

PUBLIC EMPLOYEES' RETIREMENT SYSTEM
OF NEW JERSEY
FIFTY-FIRST ANNUAL REPORT
OF THE ACTUARY
PREPARED AS OF JULY 1, 2005

DOC:V00278JC.DOC

April 13, 2006

Board of Trustees
Public Employees' Retirement System
of New Jersey
Trenton, New Jersey

Members of the Board:

Enclosed please find a report summarizing the results of the fifty-first annual valuation of the assets and liabilities of the Public Employees' Retirement System of New Jersey. The valuation represents the eighty-fourth annual valuation of retirement benefits provided by the State and other public employers in New Jersey if the valuations made under the provisions of the State Employees' Retirement System of New Jersey, which was superseded by the present system, are included. The valuation shows the financial condition of the System as of July 1, 2005 and gives the basis for determining the appropriation payable by the employers for the fiscal year beginning July 1, 2006.

The valuation was prepared on the basis of the demographic assumptions that were determined from the July 1, 1999 – June 30, 2002 Experience Study and approved by the Board of Trustees, and the economic assumptions which were approved by the Treasurer (these include an investment return rate of 8.25% per annum, assumed future salary increases of 5.45% per annum and a Cost-of-Living Adjustment assumption of 60% of the assumed CPI increase of 3.0% per annum). These are the same assumptions that were used for the July 1, 2004 actuarial valuation.

The valuation reflects the provisions of Chapter 108, P.L. 2003 which provided for a reduction with regard to the required Local contribution for fiscal year 2006. The valuation also reflects the potential effect of the Appropriation Act for fiscal year 2006 (for the July 1, 2004 valuation, the State contribution was reduced to 40% of the recommended amount and the Benefit Enhancement Fund was used to fund the reduced contribution). The valuation again reflects the provisions of Chapter 42, P.L. 2002 which allowed Local employers to issue refunding bonds to retire the unfunded accrued liability due to certain early retirement incentive programs. The valuation also reflects the early retirement incentive programs offered under Chapters 127, 128 and 129, P.L. 2003 for non-State locations.

Finally, please note that, in accordance with Chapter 115, P.L. 1997, since there are no available Excess Valuation Assets for both the State and Local employers, member contributions of 5% per year will continue to be required.

Board of Trustees
April 13, 2006
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The Table of Contents, which follows, highlights the Sections of the Report.

Respectfully submitted,

JANET H. CRANNA

Janet H. Cranna
Principal, Consulting Actuary

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REPORT ON THE FIFTY-FIRST
VALUATION OF
THE PUBLIC EMPLOYEES' RETIREMENT SYSTEM
OF NEW JERSEY
PREPARED AS OF JULY 1, 2005

SECTION I—SUMMARY OF KEY RESULTS

The Public Employees' Retirement System of New Jersey, which began operation January 2, 1955, was established under Chapter 84 of the Laws of 1954. It supersedes the State Employees' Retirement System of New Jersey which began operating as of January 1, 1922. This report, prepared as of July 1, 2005, presents the results of the fifty-first actuarial valuation of the System.

For convenience of reference, the principal results of the valuation and a comparison with the preceding year's results are summarized on the following pages.

Valuation Date	July 1, 2005	July 1, 2004
Number of members	310,932	302,962
Annual compensation	\$ 11,259,107,795	\$ 10,659,757,388
Annual compensation for contribution purposes*	\$ 10,444,293,814	9,892,178,852
Number of beneficiaries on the roll	121,166	117,363
Annual allowances		
Basic allowances	\$ 1,453,607,187	\$ 1,354,016,593
COLA	182,332,860	170,556,240
Total annual allowances	\$ 1,635,940,047	\$ 1,524,572,833
Number of vested terminated members	1,850	1,827
Market value of assets**	\$ 23,360,794,545	\$ 22,543,522,939
Valuation assets**	\$ 27,485,418,399	\$ 27,377,224,456
CONTRIBUTION RATES		
<u>STATE</u>		
Normal contribution rates due to:		
Basic allowances	3.29%	3.25%
Chapter 133, P.L. 2001 ***	0.20	0.00
Non-Contributory Group Insurance		
Premium Fund	0.60	0.49
Active COLA	0.50	0.48
Chapter 366, P.L. 2001	Ø	Ø
Chapter 259, P.L. 2001	ØØ	ØØ
Total normal contribution rate	4.59%	4.22%
Accrued liability contribution rates due to:		
Basic allowances	4.24%	3.35%
Chapter 366, P.L. 2001	Ø	Ø
Chapter 259, P.L. 2001	ØØ	ØØ
Total accrued liability contribution rate	4.24%	3.35%
Total pension contribution rate – STATE	8.83%	7.57%
State PRM premium contribution	##	##
<u>LOCAL EMPLOYERS</u>		
Normal contribution rates due to:		
Basic allowances	2.87%	2.83%
Chapter 133, P.L. 2001 ***	0.00	0.00
Non-Contributory Group Insurance		
Premium Fund	0.58	0.64
Active COLA	0.44	0.42
Chapter 366, P.L. 2001	Ø	Ø
Total normal contribution rate	3.89%	3.89%
Accrued liability contribution rate due to:		
Basic allowances	2.02%	1.07%
Chapter 366, P.L. 2001	Ø	Ø
ERI Contributions	#	#
Total accrued liability rate	2.02%	1.07%
Total pension contribution rate – LOCAL	5.91%	4.96%

* Excludes inactive members.

** Includes receivable contributions of \$248,905,877 for 2005 and \$226,140,005 for 2004, receivable ERI contributions of \$(592,704,772) for 2005 and \$(521,099,666) for 2004 and excludes assets held in the Contributory Group Insurance Premium Fund of \$211,220,174 for 2005 and \$194,869,807 for 2004.

*** Required contributions are currently covered by assets held in the Benefit Enhancement Fund.

Rate varies by location.

Contributions will be the amount necessary to pay the current year's anticipated post-retirement medical premiums plus an additional contribution of 6/10% of compensation.

Ø The net required contribution reflects an offset of the 7.50% prosecutor member contribution rate. In accordance with Chapter 366, P.L. 2001, the State is required to pay the residual Local employer contribution since there are no available Excess Assets.

ØØ Rate is not provided since required contributions are payable by assets to be transferred from the Second Injury Fund.

Valuation Date	July 1, 2005	July 1, 2004
CONTRIBUTION AMOUNTS		
<u>STATE</u>		
Normal		
Basic allowances	\$ 132,522,127	\$ 121,932,366
Chapter 133, P.L. 2001	8,158,776*	0*
Non-Contributory Group Insurance		
Premium Fund	24,168,169	18,383,649
Active COLA	20,140,141	18,008,472
Chapter 366, P.L. 2001	217,014 ^o	280,400 ^o
Chapter 259, P.L. 2001	00	00
Total normal contribution	\$ 185,206,227	\$ 158,604,887
Accrued liability		
Basic allowances	\$ 170,788,294	\$ 125,684,131
Chapter 366, P.L. 2001	2,581,576 ^o	2,384,695 ^o
Chapter 259, P.L. 2001	00	00
Total accrued liability contribution	\$ 173,369,970	\$ 128,068,826
STATE Total pension contribution #	\$ 358,576,197 ^(a)	\$ 286,673,713 ^(b)
STATE PRM premium contribution	\$ 261,245,407	\$ 248,337,738
<u>LOCAL EMPLOYERS</u>		
Normal		
Basic allowances	\$ 184,146,824	\$ 173,773,709
Chapter 133, P.L. 2001	0*	0*
Non-Contributory Group Insurance		
Premium Fund	37,214,341	39,298,648
Active COLA	28,231,569	25,789,738
Chapter 366, P.L. 2001	0 ^o	0 ^o
Total normal contribution	\$ 249,592,734	\$ 238,862,095
Accrued liability		
Basic allowances	\$ 129,608,566	\$ 65,702,427
Chapter 366, P.L. 2001	0 ^o	0 ^o
ERI ^{**}	13,397,046	18,814,084
Total accrued liability contribution	\$ 143,005,612	\$ 84,516,511
LOCAL Total pension contribution #	\$ 392,598,346 ^(c)	\$ 323,378,606 ^(c)

Contributions were calculated assuming payment on 7/1/2006 and 7/1/2005, respectively; interest should be added from those dates to the actual payment date.

* The 2005 State required contribution is partially covered by the remaining balance of the Benefit Enhancement Fund. All other required contributions are covered by assets held in the Benefit Enhancement Fund.

** ERI costs for Local Employers consist of \$3,435,581 in principal and \$9,961,465 in interest for 2005 and \$9,629,476 in principal and \$9,184,608 in interest for 2004.

^o Required contribution reflects an offset of the 7.50% prosecutor member contribution. For Local Employers, since there are no excess assets available for 2004 and 2005, the following residual contributions are also payable by the State:

	<u>2005</u>	<u>2004</u>
Normal Cost	\$ 202,730	\$ 224,523
Accrued Liability	2,079,614	1,920,916
Total	\$ 2,282,344	\$ 2,145,439

^{oo} The following required contributions are payable by assets to be transferred from the Second Injury Fund:

	<u>2005</u>	<u>2004</u>
Normal Cost	\$ 170,144	\$ 260,755
Accrued Liability	319,383	307,384
Total	\$ 489,527	\$ 568,139

(a) The required contribution could be subject to reduction in accordance with the provisions of the Appropriation Act for fiscal year 2007.

(b) The required contribution could be subject to reduction in accordance with the provisions of the Appropriation Act for fiscal year 2006.

(c) The contributions for fiscal years 2006 and 2007 are subject to reduction in accordance with the provisions of Chapter 108, P.L. 2003.

The major benefit and contribution provisions of the statute as reflected in the valuation are summarized in Appendix A. The valuation also reflects the provisions of the following legislation:

- Chapter 108, P.L. 2003 provided that the State Treasurer will reduce the required Local employers' normal and accrued liability contributions for fiscal year 2006 of \$304,564,522 by 60%. (This amount excludes the ERI contribution of \$18,814,084 and the Prosecutors' Part contribution of \$2,145,439 which is payable by the State in accordance with Chapter 366, P.L. 2001.) In addition, this law further provided for a similar reduction of Local employers' contribution of up to 40% and 20% of the required contribution amounts for fiscal years 2007 and 2008, respectively. Accordingly, a fiscal year 2006 receivable Local employer contribution of \$121,825,809 was recognized for purposes of this valuation.
- The valuation reflects the potential impact of the Appropriation Act for fiscal year 2006 which allows the State Treasurer to reduce the State normal and accrued liability contributions for fiscal year 2006 of \$286,673,713 by 60%. (This amount excludes the Post Retirement Medical Premium of \$248,337,738 and the Workers Compensation Judges Part contribution of \$568,139 which is payable by fund transfer from the Second Injury Fund. However, note that this amount includes the State paid Local obligation of \$2,145,439 under Chapter 366, P.L. 2001.) In addition, it is also anticipated that this law will provide that the Benefit Enhancement Fund be used to fund the reduced contribution of \$114,669,485. Accordingly, a fiscal year 2006 receivable employer contribution of only \$248,905,877 (comprised of the Post Retirement Medical Premium of \$248,337,738 plus the Workers Compensation Judges Part transfers of \$568,139 for fiscal year 2006) was recognized for purposes of this valuation. Note that this amount includes the reduced State paid Local obligation of \$858,176 under Chapter 366, P.L. 2001 which is to be transferred from the Benefit Enhancement Fund and recognized as a receivable contribution for Local employers. The balance of the required State obligation of \$1,287,263 (\$2,145,439 minus \$858,176) will remain as a future State obligation.

- The valuation continued to reflect the provisions of Chapter 42, P.L. 2002 which allowed Local employers to issue refunding bonds to retire the unfunded accrued liability of the Local employer owed to the System created through the granting of enhanced early retirement benefits to employees of the Local employer. Refunding bonds may be issued to retire the pension liabilities for a Local employer's participation in various early retirement incentive programs.
- Finally, the valuation reflects the effect of Chapter 127, P.L. 2003, Chapter 128, P.L. 2003 and Chapter 129, P.L. 2003, which extended an Early Retirement Incentive Program similar to that offered under Chapter 23, P.L. 2002 to members of 54 additional Local employer locations who adopted one of the programs. A summary of the electing Local employer locations is shown in Appendix G.

There were no other changes to the plan provisions and funding policy since the previous valuation.

The actuarial assumptions and methods used for valuing the Fund are summarized in Appendix B. There were no changes in actuarial assumptions and methods since the previous valuation.

The combination of the plan provisions, actuarial assumptions and member and beneficiary data is used to generate the overall required level of employer contributions. These contributions are composed of two separate portions, an "accrued liability contribution" and a "normal contribution". The contributions payable are discussed in detail in Section V.

The valuation also generates a balance sheet which summarizes in some detail the total present and prospective assets and liabilities of the System. Table III of Section VI presents the detailed balance sheet as of July 1, 2005. The remainder of Section VI of this report analyzes the balance sheet. A summary comparison of the balance sheets as of July 1, 2005 and July 1, 2004 is set forth in the following table, ("Table 1"). The allocation of assets among the various investment alternatives is shown in graphic form on page 7.

**TABLE I
COMPARATIVE BALANCE SHEET**

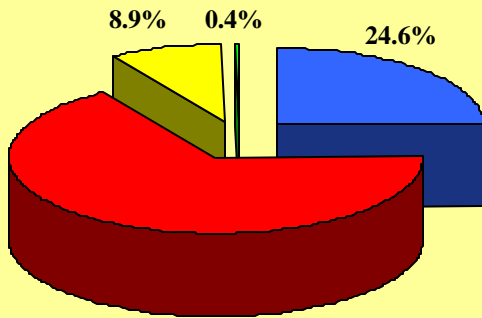
	July 1, 2004 (Total System)	July 1, 2005		Total System
		State	Local	
<u>ASSETS</u>				
Actuarial Value of Assets of System	\$ 27,377,224,456	\$ 10,880,693,470	\$ 16,604,724,929	\$ 27,485,418,399
Net Unfunded Accrued Liability/(Surplus)*	2,547,371,445	2,801,470,094	1,737,132,375	4,538,602,469
Total Assets	\$ 29,924,595,901	\$ 13,682,163,564	\$ 18,341,857,304	\$ 32,024,020,868
<u>LIABILITIES</u>				
Present value of benefits to present beneficiaries payable from the:				
Retirement Reserve Fund	\$ 13,920,633,404	\$ 6,382,531,003	\$ 8,567,422,117	\$ 14,949,953,120
Post Retirement Medical Fund	226,278,409	249,634,681	N/A	249,634,681
Present value of benefits to present active members: Basic benefits**	15,777,648,088	7,049,997,880	9,774,435,187	16,824,433,067
Total Liabilities	\$ 29,924,595,901	\$ 13,682,163,564	\$ 18,341,857,304	\$ 32,024,020,868

*Includes total System valuation assets of \$446,000,254 (\$22,270,433 for State and \$423,729,821 for Local) for 2005 and \$565,864,724 for 2004 allocated to the Benefit Enhancement Fund.

**Includes pensioners' lump sum death benefits and COLA unfunded accrued liability payments.

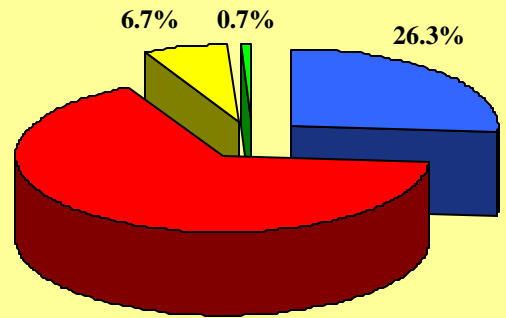
PUBLIC EMPLOYEES' RETIREMENT SYSTEM OF NEW JERSEY

ASSET ALLOCATION MARKET VALUE



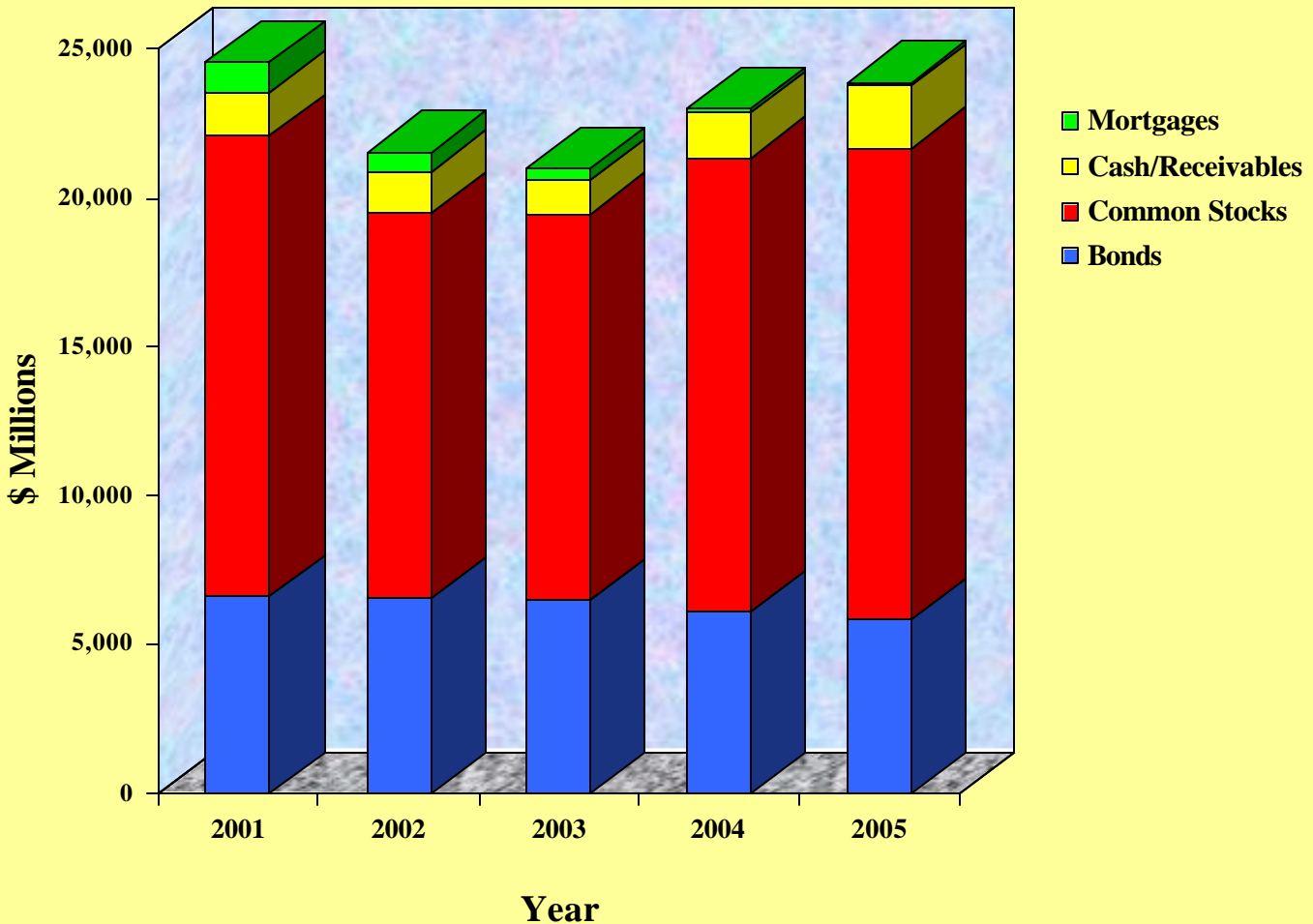
66.1%

2005



66.3%

2004



- Mortgages
- Cash/Receivables
- Common Stocks
- Bonds

Section IX of the report provides information regarding the level of funding for the System. Please refer to that Section for a discussion of this topic.

SECTION II—EMPLOYEE DATA

The data employed for the valuations were furnished to the actuary by the Division of Pensions and Benefits. Table IV of Section X summarizes the membership as of June 30, 2005 by various categories. Appendix C includes distributions of members by age and length of service. Some key comparisons are:

STATE

MEMBERSHIP—ACTIVE AND INACTIVE

GROUP	2005		2004	
	Number	Annual Compensation	Number	Annual Compensation
Men	36,316	\$ 1,796,032,554	35,364	\$ 1,694,036,117
Women	58,049	2,533,118,487	55,551	2,347,350,966
Law Enforcement Officers	3	116,601	3	182,206
Non-Law Enforcement Officers	94,362	4,329,034,440	90,912	4,041,204,877
Veterans	3,279	182,236,757	3,454	183,076,072
Non-Veterans	91,086	4,146,914,284	87,461	3,858,311,011

RETIRED MEMBERS AND BENEFICIARIES

GROUP	2005		2004	
	Number	Annual Allowances	Number	Annual Allowances
Retirements	35,092	\$ 643,457,665	34,461	\$ 616,928,158
Active Members' Death Benefits	35	\$ 420,536	38	\$ 477,194
Retired Members' Death Benefits	3,049	\$ 34,530,215	2,931	\$ 31,755,322
Vested Terminated	521	\$ 5,596,644	526	\$ 5,502,252

LOCAL EMPLOYERS

MEMBERSHIP - ACTIVE AND INACTIVE

GROUP	2005		2004	
	Number	Annual Compensation	Number	Annual Compensation
Men	85,155	\$ 3,346,264,789	83,711	\$ 3,212,450,490
Women	131,412	3,583,691,965	128,336	3,405,919,815
Law Enforcement Officers	119	7,993,198	116	6,459,576
Non-Law Enforcement Officers	216,448	6,921,963,556	211,931	6,611,910,729
Veterans	7,668	322,756,770	8,193	335,075,617
Non-Veterans	208,899	6,607,199,984	203,854	6,283,294,688

RETIRED MEMBERS AND BENEFICIARIES

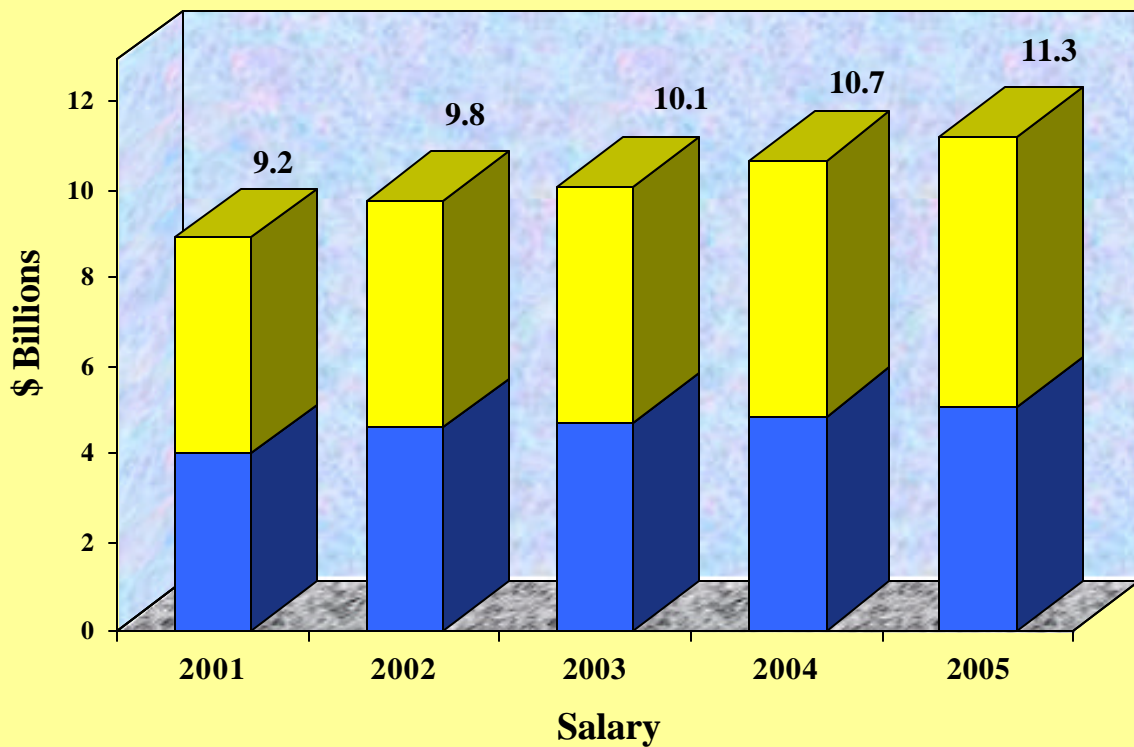
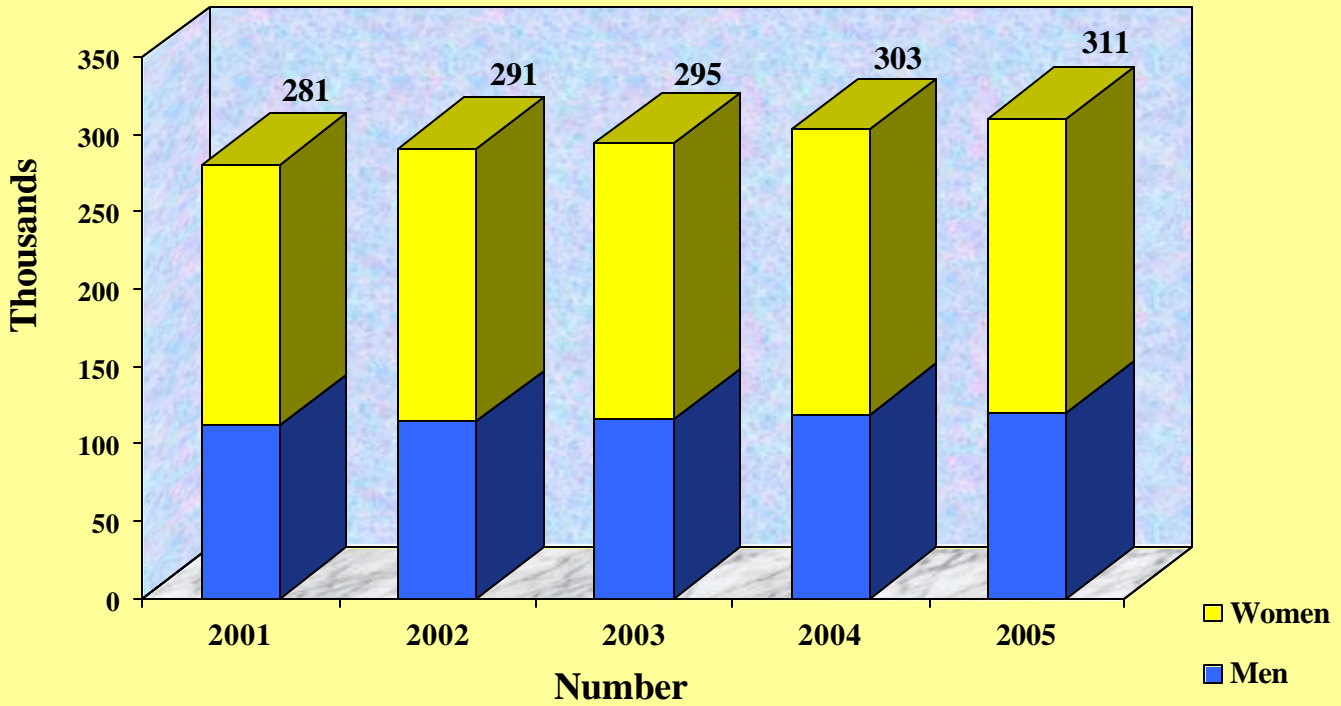
GROUP	2005		2004	
	Number	Annual Allowances	Number	Annual Allowances
Retirements	75,443	\$ 892,231,011	72,669	\$ 815,020,606
Active Members' Death Benefits	89	\$ 1,129,348	88	\$ 1,070,622
Retired Members' Death Benefits	7,458	\$ 64,171,272	7,176	\$ 59,320,931
Vested Terminated	1,329	\$ 10,837,704	1,301	\$ 10,338,336

The number and retirement allowances of beneficiaries on the roll as of the valuation date are indicated in Table V of Section X. Appendix C provides detailed distributions.

