

## National Guard Pension System

### SCHEDULE OF FUNDING PROGRESS

(Dollars in Thousands)

Biennial Actuarial Valuation Date June 30 <sup>a</sup>	Actuarial Valuation of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Annual Covered Payroll (c)	UAAL As a Percentage of Covered Payroll ((b-a)/c)
1996	\$ 6,259	\$ 36,756	\$ 30,497	17.0%	\$ 48,861	62.4%
1998	8,640	41,478	32,838	20.8%	40,333	81.4%
2000	11,219	44,069	32,850	25.5%	40,789	80.5%

<sup>a</sup> The State Adjutant General's Office administers the plan. Effective June 30, 1996, the plan's administrator implemented a biennial valuation schedule.

The unfunded actuarial accrued liability expressed as a percentage of covered payroll is a measure of the significance of the unfunded actuarial liability relative to the State's capacity to pay it. The funded ratio represents the assets expressed as a percentage of the actuarial accrued

liability. The trend in those two ratios provides information about whether the financial strength of the plan is improving or deteriorating over time. An improvement is indicated when the funded ratio is increasing and the ratio of the unfunded actuarial liability to active covered payroll is decreasing.

# National Guard Pension System

## SCHEDULE OF EMPLOYER CONTRIBUTIONS

(Dollars in Thousands)

Fiscal Year Ended June 30	Employer Contributions	
	Annual Required Contribution	Percentage Contributed
1995	\$ 2,499	100.0%
1996 <sup>a</sup>	2,499	100.0%
1997 <sup>a</sup>	3,085	81.0%
1998 <sup>a</sup>	3,085	81.0%
1999 <sup>a</sup>	3,200	78.1%
2000 <sup>a</sup>	3,200	78.1%

<sup>a</sup> The State Adjutant General's Office administers the plan. Effective June 30, 1996, the plan's administrator implemented a biennial valuation schedule.

The schedule of employer contributions provides information about the required contributions of the State and the extent to which those contributions are being made. The schedule gives an indication of the progress made in

accumulating sufficient assets to pay benefits when due.

The information presented above was determined as part of the actuarial valuations. Additional information as of the latest actuarial valuation follows:

Actuarial valuation date.....	June 30, 2000
Actuarial cost method.....	Entry age normal
Amortization method.....	Level dollar, open
Remaining amortization period.....	30 years
Asset valuation method.....	Market
Actuarial assumptions:	
Investment rate of return.....	7.25%
Projected salary increases.....	Not applicable
Assumed inflation rate .....	Not applicable
Assumed cost-of-living adjustments.....	Not applicable