



May 23, 2014


CONFIDENTIAL

Ms. Christine Paz
Senior Accounting Clerk - Retirement
City of Fort Pierce
100 N. U.S. Highway 1, P.O. Box 1480
Fort Pierce, Florida 34954-1480

Re: Elected Official Buy-In: Commissioner Thomas K. Perona

Dear Christine:

In accordance with your request, we have computed the actuarial cost to allow Commissioner Thomas K. Perona to join the City of Fort Pierce Retirement and Benefits System. Results are based on the following information that was supplied to us for use in the calculations:

Date of Hire:	January 4, 2010
Date of Birth:	
Rate of Pay:	\$14.7436 per hour
Hours per Pay Period:	60 hours
Pay Periods per Year:	26

Mr. Perona's accrued monthly benefit as of April 21, 2014 was calculated as follows:

Monthly Final Average Salary:	\$1,916.67
Accrued service:	3.5833 years
Benefit Multiplier:	3.0%
Accrued monthly benefit:	\$206.04

Ms. Christine Paz
May 23, 2014
Page 2

Therefore, the cost to add Mr. Perona to the Retirement and Benefits System is shown below:

Approximate Employee Portion (with interest):	\$4,507.82
Employer Portion (balancing item):	\$16,748.85
Calculated Total:	\$21,256.67

Calculation Notes

The calculations are based on the information provided by Retirement and Benefit System staff, and the total is split into portions to allow for the possibility that the City will pay the employer portion of the actuarial cost. Mr. Perona is responsible for at least the employee portion in any event.

Actuarial Assumptions

Calculations were performed using the following assumptions: RP-2000 Combined Healthy Mortality Table for males, interest at 8.0% per annum, 5.16% member contribution rate, 6% interest on member contributions, and commencement of benefits upon completion of 5 years of service.

Please call with any questions or comments.

Sincerely,



Brad L. Armstrong, ASA, EA, MAAA

BLA:ktn

cc: Gloria Johnson