Graphic presentations of the statistical data on membership are shown on the following pages.

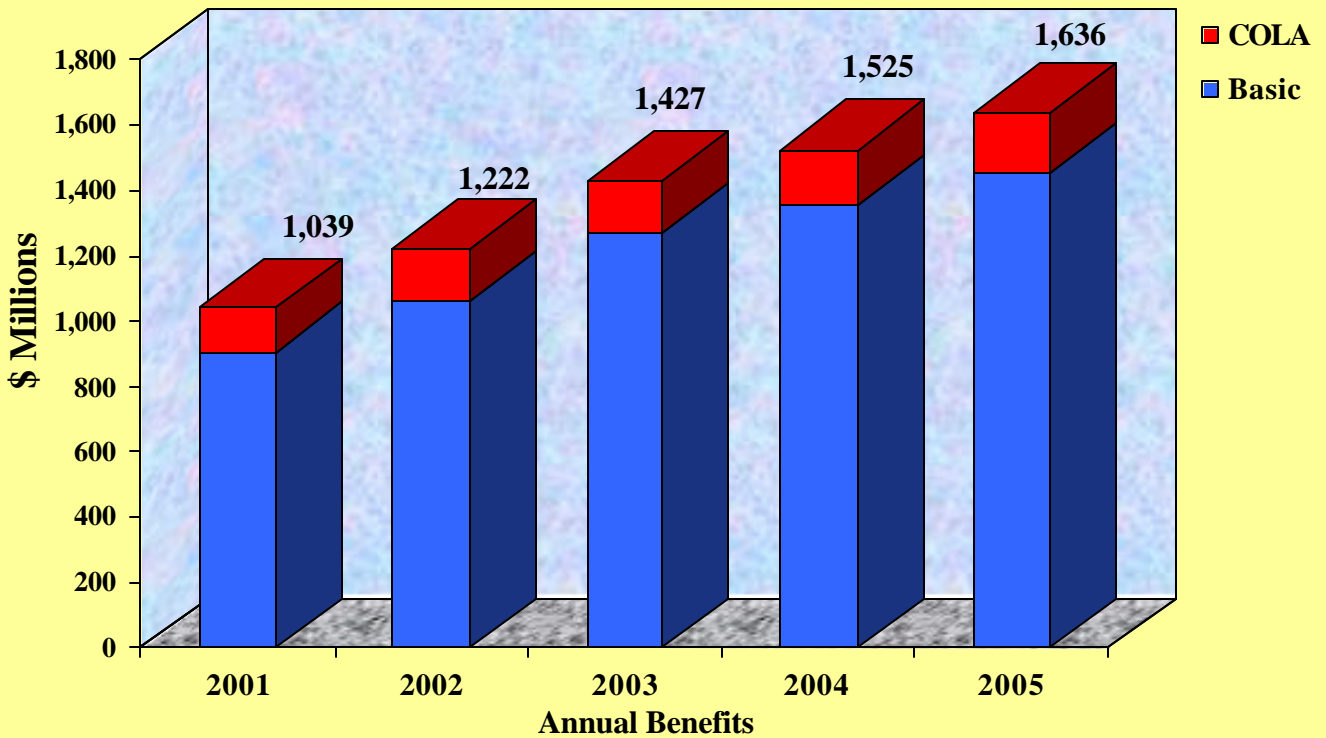
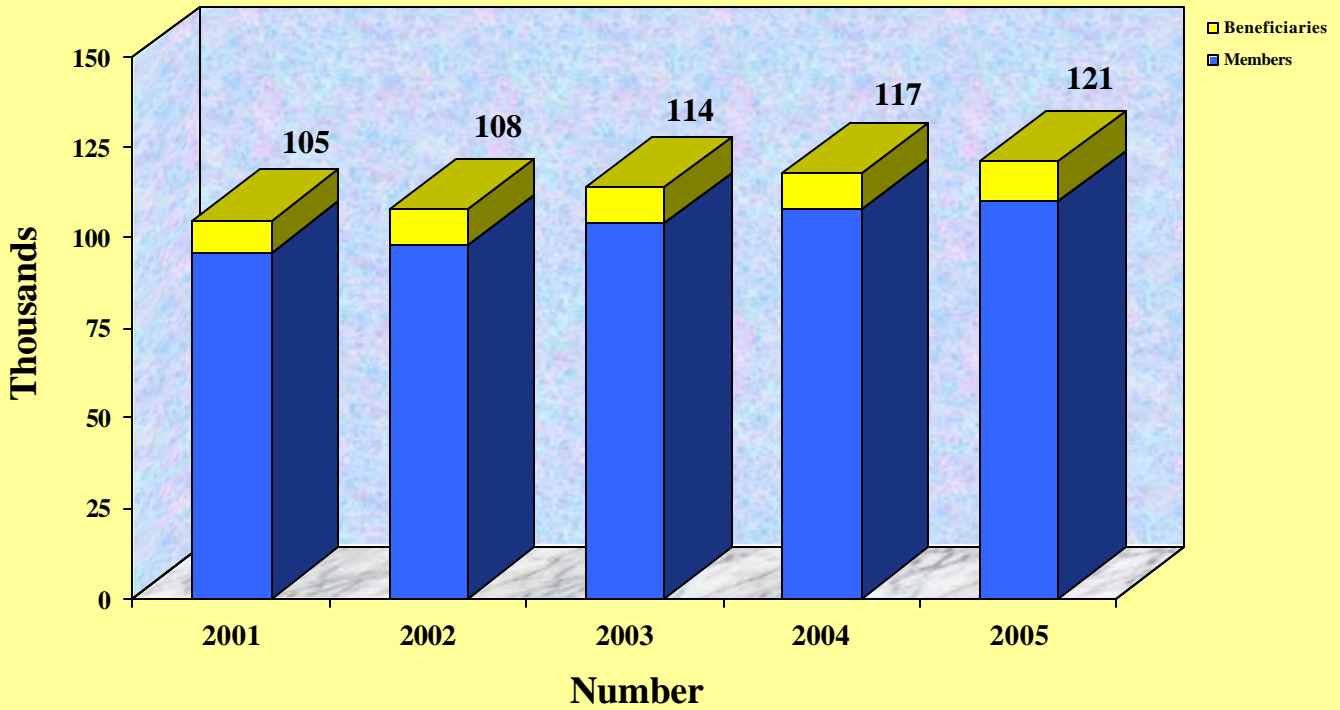
PUBLIC EMPLOYEES' RETIREMENT SYSTEM OF NEW JERSEY

SUMMARY OF MEMBERSHIP (TOTAL SYSTEM)



PUBLIC EMPLOYEES' RETIREMENT SYSTEM OF NEW JERSEY

SUMMARY OF RETIRED PARTICIPATION (TOTAL SYSTEM)



SECTION III—ASSETS, LIABILITIES AND CONTRIBUTIONS

A. Reconciliation of Market Value of Assets from June 30, 2004 to June 30, 2005

	State	Local	Total System
1. Market Value of Assets as of June 30, 2004	\$ 9,390,042,083	\$ 13,643,310,324	\$ 23,033,352,407
2. Increases			
a. Pension Contributions			
(1) Members' Contributions	\$ 226,265,347	\$ 305,744,046	\$ 532,009,393
(2) Transfers from Other Systems	1,246,171	1,419,625	2,665,796
(3) Net Transfers From Other Funds	0	0	0
(4) Total	\$ 227,511,518	\$ 307,163,671	\$ 534,675,189
b. Employers' Contributions			
(1) Appropriations	\$ 95,728,452	\$ 121,825,809*	\$ 217,554,261
(2) Post-retirement Medical Contributions	190,824,454	N/A	190,824,454
(3) Additional Employers' Contributions	0	270,425	270,425
(4) Delayed Enrollments	176,013	620,348	796,361
(5) Delayed Appropriations	276,762	201,870	478,632
(6) Total	\$ 287,005,681	\$ 122,918,452	\$ 409,924,133
c. Investment Income	\$ 800,239,327	\$ 1,128,582,915	\$ 1,928,822,242
d. Total Increases	\$ 1,314,756,526	\$ 1,558,665,038	\$ 2,873,421,564
3. Decreases			
a. Benefits Provided by Members			
(1) Withdrawals of Members' Contributions	\$ 16,257,678	\$ 35,914,671	\$ 52,172,349
(2) Withdrawals of Transfers' Contributions	2,992,096	10,237,076	13,229,172
(3) Adjustment for Loans	85,696	(329)	85,367
(4) Total	\$ 19,335,470	\$ 46,151,418	\$ 65,486,888
b. Benefits Provided by Employers			
(1) Insurance Premiums	\$ 14,397,697	\$ 23,490,979	\$ 37,888,676
(2) Death Benefit Claims	25,419,001	40,625,614	66,044,615
(3) Administrative Expense	10,344,107	15,516,161	25,860,268
(4) Miscellaneous Expense	(120,218)	(137,931)	(258,149)
(5) Total	\$ 50,040,587	\$ 79,494,823	\$ 129,535,410
c. Retirement Allowances	\$ 620,323,206	\$ 810,194,889	\$ 1,430,518,095
d. Medical Benefits	\$ 190,753,469	N/A	\$ 190,753,469
e. Pension Adjustment	\$ 71,467,152	\$ 103,199,343	\$ 174,666,495
f. Total Decreases	\$ 951,919,884	\$ 1,039,040,473	\$ 1,990,960,357
4. a. Preliminary Market Value of Assets as of June 30, 2005 = (1)+2(d)-3(f)	\$ 9,752,878,725	\$ 14,162,934,889	\$ 23,915,813,614
b. Receivable Contributions	248,905,877**	0	248,905,877
c. Adjustment to June 30, 2005 Financial Report due to receivable ERI contributions	(655,885,578)	63,180,806	(592,704,772)
d. Adjustment for Chapter 366, P.L. 2001 Local obligations paid by State	(858,176)***	858,176	0
e. Adjustment for NJIT transfer	54,157,856	(54,157,856)	0
f. Adjustment for Assets held in the Contributory Group Insurance Premium Fund	(73,269,695)	(137,950,479)	(211,220,174)
g. Market Value of Assets as of June 30, 2005 = (a)+(b)+(c)+(d)+(e)+(f)	\$ 9,325,929,009	\$ 14,034,865,536	\$ 23,360,794,545

*The Local fiscal year 2006 required contribution of \$304,564,522 has been reduced by 60% to \$121,825,809 to reflect the provisions of Chapter 108, P.L. 2003.

**The State fiscal year 2006 required contribution of \$535,011,451 has been reduced to \$248,905,877 to reflect the potential impact of the Appropriation Act for fiscal year 2006.

***Transferred from the Benefit Enhancement Fund.

B. Development of Valuation Assets

Summary of the development of the actuarial value of plan assets (five year average of market value with write up) for the current valuation:

	STATE	LOCAL EMPLOYERS	TOTAL SYSTEM
(1) Actuarial Value of Assets as of June 30, 2004 (without receivable contributions)	\$ 10,710,892,231	\$ 16,552,589,115	\$ 27,263,481,346
(2) Net Cash Flow excluding Investment Income and receivable Employer Contributions from June 30, 2004 to June 30, 2005	\$ (532,141,289)	\$ (638,409,984)*	\$ (1,170,551,273)
(3) Expected Investment Income at 8.25%:			
a. One year's interest on Assets as of June 30, 2004	\$ 883,648,609	\$ 1,365,588,602	\$ 2,249,237,211
b. Interest on Net Cash Flow	<u>(21,950,828)</u>	<u>(26,334,412)</u>	<u>(48,285,240)</u>
c. Total	\$ 861,697,781	\$ 1,339,254,190	\$ 2,200,951,971
(4) Expected Actuarial Value of Assets as of June 30, 2005 = (1)+(2)+3(c)	\$ 11,040,448,723	\$ 17,253,433,321	\$ 28,293,882,044
(5) 20% of Difference from Preliminary Market Value	<u>\$ (388,691,115)</u>	<u>\$ (642,464,848)</u>	<u>\$ (1,031,155,963)</u>
(6) Preliminary Actuarial Value of Assets as of June 30, 2005 (without receivable contributions) = (4)+(5)	\$ 10,651,757,608	\$ 16,610,968,473	\$ 27,262,726,081
(7) Receivable Contribution**	\$ 248,905,877	\$ 121,825,809	\$ 370,731,686
(8) Adjustment to June 30, 2005 Financial Report to reflect the net additional receivable ERI contributions	\$ 0	\$ 63,180,806	\$ 63,180,806
(9) Adjustment for Chapter 366, P.L. 2001 Local obligation payable by State***	\$ (858,176)	\$ 858,176	\$ 0
(10) Adjustment for NJIT transfer	\$ 54,157,856	\$ (54,157,856)	\$ 0
(11) Adjustment for assets held in the Contributory Group Insurance Premium Fund	<u>\$ (73,269,695)</u>	<u>\$ (137,950,479)</u>	<u>\$ (211,220,174)</u>
(12) Final Actuarial Value of Assets as of June 30, 2005 = (6)+(7)+(8)+(9)+(10)+(11)	\$ 10,880,693,470	\$ 16,604,724,929	\$ 27,485,418,399

*Amount includes \$49,948,569 for additional employer contributions paid to satisfy remaining ERI obligations as permitted by Chapter 42, P.L. 2002.

** The State fiscal year 2006 required contribution of \$535,011,451 has been reduced to \$248,905,877 to reflect the potential impact of the Appropriation Act for fiscal year 2006. The Local fiscal year 2006 required contribution of \$304,564,522 has been reduced by 60% to \$121,825,809 to reflect the provisions of Chapter 108, P.L. 2003.

***Amount will be transferred from the Benefit Enhancement Fund.

C. Summary of Accrued Liabilities (including COLA and medical benefit reserve)

(i)	State	
1.	Present Value of Benefits Payable to Beneficiaries and Retirees	\$ 6,382,531,003
2.	Present Value of Benefits for Vested Terminated Members	\$ 39,714,421
3.	Accrued Liability for Active Members:	
a.	Service Retirement Allowances	\$ 6,026,504,559
b.	Ordinary Disability Retirement Allowances	603,103,727
c.	Accidental Disability Retirement Allowances	29,349,802
d.	Ordinary Death Benefits	109,352,089
e.	Accidental Death Benefits	1,535,242
f.	Return of Members' Contributions Upon Withdrawal Before Retirement	<u>240,438,040</u>
g.	Total Active Accrued Liability = (a)+(b)+(c)+(d)+(e)+(f)	\$ 7,010,283,459
4.	Sub-Total Accrued Liability = (1)+(2)+(3)(g)	\$13,432,528,883
5.	Present Value of Post Retirement Medical Fund Benefits	<u>\$ 249,634,681*</u>
6.	Total Accrued Liability = (4)+(5)	\$13,682,163,564

*Includes the fiscal year 2006 receivable post-retirement medical contribution of \$248,337,738.

(ii)	Local Employers	
1.	Present Value of Benefits Payable to Beneficiaries and Retirees	\$ 8,444,345,133
2.	Present Value of Benefits for Vested Terminated Members	\$ 81,274,983
3.	Accrued Liability for Active Members:	
a.	Service Retirement Allowances	\$ 8,369,485,027
b.	Ordinary Disability Retirement Allowances	650,941,123
c.	Accidental Disability Retirement Allowances	27,320,130
d.	Ordinary Death Benefits	169,510,027
e.	Accidental Death Benefits	2,172,702
f.	Return of Members' Contributions Upon Withdrawal Before Retirement	<u>473,731,195</u>
g.	Total Active Accrued Liability = (a)+(b)+(c)+(d)+(e)+(f)	\$ 9,693,160,204
4.	Sub-Total Accrued Liability = (1)+(2)+(3)(g)	\$18,218,780,320
5.	Present Value of future ERI contributions	<u>\$ 123,076,984*</u>
6.	Total Accrued Liability = (4)+(5)	\$18,341,857,304

*Includes an additional accrued liability of \$42,448,253 attributable to members who elected to retire under the Early Retirement Incentive Programs offered under Chapter 127, P.L. 2003, Chapter 128, P.L. 2003 and Chapter 129, P.L. 2003 during the past year.

D. Tracking of Unfunded Accrued Liability/(Surplus)

	State	Local Employers
(1) Unfunded Accrued Liability as of June 30, 2004	\$ 1,926,361,200	\$ 621,010,245
(2) Interest on (1) at 8.25% for one year	158,924,799	51,233,345
(3) Gross Normal Cost for one year	395,646,713	611,625,372
(4) Contributions Made	237,367,820	495,664,819
(5) Expected Unfunded Accrued Liability/(Surplus) as of June 30, 2005= (1)+(2)+(3)-(4)	\$ 2,243,564,892	\$ 788,204,143
(6) Actual Unfunded Accrued Liability/(Surplus) as of July 1, 2005	\$ 2,801,470,094	\$ 1,737,132,375
(7) Gain/(Loss) for Year = (5) - (6)*	\$ (557,905,202)	\$ (948,928,232)

*Analysis of Gain/(Loss) is discussed in Section IV.

E. Development of Excess Valuation Assets

Chapter 115, P.L. 1997 prescribes a procedure for determining the value of excess valuation assets. This law provided for a reduction in the normal contributions of the State or other employers for the valuation periods ended March 31, 1996 and March 31, 1997 to the extent possible by the excess valuation assets and permitted the State Treasurer to reduce the normal contribution payable by the State or other employers for valuations after March 31, 1997 up to a specified portion of excess valuation assets (50% for the July 1, 2005 valuation). It also provided for a reduction (as further amended by Chapter 415, P.L. 1999), for calendar years 1998 through 2001, of the contributions by employees of the State and Local employers by 2% (for future calendar years, a contribution rate reduction of up to 2% of compensation will be allowable under certain circumstances) from excess valuation assets. Chapter 133, P.L. 2001 further specified that, if there are excess valuation assets available after reduction for the normal contributions payable by the State or other employers and for contributions by employees of the State and other employers, then an amount of excess assets not to exceed the amount of member contributions shall be credited to the benefit enhancement fund. The development of excess valuation assets as of June 30, 2005 and the determination of any applicable reductions are developed below:

	State	Local Employers
(1) Valuation Assets	\$ 10,880,693,470	\$ 16,604,724,929
(2) Actuarial Accrued Liability for basic benefits and COLA	13,432,528,883	18,341,857,304
(3) Post Retirement Medical Premium Fund	249,634,681*	N/A
(4) Present Value of Projected COLA Normal Cost Payments	159,526,788	226,131,283
(5) Accumulated prior reductions in Member rates of contribution	0	0
(6) Benefit Enhancement Fund	22,270,433	423,729,821
(7) Excess Valuation Assets = (1) – (2) – (3) – (4) – (5) – (6) (not less than zero)	\$ 0	\$ 0
(8) Reduction to Normal Cost from July 1, 2005 valuation	0	0
(9) Estimated current reduction in Member rates of contribution**	0	0
(10) Estimated Member rates of contribution credited to the Benefit Enhancement Fund	0	0
(11) Net Excess Valuation Assets after Reductions = (7) – (8) – (9) – (10)	\$ 0	\$ 0

* Includes the fiscal year 2006 receivable post-retirement medical contribution of \$248,337,738.

** Since there are no Excess Valuation Assets available, a contribution rate of 5% per year will continue to be required for members of both the State and Local Employers.

F. Development of Required Contribution

	<u>Prior to Recognition of Legislative Reductions</u>	<u>Reflecting Recognition of Legislative Reductions</u>
(i) State		
1. Normal Cost		
a. Basic Allowances		
(i) Gross Amount	\$ 353,486,899	\$ 353,486,899
(ii) Employee Portion	<u>220,964,772</u>	<u>220,964,772</u>
(iii) State Normal Cost = (i) – (ii)	\$ 132,522,127	\$ 132,522,127
b. Non-Contributory Group Insurance Premium Fund	24,168,169	24,168,169
c. Active COLA	20,140,141	20,140,141
d. Chapter 133, P.L. 2001	32,266,520	8,158,776*
e. Chapter 366, P.L. 2001		
i) State	\$ 573,379	\$ 14,284**
ii) Local (payable by State)	<u>N/A</u>	<u>202,730**</u>
iii) Total = (i) + (ii)	\$ 573,379	\$ 217,014
f. Chapter 259, P.L. 2001	<u>170,144</u>	<u>#</u>
g. Total Normal Cost Contribution	\$ 209,840,480	\$ 185,206,227
h. Reduction due to excess valuation assets	<u>N/A</u>	<u>0</u>
i. Net Normal Cost Contribution	\$ 209,840,480	\$ 185,206,227
2. Accrued Liability		
a. Basic Allowances including COLA	\$ 170,788,394	\$ 170,788,394
b. Chapter 366, P.L. 2001		
i) State	\$ 501,962	\$ 501,962
ii) Local (payable by State)	<u>N/A</u>	<u>2,079,614**</u>
iii) Total = (i) + (ii)	\$ 501,962	\$ 2,581,576
c. Chapter 259, P.L. 2001	<u>319,383</u>	<u>#</u>
d. Total Accrued Liability Contribution	\$ 171,609,739	\$ 173,369,970
3. Total Pension Contribution = 1(i)+2(d)	\$ 381,450,219	\$ 358,576,197 ^o
4. PRM premium contribution	\$ 261,245,407	\$ 261,245,407

* Required contribution is partially covered by assets held in the Benefit Enhancement Fund.

** Required contribution reflects an offset of the 7.50% prosecutor member contribution rate as provided by Chapter 366, P.L. 2001. As per this legislation, the residual Local Employer contribution amounts not covered by available excess assets are payable by the State.

Required contribution amounts are payable by funds transferred from the Second Injury Fund in accordance with Chapter 259, P.L. 2001 and can be summarized as follows:

Normal Cost	\$ 170,144
Accrued Liability	<u>319,383</u>
	\$ 489,527

^o The required contribution could be subject to reduction in accordance with the provisions of the Appropriation Act for fiscal year 2007.

	Prior to Recognition of Legislative Reductions	Reflecting Recognition of Legislative Reductions
(ii) Local Employers		
1. Normal Cost		
a. Basic Allowances		
(i) Gross Amount	\$ 536,122,682	\$ 536,122,682
(ii) Employee Portion	<u>351,975,858</u>	<u>351,975,858</u>
(iii) Local Normal Cost = (i) – (ii)	\$ 184,146,824	\$ 184,146,824
b. Non-Contributory Group Insurance Premium Fund	37,214,341	37,214,341
c. Active COLA	28,231,569	28,231,569
d. Chapter 133, P.L. 2001	48,121,992	0*
e. Chapter 366, P.L. 2001	<u>1,994,599</u>	<u>0**</u>
f. Total Normal Cost Contribution	\$ 299,709,325	\$ 249,592,734
g. Reduction due to excess valuation assets	<u>N/A</u>	<u>0</u>
h. Net Normal Cost Contribution	\$ 299,709,325	\$ 249,592,734
2. Accrued Liability		
a. Basic Allowances including COLA	\$ 129,608,566	\$ 129,608,566
b. Chapter 366, P.L. 2001	2,079,614	0**
c. ERI Contributions	<u>13,397,046</u>	<u>13,397,046</u>
d. Total Accrued Liability Contribution	\$ 145,085,226	\$ 143,005,612
3. Total Contribution = 1(h)+2(d)	\$ 444,794,551	\$ 392,598,346

* Required normal contribution is currently covered by assets held in the Benefit Enhancement Fund.

** In accordance with Chapter 366, P.L. 2001, the required contribution reflects an offset of the 7.50% prosecutor member contribution rate. Residual contribution amounts not covered by available excess valuation assets are payable by the State and can be summarized as follows:

Normal cost	\$ 202,730
Accrued liability	<u>2,079,614</u>
	\$ 2,282,344

The fiscal year 2007 required contribution is subject to reduction in accordance with the provisions of Chapter 108, P.L. 2003.

SECTION IV—COMMENTS CONCERNING THE VALUATION

The variation in liabilities and contributions reflects the System's actual experience during the year. The increase in the unfunded accrued liability is primarily the result of the investment return which was less than that expected (approximately 4.74% on an actuarial value of asset basis, rather than the 8.25% expected).

State

The following table outlines the effect of the various items of actuarial experience on the increase in the contribution rate (normal contribution plus accrued liability contribution) for basic allowances and active COLA from 8.37% to 9.43% (prior to recognition of offsets due to legislations).

• Investment Loss	+0.59%
• COLA increases less than expected	-0.02%
• Loss on account of new members	+0.03%
• Pay increases greater than expected	+0.05%
• Loss on account of active experience	+0.02%
• Loss on account of pensioners' experience	+0.06%
• Phase-in of active COLA	+0.02%
• Appropriation Act for fiscal year 2006	+0.26%
• Other experience	+0.05%
• Total	+1.06%

The number of active members increased by about 3.8% between valuations while gross compensation used for contribution purposes increased by about 7.1%, while average compensation increased by about 3.2% (from \$46,096 to \$47,591).

The number of pensioners and beneficiaries receiving benefits and the amount of benefits payable increased between the two valuations. The average benefit payable increased (from about \$1,445 per month to about \$1,481 per month). The increase reflects the higher benefits payable to new retirees and the deaths of older pensioners with lower benefits. Cost-of-living increases after retirement are reflected in both amounts.

Included in Table II, which provides a summary of the contributions payable, are payments representing anticipated State post-retirement medical benefit premiums for the current year's benefits plus an amount

that will ensure an increase in the Post Retirement Medical Fund of 6/10 of 1% of the salary of active members for the valuation period.

Local Employers

The following table outlines the effect of the various items of actuarial experience on the increase in the contribution rate (normal contribution plus accrued liability contribution) for basic allowances and active COLA from 5.71% to 6.66% (prior to recognition of offsets due to legislations).

• Investment Loss	+0.61%
• COLA increases less than expected	-0.01%
• Loss on account of new members	+0.05%
• Pay increases greater than expected	+0.03%
• Loss on account of active experience	+0.06%
• Loss on account of pensioners' experience	+0.05%
• Phase-in of active COLA	+0.02%
• Chapter 108, P.L. 2003	+0.17%
• Other experience	-0.03%
• Total	+0.95%

The number of active members increased by about 2.1% between valuations. Gross compensation used for contribution purposes increased by about 4.7%, while average compensation increased by about 2.7% (from about \$33,071 to \$33,966).

