

Name of pension plan	<u>City of Orlando Police Officers' Pension Fund</u>
Name of actuarial firm	<u>Segal</u>
Date of valuation used to determine fiscal year 2022 contributions	<u>10/01/2020</u>
Does the plan meet all chapter minimum benefits and standards?	<u>Yes</u>
Actuary's name (printed)	<u>Jeffrey S. Williams</u>
Actuary signature <i>J S Will</i>	Date: <u>March 21, 2023</u>

Calculation of Additional Premium Tax Revenues (APTR):

	<u>Orlando Police</u>
YE 2022 receipts	\$4,408,813
Frozen receipts after adoption of minimums	<u>(2,458,293)</u>
APTR before transfer to Share Plan	\$1,950,520
APTR after transfer to Share Plan	\$975,260

Calculation of cost of a chapter minimum benefits plan, calculated as of October 1, 2022:

Normal Cost	\$11,414,868
Administrative expenses	380,178
Amortization of UAL	15,075,927
<u>Less: Employee contributions (5% min.)</u>	<u>(3,013,455)</u>
Total	\$23,857,518

APTR, minus cost of a chapter minimum benefits plan \$(22,882,258)

Calculation of cost of chapter minimum benefits **actually provided in the plan**, calculated as of October 1, 2022:

Normal Cost	\$11,414,868
Administrative expenses	380,178
Amortization of UAL	15,075,927
<u>Less: Employee contributions (5% min.)</u>	<u>(3,013,455)</u>
Total	\$23,857,518

APTR, minus cost of chapter minimum benefits **actually provided** \$(22,882,258)

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Conclusion:

APTR is insufficient to fund the cost of compliance with all chapter minimum benefits and standards, but the plan meets all chapter minimum benefits and standards anyway, therefore all premium tax receipts in fiscal year 2022 are available to offset required plan sponsor contributions. No premium taxes are required to be set aside or expended for missing chapter minimum benefits or extra benefits.

Accumulated APTR balance as of fiscal year end 2021	\$6,687,700
Add: Current year additions	<u>975,260</u>
Accumulated APTR balance as of fiscal year end 2022	\$7,662,960

The actuarial valuation calculates a required contribution as of the valuation date and projects it with the inflation assumption to the following plan year. For purposes of these calculations, required contributions were calculated as of October 1, 2022 but were not projected.

Assumptions and methodologies valued in these calculations were the same as those in the October 1, 2022 actuarial valuation, with the following exceptions:

- 1) Percentage married assumption changed from 80% to 100%
- 2) Assume all future benefits for current active participants paid as a 75% Joint & Survivor annuity, based on actuarial equivalence using 1983 Group Annuity Mortality Table for Males and 5% interest
- 3) Retirement assumption was changed