

**2017 ACT 205 ACTUARIAL  
VALUATION REPORT  
ON  
NON-UNIFORMED  
PENSION PLAN**

**Section No. 3  
Exhibit No. 24**

Commonwealth of Pennsylvania  
 Department of the Auditor General  
 Municipal Pension Reporting Program (MPRP)  
 613 North Street, 321 Finance Building  
 Harrisburg PA 17120  
 717-787-3636 (main line)  
 717-787-7574 (fax)  
 comptroller@paauditor.gov (please insert MPRP in the subject line)

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**2017**  
**ACT 205 ACTUARIAL VALUATION REPORT:**  
**NONUNIFORMED PENSION PLAN**  
**WITH DEFINED BENEFITS**

FILING DEADLINE: March 30, 2018

**Special Instructions:** Where a Deferred Retirement Option Plan (DROP) is operated for members of the pension plan, the participating pension plan members should be reported as retired members in Section IV and Schedule A.

**Section I - Identification of Municipality**

INSTRUCTIONS: Print or type requested information in the space provided.

**Note:** In Part A, home rule municipalities should check the box and enter the number of their previous municipal classification.

				Item No.
A. Type of Municipality.....				2
(Check appropriate box below and enter corresponding number.)				(1)
<input checked="" type="checkbox"/>	City	(2)	<input type="checkbox"/>	Township (1 <sup>st</sup> ) (4)
<input type="checkbox"/>	Borough	(3)	<input type="checkbox"/>	Township (2 <sup>nd</sup> ) (5)
<input type="checkbox"/>	Town	(3)	<input type="checkbox"/>	Authority (6)
			<input type="checkbox"/>	COG/Regional Entity (7)
B. Name of Municipality.....				Harrisburg City
				(2)
C. Name of County.....				Dauphin
				(3)

**Section II - Identification of Pension Plan and Specification of Valuation Date**

INSTRUCTIONS: Print or type requested information in space provided.

A. Name of Pension Plan.....				Harrisburg City	(4)
B. Date on which pension plan was established.....				1 / 1 / 1947	(5)
				Mo. Da. Yr.	
C. Valuation date for demographic, financial and actuarial data.....				1 / 1 / 2017	(6)
(Use 1/1/2017 unless otherwise specified in plan document prior to 12/31/1982.)				Mo. Da. Yr.	

**Section III - General Information**

INSTRUCTIONS: Respond to each question by entering "yes" or "no" in the space provided.

- A. Is Social Security coverage provided for the active members of the pension plan identified in Section II?..... YES (8)
- B. Do any active members of the pension plan identified in Section II participate in any other pension plan or plans that receive funding from the municipality? ..... NO (9)
- C. Do any of the active members of the pension plan identified in Section II work on average less than 35 hours per week?..... NO (10)
- D. Does the pension plan identified in Section II include active members who are not employees of the municipality identified in Section I?..... NO (11)
- E. Do retired members of the pension plan identified in Section II receive any benefit, such as insurance coverage, that is provided wholly or partially by the municipality and not funded through the pension plan identified in Section II?..... YES (12)

**Section IV - Demographic Data as of January 1, 2017 (Valuation Date)**

INSTRUCTIONS: Enter valuation date specified in Section II, Part C, in the space provided above and on each page of Schedule A. Print or type information requested in Part A in the space provided. Enter zero, if applicable. Do not leave blanks or refer to the schedules or exhibits. Complete Schedule A. Then complete the certification in Part B below.

**A. Summary of Demographic Data**

1. Number of active members on valuation date ..... 180 (13)
2. Total annual payroll of active members as of above valuation date ..... \$ 9,154,085 (14)
3. Number of members terminated with vested or deferred benefit on valuation date ..... 31 (15)
4. As of valuation date, number of persons receiving:
- a. Retirement benefits
- i. As normal retired members ..... 175 (16i)
- ii. As DROP participants ..... 0 (16ii)
- iii. Total ..... 175 (16iii)
- b. Disability benefits ..... 6 (17)
- c. Surviving spouse benefits ....(Includes surviving child benefits)..... 23 (18)
- d. Surviving child benefits ....(Included in Item 4C surviving spouse benefits)..... 0 (19)
- e. Total (a+b+c+d)..... 204 (20)
5. As of valuation date, total annual benefits payable as:
- a. Retirement benefits
- i. To normal retired members ..... \$ 3,514,664 (21i)
- ii. To DROP participants..... \$ 0 (21ii)
- iii. Total ..... \$ 3,514,664 (21iii)
- b. Disability benefits ..... \$ 134,120 (22)
- c. Surviving spouse benefits ....(Includes surviving child benefits)..... \$ 150,329 (23)
- d. Surviving child benefits ....(Included in Item 5C surviving spouse benefits)..... \$ 0 (24)
- e. Total (a+b+c+d)..... \$ 3,799,113 (25)

**B. Certification of Demographic Data**

I hereby certify that I have prepared and reviewed the demographic data entered in Part A of this section and in Schedule A; and I further certify that the information provided is to the best of my knowledge true and accurate.

(Signature)

Stephen W. Vaughn

(Name)

(Date)

3/16/2018Secretary, Pa Mun. Ret. System

(Title)

(717) 787-2065

(Telephone)

**Section V - Financial Data as of January 1, 2017 (Valuation Date)**

INSTRUCTIONS: Enter valuation date specified in Section II, Part C, in the space provided above and on each page of Schedule B. Print or type the data requested in Part A, rounded to the nearest dollar, in the space provided. Enter zero, if applicable. Do not leave blanks or refer to exhibits. Complete Schedule B. Then complete the certification in Part B below.

**Note:** The asset values provided in Part A of this section and in Schedule B must include all the assets of the pension plan regardless of custodial arrangements involving administrative agencies.

**A. Summary of Financial Data**

- |  | Item No.                  |
|--|---------------------------|
| 1. MARKET VALUE OF ASSETS, <i>excluding the cash surrender values of individual insurance and annuity contracts</i> , on the above valuation date** .....  | \$ <u>71,157,751</u> (26) |
| 2. CASH SURRENDER VALUE of individual insurance and annuity contracts on the above valuation date or nearest anniversary date .....  | \$ <u>0</u> (27)          |
| 3. TOTAL FUND ASSETS (1 + 2) on the above valuation date .....   | \$ <u>71,157,751</u> (28) |
| 4. TOTAL EARNINGS, including investment income, realized capital gains/losses, unrealized capital gains/losses, and dividends on insurance/annuity contracts for the year ended on the above valuation date..... | \$ <u>5,307,177</u> (29)  |
| 5. MEMBER CONTRIBUTIONS to plan for the year ended on the above valuation date (Include employee contributions treated as employer contributions pursuant to Section 414(h) of the Internal Revenue Code.) ..... | \$ <u>332,840</u> (30)    |
| 6. MUNICIPAL CONTRIBUTIONS to plan for the year ended on valuation date (6a + 6b)* .....   | \$ <u>144</u> (31)        |
| a. State Aid Portion \$ .....  |                           |
| b. Local Portion \$ .....  |                           |
| * Total net of refunds   |                           |
| 7. ACTUAL MUNICIPAL DEPOSIT for the year ended on the valuation date (6 + 7a - 7b) .....(Net of refunds).....  | \$ <u>144</u> (32)        |
| a. Contributions Receivable  |                           |
| at beginning of year \$ <u>0</u>   |                           |
| b. Contributions Receivable  |                           |
| at End of year \$ <u>0</u> <sup>1</sup>  |                           |
| 8. TOTAL MONTHLY BENEFIT PAYMENTS for the year ended on the above valuation date.....  | \$ <u>4,065,011</u> (33)  |
| 9. ANNUAL INSURANCE OR ANNUITY PREMIUM PAYMENTS, <i>excluding single premium annuity purchases</i> , for the year ended on the above valuation date.....   | \$ <u>0</u> (34)          |
| 10. ADMINISTRATIVE EXPENSES paid from the assets of the pension plan for the year ended on the above valuation date.....(See Appendix 1, Note 2).....  | \$ <u>205,486</u> (35)    |
| 11. MINIMUM MUNICIPAL OBLIGATION to the pension plan for the year ended on the valuation date (Enter amount reported in Item 12 or Item 14 on page 12, whichever is applicable.).....                            | \$ <u>0</u> (36)          |

<sup>1</sup> A funding deficiency occurs when the actual municipal deposit is less than the Minimum Municipal Obligation. If a funding deficiency has been partially or fully rectified, complete Schedule B, Section V and Section VI, and include the specified documentation.

