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June 8, 2006

Mr. Michael Nehf
Executive Director
Georgia Legislative Retirement System
Two Northside 75, Suite 300
Atlanta, GA 30318-7778

Dear Mr. Nehf:

Enclosed are 40 bound copies and one unbound copy of the "Georgia Legislative Retirement System Report of the Actuary on the Valuation Prepared as of June 30, 2005".

The valuation indicates that no employer contribution for the fiscal year ending June 30, 2008 is required to support the benefits of the System. The valuation takes into account the effect of all amendments to the System enacted through the 2005 session of the General Assembly.

Please let us know if there are any questions concerning the report.

Sincerely yours,

Edward A. Macdonald, ASA, FCA, MAAA
President

EAM:sh

Enclosure

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**EMPLOYEES'
RETIREMENT SYSTEM
OF GEORGIA**

GEORGIA LEGISLATIVE RETIREMENT SYSTEM

**REPORT OF THE ACTUARY ON THE VALUATION
PREPARED AS OF JUNE 30, 2005**



Cavanaugh Macdonald

CONSULTING, LLC

The experience and dedication you deserve

June 8, 2006

Board of Trustees,
Legislative Retirement System of Georgia
Two Northside 75, Suite 300
Atlanta, GA 30318

Members of the Board:

Section 47-6-22 of the law governing the operation of the Georgia Legislative Retirement System provides that the actuary shall make periodic valuations of the contingent assets and liabilities of the Retirement System on the basis of regular interest and the tables last adopted by the Board of Trustees. We have submitted the report giving the results of the actuarial valuation of the System prepared as of June 30, 2005. The report indicates that no annual employer contributions for the fiscal year ending June 30, 2008 are required to support the benefits of the System. Since the previous valuation, the assumed rates of withdrawal, retirement and mortality have been revised to reflect the results of the experience investigation for the four year period ending June 30, 2004. These revised assumptions were adopted by the Board on April 20, 2006. In preparing the valuation, the actuary relied on data provided by the System. While not verifying data at the source, the actuary performed tests for consistency and reasonableness. Our firm, as actuary, is responsible for all of the actuarial trend data in the financial section of the annual report and the supporting schedules in the actuarial section of the annual report.

In our opinion, the valuation is complete and accurate, and the methodology and assumptions are reasonable as a basis for the valuation. The valuation takes into account the effect of all amendments to the System enacted through the 2005 session of the General Assembly.

The System is funded on an actuarial reserve basis. The actuarial assumptions recommended by the actuary and adopted by the Board are in the aggregate reasonably related to the experience under the System and to reasonable expectations of anticipated experience under the System. The assumptions and methods used for funding purposes meet the parameters set for the disclosures presented in the financial section by Governmental Accounting Standards Board (GASB) Statement Nos. 25 and 27. The funding objective of the plan is that contribution rates over time will remain level as a dollar per active member. The valuation method used is the entry age normal cost method. The normal contribution rate to cover current cost has been determined as a level dollar per active member. Gains and losses are reflected in the unfunded accrued liability which is negative and being amortized as a level dollar per active member.

The System is being funded in conformity with the minimum funding standard set forth in Code Section 47-20-10 of the Public Retirement Systems Standards Law. In our opinion the System is operating on an actuarially sound basis. Assuming that contributions to the System are made by the employer from year to year in the future at the rates recommended on the basis of the successive actuarial valuations, the continued sufficiency of the retirement fund to provide the benefits called for under the System may be safely anticipated.



This is to certify that the independent consulting actuary is a member of the American Academy of Actuaries and has experience is performing valuations for public retirement systems, that the valuation was prepared in accordance with principles of practice prescribed by the Actuarial Standards Board, and that the actuarial calculations were performed by qualified actuaries in accordance with accepted actuarial procedures, based on the current provisions of the retirement system and on actuarial assumptions that are internally consistent and reasonably based on the actual experience of the System.

Sincerely yours,

A handwritten signature in blue ink, appearing to read 'E. Macdonald'.

