual Entry Age Actuarial Cost Method was used. Under this method, the cost of each member's projected retirement benefit is funded through a series of annual payments, determined as a level percentage of each year's earnings from age at hire to assumed exit age. This level percentage, known as normal cost, is thus computed as though the Plan had always been in effect. A yearly normal cost for each member is individually determined by multiplying each member's level percentage by the applicable yearly earnings, then adding together to obtain the normal cost amount for the Plan for that year. The accrued value of normal cost payments due prior to the valuation date is termed the actuarial accrued liability (AAL). This amount minus the actuarial value of assets is known as the unfunded actuarial accrued liability (UAAL). The annual cost of a plan has two components: normal cost and an amortization payment, which may vary between prescribed limits, toward the UAAL.

An actuarial gain (or loss), a measurement of the difference between actual experience and that expected based upon the actuarial assumptions during the period between two actuarial valuation dates, reduces (or increases) the UAAL. This amount is amortized over selected periods not greater than 30 years. Initially, a 30-year period is usually chosen. Periodically, some or all of the remaining balance of any actuarial gain may

offset the remaining balance of a prior liability base, starting with the earliest base. Similarly, any actuarial loss may be offset with the remaining balance of a prior credit base or actuarial gain, starting with the earliest base. After all liability or loss bases have been eliminated, remaining gains may be amortized over 10 years. Any remaining past excess contributions may be used to offset payouts of normal cost and/or amortization payments.

When plan amendments liberalize benefits or when actuarial assumptions are modified, the difference in the AAL due to the changes is established as a supplement to the UAAL amortized over 30 years from date of establishment, net of any negative UAAL credits. To the extent that increases or losses occur that move the UAAL out of a surplus position, negative outstanding bases will be used to offset such increases before any new bases are established.

It is intended that each UAAL base be amortized over its specified period through monthly contributions expressed as a level percentage of each month's payroll, incorporating an assumption that future payroll will grow at the rate of 3.5% per year. Payments are assumed to begin one year after initial recognition of the base, and continue monthly for the remaining period of each base.

Miscellaneous Valuation Procedures

1. Annual covered payroll was determined using the data supplied as annualized monthly rates applicable during the 2005-06 fiscal year to members active as of September 30, 2006. Annual valuation payroll for the 2006-07 fiscal year was determined using covered payroll and the Plan's salary increase assumption by individual member. Annual valuation payroll for the 2007-08 fiscal year was determined using valuation payroll for 2006-07 projected for one year using the Plan's payroll growth assumption.

2. Projected retirement benefits were limited to IRC Section 415 benefit limits applicable to the current plan year (for fiscal year 2006-07, \$175,000), payable as a 75% joint-and-survivor annuity beginning at or after age 62, reduced as applicable for earlier benefit commencement) with assumed future increases in the benefit limit at 3% per year. Due to this limitation, plan liabilities and related contribution requirements are somewhat less than they would have been without these limitations.
3. Projected earnings were limited to IRC Section 401(a)(17) compensation limits applicable to the current plan year (for fiscal year 2006-07, \$220,000) with assumed increases equal to the assumed long-term rate of inflation.
4. The effect of member contributions on the funding of normal cost requirements has been recognized through subtracting the present value of future member contributions from the total present value of Plan normal costs, to determine the net City portion. The City normal cost is then derived from this remaining value.
5. The Past Excess Contribution (PEC) account (the accumulation of prior cash payments made by the City into the Plan in excess of the minimum requirements) may be employed by the City to assist in meeting the Plan's contribution requirements. The PEC is an unassigned separate account within the fund. The PEC was originally established to track the difference between the required minimum unfunded balances under State law and the actual unfunded balances, and the PEC was carried forward from one fiscal year to the next using the assumed rate of investment return consistent with the unfunded from which it was derived. Now as a separate account, the originally established procedures have been continued in tracking the PEC forward.

6. Actual past service currently being purchased by members was used to measure the increase in the liability due to including the extra service credits, irrespective of whether the purchase has been completed. Once the purchase has been completed, the pension service date is changed by the City to reflect the total applicable service.
7. Retirees in payment status include some disabled employees receiving benefits; separate data is not reported, so all disableds are valued using standard RP-2000 mortality rates. Terminateds with future benefits include employees on leave of absence.
8. City cash contributions are net of retirement payment pass-throughs of remaining retirees under the 1919 City Plan.
9. The payroll growth rate has been permanently set at the original 3.5% rate for the remaining amortization period rather than as a result of a three-year averaging of growth in City payroll. The current assumption will not hereafter be adjusted.