\*\* See Appendix 1, Note 1

**B. Certification of Financial Data**

I hereby certify that I have prepared and reviewed the financial data entered in Part A of this section and in Schedule B; and I further certify that the information provided is to the best of my knowledge true and accurate.

Stephen W. Vaughn  
(Signature)

3/16/2018  
(Date)

Stephen W. Vaughn  
(Name)

Secretary, Pa Mun. Ret. System  
(Title)

(717) 787-2065  
(Telephone)

**Section VI - Actuarial Data as of January 1, 2017 (Valuation Date)**

INSTRUCTIONS: Enter valuation date specified in Section II, Part C, in the space provided above and on each page of Schedule C. Complete Part A and Part B below in accordance with the instructions provided. Complete Schedule C. Then complete the certification in Part C below.

**Note:** The asset values provided in Part A of this section must include all the assets of the pension plan regardless of custodial arrangements involving administrative agencies.

**A. Summary of Actuarial Data**

INSTRUCTIONS: Print or type the data requested, rounded to the nearest dollar, in the space provided. Enter zero or negative values, if applicable. Do not leave blanks or refer to exhibits.

	Item No.
1. ACTUARIAL PRESENT VALUE OF FUTURE BENEFITS as of valuation date .....	\$ <u>69,580,661</u> (40)
2. ACTUARIAL PRESENT VALUE OF FUTURE NORMAL COST as of valuation date .....	\$ <u>8,482,540</u> (41)
3. ACTUARIAL ACCRUED LIABILITY as of valuation date .....	\$ <u>61,098,121</u> (42)
4. ACTUARIAL VALUE OF ASSETS, including aggregate insurance/annuity cash surrender value, as of valuation date .....	\$ <u>76,794,713</u> (43)
5. UNFUNDED ACTUARIAL ACCRUED LIABILITY as of valuation date (+ or -) .....	\$ <u>-15,696,592</u> (44)
6. NORMAL COST (employer & employee), <i>excluding administrative expenses</i> , payable as of valuation date for the plan year beginning on valuation date:	
a. As a dollar amount .....	\$ <u>864,558</u> (45)
b. As a percentage of total annual payroll .....	<u>9.44</u> % (46)
7. AVERAGE ADMINISTRATIVE EXPENSES payable from the assets of the pension plan in the prior plan year and the plan year beginning on valuation date <sup>1</sup> * .....	\$ <u>8,370</u> (47)
8. ANNUAL COVERED PAYROLL of active members as of valuation date .....	\$ <u>9,154,085</u> (48)
9. AMORTIZATION CONTRIBUTIONS	
a. For amortization of initial unfunded actuarial accrued liability established 1/1/85. <sup>2</sup>	
1) Amortization period remaining (years) .....	<u>0</u> (49)
2) Amortization contribution calculated as a level dollar amount for the plan year beginning on valuation date .....	\$ <u>0</u> (50)
3) Amortization contribution calculated as a level percentage of payroll for the plan year beginning on valuation date <sup>3</sup> .....	\$ <u>N/A</u> (51)
b. For amortization of all increases or decreases in unfunded actuarial accrued liability occurring after 1/1/85 or the initial UAL's establishment. <sup>2</sup>	
1) Aggregated amortization period (years) .....	<u>0</u> (52)
2) Aggregated amortization contribution calculated as a level dollar amount for the plan year beginning on valuation date .....	\$ <u>0</u> (53)
c. Modified Total Amortization Requirement <sup>4</sup> .....	\$ <u>0</u> (54)
d. Total Amortization Requirement (Item 50 + Item 53 or Item 51 + Item 53 or Item 54, whichever is applicable) .....	\$ <u>0</u> (55)
10. ACTUAL OR ESTIMATED MEMBER CONTRIBUTIONS to the pension plan for the year beginning on the valuation date .....	\$ <u>366,163</u> (56)

\*PMRS Administrative Expense (\$20 per participant)

**Section VI - Actuarial Data (Cont'd)**

INSTRUCTIONS: If insurance/annuity contracts are maintained pre-retirement to fund a portion of the benefits provided by the pension plan at retirement, enter the information requested in Items 57-67 below. Otherwise, do not complete Items 57-67.

**Note:** For Item 67, include "side fund" amortization contribution for the initial UAL established 1/1/85 and the aggregated "side fund" amortization contribution for increases and decreases in the UAL occurring after 1/1/85. Attach a facsimile of Schedule C, Section II, to support the entry for Item 67.

**A. Summary of Actuarial Data (Cont'd)**

	Item No.
11. ACTUARIAL PRESENT VALUE OF INSURANCE/ANNUITY CONTRACT CASH VALUES AT RETIREMENT as of valuation date .....	(57)
12. ADJUSTED ACTUARIAL PRESENT VALUE OF FUTURE BENEFITS as of valuation date (Item 40 - Item 57) .....	(58)
13. ADJUSTED ACTUARIAL PRESENT VALUE OF FUTURE NORMAL COST as of valuation date.....	(59)
14. ADJUSTED ACTUARIAL ACCRUED LIABILITY as of valuation date.....	(60)
15. ACTUARIAL VALUE OF ASSETS, excluding aggregate insurance/annuity cash surrender value, as of valuation date .....	(61)
16. ADJUSTED UNFUNDED ACTUARIAL ACCRUED LIABILITY as of valuation date (+ or -).....	(62)
17. ADJUSTED NORMAL COST, excluding administrative expenses, payable as of valuation date for the plan year beginning on valuation date.....	(63)
18. ANNUAL INSURANCE/ANNUITY PREMIUM PAYMENTS for the plan year beginning on valuation date.....	(64)
19. GROSS ADJUSTED NORMAL COST for the plan year beginning on valuation date (Item 63 + Item 64):	
a. As a dollar amount .....	(65)
b. As a percentage of payroll.....	%(66)
20. ADJUSTED AMORTIZATION CONTRIBUTION calculated as a level dollar amount for the plan year beginning on valuation date.....	(67)

<sup>1</sup> The average of the prior year's administrative expenses and the estimated administrative expenses for the current year. If the amount entered exceeds the prior year's expenses (Section V, Part A, Item 35) by more than 10%, attach an exhibit detailing the administrative expenses for the year beginning on the valuation date.

<sup>2</sup> Initial unfunded actuarial accrued liability may be established later than 1/1/1985 if coincidental with the establishment of the pension plan or with the initiation of a new amortization schedule authorized by Act 82 of 1998.

<sup>3</sup> Enter N/A unless municipality has been certified to use level percentage of payroll amortization pursuant to Section 607 of Act 205.

<sup>4</sup> If the municipality has formally elected to apply the limit on the amortization contribution under section 202(b)(4), enter the modified total amortization requirement calculated as the amount required to amortize the unfunded actuarial accrued liability over ten years. Otherwise, enter N/A.

**Section VI - Actuarial Data (Cont'd)****B. Additional Information**

INSTRUCTIONS: Print or type the information requested in the space provided. Enter "N/A" if applicable. Do not leave blanks or refer to exhibits.

**1. MAJOR ECONOMIC ACTUARIAL ASSUMPTIONS**

Item No.

a. Interest or investment earnings rate ..... 5.25 % (68)b. Salary projection ..... 4.11 % (69)2. ADMINISTRATIVE ARRANGEMENT (Enter corresponding number. ⇒) ..... 6 (70)☐ 1 - Self-administered fund☐ 4 - Insured deposit administration contract☐ 2 - Bank or other trust fund☐ 5 - Immediate participation guarantee contract☐ 3 - Split-funded plan - Insurance plus side fund☒ X - Pennsylvania Municipal Retirement System☐ 7 - Other (Describe) \_\_\_\_\_3. COST FOR ACTUARIAL SERVICES to be billed or charged for completing this reporting form and for preparing the associated actuarial valuation report..... \$ 0.00\* (71)

\*Actuarial Services are included as part of membership

PMRS enrolled plans are not charged separately for preparation of the actuarial valuation. This is an allocated cost included in administrative expenses.

**C. Certification of Actuarial Data**

I hereby certify that I have prepared and reviewed the actuarial data and information entered in Part A and Part B of this section and in Schedule C and that the data and information provided is to the best of my knowledge true and accurate.

I further certify that I have five years of actuarial experience with public pension plans and that I am (Check appropriate box.)