Edward A. Macdonald, ASA, FCA, MAAA
President

EAM:sh



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**GEORGIA LEGISLATIVE RETIREMENT SYSTEM
REPORT OF THE ACTUARY
ON THE VALUATION
PREPARED AS OF JUNE 30, 2005**

SECTION I - SUMMARY OF PRINCIPAL RESULTS

1. For convenience of reference, the principal results of the current and preceding valuations are summarized below.

Valuation Date	June 30, 2005	June 30, 2004*
Number of active members	217	210
Retired members and beneficiaries:		
Number	224	206
Annual allowances	\$ 1,594,405	\$ 1,360,657
Assets:		
Market Value	\$ 27,835,000	\$ 27,067,000
Actuarial Value	28,462,000	27,892,000
Unfunded actuarial accrued liability	\$ (4,931,241)	\$ (5,868,520)
Amortization Period (years)	N/A**	N/A**
For Fiscal Year Ending	June 30, 2008	June 30, 2007
Employer contribution rate per active member:		
Normal	\$ 215.42	\$ 443.51
Accrued liability	<u>(215.42)</u>	<u>(443.51)</u>
Total	\$ 0.00	\$ 0.00
Annual Required Employer Contribution Rates (ARC):		
Normal	\$ 46,746	\$ 93,137
Accrued liability	<u>(46,746)</u>	<u>(93,137)</u>
Total	\$ 0	\$ 0

* Reported by prior actuarial firm.

** If the annual required employer contribution (ARC) is based on 40 year amortization of the unfunded accrued liability, the ARC is less than \$0, which is not allowed under GASB 25/27. Therefore, the accrued liability contribution has been set to such that the total ARC equals \$0.

2. The valuation takes into account the effect of amendments of the System enacted through the 2005 session of the General Assembly. Since the previous valuation, the benefit multiplier for active and retired members has been increased from \$32 to \$36. The major benefit and contribution provisions of the System as reflected in the valuation are summarized in Schedule F.



3. Since the previous valuation, the assumed rates of withdrawal, retirement and mortality have been revised to reflect the results of the experience investigation for the four year period ending June 30, 2004. These revised assumptions were adopted by the Board on April 20, 2006. Schedule D of this report outlines the full set of actuarial assumptions used to prepare the current valuation.
4. Since the previous valuation, the actuarial cost method used to prepare the valuation has been changed from the unit credit cost method to the entry age cost method. Schedule E contains a brief description of this method.
5. Comments on the valuation results as of June 30, 2005 are given in Section IV, and further discussion of the contributions is set out in Section V.

SECTION II – MEMBERSHIP DATA

1. Data regarding the membership of the System for use as a basis of the valuation were furnished by the Retirement System office. The valuation included 217 active members.
2. The following table shows the number of retired members and beneficiaries on the roll as of June 30, 2005, together with the amount of their annual allowances payable under the System as of that date.

**THE NUMBER AND ANNUAL RETIREMENT ALLOWANCES OF
RETIRED MEMBERS AND BENEFICIARIES ON THE ROLL
AS OF JUNE 30, 2005**

GROUP	NUMBER	ANNUAL RETIREMENT ALLOWANCES
Service Retirements	167	\$1,211,466
Disability Retirements	0	0
Beneficiaries of Deceased Members	<u>57</u>	<u>382,939</u>
Total	224	\$1,594,405



SECTION III - ASSETS

1. The retirement law provides for the maintenance of two funds for the purpose of recording the financial transactions of the System; namely, the Members' Account and the Accumulation Account.

- (a) Members Account

The Members' Account is the account to which are credited all contributions made by members together with regular interest thereon. When a member retires, or if a death benefit allowance becomes payable to his beneficiary, his accumulated contributions are transferred from the Members' Account to the Accumulation Account. The portion of the allowance which these contributions provide is then paid from the Accumulation Account. On June 30, 2005 the value of assets credited to the Members' Account amounted to \$3,445,000.

- (b) Accumulation Account

The Accumulation Account is the account to which all income from investments and all contributions made by employers of members of the System and by the State for members of local retirement funds are credited. All retirement allowance and death benefit allowance payments are disbursed from this fund. Upon the retirement of a member, or upon his death if a death benefit allowance is payable, his accumulated contributions are transferred from the Members' Account to this account to provide the member-contributed portion of the allowance. On June 30, 2005 the market value of assets credited to the Accumulation Account amounted to \$24,390,000.