The total number of pensioners and beneficiaries receiving benefits and the amount of benefits payable increased between the two valuations. The average benefit payable also increased (from about \$913 per month to about \$961 per month). The increase reflects the higher benefits payable to new retirees (including 696 members who retired with enhanced benefits from Local locations who adopted one of the various ERI programs first recognized during this valuation) and the deaths of older pensioners with smaller benefits. Cost-of-living increases after retirement are reflected in both amounts.

SECTION V—CONTRIBUTIONS PAYABLE BY THE STATE AND LOCAL EMPLOYERS

The employers are required to make two contributions, a normal contribution and an accrued liability contribution (if applicable). The normal contribution for basic allowances and COLA is defined under the Projected Unit Credit funding method as the present value of the benefits accruing during the current year. The unfunded accrued liability (surplus) for basic allowances and COLA is determined as the difference between the accrued liability and the actuarial value of assets on hand. If there was no unfunded accrued liability for the State for the valuation period immediately preceding the current valuation period, the current year's accrued liability contribution is determined as a level percentage of pay required to liquidate the unfunded accrued liability in annual payouts increasing at a specific rate and paid annually for a specific time (which shall not exceed 30 years) as determined by the State Treasurer. Thereafter, any increase or decrease in the unfunded accrued liability as a result of actuarial losses or gains for subsequent valuation years will increase or decrease the amortization period for the unfunded accrued liability (unless an increase will cause it to exceed 30 years). For Local Employers, the initial accrued liability contribution rates were determined with the March 31, 1992 valuation as a level percentage of pay required to liquidate the unfunded accrued liability in increasing annual payouts over a period of 40 years. Any actuarial gains or losses for the 10 valuation years following the March 31, 1992 valuation increased or decreased the unfunded accrued liability contribution (thereafter, actuarial gains or losses will increase or decrease the amortization period unless an increase will cause it to exceed 30 years).

The portion of the contribution for providing post-retirement medical costs for State employees has been determined separately. This portion is made up of three pieces, an amount necessary to pay anticipated premiums for the current year's benefits less the expected return on Post Retirement Medical Fund assets, plus an amount that will ensure an increase in the fund equal to $\frac{6}{10}$ of 1% of the salary of active State employee members for the current valuation period.

The current year's contribution to the Post Retirement Medical Fund is summarized as follows:

(i) Anticipated current year's premium	\$ 238,042,426
(ii) Expected asset return	965,188
(iii) 6/10% of active member salary for State employees	<u>24,168,169</u>
(iv) Post-retirement medical contribution = (i) – (ii) + (iii)	\$ 261,245,407

On the basis of the contribution rates applicable to State employees and the current year's payroll, the contributions for the fiscal year beginning July 1, 2006 payable by the State and the agencies which pay the same contribution rates as the State are shown in Table II.

Based on Table II, the total contribution payable by the State to the Contingent Reserve Fund is \$334,897,555 for the year beginning July 1, 2006 (which includes (a) the additional cost due to Chapter 259, P.L. 2001 of \$489,527 payable by fund transfers from the Second Injury Fund, (b) in accordance with the provision of Chapter 366, P.L. 2001, an additional contribution of \$2,282,344 payable by the State on behalf of Local employers with members enrolled under the Prosecutors' Part provisions of the System and (c) the State Chapter 366 contribution of \$516,246.) In addition, the total contribution payable by the State to the Non-Contributory Group Insurance Premium Fund is \$24,168,169. Finally, the current year's contribution to the Post Retirement Medical Account has been determined to be \$261,245,407.

**TABLE II
CONTRIBUTIONS PAYABLE BY THE STATE FOR THE YEAR BEGINNING JULY 1, 2005**

Division	Number	Payroll	NORMAL CONTRIBUTION							Due to Chapter 259, P.L. 2001***	Post Retirement Medical Contribution
			Basic Allowances Plus Pensioner COLA	Contribution To Non-Contributory Group Insurance Premium Fund	Active COLA	Due to Chapter 133, P.L. 2001*	Due to Chapter 366, P.L. 2001**	Total			
State	71,534	\$ 3,543,831,492	\$ 116,592,056	\$ 21,262,989	\$ 17,719,158	\$ 8,158,776	\$ 217,014	\$ 163,949,993	\$	\$ 216,554,154	
Disability Insurance Services	353	15,715,497	517,040	94,293	78,577	0	0	689,910	0	1,677,196	
All Other Units of Division of Employment Security	2,343	115,007,964	3,783,762	690,048	575,040	0	0	5,048,850	0	13,114,519	
State Colleges #	10,409	353,473,217	11,629,269	2,120,839	1,767,366	0	0	15,517,474	0	29,899,538	
Second Injury Fund	N/A	N/A	0	0	0	0	0	0	170,144	0	
Total	84,639	\$ 4,028,028,170	\$ 132,522,127	\$ 24,168,169	\$ 20,140,141	\$ 8,158,776	\$ 217,014	\$ 185,206,227	\$ 170,144	\$ 261,245,407	
ACCRUED LIABILITY CONTRIBUTION											
State			\$ 150,593,891	\$ 0	##	\$ 0	\$ 2,581,576	\$ 153,175,467	\$ 0	\$ 0	
Disability Insurance Services			667,825	0	##	0	0	667,825	0	0	
All Other Units of Division of Employment Security			4,887,224	0	##	0	0	4,887,224	0	0	
State Colleges #			14,639,454	0	##	0	0	14,639,454	0	0	
Second Injury Fund			0	0	0	0	0	0	319,383	0	
Total			\$ 170,788,394	\$ 0	##	\$ 0	\$ 2,581,576	\$ 173,369,970	\$ 319,383	\$ 0	
Grand Total			\$ 303,310,521	\$ 24,168,169	\$ 20,140,141	\$ 8,158,776	\$ 2,798,590	\$ 358,576,197	\$ 489,527	\$ 261,245,407	

* Required normal contribution is partially covered by assets in the Benefit Enhancement Fund as required by Chapter 133, P.L. 2001.

** Residual amount from additional cost to State (\$516,246) and Local employers (\$2,282,344) due to Chapter 366, P.L. 2001 after reduction for the 2.5% additional prosecutor member contribution rate (to a total member contribution rate of 7.50%).

*** Required contribution amounts are payable by funds to be transferred from the Second Injury Fund to the System in accordance with Chapter 259, P.L. 2001.

Appendix H presents a summary of the fiscal year 2007 cost allocation for the State Colleges.

The COLA unfunded accrued liability contributions are included with the Basic Allowances and Pensioner COLA unfunded accrued liability contributions.

The certifications of the appropriations required of the Local employers are submitted separately. They were based upon a payroll of \$6,416,265,644 for 188,901 active members. The total appropriations by Local employers, including ERI contributions, are shown below.

**CONTRIBUTIONS PAYABLE BY LOCAL EMPLOYERS
FOR THE YEAR BEGINNING JULY 1, 2006**

Contributions to Contingent Reserve Fund:	
Normal	\$ 212,378,393*
Accrued Liability	129,608,566**
Contribution to Non-Contributory Group Insurance Premium Fund	37,214,341
ERI Contributions	<u>13,397,046</u>
Total Contribution	\$ 392,598,346

* The additional normal contribution attributable to Chapter 133, P.L. 2001 is covered by assets available in the Benefit Enhancement Fund. The additional normal cost attributable to Chapter 366, P.L. 2001 is first offset by the additional 2.5% prosecutor member contribution (to a total member contribution of 7.50%) and the residual amount of \$202,730 is payable by the State.

** The additional required accrued liability contribution of \$2,079,614 due to Chapter 366, P.L. 2001 is payable by the State.

SECTION VI - VALUATION BALANCE SHEET

The valuation balance sheet showing the assets and liabilities of the System as of July 1, 2005 is presented on the following Table III. The amounts of the present assets credited to the various funds were furnished by the Division of Pensions and Benefits, State of New Jersey.

The valuation was prepared on the basis of the results of the experience study for the period from April 1, 1999 to June 30, 2002. In determining the liabilities of the Contingent Reserve Funds, Retirement Reserve Fund and Benefit Enhancement Fund, an interest rate of 8.75% was used in accordance with the recent directive of the State Treasurer.

TABLE III

**VALUATION BALANCE SHEET
SHOWING THE ASSETS AND LIABILITIES OF THE FUNDS OF THE
PUBLIC EMPLOYEES' RETIREMENT SYSTEM OF NEW JERSEY
AS OF JULY 1, 2005**

TABLE III
VALUATION BALANCE SHEET
SHOWING THE ASSETS AND LIABILITIES OF THE FUNDS OF THE
PUBLIC EMPLOYEES' RETIREMENT SYSTEM OF NEW JERSEY
AS OF JULY 1, 2005

ASSETS			
	STATE	LOCAL	TOTAL SYSTEM
Present assets of System creditable to:			
Retirement Reserve Fund:			
Credited to fund	\$ 6,319,093,146	\$ 8,445,702,591	\$ 14,764,795,737
Add (deduct) reserve transferable from (to)			
Contingent Reserve Fund	<u>63,437,857</u>	<u>121,719,526</u>	<u>185,157,383</u>
	\$ 6,382,531,003	\$ 8,567,422,117*	\$ 14,949,953,120
Annuity Savings Fund:			
Credited to Fund	\$ 2,977,596,695	\$ 4,296,216,784	\$ 7,273,813,479
Contingent Reserve Fund:			
Credited to Fund	\$ 1,101,358,448	\$ 3,261,280,645	\$ 4,362,639,093
Add (deduct) excess interest earnings			
transferable from (to) Special Reserve Fund	0	0	0
Add (deduct) reserve transferable from (to)			
Retirement Reserve Fund	(63,437,857)	(121,719,526)	(185,157,383)
Add (deduct) reserve transferable from			
(to) Benefit Enhancement Fund	<u>144,861,814</u>	<u>46,265,819</u>	<u>191,127,633</u>
	\$ 1,182,782,405	\$ 3,185,826,938	\$ 4,368,609,343
Special Reserve Fund:			
Credited to Fund	\$ 65,878,253	\$ 131,529,269	\$ 197,407,522
Add (deduct) excess interest earnings			
transferable from (to) Contingent Reserve			
Fund	<u>0</u>	<u>0</u>	<u>0</u>
	\$ 65,878,253	\$ 131,529,269	\$ 197,407,522
Benefit Enhancement Fund			
Credited to Fund	\$ 167,132,247	\$ 469,995,640	\$ 637,127,887
Add (deduct) reserve transferable from			
(to) Contingent Reserve Fund	(30,192,329)	(46,265,819)	(76,458,148)
Fiscal Year 2006 contribution transferable to			
Contingent Reserve Fund	<u>(114,669,485)^Ø</u>	<u>N/A</u>	<u>(114,669,485)</u>
	\$ 22,270,433	\$ 423,729,821	\$ 446,000,254
Post-Retirement Medical Fund	<u>\$ 249,634,681**</u>	<u>N/A</u>	<u>\$ 249,634,681</u>
Total Present Assets	\$ 10,880,693,470	\$ 16,604,724,929	\$ 27,485,418,399
Present value of prospective accrued liability			
contributions payable by the State and Local employers			
to the Contingent Reserve Fund for basic allowances			
with cost-of-living adjustments	\$ 2,823,740,527	\$ 2,160,862,196	\$ 4,984,602,723
Assets allocated to the			
Benefit Enhancement Fund	\$ (22,270,433)	\$ (423,729,821)	\$ (446,000,254)
Assets allocated to accumulated prior reductions in			
member rates of contribution	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Total Assets	\$ 13,682,163,564	\$ 18,341,857,304	\$ 32,024,020,868

*Includes the present value of ERI payments as of June 30, 2005 of \$123,076,984.

**Includes the fiscal year 2006 receivable post-retirement medical contribution of \$248,337,738.

^ØReflects the potential effect of the Appropriation Act for fiscal year 2006 which would require net contributions (after reflecting legislative reductions) to be payable by available assets in the Benefit Enhancement Fund.

TABLE III
VALUATION BALANCE SHEET
SHOWING THE ASSETS AND LIABILITIES OF THE FUNDS OF THE
PUBLIC EMPLOYEES' RETIREMENT SYSTEM OF NEW JERSEY
AS OF JULY 1, 2005

	LIABILITIES		
	STATE	LOCAL	TOTAL SYSTEM
Present value of benefits payable on Account of beneficiaries or their Dependents now drawing allowances from the Retirement Reserve Fund	\$ 6,382,531,003	\$ 8,444,345,133	\$ 14,826,876,136
Present value of ERI benefits	*	\$ 123,076,984	\$ 123,076,984
Present value of benefits payable from contributions to the Annuity Savings Fund and the Contingent Reserve Fund:			
• Service retirement allowances including early retirement and vesting benefits	\$ 6,066,218,980	\$ 8,450,760,010	\$ 14,516,978,990
• Ordinary disability retirement allowances	603,103,727	650,941,123	1,254,044,850
• Accidental disability retirement allowances	29,349,802	27,320,130	56,669,932
• Ordinary death benefits	109,352,089	169,510,027	278,862,116
• Accidental death benefits	1,535,242	2,172,702	3,707,944
• Return of members' contributions upon withdrawal before retirement	<u>240,438,040</u>	<u>473,731,195</u>	<u>714,169,235</u>
	\$ 7,049,997,880	\$ 9,774,435,187	\$ 16,824,433,067
Post-Retirement Medical Fund	<u>\$ 249,634,681**</u>	<u>N/A</u>	<u>\$ 249,634,681</u>
Total Liabilities	\$ 13,682,163,564	\$ 18,341,857,304	\$ 32,024,020,868

*The present value of ERI benefits for the State, including the additional accrued liability attributable to Chapter 23, P.L. 2002 of \$655,885,578, is reflected in the present value of benefits payable from the Retirement Reserve Fund.

**Includes the fiscal year 2006 receivable post-retirement medical contribution of \$248,337,738.

The valuation balance sheet indicates the following facts regarding the various funds.

(1) Retirement Reserve Fund

When a member retires, or when he dies and an allowance is payable to his beneficiary, the allowance including cost-of-living adjustments is paid from this fund. The member's own contributions with interest are transferred from the Annuity Savings Fund and the balance of the reserve on the total allowance is transferred from the Contingent Reserve Fund. On the valuation date, the Retirement Reserve Fund has present assets of \$14,764,795,737. The liabilities of the fund amount to \$14,949,953,120 so that there is a deficit of \$185,157,383 in the fund on the valuation date. It is recommended that the fund be put in balance as of June 30, 2005 by a transfer of assets from the Contingent Reserve Fund equal to \$185,157,383 and this transfer is shown in the balance sheet.

(2) Special Reserve Fund

The Special Reserve Fund is the fund to which any excess earnings are transferred and against which any losses from the sale of securities are charged. The maximum limit on the accumulations in this fund is set at one percent of the market value of the investments of the retirement system; any amounts in excess of this limit are creditable to the Contingent Reserve Fund. This fund has assets amounting to \$197,407,522 as of June 30, 2005. The Special Reserve Fund is considered as an asset of the retirement system.

(3) Annuity Savings Fund and Contingent Reserve Fund

The Annuity Savings Fund, which is the fund to which members' contributions with interest are credited, has assets amounting to \$7,273,813,479 as of June 30, 2005. The Contingent Reserve Fund is the fund to which contributions made by employers to provide the benefits paid from retirement system monies are credited. Payments for the group insurance made by The Prudential Insurance Company of America to provide the non-contributory cash death benefits are deducted from the Contingent Reserve Fund. The assets creditable to the Contingent Reserve Fund amount to \$4,368,609,343 as of June 30, 2005 after adjustments are made on account of the amount transferable to the Retirement Reserve Fund and from the Benefit Enhancement Fund.

If a member withdraws from active service before qualifying for retirement, the amount of his accumulated deductions is paid to him from the Annuity Savings Fund. If he dies before retirement and no survivorship benefit is payable, his accumulated deductions are paid to his beneficiary from the Annuity Savings Fund. If he retires, or if he dies leaving a beneficiary eligible for a survivorship benefit, his accumulated deductions are transferred from the Annuity Savings Fund to the Retirement Reserve Fund, and the reserve on the allowance which is not provided by his own deductions is transferred from the Contingent Reserve Fund to the Retirement Reserve Fund. Any lump sum benefit payable upon the death of a member before or after retirement is paid by The Prudential Insurance Company of America.

(4) Post-Retirement Medical Fund

This fund is established to hold contributions in respect of future post-retirement medical premiums. The fund has assets of \$249,634,681 as of June 30, 2005. These assets have been included as retirement system assets. Accordingly, offsetting liabilities equal to these fund balances have also been included.

(5) Benefit Enhancement Fund

Chapter 133, P.L. 2001 established the Benefit Enhancement Fund to fund the additional annual normal contribution for the increase in benefits under this law. The Benefit Enhancement Fund is funded by excess valuation assets transferable from the Contingent Reserve Fund. The amount of excess valuation assets transferable to the fund is limited to the amount of member contributions for the fiscal year in which the additional normal contributions are payable. The fund balance is limited to the present value of expected additional normal contributions for the increased benefits over the expected working lives of the active members for the valuation period. No additional excess valuation assets will be transferred to the fund after the maximum amount is attained. The Appropriation Acts of 2003 and 2005 further expanded the use of the Benefit Enhancement Fund by allowing residual required State contributions to be covered by assets available from this fund (and the Appropriation Act for fiscal year 2006 is expected to also allow the use of the Benefit Enhancement Fund to cover the residual required State contributions for fiscal year 2006). On the valuation date, the Benefit Enhancement Fund has present assets of \$446,000,254 after adjustment for assets transferred to the Contingent Reserve Fund to cover the additional normal contributions for the increased benefits of \$76,458,148 and the residual State required contribution for fiscal year 2006 of \$114,669,485.

The June 30, 2005 valuation balance sheet shows on the liabilities side that the prospective benefits for which reserves are being accumulated in the Annuity Savings Fund and the Contingent Reserve Fund have a present value of \$16,824,433,067. To meet the benefit payments, the System has present assets of \$11,642,422,822 consisting of \$7,273,813,479 in the Annuity Savings Fund and \$4,368,609,343 in the Contingent Reserve Fund. If this amount is subtracted from the sum of \$16,824,433,067, the present value of prospective benefits and \$0, the value of excess assets allocated to accumulated prior reductions in member rates of contribution, there exists a deficit of \$5,182,010,245. When the assets in the Special Reserve Fund amounting to \$197,407,522 are applied to this amount, the deficit becomes \$4,984,602,723. In addition, please note that, in accordance with Chapter 133, P.L. 2001, \$446,000,254 has been accumulated in the Benefit Enhancement Fund to fund the additional annual employer normal contributions attributable to this legislation. Adding this amount and the assets allocated to accumulated prior reductions in member rates of contribution of \$0 to the deficit of \$4,984,602,723 yields a net deficit of \$4,538,602,469.

In accordance with the provisions of Chapter 385, P.L. 1987, Chapter 41, P.L. 1992 and Chapter 62, P.L. 1994, the contributions of the employers to the Contingent Reserve Fund consist of two annual contributions, a normal contribution and an accrued liability contribution. The normal contribution is the

present value of the benefits accruing during the current year (the normal contributions for active member COLA is being phased-in). The initial accrued liability amortization periods were set at 40 years commencing with the March 31, 1992 valuation with payments assumed to increase 6% per year (beginning with the July 1, 2004 valuation, the accrued liability contribution payment amounts are assumed to increase 4% per year in accordance with the directive from the State Treasurer).

On these bases, the following future contribution rates, prior to any adjustments, are required to meet the employers' obligations:

ITEM	RATE*			
	State		Local	
	Normal	Accrued Liability	Normal	Accrued Liability
• Basic Allowances	3.29%	4.24%	2.87%	2.02%
• Non-Contributory Group Insurance Premium Fund	0.60	N/A	0.58	N/A
• Cost-of-Living Adjustments	0.98	N/A	0.86	N/A
• Chapter 133, P.L. 2001	0.80	N/A	0.75	N/A
• ERI	N/A	N/A	N/A	**
Total	5.67%	4.24%	5.06%	2.02%

*Rates exclude contributions required under Chapter 366, P.L. 2001 and Chapter 259, P.L. 2001.

**Actual contribution will depend on the payment schedule chosen by each location.

In accordance with the provisions of Chapter 6, P.L. 1990, normal cost contributions to fund the cost-of-living adjustments for current actives were to be phased in beginning with the March 31, 1988 valuation. Further, in accordance with the provisions of Chapter 41, P.L. 1992, amended by the provisions of Chapter 8, P.L. 1993 and Chapter 62, P.L. 1994, the phase-in for the funding of these benefits was further adjusted. The current valuation reflects a 50.88% phase-in of the active COLA benefits. In addition, the valuation reflects the revised assumptions that were developed on the basis of the three year experience investigation for the period ended June 30, 2002.

Chapter 115, P.L. 1997 provided for a reduction in the normal contributions of the State or other employers for the valuation periods ended March 31, 1996 and March 31, 1997 to the extent possible by the excess valuation assets and permitted the State Treasurer to reduce the normal contribution payable by the State or by the other employers for valuations after March 31, 1997 up to a specified portion (50% as of the valuation date) of excess valuation assets (See Section III(E)). This legislation has no effect on the required contributions for fiscal year 2006 since both the State and Local employers do not have excess valuation assets as of the valuation date.

Chapter 133, P.L. 2001 provided for the establishment of the Benefit Enhancement Fund from which any additional normal cost due to the increase in benefits under this legislation is paid. If assets in this fund are insufficient to cover the additional normal contribution for the increased benefits for a valuation period, the State will pay the amount of the additional normal contribution not covered by the fund for both the State and Local employers.

The actual contribution rates determined in the valuation are as follows:

ITEM	RATE*			
	State		Local	
	Normal	Accrued Liability	Normal	Accrued Liability
• Basic Allowances	3.29%	4.24%	2.87%	2.02%
• Non-Contributory Group Insurance Premium Fund	0.60	N/A	0.58	N/A
• Cost-of-Living Adjustments	0.50	N/A	0.44	N/A
• Chapter 133, P.L. 2001	0.20	N/A	0.00	N/A
• ERI	N/A	N/A	N/A	**
Total	4.59%	4.24%	3.89%	2.02%

*Rates exclude contributions required under Chapters 366, P.L. 2001 and Chapter 259, P.L. 2001.

**Actual contribution will depend on the payment schedule chosen by each location.

SECTION VII—EXPERIENCE

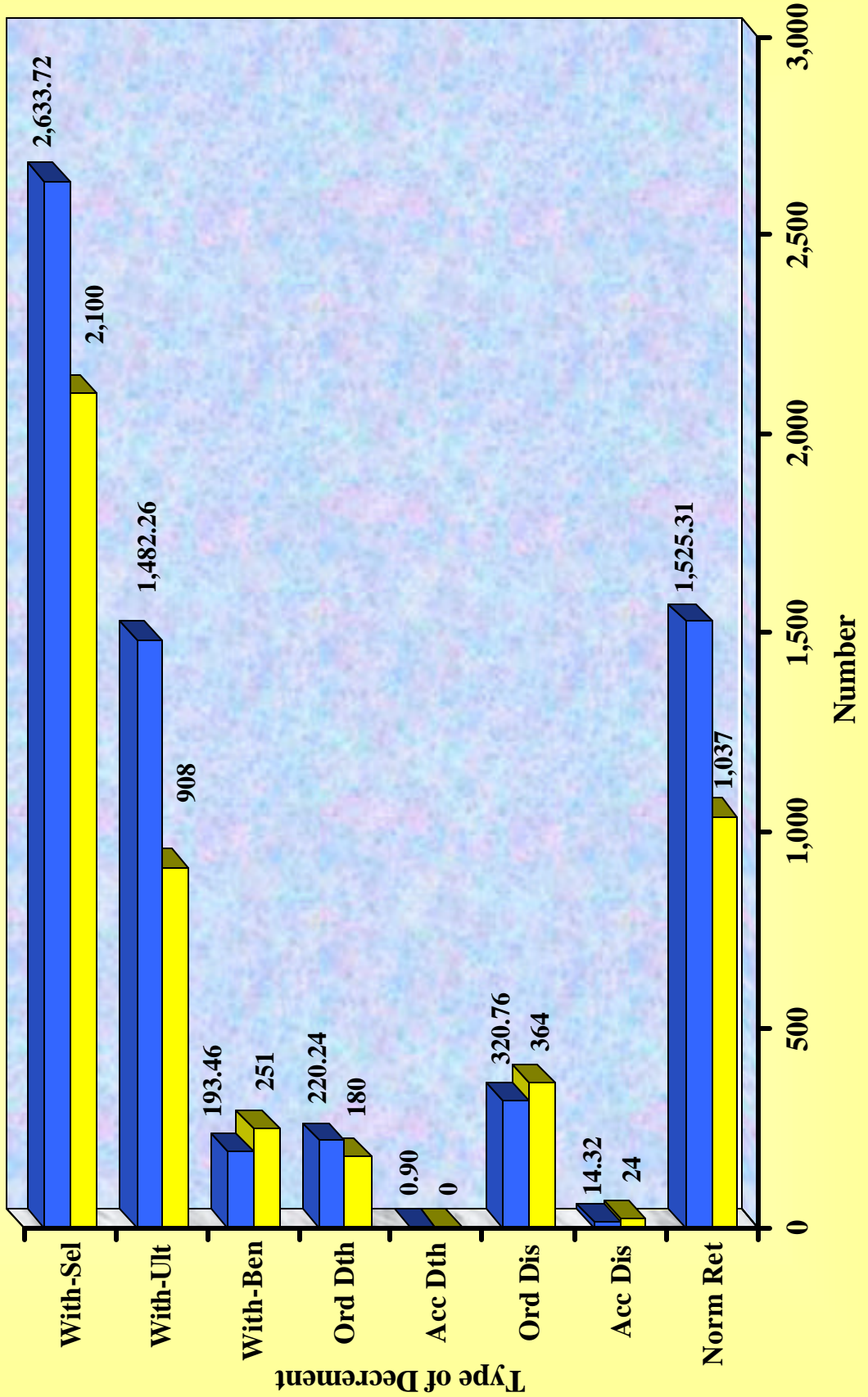
Records are maintained with regard to developing mortality, service and compensation experience of members and beneficiaries of the System as compared to the anticipated experience based on the current assumptions that were developed on the basis of the three-year experience investigation for the period ended June 30, 2002. In accordance with the provisions of Section 19 of Chapter 84 of the Laws of 1954, as amended and supplemented, once in every three-year period significant deviations are noted and revised assumptions are recommended so that the funding requirements of the System can be properly anticipated.