☒ a member of the American Academy of Actuaries enrolled in 2010.☒ an enrolled actuary pursuant to the Employee Retirement Income Security Act of 1974, No. 17-06626**Note to Actuary: Complete Schedule D, Actuary's Review of Required Exhibits and Data, found on Page 19.**Karen Zangara  
(Signature)3/16/2018  
(Date)Karen Zangara, FSA, MAAA, EA  
(Name)(877) 243-4766 (72)  
(Telephone)Cheiron, Inc. (73)  
(Name of Firm)ra-staff@pa.gov (74)  
(E-mail Address)

**Section VII - Certification of Report by the Chief Administrative Officer of the Municipality**

**INSTRUCTIONS:** Ensure that Schedule A, Schedule B and Schedule C are completed and attached to the reporting form. Review the information entered in each section of the reporting form and the information provided in the schedules. Then complete the certification below and return the original reporting form to the Department. **Retain a copy of the completed reporting form for audit compliance purposes.**

**Note:** To be completed by the person officially designated as the Chief Administrative Officer of the municipality under Act 205 of 1984.

I hereby certify that to the best of my knowledge the information provided in this report is complete, true and accurate.

Tom Weber 3/22/18  
(Signature of Chief Administrative Officer) (Date)

BRUCE WEBER (717) 355-3040  
(Name of Chief Administrative Officer) (Print or type) (Telephone)

bweber@harrisburgpa.gov  
(E-Mail Address) (Optional)

**If a third-party administrator has been the source of any information provided in this report, list the administrator below.**

Pennsylvania Municipal Retirement System (800) 622-7968  
(Third-Party Administrator) (Print or type) (Telephone)

ra-staff@pa.gov  
(E-Mail Address) (Optional)

Inquiries regarding completion or submission of the reporting form may be directed to:

**Commonwealth of Pennsylvania  
Department of the Auditor General  
Municipal Pension Reporting Program (MPRP)**

Mailing Address  
613 North Street, 321 Finance Building  
Harrisburg, PA 17120

717-787-3636 (main line)  
717-787-7574 (fax)  
comptroller@paauditor.gov (please insert MPRP in the subject line)



**SCHEDULE A - Demographic Data as of January 1 2017**  
 Page 1 of 2

(Valuation Date)

 Harrisburg City  
 (Municipality)

 Dauphin  
 (County)

INSTRUCTIONS: Print or type the requested information in the space provided. For totals, enter zero if applicable. Refer to attachments or exhibits only to explain or support data entered on the schedule. If you need additional space, make a photocopy of this page and insert behind this page.

☐ Check here if there are no retired members.  
 See Excel File

PART I - DEMOGRAPHIC DATA FOR INDIVIDUAL RETIRED MEMBERS						
Member	Current Age	Monthly Pension Payable	Retire- ment Age	Type *	Years of Service	Gender (M/F)
1						
2						
3						
4						
5						
6						
7						
8						
9						
10						
11						
12						
13						
14						
15						
16						
17						
18						
19						
20						
21						
22						
23						
24						
25						

☐ Check here if there are no members terminated with vesting.  
 See Excel File

PART II - DEMOGRAPHIC DATA FOR INDIVIDUAL MEMBERS TERMINATED WITH VESTING					
Member	Current Age	Monthly Pension Payable	Retire- ment Age	Years of Service	Gender (M/F)
1					
2					
3					
4					
5					
6					
7					
8					
9					
10					
11					
12					
13					
14					
15					
16					
17					
18					
19					
20					
21					
22					
23					
24					
25					

\* Type: Blank = Member, S = Spouse/Child, D = Disability, DR = DROP

<b>Municipality</b>	Harrisburg City
<b>PERC</b>	22-030-2 N
<b>County</b>	
<b>Plan Type</b>	

**Schedule A - Demographic Data as of January 1, 2017**  
**Part I - Individual Retired Members**

Member	Age	Monthly Pension Payable	Retirement Age	Type	Years of Service	Gender (M/F)
1	78	\$1,548	60			M
2	75	\$1,752	65			F
3	74	\$1,413	61			F
4	72	\$3,670	59			M
5	61	\$1,122	54			M
6	74	\$1,167	61			M
7	74	\$1,464	61			M
8	72	\$2,414	59			M
9	68	\$2,707	55			M
10	66	\$1,995	61			M
11	67	\$982	57			M
12	60	\$4,172	54			M
13	59	\$1,968	56			F
14	73	\$991	56			F
15	74	\$901	63			M
16	70	\$439	60			F
17	71	\$1,215	66			M
18	56	\$3,848	53			M
19	70	\$3,107	56	D		F
20	76	\$413	64			F
21	57	\$1,036	47	D		M
22	61	\$1,378	57			M
23	65	\$1,170	64			F
24	66	\$1,886	66			M
25	70	\$2,162	64			F
26	72	\$2,173	59			F
27	56	\$2,907	52			M
28	81	\$2,097	67			F
29	86	\$1,338	77			M
30	80	\$734	62			M
31	59	\$2,565	56			M
32	67	\$819	60			M
33	67	\$2,754	55			M
34	74	\$1,238	64			M
35	61	\$2,858	58			M
36	73	\$2,167	63			M
37	91	\$187	73			M
38	63	\$1,681	59	D		M
39	70	\$607	65			M
40	86	\$1,550	67			F
41	76	\$791	59			F
42	71	\$1,434	58			M

43	70	\$746	61		M
44	70	\$2,631	62		M
45	71	\$2,181	63		F
46	60	\$2,598	49	D	M
47	58	\$3,193	55		F
48	60	\$549	54		M
49	54	\$313	48		F
50	57	\$2,741	54		F
51	64	\$929	61		F
52	63	\$3,718	60		F
53	63	\$2,077	60		M
54	62	\$1,387	55		M
55	69	\$1,349	56		M
56	76	\$1,516	63		F
57	76	\$1,590	63		F
58	67	\$1,138	62	S	F
59	65	\$433	56		M
60	65	\$3,001	62		M
61	63	\$699	56		M
62	62	\$4,035	59		M
63	64	\$1,431	62		M
64	58	\$3,086	55		M
65	60	\$2,784	57		M
66	59	\$1,245	55		M
67	70	\$525	64		M
68	64	\$2,291	61		M
69	58	\$2,927	56		M
70	69	\$290	63	S	F
71	77	\$999	64		F
72	65	\$3,720	59		M
73	64	\$3,253	60		M
74	71	\$1,792	64		M
75	67	\$2,325	60		M
76	68	\$1,476	59		M
77	55	\$2,517	52		F
78	81	\$1,311	71		F
79	63	\$1,216	61		M
80	60	\$2,498	58		M
81	61	\$4,474	60		M
82	58	\$553	54		M
83	62	\$1,156	54		F
84	81	\$924	68		F
85	65	\$2,234	62		F
86	60	\$3,041	56		M
87	67	\$2,363	55		M
88	56	\$2,420	53		M
89	68	\$1,881	56		M
90	66	\$1,291	63		F
91	62	\$2,182	59		M
92	72	\$1,204	66		F
93	58	\$2,139	55		F
94	58	\$2,767	55		F
95	73	\$1,795	64		F
96	74	\$2,471	66		M
97	64	\$5,706	60		M

98	81	\$853	63		F
99	71	\$461	63		F
100	62	\$1,656	59		F
101	57	\$4,453	54		M
102	56	\$1,722	56		F
103	80	\$1,414	65		F
104	75	\$679	61		M
105	71	\$333	62		F
106	65	\$1,744	55		F
107	67	\$1,867	54	D	M
108	69	\$1,213	63		M
109	76	\$1,725	63		M
110	70	\$652	57		M
111	63	\$2,811	61		M
112	66	\$1,503	61		M
113	62	\$887	57	D	F
114	72	\$2,055	66		F
115	93	\$867	61		M
116	96	\$121	64	S	F
117	88	\$666	65		F
118	88	\$116	62		M
119	89	\$239	70		M
120	100	\$110	68	S	F
121	67	\$2,176	54		M
122	79	\$216	61		M
123	67	\$1,110	55		M
124	74	\$740	61		F
125	66	\$2,324	62		M
126	65	\$1,597	62		F
127	76	\$1,560	66		M
128	72	\$2,554	66		F
129	54	\$2,508	51		M
130	73	\$1,184	71		M
131	71	\$1,767	58		M
132	63	\$1,221	60		M
133	62	\$1,839	59		M
134	57	\$2,296	54		M
135	61	\$1,400	54		F
136	63	\$2,373	60		M
137	64	\$788	52	S	F
138	79	\$458	62		M
139	63	\$778	58		M
140	79	\$1,817	69		F
141	63	\$3,823	59		M
142	81	\$1,702	68		F
143	76	\$619	59		M
144	71	\$2,653	64		M
145	80	\$2,030	74		F
146	68	\$1,351	61		M
147	68	\$2,160	55		M
148	69	\$1,546	56		M
149	65	\$1,196	58		M
150	65	\$1,285	55		F
151	64	\$2,230	61		M
152	85	\$513	67		M