2. As of June 30, 2005 the total market value of assets amounted to \$27,835,000 as reported by the independent Auditor of the System. The actuarial value of assets at June 30, 2005 is \$28,462,000. Schedule B shows the development of the actuarial value of assets as of June 30, 2005.
3. Schedule C shows the receipts and disbursements of the System for the two years preceding the valuation date and a reconciliation of the fund balances.

SECTION IV – COMMENTS ON VALUATION

1. Schedule A of this report contains the valuation balance sheet which shows the present and prospective assets and liabilities of the System as of June 30, 2005. The valuation was prepared in accordance with the actuarial assumptions and methods set forth in Schedule D and the actuarial cost method which is described in Schedule E.



2. The valuation balance sheet shows that the System has total prospective liabilities of \$25,352,707, of which \$19,550,744 is for the prospective benefits payable on account of present retired members, beneficiaries of deceased members, and members entitled to deferred vested benefits, and \$5,801,963 for the prospective benefits payable on account of present active members. Against these liabilities, the System has total present assets of \$28,462,000 as of June 30, 2005. The difference of (\$3,109,293) between the total liabilities and the total present assets represents the present value of contributions to be made in the future. Of this amount, \$1,579,600 is the present value of future contributions expected to be made by or on behalf of members, and the balance of (\$4,688,893) represents the present value of future contributions payable by the employers to the Accumulation Account.
3. The employer's contributions to the System consist of normal contributions and accrued liability contributions. The valuation indicates that annual employer normal contributions at the rate of \$215.42 per active member are required to provide the currently accruing benefits of the System.
4. Prospective normal contributions at the rate of \$215.42 have a present value of \$242,348. When this amount is subtracted from (\$4,688,893), which is the present value of the total future contributions to be made by the employers, the result is a prospective unfunded actuarial accrued liability of (\$4,931,241).

SECTION V – CONTRIBUTIONS PAYABLE BY EMPLOYERS

1. The contributions of employers consist of a normal contribution and an accrued liability contribution as determined by actuarial valuation.
2. The normal contribution rate is calculated as the level dollar which, if applied for the average member during the entire period of his anticipated covered service, would be required in addition to the contributions of the member to meet the cost of all benefits payable on his behalf. On the basis of the valuation, the normal contribution rate was determined to be \$215.42 per active member, or \$46,746 based on 217 active members as of June 30, 2005.



3. The annual accrued liability contribution determined by the June 30, 2005 valuation is (\$46,746), or (\$215.42) per active member.
4. The following table summarizes the employer contribution rates which were determined by the June 30, 2005 valuation and are recommended for use.

**ANNUAL REQUIRED EMPLOYER CONTRIBUTION RATES (ARC)
FOR FISCAL YEAR ENDING JUNE 30, 2008**

CONTRIBUTION	PER ACTIVE MEMBER	ANNUAL AMOUNT
Normal	\$215.42	\$46,746
Accrued Liability	<u>(215.42)</u>	<u>(46,746)</u>
Total	\$0.00	\$0

SECTION VI – ACCOUNTING INFORMATION

1. Governmental Accounting Standards Board Statements 25 and 27 set forth certain items of required supplementary information to be disclosed in the financial statements of the System and the employer. One such item is a distribution of the number of employees by type of membership, as follows:

**NUMBER OF ACTIVE AND RETIRED MEMBERS
AS OF JUNE 30, 2005**

GROUP	NUMBER
Retirees and beneficiaries receiving benefits	224
Terminated plan members entitled to benefits but not yet receiving benefits	160
Active plan members	<u>217</u>
Total	601