PUBLIC EMPLOYEES' RETIREMENT SYSTEM OF NEW JERSEY

**ACTIVE SERVICE EXPERIENCE - STATE
JULY 1, 2004 – JUNE 30, 2005**

Expected

Actual

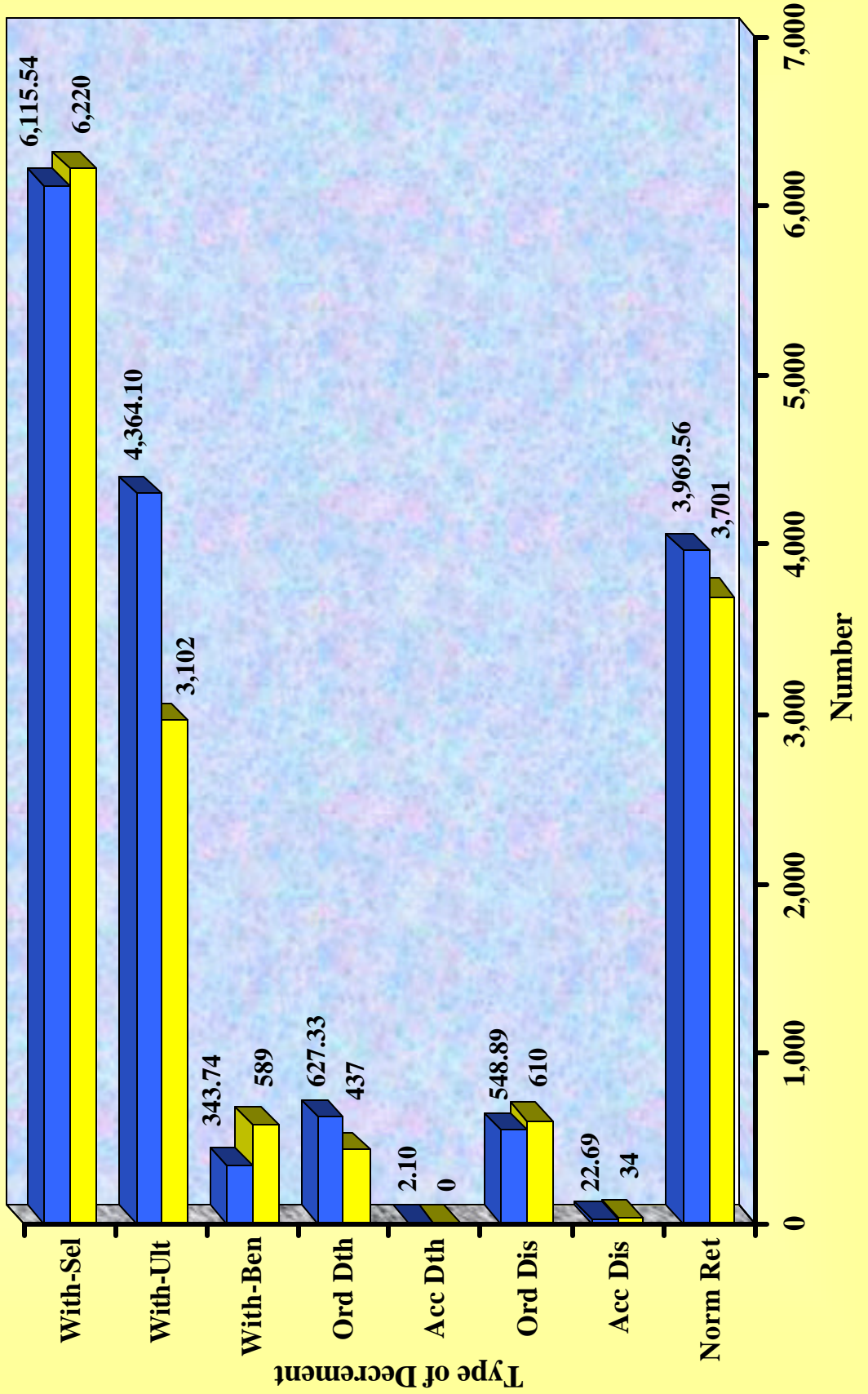


PUBLIC EMPLOYEES' RETIREMENT SYSTEM OF NEW JERSEY

**ACTIVE SERVICE EXPERIENCE - LOCAL
JULY 1, 2004 – JUNE 30, 2005**

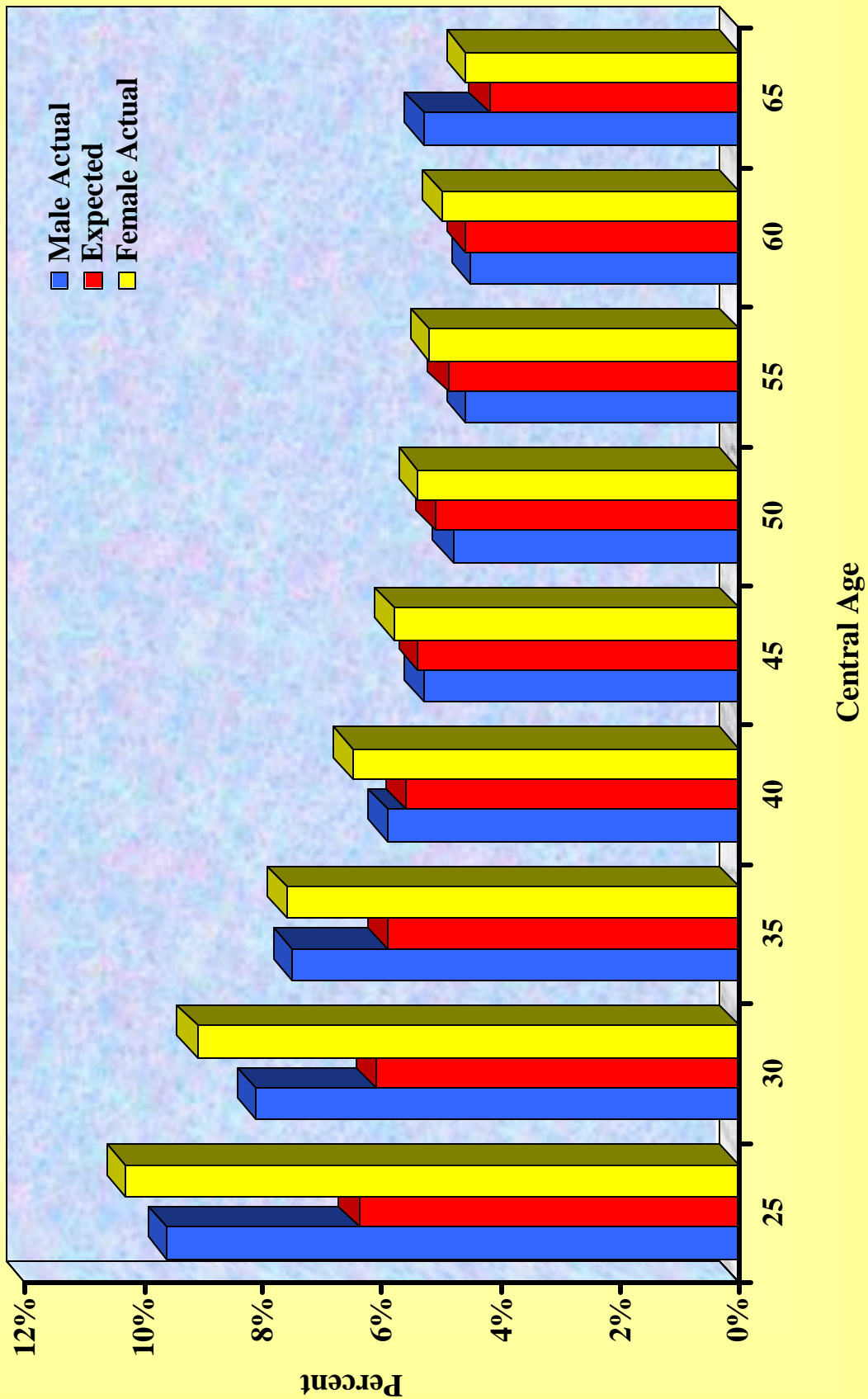
Expected

Actual



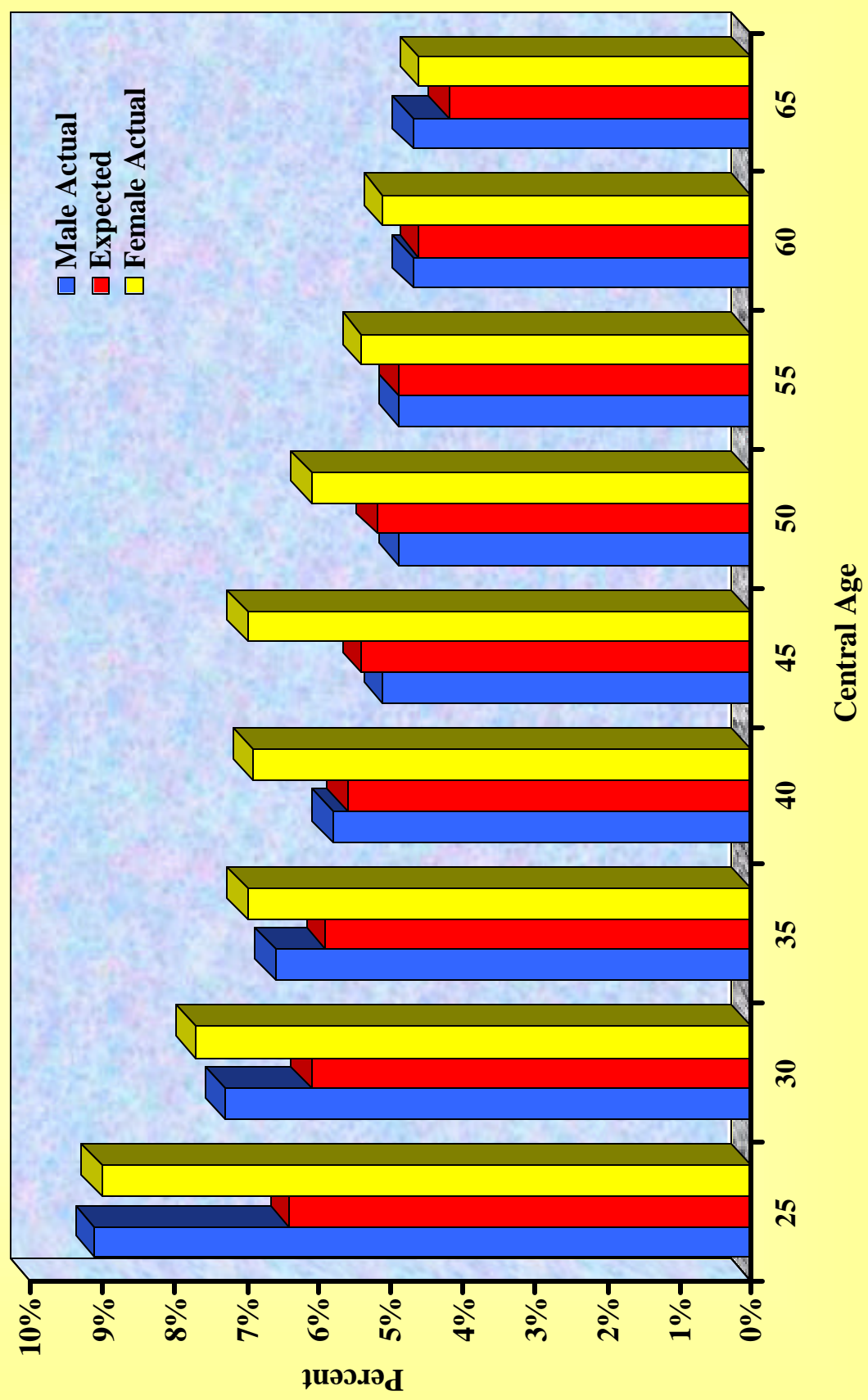
PUBLIC EMPLOYEES' RETIREMENT SYSTEM OF NEW JERSEY

ACTIVE SALARY EXPERIENCE - STATE
JULY 1, 2004 - JUNE 30, 2005



PUBLIC EMPLOYEES' RETIREMENT SYSTEM OF NEW JERSEY

ACTIVE SALARY EXPERIENCE - LOCAL
JULY 1, 2004 - JUNE 30, 2005



SECTION VIII—ACCOUNTING INFORMATION

Statement No. 5 of the Governmental Accounting Standards Board, issued November 1986, established standards of disclosure of pension information by public retirement systems. Statement No. 25 of the Governmental Accounting Standards Board, issued November 1994, established financial reporting standards for defined benefit pension plans and for the notes to the financial statements of defined contribution plans of state and local governmental liabilities and superseded Statement No. 5 effective for periods beginning after June 15, 1996. Statement No. 27, Accounting for Pensions by State and Local Governmental Employers superseded Statement 5 for employers participating in pension plans and is effective for periods beginning after June 15, 1997.

The information required by Statements No. 25 and No. 27 is presented in the following tables. These include the development of the Annual Required Contribution (ARC), the Schedule of Funding Progress and the Schedule of Employer Contributions.

(A) Development of the Annual Required Contribution (ARC) as of June 30, 2007

	<u>State</u>	<u>Local</u>
1. Actuarial Value of Plan Assets as of June 30, 2005		
(a) Valuation Assets as of June 30, 2005 (including Receivable ERI Contributions)	\$ 10,880,693,470	\$ 16,604,724,929
(b) Adjustment for Post Retirement Medical and other Receivable Contributions included in (a)	248,047,701	122,683,985
(c) Adjustment for Post Retirement Medical Benefit Fund included in (a)	<u>1,296,943</u>	<u>N/A</u>
(d) Valuation Assets as of June 30, 2005 for GASB Disclosure = (a) – (b) – (c)	\$ 10,631,348,826	\$ 16,482,040,944

2. Actuarial Accrued Liability as of June 30, 2005:		
(a) Total Actuarial Accrued Liability (including the PRM liabilities)	\$ 13,682,163,564	\$ 18,341,857,304
(b) Post Retirement Medical Fund (including receivable contribution)	<u>249,634,681</u>	<u>N/A</u>
(c) Actuarial Accrued Liability as of June 30, 2005 for GASB Disclosure = (a) – (b)	\$ 13,432,528,883	\$ 18,341,857,304
3. Unfunded Actuarial Accrued Liability/(Surplus) as of June 30, 2005	\$ 2,801,180,057	\$ 1,859,816,360
4. Amortization of Unfunded Actuarial Accrued Liability/(Surplus) over 30 years with payments increasing at 4% per year	\$ 157,271,943	\$ 104,419,183
5. Development of Net Normal Cost as of June 30, 2005:		
(a) Basic Allowance Normal Cost*	\$ 343,045,347	\$ 510,321,444
(b) Full COLA Normal Cost	36,838,318	51,567,216
(c) Expected Employee Contributions	<u>212,915,711</u>	<u>340,021,625</u>
(d) Net Normal Cost as of June 30, 2005 = (a) + (b) – (c)	\$ 166,967,954	\$ 221,867,035
6. Annual Required Contribution as of June 30, 2007		
(a) Annual Required Contribution as of June 30, 2005 = 4 + 5(d), but not less than \$0	\$ 324,239,897	\$ 326,286,218
(b) Interest Adjustment to June 30, 2007	<u>55,706,441</u>	<u>56,058,012</u>
(c) Annual Required Contribution as of June 30, 2007 = (a) + (b)	\$ 379,946,338	\$ 382,344,230

* Includes additional amounts due to Chapter 133, P.L. 2001 that is not covered by the remaining balance of the Benefit Enhancement Fund.

(B) Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (b)	Unfunded Actuarial Accrued Liability (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded Actuarial Accrued Liability as a Percentage of Covered Payroll (b-a)/c
STATE						
6/30/00	\$ 9,743,727,383	\$ 8,538,685,222	\$ (1,205,042,161)	114.1%	\$ 3,094,280,664	(38.9%)
6/30/01	\$ 11,123,818,861	\$ 9,886,463,368	\$ (1,237,355,493)	112.5%	\$ 3,288,383,788	(37.6%)
6/30/02	\$ 11,073,156,965	\$ 10,760,557,483	\$ (312,599,482)	102.9%	\$ 3,511,151,199	(8.9%)
6/30/03	\$ 10,829,953,189	\$ 11,942,299,170	\$ 1,112,345,981	90.7%	\$ 3,576,118,300	31.1%
6/30/04	\$ 10,693,508,592	\$ 12,620,379,435	\$ 1,926,870,843	84.7%	\$ 3,751,765,096	51.4%
6/30/05	\$ 10,631,348,826	\$ 13,432,528,883	\$ 2,801,180,057	79.1%	\$ 4,028,028,170	69.5%
LOCAL						
6/30/00	\$ 14,380,511,913	\$ 12,007,160,806	\$ (2,373,351,107)	119.8%	\$ 4,910,962,708	(48.3%)
6/30/01	\$ 16,625,288,260	\$ 13,819,038,491	\$ (2,806,249,769)	120.3%	\$ 5,240,338,738	(53.6%)
6/30/02	\$ 16,503,081,054	\$ 14,929,334,103	\$ (1,573,746,951)	110.5%	\$ 5,534,322,805	(28.4%)
6/30/03	\$ 16,406,284,200	\$ 15,887,012,746	\$ (519,271,454)	103.3%	\$ 5,811,726,702	(8.9%)
6/30/04	\$ 16,414,022,003	\$ 17,077,938,057	\$ 663,916,054	96.1%	\$ 6,140,413,756	10.8%
6/30/05	\$ 16,482,040,944	\$ 18,341,857,304	\$ 1,859,816,360	89.9%	\$ 6,416,265,644	30.0%

(C) Schedule of Employer Contributions

Fiscal Year	Annual Required Contribution	Employer Contribution	Percentage Contributed
STATE			
2002	\$ 88,911,187	\$ 0	0.0%
2003	\$ 44,636,619	\$ 0	0.0%
2004	\$ 50,365,892	\$ 526,505	1.0%
2005	\$ 115,017,395	\$ 463,342	0.4%
2006	\$ 153,436,981	\$ 568,139*	0.4%
2007	\$ 379,946,338	\$ 356,783,380**	93.9%
LOCAL			
2002	\$ 77,254,063	\$ 16,174,534	20.9%
2003	\$ 0	\$ 16,987,033	0.0%
2004	\$ 0	\$ 20,882,718	0.0%
2005	\$ 29,425,853	\$ 56,916,883	146.4%
2006	\$ 102,618,135	\$ 141,498,069#	137.8%
2007	\$ 382,344,230	\$ 394,880,690##	103.3%

* The fiscal year 2006 required contribution of \$285,096,413 has been revised in anticipation of the provisions of the Appropriation Act for fiscal year 2006 which could reduce the required contribution to \$568,139. (The reduced contribution amount of \$113,811,310 will be covered by available excess assets in the Benefit Enhancement Fund. The \$568,139 contribution shown represents the fund transfer from the Second Injury Fund in accordance with Chapter 259, P.L. 2001.)

** The fiscal year 2007 required contribution could be subject to reduction in accordance with the provisions of the Appropriation Act for fiscal year 2007.

The fiscal year 2006 required contribution of \$325,524,045 has been revised to reflect the impact of Chapter 108, P.L. 2003.

The fiscal year 2007 required contribution is subject to reduction in accordance with Chapter 108, P.L. 2003.

- (D) The information presented in the required supplementary schedules was determined as part of the actuarial valuation. Additional information follows:

Valuation Date	June 30, 2005
Actuarial Cost Method	Projected Unit Credit
Amortization Method	Level Percent, Closed
Remaining Amortization Period	30 years
Asset Valuation Method	Five year average of market value
Actuarial Assumptions:	
Investment Rate of Return	8.25%
Projected Salary Increases	5.45%
Cost of Living Adjustments	60% of the assumed CPI increase of 3.0%

SECTION IX—LEVEL OF FUNDING

Although the value of accrued benefits and the funding ratios shown in the previous section are required for the State's financial statements, it is instructive to also look at these values under an alternative approach. For this purpose, we are presenting liabilities determined on a Financial Accounting Standards Board Statement No. 87 Accumulated Benefit Obligation (ABO) basis. This is the same approach as GASB Statement No. 5 except that no assumption is made as to future salary increases.

FASB 87 ABO Funded Ratios (excludes Medical Benefits)		<u>State</u>	
Actuarial present value of accumulated benefits:			
		<u>June 30, 2005</u>	<u>June 30, 2004</u>
Vested benefits			
Participants currently receiving payments	\$	6,382,530,000	\$ 6,114,590,000
Other participants		<u>5,005,520,000</u>	<u>4,646,710,000</u>
	\$	11,388,050,000	\$ 10,761,800,000
Non-vested benefits		<u>402,630,000*</u>	<u>352,210,000**</u>
Total	\$	11,790,680,000	\$ 11,113,510,000
Assets at market value	\$	9,022,426,510	\$ 8,760,710,303
Ratio of Assets to Total Present Value		76.5%	78.8%

*Includes \$215,463,639 in accumulated employee contributions with interest for employees with less than 10 years of service.

**Includes \$170,982,994 in accumulated employee contributions with interest for employees with less than 10 years of service.

FASB 87 ABO Funded Ratios (includes Medical Benefits)		<u>State</u>	
Actuarial present value of accumulated benefits:			
		<u>June 30, 2005</u>	<u>June 30, 2004</u>
Vested benefits			
Participants currently receiving payments	\$	9,736,880,000	\$ 9,046,640,000
Other participants		<u>8,923,520,000</u>	<u>8,047,000,000</u>
	\$	18,660,400,000	\$ 17,093,640,000
Non-vested benefits		<u>720,310,000*</u>	<u>612,080,000**</u>
Total	\$	19,380,710,000	\$ 17,705,720,000
Assets at market value	\$	9,023,723,452	\$ 8,761,838,554
Ratio of Assets to Total Present Value		46.6%	49.5%

*Includes \$215,463,639 in accumulated employee contributions with interest for employees with less than 10 years of service.

**Includes \$170,982,994 in accumulated employee contributions with interest for employees with less than 10 years of service.

<u>Local Employers</u>		
Actuarial present value of accumulated benefits:		
	<u>June 30, 2005</u>	<u>June 30, 2004</u>
Vested benefits		
Participants currently receiving payments	\$ 8,567,420,000	\$ 7,806,040,000
Other participants	<u>7,072,750,000</u>	<u>6,716,240,000</u>
	\$ 15,640,170,000	\$ 14,522,280,000
Non-vested benefits	<u>624,510,000*</u>	<u>577,350,000**</u>
Total	\$ 16,264,680,000	\$ 15,099,630,000
Assets at market value	\$ 14,024,984,410	\$ 13,515,497,073
Ratio of Assets to Total Present Value	86.2%	89.5%

*Includes \$397,110,254 in accumulated employee contributions with interest for employees with less than 10 years of service.

**Includes \$359,125,898 in accumulated employee contributions with interest for employees with less than 10 years of service.

As in the case of the Governmental Accounting Standard Board Statement No. 5, the actuarial present value of vested and non-vested accrued benefits was based on an interest rate of 8.25% for 2005 and 2004. The amounts shown include liabilities for future cost-of-living adjustments and post-retirement medical premiums for eligible future and current retired members.

SECTION X—SUMMARIES OF DATA

TABLE IV

MEMBERSHIP OF THE PUBLIC EMPLOYEES'
RETIREMENT SYSTEM OF NEW JERSEY

Group	June 30, 2005		June 30, 2004	
	Number	Payroll	Number	Payroll
Other than Law Enforcement Officers:				
Men	121,367	\$ 5,135,296,122	118,973	\$ 4,900,694,933
Women	189,443	6,115,701,874	183,870	5,752,420,673
Law Enforcement Officers:				
Men	104	7,001,221	102	5,791,674
Women	18	1,108,578	17	850,108
Total	310,932	\$ 11,259,107,795	302,962	\$ 10,659,757,388
Subtotals for:				
Non-Veterans				
State Employees	91,086	\$ 4,146,914,284	87,461	\$ 3,858,311,011
County Employees	30,653	1,198,456,994	30,477	1,166,201,090
Municipal Employees	101,014	2,947,366,463	98,138	2,781,256,117
Employees of Public Agencies	28,945	1,007,230,802	28,013	950,920,988
Employees of Consolidated School Districts	10,326	282,534,283	9,832	260,779,847
Non-Participating Locals	27,524	769,405,884	26,903	731,666,875
State Employees Paid by Local Employers	7,531	328,132,554	7,529	318,092,239
Employees of Locals Participating under Chapter 169, P.L. 1956	2,906	74,073,004	2,962	74,377,532
Veterans				
State Employees	3,279	182,236,757	3,454	183,076,072
County Employees	1,419	64,606,562	1,525	68,693,547
Municipal Employees	3,390	138,464,367	3,606	142,728,485
Employees of Public Agencies	1,271	59,466,427	1,331	60,810,643
Employees of Consolidated School Districts	310	11,651,187	346	12,392,353
Non-Participating Locals	1,015	35,271,478	1,111	37,030,582
State Employees Paid by Local Employers	225	11,588,912	234	11,570,495
Employees of Locals Participating under Chapter 169, P.L. 1956	38	1,707,837	40	1,849,512

- Notes: (a) The maintenance of each employee is fixed at the time of his application and is included in the compensation listed.
- (b) There are 521 State and 1,329 Local members as of June 30, 2005 and 526 State and 1,301 Local members as of June 30, 2004 who have selected vesting benefits not included in the membership shown by the table.

TABLE V
THE NUMBER AND ANNUAL RETIREMENT ALLOWANCES OF
BENEFICIARIES ON THE ROLL

(A) STATE

Group	June 30, 2005		June 30, 2004	
	Number	Retirement Allowances	Number	Retirement Allowances
Service Retirement and Early Retirement Benefits				
Men	12,879	\$297,940,473	12,833	\$289,557,908
Women	18,379	284,722,009	18,081	272,923,931
Total	31,258	\$582,662,482	30,914	\$562,481,839
Ordinary Disability Retirements				
Men	1,154	\$ 18,274,325	1,060	\$ 16,198,274
Women	2,357	35,791,914	2,180	32,175,657
Total	3,511	\$ 54,066,239	3,240	\$ 48,373,931
Accidental Disability Retirements				
Men	131	\$ 2,613,631	133	\$ 2,570,329
Women	192	4,115,313	174	3,502,059
Total	323	\$ 6,728,944	307	\$ 6,072,388
Ordinary Death Benefits				
Men	0	\$ 0	0	\$ 0
Women	5	6,907	6	7,139
Total	5	\$ 6,907	6	\$ 7,139
Accidental Death Benefits				
Men	2	\$ 10,952	2	\$ 10,869
Women	28	402,677	30	459,186
Total	30	\$ 413,629	32	\$ 470,055
Dependents of Deceased Beneficiaries				
Men	295	\$ 2,531,918	265	\$ 2,168,252
Women	2,660	30,866,758	2,576	28,568,471
Total	2,955	\$ 33,398,676	2,841	\$ 30,736,723
Grand Total	38,082	\$ 677,276,877	37,340	\$ 648,142,075

Note: In addition to the above, there are 94 beneficiaries as of June 30, 2005 and 90 beneficiaries as of June 30, 2004 who elected to receive death benefits, otherwise payable in a lump sum, as annuities certain, amounting to \$1,131,539 and \$1,018,599, respectively, per annum.