153	75	\$1,380	61		M
154	74	\$281	61		F
155	69	\$968	68		M
156	74	\$1,085	61		F
157	77	\$879	68	S	F
158	68	\$2,373	65		M
159	68	\$807	63	S	F
160	67	\$2,797	59		M
161	80	\$1,305	67		F
162	71	\$2,796	63		M
163	60	\$3,782	57		M
164	72	\$905	62		M
165	72	\$1,848	68	S	F
166	81	\$2,533	67		M
167	67	\$2,202	61		M
168	83	\$934	57		M
169	84	\$428	75	S	F
170	85	\$1,111	63		M
171	96	\$448	72		F
172	88	\$404	83	S	F
173	87	\$312	76	S	F
174	89	\$762	59		M
175	84	\$337	65	S	F
176	81	\$415	54	S	F
177	69	\$1,119	53	S	F
178	87	\$1,291	61		F
179	85	\$1,229	63		M
180	82	\$1,912	62		M
181	81	\$597	76	S	F
182	82	\$1,473	49		M
183	96	\$653	67		F
184	95	\$444	77	S	F
185	102	\$125	85	S	F
186	90	\$1,034	64		M
187	87	\$367	64	S	F
188	81	\$577	66	S	F
189	85	\$1,411	58		M
190	90	\$314	57	S	F
191	85	\$344	65	S	F
192	88	\$792	67		F
193	83	\$1,109	62		F
194	74	\$461	55	S	F
195	87	\$641	63		M
196	83	\$303	65	S	F
197	84	\$963	54		M
198	72	\$1,258	68		M
199	70	\$790	67		F
200	67	\$506	62		M
201	68	\$1,083	63		F
202	82	\$237	74		M
203	71	\$135	65		F
204	69	\$449	66		M

<b>Municipality</b>	Harrisburg City
<b>PERC</b>	22-030-2 N
<b>County</b>	
<b>Plan Type</b>	

**Schedule A - Demographic Data as of January 1, 2017**  
**Part II - Individual Members Terminating with Vested**

<b>Member</b>	<b>Age</b>	<b>Monthly Pension Payable</b>	<b>Retirement Age</b>	<b>Years of Service</b>	<b>Gender (M/F)</b>
1	49	\$874	65		F
2	62	\$2,912	65		M
3	54	\$1,048	65		M
4	57	\$1,265	65		F
5	50	\$823	65		M
6	45	\$1,759	65		M
7	55	\$1,205	65		M
8	55	\$2,015	65		M
9	50	\$1,624	65		M
10	63	\$1,263	65		M
11	57	\$2,145	65		M
12	50	\$3,690	65		M
13	56	\$2,823	65		F
14	63	\$788	65		M
15	60	\$336	65		F
16	49	\$1,428	65		M
17	60	\$2,044	65		F
18	55	\$1,245	65		M
19	59	\$976	65		M
20	46	\$1,325	65		M
21	65	\$2,347	65		F
22	48	\$1,704	65		M
23	49	\$1,011	65		F
24	49	\$889	65		F
25	51	\$1,087	65		F
26	53	\$1,548	65		M
27	53	\$1,688	65		M
28	62	\$1,023	65		M
29	59	\$1,080	65		M
30	58	\$1,099	65		F
31	59	\$1,543	65		M

**SCHEDULE A - Demographic Data as of** January 1, 2017  
 Page 2 of 2 (Valuation Date)

Harrisburg City  
 (Municipality)

Dauphin  
 (County)

**Part III - Active Member Data** <sup>1</sup> - ☐ Check here if there are no active members. See Excel File

Member	Age	Years of Service	Total Annual Payroll	Gender (M/F)
1				
2				
3				
4				
5				
6				
7				
8				
9				
10				
11				
12				
13				
14				
15				
16				
17				
18				
19				
20				
21				
22				
23				
24				
25				

Member	Age	Years of Service	Total Annual Payroll	Gender (M/F)
26				
27				
28				
29				
30				
31				
32				
33				
34				
35				
36				
37				
38				
39				
40				
41				
42				
43				
44				
45				
46				
47				
48				
49				
50				

<sup>1</sup> Plans with active members of 50 or more must e-mail an Excel spreadsheet containing the specified active member data to the Department at [comptroller@PaAuditor.gov](mailto:comptroller@PaAuditor.gov) (please insert MPRP in the subject line). When submitting your data, specify the municipality, county, and plan type (police, fire, or nonuniformed) in the first line of the spreadsheet.

<b>Municipality</b>	Harrisburg City
<b>PERC</b>	22-030-2 N
<b>County</b>	
<b>Plan Type</b>	

**Schedule A - Demographic Data as of January 1, 2017**  
**Part III - Active Member Data**

<b>Member</b>	<b>Age</b>	<b>Years of Service</b>	<b>Base Annual Payroll</b>	<b>Gender (M/F)</b>
1	59	10	\$69,969	F
2	48	9	\$37,507	F
3	48	9	\$42,693	F
4	38	8	\$38,987	M
5	46	1	\$37,008	F
6	35	8	\$70,985	M
7	37	8	\$44,901	M
8	56	24	\$77,653	M
9	57	4	\$56,342	M
10	55	28	\$54,541	M
11	56	37	\$42,352	F
12	45	20	\$83,468	M
13	56	3	\$46,438	M
14	50	22	\$55,358	M
15	55	27	\$41,466	M
16	55	21	\$45,210	M
17	58	20	\$77,308	M
18	56	9	\$69,846	F
19	58	31	\$44,397	F
20	61	31	\$53,447	M
21	48	20	\$69,860	M
22	57	1	\$19,389	M
23	45	19	\$59,809	M
24	52	25	\$60,164	M
25	49	21	\$46,985	M
26	52	30	\$46,986	M
27	65	23	\$50,433	M
28	63	30	\$44,822	M
29	52	27	\$50,279	M
30	60	29	\$52,440	M
31	58	29	\$42,087	F
32	62	41	\$53,000	M
33	57	30	\$50,665	M
34	62	42	\$49,727	M
35	60	26	\$43,708	M
36	55	29	\$55,670	M
37	54	26	\$51,575	M
38	47	24	\$39,035	M
39	58	29	\$56,741	M
40	49	24	\$56,774	M
41	51	20	\$53,652	M
42	60	2	\$49,846	F



43	58	37	\$46,756	F
44	50	21	\$39,739	M
45	38	18	\$43,226	F
46	61	29	\$50,659	M
47	58	24	\$44,883	M
48	56	21	\$69,929	M
49	52	22	\$44,245	M
50	47	27	\$57,342	F
51	55	30	\$51,909	M
52	52	21	\$63,427	M
53	63	38	\$46,382	F
54	47	19	\$51,475	M
55	49	18	\$70,000	M
56	56	25	\$42,168	F
57	51	25	\$38,461	M
58	62	24	\$46,720	M
59	52	20	\$43,593	F
60	40	17	\$58,897	M
61	57	17	\$51,240	M
62	63	17	\$37,661	M
63	40	18	\$48,678	M
64	55	17	\$56,467	M
65	48	17	\$42,163	M
66	56	17	\$42,012	M
67	61	15	\$45,953	M
68	64	16	\$59,924	M
69	51	14	\$48,678	M
70	52	16	\$49,498	M
71	39	15	\$41,168	M
72	43	16	\$46,669	M
73	55	16	\$60,000	M
74	64	15	\$41,380	M
75	57	15	\$41,385	M
76	45	17	\$58,170	F
77	62	23	\$53,691	M
78	45	11	\$40,238	M
79	60	0	\$9,615	M
80	62	10	\$48,614	M
81	49	11	\$44,604	F
82	30	8	\$50,563	M
83	57	10	\$49,583	F
84	52	15	\$54,737	M
85	38	13	\$54,923	F
86	59	0	\$26,000	F
87	35	16	\$38,967	M
88	58	17	\$50,060	F
89	57	2	\$39,971	F
90	34	8	\$41,038	M
91	40	8	\$39,779	F
92	57	8	\$54,985	F
93	63	3	\$70,000	F
94	63	7	\$21,500	F
95	30	4	\$52,923	M
96	42	1	\$106,781	M
97	41	0	\$24,935	M