2. Another such item is the schedule of funding progress as shown below.

SCHEDULE OF FUNDING PROGRESS

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age* (b)	Unfunded AAL (UAAL) (b - a)	Funded Ratio (a / b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b - a) / c)
6/30/2000**	\$24,666,000	\$21,627,690	\$(3,038,310)	114.0%	\$2,410,638	(126.0)%
6/30/2001	26,034,000	21,610,181	(4,423,819)	120.5	3,566,932	(124.0)
6/30/2002	26,637,000	21,778,873	(4,858,127)	122.3	3,413,400	(142.3)
6/30/2003	27,157,000	21,898,243	(5,258,757)	124.0	3,434,400	(153.1)
6/30/2004	27,892,000	22,023,480	(5,868,520)	126.6	3,402,000	(172.5)
6/30/2005***	28,462,000	23,530,759	(4,931,241)	121.0	3,585,708	(137.5)

*Prior to 6/30/2005, the funding method was unit credit and figures were reported by prior actuarial firm.

**Reflects increase in benefit accrual rate from \$28 to \$32.

***Reflects increase in benefit accrual rate from \$32 to \$36.

3. The following shows the schedule of employer contributions:

Year Ending	Annual Required Contribution	Percentage Contributed
6/30/2000	\$ 22,000	436%
6/30/2001	0	N/A
6/30/2002	0	N/A
6/30/2003	0	N/A
6/30/2004	0	N/A
6/30/2005	0	N/A



4. Following is the calculation of the annual pension cost and net pension obligation for the fiscal year ending June 30, 2005.

Annual Pension Cost and Net Pension Obligation for Fiscal Year Ending June 30, 2005

(a)	Employer annual required contribution	\$	0
(b)	Interest on net pension obligation		(28,000)
(c)	Adjustment to annual required contribution		<u>(29,000)</u>
(d)	Annual pension cost (a) + (b) – (c)	\$	1,000
(e)	Employer contributions made for fiscal year ending 6/30/05		<u>54,000</u>
(f)	Increase (decrease) in net pension obligation (d) – (e)	\$	(53,000)
(g)	Net pension obligation beginning of fiscal year		<u>(380,000)</u>
(h)	Net pension obligation end of fiscal year (f) + (g)	\$	(433,000)

TREND INFORMATION

<u>Year Ending</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
June 30, 2003	\$ 2,000	2,150%	\$(329,000)
June 30, 2004	1,000	5,200	(380,000)
June 30, 2005	1,000	5,400	(433,000)

5. The annual required contribution (ARC) of the employer in dollars, determined in accordance with the parameters of GASB 25/27 is shown below. If the accrued liability contribution is based on amortization of the unfunded accrued liability of (\$4,931,241) over a 40-year period from the valuation date, the total employer ARC would be less than \$0, which is not allowed under GASB 25/27. Therefore, the accrued liability contribution has been set such that the total ARC equals \$0.

**2007/2008 FISCAL YEAR
ANNUAL REQUIRED CONTRIBUTION (ARC)
BASED ON THE VALUATION AS OF JUNE 30, 2005**

ANNUAL REQUIRED CONTRIBUTION (ARC)	AMOUNT
Normal	\$46,746
Accrued Liability	<u>(46,746)</u>
Total	\$0



6. The information presented in the required supplementary schedules was determined as part of the actuarial valuation at June 20, 2005. Additional information as of this actuarial valuation follows.

Valuation date	6/30/2005
Actuarial cost method	Entry Age
Amortization method	Level dollar, open
Remaining amortization period	N/A*
Asset valuation method	5-year smoothed market
Actuarial assumptions:	
Investment rate of return*	7.50%
Projected salary increases*	N/A
Cost-of-living adjustments	3% Annually
*Includes inflation at	3.75%

*If the annual required employer contribution (ARC) is based on 40 year amortization of the unfunded accrued liability, the ARC is less than \$0, which is not allowed under GASB 25/27. Therefore, the accrued liability contribution has been set to such that the total ARC equals \$0.



SECTION VII – EXPERIENCE

1. Section 47-6-22 of the act governing the operation of the System provides that as an aid to the Board in adopting service and mortality tables, the actuary will prepare an experience investigation at least once in each five-year period. The investigation for the four-year period ending June 30, 2004 was prepared and based on the results new rates of separation and mortality were adopted by the Board on April 20, 2006. The next experience investigation will be prepared for the period July 1, 2004 through June 30, 2009.
2. The following table shows the estimated gain or loss from various factors that resulted in an increase of \$937,279 in the unfunded accrued liability from (\$5,868,520) to (\$4,931,241) during the fiscal year ending June 30, 2005.