TABLE V

THE NUMBER AND ANNUAL RETIREMENT ALLOWANCES OF
BENEFICIARIES ON THE ROLL
(CONTINUED)

(B) LOCAL EMPLOYERS

Group	June 30, 2005		June 30, 2004	
	Number	Retirement Allowances	Number	Retirement Allowances
Service Retirement and Early Retirement Benefits				
Men	27,338	\$ 398,424,406	26,622	\$ 366,763,688
Women	42,073	410,299,754	40,440	372,802,181
Total	69,411	\$ 808,724,160	67,062	\$ 739,565,869
Ordinary Disability Retirements				
Men	2,705	\$ 38,874,651	2,523	\$ 35,159,478
Women	2,836	34,915,840	2,610	31,192,211
Total	5,541	\$ 73,790,491	5,133	\$ 66,351,689
Accidental Disability Retirements				
Men	350	\$ 7,296,566	348	\$ 7,017,088
Women	141	2,419,794	126	2,085,960
Total	491	\$ 9,716,360	474	\$ 9,103,048
Ordinary Death Benefits				
Men	1	\$ 122	1	\$ 122
Women	18	23,831	18	23,831
Total	19	\$ 23,953	19	\$ 23,953
Accidental Death Benefits				
Men	2	\$ 21,982	2	\$ 21,722
Women	68	1,083,413	67	1,024,947
Total	70	\$ 1,105,395	69	\$ 1,046,669
Dependents of Deceased Beneficiaries				
Men	794	\$ 5,123,730	727	\$ 4,581,413
Women	6,474	57,015,604	6,238	52,551,415
Total	7,268	\$ 62,139,334	6,965	\$ 57,132,828
Grand Total	82,800	\$ 955,499,693	79,722	\$ 873,224,056

Note: In addition to the above, there are 190 beneficiaries as of June 30, 2005 and 211 beneficiaries as of June 30, 2004 who elected to receive death benefits, otherwise payable in a lump sum, as annuities certain, amounting to \$2,031,938 and \$2,188,103, respectively, per annum.

APPENDIX A

BRIEF SUMMARY OF THE BENEFIT AND
CONTRIBUTION PROVISIONS AS INTERPRETED
FOR VALUATION PURPOSES

1. Definitions

Final Compensation (FC)	Average annual compensation for the three years of creditable service immediately preceding retirement or the highest three fiscal years of membership service.
Accumulated Deductions	Sum of all required amounts deducted from the compensation of a member or contributed by him.
Class A Member	Any member who contributes towards a 1/64th retirement benefit.
Class B Member	Any member who contributes towards a 1/55th retirement benefit.

2. Benefits*

Service Retirement	Eligible at age 60. Benefit equals a member annuity plus an employer pension which, together, equal 1/64th of FC for each year of service for Class A members and 1/55th of FC for each year of service for Class B members.
Ordinary Disability Retirement	Eligible after 10 years of service. Benefit equals a member annuity plus an employer pension which, together, equal 1.64% of FC for each year of service; minimum benefit of 43.6% of FC.
Accidental Disability	Eligible upon total and permanent disability prior to age 65 as a result of a duty injury. Benefit equals a member annuity plus an employer pension which, together, equal 72.7% of contributory compensation at the date of injury.
Lump Sum Withdrawal	Eligible upon service termination prior to age 60 and prior to 10 years of service. Benefit equals refund of accumulated deductions plus, if the member has completed three years of service, interest allowed thereon.

*Special benefits for veterans, law enforcement officers, legislators, prosecutors and workers compensation judges are summarized at the end of this section.

Vested Retirement	Eligible after 10 years of service. Benefit equals the lump sum benefit described above or a deferred retirement benefit, commencing at age 60, equal to the service retirement benefit based on service and FC at date of termination.
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Early Retirement	Eligible after 25 years of service. Benefit equals the lump sum benefit described above or the vested benefit reduced by 1/4 percent for each month retirement date precedes age 55.
Ordinary Death (Insured)	
Before Retirement	Eligible if active. Benefit equals accumulated deductions with interest plus an amount equal to 1-1/2 times contributory compensation at date of death.
After Retirement	<p data-bbox="665 571 841 611"><u>Before Age 60</u></p> <p data-bbox="665 638 1438 745">Eligible if disabled or vested terminated. Benefit equals 1 1/2 times last contributory compensation if disabled, accumulated deductions only if vested terminated.</p> <p data-bbox="665 772 867 842"><u>After Age 60 or Early Retirement</u></p> <p data-bbox="665 869 1438 1010">Eligible after early retirement or after attainment of age 60 for other types of retirement (if not disabled, 10 years of service credit required on members enrolling after July 1, 1971). Benefit equals 3/16 of last contributory compensation.</p>
Voluntary Death Benefit	An additional, employee-paid, death benefit is also available through the purchase of group insurance with an outside carrier.
Accidental Death	<p data-bbox="665 1134 1438 1203">Eligible upon death resulting during performance of duty. Benefit varies as follows:</p> <p data-bbox="665 1230 1438 1308">Widow(er) - 50% of contributory compensation paid as pension.</p> <p data-bbox="665 1335 1438 1476">Child(ren) - No spouse - 20% (1 child), 35% (2 children), 50% (3 or more children) of contributory compensation paid as pension to age 18 or life if disabled.</p> <p data-bbox="665 1503 1438 1644">Surviving dependent parent - No spouse or child - 25% (1 parent) or 40% (2 parents) of contributory compensation paid as pension.</p> <p data-bbox="665 1671 1438 1745">No relation above - Accumulated deductions paid to other beneficiary or estate.</p>
	In addition the employer-paid lump sum ordinary death benefit is paid.
Optional Benefits	Various forms of payment of equivalent actuarial value are available to retirees.

Special Benefits

Veterans

Service Retirement Eligible if member on January 2, 1955, attains age 60, completes 20 years of service. Benefit equals 54.5% of final contributory compensation (veteran members after January 2, 1955 must attain age 55 with 25 years of service or age 60 with 20 years of service).

Chap 220 Benefit Eligible if age 55 and completes 35 years of service. Benefit equals 1/55th of the compensation for the 12 month period of membership that provides the largest possible benefit multiplied by the member's total years of service.

Law Enforcement

Service Retirement Eligible at age 55 after 20 years of service. Benefit equals a member annuity plus an employer pension which, together, equal 2% of final contributory compensation for each of the first 25 years of service plus 1% of such compensation for non-contributory service or service over 25 years plus 1-2/3% for non-law enforcement service.

Chapter 4, P.L. 2001
Special Retirement

After completion of 25 years of service, an additional retirement benefit equal to 5% of final contributory pay is added to the above service related retirement benefit. There is a maximum total benefit of 70% of final contributory pay.

Ordinary Disability Eligible after 5 years of service. Benefit is the same as for regular members.

Death After
Retirement

Eligible upon death after an accidental disability retirement. Benefit is the same as for a regular member with a \$5,000 minimum.

Legislators

Service Retirement Eligible at age 60 and termination of all public service. Benefit is equal to a member annuity plus an employer pension which, together, equal 3% of final contributory compensation for each year of service to a maximum of 2/3 of final compensation.

Vested Retirement

Eligible after 8 years of legislative service. Benefit is a service retirement benefit deferred to age 60 or, alternatively, a lump sum equal to his accumulated deductions.

Prosecutors Part (Chapter 366, P.L. 2001)

Service Retirement	<p>Eligibility means age 55 or 20 years of credited service. Mandatory retirement at age 70. Benefit is an annual retirement allowance equal to a member annuity plus an employer pension which together equals the greater of:</p> <ul style="list-style-type: none"> (i) 1/60th of FC for each year service; or (ii) 2% of FC multiplied by years of service up to 30 plus 1% of FC multiplied by years of service over 30; or (iii) 50% of final contributory compensation if the member has 20 or more years of service. <p style="margin-left: 40px;">Chapter 366 also requires that, in addition to the 50% of final contributory compensation benefit, any member as of January 7, 2002 who will have 20 or more years of service and is required to retire upon attaining age 70, shall receive an additional benefit equal to 3% of final contributory compensation for each year of service over 20 years but not over 25 years.</p>
Special Retirement	<p>After completion of 25 years of service. The annual retirement benefit is equal to a member annuity plus an employer pension which together equal 65% of final contributory compensation plus 1% of final contributory compensation for each year of service over 25. There is a maximum benefit of 70% of final contributory compensation.</p>
Vested Termination	<p>Eligible upon termination of service prior to age 55 and after 10 years of Service (but less than 20 years). The benefit is a deferred retirement benefit, commencing at age 55, equal to a member annuity plus an employer pension which together provide a retirement allowance equal to 2% of final contributory compensation multiplied of service up to 30 plus 1% of final contributory compensation multiplied by years of service.</p>
Death Benefits	<p>Ordinary Death Benefit – Lump Sum</p> <p>After retirement but prior to age 55, the benefit is as follows:</p> <ul style="list-style-type: none"> (i) For death while a Disabled Retiree the benefit is equal to 1 ½ times Compensation. (ii) For death while a Deferred Retiree the benefit is equal to his Accumulated Deductions.

(iii) For death while a Retiree who has completed 20 years of Service, the benefit is equal to ½ times final contributory compensation.

(3) After retirement and after age 55, the benefit payable is equal to ½ times final contributory compensation.

Workers Compensation
Judges Part (Chapter 259, P.L. 2001)

Service Retirement

(A) Mandatory retirement at age 70. Voluntary retirement prior to age 70 as follows:

- (a) Age 70 and 10 years of service as a judge of compensation;
- (b) Age 65 and 15 years of service as a judge of compensation; or
- (c) Age 60 and 20 years of as of judge of compensation service.

Benefit is an annual retirement allowance equal to the greater of 75% of final salary or the regular service retirement benefit above.

(B) Age 65 while serving as a judge of compensation, 5 consecutive years of service as a judge of compensation and 15 years in the aggregate of public service; or

Age 60 while serving as a judge, 5 consecutive years of service as a judge of compensation and 20 years in the aggregate of public service.

Benefit is an annual retirement allowance equal to the greater of 50% of final salary or the regular service retirement benefit above.

(C) Age 60 while serving as a judge of compensation, 5 consecutive years of service as a judge of compensation and 15 years in the aggregate of public service. Benefit is an annual retirement allowance equal to the greater of 2% of final salary for each year of public service up to 25 years plus 1% of final salary for each year in excess of 25 years or the regular service retirement benefit above.

(D) Age 60 while serving as a judge of compensation. Benefit is an annual retirement allowance equal to the greater of 2% of final salary for each year of service as a judge of compensation up to 25 years plus 1% for each year in excess of 25 years or the regular service retirement benefit above.

Early Retirement

Prior to age 60 while serving as a judge of compensation, 5 consecutive years of service as a judge of compensation and 25

or more years in the aggregate of public service. Benefit is an annual retirement allowance equal to 2% of final salary for each year of public service up to 25 years plus 1% of final salary for each year of public service in excess of 25 years, actuarially reduced for commencement prior to age 60.

Vested Termination

Termination of service prior to age 60, with 5 consecutive years of service as a judge of compensation and 10 years in the aggregate of public service. Benefit is a refund of accumulated deductions, or a deferred life annuity beginning at age 60 equal to 2% of final salary for each year of public service up to 25 years, plus 1% for service in excess of 25 years.

Death Benefits (Insured)

Before Retirement

Death of an active member of the plan. Benefit is equal to

- (a) Lump sum payment equal to 1-1/2 times final salary, plus
- (b) Spousal life annuity of 25% of final salary plus 10% (15%) to one (two or more) surviving children payable until spouse's death or remarriage. If there is no surviving spouse, or upon death or remarriage, a total of 15% (20%, 30%) of final salary payable to one (two, three or more) dependent child (children). If there is no surviving spouse (or dependent children), 20% or 30% of final salary to one or two dependent parents.

After Retirement

Death of a retired member of the plan. Benefit is equal to a lump sum of 25% of final salary for a member retired under normal, early retirement or vested termination. If a member were receiving a disability benefit, a lump sum 1-1/2 times final salary if death occurred before the member attained age 60 and 1/4 times final salary if death occurred after age 60.

3. Contributions

By Members

Members enrolling in the retirement system on or after July 1, 1994 will contribute 5% of compensation. Members enrolled prior to July 1, 1994 will contribute 5% of compensation to the retirement system effective July 1, 1995 unless they previously had contributed less than 6% in which case they will contribute 4% of compensation beginning July 1, 1995 and 5% of compensation beginning July 1, 1996.

The member contribution rate for members who are eligible to retire under the Prosecutors Part of the Retirement System as provided by Chapter 366, P.L. 2001 is to be determined by the

System Board of Trustees. For valuation purposes, a 7.5% member contribution rate was used.

By Employers

Normal Contribution

The State and Local employers pay annually a normal contribution to the retirement System. This contribution is determined each year on the basis of the annual valuation and represents the value of the benefits to be earned in the year following the valuation date. The normal contributions for active members' COLA are being phased in.

In accordance with the provisions of Chapter 79, P.L. 1960, which provided that the monies appropriated for payment of the non-contributory life insurance coverage shall be held separate from the retirement System monies, the amount required to pay such benefit is deducted from the normal contribution certified for payment to the retirement System and paid to a Group Insurance Premium Fund, which is administered by the State Treasurer.

In accordance with the provisions of Chapter 133, P.L. 2001, the Benefit Enhancement Fund (BEF) was established to fund the additional annual employer normal contribution due to the law's increased benefits. (Chapter 353, P.L. 2001 extended this coverage to this law's additional annual employer normal contribution.) If the assets in the BEF are insufficient to cover the normal contribution for the increased benefits for a valuation period, the State will pay such amount for both the State and local employers.

In accordance with the provisions of Chapter 259, P.L. 2001, the additional normal contributions for increased benefits to judges of compensation for a valuation period will be funded by transfers from the Second Injury Fund.

The Appropriation Act of 2006 reduced the State Fiscal year 2006 required normal contribution by 60% and any residual amount was covered by assets from the Benefit Enhancement Fund. The State required normal contribution for subsequent fiscal years could be subject to the Appropriation Act of that fiscal year.

The Local required normal contribution for fiscal year 2006 has been reduced by 60% in accordance with Chapter 108, P.L. 2003.

Accrued Liability Contributions

The State and Local employers pay contributions to cover any unfunded accrued liability. An unfunded accrued liability was established for active life COLAs. The amortization periods for funding these liabilities were set initially at 40 years. The accrued liability contributions for active members' COLA liabilities are being phased in. Experience gains or losses for the 10 valuation years following the March 31, 1992 valuation will increase or decrease the unfunded accrued liability. Thereafter, actuarial gains or losses will increase or decrease the amortization period unless an increase will cause it to exceed 30 years.

Chapter 366, P.L. 2001 requires the State be liable for any increase in pension costs to a county that results from the enrollment of prosecutors in the Prosecutors Part. Any increase in the unfunded accrued liability in the Retirement System arising from the benefits established for the Prosecutors Part are to be amortized over a period of 30 years in the manner provided for other such liability in the Retirement System.

In accordance with the provisions of Chapter 259, P.L. 2001, the additional accrued liability contribution for increased benefits to judges of compensation for a valuation period will be funded by transfers from the Second Injury Fund.

The valuation reflects the potential effect of the Appropriation Act for fiscal year 2006 which reduced the State fiscal year 2006 required accrued liability contribution by 60% and any residual amount was covered by assets from the Benefit Enhancement Fund. The State required accrued liability contribution for subsequent fiscal years could be subject to the Appropriation Act of that fiscal year.

The Local required accrued liability contribution for fiscal year 2006 has been reduced by 60% in accordance with Chapter 108, P.L. 2003.

APPENDIX B

PUBLIC EMPLOYEES' RETIREMENT SYSTEM
 OUTLINE OF ACTUARIAL ASSUMPTIONS AND METHODS

VALUATION INTEREST RATE: 8-1/4% per annum, compounded annually.

EMPLOYEE CONTRIBUTION INTEREST RATE: 8-1/4% per annum.

SEPARATIONS FROM SERVICE AND SALARY INCREASES: Representative values of the assumed annual rates of separation and annual rates of salary increases are as follows:

Annual Rates of

Age	Select Withdrawal						Ultimate Withdrawal*			
	1st Year		2nd Year		3rd Year		Prior to Eligibility For Benefit		After Eligibility For Benefit	
	State	Local	State	Local	State	Local	State	Local	State	Local
25	23.40%	25.06%	18.23%	19.13%	13.06%	13.19%	8.38%	10.03%		
30	22.07	21.88	17.06	16.25	12.05	10.62	5.31	7.56		.11%
35	17.87	19.10	13.37	13.74	8.88	8.37	3.33	4.00	0.10%	.12
40	16.66	18.26	12.31	12.98	7.96	7.69	2.50	3.43	.11	.20
45	15.71	17.67	11.48	12.45	7.24	7.21	1.70	3.05	.20	.26
50	14.70	16.99	10.59	11.83	6.48	6.66	1.40	2.28	.85	.73
55	14.07	16.58	10.04	11.46	6.33	6.33	1.40	1.89	.81	1.17

Annual Rates of

Age	Ordinary Death**		Ordinary Disability***		Service Retirement		Salary Increases
	State	Local	State	Local	State	Local	
25	.05%	.05%	.01%				6.40%
30	.07	.06	.10	.05%			6.15
35	.09	.08	.15	.13			5.90
40	.12	.12	.18	.27			5.65
45	.17	.17	.42	.35			5.40
50	.25	.32	.55	.48			5.15
55	.36	.41	.74	.73	15.4%	11.7%	4.90
60	.52	.61	1.56	.92	8.8	7.8	4.65
65	.74	.89	1.57	.96	23.1	22.1	4.15
69	1.04	1.19	1.93	1.16	15.0	11.6	4.15

* The sum of the rates of withdrawal after eligibility for a benefit and those prior to eligibility are the rates assumed for members withdrawing with a benefit.

** A separate rate is used for accidental death.

*** A separate rate is used for accidental disability.

Prosecutors Part (Chapter 366, P.L. 2001): This legislation introduced special retirement eligibility for certain benefits. Since the retirement System has no current assumptions at these eligibilities, the valuation used the following annual rates of service retirement:

<u>Age</u>	<u>Length of Service</u>			
	<u>Less than 20 Years</u>		<u>20 Years</u>	<u>21 to 24 Years</u>
	<u>State</u>	<u>Local</u>		
40	0.00%	0.00%	2.50%	0.00%
45	0.00	0.00	2.50	0.00
50	0.00	0.00	3.75	0.00
55	2.59	3.06	5.00	0.00
60	2.63	3.06	5.00	0.00
65	2.63	3.06	37.50	0.00
69	2.63	3.06	37.50	0.00

DEATHS AFTER RETIREMENT: 1979 George B. Buck Mortality Tables for service retirement and dependent beneficiaries. Special mortality tables are used for the period after disability retirement. Representative values of the assumed annual rates of mortality are as follows:

<u>Age</u>	<u>Service Retirements</u>		<u>Age</u>	<u>Disability Retirements</u>	
	<u>Men</u>	<u>Women</u>		<u>Men</u>	<u>Women</u>
55	0.71%	0.34%	35	3.16%	4.25%
60	1.20	0.57	40	3.25	2.74
65	2.06	0.99	45	3.88	3.18
70	3.39	1.74	50	4.12	3.29
75	5.34	2.98	55	4.50	3.70
80	8.31	4.90	60	5.10	4.39
85	12.50	7.84	65	6.04	3.63

VALUATION METHOD: Projected Unit Credit Method. This method essentially funds the System's benefits accrued to the valuation date. Experience gains or losses are recognized in future accrued liability contributions.

COLA: Benefits are assumed to increase 1.8% each year.

EXPENSES: Payable from excess investment return through employer contributions.

ASSET VALUATION METHOD: A five year average of market values with write-up was used. This method takes into account appreciation (depreciation) in investments in order to smooth asset values by averaging the excess of the actual over the expected income, on a market value basis, over a five year period.

APPENDIX C

TABULATIONS USED AS A BASIS FOR THE 2005 VALUATION

Table 1 gives a reconciliation of data from June 30, 2004 to June 30, 2005. Table 2 presents fifth year age and service tables for State and Local active members as well as for the entire system. Appendix C also contains tables that show the distribution of active members' and salaries by age and length of service as of June 30, 2005. Tables are also included that show the number and retirement allowances of beneficiaries classified by age as of June 30, 2005.

TABLE 1

RECONCILIATION OF CENSUS DATA

FROM JULY 1, 2004 TO JUNE 30, 2005

	Actives		Deferred Vested	Retirees		Beneficiaries	Total
	Contrib.	Noncontrib.		Service	Disabled		
Members as of July 1, 2004	267,067	35,895	1,827	97,976	9,154	10,233	422,152
Status Change: To Contributing	2,517	(2,517)					
To Noncontributing	(12,072)	12,072					
New Deferred Vested	(172)	(133)	305				
New Terminated Non- Vested	(4,452)	(8,268)					(12,720)
New Service Retirement	(5,531)	(524)		6,055			
New Deferred Vesteds Now Payable			(276)	276			
New Disabled	(780)	(334)			1,114		
New Death	(545)	(167)	(6)	(3,637)	(402)	(466)	(5,223)
New Beneficiaries						906	906
End of Payments						(42)	(42)
New Actives	27,507	1,368					28,875
Rehires	1			(1)			
Data Corrections							
Members as of June 30, 2005	273,540	37,392	1,850	100,669	9,866	10,631	433,948

TABLE 2

PUBLIC EMPLOYEES' RETIREMENT SYSTEM
DISTRIBUTION OF ACTIVE MEMBERS BY AGE AND SERVICE

TOTAL -- STATE AND LOCAL

AGE	SERVICE	1	5	10	15	20	25	30	35	40	TOTAL
20	Number	4,527	443								4,970
	Salary	84,074,719	9,193,083								93,267,802
25	Number	12,715	5,365	106							18,186
	Salary	337,744,722	165,449,183	3,539,688							506,733,593
30	Number	9,183	8,456	1,762	120						19,521
	Salary	258,246,132	301,034,356	68,560,473	5,059,798						632,900,759
35	Number	9,048	9,153	4,542	3,661	299					26,703
	Salary	228,206,027	319,116,572	196,794,316	166,546,473	14,371,829					925,035,217
40	Number	10,626	11,050	5,606	6,853	4,131	247				38,513
	Salary	244,352,126	339,777,408	228,540,946	341,595,670	213,268,775	13,358,404				1,380,893,329
45	Number	10,952	13,847	7,067	7,197	6,620	3,502	272			49,457
	Salary	245,077,462	388,007,584	262,129,165	338,832,778	373,583,685	193,347,287	16,109,497			1,817,087,458
50	Number	8,476	11,707	8,145	8,182	6,214	5,327	2,889	252		51,192
	Salary	203,990,335	335,320,254	279,509,893	350,933,880	332,944,194	328,742,179	177,837,007	15,851,265		2,025,129,007
55	Number	5,818	8,107	6,838	8,064	6,295	4,356	3,330	1,572	50	44,430
	Salary	142,659,374	240,523,883	235,880,392	327,690,188	300,447,392	253,183,803	225,630,966	102,493,856	3,308,215	1,831,818,069
60	Number	3,788	5,496	4,709	5,880	5,297	3,653	1,578	1,161	250	31,812
	Salary	88,452,828	157,689,783	157,531,479	232,309,021	239,206,377	180,342,214	96,933,682	80,532,741	16,904,770	1,249,902,895
63	Number	1,286	1,934	1,531	1,741	1,572	1,115	478	222	117	9,996
	Salary	24,723,755	50,580,029	49,194,462	68,312,966	66,913,111	50,066,554	24,554,292	13,904,303	7,358,212	355,607,684
66 and over	Number	2,840	3,229	2,565	2,467	2,209	1,458	807	374	203	16,152
	Salary	36,426,748	55,251,849	62,045,314	79,349,120	84,440,162	58,230,515	34,701,854	17,524,896	12,761,524	440,731,982
TOTAL	Number	79,259	78,787	42,871	44,165	44,165	32,637	19,658	9,354	620	310,932
	Salary	1,893,954,228	2,361,943,984	1,543,726,128	1,910,629,894	1,625,175,525	1,077,270,956	575,767,298	230,307,061	40,332,721	11,259,107,795

TABLE 2
(continued)

**PUBLIC EMPLOYEES' RETIREMENT SYSTEM
DISTRIBUTION OF ACTIVE MEMBERS BY AGE AND SERVICE**

STATE

AGE	SERVICE	1	5	10	15	20	25	30	35	40	TOTAL
20	Number	1,227	90								1,317
	Salary	28,858,441	2,499,508								31,357,949
25	Number	5,127	1,909	15							7,051
	Salary	164,832,399	66,666,646	547,337							232,046,382
30	Number	3,722	3,403	497	29						7,651
	Salary	126,439,152	137,699,481	20,666,668	1,231,598						286,036,899
35	Number	2,927	3,204	1,566	1,467	126					9,290
	Salary	95,442,270	134,943,151	74,497,157	69,814,295	6,235,568					380,932,441
40	Number	2,644	2,780	1,608	2,869	1,997	121				12,019
	Salary	87,547,783	114,308,711	75,271,161	153,638,608	105,993,429	6,728,257				543,487,949
45	Number	2,550	2,809	1,586	2,612	3,138	1,665	146			14,506
	Salary	82,863,463	114,593,250	73,665,175	140,474,069	190,328,543	91,289,368	8,444,286			701,658,154
50	Number	2,104	2,511	1,643	2,396	2,538	2,699	1,378	146		15,415
	Salary	69,683,604	101,744,075	73,846,804	125,047,265	152,632,248	175,095,828	84,419,324	9,189,153		791,658,301
55	Number	1,553	1,888	1,415	2,099	2,083	1,914	1,705	872	25	13,554
	Salary	51,007,214	74,500,887	63,717,929	105,947,224	119,888,799	122,011,114	121,299,132	56,688,198	1,633,743	716,694,240
60	Number	951	1,253	1,006	1,479	1,178	1,511	573	579	130	8,660
	Salary	29,628,720	47,174,919	43,309,319	72,741,269	82,675,538	69,528,653	39,455,796	41,607,574	8,691,495	434,813,283
63	Number	263	375	277	378	404	268	122	64	49	2,200
	Salary	7,680,711	13,687,870	11,651,493	18,243,169	21,182,730	15,677,451	7,901,888	4,699,527	3,123,521	103,848,360
66 and over	Number	471	484	369	454	476	236	119	45	45	2,702
	Salary	10,287,865	13,789,001	12,863,138	19,667,503	24,057,461	12,830,098	7,363,121	2,903,828	2,855,068	106,617,083
TOTAL	Number	23,539	20,706	9,982	13,783	12,273	8,081	4,043	1,709	249	94,365
	Salary	754,271,622	821,607,499	450,036,181	706,805,000	702,994,316	493,160,769	268,883,547	115,088,280	16,303,827	4,329,151,041

TABLE 2
(continued)