98	57	5	\$39,204	M
99	56	5	\$47,944	F
100	48	5	\$44,741	M
101	32	4	\$44,969	F
102	43	2	\$71,954	F
103	32	4	\$49,969	M
104	52	4	\$59,962	M
105	36	4	\$60,000	M
106	36	4	\$44,956	M
107	45	3	\$80,000	M
108	38	3	\$20,000	F
109	43	3	\$70,000	M
110	46	3	\$70,000	M
111	53	3	\$69,462	M
112	32	3	\$38,539	F
113	39	3	\$63,000	M
114	64	3	\$90,000	F
115	33	3	\$50,000	M
116	41	3	\$82,385	M
117	46	3	\$41,421	M
118	46	2	\$71,954	M
119	29	2	\$39,939	M
120	40	2	\$54,892	M
121	31	2	\$50,972	M
122	53	3	\$85,000	F
123	55	2	\$52,000	F
124	42	2	\$50,800	M
125	34	2	\$41,920	M
126	32	2	\$55,000	F
127	32	2	\$45,210	F
128	41	2	\$54,962	F
129	30	2	\$55,000	F
130	33	2	\$46,446	M
131	58	2	\$43,279	M
132	49	2	\$41,515	F
133	21	2	\$43,323	M
134	41	2	\$39,555	M
135	30	1	\$45,084	M
136	59	2	\$60,000	M
137	50	1	\$41,503	F
138	24	1	\$53,953	F
139	58	1	\$49,577	M
140	63	1	\$37,932	M
141	28	1	\$54,158	M
142	50	1	\$43,296	M
143	46	1	\$40,641	M
144	34	1	\$41,120	M
145	23	1	\$38,098	M
146	54	1	\$46,431	F
147	29	1	\$37,686	M
148	36	1	\$53,566	F
149	24	1	\$31,981	M
150	35	1	\$52,109	F
151	47	1	\$43,010	M
152	42	1	\$37,182	M

153	38	1	\$33,265	M
154	34	1	\$58,013	M
155	52	1	\$36,428	M
156	45	1	\$33,776	M
157	35	1	\$47,504	F
158	30	1	\$33,206	M
159	28	1	\$32,533	M
160	41	1	\$31,058	M
161	40	1	\$31,252	F
162	46	1	\$43,594	M
163	33	0	\$58,185	M
164	33	0	\$40,647	F
165	50	0	\$35,080	F
166	39	0	\$34,415	M
167	26	0	\$45,624	M
168	41	0	\$37,284	M
169	36	0	\$31,072	M
170	21	0	\$24,515	M
171	47	0	\$30,439	F
172	50	0	\$29,587	F
173	26	0	\$31,164	F
174	42	0	\$29,620	M
175	27	0	\$30,189	M
176	29	0	\$31,786	F
177	48	0	\$35,521	M
178	32	0	\$43,057	M
179	34	0	\$43,642	F
180	35	0	\$55,000	F

**SCHEDULE B - Financial Data as of** January 1, 2017  
 Page 1 of 5 (Valuation Date)

Harrisburg City  
 (Municipality)

Dauphin  
 (County)

INSTRUCTIONS: Print or type the requested information in the space provided. Round to the nearest dollar. Enter zero, if applicable. Refer to attachments or exhibits only to explain or support data entered on the schedule.

**Section I - Statement of Net Assets Available for Benefits**

	As of the Above Valuation Date	As of the Previous Year (2016)	Item No.
<b>A. Assets:</b>			
1. Cash.....	\$ 0	\$ 0	(1)
2. Accrued Interest and Dividends Receivable.....	\$ 0	\$ 0	(2)
3. Receivables (Specify)			
Employee Contributions.....	\$ 58	\$ 11,598	(3)
Employer Contributions.....	\$ 0	\$ 0	(4)
State Aid.....	\$ 0	\$ 0	(5)
Other <u>Administrative Fees</u> .....	\$ 0	\$ 20	(6)
.....	\$ 0	\$ 0	(7)
4. Investments at Market Value (Specify)			
Money Markets and Other Cash Investments.....	\$ 0	\$ 0	(8)
Mutual Funds.....	\$ 0	\$ 0	(9)
Stocks and Other Equities.....	\$ 0	\$ 0	(10)
Bonds and Other Fixed Income.....	\$ 0	\$ 0	(11)
5. Other Assets (Specify)			
Insurance Contract/Group Annuity.....	\$ 0	\$ 0	(12)
Other <u>PMRS Assets (Market Value of Assets</u> .....	\$ 71,157,693	\$ 69,776,469	(13)
<u>Excluding Receivables)</u> .....	\$ 0	\$ 0	(14)
6. Insurance/Annuity Cash Surrender Value (Individual Policies) ...	\$ 0	\$ 0	(15)
Total Fund Assets .....	\$ 71,157,751	\$ 69,788,087	(16)
<b>B. Current Liabilities:</b>			
1. Accounts Payable and Accrued Administrative Expenses.....	\$ 0	\$ 0	(17)
2. Other Current Liabilities			
Benefits Payable .....	\$ 0	\$ 0	(18)
Other.....	\$ 0	\$ 0	(19)
.....	\$ 0	\$ 0	(20)
.....	\$ 0	\$ 0	(21)
Total Current Liabilities .....			
C. Net Assets Available for Benefits (Market Value) as of valuation date	\$ 71,157,751	\$ 69,788,087	(22)

**SCHEDULE B - Financial Data as of** January 1, 2017  
Page 2 of 5 (Valuation Date)

Harrisburg City  
(Municipality)

Dauphin  
(County)

**Section II - Statement of Revenues, Expenses and Change in Fund Assets.**

	As of the Above Valuation Date	As of the Previous Year (2016)	Item No.
A. Net Assets at Beginning of Year (Market Value)* .....	\$ 69,788,087	\$ 74,232,967	(1)
*See Appendix 1, Note 1			
B. Gross Revenues (unreduced by any fees, costs, or expenses):			
Member Contributions .....	\$ 332,840	\$ 388,840	(2)
Total Municipal Contributions			
a. State Aid Portion .....	\$ 0	\$ 0	(3)
b. Local Portion ..(Includes state aid portion and net of refunds)	\$ 144	\$ -60	(4)
Interest Earnings/Dividend Income.....	\$ 0	\$ 0	(5)
Realized/Unrealized Capital Gains/Losses .....	\$ 0	\$ 0	(6)
Other Revenues or Credits (Specify)			
<u>PMRS Investment Income</u> .....	\$ 4,026,569	\$ 4,024,966	(7)
<u>Market Value Income (Loss)</u> .....	\$ 1,280,608	\$ -4,439,643	(8)
<u>Transfers</u> .....	\$ 0	\$ 0	(9)
Total Revenues.....	\$ 5,640,161	\$ -25,897	(10)
C. Expenses			
Total Benefit Payments (Lump-Sum).....	\$ 232,824	\$ 328,682	(11)
Total Benefit Payments (Monthly)....(Net of refunds).....	\$ 3,832,187	\$ 3,913,769	(12)
Annuity Purchases (Lump-Sum).....	\$ 0	\$ 0	(13)
Insurance Premiums.....	\$ 0	\$ 0	(14)
Refund of Member Contributions .....	\$ 0	\$ 0	(15)
Lump-Sum Drop Account Payments.....	\$ 0	\$ 0	(16)
Actuarial Costs .....	\$ 0	\$ 0	(17)
Investment Costs .....	\$ 0	\$ 0	(18)
All Other Expenses or Debits (Specify)			
<u>Administrative Expenses (See Appendix 1, Note 2)</u> .....	\$ 205,486	\$ 176,532	(19)
<u>Transfers</u> .....	\$ 0	\$ 0	(20)
Total Expenses.....	\$ 4,270,497	\$ 4,418,983	(21)
C. Net Assets at End of Year (Market Value) .....	\$ 71,157,751	\$ 69,788,087	(22)

**SCHEDULE B - Financial Data as of** January 1, 2017  
Page 3 of 5 (Valuation Date)

Harrisburg City  
(Municipality)

Dauphin  
(County)

**Section III - Presentation of the Determination of the Minimum Municipal Obligation (MMO) for the Year Ended on Valuation Date.**

INSTRUCTIONS: Enter data reflecting the minimum municipal obligation developed in the fall of 2015 for the plan year beginning in 2016.  
[Section 302(C) of Act 205 of 1984.]