CITY OF JACKSONVILLE
 GENERAL EMPLOYEES PENSION PLAN

TRUST FUND BALANCE AS OF 9/30/06

	Market <u>Value</u>
Cash and Short-Term Investments	\$ 21,834,072
Accrued Interest and Dividend Receivable	6,006,448
U.S. Government Obligations	326,107,222
Municipal Bonds	-
Domestic Corporate Bonds	239,319,858
Non-Government Backed CMO's	-
Domestic Stocks	683,190,419
International Stocks	256,111,396
Real Estate	91,133,954
Property, Plant and Equipment	12,762
Accrued Expenses	<u>(4,559,236)</u>
Total	\$ 1,619,156,895

CITY OF JACKSONVILLE
GENERAL EMPLOYEES PENSION PLAN

ANALYSIS OF CHANGES IN MARKET VALUE OF ASSETS

Market Value of Assets as of 9/30/05	\$ 1,566,417,529
Adjustment	20,106
Market Value of Assets as of 10/1/05	<u>\$ 1,566,437,635</u>
Add:	
City/County Contributions	7,645,076
Transfer to Corrections	369,050
Member Contributions	20,014,737
Miscellaneous Income	-
Investment Income	131,964,635
Total Additions	<u>\$ 159,993,498</u>
Deduct:	
Benefit Payments	99,051,181
Refunds	2,784,252
Administrative Expenses	864,252
Investment Advisory Expenses	4,574,553
Miscellaneous	-
Total Deductions	<u>\$ 107,274,238</u>
Market Value of Assets as of 9/30/06	1,619,156,895

CITY OF JACKSONVILLE
GENERAL EMPLOYEES PENSION PLAN

DEVELOPMENT OF ACTUARIAL (STATEMENT) VALUE OF ASSETS

A. Calculation of Investment Yield as of						9/30/06
	End of Plan Year					
	Market Value Beginning of Year				\$	1,566,437,635
	Market Value End of Year					1,619,156,895
	Contributions - All Sources					27,659,813
	Benefit Payments and Expenses					107,274,238
	Income					127,390,082
	Yield for Year					8.33%
B. Calculation of Weighted Indices						
		Cumulative		Index		
	Annual	Index	Val. Rate	Updated at		2006
Plan Year	Market-to-	Market-to-	Update	Val. Rate to	Weighting	Weighted
<u>Ending</u>	<u>Market Yield</u>	<u>Market Yield</u>	<u>Factor</u>	<u>Val. Date</u>	<u>Factor</u>	<u>Index</u>
2002	-4.93%	95.07	1.3808	131.27	1/15	8.75
2003	16.38%	110.64	1.2738	140.93	2/15	18.79
2004	11.37%	123.22	1.1751	144.80	3/15	28.96
2005	9.34%	134.73	1.0840	146.05	4/15	38.95
2006	8.33%	145.95	1.0000	145.95	5/15	48.65
						144.10
C.	Adjustment Factor	144.1 / 145.95				0.9873
D.	Market Value End of Year				\$	1,619,156,895
E.	Actuarial Value of Assets [C x D]					1,598,593,602
F.	Past Excess Contribution (PEC) Account					5,298,076
G.	Actuarial Value of Assets Net of PEC [E-F]				\$	1,593,295,526

CITY OF JACKSONVILLE
GENERAL EMPLOYEES PENSION PLAN

CALCULATION OF ACTUARIAL VALUE OF ASSETS

The actuarial value of assets is determined by multiplying the market value of assets by an adjustment factor. This adjustment is used to smooth out short-term changes in market value. The actuarial adjustment factor is developed as follows:

- (1) Determine investment yield for the last five years on market value of assets.
- (2) Calculate performance indices for the past five Plan Years based on actual fund yields during those years (using an original index of 100.00 at 9/30/99).
- (3) Calculate a growth factor to update the indices at an increase of 8.4% from 2000 to the valuation date.
- (4) Update each year's index to the valuation date by multiplying (2) and (3).
- (5) Assign weights of 1/15 through 5/15 for each of those years, with heavier weights given to the more recent years.
- (6) Determine a total weight value as the sum of the five individual years' results of (4) times (5).
- (7) Calculate the actuarial adjustment factor by dividing the total weight value by the performance index as of the valuation date.
- (8) Determine the actuarial value of assets by multiplying the market value of assets by the actuarial adjustment factor.