PUBLIC EMPLOYEES' RETIREMENT SYSTEM
DISTRIBUTION OF ACTIVE MEMBERS BY AGE AND SERVICE

LOCAL

AGE	SERVICE	1	5	10	15	20	25	30	35	40	TOTAL
20	Number	3,300	353								3,653
	Salary	55,216,278	6,693,575								61,909,853
25	Number	7,588	3,456	91							11,135
	Salary	172,912,323	98,782,537	2,992,351							274,687,211
30	Number	5,461	5,053	1,265	91						11,870
	Salary	131,806,980	163,334,875	47,893,805	3,828,200						346,863,860
35	Number	6,121	5,949	2,976	2,194	173					17,413
	Salary	132,763,757	184,173,421	122,297,159	96,732,178	8,136,261					544,102,776
40	Number	7,982	8,270	3,998	3,984	2,134	126				26,494
	Salary	156,804,343	225,468,697	153,269,785	187,957,062	107,275,346	6,630,147				837,405,380
45	Number	8,402	11,038	5,481	4,585	3,482	1,837	126			34,951
	Salary	162,213,999	273,414,334	188,463,990	198,358,709	183,255,142	102,057,919	7,665,211			1,115,429,304
50	Number	6,372	9,196	6,502	5,786	3,676	2,628	1,511	106		35,777
	Salary	134,306,731	233,576,179	205,663,089	225,886,615	180,311,946	153,646,351	93,417,683	6,662,112		1,233,470,706
55	Number	4,265	6,219	5,423	5,965	4,212	2,442	1,625	700	25	30,876
	Salary	91,652,160	166,022,996	172,162,463	221,742,964	180,558,593	131,172,689	104,331,834	45,805,658	1,674,472	1,115,123,829
60	Number	2,837	4,243	3,703	4,401	3,786	2,475	1,005	582	120	23,152
	Salary	58,824,108	110,514,864	114,222,160	159,567,752	156,530,839	110,813,561	57,477,886	38,925,167	8,213,275	815,089,612
63	Number	1,023	1,559	1,254	1,363	1,168	847	356	158	68	7,796
	Salary	17,043,044	36,892,159	37,542,969	50,069,797	45,730,381	34,389,103	16,652,404	9,204,776	4,234,691	251,759,324
66 and over	Number	2,369	2,745	2,196	2,013	1,733	1,222	688	326	158	13,450
	Salary	26,138,883	41,462,848	49,182,176	59,681,617	60,382,701	45,400,417	27,338,733	14,621,068	9,906,456	334,114,899
TOTAL	Number	55,720	58,081	32,889	30,382	20,364	11,577	5,311	1,872	371	216,567
	Salary	1,139,682,606	1,540,336,485	1,093,689,947	1,203,824,894	922,181,209	584,110,187	306,883,751	115,218,781	24,028,894	6,929,956,754

TABLE 3

**THE NUMBER AND ANNUAL COMPENSATION OF
MEMBERS DISTRIBUTED BY AGE
AS OF JUNE 30, 2005**

AGE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
16	9	\$ 51,710	10	\$ 24,414
17	26	162,706	33	106,317
18	58	302,552	108	555,718
19	150	1,959,123	199	1,895,048
20	318	5,867,656	363	4,915,656
21	535	11,070,943	506	8,415,166
22	741	17,305,229	755	14,270,090
23	956	23,762,225	1,398	31,066,669
24	1,291	34,237,342	1,827	44,254,218
25	1,505	42,637,990	2,244	57,578,539
26	1,585	47,461,537	2,464	69,018,337
27	1,723	53,465,370	2,382	69,758,019
28	1,681	53,503,379	2,239	66,858,737
29	1,561	51,130,947	2,242	68,499,461
30	1,581	54,130,483	2,265	69,854,023
31	1,653	57,886,186	2,264	70,915,025
32	1,615	57,280,723	2,276	72,233,168
33	1,730	63,623,635	2,530	79,237,833
34	1,972	73,952,285	2,835	88,747,514
35	2,237	85,942,130	3,250	103,058,603
36	2,182	86,487,930	3,359	106,961,452
37	2,275	91,428,691	3,340	105,962,793
38	2,458	102,730,794	3,688	118,186,396
39	2,764	115,494,309	4,085	128,446,748
40	2,903	122,778,199	4,529	141,358,920
41	3,097	133,803,886	4,913	153,470,822
42	3,305	142,597,807	5,271	163,685,935
43	3,524	153,573,391	5,512	171,030,414
44	3,552	158,230,887	6,031	188,833,737
45	3,641	165,877,720	6,134	192,317,125
46	3,641	165,994,574	6,295	200,178,376
47	3,675	170,825,105	6,631	211,602,287
48	3,912	184,637,964	6,692	217,536,400
49	3,988	186,925,692	6,589	219,542,941
50	3,931	187,220,615	6,601	223,750,432
51	3,838	188,342,162	6,181	219,133,297
52	3,660	178,824,924	6,143	217,360,376
53	3,752	187,660,425	6,094	216,792,926
54	3,462	170,322,836	5,730	206,411,978
55	3,455	171,749,889	5,478	200,144,567
56	3,290	167,012,372	5,375	193,072,552
57	3,348	164,577,258	5,238	187,390,823
58	3,296	160,908,144	5,570	198,618,671
59	2,927	139,095,146	4,755	167,552,194
60	2,273	103,084,229	3,687	130,405,983
61	2,122	93,951,610	3,392	120,269,653

TABLE 3

**THE NUMBER AND ANNUAL COMPENSATION OF
MEMBERS DISTRIBUTED BY AGE
AS OF JUNE 30, 2005**

(CONTINUED)

AGE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
62	2,089	\$ 92,685,473	3,308	\$ 116,590,342
63	1,843	78,391,466	2,939	100,654,055
64	1,399	57,075,329	2,179	72,679,377
65	1,195	48,105,526	1,841	56,452,989
66	1,067	40,002,535	1,415	44,905,673
67	966	34,446,569	1,196	36,605,723
68	772	27,289,406	1,018	29,383,691
69	674	23,052,657	931	25,713,388
70	647	20,829,113	836	22,131,266
71	533	16,254,310	656	16,932,370
72	458	14,296,903	567	14,363,612
73	386	11,103,102	492	11,313,718
74	333	8,887,948	458	10,326,904
75	334	8,633,945	339	7,179,422
76	258	6,129,190	332	6,862,366
77	215	5,111,851	314	6,192,909
78	212	5,530,390	196	3,621,091
79	186	4,110,279	195	3,436,820
80	122	2,096,210	148	2,173,060
81	101	1,747,855	118	1,839,147
82	103	1,583,059	118	1,687,064
83	61	827,195	89	1,200,951
84	74	1,225,047	64	993,287
85	56	757,706	59	731,305
86	40	601,152	36	386,020
87	31	467,277	31	442,206
88	32	449,348	15	231,246
89	17	200,715	16	132,947
90	11	70,608	14	88,200
91	11	96,567	16	151,305
92	11	99,184	6	29,813
93	5	50,350	2	10,420
94	5	62,816	7	37,617
95	7	46,810	2	7,880
96	6	29,514	2	17,511
97	3	29,408		
98	2	7,756		
99	1	7,260	1	2,192
100	1	3,000		
101	3	7,644	1	10,824
103	1	2,904	1	11,388
104	1	20,276		
105	1	980		
Total	121,471	\$ 5,142,297,343	189,461	\$ 6,116,810,452

Of the 310,932 active members included in the June 30, 2005 valuation data, 136,630 are vested and 174,302 have not yet completed the vesting requirement.

**THE NUMBER AND ANNUAL COMPENSATION OF
MEMBERS DISTRIBUTED BY AGE
AS OF JUNE 30, 2005**

STATE ONLY

AGE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
17	3	\$ 85,345		
18	7	115,168	4	\$ 87,399
19	20	412,971	35	655,701
20	64	1,459,546	87	1,846,180
21	113	2,647,609	167	3,690,415
22	161	3,962,804	298	7,048,702
23	246	6,517,175	480	13,079,225
24	364	10,649,701	697	20,560,041
25	505	16,193,425	925	28,951,420
26	542	18,587,759	1,107	37,292,254
27	622	21,663,060	1,140	40,371,378
28	584	20,569,748	1,006	35,990,157
29	558	20,189,138	972	34,955,743
30	540	19,957,087	973	36,381,523
31	518	19,911,435	1,000	37,328,226
32	510	20,334,025	974	37,059,653
33	555	22,115,320	1,036	39,943,025
34	602	24,169,415	1,050	40,789,946
35	634	26,102,896	1,328	52,603,981
36	642	28,126,329	1,240	50,478,088
37	690	30,720,256	1,238	50,561,306
38	707	32,128,363	1,349	57,019,639
39	816	37,744,435	1,434	61,285,428
40	808	37,921,401	1,489	63,566,145
41	932	45,721,560	1,512	67,526,252
42	988	47,101,258	1,646	73,958,228
43	1,007	49,543,049	1,722	75,900,364
44	1,025	51,887,746	1,765	81,773,577
45	1,083	55,212,485	1,755	81,486,812
46	1,082	57,050,917	1,833	84,846,010
47	1,158	61,157,092	1,894	89,279,922
48	1,220	64,995,740	1,901	90,347,695
49	1,262	68,149,236	1,835	87,709,993
50	1,266	69,942,057	1,875	92,341,872
51	1,223	68,890,582	1,825	90,285,557
52	1,194	66,512,100	1,809	87,954,676
53	1,290	74,592,040	1,760	86,313,445
54	1,159	67,645,184	1,640	80,884,580
55	1,148	67,685,752	1,653	81,577,584
56	1,112	66,183,359	1,520	73,401,198
57	1,107	64,349,142	1,469	70,036,570
58	1,089	63,209,134	1,495	70,723,300
59	896	51,026,811	1,238	57,060,885
60	627	35,041,357	982	45,786,532
61	613	32,868,048	885	41,754,921
62	557	31,088,334	883	40,565,213
63	480	25,691,310	718	32,344,480
64	300	15,156,853	521	22,605,641

**THE NUMBER AND ANNUAL COMPENSATION OF
MEMBERS DISTRIBUTED BY AGE
AS OF JUNE 30, 2005**

STATE ONLY (CONTINUED)

AGE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
65	239	\$ 12,377,908	351	\$ 15,802,173
66	248	12,275,009	279	12,483,174
67	174	8,397,307	199	9,035,587
68	155	7,168,290	178	7,290,954
69	109	5,051,745	159	6,517,014
70	130	4,983,411	146	5,625,852
71	109	4,082,184	92	3,275,595
72	85	3,631,176	83	2,972,112
73	58	2,074,162	64	2,369,319
74	62	2,652,908	64	2,228,588
75	58	2,121,335	48	1,254,277
76	52	1,822,078	46	1,374,502
77	36	1,322,995	35	1,171,997
78	34	1,682,387	26	837,086
79	27	887,977	25	790,705
80	21	473,089	18	472,563
81	21	506,608	12	373,069
82	15	435,414	17	405,790
83	9	225,162	10	208,330
84	10	277,867	7	198,037
85	11	176,115	8	168,056
86	5	58,892	3	105,054
87	4	82,495	3	54,727
88	5	70,474	1	18,139
89	3	106,274	2	8,255
90	1	12,276	1	7,241
91	2	34,929	4	28,953
94			1	13,273
95	1	18,000		
96	2	15,330	1	14,991
97	1	23,200		
99			1	2,192
Total	36,316	\$ 1,796,032,554	58,049	\$ 2,533,118,487

**THE NUMBER AND ANNUAL COMPENSATION OF
MEMBERS DISTRIBUTED BY AGE
AS OF JUNE 30, 2005**

LOCAL ONLY

AGE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
16	9	\$ 51,710	10	\$ 24,414
17	23	77,361	33	106,317
18	51	187,384	104	468,319
19	130	1,546,152	164	1,239,347
20	254	4,408,110	276	3,069,476
21	422	8,423,334	339	4,724,751
22	580	13,342,425	457	7,221,388
23	710	17,245,050	918	17,987,444
24	927	23,587,641	1,130	23,694,177
25	1,000	26,444,565	1,319	28,627,119
26	1,043	28,873,778	1,357	31,726,083
27	1,101	31,802,310	1,242	29,386,641
28	1,097	32,933,631	1,233	30,868,580
29	1,003	30,941,809	1,270	33,543,718
30	1,041	34,173,396	1,292	33,472,500
31	1,135	37,974,751	1,264	33,586,799
32	1,105	36,946,698	1,302	35,173,515
33	1,175	41,508,315	1,494	39,294,808
34	1,370	49,782,870	1,785	47,957,568
35	1,603	59,839,234	1,922	50,454,622
36	1,540	58,361,601	2,119	56,483,364
37	1,585	60,708,435	2,102	55,401,487
38	1,751	70,602,431	2,339	61,166,757
39	1,948	77,749,874	2,651	67,161,320
40	2,095	84,856,798	3,040	77,792,775
41	2,165	88,082,326	3,401	85,944,570
42	2,317	95,496,549	3,625	89,727,707
43	2,517	104,030,342	3,790	95,130,050
44	2,527	106,343,141	4,266	107,060,160
45	2,558	110,665,235	4,379	110,830,313
46	2,559	108,943,657	4,462	115,332,366
47	2,517	109,668,013	4,737	122,322,365
48	2,692	119,642,224	4,791	127,188,705
49	2,726	118,776,456	4,754	131,832,948
50	2,665	117,278,558	4,726	131,408,560
51	2,615	119,451,580	4,356	128,847,740
52	2,466	112,312,824	4,334	129,405,700
53	2,462	113,068,385	4,334	130,479,481
54	2,303	102,677,652	4,090	125,527,398
55	2,307	104,064,137	3,825	118,566,983
56	2,178	100,829,013	3,855	119,671,354
57	2,241	100,228,116	3,769	117,354,253
58	2,207	97,699,010	4,075	127,895,371
59	2,031	88,068,335	3,517	110,491,309
60	1,646	68,042,872	2,705	84,619,451
61	1,509	61,083,562	2,507	78,514,732

**THE NUMBER AND ANNUAL COMPENSATION OF
MEMBERS DISTRIBUTED BY AGE
AS OF JUNE 30, 2005**

LOCAL ONLY (CONTINUED)

AGE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
62	1,532	\$ 61,597,139	2,425	\$ 76,025,129
63	1,363	52,700,156	2,221	68,309,575
64	1,099	41,918,476	1,658	50,073,736
65	956	35,727,618	1,490	40,650,816
66	819	27,727,526	1,136	32,422,499
67	792	26,049,262	997	27,570,136
68	617	20,121,116	840	22,092,737
69	565	18,000,912	772	19,196,374
70	517	15,845,702	690	16,505,414
71	424	12,172,126	564	13,656,775
72	373	10,665,727	484	11,391,500
73	328	9,028,940	428	8,944,399
74	271	6,235,040	394	8,098,316
75	276	6,512,610	291	5,925,145
76	206	4,307,112	286	5,487,864
77	179	3,788,856	279	5,020,912
78	178	3,848,003	170	2,784,005
79	159	3,222,302	170	2,646,115
80	101	1,623,121	130	1,700,497
81	80	1,241,247	106	1,466,078
82	88	1,147,645	101	1,281,274
83	52	602,033	79	992,621
84	64	947,180	57	795,250
85	45	581,591	51	563,249
86	35	542,260	33	280,966
87	27	384,782	28	387,479
88	27	378,874	14	213,107
89	14	94,441	14	124,692
90	10	58,332	13	80,959
91	9	61,638	12	122,352
92	11	99,184	6	29,813
93	5	50,350	2	10,420
94	5	62,816	6	24,344
95	6	28,810	2	7,880
96	4	14,184	1	2,520
97	2	6,208		
98	2	7,756		
99	1	7,260		
100	1	3,000		
101	3	7,644	1	10,824
103	1	2,904	1	11,388
104	1	20,276		
105	1	980		
Total	85,155	\$ 3,346,264,789	131,412	\$ 3,583,691,965

TABLE 4

**THE NUMBER AND ANNUAL COMPENSATION OF
MEMBERS DISTRIBUTED BY YEARS OF SERVICE
AS OF JUNE 30, 2005**

SERVICE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
0	2,938	\$ 74,203,061	4,652	\$ 96,511,425
1	12,359	322,576,233	22,092	451,899,991
2	9,687	276,501,917	16,632	375,515,642
3	7,963	245,265,018	13,431	319,138,117
4	7,314	244,237,265	12,994	335,887,249
5	6,399	226,063,474	11,159	302,875,295
6	5,213	191,263,132	8,988	251,665,960
7	4,328	166,681,249	7,040	208,149,935
8	3,789	148,903,898	5,839	175,755,202
9	3,148	123,104,951	4,577	136,495,243
10	3,447	141,569,350	5,148	164,338,096
11	3,610	150,120,173	5,446	178,548,324
12	3,616	158,068,762	5,068	174,193,126
13	3,396	152,717,232	4,907	177,678,056
14	3,205	148,600,054	4,509	164,679,174
15	3,585	171,267,354	5,495	210,285,416
16	3,618	181,256,609	5,664	225,910,680
17	3,666	187,611,070	5,739	242,658,890
18	3,460	186,712,872	5,322	225,584,131
19	3,274	180,140,514	4,965	218,122,666
20	3,174	176,433,860	4,343	197,157,174
21	2,273	130,941,217	3,437	161,823,915
22	1,894	110,700,161	2,713	129,041,058
23	1,904	111,085,479	2,597	123,660,049
24	2,018	122,762,789	2,790	133,843,744
25	1,792	111,406,263	2,669	131,995,106
26	1,566	96,873,592	2,057	103,437,373
27	1,348	86,267,015	1,747	91,170,382
28	1,273	84,342,132	1,427	75,696,730
29	1,001	67,867,337	1,149	63,256,933
30	925	64,295,913	970	52,846,299
31	1,031	71,091,883	911	49,921,047
32	762	52,721,214	716	39,564,540
33	648	46,837,209	555	30,214,314
34	556	40,448,210	512	28,759,084
35	426	30,344,728	365	20,529,687
36	291	20,101,886	269	15,779,375
37	173	12,331,544	193	10,996,947
38	112	7,847,113	133	7,299,838
39	83	5,629,377	73	4,130,661
40	59	4,480,008	46	2,714,488
41	33	2,364,041	31	1,693,714
42	34	2,343,020	20	1,341,489
43	23	1,459,172	21	1,146,944
44	17	1,377,197	19	971,172
45	10	776,551	8	498,630
46	6	496,192	1	55,748

TABLE 4

**THE NUMBER AND ANNUAL COMPENSATION OF
MEMBERS DISTRIBUTED BY YEARS OF SERVICE
AS OF JUNE 30, 2005**

(CONTINUED)

SERVICE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
47	5	\$ 375,640	6	\$ 365,440
48	7	556,028		
49	2	105,117	5	254,571
50	2	144,360	2	128,524
51	2	165,948	2	97,153
52	1	76,823	1	60,608
53			1	72,852
54	1	144,788	1	50,344
55	1	108,264	2	169,133
58	3	131,084	1	112,388
59			1	60,380
TOTAL	121,471	\$ 5,142,297,343	189,461	\$ 6,116,810,452

Of the 310,932 active members included in the June 30, 2005 valuation data, 136,630 are vested and 174,302 have not yet completed the vesting requirement.

**THE NUMBER AND ANNUAL COMPENSATION OF
MEMBERS DISTRIBUTED BY YEARS OF SERVICE
AS OF JUNE 30, 2005**

STATE ONLY

SERVICE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
0	973	\$ 29,340,119	1,597	\$ 43,960,535
1	3,777	122,079,037	6,407	192,515,188
2	2,718	94,711,163	4,855	159,648,255
3	2,082	75,515,023	3,380	117,184,449
4	2,105	83,646,147	3,455	128,830,253
5	1,933	79,299,643	3,055	116,524,136
6	1,390	59,297,773	2,312	91,729,084
7	1,114	50,262,649	1,841	76,804,475
8	891	40,368,430	1,368	58,225,919
9	651	28,371,753	939	40,401,996
10	761	36,288,207	1,218	52,750,159
11	838	37,897,566	1,389	60,704,353
12	971	48,096,833	1,316	60,202,163
13	821	40,818,160	1,388	63,732,790
14	762	40,968,510	1,221	57,220,683
15	893	48,168,754	1,785	84,992,136
16	1,053	59,070,035	1,819	89,893,874
17	1,177	68,158,733	2,167	110,367,628
18	1,133	67,951,701	2,019	103,303,598
19	1,230	75,261,790	1,891	100,878,956
20	1,134	69,385,278	1,692	92,298,892
21	837	53,061,388	1,343	74,104,525
22	685	43,802,830	1,058	58,599,011
23	666	42,381,888	1,041	58,104,642
24	713	45,864,220	1,201	66,243,025
25	697	46,518,225	1,088	62,683,452
26	612	41,157,883	931	53,721,544
27	557	38,118,350	818	48,680,812
28	551	38,948,428	637	37,950,295
29	443	31,253,270	523	31,804,447
30	375	28,202,744	425	26,106,186
31	396	28,685,510	447	27,206,721
32	295	21,651,135	296	18,416,266
33	321	24,627,740	263	16,116,966
34	221	17,079,308	265	15,918,119
35	175	13,149,523	193	11,482,584
36	137	9,958,975	125	7,468,991
37	80	5,769,784	108	6,289,740
38	44	3,171,025	63	3,669,797
39	37	2,928,067	40	2,454,152
40	22	1,788,344	19	1,141,417
41	16	1,153,253	12	586,204
42	14	911,582	14	879,581
43	3	147,369	11	623,812
44	4	235,794	7	399,201
45	4	228,515	3	139,274

**THE NUMBER AND ANNUAL COMPENSATION OF
MEMBERS DISTRIBUTED BY YEARS OF SERVICE
AS OF JUNE 30, 2005**

STATE ONLY (CONTINUED)

SERVICE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
47	1	\$ 108,780	1	\$ 39,884
48	1	48,284		
49	1	46,213	1	36,451
51			1	46,213
52	1	76,823		
55			1	35,653
TOTAL	36,316	\$ 1,796,032,554	58,049	\$ 2,533,118,487

**THE NUMBER AND ANNUAL COMPENSATION OF
MEMBERS DISTRIBUTED BY YEARS OF SERVICE
AS OF JUNE 30, 2005**

LOCAL ONLY

SERVICE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
0	1,965	\$ 44,862,942	3,055	\$ 52,550,890
1	8,582	200,497,196	15,685	259,384,803
2	6,969	181,790,754	11,777	215,867,387
3	5,881	169,749,995	10,051	201,953,668
4	5,209	160,591,118	9,539	207,056,996
5	4,466	146,763,831	8,104	186,351,159
6	3,823	131,965,359	6,676	159,936,876
7	3,214	116,418,600	5,199	131,345,460
8	2,898	108,535,468	4,471	117,529,283
9	2,497	94,733,198	3,638	96,093,247
10	2,686	105,281,143	3,930	111,587,937
11	2,772	112,222,607	4,057	117,843,971
12	2,645	109,971,929	3,752	113,990,963
13	2,575	111,899,072	3,519	113,945,266
14	2,443	107,631,544	3,288	107,458,491
15	2,692	123,098,600	3,710	125,293,280
16	2,565	122,186,574	3,845	136,016,806
17	2,489	119,452,337	3,572	132,291,262
18	2,327	118,761,171	3,303	122,280,533
19	2,044	104,878,724	3,074	117,243,710
20	2,040	107,048,582	2,651	104,858,282
21	1,436	77,879,829	2,094	87,719,390
22	1,209	66,897,331	1,655	70,442,047
23	1,238	68,703,591	1,556	65,555,407
24	1,305	76,898,569	1,589	67,600,719
25	1,095	64,888,038	1,581	69,311,654
26	954	55,715,709	1,126	49,715,829
27	791	48,148,665	929	42,489,570
28	722	45,393,704	790	37,746,435
29	558	36,614,067	626	31,452,486
30	550	36,093,169	545	26,740,113
31	635	42,406,373	464	22,714,326
32	467	31,070,079	420	21,148,274
33	327	22,209,469	292	14,097,348
34	335	23,368,902	247	12,840,965
35	251	17,195,205	172	9,047,103
36	154	10,142,911	144	8,310,384
37	93	6,561,760	85	4,707,207
38	68	4,676,088	70	3,630,041
39	46	2,701,310	33	1,676,509
40	37	2,691,664	27	1,573,071
41	17	1,210,788	19	1,107,510
42	20	1,431,438	6	461,908
43	20	1,311,803	10	523,132
44	13	1,141,403	12	571,971
45	6	548,036	5	359,356

**THE NUMBER AND ANNUAL COMPENSATION OF
MEMBERS DISTRIBUTED BY YEARS OF SERVICE
AS OF JUNE 30, 2005**

LOCAL ONLY (CONTINUED)

SERVICE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
46	6	\$ 496,192	1	\$ 55,748
47	4	266,860	5	325,556
48	6	507,744		
49	1	58,904	4	218,120
50	2	144,360	2	128,524
51	2	165,948	1	50,940
52			1	60,608
53			1	72,852
54	1	144,788	1	50,344
55	1	108,264	1	133,480
58	3	131,084	1	112,388
59			1	60,380
TOTAL	85,155	\$ 3,346,264,789	131,412	\$ 3,583,691,965

**THE NUMBER AND ANNUAL RETIREMENT
ALLOWANCES OF BENEFICIARIES DISTRIBUTED
BY AGE AS OF JUNE 30, 2005**

**SERVICE RETIREMENTS AND EARLY
RETIREMENT BENEFITS**

AGE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
43			1	\$ 9,943
44	1	\$ 57,286	6	80,335
45	4	54,021	6	88,656
46	5	79,014	12	177,435
47	11	178,554	16	242,072
48	25	395,022	25	446,757
49	27	525,063	41	678,196
50	40	835,907	67	1,360,686
51	50	1,151,957	74	1,556,897
52	108	2,911,695	110	2,384,761
53	130	3,465,104	146	3,699,512
54	183	5,289,624	235	5,794,238
55	242	6,878,334	289	7,142,591
56	369	11,170,362	368	10,208,801
57	524	17,735,339	443	12,151,702
58	629	21,381,691	575	16,137,206
59	664	23,217,461	522	14,652,949
60	591	18,301,326	680	15,369,101
61	737	19,762,608	1,118	19,217,767
62	952	24,826,618	1,490	23,886,279
63	1,192	28,318,827	1,881	29,174,866
64	1,146	26,272,562	1,884	27,701,954
65	1,202	24,730,744	1,871	26,465,612
66	1,306	25,818,707	2,092	28,617,838
67	1,442	26,834,009	2,194	29,712,832
68	1,405	26,257,395	2,343	29,899,202
69	1,491	26,657,752	2,331	28,694,897
70	1,481	25,819,898	2,332	27,359,903
71	1,594	26,560,117	2,442	27,919,955
72	1,589	25,618,647	2,391	26,814,327
73	1,720	28,033,071	2,478	26,478,612
74	1,574	25,084,366	2,512	26,349,744
75	1,644	24,698,415	2,439	23,567,988
76	1,624	23,328,814	2,426	23,786,671
77	1,607	22,887,916	2,337	22,197,951
78	1,579	20,586,596	2,271	20,237,706
79	1,483	20,126,662	2,156	18,832,514
80	1,320	17,450,459	2,046	17,107,603
81	1,278	16,451,245	2,043	16,622,273
82	1,197	14,640,269	1,878	14,626,378
83	1,003	11,608,353	1,548	11,980,350
84	965	10,788,712	1,515	10,931,012
85	825	8,996,050	1,348	9,610,373
86	671	6,766,278	1,067	7,082,410
87	604	6,211,196	935	6,209,690
88	489	4,302,481	761	4,977,594
89	357	3,090,204	601	3,787,168
90	312	2,791,996	564	3,465,529

**THE NUMBER AND ANNUAL RETIREMENT
ALLOWANCES OF BENEFICIARIES DISTRIBUTED
BY AGE AS OF JUNE 30, 2005**

**SERVICE RETIREMENTS AND EARLY
RETIREMENT BENEFITS
(continued)**

AGE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
91	225	\$ 1,911,745	398	\$ 2,370,067
92	174	1,513,846	331	2,082,273
93	135	1,325,467	251	1,553,021
94	107	925,602	168	1,079,393
95	60	484,866	134	808,128
96	48	607,212	89	582,802
97	33	305,023	53	332,331
98	26	231,505	46	301,390
99	8	34,384	28	194,237
100	3	18,236	16	109,690
101	2	38,621	15	55,074
102	1	7,495	8	36,719
103	2	7,384	4	10,228
104	1	4,768		
105			1	7,571
TOTAL	40,217	\$ 696,364,879	60,452	\$ 695,021,763
<u>SUMMARY</u>				
NO OPTION	13,264	\$ 190,981,945	37,132	\$ 405,509,472
OPTION 1	7,057	106,206,640	13,485	145,272,586
OPTION 2	9,631	149,587,930	2,630	23,247,771
OPTION 3	4,687	104,497,604	3,122	43,807,428
OPTION 4	276	8,566,986	152	2,471,781
OPTION 5	3	100,802	1	51,351
OPTION A	2,648	55,025,388	1,107	15,886,299
OPTION B	829	23,530,233	460	8,906,594
OPTION C	1,273	41,145,696	1,437	30,252,728
OPTION D	549	16,721,655	926	19,615,753

Information at <u>Retirement Date</u>	<u>Retirement Type</u>	
	<u>Service</u>	<u>Early</u>
Average Age	64.8	54.9
Average Years of Service*	18.2	30.1
Average Salary	\$ 29,840	\$ 49,128
Average Annual Pension**	\$ 10,512	\$ 24,700

* 37.21% of retirees have 25 or more years of service at retirement.