	Item No.
A. IDENTIFICATION OF THE ACTUARIAL VALUATION REPORT (AVR) used to determine funding requirement. (Enter valuation date - 2015 or earlier year.)	<div style="display: flex; justify-content: flex-end; align-items: center;"> <div style="text-align: center; margin-right: 10px;"> <u>1</u> / <u>1</u> / <u>2013</u> Mo. Da. Yr. </div> <span style="border-left: 1px solid black; padding-left: 5px;">(1)</span> </div>
<p>B. DEVELOPMENT OF MINIMUM MUNICIPAL OBLIGATION under Section 302(c) of Act 205 of 1984. (If the asset value exceeded the present value of future benefits in the actuarial valuation report identified in Part A, check the box, skip Item 2 through Item 10, and complete Item 11 and Item 12, if applicable.) <span style="float: right;"><input checked="" type="checkbox"/></span></p>	
1. TOTAL ANNUAL PAYROLL projected for year ended on valuation date.....	\$ <u>0</u> (2)
2. TOTAL NORMAL COST, expressed as a percentage of total annual payroll, derived from actuarial valuation report identified in item 1 .....	<u>0.00</u> % (3)
3. TOTAL PROJECTED NORMAL COST for year ended on valuation date (Item 2 x Item 3) .....	\$ <u>0</u> (4)
4. TOTAL AMORTIZATION REQUIREMENT for year ended on valuation date <sup>1</sup> .....	\$ <u>0</u> (5)
5. TOTAL ADMINISTRATIVE EXPENSES projected for year ended on valuation date*.....	\$ <u>0</u> (6)
6. TOTAL FINANCIAL REQUIREMENTS (Item 4 + Item 5 + Item 6).....	\$ <u>0</u> (7)
7. MEMBER CONTRIBUTIONS projected for year ended on valuation date .....	\$ <u>0</u> (8)
8. FUNDING ADJUSTMENT determined pursuant to Section 302(c)(2) of Act 205 of 1984 for year ended on valuation date <sup>2</sup> .....	\$ <u>0</u> (9)
9. MINIMUM MUNICIPAL OBLIGATION (MMO) for year ended on valuation date (Item 7 - Item 8 - Item 9).....	\$ <u>0</u> (10)
10. DELINQUENT MMO PLUS INTEREST from plan year beginning in 2015 .....	\$ <u>0</u> (11)
11. TOTAL MMO for year ended on valuation date (Item 10 + Item 11).....	\$ <u>0</u> (12)
<p>C. AMORTIZATION CONTRIBUTION REDUCTION (Complete if Amortization Contribution Reduction was elected pursuant to Section 607(H.1) of Act 205.)</p>	
1. REDUCTION OF AMORTIZATION CONTRIBUTION (Maximum is 25% of Item 5.).....	\$ <u>0</u> (13)
2. RE-CALCULATED MMO for year ended on valuation date (Item 12 - Item 13) .....	\$ <u>0</u> (14)
<p>*PMRS Administrative Expense (\$20 per participant)</p>	

<sup>1</sup> If the amount entered differs from the amount reported in the actuarial valuation report identified in Item 1 above due to the scheduled termination of one or more amortization bases established pursuant to Chapter 2 of Act 205, attach an exhibit reconciling the difference.

<sup>2</sup> Funding adjustment is applicable where assets exceed actuarial accrued liability and is equal to 10% of the amount of the excess.

**SCHEDULE B - Financial Data as of** January 1, 2017  
 Page 4 of 5 (Valuation Date)

Harrisburg City  
 (Municipality)

Dauphin  
 (County)

**Section III - Presentation of the Determination of the Minimum Municipal Obligation (MMO) for the Plan Year Beginning in 2015.**

INSTRUCTIONS: Enter data reflecting the minimum municipal obligation developed in the fall of 2014 for the plan year beginning in 2015.  
 [Section 302(C) of Act 205 of 1984.]

	Item No.
<b>A. IDENTIFICATION OF THE ACTUARIAL VALUATION REPORT (AVR)</b> used to determine funding requirement. (Enter valuation date - 2013 or earlier year.)	<div style="display: flex; justify-content: flex-end; align-items: center;"> <div style="text-align: center; margin-right: 10px;"> <u>1</u> / <u>1</u> / <u>2013</u>              Mo. Da. Yr.           </div>           (1)         </div>
<b>B. DEVELOPMENT OF MINIMUM MUNICIPAL OBLIGATION</b> under Section 302(c) of Act 205 of 1984. (If the asset value exceeded the present value of future benefits in the actuarial valuation report identified in Part A, check the box, skip Item 2 through Item 10, and complete Item 11 and Item 12, if applicable.) <input checked="" type="checkbox"/>	
1. TOTAL ANNUAL PAYROLL projected for year ended on valuation date.....	\$ <u>0</u> (2)
2. TOTAL NORMAL COST, expressed as a percentage of total annual payroll, derived from actuarial valuation report identified in item 1 .....	0.00 % (3)
3. TOTAL PROJECTED NORMAL COST for year ended on valuation date (Item 2 x Item 3) .....	\$ <u>0</u> (4)
4. TOTAL AMORTIZATION REQUIREMENT for year ended on valuation date <sup>1</sup> .....	\$ <u>0</u> (5)
5. TOTAL ADMINISTRATIVE EXPENSES projected for year ended on valuation date*.....	\$ <u>0</u> (6)
6. TOTAL FINANCIAL REQUIREMENTS (Item 4 + Item 5 + Item 6).....	\$ <u>0</u> (7)
7. MEMBER CONTRIBUTIONS projected for year ended on valuation date .....	\$ <u>0</u> (8)
8. FUNDING ADJUSTMENT determined pursuant to Section 302(c)(2) of Act 205 of 1984 for year ended on valuation date <sup>2</sup> .....	\$ <u>0</u> (9)
9. MINIMUM MUNICIPAL OBLIGATION (MMO) for year ended on valuation date (Item 7 - Item 8 - Item 9).....	\$ <u>0</u> (10)
10. DELINQUENT MMO PLUS INTEREST from plan year beginning in 2014.....	\$ <u>0</u> (11)
11. TOTAL MMO for year ended on valuation date (Item 10 + Item 11).....	\$ <u>0</u> (12)
<b>C. AMORTIZATION CONTRIBUTION REDUCTION</b> (Complete if Amortization Contribution Reduction was elected pursuant to Section 607(H.1) of Act 205.)	
1. REDUCTION OF AMORTIZATION CONTRIBUTION (Maximum is 25% of Item 5.).....	\$ <u>0</u> (13)
2. RE-CALCULATED MMO for year ended on valuation date (Item 12 - Item 13) .....	\$ <u>0</u> (14)

\*PMRS Administrative Expense (\$20 per participant)

<sup>1</sup> If the amount entered differs from the amount reported in the actuarial valuation report identified in Item 1 above due to the scheduled termination of one or more amortization bases established pursuant to Chapter 2 of Act 205, attach an exhibit reconciling the difference.

<sup>2</sup> Funding adjustment is applicable where assets exceed actuarial accrued liability and is equal to 10% of the amount of the excess.

### Section V - Documentation of Compliance with Act 205 Funding Standard Requirements

- INSTRUCTIONS: 1. Complete the information below if a funding deficiency has been partially or fully rectified, and provide the following:
- Documentation showing the development of the pension plan's municipal funding requirements (Minimum Municipal Obligation (MMO)) pursuant to Section 302 and, if applicable, Section 607(H.1) of Act 205 for the years reported.
  - Signature in Section VI below by the approved actuary and the municipality's chief administrative officer certifying, subject to the penalties of 18 Pa. C. S. §4904 relating to unsworn falsification to authorities, that the accompanying documentation is accurate and that the funding requirements prescribed by Section 302, and if applicable Section 607(H.1), of Act 205 are satisfied.
2. Documentation showing the actual municipal contributions to the pension plan for the years reported, including copies of specific supporting documents such as the development of the MMO, bank statements, evidence of deposit, and cancelled checks should be maintained by the municipality for audit and other purposes.