**ANALYSIS OF THE INCREASE IN UNFUNDED ACCRUED LIABILITY
(\$ in Thousands)**

ITEM	AMOUNT OF INCREASE/ (DECREASE)
Interest (7.50%) added to previous unfunded accrued liability	\$ (440.1)
Accrued liability contribution	43.1
Experience	
Valuation Asset Growth	208.0
Pensioners' Mortality	172.6
Turnover and Retirements	350.0
New Entrants	158.5
Method Changes	291.1
Amendments	1,491.7
Assumption Changes	<u>(1,337.6)</u>
Total	\$ 937.3



SCHEDULE A

VALUATION BALANCE SHEET

PRESENT AND PROSPECTIVE ASSETS AND LIABILITIES
AS OF JUNE 30, 2005

<u>Actuarial Liabilities</u>	
Present value of prospective benefits payable on account of:	
(1) Present retired members and beneficiaries of deceased members, and members entitled to deferred vested benefits	\$ 19,550,744
(2) Present active members	<u>5,801,963</u>
(3) Total Actuarial Liabilities	<u>\$ 25,352,707</u>
<u>Present and Prospective Assets</u>	
(4) Actuarial Value of Assets:	\$ 28,462,000
(5) Present value of total future contributions = (3) – (4)	\$ (3,109,293)
(6) Present value of future member contributions	1,579,600
(7) Present value of future employer contributions = (5) – (6)	\$ (4,688,893)
(8) Prospective normal contributions	242,348
(9) Prospective unfunded actuarial accrued liability contributions = (7) – (8)	<u>(4,931,241)</u>
(10) Total Present and Prospective Assets	<u>\$ 25,352,707</u>



SCHEDULE B

DEVELOPMENT OF ACTUARIAL VALUE OF ASSETS

(1)	Actuarial Value Beginning of Year	\$	27,892,000
(2)	Market Value End of Year		27,835,000
(3)	Market Value Beginning of Year		27,067,000
(4)	Cash Flow		
	(a) Contributions		356,000
	(b) Benefit Payments		(1,622,000)
	(c) Net: (4)(a) + (4)(b)		(1,266,000)
(5)	Investment Income		
	(a) Market Total: (2) – (3) – (4)(c)		2,034,000
	(b) Assumed Rate		7.50%
	(c) Amount for Immediate Recognition: [(1) x (5)(b)] + [(4)(c) x (5)(b) x 0.5]		2,044,000
	(d) Amount for Phased-In Recognition: (5)(a) – (5)(c)		(10,000)
(6)	Phased-In Recognition of Investment Income		
	(a) Current Year: 0.20*(5)(d)		(2,000)
	(b) First Prior Year		(206,000)
	(c) Second Prior Year		0
	(d) Third Prior Year		0
	(e) Fourth Prior Year		0
	(f) Total Recognized Investment Gain		(208,000)
(7)	Actuarial Value End of Year: (1) + (4)(c) + (5)(c) + (6)(f)		28,462,000
(8)	Difference Between Market & Actuarial Values: (2) – (7)	\$	(627,000)
(9)	Rate of Return on Actuarial Value		6.74%



SCHEDULE C

**SUMMARY OF RECEIPTS AND DISBURSEMENTS
(Market Value)**

	YEAR ENDING	
	<u>June 30, 2005</u> (\$ Thousand)	<u>June 30, 2004</u> (\$ Thousand)
<u>Receipts for the Year</u>		
Contributions:		
Members	\$ 302	\$ 293
Employers	<u>54</u>	<u>52</u>
Total	\$ 356	\$ 345
Investment earnings	2,034	2,444
Administrative expense allotment	<u>110</u>	<u>110</u>
Total	\$ 2,500	\$ 2,899
<u>Disbursements for the Year</u>		
Retirement allowances	\$ 1,553	\$ 1,323
Refunds to members	69	14
Administration expense	<u>110</u>	<u>110</u>
Total	\$ 1,732	\$ 1,447
<u>Excess of Receipts over Disbursements</u>	\$ 768	\$ 1,452
<u>Reconciliation of Asset Balances</u>		
Asset Balance as of the Beginning of Year	\$ 27,067	\$ 25,615
Excess of receipts over disbursements	<u>768</u>	<u>1,452</u>
Asset balance as of the end of year	<u>\$ 27,835</u>	<u>\$ 27,067</u>
Rate of Return	7.69%	9.73%