** Excludes COLAs granted after retirement date..

TABLE 6

**THE NUMBER AND ANNUAL RETIREMENT
ALLOWANCES OF BENEFICIARIES DISTRIBUTED
BY AGE AS OF JUNE 30, 2005**

ORDINARY DISABILITY RETIREMENTS

AGE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
33	1	\$ 17,378		
34	3	43,266	2	\$ 26,493
35	6	102,141	6	92,507
36	7	114,159	9	141,570
37	7	100,844	3	28,526
38	8	122,483	13	191,205
39	24	380,741	15	220,589
40	17	299,327	20	320,230
41	21	316,330	27	386,641
42	33	521,403	24	354,707
43	44	678,543	36	494,476
44	54	861,279	37	559,147
45	51	788,151	44	677,021
46	48	749,592	69	1,001,166
47	61	964,790	61	995,020
48	60	972,383	75	1,189,342
49	81	1,241,309	92	1,442,245
50	75	1,159,707	119	1,827,284
51	78	1,346,736	118	1,779,579
52	78	1,204,238	106	1,691,513
53	104	1,684,377	140	2,124,908
54	106	1,711,104	125	1,890,107
55	92	1,594,310	144	2,180,650
56	133	2,186,691	172	2,422,688
57	140	2,211,458	196	2,929,832
58	145	2,321,005	196	2,842,654
59	152	2,514,436	175	2,552,971
60	130	1,983,276	181	2,481,834
61	140	2,308,461	197	2,650,990
62	155	2,406,369	246	3,441,850
63	154	2,325,573	265	3,714,033
64	146	2,234,849	223	3,080,327
65	123	1,858,050	230	3,029,073
66	141	2,082,415	210	2,878,546
67	158	2,224,698	207	2,973,609
68	123	1,750,795	179	2,434,902
69	101	1,468,011	184	2,337,078
70	119	1,695,054	165	2,082,804
71	96	1,216,767	118	1,443,640
72	92	1,309,864	108	1,260,066
73	83	1,096,307	104	1,203,878

TABLE 6

**THE NUMBER AND ANNUAL RETIREMENT
ALLOWANCES OF BENEFICIARIES DISTRIBUTED
BY AGE AS OF JUNE 30, 2005**

**ORDINARY DISABILITY RETIREMENTS
(continued)**

AGE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
74	78	\$ 1,000,307	87	\$ 963,620
75	66	777,500	79	795,316
76	59	630,993	69	706,989
77	40	402,024	37	385,235
78	37	385,057	50	502,768
79	27	281,917	53	521,823
80	33	269,064	32	292,665
81	26	256,890	31	236,262
82	25	242,064	20	172,784
83	26	278,047	20	126,394
84	14	105,817	20	137,067
85	14	128,323	17	160,904
86	8	69,144	14	136,366
87	5	39,774	10	82,126
88	6	61,379	5	46,119
89	1	8,587	2	11,813
90	1	12,412	3	30,139
91	1	9,098	1	5,352
93	1	16,985		
95			1	8,568
96			1	9,743
99	1	4,925		
TOTAL	3,859	\$ 57,148,976	5,193	\$ 70,707,754
<u>SUMMARY</u>				
NO OPTION	1,807	\$ 29,306,347	3,653	\$ 51,967,181
OPTION 1	444	6,151,415	788	9,468,007
OPTION 2	632	7,462,859	183	1,975,709
OPTION 3	321	4,503,603	184	2,228,091
OPTION 4	13	199,977	14	181,455
OPTION 5	0	0	0	0
OPTION A	269	3,543,773	99	1,086,155
OPTION B	128	1,862,349	50	623,257
OPTION C	123	1,940,411	96	1,353,894
OPTION D	122	2,178,242	126	1,824,005

TABLE 7

**THE NUMBER AND ANNUAL RETIREMENT
ALLOWANCES OF BENEFICIARIES DISTRIBUTED
BY AGE AS OF JUNE 30, 2005**

ACCIDENTAL DISABILITY RETIREMENTS

AGE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
27	1	\$ 12,472		
29	2	52,633		
31			1	\$ 20,235
34	1	1,388		
36	1	17,374	1	32,515
37	1	23,754	1	19,019
38	2	49,804	1	20,449
39	4	101,285	1	19,444
40	5	120,383		
41	7	167,080	3	75,714
42	4	100,697	4	139,782
43	4	81,715	2	66,809
44	5	91,347	1	13,898
45	3	65,747	4	94,033
46	6	132,579	3	64,958
47	10	219,542	3	63,562
48	4	112,091	4	95,191
49	6	114,159	8	195,925
50	7	138,581	13	286,293
51	12	336,071	6	152,795
52	10	206,968	17	392,795
53	9	232,555	7	182,255
54	9	176,057	6	149,015
55	15	352,616	7	101,449
56	7	192,693	6	156,371
57	19	425,793	13	301,556
58	17	372,280	14	331,689
59	10	244,221	13	300,702
60	16	348,697	6	132,231
61	14	354,492	11	230,905
62	18	396,621	11	269,814
63	23	520,103	7	107,154
64	18	382,665	11	320,774
65	12	217,779	8	145,063
66	9	168,381	11	216,780
67	7	169,995	9	189,300
68	13	282,400	8	131,302
69	11	197,271	6	64,152
70	13	221,404	8	150,560
71	9	170,943	4	54,801
72	13	197,762	11	189,674
73	14	278,003	8	98,654
74	10	222,431	7	111,739

TABLE 7
THE NUMBER AND ANNUAL RETIREMENT
ALLOWANCES OF BENEFICIARIES DISTRIBUTED
BY AGE AS OF JUNE 30, 2005

ACCIDENTAL DISABILITY RETIREMENTS
(continued)

AGE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
75	11	\$ 149,126	10	\$ 126,509
76	5	93,908	6	84,463
77	9	163,646	2	15,054
78	11	163,810	6	62,346
79	6	95,855	8	93,185
80	8	157,936	5	71,354
81	8	127,224	5	55,449
82	8	131,622	3	42,964
83	3	50,184	4	62,114
84	4	61,991	6	65,530
85	5	98,190		
86	5	55,878	3	33,156
87	6	98,834	2	32,384
88	3	49,728	1	13,485
89	4	66,905	3	45,336
90			2	29,302
91	1	22,146	1	5,574
92	1	26,706		
93	2	25,673		
94			1	7,543
TOTAL	481	\$ 9,910,197	333	\$ 6,535,107
<u>SUMMARY</u>				
NO OPTION	287	\$ 6,115,942	251	\$ 5,028,416
OPTION 1	44	808,863	38	575,880
OPTION 2	48	786,938	11	141,591
OPTION 3	57	1,198,985	13	281,970
OPTION 4	1	24,036	0	0
OPTION 5	0	0	0	0
OPTION A	20	416,501	2	33,635
OPTION B	4	92,633	2	39,021
OPTION C	10	223,928	8	250,580
OPTION D	10	242,371	8	184,014

TABLE 8

**THE NUMBER AND ANNUAL RETIREMENT
ALLOWANCES OF BENEFICIARIES DISTRIBUTED
BY AGE AS OF JUNE 30, 2005**

**ORDINARY DEATH BENEFITS TO BENEFICIARIES
WHO ELECTED TO RECEIVE A LIFE ANNUITY
IN LIEU OF A LUMP SUM**

AGE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
47			1	\$ 17,268
68	1	\$ 122		
70			1	3,010
72			1	5,223
78			2	417
79			1	287
83			1	185
84			1	227
86			2	1,451
87			2	361
88			3	550
90			4	940
94			1	130
95			1	152
96			1	372
99			1	166
TOTAL	1	\$ 122	23	\$ 30,738

TABLE 9
THE NUMBER AND ANNUAL RETIREMENT
ALLOWANCES OF BENEFICIARIES DISTRIBUTED
BY AGE AS OF JUNE 30, 2005

AGE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
19	2	\$ 8,930		
23			1	\$ 6,268
37			1	24,309
39			1	15,224
42			2	37,634
43			1	20,762
44			1	17,733
45			1	22,255
46			2	37,633
47			1	19,761
48			3	65,937
50			3	71,772
51			2	35,167
54			3	54,896
57			1	8,596
58			4	62,562
59			3	36,470
60			2	29,337
61			3	40,210
62			2	32,562
63			2	38,292
64			1	9,169
65			1	45,963
66	2	24,004	2	39,831
67			1	9,848
68			3	39,401
69			2	53,055
70			3	54,336
71			2	53,776
73			2	29,963
74			2	55,640
75			2	21,009
77			3	43,473
78			3	26,080
79			2	30,686
80			2	11,506
81			2	21,670
82			1	9,006
83			3	33,401
84			4	41,610
85			1	18,167
87			1	8,029
88			3	24,495
89			2	17,976

TABLE 9

**THE NUMBER AND ANNUAL RETIREMENT
ALLOWANCES OF BENEFICIARIES DISTRIBUTED
BY AGE AS OF JUNE 30, 2005**

**ACCIDENTAL DEATH BENEFITS
(continued)**

AGE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
90			2	\$ 18,141
91			2	40,581
92			1	7,766
93			1	12,625
95			1	7,243
97			1	12,270
99			1	11,997
TOTAL	4	\$ 32,934	96	\$ 1,486,090

TABLE 10
THE NUMBER AND ANNUAL RETIREMENT
ALLOWANCES OF BENEFICIARIES DISTRIBUTED
BY AGE AS OF JUNE 30, 2005

AGE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
16	1	\$ 1,288	1	\$ 14,189
17	1	4,210		
18			2	5,046
19	1	2,266		
20	1	3,045	2	15,211
21	2	8,795		
22			1	10,488
23			1	7,962
24	1	10,503		
25	1	1,335		
26	1	1,691	3	24,457
28	2	13,940	4	23,940
29	1	7,720	2	29,817
30	3	4,963	3	23,419
31	1	5,934	1	12,134
32	4	25,882	6	41,124
33	2	7,556	2	9,052
34	2	11,925	2	21,815
35	3	25,058	3	28,326
36	4	30,431	1	3,671
37	1	2,683	3	18,788
38	6	48,159	2	20,154
39	7	24,735	7	35,887
40			8	47,698
41	5	39,261	6	60,053
42	6	61,445	16	151,981
43	8	38,637	8	59,466
44	7	49,087	11	92,709
45	10	38,470	18	111,168
46	4	18,984	27	291,415
47	9	59,649	30	271,168
48	8	50,982	26	224,491
49	12	102,281	40	416,822
50	16	138,045	39	365,230
51	11	75,966	37	392,955
52	13	99,386	33	365,738
53	17	78,385	32	336,650
54	13	127,431	44	495,475
55	15	116,393	56	579,121
56	16	97,980	54	700,727
57	14	80,640	66	708,200
58	16	150,115	77	979,450
59	19	151,546	82	946,441
60	16	130,083	87	909,972

TABLE 10
THE NUMBER AND ANNUAL RETIREMENT
ALLOWANCES OF BENEFICIARIES DISTRIBUTED
BY AGE AS OF JUNE 30, 2005
DEPENDENTS OF DECEASED BENEFICIARIES
(continued)

AGE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
61	19	\$ 153,184	69	\$ 973,541
62	15	196,278	84	1,029,053
63	24	155,318	101	1,366,973
64	29	251,236	117	1,402,095
65	18	187,063	143	1,954,241
66	17	119,845	148	1,864,674
67	20	111,246	158	1,808,413
68	28	273,855	170	2,124,508
69	24	196,719	184	2,225,966
70	29	252,794	181	2,279,862
71	32	303,922	234	2,705,459
72	27	197,733	251	2,806,068
73	26	210,211	307	3,441,966
74	28	256,537	279	2,790,767
75	33	215,891	322	3,632,133
76	33	242,964	327	3,836,043
77	22	157,296	347	3,552,756
78	38	245,540	375	3,755,794
79	32	244,454	374	3,330,318
80	28	191,048	401	3,570,792
81	32	219,606	407	3,493,169
82	39	267,055	383	3,265,188
83	41	212,762	371	3,125,394
84	29	178,675	397	3,013,487
85	24	120,330	352	2,915,326
86	26	95,815	324	2,410,278
87	16	70,735	283	2,131,339
88	15	86,302	239	1,503,798
89	13	51,727	200	1,492,771
90	10	44,651	163	1,003,645
91	14	61,792	156	1,129,046
92	6	28,683	107	727,210
93	8	42,645	95	645,470
94	2	10,429	66	438,028
95	6	34,719	58	393,268
96	3	9,305	33	192,086
97	3	10,394	29	236,147
98			20	164,674
99			10	76,130

TABLE 10
THE NUMBER AND ANNUAL RETIREMENT
ALLOWANCES OF BENEFICIARIES DISTRIBUTED
BY AGE AS OF JUNE 30, 2005
DEPENDENTS OF DECEASED BENEFICIARIES
(continued)

AGE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
100			7	\$ 54,313
101			12	121,338
102			3	20,870
103			2	6,530
104			1	15,144
107			1	3,882
TOTAL	1,089	\$ 7,655,648	9,134	\$ 87,882,362

In addition to the above there are 284 beneficiaries who elected to receive the lump sum benefit as annuities certain under Option 1 amounting to \$3,163,477 per annum.

**THE NUMBER AND ANNUAL RETIREMENT ALLOWANCES
OF DEFERRED TERMINATED VESTED MEMBERS DISTRIBUTED
BY AGE AS OF JUNE 30, 2005**

AGE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
33			2	\$ 21,828
34			2	11,724
35	1	\$ 10,992	1	2,028
36	1	7,608	2	12,372
37	1	12,120	5	51,024
38	5	41,112	11	61,032
39	2	19,584	1	10,992
40	7	64,884	14	101,256
41	3	25,656	10	80,748
42	6	53,928	9	94,056
43	6	61,524	5	52,704
44	8	71,724	16	202,356
45	12	145,260	17	168,564
46	7	80,460	15	161,964
47	12	124,056	36	330,756
48	18	202,992	25	211,032
49	21	283,176	32	343,668
50	28	345,180	36	319,344
51	23	224,868	52	479,184
52	36	383,640	63	514,248
53	16	156,768	67	599,916
54	31	344,304	76	615,324
55	29	275,928	77	599,508
56	35	389,340	103	751,044
57	39	352,956	148	1,198,908
58	54	628,584	180	1,433,016
59	61	582,180	178	1,338,336
60	46	538,884	146	1,169,376
61	1	16,272	2	15,612
62	4	24,864		
65			1	1,368
66	2	8,808	1	1,884
72	1	972		
74	1	552		
TOTAL	517	\$ 5,479,176	1,333	\$ 10,955,172

**THE NUMBER AND ANNUAL RETIREMENT ALLOWANCES
OF DEFERRED TERMINATED VESTED MEMBERS DISTRIBUTED
BY AGE AS OF JUNE 30, 2005**

STATE ONLY

AGE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
34			1	\$ 7,428
36			1	5,448
37			1	11,412
38	2	\$ 16,092	3	17,016
39	1	11,532	1	10,992
40			4	31,056
41			5	45,900
42	2	14,712	3	42,312
43	2	19,368	2	24,180
44	4	39,576	6	102,384
45	3	41,496	8	96,564
46	3	45,000	5	59,316
47	3	40,044	13	152,340
48	5	51,864	6	61,332
49	6	108,828	10	124,812
50	8	99,120	11	117,732
51	5	64,212	15	154,068
52	13	107,820	22	247,164
53	7	74,556	20	227,844
54	17	184,464	21	226,680
55	9	104,532	23	209,160
56	10	129,372	29	281,916
57	13	142,776	34	360,828
58	20	252,840	35	320,328
59	21	207,732	29	285,408
60	17	235,848	38	366,408
62	2	13,308		
72	1	972		
74	1	552		
TOTAL	175	\$ 2,006,616	346	\$ 3,590,028

**THE NUMBER AND ANNUAL RETIREMENT ALLOWANCES
OF DEFERRED TERMINATED VESTED MEMBERS DISTRIBUTED
BY AGE AS OF JUNE 30, 2005**

LOCAL ONLY

AGE	MEN		WOMEN	
	NUMBER	AMOUNT	NUMBER	AMOUNT
33			2	\$ 21,828
34			1	4,296
35	1	\$ 10,992	1	2,028
36	1	7,608	1	6,924
37	1	12,120	4	39,612
38	3	25,020	8	44,016
39	1	8,052		
40	7	64,884	10	70,200
41	3	25,656	5	34,848
42	4	39,216	6	51,744
43	4	42,156	3	28,524
44	4	32,148	10	99,972
45	9	103,764	9	72,000
46	4	35,460	10	102,648
47	9	84,012	23	178,416
48	13	151,128	19	149,700
49	15	174,348	22	218,856
50	20	246,060	25	201,612
51	18	160,656	37	325,116
52	23	275,820	41	267,084
53	9	82,212	47	372,072
54	14	159,840	55	388,644
55	20	171,396	54	390,348
56	25	259,968	74	469,128
57	26	210,180	114	838,080
58	34	375,744	145	1,112,688
59	40	374,448	149	1,052,928
60	29	303,036	108	802,968
61	1	16,272	2	15,612
62	2	11,556		
65			1	1,368
66	2	8,808	1	1,884
TOTAL	342	\$ 3,472,560	987	\$ 7,365,144

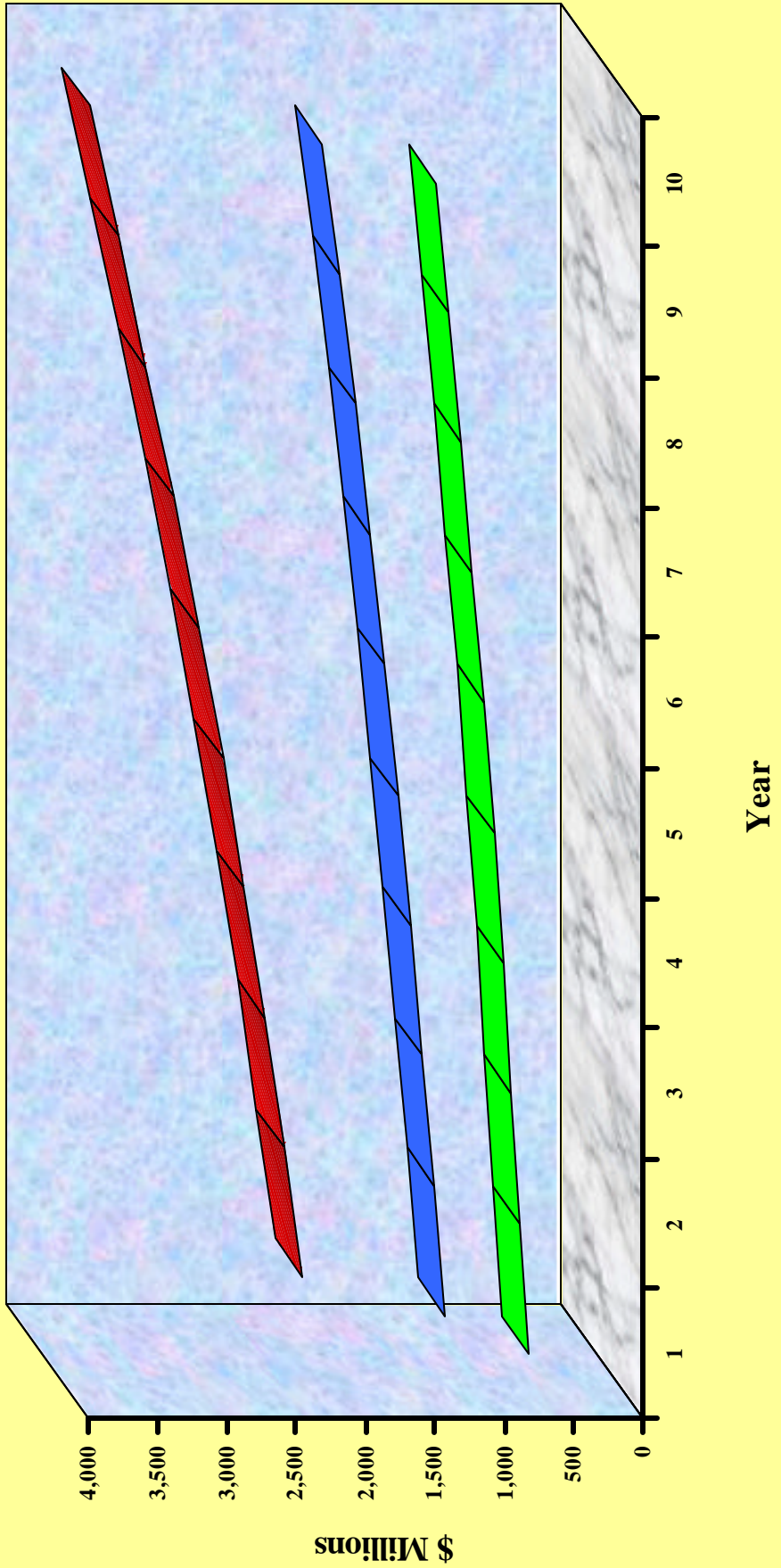
APPENDIX D

PROJECTED BENEFIT PAYOUT

PUBLIC EMPLOYEES' RETIREMENT SYSTEM OF NEW JERSEY

PROJECTED BENEFIT PAYOUT WITH COLA

- State
- Local
- Total

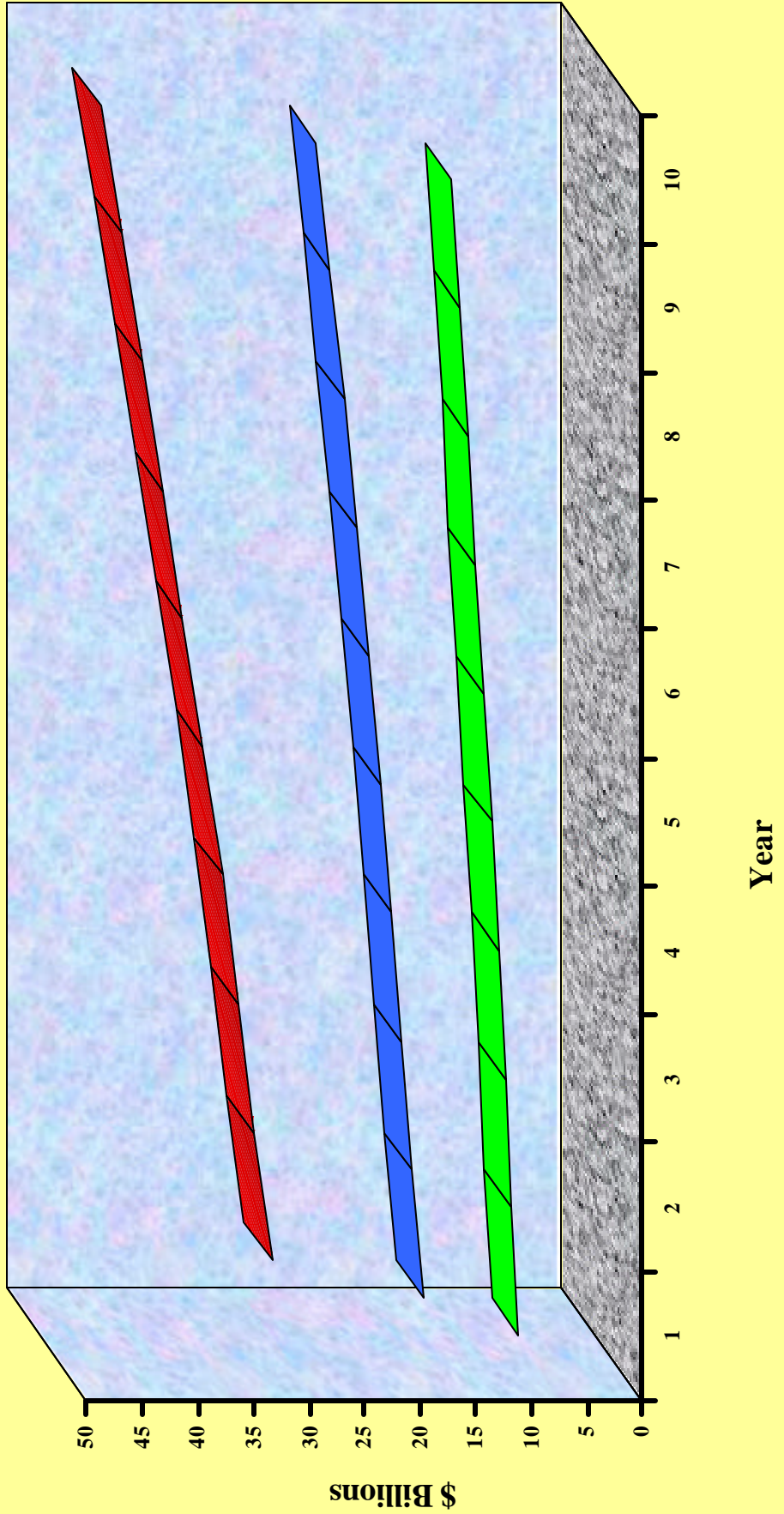


APPENDIX E
PROJECTED ASSETS

PUBLIC EMPLOYEES' RETIREMENT SYSTEM OF NEW JERSEY

PROJECTED VALUATION ASSETS

- State
- Local
- Total



PUBLIC EMPLOYEES' RETIREMENT SYSTEM OF NEW JERSEY

APPENDIX F - EARLY RETIREMENT INCENTIVE (ERI) CONTRIBUTION SCHEDULE

<u>Number</u>	<u>Location Name</u>	<u>ERI 1 Information</u>		<u>ERI 2 Information</u>	
		<u>Current Payment</u>	<u>Present Value as of 7/1/2005</u>	<u>Current Payment</u>	<u>Present Value as of 7/1/2005</u>
10022	OCEAN CO MOSQUITO COMM	9,560	103,618		
10030	ATLANTIC COUNTY	95,448	1,034,567		
10031	ATLANTIC COUNTY WELFARE BD	29,501	319,759		
10041	MIDDLESEX CO BD OF SOCIAL SRV	14,630	158,572		
10063	MORRIS CO VOCATIONAL SCH DIST	7,272	78,818		
10070	BURLINGTON COUNTY/PAYROLL DEPT	239,653	2,597,616		
10071	BURLINGTON CO BD OF SOCIAL SERV	22,356	242,316	28,928	458,835
10110	WARREN CO BD OF CHOSEN FRHLDRS	77,303	837,893		
10111	WARREN CO WELFARE BOARD	2,584	28,012		
10160	GLOUCESTER COUNTY	44,295	480,112		
10171	MERCER CO BD OF SOCIAL SERVICE	24,634	267,014	62,505	991,423
10173	MERCER CO VOCATIONAL SCHOOLS			11,056	44,732
20100	LAVALLETTE BOROUGH			8,621	136,735
20114	LINDEN CTY FREE PUBLIC LIBRARY	23,849	258,504	8,566	135,877
20160	ASBURY PARK CITY	36,604	396,751		
20163	ASBURY PARK BD OF ED	15,641	169,529		
20203	PERTH AMBOY BD OF ED			40,117	162,311
20220	BELLEVILLE TOWNSHIP	102,194	1,107,681		
20240	DOVER TOWN	6,156	66,723	33,594	146,325
20264	MONTCLAIR LIBRARY			21,694	344,106
20320	PALMYRA BOROUGH	509	5,512	13,330	211,429
20550	VILLAGE OF RIDGEFIELD PARK	27,388	296,864		
20570	SOUTH ORANGE VILLAGE	26,668	289,052		
20640	CHATHAM BOROUGH	66,797	123,412		
20690	ROSELLE PARK BOROUGH	3,827	41,483		
20720	WASHINGTON BOROUGH			5,573	88,402
20860	COLLINGSWOOD BOROUGH	11,457	124,179		
20910	HADDONFIELD BOROUGH	5,717	61,966		
20990	POINT PLEASANT BOROUGH	14,922	161,739		
21040	SPRING LAKE BOROUGH	12,261	132,893		
21090	MILLBURN TOWNSHIP	47,609	516,038		
21180	OCEANPORT BOROUGH	3,594	38,958		
21200	RUMSON BOROUGH	3,407	36,929		
21260	ABSECON CITY	12,081	130,943		
21303	WEST NEW YORK BD OF ED			3,718	40,562
21330	CARTERET BOROUGH	17,692	191,770		
21480	EATONTOWN BOROUGH	10,321	111,869	13,513	214,332
21590	GLASSBORO BOROUGH	8,970	97,226		
21600	HO-HO-KUS BOROUGH	5,953	64,524		
21650	SECAUCUS TOWN	3,076	33,344		