	2016	2017	Item No.
A) Prior Year's Deficiency <sup>1</sup> for each year indicated .....	\$ .....	\$ .....	(1)
B) Interest Rate .....	% .....	% .....	(2)
C) Monthly Interest Rate (B ÷ 12) .....	% .....	% .....	(3)
D) Amount Due on Payment Date (A × (1 + C) <sup>Time in months</sup> ) .....	\$ .....	\$ .....	(4)
E) Minimum Municipal Obligation .....	\$ .....	\$ .....	(5)
F) Total Minimum Municipal Obligation (D + E) .....	\$ .....	\$ .....	(6)
G) Amount Deposited <sup>2</sup> .....	\$ .....	\$ .....	(7)
H) Funding Deficiency .....	\$ .....	\$ .....	(8)

<sup>1</sup> Development of the MMOs must include the reported funding deficiency with interest.

<sup>2</sup> Must equal amount deposited as shown on supporting documentation maintained by the municipality.

### Section VI - Certification of Compliance with Act 205 Funding Standard Requirements

\_\_\_\_\_  
 (Signature of Actuary)

\_\_\_\_\_  
 (Date)

\_\_\_\_\_  
 (Signature of Chief Administrative Officer)

\_\_\_\_\_  
 (Date)

\_\_\_\_\_  
 (Name of Actuary)

\_\_\_\_\_  
 (Name of Chief Administrative Officer)

\_\_\_\_\_  
 (Actuarial Firm)



INSTRUCTIONS: Complete all items using the entry age normal actuarial cost method. Enter zero, if applicable, and round to the nearest dollar. Refer to attachments or exhibits only to explain or support data entered on the schedule.

**Section I - Presentation of Actuarial Present Value of Future Benefits as of the Valuation Date**

**A. Actuarial Present Values for Active Members**

(Enter values for ancillary benefits only if valued using EAN.)

1. Retirement Benefits.....	\$	16,224,578	(1)
2. Disability Benefits.....	\$	360,596	(2)
3. Survivor Benefits.....	\$	806,029	(3)
4. Liability for the Refund of Member Contributions.....	\$	14,598	(4)
5. Vested Withdrawal Benefits.....	\$	6,982,920	(5)
6. Other (Specify) .....	\$	0	(6)
Subtotal for Active Members .....	\$	24,388,721	(7)

**B. Actuarial Present Values for Non-Active Members and Benefit Recipients**

1. Deferred Vested Benefits .....	\$	3,803,259	(8)
2. Retirement Benefits.....	\$	38,953,669	(9)
3. Disability Benefits.....	\$	1,108,596	(10)
4. Survivor Benefits.....	\$	1,240,843	(11)
5. Total Monies Accumulated in DROP Participant Accounts .....	\$	0	(12)
6. Other (Specify) .....	\$	0	(13)
Subtotal for Non-Active Members and Benefit Recipients .....	\$	45,106,367	(14)

C. Total Actuarial Present Value of Future Benefits (Without adjustments).....\$ 69,495,088 (15)

D. Total Adjustments for Ancillary Benefits Valued through Approximation Techniques <sup>1</sup> .....\$ 85,573 (16)

E. Total Actuarial Present Value of Future Benefits (Item 15 + Item 16).....\$ 69,580,661 (17)

<sup>1</sup> A signed statement and accompanying documentation, as specified in Section 203.5 of the Act 205 regulations, must be attached if adjustments are made.

**Section II - Unfunded Actuarial Accrued Liability and Amortization Contributions as of Valuation Date**
**Part A - Initial Unfunded Actuarial Accrued Liability.**

Amount of Initial Liability	Date Established	Target Date	Original Amortization Rate	Remaining Balance	Level Dollar Amortization Contribution <sup>1</sup>
\$ 0			0	\$ 0	\$ 0 (1)

**Part B - Changes in Unfunded Actuarial Accrued Liability since the last actuarial valuation report prepared and submitted under Act 205. <sup>2</sup>**

Source	Amount of Liability	Date Established	Target Date	Amortization Rate	Amortization Contribution
Benefit Plan Modification	0			0	0
Actuarial Assumption Modification	0			0	0
Actuarial Losses (+) or Gains (-)	0 <sup>3</sup>			0	0
Post-Retirement Adjustments	0			0	0
Total	\$ 0	XXXXX	XXXXX	XXXXX	\$ 0 (2)

**Part C - Aggregation of Changes in Unfunded Actuarial Accrued Liability since initially established in 1985.**

Description	Remaining Balance of Aggregated Liability	Date of Aggregation	Aggregated Target Date	Aggregated Amortization Rate	Aggregated Amortization Contribution
Aggregation of all prior changes (exclude changes in Section B)	\$ 0			0	\$ 0 (3)
Aggregation of all changes (include changes in Section B)	\$ 0	Current Valuation Date		0	\$ 0 (4)

<sup>1</sup> Level percentage of future payroll amortization contribution should be entered where the municipality has previously implemented that amortization approach pursuant to Section 607 of Act 205.

<sup>2</sup> Attach exhibit specifying the individual factors contributing to each change in unfunded actuarial accrued liability summarized in Part B.

<sup>3</sup> Attach exhibit of the actuarial valuation report showing development of expected unfunded actuarial accrued liability.

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**Section III – Presentation of Actuarial Assumptions and Methods**

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**A. Actuarial Assumptions****1. Interest Rate**

See Pennsylvania Municipal Retirement System Actuarial Assumptions

**2. Salary Projection**

See Pennsylvania Municipal Retirement System Actuarial Assumptions

**3. Disability Rates**

See Pennsylvania Municipal Retirement System Actuarial Assumptions

**4. Termination Rates**

See Pennsylvania Municipal Retirement System Actuarial Assumptions

**5. Mortality**

See Pennsylvania Municipal Retirement System Actuarial Assumptions

**6. Retirement Age**

See Pennsylvania Municipal Retirement System Actuarial Assumptions

**7. Asset Smoothing**

See Pennsylvania Municipal Retirement System Actuarial Assumptions

**8. Other (Specify)**

See Pennsylvania Municipal Retirement System Actuarial Assumptions

**9. Other (Specify)**

See Pennsylvania Municipal Retirement System Actuarial Assumptions

**B. Actuarial Cost Method (Specify)**

See Pennsylvania Municipal Retirement System Actuarial Assumptions

**Section IV - Presentation of Benefit Plan Provisions**

**A. Eligibility Requirements**

Normal Retirement Age 65.

Early Retirement Age 55 w/ 10 yrs svc. Unreduced early from 1/1/2017 to 12/31/2018 if member's age + service = 80.

Vesting 100% vested after 10 years of service.

**B. Retirement Benefit (Describe fully including Social Security offsets, service increments, etc. and include period over which final average salary is determined if benefit salary related.)**

2% X credited service X FAS; max 75% of FAS. If retiring from 1/1/2017 to 12/31/2018; 2.5% X FAS X service; max 75% of FAS. FAS based upon highest 3 year average salary. There is no Social Security offset.

**C. Survivor Benefit (Describe fully including indication of whether benefit is automatic or provided at the election of individual members.)**

If eligible to retire at time of death, beneficiary receives present value of accrued benefit.

**D. Disability Benefit (Describe fully including offset provisions, service requirements, extent of disability, etc.)**

Service Related

A 50% disability benefit is provided to a member who is unable to perform gainful employment regardless of age or service. Offset by available Workers' Compensation benefits.

Non-Service Related

A 30% disability benefit is provided to a member who has at least 10 years of service and who is unable to perform gainful employment.

**E. Post Retirement Adjustments (Describe fully including frequency of adjustment, basis for adjustment, minimum/maximum adjustments, etc.)**

PMRS law allows a municipality to optionally award post-retirement adjustments based on investment performance (excess interest awards).

**F. DROP Benefit (Specify and describe.)**

**G. Other Benefit (Specify and describe.)**

Plan Change: Added Early Retirement Window from 1/1/2017 to 12/31/2018. During Window, Unreduced Retirement Age lowered from 65 to rule of 80 and Benefit Accrual Rate increased from 2.0% to 2.5%.

**H. Member Contributions**

Amount or Rate 5% of pay; currently reduced to 4%.

Interest Rate Credited to Member Contributions 5.25 %

INSTRUCTIONS: Review all items below. Exhibits are to be placed immediately after this review and do not need to be on their own separate pages.

**Section I - Actuary's Review of Required Exhibits and Data**

- A. The exhibit of **administrative expenses** specified in footnote 1 on page 5 is attached and labeled as Exhibit I, if applicable.

**KMZ**

Actuary's Initials

- B. The **active member data** specified in footnote 1 on page 9 has been submitted, if required.