SCHEDULE D

OUTLINE OF ACTUARIAL ASSUMPTIONS AND METHODS

Adopted by the Board April 20, 2006 with the exception of the valuation interest rate which was adopted June 16, 2005.

VALUATION INTEREST RATE: 7.50% per annum, compounded annually, net of expenses.

SALARY INCREASES: None.

SEPARATIONS BEFORE SERVICE RETIREMENT: Representative values of the assumed annual rates of separation before service retirement are as follows:

Age	Annual Rates of			
	Withdrawal	Death		Disability
		Men	Women	
20	10.0%	.056%	.029%	.1%
25	10.0	.073	.030	.1
30	10.0	.084	.040	.2
35	10.0	.089	.055	.3
40	10.0	.125	.082	.4
45	10.0	.190	.111	.7
50	10.0	.321	.173	1.0
55	10.0	.558	.292	1.8
60	10.0	1.015	.583	2.9
65	10.0	1.803	1.076	-

SERVICE RETIREMENT: The assumed annual rates of retirement are shown below:

Age	Annual Rate	Age	Annual Rate
60-69	10%	73	25%
70	35%	74	40%
71	15%	75	100%
72	15%		

DEATHS AFTER RETIREMENT: The 1994 Group Annuity Mortality Table rated forward two years is used for the period after retirement and for dependent beneficiaries. The RP-2000 Disabled Mortality Table set forward three years is used for the period after disability retirement. Representative values of the assumed annual rates of mortality after service retirement are as follows:

Age	Men	Women	Age	Men	Women
40	.125%	.082%	65	1.803%	1.076%
45	.190	.111	70	2.848	1.651
50	.321	.173	75	4.517	2.837
55	.558	.292	80	7.553	4.915
60	1.015	.583	85	11.567	8.402



ASSET METHOD: The actuarial value of assets, as developed in Schedule B. The actuarial value of assets recognizes 20% of the difference between the market value of assets and the expected actuarial value of assets, based on the assumed valuation rate of return.

VALUATION METHOD: Entry age actuarial cost method. See Schedule E for a brief description of this method.

COST-OF-LIVING ALLOWANCE (COLA): 3% per year.



SCHEDULE E

ACTUARIAL COST METHOD

1. The valuation is prepared on the projected benefit basis, under which the present value, at the interest rate assumed to be earned in the future (currently 7.50%), of each member's expected benefits at retirement or death is determined, based on age, service and sex. The calculations take into account the probability of a member's death or termination of employment prior to becoming eligible for a benefit, as well as the possibility of his terminating with a service, disability or survivor's benefit. The present value of the expected benefits payable on account of the active members is added to the present value of the expected future payments to retired members, beneficiaries and members entitled to deferred vested benefits to obtain the present value of all expected benefits payable from the System on account of the present group of members and beneficiaries.
2. The employer contributions required to support the benefits of the System are determined following a level funding approach, and consist of a normal contribution and an unfunded actuarial accrued liability contribution.
3. The normal contribution is determined using the entry age actuarial cost method. Under this method, a calculation is made to determine the level amount which, if applied for the average member during the entire period of his anticipated covered service, would be required in addition to the contributions of the member to meet the cost of all benefits payable on his behalf.
4. The unfunded actuarial accrued liability contributions are determined by subtracting the present value of prospective employer normal contributions and member contributions, together with the current actuarial value of assets, from the present value of expected benefits to be paid from the System.