PUBLIC EMPLOYEES' RETIREMENT SYSTEM OF NEW JERSEY

APPENDIX F - EARLY RETIREMENT INCENTIVE (ERI) CONTRIBUTION SCHEDULE

<u>Number</u>	<u>Location Name</u>	<u>ERI 1 Information</u>		<u>ERI 2 Information</u>	
		<u>Current Payment</u>	<u>Present Value as of 7/1/2005</u>	<u>Current Payment</u>	<u>Present Value as of 7/1/2005</u>
21663	BEVERLY CITY BD OF ED			960	10,473
21710	RAMSEY BOROUGH	54,326	588,848		
21720	RED BANK BOROUGH	48,669	527,525		
21810	NEPTUNE CITY BOROUGH	1,434	15,545		
21930	SPARTA TOWNSHIP	11,194	121,327		
22030	VERONA TOWNSHIP	33,499	363,102	9,283	147,243
22050	CINNAMINSON TOWNSHIP	2,921	31,665		
22120	MENDHAM TOWNSHIP	10,314	111,791		
22290	BORDENTOWN CITY	7,936	86,021		
22350	MIDDLETOWN TOWNSHIP	41,193	446,497		
22400	CHATHAM TOWNSHIP	16,208	175,684		
22430	HARRINGTON PARK BOROUGH	17,317	187,700		
22540	BOUND BROOK BOROUGH	7,945	86,112	5,367	85,136
22670	CHESTER TOWNSHIP	11,409	123,661		
22730	BLOOMINGDALE BOROUGH	18,182	197,079		
22760	LINCOLN PARK BOROUGH	12,185	132,070		
22800	WASHINGTON TOWNSHIP	21,074	228,417		
22900	MILFORD BOROUGH	8,530	92,458		
22993	BERLIN BOROUGH BD OF ED			5,756	23,288
23020	GLOUCESTER TOWNSHIP	17,545	190,169		
23060	CAPE MAY CITY	6,624	71,795		
23073	PLEASANTVILLE BD OF ED	2,730	29,591	2,239	15,151
23080	SEA ISLE CITY	29,800	323,006	2,746	21,748
23120	HOLMDEL TOWNSHIP	8,534	92,503		
23130	NORTH HALEDON BOROUGH	6,147	66,632		
23190	MIDDLE TOWNSHIP	7,864	85,244		
23200	BEDMINSTER TOWNSHIP	8,959	97,102		
23220	BERLIN TOWNSHIP	361	3,912		
23223	BERLIN TOWNSHIP BD OF ED	776	8,409	1,260	8,528
23230	LITTLE SILVER BOROUGH	2,627	28,475		
23240	WESTAMPTON TOWNSHIP	7,939	86,055		
23290	PAULSBORO BOROUGH	8,895	96,415		
23370	TETERBORO BOROUGH	11,422	123,807	4,169	33,025
23490	PINE HILL BOROUGH	6,913	74,929		
23493	PINE HILL BOROUGH BD OF ED	669	7,248	1,085	7,343
23630	SOUTH AMBOY CITY	16,416	177,938		
23700	LAMBERTVILLE CITY			17,889	77,919
30010	NORTH JERSEY WATER SUPPLY COMM	31,475	341,154		
30030	PASSAIC VALLEY WATER COMM	71,508	775,082		
30130	TRENTON HOUSING AUTHORITY	47,388	513,637	59,165	938,438

PUBLIC EMPLOYEES' RETIREMENT SYSTEM OF NEW JERSEY

APPENDIX F - EARLY RETIREMENT INCENTIVE (ERI) CONTRIBUTION SCHEDULE

<u>Number</u>	<u>Location Name</u>	<u>ERI 1 Information</u>		<u>ERI 2 Information</u>	
		<u>Current Payment</u>	<u>Present Value as of 7/1/2005</u>	<u>Current Payment</u>	<u>Present Value as of 7/1/2005</u>
30160	ATLANTIC CITY HOUSING AUTHORITY			31,912	506,178
30230	ASBURY PK HOUSING AUTHORITY			1,013	16,067
30250	NEW BRUNSWICK HOUSING AUTHORITY			1,922	30,485
30300	PASSAIC VALLEY SEWERAGE COMM	21,660	234,775	142,908	622,464
30320	EWING LAWRENCE SEWERAGE AUTH	12,099	131,146		
30360	IRVINGTON HOUSING AUTH	5,088	55,146		
30410	ELIZABETH CITY HOUSING AUTH	74,686	809,520		
30420	BURLINGTON COUNTY BRIDGE COMM	45,715	495,510	11,676	185,200
30510	PATERSON HOUSING AUTHORITY	19,743	213,999	2,908	46,123
30560	MIDDLESEX CO UTILITIES AUTH	64,130	695,103	93,504	1,483,118
30570	CAMDEN CITY HOUSING AUTHORITY			6,611	6,230
30630	SOMERSET RARITAN VALL SEW AUTH	15,906	172,403		
30680	STAFFORD MUNICIPAL UTL AUTH	10,011	108,510		
30730	DELAWARE RIVER BASIN COMM	60,295	653,541		
30740	NJ EXPRESSWAY AUTHORITY	52,421	568,196		
30770	PATERSON PARKING AUTHORITY			1,891	29,990
30820	HAMILTON TWP FIRE DISTRICT 3	1,675	18,160		
30900	GLOUCESTER TWP M U A			7,769	123,225
31190	BRIDGETON CITY HOUSING AUTH			956	15,160
31210	NJ HOUSING & MTG FINANCE AGENCY	20,483	222,014		
31250	JERSEY CITY MUNICIPAL UT. AUTH			2,005	31,804
31260	LINDEN CITY HOUSING AUTHORITY			10,653	172,372
31320	NEW JERSEY MEADOWLAND COMM			984	15,605
31370	MERCER CO IMPROVEMENT AUTHORITY			8,527	135,250
31510	BRICK TWP MUN UTILITIES AUTH	21,139	229,127		
31580	MOUNT LAUREL TWP MUN UTIL AUTH			1,013	16,067
31680	OCEAN GROVE BD OF FIRE COMM			8,502	134,854
31830	S MONMOUTH REG SEWERAGE AUTH	4,298	46,590		
32000	MANASQUAN RIVER REG SEW AUTH	322	3,495		
32080	OCEAN TWP MUN UTIL AUTHORITY			2,008	31,854
32260	HUDSON CO COMMUNITY COLLEGE			3,026	48,003
32280	MONTCLAIR REDEVELOPMENT AGENCY	8,889	96,347		
32450	GLOUCESTER CO HOUSING AUTHORITY			21,019	333,400
32700	NJ INSTITUTE OF TECHNOLOGY	92,855	1,006,464	50,278	797,480
32820	ESSEX CO EDUCATIONAL SERV COMM	15,636	169,484		
32900	NJ TRANSIT CORPORATION	34,926	378,568		
33040	BUENA BORO HOUSING AUTH			1,009	16,001
34340	OLD BRIDGE MUNICIPAL UTIL AUTH	2,995	32,465		
39990	COMPENSATION RATING & INS BUR	41,111	445,606	52,504	832,798
40310	EAST WINDSOR REG SCHOOL DIST			10,068	68,139

PUBLIC EMPLOYEES' RETIREMENT SYSTEM OF NEW JERSEY

APPENDIX F - EARLY RETIREMENT INCENTIVE (ERI) CONTRIBUTION SCHEDULE

<u>Number</u>	<u>Location Name</u>	<u>ERI 1 Information</u>		<u>ERI 2 Information</u>	
		<u>Current Payment</u>	<u>Present Value as of 7/1/2005</u>	<u>Current Payment</u>	<u>Present Value as of 7/1/2005</u>
50050	ALLENTOWN BOROUGH	16,919	183,383	998	15,836
50130	AUDUBON BOROUGH			2,146	34,031
50240	BELVIDERE TOWN			18,790	81,842
50533	CHESILHURST BORO BD OF ED	119	1,285	191	1,293
50593	CLEMENTON BD OF ED	441	4,780	714	4,832
50740	DEPTFORD TOWNSHIP	3,252	35,249		
50830	EAST HANOVER TOWNSHIP	12,154	131,743	12,143	192,607
50890	ELK TOWNSHIP	2,057	22,297		
51003	FARMINGDALE BD OF ED			1,318	5,333
51440	HELMETTA BOROUGH	4,399	47,683		
51520	HOPATCONG BOROUGH	38,078	412,724		
51750	LEBANON BOROUGH			965	15,308
51800	LINWOOD CITY			21,649	343,380
51880	LOWER TOWNSHIP	10,058	109,017		
51940	MAGNOLIA BOROUGH	3,396	36,805		
51960	MANALAPAN TOWNSHIP	12,583	136,387		
52603	PEMBERTON TOWNSHIP BD OF ED	44,272	479,864		
52630	PENNSAUKEN TOWNSHIP	4,324	46,872	4,992	79,181
52810	RARITAN TOWNSHIP	12,573	136,275	26,814	116,795
52820	HAZLET TOWNSHIP	1,003	10,867		
52960	SADDLE BROOK TOWNSHIP			27,493	119,753
53080	SOUTHAMPTON TOWNSHIP	5,506	59,677		
53280	TABERNACLE TOWNSHIP			10,308	81,652
53310	TEWKSBURY TOWNSHIP			30,025	28,292
53360	UNION BEACH BOROUGH	7,073	76,665		
53460	VOORHEES TOWNSHIP	53,368	50,287		
53490	WALLINGTON BOROUGH			10,406	165,059
53670	WEST LONG BRANCH BOROUGH	9,774	105,940	5,372	85,202
53743	WHITE TOWNSHIP BD OF ED	11,699	126,806		
53820	WOODLAND TOWNSHIP	12,088	131,022		
55420	EAST BRUNSWICK SEWERAGE AUTH			1,013	16,067
55640	FLORHAM PARK SEW AUTHORITY			3,106	49,273
55880	WRIGHTSTOWN MUN UTIL AUTH			998	15,836
55900	CINNAMINSON SEWERAGE AUTHORITY	8,029	87,025		
56190	SOMERS POINT SEWERAGE AUTHORITY	1,787	19,366		
60023	HUDSON CO SCHOOLS OF TECHNOLOGY			10,439	113,886
	TOTALS	\$ 2,553,892	\$ 26,552,979	\$ 1,025,680	\$ 11,606,686

PUBLIC EMPLOYEES' RETIREMENT SYSTEM OF NEW JERSEY

APPENDIX G - ADDITIONAL CONTRIBUTION SCHEDULES DUE TO RECENT
EARLY RETIREMENT INCENTIVE (ERI) LEGISLATION

Number	Location Name	ERI Information		
		Years and Form of Payment	Current Payment	Present Value as of 7/1/05
Chapter 126, P.L. 2000				
10100	UNION COUNTY	15 Year - Level	\$ 21,391	\$ 177,299
60030	PASSAIC COUNTY	15 Year - Level	473,923	3,768,773
	Sub-Total		\$ 495,314	\$ 3,946,072
Chapter 23, P.L. 2002				
30300	PASSAIC VALLEY SEWERAGE COMM	15 Year - Increasing	\$ 186,662	\$ 1,818,350
30440	SOUTH JERSEY PORT CORPORATION	30 Year - Increasing	66,500	1,076,034
31210	NJ HOUSING & MTG FINANCE AGENCY	30 Year - Increasing	80,679	1,305,470
31320	NEW JERSEY MEADOWLAND COMM	10 Year - Increasing	79,581	578,058
34920	SOUTH JERSEY TRANS AUTH	30 Year - Increasing	69,975	1,132,274
39990	COMPENSATION RATING & INS BUR	30 Year - Increasing	85,726	1,387,138
	Sub-Total		\$ 569,123	\$ 7,297,324
Chapter 127, P.L. 2003				
20114	LINDEN CITY FREE PUBLIC LIBRARY	15 Year - Level	\$ 44,856	\$ 385,713
20264	MONTCLAIR LIBRARY	15 Year - Level	2,677	23,021
21284	ELIZABETH PUBLIC LIBRARY	15 Year - Level	73,888	635,365
30070	NEWARK HOUSING AUTHORITY	15 Year - Level	617	5,114
30230	ASBURY PARK HOUSING AUTHORITY	15 Year - Level	8,999	77,385
30240	BERGEN CO UTILITIES AUTHORITY	15 Year - Level	178,241	1,477,351
30290	BAYONNE HOUSING AUTHORITY	15 Year - Level	32,100	276,031
30380	PERTH AMBOY HOUSING AUTHORITY	15 Year - Level	13,918	119,678
30410	ELIZABETH CITY HOUSING AUTH	15 Year - Level	143,430	1,188,821
30510	PATERSON HOUSING AUTHORITY	15 Year - Level	38,726	333,010
30520	HACKENSACK HOUSING AUTHORITY	15 Year - Level	18,022	149,375
30550	GARFIELD HOUSING AUTHORITY	15 Year - Level	39,724	341,584
30600	EDISON TOWNSHIP HOUSING AUTHORITY	15 Year - Level	1,464	12,593
30690	NEPTUNE TOWNSHIP HOUSING AUTHORITY	15 Year - Level	2,141	18,411
31030	FRANKLIN TWP HOUSING AUTHORITY	15 Year - Level	23,358	193,603
31050	JERSEY CITY INCINERATOR AUTHORITY	15 Year - Level	34,359	295,456
31190	BRIDGETON CITY HOUSING AUTHORITY	15 Year - Level	2,280	19,610
31250	JERSEY CITY MUNICIPAL UTILITIES AUTHORITY	15 Year - Level	27,794	239,007
31370	MERCER CO IMPROVEMENT AUTHORITY	15 Year - Level	18,114	150,135
31770	MONMOUTH COUNTY BAYSHORE OUTFALL AUTHORITY*	15 Year - Level	9,972	85,754
31870	DOVER TOWN HOUSING AUTHORITY	15 Year - Level	23,105	198,678
31950	WESTERN MONMOUTH UTILITIES AUTHORITY	15 Year - Level	5,158	44,356
31960	WEEHAWKEN TOWNSHIP HOUSING AUTHORITY	15 Year - Level	1,379	11,858
32010	CAMDEN COUNTY MUNICIPAL UTILITIES AUTHORITY	15 Year - Level	57,308	492,796
32030	MONROE TOWNSHIP MUNICIPAL UTILITIES AUTHORITY	15 Year - Level	4,102	35,275
32050	HILLSBOROUGH TWP MUN UTIL AUTH	15 Year - Level	3,864	32,027
32530	COLLINGSWOOD BORO HOUSING AUTH	15 Year - Level	2,616	21,683
34340	OLD BRIDGE MUNICIPAL UTILITIES AUTHORITY	15 Year - Level	20,642	177,505
34760	CAMDEN COUNTY POLLUTION CONTROL FIN	15 Year - Level	7,834	67,367
55130	CAPE MAY COUNTY BRIDGE COMMISSION	15 Year - Level	10,419	89,593
55350	WOODBIDGE HOUSING AUTHORITY	15 Year - Level	9,227	76,478
55900	CINNAMINSON SEWERAGE AUTHORITY	15 Year - Level	6,767	56,088
55920	MONROE TOWNSHIP MUNICIPAL UTILITIES AUTHORITY	15 Year - Level	-	(5,826)
56260	BAYONNE CITY PARKING AUTH	15 Year - Level	1,334	11,057
	Sub-Total		\$ 868,435	\$ 7,335,952

PUBLIC EMPLOYEES' RETIREMENT SYSTEM OF NEW JERSEY

APPENDIX G - ADDITIONAL CONTRIBUTION SCHEDULES DUE TO RECENT
EARLY RETIREMENT INCENTIVE (ERI) LEGISLATION

Number	Location Name	ERI Information		
		Years and Form of Payment	Current Payment	Present Value as of 7/1/05
Chapter 128, P.L. 2003				
10060	MORRIS COUNTY*	15 Year - Level	\$ 41,323	\$ 355,340
10100	UNION COUNTY	15 Year - Level	124,363	1,069,406
10101	UNION COUNTY BOARD OF SOCIAL SERVICES	15 Year - Level	25,034	215,268
10121	CAPE MAY COUNTY BOARD OF SOCIAL SERVICES	15 Year - Level	214,468	1,844,231
10141	CUMBERLAND COUNTY BOARD OF SOCIAL SERVICES	15 Year - Level	305,632	2,628,159
10170	MERCER COUNTY	15 Year - Level	1,105,447	9,162,505
10171	MERCER CO BD OF SOCIAL SERVICE	15 Year - Level	933,788	7,739,710
10178	MERCER COUNTY	15 Year - Level	67,137	556,465
10180	HUNTERDON COUNTY	15 Year - Level	394,717	3,271,612
10181	HUNTERDON COUNTY WELFARE BOARD	15 Year - Level	53,549	443,841
20110	LINDEN CITY	15 Year - Level	40,780	350,672
20150	SEASIDE HEIGHTS BOROUGH	15 Year - Level	9,515	78,865
20220	BELLEVILLE TOWNSHIP	15 Year - Level	199,880	1,718,790
20260	MONTCLAIR TOWNSHIP	15 Year - Level	179,637	1,488,924
20400	NUTLEY TOWNSHIP	15 Year - Level	115,689	958,890
20560	RIDGEWOOD VILLAGE	15 Year - Level	250,285	2,074,485
20780	ATLANTIC CITY	15 Year - Level	678,238	5,832,232
20830	PASSAIC CITY	15 Year - Level	188,138	1,559,381
21050	WOOD-RIDGE BOROUGH	15 Year - Level	25,470	211,108
21070	HAMILTON TOWNSHIP	15 Year - Level	464,829	3,852,737
21110	WEEHAWKEN TOWNSHIP	15 Year - Level	36,353	312,606
21160	HARRISON TOWNSHIP	15 Year - Level	52,550	435,561
21210	FAIRFIELD TOWNSHIP	15 Year - Level	21,688	179,761
21250	UNION TOWNSHIP	15 Year - Level	94,650	784,511
21270	BAYONNE CITY	15 Year - Level	65,784	545,251
21280	ELIZABETH CITY*	15 Year - Level	-	(30,187)
21290	UNION CITY	15 Year - Level	140,973	1,168,455
21430	LIVINGSTON TOWNSHIP	15 Year - Level	20,341	174,917
21740	EWING TOWNSHIP*	15 Year - Level	-	(16,174)
21800	MAYWOOD BOROUGH	15 Year - Level	33,222	275,361
22670	CHESTER TOWNSHIP	15 Year - Level	27,344	235,131
23310	BLAIRSTOWN TOWNSHIP	15 Year - Level	19,620	162,620
23480	LOPATCONG TOWNSHIP	15 Year - Level	27,124	224,814
23700	LAMBERTVILLE CITY	15 Year - Level	18,290	157,277
51080	FRANKLIN TOWNSHIP	15 Year - Level	31,956	264,867
51210	GREEN TOWNSHIP	15 Year - Level	7,029	60,444
51640	JERSEY CITY	15 Year - Level	221,048	1,900,816
52210	MONROE TOWNSHIP	15 Year - Level	63,957	549,969
52360	NEWARK CITY	15 Year - Level	940,575	8,088,086
52490	OCEAN TOWNSHIP	15 Year - Level	4,552	37,729
52630	PENNSAUKEN TOWNSHIP	15 Year - Level	89,334	768,193
52660	PINE BEACH BOROUGH	15 Year - Level	14,251	122,546
52810	RARITAN TOWNSHIP	15 Year - Level	34,362	295,484
52920	ROSELAND BOROUGH	15 Year - Level	15,236	131,012
53190	STANHOPE BOROUGH	15 Year - Level	5,841	48,413
53570	WASHINGTON TOWNSHIP	15 Year - Level	-	(2,307)
	Sub-Total		\$ 7,403,999	\$ 62,287,777
Chapter 129, P.L. 2003				
20833	PASSAIC PUBLIC SCHOOLS	15 Year - Level	\$ 146,285	\$ 1,257,920
21073	HAMILTON TOWNSHIP BOARD OF EDUCATION*	15 Year - Level	20,603	177,164

PUBLIC EMPLOYEES' RETIREMENT SYSTEM OF NEW JERSEY

APPENDIX G - ADDITIONAL CONTRIBUTION SCHEDULES DUE TO RECENT
EARLY RETIREMENT INCENTIVE (ERI) LEGISLATION

<u>Number</u>	<u>Location Name</u>	ERI Information		
		<u>Years and Form of Payment</u>	<u>Current Payment</u>	<u>Present Value as of 7/1/05</u>
21163	HARRISON TOWNSHIP BOARD OF EDUCATION	15 Year - Level	4,158	35,759
21273	BAYONNE BOARD OF ED	15 Year - Level	167,980	1,392,303
21743	EWING TOWNSHIP BOARD OF EDUCATION	15 Year - Level	55,117	473,953
22223	HOWELL TOWNSHIP BOARD OF EDUCATION*	15 Year - Level	-	(8,075)
22233		15 Year - Level	3,217	27,667
40340	TOMS RIVER SCHOOL DISTRICT*	15 Year - Level	-	(22,312)
60023	HUDSON COUNTY SCHOOLS OF TECHNOLOGY	15 Year - Level	83,243	715,815
	Sub-Total		\$ 480,603	\$ 4,050,194
	Sub-Total Chapters 127, 128 and 129,P.L. 2003		\$ 8,753,037	\$ 73,673,923
	Total		\$ 9,817,474	\$ 84,917,319

APPENDIX H
BREAKDOWN OF CONTRIBUTIONS FOR STATE COLLEGES
FOR THE YEAR BEGINNING JULY 1, 2006

Division	Number	Payroll	NORMAL CONTRIBUTION					Net Post Retirement Medical Contribution	Accrued Liability Contribution*	Total Contribution
			Basic Allowances	Non-Contributory Group Insurance Premium Fund	Active COLA	Net Normal Cost				
State Colleges										
Location 410: Rowan College	766	\$ 26,773,558	\$ 880,850	\$ 160,641	\$ 133,868	\$ 1,175,359	\$ 1,624,946	\$ 1,142,273	\$ 3,942,578	
Location 411: Jersey City State College	642	20,389,692	670,821	122,338	101,948	895,107	1,073,719	851,135	2,819,961	
Location 412: Kean College	833	24,757,316	814,516	148,544	123,787	1,086,847	1,381,988	970,775	3,439,610	
Location 413: William Paterson College	834	24,478,744	805,351	146,872	122,394	1,074,617	927,421	911,684	2,913,722	
Location 414: Montclair State College	922	26,329,464	866,239	157,977	131,647	1,155,863	992,733	929,577	3,078,173	
Location 415: The College of NJ	646	21,844,532	718,685	131,067	109,223	958,975	1,596,209	917,446	3,472,630	
Location 420: Ramapo State College	437	14,889,916	489,878	89,339	74,450	653,667	522,491	544,718	1,720,876	
Location 421: Richard Stockton College	512	18,631,831	612,987	111,791	93,159	817,937	710,588	765,219	2,293,744	
Location 430: Thomas A. Edison State College	100	4,745,909	156,140	28,475	23,730	208,345	214,221	202,437	625,003	
Locations 32700 & 55530: New Jersey Institute of Technology	433	18,112,087	595,888	108,673	90,560	795,121	791,574	680,266	2,266,961	
Location 90010: Rutgers State University	4,284	152,520,168	5,017,914	915,122	762,600	6,695,636	15,434,379	6,723,924	28,853,939	
Location 90020: Rutgers State University	0	0	0	0	0	0	54,862	0	54,862	
Location 90030: Rutgers State University	0	0	0	0	0	0	13,062	0	13,062	
Location 90130: University of Medicine & Dentistry	0	0	0	0	0	0	4,428,110	0	4,428,110	
Location 90131: University of Medicine & Dentistry	0	0	0	0	0	0	133,235	0	133,235	
Total	10,409	\$ 353,473,217	\$ 11,629,269	\$ 2,120,839	\$ 1,767,366	\$ 15,517,474	\$ 29,899,538	\$ 14,639,454	\$ 60,056,466	

* Basic allowances plus COLA and the additional liability due to ERI program under Chapter 23, P.L. 2002.