

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 2023 contributions	<u>10/01/2021</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>Jeffrey S. Williams</i> Date: <u>May 3, 2024</u>

Calculation of Additional Premium Tax Revenues (APTR):

	<u>Orlando Police</u>
YE 2023 receipts	\$5,088,125
Frozen receipts after adoption of minimums	<u>(2,458,293)</u>
APTR before transfer to Share Plan	\$2,629,832
APTR after transfer to Share Plan	\$1,314,916

Calculation of cost of a chapter minimum benefits plan, calculated as of October 1, 2023:

Normal Cost	\$13,005,641
Administrative expenses	791,996
Amortization of UAL	16,990,811
<u>Less: Employee contributions (5% min.)</u>	<u>(3,338,847)</u>
Total	\$27,449,601
APTR, minus cost of a chapter minimum benefits plan	\$(26,134,685)

Calculation of cost of chapter minimum benefits **actually provided in the plan**, calculated as of October 1, 2023:

Normal Cost	\$13,005,641
Administrative expenses	791,996
Amortization of UAL	16,990,811
<u>Less: Employee contributions (5% min.)</u>	<u>(3,338,847)</u>
Total	\$27,449,601
APTR, minus cost of chapter minimum benefits <b>actually provided</b>	\$(26,134,685)

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 2023 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 2022	\$7,662,960
Add: Current year additions	<u>1,314,916</u>
Accumulated APTR balance as of fiscal year end 2023	\$8,977,876

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, 2023 but were not projected.

Assumptions and methodologies valued in these calculations were the same as those in the October 1, 2023 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