SCHEDULE F

SUMMARY OF MAJOR SYSTEM PROVISIONS AS INTERPRETED FOR VALUATION PURPOSES

Normal Retirement Benefit

Eligibility	Age 65 and 8 years of creditable service or age 62 and 8 years of membership service (for eligible purposes, 4 legislative terms are equivalent to 8 years of membership service).
Benefit	Monthly benefit is \$36 multiplied by years of creditable service. A one-time 1.75% increase is made at time of retirement. In addition, the retirement allowance of each retiree will be subject to a cost-of-living increase of 1-1/2% each January 1 and July 1 if the Board of Trustees approves of the increase.

Early Retirement Benefit

Eligibility	Age 60 and 8 years of membership service.
Benefit	Accrued benefit reduced by 5% for each year member is under age 62.

Disability Retirement Benefit

No special benefit. Benefit is same as early or normal retirement.

Death Benefit

Eligibility	If less than 15 years of creditable service, a refund of accumulated contributions. If at least 15 years of creditable service or eligible for retirement, the benefit below.
Benefit	Benefit equal to retirement benefit immediately prior to death under 100% joint and survivorship option.

Deferred Vested Retirement Benefit

Eligibility	8 years of service. Member contributions not withdrawn.
Benefit	Accrued benefit deferred to age 65 or reduced benefit payable at age 60.

Termination Benefit

If a member dies in service or his service is terminated for reasons other than retirement, he or his beneficiary is entitled to a return of the member's accumulated contributions in lieu of any other benefit.



Optional Forms of Benefit

- (1) Life annuity. Guaranteed payment of accumulated member contributions.
- (2) 100% joint and survivorship annuity.
- (3) 50% joint and survivorship annuity.

Contributions

Members contribute 8-1/2% of salary.

Employer contributions are actuarially determined and approved and certified by the Board to the legislative fiscal officer.



SCHEDULE G

**NUMBER OF ACTIVE MEMBERS
BY AGE AND SERVICE AS OF JUNE 30, 2005**

Attained Age	Completed Years of Service									Total
	Under 1	1 to 4	5 to 9	10 to 14	15 to 19	20 to 24	25 to 29	30 to 34	35 & Up	
Under 25	0	0	0	0	0	0	0	0	0	0
25 to 29	0	2	0	0	0	0	0	0	0	2
30 to 34	4	5	1	0	0	0	0	0	0	10
35 to 39	8	5	5	1	0	0	0	0	0	19
40 to 44	6	11	2	3	1	0	0	0	0	23
45 to 49	12	10	10	6	0	0	0	0	0	38
50 to 54	7	13	10	6	0	2	1	0	0	39
55 to 59	5	9	6	9	0	4	0	2	0	35
60 to 64	5	7	10	4	1	3	1	3	0	34
65 to 69	0	1	0	2	1	2	1	0	0	7
70 & Up	2	2	1	3	0	1	0	0	1	10
Total	49	65	45	34	3	12	3	5	1	217

Average Age: 51.9
Average Service: 7.1



SCHEDULE G
(Continued)

**NUMBER OF RETIRED MEMBERS
AND THEIR BENEFITS BY AGE**

Attained Age	Number of Members	Total Annual Benefits	Average Annual Benefits
Under 50	0	\$ 0	\$ 0
50 – 54	0	0	0
55 – 59	0	0	0
60 – 64	22	108,255	4,921
65 – 69	33	180,349	5,465
70 – 74	31	196,836	6,350
75 – 79	43	352,262	8,192
80 – 84	23	236,779	10,295
85 – 89	11	95,766	8,706
90 – 94	3	31,879	10,626
95 & Over	1	9,340	9,340
Total	167	\$ 1,211,466	\$ 7,254

**NUMBER OF BENEFICIARIES
AND THEIR BENEFITS BY AGE**

Attained Age	Number of Members	Total Annual Benefits	Average Annual Benefits
Under 50	3	\$ 10,783	\$ 3,594
50 – 54	1	3,045	3,045
55 – 59	5	12,963	2,593
60 – 64	3	20,442	6,814
65 – 69	6	32,798	5,466
70 – 74	6	43,141	7,190
75 – 79	12	95,063	7,922
80 – 84	7	58,233	8,319
85 – 89	8	69,979	8,747
90 – 94	4	24,526	6,131
95 & Over	2	11,966	5,983
Total	57	\$ 382,939	\$ 6,718