**KMZ**

Actuary's Initials

- C. The exhibit of the minimum municipal obligation **amortization requirements** specified in footnote 1 on page 12 and in footnote 1 on page 13 is attached and labeled as Exhibit II, if applicable.

**KMZ**

Actuary's Initials

- D. The exhibit relating to the **changes in the unfunded actuarial accrued liability** specified in footnote 2 on page 16 is attached and labeled as Exhibit III, if applicable.

**KMZ**

Actuary's Initials

- E. The exhibit showing the development of the **expected unfunded actuarial accrued liability** specified in footnote 3 on page 16 is attached and labeled as Exhibit IV, if applicable.

**KMZ**

Actuary's Initials

A 2.25% load has been applied to the vested terminated participant liabilities for the cost of the death benefits until expected retirement date

**Development of Expected Unfunded Actuarial Accrued Liability (UAAL) (Exhibit IV)**

1. UAAL as of 1/1/2015 .....	0
2. 2015 Amortization Payment .....	0
3. 2016 Amortization Payment .....	0
4. Interest to 12/31/2016 .....	0
5. Expected UAAL as of 1/1/2017 .....	0

# PENNSYLVANIA MUNICIPAL RETIREMENT SYSTEM ACTUARIAL ASSUMPTIONS

**Actuarial Assumptions:** The Board approved actuarial assumptions used for this report as of January 1, 2017 are based on the PMRS Experience Study issued by the actuary in July 2015, as well as the subsequent assumption change of the interest rate. The assumptions are as follows:

## A. Healthy Life Mortality:

### Pre-Retirement Mortality Rates:

Males: RP-2000 Male Non-Annuitant table projected 15 years with Scale AA

Females: RP-2000 Female Non-Annuitant table projected 15 years with Scale AA and then setback 5 years

*Type of Death:*

- (a) 15% of pre-retirement deaths are assumed to be service related for municipal plans
- (b) 50% of pre-retirement deaths are assumed to be service related for uniform plans

### Post-Retirement Mortality Rates:

Males: RP-2000 Male Annuitant table projected 5 years with Scale AA

Females: RP-2000 Female Annuitant table projected 10 years with Scale AA

Based on the information provided by PMRS and review of the actual mortality experience over a five-year period, these mortality tables provide projected mortality improvements for the future. Given that experience analysis is required to be performed every five years, the projection periods are sufficient to reflect anticipated improvements until the next study is performed.

A 2.25% load has been applied to the vested terminated participant liabilities for the cost of death benefits until the expected retirement date.

## B. Disabled Life Mortality Rates:

Males and females: RP-2000 combined table set-forward 10 years

## C. Pre-Retirement Termination Rates:

### Municipal Participants:

Service	Number of Active Members in Plan	
	<25	25+
<1	15.0%	18.0%
1	15.0%	18.0%
2	11.0%	14.0%
3	8.0%	12.0%
4	7.0%	9.0%
5	6.0%	9.0%
6	5.5%	8.0%
7	5.5%	7.5%
8	5.5%	6.5%
9	4.0%	5.0%
10+	2.5%	4.0%

## Uniform Participants:

Service	Number of Active Members in Plan	
	<25	25+
<1	12.0%	13.0%
1	12.0%	10.0%
2	12.0%	7.0%
3	9.0%	7.0%
4	7.0%	6.0%
5	5.0%	5.0%
6	5.0%	4.0%
7	5.0%	3.0%
8	4.5%	3.0%
9	4.0%	3.0%
10+	3.0%	3.0%

## D. Disability Incidence Rates:

**Municipal** - 40% of 1964 OASDI (Social Security) Experience for Males with adjustments. Sample rates are:

Age	Valuation Rate (%)
25	0.014%
35	0.029
45	0.064
55	0.134
65	0.658

**Uniformed plans** - 60% of 1964 OASDI (Social Security) Experience for Males with adjustments. Sample rates are:

Age	Valuation Rate (%)
25	0.031%
35	0.058
45	0.136
55	0.335
65	1.123

*Type of Disability:*

- (a) 15% of disablements are assumed to be service related for municipal plans
- (b) 50% of disablements are assumed to be service related for uniform plans



# PENNSYLVANIA MUNICIPAL RETIREMENT SYSTEM ACTUARIAL ASSUMPTIONS

## E. Workers Compensation:

Service-related disability benefits payable from municipal plans are offset by 25% of final average salary.

## F. Salary Scale:

Age	Total Rate <sup>1</sup> (including inflation)
25	7.05%
30	5.44%
35	4.55%
40	4.26%
45	3.97%
50	3.72%
55	3.44%
60	3.28%
65	2.80%

<sup>1</sup>Add 2% for each of the first three years of service.

## G. Rates of Retirement:

**Municipal** - Members are assumed to retire over a range of ages as shown below.

Age	Rate <sup>1</sup>
<45	2%
45	8%
46	10%
47 – 50	15%
51 – 54	17%
55	22%
56 – 59	14%
60 – 64	18%
65	25%
66 – 74	20%
75	100%

<sup>1</sup>Rates indicated are adjusted by adding 5% (and 10% for ages 60-62 under current rate assumptions) for the year in which the member is first eligible for normal retirement.

**Uniformed plans** - Members are assumed to retire over a range of ages as shown below.

Age	Rate
<49	0%
50	30%
51 – 54	10%
55	25%
56 – 58	20%
59 – 60	15%
61	20%
62	30%
63 – 64	20%
65	30%
66+	100%

## H. Marital Status and Spouse's Age (if applicable):

For retirees with the 50% J&S form of payment, 80% of active members are assumed to be married. Male spouses are assumed to be three years older than female spouses.

## I. Social Security Projections (if applicable):

- (a) The Social Security Taxable Wage Base will increase by 3.3% compounded annually;
- (b) The Consumer Price Index will increase 2.8% compounded annually; and
- (c) The Average Total Wages of All Workers will increase by 3.3% compounded annually.

## J. Post-Retirement Cost of Living Increases (if applicable)/Inflation:

2.8% per year, subject to plan limitations.

## K. Interest Rate/Investment Return Assumption for municipal assets:

5.25% compounded annually, net of investment and certain administration expenses.

## L. Asset Smoothing:

The Actuarial Value of Assets equals the plan's member, municipal, DROP (if applicable) reserve accounts plus the retiree actuarial liability. This asset smoothing is based on the unique legislative structure of PMRS and the administrative rules adopted by the PMRS Board in conjunction with Pennsylvania Municipal Retirement Law, all of which are not subject to comply with the Actuarial Standards of Practice No. 44, Selection and Use of Asset Valuation Methods, when defining the Actuarial Value of Assets.

## Changes in Actuarial Assumptions:

Assumptions were changed as of January 1, 2017 from the prior Act 205 filing. These changes were based on the PMRS Experience Study for the period covering January 1, 2009 through December 31, 2013, issued by the actuary in July 2015. In addition, the Investment Rate Assumption for municipal assets was decreased from 5.50% to 5.25% with an effective date as of January 1, 2017.

## Actuarial Cost Method:

Entry Age Normal Actuarial Cost Method – Entry age is defined as attained age less credited service. Experience regarding disablement and pensioners is pooled within the Pennsylvania Municipal Retirement System based on the Pennsylvania Municipal Retirement Law. The normal cost rate is derived as a level percent of future compensation of current employees, on an individual basis.

## Appendix 1

1. Beginning with the 2017 Act 205 Actuarial Valuation Reports, the Market Value of Assets or the Plan Fiduciary Net Position used for GASB 68 purposes will be used for Act 205 Actuarial Valuation reporting purposes. Please note that the "Net Assets at Beginning of Year (Market Value)" as of the previous year (2016) will not agree with the "Net Asset at End of Year (Market Value)" on the 2015 Act 205 Actuarial Valuation Report because the market value of assets and actuarial value of assets were previously reported as one and the same. The Actuarial Value of Assets equals the sum of the Member Reserve, the Municipal Reserve, the DROP Reserve (if applicable), and the Retiree Liability, based on the legislative structure of PMRS and the administrative rules adopted by the PMRS Board in conjunction with Pennsylvania Municipal Retirement Law.

2. Includes PMRS Administrative Expenses and Additional Administrative Expenses reported on the GASB 68 Report. The Additional Administrative Expenses are the allocated expenses in excess of the PMRS Administrative Expense (i.e. \$20 per participant expense paid by each plan).





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