CITY OF JACKSONVILLE
GENERAL EMPLOYEES PENSION PLAN

RECONCILIATION OF PLAN MEMBERS 10/01/05 - 10/01/06

	<u>Actives</u>	<u>Retirees, Beneficiaries</u>	<u>Disabled Retirees</u>	<u>Vested Terminateds and Leaves of Absence</u>
10/01/05 Members	5,078	4,151	132	55
Increase (Decrease) Due to:				
New Entrants	500	-	6 *	7 *
Rehires/Benefits Restored	6	3	1	-
Retirements	(152)	165	-	(13)
Terminations	(319)	-	-	30
Leave of Absence	-	-	-	-
Deaths	(6)	(72)	(9)	-
Disableds	(7)	-	7	-
From Corrections	(2)	-	-	-
Pension Refunded	-	-	-	-
Benefits Suspended	-	(3)	-	-
Police/Fire Recruit	(2)	-	-	-
Outside Agencies	-	-	-	-
10/01/06 Members	<u>5,096</u>	<u>4,244</u>	<u>137</u>	<u>79</u>

* Members who retired during 2004-2005 who were not included in data last year.

CITY OF JACKSONVILLE
GENERAL EMPLOYEES PENSION PLAN

**DISTRIBUTION OF ACTIVE MEMBERS
BY ATTAINED AGE AND COMPLETED YEARS OF SERVICE AS OF 10/01/06**

<u>Attained Age</u>	Completed Years of Service											Total
	0	1	2	3-4	5-9	10-14	15-19	20-24	25-29	30-34	35 & Over	
Under 25	47	60	15	24	1	0	0	0	0	0	0	147
25-29	60	61	49	48	59	2	0	0	0	0	0	279
30-34	49	78	37	51	128	22	1	0	0	0	0	366
35-39	47	59	53	73	185	59	68	3	0	0	0	547
40-44	57	65	35	81	155	87	200	95	2	0	0	777
45-49	47	54	49	81	199	88	186	174	124	15	0	1017
50-54	41	36	30	45	152	78	159	96	121	102	1	861
55-59	15	39	20	32	120	74	125	67	81	68	15	656
60	2	6	6	6	20	13	16	7	5	9	5	95
61	0	2	0	3	14	3	20	6	2	6	3	59
62	2	6	2	4	13	9	20	4	5	2	1	68
63	1	1	1	4	10	6	10	2	7	0	3	45
64	1	2	0	2	11	8	10	6	5	7	3	55
65 & Over	4	4	1	2	18	14	34	14	16	6	11	124
Total	373	473	298	456	1085	463	849	474	368	215	42	5096

CITY OF JACKSONVILLE
GENERAL EMPLOYEES PENSION PLAN**INACTIVE MEMBERS AT 10/01/06**

	<u>Number</u>	<u>Annual Benefit Amount</u>
Retirees and Beneficiaries Currently Receiving Payments	4,244	\$ 99,204,720
Disabled Members Currently Receiving Payments	137	1,791,552
Vested Terminated Members Entitled to Future Benefits	<u>79</u>	<u>1,263,288</u>
Total	4,460	\$ 102,259,560

CITY OF JACKSONVILLE
GENERAL EMPLOYEES PENSION PLAN

CURRENT LIABILITIES/PLAN ASSET COMPARISON

A comparison of current assets of the fund with the current actuarial present value (APV) of benefits accrued based on credited service and salary to date is commonly used to determine the Plan's current funded status. This measurement is often used as a surrogate for the liability if the Plan were to stop future benefit accruals. It is called "current liability" since it is based only on current earned benefits, even though the actual payment of those benefits extends many years into the future. The accumulated benefit liability APVs were developed using the assumed rate of future investment return of 8.4%.

The current liability is normally expected to be more than 100% funded for an ongoing plan since the plan will ultimately be liable for a greater accrued benefit (the credited-projected benefit).

Assets	\$ 1,593,295,526
Actuarial Present Value of Accumulated Plan Benefits	1,604,797,940
Percent Funded	99%