

April 4, 2022

Representative Newton
Room 507

Representative Roberts
Room 456.2

Re: Proposed Committee substitute for Engrossed Senate Bill No. 1188
RBH No. 11240

This bill would create a minimum interest credited to participants in the Police Pension and Retirement System Deferred Option Plan balances of 7.5%. The current rate is based on the interest assumption used in the actuarial valuation. The current assumption is 7.5% but could be changed in the future based on the expected long term growth by the trust

Police Departments cities of less than 4500 population may hire retired participants over the age of 45 but the participant may not reenter the Police Pension and Retirement System.

This bill is a non fiscal bill under OPLAAA.

I am a member of the American Academy of Actuaries and meet the Qualification Standards of the American Academy of Actuaries to render the actuarial opinion herein.

Thomas E. Cummins

Thomas E. Cummins, MAAA